



City of Missoula, Montana  
Comprehensive Annual Financial Report and Audit  
For Fiscal Year Ended June 30, 2013



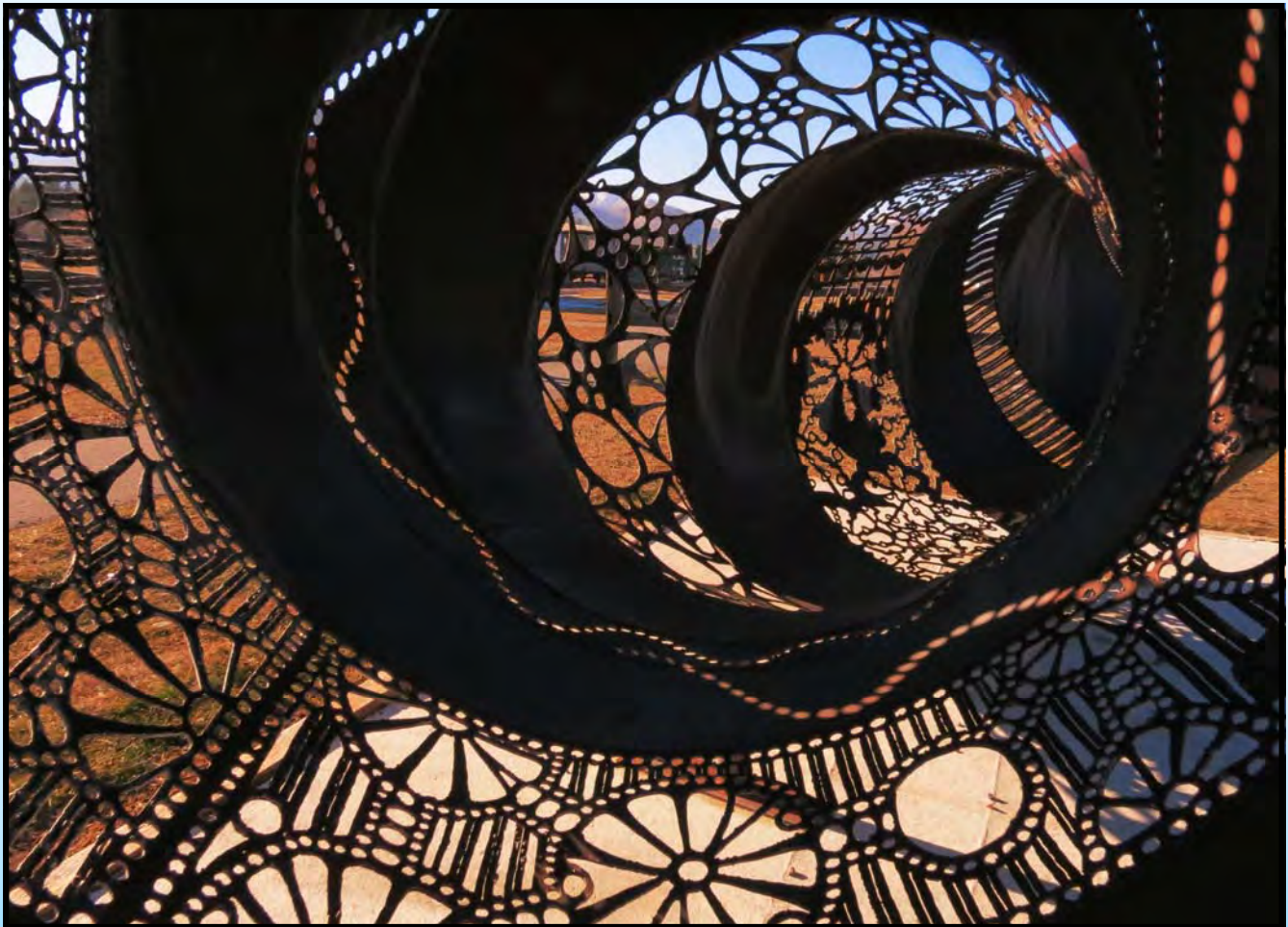
*Tube Sculpture at Fort Missoula by Russell Smith -Photo by Dee Andersen*

**435 Ryman St., Missoula, MT. 59802 (406) 552-6110**  
**[www.ci.missoula.mt.us](http://www.ci.missoula.mt.us)**





City of Missoula, Montana  
Comprehensive Annual Financial Report and Audit  
For Fiscal Year Ended June 30, 2013



*Tube Sculpture at Fort Missoula by Russell Smith -Photo by Dee Andersen*

**Prepared by the City of Missoula Finance Department**





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# **INTRODUCTORY SECTION**



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## FINANCE DEPARTMENT

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435 Ryman Street, Missoula, Montana 59802 (406) 552-6107 FAX (406) 327-2217

Budget and Analysis  
Treasury  
Finance and Debt Management  
Accounting/Utility Billing

DATE: January 31, 2014

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, 2013. 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 Expenditures of Federal Awards 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. Civic Stadium, Wastewater treatment services and the Aquatics Fund are accounted for in enterprise funds. Private firms provide garbage, water, electric and gas services. The Missoula Parking Commission, the Missoula Redevelopment Agency and the Business Improvement District 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. The 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 and Urban Transportation District are considered related parties to the City of Missoula but they do 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 2013 relating to Missoula and Missoula County are restated below.

- University of Montana economist, Paul E. Polzin, has forecast that Missoula's economic growth for 2013 should be in the 2.4% per year between 2013 and 2016. This growth is slightly less than the statewide average and an improvement over the preceding three years when growth overall was negative due to the closure of the Bonner plywood plant in 2007 followed by the Bonner sawmill closure in 2008 and then the closure of the Smurfit-Stone pulp mill in 2010, and only miniscule growth in 2011.
- Missoula continues to adjust from the housing downturn, with new home starts lagging from pre-recession numbers. Building-industry activity has a ripple effect in job creation and the Missoula economy.
- The recession has impacted every part of the State and every industry in the state except health care.
- The Montana economy has been much more in sync with the national economy than has occurred in previous recessions.

A number of projects, including continuing clean-up activity at the former Champion mill site in central Missoula; a well-received request for proposals on the City of Missoula's riverfront triangle property; development activity at the former Smurfit-Stone and Stimson Mills; relocation of a number of small technology companies and the agreement between Rivertop Renewables and The University of Montana to invest jointly in the MonTec incubator suggest increasing confidence and interest in making projects happen in the community.

- The Missoula Economic Partnership, a public-private economic development organization, opened its doors in June 2011 and is fielding calls from a variety of fronts for business relocation, granting activity, expansion assistance and more. The Partnership is working in cooperation with a number of agencies creating easy access to economic-development resources.
- All of these factors were considered in preparing the City of Missoula's budget for the 2013 fiscal year. The decline in revenues in FY 2009, especially in the fee based services related to the decline in economic expansion (planning and engineering fees, business licenses) has reversed and these revenues have been increasing since FY 2010.
- Sewer utility rates were not increased for the 2009 budget year. They were increased modestly for the FY 2010 and FY 2011 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. However, the city has continued to grow in population and in new sewer connections at a rate of approximately 1.5% per year, even though that growth was offset by a slowdown in the commercial and industrial sewer accounts in FY 2009. In FY 2010, the decline in revenue had reversed and the sewer revenues began to grow again in the industrial and commercial billings. The residential component of our utility billing has always grown, even during the recession.

## **MAJOR INITIATIVES**

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

- The FY 2013 budget, as adopted, was brought to council six weeks sooner than in many previous years, as was the FY 2012 budget. The calculated additional property tax impact for next year is 3.28% for city taxes, which would be about \$23 per year for a typical \$225,000 home.
- The proposed FY 2013 budget also anticipates 4% fee increases in the planning, fire and business licensing areas to become effective at the beginning of the new fiscal year (30 days after the ordinance is adopted – August 5<sup>th</sup> effective date). The 4% fee increases in the engineering area will not take effect until January 1<sup>st</sup>. No fee increases were proposed for any of the building permit categories (building/plumbing/electrical/mechanical). Three years ago, the city chose to not increase any city fees. This year (FY 2013) as well as in the past year (FY 2012), because many of the city's costs had increased, fees were increased by 4% in the business licensing, engineering, planning and building inspection areas.

- The actual level of new tax revenue from growth in the city's tax base was \$275,008. This compares to growth of \$389,390 for FY 2012, \$671,312 for FY 2011 and \$1,080,713 for FY 2010. We have budgeted for inflationary trending of property taxes allowed by state law (\$260,363).
- City property taxes were raised to support the increased expenses of the General Fund and the City Health Plan. As to the General Fund tax increase, the city is continuing to honor its union contracts. Because the city worked in partnership with both union and non-union employees two years ago with a wage freeze, the city proposed to move forward in FY 2012 and FY 2013 with the wage increases not given two years ago to both union and non-union employees. Two years ago and the year before, the city froze top managers' salaries, including the mayor's. In addition, Missoula was the only city in the state to freeze all employee wages for that fiscal year. In FY 2010, the decision was made to reduce spending by nearly 4%. For FY 2011, the city administration requested another 2% reduction. Thus, in two of the last three years, the city had cut operation budgets by 6%. A total of 22 FTE's were removed from city budgets during these years. Aside from the proposed salary increases in FY 2012, virtually no new tax funded requests were proposed, except for several mandatory expenses such as costs associated with elections that occur in alternating budget years. On the expenditure side, the largest expense is wages and benefits. About 70% of the General Fund budget is devoted to personnel costs. In FY 2013 the city increased its FTE funding by 10.51, mainly in the public safety areas of police and municipal court.
- The second reason property taxes are being raised has to do with funding the increased costs associated with the City's Health Insurance Plan. For FY 2012, the city recommended an increase of \$132 per employee per month (\$681,446 per year) in the city's employer contribution to the health plan premium in an attempt to stabilize the funding of the plan with its annual costs. The city also asked employees to contribute an additional \$393,012 (\$75/month more) and for retirees to contribute an additional \$118,434 (\$173/month more), together totaling \$511,446 of premium increases for employees and retirees. This would raise the base premium from \$635 per month per employee to \$767 per month per employee. Prior to FY 2010, the City's Health Plan had consistently built its fund balance for six consecutive years, and had \$2.3 million in surplus at the beginning of FY 2010. However, in FY 2010 and 2011, extraordinary claims and medical inflation have hit their highest levels in over a decade, driving the fund balance down to about \$1.0 million at the end of FY 2010 and negative \$336,000 for the end of FY 2011. The city has been committed to maintaining a three-month fund balance, but the demands of simply stabilizing the plan in FY 2012 had to override the need to maintain a 3 month reserve for the FY 2012 budget. The city proposed to rebuild the fund balance in FY 2012 with a \$100,000 contribution to the plan and a \$350,000 contribution in FY 2013.
- Assessments were increased for the newly created park and road maintenance districts, as the city attempts to increase the level of service delivery in both of these core areas of service. These districts are in place throughout Montana.
- Standard & Poor's and Moody's, our ratings agencies, recently completed an updated review of many of our city credits. All of the city's credits were re-affirmed and sustained, which is a very positive factor. One of the areas of concern in prior reviews was that a number of revenue streams that support General Fund functions had been allowed to accumulate balances outside of the General Fund and, to some extent, outside of the city's direct oversight. Many of these funds are now accounted for within the General Fund during this budget process and will be kept under administration review and oversight going forward. The purpose and intent will not change for these revenue streams, but they will no longer be allowed to accumulate outside of the General Fund and will be managed more closely by the administration in the future. Standard & Poor's also recommended that future budgets plan to increase the General Fund year-end unassigned fund balance to \$3.0 million (which is 7% of the General Fund expenditures per the City's adopted financial policy). Our present unassigned fund balance for the General Fund as of June 30, 2013 was \$2,968,121 (6.43% of expenditures) out of a total fund balance of \$4.7 million.
- Funding anticipated from HB124 (city entitlement from the State of Montana) is projected at \$6,740,000 for FY 2013, the same level as for FY 2012.

- The Building Inspection Fund is recovering nicely as economic conditions continue to improve in the construction portion of the Missoula economy, although we had previously reduced the staffing by four positions in that office several years ago. We will again be able to take on the cost of replacing vehicles for the inspectors and to upgrade the permitting system software, a cost that will generate many benefits to both the building community and city staff.
- Impact fees generated approximately \$1,136,540 of revenue for FY 2013, a 25% increase over FY 2012.
- The City is permitted to levy what is necessary to fund voter-approved General Obligation (GO) Bond debt service. In FY 2013, the city will levied slightly less than in FY 2012, (15.72 mills in FY13 compared to 15.74 mills for FY12).
- General Fund support for the City's capital improvement program was \$1,021,913 for FY 2013, which compares to \$956,558 for FY 2012 and \$826,259 in FY 2011. The capital improvement program will be \$1,005,382 for FY2013, which compares to \$956,558 in FY 2012. Only the required General Fund fixed payments (plus the funding for a remodel of the Office of the Neighborhoods) are budgeted for in the FY13 General Fund CIP. The City administration, in conjunction with all City offices, has developed a long-term (20-year) equipment replacement schedule that addresses the fact that the equipment replacement needs are more than \$2 million greater in the first five years (FY09-13) than in the following five years. Three years ago, the city proposed to smooth out this wave of deferred equipment replacement by financing the equipment scheduled for replacement over successively shorter time frames in the future. This allows our equipment to provide better service to our residents during fiscally constrained times such as these. There are many Non-General Fund CIP projects that were not affected by the extremely tight funding in the General Fund this year.
- No inflation assumptions for operating supplies or purchased services were accepted into the budget, unless a pre-existing contract for service allowed for a scheduled increase in FY 2013.
- Quoted below are excerpts from the Standard & Poor's April 2008 rating upgrade, which was reaffirmed in 2011 by Standard & Poor's:
 

*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 AA- ratings reflect 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 \$858 per capita, or 1.41% of estimated true property value.



- The City also recently received an improved credit rating from Standard & Poor's for its financial management assessment (FMA) which resulted in an FMA of "strong", the highest rating a City can receive from Standard & Poor's, the City's credit rating agency. The City's credit rating is an integral component in financing infrastructure projects.

Standard & Poor's 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**

- **South 3<sup>rd</sup> Street Construction (Russell to Reserve streets)** - South 3rd Street from Russell to Reserve has been publicly vetted as part of an environmental impact statement for reconstruction. Improvements on South 3rd Street from Russell to Reserve will consist of new curbs, sidewalks, drainage, pavement, and utility relocation. The construction work will be completed in 3 phases starting at Russell and working west to Reserve. Data collection, right-of-way identification, and surveying was completed in FY 2011. Design and utility relocation will take place in Fiscal Year 2013, with Phase 1 beginning in Fiscal Year 2013. Remaining Phases 2 and 3 will be designed and constructed in subsequent fiscal years. The estimated total cost will be \$1,933,300.
- **Hillview Way** - Hillview Way between Black Pine and 55th Street is currently a narrow rural section with no drainage structures, curbs or sidewalks. Present and future development adjacent to this road section has increased the need for improvements. The estimated cost for the project is \$3,000,000 with Transportation Impact Fees contributing \$1,000,000 of the cost.

#### **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, 2012. This was the fifteenth 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 the Finance Office staff for their excellent work and support in preparing this report.

Respectfully submitted,

A handwritten signature in dark ink, appearing to read "L. M. Griffing", with a stylized flourish at the end.

Leigh M Griffing  
Interim Assistant Finance Director



Government Finance Officers Association

**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

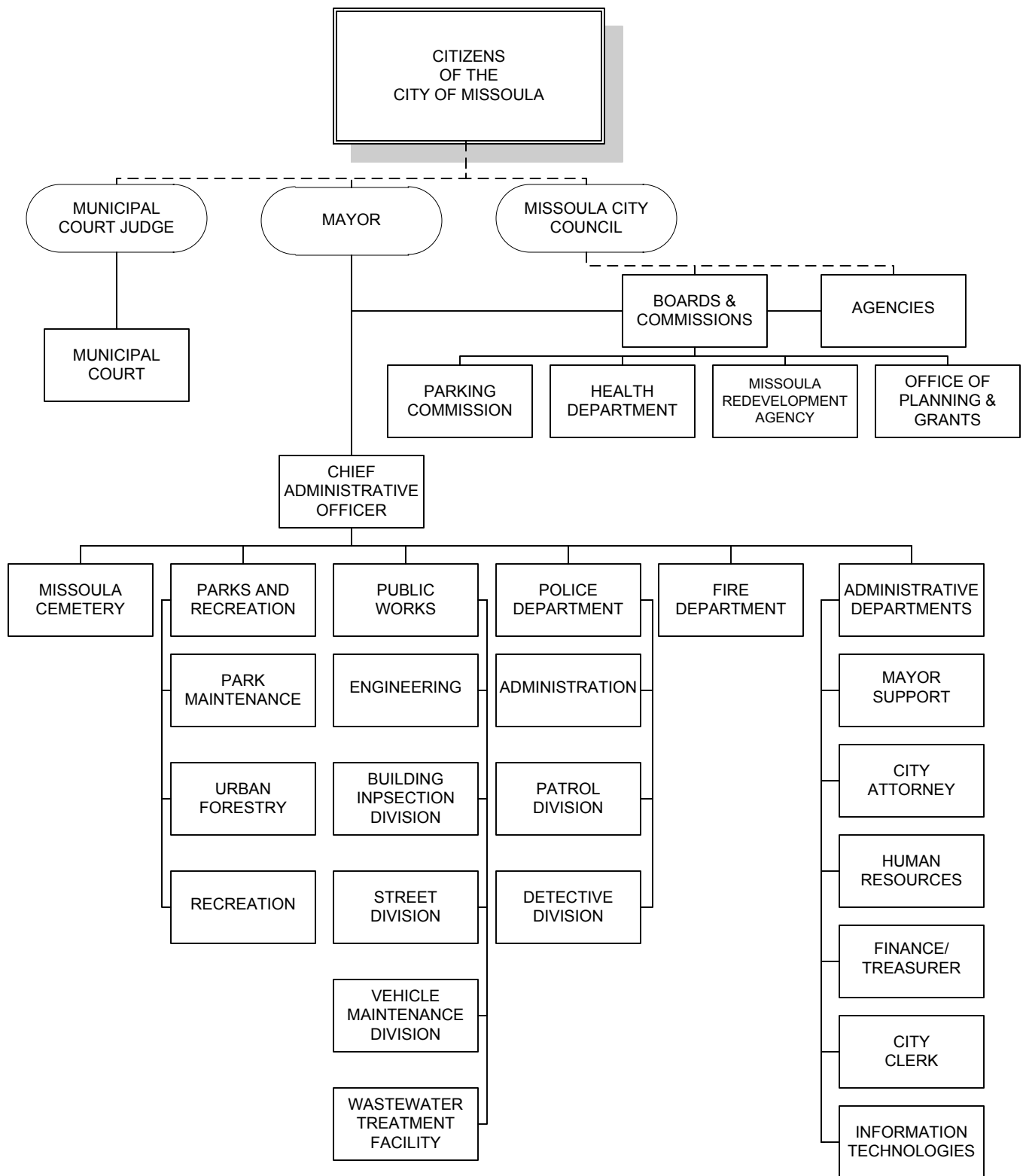
**June 30, 2012**

A handwritten signature in black ink, reading "Jeffrey R. Enen". The signature is written in a cursive, flowing style.

Executive Director/CEO



## FY13 Citizens of The City of Missoula



**DENOTES  
ELECTED  
OFFICIALS**

## ELECTED OFFICIALS

**MAYOR, John Engen**  
**MUNICIPAL COURT JUDGE, Kathleen Jenks**

### **ALDERPERSONS FIRST WARD**

TERM EXPIRES FIRST MONDAY IN:

**Dave Strohmaier**                      **2014**  
**Jason Wiener**                        **2016**

### **ALDERPERSONS THIRD WARD**

TERM EXPIRES FIRST MONDAY IN:

**Bob Jaffe**                                **2014**  
**Alex Taft**                                **2016**

### **ALDERPERSONS FIFTH WARD**

TERM EXPIRES FIRST MONDAY IN:

**Dick Haines**                            **2014**  
**Mike O'Herron**                        **2016**

### **ALDERPERSONS SECOND WARD**

TERM EXPIRES FIRST MONDAY IN:

**Cynthia Wolken**                      **2014**  
**Adam Hertz**                            **2016**

### **ALDERPERSONS FOURTH WARD**

TERM EXPIRES FIRST MONDAY IN:

**Caitlin Copple**                        **2016**  
**Jon Wilkins**                            **2014**

### **ALDERPERSONS SIXTH WARD**

TERM EXPIRES FIRST MONDAY IN:

**Ed Childers**                            **2016**  
**Marilyn Marler**                        **2014**

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## ADMINISTRATIVE OFFICIALS

**Bruce Bender, CHIEF ADMINISTRATIVE OFFICER**

**Jason Diehl, 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**

**Mike Barton, 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

### **Report on the Financial Statements**

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 the City of Missoula, Montana (the City), as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the City's basis financial statements as listed in the table of contents.

### ***Management's Responsibility for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### ***Auditor's Responsibility***

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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

## ***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, 2013, and the respective changes in financial position, and, where applicable, cash flows, thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## ***Other Matters***

### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison schedule – general fund, and schedule of funding status for retiree health insurance on pages 64 and 65 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### ***Other Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, major and nonmajor governmental funds – budget to actual, and statistical section, 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-Profit Organizations*, and is also not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements, major and nonmajor governmental funds – budget to actual, and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the

basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

#### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated January 31, 2014, on our consideration of the City's internal control over financial reporting and on 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

*Anderson Burr Thibodeau & Co., P.C.*

Missoula, Montana  
January 31, 2014

# **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, 2013. 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 1 and 21 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 \$238,869,000 (*net position*). Of this amount, \$1,434,510 (*unrestricted net position*) 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 governmental funds reported combined ending fund balances of \$10,014,315. The special revenue funds had a total fund balance of \$5,101,965, of which \$5,207,290 is either restricted or committed to specific City programs while a deficit of \$105,325 exists in certain funds pending either future grant or tax collections. The debt service funds have \$3,697,355 of fund balance that is restricted for debt payments. The capital project funds have a negative fund balance of (\$4,903,610). These funds will be reimbursed by future debt issuance in FY 2014.
- At the end of the current fiscal year, the total fund balance of the General Fund was \$6,142,366 which represented 13.31 percent of total General Fund expenditures and transfers out. The unassigned portion of the fund balance for the General Fund was \$2,968,121 or 6.43% of total General Fund expenditures and transfers but the actual spendable portion (restricted/assigned/unassigned) was \$4,883,180, or 10.6% of total expenditures and transfers out. Three funds were added to special purpose General Fund accounts in FY 2013: City Life, All Abilities Playground and State HOME Program Income. These new funds and the receipt of protested taxes previously held by Missoula County account for the majority of the \$1,579,741 increase in General Fund fund balance. In FY 2012, the fund balance increased by \$892,038, mainly due to significant realized expenditure savings.

### 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 Position* presents information on all of the City of Missoula's assets and liabilities, with the difference between the two reported as *net position*. Over time, increases or decreases in net position 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 position changed during the most recent fiscal year. All changes in net position 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), a legally separate parking commission (Missoula Parking Commission) for which the City is financially accountable as well as a legally separate Business Improvement District. 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. 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 forty seven 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 Capital Improvement Fund, both of which are considered to be major funds. Data from the remaining 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. 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 and are disclosed in the Notes to the Financial Statements.

**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, Civic Stadium fund and aquatics facilities. *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, aquatics programs, Civic Stadium fund 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 32-63 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 64 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 \$238,869,000 at the close of the most recent fiscal year.

By far the largest portion of the City of Missoula's net position (90 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 POSITION

	Governmental Activities		Business-type Activities		Total	
	2013	2012	2013	2012	2013	2012
Current Assets	\$ 18,033,464	\$ 19,153,041	\$ 2,815,044	\$ 2,667,880	\$ 20,848,508	\$ 21,820,921
Other Assets	12,354,049	12,601,139	2,076,798	2,228,526	14,430,847	14,829,665
Capital Assets	165,652,540	158,958,248	107,083,857	109,859,834	272,736,397	268,818,082
Total Assets	196,040,053	190,712,428	111,975,699	114,756,240	308,015,752	305,468,668
Long-term liabilities						
Current Liabilities	10,363,204	12,162,560	2,069,211	2,000,787	12,432,415	14,163,347
Noncurrent Other Liabilities	33,468,955	34,676,903	23,245,382	25,220,291	56,714,337	59,897,194
Total Liabilities	43,832,159	46,839,463	25,314,593	27,221,078	69,146,752	74,060,541
Net Investment in Capital Assets	132,570,240	123,514,699	82,459,531	83,405,086	215,029,771	206,919,785
Restricted	20,177,794	21,985,901	2,226,925	2,226,925	22,404,719	24,212,826
Unrestricted	(540,140)	(1,627,636)	1,974,650	1,903,151	1,434,510	275,515
Total Net Position	\$ 152,207,894	\$ 143,872,964	\$ 86,661,106	\$ 87,535,162	\$ 238,869,000	\$ 231,408,126

An additional portion of the City of Missoula's net position (9.42 percent) represents resources that are subject to external restrictions on how they may be used. The remaining balance of *unrestricted net position* \$1,434,510 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 position, 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 position increased in total by \$8,334,929 during the current fiscal year, mainly due to an increase in infrastructure constructed within the City.

**Business-type activities:** The business-type activity total net position decreased by \$874,056 and the amount invested in capital assets decreased by \$945,555. These decreases were a result of depreciation and no new capital initiatives. Unrestricted net position increased by \$71,499 due largely to the first receipts relating to the operating lease of the Civic Stadium.

#### CITY OF MISSOULA'S CHANGES IN NET POSITION

	Governmental Activities		Business-type Activities		Total	
	2013	2012	2013	2012	2013	2012
Revenues						
Program Revenues						
Charges for Services	\$ 11,507,252	\$ 9,815,294	\$ 8,551,683	\$ 8,337,271	\$ 20,058,935	\$ 18,152,565
Operating Grants & Contributions	3,479,928	3,022,078	46,535	1,543	3,526,463	3,023,621
General Revenues						
Property taxes for general purposes	26,187,456	26,187,665	-	-	26,187,456	26,187,665
Intergovernmental revenue, unrestricted	12,289,693	11,758,565	-	-	12,289,693	11,758,565
Miscellaneous	154,455	163,567	374,028	2,067,177	528,483	2,230,744
Gain or Loss on Sale of Capital Assets	-	-	43,321	-	43,321	-
Investment Earnings	47,847	19,905	243,154	257,348	291,001	277,253
Total Revenues	53,666,631	50,967,075	9,258,721	10,663,339	62,925,352	61,630,414
Expenses						
General government	8,062,728	7,063,259	-	-	8,062,728	7,063,259
Public safety	25,963,445	24,449,247	-	-	25,963,445	24,449,247
Public works	7,466,331	8,472,243	8,679,317	8,638,266	16,145,648	17,110,509
Public health	1,480,573	1,444,647	-	-	1,480,573	1,444,647
Social and economic services	116,000	116,000	-	-	116,000	116,000
Culture and recreation	3,845,406	3,626,741	1,734,479	1,768,346	5,579,885	5,395,087
Housing and community development	1,240,211	10,372,128	-	-	1,240,211	10,372,128
Conservation of natural resources	120	100	-	-	120	100
Miscellaneous	1,049,647	1,003,472	-	-	1,049,647	1,003,472
Debt service interest expense	1,241,937	1,486,745	-	-	1,241,937	1,486,745
Total Expenses	50,466,398	58,034,582	10,413,796	10,406,612	60,880,194	68,441,194
Excess (Deficiency) Before:	3,200,233	(7,067,507)	(1,155,075)	256,727	2,045,158	(6,810,780)
Capital Grants & Contributions	5,286,844	13,355,935	115,250	1,562,035	5,402,094	14,917,970
Interfund Transactions	(163,001)	(132,724)	163,001	132,724	-	-
Net Contributions/Other Items	5,123,843	13,223,211	278,251	1,694,759	5,402,094	14,917,970
Change in Net Position	8,324,073	6,155,704	(876,824)	1,951,486	7,447,249	8,107,190
Restatements	10,857	(161,691)	2,768	-	13,625	(161,691)
Ending Net Position	\$ 152,207,894	\$ 143,872,964	\$ 86,661,106	\$ 87,535,162	\$ 238,869,000	\$ 231,408,126

#### 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 \$10,014,315, an increase of \$913,579 in comparison with the prior year. The majority of this increase occurred in the General Fund, whose fund balance increased by \$1,579,741. The capital construction funds had a negative year-end fund balance of \$5,035,601, which, although more negative than in FY 2012, still 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. Most of this should occur in FY 2014.

The majority of the fund balance for the special revenue funds was either committed (\$2,892,425) or restricted (\$2,314,865) while \$3,697,355 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 \$6,142,366 which represented 13.31 percent of total General Fund expenditures and transfers out. Three funds were added to special purpose General Fund accounts in FY 2013: City Life, All Abilities Playground and State HOME Program Income. These new funds and programs and receipt of protested taxes previously held by Missoula County increased the fund balance in FY 2013 by \$1,579,741. In FY 2012, the fund balance increased by \$892,038, mainly due to significant realized expenditure savings. The City's 2013 budget continued to be structurally balanced and the city increased its General Fund year-end fund balance from \$4.56 million to \$6.14 million by the end of FY 2013. This continued building of the fund balance was accomplished by budgeting conservatively for revenues and with significant expenditure savings required of many large General Fund departments. The City significantly increased unassigned fund balance by \$1,027,647. As a measure of the General Fund's liquidity, it may be useful to compare the unassigned fund balance to total fund expenditures. The unassigned portion of the fund balance for the General Fund was \$2,968,121, or 6.43% of total General Fund expenditures and transfers but the actual spendable portion (restricted/assigned/unassigned) was \$4,883,180, or 10.58% of total expenditures and transfers out.

**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 position of the Sewer Fund at the end of the year amounted to \$1,923,742, an increase of \$77,907 from FY 2012. Other factors concerning the finances of this fund have already been addressed in the discussion of the City of Missoula's business-type activities.

In FY 2012, both the employer and employee contributions to the City's Health Plan were increased such that in excess of \$1,000,000 of additional funding was provided to the Plan. This stabilized a previously declining fund balance that began in FY10 due to extraordinary claims and medical inflation hitting their highest levels in over a decade. Additional contributions of \$250,000 were made to the plan in FY 2013 even though the plan was stabilized in FY 2012 in order to start rebuilding the plan's fund balance. This additional funding will continue into FY 14 with another \$250,000 proposed to be added to the plan to help rebuild the fund balance.

### **General Fund Budgetary Highlights**

Differences between the original budget and the final amended budget amounted to an increase in budgeted appropriations of \$3,469,667, due to the need to amend the budget for the carry-forward and re-budget of unexpended contracts approved in the prior year as well as the creation of the new Development Services Department which assumed an additional 20 staff that had previously been working for the City/County Office of Planning and Grants.

The General Fund year-end fund balance increased from \$4.56 million in FY 2012 to \$6,142,366 at the end of FY 2013. This continued building of the fund balance was accomplished by budgeting conservatively for revenues and with significant expenditure savings required of many large General Fund departments, the identification of three new programs and related revenue sources in the special purpose General Fund accounts, and the release of over a million dollars in protested taxes previously held by Missoula County. Fines and forfeitures within the General Fund, to a large extent, reflect the growth in the City of Missoula. Fines and forfeitures increased by \$224,564 in FY 2013, but this revenue stream is dependent on being fully staffed in the Police department. Significant revenue differences between the final amended budget and actual results were due to a decrease in current and delinquent tax collections (\$706,574), a decline in fees for services (\$350,898) which was offset by a proportionate reduction in expenses.

## 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, 2013, amounts to \$272,736,397 (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:

- The completion of the new \$10.3 million head-works upgrade at the wastewater facility.
- The installation of \$1.4 million dollar in software upgrades to web-based Accela Automation permitting system to increase convenience and accessibility to customers.
- Additional street infrastructure projects were under construction at fiscal year end.

CITY OF MISSOULA'S CAPITAL ASSETS						
	Governmental Activities		Business-type Activities		Total	
	2013	2012	2013	2012	2013	2012
Land	\$ 19,690,535	\$ 19,679,735	\$ 2,840,579	\$ 2,840,579	\$ 22,531,114	\$ 22,520,314
Art	236,590	236,590	65,229	65,229	301,819	301,819
Buildings & Improvements	33,544,283	33,391,658	143,429,881	143,201,409	176,974,164	176,593,067
Machinery & Equipment	22,321,190	19,446,588	6,235,911	6,217,395	28,557,101	25,663,983
Infrastructure	243,413,167	234,719,923	-	-	243,413,167	234,719,923
Work in Process	9,545,999	6,481,004	525,680	212,547	10,071,679	6,693,551
Total Capital Assets	328,751,764	313,955,498	153,097,280	152,537,159	481,849,044	466,492,657
Less Accumulated Depreciation	(163,099,223)	(154,997,250)	(46,013,496)	(42,677,323)	(209,112,719)	(197,674,573)
Net Capital Assets	\$ 165,652,541	\$ 158,958,248	\$ 107,083,857	\$ 109,859,836	\$ 272,736,397	\$ 268,818,084

**Long-Term Debt.** At the end of the current fiscal year, the City of Missoula had a total of \$63,765,933 of long term debt outstanding of which \$52,640,516 was bonded debt. Of this amount, \$11,465,000 comprises debt backed by the full faith and credit of the government and \$14,189,516 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	
	2013	2012	2013	2012	2013	2012
General Obligation Bonds	\$ 11,465,000	\$ 12,570,000	\$ -	\$ -	\$ 11,465,000	\$ 12,570,000
Limited Obligation Bonds	4,935,000	5,285,000	-	-	4,935,000	5,285,000
Revenue Bonds	-	-	22,051,000	23,600,000	22,051,000	23,600,000
Special Assessment Bonds	14,189,516	15,322,686	-	-	14,189,516	15,322,686
Loans Payable	659,267	91,015	-	-	659,267	91,015
Capital Leases	2,215,466	2,174,848	337,080	385,660	2,552,546	2,560,508
Notes Payable	-	-	2,236,246	2,525,270	2,236,246	2,525,270
Compensated Absences	4,169,226	3,929,366	235,231	215,388	4,404,457	4,144,754
Post Employment Benefits	1,196,277	1,036,835	76,624	66,806	1,272,901	1,103,641
Total Outstanding Debt	\$ 38,829,752	\$ 40,409,750	\$ 24,936,181	\$ 26,793,124	\$ 63,765,933	\$ 67,202,874

The City of Missoula's total debt decreased by \$3,436,941 (5.11 percent), during the 2013 fiscal year. The key factors in this decrease were partial advance refunding of the 2004 Aquatics bond netting an economic gain of \$569,171, and the interest rate write-down of 9 DNRC sewer revenue bonds and related prepayment/retirement of \$285,000 of 2 old revenue bonds and partial prepayment of a third. The City also issued \$393,000 of net new special assessment bonds to improve roadways and reconstruct old curbs, gutters and sidewalks. Finally, the City also issued \$622,896 of new capital leases to replace two old tandem axel dump trucks, four police vehicles, copiers, defibrillators for city fire engines, a street sweeper, and several utility trucks for various city offices.

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 \$102,767,485 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. The City has continued to utilize its general obligation debt capacity to a very low percentage, with the result that we have maintained a strong financial position and an AA- bond rating with Standard and Poor's.

### **Economic Factors and New Year's Budgets and Rates**

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 2013 relating to Missoula and Missoula County are restated below.

- University of Montana economist, Paul E. Polzin, has forecast that Missoula's economic growth for 2013 should be in the 2.4 per year between 2013 and 2016. This growth is slightly less than the statewide average and an improvement over the preceding three years when growth overall was negative due to the closure of the Bonner plywood plant in 2007 followed by the Bonner sawmill closure in 2008 and then the closure of the Smurfit-Stone pulp mill in 2010, and only miniscule growth in 2011.
- Missoula continues to adjust from the housing downturn, with new home starts lagging from pre-recession numbers. Building-industry activity has a ripple effect in job creation and the Missoula economy.
- The recession has impacted every part of the State and every industry in the state except health care.
- The Montana economy has been much more in sync with the national economy than has occurred in previous recessions.

A number of projects, including continuing clean-up activity at the former Champion mill site in central Missoula; a well-received request for proposals on the City of Missoula's riverfront triangle property; development activity at the former Smurfit-Stone and Stimson Mills; relocation of a number of small technology companies and the agreement between Rivertop Renewables and The University of Montana to invest jointly in the MonTec incubator suggest increasing confidence and interest in making projects happen in the community.

- The Missoula Economic Partnership, a public-private economic development organization, opened its doors in June 2011 and is fielding calls from a variety of fronts for business relocation, granting activity, expansion assistance and more. The Partnership is working in cooperation with a number of agencies creating easy access to economic-development resources.
- All of these factors were considered in preparing the City of Missoula's budget for the 2013 fiscal year. The decline in revenues in FY 2009, especially in the fee based services related to the decline in economic expansion (planning and engineering fees, business licenses) has reversed and these revenues have been increasing since FY 2010.
- Sewer utility rates were not increased for the 2009 budget year. They were increased modestly for the FY 2010 and FY 2011 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. However, the city has continued to grow in population and in new sewer connections at a rate of approximately 1.5 percent per year, even though that growth was offset by a slowdown in the commercial and industrial sewer accounts in FY 2009. In FY 2010, the decline in revenue had reversed and the sewer revenues began to grow again in the industrial and commercial billings. The residential component of our utility billing has always grown, even during the recession.

### **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, Montana, 59802.

# **BASIC FINANCIAL STATEMENTS**

**GOVERNMENT-WIDE  
FINANCIAL STATEMENTS**

**City of Missoula, Montana**  
**Statement of Net Position**  
**June 30, 2013**

	Primary Government			Component Units		
	Governmental Activities	Business Type Activities	Total	Business Improvement District	Missoula Parking Commission	Missoula Redevelopment Agency
<b>ASSETS</b>						
<u>Current Assets</u>						
Cash and investments	\$ 8,794,498	\$ 800,057	\$ 9,594,555	\$ 205,920	\$ 141,342	\$ 9,783,018
Taxes/Assessments receivable, net	3,718,396	-	3,718,396	154,061	-	528,701
Accounts receivable	632,272	497,306	1,129,578	-	-	-
Other receivable	16,382	1,469,187	1,485,569	3,070	180,174	95,445
Interest receivable	-	-	-	-	-	3,835
Prepaid expenditures / expenses	274,603	18,216	292,819	-	-	-
Due from other governments	3,603,628	1,526	3,605,154	1,664	-	345,481
Inventory of supplies	993,685	28,752	1,022,437	-	-	-
Total Current Assets	18,033,464	2,815,044	20,848,508	364,715	321,516	10,756,480
<u>Noncurrent Assets</u>						
Cash and investments	-	2,076,798	2,076,798	-	1,158,250	675,665
Bond issuance costs, net	-	-	-	-	270,914	-
Deferred assessments receivable	10,997,279	-	10,997,279	-	-	-
Long term loans receivable	974,821	-	974,821	-	2,908,000	572,699
Other assets	-	-	-	-	8,891	-
Capital assets - depreciable, net	136,179,417	103,717,598	239,897,015	-	11,868,314	-
Capital assets - land and construction in progress	29,473,123	3,366,259	32,839,382	-	3,592,024	-
Deferred portion of Refunded Bond	381,949	-	381,949	-	-	-
Total Noncurrent Assets	178,006,589	109,160,655	287,167,244	-	19,806,393	1,248,364
Total Assets	196,040,053	111,975,699	308,015,752	364,715	20,127,909	12,004,844
<b>LIABILITIES</b>						
<u>Current Liabilities</u>						
Accounts payable	2,299,860	283,509	2,583,369	5,673	36,665	1,472,441
Accrued expenses	1,287,291	92,129	1,379,420	-	162,588	12,772
Unearned revenue	974,815	2,775	977,590	154,061	-	-
Contributions paid in advance	440,441	-	440,441	-	75,716	-
Compensated absences payable	2,061,527	99,204	2,160,731	-	11,725	25,354
Special assessment debt with government obligation	1,451,170	-	1,451,170	-	-	-
Long-term liabilities - due within one year	1,848,100	1,572,153	3,420,253	-	220,000	844,043
Total Current Liabilities	10,363,204	2,049,770	12,412,974	159,734	506,694	2,354,610
<u>Noncurrent Liabilities</u>						
Net Post Employment Benefit Obligation	1,196,277	76,624	1,272,901	-	32,357	16,848
Long-term portion of compensated absences	2,107,699	136,026	2,243,725	-	13,171	27,952
Special assessment debt with government obligation - long-term	12,738,346	-	12,738,346	-	-	-
Long-term liabilities - due in more than one year	17,426,633	23,052,173	40,478,806	-	7,485,000	18,252,670
Total Noncurrent Liabilities	33,468,955	23,264,823	56,733,778	-	7,530,528	18,297,470
Total Liabilities	43,832,159	25,314,593	69,146,752	159,734	8,037,222	20,652,080
<b>NET POSITION</b>						
Net Investment in Capital Assets	132,570,240	82,459,531	215,029,771	-	7,814,322	-
Restricted for:						
Cemetery Memorial	6,805	-	6,805	-	-	-
Title I Program & Revolving Loan Program	151,017	-	151,017	-	-	-
Cable contract restricted for CAT & PEG Access	173,307	-	173,307	-	-	-
Law Enforcement	870,464	-	870,464	-	-	-
Building construction inspections	606,499	-	606,499	-	-	-
Public Works safety & maintenance expenditures	389,005	-	389,005	-	-	-
Grant restrictions for program expenditures	336,035	-	336,035	-	-	-
Debt Service	16,867,243	2,226,925	19,094,168	-	1,158,250	675,665
Capital Projects	777,419	-	777,419	-	4,264	-
Unrestricted	(540,140)	1,974,650	1,434,510	204,981	3,113,851	(9,322,901)
Total Net Position	\$ 152,207,894	\$ 86,661,106	\$ 238,869,000	\$ 204,981	\$ 12,090,687	\$ (8,647,236)

See accompanying Notes to the Financial Statements

**City of Missoula, Montana**  
**Statement of Activities**  
**For the Fiscal Year Ended June 30, 2013**

Functions/Programs	Program Revenues				Primary Government			Net (Expenses) Revenues and Changes in Net Assets		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total	Business Improvement District	Missoula Parking Commission	Missoula Redevelopment Agency
<b>Primary Government:</b>										
Governmental activities:										
General government	\$ 8,062,728	\$ 3,414,561	\$ 5,693	\$ 1,000	\$ (4,641,474)	\$ -	\$ (4,641,474)	\$ -	\$ -	\$ -
Public safety	25,963,445	4,070,238	1,385,890	36,148	(20,471,169)	-	(20,471,169)	-	-	-
Public works	7,466,331	3,105,016	243,651	4,204,130	86,466	-	86,466	-	-	-
Public health	1,480,573	121,885	2,287	-	(1,356,401)	-	(1,356,401)	-	-	-
Social and economic services	116,000	18,767	-	157,465	60,232	-	60,232	-	-	-
Culture and recreation	3,845,406	619,086	224,086	1,490	(3,000,744)	-	(3,000,744)	-	-	-
Housing and community development	1,240,211	157,699	1,566,843	841,611	1,325,942	-	1,325,942	-	-	-
Conservation of natural resources	120	-	51,478	45,000	96,358	-	96,358	-	-	-
Miscellaneous	1,049,647	-	-	-	(1,049,647)	-	(1,049,647)	-	-	-
Debt service interest expense	1,241,937	-	-	-	(1,241,937)	-	(1,241,937)	-	-	-
Total Governmental Activities	<u>50,466,398</u>	<u>11,507,252</u>	<u>3,479,928</u>	<u>5,286,844</u>	<u>(30,192,374)</u>	<u>-</u>	<u>(30,192,374)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Business-type activities:</b>										
Sewer	8,679,317	7,561,236	46,026	115,250	-	(956,805)	(956,805)	-	-	-
Aquatics	1,555,494	990,447	509	-	-	(564,538)	(564,538)	-	-	-
Civic Stadium	178,985	-	-	-	-	(178,985)	(178,985)	-	-	-
Total Business-Type Activities	<u>10,413,796</u>	<u>8,551,683</u>	<u>46,535</u>	<u>115,250</u>	<u>-</u>	<u>(1,700,328)</u>	<u>(1,700,328)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Primary Government	<u>\$ 60,880,194</u>	<u>\$ 20,058,935</u>	<u>\$ 3,526,463</u>	<u>\$ 5,402,094</u>	<u>(30,192,374)</u>	<u>(1,700,328)</u>	<u>(31,892,702)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Component Units:</b>										
Business Improvement District	\$ 325,427	\$ -	\$ -	\$ -	-	-	-	(325,427)	\$ -	\$ -
Missoula Parking Commission	1,371,138	1,557,430	-	39,717	-	-	-	-	226,009	-
Missoula Redevelopment Agency	5,807,856	-	-	-	-	-	-	-	-	(5,807,856)
Total Component Units	<u>7,504,421</u>	<u>1,557,430</u>	<u>-</u>	<u>39,717</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(325,427)</u>	<u>226,009</u>	<u>(5,807,856)</u>
<b>General Revenues</b>										
Property taxes for general purposes					26,187,456	-	26,187,456	336,073	-	3,233,154
Intergovernmental revenue, unrestricted					12,289,693	-	12,289,693	-	-	668,428
Miscellaneous					154,452	374,028	528,480	61,911	-	26,901
Interest income					47,847	243,154	291,001	5,077	111,499	13,014
General funds support of Sewer & Aquatics's activities					(163,001)	163,001	-	-	-	-
Gain on sale of capital assets					-	43,321	43,321	-	-	-
Total general revenues and transfers					38,516,447	823,504	39,339,951	403,061	111,499	3,941,497
Change in Net Position					8,324,073	(876,824)	7,447,249	77,634	337,508	(1,866,359)
Net Position - July 1, 2012					143,972,964	87,535,162	231,408,126	109,327	11,753,179	(6,780,877)
Restatements					10,857	2,768	13,625	18,020	-	-
Net Position - July 1, 2012 - Restated					143,883,821	87,537,930	231,421,751	127,347	11,753,179	(6,780,877)
Net Position - June 30, 2013					152,207,894	86,661,106	238,869,000	204,981	12,090,687	(8,647,236)

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.

