



**City of Missoula, Montana
Comprehensive Annual Financial Report
And Audit
For Fiscal Year Ended June 30, 2009**

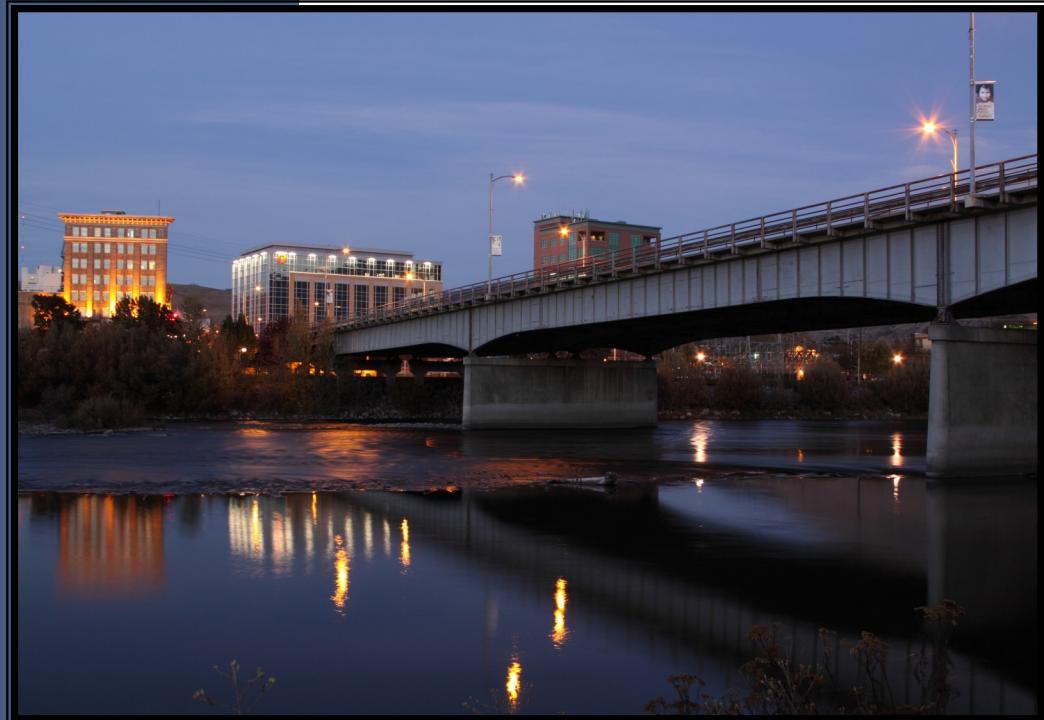


Photo Courtesy of Jessica S. Miller

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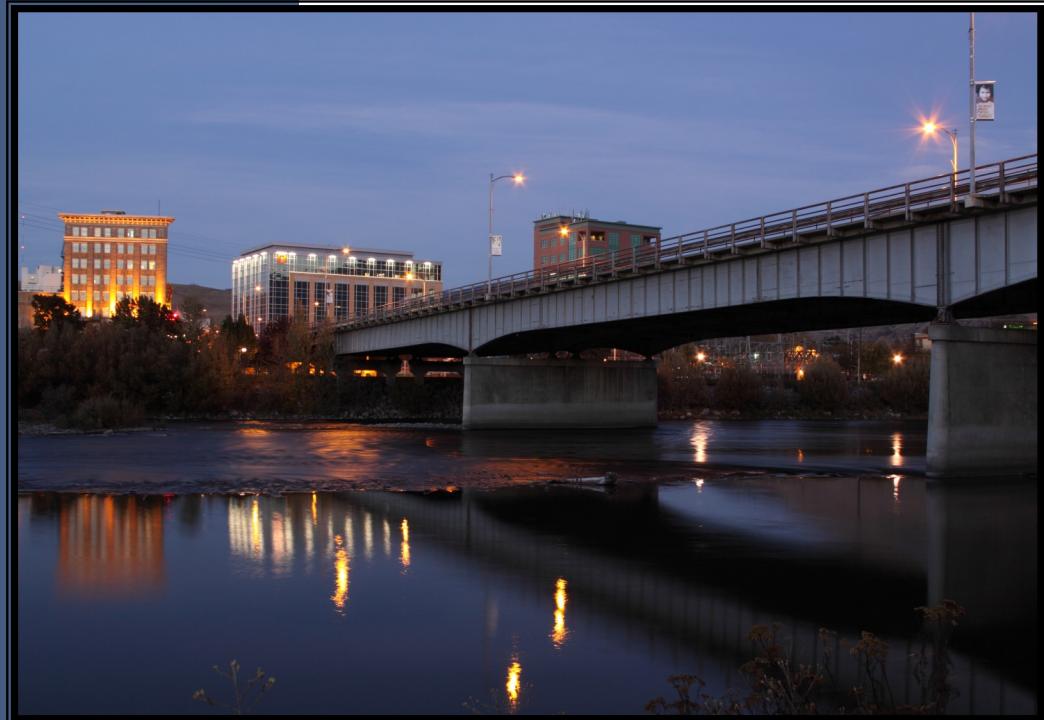


Photo Courtesy of Jessica S. Miller

Prepared by the Finance Department



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INTRODUCTORY SECTION



FINANCE DEPARTMENT

Budget and Analysis
Treasury
Finance and Debt Management
Accounting/Utility Billing
435 Ryman Street, Missoula, Montana 59802 (406) 552-6107 FAX (406) 327-2217

DATE: December 22, 2009

TO: Mayor John Engen
City Council
Citizens of Missoula

RE: Annual Financial Statements

We are pleased to submit the audited Financial Statements of the City of Missoula, the financial reporting entity, for the fiscal year ended June 30, 2009. This report presents comprehensive financial and operating information about the City's activities that is useful to taxpayers, citizens, and other interested parties. The report includes all funds and account groups of the City of Missoula, the primary government. The Finance Department staff prepares the City's financial statements and is responsible for their integrity and objectivity. These statements are considered to present the City's financial position and results of operations fairly and consistently. The report has been prepared in accordance with generally accepted accounting principles for governments. These statements necessarily include some amounts that are based on our best estimates and professional judgments. We encourage readers to refer to the Management's Discussion and Analysis section of the report for a more complete overview and analysis of the City's financial activities.

Because the City receives federal grants, it is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984 and the Office of Management and Budget Circular A-133, *Audits of State and Local Governments and Non-Profit Organizations*. Information related to the single audit, including the Schedule of Federal Financial Assistance and the auditors' reports on the internal controls and compliance of the applicable laws and regulations are included in the single audit section of this report.

CITY OF MISSOULA PROFILE

The City was originally incorporated in 1883 and re-incorporated in 1889. It operates under the Mayor-Council form of government and provides a wide range of municipal services including police, fire, recreation, public works improvements and general administration services. Wastewater treatment services are accounted for in an enterprise fund. Private firms provide garbage, water, electric and gas services. The Missoula Parking Commission and Missoula Redevelopment Agency are included in this report as component units. Component units are legally separate entities for which the primary government is financially accountable. All retirement plans are handled by state agencies. Planning, Library and the Health Department are joint City/County agencies that are administered by Missoula County so they are included in the County's annual report, with only the City's contribution to these entities appearing in these statements. The Missoula Housing Authority does not meet the criteria for inclusion in this report.

The City of Missoula maintains budgetary controls, the object of which is to ensure compliance with the legal provisions embodied in the annual budget adopted by the City Council each summer. Budgets are legally required and prepared for all of the City's funds. The legal level of budgetary control is established at the fund level.

ECONOMIC CONDITION AND OUTLOOK

The Bureau of Business and Economic Research (BBER) is the research and public service branch of the University of Montana's School of Business Administration. The Bureau is regularly involved in a wide variety of activities, including economic analysis and forecasting. Excerpts from the Bureau's updated forecasts contained in the spring of 2009 relating to Missoula and Missoula County are restated below.

- University of Montana economist, Patrick Barkey, has forecast that Missoula's economic growth for 2009 should be in the 1-2 percent range, well below the 2-3 percent per year from 2003-2005.
- Much of the reduction in economic growth can be attributed to the shutdown of a major wood products plant, Stimson plywood and sawmill, along with increased competition from surrounding communities for retail stores

(new chain stores), health care and professional services. Even the opening of Direct TV's call center in Missoula was unable to offset the other factors noted above.

- A more severe than expected U.S. recession is always a risk to BBER's forecast for the Montana economy, Barkey said. The impacts of the last two recessions (in 2001-02 and 1990-91) have been milder in Montana than the national average.
- All of these factors were considered in preparing the City of Missoula's budget for the 2010 fiscal year. The decline in expected revenues in FY 2009, especially in the fee based services related to the decline in economic expansion (planning and engineering fees, business licenses), investment earnings and in police fines combined with a unwillingness to raise taxes for FY2010 by the city council, necessitated a 3.7% reduction in baseline expenditures for the FY 10 budget.
- Sewer utility rates were not increased for the 2009 budget year. They will be increased modestly for the FY 2010 budget year to accommodate an upgrade of the wastewater plant head-works and the fact that sewer utility charges declined 2% for the first time in over a decade due to reduced industrial and commercial billings, reflecting the effect of the current national economic recession. The city continues to grow in population and in new sewer connections at a rate of approximately 1.5 percent per year, although that growth was offset by a slowdown in the commercial and industrial sewer accounts.
- Missoula is the second largest trade and service center in the state and the dominant trade center in Western Montana. Like Billings, the Missoula retail industry is being challenged by the opening of "big box" and other specialized retailers in smaller communities. Missoula's trade center-service industries (such as health care and business and professional services) continue to grow and expand, but they too are being challenged by growth in the outlying areas.

MAJOR INITIATIVES

Over this past year a number of major projects were either initiated or completed. These included:

- A total of \$11,766,777 of new construction was completed on additional infrastructure, buildings and equipment that included the compete remodeling of two fire stations and construction of a new fire station (Station #5) serving southwest Missoula.
- \$6,566,915 of the \$11,766,777 of new construction noted above of street and bicycle/pedestrian improvements were completed in FY 2009, mainly for streets in new subdivisions throughout the city.
- \$5,234,097 of new sewer mains was placed into service due to the completion of the new West Reserve sewer line extension project.
- The groundwork was completed to accomplish the move of Safeway from its present location to the old city maintenance shop site, freeing up the current location for the expansion of the campus of St. Patrick Hospital. This was accomplished in the fall of 2008 when Safeway opened its new store in Mid-December of 2008.
- Quoted below are excerpts from the Standard & Poor's April 2008 rating upgrade.

Standard & Poor's Ratings Services assigned its 'AA-' standard long-term rating, and stable outlook, to all of the City of Missoula's outstanding voted GO debt.

The ratings reflect the city's:

The 'AA-' rating on Missoula, Mont.'s outstanding voted GO bonds reflects the city's:

- *Diverse local economy, which is anchored by the University of Montana and serves as a regional services, health care, and retail hub for the surrounding rural communities;*
- *Expanding property tax and economic bases due to a low cost of living and an educated labor force compared with the rest of the region;*
- *Historically low and stable unemployment levels; and*
- *Low overall debt burden with manageable future capital needs and limited debt issuance.*

Outlook

The stable outlook reflects the expectation of the local economy's continued diversity and steady economic growth. The city's low reserves levels preclude a higher rating at this time. The city's ability to benefit from new retail development and its current sizable base in the future due to changes in state legislation could lead to rating improvement if additional revenue flexibility allows the city to build reserves levels.

- The City's high ratings are an objective indication of sound financial management, recognition that its overall debt profile is characterized by good debt service coverage from pledged revenues and by sound legal provisions ensuring full and timely payment of its debt service obligations. Overall net debt is very low at \$724 per capita, or 1.34% of estimated true property value.
- The City also recently received an improved credit rating from Standard & Poors for its financial management assessment (FMA) which resulted in an FMA of "strong", the highest rating a City can receive from Standard & Poors, the city's credit rating agency. The city's credit rating is an integral component in financing infrastructure projects.
- Standard & Poors has this to say about the City's "strong" FMA assessment: "A Financial Management Assessment of 'strong' indicates that practices are strong, well embedded, and likely sustainable. The government maintains most 'best practices' deemed critical to supporting credit quality and these are well embedded in the government's daily operations and practices. Formal policies support many of these activities, adding to the likelihood that these practices will be continued into the future and transcend changes in the operating environment or personnel."
- Standard & Poor's has established an analytical methodology that evaluates established and ongoing management practices and policies in the seven areas most likely to affect credit quality. These areas are:
 - Revenue and expenditure assumptions
 - Budget amendments and updates
 - Long term financial planning
 - Long term capital planning
 - Investment management policies
 - Debt management policies
 - Reserve and liquidity policies
- The City of Missoula was evaluated as having superior policies and practices in all of the areas above.

For the Future

- The City Police Department is preparing to request voter referendum approval to support the construction of a new 30,000 square foot public safety facility at a point where the economy has improved such that the voted referendum would be likely to pass. This expansion is needed to accommodate public safety needs as the city continues to grow.
- The first phase of redevelopment of the downtown mill site along the Clark Fork River was initiated with the issuance of \$3.6 million of tax increment bonds in Urban Renewal District II in FY 08. This project will move into the second phase of development in FY 09.

AWARDS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Missoula for its comprehensive annual financial report (CAFR) for the fiscal year ended June 30, 2008. This was the twelfth consecutive year that the City of Missoula has received this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA for consideration.

CONCLUSION

The City of Missoula is in stable financial condition in spite of limitations placed on the growth of property tax revenues. The 1997 state legislature passed Senate Bill 195, which restricts increases in taxable valuation due to increasing property values. Only new construction or newly annexed areas can significantly increase taxable valuation. This area of property taxation was addressed again by the 1999 Legislature, which made numerous changes to the way in which property is valued and taxed in Montana. The Legislature did provide for some replacement revenue for property tax revenue sources that were reduced. In addition, local governments were given the ability to levy the additional mills necessary to generate the same revenue as in the previous year. Careful budgeting and control of expenditures by departments have continued to pay off for the City. The City has annexed contiguous areas in recent years that are of an urban nature. These annexations have expanded the tax base and to some degree expanded costs. Sewer service is being extended to cover more of the developed area with the intent of protecting our aquifer. The City has been prudent in the use of year-end cash balances, but the restriction on property tax levy increases has been challenging.

ACKNOWLEDGEMENTS

I want to express my sincere appreciation to Leigh Griffing, Lead Accountant, and the Finance Office staff for their excellent work and support in preparing this report.

Respectfully submitted,



Brent Ramharter
Finance Director

Certificate of Achievement for Excellence in Financial Reporting

Presented to

**City of Missoula
Montana**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2008

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.

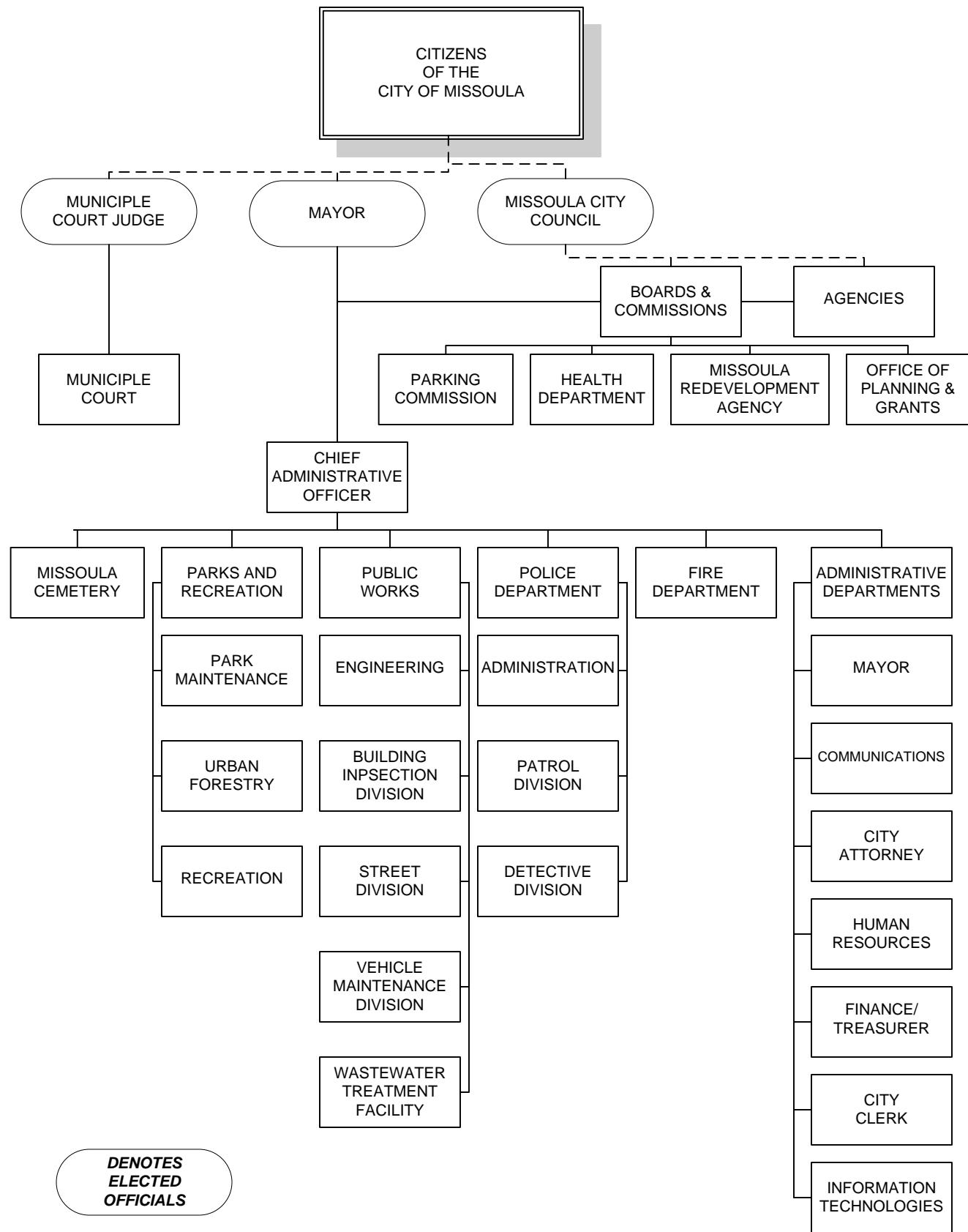


K. L. Rat

President

Jeffrey P. Evans

Executive Director



ELECTED OFFICIALS

MAYOR, John Engen
MUNICIPAL COURT JUDGE, Donald J, Louden

ALDERPERSONS FIRST WARD

TERM EXPIRES FIRST MONDAY IN:
Dave Strohmaier 2010
Jason Wiener 2012

ALDERPERSONS THIRD WARD

TERM EXPIRES FIRST MONDAY IN:
Bob Jaffe 2010
Stacy Rye 2012

ALDERPERSONS FIFTH WARD

TERM EXPIRES FIRST MONDAY IN:
Dick Haines 2010
Renee Mitchell 2012

ALDERPERSONS SECOND WARD

TERM EXPIRES FIRST MONDAY IN:
John Hendrickson 2010
Pam Walzer 2012

ALDERPERSONS FOURTH WARD

TERM EXPIRES FIRST MONDAY IN:
Lyn Hellegaard 2012
John Wilkins 2010

ALDERPERSONS SIXTH WARD

TERM EXPIRES FIRST MONDAY IN:
Ed Childers 2012
Marilyn Marler 2010

.....

ADMINISTRATIVE OFFICIALS

Bruce Bender, CHIEF ADMINISTRATIVE OFFICER

Mike Painter, FIRE CHIEF

James P. Nugent, CITY ATTORNEY

Mark Muir, POLICE CHIEF

Brentt Ramharter, FINANCE DIRECTOR/TREASURER

Ellen Buchanan, DIRECTOR, MISSOULA REDEVELOPMENT AGENCY

Martha L. Rehbein, CITY CLERK

Gail Verlanic, DIRECTOR, HUMAN RESOURCES /EEO OFFICER

Carl Horton, DIRECTOR, INFORMATION TECHNOLOGIES

Steve King, DIRECTOR, PUBLIC WORKS

Kevin Slovarp, CITY ENGINEER

Brian Hensel, SUPERINTENDENT, STREET DIVISION

Don Verrue, BUILDING OFFICIAL, BUILDING DIVISION

Starr Sullivan, SUPERINTENDENT, WASTE WATER TREATMENT DIVISION

Jack Stucky, SUPERINTENDENT, VEHICLE MAINTENANCE DIVISION

Donna Gaukler, DIRECTOR, PARKS & RECREATION

Doug Waters, DIRECTOR, MISSOULA CEMETERY

Roger Millar, DIRECTOR, OFFICE OF PLANNING & GRANTS

Anne Guest, DIRECTOR, MISSOULA PARKING COMMISSION

Ellen Leahy, DIRECTOR, CITY/ COUNTY HEALTH DEPARTMENT

Honor Bray, DIRECTOR, CITY/COUNTY LIBRARY



FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

Mayor and City Council
City of Missoula
Missoula, Montana

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of City of Missoula, Montana, as of and for the year ended June 30, 2009, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of City of Missoula's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Missoula, Montana, as of June 30, 2009, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 22, 2009 on our consideration of the City of Missoula's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis and budgetary comparison information are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Missoula, Montana's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, and statistical tables are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profits Organizations*, and is also not a required part of the basic financial statements of the City of Missoula, Montana. The schedule of expenditures of federal awards and the combining and individual nonmajor fund financial statements have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated, in all material respects, in relation to the basic financial statements taken as a whole. The introductory section and statistical tables have not been audited by us and, accordingly, we express no opinion on them.

Anderson Zermuch & Co., P.C.

Missoula, Montana
December 22, 2009



MANAGEMENT DISCUSSION AND ANALYSIS

Management's Discussion and Analysis

The City of Missoula (the City) offers the readers of the City's financial statements this narrative overview and analysis of the City's financial activities for the fiscal year ended June 30, 2009. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal and the financial statements, which begin on pages IS-1 and FS-11 of this report, respectively. Certain comparative information between the current year and the prior year is also presented.

Financial Highlights

- The assets of the City of Missoula exceeded its liabilities at the close of the most recent fiscal year by \$196,209,018 (*net assets*). Of this amount, \$ 15,904,436 (*unrestricted net assets*) may be used to meet the government's ongoing obligations to citizens and creditors.
- As of the close of the current fiscal year, the City's total governmental funds reported combined ending fund balances of \$ 3,640,780. The special revenue funds had an unreserved fund balance of \$3,814,089, which is *available for spending* at the government's discretion (*unreserved fund balance*), while \$3,654,339 of fund balance for debt service funds is restricted for debt payments. The capital project funds had a negative fund balance of (\$4,728,035). These funds will be reimbursed by future debt issuance in FY 10.
- At the end of the current fiscal year, the total fund balance of the General Fund was \$900,387 which represented 2.3 percent of total General Fund expenditures. The unreserved portion of the fund balance was \$201,062. The General Fund year-end balance for FY 2009 decreased to \$0.9 million from \$1.2 million at the end of FY 2008. The City Council budgeted the fund balance to remain the same for FY 2010. The decrease in fund balance in FY 09 was due to a decline in expected revenues, especially in the fee based services related to the decline in economic expansion (planning and engineering fees, business licenses), investment earnings and in police fines. The FY 09 expenditure savings increased to 6% due to mandatory holdbacks required of all General Fund offices, but were insufficient to offset the revenue declines. The city addressed this issue by requiring a mandatory 3.7% reduction in baseline expenditures for the FY 10 budget. The city is prepared to rebuild its fund balance over the next two fiscal years to the level it had at the end of FY 2007 (\$2.1 Million).

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the City of Missoula's basic financial statements. The City's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. Other supplementary information in addition to the basic financial statements is included at the end of the financial section.

Government-wide Financial Statements. The *government-wide financial statements* are designed to provide readers with a broad overview of the City of Missoula's finances, in a manner similar to a private-sector business.

The *Statement of Net Assets* presents information on all of the City of Missoula's assets and liabilities, with the difference between the two reported as *net assets*. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the City of Missoula is improving or deteriorating.

The *Statement of Activities* presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the City of Missoula that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the City include general government, streets, public health, culture and recreation, social and economic services, housing and community development and public safety. The business-type activities of the City include a sewer utility.

The government-wide financial statements include not only the City of Missoula itself (known as the *primary government*), but also a legally separate redevelopment authority (Missoula Redevelopment Authority) and a legally separate parking commission (Missoula Parking Commission) for which the City is financially accountable. Financial information for these *component units* is reported separately from the financial information presented for the primary government.

Fund Financial Statements. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City of Missoula, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City of Missoula can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental Funds. *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the Governmental Fund Balance Sheet and the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The City of Missoula maintains one hundred individual governmental funds. Information is presented separately in the Governmental Fund Balance Sheet and in the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances for the General Fund and the one debt service fund, all of which are considered to be major funds. Data from the other ninety seven governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of *combining schedules* elsewhere in this report.

The City of Missoula adopts an annual appropriated budget for its General Fund. A budgetary comparison schedule has been provided for the General Fund to demonstrate compliance with this budget. The General Fund is the only major fund required to present budget information in this report. The City of Missoula maintains budgetary control at the fund level. Budget to actual schedules are provided under the supplemental section. Be sure to address the OPEB section added here also.

Proprietary Funds. The City of Missoula maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The City uses enterprise funds to account for its sewer utility. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the City of Missoula's various functions. The City of Missoula uses an internal service fund to account for the health benefit plan. Because this service predominantly benefits governmental rather than business-type functions, it has been included within *governmental activities* in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the sewer utility and for the health benefit plan, the sewer utility is considered to be a major fund of the City of Missoula.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statement because the resources of those funds are *not* available to support the City of Missoula's own programs. The accounting for fiduciary funds is much like that used for proprietary funds.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages FS-22 to FS-53 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information*. Required supplementary information can be found beginning on page FS-54 of this report.

The combining statements referred to earlier in connection with nonmajor governmental funds and internal service funds are presented immediately after the required supplementary information.

Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the City of Missoula, assets exceeded liabilities by \$ 196,209,018 at the close of the most recent fiscal year.

By far the largest portion of the City of Missoula's net assets (89 percent) reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment); less any related debt used to acquire those assets that are still outstanding. The City of Missoula uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the City of Missoula's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

CITY OF MISSOULA'S NET ASSETS

	Governmental Activities		Business-type Activities		Total	
	2009	2008	2009	2008	2009	2008
Current & Other Assets	\$ 24,939,882	\$ 27,624,475	\$ 1,632,739	\$ 2,906,626	\$ 26,572,621	\$ 30,531,101
Non-Current Capital Assets	136,177,550	134,430,495	91,348,459	91,190,473	227,526,009	225,620,968
Total Assets	<u>161,117,432</u>	<u>162,054,970</u>	<u>92,981,198</u>	<u>94,097,099</u>	<u>254,098,630</u>	<u>256,152,069</u>
Long-term Liabilities						
Current Liabilities	7,930,131	7,526,212	1,433,369	1,905,407	9,363,500	9,431,619
Non-Current Other Liabilities	34,579,412	37,350,293	13,946,700	14,891,287	48,526,112	52,241,580
Total Liabilities	<u>42,509,543</u>	<u>44,876,505</u>	<u>15,380,069</u>	<u>16,796,694</u>	<u>57,889,612</u>	<u>61,673,199</u>
Net Assets:						
Invested in capital assets, net of related debt	100,490,698	95,716,983	74,821,900	73,746,910	175,312,598	169,463,893
Restricted	3,654,339	3,175,573	1,337,645	1,303,028	4,991,984	4,478,601
Unrestricted	<u>14,462,852</u>	<u>18,285,910</u>	<u>1,441,584</u>	<u>2,250,467</u>	<u>15,904,436</u>	<u>20,536,377</u>
Total Net Assets	<u>\$ 118,607,889</u>	<u>\$ 117,178,466</u>	<u>\$ 77,601,129</u>	<u>\$ 77,300,405</u>	<u>\$ 196,209,018</u>	<u>\$ 194,478,871</u>

An additional portion of the City of Missoula's net assets (2.5 percent) represents resources that are subject to external restrictions on how they may be used. The remaining balance of *unrestricted net assets* (\$15,904,436) may be used to meet the government's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, the City of Missoula is able to report positive balances in all three categories of net assets, both for the government as a whole, as well as for its separate governmental and business-type activities. Readers are encouraged to refer to the information provided in the Notes to the Financial Statements for more detailed information on the assets and long-term debt activity for the year.

Governmental activities: Governmental activity net assets increased in total by \$1,429,423 during the current fiscal year, mainly due to an increase in infrastructure constructed within the city. This overall increase in infrastructure more than offset the reduction in unrestricted assets which were used to fund many of these infrastructure projects.

Business-type activities: The business-type activity total net assets also only increased by \$300,725 even though the amount of capital assets increased by \$1,074,990 which was offset by a reduction of \$808,883 in unrestricted net assets used to pay for the infrastructure that was built due to the construction completed at the City's sewer plant as it is being enlarged and upgraded. Developer contributions continued as a major revenue source for the Sewer Fund during the current fiscal year, producing \$766,110 in revenue.

CITY OF MISSOULA'S CHANGES IN NET ASSETS

	Governmental Activities		Business-type Activities		Total	
	2009	2008	2009	2008	2009	2008
Revenues:						
Program revenues:						
Charges for services	\$ 8,714,908	\$ 9,915,006	\$ 7,681,591	\$ 7,635,175	\$ 16,396,499	\$ 17,550,181
Operating grants & contributions	1,978,844	1,264,937	1,435	-	1,980,279	1,264,937
General revenues:						
Property taxes for general purposes	23,994,499	23,662,238	-	-	23,994,499	23,662,238
Intergovernmental revenue	10,600,677	11,370,796			10,600,677	11,370,796
Miscellaneous	468,609	1,383,397	2,405	3,378	471,014	1,386,775
Gain or loss on sale of capital assets	15,979	1,980,388	-	5,778	15,979	1,986,166
Investment earnings	210,232	652,572	47,494	168,312	257,726	820,884
Total revenues	45,983,748	50,229,334	7,732,925	7,812,643	53,716,673	58,041,977
Expenses:						
General Government	8,492,155	7,164,932	-	-	8,492,155	7,164,932
Public Safety	20,993,673	22,864,926	-	-	20,993,673	22,864,926
Public Works	10,148,557	11,992,483	6,738,463	6,716,237	16,887,020	18,708,720
Public Health	1,422,347	1,382,490	-	-	1,422,347	1,382,490
Social and Economic Services	118,450	115,000	-	-	118,450	115,000
Culture and Recreation	3,667,078	3,580,622	1,456,758	1,412,133	5,123,836	4,992,755
Housing & Development	1,336,972	2,189,207	-	-	1,336,972	2,189,207
Interest Expense	1,595,937	1,665,936	-	-	1,595,937	1,665,936
Total Expenses	47,775,169	50,955,596	8,195,221	8,128,370	55,970,390	59,083,966
Excess/(Deficiency) Before Capital Contributions/Special & Extraordinary Items/Transfers						
Capital grants & contributions	(1,791,421)	(726,262)	(462,296)	(315,727)	(2,253,717)	(1,041,989)
Special Items	2,848,638	7,572,822	885,658	1,414,448	3,734,296	8,987,270
Interfund Transactions	-	(13,409,208)	-	13,409,207	-	-
Net contributions/other items	122,637	(64,798)	(122,637)	64,798	-	-
Change in net assets	2,971,275	(5,901,184)	763,021	14,888,453	3,734,296	8,987,270
Restatements	1,179,854	(6,627,446)	300,725	14,572,726	1,480,579	7,945,281
Ending Net Assets	\$ 118,607,889	\$ 117,178,466	\$ 77,601,129	\$ 77,300,405	\$ 196,209,018	\$ 194,478,871

Financial Analysis of the Government's Funds

As noted earlier, the City of Missoula uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds. The focus of the City of Missoula's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the City of Missoula's financing requirements. In particular, *unreserved fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$3,640,780, a decrease of \$2,474,078 in comparison with the prior year. The majority of this

decrease was in the capital construction funds waiting to be reimbursed by bond proceeds. The capital construction funds had a year-end fund balance of (\$4,646,020), which reflects the fact that certain construction projects will not be fully reimbursed until all final financing is accomplished for the various projects and put in place. Approximately \$1.4 million of reimbursement occurred in the fall of 2009 with the remainder scheduled for the spring of 2010.

The special revenue funds had an unreserved fund balance of \$3,814,089 which is *available for spending* at the government's discretion (*unreserved fund balance*) while \$3,654,339 of debt service fund balance is reserved for debt payments.

The General Fund is the chief operating fund of the City of Missoula. At the end of the current fiscal year, the total fund balance of the General fund was \$900,387 which represented 2.3 percent of total General Fund expenditures. The unreserved portion of the fund balance was \$201,062. As a measure of the General Fund's liquidity, it may be useful to compare the unreserved fund balance to total fund expenditures. At the end of fiscal year 2009 the unreserved fund balance represented 0.5% percent of total General Fund expenditures. The fund balance of the City's General Fund decreased by \$301,686. The decrease in fund balance in FY 09 was primarily due to a decline in expected revenues, especially in the fee based services related to the decline in economic expansion (planning and engineering fees, business licenses), investment earnings and in police fines. The FY 09 expenditure savings increased to 6% due to mandatory holdbacks required of all General Fund offices, but were insufficient to offset the revenue declines. The city addressed this issue by requiring a mandatory 3.7% reduction in baseline expenditures for the FY 10 budget. The city is prepared to rebuild its fund balance over the next two fiscal years to the level it had at the end of FY 2007 (\$2.1 Million).

Proprietary funds. The City of Missoula's *proprietary funds* provide the same type of information found in the government-wide financial statements, but in more detail.

Unrestricted net assets of the Sewer Fund at the end of the year amounted to \$1,190,005 a reduction of \$838,286 due to additional capital expenditures associated with a significant expansion of sewer trunk lines west of Reserve Street. Other factors concerning the finances of this fund have already been addressed in the discussion of the City of Missoula's business-type activities.

General Fund Budgetary Highlights

Differences between the original budget and the final amended budget amounted to an increase in budgeted appropriations of \$51,330, mainly due to the need to amend the budget for unexpected grants in Fire and Parks.

Significant revenue differences between the final amended budget and actual results were due to a decrease in current tax collections (\$286,855), a decrease in expected engineering and planning fees and permits and business licenses(\$323,686), a decline in fees for services (\$720,523), and significant reduction in expected fines and forfeits (\$182,506) due to staffing shortages in the Police department, and a decline in investment earnings (\$192,014) due to declining interest rates. The decrease in fund balance in FY 09 was primarily due to a decline in expected revenues, especially in the fee based services related to the decline in economic expansion (planning and engineering fees, business licenses), investment earnings and in police fines. The FY 09 expenditure savings increased to 6% due to mandatory holdbacks required of all General Fund offices, but were insufficient to offset the revenue declines. The city addressed this issue by requiring a mandatory 3.7% reduction in baseline expenditures for the FY 10 budget.

Capital Asset and Debt Administration

Capital assets. The City of Missoula's investment in capital assets for its governmental and business type activities as of June 30, 2009, amounts to \$225,869,473 (net of accumulated depreciation). This investment in capital assets includes land, buildings and system improvements, machinery and equipment, park facilities, streets, sidewalks, utilities and storm drain systems. More detailed disclosure on the City's capital assets is

available in section III-E of the Notes to the Financial Statements. Major capital asset events during the current fiscal year included the following:

- A total of \$11,766,777 of new construction was completed on additional infrastructure, buildings and equipment that included the compete remodeling of two fire stations and construction of a new fire station (Station #5) serving southwest Missoula. \$6,566,915 of the \$11,766,777 of new construction noted above of street and bicycle/pedestrian improvements were completed in FY 2009, mainly for streets in new subdivisions throughout the city.
- \$5,234,097 of new sewer mains was placed into service due to the completion of the new West Reserve sewer line extension project.

CITY OF MISSOULA'S CAPITAL ASSETS

	Governmental Activities		Business-type Activities		Total	
	2009	2008	2009	2008	2009	2008
Land	\$ 19,342,529	\$ 19,342,529	\$ 1,333,614	\$ 1,333,614	\$ 20,676,143	\$ 20,676,143
Art	196,500	181,500	65,229	65,229	261,729	-
Buildings and Improvements	33,180,701	27,880,251	113,773,909	108,514,872	146,954,610	136,395,123
Machinery and Equipment	20,640,983	19,549,916	6,166,739	5,890,560	26,807,722	25,440,476
Infrastructure	197,911,118	192,996,714	-	-	197,911,118	192,996,714
Construction in Progress	1,341,261	4,874,918	2,510,400	5,270,130	3,851,661	10,145,048
Total Capital Assets	272,613,092	264,825,828	123,849,891	121,074,405	396,462,983	385,900,233
Less Accumulated Depreciation	(136,435,542)	(130,395,332)	(34,157,968)	(31,509,264)	(170,593,510)	(161,904,596)
Net Capital Assets	\$ 136,177,550	\$ 134,430,495	\$ 89,691,923	\$ 89,565,141	\$ 225,869,473	\$ 223,995,636

Long-term debt. At the end of the current fiscal year, the City of Missoula had a total of \$54,203,657 of long term debt outstanding of which \$50,556,875 was bonded debt. Of this amount, \$16,235,000 comprises debt backed by the full faith and credit of the government and \$14,030,295 is special assessment debt for which the government is liable in the event of default by the property owners subject to the assessment, although this debt is collateralized with liens on the properties against which the debt is assessed. The majority of the remainder of the City of Missoula's bonded debt represents bonds secured solely by specified revenue sources (i.e., revenue bonds). More detailed disclosure on the City's long-term debt is available in section III-F of the Notes to the Financial Statements.

CITY OF MISSOULA'S OUTSTANDING DEBT

	Governmental Activities		Business-type Activities		Total	
	2009	2008	2009	2008	2009	2008
General Obligation Bonds	\$ 16,235,000	\$ 17,500,000	-	-	\$ 16,235,000	\$ 17,500,000
Limited Obligation Bonds	5,130,000	5,360,000	-	-	5,130,000	5,360,000
Revenue Bonds	-	-	14,870,023	15,818,230	14,870,023	15,818,230
Spec. Assessment Bonds	14,030,295	15,510,165	-	-	14,030,295	15,510,165
Sidewalk & Curb Warrants	100,248	120,923	-	-	100,248	120,923
State Board of Investment Loans	191,309	222,425	-	-	191,309	222,425
Compensated Absences	3,474,814	3,442,644	171,968	134,916	3,646,782	3,577,560
Total Outstanding Debt	\$ 39,161,666	\$ 42,156,157	\$ 15,041,991	\$ 15,953,146	\$ 54,203,657	\$ 58,109,304

The City of Missoula's total debt decreased by \$3,905,647 (6.7 percent) during the 2009 fiscal year. The key factor in this decrease was the fact that the city paid off more debt than it incurred from new bond issues. The city issued \$68,792 of new sewer revenue bonds to assist in the extension of new sewer lines.

State statutes limit the amount of general obligation debt a governmental entity may issue to 2.5 percent of its total assessed valuation. The current debt limitation for the City of Missoula is \$93,949,249 which is significantly in excess of the City of Missoula's outstanding general obligation debt. Section III-F of the Notes to the City's financial statements provides additional disclosure of the City of Missoula's bonded indebtedness.

Economic Factors and New Year's Budgets and Rates

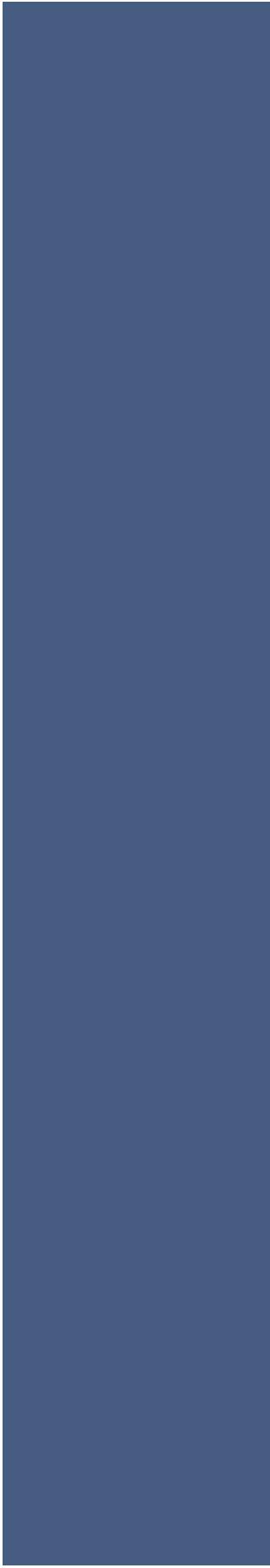
- University of Montana economist, Patrick Barkey, has forecast that Missoula's economic growth for 2009 should be in the 1-2 percent range, well below the 2-3 percent per year from 2003-2005.
- Much of the reduction in economic growth can be attributed to the shutdown of a major wood products plant, Stimson plywood and sawmill, along with increased competition from surrounding communities for retail stores (new chain stores), health care and professional services. Even the opening of Direct TV's call center in Missoula was unable to offset the other factors noted above.
- A more severe than expected U.S. recession is always a risk to BBER's forecast for the Montana economy, Barkey said. The impacts of the last two recessions (in 2001-02 and 1990-91) have been milder in Montana than the national average
- All of these factors were considered in preparing the City of Missoula's budget for the 2010 fiscal year. The decline in expected revenues in FY 2009, especially in the fee based services related to the decline in economic expansion (planning and engineering fees, business licenses), investment earnings and in police fines combined with a unwillingness to raise taxes for FY2010 by the city council, necessitated a 3.7% reduction in baseline expenditures for the FY 10 budget.

Sewer utility rates were not increased for the 2009 budget year. They will be increased modestly for the FY 2010 budget year to accommodate an upgrade of the wastewater plant head-works and the fact that sewer utility charges declined 2% for the first time in over a decade due to reduced industrial and commercial billings, reflecting the effect of the current national economic recession. The city continues to grow in population and in new sewer connections at a rate of approximately 1.5 percent per year, although that growth was offset by a slowdown in the commercial and industrial sewer accounts.

Requests for Information

This financial report is designed to provide a general overview of the City of Missoula's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the Finance Director, 435 Ryman, City of Missoula, Missoula, Montana, 59802.

