



QUARTERLY FINANCIAL REPORT

FY 2021 Third Quarter

CHRIS KUKULSKI, CITY ADMINISTRATOR

Attached is the third quarter FY 2021 financial report for your review. The fiscal year 2021 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".

FY 2021 Q3

GENERAL FUND

REVENUES

Overall revenue in the General Fund is up from this same time last year. For the third quarter of FY21, revenue in the General Fund is \$680,367 higher, or 2.7%, when compared to the same time last year.

As of the end of the 3rd quarter, 60.4% 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 \$125,072 when compared to the same time last year.

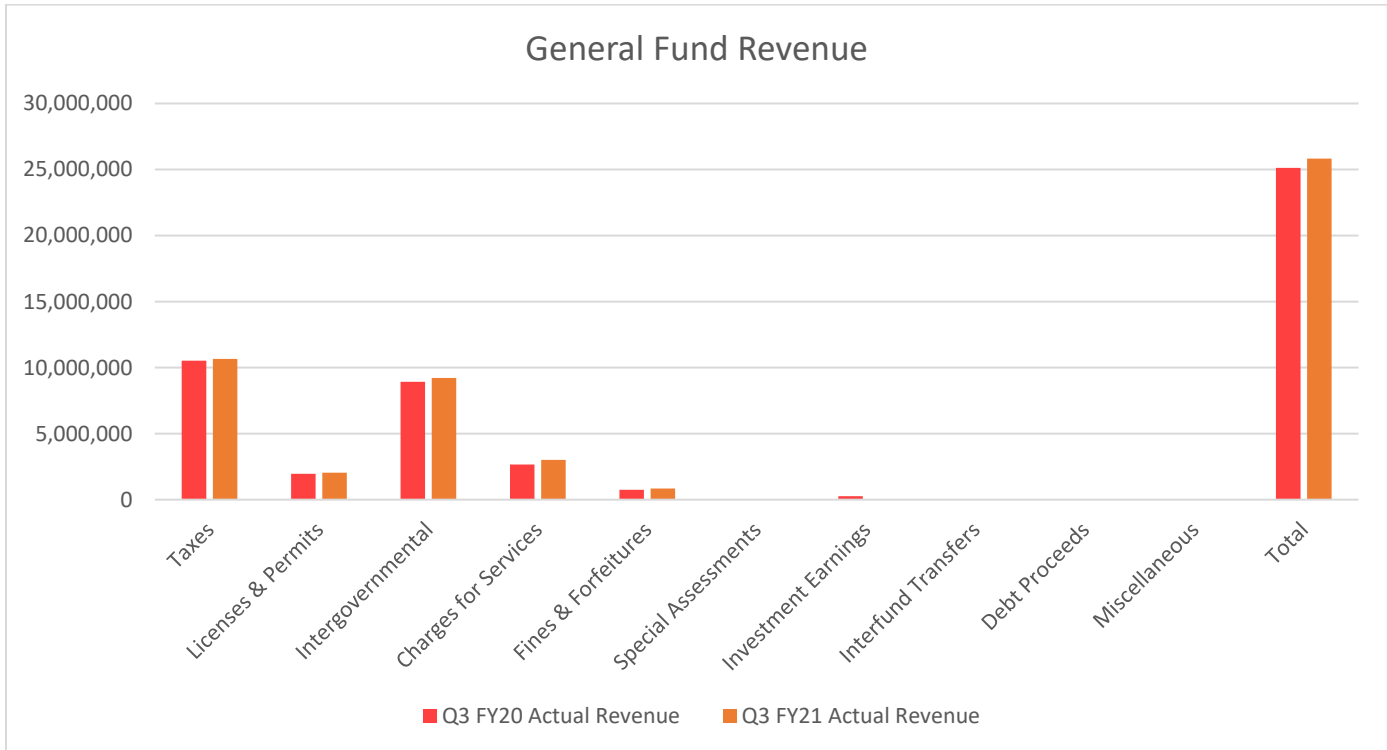
License and permit revenue is collected throughout the year. When compared to the same time in the prior year, there is an increase of \$84,000. This is largely a result of the cable franchise fee which had been declining in recent years, but that trend changed this year as the City collected a franchise fee of \$1,475,204, an increase of \$175,000 over the prior year. Business license revenue is down \$41,147 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	2021	2020
New Business License	208	249
Business Lic. Renewals	1,287	1,471

Intergovernmental revenue, which is revenue received from other governments, is up \$291,862 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.