## **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, 2013**

	<b>General Fund</b>	<b>Capital Improvement Program</b>	<b>Other Governmental Funds</b>	<b>Total Governmental Funds</b>
<b>ASSETS</b>				
<u>Current Assets</u>				
Cash and investments	\$ 2,741,729	\$ 907,794	\$ 3,839,749	\$ 7,489,272
Taxes/Assessments receivable, net	1,303,848	-	2,414,548	3,718,396
Deferred assessments receivable	-	-	10,997,279	10,997,279
Due from other governments	2,382,079	-	1,187,173	3,569,252
Accounts receivable	327,223	-	305,049	632,272
Long Term Loans	168,170	-	806,651	974,821
Prepaid expenditures	265,501	-	9,102	274,603
Interfund receivable	1,362,744	-	3,992,085	5,354,829
Advances receivable	-	-	1,864,861	1,864,861
Inventory of supplies	993,685	-	-	993,685
Total Assets	<u>\$ 9,544,979</u>	<u>\$ 907,794</u>	<u>\$ 25,416,497</u>	<u>\$ 35,869,270</u>
<b>LIABILITIES</b>				
<u>Current Liabilities</u>				
Accounts payable	\$ 809,107	\$ 295,909	\$ 764,515	\$ 1,869,531
Accrued expenditures	1,248,521	-	38,770	1,287,291
Deferred revenue	1,332,748	-	14,145,695	15,478,443
Interfund payable	12,237	3,873,646	1,468,946	5,354,829
Advances payable	-	1,773,840	91,021	1,864,861
Total Liabilities	<u>3,402,613</u>	<u>5,943,395</u>	<u>16,508,947</u>	<u>25,854,955</u>
<b>FUND BALANCES</b>				
Nonspendable	1,259,186	-	-	1,259,186
Restricted	157,822	-	6,789,639	6,947,461
Committed	-	-	2,892,425	2,892,425
Assigned	1,757,237	-	-	1,757,237
Unassigned	2,968,121	(5,035,601)	(774,514)	(2,841,994)
Total Fund Balance	<u>6,142,366</u>	<u>(5,035,601)</u>	<u>8,907,550</u>	<u>10,014,315</u>
Total Liabilities and Fund Balance	<u>\$ 9,544,979</u>	<u>\$ 907,794</u>	<u>\$ 25,416,497</u>	<u>\$ 35,869,270</u>

See accompanying Notes to the Financial Statements

**City of Missoula, Montana**  
**Reconciliation of the Governmental Funds Balance Sheet to the**  
**Statement of Net Position**  
**June 30, 2013**

<b>Total fund balances - governmental funds</b>	\$ 10,014,315
Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds.	165,652,540
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.	14,503,628
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.	485,214
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.	(38,447,803)
<b>Total Net Position - governmental activities</b>	\$ <u><u>152,207,894</u></u>

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, 2013**

	General	Capital Improvement Program	Other Governmental Funds	Total Governmental Funds
<b>REVENUES</b>				
Taxes and assessments	\$ 22,237,692	\$ -	\$ 9,492,075	\$ 31,729,767
Licenses and permits	1,253,948	-	1,973,978	3,227,926
Intergovernmental	12,126,473	206,700	5,332,343	17,665,516
Charges for services	4,738,464	-	1,318,985	6,057,449
Fines and forfeitures	1,546,082	-	19,048	1,565,130
Miscellaneous	286,227	18,767	320,982	625,976
Investment earnings	6,801	1,721	39,438	47,960
Total revenues	<u>42,195,687</u>	<u>227,188</u>	<u>18,496,849</u>	<u>60,919,724</u>
<b>EXPENDITURES</b>				
Current:				
General government	7,499,341	2,885	532,375	8,034,601
Public safety	23,110,955	-	2,692,988	25,803,943
Public works	6,536,707	5,000	851,685	7,393,392
Public health	1,482,096	-	-	1,482,096
Social and economic services	116,000	-	-	116,000
Culture and recreation	3,441,104	2,247	394,920	3,838,271
Housing and community development	-	-	1,238,419	1,238,419
Conservation of natural resources	120	-	-	120
Miscellaneous	1,049,647	-	-	1,049,647
Debt service expenditures	354,212	877,059	4,357,474	5,588,745
Capital outlay	541,001	2,702,227	3,620,758	6,863,986
Total expenditures	<u>44,131,183</u>	<u>3,589,418</u>	<u>13,688,619</u>	<u>61,409,220</u>
Excess (deficiency) of revenues over expenditures	<u>(1,935,496)</u>	<u>(3,362,230)</u>	<u>4,808,230</u>	<u>(489,496)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	5,334,053	1,319,784	885,927	7,539,764
Transfers (out)	(2,034,281)	(63,598)	(6,047,725)	(8,145,604)
Payments to Refunded Bond Escrow Agent	-	-	(5,541,672)	(5,541,672)
Issuance of Refunding Bonds	-	-	5,480,000	5,480,000
Premium on Refunded Bonds	-	-	152,081	152,081
Issuance of long term debt/capital leases	193,215	1,308,935	393,000	1,895,150
Proceeds from sale of capital assets	2,250	-	19,921	22,171
Total other financing sources (uses)	<u>3,495,237</u>	<u>2,565,121</u>	<u>(4,658,468)</u>	<u>1,401,890</u>
Net Change in Fund Balance	1,559,741	(797,109)	149,762	912,394
Fund Balance - July 1, 2012	4,562,625	(4,238,492)	8,776,603	9,100,736
Restatements	20,000	-	(18,815)	1,185
Fund Balance - July 1, 2012 Restated	<u>4,582,625</u>	<u>(4,238,492)</u>	<u>8,757,788</u>	<u>9,101,921</u>
Fund Balance - June 30, 2013	<u>\$ 6,142,366</u>	<u>\$ (5,035,601)</u>	<u>\$ 8,907,550</u>	<u>\$ 10,014,315</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, 2013**

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

Net change in fund balances - total governmental funds	\$ 912,394
Governmental funds report capital outlays as expenditures	16,223,606
In the statement of activities, the cost of capital assets is allocated over their estimated useful lives as depreciation expense.	(8,424,007)
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 position differs from the change in fund balance by cost of the assets sold.	(1,119,629)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	(1,966,082)
Long-term debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position.	(7,375,150)
Payment on long-term debt refunding is a use of funds in the governmental funds, but reduces long-term liabilities in the statement of net position.	5,541,672
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 position.	4,229,450
Amortization of deferred portion of refunding bond is a component of interest expense on the statement of activities, but is not recognized in the governmental funds.	(34,723)
The change in compensated absences is shown as an addition to payroll expense on the statement of activities	(239,860)
The change in post employment obligations is shown as an addition to payroll expense on the statement of activities	(159,442)
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.	735,844
Change in net position - statement of activities	\$ <u><u>8,324,073</u></u>

See accompanying Notes to the Financial Statements



**PROPRIETARY FUND  
FINANCIAL  
STATEMENTS**

**City of Missoula, Montana**  
**Balance Sheet**  
**Proprietary Funds**  
**June 30, 2013**

	Business-Type Activities				Governmental
	Sewer (Major)	Aquatics (Major)	Civic Stadium (non-major)	Total	Activities Internal Service Self Insurance
<b>ASSETS</b>					
<u>Current Assets</u>					
Cash and investments	\$ 474,046	\$ 322,513	\$ 3,498	\$ 800,057	\$ 1,305,226
Accounts receivable	497,306	-	-	497,306	-
Other receivable	1,469,187	-	-	1,469,187	16,382
Due from other governments	350	1,176	-	1,526	34,376
Prepaid expenses	15,340	2,876	-	18,216	-
Inventory of supplies	-	28,752	-	28,752	-
Total Current Assets	<u>2,456,229</u>	<u>355,317</u>	<u>3,498</u>	<u>\$ 2,815,044</u>	<u>1,355,984</u>
<u>Noncurrent Assets</u>					
Cash and investments	2,076,798	-	-	2,076,798	-
Art	-	65,229	-	65,229	-
Land	2,840,579	-	-	2,840,579	-
Construction work in progress	525,680	-	-	525,680	-
Buildings	8,276,475	12,494,887	-	20,771,362	-
Improvements other than buildings	117,781,842	1,321,675	3,555,000	122,658,517	-
Machinery and equipment	6,177,120	58,865	-	6,235,985	-
Allowance for depreciation	(43,192,035)	(2,584,460)	(237,000)	(46,013,495)	-
Total Noncurrent Assets	<u>94,486,459</u>	<u>11,356,196</u>	<u>3,318,000</u>	<u>109,160,655</u>	<u>-</u>
Total Assets	<u>\$ 96,942,688</u>	<u>\$ 11,711,513</u>	<u>\$ 3,321,498</u>	<u>\$ 111,975,699</u>	<u>\$ 1,355,984</u>
<b>LIABILITIES</b>					
<u>Current Liabilities</u>					
Accounts payable	\$ 227,143	\$ 56,366	\$ -	\$ 283,509	\$ 430,329
Accrued expenses	47,999	44,130	-	92,129	-
Contributions paid in advance	-	-	-	-	440,441
Unearned revenue	2,775	-	-	2,775	-
Compensated absences payable	84,385	14,819	-	99,204	-
Long-term liabilities - due within one year	1,538,733	-	33,420	1,572,153	-
Total Current Liabilities	<u>1,901,035</u>	<u>115,315</u>	<u>33,420</u>	<u>2,049,770</u>	<u>870,770</u>
<u>Noncurrent Liabilities</u>					
Net Post Employment Benefit Obligation	61,856	14,768	-	76,624	-
Long-Term portion of compensated absences	113,592	22,434	-	136,026	-
Long-term liabilities - due in more than one year	21,586,775	-	1,465,398	23,052,173	-
Total Noncurrent Liabilities	<u>21,762,223</u>	<u>37,202</u>	<u>1,465,398</u>	<u>23,264,823</u>	<u>-</u>
Total Liabilities	<u>23,663,258</u>	<u>152,517</u>	<u>1,498,818</u>	<u>25,314,593</u>	<u>870,770</u>
<b>NET POSITION</b>					
Net investment in capital assets	69,284,153	11,356,196	1,852,602	82,492,951	-
Restricted for debt service	2,071,535	-	-	2,071,535	-
Unrestricted	1,923,742	202,800	(29,922)	2,096,620	485,214
Total Net Position	<u>73,279,430</u>	<u>11,558,996</u>	<u>1,822,680</u>	<u>86,661,106</u>	<u>485,214</u>
Total Liabilities and Net Position	<u>\$ 96,942,688</u>	<u>\$ 11,711,513</u>	<u>\$ 3,321,498</u>	<u>\$ 111,975,699</u>	<u>\$ 1,355,984</u>

See accompanying Notes to the Financial Statements



**City of Missoula, Montana**  
**Statement of Revenues, Expenses, and Changes in Fund Net Position**  
**Proprietary Funds**  
**For the Fiscal Year Ended June 30, 2013**

	Business-Type Activities -				Governmental
	Enterprise Funds			Activities	
	Sewer	Aquatics	Civic		Internal Service
	(Major)	(Major)	Stadium	Total	Self-Insurance
			(non-major)		Funds
Operating Revenues					
Licenses and permits	\$ 300	\$ -	\$ -	\$ 300	\$ -
Intergovernmental	46,026	509	-	46,535	-
Charges for services	7,560,936	990,447	-	8,551,383	-
Miscellaneous	253,864	-	120,164	374,028	-
Internal services	-	-	-	-	4,102,766
Total Operating Revenues	7,861,126	990,956	120,164	8,972,246	4,102,766
Operating Expenses					
Personal services	1,475,178	641,589	-	2,116,767	-
Fixed charges	1,142,874	13,930	-	1,156,804	-
Depreciation	2,754,480	465,960	118,500	3,338,940	-
Insurance claims and expenses	-	-	-	-	3,809,552
Maintenance and operations	2,307,142	434,015	500	2,741,657	-
Total Operating Expenses	7,679,674	1,555,494	119,000	9,354,168	3,809,552
Operating Income / (Loss)	181,452	(564,538)	1,164	(381,922)	293,214
Non-operating revenues (expenses)					
IRS Interest Reimbursement	246,233	-	-	246,233	-
Interest revenue	(2,962)	(118)	1	(3,079)	(169)
Debt service interest expense	(999,643)	-	(59,985)	(1,059,628)	-
Gain on Disposal of Fixed Assets	43,321	-	-	43,321	-
Total non-operating revenues (expenses)	(713,051)	(118)	(59,984)	(773,153)	(169)
Income / (Loss) before contributions, transfers and special items	(531,599)	(564,656)	(58,820)	(1,155,075)	293,045
Contributions and Transfers					
Contributions	115,250	-	-	115,250	-
Transfers in	-	188,000	-	188,000	442,839
Transfers (out)	(24,999)	-	-	(24,999)	-
Net Contributions and Transfers	90,251	188,000	-	278,251	442,839
Change in Net Position	(441,348)	(376,656)	(58,820)	(876,824)	735,884
Net Position - July 1, 2012	73,718,010	11,935,652	1,881,500	87,535,162	(245,977)
Restatements	2,768	-	-	2,768	(4,693)
Net Position - July 1, 2012 - Restated	73,720,778	11,935,652	1,881,500	87,537,930	(250,670)
Net Position - June 30, 2013	\$ 73,279,430	\$ 11,558,996	\$ 1,822,680	\$ 86,661,106	\$ 485,214

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, 2013**

	Business-Type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Sewer (Major)	Aquatics (Major)	Civic Stadium (Non-major)	Total	Self-Insurance
Cash Flows from Operating Activities:					
Receipts from customers	\$ 7,602,707	\$ 989,271	\$ -	\$ 8,591,978	\$ -
Payments to suppliers	(3,420,325)	(464,094)	(500)	(3,884,919)	-
Payments to employees	(1,448,924)	(640,587)	-	(2,089,511)	-
Other receipts	348,204	509	120,164	468,877	-
Receipts from internal services	-	-	-	-	4,113,881
Benefit payments	-	-	-	-	(3,852,969)
Net Cash Provided (Used) by Operating Activities	<u>3,081,662</u>	<u>(114,901)</u>	<u>119,664</u>	<u>3,086,425</u>	<u>260,912</u>
Cash Flows from Non-Capital Financing Activities:					
Transfers to other funds	(24,999)	-	-	(24,999)	-
Transfers from other funds	-	188,000	-	188,000	442,839
Net Cash Provided (Used) by Non-Capital Financing Activities	<u>(24,999)</u>	<u>188,000</u>	<u>-</u>	<u>163,001</u>	<u>442,839</u>
Cash Flows from Capital and Related Financing Activities:					
Proceeds from debt	45,746	-	-	45,746	-
Principal paid on debt	(1,876,168)	-	(56,182)	(1,932,350)	-
Interest paid on debt	(998,042)	-	(59,985)	(1,058,027)	-
IRS interest reimbursement	246,233	-	-	246,233	-
Receipt of accounts receivable used for capital assets	-	18,500	-	18,500	-
Proceeds from sale of capital assets	43,321	-	-	43,321	-
Acquisition and construction of capital assets	(444,945)	-	-	(444,945)	-
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(2,983,855)</u>	<u>18,500</u>	<u>(116,167)</u>	<u>(3,081,522)</u>	<u>-</u>
Cash Flows from Investing Activities					
Interest on investments	2,481	41	1	2,523	388
Net Cash Provided (Used) by Investing Activities	<u>2,481</u>	<u>41</u>	<u>1</u>	<u>2,523</u>	<u>388</u>
Net Increase in Cash and Cash Equivalents	75,289	91,640	3,498	170,427	704,139
Cash and cash equivalents at July 1, 2012	2,475,555	230,873	-	2,706,428	601,087
Cash and cash equivalents at June 30, 2013	<u>\$ 2,550,844</u>	<u>\$ 322,513</u>	<u>\$ 3,498</u>	<u>\$ 2,876,855</u>	<u>\$ 1,305,226</u>
Cash and cash equivalents consists of:					
Cash and investments	\$ 474,046	\$ 322,513	\$ 3,498	\$ 800,057	\$ 1,305,226
Restricted cash and investments	2,076,798	-	-	2,076,798	-
Total cash and cash equivalents	<u>\$ 2,550,844</u>	<u>\$ 322,513</u>	<u>\$ 3,498</u>	<u>\$ 2,876,855</u>	<u>\$ 1,305,226</u>
Reconciliation of operating income / (loss) to net cash provided (used) by operating activities:					
Operating income / (loss)	\$ 181,452	\$ (564,538)	\$ 1,164	\$ (381,922)	\$ 293,214
Adjustments to reconcile operating income / (loss) to net cash provided by (used) operating activities:					
Depreciation	2,754,480	465,960	118,500	3,338,940	-
Changes in assets and liabilities:					
Due from other governments	(212)	-	-	(212)	(34,376)
Other receivables and notes receivable	92,697	(1,176)	-	91,521	12,457
Prepaid expense	(767)	959	-	192	36,198
Deferred revenue	(2,700)	-	-	(2,700)	-
Contributions paid in advance	-	-	-	-	48,479
Compensated absences payable	18,232	1,609	-	19,841	-
Net post employment benefit obligation	7,854	1,964	-	9,818	-
Inventories	65,650	(7,863)	-	57,787	-
Accounts and other payables	(35,959)	(8,286)	-	(44,245)	(95,060)
Accrued expenses	935	(3,530)	-	(2,595)	-
Net Cash Provided (Used) by Operating Activities	<u>\$ 3,081,662</u>	<u>\$ (114,901)</u>	<u>\$ 119,664</u>	<u>\$ 3,086,425</u>	<u>\$ 260,912</u>

Disclosure of Non-Cash Items:

The Sewer fund had non-cash transactions that increased capital assets and developer contributions in the amount of \$115,250, and annual bond issuance cost amortization of \$1,601.

See accompanying Notes to the Financial Statements

**FIDUCIARY FUND  
FINANCIAL  
STATEMENTS**

**City of Missoula, Montana**  
**Statement of Fiduciary Net Position**  
**Fiduciary Funds**  
**June 30, 2013**

	Agency Funds
<b>ASSETS</b>	
Cash and short-term investments	\$ 626,609
Accounts receivable	4,730
Due from other governments	5,577
Total assets	\$ <u>636,916</u>
<b>LIABILITIES</b>	
Accounts payable	\$ 101,721
Due to private parties	528,118
Due to other governments	7,077
Total liabilities	\$ <u>636,916</u>

See accompanying Notes to the Financial Statements

**NOTES TO  
FINANCIAL  
STATEMENTS**

CITY OF MISSOULA, MONTANA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2013

## I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Missoula (the City) follows U.S. generally accepted accounting principles (GAAP). GAAP includes all relevant Governmental Accounting Standards Board (GASB) pronouncements. The City of Missoula has adopted the provisions of the following GASB pronouncements for Fiscal Year 2013:

Statement No. 61 – The Financial Reporting Entity – Omnibus – An Amendment of GASB Statements No. 14 and 34. This statement amends the definition of component units.

Statement No. 62 – Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements. This statement clarifies the applicability of certain FASB and AICPA pronouncements for business-type activities.

Statement No. 63 - Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position. This statement amends the definitions of certain assets and liabilities, provides guidance for the reporting of deferred inflows and outflows, and redefines the residual measure as net position.

GASB Statement No. 65, Items Previously Reported as Assets and Liabilities, is effective for periods beginning after December 15, 2012, or fiscal year 2014 for the City. This statement defines new financial statement items called deferred inflows of resources and deferred outflows of resources, and reclassifies certain items previously classified as asset or liabilities and deferred outflows or deferred inflows, respectively. The City has elected not to implement Statement No. 65 before its effective date. When implemented, Statement No. 65 will require the restatement of certain previously reported amounts in the financial statements.

### 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). 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 and No. 61. 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. Alternatively, if the organization is fiscally dependent on the City and the City may potentially benefit financially or be financially responsible for the component unit, the City is considered financially accountable.

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. Infrastructure improvements made by the urban renewal districts are City capital assets. 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 and confirmed by the City Council. 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.

CITY OF MISSOULA, MONTANA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2013

2. The Missoula Parking Commission (MPC) 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 MPC 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, MPC is exempt from income tax. MPC currently operates approximately 1,061 parking meters on various streets and in various lots throughout the downtown business area. MPC operates approximately 800 leased parking spaces in various lots throughout downtown Missoula. MPC 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. MPC operates two parking structures (Central Park and Bank Street Structure) that offer both short-term and long-term parking.

The Missoula Parking Commission is considered a component unit because the City appoints the Board members, determines the parking jurisdiction and determines parking fines 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. The BID is included in the City's financial statements as a component unit due to the nature and significance of its relationship with the City. The BID is financially accountable to the City; the City appoints the BID's seven member Board of Trustees and approves the BID budget. Additionally, the BID receives its funding through an assessment of the property owners (ratepayers) in the district which are collected and disseminated by the City. 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 responsible for appointing members of the Urban Transportation District Board of Directors. The purpose of the Missoula Urban Transportation District Board of Directors is to set policy for Mountain Line, Missoula's public transit agency, and guide the agency in its vision to be an essential public transportation provider in the urban area and a major contributor to a multi-county, multi-modal transportation infrastructure in the western Montana region. Three members are appointed by the Mayor, three members are appointed by the County Commissioners and one member alternating City / County appointment.

The Missoula Housing Authority is a Quasi-governmental entity organized under the laws of the State of Montana as a tax-exempt, quasi-governmental entity under the United States housing Act of 1937. The Missoula Housing Authority is a public non-profit organization dedicated to providing safe, decent and affordable housing to individuals and families in Missoula, MT and within a 10-mile radius of Missoula's city limits. The seven-member Board of Commissioners governs the Missoula Housing Authority and is responsible for establishing policy and approving MHA's annual budget. Each board member is appointed by the Mayor of Missoula. Two of the seven members of the board are resident commissioners who are MHA residents as well as members of the board. Resident commissioners serve a two year term. The remaining five commissioners commit to a five year term. No housing commissioner may be a City official.

CITY OF MISSOULA, MONTANA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2013

**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 Position 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.

The Statement of Activities presents a comparison between direct expenses and program revenues for each function of the City's 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 Position 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 are 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  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2013

**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. This fund is financed with grants, loan repayments and transfers from the general fund.

**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 measurement 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.

CITY OF MISSOULA, MONTANA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2013

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 City uses an internal service fund to account for providing health insurance benefits for employees. 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, 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.

*Civic Stadium Fund* - This fund was created for the issuance of \$1,555,000 of Revenue Bonds and purchase of the interest of certain secured lenders in the Civic Stadium to facilitate the City of Missoula's purchase of the Civic Stadium. The fund will receive lease payments in the amount of \$120,000 a year for 20 years from Mountain Baseball. The lease payments will be used to make the debt service payments to the creditors of the \$1,555,000 Civic Stadium Revenue Bonds.

#### **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.

*Public Defender Fees* – Accounts for public defender fees charged and owed to the State of Montana.

*Tourism Business Improvement District* - accounts for revenues collected by participating hotels and owed to the District to aid tourism, promotion, and marketing within the District.

*Rattlesnake Cornerstone Trail SW* - accounts for funds received from the housing developer for Rattlesnake Cornerstone subdivision to be used for the construction of a trail within the subdivision.

CITY OF MISSOULA, MONTANA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2013

**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 over-expend appropriations at the fund level 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 money market funds and direct obligations of the U.S. Treasury. 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 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, generally money market accounts 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. During fiscal year 2013, the City began liquidating core portfolio investments as they mature and moving toward investing in money market funds until market conditions improve.

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**

Receivables arise from transactions between funds that are representative of lending/borrowing arrangements outstanding at fiscal year end. Short-term loans are reported as "due to/from other funds," long-term loans are reported as "advances to/from."

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.

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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, 2013 were \$968,444.

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 method 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. Prepaids**

The City accounts for prepaid items in the governmental funds using the purchase method. The City's prepaid expenses consist of health insurance premiums which are paid one month in advance and expensed upon receiving the benefit in the following month.

### **5. 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.

### **6. 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 \$10,000 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.

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.

### **7. Deferred/Unearned Revenues**

Deferred revenue results when asset recognition criteria have been met and when revenue recognition criteria have not been met. Governmental funds report deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. These pertain to the net uncollected property tax and other receivables, and are classified as Deferred Revenues on the Balance Sheet of governmental funds. The Government-wide Statement of Net Position and Proprietary Funds balance Sheet report these revenues as Unearned Revenue.

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**8. 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.

**9. 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*.

**10. 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.

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.

**11. Fund Balance**

The Government Accounting Standards Board (GASB) which issued Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions, which was effective for the City beginning in fiscal year 2011. The objective of this statement is to enhance the usefulness of fund balance information by providing clearer fund balance classifications that can be more consistently applied and by clarifying governmental fund type definitions. This Statement establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in government funds.

GASB Statement No. 54 requires, among other things, that all state and local governmental entities adopt a policy regarding spending priorities of fund balance in governmental funds. The fund balance resources of the City's governmental funds have been categorized as follows:

Resource Categories

a. Nonspendable:

Resources not in spendable form (ex: inventory) or those legally required to be maintained intact (ex: principal portion of permanent trust funds).

b. Restricted:

Constraint is externally imposed by third party (grantor, contributor, etc.), State Constitution or by enabling legislation by the State Legislature.

c. Committed:

Constraint is internally imposed by City Council by resolution, removal of constraint is imposed by same.

d. Assigned:

Constraint is internally expressed intent by City Administration or City Council through budget approval process or express assignment by resolution.

e. Unassigned:

No constraints and negative fund balance in non-general funds.

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Expenditure order for Resource Categories

General Fund and Special Revenue Funds:

- a. First: Restricted
- b. Second: Committed
- c. Third: Assigned
- d. Fourth: Unassigned

Debt Service and Capital Projects Funds:

- e. First: Assigned
- f. Second: Committed
- g. Third: Restricted
- h. Fourth: Unassigned

**12. 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.

**13. 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 2013, principal and interest payments on revenue bonds totaled \$1,955,970 and charges for services revenue was \$7,560,936.

**14. 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**

Four special revenue funds with deficit fund balances were identified as of June 30, 2013. The Gas Tax fund (\$98,812), the Law Enforcement Grant fund (\$1,990) the Community Development Block Grant fund (\$3,925), and the Neighborhood Stabilization Grant Fund (\$598) all carried deficit fund balances which will be covered by future assessments and grant revenue in fiscal year 2014.

One general obligation bond fund was identified as having a negative fund balance as of June 30, 2013: 1997 Open Space Bond (\$464). This deficit will be covered by tax revenue collections in the next fiscal year.

One Sidewalk and Curb bond fund had a negative fund balance at the end of the fiscal year. This fund deficit will be covered by assessments collected in future fiscal years. This fund is the 03 Sidewalk and Curb fund (\$23,041).

One SID sinking fund, SID 543 (\$256), had a deficit fund balances at June 30, 2013. 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 531	\$	(6,860)	SID 539	\$	(4,837)
SID 534		(14)	SID 542		(1)
SID 535		(17,038)	SID 543		(39,354)

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The following Capital Projects funds have deficit fund balances which will be mitigated through future debt issuance and grant revenues in FY 2014:

13 Sidewalk and Curb Fund	\$	(336,490)	Pattee Creek Drive	\$	(10,591)
14 Sidewalk and Curb Fund		(183,612)	ARRA Enhancement		(2,499)
Hillview Way		(8,111)	WFL Miller Creek Road		(27)
Phillips St. Traffic Calming		(12,323)			

The Capital Improvement fund reported a negative fund balance (\$5,035,601) due to ongoing internal and external financing activities.

**DETAILED NOTES ON ALL THE PRIMARY GOVERNMENT'S FUNDS**

**A. Cash and Cash Equivalents**

	Primary Government	Component Units	Total
Petty Cash and Cash on Hand	\$ 14,369	\$ 3,395	\$ 17,764
Demand Deposits	3,754,192	3,445,814	7,200,006
Certificates of Deposit	200,168	199,832	400,000
Money Market Funds	7,607,567	7,594,706	15,202,273
Marketable Government Securities	721,666	720,448	1,442,114
	<u>\$ 12,297,962</u>	<u>\$ 11,964,195</u>	<u>\$ 24,262,157</u>

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

	Unrestricted	Restricted	Total
Governmental Activities	\$ 8,794,498	\$ -	\$ 8,794,498
Business-Type Activities	800,057	2,076,798	2,876,855
Fiduciary Funds	626,609	-	626,609
Component Units	10,130,280	1,833,915	11,964,195
Total	<u>\$ 20,351,444</u>	<u>\$ 3,910,713</u>	<u>\$ 24,262,157</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 investment policy and state law. The City's investment policy and practice requires deposits to be 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 investment policy requires that specific safeguards against risk of loss be evidenced when the City does not physically hold the securities.

At June 30, 2013, the carrying amount of the City's deposits in local banks was \$7,600,006 and the bank balances were \$8,053,610, of which \$1,076,919 was covered by federal depository insurance, \$757,796 was covered by pledged securities held in the City's name, and \$6,162,449 was covered by a letter of credit in the City's name.

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. Most city investments are in U.S. Treasury money market funds with a 30 day average maturity to minimize the risk of any market value declines.

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 Obligations	2/2014	AAA	\$ 1,442,114
Certificates of Deposit	1/2014-11/2015	NA	400,000
Money Market Funds	NA	Aaa-mf	15,202,273
Demand Deposits	NA	NA	7,200,006
Petty Cash and Cash on Hand	NA	NA	17,764
Total			<u>\$ 24,262,157</u>

Credit risk is defined as the risk that an issuer or other counterparty to an investment 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 Fitch & Moody's. The City utilizes federal depository insurance and the bank's pledged collateral or letter of credit, held by the bank's agent in the City's name, all in accordance with the City's investment policy and state law, to minimize credit risk. The City also has intentionally restricted all investments to AAA rated U.S. Treasuries or U.S. Agency investments to minimize credit risk. This keeps City investments aligned with the City's investment policy in which safety of principal is the foremost objective of the investment program.

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**B. Receivables**

**Other Receivables**

A summary of the City's accounts receivable and other receivables as of June 30, 2013, follows:

Proprietary Funds:

Sewer (major fund) - Sewer Fees	\$ 497,306
Sewer (major fund) - Mountain Water Notes	1,164,355
Sewer (major fund) - Sewer Connection Notes	23,901
Sewer (major fund) - Glenn Eagle Note	250,000
Sewer (major fund) - Lease Receivable	2,775
Sewer (major fund) - Disposal and Development Fees	28,156
Internal Service - Prior Period Premium Receivables	6,895
Internal Service - Refunds from Providers	9,487
Total Proprietary Funds	<u>\$ 1,982,875</u>

Governmental Funds:

General (major fund) - Various Licenses, Services and Fees	\$ 26,390
General (major fund) - Mountain Water Notes	247,001
General (major fund) - Sidewalk & Curb	53,832
Cable TV Franchise - Franchise Fees	176,484
Grants and Donations	500
Program Income - Mountain Water Notes	4,264
SID Revolving Fund - Mountain Water Notes	119,108
Western Federal Land	4,693
Total Government Funds	<u>\$ 632,272</u>

**Long Term Loans Receivable**

A summary of the City's long-term loans receivable as of June 30, 2012, follows:

Primary Government:

CDBG - Missoula Art Museum	\$ 184,000
\$200,000 at 1% interest to be repaid \$2,000 per year through 2014, then \$11,083 per year through 2034.	
CDBG - Missoula Housing Authority	146,751
\$200,000 at 1% interest to be repaid \$11,083 per year through 2030	
CDBG - Parenting Place	120,900
\$130,000 at 1% interest to be repaid \$1,300 per year through 2016, then \$7,204 per year through 2036.	
CDBG - Partnership Health Center	275,000
\$275,000 with interest rate deferred and determined upon sale of property.	
Title One - Extended Family Services	8,170
\$18,000 at 0% interest to be repaid in installments of \$600 per year, with final payment due by 2021; \$9,000 at \$346 per year, with final payment due by 2021. \$9,000 was forgiven April 1996.	
Title One - North Missoula Community Development Corporation	160,000
\$180,000 available at 0% interest, payments of \$20,688 to be repaid upon sale of remaining 8 units.	
HOME Fund - Homeword	80,000
\$80,000 at 1% interest only monthly payments of \$67 through 2028, then interest increases to 3% and payments to \$551 through 2043.	
Total Primary Government	<u>\$ 974,821</u>



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

**Advances From/To Other Funds**

Long-term borrowings between funds are reported as advances within the funds. Loans are recorded as Advances Receivable in the lending fund and as Advances Payable in the loanee fund. The City has advances to the Capital Improvement Program fund from several Governmental funds.

	<u>Advances Receivable</u>	<u>Advances Payable</u>
Non-major governmental funds	\$ 1,864,861	\$ 91,021
^ Capital Improvement Program	-	1,773,840
^indicates a major fund	<u>\$ 1,864,861</u>	<u>\$ 1,864,861</u>

**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 are 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.

	<u>Interfund Receivable</u> <u>Due From</u>	<u>Interfund Payable</u> <u>Due To</u>
^ General Fund	\$ 12,237	\$ 1,362,744
^ Capital Improvement Program	3,873,646	-
Non-major governmental funds	<u>1,468,946</u>	<u>3,992,085</u>
^indicates a major fund	<u>\$ 5,354,829</u>	<u>\$ 5,354,829</u>

**Due From Other Governments:**

Primary Government

General Fund

Due from Missoula County – Taxes Receivable	\$ 1,252,725
Due From State of Montana – Safe Route to School Grant	28,047
Due from State of Montana-CMAQ/MUTD	50,835
Due from State of Montana – State Maintenance Contracts	90,496
Due from State of Montana - Street Dept. Project Reimbursements	6,000
Due From Federal Government-HMEP Grant	42,130
Due from Federal Government-FHWA PL Transportation Grant	138,029
Due from Federal Grant-MDT Federal CMAQ	35,113
Due from Missoula County Public Schools – School Resource Officer	95,000
Due from Missoula County-For OPG Split	410,976
Due from State of Montana – Fire Dept. Overtime	45
Due from State of Montana – MCPS Police Overtime	210
Due from State of Montana – Grants, Gambling, Public Works	1,025
Due from State of Montana DNRC – Wildfire Reimbursement	60,062
Due from State of Montana-Pedestrian Safety Grant	13,545
Due from City Municipal Court	137,355
Due from Federal Government-Forest Health Grant	16,286
Due from Missoula Urban Transportation - Street Dept. Sales Reimbursement	432
Missoula County - Miscellaneous Fire Reimbursements- Training	1,820
Due from Federal Government-Urban Forestry Grant	490
Due from Missoula County Public Schools – City Life Gym	1,458
Total General Fund	<u>2,382,079</u>

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Non-Major Special Revenue Funds	
Due from Missoula County – Taxes Receivable	270,960
Due from City of Missoula - Parks & Rec CDBG support	4,929
Due from Federal Government – Grants	693,610
Due from City Municipal Court – Drug Forfeiture and Crime Victim Surcharge	8,306
Total Non-Major Special Revenue Funds	<u>977,805</u>
Non-Major Debt Service Funds	
Due from Missoula County – Taxes Receivable	<u>179,898</u>
Non-Major Capital Projects Funds	
Due from Federal Government – Grants	<u>29,470</u>
Total Due from Other Governments, Governmental Funds	<u>\$ 3,569,252</u>
Proprietary Funds - Sewer (major fund)	
Due from Missoula County - Delinquent Sewer Collections	<u>\$ 350</u>
Agency Funds	
Due from City Municipal Court - Court Surcharge and Public Defender Fees	<u>\$ 5,577</u>
<b>Due to Other Governments:</b>	
Agency Funds	
County Park Board	\$ 5,500
County Clearing	1,577
Total Due to Other Governments	<u>\$ 7,077</u>
<b>Due to Private Parties:</b>	
Agency Funds	
Sewer Rebates	\$ 34,699
Youth Programs	473
Municipal Court Restitution	258,829
Residential Inspection	108
Elk Hills Subdivision	3,868
Rattlesnake Cornerstone Trail	27,413
Tourism Business Improvement District	202,728
Total Due to Private Parties	<u>\$ 528,118</u>
<b>D. Bond Issuance Costs</b>	
The following bond costs are being amortized over the life of the bonds:	
Component Unit, Parking Commission Revenue Bond Costs	<u>\$ 270,914</u>

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**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.

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 2013:

	<u>Construction</u>			<u>Overhead</u>			<u>Total</u>		
Arterial/Collector	\$	41	/Sq Yard	\$	41	/Sq Yard	\$	41	/Sq Yard
Commercial	\$	38	/Sq Yard	\$	38	/Sq Yard	\$	38	/Sq Yard
Residential	\$	26	/Sq Yard	\$	26	/Sq Yard	\$	26	/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 year ended June 30, 2013 was as follows:

<b><u>Governmental Activities:</u></b>	<u>Beginning</u>	<u>Prior Period</u>			<u>Ending</u>
Capital Assets not being Depreciated:	<u>Balance</u>	<u>Adjustment</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u>
Art	\$ 236,590	\$ -	\$ -	\$ -	\$ 236,590
Land	19,679,735	10,800	-	-	19,690,535
Work-In-Progress	6,481,004	(900)	4,105,626	(1,039,731)	9,545,999
Total Capital Assets not being Depreciated	26,397,329	9,900	4,105,626	(1,039,731)	29,473,124
Capital Assets being Depreciated:					
Buildings	33,391,658	-	152,625	-	33,544,283
Infrastructure	234,719,923	-	8,693,244	-	243,413,167
Machinery & Equipment	19,446,588	16,823	3,272,111	(414,332)	22,321,190
Total Capital Assets being Depreciated	287,558,169	16,823	12,117,980	(414,332)	299,278,640
Less Accumulated Depreciation for:					
Buildings	(13,916,331)	-	(1,025,113)	-	(14,941,444)
Infrastructure	(128,511,654)	-	(5,827,587)	-	(134,339,241)
Machinery & Equipment	(12,569,265)	(12,358)	(1,571,307)	334,392	(13,818,538)
Total Accumulated Depreciation	(154,997,250)	(12,358)	(8,424,007)	334,392	(163,099,223)
Total Capital Assets being Depreciated, Net	132,560,919	4,465	3,693,973	(79,940)	136,179,417
Capital Assets, Net	\$ 158,958,248	\$ 14,365	\$ 7,799,599	\$ (1,119,671)	\$ 165,652,540

Depreciation expense was charged to functions as follows:

General Government	\$ 448,199
Public Safety	1,137,559
Public Works	6,193,677
Public Health	28,200
Culture & Recreation	471,406
Housing & Community Development	144,966
Total Governmental Activities Depreciation Expense	\$ 8,424,007

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The following is a summary of business-type capital assets for the year ended June 30, 2013:

<b><u>Business-type Activities:</u></b>	Beginning Balance	Prior Period Adjustment	Additions	Deletions	Ending Balance
Capital Assets not being Depreciated:					
Art	\$ 65,229	\$ -	\$ -	\$ -	\$ 65,229
Land	2,840,579	-	-	-	2,840,579
Work-In-Progress	212,547	-	313,133	-	525,680
Total Capital Assets not being Depreciated	3,118,355	-	313,133	-	3,431,488
Capital Assets being Depreciated:					
Buildings	20,718,451	-	52,911	-	20,771,362
Improvements	122,482,958	-	175,559	-	122,658,517
Machinery & Equipment	6,217,395	-	18,590	-	6,235,985
Total Capital Assets being Depreciated	149,418,804	-	247,060	-	149,665,864
Less Accumulated Depreciation for:					
Buildings	(6,464,728)	-	(618,898)	-	(7,083,626)
Improvements	(31,277,547)	2,768	(2,482,152)	-	(33,756,931)
Machinery & Equipment	(4,935,048)	-	(237,891)	-	(5,172,939)
Total Accumulated Depreciation	(42,677,323)	2,768	(3,338,941)	-	(46,013,496)
Total Capital Assets being Depreciated, Net	106,741,481	2,768	(3,091,880)	-	103,652,369
Capital Assets, Net	\$ 109,859,836	\$ 2,768	\$ (2,778,747)	\$ -	\$ 107,083,857

Depreciation is calculated on a straight line basis.

Depreciation expense was charged to functions as follows:

Business-type activities:	
Sewer	2,754,480
Aquatics	465,960
Civic Stadium	118,500
Total Business-type activities Depreciation Expense	\$ 3,338,940

<b><u>Component Unit : MPC</u></b>	Beginning Balance	Additions	Deletions	Ending Balance
Capital Assets not being Depreciated:				
Construction In Process	\$ 8,021,716	\$ 3,187,554	\$ (11,205,006)	\$ 4,264
Parking Lots	2,397,865	1,256,656	(66,761)	3,587,760
Total Capital Assets not being Depreciated	10,419,581	4,444,210	(11,271,767)	3,592,024
Capital Assets being Depreciated:				
Parking Structures	2,860,841	9,948,351	(195,016)	12,614,176
Furniture, Fixtures & Computers	225,257	28,474	-	253,731
Machinery, equipment and vehicles	191,405	-	-	191,405
Parking Lot improvements	1,167,161	38,492	-	1,205,653
	4,444,664	10,015,317	(195,016)	14,264,965
Less Accumulated Depreciation	(2,201,774)	(194,877)	-	(2,396,651)
Total Capital Assets being Depreciated, Net	2,242,890	9,820,440	(195,016)	11,868,314
Capital Assets, Net	\$ 12,662,471	\$ 14,264,650	\$ (11,466,783)	\$ 15,460,338

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**F. Long-Term Obligations**

During the year ended June 30, 2013 the following changes occurred in long-term obligations reported in the governmental activities, the City's proprietary funds and component units:

	Balance July 1, 2012	Additions	Reductions	Balance June 30, 2013	Due Within One Year
<b>Governmental Activities:</b>					
General Obligation Bonds	\$ 12,570,000	\$ 5,480,000	\$ 6,585,000	\$ 11,465,000	\$ 830,000
Limited Obligation Bonds	5,285,000	-	350,000	4,935,000	360,000
Special Assessment Bonds	15,322,686	393,000	1,526,170	14,189,516	1,451,170
Loans Payable	91,015	925,000	356,748	659,267	124,520
Capital Leases	2,174,848	577,150	536,532	2,215,466	533,580
Compensated Absences	3,929,366	2,257,028	2,017,168	4,169,226	2,061,527
Post Employment Benefits	1,036,835	682,260	522,818	1,196,277	-
Total Governmental Activities	<u>\$ 40,409,750</u>	<u>\$ 10,314,438</u>	<u>\$ 11,894,436</u>	<u>\$ 38,829,752</u>	<u>\$ 5,360,797</u>
<b>Proprietary Funds/</b>					
<b>Business-type Activities:</b>					
Revenue Bonds	\$ 23,600,000	\$ -	\$ 1,549,000	\$ 22,051,000	\$ 1,194,000
Capital Leases	385,660	45,746	94,326	337,080	104,827
Notes Payable	2,525,270	-	289,024	2,236,246	273,326
Compensated Absences	215,389	127,343	107,501	235,231	99,204
Post Employment Benefits	66,806	41,986	32,168	76,624	-
Total Proprietary Funds	<u>\$ 26,793,125</u>	<u>\$ 215,075</u>	<u>\$ 2,072,019</u>	<u>\$ 24,936,180</u>	<u>\$ 1,671,357</u>
<b>Component Units:</b>					
Revenue Bonds	\$ 12,395,000	\$ 7,503,500	\$ 355,000	\$ 19,543,500	\$ 434,000
Notes Payable	7,712,710	188,512	643,010	7,258,212	630,043
Compensated Absences	74,477	42,335	38,610	78,202	37,079
Post Employment Benefits	42,529	28,567	21,891	49,205	-
Total Component Units	<u>\$ 20,224,716</u>	<u>\$ 7,762,914</u>	<u>\$ 1,058,511</u>	<u>\$ 26,929,120</u>	<u>\$ 1,101,122</u>

**Primary Government**

For governmental activities, compensated absences and other post employment benefits 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, 2013</u>
2005 Fire Station	2006	2026	3.95-4.5%	\$ 5,740,000	\$ 4,240,000
2007 Refunding	2007	2018	3.6-4.0%	4,355,000	1,885,000
2012 Refunding	2012	2024	1.50-2.25%	5,480,000	5,340,000
Total GO Bonds				<u>\$ 15,575,000</u>	<u>\$ 11,465,000</u>

Annual debt service requirements to maturity for General Obligation Bonds as of June 30, 2013, were as follows:

<u>Fiscal Year Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2014	\$ 830,000	\$ 352,620	\$ 1,182,620
2015	1,205,000	323,340	1,528,340
2016	1,300,000	283,958	1,583,958
2017	1,040,000	241,283	1,281,283
2018	950,000	209,430	1,159,430
2019-2023	4,370,000	674,491	5,044,491
2024-2027	1,770,000	118,714	1,888,714
Total	<u>\$ 11,465,000</u>	<u>\$ 2,203,836</u>	<u>\$ 13,668,836</u>

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In FY 2012 the City of Missoula agreed to the substitution of the original bond insurer for another insurer for both the City of Missoula General Obligation Bonds, Series 2006 and City of Missoula General Obligation Refunding Bonds, Series 2007A. Subsequent to the issuance of the Bonds, CIFG's insurer financial strength ratings were downgraded and ultimately withdrawn due to CIFG's exposure to structured finance transactions involving sub-prime mortgages. Assured Guaranty Corp. ("Assured") has agreed to assume \$13.0 billion of municipal bond insurance policies from CIFG, including the Policy. As of the date hereof, Assured has financial strength ratings of AA+ from Standard & Poor's and Aa3 from Moody's. The City of Missoula has filed the event with EMMANotifications@msrb.org, the national repository for ongoing continuing disclosure filings.

On October 1, 2012, the City issued General Obligation Refunding Bonds Series 2012A in the amount of \$5,480,000, with an average interest rate of 1.81% for a partial advance refunding of the Series 2004 Aquatics General Obligation Bonds, which had an average interest rate of 4.37%. The refunding bonds were sold at a premium of \$152,081, which reduced interest expense in the year of refunding. Proceeds from the sale of the refunding bonds, in the amount of \$5,541,672 were deposited in an irrevocable escrow account to call the 2004 bonds on July 1, 2014. The result of the refunding was a reduction in total debt service payments of \$592,147 and an economic gain of \$569,171. The difference between the amount placed in escrow and the outstanding balance of the 2004 bonds of \$416,672 is reported as the deferred portion of refunding bond, an additional asset, and amortized over the life of the new bonds. The balance of the deferred portion of refunding bond at June 30, 2013 was \$381,949. The outstanding balance of the defeased bonds was \$5,125,000 at June 30, 2013.

The deferred portion of the refunded bond is the difference between the amount place in escrow and the outstanding balance of the refunded bonds. The initial balance of \$416,672 will be amortized over 12 years at \$34,723 per year. At June 30, 2013 there is a balance of \$381,949 after annual amortization of \$34,723.

Limited Obligation Bonds

Paid from General Fund revenues:

Bonds	Date Issued	Date Matures	Rate	Amount Issued	Balance June 30, 2013
2006 Council/MRA Remodel	2006	2026	4.25-4.55%	\$ 1,100,000	\$ 810,000
2006 Aquatics Support	2006	2026	3.625-4.0%	1,860,000	1,340,000
2007B Fire Subsidy	2007	2026	3.70-4.20%	680,000	515,000
2007C 50 Meter Pool	2008	2027	3.50-4.40%	840,000	645,000
2010A Refunding	2010	2020	3.0-3.5%	1,000,000	800,000
2010C Energy	2011	2025	3.0-4.0%	1,010,000	825,000
Total Limited Obligation Bonds				<u>\$ 6,490,000</u>	<u>\$ 4,935,000</u>

Annual debt service requirements to maturity for Limited Obligation Bonds as of June 30, 2013, were as follows:

Fiscal Year Ending June 30	Principal	Interest	Total
2014	\$ 360,000	\$ 185,335	\$ 545,335
2015	365,000	174,283	539,283
2016	375,000	162,769	537,769
2017	400,000	150,218	550,218
2018	405,000	136,173	541,173
2019-2023	1,890,000	454,623	2,344,623
2024-2027	1,140,000	99,520	1,239,520
Total	<u>\$ 4,935,000</u>	<u>\$ 1,362,921</u>	<u>\$ 6,297,921</u>

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**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, 2013</u>
1999 Sewer Bonds	06/24/99	7/1/2019	2.00%	\$ 1,820,000	\$ 697,000
2000(B) Sewer Bonds	10/03/00	7/1/2020	2.00%	718,000	315,000
2001 Sewer Bonds - Bellevue & Reserve	04/27/01	1/1/2021	2.00%	459,162	212,000
2002 Sewer Bonds - 39th St.	05/16/02	1/1/2022	2.00%	1,395,000	661,000
2002 Missoula Treatment Plant A	11/21/02	7/1/2022	2.00%	5,000,000	2,716,000
2002 Missoula Treatment Plant B	10/15/03	7/1/2023	2.25%	3,800,000	2,234,000
2002 Missoula Treatment Plant C	03/23/04	7/1/2024	2.25%	3,688,000	2,263,000
2005 Sewer Bonds - Brdwy/Lincolnwood	11/28/05	7/1/2025	2.25%	1,731,833	1,145,000
2006 Sewer Bonds - Lincolnwood Ph. II	09/21/06	7/1/2026	3.75%	310,190	-
2009 Sewer Bonds Series C - Lolo Street	12/23/09	7/1/2029	3.75%	64,000	-
Rattlesnake Series 2009B	12/23/09	2029	3.00%	572,098	408,000
2010 RZED Sewer Bonds-Headworks*	11/15/10	2035	1.75 to 6.14%	10,345,000	10,170,000
Series 2011 Taxable Sewer Bonds	05/01/11	7/23/05	2.0 to 5.50%	1,290,000	1,230,000
Total Revenue Bonds				<u>\$ 31,193,283</u>	<u>\$ 22,051,000</u>

\*Federal Credit received for portion of interest

Annual debt service requirements to maturity for Revenue Bonds as of June 30, 2013, were as follows:

<u>Fiscal Year Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Federal Credit *</u>	<u>Total</u>
2014	\$ 1,194,000	\$ 844,337	\$ (256,273)	\$ 1,782,064
2015	1,226,000	828,205	(254,857)	1,799,348
2016	1,254,000	800,551	(253,177)	1,801,374
2017	1,278,000	771,643	(251,145)	1,798,498
2018	1,312,000	752,454	(248,879)	1,815,575
2019-2023	6,470,000	3,229,231	(1,183,877)	8,515,354
2024-2029	4,342,000	2,656,444	(1,107,928)	5,890,516
2030-2035	4,975,000	1,085,255	(480,164)	5,580,091
Total	<u>\$ 22,051,000</u>	<u>\$ 10,968,120</u>	<u>\$ (4,036,300)</u>	<u>\$ 28,982,820</u>

**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.

Pursuant to the Intended Use Plan for fiscal year 2013 for the Water Pollution Control State Revolving Loan Program, the DNRC and the Department of Environmental Quality of the State of Montana have determined that it is in the best interests of borrowers of loans made under the Program and the Program to reduce the interest available under the program. In November of 2012 the City Council passed Resolution 7735 entering into Amended and Restated terms which reduced the interest rates on 9 Sewer System Revenue Bonds and prepaying in full the outstanding balance on two additional Sewer System Revenue Bonds. The following received a rate reduction from 4.00% to 2.00%: 1999 Sewer Bond, 2000(B) Sewer Bond, 2001 Bellevue & Reserve, 2002 - 39th Street and 2002 Missoula Treatment Plant A. The 2002 Missoula Treatment Plant B, 2002 Missoula Treatment Plant C and 2005 Sewer Bond - Broadway/Lincolnwood received a rate reduction from 3.75% to 2.25%. Finally, the Rattlesnake Series 2009B Bond was reduced from 3.75% to 3.00%. These rate savings enabled the City to prepay in full the Lincolnwood Phase II and Rattlesnake Lolo Street Series 2009C bonds with balances of \$227,000 and \$58,000 respectively.

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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 at June 30, 2013 is \$709,476. The Revolving Fund cash at June 30, 2013 is \$719,735.

The following table lists all outstanding special assessment bond issues and the outstanding balance as of June 30, 2013:

<u>Bonds</u>	<u>Date Issued</u>	<u>Date Matures</u>	<u>Rate</u>	<u>Amount Issued</u>	<u>Balance June 30, 2013</u>
511	1994	2014	4.00%	\$ 304,000	\$ 14,000
512	1998	2018	4.00-5.25%	1,724,000	212,635
520	1998	2019	4.00%	2,634,000	842,000
521	1998	2018	4.50-5.25%	7,900	968
522	1998	2018	4.50-5.25%	11,200	1,397
524	2002	2023	4.00%	4,577,000	2,499,000
525	2001	2020	4.00%	658,000	193,000
526	2000	2021	4.00%	2,671,000	1,311,000
530	2006	2016	3.80-4.75%	6,706	2,016
532	2005	2024	3.50-5.00%	556,000	310,000
533	2006	2025	3.75%	244,000	169,000
534	2006	2026	3.75%	254,000	186,000
536	2006	2026	3.75%	438,000	321,000
540	2006	2027	3.75-4.65%	1,570,000	1,225,000
541	2009	2029	2.10-5.40%	750,000	630,000
544-Series C	2009	2029	3.75%	1,608,102	1,456,000
544-Series D	2009	2029	3.75%	31,000	26,500
544-Series B	2009	2029	1.75%	359,300	312,000
548	2009	2029	1.75%	1,250,000	1,105,000
FY02 S&C	2002	2014	2.00-4.40%	430,000	10,000
FY03 S&C	2003	2015	2.00-3.80%	805,000	50,000
FY04 S&C	2004	2016	2.00-4.75%	710,000	30,000
FY05 S&C	2005	2017	3.50-4.65%	765,000	140,000
FY06 S&C	2006	2018	3.75-4.25%	1,145,000	230,000
FY07 S&C	2007	2027	4.00-4.75%	920,000	440,000
FY08 S&C	2008	2028	2.50-5.00%	560,000	305,000
FY09 S&C	2009	2029	1.00-5.40%	645,000	420,000
FY10 S&C	2010	2030	2.25-6.0%	885,000	630,000
FY12 S&C	2012	2032	0.95-4.375%	775,000	725,000
FY13 S&C	2013	2033	3.29%	393,000	393,000
Total Special Assessment Bonds				<u>\$ 27,687,208</u>	<u>\$ 14,189,516</u>

Annual debt service requirements to maturity for special assessment bonds as of June 30, 2013, were as follows:

<u>Fiscal Year Ending</u>	<u>June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2014	\$	1,451,170	\$ 573,695	\$ 2,024,865
2015		1,344,170	518,171	1,862,341
2016		1,266,176	466,026	1,732,202
2017		1,247,500	415,708	1,663,208
2018		1,208,500	365,516	1,574,016
2019-2023		4,685,500	1,171,507	5,857,007
2024-2028		2,278,500	433,669	2,712,169
2029-2033		708,000	54,607	762,607
Total	<u>\$</u>	<u>14,189,516</u>	<u>\$ 3,998,899</u>	<u>\$ 18,188,415</u>



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**Loan Payable**

Loans Payable consist of InterCap Loans and a Loan Payable on the Accela Automation Software installed in FY 2012. 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 1.25% for fiscal year 2013. The Accela Loan is a loan for the purchase of Accela Automation Software. The interest rate is 2.25% and payments are due in January and July.

<u>Loan</u>	<u>Date Issued</u>	<u>Date Matures</u>	<u>Rate</u>	<u>Amount Issued</u>	<u>Balance June 30, 2013</u>
InterCap	2004	2015	var	\$ 300,000	\$ 55,126
Accela	2012	2019	2.25%	925,000	604,140
				<u>\$ 1,225,000</u>	<u>\$ 659,266</u>

Annual debt service requirements to maturity for the loans as of June 30, 2013, were as follows:

<u>Fiscal Year Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2014	\$ 124,521	\$ 13,558	\$ 138,079
2015	107,234	11,550	118,784
2016	91,322	9,104	100,426
2017	93,368	7,058	100,426
2018	95,501	4,925	100,426
2019-2020	147,320	3,318	150,638
Total	<u>\$ 659,266</u>	<u>\$ 49,513</u>	<u>\$ 708,779</u>

**Capital Leases**

Three capital leases were entered into by the City during fiscal year 2009, three leases in 2011, three leases in fiscal year 2012 and an additional two in 2013. These leases are considered capital leases since there is a bargain purchase option at the end of each lease. The leases are recorded at present value of future minimum lease payments. These capital leases were used to finance equipment that was capitalized by the City with a cost of \$3,280,832 and accumulated depreciation of \$363,466 at June 30, 2013.

The following table lists the original amount financed and the minimum lease payments of June 30, 2013:

<u>Capital Leases</u>	<u>Date Issued</u>	<u>Date Matures</u>	<u>Rate</u>	<u>Amount Issued</u>	<u>Balance June 30, 2013</u>
3 Year Equipment Lease	2010	2013	3.50%	\$ 280,054	\$ -
5 Year Equipment Lease	2010	2015	3.73%	177,523	74,931
10 Year Equipment Lease	2010	2020	4.76%	920,548	687,777
3 Year Equipment Lease	2011	2013	3.52%	285,000	98,305
10 Year Equipment Lease	2011	2020	4.74%	565,000	471,909
3 Year Equipment Lease	2012	2015	3.00%	345,567	233,611
5 Year Equipment Lease	2012	2017	3.40%	337,343	274,102
10 Year Equipment Lease	2012	2022	4.20%	188,829	173,278
5 year Equipment Lease	2012	2017	2.50%	244,043	220,980
3 Year Equipment Lease	2013	2016	2.50%	378,853	317,656
				<u>\$ 3,722,760</u>	<u>\$ 2,552,549</u>

Annual lease payment requirements as of June 30, 2013, were as follows:

<u>Fiscal Year Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2014	\$ 638,406	\$ 94,972	\$ 733,378
2015	558,304	73,311	631,615
2016	349,811	55,314	405,125
2017	295,972	43,220	339,192
2018	207,453	32,060	239,513
2019-2022	502,603	43,082	545,685
Total	<u>\$ 2,552,549</u>	<u>\$ 341,959</u>	<u>\$ 2,894,508</u>

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**Notes Payable**

In fiscal year 2012 the City entered into two notes payable as part of the purchase of the Civic Stadium. The payments on the notes payable are funded by a long-term lease of the Civic Stadium, which will enable the City to make the required debt service payments. The cost of the leased assets are \$3,555,000 with accumulated depreciation of \$237,000.

