

City of Missoula

Missoula, Montana

Annual Comprehensive Financial Report

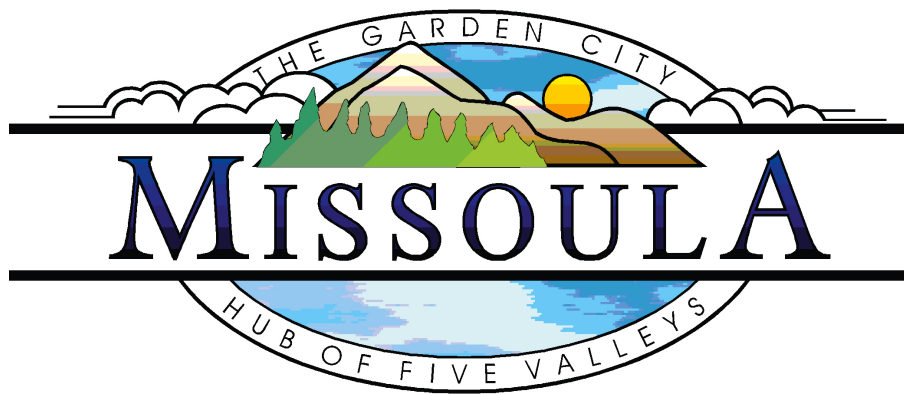
For the year ended June 30, 2025



Prepared by:

**City of Missoula Finance Department
435 Ryman Street
Missoula , MT 59802
(406) 552-6110**

City of Missoula, Montana
Annual Comprehensive Financial Report
For the Fiscal Year Ended June 30, 2025



Prepared by the City of Missoula Finance Department



Table of Contents

Introductory Section

<u>Letter of Transmittal</u>	<u>1</u>
<u>GFOA Certificate of Achievement</u>	<u>7</u>
<u>City of Missoula Organizational Chart</u>	<u>8</u>
<u>Elected Officials and Administrative Officials</u>	<u>9</u>

Financial Section

<u>Independent Auditors' Report</u>	<u>11</u>
<u>Management Discussion and Analysis</u>	<u>15</u>
<u>Basic Financial Statements</u>	
<u>Government-Wide Financial Statements</u>	
<u>Statement of Net Position</u>	<u>26</u>
<u>Statement of Activities</u>	<u>29</u>
<u>Fund Financial Statements</u>	
<u>Major Governmental and Proprietary Funds - Fund Descriptions</u>	<u>30</u>
<u>Governmental Fund Financial Statements</u>	
<u>Balance Sheet – Governmental Funds</u>	<u>31</u>
<u>Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position</u>	<u>32</u>
<u>Statement of Revenues, Expenditures and Changes in Fund Balances–Governmental Funds</u>	<u>33</u>
<u>Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances</u> <u>of Governmental Funds to the Statement of Activities</u>	<u>34</u>
<u>Proprietary Fund Financial Statements</u>	
<u>Statement of Net Position– Proprietary Funds</u>	<u>35</u>
<u>Statement of Revenues, Expenses and Changes in Net Position-Proprietary Funds</u>	<u>36</u>
<u>Statement of Cash Flows - Proprietary Funds</u>	<u>37</u>
<u>Fiduciary Fund Financial Statements</u>	
<u>Statement of Net Position - Fiduciary Funds</u>	<u>39</u>
<u>Statement of Changes in Net Position - Fiduciary Funds</u>	<u>40</u>
<u>Notes to Financial Statements</u>	<u>41</u>
<u>Required Supplementary Information other than Management Discussion and Analysis</u>	
<u>Budgetary Comparison Schedule - General Fund</u>	<u>111</u>
<u>Budgetary Comparison Schedule - Major Special Revenue Funds</u>	<u>112</u>
<u>Schedule of Proportionate Share of Net Pension Liability and Schedule of Contributions</u>	<u>114</u>
<u>Schedule of Changes in Other Post Employment Benefits Liability and Related Ratios</u>	<u>117</u>
<u>Notes to Required Supplementary Information</u>	<u>118</u>



TABLE OF CONTENTS

Supplemental Information

Combining Financial Statements

Major CPF Budget vs Actual	123
----------------------------------	-----

Nonmajor Governmental Fund Descriptions	124
---	-----

Nonmajor Governmental Funds

Combining Balance Sheet - Totals for Nonmajor Governmental Fund	129
--	-----

Combining Statement of Revenues, Expenditures, and Changes in Fund Balance - Totals for Nonmajor Governmental Funds	130
---	-----

Combining Balance Sheet - Nonmajor Special Revenue Funds	131
---	-----

Combining Balance Sheet - Nonmajor Debt Service Funds	141
--	-----

Combining Balance Sheet - Nonmajor Capital Project Funds	158
---	-----

Combining Statement of Revenues, Expenditures and Changes in Fund Balance - Nonmajor Special Revenue Funds	170
--	-----

Combining Statement of Revenues Expenditures and Changes in Fund Balance - Nonmajor Debt Service Funds	180
--	-----

Combining Statement of Revenues Expenditures and Changes in Fund Balance - Nonmajor Capital Projects Funds	194
--	-----

Nonmajor Proprietary Funds

Nonmajor Proprietary Fund Descriptions	206
--	-----

Combining Statement of Net Position for Nonmajor Proprietary Funds	207
--	-----

Combining Statement of Revenues, Expenses, and Changes in Net Position - for Nonmajor Proprietary Funds	208
--	-----

Combining Statement of Cash Flows for Nonmajor Proprietary Funds	209
--	-----

Custodial Funds

Combining Statement of Fiduciary Net Position - Custodial Funds	210
---	-----

Combining Statement of Changes in Fiduciary Net Position - Custodial Funds	212
--	-----

Statistical Section

Statistical Section Narrative	216
-------------------------------------	-----

Net Position by Component	217
---------------------------------	-----

Change in Net Position	218
------------------------------	-----

Fund Balances of Governmental Funds	220
---	-----



TABLE OF CONTENTS

Statistical Section (Continued)

<u>Changes in Fund Balances of Governmental Funds</u>	221
<u>Overlapping Property Tax Levies</u>	222
<u>Estimated Market Value, Taxable Value and Mill Levy</u>	223
<u>Assessed Value and Estimated Taxable Value of Property</u>	224
<u>Property Value and New Construction</u>	225
<u>Principal Property Taxpayers</u>	226
<u>Property Tax Levies and Collections</u>	227
<u>General Obligation Debt Ratios Required Continuing Disclosure</u>	228
<u>Summary of Direct Debt, Indirect Debt and Debt Ratios Required Continuing Disclosure</u>	229
<u>Legal Debt Margin Information</u>	230
<u>Ratio of Outstanding Debt by Type</u>	231
<u>Ratio of Annual Debt Service Requirements for Last Ten Fiscal Years</u>	232
<u>Pledged-Revenue Coverage Wastewater Facility Revenue Bonds</u>	233
<u>Pledged-Revenue Coverage Water Revenue Bonds</u>	234
<u>Pledged-Revenue Coverage Parking Commission Revenue Bonds</u>	235
<u>Revolving Fund Year-End Balance Required Continuing Disclosure</u>	236
<u>Revolving Fund Changes in Fund Balance Required Continuing Disclosure</u>	237
<u>Demographic and Economic Statistics</u>	238
<u>Top Ten Employers in City of Missoula</u>	239
<u>Full Time Equivalent City Government Employees by Function/Program</u>	240
<u>City Services and Employment</u>	241
<u>Employment by Major Industry Type</u>	242
<u>Operating Indicators by Function/Program</u>	243
<u>Capital Asset Statistics by Function/Program</u>	244
<u>Special Assessments Billed and Collected</u>	245
<u>Special Improvement District—All Districts</u>	246
<u>Water Utility User Rates Charges Last Ten Fiscal Years</u>	247
<u>Water Utility Number of Users and Consumption Data</u>	248
<u>Water Utility Top Billed Customers Current and Ten Years Ago</u>	249
<u>Sewerage District User Rates Charges Last Ten Fiscal Years</u>	250
<u>Sewerage District Number of Users and Average Peak Demand</u>	251
<u>Sewerage District Sewer Billings and Collections Last Ten Fiscal Years</u>	252
<u>Sewerage District Top Billed Customers Current and Ten Years Ago</u>	253



TABLE OF CONTENTS

Statistical Section (Continued)

<u>Sewerage District Sewer Treatment Requirements Last Ten Fiscal Years</u>	<u>254</u>
<u>Storm Water District User Rates Charges Last Ten Fiscal Years</u>	<u>255</u>
<u>Storm Water District Billings and Collections Last Ten Years</u>	<u>256</u>
<u>Storm Water District Top Billed Customers Current and Ten Years Ago</u>	<u>257</u>
<u>Missoula Parking Commission Rates and Fees</u>	<u>258</u>
<u>Missoula Parking Operations and Facilities</u>	<u>259</u>
<u>Component Unit Missoula Redevelopment Agency Historical Value of Tax incremental Districts</u>	<u>260</u>
<u>Component Unit Missoula Redevelopment Agency Trends in Property Valuation in City</u>	<u>261</u>
<u>Missoula Redevelopment Agency Property Tax Levies in the Urban Renewal District II</u>	<u>262</u>
<u>Urban Renewal District II Top Ten Taxpayers</u>	<u>263</u>
<u>Urban Renewal District Front Street Top Ten Taxpayers</u>	<u>264</u>
<u>Front Street Urban Renewal District Tax Increment Collections</u>	<u>265</u>
 <u>Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and</u>	
<u> Other Matters Based on an Audit Performed in Accordance with Government</u>	
<u> Auditing Standards</u>	<u>266</u>

Introductory Section



FINANCE DEPARTMENT

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(406) 552-6107 Phone (406) 327-2217 Fax

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

DATE: December 19th, 2025

TO: Mayor Andrea Davis
City Council
Citizens of Missoula

RE: Annual Financial Statements

The City management is pleased to submit the audited Financial Statements for the City of Missoula, the financial reporting entity, for the fiscal year ended June 30, 2025. 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 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. Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the costs of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

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 best estimates and professional judgments. Management encourages 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 Uniform Guidance. 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 will be included in a separately issued single audit 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, Water utility, Wastewater and Compost utility, Storm Water utility and the Aquatics Fund are accounted for in enterprise funds. Private firms provide garbage, electric and gas services. The Missoula Parking Commission, Missoula Redevelopment Agency, Business Improvement District and Tourism Business Improvement District are included in this report as discretely presented 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 and are reported in the County's annual report. The contribution on behalf of the City to the Health Department appears in these statements.

The Missoula Housing Authority and Missoula 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 objective 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 active funds. The legal level of budgetary control is established at the fund level.

ECONOMIC CONDITION AND OUTLOOK

Missoula, Montana's economic outlook for FY2025 reflects moderated but stable growth amid statewide demographic shifts, rising costs, and a continuing rebalancing of key industries. While Missoula remains one of the state's most economically resilient regions, slowing population growth and persistent workforce shortages are influencing both economic activity and the City's financial planning environment.

Montana's overall population growth fell to 0.5% in 2024, its lowest rate in more than two decades, and net immigration has softened considerably from its 2021 peak. Even within this context, Missoula remains a growth center, adding more than 10,000 jobs since 2020 alongside Gallatin and Yellowstone Counties. Job growth slowed from 3% in 2023 to 1.5% in 2024, but remains positive and broad-based.

Missoula's economic base continues to be anchored by health care, education, professional services, and a resilient tech sector. The University of Montana provides stability through research investment and workforce programs, while the visitor economy benefited from increased air service and several hotel expansions. These strengths support steady City revenue performance in areas such as business activity, construction, and tourism-related taxes.

The timber industry experienced significant disruption following the 2024 closures of Pyramid Mountain Lumber and Roseburg Forest Products, eliminating approximately 250 jobs and reducing annual wages statewide by an estimated \$43 million. While these impacts were felt most heavily in surrounding counties, they introduce uncertainty for wood products supply chains, transportation firms, and regional employment. City revenues tied to construction and wood products are expected to remain stable, but the long-term regional effects will continue to be monitored.

Missoula's labor market remains tight, with sustained employer demand and unemployment below the statewide average. Workforce shortages in construction, education, public safety, and health care continue to limit growth and put upward pressure on wages. These conditions affect the City's cost structure, including recruitment, retention, and compensation planning.

Housing affordability remains a significant constraint on economic mobility and workforce availability. While home price growth has moderated, appreciation in the lower-priced segment of the market continues to outpace gains in higher-value properties, and rental vacancy rates increased modestly to 4.2% in 2024. These trends influence long-term residential development patterns, property tax base composition, and the demand for City services.

Major infrastructure investments continue to support long-term economic stability. The Wye Infrastructure Plan, phased improvements at Missoula Montana Airport, and more than \$14 million in downtown redevelopment represent confidence in the local economy and are expected to strengthen commercial activity and the tax base over time.

Despite broader national uncertainties—including fluctuating interest rates, inflationary cost pressures, and changes in federal policy—Missoula's economic fundamentals remain stable. The City's diversified industry mix, sustained private investment, and strategic public capital planning position it for gradual, sustainable growth. The FY2025 and FY2026 budgets incorporate these dynamics through conservative revenue forecasting, disciplined expenditure management, and targeted investment in infrastructure, housing, and public safety.

LONG TERM PLANNING AND MAJOR INITIATIVES

STRATEGIC PLAN FY25-26.

The City of Missoula's Strategic Plan serves first as the guiding document for the City's budget process. Then, throughout the year, its lenses and principles play important roles in decisions about governing.

The Strategic Goals of this plan are organized into four strategic pillars that encompass all aspects of City operations. The strategic goals included in the plan help maintain the City's core services or are new initiatives that enhance City services without compromising the core levels of service. They also help to prioritize budgeting and cross-departmental work planning.

Community Safety, Health and Well-being

The City of Missoula focuses its efforts in public safety, health and well-being by ensuring that our core levels of service are maintained, our programs are innovative and efficient and outcomes are clear and measurable.

Strategic Goals

- Partner to provide support services for people in crisis.
- Implement the City's Master Fire Plan to provide a new engine company and new fire station.
- Provide the facilities necessary for the Police Department to support its level of service.
- Enhance public health services, in areas of both prevention and response, to address City growth.
- Continue the City's efforts to ensure that all residents have equitable access to health and wellness.

Community Design and Livability

The City of Missoula will create policy and support development that promotes economically and environmentally responsible growth that prioritizes equitable, responsive and adaptive outcomes that prioritize people and place.

Strategic Goals

- Effectively engage residents in community design and livability issues that matter to them and empower residents to have ownership in shared outcomes.
- Provide for equitable growth while preserving our sense of place and creating reasonable expectations for change.
- Promote community-wide sustainability and resiliency to reduce negative impacts on the environment and offset the impacts of climate change on our infrastructure, public health and natural environment.
- Invest in public infrastructure that supports safe, vibrant and walkable neighborhoods; a variety of options for housing; a clean and healthy environment; and a sense of place and belonging.
- Ensure financial sustainability as the city grows and develops by making informed and intentional decisions with respect to cost of services, long-term liabilities, maintenance, tax base and return on mission.

Economic Health

The City of Missoula fosters an environment that creates partnerships that result in increased economic vitality for the community.

Strategic Goals

- Create housing and economic health through strong community partnerships.
- Evaluate MRA's workforce housing pilot program to meet the needs for owner-occupied and rental housing.

Organizational Excellence and Resilience

The City of Missoula fosters an inclusive, transparent and nimble organization that provides support and training for its employees and works collaboratively to provide high-quality, responsive and innovative services efficiently and effectively.

Strategic Goals

- Support and enhance a results-oriented management culture in all departments.
- Recruit and retain an engaged, innovative, diverse and competent work force at all levels.
- Optimize the allocation, use, and financing of technology and space across the City to better serve the community.
- Review and realign business processes to support staff capacity, collaboration, and innovation.
- Assess, enhance and strengthen internal communication and collaboration.
- Increase community engagement and understanding of City services, initiatives and resources.
- Create a workplace that values and supports employee safety and wellbeing.

FY 2026 BUDGET

The Missoula City Council voted Aug. 18 to adopt Mayor Andrea Davis's proposed Fiscal Year 2026 budget, approving it without amendments. The budget passed with broad support, with only one dissenting vote related to the fee resolutions.

The FY26 budget reflects a commitment to disciplined fiscal management. By spending \$2.4 million less in Fiscal Year 2025 than originally budgeted and benefiting from stronger-than-expected revenues, the City expects to end the year with \$3.3 million in cash reserves, which is \$1.3 million more than projected.

Lower Tax Burden for Most Homeowners

One of the most notable impacts of this budget is on property taxes. While the budget results in a 3.39% overall increase in City property tax revenues (about \$2.4 million), most homeowners will see their bills decrease.

For example, a median-priced Missoula home, assessed at \$507,000, will pay \$257 less in City property taxes in FY26—a 14.3% reduction from last year. While some higher-value properties will see increases, the majority of residential taxpayers will experience savings.

Investments in Services and Infrastructure

Even as the City improves its financial outlook, the budget makes investments in critical services and infrastructure—often funded through creative means outside of property taxes. Highlights include:

- Continued investment in the City's Housing and Houselessness Program, supporting housing-focused solutions even as the temporary Johnson Street emergency shelter closes.
- Fair, market-informed wages for Missoula police officers through a newly ratified collective bargaining agreement.
- New street maintenance positions funded entirely through gas tax revenues.
- Infrastructure improvements including the Grant Creek restoration, Animal Control Facility expansion, Orange/Cregg signal project, Scott/Philips Roundabout, and the start of construction on voter-approved Fire Station #6.

Mayor Davis emphasized that while progress has been made, challenges remain: "We are still \$1.8 million short of meeting our cash reserve policy, and we must stay focused on eliminating the remaining budget deficit. I am committed to doing so responsibly and thoughtfully—without sudden disruptions to City staff or the essential services our residents rely on."

The adopted budget, Davis said, reflects Missoula's values: "This budget is about financial stability, responsible investment, and responsive public service. We're making steady, meaningful progress—and we're doing it in a way that reduces the burden on most taxpayers."

OUR MISSOULA: GROWTH POLICY UPDATED & CODE REFORM

This project, led by Community Planning, Development, & Innovation Department (CPDI), is an extensive planning process that will work with the community to update Missoula's vision for future growth and to modernize the City's development regulations, one of the key tools for achieving this vision.

The City is embracing the opportunity to reorganize and reform our development codes. This will give the City better tools for encouraging development that contributes to shared community goals. Examples of these goals are affordable housing, equity, and climate change mitigation. It will also make the code more clear and easier to use for residents and businesses.

The Our Missoula project is in the final stretch, with a draft Unified Development Code (UDC) currently out for public review —a modernized zoning framework, including zoning districts and a zoning map, and a set of development regulations designed to make our community stronger and more resilient. The UDC will help expand housing choices in every neighborhood, make our development process more predictable and easier to navigate, and ensure growth aligns with the vision set out in the Our Missoula 2045 Land Use Plan.

ON OUR WAY HOME: MISSOULA COMMUNITY HOUSELESSNESS STRATEGY 2025-2028

The strategy was created by a group of 16 community members representing: housing and houseless services, behavioral health, medical care, Missoula Coordinated Entry System, property management, faith community, neighborhood councils, and more. People with lived expertise of being unhoused in Missoula currently or in the past comprised nearly one-third of group representatives.

This document reflects Missoula's current greatest needs in addressing houselessness and creating a houseless services system that can function most effectively to meet the needs of Missoulians without housing.

This strategy includes three key areas:

- 1) Right sizing the number of beds and supportive services,
- 2) Securing funding, and
- 3) Supporting increased capacity at service provider organizations.

During FY2025, On Our Way Home: Missoula Community Houselessness Strategy is formally adopted and endorsed by 10 community agencies: City County Board of Health, Homeword, Hope Rescue Mission, Human Resource Council, Missoula City Council, Missoula County Board of County Commissioners, Missoula Housing Authority, Missoula Interfaith Collaborative & MIC's Action Network, The Poverello Center, and United Way of Missoula County. On Our Way Home is a unique strategy because it is created and owned by the community members and partners who comprised the leadership group, not by the City or any one organization. With adoption complete, the next step is to create a path to implementing the strategy.

FINANCIAL POLICIES

The City's financial policies, endorsed by the City Council, establish the framework for the City of Missoula's overall fiscal planning and management. Resolution 7194 established the official Financial Management Policy for Budget Practices, Fund Balance Reserves and Financial Reporting.

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 annual comprehensive financial report (ACFR) for the fiscal year ended June 30, 2024. This was the twenty-fourth 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 annual comprehensive 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. Management believes the current annual comprehensive financial report continues to meet the Certificate of Achievement program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

ACKNOWLEDGMENTS

I want to express my sincere appreciation to Jessie Hogg, Assistant Finance Director, and the Finance Office staff for their excellent work and support in preparing this report.

Respectfully submitted,

A handwritten signature in black ink, appearing to read 'Leigh Griffing', with a stylized flourish at the end.

Leigh Griffing
Finance Director
City of Missoula



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**City of Missoula
Montana**

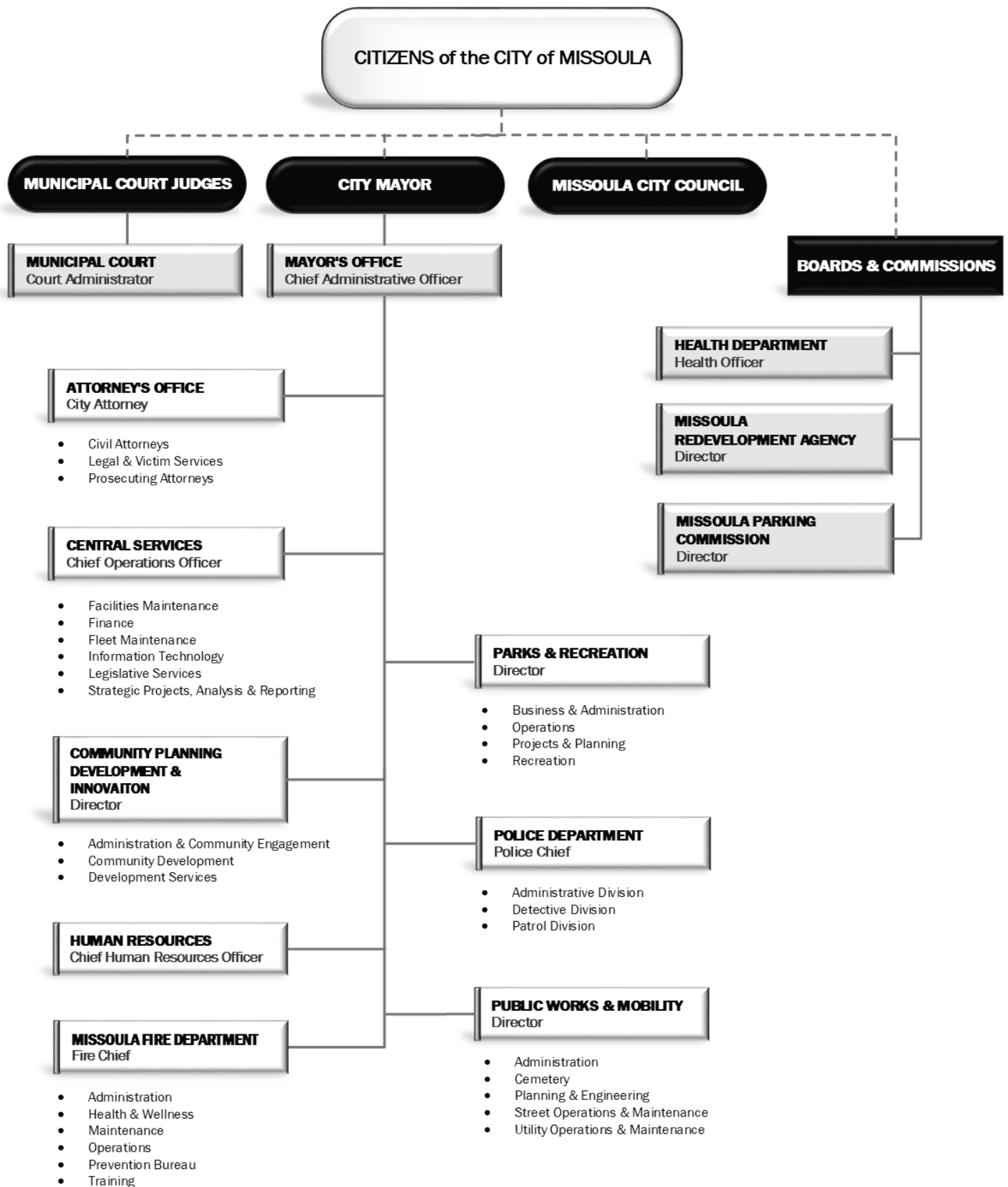
For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2024

Christopher P. Morrell

Executive Director/CEO

City of Missoula ORGANIZATIONAL CHART



City of Missoula

List of Elected and Appointed Officials

As of June 30, 2025

Elected Officials

MAYOR	Andrea Davis
MUNICIPAL COURT JUDGES	Jennifer Streano, Eli Parker, Jacob Coolidge

COUNCIL MEMBERS FIRST WARD

TERM EXPIRES FIRST MONDAY IN:

Jennifer Savage	2026
Eric Melson	2028

COUNCIL MEMBERS SECOND WARD

TERM EXPIRES FIRST MONDAY IN:

Sierra Farmer	2026
Mirtha Becerra	2028

COUNCIL MEMBERS THIRD WARD

TERM EXPIRES FIRST MONDAY IN:

Daniel Carlino	2026
Gwen Jones	2028

COUNCIL MEMBERS FOURTH WARD

TERM EXPIRES FIRST MONDAY IN:

Amber Sherrill	2028
Mike Nugent	2026

COUNCIL MEMBERS FIFTH WARD

TERM EXPIRES FIRST MONDAY IN:

Stacie M. Anderson	2026
Bob Campbell	2028

COUNCIL MEMBERS SIXTH WARD

TERM EXPIRES FIRST MONDAY IN:

Sandra Vasecka	2025
Kristin Jordan	2026

Administrative Officials

Dale Bickell	Chief Administration Officer	Mayor's Office
Eric Hallstrom	Chief Operations Officer	Central Services
Gordon Hughes	Fire Chief	Fire Department
Ryan Sudbury	City Attorney	Attorney's Office - Civil
Keithi Worthington	City Attorney	Attorney's Office - Criminal
Mike Colyer	Police Chief	Police Department
Leigh M. Griffing	Director	Finance Department
Ellen Buchanan	Director	Redevelopment Agency
Claire Trimble	Legislative Services Director/City Clerk	City Clerk's Office
Jesse Neidigh	Director	Information Technologies
Cristina Coddington	Building Official	Development Services
Scot Colwell	Division Manager	Vehicle/Fleet Maintenance
Matt Lawson	Division Manager	Facilities Maintenance
Donna Gaukler	Director	Parks & Recreation
Jodi Pilgrim	Director	Parking Commission
Ellen Leahy	Director	City/County Health Department
Slavin Lee	Director	City/County Library
Angela Simonson	Director	Human Resources
Jeremy Keene	Director	Public Works & Mobility
Eran Pehan	Director	Community Planning, Development, & Innovation

Financial Section



Independent Auditor's Report

To the Honorable Mayor and City Council
City of Missoula

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Missoula (the City), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the accompanying 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, as of June 30, 2025, 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.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Adoption of New Accounting Standard

As discussed in Note I to the financial statements, the City has adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 101, *Compensated Absences*, for the year ended June 30, 2025. Accordingly, a restatement has been made to the Governmental Activities net position as of July 1, 2024, to restate beginning net position. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 City's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control–related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, schedules of revenue, expenditures, and changes in fund balance – budget to actual – budgetary basis for the general fund and major special revenue funds, schedules of proportionate share of net pension liability and schedules of contributions, and schedule of changes in OPEB liability and related ratios, and the notes to required supplementary information be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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 GAAS, 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.

Supplementary 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 combining fund financial statements, the individual budgetary comparison schedules, and schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The 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 GAAS. In our opinion, the combining fund financial statements, the individual budgetary comparison schedules, and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory section and statistical section but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 19, 2025 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, grant agreements, and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's 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.

A handwritten signature in black ink that reads "Eide Bailly LLP". The signature is written in a cursive, flowing style.

Denver, Colorado
December 19, 2025

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 financial activities of the City of Missoula for the fiscal year ended June 30, 2025. 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 [26](#), respectively, of this report. Certain comparative information between the current year and the prior year is also presented.

Financial Highlights

- The assets and deferred outflow of resources of the City of Missoula exceeded its liabilities and deferred inflows at the close of the most recent fiscal year by \$342,842,715 (*net position*). The unrestricted net position, which represents the amounts able to meet the City of Missoula's ongoing obligations to citizens and creditors, was a deficit of \$37,639,864. The City of Missoula recognized substantial liabilities in the financial statements as a result of the City's commitment to provide post employment benefits to its employees. As of June 30, 2025, the City of Missoula had liabilities of \$57,760,902 for post employment benefits which has caused the deficit balance in the unrestricted net position.
- The City's total net position increased by \$12,930,005, from FY 2024. The increase is made up of an increase in the governmental activities net position of \$2,926,204 and a \$10,003,801 increase in business-type activities.
- As of the close of the current fiscal year, the City of Missoula's governmental funds reported combined ending fund balances of \$15,651,418, a decrease of \$5,840,867 in comparison with the prior year.
- At the end of the current fiscal year, unrestricted fund balance (the total of the *committed*, *assigned*, and *unassigned* components of fund balance) for the General Fund was \$11,045,129 or approximately 13% of total General Fund expenditures.

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. This report also includes supplementary information intended to furnish additional detail to support the basic financial statements themselves.

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 financial information on all of the City of Missoula's assets, liabilities and deferred outflows/inflows of resources, with the difference 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 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 waste water and composting utility, water utility, storm water utility, civic stadium, and an aquatics fund.

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 legally separate Business Improvement and Tourism Business Improvement Districts. Financial information for these *component units* are reported as discretely presented component units from the financial information presented for the primary government.

The government-wide financial statements can be found beginning on page [26](#) of this report.

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

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The City of Missoula maintains 120 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, the Road District, the Park District, and the capital projects fund 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 nonmajor governmental funds is provided in the form of combining schedules section of 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 as well as the other major funds to demonstrate compliance with this budget. The City of Missoula maintains budgetary control at the fund level. Budget to actual schedules are provided under the supplemental section beginning on page [111](#) of this report.

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 wastewater and compost utility, water utility, storm water 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 waste water and compost utility, water, storm water, aquatics programs, civic stadium fund and for the health benefit plan. The wastewater and water utilities are considered to be major funds of the City of Missoula.

The basic proprietary fund financial statements can be found beginning on page [35](#) of this report.

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.

The City of Missoula maintains only one type of fiduciary funds. The Custodial funds report resources, not in a trust, that are held by the City for other parties outside of the City of Missoula's reporting entity.

The fiduciary fund financial statements can be found beginning on page [39](#) of this report.

Notes to the financial statements. The notes provide additional information that is essential to acquire a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found starting on page [41](#) of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents *required supplementary information* concerning the City of Missoula's progress in funding its obligations to provide pension and OPEB benefits to its employees. Required supplementary information can be found beginning on page [111](#) of this report.

The combining statements referred to earlier in connection with non-major governmental funds and custodial funds are presented immediately after the required supplementary information and can be found starting on page [124](#).

Government-wide Overall Financial Analysis

As noted earlier, net position over time may serve as a useful indicator of a government's financial position. In the case of the City of Missoula, assets and deferred outflows of resources exceeded liabilities and deferred inflows by \$342,842,715 at the close of the most recent fiscal year. This is an increase in the net position of \$12,930,005, from FY 2024. This increase is primarily the result of the City's commitment to infrastructure improvements within the City.

Current and other assets decreased in governmental activities by \$1,467 million from the previous year. This reduction is the result of lower cash balances in FY2025 as compared to FY2024. Cash balances continue to decrease as the City spends down reserves on both capital projects as well as ongoing operations. In addition, the City undertook a competitive process for a lease purchase provider during FY2025. This additional process delayed regular financing activities for the City's core equipment until early FY2026.

Long term liabilities in governmental activities, which consist of bonds, notes, leases, compensated absences and postemployment benefit obligations, decreased \$4.53 million from the prior year due to the normal paydown of the City's long term liabilities. As mentioned above the regular financed purchase of equipment for FY2025 was delayed until FY2026. During FY2025 the City made scheduled principal payments totaling \$5.9 million towards its governmental activities long term debt.

By far the largest portion of the City of Missoula's net position reflects its investment in capital assets (e.g., land, buildings, machinery, vehicles equipment, and infrastructure), net of accumulated depreciation and 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	
	2025	2024	2025	2024	2025	2024
Assets						
Current & Other Assets	\$ 39,252,851	\$ 40,720,312	\$ 32,200,637	\$ 20,279,762	\$ 71,453,488	\$ 61,000,074
Capital Assets	313,470,460	311,640,290	218,442,257	212,534,817	531,912,717	524,175,107
Non-Current Assets	6,421,444	2,065,913	3,992,125	3,799,175	10,413,569	5,865,088
Total Assets	359,144,755	354,426,515	254,635,019	223,290,409	613,779,774	591,040,269
Total Deferred Outflows of resources	14,583,216	15,908,930	1,692,189	1,828,811	16,275,405	17,737,741
Liabilities						
Current Liabilities	21,125,894	18,421,724	12,310,372	9,570,605	33,436,266	27,992,329
Non-Current Liabilities	80,960,059	85,491,316	155,725,760	150,191,075	236,685,819	235,682,391
Total Liabilities	102,085,953	103,913,040	168,036,132	159,761,680	270,122,084	263,674,720
Total Deferred Inflows of resources	14,850,197	12,556,788	2,240,182	2,633,792	17,090,379	15,190,580
Net Position:						
Net Investment in Capital Assets	286,972,375	280,245,449	80,978,017	81,476,250	367,950,393	361,721,700
Restricted	9,586,194	9,685,659	2,945,992	2,655,416	12,532,186	12,341,075
Unrestricted	(39,766,748)	(36,065,491)	2,126,885	(8,084,573)	(37,639,864)	(44,150,065)
Total Net Position	\$ 256,791,821	\$ 253,865,617	\$ 86,050,894	\$ 76,047,093	\$ 342,842,715	\$ 329,912,710

An additional portion of the City of Missoula's net position, \$12,532,186 represents resources that are subject to external restrictions on how they may be used. As of the end of the current year, the City's unrestricted net position was a deficit balance of \$37,639,864. The deficit is caused primarily by the approximately \$57.8 million in postemployment liabilities for the City of Missoula's three pension plans (\$51.3 million) and other postemployment benefit plans for retiree healthcare (\$6.4 million).

The City of Missoula's overall net position increased \$12,930,005 from the prior fiscal year. The reasons for this overall increase are discussed in the following sections for governmental activities and business-type activities.

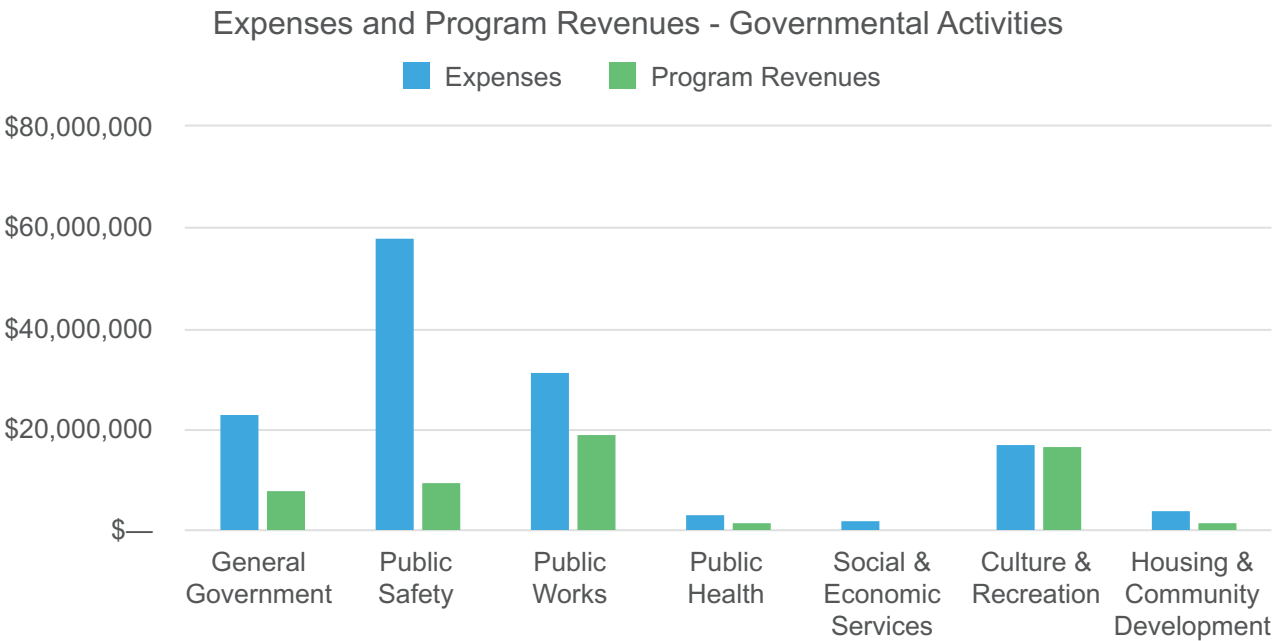
Readers are encouraged to refer to the information provided in the Notes to the Financial Statements for more detailed information on the assets and long-term debt activity for the year.

Governmental activities: Governmental activity net position increased in total by \$2,926,204 during the current fiscal year. The increase in fund balance during FY 2025 is the result of increased charges for services revenues and relatively stable expenses within the governmental activities as discussed below.

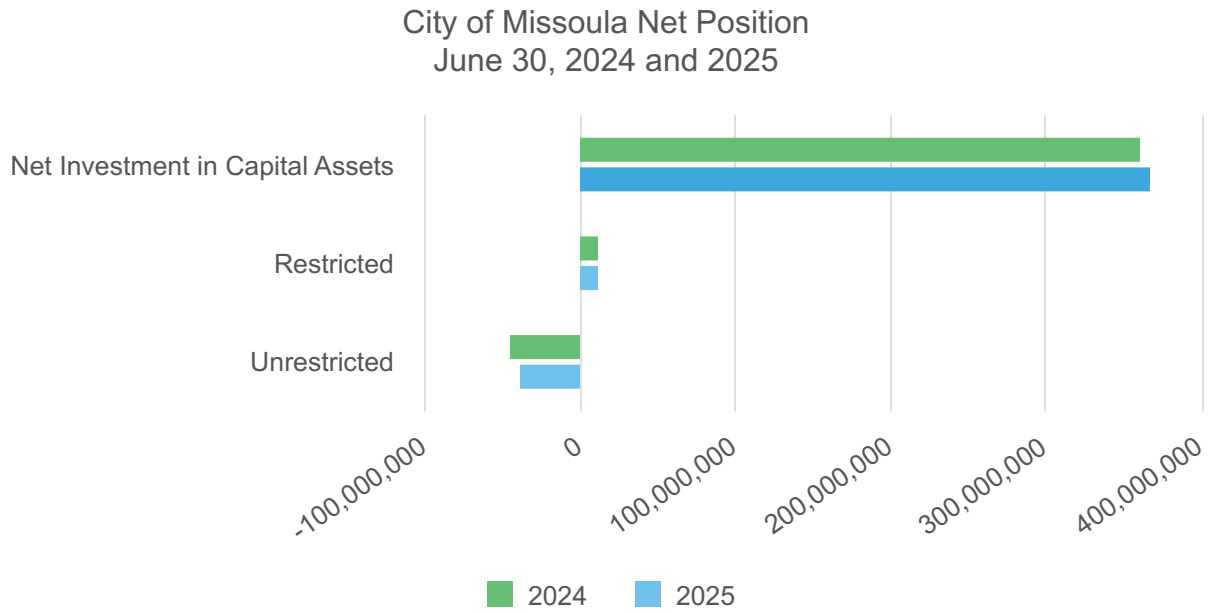
Revenues increased \$19.59 million from the prior year due a \$5.89 million increase in charges for services and a \$12.99 million increase in property tax revenues. Charges for services revenues increased as management continues to evaluate cost of service and undertaking appropriate inflationary rate increases. In addition, demand for cultural and recreation programs continue to increase, increasing charges for those services in FY2025. Property taxes remain the largest source of revenue at \$55.68 million for the current fiscal year. In Montana, a City's ability to raise property taxes is subject to several limitations. The most significant limitation on this growth cap restricts the amount of property tax revenue a City can collect to the prior years' revenue plus an increase of 1/2 of the average rate of inflation. For FY2025 this inflationary increase was 2.8%. This resulted in an additional \$880,318 in property tax revenue the City was allowed to levy. On June 4, 2024, voters approved the Fire Levy ballot measure. This levy provides critical funding to hire 20 additional firefighters, provides sustainable funding for our Mobile Support Team, and ensure that our firefighters have the resources needed to protect our community effectively. This levy authorized an increased property tax revenues of \$7 million.

Expenses increased during the current year, increasing to \$142,586,332 in the current year from \$114,340,921 in FY2024. The largest increase in expenditures was in the Public Safety function, as the additional firefighters, approved by the above referenced ballot measure were brought on board. Public safety expenditures increased by \$12.97 million over FY 2024.

As shown in the chart below, revenues generated by the City of Missoula's programs are not sufficient to cover the costs. The City relies on property taxes and other general revenues to cover the costs associated with the various programs.



Business-type activities: For the City of Missoula's business-type activities the results were positive in that total net position increased by \$10,003,801 to reach an ending balance of \$86,050,894. This growth is due to regular inflationary increases in Water, Wastewater, and Storm water. These increases allow the City to stay on top of rising labor and material costs will continue make investment in our infrastructure, ensuring reliable services for our citizens. In addition the City continues to be very successful in leveraging grants to help lower the costs of the capital improvements and addressing critical needs that might not otherwise be addressed.



CITY OF MISSOULA'S CHANGE IN NET POSITION

	Governmental Activities		Business-type Activities		Total	
	2025	2024	2025	2024	2025	2024
Revenues						
Program Revenues						
Charges for Services	\$ 44,578,459	\$ 38,686,838	\$ 40,636,999	\$ 35,775,917	\$ 85,215,458	\$ 74,462,755
Operating Grants & Contributions	8,486,730	4,557,779	3,020,059	3,323,265	11,506,789	7,881,044
Capital Grants & Contributions	3,399,886	4,403,343	1,428,850	2,901,695	4,828,736	7,305,038
General Revenues						
Property taxes for general purposes	55,677,396	42,691,737	—	—	55,677,396	42,691,737
Intergovernmental revenue, unrestricted	28,764,018	32,371,358	—	—	28,764,018	32,371,358
Miscellaneous	1,325,004	55,507	424,536	89,166	1,749,540	144,673
Gain or Loss on Sale of Capital Assets	—	64,644	—	9,568	—	74,212
Investment Earnings	229,172	37,427	84,533	42,356	313,705	79,783
Total Revenues	<u>142,460,665</u>	<u>122,868,632</u>	<u>45,594,977</u>	<u>42,141,967</u>	<u>188,055,642</u>	<u>165,010,600</u>
Expenses						
General government	23,079,784	18,442,640	—	—	23,079,784	18,442,640
Public safety	58,144,252	45,174,198	—	—	58,144,252	45,174,198
Public works	31,640,104	26,897,173	35,093,446	32,622,122	66,733,550	59,519,295
Public health	3,166,490	2,493,380	—	—	3,166,490	2,493,380
Social and economic services	1,831,816	3,818,171	—	—	1,831,816	3,818,171
Culture and recreation	17,235,968	11,762,819	442,155	249,655	17,678,123	12,012,474
Housing and community development	3,980,679	2,503,894	—	—	3,980,679	2,503,894
Miscellaneous	2,134,631	1,809,305	—	—	2,134,631	1,809,305
Debt service interest expense	1,372,608	1,439,341	—	—	1,372,608	1,439,341
Total Expenses	<u>142,586,332</u>	<u>114,340,921</u>	<u>35,535,601</u>	<u>32,871,777</u>	<u>178,121,933</u>	<u>147,212,698</u>
Increase (decrease) in net position before transfers	<u>(125,667)</u>	<u>8,527,711</u>	<u>10,059,376</u>	<u>9,270,190</u>	<u>9,933,709</u>	<u>17,797,902</u>
Interfund Transactions	55,575	(234,726)	(55,575)	234,726	—	—
Increase (decrease) in net position	<u>(70,092)</u>	<u>8,292,986</u>	<u>10,003,801</u>	<u>9,504,916</u>	<u>9,933,709</u>	<u>17,797,902</u>
Net Position - Beginning, as previously reported	253,865,617	245,572,631	76,047,093	66,542,177	329,912,710	312,114,808
Restatements - Note N	2,996,296	—	—	—	2,996,296	—
Net Position- Beginning, as Restated	<u>256,861,913</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>256,861,913</u>	<u>—</u>
Net Position - Ending	<u>\$ 256,791,820</u>	<u>\$ 253,865,617</u>	<u>\$ 86,050,894</u>	<u>\$ 76,047,093</u>	<u>\$ 342,842,714</u>	<u>\$ 329,912,711</u>

Financial Analysis of the Government’s Funds

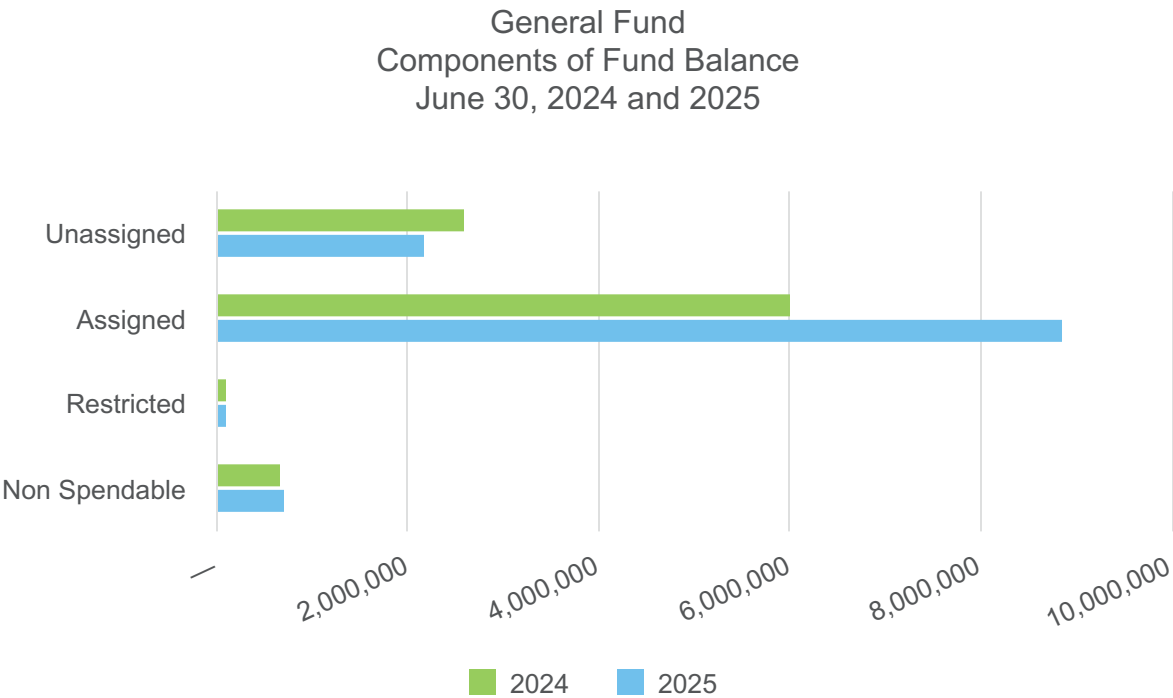
As noted earlier, the City of Missoula uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

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’s financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government’s net resources available for discretionary use as they represent the portion of fund balance which has not yet been limited to use for a particular purpose by either an external party, the City of Missoula itself, or a group or individual that has been delegated authority to assign resources for use for particular purposes by the City Council.

As of the end of the current fiscal year, the City’s governmental funds reported combined ending fund balances of \$15,651,418, a decrease of \$5,840,867 in comparison with the prior year. Of this amount, \$(23,011,900) constitutes *unassigned fund balance*, which is available for spending at the government’s discretion. The remainder of the fund balance is either *nonspendable*, *restricted*, *committed*, or *assigned* to indicate that it is (1) not in spendable form,\$1,355,400; (2) restricted for particular purpose, \$13,797,400; (3) committed for particular purposes, \$12,833,306; (4) or assigned for particular purposes,\$10,677,212.

Analysis of Individual Funds

The General Fund is the chief operating fund of the City of Missoula. At the end of the current fiscal year, unassigned fund balance of the general fund was \$2,181,318, while total fund balance of the General fund increased to \$11,849,248. As a measure of the general fund’s liquidity, it may be useful to compare both unassigned fund balance and the total fund balance to total general fund expenditures. Unassigned fund balance represents 2.60% while total fund balance represents 14.14 percent of that same amount.



The fund balance of the City's general fund increased by \$2,447,640 during the current fiscal year. This increase was largely due to an increase in revenues. These included the 3rd and final year of a 3 year phase in of a new cost allocation plan. This resulted in a more equitable distribution of administrative charges. As discussed above, the City saw an increase of property tax revenues from the Fire Levy ballot measure . In addition, charges for services related to contracted fire services increased by \$1.36 million in FY2025 as demand for wildland firefighting services increased.

The Road District, a major fund, had an increase of \$2,053,610 in fund balance during the current fiscal year, which put resulted in an ending fund balance of \$4,882,531. This increase was the result of increased charges for services for special street projects for completed for the state and other entities.

The Park District, a major fund, had a \$444,854 decrease in fund balance during FY2025. This resulted an ending fund balance of \$2,206,186. This was a continued planned spend down of accumulated fund balance to finance a number of one-time capital improvements. These improvements included many Parks Asset Management (PAM) projects including irrigation and playground repairs throughout the City's 500 acres of developed parks.

The Capital Improvement fund, the remaining major fund, had a decrease of fund balance in the amount of \$(8,131,217) which put the overall fund balance in a deficit position in the amount of \$16,821,769. The large decrease in fund balance was caused mainly by the delay in regular capital financing in to FY2026. The City undertook a request for proposal for our lease provider in the late spring of 2025. In addition to this revenue timing difference, the City had additional public safety capital outlay expenditures in FY2025. These expenditures will be funded by long-term debt in the subsequent fiscal years.

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

Unrestricted net position of the Wastewater Fund at the end of the year amounted to \$5,416,050, an increase of \$1,141,724 from FY 2024. The Wastewater fund has an operating income of \$3,450,144. Wastewater charges for services increased by \$1,196,123, the result of rate increases effective in January 2025. Operating expenditures increased slightly by \$476,956.

The Water Fund's total net position is \$3,301,215, and a negative unrestricted net position of \$4,759,377 owing primarily to the initial water utility acquisition transaction in 2017. The Water Fund saw operating income of \$8,855,965 in FY25, the eighth full year of operations under City management. Water Charges for services increased \$3,093,500 from FY2024, the result of higher than anticipated water usage as well as rate increases effective in January 2025. Meanwhile operating expenses increased by \$1,664,326, the result of inflationary increases for both Maintenance and Operations expenses, as well as personnel cost increases.

The City's internal service fund continues to see significant increases in usage and medical inflation which began during the past decade. The fund carries positive net position at the end of FY25 of \$6,019,376. The City undertook a concerted effort in past years to build net position through a combination of transfers in from the general fund and increases to contributions. An advisory Employee Benefit Committee continues to focus on identifying methods to cut costs within the health plan by utilizing the assistance of the plan's third-party administrator, Allegiance Benefit Plan Management and Gallagher Benefit Services, an insurance consultant company.

General Fund Budgetary Highlights

Original budget compared to final budget. The FY2025 budget was amended modestly during the year to recognize continuing appropriations for multi-year contracts and projects, as well as newly awarded grants and donations. Carryforward items incorporated into the final budget included the HR/Payroll system implementation, the O365 modernization initiative, continued operations of the Johnson Street temporary emergency shelter, the comprehensive code reform project, and work under the fee study contracts. These amendments reflect standard practice for rolling forward commitments that were not completed in the prior year.

Final budget compared to actual results. Actual General Fund revenues exceeded final budget estimates in several categories, with the largest variances shown below:

<u>Revenue Source</u>	<u>Estimated</u> <u>revenues</u>	<u>Actual</u> <u>revenues</u>	<u>Difference</u>
Fines & Forfeitures	\$ 458,493	\$ 344,603	\$ (113,890)
Sale of Assets	\$ —	\$ 1,638,424	\$ 1,638,424
Investment Earnings	\$ 1,000	\$ 126,954	\$ 125,954

Fines & Forfeiture revenues continues a multi year trend downward as the municipal court assessed fewer fines. The gain reported in “Sale of Assets” reflects receipt of proceeds from the Scott Street property transaction; while the sale had been anticipated, the timing was uncertain and therefore not budgeted. Investment earnings significantly exceeded projections due to higher interest earnings on tax collections held by the county, which are now recorded in this revenue line.

On the expenditure side, most General Fund departments underspent their final appropriations. This variance is attributable to sustained budget monitoring and cost-containment strategies implemented across the organization.

Capital outlay expenditures were approximately 87% of the final budget. Remaining project costs are expected to occur in FY2026, and the FY2026 budget will be amended to carry forward the unspent appropriations.

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, 2025, amounts to \$531,912,717 (net of accumulated depreciation and amortization). This investment in capital assets includes land, buildings, building system improvements, machinery and equipment, park facilities, trails, open space, streets, sidewalks, curbs and gutters, water and wastewater utilities and sanitary sewer or storm drain systems. More detailed disclosure on the City’s capital assets is available starting on page [55](#) within the Notes to the Financial Statements.

Major capital asset events during the current fiscal year included the following:

- The purchase of \$4 million in core equipment for the continuing functions of the City.
- The acquisition of unused surplus land for the development of new public park and mixed use redevelopment in the amount of \$2 million.
- \$7.65 million investment in water system improvements
- Over 6 million of investments in the waste water system
- The sale of a portion of the Scott Street property to be developed as part of the Scott Street Development.

Long-Term Debt. At the end of the current fiscal year, the City of Missoula had a total of \$253,191,203 of long term debt outstanding of which \$151,699,612 was bonded debt. Of this amount, \$4,325,731 comprises debt backed by the full faith and credit of the government and \$4,632,725 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-E](#) of the Notes to the Financial Statements.

The City of Missoula's total debt decreased by \$4,997,207 (2.01%) during the 2025 fiscal year. This decrease was due to the the normal pay down of debt and minimal new issuances.

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 \$374,278,260, which is significantly in excess of the City of Missoula's outstanding general obligation debt.

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 which was affirmed with Standard and Poor's on September 7th, 2018.

Section III-E of the Notes to the City's financial statements provides additional disclosure of the City of Missoula's bonded indebtedness.

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.

City of Missoula
Statement of Net Position
June 30, 2025

	Primary Government			Component Units			
	Governmental Activities	Business-type Activities	Total	Business Improvement District	Tourism Business Improvement District	Missoula Parking Commission	Missoula Redevelopment Agency
ASSETS AND DEFERRED OUTFLOWS							
<u>Current assets:</u>							
Cash and investments	\$21,709,705	\$23,197,019	\$44,906,724	\$290,639	\$964,090	\$2,897,392	\$22,071,709
Taxes/assessments receivable, net	7,269,066	—	7,269,066	—	—	—	1,072,209
Accounts receivable	829,394	7,733,173	8,562,567	—	351,670	—	—
Lease receivable, current portion	—	97,627	97,627	—	—	—	—
Other receivable	—	391,665	391,665	—	—	297,639	32,822
Prepaid items, current portion	326,501	—	326,501	—	—	50,630	—
Due from other governments	7,904,920	965,519	8,870,439	12,458	—	—	687,686
Internal balances	184,366	(184,366)	—	—	—	—	—
Inventory of supplies	1,028,899	—	1,028,899	—	—	—	—
Other current assets	—	—	—	—	—	130,000	96,740
Total current assets	39,252,851	32,200,637	71,453,488	303,097	1,315,760	3,375,661	23,961,166
<u>Noncurrent assets:</u>							
Cash and investments	—	2,945,992	2,945,992	—	—	776,400	—
Long-term loans receivable	6,421,444	—	6,421,444	—	—	1,628,000	489,059
Lease receivable, non-current	—	1,046,133	1,046,133	—	—	—	—
Other assets	—	—	—	—	—	70	14,482
Capital assets - right to use leased assets, net	2,262,277	123,880	2,386,157	—	—	—	—
Capital assets - subscription assets, net of amortization	1,102,237	60,452	1,162,689	—	—	—	—
Capital assets - depreciable, net	255,401,838	199,033,998	454,435,836	35,938	—	11,191,066	—
Capital assets not being depreciated	54,704,108	19,223,927	73,928,035	—	—	4,314,299	—
Total noncurrent assets	319,891,904	222,434,382	542,326,286	35,938	—	17,909,835	503,541
Total assets	359,144,755	254,635,019	613,779,774	339,035	1,315,760	21,285,496	24,464,707
DEFERRED OUTFLOWS OF RESOURCES							
Pension contributions and adjustments	10,798,437	1,074,300	11,872,737	—	—	117,202	116,509
Postemployment benefits contributions and adjustments	3,747,161	543,319	4,290,480	—	—	27,340	16,726
Deferred portion of refunded bond	37,618	74,570	112,188	—	—	—	12,380
Total deferred outflows of resources	14,583,216	1,692,189	16,275,405	—	—	144,542	145,615
TOTAL ASSETS AND DEFERRED OUTFLOWS	373,727,971	256,327,208	630,055,179	339,035	1,315,760	21,430,038	24,610,322

City of Missoula
Statement of Net Position
June 30, 2025

	Primary Government			Component Units			
	Governmental Activities	Business-type Activities	Total	Business Improvement District	Tourism Business Improvement District	Missoula Parking Commission	Missoula Redevelopment Agency
LIABILITIES, DEFERRED INFLOWS AND NET POSITION							
<u>Current liabilities:</u>							
Accounts payable	7,563,781	4,775,091	12,338,872	45,365	144,632	369,637	3,877,978
Advances payable to component units	—	465,682	465,682	—	—	—	—
Accrued expenses	3,327,877	359,374	3,687,251	—	—	206,210	38,373
Leases payable, current portion	400,216	3,501	403,717	—	—	—	—
Interest payable	166,151	9,709	175,860	—	—	45,352	—
Subscription liability payable, current portion	336,856	31,017	367,873	—	—	—	—
Due to other government	—	—	—	—	—	96,740	—
Contributions paid in advance	263,217	—	263,217	—	—	—	—
Compensated absences payable	4,734,244	426,737	5,160,981	—	—	14,325	119,588
Special assessment debt with government obligation	665,589	—	665,589	—	—	—	—
Long-term liabilities - due within one year	3,648,806	5,596,608	9,245,414	—	—	325,000	2,828,043
Bond premium, current portion	19,157	642,653	661,810	—	—	—	—
Unearned Revenue	—	—	—	—	—	—	—
Total current liabilities	21,125,894	12,310,372	33,436,266	45,365	144,632	1,057,264	6,863,982
<u>Noncurrent liabilities:</u>							
Other post employment benefits	5,569,644	874,272	6,443,916	—	—	44,617	—
Net pension liability	45,388,260	5,928,726	51,316,986	—	—	646,802	642,978
Leases payable, noncurrent portion	1,976,219	128,406	2,104,625	—	—	—	—
Subscription liability payable, noncurrent portion	690,020	33,265	723,285	—	—	—	—
Special assessment debt with government obligation - long-term	3,967,136	—	3,967,136	—	—	—	—
Long-term debt - net of current portion and unamortized premiums/discounts	14,831,704	148,188,805	163,020,509	—	—	4,070,000	45,720,423
Long-term portion of compensated absences	8,537,076	572,286	9,109,362	—	—	82,254	58,345
Total noncurrent liabilities	80,960,059	155,725,760	236,685,819	—	—	4,843,673	46,421,746
Total liabilities	102,085,953	168,036,132	270,122,084	45,365	144,632	5,900,937	53,285,728
DEFERRED INFLOWS OF RESOURCES							
Pension adjustments	1,056,872	131,838	1,188,710	—	—	14,383	14,298
Leases	—	1,118,977	1,118,977	—	—	—	—
Postemployment benefit adjustments	7,371,881	989,367	8,361,248	—	—	51,534	8,874
Deferred revenues, loans receivable	6,421,444	—	6,421,444	—	—	65,529	—
Total deferred inflows of resources	14,850,197	2,240,182	17,090,379	—	—	131,446	23,172

City of Missoula
Statement of Net Position
June 30, 2025

	Primary Government			Component Units			
	Governmental Activities	Business-type Activities	Total	Business Improvement District	Tourism Business Improvement District	Missoula Parking Commission	Missoula Redevelopment Agency
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	116,936,150	170,276,314	287,212,464	45,365	144,632	6,032,383	53,308,900
NET POSITION							
Net investment in capital assets	286,972,375	80,978,017	367,950,392	35,938	—	15,433,675	—
Restricted for:							
Building construction inspections	469,476	—	469,476	—	—	—	—
Cemetery memorial	21,044	—	21,044	—	—	—	—
Capital Projects	2,469,005	—	2,469,005	—	—	—	—
Debt service	3,859,624	2,945,992	6,805,616	—	—	—	—
Grant restrictions for program expenses	1,831,996	—	1,831,996	—	—	—	—
Law Enforcement	558,184	—	558,184	—	—	—	—
Public works safety & maint. expenses	297,077	—	297,077	—	—	—	—
Title 1 & revolving loan programs	79,788	—	79,788	—	—	—	—
Unrestricted	(39,766,748)	2,126,885	(37,639,863)	257,732	1,171,128	(36,020)	(28,698,578)
TOTAL NET POSITION	\$256,791,821	\$86,050,894	\$342,842,715	\$293,670	\$1,171,128	\$15,397,655	\$(28,698,578)

The notes to financial statements are an integral part of this statement.

