RESOLUTION NO. 2026-22

A RESOLUTION AMENDING THE MUNICIPAL BUDGET FOR FISCAL YEAR ENDING 6-30-26

WHEREAS, upon proper review and consideration, the City Council has held a public hearing concerning proposed amendments to its FYE 6-30-26 municipal budget.

WHEREAS, said public hearing has been held as required by law and pursuant to all legally required notices; and

WHEREAS, the City Council has heard and considered all public comment advanced at the aforementioned hearings; and

WHEREAS, the attached budgets are hereby found to comport with sound principles of fiscal planning in light of the needs and resources of Farmington City Corporation;

BE IT ORDAINED BY THE CITY COUNCIL OF FARMINGTON CITY CORPORATION, STATE OF UTAH:

Section 1. FYE 6-30-26 Municipal Budget Amendment. The attached document entitled 'Fund Budgets Amended by FY26 Budget Amendment #3', incorporated herein by reference, is hereby adopted.

Section 2. Miscellaneous Provisions.

a. Severability. If any 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 provisions, clauses, and words of this Resolution shall be severable.

b. Titles and Headings. The titles and headings of this Resolution form no part of the Resolution itself, have no binding or interpretative effect, and shall not alter the legal effect of any part of the Resolution for any reason.

c. Effective Date. This Resolution shall become effective immediately upon posting.

d. Non-codification. This Resolution shall be effective without codification.

PASSED AND ADOPTED BY THE CITY COUNCIL OF FARMINGTON CITY CORPORATION, STATE OF UTAH, ON THIS 16th DAY OF JUNE, 2026.

ATTEST	FARMINGTON CITY
DeAnn Carlile	
DeAnn Carlile, City Recorder	Brett Anderson, Mayor

CITY OF FARMINGTON, UTAH 1847

NARRATIVE
FY26 BUDGET AMENDMENT #3

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A. Transfer from General Fund to Park Fund for NC Commons ($1m transfer)

General Fund #10

Park Improvement Fund #42

One-time Transfer

This transfer would help prevent the Park Improvement Fund from having a negative cash balance caused by the construction costs in FY26. This is considered a loan from the General Fund which will eventually be repaid and transferred back to the General Fund as development increases and park impact fees are collected.

B. North Cottonwood Commons Construction ($650,000 exp increase, carryover)

Park Improvement Fund #42

One-time Change

Additional final construction costs for North Cottonwood Commons.

C. Storm Water for North Cottonwood Commons ($1m exp increase)

Storm Water Fund #54

One-time Change

Allocation of $1,000,000 of park costs to the Storm Water Fund to help pay for the original cost of the land used for the storm water basins in the park.

D. Accounting Treatment for Police Taser Lease ($172,000 exp increase)

General Fund #10 – Debt Service

One-time Change

A new accounting standard for leases (GASB 87) was implemented in FY22. This standard requires that the entire present value of future lease payments be reported in year 1 of the lease even though those payments will be made in future years. The payments will be made over a 5-year lease for new tasers in the police department. This budget amendment establishes the budget needed solely for the required accounting treatment in the initial year and will result in the city spending additional funds.

E. Mental Health Services Grant for First Responders ($42,500 exp and rev increase, carryover)

General Fund #10 – Fire Department

One-time Change

The city was awarded a state grant in FY24 for mental health services for first responders. This amendment represents the grant proceeds that were expended during FY26 in the Fire Department.

F. Unexpected Truck Repair ($8,000 exp increase)

General Fund #10 – Engineering Department

One-time Change

An unexpected truck repair was needed.

G. Elevator Repair at Community Center ($5,700 exp increase)

General Fund #10 – Parks Department

One-time Change

An unexpected repair was needed to repack the elevator at the Community Center.

H. Fire UFDAG Grant ($5,600 exp and rev increase)

General Fund #10 – Fire Department

One-time Change

The Fire Department applied for and received the Utah Fire Department Assistance Grant which will help pay for needed gear and radios.

I. Electrical CT Box at Community Center ($22,000 exp increase)

Government Buildings Fund #37

One-time Change

The foundation under the electrical CT box at the Community Center was failing causing the connection to begin to pull away from the building. A new CT Box would be costly and take over a year to receive once ordered leaving the Community Center without power. Repairs were made to prevent this from happening.

J. Fire Station Sales Tax Bond Initial Payment ($122,000 exp increase)

Capital Fire Fund #37

One-time Change

This is an amendment to establish the funds needed for the initial debt service payment in FY26 on the fire station sales tax revenue bond. The ongoing budget for this bond has been included in the FY27 budget.

K. Green Waste Cans ($250,000 exp increase)

Garbage Fund #53

One-time Change

Participation in the green waste program is higher than initially anticipated requiring the need to purchase more cans.

L. SWAP Loader Vehicle Replacement ($145,000 exp increase, carryover)

Garbage Fund #53

One-time Change

This is a carryover budget that was approved in a prior year but the purchase was delayed and occurred in FY26.

M. North Cottonwood Commons Grand Opening ($25,000 exp increase)

Recreation Fund #60

One-time Change

Expense relating to the grand opening of North Cottonwood Commons.

