



QUARTERLY FINANCIAL REPORT

FY 2022 Third Quarter Ended 3/31/2022

CHRIS KUKULSKI, CITY ADMINISTRATOR

Attached is the third quarter FY 2022 financial report for your review. The fiscal year 2022 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 funds does not occur evenly throughout the year.

Andy Zoeller



FY 2022 Q3

GENERAL FUND REVENUES

Overall revenue in the General Fund is up from this same time last year. For the third quarter of FY22, revenue in the General Fund is \$1.8 million higher, or 7.0%, when compared to the same time last year. Most of the increase is a one-time transfer from the SID Revolving fund.

As of the end of the 3rd quarter, 59.7% 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 \$560,485 when compared to the same time last year. This is a result of the property value growth that occurred in 2021.

License and permit revenue is collected throughout the year. When compared to the same time in the prior year, there is a decrease of \$287,881. This is largely a result of the cable franchise fee which has been declining in recent years. This year as the City collected a cable franchise fee of \$1,238,084, a decrease of \$242,000 over the prior year. Business license revenue is down \$58,000 over the prior year. Below is a chart showing business license activity for the quarter, compared to the same time in the prior year.

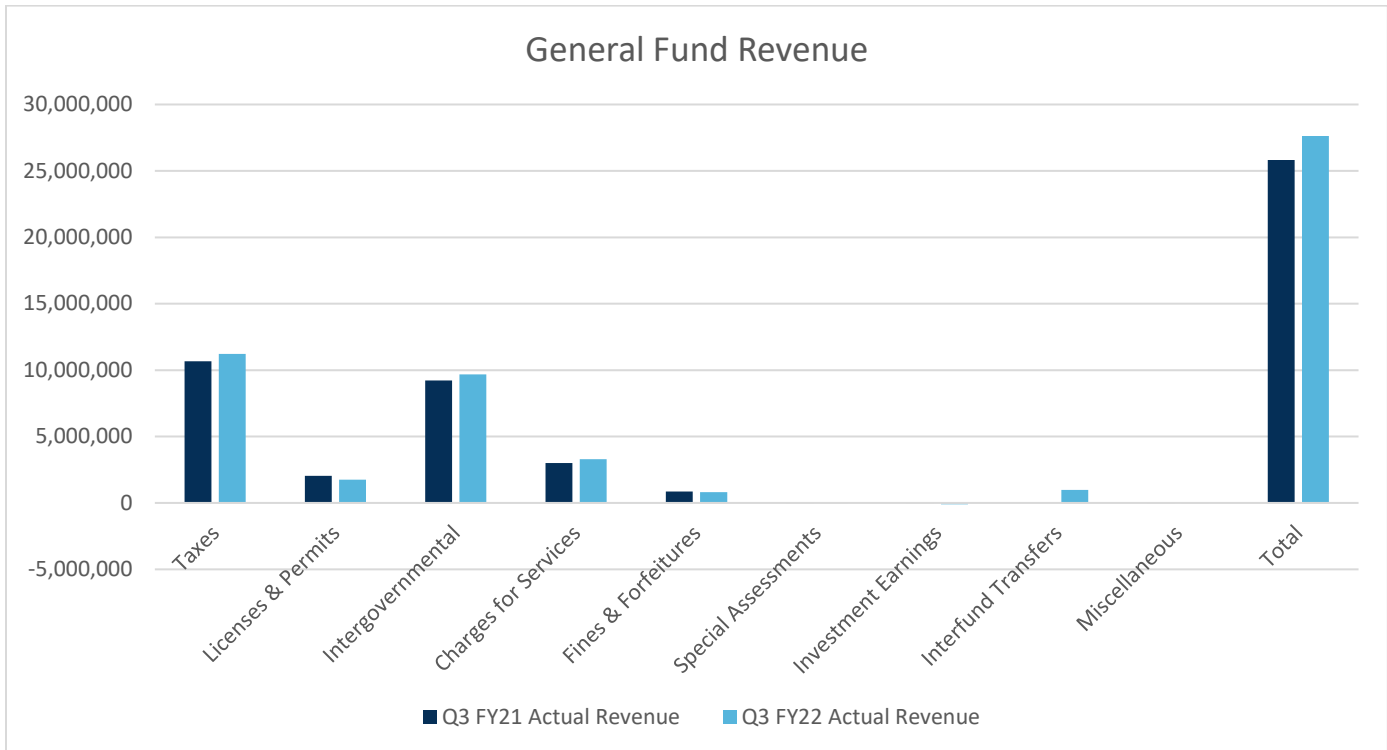
Jan-Mar	2021	2022
New Business License	208	149
Business Lic. Renewals	1,287	914