City of Missoula
Statement of Activities
For the Fiscal Year Ended June 30, 2025

Net (Expense) Revenue and Changes in Net Position											
Functions/Programs	Expenses	Program Revenues			Primary Government			Component Units			
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total	Business Improvement District	Tourism Business Improvement District	Missoula Parking Commission	Missoula Redevelopment Agency
Primary government:											
Governmental activities:											
General Government	\$ 23,079,784	\$ 7,550,979	\$ 178,329	\$ 150,000	\$ (15,200,476)	\$ —	\$ (15,200,476)	\$ —	\$ —	\$ —	\$ —
Public Works	31,640,104	14,841,765	1,370,532	2,847,869	(12,579,938)	—	(12,579,938)	—	—	—	—
Public Safety	58,144,252	6,912,979	2,334,150	116,881	(48,780,242)	—	(48,780,242)	—	—	—	—
Cultural & Recreation	17,235,968	14,481,781	2,192,058	585	(561,544)	—	(561,544)	—	—	—	—
Housing & Community Development	3,980,679	398,305	1,176,346	71,600	(2,334,428)	—	(2,334,428)	—	—	—	—
Public Health	3,166,490	392,650	1,207,471	—	(1,566,369)	—	(1,566,369)	—	—	—	—
Social & Economic Services	1,831,816	—	24,344	—	(1,807,472)	—	(1,807,472)	—	—	—	—
Debt Service	1,372,608	—	3,500	—	(1,369,108)	—	(1,369,108)	—	—	—	—
Total governmental activities	142,586,332	44,578,459	8,486,730	3,399,886	(86,121,257)	—	(86,121,257)	—	—	—	—
Business-type activities:											
Waste Water	13,210,694	14,438,666	1,724,947	617,291	—	3,570,210	3,570,210	—	—	—	—
Water	20,645,988	24,358,897	482,692	401,594	—	4,597,195	4,597,195	—	—	—	—
Storm Water	1,236,764	1,839,436	812,420	409,965	—	1,825,057	1,825,057	—	—	—	—
Civic Stadium	442,155	—	—	—	—	(442,155)	(442,155)	—	—	—	—
Total business-type activities	35,535,601	40,636,999	3,020,059	1,428,850	—	9,550,307	9,550,307	—	—	—	—
Total Primary Government	178,121,933	85,215,458	11,506,789	4,828,736	(86,121,257)	9,550,307	(76,570,950)	—	—	—	—
Component Units:											
Business Improvement District	669,921	—	—	—				(669,921)	—	—	—
Tourism Business Improvement District	1,470,809	—	—	—				—	(1,470,809)	—	—
Missoula Parking Commission	2,542,329	3,023,744	—	—				—	—	481,415	—
Missoula Redevelopment Agency	28,579,617	—	299,870	—				—	—	—	(28,279,747)
Total Component Units	33,262,676	3,023,744	299,870	—				(669,921)	(1,470,809)	481,415	(28,279,747)
General revenues:											
Property taxes for general purposes					55,677,396	—	55,677,396	413,928	—	—	17,805,339
Intergovernmental revenue, unrestricted					28,764,018	—	28,764,018	—	—	—	1,240,072
Miscellaneous					1,325,004	424,536	1,749,540	211,813	1,304,089	—	95,265
Interest income (expense)					229,172	84,533	313,705	3,915	7,156	(94,732)	—
Gain on sale of assets					—	—	—	—	—	—	—
Transfers					55,575	(55,575)	—	—	—	—	—
Total general revenues, special items, and transfers					86,051,165	453,494	86,504,659	629,656	1,311,245	(94,732)	19,140,676
Change in net position					(70,092)	10,003,801	9,933,709	(40,265)	(159,564)	386,683	(9,139,071)
Net position - beginning, as previously reported					253,865,617	76,047,093	329,912,710	333,935	1,330,692	15,010,972	(19,559,507)
Restatements, Note N					2,996,296	—	2,996,296	—	—	—	—
Net position - beginning, as restated					256,861,913	76,047,093	332,909,006	333,935	1,330,692	15,010,972	(19,559,507)
Net position - ending					\$ 256,791,821	\$ 86,050,894	\$ 342,842,715	\$ 293,670	\$ 1,171,128	\$ 15,397,655	\$ (28,698,578)

The notes to financial statements are an integral part of this statement.

MAJOR GOVERNMENTAL FUNDS

FUND DESCRIPTIONS

GENERAL FUND

This 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, Administration, Finance, Municipal Court, City Attorney, Police, Fire, and Community Development.

ROAD DISTRICT #1

This fund accounts for a City-wide road district created to provide a method of assessment and funding for providing services related to the maintenance, management, purchasing and improvement services for City-owned facilities, land and equipment under the responsibility and care of the Public Works department's street, engineering and vehicle maintenance divisions. 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

This fund accounts for a City-wide park district created to provide a method of assessment and funding for providing services related to the maintenance, management, purchasing and improvement services for City-owned facilities, land and equipment under the responsibility and care of the Parks and Recreation Department.

CAPITAL IMPROVEMENT FUND

This fund accounts for the City's major capital projects except those that are funded within proprietary and other special funds.

MAJOR PROPRIETARY FUNDS

FUND DESCRIPTIONS

WASTEWATER 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. This fund also accounts for fees related to the acceptance of green waste to convert into compost and the fees derived from the sale of the compost.

WATER FUND

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

**City of Missoula
Balance Sheet
Governmental Funds
June 30, 2025**

	General Fund	Road District #1	Park District #1	Capital Improvement Fund	Total Nonmajor Funds	Total Governmental Funds
ASSETS						
Cash and investments	\$ 6,129,206	\$ 1,589,205	\$ 1,780,761	\$ 99,979	\$ 5,417,876	\$ 15,017,027
Taxes/assessments receivable, net	2,338,175	123,632	125,433	—	498,276	3,085,516
Special assessments receivable	—	—	—	—	64,162	64,162
Noncurrent assessments receivable	—	—	—	—	4,119,388	4,119,388
Accounts receivable	384,788	93	—	—	264,693	649,574
Long term loans	—	—	—	—	6,421,444	6,421,444
Interfund receivable	5,215,440	2,814,685	1,187,857	973,105	15,512,186	25,703,273
Due from other governments	4,070,132	515,346	336,137	1,631,114	1,352,191	7,904,920
Advances receivable	183,020	—	—	—	426,512	609,532
Prepaid Items	316,422	—	—	—	10,079	326,501
Inventory of supplies	386,865	544,758	97,276	—	—	1,028,899
Total assets	<u>\$ 19,024,048</u>	<u>\$ 5,587,719</u>	<u>\$ 3,527,464</u>	<u>\$ 2,704,198</u>	<u>\$ 34,086,807</u>	<u>\$ 64,930,236</u>
LIABILITIES						
Accounts payable	\$ 3,088,896	\$ 281,838	\$ 573,200	\$ 1,952,715	\$ 1,077,227	\$ 6,973,876
Accrued expenditures	2,266,037	299,718	622,645	4,169	135,308	3,327,877
Interfund payable	111,010	—	—	17,143,917	8,448,346	25,703,273
Advances payable	—	—	—	425,166	—	425,166
Total liabilities	<u>5,465,943</u>	<u>581,556</u>	<u>1,195,845</u>	<u>19,525,967</u>	<u>9,660,881</u>	<u>36,430,192</u>
DEFERRED INFLOWS OF RESOURCES						
Deferred revenues; taxes and loans receivable	1,708,857	123,632	125,433	—	10,890,705	12,848,627
Total deferred inflows of resources	<u>1,708,857</u>	<u>123,632</u>	<u>125,433</u>	<u>—</u>	<u>10,890,705</u>	<u>12,848,627</u>
FUND BALANCES (DEFICITS)						
Nonspendable						
Inventories	386,865	544,758	97,276	—	—	1,028,899
Prepaid items	316,422	—	—	—	10,079	326,501
Restricted						
Building construction inspections	—	—	—	—	469,476	469,476
Cemetery memorial	21,044	—	—	—	—	21,044
Road District expenditures	—	4,337,773	—	—	—	4,337,773
Parks District expenditures	—	—	2,108,910	—	—	2,108,910
Debt service	—	—	—	—	1,624,147	1,624,147
Capital project expenditures	—	—	—	1,026,697	1,442,308	2,469,005
Grant restrictions for program	—	—	—	—	1,831,996	1,831,996
Law enforcement	—	—	—	—	558,184	558,184
Public works safety & maintenance	—	—	—	—	297,077	297,077
Title I & revolving loan programs	79,788	—	—	—	—	79,788
Committed	—	—	—	—	12,833,306	12,833,306
Assigned	8,863,811	—	—	—	1,813,401	10,677,212
Unassigned	2,181,318	—	—	(17,848,466)	(7,344,752)	(23,011,900)
Total fund balances	<u>11,849,248</u>	<u>4,882,531</u>	<u>2,206,186</u>	<u>(16,821,769)</u>	<u>13,535,222</u>	<u>15,651,418</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 19,024,048</u>	<u>\$ 5,587,719</u>	<u>\$ 3,527,464</u>	<u>\$ 2,704,198</u>	<u>\$ 34,086,807</u>	<u>\$ 64,930,236</u>

The notes to financial statements are an integral part of this statement.

City of Missoula, Montana
Reconciliation of the Governmental Funds Balance Sheet to the
Statement of Net Position
June 30, 2025

Total fund balances - governmental funds	\$ 15,651,418
Capital assets used in governmental activities are not financial resources and therefore, are not reported in the governmental funds.	313,304,308
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.	6,427,183
An internal service fund is used by management to charge the costs of employee medical insurance. The governmental portion of the internal service fund is included with governmental activities.	6,019,376
Long-term liabilities (current and non-current portions) are not due and payable in the current period and therefore are not reported as liabilities in the funds.	(39,769,405)
The net pension liability is not an available resource and, therefore, is not reported in the governmental funds.	(35,646,695)
Post-employment health benefit liabilities are not available resources and therefore is not reported in the governmental funds.	(9,194,364)
Total Net Position - governmental activities	<u><u>\$ 256,791,821</u></u>

See accompanying Notes to the Financial Statements

City of Missoula
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2025

	General Fund	Road District #1	Park District #1	Capital Improvement Fund	Total Nonmajor Funds	Total Governmental Funds
REVENUES						
Taxes and assessments	\$ 43,392,839	\$ —	\$ —	\$ —	\$ 10,575,621	\$ 53,968,460
Licenses and permits	1,524,406	378,274	—	—	3,189,647	5,092,327
Intergovernmental	24,311,864	5,162	91,313	1,439,403	6,012,239	31,859,981
Charges for services	10,490,324	2,134,438	3,000,800	—	2,380,738	18,006,300
Fines and forfeitures	344,603	—	—	—	73,445	418,048
Miscellaneous	1,498,311	49,918	1,067	—	599,926	2,149,222
Special Assessments	—	10,330,737	10,142,492	—	1,198,996	21,672,225
Investment earnings	126,954	43,579	29,466	—	20,625	220,624
Contributions	—	—	—	2,582,376	—	2,582,376
Total revenues	<u>81,689,301</u>	<u>12,942,108</u>	<u>13,265,138</u>	<u>4,021,779</u>	<u>24,051,237</u>	<u>135,969,563</u>
EXPENDITURES						
Current:						
General Government	18,686,820	—	—	—	1,902,825	20,589,645
Public Safety	52,044,278	—	—	—	3,454,297	55,498,575
Public Works	2,378,481	11,656,100	—	61,599	3,580,429	17,676,609
Public Health	3,184,301	—	—	—	—	3,184,301
Social & Economic Services	1,847,292	—	—	—	—	1,847,292
Cultural & Recreation	1,586,544	—	12,956,809	—	529,382	15,072,735
Housing & Community Development	689,637	—	—	—	3,160,029	3,849,666
Miscellaneous	1,987,793	—	—	—	146,838	2,134,631
Debt service:						
Interest	169,820	132,095	209,127	481,778	274,291	1,267,111
Principal retirement	520,143	832,066	304,603	2,956,367	1,284,048	5,897,227
Capital outlay:						
General Government	261,945	—	—	2,040,863	30,416	2,333,224
Public Safety	64,288	—	—	5,253,872	31,197	5,349,357
Public Works	148,714	142,683	—	4,852,387	342,552	5,486,336
Cultural & Recreation	231,745	—	428,508	2,815,027	77,263	3,552,543
Total expenditures	<u>83,801,801</u>	<u>12,762,944</u>	<u>13,899,047</u>	<u>18,461,893</u>	<u>14,813,566</u>	<u>143,739,252</u>
Excess (deficiency) of revenues over (under) expenditures	(2,112,500)	179,164	(633,909)	(14,440,114)	9,237,671	(7,769,689)
OTHER FINANCING SOURCES (USES)						
Transfers (out)	(9,839,945)	(912,484)	(1,441,536)	—	(13,335,753)	(25,529,718)
Transfers in	12,479,681	2,786,930	1,630,591	6,308,897	2,332,038	25,538,137
Issuance of long term debt/financed purchases	281,980	—	—	—	—	281,980
Gain on disposal of fixed assets	1,638,424	—	—	—	—	1,638,424
Total other financing sources (uses)	<u>4,560,140</u>	<u>1,874,446</u>	<u>189,055</u>	<u>6,308,897</u>	<u>(11,003,715)</u>	<u>1,928,823</u>
Net change in fund balances	2,447,640	2,053,610	(444,854)	(8,131,217)	(1,766,045)	(5,840,867)
Fund balances - beginning	9,401,608	2,828,921	2,651,040	(8,690,552)	15,301,267	21,492,285
Fund balances - ending	<u>\$ 11,849,248</u>	<u>\$ 4,882,531</u>	<u>\$ 2,206,186</u>	<u>\$ (16,821,769)</u>	<u>\$ 13,535,222</u>	<u>\$ 15,651,418</u>

The notes to financial statements are an integral part of this statement.

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, 2025

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

Net change in fund balances - total governmental funds	\$ (5,840,867)
Governmental funds report capital outlays as expenditures.	33,557,499
In the statement of activities, the cost of capital assets is allocated over their estimated useful lives as depreciation expense.	(19,914,310)
In the statement of activities, only the gain 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.	(12,038,640)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	(799,117)
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.	5,185,846
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.	(33,577)
The change in compensated absences is shown as an addition to payroll expense on the statement of activities.	(3,346,386)
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.	2,921,603
Contributions to the pension plan in the current fiscal year are deferred outflows in the Statement of Net Position.	(132,880)
Governmental funds do not report a liability for other post-employment health benefits.	487,669
In the statement of activities, the costs of right to use leased assets is allocated over the life of the lease as amortization expense.	(103,623)
In the statement of activities, the costs of subscription based assets are allocated over the life of the agreement as amortization expense.	(13,310)
Change in net position - statement of activities	<u><u>\$ (70,092)</u></u>

See accompanying Notes to the Financial Statements

**City of Missoula
Statement of Net Position
Proprietary Funds
June 30, 2025**

	Business-type Activities				Governmental Activities
	Wastewater	Water	Total Nonmajor Enterprise	Total Enterprise Funds	Internal Service Funds
ASSETS					
<u>Current assets:</u>					
Cash and cash equivalents	\$ 6,780,361	\$ 14,839,407	\$ 1,577,251	\$ 23,197,019	\$ 6,466,629
Due from other governments	103,022	110,658	751,839	965,519	—
Accounts receivable	2,332,276	5,009,183	391,714	7,733,173	1,663
Interfund receivable	112,993	—	—	112,993	—
Leases receivable, current portion	4,849	—	92,778	97,627	—
Interest receivable	346	—	14,244	14,590	—
Advances receivable	744,318	—	18,485	762,803	—
Other receivable	257,037	7,045	—	264,082	178,157
Total current assets	10,335,202	19,966,293	2,846,311	33,147,806	6,646,449
<u>Noncurrent assets:</u>					
Restricted cash and cash equivalents	1,021,241	1,862,066	62,685	2,945,992	226,049
Leases receivable, noncurrent portion	4,923	—	1,041,210	1,046,133	—
Land	3,155,465	1,090,894	—	4,246,359	—
Intangibles	688,000	45,242	358,500	1,091,742	—
Subscription Assets	52,057	56,255	26,028	134,340	—
Construction work in progress	6,079,085	6,097,457	1,709,284	13,885,826	—
Buildings	9,301,585	3,592,723	—	12,894,308	—
Improvements other than buildings	134,865,959	117,941,347	8,709,987	261,517,293	—
Machinery and equipment	13,108,636	31,887,093	127,390	45,123,119	—
Machinery and equipment - Right to Use - Leased	48,285	48,285	48,285	144,855	—
Allowance for depreciation/amortization	(79,278,490)	(39,179,975)	(2,137,120)	(120,595,585)	—
Total noncurrent assets	89,046,746	123,441,387	9,946,249	222,434,382	226,049
Total assets	99,381,948	143,407,680	12,792,560	255,582,188	6,872,498
<u>Deferred outflows of Resources</u>					
Deferred outflow of resources pensions/OPEB	705,155	844,177	68,287	1,617,619	—
Refunding bonds	74,570	—	—	74,570	—
Total deferred outflows of resources	779,725	844,177	68,287	1,692,189	—
Total assets & deferred outflows of resources	100,161,673	144,251,857	12,860,847	257,274,377	6,872,498
LIABILITIES					
<u>Current liabilities:</u>					
Accounts payable	1,486,525	2,279,546	896,027	4,662,098	589,905
Accrued expenses	167,463	170,291	21,620	359,374	—
Interfund payable	—	—	112,993	112,993	—
Leases payable	1,167	1,167	1,167	3,501	—
Subscriptions payable, current portion	12,019	12,988	6,010	31,017	—
Interest payable	3,687	3,947	2,075	9,709	—
Advances payable	—	947,169	—	947,169	—
Advances payable to Component Units	—	465,682	—	465,682	—
Bond Premium, current portion	172,239	470,414	—	642,653	—
Long-term liabilities - due within one year	1,546,264	3,939,395	110,949	5,596,608	—
Compensated absences payable in one year	239,396	181,019	6,322	426,737	—
Total current liabilities	3,628,760	8,471,618	1,157,163	13,257,541	853,122
<u>Noncurrent liabilities:</u>					
Long-term debt - due in more than one year	16,370,167	119,047,679	2,330,631	137,748,477	—
Unamortized bond premiums	1,502,468	8,937,860	—	10,440,328	—
Long-term debt - net of current portion and unamortized premiums	17,872,635	127,985,539	2,330,631	148,188,805	—
Other post employment benefits	374,229	474,123	25,920	874,272	—
Net pension liability	2,577,977	3,096,952	253,797	5,928,726	—
Leases, noncurrent portion	42,807	42,806	42,793	128,406	—
Subscriptions payable, noncurrent portion	12,890	13,930	6,445	33,265	—
Long-term portion of compensated absences	274,726	288,683	8,877	572,286	—
Total noncurrent liabilities	21,155,264	131,902,033	2,668,463	155,725,760	—
Total liabilities	24,784,024	140,373,651	3,825,626	168,983,301	853,122
<u>Deferred inflows of resources</u>					
Deferred inflows of resources pensions/OPEB	498,714	576,991	45,500	1,121,205	—
Deferred inflows of resources - leases	6,513	—	1,112,464	1,118,977	—
Total deferred inflows of resources	505,227	576,991	1,157,964	2,240,182	—
Total liabilities and deferred inflows of resources	25,289,251	140,950,642	4,983,590	171,223,483	853,122
NET POSITION					
Net investment in capital assets	68,435,131	6,198,526	6,344,359	80,978,016	—
Restricted for:					
Debt Service	1,021,241	1,862,066	62,685	2,945,992	—
Unrestricted	5,416,050	(4,759,377)	1,470,213	2,126,886	6,019,376
Total net position	\$ 74,872,422	\$ 3,301,215	\$ 7,877,257	\$ 86,050,894	\$ 6,019,376

The notes to financial statements are an integral part of this statement.

City of Missoula
Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Funds
For the Fiscal Year Ended June 30, 2025

	Business-type Activities				Governmental Activities
	Wastewater	Water	Total Nonmajor Enterprise funds	Total Enterprise Funds	Internal Service Funds
Operating Revenues					
Internal Services	\$ —	\$ —	\$ —	\$ —	\$ 13,483,810
Intergovernmental	1,724,947	482,692	812,420	3,020,059	—
Licenses and permits	2,960	—	—	2,960	—
Charges for services	14,435,706	24,358,897	1,839,436	40,634,039	—
Miscellaneous	12,757	125,340	286,439	424,536	—
Total operating revenues	<u>16,176,370</u>	<u>24,966,929</u>	<u>2,938,295</u>	<u>44,081,594</u>	<u>13,483,810</u>
Operating Expenses					
Maintenance and operations	3,693,134	4,537,996	571,862	8,802,992	—
Personal services	4,484,449	4,511,596	642,032	9,638,077	—
Fixed charges	1,117,380	1,061,124	79,448	2,257,952	—
Depreciation	3,431,263	6,000,248	275,333	9,706,844	—
Insurance claims and expenses	—	—	—	—	10,624,371
Total operating expenses	<u>12,726,226</u>	<u>16,110,964</u>	<u>1,568,675</u>	<u>30,405,865</u>	<u>10,624,371</u>
Operating income	<u>3,450,144</u>	<u>8,855,965</u>	<u>1,369,620</u>	<u>13,675,729</u>	<u>2,859,439</u>
Non-operating revenues (expenses)					
Interest revenue	19,386	40,707	24,440	84,533	15,473
Debt service interest expense	(484,468)	(4,535,024)	(110,244)	(5,129,736)	—
Total nonoperating revenues (expenses)	<u>(465,082)</u>	<u>(4,494,317)</u>	<u>(85,804)</u>	<u>(5,045,203)</u>	<u>15,473</u>
Income (loss) before contributions and transfers	<u>2,985,062</u>	<u>4,361,648</u>	<u>1,283,816</u>	<u>8,630,526</u>	<u>2,874,912</u>
Contributions & Transfers					
Capital contributions	617,291	401,594	409,965	1,428,850	—
Transfers in	86,738	138,198	121,804	346,740	46,691
Transfers (out)	(27,040)	(100,000)	(275,275)	(402,315)	—
Net contributions and transfers	<u>676,989</u>	<u>439,792</u>	<u>256,494</u>	<u>1,373,275</u>	<u>46,691</u>
Change in net position	<u>3,662,051</u>	<u>4,801,440</u>	<u>1,540,310</u>	<u>10,003,801</u>	<u>2,921,603</u>
Total net position - beginning	71,210,371	(1,500,225)	6,336,947	76,047,093	3,097,773
Total net position - ending	<u>\$ 74,872,422</u>	<u>\$ 3,301,215</u>	<u>\$ 7,877,257</u>	<u>\$ 86,050,894</u>	<u>\$ 6,019,376</u>

The notes to financial statements are an integral part of this statement.

City of Missoula
Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended June 30, 2025

	Business-type Activities				Governmental Activities
	Wastewater	Water	Total Nonmajor Enterprise funds	Total Enterprise Funds	Internal Service Funds
Cash Flows from Operating Activities:					
Payments to employees	\$ (4,352,875)	\$ (4,318,134)	\$ (645,828)	\$ (9,316,837)	\$ —
Cash receipts from customers	13,682,064	22,368,656	1,769,161	37,819,881	—
(Payments to) receipts from suppliers	(3,742,686)	(5,205,251)	175,494	(8,772,443)	(10,771,190)
Other receipts	1,684,191	572,066	759,476	3,015,733	6,546
Receipts from internal services	—	—	—	—	12,529,181
Net cash provided by operating activities	7,270,694	13,417,337	2,058,303	22,746,334	1,764,537
Cash Flows from Non-Capital Financing Activities:					
Transfers to other funds	(27,040)	(100,000)	(275,275)	(402,315)	—
Transfers from other funds	86,738	138,198	121,804	346,740	46,690
Short term loans to other funds	248,770	—	—	248,770	—
(Payments) on short term loans to other funds	—	—	(248,770)	(248,770)	—
Net cash provided (used) by non-capital financing activities	308,468	38,198	(402,241)	(55,575)	46,690
Cash Flows from Capital and Related Financing Activities:					
Principal paid on debt	(1,585,031)	(4,206,548)	(123,177)	(5,914,756)	—
Interest paid on debt	(478,896)	(4,529,073)	(106,052)	(5,114,021)	—
Interest from on lease liabilities	364	—	—	364	—
Proceeds from lease receivables	4,636	—	110,550	115,186	—
Proceeds from long term debt issuances	2,405,698	9,288,116	22,067	11,715,881	—
Payments on capital payback agreements	—	(60,439)	—	(60,439)	—
Acquisition and construction of capital assets	(6,145,547)	(7,308,166)	(677,483)	(14,131,197)	—
Cash payments or receipts associated with leases	6,513	—	(95,354)	(88,841)	—
Net cash (used) by capital and related financing activities	(5,792,263)	(6,816,110)	(869,450)	(13,477,822)	—
Cash Flows from Investing Activities:					
Interest on investments	19,022	40,707	3,778	63,507	15,473
Net cash provided by investing activities	19,022	40,707	3,778	63,507	15,473
Net increase in cash and cash equivalents	1,805,921	6,680,132	790,390	9,276,443	1,826,700
Balances - beginning of year	5,995,681	10,021,341	849,546	16,866,568	4,865,978
Balances - end of the year	<u>\$ 7,801,602</u>	<u>\$ 16,701,473</u>	<u>\$ 1,639,936</u>	<u>\$ 26,143,011</u>	<u>\$ 6,692,678</u>
Cash and cash equivalents consists of:					
Cash and cash equivalents	\$ 6,780,361	\$ 14,839,407	\$ 1,577,251	\$ 23,197,019	\$ 6,466,629
Restricted Cash and cash equivalents	1,021,241	1,862,066	62,685	2,945,992	226,049
Totals	<u>\$ 7,801,602</u>	<u>\$ 16,701,473</u>	<u>\$ 1,639,936</u>	<u>\$ 26,143,011</u>	<u>\$ 6,692,678</u>

The notes to financial statements are an integral part of this statement.

Continued

City of Missoula
Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended June 30, 2025

	Business-type Activities				Governmental Activities
	Wastewater	Water	Total Nonmajor Enterprise funds	Total Enterprise Funds	Internal Service Funds
Reconciliation of operating income to net cash provided (used) by operating activities:					
Operating income	\$ 3,450,144	\$ 8,855,965	\$ 1,369,620	\$ 13,675,729	\$ 2,859,439
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:					
Depreciation	3,431,263	6,000,248	275,333	9,706,844	—
Changes in assets and liabilities:					
Due from other government	(53,513)	(35,966)	(339,383)	(428,862)	—
Accounts and other receivables	(788,912)	(1,990,241)	(71,248)	(2,850,401)	6,546
Interfund and advances receivable	32,310	—	973	33,283	—
Prepaid Items	52,309	49,558	7,267	109,134	—
Deferred outflow of resources	49,264	81,054	6,304	136,622	—
Accounts payable	1,067,828	393,869	826,804	2,288,501	(146,819)
Accrued expenses	37,692	34,570	4,101	76,363	—
Contributions paid in advance	—	—	—	—	(954,629)
Compensated absences payable	(34,570)	124,930	(2,124)	88,236	—
Other post employment benefits	3,126	4,108	179	7,413	—
Net pension	157,814	60,857	(10,430)	208,241	—
Deferred inflow of resources	(134,061)	(161,615)	(9,093)	(304,769)	—
Net cash provided by operating activities	<u>\$ 7,270,694</u>	<u>\$ 13,417,337</u>	<u>\$ 2,058,303</u>	<u>\$ 22,746,334</u>	<u>\$ 1,764,537</u>
Noncash investing, capital and financing activities					
Obtaining a right-of-use asset in exchange for a lease liability	\$ (5,572)	\$ (5,951)	\$ (4,192)	\$ (15,715)	\$ —
Developer contributions	617,291	401,594	409,965	1,428,850	—
Total noncash investing, capital and financing activities	<u>\$ 611,719</u>	<u>\$ 395,643</u>	<u>\$ 405,773</u>	<u>\$ 1,413,135</u>	<u>\$ —</u>

The notes to financial statements are an integral part of this statement.

City of Missoula, Montana
Statement of Net Position
Fiduciary Funds
June 30, 2025

	Custodial Funds
ASSETS	
Cash and short-term investments	\$ 242,132
Due from other governments	1,425
Total assets	<u>243,557</u>
LIABILITIES	
Accounts payable	9,440
Due to other governments	12,368
Total liabilities	<u>21,808</u>
NET POSITION	
Restricted for:	
Individuals and organizations	216,249
Other Governments	5,500
Total Net Position	<u><u>\$ 221,749</u></u>

See accompanying Notes to the Financial Statements

City of Missoula, Montana
Statement of Changes in Net Position
Fiduciary Funds
For the Year Ended June 30, 2025

	Custodial Funds
ADDITIONS	
Contributions:	
Private contributions	\$ 42,820
Total Contributions	<u>42,820</u>
 Total additions	 <u>42,820</u>
 Net position - beginning	 <u>178,929</u>
Net position - ending	<u><u>\$ 221,749</u></u>

See accompanying Notes to the Financial Statements

CITY OF MISSOULA, MONTANA
NOTES TO FINANCIAL STATEMENTS

June 30, 2025

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 2024:

GASB Statement No. 101, effective for fiscal years beginning after December 15, 2023, provides new standards for compensated absences like vacation and sick leave. The standard requires a liability to be recognized for unused leave that is attributable to past services, accumulates, and is more likely than not (greater than 50% probability) to be used or paid out. This liability is measured at the employee's pay rate as of the financial statement date for unused leave, and at the settlement amount for leave already used but not yet paid. GASB 101 also addresses related salary costs and replaces the previous guidance under GASB Statement No. 16. The new "more likely than not" threshold may lead to increased liabilities, particularly for sick leave.

Change in Accounting Estimate

During fiscal year 2025, the City revised its approach for recording streets infrastructure. Previously, the City relied on estimated values for work completed by third-party contractors. The City now records contractor-built infrastructure using actual installment costs reported by the contractors. For City-performed work, the City continues to use estimated costs based on bid tabulations for completed projects.

The following is a summary of the effects of the change in estimate in the City's Statement of Net Position:

	Estimated Value Approach	Change in Methodology	Actual Costs Approach
Streets Infrastructure	\$ 5,932,441	\$ (3,060,953)	\$ 2,871,488

The following is a summary of the effects of the change in estimate in the City's Statement of Activities:

	Estimated Value Approach	Change in Methodology	Actual Costs Approach
Infrastructure Depreciation Expense	\$ 296,622	\$ (153,048)	\$ 143,574

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, water and storm water services are accounted for in enterprise funds. Gas, electricity and garbage services are provided by the private sector. All retirement plans are handled by state agencies. (See note F). 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 GASB No. 61.

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

1. The Missoula Redevelopment Agency was established in accordance with state urban renewal law (MCA §7-15-4201). The City appoints and can remove the five-member MRA Board, approves its urban renewal plans, and retains authority over bond issuance, eminent domain, and property acquisition. Infrastructure improvements constructed by MRA are City capital assets, and tax increment revenues are legally restricted for MRA purposes. Due to the City's oversight and financial accountability, MRA is presented as a component unit. Complete financial statements are available from the City Clerk, 435 Ryman St., Missoula, MT 59802 or MRA, 140 W. Pine St., Missoula, MT 59802.
2. The Missoula Parking Commission was created under MCA Title 7, Chapter 14, Part 46. The City appoints the governing board, establishes parking district boundaries, and sets parking fines and rates. MPC may issue revenue bonds payable solely from parking revenues; such bonds are not general obligations of the City under MCA 7-14-4615. Because the City exercises oversight and financial accountability through board appointments and policy control, MPC is reported as a proprietary component unit. Complete financial statements are available from the City Clerk, 435 Ryman St., Missoula, MT 59802 or MPC, 128 W. Main St., Missoula, MT 59802.
3. The Downtown Business Improvement District was established under MCA §7-12-1101 to fund district improvements and marketing. The City appoints the seven-member Board of Trustees, approves the annual budget, and collects and remits assessments to the district. Because the BID is financially accountable to the City, it is presented as a component unit. Complete financial statements are available from the City Clerk, 435 Ryman St., Missoula, MT 59802 or BID, 218 E. Main St., Suite C, Missoula, MT 59802.
4. The Tourism Business Improvement District was established by City Council Resolution No. 7620 (October 25, 2010) and renewed by Resolution No. 8338 (May 13, 2019) pursuant to MCA §7-12-1101. The City appoints the five-member Board of Trustees and approves the annual budget. The TBID board administers and collects its own assessments to fund tourism promotion and marketing. Because of the City's appointment authority and financial accountability, the TBID is reported as a component unit. Complete financial statements are available from the City Clerk, 435 Ryman St., Missoula, MT 59802 or TBID, 140 N. Higgins Ave., Suite 203, Missoula, MT 59802.

Related Organizations:

The City is responsible for appointing members of the Missoula Urban Transportation District Board of Directors. The Directors set policy for Mountain Line, Missoula's public transit agency. Three members are appointed by the Mayor, three members are appointed by the County Commissioners and one member alternating City/County appointment. In FY2025, the City provided grant funding in the amount of \$137,389 for 5303 transit planning funds to conduct relevant and required transit planning. In addition the City provided payment for professional services rendered in the amount of \$160,502 in fiscal year 2024.

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. During FY2025, the City made a payment on the advance Water contract held by MHA in the amount of \$1,066.

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 Position 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 position 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.

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 applies revenue-specific availability periods consistent with GASB guidance. In general, revenues are considered available if collected within 75 days after year-end. However, property tax revenues are subject to a more restrictive availability period and are recognized as revenue only when collected within 60 days after year-end, in accordance with GASB Codification Section 2300.106a(5) and GASB Statement No. 38, paragraph 7.

In rare, highly unusual, and nonrecurring circumstances, the City may recognize specific property tax receipts collected beyond 60 days when sufficient evidence exists that the delay is outside the City's control (for example, county billing or remittance delays). Such instances are evaluated individually and are not part of the City's normal revenue recognition policy.

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 financed purchases 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 unearned 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
- Road District Fund
- Park District Fund
- Capital Improvements Fund

Proprietary Funds:

Measurement Focus and Basis of Accounting

All proprietary funds are accounted for using "economic resources" measurement focus and the accrual basis of accounting. These funds account for operations that are primarily financed by user charges. Revenues are recognized when earned and expenses are recognized when incurred. Allocations of costs, such as depreciation, are recorded in the proprietary funds. The receivables and revenue from assessments are reported as accounts receivable and user charges, respectively.

Proprietary funds include enterprise funds and internal service funds. Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. Internal service funds are used to account for the financing of goods and services provided by one department or agency to other departments or agencies of the City on a cost-reimbursement basis. The 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:

- Wastewater Fund (Major Fund)
- Water Fund (Major Fund)
- Aquatics Fund
- Civic Stadium Fund
- Storm Water Fund

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. Custodial funds are used to report fiduciary activities that are not required to be reported in pension (and other employee benefit) trust funds, investment trust funds, or private-purpose trust funds and use the economic resources measurement focus and the full accrual basis of accounting.

The City reports the following custodial funds for the following 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.

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.

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.

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.

C. Budgetary Information

1. Budget Process

Operating budgets are adopted each year for the General Fund, all active 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 GAAP (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 the spring, budget hearings are held, and the final budget is adopted by the second Monday in August. The operating fund budgets cannot be increased except by a public hearing and resolution approved by City Council. Budget appropriations may be transferred between line items or increased by budget amendment only upon adoption of a resolution by the governing body.

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 active funds. The legal level of budgetary control is established at the fund level.

D. Assets, liabilities, deferred outflows/inflows of resources, and net position/fund balance

1. Cash, Cash Equivalents, and Investments

Cash and investments are under the management of the City's Treasurer and consist primarily of investments in certificate of deposits. 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.

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.

The City categorizes its fair value measurements within the fair value hierarchy established by GAAP. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets (these investments are valued using prices quoted in active markets); Level 2 inputs are significant other observable inputs (these investments are valued using matrix pricing); Level 3 inputs are significant unobservable inputs (these investments are valued using consensus pricing).

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 if they are internal lending and "long-term loans" if the funds have been lent outside the City. See schedule B - "Long Term Receivables" under detailed notes on all the primary government's funds for additional detail on long-term loans.

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

Special assessments are billed November 1 of each year as a component of the County property tax billing. The first part (50%) is due November 30th and the second part (50%) is due May 31st. After those dates, the bills are delinquent (and a lien is placed on the property). Delinquent assessments receivable at June 30, 2025 were \$249,065.

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 monthly. They are due the last day of the month in which they are billed. 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 1st.

No allowance for uncollectible accounts 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.

Water fees are billed monthly after service has been established. When flat rates are used for estimating the amount of water used by consumers, the water bill shall be due and payable in advance each month. When meters are in use for determining the amount of water used by consumers, the water bill shall be due and payable for water delivered during the previous month. Accounts that are delinquent for 30 days are notified that unless the bill is paid in full within 10 days, water service will be disconnected.

3. 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 acquisition value at the date of donation. The City capitalizes all assets with a value of \$10,000 or greater that will provide benefit for more than one year.

Depreciation on general government capital assets is provided over their estimated useful lives on the straight-line method. Buildings and Improvements other than buildings have an estimated useful life of 20 - 30 years; machinery and equipment 3 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.

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.

Major outlays for capital assets and improvements are capitalized in proprietary funds as projects are constructed.

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 using the straight-line method. Buildings, major land improvements and pipelines have an estimated useful life of 20 - 50 years; machinery and equipment 5 to 20 years. Useful lives of the proprietary component unit assets range from 5 to 40 years. Intangible assets within the proprietary funds, other than leases and SBITAs, are not being amortized/depreciated.

Right-to-use lease equipment and subscription assets are amortized over the life of the associated contract.

4. Unearned Revenues

Unearned revenue represents amounts received in advance for goods or services to be provided in future periods. The City recognizes revenue as the services are rendered or goods are delivered. These pertain to the net uncollected property tax and other receivables, and are classified as Unearned Revenues on the Balance Sheet of governmental funds in the fund statements.

5. 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 position, 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 position.

6. Other Post Employment Benefits

The City recognizes and reports its post employment health care benefits in accordance with GASB Statement No. 75, *Accounting and Financial Reporting by for Postemployment Benefits Other Than Pensions*.

7. 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 position. 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 position. 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 position.

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 governmental activities, business-type activities, and proprietary fund types, bond premiums and discounts 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. Bond issuance costs are expensed as incurred.

8. Deferred Outflows of Resources and Deferred Inflows of Resources

In addition to assets, the statement of net position includes a separate section for deferred outflows of resources. Deferred outflows of resources represent a consumption of net assets that applies to future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City has three items that qualifies for this category: the deferred amount on refunding General Obligation (GO) bonds, the deferred amounts related to pension, the deferred amounts related to other post employment benefits (OPEB). The deferred amount on the GO bond refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The deferred amounts related to pension and OPEB related

differences between estimated and actual investment earnings, changes in actuarial assumptions, and other pension and OPEB related charges.

In addition to liabilities, the statement of net position includes a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has four items that qualify for reporting under this category. These are unavailable revenues from property taxes and assessments, the deferred inflows of resources of the pension liability, the deferred inflows of resources of the other post employment benefit (OPEB) adjustments, and the deferred inflows of resources related to leases. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

9. Fund Balance

The Governmental Accounting Standards Board (GASB) 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

Nonspendable:

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

Restricted:

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

Committed:

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

Assigned:

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

Unassigned:

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

Expenditure Order for Resource Categories

General Fund and Special Revenue Funds:

First: Restricted
Second: Committed
Third: Assigned
Fourth: Unassigned

Debt Service and Capital Projects Funds:

First: Assigned
Second: Committed
Third: Restricted
Fourth: Unassigned

10. Leases

The City of Missoula is a lessee for office space and land leases. The City recognizes a lease liability and an intangible right-to-use lease asset (lease asset) in the government-wide financial statements. The City recognizes lease liabilities with an initial, individual value of \$5,000 or more.

At the commencement of a lease, the City initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The Lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial indirect costs. Subsequently, the lease asset is amortized on a straight-line basis over its useful life.

Lease assets are reported with other capital assets and lease liabilities are reported with long-term debt on the statement of net position.

Lessor: The City of Missoula is a lessor for a noncancellable lease of office space as well as a civic stadium. The City recognizes a lease receivable and a deferred inflow of resources in the government-wide and governmental fund financial statements.

11. Subscription Based Information Technology Arrangements

The City reports a subscription liability and an intangible right-to-use capital asset (known as the subscription asset) on the government-wide financial statements and proprietary fund statements. In the governmental fund financial statements, the City recognizes subscription proceeds and capital outlay at initiation of the subscription, and the outflow of resources for the subscription liability as a debt service payment. The City has a policy to recognize subscriptions over \$10,000 as a subscription liability and intangible capital asset.

12. Estimates Used in Financial Statement Preparation

The preparation of financial statements in conformity with GAAP 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

Seven special revenue funds with deficit fund balances were identified as of June 30, 2025 the Disaster Recover Funds \$(2,353,041), the Cable Television Franchise Fund \$(170,362), the Dangerous Building & Demolition Fund \$(2,660), the Housing Sprint Fund \$(25,000), the Law Enforcement Block Grant Fund \$(226), the Community Development Block Grant (CDBG) Fund \$(10,212), and the Police Grants and Donations Fund \$(304,463) all carried deficit fund balances which will be covered by future assessments, grant revenue, and license and permit revenue in fiscal year 2026.

Four general obligation bond funds were identified as having a negative fund balances as of June 30, 2025: the 2012A Aquatics bond \$(22,258), the 2013A Refunding bond \$(137,704), the 2004 Refunding Bonds Debt Service \$(1,432) and the 2006 Fire Station GO bond \$(153,966). These deficits will be covered by tax revenue collections in the next fiscal year.

The sinking funds for the following Sidewalk & Curb and SID funds had deficit balances which will be cleared with tax collections in FY 2026: FY04 Sidewalk and Curb \$(3,627), FY13 Sidewalk and Curb \$(21,287), FY16 Sidewalk and Curb \$(18,490), SID 526 \$(258,624), SID 532 \$(2,603), Gilbert St Sewer SID \$(35,254), SID 540 \$(377), and SID 549 \$(73,726).

The following SID Construction funds have deficit fund balances which will be cleared with funding sources received in FY2025 Lincolnwood Fund \$(14) and Pattee Creek Dr. Traffic Calming \$(320).

The following Capital Projects funds have deficit fund balances which will be mitigated through future debt issuance and grant revenues: Western Federal Lands \$(5,711), CY23 Sidewalk & Curb Construction Fund \$(25,203), CY25 Sidewalk & Curb Construction Fund \$(12,811), WFL Miller Creek Road \$(34), Mullen Area Build Grant \$(3,671,003), ARRA Enhancements \$(2,498), and ARRA HB 645 \$(23,677).

The Capital Improvement fund reported a negative fund balance \$(16,821,769) due to ongoing internal and external financing activities.

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

A. Cash and Cash Equivalents

	Primary Government	Fiduciary Funds	Component Units	Total
Petty Cash and Cash on Hand	\$ 14,855	\$ —	\$ 8,043	\$ 22,898
Demand Deposits	47,635,905	242,132	26,882,875	74,760,912
Certificates of Deposit	201,955	—	109,340	311,296
	<u>\$ 47,852,715</u>	<u>\$ 242,132</u>	<u>\$ 27,000,258</u>	<u>\$ 75,095,106</u>

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

	Unrestricted	Restricted	Total
Governmental Activities	\$ 21,709,705	\$ —	\$ 21,709,705
Business-Type Activities	23,197,019	2,945,992	26,143,011
Fiduciary Funds	242,132	—	242,132
Component Units	24,068,301	2,931,956	27,000,257
Total	<u>\$ 69,217,157</u>	<u>\$ 5,877,948</u>	<u>\$ 75,095,105</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 fair 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, 2025, the carrying amount of the City's deposits in local banks was \$73,663,319 and the bank balances were \$77,037,942, of which \$962,473 was covered by federal depository insurance, and the remaining balance 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 fair 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.

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

	Maturities	Credit Risk Rating	Fair Value
Certificates of Deposit	11/2021-01/2024	NA	\$ 311,296
Money Market Funds	NA	Aaa-mf	—
Demand Deposits	NA	NA	74,760,912
Petty Cash and Cash on Hand	NA	NA	22,898
Total			<u>\$ 75,095,106</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.

The following restricted cash/investments were held by the City as of June 30, 2025:

<u>Description</u>	<u>Amount</u>
Primary Government	
Debt Service	
Wastewater Fund - Restricted for debt service	1,021,241
Water Fund - Restricted for debt service	1,862,066
Storm Water Fund - Restricted for debt service	62,685
Component Units	
Missoula Redevelopment Agency - Restricted for debt service	1,963,427
Missoula Parking Commission - Restricted for Operating Reserve	192,129
Missoula Parking Commission - Restricted for Maintenance Reserve	776,400
Total Restricted Cash	<u>\$ 5,877,948</u>

The following fund balance/net position was restricted by the City for the reasons stated below as of June 30, 2025:

<u>Description</u>	<u>Amount</u>
Primary Government	
Governmental Funds - Restricted as shown in Note H	\$ 9,586,194
Waste water - Restricted for debt Service	1,021,241
Water - Restricted for Debt Service	1,862,066
Storm water - Restricted for Debt Service	62,685
Total Restricted fund balance/net position	<u>\$ 12,532,186</u>

B. Long Term Loans Receivables

A summary of the City's long term loans receivable as of June 30, 2025, follows:

Primary Government:

CDBG - Missoula Housing Authority	53,791
\$200,000 at 1% interest to be repaid \$11,083 per year through 2030.	
CDBG - Partnership Health Center	275,000
\$275,000 with interest rate deferred and determined upon sale of property.	
HOME Fund - homeWORD	80,000
\$80,000 at 1% interest only monthly payments of \$66.67 through 2028, then interest increases to 3% and payments to \$551.09 through 2043.	
HOME Fund - Trinity Apartments	1,497,000
\$1,497,000 at 4.5% interest to be repaid the lesser of \$91,903 or Cash Flows.	
HOME Fund - Villagio Apartments	1,570,771
\$1,570,771 at 0% interest payable from 75% of annual surplus cash flow payments not to exceed \$47,599.	
Economic Development Fund - Ravara	1,640,817
\$1,640,818 at 1.55% interest payable at such time the borrower has no outstanding loan obligations as outlined in the loan agreement, and at least 50% of the units have been sold.	
GRANTS & DONATION FUND - EPA Brownfield RLF	
Millsite Revitalization Project/Missoula Redevelopment Agency	
\$1,775,000 at 1.5% to be repaid solely from tax increment revenue resulting from the increased taxable value of the property within the Old Sawmill District. The loan is reflected as a liability of the Missoula Redevelopment Agency.	925,836
Riverfront Triangle Project	378,229
\$693,000 at 1% to be repaid by revenues from Riverfront Triangle Partners, LLC.	
Total Primary Government	\$ 6,421,444

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. In addition, the Water fund has advance infrastructure contracts payable to several governmental funds, as well as the Missoula Redevelopment Agency (MRA).

	<u>Advances Receivable</u>	<u>Advances Payable</u>
General Fund (major fund)	\$ 183,020	\$ —
Capital Improvement Fund (major fund)	—	425,166
Non-major governmental funds	426,512	—
Water Operating (major fund)	—	1,412,851
Waste Water Operating (major fund)	744,318	—
Non-major proprietary funds	18,485	—
MRA (Component Unit)	465,682	—
	<u>\$ 1,838,017</u>	<u>\$ 1,838,017</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.

	Interfund Receivable	Interfund Payable
	<u>Due From</u>	<u>Due To</u>
General Fund (major fund)	\$ 5,215,440	\$ 111,010
Road District #1 Fund (major fund)	2,814,685	—
Park District #1 Fund (major fund)	1,187,857	—
Capital Improvement Fund (major fund)	973,105	17,143,917
Waste Water Operating (major fund)	112,993	—
Non-major governmental funds	15,512,151	8,448,311
Non-major proprietary funds	—	112,993
	<u>\$ 25,816,231</u>	<u>\$ 25,816,231</u>

D. Capital Assets

Depreciation and Amortization

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

Depreciation and Amortization expense was charged to the functions of the governmental activities of the primary government as follows:

Governmental activities:

General Government	\$	1,015,382
Public Safety		3,110,637
Public Works		14,088,333
Public Health		8,867
Culture & Recreation		2,289,510
Housing & Community Development		150,412
Total depreciation/amortization expense - governmental activities	\$	<u>20,663,141</u>

Capital Assets

Capital asset activity for the year ended June 30, 2025 was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Governmental Activities:				
Capital Assets not being Depreciated:				
Art	\$ 335,100	\$ —	\$ —	\$ 335,100
Land	32,390,915	7,926,890	(3,285,681)	37,032,124
Work-In-Progress	13,271,242	12,790,060	(8,724,418)	17,336,884
Total Capital Assets not being Depreciated	<u>45,997,257</u>	<u>20,716,950</u>	<u>(12,010,099)</u>	<u>54,704,108</u>
Capital Assets being Depreciated:				
Buildings	51,507,882	—	—	51,507,882
Infrastructure	451,106,623	6,007,560	—	457,114,183
Improvements	27,944,929	2,029,709	—	29,974,638
Machinery & Equipment	47,194,570	4,803,283	(261,925)	51,735,928
Right to Use Leased Equipment Asset	3,221,277	115,857	(96,008)	3,241,126
Right to Use Subscription Asset	676,421	1,252,966	(54,982)	1,874,405
Total Capital Assets being Depreciated	<u>581,651,702</u>	<u>14,209,375</u>	<u>(412,915)</u>	<u>595,448,162</u>
Less Accumulated Depreciation/Amortization for:				
Buildings	(31,182,976)	(1,574,310)	—	(32,757,286)
Infrastructure	(245,756,235)	(13,098,172)	—	(258,854,407)
Improvements	(7,015,039)	(1,299,483)	—	(8,314,522)
Machinery & Equipment	(31,295,617)	(3,942,345)	233,384	(35,004,578)
Right to Use Leased Equipment Asset	(594,026)	(480,831)	96,008	(978,849)
Right to Use Subscription Asset	(174,776)	(652,374)	54,982	(772,168)
Total Accumulated Depreciation/Amortization	<u>(316,018,669)</u>	<u>(21,047,515)</u>	<u>384,374</u>	<u>(336,681,810)</u>
Total Capital Assets being Depreciated, Net	<u>265,633,033</u>	<u>(6,838,140)</u>	<u>(28,541)</u>	<u>258,766,352</u>
Capital Assets, Net	<u>\$311,630,290</u>	<u>\$13,878,810</u>	<u>\$ (12,038,640)</u>	<u>\$ 313,470,460</u>

Business-type Activities:

Capital Assets not being Depreciated:

Land	\$ 4,620,749	\$ —	\$ (374,390)	\$ 4,246,359
Intangibles	1,091,742	—	—	1,091,742
Work In Process	8,814,502	12,976,006	(7,904,682)	13,885,826
Total Capital Assets not being Depreciated	<u>14,526,993</u>	<u>12,976,006</u>	<u>(8,279,072)</u>	<u>19,223,927</u>

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Capital Assets being Depreciated/Amortized:				
Buildings	12,867,815	26,493	—	12,894,308
Improvements	252,744,333	8,772,960	—	261,517,293
Right to use Leased Improvement Assets	144,855	—	—	144,855
Right to Use Subscription Asset	—	134,340	—	134,340
Machinery & Equipment	43,139,574	1,983,545	—	45,123,119
Total Capital Assets being Depreciated/ Amortized	308,896,577	10,917,338	—	319,813,915
Less Accumulated Depreciation/Amortization for:				
Buildings	(7,853,567)	(379,045)	—	(8,232,612)
Improvements	(77,380,532)	(5,932,827)	—	(83,313,359)
Right to use Leased Improvement Assets	(15,731)	(5,041)	—	(20,772)
Right to use - Subscription Assets	—	(73,888)	—	(73,888)
Machinery & Equipment	(25,639,114)	(3,315,840)	—	(28,954,954)
Total Accumulated Depreciation/Amortization	(110,888,944)	(9,706,641)	—	(120,595,585)
Total Capital Assets being Depreciated, Net	198,007,633	1,210,697	—	199,218,330
Capital Assets, Net	<u>\$212,534,626</u>	<u>\$14,186,703</u>	<u>(8,279,072)</u>	<u>\$ 218,442,257</u>

Component Unit: MPC

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Capital Assets not being Depreciated:				
Parking Lots and Land	\$ 3,587,760	\$ —	\$ —	\$ 3,587,760
Work-In-Progress	231,648	619,512	(124,620)	726,539
Total Capital Assets not being Depreciated	3,819,408	619,512	(124,620.00)	4,314,299
Capital Assets being Depreciated:				
Parking Structures	15,846,477	—	—	15,846,477
Furniture, fixtures and computers	25,748	—	—	25,748
Machinery, equipment and vehicles	2,754,512	138,330	—	2,892,842
Parking lot improvements	1,204,767	—	—	1,204,767
Total Capital Assets being Depreciated	19,831,504	138,330	—	19,969,834
Less Accumulated Depreciation and Amortization	(8,151,708)	(627,061)	—	(8,778,769)
Capital Assets, Net	<u>\$ 15,499,204</u>	<u>\$ 130,781</u>	<u>\$ (124,620)</u>	<u>\$ 15,505,364</u>

Component Unit: BID

	<u>Beginning</u> <u>Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending</u> <u>Balance</u>
Capital Assets not being Depreciated:				
Land	\$ —	\$ —	\$ —	\$ —
Total Capital Assets not being Depreciated	—	—	—	—
Capital Assets being Depreciated:				
Machinery & Equipment	15,900	—	—	15,900
Total Capital Assets being Depreciated	15,900	—	—	15,900
Less Accumulated Depreciation and Amortization	(3,180)	(795)	—	(3,975)
Capital Assets, Net	\$ 12,720	\$ (795)	\$ —	\$ 11,925

E. Long-Term Obligations

During the year ended June 30, 2025 the following changes occurred in long-term obligations reported in the governmental activities, the City's proprietary funds and component units:

	Balance <u>7/1/2024</u>	<u>Additions</u>	<u>Reductions</u>	Balance <u>6/30/2025</u>	Due Within <u>One Year</u>
Governmental Activities:					
General Obligation Bonds	\$ 820,000	\$ —	\$ 405,000	\$ 415,000	\$ 415,000
Limited Obligation Bonds	4,492,015	—	581,284	3,910,731	527,518
Revenue Bonds from Direct Placements	5,433,000	—	191,000	5,242,000	199,000
Special Assessment Bonds	3,640,000	—	544,500	3,095,500	538,500
Special Assessment Bonds from Direct Placements	1,686,848	—	149,623	1,537,225	127,089
Financed Purchases	12,020,533	—	3,299,322	8,721,211	2,507,288
Lease Liability	2,708,764	56,007	388,336	2,376,435	400,216
Subscription Liability	439,033	926,035	338,192	1,026,876	336,856
Bond Premiums	229,882	—	19,157	210,725	19,157
Compensated Absences	9,924,934	7,802,292	4,455,907	13,271,320	4,734,244
Net Pension Liability	45,025,547	34,408,116	34,045,403	45,388,260	—
Other Post Employment Benefits	5,513,121	521,838	465,315	5,569,644	—
Total Governmental Activities	\$ 91,933,677	\$ 43,714,288	\$ 44,883,038	\$ 90,764,927	\$ 9,804,868
Business-type Activities:					
Revenue Bonds	\$ 12,655,000	\$ —	\$ 810,000	\$ 11,845,000	\$ 843,000
Revenue Bonds from Direct Placements	118,036,343	11,715,881	4,098,068	125,654,156	4,421,754
Financed Purchases	504,003	—	69,625	434,378	70,740
Lease Liability	135,232	—	3,325	131,907	3,500
Subscription Liability	—	93,165	28,883	64,282	31,017
Notes from Direct Borrowings	1,239,937	—	47,885	1,192,052	50,667
FBO Contracts Payable	4,466,038	—	246,540	4,219,498	246,539
Bond Premiums	11,725,635	—	642,654	11,082,981	642,653
Compensated Absences	910,787	587,332	499,096	999,023	426,737
Net Pension Liability	5,720,485	218,671	10,430	5,928,726	—
Other Post Employment Benefits	866,859	68,425	61,012	874,272	—
Total Business-type Activities	\$ 156,260,319	\$ 12,683,474	\$ 6,517,518	\$ 162,426,276	\$ 6,736,607
Component Units:					
Revenue Bonds	\$ 755,000	\$ —	\$ 90,000	\$ 665,000	\$ 90,000
Revenue Bonds from Direct Placements	50,986,047	—	2,586,340	48,399,707	2,708,887
Notes Payable from Direct Borrowings	4,197,300	—	318,541	3,878,759	354,156
Financed Purchases Payable	93,708	—	93,708	—	—
Compensated Absences	310,877	161,381	197,746	274,512	133,913
Net Pension Liability	1,224,204	81,411	15,835	1,289,780	—
Other Post Employment Benefits	29,837	5,270	4,972	30,135	—
Total Component Units	\$ 57,596,973	\$ 248,062	\$ 3,307,142	\$ 54,537,893	\$ 3,286,956

Primary Government

For governmental activities, the net pension liability and other post employment benefits are primarily liquidated by the general fund, approximately 76% with the remaining amounts from the Road District, Park District, and Building funds. For compensated absences, the general fund normally liquidates 78%, while the Road District and Park District normally liquidates 11% & 10% respectively. The remaining 1% is liquidated by other governmental funds. The Financed Purchases are liquidated by the general fund, approximately 71%, with the remaining amounts liquidated from the Road District and Park District at 22% and 7% respectively.

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 6/30/2025</u>
2013 Refunding	2013	2026	0.0232	\$ 5,860,000	\$ 415,000
Total GO Bonds				<u>\$ 5,860,000</u>	<u>\$ 415,000</u>

Annual debt service requirements to maturity for General Obligation Bonds as of June 30, 2025, were as follows:

Fiscal Year Ending

<u>June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 415,000	\$ 9,628	\$ 424,628
Total	<u>\$ 415,000</u>	<u>\$ 9,628</u>	<u>\$ 424,628</u>

Legal Debit Margin

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 \$374,278,260 which is significantly in excess of the City of Missoula's outstanding general obligation debt. 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 which was affirmed with Standard and Poor's on September 7, 2018.

A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. In accordance with GASB Statement No. 65 (GASB 65) this amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. At June 30, 2025, the City reports deferred outflows of resources from the 2013A (\$37,618) refunding bonds. The deferred charges have been amortized (\$33,578 per year) as a component of interest expense in the Statement of Activities.

Limited Obligation Bonds

Paid from General Fund revenues:

Limited Obligation Bonds

Paid from General Fund revenues:

<u>Bonds</u>	<u>Date Issued</u>	<u>Date Matures</u>	<u>Rate</u>	<u>Amount Issued</u>	<u>Balance 6/30/2025</u>
2010C Energy	2010	2025	3.0-4.0%	\$ 1,010,000	\$ —
2016A Maintenance Shop/Refunding	2016	2035	2.0-4.0%	3,900,000	1,210,000
2018A Police Evidence Bldg & Art Park	2018	2038	3.95%	3,600,000	2,700,731
Total Limited Obligation Bonds				<u>\$ 8,510,000</u>	<u>\$ 3,910,731</u>

Annual debt service requirements to maturity for Limited Obligation Bonds as of June 30, 2025, were as follows:

Fiscal Year Ending	Limited Obligation Bonds			
	<u>June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
	2026	\$ 527,518	\$ 147,090	\$ 674,608
	2027	299,001	126,007	425,008
	2028	255,743	116,665	372,408
	2029	262,753	106,455	369,208
	2030	275,043	95,965	371,008
	2031-2035	1,540,160	311,830	1,851,990
	2036-2039	750,513	52,312	802,825
	Total	<u>\$ 3,910,731</u>	<u>\$ 956,324</u>	<u>\$ 4,867,055</u>

Revenue Bonds

Paid from Special Assessments:

<u>Bonds</u>	<u>Date</u>	<u>Date</u>	<u>Rate</u>	<u>Amount</u>	<u>Balance</u>
	<u>Issued</u>	<u>Matures</u>		<u>Issued</u>	<u>6/30/2025</u>
2023A Park District	01/12/2023	07/01/2043	4.10%	\$ 3,420,000	\$ 3,249,000
2023B Park District	01/12/2023	07/01/2043	5.18%	924,000	888,000
2023 Road District	01/12/2023	07/01/2043	4.10%	1,163,000	1,105,000
Total Revenue Bonds				<u>\$ 5,507,000</u>	<u>\$ 5,242,000</u>

Annual debt service requirements to maturity for Revenue Bonds as of June 30, 2025, were as follows:

Fiscal Year Ending	Revenue Bonds from Direct Placements			
	<u>June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
	2026	\$ 199,000	\$ 222,422	\$ 421,422
	2027	206,000	213,841	419,841
	2028	216,000	204,942	420,942
	2029	225,000	195,611	420,611
	2030	235,000	185,889	420,889
	2031-2035	1,337,000	768,010	2,105,010
	2036-2040	1,652,000	452,441	2,104,441
	2041-2043	1,172,000	89,565	1,261,565
	Total:	<u>\$ 5,242,000</u>	<u>\$ 2,332,721</u>	<u>\$ 7,574,721</u>

Pursuant to the "Special District Act" in Montana Code Annotated, Title 7, Chapter 11, Part 10, local governments are authorized to create special districts whenever the public convenience and necessity may require. The Special District Act further authorizes the entity administering a special district to, among other things, borrow money by the issuance of general obligation bonds or revenue bonds for the lease, purchase, and maintenance of land, facilities and buildings and the funding of projects. The governing body of a local government creating a special district is required by the Special District Act to make assessments or impose fees for the costs of the special district, and to levy such assessments against the benefited lots or parcels of land within the special district.