BASIC FINANCIAL STATEMENTS



GOVERNMENT-WIDE FINANCIAL STATEMENTS

City of Missoula, Montana
Statement of Net Assets
June 30, 2009

	Primary Government			Component Units					
	Governmental Activities	Business Type Activities	Total	Business Improvement District	Missoula Parking Commission	Missoula Redevelopment Agency			
ASSETS									
Current Assets									
Cash and investments	\$ 3,826,414	\$ 637,093	\$ 4,463,507	\$ 140,040	\$ 3,937,318	\$ 4,755,503			
Taxes/Assessments receivable, net	1,688,731	-	1,688,731	25,883	-	176,404			
Internal balances	1,250,627	(1,250,627)	-	-	-	-			
Deferred assessments receivable	14,010,738	-	14,010,738	-	-	-			
Accounts receivable	658,816	463,508	1,122,324	369	-	-			
Long term loans receivable	-	-	-	-	-	-			
Other receivable	25,214	1,517,882	1,543,096	-	72,175	99			
Interest receivable	50,829	2,383	53,212	-	-	-			
Prepaid expenditures / expenses	222,043	14,820	236,863	-	-	3,420			
Due from other governments	2,507,145	2,001	2,509,146	8,336	-	184,786			
Inventory of supplies	699,325	245,679	945,004	-	-	-			
Total Current Assets	<u>24,939,882</u>	<u>1,632,739</u>	<u>26,572,621</u>	<u>174,628</u>	<u>4,009,493</u>	<u>5,120,212</u>			
Noncurrent Assets									
Cash and investments	-	1,650,130	1,650,130	-	150,000	250,400			
Bond issuance costs, net	-	6,406	6,406	-	9,482	-			
Other assets	-	-	-	-	5,770	-			
Capital assets - depreciable, net	115,297,260	85,782,679	201,079,939	-	2,352,125	-			
Capital assets - land and construction in progress	20,880,290	3,909,244	24,789,534	-	2,397,866	-			
Total Noncurrent Assets	<u>136,177,550</u>	<u>91,348,459</u>	<u>227,526,009</u>	<u>-</u>	<u>4,915,243</u>	<u>250,400</u>			
Total Assets	<u>161,117,432</u>	<u>92,981,198</u>	<u>254,098,630</u>	<u>174,628</u>	<u>8,924,736</u>	<u>5,370,612</u>			
LIABILITIES									
Current Liabilities									
Accounts payable	1,879,407	227,653	2,107,060	7,741	8,256	188,840			
Accrued expenditures / expenses	706,716	67,311	774,027	-	19,191	17,845			
Deferred revenue	310,753	13,125	323,878	25,883	-	-			
Compensated absences payable	2,001,891	69,280	2,071,171	-	18,725	34,830			
Special assessment debt with government obligation	1,488,870	-	1,488,870	-	-	-			
Long-term liabilities - due within one year	1,542,494	1,056,000	2,598,494	-	115,000	90,000			
Total Current Liabilities	<u>7,930,131</u>	<u>1,433,369</u>	<u>9,363,500</u>	<u>33,624</u>	<u>161,172</u>	<u>331,515</u>			
Noncurrent Liabilities									
Net Employment Benefit Obligation	451,001	29,989	480,990	-	11,535	6,921			
Long-term portion of compensated absences	1,472,923	102,688	1,575,611	-	5,609	13,971			
Special assessment debt with government obligation - long-term	12,541,425	-	12,541,425	-	-	-			
Long-term liabilities - due in more than one year	20,114,063	13,814,023	33,928,086	-	835,000	5,865,000			
Total Noncurrent Liabilities	<u>34,579,412</u>	<u>13,946,700</u>	<u>48,526,112</u>	<u>-</u>	<u>852,144</u>	<u>5,885,892</u>			
Total Liabilities	<u>42,509,543</u>	<u>15,380,069</u>	<u>57,889,612</u>	<u>33,624</u>	<u>1,013,316</u>	<u>6,217,407</u>			
NET ASSETS									
Invested in capital assets, net of related debt	100,490,698	74,821,900	175,312,598	-	3,799,991	-			
Restricted for debt service	3,654,339	1,337,645	4,991,984	-	150,000	250,400			
Unrestricted	14,462,852	1,441,584	15,904,436	141,004	3,961,429	(1,097,195)			
Total Net Assets	<u>\$ 118,607,889</u>	<u>\$ 77,601,129</u>	<u>\$ 196,209,018</u>	<u>\$ 141,004</u>	<u>\$ 7,911,420</u>	<u>\$ (846,795)</u>			

See accompanying Notes to the Financial Statements

City of Missoula, Montana
 Statement of Activities
 For the Fiscal Year Ended June 30, 2009

Functions/Programs <u>Primary Government:</u>	Expenses	Net (Expenses) Revenues and Changes in Net Assets					
		Primary Government			Component Units		
		Program Revenues	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Business Improvement District	Missoula Parking Commission
Governmental activities:							
General government	\$ 8,492,155	\$ 4,369,769	\$ 5,000	\$ 2,296,584	\$ (1,820,802)	\$ (18,680,030)	\$ -
Public safety	20,993,673	1,581,222	732,421	-	(7,942,221)	-	-
Public works	10,148,557	1,825,008	3,094	378,234	(1,420,983)	-	-
Public health	1,422,347	-	1,364	-	(74,314)	-	-
Social and economic services	118,450	20,338	-	23,798	(2,917,322)	-	-
Culture and recreation	3,667,078	537,764	61,970	150,022	215,553	-	-
Housing and community development	1,336,972	379,530	1,172,995	-	3,277	-	-
Conservation of natural resources	-	-	2,000	-	(1,595,937)	3,277	-
Debt service interest expense	1,595,937	-	1,277	-	(34,232,779)	-	-
Total Governmental Activities	<u><u>\$ 47,775,169</u></u>	<u><u>\$ 8,714,908</u></u>	<u><u>\$ 1,978,844</u></u>	<u><u>\$ 2,848,638</u></u>	<u><u>\$ (34,232,779)</u></u>	<u><u>\$ (34,232,779)</u></u>	<u><u>\$ -</u></u>
Business-type activities:							
Sewer	6,738,463	6,735,343	943	766,110	-	763,933	-
Aquatics	1,456,758	946,248	492	119,548	-	(390,470)	-
Total Business-Type Activities	<u><u>\$ 8,195,221</u></u>	<u><u>\$ 7,681,591</u></u>	<u><u>\$ 1,435</u></u>	<u><u>\$ 885,658</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 373,463</u></u>	<u><u>\$ -</u></u>
Total Primary Government	<u><u>\$ 55,970,390</u></u>	<u><u>\$ 16,396,499</u></u>	<u><u>\$ 1,980,279</u></u>	<u><u>\$ 3,734,296</u></u>	<u><u>\$ (34,232,779)</u></u>	<u><u>\$ 373,463</u></u>	<u><u>\$ (33,859,316)</u></u>
Component Units:							
Business Improvement District	\$ 455,648	\$ 1,259,835	\$ 1,448,179	\$ -	\$ -	\$ (455,648)	\$ -
Missoula Parking Commission	1,453,914	-	-	-	-	-	-
Missoula Redevelopment Agency	<u><u>\$ 3,169,417</u></u>	<u><u>\$ 1,448,179</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ (455,648)</u></u>	<u><u>\$ 188,324</u></u>
Total Component Units							
General Revenues							
Property taxes for general purposes	23,994,499	-	23,994,499	261,840	-	2,467,288	-
Intergovernmental revenue, unrestricted	10,600,677	-	10,600,677	119,580	-	-	-
Miscellaneous	468,609	2,405	471,014	5,685	-	283,944	-
Interest income	210,232	47,494	257,726	5,274	-	135,515	-
Sewer fund support of governmental activities	122,637	(122,637)	-	-	-	148,468	-
Gain on sale of capital assets	15,979	-	15,979	-	-	-	-
Total general revenues and transfers	35,412,633	(72,738)	35,339,895	392,379	-	2,886,747	-
Change in Net Assets	1,179,854	300,725	1,480,579	(63,269)	-	336,792	1,432,833
Net Assets - July 1, 2008	117,178,466	77,300,405	194,478,871	204,273	7,574,628	(2,279,628)	-
Restatements	249,569	-	249,569	-	-	-	-
Net Assets - July 1, 2008 - Restated	<u><u>\$ 117,428,035</u></u>	<u><u>\$ 77,300,405</u></u>	<u><u>\$ 194,728,440</u></u>	<u><u>\$ 204,273</u></u>	<u><u>\$ 7,574,628</u></u>	<u><u>\$ (2,279,628)</u></u>	<u><u>\$ -</u></u>
Net Assets - June 30, 2009	<u><u>\$ 118,607,889</u></u>	<u><u>\$ 77,601,129</u></u>	<u><u>\$ 196,209,018</u></u>	<u><u>\$ 141,004</u></u>	<u><u>\$ 7,911,420</u></u>	<u><u>\$ (846,795)</u></u>	<u><u>\$ -</u></u>

See accompanying Notes to the Financial Statements

**FUND
FINANCIAL
STATEMENTS**

MAJOR GOVERNMENTAL FUNDS

FUND DESCRIPTIONS

GENERAL FUND

The General Fund accounts for revenues and expenditures for most of the major City functions which are not specifically earmarked for other purposes. These functions include City Council, Finance and Administration, Police, Fire, Public Works (excluding Sewer), Parks and Recreation, and the Cemetery.

CAPITAL IMPROVEMENT PROGRAM

This fund is a five year planning program designed to guide decisions concerning capital expenditures. The first year of the plan is the current year's capital budget. This fund accounts for the City's major capital projects except those that are funded within special funds such as Sewer R&D, the Missoula Redevelopment Agency, or Community Development Block Grants.

SID 524 DEBT SERVICE FUND

This fund provides for debt service for liabilities incurred to pay the construction costs for special improvement district 524 (South Hills Storm Drain and other infrastructure improvements).

MAJOR PROPRIETARY FUNDS

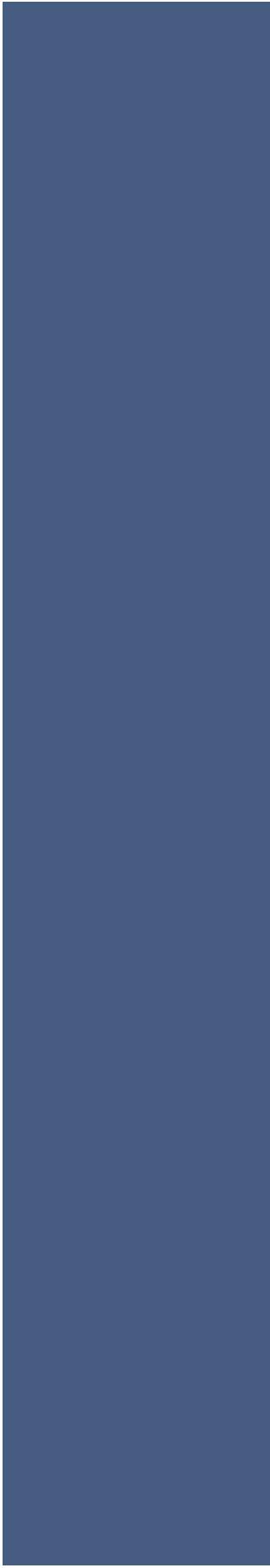
FUND DESCRIPTIONS

SEWER FUND

This fund accounts for financial resources from service charges, allocated by law, contractual agreement, or administrative regulations for, and the payment of, sewer maintenance, sewer construction, and other sewer related costs.

AQUATICS FUND

This fund accounts for financial resources from service charged to provide quality aquatics programs, opportunities and facilities for citizens of all ages, interests, and abilities thus giving every resident as well as guests an opportunity for lifetime leisure skills, water safety skills and active, healthy life styles.



GOVERNMENTAL FUND FINANCIAL STATEMENTS

City of Missoula, Montana
Balance Sheet
Governmental Funds
June 30, 2009

	General Fund	Capital Improvement Program	SID 524	Other Governmental Funds	Total Governmental Funds
ASSETS					
Current Assets					
Cash and investments	\$ 177,540	\$ -	\$ -	\$ 11,715	\$ 3,559,757
Taxes/Assessments receivable, net	1,164,428	-		2,804,828	512,588
Deferred assessments receivable	-	-		4,760	11,205,910
Due from other governments	1,645,042	-			857,343
Accounts receivable	304,291	14,252			340,273
Interest receivable	45,349	(11,849)		1,323	9,653
Prepaid expenditures	216,913	-			5,130
Interfund receivable	-	535,953		575,543	5,428,060
Inventory of supplies	699,325	-			6,539,556
Total Assets	<u>\$ 4,252,888</u>	<u>\$ 538,356</u>	<u>\$ 3,398,169</u>	<u>\$ 21,918,714</u>	<u>\$ 30,108,127</u>
LIABILITIES					
Current Liabilities					
Accounts payable	\$ 748,348	\$ 27,037	\$ -	\$ -	\$ 835,949
Accrued expenditures	656,837	-			49,879
Deferred revenue	1,411,364	-		2,816,543	11,896,172
Interfund payable	535,952	5,157,339			2,331,927
Total Liabilities	<u>\$ 3,352,501</u>	<u>\$ 5,184,376</u>	<u>\$ 2,816,543</u>	<u>\$ 15,113,927</u>	<u>\$ 26,467,347</u>
FUND BALANCES					
Reserved for inventories	699,325	-		581,626	3,072,713
Reserved for debt service	-	-			-
Unreserved reported in general fund	201,062	-			
Unreserved reported in special revenue funds	-	-			3,814,089
Unreserved reported in capital projects funds		(4,646,020)			(82,015)
Total Fund Balance	<u>\$ 900,387</u>	<u>\$ (4,646,020)</u>	<u>\$ 581,626</u>	<u>\$ 6,804,787</u>	<u>(4,728,035)</u>
Total Liabilities and Fund Balance	<u>\$ 4,252,888</u>	<u>\$ 538,356</u>	<u>\$ 3,398,169</u>	<u>\$ 21,918,714</u>	<u>\$ 30,108,127</u>

See accompanying Notes to the Financial Statements

City of Missoula, Montana
Reconciliation of the Governmental Funds Balance Sheet to the
Statement of Net Assets
June 30, 2009

Total fund balances - governmental funds	\$ 3,640,780
Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds.	136,177,550
Property taxes receivable will be collected this year, but are not available soon enough to pay for the current period's expenditures, and therefore are deferred in the funds.	16,124,079
An internal service fund is used by management to charge the costs of employees medical insurance. The governmental portion of the internal service fund are included with governmental activities.	2,278,147
Long-term liabilities (current and non-current portions) are not due and payable in the current period and therefore are not reported as liabilities in the funds.	(39,612,667)
Total net assets - governmental activities	\$ 118,607,889

See accompanying Notes to the Financial Statements

City of Missoula, Montana
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2009

	General	Capital Improvement Program	SID 524	Other Governmental Funds	Total Governmental Funds
REVENUES					
Taxes and assessments	\$ 18,477,296	\$ -	\$ 357,867	\$ 7,814,524	\$ 26,649,687
Licenses and permits	1,180,657	-	-	1,573,047	2,753,704
Intergovernmental	10,123,957	26,484	-	2,997,497	13,147,938
Charges for services	3,568,065	-	-	871,434	4,439,499
Fines and forfeitures	1,086,994	-	-	43,183	1,130,177
Miscellaneous	131,153	210,307	-	827,026	1,168,486
Investment earnings	107,986	(80,868)	10,323	119,081	156,522
Total revenues	<u>34,676,108</u>	<u>155,923</u>	<u>368,190</u>	<u>14,245,792</u>	<u>49,446,013</u>
EXPENDITURES					
Current:					
General government	7,291,495	6,534	-	454,006	7,752,035
Public safety	20,292,803	-	-	1,376,236	21,669,039
Public works	6,326,179	-	-	298,633	6,624,812
Public health	1,404,043	-	-	-	1,404,043
Social and economic services	118,450	-	-	-	118,450
Culture and recreation	3,231,729	-	-	46,346	3,278,075
Housing and community development	-	-	-	1,193,372	1,193,372
Debt service expenditures	-	506,606	307,580	3,808,412	4,622,598
Capital outlay	<u>208,801</u>	<u>1,905,523</u>	<u>-</u>	<u>3,287,661</u>	<u>5,401,985</u>
Total expenditures	<u>38,873,500</u>	<u>2,418,663</u>	<u>307,580</u>	<u>10,464,666</u>	<u>52,064,409</u>
Excess (deficiency) of revenues over expenditures	<u>(4,197,392)</u>	<u>(2,262,740)</u>	<u>60,610</u>	<u>3,781,126</u>	<u>(2,618,396)</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	4,580,071	564,296	-	199,544	5,343,911
Transfers (out)	(764,988)	-	-	(4,517,321)	(5,282,309)
Proceeds from sale of capital assets	80,623	-	-	2,093	82,716
Total other financing sources (uses)	<u>3,895,706</u>	<u>564,296</u>	<u>-</u>	<u>(4,315,684)</u>	<u>144,318</u>
Net Change in Fund Balance	<u>(301,686)</u>	<u>(1,698,444)</u>	<u>60,610</u>	<u>(534,558)</u>	<u>(2,474,078)</u>
Fund Balance - July 1, 2008	<u>1,202,073</u>	<u>(2,947,576)</u>	<u>521,016</u>	<u>7,339,345</u>	<u>6,114,858</u>
Fund Balance - June 30, 2009	<u><u>\$ 900,387</u></u>	<u><u>\$ (4,646,020)</u></u>	<u><u>\$ 581,626</u></u>	<u><u>\$ 6,804,787</u></u>	<u><u>\$ 3,640,780</u></u>

See accompanying Notes to the Financial Statements

City of Missoula, Montana
Reconciliation of the Statement of Revenues, Expenditures,
and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Fiscal Year Ended June 30, 2009

Amounts reported for governmental activities in the statement of activities are different because:

Net change in fund balances - total governmental funds	\$ (2,474,078)
Governmental funds report capital outlays as expenditures	8,242,675
In the statement of activities, the cost of capital assets is allocated over their estimated useful lives as depreciation expense.	(6,678,452)
In the statement of activities, only the loss on the sale of the capital assets is reported, whereas in the governmental funds, the proceeds from the sale increase financial resources. Thus the change in net assets differs from the change in fund balance by cost of the assets sold.	(66,737)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	(683,318)
Repayment of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.	3,026,661
The change in compensated absences is shown as an addition to payroll expense on the statement of activities	(32,170)
The change in post employment obligations is shown as an addition to payroll expense on the statement of activities	(451,001)
Internal service funds are used by management to charge the costs of certain activities to individual funds. The net revenue (expense) of the internal service funds is reported with the governmental activities.	296,274
Change in net assets - statement of activities	<u>\$ 1,179,854</u>

See accompanying Notes to the Financial Statements

**PROPRIETARY FUND
FINANCIAL
STATEMENTS**

City of Missoula, Montana

Balance Sheet

Proprietary Funds

June 30, 2009

	Business-Type Activities			Governmental Activities	
	Sewer (Major)	Aquatics (Major)	Total	Internal Service Self Insurance	
ASSETS					
Current Assets					
Cash and investments	\$ 458,567	\$ 178,526	\$ 637,093	\$ 89,117	-
Accounts receivable	463,508	-	463,508	-	-
Interest receivable	1,971	412	2,383	6,353	-
Other receivable	1,517,882	-	1,517,882	25,214	-
Due from other governments	2,001	-	2,001	-	-
Prepaid expenses	11,970	2,850	14,820	-	-
Interfund receivable	-	-	-	2,736,289	-
Inventory of supplies	70,650	175,029	245,679	-	-
Total Current Assets	<u>2,526,549</u>	<u>356,817</u>	<u>2,883,366</u>	<u>2,856,973</u>	
Noncurrent Assets					
Cash and investments	1,650,130	-	1,650,130	-	-
Art	-	65,229	65,229	-	-
Land	1,333,614	-	1,333,614	-	-
Construction - work in progress	1,127,994	1,382,407	2,510,401	-	-
Buildings	8,193,648	12,139,710	20,333,358	-	-
Improvements other than buildings	93,440,549	-	93,440,549	-	-
Machinery and equipment	6,166,739	-	6,166,739	-	-
Allowance for depreciation	(33,316,560)	(841,407)	(34,157,967)	-	-
Bond Issuance costs, net	6,406	-	6,406	-	-
Total Noncurrent Assets	<u>78,602,520</u>	<u>12,745,939</u>	<u>91,348,459</u>	<u>-</u>	
Total Assets	<u>\$ 81,129,069</u>	<u>\$ 13,102,756</u>	<u>\$ 94,231,825</u>	<u>\$ 2,856,973</u>	
LIABILITIES					
Current Liabilities					
Accounts payable	\$ 187,456	\$ 40,197	\$ 227,653	\$ 268,073	-
Accrued expenses	30,097	37,214	67,311	-	-
Contributions paid in advance	-	-	-	310,753	-
Interfund payable	1,250,627	-	1,250,627	-	-
Deferred revenue	13,125	-	13,125	-	-
Compensated absences payable	60,393	8,887	69,280	-	-
Long-term liabilities - due within one year	1,056,000	-	1,056,000	-	-
Total Current Liabilities	<u>2,597,698</u>	<u>86,298</u>	<u>2,683,996</u>	<u>578,826</u>	
Noncurrent Liabilities					
Net Employment Benefit Obligation	24,222	5,767	29,989	-	-
Long-Term portion of compensated absences	89,515	13,173	102,688	-	-
Long-term liabilities - due in more than one year	13,814,023	-	13,814,023	-	-
Total Noncurrent Liabilities	<u>13,927,760</u>	<u>18,940</u>	<u>13,946,700</u>	<u>-</u>	
Total Liabilities	<u>16,525,458</u>	<u>105,238</u>	<u>16,630,696</u>	<u>578,826</u>	
NET ASSETS					
Invested in capital assets, net of related debt	62,075,961	12,745,939	74,821,900	-	-
Restricted for debt service	1,337,645	-	1,337,645	-	-
Unrestricted	1,190,005	251,579	1,441,584	2,278,147	-
Total Net Assets	<u>64,603,611</u>	<u>12,997,518</u>	<u>77,601,129</u>	<u>2,278,147</u>	
Total Liabilities and Net Assets	<u>\$ 81,129,069</u>	<u>\$ 13,102,756</u>	<u>\$ 94,231,825</u>	<u>\$ 2,856,973</u>	

See accompanying Notes to the Financial Statements

City of Missoula, Montana
Statement of Revenues, Expenses, and Changes in Fund Net Assets
Proprietary Funds
For the Fiscal Year Ended June 30, 2009

	Business-Type Activities - Major Enterprise Funds			Governmental Activities
	Sewer (Major)	Aquatics (Major)	Total	Internal Service Self-Insurance Funds
Operating Revenues				
Intergovernmental	\$ 943	\$ 492	\$ 1,435	-
Charges for services	6,735,343	946,248	7,681,591	-
Miscellaneous	2,405	-	2,405	-
Internal services	-	-	-	4,192,755
Total Operating Revenues	<u>6,738,691</u>	<u>946,740</u>	<u>7,685,431</u>	<u>4,192,755</u>
Operating Expenses				
Personal services	1,383,708	620,862	2,004,570	-
Fixed charges	898,901	-	898,901	-
Depreciation	2,244,774	403,929	2,648,703	-
Insurance claims and expenses	-	-	-	4,011,227
Maintenance and operations	1,603,922	431,967	2,035,889	-
Total Operating Expenses	<u>6,131,305</u>	<u>1,456,758</u>	<u>7,588,063</u>	<u>4,011,227</u>
Operating Income	<u>607,386</u>	<u>(510,018)</u>	<u>97,368</u>	<u>181,528</u>
Non-operating revenues (expenses)				
Interest revenue	55,063	(7,569)	47,494	53,710
Debt service interest expense	(607,158)	-	(607,158)	-
Total non-operating revenues (expenses)	<u>(552,095)</u>	<u>(7,569)</u>	<u>(559,664)</u>	<u>53,710</u>
Income (loss) before contributions and transfers	<u>55,291</u>	<u>(517,587)</u>	<u>(462,296)</u>	<u>235,238</u>
Contributions and Transfers				
Contributions	766,110	119,548	885,658	-
Transfers in	-	168,000	168,000	61,036
Transfers (out)	(290,638)	-	(290,638)	-
Net Contributions and Transfers	<u>475,472</u>	<u>287,548</u>	<u>763,020</u>	<u>61,036</u>
Change in Net Assets	<u>530,763</u>	<u>(230,039)</u>	<u>300,724</u>	<u>296,274</u>
Net Assets - July 1, 2008	\$ 64,072,848	\$ 13,227,557	\$ 77,300,405	\$ 1,981,873
Net Assets - June 30, 2009	<u>\$ 64,603,611</u>	<u>\$ 12,997,518</u>	<u>\$ 77,601,129</u>	<u>\$ 2,278,147</u>

See accompanying Notes to the Financial Statements

City of Missoula, Montana
Statement of Cash Flows
Proprietary Fund Types
For the Fiscal Year Ended June 30, 2009

	Business-Type Activities - Major Enterprise Funds			Governmental Activities - Internal Service Funds
	Sewer	Aquatics	Total	Self-Insurance
Cash Flows from Operating Activities:				
Receipts from customers	\$ 6,638,074	\$ 946,248	\$ 7,584,322	-
Payments to suppliers	(3,009,769)	(519,705)	(3,529,474)	-
Payments to employees	(1,338,328)	(594,545)	(1,932,873)	-
Other receipts	2,068	492	2,560	-
Receipts from internal services	-	-	-	4,183,985
Benefit payments	-	-	-	(3,921,403)
Net Cash Provided (Used) by Operating Activities	<u>2,292,045</u>	<u>(167,510)</u>	<u>2,124,535</u>	<u>262,582</u>
Cash Flows from Non-Capital Financing Activities:				
Transfers to other funds	(290,637)	-	(290,637)	-
Transfers from other funds	-	168,000	168,000	61,036
Receipts from short-term loans from other funds	1,250,626	-	1,250,626	-
Net Cash Provided by Non-Capital Financing Activities	<u>959,989</u>	<u>168,000</u>	<u>1,127,989</u>	<u>61,036</u>
Cash Flows from Capital and Related Financing Activities:				
Proceeds from debt	68,792	-	68,792	-
Principal paid on debt	(1,017,000)	-	(1,017,000)	-
Interest paid on debt	(605,558)	-	(605,558)	-
Acquisition and construction of capital assets	(1,864,887)	(24,939)	(1,889,826)	-
Net Cash Used by Capital and Related Financing Activities	<u>(3,418,653)</u>	<u>(24,939)</u>	<u>(3,443,592)</u>	<u>-</u>
Cash Flows from Investing Activities				
Interest on investments	68,663	(7,093)	61,570	57,681
Receipts from short-term loans to other funds	2,084,752	-	2,084,752	-
Disbursements for short-term loans	-	-	-	(2,736,289)
Disbursements for long-term loans	(1,495,425)	-	(1,495,425)	-
Net Cash Provided (Used) by Investing Activities	<u>657,990</u>	<u>(7,093)</u>	<u>650,897</u>	<u>(2,678,608)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	<u>491,371</u>	<u>(31,542)</u>	<u>459,829</u>	<u>(2,354,990)</u>
Cash and cash equivalents at July 1, 2008	\$ 1,617,326	\$ 210,068	\$ 1,827,394	\$ 2,444,107
Cash and cash equivalents at June 30, 2009	<u>\$ 2,108,697</u>	<u>\$ 178,526</u>	<u>\$ 2,287,223</u>	<u>\$ 89,117</u>
Cash and cash equivalents consists of:				
Cash and investments	\$ 458,567	\$ 178,526	\$ 637,093	\$ 89,117
Restricted cash and investments	1,650,130	-	1,650,130	-
Total cash and cash equivalents	<u>\$ 2,108,697</u>	<u>\$ 178,526</u>	<u>\$ 2,287,223</u>	<u>\$ 89,117</u>
Reconciliation of operating income to net cash provided by operating activities:				
Operating income	\$ 607,386	\$ (510,018)	\$ 97,368	\$ 181,528
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation	2,244,774	403,929	2,648,703	-
Changes in assets and liabilities:				
Due from other governments	(1,280)	-	(1,280)	-
Other receivables and notes receivable	(94,869)	-	(94,869)	52,081
Prepaid expense	2,100	(1,510)	590	-
Deferred revenue	(2,400)	-	(2,400)	-
Contributions paid in advance	-	-	-	(8,770)
Compensated absences payable	14,992	22,060	37,052	-
Net employment benefit obligation	24,222	5,767	29,989	
Inventories	-	(57,559)	(57,559)	-
Accounts and other payables	(506,946)	(37,963)	(544,909)	37,743
Accrued expenses	4,066	7,784	11,850	-
Net Cash Provided (Used) by Operating Activities	<u>\$ 2,292,045</u>	<u>\$ (167,510)</u>	<u>\$ 2,124,535</u>	<u>\$ 262,582</u>

Disclosure of Non-Cash Items:

The Sewer fund had non-cash transactions that increased assets in the amount of \$764,509, developer contributions of capital assets of \$766,110, and annual bond issuance cost amortization of \$1,601. The Aquatics had fund non-cash transactions that increased capital assets in the amount of \$119,548. This was attributed to a contribution of capital assets of \$119,548. In addition, the Sewer and Aquatics funds had \$24,222 and \$5,767, respectively, of personal services expense related to the addition of net employee benefits obligation.



FIDUCIARY FUND FINANCIAL STATEMENTS

City of Missoula, Montana
Fiduciary Funds
Statement of Fiduciary Net Assets
June 30, 2009

	<u>Agency Funds</u>
ASSETS	
Cash and short-term investments	\$ 303,000
Due from other governments	<u>5,644</u>
Total assets	<u><u>308,644</u></u>
LIABILITIES	
Accounts payable	14,453
Due to private parties	266,739
Due to other governments	<u>27,452</u>
Total liabilities	<u><u>\$ 308,644</u></u>

See accompanying Notes to the Financial Statements

**NOTES TO
FINANCIAL
STATEMENTS**

CITY OF MISSOULA, MONTANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2009

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Missoula (the City) follows generally accepted accounting principles (GAAP). GAAP includes all relevant Governmental Accounting Standards Board (GASB) pronouncements. In the government-wide financial statements and the fund financial statements for the proprietary funds, Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) opinions issued on or before November 30, 1989, have been applied unless those pronouncements conflict with or contradict GASB pronouncements, in which case GASB prevails. For enterprise funds, GASB statement Nos. 20 and 34 provide the City the option of electing to apply FASB pronouncements issued after November 30, 1989. The City has elected not to apply those pronouncements.

A. Reporting Entity

The City was originally incorporated in 1883 and re-incorporated in 1889. It operates under the Mayor-Council form of government and provides a wide range of municipal services including police, fire, recreation, public works improvements, and general administration services. Sanitary sewer services are accounted for in an enterprise fund. Water, gas, electricity and garbage services are provided by the private sector. All retirement plans are handled by state agencies. (See note G). Planning, library, animal control and health services are provided jointly by the City and Missoula County. Since these joint services are administered by the County, only the City's contributions appear in these statements.

For financial reporting purposes, the City includes those separate governmental entities that are controlled by or are dependent on the City. The determination to include separate governmental entities is based on the criteria of Governmental Accounting Standards Board (GASB) Statement No. 14, as amended by GASB Statement No. 39. GASB defines the reporting entity as the primary government and those component units for which the primary government is financially accountable. To be financially accountable, a voting majority of the component unit's governing board must be appointed by the City, and either a) the City must be able to impose its will, or b) the City may potentially benefit financially or be financially responsible for the component unit.

Based on these criteria, the City has included the following as discretely presented component units:

1. The Missoula Redevelopment Agency (MRA) was established in 1978 by the City as a separate legal entity in accordance with state urban renewal laws (Section 7-15-4201 MCA). MRA has the authority to renovate property within blighted areas legally designated as redevelopment districts, but the authority to exercise the power of eminent domain, acquire and resell property and to issue tax increment bonds remains with the City. Any bonds issued are payable solely from tax increment receipts. The City has established five urban renewal districts: District I in 1978, District II in 1991, District III in 2000, Front Street in 2007, and Riverfront Triangle in 2008. District I has since sunset, after tax increment bonds were paid off. The five member governing board is appointed by the Mayor. MRA has no authority to levy taxes. However, under the City's Urban Renewal Plans, incremental property taxes which result from increases in the taxable value of property within a redevelopment district are designated for urban renewal purposes and provide the primary funding source for MRA. State law provides that the tax increment provisions applicable to a renewal district established after 1980 be terminated fifteen years after enactment or when all tax increment bonds have been retired. Due to the control exercised by the City, MRA is considered a component unit of the City. Complete financial statements may be obtained from the City Clerk, 435 Ryman St., Missoula, MT 59802 or from Missoula Redevelopment Agency, 140 W. Pine, Missoula, MT 59802.

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2. The Missoula Parking Commission is a public corporation formed by the City and, as such, is a proprietary component unit of the City. On January 25, 1971, the City Council of Missoula passed Resolution No. 2992 declaring the need for a parking commission. The creation of a commission was subsequently approved by the voters of the City in April 1971 pursuant to Part 46 of the Montana Code. Voters also authorized the Parking Commission to adopt the revenue bond method of financing parking projects provided in Title 7, Chapter 14, Part 46, Montana Code Annotated. As a component unit of the City, the Missoula Parking Commission is exempt from income tax. The Commission currently operates approximately 1,129 parking meters on various streets and in various lots throughout the downtown business area. The Commission operates approximately 800 leased parking spaces in various lots throughout downtown Missoula. The Commission also oversees a residential parking district in the University area of approximately 820 spaces. It also issues tickets for parking violations in the downtown area and the University residential parking district. The Commission operates two parking structures (Central Park and Bank Street Structure) that offer both short-term and long-term parking. It is considered a component unit because the City appoints the Board members, sets the meter rates, determines the parking district and is secondarily liable for the Parking Commission bonds. The City does not provide any operating subsidies nor does it receive any surpluses, but the Parking Commission does pay the City for services such as legal advice, payroll and bill paying. Complete financial statements may be obtained from the City Clerk, 435 Ryman St., Missoula, MT 59802 or from Missoula Parking Commission, 128 W. Main St., Missoula, MT 59802.

3. The Downtown Business Improvement District (BID) was created through the efforts of the Missoula Downtown Association to address the challenges created by the termination of the Downtown Urban Renewal District (URD I) on June 30, 2005. Implementation began in 2001 with committee development, community education, local media campaigns, meetings with property and business owners, creation of a comprehensive database of property owners, and the required petition process. The process of verifying the petition was finalized at the end of 2004 and the BID was approved by the City Council in April 2005. The BID serves as an advocate for property owners in the district and address areas such as safety, cleanliness, appearance, marketing, business retention and recruitment, public and private investment in buildings and infrastructure. Complete financial statements may be obtained from the City Clerk, 435 Ryman St., Missoula, MT 59802 or from the Business Improvement District, 218 E. Main Street, Suite C., Missoula, MT 59802.

Related Organizations:

The City is also responsible for appointing members of the Missoula Housing Authority Board, but the City's accountability does not extend beyond making the appointments. Members may be removed only for cause and the City can suggest actions, but not impose them. The City does not have authority to set rents or policies and does not receive any surpluses nor contribute any funds to operations, except to pay city special assessments on Housing Authority property.

B. Measurement Focus, Basis of Accounting, and Basis of Presentation

Government-wide Statements

Basis of Presentation

The Government-wide Financial Statements (the Statement of Net Assets and the Statement of Activities) display information about the reporting government as a whole and its component units. They include all funds of the reporting entity except fiduciary funds. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services. Eliminations have been made to minimize the double-counting of internal activities.

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The Statement of Activities presents a comparison between direct expenses and program revenues for each function of the City's governmental activities. Direct expenses are those that are specifically associated with a program or function. The City does not charge indirect expenses to programs or functions. The types of transactions reported as program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or activity and 2) operating grants and contributions, and 3) capital grants and contributions. Revenues that are not classified as program revenues, including all property taxes, are presented as general revenues.

Certain eliminations have been made as prescribed by GASB 34 in regards to inter-fund activities, payables and receivables. All internal balances in the Statement of Net Assets have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total primary government column. In the Statement of Activities, internal service fund transactions have been eliminated; however, those transactions between governmental and business-type activities have not been eliminated.

Measurement Focus and Basis of Accounting

On the government-wide Statement of Net Assets and the Statement of Activities, both governmental and business-type activities are presented using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred regardless of the timing of the cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. The City generally applies restricted resources to expenses incurred before using unrestricted resources when both restricted and unrestricted net assets are available.

Fund Financial Statements

Basis of Presentation

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be separate accounting entities. Each fund is accounted for by providing a separate set of self-balancing accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements. Funds are organized into three categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental and proprietary categories. Each major fund is displayed in a separate column in the fund financial statements. All of the remaining funds are aggregated and reported in a single column as non-major funds. A fund is considered major if it is the primary operating fund of the City or meets the following criteria:

- a. Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and
- b. Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

CITY OF MISSOULA, MONTANA
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Governmental Funds:

Measurement Focus and Basis of Accounting

These statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they are measurable and available). Measurable means the amount of the transaction can be determined and available means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The City considers all revenues available if they are collected within 60 days after year-end. When collections are delayed due to highly unusual circumstances the City will recognize revenues collected up to 75 days after year-end. Expenditures are recorded when the related fund liability is incurred, except for unmatured interest on general long-term debt which is recognized when due, and certain compensated absences and claims and judgments which are recognized when the obligations are expected to be liquidated with expendable available financial resources. General capital asset acquisitions are reported as expenditures in governmental funds and proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

Real and personal property taxes (excluding motor vehicle taxes), special assessments, charges for current services, and interest earnings are susceptible to accrual. Other receipts and taxes become measurable and available when cash is received by the City and are recognized as revenue at that time. The City recorded real and personal property taxes and assessments levied for the current year as revenue. Taxes and assessments receivable remaining unpaid at year-end and not expected to be collected soon enough thereafter to be available to pay obligations of the current year were recorded as deferred revenue, with a corresponding reduction in revenues, as required by generally accepted accounting principles. In addition, prior period delinquent taxes and assessments collected in the current period were recorded as revenue in the current period as required by generally accepted accounting principles. Entitlements and shared revenues are recorded at the time of receipt or earlier if the susceptible to accrual criteria are met. Expenditure driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met.

Under the terms of the City's grant agreements, certain programs are funded by specific cost-reimbursement grants and general revenues. Generally, the City applies cost-reimbursement funds first to finance such programs with remaining costs paid for with general revenues.

The City reports the following major governmental funds:

General Fund - This is the City of Missoula's primary operating fund and it accounts for all financial resources of the City except those required to be accounted for in other funds.

Capital Improvement Program – This fund is a five year planning program designed to guide decisions concerning capital expenditures. The first year of the plan is the current year's capital budget. This fund accounts for the City's major capital projects except those that are funded within special funds such as Sewer R&D, the Missoula Redevelopment Agency, or Community Development Block Grants.

SID 524 Debt Service Fund – This fund accounts for assessment collections and the payment of SID debt for the South Hills Storm Drain and other infrastructure improvements.

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Proprietary Funds:

Measurement Focus and Basis of Accounting

All proprietary funds are accounted for using the accrual basis of accounting. These funds account for operations that are primarily financed by user charges. The economic resource focus concerns determining costs as a means of maintaining capital investment and management control. Revenues are recognized when earned and expenses are recognized when incurred. Allocations of costs, such as depreciation, are recorded in the proprietary funds. The receivables and revenue from assessments are reported as accounts receivable and user charges, respectively.

Proprietary funds include enterprise funds and internal service funds. Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. Internal service funds are used to account for the financing of goods and services provided by one department or agency to other departments or agencies of the City on a cost-reimbursement basis. The principal operating revenues for the enterprise funds are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

The City reports the following enterprise funds:

Sewer Fund (Major Fund) – This fund accounts for financial resources from service charges, allocated by law, contractual agreement, or administrative regulations for, and the payment of, sewer maintenance, sewer construction, and other sewer related costs.

Aquatics Fund (Major Fund) – This fund accounts for financial resources from service charges to provide quality aquatics programs, opportunities and facilities for citizens of all ages, interests, and abilities thus giving every resident as well as guests an opportunity for lifetime leisure skills, water safety skills and active, healthy life styles.

Fiduciary Funds:

Measurement Focus and Basis of Accounting

Fiduciary funds are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations or other governments. Agency funds are custodial in nature (assets equals liabilities) and do not involve measurement of results of operations.

The City reports the following fiduciary funds for the related purposes:

Court Surcharge – Accommodates the court surcharge fees charged and owed to the State of Montana.

County Clearing – Accounts for the dog license fees that are collected on behalf of the County.

Sewer Rebate – Accounts for the sewer rebates authorized by City Council for sewer connections.

Youth Programs – Records the transactions held for County Youth Programs.

County Park Board – Records the transactions held for the County Park Board.

Elk Hills Subdivision – Records the transactions held for the Elk Hills Subdivision.

Residential Inspection – Accounts for transactions related to the Voluntary Residential Inspection program.

Municipal Court Restitution – Accumulates restitution payments to victims from court proceedings.

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C. Budgets and Budgetary Accounting

1. Budget Process

Operating budgets are adopted each year for the General Fund, all Special Revenue Funds, Debt Service Funds, Enterprise Funds, Internal Service Fund and Capital Project Funds. All budgets are presented on the budgetary basis appropriate for the fund type consistent with generally accepted accounting principles (i.e. all governmental funds are budgeted on a modified accrual basis and all proprietary funds are budgeted on the accrual basis).

A preliminary budget is presented in June, budget hearings are held, and the final budget is adopted by the second Monday in August. Budget appropriations may be transferred between line items or increased by budget amendment only upon adoption of a resolution by the governing body. The operating fund budgets cannot be increased except by a public hearing for the following reasons:

- (a) a public emergency which could not have been reasonably foreseen at the time of adoption of the original budget;
- (b) debt service funds for obligations related to debt approved by the governing body;
- (c) trust funds for obligations authorized by trust covenants;
- (d) any fund for federal, state, local, or private grants and shared revenue accepted and approved by the governing body;
- (e) any fund for special assessments approved by the governing body;
- (f) the proceeds from the sale of land;
- (g) any fund for gifts or donations; and
- (h) money borrowed during the fiscal year.

The annual appropriations and transfers out for various departments are controlled and monitored for budgetary compliance at the fund level. Management does not make transfers of appropriations or overexpend appropriations at the department level within a fund without approval of the city council.

D. Assets, Liabilities, and Equity

1. Cash, Cash Equivalents, and Investments

Cash and investments are under the management of the City's Treasurer and consist primarily of investments in U.S. Government agency obligations. Interest income earned as a result of pooling of City deposits is distributed to the appropriate funds utilizing a formula based on the average balance of cash and investments of each fund. Investments in government securities are reported at fair value, based on market prices. Certificates of deposit are reported at cost.

Montana State statutes authorize the City to invest in interest-bearing savings accounts, certificates of deposits, and time deposits, which are insured up to \$250,000 by the Federal Deposit Insurance Corporation or fully collateralized. Also authorized are U.S. government and U.S. agency obligations, STIP and repurchase agreements where there is a master repurchase agreement and collateral held by a third party.

The investment program of the City is divided into two tiers, an operational portfolio and a core portfolio. The operational portfolio is invested in short-term securities and is designed to handle the day to day cash needs of the City. The core portfolio is composed of securities with longer maturities with the objective of obtaining an optimal return for the City over a longer investment horizon.

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For purposes of the statement of cash flows, the enterprise and internal services funds consider all funds (including restricted assets) held in the City's cash management pool to be cash equivalents. For the proprietary component unit, the commission considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents.

Negative cash balances are required to be reported as interfund payables.

2. Receivables

Transactions between funds that are representative of lending/borrowing arrangements outstanding at fiscal year end, are short term loans and are reported as "due to/from other funds."

Tax and special assessment receivables are recorded in the appropriate funds. Property tax levies are set in August at the time the City budget is approved and are billed November 1 by the County. Taxes are due 50% by November 30 and 50% by May 31 of each year. After those dates, they become delinquent (and a lien is placed upon the property). After three years the County can exercise the lien and take title to the property.

Special assessments are billed November 1 of each year as a component of the County property tax billing. The first part (50%) is due November 30th and the second part (50%) is due May 31st. After those dates, the bills are delinquent (and a lien is placed on the property). Delinquent assessments receivable at June 30, 2009 were \$203,402. Lighting, park maintenance and street maintenance assessments are determined by the estimated cost of operating these districts for the next year. The other special improvement districts (SID's) are billed for a portion of the principal owed plus interest on the unpaid balance. Each SID also has deferred assessments to account for the unbilled portion of the principal.

Sewer fees are billed in July and January. They are due the last day of the month in which they are billed. A small number of commercial accounts are billed quarterly. Accounts that are delinquent as of June 30th are turned over to the County Treasurer to be included on the property tax bills sent out November 1.

No allowance for uncollectibles is made because unpaid bills on these receivables become liens against the properties and it is assumed that the proceeds from the sale of any tax deed property will meet or exceed the lien amount.

3. Inventories

Inventories of materials and supplies are accounted for using the consumption approach for governmental and enterprise funds. That is, inventory purchases are considered an asset until the period in which they are actually consumed. Inventories are carried at the lower of cost (first-in, first-out) or market.

4. Warrants Payable

The City pays its claims by issuing a check. The only warrants appearing in the City's accounts this fiscal year are Sidewalk and Curb interest bearing warrants.

5. Capital Assets

Capital assets purchased are recorded as expenditures in the governmental funds. All purchased capital assets are valued at cost when historical records are available and at an estimated historical cost when no historical records exist. Donated capital assets (including infrastructure acquired through developer's contributions and annexations) are recorded at their estimated fair value at the date of donation. The City capitalizes all capital assets with a value of \$5,000 or greater. Property, plant, and equipment in the proprietary funds of the government are recorded at cost. Property, plant, and equipment donated to these proprietary fund type operations are recorded at their estimated fair value at the date of donation.

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Depreciation on general government capital assets is provided over their estimated useful lives on the straight-line method. Buildings have an estimated useful life of 30 years; machinery and equipment 4 to 20 years.

Public domain ("infrastructure") capital assets (e.g. roads, bridges, curbs and gutters, and other assets that are immovable and of value only to the government) are capitalized and depreciated on the straight-line method. Useful lives of infrastructure assets are from 20 to 75 years. Pavement has an estimated useful life of 20 years; curbs and sidewalks 50 years; storm sewers 75 years; sumps 30 years; signs 60 years; bridges and pedestrian crossings 50 years; and street lights 50 years.

Major outlays for capital assets and improvements are capitalized in proprietary funds as projects are constructed. Interest incurred during the construction phase of proprietary fund capital assets is reflected in the capitalized value of the asset constructed, net of interest earned on the invested proceeds over the same period.

Capital assets purchased or acquired by proprietary fund types are recorded in the individual fund making the purchase. Any capital assets donated specifically for an enterprise fund are also recorded in that individual fund. Depreciation on proprietary fund capital assets is provided over their estimated useful lives on the straight-line method. Buildings, major land improvements and pipelines have an estimated useful life of 50 years; pumping stations and equipment 25 years; leasehold improvements and other equipment 5 to 30 years. Useful lives of the proprietary component unit assets are from 5 to 40 years.

6. Deferred Revenues

Deferred revenue results when asset recognition criteria have been met and when revenue recognition criteria have not been met. These pertain to the net uncollected property tax and other receivables and are classified as Deferred Revenues on the Balance Sheet of governmental funds.

7. Compensated Absences

It is the City's policy and state law to permit employees to accumulate a limited amount of earned but unused vacation benefits, which will be paid to employees upon separation from City service. Employees are allowed to accumulate and carry over a maximum of two times their annual accumulation of vacation. There is no restriction on the amount of sick leave that may be accumulated. Upon separation, employees are paid 100 percent of accumulated vacation and 25 percent of accumulated sick leave. The liability associated with governmental fund-type employees is reported in the governmental activities column of the statement of net assets, while the liability associated with proprietary fund-type employees is recorded in the respective fund and the business-type activities column of the statement of net assets.

8. Other Post Employment Benefits

The City recognizes and reports its post employment health care benefits in accordance with GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*.

9. Long-Term Obligations

The City reports long-term debt of governmental funds at face value in the governmental activities column of the statement of net assets. Certain other governmental fund obligations not expected to be financed with current available financial resources are also reported in the governmental activities column in the statement of net assets. Long-term debt and other obligations financed by proprietary funds are reported as liabilities in the appropriate funds and the business-type activities column of the statement of net assets.

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For governmental fund types, bond premiums and discounts, as well as issuance costs are recognized during the current period. Bond proceeds are reported as other financing sources net of the applicable premium or discount. Issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures. For proprietary fund types, bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

10. Fund Equity

Reservations of fund balance represent amounts that are not appropriable or are legally segregated for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change. Restricted net assets are limited to outside third-party restrictions.

11. Interfund Transactions

Interfund transactions consisting of identified services performed for other funds or costs billed to other funds are treated as expenditures in the fund receiving the services and as revenue in the fund performing the services.

Transactions which constitute reimbursements of a fund for expenditures or expenses initially made from it which are properly applicable to another fund are recorded as expenditures in the reimbursing fund and as reductions of expenditures in the fund that is reimbursed.

12. Pledged Revenues

The City has pledged sewer charges for services revenue to pay for the revenue bonds outstanding in the sewer fund. The revenue bonds have been used for sewer system improvements and expansion. The revenues are pledged until the revenue bonds are paid in full. During fiscal year 2009, principal and interest payments on revenue bonds totaled \$1,624,158 and charges for services revenue was \$6,735,343.

