

**The City-County of
Butte-Silver Bow
State of Montana**



**Comprehensive Annual
Financial Report
for the Year Ended
June 30, 2019**

City-County of Butte-Silver Bow,
State of Montana

Comprehensive Annual Financial Report
For Fiscal Year Ended June 30, 2019

Prepared by:
Office of Finance and Budget Administration



City-County of Butte-Silver Bow
Comprehensive Annual Financial Report
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THE CITY-COUNTY OF BUTTE-SILVER BOW, MONTANA
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December 30, 2019

To the Honorable Chief Executive, Council of Commissioners, and the Citizens of the City-County of Butte-Silver Bow, Montana:

The Comprehensive Annual Financial Report of the City-County of Butte-Silver Bow, Montana, for the fiscal year ended June 30, 2019, is hereby submitted. State law requires that all general-purpose local governments publish a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants.

This report consists of management's representations concerning the finances of the City-County of Butte-Silver Bow, Montana local government. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented in this report. To provide a reasonable basis for making these representations, management of the City-County of Butte-Silver Bow has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the Butte-Silver Bow Government's financial statements in conformity with Generally Accepted Accounting Principles (GAAP). Because the cost of internal controls should not outweigh their benefits, the Butte-Silver Bow Government's comprehensive framework of internal controls has been designed to provide reasonable, rather than absolute, assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material aspects.

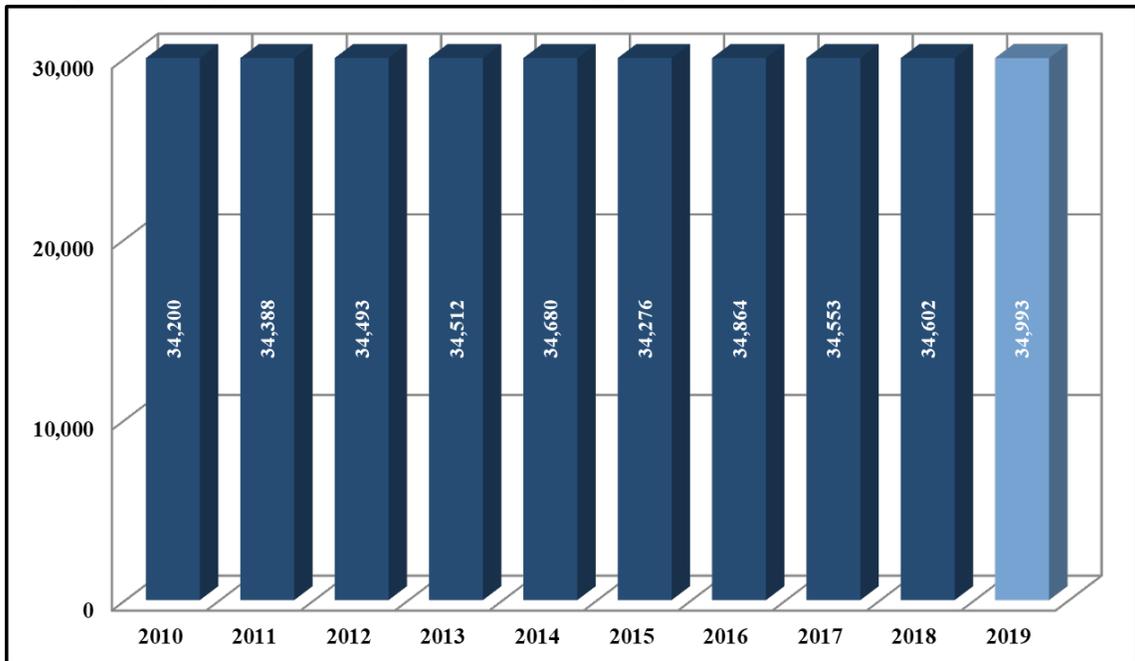
The City-County's financial statements have been audited by Newland and Company, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City-County of Butte-Silver Bow for the fiscal year ended June 30, 2019, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the City-County of Butte-Silver Bow's financial statements, for the fiscal year ended June 30, 2019, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the City-County of Butte-Silver Bow was part of a broader objective, encompassing federally uniform administrative requirements, cost principles, and audit requirements for federal awards (Uniform Guidance) to meet the special requirements of federal grantor agencies. The standards governing Uniform Guidance engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government’s internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are available in the City-County of Butte-Silver Bow’s separately issued Uniform Guidance Report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management’s Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City-County of Butte-Silver Bow Government’s MD&A can be found immediately following the report of the independent auditors.

CITY-COUNTY OF BUTTE-SILVER BOW PROFILE

The City-County of Butte-Silver Bow is in southwestern Montana atop the Continental Divide at an elevation of 5,530 feet above sea level also known as “the richest hill on Earth.” Silver Bow County is the smallest in area of Montana’s 56 counties. Silver-Bow County is ranked eighth in total population and second in population density, with 48 persons per square mile. The city is ranked fifth by population within the city boundaries. The County



encompasses 718.48 square miles and has a population of 34,993 (U.S. Bureau of the Census, July 2018), which is a 2.3% growth since 2010 census.

(Picture courtesy of the Butte-Silver Bow Public Archives, Owen C. Smithers's Collection, photo No. 4003601)



Butte was established in 1864 as a mining camp, experiencing rapid development in the late-nineteenth century and was Montana's first major industry city. It was one of the largest copper "boomtowns" in America. The employment opportunities in the mines attracted Asian and European immigrants, particularly, the Irish. As of 2017, Butte has the largest population of Irish Americans per capita of any city in the United States. Butte is a multiethnic community known for being tapestry woven from the traditions and cultural threads of different people across the world. The citizens of Butte are still very proud of their heritage. As part of the functions of the city-county, the Butte-Silver Bow Public Archives, maintains the legacy of these various cultures and often has activities and displays of the various cultures past and present.

The city-county is also known for the various historical structures and events. Butte is designated a National Landmark District and is the largest National Historic Landmark District in the United States with over 6,000 historical buildings.

Mining still plays an important role in the community. Due to the success of mining, many other entities were attracted to the area with much economic diversification taking place. Silver Bow County was recently ranked as second among Montanans when it comes to in-state moves (county to county migration) as reported by the Montana Department of Labor. Encouraging news is that the younger population is the trend for the overall increase in population in Montana. Silver Bow County is attracted to these age groups

due to the abundance of outdoor activities including hiking, biking, skiing, fishing, rock climbing, ice skating, and hunting. Silver Bow County has trails that go across the Continental Divide to the Greenway trail system that is over 26 miles in length, with varying levels of incline and usable by all age groups.



GOVERNMENT STRUCTURE

The city of Butte was incorporated on April 7, 1879. In November 1976, the voters of Silver Bow County inclusive of the voters of Butte, excluding the Town of Walkerville, approved a new charter for a consolidated City-County form of government. The charter became effective May 2, 1977. It provides for a Chief Executive Officer and a twelve-member Council of Commissioners.

The Chief Executive is elected at large for a four-year term and is responsible for enforcing the ordinances and resolutions; carrying out policies established by the Council of Commissioners; and administering the affairs of the local government. One of the principle duties of the Chief Executive is to recommend the preliminary annual budget to the Council of Commissioners for their approval. The executive branch of Butte-Silver Bow is comprised of the Chief Executive and all other elected officials except for the Council of Commissioners.

Butte-Silver Bow is divided into twelve districts with one commissioner elected from each district for a four-year term. The terms of the commissioners are staggered with at least 6 commission seats elected

every two years. The City-County first consolidated to address the many financial challenges faced by government. The Management, Elected Officials, and employees of the city-county continue toward assuring that cost savings, while offering increased efficiency and accountability, are being achieved by the consolidated form of government.

The government provides a wide range of services including police and fire protection, water utility and metro sewer treatment and maintenance, solid waste disposal, building and code enforcement, zoning enforcement, planning, animal control, construction and maintenance of roads and streets and other infrastructure, recreational activities, cultural and recreational opportunities, health and community enrichment, superfund and remedial activities, and general administrative services. Water, sewer and solid waste services are provided through separate departments within the City-County and therefore are included as integral parts of the City-County's financial statements. The City-County, as a primary government, is supported by or works closely with certain entities to provide these services to the citizens of Butte-Silver Bow. Of these entities, the Port Authority is considered a component unit subject to the requirements for inclusion as a discretely presented component unit.

BUDGET DEVELOPMENT PROCESS

The budget of the City-County of Butte-Silver Bow serves several different purposes. For the citizens of Butte-Silver Bow, it presents a picture of the City-County government operations and intentions for the year. For the Council of Commissioners, it serves as a policy tool and structure for goals and objectives. For the management of Butte-Silver Bow, it is used as an operating guide and budget control tool. The City-County of Butte-Silver Bow incorporated the recommended practices promulgated by the National Advisory Commission on State and Local Budgeting (NACSLB) in its annual budget process beginning with fiscal year 2015.

The NACSLB was created to provide tools for governments to improve their budgeting processes and to promote their use. The NACSLB focuses on long-term financial planning and encourages governments to consider the long-term consequences of actions to ensure that impacts of budget decisions are understood over a multi-year planning horizon and to assess whether program and service levels can be sustained. All departments of Butte-Silver Bow are required to submit preliminary annual operating budgets, including performance measures and goals and objectives to the Chief Executive by the end of February of each year. The Chief Executive recommends an Executive Budget to the Council by the first week in July, and the Council adopts the preliminary operating budget by the end of July. Many public hearings, presentations and work sessions are held throughout the budget process to gather public participation and input. These meetings allow for the Chief Executive, the Finance & Budget Director, and department staff to review budget recommendations and offer justification for the requests. After the adoption of the preliminary budget, the Council of Commissioners initiates the formal public hearing process on the adoption of the final budget. The hearing may be continued from day to day but must be concluded and the budget finally approved and adopted by resolution. Pursuant to 7-6-4024(3), Montana Code Annotated (MCA) and 7-6-4036, MCA, the annual budget must be adopted, and the mill levies fixed, by the later of the first Thursday after the first Tuesday in September or within 30 calendar

days of receiving certified taxable values. A copy of the final budget including the levy card and mill calculations under 15-10-420, MCA, must be presented to the State of Montana, Department of Administration by the later of October 1 or 60 days after receipt of certified taxable values. Generally, the final budget is approved by mid-August of each year.

The appropriated budget is prepared by fund, function and department. Budgetary control is maintained with the encumbrance of approved estimated purchase amounts prior to release to vendors. All unexpended appropriations lapse at fiscal year-end.

The City-County has a five-year capital improvement plan (CIP). Each budget cycle, the Chief Executive makes recommendations on capital expenditures to the Council of Commissioners. These recommendations are based on the five-year capital improvement plan. Prior to making these recommendations, the Chief Executive, Finance and Budget Director, and Department Heads review and make improvements or adjustments to the CIP for the annual expenditures based on finances and priorities of the Department. The City-County has established a CIP committee, including at least one Council of Commissioner, to make recommendations on revisions to the CIP and current year capital expenditures.

The Finance & Budget Department prepares budget to actual reports each month to properly monitor budgets. Departments receive these reports and are notified of any potential budget concerns that need to be addressed. The Finance & Budget Department prepares a mid-year revenue and expenditure analysis that highlights the projection to actual revenues and expenditures and discloses concerns if necessary.

Within the accompanying financial report, the local government budget-to-actual comparisons are provided for each individual governmental fund for which an appropriation has been made. For the general fund and major special revenue funds, this comparison is presented on pages 75-78. For governmental funds, other than the general fund and the major special revenue funds, this comparison is presented in the supplementary information section for governmental funds of this report, which starts on page 229.

The mission of the Finance and Budget Office is to ensure that the City-County's financial resources are protected through sound financial management, including allocating resources consistent with community goals and providing timely, accurate, and reliable information that will assist in making informed decisions.

ECONOMIC CONDITIONS AND OUTLOOK

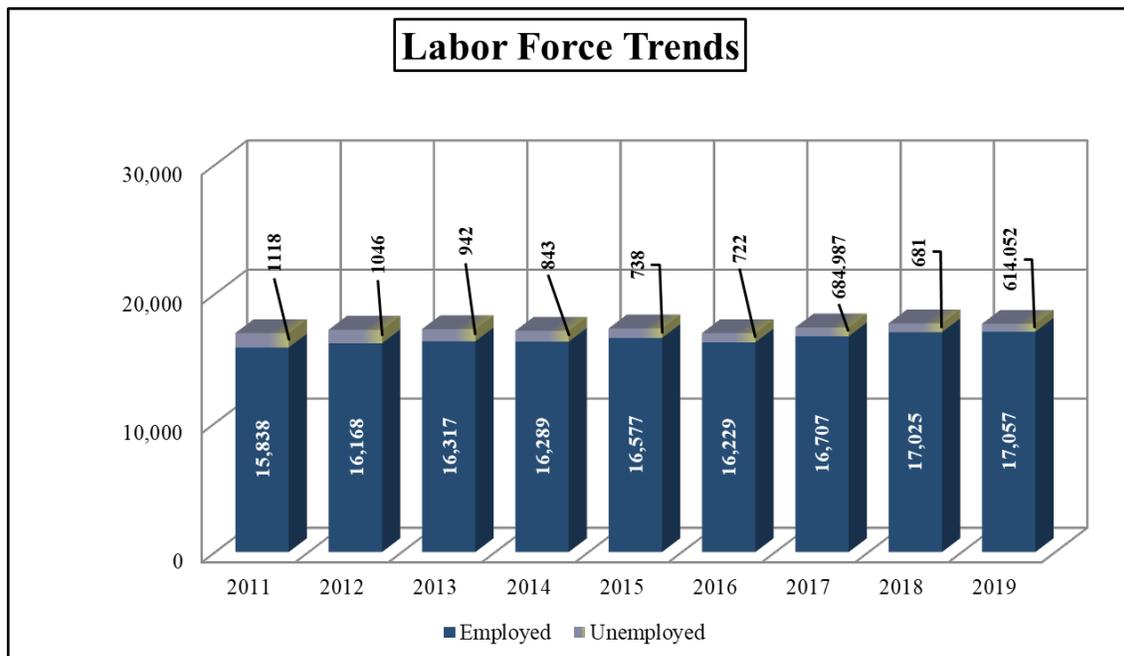
The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the City-County of Butte-Silver Bow Government operates.

Local economy

The Butte-Silver Bow economy has historically been based on mining and mineral extraction and the industries spawned by these activities. However, the economy has diversified over the years and, in the past few years, has experienced some significant changes. Butte-Silver Bow serves as the regional trade center for southwestern Montana and is unique from a transportation infrastructure standpoint in that it is the only location in the state that is at the intersection of the interstate highway system (I-90 and I-15), and it is the only area in the state that is served by two railroads, the Union Pacific and Burlington Northern & Santa Fe.

Labor and Workforce Trends

Silver Bow County is the most populated county in the southwest region. The total population in 2019 was estimated to be 34,993, ranking the county the 8th in population and 2nd in population density out of the other 56 counties in Montana. Seventeen percent of the population is 65 years or older. The per capita income in southwest Montana exceeds the statewide average. Silver Bow's per-capita income ranks 16th highest in the 56 counties in Montana. The 2017 per capita income was \$47,973 ranking the county 7th in the state and 106 percent of the national average of \$51,640. This was a 5.4 percent increase from 2016. The median income was \$39,580 and the poverty rate is 15.5% compared to statewide median household income of \$48,380 and poverty percent of 12.5%. In Silver Bow County the unemployment rate was 3.6% compared to the statewide average of 3.3% and United States average of 3.7% as projected August 2019. Overall, since the recession of 2007, employment for Southwest Montana has remained relatively flat.



Industry

NorthWestern Energy, a leading energy company in the area, continues to play a vital role as a major employer with 549 employees in the Butte area. The company operates its Montana headquarters out of Butte. It also operates the Data and Customer Contact Center, its Grid Operations Control Center, the Butte and Southwest Montana Division Office, Relay Station, and other facilities in Butte.

Montana Resources (MR), Inc, one of the Washington Companies, has operated the Butte mine since 1985, continuing the mining tradition. MR, a major employer and corporate taxpayer in Butte-Silver Bow, operates a large open pit copper and molybdenum mine in Butte-Silver Bow and currently employees 350 people. The gross proceeds tax and other related property taxes generated from mine operations represent an estimated 16%-18% of the market value of property in the City-County, including the metal mines tax. The operations are comprised of the Continental mine, crushers and a concentrator facility where tons of raw ore are processed into high quality metal concentrates. The gross proceeds tax, generated from mining, heavily influences the tax base of the local government. This tax is driven by the price of the commodities mined at this operation. Gross proceeds tax is paid on the copper and molybdenum extracted from open pit mine. In fiscal year 2019, the gross proceeds taxable value increased by \$226,683 (3.17%).

Montana Technological University, formerly known as Montana Tech of the University of Montana, has two campus locations in the City-County. The Montana Board of Regents, in April 2018, changed the colleges classification from regional university to a special focus university. The north campus serves the as a location for the undergraduate and graduate programs. It has earned a reputation as one of the top science, engineering, and technical colleges in the world. It has also grown to be the top nursing school. Students focus on education and research in minerals, energy engineering, natural science, the environment, technology, nursing, liberal studies, technical communication, and business-economic development. The south campus is home of the Highlands College of Montana Tech. Highlands College serves the region by offering associate degrees and certificate programs, continuing education, and customized training. Since its founding in 1900, Montana Tech has been a key pillar of the community.

In January 2017, investors announced their intention to build a \$15 million malting facility in the Ramsay Tax Increment Financing Industrial District. The plant will employ 10 to 15 full-time employees. Montana Craft Malt anticipates producing 10,000 tons of malt per year, which exceeds the demand in Montana, creating rail export opportunities for the Port of Montana, Port Authority. Montana Craft Malt will open early in 2020.

In March 2018, Crypto Watt LLC, began bitcoin mining at the former Mike Mansfield Advanced Technology Center (MSE campus) south of Butte in the newly formed Target Economic Development District (TEDD). The TEDD district was created as of January 1, 2016. As of the opening in March 2018, CryptoWatt LLC had already invested over \$40 million into the facility with intentions of investing at least

\$75 million into the facility. The company announced that the facility will employ approximately 50 full-time employees.

The City-County of Butte-Silver and the State of Montana also have major projects under construction within Silver Bow County. These projects make significant contributions to the economy of the community. Butte-Silver Bow projects include a \$4.5 million in Stodden Park Central Park Improvements, \$13 million in the county shop relocation, and the State of Montana has started the first phase of the Parrot Tailing removal project. The Butte Natural Resource Council's (BNRC) Restoration Recommendation include using \$10 million of Butte Area One funds towards the \$30 million Upper Silver Bow Creek project. A portion of the project was completed in 2019 with final completion in 2020.

Additional economic information, including information is provided within the Management Discussion and Analysis beginning on page 23.

SIGNIFICANT CHANGES AND CONTINUED PROJECTS

Over the past ten years, the local government has had significant growth in the assessed value and taxable base of the city-county. Assessed value has grown by \$420,663,818 and taxable value increase of \$17,684,817 for percentage growth of 14.31% and 36% respectively. The community has also made significant investments in the capital assets of the community. The investment in capital assets over a ten-year period of grown significantly from \$102,928,389 to \$178,039,201. This an increase of \$75,110,812 (72.97%) in net investment in capital assets over a ten-year period.

During the past ten years, expenditures in governmental activities have grown by \$15,923,707 (33.26%). Program revenues, property taxes, other general revenues and transfers have increased by \$20,806,973 (40.37%). For the same period, property taxes have increased by \$6,451,353 (24.56%) and charges for services by \$3,972,843 (89.74%). The total increase is \$10,424,196.

Central Park Improvements at Stodden Park

In September 2016, the Dennis and Phyllis Washington Foundation gave the City-County of Butte-Silver Bow a \$2.5 million grant to make improvements to the "Central Park Area" at Stodden Park. In October 2017, the Dennis and Phyllis Washington Foundation announced that an additional \$3 million was granted to the project.

On September 10, 2018, the City-



County received the additional \$3 million donation. The project consisted of improvements to the tennis courts, picnic shelters, over \$1 million in playground equipment, gazebos, road and parking lot. A "Central Park corridor" runs between the new water park and the carousel, and storm water infrastructure was constructed. The ribbon cutting for the \$5.5 million project was June 18, 2019.

During this ribbon cutting ceremony, the Dennis & Phyllis Washington Foundation committed to an additional donation of \$4.5 million to build a new clubhouse for the county owned Highland View Golf course, a storage unit for golf carts, irrigation upgrades, walking trails, and upgrades to the Veterans' amphitheater.

Superfund Activities

The management of the City-County of Butte-Silver Bow and the citizens of the community look forward to the finalization of the plan for superfund activities in the community in early 2020. In 1983, Butte, Montana was declared a Federal Superfund Site. The Superfund designation paved the way for remediation and restoration of the environment throughout western Montana damaged by a century of mining and smelting in Butte and Anaconda, Montana. Many commonly think that the Berkeley Pit is the only Superfund site in Butte, but it is just one of many examples of areas receiving attention through Federal action. Eight *Operable Units* including the Mine Flooding Unit exist in Butte and Silver Bow County. They include Butte Priority Soils (BPSOU), Mine Flooding (Berkeley Pit), Lower Area One, West Camp, West Side Soils, Montana Pole Treatment Plant, Rocker Timber, and Rhone-Poulenc/Rhodia Site. Since 1983, over 600 acres of land have been remediated and reclaimed. The remedy has removed waste, capped the sites with clean cover soil, and resulted in the planting of grass on nearly 600 acres of urban land. Today, Butte-Silver Bow is responsible for the comprehensive management of reclaimed lands through our Superfund Program. In recent years, efforts have concentrated on the restoration of the Butte Hill including the planting native trees and flora, designating open spaces for historic interpretation and recreation, and better connecting the public to its transformed landscape. Each year, Butte-Silver Bow staff inventory sites to determine maintenance tasks for the year including garbage collection, fence repair and sign replacement. In addition to routine O&M, objective consultants evaluate the success of the remedy and provide recommendations for improving vegetative cover and minimizing erosion's effects on land. Storm Water is a major aspect of the superfund activities. Metro Sewer is responsible for the daily maintenance of Superfund storm water management system. Their task is to monitor storm drains and remove sediments and debris from inlets, pipes and other conveyances. In addition to these projects, Butte-Silver Bow crews respond to heavy storm events and assist with construction projects throughout the City-County. The Residential Metals Abatement Program (RMAP) is designed to mitigate BPSOU and Attic Dust Area resident exposure to the potentially harmful effects of lead, arsenic, and mercury. The RMAP program samples residential soils, paint, attic dust and indoor dust; performs blood lead sampling; educates the public, contractors and realtors about the effects of exposure; and abates properties where samples exceed action levels.

For over 36 years City-County officials, EPA, State of Montana, and Atlantic Richfield Company (ARCO) have been working on the superfund cleanup efforts and plan to continue the cleanup efforts. It is anticipated that an era will end early in 2020 with the approval and execution of a consent decree. Once finalized the consent decree will require significant changes to the structure of the city-county Superfund Department. It will require the addition of staffing and systems in order to complete the clean-up plan and monitoring of the completed work. The plan states that within five to seven years Butte-Silver Bow will no longer be a superfund site. However, the plan will require Butte-Silver Bow staff to maintain the remedial areas indefinitely within the funding allocated to Butte-Silver Bow through the consent decree from ARCO.

In addition to the above-mentioned superfund activities, the City-County will complete a re-location of the City-County Shops which is estimated to be a \$14 million project.

LONG-TERM FINANCIAL PLANNING AND FUTURE PROJECTS

Unrestricted fund balance (the total of the committed, assigned, and unassigned components of fund balance) in the general fund at year end was 25.84 % of total general fund revenues. This amount was above the policy guidelines set by the Council of Commissioners for budgetary and planning purposes. The Council of Commissioners, through the budget process, has set a target of 16%. The construction and maintenance of the community's infrastructure and the provision of essential governmental services necessary to provide a favorable business environment are both short-term and long-term goals of the local government. The Management team, Chief Executive and Council of Commissioners continue to assess the target amounts to assure that sufficient funds are available to meet some capital needs without the need to borrow or finance smaller equipment purchases or construction projects.

Economic Development

As part of the strategic plan, the City-County of Butte-Silver Bow also aggressively pursues economic development opportunities using a wide variety of tools and incentives, making our community an attractive place in which to conduct business. The government has established several tax increment districts, both commercial and industrial, to provide a financing vehicle to construct public infrastructure, beneficial for commercial and industrial projects. During fiscal year 2019, the City-County began the process to establish a new urban renewal district along Harrison Avenue, an area that is a combination of retail and residential areas that are in significant need of infrastructure development. In October 2019 the district boundary was approved by the Council of Commissioners. The base year of the district is tax year 2019, fiscal year 2020.

Road and Street Improvements

Road and street improvements have been identified as one of the most needed infrastructure within Butte-Silver Bow by the citizens, Council of Commissioners, and Executive team. The fiscal year 2020 budget contains \$1.91 million for road paving and chip sealing and \$1.57 million in maintenance.

Infrastructure Funding Options

The City-County continues to be a participating member of the Montana Infrastructure Coalition joining other local governments, non-profits, corporations, and sole proprietorships with an interest in maintaining, improving, and expanding infrastructure across Montana. The local government's goal is to obtain funding and the necessary tools to address infrastructure deficits within the City-County. The group believes that infrastructure and economy are inextricably linked.

Building Restoration and Preservation

Butte-Silver Bow continues to invest annually into Courthouse improvements. The fiscal year 2019-2020 project will include refurbishing and repairing the remaining copper entry doors at the Courthouse and replacing one of the boilers. Management will also contract with an engineering firm on a building audit to determine a priority of future improvements. Butte-Silver Bow will evaluate energy performance contracting to help defray expenditures.

Public Safety Communication Systems Modernization Project and Other Security Upgrades

The Council of Commissioners approved \$1.85 million in the fiscal year 2019-2020 budget for replacement of radios for law enforcement, fire service, and 911 operations. This is Phase I of the Public Safety Communication System Modernization project. Phase II, which will be budgeted in fiscal year 2020-2021, will be to complete the software, records management, and public safety answering point to support Next Generation 911. Phase II will cost an additional \$1 million.

The fiscal year 2019-2020 budget also addressed security in government buildings and the civic center. Security upgrades including cameras, buttons, safety glass, and scanning wands will be assessed. The budget contains \$100,000 across departments to begin the projects.

Long-term Debt

In fiscal year 2019, the City-County financed two motor graders with loan proceeds from Glacier Bank. The principal loan amount was \$645,454 with an interest rate of 3.875%. Semi-annual payments conclude in January 2024. The outstanding loan balance on June 30, 2019 was \$645,454. The government's outstanding notes from direct borrowings related to governmental activities contain a provision that in an event of default, the interest rate of the note shall be increased by 5.000 percentage points.

The City-County anticipates issuing \$1.85 million in general obligation notes and loans during fiscal year 2020. The funds will be used to finance Phase I of the Public Safety Communication System Modernization project described above.

FINANCIAL POLICIES

The overall mission of the City-County is to be dedicated to serving the needs and well-being of our citizens by providing quality public services based on sound municipal leadership and progressive planning. The overall goal of the City-County financial policy is to establish and maintain effective management of its financial resources. The City-County manages and accounts for its financial activity in accordance with Generally Accepted Accounting Principles (GAAP), as set forth by the Governmental Accounting Standards Board (GASB).

The City-County of Butte-Silver Bow has adopted financial and budgetary policies that accomplish the following:

- Demonstrate to the citizens of Butte-Silver Bow, the investment community, and the credit rating industry that Butte-Silver Bow is committed to strong financial management and fiscal integrity;
- Set forth guidelines against which current budgetary performance can be measured;
- Provide precedents for future policy makers and financial managers for financial goals and strategies;
- Improve Butte-Silver Bow's fiscal stability by helping officials plan fiscal strategy with a consistent approach;
- Encourage fair presentation and full disclosure of the City-County's financial position and results of operations in conformity with GAAP.

Long-term debt is limited to capital improvements that cannot be financed using current resources. The repayment of debt must be made within a period that does not exceed the expected useful life of the project. If it is known that certain assets will retire during the life of the project, a capital reserve fund must be established to ensure the entire asset is functional. Butte-Silver Bow does not use long-term debt for financing current operations.

The Finance & Budget Director, Chief Executive, and Council of Commissioners are obligated to insure compliance with SEC Rule 15c2-12 relating to the continuing disclosure requirements for all bond issues. As outlined in the procedures adopted by the Council of Commissioners, relevant City-County employees and elected officials will have annual training on Rule 15c2-12 and specific training when appropriate. Not less than every two years, the Finance and Budget Director shall provide the Council of Commissioners with a review and update of any rule changes and necessary amendments to Butte-Silver Bow's procedures.

Internal accounting controls are designed to provide reasonable (not absolute) assurance of the safeguarding of assets against loss, theft, or misuse. The controls are used to support the reliability of financial records. The concept of reasonable assurance recognizes that the cost of control should not exceed the benefits derived. The cost and benefit analysis require judgment on the part of various levels of

management. We are in the process of reviewing internal controls throughout the local government. We believe it is good management to review and update the internal control documentation to assure that processes are up-to-date and complete. We believe the internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

The City-County continues a solid financial path by planning and developing community partnerships and good financial stewardship. The Chief Executive and the Finance and Budget Department recommended a 16% average reserve for all tax and user fee supported funds, and the necessary internal controls to assure financial stability and good governance to be approved by the Council of Commissioners in the final budget resolution. The reserves are critical for cash flow between payment dates, for bridge financing on reimbursable grant projects, to cover protested taxes or delinquencies, and to establish a source of funds in the event of an emergency. The local government has additional financial policies such as asset management and capital planning, investing, issuance of debt, and grant administration oversight.

Debt Repayment Record

The City-County has never defaulted on a payment of principal or interest on any of its indebtedness. Furthermore, the City-County has never issued refunding bonds to avoid an impending default on its general obligation debt.

The City-County of Butte-Silver Bow' General Obligation maintains a "AA-" rating from Standard & Poor's Global Ratings. The Revenue Bonds within the Water Utility Division and Metro Sewer Operations are not rated. These bonds were issued through the State of Montana Revolving Fund loan program.

AWARDS AND ACKNOWLEDGEMENTS

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-County of Butte-Silver Bow for its comprehensive annual financial report for the year ended June 30, 2018. This was the 30th consecutive year that the government has achieved this prestigious award. To be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual 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.

The local government also received the GFOA's Distinguished Budget Presentation Award for its annual budget document for fiscal year beginning July 1, 2018. This was the fifth consecutive award. To qualify for the Distinguished Budget Presentation Award, the government's budget document had to be judged proficient as a policy document, a financial plan, an operations guide, and a communications device. The City-County of Butte-Silver Bow has submitted the fiscal year beginning July 1, 2019 budget document for review.

The preparation of the comprehensive annual financial report, on a timely basis, was made possible by the dedicated service of the entire staff of the Office of Finance & Budget Administration. They have my sincere appreciation for their contributions made in the preparation of this report. I also thank all government departments for their assistance in providing the data necessary to prepare this report. Recognition is also due to the Chief Executive and the Council of Commissioners for their constant support for maintaining the highest standards of professionalism in the management of the City-County of Butte-Silver Bow's finances.

Respectfully submitted,



Danette Gleason
Finance & Budget Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City and County of Butte-Silver Bow
Montana**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

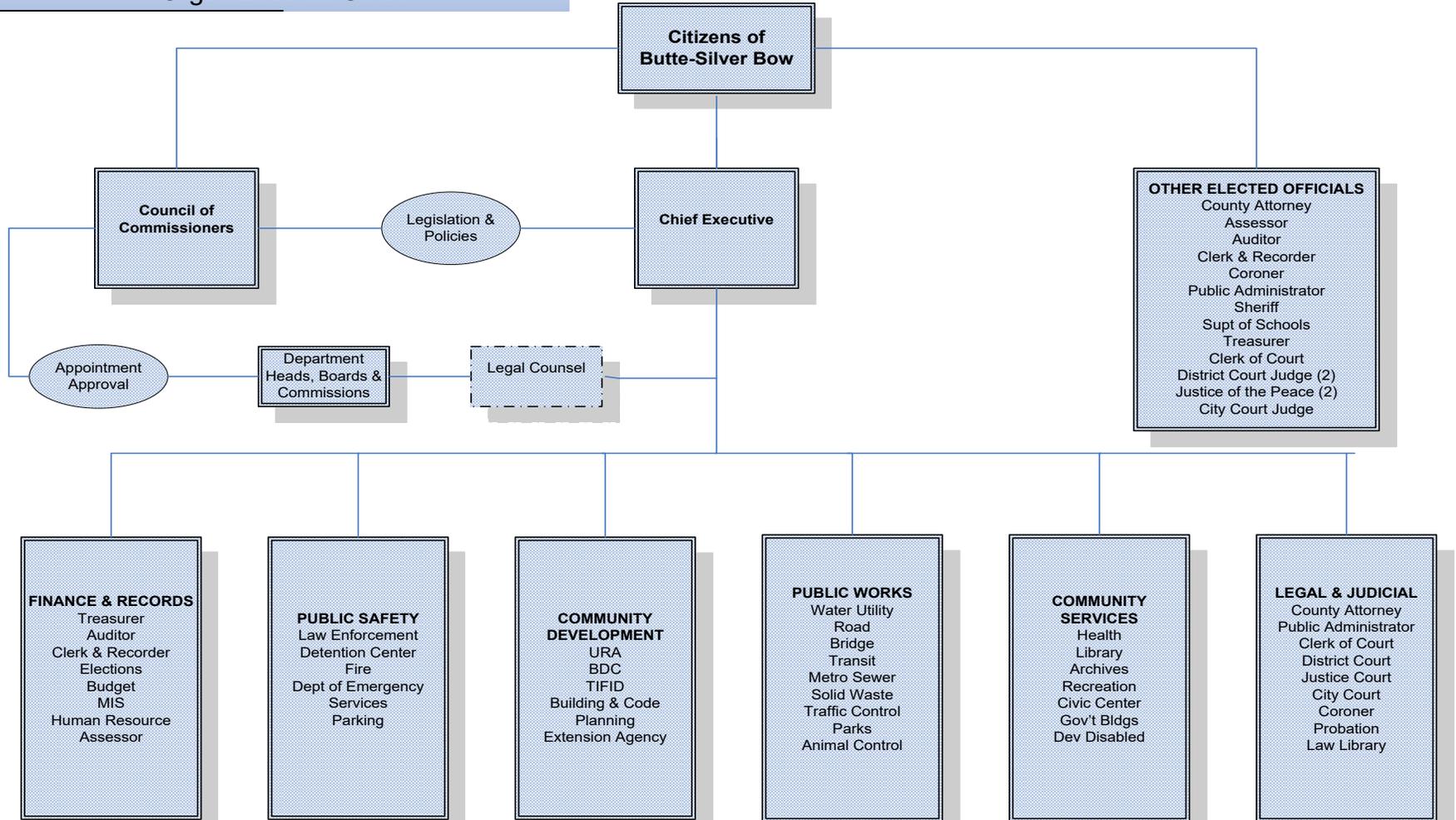
June 30, 2018

Christopher P. Morill

Executive Director/CEO

City & County of Butte-Silver Bow

Organizational Chart



City-County of Butte-Silver Bow
Elected Officials and Department Heads
June 30, 2019

<u>Title</u>	<u>Name</u>
Chief Executive	Dave Palmer
 <u>Council of Commissioners</u>	
Council Chair -District No 3	John Morgan
Council Member-District No. 1	Shawn Fredrickson
Council Member-District No. 2	Michele Shea
Council Member-District No. 4	John Sorich
Council Member-District No. 5	Dan Olsen
Council Member-District No. 6	Jim Fisher
Council Member-District No. 7	Josh O'Neill
Council Member-District No. 8	BrendanMcDonough
Council Member-District No. 9	Eric Mankins
Council Member-District No.10	Bill Andersen
Council Member-District No.11	Cindi Shaw
Council Member-District No.12	Dan Callahan
 <u>Department Staff</u>	
Finance & Budget Director	Danette Gleason
Human Resource Director	Leslie Clark
Planning Director/Superfund Coord.	Lori Casey
Civic Center Manager	Bill Melvin
Fire Coordinator	Jeffery Miller
Public Works Director	Mark Neary
Health Director	Karen Sullivan
URA/Community Develop. Director	Karen Byrnes
Manager of Information Technology	Kathy Kenison
 <u>Elected Officials</u>	
County Attorney	Eileen Joyce
Treasurer	Lori Baker-Patrick
Sheriff	Ed Lester
Clerk & Recorder	Sally Hollis
Clerk of Courts	Tom Powers
Auditor	Wendy McGrath
Superintendent of Schools	Cathy Maloney
Coroner	Lori Durkin
Public Administrator	Janice Casarotto
Assessor	Dan Fisher



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A Professional Corporation

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Deer Lodge, Montana 59722
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FAX: (406) 846-3735

INDEPENDENT AUDITOR'S REPORT

Council of Commissioners
Butte-Silver Bow
Butte, Montana 59701

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Butte-Silver Bow, Montana, as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the City-County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation,

and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Butte-Silver Bow, Montana, as of June 30, 2019 and the respective changes in financial position, and where applicable, cash flows thereof and the respective budgetary comparison for the General Fund, Arco Redevelopment Fund and the Ramsay TIFID for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 23 through 66 and the Schedules of Proportionate Share of Net Pension Liability, Contributions, Schedules of Contractual Required Contributions and Schedule of Changes in OPEB Liability and Related Ratios and notes to required supplementary information on pages 177 through 199 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context.

We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements.

We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Butte-Silver Bow, Montana's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, the statistical section, and schedules of budgetary comparison, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and the schedules of budgetary comparisons are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and the schedules of budgetary comparisons are fairly stated in all material respects in relation to the basic financial statements as a whole.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 30, 2019 on our consideration of Butte-Silver Bow, Montana's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and on compliance and the results of that testing, and not to provide an opinion on the effectiveness of Butte-Silver Bow'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 Butte-Silver Bow, Montana's internal control over financial reporting and compliance.



NEWLAND AND COMPANY
A Professional Corporation

Butte, Montana
December 30, 2019

MANAGEMENT'S DISCUSSION AND ANALYSIS

Within this section of the City-County of Butte-Silver Bow, Montana's (the City-County) comprehensive annual financial report, the City-County's management is pleased to provide this narrative discussion and analysis of the financial activities of the City-County for the fiscal year ended June 30, 2019. We discuss and analyze the City-County's financial performance within the context of the accompanying financial statements and disclosures following this section. The Management's Discussion & Analysis (MD&A) is intended to serve as an introduction to the City-County's basic financial statements, which have the following components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements. The MD&A is designed to (a) assist the reader in focusing on significant financial matters, (b) provide an overview of the City-County's financial activities, (c) identify any material changes from the original budget, and (d) highlight individual fund matters. The following presentation is, by necessity, highly summarized, and to gain a thorough understanding of the City-County's financial condition, the following financial statements, notes and required supplementary information should be reviewed in their entirety.

Financial Highlights

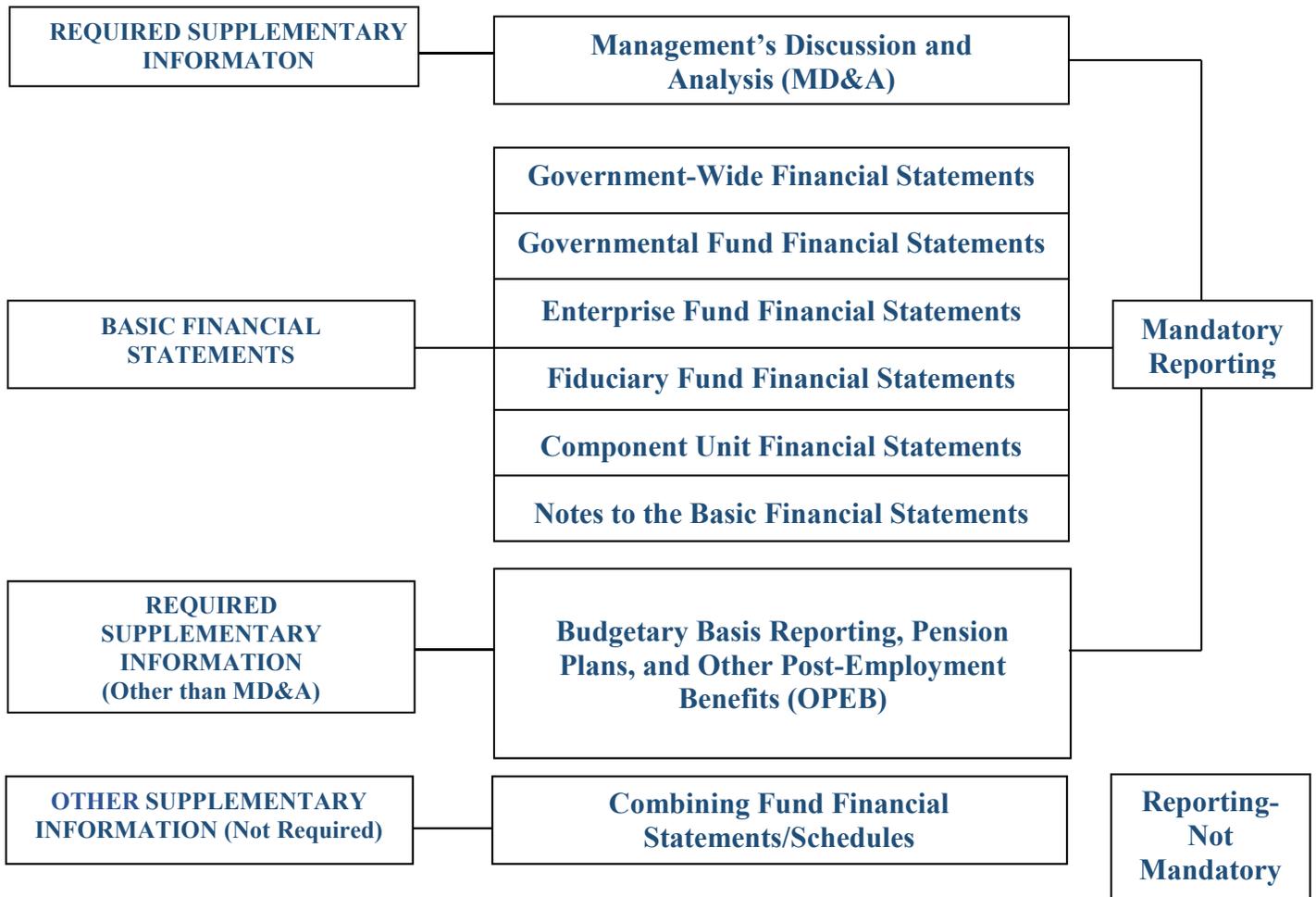
- The City-County's assets and deferred outflows of resources exceeded its liabilities on June 30, 2019 by \$251,622,801 (*net position*) for the fiscal year reported, which resulted in a 2.75% increase in net position in fiscal year 2019 over fiscal year 2018. Of this amount, \$7,980,403 represents unrestricted net position, which may be used to meet the government's ongoing obligations to citizens and creditors.
- Deferred outflows from pensions and deferred inflow from pensions are required to be reported under Governmental Accounting Boards (GASB) Statement No. 68. Annually the State of Montana Public Employee Retirement Administration and the State of Montana Teacher's Retirement System, as part of their annual report, report back to the cities, counties, and school districts the amounts to be reported under GASB No. 68 by the local entities participating in the various pension plans. The City-County of Butte-Silver Bow has employees participating in all the State pension plans. For fiscal year 2019, deferred outflows from pensions was \$7,495,676, which was a decrease of \$919,092 from the prior fiscal year. Deferred inflows from pensions for the current fiscal year were \$6,153,275. Deferred inflows from pensions increased by \$3,328,719 from fiscal year 2018.
- Total net position is comprised of the following:
 - (1) Net investment in capital assets is \$178,039,201, which includes property and equipment, net of accumulated depreciation, reduced for outstanding debt related to the purchase or construction of these capital assets.
 - (2) Net position of \$65,603,197 is restricted by constraints imposed from outside the City-County such as debt covenants, grantors, laws, or regulations. The statements identify the restriction by function and Note 3-J describes the restrictions by governmental fund.
 - (3) The unrestricted net position at the current fiscal year is \$7,980,403. Unrestricted net position includes adjustments required under GASB Statements No. 68 and 82, which the City-County implemented in fiscal year 2015 and 2018 respectively. The Net Pension Liability was \$28,012,281 and Deferred Inflows from pensions were \$6,153,275 on June 30, 2019. The required adjustments resulted in \$34,165,556 reduction in the unrestricted net position of the City-County for fiscal year 2019.
- The City-County's governmental funds reported total ending fund balances of \$75,881,964 for fiscal year 2019. This compares to the prior year ending fund balances of \$72,099,820, an increase of \$3,782,144 (5.25%) during the current fiscal year. At fiscal year end, the total unrestricted fund balances (*the total of the committed, assigned and unassigned components of fund balances*) was \$15,917,816, which was an increase of \$5,494,196 over the prior fiscal year. The increase consists of \$1,869,111 in capital projects, \$4,119,946 in economic development grants and loans, and \$1,010,680 in debt service reserves. The capital projects included; \$888,316 in the Road fund, \$130,652 in the Bridge fund, \$262,584 in the Civic Center, \$360,756 in the Ridge Waters Pool, \$85,000 in 911 Communications, and \$147,000 in Superfund. The restricted and nonspendable ending fund balances decreased by \$1,712,052 (2.86%) from the prior year. The decrease of \$1,712,052 in the restricted fund balances was a result of completing construction projects including \$813,537 for the Stodden Park Central Park Improvement Project funded by a grant from the Dennis & Phyllis Washington Foundation, \$152,284 in housing projects funded by revolving funds in the Montana Department of Commerce NSP3 Grant fund, \$255,465 funded through the General Capital Improvements that was expended to refurbish the courthouse doors and steps, and \$660,733 granted in economic development grants from the Economic Development Hard Rock Program and the Ramsay TIFID#2.

- 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 \$8,183,476 which was a 5.93% increase over the balance for fiscal year 2018. The unassigned general fund balance is 25.35% of total general fund expenditures in fiscal year 2019. The percentage at June 30, 2018 was 25.32%. The City-County budget resolution and local government polices require at least 16% ratio.
- The City-County continues to maintain a high current ratio. The current ratio compares current assets to current liabilities and is an indication of the ability to pay current obligations and short-term liabilities with current assets. The current ratio for governmental activities is 10 to 1 (compared to 7.37 to 1 at June 30, 2018) and 8.81 to 1 (as compared to 7.06 to 1 at June 30, 2018) for business type activities. For the City-County overall, the current ratio is 9.71 to 1 (as compared to 7.31 to 1 at June 30, 2018). The increase in the current ratios in fiscal year 2019 was due to an increase of \$2,469,759 in unrestricted cash and cash equivalents and investments in the current year and a reduction in current liabilities of \$3,086,447. These elements are further discussed below.
- Overall, the City-County continues to maintain a strong financial position with a stable outlook. The above financial highlights are further explained in more detail in the “financial analysis” section of this document.

Overview of the Financial Statements

The annual report consists of a series of financial statements and supplementary information. This Management Discussion and Analysis document introduces the City-County’s basic financial statements. The basic financial statements include: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the basic financial statements. The City-County also includes in this report additional information to supplement the basic financial statements.

Illustrated below is the layout and relationship of the financial statements and supplementary information:



Government-Wide Financial Statements

The City-County's annual report includes two government-wide financial statements. These statements provide both long-term and short-term information about the City-County's overall financial status. Financial reporting at this level uses a perspective similar to that found in the private sector with its basis in accrual accounting and elimination or reclassification of activities between funds.

The first of these government-wide statements is the *Statement of Net Position*. This is the government-wide statement of position presenting information that includes all the City-County's assets and liabilities, 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-County as a whole is improving or deteriorating. Evaluation of the overall health of the City-County would extend to other nonfinancial factors such as diversification of the taxpayer base or the condition of City-County infrastructure, in addition to the financial information provided in this report.

The second government-wide statement is the *Statement of Activities*, which reports how the City-County's net position changed during the current fiscal year. All current year revenues and expenses are included regardless of when we receive or pay out cash. An important purpose of the design of the statement of activities is to show the financial reliance of the City-County's distinct activities or functions on revenues provided by the City-County's taxpayers.

Both government-wide financial statements distinguish governmental activities of the City-County that are principally supported by property taxes and from business-type activities that are intended to recover all or a significant portion of their costs through user fees and charges. Governmental activities include general government, public safety, public works, public health, social and economic services, housing and community development and culture and recreation. Business-type activities primarily include water, sewer, storm water, and solid waste.

The internal service funds are reported with governmental activities at the government-wide financial reporting level.

The government-wide financial statements include one discretely presented component unit, the Port of Montana Port Authority. This Authority issued separate financial statements and a copy is available from the City-County.

The government-wide financial statements are presented on pages 68 & 69 of this report.

Fund Financial Statements

A fund is an accountability unit used to maintain control over resources segregated for specific activities or objectives. The City-County uses funds to ensure and demonstrate compliance with finance-related laws and regulations. Within the basic financial statements, fund financial statements focus on the City-County's most significant funds, rather than the City-County as a whole. Major funds are separately reported while all others are combined into a single, aggregated presentation. Individual fund data for nonmajor funds is provided in the form of combining statements in a later section of this report.

The City-County has three types of funds:

Governmental funds are reported in the fund financial statements and encompass the same functions reported as governmental activities in the government-wide financial statements. However, the focus is very different with fund statements providing a distinctive view of the City-County's governmental funds. These statements report short-term fiscal accountability focusing on the use of spendable resources and balances of spendable resources available at the end of the year. They are useful in evaluating annual financing requirements of governmental programs and the commitment of spendable resources for the near-term.

Since the government-wide focus includes the long-term view, comparisons between these two perspectives may provide insight into the long-term impact of short-term financing decisions. Both the governmental fund balance sheet and the governmental fund operating statement provide a reconciliation to assist in understanding the differences between these two perspectives.

The budgetary comparison statements are included as “basic financial information” for the general fund and two major special revenue funds, the Ramsay TIFID #2 Fund and the ARCO Redevelopment Trust Authority Fund.

The basic governmental fund financial statements are presented on pages 70-78 of this report.

Individual fund information for nonmajor governmental funds is found in combining statements on pages 200-202 of this report.

Proprietary funds are reported in the fund financial statements and generally report services for which the City-County charge customers a fee. The local government’s proprietary funds are classified as enterprise funds and internal service funds. The enterprise funds essentially encompass the same functions reported as business-type activities in the government-wide statements. Services are provided to customers external to the City-County for a variety of services, primarily utility services. The internal service funds were established to finance and account for services and commodities furnished by one department to other departments within the local government. The internal service funds are used to gain greater economy, efficiency, and effectiveness in acquisition of goods and services used by several departments. The basic enterprise fund financial statements are presented on pages 79-84 of this report.

Fiduciary funds are classified as Agency Funds and Investment Trust Funds. These funds are reported on pages 85-87 of this report.

Notes to the Basic Financial Statements

The accompanying notes to the basic financial statements provide information essential to a full understanding of the government-wide and fund financial statements. The notes to the basic financial statements begin on page 88.

Supplementary Information

In addition to the basic financial statements and accompanying notes, this annual report also presents certain supplementary information concerning the City-County’s budget presentations. Budgetary comparison schedules for the nonmajor special revenue funds and the other governmental funds can be found in the supplementary section of this report. These schedules demonstrate compliance with the City-County’s adopted and final revised budget. The City-County also includes Required Supplementary Information (RSI) on the pensions reported under GASB Statements No. 68 and No. 82 and the other post-employment benefits under GASB Statement 75.

Additionally, schedules of proportionate shares of the net pension liability and schedules of contributions, combining statements and schedules for nonmajor funds, including budgetary schedules, are presented in this section of this report beginning on page 177.

Financial Analysis of the City-County as a Whole

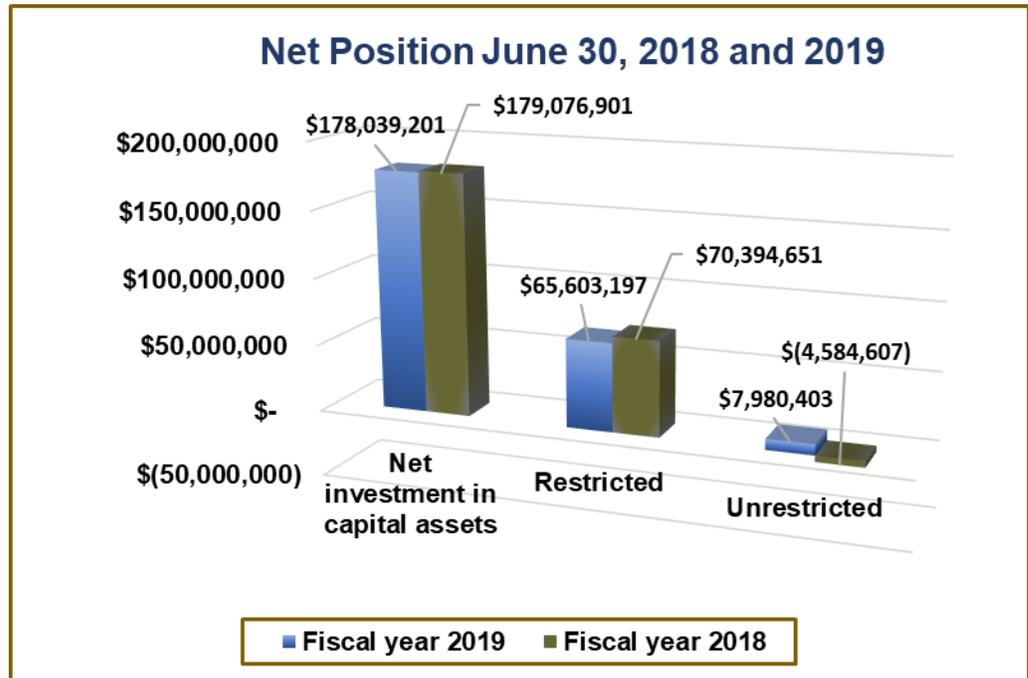
As noted earlier, net position over time, may serve as a useful indicator of a government’s financial position. In the case of the City-County of Butte-Silver Bow, assets and deferred outflows of resources exceeded liabilities by \$251,622,801, at the

close of the most recent fiscal year end. The following table provides a summary of the City-County's net position comparing June 30, 2019 with June 30, 2018.

Summary of Net Position (in thousands)								
	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>		<u>% of Total</u>	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
Assets:								
Current assets and								
Other Assets	\$ 85,411	\$ 83,448	\$ 24,354	\$ 21,707	\$ 109,765	\$ 105,155	31%	30%
Capital assets	114,010	111,727	127,037	133,053	241,047	244,780	69%	70%
Total assets	<u>199,421</u>	<u>195,175</u>	<u>151,391</u>	<u>154,760</u>	<u>350,812</u>	<u>349,935</u>	<u>100%</u>	<u>100%</u>
Deferred outflows of resources	<u>6,270</u>	<u>6,949</u>	<u>1,225</u>	<u>1,466</u>	<u>7,495</u>	<u>8,415</u>		
Liabilities:								
Current liabilities	8,539	11,315	2,764	3,074	11,303	14,389	11%	13%
Long-term liabilities	54,605	59,222	34,430	36,846	89,035	96,068	89%	87%
Total liabilities	<u>63,144</u>	<u>70,537</u>	<u>37,194</u>	<u>39,920</u>	<u>100,338</u>	<u>110,457</u>	<u>100%</u>	<u>100%</u>
Deferred inflows of resources	<u>5,310</u>	<u>2,903</u>	<u>1,037</u>	<u>103</u>	<u>6,347</u>	<u>3,006</u>		
Net position:								
Net investment in								
capital assets	84,428	80,307	93,611	98,770	178,039	179,077	71%	73%
Restricted	59,964	64,864	5,640	5,531	65,604	70,395	26%	29%
Unrestricted	<u>(7,154)</u>	<u>(16,487)</u>	<u>15,134</u>	<u>11,902</u>	<u>7,980</u>	<u>(4,585)</u>	<u>3%</u>	<u>-2%</u>
Total net position	<u>\$ 137,238</u>	<u>\$ 128,684</u>	<u>\$ 114,385</u>	<u>\$ 116,203</u>	<u>\$ 251,623</u>	<u>\$ 244,887</u>	<u>100%</u>	<u>100%</u>

The largest portion of the City-County of Butte-Silver Bow's net position (71%) reflects the local governments investment in capital assets (e.g., land, buildings, machinery, equipment, vehicles, and infrastructure), less any related outstanding debt that was used to acquire those assets. The City-County uses these capital assets to provide a variety of services to its citizens. Accordingly, these assets are not available for future spending. Although the City-County of Butte-Silver Bow investments in capital assets are reported net of related debt, it should be noted that the resources used to repay this debt must be provided from other sources. The capital assets themselves cannot be used to liquidate the liabilities. The restricted portion of net position of the city-county net position (26%) represents resources that are subject to restrictions on how they may be used. The remaining balance of \$7,980,403 (3%) is unrestricted and may be used to meet the local government's ongoing obligations to its citizens or creditors.

At the end of the current fiscal year, the City-County of Butte-Silver Bow was able to report positive balances in all reported categories of net position as total primary government and for the business-type activities. The City-County's overall net position increased by \$6,735,856 from the prior fiscal year. The reasons for this overall increase are discussed in the following sections for governmental activities and business-type activities.



The chart below reports the total net position balances from fiscal year 2010 to 2019.



Over the last ten-year period, net position has increased from \$163 million in 2009 to \$252 million in fiscal year 2019 for a 54.48% increase over the ten-year period. The decrease in fiscal year 2015 can be explained by the first year of implementation of GASB Statement No. 68, Accounting and Financial Reporting for Pensions, requiring a prior period adjustment to Net Position of \$26,299,862. In fiscal year 2019, the government-wide net position increased by \$6,735,856 as described above. On average, net position has increased 5.10% per year over the past 10 years.

GOVERNMENTAL ACTIVITIES

During the current fiscal year, the City-County of Butte-Silver Bow governmental activities had a negative unrestricted net position of \$7,154,083 in comparison to a negative \$16,487,115 in fiscal year 2018. The City-County of Butte-Silver Bow is required under GASB Statement No. 68 to report \$22,709,146 and \$25,945,309 net pension liability respectively. The unrestricted net position exclusive of the net pension liabilities would have been a positive \$15,555,063 for the current fiscal year and \$9,458,194 for fiscal year 2018.

Net position for governmental activities increased by \$8,553,936 in this fiscal year as compared to a \$1,721,920 increase in fiscal year 2018.



The following table presents the details of the changes in net position for fiscal years 2019 and 2018.

Summary of Changes in Net Position (in thousands)						
	Governmental Activities		Business-type Activities		Total	
	2019	2018	2019	2018	2019	2018
Revenues:						
Charges for services	\$ 13,004	\$ 11,066	\$ 19,854	\$ 19,062	\$ 32,858	\$ 30,128
Operating grants and contributions	16,527	15,869	118	100	16,645	15,969
Capital grants and contributions	5,157	952	215	1,413	5,372	2,365
General revenues:						
Property taxes	32,724	31,686	-	-	32,724	31,686
Other taxes	1,029	1,015	-	-	1,029	1,015
Interest income	1,961	1,512	384	186	2,345	1,698
Other	1,119	(664)	18	(1,394)	1,137	(2,058)
Total revenues	71,521	61,436	20,589	19,367	92,110	80,803
Expenses:						
General government	20,065	16,907	-	-	20,065	16,907
Public safety	18,119	17,888	-	-	18,119	17,888
Public works	8,217	8,434	-	-	8,217	8,434
Public health	5,112	4,777	-	-	5,112	4,777
Social and economic services	284	258	-	-	284	258
Culture and recreation	5,559	4,917	-	-	5,559	4,917
Housing and community development	5,428	6,344	-	-	5,428	6,344
Interest on long-term debt	1,011	1,015	-	-	1,011	1,015
Water Utility Division	-	-	10,759	11,317	10,759	11,317
Metro Sewer Operations	-	-	7,231	7,412	7,231	7,412
Solid Waste	-	-	2,703	2,849	2,703	2,849
Other enterprise activities	-	-	886	827	886	827
Total expenses	63,795	60,540	21,579	22,405	85,374	82,945
Increase (decrease) in net position before transfers	7,726	896	(990)	(3,038)	6,736	(2,142)
Transfers	828	826	(828)	(826)	-	-
Increase (decrease) in net position	8,554	1,722	(1,818)	(3,864)	6,736	(2,142)
Net position-Beginning	128,684	126,962	116,203	120,067	244,887	247,029
Net position-Ending	\$ 137,238	\$ 128,684	\$ 114,385	\$ 116,203	\$ 251,623	\$ 244,887

GOVERNMENTAL ACTIVITIES REVENUE SOURCES

The City-County property taxes represent 51.29% of governmental activities operations in fiscal year 2019. This compares to 52.34% in fiscal year 2018. In addition to property tax revenue, the governmental activities support services with program revenues, consisting of charges for services, operating grants and contributions, and capital grants and contributions. For fiscal year 2019, the governmental activities reported \$34.7 million in program revenues, which cover 54.37% of governmental operating expenses. This compares to 46.06% in fiscal year 2018. The higher percentage of program revenues means the taxpayers and city-county is less reliant on property taxes to cover the cost of services to be provided. The local government also generated \$4,937,027 in other general revenues and transfers. These revenues consisted of \$1,029,285 other

tax revenue generated from franchise and motor fuel taxes, interest income of \$1.9 million, other miscellaneous revenue in the amount of \$1,119,053, and transfers from the business-type activities for internal administrative costs in the amount of \$827,838. These revenues are also used to reduce the amount of property taxes and special assessments required to be paid by the citizens of the city-county.

Overall program revenues for governmental activities increased by \$6,800,139 over fiscal year 2018. Charges for services increased by \$1,937,843, operating grants and contributions increased by \$657,658 and capital grants and contributions increased by \$4,204,638. In part, the increase in charges for services was the result of the city-county creating a countywide street and road special assessment maintenance district. Prior to fiscal year 2019, the city-county operated under four separate road and street maintenance districts. These four districts generated less than \$500,000 annually. Over the course of two years, the Chief Executive, County Attorney, Butte-Silver Bow management team, and the Council of Commissioners explored various options to properly fund the street and road maintenance. The plan, which was established in the fiscal year 2019 budget process, allowed for the creation of a district which funded 75% of the workplan costs. The additional revenue generated from this special assessment was \$1.2 million in the current fiscal year. Also, the health insurance premiums for the self-funded plan increased by \$514,485, wildland fire revenue (for deployment of fire crews to other California and Idaho) increased by \$167,354 and building and code permits increased by \$132,813. Capital grants and contributions current fiscal year increase resulted from a \$3 million private donation from the Dennis & Phyllis Washington Foundation for a capital park and recreation project. These funds were expended on central park improvements including a \$1 million playground, entrance arch, large pavilion, landscaping and infrastructure work at the Stodden Park Facility, a major park within the county. Also, in fiscal year 2019, the governmental activities reported \$1.25 million in capital grants and donations from the State of Montana Department of Natural Resource and Damage program funds for the shop relocation project as part of the superfund activities. In total, the city-county will receive approximately \$14 million to complete the shop relocation project.

Below is a summary of the major grants and contributions received within the governmental-activities. The grants and contributions are detailed by function and highlights of significant changes are also presented.

Operating grants and contributions revenue:

General government

Operating grants and contributions for general government function is \$6,295,721 in fiscal year 2019 compared to \$6,997,082 in fiscal year 2018. Grants and donations for operations funded 31.38% of the expenditures within the general government function in fiscal year 2019. The decrease of \$701,361 is attributed to a reduction of \$149,459 in the allocation from the State of Montana for pension on-behalf payments, \$46,683 decrease in PILT payments, \$90,170 reduction in State of Montana entitlement share payments, and \$283,393 reduction in private grants and donations made to the local government for various items including animal control, programing for library and pool, and GIS services.

Operating grants and contributions revenue for general government includes the following major sources:

<u>Project</u>	<u>Grantor</u>	<u>Amount</u>
State of Montana Entitlement Share Payments	State of Montana Department of Revenue	\$3,738,315
State of Montana Metal Mines License Tax	State of Montana Department of Revenue	\$ 979,455
Payments in Lieu of Taxes (PILT)	United States Department of Interior	\$ 630,143
State of Montana Pension on Behalf Payments	State of Montana	\$ 141,461
Superfund Activities Land Management GIS	BP Energy (ARCO)	\$ 131,195
Family Drug Court	United States Department of Justice	\$ 133,238
Assessor Contract	State of Montana Department of Revenue	\$ 51,934
County Attorney Contract	State of Montana Department of Revenue	\$ 72,294
Pre-trial Release Program	State of Montana Legislative Allocation – Pilot Program	\$ 101,663
Southwest Montana Juvenile Detention Grant	State of Montana Department of Corrections-Montana Board of Crime Control	\$ 26,689

Public Safety

Operating grants and contributions for public safety function is \$3,140,439 in fiscal year 2019 compared to \$2,498,399 in fiscal year 2018. Grants and donations for operations funded 17.33% of the expenditures within the public safety function in fiscal year 2019. The revenue increased by \$642,040. The city-county received a \$569,060 Staffing for Adequate Fire and Emergency Response. The grant allows for the hiring of four additional firemen to adequately staff the fire department. The funding is for three years at approximately 75% of the salaries and benefits. The grant requires the city-county to maintain the additional four positions for at least one year past the federal grant funding. The positions were filled during fiscal year 2018. The grant revenue recognized in fiscal year 2019 was \$235,499. In addition to this grant the city-county received a State of Montana Department of Correction, Montana Board of Crime Control grant. This grant will assist with funding one officer on the Southwest Montana Drug Task Force team. Under the grant agreement the officer will remain an employee of the local government. The city-county is reimbursed for the salaries and benefits of the assigned officer. These grant funds were \$91,888 in fiscal year 2019. In the current fiscal year, the local government recognized \$166,530 in additional revenue from these grants. Also, in fiscal year 2019, the city-county on-behalf payments made by the State of Montana to the pension systems of the police and fire departments increased by \$110,781.

Operating grant revenue for public safety function includes the following major sources:

<u>Project</u>	<u>Grantor</u>	<u>Amount</u>
State of Montana Pension On-Behalf Payments	State of Montana	\$1,784,986
State of Montana Entitlement Share Payments	State of Montana Department of Revenue	\$ 443,238
9-1-1 Emergency Service Distribution	State of Montana Department of Revenue	\$ 292,026
FEMA-Disaster and Emergency Services (DES) Operating Grant	United States Department of Homeland Security passed through the State of Montana DES	\$ 106,400

Fire Department FEMA-Staffing for Adequate Fire and Emergency Response (SAFR) Grant	United States Department of Homeland Security FEMA	\$ 235,499
Earmarked Alcohol Funds	State of Montana	\$ 55,873
Southwest Montana Drug Task Force	State of Montana Department of Corrections-Montana Board of Crime Control	\$ 91,888

Public Works

Operating grants and contributions for public works function was \$3,171,647 in fiscal year 2019 compared to \$2,699,646 in fiscal year 2018. Grants and donations for operations represents 38.60% of the expenditures within the public works function in fiscal year 2019. Operating grants and donations increased by \$472,001 in fiscal year 2019. The City-County of Butte-Silver Bow received \$112,680 in additional funding from the United States Department of Transportation (*passed through the State of Montana Department of Transportation*) for operations of the public transportation system. The City-County of Butte-Silver Bow received an additional allocation of \$375,980 for superfund activities to be expended on sanitary sewer collection system for infiltration and inflow issues. These funds are from BP-Atlantic Richfield Company (ARCO).

Operating grant revenue for public works function includes the following major sources:

<u>Project</u>	<u>Grantor</u>	<u>Amount</u>
Transit System grants	United States Department of Transportation passed through the State of Montana Department of Transportation	\$ 850,561
State of Montana Entitlement Share Payments	State of Montana Department of Revenue	\$ 623,356
Road Department Forest Service Reserve	United States Department of Agriculture	\$ 64,746
Road Department	State of Montana Highway Department contract	\$ 126,505
Superfund Activities-Stormwater	BP (ARCO)	\$1,400,022

Public Health

Operating grants and contributions for public health function was \$3,137,171 in fiscal year 2019 compared to \$3,273,243 in fiscal year 2018. Grants and donations for operations represents 61.37% of the expenditures within the public health function in fiscal year 2019. Operating grants and donations decreased by \$136,072 in fiscal year 2019. The decrease consists of reductions in the Title X Family Planning in the amount of \$23,134 and \$7,688 in state family planning grants, \$5,000 in the maternal and child health care grants and various cost plan adjustments ranging from \$3,000 to \$50,000 on the grants listed below.

Operating grant revenue for public health function includes the following major sources:

<u>Project</u>	<u>Grantor</u>	<u>Amount</u>
Superfund Activities Residentials Metal, Water Quality and Health Studies	BP (ARCO)	\$1,332,255
Chronic Disease Grants	United States Department of Health & Human Services passed through the State of Montana Department of	\$ 441,983

	Health & Human Services	
Preventive Health and Family Planning and PREP Grant	United States Department of Health & Human Services passed through the State of Montana Department of Health & Human Services	\$ 176,598
Women, Infants and Children (WIC)	United States Department of Agriculture passed through the State of Montana Department of Health & Human Services	\$ 171,279
Maternal and Child Health (MCH) Parents as Teachers and Nurse Family Partnerships	United States Department of Health & Human Services passed through the State of Montana Department of Health & Human Services	\$ 127,067
Healthy Montana Families Program	United States Department of Health & Human Services passed through the State of Montana Department of Health & Human Services	\$ 81,046
Family Planning	United States Department of Health & Human Services passed through the State of Montana Department of Health & Human Services	\$ 98,227
HIV Early Intervention and Prevention Grants	United States Department of Health & Human Services passed through the State of Montana Department of Health & Human Services	\$ 55,803
Emergency Preparedness	United States Department of Health & Human Services passed through the State of Montana Department of Health & Human Services	\$ 80,232
United States Department of Justice-DUI Court and JAG Grants for supplies and computers	United States Department of Justice Grants	\$ 211,162

Capital grants and contributions revenue:

General government

Capital grants and contributions for general government function is \$525,883 in fiscal year 2019 compared to \$201,618 in fiscal year 2018 for an increase of \$324,265. Fiscal year 2019 includes \$400,068 in Transportation Alternative grants to install ADA compliant sidewalks and curb ramps, and \$125,815 in DNRC grants for continued construction of the Greenway Trail System and mine yard improvements.

General government major capital grants, relate to the following major sources:

<u>Project</u>	<u>Grantor</u>	<u>Amount</u>
Transportation alternative grant to install ADA compliant sidewalk and curb ramps	Federal Transportation Alternative Grants	\$400,068
Greenway Trail System	State of Montana Department of Natural Resource and Conservation	\$ 38,160

Department of Natural Resource Mine yard improvement grants	State of Montana Department of Natural Resource and Conservation	\$ 87,655
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Public Works

Capital grants and contributions for public works function is \$1,375,021 in fiscal year 2019 compared to \$438,939 in fiscal year 2018. Capital grants and contributions include State of Montana Department of Natural Resource and Damages (NRD) grant funding in the amount of \$1,248,289 for the shop relocation project as part of the superfund activities. In total, the city-county will receive approximately \$14 million to complete the shop relocation project.

Public works major capital grants, relate to the following major sources:

<u>Project</u>	<u>Grantor</u>	<u>Amount</u>
NRD Shop relocation project	State of Montana Department of Natural Resource and Conservation	\$1,248,289
Superfund Activities Stormwater Improvements	BP (ARCO)	\$ 126,732

Culture and Recreation

Capital grants and contributions for culture and recreation function is \$3,053,000 in fiscal year 2019 compared to \$216,000 in fiscal year 2018. In the current fiscal year, the City-County received a \$3 million donation from the Dennis & Phyllis Washington Foundation. The funds are to be used on central park improvements at the Stodden Park facilities. This park is the largest park in the city-county. The new community Ridgewater Pool and municipal golf course is located at this facility. The funding included \$1 million in playground equipment, arch structure for park entrance, pavilion and picnic areas, tennis courts, lighting, landscaping and infrastructure. The total cost of the project to date is \$5.5 million.

In June 2019, the Dennis & Phyllis Washington Foundation dedicated the facilities and pledged an additional \$4.5 million in improvements at Stodden Park and the Highland View Golf Course.

