



# QUARTERLY FINANCIAL REPORT

FY 2020 Third Quarter

CHRIS KUKULSKI, CITY ADMINISTRATOR

Attached is the third quarter FY 2020 financial report for your review. The fiscal year 2020 is 75% completed, as such, funds should have used approximately 75% of their operating budget. This may not hold true for Debt Service or Capital Project funds, as the expenditures within these fund do not occur evenly throughout the year.

Andy Zoeller

A handwritten signature in blue ink that reads 'Andy Zoeller'. The signature is written in a cursive style with a prominent 'Z'.

# FY 2020 Q3

## GENERAL FUND

### REVENUES

Overall revenue in the General Fund is up very slightly from this same time last year. For the third quarter of FY20, revenue in the General Fund is up \$76,000, or 0.3%, when compared to the same time last year.

As of the end of the 3<sup>rd</sup> quarter, 57.6% of property taxes billed have been paid. This is expected as payments are due in November and May each year. Property tax revenue in the General Fund is up \$472,000 when compared to the same time last year.

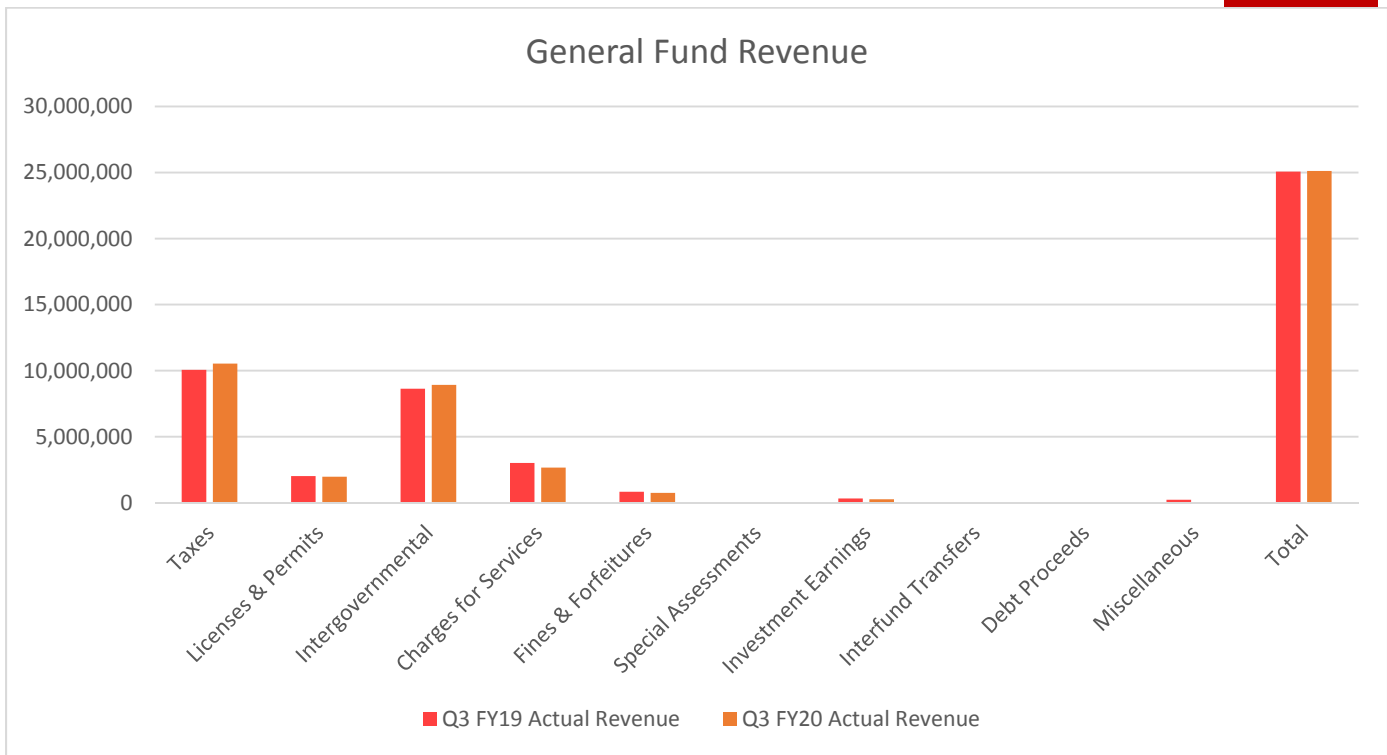
License and permit revenue is collected throughout the year. When compared to the same time in the prior year, there is a decrease of \$48,000. This is largely a result of the cable franchise fee which has been declining each year. Business licenses are up \$34,000 over the prior year. Below is a chart showing business license activity for the quarter, compared to the same time in the prior year.

