



QUARTERLY FINANCIAL REPORT

FY 2020 Fourth Quarter

CHRIS KUKULSKI, CITY ADMINISTRATOR

Attached is the fourth quarter FY 2020 financial report for your review. The fiscal year 2020 is complete, except for payments for orders and construction completed in June.

Andy Zoeller

A handwritten signature in blue ink that reads "Andy Zoeller".

FY 2020 Q4

GENERAL FUND

REVENUES

Overall revenue in the General Fund came in at 98% of what was budgeted, or \$36.3M. This is slightly higher than FY19, with an increase of \$89,591 or 0.2%.

As of the end of the 4th quarter, 96% of property taxes billed have been paid. This is consistent with historic payments and collections. Property tax revenue in the General Fund is up \$592,000 when compared to the same time last year.

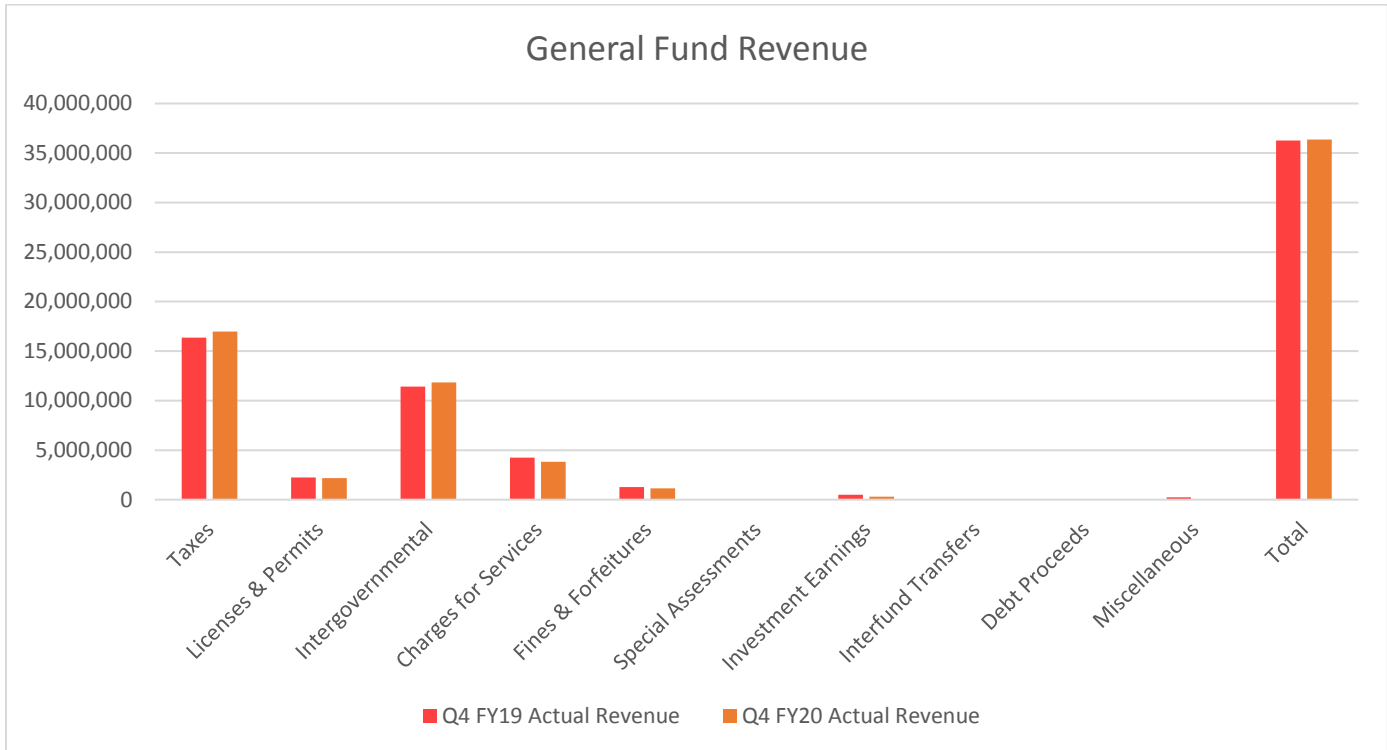
License and permit revenue is collected throughout the year. When compared to the same time in the prior year, there is a decrease of \$56,000. This is largely a result of the cable franchise fee which has been declining each year. Business license revenue is up \$19,500 over the prior year. Below is a chart showing business license activity for the fiscal year, compared to the same time in the prior year.