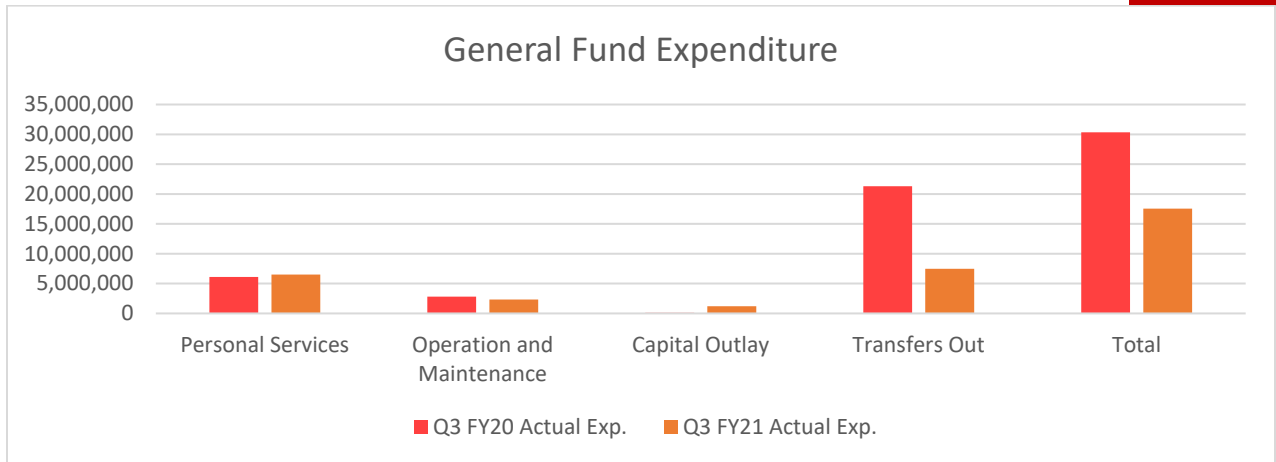
Charge for service revenue for the third quarter of FY21 is \$3.0 million, or 72% of the budgeted amount. This is \$351,314 more than what was collected in the same time in the prior year. The majority of this is due to an increase in methane sales from the landfill.

Fines and forfeiture revenue has increased \$104,960 compared to the same time in the prior fiscal year.



EXPENDITURES

The actual expenses in the General Fund for the third quarter of FY21 were 41% of budget, or \$17.5 million. This is a decrease of \$12.8 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 result of the reduced transfer to the Public Safety Fund when compared to the same time last year. The Public Safety Fund received significant CARES Act Funds (discussed below), which reduced the amount transferred from the General Fund.

