

City of Bozeman Quarterly Budget Report

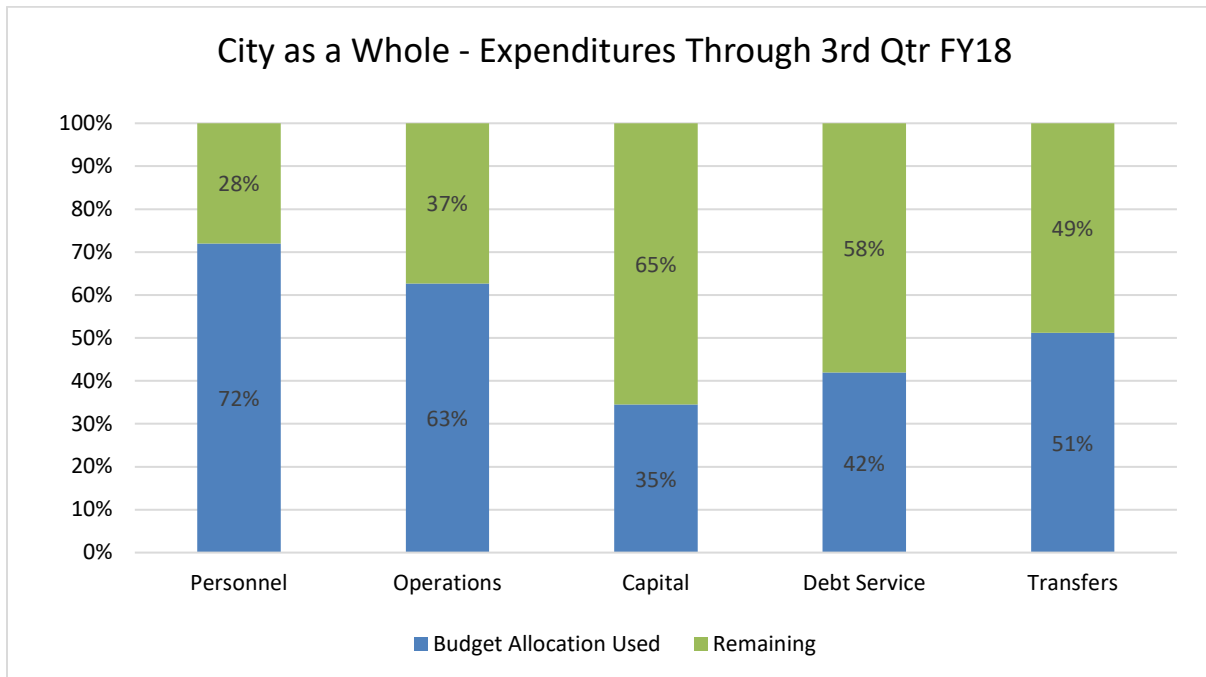
Fiscal Year 2018

Ending 3rd Quarter, 03/31/2018

Issued: 05/14/18 By: Kristin Donald, Finance Director and Anna Rosenberry, Assistant City Manager
Information is unaudited

All City Funds

Expenditures: After the third quarter, the City is in line to stay on budget for the Fiscal Year 2018. For all City funds, there remains adequate budget allocations for this point in time for all categories.



Personnel, the most predictable element of the budget, ended the quarter at 72% of the yearly budget. We will see an increase in personnel costs related to the hiring of part-time summer employees in the coming months. We have expended 63% of the operating budget. Capital spending is at 35% of the adjusted budgeted amounts with the construction season to begin in the early fourth quarter.

Revenues: Revenue recorded through the third quarter of the fiscal year totaled \$74.2M. This represents 89% of the total revenue budgeted. Our revenues include an unexpected \$1 million settlement of a legal dispute and the short-term rental fees, which is a new license started in the beginning of the third quarter. Charges for Services are currently exceeding budget estimates. The Building Inspection Fund is seeing strong permit revenue thus far. Charges for Services include impact fees, which are exceeding estimates due to large building projects throughout the City.

All City Fund Combined 3QTR FY2018

Revenues	Budget Estimate	Revenues	Unfunded	%Received
Charges for Services	\$ 46,220,501	42,118,950	4,101,551	91%
Taxes	\$ 23,215,664	13,672,561	9,543,103	59%
Intergovernmental Revenue	\$ 8,885,279	4,505,565	4,379,714	51%
Other Financing Sources	\$ 8,543,787	4,386,959	4,156,828	51%
Other Revenues	\$ 1,945,992	2,947,292	(1,001,300)	151%
Fines & Forfeitures	\$ 1,504,450	1,175,381	329,069	78%
Licenses & Permits	\$ 2,492,637	2,559,067	(66,430)	103%
Special Assessments	\$ 2,344,656	2,151,627	193,029	92%
Interest Income & Loan Repayments	\$ 563,756	702,093	(138,337)	125%
TOTAL	\$ 95,716,722	\$ 74,219,495	\$ 21,497,227	89%