Intergovernmental revenue, which is revenue received from other governments, is up \$452,615 over the same time in the prior year. At the end of the second quarter 79% 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 FY22 is \$3.3 million, or 75% of the budgeted amount. This is \$292,722 more than what was collected in the same time in the prior year. The majority of this is due to an

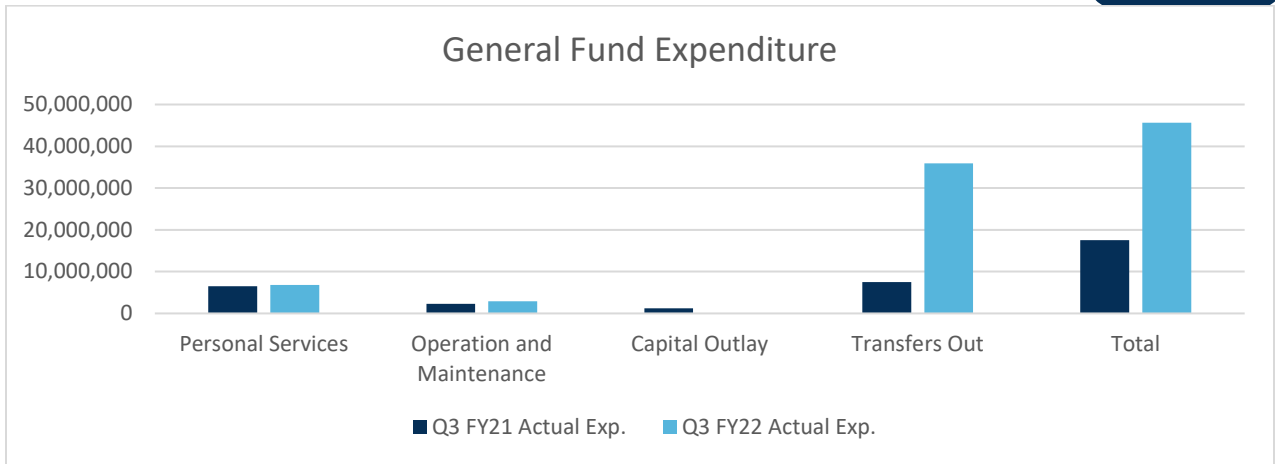
increase in methane sales from the landfill and general fund cost allocation charges.

Fines and forfeiture revenue has decreased \$47,732 compared to the same time in the prior fiscal year.



EXPENDITURES

The actual expenses in the General Fund for the third quarter of FY22 were 70.5% of budget, or \$45.6 million. This is an increase of \$28 million when compared to the same time in the prior fiscal year. The increase is mostly associated with increased transfers out for Public Safety and the purchase of the Stillwater Building for a future City Hall/Law and Justice Center. Additionally, in the prior fiscal year, the City received significant CARES Act Funds which reduced the GF transfer. This causes the comparison to the prior year to be skewed.