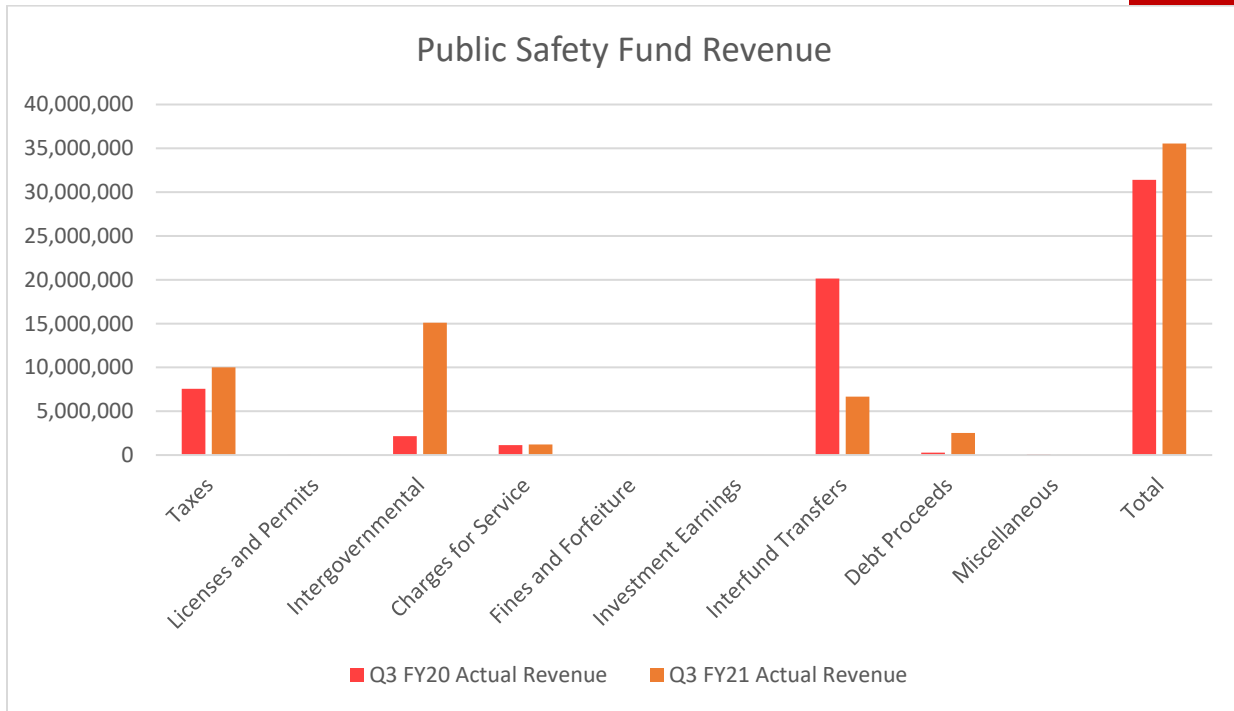


PUBLIC SAFETY FUND

REVENUE

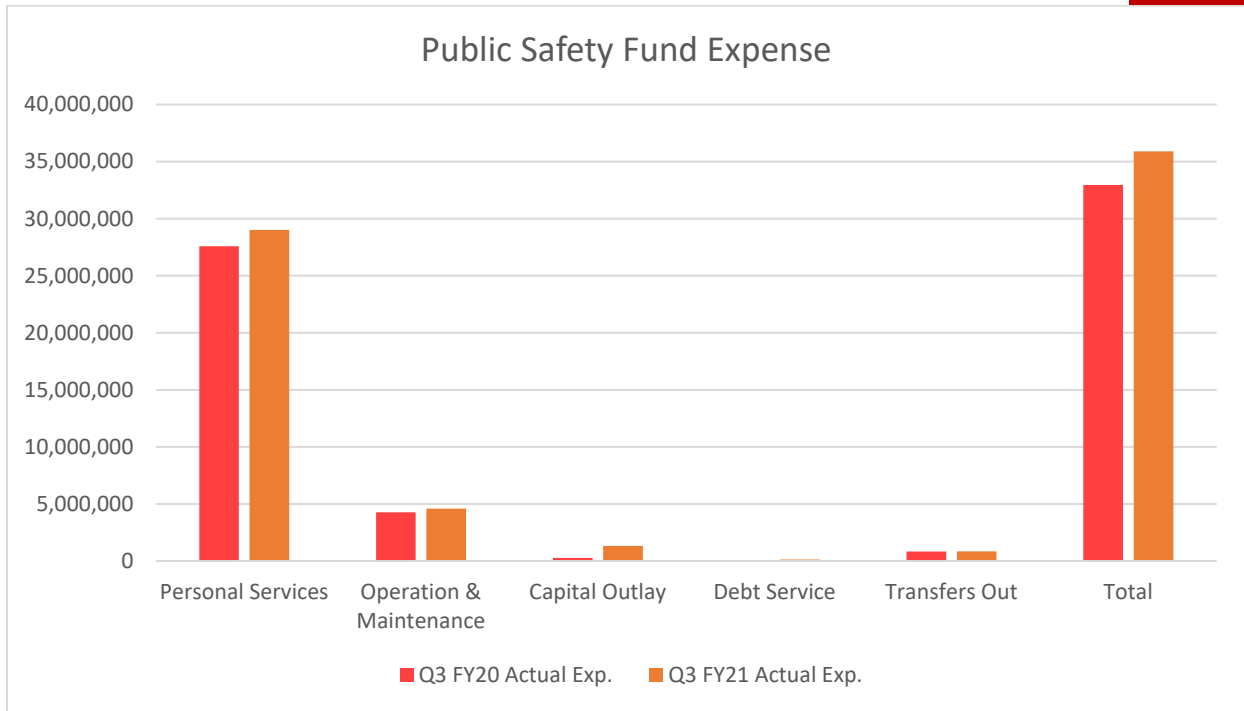
The Public Safety Fund tax revenue collected through the end of the third quarter is 76%, or \$10.0 million, of the total budgeted amount. Total tax revenue budgeted in the Public Safety Fund for FY21 is \$13.1 million. This did not include any amounts for the Public Safety Mill Levy that was approved by voters in September of 2020. Passage of that levy will increase tax revenue by approximately \$4.2M over what was budgeted.