13. Estimates Used in Financial Statement Preparation

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Deficit Fund Balances

Six special revenue funds with deficit fund balances were identified as of June 30, 2009. The Employee Health Insurance Levy fund (\$520,523), the Street Maintenance fund (\$8,347), the Russell Park Maintenance fund (\$2,478), the Community Development fund (\$8,857), the Law Enforcement Grant fund (\$1,076), and the Federal Transportation fund (\$18,407) all carried deficit fund balances which will be covered by future assessments and grant revenue in fiscal year 2010.

Four general obligation bond fund balances were identified as having negative fund balances as of June 30, 2009. All of these deficits will be covered by tax revenues collections in the next fiscal year. These funds are 1998 Safety Bond Fund (\$4,774), 2004 Aquatics Bonds Fund (\$11,546), the 2004 Refunding Bond Fund (\$11,612), and the 2007 Refunding Bond Fund (\$97,593).

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Three Sidewalk and Curb bond funds had negative fund balances at the end of the fiscal year. These fund deficits will be covered by assessments collected in future fiscal years. These funds are the 99 Sidewalk and Curb fund (\$761), the 03 Sidewalk and Curb fund (\$29,431), and the 08 Sidewalk and Curb fund (\$5,872).

One SID sinking fund, SID 515 (\$15,773), had a deficit fund balance at June 30, 2009. This deficit will decrease as assessments are collected. Any deficit remaining after assessments are collected will be covered by the Revolving Fund.

The following SID Construction funds have deficit fund balances.

SID 530	\$ (115)	SID 539	(20,321)
SID 531	(43,954)	SID 541	(332,842)
SID 533	(6,653)	SID 542	(131,149)
SID 535	(67,075)	SID 543	(71,853)
SID 538	(4,995)		

These deficits will be covered by SID bond proceeds as bonds are issued for these projects.

The capital projects 08 Sidewalk and Curb Fund (\$3,097), 09 Sidewalk and Curb Fund (\$532,434), 10 Sidewalk and Curb Fund (\$380,270), Miller Creek Mitigation (\$2,709), Rattlesnake Sewer Collection (\$54,188), and Phillips St. Traffic Calming (\$145) had deficit balances which will be mitigated in FY 2010. The Capital Improvement fund reported a negative fund balance (\$4,646,020) due to upcoming internal and external financing activities.

B. Expenditures in Excess of Appropriations

The following funds had an excess of actual expenditures over budget, at the level of budgetary control (fund level), for the year ended June 30, 2009:

Debt Service		
Sidewalk & Curb		\$ 80,227
Construction Funds		
Rattlesnake Sewer Collection		43,471

III. DETAILED NOTES ON ALL THE PRIMARY GOVERNMENT'S FUNDS

A. Cash and Cash Equivalents

At June 30, 2009, cash and investments consisted of the following:

	<u>Primary Government</u>	<u>Component Units</u>	<u>Total</u>
Petty Cash and Cash on Hand	\$ 16,165	\$ 10,588	\$ 26,753
Repurchase Agreements	141,369	210,174	351,543
Demand Deposits	284,445	129,924	414,369
Certificates of Deposit	201,069	298,931	500,000
Marketable Government Securities	5,773,589	8,583,644	14,357,233
Total	\$ 6,416,637	\$ 9,233,261	\$ 15,649,898

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At June 30, 2009, the carrying amount of the City's deposits in local banks was \$657,314 and the bank balances were \$1,251,322. Of the bank balance, \$786,499 was covered by federal depository insurance and \$464,823 was covered by collateral held by the pledging bank's agent in the City's name.

The City's cash and investments are reported as follows:

	<u>Unrestricted</u>	<u>Restricted</u>	<u>Total</u>
Governmental Activities	\$3,826,414	\$ -	\$3,826,414
Business-Type Activities	637,093	1,650,130	2,287,223
Fiduciary Funds	303,000	-	303,000
Component Units	<u>8,832,861</u>	<u>400,400</u>	<u>9,233,261</u>
Total	<u>\$13,599,368</u>	<u>\$2,050,530</u>	<u>\$ 15,649,898</u>

Custodial credit risk for deposits is the risk that in the event of a financial institution failure, the City's deposits may not be returned or the City will not be able to recover the collateral securities in the possession of the outside party. The City minimizes custodial credit risk by restrictions set forth in City policy and state law. The City's policy requires deposits to be 102 percent secured by collateral valued at market value. The City Treasurer maintains a listing of financial institutions, which are approved for investment purposes. Types of securities that may be pledged as collateral are detailed in Section 17-6-103 of the Montana Code Annotated (MCA). City policy requires that specific safeguards against risk of loss be evidenced when the City does not physically hold the securities.

The City of Missoula's investment policy states that the City will minimize the risk that the market value of securities in the portfolio will fall due to changes in general interest rates, by structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity. Further, investments are structured varying maturity dates on Certificates of Deposits and limiting long-term investments.

The following table provides information about the interest rate risks associated with the City's deposits and investments.

Investment	Maturities	Credit Risk Rating	Fair Value
U.S. Government Agency Obligations	5/2010-7/2011	AAA	\$ 14,357,234
Certificates of Deposits	11/2009-12/2010	NA	500,000
Demand deposits	NA	NA	414,369
Repurchase Agreements	NA	NA	351,542
Petty Cash and Cash on Hand	NA	NA	26,753
Total			<u>\$ 15,649,898</u>

Credit risk is defined as the risk that an issuer or other counterpart to an investments will not fulfill its obligation. The above credit risk rating indicates the probability that the issuer may default in making timely principal and interest payments. The credit ratings presented are provided by Standard and Poor's Corporation (S&P).

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B. Receivables

Other Receivables

A summary of the City's accounts receivable and other receivables as of June 30, 2009, follows:

Proprietary Funds:

Sewer (major fund) – Sewer Fees	\$ 463,508
Sewer (major fund) – Mountain Water Notes	1,245,425
Sewer (major fund) – Glenn Eagle Note	250,000
Sewer (major fund) – Lease receivable	13,125
Sewer (major fund) – Disposal and Development Fees	9,332
Internal Service – Flexible Benefits	14,612
Internal Service – Prescription Rebates	<u>10,602</u>
Total Proprietary Funds	<u><u>\$ 2,006,604</u></u>

Governmental Funds:

General (major fund) – Various Licenses, Services and Fees	\$ 50,087
General (major fund) – Mountain Water Notes	224,178
General (major fund) – Sidewalk & Curb	30,026
Impact Fee – Impact Fees	1,561
Cable TV Franchise – Franchise Fees	137,194
Building Inspection – Permit Fees	4,115
Program Income – Mountain Water Notes	5,162
SID Revolving Fund – Mountain Water Notes	181,233
Capital Improvement – Miscellaneous reimbursement	<u>14,252</u>
Total Government Funds	<u><u>\$ 647,808</u></u>

Long Term Loans Receivable

A summary of the City's long-term loans receivable as of June 30, 2009, follows:

Primary Government:

Title One - Extended Family Services	<u>\$ 11,008</u>
\$18,000 at 0% interest to be repaid in installments of \$600 per year, with final payment due by 2021; \$9,000 at \$346.15 per year, with final payment due by 2021. \$9,000 was forgiven April 1996.	

C. Due From/To Other Funds, Due to Other Governments, and Due to Private Parties

Due From/To Other Funds:

Negative cash balances are required to be reported as interfund loans. Material checks that are on the bank reconciliation but are held until after the balance sheet date should be reclassified as accounts payable. Loans are recorded as Interfund Receivable in the lending fund and as Interfund Payable in the loanee fund. The principal purpose of the interfund transfers is to provide funds for cash deficits.

CITY OF MISSOULA, MONTANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2009

^indicates a major fund

	(Interfund Receivable) Due From	(Interfund Payable) Due To
^ SID 524	\$ 575,543	\$ -
^ General Fund	-	535,952
Capital Improvement		
^ Program	535,953	5,157,339
Nonmajor governmental		
funds	5,428,060	2,331,927
Internal Service fund	2,736,289	-
^ Sewer	-	1,250,627
	<u><u>\$ 9,275,845</u></u>	<u><u>\$ 9,275,845</u></u>

Due From Other Governments:

Primary Government		
General Fund		
Due from Missoula County – Taxes Receivable		\$ 1,173,136
Due from Missoula County – DUI Task Force		2,962
Due from Missoula County – Postage		39
Due from Missoula County – Parks and Recreation maintenance		25,850
Due from Missoula County – Reimburse Fire Department Fuel Mitigation Overtime		8,288
Due from Missoula County Public Schools – School Resource Officer		180,000
Due from Montana Department of Transportation – Public Works Projects		3,099
Due from Montana Department of Transportation – Pedestrian Safety Grant		8,798
Due from Montana Department of Transportation – Safe Routes to Schools		19,753
Due from State of Montana – Reimburse Fire Department for Forest Fire Services		1,311
Due from Victor Fire District - Reimburse for Truck Maintenance		225
Due from University of Montana – Reimburse Overpayment of Bike/Ped Intern		1,312
Due from Federal Government – SAFER Grant		118,308
Due from City Municipal Court		101,961
Total General Fund		<u><u>1,645,042</u></u>

Special Revenue Funds:

Due from Missoula County – Taxes Receivable	164,363
Due from City Municipal Court – Drug Forfeiture	1,733
Due from City Municipal Court – Crime Victim Surcharge	6,896
Due from Montana Department of Transportation – CMAQ/CTEP grants	107,188
Due from State of Montana – Equipment Grant	19,310
Due from State of Montana – Seatbelt Overtime Grant	10,001
Due from Federal Government – HOME Grant	287,426
Due from Federal Government – JAG Police Grant	5,525
Due from Federal Government – ICAC Grant	7,986
Due from Federal Government – Bulletproof Vest Program	2,187
Due from Federal Government – HIDTA Task Force grant	28,266
Due from Federal Government – EPA Brownfields grant	2,805
Due from Federal Government – CDBG Grant	81,453
Total Special Revenue Funds	<u><u>725,139</u></u>

CITY OF MISSOULA, MONTANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2009

Debt Service Funds

Major fund – Due from Missoula County – Taxes Receivable	4,760
Non-major funds – Due from Missoula County – Taxes Receivable	<u>132,204</u>
Total Debt Service Funds	<u>136,964</u>
	<u><u>\$ 2,507,145</u></u>

Total, Due From Other Governments, Governmental Funds

Proprietary Funds	
Due from Missoula County – Delinquent Sewer Collections	<u>2,001</u>
Agency Funds	
Due from City Municipal Court – Court Surcharge	<u>5,644</u>

Due to Other Governments:

Agency Funds	
Supreme Court	\$ 21,641
County Park Board	5,500
County Clearing	311
Total Due to Other Governments	<u>27,452</u>

Due to Private Parties:

Agency Funds	
Sewer Rebates	\$ 64,589
Youth Programs	473
Municipal Court Restitution	197,055
Residential Inspection	754
Elk Hills Subdivision	3,868
Total Due to Private Parties	<u>266,739</u>

D. Bond Issuance Costs

The following bond costs are being amortized over the life of the bonds:

Primary Government, Sewer Revenue Bond Costs (Major Fund)	\$ 6,406
Component Unit, Parking Commission Revenue Bond Costs	<u>9,481</u>
Total Deferred Expense, Reporting Entity	<u>15,887</u>

E. Capital Assets

The City has identified three types of street infrastructure:

1. Arterial/collector streets
2. Commercial streets
3. Residential streets

Estimating construction costs

Arterial/Collector & Commercial & Residential Streets- The City estimated costs for these streets using a bid from the 39th street project for 2002/2003 (used for all projects prior to FY2007) and from the England Boulevard bid on 9/18/2006 for FY2007 and future projects.

CITY OF MISSOULA, MONTANA
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Estimating overhead

1. Arterial/collector - 40% of estimated construction costs
2. Commercial - 25% of estimated construction costs
3. Residential - 25% of estimated construction costs

Total estimates per square yard

The total estimated construction and overhead costs per square yard of street are shown below for fiscal year 2009:

	<u>Construction</u>	<u>Overhead</u>	<u>Total</u>
Arterial/Collector	\$41/Sq Yard	\$16.40/Sq Yard	\$57.40/Sq Yard
Commercial	\$38/Sq Yard	\$9.50/Sq Yard	\$47.50/Sq Yard
Residential	\$26/Sq Yard	\$6.50/Sq Yard	\$32.50/Sq Yard

Depreciation

Depreciation is calculated on a straight-line basis with a full month convention for all governmental assets except infrastructure.

Capital Asset activity for the fiscal year ended June 30, 2009, is summarized as follows:

CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2009 was as follows:

	<u>Beginning Balance</u>	<u>Prior Period Adjustment</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Governmental Activities:					
Capital Assets not being Depreciated:					
Art	\$ 181,500	\$ 15,000	\$ -	\$ -	\$ 196,500
Land	19,342,529	-	-	-	19,342,529
Work-In-Progress	4,874,917	(9,554)	1,676,983	(5,201,085)	1,341,261
Total Capital Assets not being Depreciated	<u>24,398,946</u>	<u>5,446</u>	<u>1,676,983</u>	<u>(5,201,085)</u>	<u>20,880,290</u>
Capital Assets being Depreciated:					
Buildings	27,880,251	-	5,300,450	-	33,180,701
Infrastructure	192,996,714	24,472	4,889,932	-	197,911,118
Machinery & Equipment	19,549,916	-	1,576,395	(485,328)	20,640,983
Total Capital Assets being Depreciated	<u>240,426,881</u>	<u>24,472</u>	<u>11,766,777</u>	<u>(485,328)</u>	<u>251,732,802</u>
Less Accumulated Depreciation for:					
Buildings	(10,078,438)	-	(833,461)	-	(10,911,899)
Infrastructure	(108,741,557)	217,464	(4,483,774)	-	(113,007,867)
Machinery & Equipment	(11,575,337)	2,187	(1,361,217)	418,591	(12,515,776)
Total Accumulated Depreciation	<u>(130,395,332)</u>	<u>219,651</u>	<u>(6,678,452)</u>	<u>418,591</u>	<u>(136,435,542)</u>

CITY OF MISSOULA, MONTANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2009

Depreciation expense was charged to functions as follows:

Governmental Activities:

General Government	\$ 342,710
Public Safety	824,759
Public Works	4,860,126
Public Health	18,304
Culture and Recreation	488,953
Housing & Community Development	<u>143,600</u>
Total Governmental Activities Depreciation Expense	<u><u>\$ 6,678,452</u></u>

The following is a summary of business-type capital assets for the year ended June 30, 2009:

Depreciation is calculated on a straight line basis.

	Beginning Balance	Additions	Deletions	Ending Balance
Business-type Activities:				
Capital Assets not being Depreciated:				
Art	\$ 65,229	\$ -	\$ -	\$ 65,229
Land	1,333,614	-	-	1,333,614
Work In Process	5,270,130	2,601,422	(5,361,151)	2,510,401
Total Capital Assets not being Depreciated	<u>6,668,973</u>	<u>2,601,422</u>	<u>(5,361,151)</u>	<u>3,909,244</u>
Capital Assets being Depreciated:				
Buildings	20,308,421	24,939	-	20,333,360
Improvements	88,206,452	5,234,097	-	93,440,549
Machinery & Equipment	5,890,560	276,179	-	6,166,739
Total Capital Assets being Depreciated	<u>114,405,433</u>	<u>5,535,215</u>	<u>-</u>	<u>119,940,648</u>
Less Accumulated Depreciation for:				
Buildings	(3,999,771)	(611,416)	-	(4,611,187)
Improvements	(23,095,228)	(1,797,047)	-	(24,892,275)
Machinery & Equipment	(4,414,265)	(240,241)	-	(4,654,506)
Total Accumulated Depreciation	<u>(31,509,264)</u>	<u>(2,648,704)</u>	<u>-</u>	<u>(34,157,968)</u>
Total Capital Assets being Depreciated, Net	<u>82,896,168</u>	<u>2,886,511</u>	<u>-</u>	<u>85,782,679</u>
Capital Assets, Net	<u>\$ 89,565,141</u>	<u>\$ 5,487,934</u>	<u>\$ (5,361,151)</u>	<u>\$ 89,691,924</u>

Depreciation expense was charged to functions as follows:

Business-type activities:

Sewer	\$ 2,244,774
Aquatics	<u>403,929</u>
Total Business-type activities Depreciation Expense	<u><u>\$ 2,648,703</u></u>

CITY OF MISSOULA, MONTANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2009

Component Unit: MPC	Beginning Balance	Additions	Deletions	Ending Balance
Capital Assets not being Depreciated:				
Parking Lots	\$ 2,397,866	\$ -	\$ -	\$ 2,397,866
Capital Assets being Depreciated:				
Parking Structures	2,265,634	-	-	2,265,634
Furniture, Fixtures & Computers	46,367	-	-	46,367
Machinery, equipment and vehicles	477,487	26,000	(34,003)	469,484
Parking Lot improvements	1,165,976	-	-	1,165,976
Capitalized Interest	409,007	-	-	409,007
	4,364,471			4,356,468
Less Accumulated Depreciation	(1,894,264)	(144,082)	34,003	(2,004,343)
Total Capital Assets being depreciated, net	<u>2,470,207</u>	<u>(144,082)</u>	<u>34,003</u>	<u>2,352,125</u>
Capital Assets, net	<u>\$ 4,868,073</u>	<u>\$ (144,082)</u>	<u>\$ 34,003</u>	<u>\$ 4,749,991</u>

F. Long-Term Obligations

During the year ended June 30, 2009 the following changes occurred in long-term liabilities reported in the governmental activities, the City's proprietary funds and component units:

	<u>Balance</u>			<u>June 30, 2009</u>	(a) Due Within One Year
	<u>July 1, 2008</u>	<u>Additions</u>	<u>Reductions</u>		
Governmental Activities:					
General Obligation Bonds	\$ 17,500,000	\$ -	\$ 1,265,000	\$ 16,235,000	\$ 1,170,000
Limited Obligation Bonds	5,360,000	-	230,000	5,130,000	240,000
Special Assessment Bonds	15,510,165	-	1,479,870	14,030,295	1,488,870
Sidewalk and Curb Warrants	120,923	-	20,675	100,248	100,248
Intercap Loans	222,425	-	31,116	191,309	32,246
Compensated Absences	3,442,644	2,105,354	2,073,184	3,474,814	2,001,891
Total Governmental Activities	<u>\$ 42,156,157</u>	<u>\$ 2,105,354</u>	<u>\$ 5,099,845</u>	<u>\$ 39,161,666</u>	<u>\$ 5,033,255</u>
Proprietary Funds/					
Business-type Activities:					
Revenue Bonds	\$ 15,818,231	\$ 68,792	\$ 1,017,000	\$ 14,870,023	\$ 1,056,000
Compensated Absences	134,916	104,193	67,141	171,968	69,280
Total Proprietary Funds	<u>\$ 15,953,147</u>	<u>\$ 172,985</u>	<u>\$ 1,084,141</u>	<u>\$ 15,041,991</u>	<u>\$ 1,125,280</u>
Component Units:					
Revenue Bonds	\$ 7,100,000	\$ -	\$ 195,000	\$ 6,905,000	\$ 205,000
Compensated Absences	91,735	44,312	62,911	73,136	62,638
Total Component Units	<u>\$ 7,191,735</u>	<u>\$ 44,312</u>	<u>\$ 257,911</u>	<u>\$ 6,978,136</u>	<u>\$ 267,638</u>

(a) Included in Balance June 30, 2009

CITY OF MISSOULA, MONTANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2009

Primary Government

Compensated Absences

For governmental activities, compensated absences are generally liquidated by the general fund.

General Obligation Bonds Payable

Paid from property tax revenues deposited in Debt Service Funds:

<u>Bonds</u>	<u>Date Issued</u>	<u>Date Matures</u>	<u>Rate</u>	<u>Amount Issued</u>	<u>Balance June 30, 2009</u>
2004 Aquatics	2004	2024	3.0-4.5%	\$ 8,100,000	\$ 6,545,000
2004 Refunding	2004	2013	3.0-3.8%	2,705,000	950,000
2005 Fire Station	2006	2026	3.95-4.5%	5,740,000	5,145,000
2007 Refunding	2007	2018	3.6-4.0%	4,355,000	3,595,000
Total GO Bonds				<u>\$ 20,900,000</u>	<u>\$ 16,235,000</u>

Annual debt service requirements to maturity for General Obligation Bonds as of June 30, 2009, were as follows:

Fiscal Year Ending

<u>June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2010	\$ 1,170,000	\$ 656,883	\$ 1,826,883
2011	1,225,000	614,833	1,839,833
2012	1,270,000	569,748	1,839,748
2013	1,320,000	521,133	1,841,133
2014	1,115,000	470,433	1,585,433
2015-2019	4,955,000	1,703,381	6,658,381
2020-2024	4,360,000	777,800	5,137,800
2025-2026	820,000	55,300	875,300
Total	<u>\$ 16,235,000</u>	<u>\$ 5,369,511</u>	<u>\$ 21,604,511</u>

Limited Obligation Bonds

Paid from General Fund revenues:

<u>Bonds</u>	<u>Date Issued</u>	<u>Date Matures</u>	<u>Rate</u>	<u>Amount Issued</u>	<u>Balance June 30, 2009</u>
2001 A Maintenance	2000	2020	4.25-5.20%	\$ 1,600,000	\$ 1,110,000
2006 Council/MRA Remodel	2006	2026	4.25-4.55%	1,100,000	985,000
2006 Aquatics Support	2006	2026	3.625-4.0%	1,860,000	1,635,000
2007B Fire Subsidy	2007	2026	3.70-4.20%	680,000	630,000
2007C 50 Meter Pool	2008	2027	3.50-4.40%	840,000	770,000
Total Limited Obligation Bonds				<u>\$ 6,080,000</u>	<u>\$ 5,130,000</u>

CITY OF MISSOULA, MONTANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2009

Annual debt service requirements to maturity for Limited Obligation Bonds as of June 30, 2009, were as follows:

Fiscal Year Ending

<u>June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2010	\$ 240,000	\$ 217,746	\$ 457,746
2011	255,000	208,046	463,046
2012	265,000	197,621	462,621
2013	280,000	186,678	466,678
2014	290,000	175,008	465,008
2015-2019	1,645,000	680,196	2,325,196
2020-2024	1,470,000	325,790	1,795,790
2025-2027	<u>685,000</u>	<u>48,220</u>	<u>733,220</u>
Total	<u>\$ 5,130,000</u>	<u>\$ 2,039,305</u>	<u>\$ 7,169,305</u>

Revenue Bonds

Paid from sewer utility revenues:

<u>Bonds</u>	<u>Date Issued</u>	<u>Date Matures</u>	<u>Rate</u>	<u>Amount Issued</u>	<u>Balance June 30, 2009</u>
1992 Sewer, A	1/23/1992	7/1/2013	4.00%	\$ 1,177,000	\$ 315,000
1992 Sewer, B	7/15/1992	1/1/2013	4.00%	2,221,000	523,000
1999 Sewer Bonds	6/24/1999	7/1/2019	4.00%	1,820,000	464,000
2000(B) Sewer Bonds	10/3/2000	7/1/2020	4.00%	718,000	305,000
2001 Sewer Bonds - Bellevue & Reserve	4/27/2001	1/1/2021	4.00%	459,162	913,000
2002 Sewer Bonds - 39th St.	5/16/2002	1/1/2022	4.00%	1,395,000	1,088,000
2002 Missoula Treatment Plant A	11/21/2002	7/1/2022	4.00%	5,000,000	3,678,000
2002 Missoula Treatment Plant B	10/15/2003	7/1/2023	3.75%	3,800,000	2,939,000
2002 Missoula Treatment Plant C	3/23/2004	7/1/2024	3.75%	3,688,000	2,939,000
2005 Sewer Bonds - Brdwy/Lincolnwood	11/28/2005	7/1/2025	3.75%	1,997,000	1,440,833
2006 Sewer Bonds - Lincolnwood Ph. II	9/21/2006	7/1/2026	3.75%	<u>419,000</u>	<u>265,190</u>
Total Revenue Bonds				<u>\$ 22,694,162</u>	<u>\$ 14,870,023</u>

Annual debt service requirements to maturity for revenue bonds as of June 30, 2009, were as follows:

Fiscal Year Ending

<u>June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2010	\$ 1,056,000	\$ 565,637	\$ 1,621,637
2011	1,099,000	523,622	1,622,622
2012	1,141,000	480,812	1,621,812
2013	1,102,000	435,817	1,537,817
2014	978,000	394,925	1,372,925
2015-2019	5,495,000	1,369,706	6,864,706
2020-2024	<u>3,999,023</u>	<u>327,747</u>	<u>4,326,770</u>
Total	<u>\$ 14,870,023</u>	<u>\$ 4,098,266</u>	<u>\$ 18,968,289</u>

CITY OF MISSOULA, MONTANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2009

Revenue Bond Covenants

The Sewer Revenue Bonds require:

1. Segregated cash accounts with restrictions on their use.
2. Accounting for the sewer fund in accordance with generally accepted accounting principles and issuing audited statements annually.
3. Billing quarterly, no free services and legal action to collect delinquencies.
4. Reserves in operating account and Revenue Bond accounts (maximum due in any future calendar year).
5. Net revenues at least equal to 125% of the maximum annual debt service.
6. The bonds may be redeemed early if approval is sought from the Department of Natural Resources and all payments are current.

The City of Missoula is in substantial compliance with all of the above requirements except for quarterly billing. For residential and some commercial accounts, the City bills every six months to conserve on postage costs and personnel time.

Special Assessment Debt with Government Commitment

Property owners are assessed for principal and interest to repay special assessment bonds. If sufficient funds are not received, loans are made from the SID Revolving fund. This fund is financed by fees paid by each new SID, by cash transferred from the general fund if needed and by any surplus remaining in completed SID's. The cash balance in the Revolving Fund must equal at least 5% of the principal amount of debt outstanding. If the cash balance is less than 5%, a levy is required to bring the cash balance to the required minimum. The required minimum for the City at June 30, 2009 is \$701,515. The Revolving Fund cash at June 30, 2009 is \$702,257.

The following table lists all outstanding special assessment bond issues and the outstanding balance as of June 30, 2009:

<u>Bonds</u>	<u>Date Issued</u>	<u>Date Matures</u>	<u>Rate</u>	<u>Amount Issued</u>	<u>Balance June 30, 2009</u>
498	1992	2012	4.00%	\$ 2,465,000	\$ 284,000
501	1992	2012	4.00%	943,000	81,000
503	1993	2013	4.00%	324,000	44,000
511	1994	2014	4.00%	304,000	65,000
512	1998	2018	4.00-5.25%	1,724,000	731,860
513	1996	2007	5.90%	41,000	8,858
514	1996	2012	5.90%	213,000	46,029
515	1996	2007	5.90%	9,800	2,113
517	1997	2012	4.20-5.50%	91,000	17,605
518	1997	2012	4.20-5.50%	39,000	7,527
519	1997	2012	4.20-5.50%	109,000	21,067
520	1998	2019	4.00%	2,634,000	1,304,000
521	1998	2018	4.50-5.25%	7,900	3,330
522	1998	2018	4.50-5.25%	11,200	4,810
524	2002	2023	4.00%	4,577,000	3,260,000
525	2001	2020	4.00%	658,000	390,000
526	2000	2021	4.00%	2,671,000	1,716,000
527	2004	2011	2.70-3.80%	22,400	6,400
530	2006	2016	3.80-4.75%	6,706	4,696
532	2005	2024	3.50-5.00%	556,000	430,000

CITY OF MISSOULA, MONTANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2009

533	2006	2025	3.75%	244,000	209,000
534	2006	2026	3.75%	254,000	227,000
536	2006	2026	3.75%	438,000	391,000
540	2006	2027	3.75-4.65%	1,570,000	1,465,000
FY99 S&C	1999	2011	3.20-4.60%	644,000	50,000
FY00 S&C	2000	2012	4.625-5.50%	840,000	105,000
FY01 S&C	2001	2013	3.00-4.50%	340,000	60,000
FY02 S&C	2002	2014	2.00-4.40%	430,000	85,000
FY03 S&C	2003	2015	2.00-3.80%	805,000	270,000
FY04 S&C	2004	2016	2.00-4.75%	710,000	280,000
FY05 S&C	2005	2017	3.50-4.65%	765,000	445,000
FY06 S&C	2006	2018	3.75-4.25%	1,145,000	750,000
FY07 S&C	2007	2027	4.00-4.75%	920,000	760,000
FY08 S&C	2008	2028	2.5-5.00%	560,000	505,000
Total Special Assessment Bonds				<u>\$ 27,072,006</u>	<u>\$ 14,030,295</u>

Annual debt service requirements to maturity for special assessment bonds as of June 30, 2009, were as follows:

Fiscal Year Ending					
	<u>June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	
2010	\$ 1,488,870	\$ 574,429	\$ 2,063,299		
2011	1,488,870	514,337	2,003,207		
2012	1,402,869	453,271	1,856,140		
2013	1,162,670	395,970	1,558,640		
2014	1,067,670	347,531	1,415,201		
2015-2019	4,381,346	1,138,734	5,520,080		
2020-2024	2,510,000	371,196	2,881,196		
2025-2028	<u>528,000</u>	<u>45,421</u>	<u>573,421</u>		
Total	<u>\$ 14,030,295</u>	<u>\$ 3,840,889</u>	<u>\$ 17,871,184</u>		

Sidewalk and Curb Interest Bearing Warrants

Issued for sidewalk, curb and gutter improvements. Paid for through property assessments.

Issue	Interest	Outstanding
<u>Date</u>	<u>Rate</u>	<u>June 30, 2009</u>
1999	6.50%	\$ 100,248

Annual debt service requirements to maturity for Sidewalk and Curb warrants as of June 30, 2009, were as follows:

Fiscal Year Ending					
	<u>June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	
2010		<u>\$ 100,248</u>	<u>\$ 6,519</u>	<u>\$ 106,770</u>	

Intercap Loans

Intercap loans are loans for capital equipment from the Montana Board of Investments. Payments are due in August and February. The interest rate varies annually based on calculations provided by the State Board of Investments and was 4.85% for fiscal year 2009.

CITY OF MISSOULA, MONTANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2009

<u>Issue Date</u>	<u>Maturity Date</u>	<u>Original Loan Amount</u>	<u>Balance June 30, 2009</u>
2004	2014	<u>\$ 300,000</u>	<u>\$ 191,309</u>

Annual debt service requirements to maturity for Intercap loan as of June 30, 2009, were as follows:

Fiscal Year Ending

<u>June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2010	\$ 32,246	\$ 5,955	\$ 38,201
2011	33,417	7,162	40,579
2012	34,631	5,560	40,191
2013	35,888	3,901	39,789
2014	37,194	2,180	39,374
2015	<u>17,933</u>	<u>426</u>	<u>18,359</u>
Total	<u>\$ 191,309</u>	<u>\$ 25,184</u>	<u>\$ 216,493</u>

Component Units

Revenue Bonds

Missoula Parking Commission: Revenue bonds paid from parking revenues.

<u>Bonds</u>	<u>Date Issued</u>	<u>Date Matures</u>	<u>Rate</u>	<u>Amount Issued</u>	<u>Balance June 30, 2009</u>
Parking Commission	5/1/2001	11/1/2016	4.6-5.5%	<u>\$1,700,000</u>	<u>\$ 250,000</u>

Minimum annual payments on principal and interest for bonds payable are shown below.

Fiscal Year Ending

<u>June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2010	\$ 115,000	\$ 46,788	\$ 161,788
2011	120,000	40,970	160,970
2012	130,000	34,655	164,655
2013	135,000	27,830	162,830
2014	140,000	20,610	160,610
2015-2016	<u>310,000</u>	<u>17,250</u>	<u>327,250</u>
Total	<u>\$ 950,000</u>	<u>\$ 188,103</u>	<u>\$ 1,138,103</u>

Missoula Redevelopment Agency: Revenue bonds paid from tax increment revenues.

<u>Bonds</u>	<u>Date Issued</u>	<u>Date Matures</u>	<u>Rate</u>	<u>Amount Issued</u>	<u>Balance June 30, 2009</u>
MAEDC Note Payable	8/10/2006	2031	1.50%	\$ 1,125,000	\$ 1,125,000
2006 Tax Increment	8/15/2006	2031	4.89%	3,600,000	3,330,000
2007 Tax Increment	10/15/2007	2031	6.95%	<u>1,500,000</u>	<u>1,500,000</u>
Total				<u>\$ 6,225,000</u>	<u>\$ 5,955,000</u>

The City of Missoula applied for and received a \$1 million grant from the U.S. Environmental Protection agency (EPA) to create a revolving loan fund to be used for brownfields remediation of the Old Sawmill District located within URD II. The City entered into a subrecipient agreement with the Missoula Area Economic Development Corporation (MAEDC) to manage the revolving loan fund. MAEDC provided \$200,000 in matching funds required under the EPA grant, creating a total loan fund of \$1.2 million. In August 2006, MAEDC made a loan of \$1,000,000 bearing interest at 1.5% to MRP LLC, the developer of

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the Old Sawmill District, with MRA and the City identified as co-borrowers. The loan will be repaid solely from tax increment revenue resulting from the increased taxable value of the property within the Old Sawmill District, and is not a general obligation of the City. For these reasons, the loan is reflected as a liability of MRA. In August 2007, the loan was increased from \$1 million to \$1.125 million.

Minimum annual payments on principal and interest for the bonds payable are shown below:

Fiscal Year Ending

<u>June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2010	\$ 90,000	\$ 405,733	\$ 495,733
2011	125,000	257,529	382,529
2012	135,000	251,169	386,169
2013	145,000	244,063	389,063
2014	150,000	236,558	386,558
2015-2019	1,720,000	1,014,635	2,734,635
2020-2024	635,000	607,568	1,242,568
2025-2029	1,110,000	417,480	1,527,480
2030-2032	720,000	56,121	776,121
Total	\$ 4,830,000	\$ 3,490,856	\$ 8,320,856

Debt service requirements to maturity for the MAEDC loan follow:

Fiscal Year Ending

<u>June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2010	\$ -	\$ 16,875	\$ 16,875
2011	-	16,875	16,875
2012	-	16,875	16,875
2013	-	16,875	16,875
2014	-	16,875	16,875
2015-2019	-	84,375	84,375
2020-2024	265,691	80,419	346,110
2025-2029	562,108	45,737	607,845
2030-2031	297,201	6,455	303,656
Total	\$ 1,125,000	\$ 301,361	\$ 1,426,361

Conduit Debt Obligations

The City has participated in several issues of industrial revenue bonds issued for the purpose of constructing privately operated facilities within the City. These bonds are not direct or contingent liabilities of the City. Revenues from lease agreements and property purchased with the bond proceeds are pledged for the total payment of principal and interest on the bonds and the bondholders can look only to these sources for repayment. Neither the City, the State, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

As of June 30, 2009, there were three series of industrial revenue bonds outstanding, with an aggregate principal amount payable of \$6,248,124.

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G. Employee Benefits

1. Statewide Retirement Plans

Substantially all full-time City employees are eligible for one of three state-wide cost-sharing multiple-employer retirement plans. The City had a total payroll of \$22,494,767 for 2009, of which \$20,819,710 is covered by PERS, MPORS, or FURS. The financial information for all three retirement plans are reported in the Public Employees' Retirement Board's published "Comprehensive Annual Financial Report" for the fiscal year end. It is available from MPERA at 100 North Park Ave, P.O. Box 200131, Helena, MT 59620-0131, (406) 444-3154. Retirement expenditures are reported in the fund incurring the expense.

Public Employees' Retirement System (PERS)

PERS is a statewide retirement plan established in 1945 and is governed by Title 19, Chapters 2 and 3 of the Montana Code Annotated providing retirement services for substantially all public employees. The PERS is a mandatory multiple-employer, cost sharing plan administered by the Montana Public Employees' Retirement Administration (MPERA).

The PERS offers retirement, disability and death benefits to plan members and their beneficiaries. Benefit eligibility is age 60 with at least five years of service; age 65 regardless of service; or 30 years of service regardless of age. Actuarial reduced benefits may be taken with 25 years of service or at age 50 with at least five years of service. Monthly retirement benefits are determined by taking 1/56 times the number of years of service times the final average salary. A guaranteed annual benefit adjustment (GABA) of 1.5% or 3%, depending on date of hire, is provided each January for benefit recipients if they have been receiving a benefit for at least 12 months. Members' rights become vested after five years of service. The authority to establish, amend and provide cost of living adjustments for the plan is assigned to the State legislature.

The State legislature has the authority to establish and amend contribution rates to the plan. Plan members are required to contribute 6.90% of monthly compensation. Local government entities are required to contribute 6.935% of members' compensation. The State of Montana contributes 0.1% of members' compensation on behalf of local government entities.

Firefighters' Unified Retirement System (FURS)

The City contributes to the Firefighters' Unified Retirement System (FURS). The FURS was established in 1981 and is governed by Title 19, Chapter 13 of the Montana Code Annotated providing retirement services for fully-paid firefighters. The FURS is a mandatory multiple-employer, cost sharing plan administered by the Montana Public Employees' Retirement Administration (MPERA).

The FURS offers retirement, disability and death benefits to plan members and their beneficiaries. A member may retire with a normal retirement benefit after completing 20 years of service, regardless of age. The monthly service retirement benefit, for members hired before July 1, 1981, who did not elect to be covered under GABA is equal to $\frac{1}{2}$ of the last monthly compensation received. An additional amount equal to 2% of the last monthly compensation earned for each year in excess of 20 years can be received. For those hired on or after July 1, 1981, and members hired prior to July 1, 1997 who have elected to be covered by GABA, the retirement allowance is equal to 2.5% of the highest average compensation for the last consecutive 36 months of service. For members hired after June 30, 1997, and members hired prior to July 1, 1997 who have elected to be covered by GABA, a guaranteed annual benefit adjustment (GABA) of 3.0% is provided each January for benefit recipients if they have been receiving a benefit for at least 12 months. Rights become vested after 5 years of service. The authority to establish, amend and provide cost of living adjustments for the plan is assigned to the State legislature.

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The State legislature has the authority to establish and amend contribution rates to the plan. Plan members are required to contribute 9.5% of monthly compensation if hired prior to July 1, 1997 and not electing GABA coverage. The contribution for plan members hired after June 30, 1997 and members hired prior to July 1, 1997 and electing GABA coverage is 10.7% of monthly compensation. Employers are required to contribute 14.36% of members' compensation. The State is required to contribute 32.61% of members' compensation. One hundred percent of required contributions were received.

Municipal Police Officers' Retirement System (MPORS)

The City contributes to the Municipal Police Officers' Retirement System (MPORS). The MPORS was established in 1975 and is governed by Title 19, Chapter 2 and 9 of the Montana Code Annotated providing retirement services for all municipal police officers of cities covered by the plan. The MPORS is a mandatory multiple-employer, cost sharing plan administered by the Montana Public Employees' Retirement Administration (MPERA).

The MPORS offers retirement, disability and death benefits to plan members and their beneficiaries. Minimum years of service are 20 for benefit eligibility. The retirement benefit is calculated as follows: 2.5% of final average compensation per year of service. Officers hired prior to July 1, 1997, not electing GABA, shall receive a minimum of $\frac{1}{2}$ of the compensation of a newly hired officer. For members hired after June 30, 1997, and members hired prior to July 1, 1997 who have elected GABA coverage a guaranteed annual benefit adjustment (GABA) of 3.0% is provided each January if the benefit recipient has been receiving a benefit for 12 months prior to January 1. Rights become vested after 20 years of service. The authority to establish, amend and provide cost of living adjustments for the plan is assigned to the State legislature.

The State legislature has the authority to establish and amend contribution rates to the plan. Plan members are required to contribute 5.8% (for members hired prior to July 1, 1975 and not electing GABA), 7.0% (for members hired between July 1, 1975 and June 30, 1979 and not electing GABA), 8.5% (for members hired on and after July 1, 1979 and not electing GABA), and 9.0% (for new hires after June 30, 1997 and members electing GABA) of monthly compensation. Employers are required to contribute 14.41% of members' compensation. The State is required to contribute 29.37% of members' compensation. One hundred percent of required contributions were received. All of the on-behalf payments for fringe benefits for the City's employees were recognized as revenues and expenditures/expenses during the period.

Contribution rates for the plans are required and determined by State law. The contribution rates, expressed as a percentage of covered payroll for the fiscal year ended June 30, 2009, were:

	PERS	MPORS	FURS
Employee	6.90%	5.8 – 9.0% (1)	9.5-10.7% (2)
Employer	6.935%	14.41%	14.36 %
State	0.10%	29.37%	32.61%

(1) 5.0% for members hired prior to July 1, 1975
7.0% for members hired between July 1, 1975 and June 30, 1979 (not covered by GABA)
8.5% for members hired on or after July 1, 1979
9.0% for members hired after June 30, 1997
From July 1, 1997 to January 1, 1998 existing members could join the new plan (GABA)

(2) 9.5% for members hired prior to July 1, 1997
10.7% for members hired after June 30, 1997
From July 1, 1997 to January 1, 1998 existing members could join the new plan (GABA)

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The City of Missoula and the State of Montana contributions (including component units) for the years ended June 30, 2007, 2008 and 2009 as listed below, were equal to the required contributions for each year.

	Primary Government								Component Units			
	PERS		MPORS		FURS		PERS					
	<u>City</u>	<u>State</u>	<u>City</u>	<u>State</u>	<u>City</u>	<u>State</u>	<u>City</u>	<u>State</u>	<u>City</u>	<u>State</u>	<u>City</u>	<u>State</u>
2007	\$ 606,774	\$ 8,923	\$ 678,509	\$ 1,382,916	\$ 676,155	\$ 1,535,474	\$ 42,925	\$ 631				
2008	656,741	9,564	731,885	1,670,873	677,821	1,538,654	45,987	676				
2009	689,774	10,320	750,166	1,608,246	715,942	1,667,135	47,295	684				

2. Insurance

The City has a self-insured medical, dental and life insurance plan which provides benefits for all permanent employees electing to be covered. City and employee monthly contribution rates depend on whether the employee is full or part time. City contributions were \$503 for a half time employee to \$670 for a full time employee. Employee contributions were \$10 for full time employees up to \$178 for half time employees. Retirees may also participate in the plan. The City subsidizes the retiree's premium cost at 15%. They paid \$539 per month, for medical coverage only. They are not covered by the dental and life insurance plans. City contributions to the plan for the year ended June 30, 2009 were \$3,428,102, employee contributions were \$408,635 and retiree contributions were \$331,336. Premium expenses are charged to the appropriate departments, than deposited into the Employee Benefit Fund, an internal service fund. This fund is used to pay claims, stop loss insurance and an administrator to process claims. An operating transfer in the amount of \$61,036 from the General Fund was made to the Employee Benefit Fund during fiscal year 2009. Following is a summary of the changes in the balances of claim liabilities (based on calculations provided by the plan administrator) during fiscal 2007, 2008 and 2009.

	Claims			Claims		
	Payable		Beginning of Fiscal Year	Claims		Payable End of Fiscal Year
	Incurred	Claims Paid		Incurred	Claims Paid	
2007	\$ 152,339	\$ 3,041,420		\$ 3,022,700		\$ 171,059
2008	171,059	3,146,703		3,095,689		222,073
2009	222,073	3,425,982		3,383,784		264,271

3. Postemployment Benefits

Terminated employees may remain on the City's health insurance plan for up to 18 months if they pay the monthly premiums. This benefit is required under the federal C.O.B.R.A. law. Retirees may remain on the City's health plan as long as they wish, provided they pay the monthly premiums. State law requires the City to provide this benefit. There are no other post-employment benefits provided by the City. Out of 484 individuals covered by the plan at June 2009, there were 50 retirees and 1 C.O.B.R.A. participant. The City of Missoula sponsors a defined benefit plan for health insurance, which includes coverage for retirees. This plan is named the Health Benefits Plan for the Employees of City of Missoula. The City administers this single-employer plan. The plan provides medical insurance for retirees with the retiree paying a premium for this benefit. Benefits and contribution rates are established and may be amended by the City of Missoula's Employee Benefits Committee. The plan's financial information is included as part of the City's self insurance internal service fund.

The City has considered whether the provisions of GASB Statement 43, "Financial Reporting for Postemployment Benefit Plans other than Pension Plans" are applicable to its self-insured plan. Under GASB 43, the City's plan is not administered as a trust and is a single-employer plan. Accordingly, the City has determined that Statement 43 does not apply.

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GASB 45 amended GASB 10 to require that retiree amounts be excluded from internal service funds used for medical benefits. However, the City has determined that these amounts are not material; and accordingly, the internal service fund includes amounts related to retirees.

The City has adopted the provisions of GASB Statement 45, "Accounting and Financial Reporting by Employers for Postemployment Benefits other than Pension Plans," in fiscal year 2009. GASB 45 requires employers to calculate the actuarial liability for future retiree benefits and the annual required contribution (ARC) for retirees. The provisions of this statement were applied prospectively. Information on the City's health benefits plan for retirees is included below.

The retiree and the City contribute to the plan. The plan is financed on a pay-as-you-go basis with City contributions ensuring that adequate reserves are maintained in the plan. The City's contribution is not contributed to a trust for only retiree benefits so it is not considered a contribution towards the annual required contribution under GASB 45. The contributions to the plan are as follows for July 1, 2008.

Coverage	Retiree	City	Total
	Contribution	Contribution	Premium
Retiree	\$ 539.24	\$ 140.76	\$ 680.00
Retiree, spouse	594.49	150.51	745.00
Retiree, spouse, child	617.87	154.63	772.50
Retiree, spouse, 2 children	641.24	158.76	800.00
Retiree, spouse, 3 children	664.62	162.88	827.50
Retiree, spouse, 4 children	687.99	167.01	855.00
Retiree, child	562.62	144.88	707.50
Retiree, 2 children	585.99	149.01	735.00
Retiree, 3 children	609.37	153.13	762.50
Retiree, 4 children	632.74	157.26	790.00

Based on an actuarial study prepared as of June 30, 2009, the City's annual other post-employment benefit cost was \$499,446 for the fiscal year ended June 30, 2009. This cost and the related net other post-employment benefit obligation consisted of the annual required contribution for the year. There were no additional components since fiscal year 2009 was the first year of implementation of GASB 45. There were no qualified contributions made toward this cost. The net other post-employment benefit obligation increased from zero to \$499,446 at June 30, 2009. Annual information for previous years will be provided in future years.