Culture and recreation major capital grants, relate to the following major sources:

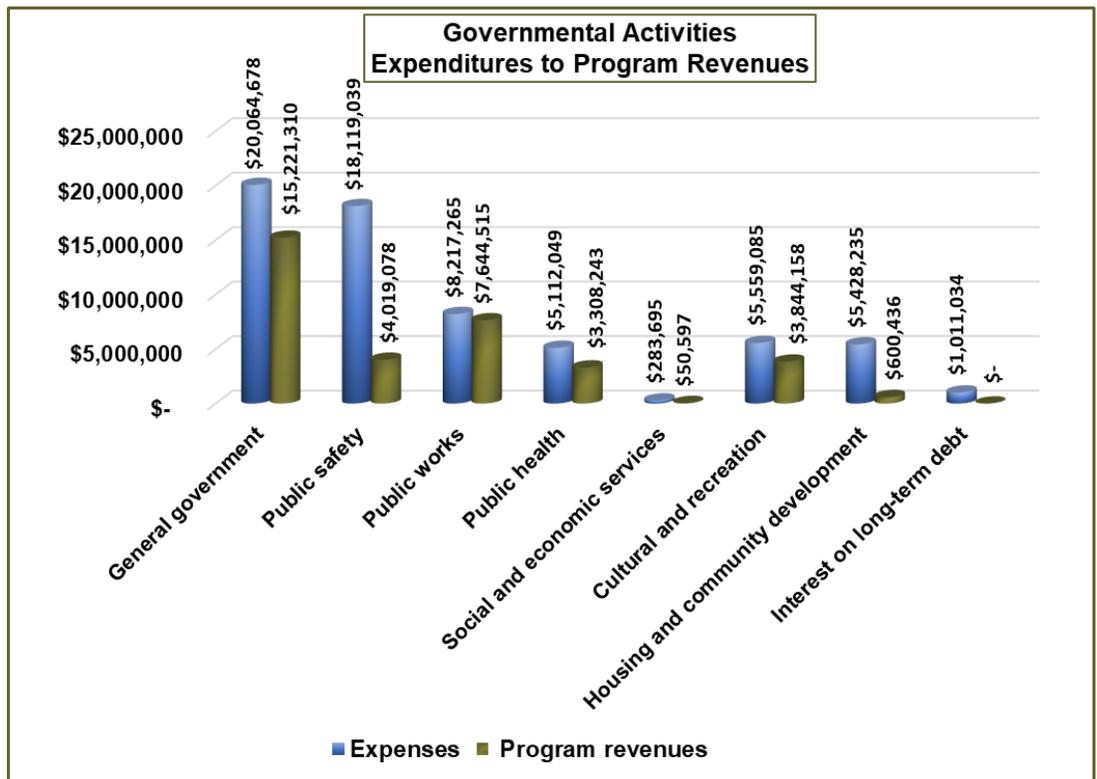
<u>Project</u>	<u>Grantor</u>	<u>Amount</u>
Ridge Water Community Pool	Private donations	\$ 53,000
Stodden Park Central Park Improvements	Dennis & Phyllis Washington Foundation.	\$3,000,000

GOVERNMENTAL ACTIVITIES FUNCTIONAL EXPENSES

General government expenses, the largest function under governmental activities, makes-up 31.45% of the total governmental activities expenditures, in comparison to 27.93% in fiscal year 2018. General government expenditures increased by \$3,157,328 or 18.67%. General government includes most all the administrative and elected offices of the local government. Public safety comprises of 28.40% of the total governmental activities expenditures. In the current fiscal year, general government expenditures include \$1,335,475 in costs related to asset disposal. This loss relates to the transfer of portions of the Greenway Trail System to Anaconda-Deer Lodge county. Butte-Silver Bow has reflected the entire Greenway Trail Project as an asset since the beginning of the project. During fiscal year 2019, it was determined by management that the sections of trail that existed in Anaconda-Deer Lodge County should be transferred and removed from

Butte-Silver Bow’s financial records. Public safety, which includes fire services, law enforcement division, detention center and code enforcement, is the second largest expenditure in the governmental activities. Public Safety expenditures increased by \$230,400 or 1.29% from fiscal year 2018. Public works is the third largest functional expenditure, totaling over \$8.2 million or 12.88% of total expenses, as compared to 13.93% in fiscal year 2018. The increase in the general government function expenditures are a result of increases in salaries, utilities, costs of self-funded health insurance claims, pension expense, and other post-employment benefit expense. The explanations for these changes are highlighted in the discussion of the major governmental funds section below. The increase in public safety expenditures is also based on the increase in salaries and benefits, overtime expenditures related to deployment of fire crews to wildland fires, and the full year allocation of salaries and benefits for the four additional firemen under the Staffing for Adequate Fire and Emergency Response FEMA grant.

The graph to the right shows the expenditures in the governmental activities by function in comparison to the program revenues by the same function for fiscal year 2019.



The following table presents the cost of each of the City-County's functions, including the net costs (*i.e., total cost less revenues generated by the activities*). The net costs illustrate the financial burden that was placed on the City-County's taxpayers by each of these functions.

	Fiscal Year 2019			Fiscal Year 2018		
	Total Cost of Services	Net Cost of Services	% of Net Cost	Total Cost of Services	Net Cost of Services	% of Net Cost
Primary Government Governmental Activities						
General government	\$ 20,064,678	\$ 4,843,368	16.64%	\$ 16,907,350	\$ 1,804,787	5.53%
Public safety	18,119,039	14,099,961	48.44%	17,888,639	14,661,332	44.90%
Public works	8,217,265	572,750	1.97%	8,433,894	3,267,721	10.01%
Public health	5,112,049	1,803,806	6.20%	4,777,486	1,366,987	4.19%
Social and economic services	283,695	233,098	0.80%	258,255	244,149	0.75%
Culture and recreation	5,559,085	1,714,927	5.89%	4,916,764	4,184,764	12.82%
Housing and community development	5,428,235	4,827,799	16.59%	6,344,183	6,108,633	18.71%
Interest	1,011,034	1,011,034	3.47%	1,015,758	1,015,758	3.11%
Total	\$ 63,795,080	\$ 29,106,743	100%	\$ 60,542,329	\$ 32,654,131	100%

The total cost of services increased by \$3,252,751, however, the net cost of services or burden placed on the taxpayers decreased by \$3,547,388 (10.86%).

As indicated, Butte-Silver Bow finances a large percentage (54.37%) of the City-County's costs through program revenues. Of the net costs to taxpayers, public safety makes up 48.44% of the total amount for fiscal year 2019. This compares to 44.90% in fiscal year 2018.

Tax collections in the economic development districts including the urban renewal districts, or tax increment districts (Housing and Community Development) may be collected in one year and expended in future years. In these districts, the expenditures may not be in line with the tax implications with the immediate year. Also, projects funded by tax revenue within all functions may not be fully completed until a following year. In these scenarios, processes under the budget act of the State of Montana assure double taxation does not occur.

Governmental Accounting Standards Board Statement No. 68, requires local governments to report a portion of the unfunded pension liability. In the current fiscal year governmental activities, net pension liability of \$22,709,146 was recorded and deferred inflows from pensions are \$5,115,925. The pension liability decreased by \$3,236,163 and the deferred inflow of resources from pensions increased by \$2,394,004 from the amounts reported in fiscal year 2018. The pension expense recorded in the governmental activities was \$3,853,692 and the revenues paid by the State of Montana on behalf of the local government were \$2,129,451 for fiscal year 2019, which was recorded as intergovernmental revenue within the fund statements and program operating grant revenue in the statement of activities.

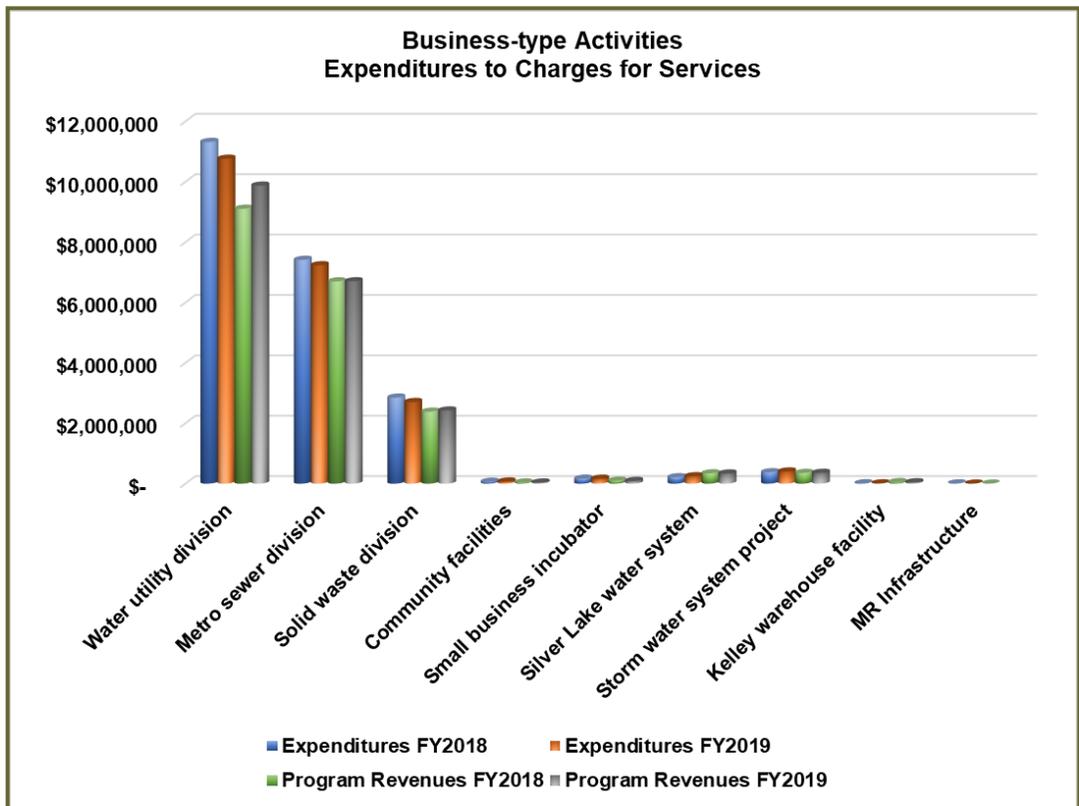
BUSINESS-TYPE ACTIVITIES

In total, the business-type activities fully comprised of the enterprise funds of the local government reported a \$1,818,080 decrease in net position. In the current fiscal year, the City-County reported a total operating loss of \$958,194 as compared to an operating loss of \$2,472,293 in fiscal year 2018. Charges for services are up \$791,857 (4.15%) over fiscal year 2018. Expenditures of \$21,579,711 for the current fiscal year have decreased by \$825,160 (3.68%) from fiscal year 2018. Personnel services decreased by \$804,050 (11.24%), operation and maintenance expense slightly increased by \$13,781

(.22%), and depreciation expense also slightly increased by \$12,928 (.16%). The explanations for these changes are highlighted in the proprietary fund section below.

Primary Government Business-Type Activities	Fiscal Year 2019			Fiscal Year 2018		
	Expenditures	Charges for Services	%	Expenditures	Charges for Services	%
Water utility division	\$ 10,759,296	\$ 9,870,290	49.72%	\$ 11,316,655	\$ 9,103,865	47.76%
Metro sewer division	7,231,218	6,700,814	33.75%	7,411,665	6,698,733	35.14%
Solid waste division	2,703,442	2,421,602	12.20%	2,848,679	2,383,391	12.50%
Community facilities	69,343	36,744	0.19%	60,520	36,744	0.19%
Small business incubator	161,607	88,512	0.45%	162,374	95,305	0.50%
Silver Lake water system	244,570	335,339	1.69%	210,824	340,247	1.78%
Storm water system project	401,394	356,223	1.79%	376,253	353,361	1.85%
Kelley warehouse facility	8,841	44,143	0.22%	10,178	50,164	0.26%
MR Infrastructure project	-	-	0.00%	7,723	-	0.00%
Total	\$ 21,579,711	\$ 19,853,667	100%	\$ 22,404,871	\$ 19,061,810	100%

The graph to the right compares the current fiscal year (FY2019) expenditures and charges for services to the prior year (FY2018).



Financial Analysis of the City-County's Funds

Governmental Funds

As discussed, governmental funds are reported in the fund statements with a short-term inflow and outflow of spendable resources focus. This information is useful in assessing resources available at the end of the year in comparison with upcoming financing requirements. Governmental funds reported ending fund balances of \$75,881,964 for the current fiscal year in comparison to \$72,099,820 for fiscal year 2018. Of this year-end total, \$7,678,050 is unassigned, indicating availability for continuing City-County service requirements. Restricted fund balance for fiscal year 2019 totals \$54,232,211 for the governmental funds. The restricted fund balances include \$11.5 million for economic development activities within the Ramsay TIFID #2 (tax increment financing district), \$14.2 million for superfund activities within the ARCO Redevelopment Trust Authority for public works and economic development activities, \$21.4 million within the special revenue funds, \$1.05 million within capital improvement fund for capital projects, and \$1.36 million within the general fund. The restricted funds in the special revenue fund include \$10.4 million within the Hard Rock Mine fund which is restricted by the State of Montana statutes. The special revenue fund also includes \$3 million restricted for economic development activities, and \$2 million in public works and reclamation projects. The general fund restricted fund balance consists of \$771,992 for the self-funded health insurance plan, \$383,522 for code enforcement, \$101,505 for animal control donations, \$10,825 for unclaimed property, and \$93,080 is related to private donations to the Health Department. The nonspendable fund balance for the current fiscal year is \$5,731,937. The nonspendable fund balance includes \$58,318 in the general fund and \$5,673,619 in the special revenue funds. The general fund balance consists of \$42,500 in prepaid expenses and \$15,818 in inventory from the golf course operations. In the special revenue fund, the nonspendable fund balance of \$5,673,619 is the long-term portion due on within the community development and economic development revolving loan programs. Note 3-J Fund Balances, within the notes to the financial statements, further describes the restricted fund balances.

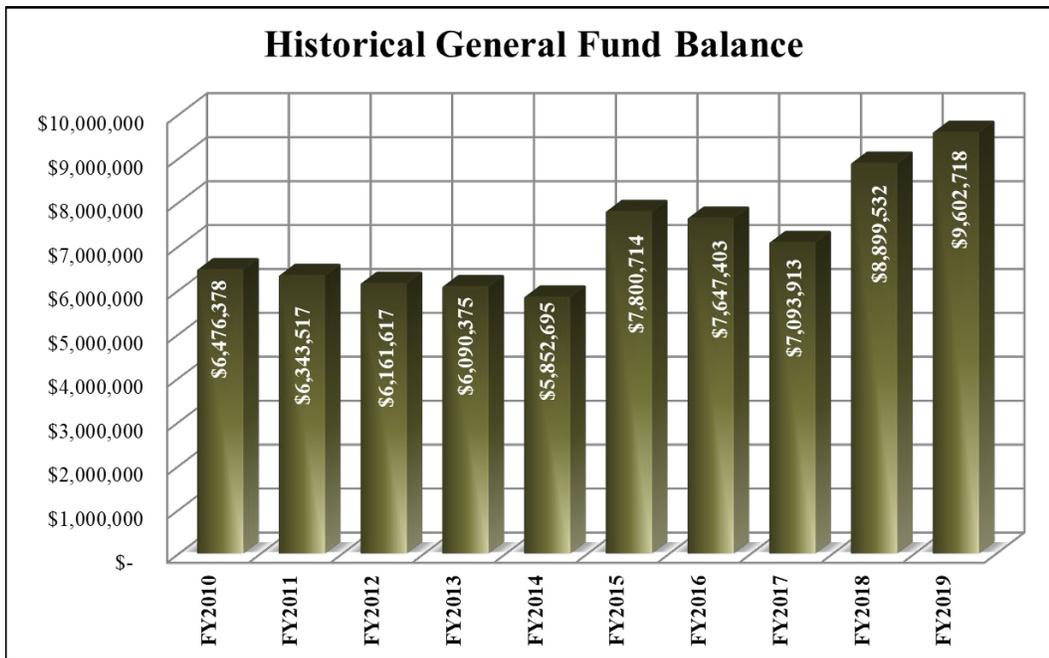
The total ending fund balances of governmental funds for the current fiscal year show an increase of \$3,782,144 (5.25%) from the prior year. The general fund increased by \$703,186, the other major fund balances of the governmental fund increased by \$156,789 (*Ramsay TIFID #2 and ARCO Redevelopment Trust Authority*), and the nonmajor governmental funds increased by \$2,922,169. The increase in the governmental funds relates to a \$8.18 million increase in revenues and \$4.28 million decrease in expenditures. Current expenditures increased by \$2,052,174 however, capital outlay decreased by \$6,149,592 and debt service decreased by \$182,789. The significant increases in revenue consist of; property taxes \$780,529, special assessment \$774,870, intergovernmental \$1,035,716, charges for services \$737,925, self-funded health insurance premiums \$514,485, and private grants and contributions \$2,752,213. The property tax increase was based on the increase in taxable value. In fiscal year 2019 the taxable value was \$63,692,335 compared to \$61,746,449 in fiscal year 2018. The increase in special assessment revenue, as discussed above, relates to the creation of the countywide street and road maintenance district. Each parcel of property with a market value in excess of \$5,000 was assessed a charge in the amount of \$72.05 per parcel. The increase in the intergovernmental revenue consists of an additional \$400,068 in federal funding within the transportation alternative program, \$371,913 in community development grants through the State of Montana Big Sky Trust grant program, and various increases in federal and state grants within the transit, road, health, and fire funds. The decrease in capital expenditures related to the majority of the construction (\$6,142,296) on the Ridge Waters community pool being completed in fiscal year 2018.

Major Governmental Funds

General Fund

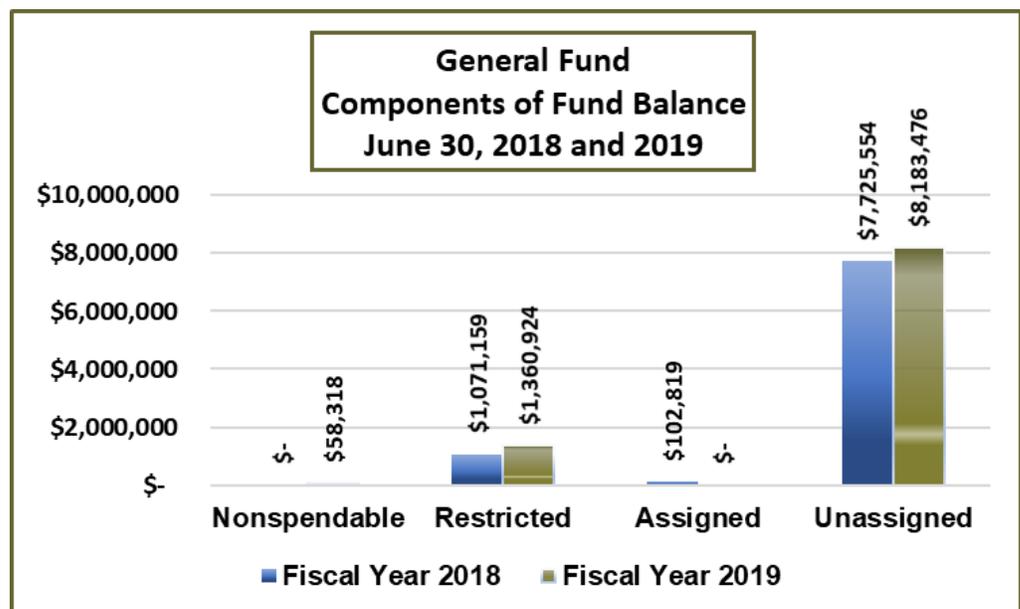
The general fund is the City-County's primary operating fund and the largest source of day-to-day service delivery. The general fund's balance increased by \$703,186 (7.90%) to a total fund balance of \$9,602,718 in fiscal year 2019. At the end of the current fiscal year, unassigned fund balance of the general fund was \$8,183,476. As a measure of general fund's

liquidity, it's useful to compare both the unassigned fund balance and total fund balance to the total general fund expenditures. Unassigned fund balance represents approximately 25.98% of total general fund expenditures (*exclusive of transfers out*) while total fund balance represents is approximately 30.48 % of the total general fund expenditures (*exclusive of transfers out*). In fiscal year 2018, unassigned fund balance to total expenditures was 25.32%. Maintaining an unassigned fund balance in the general fund is necessary to provide for cash flow and resources for contingencies. Management has adopted a policy statement that the unassigned fund balance shall be at least 16% and the Annual Budget Resolution, adopted by the Council of Commissioners, contains a section stating the unassigned fund balance should be at least 16%.



The graph to the left illustrates the changes in general fund balance over the past ten fiscal years.

The graph to the right shows the changes in the components of the general fund balance between the prior fiscal year (2018) and the current fiscal year (2019)



In fiscal year 2019, the management reviewed the classification of fund balance. The funds previously reported as assigned in fiscal year 2018 were reclassified as nonspendable in fiscal year 2019. These funds relate to inventories and prepaid expenditures.

General fund Revenues

Total revenues increased by \$625,022 or 2.01% during fiscal year 2019. In fiscal year 2018, total revenues increased 2.20%. The most significant revenue source for the general fund is taxes. In fiscal year 2019, the general fund tax revenue was \$15,306,175 compared to \$15,453,592 in the prior fiscal year. This was decrease in tax revenue of \$147,417 or less than 1%. The largest increase in revenue within the general fund was in the city-county employee health insurance contributions. The increase in premiums was \$514,485 over fiscal year 2018. This was an increase of 8.60%. In fiscal year 2018, health insurance premiums increased by \$569,051 (10.52%). In addition to the increase in the self-funded health insurance premiums, licenses and permits increased by \$155,266 (15.63%) and intergovernmental revenue increased by \$176,790 (2.84%). The increase in licenses and permits was due to the increase in building and related construction permits in fiscal year 2019.

The local government also received a State of Montana, Department of Corrections, Board of Crime Control grant in the amount \$91,888 to reimburse the local government for the services of an officer assigned to the Drug Task Force. This was increase of \$38,080 over the prior year. The City-County of Butte-Silver Bow also had an increase in the entitlement share allocation within the general fund in the amount of \$46,590, and \$51,604 in the State of Montana Jail Diversion and Crisis Response grant. The remaining increases, in smaller increments, were within the homeland security grants, earmarked alcohol, and department of natural resource in conservation grants.

Charges for services decreased by \$109,710 (8.35%) for fiscal year 2019. The City-County's board of prisoner revenue decreased by \$25,718 in fiscal year 2019. The local government's need to house inmates related to the crimes within the City-County is increasing annually. Fines and forfeitures decreased by \$65,450 (19.08%) from fiscal year 2018.

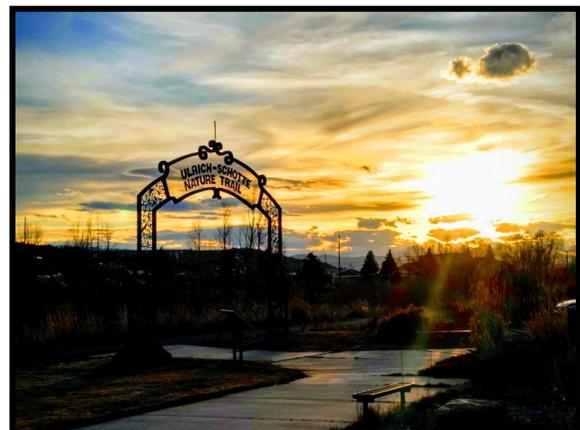
Interest income increased \$157,545 (48.75%) over fiscal year 2018. The earnings increase is attributed to the increase in interest rates and the implementation of processes for cash management allowing for the ability to more timely invest available cash. Cash flows are monitored to maximize both short-term and long-term investment opportunities. Miscellaneous revenues increased by \$14,277 (6.29%) for the prior fiscal year.

The self-funded health insurance plan premium revenue increased by \$514,485 over fiscal year 2018. This was an increase of 8.60%. In the prior fiscal year, the premiums increased by \$569,051 (10.52%). Non-union employees and union employees participating in the plan were granted an additional \$25 to \$30 per month to offset the increase of the plan. The City-County hired a new consultant effective July 1, 2017. The local government insurance committee and consultant established a five-year plan to attempt to control claim costs and provide better wellness opportunity for city-county employees and dependents.

Private grants and donations decreased by \$97,888 (55.82%). During fiscal year 2018, the general fund received a grants for animal control capital and operations in the amount of \$119,395. In fiscal year 2019, the grants received for animal services was \$22,635. Rental income increased by \$326 and changes in investment to fair market value increased by \$26,798.

General fund expenditures

The City-County reports an increase in the general fund expenditures for fiscal year 2019 of \$1,594,522 (5.33%) over the prior year. In fiscal year 2018, the expenditures decreased by \$1,871,769 (5.78%).



The chart below shows the comparison between the current fiscal year and prior fiscal year of general fund expenditures by function.

Current:	Fiscal Year 2018	Fiscal Year 2019	Change	% Change
General government	\$ 12,761,698	\$ 14,042,444	\$ 1,280,746	10.04%
Public safety	11,183,023	11,408,792	225,769	2.02%
Public works	548,171	480,698	(67,473)	-12.31%
Public health	1,865,140	2,098,640	233,500	12.52%
Social and economic services	88,776	107,911	19,135	21.55%
Cultural and recreation	2,930,237	2,874,179	(56,058)	-1.91%
Capital Outlay:				
General government	300,325	157,256	(143,069)	-47.64%
Public safety	123,970	218,068	94,098	75.90%
Public works	13,575	4,708	(8,867)	-65.32%
Cultural and recreation	40,945	83,463	42,518	103.84%
Debt Service:				
Principal	49,053	25,515	(23,538)	-47.98%
Interest	3,342	683	(2,659)	-79.56%
Total Expenditures	<u>\$ 29,908,255</u>	<u>\$ 31,502,357</u>	<u>\$ 1,594,102</u>	5.33%

General government expenditures increased by \$1,280,746 (10.04%). Within the general government, expenditures related to the self-funded health insurance fund increased by \$1,029,687. In addition to this increase, salaries and wages increased by \$129,200 and employer provided benefits including pension expense increased by \$189,984. Public health expenditures increased by \$233,500 (12.52%). The increase in the public health expenditures included \$166,589 in salaries and benefits. Additional staff was allocated to the general fund when grants were not sufficient to sustain the activities within the Health Department and Community Enrichment Department. In addition, operating costs including supplies, travel and other purchased services increased by \$86,069 within these departments. Capital expenditures within the general fund in the current fiscal year were \$463,495, which was a decrease of \$15,320 from fiscal year 2018. Debt Service decreased by \$26,197 in fiscal year 2019 as the boiler capital lease for the Courthouse required only one payment and was fully paid during the current year.

Other Major Governmental Funds - The City-County maintains many individual funds, either because they are legally mandated or considered necessary to track the costs of certain programs. The City-County reports two major governmental funds (besides the general fund) as described briefly below:

Ramsay TIFID #2 Fund

This fund accounts for the tax collection and economic development activities of the tax increment financing industrial district, located just southwest of the intersection of I-90 and I-15 near the town of Ramsay. The district, known as the Montana Connections Business Development Park, was created by Council Ordinance #424 on May 20,1992. The district was created to issue debt to finance the infrastructure to attract development and diversify the economic activity of the community. The first major development within the district was constructed between 1996-1998 by Advanced Silicon Materials Incorporated (ASiMI). The facility is now owned and operated by REC Silicon and employs over 300 Butte-Silver

Bow residents. The plant produces polysilicon, float zone, electronic grade polysilicon and silane gas. REC Silicon remains the largest taxpayer in the district with a taxable value of \$4,219,952 for fiscal year 2019. Many other developments have occurred within the district including Montana Precision Products, an aerospace manufacturing company which is joint venture between GE and SeaCast. The company employs approximately 168 for Silver Bow and surrounding counties. The company anticipates expanding the number of employees by 30% by the end of 2019. Other developments include expansion of the warehouse and distribution facilities by FedEx, construction of a \$15 million malt plant which will begin operations in 2020, a cement-manufacturing company opened in 2017 (Blacklock Block Manufacturing), and other warehouse facilities emerging upon the district. The Ramsay TIFID #2 will sunset July 2022.

Ramsay TIFID #2 Fund Revenues

Revenues consist primarily of property taxes totaling \$2.62 million. Property taxes decreased by \$215,088 (1.41%) below those of fiscal year 2018 and interest revenue increased by \$82,587. The properties located within the Ramsay TIFID are for the most part industrial in nature. The value of personal property is reported to the State of Montana Department of Revenue. The entities can use the depreciated value of the assets when reporting. Also, the entities can seek further reductions in property tax value due to market conditions. The combination of the depreciation changes and market conditions resulted in a \$944,092 reduction in taxable value for the top two taxpayers. The total taxable value of district decreased from \$5,952,858 in fiscal year 2018 to \$5,339,662 in fiscal year 2019. The tax increment decreased by \$613,196 resulting in a decrease in taxes of \$215,088. The taxable values information of the district can be found within the statistical section of this report under *Principal Taxpayers of the Ramsay Tax Increment Financing Industrial District-XVa* and *Taxable Value of the Ramsay Tax Increment Financing Industrial District-XVib*.

Ramsay TIFID #2 Fund Expenditures

Before other financing uses - transfers out, the Ramsay TIFID #2 fund incurred expenditures of \$2,699,537. Most of these expenditures relate to:

- \$340,670 relates to administrative and marketing costs to operate the district. This includes the salary for staffing, supplies, outdoor advertising, professional services and printing of marketing materials.
- \$436,572 relates to grants to developers for infrastructure work within the district pursuant to Title 7 Chapter 15 Part 42 of the Montana Code Annotated. These expenditures include \$387,636 for Montana Malt Craft and \$48,936 to Space Propulsion Group to relocate two rocket engine test cells within the tax increment district.
- Capital outlay expenditures totaled \$1,922,295 and consist of \$20,000 for land purchase, \$1,200,768 for construction of a warehouse facilities, \$172,132 for Montana Connections park rail spur construction in process, \$501,780 for the construction of a potable water project for the district, and \$27,615 for initial phases of infrastructure related to roads and sewer for the National Guard relocation.

Transfers out of \$749,178, consisted of \$228,064 to the General Fund for administrative and overhead charges; \$96,114 to Fire Services per contract agreement for fire service emergency response equipment; \$25,000 to the Business Development Center for office space and services from development center staff, and \$400,000 to the Ramsay TIFID District revolving loan fund.

The fund balance in this Ramsay TIFID #2 fund decreased by \$381,621. The ending fund balance in this fund totals \$11,475,737. The TIFID will sunset in fiscal year 2022. The TIFID Board has a five-year strategic plan for infrastructure and marketing of the district. The board anticipates spending the funds to complete the items in the capital improvement plan. The most significant projects remaining are the rail spur and road development.

ARCO Redevelopment Trust Authority Fund

An appointed Authority of the citizens of the City-County directs, manages, and distributes the Redevelopment Trust funds in a manner that complies with the provisions set forth in the “Allocation and Settlement Agreement and Mutual Release of Claims” by and between the City-County of Butte-Silver Bow and Atlantic Richfield Company. The objective of the Redevelopment Trust Authority is to promote the redevelopment of land within the Butte Priority Soils District and re-use properties that have been remediated and reclaimed from past mining impacts. In compliance with the agreement, funds shall be directed to infrastructure projects, maintenance and protection programs, and general development activities that serve the public interest and general welfare. More specifically, the funds are to be used as follows: (1) Development of Mine Waste Source Areas with at least \$2,000,0000 allocated to these projects; (2) Historic Preservation projects consisting of at least \$1,000,000; (3) Development of Open Space and Recreation Areas consisting of at least \$1,000,000; (4) Health Initiatives consisting of at least \$1,000,000 (5) a minimum of \$500,000 on Festival production; (6) \$1,000,000 on Silver Lake Water System Improvements, and (7) the remaining funds may be allocated to Community and Economic Development activities or allocated back to the funds previously stated. The Chief Executive, in fiscal year 2015, appointed the Superfund Advisory Redevelopment Trust Authority (SARTA), to oversee the expenditures within this fund. SARTA is a citizen’s advisory group made up of eleven at large voting members and four Ex-Officio local government members.

ARCO Redevelopment Trust Authority Fund Revenues and Expenditures

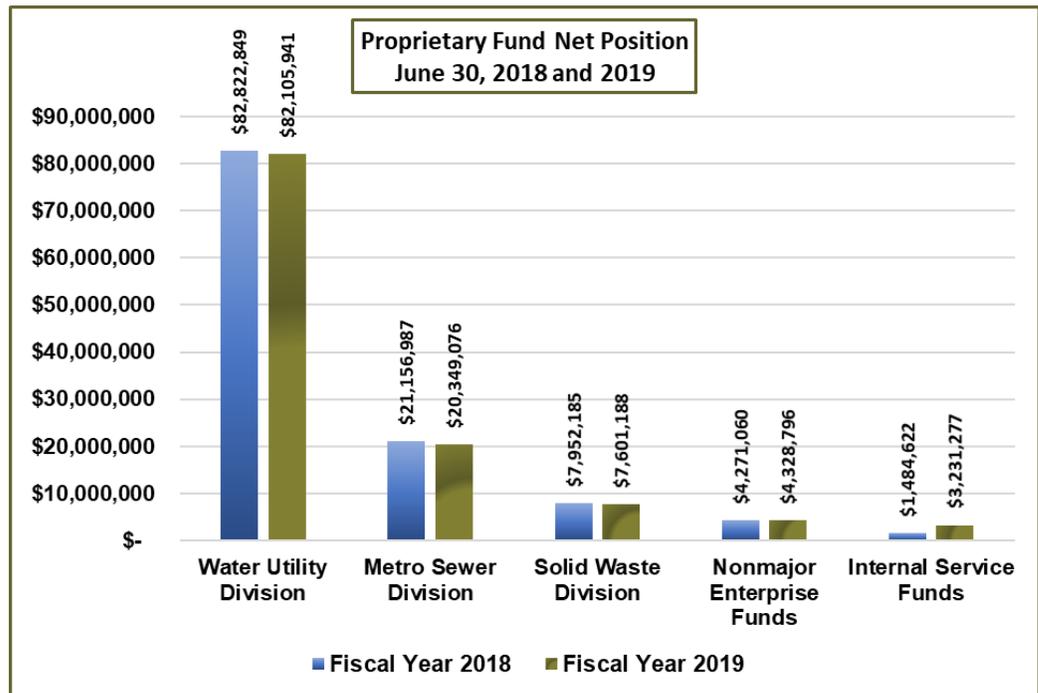
The revenue in this fund is \$446,237 in investment earnings, increased by \$534,551 for adjustments of investments to fair market value as of June 30, 2019 for total revenue of \$980,788. Expenditures totaled \$442,378. The expenditures consisted of \$59,365 in Historic Preservation grants, \$59,606 for maintenance on open spaces and parks within the district, \$128,824 in allocations for festivals, and \$178,824 in community and economic development grants and \$15,759 for mine waste remediation projects. The ending fund balance was \$13,680,991 for fiscal year 2018. SARTA, after approval by the Council of Commissioners, developed an investment policy statement and passed a resolution to invest the funds within the State of Montana long-term investment trust funds with the State of Montana Board of Investments. The funds will be held within the State of Montana long-term investment trust funds for at least ten years. The objective was to seek a return on the investment to generate approximately \$500,000 annually to meet the projected release of funds. These funds are to be invested for future redevelopment and maintenance of the sites within the Butte Priority Soils Operable Unit. Additional funds can be allocated from the trust upon the approval of the SARTA Board. In September 2019, the SARTA Board gave a conditional grant approval to the Praxis Center, a rural healthcare training center under development within the city-county Uptown Urban Renewal District, in the amount of \$730,000 to assist with the acquisition of land. These funds will be potentially drawn upon during fiscal year 2020.

Proprietary Funds

The proprietary fund statements share the same focus as the government-wide statements, reporting both short-term and long-term information about financial status. The City-County maintains eight such funds, with the three major funds being the Water Utility Division, the Metro Sewer Division and the Solid Waste Division.



The net position of the proprietary funds for fiscal year 2019 is \$117,616,278 compared to \$117,687,703 which is a decrease of \$71,425. The Enterprise funds net position decreased by \$1,818,080 and the Internal Service funds net position increased by \$1,746,655. The decrease in the Enterprise funds is a result of operating loss of \$958,194 for the current fiscal year compared to operating loss of \$2,472,293 in fiscal year 2018. Management continues to work on cost containment measures. These efforts are further discussed within the major fund discussions.



During the current fiscal year, the three major funds, Water Utility Division, the Metro Sewer Division and the Solid Waste Division, transferred cash to the General Fund in the amounts of \$320,684, \$392,302, and \$173,760 respectively. These transfers relate to numerous administrative services including accounting, legal, planning, utility billing management, GIS, investment management, record retention, and other treasury functions provided by the General Fund.

The total current assets within the proprietary funds increased by \$3,286,402 and the non-current assets decreased by \$4,731,664 in fiscal year 2019. Cash and cash equivalents, including restricted cash, increased by \$3,514,047, receivables decreased by \$227,502, including the interfund balances. Non-current assets depreciation for the current fiscal year was \$8,404,578. This accounts for the current year decrease in these assets. The deferred outflow of resources from pensions decreased by \$262,249 from the prior fiscal year.

The current liabilities of the proprietary funds decreased by \$257,422 in fiscal year 2019 and the non-current liabilities decreased by \$2,617,000. The change in the current portion of liabilities was a result of a decrease in accounts payable in the amount of \$301,426, increase in vouchers payable in the amount of \$55,211 with a small increase and decrease among the other current liabilities. Within the noncurrent liabilities the City-County is required to record pension liability under GASB Statement No. 68. In fiscal year 2019, the pension liability decreased by \$1,672,265 to a total liability of \$7,003,747. The long-term debt decreased by \$997,256, compensated absences increased by \$23,520, and post closure costs increased by \$36,860.

The current ratio for the proprietary funds in fiscal year 2019 is 8.24 to 1 compared to 6.72 to 1 in fiscal year 2018. The ratio demonstrates the short-term strength of these funds.

Major Proprietary Funds

Listed below is the financial summary of the three major proprietary funds, Water Utility Division, Metro Sewer Division, and the Solid Waste Division.

Water Utility Division

The Water Utility Division was acquired from Washington Corporation in January 1992 and began to function as a municipal water utility. Over \$177 million in improvements have been made since the City-County took over the ownership. The Water Utility Division has 47 employees. The Water Utility Division generates monthly flat rate and meter bills to over 12,872 water premises. Water is supplied to the city using three different water treatment plants from three different reservoirs. The plants consist of the Moulton Treatment Plant, which is in the northern part of the community, the new Basin Creek Treatment Plant, which is south of the community and the largest is the Feeley Treatment plant, which is southwest of the community. The Feeley Plant treats water that is pumped from the Big Hole River pump station over the Continental Divide. This pump facility is 20 miles from the city and the plant is 15 miles. The average daily consumption of water within the community is 7,125,000 gallons. The Water Utility Division maintains over 380 miles of transmission and distribution lines.

Water Utility Division Revenues

The operating revenues of the Water Utility Division increased by \$722,807 (7.90%) in fiscal year 2019 from the prior fiscal year. The City-County of Butte-Silver Bow Council of Commissioners passed of Council Resolution #17-58 on September 20, 2017. This resolution called for two 10% water utility rate increase effective October 1, 2017 and the second increase October 1, 2018. The increase, effective October 1, 2018, generated an additional \$766,425. Interest income increased by \$107,231 over the prior year. The Water Utility Division also recorded intergovernmental income of \$67,670, which was pension contributions made to the State pension plan on behalf the local government.

The Water Utility Division recognized capital grants as follows:

Project	Grantor	Amount
Basin Water Treatment Plant Construction Project. This is a \$36 million project funded by the Montana Department of Natural Resource and Damages Program	State of Montana Department of Natural Resource & Damages Program (NRPDP)	\$ 206,736

Water Utility Division Expenditures

Operating expenses decreased by \$531,439(4.73%) over fiscal 2018 expenditures. The decrease in operating costs include \$545,266 decrease in personnel services and \$23,267 decrease in operation and maintenance. Management has worked on cost containment efforts across the local government. However, overtime costs within the Water Utility Division has been a focus of management. Personnel services was also reduced for adjustments to pension expense by \$233,350. Also, some of the change in personnel services relates to the capitalization of labor on major construction project along Dewey Boulevard, a major street within the city. Depreciation expense increased by \$37,094 (.75%). Operation and maintenance expenses decrease by \$23,267.

The operating loss for this fund is \$827,227 as compared \$2,081,473 in fiscal year 2018. Management will continue stewardship efforts to contain costs, but still provide the service to deliver clean water at affordable rates.

The Net Investment in capital assets is \$73,904,819 a decrease of \$3,748,768 (4.83%) from the prior fiscal year. Depreciation expense for the current fiscal year is \$4,997,915. The unrestricted net position of this fund is \$7,799,154 compared to \$4,754,449 for fiscal year 2018. The unrestricted net position is sufficient to cover operation and maintenance

costs and emergency capital expenditures. The unrestricted amount represents 73% of the annual operating costs. The restricted net position is sufficient to meet the debt service covenants in the amount of \$249,525 and \$152,443 for customer deposits on accounts.

Metro Sewer Division

The Metro Sewer Division operates under Chapter 13.04 of the municipal code and is required to follow the Federal Water Pollution Control Act, also known as the Clean Water Act and any additional federal and State of Montana mandates. In fiscal year 2017, the City-County completed over \$34 million in plant improvements to assure compliance of the federal mandates. The Metro Sewer Division has 26 full-time equivalents and bills 57,899 units at approximately \$114 per unit on the annual tax bills by November 1st of each year. The payments for this assessment are made with the annual tax bill by November 30th and May 31st. The Metro Sewer Division maintains over 176 miles of sewer lines.

The Metro Sewer Division reported \$162,115 operating income for fiscal year 2019 compared to the operating income of \$10,994 in fiscal year 2018.

Metro Sewer Division Revenues

The Metro Sewer Division operating revenues were \$6,713,061 for the current fiscal. The operating revenues were down by \$8,271. The non-operating revenues for this division include \$71,304 in interest income. Interest income increased by \$36,386 (104.20%) from the prior year. The non-operating revenue also includes \$38,830 in intergovernmental revenue related to the State of Montana contributions to the state pension plans on behalf of the local government. The Metro Sewer Division did not receive capital grants in the current fiscal year.

Metro Sewer Division Expenditures

Operating expenses were \$6,550,946 in the current fiscal year. Operating expenses decreased by \$159,392 (2.38%) from the prior year. Personnel services decreased by \$176,620. Similar to the Water Utility Division, management focused on cost containment efforts with a focus on better staffing to reduce overtime costs. Operating supplies increased by \$37,034 (2.18%). The Metro Sewer Division is working on plant optimization. This required additional chemicals and supplies to test the various operating strategies.

During the current fiscal year, the Metro Sewer Division had \$680,272 in interest expense on the \$27 million in outstanding revenue bonds.

The Net Investment in capital assets is \$14,742,317. Net Investments decreased by \$1,335,094 (8.30%) from the prior fiscal year. Current year depreciation is \$2,705,848. The unrestricted net position of this fund is \$3,401,971 compared to \$2,995,669 for fiscal year 2018. The unrestricted net position is sufficient to cover operation and maintenance costs and emergency capital expenditures. The unrestricted amount represents 52% of the annual operating costs. The restricted net position is sufficient to meet the debt service covenants in the amount of \$1,634,788 and \$570,000 for capital reserve requirements.

The fund reported a decrease in net position of \$807,911 compared to a decrease of \$981,693 in the prior fiscal year. Total revenues remained stable and operating expenditures decreased reducing the decrease by \$173,782 from the fiscal year 2018. Management will continue to review operating costs.

The current asset ratio in Metro Sewer Division is strong at 4.27 to 1 for fiscal year 2019.

Solid Waste Division

Solid Waste Management Facilities operate under Chapter 13.12 of the City-County Municipal Code and under Title 75, Chapter 10, Part 1 of the Montana Code Annotated. Since the 1930's, Silver Bow County (the county) provided solid waste

disposal services through garbage collection districts located throughout the county pursuant to collection contracts. The county owned and operated landfill for the disposal of such garbage. Prior to the consolidation of Silver Bow County with the city of Butte (the city), the city directly provided solid waste disposal services to city residents and disposed of such garbage at the county landfill. The self-government charter (the Charter), pursuant to which the city and the county governments were consolidated, was approved on November 2, 1976, and authorizes the council of commissioners to divide the jurisdictional area of the city-county into service and taxing districts and levy charges in proportion to the services rendered in said districts. Since consolidation, the city-county has continued to provide a landfill for the disposal of garbage within the city-county and has provided for the collection of solid waste for residential uses pursuant to a collection contract with a private enterprise. Collection services for uses other than residential have been provided on the basis of private contracts. The city-county is authorized to adopt and implement a plan to provide solid waste disposal services to the citizens of the city-county.

In 1989 the city-county engaged the services of Special Resource Management (SRM) to study, plan and make recommendations to the council of commissioners regarding the provisions of solid waste facilities and services for the residents of the city-county consistent with applicable rules and guidelines established for the Environmental Protection Agency (EPA) for municipal solid waste facilities. Based on those recommendations and other information to the Council of Commissioners, it was determined that the solid waste needs of the citizens of the city-county could best be met by the city-county owning, acquiring and operating a solid waste landfill. The city-county identified a site and received a permit from the Department of Health and Environmental Services to construct a solid waste landfill at Rocker, Butte, Montana (the city-county solid waste landfill). This landfill operates today and per engineering estimates has at least an additional 30 years of operation at the site. The City-County assesses fees on an annually on the property tax bills. The fees include 12,669 units billed \$93 for collection fees. These fees are implemented to cover the cost of the private contract for collection of garbage within the district. The fees assessed also include 22,983 units charged \$25.37 per unit for disposal costs, future post closure and capital costs. The units differ as all real property with improvements attached to the parcel are assessed the fees for disposal, however, not all such property is within the garbage collection districts.

For the current fiscal year, the Solid Waste Division, reported an operating loss of \$273,104 compared to an operating loss of \$455,681 in the fiscal year 2018. The Solid Waste Division entered into a 56-month contract for garbage collection within the Solid Waste District which will expire on June 30, 2020. Also, during fiscal year 2020, management will enter into engineering service contract and construction contracts to begin cell expansion that will be completed in early fiscal year 2021.

Solid Waste Division Revenues

The operating revenue in fiscal year 2019 was \$2,430,338, an increase of \$37,340 (1.56%) from the prior fiscal year. In March 2019, the City-County of Butte-Silver Bow Council of Commissioners adopted fees and weight limits for disposal charges. These fees were effective May 2019. The new fee structure for gate collections will generate approximately \$100,000 more in revenues. The non-operating revenue included \$86,350 in investment earnings, which is an increase of \$31,303 from the prior fiscal year. The current asset ratio for the Solid Waste Division is strong at 13.24 to 1.

Solid Waste Division Expenditures

The operating expenses decreased by \$145,237 (5.10%) from fiscal year 2018. An operating loss of \$273,104 was recognized. Total net position decreased by \$350,997. Personnel services decreased by \$120,813. Of this decrease, \$54,251 relates to adjustments to pension expense. Operation and maintenance costs decreased by \$25,893 and depreciation expense increased by \$1,469.

The Net Investment in capital assets is \$3,019,294, which is a decrease of \$28,723 (.94%) from fiscal year 2018. The unrestricted net position of Solid Waste fund is \$1,549,601 compared to \$1,871,893 for fiscal year 2018. The unrestricted net position is sufficient to cover operation and maintenance costs and emergency capital expenditures. The unrestricted amount

represents 57% of the annual operating costs. The restricted net position is on target to cover the post-closure costs and meet the needs for future cell expansion. The capital reserve is \$3,032,293 as of June 30, 2019. The engineer's estimate for post closure costs is \$1,746,871.

The fund reported a decrease in net position of \$350,997. At June 30, 2019, the Solid Waste Division reported \$7,601,188 in net position compared to \$7,952,185 in the prior year. The changes have been fully described above.

General Fund Budgetary Highlights

The total revenue projections and expenditure budgets were amended upward \$1,292,731. The budget amendment included \$1,242,731 in intergovernmental revenue from the State of Montana pension payments made to the state pension plans on behalf of the local government. The on-behalf payments are not included as part of the annual adopted budget. The remaining \$50,000 budget amendment was to appropriate funds received from drug forfeiture to purchase a vehicle for the law enforcement division.

Final budget compared to actual results. In total, revenues realized were \$273,949 (.86%) below projected revenues. The most significant differences between projected revenue and actual revenues were as follows:

Revenue source	Estimated revenues	Actual revenues	Difference
Taxes	\$ 15,018,241	\$ 15,306,175	\$ 287,934
Licenses and permits	950,610	1,148,430	197,820
Intergovernmental	6,454,341	6,392,907	(61,434)
Charges for services	1,436,076	1,203,454	(232,622)
Interest income	300,000	480,686	180,686
Private grants and contributions	133,500	77,473	(56,027)
City-County employee health insurance contributions	7,114,753	6,494,605	(620,148)

Taxes were \$287,934 (1.88%) above the final budget. Property taxes are budgeted assuming 100% collection with reserve funds established to cover delinquent or protested taxes. Tax revenue is recognized when received. In fiscal year 2019, additional tax revenue was a result of the collection of delinquent property taxes.

Licenses and permits were \$197,820 (17.23%) above budget. Licenses and permits increased due to residential, commercial permits related to major construction projects, including the City-County central park improvements at Stodden Park, construction projects within the Ramsay TIFID, construction of the State of Montana Veterans home, and multi-family units.

Intergovernmental revenues were below projections by \$61,434 (.96%). The City-County projected revenues in the amount of \$105,824 from the Montana Board of Crime Control for the Southwest Montana Drug Task Force. The actual revenue was \$91,888. This is reimbursable grant, which include projects for overtime costs. The variance for this revenue account was \$13,112. The local government also projected revenue from the Department of Justice for Drug Court activities in the amount of \$124,291. This grant is also reimbursable. The City-County received \$74,748, variance of \$49,543. The grant is on a federal fiscal year end, therefore the grant funds will carry-over to fiscal year 2020.

Charges for services were \$232,622 (19.33%) below the projected budget. The variance between budget to actual is within the charges for services related to the housing of state and federal inmates. The revenue projections were \$325,000, based on fiscal year actuals revenues of \$307,179. The actual revenue was \$234,103 for fiscal year 2019, difference of \$90,897. Local governments are seeing increased crime and incarceration as pressure from the state facilities to release less dangerous inmates to local programs. This has strained local services requiring more inmates to be detained in county facilities,

therefore no longer having the ability to house federal and state inmates. In addition, the City-County management projected revenues at the Highland View Golf Course, a golf course owned and operated by the local government, to be \$328,000. The actual revenues were \$162,480. The lost revenue is a result of the major construction at the Stodden Park not being completed timely due to weather constraints. The weather also limited the season at the golf course.

Investment earnings were \$180,686 above the projected budget. The City-County has taken steps to increase investment opportunities. However, management projections interest earning conservatively within the General funds as cash flows are often difficult to project and tie with the timing of capital purchases, large projects, or the funding of reimbursable grants. The investments are held as such for liquidity, which is further discussed in the notes to the financial statements (*Note 3-A Deposits and Investments*).

Grants and contributions were \$56,027 below the final budget projections. Revenue projections were forecasted based on a five-year history.

Butte-Silver Bow has a self-funded health insurance plan. The plan has 304 active employees and 23 affiliates participating in the plan, including retirees. The total covered, including dependents, was 864 on June 30, 2019. The premiums for fiscal year 2019 were \$620,148 below projected revenues. During the fiscal year, some members left the plan, including retirees. The budget projected with the assistance of a consultant and estimated plan participation.

Miscellaneous revenue was \$99,883 above the budget projections. The general fund received \$31,764 in detention center canteen revenue and \$65,289 in energy efficient rebates.

The budget appropriations within the general fund for fiscal year 2019 are \$36,693,910, of which \$32,279,831 or 88% of the budget was expended. The general government function was \$2,026,689 (12.61%) below the appropriation. The most significant differences between budgeted expenditures and actual expenditures within the general fund were as follows:

Expenditures	Final Budget	Actual Expenditures	Difference
General government	\$ 16,069,133	\$ 14,042,444	\$ 2,026,689
Public safety	12,681,067	11,408,792	1,272,275
Debt service	111,915	26,198	85,717
Capital outlay	777,263	463,495	313,768

In the general governmental function, salaries and benefits were under budget by \$297,866. The City-County maintains an account for salaries and benefits related to provide emergency replacement of key employees or in the event of long-term leave the funds are available for temporary services to avoid placing hardship on a department. \$196,715 remained unexpended in these accounts. Also, \$181,480 in professional services appropriations were not expended. Professional services relate to engineering, architecture, technological service, and legal services. The Clerk & Recorder did not expend \$39,990 document retention services, facilities delayed a project and did not require the use of \$42,908 in architecture services, and technology services to implement a government-wide permitting and civic platform was delayed until fiscal year 2020. The data integration services in the amount of \$46,663 were not expended. Within the self-funded health insurance plan \$1,000,377 in projected plan costs were not expended. This unexpended budget correlates with the under projected revenues discussed above. Also, \$102,025 in capital expenditures were not made within the general government function. This includes \$88,630 in capital improvements on the headframes throughout the city and \$10,005 in building improvements.

The actual public safety costs were \$1,272,275 or 10.03% below the final budget appropriation. In the public safety costs, salaries and benefits were over projected by \$723,404. The over projection includes law enforcement overtime budget in the amount of \$163,280 and law enforcement benefits in the amount of \$207,335. The overtime budgets are based on a five-year history as it is difficult to predict call outs, overtime related to crime, and staff shortage due to extended leave. The benefits overage is a result of the overage in the overtime and the calculation for on the state retirement pension contribution. The contribution is dependent on hours paid for overtime verses banked in compensatory hours and later cashed out during the year per the union contract. Operating supplies were \$182,454 under projections. This line item is used to purchase food for the detention center, pharmacy for inmates, and items for the inmate canteen account. Professional services were under budget by \$94,561. Professional services include medical services and medical testing. The fiscal year 2019 was based on the increase in fiscal year 2018 and the anticipated costs due to the change in medical staff. Management uses contractual amounts and historical data to develop the line-item budgets. Varying inmate populations and the type of services required, make developing the public safety budgets challenging.

Debt service was \$85,717 under budget. The City-County appropriated funds to repair the granite steps and copper doors in the entry to the Butte-Silver Bow Courthouse. During the budget process, funds were allocated for potential debt service on this project. The project was funded internally therefore did not require the issuance of debt.

Capital outlay was \$313,768 under budget in the general fund. The variances and projects are discussed below.



Capital Assets and Debt Administration

Capital Assets

The City-County's investment in capital assets for governmental and business-type activities as of June 30, 2019 and 2018, were \$236,455,986 and \$240,309,105 respectively. The investment in the governmental activities increased by \$2,282,249 and the business-type activities decreased by \$6,135,368 as compared to the June 30, 2018 balances. See Note 3-D for additional information about changes in capital assets during the fiscal year and outstanding at fiscal year-end.

The following table provides a summary of capital assets at June 30, 2019 and 2018.

	Capital Assets					
	Governmental Activities		Business Activities		Total	
	2019	2018	2019	2018	2019	2018
Non-depreciable assets:						
Land	\$ 4,009,223	\$ 3,989,223	\$ 1,352,370	\$ 1,352,370	\$ 5,361,593	\$ 5,341,593
Construction in progress	3,348,403	3,126,202	2,109,534	2,355,611	5,457,937	5,481,813
Total non-depreciable	<u>7,357,626</u>	<u>7,115,425</u>	<u>3,461,904</u>	<u>3,707,981</u>	<u>10,819,530</u>	<u>10,823,406</u>
Depreciable assets:						
Buildings	48,015,520	47,596,601	75,079,831	75,006,371	123,095,351	122,602,972
Improvements other than buildings	22,464,546	18,513,246	100,737,791	100,726,157	123,202,337	119,239,403
Machinery and equipment	30,648,694	27,569,029	29,686,412	28,944,954	60,335,106	56,513,983
Infrastructure	99,072,762	98,616,540	6,498,176	5,062,492	105,570,938	103,679,032
Total depreciable assets	200,201,522	192,295,416	212,002,210	209,739,974	412,203,732	402,035,390
Less accumulated depreciation	<u>93,549,549</u>	<u>87,683,491</u>	<u>93,017,727</u>	<u>84,866,200</u>	<u>186,567,276</u>	<u>172,549,691</u>
Book value - depreciable assets	<u>106,651,973</u>	<u>104,611,925</u>	<u>118,984,483</u>	<u>124,873,774</u>	<u>225,636,456</u>	<u>229,485,699</u>
Percentage depreciated	<u>47%</u>	<u>46%</u>	<u>44%</u>	<u>40%</u>	<u>45%</u>	<u>43%</u>
Total capital assets net	<u>\$ 114,009,599</u>	<u>\$ 111,727,350</u>	<u>\$ 122,446,387</u>	<u>\$ 128,581,755</u>	<u>\$ 236,455,986</u>	<u>\$ 240,309,105</u>

At June 30, 2019, the depreciable capital assets for governmental activities were 47% depreciated compared to 46% on June 30, 2018. Within the City-County's business type activities, 44% of the asset values were depreciated at June 30, 2019 compared to 40% at June 30, 2018. In the Governmental Activities, the minimal change in the percentage depreciated is a positive indicator.

Details on the changes in each category are as follows:

There was an increase in land governmental activities as detailed below:

Increases:

Land (located in TIFID)	\$ 20,000
Net Increase in Land	<u>\$ 20,000</u>

The construction in progress amount for governmental activities includes:

Stewart Mineyard Improvements (Fund 1000)	\$ 9,406
(2) Flush Trucks for Roads	1,657
Dewey Blvd Phase II Road Project	2,075
Stodden Park CIP Irrigation	271,608
Stodden Park CIP Drinking Fountain	4,535
ARCO - Alabama Storm Drain Project	21,199
Missoula Gulch Rehab Project	1,905
Ramsay TIFID - MT Connections 2-Year Rail Project	172,132
Ramsay TIFID - Building #2	910,310
Ramsay TIFID - Buildings 3-6 Complex	502,678
Ramsay TIFID - National Guard Sewer Infrastructure	6,795
Ramsay TIFID - National Guard Road Infrastructure	20,820
SBC Greenway - Reach G Tunnel Design	71
SBC Greenway - Reach S Trail	3,859
SBC Greenway - SubArea 3	4,185
SBC Greenway - Land Acq Assistance (Ueland)	33,975
Gas Tax Project - Hanson Road	3,217
Gas Tax Project - Hill Avenue	3,217
Gas Tax Project - Mercury Street	3,217
Stewart Mineyard Project (Fund 2856)	1,570
CourtHouse Door Project	2,596
Detention Center SCADA	10,433
County Shop Relocation Project	1,356,945
	<u>\$ 3,348,403</u>



The increase in the governmental activities buildings capital asset costs relate to:

Increases:

Longfellow Complex Roof Replacement	\$	12,600
Animal Shelter Roof Replacement		21,900
Civic Center Rubberized Roof System		48,060
Pool Building - Final Architecture		24,213
Pool Garage		54,990
Stodden Park Mid-Way Pavilion		257,155
Total Increase	<u>\$</u>	<u>418,919</u>

The increase in the governmental activities improvements other than buildings capital asset costs relate to:

Increases:

Sunset Memorial Retaining Wall	\$	17,172
Courthouse Sidewalks		6,846
Jacob's House Driveway Replacement		4,750
Stewart Mine Chippy Hoist Building		1,964
Stodden Park Improvements Other Than Buildings		3,234,483
Centerville Retaining Wall		184,129
Fire Department Lighting Retro-Fit Project		19,476
Anselmo Mineyard Improvements		96,076
TA Sidewalk and Ramp Projects		442,779
Final Pool Sitework		18,573
Fencing at the Big M		19,764
Courthouse Stairs Project		132,000

Decreases:

Fixed Asset Disposals/Public Surplus Sales*		(226,712)
Net Increase	<u>\$</u>	<u>3,951,300</u>

**Detailed lists may be requested from Butte-Silver Bow Finance & Budget Department*



Details on the overall changes in governmental activities machinery and equipment are as follows:

Increases:

In-Field Grader	\$	19,409
(10) Club Golf Carts		51,454
Clerk & Recorder Voting Machine & Copier		112,390
2018 Ford Police Truck		50,106
Detention Center Steamer/Oven		18,258
Mobile Communication Van Equipment		19,620
D.E.S. Toughsat Flyaway System		45,569
D.E.S. SAR Trailer		52,534
Building & Code Department 2019 Chevy Truck		31,981
Road Department Equipment		1,210,051
Weed Department Honda Side-by-Side		9,948
District Court II Acoustic Sound Panel System Phase I		9,984
Civic Center Equipment		23,123
Stodden Park Playground Equipment		1,143,503
Health Department Van		74,765
Fire Department Equipment		45,268
Fire Department 2019 Chevy Silverado and Topper		46,799
(2) Cisco Catalyst Switch with Stack Module		11,545
(6) Police Interceptors		221,015
Parking Garage Security Camera System		8,334
Various Equipment for Community Pool		64,847
Dump Truck for C.E.M.		62,519
Central Capital Vehicle Fund		282,472

Decreases:

Fixed Asset Disposals/Public Surplus Sales*		(535,829)
Net Increase	\$	<u>3,079,665</u>

*Detailed equipment lists may be requested from Butte-Silver Bow Finance & Budget Department



The increase in the governmental activities infrastructure capital asset costs relate to:

Increases:

Dewey Boulevard Paving Project Phase I	\$ 286,014
Dewey Boulevard Curb and Gutter	125,917
Other Various Paving Projects	215,217
Civic Center Domestic Water Line	21,028
Stodden Park Water, Sewer and Stormwater Infrastructure	279,755
Academy & Dunn Storm Drain Project	9,654
TIFID Potable Water Project	1,645,168

Decreases:

Fixed Asset Disposals/Public Surplus Sales*	(2,126,531)
Net Increase	<u>\$ 456,222</u>

**Detailed lists may be requested from Butte-Silver Bow Finance & Budget Department*

The construction in progress amount for business-type activities includes:

Moulton Reservoir Project	\$ 60,459
Desicent Air Dryers at Basin Creek WTP	2,400
Banks Street Waterline	897
Year 5 -Big Hole Transmission Line Project	1,354,519
Telemetry Project	22,506
Dewey Boulevard Watermain Project Phase II	133,931
SWMT Veteran's Home Waterline	261,317
Treasure State Endowment Program (TSEP) 2019	51,904
SWMT Veteran's Home Sewer Line	155,092
Greeley CBDG Project	66,509
	<u>\$ 2,109,534</u>



There was an overall increase in business-type machinery and equipment. Details on the overall changes are as follows:

Increases:

Turbidity Meters	\$	26,692
Moulton Water Treatment Plant Rooftop Heater		7,600
Excavator		241,192
Compressor		20,600
Metro Division Various Equipment		21,779
HVAC System at Metro Treatment Plant		15,400
Digester Gates		112,281
Scraper Re-Build		319,806

Decreases:

Fixed Asset Disposals/Public Surplus Sales*		(23,892)
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Net Increase	<u>\$</u>	<u>741,458</u>
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**Detailed lists may be requested from Butte-Silver Bow Finance & Budget Department*

There was an increase in the business-type activities building capital asset costs:

Increases:

Moulton Water Treatment Plant Roof Replacement	<u>\$</u>	<u>73,460</u>
Increase in Buildings	<u>\$</u>	<u>73,460</u>



There was an increase in business-type improvements and infrastructure. Details on the overall changes are as follows:

Increases:

Moulton Sandhouse Retaining Wall	\$	15,816
Basin Creek ByPass Line		27,604
Skyline Park Water Line Project		27,407
Waterline Road Water Line Project		412,218
Harrison Avenue at C Street Waterline Project		15,006
McKinley Water Line Project		16,678
Dewey Boulevard Waterline Replacement Phase I		415,634
Lexington/Kaw Avenue Waterline Project		40,510
Hill Avenue Water Line Project		91,221
Kelly Mineyard Sanitary Sewer Project		222,102
Excel Street Sanitary Sewer Project		101,102
907 W. Porphyry Sanitary Sewer Project		31,578
Busch and Cleveland Storm Water Project		34,619

Decreases:

Fixed Asset Disposals/Public Surplus Sales*		(4,177)
Net Increase		<u>1,447,318</u>



Long-term Debt

At the end of the fiscal year, the City-County had total long-term debt outstanding of \$58,416,785. Of this amount, \$16,506,864 is backed by the full faith and credit of the City-County (general obligation bonds, notes and capital leases) with debt service fully funded by voter-approved property taxes. The other major component is \$13,075,000 supported by tax increment financing and \$28,834,921 is guaranteed by the user fees of Metro Sewer and the Water Utility Division.

The following schedule includes the June 30, 2019 and 2018 outstanding long-term liabilities:

	Outstanding Liabilities						% Change
	Governmental Activities		Business-type Activities		Totals		
	2019	2018	2019	2018	2019	2018	
General obligation bonds	\$ 15,027,473	\$ 16,714,097	\$ -	\$ -	\$ 15,027,473	\$ 16,714,097	-10.1%
Tax increment debt	13,075,000	13,670,000	-	-	13,075,000	13,670,000	-4.4%
Revenue bonds	-	-	28,770,287	29,723,218	28,770,287	29,723,218	-3.2%
Notes & loans payable	1,479,391	1,010,415	64,634	88,959	1,544,025	1,099,374	40.4%
Capital leases	-	25,515	-	-	-	25,515	-100.0%
Net pensiom liability	22,709,146	25,945,309	5,303,135	6,762,730	28,012,281	32,708,039	-14.4%
Post closure	-	-	537,540	498,883	537,540	498,883	7.7%
OPEB	696,761	777,487	-	-	696,761	777,487	-10.4%
Compensated absences	3,983,919	3,778,691	947,148	944,361	4,931,067	4,723,052	4.4%
Total	\$ 56,971,690	\$ 61,921,514	\$ 35,622,744	\$ 38,018,151	\$ 92,594,434	\$ 99,939,665	-7.3%

In fiscal year 2019, two motor graders were purchased with loan proceeds from Glacier Bank. The principal loan amount was \$645,454 with an interest rate of 3.875%. Semi-annual payments conclude in January 2024. The outstanding loan balance on June 30, 2019 was \$645,454. The government's outstanding notes from direct borrowings related to governmental activities contain a provision that in an event of default, the interest rate of the note shall be increased by 5.000 percentage points.

No additional debt was issued during fiscal year 2019. The City-County of Butte-Silver Bow's General Obligation maintained a "AA-" rating from Standard & Poor's Global Ratings. State statutes limit the amount of general obligation debt a government entity may issue to 2.5% of assessed value. The current limitation for the City-County of Butte-Silver Bow is \$71,938,860. The local government has issued general obligation debt outstanding of \$15,529,391 (22%) of the debt limit. Available legal debt margin is \$56,409,469. All debt service payments were made timely and the City-County is compliant with all required bond covenants.

See Note 3-H in notes to the financial statements for additional information about the City-County's long-term debt.

Other post-employment benefits (OPEB) decreased by 10.40%. The decrease was based on actuary adjustments in accordance to the Government Accounting Standards Board (GASB) Statement No. 75. The actuarial method and required adjustments resulted in a decrease of \$80,726.

See Note 4-F in the notes to the financial statements for additional information about the City-County's post-employment benefits other than pensions.

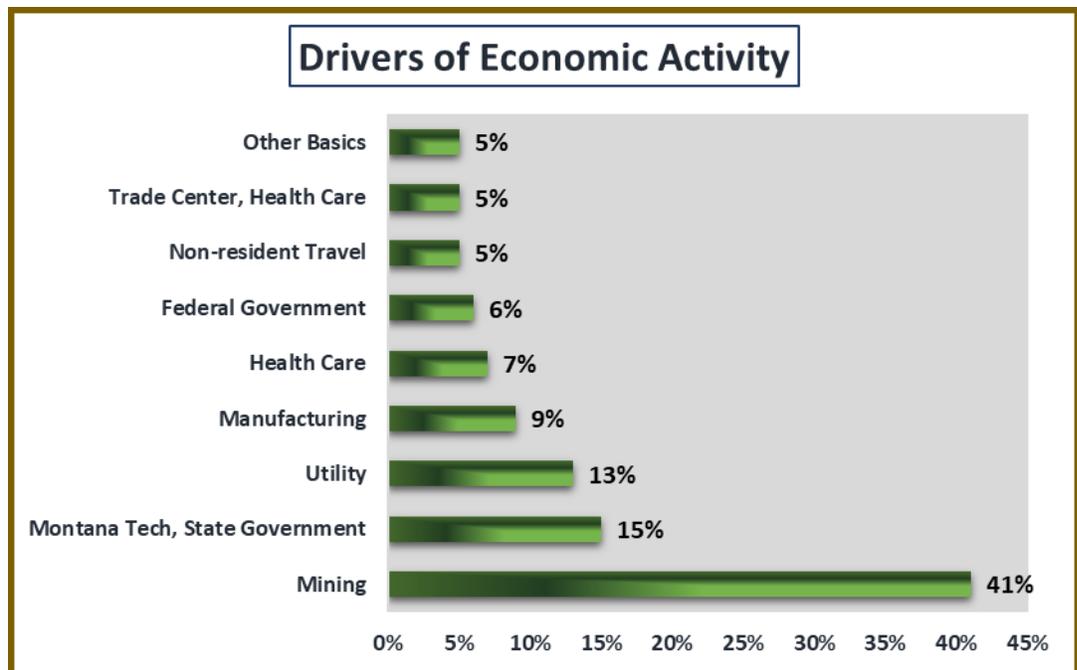
Economic Factors and Fiscal Year 2019-2020 Budgets and Rates

The following economic factors currently affect the City-County of Butte-Silver Bow and were considered in developing the fiscal year 2019-2020 fiscal year budget.

Economy

The economy of the area has historically been based on mining and mineral extraction and the industries spawned therefrom. Over 41% of the economy is still based on mining. However, the economy has diversified in recent years. Today, the economy of the City-County is notably impacted by the contributions of technology- and transportation-based businesses and trade center activities. The major industry employment consists of utilities, healthcare services, mining, silicon manufacturing, correctional services, and senior care facilities.

Illustrated in the chart is the major drivers of economic activity in the city-county as percent share of income in basic industry.



The main economic drivers continue to be mining, government employment and utility. The state government and utility industries are traditionally relatively stable and help to buffer volatility in other basic industries. The bright spots around Montana and true for Silver Bow County are manufacturing, tourism, and health care. Locally, mining employment has remained stable since the mid-2000s, but worker earnings may be reflective of the bonuses paid (or not paid) depending on world metals prices. Per the Bureau of Business and Economic Research of the University of Montana, non-farm earnings grew by .6% in 2017 and is projected to grow by 1.30%, .70% and .50% in fiscal years 2018, 2019, and 2020 respectively.

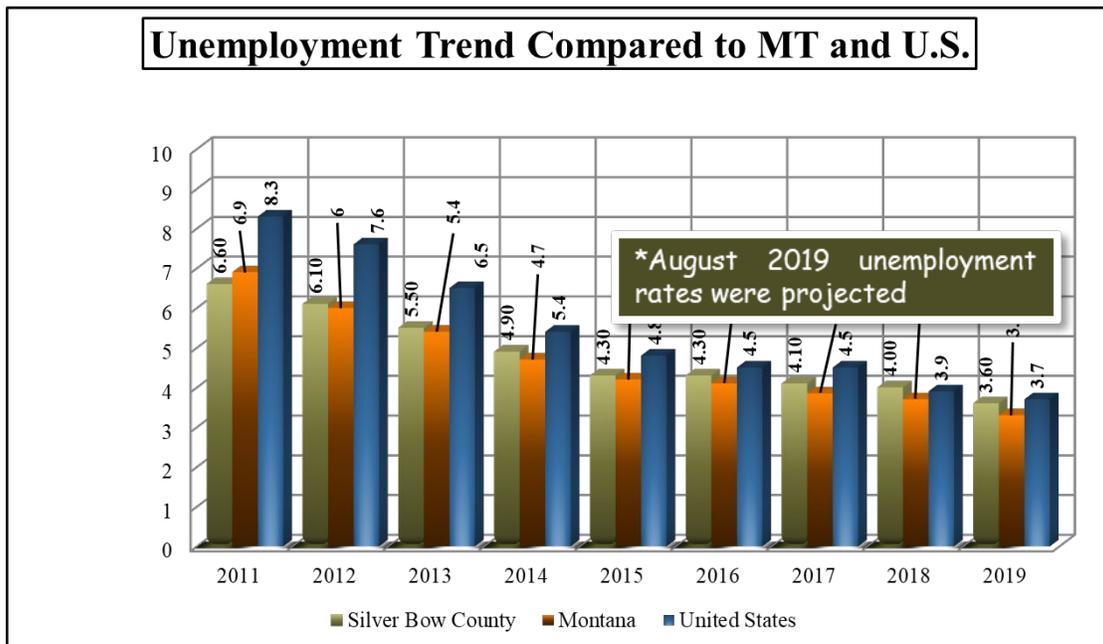
The city-county’s economic team consisting of government employees and other local agencies continues efforts to market and explore opportunities for growth and diversity. Through these efforts, entities have moved to the community. In 2019, FCR, a premier provider of outsourced live agent call-center and business process solutions began operations. The facility opened in a large section of the local mall. FCR has 70 clients and over 1,800 employees across seven facilities in the United States. The company plans to hire up to 350 employees when fully operational. In addition to FCR’s opening, Bitterroot Gateway Development has entered into an option agreement for the development of county-owned property. The company plans to bring the film-based industry to the community by developing a film hub where large movie sets could be shot. The company was attracted to Butte as the area was designated an opportunity zone and allowed federal tax credits. In addition, growth continues in the Ramsay TIFID

(Montana Connections Business Development Park) with new industry and expansion. The Montana Craft Malt, \$15 million plant, plans on full operations in 2020.