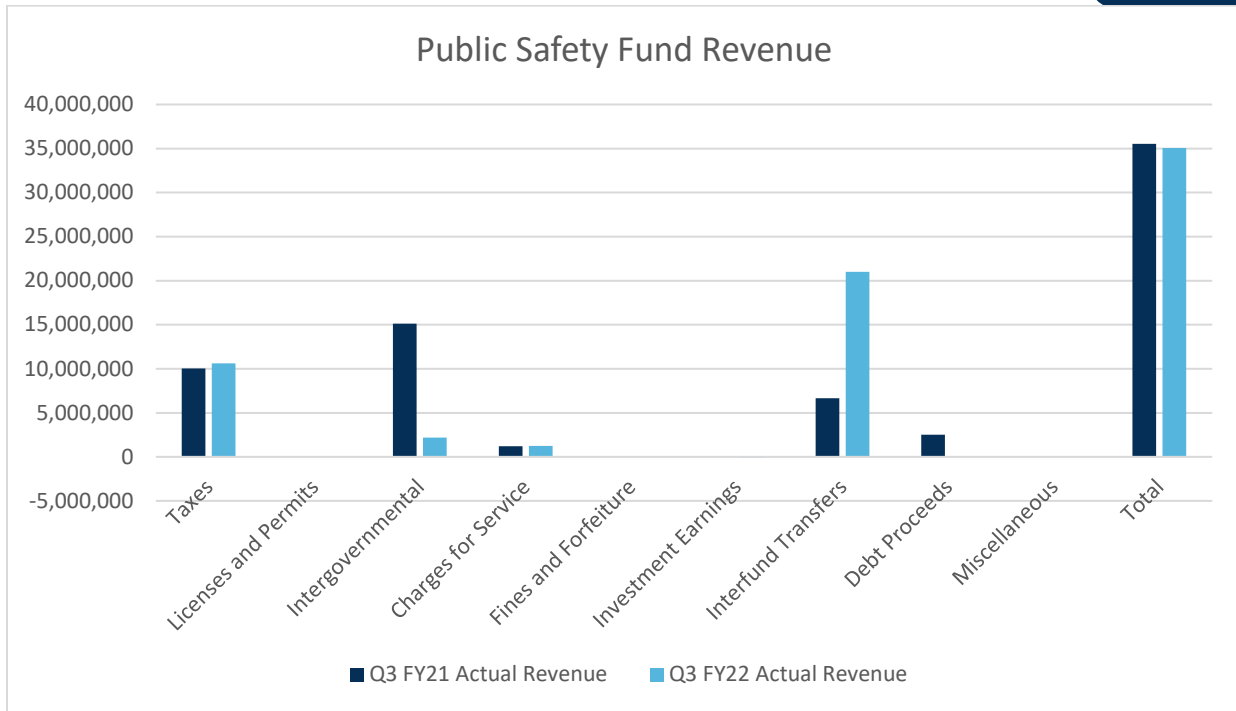


PUBLIC SAFETY FUND

REVENUE

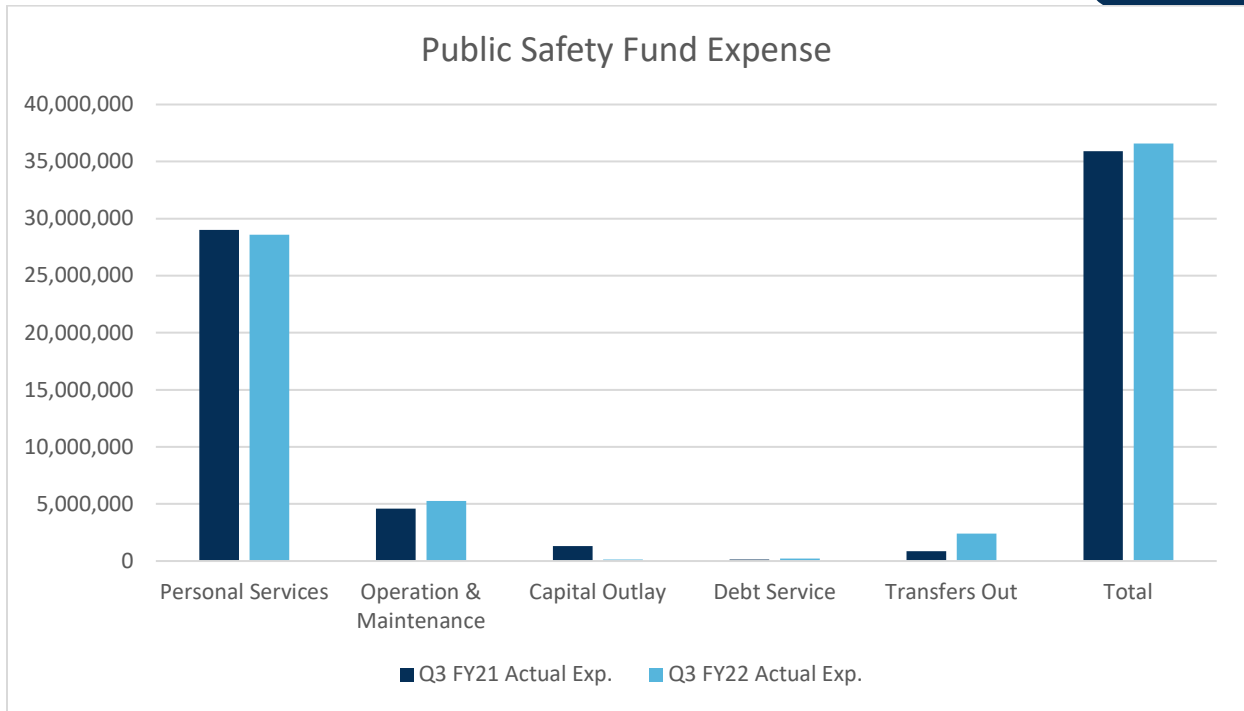
The Public Safety Fund tax revenue collected through the end of the third quarter is 58%, or \$10.6 million, of the total budgeted amount. Total tax revenue budgeted in the Public Safety Fund for FY22 is \$18.0 million. This is an increase over the prior year, as it includes the Public Safety Mill Levy that was approved by voters in September of 2020.

Overall Public Safety Fund revenue decreased by 1% over the same time in FY21, or \$462,000. While there has been a significant decline in the intergovernmental revenue (CAREs Act) compared to the prior year, there has been an equal and offsetting increase in the transfer from the General Fund.



EXPENDITURE

Expenditures in the Public Safety Fund are up 1.7%, or \$618,696, over the same time in FY21. Personal Services expenses for salaries and wages is down 1.4%, \$408k over the prior year and Capital Outlay is down \$1.2M over the prior year. Total expenditures are 69% of the total annual amount budgeted. The Public Safety fund is operating as expected when comparing budgeted expenditures to actuals.





FY 2022 Q3 Unaudited Major Fund Financial Reports

City of Billings						
GENERAL FUND OPERATING						