The following table lists all outstanding Civic Stadium Enterprise Fund Notes Payable and the outstanding balances as of June 30, 2013:

	<u>Date Issued</u>	<u>Date Matures</u>	<u>Rate</u>	<u>Amount Issued</u>	<u>Balance June 30, 2013</u>
Paid from Civic Stadium operating revenues:					
R-1 MFCU	2012	2036	5.50%	\$ 1,290,000	\$ 1,243,392
R-2 MCDC	2012	2036	5.50%	265,000	255,426
				<u>\$ 1,555,000</u>	<u>\$ 1,498,818</u>

Annual debt service requirements to maturity for Civic Stadium notes payable as of June 30, 2013, were as follows:

<u>Fiscal Year Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2014	\$ 33,420	\$ 83,580	\$ 117,000
2015	35,284	81,716	117,000
2016	37,251	79,749	117,000
2017	39,116	77,884	117,000
2018	41,510	75,490	117,000
2019-2023	244,755	340,246	585,001
2024-2028	321,070	263,929	584,999
2029-2033	421,123	163,877	585,000
2034-2036	325,289	38,236	363,525
	<u>\$ 1,498,818</u>	<u>\$ 1,204,707</u>	<u>\$ 2,703,525</u>

The City of Missoula entered into the purchase of land (34 acres + improvements) from Eko Compost, Inc. adjacent to the city's wastewater treatment plant (purchase price is \$1,500,000 with \$300,000 paid down at closing and the balance of \$1,200,000 to be carried by the current owner at 3% with 20 consecutive quarterly payments of \$64,836.76 with a closing on August 18, 2011). The city will allow the composting business to continue to operate on the land purchased for which the business will pay the City of Missoula rent each month for the use of the land and space. The property is currently owned by Eko Compost and is being operated as a composting facility using the bio solids generated at the wastewater treatment facility. This purchase does not include Eko Compost's business franchise. This purchase will give the City control of the property to ensure continued use as a composting operation for the beneficial reuse and the most cost effective method to dispose of bio solids generated at the wastewater treatment facility. Eko Compost will continue to operate a composting facility on the site but if Eko Compost ceased its business operation at the site the City could contract with another composting operation or operate it as a composting facility itself. Payments will be made to Eko Compost over a 5 year period. Eko Compost will lease the property back from the City for \$45,000 per year.

The following table lists all outstanding Sewer Enterprise Fund Notes Payable and the outstanding balance as of June 30, 2013:

Paid from sewer utility revenues:					
EKO Promissory Note	2012	2016	3.00%	\$ 1,200,000	\$ 737,427
				<u>\$ 1,200,000</u>	<u>\$ 737,427</u>

Annual debt service requirements to maturity for Sewer utility notes payable as of June 30, 2013, were as follows:

<u>Fiscal Year Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2014	\$ 239,906	\$ 19,441	\$ 259,347
2015	247,185	12,162	259,347
2016	250,337	4,663	255,000
	<u>\$ 737,428</u>	<u>\$ 36,266</u>	<u>\$ 773,694</u>

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**Component Units**

Revenue Bonds

*Missoula Parking Commission:* Revenue bonds paid from parking revenues:

	Date <u>Issued</u>	Date <u>Matures</u>	Rate	Amount <u>Issued</u>	Balance <u>June 30, 2013</u>
<u>Bonds</u>					
Series 2010A Refunding Bond	12/29/10	2015	2-2.5%	\$ 635,000	\$ 360,000
Series 2010B Parking Facility Revenue Bond *	12/29/10	2035	2.29-6%	7,500,000	7,345,000
				<u>\$ 8,135,000</u>	<u>\$ 7,705,000</u>

\*Interest cost on the Series 2010B Bonds has been reduced by Federal interest subsidies of \$239,731 in 2013.

The Commission incurred interest cost of \$532,267 and \$543,205, of which \$258,196 and \$293,306 was capitalized into construction in progress as of June 30, 2013 and 2012, respectively. The capitalized interest cost at June 30, 2013 and 2012 has been offset by the federal credit of \$211,251 and \$240,168, respectively. The Commission incurred interest expense of \$74,999 that was offset by a federal credit of \$28,269.

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>Federal Credit*</u>	<u>Total</u>
2014	\$ 220,000	\$ 537,036	\$ (238,769)	\$ 518,267
2015	230,000	531,125	(237,547)	523,578
2016	235,000	523,285	(235,141)	523,144
2017	240,000	512,736	(230,731)	522,005
2018	250,000	500,190	(225,086)	525,104
2019-2023	1,370,000	2,258,541	(1,016,343)	2,612,198
2024-2028	1,660,000	1,720,728	(774,328)	2,606,400
2029-2033	2,045,000	1,002,753	(451,239)	2,596,514
2034-2036	1,455,000	177,800	(80,010)	1,552,790
Total	<u>\$ 7,705,000</u>	<u>\$ 7,764,194</u>	<u>\$ (3,489,194)</u>	<u>\$ 11,980,000</u>

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

	Date <u>Issued</u>	Date <u>Matures</u>	Rate	Amount <u>Issued</u>	Balance <u>June 30, 2013</u>
<u>Bonds</u>					
2006 Tax Increment	08/15/06	2031	4.89%	\$ 3,600,000	\$ 2,940,000
2007 Tax Increment	10/15/07	2031	6.95%	1,500,000	1,395,000
2013 Tax Increment	03/16/13	2031	3.15%	5,750,000	5,750,000
2013 Tax Increment	05/30/13	2031	4.25%	1,753,500	1,753,500
Total				<u>\$ 12,603,500</u>	<u>\$ 11,838,500</u>

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>
2014	\$ 337,000	\$ 555,475	\$ 892,475
2015	474,000	475,863	949,863
2016	505,500	456,855	962,355
2017	521,500	436,497	957,997
2018	1,387,500	415,514	1,803,014
2019-2023	2,735,500	1,519,363	4,254,863
2024-2028	3,211,500	974,634	4,186,134
2029-2031	2,666,000	210,610	2,876,610
Total	<u>\$ 11,838,500</u>	<u>\$ 5,044,811</u>	<u>\$ 16,883,311</u>

An MRA Civic Stadium TIF note was issued to pay certain secured creditors for their interest in the Civic Stadium. This was done to enable the City to purchase the property for continued use by the public. Tax increment revenues will be used to fund this note.

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	Date Issued	Date Matures	Rate	Amount Issued	Balance June 30, 2013
Notes Payable					
MAEDC Note Payable	08/10/06	2031	1.50%	\$ 1,775,000	\$ 1,589,988
Safeway Note Payable	03/01/10	2017	0.00%	166,238	96,662
FIB Subordinate TIF Note	12/29/10	2035	6.55%	1,623,380	1,551,325
MRA Front Street Parking Note-to MPC	12/29/10	2035	2.29-6%	3,000,000	2,938,000
Wilma Condominium Note	12/15/10	2015	3.25%	220,000	82,238
2012 Civic Stadium	08/15/11	2015	0.00%	1,500,000	1,000,000
Total				<u>\$ 8,284,618</u>	<u>\$ 7,258,213</u>

In 2004, 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 (RLF) to be used for brownfields remediation. The City entered into a sub recipient 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, at the direction of the Missoula Brownfields Cleanup RLF Committee, made a loan of \$1,000,000 bearing interest at 1.5% to MRP LLC, the developer of the Old Sawmill District, with MRP and MRA identified as co-borrowers. The loan will be repaid solely from MRA 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. The City received additional funding from EPA, and upon approval of the Brownfields Committee, during 2010, MRA, MRP, and MAEDC elected to increase the loan by \$400,000 under the same terms. During 2011, the MAEDC board decided to voluntarily dissolve the organization. On September 27, 2011, the Montana Community Development Corporation, with City approval, assumed the rights and responsibilities of MAEDC under the extant sub recipient agreement. In 2013, the loan was increased by an additional \$250,000, for a total loan of \$1,775,000.

Debt service requirements to maturity for notes payable follow:

Fiscal Year Ending	Principal	Interest	Total
June 30			
2014	\$ 628,214	\$ 243,474	\$ 871,688
2015	622,582	239,232	861,814
2016	123,157	235,178	358,335
2017	154,919	230,594	385,513
2018	151,382	225,317	376,699
2019-2023	1,143,938	1,025,405	2,169,343
2024-2028	1,882,521	761,658	2,644,179
2029-2033	1,619,221	419,888	2,039,109
2033-2036	932,279	74,501	1,006,780
Total	<u>\$ 7,258,213</u>	<u>\$ 3,455,247</u>	<u>\$ 10,713,460</u>

MRA issued \$1,500,000 of Tax Increment Urban Renewal Revenue Bonds in October 2007. The bonds were issued to finance demolition, site preparation and infrastructure improvements and their associated design costs related with the Safeway, Inc. Project site. The bonds were issued at par, bear interest of 6.95%, and are secured by a first lien upon and pledge of tax increment revenues derived from the Project Site. Should tax increment revenues in any given year not be sufficient to pay the principal and interest payments, Safeway, Inc. (the "Guarantor") is obligated to pay the deficiency. Tax increment in excess of debt service requirements will be (1) used to make Guarantor reimbursements for prior debt service deficiencies, (2) retained in an excess tax increment fund until the amount equals the maximum annual debt service for the bonds, and (3) used to prepay the Series 2007 bonds. In 2010, the Agency received \$166,238 from the Guarantor to fund the deficiency in tax increment revenues. At June 30, 2013, the balance payable to the Guarantor was \$96,662.

#### 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, 2013, there were three series of industrial revenue bonds outstanding, with an aggregate principal amount payable of \$1,452,069.

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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 \$26,442,166 for 2013, of which \$24,812,055 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. PERS is a mandatory multiple-employer, cost sharing plan administered by the Montana Public Employees' Retirement Administration (MPERA). Upon hire employees are automatically enrolled in the Defined Benefit Retirement Plan and have 12 months to choose to remain in the Defined Benefit Retirement Plan or to transfer to the Defined Contribution Retirement Plan.

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 hired before July 1, 2011 are required to contribute 6.9% of monthly compensation. Members hired on or after July 1, 2011 are required to contribute 7.9% of monthly compensation. Local government entities are required to contribute 7.07% 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). 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. FURS is a mandatory multiple-employer, cost sharing plan administered by the Montana Public Employees' Retirement Administration (MPERA).

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 ½ 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.

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). 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. MPORS is a mandatory multiple-employer, cost sharing plan administered by the Montana Public Employees' Retirement Administration (MPERA).

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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 ½ 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, 2013, were:

	PERS	MPORS	FURS
Employee	6.9% - 7.9% (1)	5.8-9.0% (2)	9.5-10.7% (3)
Employer	7.07%	14.41%	14.36%
State	0.10%	29.37%	32.61%
(1)	6.9% for members hired prior to July 1, 2011 7.9% for members hired on or after July 1, 2011		
(2)	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)		
(3)	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)		

The City of Missoula and the State of Montana contributions (including component units) for the years ended June 30, 2011, 2012, and 2013 as listed below, were equal to the required contributions for each year. The State on-behalf of contributions are recorded as revenues and expenditures for the period.

		Primary Government						Component Units	
		PERS		MPORS		FURS		PERS	
		City	State	City	State	City	State	City	State
2011	\$	709,550	\$ 10,522	\$ 753,543	\$ 1,733,031	\$ 813,842	\$ 1,730,840	\$ 47,656	\$ 666
2012		731,464	10,839	852,130	1,821,869	766,285	1,780,318	47,545	656
2013		798,260	11,821	914,906	1,930,286	843,792	1,941,279	46,368	662

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**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 \$384 for a half time employee to \$767 for a full time employee. Employee contributions were \$22 for full time employees up to \$406 for half time employees. Retirees may also participate in the plan. The City subsidizes the retiree's premium cost at 15%. They paid \$632 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, 2013 were \$3,039,135 employee contributions were \$740,194 and retiree contributions were \$453,433. Premium expenses are charged to the appropriate departments, then 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 \$442,839 from the General Fund was made to the Employee Benefit Fund during fiscal year 2013. Following is a summary of the changes in the balances of claim liabilities (based on calculations provided by the plan administrator) during fiscal years 2011, 2012, and 2013.

	Claims Payable Beginning of Fiscal Year		Claims Incurred		Claims Paid		Claims Payable Ending of Fiscal Year
2011	\$ 255,391	\$	4,919,595	\$	4,778,415	\$	396,571
2012	396,571		4,613,100		4,500,506		509,165
2013	509,165		4,275,369		4,354,205		430,329

**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 520 individuals covered by the plan at June 2013, there were 58 retirees, and 2 C.O.B.R.A. participants.

The City 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.

The City 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. Information on the City's health benefits plan for retirees is included below. GASB 10, as modified by GASB 45, requires that amounts related to retirees be excluded from the internal service fund used for health benefits. Accordingly, amounts related to retirees have been excluded from the internal service fund.

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. Contribution rates are established by the City Council based on the recommendations received from both the Employee Benefits Committee and the City Administration. The plan's financial information, excluding retirees, is the City's self insurance internal service fund. The plan does not issue separate audited financial statements.

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 fiscal year 2013.

Coverage	Retiree Contribution		City Contribution		Total Premium
Retiree	\$ 631.68	\$	111.47	\$	743.15
Retiree, spouse	727.73		128.42		856.15
Retiree, spouse, child	767.68		135.47		903.15
Retiree, spouse, 2 children	807.63		142.52		950.15
Retiree, spouse, 3 children	847.58		149.57		997.15
Retiree, spouse, 4 children	887.53		156.62		1,044.15
Retiree, child	671.63		118.52		790.15
Retiree, 2 children	711.58		125.57		837.15
Retiree, 3 children	751.53		132.62		884.15
Retiree, 4 children	791.48		139.67		931.15

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Based on an actuarial study prepared as of June 30, 2013, the City's annual other post-employment benefit cost was \$752,813 for the fiscal year ended June 30, 2013. This cost consisted of the annual required contribution of \$774,669 interest on the net OPEB obligation of \$38,122, and an adjustment to the ARC of \$59,978. There were contributions of \$576,877 made in fiscal year 2013, which was 77% of the annual cost. The net increase in the OPEB obligation for fiscal year 2013 was \$175,936 and the Net Obligation at June 30, 2013 was \$1,322,106.

	Fiscal Year Ended		
	June 30, 2013	June 30, 2012	June 30, 2011
Beginning OPEB Obligation	\$ 1,146,170	\$ 899,044	\$ 672,045
Annual OPEB Cost	752,813	548,493	539,638
Annual OPEB Contributions	(576,877)	(301,367)	(312,639)
Ending OPEB Obligation	<u>\$ 1,322,106</u>	<u>\$ 1,146,170</u>	<u>\$ 899,044</u>
Percentage of cost contributed	77%	55%	58%

As of June 30, 2013, the most recent actuarial valuation date, the plan had an unfunded accrued actuarial liability of \$7,923,367. 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%. The annual covered payroll was \$21,891,680 for fiscal year 2013; the unfunded actuarial liability was 36% of covered payroll. The annual other post-employment benefit cost, annual OPEB contributions, net other post-employment benefit obligation, and the unfunded actuarial liability is allocated to the applicable component units and funds as follows:

	Governmental			Component Units			
	Activities	Sewer	Aquatics	MRA	Parking Commission	Total	
Annual OPEB Cost	\$ 682,260	\$ 33,599	\$ 8,387	\$ 8,387	\$ 20,180	\$	752,813
Annual OPEB Contributions	522,817	25,745	6,423	6,423	15,468		576,877
Net OPEB Obligation	1,196,277	61,856	14,768	16,848	32,357		1,322,106
Unfunded Actuarial Liability	7,150,551	353,722	88,430	88,430	212,233		7,923,367

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. The schedule of funding progress in the required supplementary information section presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits. 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 perspective 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, 2013 the projected unit credit actuarial cost method was used. The health care cost trend rate, which includes an inflation rate, was 7.0% for 2013 decreasing to 5% for 2017 and after. The assumed discount and long-term rate of return was 3.326%. 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.



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**H. Restricted Cash/Investments/Assets**

The following restricted cash/investments were held by the City as of June 30, 2013:

<u>Description</u>	<u>Amount</u>
Primary Government	
Sewer Fund - Restricted for debt service	\$ 2,076,798
Component Units	
Missoula Redevelopment Agency - Restricted for debt service	675,665
Missoula Parking Commission - Restricted for debt service and capital projects	1,158,250
Total Restricted Cash	<u>\$ 3,910,713</u>

The following net assets were restricted by the City for the reasons stated below as of June 30, 2013:

<u>Description</u>	<u>Amount</u>
Primary Government	
Governmental Funds - Restricted as shown in Note I	\$ 20,177,794
Sewer - Restricted for debt service	2,071,535
Component Units	
Missoula Redevelopment Agency - Restricted for debt service	675,665
Missoula Parking Commission - Restricted for debt service and capital projects	1,162,514
Total Restricted Net Assets	<u>\$ 24,087,508</u>

**I. Governmental Fund Balances**

At June 30, 2013 the City had a total fund balance in governmental funds of \$10,014,315. In accordance with GASB Statement 54 this fund balance has been classified as follows:

**General Fund**

Nonspendable	\$ 1,259,186	Inventories and Prepaid Expenses
Restricted	157,822	Cemetery memorial, Title I Program and Revolving Loan Program
Assigned	1,757,237	Specific general fund programs
Unassigned	2,968,121	Remainder

**Non Major Special Revenue Funds**

Restricted	2,314,865	State and Federal Law for law enforcement, building construction inspections, public works safety and maintenance and various Grant restrictions for program expenditures.
Committed	2,892,425	
Unassigned	(105,325)	City Ordinance for specific budgeted programs and by Developer Agreement for future development. Negative fund balance is Unassigned per GASB 54 definitions.

**Non Major Debt service Funds**

Restricted	3,697,355	Debt Service
Unassigned	(23,761)	Negative fund balance is Unassigned per GASB 54 definitions.

**Non Major Capital projects Funds**

Restricted	777,419	Federal & State law, Bond Covenants, and County & Developer Agreements for Capital Project expenditures.
Unassigned	(645,428)	Negative fund balance is Unassigned per GASB 54 definitions.

**Major Capital Projects Fund**

Unassigned	(5,035,601)	Negative fund balance is Unassigned per GASB 54 definitions.
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**Total**

<b>Governmental Fund Balance</b>	<u>\$ 10,014,315</u>
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CITY OF MISSOULA, MONTANA  
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**J. Interfund Transfers - The City has the following transfers:**

**City of Missoula - Schedule of Transfers "IN" as of June 30, 2013**

<b>Transfer To:</b>	<b>Transfer From:</b>	<b>Amount</b>	<b>Explanation</b>
General Fund	Street Maintenance	\$ 27,281	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	4,152,366	Reimburse General Fund from special health levy funds for health insurance premiums paid
General Fund	Cable TV Franchise	304,338	For right of way maintenance
General Fund	SID Revolving	135,000	To reimburse General Fund for SID costs
General Fund	Sewer	24,999	Utility locating reimbursement
General Fund	CDBG	66,069	Gen Fund support for White Pine Playground
General Fund	GF Parks, Trails	10,000	Parks support of Park & Rec Trails Scholarship
General Fund	Capital Improvement	50,000	GF Parks support of CIP McCormick Project
		<b>5,334,053</b>	<b>Total transfers To General Fund</b>
Capital Improvement	General Fund	1,005,832	Support for capital projects
Capital Improvement	General Fund	8,662	Mountain Water Notes revenue to CIP Meter Conversion project
Capital Improvement	SID Revolving	15,531	Mountain Water Notes revenue to CIP Meter Conversion project
Capital Improvement	Park Memorial	6,500	Transfer to CIP McCormick Project
Capital Improvement	Building	173,642	Transfer for Building Dept. portion of office remodel
Capital Improvement	General Fund	109,617	Transfer from GF for Office remodel
		<b>1,319,784</b>	<b>Total transfers to Major Capital Projects</b>
CDBG Program Income	CDBG Operating	4,773	Transfer CDBG program income
Federal Transportation	Capital Improvement	13,598	Transfer for ADA curb ramp improvements for FY13 S/C
SID Revolving	SID Debt Service Funds	87,441	Transfers to SID Revolving, debt service completed
SID 520	SID Revolving	26,702	Transfer for Debt Service
New Fire Station GO Bond	Fire Station Debt Service	34,122	Interest Transfer
FY13 S/C Construction	SID Revolving	707	FY13 S/C Construction
FY13 S/C Construction	FY13 S/C Debt Service	373,378	FY13 S/C Construction
SID Construction Accounts	SID Debt Svc 531, 535,539,543,545,546	82,375	Internal lending to Traffic Circle Projects
2012A Aquatics Refunding	General Fund	52,915	Refunding bond transfers
2004 Refunding Bond	General Fund	44,462	Refunding bond transfers
New Fire Station GO Bond	General Fund	104,430	Refunding bond transfers
2007 Refunding Bond	General Fund	61,024	Refunding bond transfers
		<b>885,927</b>	<b>Total transfers To Other NonMajor Governmental Funds</b>
Aquatics	General Fund	188,000	Support for aquatics activities
		<b>188,000</b>	<b>Total transfers To Major Proprietary Funds</b>
			Retiree subsidizing of health insurance premium approved by the
Employee Benefit Plan	General Fund	442,839	City council
		<b>442,839</b>	<b>Total transfers To Internal Service Fund</b>
<b>Total Transfers "IN"</b>		<b>\$ 8,170,603</b>	

CITY OF MISSOULA, MONTANA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2013

**City of Missoula - Schedule of Transfers "OUT" as of June 30, 2013**

<b>Transfer From:</b>	<b>Transfer To:</b>		<b>Explanation</b>
General Fund Parks & Rec	General Fund	\$ 10,000	GF Parks support of Parks & Rec Trails Scholarship
General Fund	2012A Aquatics	52,915	Refunding bond transfers
General Fund	2004 Refunding Bond	44,462	Refunding bond transfers
General Fund	New Fire Station GO	104,430	Refunding bond transfers
General Fund	2007 Refunding	61,024	Refunding bond transfers
General Fund	Capital Improvement	1,005,832	Support for capital projects
General Fund	Capital Improvement	8,662	Mountain Water notes revenue to CIP
General Fund	Capital Improvement	109,617	Transfer from GF for Office remodel
			Retiree subsidizing of health insurance premium approved by the
General Fund	Employee Benefit Plan	442,839	City council
General Fund Parks & Rec	Capital Improvement	6,500	GF Parks support of CIP McCormick Project
General Fund	Aquatics	188,000	Support for aquatics activities
		<u>2,034,281</u>	Total transfers From General Fund
Capital Improvement	All Abilities Playground	50,000	For right of way maintenance
Capital Improvement	Federal Transportation	13,598	Transfer for ADA curb ramp improvements for FY13 S/C
		<u>63,598</u>	Total transfers from Major Capital Projects
Street Maintenance	General Fund	27,281	Reimburse General Fund for costs incurred within the flushing district
Gas Tax	General Fund	564,000	For street maintenance work by City street staff
Employee Health Insurance	General Fund	4,152,366	Reimburse General Fund from special health levy funds for health insurance premiums paid
Cable TV Franchise	General Fund	304,338	For right of way maintenance
CDBG Operating	CDBG Program Income	4,773	Transfer CDBG program income
CDBG	General Fund	66,069	CDBG support White Pine Playground
Building	Capital Improvement	173,642	Transfer for Building Dept. portion of office remodel
SID Revolving	General Fund	135,000	To reimburse General Fund for SID costs
SID Revolving	Capital Improvement	15,531	Mountain Water Notes revenue to CIP Meter Conversion project
SID Revolving	SID 520	26,702	Transfer for Debt Service
SID Revolving	FY13 S/C Construction	707	FY13 S/C Construction
Fire Station Debt Service	New Fire Station GO Bond	34,122	Interest Transfer
SID Debt Service Funds	SID Revolving	87,441	Transfer Excess funds to SID Revolving, debt service completed
FY13 S/C Debt Service	FY13 S/C Construction	373,378	FY13 S/C Construction
SID Debt Svc 531, 535,539,543,545,546	SID Revolving	82,375	Internal lending to Traffic Circle Projects
		<u>6,047,725</u>	Total transfers From Other NonMajor Governmental Funds
Sewer	General Fund	<u>24,999</u>	Utility locating reimbursement
		<u>24,999</u>	Total Transfers From Major Proprietary Fund
<b>Total Transfers OUT"</b>		<u><u>\$ 8,170,603</u></u>	

CITY OF MISSOULA, MONTANA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2013

**K. Transactions with Component Units**

The City provides administrative services to their discretely presented component units, Missoula Redevelopment Agency and Missoula Parking Commission. To compensate for these services, the City received administrative fees of \$110,334 and \$155,804 from Missoula Redevelopment Agency and Missoula Parking Commission, respectively, during fiscal year 2013.

**L. Joint Operations with the County**

Through inter-local agreements between the City of Missoula and Missoula County services are provided jointly for Health, 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 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 inter-local 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.

The City also had an interlocal agreement with Missoula County to provide transportation planning and grant management services, which was ended January 1, 2013. As part of the reorganization, the City acquired 19 new employees (formerly county employees who were under contract with the city through the terminated interlocal agreement. These employees will be integrated into the new Development Services department to provide planning services to the public. This new department will also include a significant number of city employees that were formerly organized in the city's engineering and building inspection departments. The revenue support formerly provided to the county employees providing planning services will be transferred to the city, such that no additional unfunded payroll or operating costs will be incurred by the city with this reorganization. A new interlocal agreement with Missoula County for grant management services is under negotiation between the two entities.

**M. 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 \$140,000 per individual or in aggregate for the plan in excess of 95% of the first monthly aggregate attachment point times 12.

CITY OF MISSOULA, MONTANA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2013

**N. 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.

**O. Construction Commitments**

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

	Expended to Date	Remaining Commitment
<u>Sewer Funds</u>		
East Broadway Lift Station	\$ 25,832	\$ 21,668
Reserve Street Lift Station	41,504	101,398
Hybrid Poplar Project	161,931	313,069
Airport Interceptor Sewer	155,314	441
 <u>Governmental Funds</u>		
Rattlesnake to University Crossing	595,363	33,525
S. 3rd St.- Russell to Reserve PE-Design	272,601	287,679
Catlin St. - S. 3rd St. to 12th St. PE - Design	209,555	147,041
Van Buren Ph. II - Elm to Lilac PE - Design	109,042	84,369
Scott/Toole Roundabout	-	167,270
Grant Creek Trail	41,421	142,040
Total Construction Commitments	<u>\$ 1,612,563</u>	<u>\$ 1,298,500</u>

**P. Subsequent Events**

The City closed on its FY 14 Master Equipment Lease on November 22, 2013. As part of this master lease the City was reimbursed for equipment purchased in FY 13 in the amount of \$2,067,219, that included new replacement equipment for the streets, traffic, fire, parks, and police departments. In addition, the City also refinanced capital leases with outstanding balances of \$2,454,242 at June 30, 2013 for an annual savings of approximately \$32,340.

The City issued \$5,860,000 of 2.32% Series 2013A refunding bonds on December 2, 2013. These refunding bonds will prepay the 2005 Fire Station general obligation bonds and the 2007 Refunding bonds, which had outstanding balances of \$4,240,000 and \$1,885,000, respectively.

On October 21, 2013 the City Council of the City of Missoula passed Ordinance Number 3509: "An Ordinance of the City of Missoula, Missoula County, Montana, Providing Notice to The Carlyle Group that the City Desires to Purchase the Water System Owned by The Carlyle Group and Operated by Mountain Water Company; Authorizing the Mayor to Enter Into Negotiations to Acquire such Water System; Determining to Acquire such Water System Either by Purchase or by Eminent Domain; and Providing for Other Matters Properly Relating Thereto."

**Q. Restatements/Prior Period Adjustments**

The fund balances of the City's governmental funds have been restated to reflect the following:

The General fund was restated by \$20,000 to record a Title III receipt in the proper period. The receipt was originally recorded in fiscal year 2013, but related to fiscal year 2012 expenditures and was therefore, adjusted to beginning fund balance.

A restatement of \$17,421 was made in fiscal year 2013 to the HIDTA fund to correct a prior year receipt that was incorrectly reflected in this fund.

The Community Development Program Income fund balance was reduced by \$1,394 to reflect correction of a prior year reporting error.

The Sewer fund was restated by \$2,768 to reflect the correction of prior year accumulated depreciation. This restatement reduced Sewer net position.

The Internal Service Self-Insurance fund's net position was decreased by \$4,693 to reflect net overpayments made by employees, which will be repaid in fiscal year 2014.

The net position in the government-wide financial statements has been restated by the above fund balance changes. In addition, governmental activities net position was increased by \$39,081 to reflect corrections to capital asset balances.

The Business Improvement District's net position was increased by \$18,020 to reflect a correction to prior year accounts payable.



**BUDGET TO ACTUAL  
COMPARISON  
GENERAL FUND**





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

**City of Missoula, Montana**  
**Budgetary Comparison Schedule - General Fund**  
**For the Fiscal Year Ended June 30, 2013**

<b>General Fund</b>				
	Budgeted Amounts		Actual	Variance
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>with Final</u>
				<u>Budget</u>
<b>Revenues</b>				
Taxes and assessments	\$ 21,531,118	\$ 21,531,118	\$ 22,237,692	\$ 706,574
Licenses and permits	1,261,994	1,261,994	1,253,948	(8,046)
Intergovernmental	11,606,058	12,019,443	12,126,473	107,030
Charges for services	5,054,384	5,089,362	4,738,464	(350,898)
Fines and forfeitures	1,740,000	1,740,000	1,546,082	(193,918)
Miscellaneous	714,021	869,021	286,227	(582,794)
Investment earnings	20,000	20,000	6,801	(13,199)
Total revenues	<u>41,927,575</u>	<u>42,530,938</u>	<u>42,195,687</u>	<u>(335,251)</u>
<b>Expenditures</b>				
General government-41	7,435,503	10,041,212	7,499,341	2,541,871
Public safety-42	23,887,940	23,937,742	23,110,955	826,787
Public works-43	6,689,248	7,077,309	6,536,707	540,602
Public health-44	1,485,036	1,485,036	1,482,096	2,940
Social and economic services-45	116,000	116,000	116,000	-
Culture and recreation-46	3,957,900	4,057,612	3,441,104	616,508
Housing & Community Development-47	50,000	50,000	-	50,000
Miscellaneous-51&52	1,102,145	1,183,649	1,049,647	134,002
Debt service expense-49	321,646	354,461	354,212	249
Capital outlay	1,242,585	1,454,649	541,001	913,648
Total Expenditures	<u>46,288,003</u>	<u>49,757,670</u>	<u>44,131,183</u>	<u>5,626,607</u>
Excess of revenues over (under) expenditures	<u>(4,360,428)</u>	<u>(7,226,732)</u>	<u>(1,935,496)</u>	<u>5,291,356</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in	5,177,984	5,227,984	5,334,053	106,069
Transfers out	(1,778,624)	(1,715,382)	(2,034,281)	318,899
Issuance of Long Term Debt	-	-	193,215	(193,215)
Proceeds from sale of capital assets	-	-	2,250	2,250
Total Other Financing Sources (Uses)	<u>3,399,360</u>	<u>3,512,602</u>	<u>3,495,237</u>	<u>234,003</u>
Net change in fund balance	(961,068)	(3,714,130)	1,559,741	5,525,359
Fund balances - beginning	<u>4,562,625</u>	<u>4,562,625</u>	<u>4,562,625</u>	<u>-</u>
Restatements	20,000	20,000	20,000	-
Fund balances - ending	<u>\$ 3,621,557</u>	<u>\$ 848,495</u>	<u>\$ 6,142,366</u>	<u>\$ 5,525,359</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, 2013**

	Primary Government			Component Units		
	Governmental			MRA	Parking Commission	Total
	Activities	Sewer	Aquatics			
<i>Actuarial Valuation Date: 6/30/13</i>						
Accrued Actuarial Liability	\$ 7,180,551	\$ 353,722	\$ 88,430	\$ 88,430	\$ 212,233	\$ 7,923,367
Unfunded Actuarial Liability	7,180,551	353,722	88,430	88,430	212,233	7,923,367
Funded Ratio	0%	0%	0%	0%	0%	0%
Annual Covered Payroll (***)	20,297,603	904,431	138,210	235,898	315,537	21,891,680
Unfunded Actuarial Liability to Covered Payroll	35%	39%	64%	37%	67%	36%
<i>Actuarial Valuation Date: 6/30/11</i>						
Accrued Actuarial Liability	6,324,788	314,584	82,785	82,785	182,127	6,987,069
Unfunded Actuarial Liability	6,324,788	314,584	82,785	82,785	182,127	6,987,069
Funded Ratio	0%	0%	0%	0%	0%	0%
Annual Covered Payroll (***)	20,297,603	904,431	138,210	235,898	315,537	21,891,680
Unfunded Actuarial Liability to Covered Payroll	31%	35%	60%	35%	58%	32%
<i>Actuarial Valuation Date: 6/30/09</i>						
Accrued Actuarial Liability	4,883,884	239,159	62,937	75,524	138,461	5,399,965
Unfunded Actuarial Liability	4,883,884	239,159	62,937	75,524	138,461	5,399,965
Funded Ratio	0%	0%	0%	0%	0%	0%
Annual Covered Payroll (***)	20,297,603	904,431	138,210	235,898	315,537	21,891,680
Unfunded Actuarial Liability to Covered Payroll	24%	26%	46%	32%	44%	25%

(\*\*\*) Calculation includes all Employees that were in the health plan.

# **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.

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.

George Elmer Cattle Drive - This fund is used to contract for the construction of the intersection improvements (roundabout) at George Elmer Drive and Cattle Drive. The area developers (44 Ranch and Flynn Ranch) were unable to come to agreement between themselves in order to fulfill both of their respective subdivision conditions.

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.

Dangerous Building Demolition and Repair - This fund has been established to account for the costs of steps taken to abate a danger or demolish a building. The City Council may levy a special assessment upon this property to recover its costs.

## **NONMAJOR GOVERNMENTAL FUNDS**

### ***FUND DESCRIPTIONS (Cont.)***

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.

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

Road District #1 – This fund accounts for a City-wide road district designed to maintain the current level of service as provided to all city residents. Additionally, the road district provides financial assistance to property owners for ADA curb ramps as an additional financial resource to reduce sidewalk installation assessment costs.

Park District #1 – accounts for a city-wide park district designed to maintain the base level of service (FY09) provided to all city residents. An annual assessment will be established for the purpose of funding and/or financing costs associated with providing services.

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 Down payment 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.

## **NONMAJOR GOVERNMENTAL FUNDS**

### ***FUND DESCRIPTIONS (Cont.)***

Neighborhood Stabilization - The purpose of Neighborhood Stabilization Program (NSP) Fund is to acquire foreclosed, vacant or abandoned residential properties in the City of Missoula and redevelop them into affordable housing or other community enhancements. This fund receives a federal grant has been used as partial funding to acquire property at 1311 E. Broadway, demolish the structures on that land, and construct 115 units of rental housing, most of which will be designated for low- and moderate income households in the City of Missoula.

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.

### **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%.



## **NONMAJOR GOVERNMENTAL FUNDS**

### ***FUND DESCRIPTIONS (Cont.)***

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.

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.

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.

## **NONMAJOR GOVERNMENTAL FUNDS**

### ***FUND DESCRIPTIONS (Cont.)***

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.

5<sup>th</sup>, 6<sup>th</sup>, Arthur Streets Construction – This project was funded by special improvement district assessments charged to the benefitting landowners, which in this case was the University of Montana for the street improvements designed to improve traffic circulation near the north end of the campus. Additionally, the Montana Department of Transportation funded signals and associated work.

Maloney/Twite Miller Creek \$1.2M Contribution – This project reconstructed Miller Creek Road between Briggs and the roundabout. The project was funded through a combination of contributions and fees from the developers in the area and impact fees.

Rattlesnake Sewer Collection – this project was funded by a combination of grants and special improvement district assessments charged to the benefitting landowners for the extension of sewer mains to the majority of the remaining areas of the city in the Rattlesnake Valley that were not connected to the sewer system.

Phillips Street Traffic Calming – this project was funded by special improvement district assessments charged to the benefitting landowners fronting on Phillips Street between Scott Street and Russell Street for the installation of traffic calming improvements designed to slow traffic down in their neighborhood.

ARRA Enhancements –Federal ARRA stimulus funds were used for the following transportation projects: North Higgins streetscape project, Mullan Road bike/pedestrian path, Greenough Drive sidewalks, sidewalk ramps, other pavement preservation, Higgins Street Roundabout and the Scott Street Bridge.

ARRA HB645 –State ARRA stimulus money was used for: the construction of curb ramps, North Higgins Street paving, Brooks Street curb/sidewalk work, Greenough Park Bridge construction and four new playgrounds in City parks.

Western Federal Lands Miller Creek – This project reconstructed Lower Miller Creek Road between the roundabout and Linda Vista Boulevard.

Western Federal Lands - This project will install a pedestrian and bicycle bridge across Rattlesnake Creek and construct a trail from Rattlesnake Creek Bridge to Van Buren Street. The project will enhance access to the University of Montana with improved pedestrian and bicycle facilities.

**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, 2013**

	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS	--TOTALS-- NONMAJOR GOVERNMENTAL FUNDS
<b>ASSETS</b>				
Cash and Investments	\$ 2,175,690	\$ 1,570,160	\$ 93,899	\$ 3,839,749
Taxes Receivable	228,264	94,159	-	322,423
Special Assessments Receivable	38,920	2,053,205	-	2,092,125
Prepaid Expense	9,102	-	-	9,102
Other Receivables	181,248	119,108	4,693	305,049
Long Term Loans	806,651	-	-	806,651
Interfund Receivable	2,882,311	436,360	673,414	3,992,085
Due From Other Governments	977,805	179,898	29,470	1,187,173
Advances Receivable	-	1,864,861	-	1,864,861
Deferred Assessments Receivable	-	10,997,279	-	10,997,279
<b>TOTAL ASSETS</b>	<b>\$ 7,299,991</b>	<b>\$ 17,315,030</b>	<b>\$ 801,476</b>	<b>\$ 25,416,497</b>
<b>LIABILITIES</b>				
Accounts Payable	\$ 555,292	\$ 9,301	\$ 199,922	\$ 764,515
Accrued Payroll	38,770	-	-	38,770
Interfund Payable	654,043	436,361	378,542	1,468,946
Advances Payable	-	-	91,021	91,021
Deferred Revenues	949,921	13,195,774	-	14,145,695
<b>TOTAL LIABILITIES</b>	<b>2,198,026</b>	<b>13,641,436</b>	<b>669,485</b>	<b>16,508,947</b>
<b>FUND BALANCES</b>				
Nonspendable	-	-	-	-
Restricted	2,314,865	3,697,355	777,419	6,789,639
Committed	2,892,425	-	-	2,892,425
Unassigned	(105,325)	(23,761)	(645,428)	(774,514)
Total Fund Balance	5,101,965	3,673,594	131,991	8,907,550
Total Liabilities and Fund Balance	\$ 7,299,991	\$ 17,315,030	\$ 801,476	\$ 25,416,497

**CITY OF MISSOULA, MONTANA**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**TOTALS FOR NONMAJOR GOVERNMENTAL FUNDS**  
**June 30, 2013**

	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS	--TOTALS-- NONMAJOR GOVERNMENTAL
<b>REVENUES</b>				
Taxes	\$ 4,298,647	\$ 1,765,909	\$ -	\$ 6,064,556
Special Assessments	1,217,803	2,209,716	-	3,427,519
Licenses & Permits	1,973,978	-	-	1,973,978
Intergovernmental	4,899,776	-	432,567	5,332,343
Charges for Services	1,296,399	-	22,586	1,318,985
Fines and Forfeitures	19,048	-	-	19,048
Miscellaneous	92,387	-	228,595	320,982
Investment Earnings	(1,834)	40,958	314	39,438
<b>TOTAL REVENUES</b>	<b>13,796,204</b>	<b>4,016,583</b>	<b>684,062</b>	<b>18,496,849</b>
<b>EXPENDITURES</b>				
General Government	445,230	86,172	973	532,375
Public Safety	2,692,988	-	-	2,692,988
Public Works	776,163	-	75,522	851,685
Culture and Recreation	394,920	-	-	394,920
Community Development	1,238,419	-	-	1,238,419
Debt Service	322,000	4,003,805	31,669	4,357,474
Capital Outlay	2,159,338	-	1,461,420	3,620,758
<b>TOTAL EXPENDITURES</b>	<b>8,029,058</b>	<b>4,089,977</b>	<b>1,569,584</b>	<b>13,688,619</b>
Excess (Deficiency) of Revenues Over Expenditures	5,767,146	(73,394)	(885,522)	4,808,230
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	18,371	376,974	490,582	885,927
Transfers Out	(5,292,468)	(755,257)	-	(6,047,725)
Payments to Refunded Bond Escrow Agent	-	(5,541,672)	-	(5,541,672)
Refunding Bond Proceeds	-	5,480,000	-	5,480,000
Premium on Refunded Bonds	-	152,081	-	152,081
Issuance of Long Term Debt	-	393,000	-	393,000
Sale of Capital Assets	19,921	-	-	19,921
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>(5,254,176)</b>	<b>105,126</b>	<b>490,582</b>	<b>(4,658,468)</b>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	512,970	31,732	(394,940)	149,762
Fund Balance, July 1, 2012	4,607,810	3,641,862	526,931	8,776,603
Restatement	(18,815)	-	-	(18,815)
Fund Balance, July 1, 2012, As Restated	4,588,995	3,641,862	526,931	8,757,788
Fund Balance, June 30, 2013	\$ 5,101,965	\$ 3,673,594	\$ 131,991	\$ 8,907,550





**COMBINING BALANCE SHEET**

**FOR NONMAJOR  
GOVERNMENTAL  
SPECIAL REVENUE  
FUNDS**

CITY OF MISSOULA, MONTANA  
COMBINING BALANCE SHEET  
TOTALS FOR NONMAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS  
JUNE 30, 2013

	Impact Fee	George Elmer Cattle Drive	Public Art	Employee Health Ins
<b>ASSETS AND OTHER DEBITS</b>				
Cash and Investments	\$ -	\$ -	\$ 32,806	\$ -
Taxes Receivable	-	-	-	210,779
Special Assessments Receivable	-	-	-	-
Prepaid Expenses	-	-	-	-
Other Receivables				
Vendors	-	-	-	-
Mountain Water Notes	-	-	-	-
Interfund Receivable	2,882,311	-	-	-
Long Term Loans				
Missoula Art Museum	-	-	-	-
Parenting Place	-	-	-	-
Partnership Health Center	-	-	-	-
Missoula Housing Corporation	-	-	-	-
homeWORD	-	-	-	-
Due From Other Governments	-	-	-	234,211
<b>TOTAL ASSETS</b>	<b>\$ 2,882,311</b>	<b>\$ -</b>	<b>\$ 32,806</b>	<b>\$ 444,990</b>
<b>LIABILITIES, EQUITY AND OTHER CREDITS</b>				
Accounts Payable	\$ 33,563	\$ -	\$ -	\$ -
Accrued Payroll	-	-	-	-
Interfund Payable	-	-	-	351,294
Deferred Revenues	-	-	-	82,825
<b>TOTAL LIABILITIES</b>	<b>33,563</b>	<b>-</b>	<b>-</b>	<b>434,119</b>
<b>FUND EQUITY AND OTHER CREDITS</b>				
Fund Balance				
<b>Nonspendable:</b>				
Inventories	-	-	-	-
Prepaid Expenses	-	-	-	-
Long Term Receivables	-	-	-	-
<b>Restricted:</b>				
State and Federal law restrictions for:				
Cable contract restricted for CAT & PEG Access	-	-	-	-
Law Enforcement	-	-	-	-
Building construction inspections	-	-	-	-
Public Works safety & maintenance expenditures	-	-	-	-
Grant restrictions for program expenditures	-	-	-	-
<b>Committed:</b>				
By City Ordinance for specific budgeted programs	2,848,748	-	32,806	10,871
<b>Unassigned</b>				
	-	-	-	-
<b>Total Fund Balance</b>	<b>2,848,748</b>	<b>-</b>	<b>32,806</b>	<b>10,871</b>
<b>TOTAL LIABILITIES, FUND EQUITY AND OTHER CREDITS</b>	<b>\$ 2,882,311</b>	<b>\$ -</b>	<b>\$ 32,806</b>	<b>\$ 444,990</b>

Continued

CITY OF MISSOULA, MONTANA  
COMBINING BALANCE SHEET  
TOTALS FOR NONMAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS  
JUNE 30, 2013

	Cable TV Franchise	Drug Forfeiture	Building Division	Program Income
<b>ASSETS AND OTHER DEBITS</b>				
Cash and Investments	\$ 114,588	\$ 13,874	\$ 627,369	2,972
Taxes Receivable	-	-	-	-
Special Assessments Receivable	-	-	-	-
Prepaid Expenses	-	-	7,670	-
Other Receivables				
Vendors	176,484	-	-	-
Mountain Water Notes	-	-	-	4,264
Interfund Receivable	-	-	-	-
Long Term Loans				
Missoula Art Museum	-	-	-	-
Parenting Place	-	-	-	-
Partnership Health Center	-	-	-	-
Missoula Housing Corporation	-	-	-	-
homeWORD	-	-	-	-
Due From Other Governments	-	1,829	-	-
<b>TOTAL ASSETS</b>	<b>\$ 291,072</b>	<b>\$ 15,703</b>	<b>\$ 635,039</b>	<b>\$ 7,236</b>
<b>LIABILITIES, EQUITY AND OTHER CREDITS</b>				
Accounts Payable	\$ 117,765	\$ (45)	\$ 8,226	\$ -
Accrued Payroll	-	-	24,354	-
Interfund Payable	-	-	-	-
Deferred Revenues	-	-	-	4,040
<b>TOTAL LIABILITIES</b>	<b>117,765</b>	<b>(45)</b>	<b>32,580</b>	<b>4,040</b>
<b>FUND EQUITY AND OTHER CREDITS</b>				
Fund Balance				
<b>Nonspendable:</b>				
Inventories	-	-	-	-
Prepaid Expenses	-	-	-	-
Long Term Receivables	-	-	-	-
<b>Restricted:</b>				
State and Federal law restrictions for:				
Cable contract restricted for CAT & PEG Access	173,307	-	-	-
Law Enforcement	-	15,748	-	-
Building construction inspections	-	-	602,459	-
Public Works safety & maintenance expenditures	-	-	-	-
Grant restrictions for program expenditures	-	-	-	3,196
<b>Committed:</b>				
By City Ordinance for specific budgeted programs	-	-	-	-
<b>Unassigned</b>	-	-	-	-
<b>Total Fund Balance</b>	<b>173,307</b>	<b>15,748</b>	<b>602,459</b>	<b>3,196</b>
<b>TOTAL LIABILITIES, FUND EQUITY AND OTHER CREDITS</b>	<b>\$ 291,072</b>	<b>\$ 15,703</b>	<b>\$ 635,039</b>	<b>\$ 7,236</b>

Continued

CITY OF MISSOULA, MONTANA  
COMBINING BALANCE SHEET  
TOTALS FOR NONMAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS  
JUNE 30, 2013

	Revolving Loan Program	Dangerous Bldg Demo & Repair	Street Lighting	Street Maintenance	Russell Park Mtn
<b>ASSETS AND OTHER DEBITS</b>					
Cash and Investments	\$ -	\$ -	239,248	10,167	\$ -
Taxes Receivable	-	-	-	-	-
Special Assessments Receivable	-	-	12,678	26,242	-
Prepaid Expenses	-	-	-	-	-
Other Receivables					
Vendors	-	-	-	-	-
Mountain Water Notes	-	-	-	-	-
Interfund Receivable	-	-	-	-	-
Long Term Loans					
Missoula Art Museum	-	-	-	-	-
Parenting Place	-	-	-	-	-
Partnership Health Center	-	-	-	-	-
Missoula Housing Corporation	-	-	-	-	-
homeWORD	-	-	-	-	-
Due From Other Governments	-	-	7,064	2,970	-
<b>TOTAL ASSETS</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 258,990</b>	<b>\$ 39,379</b>	<b>\$ -</b>
<b>LIABILITIES, EQUITY AND OTHER CREDITS</b>					
Accounts Payable	\$ -	\$ -	\$ 26,330	\$ -	\$ -
Accrued Payroll	-	-	-	-	-
Interfund Payable	-	-	-	-	-
Deferred Revenues	-	-	12,678	26,242	-
<b>TOTAL LIABILITIES</b>	<b>-</b>	<b>-</b>	<b>39,008</b>	<b>26,242</b>	<b>-</b>
<b>FUND EQUITY AND OTHER CREDITS</b>					
Fund Balance					
<b>Nonspendable:</b>					
Inventories	-	-	-	-	-
Prepaid Expenses	-	-	-	-	-
Long Term Receivables	-	-	-	-	-
<b>Restricted:</b>					
State and Federal law restrictions for:					
Cable contract restricted for CAT & PEG Access	-	-	-	-	-
Law Enforcement	-	-	-	-	-
Building construction inspections	-	-	-	-	-
Public Works safety & maintenance expenditures	-	-	219,982	13,137	-
Grant restrictions for program expenditures	-	-	-	-	-
<b>Committed:</b>					
By City Ordinance for specific budgeted programs	-	-	-	-	-
<b>Unassigned</b>					
<b>Total Fund Balance</b>	<b>-</b>	<b>-</b>	<b>219,982</b>	<b>13,137</b>	<b>-</b>
<b>TOTAL LIABILITIES, FUND EQUITY AND OTHER CREDITS</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 258,990</b>	<b>\$ 39,379</b>	<b>\$ -</b>

Continued

CITY OF MISSOULA, MONTANA  
COMBINING BALANCE SHEET  
TOTALS FOR NONMAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS  
JUNE 30, 2013

	Willowwood Park Mtn	Road District #1	Park District #1	State Gas Tax	Crime Victim Surcharge
<b>ASSETS AND OTHER DEBITS</b>					
Cash and Investments	\$ 43	\$ 87,665	76,453	59,759	27,223
Taxes Receivable	-	7,456	10,029	-	-
Special Assessments Receivable	-	-	-	-	-
Prepaid Expenses	-	-	-	-	-
Other Receivables					
Vendors	-	-	-	-	-
Mountain Water Notes	-	-	-	-	-
Interfund Receivable	-	-	-	-	-
Long Term Loans					
Missoula Art Museum	-	-	-	-	-
Parenting Place	-	-	-	-	-
Partnership Health Center	-	-	-	-	-
Missoula Housing Corporation	-	-	-	-	-
homeWORD	-	-	-	-	-
Due From Other Governments	-	10,753	15,366	-	7,071
<b>TOTAL ASSETS</b>	<b>\$ 43</b>	<b>\$ 105,874</b>	<b>\$ 101,848</b>	<b>\$ 59,759</b>	<b>\$ 34,294</b>
<b>LIABILITIES, EQUITY AND OTHER CREDITS</b>					
Accounts Payable	\$ -	\$ 12,983	\$ 75,630	\$ 158,571	\$ 26,256
Accrued Payroll	-	-	2,186	-	-
Interfund Payable	-	-	-	-	-
Deferred Revenues	-	7,456	10,029	-	-
<b>TOTAL LIABILITIES</b>	<b>-</b>	<b>20,439</b>	<b>87,845</b>	<b>158,571</b>	<b>26,256</b>
<b>FUND EQUITY AND OTHER CREDITS</b>					
Fund Balance					
<b>Nonspendable:</b>					
Inventories	-	-	-	-	-
Prepaid Expenses	-	-	-	-	-
Long Term Receivables	-	-	-	-	-
<b>Restricted:</b>					
State and Federal law restrictions for:					
Cable contract restricted for CAT & PEG Access	-	-	-	-	-
Law Enforcement	-	-	-	-	8,038
Building construction inspections	-	-	-	-	-
Public Works safety & maintenance expenditures	43	85,435	14,003	-	-
Grant restrictions for program expenditures	-	-	-	-	-
<b>Committed:</b>					
By City Ordinance for specific budgeted programs	-	-	-	-	-
<b>Unassigned</b>	-	-	-	(98,812)	-
<b>Total Fund Balance</b>	<b>43</b>	<b>85,435</b>	<b>14,003</b>	<b>(98,812)</b>	<b>8,038</b>
<b>TOTAL LIABILITIES, FUND EQUITY AND OTHER CREDITS</b>	<b>\$ 43</b>	<b>\$ 105,874</b>	<b>\$ 101,848</b>	<b>\$ 59,759</b>	<b>\$ 34,294</b>

Continued

CITY OF MISSOULA, MONTANA  
COMBINING BALANCE SHEET  
TOTALS FOR NONMAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS  
JUNE 30, 2013

