

Enterprise Fund Transfers Public Hearing

Fiscal Year 2025-2026



Enterprise Fund Transfers Public Hearing

- The City provides basic services of water, sewer, storm drainage, street lighting to all residents, business and City owned properties.
- The cost of supplying these services to City properties is included in the utility rates.
- The State Auditor requires Cities to charge themselves the retail rate of these services and pay for these services from the general fund.
- To pay from the general fund the City has three choices 1) raise taxes, 2) cut services or 3) transfer funds
- The City has opted to transfer funds from the utilities since the cost of servicing City owned property is already encompassed in the utility rates.

How this works

- The General Fund pays the utility funds for the services provided as follows:
- Payment to Water for parks, cemetery, and internal building usage \$900,000
- Water Reclamation/Sewer charge \$16,000
- Storm Water fee \$141,000
- Street Lighting fee \$15,000



The Transfer

	Transfer to	Transfer Amount	% of Total Enterprise Fund Expenditures
Water Fund	General Fund	\$900,000	4.01%
Water Reclamation Fund	General Fund	\$16,000	0.06%
Storm Water Fund	General Fund	\$141,000	2.00%
Street Lighting Fund	General Fund	<u>\$15,000</u>	1.06%
Total		\$1,072,000	

- The General Fund pays the utilities. Through a transfer the same amount of money is sent back to the General Fund.
- The end result is the same services are provided for the same fee and taxes remain low and no services are cut.

Utility Revenue Information

	Water	Water Reclamation	Storm Water	Street Lighting
Service Revenues	\$18,906,500	\$17,311,000	\$6,300,000	\$1,307,500
Fees	448,500	230,000	16,000	-
Impact Fees	305,000	225,000	100,000	-
Interest	1,500,000	800,000	450,000	40,000
Contributions From	900,000	16,000	141,000	15,000
Miscellaneous	598,359	6,254,864	31,893	53,500
Surplus	-	-	-	-
Total	\$22,658,359	\$24,836,864	\$7,038,893	\$1,416,000

Utility Expense Summary

	Personnel	Operations	Capital	Total
Water	\$2,886,050	\$14,430,562	\$5,341,747	\$22,658,359
Water Reclamation	2,568,478	6,030,644	16,237,742	24,836,864
Storm Water	1,319,709	2,485,210	3,233,974	7,038,893
Street Lighting	182,837	1,073,163	160,000	1,416,000

Admin, Internal Services & Transfer Info

	Water	Water Reclamation	Storm Water	Street Lighting
Administrative Charge	\$812,665	\$508,174	\$249,857	\$93,045
Purchasing/Warehouse	136,910	30,798	21,450	2,103
Information Technology	469,752	386,453	154,581	15,458
Insurance & Surety	150,368	291,821	64,263	609
Fleet Maintenance	120,617	80,255	45,545	3,485
Facilities Maintenance	273,319	155,153	80,278	1,385
Total	\$1,963,631	\$1,452,654	\$615,974	\$116,085
Transfer Fee Return	\$900,000	\$16,000	\$141,000	\$15,000
All others Transfers Out	684,279	774,957	603,383	100,241
Total	\$1,584,279	\$790,957	\$744,383	\$115,241

Utility Detailed Expense Information

	Water	Water Reclamation	Storm Water	Street Lighting
Personnel	\$2,886,050	\$2,568,478	\$1,319,709	\$182,837
Supplies & Maintenance	2,712,475	1,691,634	629,748	143,079
Administration & Insurance	1,012,110	799,995	314,120	93,654
Utilities	743,000	900,000	10,700	104,000
Contract Services	6,043,457	1,247,667	701,488	309,452
Misc	318,898	334,548	123,907	119,303
Debt	2,700,622	1,040,800	564,247	288,585
Capital	5,341,747	16,237,742	3,233,974	160,000
Transfers Out	900,000	16,000	141,000	15,000
Total	\$22,658,359	\$24,836,864	\$7,038,893	\$1,416,000

Contracted Services Information

	Water	Water Reclamation	Storm Water	Street Lighting
311 Center Service Charge	\$363,437	\$210,210	\$75,605	\$9,211
PW Secretaries	44,885	62,839	35,908	-
Engineering	473,615	325,861	278,624	-
Capital Projects Manager	62,185	-	-	-
Professional & Technical	259,000	262,500	22,500	200,000
CUWCD & Other	4,840,335	386,257	288,851	100,241
Total	\$6,043,457	\$1,247,667	\$701,488	\$309,452

Questions?