For fiscal year 2022, Periods 1 - 9						
	Total 2022 Amended Budget	YTD 2022 Actual	2022 Encumbrance	Variance	%	YTD 2021 Actual
Revenues:						
TAXES	18,476,303.00	11,214,707.99	0.00	-7,261,595.01	61%	10,654,222.26
LICENSES & PERMITS	2,199,128.00	1,757,015.40	0.00	-442,112.60	80%	2,044,896.00
INTER-GOVERNMENTAL	12,243,879.00	9,667,678.52	0.00	-2,576,200.48	79%	9,215,063.57
CHARGES FOR SERVICES	4,373,346.00	3,303,963.71	0.00	-1,069,382.29	76%	3,011,241.43
FINES & FORFEITS	1,294,046.00	806,684.67	0.00	-487,361.33	62%	848,416.63
SPECIAL ASSESSMENTS	0.00	11,609.26	0.00	11,609.26	0%	21,069.00
INVESTMENT EARNINGS	70,301.00	-96,090.70	0.00	-166,391.70	-137%	22,225.82
INTERFUND TRANSFERS	2,110,100.00	972,725.50	0.00	-1,137,374.50	46%	0.00
MISCELLANEOUS	600.00	366.99	0.00	-233.01	61%	5,197.63
Total Revenues	40,767,703.00	27,638,661.34	0.00	-13,129,041.66	68%	25,822,332.34
Expenditures:						
By Category						
PERSONAL SERVICES	10,075,524.00	6,781,814.93	0.00	3,293,709.07	67%	6,521,496.45
OPERATIONS & MAINT	3,889,149.73	2,890,222.73	37,432.82	961,494.18	75%	2,365,770.93
CAPITAL	227,612.23	54,022.03	41,829.79	131,760.41	42%	1,215,663.78
INTERFUND TRANSFERS	50,468,515.00	35,880,213.89	0.00	14,588,301.11	71%	7,473,358.50
Total Expenditures	64,660,800.96	45,606,273.58	79,262.61	18,975,264.77	71%	17,576,289.66

