



Payson City Budget Transfers and Administrative Fees Fiscal Year 2027

Payson City will hold a public hearing on June 17, 2026, at 6:00 pm in the Payson City Council Chambers located at 439 West Utah Avenue, Payson Utah, to adopt the 2027 fiscal year budget. Included in the tentative budget are proposed transfers from enterprise funds and administrative fees charged to the enterprise funds.

A transfer is the movement of cash or other resources from one fund to another. Payson City has utilized transfers from enterprise funds as a General Fund financing mechanism for many years.

Nonprofit entities, including schools and churches, do not pay property taxes, but do pay utility fees. Transfers also provide a mechanism for nonprofits to help pay for general fund expenditures.

If budgeted and planned for correctly, transfers from enterprise funds can help to defray the cost of services such as public safety, public works, parks and recreation, and general governmental services, and consequently, keep property taxes low.

Indirect service charges are not the same as transfers. While transfers are charges, movement of cash or resources without reciprocity, indirect services are charges for centralized services provided by the general fund, informational services and vehicle maintenance fund and charged to other funds of the City. Such services include, but are not limited to, utility billing, accounting, payroll, legal, human resources, facility management, administrative services, planning and zoning, vehicle maintenance, and information technology. Indirect service charges are charged against the fund receiving the service. These charges are allocated by the finance department in a reasonable and rational manner.

Following are the proposed Fiscal Year 2027 transfers and administrative fees from the enterprise funds to the general fund, vehicle maintenance, and information technology.

From	Purpose	Amount	To
General Fund	Indirect Services	\$ 270,915	Vehicle Maintenance
		686,870	Information Technology
Electric Power	Indirect Services	\$ 857,652	General Fund
		92,032	Information Technology
		47,410	Vehicle Maintenance
Solid Waste	Indirect Services	\$ 511,402	General Fund
		203,186	Vehicle Maintenance
		14,964	Information Technology
Water	Indirect Services	\$ 869,517	General Fund
		67,729	Vehicle Maintenance
		97,020	Information Technology
Ambulance	Indirect Services	\$ 111,211	General Fund
		33,864	Vehicle Maintenance
		14,964	Information Technology
Golf Course	Indirect Services	\$ 113,381	General Fund
		13,546	Vehicle Maintenance
		44,794	Information Technology
Storm Drain	Indirect Services	\$ 287,713	General Fund
		6,773	Vehicle Maintenance
		7,433	Information Technology
Sewer Fund	Indirect Services	\$ 984,452	General Fund
		33,864	Vehicle Maintenance
		19,952	Information Technology
Solid Waste Fund	Operating Transfer	\$ 206,880	General Fund
Electric Fund	Operating Transfer	991,705	General Fund
Ambulance Fund	Operating Transfer	74,705	General Fund
Storm Drain Fund	Operating Transfer	56,535	General Fund
General Fund	Operating Transfer	7,000	PCT
General Fund	Bond Coverage	260,000	Electric Power Fund
General Fund	Bond Coverage	582,825	Water Fund