N. Vehicle Maintenance ($15,000 exp increase)

Recreation Fund #60

One-time Change

Unexpected needed repairs to recreation vehicles.

O. Flag Football Uniforms ($15,000 exp increase)

Recreation Fund #60

One-time Change

Uniform costs and participation have increased. The FY27 budget includes an ongoing increase to cover these costs. This amendment is to do a one-time increase for FY26.

P. Ski and Snowboard Participation Increase ($10,000 exp and rev increase)

Recreation Fund #60

One-time Change

The participation in this program have increased requiring the need to increase both the budgeted revenue and expense for FY26.

Q. LEGO Participation Increase ($10,000 exp increase)

Recreation Fund #60

One-time Change

The participation in this program have increased requiring the need to increase both the budgeted revenue and expense for FY26.

R. Year-End Emergency Budget ($25,000-$50,000 exp increase)

Multiple Funds and Departments

One-time Change

As this is the final budget amendment for FY26, staff is proposing an increase of $25,000 to the budget of each General Fund department and $50,000 to each individual fund. This amendment is intended solely to provide spending authority for any unforeseen expenditures that may arise before fiscal year-end and that could otherwise result in budget overruns. There are currently no identified expenditures requiring these additional appropriations, and the likelihood of utilizing this budget authority is considered low.

Fund Budgets Amended during FY26 - Budget Amendment #3
Fiscal Year Ending June 30, 2026
Farmington City Corporation

GOVERNMENTAL FUNDS

	Adopted Budget	BA #1	BA #2	BA #3	BA #3 Emergency	Budget After BA #3
General Fund (10)						
Revenues:						
Taxes Received	15,237,000					15,237,000
Intergovernmental	528,549	10,000		5,600		544,149
Licenses, Permits, Fees Received	1,328,600					1,328,600
Cost Sharing, Contributions Received	227,000					227,000
Charges for Services Revenue	293,200					293,200
Interest & Investment Earnings	150,200					150,200
Transfers In	720,000					720,000
Misc Revenue	50,000					50,000
Revenue total	18,534,549	10,000	-	5,600	-	18,550,149
Expenditures:						
Administration	1,326,898		134,349		25,000	1,486,247
Buildings	701,968	(8,800)	(693,168)		25,000	25,000
City Attorney	495,901		30,500		25,000	551,401
City Manager and Economic Development	390,863		14,200		25,000	430,063
Community Development	1,473,704	6,000			25,000	1,504,704
Engineering	251,094			8,000	25,000	284,094
Fire	2,925,022	17,000	288,315	48,100	25,000	3,303,437
Legislative	161,767				25,000	186,767
Parks & Cemetery	1,661,894	(8,800)	68,200	5,700	25,000	1,751,994
Police	5,693,707	10,000	67,521		25,000	5,796,228
Streets	763,351		377,378		25,000	1,165,729
Debt service for equipment	56,000	17,600		172,000	25,000	270,600
Transfers Out	2,434,553		1,000,000	1,000,000		4,434,553
Total Expenditures	18,336,723	33,000	1,287,295	1,233,800	300,000	21,190,818
Net change in fund balance	197,826	(23,000)	(1,287,295)	(1,228,200)	(300,000)	(2,640,669)

Fund Budgets Amended during FY26 - Budget Amendment #3

Fiscal Year Ending June 30, 2026

Farmington City Corporation

	Adopted Budget	BA #1	BA #2	BA #3	BA #3 Emergency	Budget After BA #3
Special Revenue - RDA US HWY 89 (20)						
Revenue	3,600					3,600
Transfer In	-					-
Expenditures	12,000					12,000
Transfers Out	-					-
Net change in fund balance	(8,400)	-	-	-	-	(8,400)
Special Revenue - RDA Station Park (22)						
Revenue	22,100					22,100
Transfers In	-					-
Expenditures	3,000					3,000
Transfers Out	-					-
Net change in fund balance	19,100	-	-	-	-	19,100
Debt Service - RAP Tax Bond (30)						
Revenue	651,700					651,700
Transfers In	-					-
Expenditures	-				50,000	50,000
Transfers Out	650,000					650,000
Net change in fund balance	1,700	-	-	-	(50,000)	(48,300)
Debt Service - 2015 G.O Park Bond (35)						
Revenue	413,300					413,300
Transfers In	-					-
Expenditures	411,000				50,000	461,000
Transfers Out	40,000					40,000
Net change in fund balance	(37,700)	-	-	-	(50,000)	(87,700)