Overall Public Safety Fund revenue increased by 13% over the same time in FY20, or \$4.1 million. The major contributing factors are the increase in tax revenue related to the new Public Safety Mill Levy (approx. \$2.1M thru 3/31/21), the reimbursement from the State of Montana for eligible CARES Act expenditures (approx. \$13M thru 3/31/21), and an increase in debt proceeds related to the Police Evidence Building expansion (\$2,514,612).



EXPENDITURE

Expenditures in the Public Safety Fund are up 9%, or \$2,935,795, over the same time in FY20. Personal Services expenses for salaries and wages is up 5%, \$1.4M over the prior year and Capital Outlay is up \$1.0M over the prior year. Total expenditures are 73% of the total annual amount budgeted. If only operating budgets are examined, the Public Safety fund is operating as expected at 71.4% of budgeted expenditures being utilized.



FY 2021 Q3 SUMMARY

City of Billings

GENERAL FUND OPERATING

For fiscal year 2021, Periods 1 - 9

	Total 2021		2021			YTD 2020
	Amended	YTD 2021	Encumbrance	Variance	%	Actual
	Budget	Actual				
Revenues:						
TAXES	\$ 17,644,369	\$10,654,222	\$ -	\$ (6,990,147)	60.4	\$10,529,150
LICENSES & PERMITS	2,088,038	2,044,896	-	(43,142)	97.9	1,960,823
INTER-GOVERNMENTAL	12,065,752	9,215,064	-	(2,850,688)	76.4	8,923,202
CHARGES FOR SERVICES	4,133,225	3,011,241	-	(1,121,984)	72.9	2,659,928
FINES & FORFEITS	1,511,877	848,417	-	(663,460)	56.1	743,456
SPECIAL ASSESSMENTS	-	21,069	-	21,069	-	2,078
INVESTMENT EARNINGS	233,000	22,226	-	(210,774)	9.5	261,558
INTERFUND TRANSFERS	9,600	-	-	(9,600)	-	42,257
MISCELLANEOUS	-	5,198	-	5,198	-	19,512
Total Revenues	\$ 37,685,861	\$25,822,332	\$ 46,325	\$ (11,863,529)	68.5	\$25,141,965

Expenditures:

By Category

PERSONAL SERVICES	\$ 9,290,762	\$ 6,521,496	\$ -	\$ 2,769,266	70.2	\$ 6,119,484
OPERATIONS & MAINT	3,412,557	2,333,191	46,325	1,033,042	69.7	2,803,057
CAPITAL	97,266	1,215,664	-	(1,118,398)	1,249.8	119,971
INTERFUND TRANSFERS	29,805,165	7,473,359	-	22,331,807	25.1	21,308,500
Total Expenditures	\$ 42,605,750	\$17,543,709	\$ 46,325	\$ 25,015,716	41.3	\$30,351,013