	Law Enforcement Grant	HIDTA Grant	Comm. Devel. Program Income	Community Development
<b>ASSETS AND OTHER DEBITS</b>				
Cash and Investments	\$ -	849,410	23,148	\$ -
Taxes Receivable	-	-	-	-
Special Assessments Receivable	-	-	-	-
Prepaid Expenses	482	-	-	-
Other Receivables				
Vendors	-	-	-	-
Mountain Water Notes	-	-	-	-
Interfund Receivable	-	-	-	-
Long Term Loans				
Missoula Art Museum	-	-	184,000	-
Parenting Place	-	-	120,900	-
Partnership Health Center	-	-	275,000	-
Missoula Housing Corporation	-	-	146,751	-
homeWORD	-	-	-	-
Due From Other Governments	58,431	-	-	32,375
<b>TOTAL ASSETS</b>	<b>\$ 58,913</b>	<b>\$ 849,410</b>	<b>\$ 749,799</b>	<b>\$ 32,375</b>
<b>LIABILITIES, EQUITY AND OTHER CREDITS</b>				
Accounts Payable	\$ -	\$ 2,732	\$ -	\$ 27,443
Accrued Payroll	2,603	-	-	-
Interfund Payable	58,300	-	-	8,857
Deferred Revenues	-	-	726,651	-
<b>TOTAL LIABILITIES</b>	<b>60,903</b>	<b>2,732</b>	<b>726,651</b>	<b>36,300</b>
<b>FUND EQUITY AND OTHER CREDITS</b>				
Fund Balance				
<b>Nonspendable:</b>				
Inventories	-	-	-	-
Prepaid Expenses	-	-	-	-
Long Term Receivables	-	-	-	-
<b>Restricted:</b>				
State and Federal law restrictions for:				
Cable contract restricted for CAT & PEG Access	-	-	-	-
Law Enforcement	-	846,678	-	-
Building construction inspections	-	-	-	-
Public Works safety & maintenance expenditures	-	-	-	-
Grant restrictions for program expenditures	-	-	23,148	-
<b>Committed:</b>				
By City Ordinance for specific budgeted programs	-	-	-	-
<b>Unassigned</b>	<b>(1,990)</b>	<b>-</b>	<b>-</b>	<b>(3,925)</b>
<b>Total Fund Balance</b>	<b>(1,990)</b>	<b>846,678</b>	<b>23,148</b>	<b>(3,925)</b>
<b>TOTAL LIABILITIES, FUND EQUITY AND OTHER CREDITS</b>	<b>\$ 58,913</b>	<b>\$ 849,410</b>	<b>\$ 749,799</b>	<b>\$ 32,375</b>

Continued

CITY OF MISSOULA, MONTANA  
COMBINING BALANCE SHEET  
TOTALS FOR NONMAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS  
JUNE 30, 2013

	HOME Grant	ADDI Program	Neighborhood Stabilization	Federal Transportation	Grants & Donations
<b>ASSETS AND OTHER DEBITS</b>					
Cash and Investments	\$ -	\$ 10,965	\$ -	\$ -	\$ -
Taxes Receivable	-	-	-	-	-
Special Assessments Receivable	-	-	-	-	-
Prepaid Expenses	-	-	-	-	950
Other Receivables					
Vendors	-	-	-	-	500
Mountain Water Notes	-	-	-	-	-
Interfund Receivable	-	-	-	-	-
Long Term Loans					
Missoula Art Museum	-	-	-	-	-
Parenting Place	-	-	-	-	-
Partnership Health Center	-	-	-	-	-
Missoula Housing Corporation	-	-	-	-	-
homeWORD	80,000	-	-	-	-
Due From Other Governments	100,000	-	-	56,983	450,752
<b>TOTAL ASSETS</b>	<b>\$ 180,000</b>	<b>\$ 10,965</b>	<b>\$ -</b>	<b>\$ 56,983</b>	<b>\$ 452,202</b>
<b>LIABILITIES, EQUITY AND OTHER CREDITS</b>					
Accounts Payable	\$ 18,328	\$ -	\$ -	\$ 7,437	\$ 40,073
Accrued Payroll	-	-	-	-	9,627
Interfund Payable	72,850	-	598	46,650	115,494
Deferred Revenues	80,000	-	-	-	-
<b>TOTAL LIABILITIES</b>	<b>171,178</b>	<b>-</b>	<b>598</b>	<b>54,087</b>	<b>165,194</b>
<b>FUND EQUITY AND OTHER CREDITS</b>					
Fund Balance					
<b>Nonspendable:</b>					
Inventories	-	-	-	-	-
Prepaid Expenses	-	-	-	-	-
Long Term Receivables	-	-	-	-	-
<b>Restricted:</b>					
State and Federal law restrictions for:					
Cable contract restricted for CAT & PEG Access	-	-	-	-	-
Law Enforcement	-	-	-	-	-
Building construction inspections	-	-	-	-	-
Public Works safety & maintenance expenditures	-	-	-	-	-
Grant restrictions for program expenditures	8,822	10,965	-	2,896	287,008
<b>Committed:</b>					
By City Ordinance for specific budgeted programs	-	-	-	-	-
<b>Unassigned</b>					
	-	-	(598)	-	-
<b>Total Fund Balance</b>	<b>8,822</b>	<b>10,965</b>	<b>(598)</b>	<b>2,896</b>	<b>287,008</b>
<b>TOTAL LIABILITIES, FUND EQUITY AND OTHER CREDITS</b>	<b>\$ 180,000</b>	<b>\$ 10,965</b>	<b>\$ -</b>	<b>\$ 56,983</b>	<b>\$ 452,202</b>

Continued

CITY OF MISSOULA, MONTANA  
COMBINING BALANCE SHEET  
TOTALS FOR NONMAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS  
JUNE 30, 2013

	TOTALS
ASSETS AND OTHER DEBITS	
Cash and Investments	\$ 2,175,690
Taxes Receivable	228,264
Special Assessments Receivable	38,920
Prepaid Expenses	9,102
Other Receivables	
Vendors	176,984
Mountain Water Notes	4,264
Interfund Receivable	2,882,311
Long Term Loans	
Missoula Art Museum	184,000
Parenting Place	120,900
Partnership Health Center	275,000
Missoula Housing Corporation	146,751
homeWORD	80,000
Due From Other Governments	977,805
TOTAL ASSETS	<u>\$ 7,299,991</u>
LIABILITIES, EQUITY AND OTHER CREDITS	
Accounts Payable	\$ 555,292
Accrued Payroll	38,770
Interfund Payable	654,043
Deferred Revenues	949,921
TOTAL LIABILITIES	<u>2,198,026</u>
FUND EQUITY AND OTHER CREDITS	
Fund Balance	
<b>Nonspendable:</b>	
Inventories	-
Prepaid Expenses	-
Long Term Receivables	-
<b>Restricted:</b>	
State and Federal law restrictions for:	
Cable contract restricted for CAT & PEG Access	173,307
Law Enforcement	870,464
Building construction inspections	602,459
Public Works safety & maintenance expenditures	332,600
Grant restrictions for program expenditures	336,035
<b>Committed:</b>	
By City Ordinance for specific budgeted programs	2,892,425
<b>Unassigned</b>	<u>(105,325)</u>
Total Fund Balance	<u>5,101,965</u>
TOTAL LIABILITIES, FUND EQUITY AND OTHER CREDITS	<u>\$ 7,299,991</u>



# **COMBINING BALANCE SHEET**

## **FOR NONMAJOR GOVERNMENTAL DEBT SERVICE FUNDS**

CITY OF MISSOULA, MONTANA  
COMBINING BALANCE SHEET  
TOTALS FOR NONMAJOR GOVERNMENTAL DEBT SERVICE FUNDS  
JUNE 30, 2013

	SID Revolving	1998 Safety Bond	1996 Open Space Bonds	1997 Open Space Bond	1994 City Hall & Fire Bonds	1993 Fire Bonds
<b>ASSETS AND OTHER DEBITS</b>						
Cash and Investments	\$ 719,735	\$ 24	\$ 19	\$ -	\$ -	\$ -
Taxes Receivable	-	91	81	20	61	48
Special Assessments Receivable	-	-	-	-	-	-
Other Receivables						
Mountain Water Notes	119,108	-	-	-	-	-
Interfund Receivable	-	-	-	-	-	-
Due From Other Governments	-	-	-	-	-	-
Advances Receivable	-	-	-	-	-	-
Deferred Assessments	-	-	-	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ 838,843</b>	<b>\$ 115</b>	<b>\$ 100</b>	<b>\$ 20</b>	<b>\$ 61</b>	<b>\$ 48</b>
<b>LIABILITIES, EQUITY AND OTHER CREDITS</b>						
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interfund Payable	-	-	-	464	-	-
Deferred Revenues	103,577	91	81	20	61	48
<b>TOTAL LIABILITIES</b>	<b>103,577</b>	<b>91</b>	<b>81</b>	<b>484</b>	<b>61</b>	<b>48</b>
<b>FUND EQUITY AND OTHER CREDITS</b>						
Fund Balance						
<b>Restricted:</b>						
Debt Service	735,266	24	19	-	-	-
<b>Unassigned</b>	-	-	-	(464)	-	-
<b>Total Fund Balance</b>	<b>735,266</b>	<b>24</b>	<b>19</b>	<b>(464)</b>	<b>-</b>	<b>-</b>
<b>TOTAL LIABILITIES, FUND EQUITY AND OTHER CREDITS</b>	<b>\$ 838,843</b>	<b>\$ 115</b>	<b>\$ 100</b>	<b>\$ 20</b>	<b>\$ 61</b>	<b>\$ 48</b>

Continued

CITY OF MISSOULA, MONTANA  
COMBINING BALANCE SHEET  
TOTALS FOR NONMAJOR GOVERNMENTAL DEBT SERVICE FUNDS  
JUNE 30, 2013

	2004 Aquatics Bonds	2004 Refunding	2006 Fire Station GO	2007 Refunding Bonds	Sidewalk & Curb	FY99 Sidewalk & Curb
<b>ASSETS AND OTHER DEBITS</b>						
Cash and Investments	\$ 52,915	\$ 44,462	\$ 104,430	\$ 61,024	\$ 1,644	\$ 1
Taxes Receivable	31,241	13,125	21,693	27,799	-	-
Special Assessments Receivable	-	-	-	-	6,588	19,155
Other Receivables						
Mountain Water Notes	-	-	-	-	-	-
Interfund Receivable	-	-	-	-	-	-
Due From Other Governments	33,007	13,374	23,021	29,892	-	-
Advances Receivable	-	-	-	-	-	-
Deferred Assessments	-	-	-	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ 117,163</b>	<b>\$ 70,961</b>	<b>\$ 149,144</b>	<b>\$ 118,715</b>	<b>\$ 8,232</b>	<b>\$ 19,156</b>
<b>LIABILITIES, EQUITY AND OTHER CREDITS</b>						
Accounts Payable	\$ -	\$ 3,101	\$ 3,100	\$ 3,100	\$ -	\$ -
Interfund Payable	103,340	61,776	136,496	103,662	-	-
Deferred Revenues	13,823	6,084	9,548	11,953	6,588	19,155
<b>TOTAL LIABILITIES</b>	<b>117,163</b>	<b>70,961</b>	<b>149,144</b>	<b>118,715</b>	<b>6,588</b>	<b>19,155</b>
<b>FUND EQUITY AND OTHER CREDITS</b>						
Fund Balance						
<b>Restricted:</b>						
Debt Service	-	-	-	-	1,644	1
<b>Unassigned</b>	-	-	-	-	-	-
<b>Total Fund Balance</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,644</b>	<b>1</b>
<b>TOTAL LIABILITIES, FUND EQUITY AND OTHER CREDITS</b>	<b>\$ 117,163</b>	<b>\$ 70,961</b>	<b>\$ 149,144</b>	<b>\$ 118,715</b>	<b>\$ 8,232</b>	<b>\$ 19,156</b>

Continued

CITY OF MISSOULA, MONTANA  
COMBINING BALANCE SHEET  
TOTALS FOR NONMAJOR GOVERNMENTAL DEBT SERVICE FUNDS  
JUNE 30, 2013

	FY00 Sidewalk & Curb	FY01 Sidewalk & Curb	FY02 Sidewalk & Curb	FY03 Sidewalk & Curb	FY04 Sidewalk & Curb
<b>ASSETS AND OTHER DEBITS</b>					
Cash and Investments	\$ 1	\$ 45,106	\$ 14,387	\$ -	\$ 36,104
Taxes Receivable	-	-	-	-	-
Special Assessments Receivable	7,830	8,854	4,015	14,963	8,286
Other Receivables					
Mountain Water Notes	-	-	-	-	-
Interfund Receivable	-	-	-	-	-
Due From Other Governments	-	2,042	243	2,082	577
Advances Receivable	-	-	-	-	-
Deferred Assessments	-	-	7,426	49,549	37,608
<b>TOTAL ASSETS</b>	<b>\$ 7,831</b>	<b>\$ 56,002</b>	<b>\$ 26,071</b>	<b>\$ 66,594</b>	<b>\$ 82,575</b>
<b>LIABILITIES, EQUITY AND OTHER CREDITS</b>					
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -
Interfund Payable	-	-	-	25,122	-
Deferred Revenues	7,830	8,854	11,441	64,513	45,895
<b>TOTAL LIABILITIES</b>	<b>7,830</b>	<b>8,854</b>	<b>11,441</b>	<b>89,635</b>	<b>45,895</b>
<b>FUND EQUITY AND OTHER CREDITS</b>					
Fund Balance					
<b>Restricted:</b>					
Debt Service	1	47,148	14,630	-	36,680
<b>Unassigned</b>	-	-	-	(23,041)	-
<b>Total Fund Balance</b>	<b>1</b>	<b>47,148</b>	<b>14,630</b>	<b>(23,041)</b>	<b>36,680</b>
<b>TOTAL LIABILITIES, FUND EQUITY AND OTHER CREDITS</b>	<b>\$ 7,831</b>	<b>\$ 56,002</b>	<b>\$ 26,071</b>	<b>\$ 66,594</b>	<b>\$ 82,575</b>

Continued

CITY OF MISSOULA, MONTANA  
COMBINING BALANCE SHEET  
TOTALS FOR NONMAJOR GOVERNMENTAL DEBT SERVICE FUNDS  
JUNE 30, 2013

	FY05 Sidewalk & Curb	FY06 Sidewalk & Curb	FY07 Sidewalk & Curb	FY08 Sidewalk & Curb	FY09 Sidewalk & Curb
<b>ASSETS AND OTHER DEBITS</b>					
Cash and Investments	\$ 14,778	\$ 14,874	\$ 9,648	\$ 15,487	\$ -
Taxes Receivable	-	-	-	-	-
Special Assessments Receivable	40,178	61,045	47,342	30,916	34,025
Other Receivables					
Mountain Water Notes	-	-	-	-	-
Interfund Receivable	-	-	-	-	71,027
Due From Other Governments	7,303	9,537	3,748	5,230	1,016
Advances Receivable	60,897	110,108	38,602	-	-
Deferred Assessments	110,124	208,034	421,655	308,532	425,104
<b>TOTAL ASSETS</b>	<b>\$ 233,280</b>	<b>\$ 403,598</b>	<b>\$ 520,995</b>	<b>\$ 360,165</b>	<b>\$ 531,172</b>
<b>LIABILITIES, EQUITY AND OTHER CREDITS</b>					
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -
Interfund Payable	-	-	-	-	-
Deferred Revenues	150,302	269,079	468,997	339,448	459,129
<b>TOTAL LIABILITIES</b>	<b>150,302</b>	<b>269,079</b>	<b>468,997</b>	<b>339,448</b>	<b>459,129</b>
<b>FUND EQUITY AND OTHER CREDITS</b>					
Fund Balance					
<b>Restricted:</b>					
Debt Service	82,978	134,519	51,998	20,717	72,043
<b>Unassigned</b>	-	-	-	-	-
<b>Total Fund Balance</b>	<b>82,978</b>	<b>134,519</b>	<b>51,998</b>	<b>20,717</b>	<b>72,043</b>
<b>TOTAL LIABILITIES, FUND EQUITY AND OTHER CREDITS</b>	<b>\$ 233,280</b>	<b>\$ 403,598</b>	<b>\$ 520,995</b>	<b>\$ 360,165</b>	<b>\$ 531,172</b>

Continued

CITY OF MISSOULA, MONTANA  
COMBINING BALANCE SHEET  
TOTALS FOR NONMAJOR GOVERNMENTAL DEBT SERVICE FUNDS  
JUNE 30, 2013

	FY10 Sidewalk & Curb	FY12 Sidewalk & Curb	FY13 Sidewalk & Curb	SID 433	SID 495	SID 497
<b>ASSETS AND OTHER DEBITS</b>						
Cash and Investments	\$ 76,676	\$ -	\$ -	\$ -	\$ -	\$ -
Taxes Receivable	-	-	-	-	-	-
Special Assessments Receivable	51,002	35,305	-	-	-	242
Other Receivables						
Mountain Water Notes	-	-	-	-	-	-
Interfund Receivable	-	-	-	-	-	-
Due From Other Governments	3,337	5,601	-	-	-	-
Advances Receivable	-	-	-	-	-	-
Deferred Assessments	565,689	707,088	-	405	-	-
<b>TOTAL ASSETS</b>	<b>\$ 696,704</b>	<b>\$ 747,994</b>	<b>-</b>	<b>\$ 405</b>	<b>\$ -</b>	<b>\$ 242</b>
<b>LIABILITIES, EQUITY AND OTHER CREDITS</b>						
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interfund Payable	-	4,879	-	-	-	-
Deferred Revenues	616,691	742,393	-	405	-	242
<b>TOTAL LIABILITIES</b>	<b>616,691</b>	<b>747,272</b>	<b>-</b>	<b>405</b>	<b>-</b>	<b>242</b>
<b>FUND EQUITY AND OTHER CREDITS</b>						
Fund Balance						
<b>Restricted:</b>						
Debt Service	80,013	722	-	-	-	-
<b>Unassigned</b>	-	-	-	-	-	-
<b>Total Fund Balance</b>	<b>80,013</b>	<b>722</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL LIABILITIES, FUND EQUITY AND OTHER CREDITS</b>	<b>\$ 696,704</b>	<b>\$ 747,994</b>	<b>\$ -</b>	<b>\$ 405</b>	<b>\$ -</b>	<b>\$ 242</b>

Continued

CITY OF MISSOULA, MONTANA  
COMBINING BALANCE SHEET  
TOTALS FOR NONMAJOR GOVERNMENTAL DEBT SERVICE FUNDS  
JUNE 30, 2013

	SID 498	SID 501	SID 503	SID 505	SID 506	SID 507
<b>ASSETS AND OTHER DEBITS</b>						
Cash and Investments	\$ -	\$ -	\$ 4	\$ 3	\$ -	\$ 2
Taxes Receivable	-	-	-	-	-	-
Special Assessments Receivable	475	721	3,894	-	-	-
Other Receivables						
Mountain Water Notes	-	-	-	-	-	-
Interfund Receivable	-	-	-	-	-	-
Due From Other Governments	-	-	237	-	-	-
Advances Receivable	-	-	-	-	-	-
Deferred Assessments	478	-	-	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ 953</b>	<b>\$ 721</b>	<b>\$ 4,135</b>	<b>\$ 3</b>	<b>\$ -</b>	<b>\$ 2</b>
<b>LIABILITIES, EQUITY AND OTHER CREDITS</b>						
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interfund Payable	-	-	-	-	-	-
Deferred Revenues	953	721	3,894	-	-	-
<b>TOTAL LIABILITIES</b>	<b>953</b>	<b>721</b>	<b>3,894</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND EQUITY AND OTHER CREDITS</b>						
Fund Balance						
<b>Restricted:</b>						
Debt Service	-	-	241	3	-	2
<b>Unassigned</b>	-	-	-	-	-	-
<b>Total Fund Balance</b>	<b>-</b>	<b>-</b>	<b>241</b>	<b>3</b>	<b>-</b>	<b>2</b>
<b>TOTAL LIABILITIES, FUND EQUITY AND OTHER CREDITS</b>	<b>\$ 953</b>	<b>\$ 721</b>	<b>\$ 4,135</b>	<b>\$ 3</b>	<b>\$ -</b>	<b>\$ 2</b>

Continued

CITY OF MISSOULA, MONTANA  
COMBINING BALANCE SHEET  
TOTALS FOR NONMAJOR GOVERNMENTAL DEBT SERVICE FUNDS  
JUNE 30, 2013

	SID 508	SID 510	SID 511	SID 512	SID 513	SID 514
<b>ASSETS AND OTHER DEBITS</b>						
Cash and Investments	\$ -	\$ 16,983	\$ 27,769	\$ 8,878	\$ -	\$ 1
Taxes Receivable	-	-	-	-	-	-
Special Assessments Receivable	103	6,084	5,901	44,769	-	362
Other Receivables						
Mountain Water Notes	-	-	-	-	-	-
Interfund Receivable	-	-	-	-	-	-
Due From Other Governments	107	511	476	2,556	-	414
Advances Receivable	-	157,554	-	13,637	-	-
Deferred Assessments	180	12,583	10,184	364,359	-	-
<b>TOTAL ASSETS</b>	<b>\$ 390</b>	<b>\$ 193,715</b>	<b>\$ 44,330</b>	<b>\$ 434,199</b>	<b>\$ -</b>	<b>\$ 777</b>
<b>LIABILITIES, EQUITY AND OTHER CREDITS</b>						
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interfund Payable	-	-	-	-	-	-
Deferred Revenues	284	18,667	16,084	409,128	-	362
<b>TOTAL LIABILITIES</b>	<b>284</b>	<b>18,667</b>	<b>16,084</b>	<b>409,128</b>	<b>-</b>	<b>362</b>
<b>FUND EQUITY AND OTHER CREDITS</b>						
Fund Balance						
<b>Restricted:</b>						
Debt Service	106	175,048	28,246	25,071	-	415
<b>Unassigned</b>	-	-	-	-	-	-
<b>Total Fund Balance</b>	<b>106</b>	<b>175,048</b>	<b>28,246</b>	<b>25,071</b>	<b>-</b>	<b>415</b>
<b>TOTAL LIABILITIES, FUND EQUITY AND OTHER CREDITS</b>	<b>\$ 390</b>	<b>\$ 193,715</b>	<b>\$ 44,330</b>	<b>\$ 434,199</b>	<b>\$ -</b>	<b>\$ 777</b>

Continued



CITY OF MISSOULA, MONTANA  
COMBINING BALANCE SHEET  
TOTALS FOR NONMAJOR GOVERNMENTAL DEBT SERVICE FUNDS  
JUNE 30, 2013

	SID 515	SID 517	SID 518	SID 519	SID 520	SID 521
<b>ASSETS AND OTHER DEBITS</b>						
Cash and Investments	\$ -	\$ 2	\$ -	\$ -	\$ -	\$ 2,033
Taxes Receivable	-	-	-	-	-	-
Special Assessments Receivable	-	995	-	-	67,107	-
Other Receivables						
Mountain Water Notes	-	-	-	-	-	-
Interfund Receivable	-	-	-	-	109,566	-
Due From Other Governments	-	-	-	-	7,432	-
Advances Receivable	-	-	-	-	91,021	-
Deferred Assessments	-	-	-	-	746,973	-
<b>TOTAL ASSETS</b>	<b>\$ -</b>	<b>\$ 997</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,022,099</b>	<b>\$ 2,033</b>
<b>LIABILITIES, EQUITY AND OTHER CREDITS</b>						
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interfund Payable	-	-	-	-	-	-
Deferred Revenues	-	995	-	-	814,080	-
<b>TOTAL LIABILITIES</b>	<b>-</b>	<b>995</b>	<b>-</b>	<b>-</b>	<b>814,080</b>	<b>-</b>
<b>FUND EQUITY AND OTHER CREDITS</b>						
Fund Balance						
<b>Restricted:</b>						
Debt Service	-	2	-	-	208,019	2,033
<b>Unassigned</b>	-	-	-	-	-	-
<b>Total Fund Balance</b>	<b>-</b>	<b>2</b>	<b>-</b>	<b>-</b>	<b>208,019</b>	<b>2,033</b>
<b>TOTAL LIABILITIES, FUND EQUITY AND OTHER CREDITS</b>	<b>\$ -</b>	<b>\$ 997</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,022,099</b>	<b>\$ 2,033</b>

Continued

CITY OF MISSOULA, MONTANA  
COMBINING BALANCE SHEET  
TOTALS FOR NONMAJOR GOVERNMENTAL DEBT SERVICE FUNDS  
JUNE 30, 2013

	SID 522	SID 524	SID 525	SID 526	SID 527	SID 530
<b>ASSETS AND OTHER DEBITS</b>						
Cash and Investments	\$ 897	\$ -	\$ 27,702	\$ 43,060	\$ 2	\$ 23
Taxes Receivable	-	-	-	-	-	-
Special Assessments Receivable	-	135,466	15,717	67,026	-	244
Other Receivables						
Mountain Water Notes	-	-	-	-	-	-
Interfund Receivable	-	80,269	-	-	-	-
Due From Other Governments	-	7,091	524	5,595	-	24
Advances Receivable	-	621,383	206,150	291,086	-	-
Deferred Assessments	-	1,927,797	177,976	799,138	-	451
<b>TOTAL ASSETS</b>	<b>\$ 897</b>	<b>\$ 2,772,006</b>	<b>\$ 428,069</b>	<b>\$ 1,205,905</b>	<b>\$ 2</b>	<b>\$ 742</b>
<b>LIABILITIES, EQUITY AND OTHER CREDITS</b>						
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interfund Payable	-	-	-	-	-	-
Deferred Revenues	-	2,063,263	193,693	866,164	-	695
<b>TOTAL LIABILITIES</b>	<b>-</b>	<b>2,063,263</b>	<b>193,693</b>	<b>866,164</b>	<b>-</b>	<b>695</b>
<b>FUND EQUITY AND OTHER CREDITS</b>						
Fund Balance						
<b>Restricted:</b>						
Debt Service	897	708,743	234,376	339,741	2	47
<b>Unassigned</b>	-	-	-	-	-	-
<b>Total Fund Balance</b>	<b>897</b>	<b>708,743</b>	<b>234,376</b>	<b>339,741</b>	<b>2</b>	<b>47</b>
<b>TOTAL LIABILITIES, FUND EQUITY AND OTHER CREDITS</b>	<b>\$ 897</b>	<b>\$ 2,772,006</b>	<b>\$ 428,069</b>	<b>\$ 1,205,905</b>	<b>\$ 2</b>	<b>\$ 742</b>

Continued

CITY OF MISSOULA, MONTANA  
COMBINING BALANCE SHEET  
TOTALS FOR NONMAJOR GOVERNMENTAL DEBT SERVICE FUNDS  
JUNE 30, 2013

	SID 531	SID 532	SID 533	SID 534	SID 535	SID 536
<b>ASSETS AND OTHER DEBITS</b>						
Cash and Investments	\$ 144	\$ 42,719	\$ 37,108	\$ 48,056	\$ 243	\$ 29,285
Taxes Receivable	-	-	-	-	-	-
Special Assessments Receivable	1,467	18,648	7,082	8,509	2,419	14,679
Other Receivables						
Mountain Water Notes	-	-	-	-	-	-
Interfund Receivable	-	-	-	-	-	50,610
Due From Other Governments	148	417	816	160	170	1,407
Advances Receivable	-	-	-	-	-	-
Deferred Assessments	5,600	275,402	109,361	150,881	12,352	246,671
<b>TOTAL ASSETS</b>	<b>\$ 7,359</b>	<b>\$ 337,186</b>	<b>\$ 154,367</b>	<b>\$ 207,606</b>	<b>\$ 15,184</b>	<b>\$ 342,652</b>
<b>LIABILITIES, EQUITY AND OTHER CREDITS</b>						
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interfund Payable	-	-	-	-	-	-
Deferred Revenues	7,067	294,051	116,443	159,390	14,771	261,350
<b>TOTAL LIABILITIES</b>	<b>7,067</b>	<b>294,051</b>	<b>116,443</b>	<b>159,390</b>	<b>14,771</b>	<b>261,350</b>
<b>FUND EQUITY AND OTHER CREDITS</b>						
Fund Balance						
<b>Restricted:</b>						
Debt Service	292	43,135	37,924	48,216	413	81,302
<b>Unassigned</b>	-	-	-	-	-	-
<b>Total Fund Balance</b>	<b>292</b>	<b>43,135</b>	<b>37,924</b>	<b>48,216</b>	<b>413</b>	<b>81,302</b>
<b>TOTAL LIABILITIES, FUND EQUITY AND OTHER CREDITS</b>	<b>\$ 7,359</b>	<b>\$ 337,186</b>	<b>\$ 154,367</b>	<b>\$ 207,606</b>	<b>\$ 15,184</b>	<b>\$ 342,652</b>

Continued

CITY OF MISSOULA, MONTANA  
COMBINING BALANCE SHEET  
TOTALS FOR NONMAJOR GOVERNMENTAL DEBT SERVICE FUNDS  
JUNE 30, 2013

	SID 539	SID 540	SID 541	SID 543	SID 544	SID 545
<b>ASSETS AND OTHER DEBITS</b>						
Cash and Investments	\$ 128	\$ -	\$ 16,480	\$ -	\$ 53,519	\$ 150
Taxes Receivable	-	-	-	-	-	-
Special Assessments Receivable	884	50,198	25,438	4,343	73,985	1,128
Other Receivables						
Mountain Water Notes	-	-	-	-	-	-
Interfund Receivable	-	124,266	-	-	622	-
Due From Other Governments	87	2,831	2,121	366	6,178	123
Advances Receivable	-	98,375	45,871	-	130,177	-
Deferred Assessments	4,385	1,020,416	575,725	40,514	1,651,661	12,779
<b>TOTAL ASSETS</b>	<b>\$ 5,484</b>	<b>\$ 1,296,086</b>	<b>\$ 665,635</b>	<b>\$ 45,223</b>	<b>\$ 1,916,142</b>	<b>\$ 14,180</b>
<b>LIABILITIES, EQUITY AND OTHER CREDITS</b>						
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interfund Payable	-	-	-	622	-	-
Deferred Revenues	5,269	1,070,614	601,163	44,857	1,725,647	13,907
<b>TOTAL LIABILITIES</b>	<b>5,269</b>	<b>1,070,614</b>	<b>601,163</b>	<b>45,479</b>	<b>1,725,647</b>	<b>13,907</b>
<b>FUND EQUITY AND OTHER CREDITS</b>						
Fund Balance						
<b>Restricted:</b>						
Debt Service	215	225,472	64,472	-	190,495	273
<b>Unassigned</b>	-	-	-	(256)	-	-
<b>Total Fund Balance</b>	<b>215</b>	<b>225,472</b>	<b>64,472</b>	<b>(256)</b>	<b>190,495</b>	<b>273</b>
<b>TOTAL LIABILITIES, FUND EQUITY AND OTHER CREDITS</b>	<b>\$ 5,484</b>	<b>\$ 1,296,086</b>	<b>\$ 665,635</b>	<b>\$ 45,223</b>	<b>\$ 1,916,142</b>	<b>\$ 14,180</b>

Continued

CITY OF MISSOULA, MONTANA  
COMBINING BALANCE SHEET  
TOTALS FOR NONMAJOR GOVERNMENTAL DEBT SERVICE FUNDS  
JUNE 30, 2013

	SID 546	SID 548	TOTALS
<b>ASSETS AND OTHER DEBITS</b>			
Cash and Investments	\$ 38	\$ 3,616	\$ 1,570,160
Taxes Receivable	-	-	94,159
Special Assessments Receivable	815	1,125,000	2,053,205
Other Receivables			
Mountain Water Notes	-	-	119,108
Interfund Receivable	-	-	436,360
Due From Other Governments	97	-	179,898
Advances Receivable	-	-	1,864,861
Deferred Assessments	10,199	-	10,997,279
<b>TOTAL ASSETS</b>	<b>\$ 11,149</b>	<b>\$ 1,128,616</b>	<b>\$ 17,315,030</b>
<b>LIABILITIES, EQUITY AND OTHER CREDITS</b>			
Accounts Payable	\$ -	\$ -	\$ 9,301
Interfund Payable	-	-	436,361
Deferred Revenues	11,014	1,125,000	13,195,774
<b>TOTAL LIABILITIES</b>	<b>11,014</b>	<b>1,125,000</b>	<b>13,641,436</b>
<b>FUND EQUITY AND OTHER CREDITS</b>			
Fund Balance			
<b>Restricted:</b>			
Debt Service	135	3,616	3,697,355
<b>Unassigned</b>	-	-	(23,761)
<b>Total Fund Balance</b>	<b>135</b>	<b>3,616</b>	<b>3,673,594</b>
<b>TOTAL LIABILITIES, FUND EQUITY AND OTHER CREDITS</b>	<b>\$ 11,149</b>	<b>\$ 1,128,616</b>	<b>\$ 17,315,030</b>



# **COMBINING BALANCE SHEET**

## **FOR NONMAJOR GOVERNMENTAL CAPITAL PROJECT FUNDS**

CITY OF MISSOULA, MONTANA  
COMBINING BALANCE SHEET  
TOTALS FOR NONMAJOR GOVERNMENTAL CAPITAL PROJECTS FUNDS  
JUNE 30, 2013

	1997 Open Space	New Fire Station GO Bond	2004 GO Aquatics	06 Sidewalk & Curb	07 Sidewalk & Curb
<b>ASSETS AND OTHER DEBITS</b>					
Cash and Investments	\$ -	\$ 20,512	\$ -	\$ 99	\$ 34
Interest Receivable	-	-	-	-	-
Other Receivables	-	-	-	-	-
Due From Other Governments	-	-	-	-	-
Interfund Receivable	375,602	-	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ 375,602</b>	<b>\$ 20,512</b>	<b>\$ -</b>	<b>\$ 99</b>	<b>\$ 34</b>
<b>LIABILITIES, EQUITY AND OTHER CREDITS</b>					
Accounts Payable	\$ -	\$ 888	\$ -	\$ -	\$ -
Interfund Payable	-	-	-	-	-
Advances Payable	-	-	-	-	-
Deferred Revenue	-	-	-	-	-
<b>TOTAL LIABILITIES</b>	<b>-</b>	<b>888</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND EQUITY AND OTHER CREDITS</b>					
Fund Balance					
<b>Nonspendable:</b>					
Inventories	-	-	-	-	-
Prepaid Expenses	-	-	-	-	-
Long Term Receivables	-	-	-	-	-
<b>Restricted:</b>					
Restricted by Federal & State law, Bond Covenants, and County & Developer Agreements for Capital Project expenditures					
	375,602	19,624	-	99	34
<b>Committed:</b>					
<b>Assigned</b>	-	-	-	-	-
<b>Unassigned</b>	-	-	-	-	-
<b>Total Fund Balance</b>	<b>375,602</b>	<b>19,624</b>	<b>-</b>	<b>99</b>	<b>34</b>
<b>TOTAL LIABILITIES, FUND EQUITY</b>	<b>\$ 375,602</b>	<b>\$ 20,512</b>	<b>\$ -</b>	<b>\$ 99</b>	<b>\$ 34</b>

Continued



CITY OF MISSOULA, MONTANA  
COMBINING BALANCE SHEET  
TOTALS FOR NONMAJOR GOVERNMENTAL CAPITAL PROJECTS FUNDS  
JUNE 30, 2013

	08 Sidewalk & Curb	09 Sidewalk & Curb	10 Sidewalk & Curb	11 Sidewalk & Curb	12 Sidewalk & Curb	13 Sidewalk & Curb
ASSETS AND OTHER DEBITS						
Cash and Investments	\$ -	\$ -	\$ 878	\$ 538	\$ -	\$ -
Interest Receivable	-	-	-	-	-	-
Other Receivables	-	-	-	-	-	-
Due From Other Governments	-	-	-	-	-	-
Interfund Receivable	-	-	-	-	48,831	-
<b>TOTAL ASSETS</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 878</b>	<b>\$ 538</b>	<b>\$ 48,831</b>	<b>\$ -</b>
LIABILITIES, EQUITY AND OTHER CREDITS						
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 8,857
Interfund Payable	-	-	-	-	-	327,633
Advances Payable	-	-	-	-	-	-
Deferred Revenue	-	-	-	-	-	-
<b>TOTAL LIABILITIES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>336,490</b>
FUND EQUITY AND OTHER CREDITS						
Fund Balance						
<b>Nonspendable:</b>						
Inventories	-	-	-	-	-	-
Prepaid Expenses	-	-	-	-	-	-
Long Term Receivables	-	-	-	-	-	-
<b>Restricted:</b>						
Restricted by Federal & State law, Bond Covenants, and County & Developer Agreements for Capital Project expenditures	-	-	878	538	48,831	-
<b>Committed:</b>	-	-	-	-	-	-
<b>Assigned</b>	-	-	-	-	-	-
<b>Unassigned</b>	-	-	-	-	-	(336,490)
<b>Total Fund Balance</b>	<b>-</b>	<b>-</b>	<b>878</b>	<b>538</b>	<b>48,831</b>	<b>(336,490)</b>
<b>TOTAL LIABILITIES, FUND EQUITY</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 878</b>	<b>\$ 538</b>	<b>\$ 48,831</b>	<b>\$ -</b>

Continued

CITY OF MISSOULA, MONTANA  
COMBINING BALANCE SHEET  
TOTALS FOR NONMAJOR GOVERNMENTAL CAPITAL PROJECTS FUNDS  
JUNE 30, 2013

	14 Sidewalk & Curb	SID 530 Construction	SID 531 Construction	SID 532 Construction	SID 533 Construction
<b>ASSETS AND OTHER DEBITS</b>					
Cash and Investments	\$ -	\$ -	\$ 7	\$ 751	\$ 11
Interest Receivable	-	-	-	-	-
Other Receivables	-	-	-	-	-
Due From Other Governments	-	-	-	-	-
Interfund Receivable	-	-	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 7</b>	<b>\$ 751</b>	<b>\$ 11</b>
<b>LIABILITIES, EQUITY AND OTHER CREDITS</b>					
Accounts Payable	\$ 167,028	\$ -	\$ -	\$ -	\$ -
Interfund Payable	16,584	-	-	-	-
Advances Payable	-	-	6,867	-	-
Deferred Revenue	-	-	-	-	-
<b>TOTAL LIABILITIES</b>	<b>183,612</b>	<b>-</b>	<b>6,867</b>	<b>-</b>	<b>-</b>
<b>FUND EQUITY AND OTHER CREDITS</b>					
<b>Fund Balance</b>					
<b>Nonspendable:</b>					
Inventories	-	-	-	-	-
Prepaid Expenses	-	-	-	-	-
Long Term Receivables	-	-	-	-	-
<b>Restricted:</b>					
Restricted by Federal & State law, Bond Covenants, and County & Developer Agreements for Capital Project expenditures	-	-	-	751	11
<b>Committed:</b>	-	-	-	-	-
<b>Assigned</b>	-	-	-	-	-
<b>Unassigned</b>	(183,612)	-	(6,860)	-	-
<b>Total Fund Balance</b>	<b>(183,612)</b>	<b>-</b>	<b>(6,860)</b>	<b>751</b>	<b>11</b>
<b>TOTAL LIABILITIES, FUND EQUITY</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 7</b>	<b>\$ 751</b>	<b>\$ 11</b>

Continued

CITY OF MISSOULA, MONTANA  
COMBINING BALANCE SHEET  
TOTALS FOR NONMAJOR GOVERNMENTAL CAPITAL PROJECTS FUNDS  
JUNE 30, 2013

	SID 534 Construction	SID 535 Construction	SID 536 Construction	SID 537 Construction	SID 538 Construction
<b>ASSETS AND OTHER DEBITS</b>					
Cash and Investments	\$ -	\$ 10	\$ 2,222	\$ -	\$ -
Interest Receivable	-	-	-	-	-
Other Receivables	-	-	-	-	-
Due From Other Governments	-	-	-	-	-
Interfund Receivable	-	-	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ -</b>	<b>\$ 10</b>	<b>\$ 2,222</b>	<b>\$ -</b>	<b>\$ -</b>
<b>LIABILITIES, EQUITY AND OTHER CREDITS</b>					
Accounts Payable	\$ -	\$ 1	\$ -	\$ -	\$ -
Interfund Payable	14	-	-	-	-
Advances Payable	-	17,047	-	-	-
Deferred Revenue	-	-	-	-	-
<b>TOTAL LIABILITIES</b>	<b>14</b>	<b>17,048</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND EQUITY AND OTHER CREDITS</b>					
Fund Balance					
<b>Nonspendable:</b>					
Inventories	-	-	-	-	-
Prepaid Expenses	-	-	-	-	-
Long Term Receivables	-	-	-	-	-
<b>Restricted:</b>					
Restricted by Federal & State law, Bond Covenants, and County & Developer Agreements for Capital Project expenditures	-	-	2,222	-	-
<b>Committed:</b>					
Assigned	-	-	-	-	-
Unassigned	(14)	(17,038)	-	-	-
<b>Total Fund Balance</b>	<b>(14)</b>	<b>(17,038)</b>	<b>2,222</b>	<b>-</b>	<b>-</b>
<b>TOTAL LIABILITIES, FUND EQUITY</b>	<b>\$ -</b>	<b>\$ 10</b>	<b>\$ 2,222</b>	<b>\$ -</b>	<b>\$ -</b>

Continued

CITY OF MISSOULA, MONTANA  
COMBINING BALANCE SHEET  
TOTALS FOR NONMAJOR GOVERNMENTAL CAPITAL PROJECTS FUNDS  
JUNE 30, 2013

	SID 539 Construction	SID 540 Construction	SID 541 Construction	SID 542 Construction	SID 543 Construction
<b>ASSETS AND OTHER DEBITS</b>					
Cash and Investments	\$ 3	\$ -	\$ 23,572	\$ -	\$ 2
Interest Receivable	-	-	-	-	-
Other Receivables	-	-	-	-	-
Due From Other Governments	-	-	-	-	-
Interfund Receivable	-	109,884	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ 3</b>	<b>\$ 109,884</b>	<b>\$ 23,572</b>	<b>\$ -</b>	<b>\$ 2</b>
<b>LIABILITIES, EQUITY AND OTHER CREDITS</b>					
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -
Interfund Payable	-	-	-	1	-
Advances Payable	4,840	-	-	-	39,356
Deferred Revenue	-	-	-	-	-
<b>TOTAL LIABILITIES</b>	<b>4,840</b>	<b>-</b>	<b>-</b>	<b>1</b>	<b>39,356</b>
<b>FUND EQUITY AND OTHER CREDITS</b>					
Fund Balance					
<b>Nonspendable:</b>					
Inventories	-	-	-	-	-
Prepaid Expenses	-	-	-	-	-
Long Term Receivables	-	-	-	-	-
<b>Restricted:</b>					
Restricted by Federal & State law, Bond Covenants, and County & Developer Agreements for Capital Project expenditures	-	109,884	23,572	-	-
<b>Committed:</b>					
Assigned	-	-	-	-	-
Unassigned	(4,837)	-	-	(1)	(39,354)
<b>Total Fund Balance</b>	<b>(4,837)</b>	<b>109,884</b>	<b>23,572</b>	<b>(1)</b>	<b>(39,354)</b>
<b>TOTAL LIABILITIES, FUND EQUITY</b>	<b>\$ 3</b>	<b>\$ 109,884</b>	<b>\$ 23,572</b>	<b>\$ -</b>	<b>\$ 2</b>

Continued

CITY OF MISSOULA, MONTANA  
COMBINING BALANCE SHEET  
TOTALS FOR NONMAJOR GOVERNMENTAL CAPITAL PROJECTS FUNDS  
JUNE 30, 2013

	Miller Creek Mitigation	Miller Creek Mitigation (T)	Miller Creek Mitigation (M)	Miller Creek Mitigation (Mc)	5th, 6th, & Arthur Improvements
<b>ASSETS AND OTHER DEBITS</b>					
Cash and Investments	\$ 3,524	\$ 1,394	\$ 10,035	\$ 18,674	\$ -
Interest Receivable	-	-	-	-	-
Other Receivables	-	-	1	-	-
Due From Other Governments	-	-	-	-	-
Interfund Receivable	-	-	-	-	139,097
<b>TOTAL ASSETS</b>	<b>\$ 3,524</b>	<b>\$ 1,394</b>	<b>\$ 10,036</b>	<b>\$ 18,674</b>	<b>\$ 139,097</b>
<b>LIABILITIES, EQUITY AND OTHER CREDITS</b>					
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -
Interfund Payable	-	-	-	-	-
Advances Payable	-	-	-	-	-
Deferred Revenue	-	-	-	-	-
<b>TOTAL LIABILITIES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND EQUITY AND OTHER CREDITS</b>					
Fund Balance					
<b>Nonspendable:</b>					
Inventories	-	-	-	-	-
Prepaid Expenses	-	-	-	-	-
Long Term Receivables	-	-	-	-	-
<b>Restricted:</b>					
Restricted by Federal & State law, Bond Covenants, and County & Developer Agreements for Capital Project expenditures	3,524	1,394	10,036	18,674	139,097
<b>Committed:</b>	-	-	-	-	-
<b>Assigned</b>	-	-	-	-	-
<b>Unassigned</b>	-	-	-	-	-
<b>Total Fund Balance</b>	<b>3,524</b>	<b>1,394</b>	<b>10,036</b>	<b>18,674</b>	<b>139,097</b>
<b>TOTAL LIABILITIES, FUND EQUITY</b>	<b>\$ 3,524</b>	<b>\$ 1,394</b>	<b>\$ 10,036</b>	<b>\$ 18,674</b>	<b>\$ 139,097</b>

Continued

CITY OF MISSOULA, MONTANA  
COMBINING BALANCE SHEET  
TOTALS FOR NONMAJOR GOVERNMENTAL CAPITAL PROJECTS FUNDS  
JUNE 30, 2013

	Maloney Twite	Hillview Way	Rattlesnake Sewer Collection	Phillips St Traffic Calming	Pattee Creek Drive
<b>ASSETS AND OTHER DEBITS</b>					
Cash and Investments	\$ 1,255	\$ -	\$ 1,552	\$ -	\$ -
Interest Receivable	-	-	-	-	-
Other Receivables	-	-	-	-	-
Due From Other Governments	-	-	-	-	-
Interfund Receivable	-	-	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ 1,255</b>	<b>\$ -</b>	<b>\$ 1,552</b>	<b>\$ -</b>	<b>\$ -</b>
<b>LIABILITIES, EQUITY AND OTHER CREDITS</b>					
Accounts Payable	\$ -	\$ -	\$ -	\$ 1	\$ -
Interfund Payable	-	8,111	-	1	1
Advances Payable	-	-	-	12,321	10,590
Deferred Revenue	-	-	-	-	-
<b>TOTAL LIABILITIES</b>	<b>-</b>	<b>8,111</b>	<b>-</b>	<b>12,323</b>	<b>10,591</b>
<b>FUND EQUITY AND OTHER CREDITS</b>					
Fund Balance					
<b>Nonspendable:</b>					
Inventories	-	-	-	-	-
Prepaid Expenses	-	-	-	-	-
Long Term Receivables	-	-	-	-	-
<b>Restricted:</b>					
Restricted by Federal & State law, Bond Covenants, and County & Developer Agreements for Capital Project expenditures	1,255	-	1,552	-	-
<b>Committed:</b>	-	-	-	-	-
<b>Assigned</b>	-	-	-	-	-
<b>Unassigned</b>	-	(8,111)	-	(12,323)	(10,591)
<b>Total Fund Balance</b>	<b>1,255</b>	<b>(8,111)</b>	<b>1,552</b>	<b>(12,323)</b>	<b>(10,591)</b>
<b>TOTAL LIABILITIES, FUND EQUITY</b>	<b>\$ 1,255</b>	<b>\$ -</b>	<b>\$ 1,552</b>	<b>\$ -</b>	<b>\$ -</b>

Continued

CITY OF MISSOULA, MONTANA  
COMBINING BALANCE SHEET  
TOTALS FOR NONMAJOR GOVERNMENTAL CAPITAL PROJECTS FUNDS  
JUNE 30, 2013

	ARRA Enhancement	HB 645	WFL Miller Creek Road	Western Federal Lands	Totals
<b>ASSETS AND OTHER DEBITS</b>					
Cash and Investments	\$ -	\$ -	\$ -	\$ 8,826	\$ 93,899
Interest Receivable	-	-	-	-	-
Other Receivables	-	-	-	4,692	4,693
Due From Other Governments	-	-	-	29,470	29,470
Interfund Receivable	-	-	-	-	673,414
<b>TOTAL ASSETS</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 42,988</b>	<b>\$ 801,476</b>
<b>LIABILITIES, EQUITY AND OTHER CREDITS</b>					
Accounts Payable	\$ -	\$ -	\$ -	\$ 23,147	\$ 199,922
Interfund Payable	2,499	23,671	27	-	378,542
Advances Payable	-	-	-	-	91,021
Deferred Revenue	-	-	-	-	-
<b>TOTAL LIABILITIES</b>	<b>2,499</b>	<b>23,671</b>	<b>27</b>	<b>23,147</b>	<b>669,485</b>
<b>FUND EQUITY AND OTHER CREDITS</b>					
<b>Fund Balance</b>					
<b>    Nonspendable:</b>					
Inventories	-	-	-	-	-
Prepaid Expenses	-	-	-	-	-
Long Term Receivables	-	-	-	-	-
<b>    Restricted:</b>					
Restricted by Federal & State law, Bond					
Covenants, and County & Developer Agreements					
for Capital Project expenditures					
	-	-	-	19,841	777,419
<b>    Committed:</b>					
<b>Assigned</b>					
<b>Unassigned</b>					
	(2,499)	(23,671)	(27)	-	(645,428)
<b>Total Fund Balance</b>	<b>(2,499)</b>	<b>(23,671)</b>	<b>(27)</b>	<b>19,841</b>	<b>131,991</b>
<b>TOTAL LIABILITIES, FUND EQUITY</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 42,988</b>	<b>\$ 801,476</b>





**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 GOVERNMENTAL SPECIAL REVENUE FUNDS  
 JUNE 30, 2013

	Impact Fee	George Elmer Cattle Drive	Public Art	Employee Health Insurance	Cable TV Franchise
<b>REVENUES</b>					
Taxes	\$ -	\$ -	\$ -	\$ 4,298,647	\$ -
Special Assessments	-	-	-	-	-
Licenses & Permits	-	-	-	-	725,255
Intergovernmental	-	-	2,000	-	-
Charges for Services	1,136,540	-	-	-	-
Fines and Forfeitures	-	-	-	-	-
Miscellaneous	-	-	75,473	-	-
Investment Earnings	(959)	(9)	-	149	-
Total Revenues	1,135,581	(9)	77,473	4,298,796	725,255
<b>EXPENDITURES</b>					
Current					
General Government	-	-	-	-	407,940
Public Safety	71,285	-	-	-	-
Public Works	-	-	-	-	-
Culture and Recreation	-	-	5,273	-	-
Community Development	-	-	-	-	-
Debt Service	-	-	-	-	-
Capital Outlay	246,561	-	56,500	-	55,051
Total Expenditures	317,846	-	61,773	-	462,991
Excess (Deficiency) of Revenue Over Expenditures	817,735	(9)	15,700	4,298,796	262,264
Other Financing Sources (Uses)					
Transfers In	-	-	-	-	-
Transfers Out	-	-	-	(4,152,365)	(304,338)
Sale of Capital Assets	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	(4,152,365)	(304,338)
Excess (Deficiency) of Revenue Over Expenditures	817,735	(9)	15,700	146,431	(42,074)
Fund Balance, June 30, 2012	2,031,013	9	17,106	(135,560)	215,381
Restatement	-	-	-	-	-
Fund Balance, June 30, 2012, Restated	2,031,013	9	17,106	(135,560)	215,381
Fund Balance, June 30, 2013	\$ 2,848,748	\$ -	\$ 32,806	\$ 10,871	\$ 173,307

Continued

CITY OF MISSOULA, MONTANA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
 NONMAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS  
 JUNE 30, 2013

	Drug Forfeiture	Building Division	Program Income	Revolving Loan Program	Dangerous Building Demo & Repair
REVENUES					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	-	-	-	-	-
Licenses & Permits	-	1,248,723	-	-	-
Intergovernmental	-	503	-	-	-
Charges for Services	-	438	-	-	-
Fines and Forfeitures	19,048	-	-	-	-
Miscellaneous	-	-	224	-	-
Investment Earnings	-	(579)	265	-	-
Total Revenues	19,048	1,249,085	489	-	-
EXPENDITURES					
Current					
General Government	-	-	-	-	-
Public Safety	13,875	971,603	-	-	-
Public Works	-	-	-	-	-
Culture and Recreation	-	-	-	-	-
Community Development	-	-	-	-	-
Debt Service	-	322,000	-	-	-
Capital Outlay	-	5,005	-	-	-
Total Expenditures	13,875	1,298,608	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	5,173	(49,523)	489	-	-
Other Financing Sources (Uses)					
Transfers In	-	-	-	-	-
Transfers Out	-	(173,642)	-	-	-
Sale of Capital Assets	-	19,921	-	-	-
Total Other Financing Sources (Uses)	-	(153,721)	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	5,173	(203,244)	489	-	-
Fund Balance, June 30, 2012	10,575	805,703	2,707	-	-
Restatement	-	-	-	-	-
Fund Balance, June 30, 2012, Restated	10,575	805,703	2,707	-	-
Fund Balance, June 30, 2013	\$ 15,748	\$ 602,459	\$ 3,196	\$ -	\$ -