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As of June 30, 2009, the most recent actuarial valuation date, the plan had an unfunded accrued actuarial liability of \$5,399,965. This liability is not funded under GASB 45 since there are no assets allocated to an irrevocable trust for the retiree benefit plan. Therefore, the funded status of the plan is 0% funded. The annual covered payroll was \$7,538,451 for fiscal year 2009, the unfunded actuarial liability was 71.6% of covered payroll. The annual required contribution and the unfunded actuarial liability is allocated to the applicable component units and funds as follows:

	Component Units					
	Governmental		Parking			
	Activities	Sewer	Aquatics	MRA	Commission	Total
Annual Required Contribution	\$ 451,001	24,222	\$ 5,767	\$ 6,921	\$ 11,535	\$ 499,446
Unfunded Actuarial Liability	4,876,181	261,892	62,355	74,826	124,711	5,399,965

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. Projections of benefits for the plan are based on types of benefits provided under the substantive plan at the time of the actuarial valuation and on the pattern of sharing of benefit costs between the employer and plan members to that point. Actuarial calculations reflect a long-term prospective and, consistent with that perspective, actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities. For the actuarial valuation performed at June 30, 2009 the projected unit credit actuarial cost method was used. The health care cost trend rate was 7% for 2009 decreasing to 5% for 2013 and after. The assumed discount and long-term rate of return was 1.64%. The unfunded actuarial liability was amortized on a level-dollar basis over an open period of 30 years.

4. Deferred Compensation Plan

The City offers its employees deferred compensation plans created in accordance with Internal Revenue Code Section 457. The plans, available to all City employees, permit them to defer a portion of their salary until future years. The pay out of deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. As the result of a change in federal law effective January 1, 1997, all of the City's deferred compensation plans have converted to hold the assets in trust for the exclusive benefit of participants and their beneficiaries. As such, the City no longer recognizes the assets of the deferred compensation plans.

H. Restricted Cash/Investments/Assets

The following restricted cash/investments were held by the City as of June 30, 2009:

<u>Description</u>	<u>Amount</u>
Primary Government	
Sewer Fund - Restricted for debt service	\$1,650,130
Component Units	
Missoula Redevelopment Agency - Restricted for debt service	250,400

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Missoula Parking Commission - Restricted for debt service	<u>150,000</u>
Total Restricted Cash	<u><u>\$ 2,050,530</u></u>

The following net assets were restricted by the City for the reasons stated below as of June 30, 2009:

<u>Description</u>	<u>Amount</u>
Primary Government	
Governmental Funds - Restricted for debt service	\$3,654,339
Sewer - Restricted for debt service	1,337,645
Component Units	
Missoula Redevelopment Agency - Restricted for debt service	250,400
Missoula Parking Commission - Restricted for debt service	<u>150,000</u>
Total Restricted Net Assets	<u><u>\$5,392,384</u></u>

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I. Interfund Transfers - The City has the following transfers:

Transfer To:	Transfer From:	Amount	Explanation
General Fund	Street Maintenance	55,265	Reimburse General Fund for costs incurred within the flushing district
General Fund	Gas Tax	564,000	For street maintenance work by City street staff
General Fund	Employee Health Insurance	3,355,565	Reimburse General Fund from special health levy funds for health insurance premiums paid
General Fund	Cable TV Franchise	165,837	For right of way maintenance
General Fund	Russell Park Maintenance	2,932	Reimburse General Fund for costs incurred within the Russell Park Maintenance District
General Fund	Title I	18,400	Special budget request to support Partnership Health Center
General Fund	Willowwood Park Maintenance	2,434	Reimburse General Fund for costs incurred within the Willowwood Park Maintenance District
		\$ 4,164,433	Total Non-major Special Revenue transfers to General Fund
General Fund	SID Revolving	125,000	To reimburse General Fund for SID costs
		\$ 125,000	Total Non-major Debt Service transfers to General Fund
General Fund	Sewer	290,638	Reimburse General Fund for proportionate share of various technology improvements
		\$ 290,638	Total Major Proprietary fund transfers to General Fund
SID Revolving	Sidewalk & Curb Warrants	36,812	To appropriate fund activity to correct fund
		\$ 36,812	Total Non-major Debt Service transfers to Non-major Debt Service
New Fire Station DS	New Fire Station CP	162,732	To appropriate fund activity to correct fund
		\$ 162,732	Total Non-major Capital Project transfers to Non-major Debt Service
Capital Improvement	General Fund	535,952	Support for capital projects
		\$ 535,952	Total General Fund transfers to Major Capital Project
Capital Improvement	Park Enterprise	28,344	Support for capital projects
		\$ 28,344	Total Non-major Special Revenue transfers to Major Capital Project
Aquatics	General Fund	168,000	Support for aquatics activities
		\$ 168,000	Total General Fund transfers to Major Enterprise Funds
Employee Benefit Plan	General Fund	61,036	Retiree subsidizing of health insurance premium approved by the City council
		\$ 61,036	Total General Fund transfers to Internal Service

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J. Joint Operations with the County

Through interlocal agreements between the City of Missoula and Missoula County services are provided jointly for Health, Office of Planning and Grants, Library, Animal Control and Missoula Art Museum. Members of the governing boards for these operations are appointed by both the City and County with the exception of the Art Museum. In all cases, the County is responsible for handling the administration and accounting for these service areas and includes them in their financial statements. The City provides office space within City Hall for the Office of Planning and Grants. The Art Museum building is included in the City's general capital assets. Health, Animal Control and Library are located in County facilities and are recorded on the County's capital asset records. In all cases, should the interlocal agreements be dissolved, the furniture and equipment will be returned to each unit of government on an equal basis. Buildings will remain in the custody of the government currently reporting them. The City and County meet each year to determine budgetary support. All of the above services have had sufficient funding to carry out their intended purposes.

K. Risk Management

The City faces a considerable number of risks of loss, including: a) damage to and loss of property and contents, b) citizen and employee tort claims, c) professional liability, i.e., errors and omissions, d) environmental damage, e) workers' compensation, i.e. employee injuries, and f) medical insurance costs of employees. A variety of methods are used to provide insurance for these risks. Commercial policies, transferring all risks of loss, except for relatively small deductible amounts are purchased for property and content damage and professional liabilities. The City participates in three statewide public risk pools operated by the Montana Municipal Insurance Authority (MMIA), for property insurance, workers' compensation and for tort liability coverage. Employee medical insurance is provided through a privately administered, self-insured plan. The City of Missoula has an addendum through MMIA in its property coverage termed pollution coverage for environmental damages.

Coverage limits and the deductibles on the commercial policies have stayed relatively constant for the last several years. The premiums for the policies are paid from the General Fund. Settled claims resulting from these risks have not exceeded commercial insurance coverage in the last three years.

In 1986 the City joined together with other Montana cities to form the Montana Municipal Insurance Authority which established a workers' compensation plan and a tort liability plan. Both public entity risk pools currently operate as common risk management and insurance programs for the member governments. The liability limits for damages in tort action for claims brought pursuant to state law are \$750,000 per claim and \$1.5 million per occurrence with a \$15,000 deductible per occurrence. State tort law limits the City's liability to \$1.5 million. There are no liability limits for claims filed pursuant to federal law. The city pays an annual premium for its employee injury insurance coverage, which is allocated to the employer funds based on total salaries and wages. The agreements for formation of the pools provide that they will be self-sustaining through member premiums. Complete financial statements can be obtained by contacting MMIA at PO Box 6669, Helena, MT 59604-6669.

The City provides medical insurance coverage for its employees via a self-insured plan administered by Allegiance Benefit Plan Management, Inc. It provides medical, dental and vision benefits and is operated as an Internal Service Fund, funded by premiums charged to each department, based on the employees in that department, premiums from employees for their spouses, dependents, premiums from retirees electing to remain under the City's plan, and pro rated premiums from part-time and seasonal eligible employees. A commercial "stop-loss" policy has been purchased to cover any claims that exceed \$110,000 per individual or in aggregate for the plan in excess of 95% of the first monthly aggregate attachment point times 12.

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L. Pending Litigation

The City of Missoula is party to certain litigation under which it may be required to pay certain monies upon the decision of the courts. The office of the City Attorney reports various contingent liabilities based on the amount of damages alleged in various cases. It is the opinion of the City Attorney that the City's liability in the cases not covered by insurance will not be material to the financial statements, except one case in which it is reasonably possible that the amount of uninsured loss could be material. However, because the amount of the loss, if any, is not reasonably determinable no provision has been made in the financial statements for these contingent liabilities.

M. Construction Commitments

The City has entered into the following contracts for the design, construction or renovation of the following capital projects:

	<u>Expended</u>	<u>Remaining</u>
	<u>to Date</u>	<u>Commitment</u>
<u>Sewer Funds</u>		
Headworks Upgrade	205,087	485,882
Linda Vista Maloney Ranch Sewer	169,529	86,692
East Broadway Lift Station	5,172	9,750
Dickens Lift Station	38,029	20,303
<u>Governmental Funds</u>		
Fort Missoula Regional Park	\$ 137,567	\$ 3,500
Silvers Lagoon & Silver Park	194,705	485,979
Pineview Park	319,379	6,737
Playfair	7,521	14,038
Grant Creek Trail	78,883	13,139
Milwaukee Trail	72,765	254
SID 544 Rattlesnake Project	-	47,556
Lolo Street project	-	68,275

N. Restatements

Governmental capital assets were restated for calculation errors in the amount of \$249,569, which increased capital assets and net assets of governmental activities in the government-wide financial statements.

O. Subsequent Events

The following bond issues were competitively sold and closed on August 10, 2009:

\$750,000 SID #541 – Pineview Park

\$645,000 Pooled Special Sidewalk, Curb, Gutter, and Alley approach Bonds Series 2009

The following equipment financing was closed on October 15, 2009:

\$1,378,124 Master Governmental Lease Purchase Agreement – heavy equipment/rolling stock.

On August 10, 2006 the Missoula Revitalization Project LLC, the City of Missoula and the MRA entered into a Loan Agreement with the Missoula Area Economic Development Corp for a \$1,000,000 loan, later increased to \$1,125,000, from the Missoula Brownfields Revolving Loan Fund. Subsequent to year end the loan was again increased to \$1,525,000.

**BUDGET TO ACTUAL
COMPARISON
GENERAL FUND**

**REQUIRED
SUPPLEMENTARY INFORMATION
OTHER THAN MANAGEMENT
DISCUSSION AND ANALYSIS**

City of Missoula, Montana
Budgetary Comparison Schedule
June 30, 2009

General Fund

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		
Revenues				
Taxes and assessments	\$ 18,764,151	\$ 18,764,151	\$ 18,477,296	\$ (286,855)
Licenses and permits	1,504,343	1,504,343	1,180,657	(323,686)
Intergovernmental	9,727,847	10,203,854	10,123,957	(79,897)
Charges for services	3,718,090	4,288,588	3,568,065	(720,523)
Fines and forfeitures	1,269,500	1,269,500	1,086,994	(182,506)
Miscellaneous	194,700	242,623	131,153	(111,470)
Investment earnings	300,000	300,000	107,986	(192,014)
New Requests	1,108,098	-	-	-
Total revenues	<u>36,586,729</u>	<u>36,573,059</u>	<u>34,676,108</u>	<u>(1,896,951)</u>
Expenditures				
General government	8,615,439	7,853,872	7,291,495	562,377
Public safety	20,730,020	21,388,505	20,292,803	1,095,702
Public works	6,652,626	6,771,885	6,326,179	445,706
Public health	1,419,977	1,419,977	1,404,043	15,934
Social and economic services	118,450	118,450	118,450	-
Culture and recreation	3,456,322	3,531,152	3,231,729	299,423
Capital outlay	245,798	206,121	208,801	(2,680)
Total Expenditures	<u>41,238,632</u>	<u>41,289,962</u>	<u>38,873,500</u>	<u>2,416,462</u>
Excess of revenues over expenditures	<u>(4,651,903)</u>	<u>(4,716,903)</u>	<u>(4,197,392)</u>	<u>(4,313,413)</u>
Other Financing Sources (Uses)				
Transfers in	4,588,286	4,653,285	4,580,071	(73,214)
Transfers out	(1,058,348)	(1,058,348)	(764,988)	(293,360)
Proceeds from sale of capital assets	-	-	80,623	80,623
Total Other Financing Sources (Uses)	<u>3,529,938</u>	<u>3,594,937</u>	<u>3,895,706</u>	<u>(285,951)</u>
Net change in fund balance	(1,121,965)	(1,121,966)	(301,686)	(4,599,364)
Fund balances - beginning	<u>1,127,844</u>	<u>1,127,844</u>	<u>1,202,073</u>	<u>1,202,073</u>
Fund balances - ending	<u>\$ 5,879</u>	<u>\$ 5,878</u>	<u>\$ 900,387</u>	<u>\$ (3,397,291)</u>

Note: The City prepares its budget on the basis of generally accepted accounting principles.

City of Missoula, Montana
Schedule of Funding Status for Retiree Health Insurance Benefit Plan
June 30, 2009

Actuarial Valuation Date: 6/30/09	Component Units						Total
	Governmental Activities		Sewer	Aquatics	MRA	Parking Commission	
Accrued Actuarial Liability	\$ 4,876,181	\$ 261,892	\$ 62,355	\$ 74,826	\$ 124,711	\$ 5,399,965	
Actuarial Value of Assets	-	-	-	-	-	-	-
Unfunded Actuarial Liability	\$ 4,876,181	\$ 261,892	\$ 62,355	\$ 74,826	\$ 124,711	\$ 5,399,965	
Funded Ratio	0%	0%	0%	0%	0%	0%	0%
Annual Covered Payroll	\$ 6,584,303	\$ 511,639	\$ -	\$ 176,481	\$ 266,028	\$ 7,538,451	
Unfunded Actuarial Liability to Covered Payroll	74%	51%	N/A	42%	47%	72%	

SUPPLEMENTAL INFORMATION

COMBINING FINANCIAL STATEMENTS

NONMAJOR GOVERNMENTAL FUNDS

FUND DESCRIPTIONS

SPECIAL REVENUE FUNDS

Special revenue funds account for resources and expenditures which are designated by law or contractual agreement for specified functions or activities and are legally required to be accounted for in separate funds. Such resources are derived from specific taxes, federal grants and entitlements.

Park Acquisition & Development Fund – Accounts for the revenues and expenditures of money received from developers as “Payment In Lieu of” park land dedications. This money is earmarked for park acquisition and initial development. It is often used as local match money for development grants from the Heritage Conservation and Recreation Service (HCRS).

Park Enterprise Fund – Accounts for fees from adult recreation programs for purchases and improvements to benefit those programs directly. Revenue sources are “Field Use Fees” from organized recreation leagues and fees received from the School Districts for their use of park facilities.

Parks & Trails Development Fund – This fund provides a means to budget and account for donation and bequests for Caras Park Improvements. This fund also receives annual lease payments from the Carousel which must be used for parks and trails improvements and enhancements.

Cemetery Cremain Wall and Memorials Fund – This fund accounts for the sale of niche plates and miscellaneous donations that become available. Expenditures from this fund are primarily for the improvements related to niche walls.

Cemetery Care Fund – Accounts for proceeds from the sale of cemetery lots. The fund receives 25% of all moneys realized from the sale of cemetery lots, and this money as well as investment interest is used for the care and maintenance of the City Cemetery.

Title I Projects Fund – The City began receiving revenues in FY86 from projects done in the Central Business District which used the U.S. Department of Housing and Urban Development’s Urban Development Action Grants. The revenues will be loan repayments from the Central Square office building and from the Sheraton Hotel Project. All expenditures have to be for eligible projects of the Housing and Community Development Act of 1974 as amended.

Impact Fee Fund – The City enacted general impact fees effective October 1, 2004. The revenues received in this fund will be used to fund public costs and facilities that have additional demands placed on them by new development.

NONMAJOR GOVERNMENTAL FUNDS

FUND DESCRIPTIONS (Cont.)

SPECIAL REVENUE FUNDS (Cont.)

Public Art Fund – This fund is used to further public accessibility to the arts through educational programs, dissemination of information, development of public art projects, development of public art funding sources, and to serve an advisory /advocacy role with public art sponsors and media.

Employee Health Insurance Agency – This fund receives tax revenues from the All Purpose Levy for the costs of the City's self-insurance plan and transfers funds to the general fund to offset the cost of health insurance for City employees.

Cable Television Franchise Fund – Accounts for revenue from cable television franchise agreements, pursuant to the Cable TV Franchise Enabling Ordinance (#2617) and a Non-exclusive Cable TV Franchise Ordinance (#2618). The City receives 5% of gross revenues after 50% advertising revenue is deducted for the exclusive ordinance (#2617) and 5% of gross revenues for the non-exclusive ordinance (#2618) for franchise fees.

Drug Forfeiture Fund – This fund accounts for property, money from sales of seized property, and cash payments resulting from Justice of the Peace verdicts, and seized cash from drug related crimes. Money received in this fund has to be spent on drug related expenditures.

Building Inspection Fund – Accounts for revenues and expenditures relating to the administration and enforcement of building regulations in the City of Missoula and the jurisdictional area, which is approximately four and one-half miles beyond the City limits.

City Grants and Program Income Fund – This fund is used to aid qualified landlords for rehabilitation work, in an effort to improve the rental housing stock in Missoula, and also to assist low to moderate income individuals.

Revolving Loan Fund – This fund derives its funding from sewer assistance grants that have been repaid to the City, in addition to a water quality district appropriation. The money is used to provide sewer connection assistance to limited income persons within Missoula County.

Street Lighting Districts – The purpose of this fund is to pay 100% of the utility bills for the City's street lighting districts.

Street Maintenance – This fund pays for the costs of services associated with the maintenance and care of Street Maintenance District #1.

NONMAJOR GOVERNMENTAL FUNDS

FUND DESCRIPTIONS (Cont.)

SPECIAL REVENUE FUNDS (Cont.)

Russell Park West Maintenance – This fund pays for the services associated with the maintenance and care of Russell Park West.

Willowwood Park Maintenance – This fund pays for the services associated with the maintenance of Willowwood Park.

Gas Tax Fund – This fund receives and distributes gasoline tax revenues from the State of Montana. Expenditures are restricted to labor and materials for street improvements and cannot be used for equipment purchases.

Crime Victim Surcharge Fund - Accounts for revenues and expenditures related to the office of Crime Victim Advocates. Revenue comes from fees collected (\$24 per criminal citation, except traffic citations) and is disbursed to the Office of Planning and Grants to be used for the staffing of Crime Victim Advocates.

Law Enforcement Block Grant Fund – Accounts for funds received and expended from a Local Law Enforcement Block Grant authorized by the Omnibus FY 96 Appropriations Act.

HIDTA (High Intensity Drug Trafficking Area) Grant Fund – Accounts for funds received and expended by the HIDTA Task Force. Reimbursement for this multi-jurisdictional task force is provided by Office of National Drug Control Policy.

Community Development Block Grant – Accounts for transactions related to Community Development Block Grants that are awarded to the City.

HOME Grant – Accounts for transactions related to HOME Grants that are awarded to the City.

ADDI (American Dream Downpayment Initiative) - Accounts for funds received and expended to provide first-time homebuyer assistance for Missoulians with annual incomes between 50% and 80% of the area median income.

Federal Transportation – Accounts for Federal CTEP grant funds and matching money from other City Funds that is to be expended for projects identified by the City's Capital Improvement Program (C.I.P.) and approved by the State.

Grants and Donations – This fund accounts for the receipt and expenditure of a variety of grant and donation funds.

NONMAJOR GOVERNMENTAL FUNDS

FUND DESCRIPTIONS (Cont.)

DEBT SERVICE FUNDS

The debt service funds account for the accumulation of resources for the payment of principal and interest in debt such as general obligation, tax increment, and special assessment.

SID Revolving Funds – These funds account for moneys designated as revolving funds for debt service for loans incurred for special improvement districts.

1998 Public Safety Bond – Provides debt service related to the issuance of the bonds to purchase Police, Fire, and Communications Equipment.

1996 Open Space Bond - This fund was created to provide debt service related to the issuance of general obligation bonds to purchase open space and conservation easements. The interest rate on this bond issue varies from 3.8% to 7.25%.

1997 Open Space Bond - This fund was created to provide debt service related to the issuance of general obligation bonds to purchase open space and conservation easements. The interest rate on this bond issue varies from 3.9% to 5.2%.

1994 City Hall & Fire Bonds – Provides debt service for bonds sold to finance improvements to City Hall and to purchase fire equipment.

1993 Fire Station Bonds – Issued to purchase land and build a new fire station on the west side of Missoula as well as replace the downtown headquarters fire station. The interest rate on the amortization bonds is 5.48%.

2004 Aquatics Bonds – Issued to construct a new aquatics facility that will be located at McCormick Park and repair the public swimming pools. The interest rate on the amortization bonds varies from 3.00% to 4.50%.

2004 GO Refunding Bonds – Issued in 2004 to provide funds for refunding on July 1, 2004 the City's outstanding General Obligation Bonds, Series 1993 and Series 1994. The interest rate varies from 3.0% to 3.8%.

2006 Fire Station GO Bonds – Issued in 2005 to provide funds for expanding, upgrading and making improvements to the City's firefighting facilities and capacity, including: designing, constructing, and acquiring equipment, including a fire pumper and a wildland fire engine for a new fire station (Fire Station Five) in the Linda Vista Miller Creek area to serve the southwest part of the city; demolishing existing Fire Station Two and designing, constructing, and equipping on the site a new Fire Station Two; remodeling, expanding and equipping Fire Station Three (the “Project”) and paying costs associated with the sale and issuance of the bonds.

NONMAJOR GOVERNMENTAL FUNDS

FUND DESCRIPTIONS (Cont.)

DEBT SERVICE FUNDS (Cont.)

2007 GO Refunding Bonds - Issued in 2007 to provide for refunding the City's outstanding General Obligation Bonds, Series 1996, Series 1997 and Series 1998. The interest rate varies from 3.6% to 4.0%.

Sidewalk & Curb Funds - These funds are used to account for and provide debt service for various bond issues to make sidewalk and curb improvements.

SID Funds – These funds provide debt service for debt incurred to create, construct and maintain special improvement districts within the City.

CAPITAL PROJECTS FUNDS

The capital projects funds account for the financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary and trust funds).

1997 Open Space Purchase Fund – Missoula voters approved a \$5,000,000 general obligation bond referendum in November 1997 allowing the City to purchase open space land and conservation easements.

2006 Fire Station GO Bond - Missoula voters approved a \$5,740,000 general obligation bond referendum in November 2005 for the purpose of expanding, upgrading, and making improvements to the City of Missoula's firefighting facilities and capacity. This includes designing, constructing, and acquiring equipment, including a fire pumper and a wildland fire engine for a new fire station (Fire Station Five) in the Linda Vista Miller Creek area to serve the southwest part of the city; demolishing existing Fire Station Two and designing, constructing, and equipping on the site a new Fire Station Two; remodeling, expanding, and equipping Fire Station Three; related improvements; and paying costs associated with the sale and issuance of the bonds.

NONMAJOR GOVERNMENTAL FUNDS

FUND DESCRIPTIONS (Cont.)

CAPITAL PROJECTS FUNDS (Cont.)

Sidewalk and Curb – Accounts for various sidewalk and curb improvements funded through various bond issues.

SID Funds – These funds account for the creation, construction and maintenance of special improvement districts within the City.

Miller Creek Mitigation Funds – These funds account for fees collected by the County from new developments to pay for road improvements in the Miller Creek area.



NONMAJOR GOVERNMENTAL FUNDS

**TOTALS FOR
COMBINING BALANCE SHEET
AND
COMBINING SCHEDULE OF
REVENUES,
EXPENDITURES AND CHANGES
IN FUND BALANCE**

**FOR NONMAJOR
GOVERNMENTAL FUNDS**

CITY OF MISSOULA, MONTANA
COMBINING BALANCE SHEET
TOTALS FOR NONMAJOR GOVERNMENTAL FUNDS
June 30, 2009

	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS	--TOTALS-- NONMAJOR GOVERNMENTAL FUNDS
ASSETS				
Cash and Investments	\$ 909,162	\$ 1,757,387	\$ 893,208	\$ 3,559,757
Taxes Receivable	211,474	135,310	-	346,784
Special Assessments Receivable	17,865	147,939	-	165,804
Interest Receivable	2,020	8,201	(568)	9,653
Prepaid Expense	5,130	-	-	5,130
Other Receivables	148,032	181,233	-	329,265
Long Term Loans	11,008	-	-	11,008
Interfund Receivable	3,322,707	1,417,109	688,244	5,428,060
Due From Other Governments	725,139	132,204	-	857,343
Deferred Assessments Receivable	-	11,205,910	-	11,205,910
TOTAL ASSETS	\$ 5,352,537	\$ 14,985,293	\$ 1,580,884	\$ 21,918,714
LIABILITIES				
Accounts Payable	\$ 425,812	\$ 1,857	\$ 408,280	\$ 835,949
Accrued Payroll	49,879	-	-	49,879
Interfund Payable	817,473	259,835	1,254,619	2,331,927
Deferred Revenues	245,284	11,650,888	-	11,896,172
TOTAL LIABILITIES	\$ 1,538,448	\$ 11,912,580	\$ 1,662,899	\$ 15,113,927
FUND EQUITY				
Fund Balance				
Reserved For Debt Service	-	3,072,713	-	3,072,713
Undesignated	3,814,089	-	(82,015)	3,732,074
TOTAL EQUITY AND OTHER CREDITS	\$ 3,814,089	\$ 3,072,713	\$ (82,015)	\$ 6,804,787
TOTAL LIABILITIES, FUND EQUITY AND OTHER CREDITS	\$ 5,352,537	\$ 14,985,293	\$ 1,580,884	\$ 21,918,714

CITY OF MISSOULA, MONTANA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
TOTALS FOR NONMAJOR GOVERNMENTAL FUNDS
June 30, 2009

	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS	--TOTALS-- NONMAJOR GOVERNMENTAL
REVENUES				
Taxes	\$ 3,276,546	\$ 2,221,860	\$ -	\$ 5,498,406
Special Assessments	361,870	1,954,248	-	2,316,118
Licenses & Permits	1,573,047	-	-	1,573,047
Intergovernmental	2,967,497	-	30,000	2,997,497
Charges for Services	871,434	-	-	871,434
Fines and Forfeitures	43,183	-	-	43,183
Miscellaneous	117,049	-	709,977	827,026
Investment Earnings	26,013	92,956	112	119,081
TOTAL REVENUES	9,236,639	4,269,064	740,089	14,245,792
EXPENDITURES				
General Government	373,778	80,228	-	454,006
Public Safety	1,376,236	-	-	1,376,236
Public Works	298,633	-	-	298,633
Culture and Recreation	46,346	-	-	46,346
Community Development	1,193,372	-	-	1,193,372
Debt Service	-	3,808,412	-	3,808,412
Capital Outlay	1,152,010	-	2,135,651	3,287,661
TOTAL EXPENDITURES	4,440,375	3,888,640	2,135,651	10,464,666
Excess (Deficiency) of Revenues Over Expenditures	4,796,264	380,424	(1,395,562)	3,781,126
OTHER FINANCING SOURCES (USES)				
Operating Transfers In	-	199,544	-	199,544
Operating Transfers Out	(4,192,777)	(161,812)	(162,732)	(4,517,321)
Sale of Capital Assets	2,093	-	-	2,093
TOTAL OTHER FINANCING SOURCES (USES)	(4,190,684)	37,732	(162,732)	(4,315,684)
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	605,580	418,156	(1,558,294)	(534,558)
Fund Balance, July 1, 2008	3,208,509	2,654,557	1,476,279	7,339,345
Fund Balance, June 30, 2009	\$ 3,814,089	\$ 3,072,713	\$ (82,015)	\$ 6,804,787

**COMBINING BALANCE SHEET
FOR NONMAJOR
GOVERNMENTAL
SPECIAL REVENUE
FUNDS**

CITY OF MISSOULA, MONTANA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS
JUNE 30, 2009

	Park Acquisition	Park Enterprise	Trail Development	Cremain Wall
ASSETS AND OTHER DEBITS				
Cash and Investments	\$ -	\$ -	\$ -	\$ 38,234
Taxes Receivable	-	-	-	-
Special Assessments Receivable	-	-	-	-
Interest Receivable	-	-	-	-
Prepaid Expenses	-	-	-	-
Other Receivables				
Vendors	-	-	-	-
Mountain Water Notes	-	-	-	-
Interfund Receivable	331,064	182,135	236,986	-
Long Term Loans				
Extended Family Services	-	-	-	-
Due From Other Governments	-	-	-	-
TOTAL ASSETS	\$ 331,064	\$ 182,135	\$ 236,986	\$ 38,234
LIABILITIES, EQUITY AND OTHER CREDITS				
Accounts Payable	\$ -	\$ -	\$ 367	\$ -
Accrued Payroll	-	-	-	-
Interfund Payable	-	-	-	-
Deferred Revenues	-	-	-	-
TOTAL LIABILITIES	\$ -	\$ -	\$ 367	\$ -
FUND EQUITY AND OTHER CREDITS				
Fund Balance				
Undesignated	331,064	182,135	236,619	38,234
TOTAL EQUITY AND OTHER CREDITS	331,064	182,135	236,619	38,234
TOTAL LIABILITIES, FUND EQUITY AND OTHER CREDITS	\$ 331,064	\$ 182,135	\$ 236,986	\$ 38,234

Continued

CITY OF MISSOULA, MONTANA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS
JUNE 30, 2009

	Cemetery Care	Title One Projects	Impact Fee	Public Art	Employee Health Ins	Cable TV Franchise
ASSETS AND OTHER DEBITS						
Cash and Investments	\$ -	\$ -	\$ -	\$ 58,978	\$ -	\$ 36,716
Taxes Receivable	-	-	-	-	211,474	-
Special Assessments Receivable	-	-	-	-	-	-
Interest Receivable	-	1,334	1,871	-	(1,552)	-
Prepaid Expenses	-	-	-	-	-	-
Other Receivables						
Vendors	-	-	1,561	-	-	137,194
Mountain Water Notes	-	-	-	-	-	-
Interfund Receivable	291,852	580,818	814,429	-	-	-
Long Term Loans						
Extended Family Services	-	11,008	-	-	-	-
Due From Other Governments	-	-	-	-	156,856	-
TOTAL ASSETS	\$ 291,852	\$ 593,160	\$ 817,861	\$ 58,978	\$ 366,778	\$ 173,910
LIABILITIES, EQUITY AND OTHER CREDITS						
Accounts Payable	\$ -	\$ 5,149	\$ 8,635	\$ -	\$ -	\$ 928
Accrued Payroll	-	-	-	-	-	-
Interfund Payable	-	-	-	-	675,827	-
Deferred Revenues	-	11,008	-	-	211,474	-
TOTAL LIABILITIES	-	16,157	8,635	-	887,301	928
FUND EQUITY AND OTHER CREDITS						
Fund Balance						
Undesignated	291,852	577,003	809,226	58,978	(520,523)	172,982
TOTAL EQUITY AND OTHER CREDITS	291,852	577,003	809,226	58,978	(520,523)	172,982
TOTAL LIABILITIES, FUND EQUITY AND OTHER CREDITS						
	\$ 291,852	\$ 593,160	\$ 817,861	\$ 58,978	\$ 366,778	\$ 173,910

Continued

CITY OF MISSOULA, MONTANA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS
JUNE 30, 2009

	Drug Forfeiture	Building Division	Program Income	Revolving Loan Program	Street Lighting	Street Maintenance
ASSETS AND OTHER DEBITS						
Cash and Investments	\$ 55,382	\$ -	\$ 2,241	\$ 48,727	\$ -	\$ -
Taxes Receivable	-	-	-	-	-	-
Special Assessments Receivable	-	-	-	-	12,713	5,152
Interest Receivable	-	416	(213)	112	-	-
Prepaid Expenses	-	5,130	-	-	-	-
Other Receivables						
Vendors	-	4,115	-	-	-	-
Mountain Water Notes	-	-	5,162	-	-	-
Interfund Receivable	-	181,206	-	-	252,470	-
Long Term Loans	-	-	-	-	-	-
Extended Family Services	-	-	-	-	-	-
Due From Other Governments					3,320	1,079
TOTAL ASSETS	\$ 60,222	\$ 190,867	\$ 7,190	\$ 48,839	\$ 268,503	\$ 6,231
LIABILITIES, EQUITY AND OTHER CREDITS						
Accounts Payable	\$ 1,152	\$ 1,749	\$ -	\$ -	\$ -	\$ 1,764
Accrued Payroll	-	13,790	-	-	-	-
Interfund Payable	-	-	-	-	-	7,662
Deferred Revenues	-	-	4,937	-	12,713	5,152
TOTAL LIABILITIES	\$ 1,152	\$ 15,539	\$ 4,937	\$ -	\$ 12,713	\$ 14,578
FUND EQUITY AND OTHER CREDITS						
Fund Balance						
Undesignated	59,070	175,328	2,253	48,839	255,790	(8,347)
TOTAL EQUITY AND OTHER CREDITS	\$ 59,070	\$ 175,328	\$ 2,253	\$ 48,839	\$ 255,790	(8,347)
TOTAL LIABILITIES, FUND EQUITY AND OTHER CREDITS	\$ 60,222	\$ 190,867	\$ 7,190	\$ 48,839	\$ 268,503	\$ 6,231

Continued

CITY OF MISSOULA, MONTANA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS
JUNE 30, 2009

	Russell Park Mtnc	Willowwood Maintenance	State Gas Tax	Crime Victim Surcharge	Law Enforcement Grant
ASSETS AND OTHER DEBITS					
Cash and Investments	\$ -	\$ 43	\$ -	\$ 12,377	\$ -
Taxes Receivable	-	-	-	-	-
Special Assessments Receivable	-	-	-	-	-
Interest Receivable	-	-	-	28	(14)
Prepaid Expenses	-	-	-	-	-
Other Receivables					
Vendors	-	-	-	-	-
Mountain Water Notes	-	-	-	-	-
Interfund Receivable	-	-	113,373	-	-
Long Term Loans					
Extended Family Services	-	-	-	-	-
Due From Other Governments	-	-	-	6,896	5,525
TOTAL ASSETS	\$ -	\$ 43	\$ 113,373	\$ 19,301	\$ 5,511
LIABILITIES, EQUITY AND OTHER CREDITS					
Accounts Payable	\$ -	\$ -	\$ 62,089	\$ 17,737	\$ -
Accrued Payroll	-	-	-	-	-
Interfund Payable	2,478	-	-	-	6,587
Deferred Revenues	-	-	-	-	-
TOTAL LIABILITIES	2,478	-	\$ 62,089	\$ 17,737	6,587
FUND EQUITY AND OTHER CREDITS					
Fund Balance					
Undesignated	(2,478)	43	51,284	1,564	(1,076)
TOTAL EQUITY AND OTHER CREDITS	(2,478)	43	51,284	1,564	(1,076)
TOTAL LIABILITIES, FUND EQUITY AND OTHER CREDITS	\$ -	\$ 43	\$ 113,373	\$ 19,301	\$ 5,511

Continued

CITY OF MISSOULA, MONTANA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS
JUNE 30, 2009

	HIDTA Grant	Comm. Devel. Program Income	Community Development	HOME Grant	Federal Transportation
ASSETS AND OTHER DEBITS					
Cash and Investments	\$ 636,196	\$ 16,436	\$ -	\$ -	\$ -
Taxes Receivable	-	-	-	-	-
Special Assessments Receivable	-	-	-	-	-
Interest Receivable	-	38	-	-	-
Prepaid Expenses	-	-	-	-	-
Other Receivables					
Vendors	-	-	-	-	-
Mountain Water Notes	-	-	-	-	-
Interfund Receivable	-	-	-	-	-
Long Term Loans					
Extended Family Services	-	-	-	-	-
Due From Other Governments					
TOTAL ASSETS	\$ 636,196	\$ 16,474	\$ 81,453	\$ 287,426	\$ 102,834
LIABILITIES, EQUITY AND OTHER CREDITS					
Accounts Payable	\$ 840	\$ -	\$ -	\$ 255,698	\$ 56,668
Accrued Payroll	-	-	-	-	34,507
Interfund Payable	-	-	90,310	4,543	30,066
Deferred Revenues	-	-	-	-	-
TOTAL LIABILITIES	840	-	90,310	260,241	121,241
FUND EQUITY AND OTHER CREDITS					
Fund Balance					
Undesignated	635,356	16,474	(8,857)	27,185	(18,407)
TOTAL EQUITY AND OTHER CREDITS	635,356	16,474	(8,857)	27,185	(18,407)
TOTAL LIABILITIES, FUND EQUITY AND OTHER CREDITS	\$ 636,196	\$ 16,474	\$ 81,453	\$ 287,426	\$ 102,834

Continued

CITY OF MISSOULA, MONTANA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS
JUNE 30, 2009

	Grants & Donations	TOTALS
ASSETS AND OTHER DEBITS		
Cash and Investments	\$ 3,832	\$ 909,162
Taxes Receivable	-	211,474
Special Assessments Receivable	-	17,865
Interest Receivable	-	2,020
Prepaid Expenses	-	5,130
Other Receivables		
Vendors	-	142,870
Mountain Water Notes	-	5,162
Interfund Receivable	338,374	3,322,707
Long Term Loans		
Extended Family Services	-	11,008
Due From Other Governments	74,910	725,139
TOTAL ASSETS	<u>\$ 417,116</u>	<u>\$ 5,352,537</u>
LIABILITIES, EQUITY AND OTHER CREDITS		
Accounts Payable	\$ 13,036	\$ 425,812
Accrued Payroll	1,582	49,879
Interfund Payable	-	817,473
Deferred Revenues	-	245,284
TOTAL LIABILITIES	<u>14,618</u>	<u>1,538,448</u>
FUND EQUITY AND OTHER CREDITS		
Fund Balance		
Undesignated	402,498	3,814,089
TOTAL EQUITY AND OTHER CREDITS	<u>402,498</u>	<u>3,814,089</u>
TOTAL LIABILITIES, FUND EQUITY AND OTHER CREDITS	<u>\$ 417,116</u>	<u>\$ 5,352,537</u>

**COMBINING BALANCE SHEET
FOR NONMAJOR
GOVERNMENTAL
DEBT SERVICE
FUNDS**

CITY OF MISSOULA, MONTANA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL DEBT SERVICE FUNDS
JUNE 30, 2009

	SID Revolving	1998 Safety Bond	1996 Open Space Bonds	1997 Open Space Bond	1994 City Hall & Fire Bonds	1993 Fire Bonds	2004 Aquatics Bonds
ASSETS AND OTHER DEBITS							
Cash and Investments	\$ 702,257	\$ -	\$ 376	\$ 50,599	\$ 286	\$ 505	\$ -
Taxes Receivable	-	2,570	4,607	1,431	2,395	3,951	39,763
Special Assessments Receivable	-	-	-	-	-	-	-
Interest Receivable	1,611	(11)	1	994	-	1	(102)
Other Receivables							
Mountain Water Notes	181,233	-	-	-	-	-	-
Interfund Receivable	-	-	-	-	-	-	-
Due From Other Governments	-	72	65	30	-	-	33,067
Deferred Assessments	-	-	-	-	-	-	-
TOTAL ASSETS	\$ 885,101	\$ 2,631	\$ 5,049	\$ 53,054	\$ 2,681	\$ 4,457	\$ 72,728
LIABILITIES, EQUITY AND OTHER CREDITS							
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interfund Payable	-	4,835	-	-	-	-	44,511
Deferred Revenues	165,702	2,570	4,607	1,431	2,395	3,951	39,763
TOTAL LIABILITIES	165,702	7,405	4,607	1,431	2,395	3,951	84,274
FUND EQUITY AND OTHER CREDITS							
Fund Balance							
Reserved							
For Debt Service	719,399	(4,774)	442	51,623	286	506	(11,546)
TOTAL EQUITY AND OTHER CREDITS	719,399	(4,774)	442	51,623	286	506	(11,546)
TOTAL LIABILITIES, FUND EQUITY AND OTHER CREDITS	\$ 885,101	\$ 2,631	\$ 5,049	\$ 53,054	\$ 2,681	\$ 4,457	\$ 72,728

Continued

CITY OF MISSOULA, MONTANA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL DEBT SERVICE FUNDS
JUNE 30, 2009

	2004 Refunding	2006 Fire Station GO	2007 Refunding Bonds	Sidewalk & Curb	FY99 Sidewalk & Curb	FY00 Sidewalk & Curb	FY01 Sidewalk & Curb
ASSETS AND OTHER DEBITS							
Cash and Investments	\$ -	\$ 45,614	\$ -	\$ 58,499	\$ -	\$ 2,781	\$ 36,207
Taxes Receivable	26,908	26,397	27,288	-	-	-	-
Special Assessments Receivable	-	-	-	8,683	19,315	10,295	2,993
Interest Receivable	(79)	548	(284)	321	(2)	6	83
Other Receivables							
Mountain Water Notes	-	-	-	-	-	-	-
Interfund Receivable	-	-	-	-	-	-	-
Due From Other Governments	22,650	24,526	26,314	-	-	1,751	-
Deferred Assessments	-	-	-	7,073	54,559	103,058	61,517
TOTAL ASSETS	\$ 49,479	\$ 97,085	\$ 53,318	\$ 74,576	\$ 73,872	\$ 117,891	\$ 100,800
LIABILITIES, EQUITY AND OTHER CREDITS							
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interfund Payable	34,183	-	123,623	-	759	-	-
Deferred Revenues	26,908	26,397	27,288	15,756	73,874	113,353	64,510
TOTAL LIABILITIES	\$ 61,091	\$ 26,397	\$ 150,911	\$ 15,756	\$ 74,633	\$ 113,353	\$ 64,510
FUND EQUITY AND OTHER CREDITS							
Fund Balance							
Reserved							
For Debt Service	(11,612)	70,688	(97,593)	58,820	(761)	4,538	36,290
TOTAL EQUITY AND OTHER CREDITS	(11,612)	70,688	(97,593)	58,820	(761)	4,538	36,290
TOTAL LIABILITIES, FUND EQUITY AND OTHER CREDITS	\$ 49,479	\$ 97,085	\$ 53,318	\$ 74,576	\$ 73,872	\$ 117,891	\$ 100,800

Continued

CITY OF MISSOULA, MONTANA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL DEBT SERVICE FUNDS
JUNE 30, 2009

	FY02 Sidewalk & Curb	FY03 Sidewalk & Curb	FY04 Sidewalk & Curb	FY05 Sidewalk & Curb	FY06 Sidewalk & Curb	FY07 Sidewalk & Curb	FY08 Sidewalk & Curb
ASSETS AND OTHER DEBITS							
Cash and Investments	\$ 23,010	\$ -	\$ 35,188	\$ 86,613	\$ 137,019	\$ 63,197	\$ -
Taxes Receivable	-	-	-	-	-	-	-
Special Assessments Receivable	2,382	4,768	9,084	8,888	8,858	3,306	8,922
Interest Receivable	54	(67)	80	199	315	145	(16)
Other Receivables							
Mountain Water Notes	-	-	-	-	-	-	-
Interfund Receivable	-	-	-	-	-	-	-
Due From Other Governments	2,586	163	881	2,064	3,608	381	2,361
Deferred Assessments	72,505	270,351	287,389	397,775	679,067	715,265	515,302
TOTAL ASSETS	\$ 100,537	\$ 275,215	\$ 332,622	\$ 495,539	\$ 828,867	\$ 782,294	\$ 526,569
LIABILITIES, EQUITY AND OTHER CREDITS							
Accounts Payable	\$ 300	\$ 250	\$ -	\$ -	\$ -	\$ -	\$ 1,307
Interfund Payable	-	29,277	-	-	-	-	6,910
Deferred Revenues	74,887	275,119	296,473	406,663	687,925	718,571	524,224
TOTAL LIABILITIES	\$ 75,187	\$ 304,646	\$ 296,473	\$ 406,663	\$ 687,925	\$ 718,571	\$ 532,441
FUND EQUITY AND OTHER CREDITS							
Fund Balance							
Reserved							
For Debt Service	25,350	(29,431)	36,149	88,876	140,942	63,723	(5,872)
TOTAL EQUITY AND OTHER CREDITS	\$ 25,350	\$ (29,431)	\$ 36,149	\$ 88,876	\$ 140,942	\$ 63,723	\$ (5,872)
TOTAL LIABILITIES, FUND EQUITY AND OTHER CREDITS	\$ 100,537	\$ 275,215	\$ 332,622	\$ 495,539	\$ 828,867	\$ 782,294	\$ 526,569