Fiscal Year	2020	2019
New Business License	842	1,019
Business Lic. Renewals	5,329	5,392

Intergovernmental revenue, which is revenue received from other governments, is up \$434,000 over the same time in the prior year. The City collected more than what was budgeted in FY20, as a result of receiving CARES act funding. Additional information on revenue received due to COVID19 and CARES act is provided below. The majority of the Intergovernmental Revenue is comprised of the State Entitlement Share payments made by the State of Montana.

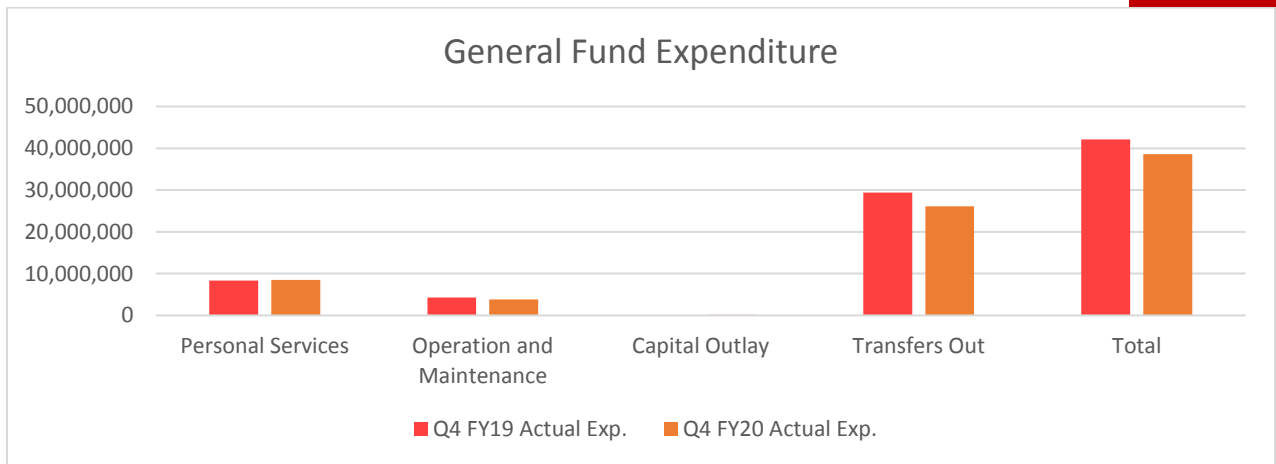
Charge for service revenue for FY20 is \$3.8 million, or 95% of the budgeted amount. This is \$440,000 less than what was collected in the prior year. The majority of this is due to a reduction in methane sales from the landfill.

Fines and forfeiture revenue is down about \$126,500 compared to the prior fiscal year.



EXPENDITURES

The actual expenses in the General Fund for FY20 were 91% of budget, or \$38.6 million. This is a decrease of \$3.5 million when compared to the same time in the prior fiscal year. The decrease is most associated with reduced transfers out. The reduction in transfers over the prior year, is because in FY19 there was a \$2.0 million transfer for the construction of Centennial Park and CARES Act funding that was received in the Public Safety Fund.