Paid from utility revenues:

	Date	Date		Amount	Balance
<u>Bonds</u>	<u>Issued</u>	<u>Matures</u>	<u>Rate</u>	<u>Issued</u>	<u>6/30/2025</u>
2005 Sewer Bonds - Brdwy/Lincolnwood	11/28/2005	7/1/2025	2.25%	\$ 1,731,833	\$ —
Rattlesnake Series 2009B	12/23/2009	7/1/2030	3.00%	572,098	142,000
2015 Dewatering Proj	10/14/2015	7/1/2035	2.50%	926,775	518,000
2020A Sewer Revenue Bonds	6/30/2020	7/1/2035	2.0 to 5%	11,645,000	10,795,000
2020B Sewer Revenue Bonds	6/30/2020	7/1/2027	2.00%	865,000	390,000
Total Revenue Bonds				<u>\$ 15,740,706</u>	<u>\$ 11,845,000</u>

	Date	Date		Amount	Balance
<u>Revenue Bonds from Direct Placements</u>	<u>Issued</u>	<u>Matures</u>	<u>Rate</u>	<u>Issued</u>	<u>6/30/2025</u>
Water 2019A Bond	4/1/2019	7/1/2044	3 to 5%	\$ 96,680,000	\$ 89,030,000
Water 2019B Bond	4/1/2019	7/1/2044	3.90%	5,000,000	4,142,622
EKO Compost Purchase	11/18/2016	1/1/2037	2.75%	1,766,000	1,134,680
EKO Compost Equipment	12/30/2016	7/1/2030	2.25%	1,262,000	227,252
Storm Water 2021B	12/15/2021	1/1/2042	3.40%	465,867	405,895
Storm Water 2021C	12/15/2021	1/1/2042	2.75%	446,133	385,048
Storm Water Series 2022 - Caras Park	12/8/2021	1/1/2042	2.50%	299,094	253,000
Water 2022 - Tank Project	4/27/2022	1/1/2042	2.50%	3,564,435	3,049,000
Water 2022 SRF - Line Replacement	4/27/2022	1/1/2042	2.50%	8,847,527	10,343,981
Water Series 2023B	7/15/2022	7/1/2042	3.18%	6,886,000	6,102,000
Storm Water Series 2023 - South Hills	6/21/2023	7/1/2043	2.50%	210,950	194,520
Wastewater Series 2023 - Missoula Lines	4/19/2023	7/1/2044	2.50%	2,652,196	2,264,196
Wastewater Series 2023B Bonds	6/29/2023	7/1/2043	4.95%	1,327,000	1,246,000
Water Series 2024A	4/17/2024	7/1/2044	2.50%	1,001,729	1,027,000
Water Series 2024B	4/17/2024	7/1/2044	2.50%	854,890	823,000
Water Series 2024C	4/17/2024	7/1/2044	2.50%	1,074,143	1,034,143
Water Series 2024D	4/17/2024	7/1/2044	2.50%	1,029,396	990,396
Water Series 2024E	4/17/2024	7/1/2044	2.50%	1,026,694	983,694
Wastewater Series 2024 - Momont #2 Lift	7/26/2024	7/1/2044	2.50%	624,156	570,156
Water Series 2024F	7/26/2024	7/1/2044	2.50%	485,489	446,489
Wastewater Series 2025 - RAS Valve	1/24/2025	1/1/2045	2.50%	175,877	139,877
Wastewater Series 2025B - Momont #1 Lift	1/23/2025	1/1/2045	2.50%	54,892	54,892
Water Series 2025A	5/15/2025	7/1/2045	2.50%	180,583	180,583
Water Series 2025B	5/15/2025	7/1/2045	2.50%	46,458	46,458
Water Series 2025C	5/15/2025	7/1/2045	2.50%	104,738	104,738
Water Series 2025D	5/15/2025	7/1/2045	2.50%	336,329	336,329
Water Series 2025E	5/15/2025	7/1/2045	2.50%	21,638	21,638
Water Series 2025F	5/15/2025	7/1/2045	2.50%	105,505	105,505
Stormwater Series 2025 - Bitterroot Outfall	4/23/2025	1/1/2045	2.50%	22,067	11,067
Total Revenue Bonds from Direct Placements				<u>\$ 136,551,786</u>	<u>\$ 125,654,159</u>

The above schedule shall be revised following the final advance of principal in accordance with the Disbursement Agreement in order to reflect installments of principal and interest sufficient to pay the outstanding principal amount by maturity date.

Annual debt service requirements to maturity for Revenue Bonds as of June 30, 2025, were as follows:

Fiscal Year Ending	Revenue Bonds		Revenue Bonds from Direct Placements		Total
	Principal	Interest	Principal	Interest	
June 30					
2026	\$ 843,000	\$ 445,378	\$ 4,421,754	\$ 5,035,917	\$ 10,746,048
2027	956,000	410,745	4,757,760	4,906,785	11,031,290
2028	1,072,000	370,555	5,098,390	4,693,194	11,234,140
2029	1,125,000	318,713	5,295,795	4,468,394	11,207,902
2030	1,177,000	264,300	5,501,379	4,226,367	11,169,046
2031-2035	6,672,000	535,688	31,079,264	17,136,592	55,423,544
2036-2040	—	—	37,485,266	10,975,718	48,460,984
2041-2045	—	—	32,014,550	1,836,311	33,850,861
Total	\$ 11,845,000	\$ 2,345,378	\$ 125,654,159	\$ 53,279,278	\$ 193,123,815

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 Water Revenue Bonds require:

- 1) Segregated Water Funds and Accounts with restrictions on their use.
- 2) Accounting for the water fund in accordance with generally accepted accounting principles and issuing audited statements annually.
- 3) No free services, and enforce the payment of any accounts owing by discontinuing service or pursuing legal action.
- 4) Reserves in Reserve Account (maximum due in any future calendar year).
- 5) Net revenues at least equal to 125% of the maximum annual debt service.
- 6) The 2019A & 2019B Bonds maturing July 1, 2021 - 2028 are not subject to redemption prior to their stated dates of maturity. The City has reserved the right to redeem and call the 2019A & 2019B Bonds maturing on or after July 1, 2029, prior to their stated dates of maturity.

The City of Missoula is in substantial compliance with all of the above requirements.

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 and cash balance at June 30, 2025 is \$231,636.

The following table lists all outstanding special assessment bond issues and the outstanding balance as of June 30, 2025:

Bonds	Date <u>Issued</u>	Date <u>Matures</u>	Rate	Amount <u>Issued</u>	Balance <u>6/30/2025</u>
SID533	2006	2025	3.75%	\$ 244,000	\$ —
SID534	2006	2026	3.75%	254,000	18,000
SID536	2006	2026	3.75%	438,000	31,000
SID540	2006	2027	3.75-4.65%	1,570,000	225,000
SID541	2009	2029	2.10-5.40%	750,000	195,000
SID544-Series C	2009	2029	3.75%	1,608,102	527,000
SID544-Series D	2009	2029	3.75%	31,000	8,500
SID544-Series B	2009	2029	1.75%	359,300	101,000
SID549	2017	2036	0.95-3.55%	2,550,000	1,555,000
FY07 Sidewalk & Curb	2007	2027	4.00-4.75%	920,000	30,000
FY08 Sidewalk & Curb	2008	2028	2.50-5.00%	560,000	30,000
FY09 Sidewalk & Curb	2009	2029	1.00-5.40%	645,000	60,000
FY10 Sidewalk & Curb	2010	2030	2.25-6.0%	885,000	100,000
FY12 Sidewalk & Curb	2012	2032	0.95-4.375%	775,000	215,000
Total Special Assessment Bonds				<u>\$ 11,589,402</u>	<u>\$ 3,095,500</u>

	Date <u>Issued</u>	Date <u>Matures</u>	Rate	Amount <u>Issued</u>	Balance <u>6/30/2025</u>
<u>Special Assessment Bonds from Direct Placements</u>					
FY13 Sidewalk & Curb	2013	2033	3.29%	\$ 393,000	\$ 56,000
FY2015A Sidewalk & Curb	2015	2035	3.75%	346,400	167,600
FY2015B Sidewalk & Curb	2015	2035	5.15%	252,200	108,700
FY2016B Sidewalk & Curb	2017	2028	3.35%	44,937	10,912
FY2016C Sidewalk & Curb	2017	2036	3.50%	265,489	142,041
FY2017 Sidewalk & Curb	2018	2037	3.95%	364,013	198,872
FY2018 Sidewalk & Curb	2019	2038	4.25%	394,000	284,500
FY2023A Sidewalk & Curb	2024	2043	7.05%-7.50%	549,200	486,500
FY2023B Sidewalk & Curb	2024	2043	5.25%	91,900	82,100
Total Special Assessment Bonds from Direct Placements				<u>\$ 2,701,139</u>	<u>\$ 1,537,225</u>

Annual debt service requirements to maturity for special assessment bonds as of June 30, 2025, were as follows:

Fiscal Year Ending	Special Assessment Bonds		Special Assessment Bonds from Direct Placements		Total
	Principal	Interest	Principal	Interest	
June 30					
2026	\$ 538,500	\$ 115,188	\$ 127,089	\$ 78,667	\$ 859,444
2027	497,500	94,511	126,201	72,436	790,648
2028	381,500	74,292	124,606	66,271	646,669
2029	380,000	59,573	121,822	60,118	621,513
2030	323,000	44,683	121,699	54,077	543,459
2031-2035	810,000	112,945	578,428	182,689	1,684,062
2036-2040	165,000	5,858	258,680	63,918	493,456
2041-2043	—	—	78,700	9,884	88,584
Total	<u>\$ 3,095,500</u>	<u>\$ 507,050</u>	<u>\$ 1,537,225</u>	<u>\$ 588,060</u>	<u>\$ 5,727,835</u>

Leases

The City has entered into agreements to lease certain assets. The lease agreements qualify as other than short-term leases under GASB 87 and, therefore, have been recorded at the present value of the future minimum lease payments as of the date of their inception. The City recognizes lease liabilities with an initial, individual value of \$5,000 or more.

Business Type Activities

Leases Receivable

The following table lists all outstanding leases receivable as of June 30, 2025:

Leases Receivable	Asset Type	Balance 6/30/2025
Civic Stadium	Buildings	\$ 1,133,988
Waste Water - Land Lease	Land	9,772
Total		<u>\$ 1,143,760</u>

The future principal and interest lease payments as of June 30, 2025, were as follows:

Year Ended June 30	Principal Payments	Interest Payments	Total Payments
2026	\$97,627	\$17,374	\$115,001
2027	99,150	15,850	\$115,000
2028	95,697	14,303	\$110,000
2029	97,191	12,809	\$110,000
2030	98,708	11,292	\$110,000
2031 - 2035	517,142	32,858	\$550,000
2036 - 2037	138,245	1,755	\$140,000
Totals	<u>\$1,143,760</u>	<u>\$106,241</u>	<u>\$1,250,001</u>

Leases Payable

The following table lists the active business-type activity leases as of June 30, 2025:

Leases Receivable	Asset Type	Balance 6/30/2025
Radio Tower Lease	Land	\$ 131,907
Total		<u>\$ 131,907</u>

The future principal and interest lease payments as of June 30, 2025, were as follows:

Year Ended June 30	Principal Payments	Interest Payments	Total Payments
2026	\$3,500	\$2,044	\$5,544
2027	3,665	1,990	\$5,655
2028	3,835	1,933	\$5,768
2029	4,010	1,874	\$5,884
2030	4,190	1,812	\$6,002
2031 - 2035	23,831	8,026	\$31,857
2036 - 2040	29,155	6,018	\$35,173
2041 - 2045	\$35,259	\$3,575	\$38,834
2046 - 2050	\$24,462	\$767	\$25,229
Totals	<u>\$131,907</u>	<u>\$28,039</u>	<u>\$159,946</u>

Governmental Activities

Leases Payable

The following table lists the active governmental activity leases as of June 30, 2025:

Leases Receivable	Asset Type	Balance 6/30/2025
400 Ryman and 198 West Pine Street	Buildings	\$ 93,411
414 Ryman Street	Buildings	93,098
Missoula County Drug Task Force	Buildings	21,299
New MST Office Space Lease	Buildings	29,719
Axon	Equipment	2,081,385
Northside Annex	Land	57,523
Total		<u>\$ 2,376,435</u>

The future principal and interest lease payments as of June 30, 2025, were as follows:

Year Ended			
June 30	Principal Payments	Interest Payments	Total Payments
2026	\$400,216	\$125,243	\$525,459
2027	197,981	110,390	308,371
2028	209,248	99,172	308,420
2029	221,033	87,311	308,344
2030	232,719	74,791	307,510
2031 - 2035	1,067,298	159,973	1,227,271
2036 - 2040	5,374	3,551	8,925
2041 - 2045	5,803	3,122	8,925
2046 - 2050	6,267	2,658	8,925
2051 - 2055	6,768	2,157	8,925
2056 - 2060	7,309	1,616	8,925
2061 - 2065	7,894	1,031	8,925
2066 - 2070	8,525	400	8,925
Totals	<u>\$2,376,435</u>	<u>\$671,415</u>	<u>\$3,047,850</u>

Subscription-Based Information Technology Arrangements

The City reports a subscription liability and an intangible right-to-use capital asset (known as the subscription asset) on the government-wide financial statements.

In the governmental fund financial statements, the City recognizes subscription proceeds and capital outlay at initiation of the subscription, and the outflow of resources for the subscription liability as a debt service payment. The City has a policy to recognize subscriptions over \$10,000 as a subscription liability and intangible capital asset.

Business Type Activities

The following table lists the active business-type activity subscriptions as of June 30, 2025:

Software	Purpose	Balance
		6/30/2025
Accela SaaS	License/Permitting Software	\$ 64,282
Total		<u>\$ 64,282</u>

Annual minimum subscription payment requirements as of June 30, 2025, were as follows:

Year Ended			
June 30	Principal Payments	Interest Payments	Total Payments
2026	\$31,017	\$2,572	\$33,589
2027	33,265	1,331	34,596
Totals	<u>\$64,282</u>	<u>\$3,903</u>	<u>\$68,185</u>

The value of the business-type activity right to use assets as of 06/30/2025 is \$134,340 with accumulated amortization of \$73,888.

Governmental Activities

The following table lists the active governmental activity subscriptions as of June 30, 2025:

Software	Purpose	Balance 6/30/2025
Accela SaaS	License/Permitting Software	\$ 419,696
Axon	Law Enforcement management Software	405,331
Barracuda Software	Email Security	148,972
ESRI	Geographic information system	1,415
Papercut	Print management	14,684
SecureWarrant	Law enforcement warrant software	36,778
Total		<u>\$ 1,026,876</u>

Annual minimum subscription payment requirements as of June 30, 2025, were as follows:

Year Ended June 30	Principal Payments	Interest Payments	Total Payments
2026	\$336,856	\$48,160	\$385,016
2027	357,531	34,064	391,595
2028	40,341	19,105	59,446
2029	42,148	16,798	58,946
2030	44,571	14,375	58,946
2031 - 2034	205,429	30,355	235,784
Totals	<u>\$1,026,876</u>	<u>\$162,857</u>	<u>\$1,189,733</u>

The value of the Governmental activities right to use assets as of 06/30/2025 is \$1,874,405 with accumulated amortization of \$772,168.

Financed Purchases

Beginning in fiscal year 2010 the City entered into financed purchase agreements to finance the purchase of capital equipment. These agreements qualify as financed purchases for accounting purposes and, therefore, have been recorded at the present value of their future minimum payments as of the inception date. These financed purchases were used to finance equipment that was capitalized by the City with a cost of \$13,183,496 and accumulated depreciation of \$6,116,562 at June 30, 2025.

Governmental Activities:	Issued	Matures	Rate	Issued	June 30, 2025
15 Yr agreement #9	2015	2029	3.01%	\$ 1,006,225	\$ 304,308
7 Yr agreement #18	2018	2025	2.18%	1,332,237	—
5 Yr agreement #20	2020	2025	1.75%	235,837	—
7 Yr agreement #21	2020	2027	1.85%	299,235	89,467
10 Yr agreement #22	2020	2030	1.99%	533,843	281,068
5 Yr agreement #24	2020	2025	2.34%	170,739	—
7 Yr agreement #25	2020	2027	2.48%	174,185	52,864
10 Yr agreement #26	2020	2030	2.66%	310,025	165,223
3 Yr agreement #27	2022	2025	2.29%	1,229,235	—
3 Yr Taxable agreement #28	2022	2025	2.90%	811,988	—
5 Yr agreement #29	2022	2027	2.52%	176,870	73,416
5 Yr Taxable agreement #30	2022	2027	3.19%	73,276	30,708
7 Yr agreement #31	2022	2029	2.70%	182,220	108,293
7 Yr Taxable agreement #32	2022	2029	3.42%	223,801	134,344
10 Yr agreement #33	2022	2032	2.87%	1,402,313	1,022,722
10 Yr Taxable agreement #34	2022	2032	3.63%	1,156,923	852,438
Motorola Communications	2022	2026	—%	1,972,794	789,118
3 Yr agreement #35	2023	2026	4.02%	635,755	220,407
5 Yr agreement #36	2023	2028	4.05%	161,405	100,697
7 Yr agreement #37	2023	2030	4.10%	298,913	221,987
10 Yr agreement #38	2023	2033	4.15%	1,054,936	877,119
2 Yr Taxable agreement #39	2024	2026	6.65%	370,917	191,523
3 Yr agreement #40	2024	2027	5.17%	2,255,247	1,541,527
5 Yr agreement #41	2024	2029	5.21%	257,045	210,784
7 Yr agreement #42	2024	2031	5.26%	467,266	410,449
10 Yr agreement #43	2024	2034	5.33%	1,131,004	1,042,754
Total Governmental Activities Financed Purchases				\$ 17,924,234	\$ 8,721,216

Annual governmental activities financed purchase agreement payment requirements as of June 30, 2025, were as follows:

Fiscal Year Ending

<u>June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 2,507,288	\$ 308,971	\$ 2,816,259
2027	2,169,108	215,744	2,384,852
2028	892,282	153,139	1,045,421
2029	890,111	119,325	1,009,436
2030	717,028	86,499	803,527
2031-2035	1,545,395	118,243	1,663,638
Total	<u>\$ 8,721,212</u>	<u>\$ 1,001,921</u>	<u>\$ 9,723,133</u>

Business-type Activities:	Issued	Matures	Rate	Issued	June 30, 2024
10 Yr agreement #22	2020	2030	1.99%	\$ 336,498	\$ 175,628
10 Yr Taxable agreement #34	2022	2032	3.63%	284,905	209,922
7 Yr agreement #37	2023	2030	4.10%	37,814	28,083
5 Yr agreement #41	2024	2029	5.21%	25,298	20,745
Total Business-Type Activities Financed Purchases				<u>\$ 684,515</u>	<u>\$ 434,378</u>

Annual business-type activities financed purchase agreement payment requirements as of June 30, 2025, were as follows:

Fiscal Year Ending

<u>June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 70,740	\$ 12,849	\$ 83,589
2027	72,870	10,403	83,273
2028	75,071	8,517	83,588
2029	77,348	6,240	83,588
2030	73,813	3,963	77,776
2031-2035	64,536	3,000	67,536
Total	<u>\$ 434,378</u>	<u>\$ 44,972</u>	<u>\$ 479,350</u>

Notes from Direct Borrowings

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 \$1,659,000.

The following table lists all outstanding Civic Stadium Enterprise Fund Notes Payable and the outstanding balances as of June 30th, 2025:

	<u>Date Issued</u>	<u>Date Matures</u>	<u>Rate</u>	<u>Amount Issued</u>	<u>Balance June 30, 2025</u>
Paid from Civic Stadium operating revenues:					
R-1 Clearwater CU	2012	2036	5.50%	\$ 1,290,000	\$ 1,019,928
R-2 MCDC	2012	2036	5.50%	265,000	172,124
Total Notes from Direct Borrowings				<u>\$ 1,555,000</u>	<u>\$ 1,192,052</u>

Annual debt service requirements to maturity for Civic Stadium notes payable as of June 30th, 2025, were as follows:

<u>Fiscal Year Ending</u>	<u>Notes from Direct Borrowings</u>		
<u>June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 50,667	\$ 65,574	\$ 116,241
2027	53,528	62,787	116,315
2028	56,523	59,843	116,366
2029	59,592	56,734	116,326
2030	63,001	53,457	116,458
2030-2035	372,019	211,258	583,277
2036-2037	536,722	54,365	591,087
Total	<u>\$ 1,192,052</u>	<u>\$ 564,018</u>	<u>\$ 1,756,070</u>

FBO Contracts Payable

As part of the Settlement Agreement with Liberty Utilities to acquire the water system the City entered into an Assignment and Assumption Agreement with Mountain Water Company on June 5, 2017. Under this agreement the City assumed \$8,025,822 of FBO (Funded by Others) Contracts Payable. The original contracts were entered into when developers paid for or constructed facilities used by the water utility to provide water service to customers and the water utility agreed to refund such amounts to each contract holder over a 40 year period. The FBO payables incur no interest, but under generally accepted accounting principles, the balance is discounted to a present value for reporting purposes. The City reflects a present value payable of \$4,217,807 on the face value of \$4,943,032, utilizing an annually adjusted Federal Reserve rate of 1.92%.

<u>Date Issued</u>	<u>Date Matures</u>	<u>Rate</u>	<u>Amount Issued</u>	<u>Book Value Balance June 30, 2025</u>	<u>Present Value Payable June 30, 2025</u>
6/5/2017	2018-2056	N/A	<u>\$ 8,025,822</u>	<u>\$ 4,943,032</u>	<u>\$ 4,219,498</u>

Annual debt service requirements to maturity for FBO Contracts payable as of June 30, 2025,

Fiscal Year Ending <u>June 30</u>	Present Value		Book Value
	<u>Payable</u>	<u>Imputed Interest</u>	<u>Total</u>
2026	\$ 246,539	\$ 34,649	\$ 281,188
2027	246,538	34,650	281,188
2028	246,537	34,651	281,188
2029	246,536	34,652	281,188
2030	246,011	34,653	280,664
2031-2035	1,166,522	171,863	1,338,385
2036-2040	933,449	159,538	1,092,987
2041-2045	622,111	129,322	751,433
2046-2050	217,851	69,652	287,503
2051-2055	43,177	19,848	63,025
2056-2060	4,229	1,745	5,974
	<u>\$ 4,219,498</u>	<u>\$ 725,225</u>	<u>\$ 4,944,723</u>

Component Units

Missoula Parking Commission:

Revenue Bonds from Direct Placements

On December 29, 2010, the Commission issued \$635,000 of Series 2010A refunding bonds and \$7.5 million of Series 2010B recovery zone economic development bonds. On March 26, 2014, the Commission refunded the 2010A and 2010B Series and issued the Series 2014 refunding bonds. The Commission incurred issuance costs of \$215,526 and recorded a gain on refunding of \$131,057. The issuance costs were expensed in accordance with GASB 65, Items Previously Reported as Assets and Liabilities. The bonds carry interest rates ranging from 2% to 4.35% and mature annually from 2014 through October 1, 2035. The Missoula Redevelopment Agency has committed to paying 40% of all principal and interest payments for the life of the bond. Under the terms of the agreement, the Agency will transfer \$133,425 of pledged tax increment funds to MPC in two equal installments each year.

The Commission's outstanding debt from the above direct placement contains a provision that in an event of default, outstanding amounts become immediately due if the Commission is unable to make payment. The bonds are secured by a pledge of operating revenues derived from the operations of the Commission's on-street and off-street parking facilities, after payment of all necessary operation and maintenance expenses and from service tax increment revenues received by the City of Missoula.

Revenue bonds paid from parking revenues:

Date <u>Issued</u>	Date <u>Matures</u>	Rate <u>Rate</u>	Amount <u>Issued</u>	Balance <u>June 30, 2025</u>
4/9/2014	2035	2-4.35%	\$ 7,160,000	\$ 4,395,000
			<u>\$ 7,160,000</u>	<u>\$ 4,395,000</u>

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

Fiscal Year Ending

<u>June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 325,000	\$ 176,925	\$ 501,925
2027	340,000	163,625	503,625
2028	355,000	149,503	504,503
2029	365,000	134,653	499,653
2030	380,000	119,525	499,525
2031-2035	2,150,000	341,610	2,491,610
2036	480,000	10,440	490,440
Total	<u>\$ 4,395,000</u>	<u>\$ 1,096,281</u>	<u>\$ 5,491,281</u>

Financed Purchase Agreements

In 2018, the Commission entered into a financed purchase agreement with First Security Bank to finance the purchase of parking access and revenue control equipment, license plate recognition technology, and one electric scooter. The financed purchase agreement has a one-year term with seven annual, one-year renewal options exercisable by the Commission with an interest component of 3.00%. First Security Bank's interest in the assets will terminate upon the Commission's payment of \$1,195,400 in principal and interest on the financed purchase agreement. As of June 30, 2025, the Commission has capitalized \$1,126,145 in total assets related to this financed purchase with an associated accumulated depreciation balance of \$493,271.

<u>Financed Purchases</u>	<u>Issued</u>	<u>Matures</u>	<u>Rate</u>	<u>Issued</u>	<u>June 30, 2025</u>
Parking Equipment agreement #2	2018	1/1/2025	3.00%	\$ 1,195,400	—
				<u>\$ 1,195,400</u>	<u>\$ —</u>

Missoula Redevelopment Agency:

Revenue bonds paid from tax increment revenues:

<u>Bonds</u>	<u>Date</u> <u>Issued</u>	<u>Date</u> <u>Matures</u>	<u>Rate</u>	<u>Amount</u> <u>Issued</u>	<u>Balance</u> <u>June 30, 2025</u>
2007 Tax Increment	10/15/2007	2031	6.95%	\$ 1,500,000	\$ 665,000
				<u>\$ 1,500,000</u>	<u>\$ 665,000</u>

<u>Bonds from Direct Placements</u>	<u>Date</u> <u>Issued</u>	<u>Date</u> <u>Matures</u>	<u>Rate</u>	<u>Amount</u> <u>Issued</u>	<u>Balance</u> <u>June 30, 2025</u>
2013 Tax Increment	3/16/2013	2031	3.15%	\$ 5,750,000	\$ 2,309,000
2013 Tax Increment	5/30/2013	2031	4.25%	1,753,500	765,500
2016 Tax Increment-URD III	12/1/2015	2040	4.35%	5,000,000	3,680,000
2016 Tax Increment-NRSS	12/17/2015	2035	4.50%	1,364,400	908,056
2017A Tax Incre. - Front St.	12/12/2017	2041	5.75%	1,162,500	930,500
2017B Tax Incre. - Front St.	1/12/2017	2041	4.50%	277,500	215,500
2017C Tax Incre. - Front St.	1/12/2017	2041	4.50%	3,260,500	2,579,327
2017A Mary Ave West	6/22/2015	2040	4.65%	1,600,000	1,220,000
2017B Mary Ave East	6/22/2017	2040	4.35%	7,065,000	5,337,000
2017 Tax Increment-NRSS Phase 2&3	12/11/2017	2042	4.75%	723,514	355,294
2018A MRL Park	8/13/2018	2040	5.25%	1,239,404	974,531
2018B MRL Park	8/13/2018	2040	4.38%	2,681,782	2,067,563
Front Street Series 2019	2/10/2019	2043	4.00%	3,647,844	3,045,247
Scott Street Series 2020A	8/3/2020	2046	3.80%	3,302,000	2,850,099
Scott Street Series 2020B	8/3/2020	2046	4.50%	3,302,000	2,881,756
AC Hotel Series 2021	4/1/2021	2046	2.00%	1,886,105	1,643,700
Series 2022A - Urban Development Renewal	10/18/2022	2032	3.50%	1,583,471	1,098,196
Series 2022B - Urban Development Renewal	10/18/2022	2032	4.50%	2,231,536	1,563,777
Series 2024 A - NRSS Ravara	6/20/2024	2044	6.85%	2,101,000	2,051,301
Series 2024A BOI - NRSS	6/20/2024	2044	1.71%	2,101,000	2,010,419
Series 2024B - NRSS	6/20/2024	2049	4.50%	5,598,000	5,517,942
Total				<u>\$ 57,631,056</u>	<u>\$ 44,004,708</u>

The above schedule shall be revised following the final advance of principal in accordance with the Disbursement Agreement in order to reflect installments of principal and interest sufficient to pay the outstanding principal amount by maturity date.

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

Fiscal Year Ending June 30	Revenue Bonds		Revenue Bonds from Direct Placements		Total
	Principal	Interest	Principal	Interest	
2026	\$ 90,000	\$ 45,467	\$ 2,383,886	\$ 1,978,483	\$ 4,497,836
2027	100,000	39,038	2,477,737	1,878,950	4,495,725
2028	105,000	32,088	2,586,357	1,775,240	4,498,685
2029	115,000	24,617	2,693,877	1,666,676	4,500,170
2030	125,000	16,451	2,809,454	1,553,313	4,504,218
2031-2035	130,000	7,589	11,307,113	6,172,068	17,616,770
2036-2040	—	—	12,217,001	3,646,769	15,863,770
2041-2045	—	—	6,012,323	1,273,413	7,285,736
2046-2050	—	—	1,516,960	211,556	1,728,516
Total	<u>\$ 665,000</u>	<u>\$ 165,250</u>	<u>\$ 44,004,708</u>	<u>\$ 20,156,468</u>	<u>\$ 64,991,426</u>

Notes Payable

	Date Issued	Date Matures	Rate	Amount Issued	Balance June 30, 2025
Notes Payable from Direct Borrowings					
MRA Front Street Parking Note-to MPC	4/9/2014	2035	2.00 - 4.35%	\$ 2,864,000	\$ 1,758,000
MAEDC Note Payable	12/1/2009	2030	1.50%	\$ 1,775,000	\$ 925,836
Riverfront Triangle Series 2019	3/6/2019	2043	4.00%	1,529,318	1,194,923
Total				<u>\$ 6,168,318</u>	<u>\$ 3,878,759</u>

Debt service requirements to maturity for notes payable follow:

Fiscal Year Ending June 30	Notes Payable from Direct Borrowings		Total
	Principal	Interest	
2026	\$ 354,156	\$ 133,355	\$ 487,511
2027	362,020	123,570	485,590
2028	369,958	113,225	483,183
2029	375,974	102,626	478,600
2030	384,070	91,830	475,900
2031-2035	1,205,070	302,612	1,507,682
2036-2040	565,567	102,514	668,081
2041-2045	261,944	21,229	283,173
Total	<u>\$ 3,878,759</u>	<u>\$ 990,961</u>	<u>\$ 4,869,720</u>

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, 2025, there was two series of industrial revenue bonds outstanding, with an aggregate principal amount payable of \$12,085,505.

F. 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 \$56,817,996 for 2024, of which \$46,004,982 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 "Annual Comprehensive Financial Report" for the fiscal year end. It is available from MPERA at 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)

In accordance with GASB Statement 68, Accounting and Financial Reporting for Pensions, employers and the non-employer contributing entity are required to recognize and report certain amounts associated with participation in the Public Employees' Retirement System Defined Benefit Retirement Plan (the Plan). This includes the proportionate share of the collective Net Pension Liability; Pension Expense; and Deferred Outflows and Deferred Inflows of Resources associated with pensions. Employers are provided guidance in GASB Statement 68, paragraph 74, where pension amounts must be combined as a total or aggregate for reporting, whether provided through cost-sharing, single-employer, or agent plans. This report provides information for employers who are using a June 30, 2024, measurement date for the 2025 reporting. If an employer's fiscal year end is after June 30th, the employer will not use the measurements shown in this report but will need to wait for the measurement date as of June 30, 2025.

Summary of Significant Accounting Policies

MPERA prepared financial statements using the accrual basis of accounting. The same accrual basis was used by MPERA for the purposes of determining the Net Pension Liability (NPL); Deferred Outflows of Resources

and Deferred Inflows of Resources related to pensions; Pension Expense; the Fiduciary Net Position; and Additions to or Deductions from Fiduciary Net Position. Member contributions are recognized in the period in which contributions are due. Employer contributions are recognized when due and the employer has made a formal commitment to provide the contributions. Revenues are recognized in the accounting period they are earned and become measurable. Benefit payments and refunds are recognized in the accounting period in which they are due and payable in accordance with the benefit terms. Expenses are recognized in the period incurred. Investments are reported at fair value. MPERA adhered to all accounting principles generally accepted by the United States of America. MPERA applied all applicable pronouncements of the Governmental Accounting Standards Board (GASB).

General Information about the Pension Plan

Plan Description: The PERS-Defined Benefit Retirement Plan (DBRP), administered by the Montana Public Employee Retirement Administration (MPERA), is a multiple-employer, cost-sharing plan established July 1, 1945, and governed by Title 19, chapters 2 & 3, Montana Code Annotated (MCA). This plan provides retirement benefits to covered employees of the State, and local governments, and certain employees of the Montana University System, and school districts. Benefits are established by state law and can only be amended by the Legislature.

All new members are initially members of the PERS-DBRP and have a 12-month window during which they choose to remain in the PERS-DBRP or join the PERS-DCRP by filing an irrevocable election. Members may not be participants of both the defined benefit and defined contribution retirement plans. All new members from the universities also have a third option to join the university system's Montana University System Retirement Program (MUS-RP).

Benefits provided: The PERS-DBRP provides retirement, disability, and death benefits to plan members and their beneficiaries. Benefits are based on eligibility, years of service, and highest average compensation (HAC). Member rights are vested after five years of service.

Service retirement:

- Hired prior to July 1, 2011:
 - Age 60, 5 years of membership service
 - Age 65, regardless of membership service
 - Any age, 30 years of membership service
- Hired on or after July 1, 2011
 - Age 65, 5 years of membership service
 - Age 70, regardless of membership service

Early Retirement:

- Hired prior to July 1, 2011
 - Age 50, 5 years of membership service
 - Any age, 25 years of membership service
- Hired on or after July 1, 2011
 - Age 55, 5 years of membership service

Second Retirement: (requires returning to PERS-covered employer or PERS service)

- Retired before January 1, 2016 and accumulate less than 2 years additional service credit or retired on or after January 1, 2016 and accumulate less than 5 years additional service credit:
 - A refund of member's contributions plus return interest (currently 2.02% effective July 1, 2018).
 - No service credit for second employment;
 - Start the same benefit amount the month following termination; and
 - Guaranteed Annual Benefit Adjustment (GABA) starts again in the January immediately following the second retirement.
- Retired before January 1, 2016 and accumulate at least 2 years of additional service credit:
 - A recalculated retirement benefit based on provisions in effect after the initial retirement; and
 - GABA starts on the recalculated benefit in the January after receiving the new benefit for 12 months.
- Retired on or after January 1, 2016 and accumulate 5 or more years of service credit:
 - The same retirement as prior to the return to service;
 - A second retirement benefit as prior to the second period of service based on laws in effect upon the rehire date; and
 - GABA starts on both benefits in the January after receiving the original and the new benefit for 12 months.

Member's highest average compensation (HAC)

- Hired prior to July 1, 2011 - highest average compensation during any consecutive 36 months;
- Hired on or after July 1, 2011 – highest average compensation during any consecutive 60 months;

Compensation Cap

- Hired on or after July 1, 2013 – 110% annual cap on compensation considered as a part of a member's highest average compensation.

Monthly benefit formula

- Members hired prior to July 1, 2011
 - Less than 25 years of membership service: 1.785% of HAC per year of service credit;
 - 25 years of membership service or more: 2% of HAC per year of service credit.
- Members hired on or after July 1, 2011
 - Less than 10 years of membership service: 1.5% of HAC per year of service credit;
 - 10 years or more, but less than 30 years of membership service: 1.785% of HAC per year of service credit;
 - 30 years or more of membership service: 2% of HAC per year of service credit.

Guaranteed Annual Benefit Adjustment (GABA)

After the member has completed 12 full months of retirement, the member's benefit increases by the applicable percentage (provided below) each January, inclusive of all other adjustments to the member's benefit.

- 3.0% for members hired prior to July 1, 2007
- 1.5% for members hired between July 1, 2007 and June 30, 2013
- Members hired on or after July 1, 2013:
 - (a) 1.5% for each year PERS is funded at or above 90%;
 - (b) 1.5% reduced by 0.1% for each 2.0% PERS is funded below 90%; and
 - (c) 0% whenever the amortization period for PERS is 40 years or more.

Contributions: The State Legislature has the authority to establish and amend contribution rates. Member and employer contribution rates are specified by Montana Statute and are a percentage of the member's compensation. Contributions are deducted from each member's salary and remitted by participating employers.

Special Funding: The state of Montana, as the non-employer contributing entity, paid to the Plan, additional contributions that qualify as *special funding*. Those employers who received *special funding* are all participating employers.

Not Special Funding: Per Montana law, state agencies and universities paid their own additional contributions. The employer paid contributions are *not* accounted for as special funding for state agencies and universities but are reported as employer contributions.

Member and employer contribution rates are shown in the table below.

Fiscal Year	Member		State & Universities	Local Government		School Districts	
	Hired <07/01/11	Hired >07/01/11	Employer	Employer	State	Employer	State
2025	7.900%	7.900%	9.170%	9.070%	0.100%	8.800%	0.370%
2024	7.900%	7.900%	9.170%	9.070%	0.100%	8.800%	0.370%
2023	7.900%	7.900%	9.070%	8.970%	0.100%	8.700%	0.370%
2022	7.900%	7.900%	8.970%	8.870%	0.100%	8.600%	0.370%
2021	7.900%	7.900%	8.870%	8.770%	0.100%	8.500%	0.370%
2020	7.900%	7.900%	8.770%	8.670%	0.100%	8.400%	0.370%
2019	7.900%	7.900%	8.670%	8.570%	0.100%	8.300%	0.370%
2018	7.900%	7.900%	8.570%	8.470%	0.100%	8.200%	0.370%
2017	7.900%	7.900%	8.470%	8.370%	0.100%	8.100%	0.370%
2016	7.900%	7.900%	8.370%	8.270%	0.100%	8.000%	0.370%
2015	7.900%	7.900%	8.270%	8.170%	0.100%	7.900%	0.370%
2014	7.900%	7.900%	8.170%	8.070%	0.100%	7.800%	0.370%
2012-2013	6.900%	7.900%	7.170%	7.070%	0.100%	6.800%	0.370%
2010-2011	6.900%		7.170%	7.070%	0.100%	6.800%	0.370%
2008-2009	6.900%		7.035%	6.935%	0.100%	6.800%	0.235%
2000-2007	6.900%		6.900%	6.800%	0.100%	6.800%	0.100%

1. Member contributions to the system of 7.9% are temporary and will be decreased to 6.9% on January 1 following actuary valuation results that show the amortization period has dropped below 25 years and would remain below 25 years following the reduction of both the additional employer and additional member contribution rates.
2. Employer contributions to the system:
 - a. Effective July 1, 2014, following the 2013 Legislative session, PERS-employer contributions increase an additional 0.1% a year and will continue over 10 years through 2024. For fiscal years beginning after June 30, 2024, the additional contribution amount stays at 2.27%. The additional employer contributions including the 0.27% added in 2007 and 2009, will terminate on January 1 following actuary valuation results that show the amortization period has dropped below 25 years and would remain below the 25 years following the reduction of both the additional employer and additional member contributions rates.
 - b. Effective July 1, 2013, employers are required to make contributions on working retirees' compensation. Member contributions for working retirees are not required.
 - c. The portion of employer contributions allocated to the PCR are included in the employers reporting. The PCR was paid off effective March 2016 and the contributions previously directed to the PCR are now directed to member accounts.
3. Non-Employer Contributions:
 - a. Special Funding
 - i. The state contributed 0.1% of members' compensation on behalf of local government entities.
 - ii. The state contributed 0.37% of members' compensation on behalf of school district entities.
 - iii. The state contributed a Statutory Appropriation from the General Fund of \$35,329,705.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

GASB Statement 68 allows a measurement date of up to 12 months before the employer's fiscal year-end. The basis for the Total Pension Liability (TPL) as of June 30, 2024, is on an actuarial valuation performed by the Plan's actuary as of June 30, 2024.

The Total Pension Liability (TPL) minus the Fiduciary Net Position equals the Net Pension Liability (NPL). The proportionate shares of the employer's and the state of Montana's NPL for June 30, 2024, and 2023, are displayed below. The employer's proportionate share equals the ratio of the employer's contributions to the sum of all employer and non-employer contributions during the measurement period. The state's proportionate share for a particular employer equals the ratio of the contributions for the particular employer to the total state contributions paid. The City recorded a liability of \$34,408,116 and the employer's proportionate share was 1.406846 percent. The Missoula Redevelopment Agency and the Missoula Parking Commission are discrete component units of the City and are highlighted on their own rows below.

As of measurement date	Net Pension Liability as of 06/30/2024	Net Pension Liability as of 06/30/2023	Percent of Collective NPL as of 06/30/2024	Percent of Collective NPL as of 06/30/2023	Change in Percent of Collective NPL
City of Missoula Proportionate Share	\$ 33,118,336	\$ 31,855,940	1.35410 %	1.30540 %	0.04870 %
State of Montana Proportionate Share associated with Employer	\$ 8,640,788	\$ 8,827,512	0.35330 %	0.36170 %	(0.00840)%
Missoula Redevelopment Agency Proportionate Share	\$ 642,978	\$ 561,567	0.02629 %	0.02301 %	0.00328 %
State of Montana Proportionate Share associated with Agency	\$ 167,757	\$ 155,614	0.00686 %	0.00638 %	0.00048 %
Missoula Parking Commission Proportionate Share	\$ 646,802	\$ 662,637	0.02645 %	0.02715 %	(0.00070)%
State of Montana Proportionate Share associated with Commission	\$ 168,755	\$ 183,621	0.00690 %	0.00752 %	(0.00062)%
Total	\$ 43,385,416	\$ 42,246,891	1.77390 %	1.73116 %	0.04274 %

Changes in actuarial assumptions and methods: There have been no changes to the assumptions or other inputs that affected the measurement of the TPL since the previous measurement date.

Changes in benefit terms: There have been no changes in benefit terms since the previous measurement date.

Changes in proportionate share: There were no changes to the Plan between the measurement date of the collective NPL and the employer's reporting date that are expected to have a significant effect on the employer's proportionate share of the collective NPL.

Pension Expense: At June 30, 2024, the City recognized \$3,483,822 for its proportionate share of the Plan's pension expense and recognized grant revenue of \$463,070 for the state of Montana proportionate share of the pension expense associated with the employer.

As of measurement date	Pension Expense as of 6/30/2024	Pension Expense as of 6/30/2023
City of Missoula's Proportionate Share	\$ 3,483,822	\$ 4,636,875
Employer Grant Revenue - State of Montana State Appropriation for employer	463,070	828,151
Missoula Redevelopment Agency Proportionate Share	71,663	(31,564)
Employer Grant Revenue - State of Montana Proportionate Share for employer	8,990	14,599
Missoula Parking Commission Proportionate Share	(11,114)	190,568
Employer Grant Revenue - State of Montana State Appropriation for employer	9,044	17,226
Total	\$ 4,025,475	\$ 5,655,855

Recognition of Deferred Inflows and Outflows: At June 30, 2024, the City reported its proportionate share of the Plan's deferred outflows of resources and deferred inflows of resources from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Expected vs. actual Experience	\$ 1,673,621	\$ —
Projected Investment Earnings vs. Actual Investment Earnings	—	736,462
Changes in Assumptions	—	—
Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	1,163,177	—
Employer Contributions Subsequent to the Measurement Date	3,164,326	—
Total	\$ 6,001,124	\$ 736,462
<i>*Amounts reported as deferred outflows of resources related to pensions resulting from the City's contributions subsequent to the measurement date but before the City's reporting period will be recognized as a reduction of the Net Pension Liability in the subsequent fiscal year.</i>		

Other amounts reported as deferred outflows and inflows of resources related to pensions are recognized in the city's pension expense as follows:

For the Measurement Year ended June 30:	Recognition of Deferred Outflows and Deferred Inflows in future years as an increase or (decrease) to Pension Expense
2025	\$356,720
2026	\$2,578,522
2027	\$(517,738)
2028	\$(317,168)

The Missoula Redevelopment Agency and the Missoula Parking Commission are discrete component units of the City and reported their proportionate share of the Plan's Deferred Outflows of resources and deferred inflows of resources from the following sources:

Missoula Redevelopment Agency

	Deferred Outflows of Resources	Deferred Inflows of Resources
Expected vs. actual Experience	\$ 32,493	\$ —
Projected Investment Earnings vs. Actual Investment Earnings	—	14,298
Changes in Assumptions	—	—
Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	22,583	—
Employer Contributions Subsequent to the Measurement Date	61,434	—
Total	\$ 116,510	\$ 14,298
<i>*Amounts reported as deferred outflows of resources related to pensions resulting from the City's contributions subsequent to the measurement date but before the City's reporting period will be recognized as a reduction of the Net Pension Liability in the subsequent fiscal year.</i>		

Other amounts reported as deferred outflows and inflows of resources related to pensions are recognized in the agency's pension expense as follows:

For the Measurement Year ended June 30:	Recognition of Deferred Outflows and Deferred Inflows in future years as an increase or (decrease) to Pension Expense
2025	\$6,926
2026	\$50,061
2027	\$(10,052)
2028	\$(6,157)

Missoula Parking Commission

	Deferred Outflows of Resources	Deferred Inflows of Resources
Expected vs. actual Experience	\$ 32,686	\$ —
Projected Investment Earnings vs. Actual Investment Earnings	—	14,383
Changes in Assumptions	—	—
Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	22,717	—
Employer Contributions Subsequent to the Measurement Date	61,799	—
Total	\$ 117,202	\$ 14,383
<i>*Amounts reported as deferred outflows of resources related to pensions resulting from the City's contributions subsequent to the measurement date but before the City's reporting period will be recognized as a reduction of the Net Pension Liability in the subsequent fiscal year.</i>		

Other amounts reported as deferred outflows and inflows of resources related to pensions are recognized in the commission's pension expense as follows:

For the Measurement Year ended June 30:	Recognition of Deferred Outflows and Deferred Inflows in future years as an increase or (decrease) to Pension Expense
2025	\$6,967
2026	\$50,359
2027	\$(10,111)
2028	\$(6,195)

Actuarial Assumptions: The total pension liability as of June 30, 2024, was determined on the results of an actuarial valuation date of June 30, 2024, using the following actuarial assumptions, applied to all periods included in the measurement. Among those assumptions were the following:

Investment Return (net of admin expense)	7.30%
General Wage Growth *	3.50%
*includes Inflation at	2.75%
Merit Increases	0% to 4.80%
Postretirement Benefit Increases 1. Guaranteed Annual Benefit Adjustment (GABA) each January After the member has completed 12 full months of retirement, the member's benefit increases by the applicable percentage (provided below) each January, inclusive of all other adjustments to the member's benefit. <ul style="list-style-type: none"> Members hired prior to July 1, 2007 Members hired between July 1, 2007 & June 30, 2013 Members hired on or after July 1, 2013 <ul style="list-style-type: none"> For each year PERS is funded at or above 90% <ul style="list-style-type: none"> The 1.5% is reduced by 0.1% for each 2.0% PERS is funded below 90% 0% whenever the amortization period for PERS is 40 years or more 	3.0% 1.5% 1.5% 0%
Mortality: <ul style="list-style-type: none"> Active Participants Disabled Retirees Contingent Survivors Health Retirees 	PUB-2010 General Amount Weighted Employer Mortality projected to 2021 for males and females. Projected generationally using MP-2021. PUB-2010 General Amount Weighted Disabled Retiree Mortality table, projected to 2021, set forward one year for both males and females. PUB-2010 General Amount Weighted Contingent Survivor Mortality projected to 2021 with ages set forward one year for males and females. Projected generationally using MP-2021. PUB-2010 General Amount Weighted Healthy Retiree Mortality table projected to 2021, with ages set forward one year and adjusted 104% for males and 103% for females. Projected generationally using MP-2021.

The actuarial assumptions and methods utilized in the June 30, 2024 valuation, were developed in the five-year experience study for the period ending 2021. However, the current long-term rate of return is based on analysis in the experience study, without consideration for the administrative expenses analysis shown in the experience study.

Discount Rate: The discount rate used to measure the TPL was 7.30%. The projection of cash flows used to determine the discount rate assumed that contributions from participating plan members, employers, and non-employer contributing entities would be made based on the Board's funding policy, which established the contractually required rates under the Montana Code Annotated. The state contributed 0.10% of the salaries paid by local governments and 0.37% paid by school districts. In addition, the state contributed a statutory appropriation from the general fund. Based on those assumptions, the Plan's fiduciary net position was projected to be adequate to make all the projected future benefit payments of current plan members through the year 2128. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the TPL. A municipal bond rate was not incorporated in the discount rate.

Target Allocations: The long-term expected rate of return on pension plan investments is reviewed as part of regular experience studies prepared for the Plan about every five years. The long-term rate of return as of June 30, 2024, is based on analysis in the experience study report dated May 2, 2022 without consideration for the administrative expense analysis shown in the experience study. Several factors are considered in evaluating the long-term rate of return assumption including long-term historical data, estimates inherent in current market data, and an analysis in which best-estimate ranges of expected future real rates of return (expected returns, net of investment expense and inflation), along with estimates of variability and correlations for each asset class. These ranges were combined to develop the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and then adding expected inflation. The assumption is intended to be a long-term assumption (30 to 50 years) and is not expected to change absent a significant change in the asset allocation, a change in the underlying inflation assumption, or a fundamental change in the market that alters expected returns in future years.

The target asset allocation and best estimates of arithmetic real rates of return for each major asset class as of the most recent experience study are summarized in the following table.

Asset Class	Target Asset Allocation	Long-Term Expected Real Rate of Return Arithmetic Basis
Cash	3.0 %	(0.33)%
Domestic Equity	30.0 %	5.90 %
International Equity	17.0 %	7.14 %
Private Investments	15.0 %	9.13 %
Real Assets	5.0 %	4.03 %
Real Estate	9.0 %	5.41 %
Core Fixed Income	15.0 %	1.14 %
Non-Core Fixed Income	6.0 %	3.02 %
Total	100.0 %	

Sensitivity of the proportionate share of the net pension liability to changes in the discount rate: The following presents the employer's sensitivity of the NPL to the discount rate in the table below. A small change in the discount rate can create a significant change in the liability. The NPL was calculated using the discount rate of 7.30%, as well as what the NPL would be if it were calculated using a discount rate 1.00% lower or 1.00% higher than the current rate.

As of measurement date	1.0% Decrease (6.30%)	Current Discount Rate	1.0% Increase (8.30%)
City of Missoula's Net Pension Liability	\$50,159,575	\$33,118,337	\$21,199,748
Missoula Redevelopment Agency Net Pension Liability	\$937,322	\$642,978	\$396,155
Missoula Parking Commission Net Pension Liability	\$942,897	\$646,802	\$398,512

PERS Disclosure for the defined contribution plan

City of Missoula contributed to the state of Montana Public Employee Retirement System Defined Contribution Retirement Plan (PERS-DCRP) for employees that have elected the DCRP. The PERS-DCRP is administered by the PERB and is reported as a multiple employer plan established July 1, 2002, and governed by Title 19, chapters 2 & 3, MCA.

All new PERS members are initially members of the PERS-DBRP and have a 12-month window during which they may choose to remain in the PERS-DBRP or join the PERS-DCRP by filing an irrevocable election. Members may not be participants of both the *defined benefit* and *defined contribution* retirement plans.

Member and employer contribution rates are specified by state law and are a percentage of the member's compensation. Contributions are deducted from each member's salary and remitted by participating employers. The state Legislature has the authority to establish and amend contribution rates.

Benefits are dependent upon eligibility and individual account balances. Participants are vested immediately in their own contributions and attributable income. Participants are vested after 5 years of membership service for the employer's contributions to individual accounts and the attributable income. Non-vested contributions are forfeited upon termination of employment per 19-3-2117(5), MCA. Such forfeitures are used to cover the administrative expenses of the PERS-DCRP.

At the plan level for the measurement period ended June 30, 2024, the PERS-DCRP employer did not recognize any net pension liability or pension expense for the defined contribution plan. Plan level non-vested forfeitures for the 351 employers that have participants in the PERS-DCRP totaled \$1,345,278.

Pension plan fiduciary net position: The stand-alone financial statements of the Montana Public Employees Retirement Board (PERB) Annual Comprehensive Financial Report (ACFR) and the GASB 68 Report disclose the Plan's fiduciary net position. These reports, as well as the actuarial valuations and experience study, are available from the PERB at PO Box 200131, Helena MT 59620- 0131, (406) 444-3154 or are available on the MPERA website at <https://mpera.mt.gov/about/annualreports1/annualreports>.

Firefighters' Unified Retirement System (FURS)

In accordance with GASB Statement 68, Accounting and Financial Reporting for Pensions, employers and the non-employer contributing entity are required to recognize and report certain amounts associated with participation in the Firefighters' Unified Retirement System (the Plan). This includes the proportionate share of the collective Net Pension Liability; Pension Expense; and Deferred Outflows and Deferred Inflows of Resources associated with pensions. Employers are provided guidance in GASB Statement 68, paragraph 74, where pension amounts must be combined as a total or aggregate for reporting, whether provided through cost-sharing, single-employer, or agent pension plans. This report provides information for employers who are using a June 30, 2024 measurement date for the 2025 reporting.

Summary of Significant Accounting Policies

MPERA prepared financial statements using the accrual basis of accounting. The same accrual basis was used by MPERA for the purposes of determining the Net Pension Liability (NPL); Deferred Outflows of Resources and Deferred Inflows of Resources related to pensions; Pension Expense; the Fiduciary Net Position; and, Additions to or Deductions from Fiduciary Net Position. Member contributions are recognized in the period in which contributions are due. Employer contributions are recognized when due and the employer has made a formal commitment to provide the contributions. Revenues are recognized in the accounting period they are earned and become measurable. Benefit payments and refunds are recognized in the accounting period in which they are due and payable in accordance with the benefit terms. Expenses are recognized in the period incurred. Investments are reported at fair value. MPERA adhered to all accounting principles generally accepted by the United States of America. MPERA applied all applicable pronouncements of the Governmental Accounting Standards Board (GASB).

General Information about the Pension Plan

Plan Description: The Firefighters' Unified Retirement System (FURS), administered by the Montana Public Employee Retirement Administration (MPERA), is a multiple-employer, cost-sharing plan established in 1981, and governed by Title 19, chapters 2 & 13, Montana Code Annotated (MCA). This plan provides retirement benefits to firefighters employed by first- and second-class cities, other cities and rural fire district departments that adopt the plan, and to firefighters hired by the Montana Air National Guard on or after October 1, 2001. Benefits are established by state law and can only be amended by the Legislature.

Benefits provided: The FURS provides retirement, disability, and death benefits to plan members and their beneficiaries. Benefits are based on eligibility, years of service, and highest average compensation (HAC). Member rights are vested after five years of service.

Service retirement and monthly benefit formula:

- Hired on or after July 1, 1981, or member has elected to be covered by GABA:
 - 20 years of membership service, regardless of age
 - 2.5% of HAC x years of service credit
- Hired prior to July 1, 1981, and who had not elected to be covered by GABA, the greater of above, or:
 - If membership service is less than 20 years: 2% of the highest monthly compensation (HMC) for each year of service credit, or
 - If membership service is greater or equal to 20 years: 50% of HMC plus 2% of HMC for each year of service credit in excess of 20
- Early retirement: Age 50 with 5 years of membership service - Normal retirement benefit calculated using HAC and service credit.

Second Retirement:

Applies to retirement system members re-employed in a FURS position on or after July 1, 2017:

- If the member works more than 480 hours in a calendar year and accumulates less than 5 years of service credit before terminating again, the member:

- is not awarded service credit for the period of reemployment
- is refunded the accumulated contributions associated with the period of reemployment
- starting the first month following termination of service, receives the same retirement benefit previously paid to the member; and
- does not accrue post-retirement benefit adjustments during the term of reemployment but receives a GABA in January immediately following second retirement
- If the member works more than 480 hours in a calendar year and accumulates at least 5 years of service credit before terminating again, the member:
 - is awarded service credit for the period of reemployment
 - starting the first month following termination of service, receives:
 - the same retirement benefit previously paid to the member, and
 - a second retirement benefit for the period of reemployment calculated based on the laws in effect as of the members' rehire date, and
 - does not accrue post-retirement benefit adjustments during the term of reemployment but receives a GABA:
 - on the initial retirement benefit in January immediately following second retirement, and
 - on the second retirement benefit starting in January after receiving that benefit for at least 12 months
- A member who returns to covered service is not eligible for a disability benefit.

Member's compensation period used in benefit calculation

- Hired prior to July 1, 1981 and not electing GABA: highest monthly compensation (HMC);
- Hired after June 30, 1981 and those electing GABA: highest average compensation (HAC) during any consecutive 36 months (or shorter period of total service).
- Part-time firefighter: 15% of regular compensation of a newly confirmed full-time firefighter.

Compensation Cap

- Hired on or after July 1, 2013 – 110% annual cap on compensation considered as a part of a member's highest average compensation.

Guaranteed Annual Benefit Adjustment (GABA)

Hired on or after July 1, 1997, or those electing GABA, and has been retired for at least 12 months - the member's benefit increases by 3.0% each January.

Minimum Benefit Adjustment (non-GABA)

A member with 10 or more years of membership service who has not elected to be covered by GABA - the minimum benefit provided may not be less than 50% of the monthly compensation paid to a newly confirmed active firefighter of the employer that last employed the member as a firefighter in the current fiscal year.

Contributions: The state Legislature has the authority to establish and amend contribution rates. Member and employer contribution rates are specified by Montana Statute and are a percentage of the member's compensation. Contributions are deducted from each member's salary and remitted by participating employers.

Special Funding: MCA 19-13-604 requires the state of Montana to contribute a percentage of total compensation directly to the Plan annually after the end of each fiscal year. Member, Employer, and State contribution rates are shown in the table below.

Fiscal Year	Member		Employer	State
	Non-GABA	GABA		
1998 - 2024	9.500%	10.700%	14.360%	32.610%
1997	7.800%		14.360%	32.610%

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

The Total Pension Liability (TPL) minus the Fiduciary Net Position equals the Net Pension Liability (NPL). The proportionate shares of the employer's and the State of Montana's NPL for June 30, 2024, and 2023, are displayed below. The employer's proportionate share equals the ratio of the employer's contributions to the sum of all employer and non-employer contributions during the measurement period. Due to the existence of the special funding situation, the state is required to report a proportionate share of a local government's collective NPL that is associated with the non-state employer. The state's proportionate share for a particular employer equals the ratio of the contributions for the particular employer to the total state contributions paid. The employer recorded a liability of \$6,035,190 and the employer's proportionate share was 4.4551 percent.

As of measurement date	Net Pension Liability as of 06/30/2024	Net Pension Liability as of 06/30/2023	Percent of Collective NPL as of 06/30/2024	Percent of Collective NPL as of 06/30/2023	Change in Percent of Collective NPL
City of Missoula Proportionate Share	\$ 6,035,190	\$ 6,695,828	4.4551 %	4.4349 %	0.0202 %
State of Montana Proportionate Share associated with Employer	\$ 13,692,305	\$ 15,197,129	10.1076 %	10.0657 %	0.0419 %
Total	\$ 19,727,495	\$ 21,892,957	14.5627 %	14.5006 %	0.0621 %

Changes in actuarial assumptions and methods: There have been no changes to the actuarial assumptions or other inputs that affected the measurement of the TPL since the previous measurement date.

Changes in benefit terms: There have been no changes in benefit terms since the previous measurement date.

Changes in proportionate share: There were no changes between the measurement date of the collective NPL and the employer's reporting date that are expected to have a significant effect on the employer's proportionate share of the collective NPL.

Pension Expense: At June 30, 2024 measurement date, the employer recognized its proportionate share of the Plan's pension expense of \$1,450,956. The employer also recognized grant revenue of \$3,392,743 for the support provided by the State of Montana for the proportionate share of the pension expense associated with the employer.

As of measurement date	Pension Expense as of 6/30/2024	Pension Expense as of 6/30/2023
Employer's Proportionate Share	\$ 1,450,956	\$ 1,586,498
Employer Grant Revenue - State of Montana Proportionate Share for employer	3,392,743	3,794,793
Total	\$ 4,843,699	\$ 5,381,291

Recognition of Deferred Inflows and Outflows: At June 30, 2024, the employer reported its proportionate share of the Plan's deferred outflows of resources and deferred inflows of resources from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Expected vs. actual Experience	\$ 665,113	\$ —
Projected Investment Earnings vs. Actual Investment Earnings	—	145,434
Changes in Assumptions	1,037,683	—
Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	—	58,014
Employer Contributions Subsequent to the Measurement Date	2,048,452	—
Total	\$ 3,751,248	\$ 203,448
<i>*Amounts reported as deferred outflows of resources related to pensions resulting from the City's contributions subsequent to the measurement date but before the City's reporting period will be recognized as a reduction of the Net Pension Liability in the subsequent fiscal year.</i>		

Other amounts reported as deferred outflows and inflows of resources related to pensions are recognized in the employer's pension expense as follows:

For the Measurement Year ended June 30:	Recognition of Deferred Outflows and Deferred Inflows in future years as an increase or (decrease) to Pension Expense
2025	\$211,197
2026	\$1,052,516
2027	\$242,864
2028	\$(49,186)
Thereafter	\$41,956

Actuarial Assumptions: The total pension liability as of June 30, 2024, was determined by an actuarial valuation date of June 30, 2024, using the following actuarial assumptions, applied to all periods included in the measurement. Among those assumptions were the following:

Investment Return (net of admin expense)	7.30%
General Wage Growth *	3.50%
*includes Inflation at	2.75%
Merit Increases	1.00% to 6.40%
Postretirement Benefit Increases	
1. Guaranteed Annual Benefit Adjustment (GABA) each January <ul style="list-style-type: none"> Members hired on or after July 1, 1997 or those electing GABA Requires 12 full months of retirement before GABA will be made 	3.0%
2. Minimum Benefit Adjustment (non-GABA) <ul style="list-style-type: none"> Members with 10 or more years of membership service and member did not elect GABA 	The minimum benefit provided should be less than 50% of the current base compensation of a newly confirmed active firefighter of the employer that last employed the member as a fire fighter.

<p>Mortality:</p> <ul style="list-style-type: none"> • Active Participants • Healthy Retirees • Contingent Survivors • Disabled Retirees 	<p>PUB-2010 Safety Amount Weighted Healthy Retiree Mortality Table projected to 2021 for males and females. Projected generationally using MP-2021.</p> <p>PUB-2010 Safety Amount Weighted Healthy Retiree Mortality Table projected to 2021, set forward one year for males, adjusted 105% for males and 100% for females. Projected generationally using MP-2021.</p> <p>PUB-2010 Safety Amount Weighted Contingent Survivor Mortality Table projected to 2021, with ages set forward one year for males. Projected generationally using MP-2021.</p> <p>PUB-2010 Safety Amount Weighted Disabled Retiree Mortality Table projected to 2021, set forward one year for males.</p>
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The actuarial assumptions and methods utilized in the June 30, 2024 valuation, were developed in the five-year experience study for the period ending June 30, 2021. However, the current long-term rate of return is based on analysis in the experience study, without consideration for the administrative expense analysis shown in the experience study.

Discount Rate: The discount rate used to measure the TPL was 7.30%. The projection of cash flows used to determine the discount rate assumed that contributions from participating plan members, employers, and non-employer contributing entities would be made based on the Board's funding policy, which established the contractually required rates under the Montana Code Annotated. The state contributed 32.61% of the salaries paid by employers. Based on those assumptions, the Plan's fiduciary net position was projected to be adequate to make all the projected future benefit payments of current plan members through the year 2133. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the TPL. A municipal bond rate was not incorporated in the discount rate.

Target Allocations: The long-term expected rate of return on pension plan investments is reviewed as part of regular experience studies prepared for the Plan about every five years. The long-term rate of return as of June 30, 2024, is based on analysis in the experience study report dated May 2, 2022, without consideration for the administrative expense analysis shown in the experience study. Several factors are considered in evaluating the long-term rate of return assumption including long-term historical data, estimates inherent in current market data, and an analysis in which best-estimate ranges of expected future real rates of return (expected returns, net of investment expense and inflation), along with estimates of variability and correlations for each asset class. These ranges were combined to develop the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and then adding expected inflation. The assumption is intended to be a long-term assumption (30 to 50 years) and is not expected to change absent a significant change in the asset allocation, a change in the underlying inflation assumption, or a fundamental change in the market that alters expected returns in future years.