The city-county continues to have a stable economy with slow growth. Silver Bow County has not experienced the growth of some of the larger neighboring counties, however, officials believe the steady, continued growth allows for the proper development. Officials believe with the superfund efforts soon to be resolved, the lower cost of housing, and the welcoming community atmosphere it is only a matter of time before the many opportunities will be recognized and growth will follow.

Unemployment

As of August 2019, when the annual budget was approved, the projected unemployment rate in Silver Bow County was 3.6% compared to 3.3% in Montana and 3.7% National average. In late June 2019, Acadia, a children’s psychiatric treatment center and one of the top twenty employers of the City-County, announced its closure. Acadia employed over 100 full-time positions. However, in the spring of 2019, FCR a live agent call-center and business process center solutions with headquarters in Oregon, began services for major clients across the country. FCR management announced the potential hiring of 250 employees by the December 31, 2019. Also, the construction labor force in Butte and surrounding communities remains strong and will keep unemployment rates relatively low for the near future. As of September 2019 the unemployment rate fell to 3.2% compared to Montana at 3.0% and National average of 3.5%. It is likely the unemployment rate will increase slightly as weather halts some of the construction projects. cross the fiscal year, management anticipates that the unemployment rate will remain low.



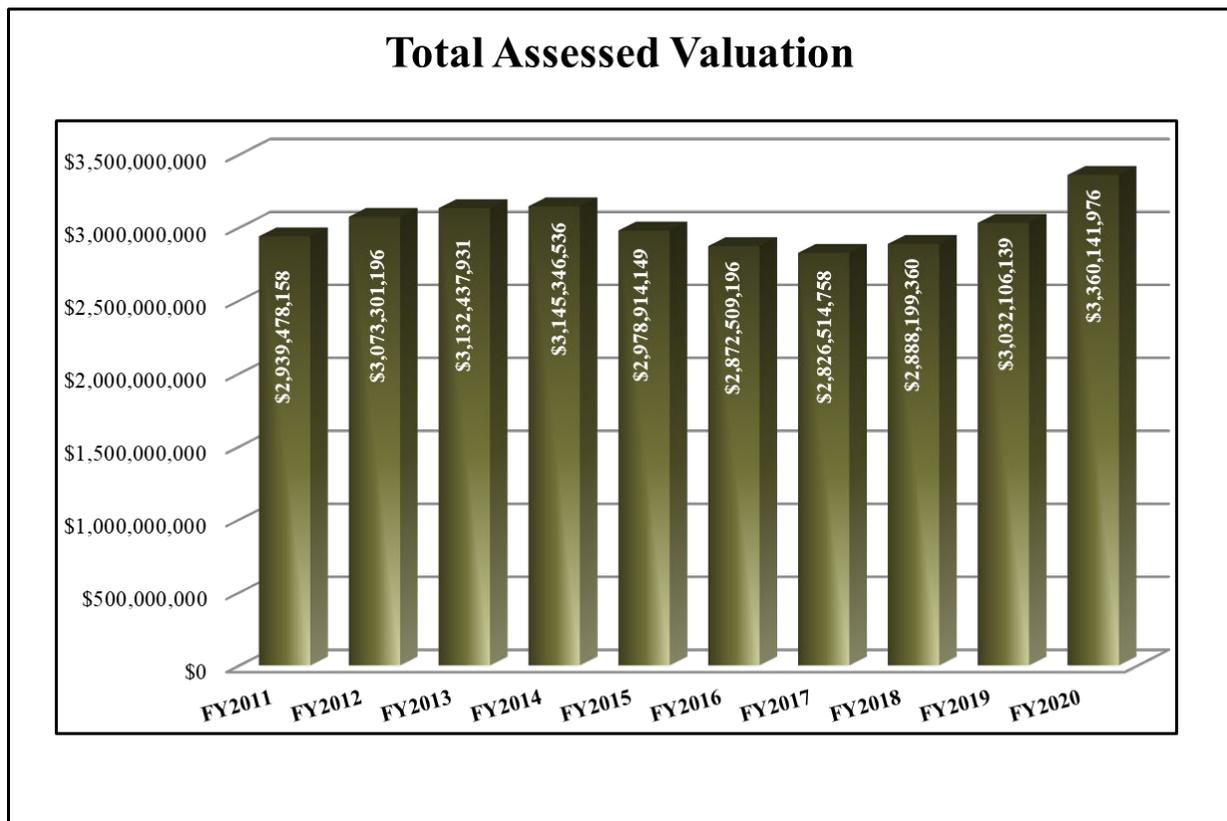
The management of City-County of Butte-Silver Bow continues the process of developing annual budgets based on five- and ten-year plans with the flexibility to adjust expenditures to meet changing revenue sources and to address operational requirements. Of the local government’s top private employers eight employers are either commodity driven or connected to the healthcare industry. The top three property taxpayers are commodity driven, three are telecommunication and two are railroads. The top ten property taxpayers also represent approximately 68% of the property tax revenue generated. Because of the significant impact the major employers and property taxpayers play within the city-county, the Finance & Budget Department, on a continual basis, meets with the principal tax payers and large employers in order to manage the financial activities of the city-county.

Property Taxes and User Fees

Generally, all real and personal property in the State of Montana is subject to taxation by the State and its counties, municipalities and other political subdivisions. This rule is subject to exceptions in the case of specified classes of exempt property. Property is classified according to its use and character and different classes of property are taxed at different percentages of their market valuation. The State imposes a beneficial use tax upon property otherwise exempt from property tax used by private parties or for industrial trade or business purposes. Property valuations are based on comprehensive appraisals of all taxable property performed by the Department of Revenue. A majority of the property tax in Silver Bow County consists of Centrally Assessed and Class Four Property (Commercial and Residential).

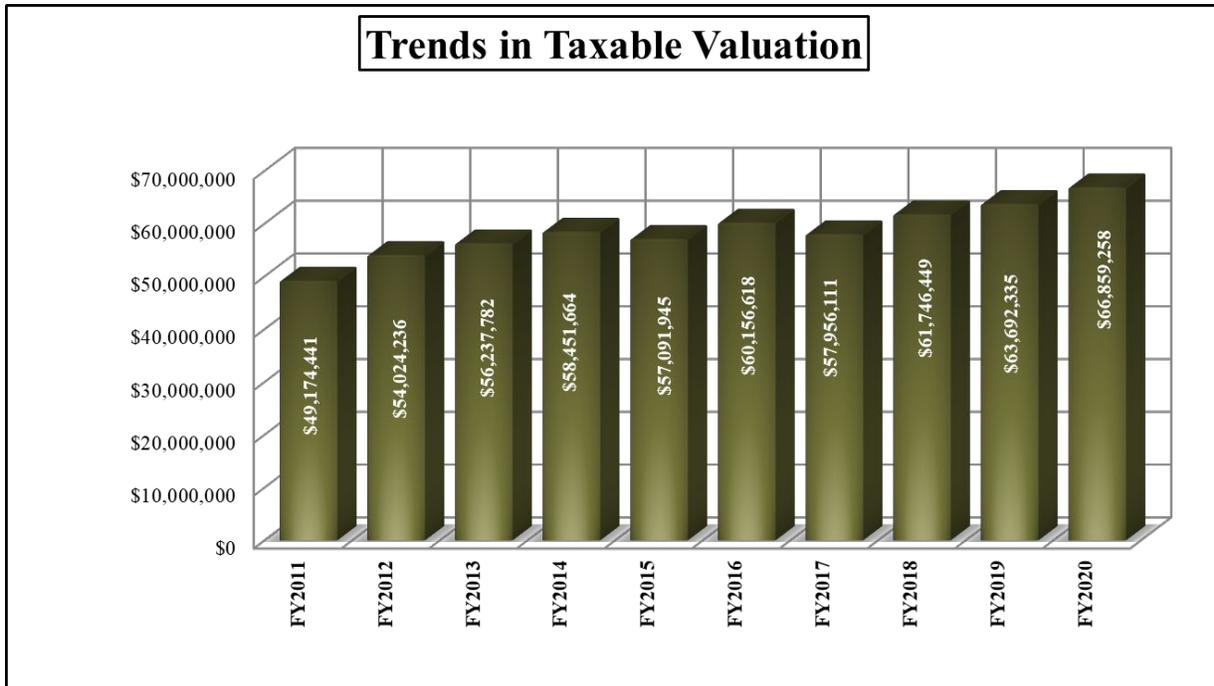
For tax years 2018 and 2019 (fiscal year 2019 and fiscal year 2020), the tax base for the most part consisted of the following: 34.5% was residential, 34% was centrally assessed pipelines, telecoms, gross proceeds from mining, and railroads, 15.9% was commercial property, 13.8% business equipment, and the remaining 1.8% consisted of agricultural and forest lands.

The table below shows the total assessed values for Silver Bow County for the past ten years.



The market value increased by \$328 million or 10.82% in fiscal year 2020 over fiscal year 2019. Over \$158.5 million of the assessed value increase was within the South Butte Targeted Economic Development District (TEDD). In March 2018, Crypto Watt Bitcoin Mining LLC opened its doors in the South Butte TEDD. The company announced an investment of over \$251 million. The facility has 20 full time employees with expectation to have 50 employees. In addition to Crypto Watt, the gross proceeds value assessed to Montana Resources for the extraction of precious metals increased by \$7.6 million. Tax Year 2019 (Fiscal Year 2020) is also the first year of a new reappraisal cycle. In Silver Bow County, the residential properties increased on average of 9.07% and commercial property increased by 5.19%.

Shown in the table below is the trend of the city-county's actual taxable value since 2011.



For the period of fiscal year 2009 through fiscal year 2015, the increase in taxable values does not coincide with the increase in market values because of adjustments to the percentage ratio by the Montana Legislature and by changes in tax policy implemented through property tax amendments. The adjustments by the Legislature were designed to prevent local taxes from increasing at the same rate as property values to keep a tax neutral perspective. Beginning with fiscal year 2016, the change in the tax structure has allowed for a more direct linkage to the market values. In fiscal year 2020, the taxable values were projected to grow by \$3.2 million (4.97%) over fiscal year 2019. Management anticipates that the taxable value for the city-county will remain stable over the next year. However, management always cautions that due to the fact the top taxpayers are commodity driven, national and world economics directly impact the tax amounts and are difficult to predict in the current political and economic environments.

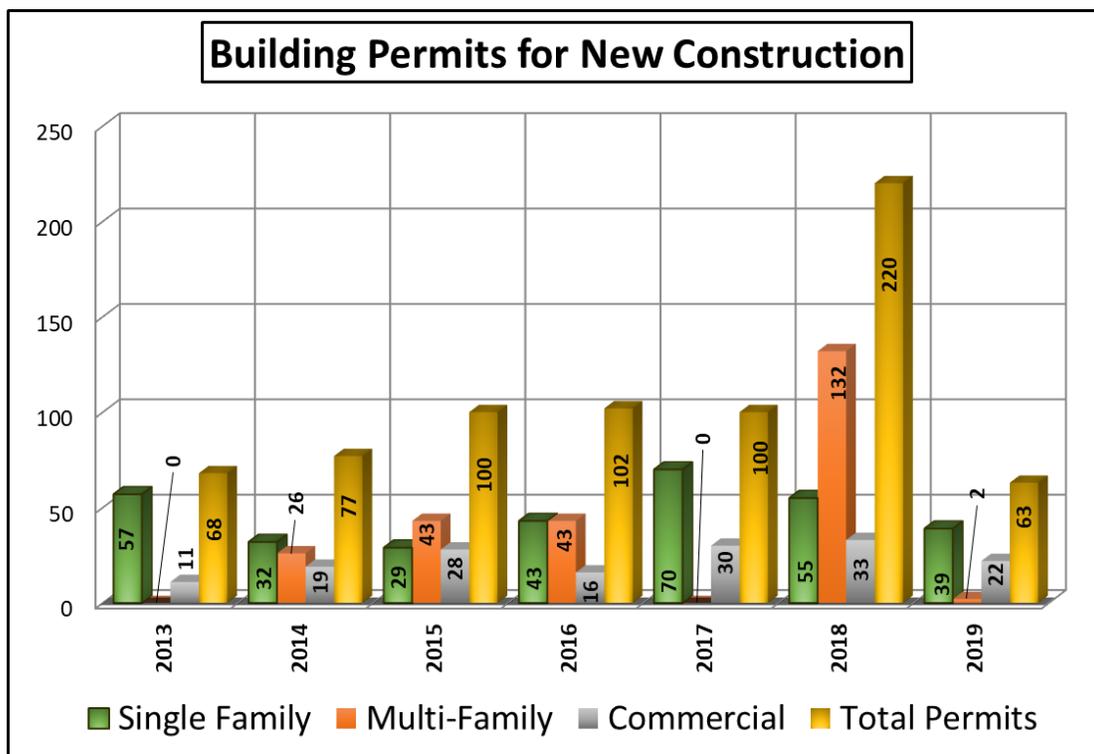
Butte-Silver Bow has four different tax increment districts. The Tax Increment Financing District (Taxing Economic Development Districts [TEDDs]) and two Urban Revitalization Districts (URA) also impact the taxable values. There is approximately \$8.3 million incremental taxable value in Tax Increment Industrial Infrastructure Districts and Targeted Economic Development Districts and \$2.2 million incremental taxable value in the URA Districts which is not available for tax-supported operations. The amounts shown in the graph are less these economic development districts and include only the base value at the year of implementation.

The net taxable values (as opposed to market values) more accurately reflect the ability of the city-county to raise tax revenues. Over the past 10 years taxable values have grown by over \$17 million and tax revenues increased by \$10 million over the same period. The tax increase per \$100,000 residential value cumulative over the past five years is \$36.33 annually. The reason for the tax revenue increase can be generally explained by the increase in residential and commercial construction, the sunset of an economic district, and the increase in gross proceeds tax generated from the copper mining operations. The economic factors section further explains the increase in the assessed and taxable value trends.

Residential property taxes increased by 1.17% and 1.22% for commercial proprietries for fiscal year 2019-2020. This increase was necessary to cover cost of living increases, increases on employer provided benefits and to continue a capital improvement plan to provide services to the taxpayers. Management anticipates a 2% increase in fiscal year 2020-2021. The user fees for Water Utility Division, Metro Sewer, Stormwater, and Solid Waste remained the same for fiscal year 2019-2020. The countywide road and street maintenance district increased \$15.66 per tax parcel over \$5,000 in market value. Management anticipates increases in Solid Waste during fiscal year 2020-2021. The contract of the collection of garbage ends on June 30, 2020. Also, the local government is in the process of designing the next cell expansion. Preliminary estimates of the expansion are \$5 million, including engineering and permitting. Managements anticipates a 3% increase in the existing rates to assist with the costs of the expansion.

Building Permits and Commercial Data

The city-county is seeing growth in the building permits. The graph below describes the number of new residential (single & multi-family) and commercial permits. In fiscal years 2014 through 2016, the construction peaked in commercial properties because of the construction of the NorthWestern Energy’s \$25 million corporate office, the construction of a \$35 million Basin Creek water treatment plant and the \$34 million in upgrades at the Metro Wastewater plant. The total number of permits for new construction in 2018 was 220. This consisted of 55 single family units, 132 multi-family, and 33 commercial permits. The total value of the permits was \$51,485,923. The number of permits issued was a 120% increase over 2017. The value increase was \$7 million. The increase in 2018 was a result of construction at SCL Health-Saint James Hospital, Montana Tech, and industries in the tax increment and targeted economic development districts.



The lower cost of housing in Butte, compared to surrounding larger communities, has been attracting more housing sales and increased market value. Per the Bureau of Economic Analysis, Regional Price Parities, Montana's cost of living is about 6% below the U.S. level and median Montana household pays \$750 less per year for housing than the national median. For Silver Bow County the median annual housing cost is between \$9,000-\$10,000. The median home value from 2013-2017 in Silver Bow County, per the United States Census Bureau, was \$133,800. For sales and listings reported by the Mountain Association of Realtors, the median house value in Silver Bow County has risen to \$179,700 in 2018. As reported by the Bureau of Business and Economic Research (BBER), the research and public service branch of the University of Montana's School of Business Administration, Montana's basic problem is that housing prices have increased more rapidly than income, making this a challenge. However, in Butte the median household cost compared to other major Montana cities is still very affordable and attractive to individuals moving to Montana and within the State of Montana.

In the last reappraisal cycle for tax year 2019 (fiscal year 2019-2020), residential properties increased on average of 9.07% and commercial property increased by 5.19%. Management anticipates that values and sales will remain strong for the next budget cycle.

Other revenues

Management anticipates a decline in interest earnings based on current market conditions and a slight decline in intergovernmental grant revenue for the governmental funds. The Health Department has been continually faced with state and federal funding cuts.

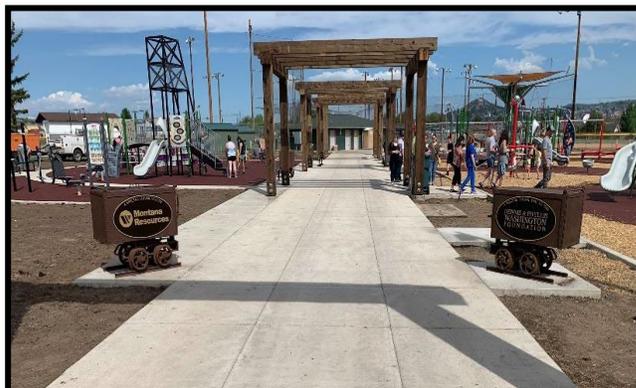
Expenditures

Management anticipates increase in salaries and wages and benefits in the amount of 2% to 3% over the next two fiscal years. In the fiscal year 2019-2020 budget the Butte Police Protective Association negotiated raises based on market analysis across the State of Montana. The projected increase for this contract is \$1.2 million, including salaries and benefits. Also, during fiscal year 2019-2020 many of the City-County's seventeen different union contracts open for negotiation.

The City-County also expects an increase in health insurance premiums based on claims through the financial statement date.

Other increases in expenditures include \$1.8 million in radio and safety equipment upgrades over the next two fiscal years and the continued repairs to outdated infrastructure in the Roads, Water, Metro, and Storm Water Departments.

During the current fiscal year, unassigned fund balance in the general fund was \$8,183,476 and unrestricted net position in the proprietary funds was \$15,134,486. Management has implemented cost savings measures and increased revenues to attempt to only have slight changes in these balances for fiscal year 2019-2020.



Request for Information

This financial report is designed to provide a general overview of the City-County of Butte-Silver Bow's finances, comply with finance-related laws and regulations, and demonstrate the City-County's commitment to public accountability. 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 & Budget, 155 West Granite Street, City-County of Butte-Silver Bow, Butte, MT 59701 or by contacting the Finance & Budget Director by calling (406) 497-6323.



Basic Financial Statements

City-County of Butte-Silver Bow, Montana
Statement of Net Position
June 30, 2019

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Port of Montana Port Authority
ASSETS				
<i>Current Assets:</i>				
Cash and cash equivalents (Note 3A)	\$ 11,804,355	\$ 2,404,943	\$ 14,209,298	\$ 4,786,596
Investments	47,926,169	16,380,426	64,306,595	-
Receivables (Note 3B):				
Property taxes	1,652,646	-	1,652,646	10,219
Accounts (net of allowance for uncollectibles)	2,054,558	1,920,019	3,974,577	329,355
Special Assessments	452,708	1,075,325	1,528,033	-
Loans	6,056,400	-	6,056,400	-
Internal balances	(279,746)	279,746	-	-
Primary government	-	-	-	11,582
Prepaid expenses (Note 1-E-4)	42,500	317	42,817	12,266
Inventory (Note 1-E-4)	15,818	-	15,818	-
Restricted cash and cash equivalents (Note 1-E-5)	4,019,079	2,293,048	6,312,127	128,357
Restricted investments (Note 1-E-5)	11,666,883	-	11,666,883	-
Total Current Assets	85,411,370	24,353,824	109,765,194	5,278,375
<i>Non-Current Assets:</i>				
Restricted cash and cash equivalents (Note 1-E-5)	-	1,558,505	1,558,505	-
Restricted investments (Note 1-E-5)	-	3,032,293	3,032,293	-
Capital assets (Note 3D)				
Nondepreciable	7,357,626	3,461,904	10,819,530	371,052
Depreciable, net	106,651,973	118,984,483	225,636,456	4,836,038
Total Non-Current Assets	114,009,599	127,037,185	241,046,784	5,207,090
Total Assets	199,420,969	151,391,009	350,811,978	10,485,465
DEFERRED OUTFLOWS OF RESOURCES				
Deferred outflows from pensions	6,270,368	1,225,308	7,495,676	71,425
Total Deferred Outflows of Resources	6,270,368	1,225,308	7,495,676	71,425
LIABILITIES				
<i>Current Liabilities:</i>				
Vouchers payable	2,885,552	716,319	3,601,871	-
Accounts payable	400,465	29,879	430,344	58,433
Due to others	230,000	-	230,000	13,395
Accrued wages and benefits payable	1,382,071	238,366	1,620,437	48,996
Customer deposits	-	139,612	139,612	-
Accrued interest payable - customer deposits	-	12,831	12,831	-
Performance bonds payable	79,337	-	79,337	-
Accrued interest payable	553,908	363,930	917,838	10,709
Unearned revenue	-	70,285	70,285	18,262
Claims payable health insurance	640,837	-	640,837	-
Revenue bonds payable	-	1,072,000	1,072,000	33,673
Closure and postclosure care payable	-	38,657	38,657	-
Compensated absences payable	278,874	56,829	335,703	34,973
General obligation bonds payable	1,555,000	-	1,555,000	-
Tax increment bonds payable	235,000	-	235,000	-
Notes & loans payable	297,912	25,184	323,096	-
Total Current Liabilities	8,538,956	2,763,892	11,302,848	218,441
<i>Noncurrent Liabilities (Net of Current Portion):</i>				
Closure and postclosure care payable	-	498,883	498,883	-
Revenue bonds payable	-	27,698,287	27,698,287	497,371
Compensated absences payable	3,705,045	890,319	4,595,364	14,988
General obligation bonds payable	13,472,473	-	13,472,473	-
Tax increment bonds payable	12,840,000	-	12,840,000	-
Notes & loans payable	1,181,479	39,450	1,220,929	-
Other post-employment benefits	696,761	-	696,761	-
Net pension liability	22,709,146	5,303,135	28,012,281	310,278
Total Noncurrent Liabilities	54,604,904	34,430,074	89,034,978	822,637
Total Liabilities	63,143,860	37,193,966	100,337,826	1,041,078
DEFERRED INFLOWS OF RESOURCES				
Deferred inflows from pensions	5,115,925	1,037,350	6,153,275	27,408
Deferred revenue-escrow agreement	44,802	-	44,802	-
Deferred revenue-contracts	148,950	-	148,950	-
Total Deferred Inflows of Resources	5,309,677	1,037,350	6,347,027	27,408
NET POSITION				
Net investment in capital assets	84,427,735	93,611,466	178,039,201	4,676,046
Restricted for:				
General government				
Expendable	1,950,683	-	1,950,683	-
Nonexpendable	58,318	-	58,318	-
Public safety	793,162	-	793,162	-
Public works	3,916,897	152,443	4,069,340	-
Public health	485,890	-	485,890	-
Cultural and recreation	58,290	-	58,290	-
Housing and community development				
Expendable	5,176,246	-	5,176,246	-
Nonexpendable	5,673,619	-	5,673,619	-
Economic development	36,064,265	-	36,064,265	-
Debt service	4,739,080	1,884,313	6,623,393	-
Capital projects	1,047,698	3,602,293	4,649,991	128,357
Unrestricted	(7,154,083)	15,134,486	7,980,403	4,684,001
Total Net Position	\$ 137,237,800	\$ 114,385,001	\$ 251,622,801	\$ 9,488,404

See accompanying notes to the basic financial statements

City-County of Butte-Silver Bow, Montana
Statement of Activities
For Fiscal Year Ended June 30, 2019

Function/Program	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position			
		Charges for Services and Sales and Fines	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			Component Unit
					Governmental Activities	Business-Type Activities	Total	
Primary Government								
Governmental Activities:								
General government	\$ 20,064,678	\$ 8,399,706	\$ 6,295,721	\$ 525,883	\$ (4,843,368)	\$ -	\$ (4,843,368)	\$ -
Public safety	18,119,039	761,966	3,140,439	116,673	(14,099,961)	-	(14,099,961)	-
Public works	8,217,265	3,097,847	3,171,647	1,375,021	(572,750)	-	(572,750)	-
Public health	5,112,049	84,657	3,137,171	86,415	(1,803,806)	-	(1,803,806)	-
Social and economic services	283,695	-	50,597	-	(233,098)	-	(233,098)	-
Cultural and recreation	5,559,085	660,047	131,111	3,053,000	(1,714,927)	-	(1,714,927)	-
Housing and community development	5,428,235	-	600,436	-	(4,827,799)	-	(4,827,799)	-
Interest	1,011,034	-	-	-	(1,011,034)	-	(1,011,034)	-
Total Governmental Activities	63,795,080	13,004,223	16,527,122	5,156,992	(29,106,743)	-	(29,106,743)	-
Business-Type Activities:								
Water utility division	10,759,296	9,870,290	67,670	215,326	-	(606,010)	(606,010)	-
Metro sewer division	7,231,218	6,700,814	38,830	-	-	(491,574)	(491,574)	-
Solid waste division	2,703,442	2,421,602	9,302	-	-	(272,538)	(272,538)	-
Community facilities	69,343	36,744	-	-	-	(32,599)	(32,599)	-
Small business incubator	161,607	88,512	1,157	-	-	(71,938)	(71,938)	-
Silver Lake water system	244,570	335,339	-	-	-	90,769	90,769	-
Storm water system project	401,394	356,223	1,403	-	-	(43,768)	(43,768)	-
Kelley warehouse facility	8,841	44,143	-	-	-	35,302	35,302	-
Total Business-Type Activities	21,579,711	19,853,667	118,362	215,326	-	(1,392,356)	(1,392,356)	-
Total-Primary Government	\$ 85,374,791	\$ 32,857,890	\$ 16,645,484	\$ 5,372,318	(29,106,743)	(1,392,356)	(30,499,099)	-
Component Unit								
Port of Montana Port Authority	\$ 1,628,545	\$ 1,933,581	\$ 6,904	\$ -				311,940
General Revenues								
					32,723,652	-	32,723,652	202,438
					410,440	-	410,440	-
					618,845	-	618,845	-
					1,960,851	383,685	2,344,536	89,524
					555,063	1,543	556,606	-
					-	(8,209)	(8,209)	-
					563,990	25,095	589,085	-
					827,838	(827,838)	-	-
Transfers								
Total General Revenues and Transfers					37,660,679	(425,724)	37,234,955	291,962
Change in Net Position					8,553,936	(1,818,080)	6,735,856	603,902
Net Position, Beginning of Year					128,683,864	116,203,081	244,886,945	8,884,502
Total Net Position, End of Year					\$ 137,237,800	\$ 114,385,001	\$ 251,622,801	\$ 9,488,404

See accompanying notes to the basic financial statements

Governmental Funds

Governmental funds are reported in fund financial statements and encompass the same functions reported as governmental activities in the government-wide financial statements. The focus, however, is very different, with fund statements providing a distinctive view of the City-County's governmental funds. These statements report short-term fiscal accountability focusing on the use of spendable resources and balances of spendable resources available at the end of the year. They are useful in evaluating annual financing requirements of governmental programs and the commitment of spendable resources for the near-term.

General Fund

The General Fund is used to account for resources traditionally associated with government, which are not required legally or by sound financial management to be accounted for in another fund. Principal sources of revenue are property taxes, state and local shared revenues, licenses and permits and charges for services provided to other funds. Principal expenditures in the General Fund are made for public safety, public works and general government operations.

Ramsay TIFID #2

The Ramsay Tax Increment Financing Industrial District (TIFID) was established by resolution for a twenty-year period on May 20, 1992 to allow for the development of infrastructure to attract industrial development within the TIFID. The TIFID is located south of the city, adjacent to the Port of Montana. Port Authority, an intermodal transportation facility, has been reported within the financial statements as a discretely presented component unit. The major source of revenue is property taxes generated from within the boundaries of the TIFID. All property tax, with the exception of seven (7) mills, are exempt per state statute and Butte-Silver Bow ordinance is captured within this fund. The major expenditure is a transfer to the debt service fund for repayment of the debt with the remaining expenditures related to further development of infrastructure for economic development activities.

ARCO Redevelopment Trust Authority

The Atlantic Richfield Company (ARCO) Redevelopment Trust Fund is financed through a superfund settlement agreement between the City-County and British Petroleum (BP), formally known as ARCO. These resources are being used for land management, time critical soils removal, the establishment of water quality testing, health studies, municipal underground water system studies, and for the operation and maintenance of reclaimed mine sites (source areas) and storm water structures.

Nonmajor Governmental Funds

Nonmajor governmental funds are detailed in the supplemental information section of this report.

City-County of Butte-Silver Bow, Montana
Balance Sheet
Governmental Funds
June 30, 2019

	General Fund	Ramsay TIFID #2	ARCO Redevelopment Trust Authority	Total Nonmajor Governmental Funds	Total Governmental Funds
ASSETS					
Cash and cash equivalents	\$ 3,053,758	\$ 256,359	\$ 21,722	\$ 7,829,810	\$ 11,161,649
Investments	5,407,808	11,501,685	14,229,262	15,043,801	46,182,556
Receivables:					
Property taxes	789,657	-	-	862,989	1,652,646
Accounts (net of allowance for uncollectibles)	627,615	-	7,236	1,216,648	1,851,499
Special assessments	30,628	69,948	-	352,132	452,708
Loans	-	-	-	6,056,400	6,056,400
Interfund	354,246	-	-	120,000	474,246
Prepaid items	42,500	-	-	-	42,500
Inventory	15,818	-	-	-	15,818
Restricted cash and cash equivalents	620,050	-	-	3,399,029	4,019,079
Restricted investments	740,874	-	-	10,926,009	11,666,883
Total Assets	<u>11,682,954</u>	<u>11,827,992</u>	<u>14,258,220</u>	<u>45,806,818</u>	<u>83,575,984</u>
LIABILITIES					
Vouchers payable	318,222	218,075	37,637	2,074,859	2,648,793
Accounts payable	20,751	58,155	-	321,559	400,465
Accrued wages and benefits payable	744,416	6,077	1,182	530,652	1,282,327
Performance bonds payable	78,737	-	-	600	79,337
Interfund payable	-	-	-	753,992	753,992
Due to others	-	-	-	230,000	230,000
Total Liabilities	<u>1,162,126</u>	<u>282,307</u>	<u>38,819</u>	<u>3,911,662</u>	<u>5,394,914</u>
DEFERRED INFLOWS OF RESOURCES					
Deferred revenue-escrow agreement	-	-	-	44,802	44,802
Deferred revenue-property taxes and special assessments	820,285	69,948	-	1,215,121	2,105,354
Deferred revenue-contracts	97,825	-	-	51,125	148,950
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>918,110</u>	<u>69,948</u>	<u>-</u>	<u>1,311,048</u>	<u>2,299,106</u>
FUND BALANCES					
Nonspendable	58,318	-	-	5,673,619	5,731,937
Restricted	1,360,924	11,475,737	14,219,401	27,176,149	54,232,211
Assigned	-	-	-	8,239,766	8,239,766
Unassigned	8,183,476	-	-	(505,426)	7,678,050
Total Fund Balances (Note 3J)	<u>9,602,718</u>	<u>11,475,737</u>	<u>14,219,401</u>	<u>40,584,108</u>	<u>75,881,964</u>
Total Liabilities, Deferred Inflows and Fund Balances	<u>\$ 11,682,954</u>	<u>\$ 11,827,992</u>	<u>\$ 14,258,220</u>	<u>\$ 45,806,818</u>	<u>\$ 83,575,984</u>

See accompanying notes to the basic financial statements

City-County of Butte-Silver Bow, Montana
Reconciliation of the Governmental Funds Balance Sheet to
The Government-Wide Statement of Net Position
June 30, 2019

Total Governmental Fund Balances		\$	75,881,964
 Amounts reported for governmental activities in the government-wide statement of net position are different because:			
 Capital assets used in governmental activities are not current financial resources and therefore are not reported in the funds (exclusive of internal service funds' capital assets).			
	Cost	\$	199,752,748
	Less accumulated depreciation	<u>(88,656,698)</u>	111,096,050
 Other noncurrent assets are not available to pay for current-period expenditures and therefore are deferred in the funds - special assessments sales, and property taxes.			
			2,105,354
 The current acquisition of net assets that is applicable to future reporting periods related to pension liabilities.			
			5,877,433
 The current consumption of net position is not applicable to current reporting period related to future pension obligations.			
			(4,783,269)
 The internal service funds are used by management to charge the costs of the maintenance of the vehicle fleet, janitorial services, the personnel and payroll functions, computer operations, and the telephone and GIS to individual funds. The assets and liabilities of the internal service funds are included in governmental activities column on the government-wide statement of net position.			
			2,951,520
 Interfund receivables and payables between governmental funds are reported on the governmental fund's balance sheet but eliminated on the government-wide statement of net position.			
	Interfund receivables	\$	436,840
	Interfund payables	<u>(436,840)</u>	-
 Interfund receivables and payables between governmental funds and proprietary funds are reported on the governmental fund's balance sheet but eliminated on the government-wide statement of net position.			
	Interfund receivables	\$	(37,406)
	Interfund payables	<u>317,152</u>	279,746
 Liabilities not due and payable in the current period and therefore are not reported in the governmental fund balance sheets but are reported on the government-wide statement of net position. Net of bond premium and exclusive of internal service funds' long-term debt.			
	Long-term debt	\$	(29,581,864)
	Compensated absences	(3,689,094)	
	Claims	(640,837)	
	Accrued interest on long-term debt	(553,908)	
	Post-employment health benefits	(696,761)	
	Net pension liability	<u>(21,008,534)</u>	<u>(56,170,998)</u>
 Net Position of Governmental Activities			 <u>\$ 137,237,800</u>

City-County of Butte-Silver Bow, Montana
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For Fiscal Year Ended June 30, 2019

	General Fund	Ramsay TIFID #2	ARCO Redevelopment Trust Authority	Total Nonmajor Governmental Funds	Total Governmental Funds
REVENUES					
Taxes	\$ 15,306,175	\$ 2,619,709	\$ -	\$ 14,795,144	\$ 32,721,028
Special assessments	-	-	-	2,454,873	2,454,873
Licenses and permits	1,148,430	-	-	1,556	1,149,986
Intergovernmental	6,392,907	140,482	-	8,296,663	14,830,052
Charges for services	1,203,454	-	-	1,687,148	2,890,602
Fines and forfeitures	277,589	-	-	99,367	376,956
Rental	31,378	-	-	24,522	55,900
Private grants and contributions	77,473	-	-	6,109,189	6,186,662
Interest income	480,686	230,062	446,237	779,941	1,936,926
Increase (decrease) investments to fair market value	15,792	732	534,551	3,988	555,063
City-County employee health insurance contributions	6,494,605	-	-	-	6,494,605
Miscellaneous	241,283	76,109	-	240,250	557,642
Total Revenues	31,669,772	3,067,094	980,788	34,492,641	70,210,295
EXPENDITURES					
Current:					
General government	14,042,444	-	-	3,546,391	17,588,835
Public safety	11,408,792	-	-	6,410,220	17,819,012
Public works	480,698	-	-	6,367,315	6,848,013
Public health	2,098,640	-	9,824	2,939,936	5,048,400
Social and economic services	107,911	-	-	175,066	282,977
Cultural and recreation	2,874,179	-	29,724	2,079,440	4,983,343
Housing and community development	-	777,242	317,178	1,492,127	2,586,547
Capital Outlay:					
General government	157,256	-	-	832,149	989,405
Public safety	218,068	-	-	344,103	562,171
Public works	4,708	-	-	1,743,651	1,748,359
Public health	-	-	-	74,765	74,765
Cultural and recreation	83,463	-	9,882	3,786,298	3,879,643
Housing and community development	-	1,922,295	55,770	8,334	1,986,399
Debt Service:					
Principal	25,515	-	-	2,371,478	2,396,993
Interest	683	-	-	1,114,899	1,115,582
Total Expenditures	31,502,357	2,699,537	422,378	33,286,172	67,910,444
Excess (Deficiency) of Revenues Over (Under) Expenditures	167,415	367,557	558,410	1,206,469	2,299,851
OTHER FINANCING SOURCES (USES)					
Issuance of general obligation notes and loans	-	-	-	645,454	645,454
Disposal of capital assets	14,000	-	-	-	14,000
Transfers in	1,299,245	-	-	1,958,268	3,257,513
Transfers out	(777,474)	(749,178)	(20,000)	(888,022)	(2,434,674)
Total Other Financing Sources (Uses)	535,771	(749,178)	(20,000)	1,715,700	1,482,293
Net Change in Fund Balances	703,186	(381,621)	538,410	2,922,169	3,782,144
Fund Balances Beginning of Year	8,899,532	11,857,358	13,680,991	37,661,939	72,099,820
FUND BALANCES, END OF YEAR	\$ 9,602,718	\$ 11,475,737	\$ 14,219,401	\$ 40,584,108	\$ 75,881,964

City-County of Butte-Silver Bow, Montana
Reconciliation of the Governmental Funds Statement of Revenues,
Expenditures and Changes in Fund Balances to the Government-Wide Statement of Activities
For Fiscal Year Ended June 30, 2019

Net Changes In Fund Balances - Total Governmental Funds		\$ 3,782,144
Amounts reported for governmental activities in the government-wide statement of activities are different because:		
Governmental funds report Capital Outlays as expenditures on the governmental fund type operating statement. However, in the government-wide statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capitalized Capital Outlay exceeded depreciation expense in the current period.		
	Capital Outlay:	\$ 9,240,739
	Depreciation Exp	<u>(6,929,990)</u>
		2,310,749.00
Governmental funds report asset disposals as disposal of capital assets for the cash received. In the statement of activities, those gains and losses must be adjusted by the assets basis, net of depreciation.		
		(1,312,193)
Governmental funds do not report liability for other post-employment health benefits.		
	Balance @ 6/30/18	\$ 777,487
	Balance @ 6/30/19	<u>696,761</u>
		80,726
Certain special assessment revenues and property tax revenues in the government-wide statement of activities do not provide current financial resources and are not reported as revenues in the governmental fund operating statement.		
	Balance @ 6/30/18	\$ 2,115,988
	Balance @ 6/30/19	<u>2,105,354</u>
		(10,634)
Contributions to the pension plans in the current fiscal year are deferred outflows in the Statement of Net Position.		
		276,270
The issuance of long-term debt is reported as another other financing source on the governmental fund's operating statements but reported as a liability on the government-wide statement of net assets.		
		(645,454)
Repayment of long-term debt principal is reported as an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the government-wide statement of net position.		
		2,396,993
Accrued interest on long-term debt is reported in the government-wide statement of activities, but does not require the use of financial resources and therefore is not reported as an expenditure in governmental funds.		
	Balance @ 6/30/18	\$ 571,833
	Balance @ 6/30/19	<u>553,908</u>
		17,925
Compensated absences and comp time are reported in the government-wide statement of activities, but do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.		
	Balance @ 6/30/18	\$ 3,496,317
	Balance @ 6/30/19	<u>3,689,094</u>
		(192,777)
Claims payable are reported in the government-wide statement of activities, but do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.		
	Balance @ 6/30/18	\$ 657,746
	Balance @ 6/30/19	<u>640,837</u>
		16,909
Amortization of debt premiums are not reported at the fund level but are reported in the government-wide statement of activities.		
		86,624
The internal service funds used by management to charge the costs of the operation of the vehicle fleet, janitorial services, the personnel and payroll functions, computer operations, and the telephone and GIS to individual funds are not reported in the government-wide statement of activities. Governmental fund expenditures and related internal service fund revenues are eliminated.		
		1,746,654
Transfers between governmental funds are reported on the governmental fund operating statement but are eliminated on the government-wide statement of net position.		
	Transfers in	\$ (2,364,267)
	Transfers out	<u>2,364,267</u>
		-
Change In Net Position Of Governmental Activities		<u>\$ 8,553,936</u>

City-County of Butte-Silver Bow, Montana
General Fund
Statement of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For Fiscal Year Ended June 30, 2019

	Original Budget	Final Budget	Actual	Variance With Final Budget
REVENUES				
Taxes	\$ 15,018,241	\$ 15,018,241	\$ 15,306,175	\$ 287,934
Licenses and permits	950,610	950,610	1,148,430	197,820
Intergovernmental	5,211,610	6,454,341	6,392,907	(61,434)
Charges for services	1,436,076	1,436,076	1,203,454	(232,622)
Fines and forfeitures	364,000	364,000	277,589	(86,411)
Rental	30,800	30,800	31,378	578
Private grants and contributions	133,500	133,500	77,473	(56,027)
Interest income	300,000	300,000	480,686	180,686
Increase (decrease) investments to fair market value	-	-	15,792	15,792
City-County employee health insurance contributions	7,114,753	7,114,753	6,494,605	(620,148)
Miscellaneous	91,400	141,400	241,283	99,883
Total Revenues	30,650,990	31,943,721	31,669,772	(273,949)
EXPENDITURES				
Current:				
General government	15,995,201	16,069,133	14,042,444	2,026,689
Public safety	11,731,463	12,681,067	11,408,792	1,272,275
Public works	569,596	633,364	480,698	152,666
Public health	2,178,392	2,282,706	2,098,640	184,066
Social and economic services	102,336	112,205	107,911	4,294
Cultural and recreation	3,180,754	3,227,520	2,874,179	353,341
Capital Outlay:				
General government	323,101	324,281	157,256	167,025
Public safety	226,800	263,004	218,068	44,936
Public works	5,000	5,000	4,708	292
Cultural and recreation	184,378	184,978	83,463	101,515
Debt Service:				
Principal	101,513	101,513	25,515	75,998
Interest	10,402	10,402	683	9,719
Total Expenditures	34,608,936	35,895,173	31,502,357	4,392,816
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,957,946)	(3,951,452)	167,415	4,118,867

(Continued)

City-County of Butte-Silver Bow, Montana
General Fund
Statement of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For Fiscal Year Ended June 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
OTHER FINANCING SOURCES (USES)				
Sale of capital assets	\$ -	\$ -	\$ 14,000	\$ 14,000
Transfers In:				
Metro Sewer Division	392,302	392,302	392,302	-
Urban Revitalization	25,813	25,813	15,225	(10,588)
Solid Waste Division	158,760	158,760	158,760	-
Water Utility Division	320,684	320,684	320,684	-
Ramsay TIFID #2	228,064	228,064	228,064	-
Debt Service Funds	-	-	29,737	29,737
NRDP Greenway Project	50,000	50,000	29,725	(20,275)
Stormwater Fund	11,500	11,500	11,500	-
ARCO Superfund Management	3,592	3,592	3,592	-
Superfund Residential Metals	61,200	61,200	61,200	-
Superfund Water Quality District	1,412	1,412	1,412	-
Superfund Stormwater	41,730	41,730	43,000	1,270
Safe Routes to Schools	-	4,044	4,044	-
Transfers Out:				
Archives	(501,875)	(501,875)	(501,875)	-
Parks-Grants and Donations Restricted	(110,000)	(110,000)	(110,000)	-
Crime Control	(21,280)	(21,280)	(21,280)	-
Business Development Center	(25,000)	(25,409)	(25,407)	2
Parking Commission	(50,365)	(50,365)	(50,365)	-
Community Development	(83,723)	(83,723)	(62,462)	21,261
DNRC Grants	-	(6,085)	(6,085)	-
Total Other Financing Sources (Uses)	<u>502,814</u>	<u>500,364</u>	<u>535,771</u>	<u>35,407</u>
Net Change in Fund Balance	<u>\$ (3,455,132)</u>	<u>\$ (3,451,088)</u>	703,186	<u>\$ 4,154,274</u>
Fund Balance Beginning of Year			<u>8,899,532</u>	
FUND BALANCE, END OF YEAR			<u>\$ 9,602,718</u>	

See accompanying notes to the basic financial statements

(Concluded)

City-County of Butte-Silver Bow, Montana
Ramsay TIFID #2
Statement of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For Fiscal Year Ended June 30, 2019

	Original Budget	Final Budget	Actual	Variance With Final Budget
REVENUES				
Taxes	\$ 2,404,689	\$ 2,404,689	\$ 2,619,709	\$ 215,020
Intergovernmental	140,482	140,482	140,482	-
Interest income	75,000	75,000	230,062	155,062
Increase (decrease) investments to fair market value	-	-	732	732
Miscellaneous	-	-	76,109	76,109
Total Revenues	<u>2,620,171</u>	<u>2,620,171</u>	<u>3,067,094</u>	<u>446,923</u>
EXPENDITURES				
Current:				
Housing and community development	4,610,339	4,590,339	777,242	3,813,097
Capital Outlay:				
Housing and community development	7,286,000	7,306,000	1,922,295	5,383,705
Total Expenditures	<u>11,896,339</u>	<u>11,896,339</u>	<u>2,699,537</u>	<u>9,196,802</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(9,276,168)</u>	<u>(9,276,168)</u>	<u>367,557</u>	<u>9,643,725</u>
OTHER FINANCING SOURCES (USES)				
Transfers Out:				
General Fund	(228,064)	(228,064)	(228,064)	-
Fire	(96,114)	(96,114)	(96,114)	-
ASiMI DS Bond Fund	(635,000)	(635,000)	-	635,000
Business Dev Center	(25,000)	(25,000)	(25,000)	-
TIFID Revolving Loan	(400,000)	(400,000)	(400,000)	-
Total Other Financing Sources (Uses)	<u>(1,384,178)</u>	<u>(1,384,178)</u>	<u>(749,178)</u>	<u>635,000</u>
Net Change in Fund Balance	<u>\$ (10,660,346)</u>	<u>\$ (10,660,346)</u>	<u>(381,621)</u>	<u>\$ 10,278,725</u>
Fund Balance Beginning of Year			<u>11,857,358</u>	
FUND BALANCE, END OF YEAR			<u>\$ 11,475,737</u>	

See accompanying notes to the basic financial statements

City-County of Butte-Silver Bow, Montana
ARCO Redevelopment Trust Authority
Statement of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For Fiscal Year Ended June 30, 2019

	Original Budget	Final Budget	Actual	Variance With Final Budget
REVENUES				
Interest income	\$ 384,100	\$ 384,100	\$ 446,237	\$ 62,137
Increase (decrease) investments to fair market value	-	-	534,551	534,551
Total Revenues	<u>384,100</u>	<u>384,100</u>	<u>980,788</u>	<u>596,688</u>
EXPENDITURES				
Current:				
Public health	109,994	109,994	9,824	100,170
Cultural and recreation	50,000	29,999	29,724	275
Housing and community development	1,101,246	1,023,248	317,178	706,070
Capital Outlay:				
Cultural and recreation	9,882	9,883	9,882	1
Housing and community development	-	77,998	55,770	22,228
Total Expenditures	<u>1,271,122</u>	<u>1,251,122</u>	<u>422,378</u>	<u>828,744</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(887,022)</u>	<u>(867,022)</u>	<u>558,410</u>	<u>1,425,432</u>
OTHER FINANCING SOURCES (USES)				
Transfers Out:				
Storm Water Fund	(25,000)	(25,000)	-	25,000
Water Utility Division	-	(20,000)	(20,000)	-
Total Other Financing Sources (Uses)	<u>(25,000)</u>	<u>(45,000)</u>	<u>(20,000)</u>	<u>25,000</u>
Net Change in Fund Balance	<u>\$ (912,022)</u>	<u>\$ (912,022)</u>	<u>538,410</u>	<u>\$ 1,450,432</u>
Fund Balance Beginning of Year			<u>13,680,991</u>	
FUND BALANCE, END OF YEAR			<u>\$ 14,219,401</u>	

See accompanying notes to the basic financial statements

Proprietary Funds

Proprietary funds are reported in the fund financial statements and generally report services for which the City-County charge customers a fee. The City-County proprietary funds are classified as enterprise funds and internal service funds. These enterprise funds essentially encompass the same functions reported as business-type activities in the government-wide statements. Services are provided to customers, outside the City-County, for a variety of services, primarily utility services. The internal service funds were established to finance and account for services and commodities furnished by one department to other departments within the local government. The internal service funds are used to gain greater economy, efficiency, and effectiveness in acquisition of goods and services used by several departments.

Enterprise Funds:

Water Utility Division

The Water Utility Division accounts for the local government's activities related to the construction and maintenance of the Butte-Silver Bow water system. Revenues are derived from user fees. The Water Utility Divisions average active connections in fiscal year 2019 were 12,558.

Metro Sewer Division

The Metro Sewer Division accounts for the local government's sewage treatment and disposal operations. Revenue is derived from special assessments. The Metro Sewer Division had 57,995 billable units in fiscal year 2019.

Solid Waste Division

The Solid Waste Division was established to account for the construction and operation of the City-County's Landfill and solid waste collection activities. Revenues are derived from user fees and special assessments. The Solid Waste Division special assessment billing includes 12,681 units for collection and 23,010 units for disposal in fiscal year 2019. Citizens outside of the collection district are also assessed charges for disposal.

Nonmajor Enterprise Funds

Nonmajor enterprise funds are detailed in the supplemental information section of this report.

Internal Service Funds:

These funds account for goods or services given to one department by another on a cost reimbursement basis.

City-County of Butte-Silver Bow, Montana
Statement of Net Position
Proprietary Funds
June 30, 2019

	Business-Type Activities Enterprise Funds				Governmental Activities	
	Water Utility Division	Metro Sewer Division	Solid Waste Division	Total Nonmajor Enterprise Funds	Total	Internal Service Funds
ASSETS						
Current assets:						
Cash and cash equivalents	\$ 1,102,777	\$ 662,041	\$ 365,666	\$ 274,459	\$ 2,404,943	\$ 642,711
Investments	9,519,258	4,424,767	516,895	1,919,506	16,380,426	1,743,613
Receivables:						
Accounts (net of allowance for uncollectibles)	1,390,586	19,878	165,768	343,787	1,920,019	203,059
Special Assessments	-	797,907	234,071	43,347	1,075,325	-
Interfund	-	109,151	208,001	-	317,152	126,753
Prepaid expenses	317	-	-	-	317	-
Restricted cash and cash equivalents	231,988	816,263	1,231,184	13,613	2,293,048	-
Total current assets:	<u>12,244,926</u>	<u>6,830,007</u>	<u>2,721,585</u>	<u>2,594,712</u>	<u>24,391,230</u>	<u>2,716,136</u>
Noncurrent Assets:						
Restricted cash and cash equivalents	169,980	1,388,525	-	-	1,558,505	-
Restricted investments	-	-	3,032,293	-	3,032,293	-
Capital assets:						
Nondepreciable	2,295,638	353,796	740,526	71,944	3,461,904	1,396,945
Depreciable, net	73,312,181	41,455,808	2,278,768	1,937,726	118,984,483	1,516,609
Total Non-Current Assets:	<u>75,777,799</u>	<u>43,198,129</u>	<u>6,051,587</u>	<u>2,009,670</u>	<u>127,037,185</u>	<u>2,913,554</u>
Total Assets	<u>88,022,725</u>	<u>50,028,136</u>	<u>8,773,172</u>	<u>4,604,382</u>	<u>151,428,415</u>	<u>5,629,690</u>
DEFERRED OUTFLOWS OF RESOURCES						
Deferred outflows from pensions	700,533	401,977	96,298	26,500	1,225,308	392,935
Total deferred outflows of resources	<u>\$ 700,533</u>	<u>\$ 401,977</u>	<u>\$ 96,298</u>	<u>\$ 26,500</u>	<u>\$ 1,225,308</u>	<u>\$ 392,935</u>

See accompanying notes to the basic financial statements

(Continued)

City-County of Butte-Silver Bow, Montana
Statement of Net Position
Proprietary Funds
June 30, 2019

	Business-Type Activities Enterprise Funds				Governmental Activities	
	Water Utility Division	Metro Sewer Division	Solid Waste Division	Total Nonmajor Enterprise Funds	Total	Internal Service Funds
LIABILITIES						
Current liabilities:						
Vouchers payable	\$ 330,608	\$ 207,497	\$ 137,719	\$ 40,495	\$ 716,319	\$ 236,758
Accounts payable	28,384	1,495	-	-	29,879	-
Accrued wages and benefits payable	134,874	71,014	25,015	7,463	238,366	99,744
Customer deposits payable	139,612	-	-	-	139,612	-
Accrued interest payable - customer deposits	12,831	-	-	-	12,831	-
Accrued interest payable	25,545	337,263	-	1,122	363,930	-
Revenue bonds payable	108,000	964,000	-	-	1,072,000	-
Closure and postclosure care payable	-	-	38,657	-	38,657	-
Compensated absences payable	32,832	18,985	4,182	830	56,829	23,586
Notes & loans payable	-	-	-	25,184	25,184	-
Unearned revenue	70,285	-	-	-	70,285	-
Interfund payable	-	-	-	37,406	37,406	126,753
Total Current Liabilities	<u>882,971</u>	<u>1,600,254</u>	<u>205,573</u>	<u>112,500</u>	<u>2,801,298</u>	<u>486,841</u>
Noncurrent Liabilities (net of current portion):						
Revenue bonds payable	1,595,000	26,103,287	-	-	27,698,287	-
Closure and postclosure care payable	-	-	498,883	-	498,883	-
Compensated absences payable	514,367	297,427	65,523	13,002	890,319	271,239
Notes & loans payable	-	-	-	39,450	39,450	-
Net pension liability	3,031,906	1,739,755	416,777	114,697	5,303,135	1,700,612
Total Noncurrent Liabilities	<u>5,141,273</u>	<u>28,140,469</u>	<u>981,183</u>	<u>167,149</u>	<u>34,430,074</u>	<u>1,971,851</u>
Total Liabilities	<u>6,024,244</u>	<u>29,740,723</u>	<u>1,186,756</u>	<u>279,649</u>	<u>37,231,372</u>	<u>2,458,692</u>
DEFERRED INFLOWS OF RESOURCES						
Deferred inflows from pensions	593,073	340,314	81,526	22,437	1,037,350	332,656
Total deferred inflows of resources	<u>593,073</u>	<u>340,314</u>	<u>81,526</u>	<u>22,437</u>	<u>1,037,350</u>	<u>332,656</u>
NET POSITION						
Net investment in capital assets	73,904,819	14,742,317	3,019,294	1,945,036	93,611,466	2,913,554
Restricted for:						
Debt service	79,545	816,263	-	-	895,808	-
Debt service reserve	169,980	818,525	-	-	988,505	-
Customer deposits	152,443	-	-	-	152,443	-
Capital projects	-	570,000	3,032,293	-	3,602,293	-
Unrestricted	7,799,154	3,401,971	1,549,601	2,383,760	15,134,486	317,723
Total Net Position	<u>\$ 82,105,941</u>	<u>\$ 20,349,076</u>	<u>\$ 7,601,188</u>	<u>\$ 4,328,796</u>	<u>\$ 114,385,001</u>	<u>\$ 3,231,277</u>

See accompanying notes to the basic financial statements

(Concluded)

City-County of Butte-Silver Bow, Montana
Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
For Fiscal Year Ended June 30, 2019

	Business-Type Activities Enterprise Funds					Governmental Activities
	Water Utility Division	Metro Sewer Division	Solid Waste Division	Total Nonmajor Enterprise Funds	Total	Internal Service Funds
OPERATING REVENUES						
Charges for services	\$ 9,870,290	\$ 6,700,814	\$ 2,421,602	\$ 691,562	\$ 19,684,268	\$ 4,055,935
Rent revenue	-	-	-	169,399	169,399	-
Miscellaneous	1,774	12,247	8,736	2,338	25,095	6,348
Total Operating Revenues	<u>9,872,064</u>	<u>6,713,061</u>	<u>2,430,338</u>	<u>863,299</u>	<u>19,878,762</u>	<u>4,062,283</u>
OPERATING EXPENSES						
Personnel services	3,287,181	2,107,697	604,684	351,780	6,351,342	2,454,804
Operation and maintenance	2,414,195	1,737,401	1,750,229	412,402	6,314,227	1,103,762
Depreciation	4,997,915	2,705,848	348,529	119,095	8,171,387	233,191
Total Operating Expenses	<u>10,699,291</u>	<u>6,550,946</u>	<u>2,703,442</u>	<u>883,277</u>	<u>20,836,956</u>	<u>3,791,757</u>
Operating Income (Loss)	<u>(827,227)</u>	<u>162,115</u>	<u>(273,104)</u>	<u>(19,978)</u>	<u>(958,194)</u>	<u>270,526</u>
NON-OPERATING REVENUES (EXPENSES)						
Interest expense	(60,005)	(680,272)	-	(2,478)	(742,755)	-
Interest income	187,152	71,304	86,350	38,879	383,685	23,760
Gain (loss) on disposal of capital assets	-	(7,917)	-	(292)	(8,209)	160,958
Increase (decrease) of investments to fair market value	860	331	215	137	1,543	165
Intergovernmental	67,670	38,830	9,302	2,560	118,362	1,286,246
Total Non-Operating Revenues (Expenses)	<u>195,677</u>	<u>(577,724)</u>	<u>95,867</u>	<u>38,806</u>	<u>(247,374)</u>	<u>1,471,129</u>
Income (Loss) Before Capital Grants & Transfers	<u>(631,550)</u>	<u>(415,609)</u>	<u>(177,237)</u>	<u>18,828</u>	<u>(1,205,568)</u>	<u>1,741,655</u>
CAPITAL GRANTS AND TRANSFERS IN (OUT)						
Capital grant income	215,326	-	-	-	215,326	-
Transfers in	20,000	-	-	50,408	70,408	5,000
Transfers out	(320,684)	(392,302)	(173,760)	(11,500)	(898,246)	-
Total Capital Grants and Transfers In (Out)	<u>(85,358)</u>	<u>(392,302)</u>	<u>(173,760)</u>	<u>38,908</u>	<u>(612,512)</u>	<u>5,000</u>
Change in Net Position	<u>(716,908)</u>	<u>(807,911)</u>	<u>(350,997)</u>	<u>57,736</u>	<u>(1,818,080)</u>	<u>1,746,655</u>
Net position, Beginning of year	<u>82,822,849</u>	<u>21,156,987</u>	<u>7,952,185</u>	<u>4,271,060</u>	<u>116,203,081</u>	<u>1,484,622</u>
NET POSITION, END OF YEAR	<u>\$ 82,105,941</u>	<u>\$ 20,349,076</u>	<u>\$ 7,601,188</u>	<u>\$ 4,328,796</u>	<u>\$ 114,385,001</u>	<u>\$ 3,231,277</u>

City-County of Butte-Silver Bow, Montana
Statement of Cash Flows
Proprietary Funds
For Fiscal Year Ended June 30, 2019

	Business-Type Activities Enterprise Funds				Governmental Activities	
	Water Utility Division	Metro Sewer Division	Solid Waste Division	Total Nonmajor Enterprise Funds	Total	Internal Service Funds
Increase (Decrease) in Cash and Cash Equivalents						
Cash Flows from Operating Activities						
Cash received from customers	\$ 9,670,588	\$ 6,829,027	\$ 2,486,463	\$ 919,640	\$ 19,905,718	\$ -
Cash received from interfund services provided	-	-	-	-	-	3,981,363
Cash payments for personnel services	(3,440,137)	(2,089,295)	(654,465)	(352,575)	(6,536,472)	(2,277,077)
Cash payments for goods and services	(2,664,394)	(1,760,408)	(1,698,745)	(419,489)	(6,543,036)	(1,082,368)
Net Cash Provided by Operating Activities	<u>3,566,057</u>	<u>2,979,324</u>	<u>133,253</u>	<u>147,576</u>	<u>6,826,210</u>	<u>621,918</u>
Cash Flows from Noncapital Financing Activities						
Proceeds from interfund loans	-	189,872	27,000	23,028	239,900	154,000
Payments on interfund loans	-	-	-	-	-	(154,000)
Interest expense on customer deposits	(10,137)	-	-	-	(10,137)	-
Transfers in	20,000	-	-	50,408	70,408	5,000
Transfers out	(320,684)	(392,302)	(173,760)	(11,500)	(898,246)	-
Net Cash Flows from Noncapital Financing Activities	<u>(310,821)</u>	<u>(202,430)</u>	<u>(146,760)</u>	<u>61,936</u>	<u>(598,075)</u>	<u>5,000</u>
Cash Flows from Capital and Related Financing Activities						
Capital grant income	245,276	1,447	-	-	246,723	1,248,289
Principal paid on revenue bonds	(105,000)	(940,000)	-	-	(1,045,000)	-
Principal paid on notes and loans	-	-	-	(24,325)	(24,325)	-
Interest paid on revenue bonds	(53,460)	(691,391)	-	-	(744,851)	-
Interest paid on notes and loans	-	-	-	(2,900)	(2,900)	-
Proceeds from issuance of revenue bonds	-	92,069	-	-	92,069	-
Proceeds (loss) from capital disposals and transfers	-	-	-	-	-	160,958
Payments for capital acquisitions	(1,144,147)	(530,739)	(319,806)	(49,533)	(2,044,225)	(1,516,879)
Net Cash (Used in) Capital and Related Financing Activities	<u>(1,057,331)</u>	<u>(2,068,614)</u>	<u>(319,806)</u>	<u>(76,758)</u>	<u>(3,522,509)</u>	<u>(107,632)</u>
Cash Flows from Investing Activities						
Interest and other income	188,012	71,635	86,565	39,016	385,228	23,925
Net Increase (Decrease) in Cash and Cash Equivalents	2,385,917	779,915	(246,748)	171,770	3,090,854	543,211
Cash and Cash Equivalents - Beginning of Year	8,638,086	6,511,681	5,392,786	2,035,808	22,578,361	1,843,113
Cash and Cash Equivalents - End of Year	<u>\$ 11,024,003</u>	<u>\$ 7,291,596</u>	<u>\$ 5,146,038</u>	<u>\$ 2,207,578</u>	<u>\$ 25,669,215</u>	<u>\$ 2,386,324</u>
Reconciliation to Statement of Net Position						
Cash and cash equivalents	\$ 1,102,777	\$ 662,041	\$ 365,666	\$ 274,459	\$ 2,404,943	\$ 642,711
Investments	9,519,258	4,424,767	516,895	1,919,506	16,380,426	1,743,613
Restricted cash and investments	401,968	2,204,788	4,263,477	13,613	6,883,846	-
Total	<u>\$ 11,024,003</u>	<u>\$ 7,291,596</u>	<u>\$ 5,146,038</u>	<u>\$ 2,207,578</u>	<u>\$ 25,669,215</u>	<u>\$ 2,386,324</u>

See accompanying notes to the basic financial statements

City-County of Butte-Silver Bow, Montana
Statement of Cash Flows
Proprietary Funds
For Fiscal Year Ended June 30, 2019

	Business-Type Activities Enterprise Funds					Governmental Activities
	Water Utility Division	Metro Sewer Division	Solid Waste Division	Total Nonmajor Enterprise Funds	Total	Internal Service Funds
Reconciliation of Operating Income (Loss) to Net Cash Provided by Operating Activities						
Operating Income (Loss)	\$ (827,227)	\$ 162,115	\$ (273,104)	\$ (19,978)	\$ (958,194)	\$ 270,526
Adjustments:						
Depreciation	4,997,915	2,705,848	348,529	119,095	8,171,387	233,191
Intergovernmental revenue on-behalf payments	67,670	38,830	9,302	2,560	118,362	37,957
Adjustments to pension expense	(233,350)	9,810	(63,553)	2,699	(284,394)	112,714
(Increase) Decrease in Assets:						
Accounts receivable	(190,881)	25,823	29,169	56,340	(79,549)	(80,920)
Special assessments receivables	601	90,143	26,956	-	117,700	-
Prepaid expenses	143	-	-	-	143	-
Increase (Decrease) in Liabilities:						
Vouchers payable	52,579	(24,502)	12,827	(7,086)	33,818	21,394
Accounts payable	(302,921)	1,495	-	-	(301,426)	-
Accrued expenses	-	-	38,657	-	38,657	-
Accrued wages and benefits payable	1,076	(14,408)	(1,487)	(7,066)	(21,885)	14,605
Customer deposits	(11,253)	-	-	-	(11,253)	-
Compensated absences	11,648	(15,830)	5,957	1,012	2,787	12,451
Unearned revenue	57	-	-	-	57	-
Net Cash Provided by Operating Activities	<u>\$ 3,566,057</u>	<u>\$ 2,979,324</u>	<u>\$ 133,253</u>	<u>\$ 147,576</u>	<u>\$ 6,826,210</u>	<u>\$ 621,918</u>
Noncash Capital Activities:						
Construction and capital lease costs included in accounts and vouchers payable	<u>\$ 98,924</u>	<u>\$ 34,455</u>	<u>\$ -</u>	<u>\$ 2,703</u>	<u>\$ 133,379</u>	<u>\$ 124,542</u>

See accompanying notes to the basic financial statements

(concluded)

Fiduciary Funds

Fiduciary funds account for cash and other resources received by the City-County, acting as trustee or agent, without equity ownership. Butte-Silver Bow's fiduciary funds include investment trust and agency funds.

Investment Trust Funds

Butte-Silver Bow's investment trust funds consist of school district funds held in individual investments and in the State of Montana's Investment Pool.

Agency Funds

Agency funds are used to account for a variety of assets held by the government as an agent on behalf of individuals, private organizations, other governments and/or other funds.

City-County of Butte-Silver Bow, Montana
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2019

	Investment Trust	Agency
ASSETS		
Cash and cash equivalents	\$ -	\$ 14,500,682
Investments	58,766,009	652,537
Receivables	-	1,399,358
Land acquired by tax deed	-	258,861
Total Assets	58,766,009	16,811,438
LIABILITIES		
Vouchers payable	-	20,915
Accounts payable	-	687,928
Accrued interest payable	-	17,699
Due to special districts	-	172,850
Due to state	-	840,301
Due to schools	-	14,736,329
Due to component unit	-	11,796
Due to cities and towns	-	30,598
Due to others	-	293,022
Total Liabilities	\$ -	\$ 16,811,438
NET POSITION		
Held in trust for:		
Individual investment accounts	\$ 8,453,034	\$ -
External investment pool participants	50,312,975	-
Total Net Position	\$ 58,766,009	\$ -

See accompanying notes to the basic financial statements

City-County of Butte-Silver Bow, Montana
Statement of Changes in Fiduciary Net Position
Investment Trust Funds
For Fiscal Year Ended June 30, 2019

ADDITIONS	
Shares and investments purchased	\$ 48,467,717
Interest Income	848,058
Increase (decrease) of investments to fair market value	<u>220,948</u>
Total Additions	<u>49,536,723</u>
DEDUCTIONS	
Shares and investments redeemed	11,904,049
Interest income distributed	<u>-</u>
Total Deductions	<u>11,904,049</u>
Change in net position held in trust for pool participants	37,632,674
Net position held in trust, beginning of year	<u>21,133,335</u>
Net position held in trust, end of year	<u><u>\$ 58,766,009</u></u>

See accompanying notes to the basic financial statements

City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

The City-County of Butte-Silver Bow, State of Montana (City-County) was incorporated as a municipal corporation May 2, 1977. The consolidation combined the government's operations from the county of Silver-Bow, which was incorporated on February 16, 1881 and the city of Butte, which was incorporated on April 4, 1879. Under the charter of the consolidated government, an elected Chief Executive and twelve-member Council of Commissioners govern the City-County. The day-to-day affairs of the government are conducted under the supervision of the Chief Executive and several other elected officials, directors, and supervisory positions.

The City-County provides a wide range of services to its residents, including public safety, planning, zoning, building inspection, election, document recording, various infrastructure, social, health, cultural and recreation, general administrative, residential and commercial water and waste water system, landfill, housing rehabilitation, and economic development.

Note 1 - Summary of Significant Accounting Policies

The accompanying financial statements of the City-County are presented in conformity with Generally Accepted Accounting Principles (GAAP) for state and local governments in the United States of America as prescribed by the Governmental Accounting Standards Board (GASB), the accepted standard-setting body for governmental accounting and financial reporting. In June 1999, the GASB issued Statement 34 *Basic Financial Statements-and Management's Discussion and Analysis-for State and Local Governments* (GASB 34). GASB 34 established new financial reporting requirements for state and local governments throughout the United States. GASB 34 statements are referred to as government-wide Financial Statements.

The most significant of the City-County's accounting policies are described below.

1-A. Reporting Entity

The reporting entity, as required by United States GAAP, is comprised of the primary government, component units and other organizations for which the City-County is considered to be financially accountable. The inclusion of these entities ensures that the financial statements are not misleading. The primary government of the City-County consists of all funds, departments, boards and agencies that are not legally separate from the City-County.

Component Units

Component units are legally separate organizations for which the City-County is financially accountable. The Governmental Accounting Standards Board has set forth the criteria to be considered in determining financial accountability in GASB Statement No. 14, *The Financial Reporting Entity* and GASB Statement No. 61, *The Financial Reporting Entity: Omnibus – an Amendment of GASB Statements No 14 and No. 34* and GASB Statement No.80, *Blending Requirements for Certain Component Units*. The City-County is accountable for an organization if the City-County appoints a voting majority of the organization's governing board, further if the Council of Commissioners approve mills to be levied annually and the mills are used for repayment of debt by the entity. Component units also may include organizations that are fiscally dependent on the City-County in that the City-County approves the budget, levies their taxes or issues their debt.

The component unit columns included on the government-wide financial statements identify the financial data of the City-County's discretely presented component unit. It is reported separately to emphasize that it is legally separate from the City-County.

A brief description of the discretely presented component unit follows:

The Port of Montana Authority (Port Authority) – The Port Authority was established under 7-4-1101, Montana Code Annotated (MCA). The Port Authority is an intermodal transportation facility, which provides transloading services to over-the-road and rail carriers within the county region. The Port Authority was created by resolution on May 7, 1986. Its board is appointed by the City-County's Chief Executive and confirmed by the Council of Commissioners. The Port Manager reports to the Board of Directors. The employees are not considered City-County employees.

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

The Port Authority can levy mills for restricted purposes such as covering debt service. The Port Authority submits a request for the mills to levy, similar to a special district, by July 1st of each year. When mills are requested, the Council of Commissioners passes a levy resolution in August. The City-County levies the taxes per 7-14-1131, MCA. Currently, the Port Authority uses tax levies to secure a revenue bond issue.

It has been determined that the Port Authority meets the definitions under GASB Statement No. 14 and Statement No. 61 to be presented as a component unit within the financial statements of the City-County. The Port Authority's financial activities have not been blended, as the blending requirement pursuant to GASB Statement No. 80 have not been met. Primarily, the local government is not the sole corporate member in the article of incorporation.

Separately issued financial statements for the Authority may be obtained at the City-County's Office of the Clerk and Recorder, or by contacting the Port Authority Board at Port of Montana, P.O. Box 3641, Butte, MT 59702 or by visiting the website at <http://www.portofmontana.org/>.

Related Organizations

The Chief Executive, upon the approval of the Council of Commissioners, is responsible for appointing board members for other organizations; however, the commissioners' accountability does not extend beyond those appointments. The commissioners themselves may serve on other organizations' boards and provide some financial and operational influence, but they do not serve in a controlling capacity. These organizations are not included as component units of the City-County; however, any financial support and/or obligations of the City-County related to these organizations are reported within the financial statements.

1-B. Basis of Presentation

The City-County's basic financial statements consist of government-wide statements, including aggregated fund data and fund financial statements, which provide a more detailed level of financial information.

Government-wide Financial Statements - The government-wide financial statements include a Statement of Net Position and a Statement of Activities. These statements report financial information for the City-County as a whole. The primary government and the discretely presented component units are presented separately within these financial statements with a focus on the primary government. All City-County funds, excluding fiduciary activities, are included at the government-wide reporting level. Individual funds are not displayed, but the statements distinguish governmental activities, generally supported by taxes and City-County general revenues, from business-type activities, generally financed in whole or in part with fees charged to external customers.

The Statement of Net Position presents the financial position of the governmental and business-type activities of the City-County and it's discretely presented component unit at year-end. This statement is presented in a classified format.