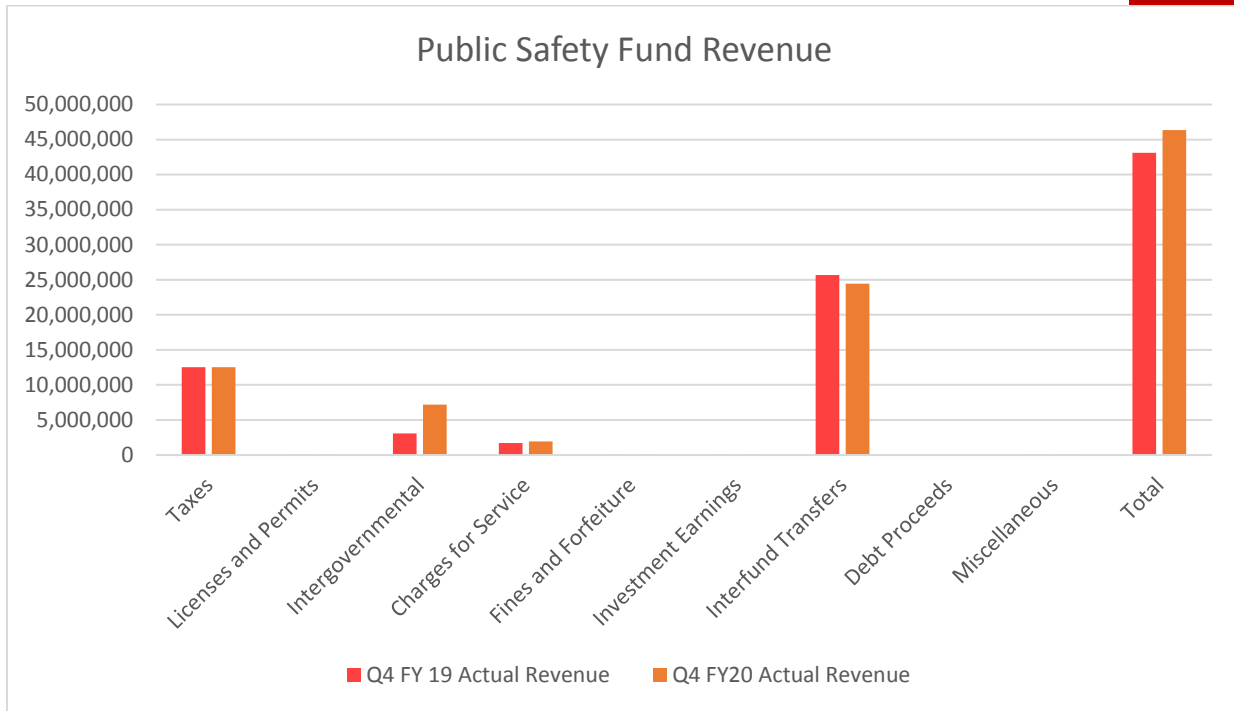


PUBLIC SAFETY FUND

REVENUE

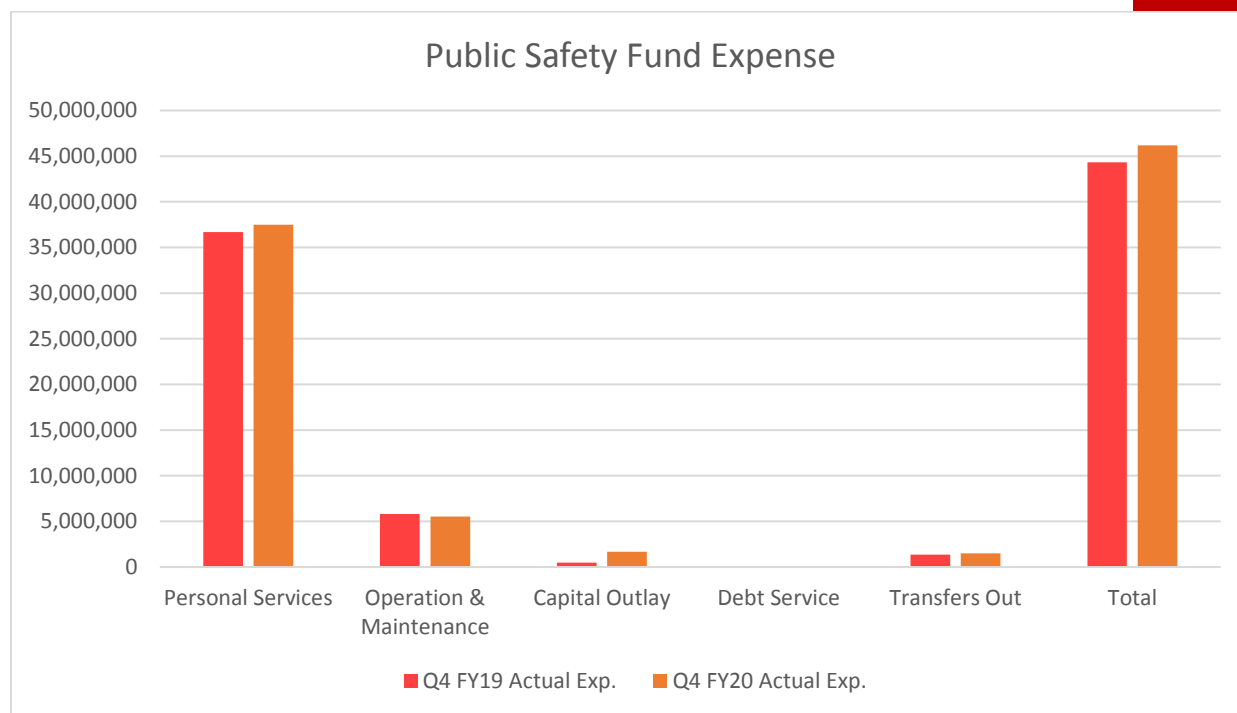
The Public Safety Fund tax revenue collected through the end of the fiscal year is 96%, or \$12.6 million, of the total budgeted amount. Total tax revenue budgeted in the Public Safety Fund for FY20 is \$13 million.