The target asset allocation and best estimates of arithmetic real rate of return for each major asset class as of the most recent experience study, are summarized in the following table.

Asset Class	Target Asset Allocation	Long-Term Expected Real Rate of Return Arithmetic Basis
Cash	3.0 %	(0.33)%
Domestic Equity	30.0 %	5.90 %
International Equity	17.0 %	7.14 %
Private Investments	15.0 %	9.13 %
Real Assets	5.0 %	4.03 %
Real Estate	9.0 %	5.41 %
Core Fixed Income	15.0 %	1.14 %
Non-Core Fixed Income	6.0 %	3.02 %
Total	100.0 %	

Sensitivity of the proportionate share of the net pension liability to changes in the discount rate: The following presents the employer's sensitivity of the NPL to the discount rate in the table below. A small change in the discount rate can create a significant change in the liability. The NPL was calculated using the discount rate of 7.30%, as well as what the NPL would be if it were calculated using a discount rate 1.00% lower or 1.00% higher than the current rate.

As of measurement date	1.0% Decrease (6.30%)	Current Discount Rate	1.0% Increase (8.30%)
City of Missoula's Net Pension Liability	\$11,925,105	\$6,035,190	\$1,333,477

Pension plan fiduciary net position: The stand-alone financial statements of the Montana Public Employees Retirement Board (PERB) Annual Comprehensive Financial Report (ACFR) and the GASB 68 Report disclose the Plan's fiduciary net position. The reports, as well as the actuarial valuations and experience study, are available from the PERB at PO Box 200131, Helena MT 59620- 0131, (406) 444-3154 or are available on the MPERA website at <https://mpera.mt.gov/about/annualreports1/annualreports>.

Municipal Police Officers' Retirement System (MPORS)

In accordance with GASB Statement 68, *Accounting and Financial Reporting for Pensions*, employers and the non-employer contributing entity are required to recognize and report certain amounts associated with participation in the Municipal Police Officers' Retirement System (the Plan). This includes the proportionate share of the collective Net Pension Liability; Pension Expense; and Deferred Outflows and Deferred Inflows of Resources associated with pensions. Employers are provided guidance in GASB Statement 68, paragraph 74, where pension amounts must be combined as a total or aggregate for reporting, whether provided through cost-sharing, single-employer, or agent plans. This report provides information for employers who are using a June 30, 2024 measurement date for the 2025 reporting.

Summary of Significant Accounting Policies

MPERA prepared financial statements using the accrual basis of accounting. The same accrual basis was used by MPERA for the purposes of determining the Net Pension Liability (NPL); Deferred Outflows of Resources and Deferred Inflows of Resources related to pensions; Pension Expense; the Fiduciary Net Position; and, Additions to or Deductions from Fiduciary Net Position. Member contributions are recognized in the period in which contributions are due. Employer contributions are recognized when due and the employer has made a formal commitment to provide the contributions. Revenues are recognized in the accounting period they are earned and become measurable. Benefit payments and refunds are recognized in the accounting period in which they are due and payable in accordance with the benefit terms. Expenses are recognized in the period incurred. Investments are reported at fair value. MPERA adhered to all accounting principles generally accepted by the United States of America. MPERA applied all applicable pronouncements of the Governmental Accounting Standards Board (GASB).

General Information about the Pension Plan

Plan Description: The Municipal Police Officers' Retirement System (MPORS), administered by the Montana Public Employee Retirement Administration (MPERA), is a multiple-employer, cost-sharing plan established in 1974, and governed by Title 19, chapters 2 & 9, Montana Code Annotated (MCA). This plan provides retirement benefits to all municipal police officers employed by first- and second-class cities, other cities that adopt the plan. Benefits are established by state law and can only be amended by the Legislature.

Deferred Retirement Option Plan (DROP): Beginning July 2002, eligible members of MPORS can participate in the DROP by filing a one-time irrevocable election with the Board. The DROP is governed by Title 19, Chapter 9, Part 12, MCA. A member must have completed at least twenty years of membership service to be eligible. They may elect to participate in the DROP for a minimum of one month and a maximum of 60 months and may only participate in the DROP once. A participant remains a member of the MPORS, but will not receive membership service or service credit in the system for the duration of the member's DROP period. During participation in the DROP, all mandatory contributions continue to the retirement system. A monthly benefit is calculated based on salary and years of service to date as of the beginning of the DROP period. The monthly benefit is paid into the member's DROP account until the end of the DROP period. At the end of the DROP period, the participant may receive the balance of the DROP account in a lump-sum payment or in a direct rollover to another eligible plan, as allowed by the IRS. If the participant continues employment after the DROP period ends, they will again accrue membership service and service credit. The DROP account cannot be distributed until employment is formally terminated.

Benefits provided: MPORS provides retirement, disability, and death benefits to plan members and their beneficiaries. Benefits are based on eligibility, years of service, and compensation. Member rights are vested after five years of service.

Service retirement and monthly benefit formula:

- 20 years of membership service, regardless of age
- Age 50 with 5 years of membership service (Early Retirement).
- 2.5% of FAC x years of service credit

Second Retirement:

Re-calculated using specific criteria for members who return to covered MPORS employment prior to July 1, 2017:

- Less than 20 years membership service, upon re-employment, repay benefits and subsequent retirement is based on total MPORS service.
- More than 20 years of membership service, upon re-employment, receives initial benefit and a new retirement benefit based on additional service credit and FAC after re-employment.

Applies to retirement system members re-employed in a MPORS position on or after July 1, 2017:

- If the member works more than 480 hours in a calendar year and accumulates less than 5 years of service credit before terminating again, the member:
 - is not awarded service credit for the period of reemployment

- is refunded the accumulated contributions associated with the period of reemployment
- starting the first month following termination of service, receives the same retirement benefit previously paid to the member; and
- does not accrue post-retirement benefit adjustments during the term of reemployment but receives a Guaranteed Annual Benefit adjustment (GABA) in January immediately following second retirement.
- If the member works more than 480 hours in a calendar year and accumulates at least 5 years of service credit before terminating again, the member:
 - is awarded service credit for the period of reemployment
 - starting the first month following termination of service, receives:
 - the same retirement benefit previously paid to the member; and
 - a second retirement benefit for the period of reemployment calculated based on the laws in effect as of the members rehire date; and
 - does not accrue post-retirement benefit adjustments during the term of reemployment but receives a GABA:
 - on the initial retirement in January immediately following second retirement, and
 - on the second retirement benefit starting in January after receiving that benefit for at least 12 months.
- A member who returns to covered service is not eligible for a disability benefit.

Member's final average compensation (FAC)

- Hired prior to July 1, 1977 - average monthly compensation of final year of service;
- Hired on or after July 1, 1977 - final average compensation (FAC) for last consecutive 36 months.

Compensation Cap

- Hired on or after July 1, 2013 – 110% annual cap on compensation considered as a part of a member's FAC.

Guaranteed Annual Benefit Adjustment (GABA)

- Hired on or after July 1, 1997, or those electing GABA, and has been retired for at least 12 months a GABA will be made each year in January equal to 3%.

Minimum Benefit Adjustment (non-GABA)

- The minimum benefit provided may not be less than 50% of the compensation paid to a newly confirmed police officer of the employer that last employed the member as a police officer in the current fiscal year.

Contributions: The state Legislature has the authority to establish and amend contribution rates. Member and employer contribution rates are specified by Montana Statute and are a percentage of the member's compensation. Contributions are deducted from each member's salary and remitted by participating employers.

Special Funding: MCA 19-9-702 requires the state of Montana to contribute a percentage of total compensation directly to the Plan annually after the end of each fiscal year. Member, Employer and State contribution rates are shown in the table below.

Fiscal Year	Member				Employer	State
	Hired <7/1/75	Hired >6/30/75	Hired >6/30/79	Hired >6/30/97 GABA		
2000 - 2025	5.800%	7.000 %	8.500 %	9.000%	14.410%	29.370%
1998 - 1999	7.800%	9.000 %	10.500 %	11.000%	14.410%	29.370%
1997	7.800%	9.000 %	10.500 %		14.360%	29.370%

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

GASB Statement 68 allows a measurement date of up to 12 months before the employer's fiscal year-end. The basis for the Total Pension Liability (TPL) as of June 30, 2024, is on an actuarial valuation performed by the Plan's actuary as of June 30, 2024.

The Total Pension Liability (TPL) minus the Fiduciary Net Position equals the Net Pension Liability (NPL). The proportionate shares of the employer's and the State of Montana's NPL for June 30, 2024, and 2023, are displayed below. The employer's proportionate share equals the ratio of the employer's contributions to the sum of all employer and non-employer contributions during the measurement period. Due to the existence of the special funding situation, the state is required to report a proportionate share of a local government's collective NPL that is associated with the non-state employer. The state's proportionate share for a particular employer equals the ratio of the contributions for the particular employer to the total state contributions paid. The employer recorded a liability of \$ 12,163,460 and the employer's proportionate share was 5.4401%

As of measurement date	Net Pension Liability as of 06/30/2024	Net Pension Liability as of 06/30/2023	Percent of Collective NPL as of 06/30/2024	Percent of Collective NPL as of 06/30/2024	Change in Percent of Collective NPL
City of Missoula Proportionate Share	\$ 12,163,460	\$ 12,194,264	5.4401 %	5.2598 %	0.1803 %
State of Montana Proportionate Share associated with Employer	\$ 24,736,755	\$ 24,610,665	11.0634 %	10.6154 %	0.4480 %
Total	\$ 36,900,215	\$ 36,804,929	16.5035 %	15.8752 %	0.6283 %

Changes in actuarial assumptions and methods: There have been no changes to the actuarial assumptions or other inputs that affected the measurement of the TPL since the previous measurement date.

Changes in benefit terms: There have been no changes in benefit terms since the previous measurement date.

Changes in proportionate share: There were no changes between the measurement date of the collective NPL and the employer's reporting date that are expected to have a significant effect on the employer's proportionate share of the collective NPL.

Pension Expense - 80g, 80j : At June 30, 2024 measurement date, the employer recognized its proportionate share of the Plan's pension expense of \$1,829,721. The employer also recognized grant revenue of \$3,517,772 for the support provided by the state of Montana for the proportionate share of the pension expense associated with the employer.

As of measurement date	Pension Expense as of 6/30/2024	Pension Expense as of 6/30/2023
City of Missoula's Proportionate Share	\$ 1,829,721	\$ 2,129,621
State of Montana Proportionate Share associated with the Employer	3,517,772	4,243,058
Total	\$ 5,347,493	\$ 6,372,679

Recognition of Deferred Inflows and Outflows - 57, 80h, 80i: At June 30, 2024, the employer reported its proportionate share of the Plan's deferred outflows of resources and deferred inflows of resources from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Expected vs. actual Experience	\$ 262,440	\$ —
Projected Investment Earnings vs. Actual Investment Earnings	—	166,585
Changes in Assumptions	—	82,216
Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	109,665	—
Employer Contributions Subsequent to the Measurement Date	1,748,259	—
Total	\$ 2,120,364	\$ 248,801

Other amounts reported as deferred outflows and inflows of resources related to pensions are recognized in the employer's pension expense as follows:

For the Measurement Year ended June 30:	Recognition of Deferred Outflows and Deferred Inflows in future years as an increase or (decrease) to Pension Expense
2025	\$(413,387)
2026	\$652,727
2027	\$(8,929)
2028	\$(107,107)

Actuarial Assumptions: The total pension liability in the June 30, 2024 actuarial valuation was determined using the following actuarial assumptions.

Investment Return (net of admin expense)	7.30%
General Wage Growth *	3.50%
*includes Inflation at	2.75%
Merit Increases	1.0% to 6.40%
Postretirement Benefit Increases	
1. Guaranteed Annual Benefit Adjustment (GABA) each January <ul style="list-style-type: none"> Members hired on or after July 1, 1997 or those electing GABA Requires 12 full months of retirement before GABA will be made 	3.0%
2. Minimum Benefit Adjustment (non-GABA) <ul style="list-style-type: none"> Benefit for a retired member or member's survivor and member did not elect GABA 	The minimum benefit provided should be less than 50% of the current base compensation of a newly confirmed police officer of the employer that last employed the member as a police officer.
Mortality: <ul style="list-style-type: none"> Active Participants Healthy Retirees 	<p>PUB-2010 Safety Amount Weighted Employee Mortality projected to 2021 for males and females. Projected generationally using MP-2021.</p> <p>PUB-2010 Safety Amount Weighted Healthy Retiree mortality table projected to 2021 set forward one year for males and adjusted 105% for males and 100% for females. Projected generationally using MP-2021.</p>

<ul style="list-style-type: none"> Disabled Retiree 	PUB-2010 Safety Amount Weighted Disabled Retiree mortality table projected 2021, set forward 1 year for males.
<ul style="list-style-type: none"> Contingent Survivor 	Pub-2010 Safety Amount Weighted Contingent Survivor Mortality projected to 2021, set forward one year for males. Projected generationally using MP-2021.

The actuarial assumptions and methods utilized in the June 30, 2024 valuation, were developed in the five-year experience study for the period ending June 30, 2021. However, the current long-term rate of return is based on analysis in the experience study, without consideration for the administrative expenses analysis shown in the experience study.

Discount Rate: The discount rate used to measure the TPL was 7.30%. The projection of cash flows used to determine the discount rate assumed that contributions from participating plan members, employers, and non-employer contributing entities would be made based on the Board's funding policy, which established the contractually required rates under the Montana Code Annotated. The state contributed 29.37% of the salaries paid by employers. Based on those assumptions, the Plan's fiduciary net position was projected to be adequate to make all the projected future benefit payments of current plan members through the year 2133. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the TPL. A municipal bond rate was not incorporated in the discount rate.

Target Allocations: The long-term expected rate of return on pension plan investments is reviewed as part of regular experience studies prepared for the Plan about every five years. The long-term rate of return as of June 30, 2024 is based on analysis in the experience study report dated May 2, 2022, without consideration for the administrative expense analysis shown in the experience study. Several factors are considered in evaluating the long-term rate of return assumption including long-term historical data, estimates inherent in current market data, and an analysis in which best-estimate ranges of expected future real rates of return (expected returns, net of investment expense and inflation), along with estimates of variability and correlations for each asset class. These ranges were combined to develop the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and then adding expected inflation. The assumption is intended to be a long-term assumption (30 to 50 years) and is not expected to change absent a significant change in the asset allocation, a change in the underlying inflation assumption, or a fundamental change in the market that alters expected returns in future years.

The target asset allocation and best estimates of arithmetic real rates of return for each major asset class as of the most recent experience study, are summarized in the following table.

Asset Class	Target Asset Allocation	Long-Term Expected Real Rate of Return Arithmetic Basis
Cash	3.0 %	(0.33)%
Domestic Equity	30.0 %	5.90 %
International Equity	17.0 %	7.14 %
Private Investments	15.0 %	9.13 %
Real Assets	5.0 %	4.03 %
Real Estate	9.0 %	5.41 %
Core Fixed Income	15.0 %	1.14 %
Non-Core Fixed Income	6.0 %	3.02 %
Total	100.0 %	

Sensitivity of the proportionate share of the net pension liability to changes in the discount rate: The following presents the employer's sensitivity of the NPL to the discount rate in the table below. A small change in the discount rate can create a significant change in the liability. The NPL was calculated using the discount rate of 7.30%, as well as what the NPL would be if it were calculated using a discount rate 1.00% lower or 1.00% higher than the current rate.

As of measurement date	1.0% Decrease (6.30%)	Current Discount Rate	1.0% Increase (8.30%)
City of Missoula's Net Pension Liability	\$19,368,753	\$12,163,460	\$6,440,364

Pension plan fiduciary net position: The stand-alone financial statements of the Montana Public Employees Retirement Board (PERB) Annual Comprehensive Financial Report (ACFR) and the GASB 68 Report disclose the Plan's fiduciary net position. These reports, as well as the actuarial valuations and experience study, are available from the PERB at PO Box 200131, Helena MT 59620- 0131, (406) 444-3154 or are available on the MPERA website at <https://mpera.mt.gov/about/annualreports1/annualreports>.

The City processes payroll, including the payment of payroll taxes and benefits, for 2 local agencies, the Missoula Redevelopment Agency and the Missoula Parking Commission. The pension items related to these agencies is included in the City's allocation by the State of Montana. The pension activity by reporting unit for PERS, MPERA, and FURS in total is as follows:

	Deferred Outflows of Resources	Net Pension Liability	Deferred Inflows of Resources	On-Behalf State Pension Revenue	Pension Expense
Governmental activities	\$ 10,798,437	\$ 45,388,260	\$ 1,056,872	\$ 7,290,688	\$ 7,423,572
Business- Type activities	1,074,300	5,928,726	131,838	82,897	198,985
Missoula Redevelopment Agency	116,509	642,978	14,298	8,990	71,663
Missoula Parking Commission	117,202	646,802	14,383	9,044	(11,114)
Total	\$ 12,106,448	\$ 52,606,766	\$ 1,217,391	\$ 7,391,619	\$ 7,683,106

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. The City switched to a calendar year plan period effective January 1, 2022. City and employee monthly contribution rates depend on whether the employee is full or part time. City contributions were \$616.72 for a half time employee to \$1,233.442 for a full time employee for July through December 2024 and \$678.39 for a half time employee to \$1,356.78 for a full time employee January through June 2025. There were no employee contributions for full time employees and up to \$678.39 for half time employees. Retirees may also participate in the plan. The City subsidizes the retiree's premium cost at 10% through December 2024. They paid \$1,233.44 per month for July through December medical coverage only and \$1,288.94 for January through June, for medical and dental coverage. They are not covered by the life insurance plan. City contributions to the plan for the year ended June 30, 2025 were \$7,918,382; employee contributions were \$1,248,083 and retiree contributions were \$667,755. 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. Following is a summary of the changes in the balances of claim liabilities (based on calculations provided by the plan administrator) during fiscal years 2019 through 2025.

	Claims Payable			Claims Payable
	Beginning of	Claims	Claims	Ending of
	<u>Fiscal Year</u>	<u>Incurred</u>	<u>Paid</u>	<u>Fiscal Year</u>
2019	\$724,719	\$7,562,923	\$7,604,091	\$683,551
2020	683,551	7,261,153	7,406,840	537,864
2021	537,864	8,710,571	8,711,193	537,242
2022	537,242	9,874,221	9,410,679	1,000,784
2023	1,000,784	8,108,949	8,337,857	771,876
2024	771,876	11,499,146	11,545,379	725,643
2025	725,643	11,377,724	11,529,726	573,641

3. Postemployment Benefits

The City adopted the provisions of GASB Statement 75, "Accounting and Financial Reporting for Postemployment Benefits other than Pensions," in fiscal year 2018. GASB 75 addresses accounting and financial reporting for postemployment benefits other than pensions (OPEB) that are provided to the employees of state and local governments, establishing standards for measuring and recognizing liabilities, deferred inflows and outflows of resources, and expenses. For defined benefit OPEB plans, this statement identifies the methods and assumptions that should be used to project benefit payments, discount projected benefit payments to their actuarial present value, and attribute that present value to periods of employee service. Information on the City's health benefits plan for retirees is included below. GASB 10, as modified by GASB 75, 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. There are no assets accumulated in a GASB compliant trust.

The City of Missoula sponsors and administers a single-employer 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 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.

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 monthly premiums. State law requires the City to provide this benefit. There are no other post-employment benefits provided by the City. Out of 756 active and inactive employees covered by the plan at June 2025, there were 712 active employees and 44 inactive employees (retirees) participating.

The City's medical plan is a self-funded PPO plan. The table below presents a high-level summary of the medical benefits offered in the plan year beginning January 1, 2025, which was used for the June 30, 2025 valuation. Dental benefits were added January 1, 2023 for retirees.

Medical Deductible (Individual/Family)	\$750/\$2,250
Out-of-Pocket Maximum (Individual/Family)	\$3,170/\$6,350
Coinsurance (In Network/Out of Network)	30%/50%
Prescription Deductible	\$50
Prescription Copays (Tier 1/Tier 2/Tier 3)	10% (min \$5)/20% (min \$20)/50% (min \$35)
Prescription Out-of-Pocket Maximum	\$3,400/\$6,800

The retiree contributes 100% of the total active premium, excluding life insurance coverage. The plan is financed on a pay-as-you-go basis with City contributions ensuring that adequate reserves are maintained in the plan. Reserves maintained by the City are not considered assets of the post-employment benefits plan since they are not contributed to a trust that meets the criteria in GASB 75, paragraph 4. The retiree and city contribution rates for the plan beginning January 1, 2025 were used for the June 30, 2025 valuation and are as follows.

Coverage	Retiree Contribution	City Contribution	Total Premium
Retiree	\$ 1,288.94	\$ —	\$ 1,288.94
Retiree, spouse	1,473.70	\$ —	1,473.70
Retiree, spouse, child	1,549.80	\$ —	1,549.80
Retiree, child	1,365.04	\$ —	1,365.04
Each additional child	76.10	\$ —	76.10

The following table reports the changes to the OPEB liability for fiscal year 2025, as well as deferred inflows and outflows of resources and OPEB expense recognized. This information is allocated to various enterprise activities and discretely presented component units as detailed below.

Changes in OPEB Liability

	<u>Component Units</u>							
	<u>Governmental Activities</u>	<u>Water</u>	<u>Waste Water</u>	<u>Storm Water</u>	<u>Primary Government</u>	<u>MRA</u>	<u>Parking</u>	<u>Total</u>
OPEB Liability, Beginning Balance	\$ 5,513,122	\$ 470,015	\$ 371,103	\$ 25,741	\$ 6,379,981	\$ (14,338)	\$ 44,175	\$ 6,409,818
Service Cost	255,970	18,601	14,153	809	289,533	(651)	2,005	290,887
Interest	238,025	17,297	13,161	752	269,235	(605)	1,864	270,494
Difference between expected and actual experience	27,843	2,023	1,539	88	31,494	(71)	218	31,641
Changes in assumptions	(111,195)	(8,078)	(6,148)	(351)	(125,774)	283	(871)	(126,362)
Employer Contributions	(354,120)	(25,734)	(19,580)	(1,119)	(400,553)	900	(2,774)	(402,427)
Net Change	56,522	4,110	3,125	179	63,935	(144)	442	64,233
OPEB Liability, Ending Balance	\$ 5,569,644	\$ 474,123	\$ 374,229	\$ 25,920	\$ 6,443,916	\$ (14,482)	\$ 44,617	\$ 6,474,051
Deferred Inflow								
Beginning Balance	\$ (9,053,356)	\$ (630,316)	\$ (534,359)	\$ (45,170)	\$ (10,263,201)	\$ 21,001	\$ (64,703)	\$ (10,306,903)
Current year amortization of assumption changes	597,499	43,420	33,037	1,888	675,844	(1,519)	4,680	679,005
Change in assumptions	(111,194)	(8,080)	(6,148)	(351)	(125,773)	283	(871)	(126,361)
Current year amortization of experience differences	1,195,169	86,853	66,084	3,776	1,351,882	(3,038)	9,360	1,358,204
Ending Balance	\$ (7,371,882)	\$ (508,123)	\$ (441,386)	\$ (39,857)	\$ (8,361,248)	\$ 16,727	\$ (51,534)	\$ (8,396,055)
Deferred Outflow								
Beginning Balance	\$ 4,884,444	\$ 365,647	\$ 300,902	\$ 25,892	\$ 5,576,885	\$ (11,765)	\$ 36,247	\$ 5,601,367
Difference between expected and actual experience	27,843	2,023	1,539	88	31,493	(71)	218	31,640
Current year amortization of experience differences	(575,798)	(41,843)	(31,837)	(1,819)	(651,297)	1,464	(4,510)	(654,343)
Current year amortization of assumption changes	(589,328)	(42,826)	(32,585)	(1,862)	(666,601)	1,498	(4,616)	(669,719)
Ending Balance	\$ 3,747,161	\$ 283,001	\$ 238,019	\$ 22,299	\$ 4,290,480	\$ (8,874)	\$ 27,339	\$ 4,308,945
OPEB Expense	\$ (134,032)	\$ (8,732)	\$ (7,640)	\$ (655)	\$ (151,059)	\$ 339	\$ (1,046)	\$ (151,766)

The City's total OPEB liability (including components units) was \$6,474,051 as of June 30, 2025, and was determined by the application of roll forward procedures to the liability determined as of June 30, 2024. The roll forward procedures included two steps:

- Change the valuation date from June 30, 2024 to June 30, 2025.
- Update the discount rate to reflect the S&P Municipal Bond 20-Year High Grade Rate Index as of June 30, 2025.

The table below shows the one assumption change and its impact on the liability.

<u>Assumption</u>	<u>Description of Change</u>	<u>Impact on Liability</u>
Discount Rate	Decreased from 4.11% to 4.22%	\$ (126,362)

The following tables disclose the sensitivity of the total OPEB liability to changes in the discount rate and the healthcare trend rate, showing how the total OPEB liability would change if the rates used were increased or decreased by 1%.

	1% Decrease 3.22%	Discount Rate 4.22%	1% Increase 5.22%
Total OPEB Liability \$	7,766,450	\$ 6,474,051	\$ 5,472,288

	1% Decrease 5.02%	Medical Trend Rate 6.02%	1% Increase 7.02%
Total OPEB Liability \$	5,332,939	\$ 6,474,051	\$ 7,996,573

Changes in the total OPEB liability due to: (1) changes in actuarial assumptions or (2) differences between expected actuarial experience and actual experience are deferred and recognized in the OPEB expense over a closed period equal to the average expected remaining service lives of employees and retirees, starting with the current reporting period. The average remaining service lives as of 6/30/2025 was 7.04 years.

Amounts reported as deferred inflows and outflows of resources related to OPEB as of June 30, 2025 will be recognized in OPEB expense as follows.

<u>Year</u>	Actual to Expected Experience (Deferred Outflow)	Changes in Assumptions (Deferred Inflow)	Combined Amortization
2025	\$4,494	\$(17,949)	\$(13,455)
2026	4,494	(17,949)	(13,455)
2027	4,494	(17,949)	(13,455)
2028	4,494	(17,949)	(13,455)
2029	4,494	(17,949)	(13,455)
2030	4,494	(17,949)	(13,455)
2031	4,494	(17,949)	(13,455)
2032	183	(719)	(536)
Total	\$31,641	\$(126,362)	\$(94,721)

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.

G. Net Investment in Capital Assets

Net investment in capital assets represents the total value of capital assets (like buildings and infrastructure) less accumulated depreciation and any outstanding debt related to acquiring, constructing, or improving those assets. In the table below the City's net investment for capital assets is broken down for both governmental Activities as well as Business Type Activities:

	Governmental Activities	Business-Type Activities
Total capital assets (both tangible and intangible)	\$ 650,152,270	\$ 339,037,842
Less: Accumulated depreciation/amortization	(336,681,810)	(120,595,585)
Net carrying value of capital assets	313,470,460	218,442,257
Less:		
All outstanding principal of capital-related debt/ borrowings related to the government's own capital assets, including borrowing used to refund capital-related borrowings	26,324,978	125,042,978
Outstanding principal balance of any other (non-debt) capital related liabilities as of fiscal year end, including capital accounts payable and retainage payable	—	1,412,851
Unamortized original issue premiums on outstanding capital debt	210,725	11,082,981
	26,535,703	137,538,810
Plus:		
Unamortized balance of capital-related deferred outflows of resources, such as from "losses" on refunding of outstanding capital debt	37,618	74,570
	37,618	74,570
Net Investment in capital assets	\$ 286,972,375	\$ 80,978,017

H. Governmental Fund Balances

At June 30, 2025 the City had a total fund balance in governmental funds of \$15,651,418. In accordance with GASB Statement 54 this fund balance has been classified as follows:

General Fund

Nonspendable	\$ 703,287	Inventories and Prepaid Items
Restricted	100,832	Cemetery memorial, Title I Program and Revolving Loan Program
Assigned	8,863,811	Specific general fund programs
Unassigned	2,181,318	Remaining

Road District #1

Nonspendable	544,758	Inventories and Prepaid Items
Assigned	4,337,773	Road District expenditures

Park District #1

Nonspendable	97,276	Inventories and Prepaid Items
Assigned	2,108,910	Park District expenditures

Capital Improvement Fund

Restricted	1,026,697	Capital Project Expenditures
Unassigned	(17,848,466)	Remaining

Non Major Special Revenue Funds

Nonspendable	10,079	Inventories and Prepaid Items
Restricted	3,156,733	State and Federal Law for law enforcement, building construction inspections, public works safety and maintenance and various Grant restrictions for program expenditures.
Committed	12,833,306	City Ordinance for specific budgeted programs and by Developer Agreement for future development.
Assigned	1,813,401	Specific special revenue fund programs
Unassigned	(2,874,133)	Negative fund balance is Unassigned per GASB 54 definitions.

Non Major Debt service Funds

Restricted	1,624,147	Debt Service
Unassigned	(729,348)	Negative fund balance is Unassigned per GASB 54 definitions.

Non Major Capital projects Funds

Restricted	1,442,308	Federal & State law, Bond Covenants, and County & Developer Agreements for Capital Project expenditures.
Unassigned	(3,741,271)	Negative fund balance is Unassigned per GASB 54 definitions.

Total Governmental Fund Balance

\$15,651,418

City of Missoula - Schedule of Transfers "IN" as of June 30, 2025

Transfer To:	Transfer From:	Amount	Explanation
General Fund	Employee Health Insurance	\$ 6,312,348	Health insurance premiums paid
General Fund	General Fun (1500)	4,152,323	Fire Levy Transfer
General Fund	Cable TV Franchise	50,000	For Right of Way Maintenance
General Fund	SID Revolving	34,982	Transfer Excess Revolving Funds to GF
General Fund	Building Inspection Fund	1,428	LiGo AVL Service Maintenance
General Fund	Wastewater	2,040	LiGo AVL Service Maintenance
General Fund	Road District	9,384	LiGo AVL Service Maintenance
General Fund	Park District	14,688	LiGo AVL Service Maintenance
General Fund	General Fund (1225)	100,000	Transfer from All Hazards Fund for Fire Union
General Fund	Road District	19,140	Encampment Response
General Fund	Transportation	46,489	Transportation Support of Electrification
General Fund	Brownfields	24,231	Brownfield Correction
General Fund (1216)	Park District	10,000	Parks support of Park & Rec Trails Scholarship
General Fund (1219)	Employee Health Insurance	48,038	Health insurance premiums paid
General Fund (1221)	Employee Health Insurance	61,168	Health insurance premiums paid
General Fund (1221)	Park District	360,224	FMRP Support
General Fund (1400)	Road District	987,143	Encampment Response
General Fund (1400)	Park District	196,055	Unspent Encampment Budget
Total transfers To General Fund		12,479,681	
Road District	Street Maintenance Assessment	60,578	Transfer from Flushing District
Road District	Storm Water Fund	190,700	Administrative Staff Support
Road District	Employee Health Insurance	1,187,654	Transfers from Employee Health Insurance Levy
Road District	Gas Tax	1,347,998	Gas Tax Eligible Costs
Total transfers To Road District		2,786,930	
Park District	General Fund (1219)	25,000	Turf Management
Park District	Employee Health Insurance	1,257,469	Transfers from Employee Health Insurance Levy
Park District	Open Space Mill Levy Fund	211,663	Contribution to Open Space Park Capital Projects
Park District	General Fund (1400)	136,459	Encampment Response
Total transfers to Park District		1,630,591	
Public Safety Info Systems	General Fund	8,700	Public Safety Yearly Contribution to Public
Open Space Mill Levy	Employee Health Insurance	99,439	Health insurance premiums paid
Economic Development	General Fund (1251)	1,640,818	Set Up Ravara Dev Fund
Affordable Housing Trust Fund	General Fund	100,000	AHTF Contribution
Transportation	Roads District	148,751	Bike Ped Subsidy
Transportation	Roads District	12,000	Transportation support
Capital Improvement (4033)	Gas Tax (LOFT)	9,852	Support for capital projects
Capital Improvement (4033)	Gas Tax (BaRSAA)	1,850,717	Support for capital projects
Capital Improvement (4035)	Road District	80,752	Support for capital projects
Capital Improvement (4035)	Impact Fees	429,702	Support for capital projects
Capital Improvement	General Fund	3,523,784	Support for capital projects
Capital Improvement (4081)	Park District	248,217	Support for capital projects
Capital Improvement (4081)	General Fund (1216)	5,000	Support for capital projects
Capital Improvement (4081)	Park District	60,932	Support for capital projects
Capital Improvement (4083)	Park District	45,390	Support for capital projects
Capital Improvement (4083)	General Fund (1216)	39,773	Support for capital projects
Capital Improvement (4083)	Park District	14778	Support for capital projects
Capital Improvement (4980)	Impact Fees	311853	Support for capital projects
Capital Improvement (4468)	Park District	10,478	Support for capital projects
Total transfers To NonMajor Governmental Funds		8,640,935	

City of Missoula - Schedule of Transfers "IN" as of June 30, 2025

Transfer To:	Transfer From:	Amount	Explanation
Wastewater Operating	Sewer Loan Fund	25,000	FY24 NR#4 Amended
Water Loans	Water	100,000	Additional funds for Water Loans
Water	Road District	38,198	Support for Utility Locator FTE
Wastewater	Road District	26,738	Support for Utility Locator FTE
Stormwater	Road District	11,804	Support for Utility Locator FTE
Wastewater Operating	Stormwater	35,000	Support for Capital Projects
Aquatics	Park District	110,000	Parks to Aquatics Year 1 of 3
Total transfers To Major Proprietary Funds		346,740	
Employee Benefit Plan	General Fund	46,691	Retiree subsidizing health insurance premium approved by City Council
Total transfers To Internal Service Fund		46,691	
County Clearing (7903)	General Fund	265	Close out County Clearing Fund
Sewer Rebate Fund	General Fund	200	Close out Sewer Rebate Fund
Total transfers to Custodial Funds		465	
Total Transfers "IN"		\$ 25,932,033	

City of Missoula - Schedule of Transfers "OUT" as of June 30, 2025

Transfer From:	Transfer To:	Amount	Explanation
General Fund	Public Safety Info Systems	\$ 8,700	Public Safety Yearly Contribution to Public Safety Info Systems
General Fund	Affordable Housing Trust Fund	100,000	Neighborhood Art Grant
General Fund	County Clearing Fund	265	Close out County Clearing Fund
General Fund	Sewer Rebate Fund	200	Close out Sewer Rebate Fund
General Fund	Capital Improvement	3,523,784	Support for capital projects
General Fund	Employee Benefit Plan	46,691	Retiree subsidizing health insurance premium approved by City Council
General Fund (1216)	Capital Improvement (4081)	5,000	Support for capital projects
General Fund (1216)	Capital Improvement (4081)	60,932	Support for capital projects
General Fund (1216)	Capital Improvement (4083)	39,773	Support for capital projects
General Fund (1219)	Park District	25,000	Turf Management
General Fund (1251)	General Fund (1225)	100,000	Transfer from All Hazard Fund for Fire Union Costs
General Fund	General Fund (1500)	4,152,323	Fire Levy
General Fund	Economic Development	1,640,818	Set Up Ravara Dev Fund
Impact Fees	Park District	136,459	Support for capital projects
Total transfers From General Fund		9,839,945	
Road District	General Fund	9,384	LiGo AVL Service Maintenance
Road District	General Fund	19,140	Encampment Response
Road District	General Fund (1400)	555,862	Encampment Response
Road District	Transportation	148,751	Bike Ped Subsidy
Road District	Capital Improvement (4033)	9,852	Support for capital projects
Road District	Water	38,198	Support for Utility Locator FTE
Road District	Stormwater	11,804	Support for Utility Locator FTE
Road District	Capital Improvement (4035)	80,752	Support for capital projects
Road District	Wastewater	26,738	Support for Utility Locator FTE
Total transfers from Road District		900,481	

City of Missoula - Schedule of Transfers "OUT" as of June 30, 2025

Transfer From:	Transfer To:	Amount	Explanation
Park District	General Fund (1400)	381,706	Encampment Response
Park District	General Fund	14,688	LiGo AVL Service Maintenance
Park District	General Fund (1400)	196,055	Unspent Encampment Budget
Park District	General Fund (1216)	10,000	Parks support of Park & Rec Trails Scholarship
Park District	General Fund (1216)	50,000	Parks NR#9
Park District	General Fund (1221)	360,224	FMRP Support
Park District	Capital Improvement (4081)	45,390	Support for capital projects
Park District	Capital Improvement (4081)	248,217	Support for capital projects
Park District	Aquatics	110,000	Parks to Aquatics Year 1 of 3
Park District	Capital Improvement (4083)	14,778	Support for capital projects
Park District	Capital Improvement (4081)	10,478	Support for capital projects
Total transfers from Park District		1,441,535	
Impact Fees	Capital Improvement (4035)	429,702	Support for capital projects
Impact Fees	Capital Improvement (4083)	311,853	Support for capital projects
Employee Health Insurance	General Fund	6,312,348	Health insurance premiums paid
Employee Health Insurance	General Fund (1219)	48,038	Health insurance premiums paid
Employee Health Insurance	General Fund (1221)	61,168	Health insurance premiums paid
Employee Health Insurance	Open Space Mill Levy	99,439	Health insurance premiums paid
Employee Health Insurance	Roads District	1,187,654	Health insurance premiums paid
Employee Health Insurance	Park District	1,257,469	Health insurance premiums paid
Open Space Mill Levy Fund	Park District	211,663	Contribution to Open Space Park Capital Projects
Cable TV Franchise	General Fund	50,000	For Right of Way Maintenance
Building Inspection Fund	General Fund	1,428	LiGo AVL Service Maintenance
Street Maintenance Assessment	Roads District	60,578	Transfer from Flushing District
Road District	Transportation	12,000	Transportation support
Gas Tax	Roads District	1,347,998	Gas Tax Eligible Costs
Gas Tax (BaRSAA)	Capital Improvement (4033)	1,850,717	Support for capital projects
Transportation Fund	General Fund	46,489	Transportation Support of Electrification Specialist
Brownfields	General Fund	24,231	Brownfield Correction
SID Revolving	General Fund	34,982	Transfer Excess Revolving Funds to GF
Total transfers From NonMajor Governmental Funds		13,347,757	
Water	Water Loans	100,000	Additional funds for Water Loans
Wastewater Operating	Sewer Loan Fund	25,000	FY24 NR#4 Amended
Wastewater	General Fund	2,040	LiGo AVL Service Maintenance
Storm Water Fund	Roads District	190,700	Administrative Staff Support
Storm Water Fund	General Fund	49,575	Encampment Response
Storm Water Fund	Wastewater Operating	35,000	Support for Capital Projects
Total transfers From NonMajor Proprietary Funds		402,315	
Total Transfers "OUT"		\$ 25,932,033	

I. Transactions with Component Units

The City provides administrative services to its discretely presented component units, Missoula Redevelopment Agency and Missoula Parking Commission. To compensate for these services, the City received administrative fees of \$288,508 and \$204,871 from Missoula Redevelopment Agency and Missoula Parking Commission, respectively, during fiscal year 2025.

J. Joint Operations with Missoula County and other Local Governments in Montana

The City of Missoula participates in several interlocal agreements with Missoula County and other local governments that include financial commitments or cost-sharing obligations.

The City and County jointly fund operations for Health, Library, and Animal Control services under long-standing interlocal agreements. Annual appropriations for these joint services are determined each year by both governments and represent continuing budgetary commitments. Assets associated with these services are reported by the government that owns them.

In addition to operational support, the City is party to several project-specific interlocal agreements that include defined financial obligations:

Safe Streets for All (SS4A) – South Avenue Project (2023):

The City committed \$1,485,402 as its 20% local match for the portion of the project located within City limits. Missoula County committed \$842,411.52 for the required match associated with improvements located within the County.

Green Tariff Development Agreement (2021; renewed 2023):

The City's participation in the multi-jurisdictional green tariff initiative includes a total financial commitment of up to \$75,000 across Fiscal Years 2021–2024.

Great American Rail Trail RAISE Grant (2023):

Under a regional interlocal agreement with Powell, Mineral, Granite, and Butte-Silver Bow Counties, the City committed up to \$2,500 toward grant development and related activities.

Other interlocal agreements between the City and County relate to shared governance, service coordination, or infrastructure development but do not include material financial commitments and therefore are not disclosed here.

K. Risk Management

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

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

In 1986 the City joined together with other Montana cities to form the Montana Municipal Insurance Authority which established a workers' compensation plan and a tort liability plan. Both public entity risk pools currently operate as common risk management and insurance programs for the member governments. The liability limits for damages in tort action for claims brought pursuant to state law are \$750,000 per claim and \$1.5 million per occurrence with a \$15,000 deductible per occurrence. State tort law limits the City's liability to \$1.5 million. There are no liability limits for claims filed pursuant to federal law. The City pays an annual premium for its employee injury insurance coverage, which is allocated to the employer funds based on total salaries

and wages. The agreements for formation of the pools provide that they will be self-sustaining through member premiums. Complete financial statements can be obtained by contacting MMIA at PO Box 6669, Helena, MT 59604-6669.

The City provides medical insurance coverage for its employees via a self-insured plan administered by Allegiance Benefit Plan Management, Inc. It provides medical, dental and vision benefits and is operated as an Internal Service Fund, funded by premiums charged to each department, based on the employees in that department, premiums from employees for their spouses, partners, and/or 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 \$180,000 per individual or in aggregate for the plan in excess of \$1,000,000.

L. Construction Commitments

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

Project Description	Expended to Date	Remaining Commitment
<u>Wastewater Funds</u>		
Momont #2	\$ 1,163,547	\$ 518,390
Compost Facility Ph II	566,520	8,919,459
Kelly Island Lift Station	1,910,288	140,197
Clark Fork Sewer Crossing	47,110	8,579
Momont #1	46,957	1,143,609
<u>Water Funds</u>		
Harlequin Ct. Main	988,890	448,644
S 4th Russell to Orange	970,229	111,615
Edith Mount to Crosby	943,555	26,351
E Central Pump Improvements	21,211	46,569
Fairview Benton Main Replace	132,795	671,051
N 1st St Main Replace	63,105	858,330
Ronald Keith Main Replace	847,029	60,415
S 4th St W Ph II	7,696	1,331,482
McLeod Ave Main Replace	18,556	27,206
Cherry Alley VanBuren to Taylor	—	45,763
Woodford - Addison to Beckwith	10,945	81,395
Dearborn Livingston Lester Main Replace	6,014	11,286
Phillips Main Extension	3,475	223,985
<u>Storm Water Funds</u>		
Grant Creek Realignment Project	728,661	1,483,942
Bitterroot Outfall Improvements	182,686	196,476
High Park Drainage Improvements	34,087	25,913

Project Description	Expended to Date	Remaining Commitment
<u>Governmental Funds</u>		
Lower Miller Creek Rd Improvements	327,329	4,708
South Russell Crossing	313,920	42,530
Ivy Franklin Park Greenway Phs 1	1,426,715	111,455
Kent Central Greenway Ph I	68,409	16,219
South Ave SS4A	362,351	158,303
California Street Reconstruction	71,417	28,495
Broadway/Toole/CA Roundabout	15,630	67,916
Orange/Cregg Intersection Signal	200,380	432,835
Scott St Phase I	96,637	825,210
Orange/Cregg Intersection Signal	200,380	432,835
Scott St Phase I	96,637	825,210
Downtown SAM	539,980	1,113,880
McNett Flats	328,161	28,164
Wayside Horns	45,197	12,603
Clark Fork River Access at Caras Park	1,503,336	185,251
Clark Fork River Access	431,515	245,377
Bonner Bandshell	98,921	14,148
White Pine Park	1,568	—
Rattlesnake Dam Ph II	50,212	50,276
Fort Ponds Riverbank Restoration	—	91,560
Northside Ped Bridge	3,481,970	30,073
TA Grant - Milwaukee Trail Widening	10,466	46,971
TA Grant - South Hills Trail (Wapkiya to Meadow Hill)	502	25,084
TA Grant - Ron McDonald Trail at Kiwanis Park	167	18,578
TA Grant - Hal's Walk at Silver Park	228	34,239
TA Grant - Milwaukee & Bitterroot Crack Seal	174	16,115
Restroom Repairs	22,900	93,966
	<u>\$ 18,388,458</u>	<u>\$ 21,332,658</u>

M. Subsequent Events

On August 18, 2025, the City Council adopted the FY 2026 budget. The budget incorporates updated revenue projections, expenditure adjustments to maintain essential services, and modest tax and fee changes resulting in an overall property-tax increase of approximately 3.4 percent.

In March 2025 the City of Missoula announced that the Johnson Street Emergency Shelter (operated in partnership with the Poverello Center) will cease operations in August 2025 as a result of the termination of federal pandemic-era funding and the City's inability to continue year-round staffing and operations of the approximately \$1.8 million-per-year facility. Beginning April 1, 2025, the shelter's capacity was reduced in a phased manner and the facility is scheduled to close September 2, 2025, with full deconstruction of the site targeted for fall 2026. While no liability existed as of June 30, 2025, the City is deploying a "housing sprint" to assist affected residents and expects shifts in service delivery costs and congregate-shelter demand in subsequent fiscal years.

On October 6, 2025, the City Council adopted Resolution 8905 to implement Senate Bill 133 (2025 Legislature), which revised Montana's impact-fee statutes (Title 7, Chapter 6, Part 16, MCA). The resolution updates the City's impact-fee methodology and schedules to comply with new state requirements, including the elimination of the prior 5 percent administrative surcharge, refined service-area definitions, and updated reporting standards.

In August 2025, the City Council adopted Resolution 8891, establishing the method of levying voter-approved mills consistent with House Bill 231 and Senate Bill 542 (2025 Legislature). The resolution sets the dollar values for the 2018 Open Space Stewardship Levy and the 2024 Fire and Emergency Services Levy under the new statutory framework.

In September 2025, the City authorized issuance \$310,158 of City warrants and an interfund loan, at 4.75% fixed per annum over a 20 year term to finance completed 2024 sidewalk and curb improvements ordered in by City Council. The financing provides interim cash flow pending property assessments and future collections from benefited parcels.

On August 7, 2025 (Resolution 8878), the City authorized entry into a Master Lease-Purchase Agreement with JPMorgan Chase Bank, N.A., to finance equipment acquisitions under the City’s FY26 Capital Improvement Plan. The authorization includes an aggregate principal cap of \$7,350,000, a maximum true interest cost of 4.95%, and a maximum term of 15 years. The lease is non-appropriation in nature and does not pledge the City’s full faith and credit.

In October 2025, the City Council authorized the issuance of the Sewer System Revenue Bond, Series 2025B, through the Montana Department of Natural Resources and Conservation Water Pollution Control State Revolving Fund (SRF) program. Bond proceeds will finance improvements to the composting facilities at the City’s wastewater treatment plant. Debt service payments will begin January 1, 2026, and continue through July 1, 2046, with principal amortized to achieve substantially level annual debt service at an interest rate of 2.50 percent per annum.

N. Restatements/Prior Period Adjustments

Change in Accounting Principle

In fiscal year 2025 the City of Missoula adopted GASB Statement No. 101, *Compensated Absences*. The provisions of this statement modernize the types of leave that are considered a compensated absence and provides guidance for a consistent recognition and measurement of the compensated absence liability.

Therefore, compensated absences current portion increased by \$185,446 and compensated absences non current portion were decreased by \$3,181,743, as of July 1, 2024. The table below describes the effect of this change in accounting principle.

	July 1, 2024, As previously Reported	Change in Accounting Principle	July 1, 2024, As Restated
Government-Wide			
Governmental Activities	\$ 253,865,617	\$ 2,996,296	\$256,861,913
Business-Type Activities	76,047,093	—	76,047,093
Total Primary Government	\$329,912,710	\$2,996,296	\$332,909,006

Required Supplementary Information Other Than Management Discussion and Analysis

City of Missoula
General Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget to Actual
For the Year Ended June 30, 2025

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
Revenues				
Intergovernmental	\$ 26,022,787	\$ 25,860,791	\$ 24,311,864	\$ (1,548,927)
Taxes and assessments	42,420,716	42,420,716	43,392,839	972,123
Licenses and permits	1,515,402	1,515,402	1,524,406	9,004
Charges for services	10,648,596	10,688,736	10,490,324	(198,412)
Fines and forfeitures	458,493	458,493	344,603	(113,890)
Miscellaneous	1,383,589	1,655,484	1,498,311	(157,173)
Investment Earnings	1,000	1,000	126,954	125,954
Gain on disposal of capital assets	—	—	1,638,424	1,638,424
Total revenues	<u>82,450,583</u>	<u>82,600,623</u>	<u>83,327,725</u>	<u>727,102</u>
Expenditures				
Current:				
General Government	20,247,536	20,380,102	18,686,820	(1,693,282)
Public Safety	54,985,913	55,017,650	52,044,278	(2,973,372)
Public Works	1,660,548	2,530,341	2,378,481	(151,860)
Public Health	3,184,301	3,184,301	3,184,301	—
Social & Economic Services	1,177,223	3,210,338	1,847,292	(1,363,046)
Cultural & Recreation	2,093,387	2,135,687	1,586,544	(549,143)
Housing & Community Development	2,561,864	766,139	689,637	(76,502)
Miscellaneous	<u>1,860,485</u>	<u>1,860,485</u>	<u>1,987,793</u>	<u>127,308</u>
Total Current Expenditures	<u>87,771,257</u>	<u>89,085,043</u>	<u>82,405,146</u>	<u>(6,679,897)</u>
Debt service:				
Interest	—	—	169,820	169,820
Principal retirement	—	—	520,143	520,143
Total debt service	<u>—</u>	<u>—</u>	<u>689,963</u>	<u>689,963</u>
Capital outlay:				
General Government	—	3,897	261,945	(258,048)
Public Safety	414,381	116,629	64,288	(52,341)
Public Works	351,000	416,000	148,714	(267,286)
Cultural & Recreation	<u>914,053</u>	<u>954,053</u>	<u>231,745</u>	<u>(722,308)</u>
Total capital outlay	<u>1,679,434</u>	<u>1,490,579</u>	<u>706,692</u>	<u>(1,299,983)</u>
Total expenditures	<u>89,450,691</u>	<u>90,575,622</u>	<u>83,801,801</u>	<u>(7,289,917)</u>
Excess (deficiency) of revenues over expenditures	<u>(7,000,108)</u>	<u>(7,974,999)</u>	<u>(474,076)</u>	<u>(6,562,815)</u>
Other Financing Sources (Uses)				
Transfers (out)	(9,558,655)	(9,558,655)	(9,839,945)	(281,290)
Transfers in	14,159,511	14,213,208	12,479,681	(1,733,527)
Issuance of long term debt/capital leases	—	—	281,980	281,980
Total other financing sources (uses)	<u>4,600,856</u>	<u>4,654,553</u>	<u>2,921,716</u>	<u>(1,732,837)</u>
Net change in fund balances	(2,399,252)	(3,320,446)	2,447,640	(8,295,652)
Fund balances - beginning	<u>9,401,608</u>	<u>9,401,608</u>	<u>9,401,608</u>	<u>—</u>
Fund balances - ending	<u>\$ 7,002,356</u>	<u>\$ 6,081,162</u>	<u>\$ 11,849,248</u>	<u>\$ (8,295,652)</u>

See Notes to Required Supplementary Information

City of Missoula

Road District

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget to Actual

For the Year Ended June 30, 2025

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Intergovernmental	\$ 6,686	\$ 6,686	\$ 5,162	\$ (1,524)
Taxes and assessments	10,317,800	10,317,800	10,330,737	12,937
Licenses and permits	269,438	269,438	378,274	108,836
Charges for services	1,948,483	1,948,483	2,134,438	185,955
Miscellaneous	—	—	49,918	49,918
Investment Earnings	—	—	43,579	43,579
Total revenues	<u>12,542,407</u>	<u>12,542,407</u>	<u>12,942,108</u>	<u>399,701</u>
Expenditures				
Current:				
General Government	10,780	10,780	—	(10,780)
Public Works	<u>12,576,500</u>	<u>12,557,684</u>	<u>11,656,100</u>	<u>(901,584)</u>
Total Current Expenditures	<u>12,587,280</u>	<u>12,568,464</u>	<u>11,656,100</u>	<u>(912,364)</u>
Debt service:				
Interest	125,572	125,572	132,095	6,523
Principal retirement	<u>781,523</u>	<u>902,160</u>	<u>832,066</u>	<u>(70,094)</u>
Total debt service	<u>907,095</u>	<u>1,027,732</u>	<u>964,161</u>	<u>(63,571)</u>
Capital outlay:				
Public Works	<u>1,181,500</u>	<u>1,322,299</u>	<u>142,683</u>	<u>(1,179,616)</u>
Total capital outlay	<u>1,181,500</u>	<u>1,322,299</u>	<u>142,683</u>	<u>(1,179,616)</u>
Total expenditures	<u>14,675,875</u>	<u>14,918,494</u>	<u>12,762,944</u>	<u>(2,155,550)</u>
Excess (deficiency) of revenues over expenditures	<u>(2,133,468)</u>	<u>(2,376,087)</u>	<u>179,164</u>	<u>(1,755,849)</u>
Other Financing Sources (Uses)				
Transfers (out)	(1,448,074)	(1,448,074)	(912,484)	535,590
Transfers in	2,786,930	2,786,930	2,786,930	—
Issuance of long term debt/capital leases	—	140,799	—	(140,799)
Total other financing sources (uses)	<u>1,338,856</u>	<u>1,479,655</u>	<u>1,874,446</u>	<u>394,791</u>
Net change in fund balances	(794,612)	(896,433)	2,053,610	(1,361,058)
Fund balances - beginning, as previously reported	2,828,921	2,828,921	2,828,921	—
Fund balances - ending	<u>\$ 2,034,308</u>	<u>\$ 1,932,488</u>	<u>\$ 4,882,531</u>	<u>\$ (1,361,058)</u>

See Notes to Required Supplementary Information

City of Missoula

Park District

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget to Actual

For the Year Ended June 30, 2025

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Intergovernmental	\$ 128,537	\$ 128,537	\$ 91,313	\$ (37,224)
Taxes and assessments	10,143,222	10,143,222	10,142,492	(730)
Charges for services	2,475,530	2,621,010	3,000,800	379,790
Miscellaneous	—	—	1,067	1,067
Investment Earnings	—	—	29,466	29,466
Total revenues	<u>12,747,289</u>	<u>12,892,769</u>	<u>13,265,138</u>	<u>372,369</u>
Expenditures				
Current:				
Cultural & Recreation	<u>13,476,322</u>	<u>13,885,076</u>	<u>12,956,809</u>	<u>(928,267)</u>
Total Current Expenditures	<u>13,476,322</u>	<u>13,885,076</u>	<u>12,956,809</u>	<u>(928,267)</u>
Debt service:				
Interest	208,222	208,222	209,127	905
Principal retirement	<u>321,711</u>	<u>342,113</u>	<u>304,603</u>	<u>(37,510)</u>
Total debt service	<u>529,933</u>	<u>550,335</u>	<u>513,730</u>	<u>(36,605)</u>
Capital outlay:				
Cultural & Recreation	<u>702,173</u>	<u>519,294</u>	<u>428,508</u>	<u>(90,786)</u>
Total capital outlay	<u>702,173</u>	<u>519,294</u>	<u>428,508</u>	<u>(90,786)</u>
Total expenditures	<u>14,708,428</u>	<u>14,954,705</u>	<u>13,899,047</u>	<u>(1,055,658)</u>
Excess (deficiency) of revenues over expenditures	<u>(1,961,139)</u>	<u>(2,061,936)</u>	<u>(633,909)</u>	<u>(683,289)</u>
Other Financing Sources (Uses)				
Transfers (out)	(1,137,549)	(1,148,027)	(1,441,536)	(293,509)
Transfers in	1,630,590	1,630,590	1,630,591	1
Issuance of long term debt/capital leases	<u>215,000</u>	<u>—</u>	<u>—</u>	<u>—</u>
Total other financing sources (uses)	<u>708,041</u>	<u>482,563</u>	<u>189,055</u>	<u>(293,508)</u>
Net change in fund balances	(1,253,098)	(1,579,373)	(444,854)	(976,797)
Fund balances - beginning, as previously reported	<u>2,651,040</u>	<u>2,651,040</u>	<u>2,651,040</u>	<u>—</u>
Fund balances - ending	<u>\$ 1,397,942</u>	<u>\$ 1,071,667</u>	<u>\$ 2,206,186</u>	<u>\$ (976,797)</u>

See Notes to Required Supplementary Information

City of Missoula, Montana
Schedule of Proportionate Share of Net Pension Liability
and Schedule of Contributions
For the Last Ten Fiscal Years

Public Employees Retirement System (PERS)

As of measurement date

Schedule of Proportionate Share of the Net Pension Liability:

Employer's proportionate share of the net pension liability associated with the Employer (as a percentage)

Employer's proportion of the net pension liability

State of MT proportionate share of the net pension liability associated with the Employer

Total

2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
1.3541 %	1.3054 %	1.2614 %	1.816 %	1.0902 %	1.0516 %	0.9997 %	1.1274 %	0.9192 %	0.9733 %
\$33,118,337	\$31,855,940	\$29,993,955	\$20,827,860	\$28,761,158	\$21,618,869	\$20,480,969	\$21,523,419	\$17,064,484	\$13,606,356
\$8,640,788	\$8,840,605	\$8,978,165	\$6,145,478	\$9,067,323	\$7,042,927	\$6,864,723	\$ 297,498	\$ 214,226	\$ 171,690
\$41,759,125	\$40,696,545	\$38,972,120	\$26,973,338	\$37,828,481	\$28,661,796	\$27,345,692	\$21,820,917	\$17,278,710	\$13,778,046

Employer's covered payroll

Employer's proportionate share of the net pension liability as of its covered payroll (as a percentage)

Plan fiduciary net position the total pension liability (as a percentage)

\$26,912,666	\$24,662,105	\$22,515,163	\$20,465,274	\$21,480,205	\$17,287,903	\$16,319,813	\$13,686,711	\$13,732,367	\$13,197,304
123.06 %	129.17 %	133.22 %	101.77 %	133.90 %	125.05 %	125.50 %	157.26 %	124.26 %	103.10 %
74.77 %	73.93 %	73.66 %	79.91 %	68.90 %	73.85 %	73.47 %	73.75 %	74.71 %	78.40 %

Schedule of Contributions:

As of reporting date

Contractually required contributions

Contributions in relation to the contractually required contributions

Contribution deficiency (excess)

Employer's covered payroll

Contributions of covered payroll (as a percentage)

2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
\$2,654,096	\$2,452,349	\$2,212,197	\$1,997,100	\$1,794,808	\$1,862,334	\$1,481,580	\$1,382,327	\$1,145,569	\$1,136,215
\$2,654,096	\$2,452,349	\$2,212,197	\$1,997,100	\$1,794,808	\$1,862,334	\$1,481,580	\$1,382,327	\$1,145,569	\$1,136,215
\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
\$29,262,344	\$26,912,666	\$24,662,105	\$22,515,163	\$20,465,274	\$21,480,205	\$17,287,903	\$16,319,813	\$13,686,711	\$13,732,367
9.070 %	9.112 %	8.970 %	8.870 %	8.770 %	8.670 %	8.570 %	8.470 %	8.370 %	8.274 %

City of Missoula, Montana
Schedule of Proportionate Share of Net Pension Liability
and Schedule of Contributions (continued)
For the Last Ten Fiscal Years*

Firefighters' Unified Retirement System (FURS)

As of measurement date

Schedule of Proportionate Share of the Net Pension Liability:

Employer's proportionate share of the net pension liability associated with the Employer (as a percentage)

Employer's proportion of the net pension liability

State of MT proportionate share of the net pension liability associated with the Employer

Total

Employer's covered payroll

Employer's proportionate share of the net pension liability as of its covered payroll (as a percentage)

Plan fiduciary net position the total pension liability (as a percentage)

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
	4.4551 %	4.4349 %	4.6842 %	4.5501 %	4.5378 %	4.4937 %	4.736 %	4.964 %	5.023 %	5.108409 %
	\$6,035,190	\$6,695,828	\$7,440,873	\$3,893,801	\$7,100,607	\$5,154,903	\$5,454,479	\$5,611,024	\$5,736,896	\$5,224,726
	\$13,692,305	\$15,197,129	\$16,834,625	\$8,837,685	\$16,007,149	\$12,467,135	\$12,471,927	\$12,742,024	\$12,997,998	\$11,636,854
Total	\$19,727,495	\$21,892,957	\$24,275,498	\$12,731,486	\$23,107,756	\$17,622,038	\$17,926,406	\$18,353,048	\$18,734,894	\$16,861,580
	\$9,553,184	\$9,076,553	\$8,373,292	\$7,921,490	\$7,792,492	\$7,472,715	\$7,420,820	\$7,073,230	\$6,864,943	\$6,864,943
	57.75 %	70.09 %	73.77 %	88.86 %	49.15 %	91.12 %	68.98 %	73.50 %	83.57 %	76.11 %
	83.97 %	81.00 %	81.00 %	78.76 %	87.72 %	75.34 %	80.08 %	79.03 %	75.48 %	76.90 %

Schedule of Contributions:

As of reporting date

Contractually required contributions

Contributions in relation to the contractually required contributions

Contribution deficiency (excess)

Employer's covered payroll

Contributions of covered payroll (as a percentage)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
	\$1,513,335	\$1,374,035	\$1,312,831	\$1,197,873	\$1,165,975	\$1,073,900	\$1,097,825	\$1,065,632	\$1,011,282	\$1,004,990
	\$1,513,335	\$1,374,035	\$1,312,831	\$1,197,873	\$1,165,975	\$1,073,900	\$1,097,825	\$1,065,632	\$1,011,282	\$1,004,990
	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	\$10,451,233	\$9,553,184	\$9,076,553	\$8,373,292	\$7,921,490	\$7,792,492	\$7,472,715	\$7,420,820	\$7,073,230	\$6,864,943
	14.480 %	14.383 %	14.464 %	14.306 %	14.719 %	13.781 %	14.691 %	14.360 %	14.297 %	14.639 %

City of Missoula, Montana
Schedule of Proportionate Share of Net Pension Liability
and Schedule of Contributions (continued)
For the Last Ten Fiscal Years

Municipal Police Officers' Retirement System (MPORS)

As of measurement date

Schedule of Proportionate Share of the Net Pension Liability:

Employer's proportionate share of the net pension liability associated with the Employer (as a percentage)

Employer's proportion of the net pension liability

State of MT proportionate share of the net pension liability associated with the Employer

Total

Employer's covered payroll

Employer's proportionate share of the net pension liability as of its covered payroll (as a percentage)

Plan fiduciary net position the total pension liability (as a percentage)

2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
5.4401%	5.2598 %	5.4037 %	5.4825 %	5.251 %	5.1884 %	5.1449 %	5.2438 %	5.4218 %	5.336804 %
\$12,163,460.	\$12,194,264	\$12,764,288	\$9,966,564	\$12,843,175	\$10,327,190	\$8,811,056	\$9,329,364	\$9,759,997	\$8,828,179
\$24,736,755.	\$24,610,665	\$25,942,912	\$20,257,593	\$25,903,347	\$21,018,712	\$17,886,226	\$19,014,791	\$19,374,019	\$17,886,730
\$36,900,215.	\$36,804,929	\$38,707,200	\$30,224,157	\$38,746,522	\$31,345,902	\$26,697,282	\$28,344,155	\$29,134,016	\$26,714,909
\$10,605,595.	\$10,080,405	\$9,922,397	\$8,995,014	\$8,551,031	\$8,134,570	\$7,841,658	\$7,653,813	\$7,386,236	\$7,386,236
105.72%	120.97 %	128.64 %	110.80 %	150.19 %	126.95 %	112.36 %	121.89 %	132.14 %	119.52 %
73.96%	71.65 %	69.67 %	75.76 %	64.84 %	68.84 %	70.95 %	68.34 %	65.62 %	66.90 %

Schedule of Contributions:

As of reporting date

Contractually required contributions

Contributions in relation to the contractually required contributions

Contribution deficiency (excess)

Employer's covered payroll

Contributions of covered payroll (as a percentage)

2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
\$1,662,726	\$1,543,671	\$1,463,275	\$1,427,907	\$1,310,528	\$1,237,111	\$1,214,620	\$1,129,985	\$1,121,184	\$1,070,710
\$1,662,726	\$1,543,671	\$1,463,275	\$1,427,907	\$1,310,528	\$1,237,111	\$1,214,620	\$1,129,985	\$1,121,184	\$1,070,710
\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
\$11,505,306	\$10,605,595	\$10,080,405	\$9,922,397	\$8,995,014	\$8,551,031	\$8,134,570	\$7,841,658	\$7,653,813	\$7,386,236
14.450 %	14.555 %	14.516 %	14.391 %	14.569 %	14.467 %	14.932 %	14.410 %	14.649 %	14.496 %

City of Missoula, Montana
Schedule of Changes in Other Post Employment Benefits Liability and Related Ratios
For the Last Ten Fiscal Years*

	2025	2024	2023	2022	2021	2020	2019	2018
Beginning Balance	\$ 6,379,981	\$11,165,080	\$11,084,084	\$11,636,101	\$10,373,038	\$ 9,737,360	\$ 9,376,933	\$ 3,010,299
Restatement-Change in Accounting Principle	—	—	—	—	—	—	—	5,924,045
Restated Beginning Balance	6,379,981	11,165,080	11,084,084	11,636,101	10,373,038	9,737,360	9,376,933	8,934,344
Service Cost	289,533	301,713	514,973	532,792	650,331	576,401	542,308	550,925
Interest	269,235	463,215	457,772	475,917	226,133	260,804	315,065	308,235
Deferred Inflows - Difference between expected and actual experience	(700,584)	(7,075,564)	477,894	4,176,148	(294,588)	(1,160,384)	(458,593)	(231,502)
Deferred Outflows - Changes in assumptions	(9,243)	1,964,586	(77,096)	(4,513,905)	1,073,974	1,330,271	161,583	4,974
Employer Contributions	(400,554)	(439,049)	(1,292,547)	(1,222,969)	(392,787)	(371,414)	(199,936)	(190,043)
Net Change	-551,613	(4,785,099)	80,996	(552,017)	1,263,063	635,678	360,427	442,589
Ending Balance	5,828,368	\$ 6,379,981	\$11,165,080	\$11,084,084	\$11,636,101	\$10,373,038	\$ 9,737,360	\$ 9,376,933
Covered-Employee Payroll (***)	51,595,468	\$49,047,846	\$44,786,409	\$41,852,766	\$39,115,409	\$36,569,389	\$32,203,633	\$31,303,653
Total Other Post-Employment Benefits Liability as a percentage of Covered-Employee Payroll	11 %	13 %	25 %	26 %	30 %	28 %	30 %	30 %

Note to Schedule: Assets are not accumulated in a trust to pay related benefits that meets the criteria in GASB 75, paragraph 4.