City of Billings						
GENERAL FUND-BY DEPT DIVISION						
For fiscal year 2022, Periods 1 - 9						
	Total 2022 Amended Budget	YTD 2022 Actual	2022 Encumbrance	Variance	%	YTD 2021 Actual
Expenditures:						
By Department/Division						
MAYOR & COUNCIL	295,932.00	504,858.75	0.00	-208,926.75	171%	181,030.56
CITY ADMINISTRATOR	1,067,701.02	682,817.28	31,807.76	353,075.98	67%	800,223.26
HUMAN RESOURCES	917,576.50	632,353.17	0.00	285,223.33	69%	609,289.41
CITY ATTORNEY	2,524,118.15	1,688,418.79	0.00	835,699.36	67%	1,537,281.05
MUNICIPAL COURT	1,561,434.00	986,598.41	0.00	574,835.59	63%	1,041,951.65
FINANCE	1,718,569.00	1,198,489.31	0.00	520,079.69	70%	1,153,180.42
CODE ENFORCEMENT	809,384.06	429,942.34	1,425.06	378,016.66	53%	378,964.23
PARKS & RECREATION	4,784,051.23	3,353,210.20	41,829.79	1,389,011.24	71%	3,098,149.41
NON-DEPARTMENTAL	50,957,035.00	36,129,585.33	4,200.00	14,823,249.67	71%	8,776,219.67
COUNCIL CONTINGENCY	25,000.00	0.00	0.00	25,000.00	0%	0.00
Total Expenditures	64,660,800.96	45,606,273.58	79,262.61	18,975,264.77	71%	17,576,289.66



City of Billings							
PUBLIC SAFETY FUND							
For fiscal year 2022, Periods 1 - 9							
	Total 2022 Amended Budget	YTD 2022 Actual	2022 Encumbrance	Variance	%	YTD 2021 Actual	
Revenues:							
TAXES	18,031,970	10,603,023.03	0.00	-7,428,946.97	59%	10,017,008.01	
LICENSES & PERMITS	38,700	17,622.88	0.00	-21,077.12	46%	18,258.50	
INTER-GOVERNMENTAL	3,257,298	2,195,119.61	0.00	-1,062,178.39	67%	15,102,588.13	
CHARGES FOR SERVICES	2,350,702	1,236,963.72	0.00	-1,113,738.28	53%	1,200,937.48	
FINES & FORFEITS	2,400	5,681.00	0.00	3,281.00	237%	2,344.50	
INVESTMENT EARNINGS	2,985	-48,884.56	0.00	-51,869.56	-1638%	2,762.67	
INTERFUND TRANSFERS	28,501,060	21,000,000.00	0.00	-7,501,060.00	74%	6,660,701.00	
MISCELLANEOUS	37,300	68,629.71	0.00	31,329.71	184%	21,440.15	
Total Revenues	52,222,415	35,078,155.39	0.00	-17,144,259.61	67%	35,540,652.10	
Expenditures:							
By Category							
PERSONAL SERVICES	40,422,143	28,578,896.15	0.00	11,843,246.85	71%	28,987,572.54	
OPERATIONS & MAINT	7,289,652	5,257,671.68	264,888.65	1,767,091.19	76%	4,633,726.49	
CAPITAL	1,704,138	134,706.82	46,890.22	1,522,540.67	11%	1,365,438.80	
DEBT SERVICE	242,000	214,077.28	0.00	27,922.72	88%	127,984.87	
INTERFUND TRANSFERS	3,151,754	2,400,365.00	0.00	751,389.00	76%	852,298.50	
Total Expenditures	52,809,686	36,585,716.93	311,778.87	15,912,190.43	70%	35,967,021.20	
By Department/Division							
POLICE	28,738,073	19,369,067.76	84,021.40	9,284,984.00	68%	20,338,142.71	
FIRE	24,071,613	17,216,649.17	227,757.47	6,627,206.43	72%	15,628,878.49	
Total Expenditures	52,809,686	36,585,716.93	311,778.87	15,912,190.43	70%	35,967,021.20	