Jan-Mar	2020	2019
New Business License	249	190
Business Lic. Renewals	1,471	1,375

Intergovernmental revenue, which is revenue received from other governments, is up \$297,000 over the same time in the prior year. At the end of the second quarter 76% of the amount budgeted has been collected. This is largely comprised of the State Entitlement Share payments made by the State of Montana.

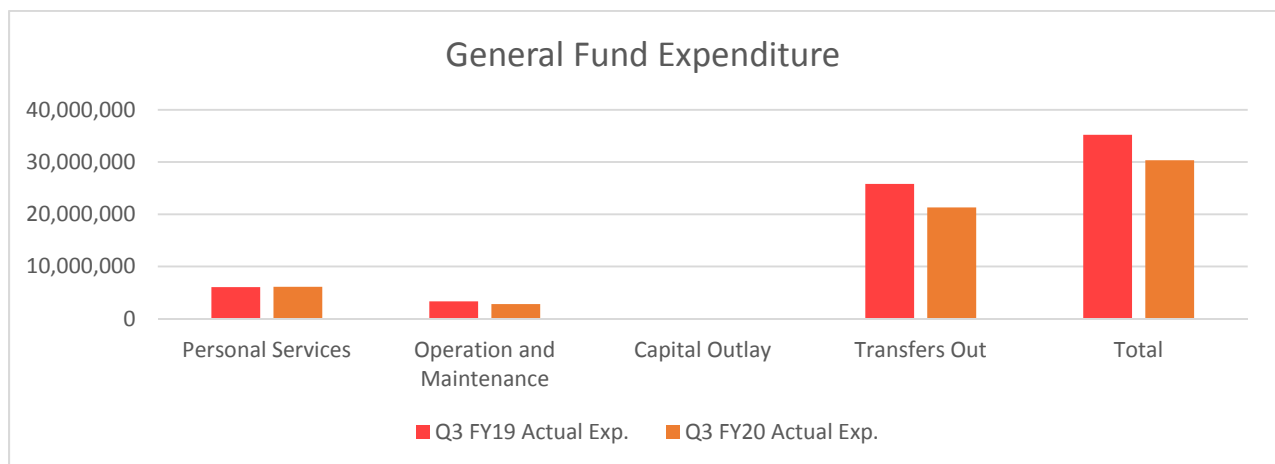
Charge for service revenue for the third quarter of FY20 is \$2.66 million, or 66.5% of the budgeted amount. This is \$349,000 less than what was collected in the same time in the prior year. The majority of this is due to a reduction in methane sales from the landfill.

Fines and forfeiture revenue is down about \$82,000 compared to the same time in the prior fiscal year.



## EXPENDITURES

The actual expenses in the General Fund for the third quarter of FY20 were 72% of budget, or \$30.3 million. This is a decrease from of \$4.8 million when compared to the same time in the prior fiscal year. The decrease is partially a result of a reduction in Operation and Maintenance costs, but is mostly associated with reduced transfers out. The reduction in transfers is a combination of two items, in FY19 there was a \$2.0 million transfer for the construction of Centennial Park and the transfer to the Public Safety Fund is down when compared to the same time last year.