The Statement of Activities presents a comparison between direct expenses and program revenues for each function of the City-County's governmental activities and for each identifiable activity of the business-type activities of the City-County. Direct expenses are those that are specifically associated with a function and therefore clearly identifiable to that particular function. The City-County does not allocate indirect expenses to functions in the Statement of Activities.

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

The Statement of Activities reports the expenses of a given function offset by program revenues directly connected with the functional program. A function is an assembly of similar activities and may include portions of a fund or summarize more than one fund to capture the expenses and program revenues associated with a distinct functional activity. Program revenues include: (1) charges for services which report fees and other charges to users of the City-County's services; (2) operating grants and contributions which finance annual operating activities including restricted investment income; and (3) capital grants and contributions which fund the acquisition, construction, or rehabilitation of capital assets. These revenues are subject to externally imposed restrictions. Functional program revenues are identified, in the case of *charges for services*, by the *function that generates* the revenue. In the case of *grants and contributions*, program revenues are assigned to the functions to which the revenues are *restricted*.

Taxes and other revenue sources properly excluded from program revenues are reported as general revenues of the City-County. Comparing direct expenses with program revenues identifies the extent to which each governmental function or identifiable business activity is self-sustaining or whether it draws from the general revenues of the City-County.

Fund Financial Statements - During the year, the City-County segregates transactions related to certain City-County functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the City-County at a more detailed level. The detailed statements are provided for governmental, proprietary, and fiduciary funds.

Major individual governmental and enterprise funds are reported in separate columns with composite columns for non-major funds. Fiduciary funds are reported by type.

Fund Accounting - The City-County uses funds to maintain its financial records during the year. A fund is a fiscal and accounting entity with a self-balancing set of accounts. The City-County uses three categories of funds: governmental, proprietary and fiduciary.

Governmental Funds - Governmental funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Fund liabilities are assigned to the fund from which they will be liquidated. The City-County reports the difference between governmental fund assets and liabilities as fund balance. The following are the City-County's major governmental funds:

General Fund - The general fund accounts for and reports all financial resources not accounted for and reported in other funds. The general fund balance is available to the City-County for any purpose provided it is expended or transferred according to the general laws of Montana.

Ramsay Tax Increment Financing District (TIFID) #2 Fund- the Ramsay TIFID fund is a special revenue fund that accounts for the tax collection and economic development activities of the Tax Increment Financing Industrial District (TIFID). The TIFID was formed as a major economic development site to which the City-County has been able to attract one of the top employers and tax payers for the City-County as well as several other major businesses. Economic development efforts are continuing to attract new interests within the district.

ARCO Redevelopment Fund – This fund is financed through an agreement between the City-County and Atlantic Richfield Company. These resources are utilized for development of mine waste source areas, historic preservation, open space and recreational areas, health initiatives and other activities as outlined in the agreement.

Proprietary Funds - Proprietary fund reporting focuses on the determination of operating income, changes in net position, financial position and cash flows. The City-County's proprietary funds are classified as enterprise funds and internal service funds.

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

Enterprise Funds:

Water Utility Division Fund - The water utility fund is a business-like enterprise fund that accounts for the local government's expansion and maintenance of the City-County water system. Revenues are derived from user fees and are structured to allow for continuing capital projects, such as main replacement projects while complying with a debt service coverage ratio of 125%.

Metro Sewer Division Fund - The metro sewer fund is a business-like enterprise fund that accounts for the local government's sewage treatment and disposal operations. Revenue is derived from special assessments. A component of the assessments also allows for continuing repair and replacement projects.

Solid Waste Fund - The solid waste fund is also a business-like enterprise fund established to account for the construction and operation of the City-County's landfill and solid waste collection activities. Revenues are derived from special assessments and gate fees.

Internal Service Funds

These funds account for data processing, fleet management, and payroll and personnel services provided to other departments or agencies of the government, or to other governments, on a cost reimbursement basis.

Fiduciary Funds - Fiduciary fund reporting focuses on net position. The City-County's fiduciary funds include a variety of agency funds, an investment trust fund and various individual investment funds for school districts.

Agency Funds - Agency funds consist of property tax funds that the City-County has not yet distributed to local school districts, the State of Montana, other cities and towns, and special districts. The fund also contains fees and judgments due to the State of Montana, garnishments and child support payable through the court system, public administrator functions, and Superfund monies of groups named in a Priority Soils Operable Unit.

External Investment Trust Fund - This fund accounts for the resources held in investments on behalf of the local school districts. Under the direction of the various school district business managers, funds are invested per state law.

1-C. Measurement Focus

Government-wide Financial Statements - The government-wide financial statements are presented on a full accrual basis of accounting with an economic resources measurement focus concentrating on an entity's or fund's net position. All transactions and events that affect the total economic resources during the period are reported. Under the full accrual basis of accounting, revenues are recorded when earned and expenses are recorded at the time an obligation (liability) is incurred, regardless of the timing of related cash inflows and outflows. All assets and liabilities associated with the operation of the City-County are included on the statement of net position. The Statement of Activities reports revenues and expenses. Fiduciary funds use the accrual basis of accounting.

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

Fund Financial Statements - All governmental funds are presented on a modified accrual basis of accounting with a current financial resources measurement focus. This measurement focus concentrates on the funds' resources available for spending in the near future. Those transactions and events affecting the funds' current financial resources during the period are reported. Only current assets and current liabilities are generally included on the balance sheets. The statements of revenues, expenditures and changes in fund balances report the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements, therefore, include a reconciliation with brief explanations to better identify the relationships between the government-wide statements and the governmental fund statements.

Like the government-wide statements, all proprietary fund types are accounted for with a flow of economic resources measurement focus on both financial reporting levels. All assets and all liabilities associated with the operations of these funds are included on the statements of net position. The statements of changes in fund net position present increases (i.e., revenues) and decreases (i.e., expenses) in net total position. The statement of cash flows provides information about how the City-County finances and meets the cash flow needs of its proprietary activities.

Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

1-D. Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. At the fund reporting level, governmental funds use the modified accrual basis of accounting and fiduciary funds use the accrual basis of accounting. Proprietary funds use the accrual basis of accounting at both reporting levels. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures.

Revenues

Under modified accrual accounting, revenues are recognized as soon as they are both measurable and available. Revenues are considered available if collected within 60 days of year-end. The City-County reports deferred inflows when potential revenue does not meet both the measurable and available criteria for recognition in the current period.

Property taxes, special assessments, investment earnings, charges for services, and grant revenue are the primary revenue sources subject to accrual. Property taxes are reported as receivables and deferred inflows of resources. The City-County bills and collects its own property taxes and the taxes for various taxing agencies (Note 3-C). Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when resources are required to be used or the year when use is first permitted, matching requirements, in which the City-County must provide local resources to be used for a specified purpose, and expenditure requirements, in which resources are provided to the City-County on a reimbursement basis.

Expenses/Expenditures

On the accrual basis of accounting, expenses are recognized at the time they are incurred. On the modified accrual basis, expenditures generally are recognized in the accounting period in which the related fund liability is incurred and due, if measurable.

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

1-E. Assets, Liabilities and Fund Equity

1-E-1 Cash, Cash Equivalents, and Investments

Cash and cash equivalents include amounts in demand deposits, time deposits, savings accounts, fiscal agent deposits as well as short-term investments with a maturity date within three months of the date acquired by the City-County.

Generally, investments are stated at fair value based on quoted market prices.

Montana statutes authorize the City-County to invest in the following types of obligations:

- Interest-bearing savings accounts
- Certificates of deposit and time deposits insured up to \$250,000 by the Federal Deposit Insurance Corporation or fully collateralized
- U.S. government and U.S. agency obligations
- Montana State Short-term Investment Pool
- Repurchase agreements where there is a master repurchase agreement and collateral held by a third party

Cash resources of individual funds are combined to form a pool of cash and investments, managed by the Treasurer's Office. Investment earnings are statutorily distributed to the general fund.

The City-County issues warrants in payment of its obligations. When warrants are presented to the Treasurer's Office, the City-County will issue a check to pay the warrants. Cash balances are reported net of outstanding warrants except in the trust/agency funds and for registered warrants.

1-E-2 Receivables

All trade and property tax receivables are reported net of an allowance for uncollectible accounts, when applicable. Unbilled utility charges are accrued as receivables and revenue at June 30, 2019.

1-E-3 Interfund Balances

On the fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "interfund receivables/payables." These amounts are eliminated in the governmental and business-type activities columns on the statement of net position, except for any net residual amounts due between governmental and business-type activities, which are reclassified and presented as internal balances.

1-E-4 Consumable Inventories and Prepaid Items

Inventories in proprietary funds are stated at the lower of cost (average cost method) or market. The cost of inventory is recorded as an expenditure at the time the inventory items are purchased in governmental funds.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

1-E-5 Restricted Assets

In government-wide financial statements, restricted assets consist of cash and cash equivalents and investments that are restricted by State Law, Local Ordinances and Resolutions, and bond covenants. "Debt Service Cash" accounts are used to segregate resources accumulated for debt service payments over the next twelve months. A "Debt Service Reserve Cash" account is used to account for resources set aside that are equal to the largest debt service payment occurring in any future fiscal year over the life of the bonds. The "Operations and Maintenance" account is used to accumulate resources to subsidize potential deficiencies of the operation that could adversely affect debt service payments. A "Replacement and Depreciation" account is used to account for resources set aside to fund asset acquisition, renewals and replacements.

On June 30, 2019 the balance of restricted assets accounts are as follows:

	Governmental Activities			Total	
	General Fund	Nonmajor Governmental Funds			
Restricted For:					
Public Health-Private Donation	\$ 93,080	\$ -		\$ 93,080	
Statutes of the State of Montana-Code Enforcement	383,522	-		383,522	
Statutes of the State of Montana-Unclaimed Property	10,825	-		10,825	
Animal Services - Private Donation	101,505	-		101,505	
State of Montana-Hard Rock Mine Trust	-	10,369,127		10,369,127	
State of Montana Air Quality Grant Stipulations	-	37,325		37,325	
Parks Grants- Replacement and Depreciation	-	110,000		110,000	
Self Funded Health Insurance	771,992	-		771,992	
Bond covenants; debt service reserves	-	3,808,586		3,808,586	
Subtotal	<u>\$ 1,360,924</u>	<u>\$ 14,325,038</u>		<u>\$ 15,685,962</u>	
	Business-Type Activities				
	Water Utility Division	Metro Sewer Division	Solid Waste Division	Nonmajor Enterprise Funds	Total
Restricted For:					
Bond covenants; debt service reserves	\$ 401,968	\$ 1,634,788	\$ -	\$ 13,613	\$ 2,050,369
Replacement and depreciation	-	570,000	-	-	570,000
Ordinance; future capital cell expansion	-	-	4,263,477	-	4,263,477
Subtotal	<u>\$ 401,968</u>	<u>\$ 2,204,788</u>	<u>\$ 4,263,477</u>	<u>\$ 13,613</u>	<u>\$ 6,883,846</u>
Total					<u>\$ 22,569,808</u>

Component Unit

On June 30, 2019, the Component Unit had restricted cash of \$58,974 for bond reserves and \$41,578 for the next installment payable on the Port Authority Revenue Bond per the bond covenants. Also, \$25,000 was restricted by agreement with a surety company as collateral on a surety bond.

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

1-E-6 Capital Assets

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in governmental funds. The City-County reports these assets in the governmental activities column of the government-wide statement of net position but does not report these assets in the governmental fund financial statements. Capital assets utilized by enterprise funds are reported both in the business-type activities column of the government-wide statement of net position and in the proprietary funds' statement of net position.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets, donated works of art and similar items, and capital assets received in service concession arrangements are recorded at their acquisition values. The City-County maintains a capitalization threshold of five thousand dollars. The City-County's infrastructure consists primarily of roads, water and sewer lines. The City-County governmental activities infrastructure has been capitalized since fiscal year 1981. Improvements to capital assets are capitalized. The costs of normal maintenance and repairs that do not add to the value of assets or materially extend an asset's life are expensed. Interest incurred during the construction of capital assets utilized by the enterprise funds is capitalized.

All reported capital assets are depreciated except for land and construction in progress. Improvements are depreciated over the remaining useful lives of the related capital assets. Useful lives for infrastructure were estimated based on the City-County's historical records of necessary improvements and replacement. Depreciation is computed using the straight-line method over the following useful lives:

Asset Class	Estimated Lives		
	Governmental Activities	Business-Type Activities	Component Unit
Buildings	30-60 Years	30-60 Years	15-40 years
Improvements other than buildings	25-50 Years	25-50 Years	15-40 years
HUB transportation facility	---	---	25-40 years
Machinery and equipment	10-20 years	10-20 years	3-15 Years
Infrastructure	30-60 Years	30-60 Years	---

At the inception of capital leases at the governmental fund reporting level, expenditures and an "other financing source" of an equal amount are reported at the net present value of future minimum lease payments.

1-E-7 Long-term Obligations

All payables and long-term obligations are reported in the government-wide financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the appropriate funds. However, compensated absences, claims and unfunded pension benefits that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are "due for payment" during the current year. Bonds, notes and loans and capital leases are recognized as a liability in the governmental fund financial statements "when due".

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

1-E-8 Bond Premiums, Discounts, Issuance Costs and Bond Refunding Gains and Losses

In the government-wide Statement of Net Position and the proprietary fund Statements of Net Position, long-term debt and other long-term obligations are reported as liabilities. Bond premiums and discounts are deferred and amortized over the life of the bonds.

In the financial statements for governmental fund types, bond premiums and discounts are reported as other financing sources and uses, separately from the face amount of the bonds issued. Bond issuance costs, whether or not withheld for the actual debt proceeds received, are reported as debt service expenditures.

1-E-9 Fund Equity

Fund equity at the governmental fund financial reporting level is classified as “fund balance.” Fund equity for all other reporting is classified as “net position.”

Fund Balance – Generally, fund balance represents the difference between current assets and current liabilities. GASB Statement 54 requires governmental fund balances to be allocated to categories as follows:

- Nonspendable – funds that are not spendable in form (i.e. inventory);
- Restricted – externally enforceable legal restrictions exist, such as state law or bond covenants;
- Committed – classification formally imposed by the Council of Commissioners by Council Resolution or Ordinance at the end of the reporting period;
- Assigned – classifications that are imposed by the government for specific purposes but do not meet the criteria of restricted or committed. Butte-Silver Bow’s policy is as follows: Assignment can be expressed and authorized by the Council of Commissioners or by an official to whom the Council of Commissioners delegates authority. The Council of Commissioners has delegated the Finance and Budget Director as a fund balance “assignment authority”.
- Unassigned – remaining fund balance after above classifications have been applied.

The General Fund is the only fund that reports a positive unassigned fund balance. In other governmental funds, it is not appropriate to report positive unassigned fund balances. However, in governmental funds other than the General Fund, if expenditures incurred for specific purposes exceed the amounts that are restricted, committed, or assigned for those purposes, it may be necessary to report a negative unassigned fund balance in that fund.

Net Position - Net position in government wide and proprietary funds represents the difference between assets and liabilities. Net investment in capital assets consists of capital assets, net of accumulated depreciation, plus any outstanding balances of borrowings not yet expended, but restricted for the acquisition, construction or improvement of those assets. Net positions are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the City-County or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. All other net positions are reported as unrestricted.

The City-County applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net position is available. The Council of Commissioners is the highest authoritative body in the City-County and any constraints on funds set by the Council must be reported as committed if action is taken by fiscal year end. The Chief Executive, in conjunction with the Finance & Budget Director, may impose constraints that would cause certain amounts to be assigned. Assigned fund balances are generally designated as such in accordance with the purpose of the fund.

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

1-E-10 Operating Revenues and Expenses

Proprietary funds distinguish operating revenues and expenses from nonoperating 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. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses, including operating grants, investment earnings, interest expense and gains and losses on dispositions of capital assets.

1-E-11 Contributions of Capital

Contributions of capital in proprietary fund financial statements arise from transfers from capital assets of governmental activities, outside contributions of capital assets, tap-in fees to the extent they exceed the cost of the connection to the system, or from grants or outside contributions of resources restricted to capital acquisition and construction.

1-E-12 Interfund Activity

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after the non-operating revenues/expenses section in proprietary funds.

Repayments from funds responsible for particular expenditures/expenses to the funds that initially surrendered the related cash are not presented on the financial statements.

Transfers between governmental and business-type activities on the government-wide statement of activities are reported as general revenues. Transfers between funds reported in the governmental activities column are eliminated. Transfers between funds reported in the business type activities column are eliminated.

1-E-13 On-Behalf Payments for Fringe Benefits

On-behalf payments for fringe benefits are direct payments made by one entity to a third-party recipient for the employees of another, legally separate entity. On-behalf payments include pension plan contributions made directly to the various cost-sharing pension plans by the State of Montana. The State's pension contribution is recorded as intergovernmental revenue with an offsetting expenditure in the related funds. (Note 3I)

1-E-14 Estimates

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

1-E-15 Comparative Data

Comparative total data for the prior year have been presented only for individual funds in the fund financial statements in order to provide an understanding of the changes in the financial position and operations of the funds.

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

1-E-16 Concentration of Credit Risk – Component Unit

The Port of Montana Port Authority, a discretely presented component unit, receives revenues from shipping, storage and switching in Silver Bow, Montana. The Port Authority grants credit on some of these sales and generally requires no collateral from its customers.

1-E-17 Implementation of New GASB Standards

In fiscal year 2019, the City-County did not implement any new Governmental Accounting Standards.

1-E-18 Deferred Outflows and Inflows of Resources

In accordance with Government Accounting Standards Board Statement No. 63, “Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position”, the City-County reports deferred outflows of resources in the Statement of Financial Position in a separate section following Assets. Similarly, the City-County reports deferred inflows of resources in the Statement of Net Position in a separate section following Liabilities.

Deferred inflows of resources accounts for the current acquisitions of net assets that are applicable to a future reporting period. Deferred inflows of resources in the General Fund, Ramsay TIFID #2, and other governmental funds represent outstanding general property taxes and special assessments at June 30, 2019. These amounts are reported as revenue in the government-wide financial statements in the period in which they are levied.

In the Government-Wide Statement of Net Position, Deferred inflows of resources relate to deferred inflows from pensions as defined in GASB Statement 68. Deferred inflows also include future receipts from an escrow agreement and advertising contracts.

Deferred outflow of resources is the current consumption of net position that is applicable to future reporting periods. On the Government-wide Statement of Net Position, Deferred outflows of resources relate to pension reporting as defined in GASB Statement 68.

	Primary Government			Component Unit
	Governmental Activities	Business- Type Activities	Total	Port of Montana Port Authority
Deferred Outflows of Resources:				
Deferred outflows from pensions	\$ 6,270,368	\$ 1,225,308	\$ 7,495,676	\$ 71,425
Deferred Inflows of Resources:				
Deferred inflows from pensions	\$ 5,115,925	\$ 1,037,350	\$ 6,153,275	\$ 27,408
Deferred inflows from escrow agreements	44,802	-	44,802	-
Deferred inflows from contracts	148,950	-	148,950	-
Total Deferred Inflows of Resources	\$ 5,309,677	\$ 1,037,350	\$ 6,347,027	\$ 27,408

City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

Note 2 – Stewardship, Compliance, and Accountability

2-A. Budgetary Information

Budgets are adopted on a basis consistent with GAAP for all budgeted funds of the government in accordance with the Local Government Budget Act (Title 7, Chapter 6, part 40, MCA). Per the Local Government Budget Act, the City-County has excluded the damages and judgments fund, a special revenue fund. Because the amounts of possible judgments are unknown, no expenditure budget is included for this fund. Revenues are budgeted because prior year expenditures are levied in the current year. In accordance with state law, judgments against a local government not covered by insurance may be levied over a 3-year period to pay current fiscal years judgments.

Each year, the Chief Executive must submit to the City-County Council of Commissioners a proposed operating budget for all budget units within the City-County for the fiscal year commencing July 1. This operating budget includes proposed expenditures and projected revenues for financing the expenditures. Public hearings are conducted to obtain citizens' comments on the proposed budget and as prescribed in the Local Government Budget Act. The budget is then legally adopted by the passage of a budget resolution and various rate resolutions by the Council of Commissioners.

Budgets are legally required for governmental fund types, with the exception of the Damages & Judgments fund described above. Budgets are prepared on the same basis and using the same accounting practices as are used to account and prepare financial reports for funds. In accordance with Montana Code Annotated, Section 7-6-4030, the level of budgetary control (that is the level at which expenditures cannot legally exceed the appropriated amount) is established at the fund level. Annual appropriated budgets are adopted for all funds, and all appropriations lapse at year end.

The Council of Commissioners may amend the budget during the course of the fiscal year in accordance with Montana State Statute. The statute defines situations where the governing body has authority to amend the budget without a hearing for donations, land sales, and fee-based budgets. However, the City-County Council of Commissioners have adopted rules of order by which all increases in appropriation authority at the fund level are approved through public hearing process.

In its annual appropriation resolution, the Council of Commissioners delegates budget amendment authority to the Finance and Budget Director for the expenditures of funds from any or all the following: general fund, special revenue funds including federal and state grants accepted and approved by the governing body, debt service funds, enterprise funds, internal service funds, trust funds, and special assessments. The budget amendments can be made as long as the total appropriations for a fund are not exceeded. Spending control is established by the total amount of expenditures budgeted for each fund.

The Finance and Budget Director assigns fund balances based on the available balance in the individual funds at year-end. A public hearing is required for an overall increase in appropriation authority, except in the case of an emergency as provided in Montana state statute.

2-B. Excess of Expenditures over Appropriations

There were no funds that had expenditures in excess of their fund budget.

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

2-C. Deficit Fund Equity

The following funds had fund balance and net position deficits as of June 30, 2019:

Street Maintenance Special Improvement District Fund – (\$18,405) – This fund accounts for revenues received through special assessments for street maintenance activities throughout the City-County. This comprehensive street maintenance district was created in fiscal year 2019, with three special improvement maintenance districts closing related fund balances into this single fund. The Council of Commissioners passed and adopted a resolution levying and assessing an amount not less than 75% of the entire cost of the street maintenance work to be completed each year. All persons and entities owning a parcel of property with a market value of more than \$5,000 are assessed a road maintenance fee. After the resolution was adopted, many property owners consolidated parcels which decreased the anticipated revenue for fiscal year 2019, resulting in a negative fund balance. This has been corrected for the next fiscal year.

Parking Commission Fund – (\$207,784) – The City-County is funding this operation on an interim basis with a loan from the general fund, so that public safety may be provided and operations may continue. Increased fees for permit parking in lots and larger fines helped to offset operating costs and reduce the negative fund balance in fiscal year 2019. Management continues to monitor the net position deficit and investigate methods to increase revenue and decrease operating costs.

State of Montana Natural Resource and Damage Projects (NRDP) Fund – Greenway Project (\$241,037) – This fund accounts for activities associated with the construction of the Greenway project. The State of Montana Natural Resource and Damages fund has funded the majority of this project. In addition, the general fund has made an interim loan to the project to avoid delays. This project will be fully funded prior to the grant closeout.

Montana Department of Commerce, Neighborhood Stabilization Grants – (\$38,200) – This fund accounts for the development of additional housing or rehabilitation of existing homes on underutilized or vacant properties as part of the neighborhood revitalization and stabilization project through a partnership with the National Affordable Housing Network (NAHN). This project will be fully funded prior to the grant closeout.

Central Administrative Services – (\$280,347) – This fund accounts for the payroll and personnel activities of the City-County. The deficit net position is attributed to the prior period adjustment for pension reporting and the implementation of GASB Statement No. 68, during fiscal year 2015. The change in net position for fiscal year 2019 was a decrease of \$123,394. The net position in 2019, exclusive of the 2015 prior period adjustment for GASB 68, would be positive \$17,406.

Geographical Information System Services – (\$25,740) – This fund accounts for the accumulation and allocation of costs associated with the City-County's geographical information system (GIS). The negative fund balance can be attributed to pension reporting, with net pension liability of \$80,386. The net position, exclusive of the net pension liability, would be positive \$54,646. This department will implement a new ARCGIS system in fiscal year 2020, and intergovernmental charges will be reevaluated at that time.

Note 3 - Detailed Notes on All Funds

3-A. Deposits and Investments

Primary Government's Deposits

State statutes require that all deposits in financial institutions be 50% collateralized as outlined in Montana Code Annotated (MCA), 17-6-103.

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

Custodial Credit Risk – Deposits – the custodial credit risk for deposits is the risk that, in the event of a bank failure, the City-County’s deposits may not be recovered. Butte-Silver Bow policy related to custodial risk is to remain in conformity with MCA 17-6-103 as described above.

At June 30, 2019, the carrying amount of the City-County's deposits, including certificates of deposit was \$36,171,921 and the related bank balances totaled \$38,065,478. Of the bank balance, \$601,084 was covered by Federal Depository Insurance; \$29,936,529 was collateralized by the pledging financial institution’s trust department or an agent in the City-County’s name and \$6,183,406 was uncollateralized, of which \$4,161,125 relates to debt service payments held with fiscal agents. These funds were transferred in late June to cover the July 1st payment dates.

Component Unit’s Deposits

At June 30, 2019, the Port Authority’s deposits had a carrying value of \$4,914,953 and the related bank balances of \$4,925,031. All deposits were fully secured by the Federal Depository Insurance (FDIC).

Primary Government’s Investments

In February 2015, the Governmental Accounting Standards Board (GASB) issued Statement Number 72, *Fair Value Measurement and Application*. This statement changes the definition of fair value and adds new disclosure requirements. GASB 72 is effective for periods beginning after June 15, 2015.

The City-County categorizes its fair value measurements with the fair value hierarchy established by generally accepted accounting principles as follows:

- Level 1—Quoted prices for identical assets or liabilities in active markets.
- Level 2—Prices determined using inputs, other than quoted prices included within Level 1, that are observable for an asset or liability, either directly or indirectly.
- Level 3—Prices determined using unobservable inputs. STIP has the following recurring fair value measurements as of June 30, 2019.

When measuring an asset or liability at fair value, a government should maximize use of relevant observable inputs and minimize use of unobservable inputs. An example of a Level 1 input would be ownership in shares of a company that is publicly traded on the NASDAQ or NYSE exchanges; a Level 2 example would be ownership of a corporate bond that trades on an exchange that is not active; and a Level 3 example would be ownership in a private hedge fund that does not trade on a public exchange.

Interest Rate Risk – Interest rate risk is the risk that changes in interest rates of debt investments will adversely affect the fair value of an investment. In compliance with the City-County’s Investment Policy, the City-County minimized the interest rate risk related to the decline in market value of securities due to rising interest rates in the portfolio by limiting the duration of the investment of security types with the expectation of securities purchases related to reserve funds; structuring the investment portfolio so that the securities matured to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the secondary market. The City-County has invested operating funds primarily in short-term securities or the State of Montana investment pool.

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

At June 30, 2019 the City-County had the following investments presented at fair market value:

Investment Type	Fair Value
FDIC Insured Certificate of Deposits	\$ 9,752,279
Montana Short-term Investment Pool (STIP)	114,497,954
Montana Long-term Trust Fund Investment Pool (TFIP)	14,174,084
Total Investments	\$ 138,424,317

The investments consist of FDIC insured certificates of deposits and money market accounts (CMMA) which are insured by up to \$250,000 by the FDIC per institution where the investments are held. The investments in STIP and TFIP are discussed below.

Credit Quality Risk – Credit quality risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations.

Custodial Credit Risk - Custodial credit risk is the risk that, in the event of a bank failure, the City-County’s investments may not be recovered. The City-County’s investments held no custodial credit risk as of June 30, 2019.

Concentration of Credit Risk – Concentration of credit risk is the risk of loss attributed to the magnitude of the City-County’s investment in a single issuer.

In compliance with the City-County Investment Policy, the City-County diversifies its investment portfolio so that potential losses on individual securities are minimized. The only investments in excess of 5% of the City-County’s investment portfolio are invested in the State of Montana Short Term Investment Pool (STIP) and State of Montana Long Term Trust Fund Investment Pool (TFIP) described below.

State of Montana Board of Investments

The Board of Investments was created by the Legislature to manage the Unified Investment Program (UIP) established by the State Constitution. The Investment Program is comprised of state funds, including pensions, trusts, insurance, and cash. Local government entities can, by statute only, voluntarily invest in the Short Term Investment Pool. With a qualifying event, local government entities may also, by statute, invest in the long-term investment portion of the Program. The Board manages the Investment Program pursuant to the “Prudent Expert Principle” mandated by State law.

To facilitate the management of the Investment Program, the Board created seven investment pools (Pools) that operate similar to mutual funds. All state agencies and many local government entities may participate in one or more pools. By investing in large Pools with other participants the smaller participants are provided broad diversification not otherwise possible. The City-County of Butte-Silver Bow is authorized to participate in the Short Term Investment Pool (STIP), which was created July 1, 1974 and the Trust Fund Investment Pool (TFIP), which was created October 1, 1995.

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

Short Term Investment Pool (STIP)

The STIP investments are managed in accordance with the statutorily mandated “Prudent Expert Principle”. The portfolio may include asset-backed securities, commercial paper, corporate, U.S. Government direct obligations, U.S. Government agency securities, repurchase agreements, institutional government money market funds, certificates of deposit, and variable-rate (floating-rate) instruments. Investments must have a maximum maturity of 397 days or less unless they are a variable rate security. Variable rate securities have a maximum maturity of 2 years. Asset-backed securities represent debt securities collateralized by a pool of mortgage and non-mortgage assets such as trade and loan receivables, equipment leases, credit cards, etc. Commercial paper is unsecured short-term debt with maturities ranging from 2 to 270 days. U.S. Government direct obligations include U.S. Treasury securities and debt explicitly guaranteed by the U.S. Government. Repurchase agreements (REPOs) represent an agreement between a seller and a buyer, usually of U.S. Government securities, whereby the seller agrees to repurchase the securities at an agreed upon price and stated time. Variable rate securities pay a variable rate of interest until maturity. The STIP portfolio’s variable rate securities reset to LIBOR (London Interbank Offered Rate).

STIP is managed to preserve principal while providing 24-hour liquidity for state agencies and local government participants. Funds may be invested for one or more days. The STIP investments and the income are owned by the participants and are managed on behalf by the Board of Investments.

Participant Units / Valuation

The STIP unit value is fixed at \$1.00 for both participant buys and sells. A purchased unit earns income on the purchase date and ceases to earn income on the day before the unit is sold. Participants may buy or sell fractional shares. For fiscal year 2019, income was distributed on the first business day of each month. Participants may automatically reinvest their income in additional units. STIP is managed to closely align fair value with amortized cost.

Types of Investments

STIP invests primarily in short-term, high quality, fixed income securities with a maximum maturity of 397 days or less. Variable securities shall have a maximum maturity of 2 years. STIP shall maintain a dollar-weighted average portfolio maturity of 60 days or less. STIP is managed to preserve principal while providing 24-hour liquidity for state agency and local government participants.

The State of Montana Short Term Investment Pool’s (STIP) Credit Quality ratings by the NRSRO as of June 30, 2019 (in thousands) were:

Security Investment Type	Fair Vaule	Credit ¹ Quality Rating	WAM in Days
Treasuries	\$ 129,877	A-1+	20
Agency or Government Related	\$ 873,181	A-1+	69
Corporate Commercial Paper	200,145	A-1+	16
Corporate Notes	448,909	A-1+	61
Certificates of Deposits	325,235	A-1+	45
Total STIP Fixed Income Investments at Fair Value	\$ 1,977,347		

¹Credit Quality Rating is weighted

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

Amounts invested by the City-County in STIP may be redeemed at any date at the carrying value on that date. The STIP Board categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles.

STIP has the following recurring fair value measurement as of June 30, 2019 (in thousands):

Security Investment Type	June 30, 2019	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable (Level 3)
Investments by Fair Value Level:				
Treasuries	\$ 129,877	\$ 129,877	\$ -	\$ -
Agency or Government Related	\$ 873,181		\$ 873,181	
Corporate Commercial Paper	200,145	-	200,145	-
Corporate Notes	448,909	-	448,909	-
Certificates of Deposit	325,235	-	325,235	-
Total Fixed Income Investments by Fair Value Level	\$ 1,977,347	\$ 129,877	\$ 1,847,470	\$ -
Investments Not Required to be Categorized				
Cash and cash equivalents held at custodial bank	1,995,098			
Total Investments	\$ 3,972,445			

Fixed income investments classified in Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities. Fixed income investments classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices. Investments measured at cost are included to account for all investments. These assets represent cash equivalents.

STIP Reserve

In November 2007, a reserve account was established for STIP. The reserve account may be used to offset losses within the STIP Portfolio. The STIP Reserve is detailed as follows for the year ending June 30th:

STIP Reserve Activity as of June 30, 2019 (in thousands)	
Beginning STIP Reserve	\$ 32,565
STIP Reserve Activity	
Investment Earnings:	
Net Change in Fair Value Investments	\$ 49
Interest income	774
Transfer of daily STIP income	4,927
Recoveries from write-offs	9,055
Perm Coal enhancement fees	158
Total STIP Reserve Activity	14,963
Ending STIP Reserve	\$ 47,528

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

Subsequent Events

The Board's Chief Investment Officer (CIO) resigned July 19, 2019. Per the Board's governance policy, the Executive Director will be the acting CIO until the Board hires a replacement.

Long Term Trust Fund Investment Pool (TFIP)

The City-County also participates in the Long-Term Trust Fund Investment Pool (TFIP) by investing funds that were received through an Allocation and Settlement Agreement and Mutual Release of Claims with the Atlantic Richfield Company (ARCO) and the City-County. The investments are carried within the ARCO Redevelopment Trust Fund, a major governmental fund.

On October 7, 2015, the Council of Commissioners adopted Council 15-44, authorizing the City-County and its designee to invest funds with the Montana Board of Investments in accordance with Section 17-6-205, MCA. The 2015 State legislature enacted legislation that authorized local governments to participate in a long-term investment program within the Board of Investments. The City-County signed an investment policy statement with the Board of Investments, addressing their participation in the Trust Fund Investment Pool as managed by the Board of Investments. The purpose of the Investment Policy Statement is to outline the account objectives, permissible investments, and constraints that will guide the management of the portfolio. The policy is designed to give the investment manager flexibility to achieve, in a prudent manner, the investment objectives of the client, the City-County of Butte-Silver Bow Superfund Redevelopment Trust Authority and the Investment Custodian, to implement redevelopment projects and activities in accordance with its by-laws and the *Allocation and Settlement Agreement and Mutual Release of Claims by and between the City-County of Butte-Silver Bow and the Atlantic Richfield Company*. Investments may typically be withdrawn from the TFIP once per month.

Securities Lending under the Policy Statement:

Section 17-1-113, MCA, authorizes the Board to lend securities held by the state. The Board may lend its publicly traded securities held in the investment pools, through an agent, to other market participants in return for compensation. Currently, through an explicit contract, State Street Bank and Trust, the state's custodial bank, manages the state's securities lending program. The Board seeks to assess the risks, such as counterparty and reinvestment risk, associated with each aspect of its securities lending program. The Board requires borrowers to maintain collateral at 102 percent for domestic securities and 105 percent for international securities. To ensure that the collateral ratio is maintained, securities on loan are marked to market daily and the borrower must provide additional collateral if the value of the securities on loan increases. In addition to the strict collateral requirements imposed by the Board, the credit quality of approved borrowers is monitored continuously by the contractor. From time to time, Staff or the investment manager may restrict a security from the loan program upon notification to State Street Bank. Staff will monitor the securities lending program, and the CIO will periodically report to the Board on the status of the program. TFIP participated in the security lending program for the entire fiscal year.

Cash Investments under the Policy Statement:

Cash investments held at the pool level, any managed account within it, or any separate account entail an element of credit risk. Thus, only approved cash investment vehicles are permitted. These include the custodian's investment vehicles, STIP, or any SEC-registered money market fund, all of which specifically address credit risk in their respective investment guidelines.

On June 30, 2019, the Trust Funds Investment Pool (TFIP) fair value is \$2,456,087,000. The City-County's fair value is \$14,174,084.

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

Types of Investments

The TFIP invests primarily in investment grade, US dollar denominated fixed income securities. The portfolio has high yield and core real estate exposure. The Board approves a separate Investment Policy Statement (IPS) for each pool, which provides board staff a broad strategic framework under which the investments are managed. The IPS also reflects the Board approved asset allocation ranges. Individual investments in the pools are not specifically identified to the respective participants.

Credit Risk

The Board's policy requires TFIP fixed income investments to have credit risk as measured by Nationally Recognized Statistical Rating Organizations (NRSRO). Credit risk is contemplated for each individual portfolio in the IPS. Credit risk is managed by constraining portfolio purchases around investment grade NRSRO ratings as appropriate. The U.S. Government guarantees the U.S. Government securities directly or indirectly. Obligations of the U.S. Government or obligations explicitly guaranteed by the U.S. Government are not considered to have credit risk.

Custodial Credit Risk

Per policy, the Board's custodial institution must hold short-term and long-term credit rating by at least one Nationally Recognized Statistical Rating Organization with a minimum requirement of A1/P1 (short-term) and A3/A-1 (long-term).

Concentration of Credit Risk

The Board of Investments concentration risk was within the policies as set by the board. The TFIP IPS provides for a 2% portfolio limit for dollar denominated debt obligations of domestic and foreign corporations (Yankee bonds) and a 3% portfolio limit in non-agency mortgage pass-through securities. The STIP IPS limits concentration of credit risk exposure by limiting portfolio investment types to 3% in any issuer with the exception of US Treasury and US Agency securities as well as any repurchase agreements with a financial institution.

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with GASB Statement No. 40, the Board uses effective rate risk for all fixed income portfolios. The Board approves both the IPS and benchmark used for each portfolio. Duration is the average percentage change in a bond's price for a given change in interest rates. Prices move inversely to interest rates. Prices move inversely to interest rates. Per policy, the TFIP duration is to remain within 20% of the established Index duration. Per the STIP IPS, "the STIP portfolio will minimize interest rate risk by:

- 1) Structuring the investment portfolio so securities mature to meet cash requirements for ongoing operations thereby normally avoiding the need to sell securities on the open market prior to maturity;
- 2) Maintaining a dollar-weighted average portfolio maturity of 60 days or less (for this purpose, the date to the next coupon reset date will be used for all floating or variable rate securities; and
- 3) STIP will maintain a reserve accounts."

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

TFIP Credit Quality Ratings and Effective Duration as of June 30, 2019 were:

<u>Security Investment Type</u>	<u>Fair Value</u>	<u>Credit¹ Quality Rating</u>	<u>Effective¹ Duration</u>
Treasuries	\$ 481,463,605	AAA	8.08
Agency/Government Related	340,285,321	AAA	4.22
Asset Backed Securities	75,391,611	AAA	1.99
Non-Commercial Mortgage Backed Securities	248,264,584	AAA	3.97
Commercial Mortgage Backed Securities	220,519,277	AAA	5.16
Financial - Corporate	324,235,992	A-	4.14
Industrial - Corporate	500,951,244	A-	6.44
Utility - Corporate	21,221,540	BBB	3.07
High Yield Bond Fund	51,966,456	BB-	2.40
	<u>\$ 2,264,299,630</u>		
<u>Other Investments not Requiring Credit Quality Ratings</u>			
Short-Term Investment Pool (STIP)	35,142,950	NR	0
Cash/Cash Equivalent	1,002,842		
Core Real Estate	136,456,197		
Direct Real Estate (buildings)	19,185,001		
Total Investments Not Requiring Credit Quality Ratings	<u>191,786,990</u>		
Total Investments Managed	<u>\$ 2,456,086,620</u>		

¹ Credit Quality Rating and Effective Duration are weighted

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

TFIP has the following recurring fair value measurement as of June 30, 2019 (in thousands):

	June 30, 2019	Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable (Level 3)
<u>Investments by fair value level</u>				
Fixed Income Investments:				
Treasuries	\$ 481,464	\$ 481,464	\$ -	\$ -
Agency/Government Related	340,285	-	340,285	-
Asset Backed Securities	75,392	-	75,392	-
Mortgage Backed Securities	248,265	-	248,265	-
Commercial Mortgage Backed Securities	220,519	-	220,519	-
Financial-Corporate	324,236	-	324,236	-
Industrial-Corporate	500,951	-	500,951	-
Utility-Corporate	21,222	-	21,222	-
Direct Real Estate	19,185	-	-	19,185
Total fixed Income investments by fair value level	2,231,519	\$ 481,464	\$ 1,730,870	\$ 19,185
<u>Investments measured at the net asset value (NAV)</u>				
Core Real Estate	136,456			
High Yield Bond Fund	51,966			
Total Investments measured at NAV	188,422			
Total Investments at Fair Value	\$ 2,419,941			
<u>Investments measured at cost</u>				
Cash Equivalent/STIP	35,143			
Cash/Cash Equivalent	1,003			
Total Cash/Equivalents	36,146			
Total Investments Managed	\$ 2,456,087			

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

TFIP Investments measured at NAV as of June 30, 2019 (in thousands):

	Fair Value	Unfunded Commitments	Redemption Frequency (if Currently Eligible)	Redemption Notice Period
Core Real Estate	\$ 136,456	0	Monthly, quarterly	45-90 Days
High Yield Bond Fund	51,966	0	Monthly	30 Days
Total Investments Measured at NAV	\$ 188,422			

Additional information on the State of Montana STIP or the Long-term TFIP may be obtained by writing to Montana Board of Investments, Department of Commerce, 2401 Colonial Drive, 3rd floor, Helena, MT, 59620-0126, by calling (406) 444-0001, or visiting the website, <http://investmentmt.com/AnnualReportsAudits>.

Cash and Investment Reconciliation:

	Cash and		
	Cash Equivalents	Investments	
Fund Reporting Level:			
Governmental Funds - Balance Sheet	\$ 11,804,355	\$ 47,926,169	\$ 59,730,524
Governmental Funds - Balance Sheet - Restricted	4,019,079	11,666,883	15,685,962
Proprietary Funds - Statement of Net Position	2,404,943	16,380,426	18,785,369
Proprietary Funds - Statement of Net Position - Restricted	3,851,553	3,032,293	6,883,846
Fiduciary Funds - Statement of Fiduciary Net Position	14,500,682	59,418,546	73,919,228
Less: Cash on Hand	(65,651)		(65,651)
Total	<u>\$ 36,514,961</u>	<u>\$ 138,424,317</u>	<u>\$ 174,939,278</u>
Cash and cash equivalents			36,514,961
Investments			<u>138,424,317</u>
Total			<u>\$ 174,939,278</u>

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

The City-County's has the following recurring fair value measurement as of June 30, 2019:

Security Investment Type	June 30, 2019	Fair Value Measurement Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable (Level 3)
State of Montana Short-term Investment Pool (STIP)	\$ 114,497,954	\$ -	\$ 114,497,954	\$ -
State of Montana Long-term Trust Fund Investment Pool (TFIP)	14,174,084	-	14,174,084	-
Fixed Rate Certificate of Deposits	9,752,279	-	9,752,279	-
Total Investments	\$ 138,424,317	\$ -	\$ 138,424,317	\$ -

3-B. Receivables

Receivables at June 30, 2019, consisted of taxes, interest, accounts (billings for user charges, including unbilled utility receivables), and intergovernmental receivables arising from grants.

Receivables and payables are recorded on the City-County's financial statements to the extent that the amounts are determined to be material and substantiated not only by supporting documentation, but also by a reasonable, systematic method of determining their existence, completeness, valuation, and in the case of receivables, collectability.

At June 30, 2019, the amount of allowance for uncollectible was \$115,169. The allowance consisted of client fees in the Health Department (\$79,029), lease payments at the Small Business Development Center (\$3,150), disposal charges at the Landfill (\$1,990) and customer's accounts in the Water Utility (\$31,000). These amounts remained stable from the prior year.

3-C. Property Taxes

All property within the City-County is assessed on taxable market value and certified by the Montana Department of Revenue (DOR). The DOR provides these certified values to taxing jurisdictions every year on the first Monday in August and they are used to determine mill levies in each tax district.

The installment due dates for each property tax type are as follows:

Mobile Home	July 31 st and September 30 th
Personal Property	July 31 st and September 30 th
Real Estate	November 30 th and May 31 st
Centrally Assessed	November 30 th and May 31 st

If the above listed dates fall on a weekend, the taxes are due on the following Monday. In addition, property owners that have been approved through the DOR for property tax assistance will have an additional 20 days to pay their taxes.

Tax liens are enforced on real property, where taxes are 3 years delinquent.

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

3-D. Capital Assets

In referencing the financial statements, it is important to note the following:

Governmental Funds: The loss of \$1,137,235 relates to the disposal of old, outdated equipment and vehicles, some of which were sold through Public Surplus Auctions, and the transfer of portions of the Greenway Trail System to Anaconda-Deer Lodge county. The transfer of the Greenway assets total \$1,335,475. Butte-Silver Bow has reflected the entire Greenway Trail Project as an asset since the beginning of the project. During fiscal year 2019, it was determined that the sections of trail that existed in Anaconda-Deer Lodge County should be transferred and removed from Butte-Silver Bow's financial records. The remaining loss of \$6,768 related to the disposal of obsolete equipment. Butte-Silver Bow recognized a gain on disposal of \$205,008 from the sale of assets through the Public Surplus Auctions.

Per the government-wide financial statements, the governmental activities loss of \$1,342,243, was allocated to the following functions: \$1,335,475 to general government and \$6,768 to public safety. The gain of \$205,008 was allocated to the public works function.

Enterprise Funds: The overall loss of \$8,209 was generated from the Water Utility Division, the Metro Sewer Division, the Community Facility Division and the non-major enterprise funds. The loss was generated from the disposal of various equipment.

Internal Service Funds: There was no loss generated from the disposal of equipment within the Internal Service Funds.

Capital asset activity for the year ended June 30, 2019, was as follows:

	Balance 6/30/2018	Additions	Deductions	Balance 6/30/2019
Governmental activities				
Nondepreciable capital assets				
Land	\$ 3,989,223	\$ 20,000	\$ -	\$ 4,009,223
Construction in progress	3,126,202	2,947,199	2,724,998	\$ 3,348,403
Total nondepreciable capital assets	7,115,425	2,967,199	2,724,998	7,357,626
Depreciable capital assets				
Buildings	47,596,601	418,919	-	48,015,520
Improvements other than buildings	18,513,246	4,178,012	226,712	22,464,546
Machinery and equipment	27,569,029	3,615,493	535,828	30,648,694
Infrastructure	98,616,540	2,302,997	1,846,775	99,072,762
Total depreciable capital assets	192,295,416	10,515,421	2,609,315	200,201,522
Total capital assets	199,410,841	13,482,620	5,334,313	207,559,148
Accumulated depreciation				
Buildings	(14,463,794)	(1,157,430)	-	(15,621,224)
Improvements other than buildings	(5,880,652)	(661,532)	(143,009)	(6,399,175)
Machinery and equipment	(18,814,379)	(1,627,320)	(572,206)	(19,869,493)
Infrastructure	(48,524,666)	(3,716,899)	(581,908)	(51,659,657)
Total accumulated depreciation	(87,683,491)	(7,163,181)	(1,297,123)	(93,549,549)
Governmental activities capital assets, net	<u>\$ 111,727,350</u>	<u>\$ 6,319,439</u>	<u>\$ 4,037,190</u>	<u>\$ 114,009,599</u>

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

Governmental activities depreciation expense

General government	\$	1,075,259
Public safety		769,892
Public works		1,691,918
Public health		25,257
Culture and recreation		539,207
Housing and community development		2,830,327
Internal Services		231,321
		<u>231,321</u>
Total governmental activities depreciation expense	\$	<u><u>7,163,181</u></u>

Business-type activities' capital asset activity for the year ended June 30, 2019, was as follows:

	Balance 6/30/2018	Additions	Deductions	Balance 6/30/2019
Business-type activities				
Nondepreciable capital assets				
Land	\$ 1,352,370	\$ -	\$ -	\$ 1,352,370
Construction in progress	2,355,611	648,810	894,887	2,109,534
Total nondepreciable capital assets	<u>3,707,981</u>	<u>648,810</u>	<u>894,887</u>	<u>3,461,904</u>
Depreciable capital assets				
Buildings	75,006,371	73,460	-	75,079,831
Improvements other than buildings	100,726,157	15,811	4,177	100,737,791
Infrastructure	5,062,492	1,435,684	-	6,498,176
Machinery and equipment	28,944,954	765,350	23,892	29,686,412
Total depreciable assets	<u>209,739,974</u>	<u>2,290,305</u>	<u>28,069</u>	<u>212,002,210</u>
Total capital assets	<u>213,447,955</u>	<u>2,939,115</u>	<u>922,956</u>	<u>215,464,114</u>
Accumulated depreciation				
Buildings	(20,367,627)	(1,830,200)	-	(22,197,827)
Improvements other than buildings	(54,251,075)	(3,624,214)	(3,885)	(57,871,404)
Infrastructure	(429,166)	(237,151)	-	(666,317)
Machinery and equipment	(9,818,332)	(2,479,822)	(15,975)	(12,282,179)
Total accumulated depreciation	<u>(84,866,200)</u>	<u>(8,171,387)</u>	<u>(19,860)</u>	<u>(93,017,727)</u>
Business-type activities capital assets, net	<u>\$ 128,581,755</u>	<u>\$ (5,232,272)</u>	<u>\$ 903,096</u>	<u>\$ 122,446,387</u>

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

Following are the changes in component unit's capital assets as of June 30, 2019:

	Balance 6/30/2018	Additions	Deductions	Balance 6/30/2019
Component unit				
Nondepreciable capital assets				
Land	\$ 353,252	\$ 17,800	\$ -	\$ 371,052
Total nondepreciable capital assets	353,252	17,800	-	371,052
Depreciable capital assets				
Warehouse and improvements	849,008	10,790	-	859,798
Machinery and equipment	2,009,620	60,719	-	2,070,339
HUB Transportation facility				
Buildings and improvements	6,228,037	29,270	-	6,257,307
Tracks	1,481,250	18,000	-	1,499,250
Total depreciable capital assets	10,567,915	118,779	-	10,686,694
Total capital assets	10,921,167	136,579	-	11,057,746
Accumulated depreciation				
Warehouse and improvements	(647,058)	(25,140)	-	(672,198)
Machinery and equipment	(995,479)	(97,554)	-	(1,093,033)
HUB Transportation facility				
Buildings and improvements	(2,968,213)	(157,668)	-	(3,125,881)
Tracks	(925,923)	(33,621)	-	(959,544)
Total accumulated depreciation	(5,536,673)	(313,983)	-	(5,850,656)
Component unit capital assets, net	\$ 5,384,494	\$ (177,404)	\$ -	\$ 5,207,090

3-E. Interfund Balances and Transfers

Interfund balances at June 30, 2019 consisted of the following amounts and represent charges for services or reimbursable expenses. These remaining balances resulted from the time lag between the dates that (1) interfund goods or services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting period, and (3) payments between funds are made. The City-County expects to repay most interfund balances within one year.

	Payable from:			Total
	Nonmajor Governmental Funds	Nonmajor Enterprise Fund	Internal Service Fund	
Payable to:				
General Fund	\$ 316,840	\$ 37,406	\$ -	\$ 354,246
Nonmajor				-
Governmental Funds	120,000	-		120,000
Metro Sewer Division Fund	109,151	-	-	109,151
Solid Waste Division Fund	208,001	-	-	208,001
Internal Service Fund			126,753	126,753
	<u>\$ 753,992</u>	<u>\$ 37,406</u>	<u>\$ 126,753</u>	<u>\$ 918,151</u>

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

On the government wide financial statements, the interfund balances are consolidated under Internal balances within the current asset section. The balances consist of the following:

	Governmental Activities	Business-Type Activities
<u>Payable to</u>		
Business-type activities	\$ 317,152	\$ -
Governmental activities		37,406
<u>Payable from</u>		
Business-type activities	\$ 37,406	\$ -
Governmental activities		317,152
	\$ (279,746)	\$ 279,746

Following is a summary of the interfund transfers:

Transfers from:	Transfers to:				Total
	General Fund	Nonmajor Governmental Funds	Nonmajor Enterprise Funds	Governmental Activities Internal Service Funds	
General Fund		\$ 752,066	\$ 25,408		\$ 777,474
Ramsay TIFID #2 Fund	228,064	496,114	25,000		749,178
ARCO Redevelopment Trust Fund	-	-	20,000		20,000
Nonmajor Governmental Funds	187,934	695,088		5,000	888,022
Water Utility Division Fund	320,684				320,684
Metro Sewer Division Fund	392,302				392,302
Solid Waste Division Fund	158,760	15,000			173,760
Nonmajor Enterprise Fund	11,500				11,500
Total	\$ 1,299,245	\$ 1,958,268	\$ 70,408	\$ 5,000	\$ 3,332,921

Transfers are used to (1) move receipts restricted for debt service from the funds collecting the receipts to the debt service funds per bond covenants, and (2) use unrestricted revenues in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorization and (3) for administrative functions related to the major business-type funds, and (4) to close inactive funds to the General Fund as outlined in 7-6-614, Montana Code Annotated.

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

3-F. Landfill Post-Closure Care

State and federal laws and regulations require the City-County of Butte-Silver Bow to place a final cover on its landfill site at Rocker when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. Although closure and post-closure care costs will be paid only near or after the date that the landfill stops accepting waste, City-County reports a portion of these closure and post-closure care costs as an operating expense in each period based on landfill capacity used as of each balance sheet.

The total estimated current cost of closure and post-closure care as of the balance sheet date is \$1,746,871 and estimated total current cost remaining to be recognized is \$1,209,331. The total liability for closure and post-closure costs reported on the balance sheet as of June 30, 2019 is \$537,540. These amounts are based on what it would cost to perform all closure and post-closure care in 2019. Percentage of landfill capacity used to date is about 20.44%. City-County expects to close the landfill in the year 2047. Actual cost may be higher due to inflation, changes in technology, or changes in regulations. City-County has elected to use the Local Government Financial test to assure financial requirements are met.

3-G. Compensated Absences

Employees earn vacation leave at the rate of 15 days per year for the first 10 years. Between 10 and 20 years, employees earn vacation leave at an increasing rate, reaching 24 days per year after 20 years. There is no requirement that annual leave be taken, but the maximum permissible accumulation, per Montana Code Annotated 2-8-617, is equal to twice the amount of individuals' annual leave. Any excess leave not taken within 90 days of the calendar year-end is removed from the individual's annual leave account. At termination, employees are paid for any accumulated annual leave. Employees earn sick leave at the rate of 12 days per year. There is no limit on the accumulation of sick leave. At termination, employees are paid one day for every four days of accumulated sick leave earned after 1970.

3-H. Long-Term Debt

Governmental Activities Debt – Following is a summary of the outstanding debt for the City-County's governmental activities.

General Obligation Bonds – The City-County of Butte-Silver Bow contracted with Standard & Poor's Global Ratings for review of their current general obligation underlying bond rating. On September 6, 2017, Standard & Poor's Global Ratings notified the City-County that, based on their review, the underlying rating (SPUR) of existing general obligation bonds remained at "AA-". The agency also affirmed the City-County's stable economic outlook.

On June 7, 2016, the electorate of the City-County of Butte-Silver Bow approved the issuance of \$7,200,000 of General Obligation Bonds to construct a new Aquatic Facility. The bonds were sold at a premium on December 8, 2016 and issued in the amount of \$6,845,000. Interest rates on the bonds vary from 3% to 4.5%, and the bonds mature in July 2036. Aquatic Facility bonds outstanding as of June 30, 2019 are \$6,240,000. The unamortized premium on the 2016 bonds was \$396,381 on June 30, 2019.

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

On September 28, 2017, the General Obligation Bonds Series 2008, Series 2009 and Series 2011 were called and Series 2017 General Obligation Refunding Bonds were issued in the amount of \$9,160,000. The Bonds bear interest at varying annual rates between 2.0% and 4.0%, payable semiannually on January 1 and July 1 of each year, commencing January 1, 2018. They will mature on July 1, 2029. Bonds with stated maturities from July 1, 2018 through July 1, 2027 are not subject to optional redemption prior to their stated maturities. Bonds maturing July 1, 2029 and thereafter shall be subject to redemption at the option of the City-County on July 1, 2027. The average coupon on the Series 2017 bonds is 3.39%. This bond refunding was undertaken to reduce total debt services for the remainder of the life of the refunded bonds. The refunding resulted in a reduction of debt payments of \$719,573 and a net present value savings of \$664,708. The total bonds outstanding on June 30, 2019 are \$7,810,000. The unamortized premium on the Series 2017 bonds was \$581,092 on June 30, 2019.

Annual debt service requirements to amortize the bonds are as follows:

Fiscal Year	Principal	Interest	Total
2020	\$ 1,555,000	\$ 473,525	\$ 2,028,525
2021	1,400,000	441,375	1,841,375
2022	1,435,000	398,700	1,833,700
2023	1,490,000	342,950	1,832,950
2024	705,000	301,900	1,006,900
2025-2029	3,960,000	1,096,750	5,056,750
2030-2034	2,140,000	518,188	2,658,188
2035-2039	1,365,000	93,937	1,458,937
Total	<u>\$ 14,050,000</u>	<u>\$ 3,667,325</u>	<u>\$ 17,717,325</u>

Tax Increment Revenue Bonds – The City-County has three outstanding tax increment revenue bond issues.

On December 22, 2010, the Tax Increment Industrial Infrastructure Development Revenue Bonds, Series 1996 and Series 1997 were called and Series 2010 Taxable Tax Increment Industrial Infrastructure Development Improvement and Refunding Revenue Bonds were issued in the amount of \$13,705,000. The Bonds bear interest at the annual rate of 4.5%, payable semiannually on January 1 and July 1 of each year, commencing July 1, 2011, and maturing on July 1, 2022. The bonds are subject to optional redemption at any time. The previous letter of credit was not renewed at the time of refunding. The purchaser of the bonds is REC Advanced Silicon Materials LLC, a Delaware limited liability company. This issue is a private placement issue with REC Advanced Silicon, Inc. purchasing the bonds. The total bonds outstanding on June 30, 2019 is \$3,750,000.

On September 27, 2011, Tax Increment Bond, Series 2011 was issued with a final maturity date of July 1, 2022. Future revenue from the Tax Increment Industrial Infrastructure District No. 2 has been pledged to pay bond principal and interest as due. This series of bonds was issued in the amount of \$4,050,000 with variable interest rates between 3.00% and 5.14%. The total bonds outstanding on June 30, 2019 is \$1,660,000. Bond covenants require that the net revenues within the Ramsay TIFID must at least equal or exceed 140 percent of the highest annual future debt service payment during the term of the bonds. Net revenues for fiscal year ended June 30, 2019 were 207 percent of the highest future annual debt service obligation. All bond covenants relating to the reserve requirements have been met.

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

In August 2016, \$8,080,000 of Tax Increment Urban Renewal Revenue Bonds were issued. The bonds are being used to construct a \$7,400,000 parking structure on West Park Street in Uptown Butte. Debt service on the bonds is paid through property taxes collected on the increment taxable value of the Uptown Urban Renewal District. The bonds carry an interest rate of 4.15%, and they mature in July 2039. Total bonds outstanding on June 30, 2019 are \$7,665,000. Bond covenants require that the net revenues within the Urban Renewal District must at least equal or exceed 125 percent of the highest annual future debt service payment during the term of the bonds. Net revenues for fiscal year ended June 30, 2019 were 267 percent of the highest future annual debt service obligation. All bond covenants relating to the reserve requirements have been met.

Annual debt service requirements to amortize the bonds are as follows:

Fiscal Year	Principal	Interest	Total
2020	\$ 235,000	\$ 565,584	\$ 800,584
2021	1,535,000	526,599	2,061,599
2022	2,820,000	426,449	3,246,449
2023	1,820,000	318,502	2,138,502
2024	280,000	270,787	550,787
2025-2029	1,570,000	1,167,187	2,737,187
2030-2034	1,925,000	805,619	2,730,619
2035-2039	2,360,000	362,503	2,722,503
2040-2044	530,000	10,998	540,998
Total	<u>\$ 13,075,000</u>	<u>\$ 4,454,228</u>	<u>\$ 17,529,228</u>

Special Improvement District (SID) Bonds -As of June 30, 2019 the City-County did not have SID Bonds outstanding.

Notes and Loans

Notes and loans payable consist of notes through the State of Montana Intercap Loan Program and direct bank borrowings through Glacier Bank of Butte.

In fiscal year 2014, a road crusher was purchased with note proceeds from the Intercap Loan Program. The notes hold a final maturity date of August 15, 2023. The original amount of notes was \$665,844 with interest at a variable interest rate between 1.00% and 4.850%. Because the interest rates are variable, as a result it is not feasible to present projected interest payable. The interest rate for these notes was 3.37% at June 30, 2019 with a balance outstanding of \$308,737. The State of Montana Intercap Loan Program holds title to assets purchased with these borrowings until all debt is extinguished.

The City-County entered into a loan agreement in 2017 with Glacier Bank of Butte for the purchase of a fire apparatus. The principal loan amount was \$799,489 at an interest rate of 2.25%. Semi-annual payments will conclude in July 2023. The outstanding loan balance on June 30, 2019 was \$525,201. The government's outstanding notes from direct borrowings related to governmental activities contain a provision that in an event of default, the interest rate of the note shall be increased by 5.000 percentage points.

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

In fiscal year 2019, two motor graders were purchased with loan proceeds from Glacier Bank. The principal loan amount was \$645,454 with an interest rate of 3.875%. Semi-annual payments conclude in January 2024. The outstanding loan balance on June 30, 2019 was \$645,454. The government’s outstanding notes from direct borrowings related to governmental activities contain a provision that in an event of default, the interest rate of the note shall be increased by 5.000 percentage points.

Total notes and loans outstanding on June 30, 2019 was \$1,479,391.

Annual debt service requirements to amortize the notes are as follows:

Fiscal Year	Intercap Loan Program	Direct Borrowings		
	Principal	Principal	Interest	Total
2020	\$ 67,440	\$ 230,472	\$ 36,433	\$ 266,905
2021	68,115	239,006	27,899	266,905
2022	68,799	246,494	20,410	266,904
2023	69,488	254,202	12,702	266,904
2024	34,895	200,480	4,736	205,216
	<u>\$ 308,737</u>	<u>\$ 1,170,654</u>	<u>\$ 102,180</u>	<u>\$ 1,272,834</u>

Business-type Activities Debt – Following is a summary of the outstanding debt for the City-County’s business-type activities.

Revenue Bonds

Water Utility Division

The Water Utility Division has issued bonds where it has pledged income derived from the acquired or constructed assets to pay debt service. The bonds are payable solely from and secured by the net revenues of the Water Utility Division and certain accounts maintained pursuant to the indenture. On December 1, 2011, the City-County of Butte-Silver Bow issued revenue bonds through the Montana State Revolving Fund (SRF). These bonds have an interest rate of 3.75% with final maturity on January 1, 2032.

Bond covenants require that Water Utility net revenues must at least equal or exceed 125 percent of the highest annual debt service payment during the term of the bonds. Net revenues for fiscal year ended June 30, 2019 were 2635 percent of the highest annual debt service payment. All bond covenants relating to the reserve requirements have been met.

The total revenue bond, issued by the Water Utility Division, outstanding on June 30, 2019 was \$1,703,000.

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

Metro Sewer Division

The Metro Sewer Division operations of the City-County of Butte-Silver Bow has been ordered to comply with federal and state environmental mandates issued through Administrative Orders of Consent in regard to the City-County of Butte-Silver Bow's metro sewer sanitary system. To comply with these mandates, the City-County was required to make an estimated \$34,678,000 in project improvements. The cost of the project is financed by multiple series of bonds from the Department of Natural Resource and Conservation (DNRC) Water Pollution Control State Revolving Loan Program. The State of Montana, through its State Revolving Funds Program, has been approved by the Environmental Protection Agency (EPA) to make loans for wastewater projects. The State of Montana also released \$4,360,000 from the Montana Pole Remedial Action Account to the City-County to be used for the Metro Sewer Waste Water Treatment Plant Project.

The City-County issued Series 2014, twenty-five year bonds in the amount of \$10,000,000 on October 22, 2014 to begin the construction on the project. These bonds were authorized by Council Resolution No. 14-32, which passed on September 17, 2014. The bonds have a fixed interest rate of 2.50% with final maturity of January 1, 2040. The total outstanding on the Series 2014 bonds on June 30, 2019 was \$8,787,000.

On May 6, 2015, the City-County of Butte-Silver Bow Council of Commissioners adopted Council Resolution No. 15-9. This resolution authorized the issuance of the twenty-five year, Series 2015 DNRC Water Pollution Control State Revolving Loan Program bonds in the amount of \$10,000,000 with fixed interest rate of 2.50%. The Series 2015 bonds will mature on July 1, 2040. The total outstanding on the Series 2014 on June 30, 2019 was \$8,945,000.

The City-County of Butte-Silver Bow Council of Commissioners adopted Council Resolution No. 16-4 on February 3, 2016. This resolution authorized the issuance of the twenty-five year, Series 2016 DNRC Water Pollution Control State Revolving Loan Program bonds in the amount of \$10,268,000 with a fixed interest rate of 2.50%. The Series 2015 bonds will mature on July 1, 2040. The bonds are structured so that the local government submits for reimbursement from the allocated \$10,268,000. Therefore, total outstanding on the Series 2016 bonds on June 30, 2019 was \$9,335,287 with a remaining \$8,713 to be drawn on the funds. The debt service schedule below is based on the \$9,335,287 outstanding for the 25-year bond term.

Bond covenants for Series 2014, Series 2015, and Series 2016 DNRC Water Pollution Control State Revolving Loan Program requires that net revenues must at least equal or exceed 110 percent of the highest annual debt service payment during the term of the bonds. Net revenues for fiscal year ended June 30, 2019 were 176 percent of the highest future annual debt service obligation. All bond covenants relating to the reserve requirements have been met.

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

Annual debt service requirements to amortize the revenue bonds are as follows:

Fiscal Year	Principal	Interest	Total
2020	\$ 1,072,000	\$ 707,320	\$ 1,779,320
2021	1,099,000	679,470	1,778,470
2022	1,130,000	650,850	1,780,850
2023	1,159,000	621,461	1,780,461
2024	1,188,000	591,336	1,779,336
2025-2029	6,418,000	2,476,623	8,894,623
2030-2034	6,953,000	1,610,099	8,563,099
2035-2039	7,366,000	721,911	8,087,911
2040-2044	2,385,287	33,320	2,418,607
Total	\$ 28,770,287	\$ 8,092,390	\$ 36,862,677

Notes and Loans

Business Development Center

Butte-Silver Bow entered into a loan agreement with Glacier Bank of Butte on October 4, 2016 for the purpose of purchasing a new boiler for its Business Development Center. The loan principal amount was \$125,000, carrying an interest rate of 3.5%. Semi-annual payments will conclude in July 2021. The loan balance on June 30, 2019 was \$64,634. The government's outstanding notes from direct bank borrowings related to business-type activities contain a provision that in the event of default, the interest rate on this note will increase by 5.000 percentage points.

Annual debt service requirements to amortize the notes are as follows:

Fiscal Year	Principal	Interest	Total
2020	\$ 25,184	\$ 1,608	\$ 26,792
2021	26,069	700	26,769
2022	13,381	-	13,381
	<u>\$ 64,634</u>	<u>\$ 2,308</u>	<u>\$ 66,942</u>

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

Component Unit's Debt

On June 30, 2019, Component Unit had the following long-term debt outstanding:

Port Authority Revenue Bonds, Series 2010, dated July 20, 2010, original issue amount of \$750,000 with interest rate of 4.84%, are payable in 20 principal installments plus interest on August 1st of each year and interest only payments on February 1st of each year, continuing until maturity August 1, 2030. The bonds are secured by the Butte-Silver Bow mill levy support and revenues of the Port.

Annual debt service requirements to amortize the revenue bonds are as follows:

Fiscal Year	Principal	Interest	Total
2020	\$ 33,673	\$ 24,887	\$ 58,560
2021	35,303	23,218	58,521
2022	37,012	21,468	58,480
2023	38,803	19,634	58,437
2024	40,681	17,710	58,391
2025-2029	183,391	49,675	233,066
2030-2031	162,181	12,022	174,203
Total	<u>\$ 531,044</u>	<u>\$ 168,614</u>	<u>\$ 699,658</u>

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

Changes in Long-term Debt - Changes in the City-County's long-term obligations consisted of the following for the year ended June 30, 2019:

Governmental Activities	Outstanding 6/30/2018	Additions	Reductions	Outstanding 6/30/2019	Amounts Due in One Year
General obligation bonds	\$ 15,650,000	\$ -	\$ 1,600,000	\$ 14,050,000	\$ 1,555,000
Add unamortized:					
premium	1,064,098	-	86,625	977,473	-
Total bonds payable	<u>16,714,098</u>	<u>-</u>	<u>1,686,625</u>	<u>15,027,473</u>	<u>1,555,000</u>
Notes and loans payable					
- Direct bank borrowings	634,908	645,454	109,708	1,170,654	230,472
- Intercap loan program	375,508	-	66,771	308,737	67,440
Tax increment	13,670,000	-	595,000	13,075,000	235,000
Capital leases	25,515	-	25,515	-	-
Net pension liability	25,945,309	-	3,236,163	22,709,146	-
Other post employment benefits	777,487	-	80,726	696,761	-
Compensated absences	3,778,691	205,228	-	3,983,919	278,874
Total Governmental Activities	<u>\$ 61,921,516</u>	<u>\$ 850,682</u>	<u>\$ 5,800,508</u>	<u>\$ 56,971,690</u>	<u>\$ 2,366,786</u>
Business-Type Activities					
Revenue bonds	\$ 29,723,218	\$ 92,069	\$ 1,045,000	\$ 28,770,287	\$ 1,072,000
Notes and loans payable					
- Direct bank borrowings	88,959	-	24,325	64,634	25,184
Capital leases	-	-	-	-	-
Compensated absences	944,361	18,944	16,157	947,148	56,829
Net pension liability	6,762,730	-	1,459,595	5,303,135	-
Landfill postclosure costs	498,883	38,657	-	537,540	38,657
Total Business-Type Activities	<u>\$ 38,018,151</u>	<u>\$ 149,670</u>	<u>\$ 2,545,077</u>	<u>\$ 35,622,744</u>	<u>\$ 1,192,670</u>
Component Unit					
Revenue bond	\$ 563,163	\$ -	\$ 32,119	\$ 531,044	\$ 33,673
Compensated absences	63,637	42,364	56,040	49,961	34,973
Net pension liability	346,522	-	36,244	310,278	-
Total Component Unit	<u>\$ 973,322</u>	<u>\$ 42,364</u>	<u>\$ 124,403</u>	<u>\$ 891,283</u>	<u>\$ 68,646</u>

Debt service funds are retiring the general obligation bonds, and the tax increment bonds. Amounts on landfill closure costs are being repaid from the solid waste enterprise fund. Principal and interest payments related to the City-County's revenue bonds are financed from income derived from the operation of the water system and the metro sewer operations program. Compensated absences are being paid by the fund in which the employee works, primarily the general fund and the enterprise funds.

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

3-I – Pensions

Primary Government - All City-County full-time employees participate in one of five state-wide cost-sharing multiple-employer retirement benefit plans. The plans include the Public Employees' Retirement System (PERS), the Firefighters' Unified Retirement System (FURS), the Municipal Police Officers' Retirement System (MPORS), the Sheriffs' Retirement System (SRS) and the Teachers' Retirement System (TRS). Plans are administered by either the Montana Public Employee Retirement Agency (MPERA) or the Teachers' Retirement System (TRS), depending on the specific plan. Contributions to the five plans are as required by state statute. Total City-County payroll for employees covered by a retirement plan for fiscal year ended June 30, 2019 was \$26,190,105, which includes the PERS-Defined Contribution Covered Payroll of \$1,378,312.

In accordance with GASB Statement 68, *Accounting and Financial Reporting for Pensions*, employers and the non-employer contributing entity (when applicable) are required to recognize and report certain amounts associated with participation in PERS, FURS, MPORS, SRS and TRS. Employers are required to record and report their proportionate share of the collective Net Pension Liability; Pension Expense; and Deferred Outflows and Deferred Inflows of Resources associated with pensions.

The stand-alone financial statements of the Montana Public Employees Retirement Board (PERB) Comprehensive Annual Financial Report (CAFR) and the GASB Statement 68 Report disclose the Plan's fiduciary net position. Those reports are available from the PERB at P.O. Box 200131, Helena MT 59620-0131, (406) 444-3154 or the MPERA website at <http://mpera.mt.gov/index.shtml>. TRS stand-alone financial statements, actuarial valuations and experience studies may be found online at <https://trs.mt.gov/TrsInfo/NewsAnnualReports>.

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 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).

The TRS prepares its financial statements using the accrual basis of accounting. For the purposes of measuring the Net Pension Liability, deferred inflows of resources and deferred outflows of resources related to pensions, pension expense, information about the fiduciary net position of the TRS and additions to/deductions from TRS's fiduciary net position have been determined on the same accrual basis as they are reported by TRS. For this purpose, plan contributions are recognized as of employer payroll paid dates and benefit payments and refunds are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. TRS adheres to all applicable Governmental Accounting Standards Board (GASB) statements.

