

## **Enterprise Fund Transfers**

## **Priority Statement:**

The Florida League of Cities SUPPORTS the preservation of municipal authority to manage municipal revenue sources and realize a reasonable rate of return on their proprietary assets, investments and services.

## Background:

- During the 2022 Session, legislation was filed that would have prohibited specified state agencies and water management districts from disbursing state funds (including grants) for local government infrastructure, water and resiliency projects if the local government transferred its utility revenues (other than the costs of administrative and support services under a cost allocation plan) for use in providing general government functions and services.
- Currently cities have the ability to transfer utility revenues as needed to supplement their general funds for other municipal operations.