

# 2020-2021 Notice to Lindon Utility Customers

State law requires that the City provide notice whenever funds are to be transferred from a utility enterprise fund to any other fund. As part of the next city annual budget (July 1, 2020 - June 30, 2021), the following enterprise funds will be transferring funds to the General Fund (noted % is of total fund expenditures):

Water Fund	\$223,536 (7.3%)
Sewer Fund	\$137,064 (7.0%)
Solid Waste Collection Fund	\$21,012 (3.9%)
Storm Water Drainage Fund	\$93,112 (7.6%)
Telecommunications Fund	\$2,500 (5.0%)

*These transfers are of funds which are not classified as an allocation of costs between funds. These amounts will not be repaid.*

A public hearing will be held on Monday, June 15, at 5:15 pm in the City Council Chambers located at 100 N State St, Lindon, Utah. The public hearing will be to discuss the proposed transfers in the Fiscal Year 2020-2021 Budget.

## **Why does Lindon transfer these funds?**

- These transfers offset administrative costs and overhead of operating the enterprise funds, as well as supplementing such city services as fire, police, street maintenance, parks & recreation, and other city functions.
- Similar transfers have been made annually from the enterprise funds to the General Fund in order to help maintain low property taxes in Lindon.
- If utility services were provided by private utility vendors, those vendors would pay property taxes as well as dividends to their owners. Because Lindon taxpayers are the investor-owners, these "dividends" are used in the General Fund to offset what otherwise could be a significant increase in property tax rates or fees.

Thank you for your support and involvement as a customer of Lindon City's utilities.

The logo for the City of Lindon, featuring the word "LINDON" in a large, serif, all-caps font. The letter "L" is significantly larger and more stylized than the other letters, with a decorative flourish at its base.