City of Billings							
AIRPORT OPERATING FUND							
For fiscal year 2022, Periods 1 - 9							
	Total 2022 Amended Budget	YTD 2022 Actual	2022 Encumbrance	Variance	%	YTD 2021 Actual	
Revenues:							
INTER-GOVERNMENTAL	9,523,603.00	13,502,138.34	0.00	3,978,535.34	142%	10,291,631.37	
CHARGES FOR SERVICES	10,219,845.00	7,913,867.31	0.00	-2,305,977.69	77%	6,508,818.78	
INVESTMENT EARNINGS	70,736.00	-151,941.73	0.00	-222,677.73	-215%	24,609.57	
DEBT PROCEEDS	8,000,000.00	0.00	0.00	-8,000,000.00	0%	60,000.00	
MISCELLANEOUS	44,200.00	78,498.84	0.00	34,298.84	178%	64,507.58	
Total Revenues	27,858,384.00	21,342,562.76	0.00	-6,515,821.24	77%	16,949,567.30	
Expenditures:							
By Category							
PERSONAL SERVICES	4,970,178.00	3,486,401.81	0.00	1,483,776.19	70%	3,276,668.68	
OPERATIONS & MAINT	3,584,126.98	1,934,514.14	139,853.41	1,509,759.43	58%	1,875,807.58	
CAPITAL	24,874,250.92	16,419,084.86	5,910,398.94	2,544,767.12	90%	9,030,173.10	
DEBT SERVICE	603,640.00	87,016.31	0.00	516,623.69	14%	454,315.14	
Total Expenditures	34,032,195.90	21,927,017.12	6,050,252.35	6,054,926.43	82%	14,636,964.50	



City of Billings						
PUBLIC WORKS-SOLID WASTE FUND						
For fiscal year 2022, Periods 1 - 9						
	Total 2022 Amended Budget	YTD 2022 Actual	2022 Encumbrance	Variance	%	YTD 2021 Actual
Revenues:						
INTER-GOVERNMENTAL	0.00	0.00	0.00	0.00	#DIV/0!	1,193.00
CHARGES FOR SERVICES	17,148,000.00	12,902,495.22	0.00	-4,245,504.78	75%	12,131,231.27
INVESTMENT EARNINGS	162,000.00	-103,632.58	0.00	-265,632.58	-64%	50,939.86
MISCELLANEOUS	0.00	753,676.51	0.00	753,676.51	#DIV/0!	5,437.00
Total Revenues	17,310,000.00	13,552,539.15	0.00	-3,757,460.85	78%	12,188,801.13
Expenditures:						
By Category						
PERSONAL SERVICES	6,124,263.00	4,283,058.52	0.00	1,841,204.48	70%	4,132,851.15
OPERATIONS & MAINT	6,261,941.73	5,271,020.63	1,027,828.94	-36,907.84	101%	3,978,085.68
CAPITAL	13,251,833.01	1,860,017.23	1,450,041.40	9,941,774.38	25%	9,650,528.24
DEBT SERVICE	1,565,025.00	395,362.50	0.00	1,169,662.50	25%	413,737.50
Total Expenditures	27,203,062.74	11,809,458.88	2,477,870.34	12,915,733.52	53%	18,175,202.57