Continued

CITY OF MISSOULA, MONTANA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
 NONMAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS  
 JUNE 30, 2013

	Street Lighting	Street Maintenance	Russell Park Mtnc	Willowwood Park Mtnc	Road District #1
REVENUES					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	304,465	57,039	-	-	353,013
Licenses & Permits	-	-	-	-	-
Intergovernmental	-	-	-	-	-
Charges for Services	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-
Miscellaneous	-	-	-	-	-
Investment Earnings	-	-	-	-	(113)
Total Revenues	304,465	57,039	-	-	352,900
EXPENDITURES					
Current					
General Government	-	-	-	-	-
Public Safety	-	-	-	-	-
Public Works	324,354	18,985	-	-	270,751
Culture and Recreation	-	-	-	-	-
Community Development	-	-	-	-	-
Debt Service	-	-	-	-	-
Capital Outlay	-	-	-	-	68,693
Total Expenditures	324,354	18,985	-	-	339,444
Excess (Deficiency) of Revenue Over Expenditures	(19,889)	38,054	-	-	13,456
Other Financing Sources (Uses)					
Transfers In	-	-	-	-	-
Transfers Out	-	(27,281)	-	-	-
Sale of Capital Assets	-	-	-	-	-
Total Other Financing Sources (Uses)	-	(27,281)	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	(19,889)	10,773	-	-	13,456
Fund Balance, June 30, 2012	239,871	2,364	-	43	71,979
Restatement	-	-	-	-	-
Fund Balance, June 30, 2012, Restated	239,871	2,364	-	43	71,979
Fund Balance, June 30, 2013	\$ 219,982	\$ 13,137	\$ -	\$ 43	\$ 85,435

Continued

CITY OF MISSOULA, MONTANA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
 NONMAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS  
 JUNE 30, 2013

	Park District #1	State Gas Tax	Crime Victim Surcharge	Law Enforcement Grant	HIDTA Grant
REVENUES					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	503,286	-	-	-	-
Licenses & Permits	-	-	-	-	-
Intergovernmental	8	1,120,806	-	232,074	-
Charges for Services	-	-	-	-	159,371
Fines and Forfeitures	-	-	-	-	-
Miscellaneous	-	-	-	-	-
Investment Earnings	-	-	(20)	(35)	(535)
Total Revenues	503,294	1,120,806	(20)	232,039	158,836
EXPENDITURES					
Current					
General Government	-	-	-	-	-
Public Safety	-	-	-	135,199	188,276
Public Works	-	4,608	-	-	-
Culture and Recreation	389,647	-	-	-	-
Community Development	-	-	-	-	-
Debt Service	-	-	-	-	-
Capital Outlay	103,660	832,399	-	94,054	-
Total Expenditures	493,307	837,007	-	229,253	188,276
Excess (Deficiency) of Revenue Over Expenditures	9,987	283,799	(20)	2,786	(29,440)
Other Financing Sources (Uses)					
Transfers In	-	-	-	-	-
Transfers Out	-	(564,000)	-	-	-
Sale of Capital Assets	-	-	-	-	-
Total Other Financing Sources (Uses)	-	(564,000)	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	9,987	(280,201)	(20)	2,786	(29,440)
Fund Balance, June 30, 2012	4,016	181,389	8,058	(4,776)	893,539
Restatement	-	-	-	-	(17,421)
Fund Balance, June 30, 2012, Restated	4,016	181,389	8,058	(4,776)	876,118
Fund Balance, June 30, 2013	\$ 14,003	\$ (98,812)	\$ 8,038	\$ (1,990)	\$ 846,678

Continued

CITY OF MISSOULA, MONTANA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
 NONMAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS  
 JUNE 30, 2013

	Comm. Devel. Program Income	Community Development	HOME Grant	ADDI Program	Neighborhood Stabilization
REVENUES					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	-	-	-	-	-
Licenses & Permits	-	-	-	-	-
Intergovernmental	16,661	678,426	308,746	-	310,760
Charges for Services	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-
Miscellaneous	-	-	-	-	-
Investment Earnings	2	-	-	-	-
Total Revenues	16,663	678,426	308,746	-	310,760
EXPENDITURES					
Current					
General Government	-	-	-	-	-
Public Safety	-	612,199	-	-	-
Public Works	-	-	-	-	-
Culture and Recreation	-	-	-	-	-
Community Development	-	-	308,746	-	307,219
Debt Service	-	-	-	-	-
Capital Outlay	-	-	-	-	-
Total Expenditures	-	612,199	308,746	-	307,219
Excess (Deficiency) of Revenue Over Expenditures	16,663	66,227	-	-	3,541
Other Financing Sources (Uses)					
Transfers In	-	4,773	-	-	-
Transfers Out	(4,773)	(66,069)	-	-	-
Sale of Capital Assets	-	-	-	-	-
Total Other Financing Sources (Uses)	(4,773)	(61,296)	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	11,890	4,931	-	-	3,541
Fund Balance, June 30, 2012	12,652	(8,856)	8,822	10,965	(4,139)
Restatement	(1,394)	-	-	-	-
Fund Balance, June 30, 2012, Restated	11,258	(8,856)	8,822	10,965	(4,139)
Fund Balance, June 30, 2013	\$ 23,148	\$ (3,925)	\$ 8,822	\$ 10,965	\$ (598)

Continued

CITY OF MISSOULA, MONTANA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
 NONMAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS  
 JUNE 30, 2013

	Federal Transportation	Grants & Donations	TOTALS
<b>REVENUES</b>			
Taxes	\$ -	\$ -	\$ 4,298,647
Special Assessments	-	-	1,217,803
Licenses & Permits	-	-	1,973,978
Intergovernmental	329,779	1,900,013	4,899,776
Charges for Services	-	50	1,296,399
Fines and Forfeitures	-	-	19,048
Miscellaneous	-	16,690	92,387
Investment Earnings	-	-	(1,834)
Total Revenues	329,779	1,916,753	13,796,204
<b>EXPENDITURES</b>			
Current			
General Government	-	37,290	445,230
Public Safety	-	700,551	2,692,988
Public Works	-	157,465	776,163
Culture and Recreation	-	-	394,920
Community Development	-	622,454	1,238,419
Debt Service	-	-	322,000
Capital Outlay	360,319	337,096	2,159,338
Total Expenditures	360,319	1,854,856	8,029,058
Excess (Deficiency) of Revenue Over Expenditures	(30,540)	61,897	5,767,146
Other Financing Sources (Uses)			
Transfers In	13,598	-	18,371
Transfers Out	-	-	(5,292,468)
Sale of Capital Assets	-	-	19,921
Total Other Financing Sources (Uses)	13,598	-	(5,254,176)
Excess (Deficiency) of Revenue Over Expenditures	(16,942)	61,897	512,970
Fund Balance, June 30, 2012	19,838	225,111	4,607,810
Restatement	-	-	(18,815)
Fund Balance, June 30, 2012, Restated	19,838	225,111	4,588,995
Fund Balance, June 30, 2013	\$ 2,896	\$ 287,008	\$ 5,101,965





**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  
 JUNE 30, 2013

	SID Revolving	1998 Safety Bonds	1996 Open Space Bonds	1997 Open Space Bonds	1994 City Hall & Fire Bonds	1993 Fire Bonds
REVENUES						
Taxes	\$ -	\$ 10	\$ 19	\$ 7	\$ -	\$ -
Special Assessments	15,531	-	-	-	-	-
Investment Earnings	(625)	-	(1)	(276)	-	-
Total Revenues	14,906	10	18	(269)	-	-
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Total Expenditures	-	-	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	14,906	10	18	(269)	-	-
Other Financing Sources (Uses)						
Transfers In	87,441	-	-	-	-	-
Transfers Out	(177,940)	-	-	-	-	-
Payments to Refunded Bond Escrow Agent	-	-	-	-	-	-
Issuance of Refunding Bonds	-	-	-	-	-	-
Premium on Refunded Bonds	-	-	-	-	-	-
Issuance of Long Term Debt	19,650	-	-	-	-	-
Total Other Financing Sources (Uses)	(70,849)	-	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	(55,943)	10	18	(269)	-	-
Fund Balance, June 30, 2012	791,209	14	1	(195)	-	-
Fund Balance, June 30, 2013	\$ 735,266	\$ 24	\$ 19	\$ (464)	\$ -	\$ -

Continued

CITY OF MISSOULA, MONTANA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
 NONMAJOR GOVERNMENTAL DEBT SERVICE FUNDS  
 JUNE 30, 2013

	2004 Aquatics Bond	2004 Refunding	2006 Fire Station GO	2007 Refunding Bond	Sidewalk & Curb	FY99 Sidewalk & Curb	FY00 Sidewalk & Curb
REVENUES							
Taxes	\$ 586,441	\$ 237,131	\$ 408,945	\$ 533,356	\$ -	\$ -	\$ -
Special Assessments	-	-	-	-	-	(2,266)	1,980
Investment Earnings	(25)	(53)	(122)	(66)	(2)	(3)	(14)
Total Revenues	586,416	237,078	408,823	533,290	(2)	(2,269)	1,966
EXPENDITURES							
General Government	86,124	-	-	-	-	-	-
Debt Service	603,305	262,931	435,069	550,696	-	-	-
Total Expenditures	689,429	262,931	435,069	550,696	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	(103,013)	(25,853)	(26,246)	(17,406)	(2)	(2,269)	1,966
Other Financing Sources (Uses)							
Transfers In	52,915	44,462	104,430	61,024	-	-	-
Transfers Out	-	-	(34,122)	-	-	(4,087)	(6,652)
Payments to Refunded Bond Escrow Agent	(5,541,672)	-	-	-	-	-	-
Issuance of Refunding Bonds	5,480,000	-	-	-	-	-	-
Premium on Refunded Bonds	152,081	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	143,324	44,462	70,308	61,024	-	(4,087)	(6,652)
Excess (Deficiency) of Revenue Over Expenditures	40,311	18,609	44,062	43,618	(2)	(6,356)	(4,686)
Fund Balance, June 30, 2012	(40,311)	(18,609)	(44,062)	(43,618)	1,646	6,357	4,687
Fund Balance, June 30, 2013	\$ -	\$ -	\$ -	\$ -	\$ 1,644	\$ 1	\$ 1

Continued

CITY OF MISSOULA, MONTANA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
 NONMAJOR GOVERNMENTAL DEBT SERVICE FUNDS  
 JUNE 30, 2013

	FY01 Sidewalk & Curb	FY02 Sidewalk & Curb	FY03 Sidewalk & Curb	FY04 Sidewalk & Curb	FY05 Sidewalk & Curb	FY06 Sidewalk & Curb	FY07 Sidewalk & Curb
REVENUES							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	16,854	8,294	32,457	16,452	94,856	132,802	102,563
Investment Earnings	(35)	(18)	16	(44)	416	730	277
Total Revenues	16,819	8,276	32,473	16,408	95,272	133,532	102,840
EXPENDITURES							
General Government	-	-	-	-	-	-	-
Debt Service	16,056	11,251	28,106	12,171	85,059	145,130	103,801
Total Expenditures	16,056	11,251	28,106	12,171	85,059	145,130	103,801
Excess (Deficiency) of Revenue Over Expenditures	763	(2,975)	4,367	4,237	10,213	(11,598)	(961)
Other Financing Sources (Uses)							
Transfers In	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-
Payments to Refunded Bond Escrow Agent	-	-	-	-	-	-	-
Issuance of Refunding Bonds	-	-	-	-	-	-	-
Premium on Refunded Bonds	-	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	763	(2,975)	4,367	4,237	10,213	(11,598)	(961)
Fund Balance, June 30, 2012	46,385	17,605	(27,408)	32,443	72,765	146,117	52,959
Fund Balance, June 30, 2013	\$ 47,148	\$ 14,630	\$ (23,041)	\$ 36,680	\$ 82,978	\$ 134,519	\$ 51,998

Continued

CITY OF MISSOULA, MONTANA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
 NONMAJOR GOVERNMENTAL DEBT SERVICE FUNDS  
 JUNE 30, 2013

	FY08 Sidewalk & Curb	FY09 Sidewalk & Curb	FY10 Sidewalk & Curb	FY12 Sidewalk & Curb	FY13 Sidewalk & Curb	SID433	SID 495
REVENUES							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	65,532	77,327	151,870	75,595	29	-	-
Investment Earnings	(18)	(56)	(30)	(209)	-	-	-
Total Revenues	65,514	77,271	151,840	75,386	29	-	-
EXPENDITURES							
General Government	-	-	46	-	-	-	-
Debt Service	65,869	70,274	118,009	74,664	-	-	-
Total Expenditures	65,869	70,274	118,055	74,664	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	(355)	6,997	33,785	722	29	-	-
Other Financing Sources (Uses)							
Transfers In	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	(373,379)	-	(225)
Payments to Refunded Bond Escrow Agent	-	-	-	-	-	-	-
Issuance of Refunding Bonds	-	-	-	-	-	-	-
Premium on Refunded Bonds	-	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	373,350	-	-
Total Other Financing Sources (Uses)	-	-	-	-	(29)	-	(225)
Excess (Deficiency) of Revenue Over Expenditures	(355)	6,997	33,785	722	-	-	(225)
Fund Balance, June 30, 2012	21,072	65,046	46,228	-	-	-	225
Fund Balance, June 30, 2013	\$ 20,717	\$ 72,043	\$ 80,013	\$ 722	\$ -	\$ -	\$ -

Continued

CITY OF MISSOULA, MONTANA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
 NONMAJOR GOVERNMENTAL DEBT SERVICE FUNDS  
 JUNE 30, 2013

	SID 497	SID 498	SID 501	SID 503	SID 505	SID 506	SID 507
REVENUES							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	-	863	805	8,723	-	-	-
Investment Earnings	(3)	(49)	(109)	(20)	(10)	(2)	(6)
Total Revenues	(3)	814	696	8,703	(10)	(2)	(6)
EXPENDITURES							
General Government	-	-	-	-	-	-	-
Debt Service	-	-	-	13,400	-	-	-
Total Expenditures	-	-	-	13,400	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	(3)	814	696	(4,697)	(10)	(2)	(6)
Other Financing Sources (Uses)							
Transfers In	-	-	-	-	-	-	-
Transfers Out	(3,608)	(3,695)	(1,571)	(16,314)	(12,908)	(1,383)	(7,354)
Payments to Refunded Bond Escrow Agent	-	-	-	-	-	-	-
Issuance of Refunding Bonds	-	-	-	-	-	-	-
Premium on Refunded Bonds	-	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	(3,608)	(3,695)	(1,571)	(16,314)	(12,908)	(1,383)	(7,354)
Excess (Deficiency) of Revenue Over Expenditures	(3,611)	(2,881)	(875)	(21,011)	(12,918)	(1,385)	(7,360)
Fund Balance, June 30, 2012	3,611	2,881	875	21,252	12,921	1,385	7,362
Fund Balance, June 30, 2013	\$ -	\$ -	\$ -	\$ 241	\$ 3	\$ -	\$ 2

Continued

CITY OF MISSOULA, MONTANA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
 NONMAJOR GOVERNMENTAL DEBT SERVICE FUNDS  
 JUNE 30, 2013

	SID 508	SID 510	SID 511	SID 512	SID 513	SID 514	SID 515
<b>REVENUES</b>							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	210	13,768	11,023	100,400	-	773	-
Investment Earnings	(3)	984	(23)	201	-	(72)	-
Total Revenues	207	14,752	11,000	100,601	-	701	-
<b>EXPENDITURES</b>							
General Government	-	-	-	-	-	-	-
Debt Service	-	-	14,980	135,859	-	-	-
Total Expenditures	-	-	14,980	135,859	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	207	14,752	(3,980)	(35,258)	-	701	-
<b>Other Financing Sources (Uses)</b>							
Transfers In	-	-	-	-	-	-	-
Transfers Out	(1,659)	-	-	-	-	(5,094)	-
Payments to Refunded Bond Escrow Agent	-	-	-	-	-	-	-
Issuance of Refunding Bonds	-	-	-	-	-	-	-
Premium on Refunded Bonds	-	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	(1,659)	-	-	-	-	(5,094)	-
Excess (Deficiency) of Revenue Over Expenditures	(1,452)	14,752	(3,980)	(35,258)	-	(4,393)	-
Fund Balance, June 30, 2012	1,558	160,296	32,226	60,329	-	4,808	-
Fund Balance, June 30, 2013	\$ 106	\$ 175,048	\$ 28,246	\$ 25,071	\$ -	\$ 415	\$ -

Continued

CITY OF MISSOULA, MONTANA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
 NONMAJOR GOVERNMENTAL DEBT SERVICE FUNDS  
 JUNE 30, 2013

	SID 517	SID 518	SID 519	SID 520	SID 521	SID 522	SID 524
REVENUES							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	-	-	-	147,834	-	-	307,588
Investment Earnings	(2)	(4)	(9)	31,690	(3)	(2)	3,954
Total Revenues	(2)	(4)	(9)	179,524	(3)	(2)	311,542
EXPENDITURES							
General Government	-	-	-	-	-	-	-
Debt Service	-	-	-	160,380	616	890	308,040
Total Expenditures	-	-	-	160,380	616	890	308,040
Excess (Deficiency) of Revenue Over Expenditures	(2)	(4)	(9)	19,144	(619)	(892)	3,502
Other Financing Sources (Uses)							
Transfers In	-	-	-	26,702	-	-	-
Transfers Out	(10,674)	(546)	54	-	-	-	-
Payments to Refunded Bond Escrow Agent	-	-	-	-	-	-	-
Issuance of Refunding Bonds	-	-	-	-	-	-	-
Premium on Refunded Bonds	-	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	(10,674)	(546)	54	26,702	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	(10,676)	(550)	45	45,846	(619)	(892)	3,502
Fund Balance, June 30, 2012	10,678	550	(45)	162,173	2,652	1,789	705,241
Fund Balance, June 30, 2013	\$ 2	\$ -	\$ -	\$ 208,019	\$ 2,033	\$ 897	\$ 708,743

Continued



CITY OF MISSOULA, MONTANA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
 NONMAJOR GOVERNMENTAL DEBT SERVICE FUNDS  
 JUNE 30, 2013

	SID 525	SID 526	SID 527	SID 530	SID 531	SID 532	SID 533
REVENUES							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	38,140	157,251	-	526	3,234	39,478	18,225
Investment Earnings	1,307	1,887	(5)	(5)	(3)	(44)	(32)
Total Revenues	39,447	159,138	(5)	521	3,231	39,434	18,193
EXPENDITURES							
General Government	-	-	-	-	-	-	-
Debt Service	32,440	193,560	-	699	-	46,319	16,619
Total Expenditures	32,440	193,560	-	699	-	46,319	16,619
Excess (Deficiency) of Revenue Over Expenditures	7,007	(34,422)	(5)	(178)	3,231	(6,885)	1,574
Other Financing Sources (Uses)							
Transfers In	-	-	-	-	-	-	-
Transfers Out	-	-	(7,193)	(4,532)	(12,719)	-	-
Payments to Refunded Bond Escrow Agent	-	-	-	-	-	-	-
Issuance of Refunding Bonds	-	-	-	-	-	-	-
Premium on Refunded Bonds	-	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	(7,193)	(4,532)	(12,719)	-	-
Excess (Deficiency) of Revenue Over Expenditures	7,007	(34,422)	(7,198)	(4,710)	(9,488)	(6,885)	1,574
Fund Balance, June 30, 2012	227,369	374,163	7,200	4,757	9,780	50,020	36,350
Fund Balance, June 30, 2013	\$ 234,376	\$ 339,741	\$ 2	\$ 47	\$ 292	\$ 43,135	\$ 37,924

Continued

CITY OF MISSOULA, MONTANA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
 NONMAJOR GOVERNMENTAL DEBT SERVICE FUNDS  
 JUNE 30, 2013

	SID 534	SID 535	SID 536	SID 539	SID 540	SID 541	SID 543
<b>REVENUES</b>							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	18,516	5,238	34,229	2,061	140,358	64,242	10,202
Investment Earnings	(25)	(5)	(53)	(2)	615	232	(10)
Total Revenues	18,491	5,233	34,176	2,059	140,973	64,474	10,192
<b>EXPENDITURES</b>							
General Government	-	2	-	-	-	-	-
Debt Service	18,294	-	30,544	-	122,426	62,106	-
Total Expenditures	18,294	2	30,544	-	122,426	62,106	-
Excess (Deficiency) of Revenue Over Expenditures	197	5,231	3,632	2,059	18,547	2,368	10,192
<b>Other Financing Sources (Uses)</b>							
Transfers In	-	-	-	-	-	-	-
Transfers Out	-	(16,308)	-	(5,918)	-	-	(33,055)
Payments to Refunded Bond Escrow Agent	-	-	-	-	-	-	-
Issuance of Refunding Bonds	-	-	-	-	-	-	-
Premium on Refunded Bonds	-	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	(16,308)	-	(5,918)	-	-	(33,055)
Excess (Deficiency) of Revenue Over Expenditures	197	(11,077)	3,632	(3,859)	18,547	2,368	(22,863)
Fund Balance, June 30, 2012	48,019	11,490	77,670	4,074	206,925	62,104	22,607
Fund Balance, June 30, 2013	\$ 48,216	\$ 413	\$ 81,302	\$ 215	\$ 225,472	\$ 64,472	\$ (256)

Continued

CITY OF MISSOULA, MONTANA  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
NONMAJOR GOVERNMENTAL DEBT SERVICE FUNDS  
JUNE 30, 2013

	SID 544	SID 545	SID 546	SID 548	TOTALS
<b>REVENUES</b>					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 1,765,909
Special Assessments	165,127	3,260	1,141	126,625	2,209,716
Investment Earnings	729	(2)	(4)	24	40,958
Total Revenues	165,856	3,258	1,137	126,649	4,016,583
<b>EXPENDITURES</b>					
General Government	-	-	-	-	86,172
Debt Service	141,536	-	-	122,706	4,003,805
Total Expenditures	141,536	-	-	122,706	4,089,977
Excess (Deficiency) of Revenue Over Expenditures	24,320	3,258	1,137	3,943	(73,394)
<b>Other Financing Sources (Uses)</b>					
Transfers In	-	-	-	-	376,974
Transfers Out	-	(8,852)	(5,523)	-	(755,257)
Payments to Refunded Bond Escrow Agent	-	-	-	-	(5,541,672)
Issuance of Refunding Bonds	-	-	-	-	5,480,000
Premium on Refunded Bonds	-	-	-	-	152,081
Issuance of Long Term Debt	-	-	-	-	393,000
Total Other Financing Sources (Uses)	-	(8,852)	(5,523)	-	105,126
Excess (Deficiency) of Revenue Over Expenditures	24,320	(5,594)	(4,386)	3,943	31,732
Fund Balance, June 30, 2012	166,175	5,867	4,521	(327)	3,641,862
Fund Balance, June 30, 2013	\$ 190,495	\$ 273	\$ 135	\$ 3,616	\$ 3,673,594



**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  
 JUNE 30, 2013

	1997 Open Space	New Fire Station GO Bond	06 Sidewalk & Curb	07 Sidewalk & Curb	08 Sidewalk & Curb	09 Sidewalk & Curb
<b>REVENUES</b>						
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-
Total Revenues	-	-	-	-	-	-
<b>EXPENDITURES</b>						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Public Works	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Capital Outlay	-	87,062	-	-	-	-
Total Expenditures	-	87,062	-	-	-	-
Excess(Deficiency) of Revenue Over Expenditures	-	(87,062)	-	-	-	-
<b>Other Financing Sources (Uses)</b>						
Transfers In	-	34,122	-	-	-	-
Transfers Out	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-
Total Other Financing Sources(Uses)	-	34,122	-	-	-	-
Excess(Deficiency) of Revenues Over Expenditures	-	(52,940)	-	-	-	-
Fund Balance, June 30, 2012	\$ 375,602	\$ 72,564	\$ 99	\$ 34	\$ -	\$ -
Fund Balance, June 30, 2013	\$ 375,602	\$ 19,624	\$ 99	\$ 34	\$ -	\$ -

Continued

CITY OF MISSOULA, MONTANA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
 NONMAJOR GOVERNMENTAL CAPITAL PROJECTS FUNDS  
 JUNE 30, 2013

	10 Sidewalk & Curb	11 Sidewalk & Curb	12 Sidewalk & Curb	13 Sidewalk & Curb	14 Sidewalk & Curb	SID 530 Construction
<b>REVENUES</b>						
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	22,586	-	-	-
Miscellaneous	-	-	-	212,595	-	-
Investment Earnings	(1)	276	415	2	-	-
Total Revenues	(1)	276	23,001	212,597	-	-
<b>EXPENDITURES</b>						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Public Works	-	-	-	8,856	-	-
Culture and Recreation	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Capital Outlay	-	-	-	717,950	183,612	-
Total Expenditures	-	-	-	726,806	183,612	-
Excess(Deficiency) of Revenue Over Expenditures	(1)	276	23,001	(514,209)	(183,612)	-
<b>Other Financing Sources (Uses)</b>						
Transfers In	-	-	-	374,085	-	-
Transfers Out	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-
Total Other Financing Sources(Uses)	-	-	-	374,085	-	-
Excess(Deficiency) of Revenues Over Expenditures	(1)	276	23,001	(140,124)	(183,612)	-
Fund Balance, June 30, 2012	\$ 879	\$ 262	\$ 25,830	\$ (196,366)	\$ -	\$ -
Fund Balance, June 30, 2013	\$ 878	\$ 538	\$ 48,831	\$ (336,490)	\$ (183,612)	\$ -

Continued

CITY OF MISSOULA, MONTANA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
 NONMAJOR GOVERNMENTAL CAPITAL PROJECTS FUNDS  
 JUNE 30, 2013

	SID 531 Construction	SID 532 Construction	SID 533 Construction	SID 534 Construction	SID 535 Construction	SID 536 Construction
REVENUES						
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	(24)	(17)	7	(8)	(35)	(1)
Total Revenues	(24)	(17)	7	(8)	(35)	(1)
EXPENDITURES						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Public Works	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-
Debt Service	6,113	-	-	-	9,327	-
Capital Outlay	-	1,925	-	-	-	-
Total Expenditures	6,113	1,925	-	-	9,327	-
Excess(Deficiency) of Revenue Over Expenditures	(6,137)	(1,942)	7	(8)	(9,362)	(1)
Other Financing Sources (Uses)						
Transfers In	12,719	-	-	-	16,308	-
Transfers Out	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-
Total Other Financing Sources(Uses)	12,719	-	-	-	16,308	-
Excess(Deficiency) of Revenues Over Expenditures	6,582	(1,942)	7	(8)	6,946	(1)
Fund Balance, June 30, 2012	\$ (13,442)	\$ 2,693	\$ 4	\$ (6)	\$ (23,984)	\$ 2,223
Fund Balance, June 30, 2013	\$ (6,860)	\$ 751	\$ 11	\$ (14)	\$ (17,038)	\$ 2,222

Continued



CITY OF MISSOULA, MONTANA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
 NONMAJOR GOVERNMENTAL CAPITAL PROJECTS FUNDS  
 JUNE 30, 2013

	SID 537 Construction	SID 538 Construction	SID 539 Construction	SID 540 Construction	SID 541 Construction
REVENUES					
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-	-
Miscellaneous	-	-	-	-	-
Investment Earnings	-	-	(9)	(78)	(25)
Total Revenues	-	-	(9)	(78)	(25)
EXPENDITURES					
General Government	-	-	-	-	-
Public Safety	-	-	-	-	-
Public Works	-	-	-	-	-
Culture and Recreation	-	-	-	-	-
Debt Service	-	-	2,826	-	-
Capital Outlay	-	-	-	-	5,393
Total Expenditures	-	-	2,826	-	5,393
Excess(Deficiency) of Revenue Over Expenditures	-	-	(2,835)	(78)	(5,418)
Other Financing Sources (Uses)					
Transfers In	-	-	5,918	-	-
Transfers Out	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-
Total Other Financing Sources(Uses)	-	-	5,918	-	-
Excess(Deficiency) of Revenues Over Expenditures	-	-	3,083	(78)	(5,418)
Fund Balance, June 30, 2012	\$ -	\$ -	\$ (7,920)	\$ 109,962	\$ 28,990
Fund Balance, June 30, 2013	\$ -	\$ -	\$ (4,837)	\$ 109,884	\$ 23,572

Continued

CITY OF MISSOULA, MONTANA  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
NONMAJOR GOVERNMENTAL CAPITAL PROJECTS FUNDS  
JUNE 30, 2013

	SID 542 Construction	SID 543 Construction	Miller Creek Mitigation	Miller Creek Mitigation (T)	Miller Creek Mitigation (M)
<b>REVENUES</b>					
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-	-
Miscellaneous	-	-	-	-	-
Investment Earnings	-	(8)	(3)	3	(9)
Total Revenues	-	(8)	(3)	3	(9)
<b>EXPENDITURES</b>					
General Government	-	-	-	-	-
Public Safety	-	-	-	-	-
Public Works	-	-	-	-	-
Culture and Recreation	-	-	-	-	-
Debt Service	-	10,015	-	-	-
Capital Outlay	-	-	-	-	-
Total Expenditures	-	10,015	-	-	-
Excess(Deficiency) of Revenue Over Expenditures	-	(10,023)	(3)	3	(9)
<b>Other Financing Sources (Uses)</b>					
Transfers In	-	33,055	-	-	-
Transfers Out	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-
Total Other Financing Sources(Uses)	-	33,055	-	-	-
Excess(Deficiency) of Revenues Over Expenditures	-	23,032	(3)	3	(9)
Fund Balance, June 30, 2012	\$ (1)	\$ (62,386)	\$ 3,527	\$ 1,391	\$ 10,045
Fund Balance, June 30, 2013	\$ (1)	\$ (39,354)	\$ 3,524	\$ 1,394	\$ 10,036

Continued

CITY OF MISSOULA, MONTANA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
 NONMAJOR GOVERNMENTAL CAPITAL PROJECTS FUNDS  
 JUNE 30, 2013

	Miller Creek Mitigation (Mc)	5th, 6th, & Arthur Improvements	Maloney Twite	Hillview Way	Rattlesnake Sewer Collection	Phillips St Traffic Calming
<b>REVENUES</b>						
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	(15)	(260)	(2)	(2)	(19)	4
Total Revenues	(15)	(260)	(2)	(2)	(19)	4
<b>EXPENDITURES</b>						
General Government	-	973	-	-	-	-
Public Safety	-	-	-	-	-	-
Public Works	-	-	-	3,927	-	-
Culture and Recreation	-	-	-	-	-	-
Debt Service	-	-	-	-	-	1,907
Capital Outlay	-	95,333	-	4,182	-	-
Total Expenditures	-	96,306	-	8,109	-	1,907
Excess(Deficiency) of Revenue Over Expenditures	(15)	(96,566)	(2)	(8,111)	(19)	(1,903)
<b>Other Financing Sources (Uses)</b>						
Transfers In	-	-	-	-	-	8,852
Transfers Out	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-
Total Other Financing Sources(Uses)	-	-	-	-	-	8,852
Excess(Deficiency) of Revenues Over Expenditures	(15)	(96,566)	(2)	(8,111)	(19)	6,949
Fund Balance, June 30, 2012	\$ 18,689	\$ 235,663	\$ 1,257	\$ -	\$ 1,571	\$ (19,272)
Fund Balance, June 30, 2013	\$ 18,674	\$ 139,097	\$ 1,255	\$ (8,111)	\$ 1,552	\$ (12,323)

Continued

CITY OF MISSOULA, MONTANA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
 NONMAJOR GOVERNMENTAL CAPITAL PROJECTS FUNDS  
 JUNE 30, 2013

	Pattee Creek Drive	ARRA Enhancement	HB 645	WFL Miller Creek Road	Western Federal Lands
<b>REVENUES</b>					
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ 432,567
Charges for Services	-	-	-	-	-
Miscellaneous	-	-	-	-	16,000
Investment Earnings	4	1	16	81	21
Total Revenues	4	1	16	81	448,588
<b>EXPENDITURES</b>					
General Government	-	-	-	-	-
Public Safety	-	-	-	-	-
Public Works	-	-	-	-	62,739
Culture and Recreation	-	-	-	-	-
Debt Service	1,481	-	-	-	-
Capital Outlay	-	-	-	-	365,963
Total Expenditures	1,481	-	-	-	428,702
Excess(Deficiency) of Revenue Over Expenditures	(1,477)	1	16	81	19,886
<b>Other Financing Sources (Uses)</b>					
Transfers In	5,523	-	-	-	-
Transfers Out	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-
Total Other Financing Sources(Uses)	5,523	-	-	-	-
Excess(Deficiency) of Revenues Over Expenditures	4,046	1	16	81	19,886
Fund Balance, June 30, 2012	\$ (14,637)	\$ (2,500)	\$ (23,687)	\$ (108)	\$ (45)
Fund Balance, June 30, 2013	\$ (10,591)	\$ (2,499)	\$ (23,671)	\$ (27)	\$ 19,841

CITY OF MISSOULA, MONTANA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
 NONMAJOR GOVERNMENTAL CAPITAL PROJECTS FUNDS  
 JUNE 30, 2013

	TOTALS
REVENUES	
Intergovernmental	\$ 432,567
Charges for Services	22,586
Miscellaneous	228,595
Investment Earnings	314
Total Revenues	<u>684,062</u>
EXPENDITURES	
General Government	973
Public Safety	-
Public Works	75,522
Culture and Recreation	-
Debt Service	31,669
Capital Outlay	1,461,420
Total Expenditures	<u>1,569,584</u>
Excess(Deficiency) of Revenue	
Over Expenditures	(885,522)
Other Financing Sources (Uses)	
Transfers In	490,582
Transfers Out	-
Issuance of Long Term Debt	-
Sale of Capital Assets	-
Total Other Financing Sources(Uses)	<u>490,582</u>
Excess(Deficiency) of Revenues	
Over Expenditures	(394,940)
Fund Balance, June 30, 2012	<u>526,931</u>
Fund Balance, June 30, 2013	<u>\$ 131,991</u>



# **AGENCY FUNDS**

CITY OF MISSOULA, MONTANA  
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - ALL AGENCY FUNDS  
JUNE 30, 2013

	Balance 7/1/2012	Additions	Deletions	Balance 6/30/2013
<b>COURT SURCHARGE</b>				
<b>ASSETS</b>				
Cash	\$ 61,318	\$ 86,725	\$ 106,162	\$ 41,881
Interest Receivable	-	-	-	-
Due From Other Governments	7,782	5,415	7,782	5,415
<b>TOTAL ASSETS</b>	<b>\$ 69,100</b>	<b>\$ 92,140</b>	<b>\$ 113,944</b>	<b>\$ 47,296</b>
<b>LIABILITIES</b>				
Accounts Payable	\$ 61,109	\$ (13,813)	\$ -	\$ 47,296
Due to Other Governments	7,991	-	7,991	-
<b>TOTAL LIABILITIES</b>	<b>\$ 69,100</b>	<b>\$ (13,813)</b>	<b>\$ 7,991</b>	<b>\$ 47,296</b>
<b>PUBLIC DEFENDER FEES</b>				
<b>ASSETS</b>				
Cash	\$ 4,617	\$ 12,252	\$ 15,242	\$ 1,627
Interest Receivable	-	-	-	-
Due From Other Governments	849	162	849	162
<b>TOTAL ASSETS</b>	<b>\$ 5,466</b>	<b>\$ 12,414</b>	<b>\$ 16,091</b>	<b>\$ 1,789</b>
<b>LIABILITIES</b>				
Accounts Payable	\$ 5,466	\$ 11,565	\$ 15,242	\$ 1,789
Due to Other Governments	-	-	-	-
<b>TOTAL LIABILITIES</b>	<b>\$ 5,466</b>	<b>\$ 11,565</b>	<b>\$ 15,242</b>	<b>\$ 1,789</b>
<b>COUNTY CLEARING</b>				
<b>ASSETS</b>				
Cash	\$ 917	\$ 10,271	\$ 8,959	\$ 2,229
Interest Receivable	-	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ 917</b>	<b>\$ 10,271</b>	<b>\$ 8,959</b>	<b>\$ 2,229</b>
<b>LIABILITIES</b>				
Accounts Payable	\$ -	\$ 652	\$ -	\$ 652
Due to Other Governments	917	660	-	1,577
<b>TOTAL LIABILITIES</b>	<b>\$ 917</b>	<b>\$ 1,312</b>	<b>\$ -</b>	<b>\$ 2,229</b>
<b>SEWER REBATE</b>				
<b>ASSETS</b>				
Cash	\$ 30,300	\$ 4,399	\$ -	\$ 34,699
Interest Receivable	-	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ 30,300</b>	<b>\$ 4,399</b>	<b>\$ -</b>	<b>\$ 34,699</b>
<b>LIABILITIES</b>				
Due to Private Parties	\$ 30,300	\$ 4,399	\$ -	\$ 34,699
<b>YOUTH PROGRAMS</b>				
<b>ASSETS</b>				
Cash	\$ 473	\$ -	\$ -	\$ 473
Interest Receivable	-	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ 473</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 473</b>
<b>LIABILITIES</b>				
Due to Private Parties	\$ 473	\$ -	\$ -	\$ 473
<b>COUNTY PARK BOARD</b>				
<b>ASSETS</b>				
Cash	\$ 5,500	\$ -	\$ -	\$ 5,500
Interest Receivable	-	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ 5,500</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 5,500</b>
<b>LIABILITIES</b>				
Due to Other Governments	\$ 5,500	\$ -	\$ -	\$ 5,500

Continued



CITY OF MISSOULA, MONTANA  
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - ALL AGENCY FUNDS  
JUNE 30, 2013

	Balance 6/30/2012	Additions	Deletions	Balance 6/30/2012
<b>ELK HILLS SUBDIVISION</b>				
ASSETS				
Cash	\$ 3,868	\$ -	\$ -	\$ 3,868
Interest Receivable	-	-	-	-
TOTAL ASSETS	\$ 3,868	\$ -	\$ -	\$ 3,868
LIABILITIES				
Due to Private Parties	\$ 3,868	\$ -	\$ -	\$ 3,868
<b>MUNICIPAL COURT RESTITUTION</b>				
ASSETS				
Cash	\$ 305,829	\$ -	\$ 47,000	\$ 258,829
TOTAL ASSETS	\$ 305,829	\$ -	\$ 47,000	\$ 258,829
LIABILITIES				
Due to Private Parties	\$ 305,829	\$ -	\$ 47,000	\$ 258,829
<b>RATTLESNAKE CORNERSTONE TRAIL SW</b>				
ASSETS				
Cash	\$ 27,413	\$ -	\$ -	\$ 27,413
TOTAL ASSETS	\$ 27,413	\$ -	\$ -	\$ 27,413
LIABILITIES				
Due to Private Parties	\$ 27,413	\$ -	\$ -	\$ 27,413
TOTAL LIABILITIES	\$ 27,413	\$ -	\$ -	\$ 27,413
<b>RESIDENTIAL INSPECTION FUND</b>				
ASSETS				
Cash	\$ 93	\$ 15	\$ -	\$ 108
TOTAL ASSETS	\$ 93	\$ 15	\$ -	\$ 108
LIABILITIES				
Accounts Payable	\$ -	\$ -	\$ -	\$ -
Due to Private Parties	93	15	-	108
TOTAL LIABILITIES	\$ 93	\$ 15	\$ -	\$ 108
<b>TOURISM BUSINESS IMPROVEMENT DISTRICT</b>				
ASSETS				
Cash	\$ 34,147	\$ 215,835	\$ -	\$ 249,982
Interest Receivable	16	-	16	-
Accounts Receivable	14,596	-	9,866	4,730
TOTAL ASSETS	\$ 48,759	\$ 215,835	\$ 9,882	\$ 254,712
LIABILITIES				
Accounts Payable	\$ -	\$ 51,984	\$ -	\$ 51,984
Due to Private Parties	48,759	153,969	-	202,728
TOTAL LIABILITIES	\$ 48,759	\$ 205,953	\$ -	\$ 254,712
<b>TOTALS - ALL AGENCY FUNDS</b>				
ASSETS				
Cash	\$ 474,475	\$ 329,497	\$ 177,363	\$ 626,609
Interest Receivable	16	-	16	-
Accounts Receivable	14,596	-	9,866	4,730
Due From Other Governments	8,631	5,577	8,631	5,577
TOTAL ASSETS	\$ 497,718	\$ 335,074	\$ 195,876	\$ 636,916
LIABILITIES				
Accounts Payable	\$ 66,575	\$ 50,388	\$ 15,242	\$ 101,721
Due to Other Governments	14,408	660	7,991	7,077
Due to Private Parties	416,735	158,383	47,000	528,118
TOTAL LIABILITIES	\$ 497,718	\$ 209,431	\$ 70,233	\$ 636,916



**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, 2013

	Capital Improvement			
	Original	Final		Variance
	Budget	Budget	Actual	with Final
				Budget
REVENUES				
Special Assessments	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-		206,700	206,700
Miscellaneous	18,457	18,457	18,767	310
Investment Earnings	-	-	1,721	1,721
Total Revenues	18,457	18,457	227,188	208,731
EXPENDITURES				
General Government	-	98,962	2,885	96,077
Public Works	-	-	5,000	(5,000)
Culture and Recreation	-	-	2,247	-
Debt Service	973,839	1,024,431	877,059	147,372
Capital Outlay	50,000	1,821,301	2,702,227	(880,926)
Total Expenditures	1,023,839	2,944,694	3,589,418	(644,724)
Excess(Deficiency) of Revenue	(1,005,382)	(2,926,237)	(3,362,230)	(435,993)
Over Expenditures				
Other Financing Sources (Uses)				
Transfers In	1,005,382	1,005,382	1,319,784	314,402
Transfers (out)	-	-	(63,598)	(63,598)
Bond Proceeds	-	925,000	-	(925,000)
Proceeds from Capital lease	-	577,150	1,308,935	731,785
Total Other Financing Sources(Uses)	1,005,382	2,507,532	2,565,121	57,589
Excess(Deficiency) of Revenues				
Over Expenditures	-	(418,705)	(797,109)	(378,404)
Fund Balance, June 30, 2012	(4,238,492)	(4,238,492)	(4,238,492)	-
Fund Balance, June 30, 2013	\$ (4,238,492)	\$ (5,035,601)	\$ (5,035,601)	\$ (378,404)

**NONMAJOR GOVERNMENTAL  
FUNDS**

**BUDGET TO ACTUAL**



**NONMAJOR GOVERNMENTAL  
FUNDS**

**BUDGET TO ACTUAL**

**SPECIAL REVENUE FUNDS**

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	Impact Fee			George Elmer Cattle Drive		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	-	-	-	-	-	-
Licenses	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for Services	900,000	1,136,540	236,540	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	15,000	-	(15,000)
Interest	-	(959)	(959)	-	(9)	(9)
Total Revenues	900,000	1,135,581	235,581	15,000	(9)	(15,009)
EXPENDITURES						
General Government	-	-	-	-	-	-
Public Safety	-	71,285	(71,285)	-	-	-
Public Works	-	-	-	15,000	-	15,000
Culture and Recreation	-	-	-	-	-	-
Community Development	-	-	-	-	-	-
Conservation of Natural Resources	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Capital Outlay	2,400,000	246,561	2,153,439	-	-	-
Total Expenditures	2,400,000	317,846	2,082,154	15,000	-	15,000
Excess (Deficiency) of Revenue Over Expenditures	(1,500,000)	817,735	2,317,735	-	(9)	(9)
Other Financing Sources (Uses)						
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	(1,500,000)	817,735	2,317,735	-	(9)	(9)
Fund Balance, June 30, 2012	-	2,031,013	-	-	9	-
Restatement						
Fund Balance as of June 30, 2012 Restated	-	2,031,013	-	-	9	-
Fund Balance, June 30, 2013	\$ (1,500,000)	\$ 2,848,748	\$ 2,317,735	\$ -	\$ -	\$ (9)

Continued



CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	Public Art			Employee Health Insurance		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ 4,152,365	\$ 4,298,647	\$ 146,282
Special Assessments	-	-	-	-	-	-
Licenses	-	-	-	-	-	-
Intergovernmental	-	2,000	2,000	-	-	-
Charges for Services	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	66,800	75,473	8,673	-	-	-
Interest	-	-	-	-	149	149
Total Revenues	66,800	77,473	10,673	4,152,365	4,298,796	146,431
EXPENDITURES						
General Government	80,800	-	80,800	-	-	-
Public Safety	-	-	-	-	-	-
Public Works	-	-	-	-	-	-
Culture and Recreation	-	5,273	(5,273)	-	-	-
Community Development	-	-	-	-	-	-
Conservation of Natural Resources	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Capital Outlay	-	56,500	(56,500)	-	-	-
Total Expenditures	80,800	61,773	19,027	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	(14,000)	15,700	29,700	4,152,365	4,298,796	146,431
Other Financing Sources (Uses)						
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	(4,152,365)	(4,152,365)	-
Sale of Capital Assets	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	(4,152,365)	(4,152,365)	-
Excess (Deficiency) of Revenue Over Expenditures	(14,000)	15,700	29,700	-	146,431	146,431
Fund Balance, June 30, 2012	-	17,106	-	-	(135,560)	-
Restatement	-	-	-	-	-	-
Fund Balance as of June 30, 2012 Restated	-	17,106	-	-	(135,560)	-
Fund Balance, June 30, 2013	\$ (14,000)	\$ 32,806	\$ 29,700	\$ -	\$ 10,871	\$ 146,431

Continued

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	Cable TV Franchise			Drug Forfeiture		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	-	-	-	-	-	-
Licenses	685,000	725,255	40,255	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	16,800	19,048	2,248
Miscellaneous	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Total Revenues	685,000	725,255	40,255	16,800	19,048	2,248
EXPENDITURES						
General Government	400,150	407,940	(7,790)	-	-	-
Public Safety	-	-	-	15,800	13,875	1,925
Public Works	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-
Community Development	-	-	-	-	-	-
Conservation of Natural Resources	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Capital Outlay	189,000	55,051	-	12,000	-	12,000
Total Expenditures	589,150	462,991	(7,790)	27,800	13,875	13,925
Excess (Deficiency) of Revenue Over Expenditures	95,850	262,264	32,465	(11,000)	5,173	16,173
Other Financing Sources (Uses)						
Transfers In	-	-	-	-	-	-
Transfers Out	(304,338)	(304,338)	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-
Total Other Financing Sources (Uses)	(304,338)	(304,338)	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	(208,488)	(42,074)	32,465	(11,000)	5,173	16,173
Fund Balance, June 30, 2012	-	215,381	-	-	10,575	-
Restatement						
Fund Balance as of June 30, 2012 Restated	-	215,381	-	-	10,575	-
Fund Balance, June 30, 2013	\$ (208,488)	\$ 173,307	\$ 32,465	\$ (11,000)	\$ 15,748	\$ 16,173

Continued

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	Building Division			Program Income		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	-	-	-	-	-	-
Licenses	1,018,467	1,248,723	230,256	-	-	-
Intergovernmental	-	503	503	-	-	-
Charges for Services	1,533	438	(1,095)	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	224	224
Interest	-	(579)	(579)	-	265	265
Total Revenues	1,020,000	1,249,085	229,085	-	489	489
EXPENDITURES						
General Government	-	-	-	-	-	-
Public Safety	959,892	971,603	(11,711)	-	-	-
Public Works	-	-	-	-	-	-
Culture and Recreation	-	-	-	2,103	-	2,103
Community Development	-	-	-	-	-	-
Conservation of Natural Resources	-	-	-	-	-	-
Debt Service	364,000	322,000	42,000	-	-	-
Capital Outlay	53,500	5,005	48,495	-	-	-
Total Expenditures	1,377,392	1,298,608	78,784	2,103	-	2,103
Excess (Deficiency) of Revenue Over Expenditures	(357,392)	(49,523)	307,869	(2,103)	489	2,592
Other Financing Sources (Uses)						
Transfers In	19,921	-	-	-	-	-
Transfers Out	-	(173,642)	(173,642)	-	-	-
Sale of Capital Assets	-	19,921	-	-	-	-
Total Other Financing Sources (Uses)	19,921	(153,721)	(173,642)	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	(337,471)	(203,244)	134,227	-	489	2,592
Fund Balance, June 30, 2012	-	805,703	-	-	2,707	-
Restatement						
Fund Balance as of June 30, 2012 Restated	-	805,703	-	-	2,707	-
Fund Balance, June 30, 2013	\$ (337,471)	\$ 602,459	\$ 134,227	\$ -	\$ 3,196	\$ 2,592

Continued

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	EECBG Revolving Loan			Dangerous Building Demolition & Repair		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	-	-	-	-	-	-
Licenses	-	-	-	-	-	-
Intergovernmental	150,000	-	(150,000)	-	-	-
Charges for Services	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	15,000	-	(15,000)
Interest	-	-	-	-	-	-
Total Revenues	150,000	-	(150,000)	15,000	-	(15,000)
EXPENDITURES						
General Government	150,000	-	150,000	-	-	-
Public Safety	-	-	-	15,000	-	15,000
Public Works	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-
Community Development	-	-	-	-	-	-
Conservation of Natural Resources	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-
Total Expenditures	150,000	-	150,000	15,000	-	15,000
Excess (Deficiency) of Revenue Over Expenditures	-	-	-	-	-	-
Other Financing Sources (Uses)						
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	-	-	-	-	-	-
Fund Balance, June 30, 2012	-	-	-	-	-	-
Restatement						
Fund Balance as of June 30, 2012 Restated	-	-	-	-	-	-
Fund Balance, June 30, 2013	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Continued

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	Street Lighting			Street Maintenance		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	300,192	304,465	4,273	48,569	57,039	8,470
Licenses	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Total Revenues	300,192	304,465	4,273	48,569	57,039	8,470
EXPENDITURES						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Public Works	339,268	324,354	14,914	21,288	18,985	2,303
Culture and Recreation	-	-	-	-	-	-
Community Development	-	-	-	-	-	-
Conservation of Natural Resources	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-
Total Expenditures	339,268	324,354	14,914	21,288	18,985	2,303
Excess (Deficiency) of Revenue Over Expenditures	(39,076)	(19,889)	19,187	27,281	38,054	10,773
Other Financing Sources (Uses)						
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	(27,281)	(27,281)	-
Sale of Capital Assets	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	(27,281)	(27,281)	-
Excess (Deficiency) of Revenue Over Expenditures	(39,076)	(19,889)	19,187	-	10,773	10,773
Fund Balance, June 30, 2012	-	239,871	-	-	2,364	-
Restatement						
Fund Balance as of June 30, 2012 Restated	-	239,871	-	-	2,364	-
Fund Balance, June 30, 2013	\$ (39,076)	\$ 219,982	\$ 19,187	\$ -	\$ 13,137	\$ 10,773

Continued

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	Russell Park Maintenance			Willowwood		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	-	-	-	-	-	-
Licenses	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Total Revenues	-	-	-	-	-	-
EXPENDITURES						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Public Works	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-
Community Development	-	-	-	-	-	-
Conservation of Natural Resources	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-
Total Expenditures	-	-	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	-	-	-	-	-	-
Other Financing Sources (Uses)						
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	-	-	-	-	-	-
Fund Balance, June 30, 2012	-	-	-	43	43	-
Restatement						
Fund Balance as of June 30, 2012 Restated	-	-	-	43	43	-
Fund Balance, June 30, 2013	\$ -	\$ -	\$ -	\$ 43	\$ 43	\$ -

Continued

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	Road District #1			Park District #1		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	300,000	353,013	53,013	200,000	503,286	303,286
Licenses	-	-	-	-	-	-
Intergovernmental	-	-	-	-	8	8
Charges for Services	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Interest	-	(113)	(113)	-	-	-
Total Revenues	300,000	352,900	52,900	200,000	503,294	303,294
EXPENDITURES						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Public Works	240,000	270,751	(30,751)	-	-	-
Culture and Recreation	-	-	-	224,520	389,647	(165,127)
Community Development	-	-	-	-	-	-
Conservation of Natural Resources	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Capital Outlay	60,000	68,693	(8,693)	-	103,660	(103,660)
Total Expenditures	300,000	339,444	(39,444)	224,520	493,307	(268,787)
Excess (Deficiency) of Revenue Over Expenditures	-	13,456	13,456	(24,520)	9,987	34,507
Other Financing Sources (Uses)						
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	-	13,456	13,456	(24,520)	9,987	34,507
Fund Balance, June 30, 2012	-	71,979	-	-	4,016	-
Restatement						
Fund Balance as of June 30, 2012 Restated	-	71,979	-	-	4,016	-
Fund Balance, June 30, 2013	\$ -	\$ 85,435	\$ 13,456	\$ (24,520)	\$ 14,003	\$ 34,507

