



Notice of Adoption of Fiscal Year 2020-2021 Budget Transfer from Enterprise Funds

Purpose: Notification of adoption of the proposed fiscal year 2020-2021 budget and transfers from Enterprise (Business-type) Funds to Other Funds.

Background: The City of St. George, Utah held its public hearings on June 4, 2020 to review and take public comment regarding the proposed fiscal year 2020-2021 budget and transfers from Enterprise (Business-type) Funds to Other Funds and on June 18, 2020 the Council approved the adoption of the transfer from the Enterprise Funds to Other Funds.

The City of St. George General Fund provides administrative and overhead services to the enterprise (business-type) funds. These services include utility billing, payment collection and customer service functions, as well as indirect costs for human resources, legal, technology, fleet maintenance and other administrative services. The City calculates the estimated costs to provide these services to the enterprise funds; and each enterprise fund transfers their proportionate share of the costs to the General Fund. If these functions were not provided by the General Fund, the enterprise funds would need to hire additional employees and pay the direct personnel, materials and supplies, and equipment costs and/or hire consultants and pay their fees. City Management believes the amount transferred to the General Fund is less than the value of the services received and/or the amount which would be billed by a third party.

The enterprise funds also participate in capital projects and equipment purchases with other funds. The total project costs are expensed in the other funds and each enterprise fund transfers their proportionate share of the costs. By participating with the other funds, the City is saving costs by combining like projects with the different funds. For fiscal year 2020-2021, the transfers are budgeted as follows:

Fund	Transfers for Administrative and Overhead	Transfer of Costs Not Associated to the Enterprise Fund	Transfer for Capital Projects*	Percent of Enterprise Fund's Expenditure Budget
Electric Fund	\$2,200,000	\$ 0	\$ 0	3.3%
Water Fund	\$1,450,000	\$ 0	\$ 0	4.3%
Wastewater Collection	\$ 575,000	\$ 0	\$ 0	4.9%
Regional Wastewater Treatment	\$ 875,000	\$ 0	\$ 0	2.9%
Refuse Collection	\$ 545,000	\$ 0	\$ 0	8.7%
Drainage Fund	\$ 345,000	\$ 0	\$4,416,000	98.3%
Total to the General Fund	\$5,990,000	\$ 0	\$304,000	
Total to Other Funds			\$4,112,000	

*Specific capital projects information is listed on page 2 of this notice.

Transfers for specific capital projects from an enterprise fund in fiscal year 2020-2021 are budgeted as follows:

Specific Capital Project	Enterprise Fund	Fund Receiving Transfer	Budgeted Transfer
Virgin River Right of Way Acquisition	Drainage Fund	Public Works Capital Projects Fund	\$62,000
Culvert Replacement at 540 N./Dixie Dr.	Drainage Fund	Public Works Capital Projects Fund	\$150,000
Industrial Park Flood Control	Drainage Fund	Public Works Capital Projects Fund	\$50,000
Fort Pierce Wash Maintenance	Drainage Fund	Public Works Capital Projects Fund	\$150,000
1130 N. Drainage Improvements	Drainage Fund	Public Works Capital Projects Fund	\$700,000
Red Cliffs Park Drainage	Drainage Fund	Public Works Capital Projects Fund	\$500,000
Storm Drain Pipe Rehabilitation Project	Drainage Fund	Public Works Capital Projects Fund	\$1,000,000
3000 E. Widening – Mall Dr. to 1580 S.	Drainage Fund	Public Works Capital Projects Fund	\$1,500,000
Street Sweeper Equipment for Stormwater Maintenance Program to comply with the Clean Water Act	Drainage Fund	General Fund	\$304,000
Total Transfers for Capital Projects			\$4,416,000

For questions or comments regarding this public notice, please contact the following individuals at 435-627-4000.

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