Expenditures	Budget Allocation	Expenditures	Unused Allocation	Allocation Used
Personnel	\$ 33,035,112	23,792,340	9,242,772	72%
Operations	\$ 34,051,256	21,340,407	12,710,849	63%
Capital	\$ 39,234,245	13,545,187	25,689,058	35%
Debt Service	\$ 5,696,985	2,388,411	3,308,574	42%
Transfers	\$ 6,873,461	3,516,611	3,356,850	51%
TOTAL	\$ 118,891,059	64,582,956	54,308,103	52%

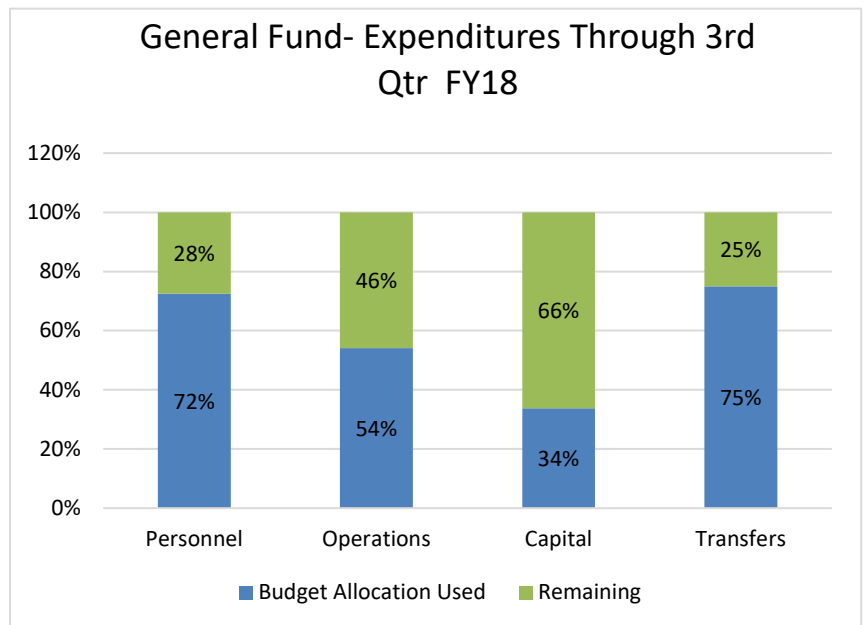
General Fund

The General Fund is used to account for all financial resources of the City, except for those required to be accounted for in another fund. As of the third quarter, spending is on track to stay within budget.

	Budget	Actual	Remaining
Revenues	30,298,623	18,802,823	11,495,800
Expenditures	31,771,619	20,817,589	10,954,030

As of the end of the third quarter the General fund has received \$18.8M of the estimated \$30.2M or 62% of budgeted revenues. The largest single source of revenue for the general fund is tax dollars which are assessed/collected twice during the fiscal year. The first collection was in November and the second collection will occur in May. Many of these sources have a seasonal component that effects collections at this point in the year.