Continued

CITY OF MISSOULA, MONTANA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL DEBT SERVICE FUNDS
JUNE 30, 2009

	FY09 Sidewalk & Curb		SID 495	SID 497	SID 498	SID 501	SID 503	SID 505
ASSETS AND OTHER DEBITS								
Cash and Investments	\$	-	\$ 222	\$ 3,575	\$ -	\$ 90,642	\$ 25,233	\$ 12,789
Taxes Receivable		-	-	-	-	-	-	-
Special Assessments Receivable		-	-	242	2,711	3,618	281	-
Interest Receivable		-	1	8	416	209	58	30
Other Receivables								
Mountain Water Notes		-	-	-	-	-	-	-
Interfund Receivable		-	-	-	180,956	-	-	-
Due From Other Governments		-	-	-	896	635	-	-
Deferred Assessments		645,000	-	-	310,135	102,177	35,113	-
TOTAL ASSETS	\$	645,000	\$ 223	\$ 3,825	\$ 495,114	\$ 197,281	\$ 60,685	\$ 12,819
LIABILITIES, EQUITY AND OTHER CREDITS								
Accounts Payable	\$	-	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interfund Payable		-	-	-	-	-	-	-
Deferred Revenues		645,000	-	(79)	312,456	105,795	35,394	-
TOTAL LIABILITIES	\$	645,000	-	(79)	312,456	105,795	35,394	-
FUND EQUITY AND OTHER CREDITS								
Fund Balance								
Reserved								
For Debt Service		-	223	3,904	182,658	91,486	25,291	12,819
TOTAL EQUITY AND OTHER CREDITS	\$	-	223	3,904	182,658	91,486	25,291	12,819
TOTAL LIABILITIES, FUND EQUITY AND OTHER CREDITS	\$	645,000	\$ 223	\$ 3,825	\$ 495,114	\$ 197,281	\$ 60,685	\$ 12,819

Continued

CITY OF MISSOULA, MONTANA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL DEBT SERVICE FUNDS
JUNE 30, 2009

	SID 506	SID 507	SID 508	SID 510	SID 511	SID 512	SID 513
ASSETS AND OTHER DEBITS							
Cash and Investments	\$ 1,371	\$ 7,286	\$ 841	\$ 109,317	\$ 25,764	\$ -	\$ 29,912
Taxes Receivable	-	-	-	-	-	-	-
Special Assessments Receivable	-	-	-	999	1,046	3,798	-
Interest Receivable	3	17	2	251	59	526	69
Other Receivables							
Mountain Water Notes	-	-	-	-	-	-	-
Interfund Receivable	-	-	-	-	-	229,175	-
Due From Other Governments	-	-	-	347	127	(3,743)	-
Deferred Assessments	-	-	902	63,849	63,112	660,006	-
TOTAL ASSETS	\$ 1,374	\$ 7,303	\$ 1,745	\$ 174,763	\$ 90,108	\$ 889,762	\$ 29,981
LIABILITIES, EQUITY AND OTHER CREDITS							
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interfund Payable	-	-	-	-	-	-	-
Deferred Revenues	-	-	902	64,848	64,158	663,804	-
TOTAL LIABILITIES	-	-	902	64,848	64,158	663,804	-
FUND EQUITY AND OTHER CREDITS							
Fund Balance							
Reserved							
For Debt Service	1,374	7,303	843	109,915	25,950	225,958	29,981
TOTAL EQUITY AND OTHER CREDITS	1,374	7,303	843	109,915	25,950	225,958	29,981
TOTAL LIABILITIES, FUND EQUITY AND OTHER CREDITS	\$ 1,374	\$ 7,303	\$ 1,745	\$ 174,763	\$ 90,108	\$ 889,762	\$ 29,981

Continued

CITY OF MISSOULA, MONTANA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL DEBT SERVICE FUNDS
JUNE 30, 2009

	SID 514	SID 515	SID 517	SID 518	SID 519	SID 520	SID 521
ASSETS AND OTHER DEBITS							
Cash and Investments	\$ 78,970	\$ -	\$ 6,370	\$ 5,630	\$ 11,492	\$ -	\$ 4,837
Taxes Receivable	-	-	-	-	-	-	-
Special Assessments Receivable	1,181	-	2,860	323	282	14,401	14
Interest Receivable	182	(36)	15	13	26	311	11
Other Receivables							
Mountain Water Notes	-	-	-	-	-	-	-
Interfund Receivable	-	-	-	-	-	135,147	-
Due From Other Governments	208	-	118	-	110	5,482	-
Deferred Assessments	27,680	-	10,725	4,641	16,364	1,202,750	-
TOTAL ASSETS	\$ 108,221	\$ (36)	\$ 20,088	\$ 10,607	\$ 28,274	\$ 1,358,091	\$ 4,862
LIABILITIES, EQUITY AND OTHER CREDITS							
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interfund Payable	-	15,737	-	-	-	-	-
Deferred Revenues	28,861	-	13,585	4,964	16,646	1,215,409	1
TOTAL LIABILITIES	\$ 28,861	\$ 15,737	\$ 13,585	\$ 4,964	\$ 16,646	\$ 1,215,409	1
FUND EQUITY AND OTHER CREDITS							
Fund Balance							
Reserved							
For Debt Service	79,360	(15,773)	6,503	5,643	11,628	142,682	4,861
TOTAL EQUITY AND OTHER CREDITS	\$ 79,360	\$ (15,773)	\$ 6,503	\$ 5,643	\$ 11,628	\$ 142,682	\$ 4,861
TOTAL LIABILITIES, FUND EQUITY AND OTHER CREDITS	\$ 108,221	\$ (36)	\$ 20,088	\$ 10,607	\$ 28,274	\$ 1,358,091	\$ 4,862

Continued

CITY OF MISSOULA, MONTANA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL DEBT SERVICE FUNDS
JUNE 30, 2009

	SID 522	SID 525	SID 526	SID 527	SID 530	SID 531	SID 532
ASSETS AND OTHER DEBITS							
Cash and Investments	\$ 4,966	\$ -	\$ -	\$ 7,248	\$ 5,009	\$ 15,262	\$ -
Taxes Receivable	-	-	-	-	-	-	-
Special Assessments Receivable	-	2,948	18,065	172	13	293	2,452
Interest Receivable	11	463	936	16	11	35	92
Other Receivables							
Mountain Water Notes	-	-	-	-	-	-	-
Interfund Receivable	-	201,536	407,654	-	-	-	39,730
Due From Other Governments	-	160	2,953	52	14	134	964
Deferred Assessments	-	290,034	1,259,404	5,799	2,897	18,000	401,274
TOTAL ASSETS	\$ 4,977	\$ 495,141	\$ 1,689,012	\$ 13,287	\$ 7,944	\$ 33,724	\$ 444,512
LIABILITIES, EQUITY AND OTHER CREDITS							
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interfund Payable	-	-	-	-	-	-	-
Deferred Revenues	-	292,375	1,276,614	5,926	2,910	18,293	403,726
TOTAL LIABILITIES	-	292,375	1,276,614	5,926	2,910	18,293	403,726
FUND EQUITY AND OTHER CREDITS							
Fund Balance							
Reserved							
For Debt Service	4,977	202,766	412,398	7,361	5,034	15,431	40,786
TOTAL EQUITY AND OTHER CREDITS	4,977	202,766	412,398	7,361	5,034	15,431	40,786
TOTAL LIABILITIES, FUND EQUITY AND OTHER CREDITS	\$ 4,977	\$ 495,141	\$ 1,689,012	\$ 13,287	\$ 7,944	\$ 33,724	\$ 444,512

Continued

CITY OF MISSOULA, MONTANA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL DEBT SERVICE FUNDS
JUNE 30, 2009

	SID 533	SID 534	SID 535	SID 536	SID 539	SID 540	SID 541
ASSETS AND OTHER DEBITS							
Cash and Investments	\$ -	\$ 24,571	\$ 19,617	\$ -	\$ 8,501	\$ -	\$ -
Taxes Receivable	-	-	-	-	-	-	-
Special Assessments Receivable	482	1,317	260	551	50	1,657	-
Interest Receivable	92	56	45	139	20	281	-
Other Receivables							
Mountain Water Notes	-	-	-	-	-	-	-
Interfund Receivable	39,894	-	-	60,861	-	122,156	-
Due From Other Governments	-	858	133	525	102	1,398	-
Deferred Assessments	157,646	201,950	29,623	341,838	10,718	1,357,117	750,000
TOTAL ASSETS	\$ 198,114	\$ 228,752	\$ 49,678	\$ 403,914	\$ 19,391	\$ 1,482,609	\$ 750,000
LIABILITIES, EQUITY AND OTHER CREDITS							
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interfund Payable	-	-	-	-	-	-	-
Deferred Revenues	158,128	203,267	29,883	342,389	10,768	1,358,774	750,000
TOTAL LIABILITIES	\$ 158,128	\$ 203,267	\$ 29,883	\$ 342,389	\$ 10,768	\$ 1,358,774	\$ 750,000
FUND EQUITY AND OTHER CREDITS							
Fund Balance							
Reserved							
For Debt Service	39,986	25,485	19,795	61,525	8,623	123,835	-
TOTAL EQUITY AND OTHER CREDITS	\$ 39,986	\$ 25,485	\$ 19,795	\$ 61,525	\$ 8,623	\$ 123,835	-
TOTAL LIABILITIES, FUND EQUITY AND OTHER CREDITS	\$ 198,114	\$ 228,752	\$ 49,678	\$ 403,914	\$ 19,391	\$ 1,482,609	\$ 750,000

Continued

CITY OF MISSOULA, MONTANA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL DEBT SERVICE FUNDS
JUNE 30, 2009

	SID 543	TOTALS
ASSETS AND OTHER DEBITS		
Cash and Investments	\$ 15,811	\$ 1,757,387
Taxes Receivable	-	135,310
Special Assessments Receivable	429	147,939
Interest Receivable	36	8,201
Other Receivables		
Mountain Water Notes	-	181,233
Interfund Receivable	-	1,417,109
Due From Other Governments	212	132,204
Deferred Assessments	73,295	11,205,910
TOTAL ASSETS	<u>\$ 89,783</u>	<u>\$ 14,985,293</u>
LIABILITIES, EQUITY AND OTHER CREDITS		
Accounts Payable	\$ -	\$ 1,857
Interfund Payable	-	259,835
Deferred Revenues	73,724	11,650,888
TOTAL LIABILITIES	<u>73,724</u>	<u>11,912,580</u>
FUND EQUITY AND OTHER CREDITS		
Fund Balance		
Reserved		
For Debt Service	16,059	3,072,713
TOTAL EQUITY AND OTHER CREDITS	<u>16,059</u>	<u>3,072,713</u>
TOTAL LIABILITIES, FUND EQUITY AND OTHER CREDITS	<u>\$ 89,783</u>	<u>\$ 14,985,293</u>

**COMBINING BALANCE SHEET
FOR NONMAJOR
GOVERNMENTAL
CAPITAL PROJECT
FUNDS**

CITY OF MISSOULA, MONTANA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL CAPITAL PROJECTS FUNDS
JUNE 30, 2009

	1997 Open Space	06 Fire Station GO Bond	06 Sidewalk & Curb	07 Sidewalk & Curb	08 Sidewalk & Curb	
ASSETS AND OTHER DEBITS						
Cash and Investments	\$ -	\$ -	\$ 25,872	\$ 9,038	\$ -	
Interest Receivable	-	-	59	21	(7)	
Interfund Receivable	382,102	192,656	-	-	-	
TOTAL ASSETS	\$ 382,102	\$ 192,656	\$ 25,931	\$ 9,059	\$ (7)	
LIABILITIES, EQUITY AND OTHER CREDITS						
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -	
Interfund Payable	-	-	-	-	3,090	
TOTAL LIABILITIES	-	-	-	-	3,090	
FUND EQUITY AND OTHER CREDITS						
Fund Balance	382,102	192,656	25,931	9,059	(3,097)	
TOTAL EQUITY AND OTHER CREDITS	382,102	192,656	25,931	9,059	(3,097)	
TOTAL LIABILITIES, FUND EQUITY AND OTHER CREDITS						
	\$ 382,102	\$ 192,656	\$ 25,931	\$ 9,059	\$ (7)	

Continued

CITY OF MISSOULA, MONTANA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL CAPITAL PROJECTS FUNDS
JUNE 30, 2009

	09 Sidewalk & Curb	10 Sidewalk & Curb	SID 530 Construction	SID 531 Construction	SID 532 Construction	SID 533 Construction
ASSETS AND OTHER DEBITS						
Cash and Investments	\$ -	\$ -	\$ -	\$ -	\$ 38,974	\$ -
Interest Receivable		(1,220)		(101)	90	(15)
Interfund Receivable		-		-	-	-
TOTAL ASSETS	\$ (1,220)	\$ (368)	\$ -	\$ (101)	\$ 39,064	\$ (15)
LIABILITIES, EQUITY AND OTHER CREDITS						
Accounts Payable	\$ -	\$ 219,622	\$ -	\$ -	\$ -	\$ -
Interfund Payable		531,214	160,280	115	43,853	-
TOTAL LIABILITIES	\$ 531,214	\$ 379,902	\$ 115	\$ 43,853	\$ -	\$ 6,638
FUND EQUITY AND OTHER CREDITS						
Fund Balance	(532,434)	(380,270)	(115)	(43,954)	39,064	(6,653)
TOTAL EQUITY AND OTHER CREDITS	(532,434)	(380,270)	(115)	(43,954)	39,064	(6,653)
TOTAL LIABILITIES, FUND EQUITY AND OTHER CREDITS	\$ (1,220)	\$ (368)	\$ -	\$ (101)	\$ 39,064	\$ (15)

Continued

CITY OF MISSOULA, MONTANA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL CAPITAL PROJECTS FUNDS
JUNE 30, 2009

	SID 534 Construction	SID 535 Construction	SID 536 Construction	SID 538 Construction	SID 539 Construction
ASSETS AND OTHER DEBITS					
Cash and Investments	\$ 8,372	\$ -	\$ 2,201	\$ -	\$ -
Interest Receivable	(146)	(154)	5	(11)	(47)
Interfund Receivable	-	-	-	-	-
TOTAL ASSETS	\$ 8,226	\$ (154)	\$ 2,206	\$ (11)	\$ (47)
LIABILITIES, EQUITY AND OTHER CREDITS					
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -
Interfund Payable	-	66,921	-	4,984	20,274
TOTAL LIABILITIES	\$ -	\$ 66,921	\$ -	\$ 4,984	\$ 20,274
FUND EQUITY AND OTHER CREDITS					
Fund Balance	8,226	(67,075)	2,206	(4,995)	(20,321)
TOTAL EQUITY AND OTHER CREDITS	8,226	(67,075)	2,206	(4,995)	(20,321)
TOTAL LIABILITIES, FUND EQUITY AND OTHER CREDITS	\$ 8,226	\$ (154)	\$ 2,206	\$ (11)	\$ (47)

Continued

CITY OF MISSOULA, MONTANA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL CAPITAL PROJECTS FUNDS
JUNE 30, 2009

	SID 540 Construction	SID 541 Construction	SID 542 Construction	SID 543 Construction	Miller Creek Mitigation
ASSETS AND OTHER DEBITS					
Cash and Investments	\$ -	\$ -	\$ -	\$ -	\$ 3,490
Interest Receivable	261	(462)	(300)	-	8
Interfund Receivable	113,486	-	-	-	-
TOTAL ASSETS	\$ 113,747	\$ (462)	\$ (300)	\$ -	\$ 3,498
LIABILITIES, EQUITY AND OTHER CREDITS					
Accounts Payable	\$ -	\$ 131,371	\$ -	\$ -	\$ -
Interfund Payable	-	201,009	130,849	71,853	-
TOTAL LIABILITIES	\$ -	\$ 332,380	\$ 130,849	\$ 71,853	\$ -
FUND EQUITY AND OTHER CREDITS					
Fund Balance	113,747	(332,842)	(131,149)	(71,853)	3,498
TOTAL EQUITY AND OTHER CREDITS	113,747	(332,842)	(131,149)	(71,853)	3,498
TOTAL LIABILITIES, FUND EQUITY AND OTHER CREDITS					
	\$ 113,747	\$ (462)	\$ (300)	\$ -	\$ 3,498

Continued

CITY OF MISSOULA, MONTANA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL CAPITAL PROJECTS FUNDS
JUNE 30, 2009

	Miller Creek Mitigation (T)	Miller Creek Mitigation (M)	Miller Creek Mitigation (Mc)	Rattlesnake Sewer Collection	Phillips St Traffic Calming	Totals
ASSETS AND OTHER DEBITS						
Cash and Investments	\$ -	\$ 447,120	\$ 358,141	\$ -	\$ -	\$ 893,208
Interest Receivable	(6)	1,027	823	(25)	-	(568)
Interfund Receivable	-	-	-	-	-	688,244
TOTAL ASSETS	\$ (6)	\$ 448,147	\$ 358,964	\$ (25)	\$ -	\$ 1,580,884
LIABILITIES, EQUITY AND OTHER CREDITS						
Accounts Payable	\$ -	\$ 13,815	\$ -	\$ 43,472	\$ -	\$ 408,280
Interfund Payable	2,703	-	-	10,691	145	1,254,619
TOTAL LIABILITIES	2,703	13,815	-	54,163	145	1,662,899
FUND EQUITY AND OTHER CREDITS						
Fund Balance	(2,709)	434,332	358,964	(54,188)	(145)	(82,015)
TOTAL EQUITY AND OTHER CREDITS	(2,709)	434,332	358,964	(54,188)	(145)	(82,015)
TOTAL LIABILITIES, FUND EQUITY AND OTHER CREDITS	\$ (6)	\$ 448,147	\$ 358,964	\$ (25)	\$ -	\$ 1,580,884

**COMBINING STATEMENT OF
REVENUE, EXPENDITURES AND
CHANGES IN FUND BALANCE**

**FOR NONMAJOR
GOVERNMENTAL
SPECIAL REVENUE
FUNDS**

CITY OF MISSOULA, MONTANA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	Park Acquisition	Park Enterprise	Trail Development	Cremain Wall & Memorial	Cemetery Care
REVENUES					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	-	-	-	-	-
Licenses & Permits	-	-	-	-	-
Intergovernmental	-	-	-	-	-
Charges for Services	117,116	33,244	-	7,250	60,300
Fines and Forfeitures	-	-	-	-	-
Miscellaneous	3,460	-	45,870	1,364	-
Investment Earnings	-	-	-	1,305	10,419
Total Revenues	120,576	33,244	45,870	9,919	70,719
EXPENDITURES					
Current					
General Government	-	-	-	-	-
Public Safety	-	-	-	-	-
Public Works	-	-	-	-	-
Culture and Recreation	5,655	2,134	34,686	-	-
Community Development	-	-	-	-	-
Capital Outlay	-	-	-	1,616	22,000
Total Expenditures	5,655	2,134	34,686	1,616	22,000
Excess (Deficiency) of Revenue Over Expenditures	114,921	31,110	11,184	8,303	48,719
Other Financing Sources (Uses)					
Operating Transfers Out	-	(28,344)	-	-	-
Sale of Capital Assets	-	-	-	-	2,093
Total Other Financing Sources (Uses)	-	(28,344)	-	-	2,093
Excess (Deficiency) of Revenue Over Expenditures	114,921	2,766	11,184	8,303	50,812
Fund Balance, June 30, 2008	216,143	179,369	225,435	29,931	241,040
Fund Balance, June 30, 2009	\$ 331,064	\$ 182,135	\$ 236,619	\$ 38,234	\$ 291,852

Continued

CITY OF MISSOULA, MONTANA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	Title One Projects	Impact Fee	Public Art	Employee Health Insurance	Cable TV Franchise
REVENUES					
Taxes	\$ -	\$ -	\$ -	\$ 3,276,546	\$ -
Special Assessments	-	-	-	-	-
Licenses & Permits	-	-	-	-	546,144
Intergovernmental	-	-	-	-	-
Charges for Services	-	608,481	-	-	-
Fines and Forfeitures	-	-	-	-	-
Miscellaneous	-	-	-	-	-
Investment Earnings	15,817	12,898	-	(35,818)	-
Total Revenues	15,817	621,379	-	3,240,728	546,144
EXPENDITURES					
Current					
General Government	29,652	-	-	-	339,165
Public Safety	-	-	-	-	-
Public Works	-	-	-	-	-
Culture and Recreation	-	-	3,871	-	-
Community Development	-	-	-	-	-
Capital Outlay	-	156,201	1,275	-	31,079
Total Expenditures	29,652	156,201	5,146	-	370,244
Excess (Deficiency) of Revenue Over Expenditures	(13,835)	465,178	(5,146)	3,240,728	175,900
Other Financing Sources (Uses)					
Operating Transfers Out	(18,400)	-	-	(3,355,565)	(165,837)
Sale of Capital Assets	-	-	-	-	-
Total Other Financing Sources (Uses)	(18,400)	-	-	(3,355,565)	(165,837)
Excess (Deficiency) of Revenue Over Expenditures	(32,235)	465,178	(5,146)	(114,837)	10,063
Fund Balance, June 30, 2008	609,238	344,048	64,124	(405,686)	162,919
Fund Balance, June 30, 2009	\$ 577,003	\$ 809,226	\$ 58,978	\$ (520,523)	\$ 172,982

Continued

CITY OF MISSOULA, MONTANA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	Drug Forfeiture	Building Division	Program Income	Revolving Loan Program	Street Lighting
REVENUES					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	-	-	-	-	291,176
Licenses & Permits	-	1,026,903	-	-	-
Intergovernmental	-	513	-	-	-
Charges for Services	-	726	-	-	-
Fines and Forfeitures	36,287	-	-	-	-
Miscellaneous	-	8,750	224	2,625	-
Investment Earnings	-	(3,261)	(104)	902	-
Total Revenues	36,287	1,033,631	120	3,527	291,176
EXPENDITURES					
Current					
General Government	-	-	-	-	-
Public Safety	37,510	1,006,636	-	-	-
Public Works	-	-	-	-	281,537
Culture and Recreation	-	-	-	-	-
Community Development	-	-	-	29	-
Capital Outlay	3,725	3,285	-	-	-
Total Expenditures	41,235	1,009,921	-	29	281,537
Excess (Deficiency) of Revenue Over Expenditures	(4,948)	23,710	120	3,498	9,639
Other Financing Sources (Uses)					
Operating Transfers Out	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	(4,948)	23,710	120	3,498	9,639
Fund Balance, June 30, 2008	64,018	151,618	2,133	45,341	246,151
Fund Balance, June 30, 2009	\$ 59,070	\$ 175,328	\$ 2,253	\$ 48,839	\$ 255,790

Continued

CITY OF MISSOULA, MONTANA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	Street Maintenance	Russell Park Mtnc	Willowwood Park Mtnc	State Gas Tax	Crime Victim Surcharge
REVENUES					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	62,889	3,351	4,454	-	-
Licenses & Permits	-	-	-	-	-
Intergovernmental	-	-	-	1,070,443	-
Charges for Services	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	6,896
Miscellaneous	-	-	-	-	-
Investment Earnings	-	-	-	-	(132)
Total Revenues	62,889	3,351	4,454	1,070,443	6,764
EXPENDITURES					
Current					
General Government	-	-	-	-	-
Public Safety	-	-	-	-	-
Public Works	7,550	-	-	-	-
Culture and Recreation	-	-	-	-	-
Community Development	-	-	-	-	-
Capital Outlay	-	-	-	480,448	-
Total Expenditures	7,550	-	-	480,448	-
Excess (Deficiency) of Revenue Over Expenditures	55,339	3,351	4,454	589,995	6,764
Other Financing Sources (Uses)					
Operating Transfers Out	(55,265)	(2,932)	(2,434)	(564,000)	-
Sale of Capital Assets	-	-	-	-	-
Total Other Financing Sources (Uses)	(55,265)	(2,932)	(2,434)	(564,000)	-
Excess (Deficiency) of Revenue Over Expenditures	74	419	2,020	25,995	6,764
Fund Balance, June 30, 2008	(8,421)	(2,897)	(1,977)	25,289	(5,200)
Fund Balance, June 30, 2009	\$ (8,347)	\$ (2,478)	\$ 43	\$ 51,284	\$ 1,564

Continued

CITY OF MISSOULA, MONTANA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	Law Enforcement Grant	HIDTA Grant	Comm. Devel. Program Income	Community Development	HOME Grant
REVENUES					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	-	-	-	-	-
Licenses & Permits	-	-	-	-	-
Intergovernmental	26,337	-	3,300	443,498	726,047
Charges for Services	-	42,077	-	-	-
Fines and Forfeitures	-	-	-	-	-
Miscellaneous	-	-	-	-	-
Investment Earnings	(99)	23,810	276	-	-
Total Revenues	26,238	65,887	3,576	443,498	726,047
EXPENDITURES					
Current					
General Government	-	-	-	-	-
Public Safety	26,337	24,706	-	-	-
Public Works	-	-	-	-	-
Culture and Recreation	-	-	-	-	-
Community Development	-	-	-	443,498	726,047
Capital Outlay	-	-	-	-	-
Total Expenditures	26,337	24,706	-	443,498	726,047
Excess (Deficiency) of Revenue Over Expenditures	(99)	41,181	3,576	-	-
Other Financing Sources (Uses)					
Operating Transfers Out	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	(99)	41,181	3,576	-	-
Fund Balance, June 30, 2008	(977)	594,175	12,898	(8,857)	27,185
Fund Balance, June 30, 2009	\$ (1,076)	\$ 635,356	\$ 16,474	\$ (8,857)	\$ 27,185

Continued

CITY OF MISSOULA, MONTANA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	Federal Transportation	Grants & Donations	TOTALS
REVENUES			
Taxes	\$ -	\$ -	\$ 3,276,546
Special Assessments	-	-	361,870
Licenses & Permits	-	-	1,573,047
Intergovernmental	320,468	376,891	2,967,497
Charges for Services	-	2,240	871,434
Fines and Forfeitures	-	-	43,183
Miscellaneous	41,156	13,600	117,049
Investment Earnings	-	-	26,013
Total Revenues	361,624	392,731	9,236,639
EXPENDITURES			
Current			
General Government	-	4,961	373,778
Public Safety	-	281,047	1,376,236
Public Works	-	9,546	298,633
Culture and Recreation	-	-	46,346
Community Development	-	23,798	1,193,372
Capital Outlay	360,220	92,161	1,152,010
Total Expenditures	360,220	411,513	4,440,375
Excess (Deficiency) of Revenue Over Expenditures	1,404	(18,782)	4,796,264
Other Financing Sources (Uses)			
Operating Transfers Out	-	-	(4,192,777)
Sale of Capital Assets	-	-	2,093
Total Other Financing Sources (Uses)	-	-	(4,190,684)
Excess (Deficiency) of Revenue Over Expenditures	1,404	(18,782)	605,580
Fund Balance, June 30, 2008	(19,811)	421,280	3,208,509
Fund Balance, June 30, 2009	\$ (18,407)	\$ 402,498	\$ 3,814,089

**COMBINING STATEMENT OF
REVENUES, EXPENDITURES
AND
CHANGES IN FUND BALANCE**

**FOR NONMAJOR
GOVERNMENTAL
DEBT SERVICE
FUNDS**

CITY OF MISSOULA, MONTANA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL DEBT SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	SID Revolving	1998 Safety Bonds	1996 Open Space	1997 Open Space	1994 City Hall & Fire Bonds	1993 Fire Bonds
REVENUES						
Taxes	\$ -	\$ 1,797	\$ (1,361)	\$ (571)	\$ 53	\$ 72
Special Assessments		15,531	-	-	-	-
Investment Earnings		12,090	(72)	29	7,812	5
Total Revenues	27,621	1,725	(1,332)	7,241	58	81
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Total Expenditures	-	-	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	27,621	1,725	(1,332)	7,241	58	81
Other Financing Sources (Uses)						
Operating Transfers In	36,812	-	-	-	-	-
Operating Transfers Out	(125,000)	-	-	-	-	-
Total Other Financing Sources (Uses)	(88,188)	-	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	(60,567)	1,725	(1,332)	7,241	58	81
Fund Balance, June 30, 2008	779,966	(6,499)	1,774	44,382	228	425
Fund Balance, June 30, 2009	\$ 719,399	\$ (4,774)	\$ 442	\$ 51,623	\$ 286	\$ 506

Continued

CITY OF MISSOULA, MONTANA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL DEBT SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	2004 Aquatics Bond	2004 Refunding	2006 Fire Station GO	2007 Refunding Bonds	Sidewalk & Curb	FY99 Sidewalk & Curb
REVENUES						
Taxes	\$ 692,000	\$ 470,681	\$ 511,783	\$ 547,406	\$ -	\$ -
Special Assessments	-	-	-	-	15,220	33,063
Investment Earnings	267	1,930	4,351	16,389	3,207	149
Total Revenues	692,267	472,611	516,134	563,795	18,427	33,212
EXPENDITURES						
General Government	-	-	-	-	80,228	-
Debt Service	606,445	416,700	432,263	511,915	28,537	33,895
Total Expenditures	606,445	416,700	432,263	511,915	108,765	33,895
Excess (Deficiency) of Revenue Over Expenditures	85,822	55,911	83,871	51,880	(90,338)	(683)
Other Financing Sources (Uses)						
Operating Transfers In	-	-	162,732	-	-	-
Operating Transfers Out	-	-	-	-	(36,812)	-
Total Other Financing Sources (Uses)	-	-	162,732	-	(36,812)	-
Excess (Deficiency) of Revenue Over Expenditures	85,822	55,911	246,603	51,880	(127,150)	(683)
Fund Balance, June 30, 2008	(97,368)	(67,523)	(175,915)	(149,473)	185,970	(78)
Fund Balance, June 30, 2009	\$ (11,546)	\$ (11,612)	\$ 70,688	\$ (97,593)	\$ 58,820	\$ (761)

Continued

CITY OF MISSOULA, MONTANA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL DEBT SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	FY00 Sidewalk & Curb	FY01 Sidewalk & Curb	FY02 Sidewalk & Curb	FY03 Sidewalk & Curb	FY04 Sidewalk & Curb	FY05 Sidewalk & Curb
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	41,295	35,516	50,314	94,554	94,081	97,236
Investment Earnings	286	971	766	(64)	1,176	2,161
Total Revenues	41,581	36,487	51,080	94,490	95,257	99,397
EXPENDITURES						
General Government						
Debt Service	42,788	39,312	50,465	96,482	100,115	102,520
Total Expenditures	42,788	39,312	50,465	96,482	100,115	102,520
Excess (Deficiency) of Revenue Over Expenditures	(1,207)	(2,825)	615	(1,992)	(4,858)	(3,123)
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	(1,207)	(2,825)	615	(1,992)	(4,858)	(3,123)
Fund Balance, June 30, 2008	5,745	39,115	24,735	(27,439)	41,007	91,999
Fund Balance, June 30, 2009	\$ 4,538	\$ 36,290	\$ 25,350	\$ (29,431)	\$ 36,149	\$ 88,876

Continued

CITY OF MISSOULA, MONTANA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL DEBT SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	FY06 Sidewalk & Curb	FY07 Sidewalk & Curb	FY08 Sidewalk & Curb	SID 495	SID 497	SID 498
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	220,729	130,374	62,390	- 78	78	111,528
Investment Earnings	2,815	1,779	398	4 65	65	3,177
Total Revenues	223,544	132,153	62,788	4 143	143	120,705
EXPENDITURES						
General Government	- -	- -	- -	- -	- -	- -
Debt Service	165,329	116,840	79,392	- -	- -	100,980
Total Expenditures	165,329	116,840	79,392	- -	- -	100,980
Excess (Deficiency) of Revenue Over Expenditures	58,215	15,313	(16,604)	4	143	19,725
Other Financing Sources (Uses)						
Operating Transfers In	- -	- -	- -	- -	- -	- -
Operating Transfers Out	- -	- -	- -	- -	- -	- -
Total Other Financing Sources (Uses)	- -	- -	- -	- -	- -	- -
Excess (Deficiency) of Revenue Over Expenditures	58,215	15,313	(16,604)	4	143	19,725
Fund Balance, June 30, 2008	82,727	48,410	10,732	219	3,761	162,933
Fund Balance, June 30, 2009	\$ 140,942	\$ 63,723	\$ (5,872)	\$ 223	\$ 3,904	\$ 182,658

Continued

CITY OF MISSOULA, MONTANA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL DEBT SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	SID 501	SID 503	SID 505	SID 506	SID 507	SID 508
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	42,954	11,060	12,343	-	4,483	257
Investment Earnings	1,547	474	262	25	80	15
Total Revenues	44,501	11,534	12,605	25	4,563	272
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	27,960	12,060	10,650	-	-	-
Total Expenditures	27,960	12,060	10,650	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	16,541	(526)	1,955	25	4,563	272
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	16,541	(526)	1,955	25	4,563	272
Fund Balance, June 30, 2008	74,945	25,817	10,864	1,349	2,740	571
Fund Balance, June 30, 2009	\$ 91,486	\$ 25,291	\$ 12,819	\$ 1,374	\$ 7,303	\$ 843

Continued

CITY OF MISSOULA, MONTANA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL DEBT SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	SID 510	SID 511	SID 512	SID 513	SID 514	SID 515
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	15,560	15,476	112,697	-	11,429	-
Investment Earnings	1,831	469	5,133	592	1,579	(273)
Total Revenues	17,391	15,945	117,830	592	13,008	(273)
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	-	14,960	145,441	3,320	17,244	802
Total Expenditures	-	14,960	145,441	3,320	17,244	802
Excess (Deficiency) of Revenue Over Expenditures	17,391	985	(27,611)	(2,728)	(4,236)	(1,075)
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	17,391	985	(27,611)	(2,728)	(4,236)	(1,075)
Fund Balance, June 30, 2008	92,524	24,965	253,569	32,709	83,596	(14,698)
Fund Balance, June 30, 2009	\$ 109,915	\$ 25,950	\$ 225,958	\$ 29,981	\$ 79,360	\$ (15,773)

Continued

CITY OF MISSOULA, MONTANA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL DEBT SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	SID 517	SID 518	SID 519	SID 520	SID 521	SID 522
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	4,310	1,950	6,763	163,771	19	-
Investment Earnings	190	134	272	2,739	97	104
Total Revenues	4,500	2,084	7,035	166,510	116	104
EXPENDITURES						
General Government						
Debt Service	7,431	3,179	8,894	160,320	660	954
Total Expenditures	7,431	3,179	8,894	160,320	660	954
Excess (Deficiency) of Revenue Over Expenditures	(2,931)	(1,095)	(1,859)	6,190	(544)	(850)
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	(2,931)	(1,095)	(1,859)	6,190	(544)	(850)
Fund Balance, June 30, 2008	9,434	6,738	13,487	136,492	5,405	5,827
Fund Balance, June 30, 2009	\$ 6,503	\$ 5,643	\$ 11,628	\$ 142,682	\$ 4,861	\$ 4,977

Continued

CITY OF MISSOULA, MONTANA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL DEBT SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	SID 525	SID 526	SID 527	SID 530	SID 531	SID 532
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	38,331	185,758	3,482	923	4,218	51,894
Investment Earnings	3,754	7,665	78	77	241	946
Total Revenues	42,085	193,423	3,560	1,000	4,459	52,840
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	44,440	180,920	3,539	884	-	51,097
Total Expenditures	44,440	180,920	3,539	884	-	51,097
Excess (Deficiency) of Revenue Over Expenditures	(2,355)	12,503	21	116	4,459	1,743
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	(2,355)	12,503	21	116	4,459	1,743
Fund Balance, June 30, 2008	205,121	399,895	7,340	4,918	10,972	39,043
Fund Balance, June 30, 2009	\$ 202,766	\$ 412,398	\$ 7,361	\$ 5,034	\$ 15,431	\$ 40,786

Continued

CITY OF MISSOULA, MONTANA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL DEBT SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	SID 533	SID 534	SID 535	SID 536	SID 539	SID 540
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	16,711	21,428	6,130	41,931	2,349	154,192
Investment Earnings	757	444	293	1,102	130	2,360
Total Revenues	17,468	21,872	6,423	43,033	2,479	156,552
EXPENDITURES						
General Government						
Debt Service	18,119	18,794	-	31,473	-	121,293
Total Expenditures	18,119	18,794	-	31,473	-	121,293
Excess (Deficiency) of Revenue Over Expenditures	(651)	3,078	6,423	11,560	2,479	35,259
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	(651)	3,078	6,423	11,560	2,479	35,259
Fund Balance, June 30, 2008	40,637	22,407	13,372	49,965	6,144	88,576
Fund Balance, June 30, 2009	\$ 39,986	\$ 25,485	\$ 19,795	\$ 61,525	\$ 8,623	\$ 123,835

Continued

CITY OF MISSOULA, MONTANA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL DEBT SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	SID 543	TOTALS
REVENUES		
Taxes	\$ -	\$ 2,221,860
Special Assessments	15,920	1,954,248
Investment Earnings	139	92,956
Total Revenues	<u>16,059</u>	<u>4,269,064</u>
EXPENDITURES		
General Government	-	80,228
Debt Service	-	3,808,412
Total Expenditures	<u>-</u>	<u>3,888,640</u>
Excess (Deficiency) of Revenue Over Expenditures	16,059	380,424
Other Financing Sources (Uses)		
Operating Transfers In	-	199,544
Operating Transfers Out	-	(161,812)
Total Other Financing Sources (Uses)	<u>-</u>	<u>37,732</u>
Excess (Deficiency) of Revenue Over Expenditures	16,059	418,156
Fund Balance, June 30, 2008	-	2,654,557
Fund Balance, June 30, 2009	<u>\$ 16,059</u>	<u>\$ 3,072,713</u>

**COMBINING STATEMENT OF
REVENUES, EXPENDITURES
AND
CHANGES IN FUND BALANCE**

**FOR NONMAJOR
GOVERNMENTAL
CAPITAL PROJECT
FUNDS**

CITY OF MISSOULA, MONTANA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	1997 Open Space	New Fire Station GO Bond	06 Sidewalk & Curb	07 Sidewalk & Curb	08 Sidewalk & Curb
REVENUES					
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -
Miscellaneous	32,381	-	-	-	-
Investment Earnings	-	-	468	164	(174)
Total Revenues	32,381	-	468	164	(174)
EXPENDITURES					
Capital Outlay	39,906	853,883	-	-	-
Total Expenditures	39,906	853,883	-	-	-
Excess(Deficiency) of Revenue Over Expenditures	(7,525)	(853,883)	468	164	(174)
Other Financing Sources (Uses)					
Operating Transfers Out	-	(162,732)	-	-	-
Total Other Financing Sources(Uses)	-	(162,732)	-	-	-
Excess(Deficiency) of Revenues Over Expenditures	(7,525)	(1,016,615)	468	164	(174)
Fund Balance, June 30, 2008	389,627	1,209,271	25,463	8,895	(2,923)
Fund Balance, June 30, 2009	\$ 382,102	\$ 192,656	\$ 25,931	\$ 9,059	\$ (3,097)

Continued

CITY OF MISSOULA, MONTANA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	09 Sidewalk & Curb	10 Sidewalk & Curb	SID 530 Construction	SID 531 Construction	SID 532 Construction	SID 533 Construction
REVENUES						
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,000
Miscellaneous	126,238	-	-	-	-	-
Investment Earnings	(10,129)	(448)	13	(795)	611	(176)
Total Revenues	116,109	(448)	13	(795)	611	9,824
EXPENDITURES						
Capital Outlay	351,723	379,822	-	-	-	-
Total Expenditures	351,723	379,822	-	-	-	-
Excess(Deficiency) of Revenue Over Expenditures	(235,614)	(380,270)	13	(795)	611	9,824
Other Financing Sources (Uses)						
Operating Transfers Out	-	-	-	-	-	-
Total Other Financing Sources(Uses)	-	-	-	-	-	-
Excess(Deficiency) of Revenues Over Expenditures	(235,614)	(380,270)	13	(795)	611	9,824
Fund Balance, June 30, 2008	(296,820)	-	(128)	(43,159)	38,453	(16,477)
Fund Balance, June 30, 2009	\$ (532,434)	\$ (380,270)	\$ (115)	\$ (43,954)	\$ 39,064	\$ (6,653)

Continued

CITY OF MISSOULA, MONTANA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	SID 534 Construction	SID 535 Construction	SID 536 Construction	SID 538 Construction	SID 539 Construction
REVENUES					
Intergovernmental	\$ 10,000	\$ -	\$ 10,000	\$ -	\$ -
Miscellaneous	-	-	-	-	-
Investment Earnings	(69)	(1,214)	25	(105)	(367)
Total Revenues	9,931	(1,214)	10,025	(105)	(367)
EXPENDITURES					
Capital Outlay	-	-	2,474	-	-
Total Expenditures	-	-	2,474	-	-
Excess(Deficiency) of Revenue Over Expenditures	9,931	(1,214)	7,551	(105)	(367)
Other Financing Sources (Uses)					
Operating Transfers Out	-	-	-	-	-
Total Other Financing Sources(Uses)	-	-	-	-	-
Excess(Deficiency) of Revenues Over Expenditures	9,931	(1,214)	7,551	(105)	(367)
Fund Balance, June 30, 2008	(1,705)	(65,861)	(5,345)	(4,890)	(19,954)
Fund Balance, June 30, 2009	\$ 8,226	\$ (67,075)	\$ 2,206	\$ (4,995)	\$ (20,321)

Continued

CITY OF MISSOULA, MONTANA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	SID 540 Construction	SID 541 Construction	SID 542 Construction	SID 543 Construction	Miller Creek Mitigation
REVENUES					
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -
Miscellaneous	- -	- -	- -	- -	- -
Investment Earnings	2,058	(2,396)	(2,372)	(1,143)	(194)
Total Revenues	2,058	(2,396)	(2,372)	(1,143)	(194)
EXPENDITURES					
Capital Outlay	- 218,750	- -	- -	- 71	- -
Total Expenditures	- 218,750	- -	- -	- 71	- -
Excess(Deficiency) of Revenue Over Expenditures	2,058	(221,146)	(2,372)	(1,143)	(265)
Other Financing Sources (Uses)					
Operating Transfers Out	- -	- -	- -	- -	- -
Total Other Financing Sources(Uses)	- -				
Excess(Deficiency) of Revenues Over Expenditures	2,058	(221,146)	(2,372)	(1,143)	(265)
Fund Balance, June 30, 2008	111,689	(111,696)	(128,777)	(70,710)	3,763
Fund Balance, June 30, 2009	\$ 113,747	\$ (332,842)	\$ (131,149)	\$ (71,853)	\$ 3,498

Continued

CITY OF MISSOULA, MONTANA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	Miller Creek Mitigation (T)	Miller Creek Mitigation (M)	Miller Creek Mitigation (Mc)	Rattlesnake Sewer Collection	Phillips St Traffic Calming	TOTALS
REVENUES						
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 30,000
Miscellaneous	-	551,358	-	-	-	709,977
Investment Earnings	155	9,728	6,493	(21)	-	112
Total Revenues	155	561,086	6,493	(21)	-	740,089
EXPENDITURES						
Capital Outlay	107,956	126,754	-	54,167	145	2,135,651
Total Expenditures	107,956	126,754	-	54,167	145	2,135,651
Excess(Deficiency) of Revenue Over Expenditures	(107,801)	434,332	6,493	(54,188)	(145)	(1,395,562)
Other Financing Sources (Uses)						
Operating Transfers Out	-	-	-	-	-	(162,732)
Total Other Financing Sources(Uses)	-	-	-	-	-	(162,732)
Excess(Deficiency) of Revenues Over Expenditures	(107,801)	434,332	6,493	(54,188)	(145)	(1,558,294)
Fund Balance, June 30, 2008	105,092	-	352,471	-	-	1,476,279
Fund Balance, June 30, 2009	\$ (2,709)	\$ 434,332	\$ 358,964	\$ (54,188)	\$ (145)	\$ (82,015)

AGENCY FUNDS

CITY OF MISSOULA, MONTANA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - ALL AGENCY FUNDS
JUNE 30, 2009

	Balance 07/01/2008	Additions	Deletions	Balance 06/30/2009
COURT SURCHARGE				
ASSETS				
Cash	\$ 31,696	\$ 83,676	\$ 87,282	\$ 28,090
Due From Other Governments	7,022	5,644	7,022	5,644
TOTAL ASSETS	\$ 38,718	\$ 89,320	\$ 94,304	\$ 33,734
LIABILITIES				
Accounts Payable	\$ 22,725	\$ 76,650	\$ 87,282	\$ 12,093
Due to Other Governments	15,993	5,648	-	21,641
TOTAL LIABILITIES	\$ 38,718	\$ 82,298	\$ 87,282	\$ 33,734
COUNTY CLEARING				
ASSETS				
Cash	\$ 2,001	\$ 11,065	\$ 10,395	\$ 2,671
LIABILITIES				
Accounts Payable	\$ 1,690	\$ 11,065	\$ 10,395	\$ 2,360
Due to Other Governments	311	-	-	311
TOTAL LIABILITIES	\$ 2,001	\$ 11,065	\$ 10,395	\$ 2,671
SEWER REBATE				
ASSETS				
Cash	\$ 53,456	\$ 20,265	\$ 9,132	\$ 64,589
LIABILITIES				
Due to Private Parties	\$ 53,456	\$ 20,265	\$ 9,132	\$ 64,589
YOUTH PROGRAMS				
ASSETS				
Cash	\$ 473	\$ -	\$ -	\$ 473
LIABILITIES				
Due to Private Parties	\$ 473	\$ -	\$ -	\$ 473

Continued

CITY OF MISSOULA, MONTANA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - ALL AGENCY FUNDS
JUNE 30, 2009

	Balance 07/01/2008	Additions	Deletions	Balance 06/30/2009
COUNTY PARK BOARD				
ASSETS				
Cash	\$ 5,500	\$ -	\$ -	\$ 5,500
LIABILITIES				
Due to Other Governments	\$ 5,500	\$ -	\$ -	\$ 5,500
ELK HILLS SUBDIVISION				
ASSETS				
Cash	\$ 3,868	\$ -	\$ -	\$ 3,868
LIABILITIES				
Due to Private Parties	\$ 3,868	\$ -	\$ -	\$ 3,868
MUNICIPAL COURT RESTITUTION				
ASSETS				
Cash	\$ 232,332	\$ 1,724,396	\$ 1,759,673	\$ 197,055
LIABILITIES				
Due to Private Parties	\$ 232,332	\$ 1,724,396	\$ 1,759,673	\$ 197,055
RESIDENTIAL INSPECTION FUND				
ASSETS				
Cash	\$ 1,600	\$ 5,555	\$ 6,401	\$ 754
LIABILITIES				
Accounts Payable	\$ 43	\$ 6,238	\$ 6,281	\$ -
Due to Private Parties	1,557	11,055	11,858	754
TOTAL LIABILITIES	\$ 1,600	\$ 17,293	\$ 18,139	\$ 754
TOTALS - ALL AGENCY FUNDS				
ASSETS				
Cash	\$ 330,926	\$ 1,844,957	\$ 1,872,883	\$ 303,000
Due From Other Governments	7,022	5,644	7,022	5,644
TOTAL ASSETS	\$ 337,948	\$ 1,850,601	\$ 1,879,905	\$ 308,644
LIABILITIES				
Accounts Payable	\$ 24,458	\$ 93,953	\$ 103,958	\$ 14,453
Due to Other Governments	21,804	5,648	-	27,452
Due to Private Parties	291,686	1,755,716	1,780,663	266,739
TOTAL LIABILITIES	\$ 337,948	\$ 1,855,317	\$ 1,884,621	\$ 308,644