Pension Amount Totals

Employers are provided guidance in GASB Statement 68, paragraph 74, that pension amounts must be combined as a total or aggregate for reporting. This is true when employees are provided benefits through more than one pension, whether cost-sharing, single-employer, or agent plans.

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

Important Dates

This report provides information for employers who are using a June 30, 2018 measurement date for the 2019 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, 2019.

Measurement Date: June 30, 2018
Reporting Date: June 30, 2019

Aggregate Pension Amounts Reported in the Financial Statements

As of Measurement Date June 30, 2018	Deferred Outflows of Resources from Pensions	Deferred Inflows of Resources from Pensions	Net Pension Liability	Pension Expense
Public Employees Retirement System (PERS)	\$4,989,238	\$4,223,896	\$21,593,414	\$2,065,920
Firefighters' Unified Retirement System (FURS)	\$774,639	\$139,613	\$1,844,290	\$1,094,113
Municipal Police Officer's Retirement System (MPORS)	\$597,270	\$251,707	\$3,187,318	\$1,207,643
Sheriff's Retirement System (SRS)	\$989,193	\$1,300,522	\$1,283,734	\$(54,251)
Teacher's Retirement System (TRS)	\$145,336	\$237,537	\$103,525	\$47,661
Total	\$7,495,676	\$6,153,275	\$28,012,281	\$4,361,086

The table above summarizes each Pension Plan through which Butte-Silver Bow employees are provided benefits. Pension liabilities are liquidated through the General Fund, Enterprise Funds and Internal Service Funds. Additional detail about each Pension Plan is provided in the following note.

Net Pension Liability

The Total Pension Liability (TPL) minus the Fiduciary Net Position equals the Net Pension Liability (NPL). As GASB Statement 68 allows, a measurement date of up to 12 months before the employer's fiscal year-end can be utilized to determine the Plan's TPL. The basis for the TPL as of June 30, 2018, was determined by taking the results of the June 30, 2017 actuarial valuation and applying standard roll forward procedures. The roll forward procedure uses a calculation that adds the annual normal cost (also called the service cost), subtracts the actual benefit payments and refunds for the plan year, and then applies the expected investment rate of return for the year. The roll forward procedure will include the effects of any assumption changes and legislative changes. The update procedures are in conformity with Actuarial Standards of Practice issued by the Actuarial Standards Board.

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

Public Employees' Retirement System (PERS) – Defined Benefit

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-Defined Contribution Retirement Plan (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). Members rights are vested after five years of service.

Summary of Benefits

Service retirement:

- Hired prior to July 1, 2011: Age 60, 5 years of membership service;
Age 65, regardless of membership service; or
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; or
Any age, 25 years of membership service.

- Hired on or after July 1, 2011: Age 55, 5 years of membership service

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

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

- 1) Retired before January 1, 2016 and accumulate less than 2 years additional service credit or retire on or after January 1, 2016 and accumulate less than 5 years additional service credit:
 - a) A refund of member's contributions plus return interest (currently .77% effective July 1, 2017)
 - b) No service credit for second employment;
 - c) Start the same benefit amount the month following termination; and
 - d) Guaranteed Annual Benefit Adjustment (GABA) starts again in the January immediately following the second retirement.
- 2) Retire before January 1, 2016 and accumulate at least 2 years of additional service credit:
 - a) A recalculated retirement benefit based on provisions in effect after the initial retirement; and
 - b) GABA starts on the recalculated benefit in the January after receiving the new benefit for 12 months.
- 3) Retire on or after January 1, 2016 and accumulate 5 or more years of service credit:
 - a) The same retirement as prior to the return to service;
 - b) A second retirement benefit as prior to the second period of service based on laws in effect upon the re-hire date; and
 - c) 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:
 - a) Less than 25 years of membership service: 1.785% of HAC per year of service credit;
 - b) 25 years of membership service or more: 2% of HAC per year of service credit.
- Members hired on or after July 1, 2011
 - a) Less than 10 years of membership service: 1.5% of HAC per year of service credit;
 - b) 10 years or more, but less than 30 years of membership service: 1.785% of HAC per year of service credit;
 - c) 30 years or more of membership service: 2% of HAC per year of service credit.

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

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 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:
 - 1.5% for each year PERS is funded at or above 90%;
 - 1.5% is reduced by 0.1% for each 2% PERS is funded below 90%; and
 - 0% whenever the amortization period for PERS is 40 years or more.

Contributions

The Montana 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. These 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 &	Local Government		School Districts	
	Hired <07/01/11	Hired >07/01/11	Universities Employer	Employer	State	Employer	State
2019	7.900%	7.900%	8.670%	8.570%	0.100%	8.300%	0.370%
2018	7.900%	7.900%	8.570%	8.740%	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.

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

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. 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 PCR are included in the employer's 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 \$33,454,182.

Pension Liabilities, Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources

The proportionate shares of the employer's and the State of Montana's NPL for June 30, 2018, and 2017, 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 a particular employer to the total state contributions paid. The employer recorded a liability of \$21,593,414 and the employer's proportionate share was 1.0346 percent.

As of Measurement date	Net Pension Liability as of 6/30/2018	Net Pension Liability as of 6/30/2017	Percent of Collective NPL as of 6/30/2018	Percent of Collective NPL as of 6/30/2017	Change in Percent of Collective NPL
Butte-Silver Bow Proportionate Share	\$ 21,593,414	\$ 25,995,170	1.0346%	1.3347%	(0.3001)%
State of Montana Proportionate Share associated with Butte-Silver Bow	7,221,392	339,325	1.3886%	1.7293%	(0.3408)%
Total	\$ 28,814,806	\$ 26,334,495	2.4232%	3.0640%	(0.6409)%

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

Changes in actuarial assumptions and methods:

There were no changes in assumptions or other inputs that affected the measurement of the TPL.

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, 2018 measurement date, the employer recognized \$1,583,971 for its proportionate share of the Plan's pension expense and recognized grant revenue of \$481,949 for the State of Montana proportionate share of the pension expense associated with the employer. Additionally, the employer recognized grant revenue of \$0 from the State Statutory Appropriation from the General Fund.

As of Measurement Date	Pension Expense as of 6/30/2018	Pension Expense as of 6/30/2017
Butte-Silver Bow Proportionate Share	\$1,583,971	\$2,841,644
Butte-Silver Bow Grant Revenue – State of Montana Proportionate Share for Butte-Silver Bow	481,949	18,090
Butte-Silver Bow Grant Revenue – State of Montana Appropriation for Butte-Silver Bow	0	371,865
Total	\$2,065,920	\$3,231,599

Recognition of Deferred Inflows and Outflows

At June 30, 2018, the employer reported its proportionate share of PERS' deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

As of Measurement Date	Deferred Outflows of Resources	Deferred Inflows of Resources
Expected vs. Actual Experience	\$1,642,034	\$0
Projected Investment Earnings vs. Actual Investment Earnings	0	335,345
Changes in Assumptions	1,836,196	0
Changes in Proportion and Differences Between Butte-Silver Bow Contributions and Proportionate Share of Contributions	0	3,888,551
Butte-Silver Bow Contributions Subsequent to the Measurement Date (Fiscal Year 2019 Contributions)	1,511,008	
Total	\$4,989,238	\$4,223,896

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

Other amounts reported as deferred outflows and inflows of resources related to pensions are recognized in Butte-Silver Bow'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
2019	\$583,145
2020	\$172,545
2021	\$(1,363,566)
2022	\$(137,790)
2023	\$0
Thereafter	\$0

Actuarial Assumptions

The TPL in the June 30, 2018 actuarial valuation was determined using the following actuarial assumptions:

- Investment Return (net of administrative expense) 7.65%
- Administrative Expense as % of Payroll 0.26%
- General Wage Growth* 3.50%
- *includes Inflation at 2.75%
- Merit Increases 0% to 6.30%
- Postretirement Benefit Increases
- **Guaranteed Annual Benefit Adjustment (GABA)**

After the member has completed 12 full months of retirement, the member's benefit increases by the applicable percentage each January, **inclusive** of other all 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:
 - 1.5% for each year PERS is funded at or above 90%;
 - 1.5% reduced by 0.1% for each 2.0% PERS is funded below 90%; and
 - 0% whenever the amortization period for PERS is 40 years or more
- Mortality assumptions among contributing members, service retired members and beneficiaries were based on RP 2000 Combined Employee and Annuitant Mortality Tables projected to 2020 with scale BB, males set back 1 year.
- Mortality assumptions among disabled members were based on RP 2000 Combined Mortality Tables with no projections.

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

The most recent experience study, performed for the period covering fiscal years 2011 through 2016, is outlined in a report dated May 5, 2017 and can be located on the MPERA website. The long-term expected return on pension plan assets is reviewed as part of the regular experience studies prepared for the Plan. Several factors are considered in evaluating the long-term rate of return assumption including historical rates of return, rate of return assumptions adopted by similar public sector systems, and by using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the target asset allocation as of June 30, 2018, are summarized below.

Asset Class	Target Asset Allocation	Long-Term Expected Real Rate of Return Arithmetic Basis
Cash Equivalents	2.60%	4.00%
Domestic Equity	36.0%	4.55%
Foreign Equity	18.0%	6.35%
Fixed Income	23.4%	1.00%
Private Equity	12.0%	7.75%
Real Estate	8.00%	4.00%
Total	100.0%	

Discount Rate

The discount rate used to measure the TPL was 7.65%. 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 (MCA). 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 2121. 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.

Sensitivity Analysis

The sensitivity of the NPL to the discount rate is shown 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 7.65%, 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 (6.65%)	Current Discount Rate	1.0% Increase (8.65%)
Butte-Silver Bow Net Pension Liability	\$31,229,078	\$21,593,414	\$13,680,998

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

Public Employees' Retirement System (PERS) – Defined Contribution

Butte-Silver Bow 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 Montana 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, 2018, 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 316 employers that have participants in the PERS-DCRP totaled \$746,144.

Component Unit PERS

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-Defined Contribution Retirement Plan (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). Members rights are vested after five years of service.

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

Summary of Benefits

Service retirement:

- Hired prior to July 1, 2011: Age 60, 5 years of membership service;
Age 65, regardless of membership service; or
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; or
Any age, 25 years of membership service.

- Hired on or after July 1, 2011: Age 55, 5 years of membership service.

Second Retirement:

- 1) Retired before January 1, 2016 and accumulate less than 2 years additional service credit or retire on or after January 1, 2016 and accumulate less than 5 years additional service credit:
 - a) A refund of member's contributions plus return interest (currently .77% effective July 1, 2017)
 - b) No service credit for second employment;
 - c) Start the same benefit amount the month following termination; and
 - d) Guaranteed Annual Benefit Adjustment (GABA) starts again in the January immediately following the second retirement.
- 2) Retire before January 1, 2016 and accumulate at least 2 years of additional service credit:
 - a) A recalculated retirement benefit based on provisions in effect after the initial retirement; and
 - b) GABA starts on the recalculated benefit in the January after receiving the new benefit for 12 months.
- 3) Retire on or after January 1, 2016 and accumulate 5 or more years of service credit:
 - a) The same retirement as prior to the return to service;
 - b) A second retirement benefit as prior to the second period of service based on laws in effect upon the re-hire date; and
 - c) 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.

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

Monthly Benefit Formula

- Members hired prior to July 1, 2011:
 - a) Less than 25 years of membership service: 1.785% of HAC per year of service credit;
 - b) 25 years of membership service or more: 2% of HAC per year of service credit.
- Members hired on or after July 1, 2011
 - a) Less than 10 years of membership service: 1.5% of HAC per year of service credit;
 - b) 10 years or more, but less than 30 years of membership service: 1.785% of HAC per year of service credit;
 - c) 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 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:
 - 1.5% for each year PERS is funded at or above 90%;
 - 1.5% is reduced by 0.1% for each 2% PERS is funded below 90%; and
 - 0% whenever the amortization period for PERS is 40 years or more.

Contributions

The Montana 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. These employer paid contributions are not accounted for as special funding for state agencies and universities but are reported as employer contributions.

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

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

Fiscal Year	Member		State &	Local Government		School Districts	
	Hired <07/01/11	Hired >07/01/11	Universities Employer	Employer	State	Employer	State
2019	7.900%	7.900%	8.670%	8.570%	0.100%	8.300%	0.370%
2018	7.900%	7.900%	8.570%	8.740%	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. 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 PCR are included in the employer's 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:
 - b) 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 \$33,454,182.

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

Pension Liabilities, Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources

The proportionate shares of the employer's and the State of Montana's NPL for June 30, 2018, and 2017, 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 a particular employer to the total state contributions paid. The employer recorded a liability of \$310,278 and the employer's proportionate share was 0.0149 percent.

As of Measurement date	Net Pension Liability as of 6/30/2018	Net Pension Liability as of 6/30/2017	Percent of Collective NPL as of 6/30/2018	Percent of Collective NPL as of 6/30/2017	Change in Percent of Collective NPL
Port of Montana Proportionate Share	\$ 310,278	\$ 346,522	0.0149%	0.0178%	(0.0029)%
State of Montana Proportionate Share associated with Port of Montana	103,449	4,140	0.0199%	0.0211%	(0.0012)%
Total	\$ 413,727	\$ 350,662	0.0348%	0.0389%	(0.0041)%

Changes in actuarial assumptions and methods:

There were no changes in assumptions or other inputs that affected the measurement of the TPL.

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, 2018 measurement date, the employer recognized \$24,992 for its proportionate share of the Plan's pension expense and recognized grant revenue of \$6,904 for the State of Montana proportionate share of the pension expense associated with the employer. Additionally, the employer recognized grant revenue of \$0 from the State Statutory Appropriation from the General Fund.

As of Measurement Date	Pension Expense as of 6/30/2018	Pension Expense as of 6/30/2017
Port of Montana Proportionate Share of PERS	\$24,922	\$34,154
State of Montana Proportionate Share Associated with Port of Montana	6,904	221
Grant Revenue - State of Montana Coal Tax for Port of Montana	0	4,957
Total	\$31,826	\$39,332

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

Recognition of Deferred Inflows and Outflows

At June 30, 2018, the employer reported its proportionate share of the Plan's deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Expected vs. Actual Experience	\$23,595	\$0
Projected Investment Earnings vs. Actual Investment Earnings	0	4,819
Changes in Assumptions	26,384	0
Differences Between Port of Montana Contributions and Proportionate Share of Contributions	0	22,589
Port of Montana Contributions Subsequent to the Measurement Date (Fiscal Year 2018 Contributions)	21,446	0
Total	\$71,425	\$27,408

Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in Pension Expense as follows:

For the Measurement Year ended June 30:	Amount of Deferred Outflows and Deferred Inflows in Future Years as an Increase or (Decrease) to Pension Expense
2019	\$18,797
2020	\$19,630
2021	\$(13,876)
2022	\$(1,980)
2023	\$0
Thereafter	\$0

Actuarial Assumptions

The TPL in the June 30, 2018 actuarial valuation was determined using the following actuarial assumptions:

- Investment Return (net of administrative expense) 7.65%
- Administrative Expense as % of Payroll 0.26%
- General Wage Growth* 3.50%
- *includes Inflation at 2.75%
- Merit Increases 0% to 6.30%
- Postretirement Benefit Increases

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

○ **Guaranteed Annual Benefit Adjustment (GABA)**

After the member has completed 12 full months of retirement, the member’s benefit increases by the applicable percentage each January, **inclusive** of other all 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:
 - 1.5% for each year PERS is funded at or above 90%;
 - 1.5% reduced by 0.1% for each 2.0% PERS is funded below 90%; and
 - 0% whenever the amortization period for PERS is 40 years or more
- Mortality assumptions among contributing members, service retired members and beneficiaries were based on RP 2000 Combined Employee and Annuitant Mortality Tables projected to 2020 with scale BB, males set back 1 year.
- Mortality assumptions among disabled members were based on RP 2000 Combined Mortality Tables with no projections.

The most recent experience study, performed for the period covering fiscal years 2011 through 2016, is outlined in a report dated May 5, 2017 and can be located on the MPERA website. The long-term expected return on pension plan assets is reviewed as part of the regular experience studies prepared for the Plan. Several factors are considered in evaluating the long-term rate of return assumption including historical rates of return, rate of return assumptions adopted by similar public sector systems, and by using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the target asset allocation as of June 30, 2018, are summarized below.

Asset Class	Target Asset Allocation	Long-Term Expected Real Rate of Return Arithmetic Basis
Cash Equivalents	2.60%	4.00%
Domestic Equity	36.0%	4.55%
Foreign Equity	18.0%	6.35%
Fixed Income	23.4%	1.00%
Private Equity	12.0%	7.75%
Real Estate	8.00%	4.00%
Total	100.0%	

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

Discount Rate

The discount rate used to measure the TPL was 7.65%. 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 (MCA). 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 2121. 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.

Sensitivity Analysis

The sensitivity of the NPL to the discount rate is shown 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 7.65%, 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 (6.65%)	Current Discount Rate	1.0% Increase (8.65%)
Port of Montana Net Pension Liability	\$448,734	\$310,278	\$196,584

Firefighters’ Unified Retirement System (FURS)

Plan Description

The Firefighters’ Unified Retirement System (FURS), administered by the Montana Public Employee Retirement Administration (MPERA), is a multiple-employer, cost-sharing defined benefit plan established in 1981, and governed by Title 19, chapters 2 & 13, 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 the 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 has elected to be covered by GABA:
 - 20 years of membership service, regardless of age;
 - 2.5% of HAC x years of service credit

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

- 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) x years of service credit or
 - If membership services is greater or equal to 20 years:
 - 50% of HMC + 2% of HMC x years 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 re-employment;
 - Is refunded accumulated contributions associated with the period of re-employment;
 - 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 re-employment but receives a GABA in January immediately following second retirement.
- 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 awarded for service credit for the period of re-employment
 - 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 re-employment calculated based on the laws in effect as of the member's re-hire date, and
 - does not accrue post-retirement benefit adjustments during the term of re-employment 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 the 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 HAC.

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.

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

Minimum Benefit Adjustment (non-GABA)

- A member with 10 or more years of membership service who has not elected to be covered under 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 to the Plan. 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 show in the table below.

Fiscal Year	Member		Employer	State
	Non-GABA	GABA		
1998-2019	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

The proportionate shares of the employer’s and the state of Montana’s NPL for June 30, 2018, and 2017 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 a particular employer to the total state contributions paid. The employer recorded a liability of \$1,844,290 and the employer’s proportionate share was 1.6013 percent.

As of Measurement date	Net Pension Liability as of 6/30/2018	Net Pension Liability as of 6/30/2017	Percent of Collective NPL as of 6/30/2018	Percent of Collective NPL as of 6/30/2017	Change in Percent of Collective NPL
Butte-Silver Bow Proportionate Share	\$ 1,844,290	\$ 1,833,640	1.6013%	1.6222%	(0.0209)%
State of Montana Proportionate Share associated with Butte-Silver Bow	4,217,062	4,163,996	5.3868%	3.6838%	1.7030%
Total	\$ 6,061,352	\$ 5,997,636	6.9881%	5.3060%	1.6821%

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

Changes in actuarial assumptions and methods:

There were no changes in assumptions or other inputs that affected the measurement of the TPL.

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 in 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, 2018 measurement date, the employer recognized its proportionate share of the Plan's pension expense of \$245,343. The employer also recognized grant revenue of \$848,769 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 6/30/2018	Pension Expense as of 6/30/2017
Butte-Silver Bow Proportionate Share	\$245,343	\$249,275
Butte-Silver Bow Grant Revenue – State of Montana Proportionate Share for Butte-Silver Bow	848,769	790,816
Total	\$1,094,113	\$1,040,091

Recognition of Deferred Inflows and Outflows

At June 30, 2018, the employer reported its proportionate share of the Plan's deferred outflows of resources and deferred inflows of resources from the following sources:

As of measurement date	Deferred Outflows of Resources	Deferred Inflows of Resources
Expected vs. Actual Experience	\$207,021	\$10,160
Projected Investment Earnings vs. Actual Investment Earnings	0	22,370
Changes in Assumptions	180,584	0
Changes in Proportion and Differences Between Butte-Silver Bow Contributions and Proportionate Share of Contributions	0	107,083
Butte-Silver Bow Contributions Subsequent to the Measurement Date (Fiscal Year 2019 Contributions)	387,034	
Total	\$774,639	\$139,613

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City-County of Butte-Silver Bow, Montana
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For the Year Ended June 30, 2019

Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in 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
2019	\$92,549
2020	\$59,083
2021	\$778
2022	\$59,524
Thereafter	\$36,057

Actuarial Assumptions

The total pension liability (TPL) in the June 30, 2018 actuarial valuation was determined using the following actuarial assumptions:

- Investment Return (net of administrative expense) 7.65%
- Administrative Expense as % of Payroll 0.23%
- General Wage Growth* 3.50%
- *includes Inflation at 2.75%
- Merit Increases 0% to 6.30%
- Postretirement Benefit Increases

i. Guaranteed Annual Benefit Adjustment (GABA) each January

Hired on or after July 1, 1997, or those electing GABA requires 12 full months of retirement before GABA will be made - member's benefit increases by 3.0% each January.

ii. Minimum Benefit Adjustment (non-GABA)

Members with 10 or more years of membership service and the members 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 firefighter.

- Mortality assumptions among contributing members, service retired members and beneficiaries were based on RP 2000 Combined Employee and Annuitant Mortality Tables projected to 2020 with scale BB, males set back 1 year.
- Mortality assumptions among Disabled Members were based on RP 2000 Combined Mortality Tables with no projections

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

Target Allocations

The most recent experience study, performed for the period covering fiscal years 2011 through 2016, is outlined in a report dated May 5, 2017 and can be located on the MPERA website. The long-term expected return on pension plan assets was reviewed as part of the regular experience studies prepared for the Plan. Several factors are considered in evaluating the long-term expected rate of return assumption, including historical rates of return, rate of return assumptions adopted by similar public sector systems, and by using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the target asset allocation as of June 30, 2018, are summarized below.

Asset Class	Target Asset Allocation	Long-Term Expected Real Rate of Return Arithmetic Basis
Cash Equivalents	2.60%	4.00%
Domestic Equity	36.0%	4.55%
Foreign Equity	18.0%	6.35%
Fixed Income	23.4%	1.00%
Private Equity	12.0%	7.75%
Real Estate	8.00%	4.00%
Total	100.0%	

Discount Rate

The discount rate used to measure the TPL was 7.65%. 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 2134. 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.

Sensitivity of the Proportionate Share of the NPL 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 7.65%, 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 (6.65%)	Current Discount Rate	1.0% Increase (8.65%)
Butte-Silver Bow Net Pension Liability	\$3,161,013	\$1,844,290	\$783,645

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
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Municipal Police Officers' Retirement System (MPORS)

Plan Description

The Municipal Police Officers' Retirement System (MPORS), administered by the Montana Public Employee Retirement Administration (MPERA), is a multiple-employer, cost-sharing defined benefit plan established in 1974 and governed by Title 19, chapters 2 & 9, MCA. This plan provides retirement benefits to all municipal police officers employed by first- and second-class cities and 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 Internal Revenue Service. 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's rights are vested after 5 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 of 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 re-employment;
 - Is refunded the accumulated contributions associated with the period of re-employment;
 - 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 re-employment but receives Guaranteed Annual Benefit Adjustment (GABA) in January immediately following second retirement.

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City-County of Butte-Silver Bow, Montana
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For the Year Ended June 30, 2019

- 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 re-employment;
 - 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 re-employment calculated based on the laws in effect as of the member’s rehire date; and
 - Does not accrue post-retirement benefit adjustment during the term of reemployment but receives GABA:
 - On the initial retirement benefit made in January immediately following second retirement, and
 - On the second retirement benefit starting in January after receiving that benefit for a 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 to the plan. 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		
2000-2019	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%

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

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

The proportionate shares of the employer's and the State of Montana's NPL for June 30, 2018, and 2017, 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 a particular employer to the total state contributions paid. The employer recorded a liability of \$3,187,318 and the employer's proportionate share was 1.8611 percent.

As of Measurement date	Net Pension Liability as of 6/30/2018	Net Pension Liability as of 6/30/2017	Percent of Collective NPL as of 6/30/2018	Percent of Collective NPL as of 6/30/2017	Change in Percent of Collective NPL
Butte-Silver Bow Proportionate Share	\$ 3,187,318	\$ 3,446,352	1.8611%	1.9371%	(0.0760)%
State of Montana Proportionate Share associated with Butte-Silver Bow	6,515,485	7,024,278	5.6678%	3.9481%	1.7197%
Total	\$ 9,702,803	\$ 10,470,630	7.5289%	5.8852%	1.6437%

Changes in actuarial assumptions and methods:

There were no changes in assumptions or other inputs that affected the measurement of the TPL.

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, 2018 measurement date, the employer recognized its proportionate share of the Plan's pension expense of \$309,472. The employer also recognized grant revenue of \$898,171 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 6/30/2018	Pension Expense as of 6/30/2017
Butte-Silver Bow Proportionate Share	\$309,472	\$397,260
Butte-Silver Bow Grant Revenue – State of Montana Proportionate Share for Butte-Silver Bow	898,171	850,790
Total	\$1,207,643	\$1,248,050

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

Recognition of Deferred Inflows and Outflows

At June 30, 2018, 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	\$8,934	\$63,570
Projected Investment Earnings vs. Actual Investment Earnings	0	24,168
Changes in Assumptions	148,999	0
Changes in Proportion and Differences Between Butte-Silver Bow Contributions and Proportionate Share of Contributions	0	163,969
Butte-Silver Bow Contributions Subsequent to the Measurement Date (Fiscal Year 2019 Contributions)	439,337	
Total	\$597,270	\$251,707

Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in 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
2019	\$12,159
2020	\$932
2021	\$(92,653)
2022	\$(14,212)
2023	\$0
Thereafter	\$0

Actuarial Assumptions

The total pension liability (TPL) in the June 30, 2018 actuarial valuation was determined using the following actuarial assumptions:

- Investment Return (net of administrative expense) 7.65%
- Administrative Expense as % of Payroll 0.24%
- General Wage Growth* 3.50%
 - *includes Inflation at 2.75%
- Merit Increases 0% to 6.60%
- Postretirement Benefit Increases

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
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- i. **Guaranteed Annual Benefit Adjustment (GABA) each January**
 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%.
- ii. **Minimum benefit adjustment (non-GABA)**
 Benefit for a retired member or member's survivor and the member did not elect GABA, the minimum benefit provided should not be less than 50% of the monthly compensation paid to a newly confirmed police officer of the employer that last employed the member as a police officer.
- Mortality assumptions among contributing members, service retired members and beneficiaries were based on RP 2000 Combined Employee and Annuitant Mortality Tables projected to 2020 with scale BB, set back 1 year for males.
- Mortality assumptions among Disabled Retirees were based on RP 2000 Combined Mortality Tables with no projections.

Target Allocations

The most recent experience study, performed for the period covering fiscal years 2011 through 2016, is outlined in a report dated May 5, 2017 and can be located on the MPERA website. The long-term expected return on pension plan assets was reviewed as part of the regular experience studies prepared for the Plan. Several factors are considered in evaluating the long-term rate of return assumption, including historical rates of return, rate of return assumptions adopted by similar public sector systems, and by using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the target asset allocation as of June 30, 2018, are summarized below.

Asset Class	Target Asset Allocation	Long-Term Expected Real Rate of Return Arithmetic Basis
Cash Equivalents	2.60%	4.00%
Domestic Equity	36.00%	4.55%
Foreign Equity	18.00%	6.35%
Fixed Income	23.40%	1.00%
Private Equity	12.00%	7.75%
Real Estate	8.00%	4.00%
Total	100.0%	

Discount Rate

The discount rate used to measure the TPL was 7.65%. 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 MCA. 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 2132. 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.

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City-County of Butte-Silver Bow, Montana
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Sensitivity of the Proportionate Share of the NPL to Changes in the Discount Rate

The following presents the employer’s sensitivity of the NPL to the discount rate is shown in the table below. A small change in the discount rate can create a significant change the liability. The NPL was calculated using the discount rate of 7.65%, 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 (6.65%)	Current Discount Rate	1.0% Increase (8.65%)
Butte-Silver Bow Net Pension Liability	\$4,840,444	\$3,187,318	\$1,865,258

Sheriffs’ Retirement System (SRS)

Plan Description

The Sheriffs’ Retirement System (SRS), administered by the Montana Public Employee Retirement Administration (MPERA), is a multiple-employer, cost-sharing defined benefit plan established July 1, 1974, and governed by Title 19, chapters 2 & 7, MCA. This plan provides retirement benefits to all Department of Justice criminal and gambling investigators hired after July 1, 1993, all detention officers hired after July 1, 2005, and all Montana sheriffs. Benefits are established by state law and can only be amended by the Legislature.

Benefits Provided

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

- **Service Retirement:**
 - 20 years of membership service.
 - 2.5% of HAC x years of service credit
- **Early Retirement:**
 - Age 50 with 5 years of membership service.
 - This benefit calculated using HAC and service credit at early retirement and reduced to the actuarial equivalent commencing at the earliest of age 60 or the attainment of 20 years of service credit.
- **Second Retirement**
 Applies to retirement system members re-employed in a SRS 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 re-employment;
 - Is refunded the accumulated contributions associates with the period of re-employment;
 - 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 re-employment but receives Guaranteed Annual Benefit Adjustment (GABA) in January immediately following second retirement.

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City-County of Butte-Silver Bow, Montana
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- 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 re-employment;
 - 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 re-employment calculated based on the laws in effect as of the member's rehire date; and
- Does not accrue post-retirement benefit adjustment during the term of re-employment but receives GABA:
 - On the initial retirement benefit made in January immediately following second retirement, and
 - On the second retirement benefit starting in January after receiving that benefit for a 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

- HAC = Highest Average Compensation
- Hired prior to July 1, 2011: HAC is average of the highest 36 consecutive months of compensation paid to member.
- Hired on or after July 1, 2011: HAC is average of the highest 60 consecutive months of compensation paid to member.

Compensation Cap

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

Guaranteed Annual Benefit Adjustment (GABA)

After the member has completed 12 full months of retirement, a GABA will be made January 1 each year equal to:

- 3.0% for members hired **prior to** July 1, 2007
- 1.5% for members hired **on or after** July 1, 2007

Contributions

The State Legislature has the authority to establish and amend the contribution rates to the Plan. 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. Member and employer contribution rates are shown in the table below.

Fiscal Year	Member	Employer
2018-2019	10.495%	13.115%
2010-2017	9.245%	10.115%
2008-2009	9.245%	9.825%
1998-2007	9.245%	9.535%

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
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Pension Liabilities, Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

The proportionate shares of the employer's NPL for June 30, 2018, and 2017 are displayed below. The employer's proportionate share equals the ratio of the employer's contributions to the sum of all employer contributions during the measurement period. The employer recorded a liability of \$1,283,734 and the employer's proportionate share was 1.7077 percent.

As of Measurement date	Net Pension Liability as of 6/30/2018	Net Pension Liability as of 6/30/2017	Percent of Collective NPL as of 6/30/2018	Percent of Collective NPL as of 6/30/2017	Change in Percent of Collective NPL
Butte-Silver Bow Proportionate Share	\$ 1,283,734	\$ 1,339,400	1.7077%	1.7601%	(0.0524)%
Total	\$ 1,283,734	\$ 1,339,400	1.7077%	1.7601%	(0.0524)%

Changes in actuarial assumptions and methods:

There were no changes in assumptions or other inputs that affected the measurement of the TPL.

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, 2018 measurement date, the employer recognized its proportionate share of the Plan's pension expense.

As of Measurement Date	Pension Expense as of 6/30/2018	Pension Expense as of 6/30/2017
Butte-Silver Bow Proportionate Share	\$(54,251)	\$74,921
Total	\$(54,251)	\$74,921

Recognition of Deferred Inflows and Outflows

At June 30, 2018, the employer reported its proportionate share of the Plan's deferred outflows of resources and deferred inflows of resources from the following sources:

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
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As of Measurement Date	Deferred Outflows of Resources	Deferred Inflows of Resources
Expected vs. Actual Experience	\$70,803	\$2,860
Projected Investment Earnings vs. Actual Investment Earnings	0	35,936
Changes in Assumptions	730,006	1,213,926
Changes in Proportion and Differences Between Butte-Silver Bow Contributions and Proportionate Share of Contributions	0	47,800
Butte-Silver Bow Contributions Subsequent to the Measurement Date (Fiscal Year 2018 Contributions)	188,384	
Total	\$989,193	\$1,300,522

Other amounts reported as deferred outflows and inflows of resources related to pensions will be 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
2019	\$(123,066)
2020	\$(153,610)
2021	\$(213,860)
2022	\$(9,177)
2023	\$0
Thereafter	\$0

Actuarial Assumptions

The total pension liability (TPL) in the June 30, 2018 actuarial valuation was determined using the following actuarial assumptions:

- Investment Return (net of administrative expense) 7.65%
- Administrative Expense as % of Payroll 0.21%
- General Wage Growth* 3.50%
- *includes Inflation at 2.75%
- Merit Increases 0% to 6.30%

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City-County of Butte-Silver Bow, Montana
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- Postretirement Benefit Increases
 - i. Guaranteed Annual Benefit Adjustment (GABA)**
 - Requires 12 full months of retirement before GABA will be made:
 - 3.0% for members hired **prior to** July 1, 2007
 - 1.5% for members hired **on or after** July 1, 2007
- Mortality assumptions among contributing members, service retired members and beneficiaries were based on RP 2000 Combined Employee and Annuitant Mortality Tables projected to 2020 with scale BB, set back 1 year for males.
- Mortality assumptions among Disabled Retirees were based on RP 2000 Combined Mortality Tables with no projections.

Target Allocations

The most recent experience study, performed for the period covering fiscal years 2011 through 2016, is outlined in a report dated May 5, 2017 and can be located on the MPERA website. The long-term expected return on pension plan assets was reviewed as part of the regular experience studies prepared for the Plan. Several factors are considered in evaluating the long-term rate of return assumption, including historical rates of return, rate of return assumptions adopted by similar public sector systems, and by using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the target asset allocation as of June 30, 2018, are summarized below.

Asset Class	Target Asset Allocation	Long-Term Expected Real Rate of Return Arithmetic Basis
Cash Equivalents	2.60%	4.00%
Domestic Equity	36.00%	4.55%
Foreign Equity	18.00%	6.35%
Fixed Income	23.40%	1.00%
Private Equity	12.00%	7.75%
Real Estate	8.00%	4.00%
Total	100.0%	

Discount Rate

The discount rate used to measure the TPL was 7.65%. The projection of cash flows used to determine the discount rate assumed that contributions from participating plan members and employers would be made based on the Board's funding policy, which established the contractually required rates under the Montana Code Annotated. 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 2118. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine TPL. A municipal bond rate was not incorporated in the discount rate.

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
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Sensitivity Analysis

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 to the liability. The NPL was calculated using the discount rate of 7.65%, 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 (6.65%)	Current Discount Rate	1.0% Increase (8.65%)
Butte-Silver Bow Net Pension Liability	\$2,336,226	\$1,283,734	\$421,833

Teachers' Retirement System (TRS)

Per Montana Code Annotated, under certain qualifying conditions, the elected County Superintendent of Schools may participate in the Montana Teachers' Retirement System (TRS). The City-County of Butte-Silver Bow Superintendent of Schools has elected to participate in the Montana TRS. The TRS is a defined benefit plan.

Note: Butte-Silver Bow's Superintendent of Schools exited the Public Employees' Retirement system and joined the Teachers' Retirement System during fiscal year 2017. Prior to becoming Superintendent, she previously participated in the Teacher's Retirement System while working as a teacher.

Pension Amounts - Total for Employer

	Butte-Silver Bow Proportionate Share Associated with TRS
Total Pension Liability	\$334,895
Fiduciary Net Position	\$231,370
Net Pension Liability	\$103,525
Deferred Outflows of Resources	\$145,336
Deferred Inflows of Resources	\$237,537
Pension Expense	\$47,661

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

Net Pension Liability

At June 30, 2019, the employer recorded a liability of \$103,523 for its proportionate share of the Net Pension Liability (NPL). The net pension liability was measured as of June 30, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2018. Therefore, no update procedures were used to roll forward the total pension liability to the measurement date. The employer's proportion of the net pension liability was based on the employer's contributions received by TRS during the measurement period July 1, 2017, through June 30, 2018, relative to the total employer contributions received from all of TRS' participating employers. At June 30, 2019, the employer's proportion was 0.0056 percent.

	Net Pension Liability as of 6/30/2019	Net Pension Liability as of 6/30/2018	Percent of Collective NPL as of 6/30/2019	Percent of Collective NPL as of 6/30/2018	Change in Percent of Collective NPL
Butte-Silver Bow Proportionate Share	\$ 103,525	\$93,477	0.0056%	0.0055%	0.0001%
State of Montana Proportionate Share associated with Butte-Silver Bow	69,527	59,558	0.0037%	0.0035%	0.0002%
Total	\$ 173,052	\$153,035	0.0093%	0.0090%	0.0003%

Changes in actuarial assumptions and other inputs: As a result of the recent actuarial experience study, dated May 3, 2018, the following changes to the actuarial assumptions were made since the previous measurement date:

- Assumed rate of inflation was reduced from 3.25% to 2.50%
- Payroll growth assumption was reduced from 4.00% to 3.25%
- Investment return assumption was reduced from 7.75% to 7.50%
- Wage growth assumption was reduced from 4.00% to 3.25%
- Mortality among contribution members, service retired members, and beneficiaries was updated to the following:
 - For males and females: RP-2000 Healthy Combined Mortality Table projected to 2022 adjusted for partial credibility setback for two years.
 - The tables include margins for mortality improvement which is expected to occur in the future.
- Mortality among disabled members was updated to the following:
 - For Males: RP-2000 Disabled Mortality Table, set back three years, with mortality improvements projected by Scale BB to 2022.
 - For Females: RP-2000 Disabled Mortality Table, set forward two years, with mortality improvements projected by Scale BB to 2022
- Retirement rates were updated
- Termination rates were updated
- Rates of salary increases were updated

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

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

Changes in proportionate share: There were no changes between the measurement date of the collective net pension liability and the reporting date. However, each employer may have unique circumstances that will impact the employer's proportionate share of the collective net pension liability. If there were changes that are expected to have an impact on the net pension liability, the employer should disclose the amount of the expected resultant change in the employer's proportionate share of the collective net pension liability, if known.

Pension Expense

As of Reporting Date	Pension Expense as of 6/30/2019
Butte-Silver Bow Proportionate Share	\$28,737
State of Montana Proportionate Share associated with Butte-Silver Bow	18,924
Total	\$47,661

At June 30, 2019, the employer recognized a Pension Expense of \$47,661 for its proportionate share of the TRS' pension expense. The employer also recognized grant revenue of \$18,924 for the support provided by the State of Montana for its proportionate share of the pension expense that is associated with the employer.

Recognition of Deferred Inflows and Outflows

At June 30, 2019, the employer reported its proportionate share of the Plan's deferred outflows of resources and deferred inflows of resources, related to TRS, from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Expected vs. Actual Experience	\$739	\$65
Projected Investment Earnings vs. Actual Investment Earnings	0	934
Changes in Actuarial Assumptions	8,442	154
Changes in Proportion and Differences Between Butte-Silver Bow Contributions and Proportionate Share of Contributions	129,274	236,384
*Butte-Silver Bow Contributions Subsequent to the Measurement Date (Fiscal Year 2019 Contributions)	6,881	0
Total	\$145,336	\$237,537

* Amounts reported as deferred outflows of resources related to pensions resulting from the employer's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2020.

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30:	Deferred Outflows Of Resources (a)	Deferred Inflows Of Resources (b)	Amount Recognized in Pension Expense as an Increase (Decrease) to Pension Expense (a) – (b)
2020	\$134,115	\$132,197	\$1,918
2021	\$3,562	\$104,294	\$(100,732)
2022	\$2,464	\$2,253	\$211
2023	\$0	\$482	\$(482)
2024	\$0	\$0	\$0
Thereafter	\$0	\$0	\$0

Plan Description

Teachers' Retirement System (TRS or the System) is a mandatory-participation multiple-employer cost-sharing defined-benefit public pension plan that provides retirement services to individuals employed as teachers, administrators, and in other professional and skilled positions employed in public education in Montana.

The TRS Board is the governing body of the System and the TRS staff administers the system in conformity with the laws set forth in Title 19, chapter 20 of the Montana Code Annotated, and administrative rules set forth in Title 2, chapter 44 of the Administrative Rules of Montana. Additional information pertaining to membership, benefit structure, and prior years' actuarial valuations, as well as links to applicable statutes and administrative rules, may be obtained by visiting the TRS website at trs.mt.gov.

Summary of Benefits

Through June 30, 2013, all members enrolled in TRS participated in a single-tiered plan ("Tier One"). Employees with a minimum of 25 years of service or who have reached age 60 with 5 years of service are eligible to receive an annual retirement benefit equal to creditable service years divided by 60 times the average final compensation. Final compensation is the average of the highest three consecutive years of earned compensation. Benefits fully vest after 5 years of creditable service. Vested employees may retire at or after age 50 and receive reduced retirement benefits. Beginning July 1, 2013, new members in TRS participate in a second benefit tier ("Tier Two"), which differs from Tier One as follows:

- Tier Two uses a 5-year average final compensation (AFC) (as opposed to 3-year AFC in Tier One)
- Tier Two provides for unreduced service retirement benefits at age 60 with 5 years of creditable service or at age 55 with at least 30 years of creditable service (rather than at age 60 with 5 years of service or at any age with creditable service in 25 years in Tier One)
- Tier Two provides for early retirement benefits with 5 years of creditable service at age 55 (rather than age 50 in Tier One)
- Tier Two has a one percent higher normal employee contribution rate (though a temporary 1% supplemental employee contribution rate is also now currently in place for Tier One members), and
- Tier Two provides for an enhanced benefit calculation - $1.85\% \times \text{AFC} \times \text{years of creditable service}$ - for members retiring with at least 30 years of creditable service and at least 60 years of age (rather than $1.6667 \times \text{AFC} \times \text{years of creditable service}$)

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

A Guaranteed Annual Benefit Adjustment (GABA) is payable on January 1st of each calendar year for each retiree who has received at least 36 monthly retirement benefit payments prior to that date. The GABA is applicable to both Tier One and Tier Two members. The GABA for Tier One members is 1.5% of the benefit payable as of January 1st. For Tier Two members the GABA each year may vary from 0.5% to 1.5% based on the retirement system’s funding status and the period required to amortize any unfunded accrued actuarial liability as determined in the prior actuarial valuation.

Overview of Contributions

The System receives a portion of the total required statutory contributions directly from the State for all employers. The employers are considered to be in a special funding situation as defined by GASB Statement 68 and the State is treated as a non-employer contributing entity in TRS. The System receives 2.49% of reportable compensation from the State’s general fund for School Districts and Other Employers. The System also receives 0.11% of reportable compensation from the State’s general fund for all TRS Employers including State Agency and University System Employers. Finally, the State is also required to contribute \$25 million in perpetuity payable July 1st of each year.

The tables below show the legislated contribution rates for TRS members, employers and the State.

	<u>Members</u>	<u>Employers</u>	<u>General fund</u>	<u>Total employee & employer</u>
Prior to July 1, 2007	7.15%	7.47%	0.11%	14.73%
July 1, 2007 to June 30, 2009	7.15%	7.47%	2.11%	16.73%
July 1, 2009 to June 30, 2013	7.15%	7.47%	2.49%	17.11%
July 1, 2013 to June 30, 2014	8.15%	8.47%	2.49%	19.11%
July 1, 2014 to June 30, 2015	8.15%	8.57%	2.49%	19.21%
July 1, 2015 to June 30, 2016	8.15%	8.67%	2.49%	19.31%
July 1, 2016 to June 30, 2017	8.15%	8.77%	2.49%	19.41%
July 1, 2017 to June 30, 2018	8.15%	8.87%	2.49%	19.51%
July 1, 2018 to June 30, 2019	8.15%	8.97%	2.49%	19.61%
July 1, 2019 to June 30, 2020	8.15%	9.07%	2.49%	19.71%
July 1, 2020 to June 30, 2021	8.15%	9.17%	2.49%	19.81%
July 1, 2021 to June 30, 2022	8.15%	9.27%	2.49%	19.91%
July 1, 2022 to June 30, 2023	8.15%	9.37%	2.49%	20.01%
July 1, 2023 to June 30, 2024	8.15%	9.47%	2.49%	20.11%

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

State and University Employers

	<u>Members</u>	<u>Employers</u>	<u>General fund</u>	<u>Total employee & employer</u>
Prior to July 1, 2007	7.15%	7.47%	0.11%	14.73%
July 1, 2007 to June 30, 2009	7.15%	9.47%	0.11%	16.73%
July 1, 2009 to June 30, 2013	7.15%	9.85%	0.11%	17.11%
July 1, 2013 to June 30, 2014	8.15%	10.85%	0.11%	19.11%
July 1, 2014 to June 30, 2015	8.15%	10.95%	0.11%	19.21%
July 1, 2015 to June 30, 2016	8.15%	11.05%	0.11%	19.31%
July 1, 2016 to June 30, 2017	8.15%	11.15%	0.11%	19.41%
July 1, 2017 to June 30, 2018	8.15%	11.25%	0.11%	19.51%
July 1, 2018 to June 30, 2019	8.15%	11.35%	0.11%	19.61%
July 1, 2019 to June 30, 2020	8.15%	11.45%	0.11%	19.71%
July 1, 2020 to June 30, 2021	8.15%	11.55%	0.11%	19.81%
July 1, 2021 to June 30, 2022	8.15%	11.65%	0.11%	19.91%
July 1, 2022 to June 30, 2023	8.15%	11.75%	0.11%	20.01%
July 1, 2023 to June 30, 2024	8.15%	11.85%	0.11%	20.11%

Actuarial Assumptions

The Total Pension Liability as of June 30, 2019, is based on the results of an actuarial valuation date of July 1, 2018. There were several significant assumptions and other inputs used to measure the total pension liability. The actuarial assumptions used in the July 1, 2018 valuation were based on the results of the last actuarial experience study, dated May 3, 2018. Among those assumptions were the following:

- Total Wage Increases* 3.25% - 7.76% for Non-University Members and 4.25% for University Members
- Investment Return 7.50%
- Price Inflation 2.50%
- Postretirement Benefit Increases
 - Tier One Members: If the retiree has received benefits for at least 3 years, the retirement allowance will be increased by 1.5% on January 1st.
 - Tier Two Members: The retirement allowance will be increased by an amount equal to or greater than 0.5% but no more than 1.5% if the most recent actuarial valuation shows the System to be at least 90% funded and the provisions of the increase is not projected to cause the funded ratio to be less than 85%.
- Mortality among contributing members, service retired members, and beneficiaries
 - For Males and Females: RP-2000 Healthy Combined Mortality Table projected to 2022 adjusted for partial credibility setback two years.
- Mortality among disabled members
 - For Males: RP-2000 Disabled Mortality Table, set back three years, with mortality improvements projected by Scale BB to 2022.
 - For Females: RP-2000 Disabled Mortality Table, set forward two years, with mortality improvements projected by Scale BB to 2022.

*Total Wage Increases include 3.25% general wage increase assumption.

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

Discount Rate

The discount rate used to measure the total pension liability was 7.50%. The projection of cash flows used to determine the discount rate assumed that contributions from participating plan members, employers, and non-employer contributing entities will be made based on the Board's funding policy, which establishes the contractually required rates under Montana Code Annotated. In addition to the contributions the State general fund will contribute \$25 million annually to the System payable July 1st of each year. Based on those assumptions, the System's fiduciary net position was projected to be adequate to make all the projected future benefit payments of current plan members through the year 2126. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. No municipal bond rate was incorporated in the discount rate.

Target Allocations

Asset Class	Target Asset Allocation	Real Rate of Return Arithmetic Basis	Long-Term Expected Portfolio Real Rate of Return *
	(a)	(b)	(a) x (b)
Domestic Equity	35.00%	6.68%	2.34%
International Equity	18.00%	6.98%	1.26%
Private Equity	10.00%	10.15%	1.02%
Natural Resources	3.00%	4.09%	0.12%
Core Real Estate	7.00%	5.38%	0.38%
TIPS	3.00%	1.78%	0.05%
Intermediate Duration Bonds	19.00%	2.15%	0.41%
High Yield Bonds	3.00%	4.36%	0.13%
Cash	2.00%	0.81%	0.02%
Total	100.0%		5.73%
Inflation			2.50%
Expected Arithmetic Nominal Return			8.23%

* The assumed rate is comprised of a 2.50% inflation rate and a real long-term expected rate of return of 5.00%. The long-term expected return on pension plan assets is reviewed as part of the regular experience studies prepared for the System. The most recent analysis, performed for the period covering fiscal years 2013 through 2017, is outlined in a report dated May 3, 2018. 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 return, net of investment expense and inflation). Estimates of variability and correlations for each asset class were developed by the System's investment consultant. These ranges were combined to produce 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 long-term rate of return 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 inflation assumption, or a fundamental change in the market that alters expected returns in future years. The average long-term capital market assumptions published in the Survey of Capital Market Assumptions 2017 Edition by Horizon Actuarial Services, LLC, yield a median real return of 5.07%. Our recommended assumption of 5.00% for the real return reflects granting each source some degree of credibility. Combined with the 2.50% inflation assumption the resulting nominal return is 7.50%.

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

Sensitivity Analysis

As of Measurement Date	1.0% Decrease (6.50%)	Current Discount Rate	1.0% Increase (8.50%)
Butte-Silver Bow Net Pension Liability	\$142,348	\$103,525	\$71,005

In accordance with GASB 68 regarding the disclosure of the sensitivity of the net pension liability to changes in the discount rate, the above table presents the net pension liability calculated using the discount rate of 7.50%, as well as what the net pension liability would be if it were calculated using a discount rate that is 1.00% lower (6.50%) or 1.00% higher (8.50%) than the current rate.

Other Pension Plans Not Administered by the State of Montana

The City-County made the following employer contributions, pursuant to bargaining unit agreements. The plans listed below are multi-employer defined benefit pension plans that are not administered by the state or local government pension plan. These plans provide defined pensions both to employees or state and local governments and to employees of employers that are not state and local governments, and have no predominant state or local government employer. The plans are Multi-Employer Pension Plan Amendments Act of 1980 amended ERISA to establish funding requirements and obligations for employers participating in multi-employer plans, principally related to employer withdrawal from or termination of such plans. The City-County may be liable on termination or withdrawal from the plans for an allocated share of the plan's unfunded vested liabilities. Separate actuarial calculations of the City-County's position in these plans are not available with respect to the multi-employer plans.

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

The plans provide for retirement, disability and surviving spouse benefits. Following are the plans the City-County made contributions to:

International Union of Painters Allied Trust (IUPAT)					
Fiscal Year	Number of City-County Participants	City-County (Employer) Contribution Rate	City-County (Employer) Total Contributions		
2019	2	3.98	\$	16,581	
2018	3	3.98	\$	22,934	
2017	3	3.98	\$	25,132	
2016	3	3.98	\$	17,954	
2015	2	3.98	\$	16,624	
2014	3	3.98	\$	18,069	
2013	2	3.98	\$	17,289	

An Annual report can be requested from the Painters & Allied Trades D.C. #82 Fringes,
c/o Wilson-McShane Corporation, 3001 Metro Drive, Suite 500, Bloomington, MN 55425

Western Conference of Teamsters Pension Trust					
Fiscal Year	Number of City-County Participants	City-County (Employer) Contribution Rate	City-County (Employer) Total Contributions		
2019	16	4.35	\$	146,540	
2018	18	4.35	\$	141,285	
2017	18	4.35	\$	142,529	
2016	17	4.30	\$	130,577	
2015	16	4.25	\$	137,748	
2014	16	4.08	\$	121,984	
2013	15	3.91	\$	109,199	

An Annual report can be requested from the Western Conferece of Teamsters Pension
Trust Fund, P.O. Box 34080, Seattle WA, 98124-1080

Laborers AGC Trust of Montana					
Fiscal Year	Number of City-County Participants	City-County (Employer) Contribution Rate	City-County (Employer) Total Contributions		
2019	57	\$3.55	\$	170,358	
2018	56	3.05	\$	173,719	
2017	53	2.55	\$	180,582	
2016	57	2.05	\$	182,295	
2015	65	2.05	\$	188,510	
2014	67	2.05	\$	178,711	
2013	53	2.05	\$	171,143	

An Annual report can be requested from the Laborers-AGC Pension Trust of Montana,
P.O. Box 5434, Spokane, WA, 99205-0434.

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

Laborers International Industrial Union of N.A. Pension Trust			
Fiscal Year	Number of City-County Participants	City-County (Employer) Contribution Rate	City-County (Employer) Total Contributions
2019	9	3.02	\$ 39,317
2018	11	2.74	\$ 36,191
2017	9	2.49	\$ 35,487
2016	9	2.05	\$ 35,254
2015	11	2.05	\$ 33,205
2014	9	2.05	\$ 24,936
2013	7	1.69	\$ 24,847

An Annual report can be requested from the Laborers International Industrial Union of N.A. National (Industrial) Pension Fund, , 905 16th Street, Northwest, Washington, DC, 20006 or phone at (800) 544-7422.

I.A.M. National Pension Fund			
Fiscal Year	Number of City-County Participants	City-County (Employer) Contribution Rate	City-County (Employer) Total Contributions
2019	9	4.65	\$ 75,794
2018	8	4.55	\$ 76,044
2017	9	4.55	\$ 76,310
2016	9	4.20	\$ 70,458
2015	8	4.20	\$ 70,123
2014	8	4.00	\$ 67,412
2013	8	3.70	\$ 59,445

An Annual report can be requested from the I.A.M. National Pension Fund, 1300 Connecticut Avenue, NW, Suite 300, Washington, DC 20036-1703 or email at iamcontact@iammpf.org.

National Electrical Contractors Association			
Fiscal Year	Number of City-County Participants	City-County (Employer) Contribution Rate	City-County (Employer) Total Contributions
2019	4	3%	\$ 4,845
2018	4	3%	\$ 6,273
2017	3	3%	\$ 5,487
2016	3	3%	\$ 5,092
2015	3	3%	\$ 5,146
2014	3	3%	\$ 5,034
2013	3	3%	\$ 4,855

An Annual report can be requested from the National Electrical Contractors Association, P.O. Box 6848, Helena, MT 59604-5748 or phone at (406) 442-8330.

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

Eighth District Electrical Pension Fund				
Fiscal Year	Number of City-County Participants	City-County (Employer) Contribution Rate	City-County (Employer) Total Contributions	
2019	4	3.22	\$	17,600
2018	4	3.22	\$	23,596
2017	3	3.05	\$	20,683
2016	3	2.732	\$	17,444
2015	3	2.732	\$	17,528
2014	3	2.732	\$	17,024
2013	3	3.059	\$	18,964

An Annual report can be requested from the Eighth District Electrical Benefit Fund, P.O. Box 30101, Salt Lake City, Utah, 84130-0101, or phone (800) 628-6562.

Washington-Idaho-Montana Carpenters Trust Fund				
Fiscal Year	Number of City-County Participants	City-County (Employer) Contribution Rate	City-County (Employer) Total Contributions	
2019	1	3	\$	6,240
2018	1	3.00	\$	6,240
2017	1	3.00	\$	6,240
2016	1	3.00	\$	4,989
2015	1	5.61	\$	8,147
2014	1	5.61	\$	11,669
2013	1	5.61	\$	8,283

An Annual report can be requested from the Washington-Idaho-Montana Carpenters Trust Fund, 111 West Cataldo Suite 220, Spokane, WA 99201-3201, or phone (509) 328-0300.

Central Pension Fund				
Fiscal Year	Number of City-County Participants	City-County (Employer) Contribution Rate	City-County (Employer) Total Contributions	
2019	49	5.00	\$	496,950
2018	47	5.00	\$	493,236
2017	52	4.78	\$	490,476
2016	48	4.61	\$	436,498
2015	45	4.44	\$	404,194
2014	45	4.27	\$	406,503
2013	42	4.10	\$	378,449

An Annual report can be requested from the Central Pension Fund of the International Union of Operating Engineers, 4115 Chesapeake Street NW, Wahsington, DC, 20016 or by phone at (202) 362-1000.

The contractual obligations for the employer contributions for the union pension contributions are subject to bargaining at the termination of each contract period. The contracts for the above-mentioned contracts expire at various dates.

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

Component Unit - Western Conference of Teamsters Pension Plan

The Port's union employees participate in the Western Conference of Teamsters Pension Plan. The plan is a multi-employer defined benefit pension plan that is not a state or local government pension plan, and it provides defined pensions both to employees of state and local governments and to employees of employers that are not state and local governments and has no predominant state or local government employer. The plan is administered by the Western Conference of Teamsters Employers' Trust. The Multi-Employer Pension Plan Amendments Act of 1980 amended ERISA to establish funding requirements and obligations for employers participating in multi-employer plans, principally related to employer withdrawal from or termination of such plans. The Port may be liable on termination or withdrawal from the plan for an allocated share of the plan's unfunded vested liabilities. Separate actuarial calculations of the Port's position are not available with respect to the multi-employer plan.

The plan was established in 1955 under a collective bargaining agreement between union members and employers. Expiration of the current bargaining agreement occurs March 31, 2022. The plan provides for retirement, disability and surviving spouse benefits. An annual financial report can be requested from the Western Conference of Teamsters Pension Plan, 2323 Eastlake Avenue East, Seattle, Washington, 98102.

Contribution rates, as established by the bargaining unit, were \$3.28 per hour through March 2019, increasing to \$3.48 April 2019, with limits placed on the number of eligible hours worked per month. Contributions to the multi-employer plan for fiscal year ended June 30, 2019 was \$35,305 with five to six employees participating, with six at year end. At June 30, 2019, the Port Authority had accounts payable due to the pension plan of \$3,116 which is the employer contributions due on the June covered payroll. Accounts payable are remitted in each subsequent month.

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

3-J. Fund Balances

In the basic financial statements, the fund balance classifications are presented in the aggregate. The table on the next page further displays the funds balances by major purposes.

	<u>General Fund</u>	<u>Major Special Revenue Fund Ramsay TIFID #2</u>	<u>Major Special Revenue Fund ARCO Redevelopment Trust Authority</u>	<u>Other Funds</u>	<u>Total Funds</u>
Fund balances:					
Nonspendable:					
General government:					
Prepaid expenses	\$ 42,500	\$ -	\$ -	\$ -	\$ 42,500
Inventory	15,818	-	-	-	15,818
Housing and community development:					
Revolving/Long Term Loans	-	-	-	5,673,619	5,673,619
Restricted for:					
General government:					
Public Health Donations	93,080	-	-	-	93,080
Code Enforcement	383,522	-	-	-	383,522
Self-funded Health Insurance	771,992	-	-	-	771,992
District Courts	-	-	-	502,350	502,350
Damages and Judgements	-	-	-	14,252	14,252
Unclaimed Property	10,825	-	-	-	10,825
Land Planning	-	-	-	73,157	73,157
Public safety:					
Crime Control	-	-	-	140,623	140,623
911 Emergency Program	-	-	-	542,541	542,541
Law Enforcement Grants	-	-	-	48,311	48,311
Fire Protection	-	-	-	61,687	61,687
Public works:					
Special Improvement Districts	-	-	-	910,900	910,900
Transit	-	-	-	98,298	98,298
Superfund	-	-	-	809,610	809,610
Reclamation	-	-	-	1,087,229	1,087,229
Transportation Alternative Program	-	-	-	43,227	43,227
Public Works	-	-	-	967,633	967,633
Public health:					
Health	-	-	-	485,890	485,890
Animal control	101,505	-	-	-	101,505
Cultural and recreation:					
Library Grants	-	-	-	58,290	58,290
Housing and community development:					
Economic Development	-	11,475,737	14,219,401	-	25,695,138
Housing & Community Development	-	-	-	5,176,246	5,176,246
Economic development-ceased mining operations:					
Hard Rock Mine Reserve	-	-	-	10,369,127	10,369,127
Debt service:	-	-	-	4,739,080	4,739,080
Capital Projects:	-	-	-	1,047,698	1,047,698
Assigned to:					
General government	-	-	-	128,113	128,113
Public Safety	-	-	-	1,057,381	1,057,381
Public Works	-	-	-	2,949,104	2,949,104
Social and economic services	-	-	-	45,464	45,464
Cultural and recreation	-	-	-	1,234,967	1,234,967
Housing & Community Development	-	-	-	493,665	493,665
Debt Service	-	-	-	749,021	749,021
Capital projects	-	-	-	1,582,051	1,582,051
Unassigned:	8,183,476	-	-	(505,426)	7,678,050
Total Fund Balances	<u>\$ 9,602,718</u>	<u>\$ 11,475,737</u>	<u>\$ 14,219,401</u>	<u>\$ 40,584,108</u>	<u>\$ 75,881,964</u>

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

The Chief Executive and Council of Commissioners are the highest level of decision-making authority for the City-County, and must adopt a resolution to establish (and modify or rescind) a fund balance commitment. Assigned fund balance may be modified by request of the department head when approved by the Chief Executive.

The City-County has not established a policy for use of unrestricted fund balance amounts, and therefore fund balances are reduced in the following order when expenditures are incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used: first, committed, assigned and then unassigned.

The City-County currently reports two major special revenue funds. The first is the Ramsay TIFID #2. The purpose of this fund is to promote industrial development within the boundary of the tax increment financing infrastructure development districts through infrastructure improvements and/or economic development incentives. The second is the ARCO Redevelopment Trust Authority Fund. The purpose of this fund is to account for specific redevelopment funds deposited with the City-County pursuant to a Superfund Agreement with ARCO [now British Petroleum (BP)]. GASB Statement 54 requires disclosure of revenues for each major special revenue fund. Revenues are as follows:

	Ramsay TIFID #2	ARCO Redevelopment Trust Fund Authority
Taxes	\$ 2,619,709	\$ -
Intergovernmental	140,482	-
Private grants and donations	-	-
Miscellaneous	76,109	-
Interest income	230,062	446,237
Increase(Decrease) in investments to fair market value	732	534,551
	\$ 3,067,094	\$ 980,788

Note 4 - Other Notes

4-A. Risk Management

The City-County faces a considerable number of risks of loss, including a) damage to and loss of property and contents, b) employee torts, 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. The City-County participates in two statewide public risk pools operated by the Montana Municipal Insurance Authority (MMIA), for workers' compensation and for tort liability coverage. In addition, the City-County participates in a statewide property insurance pool, also operated by the Montana Municipal Insurance Authority, transferring all risk of property loss except for small deductible amounts. The City-County's property insurance policy also covers potential losses from environmental damages.

Commercial Policies

Coverage limits and deductibles on commercial insurance policies have stayed relatively constant for the last several years. Premiums for the policies are allocated among enterprise and other funds on the basis of various risk exposures. The Comprehensive Insurance Fund makes a special purpose property tax levy for this reason as it relates to governmental activities. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

Public Entity Risk Pools

In late 1985, the City-County joined with over 70 other Montana cities and towns to form a self-insurance pool offering worker's compensation and general liability coverage. Liability limits of \$750,000 per person and \$1,500,000 per occurrence for any claim subject to the limitations on governmental liability, as described in 2-9-108, Montana Code Annotated or any successor statute with \$7,500 deductible per occurrence. The City-County pays premiums for its employee injury insurance coverage, which is allocated to the employer funds based on their total salaries and wages. The agreements for formation of the pools provide that they will be self-sustaining through member premiums. At pool formation, the tort liability plan and workers compensation program issued debt of \$4.41 million and \$6.155 million, respectively, to immediately finance the necessary insurance reserves. All members signed a contingent note for a pro rata share of this liability in case operating revenues were insufficient to cover the debt service; the debt was retired in 2011.

The City-County also owns a policy with MMIA for loss or damage to property. This is an all risk policy, with essentially all property owned by the City-County being insured for 100% of replacement cost, subject to a \$5,000 deductible per occurrence. MMIA reinsures their property insurance through a national municipal pool, Public Entities' Property Insurance.

Self-Insurance

City-County began a self-insurance medical program in October of 1990. City-County purchases commercial insurance for individual claims in excess of \$140,000 and aggregate claims in excess of \$300,000. This coverage is provided by the fund.

Reconciliation of Claims Payable		
	2019	2018
Claims payable, beginning of year	\$ 657,746	\$ 1,176,884
Claims incurred during the year	712,041	4,143,105
Claims paid during the year	(728,950)	(4,662,243)
Claims payable, end of year	\$ 640,837	\$ 657,746

All funds of the local government participate in the program and make payments to the insurance plan based on actuarial estimates of amounts needed to pay prior and current year claims and to establish a reserve for catastrophic losses. Claims incurred but not reported (IBNR's) have been considered when determining the claims liability. Claims payable consists of amounts that are being processed or negotiated by the stop loss carrier.

4-B. Subsequent Events

\$4,500,000 Donation from the Dennis and Phyllis Washington Foundation

Butte-Silver Bow received the third donation for the Stodden park capital improvement project from the Dennis and Phyllis Washington Foundation on July 23, 2019 in the amount of \$4,500,000. Donations for the Stodden Park project from the Foundation total \$10,000,000. As of June 30, 2019, Butte-Silver Bow had spent \$5,184,807 on project components, which include updated infrastructure, new playground equipment, updated tennis courts, and the construction of a new midway pavilion area with ice skating ribbon. As of December 3, 2019, a total of \$5,800,742 has been spent. Project components for Phase II of the capital improvements project include a new golf pro shop, cart storage facility, updates to the golf course and park trail system, and improvements to the Veteran's Memorial. The project is scheduled to be complete in 2021.

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

4-C. Contingent Liabilities

Grants - Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the City-County expects such amounts, if any, to be immaterial.

Lawsuits - The City-County was a defendant in several lawsuits at June 30, 2019. In the opinion of City-County management, the outcome of these contingencies will not have a material effect on the financial position of the City-County.

Superfund - The City-County is a settling defendant (SD) in the Superfund site designated as Butte Priority Soils Operable Unit (BPSOU). Butte-Silver Bow (BSB) is a participating member of the SD group. An Allocation Agreement regarding responsibilities for remedial actions has been approved between British Petroleum (BP), (successor to Arco) and Butte-Silver Bow. The effect of the Allocation Agreement is to assign financial responsibilities to BP and the residential cleanup and maintenance responsibilities to Butte-Silver Bow. The consent decree regarding this matter has not yet been finalized. In the opinion of City-County management, the outcome of any contingencies regarding Superfund BPSOU will not have a material effect on the financial position of the City-County.

4-D. Construction Commitments

As of June 30, 2019, the City has made the following construction commitments:

Project Description	Project Authorized	Expended to June 30, 2019	Future Financing
TIFID Building Design and Engineering	\$ 975,308	\$ 418,629	\$ 556,679
TIFID Building #2 Construction	1,086,589	761,023	325,566
TIFID Infrastructure Extensions	75,000	29,607	45,393
TIFID Rail Design Project	158,655	136,932	21,723
Fiber Optic Data Network Cabling Project	305,000	225,407	79,593
Community Pool Project - Professional Services	754,467	753,705	762
Stodden Park Central Improvement Project Phase 1- Professional Services	763,109	762,520	589
Stodden Park Central Improvement Project Phase 1- Construction	3,644,948	3,253,437	391,511
Shop Relocation Project - Professional Services	1,205,987	1,085,052	120,935
Basin Creek Water Treatment Plant - Project Design & Management	6,455,861	6,427,477	28,384
Big Hole 36" Transmission Line - Project Design & Management	191,400	16,185	175,215
Superfund Infiltration Smoking Project - Design and Management	167,450	76,785	90,665
Superfund Infiltration Smoking Project - Contract for Phase 2	260,400	100,734	159,666
Treasure State Endowment Program (TSEP) 2019	56,000	51,904	4,096
Meter Pit Installations	22,453	-	22,453
Dam Breach Analysis, Inundation Mapping	76,711	-	76,711
Banks, Hill & MCKinley Project Design and Management	13,096	1,794	11,302
Waterline Dewey Phase 2 Project Design and Management	11,917	2,435	9,482
SWMT Vets Home Project Design and Management	11,749	5,655	6,094
Water Utility High Hazard Dam Inspections	19,959	-	19,959
The Flats Storm Water Design	134,050	-	134,050
Missoula Gulch Storm Water Design	93,900	1,905	91,995
Hansen, Hill & Mercury Streets Road Rebuild Design and Management	37,000	9,650	27,350
Greenway Trail System	614,053	301,685	312,368
	<u>\$ 17,135,062</u>	<u>\$ 14,422,521</u>	<u>\$ 2,712,541</u>

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

4-E. External Investment Pool

The City-County maintained an external investment pool for one entity outside of the City-County reporting entity for fiscal year ended June 30, 2019. The pool consists solely of investments in the State of Montana Investment Pool which are reported at fair value. All funds were invested in the State of Montana Short-term Investment Pool. The fair value input and the credit risk is discussed in Note 3-A. On June 30, 2019 the pooled investment's fair value was \$50,312,975. In the State of Montana, there is no regulatory oversight for this pool of investments.

A separately issued report exists for the external investment pool maintained by the City-County. This report can be obtained by writing to the City-County, Finance and Budget office, at 155 West Granite Street, Butte, MT 59701, or by visiting the City-County website at <http://co.silverbow.mt.us/152/Finance-Budget>.

4-F. Post-Employment Benefits Other than Pension

Plan Description

In accordance with 2-18-704, Montana Code Annotated, Butte-Silver Bow retirees may continue health care insurance coverage for themselves and their covered eligible spouses and dependents until death (Retired Health Plan) if they are eligible for public employees' retirement by virtue of their employment with the City-County. The City-County does not contribute to retirees' premium costs and offers no discount on retirees' health insurance premiums. The City-County also allows terminated employees to continue their health care coverage for 18 months past the date of termination as required by the Consolidated Omnibus Budget Reconciliation Act of 1985 (COBRA). Allegiance Benefit Plan is the administrator of Butte-Silver Bow's health insurance plan which covers both active and specific inactive members. The City-County's contract with Allegiance Benefits details plan eligibility. Such eligibility results in a defined benefit other post-employment benefits (OPEB) plan since retirees are typically older than the average age of active plan participants and, therefore, receive a benefit of lower insurance rates. The OPEB plan is a single employer defined benefit plan. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement 75. Butte-Silver Bow covers OPEB costs when they come due, on a pay-as-you-go basis.

Benefits Provided

Butte-Silver Bow's OPEB plan provides medical, dental and vision benefits to retired employees, eligible spouses and dependents. COBRA medical, dental and vision benefits are also provided to terminated employees. Eligible participants are required to pay the full amount of their health insurance premiums, Butte-Silver Bow does not fund any portion of inactive employees' benefits.

Summary of Key Valuation Results for the fiscal year ended June 30, 2019

Actuarily Determined Contribution (ADC)	\$	41,518
Total OPEB Liability (TOL)	\$	696,761
Covered Employee Payroll	\$	15,996,045
TOL as a Percentage of Payroll		4.36%
Participants		327

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

Employees Covered by Benefit Terms

Inactive employees or beneficiaries currently receiving benefit payments	23
Active employees	<u>304</u>
Total	<u><u>327</u></u>

Total OPEB Liability

Butte-Silver Bow’s total OPEB liability of \$696,761 was determined by an actuarial valuation as of June 30, 2019. Utilizing updated procedures and incorporating actuarial assumptions, the valuation report estimated liabilities for measurement dates of June 30, 2019 and June 30, 2020.

Historically, the OPEB obligation has been liquidated primarily by the general fund.

Actuarial Assumptions and Other Inputs

The City-County’s actuarial valuation is completed on a biennial frequency, provided no significant events have occurred warranting new measurement. The entry age normal funding method was used to determine the annual required contribution for fiscal year 2019. The key definition under this method is that the accrued liability is the present value of future benefits less the present value of future normal costs, where the entry age normal cost is the amount of level contribution such that the present value of future normal costs at entry age is exactly equal to the present value of future benefits at entry age. That is, the accrued liability is defined as the present value of prior normal cost deposits. The unfunded OPEB obligation falls within the Governmental activities. The Business-type activities have remained at or below zero required contributions.

Total OPEB liability in the June 30, 2019 valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.50%
Salary Increases (average, including inflation)	2.50%
Discount Rate	3.50%
Healthcare Cost Trend Rates (for 2019, decreasing .5% per year to an ultimate rate of 4.5%)	7.50%
Retirees Share of Benefit Related Costs (projected share of retiree premiums)	67.00%

The discount rate was based on June 30, 2019 20-year municipal bond index per GASB 75 requirements.

Mortality rates were based on the RP 2000 Healthy Combined Mortality Table projected to 2015 using Scale AA with no collar adjustment for males and females for FURS, MPORS, PERS and SRS. For TRS, mortality is assumed to follow the RP 2000 Healthy Combined Mortality Table projected to 2022 using scale BB, set back two years for both males and females.