City of Billings

GENERAL FUND-BY DEPT DIVISION

For fiscal year 2021, Periods 1 - 9

	Total 2021		2021			YTD 2020
	Amended	YTD 2021	Encumbrance	Variance	%	Actual
	Budget	Actual				
Expenditures:						
By Department/Division						
MAYOR & COUNCIL	\$ 267,019	\$ 178,798	\$ -	\$ 88,221	67	\$ 175,784
CITY ADMINISTRATOR	1,068,302	796,315	41,664	230,324	78	646,839
HUMAN RESOURCES	842,729	607,261	1,778	233,690	72	538,290
CITY ATTORNEY	2,184,330	1,534,369	-	649,961	70	1,532,909
MUNICIPAL COURT	1,494,995	1,034,618	-	460,377	69	1,007,638
FINANCE	1,567,532	1,140,174	8	427,350	73	1,190,361
CODE ENFORCEMENT	578,202	378,964	1,425	197,813	66	329,616
PARKS & RECREATION	4,534,945	3,096,989	-	1,437,956	68	3,704,983
NON-DEPARTMENTAL	30,067,696	8,776,220	1,450	21,290,026	29	21,224,593
COUNCIL CONTINGENCY	-	-	-	-	-	-
Total Expenditures	\$ 42,605,750	\$17,543,709	\$ 46,325	\$25,015,716	41	\$30,351,013

City of Billings

PUBLIC SAFETY FUND

For fiscal year 2021, Periods 1 - 9

	Total 2021 Amemded Budget	YTD 2021 Actual	2021 Encumbrance	Variance	%	YTD 2020 Actual
Revenues:						
TAXES	\$ 13,143,856	\$ 10,017,008	\$ -	\$ (3,126,848)	76	\$ 7,553,245
LICENSES & PERMITS	35,450	18,259	-	(17,192)	52	21,452
INTER-GOVERNMENTAL	3,263,382	15,102,588	-	11,839,206	463	2,150,334
CHARGES FOR SERVICES	2,301,727	1,200,937	-	(1,100,790)	52	1,127,548
FINES & FORFEITS	2,400	2,345	-	(56)	98	1,903
INVESTMENT EARNINGS	12,800	2,763	-	(10,037)	22	13,940
INTERFUND TRANSFERS	28,418,949	6,660,701	-	(21,758,248)	23	20,139,625
DEBT PROCEEDS	-	2,514,612	-	2,514,612	-	285,388
MISCELLANEOUS	50,700	21,440	-	(29,260)	42	111,172
Total Revenues	\$ 47,229,264	\$ 35,540,652	\$ -	\$ (11,688,612)	75	\$31,404,607

Expenditures:

By Category

PERSONAL SERVICES	\$ 39,407,353	\$ 29,006,990	\$ -	\$ 10,400,363	74	\$27,576,800
OPERATIONS & MAINT	7,308,494	4,592,419	179,401	2,536,673	65	4,281,367
CAPITAL	1,425,666	1,318,793	255,505	(148,633)	110	273,613
DEBT SERVICE	250,000	127,985	-	122,015	51	1,871
INTERFUND TRANSFERS	1,555,621	852,299	-	703,323	55	829,040
Total Expenditures	\$ 49,947,134	\$ 35,898,486	\$ 434,907	\$ 13,613,741	73	\$32,962,691

By Department/Division

POLICE	\$ 28,257,709	\$ 20,316,741	\$ 117,384	\$ 7,823,584	72	\$17,804,964
FIRE	21,689,425	15,581,746	317,523	5,790,157	73	15,157,727
Total Expenditures	\$ 49,947,134	\$ 35,898,486	\$ 434,907	\$ 13,613,741	73	\$32,962,691

City of Billings

AIRPORT OPERATING FUND

For fiscal year 2021, Periods 1 - 9

	Total 2021						YTD 2020
	Amended Budget	YTD 2021 Actual	2021 Encumbrance	Variance	%		Actual
Revenues:							
INTER-GOVERNMENTAL	\$ 5,925,400	\$10,291,631	\$ -	\$ 4,366,231	174	\$	5,124,355
CHARGES FOR SERVICES	10,678,938	6,508,819	-	(4,170,119)	61		9,136,998
INVESTMENT EARNINGS	216,152	24,610	-	(191,542)	11		196,212
DEBT PROCEEDS	25,000,000	60,000	-	(24,940,000)	0		-
MISCELLANEOUS	36,128	64,508	-	28,380	179		64,167
Total Revenues	\$ 41,856,618	\$16,949,567	\$ -	\$ (24,907,051)	40		\$14,521,732