MAJOR GOVERNMENTAL FUNDS

BUDGET TO ACTUAL

CITY OF MISSOULA, MONTANA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
MAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	Capital Improvement				SID 524			
	Original Budget	Final Budget	Actual	Variance -	Original and Final Budget	Actual	Variance -	
				Over (Under)				
REVENUES								
Special Assessments	\$ -	\$ -	\$ -	\$ -	\$ 365,739	\$ 357,867	\$ (7,872)	
Intergovernmental	180,519	180,519	26,484	(154,035)	-	-	-	
Miscellaneous	25,468	208,167	210,307	2,140	-	-	-	
Investment Earnings	-	-	(80,868)	(80,868)	-	10,323	10,323	
Total Revenues	205,987	388,686	155,923	(232,763)	365,739	368,190	2,451	
EXPENDITURES								
General Government	114,000	114,000	6,534	107,466	-	-	-	
Debt Service	498,314	498,314	506,606	(8,292)	307,580	307,580	-	
Capital Outlay	2,038,596	4,272,720	1,905,523	2,367,197	-	-	-	
Total Expenditures	2,650,910	4,885,034	2,418,663	2,466,371	307,580	307,580	-	
Excess(Deficiency) of Revenue Over Expenditures	(2,444,923)	(4,496,348)	(2,262,740)	2,233,608	58,159	60,610	2,451	
Other Financing Sources (Uses)								
Operating Transfers In	884,973	1,334,823	564,296	(770,527)	-	-	-	
Issuance of long term debt	1,559,950	3,186,526	-	(3,186,526)	-	-	-	
Proceeds from sale of capital assets	-	-	-	-	-	-	-	
Total Other Financing Sources(Uses)	2,444,923	4,521,349	564,296	(3,957,053)	-	-	-	
Excess(Deficiency) of Revenues Over Expenditures	-	25,001	(1,698,444)	(1,723,445)	58,159	60,610	2,451	
Fund Balance, June 30, 2008	(2,947,576)	(2,947,576)	(2,947,576)	-	521,016	521,016	-	
Fund Balance, June 30, 2009	\$ (2,947,576)	\$ (2,922,575)	\$ (4,646,020)	\$ (1,723,445)	\$ 579,175	\$ 581,626	\$ 2,451	

NONMAJOR GOVERNMENTAL FUNDS

BUDGET TO ACTUAL

NONMAJOR GOVERNMENTAL FUNDS

BUDGET TO ACTUAL

SPECIAL REVENUE FUNDS

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	Park Acquisition			Park Enterprise		
			Variance - Over (Under)			Variance - Over (Under)
	Budget	Actual		Budget	Actual	
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	-	-	-	-	-	-
Licenses	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for Services	76,000	117,116	41,116	18,000	33,244	15,244
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	20,000	3,460	(16,540)	-	-	-
Interest	-	-	-	-	-	-
Total Revenues	96,000	120,576	24,576	18,000	33,244	15,244
EXPENDITURES						
Current						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Public Works	-	-	-	-	-	-
Culture and Recreation	45,000	5,655	39,345	45,000	2,134	42,866
Community Development	-	-	-	-	-	-
Capital Outlay	155,000	-	155,000	75,000	-	75,000
Total Expenditures	200,000	5,655	194,345	120,000	2,134	117,866
Excess (Deficiency) of Revenue Over Expenditures	(104,000)	114,921	218,921	(102,000)	31,110	133,110
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	-	-	-	-	(28,344)	(28,344)
Sale of Capital Assets	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	(28,344)	(28,344)
Excess (Deficiency) of Revenue Over Expenditures	(104,000)	114,921	218,921	(102,000)	2,766	104,766
Fund Balance, June 30, 2008	216,143	216,143	-	179,369	179,369	-
Fund Balance, June 30, 2009	\$ 112,143	\$ 331,064	\$ 218,921	\$ 77,369	\$ 182,135	\$ 104,766

Continued

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	Trail Development			Cremain Wall		
			Variance - Over (Under)			Variance - Over (Under)
	Budget	Actual		Budget	Actual	
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	-	-	-	-	-	-
Licenses	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for Services	-	-	-	9,000	7,250	(1,750)
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	393,000	45,870	(347,130)	2,000	1,364	(636)
Interest	-	-	-	-	1,305	1,305
Total Revenues	393,000	45,870	(347,130)	11,000	9,919	(1,081)
EXPENDITURES						
Current						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Public Works	-	-	-	-	-	-
Culture and Recreation	335,000	34,686	300,314	-	-	-
Community Development	-	-	-	-	-	-
Capital Outlay	270,000	-	270,000	4,500	1,616	2,884
Total Expenditures	605,000	34,686	570,314	4,500	1,616	2,884
Excess (Deficiency) of Revenue Over Expenditures	(212,000)	11,184	223,184	6,500	8,303	1,803
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	(212,000)	11,184	223,184	6,500	8,303	1,803
Fund Balance, June 30, 2008	225,435	225,435	-	29,931	29,931	-
Fund Balance, June 30, 2009	\$ 13,435	\$ 236,619	\$ 223,184	\$ 36,431	\$ 38,234	\$ 1,803

Continued

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	Cemetery Care			Title One Projects		
	Budget	Actual	Variance - Over (Under)	Budget	Actual	Variance - Over (Under)
			(Under)			(Under)
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	-	-	-	-	-	-
Licenses	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for Services	71,500	60,300	(11,200)	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	500	-	(500)	1,696	-	(1,696)
Interest	3,000	10,419	7,419	-	15,817	15,817
Total Revenues	75,000	70,719	(4,281)	1,696	15,817	14,121
EXPENDITURES						
Current						
General Government	-	-	-	51,600	29,652	21,948
Public Safety	-	-	-	-	-	-
Public Works	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-
Community Development	-	-	-	-	-	-
Capital Outlay	22,000	22,000	-	-	-	-
Total Expenditures	22,000	22,000	-	51,600	29,652	21,948
Excess (Deficiency) of Revenue Over Expenditures	53,000	48,719	(4,281)	(49,904)	(13,835)	36,069
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	-	-	-	(525,096)	(18,400)	506,696
Sale of Capital Assets	-	2,093	2,093	-	-	-
Total Other Financing Sources (Uses)	-	2,093	2,093	(525,096)	(18,400)	506,696
Excess (Deficiency) of Revenue Over Expenditures	53,000	50,812	(2,188)	(575,000)	(32,235)	542,765
Fund Balance, June 30, 2008	241,040	241,040	-	609,238	609,238	-
Fund Balance, June 30, 2009	\$ 294,040	\$ 291,852	\$ (2,188)	\$ 34,238	\$ 577,003	\$ 542,765

Continued

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	Impact Fee			Public Art			
			Variance - Over (Under)			Variance - Over (Under)	
	Budget	Actual		Budget	Actual		
REVENUES							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Special Assessments	-	-	-	-	-	-	
Licenses	-	-	-	-	-	-	
Intergovernmental							
Charges for Services	1,525,000	608,481	(916,519)	-	-	-	
Fines and Forfeitures	-	-	-	-	-	-	
Miscellaneous	-	-	-	18,000	-	(18,000)	
Interest	-	12,898	12,898	-	-	-	
Total Revenues	1,525,000	621,379	(903,621)	18,000	-	(18,000)	
EXPENDITURES							
Current							
General Government	-	-	-	-	-	-	
Public Safety	-	-	-	-	-	-	
Public Works	-	-	-	-	-	-	
Culture and Recreation	-	-	-	50,000	3,871	46,129	
Community Development	-	-	-	-	-	-	
Capital Outlay	1,525,000	156,201	1,368,799	-	1,275	(1,275)	
Total Expenditures	1,525,000	156,201	1,368,799	50,000	5,146	44,854	
Excess (Deficiency) of Revenue Over Expenditures	-	465,178	465,178	(32,000)	(5,146)	26,854	
Other Financing Sources (Uses)							
Operating Transfers In	-	-	-	-	-	-	
Operating Transfers Out	-	-	-	-	-	-	
Sale of Capital Assets	-	-	-	-	-	-	
Total Other Financing Sources (Uses)	-	-	-	-	-	-	
Excess (Deficiency) of Revenue Over Expenditures	-	465,178	465,178	(32,000)	(5,146)	26,854	
Fund Balance, June 30, 2008	344,048	344,048	-	64,124	64,124	-	
Fund Balance, June 30, 2009	\$ 344,048	\$ 809,226	\$ 465,178	\$ 32,124	\$ 58,978	\$ 26,854	

Continued

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	Employee Health Insurance			Cable TV Franchise			Variance - Over (Under)	
	Budget	Actual	Variance - Over (Under)	Budget	Actual			
			(Under)					
REVENUES								
Taxes	\$ 3,313,332	3,276,546	\$ (36,786)	\$ -	\$ -	\$ -	\$ -	
Special Assessments	-	-	-	-	-	-	-	
Licenses	-	-	-	529,822	546,144	16,322		
Intergovernmental	-	-	-	-	-	-	-	
Charges for Services	-	-	-	-	-	-	-	
Fines and Forfeitures	-	-	-	-	-	-	-	
Miscellaneous	-	-	-	-	-	-	-	
Interest	-	(35,818)	(35,818)	-	-	-	-	
Total Revenues	3,313,332	3,240,728	(72,604)	529,822	546,144	16,322		
EXPENDITURES								
Current								
General Government	-	-	-	334,244	339,165	(4,921)		
Public Safety	-	-	-	-	-	-	-	
Public Works	-	-	-	-	-	-	-	
Culture and Recreation	-	-	-	-	-	-	-	
Community Development	-	-	-	-	-	-	-	
Capital Outlay	-	-	-	36,000	31,079	4,921		
Total Expenditures	-	-	-	370,244	370,244	-		
Excess (Deficiency) of Revenue Over Expenditures	3,313,332	3,240,728	(72,604)	159,578	175,900	16,322		
Other Financing Sources (Uses)								
Operating Transfers In	-	-	-	-	-	-	-	
Operating Transfers Out	(3,355,565)	(3,355,565)	-	(165,838)	(165,837)	1		
Sale of Capital Assets	-	-	-	-	-	-	-	
Total Other Financing Sources (Uses)	(3,355,565)	(3,355,565)	-	(165,838)	(165,837)	1		
Excess (Deficiency) of Revenue Over Expenditures	(42,233)	(114,837)	(72,604)	(6,260)	10,063	16,323		
Fund Balance, June 30, 2008	(405,686)	(405,686)	-	162,919	162,919	-		
Fund Balance, June 30, 2009	\$ (447,919)	\$ (520,523)	\$ (72,604)	\$ 156,659	\$ 172,982	\$ 16,323		

Continued

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	Drug Forfeiture			Building Division		
	Budget	Actual	Variance - Over (Under)	Budget	Actual	Variance - Over (Under)
			(Under)			(Under)
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	-	-	-	-	-	-
Licenses	-	-	-	1,432,119	1,026,903	(405,216)
Intergovernmental	-	-	-	-	513	513
Charges for Services	-	-	-	-	726	726
Fines and Forfeitures	260,150	36,287	(223,863)	-	-	-
Miscellaneous	-	-	-	-	8,750	8,750
Interest	-	-	-	-	(3,261)	(3,261)
Total Revenues	260,150	36,287	(223,863)	1,432,119	1,033,631	(398,488)
EXPENDITURES						
Current						
General Government	-	-	-	-	-	-
Public Safety	96,500	37,510	58,990	1,174,915	1,006,636	168,279
Public Works	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-
Community Development	-	-	-	-	-	-
Capital Outlay	163,650	3,725	159,925	79,800	3,285	76,515
Total Expenditures	260,150	41,235	218,915	1,254,715	1,009,921	244,794
Excess (Deficiency) of Revenue Over Expenditures	-	(4,948)	(4,948)	177,404	23,710	(153,694)
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	-	(4,948)	(4,948)	177,404	23,710	(153,694)
Fund Balance, June 30, 2008	64,018	64,018	-	151,618	151,618	-
Fund Balance, June 30, 2009	\$ 64,018	\$ 59,070	\$ (4,948)	\$ 329,022	\$ 175,328	\$ (153,694)

Continued

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	Program Income			Revolving Loan Program		
	Budget	Actual	Variance - Over (Under)	Budget	Actual	Variance - Over (Under)
			(Under)			(Under)
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	-	-	-	-	-	-
Licenses	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	-	224	224	5,000	2,625	(2,375)
Interest	-	(104)	(104)	-	902	902
Total Revenues	-	120	120	5,000	3,527	(1,473)
EXPENDITURES						
Current						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Public Works	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-
Community Development	3,600	-	3,600	49,000	29	48,971
Capital Outlay	-	-	-	-	-	-
Total Expenditures	3,600	-	3,600	49,000	29	48,971
Excess (Deficiency) of Revenue Over Expenditures	(3,600)	120	3,720	(44,000)	3,498	47,498
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	(3,600)	120	3,720	(44,000)	3,498	47,498
Fund Balance, June 30, 2008	2,133	2,133	-	45,341	45,341	-
Fund Balance, June 30, 2009	\$ (1,467)	\$ 2,253	\$ 3,720	\$ 1,341	\$ 48,839	\$ 47,498

Continued

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	Street Lighting			Street Maintenance		
	Budget	Actual	Variance - Over (Under)	Budget	Actual	Variance - Over (Under)
			(Under)			(Under)
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	\$ 361,378	\$ 291,176	\$ (70,202)	\$ 79,816	\$ 62,889	\$ (16,927)
Licenses	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Total Revenues	\$ 361,378	\$ 291,176	\$ (70,202)	\$ 79,816	\$ 62,889	\$ (16,927)
EXPENDITURES						
Current						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Public Works	\$ 361,378	\$ 281,537	\$ 79,841	\$ 21,288	\$ 7,550	\$ 13,738
Culture and Recreation	-	-	-	-	-	-
Community Development	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-
Total Expenditures	\$ 361,378	\$ 281,537	\$ 79,841	\$ 21,288	\$ 7,550	\$ 13,738
Excess (Deficiency) of Revenue Over Expenditures	-	9,639	9,639	58,528	55,339	(3,189)
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	-	-	-	(58,528)	(55,265)	3,263
Sale of Capital Assets	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	(58,528)	(55,265)	3,263
Excess (Deficiency) of Revenue Over Expenditures	-	9,639	9,639	-	74	74
Fund Balance, June 30, 2008	246,151	246,151	-	(8,421)	(8,421)	-
Fund Balance, June 30, 2009	\$ 246,151	\$ 255,790	\$ 9,639	\$ (8,421)	\$ (8,347)	\$ 74

Continued

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	Russell Park Maintenance			Willowwood Park Maintenance		
			Variance - Over (Under)			Variance - Over (Under)
	Budget	Actual		Budget	Actual	
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	2,932	3,351	419	2,434	4,454	2,020
Licenses	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Total Revenues	2,932	3,351	419	2,434	4,454	2,020
EXPENDITURES						
Current						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Public Works	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-
Community Development	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-
Total Expenditures	-	-	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	2,932	3,351	419	2,434	4,454	2,020
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	(2,932)	(2,932)	-	(2,434)	(2,434)	-
Sale of Capital Assets	-	-	-	-	-	-
Total Other Financing Sources (Uses)	(2,932)	(2,932)	-	(2,434)	(2,434)	-
Excess (Deficiency) of Revenue Over Expenditures	-	419	419	-	2,020	2,020
Fund Balance, June 30, 2008	(2,897)	(2,897)	-	(1,977)	(1,977)	-
Fund Balance, June 30, 2009	\$ (2,897)	\$ (2,478)	\$ 419	\$ (1,977)	\$ 43	\$ 2,020

Continued

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	State Gas Tax			Crime Victim Surcharge		
	Budget	Actual	Variance -	Budget	Actual	Variance -
			Over (Under)			(Under)
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	-	-	-	-	-	-
Licenses	-	-	-	-	-	-
Intergovernmental	1,213,500	1,070,443	(143,057)	-	-	-
Charges for Services	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	6,896	6,896
Miscellaneous	-	-	-	-	-	-
Interest	-	-	-	-	(132)	(132)
Total Revenues	1,213,500	1,070,443	(143,057)		6,764	6,764
EXPENDITURES						
Current						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Public Works	5,000	-	5,000	-	-	-
Culture and Recreation	-	-	-	-	-	-
Community Development	-	-	-	-	-	-
Capital Outlay	644,500	480,448	164,052	-	-	-
Total Expenditures	649,500	480,448	169,052			
Excess (Deficiency) of Revenue Over Expenditures	564,000	589,995	25,995	-	6,764	6,764
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	(564,000)	(564,000)	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-
Total Other Financing Sources (Uses)	(564,000)	(564,000)	-			
Excess (Deficiency) of Revenue Over Expenditures	-	25,995	25,995	-	6,764	6,764
Fund Balance, June 30, 2008	25,289	25,289	-	(5,200)	(5,200)	-
Fund Balance, June 30, 2009	\$ 25,289	\$ 51,284	\$ 25,995	\$ (5,200)	\$ 1,564	\$ 6,764

Continued

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	Law Enforcement Grant			HIDTA Grant		
			Variance - Over (Under)			Variance - Over (Under)
	Budget	Actual		Budget	Actual	
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	-	-	-	-	-	-
Licenses	-	-	-	-	-	-
Intergovernmental	181,141	26,337	(154,804)	-	-	-
Charges for Services	-	-	-	14,000	42,077	28,077
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	1,000	-	(1,000)
Interest	-	(99)	(99)	-	23,810	23,810
Total Revenues	181,141	26,238	(154,903)	15,000	65,887	50,887
EXPENDITURES						
Current						
General Government	-	-	-	-	-	-
Public Safety	101,141	26,337	74,804	286,200	24,706	261,494
Public Works	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-
Community Development	-	-	-	-	-	-
Capital Outlay	80,000	-	80,000	-	-	-
Total Expenditures	181,141	26,337	154,804	286,200	24,706	261,494
Excess (Deficiency) of Revenue Over Expenditures	-	(99)	(99)	(271,200)	41,181	312,381
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	-	(99)	(99)	(271,200)	41,181	312,381
Fund Balance, June 30, 2008	(977)	(977)	-	594,175	594,175	-
Fund Balance, June 30, 2009	\$ (977)	\$ (1,076)	\$ (99)	\$ 322,975	\$ 635,356	\$ 312,381

Continued

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	Community Development Program Income			Community Development		
			Variance - Over (Under)			Variance - Over (Under)
	Budget	Actual		Budget	Actual	
REVENUES						
Taxes	\$ -	\$ -	-	\$ -	\$ -	\$ -
Special Assessments	-	-	-	-	-	-
Licenses	-	-	-	-	-	-
Intergovernmental	7,940	3,300	(4,640)	1,625,923	443,498	(1,182,425)
Charges for Services	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Interest	-	276	276	-	-	-
Total Revenues	7,940	3,576	(4,364)	1,625,923	443,498	(1,182,425)
EXPENDITURES						
Current						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Public Works	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-
Community Development	15,940	-	15,940	1,625,923	443,498	1,182,425
Capital Outlay	-	-	-	-	-	-
Total Expenditures	15,940	-	15,940	1,625,923	443,498	1,182,425
Excess (Deficiency) of Revenue Over Expenditures	(8,000)	3,576	11,576	-	-	-
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	(8,000)	3,576	11,576	-	-	-
Fund Balance, June 30, 2008	12,898	12,898	-	(8,857)	(8,857)	-
Fund Balance, June 30, 2009	\$ 4,898	\$ 16,474	\$ 11,576	\$ (8,857)	\$ (8,857)	\$ -

Continued

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	Home Grant			Federal Transportation		
	Budget	Actual	Variance - Over (Under)	Budget	Actual	Variance - Over (Under)
			(Under)			(Under)
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	-	-	-	-	-	-
Licenses	-	-	-	-	-	-
Intergovernmental	947,476	726,047	(221,429)	2,112,605	320,468	(1,792,137)
Charges for Services	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	657,650	41,156	(616,494)
Interest	-	-	-	-	-	-
Total Revenues	947,476	726,047	(221,429)	2,770,255	361,624	(2,408,631)
EXPENDITURES						
Current						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Public Works	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-
Community Development	947,476	726,047	221,429	-	-	-
Capital Outlay	-	-	-	3,080,255	360,220	2,720,035
Total Expenditures	947,476	726,047	221,429	3,080,255	360,220	2,720,035
Excess (Deficiency) of Revenue Over Expenditures	-	-	-	(310,000)	1,404	311,404
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	310,000	-	(310,000)
Operating Transfers Out	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	310,000	-	(310,000)
Excess (Deficiency) of Revenue Over Expenditures	-	-	-	-	1,404	1,404
Fund Balance, June 30, 2008	27,185	27,185	-	(19,811)	(19,811)	-
Fund Balance, June 30, 2009	\$ 27,185	\$ 27,185	\$ -	\$ (19,811)	\$ (18,407)	\$ 1,404

Continued

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	Grants & Donations		
	Budget	Actual	Variance -
			Over (Under)
REVENUES			
Taxes	\$ -	\$ -	\$ -
Special Assessments	-	-	-
Licenses	-	-	-
Intergovernmental	1,390,980	376,891	(1,014,089)
Charges for Services	20,367	2,240	(18,127)
Fines and Forfeitures	-	-	-
Miscellaneous	62,876	13,600	(49,276)
Interest	-	-	-
Total Revenues	1,474,223	392,731	(1,081,492)
EXPENDITURES			
Current			
General Government	3,570	4,961	(1,391)
Public Safety	925,044	281,047	643,997
Public Works	67,831	9,546	58,285
Culture and Recreation	10,036	-	10,036
Community Development	649,338	23,798	625,540
Capital Outlay	179,483	92,161	87,322
Total Expenditures	1,835,302	411,513	1,423,789
Excess (Deficiency) of Revenue Over Expenditures	(361,079)	(18,782)	342,297
Other Financing Sources (Uses)			
Operating Transfers In	-	-	-
Operating Transfers Out	-	-	-
Sale of Capital Assets	-	-	-
Total Other Financing Sources (Uses)	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	(361,079)	(18,782)	342,297
Fund Balance, June 30, 2008	421,280	421,280	-
Fund Balance, June 30, 2009	\$ 60,201	\$ 402,498	\$ 342,297

NONMAJOR GOVERNMENTAL FUNDS

BUDGET TO ACTUAL

DEBT SERVICE

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR DEBT SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	SID Revolving			1998 Safety Bonds		
	Budget	Actual	Variance - Over (Under)	Budget	Actual	Variance - Over (Under)
			(Under)			(Under)
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 1,797	\$ 1,797
Special Assessments	35,000	15,531	(19,469)	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	12,090	12,090	-	(72)	(72)
Total Revenues	35,000	27,621	(7,379)		1,725	1,725
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Total Expenditures	-	-	-			
Excess (Deficiency) of Revenue Over Expenditures	35,000	27,621	(7,379)	-	1,725	1,725
Other Financing Sources (Uses)						
Operating Transfers In	-	36,812	36,812	-	-	-
Operating Transfers Out	(125,000)	(125,000)	-	-	-	-
Total Other Financing Sources (Uses)	(125,000)	(88,188)	36,812			
Excess (Deficiency) of Revenue Over Expenditures	(90,000)	(60,567)	29,433	-	1,725	1,725
Fund Balance, June 30, 2008	779,966	779,966	-	(6,499)	(6,499)	-
Fund Balance, June 30, 2009	\$ 689,966	\$ 719,399	\$ 29,433	\$ (6,499)	\$ (4,774)	\$ 1,725

Continued

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR DEBT SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	1996 Open Space			1997 Open Space		
	Budget	Actual	Variance -	Budget	Actual	Variance -
			Over (Under)			(Under)
REVENUES						
Taxes	\$ -	\$ (1,361)	\$ (1,361)	\$ -	\$ (571)	\$ (571)
Special Assessments	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	29	29	-	7,812	7,812
Total Revenues	-	(1,332)	(1,332)	-	7,241	7,241
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Total Expenditures	-	-	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	-	(1,332)	(1,332)	-	7,241	7,241
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	-	(1,332)	(1,332)	-	7,241	7,241
Fund Balance, June 30, 2008	1,774	1,774	-	44,382	44,382	-
Fund Balance, June 30, 2009	\$ 1,774	\$ 442	\$ (1,332)	\$ 44,382	\$ 51,623	\$ 7,241

Continued

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR DEBT SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	1994 City Hall & Fire Bonds			1993 Fire Bonds		
			Variance - Over (Under)			Variance - Over (Under)
	Budget	Actual		Budget	Actual	
REVENUES						
Taxes	\$ -	\$ 53	\$ 53	\$ -	\$ 72	\$ 72
Special Assessments	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	5	5	-	9	9
Total Revenues	-	58	58	-	81	81
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Total Expenditures	-	-	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	-	58	58	-	81	81
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	-	58	58	-	81	81
Fund Balance, June 30, 2008	228	228	-	425	425	-
Fund Balance, June 30, 2009	\$ 228	\$ 286	58	\$ 425	\$ 506	81

Continued

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR DEBT SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	2004 Aquatics Bonds			2004 Refunding Bonds		
			Variance - Over (Under)			Variance - Over (Under)
	Budget	Actual		Budget	Actual	
REVENUES						
Taxes	\$ 698,645	\$ 692,000	\$ (6,645)	\$ 478,960	\$ 470,681	\$ (8,279)
Special Assessments	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	267	267	-	1,930	1,930
Total Revenues	<u>698,645</u>	<u>692,267</u>	<u>(6,378)</u>	<u>478,960</u>	<u>472,611</u>	<u>(6,349)</u>
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	606,445	606,445	-	416,700	416,700	-
Total Expenditures	<u>606,445</u>	<u>606,445</u>	<u>-</u>	<u>416,700</u>	<u>416,700</u>	<u>-</u>
Excess (Deficiency) of Revenue Over Expenditures	92,200	85,822	(6,378)	62,260	55,911	(6,349)
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenue Over Expenditures	92,200	85,822	(6,378)	62,260	55,911	(6,349)
Fund Balance, June 30, 2008	(97,368)	(97,368)	-	(67,523)	(67,523)	-
Fund Balance, June 30, 2009	<u>\$ (5,168)</u>	<u>\$ (11,546)</u>	<u>\$ (6,378)</u>	<u>\$ (5,263)</u>	<u>\$ (11,612)</u>	<u>\$ (6,349)</u>

Continued

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR DEBT SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	2006 Fire Station GO			2007 Refunding Bonds		
			Variance - Over (Under)			Variance - Over (Under)
	Budget	Actual		Budget	Actual	
REVENUES						
Taxes	\$ 521,759	\$ 511,783	\$ (9,976)	\$ 561,854	\$ 547,406	\$ (14,448)
Special Assessments	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	4,351	4,351	-	16,389	16,389
Total Revenues	521,759	516,134	(5,625)	561,854	563,795	1,941
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	432,263	432,263	-	511,915	511,915	-
Total Expenditures	432,263	432,263	-	511,915	511,915	-
Excess (Deficiency) of Revenue Over Expenditures	89,496	83,871	(5,625)	49,939	51,880	1,941
Other Financing Sources (Uses)						
Operating Transfers In	-	162,732	162,732	-	-	-
Operating Transfers Out	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	162,732	162,732	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	89,496	246,603	157,107	49,939	51,880	1,941
Fund Balance, June 30, 2008	(175,915)	(175,915)	-	(149,473)	(149,473)	-
Fund Balance, June 30, 2009	\$ (86,419)	\$ 70,688	\$ 157,107	\$ (99,534)	\$ (97,593)	\$ 1,941

Continued

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR DEBT SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	Sidewalk & Curb			FY99 Sidewalk & Curb		
	Budget	Actual	Variance - Over (Under)	Budget	Actual	Variance - Over (Under)
			(Under)			(Under)
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	-	15,220	15,220	34,261	33,063	(1,198)
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	3,207	3,207	-	149	149
Total Revenues	-	18,427	18,427	34,261	33,212	(1,049)
EXPENDITURES						
General Government	-	80,228	(80,228)	-	-	-
Debt Service	28,538	28,537	1	33,895	33,895	-
Total Expenditures	28,538	108,765	(80,227)	33,895	33,895	-
Excess (Deficiency) of Revenue Over Expenditures	(28,538)	(90,338)	(61,800)	366	(683)	(1,049)
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	(35,812)	(36,812)	(1,000)	-	-	-
Total Other Financing Sources (Uses)	(35,812)	(36,812)	(1,000)	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	(64,350)	(127,150)	(62,800)	366	(683)	(1,049)
Fund Balance, June 30, 2008	185,970	185,970	-	(78)	(78)	-
Fund Balance, June 30, 2009	\$ 121,620	\$ 58,820	\$ (62,800)	\$ 288	\$ (761)	\$ (1,049)

Continued

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR DEBT SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	FY00 Sidewalk & Curb			FY01 Sidewalk & Curb		
	Budget	Actual	Variance - Over (Under)	Budget	Actual	Variance - Over (Under)
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	98,122	41,295	(56,827)	39,909	35,516	(4,393)
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	286	286	-	971	971
Total Revenues	98,122	41,581	(56,541)	39,909	36,487	(3,422)
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	42,788	42,788	-	39,313	39,312	1
Total Expenditures	42,788	42,788	-	39,313	39,312	1
Excess (Deficiency) of Revenue Over Expenditures	55,334	(1,207)	(56,541)	596	(2,825)	(3,421)
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	55,334	(1,207)	(56,541)	596	(2,825)	(3,421)
Fund Balance, June 30, 2008	5,745	5,745	-	39,115	39,115	-
Fund Balance, June 30, 2009	\$ 61,079	\$ 4,538	\$ (56,541)	\$ 39,711	\$ 36,290	\$ (3,421)

Continued

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR DEBT SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	FY02 Sidewalk & Curb			FY03 Sidewalk & Curb		
	Budget	Actual	Variance - Over (Under)	Budget	Actual	Variance - Over (Under)
			(Under)			(Under)
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	52,683	50,314	(2,369)	101,909	94,554	(7,355)
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	766	766	-	(64)	(64)
Total Revenues	52,683	51,080	(1,603)	101,909	94,490	(7,419)
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	50,465	50,465	-	96,483	96,482	1
Total Expenditures	50,465	50,465	-	96,483	96,482	1
Excess (Deficiency) of Revenue Over Expenditures	2,218	615	(1,603)	5,426	(1,992)	(7,418)
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	2,218	615	(1,603)	5,426	(1,992)	(7,418)
Fund Balance, June 30, 2008	24,735	24,735	-	(27,439)	(27,439)	-
Fund Balance, June 30, 2009	\$ 26,953	\$ 25,350	\$ (1,603)	\$ (22,013)	\$ (29,431)	\$ (7,418)

Continued

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR DEBT SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	FY04 Sidewalk & Curb			FY05 Sidewalk & Curb		
			Variance - Over (Under)			Variance - Over (Under)
	Budget	Actual		Budget	Actual	
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	98,836	94,081	(4,755)	107,533	97,236	(10,297)
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	1,176	1,176	-	2,161	2,161
Total Revenues	98,836	95,257	(3,579)	107,533	99,397	(8,136)
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	100,115	100,115	-	102,520	102,520	-
Total Expenditures	100,115	100,115	-	102,520	102,520	-
Excess (Deficiency) of Revenue Over Expenditures	(1,279)	(4,858)	(3,579)	5,013	(3,123)	(8,136)
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	(1,279)	(4,858)	(3,579)	5,013	(3,123)	(8,136)
Fund Balance, June 30, 2008	41,007	41,007	-	91,999	91,999	-
Fund Balance, June 30, 2009	\$ 39,728	\$ 36,149	\$ (3,579)	\$ 97,012	\$ 88,876	\$ (8,136)

Continued

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR DEBT SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	FY06 Sidewalk & Curb			FY07 Sidewalk & Curb		
			Variance - Over (Under)			Variance - Over (Under)
	Budget	Actual		Budget	Actual	
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	174,748	220,729	45,981	116,840	130,374	13,534
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	2,815	2,815	-	1,779	1,779
Total Revenues	174,748	223,544	48,796	116,840	132,153	15,313
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	165,329	165,329	-	116,840	116,840	-
Total Expenditures	165,329	165,329	-	116,840	116,840	-
Excess (Deficiency) of Revenue Over Expenditures	9,419	58,215	48,796	-	15,313	15,313
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	9,419	58,215	48,796	-	15,313	15,313
Fund Balance, June 30, 2008	82,727	82,727	-	48,410	48,410	-
Fund Balance, June 30, 2009	\$ 92,146	\$ 140,942	\$ 48,796	\$ 48,410	\$ 63,723	\$ 15,313

Continued

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR DEBT SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	FY08 Sidewalk & Curb			SID 495		
			Variance - Over (Under)			Variance - Over (Under)
	Budget	Actual		Budget	Actual	
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	-	62,390	62,390	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	398	398	-	4	4
Total Revenues	-	62,788	62,788	-	4	4
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	79,393	79,392	1	-	-	-
Total Expenditures	79,393	79,392	1	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	(79,393)	(16,604)	62,789	-	4	4
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	(79,393)	(16,604)	62,789	-	4	4
Fund Balance, June 30, 2008	10,732	10,732	-	219	219	-
Fund Balance, June 30, 2009	\$ (68,661)	\$ (5,872)	\$ 62,789	\$ 219	\$ 223	\$ 4

Continued

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR DEBT SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	SID 497			SID 498		
	Budget	Actual	Variance - Over (Under)	Budget	Actual	Variance - Over (Under)
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	-	78	78	118,263	117,528	(735)
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	65	65	-	3,177	3,177
Total Revenues	-	143	143	118,263	120,705	2,442
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	-	-	-	100,980	100,980	-
Total Expenditures	-	-	-	100,980	100,980	-
Excess (Deficiency) of Revenue Over Expenditures	-	143	143	17,283	19,725	2,442
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	-	143	143	17,283	19,725	2,442
Fund Balance, June 30, 2008	3,761	3,761	-	162,933	162,933	-
Fund Balance, June 30, 2009	\$ 3,761	\$ 3,904	\$ 143	\$ 180,216	\$ 182,658	\$ 2,442

Continued

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR DEBT SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	SID 501			SID 503		
	Budget	Actual	Variance - Over (Under)	Budget	Actual	Variance - Over (Under)
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	45,200	42,954	(2,246)	12,097	11,060	(1,037)
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	1,547	1,547	-	474	474
Total Revenues	45,200	44,501	(699)	12,097	11,534	(563)
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	27,960	27,960	-	12,060	12,060	-
Total Expenditures	27,960	27,960	-	12,060	12,060	-
Excess (Deficiency) of Revenue Over Expenditures	17,240	16,541	(699)	37	(526)	(563)
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	17,240	16,541	(699)	37	(526)	(563)
Fund Balance, June 30, 2008	74,945	74,945	-	25,817	25,817	-
Fund Balance, June 30, 2009	\$ 92,185	\$ 91,486	\$ (699)	\$ 25,854	\$ 25,291	\$ (563)

Continued

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR DEBT SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	SID 505			SID 506		
	Budget	Actual	Variance - Over (Under)	Budget	Actual	Variance - Over (Under)
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	13,827	12,343	(1,484)	2,387	-	(2,387)
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	262	262	-	25	25
Total Revenues	13,827	12,605	(1,222)	2,387	25	(2,362)
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	10,650	10,650	-	-	-	-
Total Expenditures	10,650	10,650	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	3,177	1,955	(1,222)	2,387	25	(2,362)
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	3,177	1,955	(1,222)	2,387	25	(2,362)
Fund Balance, June 30, 2008	10,864	10,864	-	1,349	1,349	-
Fund Balance, June 30, 2009	\$ 14,041	\$ 12,819	\$ (1,222)	\$ 3,736	\$ 1,374	\$ (2,362)

Continued

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR DEBT SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	SID 507			SID 508		
	Budget	Actual	Variance - Over (Under)	Budget	Actual	Variance - Over (Under)
			(Under)			(Under)
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	4,670	4,483	(187)	283	257	(26)
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	80	80	-	15	15
Total Revenues	4,670	4,563	(107)	283	272	(11)
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Total Expenditures	-	-	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	4,670	4,563	(107)	283	272	(11)
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	4,670	4,563	(107)	283	272	(11)
Fund Balance, June 30, 2008	2,740	2,740	-	571	571	-
Fund Balance, June 30, 2009	\$ 7,410	\$ 7,303	\$ (107)	\$ 854	\$ 843	\$ (11)

Continued

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR DEBT SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	SID 510			SID 511		
	Budget	Actual	Variance - Over (Under)	Budget	Actual	Variance - Over (Under)
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	16,855	15,560	(1,295)	16,719	15,476	(1,243)
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	1,831	1,831	-	469	469
Total Revenues	16,855	17,391	536	16,719	15,945	(774)
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	-	-	-	14,960	14,960	-
Total Expenditures	-	-	-	14,960	14,960	-
Excess (Deficiency) of Revenue Over Expenditures	16,855	17,391	536	1,759	985	(774)
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	16,855	17,391	536	1,759	985	(774)
Fund Balance, June 30, 2008	92,524	92,524	-	24,965	24,965	-
Fund Balance, June 30, 2009	\$ 109,379	\$ 109,915	\$ 536	\$ 26,724	\$ 25,950	\$ (774)

Continued

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR DEBT SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	SID 512			SID 513		
	Budget	Actual	Variance - Over (Under)	Budget	Actual	Variance - Over (Under)
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	124,281	112,697	(11,584)	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	5,133	5,133	-	592	592
Total Revenues	124,281	117,830	(6,451)	-	592	592
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	145,441	145,441	-	3,321	3,320	1
Total Expenditures	145,441	145,441	-	3,321	3,320	1
Excess (Deficiency) of Revenue Over Expenditures	(21,160)	(27,611)	(6,451)	(3,321)	(2,728)	593
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	(21,160)	(27,611)	(6,451)	(3,321)	(2,728)	593
Fund Balance, June 30, 2008	253,569	253,569	-	32,709	32,709	-
Fund Balance, June 30, 2009	\$ 232,409	\$ 225,958	\$ (6,451)	\$ 29,388	\$ 29,981	\$ 593

Continued

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR DEBT SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	SID 514			SID 515		
	Budget	Actual	Variance - Over (Under)	Budget	Actual	Variance - Over (Under)
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	13,170	11,429	(1,741)	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	1,579	1,579	-	(273)	(273)
Total Revenues	13,170	13,008	(162)	-	(273)	(273)
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	17,245	17,244	1	802	802	-
Total Expenditures	17,245	17,244	1	802	802	-
Excess (Deficiency) of Revenue Over Expenditures	(4,075)	(4,236)	(161)	(802)	(1,075)	(273)
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	(4,075)	(4,236)	(161)	(802)	(1,075)	(273)
Fund Balance, June 30, 2008	83,596	83,596	-	(14,698)	(14,698)	-
Fund Balance, June 30, 2009	\$ 79,521	\$ 79,360	\$ (161)	\$ (15,500)	\$ (15,773)	\$ (273)

Continued

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR DEBT SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	SID 517			SID 518		
	Budget	Actual	Variance - Over (Under)	Budget	Actual	Variance - Over (Under)
			(Under)			(Under)
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	4,866	4,310	(556)	2,106	1,950	(156)
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	190	190	-	134	134
Total Revenues	4,866	4,500	(366)	2,106	2,084	(22)
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	7,431	7,431	-	3,180	3,179	1
Total Expenditures	7,431	7,431	-	3,180	3,179	1
Excess (Deficiency) of Revenue Over Expenditures	(2,565)	(2,931)	(366)	(1,074)	(1,095)	(21)
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	(2,565)	(2,931)	(366)	(1,074)	(1,095)	(21)
Fund Balance, June 30, 2008	9,434	9,434	-	6,738	6,738	-
Fund Balance, June 30, 2009	\$ 6,869	\$ 6,503	\$ (366)	\$ 5,664	\$ 5,643	\$ (21)

Continued

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR DEBT SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	SID 519			SID 520		
			Variance - Over (Under)			Variance - Over (Under)
	Budget	Actual		Budget	Actual	
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	7,476	6,763	(713)	151,274	163,771	12,497
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	272	272	-	2,739	2,739
Total Revenues	7,476	7,035	(441)	151,274	166,510	15,236
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	8,894	8,894	-	160,320	160,320	-
Total Expenditures	8,894	8,894	-	160,320	160,320	-
Excess (Deficiency) of Revenue Over Expenditures	(1,418)	(1,859)	(441)	(9,046)	6,190	15,236
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	(1,418)	(1,859)	(441)	(9,046)	6,190	15,236
Fund Balance, June 30, 2008	13,487	13,487	-	136,492	136,492	-
Fund Balance, June 30, 2009	\$ 12,069	\$ 11,628	\$ (441)	\$ 127,446	\$ 142,682	\$ 15,236

Continued

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR DEBT SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	SID 521			SID 522		
	Budget	Actual	Variance - Over (Under)	Budget	Actual	Variance - Over (Under)
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	568	19	(549)	916	-	(916)
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	97	97	-	104	104
Total Revenues	568	116	(452)	916	104	(812)
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	660	660	-	954	954	-
Total Expenditures	660	660	-	954	954	-
Excess (Deficiency) of Revenue Over Expenditures	(92)	(544)	(452)	(38)	(850)	(812)
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	(92)	(544)	(452)	(38)	(850)	(812)
Fund Balance, June 30, 2008	5,405	5,405	-	5,827	5,827	-
Fund Balance, June 30, 2009	\$ 5,313	\$ 4,861	\$ (452)	\$ 5,789	\$ 4,977	\$ (812)

Continued

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR DEBT SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	SID 525			SID 526		
	Budget	Actual	Variance - Over (Under)	Budget	Actual	Variance - Over (Under)
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	44,328	38,331	(5,997)	183,102	185,758	2,656
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	3,754	3,754	-	7,665	7,665
Total Revenues	44,328	42,085	(2,243)	183,102	193,423	10,321
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	44,440	44,440	-	180,920	180,920	-
Total Expenditures	44,440	44,440	-	180,920	180,920	-
Excess (Deficiency) of Revenue Over Expenditures	(112)	(2,355)	(2,243)	2,182	12,503	10,321
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	(112)	(2,355)	(2,243)	2,182	12,503	10,321
Fund Balance, June 30, 2008	205,121	205,121	-	399,895	399,895	-
Fund Balance, June 30, 2009	\$ 205,009	\$ 202,766	\$ (2,243)	\$ 402,077	\$ 412,398	\$ 10,321

Continued

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR DEBT SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	SID 527			SID 530		
	Budget	Actual	Variance - Over (Under)	Budget	Actual	Variance - Over (Under)
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	3,845	3,482	(363)	829	923	94
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	78	78	-	77	77
Total Revenues	3,845	3,560	(285)	829	1,000	171
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	3,580	3,539	41	909	884	25
Total Expenditures	3,580	3,539	41	909	884	25
Excess (Deficiency) of Revenue Over Expenditures	265	21	(244)	(80)	116	196
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	265	21	(244)	(80)	116	196
Fund Balance, June 30, 2008	7,340	7,340	-	4,918	4,918	-
Fund Balance, June 30, 2009	\$ 7,605	\$ 7,361	\$ (244)	\$ 4,838	\$ 5,034	\$ 196

Continued

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR DEBT SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	SID 531			SID 532		
	Budget	Actual	Variance - Over (Under)	Budget	Actual	Variance - Over (Under)
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	4,230	4,218	(12)	53,272	51,894	(1,378)
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	241	241	-	946	946
Total Revenues	4,230	4,459	229	53,272	52,840	(432)
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	-	-	-	51,098	51,097	1
Total Expenditures	-	-	-	51,098	51,097	1
Excess (Deficiency) of Revenue Over Expenditures	4,230	4,459	229	2,174	1,743	(431)
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	4,230	4,459	229	2,174	1,743	(431)
Fund Balance, June 30, 2008	10,972	10,972	-	39,043	39,043	-
Fund Balance, June 30, 2009	\$ 15,202	\$ 15,431	\$ 229	\$ 41,217	\$ 40,786	\$ (431)

Continued

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR DEBT SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	SID 533			SID 534		
	Budget	Actual	Variance - Over (Under)	Budget	Actual	Variance - Over (Under)
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	19,241	16,711	(2,530)	23,505	21,428	(2,077)
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	757	757	-	444	444
Total Revenues	19,241	17,468	(1,773)	23,505	21,872	(1,633)
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	18,119	18,119	-	18,794	18,794	-
Total Expenditures	18,119	18,119	-	18,794	18,794	-
Excess (Deficiency) of Revenue Over Expenditures	1,122	(651)	(1,773)	4,711	3,078	(1,633)
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	1,122	(651)	(1,773)	4,711	3,078	(1,633)
Fund Balance, June 30, 2008	40,637	40,637	-	22,407	22,407	-
Fund Balance, June 30, 2009	\$ 41,759	\$ 39,986	\$ (1,773)	\$ 27,118	\$ 25,485	\$ (1,633)

Continued

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR DEBT SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	SID 535			SID 536		
	Budget	Actual	Variance - Over (Under)	Budget	Actual	Variance - Over (Under)
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	7,019	6,130	(889)	40,531	41,931	1,400
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	293	293	-	1,102	1,102
Total Revenues	7,019	6,423	(596)	40,531	43,033	2,502
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	-	-	-	31,473	31,473	-
Total Expenditures	-	-	-	31,473	31,473	-
Excess (Deficiency) of Revenue Over Expenditures	7,019	6,423	(596)	9,058	11,560	2,502
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	7,019	6,423	(596)	9,058	11,560	2,502
Fund Balance, June 30, 2008	13,372	13,372	-	49,965	49,965	-
Fund Balance, June 30, 2009	\$ 20,391	\$ 19,795	\$ (596)	\$ 59,023	\$ 61,525	\$ 2,502