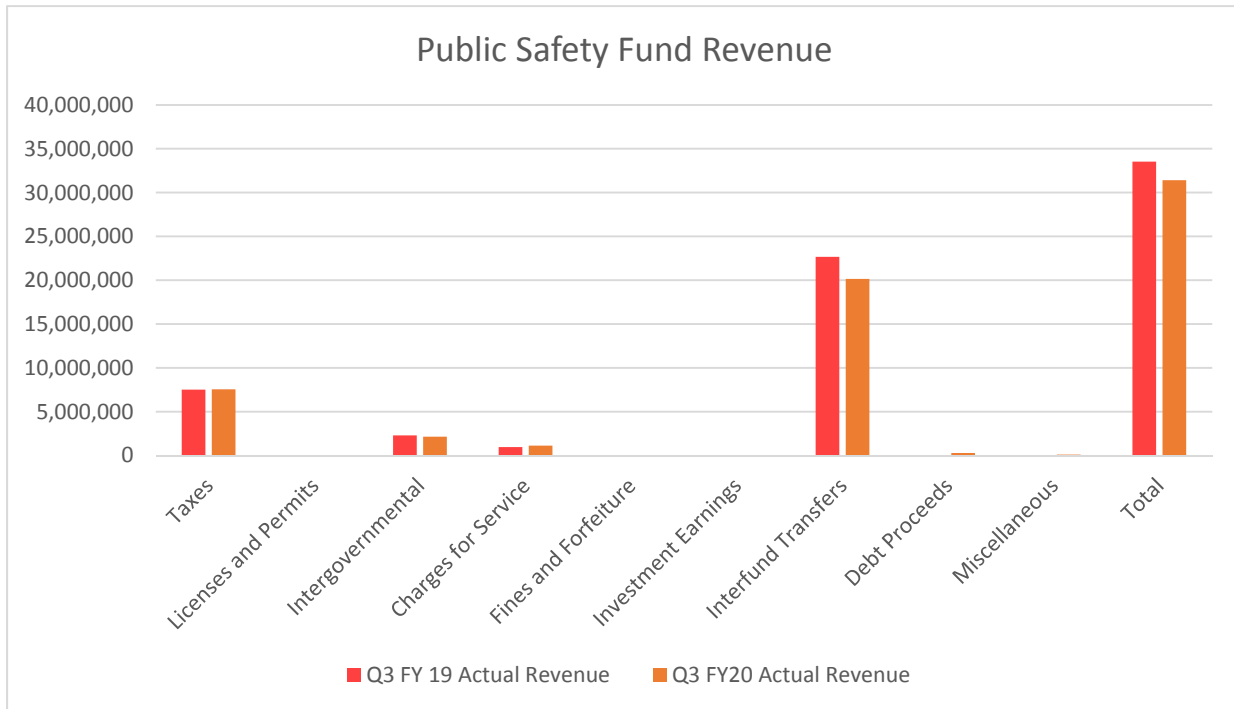


## PUBLIC SAFETY FUND

### REVENUE

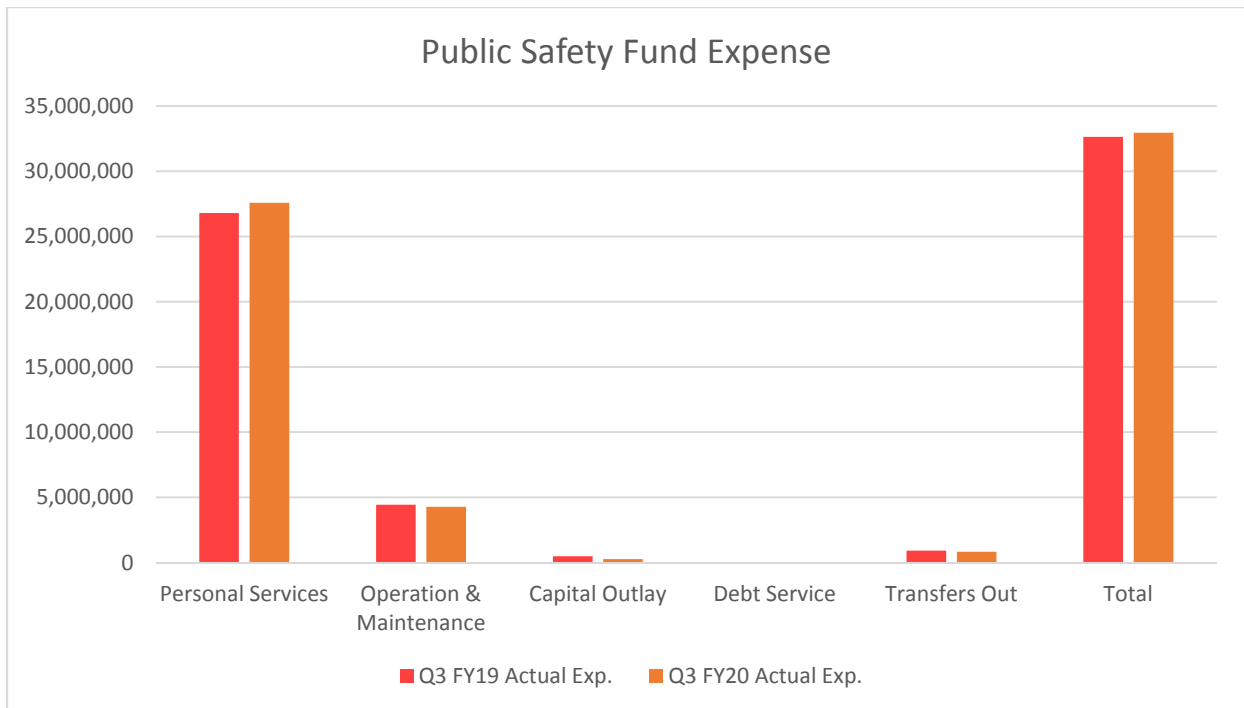
The Public Safety Fund tax revenue collected through the end of the third quarter is 58%, or \$7.55 million, of the total budgeted amount. Total tax revenue budgeted in the Public Safety Fund for FY20 is \$13 million.

Overall Public Safety Fund revenue decreased by 6.3% over the same time in FY19, or \$2.1 million. The major reason for this is because the transfer from the General Fund is less than the prior fiscal year. All other revenue sources are similar to the prior fiscal year.



## EXPENDITURE

Expenditures in the Public Safety Fund are up 1%, or \$325,800, over the same time in FY19. This will likely increase as a result of the Police Evidence Expansion which is currently under construction. Total expenditures are 67% of the total annual amount budgeted. If only operating budgets are examined, the Public Safety fund is operating as expected at 73% of budgeted expenditures being utilized.





# FY 2020 Q3 SUMMARY

<b>City of Billings</b>						
<b>GENERAL FUND OPERATING</b>						
For Period Ending 3-31-2020						
For fiscal year 2020, Periods 1 - 9						