*The amounts presented above for each fiscal year were determined as of June 30th. The schedule is intended to show information for 10 years, additional years will be displayed as they become available.

CITY OF MISSOULA, MONTANA
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

Budgetary Comparisons

Budgetary basis of accounting

Annual budgets for the General Fund, Road District #1 Fund, Park District #1 Fund, and the Capital Projects Fund are presented on the budgetary basis appropriate for the fund type consistent with GAAP (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 the spring, budget hearings are held, and the final budget is adopted by the second Monday in August. The operating fund budgets cannot be increased except by a public hearing and resolution approved by City Council. Budget appropriations may be transferred between line items or increased by budget amendment only upon adoption of a resolution by the governing body.

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 active funds. The legal level of budgetary control is established at the fund level.

Pension Plan Schedules

Changes of Benefit Terms

The following changes to the plan provision were made as identified:

2017 Legislative Changes:

Working Retiree Limitations – for PERS

Effective July 1, 2017, if a PERS retiree returns as an independent contractor to what would otherwise be PERS-covered employment, general contractor overhead costs are excluded from PERS working retiree limitations.

Working Retiree Limitations – for FURS & MPORS

Applies to retirement system members who return on or after July 1, 2017 to covered employment in the system from which they retired.

Members who return for less than 480 hours in a calendar year:

- may not become an active member in the system; and
- are subject to a \$1 reduction in their retirement benefit for each \$3 earned in excess of \$5,000 in the calendar year.

Members who return for 480 or more hours in a calendar year:

- must become an active member of the system;
- will stop receiving a retirement benefit from the system; and
- will be eligible for a second retirement benefit if they earn 5 or more years of service credit through their second employment.

Employee, employer and state contributions, if any, apply as follows:

- employer contributions and state contributions (if any) must be paid on all working retirees;
- employee contributions must be paid in working retirees who return to covered employment for 480 or more hours in a calendar year.

Second Retirement Benefit – for FURS & MPORS

Applies to retirement system members who return on or after July 1, 2017 to active service covered by the system from which they retired.

If the member works more than 480 hours in a calendar year and accumulates less than 5 years of service credit before terminating again, the member:

- is not awarded service credit for the period of reemployment;
- is refunded the accumulated contributions associated with the period of reemployment;
- starting the first month following termination of service, receives the same retirement benefit previously paid to the member; and
- does not accrue post-retirement benefit adjustments during the term of reemployment but receives a Guaranteed Annual Benefit Adjustment (GABA) in January immediately following second retirement.

If the member works more than 480 hours in a calendar year and accumulates at least 5 years of service credit before terminating again, the member:

- is awarded service credit for the period of reemployment;
- starting the first month following termination of service, receives:
 - the same retirement benefit previously paid to the member, and
 - a second retirement benefit for the period of reemployment calculated based on the laws in effect as of the member's rehire date; and
- does not accrue post-retirement benefit adjustments during the term of reemployment but receives a GABA:
 - on the initial retirement benefit in January immediately following second retirement, and
 - on the second retirement benefit starting in January after receiving that benefit for at least 12 months.

A member who returns to covered service is not eligible for a disability benefit.

Refunds

1. Terminating members eligible to retire may, in lieu of receiving a monthly retirement benefit, refund their accumulated contributions in a lump sum.
2. Terminating members with accumulated contributions between \$200 and \$1,000 who wish to rollover their refund must do so within 90 days of termination of service.
3. Trusts, estates, and charitable organizations listed as beneficiaries are entitled to receive only a lump-sum payment.

Lump-sum payouts

Effective July 1, 2017, lump-sum payouts in all systems are limited to the member's accumulated contributions rate than the present value of the member's benefit.

Disabled PERS Defined Contribution (DC) Members

PERS members hired after July 1, 2011 have a normal retirement age of 65. PERS DC members hired after July 1, 2011 who became disabled were previously only eligible for a disability benefit until age 65. Effective July 1, 2017, these individuals will be eligible for a disability benefit until they reach 70, thus ensuring the same 5-year time period available to PERS DC disabled members hired prior to July 1, 2011 who have a normal retirement age of 60 and are eligible for a disability benefit until age 65.

Changes in Actuarial Assumptions and Methods

Method and assumptions used in calculations of actuarially determined contributions

Actuarially determined contributions are determined on the valuation date payable in the fiscal year beginning immediately following the valuation date. The following actuarial assumptions and methods were used to determine contribution rates reported for fiscal year ending June 30, 2025, which were based on the results of the June 30, 2024 actuarial valuation:

General Wage Growth*	3.50%
Investment Rate of Return*	7.3%, net of pension plan investment and administrative expenses
*Includes inflation at	2.75%
Merit salary increase	0% to 4.80% (PERS), 0% to 6.30% (FURS), 0% to 6.60% (MPORS)
Asset valuation method	Four-year smoothed market
Actuarial cost method	Entry age Normal
Amortization method	Level percentage of payroll, open
Remaining amortization	30 years
Mortality	
- Active Participants	PUB-2010 General Amount Weighted Employee Mortality projected to 2021 for males and females. Projected generationally using MP-2021.
- Disabled Retirees	PUB-2010 General Amount Weighted Disabled Retiree mortality table, projected to 2021, set forward one year for both males and females.
- Contingent Survivors	PUB-2010 Amount Weighted Contingent Survivor Mortality projected to 2021 with ages set forward one year for males and females. Projected generationally using MP-2021.
- Health Retirees	PUB-2010 General Amount Weighted Healthy Retiree Mortality Table projected to 2021, with ages set forward one year and adjusted 104% for males and 103% for females. Projected generationally using MP-2021.

The actuarial assumptions and methods utilized in the June 30, 2024 valuation, were developed in the five-year experience study for the period ending 2021.

Supplemental Information

Combining and Individual Fund Financial Statements and Schedules

City of Missoula
Capital Improvement Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget to Actual
For the Year Ended June 30, 2025

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Intergovernmental	\$ —	\$ 7,960,165	\$ 1,439,403	\$ (6,520,762)
Contributions	—	5,066,532	2,582,376	(2,484,156)
Total revenues	—	7,960,165	4,021,779	(6,520,762)
Expenditures				
Current:				
Public Works	—	—	61,599	61,599
Total Current Expenditures	—	—	61,599	61,599
Debt service:				
Interest	485,325	485,325	481,778	(3,547)
Principal retirement	3,038,459	3,309,538	2,956,367	(353,171)
Total debt service	3,523,784	3,794,863	3,438,145	(356,718)
Capital outlay:				
General Government	—	3,514,593	2,040,863	1,473,730
Public Safety	—	5,772,550	5,253,872	(518,678)
Public Works	—	13,199,977	4,852,387	(8,347,590)
Cultural & Recreation	—	10,138,426	2,815,027	(7,323,399)
Total capital outlay	—	32,625,546	14,962,149	(14,715,937)
Total expenditures	3,523,784	36,420,409	18,461,893	(15,011,056)
Excess (deficiency) of revenues over expenditures	(3,523,784)	(28,460,244)	(14,440,114)	(21,531,818)
Other Financing Sources (Uses)				
Transfers in	3,523,784	14,330,499	6,308,897	(8,021,602)
Issuance of long term debt/capital leases	2,130,000	10,929,824	—	(10,929,824)
Total other financing sources (uses)	5,653,784	25,260,323	6,308,897	(18,951,426)
Net change in fund balances	2,130,000	(3,199,921)	(8,131,217)	(40,483,244)
Fund balances - beginning	(8,690,552)	(8,690,552)	(8,690,552)	—
Fund balances - ending	\$ (6,560,552)	\$ (11,890,473)	\$ (16,821,769)	\$ (40,483,244)

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.

Emergency/Disaster Recovery Fund - This is a One-time mill levy to fund emergency expenses set at 2 mills.

Public Safety Information System – As part of the inter-local for the new Public Safety Software a special fund was to be created and maintained by the City of Missoula. The Missoula County 911 center, Missoula County Sheriff Office, City of Missoula Police Department, City Fire and Missoula Rural Fire Districts combined, are each required to deposit \$6,000 per year in this fund. This account should be accumulating \$24,000 per year.

Economic Development - This fund is used for the Scott Street Ravara project to develop income restricted housing on a 3-acre Community Land Trust.

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 Intersection - 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 Levy – 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.

Open Space Levy – This fund receives tax revenues from the Open Space Levy approved by the voters in November of 2018. The funds are used to contribute to the costs of stewardship and conservation of open space lands.

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.

NONMAJOR GOVERNMENTAL FUNDS

FUND DESCRIPTIONS (Cont.)

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 & 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 Fund - 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.

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

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

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

Affordable Housing Trust Fund - This fund receives contributions and donations to be help leverage other private and public investments to help address housing needs within Missoula.

Housing Sprint - This fund receives donations managed by United Way of Missoula County to help residents of the Johnson Street Temporary Emergency Shelter find permanent housing before the shelter closes.

State 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.

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) 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.

CDBG Program Income Account Fund – Accounts for re-payment from CDBG-Entitlement assisted projects and then uses the funds collected to assist additional CDBG-eligible activities.

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

NONMAJOR GOVERNMENTAL FUNDS

FUND DESCRIPTIONS (Cont.)

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

City Home Program Income Fund – This program derives its funding from the repayment of loans provided to low- and moderate-income homebuyers for down payment, homebuyer education and closing cost assistance, as well as repayment of loans and the interest on those loans to organizations providing housing through funds provided by the City's HOME program.

Home - ARP - This fund tracks all expenditures from the HOME American Rescue Plan Program funds. These funds are provided to reduce homelessness and increase housing stability within the City of Missoula.

Transportation – This account provides transportation planning and alternative transportation services within three key areas and through various funding sources including the Missoula Metropolitan Planning Organization, Missoula in Motion and Bicycle and Pedestrian office.

Federal Transportation Fund – 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 & Donations Fund – This fund accounts for the receipt and expenditure of a variety of grant and donation funds.

Police Grants & Donations – This fund accounts for the receipt and expenditure of Police related grants and donations.

Brownfields – This fund accounts for the receipt and expenditure of the Missoula Brownfields Revolving Loan Fund (RLF). The Brownfields RLF provides funding for area companies and/or organizations to clean up environmental contamination during redevelopment projects. The Brownfields RLF is managed by MoFi.

Brownfields RLF - This fund accounts for the activity related to the Legacy Revolving Loan funds from the brownfields Program, also known as the Closeout Agreement (COA)

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

1997 Open Space G O Bond Fund - This fund was created to provide debt service related to the issuance of general obligation bonds to purchase open space and conservation easements.

NONMAJOR GOVERNMENTAL FUNDS

FUND DESCRIPTIONS (Cont.)

Series 2012A Aquatics Refunding Bond – Issued in 2012 to redeem the July 1, 2014 through July 1, 2024 maturities.

Series 2013A GO Refunding Bond – Issued in 2013 to provide to provide funds for refunding on July 1, 2013 the City's outstanding General Obligation Bonds, Series 2006 and Series 2007. The interest rate varies from 1.5% to 2.25%.

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

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

Sidewalk & Curb Warrants 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.

Judgment Levies - This fund accounts for the satisfaction of past judgments or settlements.

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 G O Bond Open Space Purchase – 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.

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

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

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

NONMAJOR GOVERNMENTAL FUNDS

FUND DESCRIPTIONS (Cont.)

5th, 6th, Arthur Streets Construction – This project was funded by special improvement district assessments charged to the benefiting 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.

Miller Creek Maloney/Twite – 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.

Hillview Way – This project Improvements are mostly within this section but some improvements are north of Black Pine. Improvements also consist of a box culvert at Moose Can Gully for use by pedestrians and wildlife. Present and future development adjacent to this road section has increased the need for improvements.

Rattlesnake Sewer – This project was funded by a combination of grants and special improvement district assessments charged to the benefiting 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.

Pattee Creek Drive Traffic Calming – This project consists of installing four (4) speed cushion traffic calming improvements on Pattee Creek Drive with associated signage and striping.

Wayfinding Project – This project involves the installation of parking wayfinding signage downtown, city gateway signage, and city-wide vehicular and district identification signs.

Mullan Area BUILD Grant - This fund accounts for the City's contribution to the joint, City-County project. This project includes the design and complete construction of collector street connections for England Blvd, Mary Jane Blvd, and George Elmer between Mullan Road and West Broadway, along with non-motorized trail connections along Grant Creek, extension of the Milwaukee Trail between Mullan Road and Grant Creek, and several local trail connections to Hellgate School.

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 (WFL) Miller Creek Road – This project reconstructed Lower Miller Creek Road between the roundabout and Linda Vista Boulevard.

Western Federal Lands (WFL) - 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.

City of Missoula
Combining Governmental Balance Sheet
Nonmajor Governmental Funds
Summary by Fund Type
June 30, 2025

	Special revenue funds	Debt service funds	Capital projects funds	Total Nonmajor Governmental Funds
ASSETS				
Cash and Investments	\$ 4,266,400	\$ 427,179	\$ 724,297	\$ 5,417,876
Taxes Receivable	462,880	35,396	—	498,276
Special Assessments Receivable	13,936	50,226	—	64,162
Accounts Receivable	264,693	—	—	264,693
Long term loans	6,421,444	—	—	6,421,444
Interfund receivable	13,841,269	952,906	718,011	15,512,186
Advances receivable	1,347	425,165	—	426,512
Due from other governments	1,315,010	37,181	—	1,352,191
Prepaid Items	10,079	—	—	10,079
Deferred Assessments Receivable	309,989	3,809,399	—	4,119,388
Total assets	<u>\$ 26,907,047</u>	<u>\$ 5,737,452</u>	<u>\$ 1,442,308</u>	<u>\$ 34,086,807</u>
LIABILITIES				
Accounts payable	\$ 980,116	\$ 4,227	\$ 92,884	\$ 1,077,227
Accrued expenditures	135,308	—	—	135,308
Interfund payable	3,847,052	952,907	3,648,387	8,448,346
Total liabilities	<u>\$ 4,962,476</u>	<u>\$ 957,134</u>	<u>\$ 3,741,271</u>	<u>\$ 9,660,881</u>
DEFERRED INFLOWS OF RESOURCES				
Unearned revenues; taxes and loans receivable	7,005,186	3,885,519	—	10,890,705
Total deferred inflows of resources	<u>\$ 7,005,186</u>	<u>\$ 3,885,519</u>	<u>\$ —</u>	<u>\$ 10,890,705</u>
FUND BALANCES (DEFICITS)				
Nonspendable				
Prepaid items	10,079	—	—	10,079
Restricted				
Building construction inspections	469,476	—	—	469,476
Grant restrictions for program expenditures	1,831,996	—	—	1,831,996
Law Enforcement	558,184	—	—	558,184
Public works safety & maintenance expenditures	297,077	—	—	297,077
Debt Service	—	1,624,147	—	1,624,147
for Capital Project expenditures	—	—	1,442,308	1,442,308
Committed				
By City Ordinance for specific budgeted programs	12,833,306	—	—	12,833,306
Assigned				
	1,813,401	—	—	1,813,401
Unassigned				
	(2,874,133)	(729,348)	(3,741,271)	(7,344,752)
Total fund balances (deficits)	<u>\$ 14,939,386</u>	<u>\$ 894,799</u>	<u>\$ (2,298,963)</u>	<u>\$ 13,535,222</u>
Total liabilities and fund balances (deficits)	<u><u>\$ 26,907,047</u></u>	<u><u>\$ 5,737,452</u></u>	<u><u>\$ 1,442,308</u></u>	<u><u>\$ 34,086,807</u></u>

City of Missoula
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
Summary by Fund Type
For the Fiscal Year Ended June 30, 2025

	Special revenue funds	Debt service funds	Capital projects funds	Total Nonmajor Governmental Funds
REVENUES				
Taxes and assessments	\$ 10,079,117	\$ 496,504	\$ —	\$ 10,575,621
Licenses and permits	3,189,647	—	—	3,189,647
Intergovernmental	6,012,239	—	—	6,012,239
Charges for services	2,380,738	—	—	2,380,738
Fines and forfeitures	73,445	—	—	73,445
Miscellaneous	398,015	—	201,911	599,926
Special Assessments	465,515	733,481	—	1,198,996
Investment earnings	10,706	8,647	1,272	20,625
Total revenues	<u>22,609,422</u>	<u>1,238,632</u>	<u>203,183</u>	<u>24,051,237</u>
EXPENDITURES				
Current:				
General Government	1,902,825	—	—	1,902,825
Public Safety	3,454,297	—	—	3,454,297
Public Works	3,580,429	—	—	3,580,429
Cultural & Recreation	529,382	—	—	529,382
Housing & Community Development	3,160,029	—	—	3,160,029
Miscellaneous	146,838	—	—	146,838
Debt service:				
Interest	25,695	248,596	—	274,291
Principal retirement	184,925	1,099,123	—	1,284,048
Capital outlay:				
General Government	30,416	—	—	30,416
Public Safety	31,197	—	—	31,197
Public Works	—	—	342,552	342,552
Cultural & Recreation	77,263	—	—	77,263
Total expenditures	<u>13,123,296</u>	<u>1,347,719</u>	<u>342,552</u>	<u>14,813,566</u>
Excess (deficiency) of revenues over expenditures	<u>9,486,126</u>	<u>(109,087)</u>	<u>(139,369)</u>	<u>9,237,671</u>
OTHER FINANCING SOURCES (USES)				
Transfers (out)	(13,300,772)	(34,981)	—	(13,335,753)
Transfers in	2,009,708	—	322,330	2,332,038
Total other financing sources (uses)	<u>(11,291,064)</u>	<u>(34,981)</u>	<u>322,330</u>	<u>(11,003,715)</u>
Net change in fund balances	<u>(1,804,938)</u>	<u>(144,068)</u>	<u>182,960</u>	<u>(1,766,045)</u>
Fund balances - beginning	16,744,324	1,038,867	(2,481,923)	15,301,267
Fund balances - ending	<u>\$ 14,939,386</u>	<u>\$ 894,799</u>	<u>\$ (2,298,963)</u>	<u>\$ 13,535,222</u>

City of Missoula
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2025

	DISASTER RECOVERY	PUBLIC SAFETY INFORMATION SYSTEM	ECONOMIC DEVELOPMENT
ASSETS			
Cash and Investments	\$ —	\$ 146,474	\$ 2,227
Taxes Receivable	10,462	—	—
Special Assessments Receivable	—	—	—
Accounts Receivable	—	—	—
Long term loans	—	—	1,640,817
Interfund receivable	—	—	—
Advances receivable	—	—	—
Due from other governments	7,474	1,835	—
Prepaid Items	—	—	—
Total assets	<u>\$ 17,936</u>	<u>\$ 148,309</u>	<u>\$ 1,643,044</u>
LIABILITIES			
Accounts payable	\$ 6,920	\$ —	\$ —
Accrued expenditures	—	—	—
Interfund payable	2,362,070	—	—
Unearned revenues; taxes and loans receivable	1,987	—	1,640,818
Total liabilities	<u>\$ 2,370,977</u>	<u>\$ —</u>	<u>\$ 1,640,818</u>
FUND BALANCES (DEFICITS)			
Nonspendable	\$ —	\$ —	\$ —
Restricted			
Building construction inspections	—	—	—
Grant restrictions for program expenditures	—	—	—
Law Enforcement	—	—	—
Public works safety & maintenance expenditures	—	—	—
Committed			
By City Ordinance for specific budgeted	—	—	—
Assigned	—	148,309	2,226
Unassigned	(2,353,041)	—	—
Total fund balances (deficits)	<u>\$ (2,353,041)</u>	<u>\$ 148,309</u>	<u>\$ 2,226</u>
Total liabilities and fund balances (deficits)	<u>\$ 17,936</u>	<u>\$ 148,309</u>	<u>\$ 1,643,044</u>

Continued

City of Missoula
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2025

	IMPACT FEE FUND	GEORGE ELMER/ CATTLE DRIVE INTERSECTION	PUBLIC ART FUND
ASSETS			
Cash and Investments	\$ 3,958	\$ 1	\$ —
Taxes Receivable	—	—	—
Special Assessments Receivable	—	—	—
Deferred Assessments Receivable	—	—	—
Accounts Receivable	—	—	—
Long term loans	—	—	—
Interfund receivable	8,125,122	—	20,447
Advances receivable	—	—	—
Due from other governments	—	—	—
Prepaid Items	—	—	—
Inventory of supplies	—	—	—
Total assets	<u>\$ 8,129,080</u>	<u>\$ 1</u>	<u>\$ 20,447</u>
LIABILITIES			
Accounts payable	\$ —	\$ —	\$ —
Accrued expenditures	—	—	—
Interfund payable	—	—	—
Advances payable	—	—	—
Unearned revenues; taxes and loans receivable	—	—	—
Total liabilities	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>
FUND BALANCES (DEFICITS)			
Nonspendable	\$ —	\$ —	\$ —
Restricted			
Building construction inspections	—	—	—
Grant restrictions for program expenditures	—	—	—
Law Enforcement	—	—	—
Public works safety & maintenance expenditures	—	—	—
Committed			
By City Ordinance for specific budgeted	8,129,080	1	20,447
Assigned	—	—	—
Unassigned	—	—	—
Total fund balances (deficits)	<u>\$ 8,129,080</u>	<u>\$ 1</u>	<u>\$ 20,447</u>
Total liabilities and fund balances (deficits)	<u>\$ 8,129,080</u>	<u>\$ 1</u>	<u>\$ 20,447</u>

Continued

City of Missoula
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2025

	EMPLOYEE HEALTH INSURANCE LEVY	OPEN SPACE LEVY	CABLE TELEVISION FRANCHISE FUND
ASSETS			
Cash and Investments	\$ —	\$ 1,092,340	\$ 1
Taxes Receivable	429,972	22,446	—
Special Assessments Receivable	—	—	—
Accounts Receivable	—	—	126,916
Long term loans	—	—	—
Interfund receivable	92,830	258,408	—
Advances receivable	—	—	—
Due from other governments	156,816	14,931	—
Prepaid Items	—	—	—
Total assets	<u>\$ 679,618</u>	<u>\$ 1,388,125</u>	<u>\$ 126,917</u>
LIABILITIES			
Accounts payable	\$ —	\$ —	\$ 275,063
Accrued expenditures	—	17,168	—
Interfund payable	371,684	—	22,216
Unearned revenues; taxes and loans receivable	251,067	5,414	—
Total liabilities	<u>\$ 622,751</u>	<u>\$ 22,581</u>	<u>\$ 297,279</u>
FUND BALANCES (DEFICITS)			
Nonspendable	\$ —	\$ —	\$ —
Restricted			
Building construction inspections	—	—	—
Grant restrictions for program expenditures	—	—	—
Law Enforcement	—	—	—
Public works safety & maintenance expenditures	—	—	—
Committed			
By City Ordinance for specific budgeted	—	—	—
Assigned	56,867	1,365,544	—
Unassigned	—	—	(170,362)
Total fund balances (deficits)	<u>\$ 56,867</u>	<u>\$ 1,365,544</u>	<u>\$ (170,362)</u>
Total liabilities and fund balances (deficits)	<u>\$ 679,618</u>	<u>\$ 1,388,125</u>	<u>\$ 126,917</u>

Continued

City of Missoula
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2025

	DRUG FORFEITURE FUND	BUILDING INSPECTION FUND	CITY GRANTS & PROGRAM INCOME FUND
ASSETS			
Cash and Investments	\$ 9,529	\$ 534,120	\$ 5,888
Taxes Receivable	—	—	—
Special Assessments Receivable	—	—	—
Accounts Receivable	—	2,400	—
Long term loans	—	—	—
Interfund receivable	—	28,246	—
Advances receivable	—	—	1,347
Due from other governments	49	—	—
Prepaid Items	—	—	—
Total assets	<u>\$ 9,578</u>	<u>\$ 564,766</u>	<u>\$ 7,235</u>
LIABILITIES			
Accounts payable	\$ (1)	\$ 23,279	\$ —
Accrued expenditures	—	72,011	—
Interfund payable	—	—	—
Unearned revenues; taxes and loans receivable	—	—	1,348
Total liabilities	<u>\$ (1)</u>	<u>\$ 95,290</u>	<u>\$ 1,348</u>
FUND BALANCES (DEFICITS)			
Nonspendable	\$ —	\$ —	\$ —
Restricted			
Building construction inspections	—	469,476	—
Grant restrictions for program expenditures	—	—	5,887
Law Enforcement	9,579	—	—
Public works safety & maintenance expenditures	—	—	—
Committed			
By City Ordinance for specific budgeted	—	—	—
Assigned	—	—	—
Unassigned	—	—	—
Total fund balances (deficits)	<u>\$ 9,579</u>	<u>\$ 469,476</u>	<u>\$ 5,887</u>
Total liabilities and fund balances (deficits)	<u>\$ 9,578</u>	<u>\$ 564,766</u>	<u>\$ 7,235</u>

Continued

City of Missoula
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2025

	DANGEROUS BUILDING & DEMOLITION FUND	STREET LIGHTING ASSESSMENT FUND	STREET MAINTENANCE ASSESSMENT FUND	WILLOW- WOOD PARK MAINT. ASSESSMENT FUND
ASSETS				
Cash and Investments	\$ —	\$ 343,070	\$ —	\$ 43
Taxes Receivable	—	—	—	—
Special Assessments Receivable	—	4,020	9,916	—
Accounts Receivable	—	—	—	—
Long term loans	—	—	—	—
Interfund receivable	—	—	—	—
Advances receivable	—	—	—	—
Due from other governments	—	5,982	16,071	—
Prepaid Items	—	—	—	—
Total assets	<u>\$ —</u>	<u>\$ 663,061</u>	<u>\$ 25,987</u>	<u>\$ 43</u>
LIABILITIES				
Accounts payable	\$ —	\$ 52,018	\$ —	\$ —
Accrued expenditures	—	—	—	—
Interfund payable	2,660	—	3,371	—
Unearned revenues; taxes and loans receivable	—	314,009	9,916	—
Total liabilities	<u>\$ 2,660</u>	<u>\$ 366,027</u>	<u>\$ 13,287</u>	<u>\$ —</u>
FUND BALANCES (DEFICITS)				
Nonspendable	\$ —	\$ —	\$ —	\$ —
Restricted				
Building construction inspections	—	—	—	—
Grant restrictions for program expenditures	—	—	—	—
Law Enforcement	—	—	—	—
Public works safety & maintenance expenditures	—	297,034	—	43
Committed				
By City Ordinance for specific budgeted programs	—	—	—	—
Assigned	—	—	12,700	—
Unassigned	(2,660)	—	—	—
Total fund balances (deficits)	<u>\$ (2,660)</u>	<u>\$ 297,034</u>	<u>\$ 12,700</u>	<u>\$ 43</u>
Total liabilities and fund balances (deficits)	<u>\$ —</u>	<u>\$ 663,061</u>	<u>\$ 25,987</u>	<u>\$ 43</u>

Continued

City of Missoula
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2025

	AFFORDABLE HOUSING TRUST FUND	HOUSING SPRINT	STATE GAS TAX FUND
ASSETS			
Cash and Investments	\$ 455,401	\$ —	—
Taxes Receivable	—	—	—
Special Assessments Receivable	—	—	—
Accounts Receivable	—	—	—
Long term loans	—	—	—
Interfund receivable	25,000	—	4,683,778
Advances receivable	—	—	—
Due from other governments	—	—	—
Prepaid Items	—	—	—
Total assets	<u>\$ 480,401</u>	<u>\$ —</u>	<u>\$4,683,778</u>
LIABILITIES			
Accounts payable	\$ 348,427	\$ —	—
Accrued expenditures	—	—	—
Interfund payable	—	25,000	—
Unearned revenues; taxes and loans receivable	—	—	—
Total liabilities	<u>\$ 348,427</u>	<u>\$ 25,000</u>	<u>—</u>
FUND BALANCES (DEFICITS)			
Nonspendable	\$ —	\$ —	—
Restricted			
Building construction inspections	—	—	—
Grant restrictions for program expenditures	—	—	—
Law Enforcement	—	—	—
Public works safety & maintenance expenditures	—	—	—
Committed			
By City Ordinance for specific budgeted	—	—	4,683,778
Assigned	131,974	—	—
Unassigned	—	(25,000)	—
Total fund balances (deficits)	<u>\$ 131,974</u>	<u>\$ (25,000)</u>	<u>\$4,683,778</u>
Total liabilities and fund balances (deficits)	<u>\$ 480,401</u>	<u>\$ —</u>	<u>\$4,683,778</u>

Continued

City of Missoula
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2025

	LAW ENFORCEMENT BLOCK GRANT FUND	HIDTA FUND	CDBG PROGRAM INCOME ACCOUNT FUND
ASSETS			
Cash and Investments	\$ —	\$ 36,498	\$ 35,235
Taxes Receivable	—	—	—
Special Assessments Receivable	—	—	—
Accounts Receivable	—	—	—
Long term loans	—	—	328,791
Interfund receivable	—	512,107	—
Advances receivable	—	—	—
Due from other governments	45,065	—	—
Prepaid Items	—	1,910	—
Total assets	<u>\$ 45,065</u>	<u>\$ 550,515</u>	<u>\$ 364,026</u>
LIABILITIES			
Accounts payable	\$ 217	\$ —	\$ —
Accrued expenditures	—	—	—
Interfund payable	45,074	—	—
Unearned revenues; taxes and loans receivable	—	—	328,791
Total liabilities	<u>\$ 45,291</u>	<u>\$ —</u>	<u>\$ 328,791</u>
FUND BALANCES (DEFICITS)			
Nonspendable	\$ —	\$ 1,910	\$ —
Restricted			
Building construction inspections	—	—	—
Grant restrictions for program expenditures	—	—	35,235
Law Enforcement	—	548,605	—
Public works safety & maintenance expenditures	—	—	—
Committed			
By City Ordinance for specific budgeted	—	—	—
Assigned	—	—	—
Unassigned	(226)	—	—
Total fund balances (deficits)	<u>\$ (226)</u>	<u>\$ 550,515</u>	<u>\$ 35,235</u>
Total liabilities and fund balances (deficits)	<u>\$ 45,065</u>	<u>\$ 550,515</u>	<u>\$ 364,026</u>

Continued

City of Missoula
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2025

	CDBG FUND	HOME FUND	CITY HOME PROGRAM INCOME FUND	HOME - ARP
ASSETS				
Cash and Investments	\$ 48	\$ —	\$ 48,927	\$ —
Taxes Receivable	—	—	—	—
Special Assessments Receivable	—	—	—	—
Accounts Receivable	—	50,000	3,751	—
Long term loans	—	80,000	3,067,771	—
Interfund receivable	35	—	77,439	—
Advances receivable	—	—	—	—
Due from other governments	104,643	17,000	—	8,866
Prepaid Items	—	—	—	—
Total assets	<u>\$ 104,726</u>	<u>\$ 147,000</u>	<u>\$ 3,197,888</u>	<u>\$ 8,866</u>
LIABILITIES				
Accounts payable	\$ 107,573	\$ 33,866	\$ —	\$ 8,866
Accrued expenditures	—	—	—	—
Interfund payable	7,365	25,034	—	—
Unearned revenues; taxes and loans receivable	—	80,000	3,067,771	—
Total liabilities	<u>\$ 114,938</u>	<u>\$ 138,900</u>	<u>\$ 3,067,771</u>	<u>\$ 8,866</u>
FUND BALANCES (DEFICITS)				
Nonspendable	\$ —	\$ —	\$ —	\$ —
Restricted				
Building construction inspections	—	—	—	—
Grant restrictions for program expenditures	—	8,100	130,117	—
Law Enforcement	—	—	—	—
Public works safety & maintenance expenditures	—	—	—	—
Committed				
By City Ordinance for specific budgeted	—	—	—	—
Assigned	—	—	—	—
Unassigned	(10,212)	—	—	—
Total fund balances (deficits)	<u>\$ (10,212)</u>	<u>\$ 8,100</u>	<u>\$ 130,117</u>	<u>\$ —</u>
Total liabilities and fund balances (deficits)	<u>\$ 104,726</u>	<u>\$ 147,000</u>	<u>\$ 3,197,888</u>	<u>\$ 8,866</u>

Continued

City of Missoula
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2025

	TRANSPORTATION	FEDERAL TRANSPORTATION FUND	GRANTS & DONATIONS FUND
ASSETS			
Cash and Investments	\$ —	\$ 14,272	\$ 194,108
Taxes Receivable	—	—	—
Special Assessments Receivable	—	—	—
Accounts Receivable	25	—	—
Long term loans	—	—	—
Interfund receivable	—	—	—
Advances receivable	—	—	—
Due from other governments	639,434	—	24,343
Prepaid Items	—	—	—
Total assets	<u>\$ 639,459</u>	<u>\$ 14,272</u>	<u>\$ 218,451</u>
LIABILITIES			
Accounts payable	\$ 71,348	\$ —	\$ 8,931
Accrued expenditures	33,988	—	—
Interfund payable	452,614	—	—
Unearned revenues; taxes and loans receivable	—	—	—
Total liabilities	<u>\$ 557,950</u>	<u>\$ —</u>	<u>\$ 8,931</u>
FUND BALANCES (DEFICITS)			
Nonspendable	\$ —	\$ —	\$ —
Restricted			
Building construction inspections	—	—	—
Grant restrictions for program expenditures	—	—	209,520
Law Enforcement	—	—	—
Public works safety & maintenance expenditures	—	—	—
Committed			
By City Ordinance for specific budgeted	—	—	—
Assigned	81,509	14,272	—
Unassigned	—	—	—
Total fund balances (deficits)	<u>\$ 81,509</u>	<u>\$ 14,272</u>	<u>\$ 209,520</u>
Total liabilities and fund balances (deficits)	<u>\$ 639,459</u>	<u>\$ 14,272</u>	<u>\$ 218,451</u>

Continued

City of Missoula
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2025

	POLICE GRANTS & DONATIONS	BROWNFIELDS	BROWNFIELDS RLF	TOTAL NONMAJOR SPECIAL REVENUE FUNDS
ASSETS				
Cash and Investments	\$ —	\$ —	\$ 1,344,260	\$ 4,266,400
Taxes Receivable	—	—	—	462,880
Special Assessments Receivable	—	—	—	13,936
Deferred Assessments Receivable	—	—	—	309,989
Accounts Receivable	—	600	81,001	264,693
Long term loans	—	—	1,304,065	6,421,444
Interfund receivable	—	—	17,857	13,841,269
Advances receivable	—	—	—	1,347
Due from other governments	234,864	37,637	—	1,315,010
Prepaid Items	8,169	—	—	10,079
Total assets	<u>\$ 243,033</u>	<u>\$ 38,237</u>	<u>\$ 2,747,183</u>	<u>\$ 26,907,047</u>
LIABILITIES				
Accounts payable	\$ 23,248	\$ 4,479	\$ 15,882	\$ 980,116
Accrued expenditures	12,141	—	—	135,308
Interfund payable	512,107	17,857	—	3,847,052
Unearned revenues; taxes and loans receivable	—	—	1,304,065	7,005,186
Total liabilities	<u>\$ 547,496</u>	<u>\$ 22,336</u>	<u>\$ 1,319,947</u>	<u>\$ 11,967,661</u>
FUND BALANCES (DEFICITS)				
Nonspendable	\$ 8,169	\$ —	\$ —	\$ 10,079
Restricted				
Building construction inspections	—	—	—	469,476
Grant restrictions for program expenditures	—	15,901	1,427,236	1,831,996
Law Enforcement	—	—	—	558,184
Public works safety & maintenance expenditures	—	—	—	297,077
Committed				
By City Ordinance for specific budgeted	—	—	—	12,833,306
Assigned	—	—	—	1,813,401
Unassigned	(312,632)	—	—	(2,874,133)
Total fund balances (deficits)	<u>\$ (304,463)</u>	<u>\$ 15,901</u>	<u>\$ 1,427,236</u>	<u>\$ 14,939,386</u>
Total liabilities and fund balances (deficits)	<u>\$ 243,033</u>	<u>\$ 38,237</u>	<u>\$ 2,747,183</u>	<u>\$ 26,907,047</u>

City of Missoula
Combining Balance Sheet
Nonmajor Debt Service Funds
June 30, 2025

	SID REVOLVING FUND	1997 OPEN SPACE G O BOND FUND	SERIES 2012A AQUATICS REFUNDING BOND
ASSETS			
Cash and Investments	\$ 232,173	\$ 2,278	\$ —
Taxes Receivable	—	—	1,397
Special Assessments Receivable	—	—	—
Deferred Assessments Receivable	—	—	—
Interfund receivable	—	—	—
Advances receivable	—	—	—
Due from other governments	—	—	—
Total assets	<u>\$ 232,173</u>	<u>\$ 2,278</u>	<u>\$ 1,397</u>
LIABILITIES			
Accounts payable	\$ —	\$ —	\$ 827
Interfund payable	—	—	21,485
Unearned revenues; taxes and loans receivable	—	—	1,343
Total liabilities	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 23,655</u>
FUND BALANCES (DEFICITS)			
Restricted			
Debt Service	\$ 232,173	\$ 2,278	\$ —
Unassigned	—	—	(22,258)
Total fund balances (deficits)	<u>\$ 232,173</u>	<u>\$ 2,278</u>	<u>\$ (22,258)</u>
Total liabilities and fund balances (deficits)	<u>\$ 232,173</u>	<u>\$ 2,278</u>	<u>\$ 1,397</u>

Continued

City of Missoula
Combining Balance Sheet
Nonmajor Debt Service Funds
June 30, 2025

	SERIES 2013A GO REFUNDING BOND	2004 REFUNDING BONDS DEBT SERVICE	2006 FIRE STATION GO BOND FUND
ASSETS			
Cash and Investments	\$ —	\$ —	\$ —
Taxes Receivable	31,773	107	2,109
Special Assessments Receivable	—	—	—
Deferred Assessments Receivable	—	—	—
Interfund receivable	—	—	—
Advances receivable	—	—	—
Due from other governments	8,272	—	—
Total assets	<u>\$ 40,045</u>	<u>\$ 107</u>	<u>\$ 2,109</u>
LIABILITIES			
Accounts payable	\$ —	\$ —	\$ —
Interfund payable	155,423	1,432	153,966
Unearned revenues; taxes and loans receivable	22,326	107	2,109
Total liabilities	<u>\$ 177,749</u>	<u>\$ 1,539</u>	<u>\$ 156,075</u>
FUND BALANCES (DEFICITS)			
Restricted			
Debt Service	\$ —	\$ —	\$ —
Unassigned	(137,704)	(1,432)	(153,966)
Total fund balances (deficits)	<u>\$ (137,704)</u>	<u>\$ (1,432)</u>	<u>\$ (153,966)</u>
Total liabilities and fund balances (deficits)	<u>\$ 40,045</u>	<u>\$ 107</u>	<u>\$ 2,109</u>

Continued

City of Missoula
Combining Balance Sheet
Nonmajor Debt Service Funds
June 30, 2025

	SIDEWALK & CURB WARRANTS FUND	FY99 SIDEWALK & CURB DEBT SERVICE FUND	FY00 SIDEWALK & CURB DEBT SERVICE FUND
ASSETS			
Cash and Investments	\$ —	\$ —	\$ —
Taxes Receivable	—	—	—
Special Assessments Receivable	214	18,974	5,731
Deferred Assessments Receivable	5,051	—	664
Interfund receivable	1,275	—	—
Advances receivable	—	—	—
Due from other governments	—	—	—
Total assets	<u>\$ 6,540</u>	<u>\$ 18,974</u>	<u>\$ 6,395</u>
LIABILITIES			
Accounts payable	\$ —	\$ —	\$ —
Interfund payable	—	—	—
Unearned revenues; taxes and loans receivable	5,265	18,974	6,395
Total liabilities	<u>\$ 5,265</u>	<u>\$ 18,974</u>	<u>\$ 6,395</u>
FUND BALANCES (DEFICITS)			
Restricted			
Debt Service	\$ 1,275	\$ —	\$ —
Unassigned	—	—	—
Total fund balances (deficits)	<u>\$ 1,275</u>	<u>\$ —</u>	<u>\$ —</u>
Total liabilities and fund balances (deficits)	<u>\$ 6,540</u>	<u>\$ 18,974</u>	<u>\$ 6,395</u>

Continued

City of Missoula
Combining Balance Sheet
Nonmajor Debt Service Funds
June 30, 2025

	JUDGMENT LEVIES	FY02 SIDEWALK & CURB DEBT SERVICE FUND	FY04 SIDEWALK & CURB DEBT SERVICE FUND
ASSETS			
Cash and Investments	\$ —	\$ —	\$ —
Taxes Receivable	7	—	—
Special Assessments Receivable	—	—	—
Deferred Assessments Receivable	—	1	862
Interfund receivable	31	351	—
Advances receivable	—	—	—
Due from other governments	—	—	—
Total assets	<u>\$ 38</u>	<u>\$ 352</u>	<u>\$ 862</u>
LIABILITIES			
Accounts payable	\$ —	\$ —	\$ —
Interfund payable	—	—	3,627
Unearned revenues; taxes and loans receivable	7	1	862
Total liabilities	<u>\$ 7</u>	<u>\$ 1</u>	<u>\$ 4,489</u>
FUND BALANCES (DEFICITS)			
Restricted			
Debt Service	\$ 31	\$ 351	\$ —
Unassigned	—	—	(3,627)
Total fund balances (deficits)	<u>\$ 31</u>	<u>\$ 351</u>	<u>\$ (3,627)</u>
Total liabilities and fund balances (deficits)	<u>\$ 38</u>	<u>\$ 352</u>	<u>\$ 862</u>

Continued

City of Missoula
Combining Balance Sheet
Nonmajor Debt Service Funds
June 30, 2025

	SID 433 DEBT SERVICE FUND	FY 05 SIDEWALK & CURB FUND	FY 06 SIDEWALK & CURB FUND
ASSETS			
Cash and Investments	\$ —	\$ —	\$ —
Taxes Receivable	—	—	—
Special Assessments Receivable	—	—	—
Deferred Assessments Receivable	405	984	—
Interfund receivable	—	50,542	75,857
Advances receivable	—	14,405	26,046
Due from other governments	—	—	—
Total assets	<u>\$ 405</u>	<u>\$ 65,931</u>	<u>\$ 101,903</u>
LIABILITIES			
Accounts payable	\$ —	\$ —	\$ —
Interfund payable	—	—	—
Unearned revenues; taxes and loans receivable	405	984	—
Total liabilities	<u>\$ 405</u>	<u>\$ 984</u>	<u>\$ —</u>
FUND BALANCES (DEFICITS)			
Restricted			
Debt Service	\$ —	\$ 64,947	\$ 101,903
Unassigned	—	—	—
Total fund balances (deficits)	<u>\$ —</u>	<u>\$ 64,947</u>	<u>\$ 101,903</u>
Total liabilities and fund balances (deficits)	<u>\$ 405</u>	<u>\$ 65,931</u>	<u>\$ 101,903</u>

Continued

City of Missoula
Combining Balance Sheet
Nonmajor Debt Service Funds
June 30, 2025

	FY07 SIDEWALK & CURB FUND	SERIES 2008A SIDEWALK & CURB FUND	SERIES 2009 SIDEWALK & CURB FUND
ASSETS			
Cash and Investments	\$ —	\$ —	\$ —
Taxes Receivable	—	—	—
Special Assessments Receivable	392	1,739	2,047
Deferred Assessments Receivable	28,962	25,183	42,612
Interfund receivable	—	5,243	73,268
Advances receivable	9,132	—	—
Due from other governments	1,067	997	2,135
Total assets	<u>\$ 39,553</u>	<u>\$ 33,162</u>	<u>\$ 120,062</u>
LIABILITIES			
Accounts payable	\$ 320	\$ 720	\$ 320
Interfund payable	2,075	—	—
Unearned revenues; taxes and loans receivable	29,354	26,922	44,658
Total liabilities	<u>\$ 31,749</u>	<u>\$ 27,642</u>	<u>\$ 44,978</u>
FUND BALANCES (DEFICITS)			
Restricted			
Debt Service	\$ 7,804	\$ 5,520	\$ 75,084
Unassigned	—	—	—
Total fund balances (deficits)	<u>\$ 7,804</u>	<u>\$ 5,520</u>	<u>\$ 75,084</u>
Total liabilities and fund balances (deficits)	<u>\$ 39,553</u>	<u>\$ 33,162</u>	<u>\$ 120,062</u>

Continued

City of Missoula
Combining Balance Sheet
Nonmajor Debt Service Funds
June 30, 2025

	SERIES 2010 SIDEWALK & CURB FUND	FY12 SIDEWALK & CURB DEBT SERVICE FUND	FY13 SIDEWALK & CURB DEBT SERVICE FUND
ASSETS			
Cash and Investments	\$ —	\$ —	\$ —
Taxes Receivable	—	—	—
Special Assessments Receivable	385	1,295	170
Deferred Assessments Receivable	73,828	207,427	52,854
Interfund receivable	1,572	—	—
Advances receivable	—	—	—
Due from other governments	397	1,601	385
Total assets	<u>\$ 76,182</u>	<u>\$ 210,323</u>	<u>\$ 53,409</u>
LIABILITIES			
Accounts payable	\$ 320	\$ 320	\$ —
Interfund payable	—	1,195	21,672
Unearned revenues; taxes and loans receivable	74,213	208,722	53,024
Total liabilities	<u>\$ 74,533</u>	<u>\$ 210,237</u>	<u>\$ 74,696</u>
FUND BALANCES (DEFICITS)			
Restricted			
Debt Service	\$ 1,649	\$ 86	\$ —
Unassigned	—	—	(21,287)
Total fund balances (deficits)	<u>\$ 1,649</u>	<u>\$ 86</u>	<u>\$ (21,287)</u>
Total liabilities and fund balances (deficits)	<u>\$ 76,182</u>	<u>\$ 210,323</u>	<u>\$ 53,409</u>

Continued

**City of Missoula
Combining Balance Sheet
Nonmajor Debt Service Funds
June 30, 2025**

	FY15 SIDEWALK & CURB DEBT SERVICE FUND	FY16 SIDEWALK & CURB DEBT SERVICE	FY17 SIDEWALK & CURB DEBT SERVICE
ASSETS			
Cash and Investments	\$ —	\$ —	\$ —
Taxes Receivable	—	—	—
Special Assessments Receivable	623	120	984
Deferred Assessments Receivable	253,208	153,971	198,899
Interfund receivable	15,706	—	26,401
Advances receivable	—	—	—
Due from other governments	1,258	180	1,018
Total assets	<u>\$ 270,795</u>	<u>\$ 154,271</u>	<u>\$ 227,302</u>
LIABILITIES			
Accounts payable	\$ —	\$ —	\$ —
Interfund payable	—	18,670	—
Unearned revenues; taxes and loans receivable	253,831	154,091	199,883
Total liabilities	<u>\$ 253,831</u>	<u>\$ 172,761</u>	<u>\$ 199,883</u>
FUND BALANCES (DEFICITS)			
Restricted			
Debt Service	\$ 16,964	\$ —	\$ 27,419
Unassigned	—	(18,490)	—
Total fund balances (deficits)	<u>\$ 16,964</u>	<u>\$ (18,490)</u>	<u>\$ 27,419</u>
Total liabilities and fund balances (deficits)	<u>\$ 270,795</u>	<u>\$ 154,271</u>	<u>\$ 227,302</u>

Continued

City of Missoula
Combining Balance Sheet
Nonmajor Debt Service Funds
June 30, 2025

	FY18 SIDEWALK & CURB DEBT SERVICE	FY23 SIDEWALK & CURB DEBT SERVICE	SID 498 DEBT SERVICE FUND
ASSETS			
Cash and Investments	\$ —	\$ —	\$ —
Taxes Receivable	—	—	—
Special Assessments Receivable	5,660	2,903	140
Deferred Assessments Receivable	254,754	535,630	478
Interfund receivable	23,198	44,011	—
Advances receivable	—	—	—
Due from other governments	5,544	3,726	—
Total assets	<u>\$ 289,156</u>	<u>\$ 586,270</u>	<u>\$ 618</u>
LIABILITIES			
Accounts payable	\$ —	\$ —	\$ —
Interfund payable	—	—	—
Unearned revenues; taxes and loans receivable	260,414	538,533	618
Total liabilities	<u>\$ 260,414</u>	<u>\$ 538,533</u>	<u>\$ 618</u>
FUND BALANCES (DEFICITS)			
Restricted			
Debt Service	\$ 28,742	\$ 47,737	\$ —
Unassigned	—	—	—
Total fund balances (deficits)	<u>\$ 28,742</u>	<u>\$ 47,737</u>	<u>\$ —</u>
Total liabilities and fund balances (deficits)	<u>\$ 289,156</u>	<u>\$ 586,270</u>	<u>\$ 618</u>

Continued

City of Missoula
Combining Balance Sheet
Nonmajor Debt Service Funds
June 30, 2025

	SID 501 DEBT SERVICE FUND	SID 510 DEBT SERVICE FUND	SID 511 DEBT SERVICE FUND
ASSETS			
Cash and Investments	\$ —	\$ —	\$ —
Taxes Receivable	—	—	—
Special Assessments Receivable	—	—	298
Deferred Assessments Receivable	102	—	259
Interfund receivable	—	105,934	—
Advances receivable	—	17,869	—
Due from other governments	—	—	—
Total assets	<u>\$ 102</u>	<u>\$ 123,803</u>	<u>\$ 557</u>
LIABILITIES			
Accounts payable	\$ —	\$ —	\$ —
Interfund payable	—	—	—
Unearned revenues; taxes and loans receivable	102	—	557
Total liabilities	<u>\$ 102</u>	<u>\$ —</u>	<u>\$ 557</u>
FUND BALANCES (DEFICITS)			
Restricted			
Debt Service	\$ —	\$ 123,803	\$ —
Unassigned	—	—	—
Total fund balances (deficits)	<u>\$ —</u>	<u>\$ 123,803</u>	<u>\$ —</u>
Total liabilities and fund balances (deficits)	<u>\$ 102</u>	<u>\$ 123,803</u>	<u>\$ 557</u>

Continued

City of Missoula
Combining Balance Sheet
Nonmajor Debt Service Funds
June 30, 2025

	SID 512 DEBT SERVICE FUND	SID 517 DEBT SERVICE FUND	SID 520 DEBT SERVICE FUND
ASSETS			
Cash and Investments	\$ —	\$ —	\$ —
Taxes Receivable	—	—	—
Special Assessments Receivable	—	—	104
Deferred Assessments Receivable	9,639	875	25,446
Interfund receivable	201,315	—	88,722
Advances receivable	3,226	—	—
Due from other governments	—	—	—
Total assets	<u>\$ 214,180</u>	<u>\$ 875</u>	<u>\$ 114,272</u>
LIABILITIES			
Accounts payable	\$ —	\$ —	\$ —
Interfund payable	—	—	—
Unearned revenues; taxes and loans receivable	9,639	875	25,550
Total liabilities	<u>\$ 9,639</u>	<u>\$ 875</u>	<u>\$ 25,550</u>
FUND BALANCES (DEFICITS)			
Restricted			
Debt Service	\$ 204,541	\$ —	\$ 88,722
Unassigned	—	—	—
Total fund balances (deficits)	<u>\$ 204,541</u>	<u>\$ —</u>	<u>\$ 88,722</u>
Total liabilities and fund balances (deficits)	<u>\$ 214,180</u>	<u>\$ 875</u>	<u>\$ 114,272</u>

Continued

City of Missoula
Combining Balance Sheet
Nonmajor Debt Service Funds
June 30, 2025

	SID 524 DEBT SERVICE FUND	SID 525 DEBT SERVICE FUND	SID 526 DEBT SERVICE FUND
ASSETS			
Cash and Investments	\$ —	\$ —	\$ —
Taxes Receivable	—	—	—
Special Assessments Receivable	2,732	—	123
Deferred Assessments Receivable	562	—	2,159
Interfund receivable	—	182,470	—
Advances receivable	146,991	48,766	68,858
Due from other governments	—	—	—
Total assets	<u>\$ 150,285</u>	<u>\$ 231,236</u>	<u>\$ 71,140</u>
LIABILITIES			
Accounts payable	\$ —	\$ —	\$ —
Interfund payable	71,385	—	327,482
Unearned revenues; taxes and loans receivable	3,294	—	2,282
Total liabilities	<u>\$ 74,679</u>	<u>\$ —</u>	<u>\$ 329,764</u>
FUND BALANCES (DEFICITS)			
Restricted			
Debt Service	\$ 75,606	\$ 231,236	\$ —
Unassigned	—	—	(258,624)
Total fund balances (deficits)	<u>\$ 75,606</u>	<u>\$ 231,236</u>	<u>\$ (258,624)</u>
Total liabilities and fund balances (deficits)	<u>\$ 150,285</u>	<u>\$ 231,236</u>	<u>\$ 71,140</u>

Continued

City of Missoula
Combining Balance Sheet
Nonmajor Debt Service Funds
June 30, 2025

	SID 532 DEBT SERVICE FUND	SID 533 GILBERT ST SEWER SID DEBT FUND	SID 534 LINCOLNWOOD SEWER PHASE I DEBT FUND
ASSETS			
Cash and Investments	\$ —	\$ —	\$ —
Taxes Receivable	—	—	—
Special Assessments Receivable	170	186	296
Deferred Assessments Receivable	—	—	10,370
Interfund receivable	—	—	8,233
Advances receivable	—	—	—
Due from other governments	128	650	315
Total assets	<u>\$ 298</u>	<u>\$ 836</u>	<u>\$ 19,214</u>
LIABILITIES			
Accounts payable	\$ 350	\$ —	\$ —
Interfund payable	2,381	35,904	—
Unearned revenues; taxes and loans receivable	170	186	10,666
Total liabilities	<u>\$ 2,901</u>	<u>\$ 36,090</u>	<u>\$ 10,666</u>
FUND BALANCES (DEFICITS)			
Restricted			
Debt Service	\$ —	\$ —	\$ 8,548
Unassigned	(2,603)	(35,254)	—
Total fund balances (deficits)	<u>\$ (2,603)</u>	<u>\$ (35,254)</u>	<u>\$ 8,548</u>
Total liabilities and fund balances (deficits)	<u>\$ 298</u>	<u>\$ 836</u>	<u>\$ 19,214</u>

Continued

City of Missoula
Combining Balance Sheet
Nonmajor Debt Service Funds
June 30, 2025

	SID 536 LINCOLNWOOD SEWER PHASE II DEBT FUND	SID 540 DEBT SERVICE FUND
ASSETS		
Cash and Investments	\$ —	\$ —
Taxes Receivable	—	—
Special Assessments Receivable	796	1,087
Deferred Assessments Receivable	18,304	107,750
Interfund receivable	34,600	—
Advances receivable	—	48,226
Due from other governments	821	2,456
Total assets	<u>\$ 54,521</u>	<u>\$ 159,519</u>
LIABILITIES		
Accounts payable	\$ —	\$ 350
Interfund payable	—	50,709
Unearned revenues; taxes and loans receivable	19,100	108,837
Total liabilities	<u>\$ 19,100</u>	<u>\$ 159,896</u>
FUND BALANCES (DEFICITS)		
Restricted		
Debt Service	\$ 35,421	\$ —
Unassigned	—	(377)
Total fund balances (deficits)	<u>\$ 35,421</u>	<u>\$ (377)</u>
Total liabilities and fund balances (deficits)	<u>\$ 54,521</u>	<u>\$ 159,519</u>

Continued

City of Missoula
Combining Balance Sheet
Nonmajor Debt Service Funds
June 30, 2025

	SID 541 DEBT SERVICE FUND	SID 543 DEBT SERVICE FUND	SID 544 RATTLESNAKE DEBT SERVICE FUND
ASSETS			
Cash and Investments	\$ —	\$ 8,349	\$ 124,492
Taxes Receivable	—	—	—
Special Assessments Receivable	1,000	—	1,081
Deferred Assessments Receivable	174,780	48	465,060
Interfund receivable	—	14,177	—
Advances receivable	10,851	—	30,795
Due from other governments	1,651	—	2,687
Total assets	<u>\$ 188,282</u>	<u>\$ 22,574</u>	<u>\$ 624,115</u>
LIABILITIES			
Accounts payable	\$ 350	\$ —	\$ —
Interfund payable	10,232	—	—
Unearned revenues; taxes and loans receivable	175,780	48	466,141
Total liabilities	<u>\$ 186,362</u>	<u>\$ 48</u>	<u>\$ 466,141</u>
FUND BALANCES (DEFICITS)			
Restricted			
Debt Service	\$ 1,920	\$ 22,526	\$ 157,974
Unassigned	—	—	—
Total fund balances (deficits)	<u>\$ 1,920</u>	<u>\$ 22,526</u>	<u>\$ 157,974</u>
Total liabilities and fund balances (deficits)	<u>\$ 188,282</u>	<u>\$ 22,574</u>	<u>\$ 624,115</u>

Continued

City of Missoula
Combining Balance Sheet
Nonmajor Debt Service Funds
June 30, 2025

	SID 545 DEBT SERVICE FUND	SID 546 DEBT SERVICE FUND	SID 548-5TH 6TH & ARTHUR DEBT SERVICE FUND
ASSETS			
Cash and Investments	\$ 201	\$ 321	\$ 59,365
Taxes Receivable	—	—	—
Special Assessments Receivable	—	—	—
Deferred Assessments Receivable	—	—	—
Interfund receivable	—	—	—
Advances receivable	—	—	—
Due from other governments	—	—	—
Total assets	<u>\$ 201</u>	<u>\$ 321</u>	<u>\$ 59,365</u>
LIABILITIES			
Accounts payable	\$ —	\$ —	—
Interfund payable	—	—	—
Unearned revenues; taxes and loans receivable	—	—	—
Total liabilities	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>
FUND BALANCES (DEFICITS)			
Restricted			
Debt Service	\$ 201	\$ 321	\$ 59,365
Unassigned	—	—	—
Total fund balances (deficits)	<u>\$ 201</u>	<u>\$ 321</u>	<u>\$ 59,365</u>
Total liabilities and fund balances (deficits)	<u>\$ 201</u>	<u>\$ 321</u>	<u>\$ 59,365</u>