Overall Public Safety Fund revenue increase by 7.5% over FY19, or \$3.2 million. The major reason for this is because the state of Montana reimbursed the City for all Police and Fire salaries that were incurred during Phase 1 of our COVID-19 response. All other revenue sources are similar to the prior fiscal year.



EXPENDITURE

Expenditures in the Public Safety Fund are up 4.2%, or \$1.9 million, over FY19. This increase is a result of the Police Evidence Expansion which is currently under construction. Total expenditures are 99% of the total annual amount budgeted. As a result of extra duty overtime, which is reimbursed, the Police Department is over budget for the year. A budget amendment is likely for the Police Department



FY 2020 Q4 SUMMARY

CARES Act

On March 27th, President Trump signed into law the CARES Act. This provided substantial funding for local governments and businesses impacted by COVID-19. Part of the Act allocated \$1.25 billion to the State of Montana. Governor Bullock along with his advisory council allocated funding to local governments throughout the State of Montana. The funding was to reimburse local governments for eligible costs incurred while responding to COVID-19. The City of Billings requested and received reimbursement for equipment purchases, additional cleaning supplies, modifications to public places, and eligible staffing costs. The total amount received was \$4,200,132. The majority of this funding was deposited into our Public Safety fund as a result of reimbursement for Police and Fire salaries during Phase 1. Other departments receiving CARES Act funding include Facilities, Library, Public Works, and Information Technology.

The CARES Act included \$25 billion for the expressed goal of keeping transit systems running. The City of Billings MET Transit has been awarded \$5,358,483 million to be used for capital, operating, and other expenses generally eligible under those programs to prevent, prepare for, and respond to COVID-19.

The CARES Act included \$9.9 billion for commercial airports throughout the country. The City of Billings Logan International Airport is eligible for grant funds of \$12,721,011 million to be used for operating costs at the Airport.

The CARES allocated \$850 million for the Coronavirus Emergency Supplemental Funding (CESF) grant program to prevent, prepare for, and respond to the coronavirus. This funding has been allocated using a predetermined funding calculation. The City of Billings has been awarded \$230,612. Much this funding will be used to purchase PPE for our first responders and employees who have interaction with the public. While we’ve been notified of our allocation, we must submit application for the grant with identified expenditures included.

HUD allocated \$3.0 billion through its CDBG program to local governments around the country as a part of the CARES Act. The City of Billings has been allocated \$386,973 through the act. Limitations on these funds are still being determined, but generally must be used to mitigate the impacts of COVID-19 within our community. The Community Development division is working with Riverstone Health to identify the funding needs within our community.