City of Billings						
PUBLIC WORKS-WASTEWATER FUND						
For fiscal year 2022, Periods 1 - 9						
	Total 2022 Amended Budget	YTD 2022 Actual	2022 Encumbrance	Variance	%	YTD 2021 Actual
Revenues:						
INTER-GOVERNMENTAL	0.00	0.00	0.00	0.00	#DIV/0!	5,268.25
CHARGES FOR SERVICES	22,088,520.00	15,416,720.77	0.00	-6,671,799.23	70%	14,632,526.37
INVESTMENT EARNINGS	280,000.00	-233,256.13	0.00	-513,256.13	-83%	80,282.73
MISCELLANEOUS	0.00	14,209.93	0.00	14,209.93	#DIV/0!	108,070.66
Total Revenues	22,368,520.00	15,197,674.57	0.00	-7,170,845.43	68%	14,826,148.01
Expenditures:						
By Category						
PERSONAL SERVICES	4,246,390.00	2,803,620.78	0.00	1,442,769.22	66%	2,813,415.87
OPERATIONS & MAINT	7,178,901.69	4,592,496.06	1,160,771.57	1,425,634.06	80%	4,097,657.44
CAPITAL	25,085,632.23	5,103,594.90	8,557,422.14	11,424,615.19	54%	6,517,054.69
DEBT SERVICE	5,374,653.00	1,252,961.25	0.00	4,121,691.75	23%	1,300,828.75
Total Expenditures	41,885,576.92	13,752,672.99	9,718,193.71	18,414,710.22	56%	14,728,956.75

City of Billings						
PUBLIC WORKS-WATER FUND						
For fiscal year 2022, Periods 1 - 9						
	Total 2022 Amended Budget	YTD 2022 Actual	2022 Encumbrance	Variance	%	YTD 2021 Actual
Revenues:						
INTER-GOVERNMENTAL	0.00	0.00	0.00	0.00	#DIV/0!	967.78
CHARGES FOR SERVICES	29,907,700.00	22,424,601.56	0.00	-7,483,098.44	75%	20,781,999.50
INVESTMENT EARNINGS	307,000.00	308,504.26	0.00	1,504.26	100%	510,736.79
DEBT PROCEEDS	72,000,000.00	0.00	0.00	-72,000,000.00	0%	0.00
MISCELLANEOUS	7,200.00	110,623.79	0.00	103,423.79	1536%	308,490.58
Total Revenues	102,221,900.00	22,843,729.61	0.00	-79,378,170.39	22%	21,602,194.65
Expenditures:						
By Category						
PERSONAL SERVICES	5,148,819.00	3,409,524.04	0.00	1,739,294.96	66%	3,407,134.72
OPERATIONS & MAINT	9,172,252.35	6,533,126.38	967,297.83	1,671,828.14	82%	5,663,535.88
CAPITAL	103,975,857.09	6,842,354.11	5,765,123.89	91,368,379.09	12%	6,270,632.56
DEBT SERVICE	5,770,000.00	258,833.75	0.00	5,511,166.25	4%	287,476.25
Total Expenditures	124,066,928.44	17,043,838.28	6,732,421.72	100,290,668.44	19%	15,628,779.41