Continued

**City of Missoula
Combining Balance Sheet
Nonmajor Debt Service Funds
June 30, 2025**

	SID 549 HILLVIEW WAY DEBT SERVICE FUND	TOTAL NONMAJOR DEBT SERVICE FUNDS
ASSETS		
Cash and Investments	\$ —	\$ 427,179
Taxes Receivable	—	35,396
Special Assessments Receivable	976	50,226
Deferred Assessments Receivable	822,911	3,809,399
Interfund receivable	—	952,906
Advances receivable	—	425,165
Due from other governments	1,893	37,181
Total assets	<u>\$ 825,780</u>	<u>\$ 5,737,452</u>
LIABILITIES		
Accounts payable	\$ 350	\$ 4,227
Interfund payable	75,269	952,907
Unearned revenues; taxes and loans receivable	823,887	3,885,519
Total liabilities	<u>\$ 899,506</u>	<u>\$ 4,842,653</u>
FUND BALANCES (DEFICITS)		
Restricted		
Debt Service	\$ —	\$ 1,624,147
Unassigned	(73,726)	(729,348)
Total fund balances (deficits)	<u>\$ (73,726)</u>	<u>\$ 894,799</u>
Total liabilities and fund balances (deficits)	<u>\$ 825,780</u>	<u>\$ 5,737,453</u>

City of Missoula
Combining Balance Sheet
Nonmajor Capital Project Funds
June 30, 2025

	1997 G O BOND OPEN SPACE PURCHASE	FY07 SIDEWALK & CURB BOND FUND	FY10 SIDEWALK & CURB BOND FUND
ASSETS			
Cash and Investments	\$ —	\$ 34	\$ 889
Taxes Receivable	—	—	—
Special Assessments Receivable	—	—	—
Deferred Assessments Receivable	—	—	—
Accounts Receivable	—	—	—
Long term loans	—	—	—
Interfund receivable	679,662	—	—
Advances receivable	—	—	—
Due from other governments	—	—	—
Prepaid Items	—	—	—
Inventory of supplies	—	—	—
Total assets	<u>\$ 679,662</u>	<u>\$ 34</u>	<u>\$ 889</u>
LIABILITIES			
Accounts payable	\$ —	\$ —	\$ —
Accrued expenditures	—	—	—
Interfund payable	—	—	—
Advances payable	—	—	—
Unearned revenues; taxes and loans receivable	—	—	—
Total liabilities	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>
FUND BALANCES (DEFICITS)			
Restricted			
for Capital Project expenditures	\$ 679,662	\$ 34	\$ 889
Committed	—	—	—
Assigned	—	—	—
Unassigned	—	—	—
Total fund balances (deficits)	<u>\$ 679,662</u>	<u>\$ 34</u>	<u>\$ 889</u>
Total liabilities and fund balances (deficits)	<u>\$ 679,662</u>	<u>\$ 34</u>	<u>\$ 889</u>

Continued

City of Missoula
Combining Balance Sheet
Nonmajor Capital Project Funds
June 30, 2025

	FY11 SIDEWALK & CURB BOND FUND	FY12 SIDEWALK & CURB BOND FUND	FY13 SIDEWALK & CURB BOND FUND
ASSETS			
Cash and Investments	\$ 540	\$ 48,779	\$ 33,363
Taxes Receivable	—	—	—
Special Assessments Receivable	—	—	—
Deferred Assessments Receivable	—	—	—
Accounts Receivable	—	—	—
Long term loans	—	—	—
Interfund receivable	—	—	—
Advances receivable	—	—	—
Due from other governments	—	—	—
Prepaid Items	—	—	—
Inventory of supplies	—	—	—
Total assets	<u>\$ 540</u>	<u>\$ 48,779</u>	<u>\$ 33,363</u>
LIABILITIES			
Accounts payable	\$ —	\$ —	\$ —
Accrued expenditures	—	—	—
Interfund payable	—	—	—
Advances payable	—	—	—
Unearned revenues; taxes and loans receivable	—	—	—
Total liabilities	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>
FUND BALANCES (DEFICITS)			
Restricted			
for Capital Project expenditures	\$ 540	\$ 48,779	\$ 33,363
Committed	—	—	—
Assigned	—	—	—
Unassigned	—	—	—
Total fund balances (deficits)	<u>\$ 540</u>	<u>\$ 48,779</u>	<u>\$ 33,363</u>
Total liabilities and fund balances (deficits)	<u>\$ 540</u>	<u>\$ 48,779</u>	<u>\$ 33,363</u>

Continued

City of Missoula
Combining Balance Sheet
Nonmajor Capital Project Funds
June 30, 2025

	FY15 SIDEWALK & CURB BOND FUND	FY16 SIDEWALK & CURB BOND FUND	FY17 SIDEWALK & CURB CONSTRUCTION
ASSETS			
Cash and Investments	\$ 57,725	\$ 11,113	\$ 42,935
Taxes Receivable	—	—	—
Special Assessments Receivable	—	—	—
Deferred Assessments Receivable	—	—	—
Accounts Receivable	—	—	—
Long term loans	—	—	—
Interfund receivable	—	—	—
Advances receivable	—	—	—
Due from other governments	—	—	—
Prepaid Items	—	—	—
Inventory of supplies	—	—	—
Total assets	<u>\$ 57,725</u>	<u>\$ 11,113</u>	<u>\$ 42,935</u>
LIABILITIES			
Accounts payable	\$ —	\$ —	\$ —
Accrued expenditures	—	—	—
Interfund payable	—	—	—
Advances payable	—	—	—
Unearned revenues; taxes and loans receivable	—	—	—
Total liabilities	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>
FUND BALANCES (DEFICITS)			
Restricted			
for Capital Project expenditures	\$ 57,725	\$ 11,113	\$ 42,935
Committed	—	—	—
Assigned	—	—	—
Unassigned	—	—	—
Total fund balances (deficits)	<u>\$ 57,725</u>	<u>\$ 11,113</u>	<u>\$ 42,935</u>
Total liabilities and fund balances (deficits)	<u>\$ 57,725</u>	<u>\$ 11,113</u>	<u>\$ 42,935</u>

Continued

City of Missoula
Combining Balance Sheet
Nonmajor Capital Project Funds
June 30, 2025

	FY18 SIDEWALK & CURB CONSTRUCTION	CY2022 SIDEWALK & CURB CONSTRUCTION	CY2023 SIDEWALK & CURB CONSTRUCTION
ASSETS			
Cash and Investments	\$ 18,722	\$ 3,508	\$ —
Taxes Receivable	—	—	—
Special Assessments Receivable	—	—	—
Deferred Assessments Receivable	—	—	—
Accounts Receivable	—	—	—
Long term loans	—	—	—
Interfund receivable	—	—	—
Advances receivable	—	—	—
Due from other governments	—	—	—
Prepaid Items	—	—	—
Inventory of supplies	—	—	—
Total assets	<u>\$ 18,722</u>	<u>\$ 3,508</u>	<u>\$ —</u>
LIABILITIES			
Accounts payable	\$ —	\$ —	\$ —
Accrued expenditures	—	—	—
Interfund payable	—	—	25,203
Advances payable	—	—	—
Unearned revenues; taxes and loans receivable	—	—	—
Total liabilities	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 25,203</u>
FUND BALANCES (DEFICITS)			
Restricted			
for Capital Project expenditures	\$ 18,722	\$ 3,508	\$ —
Committed	—	—	—
Assigned	—	—	—
Unassigned	—	—	(25,203)
Total fund balances (deficits)	<u>\$ 18,722</u>	<u>\$ 3,508</u>	<u>\$ (25,203)</u>
Total liabilities and fund balances (deficits)	<u>\$ 18,722</u>	<u>\$ 3,508</u>	<u>\$ —</u>

Continued

City of Missoula
Combining Balance Sheet
Nonmajor Capital Project Funds
June 30, 2025

	CY2024 SIDEWALK & CURB CONSTRUCTION	CY2025 SIDEWALK & CURB CONSTRUCTION	MALONEY RANCH SID FUND
ASSETS			
Cash and Investments	\$ 141,983	\$ —	\$ 766
Taxes Receivable	—	—	—
Special Assessments Receivable	—	—	—
Deferred Assessments Receivable	—	—	—
Accounts Receivable	—	—	—
Long term loans	—	—	—
Interfund receivable	38,349	—	—
Advances receivable	—	—	—
Due from other governments	—	—	—
Prepaid Items	—	—	—
Inventory of supplies	—	—	—
Total assets	<u>\$ 180,332</u>	<u>\$ —</u>	<u>\$ 766</u>
LIABILITIES			
Accounts payable	\$ —	\$ —	\$ —
Accrued expenditures	—	—	—
Interfund payable	—	12,811	—
Advances payable	—	—	—
Unearned revenues; taxes and loans receivable	—	—	—
Total liabilities	<u>\$ —</u>	<u>\$ 12,811</u>	<u>\$ —</u>
FUND BALANCES (DEFICITS)			
Restricted			
for Capital Project expenditures	\$ 180,332	\$ —	\$ 766
Committed			
	—	—	—
Assigned			
	—	—	—
Unassigned			
	—	(12,811)	—
Total fund balances (deficits)	<u>\$ 180,332</u>	<u>\$ (12,811)</u>	<u>\$ 766</u>
Total liabilities and fund balances (deficits)	<u>\$ 180,332</u>	<u>\$ —</u>	<u>\$ 766</u>

Continued

**City of Missoula
Combining Balance Sheet
Nonmajor Capital Project Funds
June 30, 2025**

	RATTLESNAKE SEWER SID FUND	SID 534 LINCOLNWOOD FUND	SID536 LINCOLNWOOD SEWER PHASE II FUND
ASSETS			
Cash and Investments	\$ 11	\$ —	\$ 2,227
Taxes Receivable	—	—	—
Special Assessments Receivable	—	—	—
Deferred Assessments Receivable	—	—	—
Accounts Receivable	—	—	—
Long term loans	—	—	—
Interfund receivable	—	—	—
Advances receivable	—	—	—
Due from other governments	—	—	—
Prepaid Items	—	—	—
Inventory of supplies	—	—	—
Total assets	<u>\$ 11</u>	<u>\$ —</u>	<u>\$ 2,227</u>
LIABILITIES			
Accounts payable	—	\$ —	\$ —
Accrued expenditures	—	—	—
Interfund payable	—	14	—
Advances payable	—	—	—
Unearned revenues; taxes and loans receivable	—	—	—
Total liabilities	<u>—</u>	<u>\$ 14</u>	<u>\$ —</u>
FUND BALANCES (DEFICITS)			
Restricted			
for Capital Project expenditures	11	\$ —	\$ 2,227
Committed	—	—	—
Assigned	—	—	—
Unassigned	—	(14)	—
Total fund balances (deficits)	<u>\$11</u>	<u>\$ (14)</u>	<u>\$ 2,227</u>
Total liabilities and fund balances (deficits)	<u>\$11</u>	<u>\$ —</u>	<u>\$ 2,227</u>

Continued

City of Missoula
Combining Balance Sheet
Nonmajor Capital Project Funds
June 30, 2025

	SID 540 ENGLAND BLVD FUND	SID 541 PINEVIEW PARK FUND	MILLER CREEK MITIGATION FUND
ASSETS			
Cash and Investments	\$ 2,555	\$ 23,655	\$ 3,538
Taxes Receivable	—	—	—
Special Assessments Receivable	—	—	—
Deferred Assessments Receivable	—	—	—
Accounts Receivable	—	—	—
Long term loans	—	—	—
Interfund receivable	—	—	—
Advances receivable	—	—	—
Due from other governments	—	—	—
Prepaid Items	—	—	—
Inventory of supplies	—	—	—
Total assets	<u>\$ 2,555</u>	<u>\$ 23,655</u>	<u>\$ 3,538</u>
LIABILITIES			
Accounts payable	\$ —	\$ —	\$ —
Accrued expenditures	—	—	—
Interfund payable	—	—	—
Advances payable	—	—	—
Unearned revenues; taxes and loans receivable	—	—	—
Total liabilities	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>
FUND BALANCES (DEFICITS)			
Restricted			
for Capital Project expenditures	\$ 2,555	\$ 23,655	\$ 3,538
Committed	—	—	—
Assigned	—	—	—
Unassigned	—	—	—
Total fund balances (deficits)	<u>\$ 2,555</u>	<u>\$ 23,655</u>	<u>\$ 3,538</u>
Total liabilities and fund balances (deficits)	<u>\$ 2,555</u>	<u>\$ 23,655</u>	<u>\$ 3,538</u>

Continued

City of Missoula
Combining Balance Sheet
Nonmajor Capital Project Funds
June 30, 2025

	MILLER CREEK TWITE CONSTRUCTION	MILLER CREEK MALOHNEY	MILLER CREEK MCCARTHY
ASSETS			
Cash and Investments	\$ 1,399	\$ 10,058	\$ 18,719
Taxes Receivable	—	—	—
Special Assessments Receivable	—	—	—
Deferred Assessments Receivable	—	—	—
Accounts Receivable	—	—	—
Long term loans	—	—	—
Interfund receivable	—	—	—
Advances receivable	—	—	—
Due from other governments	—	—	—
Prepaid Items	—	—	—
Inventory of supplies	—	—	—
Total assets	<u>\$ 1,399</u>	<u>\$ 10,058</u>	<u>\$ 18,719</u>
LIABILITIES			
Accounts payable	\$ —	\$ —	\$ —
Accrued expenditures	—	—	—
Interfund payable	—	—	—
Advances payable	—	—	—
Unearned revenues; taxes and loans receivable	—	—	—
Total liabilities	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>
FUND BALANCES (DEFICITS)			
Restricted			
for Capital Project expenditures	\$ 1,399	\$ 10,058	\$ 18,719
Committed	—	—	—
Assigned	—	—	—
Unassigned	—	—	—
Total fund balances (deficits)	<u>\$ 1,399</u>	<u>\$ 10,058</u>	<u>\$ 18,719</u>
Total liabilities and fund balances (deficits)	<u>\$ 1,399</u>	<u>\$ 10,058</u>	<u>\$ 18,719</u>

Continued

City of Missoula
Combining Balance Sheet
Nonmajor Capital Project Funds
June 30, 2025

	5TH,6TH & ARTHUR	MALONEY/TWITE MILLER CREEK FUND	HILLVIEW WAY
ASSETS			
Cash and Investments	\$ 121,053	\$ 1,296	\$ 79,334
Taxes Receivable	—	—	—
Special Assessments Receivable	—	—	—
Deferred Assessments Receivable	—	—	—
Accounts Receivable	—	—	—
Long term loans	—	—	—
Interfund receivable	—	—	—
Advances receivable	—	—	—
Due from other governments	—	—	—
Prepaid Items	—	—	—
Inventory of supplies	—	—	—
Total assets	<u>\$ 121,053</u>	<u>\$ 1,296</u>	<u>\$ 79,334</u>
LIABILITIES			
Accounts payable	\$ —	\$ —	\$ —
Accrued expenditures	—	—	—
Interfund payable	—	—	—
Advances payable	—	—	—
Unearned revenues; taxes and loans receivable	—	—	—
Total liabilities	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>
FUND BALANCES (DEFICITS)			
Restricted			
for Capital Project expenditures	\$ 121,053	\$ 1,296	\$ 79,334
Committed	—	—	—
Assigned	—	—	—
Unassigned	—	—	—
Total fund balances (deficits)	<u>\$ 121,053</u>	<u>\$ 1,296</u>	<u>\$ 79,334</u>
Total liabilities and fund balances (deficits)	<u>\$ 121,053</u>	<u>\$ 1,296</u>	<u>\$ 79,334</u>

Continued

City of Missoula
Combining Balance Sheet
Nonmajor Capital Project Funds
June 30, 2025

	RATTLESNAKE SEWER	PATTEE CREEK DR. TRAFFIC CALMING	WAYFINDING PROJECT
ASSETS			
Cash and Investments	\$ 245	\$ —	\$ 99,850
Taxes Receivable	—	—	—
Special Assessments Receivable	—	—	—
Deferred Assessments Receivable	—	—	—
Accounts Receivable	—	—	—
Long term loans	—	—	—
Interfund receivable	—	—	—
Advances receivable	—	—	—
Due from other governments	—	—	—
Prepaid Items	—	—	—
Inventory of supplies	—	—	—
Total assets	<u>\$ 245</u>	<u>\$ —</u>	<u>\$ 99,850</u>
LIABILITIES			
Accounts payable	\$ —	\$ —	\$ —
Accrued expenditures	—	—	—
Interfund payable	—	320	—
Advances payable	—	—	—
Unearned revenues; taxes and loans receivable	—	—	—
Total liabilities	<u>\$ —</u>	<u>\$ 320</u>	<u>\$ —</u>
FUND BALANCES (DEFICITS)			
Restricted			
for Capital Project expenditures	\$ 245	\$ —	\$ 99,850
Committed	—	—	—
Assigned	—	—	—
Unassigned	—	(320)	—
Total fund balances (deficits)	<u>\$ 245</u>	<u>\$ (320)</u>	<u>\$ 99,850</u>
Total liabilities and fund balances (deficits)	<u>\$ 245</u>	<u>\$ —</u>	<u>\$ 99,850</u>

Continued

City of Missoula
Combining Balance Sheet
Nonmajor Capital Project Funds
June 30, 2025

	MULLEN AREA BUILD GRANT	ARRA ENHANCEMENTS	ARRA HB645
ASSETS			
Cash and Investments	\$ —	\$ —	\$ —
Taxes Receivable	—	—	—
Special Assessments Receivable	—	—	—
Deferred Assessments Receivable	—	—	—
Accounts Receivable	—	—	—
Long term loans	—	—	—
Interfund receivable	—	—	—
Advances receivable	—	—	—
Due from other governments	—	—	—
Prepaid Items	—	—	—
Inventory of supplies	—	—	—
Total assets	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>
LIABILITIES			
Accounts payable	\$ 92,884	\$ —	\$ —
Accrued expenditures	—	—	—
Interfund payable	3,578,119	2,498	23,677
Advances payable	—	—	—
Unearned revenues; taxes and loans receivable	—	—	—
Total liabilities	<u>\$ 3,671,003</u>	<u>\$ 2,498</u>	<u>\$ 23,677</u>
FUND BALANCES (DEFICITS)			
Restricted			
for Capital Project expenditures	\$ —	\$ —	\$ —
Committed	—	—	—
Assigned	—	—	—
Unassigned	(3,671,003)	(2,498)	(23,677)
Total fund balances (deficits)	<u>\$ (3,671,003)</u>	<u>\$ (2,498)</u>	<u>\$ (23,677)</u>
Total liabilities and fund balances (deficits)	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>

Continued

City of Missoula
Combining Balance Sheet
Nonmajor Capital Project Funds
June 30, 2025

	WFL MILLER CREEK ROAD	WESTERN FEDERAL LANDS	TOTAL NONMAJOR CAPITAL PROJECTS FUNDS
ASSETS			
Cash and Investments	\$ —	\$ —	\$ 724,297
Taxes Receivable	—	—	—
Special Assessments Receivable	—	—	—
Deferred Assessments Receivable	—	—	—
Accounts Receivable	—	—	—
Long term loans	—	—	—
Interfund receivable	—	—	718,011
Advances receivable	—	—	—
Due from other governments	—	—	—
Prepaid Items	—	—	—
Inventory of supplies	—	—	—
Total assets	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 1,442,308</u>
LIABILITIES			
Accounts payable	\$ —	\$ —	\$ 92,884
Accrued expenditures	—	—	—
Interfund payable	34	5,711	3,648,387
Advances payable	—	—	—
Unearned revenues; taxes and loans receivable	—	—	—
Total liabilities	<u>\$ 34</u>	<u>\$ 5,711</u>	<u>\$ 3,741,271</u>
FUND BALANCES (DEFICITS)			
Restricted			
for Capital Project expenditures	\$ —	\$ —	\$ 1,442,308
Committed	—	—	—
Assigned	—	—	—
Unassigned	(34)	(5,711)	(3,741,271)
Total fund balances (deficits)	<u>\$ (34)</u>	<u>\$ (5,711)</u>	<u>\$ (2,298,963)</u>
Total liabilities and fund balances (deficits)	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 1,442,308</u>

City of Missoula
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2025

	DISASTER RECOVER	PUBLIC SAFETY INFORMATION SYSTEM	ECONOMIC DEVELOPMENT	IMPACT FEE FUND
REVENUES				
Taxes	\$ 412,675	\$ —	\$ —	\$ —
Licenses and permits	—	—	—	—
Intergovernmental	212,951	17,134	—	—
Charges for services	—	—	—	2,337,708
Fines and forfeitures	—	—	—	—
Miscellaneous	156,115	—	—	—
Special Assessments	—	—	—	—
Investment earnings	—	339	2,226	—
Total revenues	<u>781,741</u>	<u>17,473</u>	<u>2,226</u>	<u>2,337,708</u>
EXPENDITURES				
Current:				
General Government	—	—	—	—
Public Safety	—	—	—	—
Public Works	3,134,782	—	—	—
Cultural & Recreation	—	—	—	—
Housing & Community Development	—	—	1,640,818	—
Debt service:				
Interest	—	—	—	—
Principal retirement	—	—	—	—
Capital outlay:				
General Government	—	—	—	—
Public Safety	—	—	—	—
Cultural & Recreation	—	—	—	75,000
Total expenditures	<u>3,134,782</u>	<u>—</u>	<u>1,640,818</u>	<u>75,000</u>
Excess (deficiency) of revenues over expenditures	(2,353,041)	17,473	(1,638,592)	2,262,708
OTHER FINANCING SOURCES (USES)				
Transfers (out)	—	—	—	(741,555)
Transfers in	—	8,700	1,640,818	—
Issuance of long term debt/financed purchases	—	—	—	—
Total other financing sources (uses)	<u>—</u>	<u>8,700</u>	<u>1,640,818</u>	<u>(741,555)</u>
Net change in fund balances	(2,353,041)	26,173	2,226	1,521,153
Fund balances - beginning	—	122,136	—	6,607,927
Fund balances - ending	<u>\$ (2,353,041)</u>	<u>\$ 148,309</u>	<u>\$ 2,226</u>	<u>\$ 8,129,080</u>

Continued

City of Missoula
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2025

	GEORGE ELMER/ CATTLE DR INTERSECTION	PUBLIC ART FUND	EMPLOYEE HEALTH INSURANCE LEVY
REVENUES			
Taxes	\$ —	\$ —	\$ 8,838,106
Licenses and permits	—	—	—
Intergovernmental	—	—	—
Charges for services	—	—	—
Fines and forfeitures	—	—	—
Miscellaneous	—	—	—
Special Assessments	—	—	—
Investment earnings	—	47	215
Total revenues	—	47	8,838,321
EXPENDITURES			
Current:			
General Government	—	—	—
Public Safety	—	—	—
Public Works	—	—	—
Cultural & Recreation	—	3,000	—
Housing & Community Development	—	—	—
Debt service:			
Interest	—	—	—
Principal retirement	—	—	—
Capital outlay:			
General Government	—	—	—
Public Safety	—	—	—
Cultural & Recreation	—	—	—
Total expenditures	—	3,000	—
Excess (deficiency) of revenues over expenditures	—	(2,953)	8,838,321
OTHER FINANCING SOURCES (USES)			
Transfers (out)	—	—	(8,966,113)
Transfers in	—	—	—
Issuance of long term debt/financed purchases	—	—	—
Total other financing sources (uses)	—	—	(8,966,113)
Net change in fund balances	—	(2,953)	(127,792)
Fund balances - beginning	1	23,400	184,659
Fund balances - ending	\$ 1	\$ 20,447	\$ 56,867

Continued

City of Missoula
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2025

	OPEN SPACE MILL LEVY	CABLE TELEVISION FRANCHISE FUND	DRUG FORFEITURE FUND	BUILDING INSPECTION FUND
REVENUES				
Taxes	\$ 828,336	\$ —	\$ —	\$ —
Licenses and permits	—	784,222	—	2,405,425
Intergovernmental	266	—	—	1,306
Charges for services	—	—	—	20
Fines and forfeitures	—	—	711	—
Miscellaneous	110,000	—	—	—
Special Assessments	—	—	—	—
Investment earnings	—	—	—	1,300
Total revenues	<u>938,602</u>	<u>784,222</u>	<u>711</u>	<u>2,408,051</u>
EXPENDITURES				
Current:				
General Government	—	615,727	—	—
Public Safety	—	—	87	2,479,658
Public Works	—	—	—	—
Cultural & Recreation	498,824	—	—	—
Housing & Community Development	—	—	—	—
Miscellaneous	—	—	—	63,516
Interest	1,872	—	—	21,307
Principal retirement	18,435	—	—	146,692
Capital outlay:				
General Government	—	30,416	—	—
Public Safety	—	—	—	31,197
Cultural & Recreation	—	—	—	—
Total expenditures	<u>519,131</u>	<u>646,143</u>	<u>87</u>	<u>2,742,370</u>
Excess (deficiency) of revenues over expenditures	419,471	138,079	624	(334,319)
OTHER FINANCING SOURCES (USES)				
Transfers (out)	(211,663)	(50,000)	—	(1,428)
Transfers in	99,439	—	—	—
Issuance of long term debt/financed purchases	—	—	—	—
Total other financing sources (uses)	<u>(112,224)</u>	<u>(50,000)</u>	<u>—</u>	<u>(1,428)</u>
Net change in fund balances	307,247	88,079	624	(335,747)
Fund balances - beginning	1,058,297	(258,441)	8,955	805,223
Fund balances - ending	<u>\$ 1,365,544</u>	<u>\$ (170,362)</u>	<u>\$ 9,579</u>	<u>\$ 469,476</u>

Continued

City of Missoula
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2025

	CITY GRANTS & PROGRAM INCOME FUND	DANGEROUS BUILDING & DEMOLITION FUND	STREET LIGHTING ASSESSMENTS FUND
REVENUES			
Taxes	\$ —	\$ —	\$ —
Licenses and permits	—	—	—
Intergovernmental	—	—	—
Charges for services	—	—	—
Fines and forfeitures	—	—	—
Miscellaneous	224	—	—
Special Assessments	—	—	321,919
Investment earnings	14	—	793
Total revenues	<u>238</u>	<u>—</u>	<u>322,712</u>
EXPENDITURES			
Current:			
General Government	—	—	—
Public Safety	—	—	—
Public Works	—	—	314,300
Cultural & Recreation	—	—	—
Housing & Community Development	—	—	—
Debt service:			
Interest	—	—	—
Principal retirement	—	—	—
Capital outlay:			
General Government	—	—	—
Public Safety	—	—	—
Cultural & Recreation	—	—	—
Total expenditures	<u>—</u>	<u>—</u>	<u>314,300</u>
Excess (deficiency) of revenues over expenditures	238	—	8,412
OTHER FINANCING SOURCES (USES)			
Transfers (out)	—	—	—
Transfers in	—	—	—
Issuance of long term debt/financed purchases	—	—	—
Total other financing sources (uses)	<u>—</u>	<u>—</u>	<u>—</u>
Net change in fund balances	238	—	8,412
Fund balances - beginning	5,649	(2,660)	288,622
Fund balances - ending	<u>\$ 5,887</u>	<u>\$ (2,660)</u>	<u>\$ 297,034</u>

Continued

City of Missoula
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2025

	STREET MAINTENANCE ASSESSMENT FUND	WILLOWWOOD PARK MAINTENANCE ASSESSMENT FUND	AFFORDABLE HOUSING TRUST FUND	HOUSING SPRINT
REVENUES				
Taxes	\$ —	\$ —	\$ —	\$ —
Licenses and permits	—	—	—	—
Intergovernmental	—	—	—	—
Charges for services	—	—	—	—
Fines and forfeitures	—	—	—	—
Miscellaneous	—	—	27,204	—
Special Assessments	143,596	—	—	—
Investment earnings	—	—	1,111	—
Total revenues	<u>143,596</u>	<u>—</u>	<u>28,315</u>	<u>—</u>
EXPENDITURES				
Current:				
General Government	—	—	—	—
Public Safety	—	—	—	—
Public Works	—	—	—	—
Cultural & Recreation	—	—	—	—
Housing & Community Development	—	—	440,427	25,000
Miscellaneous	83,322	—	—	—
Debt service:				
Interest	—	—	—	—
Principal retirement	—	—	—	—
Capital outlay:				
General Government	—	—	—	—
Public Safety	—	—	—	—
Cultural & Recreation	—	—	—	—
Total expenditures	<u>83,322</u>	<u>—</u>	<u>440,427</u>	<u>25,000</u>
Excess (deficiency) of revenues over	60,274	—	(412,112)	(25,000)
OTHER FINANCING SOURCES (USES)				
Transfers (out)	(60,578)	—	—	—
Transfers in	—	—	100,000	—
Issuance of long term debt/financed	—	—	—	—
Total other financing sources (uses)	<u>(60,578)</u>	<u>—</u>	<u>100,000</u>	<u>—</u>
Net change in fund balances	(304)	—	(312,112)	(25,000)
Fund balances - beginning	13,004	43	444,086	—
Fund balances - ending	<u>\$ 12,700</u>	<u>\$ 43</u>	<u>\$ 131,974</u>	<u>\$ (25,000)</u>

Continued

City of Missoula
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2025

	STATE GAS TAX FUND	LAW ENFORCEMENT BLOCK GRANT FUND	HIDTA FUND
REVENUES			
Taxes	\$ —	\$ —	\$ —
Licenses and permits	—	—	—
Intergovernmental	2,675,121	74,725	—
Charges for services	—	—	43,010
Fines and forfeitures	—	—	72,734
Miscellaneous	—	—	—
Special Assessments	—	—	—
Investment earnings	—	—	1,268
Total revenues	<u>2,675,121</u>	<u>74,725</u>	<u>117,012</u>
EXPENDITURES			
Current:			
General Government	—	—	—
Public Safety	—	55,225	43,505
Public Works	—	—	—
Cultural & Recreation	—	—	—
Housing & Community Development	—	—	—
Debt service:			
Interest	—	2,165	—
Principal retirement	—	17,335	—
Capital outlay:			
General Government	—	—	—
Public Safety	—	—	—
Cultural & Recreation	—	—	—
Total expenditures	<u>—</u>	<u>74,725</u>	<u>43,505</u>
Excess (deficiency) of revenues over expenditures	2,675,121	—	73,507
OTHER FINANCING SOURCES (USES)			
Transfers (out)	(3,198,715)	—	—
Transfers in	—	—	—
Issuance of long term debt/financed purchases	—	—	—
Total other financing sources (uses)	<u>(3,198,715)</u>	<u>—</u>	<u>—</u>
Net change in fund balances	(523,594)	—	73,507
Fund balances - beginning	<u>5,207,372</u>	<u>(226)</u>	<u>477,008</u>
Fund balances - ending	<u>\$ 4,683,778</u>	<u>\$ (226)</u>	<u>\$ 550,515</u>

Continued

City of Missoula
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2025

	CDBG PROGRAM INCOME ACCOUNT FUND	CDBG FUND	HOME FUND	CITY HOME PROGRAM INCOME FUND
REVENUES				
Taxes	\$ —	\$ —	\$ —	\$ —
Licenses and permits	—	—	—	—
Intergovernmental	11,083	657,903	148,162	134,806
Charges for services	—	—	—	—
Fines and forfeitures	—	—	—	—
Miscellaneous	—	—	50,000	8,551
Special Assessments	—	—	—	—
Investment earnings	82	—	—	292
Total revenues	<u>11,165</u>	<u>657,903</u>	<u>198,162</u>	<u>143,649</u>
EXPENDITURES				
Current:				
General Government	—	—	—	—
Public Safety	—	—	—	—
Public Works	—	—	—	—
Cultural & Recreation	—	—	—	—
Housing & Community Development	48	657,868	198,197	5,353
Debt service:				
Interest	—	—	—	—
Principal retirement	—	—	—	—
Capital outlay:				
General Government	—	—	—	—
Public Safety	—	—	—	—
Cultural & Recreation	—	—	—	—
Total expenditures	<u>48</u>	<u>657,868</u>	<u>198,197</u>	<u>5,353</u>
Excess (deficiency) of revenues over expenditures	11,117	35	(35)	138,296
OTHER FINANCING SOURCES (USES)				
Transfers (out)	—	—	—	—
Transfers in	—	—	—	—
Issuance of long term debt/financed purchases	—	—	—	—
Total other financing sources (uses)	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
Net change in fund balances	11,117	35	(35)	138,296
Fund balances - beginning	24,118	(10,247)	8,135	(8,179)
Fund balances - ending	<u>\$ 35,235</u>	<u>\$ (10,212)</u>	<u>\$ 8,100</u>	<u>\$ 130,117</u>

Continued

City of Missoula
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2025

	HOME - ARP	TRANSPORTATION	FEDERAL TRANSPORTATION FUND
REVENUES			
Taxes	\$ —	\$ —	\$ —
Licenses and permits	—	—	—
Intergovernmental	8,904	1,247,537	—
Charges for services	—	—	—
Fines and forfeitures	—	—	—
Miscellaneous	—	45,921	—
Special Assessments	—	—	—
Investment earnings	—	—	—
Total revenues	<u>8,904</u>	<u>1,293,458</u>	<u>—</u>
EXPENDITURES			
Current:			
General Government	—	1,287,098	—
Public Safety	—	—	—
Public Works	—	131,347	—
Cultural & Recreation	—	—	—
Housing & Community Development	8,904	—	—
Debt service:			
Interest	—	—	—
Principal retirement	—	—	—
Capital outlay:			
General Government	—	—	—
Public Safety	—	—	—
Cultural & Recreation	—	—	—
Total expenditures	<u>8,904</u>	<u>1,418,445</u>	<u>—</u>
Excess (deficiency) of revenues over expenditures	—	(124,987)	—
OTHER FINANCING SOURCES (USES)			
Transfers (out)	—	(46,489)	—
Transfers in	—	160,751	—
Issuance of long term debt/financed purchases	—	—	—
Total other financing sources (uses)	<u>—</u>	<u>114,262</u>	<u>—</u>
Net change in fund balances	—	(10,725)	—
Fund balances - beginning	—	92,234	14,272
Fund balances - ending	<u>\$ —</u>	<u>\$ 81,509</u>	<u>\$ 14,272</u>

Continued

City of Missoula
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2025

	GRANTS & DONATIONS FUND	POLICE GRANTS & DONATIONS	BROWNFIELDS
REVENUES			
Taxes	\$ —	\$ —	\$ —
Licenses and permits	—	—	—
Intergovernmental	42,627	671,239	(54,762)
Charges for services	—	—	—
Fines and forfeitures	—	—	—
Miscellaneous	—	—	—
Special Assessments	—	—	—
Investment earnings	—	—	—
Total revenues	<u>42,627</u>	<u>671,239</u>	<u>(54,762)</u>
EXPENDITURES			
Current:			
General Government	—	—	—
Public Safety	70,095	805,727	—
Public Works	—	—	—
Cultural & Recreation	27,558	—	—
Housing & Community Development	—	—	118,661
Debt service:			
Interest	—	351	—
Principal retirement	—	2,463	—
Capital outlay:			
General Government	—	—	—
Public Safety	—	—	—
Cultural & Recreation	2,263	—	—
Total expenditures	<u>99,916</u>	<u>808,541</u>	<u>118,661</u>
Excess (deficiency) of revenues over expenditures	(57,289)	(137,302)	(173,423)
OTHER FINANCING SOURCES (USES)			
Transfers (out)	—	—	—
Transfers in	—	—	—
Issuance of long term debt/Issuance of long term	—	—	—
Total other financing sources (uses)	<u>—</u>	<u>—</u>	<u>—</u>
Net change in fund balances	(57,289)	(137,302)	(173,423)
Fund balances - beginning	266,809	(167,161)	189,324
Fund balances - ending	<u>\$ 209,520</u>	<u>\$ (304,463)</u>	<u>\$ 15,901</u>

Continued

City of Missoula
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2025

	BROWNFIELDS RLF	TOTAL NONMAJOR SPECIAL REVENUE FUNDS
REVENUES		
Taxes	\$ —	\$ 10,079,117
Licenses and permits	—	3,189,647
Intergovernmental	163,237	6,012,239
Charges for services	—	2,380,738
Fines and forfeitures	—	73,445
Miscellaneous	—	398,015
Special Assessments	—	465,515
Investment earnings	3,019	10,706
Total revenues	<u>166,256</u>	<u>22,609,422</u>
EXPENDITURES		
Current:		
General Government	—	1,902,825
Public Safety	—	3,454,297
Public Works	—	3,580,429
Cultural & Recreation	—	529,382
Housing & Community Development	64,753	3,160,029
Miscellaneous	—	146,838
Debt service:		
Interest	—	25,695
Principal retirement	—	184,925
Capital outlay:		
General Government	—	30,416
Public Safety	—	31,197
Cultural & Recreation	—	77,263
Total expenditures	<u>64,753</u>	<u>13,123,296</u>
Excess (deficiency) of revenues over expenditures	101,503	9,486,126
OTHER FINANCING SOURCES (USES)		
Transfers (out)	(24,231)	(13,300,772)
Transfers in	—	2,009,708
Issuance of long term debt/Issuance of long term	—	—
Total other financing sources (uses)	<u>(24,231)</u>	<u>(11,291,064)</u>
Net change in fund balances	77,272	(1,804,938)
Fund balances - beginning	<u>1,349,964</u>	<u>16,744,324</u>
Fund balances - ending	<u>\$ 1,427,236</u>	<u>\$ 14,939,386</u>

City of Missoula
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Debt Service Funds
For the Fiscal Year Ended June 30, 2025

	SID REVOLVING FUND	1997 OPEN SPACE G O BOND FUND	Series 2012A AQUATICS REFUNDING BOND	Series 2013A GO REFUNDING BOND
REVENUES				
Taxes	\$ —	\$ —	\$ 18,960	\$ 477,499
Special Assessments	—	—	—	—
Investment earnings	536	1,576	—	—
Total revenues	536	1,576	18,960	477,499
EXPENDITURES				
Current:				
Public Works	—	—	—	—
Miscellaneous	—	—	—	—
Debt service:				
Interest	—	—	800	19,424
Principal retirement	—	—	—	405,000
Total expenditures	—	—	800	424,424
Excess (deficiency) of revenues over expenditures	536	1,576	18,160	53,075
OTHER FINANCING SOURCES (USES)				
Transfers (out)	(34,981)	—	—	—
Transfers in	—	—	—	—
Issuance of long term debt/financed purchases	—	—	—	—
Total other financing sources (uses)	(34,981)	—	—	—
Net change in fund balances	(34,445)	1,576	18,160	53,075
Fund balances - beginning	266,618	702	(40,418)	(190,779)
Fund balances - ending	\$ 232,173	\$ 2,278	\$ (22,258)	\$ (137,704)

Continued

City of Missoula
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Debt Service Funds
For the Fiscal Year Ended June 30, 2025

	2004 REFUNDING BONDS DEBT SERVICE	2006 FIRE STATION GO BONDS	SIDEWALK & CURB WARRANTS FUND	FY99 SIDEWALK & CURB DEBT SERVICE FUND
REVENUES				
Taxes	\$ —	\$ 45	\$ —	\$ —
Miscellaneous	—	—	—	—
Special Assessments	—	—	—	—
Investment earnings	—	—	3	—
Total revenues	—	45	3	—
EXPENDITURES				
Current:				
Public Works	—	—	—	—
Miscellaneous	—	—	—	—
Debt service:				
Interest	—	—	—	—
Principal retirement	—	—	—	—
Total expenditures	—	—	—	—
Excess (deficiency) of revenues over expenditures	—	45	3	—
OTHER FINANCING SOURCES				
Transfers (out)	—	—	—	—
Transfers in	—	—	—	—
Issuance of long term debt/financed purchases	—	—	—	—
Total other financing sources (uses)	—	—	—	—
Net change in fund balances	—	45	3	—
Fund balances - beginning	(1,432)	(154,011)	1,272	—
Fund balances - ending	<u>\$ (1,432)</u>	<u>\$ (153,966)</u>	<u>\$ 1,275</u>	<u>\$ —</u>

Continued

City of Missoula
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Debt Service Funds
For the Fiscal Year Ended June 30, 2025

	FY00 SIDEWALK & CURB DEBT SERVICE FUND	JUDGMENT LEVIES	FY02 SIDEWALK & CURB DEBT SERVICE FUND	FY04 SIDEWALK CURB DEBT SERVICE FUND
REVENUES				
Taxes	\$ —	\$ —	\$ —	\$ —
Special Assessments	—	—	—	—
Investment earnings	—	—	1	—
Total revenues	—	—	1	—
EXPENDITURES				
Current:				
Public Works	—	—	—	—
Miscellaneous	—	—	—	—
Debt service:				
Interest	—	—	—	—
Principal retirement	—	—	—	—
Total expenditures	—	—	—	—
Excess (deficiency) of revenues over expenditures	—	—	1	—
OTHER FINANCING SOURCES (USES)				
Transfers (out)	—	—	—	—
Transfers in	—	—	—	—
Issuance of long term debt/financed purchases	—	—	—	—
Total other financing sources (uses)	—	—	—	—
Net change in fund balances	—	—	1	—
Fund balances - beginning	—	31	350	(3,627)
Fund balances - ending	\$ —	\$ 31	\$ 351	\$ (3,627)

Continued

City of Missoula
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Debt Service Funds
For the Fiscal Year Ended June 30, 2025

	SID 433 DEBT SERVICE FUND	FY 05 SIDEWALK AND CURB FUND	FY 06 SIDEWALK AND CURB FUND	FY07 SIDEWALK AND CURB FUND
REVENUES				
Taxes	\$ —	\$ —	\$ —	\$ —
Special Assessments	—	—	—	16,719
Investment earnings	—	224	370	69
Total revenues	—	224	370	16,788
EXPENDITURES				
Current:				
Public Works	—	—	—	—
Miscellaneous	—	—	—	—
Debt service:				
Interest	—	—	—	2,858
Principal retirement	—	—	—	15,000
Total expenditures	—	—	—	17,858
Excess (deficiency) of revenues over expenditures	—	224	370	(1,070)
OTHER FINANCING SOURCES (USES)				
Transfers (out)	—	—	—	—
Transfers in	—	—	—	—
Issuance of long term debt/financed purchases	—	—	—	—
Total other financing sources (uses)	—	—	—	—
Net change in fund balances	—	224	370	(1,070)
Fund balances - beginning	—	64,723	101,533	8,874
Fund balances - ending	\$ —	\$ 64,947	\$ 101,903	\$ 7,804

Continued

City of Missoula
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Debt Service Funds
For the Fiscal Year Ended June 30, 2025

	SERIES 2008A SIDEWALK AND CURB FUND	SERIES 2009 SIDEWALK AND CURB FUND	SERIES 2010 SIDEWALK AND CURB FUND
REVENUES			
Taxes	\$ —	\$ —	\$ —
Special Assessments	10,030	13,399	19,712
Investment earnings	12	170	6
Total revenues	10,042	13,569	19,718
EXPENDITURES			
Current:			
Public Works	—	—	—
Miscellaneous	—	—	—
Debt service:			
Interest	5,569	4,770	7,920
Principal retirement	10,000	15,000	20,000
Total expenditures	15,569	19,770	27,920
Excess (deficiency) of revenues over expenditures	(5,527)	(6,201)	(8,202)
OTHER FINANCING SOURCES (USES)			
Transfers (out)	—	—	—
Transfers in	—	—	—
Issuance of long term debt/Issuance of long term debt/financed purchases	—	—	—
Total other financing sources (uses)	—	—	—
Net change in fund balances	(5,527)	(6,201)	(8,202)
Fund balances - beginning	11,047	81,285	9,851
Fund balances - ending	\$ 5,520	\$ 75,084	\$ 1,649

Continued

City of Missoula
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Debt Service Funds
For the Fiscal Year Ended June 30, 2025

	FY12 S/C DEBT SERVICE FUND	FY13 SIDEWALK/ CURB DEBT SERVICE FUND	FY15 SIDEWALK/ CURB DEBT SERVICE FUND
REVENUES			
Taxes	\$ —	\$ —	\$ —
Special Assessments	48,671	30,234	39,991
Investment earnings	114	77	170
Total revenues	48,785	30,311	40,161
EXPENDITURES			
Current:			
Public Works	—	—	—
Miscellaneous	—	—	—
Debt service:			
Interest	11,170	2,697	13,128
Principal retirement	35,000	27,000	29,000
Total expenditures	46,170	29,697	42,128
Excess (deficiency) of revenues over expenditures	2,615	614	(1,967)
OTHER FINANCING SOURCES (USES)			
Transfers (out)	—	—	—
Transfers in	—	—	—
Issuance of long term debt/Issuance of long term	—	—	—
Total other financing sources (uses)	—	—	—
Net change in fund balances	2,615	614	(1,967)
Fund balances - beginning	(2,529)	(21,901)	18,931
Fund balances - ending	\$ 86	\$ (21,287)	\$ 16,964

Continued

City of Missoula
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Debt Service Funds
For the Fiscal Year Ended June 30, 2025

	FY16 SIDEWALK/ CURB DEBT SERVICE	FY17 SIDEWALK/ CURB DEBT SERVICE	FY18 SIDEWALK/ CURB DEBT SERVICE
REVENUES			
Taxes	\$ —	\$ —	\$ —
Special Assessments	22,682	28,933	32,474
Investment earnings	26	161	97
Total revenues	<u>22,708</u>	<u>29,094</u>	<u>32,571</u>
EXPENDITURES			
Current:			
Public Works	—	—	—
Miscellaneous	—	—	—
Debt service:			
Interest	2,849	8,661	12,835
Principal retirement	17,133	20,390	17,500
Total expenditures	<u>19,982</u>	<u>29,051</u>	<u>30,335</u>
Excess (deficiency) of revenues over expenditures	<u>2,726</u>	<u>43</u>	<u>2,236</u>
OTHER FINANCING SOURCES (USES)			
Transfers (out)	—	—	—
Transfers in	—	—	—
Issuance of long term debt/Issuance of long term	—	—	—
Total other financing sources (uses)	<u>—</u>	<u>—</u>	<u>—</u>
Net change in fund balances	2,726	43	2,236
Fund balances - beginning	(21,216)	27,376	26,506
Fund balances - ending	<u>\$ (18,490)</u>	<u>\$ 27,419</u>	<u>\$ 28,742</u>

Continued

City of Missoula
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Debt Service Funds
For the Fiscal Year Ended June 30, 2025

	FY23 SIDEWALK/ CURB DEBT SERVICE	SID 498 DEBT SERVICE FUND	SID 501 DEBT SERVICE FUND	SID 510 DEBT SERVICE FUND
REVENUES				
Taxes	\$ —	\$ —	\$ —	\$ —
Special Assessments	79,329	—	—	—
Investment earnings	101	—	—	591
Total revenues	79,430	—	—	591
EXPENDITURES				
Current:				
Public Works	—	—	—	—
Miscellaneous	—	—	—	—
Debt service:				
Interest	42,608	—	—	—
Principal retirement	38,600	—	—	—
Total expenditures	81,208	—	—	—
Excess (deficiency) of revenues over expenditures	(1,778)	—	—	591
OTHER FINANCING SOURCES				
Transfers (out)	—	—	—	—
Transfers in	—	—	—	—
Issuance of long term debt/Issuance	—	—	—	—
Total other financing sources (uses)	—	—	—	—
Net change in fund balances	(1,778)	—	—	591
Fund balances - beginning	49,515	—	—	123,212
Fund balances - ending	\$ 47,737	\$ —	\$ —	\$ 123,803

Continued

City of Missoula
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Debt Service Funds
For the Fiscal Year Ended June 30, 2025

	SID 511 DEBT SERVICE FUND	SID 512 DEBT SERVICE FUND	SID 517 DEBT SERVICE FUND	SID 520 DEBT SERVICE FUND
REVENUES				
Taxes	\$ —	\$ —	—	\$ —
Special Assessments	—	—	—	—
Investment earnings	—	490	—	205
Total revenues	—	490	—	205
EXPENDITURES				
Current:				
Public Works	—	—	—	—
Miscellaneous	—	—	—	—
Debt service:				
Interest	—	—	—	—
Principal retirement	—	—	—	—
Total expenditures	—	—	—	—
Excess (deficiency) of revenues over expenditures	—	490	—	205
OTHER FINANCING SOURCES				
Transfers (out)	—	—	—	—
Transfers in	—	—	—	—
Issuance of long term debt/Issuance	—	—	—	—
Total other financing sources (uses)	—	—	—	—
Net change in fund balances	—	490	—	205
Fund balances - beginning	—	204,051	—	88,517
Fund balances - ending	\$ —	\$ 204,541	—	\$ 88,722

Continued

City of Missoula
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Debt Service Funds
For the Fiscal Year Ended June 30, 2025

	SID 524 DEBT SERVICE FUND	SID 525 DEBT SERVICE FUND	SID 526 DEBT SERVICE FUND	SID 532 DEBT SERVICE FUND
REVENUES				
Taxes	\$ —	\$ —	\$ —	\$ —
Special Assessments	—	—	—	21,519
Investment earnings	1,099	786	515	—
Total revenues	1,099	786	515	21,519
EXPENDITURES				
Current:				
Public Works	—	—	—	—
Miscellaneous	—	—	—	—
Debt service:				
Interest	—	—	—	350
Principal retirement	—	—	—	—
Total expenditures	—	—	—	350
Excess (deficiency) of revenues over expenditures	1,099	786	515	21,169
OTHER FINANCING SOURCES				
Transfers (out)	—	—	—	—
Transfers in	—	—	—	—
Issuance of long term debt/	—	—	—	—
Total other financing sources (uses)	—	—	—	—
Net change in fund balances	1,099	786	515	21,169
Fund balances - beginning	74,507	230,450	(259,139)	(23,772)
Fund balances - ending	\$ 75,606	\$ 231,236	\$ (258,624)	\$ (2,603)

Continued

City of Missoula
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Debt Service Funds
For the Fiscal Year Ended June 30, 2025

	GILBERT ST SEWER SID DEBT FUND	LINCOLNWOOD SEWER PHASE I DEBT FUND	LINCOLNWOOD SEWER PHASE II DEBT FUND
REVENUES			
Taxes	\$ —	\$ —	\$ —
Special Assessments	8,174	11,274	19,898
Investment earnings	—	19	79
Total revenues	<u>8,174</u>	<u>11,293</u>	<u>19,977</u>
EXPENDITURES			
Current:			
Public Works	—	—	—
Miscellaneous	—	—	—
Debt service:			
Interest	525	1,125	2,006
Principal retirement	<u>18,000</u>	<u>16,000</u>	<u>30,000</u>
Total expenditures	<u>18,525</u>	<u>17,125</u>	<u>32,006</u>
Excess (deficiency) of revenues over expenditures	<u>(10,351)</u>	<u>(5,832)</u>	<u>(12,029)</u>
OTHER FINANCING SOURCES (USES)			
Transfers (out)	—	—	—
Transfers in	—	—	—
Issuance of long term debt/financed purchases	—	—	—
Total other financing sources (uses)	<u>—</u>	<u>—</u>	<u>—</u>
Net change in fund balances	(10,351)	(5,832)	(12,029)
Fund balances - beginning	(24,903)	14,380	47,450
Fund balances - ending	<u>\$ (35,254)</u>	<u>\$ 8,548</u>	<u>\$ 35,421</u>

Continued

City of Missoula
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Debt Service Funds
For the Fiscal Year Ended June 30, 2025

	SID 540 DEBT SERVICE FUND	SID 541 DEBT SERVICE FUND	SID 543 DEBT SERVICE FUND
REVENUES			
Taxes	\$ —	\$ —	\$ —
Special Assessments	61,826	51,572	—
Investment earnings	361	81	52
Total revenues	62,187	51,653	52
EXPENDITURES			
Current:			
Public Works	—	—	—
Miscellaneous	—	—	—
Debt service:			
Interest	16,043	13,710	—
Principal retirement	105,000	45,000	—
Total expenditures	121,043	58,710	—
Excess (deficiency) of revenues over expenditures	(58,856)	(7,057)	52
OTHER FINANCING SOURCES (USES)			
Transfers (out)	—	—	—
Transfers in	—	—	—
Issuance of long term debt/Issuance of long term	—	—	—
Total other financing sources (uses)	—	—	—
Net change in fund balances	(58,856)	(7,057)	52
Fund balances - beginning	58,479	8,977	22,474
Fund balances - ending	\$ (377)	\$ 1,920	\$ 22,526

Continued

City of Missoula
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Debt Service Funds
For the Fiscal Year Ended June 30, 2025

	SID 544 DEBT SERVICE FUND	SID 545 DEBT SERVICE FUND	SID 546 DEBT SERVICE FUND
REVENUES			
Taxes	\$ —	\$ —	\$ —
Special Assessments	114,029	—	—
Investment earnings	518	—	—
Total revenues	<u>114,547</u>	<u>—</u>	<u>—</u>
EXPENDITURES			
Current:			
Public Works	—	—	—
Miscellaneous	—	—	—
Debt service:			
Interest	24,820	—	—
Principal retirement	<u>115,500</u>	<u>—</u>	<u>—</u>
Total expenditures	<u>140,320</u>	<u>—</u>	<u>—</u>
Excess (deficiency) of revenues over expenditures	<u>(25,773)</u>	<u>—</u>	<u>—</u>
OTHER FINANCING SOURCES (USES)			
Transfers (out)	—	—	—
Transfers in	—	—	—
Issuance of long term debt/Issuance of long term	<u>—</u>	<u>—</u>	<u>—</u>
Total other financing sources (uses)	<u>—</u>	<u>—</u>	<u>—</u>
Net change in fund balances	(25,773)	—	—
Fund balances - beginning	183,747	201	321
Fund balances - ending	<u>\$ 157,974</u>	<u>\$ 201</u>	<u>\$ 321</u>

Continued

City of Missoula
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Debt Service Funds
For the Fiscal Year Ended June 30, 2025

	SID 548-5TH 6TH & ARTHUR DEBT SERVICE FUND	SID 549 HILLVIEW WAY DEBT SERVICE FUND	TOTAL NONMAJOR DEBT SERVICE FUNDS
REVENUES			
Taxes	\$ —	\$ —	\$ 496,504
Special Assessments	—	103,015	733,481
Investment earnings	138	—	8,647
Total revenues	138	103,015	1,238,632
EXPENDITURES			
Current:			
Public Works	—	—	—
Miscellaneous	—	—	—
Debt service:			
Interest	—	54,728	248,596
Principal retirement	—	120,000	1,099,123
Total expenditures	—	174,728	1,347,719
Excess (deficiency) of revenues over expenditures	138	(71,713)	(109,087)
OTHER FINANCING SOURCES (USES)			
Transfers (out)	—	—	(34,981)
Transfers in	—	—	—
Issuance of long term debt/Issuance of long term debt/financed purchases	—	—	—
Total other financing sources (uses)	—	—	(34,981)
Net change in fund balances	138	(71,713)	(144,068)
Fund balances - beginning	59,227	(2,013)	1,038,867
Fund balances - ending	\$ 59,365	\$ (73,726)	\$ 894,799

City of Missoula
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2025

	1997 G O BOND OPEN SPACE PURCHASE	FY07 SIDEWALK & CURB BOND FUND	FY10 SIDEWALK & CURB BOND FUND
REVENUES			
Taxes and assessments	\$ —	\$ —	\$ —
Licenses and permits	—	—	—
Intergovernmental	—	—	—
Charges for services	—	—	—
Fines and forfeitures	—	—	—
Miscellaneous	—	—	—
Special Assessments	—	—	—
Investment earnings	—	—	—
Gain on disposal of capital assets	—	—	—
Total revenues	—	—	—
EXPENDITURES			
Current:			
General Government	—	—	—
Public Safety	—	—	—
Public Works	—	—	—
Public Health	—	—	—
Social & Economic Services	—	—	—
Cultural & Recreation	—	—	—
Housing & Community Development	—	—	—
Conservation of Natural Resources	—	—	—
Miscellaneous	—	—	—
Debt service:			
Interest	—	—	—
Principal retirement	—	—	—
Capital outlay:			
General Government	—	—	—
Public Safety	—	—	—
Public Works	—	—	—
Public Health	—	—	—
Social & Economic Services	—	—	—
Cultural & Recreation	—	—	—
Housing & Community Development	—	—	—
Conservation of Natural Resources	—	—	—
Miscellaneous	—	—	—
Total expenditures	—	—	—
Excess (deficiency) of revenues over expenditures	—	—	—
OTHER FINANCING SOURCES (USES)			
Transfers (out)	—	—	—
Contributions			
Transfers in	—	—	—
Issuance of long term debt/financed purchases	—	—	—
Total other financing sources (uses)	—	—	—
Net change in fund balances	—	—	—
Fund balances - beginning	679,662	34	889
Fund balances - ending	\$ 679,662	\$ 34	\$ 889

Continued

City of Missoula
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2025

	FY11 SIDEWALK & CURB BOND FUND	FY12 SIDEWALK & CURB BOND FUND	FY13 SIDEWALK & CURB BOND FUND
REVENUES			
Taxes and assessments	\$ —	\$ —	\$ —
Licenses and permits	—	—	—
Intergovernmental	—	—	—
Charges for services	—	—	—
Fines and forfeitures	—	—	—
Miscellaneous	—	—	—
Special Assessments	—	—	—
Investment earnings	2	—	—
Gain on disposal of capital assets	—	—	—
Total revenues	<u>2</u>	<u>—</u>	<u>—</u>
EXPENDITURES			
Current:			
General Government	—	—	—
Public Safety	—	—	—
Public Works	—	—	—
Public Health	—	—	—
Social & Economic Services	—	—	—
Cultural & Recreation	—	—	—
Housing & Community Development	—	—	—
Conservation of Natural Resources	—	—	—
Miscellaneous	—	—	—
Debt service:			
Interest	—	—	—
Principal retirement	—	—	—
Capital outlay:			
General Government	—	—	—
Public Safety	—	—	—
Public Works	—	—	—
Public Health	—	—	—
Social & Economic Services	—	—	—
Cultural & Recreation	—	—	—
Housing & Community Development	—	—	—
Conservation of Natural Resources	—	—	—
Miscellaneous	—	—	—
Total expenditures	<u>—</u>	<u>—</u>	<u>—</u>
Excess (deficiency) of revenues over expenditures	2	—	—
OTHER FINANCING SOURCES (USES)			
Transfers (out)	—	—	—
Transfers in	—	—	—
Issuance of long term debt/financed purchases	—	—	—
Total other financing sources (uses)	<u>—</u>	<u>—</u>	<u>—</u>
Net change in fund balances	2	—	—
Fund balances - beginning	538	48,779	33,363
Fund balances - ending	<u>\$ 540</u>	<u>\$ 48,779</u>	<u>\$ 33,363</u>

Continued

City of Missoula
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2025

	FY15 SIDEWALK & CURB BOND FUND	FY16 SIDEWALK & CURB BOND FUND	FY17 SIDEWALK & CURB CONSTRUCTION
REVENUES			
Taxes and assessments	\$ —	\$ —	\$ —
Licenses and permits	—	—	—
Intergovernmental	—	—	—
Charges for services	—	—	—
Fines and forfeitures	—	—	—
Miscellaneous	—	—	—
Special Assessments	—	—	—
Investment earnings	—	—	—
Gain on disposal of capital assets	—	—	—
Total revenues	<u>—</u>	<u>—</u>	<u>—</u>
EXPENDITURES			
Current:			
General Government	—	—	—
Public Safety	—	—	—
Public Works	—	—	—
Public Health	—	—	—
Social & Economic Services	—	—	—
Cultural & Recreation	—	—	—
Housing & Community Development	—	—	—
Conservation of Natural Resources	—	—	—
Miscellaneous	—	—	—
Debt service:			
Interest	—	—	—
Principal retirement	—	—	—
Capital outlay:			
General Government	—	—	—
Public Safety	—	—	—
Public Works	—	—	—
Public Health	—	—	—
Social & Economic Services	—	—	—
Cultural & Recreation	—	—	—
Housing & Community Development	—	—	—
Conservation of Natural Resources	—	—	—
Miscellaneous	—	—	—
Total expenditures	<u>—</u>	<u>—</u>	<u>—</u>
Excess (deficiency) of revenues over expenditures	—	—	—
OTHER FINANCING SOURCES (USES)			
Transfers (out)	—	—	—
Transfers in	—	—	—
Issuance of long term debt/financed purchases	—	—	—
Total other financing sources (uses)	<u>—</u>	<u>—</u>	<u>—</u>
Net change in fund balances	—	—	—
Fund balances - beginning	57,725	11,113	42,935
Fund balances - ending	<u>\$ 57,725</u>	<u>\$ 11,113</u>	<u>\$ 42,935</u>

Continued

City of Missoula
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2025

	FY18 SIDEWALK & CURB CONSTRUCTION	CY2022 SIDEWALK/ CURB	CY2023 SIDEWALK/ CURB
REVENUES			
Taxes and assessments	\$ —	\$ —	\$ —
Licenses and permits	—	—	—
Intergovernmental	—	—	—
Charges for services	—	—	—
Fines and forfeitures	—	—	—
Miscellaneous	—	3,500	—
Special Assessments	—	—	—
Investment earnings	—	8	—
Gain on disposal of capital assets	—	—	—
Total revenues	<u>—</u>	<u>3,508</u>	<u>—</u>
EXPENDITURES			
Current:			
General Government	—	—	—
Public Safety	—	—	—
Public Works	—	—	—
Public Health	—	—	—
Social & Economic Services	—	—	—
Cultural & Recreation	—	—	—
Housing & Community Development	—	—	—
Conservation of Natural Resources	—	—	—
Miscellaneous	—	—	—
Debt service:			
Interest	—	—	—
Principal retirement	—	—	—
Capital outlay:			
General Government	—	—	—
Public Safety	—	—	—
Public Works	—	—	—
Public Health	—	—	—
Social & Economic Services	—	—	—
Cultural & Recreation	—	—	—
Housing & Community Development	—	—	—
Conservation of Natural Resources	—	—	—
Miscellaneous	—	—	—
Total expenditures	<u>—</u>	<u>—</u>	<u>—</u>
Excess (deficiency) of revenues over expenditures	—	3,508	—
OTHER FINANCING SOURCES (USES)			
Transfers (out)	—	—	—
Transfers in	—	—	—
Issuance of long term debt/financed purchases	—	—	—
Total other financing sources (uses)	<u>—</u>	<u>—</u>	<u>—</u>
Net change in fund balances	—	3,508	—
Fund balances - beginning	<u>18,722</u>	<u>—</u>	<u>(25,203)</u>
Fund balances - ending	<u>\$ 18,722</u>	<u>\$ 3,508</u>	<u>\$ (25,203)</u>