City of Billings						
GENERAL FUND OPERATING						
For fiscal year 2020, Periods 1 - 12						
	Total 2020 Amended Budget	YTD 2020 Actual	2020 Encumbrance	Variance	%	YTD 2019 Actual
Revenues:						
TAXES	\$17,202,088	\$16,959,084	\$ -	\$ (243,004)	99	\$16,367,128
LICENSES & PERMITS	2,191,863	2,178,201	-	(13,662)	99	2,234,380
INTER-GOVERNMENTAL	11,704,794	11,838,745	-	133,951	101	11,404,984
CHARGES FOR SERVICES	4,010,224	3,808,157	-	(202,067)	95	4,247,836
FINES & FORFEITS	1,513,333	1,145,294	-	(368,039)	76	1,271,808
SPECIAL ASSESSMENTS	-	4,157	-	4,157	-	189
INVESTMENT EARNINGS	290,000	314,773	-	24,773	109	499,221
INTERFUND TRANSFERS	6,600	42,257	-	35,657	640	2,022
DEBT PROCEEDS	-	-	-	-	-	-
MISCELLANEOUS	-	54,848	-	54,848	-	228,359
Total Revenues	\$36,918,902	\$36,345,516	\$ -	\$ (573,386)	98	\$36,255,925
Expenditures:						
By Category						
PERSONAL SERVICES	\$ 9,106,087	\$ 8,476,800	\$ -	\$ 629,287	93	\$ 8,356,984
OPERATIONS & MAINT	4,173,093	3,829,659	94,617	248,817	94	4,299,468
CAPITAL	122,470	132,568	-	(10,098)	108	80,404
DEBT SERVICE	-	-	-	-	-	-
INTERFUND TRANSFERS	28,977,203	26,148,937	-	2,828,266	90	29,374,283
Total Expenditures	\$42,378,852	\$38,587,963	\$ 94,617	\$3,696,272	91	\$42,111,139



City of Billings						
GENERAL FUND-BY DEPT DIVISION						
For fiscal year 2020, Periods 1 - 12						
	Total 2020 Amended Budget	YTD 2020 Actual	2020 Encumbrance	Variance	%	YTD 2019 Actual
Expenditures:						
By Department/Division						
MAYOR & COUNCIL	\$ 261,042	\$ 222,591	\$ -	\$ 38,451	85	\$ 210,784
CITY ADMINISTRATOR	906,846	859,844	1,193	45,809	95	771,940
HUMAN RESOURCES	826,205	740,989	62,964	22,252	90	709,118
CITY ATTORNEY	1,891,799	2,042,723	0	-150,924	108	2,045,840
MUNICIPAL COURT	1,504,239	1,369,024	0	135,214	91	1,349,478
FINANCE	1,625,031	1,553,476	469	71,086	96	1,426,527
CODE ENFORCEMENT	564,362	505,574	2,506	56,282	90	481,691
PARKS & RECREATION	5,617,665	5,148,562	25,035	444,067	92	7,254,604
NON-DEPARTMENTAL	29,181,664	26,145,180	2,450	3,034,034	90	27,831,156
COUNCIL CONTINGENCY	0	0	0	0	-	30,000
Total Expenditures	\$42,378,852	\$38,587,963	\$ 94,617	\$3,696,272	91	\$42,111,139