Continued

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR DEBT SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	SID 539			SID 540		
	Budget	Actual	Variance - Over (Under)	Budget	Actual	Variance - Over (Under)
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	2,548	2,349	(199)	119,068	154,192	35,124
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	130	130	-	2,360	2,360
Total Revenues	2,548	2,479	(69)	119,068	156,552	37,484
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	-	-	-	121,293	121,293	-
Total Expenditures	-	-	-	121,293	121,293	-
Excess (Deficiency) of Revenue Over Expenditures	2,548	2,479	(69)	(2,225)	35,259	37,484
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	2,548	2,479	(69)	(2,225)	35,259	37,484
Fund Balance, June 30, 2008	6,144	6,144	-	88,576	88,576	-
Fund Balance, June 30, 2009	\$ 8,692	\$ 8,623	\$ (69)	\$ 86,351	\$ 123,835	\$ 37,484

NONMAJOR GOVERNMENTAL FUNDS

BUDGET TO ACTUAL

CAPITAL PROJECT FUNDS

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	1997 Open Space			Fire Station GO Bond		
			Variance - Over (Under)			Variance - Over (Under)
	Budget	Actual		Budget	Actual	
REVENUES						
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Miscellaneous	-	32,381	32,381	-	-	-
Investment Earnings	-	-	-	-	-	-
Total Revenues	-	32,381	32,381	-	-	-
EXPENDITURES						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Public Works	-	-	-	-	-	-
Culture & Recreation	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Capital Outlay	389,626	39,906	349,720	1,433,736	853,883	579,853
Total Expenditures	389,626	39,906	349,720	1,433,736	853,883	579,853
Excess(Deficiency) of Revenue Over Expenditures	(389,626)	(7,525)	382,101	(1,433,736)	(853,883)	579,853
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	-	-	-	-	(162,732)	(162,732)
Issuance of Long Term Debt	-	-	-	-	-	-
Total Other Financing Sources(Uses)	-	-	-	-	(162,732)	(162,732)
Excess(Deficiency) of Revenues Over Expenditures	(389,626)	(7,525)	382,101	(1,433,736)	(1,016,615)	417,121
Fund Balance, June 30, 2008	389,627	389,627	-	1,209,271	1,209,271	-
Fund Balance, June 30, 2009	\$ 1	\$ 382,102	\$ 382,101	\$ (224,465)	\$ 192,656	\$ 417,121

Continued

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	06 Sidewalk & Curb			07 Sidewalk & Curb		
			Variance -			Variance -
	Budget	Actual	Over (Under)	Budget	Actual	Over (Under)
REVENUES						
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	468	468	-	164	164
Total Revenues	-	468	468	-	164	164
EXPENDITURES						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Public Works	-	-	-	-	-	-
Culture & Recreation	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-
Total Expenditures	-	-	-	-	-	-
Excess(Deficiency) of Revenue Over Expenditures	-	468	468	-	164	164
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Total Other Financing Sources(Uses)	-	-	-	-	-	-
Excess(Deficiency) of Revenues Over Expenditures	-	468	468	-	164	164
Fund Balance, June 30, 2008	25,463	25,463	-	8,895	8,895	-
Fund Balance, June 30, 2009	\$ 25,463	\$ 25,931	\$ 468	\$ 8,895	\$ 9,059	\$ 164

Continued

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	08 Sidewalk & Curb			09 Sidewalk & Curb		
			Variance -			Variance -
	Budget	Actual	Over (Under)	Budget	Actual	Over (Under)
REVENUES						
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Miscellaneous	-	-	-	-	126,238	126,238
Investment Earnings	-	(174)	(174)	-	(10,129)	(10,129)
Total Revenues	-	(174)	(174)	-	116,109	116,109
EXPENDITURES						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Public Works	-	-	-	-	-	-
Culture & Recreation	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Capital Outlay	-	-	-	351,723	351,723	-
Total Expenditures	-	-	-	351,723	351,723	-
Excess(Deficiency) of Revenue Over Expenditures	-	(174)	(174)	(351,723)	(235,614)	116,109
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	351,723	-	(351,723)
Total Other Financing Sources(Uses)	-	-	-	351,723	-	(351,723)
Excess(Deficiency) of Revenues Over Expenditures	-	(174)	(174)	-	(235,614)	(235,614)
Fund Balance, June 30, 2008	(2,923)	(2,923)	-	(296,820)	(296,820)	-
Fund Balance, June 30, 2009	\$ (2,923)	\$ (3,097)	\$ (174)	\$ (296,820)	\$ (532,434)	\$ (235,614)

Continued

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	10 Sidewalk & Curb			SID 530		
	Variance -			Variance -		
	Budget	Actual	(Under)	Budget	Actual	(Under)
REVENUES						
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	(448)	(448)	-	13	13
Total Revenues	-	(448)	(448)	-	13	13
EXPENDITURES						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Public Works	-	-	-	-	-	-
Culture & Recreation	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Capital Outlay	379,822	379,822	-	-	-	-
Total Expenditures	379,822	379,822	-	-	-	-
Excess(Deficiency) of Revenue						
Over Expenditures	(379,822)	(380,270)	(448)	-	13	13
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-	-
Issuance of Long Term Debt	379,822	-	(379,822)	-	-	-
Total Other Financing Sources(Uses)	379,822	-	(379,822)	-	-	-
Excess(Deficiency) of Revenues						
Over Expenditures	-	(380,270)	(380,270)	-	13	13
Fund Balance, June 30, 2008	-	-	-	(128)	(128)	-
Fund Balance, June 30, 2009	\$ -	\$ (380,270)	\$ (380,270)	\$ (128)	\$ (115)	\$ 13

Continued

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	SID 531			SID 532		
			Variance -			Variance -
	Budget	Actual	Over (Under)	Budget	Actual	Over (Under)
REVENUES						
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	(795)	(795)	-	611	611
Total Revenues	-	(795)	(795)	-	611	611
EXPENDITURES						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Public Works	-	-	-	-	-	-
Culture & Recreation	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-
Total Expenditures	-	-	-	-	-	-
Excess(Deficiency) of Revenue Over Expenditures		(795)	(795)		611	611
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Total Other Financing Sources(Uses)	-	-	-	-	-	-
Excess(Deficiency) of Revenues Over Expenditures		(795)	(795)		611	611
Fund Balance, June 30, 2008	(43,159)	(43,159)	-	38,453	38,453	-
Fund Balance, June 30, 2009	\$ (43,159)	\$ (43,954)	\$ (795)	\$ 38,453	\$ 39,064	\$ 611

Continued

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	SID 533			SID 534		
			Variance -			Variance -
	Budget	Actual	Over (Under)	Budget	Actual	Over (Under)
REVENUES						
Intergovernmental	\$ -	\$ 10,000	\$ 10,000	\$ -	\$ 10,000	\$ 10,000
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	(176)	(176)	-	(69)	(69)
Total Revenues	-	9,824	9,824	-	9,931	9,931
EXPENDITURES						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Public Works	-	-	-	-	-	-
Culture & Recreation	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-
Total Expenditures	-	-	-	-	-	-
Excess(Deficiency) of Revenue Over Expenditures	-	9,824	9,824	-	9,931	9,931
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Total Other Financing Sources(Uses)	-	-	-	-	-	-
Excess(Deficiency) of Revenues Over Expenditures	-	9,824	9,824	-	9,931	9,931
Fund Balance, June 30, 2008	(16,477)	(16,477)	-	(1,705)	(1,705)	-
Fund Balance, June 30, 2009	\$ (16,477)	\$ (6,653)	\$ 9,824	\$ (1,705)	\$ 8,226	\$ 9,931

Continued

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	SID 535			SID 536		
			Variance -			Variance -
	Budget	Actual	Over (Under)	Budget	Actual	Over (Under)
REVENUES						
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ 10,000	\$ 10,000
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	(1,214)	(1,214)	-	25	25
Total Revenues	-	(1,214)	(1,214)	-	10,025	10,025
EXPENDITURES						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Public Works	-	-	-	-	-	-
Culture & Recreation	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Capital Outlay	-	-	-	2,475	2,474	1
Total Expenditures	-	-	-	2,475	2,474	1
Excess(Deficiency) of Revenue Over Expenditures		(1,214)	(1,214)	(2,475)	7,551	10,026
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	2,475	-	(2,475)
Total Other Financing Sources(Uses)	-	-	-	2,475	-	(2,475)
Excess(Deficiency) of Revenues Over Expenditures		(1,214)	(1,214)	-	7,551	7,551
Fund Balance, June 30, 2008	(65,861)	(65,861)	-	(5,345)	(5,345)	-
Fund Balance, June 30, 2009	\$ (65,861)	\$ (67,075)	\$ (1,214)	\$ (5,345)	\$ 2,206	\$ 7,551

Continued

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	SID 538			SID 539		
			Variance -			Variance -
	Budget	Actual	Over (Under)	Budget	Actual	Over (Under)
REVENUES						
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	(105)	(105)	-	(367)	(367)
Total Revenues	-	(105)	(105)	-	(367)	(367)
EXPENDITURES						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Public Works	-	-	-	-	-	-
Culture & Recreation	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-
Total Expenditures	-	-	-	-	-	-
Excess(Deficiency) of Revenue Over Expenditures		(105)	(105)		(367)	(367)
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Total Other Financing Sources(Uses)	-	-	-	-	-	-
Excess(Deficiency) of Revenues Over Expenditures		(105)	(105)		(367)	(367)
Fund Balance, June 30, 2008	(4,890)	(4,890)	-	(19,954)	(19,954)	-
Fund Balance, June 30, 2009	\$ (4,890)	\$ (4,995)	\$ (105)	\$ (19,954)	\$ (20,321)	\$ (367)

Continued

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	SID 540			SID 541		
			Variance -			Variance -
	Budget	Actual	Over (Under)	Budget	Actual	Over (Under)
REVENUES						
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	2,058	2,058	-	(2,396)	(2,396)
Total Revenues	-	2,058	2,058	-	(2,396)	(2,396)
EXPENDITURES						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Public Works	-	-	-	-	-	-
Culture & Recreation	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Capital Outlay	-	-	-	218,750	218,750	-
Total Expenditures	-	-	-	218,750	218,750	-
Excess(Deficiency) of Revenue						
Over Expenditures	-	2,058	2,058	(218,750)	(221,146)	(2,396)
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	218,750	-	(218,750)
Total Other Financing Sources(Uses)	-	-	-	218,750	-	(218,750)
Excess(Deficiency) of Revenues						
Over Expenditures	-	2,058	2,058	-	(221,146)	(221,146)
Fund Balance, June 30, 2008	111,689	111,689	-	(111,696)	(111,696)	-
Fund Balance, June 30, 2009	\$ 111,689	\$ 113,747	\$ 2,058	\$ (111,696)	\$ (332,842)	\$ (221,146)

Continued

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	SID 542			SID 543		
			Variance -			Variance -
	Budget	Actual	Over (Under)	Budget	Actual	Over (Under)
REVENUES						
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	(2,372)	(2,372)	-	(1,143)	(1,143)
Total Revenues	-	(2,372)	(2,372)	-	(1,143)	(1,143)
EXPENDITURES						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Public Works	-	-	-	-	-	-
Culture & Recreation	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-
Total Expenditures	-	-	-	-	-	-
Excess(Deficiency) of Revenue Over Expenditures	-	(2,372)	(2,372)	-	(1,143)	(1,143)
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Total Other Financing Sources(Uses)	-	-	-	-	-	-
Excess(Deficiency) of Revenues Over Expenditures	-	(2,372)	(2,372)	-	(1,143)	(1,143)
Fund Balance, June 30, 2008	(128,777)	(128,777)	-	(70,710)	(70,710)	-
Fund Balance, June 30, 2009	\$ (128,777)	\$ (131,149)	\$ (2,372)	\$ (70,710)	\$ (71,853)	\$ (1,143)

Continued

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	Miller Creek Mitigation			Miller Creek (T) Construction		
			Variance -			Variance -
	Budget	Actual	Over (Under)	Budget	Actual	Over (Under)
REVENUES						
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	(194)	(194)	-	155	155
Total Revenues	-	(194)	(194)	-	155	155
EXPENDITURES						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Public Works	-	-	-	-	-	-
Culture & Recreation	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Capital Outlay	72	71	1	107,956	107,956	-
Total Expenditures	72	71	1	107,956	107,956	-
Excess(Deficiency) of Revenue Over Expenditures	(72)	(265)	(193)	(107,956)	(107,801)	155
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Total Other Financing Sources(Uses)	-	-	-	-	-	-
Excess(Deficiency) of Revenues Over Expenditures	(72)	(265)	(193)	(107,956)	(107,801)	155
Fund Balance, June 30, 2008	3,763	3,763	-	105,092	105,092	-
Fund Balance, June 30, 2009	\$ 3,691	\$ 3,498	\$ (193)	\$ (2,864)	\$ (2,709)	\$ 155

Continued

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	Miller Creek (M) Construction			Rattlesnake Sewer Collection		
			Variance -			Variance -
	Budget	Actual	Over (Under)	Budget	Actual	Over (Under)
REVENUES						
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Miscellaneous	-	551,358	551,358	-	-	-
Investment Earnings	-	9,728	9,728	-	(21)	(21)
Total Revenues	-	561,086	561,086	-	(21)	(21)
EXPENDITURES						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Public Works	-	-	-	-	-	-
Culture & Recreation	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Capital Outlay	126,754	126,754	-	10,696	54,167	(43,471)
Total Expenditures	126,754	126,754	-	10,696	54,167	(43,471)
Excess(Deficiency) of Revenue Over Expenditures	(126,754)	434,332	561,086	(10,696)	(54,188)	(43,492)
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	10,696	-	(10,696)
Total Other Financing Sources(Uses)	-	-	-	10,696	-	(10,696)
Excess(Deficiency) of Revenues Over Expenditures	(126,754)	434,332	561,086	-	(54,188)	(54,188)
Fund Balance, June 30, 2008	-	-	-	-	-	-
Fund Balance, June 30, 2009	\$ (126,754)	\$ 434,332	\$ 561,086	\$ -	\$ (54,188)	\$ (54,188)

Continued

CITY OF MISSOULA, MONTANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

Phillips St Traffic Calming			
	Budget	Actual	Variance - Over (Under)
REVENUES			
Intergovernmental	\$ -	\$ -	\$ -
Miscellaneous	-	-	-
Investment Earnings	-	-	-
Total Revenues	-	-	-
EXPENDITURES			
General Government	-	-	-
Public Safety	-	-	-
Public Works	-	-	-
Culture & Recreation	-	-	-
Debt Service	-	-	-
Capital Outlay	145	145	-
Total Expenditures	145	145	-
Excess(Deficiency) of Revenue Over Expenditures		(145)	(145)
Other Financing Sources (Uses)			
Operating Transfers In	-	-	-
Operating Transfers Out	-	-	-
Issuance of Long Term Debt	145	-	(145)
Total Other Financing Sources(Uses)	145	-	(145)
Excess(Deficiency) of Revenues Over Expenditures		-	(145)
Fund Balance, June 30, 2008	-	-	-
Fund Balance, June 30, 2009	\$ -	\$ (145)	\$ (145)

STATISTICAL SECTION

STATISTICAL SECTION

This part of the city of Missoula's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements note disclosures and required supplementary information says about the government's overall financial health.

Contents	Page
Financial Trends <i>These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.</i>	SS-1 to 4
Revenue Capacity <i>These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.</i>	SS-5 to 10
Debt Capacity <i>These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.</i>	SS-11 to 19
Demographic and Economic Information <i>These schedules offer demographic and economic indicators to help the reader understand how the information in the government's financial activities take place.</i>	SS-20 to 24
Operating Information <i>These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report related to the services the government provides and the activities it performs.</i>	SS-25 to 33

Sources: Unless otherwise noted the information in these schedules is derived from the Comprehensive Annual Financial Reports for the relevant years.

CITY OF MISSOULA, MONTANA
NET ASSETS BY COMPONENT
Last Six Fiscal Years
(accrual basis of accounting)

	Fiscal Year					
	2004	2005	2006	2007	2008	2009
Government activities						
Investment in capital assets, net of related debt	\$ 84,425,320	\$ 85,219,599	\$ 97,908,705	\$ 103,905,986	\$ 95,716,983	\$ 100,490,698
Restricted	13,144,514	3,280,061	3,602,376	3,007,558	3,175,573	3,654,339
Unrestricted	6,552,715	18,145,146	11,552,345	17,010,325	18,285,910	14,462,852
Total government activities net assets	<u>\$ 104,122,549</u>	<u>\$ 106,644,806</u>	<u>\$ 113,063,426</u>	<u>\$ 123,923,869</u>	<u>\$ 117,178,466</u>	<u>\$ 118,607,889</u>
Business-type activities						
Investment in capital assets, net of related debt	\$ 50,437,434	\$ 54,728,019	\$ 53,483,675	\$ 55,807,247	\$ 73,746,920	\$ 74,821,900
Restricted	1,307,315	2,525,370	1,303,028	1,320,306	1,303,028	1,337,645
Unrestricted	4,949,789	2,432,543	6,053,027	5,604,871	2,250,457	1,441,584
Total business-type activities net assets	<u>\$ 56,694,538</u>	<u>\$ 59,685,932</u>	<u>\$ 60,839,730</u>	<u>\$ 62,732,424</u>	<u>\$ 77,300,405</u>	<u>\$ 77,601,129</u>
Primary Government						
Investment in capital assets, net related debt	\$ 134,862,754	\$ 139,947,618	\$ 151,392,380	\$ 159,713,233	\$ 169,463,903	\$ 175,312,598
Restricted	14,451,829	5,805,431	4,905,404	4,327,864	4,478,601	4,991,984
Unrestricted	11,502,504	20,577,689	17,605,372	22,615,196	20,536,367	15,904,436
Total primary government net assets	<u>\$ 160,817,087</u>	<u>\$ 166,330,738</u>	<u>\$ 173,903,156</u>	<u>\$ 186,656,293</u>	<u>\$ 194,478,871</u>	<u>\$ 196,209,018</u>

Source: City of Missoula

Typically this statistical table presents information on a ten year basis, however, the City converted to the GASB 34 reporting format in FY 03. Thus there is only information presented since that time.

CITY OF MISSOULA, MONTANA
CHANGE IN NET ASSETS
Last Six Fiscal Years
(accrual basis of accounting)

	Fiscal Year					
	2004	2005	2006	2007	2008	2009
Expenses						
Governmental activities:						
General government	\$ 4,814,217	\$ 5,447,966	\$ 7,670,901	\$ 7,947,585	\$ 7,164,932	\$ 8,492,155
Public safety	15,774,300	17,596,888	18,706,533	20,685,934	22,864,926	20,993,673
Public works	9,728,383	5,880,778	6,019,601	3,102,523	11,992,483	10,148,557
Public health	1,033,396	1,118,946	1,178,646	1,275,114	1,382,490	1,422,347
Social and economic	245,802	131,017	138,564	165,849	115,000	118,450
Culture and recreation	2,712,280	3,346,471	3,795,635	4,687,707	3,580,622	3,667,078
Housing & development	669,857	1,494,654	1,391,082	1,416,594	2,189,207	1,336,972
Conservation of natural resources	-	108,599	169,228	296,617	-	-
Miscellaneous	590,225	910,387	-	-	-	-
Interest on long-term debt	1,235,533	1,867,190	1,429,993	1,675,186	1,665,936	1,595,937
Total governmental activities expenses	<u>36,803,993</u>	<u>37,902,896</u>	<u>40,500,183</u>	<u>41,253,109</u>	<u>50,955,596</u>	<u>47,775,169</u>
Business-type activities						
Wastewater treatment	5,400,406	5,904,344	6,084,445	\$ 6,239,307	\$ 6,716,237	\$ 6,738,463
Aquatics	-	-	-	-	1,412,133	1,456,758
Total business-type activities expenses	<u>5,400,406</u>	<u>5,904,344</u>	<u>6,084,445</u>	<u>6,239,307</u>	<u>8,128,370</u>	<u>8,195,221</u>
Total primary government expenses	<u>\$ 42,204,399</u>	<u>\$ 43,807,240</u>	<u>\$ 46,584,628</u>	<u>\$ 47,492,416</u>	<u>\$ 59,083,966</u>	<u>\$ 55,970,390</u>
Program Revenues						
Government activities						
Program revenues:						
Charges for services	\$ 8,558,269	\$ 7,333,406	\$ 7,658,546	\$ 9,165,744	\$ 9,915,006	\$ 8,714,908
Operating grants & contributions	5,248,503	2,532,942	2,986,691	1,789,207	1,264,937	1,978,844
Capital grants & contributions	300,948	4,744,999	3,594,855	7,785,160	7,572,822	2,848,638
Total governmental activities program revenues	<u>14,107,720</u>	<u>14,611,347</u>	<u>14,240,092</u>	<u>18,740,111</u>	<u>18,752,765</u>	<u>13,542,390</u>
Business-type activities						
Charges for services	6,306,775	7,265,855	6,620,032	6,510,110	7,635,175	7,681,591
Operating grants & contributions	-	-	-	-	-	1,435
Capital grants & contributions	1,121,104	1,283,828	827	1,208,512	1,414,448	885,658
Total business-type activities program revenues	<u>7,427,879</u>	<u>8,549,683</u>	<u>6,620,859</u>	<u>7,718,622</u>	<u>9,049,623</u>	<u>8,568,684</u>
Total primary governmental program revenues	<u>\$ 21,535,599</u>	<u>\$ 23,161,030</u>	<u>\$ 20,860,951</u>	<u>\$ 26,458,733</u>	<u>\$ 27,802,388</u>	<u>\$ 22,111,074</u>
Net (expense) revenue						
Governmental activities:	\$ (22,696,273)	\$ (23,291,549)	\$ (26,260,091)	\$ (22,512,998)	\$ (32,202,831)	\$ (34,232,779)
Business-type activities	2,027,473	2,645,339	536,414	1,479,315	921,254	373,463
Total primary government expenses	<u>\$ (20,668,800)</u>	<u>\$ (20,646,210)</u>	<u>\$ (25,723,677)</u>	<u>\$ (21,033,683)</u>	<u>\$ (31,281,577)</u>	<u>\$ (33,859,316)</u>
General Revenues and Other Changes In Net Assets						
Governmental activities						
Property taxes for general purposes	\$ 19,972,703	\$ 17,967,026	\$ 17,869,988	\$ 21,003,491	\$ 23,662,238	\$ 23,994,499
Annexation & developer contributions	9,964,080	5,772,066	4,935,983	-	-	-
State contribution for retirement	-	-	-	-	-	-
Intergovernmental revenue	5,191,107	9,048,644	9,789,157	10,078,402	11,370,796	10,600,677
Investment earnings	381,380	209,628	203,490	695,655	652,572	210,232
Gain on sale of capital assets	-	-	-	(54,070)	1,980,388	15,979
Miscellaneous	545,714	684,960	517,530	959,284	1,383,397	468,609
Interfund transactions	242,188	220,635	224,539	233,065	(64,798)	122,637
Special Items	-	-	-	-	(13,409,208)	-
Total governmental activities	<u>36,297,172</u>	<u>33,902,959</u>	<u>33,540,687</u>	<u>32,915,827</u>	<u>25,575,385</u>	<u>35,412,633</u>
Business-type activities						
Annexation & developer contributions	-	-	775,800	-	-	-
Investment earnings	369,797	299,782	63,237	330,545	168,312	47,494
Miscellaneous	23,773	8,749	2,886	2,337	3,378	2,405
Gain or loss on sale of capital assets	-	-	-	9,860	5,778	-
Interfund transactions	(242,188)	(220,635)	(224,539)	(233,065)	64,798	(122,637)
Special Items	-	-	-	-	13,409,208	-
Total business-type activities	<u>151,382</u>	<u>87,896</u>	<u>617,384</u>	<u>109,677</u>	<u>13,651,474</u>	<u>(72,738)</u>
Total primary government	<u>\$ 36,448,554</u>	<u>\$ 33,990,855</u>	<u>\$ 34,158,071</u>	<u>\$ 33,025,504</u>	<u>\$ 39,226,859</u>	<u>\$ 35,339,895</u>
Change in Net Assets						
Governmental activities	\$ 13,600,899	\$ 10,611,410	\$ 7,280,596	\$ 10,402,829	\$ (6,627,446)	\$ 1,179,854
Business-type activities	2,178,855	2,733,235	1,153,798	1,588,992	14,572,728	300,725
Total primary government	<u>\$ 15,779,754</u>	<u>\$ 13,344,645</u>	<u>\$ 8,434,394</u>	<u>\$ 11,991,820</u>	<u>\$ 7,945,282</u>	<u>\$ 1,480,579</u>

Source: City of Missoula

CITY OF MISSOULA, MONTANA
FUND BALANCES OF GOVERNMENTAL FUNDS
Last Ten Fiscal Years
(modified accrual basis of accounting)

	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
General Fund										
Reserved	\$ 10,928	\$ 8,202	\$ 6,826	\$ 1,011,574	\$ 396,988	\$ 639,060	\$ 588,145	\$ 759,606	\$ 558,624	\$ 699,325
Unreserved	2,573,821	2,427,933	1,645,837	1,011,574	1,450,347	1,167,446	1,341,370	1,365,053	643,449	201,062
Total General Fund	<u>\$2,584,749</u>	<u>\$2,436,135</u>	<u>\$1,652,663</u>	<u>\$1,011,574</u>	<u>\$1,847,335</u>	<u>\$1,806,506</u>	<u>\$1,929,515</u>	<u>\$2,124,659</u>	<u>\$1,202,073</u>	<u>\$ 900,387</u>
All other governmental funds										
Reserved	\$1,207,657	\$1,980,958	\$3,602,376	\$2,054,790	\$2,993,025	\$3,280,061	\$3,602,376	\$3,007,558	\$3,175,573	\$ 3,654,339
Unreserved, reported in:										
Special revenue funds	2,749,470	3,057,184	1,939,572	2,952,039	2,458,951	2,124,775	1,939,572	1,462,685	3,208,509	3,814,089
Debt service funds	-	1,980,958	1,939,572	(35,775)	-	-	-	-	-	-
Capital projects funds	1,758,329	332,583	(5,290,370)	(912,811)	7,692,538	7,181,073	(5,290,370)	521,612	(1,471,297)	(4,728,035)
Total other governmental funds	<u>\$5,715,456</u>	<u>\$7,351,683</u>	<u>\$2,191,150</u>	<u>\$4,058,243</u>	<u>\$13,144,514</u>	<u>\$12,585,909</u>	<u>\$251,578</u>	<u>\$4,991,855</u>	<u>\$4,912,785</u>	<u>\$ 2,740,393</u>

Source: City of Missoula

CITY OF MISSOULA, MONTANA
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
Six Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year						
	2003	2004	2005	2006	2007	2008	2009
Revenues							
Taxes and assessments	\$ 16,515,528	\$ 18,956,194	\$ 19,470,666	\$ 22,340,804	\$ 24,128,385	\$ 25,071,209	\$ 26,649,687
Licenses and permits	2,287,385	2,318,146	3,165,413	2,839,058	2,927,474	4,054,474	2,753,704
Intergovernmental	11,846,177	11,091,624	14,238,028	13,208,755	13,035,698	12,747,140	13,147,938
Charges for services	2,336,424	2,700,372	3,298,503	3,625,225	4,540,977	3,911,813	4,439,499
Fines and forfeitures	795,329	857,707	1,223,864	1,178,920	1,421,588	1,215,955	1,130,177
Miscellaneous	420,425	520,337	309,781	949,537	975,534	1,699,515	1,168,486
Interest earnings	231,951	449,387	226,538	192,758	538,418	584,698	156,522
Total revenues	<u>34,433,219</u>	<u>36,893,767</u>	<u>41,932,793</u>	<u>44,335,057</u>	<u>47,568,074</u>	<u>49,284,804</u>	<u>49,446,013</u>
Expenditures							
General government	4,005,055	4,718,579	4,501,423	6,334,244	5,745,356	6,515,738	7,752,035
Public safety	14,588,393	15,420,765	16,957,739	18,138,794	19,880,732	21,637,023	21,669,039
Public works	4,929,802	5,239,404	5,765,617	5,803,509	6,161,928	6,670,377	6,624,812
Public health	1,030,253	1,008,837	1,096,344	1,152,195	1,249,223	1,364,663	1,404,043
Social and economic	105,100	100,706	105,238	108,395	132,897	115,000	118,450
Culture and recreation	2,206,720	2,468,401	2,719,381	3,011,054	3,676,479	3,118,438	3,278,075
Community development	709,847	681,088	2,129,109	2,379,741	2,202,392	2,041,498	1,193,372
Miscellaneous	788,987	795,362	910,387	-	947,093	-	-
Debt service - principal	2,734,737	4,369,674	2,432,981	2,783,319	6,127,301	2,973,898	3,026,661
Debt service - interest	1,044,657	1,126,448	1,428,517	1,357,860	1,671,508	1,665,936	1,595,937
Capital outlay	6,800,610	6,514,225	4,980,661	18,496,532	9,116,240	7,575,647	5,401,985
Total expenditures	<u>38,944,161</u>	<u>42,443,489</u>	<u>43,027,397</u>	<u>59,565,643</u>	<u>56,911,149</u>	<u>53,678,218</u>	<u>52,064,409</u>
Excess of revenues over (under) expenditures	<u>(4,510,942)</u>	<u>(5,549,722)</u>	<u>(1,094,604)</u>	<u>(15,230,586)</u>	<u>(9,343,075)</u>	<u>(4,393,414)</u>	<u>(2,618,396)</u>
Other financing sources (uses)							
Transfers in	4,864,269	5,474,240	4,833,042	5,338,325	7,003,875	4,551,456	5,343,911
Transfers out	(4,898,223)	(5,283,345)	(4,675,148)	(5,170,043)	(6,821,059)	(4,665,834)	(5,282,309)
Payments to Refunded Bond Escrow Agent	-	-	-	-	(2,037,769)	-	-
Refunding Bond Proceeds	-	-	-	-	4,355,000	-	-
Proceeds from sale of capital assets	48,921	228,088	46,347	100	-	840,620	82,716
Proceeds from long term debt	2,461,724	18,759,366	994,921	2,850,881	11,574,351	2,378,354	-
Total other financing sources (uses)	<u>2,476,691</u>	<u>19,178,349</u>	<u>1,199,162</u>	<u>3,019,263</u>	<u>14,074,398</u>	<u>3,104,596</u>	<u>144,318</u>
Net change in fund balances	<u>\$ (2,034,251)</u>	<u>\$ 13,628,627</u>	<u>\$ 104,558</u>	<u>\$ (12,211,323)</u>	<u>\$ 4,731,323</u>	<u>\$ (1,288,818)</u>	<u>\$ (2,474,078)</u>
Debt service as a percentage of non-capital expenditures	<u>13%</u>	<u>18%</u>	<u>15%</u>	<u>12%</u>	<u>23%</u>	<u>12%</u>	<u>12%</u>

Source: City of Missoula

Typically this statistical table presents information on a ten year basis, however, the City converted to the GASB 34 reporting format in FY 03. Thus there is only information presented since that time.

CITY OF MISSOULA, MONTANA
OVERLAPPING PROPERTY TAX LEVIES
Last Ten Fiscal Years

Taxing Authority	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
City of Missoula	146.63	159.15	165.19	169.48	176.32	182.57	196.39	204.73	212.23	222.45
County of Missoula										
County Wide	89.24	100.15	117.80	123.97	122.79	127.12	129.11	133.64	136.19	138.94
County Wide Schools	93.52	99.86	96.56	100.75	108.34	101.59	102.26	104.26	104.04	104.62
Total	182.76	200.01	214.36	224.72	231.13	228.71	231.37	237.90	240.23	243.56
District Schools										
School District One	138.20	136.72	149.04	153.24	159.27	158.29	150.66	150.26	145.45	142.75
High Schools	66.17	71.28	77.30	84.65	84.27	83.16	83.40	82.21	77.05	76.46
Total	204.37	208.00	226.34	237.89	243.54	241.45	234.06	232.47	222.50	219.21
State Levies										
University	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00
Welfare	9.00	9.00	-	-	-	-	-	-	-	-
Education Foundation	40.00	40.00	40.00	40.00	40.00	40.00	40.00	40.00	40.00	40.00
Total	55.00	55.00	46.00	46.00	46.00	46.00	46.00	46.00	46.00	46.00
Urban Transportation District	10.37	10.94	11.31	11.66	11.93	12.23	12.38	13.91	14.62	16.30
Total Levy on City Residents	<u>599.13</u>	<u>633.10</u>	<u>663.20</u>	<u>689.75</u>	<u>708.92</u>	<u>710.96</u>	<u>720.20</u>	<u>735.01</u>	<u>735.58</u>	<u>747.52</u>
Other Levies of Interest										
County Only	21.91	24.48	24.54	27.32	25.33	33.97	31.83	34.50	35.68	35.800
Missoula Rural Fire	62.14	71.27	73.97	74.25	77.37	78.26	79.64	80.89	91.13	94.130

Source: County of Missoula Accounting Office

Note: MRA doesn't get University mills.

CITY OF MISSOULA, MONTANA
ESTIMATED MARKET VALUE, TAXABLE VALUE AND MILL LEVY
Last Ten Fiscal Years

Fiscal Year	Estimated Market Value	Taxable Value City Without Tax Increment	Ratio of Total Assessed Value to Total Estimated Market Value		Taxable Value Tax Increment Districts	Mill Levy
			Total	Estimated Market Value		
2000	\$ 1,985,298,106	\$ 77,024,392	3.88%		\$ 3,737,101	139.84
2001	2,111,624,637	76,698,959	3.63%		1,964,011	159.15
2002	2,247,822,357	78,961,906	3.51%		2,317,883	165.19
2003	2,403,250,454	82,076,104	3.42%		2,652,385	169.48
2004	2,636,857,585	84,586,453	3.21%		3,603,495	176.30
2005	2,805,424,077	91,358,406	3.26%		3,844,866	182.57
2006	2,901,638,641	93,533,579	3.22%		1,446,959	196.39
2007	3,195,587,513	99,332,558	3.11%		1,806,159	204.73
2008	3,369,424,088	103,000,436	3.06%		1,909,938	212.23
2009	3,757,969,949	104,408,018	2.78%		4,507,159	222.45

Source: Missoula County Assessors Office

CITY OF MISSOULA, MONTANA
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
Last Ten Fiscal Years
(in thousands of dollars)

Fiscal Year	Real Property	Equipment & Fixtures	Electric, Airline & Telecommunications	Railroad	Electric, Phone Co-ops & Pollution Control	Other	Tax Increment District	Total Taxable Assessed Value
2000	\$ 63,363	\$ 6,579	\$ 7,862	\$ 682	\$ 275	\$ 32	\$ (3,464)	\$ 75,329
2001	68,232	3,561	5,970	568	307	25	(1,964)	76,699
2002	70,987	3,745	5,528	521	347	16	(2,315)	78,829
2003	74,393	4,145	5,313	389	399	8	(2,612)	82,035
2004	78,436	4,362	4,902	372	363	(246)	(3,603)	84,586
2005	81,061	4,529	4,999	363	380	27	(3,845)	87,514
2006	84,231	4,697	5,291	346	379	61	(1,471)	93,534
2007	91,045	4,474	7,475	313	382	-	(1,806)	101,883
2008 ^	-	-	-	-	-	-	-	-
2009	96,352	5,133	3,585	348	380	3,117	(4,507)	104,408

*Property in the City is assessed at actual value; therefore, the assessed values are equal to actual value.

*This table presents taxable property assessments at values calculated after certified values were received from the Department of Revenue. These values will not articulate to certified values.

^ 2008 Values were not available at time of publication.

Source: Missoula County Assessor's Office and Department of Revenue.

CITY OF MISSOULA, MONTANA
PROPERTY VALUE AND NEW CONSTRUCTION
Last Ten Fiscal Years

Fiscal Year	Assessed Value City Property	New Construction			All Construction			% Change Over Last Year
		Single Family		Multi-Family	Value Estimate	Number	Value Estimate	
2000	\$ 1,985,298,106	288	\$ 29,407,617	181	\$ 8,841,540	1,895	\$ 120,150,936	1.98%
2001	2,111,624,637	285	28,288,095	282	12,361,447	1,694	135,701,353	12.94%
2002	2,247,822,357	365	34,135,109	335	13,880,421	1,930	102,287,782	-24.62%
2003	2,403,250,454	419	38,976,115	1,111	47,410,182	2,180	193,963,792	89.63%
2004	2,636,857,585	367	31,611,232	359	15,081,537	1,663	109,963,100	-43.31%
2005	2,805,424,077	457	38,970,878	194	8,151,757	1,677	113,211,490	2.96%
2006	2,901,638,641	374	35,521,132	79	4,393,527	1,494	99,855,627	-11.80%
2007	3,195,587,513	303	31,466,438	125	5,675,665	1,613	89,139,379	-21.27%
2008	3,369,424,088	229	21,554,764	138	8,566,097	1,530	133,165,009	33.36%
2009	3,757,969,949	142	11,627,586	57	2,011,857	1,291	63,987,567	-28.22%

Source: City of Missoula Building Inspection Office and Missoula County Assessor

CITY OF MISSOULA, MONTANA
PRINCIPAL PROPERTY TAXPAYERS
Current and Ten Years Ago

Taxpayer	2009			2000		
	Taxable Assessed Value	Rank	Percentage of City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of City Taxable Assessed Value
NORTHWESTERN CORPORATION	\$ 3,030,470	1	2.90%			
QWEST COMMUNICATIONS	2,022,489	2	1.94%			
MOUNTAIN WATER COMPANY	1,049,135	3	1.00%	\$ 841,267	3	1.07%
SOUTHGATE MALL	909,923	4	0.87%	795,803	4	1.01%
GATEWAY LIMITED PARTNERSHIP	763,174	5	0.73%	610,067	5	0.77%
CELLCO PARTNERSHIP DBA VERIZON	484,352	6	0.46%			
MOUNTAIN STATES LEASING	446,133	7	0.43%			
WESTERN HOSPITALITY GROUP	410,986	8	0.39%			
WW HOLDING CO INC/ALLTELL CORP	396,445	9	0.38%			
MONTANA RAIL LINK INC	355,644	10	0.34%	570,061	6	0.72%
MONTANA POWER COMPANY				3,085,159	1	3.91%
US WEST				2,378,881	2	3.01%
NATIONWIDE HOSPITALITY LTD PARTNERSHIP				223,377	8	0.28%
W.C. LEASING CORPORATION				243,197	9	0.31%
VILLAGE MOTOR INN RED LION HOTEL INC				211,249	10	0.27%
CREEKSIDE APARTMENTS				234,279	7	0.30%
Total	<u><u>\$ 9,868,751</u></u>		<u><u>9.45%</u></u>	<u><u>\$ 9,193,340</u></u>		<u><u>11.64%</u></u>

Source: Department of Revenue - Missoula County Finance Office

CITY OF MISSOULA, MONTANA
PROPERTY TAX LEVIES AND COLLECTIONS
GOVERNMENTAL FUND TYPES
Last Ten Fiscal Years

Fiscal Year Ended June 30th	Total Tax Levy for Fiscal Year	Collected within the Fiscal Year of the Levy		Total Collections to Date			
		Amount	Percentage of Levy	Collections in Subsequent Years	Amount	Percentage of Levy	Percentage of Delinquencies
2000	\$ 11,045,658	\$ 10,137,825	91.78%	\$ 401,463	\$ 10,539,288	95.42%	8.22%
2001	12,206,430	12,041,824	98.65%	371,989	12,413,813	101.70%	1.35%
2002	13,043,228	12,359,529	94.76%	399,678	12,759,207	97.82%	5.24%
2003	13,897,789	13,233,442	95.22%	387,103	13,620,545	98.01%	4.78%
2004	14,911,332	14,943,191	100.21%	281,762	15,224,953	102.10%	-0.21%
2005	15,976,238	15,900,407	99.53%	208,969	16,109,376	100.83%	0.47%
2006	18,368,735	17,935,902	97.64%	366,878	18,302,780	99.64%	2.36%
2007	19,967,941	19,806,028	99.19%	220,890	20,026,918	100.30%	0.81%
2008	21,454,303	20,926,264	97.54%	56,389	20,982,653	97.80%	2.46%
2009	22,915,155	21,901,904	95.58%	887,073	22,788,977	99.45%	4.42%

Source: City of Missoula

CITY OF MISSOULA, MONTANA
GENERAL OBLIGATION DEBT RATIOS
REQUIRED CONTINUING DISCLOSURE

The following general obligation debt ratios are provided as of June 30, 2009

Market Valuation	\$	3,757,969,949
Market Valuation (Less Tax Increment)	\$	3,756,060,011
Taxable Valuation	\$	108,915,177
Taxable Valuation (Less Tax Increment)	\$	104,408,018
Population		69,279
Direct Debt Per Capita	\$	234
Direct and Overlapping Debt Per Capita	\$	724
Direct Debt to Market Valuation		0.43%
Direct and Overlapping Debt to Market Valuation		1.34%
Direct Debt to Taxable Valuation		14.91%
Direct and Overlapping Debt to Taxable Valuation		46.12%
Market Valuation per Capita	\$	54,244
Taxable Valuation per Capita	\$	1,507

Source: City of Missoula

SUMMARY OF DIRECT DEBT, INDIRECT DEBT AND DEBT RATIOS
REQUIRED CONTINUING DISCLOSURE
AS OF JUNE 30, 2009

	Summary of Direct Debt		
	Gross Debt	Less: Debt Service Funds (a)	Net Direct Debt
General Obligation Debt Supported by Taxes	\$ 16,235,000	\$ (51,766)	\$ 16,183,234
Debt Supported by General Fund	5,130,000	-	5,130,000
Revenue Debt (Sewer)	14,801,231	(b)	14,801,231
Revenue Debt (TIF and Parking)	6,905,000	(c)	6,905,000
Subtotal of Direct Debt	<u>\$ 43,071,231</u>		<u>\$ 43,019,465</u>

(a) Debt Service funds are as of June 30th. Includes money to pay both principal and interest.
 (b) Monies are transferred from the Sewer Enterprise Fund to make the principal and interest payments on these bonds.
 (c) Monies from the Missoula Parking Commission and tax increment revenues are used to make principal and interest payments on these bonds.

	Summary of Indirect Debt		
	G.O. Debt as of June 30, 2009	Debt Applicable to Tax Capacity of City	Amount
Taxing Unit:			
Missoula County Elementary School District	\$ 740,000	52.85%	\$ 391,080
Missoula County High School District	14,363,520	91.03%	13,074,823
Hellgate Elementary School District	13,485,000	15.16%	2,043,657
Target Range Elementary School District	355,000	4.55%	16,151
Missoula County	<u>19,056,000</u>	96.93%	<u>18,471,620</u>
Subtotal of Indirect Debt	<u><u>\$ 47,999,520</u></u>		<u><u>\$ 33,997,331</u></u>
Total of Direct and Indirect Debt			<u><u>\$ 77,016,796</u></u>

	Debt Ratios*	
	G.O. Net Direct Debt	G.O. Indirect & Net Direct Debt
Current Year Estimated Value Per Capita	0.43%	1.34%
	\$ 234	\$ 724

*Includes general obligation debt and debt supported by general fund revenues, excludes revenue supported debt.

^aThe percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of the county's taxable assessed value that is within the government's boundaries and dividing it by the county's total taxable assessed value.

Source: City of Missoula

Source: Missoula County Assessors Office

Source: Local Schools

CITY OF MISSOULA, MONTANA
LEGAL DEBT MARGIN INFORMATION
Last Ten Fiscal Years
(amounts expressed in thousands)

	Fiscal Year					
	2000	2001	2002	2003	2004	2005
Debt Limit	\$ 21,476	\$ 33,942	\$ 36,289	\$ 39,817	\$ 42,362	\$ 43,815
Total net debt applicable to limit	10,455	9,754	9,279	8,438	15,995	15,566
Legal debt Margin	\$ 11,021	\$ 24,188	\$ 27,010	\$ 31,379	\$ 26,367	\$ 28,249
Total net debt applicable to the limit as a percentage of debt limit	48.68%	28.74%	25.57%	21.19%	37.76%	35.53%

Legal Debt Margin Calculation for Fiscal Year 2009

Assessed Value of Taxable Property as Ascertained by the last Assessment for Taxes Debt Limit 2.5% of Assessed Value (1)	\$ 3,757,970 2.50%
General Obligation Debt Limit	93,949
Less: Outstanding General Obligation Debt, June 30, 2008 Total net debt applicable to limit	16,426 77,523
Legal Debt Margin	<u>\$ 77,523</u>

(1) Montana Statute (7-7-4201) prescribes a legal debt limit of 2.5% of the total assessed value of taxable property, which was increased in the FY 2007 legislature from 1.51%.