The actuarial assumptions used in the June 30, 2019 valuation were based on census data as of June 30, 2019 as supplied by Butte-Silver Bow and Allegiance Benefit Plan Management.

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

Sensitivity of the Total OPEB Liability to Changes in Healthcare Cost Trend Rates:

Following presents the total OPEB liability reported by the City-County of Butte-Silver Bow, as well as how that liability would change if the healthcare trend rate used in projecting benefit payments were to decrease or increase by 1%. Trend rate sensitivity applies to all project years. A reduction in the trend rate will result in a reduction in the Total OPEB Liability and Actuarially Determined Contribution.

1% Decrease (6.50%)	Healthcare Cost Trend Rate (7.50%)*	1% Increase (8.50%)
\$ 697,180	\$ 696,761	\$ 696,342

* See the actuarial assumptions and other inputs disclosure above to determine the healthcare cost trends used to calculate the OPEB liability

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate:

Following presents the total OPEB liability reported by the City-County of Butte-Silver Bow, as well as how that liability would change if the discount rate used to calculate the OPEB liability were decreased or increased by 1%. A reduction in discount rate will typically result in an increase in the Total OPEB Liability and Actuarially Determined Contribution.

1% Decrease (2.50%)	Discount Rate (3.50%)	1% Increase (4.50%)
\$ 696,524	\$ 696,761	\$ 696,998

Changes in the total OPEB Liability

Balance at July 1, 2018	\$	777,487
Changes for the year:		
Service Cost		6,566
Interest		23,666
Changes in Assumptions or Other Inputs		(69,048)
Benefit Payments		(41,910)
Net Changes		(80,726)
Balance at June 30, 2019	\$	696,761

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

Changes Since the Prior Actuarial Evaluation

The following were changes to the actuarial assumptions, benefit terms or other inputs that affected measurement of the Total OPEB liability since the prior measurement period:

- The amortization period and actuarial cost method have been adjusted to conform with the new GASB Statement No. 75 requirements.
- Revised rates per the Retirement pension valuations as of July 1, 2018.
- Reduced the future participation rate assumption from 45% to 25%.
- Interest rates based on the 6/30/2019 20-year municipal bond index per GASB 75 requirements.
- Revised health care cost trends and retiree contribution increases based on revised projection.
- Future increases to retiree contributions now match health care cost trends.
- Added a high deductible health plan insurance option.

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB:

For the year ended June 30, 2019, the City-County of Butte-Silver Bow reported deferred outflows of resources and deferred inflows of resources related to the OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 4,981	\$ -
Changes of assumptions or other inputs	30,537	-
Total deferred cash flow	\$ 35,518	\$ -
Future working lifetime	12.43	

The net amounts of the employer's balances of deferred outflows and inflows of resources related to OPEB will be recognized in OPEB as follows:

Fiscal Year Ending June 30:	OPEB Deferred Outflow/(Inflow)
2019	\$ 2,858
2020	2,858
2021	2,858
2022	2,858
2023	2,858
Thereafter	21,228
Total	\$ 35,518

Historically, the net other post-employment benefit obligation has been liquidated primarily by the general fund and the proprietary funds. Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations. This report constitutes the only analysis and presentation of the City-County's post-employment benefit plan. There is no separate, audited GAAP basis post-employment benefit plan report.

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City-County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2019

4-G. Tax Abatements

Butte-Silver Bow has implemented GASB Statement NO. 77, effective with fiscal year ending June 30, 2017. The City-County negotiates property tax abatement agreements with local businesses on an individual basis. The City-County entered into a tax abatement agreement on August 17, 2016, through Council Resolution 16-35, under section 15-24-1502 of the Montana Code Annotated. The Code allows a tax benefit for remodeling, reconstruction or expansion, not to exceed twelve months, of an existing commercial building or structure that increases its taxable value by at least 5%. Additionally, taxpayers must apply for an abatement by March 1st of the year during which the benefit is first applicable, taxes on the property must not be delinquent, and the related building may not have been used for a business for at least six months preceding the date of application. Any property taxes abated are subject to recapture if the ownership or use of the property does not meet the requirements of the Montana Code or the required resolution. Recapture would include penalty and interest and must be distributed to the funds and accounts subject to the abatement in the same manner as the original abatement.

For the fiscal year ended June 30, 2019, Butte-Silver Bow abated property taxes for economic development purposes based on a \$8,855,997 remodel and reconstruction project of a local hotel and convention center. The local government's share of the abatement for the period totaled \$ 41,030 and was calculated based on 60% of the increase in the related property's taxable value caused by the remodel and reconstruction.

Required Supplementary Information

Other than Management Discussion and Analysis

City-County of Butte-Silver Bow, Montana
Required Supplementary Information
Schedule of Proportionate Share of the Net Pension Liability and Schedule of Contributions
June 30, 2019

Primary Government - All City-County full-time employees participate in one of five state-wide cost-sharing multiple-employer retirement benefit plans. The plans include the Public Employees' Retirement System (PERS), the Firefighters' Unified Retirement System (FURS), the Municipal Police Officers' Retirement System (MPORS), the Sheriff's Retirement System (SRS), and the Teachers' Retirement System (TRS). Plans are administered by either the Montana Public Employee Retirement Agency (MPERA) or the Teachers' Retirement System (TRS), depending on the specific plan. Contributions to the five plans are as required by state statute.

Important Dates:

Measurement Date: June 30, 2018

Reporting Date: June 30, 2019

Schedule of Proportionate Share of the Net Pension Liability							Component Unit
As of Measurement Date	PERS	FURS	MPORS	SRS	TRS	TOTAL	Port of Montana Port Authority
Employer's Proportionate Share of the Net Pension Liability (percentage)	1.0346%	1.6013%	1.8611%	1.7077%	0.5600%	6.7647%	0.0149%
Employer's Net Pension Liability (amount)	\$ 21,593,414	\$ 1,844,290	\$ 3,187,318	\$ 1,283,734	\$ 103,525	\$ 28,012,281	\$ 310,278
State's Net Pension Liability (amount)	\$ 7,221,392	\$ 4,217,062	\$ 6,515,485	\$ -	\$ 69,527	\$ 18,023,466	\$ 103,449
Total	\$ 28,814,806	\$ 6,061,352	\$ 9,702,803	\$ 1,283,734	\$ 173,052	\$ 46,035,747	\$ 413,727
Employer's Covered Payroll (measurement date)	\$ 17,015,338	\$ 2,522,011	\$ 2,937,651	\$ 1,324,998	\$ 74,502	\$ 23,874,500	\$ 244,483
Employer's Proportionate Share as a Percent of Covered Payroll	126.91%	73.13%	108.50%	96.89%	138.95%		126.91%
Plan Fiduciary Net Position as a Percent of Total Pension Liability	73.47%	79.03%	70.95%	82.68%	69.09%		73.47%

Schedule of Contributions

As of Reporting Date	PERS	FURS	MPORS	SRS	TRS	Total	PERS
Contractually Required Contributions	\$ 1,511,008	\$ 387,034	\$ 439,337	\$ 188,384	\$ 6,881	\$ 2,532,644	\$ 21,446
Contributions in Relation to the Contractually Required Contributions	\$ 1,511,008	\$ 387,034	\$ 439,337	\$ 188,384	\$ 6,881	\$ 2,532,644	\$ 21,446
Contribution Deficiency (Excess)	-	-	-	-	-	-	-
Employer's Covered Payroll	\$ 17,015,338	\$ 2,522,011	\$ 2,937,651	\$ 1,324,998	\$ 74,502	\$ 23,874,500	\$ 250,245
Contributions as a Percent of Covered Payroll	8.88%	15.35%	14.96%	14.22%	8.87%		8.57%

City-County of Butte-Silver Bow, Montana
Required Supplementary Information
Public Employees' Retirement System (PERS)
June 30, 2019

Schedule of Proportionate Share of the Net Pension Liability
For the Last Ten Fiscal Years*

As of measurement date	2018	2017	2016	2015	2014
Butte-Silver Bow's Proportion of the Net Pension Liability (percentage)	1.0346%	1.3347%	1.3654%	1.3488%	1.3343%
Butte-Silver Bow's Net Pension Liability (amount)	\$ 21,593,414	\$ 25,995,170	\$ 23,258,236	\$ 18,854,317	\$ 16,625,037
State's Net Pension Liability (amount)	\$ 7,221,392	\$ 339,325	\$ 284,189	\$ 231,593	\$ 203,017
Total	\$ 28,814,806	\$ 26,334,495	\$ 23,542,425	\$ 19,085,910	\$ 16,828,054
Butte-Silver Bow's Covered Payroll	\$ 17,015,338	\$ 16,560,108	\$ 16,355,628	\$ 15,740,617	\$ 15,195,938
Butte-Silver Bow's Proportionate Share as a Percent of Covered Payroll	126.91%	156.97%	142.20%	119.78%	111.22%
Plan Fiduciary Net Position as a Percent of Total Pension Liability	73.47%	73.75%	74.71%	78.40%	79.87%

Schedule of Contributions
For the Last Ten Fiscal Years*

As of most recent FYE (reporting date)	2019	2018	2017	2016	2015
Contractually Required DB Contributions	\$ 1,511,008	\$ 1,440,906	\$ 1,399,048	\$ 1,367,093	\$ 1,297,090
Plan Choice Rate Required Contributions	\$ -	\$ -	\$ -	\$ 31,105	\$ 45,154
Contributions in Relation to the Contractually Required Contributions	\$ 1,511,008	\$ 1,440,906	\$ 1,399,048	\$ 1,398,198	\$ 1,342,244
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -
Butte-Silver Bow's Covered Payroll	\$ 17,015,338	\$ 17,011,815	\$ 16,722,877	\$ 16,355,628	\$ 15,740,617
Contributions as a Percent of Covered Payroll	8.88%	8.47%	8.37%	8.55%	8.53%

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

City-County of Butte-Silver Bow, Montana
Required Supplementary Information
Firefighters' Unified Retirement System (FURS)
June 30, 2019

Schedule of Proportionate Share of the Net Pension Liability
For the Last Ten Fiscal Years*

As of measurement date	2018	2017	2016	2015	2014
Butte-Silver Bow's Proportion of the Net Pension Liability (percentage)	1.6013%	1.6222%	1.6909%	1.7600%	1.7746%
Butte-Silver Bow's Net Pension Liability (amount)	\$ 1,844,290	\$ 1,833,640	\$ 1,931,203	\$ 1,800,040	\$ 1,732,272
State's Net Pension Liability (amount)	\$ 4,217,062	\$ 4,163,996	\$ 4,375,498	\$ 4,009,167	\$ 3,907,922
Total	\$ 6,061,352	\$ 5,997,636	\$ 6,306,701	\$ 5,809,207	\$ 5,640,195
Butte-Silver Bow's Covered Payroll	\$ 2,522,011	\$ 2,425,069	\$ 2,381,052	\$ 2,365,132	\$ 2,305,110
Butte-Silver Bow's Proportionate Share as a Percent of Covered Payroll	73.13%	75.61%	81.11%	76.11%	75.15%
Plan Fiduciary Net Position as a Percent of Total Pension Liability	79.03%	77.77%	75.48%	76.90%	76.70%

Schedule of Contributions
For the Last Ten Fiscal Years*

As of most recent FYE (reporting date)	2019	2018	2017	2016	2015
Contractually Required Contributions	\$ 387,034	\$ 362,162	\$ 348,241	\$ 340,427	\$ 346,242
Contributions in Relation to the Contractually Required Contributions	\$ 387,034	\$ 362,162	\$ 348,241	\$ 340,427	\$ 346,242
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -
Butte-Silver Bow's Covered Payroll	\$ 2,522,011	\$ 2,522,011	\$ 2,425,069	\$ 2,381,052	\$ 2,365,132
Contributions as a Percentage of Covered Payroll	15.35%	14.36%	14.36%	14.30%	14.64%

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

City-County of Butte-Silver Bow, Montana
Required Supplementary Information
Municipal Police Officers' Retirement System (MPORS)
June 30, 2019

Schedule of Proportionate Share of the Net Pension Liability
For the Last Ten Fiscal Years*

As of measurement date	2018	2017	2016	2015	2014
Butte-Silver Bow's Proportion of the Net Pension Liability (percentage)	1.8611%	1.9371%	2.0017%	2.0264%	1.9765%
Butte-Silver Bow's Net Pension Liability (amount)	\$ 3,187,318	\$ 3,446,352	\$ 3,603,339	\$ 3,352,034	\$ 3,105,835
State's Net Pension Liability (amount)	\$ 6,515,485	\$ 7,024,278	\$ 7,152,784	\$ 6,791,540	\$ 6,274,159
Total	\$ 9,702,803	\$ 10,470,630	\$ 10,756,123	\$ 10,143,574	\$ 9,379,994

Employer's Covered Payroll	\$ 2,937,651	\$ 2,896,789	\$ 2,825,746	\$ 2,804,532	\$ 2,651,981
Butte-Silver Bow's Proportionate Share as a Percent of Covered Payroll	108.50%	118.97%	127.52%	119.52%	117.11%
Plan Fiduciary Net Position as a percent of Total Pension Liability	70.95%	68.34%	65.62%	66.90%	67.01%

Schedule of Contributions
For the Last Ten Fiscal Years*

As of most recent FYE (reporting date)	2019	2018	2017	2016	2015
Contractually Required Contributions	\$ 439,337	\$ 423,316	\$ 417,427	\$ 413,935	\$ 406,545
Contributions in Relation to the Contractually Required Contributions	\$ 439,337	\$ 423,316	\$ 417,427	\$ 413,935	\$ 406,545
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -
Butte-Silver Bow's Covered Payroll	\$ 2,937,651	\$ 2,937,651	\$ 2,896,789	\$ 2,825,746	\$ 2,804,532
Contributions as a Percent of Covered Payroll	14.96%	14.41%	14.41%	14.65%	14.50%

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

City-County of Butte-Silver Bow, Montana
Required Supplementary Information
Sheriff's Retirement System (SRS)
June 30, 2019

Schedule of Proportionate Share of the Net Pension Liability
For the Last Ten Fiscal Years*

As of measurement date	2018	2017	2016	2015	2014
Butte-Silver Bow's Proportion of the Net Pension Liability (percentage)	1.7077%	1.7601%	1.7530%	1.7698%	1.7587%
Butte-Silver Bow's Net Pension Liability (amount)	\$ 1,283,734	\$ 1,339,400	\$ 3,079,710	\$ 1,706,066	\$ 731,920
Total	\$ 1,283,734	\$ 1,339,400	\$ 3,079,710	\$ 1,706,066	\$ 731,920

Butte-Silver Bow's Covered Payroll	\$ 1,324,998	\$ 1,316,918	\$ 1,237,532	\$ 1,204,269	\$ 1,137,400
Butte-Silver Bow's Proportionate Share as a Percent of Covered Payroll	96.89%	101.71%	248.86%	141.67%	64.35%
Plan Fiduciary Net Position as a Percent of Total Pension Liability	82.68%	81.30%	63.00%	75.40%	87.24%

Schedule of Contributions
For the Last Ten Fiscal Years*

As of most recent FYE (reporting date)	2019	2018	2017	2016	2015
Contractually Required Contributions	\$ 188,384	\$ 173,772	\$ 124,937	\$ 128,265	\$ 122,159
Contributions in Relation to the Contractually Required Contributions	\$ 188,384	\$ 173,772	\$ 124,937	\$ 128,265	\$ 122,159
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -
Butte-Silver Bow's Covered Payroll	\$ 1,324,998	\$ 1,324,998	\$ 1,235,157	\$ 1,237,532	\$ 1,204,269
Contributions as a Percent of Covered Payroll	14.22%	13.11%	10.12%	10.36%	10.14%

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

City-County of Butte-Silver Bow, Montana
Required Supplementary Information
Teachers' Retirement System of Montana (TRS)
June 30, 2019

Schedule of Proportionate Share of the Net Pension Liability
For the Last Ten Fiscal Years*

As of measurement date	2018	2017	2016	2015	2014
Butte-Silver Bow's Proportion of the Net Pension Liability (percentage)	0.5600%	0.0055%	0.0350%	0.0000%	0.0000%
Butte-Silver Bow's Net Pension Liability (amount)	\$ 103,525	\$ 93,477	\$ 638,814	\$ -	\$ -
State's Net Pension Liability	\$ 69,527	\$ 59,558	\$ 419,540	\$ -	\$ -
Total	\$ 173,052	\$ 153,035	\$ 1,058,354	\$ -	\$ -
Butte-Silver Bow's Covered Payroll	\$ 74,502	\$ 73,123	\$ 495,005	\$ -	\$ -
Butte-Silver Bow's Proportionate Share as a Percent of Covered Payroll	138.95%	127.84%	129.05%	0.00%	0.00%
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	69.09%	70.09%	66.69%	69.30%	70.36%

Schedule of Contributions
For the Last Ten Fiscal Years*

As of most recent FYE (reporting date)	2019	2018	2017	2016	2015
Contractually Required Contributions	\$ 6,881	\$ 6,608	\$ 9,056	\$ 39,353	\$ -
Contributions in Relation to the Contractually Required Contributions	\$ 6,881	\$ 6,608	\$ 9,056	\$ 39,353	\$ -
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -
District's Covered-Employee Payroll	\$ 74,502	\$ 74,502	\$ 73,123	\$ 495,005	\$ -
Contributions as a Percentage of Covered-Employee Payroll	8.87%	8.87%	12.38%	7.95%	0.00%

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

City-County of Butte-Silver Bow, Montana
Required Supplementary Information
Public Employees' Retirement System (PERS) - Port of Montana Port Authority
June 30, 2019

Schedule of Proportionate Share of the Net Pension Liability
For the Last Ten Fiscal Years*

As of measurement date	2018	2017	2016	2015	2014
Port of Montana Proportion of the Net Pension Liability (percentage)	0.0149%	0.0178%	0.0153%	0.0168%	0.0186%
Port of Montana Net Pension Liability (amount)	\$ 310,278	\$ 346,522	\$ 259,984	\$ 234,420	\$ 232,183
State's Net Pension Liability (amount)	\$ 103,449	\$ 4,140	\$ 3,177	\$ 2,880	\$ 2,835
Total	\$ 413,727	\$ 350,662	\$ 263,161	\$ 237,300	\$ 235,018
Port of Montana Covered Payroll	\$ 244,483	\$ 220,712	\$ 182,826	\$ 195,707	\$ 210,937
Port of Montana Proportionate Share as a Percent of Covered Payroll	126.91%	157.00%	142.20%	119.78%	111.22%
Plan Fiduciary Net Position as a Percent of Total Pension Liability	73.47%	73.75%	74.71%	78.40%	79.87%

Schedule of Contributions
For the Last Ten Fiscal Years*

As of most recent FYE (reporting date)	2019	2018	2017	2016	2015
Contractually Required DB Contributions	\$ 21,446	\$ 20,708	\$ 18,474	\$ 15,282	\$ 16,127
Plan Choice Rate Required Contributions	\$ -	\$ -	\$ -	\$ -	\$ -
Contributions in Relation to the Covered Payroll	\$ 21,446	\$ 20,708	\$ 18,474	\$ 15,282	\$ 16,127
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -
Port of Montana Covered Payroll	\$ 250,245	\$ 244,483	\$ 221,412	\$ 182,826	\$ 195,707
Contributions as a Percent of Covered Payroll	8.57%	8.47%	8.34%	8.36%	8.24%

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

City and County of Butte-Silver Bow, Montana
 Required Supplementary Information
 Other Pension Plans Not Administered by the State of Montana
 June 30, 2019

*Schedule of Contractually Required Contributions
 For the Last Ten Fiscal Years**

International Union of Painters Allied Trust (IUPAT)

Fiscal Year	City-County (Employer) Total Contributions
2019	\$ 16,581
2018	22,934
2017	25,132
2016	17,954
2015	16,624
2014	18,069
2013	17,289

Western Conference of Teamsters Pension Trust

Fiscal Year	City-County (Employer) Total Contributions
2019	\$ 146,540
2018	141,285
2017	142,529
2016	130,577
2015	137,748
2014	121,984
2013	109,199

Laborers AGC Trust of Montana

Fiscal Year	City-County (Employer) Total Contributions
2019	\$ 170,358
2018	173,719
2017	180,582
2016	182,295
2015	188,510
2014	178,711
2013	171,143

Laborers International Industrial Union of N.A. Pension Trust

Fiscal Year	City-County (Employer) Total Contributions
2019	\$ 39,317
2018	36,191
2017	35,487
2016	35,254
2015	33,205
2014	24,936
2013	24,847

I.A.M. National Pension Fund

Fiscal Year	City-County (Employer) Total Contributions
2019	\$ 75,794
2018	76,044
2017	76,310
2016	70,458
2015	70,123
2014	67,412
2013	59,445

City and County of Butte-Silver Bow, Montana
 Required Supplementary Information
 Other Pension Plans Not Administered by the State of Montana
 June 30, 2019

*Schedule of Contractually Required Contributions
 For the Last Ten Fiscal Years**
 National Electrical Pension Fund

Fiscal Year	City-County (Employer) Total Contributions
2019	\$ 4,845
2018	6,273
2017	5,487
2016	5,092
2015	5,146
2014	5,034
2013	4,855

Eighth District Electrical Pension Fund

Fiscal Year	City-County (Employer) Total Contributions
2019	\$ 17,600
2018	23,596
2017	20,683
2016	17,444
2015	17,528
2014	17,024
2013	18,964

Washington-Idaho-Montana Carpenters Trust Fund

Fiscal Year	City-County (Employer) Total Contributions
2019	\$ 6,240
2018	6,240
2017	6,240
2016	4,989
2015	8,147
2014	11,669
2013	8,283

Central Pension Fund

Fiscal Year	City-County (Employer) Total Contributions
2019	\$ 496,950
2018	493,236
2017	490,476
2016	436,498
2015	404,194
2014	406,503
2013	378,449
	\$ 974,225

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

City-County of Butte-Silver Bow, Montana
Required Supplementary Information
Other Pension Plans Not Administered by the State of Montana - Port of Montana Port Authority
June 30, 2019

Schedule of Contributions
For the Last Ten Fiscal Years*

Component Unit
Western Conference of Teamsters Pension Plan

<u>Year</u>	<u>Contractually Required Contributions</u>
2019	\$ 35,305
2018	28,479
2017	31,140
2016	29,696
2015	29,419
2014	32,335
2013	25,300
2012	22,625
2011	20,666
2010	24,901

As of most recent FYE (reporting date)	2019
Contractually Required Contributions	\$ 35,305
Contributions in the Relation to the Covered Payroll	\$ 35,305
Contribution Deficiency (Excess)	\$ -
Employer's Covered Payroll	\$ 293,514
Contributions as a Percent of Covered Payroll	12.03%

**The amounts presented above for each fiscal year were determine as of June 30th, the employer's most recent fiscal year end. Schedule is intended to show information for 10 years. Trend information will be reported as available. No factors have significantly impacted the benefit terms or size or composition of the covered population for the years presented.*

City-County of Butte-Silver Bow, Montana
Required Supplementary Information
Other Post Employment Benefits (OPEB)
June 30, 2019

*Schedule of Changes in OPEB Liability and Related Ratios
For the Last Ten Fiscal Years**

Total OPEB Liability	2019	2018
Service Cost	\$ 6,566	\$ 85,566
Interest	23,666	(1,662)
Changes of assumptions or other inputs	(69,048)	(209,068)
Benefit payments	(41,910)	110,516
Net change in total OPEB liability	\$ (80,726)	\$ (14,648)
Total OPEB liability - beginning	777,487	792,135
Total OPEB liability - ending	\$ 696,761	\$ 777,487
Covered-employee payroll	\$ 15,996,045	\$ 16,171,461

Total OPEB liability as a percentage of covered-employee payroll	4.36%	4.81%
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**Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.*

**The total covered payroll, for fiscal year 2019, is \$26,123,721. The covered payroll reflected in the table above is for the employees who have elected to participate in the City-County self-funded health insurance plan.*

City-County of Butte-Silver Bow, Montana
Notes to Required Supplementary Information
For the Year Ended June 30, 2019

Public Employees' Retirement System (PERS) – Defined Benefit & Component Unit

Changes of Benefit Terms

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

2017 Legislative Changes:

Working Retiree Limitations

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

Refunds

- Terminating members are eligible to retire may, in lieu of receiving a monthly retirement benefit, refund their accumulated contributions in a lump sum.
- 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.
- Trusts, estates, and charitable organizations listed as beneficiaries are entitled to receive only a lump-sum payment.

Interest Credited to Member Accounts

Effective July 1, 2017, the interest rate credited to member accounts increased from 0.25% to 0.77%.

Lump Sum Payments

Effective July 1, 2017, lump-sum payouts in all systems are limited to the member's accumulated contributions rate rather 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.

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City-County of Butte-Silver Bow, Montana
Notes to Required Supplementary Information
For the Year Ended June 30, 2019

Changes in Actuarial Assumptions and Methods

Method and assumptions used in calculations of actuarially determined contributions

The following Actuarial Assumptions were adopted from the June 2016 Experience Study:

General Wage Growth*	3.50%
Investment Rate of Return*	7.65%
*Includes inflation at	2.75%
Merit Salary Increase	0.00% to 6.30%
Asset Valuation Method	4-year smoothed market
Actuarial Cost Method	Entry age Normal
Amortization Method	Level percentage of payroll, open
Remaining Amortization Period	30 Years
Mortality (Healthy Members)	For Males and Females: RP-2000 Combined Employee and Annuitant Mortality Table projected to 2020 using Scale BB, males set back 1 year.
Mortality (Disabled Members)	For Males and Females: RP 2000 Combined Mortality Table with no projections
Admin Expense as % of Payroll	0.26%

Administrative expenses are recognized by an additional amount added to the normal cost contribution rate for the System. This amount varies from year to year based on the prior year's actual administrative expenses.

Firefighters' Unified Retirement System (FURS)

Changes of Benefit Terms

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

2017 Legislative Changes:

Working Retiree Limitations – for FURS

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.

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City-County of Butte-Silver Bow, Montana
Notes to Required Supplementary Information
For the Year Ended June 30, 2019

- 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 on working retirees who return to covered employment for 480 or more hours in a calendar year.

Second Retirement Benefit – for FURS

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 calculates based on the laws in effect as of the member's rehire date; and
 - Does not accrue post-retirement benefit adjustments during the terms of reemployment but receives 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.

Terminating Employers – Recovery of actuarial costs – for FURS

- Employers who terminate participation in FURS must pay the actuarial liability associated with that termination. Starting July 1, 2017, the terminating employer must also pay for the cost of the actuarial study used to determine that liability.

Refunds

- Terminating members eligible to retire may, in lieu of receiving a monthly retirement benefit, refund their accumulated contributions in a lump sum.
- 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.
- Trusts, estates, and charitable organizations listed as beneficiaries are entitled to receive only a lump-sum payment.

Interest Credited to Member Accounts

Effective July 1, 2017, the interest rate credited to member accounts increased from 0.25% to 0.77%.

Lump Sum Payments

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

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City-County of Butte-Silver Bow, Montana
Notes to Required Supplementary Information
For the Year Ended June 30, 2019

Changes in Actuarial Assumptions and Methods

Method and assumptions used in calculations of actuarially determined contributions

The following Actuarial Assumptions were adopted from the June 30, 2017 actuarial valuation:

General Wage Growth*	3.50%
Investment Rate of Return	7.65%
*Includes inflation at	2.75%
Merit Salary Increases	0% to 6.30%
Asset Valuation Method	4-year smoothed market
Actuarial Cost Method	Entry age Normal
Amortization Method	Level percentage of payroll, open
Mortality (Healthy members)	For Males and Females: RP-2000 Combined Employee and Annuitant Mortality Table projected to 2020 using Scale BB, males set back 1 year.
Mortality (Disabled members)	For Males and Females: RP 2000 Combined Mortality Table
Admin Expense as % of Payroll	0.23%

Administrative expenses are recognized by an additional amount added to the normal cost contribution rate for the System. This amount varies from year to year based on the prior year's actual administrative expenses.

Municipal Police Officers' Retirement System (MPORS)

Changes of Benefit Terms

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

2017 Legislative Changes:

Working Retiree Limitations – for 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 a calendar year; 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 on working retirees who return to covered employment for 480 or more hours in a calendar year.

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City-County of Butte-Silver Bow, Montana
Notes to Required Supplementary Information
For the Year Ended June 30, 2019

Second Retirement Benefit – for 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 terms of reemployment but receives 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

- Terminating members eligible to retire may, in lieu of receiving a monthly retirement benefit, refund their accumulated contributions in a lump sum.
- 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.
- Trusts, estates, and charitable organizations listed as beneficiaries are entitled to receive only a lump-sum payment.

Interest Credited to Member Accounts

Effective July 1, 2017, the interest rate credited to member accounts increased from 0.25% to 0.77%.

Lump Sum Payments

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

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City-County of Butte-Silver Bow, Montana
Notes to Required Supplementary Information
For the Year Ended June 30, 2019

Changes in Actuarial Assumptions and Methods

Method and assumptions used in calculations of actuarially determined contributions

The following Actuarial Assumptions were adopted from the June 30, 2017 actuarial valuation:

General Wage Growth*	3.50%
Investment Rate of Return	7.65%
*Includes inflation at	2.75%
Merit Salary Increases	0% to 6.60%
Asset Valuation Method	4-year smoothed market
Actuarial Cost Method	Entry age Normal
Amortization Method	Level percentage of pay, open
Mortality (Healthy members)	For Males and Females: RP 2000 Combined Employee and Annuitant Mortality Table projected to 2020 using Scale BB, males set back 1 year.
Mortality (Disabled members)	For Males and Females: RP 2000 Combined Mortality Table
Admin Expense as a % of Payroll	0.24%

Administrative expenses are recognized by an additional amount added to the normal cost contribution rate for the System. This amount varies from year to year based on the prior year's actual administrative expenses.

Sheriffs' Retirement System (SRS)

Changes of Benefit Terms

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

2017 Legislative Changes:

Increase in SRS Employee and Employer contributions, effective July 1, 2017:

- SRS employee contributions increase 1.25% from 9.245% to 10.495%
- SRS employer additional contributions increase 3% from 0.58% to 3.28%, for a total employer contributions rate of 13.115%
- SRS employee contributions will return to 9.245% and SRS employer contributions will return to 9.535% when reducing the employee contribution and terminating the additional employer contributions will not cause the amortization period to exceed 25 years.

Second Retirement Benefit – for SRS

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

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City-County of Butte-Silver Bow, Montana
Notes to Required Supplementary Information
For the Year Ended June 30, 2019

- 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 terms of reemployment but receives 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

- Terminating members eligible to retire may, in lieu of receiving a monthly retirement benefit, refund their accumulated contributions in a lump sum.
- 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.
- Trusts, estates, and charitable organizations listed as beneficiaries are entitled to receive only a lump-sum payment.

Interest Credited to Member Accounts

Effective July 1, 2017, the interest rate credited to member accounts increased from 0.25% to 0.77%.

Lump Sum Payments

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

Changes in Actuarial Assumptions and Methods

Method and assumptions used in calculations of actuarially determined contributions

The following Actuarial Assumptions are from the June 30, 2018 actuarial valuation:

General Wage Growth*	3.50%
Investment Rate of Return	7.65%
*Includes inflation at	2.75%
Merit Salary Increase	0% to 6.30%
Asset Valuation Method	4-year smoothed market
Actuarial Cost Method	Entry age Normal
Amortization Method	Level percentage of pay, open
Mortality (Healthy members)	For Males and Females: RP 2000 Combined Employee and Annuitant Mortality Table projected to 2020 using Scale BB, males set back 1 year.
Mortality (Disabled members)	For Males and Females: RP 2000 Combined Mortality Table
Admin Expense as a % of Payroll	0.23%

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City-County of Butte-Silver Bow, Montana
Notes to Required Supplementary Information
For the Year Ended June 30, 2019

Administrative expenses are recognized by an additional amount added to the normal cost contribution rate for the System. This amount varies from year to year based on the prior year's actual administrative expenses.

Teacher's Retirement System (TRS)

Per Montana Code Annotated, under certain qualifying conditions, the elected County Superintendent of Schools may participate in the Montana Teacher's Retirement System (TRS). The City and County of Butte-Silver Bow Superintendent of Schools has elected to participate in the Montana TRS. The TRS is a defined benefit plan.

Note: Butte-Silver Bow's Superintendent of Schools exited the Public Employees' Retirement System and joined the Teacher's Retirement System during fiscal year 2017. Prior to becoming Superintendent, she previously participated in the Teacher's Retirement System while working as a teacher.

Changes of Benefit Terms:

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

2013 Legislative Changes:

The 2013 Montana Legislature passed HB 377 which provides additional revenue and created a two-tier benefit structure:

- **Tier One Member** is a person who first became a member before July 1, 2013 and has not withdrawn their member's account balance.
- **Tier Two Member** is a person who first becomes a member on or after July 1, 2013 or after withdrawing their member's account balance, becomes a member again on or after July 1, 2013.

The Second-Tier benefit structure for members hired on or after July 1, 2013 is summarized below:

1. **Final Average Compensation:** average of earned compensation paid in five consecutive years of full-time service that yields the highest average
2. **Service Retirement:** Eligible to receive a service retirement benefit if the member has been credited with at least five full years of creditable service and has attained the age of 60; or has been credited with 30 or more years of full-time or part-time creditable service and has attained age 55
3. **Early Retirement:** Eligible to receive an early retirement allowance if a member is not eligible for service retirement but has at least five years of creditable service and attained age 55
4. **Professional Retirement Option:** If the member has been credited with 30 or more years of service and has attained the age of 60 they are eligible for an enhanced allowance equal to 1.85% of average final compensation times all service at retirement. Otherwise, the multiplier used to calculate the retirement allowance will be equal to 1.67%
5. **Annual Contribution:** 8.15% of member's earned compensation
6. **Supplemental Contribution Rate:** On or after July 1, 2023, the TRS Board may require a supplemental contribution up to 0.5% if the following three conditions are met:
 - The average funded ratio of the System based on the last three annual actuarial valuations is equal to or less than 80%; and
 - The period necessary to amortize all liabilities of the System based on the latest annual actuarial valuation is greater than 20 years; and
 - A State or employer contribution rate increase or a flat dollar contribution to the Retirement System Trust fund has been enacted that is equivalent to or greater than the supplemental contribution rate imposed by the TRS Board.
7. **Disability Retirement:** A member will not be eligible for a disability retirement if the member is or will be eligible for a service retirement on the date of termination

(This page continued on the subsequent page)

City-County of Butte-Silver Bow, Montana
Notes to Required Supplementary Information
For the Year Ended June 30, 2019

8. Guaranteed Annual Benefit Adjustment (GABA):

- If the most recent actuarial valuation shows that Retirement System liabilities are at least 90% funded and the provision of the increase is not projected to cause the System's liabilities to be less than 85% funded, the GABA may increase from the 0.5% floor up to 1.5%, as set by the Board.

HB 377 increased revenue from the members, employers and the State as follows:

- Annual State contribution equal to \$25 million paid to the System in monthly installments.
- One-time contribution payable to the Retirement System by the trustees of a school district maintaining a retirement fund. The one-time contribution to the Retirement System shall be the amount earmarked as an operating reserve in excess of 20% of the adopted retirement fund budget for the fiscal year 2013. The amount received was \$22 million in FY 2014.
- 1% supplemental employer contribution - this will increase the current employer rates:
 - School Districts' contributions will increase from 7.47% to 8.47%.
 - The Montana University System and State Agencies will increase from 9.85% to 10.85%.
 - The supplemental employer contribution will increase by 0.1% each fiscal year for fiscal year 2014 through fiscal year 2024. For fiscal years beginning after June 30, 2024, the total supplemental employer contribution will be equal to 2%.
- Members hired prior to July 1, 2013 (Tier 1) under HB 377 are required to contribute a supplemental contribution equal to an additional 1% of the member's earned compensation.
- Each employer is required to contribute 9.85% of total compensation paid to all re-employed TRS retirees employed in a TRS reportable position to the System.

Changes in Actuarial Assumptions and Other Inputs

The following changes to the actuarial assumptions were adopted in 2018:

- Assumed rate of inflation was reduced from 3.25% to 2.50%
- Payroll growth assumption was reduced from 4.00% to 3.25%
- Investment return assumption was reduced from 7.75% to 7.50%
- Wage growth assumption was reduced from 4.00% to 3.25%
- Mortality among contributing members, service retired members and beneficiaries was updated to the following:
 - For Males and Females: RP-2000 Healthy Combined Mortality Table projected to 2022 adjusted for partial credibility setback for two years.
 - The tables include margins for mortality improvement which is expected to occur in the future.
- Retirement rates were updated
- Termination rates were updated
- Rates of salary increases were updated

The following changes to the actuarial assumptions were adopted in 2016:

- The normal cost method has been updated to align the calculation of the projected compensation and the total present value of plan benefits so that the normal cost rate reflects the most appropriate allocation of plan costs over future compensation.

The following changes to the actuarial assumptions were adopted in 2015:

- Correctly reflect the proportion of members that are assumed to take a refund of contributions upon termination and appropriately reflect the three-year COLA deferral period for Tier 2 Members.
- The 0.63% load applied to the projected retirement benefits of the university members "to account for larger than average annual compensation increases observed in the years immediately preceding retirement" is not applied to benefits expected to be paid to university members on account of death, disability and termination (prior to retirement eligibility).

(This page continued on the subsequent page)

City-County of Butte-Silver Bow, Montana
Notes to Required Supplementary Information
For the Year Ended June 30, 2019

- The actuarial valuation was updated to reflect the assumed rate of retirement for university members at age 60 and is 8.50% as stated in the actuarial valuation report.
- The actuarial valuation was updated to reflect the fact that vested terminations are only covered by the \$500 death benefit for the one year following their termination. Once again, when the terminated member commences their deferred retirement annuity, they are not covered during the deferral period. Additionally, only the portion of the terminated members that are assumed to “retain membership in the System” are covered by the \$500 death benefit after termination.

The following changes to the actuarial assumptions were adopted in 2014:

- Assumed rate of inflation was reduced from 3.50% to 3.25%
- Payroll Growth Assumption was reduced from 4.50% to 4.00%
- Assumed real wage growth was reduced from 1.00% to 0.75%
- Investment return assumption was changed from net of investment and administrative expenses to net of investment expenses only.

- Mortality among contributing members, service retired members, and beneficiaries was updated to the following:
 - For Males: RP 2000 Healthy Annuitant Mortality Table for ages 50 and above and the RP 2000 Combined Healthy Annuitant Mortality Table for ages below 50, set back four years, with mortality improvements projected by Scale BB to 2018.
 - For Females: RP 2000 Healthy Annuitant Mortality Table for ages 50 and above and the RP 2000 Combined Healthy Annuitant Mortality Table for ages below 50, set back two years, with mortality improvements projected by Scale BB to 2018.

- Mortality among disabled members was updated to the following:
 - For Males: RP 2000 Disabled Mortality Table for Males, set forward one year, with mortality improvements projected by Scale BB to 2018.
 - For Females: RP 2000 Disabled Mortality Table for Females, set forward five years, with mortality improvements projected by Scale BB to 2018.

Method and assumptions used in calculations of actuarially determined contributions:

Actuarial Cost Method	Entry Age
Amortization Method	Level percentage of pay, open
Remaining Amortization Period	22 years
Asset Valuation Method	4-year smoothed market
Inflation	3.25%
Salary Increase	4% to 8.51%, including inflation for Non-University Members and 5% for University Members
Investment Rate of Return	7.75%, net of pension plan investment expense, and including inflation

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City-County of Butte-Silver Bow, Montana
Notes to Required Supplementary Information
For the Year Ended June 30, 2019

Other Plans – Schedule of Contractual Required Contributions

Schedule of employers required contributions

GASB Statement No. 78 requires a schedule of the employers required contributions for each of the ten most recent fiscal years. The schedule contains the three most recent fiscal years. The additional years are not readily available for disclosure due to a conversion to a new enterprise payroll system.

Combining Financial Statements

City-County of Butte-Silver Bow, Montana
 Combining Balance Sheet
 Nonmajor Governmental Funds - By Fund Type
 June 30, 2019

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
ASSETS				
Cash and cash equivalents	\$ 6,349,823	\$ 1,184,195	\$ 295,792	\$ 7,829,810
Investments	11,958,820	628,772	2,456,209	15,043,801
Receivables:				
Property taxes	526,799	336,190	-	862,989
Accounts (net of allowance for uncollectibles)	1,216,648	-	-	1,216,648
Special Assessments	352,132	-	-	352,132
Loans	6,042,313	-	14,087	6,056,400
Interfund	120,000	-	-	120,000
Restricted cash and cash equivalents	280,777	3,118,252	-	3,399,029
Restricted investments	10,369,127	556,882	-	10,926,009
Total Assets	37,216,439	5,824,291	2,766,088	45,806,818
LIABILITIES				
Vouchers payable	2,012,837	-	62,022	2,074,859
Accounts payable	247,242	-	74,317	321,559
Accrued wages and benefits payable	530,652	-	-	530,652
Performance bonds payable	600	-	-	600
Interfund payable	753,992	-	-	753,992
Due to others	230,000	-	-	230,000
Total Liabilities	3,775,323	-	136,339	3,911,662
DEFERRED INFLOWS OF RESOURCES				
Deferred revenue-escrow agreement	44,802	-	-	44,802
Deferred revenue-property taxes and special assessments	878,931	336,190	-	1,215,121
Deferred revenue-contracts	51,125	-	-	51,125
Total deferred inflows of resources	974,858	336,190	-	1,311,048
FUND BALANCES				
Nonspendable	5,673,619	-	-	5,673,619
Restricted	21,389,371	4,739,080	1,047,698	27,176,149
Assigned	5,908,694	749,021	1,582,051	8,239,766
Unassigned	(505,426)	-	-	(505,426)
Total Fund Balances	32,466,258	5,488,101	2,629,749	40,584,108
Total Liabilities, Deferred Inflows and Fund Balances	\$ 37,216,439	\$ 5,824,291	\$ 2,766,088	\$ 45,806,818

City-County of Butte-Silver Bow, Montana
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds - By Fund Type
For Fiscal Year Ended June 30, 2019

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental
REVENUES				
Taxes	\$ 10,010,545	\$ 4,784,599	\$ -	\$ 14,795,144
Special assessments	2,454,873	-	-	2,454,873
Licenses and permits	1,556	-	-	1,556
Intergovernmental	8,296,663	-	-	8,296,663
Charges for services	1,686,048	-	1,100	1,687,148
Fines and forfeitures	26,980	-	72,387	99,367
Rental	24,522	-	-	24,522
Private grants and contributions	6,056,189	-	53,000	6,109,189
Interest income	678,409	34,405	67,127	779,941
Increase (decrease) investments to fair market value	1,685	113	2,190	3,988
Miscellaneous	237,220	-	3,030	240,250
Total Revenues	29,474,690	4,819,117	198,834	34,492,641
EXPENDITURES				
Current:				
General government	3,520,930	1,050	24,411	3,546,391
Public safety	6,404,564	-	5,656	6,410,220
Public works	6,367,315	-	-	6,367,315
Public health	2,939,936	-	-	2,939,936
Social and economic services	175,066	-	-	175,066
Cultural and recreation	2,079,440	-	-	2,079,440
Housing and community development	1,477,383	5,000	9,744	1,492,127
Capital Outlay:				
General government	524,497	-	307,652	832,149
Public safety	123,088	-	221,015	344,103
Public works	1,743,651	-	-	1,743,651
Public health	74,765	-	-	74,765
Cultural and recreation	3,786,298	-	-	3,786,298
Housing and community development	-	-	8,334	8,334
Debt Service:				
Principal	176,478	2,195,000	-	2,371,478
Interest	24,965	1,089,934	-	1,114,899
Total Expenditures	29,418,376	3,290,984	576,812	33,286,172
Excess (Deficiency) of Revenues Over (Under) Expenditures	56,314	1,528,133	(377,978)	1,206,469
OTHER FINANCING SOURCES (USES)				
Issuance of general obligation notes and loans	645,454	-	-	645,454
Transfers in	1,938,099	12,951	7,218	1,958,268
Transfers out	(345,334)	(530,404)	(12,284)	(888,022)
Total Other Financing Sources (Uses)	2,238,219	(517,453)	(5,066)	1,715,700
Net Change in Fund Balances	2,294,533	1,010,680	(383,044)	2,922,169
Fund Balances Beginning of Year	30,171,725	4,477,421	3,012,793	37,661,939
FUND BALANCES, END OF YEAR	\$ 32,466,258	\$ 5,488,101	\$ 2,629,749	\$ 40,584,108

Nonmajor Governmental Funds Special Revenue

Special revenue funds are used to account for specific revenues that are legally restricted to expenditures for a particular purpose.

Combined Special Improvement Districts (SIDs)

Accounts for revenues received through special assessments, which are expended in specific districts for street lighting, maintenance, and fire hydrants, etc.

Divide Garbage

Accounts for the revenue and expenditures for the collection and disposal of solid waste within the unincorporated community of Divide.

Melrose Garbage

Accounts for the revenue and expenditures for the collection and disposal of solid waste within the unincorporated community of Melrose.

Blacktail Loop SID

Accounts for the construction special assessments being collected for a 2.6 mile paving project in the McGinnis subdivision. The district was created by Council Resolution #00-74 on December 20, 2000.

Street Maintenance District SID

Accounts for revenues and expenditures related to street maintenance, such as flushing and sweeping, snow removal and basic maintenance within the City-County.

Road

Accounts for revenues and expenditures related to street maintenance and improvements within the City-County.

Bridge

Accounts for revenues and expenditures for bridge maintenance and improvements within the City-County.

Noxious Weed

Accounts for revenues and expenditures for the control of noxious weeds within the City-County.

Parking Commission

Accounts for revenues and expenditures for the regulating of parking and lot maintenance.

District Court

Accounts for revenues and expenditures for the operation of the District Court System.

Civic Center

Accounts for revenues and expenditures for the operation of the Butte-Silver Bow Civic Center.

Parks

Accounts for revenues and expenditures for upkeep and improvements at specified parks.

Library Grants

Accounts for grants and donations received by the Library to assist with their operations.

Public Archives

Accounts for revenues and expenditures for the operation of the Public Archives.

Nonmajor Governmental Funds Special Revenue

Special revenue funds are used to account for specific revenues that are legally restricted to expenditures for a particular purpose.

Economic Development - 1 Mill Levy

Voters approved one mill levy for economic development purposes.

Economic Development - Hard Rock Program

This fund accounts for monies received as a result of distributions from Fund 2391 (Hard Rock Mine Trust Reserve). The monies are to be expended in accordance with MCA 7-6-2225.

Transit

Accounts for revenues and expenditures for the operation of the City-County transit system.

Health

Accounts for federal and state revenues utilized for health programs within the local government.

Senior Citizens

Accounts for property tax revenues to be utilized for senior citizens' activities within the community.

Developmentally Disabled

Accounts for revenues and expenditures for developmentally disabled programs within the community.

Damages and Judgments

Accounts for property tax and other revenues received and expended for claims and judgments against the City-County.

Fire

Accounts for property and other tax revenues received and expended for fire protection and prevention.

Comprehensive Insurance

Accounts for property taxes and other revenues received and expended for property and liability insurance for the local government.

Crime Control

Accounts for grants received from the State Board of Crime Control for various projects within the community.

Land Planning

Accounts for revenues received from the State of Montana coal tax fund, which must be utilized for land planning projects.

Junk Vehicle

Accounts for revenues received from the State of Montana for the removal of junk vehicles within the City-County.

Superfund Water Quality District

This fund was established to monitor the activities of the Water Quality District established by the Council of Commissioners. The accounts are funded through the allocation agreement between Butte-Silver Bow and ARCO.

Nonmajor Governmental Funds Special Revenue

Special revenue funds are used to account for specific revenues that are legally restricted to expenditures for a particular purpose.

Sidewalks

Accounts for revenues received through special assessments and expended for sidewalk reconstruction throughout the City-County.

Uptown Parking

Accounts for revenues from special assessments within the Uptown Business District to be expended for parking lot maintenance.

URA Economic Development

The Urban Revitalization Agency (URA) accounts for revenues received and expended for the tax increment district located within the uptown area of the City-County.

Community Development

Accounts for loans, grants, and economic development for neighborhood revitalization established from balances remaining from discontinued federal and state programs and grants.

Hard Rock Mine Reserve

Accounts for revenues resulting from the metalliferous mines tax. Funds are held in reserve and cannot be utilized until a reduction or closure of a major mining operation occurs within the jurisdiction.

CDBG Program

The Community Development Block Grant (CDBG) Program accounts for revenue received from the federal government through the State Department of Commerce to be expended for housing rehabilitation and economic development for select projects in selected areas within the City-County.

Montana Pole Institutional Control

Accounts for revenues received by ARCO, Burlington Northern Railroad and Montana Resources, Inc. The funds will be used to reclaim and maintain lands at the Montana Pole Superfund Site and to install a modest park in the area.

911 Emergency

Accounts for a tax imposed on all phone calls. Revenues generated from this source are used to finance improvements to the emergency dispatch centers and communication systems.

Transportation Alternative Program

This fund, formerly known as the Community Transportation Enhancement Program (CTEP), accounts for state grants and private matching funds to replace selected sidewalks throughout the City-County.

DNRC Grants

The Department of Natural Resources and Conservation (DNRC) grants provide for the capability to respond to mine waste subsidence problems on properties owned by Butte-Silver Bow or properties that have been abandoned by previous owners.

Nonmajor Governmental Funds Special Revenue

Special revenue funds are used to account for specific revenues that are legally restricted to expenditures for a particular purpose.

Clark Tailings Operations & Maintenance Reserve

Funds received from ARCO as part of an agreement for the purpose of making improvements to existing American Legion Baseball Field and for the maintenance of new parkland reclaimed by ARCO.

PIT Watch Education Program

Through an advisory committee appointed by the Chief Executive, Butte-Silver Bow sponsors the Berkeley Pit Public Education Program, which has been designed to keep citizens informed on the water levels in the Berkeley Pit and surrounding mine shafts. The Committee's work includes publishing PITWATCH twice per year and conducting education presentations at local schools. Since 1996, the program has been funded on an annual basis. In 2002, a trust fund of \$170,000 was established to support the Committee's work for a minimum of 15 years, or until all water treatment plant operations are fully operable at the Berkeley Pit.

ARCO Historic Preservation Grant

Butte-Silver Bow has received funds from BP-Atlantic Richfield to fulfill certain obligations and projects associated with the mitigation of the loss or impacts to historic resources during the environmental cleanup activities within the Butte Priority Soils Operable Unit of the Butte-Silver Bow Creek Superfund Site. In this program account, Butte-Silver Bow will make improvements to the historic mine yards along the BA&P pedestrian trail, such as replacing roofs on mine yard buildings, installing restrooms, and installing interpretive displays.

East Butte RRA

The East Butte Renovation and Rehabilitation Agency (RRA) was created by in January 2005 with final establishment of the district and board taking place in early 2006. The mission of the East Butte RRA is to promote the re-development and stimulate capital investment in the East Butte area.

TIFID #2 Revolving Loan Program

This fund accounts for the revolving loan program for projects within the Ramsay Tax Increment Financing Industrial District (TIFID). The fund was setup separate from the Ramsay TIFID so once the TIFID sunsets a mechanism is in place to continue economic development activities in and around the boundaries of the district.

County Land Planning

This fund was created by Montana Code Annotated 90-1-108 to account for the funds generated by recording fees to assist in the management of land records.

JAG Grants

The Department of Justice Grants (JAG), are federally funded and are to be used by the local law enforcement to assist with capital needs.

Montana Historic Preservation Grants

Grants from the State Historic Preservation Office to the City and County of Butte-Silver Bow in the amount of \$15,000 to advance heritage tourism activities in Butte and southwest Montana by developing a "Trail System" of historic and cultural sites.

Nonmajor Governmental Funds Special Revenue

Special revenue funds are used to account for specific revenues that are legally restricted to expenditures for a particular purpose.

Superfund Health Studies

This fund is part of the superfund trust agreement with British Petroleum, formally known as Atlantic Richfield Company (ARCO) and Butte-Silver Bow. The funds are allocated to perform health studies related to mine waste.

ARCO Superfund Land Management

Butte-Silver Bow has entered into an allocation agreement with BP-Atlantic Richfield Company (ARCO) to perform certain duties associated with the long-term stewardship of the Butte Priority Soils Operable Unit of the Butte/Silver Bow Creek Superfund Site. In this program account, Butte-Silver Bow will perform Geographic Information System (GIS) mapping and data management services, as well as legal and land records management services.

Anaconda - ARCO Community Readjustment

Community Readjustment: The Community Readjustment Fund was established with a \$500,000 grant from ARCO following the suspension of mining operations in 1985. The funds were used to make venture loans to new or expanding businesses in the community. The revolving loan fund continues to flow loans throughout the community as approved by the Anaconda-Arco Loan Committee through the Butte Local Development Corporation (BLDC) upon Butte-Silver Bow Council approval.

Superfund Residential Metals

This fund relates to the Superfund Residential Metals program. British Petroleum, formally known as Atlantic Richfield Company (ARCO), funds the program through settlement trust funds which are payable to Butte-Silver Bow. Butte-Silver Bow is responsible under the program to conduct time critical soil removal in the city of Walkerville where soils exceed safe levels of lead, arsenic, and/or mercury.

State of Montana NRDP Projects

Natural Resource Damage Program (NRDP) grant funds the design, engineering and construction costs associated with the Greenway Service District. The Silver Bow Creek Greenway is a 26 mile corridor. The fund also accounts for a Tree Planting project for the Butte's Hill mining reclamation areas, another grant is for upgrades to roads, culverts, picnic and rest areas along Black Tail Creek in Thompson Park, and the final grant was to construct a children's fishing pond.

East Butte RRA Revolving Loan Program

This fund relates to the loan activity of the East Butte Renovation and Rehabilitation Agency (RRA). The loans are issued to promote the re-development and stimulate capital investment in the East Butte area. This fund is a revolving loan fund and will remain in existence after the East Butte RRA District sunsets.

Superfund Stormwater System

Butte-Silver Bow has entered into an allocation agreement with BP-Atlantic Richfield to perform certain duties associated with the long-term stewardship of the Butte Priority Soils Operable Unit of the Butte/Silver Bow Creek Superfund Site. In this program account, Butte-Silver Bow will perform operation and maintenance of reclaimed mine sites (source areas) and storm water structures on the Butte Hill.

Nonmajor Governmental Funds Special Revenue

Special revenue funds are used to account for specific revenues that are legally restricted to expenditures for a particular purpose.

Montana Department of Commerce NSP3 Grants

Butte-Silver Bow was awarded a U.S. Housing and Urban Development Neighborhood Stabilization Program (NSP3) Grant to develop 17 properties in targeted neighborhoods. The funds passed through the Montana Department of Commerce. Butte-Silver Bow partnered with the National Affordable Housing Network (NAHN) to complete the project.

Safe Routes to Schools

Butte-Silver Bow received a grant to advance and encourage safe walking and bicycling to and from schools in order to improve the health and well-being of children. The funds were used for maps and route improvements, including signage and street lines, and activities to encourage walking and biking.

Rural Road Improvement SID

Fleecer Road-Carriger Lane SID accounts for road construction within the sub-division. The residents established a SID to cover the cost of paving the main streets. The Road fund covered the cost of construction. Over a five year period the residents will be assessed the cost plus interest. The funds collected are distributed back to the Road fund.

Road Capital Improvement Fund HB473

This fund accounts for House Bill 473 related to Road Division capital improvements. Monies are provided by a portion of the gas tax.

Parking Garage

This fund accounts for the Parking Garage, which was built to provide safe, accessible, off-street parking options for the public. The garage is intended to increase commerce and economic vitality in Uptown Butte.

Ridge Waters Pool

Butte-Silver Bow owns and operates Ridge Waters, the community pool and water park facility. Ridge Waters is open from late May (weather permitting) through Labor Day. The facility was designed to offer recreational swimming to all ages and abilities. Operations and maintenance of the facility is the responsibility of the Public Works Department. Ridge Waters is an integral part of the community's largest park, Stodden.

Subsidence Mitigation

Butte-Silver Bow closed out a Reclamation and Development Grants Program (RDGP) contract and the funds were used to establish a Subsidence Hazards Mitigation Account to be managed by the local government. The funds are authorized to be used to mitigate safety problems and hazards associated from subsidence that may arise in the mining district on the Butte Hill. Any funds not expended in the current fiscal year will be carried forward in subsequent years.

Nonmajor Governmental Funds Special Revenue

Special revenue funds are used to account for specific revenues that are legally restricted to expenditures for a particular purpose.

Non-Federal Drug Forfeiture

This fund accounts for non-federal drug forfeiture funds that are used as an equipment reserve fund for the Law Enforcement Division. These funds were previously accounted for in an Agency fund type (7181). As a result of the change in governmental accounting standards (GASB Statement No. 84), these funds were required to be moved to a special revenue fund.

URA District #2 Loan Fund

This fund accounts for grants and donations to promote redevelopment and stimulation of capital investment within the central business district.

City-County of Butte-Silver Bow, Montana
 Combining Balance Sheet
 Nonmajor Special Revenue Funds
 June 30, 2019

	Combined Special Improvement Districts (SIDs)	Divide Garbage	Melrose Garbage	Street Maintenance District SID	Road	Bridge	Noxious Weed
ASSETS							
Cash and cash equivalents	\$ 726,305	\$ 4,045	\$ 10,714	\$ 7,840	\$ 531,045	\$ 185,329	\$ 90,621
Investments	222,435	2,086	-	-	2,252,312	125,268	57,123
Receivables:							
Property taxes	-	-	-	-	76,750	16,157	12,105
Accounts (net of allowance for uncollectibles)	-	-	-	-	23,903	-	33,483
Special Assessments	139,417	285	1,520	121,084	-	-	5,643
Loans	-	-	-	-	-	-	-
Interfund	-	-	-	-	-	-	-
Restricted cash and cash equivalents	-	-	-	-	109,090	-	-
Restricted investments	-	-	-	-	-	-	-
Total Assets	1,088,157	6,416	12,234	128,924	2,993,100	326,754	198,975
LIABILITIES							
Vouchers payable	54,720	-	-	8,358	285,445	-	13,756
Accounts payable	-	-	-	-	-	-	-
Accrued wages and benefits payable	2,096	-	-	17,887	43,876	7,534	10,293
Performance bonds payable	-	-	-	-	-	-	600
Interfund payable	-	-	-	-	-	-	-
Due to others	-	-	-	-	-	-	-
Total Liabilities	56,816	-	-	26,245	329,321	7,534	24,649
DEFERRED INFLOWS OF RESOURCES							
Deferred revenue-escrow agreement	-	-	-	-	-	-	-
Deferred revenue-property taxes and special assessments	139,417	285	1,520	121,084	76,750	16,157	17,748
Deferred revenue-contracts	-	-	-	-	-	-	-
Total deferred inflows of resources	139,417	285	1,520	121,084	76,750	16,157	17,748
FUND BALANCES							
Nonspendable	-	-	-	-	-	-	-
Restricted	891,924	6,131	10,714	-	109,090	-	-
Assigned	-	-	-	-	2,477,939	303,063	156,578
Unassigned	-	-	-	(18,405)	-	-	-
Total Fund Balances	891,924	6,131	10,714	(18,405)	2,587,029	303,063	156,578
Total Liabilities, Deferred Inflows and Fund Balances	\$ 1,088,157	\$ 6,416	\$ 12,234	\$ 128,924	\$ 2,993,100	\$ 326,754	\$ 198,975

(Continued)

City-County of Butte-Silver Bow, Montana
 Combining Balance Sheet
 Nonmajor Special Revenue Funds
 June 30, 2019

	Parking Commission	District Court	Civic Center	Parks	Library Grants	Public Archives	Economic Development - 1 Mill Levy
ASSETS							
Cash and cash equivalents	\$ 4,654	\$ 304,283	\$ 422,120	\$ 322,213	\$ 58,433	\$ 108,410	\$ 13,225
Investments	-	200,429	380,087	1,244,432	-	55,979	-
Receivables:							
Property taxes	-	50,642	44,978	-	-	-	2,878
Accounts (net of allowance for uncollectibles)	-	122,318	53,250	-	-	8,631	-
Special Assessments	-	-	-	-	-	-	-
Loans	-	-	-	-	-	-	-
Interfund	-	-	-	-	-	-	-
Restricted cash and cash equivalents	-	-	-	110,000	-	-	-
Restricted investments	-	-	-	-	-	-	-
Total Assets	4,654	677,672	900,435	1,676,645	58,433	173,020	16,103
LIABILITIES							
Vouchers payable	145	105,045	57,827	918,802	143	3,639	-
Accounts payable	-	-	23,354	212,671	-	-	-
Accrued wages and benefits payable	4,292	19,635	14,122	-	-	16,979	-
Performance bonds payable	-	-	-	-	-	-	-
Interfund payable	208,001	-	-	-	-	-	-
Due to others	-	-	-	-	-	-	-
Total Liabilities	212,438	124,680	95,303	1,131,473	143	20,618	-
DEFERRED INFLOWS OF RESOURCES							
Deferred revenue-escrow agreement	-	-	-	-	-	-	-
Deferred revenue-property taxes and special assessments	-	50,642	44,978	-	-	-	2,878
Deferred revenue-contracts	-	-	51,125	-	-	-	-
Total deferred inflows of resources	-	50,642	96,103	-	-	-	2,878
FUND BALANCES							
Nonspendable	-	-	-	-	-	-	-
Restricted	-	502,350	-	545,172	58,290	-	13,225
Assigned	-	-	709,029	-	-	152,402	-
Unassigned	(207,784)	-	-	-	-	-	-
Total Fund Balances	(207,784)	502,350	709,029	545,172	58,290	152,402	13,225
Total Liabilities, Deferred Inflows and Fund Balances	\$ 4,654	\$ 677,672	\$ 900,435	\$ 1,676,645	\$ 58,433	\$ 173,020	\$ 16,103

(Continued)

City-County of Butte-Silver Bow, Montana
 Combining Balance Sheet
 Nonmajor Special Revenue Funds
 June 30, 2019

	Transit	Health	Senior Citizens	Developmentally Disabled	Damages and Judgments	Fire	Comprehensive Insurance
ASSETS							
Cash and cash equivalents	\$ 55,982	\$ 273,416	\$ 12,120	\$ 31,675	\$ 14,252	\$ 987,040	\$ 64,279
Investments	-	-	-	-	-	160,586	75,667
Receivables:							
Property taxes	13,640	-	3,400	3,019	131	213,619	28,504
Accounts (net of allowance for uncollectibles)	203,702	341,683	-	5,151	-	166,634	-
Special Assessments	-	-	-	-	-	-	-
Loans	-	-	-	-	-	-	-
Interfund	-	-	-	-	-	-	-
Restricted cash and cash equivalents	-	-	-	-	-	61,687	-
Restricted investments	-	-	-	-	-	-	-
Total Assets	273,324	615,099	15,520	39,845	14,383	1,589,566	168,450
LIABILITIES							
Vouchers payable	24,510	72,690	-	64	-	90,253	11,833
Accounts payable	-	1,995	-	-	-	-	-
Accrued wages and benefits payable	27,725	54,524	-	3,418	-	166,626	-
Performance bonds payable	-	-	-	-	-	-	-
Interfund payable	109,151	-	-	-	-	-	-
Due to others	-	-	-	-	-	-	-
Total Liabilities	161,386	129,209	-	3,482	-	256,879	11,833
DEFERRED INFLOWS OF RESOURCES							
Deferred revenue-escrow agreement	-	-	-	-	-	-	-
Deferred revenue-property taxes and special assessments	13,640	-	3,400	3,019	131	213,619	28,504
Deferred revenue-contracts	-	-	-	-	-	-	-
Total deferred inflows of resources	13,640	-	3,400	3,019	131	213,619	28,504
FUND BALANCES							
Nonspendable	-	-	-	-	-	-	-
Restricted	98,298	485,890	-	-	14,252	61,687	-
Assigned	-	-	12,120	33,344	-	1,057,381	128,113
Unassigned	-	-	-	-	-	-	-
Total Fund Balances	98,298	485,890	12,120	33,344	14,252	1,119,068	128,113
Total Liabilities, Deferred Inflows and Fund Balances	\$ 273,324	\$ 615,099	\$ 15,520	\$ 39,845	\$ 14,383	\$ 1,589,566	\$ 168,450

(Continued)

City-County of Butte-Silver Bow, Montana
 Combining Balance Sheet
 Nonmajor Special Revenue Funds
 June 30, 2019

	Crime Control	Land Planning	Junk Vehicle	Superfund Water Quality District	Sidewalks	URA Economic Development
ASSETS						
Cash and cash equivalents	\$ 46,848	\$ 6,742	\$ 2,665	\$ 105,751	\$ 9,759	\$ 57,076
Investments	81,453	-	-	51,272	-	1,333,718
Receivables:						
Property taxes	-	-	-	-	-	-
Accounts (net of allowance for uncollectibles)	14,999	-	-	-	-	-
Special Assessments	-	-	-	-	45,197	4,521
Loans	-	-	-	-	-	5,515,873
Interfund	-	-	-	-	-	120,000
Restricted cash and cash equivalents	-	-	-	-	-	-
Restricted investments	-	-	-	-	-	-
Total Assets	143,300	6,742	2,665	157,023	54,956	7,031,188
LIABILITIES						
Vouchers payable	-	2,080	1,200	1,229	-	24,761
Accounts payable	-	-	-	-	-	4,233
Accrued wages and benefits payable	2,677	-	1,465	2,330	-	8,462
Performance bonds payable	-	-	-	-	-	-
Interfund payable	-	-	-	-	-	-
Due to others	-	-	-	-	-	-
Total Liabilities	2,677	2,080	2,665	3,559	-	37,456
DEFERRED INFLOWS OF RESOURCES						
Deferred revenue-escrow agreement	-	-	-	-	-	44,802
Deferred revenue-property taxes and special assessments	-	-	-	-	45,197	4,521
Deferred revenue-contracts	-	-	-	-	-	-
Total deferred inflows of resources	-	-	-	-	45,197	49,323
FUND BALANCES						
Nonspendable	-	-	-	-	-	5,183,318
Restricted	140,623	4,662	-	153,464	9,759	1,761,091
Assigned	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-
Total Fund Balances	140,623	4,662	-	153,464	9,759	6,944,409
Total Liabilities, Deferred Inflows and Fund Balances	\$ 143,300	\$ 6,742	\$ 2,665	\$ 157,023	\$ 54,956	\$ 7,031,188

(Continued)

City-County of Butte-Silver Bow, Montana
 Combining Balance Sheet
 Nonmajor Special Revenue Funds
 June 30, 2019

	Community Development	Hard Rock Mine Reserve	CDBG Program	Montana Pole Institutional Control	911 Emergency	Transportation Alternative Program
ASSETS						
Cash and cash equivalents	\$ 51,588	\$ -	\$ 117,085	\$ 3,155	\$ 88,497	\$ 43,227
Investments	11,525	-	-	397,011	403,694	-
Receivables:						
Property taxes	-	-	-	-	-	-
Accounts (net of allowance for uncollectibles)	3,231	-	-	-	64,600	-
Special Assessments	-	-	-	-	-	-
Loans	33,376	-	19,057	-	-	-
Interfund	-	-	-	-	-	-
Restricted cash and cash equivalents	-	-	-	-	-	-
Restricted investments	-	10,369,127	-	-	-	-
Total Assets	99,720	10,369,127	136,142	400,166	556,791	43,227
LIABILITIES						
Vouchers payable	8,008	-	6,133	-	10,576	-
Accounts payable	-	-	-	-	-	-
Accrued wages and benefits payable	3,953	-	-	-	3,674	-
Performance bonds payable	-	-	-	-	-	-
Interfund payable	-	-	-	-	-	-
Due to others	-	-	-	230,000	-	-
Total Liabilities	11,961	-	6,133	230,000	14,250	-
DEFERRED INFLOWS OF RESOURCES						
Deferred revenue-escrow agreement	-	-	-	-	-	-
Deferred revenue-property taxes and special assessments	-	-	-	-	-	-
Deferred revenue-contracts	-	-	-	-	-	-
Total deferred inflows of resources	-	-	-	-	-	-
FUND BALANCES						
Nonspendable	28,376	-	16,796	-	-	-
Restricted	5,000	10,369,127	113,213	170,166	542,541	43,227
Assigned	54,383	-	-	-	-	-
Unassigned	-	-	-	-	-	-
Total Fund Balances	87,759	10,369,127	130,009	170,166	542,541	43,227
Total Liabilities, Deferred Inflows and Fund Balances	\$ 99,720	\$ 10,369,127	\$ 136,142	\$ 400,166	\$ 556,791	\$ 43,227

(Continued)

City-County of Butte-Silver Bow, Montana
 Combining Balance Sheet
 Nonmajor Special Revenue Funds
 June 30, 2019

	DNRC Grants	Clark Tailings Operations & Maintenance Reserve	PIT Watch Education Program	ARCO Historic Preservation Grant	East Butte RRA	TIFID #2 Revolving Loan Program
ASSETS						
Cash and cash equivalents	\$ -	\$ 22,608	\$ 9,828	\$ 24,648	\$ 9,264	\$ -
Investments	-	110,799	129,362	521,754	413,808	2,911,248
Receivables:						
Property taxes	-	-	-	-	46,774	-
Accounts (net of allowance for uncollectibles)	50,727	-	-	-	-	-
Special Assessments	-	-	-	-	-	-
Loans	-	-	-	-	-	-
Interfund	-	-	-	-	-	-
Restricted cash and cash equivalents	-	-	-	-	-	-
Restricted investments	-	-	-	-	-	-
Total Assets	<u>50,727</u>	<u>133,407</u>	<u>139,190</u>	<u>546,402</u>	<u>469,846</u>	<u>2,911,248</u>
LIABILITIES						
Vouchers payable	583	-	-	375	560	-
Accounts payable	-	-	-	-	-	-
Accrued wages and benefits payable	-	-	150	-	-	-
Performance bonds payable	-	-	-	-	-	-
Interfund payable	32,790	-	-	-	120,000	-
Due to others	-	-	-	-	-	-
Total Liabilities	<u>33,373</u>	<u>-</u>	<u>150</u>	<u>375</u>	<u>120,560</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES						
Deferred revenue-escrow agreement	-	-	-	-	-	-
Deferred revenue-property taxes and special assessments	-	-	-	-	46,774	-
Deferred revenue-contracts	-	-	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>46,774</u>	<u>-</u>
FUND BALANCES						
Nonspendable	-	-	-	-	-	-
Restricted	17,354	133,407	139,040	546,027	302,512	2,911,248
Assigned	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-
Total Fund Balances	<u>17,354</u>	<u>133,407</u>	<u>139,040</u>	<u>546,027</u>	<u>302,512</u>	<u>2,911,248</u>
Total Liabilities, Deferred Inflows and Fund Balances	<u>\$ 50,727</u>	<u>\$ 133,407</u>	<u>\$ 139,190</u>	<u>\$ 546,402</u>	<u>\$ 469,846</u>	<u>\$ 2,911,248</u>

(Continued)

City-County of Butte-Silver Bow, Montana
 Combining Balance Sheet
 Nonmajor Special Revenue Funds
 June 30, 2019

	<u>County Land Planning</u>	<u>JAG Grants</u>	<u>Montana Historic Preservation Grants</u>	<u>Superfund Health Studies</u>	<u>ARCO Superfund Land Management</u>	<u>Anaconda - ARCO Community Readjustment</u>
ASSETS						
Cash and cash equivalents	\$ 9,177	\$ 9,989	\$ 453	\$ 25,470	\$ 39,951	\$ 1,638
Investments	59,318	-	-	-	-	434,908
Receivables:						
Property taxes	-	-	-	-	-	-
Accounts (net of allowance for uncollectibles)	-	46,131	-	-	-	2,736
Special Assessments	-	-	-	-	-	-
Loans	-	-	-	-	-	341,394
Interfund	-	-	-	-	-	-
Restricted cash and cash equivalents	-	-	-	-	-	-
Restricted investments	-	-	-	-	-	-
Total Assets	<u>68,495</u>	<u>56,120</u>	<u>453</u>	<u>25,470</u>	<u>39,951</u>	<u>780,676</u>
LIABILITIES						
Vouchers payable	-	7,809	-	-	105	-
Accounts payable	-	-	-	-	-	-
Accrued wages and benefits payable	-	-	-	541	4,421	-
Performance bonds payable	-	-	-	-	-	-
Interfund payable	-	-	-	-	-	-
Due to others	-	-	-	-	-	-
Total Liabilities	<u>-</u>	<u>7,809</u>	<u>-</u>	<u>541</u>	<u>4,526</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES						
Deferred revenue-escrow agreement	-	-	-	-	-	-
Deferred revenue-property taxes and special assessments	-	-	-	-	-	-
Deferred revenue-contracts	-	-	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES						
Nonspendable	-	-	-	-	-	332,482
Restricted	68,495	48,311	453	24,929	35,425	8,912
Assigned	-	-	-	-	-	439,282
Unassigned	-	-	-	-	-	-
Total Fund Balances	<u>68,495</u>	<u>48,311</u>	<u>453</u>	<u>24,929</u>	<u>35,425</u>	<u>780,676</u>
Total Liabilities, Deferred Inflows and Fund Balances	<u>\$ 68,495</u>	<u>\$ 56,120</u>	<u>\$ 453</u>	<u>\$ 25,470</u>	<u>\$ 39,951</u>	<u>\$ 780,676</u>