Fund Name	FY22 Amended Budget	FY22 Expenses Thru 3/31/22	Percent of Budget Utilized
General			
General	64,660,801	45,609,434	70.5%
General Total	64,660,801	45,609,434	70.5%
Governmental			
2015 Refunding Baseball Field & Stadium Fund	758,050	753,077	99.3%
Amend Park	40,476	30,403	75.1%
Arterial Streets	18,609,240	4,199,603	22.6%
Ballpark Donations	1,646	9,138	555.2%
Ballpark Repair Fund	30,368	279	0.9%
Bike Path/Trail Donation	4,121,380	61,760	1.5%
Building Inspection	2,502,822	1,525,019	60.9%
Capital Replacement	2,213,285	1,473,874	66.6%
CDBG	5,318,667	1,252,224	23.5%
Cemetery Improvements	57,000	0	0.0%
Cemetery Perpetual Trust	5,600	0	0.0%
City Attorney Grants	553,136	371,093	67.1%
City County Planning	2,208,655	1,414,894	64.1%
City Hall Construction	20,350,560	13,642,210	67.0%
Dog Park Construction	10,000	0	0.0%
Downtown Revolving Loan	428,827	125,556	29.3%
EOC 911	1,137,201	635,804	55.9%
Fire Grants	776,590	66,167	8.5%
Gas Tax	13,021,359	4,655,669	35.8%
Library Fund	4,171,097	2,792,670	67.0%
Library GO Debt	7,389,193	9,418,434	127.5%
Light Maintenance	2,971,929	1,489,988	50.1%
Municipal Court Grants	528,538	270,880	51.3%
Park District 1	3,999,209.76	2,362,056.12	59.1%
Parks Maintenance	1,043,484.85	805,614.38	0.0%
Parks Programs	74,787.00	7,114.71	9.5%
Police Programs	1,075,461.21	807,376.62	75.1%
Public Safety	52,809,686.23	36,585,716.93	69.3%
Road Maintenance Dist.	417.00	315.00	75.5%
Rose Park Pool	78,696.74	80,609.54	102.4%
Series 2004A Street Imp	352,814.00	348,126.00	98.7%
SID Construction	5,824,118.22	2,676,842.98	46.0%
SID Fund	2,893,000.00	1,939,763.73	67.1%
Sidewalk Construction	3,362,768.66	1,338,051.99	39.8%
Sidewalk Debt Svc	515,000.00	456,245.05	88.6%
Sidewalk Hazard Repair	199,600.00	-308.64	-0.2%
Storm Sewer	7,629,988.35	2,440,889.98	32.0%
Storm Sewer Debt Svc	1,008,237.00	1,000,649.76	99.2%
Street Maintenance Dist	9,759,345.00	6,299,463.53	64.5%
Street/Traffic Oper	10,898,410.94	6,246,039.35	57.3%
Tax Increment East	839,992.00	780,219.75	92.9%
Tax Increment N 27th	3,801,527.49	2,076,066.59	54.6%
Tax Increment South	10,011,620.25	3,517,135.49	35.1%
Urban Renewal Prop	62,570.00	7,547.28	12.1%
Governmental Total	203,446,354.54	113,964,278.78	56.0%
Proprietary			
Airport	45,260,530.90	26,088,433.27	57.6%
Central Svcs	141,656.00	78,159.59	55.2%
City Health Ins Fund	15,215,305.00	11,465,537.58	75.4%
Engineering	3,343,246.35	2,303,032.09	68.9%
Facilities Management	5,237,464.05	1,750,629.43	33.4%
Information Resources	3,051,990.09	1,968,429.17	64.5%
Motor pool	2,138,434.00	1,357,202.02	63.5%
P.W. Admin	2,898,740.14	1,870,203.73	64.5%
Parking	1,967,395.00	1,213,043.30	61.7%
Property Ins	2,693,752.00	2,542,615.51	94.4%
Radio	281,875.00	226,035.12	80.2%
Solid Waste	34,836,062.74	11,894,569.56	34.1%
Telephone System	442,978.00	313,518.04	70.8%
Transit	22,494,732.33	10,730,183.11	47.7%
Wastewater	62,919,332.92	22,956,897.72	36.5%
Water	144,880,546.44	21,229,612.34	14.7%
Proprietary Total	347,804,040.96	117,988,101.58	33.9%
Grand Total	615,911,196.46	278,764,234.87	45.3%