Expenditures:

By Category

PERSONAL SERVICES	\$ 4,659,668	\$ 3,276,669	\$ -	\$ 1,382,999	70	\$	3,321,275
OPERATIONS & MAINT	3,605,950	1,851,390	133,713	1,620,847	51		2,257,019
CAPITAL	35,505,684	9,033,257	4,324,589	22,147,838	25		7,321,416
DEBT SERVICE	1,048,234	454,315	-	593,919	43		187,907
Total Expenditures	\$ 44,819,536	\$14,615,631	\$ 4,458,302	\$ 25,745,603	33		\$13,087,616

City of Billings

PUBLIC WORKS-SOLID WASTE FUND

For fiscal year 2021, Periods 1 - 9

	Total 2021						YTD 2020
	Amended Budget	YTD 2021 Actual	2021 Encumbrance	Variance	%		Actual
Revenues:							
INTER-GOVERNMENTAL	\$ -	\$ 1,193	\$ -	\$ 1,193	-	\$	-
CHARGES FOR SERVICES	16,498,000	12,131,231	-	(4,366,769)	74		11,639,298
INVESTMENT EARNINGS	225,000	50,940	-	(174,060)	23		388,339
MISCELLANEOUS	-	5,437	-	5,437	-		1,342
Total Revenues	\$ 16,723,000	\$12,188,801	\$ -	\$ (4,534,199)	73		\$12,028,979

Expenditures:

By Category

PERSONAL SERVICES	\$ 5,843,090	\$ 4,132,851	\$ -	\$ 1,710,239	71	\$	4,076,387
OPERATIONS & MAINT	6,017,784	3,917,623	454,184	1,645,976	73		4,103,649
CAPITAL	15,572,358	9,650,528	3,489,674	2,432,156	84		11,602,461
DEBT SERVICE	1,561,775	413,738	-	1,148,038	26		432,738
Total Expenditures	\$ 28,995,007	\$18,114,740	\$ 3,943,858	\$ 6,936,409	76		\$20,215,235

City of Billings
PUBLIC WORKS-WATER FUND

For fiscal year 2021, Periods 1 - 9

	Total 2021 Amended Budget	YTD 2021 Actual	2021 Encumbrance	Variance	%	YTD 2020 Actual
Revenues:						
INTER-GOVERNMENTAL	\$ -	\$ 968	\$ -	\$ 968	-	\$ -
CHARGES FOR SERVICES	29,289,200	20,782,000	-	(8,507,201)	71	17,820,884
INVESTMENT EARNINGS	534,500	510,737	-	(23,763)	96	1,091,990
MISCELLANEOUS	7,200	308,491	-	301,291	4,285	214,061
Total Revenues	\$ 29,830,900	\$21,602,195	\$ -	\$(8,228,705)	72	\$19,126,935

Expenditures:

By Category

PERSONAL SERVICES	\$ 5,010,787	\$ 3,407,135	\$ -	\$ 1,603,652	68	\$ 3,384,441
OPERATIONS & MAINT	8,531,893	5,653,981	714,598	2,163,314	75	5,926,784
CAPITAL	19,846,658	6,225,638	4,605,667	9,015,353	55	9,785,090
DEBT SERVICE	2,770,000	287,476	-	2,482,524	10	315,390
Total Expenditures	\$ 36,159,338	\$15,574,230	\$ 5,320,265	\$15,264,843	58	\$19,411,705

City of Billings
PUBLIC WORKS-WASTEWATER FUND

For fiscal year 2021, Periods 1 - 9

	Total 2021 Amended Budget	YTD 2021 Actual	2021 Encumbrance	Variance	%	YTD 2020 Actual
Revenues:						
INTER-GOVERNMENTAL	\$ -	\$ 5,268	\$ -	\$ 5,268	-	\$ -
CHARGES FOR SERVICES	21,770,290	14,632,526	-	(7,137,764)	67	14,203,134
INVESTMENT EARNINGS	425,000	80,283	-	(344,717)	19	616,468
MISCELLANEOUS	-	108,071	-	108,071	-	178,057
Total Revenues	\$22,195,290	\$14,826,148	\$ -	\$(7,369,142)	67	\$14,997,659