(Continued)

City-County of Butte-Silver Bow, Montana
 Combining Balance Sheet
 Nonmajor Special Revenue Funds
 June 30, 2019

	Superfund Residential Metals	State of Montana NRDP Projects	East Butte RRA Revolving Loan Program	Superfund Stormwater System	Montana Department of Commerce NSP3 Grants	Rural Road Improvement SID
ASSETS						
Cash and cash equivalents	\$ 123,460	\$ -	\$ 9,297	\$ 676,376	\$ 44,176	\$ 2,131
Investments	65	-	31,782	59,388	-	-
Receivables:						
Property taxes	-	-	-	-	-	-
Accounts (net of allowance for uncollectibles)	19,076	56,393	-	-	-	-
Special Assessments	-	-	-	-	-	34,465
Loans	-	-	132,613	-	-	-
Interfund	-	-	-	-	-	-
Restricted cash and cash equivalents	-	-	-	-	-	-
Restricted investments	-	-	-	-	-	-
Total Assets	142,601	56,393	173,692	735,764	44,176	36,596
LIABILITIES						
Vouchers payable	55,896	10,328	-	131,646	82,376	-
Accounts payable	-	-	-	4,989	-	-
Accrued wages and benefits payable	42,936	3,052	-	47,106	-	-
Performance bonds payable	-	-	-	-	-	-
Interfund payable	-	284,050	-	-	-	-
Due to others	-	-	-	-	-	-
Total Liabilities	98,832	297,430	-	183,741	82,376	-
DEFERRED INFLOWS OF RESOURCES						
Deferred revenue-escrow agreement	-	-	-	-	-	-
Deferred revenue-property taxes and special assessments	-	-	-	-	-	34,465
Deferred revenue-contracts	-	-	-	-	-	-
Total deferred inflows of resources	-	-	-	-	-	34,465
FUND BALANCES						
Nonspendable	-	-	112,647	-	-	-
Restricted	43,769	-	61,045	552,023	-	2,131
Assigned	-	-	-	-	-	-
Unassigned	-	(241,037)	-	-	(38,200)	-
Total Fund Balances	43,769	(241,037)	173,692	552,023	(38,200)	2,131
Total Liabilities, Deferred Inflows and Fund Balances	\$ 142,601	\$ 56,393	\$ 173,692	\$ 735,764	\$ 44,176	\$ 36,596

(Continued)

City-County of Butte-Silver Bow, Montana
 Combining Balance Sheet
 Nonmajor Special Revenue Funds
 June 30, 2019

	Road Capital Improvement Fund HB473	Parking Garage	Ridge Waters Pool	Subsidence Mitigation	Non-Federal Drug Forfeiture	Nonmajor Special Revenue Funds
ASSETS						
Cash and cash equivalents	\$ 74,829	\$ 17,328	\$ 410,552	\$ 45,080	\$ 33,174	\$ 6,349,823
Investments	228,783	-	-	-	2,528	11,958,820
Receivables:						
Property taxes	-	-	14,202	-	-	526,799
Accounts (net of allowance for uncollectibles)	-	-	-	-	-	1,216,648
Special Assessments	-	-	-	-	-	352,132
Loans	-	-	-	-	-	6,042,313
Interfund	-	-	-	-	-	120,000
Restricted cash and cash equivalents	-	-	-	-	-	280,777
Restricted investments	-	-	-	-	-	10,369,127
Total Assets	303,612	17,328	424,754	45,080	35,702	37,216,439
LIABILITIES						
Vouchers payable	-	4,500	17,442	-	-	2,012,837
Accounts payable	-	-	-	-	-	247,242
Accrued wages and benefits payable	-	1,304	19,574	-	-	530,652
Performance bonds payable	-	-	-	-	-	600
Interfund payable	-	-	-	-	-	753,992
Due to others	-	-	-	-	-	230,000
Total Liabilities	-	5,804	37,016	-	-	3,775,323
DEFERRED INFLOWS OF RESOURCES						
Deferred revenue-escrow agreement	-	-	-	-	-	44,802
Deferred revenue-property taxes and special assessments	-	-	14,202	-	-	878,931
Deferred revenue-contracts	-	-	-	-	-	51,125
Total deferred inflows of resources	-	-	14,202	-	-	974,858
FUND BALANCES						
Nonspendable	-	-	-	-	-	5,673,619
Restricted	303,612	-	-	45,080	35,702	21,389,371
Assigned	-	11,524	373,536	-	-	5,908,694
Unassigned	-	-	-	-	-	(505,426)
Total Fund Balances	303,612	11,524	373,536	45,080	35,702	32,466,258
Total Liabilities, Deferred Inflows and Fund Balances	\$ 303,612	\$ 17,328	\$ 424,754	\$ 45,080	\$ 35,702	\$ 37,216,439

(Concluded)

City-County of Butte-Silver Bow, Montana
 Combining Statement of Revenues, Expenditures and Changes in Fund Balance
 Nonmajor Special Revenue Funds
 For Fiscal Year Ended June 30, 2019

	Combined Special Improvement Districts (SIDs)	Divide Garbage	Melrose Garbage	Blacktail Loop SID	Street Maintenance District SID	Road
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,282,237
Special assessments	1,178,373	-	-	-	1,230,950	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	1,331,966
Charges for services	-	14,162	10,276	-	-	362,368
Fines and forfeitures	-	-	-	-	-	-
Rental	-	-	-	-	-	-
Private grants and contributions	-	-	-	-	-	-
Interest income	4,998	48	-	-	-	21,948
Increase (decrease) investments to fair market value	14	-	-	-	-	218
Miscellaneous	-	-	-	1	-	2,031
Total Revenues	1,183,385	14,210	10,276	1	1,230,950	4,000,768
EXPENDITURES						
Current:						
General government	83,521	-	-	-	1,371,660	-
Public safety	-	-	-	-	-	-
Public works	1,064,746	13,870	9,500	-	-	2,109,904
Public health	13,619	-	-	-	-	-
Social and economic services	-	-	-	-	-	-
Cultural and recreation	-	-	-	-	-	-
Housing and community development	-	-	-	-	-	-
Capital Outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Public works	-	-	-	-	-	1,597,546
Public health	-	-	-	-	-	-
Cultural and recreation	-	-	-	-	-	-
Debt Service:						
Principal	-	-	-	-	-	66,770
Interest	-	-	-	-	-	11,299
Total Expenditures	1,161,886	13,870	9,500	-	1,371,660	3,785,519
Excess (Deficiency) of Revenues Over (Under) Expenditures	21,499	340	776	1	(140,710)	215,249
OTHER FINANCING SOURCES (USES)						
Issuance of general obligation notes and loans	-	-	-	-	-	645,454
Transfers in	15,000	-	-	-	122,305	27,613
Transfers out	(122,305)	-	-	(1,331)	-	-
Total Other Financing Sources (Uses)	(107,305)	-	-	(1,331)	122,305	673,067
Net Change in Fund Balances	(85,806)	340	776	(1,330)	(18,405)	888,316
Fund Balances Beginning of Year	977,730	5,791	9,938	1,330	-	1,698,713
FUND BALANCES, END OF YEAR	\$ 891,924	\$ 6,131	\$ 10,714	\$ -	\$ (18,405)	\$ 2,587,029

(Continued)

City-County of Butte-Silver Bow, Montana
 Combining Statement of Revenues, Expenditures and Changes in Fund Balance
 Nonmajor Special Revenue Funds
 For Fiscal Year Ended June 30, 2019

	Bridge	Noxious Weed	Parking Commission	District Court	Civic Center	Parks
REVENUES						
Taxes	\$ 301,932	\$ 205,158	\$ -	\$ 960,243	\$ 920,049	\$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	53,822	23,826	-	354,830	47,307	-
Charges for services	-	82,858	59,838	12,959	343,755	-
Fines and forfeitures	-	-	24,617	-	-	-
Rental	-	-	-	-	16,222	-
Private grants and contributions	-	-	-	-	14,375	3,000,000
Interest income	250	1,316	-	1,732	4,459	44,000
Increase (decrease) investments to fair market value	18	4	-	1	30	73
Miscellaneous	-	-	-	10,928	14,526	-
Total Revenues	356,022	313,162	84,455	1,340,693	1,360,723	3,044,073
EXPENDITURES						
Current:						
General government	-	-	-	848,894	-	-
Public safety	-	-	-	212,856	-	-
Public works	225,370	341,425	133,755	-	-	-
Public health	-	-	-	139,316	-	-
Social and economic services	-	-	-	-	-	-
Cultural and recreation	-	-	-	-	1,005,928	273,523
Housing and community development	-	-	-	101,663	-	-
Capital Outlay:						
General government	-	-	-	9,984	-	-
Public safety	-	-	-	-	-	-
Public works	-	9,948	-	-	-	-
Public health	-	-	-	-	-	-
Cultural and recreation	-	-	-	-	92,211	3,694,087
Debt Service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Total Expenditures	225,370	351,373	133,755	1,312,713	1,098,139	3,967,610
Excess (Deficiency) of Revenues Over (Under) Expenditures	130,652	(38,211)	(49,300)	27,980	262,584	(923,537)
OTHER FINANCING SOURCES (USES)						
Issuance of general obligation notes and loans	-	-	-	-	-	-
Transfers in	-	-	75,365	-	-	110,000
Transfers out	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	75,365	-	-	110,000
Net Change in Fund Balances	130,652	(38,211)	26,065	27,980	262,584	(813,537)
Fund Balances Beginning of Year	172,411	194,789	(233,849)	474,370	446,445	1,358,709
FUND BALANCES, END OF YEAR	\$ 303,063	\$ 156,578	\$ (207,784)	\$ 502,350	\$ 709,029	\$ 545,172

(Continued)

City-County of Butte-Silver Bow, Montana
 Combining Statement of Revenues, Expenditures and Changes in Fund Balance
 Nonmajor Special Revenue Funds
 For Fiscal Year Ended June 30, 2019

	Library Grants	Public Archives	Economic Development - 1 Mill Levy	Economic Development - Hard Rock Program	Transit	Health
REVENUES						
Taxes	\$ -	\$ -	\$ 50,904	\$ -	\$ 202,582	\$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	24,995	11,425	-	883,686	1,596,342
Charges for services	-	16,078	-	-	28,058	84,656
Fines and forfeitures	-	-	-	-	-	-
Rental	-	-	-	-	7,800	-
Private grants and contributions	7,238	1,188	-	-	-	2,067
Interest income	-	850	-	533	-	-
Increase (decrease) investments to fair market value	-	4	-	(14)	-	-
Miscellaneous	7	16	-	-	16,677	3,320
Total Revenues	7,245	43,131	62,329	519	1,138,803	1,686,385
EXPENDITURES						
Current:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Public works	-	-	-	-	1,142,465	-
Public health	-	-	-	-	-	1,626,332
Social and economic services	-	-	-	-	-	-
Cultural and recreation	4,752	505,714	-	-	-	-
Housing and community development	-	-	60,692	279,631	-	-
Capital Outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Public works	-	-	-	-	-	-
Public health	-	-	-	-	-	74,765
Cultural and recreation	-	-	-	-	-	-
Debt Service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Total Expenditures	4,752	505,714	60,692	279,631	1,142,465	1,701,097
Excess (Deficiency) of Revenues Over (Under) Expenditures	2,493	(462,583)	1,637	(279,112)	(3,662)	(14,712)
OTHER FINANCING SOURCES (USES)						
Issuance of general obligation notes and loans	-	-	-	-	-	-
Transfers in	-	501,875	-	-	-	-
Transfers out	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	501,875	-	-	-	-
Net Change in Fund Balances	2,493	39,292	1,637	(279,112)	(3,662)	(14,712)
Fund Balances Beginning of Year	55,797	113,110	11,588	279,112	101,960	500,602
FUND BALANCES, END OF YEAR	\$ 58,290	\$ 152,402	\$ 13,225	\$ -	\$ 98,298	\$ 485,890

(Continued)

City-County of Butte-Silver Bow, Montana
 Combining Statement of Revenues, Expenditures and Changes in Fund Balance
 Nonmajor Special Revenue Funds
 For Fiscal Year Ended June 30, 2019

	Senior Citizens	Developmentally Disabled	Damages and Judgments	Fire	Comprehensive Insurance	Crime Control
REVENUES						
Taxes	\$ 61,842	\$ 51,925	\$ 319	\$ 3,852,467	\$ 536,814	\$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	1,556	-	-
Intergovernmental	14,200	36,396	-	1,527,506	47,307	52,473
Charges for services	-	-	-	290,777	-	17,408
Fines and forfeitures	-	-	-	-	-	-
Rental	-	-	-	-	-	-
Private grants and contributions	-	-	-	-	-	-
Interest income	-	-	-	3,699	379	1,349
Increase (decrease) investments to fair market value	-	-	-	11	4	7
Miscellaneous	-	-	-	14,911	-	-
Total Revenues	76,042	88,321	319	5,690,927	584,504	71,237
EXPENDITURES						
Current:						
General government	-	-	-	-	571,209	-
Public safety	-	-	-	5,790,970	-	84,369
Public works	-	-	-	-	-	-
Public health	-	-	-	-	-	-
Social and economic services	76,044	99,022	-	-	-	-
Cultural and recreation	-	-	-	-	-	-
Housing and community development	-	-	-	-	-	-
Capital Outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	111,543	-	-
Public works	-	-	-	-	-	-
Public health	-	-	-	-	-	-
Cultural and recreation	-	-	-	-	-	-
Debt Service:						
Principal	-	-	-	109,708	-	-
Interest	-	-	-	13,666	-	-
Total Expenditures	76,044	99,022	-	6,025,887	571,209	84,369
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2)	(10,701)	319	(334,960)	13,295	(13,132)
OTHER FINANCING SOURCES (USES)						
Issuance of general obligation notes and loans	-	-	-	-	-	-
Transfers in	-	-	-	96,114	-	21,280
Transfers out	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	96,114	-	21,280
Net Change in Fund Balances	(2)	(10,701)	319	(238,846)	13,295	8,148
Fund Balances Beginning of Year	12,122	44,045	13,933	1,357,914	114,818	132,475
FUND BALANCES, END OF YEAR	\$ 12,120	\$ 33,344	\$ 14,252	\$ 1,119,068	\$ 128,113	\$ 140,623

(Continued)

City-County of Butte-Silver Bow, Montana
 Combining Statement of Revenues, Expenditures and Changes in Fund Balance
 Nonmajor Special Revenue Funds
 For Fiscal Year Ended June 30, 2019

	Land Planning	Junk Vehicle	Superfund Water Quality District	Sidewalks	URA Economic Development	Community Development
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	24,262	6,890	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	3,966	58,397	-	-	-	438,939
Charges for services	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Rental	-	-	-	-	-	500
Private grants and contributions	-	-	82,367	-	-	750
Interest income	-	-	1,181	-	221,862	318
Increase (decrease) investments to fair market value	-	-	3	-	116	-
Miscellaneous	-	-	-	-	-	-
Total Revenues	3,966	58,397	83,551	24,262	228,868	440,507
EXPENDITURES						
Current:						
General government	39,619	-	71,620	-	-	-
Public safety	-	-	-	-	-	-
Public works	-	51,179	-	132	-	-
Public health	-	-	-	-	-	-
Social and economic services	-	-	-	-	-	-
Cultural and recreation	-	-	-	-	-	-
Housing and community development	-	-	-	-	462,394	509,752
Capital Outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Public works	-	-	-	-	-	-
Public health	-	-	-	-	-	-
Cultural and recreation	-	-	-	-	-	-
Debt Service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Total Expenditures	39,619	51,179	71,620	132	462,394	509,752
Excess (Deficiency) of Revenues Over (Under) Expenditures	(35,653)	7,218	11,931	24,130	(233,526)	(69,245)
OTHER FINANCING SOURCES (USES)						
Issuance of general obligation notes and loans	-	-	-	-	-	-
Transfers in	-	-	-	-	500,000	68,547
Transfers out	-	(7,218)	(1,412)	-	(40,225)	-
Total Other Financing Sources (Uses)	-	(7,218)	(1,412)	-	459,775	68,547
Net Change in Fund Balances	(35,653)	-	10,519	24,130	226,249	(698)
Fund Balances Beginning of Year	40,315	-	142,945	(14,371)	6,718,160	88,457
FUND BALANCES, END OF YEAR	\$ 4,662	\$ -	\$ 153,464	\$ 9,759	\$ 6,944,409	\$ 87,759

(Continued)

City-County of Butte-Silver Bow, Montana
 Combining Statement of Revenues, Expenditures and Changes in Fund Balance
 Nonmajor Special Revenue Funds
 For Fiscal Year Ended June 30, 2019

	Hard Rock Mine Reserve	CDBG Program	Montana Pole Institutional Control	911 Emergency	Transportation Alternative Program	DNRC Grants
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	655,408	-	71,352	308,567	400,068	76,527
Charges for services	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Rental	-	-	-	-	-	-
Private grants and contributions	-	-	-	-	-	-
Interest income	229,547	409	6,194	7,910	-	-
Increase (decrease) investments to fair market value	769	-	38	28	-	-
Miscellaneous	-	6,406	-	139	-	-
Total Revenues	885,724	6,815	77,584	316,644	400,068	76,527
EXPENDITURES						
Current:						
General government	-	-	-	-	-	242
Public safety	-	-	-	232,966	-	-
Public works	-	-	-	-	-	-
Public health	-	-	-	-	-	-
Social and economic services	-	-	-	-	-	-
Cultural and recreation	-	-	-	-	-	-
Housing and community development	-	6,982	-	-	-	-
Capital Outlay:						
General government	-	-	-	-	400,068	76,285
Public safety	-	-	-	-	-	-
Public works	-	-	-	-	-	-
Public health	-	-	-	-	-	-
Cultural and recreation	-	-	-	-	-	-
Debt Service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Total Expenditures	-	6,982	-	232,966	400,068	76,527
Excess (Deficiency) of Revenues Over (Under) Expenditures	885,724	(167)	77,584	83,678	-	-
OTHER FINANCING SOURCES (USES)						
Issuance of general obligation notes and loans	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Net Change in Fund Balances	885,724	(167)	77,584	83,678	-	-
Fund Balances Beginning of Year	9,483,403	130,176	92,582	458,863	43,227	17,354
FUND BALANCES, END OF YEAR	\$ 10,369,127	\$ 130,009	\$ 170,166	\$ 542,541	\$ 43,227	\$ 17,354

(Continued)

City-County of Butte-Silver Bow, Montana
 Combining Statement of Revenues, Expenditures and Changes in Fund Balance
 Nonmajor Special Revenue Funds
 For Fiscal Year Ended June 30, 2019

	Clark Tailings Operations & Maintenance Reserve	PIT Watch Education Program	ARCO Historic Preservation Grant	East Butte RRA	TIFID #2 Revolving Loan Program	County Land Planning
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ 181,118	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	8,840	-	-
Charges for services	-	-	-	-	-	6,575
Fines and forfeitures	-	-	-	-	-	-
Rental	-	-	-	-	-	-
Private grants and contributions	20,840	-	-	-	-	-
Interest income	2,436	3,372	11,492	7,736	58,631	1,250
Increase (decrease) investments to fair market value	8	8	38	37	231	5
Miscellaneous	-	-	1,500	-	-	-
Total Revenues	23,284	3,380	13,030	197,731	58,862	7,830
EXPENDITURES						
Current:						
General government	-	24,223	13,032	-	-	-
Public safety	-	-	-	-	-	-
Public works	-	-	-	-	-	-
Public health	1,512	-	-	-	-	-
Social and economic services	-	-	-	-	-	-
Cultural and recreation	-	-	-	-	-	-
Housing and community development	-	-	-	56,141	-	-
Capital Outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Public works	-	-	-	-	-	-
Public health	-	-	-	-	-	-
Cultural and recreation	-	-	-	-	-	-
Debt Service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Total Expenditures	1,512	24,223	13,032	56,141	-	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	21,772	(20,843)	(2)	141,590	58,862	7,830
OTHER FINANCING SOURCES (USES)						
Issuance of general obligation notes and loans	-	-	-	-	-	-
Transfers in	-	-	-	-	400,000	-
Transfers out	-	-	-	-	-	(5,000)
Total Other Financing Sources (Uses)	-	-	-	-	400,000	(5,000)
Net Change in Fund Balances	21,772	(20,843)	(2)	141,590	458,862	2,830
Fund Balances Beginning of Year	111,635	159,883	546,029	160,922	2,452,386	65,665
FUND BALANCES, END OF YEAR	\$ 133,407	\$ 139,040	\$ 546,027	\$ 302,512	\$ 2,911,248	\$ 68,495

(Continued)

City-County of Butte-Silver Bow, Montana
 Combining Statement of Revenues, Expenditures and Changes in Fund Balance
 Nonmajor Special Revenue Funds
 For Fiscal Year Ended June 30, 2019

	JAG Grants	Montana Historic Preservation Grants	Superfund Health Studies	ARCO Superfund Land Management	Anaconda - ARCO Community Readjustment	Superfund Residential Metals
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	94,948	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Rental	-	-	-	-	-	-
Private grants and contributions	-	-	14,214	131,858	-	1,249,888
Interest income	-	-	-	-	24,833	65
Increase (decrease) investments to fair market value	-	-	-	-	33	(1)
Miscellaneous	-	-	-	95	-	-
Total Revenues	94,948	-	14,214	131,953	24,866	1,249,952
EXPENDITURES						
Current:						
General government	-	-	-	104,936	-	-
Public safety	83,403	-	-	-	-	-
Public works	-	-	-	-	-	-
Public health	-	-	14,174	-	-	1,144,983
Social and economic services	-	-	-	-	-	-
Cultural and recreation	-	-	-	-	-	-
Housing and community development	-	-	-	-	128	-
Capital Outlay:						
General government	-	-	-	-	-	-
Public safety	11,545	-	-	-	-	-
Public works	-	-	-	-	-	-
Public health	-	-	-	-	-	-
Cultural and recreation	-	-	-	-	-	-
Debt Service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Total Expenditures	94,948	-	14,174	104,936	128	1,144,983
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	40	27,017	24,738	104,969
OTHER FINANCING SOURCES (USES)						
Issuance of general obligation notes and loans	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	(3,592)	-	(61,200)
Total Other Financing Sources (Uses)	-	-	-	(3,592)	-	(61,200)
Net Change in Fund Balances	-	-	40	23,425	24,738	43,769
Fund Balances Beginning of Year	48,311	453	24,889	12,000	755,938	-
FUND BALANCES, END OF YEAR	\$ 48,311	\$ 453	\$ 24,929	\$ 35,425	\$ 780,676	\$ 43,769

(Continued)

City-County of Butte-Silver Bow, Montana
 Combining Statement of Revenues, Expenditures and Changes in Fund Balance
 Nonmajor Special Revenue Funds
 For Fiscal Year Ended June 30, 2019

	State of Montana NRD Projects	East Butte RRA Revolving Loan Program	Superfund Stormwater System	Montana Department of Commerce NSP3 Grants	Safe Routes to Schools	Rural Road Improvement SID
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	14,398
Licenses and permits	-	-	-	-	-	-
Intergovernmental	173,570	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Rental	-	-	-	-	-	-
Private grants and contributions	-	-	1,526,754	-	-	-
Interest income	-	4,735	5,543	-	-	-
Increase (decrease) investments to fair market value	-	3	(15)	-	-	-
Miscellaneous	-	-	35	130,837	-	-
Total Revenues	173,570	4,738	1,532,317	130,837	-	14,398
EXPENDITURES						
Current:						
General government	105,552	-	-	283,121	-	-
Public safety	-	-	-	-	-	-
Public works	-	-	1,219,685	-	-	-
Public health	-	-	-	-	-	-
Social and economic services	-	-	-	-	-	-
Cultural and recreation	-	-	-	-	-	-
Housing and community development	-	-	-	-	-	-
Capital Outlay:						
General government	38,160	-	-	-	-	-
Public safety	-	-	-	-	-	-
Public works	-	-	126,507	-	-	-
Public health	-	-	-	-	-	-
Cultural and recreation	-	-	-	-	-	-
Debt Service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Total Expenditures	143,712	-	1,346,192	283,121	-	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	29,858	4,738	186,125	(152,284)	-	14,398
OTHER FINANCING SOURCES (USES)						
Issuance of general obligation notes and loans	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	(29,725)	-	(43,000)	-	(4,044)	(26,282)
Total Other Financing Sources (Uses)	(29,725)	-	(43,000)	-	(4,044)	(26,282)
Net Change in Fund Balances	133	4,738	143,125	(152,284)	(4,044)	(11,884)
Fund Balances Beginning of Year	(241,170)	168,954	408,898	114,084	4,044	14,015
FUND BALANCES, END OF YEAR	\$ (241,037)	\$ 173,692	\$ 552,023	\$ (38,200)	\$ -	\$ 2,131

(Continued)

City-County of Butte-Silver Bow, Montana
Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Special Revenue Funds
For Fiscal Year Ended June 30, 2019

	Road Capital Improvement Fund HB473	Parking Garage	Ridge Waters Pool	Subsidence Mitigation	Non-Federal Drug Forfeiture	Nonmajor Special Revenue Funds
REVENUES						
Taxes	\$ 57,628	\$ -	\$ 345,327	\$ -	\$ -	\$ 10,010,545
Special assessments	-	-	-	-	-	2,454,873
Licenses and permits	-	-	-	-	-	1,556
Intergovernmental	-	-	-	-	-	8,296,663
Charges for services	-	56,067	300,213	-	-	1,686,048
Fines and forfeitures	-	2,363	-	-	-	26,980
Rental	-	-	-	-	-	24,522
Private grants and contributions	-	-	4,650	-	-	6,056,189
Interest income	5,334	-	-	-	-	678,409
Increase (decrease) investments to fair market value	14	-	-	-	-	1,685
Miscellaneous	-	-	89	-	35,702	237,220
Total Revenues	62,976	58,430	650,279	-	35,702	29,474,690
EXPENDITURES						
Current:						
General government	-	-	-	3,301	-	3,520,930
Public safety	-	-	-	-	-	6,404,564
Public works	-	55,284	-	-	-	6,367,315
Public health	-	-	-	-	-	2,939,936
Social and economic services	-	-	-	-	-	175,066
Cultural and recreation	-	-	289,523	-	-	2,079,440
Housing and community development	-	-	-	-	-	1,477,383
Capital Outlay:						
General government	-	-	-	-	-	524,497
Public safety	-	-	-	-	-	123,088
Public works	9,650	-	-	-	-	1,743,651
Public health	-	-	-	-	-	74,765
Cultural and recreation	-	-	-	-	-	3,786,298
Debt Service:						
Principal	-	-	-	-	-	176,478
Interest	-	-	-	-	-	24,965
Total Expenditures	9,650	55,284	289,523	3,301	-	29,418,376
Excess (Deficiency) of Revenues Over (Under) Expenditures	53,326	3,146	360,756	(3,301)	35,702	56,314
OTHER FINANCING SOURCES (USES)						
Issuance of general obligation notes and loans	-	-	-	-	-	645,454
Transfers in	-	-	-	-	-	1,938,099
Transfers out	-	-	-	-	-	(345,334)
Total Other Financing Sources (Uses)	-	-	-	-	-	2,238,219
Net Change in Fund Balances	53,326	3,146	360,756	(3,301)	35,702	2,294,533
Fund Balances Beginning of Year	250,286	8,378	12,780	48,381	-	30,171,725
FUND BALANCES, END OF YEAR	\$ 303,612	\$ 11,524	\$ 373,536	\$ 45,080	\$ 35,702	\$ 32,466,258

(Concluded)

City-County of Butte-Silver Bow, Montana
Combined Special Improvement Districts (SIDs)
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
REVENUES				
Special assessments	\$ 961,115	\$ 961,115	\$ 1,178,373	\$ 217,258
Interest income	-	-	4,998	4,998
Increase (decrease) investments to fair market value	-	-	14	14
Total Revenues	<u>961,115</u>	<u>961,115</u>	<u>1,183,385</u>	<u>222,270</u>
EXPENDITURES				
Current:				
General government	87,519	87,519	83,521	3,998
Public works	1,089,905	1,089,905	1,064,746	25,159
Public health	18,119	18,119	13,619	4,500
Total Expenditures	<u>1,195,543</u>	<u>1,195,543</u>	<u>1,161,886</u>	<u>33,657</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(234,428)</u>	<u>(234,428)</u>	<u>21,499</u>	<u>255,927</u>
OTHER FINANCING SOURCES (USES)				
Transfers In:				
Solid Waste Division	15,000	15,000	15,000	-
Transfers Out:				
SIDs	-	(122,305)	(122,305)	-
Total Other Financing Sources (Uses)	<u>15,000</u>	<u>(107,305)</u>	<u>(107,305)</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ (219,428)</u>	<u>\$ (341,733)</u>	<u>(85,806)</u>	<u>\$ 255,927</u>
Fund Balance Beginning of Year			<u>977,730</u>	
FUND BALANCE, END OF YEAR			<u>\$ 891,924</u>	

City-County of Butte-Silver Bow, Montana
Divide Garbage
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
REVENUES				
Charges for services	\$ 13,235	\$ 13,235	\$ 14,162	\$ 927
Interest income	25	25	48	23
Total Revenues	<u>13,260</u>	<u>13,260</u>	<u>14,210</u>	<u>950</u>
EXPENDITURES				
Current:				
Public works	14,000	14,000	13,870	130
Total Expenditures	<u>14,000</u>	<u>14,000</u>	<u>13,870</u>	<u>130</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(740)</u>	<u>(740)</u>	<u>340</u>	<u>1,080</u>
Net Change in Fund Balance	<u>\$ (740)</u>	<u>\$ (740)</u>	<u>340</u>	<u>\$ 1,080</u>
Fund Balance Beginning of Year			<u>5,791</u>	
FUND BALANCE, END OF YEAR			<u>\$ 6,131</u>	

City-County of Butte-Silver Bow, Montana
Melrose Garbage
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
REVENUES				
Charges for services	\$ 8,793	\$ 8,793	\$ 10,276	\$ 1,483
Total Revenues	<u>8,793</u>	<u>8,793</u>	<u>10,276</u>	<u>1,483</u>
EXPENDITURES				
Current:				
Public works	10,000	10,000	9,500	500
Total Expenditures	<u>10,000</u>	<u>10,000</u>	<u>9,500</u>	<u>500</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,207)</u>	<u>(1,207)</u>	<u>776</u>	<u>1,983</u>
Net Change in Fund Balance	<u>\$ (1,207)</u>	<u>\$ (1,207)</u>	<u>776</u>	<u>\$ 1,983</u>
Fund Balance Beginning of Year			<u>9,938</u>	
FUND BALANCE, END OF YEAR			<u>\$ 10,714</u>	

City-County of Butte-Silver Bow, Montana
Blacktail Loop SID
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
REVENUES				
Miscellaneous	\$ -	\$ -	\$ 1	\$ 1
Total Revenues	<u>-</u>	<u>-</u>	<u>1</u>	<u>1</u>
OTHER FINANCING SOURCES (USES)				
Transfers Out:				
Road	-	(1,332)	(1,331)	1
Total Other Financing Sources (Uses)	<u>-</u>	<u>(1,332)</u>	<u>(1,331)</u>	<u>1</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ (1,332)</u>	<u>(1,330)</u>	<u>\$ 2</u>
Fund Balance Beginning of Year			<u>1,330</u>	
FUND BALANCE, END OF YEAR			<u>\$ -</u>	

City-County of Butte-Silver Bow, Montana
Street Maintenance District SID
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	Original Budget	Final Budget	Actual	Variance With Final Budget
REVENUES				
Special assessments	\$ 172,257	\$ 1,406,508	\$ 1,230,950	\$ (175,558)
Total Revenues	<u>172,257</u>	<u>1,406,508</u>	<u>1,230,950</u>	<u>(175,558)</u>
EXPENDITURES				
Current:				
General government	170,990	1,405,241	1,371,660	33,581
Total Expenditures	<u>170,990</u>	<u>1,405,241</u>	<u>1,371,660</u>	<u>33,581</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>1,267</u>	<u>1,267</u>	<u>(140,710)</u>	<u>(141,977)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In:				
SIDs	-	-	122,305	122,305
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>122,305</u>	<u>122,305</u>
Net Change in Fund Balance	<u>\$ 1,267</u>	<u>\$ 1,267</u>	<u>(18,405)</u>	<u>\$ (19,672)</u>
Fund Balance Beginning of Year			<u>-</u>	
FUND BALANCE, END OF YEAR			<u>\$ (18,405)</u>	

City-County of Butte-Silver Bow, Montana
Road
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	Original Budget	Final Budget	Actual	Variance With Final Budget
REVENUES				
Taxes	\$ 2,138,360	\$ 2,138,360	\$ 2,282,237	\$ 143,877
Intergovernmental	1,784,683	1,784,683	1,331,966	(452,717)
Charges for services	10,000	10,000	362,368	352,368
Interest income	2,500	2,500	21,948	19,448
Increase (decrease) investments to fair market value	-	-	218	218
Miscellaneous	1,500	1,500	2,031	531
Total Revenues	3,937,043	3,937,043	4,000,768	63,725
EXPENDITURES				
Current:				
Public works	3,350,416	3,230,953	2,109,904	1,121,049
Capital Outlay:				
Public works	1,944,860	2,064,323	1,597,546	466,777
Debt Service:				
Principal	194,736	194,736	66,770	127,966
Interest	31,723	31,723	11,299	20,424
Total Expenditures	5,521,735	5,521,735	3,785,519	1,736,216
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,584,692)	(1,584,692)	215,249	1,799,941
OTHER FINANCING SOURCES (USES)				
Issuance of general obligation notes and loans	680,000	680,000	645,454	(34,546)
Transfers In:				
SIDs	-	1,332	1,331	(1)
Fleecer-Carriger Lane SID	26,282	26,282	26,282	-
Total Other Financing Sources (Uses)	706,282	707,614	673,067	(34,547)
Net Change in Fund Balance	\$ (878,410)	\$ (877,078)	888,316	\$ 1,765,394
Fund Balance Beginning of Year			1,698,713	
FUND BALANCE, END OF YEAR			\$ 2,587,029	

City-County of Butte-Silver Bow, Montana
Bridge
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	Original Budget	Final Budget	Actual	Variance With Final Budget
REVENUES				
Taxes	\$ 307,927	\$ 307,927	\$ 301,932	\$ (5,995)
Intergovernmental	53,821	53,821	53,822	1
Interest income	-	-	250	250
Increase (decrease) investments to fair market value	-	-	18	18
Total Revenues	361,748	361,748	356,022	(5,726)
EXPENDITURES				
Current:				
Public works	355,286	355,286	225,370	129,916
Capital Outlay:				
Public works	100,000	100,000	-	100,000
Total Expenditures	455,286	455,286	225,370	229,916
Excess (Deficiency) of Revenues Over (Under) Expenditures	(93,538)	(93,538)	130,652	224,190
Net Change in Fund Balance	\$ (93,538)	\$ (93,538)	130,652	\$ 224,190
Fund Balance Beginning of Year			172,411	
FUND BALANCE, END OF YEAR			\$ 303,063	

City-County of Butte-Silver Bow, Montana
Noxious Weed
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	Original Budget	Final Budget	Actual	Variance With Final Budget
REVENUES				
Taxes	\$ 205,181	\$ 205,181	\$ 205,158	\$ (23)
Intergovernmental	40,539	40,539	23,826	(16,713)
Charges for services	74,500	74,500	82,858	8,358
Interest income	-	-	1,316	1,316
Increase (decrease) investments to fair market value	-	-	4	4
Total Revenues	320,220	320,220	313,162	(7,058)
EXPENDITURES				
Current:				
Public works	394,006	394,006	341,425	52,581
Capital Outlay:				
Public works	49,269	49,269	9,948	39,321
Total Expenditures	443,275	443,275	351,373	91,902
Excess (Deficiency) of Revenues Over (Under) Expenditures	(123,055)	(123,055)	(38,211)	84,844
Net Change in Fund Balance	\$ (123,055)	\$ (123,055)	(38,211)	\$ 84,844
Fund Balance Beginning of Year			194,789	
FUND BALANCE, END OF YEAR			\$ 156,578	

City-County of Butte-Silver Bow, Montana
Parking Commission
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
REVENUES				
Charges for services	\$ 70,000	\$ 70,000	\$ 59,838	\$ (10,162)
Fines and forfeitures	32,500	32,500	24,617	(7,883)
Total Revenues	<u>102,500</u>	<u>102,500</u>	<u>84,455</u>	<u>(18,045)</u>
EXPENDITURES				
Current:				
Public works	148,912	148,912	133,755	15,157
Debt Service:				
Principal	28,115	28,115	-	28,115
Interest	2,250	2,250	-	2,250
Total Expenditures	<u>179,277</u>	<u>179,277</u>	<u>133,755</u>	<u>45,522</u>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	<u>(76,777)</u>	<u>(76,777)</u>	<u>(49,300)</u>	<u>27,477</u>
OTHER FINANCING SOURCES (USES)				
Transfers In:				
Uptown Revitalization Agency Fund	25,000	25,000	25,000	-
General Fund	50,365	50,365	50,365	-
Uptown Parking	300	300	-	(300)
Total Other Financing Sources (Uses)	<u>75,665</u>	<u>75,665</u>	<u>75,365</u>	<u>(300)</u>
Net Change in Fund Balance	<u>\$ (1,112)</u>	<u>\$ (1,112)</u>	26,065	<u>\$ 27,177</u>
Fund Balance Beginning of Year			<u>(233,849)</u>	
FUND BALANCE, END OF YEAR			<u>\$ (207,784)</u>	

City-County of Butte-Silver Bow, Montana
District Court
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	Original Budget	Final Budget	Actual	Variance With Final Budget
REVENUES				
Taxes	\$ 963,024	\$ 963,024	\$ 960,243	\$ (2,781)
Intergovernmental	300,644	300,644	354,830	54,186
Charges for services	15,585	15,585	12,959	(2,626)
Interest income	2,500	2,500	1,732	(768)
Increase (decrease) investments to fair market value	-	-	1	1
Miscellaneous	-	-	10,928	10,928
Total Revenues	<u>1,281,753</u>	<u>1,281,753</u>	<u>1,340,693</u>	<u>58,940</u>
EXPENDITURES				
Current:				
General government	1,004,755	1,004,755	848,894	155,861
Public safety	239,700	239,700	212,856	26,844
Public health	158,314	158,314	139,316	18,998
Housing and community development	106,635	106,635	101,663	4,972
Capital Outlay:				
General government	27,500	27,500	9,984	17,516
Total Expenditures	<u>1,536,904</u>	<u>1,536,904</u>	<u>1,312,713</u>	<u>224,191</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(255,151)</u>	<u>(255,151)</u>	<u>27,980</u>	<u>283,131</u>
Net Change in Fund Balance	<u>\$ (255,151)</u>	<u>\$ (255,151)</u>	<u>27,980</u>	<u>\$ 283,131</u>
Fund Balance Beginning of Year			<u>474,370</u>	
FUND BALANCE, END OF YEAR			<u>\$ 502,350</u>	

City-County of Butte-Silver Bow, Montana
Civic Center
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	Original Budget	Final Budget	Actual	Variance With Final Budget
REVENUES				
Taxes	\$ 916,403	\$ 916,403	\$ 920,049	\$ 3,646
Intergovernmental	47,308	47,308	47,307	(1)
Charges for services	342,463	342,463	343,755	1,292
Rental	13,368	13,368	16,222	2,854
Private grants and contributions	-	-	14,375	14,375
Interest income	165	165	4,459	4,294
Increase (decrease) investments to fair market value	-	-	30	30
Miscellaneous	8,500	8,500	14,526	6,026
Total Revenues	<u>1,328,207</u>	<u>1,328,207</u>	<u>1,360,723</u>	<u>32,516</u>
EXPENDITURES				
Current:				
Cultural and recreation	1,248,792	1,260,827	1,005,928	254,899
Capital Outlay:				
Cultural and recreation	339,940	327,905	92,211	235,694
Total Expenditures	<u>1,588,732</u>	<u>1,588,732</u>	<u>1,098,139</u>	<u>490,593</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(260,525)</u>	<u>(260,525)</u>	<u>262,584</u>	<u>523,109</u>
Net Change in Fund Balance	<u>\$ (260,525)</u>	<u>\$ (260,525)</u>	<u>262,584</u>	<u>\$ 523,109</u>
Fund Balance Beginning of Year			<u>446,445</u>	
FUND BALANCE, END OF YEAR			<u>\$ 709,029</u>	

City-County of Butte-Silver Bow, Montana
Parks
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	Original Budget	Final Budget	Actual	Variance With Final Budget
REVENUES				
Private grants and contributions	\$ 3,000,000	\$ 3,000,000	\$ 3,000,000	\$ -
Interest income	4,500	4,500	44,000	39,500
Increase (decrease) investments to fair market value	-	-	73	73
Total Revenues	3,004,500	3,004,500	3,044,073	39,573
EXPENDITURES				
Current:				
Cultural and recreation	21,529	295,052	273,523	21,529
Capital Outlay:				
Cultural and recreation	4,324,596	4,051,073	3,694,087	356,986
Total Expenditures	4,346,125	4,346,125	3,967,610	378,515
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,341,625)	(1,341,625)	(923,537)	418,088
OTHER FINANCING SOURCES (USES)				
Transfers In:				
General Fund	-	-	110,000	110,000
Total Other Financing Sources (Uses)	-	-	110,000	110,000
Net Change in Fund Balance	\$ (1,341,625)	\$ (1,341,625)	(813,537)	\$ 528,088
Fund Balance Beginning of Year			1,358,709	
FUND BALANCE, END OF YEAR			\$ 545,172	

City-County of Butte-Silver Bow, Montana
Library Grants
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	Original Budget	Final Budget	Actual	Variance With Final Budget
REVENUES				
Intergovernmental	\$ 1,480	\$ 1,480	\$ -	\$ (1,480)
Private grants and contributions	7,020	7,020	7,238	218
Miscellaneous	-	-	7	7
Total Revenues	<u>8,500</u>	<u>8,500</u>	<u>7,245</u>	<u>(1,255)</u>
EXPENDITURES				
Current:				
Cultural and recreation	32,500	32,500	4,752	27,748
Total Expenditures	<u>32,500</u>	<u>32,500</u>	<u>4,752</u>	<u>27,748</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(24,000)</u>	<u>(24,000)</u>	<u>2,493</u>	<u>26,493</u>
Net Change in Fund Balance	<u>\$ (24,000)</u>	<u>\$ (24,000)</u>	<u>2,493</u>	<u>\$ 26,493</u>
Fund Balance Beginning of Year			<u>55,797</u>	
FUND BALANCE, END OF YEAR			<u>\$ 58,290</u>	

City-County of Butte-Silver Bow, Montana
Public Archives
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	Original Budget	Final Budget	Actual	Variance With Final Budget
REVENUES				
Intergovernmental	\$ 17,000	\$ 29,000	\$ 24,995	\$ (4,005)
Charges for services	19,550	19,550	16,078	(3,472)
Private grants and contributions	9,500	9,500	1,188	(8,312)
Interest income	500	500	850	350
Increase (decrease) investments to fair market value	-	-	4	4
Miscellaneous	-	-	16	16
Total Revenues	<u>46,550</u>	<u>58,550</u>	<u>43,131</u>	<u>(15,419)</u>
EXPENDITURES				
Current:				
Cultural and recreation	555,864	567,864	505,714	62,150
Total Expenditures	<u>555,864</u>	<u>567,864</u>	<u>505,714</u>	<u>62,150</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(509,314)</u>	<u>(509,314)</u>	<u>(462,583)</u>	<u>46,731</u>
OTHER FINANCING SOURCES (USES)				
Transfers In:				
General Fund	501,234	501,234	501,875	641
Total Other Financing Sources (Uses)	<u>501,234</u>	<u>501,234</u>	<u>501,875</u>	<u>641</u>
Net Change in Fund Balance	<u>\$ (8,080)</u>	<u>\$ (8,080)</u>	39,292	<u>\$ 47,372</u>
Fund Balance Beginning of Year			<u>113,110</u>	
FUND BALANCE, END OF YEAR			<u>\$ 152,402</u>	

City-County of Butte-Silver Bow, Montana
Economic Development - 1 Mill Levy
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
REVENUES				
Taxes	\$ 50,870	\$ 50,870	\$ 50,904	\$ 34
Intergovernmental	11,426	11,426	11,425	(1)
Total Revenues	<u>62,296</u>	<u>62,296</u>	<u>62,329</u>	<u>33</u>
EXPENDITURES				
Current:				
Housing and community development	63,692	63,692	60,692	3,000
Total Expenditures	<u>63,692</u>	<u>63,692</u>	<u>60,692</u>	<u>3,000</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,396)</u>	<u>(1,396)</u>	<u>1,637</u>	<u>3,033</u>
Net Change in Fund Balance	<u>\$ (1,396)</u>	<u>\$ (1,396)</u>	<u>1,637</u>	<u>\$ 3,033</u>
Fund Balance Beginning of Year			<u>11,588</u>	
FUND BALANCE, END OF YEAR			<u>\$ 13,225</u>	

City-County of Butte-Silver Bow, Montana
Economic Development - Hard Rock Program
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
REVENUES				
Interest income	\$ -	\$ -	\$ 533	\$ 533
Increase (decrease) investments to fair market value	-	-	(14)	(14)
Total Revenues	<u>-</u>	<u>-</u>	<u>519</u>	<u>519</u>
EXPENDITURES				
Current:				
Housing and community development	273,159	273,159	279,631	(6,472)
Total Expenditures	<u>273,159</u>	<u>273,159</u>	<u>279,631</u>	<u>(6,472)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(273,159)</u>	<u>(273,159)</u>	<u>(279,112)</u>	<u>(5,953)</u>
Net Change in Fund Balance	<u>\$ (273,159)</u>	<u>\$ (273,159)</u>	<u>(279,112)</u>	<u>\$ (5,953)</u>
Fund Balance Beginning of Year			<u>279,112</u>	
FUND BALANCE, END OF YEAR			<u>\$ -</u>	

City-County of Butte-Silver Bow, Montana
Transit
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	Original Budget	Final Budget	Actual	Variance With Final Budget
REVENUES				
Taxes	\$ 196,846	\$ 196,846	\$ 202,582	\$ 5,736
Intergovernmental	863,991	863,991	883,686	19,695
Charges for services	28,060	28,060	28,058	(2)
Rental	12,000	12,000	7,800	(4,200)
Miscellaneous	2,500	2,500	16,677	14,177
Total Revenues	<u>1,103,397</u>	<u>1,103,397</u>	<u>1,138,803</u>	<u>35,406</u>
EXPENDITURES				
Current:				
Public works	1,238,187	1,238,187	1,142,465	95,722
Debt Service:				
Principal	42,268	42,268	-	42,268
Interest	4,643	4,643	-	4,643
Total Expenditures	<u>1,285,098</u>	<u>1,285,098</u>	<u>1,142,465</u>	<u>142,633</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(181,701)</u>	<u>(181,701)</u>	<u>(3,662)</u>	<u>178,039</u>
Net Change in Fund Balance	<u>\$ (181,701)</u>	<u>\$ (181,701)</u>	<u>(3,662)</u>	<u>\$ 178,039</u>
Fund Balance Beginning of Year			<u>101,960</u>	
FUND BALANCE, END OF YEAR			<u>\$ 98,298</u>	

City-County of Butte-Silver Bow, Montana
Health
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	Original Budget	Final Budget	Actual	Variance With Final Budget
REVENUES				
Intergovernmental	\$ 1,672,107	\$ 1,700,152	\$ 1,596,342	\$ (103,810)
Charges for services	120,500	120,500	84,656	(35,844)
Private grants and contributions	2,300	2,300	2,067	(233)
Miscellaneous	-	-	3,320	3,320
Total Revenues	<u>1,794,907</u>	<u>1,822,952</u>	<u>1,686,385</u>	<u>(136,567)</u>
EXPENDITURES				
Current:				
Public health	1,833,850	1,865,617	1,626,332	239,285
Capital Outlay:				
Public health	85,000	81,278	74,765	6,513
Total Expenditures	<u>1,918,850</u>	<u>1,946,895</u>	<u>1,701,097</u>	<u>245,798</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(123,943)</u>	<u>(123,943)</u>	<u>(14,712)</u>	<u>109,231</u>
Net Change in Fund Balance	<u>\$ (123,943)</u>	<u>\$ (123,943)</u>	<u>(14,712)</u>	<u>\$ 109,231</u>
Fund Balance Beginning of Year			<u>500,602</u>	
FUND BALANCE, END OF YEAR			<u>\$ 485,890</u>	

City-County of Butte-Silver Bow, Montana
Senior Citizens
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
REVENUES				
Taxes	\$ 61,887	\$ 61,887	\$ 61,842	\$ (45)
Intergovernmental	14,200	14,200	14,200	-
Total Revenues	<u>76,087</u>	<u>76,087</u>	<u>76,042</u>	<u>(45)</u>
EXPENDITURES				
Current:				
Social and economic services	76,044	76,044	76,044	-
Total Expenditures	<u>76,044</u>	<u>76,044</u>	<u>76,044</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>43</u>	<u>43</u>	<u>(2)</u>	<u>(45)</u>
Net Change in Fund Balance	<u>\$ 43</u>	<u>\$ 43</u>	<u>(2)</u>	<u>\$ (45)</u>
Fund Balance Beginning of Year			<u>12,122</u>	
FUND BALANCE, END OF YEAR			<u>\$ 12,120</u>	

City-County of Butte-Silver Bow, Montana
Developmentally Disabled
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
REVENUES				
Taxes	\$ 51,553	\$ 51,553	\$ 51,925	\$ 372
Intergovernmental	31,246	34,996	36,396	1,400
Total Revenues	<u>82,799</u>	<u>86,549</u>	<u>88,321</u>	<u>1,772</u>
EXPENDITURES				
Current:				
Social and economic services	105,701	109,451	99,022	10,429
Total Expenditures	<u>105,701</u>	<u>109,451</u>	<u>99,022</u>	<u>10,429</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(22,902)</u>	<u>(22,902)</u>	<u>(10,701)</u>	<u>12,201</u>
Net Change in Fund Balance	<u>\$ (22,902)</u>	<u>\$ (22,902)</u>	<u>(10,701)</u>	<u>\$ 12,201</u>
Fund Balance Beginning of Year			<u>44,045</u>	
FUND BALANCE, END OF YEAR			<u>\$ 33,344</u>	

City-County of Butte-Silver Bow, Montana
Damages and Judgments
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
REVENUES				
Taxes	\$ 613	\$ 613	\$ 319	\$ (294)
Total Revenues	<u>613</u>	<u>613</u>	<u>319</u>	<u>(294)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>613</u>	<u>613</u>	<u>319</u>	<u>(294)</u>
Net Change in Fund Balance	<u>\$ 613</u>	<u>\$ 613</u>	<u>319</u>	<u>\$ (294)</u>
Fund Balance Beginning of Year			<u>13,933</u>	
FUND BALANCE, END OF YEAR			<u>\$ 14,252</u>	

City-County of Butte-Silver Bow, Montana
Fire
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	Original Budget	Final Budget	Actual	Variance With Final Budget
REVENUES				
Taxes	\$ 3,825,463	\$ 3,825,463	\$ 3,852,467	\$ 27,004
Licenses and permits	1,100	1,100	1,556	456
Intergovernmental	806,034	1,654,803	1,527,506	(127,297)
Charges for services	124,162	302,793	290,777	(12,016)
Private grants and contributions	1,500	1,500	-	(1,500)
Interest income	-	-	3,699	3,699
Increase (decrease) investments to fair market value	-	-	11	11
Miscellaneous	-	-	14,911	14,911
Total Revenues	4,758,259	5,785,659	5,690,927	(94,732)
EXPENDITURES				
Current:				
Public safety	4,922,370	6,108,270	5,790,970	317,300
Capital Outlay:				
Public safety	319,511	161,011	111,543	49,468
Debt Service:				
Principal	110,932	110,932	109,708	1,224
Interest	13,668	13,668	13,666	2
Total Expenditures	5,366,481	6,393,881	6,025,887	367,994
Excess (Deficiency) of Revenues Over (Under) Expenditures	(608,222)	(608,222)	(334,960)	273,262
OTHER FINANCING SOURCES (USES)				
Transfers In:				
Fire Fund	96,114	96,114	96,114	-
Total Other Financing Sources (Uses)	96,114	96,114	96,114	-
Net Change in Fund Balance	\$ (512,108)	\$ (512,108)	(238,846)	\$ 273,262
Fund Balance Beginning of Year			1,357,914	
FUND BALANCE, END OF YEAR			\$ 1,119,068	

City-County of Butte-Silver Bow, Montana
Comprehensive Insurance
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	Original Budget	Final Budget	Actual	Variance With Final Budget
REVENUES				
Taxes	\$ 534,252	\$ 534,252	\$ 536,814	\$ 2,562
Intergovernmental	47,308	47,308	47,307	(1)
Interest income	-	-	379	379
Increase (decrease) investments to fair market value	-	-	4	4
Total Revenues	<u>581,560</u>	<u>581,560</u>	<u>584,504</u>	<u>2,944</u>
EXPENDITURES				
Current:				
General government	600,328	600,328	571,209	29,119
Total Expenditures	<u>600,328</u>	<u>600,328</u>	<u>571,209</u>	<u>29,119</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(18,768)</u>	<u>(18,768)</u>	<u>13,295</u>	<u>32,063</u>
Net Change in Fund Balance	<u>\$ (18,768)</u>	<u>\$ (18,768)</u>	<u>13,295</u>	<u>\$ 32,063</u>
Fund Balance Beginning of Year			<u>114,818</u>	
FUND BALANCE, END OF YEAR			<u>\$ 128,113</u>	

City-County of Butte-Silver Bow, Montana
Crime Control
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	Original Budget	Final Budget	Actual	Variance With Final Budget
REVENUES				
Intergovernmental	\$ 107,053	\$ 107,053	\$ 52,473	\$ (54,580)
Charges for services	21,500	21,500	17,408	(4,092)
Interest income	-	-	1,349	1,349
Increase (decrease) investments to fair market value	-	-	7	7
Total Revenues	<u>128,553</u>	<u>128,553</u>	<u>71,237</u>	<u>(57,316)</u>
EXPENDITURES				
Current:				
Public safety	169,973	169,973	84,369	85,604
Total Expenditures	<u>169,973</u>	<u>169,973</u>	<u>84,369</u>	<u>85,604</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(41,420)</u>	<u>(41,420)</u>	<u>(13,132)</u>	<u>28,288</u>
OTHER FINANCING SOURCES (USES)				
Transfers In:				
General Fund	21,280	21,280	21,280	-
Total Other Financing Sources (Uses)	<u>21,280</u>	<u>21,280</u>	<u>21,280</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ (20,140)</u>	<u>\$ (20,140)</u>	8,148	<u>\$ 28,288</u>
Fund Balance Beginning of Year			<u>132,475</u>	
FUND BALANCE, END OF YEAR			<u>\$ 140,623</u>	

City-County of Butte-Silver Bow, Montana
Land Planning
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
REVENUES				
Intergovernmental	\$ 3,966	\$ 3,966	\$ 3,966	\$ -
Total Revenues	<u>3,966</u>	<u>3,966</u>	<u>3,966</u>	<u>-</u>
EXPENDITURES				
Current:				
General government	44,281	44,281	39,619	4,662
Total Expenditures	<u>44,281</u>	<u>44,281</u>	<u>39,619</u>	<u>4,662</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(40,315)</u>	<u>(40,315)</u>	<u>(35,653)</u>	<u>4,662</u>
Net Change in Fund Balance	<u>\$ (40,315)</u>	<u>\$ (40,315)</u>	<u>(35,653)</u>	<u>\$ 4,662</u>
Fund Balance Beginning of Year			<u>40,315</u>	
FUND BALANCE, END OF YEAR			<u>\$ 4,662</u>	

City-County of Butte-Silver Bow, Montana
Junk Vehicle
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
REVENUES				
Intergovernmental	\$ 58,397	\$ 58,397	\$ 58,397	\$ -
Total Revenues	<u>58,397</u>	<u>58,397</u>	<u>58,397</u>	<u>-</u>
EXPENDITURES				
Current:				
Public works	54,686	54,686	51,179	3,507
Total Expenditures	<u>54,686</u>	<u>54,686</u>	<u>51,179</u>	<u>3,507</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>3,711</u>	<u>3,711</u>	<u>7,218</u>	<u>3,507</u>
OTHER FINANCING SOURCES (USES)				
Transfers Out:				
Junk Vehicle Capital Improvement	(2,811)	(7,218)	(7,218)	-
Total Other Financing Sources (Uses)	<u>(2,811)</u>	<u>(7,218)</u>	<u>(7,218)</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ 900</u>	<u>\$ (3,507)</u>	<u>-</u>	<u>\$ 3,507</u>
Fund Balance Beginning of Year			<u>-</u>	
FUND BALANCE, END OF YEAR			<u>\$ -</u>	

City-County of Butte-Silver Bow, Montana
Superfund Water Quality District
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
REVENUES				
Private grants and contributions	\$ 69,710	\$ 69,710	\$ 82,367	\$ 12,657
Interest income	-	-	1,181	1,181
Increase (decrease) investments to fair market value	-	-	3	3
Total Revenues	<u>69,710</u>	<u>69,710</u>	<u>83,551</u>	<u>13,841</u>
EXPENDITURES				
Current:				
General government	83,298	83,298	71,620	11,678
Total Expenditures	<u>83,298</u>	<u>83,298</u>	<u>71,620</u>	<u>11,678</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(13,588)</u>	<u>(13,588)</u>	<u>11,931</u>	<u>25,519</u>
OTHER FINANCING SOURCES (USES)				
Transfers Out:				
General Fund	(1,412)	(1,412)	(1,412)	-
Total Other Financing Sources (Uses)	<u>(1,412)</u>	<u>(1,412)</u>	<u>(1,412)</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ (15,000)</u>	<u>\$ (15,000)</u>	10,519	<u>\$ 25,519</u>
Fund Balance Beginning of Year			<u>142,945</u>	
FUND BALANCE, END OF YEAR			<u>\$ 153,464</u>	

City-County of Butte-Silver Bow, Montana
Sidewalks
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
REVENUES				
Special assessments	\$ 35,040	\$ 35,040	\$ 24,262	\$ (10,778)
Total Revenues	<u>35,040</u>	<u>35,040</u>	<u>24,262</u>	<u>(10,778)</u>
EXPENDITURES				
Current:				
Public works	282,836	282,836	132	282,704
Debt Service:				
Principal	56,310	56,310	-	56,310
Interest	9,011	9,011	-	9,011
Total Expenditures	<u>348,157</u>	<u>348,157</u>	<u>132</u>	<u>348,025</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(313,117)</u>	<u>(313,117)</u>	<u>24,130</u>	<u>337,247</u>
OTHER FINANCING SOURCES (USES)				
Issuance of notes and loans	300,000	300,000	-	(300,000)
Total Other Financing Sources (Uses)	<u>300,000</u>	<u>300,000</u>	<u>-</u>	<u>(300,000)</u>
Net Change in Fund Balance	<u>\$ (13,117)</u>	<u>\$ (13,117)</u>	<u>24,130</u>	<u>\$ 37,247</u>
Fund Balance Beginning of Year			<u>(14,371)</u>	
FUND BALANCE, END OF YEAR			<u>\$ 9,759</u>	

City-County of Butte-Silver Bow, Montana
Uptown Parking
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	Original Budget	Final Budget	Actual	Variance With Final Budget
REVENUES				
Special assessments	\$ 500	\$ 500	\$ -	\$ (500)
Total Revenues	<u>500</u>	<u>500</u>	<u>-</u>	<u>(500)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>500</u>	<u>500</u>	<u>-</u>	<u>(500)</u>
OTHER FINANCING SOURCES (USES)				
Transfers Out:				
Parking Commission	(500)	(500)	-	500
Total Other Financing Sources (Uses)	<u>(500)</u>	<u>(500)</u>	<u>-</u>	<u>500</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Fund Balance Beginning of Year			<u>-</u>	
FUND BALANCE, END OF YEAR			<u>\$ -</u>	

City-County of Butte-Silver Bow, Montana
URA Economic Development
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
REVENUES				
Special assessments	\$ 14,368	\$ 14,368	\$ 6,890	\$ (7,478)
Interest income	205,500	205,500	221,862	16,362
Increase (decrease) investments to fair market value	-	-	116	116
Miscellaneous	400	400	-	(400)
Total Revenues	<u>220,268</u>	<u>220,268</u>	<u>228,868</u>	<u>8,600</u>
EXPENDITURES				
Current:				
Housing and community development	1,700,185	1,700,185	462,394	1,237,791
Total Expenditures	<u>1,700,185</u>	<u>1,700,185</u>	<u>462,394</u>	<u>1,237,791</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,479,917)</u>	<u>(1,479,917)</u>	<u>(233,526)</u>	<u>1,246,391</u>
OTHER FINANCING SOURCES (USES)				
Transfers In:				
URA District #2 Debt Serv Fund	847,953	847,953	500,000	(347,953)
Transfers Out:				
General Fund	(41,443)	(41,443)	(15,225)	26,218
Parking Commission	(25,000)	(25,000)	(25,000)	-
URA Loan Fund	(125,000)	(125,000)	-	125,000
URA Dist#2 Capital Projects	(164,650)	(164,650)	-	164,650
Urban Renewal District Debt Service Fund	(394,049)	(394,049)	-	394,049
Total Other Financing Sources (Uses)	<u>97,811</u>	<u>97,811</u>	<u>459,775</u>	<u>361,964</u>
Net Change in Fund Balance	<u>\$ (1,382,106)</u>	<u>\$ (1,382,106)</u>	226,249	<u>\$ 1,608,355</u>
Fund Balance Beginning of Year			<u>6,718,160</u>	
FUND BALANCE, END OF YEAR			<u>\$ 6,944,409</u>	

City-County of Butte-Silver Bow, Montana
Community Development
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	Original Budget	Final Budget	Actual	Variance With Final Budget
REVENUES				
Intergovernmental	\$ 867,300	\$ 1,102,100	\$ 438,939	\$ (663,161)
Rental	350	350	500	150
Private grants and contributions	750	750	750	-
Interest income	382	382	318	(64)
Total Revenues	<u>868,782</u>	<u>1,103,582</u>	<u>440,507</u>	<u>(663,075)</u>
EXPENDITURES				
Current:				
Housing and community development	934,786	1,170,229	509,752	660,477
Total Expenditures	<u>934,786</u>	<u>1,170,229</u>	<u>509,752</u>	<u>660,477</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures				
	<u>(66,004)</u>	<u>(66,647)</u>	<u>(69,245)</u>	<u>(2,598)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In:				
General Fund	83,723	83,723	68,547	(15,176)
Total Other Financing Sources (Uses)	<u>83,723</u>	<u>83,723</u>	<u>68,547</u>	<u>(15,176)</u>
Net Change in Fund Balance	<u>\$ 17,719</u>	<u>\$ 17,076</u>	(698)	<u>\$ (17,774)</u>
Fund Balance Beginning of Year			<u>88,457</u>	
FUND BALANCE, END OF YEAR			<u>\$ 87,759</u>	

City-County of Butte-Silver Bow, Montana
Hard Rock Mine Reserve
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	Original Budget	Final Budget	Actual	Variance With Final Budget
REVENUES				
Intergovernmental	\$ 605,000	\$ 605,000	\$ 655,408	\$ 50,408
Interest income	125,000	125,000	229,547	104,547
Increase (decrease) investments to fair market value	-	-	769	769
Total Revenues	<u>730,000</u>	<u>730,000</u>	<u>885,724</u>	<u>155,724</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>730,000</u>	<u>730,000</u>	<u>885,724</u>	<u>155,724</u>
Net Change in Fund Balance	<u>\$ 730,000</u>	<u>\$ 730,000</u>	885,724	<u>\$ 155,724</u>
Fund Balance Beginning of Year			<u>9,483,403</u>	
FUND BALANCE, END OF YEAR			<u>\$ 10,369,127</u>	

City-County of Butte-Silver Bow, Montana
CDBG Program
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
REVENUES				
Interest income	\$ 364	\$ 364	\$ 409	\$ 45
Miscellaneous	-	-	6,406	6,406
Total Revenues	<u>364</u>	<u>364</u>	<u>6,815</u>	<u>6,451</u>
EXPENDITURES				
Current:				
Housing and community development	93,002	93,002	6,982	86,020
Total Expenditures	<u>93,002</u>	<u>93,002</u>	<u>6,982</u>	<u>86,020</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(92,638)</u>	<u>(92,638)</u>	<u>(167)</u>	<u>92,471</u>
Net Change in Fund Balance	<u>\$ (92,638)</u>	<u>\$ (92,638)</u>	<u>(167)</u>	<u>\$ 92,471</u>
Fund Balance Beginning of Year			<u>130,176</u>	
FUND BALANCE, END OF YEAR			<u>\$ 130,009</u>	

City-County of Butte-Silver Bow, Montana
Montana Pole Institutional Control
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	Original Budget	Final Budget	Actual	Variance With Final Budget
REVENUES				
Intergovernmental	\$ -	\$ -	\$ 71,352	\$ 71,352
Interest income	6,000	6,000	6,194	194
Increase (decrease) investments to fair market value	-	-	38	38
Total Revenues	6,000	6,000	77,584	71,584
EXPENDITURES				
Current:				
Public health	45,000	45,000	-	45,000
Total Expenditures	45,000	45,000	-	45,000
Excess (Deficiency) of Revenues Over (Under) Expenditures	(39,000)	(39,000)	77,584	116,584
OTHER FINANCING SOURCES (USES)				
Transfers Out:				
Central Equipment Maintenance	(171,649)	(171,649)	-	171,649
Total Other Financing Sources (Uses)	(171,649)	(171,649)	-	171,649
Net Change in Fund Balance	\$ (210,649)	\$ (210,649)	77,584	\$ 288,233
Fund Balance Beginning of Year			92,582	
FUND BALANCE, END OF YEAR			\$ 170,166	

City-County of Butte-Silver Bow, Montana
911 Emergency
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	Original Budget	Final Budget	Actual	Variance With Final Budget
REVENUES				
Intergovernmental	\$ 255,000	\$ 255,000	\$ 308,567	\$ 53,567
Interest income	3,500	35,000	7,910	(27,090)
Increase (decrease) investments to fair market value	-	-	28	28
Miscellaneous	-	-	139	139
Total Revenues	<u>258,500</u>	<u>290,000</u>	<u>316,644</u>	<u>26,644</u>
EXPENDITURES				
Current:				
Public safety	288,887	295,887	232,966	62,921
Capital Outlay:				
Public safety	113,800	106,800	-	106,800
Total Expenditures	<u>402,687</u>	<u>402,687</u>	<u>232,966</u>	<u>169,721</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(144,187)</u>	<u>(112,687)</u>	<u>83,678</u>	<u>196,365</u>
Net Change in Fund Balance	<u>\$ (144,187)</u>	<u>\$ (112,687)</u>	<u>83,678</u>	<u>\$ 196,365</u>
Fund Balance Beginning of Year			<u>458,863</u>	
FUND BALANCE, END OF YEAR			<u>\$ 542,541</u>	

City-County of Butte-Silver Bow, Montana
Transportation Alternative Program
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
REVENUES				
Intergovernmental	\$ 282,000	\$ 406,664	\$ 400,068	\$ (6,596)
Total Revenues	<u>282,000</u>	<u>406,664</u>	<u>400,068</u>	<u>(6,596)</u>
EXPENDITURES				
Capital Outlay:				
General government	282,000	406,664	400,068	6,596
Total Expenditures	<u>282,000</u>	<u>406,664</u>	<u>400,068</u>	<u>6,596</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Fund Balance Beginning of Year			<u>43,227</u>	
FUND BALANCE, END OF YEAR			<u>\$ 43,227</u>	

City-County of Butte-Silver Bow, Montana
DNRC Grants
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
REVENUES				
Intergovernmental	\$ 73,166	\$ 73,166	\$ 76,527	\$ 3,361
Total Revenues	<u>73,166</u>	<u>73,166</u>	<u>76,527</u>	<u>3,361</u>
EXPENDITURES				
Current:				
General government	-	250	242	8
Capital Outlay:				
General government	73,166	72,916	76,285	(3,369)
Total Expenditures	<u>73,166</u>	<u>73,166</u>	<u>76,527</u>	<u>(3,361)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Fund Balance Beginning of Year			<u>17,354</u>	
FUND BALANCE, END OF YEAR			<u>\$ 17,354</u>	

City-County of Butte-Silver Bow, Montana
Clark Tailings Operations & Maintenance Reserve
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
REVENUES				
Private grants and contributions	\$ -	\$ -	\$ 20,840	\$ 20,840
Interest income	1,250	1,250	2,436	1,186
Increase (decrease) investments to fair market value	-	-	8	8
Total Revenues	<u>1,250</u>	<u>1,250</u>	<u>23,284</u>	<u>22,034</u>
EXPENDITURES				
Current:				
Public health	12,000	12,000	1,512	10,488
Total Expenditures	<u>12,000</u>	<u>12,000</u>	<u>1,512</u>	<u>10,488</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(10,750)</u>	<u>(10,750)</u>	<u>21,772</u>	<u>32,522</u>
OTHER FINANCING SOURCES (USES)				
Transfers In:				
Clark Tailings O&M	-	1	-	(1)
Total Other Financing Sources (Uses)	<u>-</u>	<u>1</u>	<u>-</u>	<u>(1)</u>
Net Change in Fund Balance	<u>\$ (10,750)</u>	<u>\$ (10,749)</u>	<u>21,772</u>	<u>\$ 32,521</u>
Fund Balance Beginning of Year			<u>111,635</u>	
FUND BALANCE, END OF YEAR			<u>\$ 133,407</u>	

City-County of Butte-Silver Bow, Montana
PIT Watch Education Program
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
REVENUES				
Interest income	\$ 1,000	\$ 1,000	\$ 3,372	\$ 2,372
Increase (decrease) investments to fair market value	-	-	8	8
Total Revenues	<u>1,000</u>	<u>1,000</u>	<u>3,380</u>	<u>2,380</u>
EXPENDITURES				
Current:				
General government	43,413	43,413	24,223	19,190
Total Expenditures	<u>43,413</u>	<u>43,413</u>	<u>24,223</u>	<u>19,190</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(42,413)</u>	<u>(42,413)</u>	<u>(20,843)</u>	<u>21,570</u>
Net Change in Fund Balance	<u>\$ (42,413)</u>	<u>\$ (42,413)</u>	<u>(20,843)</u>	<u>\$ 21,570</u>
Fund Balance Beginning of Year			<u>159,883</u>	
FUND BALANCE, END OF YEAR			<u>\$ 139,040</u>	

City-County of Butte-Silver Bow, Montana
ARCO Historic Preservation Grant
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
REVENUES				
Interest income	\$ 4,000	\$ 4,000	\$ 11,492	\$ 7,492
Increase (decrease) investments to fair market value	-	-	38	38
Miscellaneous	-	-	1,500	1,500
Total Revenues	<u>4,000</u>	<u>4,000</u>	<u>13,030</u>	<u>9,030</u>
EXPENDITURES				
Current:				
General government	163,918	163,918	13,032	150,886
Total Expenditures	<u>163,918</u>	<u>163,918</u>	<u>13,032</u>	<u>150,886</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(159,918)</u>	<u>(159,918)</u>	<u>(2)</u>	<u>159,916</u>
Net Change in Fund Balance	<u>\$ (159,918)</u>	<u>\$ (159,918)</u>	<u>(2)</u>	<u>\$ 159,916</u>
Fund Balance Beginning of Year			<u>546,029</u>	
FUND BALANCE, END OF YEAR			<u>\$ 546,027</u>	

City-County of Butte-Silver Bow, Montana
East Butte RRA
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	Original Budget	Final Budget	Actual	Variance With Final Budget
REVENUES				
Taxes	\$ 196,621	\$ 196,621	\$ 181,118	\$ (15,503)
Intergovernmental	8,839	8,839	8,840	1
Interest income	75	75	7,736	7,661
Increase (decrease) investments to fair market value	-	-	37	37
Total Revenues	<u>205,535</u>	<u>205,535</u>	<u>197,731</u>	<u>(7,804)</u>
EXPENDITURES				
Current:				
Housing and community development	451,063	451,063	56,141	394,922
Total Expenditures	<u>451,063</u>	<u>451,063</u>	<u>56,141</u>	<u>394,922</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(245,528)</u>	<u>(245,528)</u>	<u>141,590</u>	<u>387,118</u>
Net Change in Fund Balance	<u>\$ (245,528)</u>	<u>\$ (245,528)</u>	<u>141,590</u>	<u>\$ 387,118</u>
Fund Balance Beginning of Year			<u>160,922</u>	
FUND BALANCE, END OF YEAR			<u>\$ 302,512</u>	