Continued

City of Missoula
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2025

	CY2024 SIDEWALK/ CURB	CY2025 SIDEWALK/ CURB	MALONEY RANCH SID FUND
REVENUES			
Taxes and assessments	\$ —	\$ —	\$ —
Licenses and permits	—	—	—
Intergovernmental	—	—	—
Charges for services	—	—	—
Fines and forfeitures	—	—	—
Miscellaneous	198,411	—	—
Special Assessments	—	—	—
Investment earnings	417	—	3
Gain on disposal of capital assets	—	—	—
Total revenues	<u>198,828</u>	<u>—</u>	<u>3</u>
EXPENDITURES			
Current:			
General Government	—	—	—
Public Safety	—	—	—
Public Works	—	—	—
Public Health	—	—	—
Social & Economic Services	—	—	—
Cultural & Recreation	—	—	—
Housing & Community Development	—	—	—
Conservation of Natural Resources	—	—	—
Miscellaneous	—	—	—
Debt service:			
Interest	—	—	—
Principal retirement	—	—	—
Capital outlay:			
General Government	—	—	—
Public Safety	—	—	—
Public Works	17,888	12,811	—
Public Health	—	—	—
Social & Economic Services	—	—	—
Cultural & Recreation	—	—	—
Housing & Community Development	—	—	—
Conservation of Natural Resources	—	—	—
Miscellaneous	—	—	—
Total expenditures	<u>17,888</u>	<u>12,811</u>	<u>—</u>
Excess (deficiency) of revenues over expenditures	180,940	(12,811)	3
OTHER FINANCING SOURCES (USES)			
Transfers (out)	—	—	—
Contributions			
Transfers in	10,478	—	—
Issuance of long term debt/financed purchases	—	—	—
Total other financing sources (uses)	<u>10,478</u>	<u>—</u>	<u>—</u>
Net change in fund balances	191,418	(12,811)	3
Fund balances - beginning	<u>(11,086)</u>	<u>—</u>	<u>763</u>
Fund balances - ending	<u>\$ 180,332</u>	<u>\$ (12,811)</u>	<u>\$ 766</u>

Continued

City of Missoula
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2025

	RATTLESNAKE SEWER SID FUND	SID 534 LINCOLNWOOD FUND	SID536 LINCOLNWOOD SEWER PHASE II FUND
REVENUES			
Taxes and assessments	\$ —	\$ —	\$ —
Licenses and permits	—	—	—
Intergovernmental	—	—	—
Charges for services	—	—	—
Fines and forfeitures	—	—	—
Miscellaneous	—	—	—
Special Assessments	—	—	—
Investment earnings	—	—	5
Gain on disposal of capital assets	—	—	—
Total revenues	<u>—</u>	<u>—</u>	<u>5</u>
EXPENDITURES			
Current:			
General Government	—	—	—
Public Safety	—	—	—
Public Works	—	—	—
Public Health	—	—	—
Social & Economic Services	—	—	—
Cultural & Recreation	—	—	—
Housing & Community Development	—	—	—
Conservation of Natural Resources	—	—	—
Miscellaneous	—	—	—
Debt service:			
Interest	—	—	—
Principal retirement	—	—	—
Capital outlay:			
General Government	—	—	—
Public Safety	—	—	—
Public Works	—	—	—
Public Health	—	—	—
Social & Economic Services	—	—	—
Cultural & Recreation	—	—	—
Housing & Community Development	—	—	—
Conservation of Natural Resources	—	—	—
Miscellaneous	—	—	—
Total expenditures	<u>—</u>	<u>—</u>	<u>—</u>
Excess (deficiency) of revenues over expenditures	—	—	5
OTHER FINANCING SOURCES (USES)			
Transfers (out)	—	—	—
Transfers in	—	—	—
Issuance of long term debt/Issuance of long term	—	—	—
Total other financing sources (uses)	<u>—</u>	<u>—</u>	<u>—</u>
Net change in fund balances	—	—	5
Fund balances - beginning	11	(14)	2,222
Fund balances - ending	<u>\$ 11</u>	<u>\$ (14)</u>	<u>\$ 2,227</u>

Continued

City of Missoula
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2025

	SID 540 ENGLAND BLVD FUND	SID 541 PINEVIEW PARK FUND	MILLER CREEK MITIGATION FUND	MILLER CREEK TWITE CONSTRUCTIO N
REVENUES				
Taxes and assessments	\$ —	\$ —	\$ —	\$ —
Licenses and permits	—	—	—	—
Intergovernmental	—	—	—	—
Charges for services	—	—	—	—
Fines and forfeitures	—	—	—	—
Miscellaneous	—	—	—	—
Special Assessments	—	—	—	—
Investment earnings	6	55	8	4
Gain on disposal of capital assets	—	—	—	—
Total revenues	<u>6</u>	<u>55</u>	<u>8</u>	<u>4</u>
EXPENDITURES				
Current:				
General Government	—	—	—	—
Public Safety	—	—	—	—
Public Works	—	—	—	—
Public Health	—	—	—	—
Social & Economic Services	—	—	—	—
Cultural & Recreation	—	—	—	—
Housing & Community Development	—	—	—	—
Conservation of Natural Resources	—	—	—	—
Miscellaneous	—	—	—	—
Debt service:				
Interest	—	—	—	—
Principal retirement	—	—	—	—
Capital outlay:				
General Government	—	—	—	—
Public Safety	—	—	—	—
Public Works	—	—	—	—
Public Health	—	—	—	—
Social & Economic Services	—	—	—	—
Cultural & Recreation	—	—	—	—
Housing & Community Development	—	—	—	—
Conservation of Natural Resources	—	—	—	—
Miscellaneous	—	—	—	—
Total expenditures	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
Excess (deficiency) of revenues over expenditures	6	55	8	4
OTHER FINANCING SOURCES (USES)				
Transfers (out)	—	—	—	—
Transfers in	—	—	—	—
Issuance of long term debt/Issuance of long term	—	—	—	—
Total other financing sources (uses)	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
Net change in fund balances	6	55	8	4
Fund balances - beginning	<u>2,549</u>	<u>23,600</u>	<u>3,530</u>	<u>1,395</u>
Fund balances - ending	<u>\$ 2,555</u>	<u>\$ 23,655</u>	<u>\$ 3,538</u>	<u>\$ 1,399</u>

Continued

City of Missoula
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2025

	MILLER CREEK MALOHNEY CONSTRUCTION	MILLER CREEK MCCARTHY CONSTRUCTION	SID 548 5TH,6TH & ARTHUR
REVENUES			
Taxes and assessments	\$ —	\$ —	\$ —
Licenses and permits	—	—	—
Intergovernmental	—	—	—
Charges for services	—	—	—
Fines and forfeitures	—	—	—
Miscellaneous	—	—	—
Special Assessments	—	—	—
Investment earnings	23	43	280
Gain on disposal of capital assets	—	—	—
Total revenues	<u>23</u>	<u>43</u>	<u>280</u>
EXPENDITURES			
Current:			
General Government	—	—	—
Public Safety	—	—	—
Public Works	—	—	—
Public Health	—	—	—
Social & Economic Services	—	—	—
Cultural & Recreation	—	—	—
Housing & Community Development	—	—	—
Conservation of Natural Resources	—	—	—
Miscellaneous	—	—	—
Debt service:			
Interest	—	—	—
Principal retirement	—	—	—
Capital outlay:			
General Government	—	—	—
Public Safety	—	—	—
Public Works	—	—	—
Public Health	—	—	—
Social & Economic Services	—	—	—
Cultural & Recreation	—	—	—
Housing & Community Development	—	—	—
Conservation of Natural Resources	—	—	—
Miscellaneous	—	—	—
Total expenditures	<u>—</u>	<u>—</u>	<u>—</u>
Excess (deficiency) of revenues over expenditures	23	43	280
OTHER FINANCING SOURCES (USES)			
Transfers (out)	—	—	—
Transfers in	—	—	—
Issuance of long term debt/Issuance of long term	—	—	—
Total other financing sources (uses)	<u>—</u>	<u>—</u>	<u>—</u>
Net change in fund balances	23	43	280
Fund balances - beginning	10,035	18,676	120,773
Fund balances - ending	<u>\$ 10,058</u>	<u>\$ 18,719</u>	<u>\$ 121,053</u>

Continued

City of Missoula
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2025

	MALONEY/TWITE MILLER CR FUND	SID 549 HILLVIEW WAY	SID 544 RATTLESNAKE SEWER
REVENUES			
Taxes and assessments	\$ —	\$ —	\$ —
Licenses and permits	—	—	—
Intergovernmental	—	—	—
Charges for services	—	—	—
Fines and forfeitures	—	—	—
Miscellaneous	—	—	—
Special Assessments	—	—	—
Investment earnings	3	184	—
Gain on disposal of capital assets	—	—	—
Total revenues	<u>3</u>	<u>184</u>	<u>—</u>
EXPENDITURES			
Current:			
General Government	—	—	—
Public Safety	—	—	—
Public Works	—	—	—
Public Health	—	—	—
Social & Economic Services	—	—	—
Cultural & Recreation	—	—	—
Housing & Community Development	—	—	—
Conservation of Natural Resources	—	—	—
Miscellaneous	—	—	—
Debt service:			
Interest	—	—	—
Principal retirement	—	—	—
Capital outlay:			
General Government	—	—	—
Public Safety	—	—	—
Public Works	—	—	—
Public Health	—	—	—
Social & Economic Services	—	—	—
Cultural & Recreation	—	—	—
Housing & Community Development	—	—	—
Conservation of Natural Resources	—	—	—
Miscellaneous	—	—	—
Total expenditures	<u>—</u>	<u>—</u>	<u>—</u>
Excess (deficiency) of revenues over expenditures	3	184	—
OTHER FINANCING SOURCES (USES)			
Transfers (out)	—	—	—
Transfers in	—	—	—
Issuance of long term debt/Issuance of long term	—	—	—
Total other financing sources (uses)	<u>—</u>	<u>—</u>	<u>—</u>
Net change in fund balances	3	184	—
Fund balances - beginning	1,293	79,150	245
Fund balances - ending	<u>\$ 1,296</u>	<u>\$ 79,334</u>	<u>\$ 245</u>

Continued

City of Missoula
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2025

	SID 546 PATTEE CREEK DR. TRAFFIC CALMING	WAYFINDING PROJECT	BUILD GRANT
REVENUES			
Taxes and assessments	\$ —	\$ —	\$ —
Licenses and permits	—	—	—
Intergovernmental	—	—	—
Charges for services	—	—	—
Fines and forfeitures	—	—	—
Miscellaneous	—	—	—
Special Assessments	—	—	—
Investment earnings	—	231	—
Gain on disposal of capital assets	—	—	—
Total revenues	<u>—</u>	<u>231</u>	<u>—</u>
EXPENDITURES			
Current:			
General Government	—	—	—
Public Safety	—	—	—
Public Works	—	—	—
Public Health	—	—	—
Social & Economic Services	—	—	—
Cultural & Recreation	—	—	—
Housing & Community Development	—	—	—
Conservation of Natural Resources	—	—	—
Miscellaneous	—	—	—
Debt service:			
Interest	—	—	—
Principal retirement	—	—	—
Capital outlay:			
General Government	—	—	—
Public Safety	—	—	—
Public Works	—	—	311,853
Public Health	—	—	—
Social & Economic Services	—	—	—
Cultural & Recreation	—	—	—
Housing & Community Development	—	—	—
Conservation of Natural Resources	—	—	—
Miscellaneous	—	—	—
Total expenditures	<u>—</u>	<u>—</u>	<u>311,853</u>
Excess (deficiency) of revenues over expenditures	—	231	(311,853)
OTHER FINANCING SOURCES (USES)			
Transfers (out)	—	—	—
Transfers in	—	—	311,852
Issuance of long term debt/Issuance of long term	—	—	—
Total other financing sources (uses)	<u>—</u>	<u>—</u>	<u>311,852</u>
Net change in fund balances	—	231	(1)
Fund balances - beginning	<u>(320)</u>	<u>99,619</u>	<u>(3,671,002)</u>
Fund balances - ending	<u>\$ (320)</u>	<u>\$ 99,850</u>	<u>\$ (3,671,003)</u>

Continued

City of Missoula
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2025

	ARRA ENHANCEMENTS	ARRA HB645	WFL MILLER CREEK ROAD
REVENUES			
Taxes and assessments	\$ —	\$ —	\$ —
Licenses and permits	—	—	—
Intergovernmental	—	—	—
Charges for services	—	—	—
Fines and forfeitures	—	—	—
Miscellaneous	—	—	—
Special Assessments	—	—	—
Investment earnings	—	—	—
Gain on disposal of capital assets	—	—	—
Total revenues	<u>—</u>	<u>—</u>	<u>—</u>
EXPENDITURES			
Current:			
General Government	—	—	—
Public Safety	—	—	—
Public Works	—	—	—
Public Health	—	—	—
Social & Economic Services	—	—	—
Cultural & Recreation	—	—	—
Housing & Community Development	—	—	—
Conservation of Natural Resources	—	—	—
Miscellaneous	—	—	—
Debt service:			
Interest	—	—	—
Principal retirement	—	—	—
Capital outlay:			
General Government	—	—	—
Public Safety	—	—	—
Public Works	—	—	—
Public Health	—	—	—
Social & Economic Services	—	—	—
Cultural & Recreation	—	—	—
Housing & Community Development	—	—	—
Conservation of Natural Resources	—	—	—
Miscellaneous	—	—	—
Total expenditures	<u>—</u>	<u>—</u>	<u>—</u>
Excess (deficiency) of revenues over expenditures	—	—	—
OTHER FINANCING SOURCES (USES)			
Transfers (out)	—	—	—
Transfers in	—	—	—
Issuance of long term debt/Issuance of long term	—	—	—
Total other financing sources (uses)	<u>—</u>	<u>—</u>	<u>—</u>
Net change in fund balances	—	—	—
Fund balances - beginning	<u>(2,498)</u>	<u>(23,677)</u>	<u>(34)</u>
Fund balances - ending	<u>\$ (2,498)</u>	<u>\$ (23,677)</u>	<u>\$ (34)</u>

Continued

City of Missoula
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2025

	WESTERN FEDERAL LANDS	TOTAL NONMAJOR CAPITAL PROJECTS FUNDS
REVENUES		
Taxes and assessments	\$ —	\$ —
Licenses and permits	—	—
Intergovernmental	—	—
Charges for services	—	—
Fines and forfeitures	—	—
Miscellaneous	—	201,911
Special Assessments	—	—
Investment earnings	—	1,272
Gain on disposal of capital assets	—	—
Total revenues	<u>—</u>	<u>203,183</u>
EXPENDITURES		
Current:		
General Government	—	—
Public Safety	—	—
Public Works	—	—
Public Health	—	—
Social & Economic Services	—	—
Cultural & Recreation	—	—
Housing & Community Development	—	—
Conservation of Natural Resources	—	—
Miscellaneous	—	—
Debt service:		
Interest	—	—
Principal retirement	—	—
Capital outlay:		
General Government	—	—
Public Safety	—	—
Public Works	—	342,552
Public Health	—	—
Social & Economic Services	—	—
Cultural & Recreation	—	—
Housing & Community Development	—	—
Conservation of Natural Resources	—	—
Miscellaneous	—	—
Total expenditures	<u>—</u>	<u>342,552</u>
Excess (deficiency) of revenues over expenditures	—	(139,369)
OTHER FINANCING SOURCES (USES)		
Transfers (out)	—	—
Transfers in	—	322,330
Issuance of long term debt/Issuance of long term	—	—
Total other financing sources (uses)	<u>—</u>	<u>322,330</u>
Net change in fund balances	—	182,960
Fund balances - beginning	(5,711)	(2,481,923)
Fund balances - ending	<u>\$ (5,711)</u>	<u>\$ (2,298,963)</u>

NONMAJOR PROPRIETARY FUNDS

FUND DESCRIPTIONS

Non-major Proprietary Funds are used for operations (a) that are financed and operated in a manner similar to private business enterprise—when the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges or (b) where the City has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

Civic Stadium – 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.

Storm Water Fund - The Storm Water Division manages and monitors storm water system infrastructure, monitors discharge of rain and snow runoff into local waterways, monitors and maintains storm drains and outfalls, provides education in an effort to prevent pollutant discharge into the storm water system, monitors and maintains the levees, and ensures the City's storm water system complies with state and federal water quality standards.

Aquatics - 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.

City of Missoula
Combining Statement of Net Position
Non-Major Proprietary Funds
June 30, 2025

	Civic Stadium	Storm Water Utility	Aquatics	Total Nonmajor Enterprise Funds
ASSETS				
<u>Current assets:</u>				
Cash and Investments	\$ 14,395	\$ 1,562,856	\$ —	\$ 1,577,251
Due from other governments	—	751,839	—	751,839
Accounts Receivable	10,000	381,714	—	391,714
Leases Receivable, current portion	92,778	—	—	92,778
Interest Receivable	14,244	—	—	14,244
Advances receivable	18,485	—	—	18,485
Total current assets	149,902	2,696,409	—	2,846,311
<u>Noncurrent assets:</u>				
Cash and Investments	—	62,685	—	62,685
Leases Receivable, noncurrent portion	1,041,210	—	—	1,041,210
Intangibles	—	358,500	—	358,500
Subscription Asset	—	26,028	—	26,028
Construction work in progress	—	1,709,284	—	1,709,284
Improvements other than buildings	3,555,000	5,154,987	—	8,709,987
Machinery and equipment	—	127,390	—	127,390
Machinery and equipment - right to use - leased	—	48,285	—	48,285
Allowance for depreciation	(1,659,000)	(478,120)	—	(2,137,120)
Total noncurrent assets	2,937,210	7,009,039	—	9,946,249
DEFERRED OUTFLOW OF RESOURCES				
Deferred Outflow of Resources	—	68,287	—	68,287
Total Assets & Deferred Outflows of Resources	<u>\$ 3,087,112</u>	<u>\$ 9,773,735</u>	<u>\$ —</u>	<u>\$ 12,860,847</u>
LIABILITIES				
<u>Current liabilities:</u>				
Long-term liabilities - due within one year	50,667	60,282	—	110,949
Accrued expenses	—	21,620	—	21,620
Interfund payable	—	—	112,993	112,993
Leases payable	—	1,167	—	1,167
Subscriptions payable, current portion	—	6,010	—	6,010
Interest payable	—	2,075	—	2,075
Accounts payable	228,535	667,492	—	896,027
Compensated absences payable	—	6,322	—	6,322
Total current liabilities	279,202	764,968	112,993	1,157,163
<u>Noncurrent liabilities:</u>				
Long-term liabilities - due in more than one year	1,141,385	1,189,246	—	2,330,631
Other post employment benefits	—	25,920	—	25,920
Net pension liability	—	253,797	—	253,797
Leases payable, noncurrent portion	—	42,793	—	42,793
Subscriptions payable, noncurrent portion	—	6,445	—	6,445
Long-term portion of compensated absences	—	8,877	—	8,877
Total noncurrent liabilities	1,141,385	1,527,078	—	2,668,463
Total liabilities	1,420,587	2,292,046	112,993	3,825,626
DEFERRED INFLOWS OF RESOURCES				
Deferred Inflows of Resources	—	45,500	—	45,500
Deferred Inflows of Resources - leases	1,112,464	—	—	1,112,464
Total deferred inflows of resources	1,112,464	45,500	—	1,157,964
Total liabilities and deferred inflows of resources	<u>2,533,051</u>	<u>2,337,546</u>	<u>112,993</u>	<u>4,983,590</u>
NET POSITION				
Net investment in capital assets	703,948	5,640,411	—	6,344,359
Restricted for:				
Debt Service	—	62,685	—	62,685
Unrestricted	(149,887)	1,733,093	(112,993)	1,470,213
Total net position	<u>\$ 554,061</u>	<u>\$ 7,436,189</u>	<u>\$ (112,993)</u>	<u>\$ 7,877,257</u>

City of Missoula
Combining Statement of Revenues, Expenses, and Changes in Fund Net Position
Non-Major Proprietary Funds
June 30, 2025

	Civic Stadium	Storm Water Utility	Aquatics	Total Nonmajor Enterprise Funds
Operating Revenues				
Intergovernmental	\$ —	\$ 812,420	\$ —	\$ 812,420
Charges for services	—	1,839,436	—	1,839,436
Miscellaneous	280,001	6,438	—	286,439
Total operating revenues	280,001	2,658,294	—	2,938,295
Operating Expenses				
Maintenance and operations	254,648	317,214	—	571,862
Personal services	—	642,032	—	642,032
Fixed charges	—	79,448	—	79,448
Depreciation	118,500	156,833	—	275,333
Total operating expenses	373,148	1,195,527	—	1,568,675
Operating income (loss)	(93,147)	1,462,767	—	1,369,620
Non-operating revenues (expenses)				
Interest revenue	20,662	3,778	—	24,440
Debt service interest expense	(69,007)	(41,237)	—	(110,244)
Total nonoperating revenues (expenses)	(48,345)	(37,459)	—	(85,804)
Income (loss) before contributions and transfers	(141,492)	1,425,308	—	1,283,816
Contributions & Transfers				
Contributions	—	409,965	—	409,965
Transfers in	—	11,804	110,000	121,804
Transfers (out)	—	(275,275)	—	(275,275)
Net Contributions and Transfers	—	146,494	110,000	256,494
Change in net position	(141,492)	1,571,802	110,000	1,540,310
Total net position - beginning	695,553	5,864,387	(222,993)	6,336,947
Total net position - ending	\$ 554,061	\$ 7,436,189	\$ (112,993)	\$ 7,877,257

City of Missoula
Combining Statement of Cash Flows
Non-Major Proprietary Funds
For the Fiscal Year Ended June 30, 2025

	Civic Stadium	Storm Water Utility	Aquatics	Total Non Major Enterprise funds
Cash Flows from Operating Activities:				
Payments to employees	\$ —	\$ (645,828)	\$ —	\$ (645,828)
Cash receipts from customers	973	1,768,188	—	1,769,161
Payments to suppliers	(26,113)	201,607	—	175,494
Other receipts	280,001	479,475	—	759,476
Net cash provided (used) by operating activities	<u>254,861</u>	<u>1,803,442</u>	<u>—</u>	<u>2,058,303</u>
Cash Flows from Non-Capital Financing Activities:				
Transfers to other funds	—	(275,275)	—	(275,275)
Transfers from other funds	—	11,804	110,000	121,804
Payments on short term loans to other funds	(138,770)	—	(110,000)	(248,770)
Net cash provided by noncapital financing activities	<u>(138,770)</u>	<u>(263,471)</u>	<u>—</u>	<u>(402,241)</u>
Cash Flows from Capital and Related Financing Activities:				
Principal paid on debt	(47,885)	(75,292)	—	(123,177)
Interest paid on debt	(69,007)	(37,045)	—	(106,052)
Proceeds from lease receivables	110,550	—	—	110,550
Proceeds from long term debt issuances	—	22,067	—	22,067
Acquisition and construction of capital assets	—	(677,483)	—	(677,483)
Deferred Inflow of resources leases	(95,354)	—	—	(95,354)
Net cash used by capital and related financing activities	<u>(101,696)</u>	<u>(767,754)</u>	<u>—</u>	<u>(869,450)</u>
Cash Flows from Investing Activities:				
Interest on investments	—	3,778	—	3,778
Net cash provided by investing activities	<u>—</u>	<u>3,778</u>	<u>—</u>	<u>3,778</u>
Net increase (decrease) in cash and cash equivalents	14,395	775,995	—	790,390
Balances - beginning of year	—	849,546	—	849,546
Balances - end of the year	<u>\$ 14,395</u>	<u>\$ 1,625,541</u>	<u>\$ —</u>	<u>\$ 1,639,936</u>
Cash and cash equivalents consists of:				
Cash and cash equivalents	14,395	1,562,856	—	1,577,251
Restricted Cash and cash equivalents	—	62,685	—	62,685
Totals	<u>\$ 14,395</u>	<u>\$ 1,625,541</u>	<u>\$ —</u>	<u>\$ 1,639,936</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:				
Operating Income (Loss)	(93,147)	1,462,767	—	1,369,620
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation	118,500	156,833	—	275,333
Changes in assets and liabilities:				
Due From Other Government	—	(339,383)	—	(339,383)
Accounts and Other Receivables	—	(71,248)	—	(71,248)
Interfund and Advances Receivable	973	—	—	973
Prepaid items	—	7,267	—	7,267
Deferred Outflow of Resources	—	6,304	—	6,304
Accounts Payable	228,535	598,269	—	826,804
Accrued Expenses	—	4,101	—	4,101
Compensated absences payable	—	(2,124)	—	(2,124)
Other post employment benefits	—	179	—	179
Net Pension	—	(10,430)	—	(10,430)
Deferred Inflow of Resources	—	(9,093)	—	(9,093)
Net cash provided (used) by operating activities	<u>\$ 254,861</u>	<u>\$ 1,803,442</u>	<u>\$ —</u>	<u>\$ 2,058,303</u>
Noncash investing, capital and financing activities				
Obtaining a right-of-use asset in exchange for a lease liability	\$ —	\$ (4,192)	\$ —	\$ (4,192)
Developer contributions	—	409,965	—	409,965
Total noncash investing, capital and financing activities	<u>\$ —</u>	<u>\$ 405,773</u>	<u>\$ —</u>	<u>\$ 405,773</u>

City of Missoula, Montana
Combining Statement of Fiduciary Net Position
For the Year Ending June 30, 2025

	<u>COURT SURCHARGE</u>	<u>PUBLIC DEFENDER FEES</u>	<u>COUNTY CLEARING</u>	<u>SEWER REBATES</u>	<u>COUNTY PARK BOARD CIP</u>
ASSETS					
Cash	\$ 61,616	\$ 54	\$ —	\$ —	\$ 5,500
Interfund Receivable	—	—	—	—	—
Due From Other Governments	1,425	—	—	—	—
TOTAL ASSETS	<u>\$ 63,041</u>	<u>\$ 54</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 5,500</u>
LIABILITIES					
Accounts Payable	\$ 9,440	\$ —	\$ —	\$ —	\$ —
Interfund Payable	—	—	—	—	—
Due to Other Governments	7,991	—	—	—	—
TOTAL LIABILITIES	<u>\$ 17,431</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>
NET POSITION					
Restricted For:					
Other Governments	\$ —	\$ —	\$ —	\$ —	\$ 5,500
Individuals and organizations	45,610	54	—	—	—
Unassigned	—	—	—	—	\$ —
TOTAL NET POSITION	<u>\$ 45,610</u>	<u>\$ 54</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 5,500</u>

The notes to financial statements are an integral part of this statement.

Continued

City of Missoula, Montana
Combining Statement of Fiduciary Net Position
For the Year Ending June 30, 2025

	<u>ELK HILLS SUBDIVISION</u>	<u>MUNICIPAL COURT RESTITUTION</u>	<u>RATTLESNAKE CORNERSTONE TRAIL SW</u>	<u>YOUTH PROGRAMS</u>	<u>TOTAL ALL CUSTODIAL FUNDS</u>
ASSETS					
Cash	\$ 3,868	\$ 143,208	\$ 27,413	\$ 473	\$ 242,132
Interfund Receivable	—	—	—	—	—
Due From Other Governments	—	—	—	—	1,425
TOTAL ASSETS	<u>\$ 3,868</u>	<u>\$ 143,208</u>	<u>\$ 27,413</u>	<u>\$ 473</u>	<u>\$ 243,557</u>
LIABILITIES					
Accounts Payable	\$ —	\$ —	\$ —	\$ —	\$ 9,440
Interfund Payable	—	—	—	—	—
Due to Other Governments	3,900	—	—	477	12,368
TOTAL LIABILITIES	<u>\$ 3,900</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 477</u>	<u>\$ 21,808</u>
NET POSITION					
Restricted For:					
Other Governments	\$ —	\$ —	\$ —	\$ —	\$ 5,500
Individuals and organizations	(32)	143,208	27,413	—	216,249
Unassigned	—	—	—	—	—
TOTAL NET POSITION	<u>\$ (32)</u>	<u>\$ 143,208</u>	<u>\$ 27,413</u>	<u>\$ (4)</u>	<u>\$ 221,749</u>

The notes to financial statements are an integral part of this statement.

City of Missoula, Montana
Combining Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Year Ended June 30, 2025

	COURT SURCHARGE	PUBLIC DEFENDER FEES	COUNTY CLEARING	SEWER REBATES
ADDITIONS				
Contributions:				
Private contributions	\$ —	\$ —	\$ 1,841	\$ 24,790
Total Contributions	—	—	1,841	24,790
Total additions	\$ —	\$ —	\$ 1,841	\$ 24,790
DEDUCTIONS				
Recipient payments	\$ —	\$ —	\$ —	\$ —
Total Deductions	\$ —	\$ —	\$ —	\$ —
Net increase (decrease) in fiduciary net position	—	—	1,841	24,790
Net position - beginning	45,610	54	(1,841)	(24,790)
Net position - ending	<u>\$ 45,610</u>	<u>\$ 54</u>	<u>\$ —</u>	<u>\$ —</u>

Continued

The notes to financial statements are an integral part of this statement.

City of Missoula, Montana
Combining Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Year Ended June 30, 2025

	COUNTY PARK BOARD CIP	ELK HILLS SUBDIVISION	MUNICIPAL COURT RESTITUTION	RATTLESNAKE CORNERSTONE TRAIL SW
ADDITIONS				
Contributions:				
Private contributions	\$ —	\$ —	\$ 16,190	\$ —
Total Contributions	—	—	16,190	—
Total additions	\$ —	\$ —	\$ 16,190	\$ —
DEDUCTIONS				
Recipient payments	\$ —	\$ —	\$ —	\$ —
Total Deductions	\$ —	\$ —	\$ —	\$ —
Net increase (decrease) in fiduciary net position	—	—	16,190	—
Net position - beginning	5,500	(32)	127,018	27,413
Net position - ending	<u>\$ 5,500</u>	<u>\$ (32)</u>	<u>\$ 143,208</u>	<u>\$ 27,413</u>

Continued

The notes to financial statements are an integral part of this statement.

City of Missoula, Montana
Combining Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Year Ended June 30, 2025

	YOUTH PROGRAMS	TOTAL ALL CUSTODIAL FUNDS
ADDITIONS		
Contributions:		
Private contributions	\$ —	\$ 42,820
Total Contributions	—	42,820
 Total additions	 \$ —	 \$ 42,820
 DEDUCTIONS		
Recipient payments	\$ —	\$ —
Total Deductions	\$ —	\$ —
 Net increase (decrease) in fiduciary net position	 —	 42,820
 Net position - beginning	 (4)	 178,929
Net position - ending	\$ (4)	\$ 221,749

The notes to financial statements are an integral part of this statement.

Statistical Section

STATISTICAL SECTION

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

Contents

Page

Financial Trends

[217](#)

These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.

Revenue Capacity

[221](#)

These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.

Debt Capacity

[228](#)

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.

Demographic and Economic Information

[238](#)

These schedules offer demographic and economic indicators to help the reader understand how the information in the government's financial activities take place.

Operating Information

[243](#)

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.

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

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

	Fiscal Year									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Government activities										
Net Investment in capital assets	\$143,783,756	\$164,778,388	\$191,268,130	\$241,936,171	\$243,188,046	\$253,822,258	\$250,339,575	\$261,555,148	\$280,245,449	\$286,972,375
Restricted for:	—									
Cemetery Memorial	—		49,210	65,417	48,525	69,743	19,282	21,282	26,701	21,044
Title I Program & Revolving Loan Program	658,660	235,191	238,952	201,283	150,213	79,522	79,521	79,521	79,603	79,788
Cable contract restricted for CAT & PEG Access	—			—	—	37,623	22,445	—	—	—
Law Enforcement	293,319	3,653,132	281,688	239,295	396,093	474,186	473,159	443,024	483,679	558,184
Building construction inspections	1,451,087	1,998,851	2,430,808	2,297,328	2,372,509	2,398,523	2,271,749	1,780,580	785,386	469,476
Public Works safety & maintenance expenditures	186,680	125,277	138,965	146,600	207,568	249,982	347,107	285,267	288,665	297,077
Grant restrictions for program expenditures	509,292	960,141	1,526,669	1,797,259	2,260,369	2,407,373	1,674,840	1,811,459	1,835,865	1,831,996
Debt Service	12,298,508	12,935,752	8,988,864	7,875,840	6,978,724	6,174,549	5,471,279	4,650,033	4,130,648	3,859,624
Capital Projects	962,521	766,883	663,981	548,685	1,885,491	922,254	1,508,759	4,875,849	2,055,112	2,469,005
Unrestricted	(36,459,084)	(35,554,837)	(30,769,851)	(32,565,248)	(29,252,735)	(25,024,416)	(22,000,146)	(29,929,532)	(36,065,491)	(39,766,748)
Total government activities net position	<u>\$123,684,739</u>	<u>\$149,898,778</u>	<u>\$174,817,416</u>	<u>\$222,542,630</u>	<u>\$228,234,803</u>	<u>\$241,611,597</u>	<u>\$240,207,570</u>	<u>\$245,572,631</u>	<u>\$253,865,617</u>	<u>\$256,791,821</u>
Business-type activities										
Net Investment in capital assets	\$81,037,217	\$42,251,262	\$83,989,062	\$85,607,323	\$169,152,389	\$167,532,149	\$165,167,257	\$160,234,779	\$81,476,250	\$80,978,017
Restricted for:	—									
Debt Service	2,377,857	31,722,064	28,582,442	3,458,703	1,876,223	1,819,229	1,862,063	1,111,430	2,655,416	2,945,992
Capital Projects		2,500,000								
Unrestricted	136,698	(4,564,784)	(40,723,453)	(18,523,645)	(104,154,375)	(105,152,177)	(101,660,350)	(94,804,032)	(8,084,573)	2,126,885
Total business-type activities net position	<u>\$83,551,772</u>	<u>\$71,908,542</u>	<u>\$71,848,051</u>	<u>\$70,542,381</u>	<u>\$66,874,237</u>	<u>\$64,199,201</u>	<u>\$65,368,970</u>	<u>\$66,542,177</u>	<u>\$76,047,093</u>	<u>\$86,050,894</u>
Primary Government										
Net Investment in capital assets	\$224,820,973	\$207,029,650	\$275,257,192	\$327,543,494	\$412,340,435	\$421,354,407	\$415,506,832	\$421,789,927	\$361,721,699	\$367,950,392
Restricted for:	—	—								
Cemetery Memorial	—	—	49,210	65,417	48,525	69,743	19,282	21,282	26,701	21,044
Title I Program & Revolving Loan Program	658,660	235,191	238,952	201,283	150,213	79,522	79,521	79,521	79,603	79,788
Cable contract restricted for CAT & PEG Access	—	—	—	—	—	37,623	22,445	—	—	—
Law Enforcement	293,319	3,653,132	281,688	239,295	396,093	474,186	473,159	443,024	483,679	558,184
Building construction inspections	1,451,087	1,998,851	2,430,808	2,297,328	2,372,509	2,398,523	2,271,749	1,780,580	785,386	469,476
Public Works safety & maintenance expenditures	186,680	125,277	138,965	146,600	207,568	249,982	347,107	285,267	288,665	297,077
Grant restrictions for program expenditures	509,292	960,141	1,526,669	1,797,259	2,260,369	2,407,373	1,674,840	1,811,459	1,835,865	1,831,996
Debt Service	14,676,365	44,657,816	37,571,306	11,334,543	8,854,947	7,993,778	7,333,342	5,761,463	6,786,064	6,805,616
Capital Projects	962,521	3,266,883	663,981	548,685	1,885,491	922,254	1,508,759	4,875,849	2,055,112	2,469,005
Unrestricted	(36,322,386)	(40,119,621)	(71,493,304)	(51,088,893)	(133,407,110)	(130,176,593)	(123,660,496)	(124,733,564)	(44,150,064)	(37,639,863)
Total primary government net position	<u>\$207,236,511</u>	<u>\$221,807,320</u>	<u>\$246,665,467</u>	<u>\$293,085,011</u>	<u>\$295,109,040</u>	<u>\$305,810,798</u>	<u>\$305,576,540</u>	<u>\$312,114,808</u>	<u>\$329,912,710</u>	<u>\$342,842,715</u>

Source: City of Missoula

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

	Fiscal Year									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Expenses										
Governmental activities:										
General Government	\$11,793,813	\$8,022,538	\$6,702,490	\$3,314,764	\$14,642,783	\$16,059,953	\$17,864,460	\$18,171,688	\$18,442,640	\$23,079,784
Public Safety	29,481,389	20,910,167	18,848,719	9,035,075	36,758,389	40,422,332	46,782,491	43,879,159	45,174,198	58,144,252
Public Works	14,991,013	13,564,159	14,379,782	14,167,276	22,217,336	23,360,825	25,369,872	26,157,174	26,897,173	31,640,104
Public Health	1,775,343	1,223,889	1,094,587	482,545	2,062,581	2,187,889	2,555,587	3,412,635	2,493,380	3,166,490
Social And Economic	174,525	138,469	125,177	62,878	532,797	794,966	2,978,694	4,388,998	3,818,171	1,831,816
Culture And Recreation	1,045,843	4,376,832	4,300,816	2,681,621	7,647,136	8,815,294	9,176,503	10,429,914	11,762,819	17,235,968
Housing & Community Development	6,037,362	873,424	695,101	271,534	2,066,111	2,810,350	4,675,663	3,300,118	2,503,894	3,980,679
Miscellaneous	818,567	165,216	905,800	1,117,188	—	—	1,396,231	1,751,062	1,809,305	2,134,631
Debt Service Interest Expense	1,256,776	1,088,561	1,023,562	1,066,997	922,767	885,335	875,877	861,562	1,439,341	1,372,608
Total governmental activities expenses	67,374,631	50,363,255	48,076,034	32,199,878	86,849,900	95,336,944	111,675,378	112,352,310	114,340,921	142,586,332
Business-type activities										
Water	—	4,731,406	19,925,864	20,275,773	19,684,274	19,092,933	21,666,181	18,946,576	18,838,736	20,645,988
Waste Water	9,160,165	10,150,268	10,663,937	10,763,748	11,447,453	11,689,569	11,829,205	11,951,118	12,724,360	13,210,694
Storm Water	—	257,571	354,656	169,989	691,793	826,115	919,495	977,375	1,059,026	1,236,764
Aquatics	1,666,722	1,795,539	1,860,426	1,835,330	1,675,377	1,678,807	1,986,166	(540,292)	—	—
Civic Stadium	197,706	199,386	197,688	191,373	234,053	174,973	189,496	192,377	249,655	442,155
Total business-type activities expenses	11,024,593	17,134,170	33,002,571	33,236,213	33,732,950	33,462,397	36,590,543	31,527,154	32,871,777	35,535,601
Total primary government expenses	\$78,399,224	\$67,497,425	\$81,078,605	\$65,436,091	\$120,582,850	\$128,799,341	\$148,265,921	\$143,879,464	\$147,212,698	\$178,121,933
Program Revenues										
Government activities:										
Program revenues:										
Charges for services:										
General Government	\$2,054,748	\$1,948,255	\$1,826,540	\$4,993,904	\$5,028,809	\$5,433,738	\$7,364,013	\$5,247,064	\$6,357,315	\$7,550,979
Public Safety	6,036,116	3,214,812	6,075,381	5,146,845	5,049,382	6,075,083	5,567,726	4,624,044	4,907,085	6,912,979
Public Works	3,433,949	7,674,502	5,802,623	3,101,745	3,102,477	3,555,877	5,394,133	11,545,910	13,904,428	14,841,765
Public Health	115,170	119,956	104,624	120,041	85,432	120,878	143,836	231,914	351,909	392,650
Culture And Recreation	791,876	1,041,145	1,159,491	1,585,623	1,277,613	1,611,789	2,090,128	10,867,235	12,636,394	14,481,781
Housing And Community Development	345,629	242,922	293,388	304,906	360,174	355,450	534,286	599,708	529,707	398,305
Operating Grants & Contributions	2,879,310	1,370,235	2,019,938	10,567,260	13,859,183	13,180,238	15,990,286	5,283,587	4,557,779	8,486,730
Capital Grants & Contributions	5,683,590	7,885,240	5,937,782	1,753,473	1,620,471	2,956,024	3,332,827	4,105,915	4,403,343	3,399,886
Total governmental activities program revenues	21,340,388	23,497,067	23,219,767	27,573,797	30,383,541	33,289,077	40,417,235	42,505,377	47,647,960	56,465,075
Business-type activities										
Charges for services:										
Water	—	343,061	17,988,230	17,797,979	17,272,177	18,461,752	19,559,776	20,534,881	21,032,999	24,358,897
Waste Water	8,290,157	9,045,781	10,126,929	9,479,354	9,665,961	9,261,976	11,089,409	11,694,941	13,118,844	14,438,666
Storm Water	—	133,815	270,146	274,052	690,013	1,254,801	1,361,873	1,431,136	1,624,074	1,839,436
Aquatics	948,514	1,013,635	1,039,376	1,078,944	761,512	598,790	1,100,112	—	—	—
Operating Grants & Contributions	35,255	39,217	309,236	128,876	120,082	501,789	3,004,190	3,845,387	3,323,265	3,020,059
Capital Grants & Contributions	542,866	795,791	3,475,847	2,517,402	750,294	539,575	1,367,909	797,298	2,901,695	1,428,850
Total business-type activities program revenues	9,816,792	11,371,300	33,209,764	31,276,607	29,260,039	30,618,683	37,483,269	38,303,643	42,000,877	45,085,908
Total primary governmental program revenues	\$31,157,180	\$34,868,367	\$56,429,531	\$58,850,404	\$59,643,580	\$63,907,760	\$77,900,504	\$80,809,020	\$89,648,837	\$101,550,983

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

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Net (expense) revenue										
Governmental activities:	\$(46,034,243)	\$(26,866,188)	\$(24,856,267)	\$(4,626,081)	\$(56,466,359)	\$(62,047,867)	\$(71,258,143)	\$(69,846,933)	\$(66,692,961)	\$(86,121,257)
Business-type activities	(1,207,801)	(5,762,870)	207,193	(1,959,606)	(4,472,911)	(2,843,714)	892,726	6,776,489	9,129,100	9,550,307
Total primary government expenses	<u>\$(47,242,044)</u>	<u>\$(32,629,058)</u>	<u>\$(24,649,074)</u>	<u>\$(6,585,687)</u>	<u>\$(60,939,270)</u>	<u>\$(64,891,581)</u>	<u>\$(70,365,417)</u>	<u>\$(63,070,444)</u>	<u>\$(57,563,861)</u>	<u>\$(76,570,950)</u>
General Revenues and Other Changes in Net Position										
Governmental activities										
Property taxes for general purposes	\$28,615,524	\$31,774,735	\$31,802,470	\$31,075,065	\$34,828,278	\$34,712,152	\$38,498,166	\$41,015,202	\$42,691,737	\$55,677,396
Annexation & developer contributions	—	—	—	—	—	—	—	—	—	—
State contribution for retirement	—	—	—	—	—	—	—	—	—	—
Intergovernmental revenue	14,807,522	14,392,239	22,328,214	21,291,944	27,380,708	40,591,054	31,373,778	26,615,296	32,371,358	28,764,018
Interest Income	28,782	19,291	25,817	9,571	9,383	8,269	7,370	6,702	37,427	229,172
Gain on sale of capital assets	—	14,445	116,753	—	—	129,217	—	—	64,644	—
Miscellaneous	81,636	386,493	434,945	24,203	140,668	51,452	145,014	15,176	55,507	1,325,004
Interfund transactions	(203,000)	(203,000)	(109,155)	(353,899)	(200,505)	(44,231)	(170,212)	384,109	(234,726)	55,575
Special Items	—	—	—	—	—	—	—	—	—	—
Total governmental activities	<u>43,330,464</u>	<u>46,384,203</u>	<u>54,599,044</u>	<u>52,046,884</u>	<u>62,158,532</u>	<u>75,447,913</u>	<u>69,854,116</u>	<u>68,036,485</u>	<u>74,985,947</u>	<u>86,051,165</u>
Business-type activities										
Annexation & developer contributions	—	—	—	—	—	—	—	—	—	—
Interest Income	238,645	233,891	364,154	345,317	119,506	118,116	23,876	23,726	42,356	84,533
Miscellaneous	761,463	369,919	173,593	184,191	215,588	132,575	82,955	476,474	89,166	424,536
Gain or loss on sale of capital assets	—	—	—	—	—	15,694	—	—	9,568	—
Transfers	203,000	203,000	203,000	353,899	200,505	44,231	170,212	(384,109)	234,726	(55,575)
Special Items	—	—	—	—	253,540	—	—	—	—	—
Total business-type activities	<u>1,203,108</u>	<u>806,810</u>	<u>740,747</u>	<u>883,407</u>	<u>789,139</u>	<u>310,616</u>	<u>277,043</u>	<u>116,091</u>	<u>375,816</u>	<u>453,494</u>
Total primary government	<u>\$44,533,572</u>	<u>\$47,191,013</u>	<u>\$55,339,791</u>	<u>\$52,930,291</u>	<u>\$62,947,671</u>	<u>\$75,758,529</u>	<u>\$70,131,159</u>	<u>\$68,152,576</u>	<u>\$75,361,763</u>	<u>\$86,504,659</u>
Change in Net Position										
Governmental activities	\$(2,703,779)	\$19,518,015	\$29,742,777	\$47,420,803	\$5,692,173	\$13,400,046	\$(1,404,027)	\$(1,810,448)	\$8,292,986	\$(70,092)
Business-type activities	<u>(4,693)</u>	<u>(4,956,060)</u>	<u>947,940</u>	<u>(1,076,199)</u>	<u>(3,683,772)</u>	<u>(2,533,098)</u>	<u>1,169,769</u>	<u>6,892,580</u>	<u>9,504,916</u>	<u>10,003,801</u>
Total primary government	<u>\$(2,708,472)</u>	<u>\$14,561,955</u>	<u>\$30,690,717</u>	<u>\$46,344,604</u>	<u>\$2,008,401</u>	<u>\$10,866,948</u>	<u>\$(234,258)</u>	<u>\$5,082,132</u>	<u>\$17,797,902</u>	<u>\$9,933,709</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									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
General Fund										
Nonspendable*										
Inventory	\$ 1,055,988	\$ 1,143,230	\$ 1,088,330	\$ 203,933	\$ 227,469	\$ 255,616	\$ 281,338	\$ 318,823	\$ 363,086	\$ 386,865
Prepaid Expenses	277,986	253,003	244,220	212,581	211,918	234,820	439,669	323,730	298,132	316,422
Restricted*										
Cemetery memorial	7,490	25,587	49,210	65,417	48,525	69,743	19,282	21,282	26,701	21,044
Title I Revolving Loan programs	658,660	235,191	238,952	201,283	150,213	79,522	79,521	79,521	79,603	79,788
Assigned*	1,693,229	1,725,913	1,808,443	1,799,170	2,021,029	2,216,916	2,547,626	2,682,246	6,025,169	8,863,811
Unassigned*	1,799,445	452,861	1,361,438	2,221,389	7,042,452	9,657,882	6,082,386	5,432,065	2,608,917	2,181,318
Total General Fund	<u>\$5,492,798</u>	<u>\$3,835,785</u>	<u>\$4,790,593</u>	<u>\$4,703,773</u>	<u>\$9,701,606</u>	<u>\$12,514,499</u>	<u>\$9,449,822</u>	<u>\$8,857,667</u>	<u>\$9,401,608</u>	<u>\$11,849,248</u>
Road District #1 ^										
Prepaid Expenses									463,620	544,758
Restricted*									94,253	—
Road District Expenses									2,271,048	4,337,773
Total Road District 1	<u>\$—</u>	<u>\$—</u>	<u>\$—</u>	<u>\$—</u>	<u>\$—</u>	<u>\$—</u>	<u>\$—</u>	<u>\$—</u>	<u>\$2,828,921</u>	<u>\$4,882,531</u>
Park District #1 ^										
Inventory									90,262	97,276
Prepaid Expenses									91,309	0
Park District Expenses									2,469,469	2,108,910
Total Park District 1	<u>\$—</u>	<u>\$—</u>	<u>\$—</u>	<u>\$—</u>	<u>\$—</u>	<u>\$—</u>	<u>\$—</u>	<u>\$—</u>	<u>\$2,651,040</u>	<u>\$2,206,186</u>
Capital Improvement Fund										
Capital Project Expenses									797,490	1,026,697
Unassigned*									(9,488,042)	(17,848,466)
Total Capital Improvement Fund	<u>\$—</u>	<u>\$—</u>	<u>\$—</u>	<u>\$—</u>	<u>\$—</u>	<u>\$—</u>	<u>\$—</u>	<u>\$—</u>	<u>\$(8,690,552)</u>	<u>\$(16,821,769)</u>
All other governmental funds										
Nonspendable*	—	—	13,071	956,913	849,173	796,669	796,452	852,201	49,344	10,079
Restricted*	—	—	—	—	—	—	—	—	—	—
Building construction inspections	1,451,087	1,998,851	2,430,808	2,297,328	2,372,509	2,398,523	2,271,749	1,780,580	785,386	469,476
Capital Project expenditures	962,521	766,883	663,981	548,685	1,885,491	922,254	1,508,759	4,875,849	1,257,622	1,442,308
Debt	3,262,391	—	3,136,114	—	2,693,429	2,403,581	2,154,136	1,926,825	1,784,607	1,624,147
Grant restrictions for program expenditures	509,292	960,141	1,526,669	1,797,259	2,260,369	2,407,373	1,674,840	1,811,459	1,835,865	1,831,996
Law Enforcement	293,319	3,653,132	281,688	239,295	396,093	474,186	473,159	443,024	483,679	558,184
Cable contract for CAT & PEG Access	—	—	—	—	—	37,623	22,445	—	—	—
Public works safety & maintenance expenditures	186,680	125,277	138,965	146,600	207,568	249,982	347,107	285,267	288,665	297,077
Committed*	6,279,094	3,722,872	3,918,115	7,004,372	2,665,439	4,105,492	6,093,256	7,790,257	11,838,700	12,833,306
Assigned*	87,754	171,473	254,994	107,042	2,486,557	4,481,595	5,951,080	6,782,481	1,911,604	1,813,401
Unassigned*, reported in:										
Special revenue funds	(233,312)	(1,195,469)	(1,043,028)	(488,929)	(1,604,227)	(1,227,871)	(112,745)	(124,216)	(448,919)	(2,874,133)
Debt service funds	(351,757)	(379,470)	(424,989)	(523,259)	(683,209)	(813,177)	(900,505)	(714,054)	(745,740)	(729,348)
Capital projects funds	(9,958,916)	(7,741,322)	(4,668,696)	(6,827,416)	(5,794,699)	(9,721,097)	(8,172,506)	(9,882,068)	(3,739,545)	(3,741,271)
Water funds	(6,248,789)	—	—	—	—	—	—	—	—	—
Total other governmental funds	<u>\$(3,760,636)</u>	<u>\$2,082,368</u>	<u>\$6,227,692</u>	<u>\$5,257,890</u>	<u>\$7,734,493</u>	<u>\$6,515,133</u>	<u>\$12,107,227</u>	<u>\$15,827,605</u>	<u>\$15,301,268</u>	<u>\$13,535,222</u>

Source: City of Missoula

* Restated to conform to GASB Statement No. 54

^ Major fund starting in FY2024

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

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Revenues										
Taxes and assessments	\$34,184,222	\$35,696,747	\$37,925,774	\$39,630,596	\$44,210,226	\$44,946,524	\$49,742,791	\$57,201,362	\$62,779,154	\$75,640,685
Licenses and permits	3,848,093	4,442,858	4,155,070	3,724,341	3,835,593	3,989,256	4,339,072	4,377,105	3,933,655	5,092,327
Intergovernmental	19,423,835	19,139,911	19,778,757	20,356,805	26,249,296	31,202,503	28,067,535	31,033,002	32,532,918	31,859,981
Charges for services	7,047,188	7,987,808	9,004,140	10,102,660	9,632,732	11,546,739	13,492,889	13,762,265	14,874,857	18,006,300
Fines and forfeitures	1,546,732	1,624,922	1,363,828	1,201,427	1,046,496	821,077	688,838	614,773	543,724	418,048
Miscellaneous	733,501	764,867	884,455	687,826	2,911,544	1,363,319	5,173,728	711,343	1,284,619	2,149,222
Interest earnings	13,251	19,290	25,824	8,476	7,908	7,461	5,106	4,538	36,162	220,624
Contributions	—	—	—	71,148	—	—	170,000	858,974	750,603	2,582,376
Gain on disposal of capital assets	—	—	116,753	2,500	—	129,217	—	—	—	—
Total revenues	66,796,822	69,676,403	73,254,601	75,785,779	87,893,795	94,006,096	101,679,959	108,563,362	116,735,692	135,969,563
Expenditures										
General government	10,871,089	11,129,850	11,376,046	12,048,546	14,050,155	15,251,634	15,376,980	17,627,423	19,393,414	20,589,645
Public safety	29,027,968	29,870,105	31,998,361	33,115,239	35,571,461	38,956,591	41,020,940	43,237,786	47,577,977	55,498,575
Public works	10,519,825	7,950,005	8,209,804	8,349,017	9,810,059	10,505,649	11,215,997	12,363,415	13,700,396	17,676,609
Public health	1,706,945	1,797,051	1,933,801	1,987,047	2,058,335	2,172,719	2,311,604	3,501,008	2,754,531	3,184,301
Social and economic	175,000	210,000	226,459	265,161	534,610	793,418	1,472,996	2,511,561	1,883,299	1,847,292
Culture and recreation	4,769,242	5,046,809	5,582,925	6,131,688	6,388,641	7,462,997	8,249,288	10,572,845	12,795,772	15,072,735
Housing and Community Development	1,336,254	1,273,642	1,200,922	1,013,153	2,008,546	2,707,597	4,246,693	3,394,680	2,776,335	3,849,666
Miscellaneous	818,567	165,219	905,800	1,117,188	—	—	1,396,231	1,751,062	1,809,305	2,134,631
Debt service - principal	7,128,255	4,738,252	4,534,378	4,531,527	4,615,732	4,405,151	4,121,688	5,588,440	5,159,182	5,897,227
Debt service - interest	1,197,723	1,035,880	974,418	1,009,651	871,722	825,489	706,929	754,806	1,109,474	1,267,111
Capital outlay	6,366,171	12,903,656	7,019,541	7,083,080	8,104,048	8,731,161	15,476,732	12,048,410	18,618,717	16,721,460
Total expenditures	73,917,039	76,120,469	73,962,455	76,651,297	84,013,309	91,812,406	105,596,078	113,351,436	127,578,402	143,739,252
Excess of revenues over (under) expenditures	(7,120,217)	(6,444,066)	(707,854)	(865,518)	3,880,486	2,193,690	(3,916,119)	(4,788,074)	(10,842,710)	(7,769,689)
Other financing sources (uses)										
Transfers in	7,334,163	9,567,223	10,269,851	14,028,519	15,311,634	16,594,323	19,617,389	17,041,857	17,762,939	25,538,137
Transfers out	(8,056,043)	(10,284,306)	(10,898,986)	(14,918,044)	(16,055,436)	(17,171,226)	(20,425,947)	(16,783,572)	(18,083,780)	(25,529,718)
purchases	6,472,883	4,651,112	6,302,010	394,000	4,337,759	—	7,252,094	7,658,012	7,905,919	281,980
Total other financing sources (uses)	5,751,003	3,934,029	5,672,875	(495,525)	3,593,957	(576,903)	6,443,536	7,916,297	7,585,078	290,399
Net change in fund balances	\$(1,369,214)	\$(2,510,037)	\$4,965,021	\$(1,361,043)	\$7,474,443	\$1,616,787	\$2,527,417	\$3,128,223	\$(3,257,632)	\$(7,479,290)
Debt service as a percentage of non-capital expenditures	29.01%	46.46%	15.18%	17.48%	53.68%	7.32%	7.78%	5.56%	7.49%	6.50%

Source: City of Missoula

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

Taxing Authority	Fiscal Year									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
City of Missoula	252.81	260.08	252.27	242.17	237.24	236.59	234.25	240.38	200.38	242.24
County of Missoula										
County Wide	167.96	172.32	174.44	179.26	183.63	188.89	189.32	207.81	171.09	177.75
Open Space Bond Levy	2.74	3.22	3.10	3.15	1.84	1.82	2.27	2.70	1.08	2.13
Fort Missoula Regional Park	—	13.43	12.09	12.27	11.08	10.94	10.06	9.53	7.52	7.49
School Equalization	104.35	103.73	101.91	102.04	101.37	103.40	103.13	93.83	82.69	80.74
Total	275.05	292.70	291.54	296.72	297.92	305.05	304.78	313.87	262.38	268.11
District Schools										
School District One	149.71	180.04	212.54	216.04	201.69	199.09	175.93	178.63	178.63	160.26
High Schools	75.11	85.01	103.10	100.03	92.25	87.29	74.37	77.18	77.18	65.04
Total	224.82	265.05	315.64	316.07	293.94	286.38	250.30	255.81	255.81	225.30
State Levies										
University	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00
Welfare										
Education Foundation	40.00	40.00	40.00	40.00	40.00	40.00	40.00	40.00	32.90	40.00
Total	46.00	46.00	46.00	46.00	46.00	46.00	46.00	46.00	38.90	46.00
Urban Transportation District	40.47	40.47	36.78	37.29	37.99	38.56	56.80	57.57	54.14	55.17
Total Levy on City Residents	839.15	904.30	942.23	938.25	913.09	912.58	892.13	913.63	811.61	836.82
Overall Property Tax Increase (Decrease)	2.56%	7.76%	4.19%	-0.42%	-2.68%	-0.06%	-2.24%	2.41%	-11.17%	3.11%
Other Levies of Interest										
County Only	37.70	39.57	37.88	37.97	37.33	38.27	40.43	42.17	38.62	40.62
Missoula Rural Fire	112.61	114.33	110.38	113.69	141.94	143.35	134.94	137.22	118.40	124.09

Source: County of Missoula Accounting Office
Note: University mills not allocated to MRA.

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

Fiscal Year	Estimated Market Value	Taxable Value City Without Tax Increment	Ratio of Total Assessed Value to Total Estimated Market Value	Taxable Value Tax Increment Districts	Mill Levy
2016	\$ 7,303,174,348	\$ 111,843,874	1.53%	\$4,012,384	252.81
2017	7,390,919,522	113,132,406	1.53%	4,569,578	260.08
2018	8,176,081,623	121,755,578	1.49%	7,588,347	252.27
2019	8,234,651,575	121,729,687	1.48%	8,122,870	242.17
2020	9,768,373,003	141,506,539	1.45%	12,472,330	237.24
2021	9,797,918,693	142,180,160	1.45%	12,042,100	236.59
2022	11,205,282,631	159,852,961	1.43%	15,192,225	234.25
2023	11,379,130,630	162,036,362	1.42%	22,193,918	240.38
2024	14,816,746,411	206,857,587	1.40%	20,250,194	200.38
2025	14,971,130,385	207,004,459	1.38%	20,927,235	242.24

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)

Fiscal Year	Real Property	Personal Property	Centrally Assessed	Special Mobile & Mfd. Homes	Other	Tax Increment District	Total Taxable Assessed Value
2016	\$ 103,480	\$ 2,036	\$ 10,060	\$ 256	—	\$ (4,047)	\$ 111,785
2017	104,237	2,316	10,919	246	—	(4,570)	113,149
2018	116,282	2,379	10,436	246	—	(7,588)	121,756
2019	116,860	2,330	10,411	251	—	(8,123)	121,730
2020	140,108	2,715	10,863	294	—	(12,472)	141,507
2021	139,870	2,840	11,296	216	—	(12,042)	142,180
2022	160,179	2,772	11,848	247	—	(15,192)	159,853
2023	163,402	2,325	11,957	244	—	(15,891)	162,036
2024	212,066	3,492	11,109	441	—	(22,194)	204,914
2025	211,582	2,587	13,325	437	—	(20,927)	207,004

*Property in the City does have a Market Value and is assessed at the 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.

FY2015 - FY2021 are actual from DOR, FY2012 - FY2014 are estimated due to change in report format.

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		
		Value Number	Value Estimate	Value Number	Value Estimate	Value Number	Value Estimate	
2016	\$ 7,303,174,348	195	\$ 20,368,865	150	\$ 9,679,420	1,515	\$ 117,605,567	-4.35%
2017	7,390,919,522	246	25,059,568	736	41,624,374	1,576	161,435,250	37.27%
2018	8,176,081,623	253	25,610,521	310	15,000,260	1,434	167,128,016	3.53%
2019	8,234,651,575	199	21,063,583	249	11,568,904	1,269	164,408,755	-1.63%
2020	9,768,373,003	181	18,927,905	204	13,863,711	1,231	169,590,348	3.15%
2021	9,797,918,693	174	20,814,156	432	57,083,166	1,240	169,619,926	0.02%
2022	11,205,282,631	162	19,439,613	1,009	79,835,818	1,104	182,009,047	7.30%
2023	11,379,130,630	144	17,082,670	553	27,189,926	1,124	198,334,423	8.97%
2024	14,816,746,411	139	15,460,304	197	11,254,299	1,160	107,677,243	-45.71%
2025	14,589,018,898	164	14,943,048	404	31,109,255	1,912	233,459,503	116.81%

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

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

Taxpayer	Tax Year 2024 (FY25)			Tax Year 2015 (FY16)		
	Taxable Assessed Value	Rank	of City Taxable Assessed Value	Taxable Assessed Value	Rank	of City Taxable Assessed Value
NORTHWESTERN ENERGY-T & D	\$ 7,284,179	1	3.52%	\$ 669,534	1	0.60%
RCHP BILLINGS MISSOULA LLC	1,471,281	2	0.71%	1,124,923	5	1.01%
TOLLEFSON ENTERPRISES LLC	1,279,595	3	0.62%	684,235		0.61%
BNSF RAILWAY CO	1,278,300	4	0.62%		8	
GATEWAY LIMITED PARTNERSHIP	1,145,249	5	0.55%		9	0.00%
TOLLEFSON PROPERTIES LLC	1,058,561	6	0.51%	733,168		0.66%
STOCKMAN BANK OF MONTANA	947,545	7	0.46%	1,142,583		1.02%
VERIZON INC	906,134	8	0.44%	1,003,468	7	
CHARTER COMMUNICATIONS INC	881,607	9	0.43%	814,678	4	
SOUTHGATE MALL MONTANA II LLC	761,701	10	0.37%		6	
MOUNTAIN WATER COMPANY				1,610,569	2	1.44%
QWEST COMMUNICATIONS (Centurylink) **				1,459,704	3	1.31%
ST PATRICK HOSPITAL CORPORATION				438,358	10	0.39%
						0.00%
Total	<u>\$17,014,152</u>		<u>8.23%</u>	<u>\$9,681,220</u>		<u>7.04%</u>

* Formerly Community Hospital Corp

** Formerly Qwest Communications

*** Formerly Southgate Mall Associates

Source: Department of Revenue - Missoula County Finance Office

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

Fiscal Year Ended June 30th	Total Tax Levy for Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date*		
		Amount	Percentage of Levy		Amount	Percentage of Levy	Percentage of Delinquencies
2016	\$28,203,105	\$27,863,139	98.79%	\$ 100,318	\$27,963,457	99.15%	1.21%
2017	29,423,476	28,786,655	97.84%	98,256	28,884,910	98.17%	2.16%
2018	30,713,521	30,145,774	98.15%	217,539	30,363,313	98.86%	1.85%
2019	29,479,354	29,565,769	100.29%	100,367	29,666,136	100.63%	-0.29%
2020	33,571,121	32,934,137	98.10%	110,029	33,044,166	98.43%	1.90%
2021	33,638,366	33,706,131	100.20%	118,976	33,825,106	100.56%	-0.20%
2022	37,443,967	37,164,783	99.25%	71,132	37,235,914	99.44%	0.75%
2023	38,950,214	39,134,452	100.47%	105,738	39,240,190	100.74%	-0.47%
2024	41,060,667	40,578,489	98.83%	284,121	40,862,610	99.52%	1.17%
2025	50,144,649	50,114,229	99.94%	856,748	50,970,977	101.65%	0.06%

Source: City of Missoula

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

In 2014 this table was updated to reflect all taxes levied by the City of Missoula, not just the General Fund.