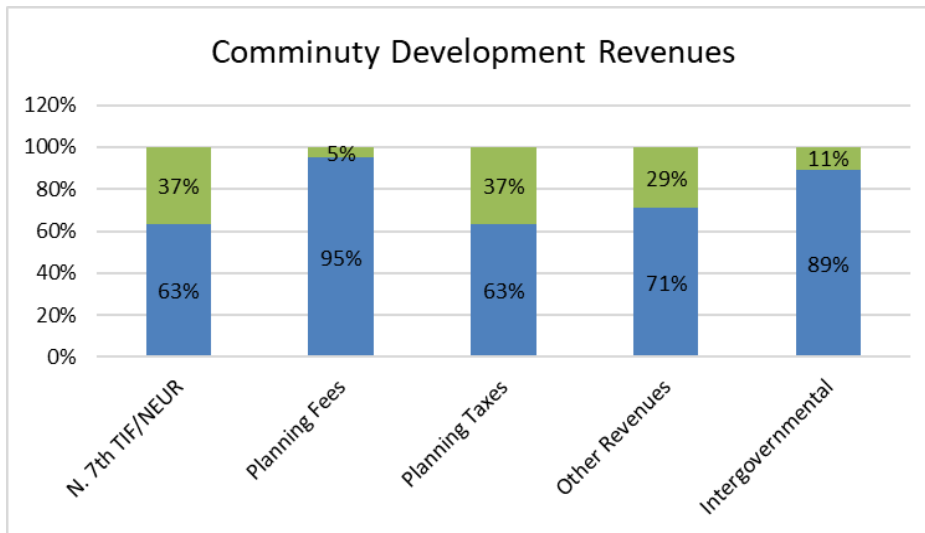
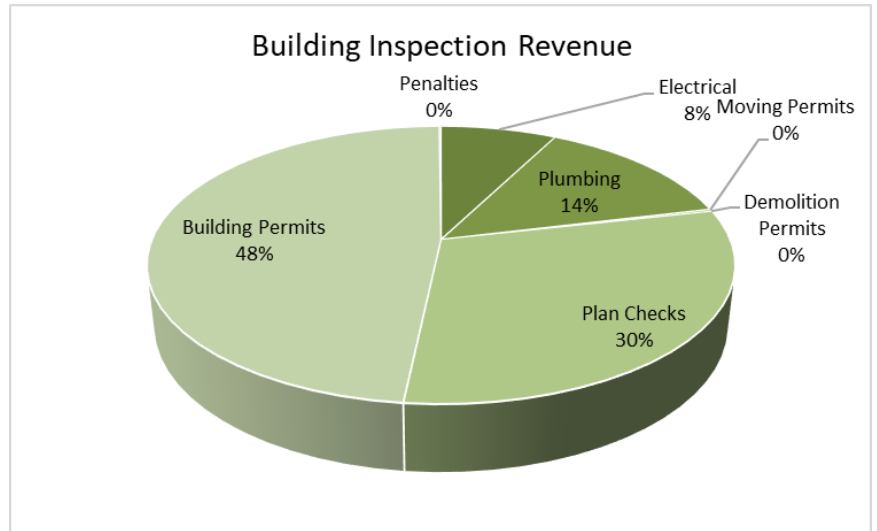
The General Fund has spent \$20.8 million of its \$31.7 million budget as of the end of March. This amounts to 66% of the budget spent by the end of the 3rd quarter. There are numerous capital expenditures slated for spring project starts such as the irrigation project at the cemetery and the Story Mill Community Center upgrade.



Other Governmental Funds- Special Revenue Funds

Special Revenue Funds are used to account for the proceeds of a specific revenue source, usually required to be restricted by statute or ordinance. While we have dozens of special revenue funds, of note are the Building Inspection fund and the Community Development fund.

The Building Inspection Fund is supported entirely by the revenue from building fees and permits. Revenues and expenditures are statutorily restricted to amounts that support the division. At this time, the fund has collected \$1.4M or 85% of budgeted revenues. Fund expenditures amounted to \$1.48M through the 3rd quarter, or 71% of the budgeted \$2M for the fiscal year.



The Community Development Fund is a separate fund that accounts for revenues and expenditures related to planning and zoning operations. Total revenues amounted to \$1M through the 3rd quarter, or 85% of budgeted revenues for the year. Community Development Fund expenditures amounted to \$911K through the 3rd quarter, or 61% of the budgeted \$1.5M for the fiscal year.

Enterprise Funds

Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises. Enterprise Funds account for the City's water, wastewater, solid waste, stormwater and parking services. All funds are in line to stay on budget and revenue estimates are on course.

	Estimated Revenue	Received	% Received	Budget	Expenditures	% Remaining
Water	12,099,248	8,887,145	73%	11,967,455	4,389,334	63%
Wastewater	8,806,698	6,733,294	76%	9,214,281	4,347,111	53%
Solidwaste	3,818,402	2,940,508	77%	3,742,257	2,753,553	26%
Stormwater	1,437,753	1,096,334	76%	1,488,630	573,357	61%
Parking	982,590	1,122,675	114%	968,230	654,900	32%

Impact Fee Funds

Total revenue from Impact Fees was \$7.9 Million through the 3rd quarter of FY18 or 120% of the budgeted revenues for Street, Fire, Water & Wastewater Impact Fees combined. The nature of impact fees make the revenue a difficult number to estimate accurately because it depends on the size and attributes of various building permits that are issued. Spending on projects within these funds are part of the Capital Improvement Plan. Several FY17 projects have carried over for these funds to be completed in FY18.

Water Impact Fees				Street Impact Fees			
	**Budget	Actual	% Collected/ Expended		**Budget	Actual	% Collected/ Expended
Revenues	\$ 1,798,400	\$ 1,959,236	109%	Revenues	\$ 3,224,710	\$ 4,411,275	137%
Expenditures	\$ 5,616,548	\$ 263,924	5%	Expenditures	\$ 12,572,489	\$ 5,507,106	44%

Waste Water Impact Fees				Fire Impact Fees			
	**Budget	Actual	% Collected/ Expended		Budget	Actual	% Collected/ Expended
Revenues	\$ 1,221,150	\$ 1,224,830	100%	Revenues	\$ 372,250	\$ 366,926	99%
Expenditures	\$ 3,303,746	\$ 39,313	1%	Expenditures	\$ 50,000	\$ 28,812	58%

** Expenditure budget includes 2017 carry forward project budgets