Continued

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	State Gas Tax			Crime Victim Surcharge		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	-	-	-	-	-	-
Licenses	-	-	-	-	-	-
Intergovernmental	1,098,041	1,120,806	22,765	-	-	-
Charges for Services	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Interest	-	-	-	-	(20)	(20)
Total Revenues	1,098,041	1,120,806	22,765	-	(20)	(20)
EXPENDITURES						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Public Works	25,624	4,608	21,016	-	-	-
Culture and Recreation	-	-	-	-	-	-
Community Development	-	-	-	-	-	-
Conservation of Natural Resources	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Capital Outlay	811,383	832,399	(21,016)	-	-	-
Total Expenditures	837,007	837,007	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	261,034	283,799	22,765	-	(20)	(20)
Other Financing Sources (Uses)						
Transfers In	-	-	-	-	-	-
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	(302,966)	(280,201)	22,765	-	(20)	(20)
Fund Balance, June 30, 2012	-	181,389	-	-	8,058	-
Restatement	-	-	-	-	-	-
Fund Balance as of June 30, 2012 Restated	-	181,389	-	-	8,058	-
Fund Balance, June 30, 2013	\$ (302,966)	\$ (98,812)	\$ 22,765	\$ -	\$ 8,038	\$ (20)

Continued



CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	Law Enforcement Grant			HIDTA Grant		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	-	-	-	-	-	-
Licenses	-	-	-	-	-	-
Intergovernmental	222,116	232,074	9,958	115,000	-	(115,000)
Charges for Services	42,554	-	(42,554)	-	159,371	159,371
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Interest	-	(35)	(35)	-	(535)	(535)
Total Revenues	264,670	232,039	(32,631)	115,000	158,836	43,836
EXPENDITURES						
General Government	-	-	-	-	-	-
Public Safety	221,754	135,199	86,555	706,643	188,276	518,367
Public Works	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-
Community Development	-	-	-	-	-	-
Conservation of Natural Resources	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Capital Outlay	7,500	94,054	(86,554)	50,000	-	50,000
Total Expenditures	229,254	229,253	1	756,643	188,276	568,367
Excess (Deficiency) of Revenue Over Expenditures	35,416	2,786	(32,630)	(641,643)	(29,440)	612,203
Other Financing Sources (Uses)						
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	35,416	2,786	(32,630)	(641,643)	(29,440)	612,203
Fund Balance, June 30, 2012	-	(4,776)	-	-	893,539	-
Restatement					(17,421)	
Fund Balance as of June 30, 2012 Restated	-	(4,776)	-	-	876,118	-
Fund Balance, June 30, 2013	\$ 35,416	\$ (1,990)	\$ (32,630)	\$ (641,643)	\$ 846,678	\$ 612,203

Continued

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	Community Development Program Income			Community Development		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	-	-	-	-	-	-
Licenses	-	-	-	-	-	-
Intergovernmental	-	16,661	16,661	765,266	678,426	(86,840)
Charges for Services	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Interest	-	2	2	-	-	-
Total Revenues	-	16,663	16,663	765,266	678,426	(86,840)
EXPENDITURES						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	612,199	(612,199)
Public Works	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-
Community Development	18,407	-	18,407	765,266	-	765,266
Conservation of Natural Resources	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-
Total Expenditures	18,407	-	18,407	765,266	612,199	153,067
Excess (Deficiency) of Revenue Over Expenditures	(18,407)	16,663	35,070	-	66,227	66,227
Other Financing Sources (Uses)						
Transfers In	-	-	-	-	4,773	4,773
Transfers Out	-	(4,773)	(4,773)	-	(66,069)	(66,069)
Sale of Capital Assets	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	(4,773)	(4,773)	-	(61,296)	(61,296)
Excess (Deficiency) of Revenue Over Expenditures	(18,407)	11,890	30,297	-	4,931	-
Fund Balance, June 30, 2012	12,652	12,652	-	(8,856)	(8,856)	-
Restatement		(1,394)				
Fund Balance as of June 30, 2012 Restated	12,652	11,258	-	(8,856)	(8,856)	-
Fund Balance, June 30, 2013	\$ (5,755)	\$ 23,148	\$ 30,297	\$ (8,856)	\$ (3,925)	\$ -

Continued

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	Home Grant			ADDI		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	-	-	-	-	-	-
Licenses	-	-	-	-	-	-
Intergovernmental	748,207	308,746	(439,461)	33,811	-	(33,811)
Charges for Services	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Total Revenues	748,207	308,746	(439,461)	33,811	-	(33,811)
EXPENDITURES						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Public Works	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-
Community Development	857,353	308,746	548,607	33,811	-	33,811
Conservation of Natural Resources	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-
Total Expenditures	857,353	308,746	548,607	33,811	-	33,811
Excess (Deficiency) of Revenue Over Expenditures	(109,146)	-	109,146	-	-	-
Other Financing Sources (Uses)						
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	(109,146)	-	109,146	-	-	-
Fund Balance, June 30, 2012	8,822	8,822	-	10,965	10,965	-
Restatement						
Fund Balance as of June 30, 2012 Restated	8,822	8,822	-	10,965	10,965	-
Fund Balance, June 30, 2013	\$ (100,324)	\$ 8,822	\$ 109,146	\$ 10,965	\$ 10,965	\$ -

Continued

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	Neighborhood Stabilization			Federal Transportation		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	-	-	-	-	-	-
Licenses	-	-	-	-	-	-
Intergovernmental	-	310,760	310,760	1,652,988	329,779	(1,323,209)
Charges for Services	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Total Revenues	-	310,760	310,760	1,652,988	329,779	(1,323,209)
EXPENDITURES						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Public Works	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-
Community Development	1,060,000	307,219	752,781	-	-	-
Conservation of Natural Resources	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Capital Outlay	-	-	-	2,072,988	360,319	1,712,669
Total Expenditures	1,060,000	307,219	752,781	2,072,988	360,319	1,712,669
Excess (Deficiency) of Revenue Over Expenditures	(1,060,000)	3,541	1,063,541	(420,000)	(30,540)	389,460
Other Financing Sources (Uses)						
Transfers In	-	-	-	-	13,598	-
Transfers Out	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	13,598	-
Excess (Deficiency) of Revenue Over Expenditures	(1,060,000)	3,541	1,063,541	(420,000)	(16,942)	389,460
Fund Balance, June 30, 2012	-	(4,139)	-	19,838	19,838	-
Restatement						
Fund Balance as of June 30, 2012 Restated	-	(4,139)	-	19,838	19,838	-
Fund Balance, June 30, 2013	\$ (1,060,000)	\$ (598)	\$ 1,063,541	\$ (400,162)	\$ 2,896	\$ 389,460

Continued

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	Grants & Donations		
	Budget	Actual	Variance with Final Budget
REVENUES			
Taxes	\$ -	\$ -	\$ -
Special Assessments	-	-	-
Licenses	-	-	-
Intergovernmental	2,534,857	1,900,013	(634,844)
Charges for Services	5,000	50	(4,950)
Fines and Forfeitures	-	-	-
Miscellaneous	72,312	16,690	(55,622)
Interest	-	-	-
Total Revenues	2,612,169	1,916,753	(695,416)
EXPENDITURES			
General Government	1,570	37,290	(35,720)
Public Safety	442,481	700,551	(258,070)
Public Works	40,000	157,465	(117,465)
Culture and Recreation	-	-	-
Community Development	1,075,000	622,454	452,546
Conservation of Natural Resources	-	-	-
Debt Service	-	-	-
Capital Outlay	1,068,414	337,096	731,318
Total Expenditures	2,627,465	1,854,856	772,609
Excess (Deficiency) of Revenue Over Expenditures	(15,296)	61,897	77,193
Other Financing Sources (Uses)			
Transfers In	-	-	-
Transfers Out	-	-	-
Sale of Capital Assets	-	-	-
Total Other Financing Sources (Uses)	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	(15,296)	61,897	77,193
Fund Balance, June 30, 2012	225,111	225,111	-
Restatement			
Fund Balance as of June 30, 2012 Restated	225,111	225,111	-
Fund Balance, June 30, 2013	\$ 209,815	\$ 287,008	\$ 77,193



**NONMAJOR GOVERNMENTAL  
FUNDS**

**BUDGET TO ACTUAL**

**DEBT SERVICE**

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR DEBT SERVICE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	SID Revolving			1998 Safety Bonds		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 9	\$ 9
Special Assessments	-	15,531	15,531	-	-	-
Licenses	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	(625)	(625)	-	-	-
Total Revenues	-	14,906	14,906	-	9	9
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Total Expenditures	-	-	-	-	-	-
Excess (Deficiency) of Revenue						
Over Expenditures	-	14,906	14,906	-	9	9
Other Financing Sources (Uses)						
Transfers In	45,500	87,441	41,941	-	-	-
Transfers Out	(130,000)	(177,940)	(47,940)	-	-	-
Payments to Refunded Bond Escrow Agent	-	19,650	19,650	-	-	-
Bond Proceeds	-	-	-	-	-	-
Premium on Bonds Sold	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Total Other Financing Sources (Uses)	(84,500)	(70,850)	13,650	-	-	-
Excess (Deficiency) of Revenue						
Over Expenditures	(84,500)	(55,944)	28,556	-	9	9
Fund Balance, June 30, 2012	-	-	-	-	-	-
Fund Balance, June 30, 2013	\$ (84,500)	\$ (55,944)	\$ 28,556	\$ -	\$ 9	\$ 9

Continued



CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR DEBT SERVICE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	1996 Open Space			1997 Open Space		
			Variance			Variance
	Budget	Actual	with Final Budget	Budget	Actual	with Final Budget
REVENUES						
Taxes	\$ -	\$ 19	\$ 19	\$ -	\$ 7	\$ 7
Special Assessments	-	-	-	-	-	-
Licenses	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	(1)	(1)	-	(276)	(276)
Total Revenues	-	18	18	-	(269)	(269)
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Total Expenditures	-	-	-	-	-	-
Excess (Deficiency) of Revenue						
Over Expenditures	-	18	18	-	(269)	(269)
Other Financing Sources (Uses)						
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
Payments to Refunded Bond Escrow Agent	-	-	-	-	-	-
Bond Proceeds	-	-	-	-	-	-
Premium on Bonds Sold	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Excess (Deficiency) of Revenue						
Over Expenditures	-	18	18	-	(269)	(269)
Fund Balance, June 30, 2012	-	-	-	-	-	-
Fund Balance, June 30, 2013	\$ -	\$ 18	\$ 18	\$ -	\$ (269)	\$ (269)

Continued

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR DEBT SERVICE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	1994 City Hall & Fire Bonds			1993 Fire Bonds		
			Variance with Final Budget			Variance with Final Budget
REVENUES	Budget	Actual	Budget	Budget	Actual	Budget
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	-	-	-	-	-	-
Licenses	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-
Total Revenues	-	-	-	-	-	-
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Total Expenditures	-	-	-	-	-	-
Excess (Deficiency) of Revenue						
Over Expenditures	-	-	-	-	-	-
Other Financing Sources (Uses)						
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
Payments to Refunded Bond Escrow Agent	-	-	-	-	-	-
Bond Proceeds	-	-	-	-	-	-
Premium on Bonds Sold	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Excess (Deficiency) of Revenue						
Over Expenditures	-	-	-	-	-	-
Fund Balance, June 30, 2012	-	-	-	-	-	-
Fund Balance, June 30, 2013	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Continued

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR DEBT SERVICE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	2004 Aquatics/ 2012A Aquatics Refunding			2004 Refunding Bonds		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Taxes	\$ 564,210	\$ 586,441	\$ 22,231	\$ 227,750	\$ 237,131	\$ 9,381
Special Assessments	-	-	-	-	-	-
Licenses	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	(25)	(25)	-	(53)	(53)
Total Revenues	564,210	586,416	22,206	227,750	237,078	9,328
EXPENDITURES						
General Government	-	86,124	86,124	-	-	-
Debt Service	822,265	603,305	(218,960)	259,750	262,931	3,181
Total Expenditures	822,265	689,429	(132,836)	259,750	262,931	3,181
Excess (Deficiency) of Revenue						
Over Expenditures	(258,055)	(103,013)	155,042	(32,000)	(25,854)	6,147
Other Financing Sources (Uses)						
Transfers In	-	52,915	52,915	-	44,462	44,462
Transfers Out	(5,480,000)	-	5,480,000	-	-	-
Payments to Refunded Bond Escrow Agent	-	(5,541,672)	(5,541,672)	-	-	-
Bond Proceeds	5,480,000	5,480,000	-	-	-	-
Premium on Bonds Sold	-	152,081	152,081	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	143,324	143,324	-	44,462	44,462
Excess (Deficiency) of Revenue						
Over Expenditures	(258,055)	40,311	298,366	(32,000)	18,609	50,609
Fund Balance, June 30, 2012	-	-	-	-	-	-
Fund Balance, June 30, 2013	\$ (258,055)	\$ 40,311	\$ 298,366	\$ (32,000)	\$ 18,609	\$ 50,609

Continued

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR DEBT SERVICE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	New Fire Station GO			2007 Refunding Bonds		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Taxes	\$ 393,849	\$ 408,945	\$ 15,096	\$ 513,965	\$ 533,356	\$ 19,391
Special Assessments	-	-	-	-	-	-
Licenses	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	(122)	(122)	-	(66)	(66)
Total Revenues	393,849	408,823	14,974	513,965	533,290	19,325
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	438,251	435,069	3,182	550,697	550,696	-
Total Expenditures	438,251	435,069	3,182	550,697	550,696	-
Excess (Deficiency) of Revenue						
Over Expenditures	(44,402)	(26,246)	11,791	(36,732)	(17,406)	19,325
Other Financing Sources (Uses)						
Transfers In	-	104,430	104,430	-	61,024	61,024
Transfers Out	-	(34,122)	(34,122)	-	-	-
Payments to Refunded Bond Escrow Agent	-	-	-	-	-	-
Bond Proceeds	-	-	-	-	-	-
Premium on Bonds Sold	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	70,308	70,308	-	61,024	61,024
Excess (Deficiency) of Revenue						
Over Expenditures	(44,402)	44,062	82,099	(36,732)	43,618	80,349
Fund Balance, June 30, 2012	-	-	-	-	-	-
Fund Balance, June 30, 2013	\$ (44,402)	\$ 44,062	\$ 82,099	\$ (36,732)	\$ 43,618	\$ 80,349

Continued

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR DEBT SERVICE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	Sidewalk & Curb			FY99 Sidewalk & Curb		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	-	-	-	-	(2,266)	(2,266)
Licenses	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	(2)	(2)	-	(3)	(3)
Total Revenues	-	(2)	(2)	-	(2,269)	(2,269)
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Total Expenditures	-	-	-	-	-	-
Excess (Deficiency) of Revenue						
Over Expenditures	-	(2)	(2)	-	(2,269)	(2,269)
Other Financing Sources (Uses)						
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	(4,087)	(4,087)
Payments to Refunded Bond Escrow Agent	-	-	-	-	-	-
Bond Proceeds	-	-	-	-	-	-
Premium on Bonds Sold	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	(4,087)	(4,087)
Excess (Deficiency) of Revenue						
Over Expenditures	-	(2)	(2)	-	(6,356)	(6,356)
Fund Balance, June 30, 2012	-	-	-	-	-	-
Fund Balance, June 30, 2013	\$ -	\$ (2)	\$ (2)	\$ -	\$ (6,356)	\$ (6,356)

Continued

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR DEBT SERVICE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	FY00 Sidewalk & Curb			FY01 Sidewalk & Curb		
			Variance			Variance
	Budget	Actual	with Final Budget	Budget	Actual	with Final Budget
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	-	1,980	1,980	16,105	16,854	749
Licenses	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	(14)	(14)	-	(35)	(35)
Total Revenues	-	1,966	1,966	16,105	16,819	714
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	-	-	-	16,105	16,056	49
Total Expenditures	-	-	-	16,105	16,056	49
Excess (Deficiency) of Revenue						
Over Expenditures	-	1,966	1,966	-	763	665
Other Financing Sources (Uses)						
Transfers In	-	-	-	-	-	-
Transfers Out	-	(6,652)	(6,652)	-	-	-
Payments to Refunded Bond Escrow Agent	-	-	-	-	-	-
Bond Proceeds	-	-	-	-	-	-
Premium on Bonds Sold	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	(6,652)	(6,652)	-	-	-
Excess (Deficiency) of Revenue						
Over Expenditures	-	(4,685)	(4,685)	-	763	665
Fund Balance, June 30, 2012	-	-	-	-	-	-
Fund Balance, June 30, 2013	\$ -	\$ (4,685)	\$ (4,685)	\$ -	\$ 763	\$ 665

Continued

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR DEBT SERVICE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	FY02 Sidewalk & Curb			FY03 Sidewalk & Curb		
			Variance			Variance
			with Final			with Final
	Budget	Actual	Budget	Budget	Actual	Budget
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	11,300	8,294	(3,006)	28,155	32,457	4,302
Licenses	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	(18)	(18)	-	16	16
Total Revenues	- 11,300	8,276	(3,024)	- 28,155	32,473	4,318
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	11,300	11,251	49	28,155	28,106	49
Total Expenditures	11,300	11,251	49	28,155	28,106	49
Excess (Deficiency) of Revenue						
Over Expenditures	-	(2,976)	(3,073)	-	4,367	4,269
Other Financing Sources (Uses)						
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
Payments to Refunded Bond Escrow Agent	-	-	-	-	-	-
Bond Proceeds	-	-	-	-	-	-
Premium on Bonds Sold	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Excess (Deficiency) of Revenue						
Over Expenditures	-	(2,976)	(3,073)	-	4,367	4,269
Fund Balance, June 30, 2012	-	-	-	-	-	-
Fund Balance, June 30, 2013	\$ -	\$ (2,976)	\$ (3,073)	\$ -	\$ 4,367	\$ 4,269

Continued

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR DEBT SERVICE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	FY04 Sidewalk & Curb			FY05 Sidewalk & Curb		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	12,220	16,452	4,232	85,108	94,856	9,748
Licenses	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	(44)	(44)	-	416	416
Total Revenues	- 12,220	16,408	4,188	85,108	95,272	10,164
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	12,220	12,171	-	85,108	85,059	-
Total Expenditures	12,220	12,171	-	85,108	85,059	-
Excess (Deficiency) of Revenue						
Over Expenditures	-	4,237	4,188	-	10,214	10,164
Other Financing Sources (Uses)						
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
Payments to Refunded Bond Escrow Agent	-	-	-	-	-	-
Bond Proceeds	-	-	-	-	-	-
Premium on Bonds Sold	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Excess (Deficiency) of Revenue						
Over Expenditures	-	4,237	4,188	-	10,214	10,164
Fund Balance, June 30, 2012	-	-	-	-	-	-
Fund Balance, June 30, 2013	\$ -	\$ 4,237	\$ 4,188	\$ -	\$ 10,214	\$ 10,164

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CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR DEBT SERVICE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	FY06 Sidewalk & Curb			FY07 Sidewalk & Curb		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	145,179	132,802	(12,377)	103,850	102,563	(1,287)
Licenses	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	730	730	-	277	277
Total Revenues	- 145,179	133,532	(11,647)	103,850	102,840	(1,010)
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	145,179	145,130	49	103,850	103,801	-
Total Expenditures	145,179	145,130	49	103,850	103,801	-
Excess (Deficiency) of Revenue						
Over Expenditures	-	(11,598)	(11,696)	-	(961)	(1,010)
Other Financing Sources (Uses)						
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
Payments to Refunded Bond Escrow Agent	-	-	-	-	-	-
Bond Proceeds	-	-	-	-	-	-
Premium on Bonds Sold	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Excess (Deficiency) of Revenue						
Over Expenditures	-	(11,598)	(11,696)	-	(961)	(1,010)
Fund Balance, June 30, 2012	-	-	-	-	-	-
Fund Balance, June 30, 2013	\$ -	\$ (11,598)	\$ (11,696)	\$ -	\$ (961)	\$ (1,010)

Continued

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR DEBT SERVICE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	FY08 Sidewalk & Curb			FY09 Sidewalk & Curb		
			Variance with Final Budget			Variance with Final Budget
	Budget	Actual	Budget	Budget	Actual	Budget
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	65,918	65,532	(386)	70,323	77,327	7,004
Licenses	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	(18)	(18)	-	(56)	(56)
Total Revenues	65,918	65,514	(404)	70,323	77,271	6,948
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	65,918	65,869	-	70,323	70,274	-
Total Expenditures	65,918	65,869	-	70,323	70,274	-
Excess (Deficiency) of Revenue						
Over Expenditures	-	(355)	(404)	-	6,997	6,948
Other Financing Sources (Uses)						
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
Payments to Refunded Bond Escrow Agent	-	-	-	-	-	-
Bond Proceeds	-	-	-	-	-	-
Premium on Bonds Sold	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Excess (Deficiency) of Revenue						
Over Expenditures	-	(355)	(404)	-	6,997	6,948
Fund Balance, June 30, 2012	-	-	-	-	-	-
Fund Balance, June 30, 2013	\$ -	\$ (355)	\$ (404)	\$ -	\$ 6,997	\$ 6,948

Continued

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR DEBT SERVICE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	FY10 Sidewalk & Curb			FY12 Sidewalk and Curb		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	118,058	151,870	33,812		75,595	75,595
Licenses	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	(30)	(30)	-	(209)	(209)
Total Revenues	118,058	151,840	33,782	-	75,386	75,386
EXPENDITURES						
General Government	-	46	(46)	-	-	-
Debt Service	118,058	118,009	49	74,665	74,664	-
Total Expenditures	118,058	118,055	3	74,665	74,664	-
Excess (Deficiency) of Revenue						
Over Expenditures	-	33,785	33,779	(74,665)	722	75,386
Other Financing Sources (Uses)						
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
Payments to Refunded Bond Escrow Agent	-	-	-	-	-	-
Bond Proceeds	-	-	-	-	-	-
Premium on Bonds Sold	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Excess (Deficiency) of Revenue						
Over Expenditures	-	33,785	33,779	(74,665)	722	75,386
Fund Balance, June 30, 2012	-	-	-	-	-	-
Fund Balance, June 30, 2013	\$ -	\$ 33,785	\$ 33,779	\$ (74,665)	\$ 722	\$ 75,386

Continued

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR DEBT SERVICE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	FY13 Sidewalk and Curb			SID 495		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments		29	29			
Licenses	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-
Total Revenues	-	29	29	-	-	-
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Total Expenditures	-	-	-	-	-	-
Excess (Deficiency) of Revenue						
Over Expenditures	-	29	29	-	-	-
Other Financing Sources (Uses)						
Transfers In	-	-	-	-	-	-
Transfers Out	-	(373,379)	(373,379)	-	(225)	(225)
Payments to Refunded Bond Escrow Agent	-	-	-	-	-	-
Bond Proceeds	393,000	-	(393,000)	-	-	-
Premium on Bonds Sold	-	-	-	-	-	-
Issuance of Long Term Debt	-	373,350	373,350	-	-	-
Total Other Financing Sources (Uses)	393,000	(29)	(393,029)	-	(225)	(225)
Excess (Deficiency) of Revenue						
Over Expenditures	393,000	-	(393,000)	-	(225)	(225)
Fund Balance, June 30, 2012	-	-	-	-	-	-
Fund Balance, June 30, 2013	\$ 393,000	\$ -	\$ (393,000)	\$ -	\$ (225)	\$ (225)

Continued

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR DEBT SERVICE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	SID 497			SID 498		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments			-		863	863
Licenses	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	(3)	(3)	-	(49)	(49)
Total Revenues	-	(3)	(3)	-	814	814
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Total Expenditures	-	-	-	-	-	-
Excess (Deficiency) of Revenue						
Over Expenditures	-	(3)	(3)	-	814	814
Other Financing Sources (Uses)						
Transfers In	-	-	3	-	-	
Transfers Out		-	-		(3,695)	(3,695)
Payments to Refunded Bond Escrow Agent	-	-	-	-	-	-
Bond Proceeds	-	-	(3)	-	-	
Premium on Bonds Sold	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	3,695
Total Other Financing Sources (Uses)	-	-	-	-	(3,695)	-
Excess (Deficiency) of Revenue						
Over Expenditures	-	(3)	(3)	-	(2,881)	814
Fund Balance, June 30, 2012	-	-	-	-	-	-
Fund Balance, June 30, 2013	\$ -	\$ (3)	\$ (3)	\$ -	\$ (2,881)	\$ 814

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CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR DEBT SERVICE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	SID 501			SID 503		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments		805	805	13,640	8,723	(4,917)
Licenses	-	-	-			-
Intergovernmental	-	-	-			-
Charges for Services	-	-	-			-
Fines and Forfeitures	-	-	-			-
Miscellaneous	-	-	-			-
Investment Earnings	-	(109)	(109)		(20)	(20)
Total Revenues	-	-	696	13,640	8,703	(4,937)
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service			-	13,640	13,400	240
Total Expenditures	-	-	-	13,640	13,400	240
Excess (Deficiency) of Revenue						
Over Expenditures	-	696	696	-	(4,697)	(5,177)
Other Financing Sources (Uses)						
Transfers In	-	-	-	-	-	-
Transfers Out		(1,571)	(1,571)	-	(16,314)	(16,314)
Payments to Refunded Bond Escrow Agent	-	-	-	-	-	-
Bond Proceeds	-	-	-	-	-	-
Premium on Bonds Sold	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	(1,571)	(1,571)	-	(16,314)	(16,314)
Excess (Deficiency) of Revenue						
Over Expenditures	-	(875)	(875)	-	(21,011)	(21,491)
Fund Balance, June 30, 2012	-	-	-	-	-	-
Fund Balance, June 30, 2013	\$ -	\$ (875)	\$ (875)	\$ -	\$ (21,011)	\$ (21,491)

Continued

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR DEBT SERVICE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	SID 505			SID 506		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments			-	-	-	-
Licenses	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	(10)	(10)	-	(2)	(2)
Total Revenues	-	(10)	(10)	-	(2)	(2)
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Total Expenditures	-	-	-	-	-	-
Excess (Deficiency) of Revenue						
Over Expenditures	-	(10)	(10)	-	(2)	(2)
Other Financing Sources (Uses)						
Transfers In	-	-	-	-	-	-
Transfers Out	-	(12,908)	(12,908)	-	(1,383)	(1,383)
Payments to Refunded Bond Escrow Agent	-	-	-	-	-	-
Bond Proceeds	-	-	-	-	-	-
Premium on Bonds Sold	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	(12,908)	(12,908)	-	(1,383)	(1,383)
Excess (Deficiency) of Revenue						
Over Expenditures	-	(12,918)	(12,918)	-	(1,385)	(1,385)
Fund Balance, June 30, 2012	-	-	-	-	-	-
Fund Balance, June 30, 2013	\$ -	\$ (12,918)	\$ (12,918)	\$ -	\$ (1,385)	\$ (1,385)

Continued

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR DEBT SERVICE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	SID 507			SID 508		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	-	-	-	-	210	210
Licenses	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	(6)	(6)	-	(3)	(3)
Total Revenues	-	(6)	(6)	-	207	207
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Total Expenditures	-	-	-	-	-	-
Excess (Deficiency) of Revenue						
Over Expenditures	-	(6)	(6)	-	207	207
Other Financing Sources (Uses)						
Transfers In	-	-	-	-	-	-
Transfers Out	-	(7,354)	(7,354)	-	(1,659)	(1,659)
Payments to Refunded Bond Escrow Agent	-	-	-	-	-	-
Bond Proceeds	-	-	-	-	-	-
Premium on Bonds Sold	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	(7,354)	(7,354)	-	(1,659)	(1,659)
Excess (Deficiency) of Revenue						
Over Expenditures	-	(7,360)	(7,360)	-	(1,452)	(1,452)
Fund Balance, June 30, 2012	-	-	-	-	-	-
Fund Balance, June 30, 2013	\$ -	\$ (7,360)	\$ (7,360)	\$ -	\$ (1,452)	\$ (1,452)

Continued



CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR DEBT SERVICE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	SID 510			SID 511		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	-	13,768	13,768	14,980	11,023	(3,957)
Licenses	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	984	984	-	(23)	(23)
Total Revenues	-	14,752	14,752	14,980	11,000	(3,980)
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	-	-	-	14,980	14,980	-
Total Expenditures	-	-	-	14,980	14,980	-
Excess (Deficiency) of Revenue						
Over Expenditures	-	14,752	14,752	-	(3,980)	(3,980)
Other Financing Sources (Uses)						
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
Payments to Refunded Bond Escrow Agent	-	-	-	-	-	-
Bond Proceeds	-	-	-	-	-	-
Premium on Bonds Sold	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Excess (Deficiency) of Revenue						
Over Expenditures	-	14,752	14,752	-	(3,980)	(3,980)
Fund Balance, June 30, 2012	-	-	-	-	-	-
Fund Balance, June 30, 2013	\$ -	\$ 14,752	\$ 14,752	\$ -	\$ (3,980)	\$ (3,980)

Continued

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR DEBT SERVICE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	SID 512				SID 513		
	Budget	Actual	Variance with Final Budget		Budget	Actual	Variance with Final Budget
REVENUES							
Taxes	\$ -	\$ -	\$ -		\$ -	\$ -	\$ -
Special Assessments	135,908	100,400	(35,508)		-	-	-
Licenses	-	-	-		-	-	-
Intergovernmental	-	-	-		-	-	-
Charges for Services	-	-	-		-	-	-
Fines and Forfeitures	-	-	-		-	-	-
Miscellaneous	-	-	-		-	-	-
Investment Earnings	-	201	201		-	-	-
Total Revenues	135,908	100,601	(35,307)	-	-	-	-
EXPENDITURES							
General Government	-	-	-		-	-	-
Debt Service	135,908	135,859	(49)		-	-	-
Total Expenditures	135,908	135,859	(49)		-	-	-
Excess (Deficiency) of Revenue							
Over Expenditures	-	(35,258)	(35,258)		-	-	-
Other Financing Sources (Uses)							
Transfers In	-	-	-		-	-	-
Transfers Out	-	-	-		-	-	-
Payments to Refunded Bond Escrow Agent	-	-	-		-	-	-
Bond Proceeds	-	-	-		-	-	-
Premium on Bonds Sold	-	-	-		-	-	-
Issuance of Long Term Debt	-	-	-		-	-	-
Total Other Financing Sources (Uses)	-	-	-		-	-	-
Excess (Deficiency) of Revenue							
Over Expenditures	-	(35,258)	(35,258)		-	-	-
Fund Balance, June 30, 2012	-	-	-		-	-	-
Fund Balance, June 30, 2013	\$ -	\$ (35,258)	\$ (35,258)		\$ -	\$ -	\$ -

Continued

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR DEBT SERVICE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	SID 514			SID 515		
			Variance			Variance
	Budget	Actual	with Final Budget	Budget	Actual	with Final Budget
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments		773	773		-	-
Licenses	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	(72)	(72)	-	-	-
Total Revenues	-	701	701	-	-	-
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Total Expenditures	-	-	-	-	-	-
Excess (Deficiency) of Revenue						
Over Expenditures	-	701	701	-	-	-
Other Financing Sources (Uses)						
Transfers In	-	-	-	-	-	-
Transfers Out		(5,094)	(5,094)	-	-	-
Payments to Refunded Bond Escrow Agent	-	-	-	-	-	-
Bond Proceeds	-	-	-	-	-	-
Premium on Bonds Sold	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	(5,094)	(5,094)	-	-	-
Excess (Deficiency) of Revenue						
Over Expenditures	-	(4,393)	(4,393)	-	-	-
Fund Balance, June 30, 2012	-	-	-	-	-	-
Fund Balance, June 30, 2013	\$ -	\$ (4,393)	\$ (4,393)	\$ -	\$ -	\$ -

Continued

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR DEBT SERVICE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	SID 517			SID 518		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments			-			-
Licenses	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	(2)	(2)	-	(4)	(4)
Total Revenues	-	(2)	(2)	-	(4)	(4)
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Total Expenditures	-	-	-	-	-	-
Excess (Deficiency) of Revenue						
Over Expenditures	-	(2)	(2)	-	(4)	(4)
Other Financing Sources (Uses)						
Transfers In	-	-	-	-	-	-
Transfers Out	-	(10,674)	(10,674)	-	(546)	(546)
Payments to Refunded Bond Escrow Agent	-	-	-	-	-	-
Bond Proceeds	-	-	-	-	-	-
Premium on Bonds Sold	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	(10,674)	(10,674)	-	(546)	(546)
Excess (Deficiency) of Revenue						
Over Expenditures	-	(10,676)	(10,676)	-	(550)	(550)
Fund Balance, June 30, 2012	-	-	-	-	-	-
Fund Balance, June 30, 2013	\$ -	\$ (10,676)		\$ -	\$ (550)	\$ (550)

Continued

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR DEBT SERVICE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	SID 519			SID 520		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments			-	160,380	147,834	(12,546)
Licenses	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	(9)	(9)	-	31,690	31,690
Total Revenues	-	(9)	(9)	160,380	179,524	19,144
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	-	-	-	160,380	160,380	-
Total Expenditures	-	-	-	160,380	160,380	-
Excess (Deficiency) of Revenue						
Over Expenditures	-	(9)	(9)	-	19,144	19,144
Other Financing Sources (Uses)						
Transfers In	-	-	-	-	26,702	26,702
Transfers Out		54	54	-	-	-
Payments to Refunded Bond Escrow Agent	-	-	-	-	-	-
Bond Proceeds	-	-	-	-	-	-
Premium on Bonds Sold	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	54	54	-	26,702	26,702
Excess (Deficiency) of Revenue						
Over Expenditures	-	45	45	-	45,846	45,846
Fund Balance, June 30, 2012	-	-	-	-	-	-
Fund Balance, June 30, 2013	\$ -	\$ 45	\$ 45	\$ -	\$ 45,846	\$ 45,846

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CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR DEBT SERVICE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	SID 521			SID 522		
			Variance with Final Budget			Variance with Final Budget
	Budget	Actual	Budget	Budget	Actual	Budget
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	616	-	(616)	890	-	(890)
Licenses	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	(3)	(3)	-	(2)	(2)
Total Revenues	616	(3)	(619)	890	(2)	(892)
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	616	616	-	890	890	(0)
Total Expenditures	616	616	-	890	890	(0)
Excess (Deficiency) of Revenue						
Over Expenditures	-	(619)	(619)	-	(892)	(892)
Other Financing Sources (Uses)						
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
Payments to Refunded Bond Escrow Agent	-	-	-	-	-	-
Bond Proceeds	-	-	-	-	-	-
Premium on Bonds Sold	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Excess (Deficiency) of Revenue						
Over Expenditures	-	(619)	(619)	-	(892)	(892)
Fund Balance, June 30, 2012	-	-	-	-	-	-
Fund Balance, June 30, 2013	\$ -	\$ (619)	\$ (619)	\$ -	\$ (892)	\$ (892)

Continued

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR DEBT SERVICE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	SID 524			SID 525		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	308,040	307,588	(452)	32,440	38,140	5,700
Licenses	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	3,954	3,954	-	1,307	1,307
Total Revenues	308,040	311,542	3,502	32,440	39,447	7,007
EXPENDITURES						
General Government			-	-	-	-
Debt Service	308,040	308,040	-	32,440	32,440	-
Total Expenditures	308,040	308,040	-	32,440	32,440	-
Excess (Deficiency) of Revenue						
Over Expenditures	-	3,502	3,502	-	7,007	7,007
Other Financing Sources (Uses)						
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
Payments to Refunded Bond Escrow Agent	-	-	-	-	-	-
Bond Proceeds	-	-	-	-	-	-
Premium on Bonds Sold	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Excess (Deficiency) of Revenue						
Over Expenditures	-	3,502	3,502	-	7,007	7,007
Fund Balance, June 30, 2012	-	-	-	-	-	-
Fund Balance, June 30, 2013	\$ -	\$ 3,502	\$ 3,502	\$ -	\$ 7,007	\$ 7,007

Continued

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR DEBT SERVICE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	SID 526			SID 527		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	193,560	157,251	(36,309)	-	-	-
Licenses	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	1,887	1,887	-	(5)	(5)
Total Revenues	193,560	159,138	(34,422)	-	(5)	(5)
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	193,560	193,560	-	-	-	-
Total Expenditures	193,560	193,560	-	-	-	-
Excess (Deficiency) of Revenue						
Over Expenditures	-	(34,422)	(34,422)	-	(5)	(5)
Other Financing Sources (Uses)						
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	(7,193)	(7,193)
Payments to Refunded Bond Escrow Agent	-	-	-	-	-	-
Bond Proceeds	-	-	-	-	-	-
Premium on Bonds Sold	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	(7,193)	(7,193)
Excess (Deficiency) of Revenue						
Over Expenditures	-	(34,422)	(34,422)	-	(7,198)	(7,198)
Fund Balance, June 30, 2012	-	-	-	-	-	-
Fund Balance, June 30, 2013	\$ -	\$ (34,422)	\$ (34,422)	\$ -	\$ (7,198)	\$ (7,198)

Continued



CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR DEBT SERVICE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	SID 530			SID 531		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	782	526	(256)	-	3,234	3,234
Licenses	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	(5)	(5)	-	(3)	(3)
Total Revenues	782	521	(261)	-	3,231	3,231
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	782	699	83	-	-	-
Total Expenditures	782	699	83	-	-	-
Excess (Deficiency) of Revenue						
Over Expenditures	-	(178)	(344)	-	3,231	3,231
Other Financing Sources (Uses)						
Transfers In	-	-	-	-	-	-
Transfers Out		(4,532)	(4,532)	-	(12,719)	(12,719)
Payments to Refunded Bond Escrow Agent	-	-	-	-	-	-
Bond Proceeds	-	-	-	-	-	-
Premium on Bonds Sold	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	(4,532)	(4,532)	-	(12,719)	(12,719)
Excess (Deficiency) of Revenue						
Over Expenditures	-	(4,710)	(4,875)	-	(9,487)	(9,487)
Fund Balance, June 30, 2012	-	-	-	-	-	-
Fund Balance, June 30, 2013	\$ -	\$ (4,710)	\$ (4,875)	\$ -	\$ (9,487)	\$ (9,487)

Continued

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR DEBT SERVICE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	SID 532			SID 533		
			Variance with Final Budget			Variance with Final Budget
	Budget	Actual	Budget	Budget	Actual	Budget
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	46,498	39,478	(7,020)	16,869	18,225	1,356
Licenses	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	(44)	(44)	-	(32)	(32)
Total Revenues	46,498	39,434	(7,064)	16,869	18,193	1,324
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	46,498	46,319	179	16,869	16,619	250
Total Expenditures	46,498	46,319	179	16,869	16,619	250
Excess (Deficiency) of Revenue						
Over Expenditures	-	(6,885)	(7,244)	-	1,574	1,074
Other Financing Sources (Uses)						
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
Payments to Refunded Bond Escrow Agent	-	-	-	-	-	-
Bond Proceeds	-	-	-	-	-	-
Premium on Bonds Sold	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Excess (Deficiency) of Revenue						
Over Expenditures	-	(6,885)	(7,244)	-	1,574	1,074
Fund Balance, June 30, 2012	-	-	-	-	-	-
Fund Balance, June 30, 2013	\$ -	\$ (6,885)	\$ (7,244)	\$ -	\$ 1,574	\$ 1,074

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CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR DEBT SERVICE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	SID 534			SID 535		
			Variance with Final Budget			Variance with Final Budget
	Budget	Actual	Budget	Budget	Actual	Budget
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	18,294	18,516	222	-	5,238	5,238
Licenses	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	(25)	(25)	-	(5)	(5)
Total Revenues	18,294	18,491	197	-	5,233	5,233
EXPENDITURES						
General Government	-	-	-	-	2	(2)
Debt Service	18,294	18,294	0	-	-	-
Total Expenditures	18,294	18,294	0	-	2	(2)
Excess (Deficiency) of Revenue						
Over Expenditures	-	197	197	-	5,230	5,235
Other Financing Sources (Uses)						
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	(16,308)	(16,308)
Payments to Refunded Bond Escrow Agent	-	-	-	-	-	-
Bond Proceeds	-	-	-	-	-	-
Premium on Bonds Sold	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	(16,308)	(16,308)
Excess (Deficiency) of Revenue						
Over Expenditures	-	197	197	-	(11,078)	(11,073)
Fund Balance, June 30, 2012	-	-	-	-	-	-
Fund Balance, June 30, 2013	\$ -	\$ 197	\$ 197	\$ -	\$ (11,078)	\$ (11,073)

Continued

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR DEBT SERVICE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	SID 536			SID 539		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	30,544	34,229	3,685		2,061	2,061
Licenses	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	(53)	(53)	-	(2)	(2)
Total Revenues	30,544	34,176	3,632	-	2,059	2,059
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	30,544	30,544	-	-	-	-
Total Expenditures	30,544	30,544	-	-	-	-
Excess (Deficiency) of Revenue						
Over Expenditures	-	3,632	3,632	-	2,059	2,059
Other Financing Sources (Uses)						
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	(5,918)	(5,918)
Payments to Refunded Bond Escrow Agent	-	-	-	-	-	-
Bond Proceeds	-	-	-	-	-	-
Premium on Bonds Sold	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	(5,918)	(5,918)
Excess (Deficiency) of Revenue						
Over Expenditures	-	3,632	3,632	-	(3,859)	(3,859)
Fund Balance, June 30, 2012	-	-	-	-	-	-
Fund Balance, June 30, 2013	\$ -	\$ 3,632	\$ 3,632	\$ -	\$ (3,859)	\$ (3,859)

Continued

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR DEBT SERVICE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	SID 540			SID 541		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	122,345	140,358	18,013	62,025	64,242	2,217
Licenses	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	615	615	-	232	232
Total Revenues	122,345	140,973	18,628	62,025	64,474	2,449
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	122,345	122,426	(81)	62,107	62,106	1
Total Expenditures	122,345	122,426	(81)	62,107	62,106	1
Excess (Deficiency) of Revenue						
Over Expenditures	-	18,547	18,709	(82)	2,367	2,448
Other Financing Sources (Uses)						
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
Payments to Refunded Bond Escrow Agent	-	-	-	-	-	-
Bond Proceeds	-	-	-	-	-	-
Premium on Bonds Sold	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Excess (Deficiency) of Revenue						
Over Expenditures	-	18,547	18,709	(82)	2,367	2,448
Fund Balance, June 30, 2012	-	-	-	-	-	-
Fund Balance, June 30, 2013	\$ -	\$ 18,547	\$ 18,709	\$ (82)	\$ 2,367	\$ 2,448

Continued

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR DEBT SERVICE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	SID 543			SID 544		
			Variance with Final Budget			Variance with Final Budget
	Budget	Actual	Budget	Budget	Actual	Budget
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	-	10,202	10,202	139,736	165,127	25,391
Licenses	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	(10)	(10)	-	729	729
Total Revenues	-	10,192	10,192	139,736	165,856	26,120
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	-	-	-	139,736	141,536	-
Total Expenditures	-	-	-	139,736	141,536	-
Excess (Deficiency) of Revenue						
Over Expenditures	-	10,192	10,192	-	24,321	26,120
Other Financing Sources (Uses)						
Transfers In	-	-	-	-	-	-
Transfers Out	-	(33,055)	(33,055)	-	-	-
Payments to Refunded Bond Escrow Agent	-	-	-	-	-	-
Bond Proceeds	-	-	-	-	-	-
Premium on Bonds Sold	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	(33,055)	(33,055)	-	-	-
Excess (Deficiency) of Revenue						
Over Expenditures	-	(22,864)	(22,864)	-	24,321	26,120
Fund Balance, June 30, 2012	-	-	-	-	-	-
Fund Balance, June 30, 2013	\$ -	\$ (22,864)	\$ (22,864)	\$ -	\$ 24,321	\$ 26,120

Continued

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR DEBT SERVICE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	SID 545			SID 546		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	-	3,260	3,260	-	1,141	1,141
Licenses	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	(2)	(2)	-	(4)	(4)
Total Revenues	-	3,258	3,258	-	1,137	1,137
EXPENDITURES						
General Government	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Total Expenditures	-	-	-	-	-	-
Excess (Deficiency) of Revenue						
Over Expenditures	-	3,258	3,258	-	1,137	1,137
Other Financing Sources (Uses)						
Transfers In	-	-	-	-	-	-
Transfers Out	-	(8,852)	(8,852)	-	(5,523)	(5,523)
Payments to Refunded Bond Escrow Agent	-	-	-	-	-	-
Bond Proceeds	-	-	-	-	-	-
Premium on Bonds Sold	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	(8,852)	(8,852)	-	(5,523)	(5,523)
Excess (Deficiency) of Revenue						
Over Expenditures	-	(5,594)	(5,594)	-	(4,387)	(4,387)
Fund Balance, June 30, 2012	-	-	-	-	-	-
Fund Balance, June 30, 2013	\$ -	\$ (5,594)	\$ (5,594)	\$ -	\$ (4,387)	\$ (4,387)

Continued

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR DEBT SERVICE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	SID 548		
	Budget	Actual	Variance with Final Budget
REVENUES			
Taxes	\$ -	\$ -	\$ -
Special Assessments	122,625	126,625	4,000
Licenses	-	-	-
Intergovernmental	-	-	-
Charges for Services	-	-	-
Fines and Forfeitures	-	-	-
Miscellaneous	-	-	-
Investment Earnings	-	24	24
Total Revenues	122,625	126,649	4,024
EXPENDITURES			
General Government	-	-	-
Debt Service	122,707	122,706	-
Total Expenditures	122,707	122,706	-
Excess (Deficiency) of Revenue			
Over Expenditures	(82)	3,943	4,024
Other Financing Sources (Uses)			
Transfers In	-	-	-
Transfers Out	-	-	-
Payments to Refunded Bond Escrow Agent	-	-	-
Bond Proceeds	-	-	-
Premium on Bonds Sold	-	-	-
Issuance of Long Term Debt	-	-	-
Total Other Financing Sources (Uses)	-	-	-
Excess (Deficiency) of Revenue			
Over Expenditures	(82)	3,943	4,024
Fund Balance, June 30, 2012	-	-	-
Fund Balance, June 30, 2013	\$ (82)	\$ 3,943	\$ 4,024



SID 548			
	Budget	Actual	Variance with Final Budget
REVENUES			
Taxes	\$ -	\$ -	\$ -
Special Assessments	122,625	126,625	4,000
Licenses	-	-	-
Intergovernmental	-	-	-
Charges for Services	-	-	-
Fines and Forfeitures	-	-	-
Miscellaneous	-	-	-
Investment Earnings	-	24	24
Total Revenues	122,625	126,649	4,024
EXPENDITURES			
General Government	-	-	-
Debt Service	122,707	122,706	-
Total Expenditures	122,707	122,706	-
Excess (Deficiency) of Revenue			
Over Expenditures	(82)	3,943	4,024
Other Financing Sources (Uses)			
Transfers In	-	-	-
Transfers Out	-	-	-
Payments to Refunded Bond Escrow Agent	-	-	-
Bond Proceeds	-	-	-
Premium on Bonds Sold	-	-	-
Issuance of Long Term Debt	-	-	-
Total Other Financing Sources (Uses)	-	-	-
Excess (Deficiency) of Revenue			
Over Expenditures	(82)	3,943	4,024
Fund Balance, June 30, 2012	-	-	-
Fund Balance, June 30, 2013	\$ (82)	\$ 3,943	\$ 4,024



**NONMAJOR GOVERNMENTAL  
FUNDS**

**BUDGET TO ACTUAL**

**CAPITAL PROJECT FUNDS**

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR CAPITAL PROJECTS FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	1997 Open Space			New Fire Station GO Bond		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-
Total Revenues	-	-	-	-	-	-
EXPENDITURES						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Public Works	-	-	-	-	-	-
Culture & Recreation	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Capital Outlay	382,102	-	382,102	87,062	87,062	-
Total Expenditures	382,102	-	382,102	87,062	87,062	-
Excess(Deficiency) of Revenue Over Expenditures	(382,102)	-	382,102	(87,062)	(87,062)	-
Other Financing Sources (Uses)						
Transfers In	-	-	-	34,123	34,122	(1)
Transfers Out	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-
Total Other Financing Sources(Uses)	-	-	-	34,123	34,122	(1)
Excess(Deficiency) of Revenues Over Expenditures	(382,102)	-	382,102	(52,939)	(52,940)	(1)
Fund Balance, June 30, 2012	-	-	-	-	-	-
Fund Balance, June 30, 2013	\$ (382,102)	\$ -	\$ 382,102	\$ (52,939)	\$ (52,940)	\$ (1)

Continued

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR CAPITAL PROJECTS FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	06 Sidewalk & Curb			07 Sidewalk & Curb		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-
Total Revenues	-	-	-	-	-	-
EXPENDITURES						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Public Works	-	-	-	-	-	-
Culture & Recreation	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-
Total Expenditures	-	-	-	-	-	-
Excess(Deficiency) of Revenue Over Expenditures	-	-	-	-	-	-
Other Financing Sources (Uses)						
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-
Total Other Financing Sources(Uses)	-	-	-	-	-	-
Excess(Deficiency) of Revenues Over Expenditures	-	-	-	-	-	-
Fund Balance, June 30, 2012	-	-	-	-	-	-
Fund Balance, June 30, 2013	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Continued

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR CAPITAL PROJECTS FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	08 Sidewalk & Curb			09 Sidewalk & Curb		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-
Total Revenues	-	-	-	-	-	-
EXPENDITURES						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Public Works	-	-	-	-	-	-
Culture & Recreation	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-
Total Expenditures	-	-	-	-	-	-
Excess(Deficiency) of Revenue Over Expenditures	-	-	-	-	-	-
Other Financing Sources (Uses)						
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-
Total Other Financing Sources(Uses)	-	-	-	-	-	-
Excess(Deficiency) of Revenues Over Expenditures	-	-	-	-	-	-
Fund Balance, June 30, 2012	-	-	-	-	-	-
Fund Balance, June 30, 2013	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Continued

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR CAPITAL PROJECTS FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	10 Sidewalk & Curb			11 Sidewalk & Curb		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	1	1	-	276	276
Total Revenues	-	1	1	-	276	276
EXPENDITURES						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Public Works	-	-	-	-	-	-
Culture & Recreation	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-
Total Expenditures	-	-	-	-	-	-
Excess(Deficiency) of Revenue						
Over Expenditures	-	1	1	-	276	276
Other Financing Sources (Uses)						
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-
Total Other Financing Sources(Uses)	-	-	-	-	-	-
Excess(Deficiency) of Revenues						
Over Expenditures	-	1	1	-	276	276
Fund Balance, June 30, 2012	-	-	-	-	-	-
Fund Balance, June 30, 2013	\$ -	\$ 1	\$ 1	\$ -	\$ 276	\$ 276

Continued

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR CAPITAL PROJECTS FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	12 Sidewalk & Curb			FY13 Sidewalk/Curb		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-	-	-
Miscellaneous	-	22,586	22,586	212,595	212,595	-
Investment Earnings	-	414	414	-	2	2
Total Revenues	-	23,000	23,000	212,595	212,597	2
EXPENDITURES						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Public Works	-	-	-	8,857	8,857	-
Culture & Recreation	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Capital Outlay	-	-	-	717,950	717,950	(0)
Total Expenditures	-	-	-	726,807	726,807	(0)
Excess(Deficiency) of Revenue						
Over Expenditures	-	23,000	23,000	(514,212)	(514,210)	2
Other Financing Sources (Uses)						
Transfers In	-	-	-	-	374,085	374,085
Transfers Out	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-
Total Other Financing Sources(Uses)	-	-	-	-	374,085	374,085
Excess(Deficiency) of Revenues						
Over Expenditures	-	23,000	23,000	(514,212)	(140,124)	374,088
Fund Balance, June 30, 2012	-	-	-	-	-	-
Fund Balance, June 30, 2013	\$ -	\$ 23,000	\$ 23,000	\$ (514,212)	\$ (140,124)	\$ 374,088