Source: City of Missoula
 Source: Missoula County Assessors Office

CITY OF MISSOULA, MONTANA
RATIO OF OUTSTANDING DEBT BY TYPE
Last Ten Fiscal Years

Fiscal Year	Governmental Activities						Business-Type Activities						Total Personal Income*						Debt as a Percentage of Market Value					
	General Obligation Bonds	Limited Obligation Bonds	Special Assessment Bonds	State Board of Investment Bonds	Sidewalk and Curb Warrants	Revenue Bonds	Total Primary Government	Personal Per capita Income*	Total Population	Personal Per capita Income	Total Population	Debt Per Capita	Debt as a Percentage of Personal Income	Total Personal Income	Debt Per Capita	Debt as a Percentage of Market Value								
2000	\$ 9,794,077	\$ -	\$ 8,705,000	\$ 661,136	\$ 857,258	\$ 250,000	\$ 20,267,471	\$ 24,361	57,725	1.44%	351	0.84%												
2001	9,319,628	160,000	8,504,698	434,858	670,865	1,700,000	20,790,049	26,296	58,939	1.34%	353	0.87%												
2002	8,822,432	1,550,000	11,457,860	456,971	478,911	5,007,021	27,773,195	26,973	60,306	1.71%	461	1.16%												
2003	8,302,060	1,495,900	12,928,173	236,290	327,830	8,693,367	31,982,720	27,815	61,774	1.86%	518	1.33%												
2004	15,895,000	1,440,000	14,649,201	100,179	316,409	15,215,987	47,616,776	29,004	63,123	2.60%	754	1.81%												
2005	15,020,000	1,380,000	14,226,402	546,373	228,628	16,586,138	47,987,541	30,101	64,389	2.48%	745	1.71%												
2006	14,070,000	1,315,000	15,594,203	440,972	120,923	17,079,212	48,620,310	31,535	65,885	2.34%	738	1.68%												
2007	18,720,000	4,760,000	15,455,681	252,453	120,923	16,797,231	56,106,288	32,386	57,141	3.03%	982	1.76%												
2008	17,500,000	5,360,000	15,510,165	222,425	120,923	15,818,231	54,531,744	33,261	68,202	2.40%	800	1.62%												
2009	16,235,000	5,130,000	14,030,295	191,309	100,248	14,801,231	50,488,083	33,587	69,279	2.17%	729	1.34%												

Source: City of Missoula

Source: Missoula County Assessors Office

Source: Montana Department of Labor - Research and Analysis Bureau

*2007 is the most recent data available. Succeeding years are City estimates.

CITY OF MISSOULA, MONTANA
RATIO OF ANNUAL DEBT SERVICE REQUIREMENTS FOR
Last Ten Fiscal Years
Amounts expressed in thousands, except population and per capita

Fiscal Year	General Obligation Bonds	Total Taxable Assessed Valuation	Percentage of Taxable Value of Property	Estimated Population	Per Capita
2000	\$ 9,794	\$ 77,024	13%	57,725	169.67
2001	9,320	76,699	12%	58,939	158.13
2002	8,822	78,962	11%	60,306	146.29
2003	8,302	82,076	10%	61,774	134.39
2004	15,895	84,586	19%	63,123	251.81
2005	15,020	91,358	16%	64,389	233.27
2006	14,070	93,534	15%	65,885	213.55
2007	18,720	99,333	19%	65,311	286.63
2008	17,500	103,000	17%	68,202	256.59
2009	16,235	104,408	16%	69,279	234.34

Source: City of Missoula

Source: Missoula County Assessors Office

Source: Bureau of Economic Analysis

CITY OF MISSOULA, MONTANA
PLEDGED-REVENUE COVERAGE
WASTEWATER FACILITY REVENUE BONDS
Last Ten Fiscal Years

Fiscal Year	Gross Revenue	Direct Operating Expenses (1)	Net Revenue Available for Debt	Debt Service Requirements			Current Year Coverage	Max Annual Debt Service Coverage (2)
				Principal	Interest	Total		
2000	\$ 3,663,812	\$ 2,356,463	\$ 1,307,349	\$ 206,000	\$ 175,576	\$ 381,576	343%	301%
2001	4,383,126	2,554,575	1,828,551	247,000	206,338	453,338	403%	421%
2002	5,137,531	3,266,074	1,871,457	289,000	188,532	477,532	392%	390%
City Operating*	4,955,880	2,555,053	2,400,827	489,162	231,961	721,123	333%	379%
Legal Calculation	6,234,505	2,555,053	3,679,452	489,162	231,961	721,123	510%	580%
City Operating*	5,274,686	3,036,426	2,238,260	689,000	503,234	1,192,234	188%	151%
Legal Calculation	6,308,650	3,036,426	3,272,224	689,000	503,234	1,192,234	274%	221%
City Operating*	5,550,626	3,151,625	2,309,001	797,233	655,716	1,452,949	165%	162%
Legal Calculation	7,265,854	3,151,625	4,114,229	797,233	655,716	1,452,949	283%	278%
City Operating*	5,665,706	3,263,652	2,402,054	894,751	660,341	1,555,092	154%	135%
Legal Calculation	6,620,032	3,263,652	3,356,380	894,751	660,341	1,555,092	216%	189%
City Operating*	5,975,248	3,492,891	2,482,357	941,000	682,728	1,623,728	153%	150%
Legal Calculation	6,778,103	3,492,891	3,285,211	941,000	682,728	1,623,728	202%	199%
City Operating*	6,191,033	3,900,755	2,290,278	979,000	641,677	1,620,677	141%	141%
Legal Calculation	6,848,299	3,900,755	2,947,544	979,000	641,677	1,620,677	182%	181%
City Operating*	5,904,035	3,860,411	2,043,624	1,017,000	605,558	1,622,558	126%	126%
Legal Calculation	6,543,754	3,860,411	2,683,343	1,017,000	605,558	1,622,558	165%	166%

*City baseline does not include sewer development fees. Legal calculation is based on revenue bond covenant details, section 2.3. Information for both calculations is only available from 2003-present.

- (1) Does not include depreciation or bond interest.
- (2) Net revenues divided by the maximum debt payment due in any future calendar year.

Source: City of Missoula Annual Financial Reports

CITY OF MISSOULA, MONTANA
REVOLVING FUND YEAR-END BALANCES
REQUIRED CONTINUING DISCLOSURE
Last Ten Fiscal Years

Fiscal Year	Revolving Fund Cash Balance	Principal Amount of Bonds	Percentage
2000	\$ 608,463	\$ 8,705,000	7.0%
2001	718,011	8,504,698	8.4%
2002	794,248	11,457,860	6.9%
2003	778,049	12,928,174	6.0%
2004	955,785	14,357,629	6.7%
2005	808,460	14,226,402	5.7%
2006	889,718	15,594,203	5.7%
2007	954,148	15,455,681	6.2%
2008	779,966	15,510,165	5.0%
2009	719,399	14,030,295	5.1%

Source: City of Missoula

CITY OF MISSOULA, MONTANA
REVOLVING FUND CHANGES IN FUND BALANCE
REQUIRED CONTINUING DISCLOSURE
Last Ten Years

	Fiscal Year																			
	2000		2001		2002		2003		2004		2005		2006		2007		2008		2009	
Beginning Balance	\$ 792,077	\$ 608,463	\$ 718,011	\$ 794,248	\$ 778,049	\$ 955,785	\$ 808,460	\$ 889,718	\$ 954,148	\$ 779,966										
Disbursements/Transfers	(183,614)	109,548	76,237	(16,199)	177,736	(147,325)	81,258	64,430	(174,182)	(60,567.0)										
Ending Balance	\$ 608,463	\$ 718,011	\$ 794,248	\$ 778,049	\$ 955,785	\$ 808,460	\$ 889,718	\$ 954,148	\$ 779,966	\$ 719,399										
Assets:																				
Cash	\$ 537,639	\$ 687,189	\$ 765,477	\$ 742,524	\$ 852,799	\$ 808,460	\$ 885,738	\$ 928,632	\$ 776,343	\$ 702,257										
Due from SID Funds	70,824	30,822	28,771	35,525	72,062	-	-	-	-	-										
Other Receivables	365,984	348,414	330,525	310,660	320,488	227,828	218,910	222,281	184,856	182,844										
Total Assets	974,447	1,066,425	1,124,773	1,088,709	1,245,349	1,036,288	1,104,648	1,150,913	961,200	885,101										
Liabilities:																				
Deferred Revenue	365,984	348,414	330,525	310,660	289,564	227,828	214,930	196,765	181,233	165,702										
Total Liabilities	365,984	348,414	330,525	310,660	289,564	227,828	214,930	196,765	181,233	165,702										
Total Fund Balance	\$ 608,463	\$ 718,011	\$ 794,248	\$ 778,049	\$ 955,785	\$ 808,460	\$ 889,718	\$ 954,148	\$ 779,966	\$ 719,399										

Source: City of Missoula

CITY OF MISSOULA, MONTANA
DEMOGRAPHIC AND ECONOMIC STATISTICS
Last Ten Fiscal Years

Fiscal Year	Population		Income Statistics				State	
	Estimated City Population (1)	County Population	Total Personal Income (2)	Per Capita Income (2)	Unemployment Rate	Unemployment Rate (2)		
2000	57,725	96,167	\$ 2,342,773	\$ 24,361	4.8%	4.2%		
2001	58,939	97,398	2,561,445	26,296	4.5%	3.9%		
2002	60,306	98,925	2,669,139	26,973	4.5%	4.1%		
2003	61,774	99,854	2,778,940	27,815	4.4%	3.9%		
2004	63,123	100,810	2,926,024	29,004	4.3%	4.0%		
2005	64,389	102,140	3,105,831	30,408	4.0%	3.7%		
2006	65,885	103,973	3,310,016	31,835	3.5%	3.3%		
2007	57,141	105,638	3,548,086	33,587	2.5%	2.3%		
2008	68,202	107,320	3,701,168	42,538	4.1%	4.1%		
2009	69,279	109,246 *	3,736,329	43,000	5.9%	5.6%		

(1) 2000 population is from the US Census. 2008 City Population is from State of Montana Department of Labor and Industry. All other years are estimated.

(2) Only Missoula County information available.

* Estimate for 2009 based on average increase of prior years.

Source - Bureau of Economic Analysis and Department of Labor & Industry, Research & Analysis Bureau
 N/A - Not available

CITY OF MISSOULA, MONTANA
TOP EMPLOYERS IN CITY OF MISSOULA
Current and Ten Years Ago

Employer	Type of Product or Service	2009 Number of Employees	Percentage of Total City Employment	2000 Number of Employees	Percentage of Total City Employment
University of Montana	Higher Education	3,651	5.27%	2291	3.97%
St. Patrick Hospital	Healthcare	1,600	2.31%	1250	2.17%
Missoula County Public Schools	Public Education	1,424	2.06%	1161	2.01%
Community Medical Center	Healthcare	1,200	1.73%	1045	1.81%
DirectTV Customer Service	Service	1,000	1.44%		
U.S. Forest Service	Government	800	1.15%	560	0.97%
Missoula County	County Government	775	1.12%	600	1.04%
Wal-Mart	Retail	524	0.76%		
City of Missoula	City Government	514	0.74%	384	0.67%
Smurfit-Stone Container Corporation	Wood Products	432	0.62%	670	1.16%
Montana Rail Link	Rail Transportation	254	0.37%	391	0.68%
Western Montana Clinic	Healthcare	252	0.36%	450	0.78%

Source - Bureau of Economic Analysis and Department of Labor & Industry, Research & Analysis Bureau

CITY OF MISSOULA, MONTANA
FULL TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM
Last Ten Fiscal Years

Full Time Equivalent Employees

Function/Program	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
General Government										
City Council	12.00	12.00	12.00	12.00	12.00	12.00	12.00	12.00	12.00	12.00
Mayor's Office	3.65	3.65	4.00	4.00	4.00	4.00	4.00	4.00	5.00	5.00
Human Resources	3.03	3.78	3.90	3.90	3.90	3.90	4.15	4.15	4.15	4.00
Communications	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	-	-
City Clerk	2.03	3.25	3.25	3.25	3.25	3.50	4.00	4.50	4.50	4.50
Information Systems	4.00	4.00	4.00	4.50	4.50	5.00	5.50	6.00	6.00	6.00
Finance/Treasurer	12.72	12.72	13.22	12.97	13.13	12.75	12.75	16.00	16.00	16.00
Public Safety										
Municipal Court	7.11	8.11	8.11	8.50	9.00	10.50	10.50	10.50	13.00	14.25
City Attorney	8.42	8.90	9.90	9.90	9.90	9.90	12.40	14.40	14.40	14.90
Police Department	98.19	102.00	102.00	102.00	108.00	116.00	119.00	125.50	125.50	125.50
Fire Department	74.02	76.00	76.00	76.00	76.00	78.00	78.00	82.00	83.00	95.00
Building Inspection	14.37	14.37	14.37	14.37	13.50	13.86	14.34	14.36	13.34	13.00
Parking Commission	11.50	11.00	11.00	11.00	11.00	11.00	11.00	11.00	11.00	11.00
Public Works										
Engineering	25.47	25.92	25.92	25.92	27.12	28.12	28.62	28.82	29.82	29.87
Street Division	27.53	28.25	28.29	28.29	28.29	28.54	28.54	28.54	28.54	28.54
Vehicle Maintenance	8.50	9.00	10.50	10.50	10.50	10.50	11.00	11.00	11.00	11.00
Public Health										
Wastewater	20.20	20.20	20.20	20.20	20.20	22.20	22.20	22.20	22.20	22.20
Social Services										
City Cemetery	9.26	8.93	8.93	8.50	8.50	8.50	8.50	8.50	8.92	8.92
Community Development										
MRA	7.14	7.14	6.14	6.14	6.14	6.14	6.00	6.00	6.00	6.00
Culture and Recreation										
Parks and Recreation	48.15	48.72	47.89	48.80	49.94	52.94	54.02	55.70	54.24	56.27
Aquatics							4.75	26.36	30.81	30.81
Total	398.29	408.94	410.62	411.74	419.87	438.35	452.27	492.53	499.42	514.76

Source: City of Missoula

CITY OF MISSOULA, MONTANA
CITY SERVICES AND EMPLOYMENT

Bargaining Unit	Number of Members	Date of Expired Contract
International Association of Firefighters, Local No. 271	91	June 30, 2012
Missoula Police Protective Association	95	June 30, 2012
Montana Public Employees Association		
Maintenance Technicians in Parks and Recreation Dept	9	June 30, 2011
Wastewater Lab Techs	2	June 30, 2012
Parking Commission	6	June 30, 2009
Teamsters Union, Local No. 2	16	June 30, 2012
Operators' Union, Local No. 4000	9	June 30, 2012
Machinists Union, Local No. 88, District No. 86	8	June 30, 2012
Teamsters, Parks and Recreation Seasonal	19	June 30, 2011
Wastewater Operator's Union, Local 400	15	June 30, 2012

Note: Basic Services provided through City government include Police and Fire protection, Municipal Sewer and Sanitation, street Maintenance and Construction, Building Inspection, Zoning Enforcement, Public Works, and Parks and Recreation. As of June 30, 2008, the City employed approximately 639 workers, including Seasonal and Intermittent. Of the total City workforce, approximately 40% were members of organized bargaining units. State law requires Montana Cities to bargain collectively with formally recognized bargaining units. The City considers relations with its bargaining groups to be satisfactory.

Source: City of Missoula

CITY OF MISSOULA, MONTANA
EMPLOYMENT BY MAJOR INDUSTRY TYPE
ANNUAL AVERAGE
Last Ten Fiscal Years

	2008(A)	2007	2006	2005	2004	2003	2002	2001	2000	1999
Agriculture, Forestry, Fisheries	394	404	399	392	1,490	1,485	1,656	1,451	299	244
Mining	36	36	28	21	96	82	(B)	64	31	48
Construction	3,430	3,265	3,187	3,161	4,820	4,695	4,343	4,373	2,485	2,340
Manufacturing	2,435	2,579	2,700	2,784	3,168	3,144	3,182	3,118	3,347	3,331
Transportation, Commun., and Public Utilities	2,805	2,929	3,026	3,066	4,189	4,341	4,499	4,561	2,734	2,830
Wholesale Trade	2,003	2,108	2,056	1,989	2,385	2,381	2,334	2,347	2,243	2,180
Retail Trade	8,368	8,517	8,225	8,114	10,120	9,707	9,513	9,371	11,250	11,028
Financial, Insurance and Real Estate	2,586	2,627	2,595	2,484	5,363	5,287	5,031	4,920	2,241	2,194
Services	24,942	24,733	23,299	22,530	31,225	30,392	29,886	28,999	15,538	14,693
Government	8,461	8,303	8,639	8,167	10,254	10,352	9,714	9,741	8,717	8,117
	55,460	55,501	54,154	52,708	73,110	71,866	70,158	68,945	48,885	47,005

Source: Missoula Area Economic Development Corp (1999 to 2000)
 Montana Department of Labor and Industry (2001 to 2008)

(A) Most recent data available through the 4th quarter 2008.
 (B) Not shown to avoid disclosure of confidential information, but estimates are included in the totals

CITY OF MISSOULA, MONTANA
OPERATING INDICATORS BY FUNCTION/PROGRAM
Last Ten Fiscal Years

Function/Program	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
General Government										
Business Licenses Issued	\$ 5,892	\$ 7,782	\$ 7,791	\$ 7,823	\$ 7,907	\$ 4,484	\$ 5,173	\$ 5,290	\$ 6,386	\$ 5,141
Amount of SID's Billed	\$ 1,298,209	\$ 1,676,420	\$ 1,865,265	\$ 1,947,490	\$ 2,275,546	\$ 2,241,307	\$ 2,748,200	\$ 2,793,604	\$ 2,802,979	\$ 2,781,168
# Sewer Bills	30,094	30,094	32,642	35,124	35,448	36,641	38,728	41,002	41,818	42,323
Public Safety Activities										
Citations issued	No data	No data	No data	21,809	25,136	31,008	33,262	38,468	32,219	31,700
Orders of Protection issued	No data	No data	No data	447	523	298	604	417	400	385
Attorney's Office - Lawsuits & Claims	No data	No data	No data	21	41	51	53	47	49	41
Attorney - Opened criminal files	No data	No data	No data	1,605	1,890	2,476	2,179	4,235	3,181	2,372
Officers/1,000 population	1.39	1.39	1	1.38	1.39	1	2	2	1.48	1.48
Total sworn officers	80	82	82	85	88	96	100	102	101	101
Police calls for Service	34,868	34,328	36,256	36,221	37,398	37,494	43,778	40,515	40,981	42,141
Total Fire Department Incident Responses*	4,244	4,266	4,451	4,729	4,701	5,259	5,497	5,805	5,850	6,485
Public Works										
Miles of sidewalk installed	11.30	5.70	8.53	11.03	17.45	24.74	9.34	9.19	7.00	4.00
Building Permits Issued	1,895	1,694	1,930	2,180	1,663	1,677	1,494	1,613	1,530	1,291
Construction Value of Bldg permits issued	120,150,936	135,701,353	102,287,782	193,963,792	109,963,100	113,217,490	99,855,627	89,139,379	133,165,009	63,987,567
Miles of Street - per State Gas Tax Report	326.76	327.61	327.61	344.42	349.24	358.57	358.87	337.98	312	383
Population	57,725	58,939	60,306	61,774	63,123	64,389	65,885	57,141	68,202	69,279

Source: City of Missoula

* Fire Department Incident Responses are based on Calendar Years. Current Year number through 12/18/08.

CITY OF MISSOULA, MONTANA
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
Last Three Fiscal Years

Function	Fiscal Year		
	2009	2008	2007
GENERAL GOVERNMENT			
Vehicles	4	7	5
Buildings	3	3	2
PUBLIC SAFETY ACTIVITIES			
Fire Stations	5	5	5
Fire Engines/Trucks/Vehicles/Vans	26	26	27
Police Motorcycles	6	6	6
Police Patrol Cars/Passenger Vehicles/Other Vehicles	62	58	47
PUBLIC WORKS			
Streets (sq. yards)	6,837,927	6,826,850	6,761,248
Curbs (lineal feet)	1,957,574	1,997,728	1,957,574
Sidewalks (sq. feet)	10,232,017	10,015,638	9,830,923
Storm Sewer (lineal feet)	157,826	153,275	153,275
Sumps	5,307	5,307	5,160
Signs	56,635	53,768	54,901
Vehicles	161	107	98
Buildings	4	4	7
PUBLIC HEALTH ACTIVITIES			
Cemetery & Buildings	7	7	7
Vehicles/Tractors/Trucks/Mowers	14	16	17
CULTURE AND RECREATION			
Parks	67	51	46
Trails	22	20	18.2
Park Shelter/Band Shells/Pavillions	10	10	10
Buildings	23	23	20
Vehicles	58	55	57
HOUSING & COMMUNITY DEVELOPMENT			
Vehicles	1	10	10
Buildings	0	2	2

Capital Asset Statistics by Function information prior to 2006 is not readily available in this format.

Source: City of Missoula Fixed Asset Accounting Module

Source: City of Missoula Parks Dept. Website

Source: Various City of Missoula Departments

CITY OF MISSOULA, MONTANA
SPECIAL ASSESSMENTS BILLED AND COLLECTED
Last Ten Fiscal Years

Fiscal Year	Assessments Billed	Current Assessments Paid	Percent Collected	Delinquent Assessments Paid	Total Assessments Paid	Penalty and Interest Paid
2000	\$ 1,298,209	\$ 1,200,303	92.46%	\$ 96,792	\$ 1,297,095	11,402
2001	1,676,420	1,589,981	94.84%	102,967	1,692,948	10,190
2002	1,865,265	1,726,973	92.59%	84,933	1,811,906	10,758
2003	1,947,490	2,424,156	124.48%	75,325	2,499,481	17,909
2004	2,275,546	2,105,570	92.53%	306,209	2,411,779	9,728
2005	2,241,307	2,132,336	95.14%	119,277	2,251,613	16,761
2006	2,748,200	2,638,272	96.00%	149,327	2,787,599	10,807
2007	2,793,604	2,695,269	96.48%	106,930	2,802,199	11,629
2008	2,802,979	2,690,299	95.98%	107,817	2,798,116	11,653
2009	2,870,277	2,666,875	92.91%	168,518	2,835,392	8,568

Note: Property tax levies are set in August at the time the City budget is approved and billed November 1 by the County. Half of the taxes are due by November 30 and the other half by May 31. After those dates, the bills are delinquent (and a lien is placed on the property). The interest charged on delinquent taxes is one percent per month, with a two percent penalty.

Source: City of Missoula

CITY OF MISSOULA, MONTANA
SPECIAL IMPROVEMENT DISTRICT 512, 521 AND 522
REQUIRED CONTINUING DISCLOSURE

Fiscal Year	Combined Market Value of All Districts	Average Ratio of Market Value to Assessments of Individual Parcels	Highest Ratio of Market Value to Assessments of Individual Parcels	Lowest Ratio of Market Value to Assessments of Individual Parcels	Median Ratio of Market Value to Assessments of Individual Parcels
2000	\$ 116,582,168	77.00	1,304.70	6.40	72.10
2001	135,469,759	180.80	1,529.10	6.90	57.10
2002	146,667,428	196.60	1,586.20	6.20	52.10
2003	136,898,208	127.17	2,887.04	9.01	39.80
2004	158,065,283	89.06	1,154.30	6.30	79.15
2005	166,871,500	95.60	2,692.30	2.07	117.52
2006	158,701,080	757.82	10,797.00	5.82	221.17
2007	191,613,295	1,219.98	13,841.43	6.35	221.37
2008	211,405,977	317.09	4,977.27	5.04	141.94
2009	234,349,048	346.51	4,917.51	4.96	160.49

Source: City of Missoula and Missoula County Assessor's Office

CITY OF MISSOULA, MONTANA
MISSOULA PARKING COMMISSION RATES AND FEES
Last Ten Fiscal Years

Fiscal Year	On-Street		Parking		Average Off-Street and Garage Lease Rate
	Hourly	Parking	Garage Hourly	Garage Lease Space Range	
2000	0.20	0.25	\$45.00 TO \$50.00	\$ 20.00 TO \$50.00	35.00
2001	0.50	0.25	\$50.00 TO \$55.00	\$ 25.00 TO \$ 50.00	38.00
2002	0.50	0.25	\$55.00 TO \$65.00	\$ 25.00 TO \$ 50.00	38.00
2003	0.50	0.25	\$55.00 TO \$65.00	\$ 35.00 TO \$ 50.00	44.00
2004	0.50	0.25	\$55.00 TO \$65.00	\$ 30.00 TO \$ 50.00	44.00
2005	0.50	0.25	\$55.00 TO \$65.00	\$ 30.00 TO \$ 50.00	44.00
2006	0.50	0.25	\$55.00 TO \$65.00	\$ 30.00 TO \$ 50.00	44.00
2007	0.50	0.25	\$55.00 TO \$65.00	\$30.00 TO \$50.00	45.00
2008	0.50	0.25	\$55.00 TO \$65.00	\$30.00 TO \$50.00	45.00
2009	0.50	0.25	\$55.00 TO \$65.00	\$30.00 TO \$50.00	45.00

Source: Missoula Parking Commission

CITY OF MISSOULA, MONTANA
MISSOULA PARKING COMMISSION OPERATIONS AND FACILITIES
Last Ten Fiscal Years

Fiscal Year	Parking Meters	Leased Parking Spaces	Parking Lots Throughout Missoula			Leased Parking Garage Spaces	University District Parking Permits	Percentage of Parking Ticket Revenue	Percentage of Parking Meter Revenue	Percentage of Garage Parking Revenue	Percentage of Leased Parking Garage Revenue	Percentage of Other than Parking Garage Revenue	Percentage of Other Revenue
			14	14	14								
2000	1,061	1,275	14	14	14	167	1,000	24%	29%	16%	27%	4%	
2001	1,112	1,256	14	14	14	167	1,158	27%	27%	16%	27%	3%	
2002	1,116	1,295	16	16	16	168	1,148	27%	27%	16%	27%	3%	
2003	1,122	1,107	14	14	14	172	1,381	27%	33%	16%	27%	3%	
2004	1,064	829	13	13	13	259	1,097	20%	32%	18%	24%	6%	
2005	1,161	816	13	13	13	257	1,145	17%	36%	20%	23%	3%	
2006	1,075	801	13	13	13	257	1,124	20%	34%	14%	28%	5%	
2007	1,075	801	13	13	13	257	1,124	20%	34%	14%	27%	4%	
2008	1,075	801	13	13	13	257	1,592	18%	31%	16%	21%	14%	
2009	1,129	800	12	12	12	257	1,011	19%	35%	16%	21%	10%	

Source: Missoula Parking Commission

CITY OF MISSOULA, MONTANA
COMPONENT UNIT REVENUE BOND COVERAGE
PARKING COMMISSION REVENUE BONDS

FISCAL YEAR	OPERATING REVENUES	SID 470 REVENUES	OPERATING EXPENSES (A)	NET AVAILABLE FOR DEBT SERVICE	PRINCIPAL PAID	INTEREST PAID	TOTAL DEBT SERVICE	COVERAGE (B)
1996	\$ 733,011	\$ 97,706	\$ 536,052	\$ 294,665	\$ 115,000	\$ 43,950	\$ 158,950	1.85
1997	718,140	91,638	576,418	233,360	120,000	38,512	158,512	1.47
1998	769,969	86,322	600,557	255,734	130,000	32,413	162,413	1.57
1999	821,000	62,776	595,263	288,513	135,000	39,000	174,000	1.66
2000	998,245	63,164	596,400	465,009	140,000	30,982	170,982	2.72
2001	1,116,247	91,465	651,889	555,823	250,000	54,366	304,366	1.83
2002	1,284,171	67,849	686,730	665,290	80,000	82,405	162,405	4.10
2003	1,351,253	58,982	916,166	494,069	85,000	78,754	163,754	3.02
2004	1,407,378	2,838	964,510	445,706	85,000	74,950	159,950	2.79
2005	1,369,511	1,450	864,335	506,626	90,000	70,990	160,990	3.15
2006	1,474,651	-	921,281	553,370	95,000	66,230	161,230	3.43
2007	1,391,368	-	867,403	523,965	100,000	63,237	163,237	3.21
2008	1,595,982	-	961,782	634,200	105,000	58,345	163,345	3.88
2009	1,600,513	-	956,477	644,036	110,000	53,162	163,162	3.95

(A) Does not include depreciation or bond interest.

(B) Net available divided by debt service.

Source: City of Missoula Annual Reports

CITY OF MISSOULA, MONTANA
COMPONENT UNIT MISSOULA REDEVELOPMENT AGENCY
HISTORICAL VALUE OF TAX INCREMENT DISTRICTS
For the Last Ten Fiscal Years

Urban Renewal District II

Fiscal Year	Real Property & Personal Attached Taxable Value	Personal Property (Unattached) Taxable Value	Total Taxable Value
2000	\$ 1,987,052	\$ 203,295	\$ 2,190,347
2001	1,950,339	78,955	2,029,294
2002	2,077,215	100,216	2,177,431
2003	2,197,855	93,163	2,291,018
2004	2,243,639	128,090	2,371,729
2005	2,377,104	190,777	2,567,881
2006	2,444,439	197,268	2,641,707
2007	2,660,473	311,261	2,971,734
2008	2,718,817	342,487	3,061,304
2009	3,162,083	358,422	3,520,505

Urban Renewal District III

Fiscal Year	Real Property & Personal Attached Taxable Value	Personal Property (Unattached) Taxable Value	Total Taxable Value
2002 *	\$ 6,701,861	\$ 437,851	\$ 7,139,712
2003	6,665,087	466,103	7,131,190
2004	6,739,549	469,329	7,208,878
2005	6,809,431	621,899	7,431,330
2006	6,991,926	677,495	7,669,421
2007	7,111,962	586,632	7,698,594
2008	7,306,424	406,379	7,712,803
2009	8,468,861	468,589	8,937,450

Front Street URD

Fiscal Year	Real Property & Personal Attached Taxable Value	Personal Property (Unattached) Taxable Value	Total Taxable Value
2009 **	\$ 1,362,450	\$ 51,225	\$ 1,413,675

* First year data available as district was created in FY 2001.

** First year data available as district was created in FY 2009

Source: City of Missoula and Missoula County Assessor's Office

CITY OF MISSOULA, MONTANA
COMPONENT UNIT MISSOULA REDEVELOPMENT AGENCY
TAXABLE VALUE OF DISTRICTS COMPARED TO CITY
For the Last Ten Fiscal Years

Urban Renewal District II

Fiscal Year	Total City Taxable Value	Total Taxable Value Within Tax Increment District	Incremental Taxable Value Within Tax Increment District	Tax Increment as Percentage of City's Taxable Value
2000	\$ 80,761,493	\$ 2,190,347	\$ 330,524	0.4%
2001	78,662,970	2,029,294	169,471	0.2%
2002	81,279,789	2,177,431	318,674	0.4%
2003	84,728,489	2,291,018	440,310	0.5%
2004	88,189,948	2,371,729	511,906	0.6%
2005	91,358,406	2,567,881	708,058	0.8%
2006	93,533,579	2,641,707	781,884	0.8%
2007	99,332,558	2,971,734	1,111,911	1.1%
2008	103,000,436	3,061,304	1,201,481	1.2%
2009	106,334,891	3,520,504	1,392,741	1.3%

Urban Renewal District III

Fiscal Year	Total City Taxable Value	Total Taxable Value Within Tax Increment District	Incremental Taxable Value Within Tax Increment District	Tax Increment as Percentage of City's Taxable Value
2002 *	\$ 81,279,789	\$ 7,139,712	\$ 137,634	0.2%
2003	84,728,489	7,131,190	140,662	0.2%
2004	88,189,948	7,208,878	204,532	0.2%
2005	91,358,406	7,431,330	426,984	0.5%
2006	93,533,579	7,669,421	665,075	0.7%
2007	99,332,558	7,698,594	694,248	0.7%
2008	103,000,436	7,712,803	708,457	0.7%
2009	106,334,891	8,937,450	1,933,104	1.8%

Front Street URD

Fiscal Year	Total City Taxable Value	Total Taxable Value Within Tax Increment District	Incremental Taxable Value Within Tax Increment District	Tax Increment as Percentage of City's Taxable Value
2009**	\$ 106,334,891	\$ 1,413,675	\$ 640	0.0%

* First year data available as district was created in FY 2001.

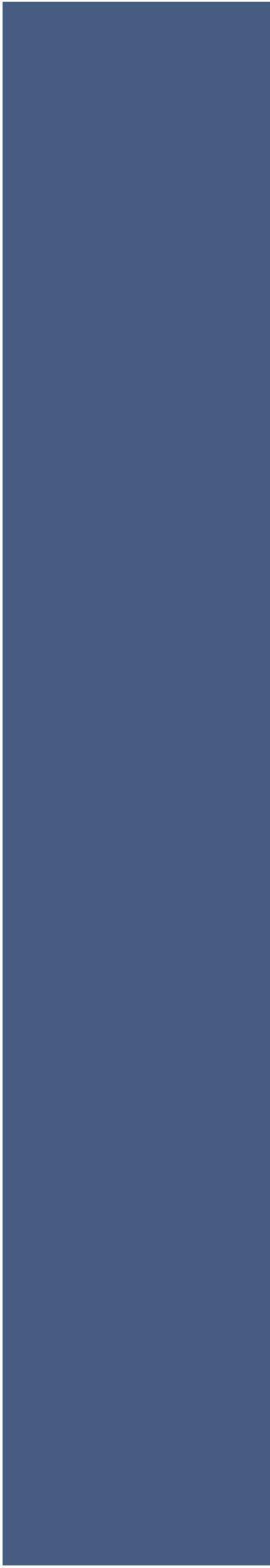
** First year data available as district was created in FY 2009

Source: City of Missoula and Missoula County Assessor's Office

CITY OF MISSOULA, MONTANA
COMPONENT UNIT MISSOULA REDEVELOPMENT AGENCY
TRENDS IN PROPERTY VALUATION IN CITY
For the Last Ten Fiscal Years

Fiscal Year	City Appraised Value	City Taxable Value (includes district)	Incremental Taxable Value of District I		Incremental Taxable Value of District II	\$	Net Taxable Value (excluding district)
			\$	3,133,084			
2000	\$ 1,985,298,106	\$ 80,761,493	\$	3,133,084	\$ 330,524	\$ 77,297,885	
2001	2,111,624,637	78,662,970		1,794,540	169,471	76,698,959	
2002	2,247,822,357	81,279,789		1,861,575	318,674	78,961,906	
2003	2,403,250,454	84,728,489		2,071,413	440,310	82,076,104	
2004	2,636,857,585	88,189,948		2,887,057	511,906	84,586,453	
2005	2,805,424,077	91,358,406		2,709,824	708,058	426,984	
2006	2,901,638,641	94,980,538	not applicable		781,884	665,075	
2007	3,195,587,513	101,138,717	not applicable		1,111,911	694,248	
2008	3,369,424,008	103,000,436	not applicable		1,201,481	708,457	
2009	3,412,313,560	106,334,891	not applicable		1,392,741	1,933,104	

Source: City of Missoula and Missoula County Assessor's Office



SINGLE AUDIT SECTION

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL
OVER FINANCIAL REPORTING AND ON COMPLIANCE AND
OTHER MATTERS BASED ON AN AUDIT OF
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS

Mayor and City Council
City of Missoula
Missoula, Montana

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of City of Missoula, Montana, as of and for the year ended June 30, 2009, which collectively comprise the City's basic financial statements and have issued our report thereon dated December 22, 2009. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is a more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control. We consider the deficiencies identified in the accompanying schedule of findings and questioned costs as findings 2009-1 and 2009-2 to be significant deficiencies.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. However, we consider the significant deficiencies described as findings 2009-1 and 2009-2 above to be material weaknesses.

The City's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit the City's responses and, accordingly, we express no opinion on them.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of the Mayor and City Council, management, the Montana Department of Administration, and federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in black ink that reads "Anderson Zorichuk & Co., P.C." The signature is fluid and cursive, with "Anderson" and "Zorichuk" being the first and last names respectively, and "& Co., P.C." indicating a partnership.

Missoula, Montana
December 22, 2009

**REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO
EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE
IN ACCORDANCE WITH OMB CIRCULAR A-133**

Mayor and City Council
City of Missoula
Missoula, Montana

Compliance

We have audited the compliance of City of Missoula, Montana, with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 *Compliance Supplement*, and the requirements described in the compliance supplement for Montana local governmental entities, that are applicable to each of its major federal programs for the year ended June 30, 2009. The City's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the City's management. Our responsibility is to express an opinion of the City's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the City's compliance with those requirements.

In our opinion, the City complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2009.

Internal Control Over Compliance

The management of the City of Missoula, Montana, is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the City's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over compliance.

A control deficiency in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended for the information of the Mayor and City Council, management, others within the organization, the Montana Department of Administration, and federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in cursive ink that reads "Anderson Zorinsky & Co., P.C." The signature is fluid and appears to be a professional business name.

Missoula, Montana
December 22, 2009

City of Missoula, Missoula County, Montana
Schedule of Expenditures of Federal Awards
For Fiscal Year Ended June 30, 2009

Federal Grantor/Pass-Through Grantor/Program Title		Federal CFDA Number	Pass-Through Grantor's Number	Program or Award Amount	Beginning Balance July 1, 2008	Federal Revenue	Match/Other Revenue	Federal Expenditures	Match/Other Expenditures	Ending Balance June 30, 2009
Office of National Drug Control Policy										
<i>Direct:</i>		07. Unknown	17PRMP604Z 18PRMP604Z G09RM0037A	163,220 152,249 100,121 415,590	- - - -	74,208 91,607 32,778 198,593	- - - -	74,208 91,607 32,778 198,593	- - - -	
High Intensity Drug Trafficking Area 2007		07. Unknown								
High Intensity Drug Trafficking Area 2008		07. Unknown								
High Intensity Drug Trafficking Area 2006		07. Unknown								
Total Office of National Drug Control Policy										
U.S. Department of Housing and Urban Development										
<i>Direct:</i>		14,218	B-08/09-MC-30-0003 M-07/08/09-MC-30-0219	1,255,500 1,708,106 2,963,606	- - -	443,498 726,047 1,169,545	- - -	443,498 726,047 1,169,545	- - -	
Community Development Block Grant										
Home Investment Partnership Program										
Total U.S. Department of Housing and Urban Development										
U.S. Department of the Interior										
<i>Passed through the Montana Historical Society:</i>		15,904	07-022	5,500	-	-	5,500	-	-	-
Historic Preservation Fund Grant										
U.S. Department of Justice										
<i>Direct:</i>		16,607	9047266	9,737	-	2,187	-	-	2,187	-
Bulletproof West Partnership Grant		16,738	2005DBX0563	75,879	-	12,596	-	-	12,596	-
JAG Grant 2005		16,738	2008DBX0632	13,741	-	13,741	-	-	13,741	-
Internet Crimes Against Children		16,541	2008-DD-BX-K082	552,260	-	13,840	-	-	13,840	-
Firearms Training Simulator		16,580	2008-DD-BX-Q0491	71,548	-	71,547	-	-	71,547	-
<i>Passed through State of Montana Board of Crime Control:</i>										
Underage Drinking Enforcement		16,727	06-L001-90080	42,327	-	8,365	-	-	8,365	-
Total U.S. Department of Justice				765,492	-	122,276	-	-	122,276	-
						8,862	-	-	8,862	-
U.S. Department of Transportation										
<i>Passed through the Montana Department of Transportation:</i>		20,205	CM 8119(83) CM 8117(3) CN 4498 STPU 05(86) CN 4128	27,767 267,609 768,574	- - -	27,767 91,612 237,539	39,780 13,848 -	27,767 91,612 237,539	39,780 13,848 -	27,767 91,612 237,539
Congestion Mitigation and Air Quality		20,205	104040	31,300	-	28,752	-	-	28,752	-
Congestion Mitigation and Air Quality		20,205	2008-13-13-25/2008-09-08-25	25,000	-	8,588	-	-	8,588	-
Surface Transportation Planning/Urban Funds		20,205	2009-11-04-19/2009-17-04-19	39,700	-	21,188	-	-	21,188	-
Safe Routes to School (Non-infrastructure)		20,600	2008-02-18-01	5,964	-	1,168	-	-	1,168	-
State and Community Highway Safety		20,601	2009-14-09-05/2009-19-06-09	29,500	-	19,310	-	-	19,310	-
State and Community Highway Safety		20,601	1,195,414	-	-	435,924	-	-	435,924	-
Alcohol Traffic Safety and Drunk Driving Prevention Incentive Grant										53,628
Alcohol Traffic Safety and Drunk Driving Prevention Incentive Grant										53,628
Total U.S. Department of Transportation										
Environmental Protection Agency										
<i>Direct:</i>		66,818	BF 98102-01 BF 978119-01	1,000,000 182,483 1,182,483	- - -	17,087 6,711 23,798	- - -	-	17,087 6,711 23,798	- - -
Brownfields Assessment and Cleanup-RJL										
Brownfields Assessment and Cleanup										
Total Environmental Protection Agency										
U.S. Department of Homeland Security										
<i>Direct:</i>		97,044	EMW-2007-FE-01110	843,400	-	290,741	97,901	290,741	97,901	-
SAFER		97,044	EMW-2007-FE-11018	46,339	-	46,330	24,838	46,330	24,838	-
Assistance to Firefighters Grant				889,739	-	337,071	122,739	337,071	122,739	-
Total U.S. Department of Homeland Security										
Total Federal Financial Assistance		\$ 7,417,824				\$ 2,292,707	\$ 185,229	\$ 2,292,707	\$ 185,229	

CITY OF MISSOULA, MONTANA
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Fiscal Year Ended June 30, 2009

BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of City of Missoula, Montana, and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in preparation of, the basic financial statements.

CITY OF MISSOULA, MONTANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Fiscal Year Ended June 30, 2009

Section I – Summary of Auditors’ Results

Financial Statements

Type of auditor’s report issued	Unqualified
Internal control over financial reporting:	
Material weaknesses identified?	Yes
Significant deficiencies identified	
not considered to be material weaknesses	None reported
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major programs:	
Material weaknesses identified?	No
Significant deficiencies identified	
not considered to be material weaknesses	None reported
Type of auditor’s report issued on compliance for major programs:	Unqualified
Any audit findings disclosed that are required to be reported in accordance with Circular A-133, Section .510(a)?	No

Identification of major programs:

CFDA Number **Name of Federal Program or Cluster**

20.205	Highway Planning & Construction
97.044	SAFER & Firefighter’s Assistance

Dollar threshold used to distinguish between Type A and Type B programs:	\$ 300,000
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Auditee qualified as low-risk auditee?	Yes
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CITY OF MISSOULA, MONTANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
Fiscal Year Ended June 30, 2009

Section II – Financial Statement Findings

Finding 2009-1

Property Taxes, Special Assessments and Deferred Revenue

Condition –

During our testing of taxes receivable, special assessments receivable, deferred assessments receivable, and deferred revenue, we noted that the general ledger detail did not agree to supporting documentation. These audit differences resulted in material adjustments being recorded in the government wide and certain individual fund financial statements.

Criteria –

When material audit adjustments are recorded, it indicates a material weakness in internal control over financial reporting due to the quantitative impact on the fund and government-wide financial statements.

Effect –

Material audit adjustments were noted in the other debt service fund, general fund and government-wide financial statements

Cause –

We understood that certain audit areas were complete and we began auditing those areas, specifically taxes and assessments receivable and deferred revenue. In later discussions with City Finance staff it was brought to our attention that certain audit areas had not in fact been finalized and were not ready to be audited. During the time between when we began audit procedures and when we were notified that certain areas were not complete, we noted that the general ledger detail did not agree to the supporting documentation. These discrepancies were brought to the attention of the Finance Department and were immediately corrected. We appreciate the effort that was made to correct these differences; unfortunately, current auditing standards require that when it is represented to the auditor that audit areas are ready to be tested, any material audit differences identified after that point must be assessed to determine whether there is an internal control deficiency. Due to the fact that the adjustments were material, they resulted in a material weakness finding.

Recommendation –

We believe that had the City personnel not indicated that taxes and assessments were ready for audit, they likely would have found the errors. As a result, we believe this error is not likely to occur in the future if sufficient time is spent reconciling the accounts before presenting it to the auditors for their testing.

*Client response and
Corrective actions –*

The finance office was understaffed as the audit began, with the result that communication was compromised between finance staff members right at the start of the audit due to heavier than normal staff responsibilities. We are hopeful that our office will be fully staffed at the onset of next year's audit, which should allow more time for clearer communication between staff members working to get the financial statements ready to be audited.

CITY OF MISSOULA, MONTANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
Fiscal Year Ended June 30, 2009

Finding 2009-2

Capital Assets

Condition –

During our testing of capital assets we noted that there was an error in the supporting schedule for infrastructure. The correction in this spreadsheet resulted in the recording of a material audit adjustment to capital assets.

Criteria –

When material audit adjustments are recorded, it indicates a material weakness in internal control over financial reporting due to the quantitative impact on the government-wide financial statements.

Effect –

Material audit adjustments were noted in the government-wide financial statements.

Cause –

The capital assets supporting schedule had been updated by the Finance Director prior to the preparation of the comprehensive annual financial report (CAFR). The City of Missoula's Information Technology Department had corrected a network problem that same time by performing a restore function on the network, and this process eliminated certain changes that had been made to the capital assets supporting schedule. The schedule was provided to the auditors without City staff realizing that the file did not include the most recent changes. Correcting the formula on the spreadsheet resulted in a material audit adjustment, including an adjustment to the prior year. Unfortunately, the capital assets information was presented to the auditors as ready for testing without the error being detected. Due to the fact that the adjustment was considered to be material, it resulted in a material weakness.

Recommendation –

The error in the infrastructure schedule appears to have occurred because the capital asset information was not given a final review before being presented to us for testing. In the future, efforts should be made to give all information a thorough review before presenting it to us for audit testing.

*Client response and
Corrective actions –*

This situation is not likely to be repeated in the future, as the network problem requiring a restore function on the network has rarely occurred at the city. City finance office staff will definitely exercise heightened awareness should any network problems occur during future audit time frames.

CITY OF MISSOULA, MONTANA

Section III – Federal Award Findings and Questioned Costs

The audit reported no findings which constitute:

- Significant deficiencies in internal control over major programs.
- Material noncompliance with laws, regulations, contracts or grant agreements related to a major program.
- Known questioned costs in excess of \$10,000 for any major program.
- Known questioned costs in excess of \$10,000 for any program which was not audited as a major program.
- Circumstances which would cause the auditor's report on major program compliance to be other than unqualified.
- Known fraud affecting any federal award.
- Circumstances which disclose that the auditor's summary schedule of prior audit findings materially misrepresents the status of any prior audit finding.

Summary Schedule of Prior Audit Findings

The audit report for the year ended June 30, 2008, contained no audit findings.