	<b>Total 2020 Amended Budget</b>	<b>YTD 2020 Actual</b>	<b>2020 Encumbrance</b>	<b>Variance</b>	<b>%</b>	<b>YTD 2019 Actual</b>
<b>Revenues:</b>						
TAXES	\$ 17,202,088	\$ 10,529,150	\$ -	\$ (6,672,938)	61	\$ 10,056,510
LICENSES & PERMITS	2,191,863	1,960,913	-	(230,950)	89	2,009,008
INTER-GOVERNMENTAL	11,704,794	8,923,202	-	(2,781,592)	76	8,625,717
CHARGES FOR SERVICES	4,010,224	2,659,928	-	(1,350,296)	66	3,008,702
FINES & FORFEITS	1,513,333	743,456	-	(769,877)	49	825,091
SPECIAL ASSESMENTS	-	2,078	-	2,078	-	189
INVESTMENT EARNINGS	290,000	261,558	-	(28,442)	90	313,092
INTERFUND TRANSFERS	6,600	42,257	-	35,657	640	2,022
MISCELLANEOUS	-	19,512	-	19,512	-	225,319
<b>Total Revenues</b>	<b>\$ 36,918,902</b>	<b>\$ 25,142,055</b>	<b>\$ -</b>	<b>\$ (11,776,847)</b>	<b>68</b>	<b>\$ 25,065,649</b>
<b>Expenditures:</b>						
<b>By Category</b>						
PERSONAL SERVICES	\$ 9,106,087	\$ 6,119,484	\$ -	\$ 2,986,603	67	\$ 6,033,374
OPERATIONS & MAINT	4,173,093	2,802,282	52,370	1,318,441	68	3,317,295
CAPITAL	122,470	119,971	-	2,499	98	60,764
INTERFUND TRANSFERS	28,977,203	21,303,084	-	7,674,119	74	25,808,834
<b>Total Expenditures</b>	<b>\$ 42,378,852</b>	<b>\$ 30,344,821</b>	<b>\$ 52,370</b>	<b>\$ 11,981,662</b>	<b>72</b>	<b>\$ 35,220,267</b>