Continued



CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR CAPITAL PROJECTS FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	FY14 Sidewalk/Curb			SID 530		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-
Total Revenues	-	-	-	-	-	-
EXPENDITURES						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Public Works	-	-	-	-	-	-
Culture & Recreation	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Capital Outlay	183,612	183,612	183,612	-	-	-
Total Expenditures	183,612	183,612	183,612	-	-	-
Excess(Deficiency) of Revenue Over Expenditures	(183,612)	(183,612)	183,612	-	-	-
Other Financing Sources (Uses)						
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-
Total Other Financing Sources(Uses)	-	-	-	-	-	-
Excess(Deficiency) of Revenues Over Expenditures	(183,612)	(183,612)	183,612	-	-	-
Fund Balance, June 30, 2012	-	-	-	-	-	-
Fund Balance, June 30, 2013	\$ (183,612)	\$ (183,612)	\$ 183,612	\$ -	\$ -	\$ -

Continued

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR CAPITAL PROJECTS FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	SID 531			SID 532		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	(24)	(24)	-	(17)	(17)
Total Revenues	-	(24)	(24)	-	(17)	(17)
EXPENDITURES						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Public Works	-	-	-	-	-	-
Culture & Recreation	-	-	-	-	-	-
Debt Service	-	6,112	(6,112)	-	-	-
Capital Outlay	-	-	-	-	1,925	(1,925)
Total Expenditures	-	6,112	(6,112)	-	1,925	(1,925)
Excess(Deficiency) of Revenue Over Expenditures	-	(6,136)	(6,136)	-	(1,942)	(1,942)
Other Financing Sources (Uses)						
Transfers In	-	12,719	12,719	-	-	-
Transfers Out	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-
Total Other Financing Sources(Uses)	-	12,719	12,719	-	-	-
Excess(Deficiency) of Revenues Over Expenditures	-	6,582	6,582	-	(1,942)	(1,942)
Fund Balance, June 30, 2012	-	-	-	-	-	-
Fund Balance, June 30, 2013	\$ -	\$ 6,582	\$ 6,582	\$ -	\$ (1,942)	\$ (1,942)

Continued

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR CAPITAL PROJECTS FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	SID 533			SID 534		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	6	6	-	(8)	(8)
Total Revenues	-	6	6	-	(8)	(8)
EXPENDITURES						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Public Works	-	-	-	-	-	-
Culture & Recreation	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-
Total Expenditures	-	-	-	-	-	-
Excess(Deficiency) of Revenue						
Over Expenditures	-	6	6	-	(8)	(8)
Other Financing Sources (Uses)						
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-
Total Other Financing Sources(Uses)	-	-	-	-	-	-
Excess(Deficiency) of Revenues						
Over Expenditures	-	6	6	-	(8)	(8)
Fund Balance, June 30, 2012	-	-	-	-	-	-
Fund Balance, June 30, 2013	\$ -	\$ 6	\$ 6	\$ -	\$ (8)	\$ (8)

Continued

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR CAPITAL PROJECTS FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	SID 535			SID 536		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	(35)	(35)	-	1	1
Total Revenues	-	(35)	(35)	-	1	1
EXPENDITURES						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Public Works	-	-	-	-	-	-
Culture & Recreation	-	-	-	-	-	-
Debt Service	-	9,327	(9,327)	-	-	-
Capital Outlay	-	-	-	-	-	-
Total Expenditures	-	9,327	(9,327)	-	-	-
Excess(Deficiency) of Revenue Over Expenditures	-	(9,362)	(9,362)	-	1	1
Other Financing Sources (Uses)						
Transfers In	-	16,308	16,308	-	-	-
Transfers Out	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-
Total Other Financing Sources(Uses)	-	16,308	16,308	-	-	-
Excess(Deficiency) of Revenues Over Expenditures	-	6,946	6,946	-	1	1
Fund Balance, June 30, 2012	-	-	-	-	-	-
Fund Balance, June 30, 2013	\$ -	\$ 6,946	\$ 6,946	\$ -	\$ 1	\$ 1

Continued

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR CAPITAL PROJECTS FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	SID 537			SID 538		
			Variance -			Variance
			Over			with Final
	Budget	Actual	(Under)	Budget	Actual	Budget
REVENUES						
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-
Total Revenues	-	-	-	-	-	-
EXPENDITURES						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Public Works	-	-	-	-	-	-
Culture & Recreation	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-
Total Expenditures	-	-	-	-	-	-
Excess(Deficiency) of Revenue Over Expenditures	-	-	-	-	-	-
Other Financing Sources (Uses)						
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-
Total Other Financing Sources(Uses)	-	-	-	-	-	-
Excess(Deficiency) of Revenues Over Expenditures	-	-	-	-	-	-
Fund Balance, June 30, 2012	-	-	-	(29)	(29)	-
Fund Balance, June 30, 2013	\$ -	\$ -	\$ -	\$ (29)	\$ (29)	\$ -

Continued

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR CAPITAL PROJECTS FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	SID 539			SID 540		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	(10)	(10)	-	(79)	(79)
Total Revenues	-	(10)	(10)	-	(79)	(79)
EXPENDITURES						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Public Works	-	-	-	-	-	-
Culture & Recreation	-	-	-	-	-	-
Debt Service	-	2,826	(2,826)	-	-	-
Capital Outlay	-	-	-	-	-	-
Total Expenditures	-	2,826	(2,826)	-	-	-
Excess(Deficiency) of Revenue Over Expenditures	-	(2,836)	(2,836)	-	(79)	(79)
Other Financing Sources (Uses)						
Transfers In	-	5,918	5,918	-	-	-
Transfers Out	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-
Total Other Financing Sources(Uses)	-	5,918	5,918	-	-	-
Excess(Deficiency) of Revenues Over Expenditures	-	3,083	3,083	-	(79)	(79)
Fund Balance, June 30, 2012	-	-	-	-	-	-
Fund Balance, June 30, 2013	\$ -	\$ 3,083	\$ 3,083	\$ -	\$ (79)	\$ (79)

Continued

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR CAPITAL PROJECTS FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	SID 541			SID 542		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	(25)	(25)	-	-	-
Total Revenues	-	(25)	(25)	-	-	-
EXPENDITURES						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Public Works	-	-	-	-	-	-
Culture & Recreation	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Capital Outlay	5,393	5,393	-	-	-	-
Total Expenditures	5,393	5,393	-	-	-	-
Excess(Deficiency) of Revenue Over Expenditures	(5,393)	(5,418)	(25)	-	-	-
Other Financing Sources (Uses)						
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-
Total Other Financing Sources(Uses)	-	-	-	-	-	-
Excess(Deficiency) of Revenues Over Expenditures	(5,393)	(5,418)	(25)	-	-	-
Fund Balance, June 30, 2012	-	-	-	-	-	-
Fund Balance, June 30, 2013	\$ (5,393)	\$ (5,418)	\$ (25)	\$ -	\$ -	\$ -

Continued

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR CAPITAL PROJECTS FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	SID 543			Miller Creek Mitigation		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	(8)	(8)	-	(3)	(3)
Total Revenues	-	(8)	(8)	-	(3)	(3)
EXPENDITURES						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Public Works	-	-	-	-	-	-
Culture & Recreation	-	-	-	-	-	-
Debt Service	-	10,015	(10,015)	-	-	-
Capital Outlay	-	-	-	-	-	-
Total Expenditures	-	10,015	(10,015)	-	-	-
Excess(Deficiency) of Revenue						
Over Expenditures	-	(10,023)	(10,023)	-	(3)	(3)
Other Financing Sources (Uses)						
Transfers In	-	33,055	33,055	-	-	-
Transfers Out	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-
Total Other Financing Sources(Uses)	-	33,055	33,055	-	-	-
Excess(Deficiency) of Revenues						
Over Expenditures	-	23,033	23,033	-	(3)	(3)
Fund Balance, June 30, 2012	-	-	-	-	-	-
Fund Balance, June 30, 2013	\$ -	\$ 23,033	\$ 23,033	\$ -	\$ (3)	\$ (3)

Continued



CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR CAPITAL PROJECTS FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	Miller Creek (T) Construction			Miller Creek (M) Construction		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	3	3	-	(9)	(9)
Total Revenues	-	3	3	-	(9)	(9)
EXPENDITURES						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Public Works	-	-	-	-	-	-
Culture & Recreation	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-
Total Expenditures	-	-	-	-	-	-
Excess(Deficiency) of Revenue						
Over Expenditures	-	3	3	-	(9)	(9)
Other Financing Sources (Uses)						
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-
Total Other Financing Sources(Uses)	-	-	-	-	-	-
Excess(Deficiency) of Revenues						
Over Expenditures	-	3	3	-	(9)	(9)
Fund Balance, June 30, 2012	-	-	-	-	-	-
Fund Balance, June 30, 2013	\$ -	\$ 3	\$ 3	\$ -	\$ (9)	\$ (9)

Continued

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR CAPITAL PROJECTS FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	Miller Creek (Mc) Construction			5th, 6th, & Arthur Improvements		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	(15)	(15)	-	(261)	(261)
Total Revenues	-	(15)	(15)	-	(261)	(261)
EXPENDITURES						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Public Works	-	-	-	-	973	(973)
Culture & Recreation	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Capital Outlay	-	-	-	-	95,333	(95,333)
Total Expenditures	-	-	-	-	96,306	(96,306)
Excess(Deficiency) of Revenue Over Expenditures	-	(15)	(15)	-	(96,567)	(96,567)
Other Financing Sources (Uses)						
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-
Total Other Financing Sources(Uses)	-	-	-	-	-	-
Excess(Deficiency) of Revenues Over Expenditures	-	(15)	(15)	-	(96,567)	(96,567)
Fund Balance, June 30, 2012	-	-	-	-	-	-
Fund Balance, June 30, 2013	\$ -	\$ (15)	\$ (15)	\$ -	\$ (96,567)	\$ (96,567)

Continued

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR CAPITAL PROJECTS FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	Maloney Twite			FY13 Hillview Way		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	(1)	(1)	-	(2)	(2)
Total Revenues	-	(1)	(1)	-	(2)	(2)
EXPENDITURES						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Public Works	-	-	-	3,927	3,927	-
Culture & Recreation	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Capital Outlay	-	-	-	4,182	4,182	-
Total Expenditures	-	-	-	8,109	8,109	-
Excess(Deficiency) of Revenue Over Expenditures	-	(1)	(1)	8,109	8,106	(2)
Other Financing Sources (Uses)						
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-
Total Other Financing Sources(Uses)	-	-	-	-	-	-
Excess(Deficiency) of Revenues Over Expenditures	-	(1)	(1)	8,109	8,106	(2)
Fund Balance, June 30, 2012	-	-	-	-	-	-
Fund Balance, June 30, 2013	\$ -	\$ (1)	\$ (1)	\$ 8,109	\$ 8,106	\$ (2)

Continued

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR CAPITAL PROJECTS FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	Rattlesnake Sewer Collection			Phillips St Traffic Calming		
			Variance with Final			Variance with Final
	Budget	Actual	Budget	Budget	Actual	Budget
REVENUES						
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	(19)	(19)	-	4	4
Total Revenues	-	(19)	(19)	-	4	4
EXPENDITURES						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Public Works	-	-	-	-	-	-
Culture & Recreation	-	-	-	-	-	-
Debt Service	-	-	-	-	1,907	(1,907)
Capital Outlay	-	-	-	-	-	-
Total Expenditures	-	-	-	-	1,907	(1,907)
Excess(Deficiency) of Revenue						
Over Expenditures	-	(19)	(19)	-	(1,903)	(1,903)
Other Financing Sources (Uses)						
Transfers In	-	-	-	-	8,852	8,852
Transfers Out	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-
Total Other Financing Sources(Uses)	-	-	-	-	8,852	8,852
Excess(Deficiency) of Revenues						
Over Expenditures	-	(19)	(19)	-	6,950	6,950
Fund Balance, June 30, 2012	-	-	-	-	-	-
Fund Balance, June 30, 2013	\$ -	\$ (19)	\$ (19)	\$ -	\$ 6,950	\$ 6,950

Continued

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR CAPITAL PROJECTS FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	Pattee Creek Drive			ARRA Enhancement		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment Earnings	-	3	3	-	17	17
Total Revenues	-	3	3	-	17	17
EXPENDITURES						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Public Works	-	-	-	-	-	-
Culture & Recreation	-	-	-	-	-	-
Debt Service	-	1,481	(1,481)	-	-	-
Capital Outlay	-	-	-	-	-	-
Total Expenditures	-	1,481	(1,481)	-	-	-
Excess(Deficiency) of Revenue						
Over Expenditures	-	(1,478)	(1,478)	-	17	17
Other Financing Sources (Uses)						
Transfers In	-	5,523	5,523	-	-	-
Transfers Out	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-
Total Other Financing Sources(Uses)	-	5,523	5,523	-	-	-
Excess(Deficiency) of Revenues						
Over Expenditures	-	4,046	4,046	-	17	17
Fund Balance, June 30, 2012	-	-	-	-	-	-
Fund Balance, June 30, 2013	\$ -	\$ 4,046	\$ 4,046	\$ -	\$ 17	\$ 17

Continued

CITY OF MISSOULA, MONTANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGETARY BASIS)  
NONMAJOR CAPITAL PROJECTS FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	HB 645			WFL		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Intergovernmental	\$ -	\$ -	\$ -	\$ 420,000	\$ 432,567	\$ 12,567
Charges for Services	-	-	-	-	-	-
Miscellaneous	-	-	-	16,000	16,000	-
Investment Earnings	-	81	81	-	21	21
Total Revenues	-	81	81	436,000	448,588	12,588
EXPENDITURES						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Public Works	-	-	-	62,738	62,738	-
Culture & Recreation	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Capital Outlay	-	-	-	365,963	365,963	-
Total Expenditures	-	-	-	428,701	428,701	-
Excess(Deficiency) of Revenue						
Over Expenditures	-	81	81	7,299	19,887	12,588
Other Financing Sources (Uses)						
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
Issuance of Long Term Debt	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-
Total Other Financing Sources(Uses)	-	-	-	-	-	-
Excess(Deficiency) of Revenues						
Over Expenditures	-	81	81	7,299	19,887	12,588
Fund Balance, June 30, 2012	-	-	-	-	-	-
Fund Balance, June 30, 2013	\$ -	\$ 81	\$ 81	\$ 7,299	\$ 19,887	\$ 12,588

# **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.

<b>Contents</b>	<b>Page</b>
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 18
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-19 to 28
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-29 to 37



**CITY OF MISSOULA, MONTANA**  
**NET POSITION BY COMPONENT**  
**Last Ten Fiscal Years**  
**(accrual basis of accounting)**

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011*	2012	2013
<b>Government activities</b>										
Net Investment in capital assets	\$ 84,425,320	\$ 85,219,599	\$ 97,908,705	\$ 103,905,986	\$ 95,716,983	\$ 100,490,698	\$ 108,461,735	\$ 117,493,776	\$ 123,514,699	\$ 132,570,240
Restricted for:	13,144,514	3,280,061	3,602,376	3,007,558	3,175,573	3,654,339	3,869,555			
Cemetery Memorial								5,633	6,805	6,805
Title I Program & Revolving Loan Program								159,649	98,999	151,017
Cable contract restricted for CAT & PEG Access								328,906	215,381	173,307
Law Enforcement								803,979	912,172	870,464
Building construction inspections								681,948	805,771	606,499
Public Works safety & maintenance expenditures								578,152	544,259	389,005
Grant restrictions for program expenditures								695,377	272,874	336,035
Debt Service								18,800,480	18,238,355	16,867,243
Capital Projects								725,055	891,285	777,419
Unrestricted	6,552,715	18,145,146	11,552,345	17,010,325	18,285,910	14,462,852	14,613,562	(2,394,004)	(1,627,635)	(540,140)
Total government activities net position	<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>	<u>\$ 126,944,852</u>	<u>\$ 137,878,951</u>	<u>\$ 143,872,965</u>	<u>\$ 152,207,894</u>
<b>Business-type activities</b>										
Net Investment in capital assets	\$ 50,437,434	\$ 54,728,019	\$ 53,483,675	\$ 55,807,247	\$ 73,746,920	\$ 74,821,900	\$ 83,162,349	\$ 77,159,109	\$ 83,405,086	\$ 82,459,531
Restricted for:	1,307,315	2,525,370	1,303,028	1,320,306	1,303,028	1,337,645	1,662,261			
Debt Service								2,231,478	2,226,925	2,226,925
Unrestricted	4,949,789	2,432,543	6,053,027	5,604,871		1,441,584	278,305	6,193,089	1,903,151	1,974,650
Total business-type activities net position	<u>\$ 56,694,538</u>	<u>\$ 59,685,932</u>	<u>\$ 60,839,730</u>	<u>\$ 62,732,424</u>	<u>\$ 75,049,948</u>	<u>\$ 77,601,129</u>	<u>\$ 85,102,915</u>	<u>\$ 85,583,676</u>	<u>\$ 87,535,162</u>	<u>\$ 86,661,106</u>
<b>Primary Government</b>										
Net Investment in capital assets	\$ 134,862,754	\$ 139,947,618	\$ 151,392,380	\$ 159,713,233	\$ 169,463,903	\$ 175,312,598	\$ 191,624,084	\$ 194,652,885	\$ 206,919,785	\$ 215,029,771
Restricted for:	14,451,829	5,805,431	4,905,404	4,327,864	4,478,601	4,991,984	5,531,816			
Cemetery Memorial								5,633	6,805	6,805
Title I Program & Revolving Loan Program								159,649	98,999	151,017
Cable contract restricted for CAT & PEG Access								328,906	215,381	173,307
Law Enforcement								803,979	912,172	870,464
Building construction inspections								681,948	805,771	606,499
Public Works safety & maintenance expenditures								578,152	544,259	389,005
Grant restrictions for program expenditures								695,377	272,874	336,035
Debt Service								21,031,958	20,465,280	19,094,168
Capital Projects								725,055	891,285	777,419
Unrestricted	11,502,504	20,577,689	17,605,372	22,615,196	18,285,910	15,904,436	14,891,867	3,799,085	275,516	1,434,510
Total primary government net position	<u>\$ 160,817,087</u>	<u>\$ 166,330,738</u>	<u>\$ 173,903,156</u>	<u>\$ 186,656,293</u>	<u>\$ 192,228,414</u>	<u>\$ 196,209,018</u>	<u>\$ 212,047,767</u>	<u>\$ 223,462,627</u>	<u>\$ 231,408,127</u>	<u>\$ 238,869,000</u>

Source: City of Missoula

\* Restatement for Management Discussion and Analysis

**CITY OF MISSOULA, MONTANA**  
**CHANGE IN NET POSITION**  
**Last Ten Fiscal Years**  
**(accrual basis of accounting)**

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
<b>Expenses</b>										
Governmental activities:										
General government	\$ 4,814,217	\$ 5,447,966	\$ 7,670,901	\$ 7,947,585	\$ 7,164,932	\$ 8,492,155	\$ 7,596,451	\$ 6,466,035	\$ 7,063,259	\$ 8,062,728
Public safety	15,774,300	17,596,888	18,706,533	20,685,934	22,864,926	20,993,673	23,252,086	23,220,034	24,449,247	25,963,445
Public works	9,728,383	5,880,778	6,019,601	3,102,523	11,992,483	10,148,557	7,524,949	7,355,598	8,472,243	7,466,331
Public health	1,033,396	1,118,946	1,178,646	1,275,114	1,382,490	1,422,347	1,387,041	1,398,035	1,444,647	1,480,573
Social and economic	245,802	131,017	138,564	165,849	115,000	118,450	118,450	134,457	116,000	116,000
Culture and recreation	2,712,280	3,346,471	3,795,635	4,687,707	3,580,622	3,667,078	3,466,304	3,195,731	3,626,741	3,845,406
Housing & development	669,857	1,494,654	1,391,082	1,416,594	2,189,207	1,336,972	4,051,227	2,235,780	10,372,128	1,240,211
Conservation of natural resources	-	108,599	169,228	296,617	-	-	7,759	450	100	120
Miscellaneous	590,225	910,387	-	-	-	-	1,041,180	1,189,351	1,003,472	1,049,647
Debt service interest expense	1,235,533	1,867,190	1,429,993	1,675,186	-	1,595,937	1,612,770	1,666,641	1,486,745	1,241,937
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>49,289,660</u>	<u>47,775,169</u>	<u>50,058,217</u>	<u>46,862,112</u>	<u>58,034,582</u>	<u>50,466,398</u>
Business-type activities										
Sewer	5,400,406	5,904,344	6,084,445	6,239,307	6,716,237	6,738,463	7,081,714	7,288,496	8,638,266	8,679,317
Aquatics	-	-	-	-	1,412,133	1,456,758	1,459,788	1,615,583	1,648,846	1,555,494
Civic Stadium	-	-	-	-	-	-	-	-	119,500	178,985
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>	<u>8,541,502</u>	<u>8,904,079</u>	<u>10,406,612</u>	<u>10,413,796</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>\$ 57,418,030</u>	<u>\$ 55,970,390</u>	<u>\$ 58,599,719</u>	<u>\$ 55,766,191</u>	<u>\$ 68,441,194</u>	<u>\$ 60,880,194</u>
<b>Program Revenues</b>										
Government activities										
Program revenues:										
Charges for services:										
General Government	\$ 3,488,199	\$ 3,499,793	\$ 3,866,032	\$ 4,099,121	\$ 3,960,870	\$ 4,369,769	\$ 4,137,315	\$ 3,061,618	\$ 3,081,997	\$ 3,414,561
Public safety	929,754	1,578,762	1,387,678	1,445,129	1,864,023	1,581,222	1,439,971	2,749,672	3,033,806	4,070,238
Public works	3,333,858	1,326,436	1,465,396	1,370,015	2,180,372	1,825,008	2,833,485	3,150,203	2,872,800	3,105,016
Public health	-	-	-	-	-	-	19,323	96,376	85,349	121,885
Social and economic service	80,253	21,379	32,899	84,758	21,140	20,338	-	-	18,732	18,767
Culture and recreation	669,222	481,468	581,157	1,780,345	1,519,854	537,764	515,405	499,116	531,912	619,086
Housing and community development	55,235	423,873	324,124	382,683	367,359	379,530	331,478	211,361	190,698	157,699
Conservation of natural resources	1,748	1,695	1,260	3,693	1,388	1,277	1,580	-	-	-
Debt service interest expense	-	-	-	-	-	-	-	-	-	-
Operating grants & contributions	5,248,503	2,532,942	2,986,691	1,789,207	1,264,937	1,978,844	3,413,272	2,111,526	3,022,078	3,479,928
Capital grants & contributions	300,948	4,744,999	3,594,855	7,785,160	7,572,822	2,848,638	9,869,381	7,753,606	13,355,935	5,286,844
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>	<u>22,561,210</u>	<u>19,633,478</u>	<u>26,193,307</u>	<u>20,274,024</u>
Business-type activities										
Charges for services										
Sewer	6,306,775	7,265,855	6,620,032	6,510,110	6,707,510	6,735,343	6,514,558	6,659,348	7,308,745	7,561,236
Aquatics	-	-	-	-	927,665	946,248	911,803	911,537	1,028,526	990,447
Operating grants & contributions	-	-	-	-	-	1,435	1,428	176,855	1,543	46,535
Capital grants & contributions	1,121,104	1,283,828	827	1,208,512	1,414,448	885,658	8,451,165	1,437,382	1,562,035	115,250
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>	<u>15,878,954</u>	<u>9,185,122</u>	<u>9,900,849</u>	<u>8,713,468</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>	<u>\$ 38,440,164</u>	<u>\$ 28,818,600</u>	<u>\$ 36,094,156</u>	<u>\$ 28,987,492</u>
Net (expense) revenue										
Governmental activities:	\$ (22,696,273)	\$ (23,291,549)	\$ (26,260,091)	\$ (22,512,998)	\$ (30,536,895)	\$ (34,232,779)	\$ (27,497,007)	\$ (27,228,634)	\$ (31,841,275)	\$ (30,192,374)
Business-type activities	2,027,473	2,645,339	536,414	1,479,315	921,254	373,463	7,337,452	281,043	(505,763)	(1,700,328)
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>\$ (29,615,641)</u>	<u>\$ (33,859,316)</u>	<u>\$ (20,159,555)</u>	<u>\$ (26,947,591)</u>	<u>\$ (32,347,038)</u>	<u>\$ (31,892,702)</u>
<b>General Revenues and Other Changes In Net Position</b>										
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	\$ 24,299,845	\$ 25,754,782	\$ 26,187,667	\$ 26,187,456
Annexation & developer contributions	9,964,080	5,772,066	4,935,983	-	-	-	-	-	-	-
Intergovernmental revenue	5,191,107	9,048,644	9,789,157	10,078,402	11,370,796	10,600,677	11,168,006	11,458,751	11,758,565	12,289,693
Investment earnings	381,380	209,628	203,490	695,655	652,572	210,232	75,502	31,158	19,905	47,847
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	268,617	353,086	163,566	154,452
Interfund transactions	242,188	220,635	224,539	233,065	(64,798)	122,637	22,000	257,051	(132,724)	(163,001)
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>	<u>35,833,970</u>	<u>37,854,828</u>	<u>37,996,980</u>	<u>38,516,447</u>
Business-type activities										
Annexation & developer contributions	-	-	775,800	-	-	-	-	-	-	-
Investment earnings	369,797	299,782	63,237	330,545	168,312	47,494	(4,020)	21,457	257,348	243,154
Miscellaneous	23,773	8,749	2,886	2,337	3,378	2,405	190,354	5,107	67,177	374,028
Gain or loss on sale of capital assets	-	-	-	9,860	5,778	-	-	-	-	43,321
Interfund transactions	(242,188)	(220,635)	(224,539)	(233,065)	64,798	(122,637)	(22,000)	(257,051)	132,724	163,001
Special Items	-	-	-	-	13,409,208	-	-	-	2,000,000	-
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>	<u>164,334</u>	<u>(230,487)</u>	<u>2,457,249</u>	<u>823,504</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>	<u>\$ 35,998,304</u>	<u>\$ 37,624,341</u>	<u>\$ 40,454,229</u>	<u>\$ 39,339,951</u>
<b>Change in Net Position</b>										
Governmental activities	\$ 13,600,899	\$ 10,611,410	\$ 7,280,596	\$ 10,402,829	\$ (4,961,510)	\$ 1,179,854	\$ 8,336,963	\$ 10,626,195	\$ 6,155,705	\$ 8,324,073
Business-type activities	2,178,855	2,733,235	1,153,798	1,588,992	14,572,728	300,725	7,501,786	50,556	1,951,486	(876,824)
Total primary government	<u>\$ 15,779,754</u>	<u>\$ 13,344,645</u>	<u>\$ 8,434,394</u>	<u>\$ 11,991,820</u>	<u>\$ 9,611,218</u>	<u>\$ 1,480,579</u>	<u>\$ 15,838,749</u>	<u>\$ 10,676,751</u>	<u>\$ 8,107,191</u>	<u>\$ 7,447,249</u>

Source: City of Missoula

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

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
<b>General Fund</b>										
Reserved	\$ 396,988	\$ 639,060	\$ 588,145	\$ 759,606	\$ 558,624	\$ 699,325	\$ 740,667	\$ -	\$ -	\$ -
Unreserved	1,450,347	1,167,446	1,341,370	1,365,053	643,449	201,062	1,348,317	-	-	-
Nonspendable*	-	-	-	-	-	-	-	1,148,767	1,232,302	1,259,186
Restricted*	-	-	-	-	-	-	-	165,282	105,804	157,822
Assigned*	-	-	-	-	-	-	-	1,203,481	1,284,045	1,757,237
Unassigned*	-	-	-	-	-	-	-	1,152,657	1,940,474	2,968,121
Total General Fund	<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>	<u>\$ 2,088,984</u>	<u>\$ 3,670,187</u>	<u>\$ 4,562,625</u>	<u>\$ 6,142,366</u>
<b>All other governmental funds</b>										
Reserved	\$ 2,993,025	\$ 3,280,061	\$ 3,602,376	\$ 3,007,558	\$ 3,175,573	\$ 3,654,339	\$ 3,869,555	\$ -	\$ -	\$ -
Unreserved, reported in:										
Special revenue funds	2,458,951	2,124,775	1,939,572	1,462,685	3,208,509	3,814,089	4,124,600	-	-	-
Debt service funds	-	-	-	-	-	-	-	-	-	-
Capital projects funds	7,692,538	7,181,073	(5,290,370)	521,612	(1,471,297)	(4,728,035)	(4,089,044)	-	-	-
Nonspendable*	-	-	-	-	-	-	-	11,505	12,042	-
Restricted*	-	-	-	-	-	-	-	7,911,860	7,409,318	6,789,639
Committed*	-	-	-	-	-	-	-	1,374,228	2,048,128	2,892,425
Unassigned*, reported in:										
Special revenue funds	-	-	-	-	-	-	-	(332,574)	(149,817)	(105,325)
Debt service funds	-	-	-	-	-	-	-	(36,421)	(174,575)	(23,761)
Capital projects funds	-	-	-	-	-	-	-	(3,962,631)	(4,602,847)	(5,681,029)
Neighborhood stabilization funds	-	-	-	-	-	-	-	-	(4,139)	-
Total other governmental funds	<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>	<u>\$ 3,905,111</u>	<u>\$ 4,965,967</u>	<u>\$ 4,538,110</u>	<u>\$ 3,871,949</u>

Source: City of Missoula

\* Restated to conform to GASB Statement No. 54

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

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
<b>Revenues</b>										
Taxes and assessments	\$ 18,956,194	\$ 19,470,666	\$ 22,340,804	\$ 24,128,385	\$ 25,071,209	\$ 26,649,687	\$ 27,445,555	\$ 28,256,587	\$ 29,396,016	\$ 31,729,767
Licenses and permits	2,318,146	3,165,413	2,839,058	2,927,474	4,054,474	2,753,704	3,050,653	3,092,436	2,866,229	3,227,926
Intergovernmental	11,091,624	14,238,028	13,208,755	13,035,698	12,747,140	13,147,938	20,456,138	17,531,499	25,130,561	17,665,516
Charges for services	2,700,372	3,298,503	3,625,225	4,540,977	3,911,813	4,439,499	4,475,126	5,160,326	5,106,399	6,057,449
Fines and forfeitures	857,707	1,223,864	1,178,920	1,421,588	1,215,955	1,130,177	1,203,587	1,008,945	1,344,578	1,565,130
Miscellaneous	520,337	309,781	949,537	975,534	1,699,515	1,168,486	1,464,092	1,205,961	613,255	625,976
Interest earnings	449,387	226,538	192,758	538,418	584,698	156,522	63,362	32,409	41,691	47,960
Total revenues	36,893,767	41,932,793	44,335,057	47,568,074	49,284,804	49,446,013	58,158,513	56,288,163	64,498,728	60,919,724
<b>Expenditures</b>										
General government	4,718,579	4,501,423	6,334,244	5,745,356	6,515,738	7,752,035	7,252,975	6,493,866	6,949,250	8,034,601
Public safety	15,420,765	16,957,739	18,138,794	19,880,732	21,637,023	21,669,039	22,227,258	22,431,087	23,834,156	25,803,943
Public works	5,239,404	5,765,617	5,803,509	6,161,928	6,670,377	6,624,812	6,577,834	7,962,836	7,437,537	7,393,392
Public health	1,008,837	1,096,344	1,152,195	1,249,223	1,364,663	1,404,043	1,368,398	1,372,380	1,431,431	1,482,096
Social and economic	100,706	105,238	108,395	132,897	115,000	118,450	118,450	116,000	116,000	116,000
Culture and recreation	2,468,401	2,719,381	3,011,054	3,676,479	3,118,438	3,278,075	3,293,005	3,289,120	3,528,049	3,838,271
Community development	681,088	2,129,109	2,379,741	2,202,392	2,041,498	1,193,372	4,017,676	2,264,947	10,348,859	1,238,419
Conservation of natural resources	-	-	-	-	-	-	7,757	450	100	120
Miscellaneous	795,362	910,387	-	947,093	-	-	1,041,180	1,189,351	1,003,472	1,049,647
Debt service - principal	4,369,674	2,432,981	2,783,319	6,127,301	2,973,898	3,026,661	3,121,407	3,484,312	3,689,100	3,057,702
Debt service - interest	1,126,448	1,428,517	1,357,860	1,671,508	1,665,936	1,595,937	1,584,136	1,595,391	1,556,195	2,531,043
Capital outlay	6,514,225	4,980,661	18,496,532	9,116,240	7,575,647	5,401,985	8,518,735	7,777,324	6,202,777	6,863,986
Total expenditures	42,443,489	43,027,397	59,565,643	56,911,149	53,678,218	52,064,409	59,128,811	57,977,065	66,096,927	61,409,220
Excess of revenues over (under) expenditures	(5,549,722)	(1,094,604)	(15,230,586)	(9,343,075)	(4,393,414)	(2,618,396)	(970,298)	(1,688,902)	(1,598,199)	(489,496)
<b>Other financing sources (uses)</b>										
Transfers in	5,474,240	4,833,042	5,338,325	7,003,875	4,551,456	5,343,911	5,531,051	4,989,066	7,143,975	7,539,764
Transfers out	(5,283,345)	(4,675,148)	(5,170,043)	(6,821,059)	(4,665,834)	(5,282,309)	(5,557,582)	(4,797,139)	(7,478,899)	(8,145,604)
Payments to Refunded Bond Escrow Agent	-	-	-	(2,037,769)	-	-	(983,591)	-	-	(5,541,672)
Refunding Bond Proceeds	-	-	-	4,355,000	-	-	1,000,000	-	-	5,480,000
Premium on Refunded Bonds	-	-	-	-	-	-	-	-	-	152,081
Proceeds from long term debt	18,759,366	994,921	2,850,881	11,574,351	2,378,354	-	3,276,941	4,168,336	2,559,396	1,895,150
Proceeds from sale of capital assets	228,088	46,347	100	-	840,620	82,716	56,794	-	-	22,171
Total other financing sources (uses)	19,178,349	1,199,162	3,019,263	14,074,398	3,104,596	144,318	3,323,613	4,360,263	2,224,471	1,401,890
Net change in fund balances	\$ 13,628,627	\$ 104,558	\$ (12,211,323)	\$ 4,731,323	\$ (1,288,818)	\$ (2,474,078)	\$ 2,353,315	\$ 2,671,361	\$ 626,272	\$ 912,394
Debt service as a percentage of non-capital expenditures	18%	15%	12%	23%	12%	12%	11%	12%	10%	12%

Source: City of Missoula

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

<b>Taxing Authority</b>	<b>2004</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>
City of Missoula	176.32	182.57	196.39	204.73	212.23	222.45	222.45	225.56	233.24	240.90
<b>County of Missoula</b>										
County Wide	122.79	127.12	129.11	133.64	136.19	140.35	138.94	139.80	142.47	145.04
County Wide Schools	108.34	101.59	102.26	104.26	104.04	105.61	104.62	103.45	100.94	100.17
Total	231.13	228.71	231.37	237.90	240.23	245.96	243.56	243.25	243.41	245.21
<b>District Schools</b>										
School District One	159.27	158.29	150.66	150.26	145.45	140.24	142.75	141.50	145.18	141.88
High Schools	84.27	83.16	83.40	82.21	77.05	79.13	76.46	74.63	76.44	71.92
Total	243.54	241.45	234.06	232.47	222.50	219.37	219.21	216.13	221.62	213.80
<b>State Levies</b>										
University	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00
Education Foundation	40.00	40.00	40.00	40.00	40.00	40.00	40.00	40.00	40.00	40.00
Total	46.00	46.00	46.00	46.00	46.00	46.00	46.00	46.00	46.00	46.00
Urban Transportation District	11.93	12.23	12.38	13.91	14.62	14.86	16.30	16.45	17.69	19.51
Total Levy on City Residents	<u>708.92</u>	<u>710.96</u>	<u>720.20</u>	<u>735.01</u>	<u>735.58</u>	<u>748.64</u>	<u>747.52</u>	<u>747.39</u>	<u>761.96</u>	<u>765.42</u>
Overall Property Tax Increase(Decrease)	<b>2.78%</b>	<b>0.29%</b>	<b>1.30%</b>	<b>2.06%</b>	<b>0.08%</b>	<b>1.78%</b>	<b>-0.15%</b>	<b>-0.02%</b>	<b>1.95%</b>	<b>0.45%</b>
<b>Other Levies of Interest</b>										
County Only	25.33	33.97	31.83	34.50	35.68	35.80	35.80	36.18	36.18	36.38
Missoula Rural Fire	77.37	78.26	79.64	80.89	91.13	94.13	94.13	97.97	97.97	100.33

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**

<u>Fiscal Year</u>	<u>Estimated Market Value</u>	<u>Taxable Value City Without Tax Increment</u>	<u>Ratio of Total Assessed Value to Total Estimated Market Value</u>	<u>Taxable Value Tax Increment Districts</u>	<u>Mill Levy</u>
2004	\$ 2,403,250,454	\$ 82,076,104	3.42%	\$ 2,652,385	176.32
2005	2,636,857,585	84,586,453	3.21%	3,603,495	182.57
2006	2,805,424,077	91,358,406	3.26%	3,844,866	196.39
2007	2,901,638,641	93,533,579	3.22%	1,446,959	204.73
2008	3,195,587,513	99,332,558	3.11%	1,806,159	212.23
2009	3,369,424,088	103,000,436	3.06%	1,909,938	222.45
2010	3,757,969,949	104,408,018	2.78%	4,507,159	222.45
2011	3,965,146,053	106,229,033	2.68%	5,245,004	225.56
2012	4,140,685,284	107,878,992	2.61%	5,114,782	233.24
2013	4,110,699,383	108,167,019	2.63%	4,530,936	240.90

Source: Missoula County Assessors Office

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

<b>Fiscal Year</b>	<b>Real Property</b>	<b>Equipment &amp; Fixtures</b>	<b>Electric, Airline &amp; Telecommunications</b>	<b>Railroad</b>	<b>Electric, Phone Co-ops &amp; Pollution Control</b>	<b>Other</b>	<b>Tax Increment District</b>	<b>Total Taxable Assessed Value</b>
2004	\$ 74,393	\$ 4,145	\$ 5,313	\$ 389	\$ 399	\$ 8	\$ (2,612)	\$ 82,035
2005	78,436	4,362	4,902	372	363	(246)	(3,603)	84,586
2006	81,061	4,529	4,999	363	380	27	(3,845)	87,514
2007	84,231	4,697	5,291	346	379	61	(1,471)	93,534
2008	91,045	4,474	7,475	313	382	-	(1,806)	101,883
2009 ^	-	-	-	-	-	-	-	-
2010	96,352	5,133	3,585	348	380	3,117	(4,507)	104,408
2011	96,914	4,785	5,304	397	393	3,681	(5,245)	106,229
2012	98,235	4,851	5,376	402	398	3,732	(5,115)	107,879
2013	98,669	3,852	5,175	440	407	4,154	(4,531)	108,167

\*Property in the City does have a Market Value is assessed at actual value at a rate of 2.5%; 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 due to the date that this report is run by the Department of Revenue.

^ 2009 Values are no longer available due to Department of Revenue (DOR) software constraints and timing issues in FY2009.

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						% Change Over Last Year
		Single Family		Multi-Family		All Construction		
		Number	Value Estimate	Number	Value Estimate	Number	Value Estimate	
2004	\$ 2,403,250,454	367	\$ 31,611,232	359	\$ 15,081,537	1,663	\$ 109,963,100	-43.31%
2005	2,636,857,585	457	38,970,878	194	8,157,757	1,677	113,217,490	2.96%
2006	2,805,424,077	374	35,521,132	79	4,393,527	1,494	99,855,627	-11.80%
2007	2,901,638,641	303	31,466,438	153	7,595,391	1,613	89,139,379	-10.73%
2008	3,195,587,513	229	21,554,764	154	9,711,099	1,530	133,165,009	49.39%
2009	3,369,424,088	142	11,627,586	73	3,019,865	1,291	63,987,567	-51.95%
2010	3,757,969,949	139	12,643,362	63	2,552,415	1,306	54,867,213	-14.25%
2011	3,965,146,053	95	8,892,276	262	17,010,385	1,283	87,790,572	60.01%
2012	4,140,685,284	96	9,675,751	329	15,186,996	1,395	58,443,007	-33.43%
2013	4,110,699,383	127	11,284,179	371	14,682,857	1,485	68,558,394	17.31%

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



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

<b>Taxpayer</b>	<b>2013</b>			<b>2004</b>		
	<b>Taxable Assessed Value</b>	<b>Rank</b>	<b>Percentage of City Taxable Assessed Value</b>	<b>Taxable Assessed Value</b>	<b>Rank</b>	<b>Percentage of City Taxable Assessed Value</b>
NORTHWESTERN CORPORATION	\$ 3,225,247	1	2.98%	\$ 5,375,729	1	6.36%
QWEST COMMUNICATIONS	1,632,708	2	1.51%	1,920,615	3	2.27%
BRESNAN COMMUNICATIONS	1,097,194	3	1.01%			
MOUNTAIN WATER COMPANY	952,986	4	0.88%	758,568	5	0.90%
CELLCO PARTNERSHIP DBA VERIZON	760,955	5	0.70%			
SOUTHGATE MALL ASSOCIATES	703,949	6	0.65%	598,721	6	0.71%
GATEWAY LIMITED PARTNERSHIP	570,011	7	0.53%	532,037	7	0.63%
ST PATRICK HOSPITAL CORPORATION	462,068	8	0.43%	518,988	8	0.61%
MONTANA RAIL LINK	383,021	9	0.35%	879,059	4	1.04%
FIRST INTERSTATE BANK	349,036	10	0.32%			
STONE CONTAINER CORP				2,288,198	2	2.71%
PLUM CREEK LUMBER CO				435,601	9	0.51%
PUGET SOUND ENERGY				406,756	10	0.48%
Total	<u>\$ 10,137,175</u>		<u>9.37%</u>	<u>\$ 13,714,272</u>		<u>16.21%</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**

<b>Fiscal Year Ended June 30th</b>	<b>Total Tax Levy for Fiscal Year</b>	<b>Collected within the Fiscal</b>		<b>Collections in Subsequent Years</b>	<b>Total Collections to Date*</b>	
		<b>Amount</b>	<b>Percentage of Levy</b>		<b>Amount</b>	<b>Percentage of Levy</b>
2004	\$ 14,911,332	\$ 14,943,191	100.21%	\$ 281,762	\$ 15,224,953	102.10%
2005	15,976,238	15,900,407	99.53%	208,969	16,109,376	100.83%
2006	18,368,735	17,935,902	97.64%	366,878	18,302,780	99.64%
2007	19,967,941	19,806,028	99.19%	220,890	20,026,918	100.30%
2008	21,454,303	20,926,264	97.54%	56,389	20,982,653	97.80%
2009	22,915,155	21,901,904	95.58%	887,073	22,788,977	99.45%
2010	22,916,556	22,249,952	97.09%	942,450	23,192,402	101.20%
2011	23,960,119	22,526,690	94.02%	1,003,845	23,530,535	98.21%
2012	20,656,453	20,154,453	97.57%	203,657	20,358,110	98.56%
2013	20,204,318	20,114,458	99.56%	1,129,471	21,243,929	105.15%

Source: City of Missoula

\* Delinquent tax collections include amounts collected from penalties, interest, and other delinquent collections. The City does not include delinquent collections by the year for which the tax was levied.

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

**The following general obligation debt ratios are provided as of June 30, 2013**

Market Valuation	\$	4,110,699,383
Market Valuation (Less Tax Increment)	\$	4,106,168,447
Taxable Valuation	\$	112,409,928
Taxable Valuation (Less Tax Increment)	\$	108,167,019
Population		67,699
Direct Debt Per Capita	\$	169
Direct and Overlapping Debt Per Capita	\$	388
Direct Debt to Market Valuation		0.28%
Direct and Overlapping Debt to Market Valuation		0.64%
Direct Debt to Taxable Valuation		10.20%
Direct and Overlapping Debt to Taxable Valuation		23.36%
Market Valuation per Capita	\$	60,720
Taxable Valuation per Capita	\$	1,598

Source: City of Missoula

**SUMMARY OF DIRECT DEBT, INDIRECT DEBT AND DEBT RATIOS  
REQUIRED CONTINUING DISCLOSURE  
AS OF JUNE 30, 2013**

<b>Summary of Direct Debt</b>			
	<b>Gross Debt</b>	<b>Less: Debt Service</b>	
		<b>Funds (a)</b>	<b>Net Direct Debt</b>
General Obligation Debt Supported by Taxes	\$ 11,465,000	\$ -	\$ 11,465,000
Debt Supported by General Fund	4,935,000	-	4,935,000
Revenue Debt (Sewer)	22,051,000	( b )	22,051,000
Revenue Debt (TIF and Parking)	26,801,712	( c )	26,801,712
Subtotal of Direct Debt	<u>\$ 65,252,712</u>		<u>\$ 65,252,712</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.

<b>Summary of Indirect Debt</b>			
	<b>G.O. Debt as of June 30, 2013</b>	<b>Debt Applicable to Tax Capacity of City</b>	
		<b>Percentage^</b>	<b>Amount</b>
Taxing Unit:			
Missoula County High School District	\$ 9,670,000	57.60%	\$ 5,569,920
Hellgate Elementary School District	10,910,000	15.68%	1,710,221
School District No. 20 (Desmet)	215,000	0.50%	1,075
Missoula County	14,102,000	53.30%	7,516,366
Subtotal of Indirect Debt	<u>\$ 34,897,000</u>		<u>\$ 14,797,582</u>

**Total of Direct and Indirect Debt** \$ 80,050,294

<b>Debt Ratios*</b>			
		<b>G.O. Net Direct Debt</b>	<b>G.O. Indirect &amp; Net Direct Debt</b>
Current Year Estimated Value		0.28%	0.64%
Per Capita	\$	169	\$ 388

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

^The 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)

	<b>Fiscal Year</b>									
	<b>2004</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>
Debt Limit	\$ 42,362	\$ 43,815	\$ 48,253	\$ 84,236	\$ 85,308	\$ 93,949	\$ 93,949	\$ 99,129	\$ 103,517	\$ 102,767
Total net debt applicable to limit	<u>15,566</u>	<u>14,511</u>	<u>18,972</u>	<u>17,944</u>	<u>16,426</u>	<u>16,426</u>	<u>15,224</u>	<u>13,966</u>	<u>12,661</u>	<u>11,520</u>
Legal debt Margin	<u>\$ 26,796</u>	<u>\$ 29,304</u>	<u>\$ 29,281</u>	<u>\$ 66,292</u>	<u>\$ 68,882</u>	<u>\$ 77,523</u>	<u>\$ 78,725</u>	<u>\$ 85,163</u>	<u>\$ 90,856</u>	<u>\$ 91,247</u>
Total net debt applicable to the limit as a percentage of debt limit	<u>36.75%</u>	<u>33.12%</u>	<u>39.32%</u>	<u>21.30%</u>	<u>19.26%</u>	<u>17.48%</u>	<u>16.20%</u>	<u>14.09%</u>	<u>12.23%</u>	<u>11.21%</u>

**Legal Debt Margin Calculation for Fiscal Year 2013**

Assessed Value of Taxable Property as Ascertained by the last Assessment for Taxes	\$ 4,110,699
Debt Limit 2.5% of Assessed Value (1)	<u>2.50%</u>
General Obligation Debt Limit	102,767
Less: Outstanding General Obligation Debt, June 30, 2013	<u>11,520</u>
Total net debt applicable to limit	<u>91,247</u>
Legal Debt Margin	<u>\$ 91,247</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 Primary Government	Total Personal Per capita Income*	Total Population	Debt as a Percentage of Personal Income	Debt Per Capita	Debt as a Percentage of Market Value
	General Obligation Bonds	Limited Obligation Bonds	Special Assessment Bonds	Loans Payable	Capital Leases	Sidewalk & Curb Warrants	Revenue Bonds	Capital Leases	Notes Payable						
2004	\$ 15,895,000	\$ 1,440,000	\$ 14,649,201	\$ 100,179	\$ -	\$ 316,409	\$15,215,987	\$ -	\$ -	\$47,616,776	\$ 30,098	62,120	2.55%	\$ 767	1.81%
2005	15,020,000	1,380,000	14,226,402	546,373	-	228,628	16,586,138	-	-	47,987,541	31,397	63,396	2.41%	757	1.71%
2006	14,070,000	1,315,000	15,594,203	440,972	-	120,923	17,079,212	-	-	48,620,310	33,247	64,081	2.28%	759	1.68%
2007	18,720,000	4,760,000	15,455,681	252,453	-	120,923	16,797,231	-	-	56,106,288	34,451	65,826	2.47%	852	1.76%
2008	17,500,000	5,360,000	15,510,165	222,425	-	120,923	15,818,231	-	-	54,531,744	35,294	66,000	2.34%	826	1.62%
2009	16,235,000	5,130,000	14,030,295	191,309	-	100,248	14,801,231	-	-	50,488,083	35,156	66,295	2.17%	762	1.34%
2010	15,065,000	4,935,000	14,350,241	159,063	1,378,125	-	13,883,485	-	-	49,770,914	35,592	66,500	2.10%	748	1.32%
2011	13,840,000	5,625,000	15,021,055	125,646	1,959,752	-	24,579,098	71,250	-	61,221,801	36,032	66,788	2.54%	917	1.63%
2012	12,570,000	5,285,000	15,322,685	91,014	2,174,849	-	23,600,000	385,660	2,525,270	61,954,479	36,479	67,242	2.53%	921	1.50%
2013	11,465,000	4,935,000	14,189,516	659,267	2,215,466	-	22,051,000	337,080	2,236,246	58,088,575	36,931	67,699	2.32%	858	1.41%

Source: City of Missoula

Source: Missoula County Assessors Office

Source: Montana Department of Labor - Research and Analysis Bureau

\*2010 is the most recent data available. Preceding years to 2004-2009 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

<b>Fiscal Year</b>	<b>General Obligation Bonds*</b>	<b>Total Taxable Assessed Valuation</b>	<b>Percentage of Taxable Value of Property</b>	<b>Estimated Population</b>	<b>Per Capita</b>
2004	\$ 15,895	\$ 82,076	19%	62,120	\$ 255.87
2005	15,020	84,586	18%	63,396	236.92
2006	14,070	91,358	15%	64,081	219.57
2007	18,720	93,534	20%	65,826	284.39
2008	17,500	99,333	18%	66,000	265.15
2009	16,235	103,000	16%	66,295	244.89
2010	15,065	104,408	14%	66,500	226.54
2011	13,840	106,229	13%	66,788	207.22
2012	12,570	107,879	12%	67,242	186.94
2013	11,465	108,167	11%	67,699	169.35

\* Presented as net bonded debt (net bonded debt is balance of outstanding debt less restricted funds collected for debt

Source Restricted Debt: Combining Balance Sheet - Nonmajor Debt Service Funds

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	Operating Revenues	Operating Expenses (1)	Net Revenue Available for Debt	Debt Service Requirements		
				Principal Paid	Interest Paid	Total Debt Service
2004	\$ 6,308,650	\$ 3,036,426	\$ 3,272,224	\$ 689,000	\$ 503,234	\$ 1,192,234
2005	7,265,854	3,151,625	4,114,229	797,233	655,716	1,452,949
2006	6,620,032	3,263,652	3,356,380	894,751	660,341	1,555,092
2007	6,778,103	3,492,891	3,285,211	941,000	682,728	1,623,728
2008	6,848,299	3,900,755	2,947,544	979,000	641,677	1,620,677
2009	6,543,754	3,860,411	2,683,343	1,017,000	605,558	1,622,558
2010	6,705,911	3,769,644	2,936,267	1,050,023	568,464	1,618,487
2011 ^	6,678,968	3,876,659	2,802,309	1,511,485	721,218	2,232,703
2012	7,375,912	4,701,243	2,674,669	979,098	876,018	1,855,116
2013	7,861,126	4,925,194	2,935,932	1,186,000	711,146	1,897,146

^ Debt Service Coverage Calculation - 2013	
	FY 2013
<b>Revenues</b>	
Operating Revenue	\$ 8,107,359
Less: Federal Credit	(246,233)
Total Operating Revenue	7,861,126
<b>Expenses</b>	
Operating Expenses	(7,679,674)
Add back Depreciation	2,754,480
Total Operating Expenses	(4,925,194)
<b>Revenues Available for Debt Service:</b>	<b>\$ 2,935,932</b>
<b>Debt Service</b>	
Principal	\$ 1,549,000
Interest	957,379
Less - Refunded Debt Principal	(363,000)
Less: Federal Credit	(246,233)
Net Debt Service	<b>\$ 1,897,146</b>
Coverage	155%

Source: City of Missoula Annual Financial Reports

(1) Does not include depreciation or bond interest.