City of Billings						
PUBLIC SAFETY FUND						
For fiscal year 2020, Periods 1 - 12						
	Total 2020 Amended Budget	YTD 2020 Actual	2020 Encumbrance	Variance	%	YTD 2019 Actual
Revenues:						
TAXES	\$13,044,663	\$12,549,803	\$ -	\$ (494,860)	96	\$12,542,324
LICENSES & PERMITS	28,500	40,535	-	12,035	142	38,922
INTER-GOVERNMENTAL	3,149,574	7,212,139	-	4,062,565	229	3,095,248
CHARGES FOR	1,598,256	1,963,327	-	365,071	123	1,700,307
FINES & FORFEITS	2,400	2,503	-	103	104	2,540
INVESTMENT EARNINGS	700	13,944	-	13,244	1,992	12,936
INTERFUND TRANSFERS	27,316,978	24,451,462	-	(1,220,648)	90	25,666,599
DEBT PROCEEDS	2,800,000	-	-	(2,800,000)	-	-
MISCELLANEOUS	49,478	122,867	-	73,389	248	67,920
Total Revenues	\$47,990,549	\$46,356,580	\$ -	\$ 10,899	97	\$43,126,795
Expenditures:						
By Category						
PERSONAL SERVICES	\$37,679,120	\$37,488,779	\$ -	\$ 190,341	99	\$36,675,224
OPERATIONS & MAINT	5,951,080	5,529,370	195,831	225,879	96	5,817,046
CAPITAL	3,339,537	1,663,494	1,732,678	(56,636)	102	489,736
DEBT SERVICE	-	1,871	-	(1,871)	-	-
INTERFUND TRANSFERS	1,470,841	1,509,103	-	(38,262)	103	1,346,998
Total Expenditures	\$48,440,578	\$46,192,617	\$ 1,928,509	\$ 319,452	99	\$44,329,004
By Department/Division						
POLICE	\$27,207,914	\$25,558,622	\$ 1,700,309	\$ (51,017)	100	\$24,306,068
FIRE	21,232,664	20,633,996	228,200	370,469	98	20,022,937
Total Expenditures	\$48,440,578	\$46,192,617	\$ 1,928,509	\$ 319,452	99	\$44,329,004



City of Billings						
PUBLIC WORKS-SOLID WASTE FUND						
For fiscal year 2020, Periods 1 - 12						
	Total 2020 Amended Budget	YTD 2020 Actual	2020 Encumbrance	Variance	%	YTD 2019 Actual
Revenues:						
TAXES	\$ -	\$ -	\$ -	\$ -	-	\$ -
LICENSES & PERMITS	-	-	-	-	-	-
INTER-GOVERNMENTAL	-	-	-	-	-	-
CHARGES FOR SERVICES	15,862,598	16,399,054	-	536,456	103	15,071,565
FINES & FORFEITS	-	-	-	-	-	-
INVESTMENT EARNINGS	174,000	471,178	-	297,178	271	501,048
DEBT PROCEEDS	-	-	-	-	-	21,990,000
MISCELLANEOUS	-	1,705	-	1,705	-	4,064
Total Revenues	\$16,036,598	\$ 16,871,937	\$ -	\$ 835,339	105	\$37,566,677
Expenditures:						
By Category						
PERSONAL SERVICES	\$ 5,576,090	\$ 5,511,051	\$ -	\$ 65,039	99	\$ 5,312,527
OPERATIONS & MAINT	5,622,038	5,303,183	315,032	3,823	100	5,127,232
CAPITAL	30,954,140	16,252,753	11,311,926	3,389,462	89	4,883,645
DEBT SERVICE	1,561,774	432,738	-	1,129,037	28	335,542
INTERFUND TRANSFERS	-	-	-	-	-	-
Total Expenditures	\$43,714,042	\$ 27,499,724	\$ 11,626,957	\$ 4,587,360	90	\$15,658,945

City of Billings						
PUBLIC WORKS-WATER FUND						
For fiscal year 2020, Periods 1 - 12						
	Total 2020 Amended Budget	YTD 2020 Actual	2020 Encumbrance	Variance	%	YTD 2019 Actual
Revenues:						
TAXES	\$ -	\$ -	\$ -	\$ -	-	\$ -
LICENSES & PERMITS	-	-	-	-	-	-
INTER-GOVERNMENTAL	-	369	-	369	-	-
CHARGES FOR SERVICES	27,991,770	24,961,120	-	(3,030,650)	89	24,057,175
FINES & FORFEITS	-	-	-	-	-	-
INVESTMENT EARNINGS	297,300	1,161,913	-	864,613	391	1,535,874
DEBT PROCEEDS	-	-	-	-	-	-
MISCELLANEOUS	7,200	236,918	-	229,718	3291	156,331
Total Revenues	28,296,270	26,360,320	-	(1,935,950)	93	25,749,381
Expenditures:						
By Category						
PERSONAL SERVICES	\$ 5,016,863	\$ 4,617,824	\$ -	\$ 399,039	92	\$ 4,912,535
OPERATIONS & MAINT	9,104,831	7,700,130	350,456	1,054,245	88	7,125,249
CAPITAL	37,479,055	14,122,978	12,184,201	11,171,876	70	9,269,678
DEBT SERVICE	2,770,500	315,390	-	2,455,110	11	342,574
INTERFUND TRANSFERS	-	-	-	-	-	-
Total Expenditures	\$54,371,248	\$26,756,321	\$ 12,534,657	\$15,080,270	72	\$21,650,035