While 2014 delinquencies are within a normal range we feel it germane to the reader to mention the passage of SB96 which reduced 2014 tax receipts for strict personal property. The legislature attempted to make taxing jurisdictions whole by one-time payments. The City of Missoula received a one-time payment of \$327,628 which is reflected in Intergovernmental revenues rather than tax receipts.

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

The following general obligation debt ratios are provided as of June 30, 2025

Market Valuation	\$	14,971,130,385
Market Valuation (Less Tax Increment)	\$	14,950,203,150
Taxable Valuation	\$	227,931,694
Taxable Valuation (Less Tax Increment)	\$	207,004,459
Population	\$	77,238
Direct Debt Per Capita	\$	80
Direct and Overlapping Debt Per Capita	\$	1,513
Direct Debt to Market Valuation		0.04 %
Direct and Overlapping Debt to Market Valuation		0.78 %
Direct Debt to Taxable Valuation		2.70 %
Direct and Overlapping Debt to Taxable Valuation		51.26 %
Market Valuation per Capita	\$	193,832
Taxable Valuation per Capita	\$	2,951

Source: City of Missoula

SUMMARY OF DIRECT DEBT, INDIRECT DEBT AND DEBT RATIOS
REQUIRED CONTINUING DISCLOSURE
AS OF JUNE 30, 2025

Summary of Direct Debt			
	Gross Debt	Less: Debt Service Funds	Net Direct Debt
General Obligation Debt Supported by Taxes	\$6,146,848	\$—	\$ 6,146,848
Debt Supported by General Fund	24,884,194	—	24,884,194
Subtotal of Direct Debt	<u>\$31,031,042</u>		<u>\$31,031,042</u>

Summary of Indirect Debt			
	G.O. Debt as of Jun 30, 2025	Debt Applicable to Tax Capacity of City	
		Percentage^	Amount
Taxing Unit:			
Missoula County High School District	\$47,155,000	92.09%	\$ 43,425,040
Missoula County Elementary School District	58,125,000	50.16%	29,155,500
Hellgate Elementary School District	16,890,000	17.86%	3,016,554
School District No. 20 (Desmet)	4,850,000	4.11%	199,335
Missoula County	60,554,625	57.63%	34,897,630
Subtotal of Indirect Debt	<u>\$187,574,625</u>		<u>\$110,694,059</u>

Total of Direct and Indirect Debt	<u><u>\$141,725,101</u></u>
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Debt Ratios*		
	G.O. Net Direct Debt	G.O. Indirect & Net Direct Debt
Current Year Estimated Value	0.04%	0.78%
Per Capita	\$80	\$1,513

*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)

	Fiscal Year									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Debt Limit	\$182,579	\$184,773	\$204,402	\$205,866	\$244,209	\$244,948	\$280,132	\$284,478	\$370,419	\$374,278
Total net debt applicable to limit	8,731	7,548	6,462	5,490	4,545	3,640	3,640	1,785	820	820
Legal debt Margin	<u>\$173,848</u>	<u>\$177,225</u>	<u>\$197,940</u>	<u>\$200,376</u>	<u>\$239,664</u>	<u>\$241,308</u>	<u>\$276,492</u>	<u>\$282,693</u>	<u>\$369,599</u>	<u>\$373,458</u>
Total net debt applicable to the limit as a percentage of debt limit	<u>4.78%</u>	<u>4.09%</u>	<u>3.16%</u>	<u>2.67%</u>	<u>1.86%</u>	<u>1.49%</u>	<u>1.30%</u>	<u>0.63%</u>	<u>0.22%</u>	<u>0.22%</u>

Legal Debt Margin Calculation for Fiscal Year 2025

Assessed Value of Taxable Property as Ascertained by the last Assessment for Taxes	\$14,971,130
Debt Limit 2.5% of Assessed Value (1)	<u>2.50%</u>
General Obligation Debt Limit	374,278
Less: Outstanding General Obligation Debt, June 30, 2025	<u>820</u>
Total net debt applicable to limit	<u>373,458</u>
Legal Debt Margin	<u>\$ 373,458</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

	Governmental Activities										
Fiscal Year	General Obligation Bonds	Limited Obligation Bonds	Special Assessment Bonds	Bond Premiums/ (Discounts)	Loans Payable	Lease/Subscription Liability	Financed Purchases	Revenue Bonds from Direct Placements			
2016	\$8,395,000	\$5,100,000	\$10,693,500	\$383,138	\$336,190	\$ —	\$4,989,470	\$ —			
2017	7,305,000	4,650,000	12,173,827	363,981	242,822	—	4,879,043	—			
2018	6,315,000	7,779,735	11,148,712	344,824	147,321	—	5,626,847	—			
2019	5,440,000	7,238,622	10,202,468	325,667	49,659	—	3,954,212	—			
2020	4,545,000	6,630,913	8,367,410	306,510	—	—	7,061,527	—			
2021	3,640,000	6,133,708	7,264,142	287,353	—	—	5,164,473	—			
2022	2,720,000	5,611,828	6,340,670	268,196	237,552	432,611	10,757,198	—			
2023	1,785,000	5,067,304	5,385,804	249,039	—	344,189	9,940,120	5,507,000			
2024	820,000	4,492,015	5,326,848	229,882	—	2,708,764	12,020,533	5,433,000			
2025	415,000	3,910,731	4,632,725	210,725	—	3,403,311	8,721,211	5,242,000			
Business-Type Activities											
Fiscal Year	Revenue Bonds	Financed Purchases	Notes Payable	Bond Premiums/ (Discounts)	FBO Contracts Payable	Lease/Subscription Liability	Total Primary Government	Total Population	Debt as a Percentage of Personal Income	Debt Per Capita	Debt as a Percentage of Market Value
2016	\$18,799,002	\$92,293	\$1,392,863	\$—	\$—	\$—	\$50,181,456	72,070	1.58%	\$696.29	0.69%
2017	158,062,445	389,699	1,353,747	—	—	—	189,420,564	73,747	5.66%	\$2,568.52	2.56%
2018	157,684,279	401,474	1,312,237	—	5,525,518	—	196,285,947	74,977	5.54%	\$2,617.95	2.40%
2019	119,558,143	270,505	1,268,413	12,230,757	6,180,587	—	166,719,033	75,727	4.62%	\$2,201.59	2.02%
2020	120,488,146	546,263	1,222,145	14,649,058	5,885,775	—	169,702,747	73,489	4.48%	\$2,309.23	1.74%
2021	118,128,250	445,843	1,277,919	14,006,405	5,625,195	—	161,973,288	74,224	4.19%	\$2,182.23	1.65%
2022	117,557,013	634,725	1,328,466	13,363,752	5,364,616	141,240	164,757,867	74,966	4.18%	\$2,197.76	1.47%
2023	124,717,041	560,443	1,285,406	12,368,289	4,712,579	138,220	172,060,433	75,716	4.27%	\$2,272.45	1.51%
2024	130,691,343	504,003	1,239,937	11,725,635	4,466,038	135,232	179,793,230	76,473	4.38%	\$2,351.07	1.21%
2025	137,499,156	434,378	1,192,052	11,082,981	4,219,498	196,189	181,159,957	77,238	4.32%	\$2,345.49	1.21%

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

Fiscal Year	General Obligation Bonds*	Total Taxable Assessed Valuation	Percentage of Taxable Value of Property	Estimated Population	Per Capita
2016	\$8,395	\$111,844	7.51%	72,070	116.48
2017	7,305	113,132	6.46%	73,747	99.05
2018	6,315	121,756	5.19%	74,977	84.23
2019	5,440	121,730	4.47%	75,727	71.84
2020	4,545	141,507	3.21%	73,489	61.85
2021	3,640	142,180	2.56%	74,224	49.04
2022	2,720	159,853	1.70%	74,966	36.28
2023	1,785	162,036	1.10%	75,716	23.58
2024	820	206,858	0.40%	76,473	10.72
2025	415	207,004	0.20%	77,238	5.37

* Presented as net bonded debt (net bonded debt is balance of outstanding debt less restricted funds collected for debt payment). First year presented is FY2012. All other fiscal years is presented as total bonded 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 Serviced Requirements	
				Maximum Annual Debt Service Payment	Coverage (2)
2016	\$ 8,655,588	\$ 5,641,302	\$ 3,014,286	\$ 1,823,487	165.30%
2017	9,117,013	6,388,150	2,728,863	2,152,867	126.75%
2018	10,202,755	6,759,719	3,443,036	2,152,156	159.98%
2019	9,528,657	6,875,836	2,652,821	2,150,990	123.33% *
2020	9,715,870	7,224,178	2,491,692	2,128,784	117.05% *
2021	9,512,418	7,529,071	1,983,347	1,876,223	105.71% *
2022	11,715,534	8,132,737	3,582,797	1,819,229	196.94%
2023	11,891,970	8,262,964	3,629,006	1,968,553	184.35%
2024	13,239,583	8,699,311	4,540,272	2,004,494	226.50%
2025	16,176,370	9,214,182	6,962,188	2,042,482	340.87%

Source: City of Missoula Annual Financial Reports

* Pursuant to the covenants established in connection with the City's outstanding sewer revenue bonds, the City is required to maintain a debt service coverage ratio of not less than 125% of the amount required to pay principal of and interest on all sewer revenue bonds. For these fiscal years, the City's coverage ratio did not meet the minimum coverage requirement, as shown above. The City is in the process of reviewing its rates and charges and has contracted with a consulting firm to provide a rate study. Any changes implemented would adjust Net Revenues to be sufficient to cover the obligations of the City pursuant to the bond resolution.

(1) Exclude depreciation and non-cash pension expenses.

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

**CITY OF MISSOULA, MONTANA
PLEDGED - REVENUE COVERAGE
WATER REVENUE BONDS
Last Ten Fiscal Years**

Fiscal Year				Debt Service Requirements	
	Operating Revenues	Operating Expenses (1)	Net Revenue Available for Debt	Debt Service	Coverage (2)
2016					
2017					
2018					
2019	^ \$ 17,874,040	\$ 11,088,015	\$ 6,786,025	\$ 1,151,605	589.27%
2020	17,387,815	10,350,101	7,037,714	4,606,769	152.77%
2021	18,697,927	9,407,443	9,290,484	5,718,286	162.47%
2022	21,960,207	12,626,512	9,333,695	6,268,576	148.90%
2023	24,967,332	8,874,633	16,092,699	8,504,532	189.22%
2024	21,265,397	9,438,480	11,826,917	8,010,115	147.65%
2025	24,966,929	10,126,312	14,840,617	8,735,621	169.89%

Source: City of Missoula Annual Financial Reports

^ First year of Revenue Bond Payments

(1) Does not include depreciation, non cash pension expense or bond interest.

(2) Net revenues divided by the debt service made during the fiscal year.

**CITY OF MISSOULA, MONTANA
PLEDGED - REVENUE COVERAGE
PARKING COMMISSION REVENUE BONDS
Last Ten Fiscal Years**

Fiscal Year	Operating Revenues	Operating Expenses (A)	Net Available For Debt Service	Principal Paid	Interest Paid	Total Debt Service	Coverage (B)
2016	\$ 2,152,353	\$ 1,170,266	\$ 982,087	\$ 185,000	\$ 272,575	\$ 457,575	214.63%
2017	2,521,547	1,402,419	1,119,128	250,000	265,850	515,850	216.95%
2018	2,834,949	1,430,557	1,404,392	275,000	291,525	566,525	247.90%
2019	3,073,371	1,573,307	1,500,064	275,000	253,325	528,325	283.93%
2020	2,648,397	1,562,122	1,086,275	275,000	243,453	518,453	209.52%
2021	2,378,187	1,494,301	883,886	280,000	230,420	510,420	173.17%
2022	2,903,969	1,511,879	1,392,090	285,000	221,756	506,756	274.71%
2023	3,080,755	1,977,397	1,103,358	295,000	212,850	507,850	217.26%
2024	3,080,325	2,216,556	863,769	305,000	202,325	507,325	170.26%
2025	3,290,594	1,681,517	1,609,077	320,000	181,018	501,018	321.16%

(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
REVOLVING FUND YEAR-END BALANCES
REQUIRED CONTINUING DISCLOSURE
Last Ten Fiscal Years

Fiscal Year	Revolving Fund Cash Balance	Principal Amount of Bonds	Percentage
2016	\$ 535,000	\$ 10,693,500	5.0%
2017	624,223	12,173,827	5.1%
2018	557,436	11,148,712	5.0%
2019	510,123	10,202,468	5.0%
2020	418,370	8,367,410	5.0%
2021	363,207	7,264,142	5.0%
2022	317,033	6,340,670	5.0%
2023	269,290	5,385,804	5.0%
2024	266,618	5,326,848	5.0%
2025	244,218	4,632,725	5.3%

Source: City of Missoula

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

	Fiscal Year									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Beginning Balance	\$586,596	\$550,531	\$624,222	\$557,436	\$510,123	\$418,370	\$363,207	\$317,034	\$269,290	\$266,618
Disbursements/Transfers	(36,065)	73,691	(66,787)	(47,313)	(91,753)	(55,163)	(46,174)	(47,743)	(2,673)	(22,400)
Ending Balance	<u>\$550,531</u>	<u>\$624,222</u>	<u>\$557,436</u>	<u>\$510,123</u>	<u>\$418,370</u>	<u>\$363,207</u>	<u>\$317,033</u>	<u>\$269,290</u>	<u>\$266,618</u>	<u>\$266,618</u>
Assets:										
Cash	\$535,000	\$624,223	\$557,436	\$510,123	\$418,370	\$363,207	\$35,849	\$269,290	\$266,618	\$244,218
Due from SID Funds	—	41,452	25,920	—	—	—	281,184			
Other Receivables	72,514	—		10,557	919	—				
Total Assets	607,514	665,674	583,356	520,680	419,289	363,207	317,033	269,290	266,618	244,218
Liabilities:										
Interfund Payable						—	—			
Deferred Revenue	56,983	41,452	25,920	10,557	919	—	—			
Total Liabilities	56,983	41,452	25,920	10,557	919	—	—	—	—	—
Total Fund Balance	<u>\$550,531</u>	<u>\$624,222</u>	<u>\$557,436</u>	<u>\$510,123</u>	<u>\$418,370</u>	<u>\$363,207</u>	<u>\$317,033</u>	<u>\$269,290</u>	<u>\$266,618</u>	<u>\$244,218</u>

Source: City of Missoula

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

Fiscal Year	Population		Income Statistics		State Unemployment Rate	Missoula County Unemployment Rate
	Estimated City Population (1)	County Population (1)	Total Personal Income (2)	Per Capita Income (2)		
2016	72,070	116,130	\$ 5,125,320	\$ 44,134	3.5%	3.8%
2017	73,747	119,108	5,279,080	45,370	4.0%	3.6%
2018	74,977	120,447	5,466,596	47,215	4.0%	3.6%
2019	75,727	120,949	6,110,361	51,090	3.6%	3.3%
2020	73,489	117,922 *	6,171,465 *	51,601	5.0%	5.0%
2021 *	74,224 *	119,101 *	6,233,179 *	52,117	4.5%	4.7%
2022 *	74,966 *	120,292 *	6,295,511 *	52,638	2.8%	2.8%
2023 *	75,716 *	121,495 *	6,358,466 *	53,164	2.6%	2.6%
2024 *	76,473 *	122,710 *	6,422,051 *	53,696	3.1%	3.2%
2025	77,238 *	123,937 *	6,486,271 *	54,233	2.9%	2.8%

(1) 2020 population is from the US Census Bureau. All other years are estimates.

(2) 2019 data comes from MT DLI and is most recent year. Only Missoula County information available.

* Estimate based on average increase of prior years.

Source - Bureau of Economic Analysis, Department of Labor & Industry, Research & Analysis Bureau and City of Missoula,
Development Services Department

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

Employer	Type of Product or Service	2025	Percentage of Total City Employment	2016	Percentage of Total City Employment
University of Montana	Higher Education	3,009	3.90%	2,897	4.02%
St. Patrick Hospital	Healthcare	1,931	2.50%	1,542	2.14%
Community Medical Center	Healthcare	1,354	1.75%	905	1.26%
Missoula County Public Schools	Public Education	1,197	1.55%	1,113	1.54%
Missoula County	Government	878	1.14%	852	1.18%
City of Missoula	Government	787	1.02%	546	0.76%
Wal-Mart	Retail	585	0.76%	585	0.81%
Providence Medical Group	Healthcare	520	0.67%	*	
US Forest Service	Government	479	0.62%	693	0.96%
BNSF	Railway	390	0.50%	1167	1.62%

* Employers were added after 2014

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

Function/Program	Fiscal Year									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Administrative										
City Council	4.50	4.50	4.50	4.50	4.50	4.50	4.50	4.50	4.50	4.50
Mayor's Office	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	4.00
Human Resources	4.00	4.00	5.00	5.00	7.30	7.30	8.70	8.30	8.30	8.50
City Clerk	5.00	5.00	5.00	5.00	5.00	5.00	5.50	3.00	3.00	3.00
Information Systems	8.00	8.00	8.00	11.00	12.00	12.00	13.00	15.00	15.00	16.00
Finance/Treasurer	15.00	16.00	15.00	14.00	14.00	14.00	14.00	13.00	13.00	13.00
Central Services	3.00	3.00	2.00	2.00	1.00	1.00	2.00	3.00	3.00	4.00
Housing & Community Development	—	3.00	4.75	5.75	10.75	10.75	10.75	—	—	—
City Attorney	16.00	16.00	17.00	17.00	18.00	18.00	19.00	18.20	18.20	20.95
Facility Maintenance	—	—	2.00	2.00	2.00	2.00	2.00	2.00	2.00	3.00
Fleet Maintenance	10.50	10.50	9.75	9.75	10.75	10.75	10.75	10.75	10.75	10.75
Public Safety										
Municipal Court	17.85	17.85	17.35	17.35	19.60	19.60	19.60	22.00	22.00	22.00
Police Department	132.00	134.50	134.50	134.80	143.75	143.75	145.75	152.80	152.80	153.80
Fire Department	95.00	95.00	95.00	95.00	96.00	96.00	96.00	98.00	98.00	130.00
Public Works										
Development Services	23.75	23.87	25.60	25.60	26.30	26.30	30.30	43.95	43.95	46.67
GIS	—	—	—	—	—	—	—	—	—	—
Public Works - Operations	8.42	8.53	8.53	—	—	—	—	—	—	—
Public Works - Engineering	—	—	—	—	—	—	—	—	—	—
Street Division	28.79	28.79	28.00	—	—	—	—	—	—	—
City Cemetery	8.92	8.91	8.91	8.91	8.91	8.91	8.91	7.72	7.72	—
Planning	4.50	4.50	5.50	5.76	5.76	5.76	5.76	—	—	—
Building Inspection	12.00	11.88	13.40	13.90	14.50	14.50	14.50	17.83	17.83	17.83
Road District 1	0.75	2.66	4.38	40.22	52.21	52.21	52.21	65.85	66.85	77.91
Transportation	9.57	9.57	9.57	9.57	9.64	9.64	9.64	10.30	10.30	9.00
Water	—	—	32.00	38.42	39.90	39.90	41.90	41.49	41.49	42.04
Wastewater	24.00	24.00	30.16	32.66	38.01	38.01	39.01	42.35	42.35	45.43
Storm Water	—	2.00	4.00	4.00	6.75	6.75	6.75	9.05	9.05	7.57
Culture and Recreation										
Parks and Recreation	57.60	59.60	59.60	—	—	—	—	—	—	—
Fort Missoula Regional Park - Recreation	—	1.75	7.46	6.05	3.40	3.40	3.40	3.75	3.75	4.60
Fort Missoula Regional Park - Ops & Maint	—	—	—	3.62	3.62	3.62	3.62	3.62	3.62	3.75
Open Space Levy Fund	—	—	—	—	3.23	3.23	3.23	5.32	5.32	6.32
Parks District 1	2.73	7.22	8.49	69.07	73.09	73.09	78.36	103.63	104.71	112.37
Aquatics	23.88	23.77	24.13	26.99	25.30	24.17	24.17	—	—	—
Agencies										
Parking Commission	11.50	11.50	12.50	12.00	11.80	11.80	11.80	12.75	12.75	12.80
MRA	6.00	6.00	6.00	6.00	6.00	6.00	6.00	7.00	7.00	7.00
Total	545.76	564.40	620.58	638.42	678.07	676.94	696.11	730.16	732.24	786.79

Source: City of Missoula

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

Bargaining Unit	Number of Members	Date of Expired Contract
International Association of Firefighters, Local No. 271**	117	June 30, 2027
Missoula Police Protective Association	112	June 30, 2027
Montana Federation of Public Employees *		
Building Inspectors	8	June 30, 2027
Maintenance Technicians in Parks and Recreation Dept.	7	June 30, 2027
WW Chemists**	3	June 30, 2028
Planners	18	June 30, 2027
Parking Commission	6	June 30, 2025
Wastewater Plant Operators	8	June 30, 2026
Engineering Employees Association**	10	June 30, 2027
Teamsters Union, Local No. 2 - Street Dept. **	27	June 30, 2027
Operators' Union, Local No. 4000 - Street Dept. **	10	June 30, 2027
Machinists Union, Local No. 88, District No. 86	9	June 30, 2027
Teamsters, Parks and Recreation Seasonal**	36	June 30, 2027
Wastewater Operator's Union, Local 400**	9	June 30, 2026
International Brotherhood of Electrical Workers	4	June 30, 2026
Teamsters Union, Local No. 2 - Compost**	8	June 30, 2028

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, 2019, the City employed approximately 638 workers, including Seasonal and Intermittent. Of the total City workforce, approximately 46% 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.

* Formerly MPEA and MEA-MFT

** At time of publication, collective bargaining negotiations were ongoing

Source: City of Missoula

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

	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
Goods Producing	4,900	5,100	5,500	6,100	6,100	6,400	6,900	7,200	7,100	7,000
Trade, Transportation and Utilities	12,200	12,200	12,600	13,100	12,800	12,200	13,100	13,500	13,600	13,800
Professional and Business Service	6,400	6,500	6,600	6,900	7,300	6,900	7,400	7,600	8,100	8,100
Educational and Health Services	10,400	10,800	10,900	10,600	10,800	10,800	10,900	11,200	11,200	12,800
Healthcare and Social Assistance	9,800	10,100	10,300	10,100	10,200	10,000	10,300	10,600	11,200	11,300
Leisure and Hospitality	8,100	8,500	8,500	8,600	7,700	7,400	7,900	8,500	8,500	9,200
Government	10,800	11,000	10,900	10,800	10,800	10,300	10,900	10,900	10,900	11,900
	<u>62,600</u>	<u>64,200</u>	<u>65,300</u>	<u>66,200</u>	<u>65,700</u>	<u>64,000</u>	<u>67,400</u>	<u>69,500</u>	<u>70,600</u>	<u>74,100</u>

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

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

Function/Program	Fiscal Year									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
General Government										
Business Licenses Issued	5,821	5,658	5,466	5,007	4,903	5,379	4,691	4,880	4,942	5,377
Amount of SID's Billed	\$2,221,810	\$2,516,030	\$2,372,380	\$2,103,905	\$ 1,992,752	\$ 1,930,507	\$ 1,812,067	\$ 1,680,671	\$ 1,617,546	\$ 1,614,180
# Sewer Bills	45,664	46,326	47,232	47,994	48,158	49,457	++	++	++	++
# of Utility Customers							25,073	25,073	25,044	25,229
Public Safety Activities										
Orders of Protection issued	351	245	193	261	187	228	227	203	198	273
Attorney's Office - Lawsuits & Claims	35	25	33	41	43	33	49	46	42	46
Attorney Prosecution - Opened files	3,777	4,238	3,248	3,898	3,689	2,584	3,210	3,409	3,442	3,268
Patrol area (sq miles)						35	35	35	35	35
Officers/1,000 population	2	1	1	1	2	+	+	+	+	+
Total sworn officers	109	106	109	107	116	117	117	119	120	119
Police calls for Service **	53,206	54,126	51,396	50,624	50,525	52,550	51,974	56,406	55,033	51,107
Total Fire Department Incident Responses*	7,865	8,169	9,043	9,366	9,436	11,245	12,566	12,295	14,419	13,933
Public Works										
Miles of sidewalk installed	3.48	4.15	8.13	17.11	5.75	5.30	2.61	3.16	8.60	5.25
Building Permits Issued	1,515	1,576	1,434	1,269	1,231	1,240	1,104	1,124	1,160	1,912
Construction Value of Bldg permits issued	\$117,605,567	\$161,435,250	\$167,128,016	\$164,408,755	\$ 169,590,348	\$ 169,619,926	\$ 182,009,047	\$ 198,334,423	\$ 107,677,243	\$ 233,459,503
Miles of Street	385	386	390	399	404	411	413	420	429	430
Population	72,070	73,747	74,977	75,727	73,489	74,224	74,966	75,716	76,473	77,238

Source: City of Missoula

* Fire Department Incident Responses are based on Calendar Years. Current Year number through 11/20/2025.

** Police Department data is current (as of 11/19/2025) and are based on Calendar Years.

+ Officers per 1,000 population was deemed to be an inappropriate measure so in FY2021 we added square miles of patrol area

++Beginning in FY22, this metric is no longer useful as all utilities went to monthly billing. See # of Utility Customers (Utility customers may have more than one account)

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

Function	Fiscal Year									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
GENERAL GOVERNMENT										
Vehicles	2	2	2	4	5	4	4	4	4	4
Buildings	5	5	6	7	7	7	7	7	7	7
PUBLIC SAFETY ACTIVITIES										
Fire Stations	5	5	5	5	5	5	5	5	5	5
Fire Engines/Trucks/Vehicles/Vans	34	31	32	36	46	48	49	50	54	56
Police Motorcycles	5	5	5	5	4	4	4	6	4	5
Police Patrol Cars/Passenger Vehicles/Other Vehicles	67	72	77	82	78	84	90	87	107	94
PUBLIC WORKS										
Streets (sq. yards)	8,050,257	8,287,391	8,530,773	8,982,795	9,087,560	9,174,774	9,221,513	9,340,389	9,512,117	9,560,799
Curbs (lineal feet)	2,273,980	2,288,394	2,327,924	2,434,617	2,448,939	2,465,898	2,476,460	2,490,427	2,548,802	2,573,946
Sidewalks (sq. feet)	13,795,344	13,904,798	14,119,387	14,854,165	15,006,053	15,145,942	15,214,967	15,298,518	15,525,644	15,664,336
Storm Sewer (lineal feet)	183,538	184,199	189,001	189,061	189,061	191,220	191,267	191,267	192,571	193,085
Sumps	5,617	5,624	5,742	5,843	5,852	5,873	5,916	5,966	6,150	6,260
Signs	62,704	63,571	64,438	65,305	66,172	67,039	67,906	68,773	69,640	70,507
Vehicles	225	248	285	243	247	252	262	271	271	245
Buildings	5	6	5	5	5	6	6	6	6	6
PUBLIC HEALTH ACTIVITIES										
Cemetery & Buildings	7	7	7	7	7	7	7	7	7	7
Vehicles/Tractors/Trucks/Mowers	20	18	18	23	23	27	30	25	25	28
CULTURE AND RECREATION										
Parks	72	71	72	73	73	73	73	73	73	73
Trails										
Commuter	23	23	23	24	24	33	33	25	25	25
Recreational	58	56	59	56	56	76	76	76	76	76
Park Shelter/Band Shells/Pavilions	24	20	21	25	25	25	25	32	32	32
Buildings	23	23	23	30	30	30	30	34	34	34
Vehicles (Including trailers)	115	112	112	127	140	146	149	154	150	156
HOUSING & COMMUNITY DEVELOPMENT										
Vehicles	1	1	1	2	2	2	3	2	2	1

Source: City of Missoula Capital Asset Accounting Module

Source: Various City of Missoula Departments

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

Fiscal Year	Assessments Billed	Current Assessments Paid	Percent Collected	Delinquent Assessments Paid	Total Assessments Paid	Penalty and Interest Paid
2016	\$ 2,221,810	\$ 2,185,888	98.38%	\$ 5,286	\$ 2,191,174	\$ 4,989
2017	2,516,030	2,454,187	97.54%	35,599	2,489,786	4,337
2018	2,372,380	2,301,098	97.00%	58,556	2,359,653	4,321
2019	2,103,905	2,117,431	100.64%	8,740	2,126,171	7,837
2020	1,992,752	1,984,703	99.60%	59	1,984,762	5,006
2021	1,930,507	1,914,818	99.19%	280	1,915,098	5,000
2022	1,812,067	1,841,012	101.60%	—	1,841,012	5,111
2023	1,680,671	1,663,355	98.97%	1,298	1,664,653	3,333
2024	1,617,546	1,620,454	100.18%	1,297	1,621,751	3,587
2025	1,614,180	1,591,533	98.60%	849	1,592,382	4,777

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 DISTRICTS
Current as of June 30, 2025

SID Number	Combined Market Value of All Districts	Average Ratio of Market Value to Assessments of Individual Parcels	Highest Ratio of Market Value to Assessments of Individual Parcels	Lowest Ratio of Market Value to Assessments of Individual Parcels	Median Ratio of Market Value to Assessments of Individual Parcels
FY2016 Total	\$ 2,446,652,631	4,299.09	1,131,599.24	0.17	832.07
FY2017 Total	2,320,102,073	5,830.90	310,647.67	0.18	1,654.98
FY2018 Total	2,218,830,951	276.69	11,208.76	0.02	81.75
FY2019 Total	2,209,493,639	286.78	11,208.76	0.02	88.76
FY2020 Total	2,376,107,413	262.83	11,435.71	0.02	96.43
FY2021 Total	2,473,497,956	315.92	16,681.65	0.02	116.19
FY2022 Total	2,788,692,428	316.73	17,931.13	0.02	117.88
FY2023 Total	1,638,779,244	402.56	45,113.48	0.02	116.68
FY2024 Total	2,483,805,952	561.13	86,118.88	0.01	138.49
534	27,623,205	109.88	216.34	26.59	106.46
536	46,755,942	106.72	257.77	4.75	105.23
540	240,232,410	191.14	312.58	2.80	186.55
541	1,027,492,942	1,718.43	86,118.88	0.02	1,309.31
544	175,134,603	93.42	426.75	15.05	88.09
549	380,923,594	251.38	1,264.98	4.99	229.85
CS08	59,870,440	292.44	3,316.65	22.10	192.88
CS09	41,764,514	120.92	669.56	11.26	87.65
CS10	72,063,368	176.50	2,626.01	12.88	104.97
CS12	102,406,801	592.47	12,607.67	0.01	252.81
CS13	86,469,104	3,341.14	57,049.40	2.40	554.40
CS15	47,099,444	309.72	4,315.69	9.16	147.36
CS16	46,796,680	548.18	7,547.05	16.49	154.24
CS17	27,627,913	534.66	13,942.85	10.37	124.51
CS18	44,112,045	746.80	9,932.76	36.64	227.40
CS23	53,317,989	402.30	2,365.94	6.93	131.50
CS25	18,398,746	146.56	979.74	12.90	103.91
CS07	22,503,481	61.36	170.40	22.73	46.52
53	7,258,521	117.06	449.14	24.75	32.69
54	94,784,870	692.16	723.82	655.85	687.56
55	23,990,244	426.90	1,146.59	7.18	445.25
FY2025 Total	\$2,646,626,856	522.86	86,118.88	0.01	147.36

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

**CITY OF MISSOULA, MONTANA
CITY OF MISSOULA WATER DIVISION
USER RATES CHARGES
LAST TEN FISCAL YEARS**

Fiscal Year	Metered charges				Flat Rate Charges					
	Residential Base Rate (5/8" meter)	Commercial (1" meter)	Commercial (3" meter)	Consumption rate for all usage^	Single Family Dwellings	Each room after 4	Efficiency	Business/ Church	Swimming Pool	Sprinkling * (minimum \$42.01)
2016										
2017										
2018*	\$ 16.26	\$ 36.92	\$ 209.10	\$ 1.9156	\$ 49.17	\$ 5.85	\$ 27.01	\$ 52.70	\$ 88.26	\$ 3.8313
2019	16.26	36.92	209.10	1.9156	49.17	5.85	25.77	52.70	88.26	3.8313
2020	16.26	36.92	209.10	1.9156	49.17	5.85	25.77	52.70	88.26	3.8313
2021	17.30	39.29	222.52	2.0000	51.54	6.13	27.01	55.24	92.51	4.0100
2022	16.75	38.03	215.37	1.9800	50.65	6.03	26.54	54.28	90.91	3.9400
2023	17.59	39.93	226.14	2.08	53.18	6.33	27.87	56.99	95.46	4.1400
2024	18.47	41.93	237.45	2.18	55.84	6.65	29.26	59.84	100.23	4.3500
2025	19.76	44.87	254.07	2.33	59.75	7.12	31.31	64.03	107.25	4.6500

Source: City of Missoula

* First year of tracking data is FY18

^ Rate is based on per 100 cubic feet (ccf) of water consumption

CITY OF MISSOULA, MONTANA
CITY OF MISSOULA WATER DIVISION
NUMBER OF USERS and CONSUMPTION DATA
LAST TEN FISCAL YEARS

Fiscal Year	Metered Customers	Flat-Rate Customers	Daily Average Flow ^	Maximum Daily Flow ^	Total Annual Flow ^
2016					
2017					
2018*	19,748	3,053	33,388	56,939	12,186,677
2019	20,275	2,941	34,441	57,256	12,571,039
2020	20,770	2,977	32,549	57,326	11,907,966
2021	20,906	2,379	33,971	57,208	12,399,536
2022	21,081	2,752	33,784	56,618	12,331,166
2023	21,472	2,685	33,579	57,473	12,256,270
2024	21,607	2,657	32,925	56,998	12,050,630
2025	21,897	2,538	33,136	59,593	12,094,528

Source: City of Missoula

^ Expressed in 100 Cubic Feet of water consumption

* First year reporting is FY18

CITY OF MISSOULA, MONTANA
CITY OF MISSOULA WATER DIVISION
TOP BILLED CUSTOMERS
SERVICED BY MISSOULA WATER
Current and Ten Years Ago

Customer	Type of Product or Service	2025	Percentage of Total Billed	2016*	Percentage of Total Billed
UNIVERSITY OF MONTANA	Higher Education	\$341,652	1.57%		
UNIVERSITY OF MONTANA	Higher Education	118,077	0.54%		
UM FAMILY HOUSING	Real Estate	99,424	0.46%		
COTTONWOOD CONDO ASSOC	Real Estate	72,629	0.33%		
UM FAMILY HOUSING	Real Estate	62,897	0.29%		
UNION SQUARE APARTMENTS	Real Estate	60,121	0.28%		
TRAVOIS VILLAGE MH LLC	Mobile Home Park	55,441	0.26%		
MSLA COUNTY AIRPORT	Transportation	46,055	0.21%		
ROAM STUDENT LIVING	Rental Property	42,255	0.19%		
ST PATS HOSPITAL	Healthcare	41,772	0.19%		

* Information for FY2016 not available

Source - City of Missoula

**CITY OF MISSOULA, MONTANA
CITY OF MISSOULA WASTEWATER DISTRICT
USER RATES CHARGES
LAST TEN FISCAL YEARS**

Fiscal Year	Single Family ^ (19.76 base)	Multiple Families ^ (\$15.53 base)	General Commercial * (\$7.05 base)	Food Service & Mortuaries * (\$7.05 base)	Hospitals * (\$7.05 base)	Schools * (\$7.05 base)	Large Volume & Industrial *	Biochemical Oxygen Demand (BOD) †	Total Suspended Solids (TSS) †	Admin Charge
2016	79.38	65.46	1.60	3.26	1.55	1.39	1.17	0.21	0.17	6.41
2017	81.36	67.08	1.64	3.34	1.59	1.42	1.20	0.22	0.17	6.73
2018	83.40	68.76	1.68	3.42	1.63	1.46	1.23	0.23	0.17	6.89
2019	83.40	68.76	1.68	3.42	1.63	1.46	1.23	0.23	0.17	6.89
2020	83.40	68.76	1.68	3.42	1.63	1.46	1.23	0.23	0.17	6.89
2021	# 0.18 #	0.16	1.55	3.36	1.62	1.41	1.23	0.23	0.17	**
2022	0.20	0.17	1.69	3.66	1.77	1.54	1.34	0.25	0.19	**
2023	0.22	0.19	1.84	3.99	1.93	1.68	1.46	0.27	0.21	**
2024	0.24	0.21	2.01	4.35	2.10	1.83	1.59	0.29	0.23	**
2025	0.26	0.23	2.19	4.74		1.99	1.73	0.32	0.25	**

Source: City of Missoula

^ Rate is based on per unit

* Rate is based on per 100 cubic feet (ccf) of water consumption

† Rate is based on per pound

Beginning in FY2021, formerly bi-annual & quarterly sewer bills added to monthly utility billing

** Beginning in FY2021, Admin charge is included in base rate

CITY OF MISSOULA, MONTANA
CITY OF MISSOULA WASTEWATER DISTRICT
NUMBER OF USERS and AVERAGE PEAK DEMAND
LAST TEN FISCAL YEARS

Fiscal Year	Single Family	Multiple Families	General Commercial	Food Service & Mortuaries	Hospitals	Schools	Large Volume & Industrial	Total Number of Customers	Average Peak Demand ^
2015	19,026	2,128	1,886	255	15	28	13	23,351	15.43
2016	19,156	2,159	1,904	256	15	28	14	23,532	15.10
2017	19,427	2,175	1,911	257	15	28	14	23,827	16.70
2018	19,663	2,212	1,923	260	15	30	14	24,117	16.73
2019	19,926	2,245	1,944	261	15	31	16	24,438	16.12
2020	20,174	2,298	1,954	261	14	31	16	24,748	19.12
2021	20,735	1,907	1,941	185	24	40	76	24,908	18.73
2022	20,936	1,962	1,968	182	24	40	77	25,189	16.19
2023	21,143	2,030	1,973	185	25	40	80	25,476	15.64
2024	21,253	2,058	1,991	188	26	40	77	25,633	12.99
2025	21,500	2,122	2,012	184	27	40	77	25,962	14.39

Source: City of Missoula

^ Expressed in Cubic Feet Per Second (cfs)

CITY OF MISSOULA, MONTANA
CITY OF MISSOULA WASTEWATER DISTRICT
WASTEWATER BILLINGS AND COLLECTIONS
Last Ten Fiscal Years

Fiscal Year Ended June 30th	Total Billed for Fiscal Year	Collected within the Fiscal Year of the Billings		Collections in Subsequent Years	Total Collections to Date		Percentage of Delinquencies
		Amount	Percentage of Billing		Amount	Percentage of Billing	
2016	\$7,718,508	\$7,722,809	100.06%	\$ 4,268	\$7,727,077	100.11%	-0.06%
2017	8,030,403	7,944,830	98.93%	3,461	7,948,292	98.98%	1.07%
2018	8,512,934	8,421,977	98.93%	3,466	8,425,443	98.97%	1.07%
2019	8,651,426	8,748,504	101.12%	2,599	8,751,103	101.15%	-1.12%
2020	8,897,535	8,890,852	99.92%	3,798	8,894,650	99.97%	0.08%
2021	7,739,863	7,735,504	99.94%	3,441	7,738,945	99.99%	0.06%
2022	8,700,374	8,599,036	98.84%	—	8,599,036	98.84%	1.16%
2023	9,719,174	9,658,602	99.38%	—	9,658,602	99.38%	0.62%
2024	10,749,789	10,447,893	97.19%		10,447,893	97.19%	2.81%
2025	11,965,023	11,845,983	99.01%	41,804	11,887,787	99.35%	0.99%

Source: City of Missoula

**CITY OF MISSOULA, MONTANA
CITY OF MISSOULA WASTEWATER DISTRICT
TOP BILLED CUSTOMERS
SERVICED BY WASTEWATER FACILITY
Current and Ten Years Ago**

Customer	Type of Product or Service	2025	Percentage of Total Billed	2016	Percentage of Total Billed
UNIVERSITY OF MONTANA	Higher Education	\$198,689	1.68%	\$252,222	3.27%
DAILY'S PREMIUM MEATS LLC	Manufacturing	155,499	1.31%	161,461	2.09%
UNIVERSITY OF MONTANA	Higher Education	127,511	1.08%		0.00%
ROAM STUDENT LIVING	Rental Property	57,584	0.49%		0.00%
TRAVOIS VILLAGE MH LLC	Mobile Home Park	55,356	0.47%	44,384	0.58%
UM FAMILY HOUSING	Rental Property	53,791	0.45%		0.00%
MMX LLC	Rental Property	41,761	0.35%		0.00%
UM FAMILY HOUSING	Rental Property	37,876	0.32%		0.00%
HOLIDAY INN DOWNTOWN	Hotel	36,361	0.31%		0.00%
ST PATS HOSPITAL	Healthcare	35,637	0.30%	44,455	0.58%
American Eagle Instruments	Manufacturing		0.00%	41,841	0.54%
Doubletree Missoula	Hotel		0.00%	41,673	0.54%
Hacker, R Scott	Rental Property		0.00%	38,739	0.50%
Southgate Mall	Retail			36,128	0.47%
Community Medical Center	Healthcare			62,314	0.81%
Big Sky Brewing Co	Brewery			52,450	0.68%

* Customers were added after 2009

Source - City of Missoula

**CITY OF MISSOULA, MONTANA
CITY OF MISSOULA WASTEWATER DISTRICT
WASTEWATER TREATMENT REQUIREMENTS
Last Ten Fiscal Years**

Fiscal Year Ended June 30th	^ Average Daily Flow		Annual Flow	
	Gallons (in millions)	Percent Increase/ (Decrease)	Gallons (in millions)	Percent Increase/ (Decrease)
2016	7.12	0.71%	2,606	0.93%
2017	7.72	8.43%	2,819	8.17%
2018	8.19	6.09%	2,989	6.05%
2019	7.57	-7.57%	2,757	-7.77%
2020	6.91	-8.72%	2,515	-8.78%
2021	7.08	2.46%	2,584	2.74%
2022	7.74	9.32%	2,585	0.04%
2023	7.54	-2.58%	2,344	-9.32%
2024	7.23	-4.11%	2,623	11.90%
2025	6.51	-9.96%	2,375	-9.45%

Source: City of Missoula

CITY OF MISSOULA, MONTANA
CITY OF MISSOULA STORM WATER DISTRICT
USER RATES CHARGES
LAST TEN FISCAL YEARS

Fiscal Year	Residential (Annual) *	Commercial (Annual) *	After FY2020 utility rate study		
			Regulatory Compliance Fee	Administrative Fee	Trip Fee
2016**					
2017	\$ 9.00	\$ 23.00			
2018	9.00	23.00			
2019	9.00	23.00			
2020	—	—	\$ 27.97	\$ 20.03	\$ 0.27
2021	—	—	27.97	20.03	0.27
2022			29.65	21.23	0.29
2023			32.32	23.14	0.32
2024			35.23	25.22	0.35
2025			35.93	25.72	0.36

Source: City of Missoula

*Annual fee while utility rate study conducted. New rates took effect in FY2020

**First year of data is FY2017

CITY OF MISSOULA, MONTANA
CITY OF MISSOULA STORM WATER DISTRICT
STORM WATER BILLINGS AND COLLECTIONS
Last Ten Fiscal Years

Fiscal Year Ended June 30	<u>Collected within the Fiscal Year of the Billings</u>			<u>Total Collections to Date</u>			
	Total Billed for Fiscal Year	Amount	Percentage of Billing	Collections in Subsequent Years	Amount	Percentage of Billing	Percentage of Delinquencies
2016							
2017*	\$ 135,025	\$ 123,812	91.70 %	\$ —	\$ 123,812	91.70 %	8.3 %
2018	272,171	264,339	97.12 %	6,505	270,844	99.51 %	2.9 %
2019	275,363	276,027	100.24 %	12,625	288,652	104.83 %	(0.2)%
2020	690,013	562,445	81.51 %	13,203	575,648	83.43 %	18.5 %
2021	1,266,394	1,254,801	99.08 %	4,435	1,259,236	99.43 %	0.9 %
2022	1,296,063	1,281,653	98.89 %	—	1,281,653	98.89 %	1.1 %
2023	1,425,394	1,419,002	99.55 %	—	1,419,002	99.55 %	0.4 %
2024	1,589,449	1,571,199	98.85 %	—	1,571,199	98.85 %	1.2 %
2025	1,770,584	1,767,189	99.81 %	7,335	1,774,524	100.22 %	0.2 %

Source: City of Missoula

*First year of data is FY2017

CITY OF MISSOULA, MONTANA
CITY OF MISSOULA STORM WATER DISTRICT
TOP BILLED CUSTOMERS
SERVICED BY STORM WATER FACILITY
Current and Ten Years Ago

Customer	Type of Product or Service	2025	Percentage of Total Billed	2016*	Percentage of Total Billed
USPS	Government	\$3,494	0.20%		
CBL SOUTHGATE MALL, LLC	Retail	2,902	0.16%		
MSLA PUBLIC LIBRARY	Government	2,763	0.16%		
WAL-MART #3259	Retail	2,350	0.13%		
MSLA COUNTY AIRPORT	Transportation	2,229	0.13%		
COSTCO #35213	Retail	2,132	0.12%		
MOUNTAIN WEST COOPERATIVE	Retail	1,889	0.11%		
WAL-MART #2147	Retail	1,670	0.09%		
YOKES FRESH MARKET	Grocery	1,574	0.09%		
ROSAUERS	Grocery	1,557	0.09%		

Source: City of Missoula

*Data available beginning FY2017

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

Fiscal Year	On-Street Hourly Parking	Garage Hourly Parking	Parking Garage Lease Space Range	Off-Street Lease Space Range	Average Off-Street and Garage Lease Rate
2016*	\$0.50 - \$4.00	\$ 1.00	\$65.00 TO \$75.00	\$30.00 TO \$55.00	\$ 56.25
2017	0.50 - 4.00	1.00	75.00 TO 85.00	40.00 TO 60.00	65.00
2018	1.00 - 4.00	1.00	75.00 TO 85.00	40.00 TO 70.00	65.00
2019	1.00 - 4.00	1.00	75.00 TO 85.00	40.00 TO 70.00	65.00
2020	1.00 - 4.00	1.00	75.00 TO 85.00	40.00 TO 70.00	65.00
2021	1.00 - 4.00	1.00	75.00 TO 85.00	40.00 TO 70.00	65.00
2022	1.00 - 4.00	1.00	75.00 TO 85.00	40.00 TO 70.00	65.00
2023	1.00 - 4.00	1.00	75.00 TO 85.00	35.00 TO 70.00	65.00
2024	0.25 - 4.00	1.00	75.00 TO 85.00	35.00 TO 70.00	65.00
2025	1.00 - 4.00	1.00	83.00 TO 94.00	35.00 TO 77.00	56.75

Source: Missoula Parking Commission

* First year of new LUKE on street parking meter machines

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

Fiscal Year	Parking Meters	Leased Parking Spaces	Parking Lots Throughout Downtown Missoula	Leased Parking Garage Spaces	University District Parking Permits	Percentage of Parking Ticket Revenue	Percentage of Parking Meter Revenue	Percentage of Garage Parking Revenue	Percentage of Leased Parking Revenue other than Parking Garage	Percentage of Other Revenue
2016*	134	1,226	15	529	821	9%	49%	17%	20%	4%
2017	134	1,244	15	541	760	10%	46%	26%	16%	2%
2018	135	1,262	14	439	988	9%	49%	17%	20%	4%
2019	135	1,299	12	521	999	10%	44%	23%	21%	3%
2020	135	1,299	12	521	736	9%	43%	20%	20%	7%
2021	135	1,285	13	521	842	9%	42%	22%	19%	8%
2022	135	1,284	13	521	864	9%	42%	24%	17%	8%
2023	135	1,284	13	521	960	10%	41%	22%	20%	8%
2024	135	1,284	13	521	914	8%	42%	22%	23%	7%
2025	135	1,265	12	524	809	7%	42%	25%	18%	7%

Source: Missoula Parking Commission

* FY2016 first year of LUKE on street parking meter machines

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 (1-1C, 4-1C)			
Fiscal Year	Personal Attached Taxable Value	Personal Property (Unattached) Taxable Value	Total Taxable Value
2016	\$ 3,696,539	\$ 195,043	\$ 3,891,582
2017	3,698,497	250,016	3,948,513
2018	4,477,327	265,612	4,742,939
2019	4,406,257	193,943	4,600,200
2020	5,435,739	204,514	5,640,253
2021	5,396,015	195,574	5,591,589
2022	6,130,854	210,887	6,341,741
2023	6,233,157	167,197	6,400,354
2024	7,896,006	242,867	8,138,873
2025	7,893,939	63,513	7,957,452

Urban Renewal District III (1-1D)			
Fiscal Year	Personal Attached Taxable Value	Personal Property (Unattached) Taxable Value	Total Taxable Value
2016	\$ 8,540,441	\$ 230,608	\$ 8,771,049
2017	9,818,839	279,493	10,098,332
2018	10,846,954	355,738	11,202,692
2019	10,739,574	395,365	11,134,939
2020	12,019,789	454,760	12,474,549
2021	11,844,173	522,258	12,366,431
2022	13,694,359	463,770	14,158,129
2023	13,997,441	424,647	14,422,088
2024	16,502,971	522,453	17,025,424
2025	15,760,728	346,752	16,107,480

Front Street URD (1-1F)			
Fiscal Year	Personal Attached Taxable Value	Personal Property (Unattached) Taxable Value	Total Taxable Value
2016	\$ 1,804,310	\$ 34,789	\$ 1,839,099
2017	1,785,638	33,176	1,818,814
2018	1,881,011	34,435	1,915,446
2019	1,899,211	32,720	1,931,931
2020	2,997,777	33,655	3,031,432
2021	2,975,012	70,167	3,045,179
2022	3,185,719	62,164	3,247,883
2023	3,361,657	64,693	3,426,350
2024	4,369,169	78,201	4,447,370
2025	4,232,816	70,540	4,303,356

Riverfront Triangle URD			
Fiscal Year	Personal Attached Taxable Value	Personal Property (Unattached) Taxable Value	Total Taxable Value
2016	\$ 130,687	\$ 2,196	\$ 132,883
2017	111,140	1,764	112,904
2018	344,129	1,399	345,528
2019	657,110	45,095	702,205
2020	811,538	47,602	859,140
2021	648,382	46,002	694,384
2022	650,709	18,659	669,368
2023	642,577	11,717	654,294
2024	716,822	12,479	729,301
2025	714,644	1,091	715,735

Hellgate URD (1-1H) #			
Fiscal Year	Personal Attached Taxable Value	Personal Property (Unattached) Taxable Value	Total Taxable Value
2016 #	\$960,528	\$—	\$960,528
2017	\$982,521	257	982,778
2018	1,162,396	2,433	1,164,829
2019	1,128,358	47,219	1,175,577
2020	1,362,364	75,801	1,438,165
2021	1,322,190	82,061	1,404,251
2022	1,487,353	82,097	1,569,450
2023	1,463,404	69,420	1,532,824
2024	1,553,204	75,233	1,628,437
2025	1,500,745	70,540	1,571,285

North Reserve / Scott Street URD (1-1N, 4-1N) #			
Fiscal Year	Personal Attached Taxable Value	Personal Property (Unattached) Taxable Value	Total Taxable Value
2016 #	\$1,563,956	\$—	\$1,563,956
2017	1,563,249	378	1,563,627
2018	2,332,473	4,653	2,337,126
2019	2,388,953	30,928	2,419,881
2020	2,823,772	325,232	3,149,004
2021	2,798,785	261,694	3,060,479
2022	3,065,907	259,960	3,325,867
2023	3,334,946	240,461	3,575,407
2024	4,072,018	368,866	4,440,884
2025	4,062,699	448,451	4,511,150

First year data available as district was created in FY 2016

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

Fiscal Year	City Appraised Value	City Taxable Value (includes district)	Incremental Taxable Value District II	Incremental Taxable Value District III	Incremental Taxable Value Front Street URD	Incremental Taxable Value Riverfront Triangle URD	Hellgate Urban Renewal District	North Reserve / Scott Street Urban Renewal District	City Taxable Value (without district)
2016	\$7,303,174,348	\$ 115,856,258	\$ 2,031,759	\$ 1,766,703	\$ 426,064	\$ —	\$ —	\$ 72,741	\$ 111,558,991
2017	7,390,919,522	117,701,984	2,088,690	1,958,760	415,927	—	—	106,201	113,132,406
2018	8,176,081,623	129,343,925	2,883,116	3,029,848	502,411	187,670	139,381	845,921	121,755,578
2019	8,234,651,575	129,852,557	2,740,377	2,962,095	518,896	544,347	150,129	1,207,026	121,729,687
2020	9,768,373,003	153,978,869	3,780,430	4,301,705	1,618,397	701,282	412,717	1,657,799	141,506,539
2021	9,797,918,693	154,222,260	3,731,766	4,193,587	1,632,144	536,526	378,803	1,569,274	142,180,160
2022	11,205,282,631	175,045,186	4,481,918	5,985,285	1,834,848	511,510	544,002	1,834,662	159,852,961
2023	11,379,130,630	177,927,466	4,540,531	6,249,244	2,013,315	496,436	507,376	2,084,202	162,036,362
2024	14,816,746,411	227,107,781	6,279,050	8,852,580	3,034,335	571,443	602,989	909,797	206,857,587
2025	14,971,130,385	227,931,694	6,097,629	7,934,636	2,867,469	557,877	545,837	2,923,787	207,004,459

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

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

	FY '16	FY '17	FY '18	FY '19	FY '20	FY '21	FY'22	FY'23	FY24	FY25
Taxing Authority	2015/16	2016/17	2017/18	2018/19	2019/20	2020/21	2021/22	2022/23	2023/24	2024/25
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	18.78	18.44	15.26	16.54	12.22	12.39	11.15	11.16	7.08	8.80
State Welfare Levy										
General Countywide School Levy	49.00	47.82	38.88	42.18	30.97	32.03	28.74	26.17	17.79	17.76
Missoula County	78.86	79.44	66.56	74.10	56.10	58.52	52.75	57.95	36.81	39.10
Missoula High school District	35.27	39.19	39.34	41.35	28.18	27.04	20.72	21.52	13.99	14.25
City of Missoula	118.70	119.89	96.25	100.11	72.48	73.29	65.27	67.04	43.11	53.29
Urban Transportation District	19.00	18.66	14.03	15.41	11.61	11.95	15.83	16.06	11.65	12.14
Increment 1-1C *	440.51	475.22	569.62	537.83	621.01	616.92	630.31	645.69	601.60	645.68
Subtotal	<u>766.12</u>	<u>804.66</u>	<u>845.95</u>	<u>833.52</u>	<u>838.57</u>	<u>838.14</u>	<u>830.77</u>	<u>851.58</u>	<u>738.03</u>	<u>797.02</u>
School District 1-1C	70.29	83.00	81.09	89.31	61.61	61.68	49.02	49.82	34.48	36.77
Total levies for property in the District lying within School District 1-1C	<u>836.41</u>	<u>887.66</u>	<u>927.04</u>	<u>922.83</u>	<u>900.18</u>	<u>899.82</u>	<u>879.79</u>	<u>901.40</u>	<u>772.51</u>	<u>833.79</u>
	FY '16	FY '17	FY '18	FY '19	FY '20	FY '21	FY'22	FY'23	FY24	FY25
Taxing Authority	2015/16	2016/17	2017/18	2018/19	2019/20	2020/21	2021/22	2022/23	2023/24	2024/25
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	20.96	18.89	18.17	18.90	21.67	20.89	15.82	15.16	10.84	13.50
State Welfare Levy										
General Countywide School Levy	54.68	49.00	46.29	48.20	54.91	54.01	40.80	35.55	27.25	27.25
Missoula County	88.01	81.40	79.23	84.68	99.48	98.66	74.89	78.74	56.38	59.99
Missoula High school District	39.36	40.16	46.83	47.25	49.97	45.59	29.42	29.24	21.43	21.86
City of Missoula	132.48	122.85	114.58	114.40	128.52	123.57	92.66	91.08	66.04	81.76
Urban Transportation District	21.21	19.12	16.71	17.62	20.58	20.14	22.47	21.81	17.84	18.62
Increment 4-1C *	387.52	446.55	490.85	471.41	399.42	420.13	513.84	544.15	484.30	515.82
Subtotal	<u>750.22</u>	<u>783.97</u>	<u>818.66</u>	<u>808.46</u>	<u>780.55</u>	<u>788.99</u>	<u>795.90</u>	<u>821.75</u>	<u>690.08</u>	<u>744.80</u>
School District 4-1C	69.94	68.36	86.69	91.04	97.02	96.49	60.24	60.38	38.26	39.81
Total levies for property in the District lying within School District	<u>820.16</u>	<u>852.33</u>	<u>905.35</u>	<u>899.50</u>	<u>877.57</u>	<u>885.48</u>	<u>856.14</u>	<u>882.13</u>	<u>728.34</u>	<u>784.61</u>

* 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 a percentage of total taxable value in a district, from information provided by the Montana Department of Revenue. For purposes of disclosure, this report shows that same percentage broken down as a portion of the total mills levied in the district.

CITY OF MISSOULA, MONTANA
Urban Renewal District II - Top 10 Taxpayers
Tax Year 2024 (FY25)

			2024	2024	2024
Taxpayer	Type of Business		Total Tax	Market Value	Taxable Value
1 OSD BUILDING #1 LLC	Developers		\$ 429,309	\$ 33,198,894	\$ 457,510
2 MW CORSO ASSOCIATES LLC	Residential - Apartments		338,249	26,681,800	360,204
3 OSD PHASE II LLC	Developers		274,939	21,349,141	293,308
4 MILLSITE REVITALIZATION PROJECT LLC	Developers		239,543	13,938,313	254,854
5 OSD TECH CAMPUS A LLC	Commercial Rentals		198,806	11,204,191	211,760
6 GOOD FOOD STORE INC	Grocery Store		188,154	10,638,708	200,609
7 SPIRIT MASTER FUNDING IX LLC	Grocery Store (Real Property)		153,858	8,432,044	159,367
8 MW ASHLYN PLACE LLC	Residential - Apartments		146,490	11,554,600	155,987
9 MISSOULA ELECTRIC COOPERATIVE INC	Co-op Electric Utility		107,261	4,334,706	130,041
10 SENTINEL PROPERTY LLC	Residential - Apartments		105,226	6,261,700	118,346
		Total	<u>\$ 2,181,834</u>	<u>\$ 147,594,097</u>	<u>\$ 2,341,986</u>

CITY OF MISSOULA, MONTANA
Front Street Urban Renewal District - Top 10 Taxpayers
Tax Year 2024 (FY25)

	Taxpayer	Type of Business	2024 Total Tax	2024 Market Value	2024 Taxable Value
1	MISSOULA RI PROPCO LLC	Developers	\$ 546,068	\$ 30,382,781	\$ 568,009
2	LAMBROS FARRAN APARTMENTS LLC	Apartments	462,426	35,740,489	482,496
3	NORTHWESTERN ENERGY-T & D	Utility	422,853	4,208,926	505,071
4	EL DORADO HOSPITALITY LLC	Hotel	343,990	18,719,645	353,800
5	FIRST INTERSTATE BANK	Finanacial Institution	322,412	17,475,656	331,691
6	MISSOULA AC PROPCO LLC	Developers	230,087	12,578,300	237,730
7	HELLGATE LODGE 383- BENEVOLENT	Elk's Lodge	112,932	6,135,100	115,953
8	MAIN STREET ENTERPRISES LLC	Developers	103,839	5,628,100	106,371
9	N47 LLC	Developers	81,825	4,479,656	84,666
10	PLP LLC	Developers	72,370	3,896,200	73,638
		Total	<u>\$ 2,698,802</u>	<u>\$ 139,244,853</u>	<u>\$ 2,859,425</u>

**CITY OF MISSOULA, MONTANA
TAX INCREMENT COLLECTIONS
FRONT STREET URBAN RENEWAL DISTRICT
Last Ten Fiscal Years**

Fiscal Year Ended June 30th	Taxable Value		Incremental Taxable Value	Mill Levy ^	Total Tax Levy for Fiscal Year *	Collected within the Fiscal Year of the Levy	
						Amount	Percentage of Levy
2016	\$	1,839,099	\$	426,064	0.83041	\$ 353,808	\$ 348,302 98.44%
2017		1,828,962		415,927	0.88165	366,702	352,794 96.21%
2018		1,915,446		502,411	0.92104	462,741	433,759 93.74%
2019		1,931,931		518,896	0.91683	475,739	471,348 99.08%
2020		3,031,432		1,618,397	0.89417	1,447,122	1,429,306 98.77%
2021		3,045,179		1,632,144	0.89382	1,458,843	1,432,609 98.20%
2022		3,247,883		1,834,848	0.87379	1,603,272	1,596,213 99.56%
2023		3,426,350		2,013,315	0.8954	1,802,722	1,806,070 100.19%
2024		4,447,370		3,034,335	0.7836	2,377,705	2,291,032 96.35%
2025		4,280,504		2,923,787	0.82779	2,420,282	2,404,550 99.35%

Source: City of Missoula, Missoula County

^ Does not include University Mill Levy (6 Mills)

* Reflects Incremental Taxable Value multiplied by Mill Levy



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*

To the Honorable Mayor and Members of the City Council
City of Missoula, Montana

We have audited, 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 (*Government Auditing Standards*), 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 the City of Missoula (the City), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the City's basic financial statements and have issued our report thereon dated December 19, 2025.

Report on 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) as a basis for designing 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 City'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 or significant deficiencies may exist that were not identified.

Report on 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 financial statements. 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 City'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 City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "Eide Bailly LLP". The signature is written in a cursive, flowing style.

Denver, Colorado
December 19, 2025