Fund Budgets Amended during FY26 - Budget Amendment #3

Fiscal Year Ending June 30, 2026

Farmington City Corporation

	Adopted Budget	BA #1	BA #2	BA #3	BA #3 Emergency	Budget After BA #3
Capital Projects - Class C Roads (11)						
Revenue	2,052,000		3,000,000			5,052,000
Transfers in	-					-
Expenditures	1,734,642	105,000	4,400,000		50,000	6,289,642
Transfers Out	-					-
Net change in fund balance	317,358	(105,000)	(1,400,000)	-	(50,000)	(1,237,642)
Capital Projects - Govt Buildings (37)						
Revenue	443,362					443,362
Transfers In	-		2,700,000			2,700,000
Expenditures	90,149		2,817,305	22,000	50,000	2,979,454
Transfers Out	-					-
Net change in fund balance	353,213	-	(117,305)	(22,000)	(50,000)	163,908
Capital Projects - Streets (38)						
Revenue	2,218,284					2,218,284
Transfers In	152,000					152,000
Expenditures	943,000	171,000	72,500		50,000	1,236,500
Transfers Out	-		2,000,000			2,000,000
Net change in fund balance	1,427,284	(171,000)	(2,072,500)	-	(50,000)	(866,216)
Capital Projects - Equipment (39)						
Revenue	49,000		47,500			96,500
Transfers In	450,000					450,000
Expenditures	410,404		104,500		50,000	564,904
Transfers Out	-					-
Net change in fund balance	88,596	-	(57,000)	-	(50,000)	(18,404)

Fund Budgets Amended during FY26 - Budget Amendment #3
Fiscal Year Ending June 30, 2026
Farmington City Corporation

	Adopted Budget	BA #1	BA #2	BA #3	BA #3 Emergency	Budget After BA #3
Capital Projects - Land Acquisition (40)						
Revenue	10,996,400					10,996,400
Transfers In	-					-
Expenditures	-				50,000	50,000
Transfers Out	-		10,000,000			10,000,000
Net change in fund balance	10,996,400	-	(10,000,000)	-	(50,000)	946,400
Capital Projects - Park Improvements (42)						
Revenue	1,759,840	33,080				1,792,920
Transfers In	-		3,000,000	1,000,000		4,000,000
Expenditures	439,149	33,080	8,750,000	650,000	50,000	9,922,229
Transfers Out						-
Net change in fund balance	1,320,691	-	(5,750,000)	350,000	(50,000)	(4,129,309)
Capital Projects - Capital Fire (43)						
Revenue	542,173		6,000,000			6,542,173
Transfers In	-		7,300,000			7,300,000
Expenditures	-		13,300,000	122,000	50,000	13,472,000
Transfers Out	-					-
Net change in fund balance	542,173	-	-	(122,000)	(50,000)	370,173
Permanent Fund - Cemetery Perpetual Care (48)						
Revenue	14,200					14,200
Transfers In	-					-
Expenditures	-				50,000	50,000
Transfers Out	-					-
Net change in fund balance	14,200	-	-	-	(50,000)	(35,800)

Fund Budgets Amended during FY26 - Budget Amendment #3
Fiscal Year Ending June 30, 2026
Farmington City Corporation

	Adopted Budget	BA #1	BA #2	BA #3	BA #3 Emergency	Budget After BA #3
ENTERPRISE FUNDS						
Water Fund (51)						
Revenue	5,435,315					5,435,315
Transfers In	-					-
Expenditures	10,963,432		9,000		50,000	11,022,432
Transfers Out	-					-
Change in Net Position	(5,528,117)	-	(9,000)	-	(50,000)	(5,587,117)
Sewer Fund (52)						
Revenue	3,966,700		50,000			4,016,700
Transfers In	-					-
Expenditures	3,969,376		29,600		50,000	4,048,976
Transfers Out	-					-
Change in Net Position	(2,676)	-	20,400	-	(50,000)	(32,276)
Garbage Fund (53)						
Revenue	2,507,300					2,507,300
Transfers In	-					-
Expenditures	2,471,839		(13,500)	395,000	50,000	2,903,339
Transfers Out	-					-
Change in Net Position	35,461	-	13,500	(395,000)	(50,000)	(396,039)
Storm Water Fund (54)						
Revenue	2,218,874					2,218,874
Transfers In	-					-
Expenditures	3,133,345	67,000	(31,800)	1,000,000	50,000	4,218,545
Transfers Out	30,000					30,000
Change in Net Position	(944,471)	(67,000)	31,800	(1,000,000)	(50,000)	(2,029,671)

Fund Budgets Amended during FY26 - Budget Amendment #3

Fiscal Year Ending June 30, 2026

Farmington City Corporation

	Adopted Budget	BA #1	BA #2	BA #3	BA #3 Emergency	Budget After BA #3
Ambulance Fund (55)						
Revenue	855,600	(10,000)				845,600
Transfers In	-					-
Expenditures	1,222,990		63,200		50,000	1,336,190
Transfers Out	-					-
Change in Net Position	(367,390)	(10,000)	(63,200)	-	(50,000)	(490,590)
Transportation Fund (56)						
Revenue	872,700		100,000			972,700
Transfers In	-					-
Expenditures	931,000		75,000		50,000	1,056,000
Transfers Out	-					-
Change in Net Position	(58,300)	-	25,000	-	(50,000)	(83,300)
Recreation Fund (60, 67)						
Revenue	1,043,589			20,000		1,063,589
Transfers In	1,832,553					1,832,553
Expenditures	2,864,115		23,600	75,000	50,000	3,012,715
Transfers Out	-					-
Change in Net Position	12,027	-	(23,600)	(55,000)	(50,000)	(116,573)