<b>City of Billings</b>						
<b>GENERAL FUND-BY DEPT DIVISION</b>						
For Period Ending 3-31- 2020						
For fiscal year 2020, Periods 1 - 9						
	<b>Total 2020 Amended Budget</b>	<b>YTD 2020 Actual</b>	<b>2020 Encumbrance</b>	<b>Variance</b>	<b>%</b>	<b>YTD 2019 Actual</b>
<b>Expenditures:</b>						
<b>By Department/Division</b>						
MAYOR & COUNCIL	\$ 261,042	\$ 175,784	\$ -	\$ 85,258	67	\$ 170,070
CITY ADMINISTRATOR	906,846	646,839	-	260,007	71	553,699
HUMAN RESOURCES	826,205	538,290	-	287,915	65	512,968
CITY ATTORNEY	1,891,799	1,532,819	-	358,980	81	1,507,169
MUNICIPAL COURT	1,504,239	1,007,638	-	496,600	67	993,483
FINANCE	1,625,031	1,190,361	-	434,670	73	1,080,182
CODE ENFORCEMENT	564,362	329,616	-	234,746	58	362,534
PARKS & RECREATION	5,617,665	3,704,297	6,020	1,907,348	66	5,741,056
NON-DEPARTMENTAL	29,181,664	21,219,176	46,350	7,916,138	73	24,269,105
COUNCIL CONTINGENCY	-	-	-	-	-	30,000
<b>Total Expenditures</b>	<b>\$ 42,378,852</b>	<b>\$ 30,344,821</b>	<b>\$ 52,370</b>	<b>\$ 11,981,662</b>	<b>72</b>	<b>\$ 35,220,267</b>



<b>City of Billings</b>						
<b>PUBLIC SAFETY FUND</b>						
For Period Ending 3/31/2020						
For fiscal year 2020, Periods 1 - 9						
	<b>Total 2020 Amended Budget</b>	<b>YTD 2020 Actual</b>	<b>2020 Encumbrance</b>	<b>Variance</b>	<b>%</b>	<b>YTD 2019 Actual</b>
<b>Revenues:</b>						
TAXES	\$ 13,044,663	\$ 7,553,245	\$ -	\$ (5,491,418)	58	\$ 7,511,905
LICENSES & PERMITS	28,500	21,452	-	(7,048)	75	24,601
INTER-GOVERNMENTAL	3,149,574	2,150,334	-	(999,240)	68	2,297,085
CHARGES FOR SERVICES	1,598,256	1,127,548	-	(470,708)	71	954,873
FINES & FORFEITS	2,400	1,903	-	(497)	79	1,800
INVESTMENT EARNINGS	700	13,940	-	13,240	-	9,501
INTERFUND TRANSFERS	27,316,978	20,139,625	-	(7,177,353)	74	22,673,620
DEBT PROCEEDS	2,800,000	285,388	-	(2,514,612)	10	-
MISCELLANEOUS	49,478	111,172	-	61,694	225	47,616
<b>Total Revenues</b>	<b>\$ 47,990,549</b>	<b>\$ 31,404,607</b>	<b>\$ -</b>	<b>\$ (16,585,942)</b>	<b>65</b>	<b>\$ 33,521,001</b>
<b>Expenditures:</b>						
<b>By Category</b>						
PERSONAL SERVICES	\$ 37,679,120	\$ 27,581,127	\$ -	\$ 10,097,993	73	\$ 26,796,191
OPERATIONS & MAINT	5,951,080	4,275,704	151,654	1,523,721	74	4,432,888
CAPITAL	3,178,236	269,244	2,713,643	195,348	94	489,736
DEBT SERVICE	-	1,871	-	(1,871)	-	-
INTERFUND TRANSFERS	1,470,841	829,040	-	641,802	56	912,372
<b>Total Expenditures</b>	<b>\$ 48,279,277</b>	<b>\$ 32,956,986</b>	<b>\$ 2,865,298</b>	<b>\$ 12,456,993</b>	<b>74</b>	<b>\$ 32,631,186</b>
<b>By Department/Division</b>						
POLICE	\$ 27,098,702	\$ 17,804,924	\$ 2,720,186	\$ 6,573,591	76	\$ 17,911,625
FIRE	21,180,575	15,152,061	145,112	5,883,402	72	14,719,561
<b>Total Expenditures</b>	<b>\$ 48,279,277</b>	<b>\$ 32,956,986</b>	<b>\$ 2,865,298</b>	<b>\$ 12,456,993</b>	<b>74</b>	<b>\$ 32,631,186</b>