Expenditures:

By Category

PERSONAL SERVICES	\$ 4,123,310	\$ 2,813,416	\$ -	\$ 1,309,894	68	\$ 2,811,687
OPERATIONS & MAINT	7,188,387	4,053,327	550,029	2,585,031	64	3,851,156
CAPITAL	25,023,526	6,425,302	8,562,514	10,035,711	60	14,295,821
DEBT SERVICE	5,329,100	1,300,829	-	4,028,271	24	1,346,950
Total Expenditures	\$41,664,323	\$14,592,874	\$ 9,112,543	\$ 17,958,907	57	\$22,305,614



Fund Name	FY21 Amended	FY 21 Expenses	Percent of
	Budget	Thru 3-31-21	Budget Utilized
General Fund	42,605,750	17,543,709	41%
Governmental Funds			
2015 Refunding Baseball Field & Stadium Fund	763,033	758,059	99%
Amend Park	60,214	3,653	6%
Arterial Streets	7,305,575	1,494,774	20%
Ballpark Donations	118,385	19,815	17%
Ballpark Repair Fund	30,292	3,072	10%
Building Inspection	2,469,626	1,434,995	58%
Capital Replacement	2,317,810	1,361,837	59%
CDBG	2,585,536	1,248,170	48%
Cemetery Improvements	48,000	0	0%
Cemetery Perpetual Trust	5,600	0	0%
City Attorney Grants	315,285	246,922	78%
City County Planning	2,126,426	1,363,592	64%
Dog Park Construction	10,000	44,085	441%
Downtown Revolving Loan	226,247	19,125	8%
EOC 911	1,186,996	408,707	34%
Fire Grants	340,950	17,189	5%
Gas Tax	8,775,647	3,227,886	37%
Library Fund	4,173,765	2,790,476	67%
Library GO Debt	1,186,456	1,181,605	100%
Light Maintenance	3,009,639	1,398,722	46%
Municipal Court Grants	684,410	209,187	31%
Park District 1	3,711,596	1,919,714	52%
Parks Maintenance	864,408	748,204	87%
Parks Programs	102,312	150,819	147%
Parks Series 2000 GO Debt	123,551	122,964	100%
Police Programs	1,406,142	1,062,798	76%
Public Safety	49,947,134	35,898,486	72%
Road Maintenance Dist.	365	270	74%
Rose Park Pool	112,952	13,947	12%
Series 2004A Street Imp	351,807	347,419	99%
SID Construction	4,005,406	1,722,519	43%
SID Fund	857,500	850,928	99%
Sidewalk Construction	2,927,718	165,411	6%
Sidewalk Debt Svc	462,900	492,458	106%
Sidewalk Hazard Repair	236,258	29,556	13%
Storm Sewer	6,480,115	2,230,454	34%
Storm Sewer Debt Svc	1,013,595	1,005,931	99%
Street Maintenance Dist	9,355,498	2,484,000	27%
Street/Traffic Oper	11,221,162	6,873,668	61%
Tax Increment East	826,295	623,867	76%
Tax Increment N 27th	6,407,757	3,447,061	54%
Tax Increment South	6,453,718	3,549,988	55%
Urban Renewal Prop	62,809	11,173	18%
Governmental Total	144,670,889	80,983,504	
Proprietary			
Airport	44,819,536	14,615,631	33%
Central Svcs	95,149	57,707	61%
City Health Ins Fund	14,543,439	9,104,977	63%
Engineering	3,175,554	2,152,517	68%
Facilities Management	2,087,356	1,098,732	53%
Information Resources	2,782,304	1,854,905	67%
Motor pool	2,158,204	1,551,580	72%
P.W. Admin	2,934,041	1,958,207	67%
Parking	1,980,278	1,239,264	63%
Property Ins	2,580,827	2,347,561	91%
Radio	279,534	16,181	6%
Solid Waste	28,995,007	18,114,740	62%
Telephone System	553,888	379,623	69%
Transit	13,592,157	6,075,951	45%
Wastewater	41,664,323	14,592,874	35%
Water	36,159,338	15,574,230	43%
Proprietary Total	198,400,934	90,734,681	