

Enterprise Fund Transfers Public Hearing

Fiscal Year 2026-2027



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	3.71%
Water Reclamation Fund	General Fund	\$16,000	0.08%
Storm Water Fund	General Fund	\$141,000	1.75%
Street Lighting Fund	General Fund	<u>\$15,000</u>	0.89%
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	\$19,018,000	\$18,645,000	\$7,365,000	\$1,350,000
Fees	653,500	266,500	36,000	4,000
Impact Fees	300,000	130,000	70,000	-
Interest	1,500,000	1,300,000	450,000	30,000
Contributions From	900,000	16,000	141,000	15,000
Miscellaneous	870,500	252,500	18,000	35,000
Surplus	-	-	-	260,000
Total	\$24,242,000	\$20,610,000	\$8,080,000	\$1,694,000

Utility Expense Summary

	Personnel	Operations	Capital	Debt	Transfer	Total
Water	\$ 2,927,186	\$ 11,041,777	\$ 6,398,811	\$ 2,974,226	\$ 900,000	\$ 24,242,000
Water Reclamation	2,477,852	5,434,138	11,638,560	1,043,450	16,000	20,610,000
Storm Water	1,425,343	1,919,202	4,488,230	106,225	141,000	8,080,000
Street Lighting	231,688	732,809	420,000	294,503	15,000	1,694,000

Admin, Internal Services & Transfer Info

	Water	Water Reclamation	Storm Water	Street Lighting
Administrative Charge	\$ 903,073	\$ 533,058	\$ 257,820	\$ 94,823
Purchasing/Warehouse	133,170	35,248	25,552	5,811
Information Technology	753,243	508,948	203,579	20,358
Insurance & Surety	148,989	276,735	57,877	961
Fleet Maintenance	96,863	62,827	57,469	5,168
Facilities Maintenance	264,150	160,966	83,391	1,448
Total	\$ 2,299,488	\$ 1,577,782	\$ 685,688	\$ 128,569
Transfer Fee Return	\$900,000	\$16,000	\$141,000	\$15,000
All others Transfers Out	1,017,529	906,476	660,410	85,731
Total	\$ 1,917,529	\$ 922,476	\$ 801,410	\$ 100,731

Utility Detailed Expense Information

	Water	Water Reclamation	Storm Water	Street Lighting
Personnel	\$ 2,927,186	\$ 2,477,852	\$ 1,425,343	\$ 231,688
Supplies & Maintenance	2,566,101	1,964,139	653,385	132,356
Administration & Insurance	1,052,062	809,793	315,697	95,784
Utilities	690,000	907,500	10,700	108,000
Contract Services	6,446,873	1,408,303	759,828	371,235
Misc	286,741	344,403	179,592	25,434
Debt	2,974,226	1,043,450	106,225	294,503
Capital	6,398,811	11,638,560	4,488,230	420,000
Transfers Out	900,000	16,000	141,000	15,000
Total	\$ 24,242,000	\$ 20,610,000	\$ 8,080,000	\$ 1,694,000

Contracted Services Information

	Water	Water Reclamation	Storm Water	Street Lighting
311 Center Service Charge	\$ 370,405	\$ 214,327	\$ 76,918	\$ 9,335
PW Secretaries	46,216	64,702	36,973	-
Engineering	544,662	373,665	318,762	-
Capital Projects Manager	66,246	-	-	-
Professional & Technical	199,000	287,500	22,500	250,000
CUWCD & Other	4,900,344	468,109	304,675	111,900
Total	\$ 6,446,873	\$ 1,408,303	\$ 759,828	\$ 371,235

Questions?