<b>City of Billings</b>						
<b>AIRPORT OPERATING FUND</b>						
For Period Ending 3-31-2020						
For fiscal year 2020, Periods 1 - 9						
	<b>Total 2020 Amended Budget</b>	<b>YTD 2020 Actual</b>	<b>2020 Encumbrance</b>	<b>Variance</b>	<b>%</b>	<b>YTD 2019 Actual</b>
<b>Revenues:</b>						
INTER-GOVERNMENTAL	\$ 5,311,557	\$ 5,124,355	\$ -	\$ (187,202)	96	\$ 1,589,906
CHARGES FOR SERVICES	13,467,909	9,136,998	-	(4,330,911)	68	8,689,959
INVESTMENT EARNINGS	278,272	196,212	-	(82,060)	71	214,995
MISCELLANEOUS	75,580	64,167	-	(11,413)	85	64,186
<b>Total Revenues</b>	<b>\$ 19,133,318</b>	<b>\$ 14,521,732</b>	<b>\$ -</b>	<b>\$ (4,611,586)</b>	<b>76</b>	<b>\$ 10,559,046</b>
<b>Expenditures:</b>						
<b>By Category</b>						
PERSONAL SERVICES	\$ 4,420,047	\$ 3,321,275	\$ -	\$ 1,098,772	75	\$ 3,270,436
OPERATIONS & MAINT	3,522,976	2,257,019	90,779	1,175,179	67	1,958,542
CAPITAL	46,941,236	7,321,416	3,646,457	35,973,363	23	4,526,452
DEBT SERVICE	1,329,394	187,907	-	1,141,487	14	229,513
INTERFUND TRANSFERS	-	-	-	-	-	-
<b>Total Expenditures</b>	<b>\$ 56,213,653</b>	<b>\$ 13,087,616</b>	<b>\$ 3,737,235</b>	<b>\$ 39,388,801</b>	<b>30</b>	<b>\$ 9,984,943</b>

<b>City of Billings</b>						
<b>PUBLIC WORKS-SOLID WASTE FUND</b>						
For Period Ending 3-31-2020						
For fiscal year 2020, Periods 1 - 9						
	<b>Total 2020 Amended Budget</b>	<b>YTD 2020 Actual</b>	<b>2020 Encumbrance</b>	<b>Variance</b>	<b>%</b>	<b>YTD 2019 Actual</b>
<b>Revenues:</b>						
CHARGES FOR SERVICES	\$ 15,862,598	\$ 11,639,298	\$ -	\$ (4,223,300)	73	\$ 10,673,471
INVESTMENT EARNINGS	174,000	388,339	-	214,339	223	204,569
DEBT PROCEEDS	-	-	-	-	-	21,990,000
MISCELLANEOUS	-	1,342	-	1,342	-	1,740
<b>Total Revenues</b>	<b>\$ 16,036,598</b>	<b>\$ 12,028,979</b>	<b>\$ -</b>	<b>\$ (4,007,619)</b>	<b>75</b>	<b>\$ 32,869,780</b>
<b>Expenditures:</b>						
<b>By Category</b>						
PERSONAL SERVICES	\$ 5,576,090	\$ 4,076,387	\$ -	\$ 1,499,703	73	\$ 3,907,992
OPERATIONS & MAINT	5,622,038	4,097,842	395,437	1,128,758	80	3,553,831
CAPITAL	30,954,140	11,602,461	13,819,885	5,531,794	82	1,873,608
DEBT SERVICE	1,561,774	432,738	-	1,129,037	28	335,542
INTERFUND TRANSFERS	-	-	-	-	-	-
<b>Total Expenditures</b>	<b>\$ 43,714,042</b>	<b>\$ 20,209,428</b>	<b>\$ 14,215,323</b>	<b>\$ 9,289,291</b>	<b>79</b>	<b>\$ 9,670,972</b>