(2) Net revenues divided by the maximum debt payment due in any future calendar year.



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

<b>Fiscal</b>	<b>Revolving</b>	<b>Principal</b>	
<b>Year</b>	<b>Fund Cash</b>	<b>Amount</b>	<b>Percentage</b>
	<b>Balance</b>	<b>of Bonds</b>	
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%
2010	746,320	14,250,241	5.2%
2011	794,547	15,021,055	5.3%
2012	774,812	15,322,685	5.1%
2013	719,735	14,189,516	5.1%

Source: City of Missoula

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

	Fiscal Year								
	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
Beginning Balance	\$ 778,049	\$ 955,785	\$ 808,460	\$ 889,718	\$954,148	\$779,966	\$719,399	\$ 764,101	\$ 794,547
Disbursements/Transfers	<u>177,736</u>	<u>(147,325)</u>	<u>81,258</u>	<u>64,430</u>	<u>(174,182)</u>	<u>(60,567)</u>	<u>44,702</u>	<u>30,446</u>	<u>(3,338)</u>
Ending Balance	<u>\$ 955,785</u>	<u>\$ 808,460</u>	<u>\$ 889,718</u>	<u>\$ 954,148</u>	<u>\$779,966</u>	<u>\$719,399</u>	<u>\$764,101</u>	<u>\$ 794,547</u>	<u>\$ 791,209</u>
Assets:									
Cash	\$ 852,799	\$ 808,460	\$ 885,738	\$ 928,632	\$776,343	\$702,257	\$746,320	\$ 793,639	\$ 774,812
Due from SID Funds	72,062	-	-	-	-	-	-	-	865
Other Receivables	<u>320,488</u>	<u>227,828</u>	<u>218,910</u>	<u>222,281</u>	<u>184,856</u>	<u>182,844</u>	<u>167,952</u>	<u>135,548</u>	<u>134,640</u>
Total Assets	1,245,349	1,036,288	1,104,648	1,150,913	961,200	885,101	914,272	929,187	910,317
Liabilities:									
Deferred Revenue	<u>289,564</u>	<u>227,828</u>	<u>214,930</u>	<u>196,765</u>	<u>181,233</u>	<u>165,702</u>	<u>150,171</u>	<u>134,639</u>	<u>119,108</u>
Total Liabilities	289,564	227,828	214,930	196,765	181,233	165,702	150,171	134,639	119,108
Total Fund Balance	<u>\$ 955,785</u>	<u>\$ 808,460</u>	<u>\$ 889,718</u>	<u>\$ 954,148</u>	<u>\$779,966</u>	<u>\$719,399</u>	<u>\$764,101</u>	<u>\$ 794,547</u>	<u>\$ 791,209</u>

Source: City of Missoula

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

<b>Fiscal Year</b>	<b>Population</b>		<b>Income Statistics</b>		<b>State</b>	<b>Missoula County</b>
	<b>Estimated City Population (1)</b>	<b>County Population</b>	<b>Total Personal Income (2)</b>	<b>Per Capita Income (2)</b>	<b>Unemployment Rate</b>	<b>Unemployment Rate</b>
2004	62,120	100,891	\$ 3,032,540	\$ 30,098	4.3%	4.0%
2005	63,396	102,118	3,204,473	31,397	4.0%	3.7%
2006	64,081	104,145	3,460,865	33,247	3.5%	3.3%
2007	65,826	105,911	3,646,623	34,451	2.5%	2.3%
2008	66,000	107,565	3,795,962	35,294	4.1%	4.1%
2009	66,295	108,000	3,818,772	35,156	5.3%	5.1%
2010	66,500	108,500	3,866,079	35,592	6.6%	6.3%
2011	66,788	109,299 *	3,913,971 *	36,032 *	6.9%	6.8%
2012	67,242	110,042 *	3,962,457 *	36,479 *	6.5%	6.4%
2013	67,699	110,791 *	4,011,544 *	36,931 *	5.5%	5.7%

(1) 2000 and 2010 population is from the US Census Bureau. All other years are estimated.

(2) Only Missoula County information available.

\* Estimate 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**

<b>Employer</b>	<b>Type of Product or Service</b>	<b>2013</b>	<b>Percentage of Total City Employment</b>	<b>2004</b>
University of Montana	Higher Education	3,122	4.61%	2795
St. Patrick Hospital	Healthcare	1,698	2.51%	1450
Community Medical Center	Healthcare	1,174	1.73%	1243
Missoula County Public Schools	Public Education	1,165	1.72%	1481
DirecTV Customer Service	Service	850	1.26%	*
Missoula County	County Government	810	1.20%	700
Us Forrest Service	Federal Government	745	1.10%	400
Wal-Mart	Retail	585	0.86%	*
Opportunity Resources	Service	533	0.79%	*
City of Missoula	City Government	521	0.77%	516
Western Montana Clinic	Healthcare			544
Smurfit-Stone Container Company	Wood Products			510
Stimpson Lumber Company	Wood Products			425

\* Employers were added after 2004

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**

<b>Function/Program</b>	<b>2004</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>
<b>General Government</b>										
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	4.00	4.00	4.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00
Human Resources	3.90	3.90	4.15	4.15	4.15	4.15	4.00	4.00	4.00	4.00
Communications	1.00	1.00	1.00	-	-	-	-	-	-	-
City Clerk	3.25	3.50	4.00	4.00	4.50	4.50	4.50	3.50	4.00	4.00
Information Systems	4.50	5.00	5.50	6.00	6.00	6.00	6.00	6.00	6.00	6.00
Finance/Treasurer	13.13	12.75	12.75	16.00	16.00	16.00	15.00	15.00	15.00	15.00
<b>Public Safety</b>										
Municipal Court	9.00	10.50	13.00	13.00	14.25	13.00	14.25	13.75	13.75	16.75
City Attorney	9.90	9.90	12.40	14.40	14.40	14.90	13.25	12.75	14.00	15.00
Police Department	108.00	116.00	119.00	125.50	125.50	124.50	124.50	117.00	117.00	122.00
Fire Department	76.00	78.00	82.00	83.00	95.00	95.00	94.00	95.00	95.00	95.00
Building Inspection	13.50	13.86	14.34	15.00	13.34	13.00	9.00	9.00	9.00	10.99
Parking Commission	11.00	11.00	11.00	11.00	11.00	11.00	11.00	11.33	11.33	11.50
<b>Public Works</b>										
Development Services	-	-	-	-	-	-	-	-	-	33.71
Public Works - Operations	27.12	28.12	28.62	28.82	29.82	29.87	29.87	29.82	27.52	11.42
Street Division	28.29	28.54	28.54	28.54	28.54	28.54	28.54	28.54	28.79	29.04
Vehicle Maintenance	10.50	10.50	11.00	11.00	11.00	11.00	11.00	10.50	10.50	10.50
<b>Public Health</b>										
Wastewater	20.20	22.20	22.20	22.20	22.20	22.20	22.20	21.50	21.50	21.50
<b>Social Services</b>										
City Cemetery	8.50	8.50	8.50	8.50	8.92	8.92	8.92	8.92	8.92	8.92
<b>Community Development</b>										
MRA	6.14	6.14	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00
<b>Culture and Recreation</b>										
Parks and Recreation	49.94	52.94	54.02	58.10	53.74	55.74	55.74	55.74	55.74	55.80
Aquatics			4.75	26.36	30.81	30.81	30.81	30.81	26.81	26.81
<b>Total</b>	<b>419.87</b>	<b>438.35</b>	<b>458.77</b>	<b>498.57</b>	<b>512.17</b>	<b>512.13</b>	<b>505.58</b>	<b>496.16</b>	<b>491.86</b>	<b>520.94</b>

Source: City of Missoula

**CITY OF MISSOULA, MONTANA  
CITY SERVICES AND EMPLOYMENT**

<b>Bargaining Unit</b>	<b>Number of Members</b>	<b>Date of Expired Contract</b>
International Association of Firefighters, Local No. 271	86	June 30, 2015
Missoula Police Protective Association	94	June 30, 2015
Montana Public Employees Association		
Maintenance Technicians in Parks and Recreation Dept	9	June 30, 2014
Wastewater Lab Techs	2	June 30, 2015
Parking Commission	7	June 30, 2014
Teamsters Union, Local No. 2	20	June 30, 2015
Operators' Union, Local No. 4000	10	June 30, 2015
Machinists Union, Local No. 88, District No. 86	8	June 30, 2015
Teamsters, Parks and Recreation Seasonal	18	June 30, 2014
Wastewater Operator's Union, Local 400	14	June 30, 2015
International Brotherhood of Electrical Workers	2	June 30, 2015
International Brotherhood of Electrical Workers (Building)	5	June 30, 2015

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

**MISSOULA, MONTANA METROPOLITAN AREA  
EMPLOYMENT BY MAJOR INDUSTRY TYPE  
ANNUAL AVERAGE  
Last Ten Fiscal Years**

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013 (A)</u>
Goods Producing	6,200	6,200	6,200	6,200	6,100	5,500	4,600	4,700	4,400	4,500
Trade, Transportation and Utilities	12,500	12,600	12,800	12,900	12,900	12,100	11,300	11,400	11,600	11,000
Professional and Business Service	4,900	5,000	5,200	5,900	6,200	6,100	6,900	6,900	6,800	7,000
Educational and Health Services	8,000	8,200	8,300	8,300	8,700	8,900	9,200	9,500	9,800	10,000
Healthcare and Social Assistance	7,600	7,800	7,900	7,900	8,200	8,400	8,700	9,000	9,200	9,300
Leisure and Hospitality	6,800	6,900	7,100	7,600	7,900	7,600	7,000	6,900	7,400	7,300
Government	<u>10,100</u>	<u>10,200</u>	<u>10,600</u>	<u>10,400</u>	<u>9,300</u>	<u>8,300</u>	<u>10,300</u>	<u>8,400</u>	<u>10,300</u>	<u>10,400</u>
	<u>56,100</u>	<u>56,900</u>	<u>58,100</u>	<u>59,200</u>	<u>59,300</u>	<u>56,900</u>	<u>58,000</u>	<u>56,800</u>	<u>59,500</u>	<u>59,500</u>

Source: Department of Labor & Industry, Research & Analysis Bureau

(A) Most recent data available through November 2013.  
All other years are annual data

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

<b>Function/Program</b>	<b>2004</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>
<b>General Government</b>										
Business Licenses Issued	7,907	4,484	5,173	5,290	6,386	5,141	5,947	5,103	5,872	5,585
Amount of SID's Billed	\$ 2,275,546	\$ 2,241,307	\$ 2,748,200	\$ 2,793,604	\$ 2,802,979	\$ 2,781,168	\$ 2,979,149	\$ 2,979,149	\$ 2,806,974	\$ 2,565,463
# Sewer Bills	35,448	36,641	38,728	41,002	41,818	42,323	42,860	43,493	44,495	45,042
<b>Public Safety Activities</b>										
Citations issued	25,136	31,008	33,262	38,468	32,219	31,700	25,136	20,232	20,554	18,139
Orders of Protection issued	298	586	604	417	400	398	277	209	236	203
Attorney's Office - Lawsuits & Claims	51	53	51	47	49	41	26	24	22	32
Attorney - Opened criminal files	2,476	2,179	4,235	3,181	2,708	2,372	2,313	3,029	4,007	4,260
Officers/1,000 population	1	2	2	2	2	2	2	1	2	2
Total sworn officers	88	96	100	102	101	101	100	100	104	106
Police calls for Service	37,398	37,494	43,778	40,515	40,981	41,424	41,373	40,272	41,334	42,302
Total Fire Department Incident Responses*	4,729	4,701	5,259	5,497	5,805	5,850	6,217	5,752	6,131	6,548
<b>Public Works</b>										
Miles of sidewalk installed	17.45	24.74	9.34	9.19	7.00	4.00	6.78	5.42	4.72	5.58
Building Permits Issued	1,677	1,494	1,613	1,613	1,530	1,291	1,306	1,283	1,395	1,485
Construction Value of Bldg permits issued	\$ 113,217,490	\$ 99,855,627	\$ 89,139,379	\$ 89,139,379	\$ 133,165,009	\$ 63,987,567	\$ 54,867,213	\$ 87,790,572	\$ 58,443,007	\$ 68,558,394
Miles of Street - per State Gas Tax Report	349	359	359	338	312	383	391	413	416	419
Population	62,120	63,396	64,081	65,826	66,000	66,295	66,500	66,788	67,242	67,699

Source: City of Missoula

\* Fire Department Incident Responses are based on Calendar Years. Current Year number through 12/31/12.



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

Function	Fiscal Year					
	2007	2008	2009	2010	2011	2012
<b>GENERAL GOVERNMENT</b>						
Vehicles	5	7	4	4	4	2
Buildings	2	3	3	3	3	4
<b>PUBLIC SAFETY ACTIVITIES</b>						
Fire Stations	5	5	5	5	5	5
Fire Engines/Trucks/Vehicles/Vans	27	26	26	25	25	31
Police Motorcycles	6	6	6	6	6	4
Police Patrol Cars/Passenger Vehicles/Other Vehicles	47	58	62	63	63	66
<b>PUBLIC WORKS</b>						
Streets (sq. yards)	6,761,248	6,826,850	6,837,927	7,056,869	7,265,469	7,399,746
Curbs (lineal feet)	1,957,574	1,997,728	1,957,574	2,100,819	2,135,361	2,159,796
Sidewalks (sq. feet)	9,830,923	10,015,638	10,232,017	10,599,017	12,699,836	12,824,406
Storm Sewer (lineal feet)	153,275	153,275	157,826	162,158	168,148	172,360
Sumps	5,160	5,307	5,307	5,385	5,496	5,524
Signs	54,901	53,768	56,635	57,502	58,369	59,236
Vehicles	98	107	161	163	165	163
Buildings	7	4	4	4	4	4
<b>PUBLIC HEALTH ACTIVITIES</b>						
Cemetery & Buildings	7	7	7	7	7	7
Vehicles/Tractors/Trucks/Mowers	17	16	14	14	15	17
<b>CULTURE AND RECREATION</b>						
Parks	46	51	67	68	69	70
Trails	18	20	22			
Commuter	N/A	N/A	N/A	22	22	23
Recreational	N/A	N/A	N/A	55	55	56
Park Shelter/Band Shells/Pavilions	10	10	10	12	15	17
Buildings	20	23	23	23	23	23
Vehicles (Including trailers)	57	55	58	59	59	59
<b>HOUSING &amp; COMMUNITY DEVELOPMENT</b>						
Vehicles	10	10	1	1	1	1
Buildings	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: Various City of Missoula Departments

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

<b>Fiscal Year</b>	<b>Assessments Billed</b>	<b>Current Assessments Paid</b>	<b>Percent Collected</b>	<b>Delinquent Assessments Paid</b>	<b>Total Assessments Paid</b>	<b>Penalty and Interest Paid</b>
2004	\$ 2,275,546	\$ 2,105,570	92.53%	\$ 94,509	\$ 2,200,079	\$ 14,225
2005	2,241,307	2,132,336	95.14%	425,988	2,558,324	16,314
2006	2,748,200	2,638,272	96.00%	246,280	2,884,552	10,996
2007	2,793,604	3,695,269	132.28%	106,930	3,802,199	11,629
2008	2,802,979	2,690,299	95.98%	107,817	2,798,116	11,653
2009	2,781,168	2,666,875	95.89%	109,340	2,776,215	11,539
2010	2,979,149	2,796,909	93.88%	136,607	2,933,516	14,999
2011	2,979,149	2,818,935	94.62%	159,941	2,978,876	18,139
2012	2,806,974	2,760,131	98.33%	160,377	2,920,508	16,070
2013	2,565,463	2,549,864	99.39%	51,388	2,601,252	8,058

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**

<b>Fiscal Year</b>	<b>Combined Market Value of All Districts</b>	<b>Average Ratio of Market Value to Assessments of Individual Parcels</b>	<b>Highest Ratio of Market Value to Assessments of Individual Parcels</b>	<b>Lowest Ratio of Market Value to Assessments of Individual Parcels</b>	<b>Median Ratio of Market Value to Assessments of Individual Parcels</b>
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	954.97	6,111.87	20.47	160.49
2010	236,039,170	1,071.95	30,710.27	22.07	247.40
2011	215,320,296	1,296.29	51,474.37	40.46	823.26
2012	296,665,021	1,601.54	60,391.92	47.21	957.42
2013	343,465,684	43.42	43.42	43.42	43.42

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

**CITY OF MISSOULA, MONTANA**  
**SPECIAL IMPROVEMENT DISTRICTS**  
Current as of June 30, 2013

<b>SID Number</b>	<b>Combined Market Value of All Districts</b>	<b>Average Ratio of Market Value to Assessments of Individual Parcels</b>	<b>Highest Ratio of Market Value to Assessments of Individual Parcels</b>	<b>Lowest Ratio of Market Value to Assessments of Individual Parcels</b>	<b>Median Ratio of Market Value to Assessments of Individual Parcels</b>
FY11 Total ^	\$ 2,698,949,941	\$ 1,042.61	\$ 42,350.68	\$ 0.03	\$ 341.14
FY12 Total ^	3,105,150,944	893.51	26,719.49	1.76	429.81
0508	3,429,200	43.42	43.42	43.42	43.42
0510	27,864,250	82.74	683.90	9.83	52.43
0511	14,896,547	94.26	632.06	21.03	43.37
512/521/522	343,465,684	771.87	40,261.28	11.16	346.21
0520	165,026,692	75.87	932.99	4.87	59.07
0524	880,687,734	271.80	15,897.14	8.00	176.72
0525	35,062,460	85.65	413.07	19.93	52.10
0526	137,034,180	75.15	375.99	9.49	52.28
0530	10,746,000	1,439.29	1,675.21	1,198.64	1,412.00
0531	13,543,854	470.56	1,744.64	114.00	405.00
0532	79,322,001	142.42	358.76	28.07	141.13
0533	13,480,435	67.62	346.08	36.11	51.23
0534	16,006,541	62.99	110.48	21.61	63.25
0535	61,741,155	1,350.11	6,781.77	462.79	1,282.54
0536	26,495,971	61.07	134.63	23.33	58.92
0539	7,922,080	485.18	1,162.36	248.71	436.21
0540	115,207,127	91.68	156.16	31.99	90.53
0541	571,528,000	809.94	5,251.52	98.41	723.78
0543	99,180,380	1,159.23	2,196.91	297.77	1,102.92
0544	93,610,818	48.13	100.71	12.37	48.25
0545	15,475,085	767.10	1,293.58	136.08	762.63
0546	12,659,776	851.16	1,140.65	342.83	849.35
0548	3,773,425	14.89	21.99	9.43	14.35
CS08	28,845,583	159.48	1,130.43	7.41	131.13
CS09	23,404,646	60.04	373.86	7.07	41.36
CS10	35,915,617	81.43	1,446.64	8.06	40.19
CS12	50,403,073	314.29	5,766.81	8.19	130.62
CS13	59,873,619	871.79	10,016.98	9.25	355.68
CS341	44,848,863	429.39	1,131.25	11.59	135.13
CS342	103,334,305	44.11	2,000.03	8.65	26.56
CS343	52,600,250	354.55	1,001.46	11.29	496.90
CS344	93,929,056	75.66	266.38	9.72	50.33
CS345	87,579,898	162.45	1,197.52	6.49	162.45
CS346	36,204,510	104.59	623.36	5.31	42.19
FY13 Total ^	\$ 3,365,098,815	\$ 352.35	\$ 40,261.28	\$ 4.87	\$ 110.58

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

^ First year to disclose information for all City SID's is FY 2011

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

<b>Fiscal Year</b>	<b>On-Street Hourly Parking</b>	<b>Garage Hourly Parking</b>	<b>Parking Garage Lease Space Range</b>	<b>Off-Street Lease Space Range</b>	<b>Average Off-Street and Garage Lease Rate</b>
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
2010	0.50	0.25	55.00 TO 65.00	30.00 TO 50.00	45.00
2011	0.50	1.00	65.00 TO 75.00	35.00 TO 55.00	49.00
2012	0.50	1.00	65.00 TO 75.00	30.00 TO 55.00	51.00
2013	0.50	1.00	65.00 TO 75.00	30.00 TO 55.00	51.00

Source: Missoula Parking Commission

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

<b>Fiscal Year</b>	<b>Parking Meters</b>	<b>Leased Parking Spaces</b>	<b>Parking Lots Throughout Downtown Missoula</b>	<b>Leased Parking Garage Spaces</b>	<b>University District Parking Permits</b>	<b>Percentage of Parking Ticket Revenue</b>	<b>Percentage of Parking Meter Revenue</b>	<b>Percentage of Garage Parking Revenue</b>	<b>Percentage of Leased Parking Revenue other than Parking Garage</b>	<b>Percentage of Other Revenue</b>
2004	1,064	829	13	259	1,097	20%	32%	18%	24%	6%
2005	1,161	816	13	257	1,145	17%	36%	20%	23%	3%
2006	1,075	801	13	257	1,124	20%	34%	14%	28%	5%
2007	1,075	801	13	257	1,124	20%	34%	14%	27%	4%
2008	1,075	801	13	257	1,592	18%	31%	16%	21%	14%
2009	1,129	800	12	257	1,011	19%	35%	16%	21%	10%
2010	1,061	800	12	257	1,166	18%	37%	18%	23%	4%
2011	1,061	800	12	257	1,198	18%	37%	18%	23%	4%
2012	1,015	855	12	257	1,012	17%	38%	14%	29%	3%
2013	1,015	890	12	460	1,025	20%	34%	16%	24%	6%

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)
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	-	855,051	619,600	95,000	66,230	161,230	3.84
2007	1,391,368	-	903,019	488,349	100,000	63,237	163,237	2.99
2008	1,429,972	-	1,008,437	421,535	105,000	58,345	163,345	2.58
2009	1,448,179	-	1,013,313	434,866	110,000	53,162	163,162	2.67
2010	1,415,863	-	1,026,254	389,609	115,000	46,778	161,778	2.41
2011	1,443,085	-	947,789	495,296	120,000	(86,268)	33,732	14.68
2012	1,739,234	-	876,485	862,749	220,000	384,813	604,813	1.43
2013 *	1,838,073	-	958,094	879,979	210,000	302,292	512,292	1.72

<b>* Debt Service Coverage Calculation - 2013</b>	
	FY 2013
<b>Revenues</b>	
Total Operating Revenue	\$ 1,569,651
MRA Pledge	<u>268,422</u>
Total Revenues Pledged	1,838,073
<b>Expenses</b>	
Operating Expenses	(1,258,826)
Add back Depreciation ^	144,927.90
Add back PILOT-Admin Chg	<u>155,804</u>
Total Operating Expenses	(958,094)
<b>Revenues Available for Debt Service</b>	<u>\$ 879,979</u>
<b>Debt Service</b>	
Principal	\$ 210,000
Interest	542,023
Less: Federal Credit	<u>(239,731)</u>
Net Debt Service	<u>\$ 512,292</u>
Coverage	1.72

(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**

<b>Fiscal Year</b>	<b>Personal Attached Taxable Value</b>	<b>Personal Property (Unattached) Taxable Value</b>	<b>Total Taxable Value</b>
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
2010	3,302,146	318,269	3,620,415
2011	3,415,110	336,897	3,752,007
2012	3,371,473	309,233	3,680,706
2013	3,379,411	262,535	3,641,946

**Urban Renewal District III**

<b>Fiscal Year</b>	<b>Real Property &amp; Personal Attached Taxable Value</b>	<b>Personal Property (Unattached) Taxable Value</b>	<b>Total Taxable Value</b>
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
2010	9,027,375	514,481	9,541,856
2011	8,939,540	568,590	9,508,130
2012	9,118,547	552,532	9,671,079
2013	8,797,853	381,195	9,179,048

**Front Street URD**

<b>Fiscal Year</b>	<b>Real Property &amp; Personal Attached Taxable Value</b>	<b>Personal Property (Unattached) Taxable Value</b>	<b>Total Taxable Value</b>
2009 *	\$ 1,362,450	\$ 51,225	\$ 1,413,675
2010	1,571,488	50,604	1,622,092
2011	2,105,933	124,059	2,229,992
2012	1,908,040	121,154	2,029,194
2013	1,903,163	83,983	1,987,146

**Riverfront Triangle URD**

<b>Fiscal Year</b>	<b>Real Property &amp; Personal Attached Taxable Value</b>	<b>Personal Property (Unattached) Taxable Value</b>	<b>Total Taxable Value</b>
2010 ^	\$ 1,571,488	\$ -	\$ 1,571,488
2011	153,701	36,236	189,937
2012	132,286	36,579	168,865
2013	112,584	279	112,863

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

^ First year data available as district was created in FY 2010

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**

<b>Fiscal Year</b>	<b>Total City Taxable Value</b>	<b>Total Taxable Value Within Tax Increment District</b>	<b>Incremental Taxable Value Within Tax Increment District</b>	<b>Tax Increment as Percentage of City's Taxable Value</b>
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%
2010	107,159,214	3,620,415	1,760,592	1.6%
2011	111,474,037	3,752,007	1,892,184	1.7%
2012	112,993,774	3,680,706	1,820,883	1.6%
2013	112,697,955	3,641,946	1,782,123	1.6%

**Urban Renewal District III**

<b>Fiscal Year</b>	<b>Total City Taxable Value</b>	<b>Total Taxable Value Within Tax Increment District</b>	<b>Incremental Taxable Value Within Tax Increment District</b>	<b>Tax Increment as Percentage of City's Taxable Value</b>
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%
2010	107,159,214	9,541,856	2,537,510	2.4%
2011	111,474,037	9,508,130	2,503,784	2.2%
2012	112,993,774	9,671,079	2,666,733	2.4%
2013	112,697,955	9,179,048	2,174,702	1.9%

**Front Street URD**

<b>Fiscal Year</b>	<b>Total City Taxable Value</b>	<b>Total Taxable Value Within Tax Increment District</b>	<b>Incremental Taxable Value Within Tax Increment District</b>	<b>Tax Increment as Percentage of City's Taxable Value</b>
2009 *	\$ 106,334,891	\$ 1,413,675	\$ 640	0.0%
2010	107,159,214	1,622,092	209,057	0.2%
2011	111,474,037	2,229,992	816,957	0.7%
2012	112,993,774	2,029,197	616,159	0.5%
2013	112,697,955	1,987,146	574,111	0.5%

**Riverfront Triangle**

<b>Fiscal Year</b>	<b>Total City Taxable Value</b>	<b>Total Taxable Value Within Tax Increment District</b>	<b>Incremental Taxable Value Within Tax Increment District</b>	<b>Tax Increment as Percentage of City's Taxable Value</b>
2010 ^	\$ 104,408,018	\$ 133,871	\$ -	0.0%
2011	111,474,037	189,937	32,079	0.0%
2012	112,993,774	168,865	11,007	0.0%
2013	112,697,955	112,863	-	0.0%

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

^ First year data available as district was created in FY 2010

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**

<b>Fiscal Year</b>	<b>City Appraised Value</b>	<b>City Taxable Value (includes district)</b>	<b>Incremental Taxable Value District I</b>	<b>Incremental Taxable Value District II</b>	<b>Incremental Taxable Value District III</b>	<b>Incremental Taxable Value Front Street URD</b>	<b>Incremental Taxable Value Riverfront Triangle URD</b>	<b>Net Taxable Value (excluding districts)</b>
2004	\$ 2,636,857,585	\$ 88,189,948	\$ 2,887,057	\$ 511,906	\$ 204,532	\$ -	\$ -	\$ 84,586,453
2005	2,805,424,077	91,358,406	2,709,824	708,058	426,984	-	-	87,513,540
2006	2,901,638,641	94,980,538	not applicable	781,884	665,075	-	-	93,533,579
2007	3,195,587,513	101,138,717	not applicable	1,111,911	694,248	-	-	99,332,558
2008	3,369,424,008	103,000,436	not applicable	1,201,481	708,457	-	-	101,090,498
2009	3,412,313,560	106,334,891	not applicable	1,392,741	1,933,104	640	-	103,008,406
2010	3,684,720,974	107,159,214	not applicable	1,760,592	2,537,510	209,057	-	102,652,055
2011	3,965,146,053	111,474,037	not applicable	1,892,184	2,503,784	816,957	32,079	106,229,033
2012	4,140,685,284	112,993,774	not applicable	1,820,883	2,666,733	616,159	11,007	107,878,992
2013	4,110,699,383	112,697,955	not applicable	1,782,123	2,174,702	574,111	-	108,167,019

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

**CITY OF MISSOULA, MONTANA**  
**MISSOULA REDEVELOPMENT AGENCY**  
**COMPONENT UNIT TAX INCREMENT REVENUE BOND COVERAGE**  
**URD II: MILLSITE \$3.6M BONDS**

FISCAL YEAR	PROJECTED PLEDGED TAX INCREMENT	MAXIMUM PROJECTED DEBT SERVICE	COVERAGE
2007			
With State Entitlement	\$ 1,033,421	\$ 250,500	413%
Without State Entitlement	749,799	250,500	299%
2008			
With State Entitlement	1,129,477	250,500	451%
Without State Entitlement	845,855	250,500	338%
2009			
With State Entitlement	1,302,970	250,400	520%
Without State Entitlement	1,019,348	250,400	407%
2010			
With State Entitlement	1,369,859	250,400	547%
Without State Entitlement	1,113,237	250,400	445%
2011			
With State Entitlement	1,493,995	250,400	597%
Without State Entitlement	1,210,373	250,400	483%
2012			
With State Entitlement	1,429,000 A	500,400 B	286%
Without State Entitlement	1,173,740	500,400	235%
2013			
With State Entitlement	1,474,944 C	250,400	589%
Without State Entitlement	1,157,656	500,400	231%
2014			
With State Entitlement	1,522,881	676,428 D	225%
Without State Entitlement	1,208,093	500,400	241%

A State Entitlement amount reduced by 10% to \$255,260 by 2011 Legislative action

B Civic Stadium Note issued February 2012 is subordinate to the Series 2006 bonds so not included in Max. Eligible DS.

C Personal Property Tax Reduction Reimbursement approved by 2011 Legislature under SB372. Annual Reimbursement is

D Series 2013 \$5.75M Bond issued March 2013 on parity with Series 2006 Bond. Max. Annual DS \$426,028

Source: City of Missoula Annual Reports

**CITY OF MISSOULA, MONTANA**  
**PROPERTY TAX LEVIES IN THE URBAN RENEWAL DISTRICT II**  
**Last Ten Fiscal Years**

	FY '04	FY '05	FY '06	FY '07	FY '08	FY '09	FY '10	FY '11	FY '12	FY '13
<b>Taxing Authority</b>	<b>2003/04</b>	<b>2004/05</b>	<b>2005/06</b>	<b>2006/07</b>	<b>2007/08</b>	<b>2008/09</b>	<b>2009/10</b>	<b>2010/11</b>	<b>2011/12</b>	<b>2012/13</b>
State University Mill Levy	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00
State Statewide School Equalization	34.09	31.28	30.20	25.91	25.39	25.44	26.92	26.60	26.28	26.55
General Countywide School Levy	92.32	79.45	77.20	67.53	66.04	67.17	54.71	53.28	51.18	51.46
Missoula County	104.68	99.42	97.47	86.56	86.44	89.27	72.66	72.00	72.24	74.51
Missoula Highschool District	71.81	65.04	62.96	53.25	48.91	50.33	39.98	38.44	38.76	36.94
City of Missoula	150.25	142.78	148.27	132.60	134.71	141.49	116.33	116.17	118.27	123.75
Urban Transportation District	10.17	9.56	9.35	9.01	9.28	9.45	8.52	8.47	8.97	10.02
Increment 1-1C *	103.94	153.64	175.00	256.84	266.50	270.27	353.75	359.55	372.64	369.31
Subtotal	573.26	587.17	606.45	637.70	643.27	659.42	678.87	680.51	694.34	698.54

School District 1-1C	135.72	123.79	113.74	97.32	92.32	89.20	74.65	72.88	73.61	72.88
Total leviesfor property in the District lying within School District 1-1C	708.98	710.96	720.19	735.02	735.59	748.62	753.52	753.39	767.95	771.42

	FY '04	FY '05	FY '06	FY '07	FY '08	FY '09	FY '10	FY '11	FY '12	FY '13
<b>Taxing Authority</b>	<b>2003/04</b>	<b>2004/05</b>	<b>2005/06</b>	<b>2006/07</b>	<b>2007/08</b>	<b>2008/09</b>	<b>2009/10</b>	<b>2010/11</b>	<b>2011/12</b>	<b>2012/13</b>
State University Mill Levy	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00
State Statewide School Equalization	22.51	21.23	21.13	21.46	20.06	18.77	24.90	22.73	25.87	25.85
General Countywide School Levy	60.98	53.93	24.02	55.95	52.19	49.56	49.44	43.27	50.14	49.71
Missoula County	69.14	67.48	68.21	71.71	68.31	65.86	65.66	58.47	70.77	71.98
Missoula Highschool District	47.43	44.15	44.06	44.11	38.65	37.13	36.13	31.21	37.97	35.69
City of Missoula	99.27	96.92	103.75	109.86	106.45	104.38	105.12	94.34	115.86	119.55
Urban Transportation District	6.71	6.49	6.54	7.46	7.33	6.97	7.70	6.88	8.79	9.68
Increment 4-1C *	288.25	314.24	328.52	335.27	355.00	402.98	398.69	441.03	384.35	384.05
Subtotal	600.29	610.44	602.23	651.82	653.99	691.65	693.64	703.93	699.75	702.51

School District 4-1C	65.10	65.38	70.20	77.67	64.27	73.61	74.27	66.18	75.98	71.89
Total leviesfor property in the District lying within School District	665.39	675.82	672.43	729.49	718.26	765.26	767.91	770.11	775.73	774.40

\* Note: Tax Increment districts are not taxing authorities and do not levy taxes, i.e. levy mills. Total incremental taxable value can be viewed as

**MISSOULA COUNTY**  
**Urban Renewal District II - Top 10 Taxpayers**  
**Tax Year 2012 (FY13)**

	<b>Taxpayer</b>	<b>Type of Business</b>	<b>2013 Total Tax</b>	<b>2013 Market Value</b>	<b>2013 Taxable Value</b>
1	Safeway Inc.	Grocery Store	\$ 186,610	\$ 8,719,465	\$ 230,321 *
2	Mountain Water Co	Water Company	160,818	7,760,071	200,372
3	Nutritional Laboratories	Food Supplement Manufacturer	128,697	5,928,328	148,496
4	Good Food Store	Coop Communications	101,511	5,076,547	123,597
5	Blackfoot Telephone	Commercial Grocery	89,958	3,747,264	112,419
6	Missoula Electric Coop	Coop Electric Utility	87,929	3,662,745	109,882
7	Like-Nu Auto Services	Automotive Repair	57,976	2,845,207	72,269
8	Norman B. Carey	Bowling Alley, Undeveloped Land	52,514	2,522,381	64,069
9	Talbert Demeester	Residential/Commercial Development	43,665	2,064,080	52,427
10	Millsite Revitalization Project LLC	Undeveloped Land	37,818	1,952,428	46,828
		Total	<u>\$ 947,496</u>	<u>\$ 44,278,516</u>	<u>\$ 1,160,680</u>

\* Combines two tax IDs listed separately for Safeway and Nutritional Labs on County report.

**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, in accordance with the 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, 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 (the City), as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the City's basic financial statements and have issued our report thereon dated January 31, 2014.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

A *deficiency in internal control* 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 and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the City's financial statements are free from 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*.

### **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Anderson Gurtman & Co., P.C.*

Missoula, Montana  
January 31, 2014



INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE  
FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER  
COMPLIANCE REQUIRED BY OMB CIRCULAR A-133

Mayor and City Council  
City of Missoula  
Missoula, Montana

**Report on Compliance for Each Major Federal Program**

We have audited the City of Missoula, Montana's (the City) compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended June 30, 2013. 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.

***Management's Responsibility***

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

***Auditor's Responsibility***

Our responsibility is to express an opinion on compliance for each of the City's major federal programs based on our audit of the types of compliance requirements referred to above. 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 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 on compliance for each major federal program. However, our audit does not provide a legal determination of the City's compliance.

### ***Opinion on Each Major Federal Program***

In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2013.

### **Report on Internal Control over Compliance**

Management of the City is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, 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 deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

*Anderson & Associates + Co., P.C.*

Missoula, Montana  
January 31, 2014

**City of Missoula, Missoula County, Montana**  
**Schedule of Expenditures of Federal Awards**  
**For Fiscal Year Ended June 30, 2013**

<b>Federal Grantor/Pass-Through Grantor/Program Title</b>	<b>Federal CFDA Number</b>	<b>Pass-Through Grantor's Number</b>	<b>Program or Award Amount</b>	<b>Beginning Balance July 1, 2012</b>	<b>Federal Revenue</b>	<b>Match/Other Revenue</b>	<b>Federal Expenditures</b>	<b>Match/Other Expenditures</b>	<b>Ending Balance June 30, 2013</b>
<b><u>Office of National Drug Control Policy</u></b>									
<i>Direct:</i>									
High Intensity Drug Trafficking Area 2013	95.001	G13RM0037A	\$ 241,201	\$ -	\$ 115,017	\$ -	\$ 115,017	\$ -	\$ -
High Intensity Drug Trafficking Area 2012	95.001	G12RM0037A	218,358	-	140,880	-	140,880	-	-
High Intensity Drug Trafficking Area 2011	95.001	G11RM0037A	256,470	-	23,564	-	23,564	-	-
<b>Total Office of National Drug Control Policy</b>			<b>716,029</b>	<b>-</b>	<b>279,461</b>	<b>-</b>	<b>279,461</b>	<b>-</b>	<b>-</b>
<b><u>U.S. Department of Agriculture-Forest Service</u></b>									
<i>Direct:</i>									
Urban and Community Forestry Program	10.675	1580	12,000	-	490	-	490	-	-
<i>Passed through Missoula County:</i>									
Schools and Roads - Grants to States (Title III)	10.665	N/A	20,000	-	20,000	-	20,000	-	-
<i>Passed through the Montana Department of Natural Resources and Conservation:</i>									
Forest Health Protection	10.680	FHE-10-001	125,000	-	18,840	-	18,840	-	-
Forest Health Protection	10.680	FHE-12-003	123,250	-	10,290	-	10,290	-	-
Total Forest Health Protection			<b>248,250</b>	<b>-</b>	<b>29,130</b>	<b>-</b>	<b>29,130</b>	<b>-</b>	<b>-</b>
<b>Total U.S. Department of Agriculture-Forest Service</b>			<b>280,250</b>	<b>-</b>	<b>49,620</b>	<b>-</b>	<b>49,620</b>	<b>-</b>	<b>-</b>
<b><u>U.S. Department of Housing and Urban Development</u></b>									
<i>Direct:</i>									
Community Development Block Grant Entitlement Grants	14.218	B-11/12-MC-30-0003	1,135,022	-	678,426	4,773	678,426	4,773	-
Home Investment Partnership Program	14.239	M-10/11/12-MC-30-0219	1,481,958	-	308,746	-	308,746	-	-
<i>Passed through the Montana Department of Commerce:</i>									
Community Development Block Grant - State's Program	14.228	MT-NSP-016-01-001	5,050,000	-	39,305	-	39,305	-	-
<b>Total U.S. Department of Housing and Urban Development</b>			<b>7,666,980</b>	<b>-</b>	<b>1,026,477</b>	<b>4,773</b>	<b>1,026,477</b>	<b>4,773</b>	<b>-</b>
<b><u>U.S. Department of Justice</u></b>									
<i>Direct:</i>									
OJJDP FY2008 Edward Byrne Memorial Earmarks	16.541	2008-DD-BX-K082	552,260	-	120,730	-	120,730	-	-
Bulletproof Vest Partnership Grant	16.607	11059160	5,243	-	3,890	-	3,890	-	-
<i>ARRA Edward Byrne Memorial JAG Program-JAG Grant V</i>									
Edward Byrne Memorial JAG Program-JAG Grant VI	16.804	2009-SB-B9-1537	245,398	-	65,961	-	65,961	-	-
Edward Byrne Memorial JAG Program-JAG Grant VII	16.738	2009-DJ-BX-0870	45,485	-	3,668	-	3,668	-	-
Edward Byrne Memorial JAG Program-JAG Grant VIII	16.738	2010-DJ-BX-1011	85,343	-	18,250	-	18,250	-	-
Edward Byrne Memorial JAG program-JAG Grant VIII	16.738	2011-DJ-BX-2858	68,547	-	38,812	-	38,812	-	-
Edward Byrne Memorial JAG program-JAG Grant IX	16.738	2012-DJ-BX-1062	57,701	-	18,511	-	18,511	-	-
Total JAG Program Cluster			<b>502,474</b>	<b>-</b>	<b>145,202</b>	<b>-</b>	<b>145,202</b>	<b>-</b>	<b>-</b>
<i>COPS Technology Grant Program</i>									
COPS Technology Grant Program	16.710	2009CKWX0171	300,000	-	293,591	-	293,591	-	-
COPS Technology Grant Program	16.710	2010CKWX0514	750,000	-	82,386	-	82,386	-	-
ARRA Public Safety Partnership and Community Policing Grants-COPS Hiring Recovery Program	16.710	2009RKWX0529	1,092,230	-	163,282	-	163,282	-	-
Public Safety Partnership and Community Policing Grants	16.710	2011UMWX0108	234,936	-	70,955	-	70,955	-	-
Total Public Safety Partnership and Community Policing Grants			<b>2,377,166</b>	<b>-</b>	<b>610,214</b>	<b>-</b>	<b>610,214</b>	<b>-</b>	<b>-</b>
<i>Passed through State of Montana Board of Crime Control:</i>									
Underage Drinking Enforcement	16.727	10-U01-91056	34,701	-	3,326	-	3,326	-	-
<b>Total U.S. Department of Justice</b>			<b>3,471,844</b>	<b>-</b>	<b>883,362</b>	<b>-</b>	<b>883,362</b>	<b>-</b>	<b>-</b>
<b><u>U.S. Department of Transportation</u></b>									
<i>Direct through Federal Highway Administration:</i>									
Highway Planning and Construction	20.205	DTFH70-10-E-00031	625,000	-	432,567	-	432,567	-	-
<i>Passed through the Montana Department of Transportation:</i>									
Congestion Mitigation and Air Quality	20.205	CM STWD (137)	206,700	-	206,700	32,039	206,700	32,039	-
Congestion Mitigation and Air Quality	20.205	CM 8199(113)	136,402	-	54,299	-	54,299	-	-
Congestion Mitigation and Air Quality	20.205	CM 8199(109)	41,991	-	32,701	5,630	32,701	5,630	-
Congestion Mitigation and Air Quality	20.205	CM 8199(112)	34,451	-	32,259	5,094	32,259	5,094	-
Safe Routes to School (Non-infrastructure)	20.205	105761	39,000	-	1,618	-	1,618	-	-
Safe Routes to School (Non-infrastructure)	20.205	106441	41,000	-	34,930	-	34,930	-	-
Safe Routes to School (Non-infrastructure)	20.205	7035	129,642	-	53,067	-	53,067	-	-
P.L. Transport 13	20.205	N/A	511,353	-	166,712	-	166,712	-	-
Community Transportation Enhancement Program	20.205	STPE 8199(105)	870,129	-	41,421	-	41,421	-	-
Community Transportation Enhancement Program	20.205	STPE 8199(108)	80,552	-	55,472	-	55,472	-	-
Community Transportation Enhancement Program	20.205	STPE 8199(103)	259,740	-	194,548	30,155	194,548	30,155	-
<i>Passed through Missoula Urban Transportation District</i>									
Congestion Mitigation and Air Quality	20.205	MUTD	145,000	-	50,835	-	50,835	-	-
Subtotal 20.205			<b>3,120,960</b>	<b>-</b>	<b>1,357,129</b>	<b>72,918</b>	<b>1,357,129</b>	<b>72,918</b>	<b>-</b>
<i>Passed through the Montana Department of Transportation:</i>									
Metropolitan Transportation Planning - FTA (Section 5303)	20.505	106744	111,126	-	75,161	-	75,161	-	-
<i>State and Community Highway Safety</i>									
State and Community Highway Safety	20.600	105983	25,000	-	8,308	-	8,308	-	-
State and Community Highway Safety	20.600	106721	25,000	-	11,968	-	11,968	-	-
Total State and Community Highway Safety			<b>50,000</b>	<b>-</b>	<b>20,276</b>	<b>-</b>	<b>20,276</b>	<b>-</b>	<b>-</b>
<i>Passed through Montana Department of Military Affairs - Disaster and Emergency Services Division:</i>									
Hazardous Materials Emergency Preparedness Training and Planning Grants (HMEP)	20.703	HM-HMP-0297-12-01-00	42,579	-	41,617	23,412	41,617	23,412	-
<b>Total U.S. Department of Transportation</b>			<b>3,213,539</b>	<b>-</b>	<b>1,494,183</b>	<b>96,330</b>	<b>1,494,183</b>	<b>96,330</b>	<b>-</b>
<b><u>Environmental Protection Agency</u></b>									
<i>Direct:</i>									
Brownfields Assessment and Cleanup-RLF	66.818	BF-97810201-5	2,770,000	-	456,640	-	456,640	-	-
ARRA Brownfields Assessment and Cleanup-RLF	66.818	2B-97863201	900,000	-	50,314	-	50,314	-	-
<b>Total Environmental Protection Agency</b>			<b>3,670,000</b>	<b>-</b>	<b>506,954</b>	<b>-</b>	<b>506,954</b>	<b>-</b>	<b>-</b>
<b><u>U.S. Department of Energy</u></b>									
<i>Direct:</i>									
ARRA Energy Efficiency and Conservation Block Grant Program (EECBG)	81.128	DE-SC0003386	680,400	-	157,465	-	157,465	-	-
<i>Passed through the Montana Department of Environmental Quality:</i>									
ARRA Energy Efficiency and Conservation Block Grant Program (EECBG)	81.128	212089	30,000	-	30,000	-	30,000	-	-
<b>Total U.S. Department of Energy</b>			<b>710,400</b>	<b>-</b>	<b>187,465</b>	<b>-</b>	<b>187,465</b>	<b>-</b>	<b>-</b>
<b><u>U.S. Department of Health and Human Services</u></b>									
<i>Passed through the Montana Department of Public Health and Human Services:</i>									
PPHF 2012: Community Transformation Grants - Nutritional and Physical Activity P	93.531	N/A	5,000	-	5,000	-	5,000	-	-
<b>Total Federal Financial Assistance</b>			<b>\$ 19,734,042</b>	<b>\$ -</b>	<b>\$ 4,432,522</b>	<b>\$ 101,103</b>	<b>\$ 4,432,522</b>	<b>\$ 101,103</b>	<b>\$ -</b>

See Notes to the Schedule of Expenditures of Federal Awards

CITY OF MISSOULA, MONTANA  
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
Fiscal Year Ended June 30, 2013

**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, 2013

**Section I – Summary of Auditors' Results**

**Financial Statements**

Type of auditor's report issued	Unmodified
Internal control over financial reporting:	
Material weaknesses identified?	No
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:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with Circular A-133, Section .510(a)?	No

Identification of major programs:

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
16.710	Public Safety Partnership and Community Policing Grant
66.818	Brownfields Assessment and Cleanup – RLF and ARRA Brownfields Assessment and Cleanup - RLF
20.205	Highway Planning and Construction

CITY OF MISSOULA, MONTANA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS, CONTINUED  
Fiscal Year Ended June 30, 2013

**Federal Awards, continued**

Dollar threshold used to distinguish between Type A and Type B programs:	\$ 300,000
Auditee qualified as low-risk auditee?	No

**Section II – Financial Statement Findings**

None reported.

**Section III – Federal Award Findings and Questioned Costs**

None reported.

**Summary Schedule of Prior Audit Findings**

**Finding 2012-1**

**Information Supporting the Financial Statements**

*Condition –*

During our testing we noted several supporting schedules that did not tie to the financial statements. We further noted that certain tax information was not updated correctly for the current year. The inconsistencies were corrected by the auditee.

*Criteria –*

When differences exist between the financial statements and supporting documentation, it indicates a significant deficiency in internal control over financial reporting due to the quantitative impact on the fund and government-wide financial statements.

*Effect –*

Differences between supporting schedules and the financial statements are indicative of misstated account balances.

*Cause –*

The source documents that we use to perform our audit procedures are the supporting schedules that should reconcile to the financial statements. At the time fieldwork began, we understood that the supporting schedules were complete for all of the audit areas. However, as fieldwork progressed, we noted discrepancies in several of the areas being audited between the supporting documentation and the financial statements.

CITY OF MISSOULA, MONTANA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS, CONTINUED  
Fiscal Year Ended June 30, 2013

**Summary Schedule of Prior Audit Findings, continued**

Finding 2012-1

Information Supporting the Financial Statements, continued

*Recommendation –* We recommend that management implement procedures to ensure that supporting schedules reconcile to the financial statements prior to the commencement of the audit. We believe that City personnel likely would have found the errors had detailed reconciliations and reviews been performed. 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 –*

We acknowledge the auditor's comment regarding supporting schedules. The City Finance staff was faced with an issue of under-staffing and a major software conversion that further strained the capacity of existing staff. We are hopeful that the department can be fully staffed in the upcoming year.

*Status –*

We did not encounter a similar situation in the current year; therefore, this has been resolved.

Finding 2012-2

Reporting for federal programs

*Affected Program -*

ARRA Brownfields Assessment and Cleanup No. 66.818

*Condition –*

During our testing we noted that the information reported on the Prime Recipient Forms (ARRA reports) and quarterly progress reports, although filed timely, did not agree to underlying documentation by a material amount for two quarters of the fiscal year.

*Criteria –*

OMB Circular A-133 requires that reports for federal awards include all activity of the reporting period, are supported by applicable accounting or performance records, and are fairly presented in accordance with governing requirements.

*Effect –*

Reports filed did not agree to underlying accounting records by a material amount.

*Cause –*

There were no controls in place to ensure that the information reported on the Prime Recipient Forms and quarterly progress reports were accurate.

CITY OF MISSOULA, MONTANA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS, CONTINUED  
Fiscal Year Ended June 30, 2013

**Summary Schedule of Prior Audit Findings, continued**

Finding 2012-2

Reporting for federal programs, continued

*Recommendation –* We recommend that management implement procedures to ensure that reports filed for federal programs are accurate and agree to underlying accounting records.

*Client response and  
corrective actions –*

We agree with the auditor's comments and have been working to educate grant administrators in their responsibilities. In FY 2012 we contracted with our independent audit firm for a grant reporting seminar that was available for all grant administrators and managers. As this training did not have the intended result of ensuring complete accuracy in grant reporting, the Finance department and City Administration commits to escalating this issue in FY 2013 including meetings with grant managers and their personnel and a policy of complete compliance on all grant requirements regardless of the source.

*Status –* This issue has been resolved.

Finding 2012-3

Davis Bacon and subrecipient monitoring for federal programs

*Affected Program –* ARRA Brownfields Assessment and Cleanup No. 66.818

*Condition –* During our testing, we noted that the City did not ensure weekly certified payroll reports were obtained from one subrecipient.

*Criteria –* OMB Circular A-133 and CFR sections 5.5 and 5.6 requires grantees to obtain weekly, for each week in which any contract work is performed, a copy of the payroll and a statement of compliance (certified payrolls) from contractors and subcontractors. Further, OMB A-133 requires that recipients perform monitoring procedures to ensure subrecipients are following applicable laws and regulations.

*Effect –* The City did not monitor the subrecipient to ensure weekly certified payroll reports were obtained.

*Cause –* There were inadequate controls in place over subrecipient monitoring and Davis Bacon requirements.



CITY OF MISSOULA, MONTANA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS, CONTINUED  
Fiscal Year Ended June 30, 2013

**Summary Schedule of Prior Audit Findings, continued**

Finding 2012-3                      Davis Bacon and subrecipient monitoring for federal programs, continued

*Recommendation –*              We recommend that management implement procedures to ensure that subrecipients are monitored adequately to ensure all laws and regulations are followed.

*Client response and  
corrective actions –*              We agree with the auditor's comments and have been working to educate grant administrators in their responsibilities. In FY 2012 we contracted with our independent audit firm for a grant reporting seminar that was available for all grant administrators and managers. As this training did not have the intended result of ensuring complete accuracy in grant compliance, the Finance department and City Administration commits to escalating this issue in FY 2013 including meetings with grant managers and their personnel and a policy of complete compliance on all grant requirements regardless of the source.

*Status –*                              This issue has been resolved.





**435 Ryman St., Missoula, MT. 59802 (406) 552-6110**  
**[www.ci.missoula.mt.us](http://www.ci.missoula.mt.us)**