City of Billings						
PUBLIC WORKS-WASTEWATER FUND						
For fiscal year 2020, Periods 1 - 12						
	Total 2020 Amended Budget	YTD 2020 Actual	2020 Encumbrance	Variance	%	YTD 2019 Actual
Revenues:						
TAXES	\$ -	\$ -	\$ -	\$ -	-	\$ -
LICENSES & PERMITS	-	-	-	-	-	-
INTER-GOVERNMENTAL	-	-	-	-	-	-
CHARGES FOR SERVICES	20,383,650	20,245,676	-	(137,974)	99	23,347,164
FINES & FORFEITS	-	-	-	-	-	-
INVESTMENT EARNINGS	485,000	746,345	-	261,345	154	1,439,334
DEBT PROCEEDS	-	-	-	-	-	-
MISCELLANEOUS	-	179,539	-	179,539	-	5,574
Total Revenues	\$20,868,650	\$21,171,561	\$ -	\$ 302,911	101	\$24,792,072
Expenditures:						
By Category						
PERSONAL SERVICES	\$ 4,184,414	\$ 3,876,926	\$ -	\$ 307,488	93	\$ 3,776,194
OPERATIONS & MAINT	5,658,748	5,057,417	446,688	154,643	97	4,888,852
CAPITAL	37,675,062	17,123,176	5,558,204	14,993,683	60	27,821,622
DEBT SERVICE	5,330,000	1,347,300	-	3,982,700	25	186,064
INTERFUND TRANSFERS	-	-	-	-	-	-
Total Expenditures	\$52,848,224	\$27,404,819	\$ 6,004,892	\$19,438,513	63	\$36,672,732

City of Billings						
AIRPORT OPERATING FUND						
For fiscal year 2020, Periods 1 - 12						
	Total 2020 Amended Budget	YTD 2020 Actual	2020 Encumbrance	Variance	%	YTD 2019 Actual
Revenues:						
TAXES	\$ -	\$ -	\$ -	\$ -	-	\$ -
LICENSES & PERMITS	-	-	-	-	-	-
INTER-GOVERNMENTAL	5,311,557	9,074,260	-	3,762,703	171	2,076,225
CHARGES FOR SERVICES	13,467,909	10,807,849	-	(2,660,060)	80	12,377,800
FINES & FORFEITS	-	-	-	-	-	-
INVESTMENT EARNINGS	278,272	253,108	-	(25,164)	91	368,376
DEBT PROCEEDS	-	-	-	-	-	-
MISCELLANEOUS	75,580	72,853	-	(2,727)	96	94,591
Total Revenues	\$19,133,318	\$20,208,070	\$ -	\$ 1,074,752	106	\$14,916,992
Expenditures:						
By Category						
PERSONAL SERVICES	\$ 4,420,047	\$ 4,440,917	\$ -	\$ (20,870)	100	\$ 4,429,364
OPERATIONS & MAINT	3,522,976	2,818,774	41,599	662,603	81	2,781,110
CAPITAL	46,941,236	10,136,391	3,671,721	33,133,123	29	5,902,842
DEBT SERVICE	1,329,394	250,243	-	1,079,151	19	325,715
INTERFUND TRANSFERS	-	-	-	-	-	-
Total Expenditures	\$56,213,653	\$17,646,325	\$ 3,713,321	\$34,854,007	38	\$13,439,031