<b>City of Billings</b>						
<b>PUBLIC WORKS-WASTEWATER FUND</b>						
For Period Ending 3-31-2020						
For fiscal year 2020, Periods 1 - 9						
	<b>Total 2020 Amended Budget</b>	<b>YTD 2020 Actual</b>	<b>2020 Encumbrance</b>	<b>Variance</b>	<b>%</b>	<b>YTD 2019 Actual</b>
<b>Revenues:</b>						
CHARGES FOR SERVICES	\$ 20,383,650	\$ 14,203,134	\$ -	\$ (6,180,516)	70	\$17,146,636
INVESTMENT EARNINGS	485,000	616,468	-	131,468	127	899,772
MISCELLANEOUS	-	175,057	-	175,057	-	2,514
<b>Total Revenues</b>	<b>\$ 20,868,650</b>	<b>\$ 14,994,659</b>	<b>\$ -</b>	<b>\$ (5,873,991)</b>	<b>72</b>	<b>\$18,048,922</b>
<b>Expenditures:</b>						
<b>By Category</b>						
PERSONAL SERVICES	\$ 4,184,414	\$ 2,811,687	\$ -	\$ 1,372,727	67	\$ 2,754,518
OPERATIONS & MAINT	5,658,748	3,850,247	445,189	1,363,312	76	3,367,122
CAPITAL	37,675,062	14,295,821	4,999,226	18,380,015	51	18,885,404
DEBT SERVICE	5,330,000	1,346,950	-	3,983,050	25	185,714
INTERFUND TRANSFERS	-	-	-	-	-	-
<b>Total Expenditures</b>	<b>\$ 52,848,224</b>	<b>\$ 22,304,705</b>	<b>\$ 5,444,415</b>	<b>\$ 25,099,104</b>	<b>53</b>	<b>\$25,192,757</b>

<b>City of Billings</b>						
<b>PUBLIC WORKS-WATER FUND</b>						
For Period Ending 3-31-2020						
For fiscal year 2020, Periods 1 - 9						
	<b>Total 2020 Amended Budget</b>	<b>YTD 2020 Actual</b>	<b>2020 Encumbrance</b>	<b>Variance</b>	<b>%</b>	<b>YTD 2019 Actual</b>
<b>Revenues:</b>						
CHARGES FOR SERVICES	\$ 27,991,770	\$ 17,820,884	\$ -	\$ (10,170,886)	64	\$ 17,780,719
INVESTMENT EARNINGS	297,300	1,091,990	-	794,690	367	945,302
MISCELLANEOUS	7,200	209,561	-	202,361	-	146,547
<b>Total Revenues</b>	<b>28,296,270</b>	<b>19,122,435</b>	<b>-</b>	<b>(9,173,835)</b>	<b>68</b>	<b>\$ 18,872,567</b>
<b>Expenditures:</b>						
<b>By Category</b>						
PERSONAL SERVICES	\$ 5,016,863	\$ 3,384,441	\$ -	\$ 1,632,422	67	\$ 3,601,849
OPERATIONS & MAINT	9,104,831	5,915,277	378,186	2,811,367	69	5,195,863
CAPITAL	37,479,055	9,771,225	9,444,897	18,262,933	51	4,657,580
DEBT SERVICE	2,770,500	315,390	-	2,455,110	11	342,574
INTERFUND TRANSFERS	-	-	-	-	-	-
<b>Total Expenditures</b>	<b>\$ 54,371,248</b>	<b>\$ 19,386,333</b>	<b>\$ 9,823,083</b>	<b>\$ 25,161,832</b>	<b>54</b>	<b>\$ 13,797,866</b>