City-County of Butte-Silver Bow, Montana
TIFID #2 Revolving Loan Program
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
REVENUES				
Interest income	\$ 35,000	\$ 35,000	\$ 58,631	\$ 23,631
Increase (decrease) investments to fair market value	-	-	231	231
Total Revenues	<u>35,000</u>	<u>35,000</u>	<u>58,862</u>	<u>23,862</u>
EXPENDITURES				
Current:				
Housing and community development	2,000,000	2,000,000	-	2,000,000
Total Expenditures	<u>2,000,000</u>	<u>2,000,000</u>	<u>-</u>	<u>2,000,000</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,965,000)</u>	<u>(1,965,000)</u>	<u>58,862</u>	<u>2,023,862</u>
OTHER FINANCING SOURCES (USES)				
Transfers In:				
Ramsay TIFID #2	400,000	400,000	400,000	-
Total Other Financing Sources (Uses)	<u>400,000</u>	<u>400,000</u>	<u>400,000</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ (1,565,000)</u>	<u>\$ (1,565,000)</u>	458,862	<u>\$ 2,023,862</u>
Fund Balance Beginning of Year			<u>2,452,386</u>	
FUND BALANCE, END OF YEAR			<u>\$ 2,911,248</u>	

City-County of Butte-Silver Bow, Montana
County Land Planning
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
REVENUES				
Charges for services	\$ 6,500	\$ 6,500	\$ 6,575	\$ 75
Interest income	600	600	1,250	650
Increase (decrease) investments to fair market value	-	-	5	5
Total Revenues	<u>7,100</u>	<u>7,100</u>	<u>7,830</u>	<u>730</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>7,100</u>	<u>7,100</u>	<u>7,830</u>	<u>730</u>
OTHER FINANCING SOURCES (USES)				
Transfers Out:				
GIS	<u>(5,000)</u>	<u>(5,000)</u>	<u>(5,000)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>(5,000)</u>	<u>(5,000)</u>	<u>(5,000)</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ 2,100</u>	<u>\$ 2,100</u>	2,830	<u>\$ 730</u>
Fund Balance Beginning of Year			<u>65,665</u>	
FUND BALANCE, END OF YEAR			<u>\$ 68,495</u>	

City-County of Butte-Silver Bow, Montana
JAG Grants
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	Original Budget	Final Budget	Actual	Variance With Final Budget
REVENUES				
Intergovernmental	\$ 130,054	\$ 130,054	\$ 94,948	\$ (35,106)
Total Revenues	<u>130,054</u>	<u>130,054</u>	<u>94,948</u>	<u>(35,106)</u>
EXPENDITURES				
Current:				
Public safety	130,054	118,509	83,403	35,106
Capital Outlay:				
Public safety	-	11,545	11,545	-
Total Expenditures	<u>130,054</u>	<u>130,054</u>	<u>94,948</u>	<u>35,106</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Fund Balance Beginning of Year			<u>48,311</u>	
FUND BALANCE, END OF YEAR			<u>\$ 48,311</u>	

City-County of Butte-Silver Bow, Montana
Superfund Health Studies
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
REVENUES				
Private grants and contributions	\$ 16,477	\$ 16,477	\$ 14,214	\$ (2,263)
Total Revenues	<u>16,477</u>	<u>16,477</u>	<u>14,214</u>	<u>(2,263)</u>
EXPENDITURES				
Current:				
Public health	16,477	16,477	14,174	2,303
Total Expenditures	<u>16,477</u>	<u>16,477</u>	<u>14,174</u>	<u>2,303</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>40</u>	<u>40</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>40</u>	<u>\$ 40</u>
Fund Balance Beginning of Year			<u>24,889</u>	
FUND BALANCE, END OF YEAR			<u>\$ 24,929</u>	

City-County of Butte-Silver Bow, Montana
ARCO Superfund Land Management
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
REVENUES				
Private grants and contributions	\$ 139,427	\$ 139,427	\$ 131,858	\$ (7,569)
Miscellaneous	-	-	95	95
Total Revenues	<u>139,427</u>	<u>139,427</u>	<u>131,953</u>	<u>(7,474)</u>
EXPENDITURES				
Current:				
General government	135,835	135,835	104,936	30,899
Total Expenditures	<u>135,835</u>	<u>135,835</u>	<u>104,936</u>	<u>30,899</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>3,592</u>	<u>3,592</u>	<u>27,017</u>	<u>23,425</u>
OTHER FINANCING SOURCES (USES)				
Transfers Out:				
General Fund	(3,592)	(3,592)	(3,592)	-
Total Other Financing Sources (Uses)	<u>(3,592)</u>	<u>(3,592)</u>	<u>(3,592)</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>23,425</u>	<u>\$ 23,425</u>
Fund Balance Beginning of Year			<u>12,000</u>	
FUND BALANCE, END OF YEAR			<u>\$ 35,425</u>	

City-County of Butte-Silver Bow, Montana
Anaconda - ARCO Community Readjustment
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
REVENUES				
Interest income	\$ 15,000	\$ 15,000	\$ 24,833	\$ 9,833
Increase (decrease) investments to fair market value	-	-	33	33
Total Revenues	<u>15,000</u>	<u>15,000</u>	<u>24,866</u>	<u>9,866</u>
EXPENDITURES				
Current:				
Housing and community development	10,000	10,000	128	9,872
Total Expenditures	<u>10,000</u>	<u>10,000</u>	<u>128</u>	<u>9,872</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>5,000</u>	<u>5,000</u>	<u>24,738</u>	<u>19,738</u>
Net Change in Fund Balance	<u>\$ 5,000</u>	<u>\$ 5,000</u>	<u>24,738</u>	<u>\$ 19,738</u>
Fund Balance Beginning of Year			<u>755,938</u>	
FUND BALANCE, END OF YEAR			<u>\$ 780,676</u>	

City-County of Butte-Silver Bow, Montana
Superfund Residential Metals
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	Original Budget	Final Budget	Actual	Variance With Final Budget
REVENUES				
Private grants and contributions	\$ 1,182,028	\$ 1,257,028	\$ 1,249,888	\$ (7,140)
Interest income	-	-	65	65
Increase (decrease) investments to fair market value	-	-	(1)	(1)
Total Revenues	<u>1,182,028</u>	<u>1,257,028</u>	<u>1,249,952</u>	<u>(7,076)</u>
EXPENDITURES				
Current:				
Public health	<u>1,120,828</u>	<u>1,195,828</u>	<u>1,144,983</u>	<u>50,845</u>
Total Expenditures	<u>1,120,828</u>	<u>1,195,828</u>	<u>1,144,983</u>	<u>50,845</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>61,200</u>	<u>61,200</u>	<u>104,969</u>	<u>43,769</u>
OTHER FINANCING SOURCES (USES)				
Transfers Out:				
General Fund	<u>(61,200)</u>	<u>(61,200)</u>	<u>(61,200)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>(61,200)</u>	<u>(61,200)</u>	<u>(61,200)</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>43,769</u>	<u>\$ 43,769</u>
Fund Balance Beginning of Year			<u>-</u>	
FUND BALANCE, END OF YEAR			<u>\$ 43,769</u>	

City-County of Butte-Silver Bow, Montana
State of Montana NRDP Projects
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
REVENUES				
Intergovernmental	\$ 1,773,015	\$ 1,773,015	\$ 173,570	\$ (1,599,445)
Total Revenues	<u>1,773,015</u>	<u>1,773,015</u>	<u>173,570</u>	<u>(1,599,445)</u>
EXPENDITURES				
Current:				
General government	273,015	273,404	105,552	167,852
Capital Outlay:				
General government	1,500,000	1,499,611	38,160	1,461,451
Total Expenditures	<u>1,773,015</u>	<u>1,773,015</u>	<u>143,712</u>	<u>1,629,303</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>29,858</u>	<u>29,858</u>
OTHER FINANCING SOURCES (USES)				
Transfers Out:				
General Fund	(50,000)	(50,000)	(29,725)	20,275
Total Other Financing Sources (Uses)	<u>(50,000)</u>	<u>(50,000)</u>	<u>(29,725)</u>	<u>20,275</u>
Net Change in Fund Balance	<u>\$ (50,000)</u>	<u>\$ (50,000)</u>	133	<u>\$ 50,133</u>
Fund Balance Beginning of Year			<u>(241,170)</u>	
FUND BALANCE, END OF YEAR			<u>\$ (241,037)</u>	

City-County of Butte-Silver Bow, Montana
East Butte RRA Revolving Loan Program
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
REVENUES				
Interest income	\$ 4,240	\$ 4,240	\$ 4,735	\$ 495
Increase (decrease) investments to fair market value	-	-	3	3
Total Revenues	<u>4,240</u>	<u>4,240</u>	<u>4,738</u>	<u>498</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>4,240</u>	<u>4,240</u>	<u>4,738</u>	<u>498</u>
OTHER FINANCING SOURCES (USES)				
Transfers Out:				
URA Loan Fund	<u>(20,000)</u>	<u>(20,000)</u>	-	<u>20,000</u>
Total Other Financing Sources (Uses)	<u>(20,000)</u>	<u>(20,000)</u>	-	<u>20,000</u>
Net Change in Fund Balance	<u>\$ (15,760)</u>	<u>\$ (15,760)</u>	4,738	<u>\$ 20,498</u>
Fund Balance Beginning of Year			<u>168,954</u>	
FUND BALANCE, END OF YEAR			<u>\$ 173,692</u>	

City-County of Butte-Silver Bow, Montana
Superfund Stormwater System
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
REVENUES				
Private grants and contributions	\$ 3,198,450	\$ 3,198,450	\$ 1,526,754	\$ (1,671,696)
Interest income	-	-	5,543	5,543
Increase (decrease) investments to fair market value	-	-	(15)	(15)
Miscellaneous	-	-	35	35
Total Revenues	<u>3,198,450</u>	<u>3,198,450</u>	<u>1,532,317</u>	<u>(1,666,133)</u>
EXPENDITURES				
Current:				
Public works	1,488,351	1,722,256	1,219,685	502,571
Capital Outlay:				
Public works	1,667,099	1,433,194	126,507	1,306,687
Total Expenditures	<u>3,155,450</u>	<u>3,155,450</u>	<u>1,346,192</u>	<u>1,809,258</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>43,000</u>	<u>43,000</u>	<u>186,125</u>	<u>143,125</u>
OTHER FINANCING SOURCES (USES)				
Transfers Out:				
General Fund	(43,000)	(43,000)	(43,000)	-
Total Other Financing Sources (Uses)	<u>(43,000)</u>	<u>(43,000)</u>	<u>(43,000)</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>143,125</u>	<u>\$ 143,125</u>
Fund Balance Beginning of Year			<u>408,898</u>	
FUND BALANCE, END OF YEAR			<u>\$ 552,023</u>	

City-County of Butte-Silver Bow, Montana
Montana Department of Commerce NSP3 Grants
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
REVENUES				
Miscellaneous	\$ 584,281	\$ 584,281	\$ 130,837	\$ (453,444)
Total Revenues	<u>584,281</u>	<u>584,281</u>	<u>130,837</u>	<u>(453,444)</u>
EXPENDITURES				
Current:				
General government	649,281	649,281	283,121	366,160
Total Expenditures	<u>649,281</u>	<u>649,281</u>	<u>283,121</u>	<u>366,160</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(65,000)</u>	<u>(65,000)</u>	<u>(152,284)</u>	<u>(87,284)</u>
Net Change in Fund Balance	<u>\$ (65,000)</u>	<u>\$ (65,000)</u>	<u>(152,284)</u>	<u>\$ (87,284)</u>
Fund Balance Beginning of Year			<u>114,084</u>	
FUND BALANCE, END OF YEAR			<u>\$ (38,200)</u>	

City-County of Butte-Silver Bow, Montana
Safe Routes to Schools
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
OTHER FINANCING SOURCES (USES)				
Transfers Out:				
General Fund	\$ -	\$ (4,044)	\$ (4,044)	\$ -
Total Other Financing Sources (Uses)	<u>-</u>	<u>(4,044)</u>	<u>(4,044)</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ (4,044)</u>	<u>(4,044)</u>	<u>\$ -</u>
Fund Balance Beginning of Year			<u>4,044</u>	
FUND BALANCE, END OF YEAR			<u>\$ -</u>	

City-County of Butte-Silver Bow, Montana
Rural Road Improvement SID
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	Original Budget	Final Budget	Actual	Variance With Final Budget
REVENUES				
Special assessments	\$ 12,266	\$ 12,266	\$ 14,398	\$ 2,132
Total Revenues	<u>12,266</u>	<u>12,266</u>	<u>14,398</u>	<u>2,132</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>12,266</u>	<u>12,266</u>	<u>14,398</u>	<u>2,132</u>
OTHER FINANCING SOURCES (USES)				
Transfers Out:				
Road	(26,282)	(26,282)	(26,282)	-
Total Other Financing Sources (Uses)	<u>(26,282)</u>	<u>(26,282)</u>	<u>(26,282)</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ (14,016)</u>	<u>\$ (14,016)</u>	(11,884)	<u>\$ 2,132</u>
Fund Balance Beginning of Year			<u>14,015</u>	
FUND BALANCE, END OF YEAR			<u>\$ 2,131</u>	

City-County of Butte-Silver Bow, Montana
Road Capital Improvement Fund HB473
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	Original Budget	Final Budget	Actual	Variance With Final Budget
REVENUES				
Taxes	\$ 52,500	\$ 52,500	\$ 57,628	\$ 5,128
Intergovernmental	692,602	692,602	-	(692,602)
Interest income	-	-	5,334	5,334
Increase (decrease) investments to fair market value	-	-	14	14
Total Revenues	<u>745,102</u>	<u>745,102</u>	<u>62,976</u>	<u>(682,126)</u>
EXPENDITURES				
Capital Outlay:				
Public works	960,000	960,000	9,650	950,350
Total Expenditures	<u>960,000</u>	<u>960,000</u>	<u>9,650</u>	<u>950,350</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(214,898)</u>	<u>(214,898)</u>	<u>53,326</u>	<u>268,224</u>
Net Change in Fund Balance	<u>\$ (214,898)</u>	<u>\$ (214,898)</u>	<u>53,326</u>	<u>\$ 268,224</u>
Fund Balance Beginning of Year			<u>250,286</u>	
FUND BALANCE, END OF YEAR			<u>\$ 303,612</u>	

City-County of Butte-Silver Bow, Montana
Parking Garage
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	Original Budget	Final Budget	Actual	Variance With Final Budget
REVENUES				
Charges for services	\$ 66,000	\$ 66,000	\$ 56,067	\$ (9,933)
Fines and forfeitures	-	-	2,363	2,363
Total Revenues	<u>66,000</u>	<u>66,000</u>	<u>58,430</u>	<u>(7,570)</u>
EXPENDITURES				
Current:				
Public works	64,779	64,779	55,284	9,495
Total Expenditures	<u>64,779</u>	<u>64,779</u>	<u>55,284</u>	<u>9,495</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>1,221</u>	<u>1,221</u>	<u>3,146</u>	<u>1,925</u>
Net Change in Fund Balance	<u>\$ 1,221</u>	<u>\$ 1,221</u>	<u>3,146</u>	<u>\$ 1,925</u>
Fund Balance Beginning of Year			<u>8,378</u>	
FUND BALANCE, END OF YEAR			<u>\$ 11,524</u>	

City-County of Butte-Silver Bow, Montana
Ridge Waters Pool
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	Original Budget	Final Budget	Actual	Variance With Final Budget
REVENUES				
Taxes	\$ 350,009	\$ 350,009	\$ 345,327	\$ (4,682)
Charges for services	251,000	251,000	300,213	49,213
Private grants and contributions	2,500	2,500	4,650	2,150
Miscellaneous	-	-	89	89
Total Revenues	603,509	603,509	650,279	46,770
EXPENDITURES				
Current:				
Cultural and recreation	425,249	425,249	289,523	135,726
Total Expenditures	425,249	425,249	289,523	135,726
Excess (Deficiency) of Revenues Over (Under) Expenditures	178,260	178,260	360,756	182,496
Net Change in Fund Balance	\$ 178,260	\$ 178,260	360,756	\$ 182,496
Fund Balance Beginning of Year			12,780	
FUND BALANCE, END OF YEAR			\$ 373,536	

City-County of Butte-Silver Bow, Montana
Subsidence Mitigation
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
EXPENDITURES				
Current:				
General government	\$ 48,381	\$ 48,381	\$ 3,301	\$ 45,080
Total Expenditures	<u>48,381</u>	<u>48,381</u>	<u>3,301</u>	<u>45,080</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(48,381)</u>	<u>(48,381)</u>	<u>(3,301)</u>	<u>45,080</u>
Net Change in Fund Balance	<u>\$ (48,381)</u>	<u>\$ (48,381)</u>	<u>(3,301)</u>	<u>\$ 45,080</u>
Fund Balance Beginning of Year			<u>48,381</u>	
FUND BALANCE, END OF YEAR			<u>\$ 45,080</u>	

City-County of Butte-Silver Bow, Montana
Non-Federal Drug Forfeiture
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
REVENUES				
Miscellaneous	\$ -	\$ -	\$ 35,702	\$ 35,702
Total Revenues	<u>-</u>	<u>-</u>	<u>35,702</u>	<u>35,702</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>35,702</u>	<u>35,702</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>35,702</u>	<u>\$ 35,702</u>
Fund Balance Beginning of Year			<u>-</u>	
FUND BALANCE, END OF YEAR			<u>\$ 35,702</u>	

City-County of Butte-Silver Bow, Montana
URA District #2 - Loan Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
REVENUES				
Interest income	\$ 6,500	\$ 6,500	\$ -	\$ (6,500)
Total Revenues	<u>6,500</u>	<u>6,500</u>	<u>-</u>	<u>(6,500)</u>
EXPENDITURES				
Current:				
Housing and community development	125,000	125,000	-	125,000
Total Expenditures	<u>125,000</u>	<u>125,000</u>	<u>-</u>	<u>125,000</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(118,500)</u>	<u>(118,500)</u>	<u>-</u>	<u>118,500</u>
OTHER FINANCING SOURCES (USES)				
Transfers In:				
URA District #2	125,000	125,000	-	(125,000)
Total Other Financing Sources (Uses)	<u>125,000</u>	<u>125,000</u>	<u>-</u>	<u>(125,000)</u>
Net Change in Fund Balance	<u>\$ 6,500</u>	<u>\$ 6,500</u>	<u>-</u>	<u>\$ (6,500)</u>
Fund Balance Beginning of Year			<u>-</u>	
FUND BALANCE, END OF YEAR			<u>\$ -</u>	

Nonmajor Governmental Funds Debt Service

The debt service funds are used to account for the accumulation of resources and payment of general obligation bond principal and interest from governmental resources and special assessment bond principal and interest from special assessment levies when the government is obligated in some manner for the payment.

Civic Center

This fund was established per the bond indenture to account for the debt service payments related to the Civic Center General Obligations Bond Issue.

LEA, Detention Center & Administration Project

This fund accounts for General Obligation Bonds funding the renovation of the Local Law Enforcement Agency administrative offices, 911-Dispatch Center and the new 75-bed Detention Center.

Ladder Truck

This fund accounts for the annual debt service requirements relating to the issue of \$978,554 in General Obligation Bonds for the purchase of an aerial ladder truck approved by voters in November 2006. This bond was refunded by General Obligation Bond Refunding Series 2017.

Ramsay TIFID #2

This fund accounts for the principle and interest payments related to the Tax Increment Financing Industrial District (TIFID) bond issues for the purpose of constructing infrastructure in the Ramsay TIFID.

URA

The Urban Revitalization Agency (URA) fund accounts for the annual debt service requirements related to the \$8,080,000 Tax Increment Urban Renewal Revenue Bonds, Series 2016. The bonds were issued to construct a new parking facility, which was completed in February 2018.

Ridge Waters Pool

This fund accounts for the annual debt service requirements related to \$6,845,000 General Obligation Bonds, Series 2016 City-County of Butte-Silver Bow, Montana. The bonds were issued to construct an aquatic facility, which was completed in June 2018.

General Obligation Bond Refunding Series 2017

This fund accounts for the debt service on the General Obligation Refunding Bonds Series 2017, which was issued to refund the City-County's General Obligation Bonds-Series 2008, the City-County's General Obligation Bonds-Series 2009, and the City-County's General Obligation Refunding Bonds, Series 2011, all with stated maturity or callable dates of 2018. The net present value savings to the city-county as a result of the refunding issue is \$664,708. The bonds will be fully paid as of July 1, 2029.

City-County of Butte-Silver Bow, Montana
Combining Balance Sheet
Nonmajor Debt Service Funds
June 30, 2019

	<u>Ramsay TIFID #2</u>	<u>URA</u>	<u>Ridge Waters Pool</u>	<u>General Obligation Bond Refunding Series 2017</u>	<u>Nonmajor Debt Service Funds</u>
ASSETS					
Current assets:					
Cash and cash equivalents	\$ 749,021	\$ 7,575	\$ 147,219	\$ 280,380	\$ 1,184,195
Investments	-	627,610	1,162	-	628,772
Receivables:					
Property taxes	-	171,014	29,784	135,392	336,190
Restricted cash and cash equivalents	924,028	394,049	374,425	1,425,750	3,118,252
Restricted investments	-	556,882	-	-	556,882
Total Assets	<u>1,673,049</u>	<u>1,757,130</u>	<u>552,590</u>	<u>1,841,522</u>	<u>5,824,291</u>
DEFERRED INFLOWS OF RESOURCES					
Deferred revenue-property taxes and special assessments	-	171,014	29,784	135,392	336,190
Total deferred inflows of resources	<u>-</u>	<u>171,014</u>	<u>29,784</u>	<u>135,392</u>	<u>336,190</u>
FUND BALANCES					
Restricted	924,028	1,586,116	522,806	1,706,130	4,739,080
Assigned	749,021	-	-	-	749,021
Unassigned	-	-	-	-	-
Total Fund Balances	<u>1,673,049</u>	<u>1,586,116</u>	<u>522,806</u>	<u>1,706,130</u>	<u>5,488,101</u>
Total Liabilities, Deferred Inflows and Fund Balances	<u>\$ 1,673,049</u>	<u>\$ 1,757,130</u>	<u>\$ 552,590</u>	<u>\$ 1,841,522</u>	<u>\$ 5,824,291</u>

City-County of Butte-Silver Bow, Montana
 Combining Statement of Revenues, Expenditures and Changes in Fund Balance
 Nonmajor Debt Service Funds
 For Fiscal Year Ended June 30, 2019

	Civic Center	LEA, Detention Center & Administration Project	Ladder Truck	Ramsay TIFID #2	URA	Ridge Waters Pool	General Obligation Bond Refunding Series 2017	Nonmajor Debt Service Funds
REVENUES								
Taxes	\$ 7	\$ 54	\$ 3,050	\$ -	\$ 1,472,560	\$ 547,667	\$ 2,761,261	\$ 4,784,599
Interest income	-	-	-	8,670	25,708	27	-	34,405
Increase (decrease) investments to fair market value	-	-	-	-	113	-	-	113
Total Revenues	<u>7</u>	<u>54</u>	<u>3,050</u>	<u>8,670</u>	<u>1,498,381</u>	<u>547,694</u>	<u>2,761,261</u>	<u>4,819,117</u>
EXPENDITURES								
Current:								
General government	-	-	-	-	-	350	700	1,050
Housing and community development	-	-	-	5,000	-	-	-	5,000
Debt Service:								
Principal	-	-	-	370,000	225,000	250,000	1,350,000	2,195,000
Interest	-	-	-	259,763	322,571	242,600	265,000	1,089,934
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>634,763</u>	<u>547,571</u>	<u>492,950</u>	<u>1,615,700</u>	<u>3,290,984</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>7</u>	<u>54</u>	<u>3,050</u>	<u>(626,093)</u>	<u>950,810</u>	<u>54,744</u>	<u>1,145,561</u>	<u>1,528,133</u>
OTHER FINANCING SOURCES (USES)								
Transfers in	-	-	-	-	12,284	-	667	12,951
Transfers out	(107)	(560)	(29,737)	-	(500,000)	-	-	(530,404)
Total Other Financing Sources (Uses)	<u>(107)</u>	<u>(560)</u>	<u>(29,737)</u>	<u>-</u>	<u>(487,716)</u>	<u>-</u>	<u>667</u>	<u>(517,453)</u>
Net Change in Fund Balances	<u>(100)</u>	<u>(506)</u>	<u>(26,687)</u>	<u>(626,093)</u>	<u>463,094</u>	<u>54,744</u>	<u>1,146,228</u>	<u>1,010,680</u>
Fund Balances Beginning of Year	<u>100</u>	<u>506</u>	<u>26,687</u>	<u>2,299,142</u>	<u>1,123,022</u>	<u>468,062</u>	<u>559,902</u>	<u>4,477,421</u>
FUND BALANCES, END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,673,049</u>	<u>\$ 1,586,116</u>	<u>\$ 522,806</u>	<u>\$ 1,706,130</u>	<u>\$ 5,488,101</u>

City-County of Butte-Silver Bow, Montana
Civic Center
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	Original Budget	Final Budget	Actual	Variance With Final Budget
REVENUES				
Taxes	\$ -	\$ -	\$ 7	\$ 7
Total Revenues	<u>-</u>	<u>-</u>	<u>7</u>	<u>7</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>7</u>	<u>7</u>
OTHER FINANCING SOURCES (USES)				
Transfers Out:				
GO Bond Refunding	(107)	(107)	(107)	-
Total Other Financing Sources (Uses)	<u>(107)</u>	<u>(107)</u>	<u>(107)</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ (107)</u>	<u>\$ (107)</u>	<u>(100)</u>	<u>\$ 7</u>
Fund Balance Beginning of Year			<u>100</u>	
FUND BALANCE, END OF YEAR			<u>\$ -</u>	

City-County of Butte-Silver Bow, Montana
LEA, Detention Center & Administration Project
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
REVENUES				
Taxes	\$ -	\$ -	\$ 54	\$ 54
Total Revenues	<u>-</u>	<u>-</u>	<u>54</u>	<u>54</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>54</u>	<u>54</u>
OTHER FINANCING SOURCES (USES)				
Transfers Out:				
GO Bond Refunding	(560)	(560)	(560)	-
Total Other Financing Sources (Uses)	<u>(560)</u>	<u>(560)</u>	<u>(560)</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ (560)</u>	<u>\$ (560)</u>	<u>(506)</u>	<u>\$ 54</u>
Fund Balance Beginning of Year			<u>506</u>	
FUND BALANCE, END OF YEAR			<u>\$ -</u>	

City-County of Butte-Silver Bow, Montana
Ladder Truck
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	Original Budget	Final Budget	Actual	Variance With Final Budget
REVENUES				
Taxes	\$ -	\$ -	\$ 3,050	\$ 3,050
Total Revenues	<u>-</u>	<u>-</u>	<u>3,050</u>	<u>3,050</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>3,050</u>	<u>3,050</u>
OTHER FINANCING SOURCES (USES)				
Transfers Out:				
General Fund	(29,737)	(29,737)	(29,737)	-
Total Other Financing Sources (Uses)	<u>(29,737)</u>	<u>(29,737)</u>	<u>(29,737)</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ (29,737)</u>	<u>\$ (29,737)</u>	<u>(26,687)</u>	<u>\$ 3,050</u>
Fund Balance Beginning of Year			<u>26,687</u>	
FUND BALANCE, END OF YEAR			<u>\$ -</u>	

City-County of Butte-Silver Bow, Montana
Ramsay TIFID #2
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
REVENUES				
Interest income	\$ -	\$ -	\$ 8,670	\$ 8,670
Total Revenues	<u>-</u>	<u>-</u>	<u>8,670</u>	<u>8,670</u>
EXPENDITURES				
Current:				
Housing and community development	5,000	5,000	5,000	-
Debt Service:				
Principal	370,000	370,000	370,000	-
Interest	259,763	259,763	259,763	-
Total Expenditures	<u>634,763</u>	<u>634,763</u>	<u>634,763</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(634,763)</u>	<u>(634,763)</u>	<u>(626,093)</u>	<u>8,670</u>
OTHER FINANCING SOURCES (USES)				
Transfers In:				
Ramsay TIFID #2	635,000	635,000	-	(635,000)
Total Other Financing Sources (Uses)	<u>635,000</u>	<u>635,000</u>	<u>-</u>	<u>(635,000)</u>
Net Change in Fund Balance	<u>\$ 237</u>	<u>\$ 237</u>	<u>(626,093)</u>	<u>\$ (626,330)</u>
Fund Balance Beginning of Year			<u>2,299,142</u>	
FUND BALANCE, END OF YEAR			<u>\$ 1,673,049</u>	

City-County of Butte-Silver Bow, Montana
URA
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
REVENUES				
Taxes	\$ 1,580,516	\$ 1,580,516	\$ 1,472,560	\$ (107,956)
Interest income	2,500	2,500	25,708	23,208
Increase (decrease) investments to fair market value	-	-	113	113
Total Revenues	<u>1,583,016</u>	<u>1,583,016</u>	<u>1,498,381</u>	<u>(84,635)</u>
EXPENDITURES				
Debt Service:				
Principal	235,000	235,000	225,000	10,000
Interest	322,767	322,767	322,571	196
Total Expenditures	<u>557,767</u>	<u>557,767</u>	<u>547,571</u>	<u>10,196</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>1,025,249</u>	<u>1,025,249</u>	<u>950,810</u>	<u>(74,439)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In:				
URA District #2	394,049	394,049	12,284	(381,765)
Transfers Out:				
URA	(847,953)	(847,953)	(500,000)	347,953
Total Other Financing Sources (Uses)	<u>(453,904)</u>	<u>(453,904)</u>	<u>(487,716)</u>	<u>(33,812)</u>
Net Change in Fund Balance	<u>\$ 571,345</u>	<u>\$ 571,345</u>	463,094	<u>\$ (108,251)</u>
Fund Balance Beginning of Year			<u>1,123,022</u>	
FUND BALANCE, END OF YEAR			<u>\$ 1,586,116</u>	

City-County of Butte-Silver Bow, Montana
Ridge Waters Pool
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
REVENUES				
Taxes	\$ 533,675	\$ 533,675	\$ 547,667	\$ 13,992
Interest income	-	-	27	27
Total Revenues	<u>533,675</u>	<u>533,675</u>	<u>547,694</u>	<u>14,019</u>
EXPENDITURES				
Current:				
General government	1,500	1,500	350	1,150
Debt Service:				
Principal	255,000	255,000	250,000	5,000
Interest	246,350	246,350	242,600	3,750
Total Expenditures	<u>502,850</u>	<u>502,850</u>	<u>492,950</u>	<u>9,900</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>30,825</u>	<u>30,825</u>	<u>54,744</u>	<u>23,919</u>
Net Change in Fund Balance	<u>\$ 30,825</u>	<u>\$ 30,825</u>	<u>54,744</u>	<u>\$ 23,919</u>
Fund Balance Beginning of Year			<u>468,062</u>	
FUND BALANCE, END OF YEAR			<u>\$ 522,806</u>	

City-County of Butte-Silver Bow, Montana
 General Obligation Bond Refunding Series 2017
 Schedule of Revenues, Expenditures and Changes in Fund Balances
 Budget and Actual
 For Fiscal Year Ended June 30, 2019

	Original Budget	Final Budget	Actual	Variance With Final Budget
REVENUES				
Taxes	\$ 2,760,460	\$ 2,760,460	\$ 2,761,261	\$ 801
Total Revenues	<u>2,760,460</u>	<u>2,760,460</u>	<u>2,761,261</u>	<u>801</u>
EXPENDITURES				
Current:				
General government	3,500	3,500	700	2,800
Debt Service:				
Principal	1,350,000	1,350,000	1,350,000	-
Interest	251,500	265,000	265,000	-
Total Expenditures	<u>1,605,000</u>	<u>1,618,500</u>	<u>1,615,700</u>	<u>2,800</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>1,155,460</u>	<u>1,141,960</u>	<u>1,145,561</u>	<u>3,601</u>
OTHER FINANCING SOURCES (USES)				
Transfers In:				
Other Debt Service Funds	-	-	667	667
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>667</u>	<u>667</u>
Net Change in Fund Balance	<u>\$ 1,155,460</u>	<u>\$ 1,141,960</u>	1,146,228	<u>\$ 4,268</u>
Fund Balance Beginning of Year			<u>559,902</u>	
FUND BALANCE, END OF YEAR			<u>\$ 1,706,130</u>	

Nonmajor Governmental Funds Capital Projects

Capital project funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds and trust funds.

General Improvements

Accounts for various capital acquisitions and/or improvements by the City-County.

Junk Vehicle Reserve

Accounts for Butte-Silver Bow's collection of motor vehicle license fees assessed for the purpose of transporting and disposing of abandoned vehicles. The State of Montana Junk Vehicle Program allows a 10% carryover to a capital reserve fund for future capital expenditures to operate the program.

TIFID #2 Electrical Upgrade

Accounts for the upgrades to the electrical substation near the REC facility. The project is funded with \$1.552 million in tax increment bond funds resulting from a refunding of the 1996 & 1997 tax increment bonds.

Ridge Waters Pool

Accounts for the construction of an \$8.7 million Aquatic Facility, approved by voters on June 7, 2016. The capital project is funded through the issuance of \$6.845 million in General Obligation Bonds, Series 2016, \$500,000 from Butte-Silver Bow Capital Improvement funds, \$500,000 from the Town Pump Charitable Foundation, over \$500,000 in additional Community donations and \$355,000 in Federal Land Grants passed through the State of Montana.

URA

The Urban Revitalization Agency (URA) fund accounts for the construction of a \$8.08 million new parking facility in uptown Butte. The capital project was funded through the issuance of Tax Increment Urban Renewal Revenue Bonds, Series 2016.

City-County of Butte-Silver Bow, Montana
Combining Balance Sheet
Nonmajor Capital Project Funds
June 30, 2019

	General Improvements	Junk Vehicle Reserve	TIFID #2 Electrical Upgrade	Ridge Waters Pool	Total Nonmajor Capital Project Funds
ASSETS					
Cash and cash equivalents	\$ 22,190	\$ 7,218	\$ 216,865	\$ 49,519	\$ 295,792
Investments	1,576,040	14,996	-	865,173	2,456,209
Receivables:					
Loans	14,087	-	-	-	14,087
Total Assets	1,612,317	22,214	216,865	914,692	2,766,088
LIABILITIES					
Vouchers payable	30,199	-	-	31,823	62,022
Accounts payable	67	-	-	74,250	74,317
Total Liabilities	30,266	-	-	106,073	136,339
FUND BALANCES					
Restricted	-	22,214	216,865	808,619	1,047,698
Assigned	1,582,051	-	-	-	1,582,051
Total Fund Balances	1,582,051	22,214	216,865	808,619	2,629,749
Total Liabilities and Fund Balances	\$ 1,612,317	\$ 22,214	\$ 216,865	\$ 914,692	\$ 2,766,088

City-County of Butte-Silver Bow, Montana
Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Capital Project Funds
For Fiscal Year Ended June 30, 2019

	General Improvements	Junk Vehicle Reserve	TIFID #2 Electrical Upgrade	Ridge Waters Pool	URA	Total Nonmajor Capital Project Funds
REVENUES						
Charges for services	\$ 1,100	\$ -	\$ -	\$ -	\$ -	\$ 1,100
Fines and forfeitures	72,387	-	-	-	-	72,387
Private grants and contributions	-	-	-	53,000	-	53,000
Interest income	37,416	269	-	21,936	7,506	67,127
Increase (decrease) investments to fair market value	2,302	2	-	(30)	(84)	2,190
Miscellaneous	3,030	-	-	-	-	3,030
Total Revenues	116,235	271	-	74,906	7,422	198,834
EXPENDITURES						
Current:						
General government	-	-	-	24,411	-	24,411
Public safety	5,656	-	-	-	-	5,656
Housing and community development	-	-	-	-	9,744	9,744
Capital Outlay:						
General government	145,029	-	-	162,623	-	307,652
Public safety	221,015	-	-	-	-	221,015
Housing and community development	-	-	-	-	8,334	8,334
Total Expenditures	371,700	-	-	187,034	18,078	576,812
Excess (Deficiency) of Revenues Over (Under) Expenditures	(255,465)	271	-	(112,128)	(10,656)	(377,978)
OTHER FINANCING SOURCES (USES)						
Transfers In	-	7,218	-	-	-	7,218
Transfers Out	-	-	-	-	(12,284)	(12,284)
Total Other Financing Sources (Uses)	-	7,218	-	-	(12,284)	(5,066)
Net Change in Fund Balances	(255,465)	7,489	-	(112,128)	(22,940)	(383,044)
Fund Balances Beginning of Year	1,837,516	14,725	216,865	920,747	22,940	3,012,793
FUND BALANCES, END OF YEAR	\$ 1,582,051	\$ 22,214	\$ 216,865	\$ 808,619	\$ -	\$ 2,629,749

City-County of Butte-Silver Bow, Montana
General Improvements
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	Original Budget	Final Budget	Actual	Variance With Final Budget
REVENUES				
Charges for services	\$ 1,200	\$ 1,200	\$ 1,100	\$ (100)
Fines and forfeitures	84,500	84,500	72,387	(12,113)
Interest income	15,500	15,500	37,416	21,916
Increase (decrease) investments to fair market value	-	-	2,302	2,302
Miscellaneous	-	-	3,030	3,030
Total Revenues	101,200	101,200	116,235	15,035
EXPENDITURES				
Current:				
Public safety	-	5,657	5,656	1
Capital Outlay:				
General government	660,000	660,000	145,029	514,971
Public safety	228,000	222,343	221,015	1,328
Total Expenditures	888,000	888,000	371,700	516,300
Excess (Deficiency) of Revenues Over (Under) Expenditures	(786,800)	(786,800)	(255,465)	531,335
Net Change in Fund Balance	\$ (786,800)	\$ (786,800)	(255,465)	\$ 531,335
Fund Balance Beginning of Year			1,837,516	
FUND BALANCE, END OF YEAR			\$ 1,582,051	

City-County of Butte-Silver Bow, Montana
Junk Vehicle Reserve
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
REVENUES				
Interest income	\$ 1,000	\$ 1,000	\$ 269	\$ (731)
Increase (decrease) investments to fair market value	-	-	2	2
Total Revenues	<u>1,000</u>	<u>1,000</u>	<u>271</u>	<u>(729)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>1,000</u>	<u>1,000</u>	<u>271</u>	<u>(729)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In:				
Junk Vehicle	2,811	2,811	7,218	4,407
Total Other Financing Sources (Uses)	<u>2,811</u>	<u>2,811</u>	<u>7,218</u>	<u>4,407</u>
Net Change in Fund Balance	<u>\$ 3,811</u>	<u>\$ 3,811</u>	7,489	<u>\$ 3,678</u>
Fund Balance Beginning of Year			<u>14,725</u>	
FUND BALANCE, END OF YEAR			<u>\$ 22,214</u>	

City-County of Butte-Silver Bow, Montana
Ridge Waters Pool
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
REVENUES				
Private grants and contributions	\$ 25,000	\$ 25,000	\$ 53,000	\$ 28,000
Interest income	5,000	5,000	21,936	16,936
Increase (decrease) investments to fair market value	-	-	(30)	(30)
Total Revenues	<u>30,000</u>	<u>30,000</u>	<u>74,906</u>	<u>44,906</u>
EXPENDITURES				
Current:				
General government	2,500	26,914	24,411	2,503
Capital Outlay:				
General government	948,244	923,830	162,623	761,207
Total Expenditures	<u>950,744</u>	<u>950,744</u>	<u>187,034</u>	<u>763,710</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(920,744)</u>	<u>(920,744)</u>	<u>(112,128)</u>	<u>808,616</u>
Net Change in Fund Balance	<u>\$ (920,744)</u>	<u>\$ (920,744)</u>	<u>(112,128)</u>	<u>\$ 808,616</u>
Fund Balance Beginning of Year			<u>920,747</u>	
FUND BALANCE, END OF YEAR			<u>\$ 808,619</u>	

City-County of Butte-Silver Bow, Montana
URA
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For Fiscal Year Ended June 30, 2019

	Original Budget	Final Budget	Actual	Variance With Final Budget
REVENUES				
Interest income	\$ 125	\$ 125	\$ 7,506	\$ 7,381
Increase (decrease) investments to fair market value	-	-	(84)	(84)
Total Revenues	<u>125</u>	<u>125</u>	<u>7,422</u>	<u>7,297</u>
EXPENDITURES				
Current:				
Housing and community development	-	9,744	9,744	-
Capital Outlay:				
Housing and community development	350,000	327,756	8,334	319,422
Total Expenditures	<u>350,000</u>	<u>337,500</u>	<u>18,078</u>	<u>319,422</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(349,875)</u>	<u>(337,375)</u>	<u>(10,656)</u>	<u>326,719</u>
OTHER FINANCING SOURCES (USES)				
Transfers In:				
URA Dist #2	164,650	164,650	-	(164,650)
Transfers Out:				
Debt Service Fund	-	(12,500)	(12,284)	216
Total Other Financing Sources (Uses)	<u>164,650</u>	<u>152,150</u>	<u>(12,284)</u>	<u>(164,434)</u>
Net Change in Fund Balance	<u>\$ (185,225)</u>	<u>\$ (185,225)</u>	<u>(22,940)</u>	<u>\$ 162,285</u>
Fund Balance Beginning of Year			<u>22,940</u>	
FUND BALANCE, END OF YEAR			<u>\$ -</u>	

Nonmajor Enterprise Funds

Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises – where the intent of the government’s council is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or where the government’s council has decided that periodic determination of net income is appropriate for accountability purposes.

Community Facilities

Accounting for the operations of the City-County owned Community Facility Buildings. Revenues are generated through space rental and expenditures are for building maintenance. This also includes a building, which is currently under major renovation.

Small Business Incubator

Accounts for the operations of a local government owned business incubator, which is intended to assist in economic development efforts.

Silver Lake Water System

Accounts for the activities of the local government’s industrial water system. The City-County of Butte-Silver Bow acquired the water system in 1997 as part of a lawsuit settlement. The existence of this fund assures that the revenue and expenditures of this fund are segregated from the municipal water system. The revenues are generated exclusively from industrial water users.

Storm Water System Project

This fund was created by ordinance 13.32.010 of the City-County municipal code. The ordinance was established in 2011 and fees began to be assessed in fiscal year 2014. The purpose was to establish fees to support the management requirements and controls to protect and safeguard the general health, safety, and welfare of the public from stormwater discharges for new site development, and nonstormwater discharges to the storm drain system. In fiscal year 2019, 15,427 units were assessed charges.

Kelley Warehouse Facility

Butte-Silver Bow owned facility utilized by both the City-County Superfund Residential Metals Program and a local manufacturing business. The City-County, as part of an economic development tool and cost savings measure, leased a major portion of the facility.

City-County of Butte-Silver Bow, Montana
Combining Statement of Net Position
Nonmajor Enterprise Funds
June 30, 2019

	Community Facilities	Small Business Incubator	Silver Lake Water System	Storm Water System Project	Kelley Warehouse Facility	Total Nonmajor Enterprise Funds
ASSETS						
Current assets:						
Cash and cash equivalents	\$ 23,018	\$ 7	\$ 64,872	\$ 176,950	\$ 9,612	\$ 274,459
Investments	163,733	-	1,273,149	407,032	75,592	1,919,506
Receivables:						
Accounts (net of allowance for uncollectibles)	-	5,689	338,098	-	-	343,787
Special Assessments	-	-	-	43,347	-	43,347
Restricted cash and cash equivalents	-	13,613	-	-	-	13,613
Total current assets	186,751	19,309	1,676,119	627,329	85,204	2,594,712
Noncurrent Assets:						
Capital assets:						
Nondepreciable	-	5,435	-	66,509	-	71,944
Depreciable, net	201,473	328,008	916,914	491,331	-	1,937,726
Total Non-Current Assets	201,473	333,443	916,914	557,840	-	2,009,670
Total Assets	388,224	352,752	2,593,033	1,185,169	85,204	4,604,382
DEFERRED OUTFLOWS OF RESOURCES						
Deferred outflows from pensions	-	11,972	-	14,528	-	26,500
Total deferred outflows of resources:	-	11,972	-	14,528	-	26,500
LIABILITIES						
Current liabilities:						
Vouchers payable	3,258	3,674	4,247	29,316	-	40,495
Accrued wages and benefits payable	-	2,842	-	4,621	-	7,463
Accrued interest payable	-	1,122	-	-	-	1,122
Compensated absences payable	-	199	-	631	-	830
Notes & loans payable	-	25,184	-	-	-	25,184
Interfund payable	-	37,406	-	-	-	37,406
Total Current Liabilities	3,258	70,427	4,247	34,568	-	112,500
Noncurrent Liabilities (net of current portion):						
Compensated absences payable	-	3,113	-	9,889	-	13,002
Notes & loans payable	-	39,450	-	-	-	39,450
Net pension liability	-	51,821	-	62,876	-	114,697
Total Noncurrent Liabilities	-	94,384	-	72,765	-	167,149
Total Liabilities	3,258	164,811	4,247	107,333	-	279,649
DEFERRED INFLOWS OF RESOURCES						
Deferred inflows from pensions	-	10,137	-	12,300	-	22,437
Total deferred inflows of resources	-	10,137	-	12,300	-	22,437
NET POSITION						
Net investment in capital assets	201,473	268,809	916,914	557,840	-	1,945,036
Unrestricted	183,493	(79,033)	1,671,872	522,224	85,204	2,383,760
Total Net Position	\$ 384,966	\$ 189,776	\$ 2,588,786	\$ 1,080,064	\$ 85,204	\$ 4,328,796

City-County of Butte-Silver Bow, Montana
Combining Statement of Revenues,
Expenses and Changes in Fund Net Position
Nonmajor Enterprise Funds
For Fiscal Year Ended June 30, 2019

	Community Facilities	Small Business Incubator	Silver Lake Water System	Storm Water System Project	Kelley Warehouse Facility	Total Nonmajor Enterprise Funds
OPERATING REVENUES						
Charges for services	\$ -	\$ -	\$ 335,339	\$ 356,223	\$ -	\$ 691,562
Rent revenue	36,744	88,512	-	-	44,143	169,399
Miscellaneous	-	2,085	-	253	-	2,338
Total Operating Revenues	<u>36,744</u>	<u>90,597</u>	<u>335,339</u>	<u>356,476</u>	<u>44,143</u>	<u>863,299</u>
OPERATING EXPENSES						
Personnel services	1,111	78,056	47,071	225,542	-	351,780
Operation and maintenance	50,123	63,191	141,403	148,844	8,841	412,402
Depreciation	18,109	17,882	56,096	27,008	-	119,095
Total Operating Expenses	<u>69,343</u>	<u>159,129</u>	<u>244,570</u>	<u>401,394</u>	<u>8,841</u>	<u>883,277</u>
Operating Income (Loss)	<u>(32,599)</u>	<u>(68,532)</u>	<u>90,769</u>	<u>(44,918)</u>	<u>35,302</u>	<u>(19,978)</u>
NON-OPERATING REVENUES (EXPENSES)						
Interest expense	-	(2,478)	-	-	-	(2,478)
Interest income	3,456	2	24,585	10,255	581	38,879
Gain (loss) on disposal of capital assets	(292)	-	-	-	-	(292)
Increase (decrease) of investments to fair market value	12	-	104	10	11	137
Intergovernmental	-	1,157	-	1,403	-	2,560
Total Non-Operating Revenues (Expenses)	<u>3,176</u>	<u>(1,319)</u>	<u>24,689</u>	<u>11,668</u>	<u>592</u>	<u>38,806</u>
Income (Loss) Before Transfers In (Out)	<u>(29,423)</u>	<u>(69,851)</u>	<u>115,458</u>	<u>(33,250)</u>	<u>35,894</u>	<u>18,828</u>
TRANSFERS IN (OUT)						
Transfer in - General Fund	-	25,408	-	-	-	25,408
Transfer in - Ramsay TIFID #2 Fund	-	25,000	-	-	-	25,000
Transfer out - General Fund	-	-	-	(11,500)	-	(11,500)
Total Transfers In (Out)	<u>-</u>	<u>50,408</u>	<u>-</u>	<u>(11,500)</u>	<u>-</u>	<u>38,908</u>
Change in Net Position	<u>(29,423)</u>	<u>(19,443)</u>	<u>115,458</u>	<u>(44,750)</u>	<u>35,894</u>	<u>57,736</u>
Net position, beginning of year	<u>414,389</u>	<u>209,219</u>	<u>2,473,328</u>	<u>1,124,814</u>	<u>49,310</u>	<u>4,271,060</u>
NET POSITION, END OF YEAR	<u>\$ 384,966</u>	<u>\$ 189,776</u>	<u>\$ 2,588,786</u>	<u>\$ 1,080,064</u>	<u>\$ 85,204</u>	<u>\$ 4,328,796</u>

City-County of Butte-Silver Bow, Montana
Combining Statement of Cash Flows
Nonmajor Enterprise Funds
For Fiscal Year Ended June 30, 2019

	Community Facilities	Small Business Incubator	Silver Lake Water System	Storm Water System Project	Kelley Warehouse Facility	Total Nonmajor Enterprise Funds
Increase (Decrease) in Cash and Cash Equivalents						
Cash Flows from Operating Activities						
Cash received from customers	\$ 36,744	\$ 90,324	\$ 388,024	\$ 360,405	\$ 44,143	\$ 919,640
Cash payments for personnel services	(1,111)	(74,703)	(49,771)	(226,990)	-	(352,575)
Cash payments for goods and services	(48,605)	(61,991)	(149,261)	(150,719)	(8,913)	(419,489)
Net Cash Provided by (Used in) Operating Activities	<u>(12,972)</u>	<u>(46,370)</u>	<u>188,992</u>	<u>(17,304)</u>	<u>35,230</u>	<u>147,576</u>
Cash Flows from Noncapital Financing Activities						
Proceeds from interfund loans	-	23,028	-	-	-	23,028
Transfers in	-	50,408	-	-	-	50,408
Transfers out	-	-	-	(11,500)	-	(11,500)
Net Cash Provided by (Used in) Noncapital Financing Activities	<u>-</u>	<u>73,436</u>	<u>-</u>	<u>(11,500)</u>	<u>-</u>	<u>61,936</u>
Cash Flows from Capital and Related Financing Activities						
Principal paid on notes and loans	-	(24,325)	-	-	-	(24,325)
Interest paid on notes and loans	-	(2,900)	-	-	-	(2,900)
Payments for capital acquisitions	-	-	-	(49,533)	-	(49,533)
Net Cash Provided by (Used in) Capital and Related Financing Activities	<u>-</u>	<u>(27,225)</u>	<u>-</u>	<u>(49,533)</u>	<u>-</u>	<u>(76,758)</u>
Cash Flows from Investing Activities						
Interest and other income	3,468	2	24,689	10,265	592	39,016
Net Cash Provided by (Used in) Investing Activities	<u>3,468</u>	<u>2</u>	<u>24,689</u>	<u>10,265</u>	<u>592</u>	<u>39,016</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(9,504)	(157)	213,681	(68,072)	35,822	171,770
Cash and Cash Equivalents Beginning of Year	<u>196,255</u>	<u>13,777</u>	<u>1,124,340</u>	<u>652,054</u>	<u>49,382</u>	<u>2,035,808</u>
Cash and Cash Equivalents End of Year	<u>\$ 186,751</u>	<u>\$ 13,620</u>	<u>\$ 1,338,021</u>	<u>\$ 583,982</u>	<u>\$ 85,204</u>	<u>\$ 2,207,578</u>
Reconciliation to Statement of Net Position						
Cash and cash equivalents	23,018	7	64,872	176,950	9,612	274,459
Investments	163,733	-	1,273,149	407,032	75,592	1,919,506
Restricted cash and cash equivalents	-	13,613	-	-	-	13,613
Total	<u>\$ 186,751</u>	<u>\$ 13,620</u>	<u>\$ 1,338,021</u>	<u>\$ 583,982</u>	<u>\$ 85,204</u>	<u>\$ 2,207,578</u>

(continued)

City-County of Butte-Silver Bow, Montana
Combining Statement of Cash Flows
Nonmajor Enterprise Funds
For Fiscal Year Ended June 30, 2019

	Community Facilities	Small Business Incubator	Silver Lake Water System	Storm Water System Project	Kelley Warehouse Facility	Total Nonmajor Enterprise Funds
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities						
Operating Income (Loss)	\$ (32,599)	\$ (68,532)	\$ 90,769	\$ (44,918)	\$ 35,302	\$ (19,978)
Adjustments:						
Depreciation	18,109	17,882	56,096	27,008	-	119,095
Intergovernmental revenue on-behalf payments	-	1,157	-	1,403	-	2,560
Adjustments to pension expense	-	2,377	-	322	-	2,699
(Increase) Decrease in Assets:						
Accounts receivable	-	(273)	52,684	3,929	-	56,340
Increase (Decrease) in Liabilities:						
Vouchers payable	1,518	1,200	(7,857)	(1,875)	(72)	(7,086)
Accounts payable	-	-	-	-	-	-
Accrued wages and benefits payable	-	146	(2,700)	(4,512)	-	(7,066)
Compensated absences payable	-	(327)	-	1,339	-	1,012
Net Cash Provided by (Used in) Operating Activities	<u>\$ (12,972)</u>	<u>\$ (46,370)</u>	<u>\$ 188,992</u>	<u>\$ (17,304)</u>	<u>\$ 35,230</u>	<u>\$ 147,576</u>
Noncash Capital Activities:						
Construction costs included in accounts and vouchers payable	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,703</u>	<u>\$ -</u>	<u>\$ 2,703</u>

(concluded)

Nonmajor Internal Service Funds

Internal service funds are used to account for the financing of goods or services provided by one department to other departments of the Government on a cost reimbursement basis. Internal Service Funds are used to : 1) attain greater economy, efficiency, and effectiveness in the acquisition and distribution of common goods and services used by several departments within the organization; and 2) to facilitate equitable sharing of the costs of those goods and services to the various departments of the government unit.

Central Equipment Maintenance

Accounts for the City-County vehicles and equipment maintenance shop, as well as a janitorial service provided to some departments.

Central Administrative Services

Accounts for the personnel and payroll function of the local government.

Central Electronic Data Processing & Communications

Accounts for the computer operations and centralized phone system of the local government.

Geographical Information System Services

Accounts for the accumulation and allocation of costs associated with the government's geographical information system (GIS).

Central Facility Services

This budget provides for the carpentry and painting functions of Butte-Silver Bow. It is financed through indirect internal charges to appropriate budgets through line-item object 860 (Central Services).

Central Capital Vehicle

This fund was established in order to gain greater economy, efficiency, and effectiveness in acquisitions of vehicle units including trucks, SUVs, cars and other small units. In addition, this fund was established to assist with the development of a vehicle replacement program to provide better safety to employees and reduce the maintenance cost on the fleet of vehicles.

City-County of Butte-Silver Bow, Montana
 Combining Statement of Net Position
 Internal Service Funds
 June 30, 2019

	Central Equipment Maintenance	Central Administrative Services	Central Electronic Data Processing & Communications	Geographical Information System Services	Central Facility Services	Central Capital Vehicle	Total
ASSETS							
Current assets:							
Cash and cash equivalents	\$ 331,067	\$ 62,381	\$ 140,991	\$ 53,120	\$ 54,406	\$ 746	\$ 642,711
Investments	571,659	-	1,171,954	-	-	-	1,743,613
Receivables:							
Accounts (net of allowance for uncollectibles)	199,658	-	3,401	-	-	-	203,059
Interfund	126,753	-	-	-	-	-	126,753
Total current assets:	<u>1,229,137</u>	<u>62,381</u>	<u>1,316,346</u>	<u>53,120</u>	<u>54,406</u>	<u>746</u>	<u>2,716,136</u>
Noncurrent Assets:							
Nondepreciable	1,396,945	-	-	-	-	-	1,396,945
Depreciable, net	835,966	143,556	-	3,822	-	533,265	1,516,609
Total Non-Current Assets:	<u>2,232,911</u>	<u>143,556</u>	<u>-</u>	<u>3,822</u>	<u>-</u>	<u>533,265</u>	<u>2,913,554</u>
Total Assets:	<u>3,462,048</u>	<u>205,937</u>	<u>1,316,346</u>	<u>56,942</u>	<u>54,406</u>	<u>534,011</u>	<u>5,629,690</u>
DEFERRED OUTFLOWS OF RESOURCES							
Deferred outflows from pensions	157,986	96,434	111,600	16,442	10,473	-	392,935
Total deferred outflows of resources:	<u>157,986</u>	<u>96,434</u>	<u>111,600</u>	<u>16,442</u>	<u>10,473</u>	<u>-</u>	<u>392,935</u>
LIABILITIES							
Current liabilities:							
Vouchers payable	221,743	6,554	8,242	38	181	-	236,758
Accrued wages and benefits payable	28,702	20,067	39,940	2,468	8,567	-	99,744
Compensated absences payable	10,423	6,485	4,761	263	1,654	-	23,586
Interfund	-	-	-	-	-	126,753	126,753
Total Current Liabilities	<u>260,868</u>	<u>33,106</u>	<u>52,943</u>	<u>2,769</u>	<u>10,402</u>	<u>126,753</u>	<u>486,841</u>
Noncurrent Liabilities (net of current portion):							
Compensated absences payable	119,867	74,581	54,749	3,020	19,022	-	271,239
Net pension liability	726,527	417,047	482,735	80,386	(6,083)	-	1,700,612
Total Noncurrent Liabilities	<u>846,394</u>	<u>491,628</u>	<u>537,484</u>	<u>83,406</u>	<u>12,939</u>	<u>-</u>	<u>1,971,851</u>
Total Liabilities	<u>1,107,262</u>	<u>524,734</u>	<u>590,427</u>	<u>86,175</u>	<u>23,341</u>	<u>126,753</u>	<u>2,458,692</u>
DEFERRED INFLOWS OF RESOURCES							
Deferred inflows from pensions	118,765	57,984	109,556	12,949	33,402	-	332,656
Total deferred inflows of resources	<u>118,765</u>	<u>57,984</u>	<u>109,556</u>	<u>12,949</u>	<u>33,402</u>	<u>-</u>	<u>332,656</u>
NET POSITION							
Net investment in capital assets	2,232,911	143,556	-	3,822	-	533,265	2,913,554
Unrestricted	161,096	(423,903)	727,963	(29,562)	8,136	(126,007)	317,723
Total Net Position	<u>\$ 2,394,007</u>	<u>\$ (280,347)</u>	<u>\$ 727,963</u>	<u>\$ (25,740)</u>	<u>\$ 8,136</u>	<u>\$ 407,258</u>	<u>\$ 3,231,277</u>

City-County of Butte-Silver Bow, Montana
Combining Statement of Revenues, Expenses and Changes in Fund Net Position
Internal Service Funds
For Fiscal Year Ended June 30, 2019

	Central Equipment Maintenance	Central Administrative Services	Central Electronic Data Processing & Communications	Geographical Information System Services	Central Facility Services	Central Capital Vehicle	Total
OPERATING REVENUE							
Charges for services	\$ 1,867,106	\$ 525,256	\$ 1,095,143	\$ 60,317	\$ 273,069	\$ 235,044	\$ 4,055,935
Miscellaneous	-	6,348	-	-	-	-	6,348
Total Operating Revenues	<u>1,867,106</u>	<u>531,604</u>	<u>1,095,143</u>	<u>60,317</u>	<u>273,069</u>	<u>235,044</u>	<u>4,062,283</u>
OPERATING EXPENSES							
Personnel services	896,033	539,331	701,656	70,176	247,608	-	2,454,804
Operation and maintenance	800,056	115,881	134,853	26,492	24,960	1,520	1,103,762
Depreciation	185,838	8,172	-	936	-	38,245	233,191
Total Operating Expenses	<u>1,881,927</u>	<u>663,384</u>	<u>836,509</u>	<u>97,604</u>	<u>272,568</u>	<u>39,765</u>	<u>3,791,757</u>
Operating Income (Loss)	<u>(14,821)</u>	<u>(131,780)</u>	<u>258,634</u>	<u>(37,287)</u>	<u>501</u>	<u>195,279</u>	<u>270,526</u>
NON-OPERATING REVENUES (EXPENSES)							
Interest income	7,863	-	15,897	-	-	-	23,760
Gain (loss) on disposal of capital assets	-	-	-	-	-	160,958	160,958
Increase (decrease) of investments to fair market value	37	-	128	-	-	-	165
Intergovernmental	1,261,586	8,386	11,343	1,267	3,664	-	1,286,246
Total Non-Operating Revenues (Expenses)	<u>1,269,486</u>	<u>8,386</u>	<u>27,368</u>	<u>1,267</u>	<u>3,664</u>	<u>160,958</u>	<u>1,471,129</u>
Income (Loss) Before Transfers In (Out)	<u>1,254,665</u>	<u>(123,394)</u>	<u>286,002</u>	<u>(36,020)</u>	<u>4,165</u>	<u>356,237</u>	<u>1,741,655</u>
TRANSFERS IN (OUT)							
Transfer in - County Land Planning	-	-	-	5,000	-	-	5,000
Total Transfers In (Out)	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,000</u>	<u>-</u>	<u>-</u>	<u>5,000</u>
Change in Net Position	<u>1,254,665</u>	<u>(123,394)</u>	<u>286,002</u>	<u>(31,020)</u>	<u>4,165</u>	<u>356,237</u>	<u>1,746,655</u>
Net position, beginning of year	<u>1,139,342</u>	<u>(156,953)</u>	<u>441,961</u>	<u>5,280</u>	<u>3,971</u>	<u>51,021</u>	<u>1,484,622</u>
NET POSITION, END OF YEAR	<u>\$ 2,394,007</u>	<u>\$ (280,347)</u>	<u>\$ 727,963</u>	<u>\$ (25,740)</u>	<u>\$ 8,136</u>	<u>\$ 407,258</u>	<u>\$ 3,231,277</u>

City-County of Butte-Silver Bow, Montana
 Combining Statement of Cash Flows
 Internal Service Funds
 For Fiscal Year Ended June 30, 2019

	Central Equipment Maintenance	Central Administrative Services	Central Electronic Data Processing & Communications	Geographical Information System Services	Central Facility Services	Central Capital Vehicle	Total
Increase (Decrease) in Cash and Cash Equivalents							
Cash Flows from Operating Activities							
Cash receipts from interfund services provided	\$ 1,787,239	\$ 531,604	\$ 1,094,090	\$ 60,317	\$ 273,069	\$ 235,044	\$ 3,981,363
Cash payments for personnel services	(842,646)	(493,999)	(649,883)	(64,255)	(226,294)	-	(2,277,077)
Cash payments for goods and services	(690,830)	(116,218)	(132,659)	(26,922)	(24,955)	(90,784)	(1,082,368)
Net Cash Provided by Operating Activities	<u>253,763</u>	<u>(78,613)</u>	<u>311,548</u>	<u>(30,860)</u>	<u>21,820</u>	<u>144,260</u>	<u>621,918</u>
Cash Flows from Noncapital Financing Activities							
Proceeds from interfund loans	88,000	-	-	-	-	66,000	154,000
Payments on interfund loans	(66,000)	-	-	-	-	(88,000)	(154,000)
Transfers in	-	-	-	5,000	-	-	5,000
Net Cash Flows from Noncapital Financing Activities	<u>22,000</u>	<u>-</u>	<u>-</u>	<u>5,000</u>	<u>-</u>	<u>(22,000)</u>	<u>5,000</u>
Cash Flows from Capital and Related Financing Activities							
Capital Grants	1,248,289	-	-	-	-	-	1,248,289
Proceeds (loss) from capital disposals and transfers	-	-	-	-	-	160,958	160,958
Payments for capital acquisitions	(1,234,407)	-	-	-	-	(282,472)	(1,516,879)
Net Cash (Used in) Capital and Related Financing Activities	<u>13,882</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(121,514)</u>	<u>(107,632)</u>
Cash Flows from Investing Activities							
Interest and other income	7,900	-	16,025	-	-	-	23,925
Net Cash Provided by (Used in) Investing Activities	<u>7,900</u>	<u>-</u>	<u>16,025</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>23,925</u>
Net Increase (Decrease) in Cash and Cash Equivalents	297,545	(78,613)	327,573	(25,860)	21,820	746	543,211
Cash and Cash Equivalents Beginning of Year	605,181	140,994	985,372	78,980	32,586	-	1,843,113
Cash and Cash Equivalents End of Year	<u>\$ 902,726</u>	<u>\$ 62,381</u>	<u>\$ 1,312,945</u>	<u>\$ 53,120</u>	<u>\$ 54,406</u>	<u>\$ 746</u>	<u>\$ 2,386,324</u>
Reconciliation to Statement of Net Position							
Cash and cash equivalents	902,726	62,381	1,312,945	53,120	54,406	746	2,386,324
Total	<u>\$ 902,726</u>	<u>\$ 62,381</u>	<u>\$ 1,312,945</u>	<u>\$ 53,120</u>	<u>\$ 54,406</u>	<u>\$ 746</u>	<u>\$ 2,386,324</u>

(continued)

City-County of Butte-Silver Bow, Montana
 Combining Statement of Cash Flows
 Internal Service Funds
 For Fiscal Year Ended June 30, 2019

	Central Equipment Maintenance	Central Administrative Services	Central Electronic Data Processing & Communications	Geographical Information System Services	Central Facility Services	Central Capital Vehicle	Total
Reconciliation of Operating Income (Loss) to Net Cash Provided by Operating Activities							
Operating Income (Loss)	\$ (14,821)	\$ (131,780)	\$ 258,634	\$ (37,287)	\$ 501	\$ 195,279	\$ 270,526
Adjustments:							
Depreciation	185,838	8,172	-	936	-	38,245	233,191
Intergovernmental revenue on behalf payments	13,297	8,386	11,343	1,267	3,664	-	37,957
Adjustments to pension expense	39,450	24,797	33,814	3,382	11,271	-	112,714
(Increase) Decrease in Assets:							
Accounts receivable	(79,867)	-	(1,053)	-	-	-	(80,920)
Increase (Decrease) in Liabilities:							
Vouchers payable	109,226	(337)	2,194	(430)	5	(89,264)	21,394
Accrued wages and benefits payable	(6,419)	3,131	17,872	47	(26)	-	14,605
Compensated absences payable	7,059	9,018	(11,256)	1,225	6,405	-	12,451
Net Cash Provided by Operating Activities	<u>\$ 253,763</u>	<u>\$ (78,613)</u>	<u>\$ 311,548</u>	<u>\$ (30,860)</u>	<u>\$ 21,820</u>	<u>\$ 144,260</u>	<u>\$ 621,918</u>
Noncash Capital Activities							
Construction costs included in accounts and vouchers payable	<u>\$ 124,542</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 124,542</u>

(concluded)

Trust & Agency Funds

Trust funds are used to account for assets held by the government in a trustee capacity. Agency funds are used to account for assets held by the government as an agent for individuals, private organizations, other government and/or other funds.

Trust Funds:

School District No. 1 Individual Investments

Accounts for individual investments, made on behalf of School District No. 1, by the City-County of Butte-Silver Bow, under the direction of School District No. 1 Business Manager.

School Districts External Investment Pool

Accounts for funds invested in the State of Montana Investment Pool. This pool is administered by the Montana Board of Investments and has been deemed 2a7-like. Funds are invested, under the direction of the School District No. 1 Business Manager, by Butte-Silver Bow. The funds include investments for School District's No. 1, 3, 4 and 5. The funds are invested under the direction of the various schools business managers/clerks, or as required by Montana Statute.

Agency Funds:

Property Tax Fund

Accounts for all property taxes collected by the County for schools, state, other cities and towns, and districts.

School District Trust Fund

Accounts for revenues collected and cash and investments for various school districts within the City-County of Butte-Silver Bow.

Fees and Judgments Due to State

Accounts for various fees and judgments collected by the local government which are due to the State.

Tax Deed Land & Redemption Fund

Accounts for land that has been tax deeded by Butte-Silver Bow until which time a tax sale of property is held. It also accounts for the land which is under contract to be redeemed.

Butte-Silver Bow Trust Funds

Accounts for funds collected, where the City-County is an Agent. Such things include a portion of parking fees which revert to an outside entity, garnishment of child support, alimony and other awards of the court, public administrator functions and court ordered operation of a cemetery.

PRP Group Trust Funds

Accounts for funds collected by Butte-Silver Bow from Burlington Northern Railroad, Santa Fe Railroad and ARCO to be distributed for superfund activities per contract. The two projects are entitled the Priority Soils Operable Unit (BPSOU) and Time Critical Removal Action.

City-County of Butte-Silver Bow, Montana
Statement of Fiduciary Net Position
Trust Funds
June 30, 2019

	Individual Investments	External Investment Pool	Total
Assets			
Investments, at Fair Value			
Securities	\$ 8,453,034	\$ -	\$ 8,453,034
STIP	-	50,312,975	50,312,975
Total Assets	<u>\$ 8,453,034</u>	<u>\$ 50,312,975</u>	<u>\$ 58,766,009</u>
Net Position			
Funds held in trust for investment trusts	\$ 8,453,034	\$ 50,312,975	\$ 58,766,009
Total Net Position	<u>\$ 8,453,034</u>	<u>\$ 50,312,975</u>	<u>\$ 58,766,009</u>

City-County of Butte-Silver Bow, Montana
Combining Statement of Changes in Fiduciary Net Position
Trust Funds
For Fiscal Year Ended June 30, 2019

	Individual Investments	External Investment Pool	Total
ADDITIONS			
Shares and investments purchased	\$ 1,609,312	\$ 46,858,405	\$ 48,467,717
Interest income	181,688	666,370	848,058
Increase (decrease) of investments to fair market value	214,829	6,119	220,948
Total additions	2,005,829	47,530,894	49,536,723
DEDUCTIONS			
Shares and investments redeemed	1,856,000	10,048,049	11,904,049
Increase (decrease) in net position	149,829	37,482,845	37,632,674
Net position held in trust for pool participants, beginning of year	8,303,205	12,830,130	21,133,335
Net position held in trust for pool participants end of year	\$ 8,453,034	\$ 50,312,975	\$ 58,766,009

City-County of Butte-Silver Bow, Montana
Statement of Changes in Fiduciary Assets and Liabilities
For Fiscal Year Ended June 30, 2019

	Balance July 1, 2018	Additions	Deductions	Balance June 30, 2019
Property Tax Fund				
ASSETS				
Cash and cash equivalents	\$ 337,166	\$ 12,592,180	\$ 12,743,444	\$ 185,902
Investments	5,201	11,648	-	16,849
Property tax receivables	1,362,929	28,138,730	28,107,636	1,394,023
Total Assets	1,705,296	40,742,558	40,851,080	1,596,774
LIABILITIES				
Accounts payable	2,679	4,611	3,420	3,870
Vouchers payable	-	934,926	934,926	-
Interest payable	20,974	146	3,421	17,699
Intergovernmental payable:				
Due to special districts	259,263	1,656,187	1,742,600	172,850
Due to state	440,400	18,645,882	18,678,243	408,039
Due to schools	910,785	18,343,478	18,302,341	951,922
Due to cities and towns	35,895	511,305	516,602	30,598
Due to component unit	35,300	210,955	234,459	11,796
Total Liabilities	\$ 1,705,296	\$ 40,307,490	\$ 40,416,012	\$ 1,596,774
School District Trust Fund				
ASSETS				
Cash and cash equivalents	\$ 9,366,756	\$ 103,624,670	\$ 99,207,019	\$ 13,784,407
Total Assets	9,366,756	103,624,670	99,207,019	13,784,407
LIABILITIES				
Due to schools	9,366,756	103,624,670	99,207,019	13,784,407
Total Liabilities	\$ 9,366,756	\$ 103,624,670	\$ 99,207,019	\$ 13,784,407

City-County of Butte-Silver Bow, Montana
Statement of Changes in Fiduciary Assets and Liabilities
For Fiscal Year Ended June 30, 2019

Fees & Judgments Due to State	Balance July 1, 2018	Additions	Deductions	Balance June 30, 2019
ASSETS				
Cash and cash equivalents	\$ 450,185	\$ 7,667,138	\$ 7,685,061	\$ 432,262
Total Assets	450,185	7,667,138	7,685,061	432,262
LIABILITIES				
Due to state	450,185	7,830,507	7,848,430	432,262
Total Liabilities	\$ 450,185	\$ 7,830,507	\$ 7,848,430	\$ 432,262
Tax Deed Land & Redemption Fund				
ASSETS	Balance July 1, 2018	Additions	Deductions	Balance June 30, 2019
Cash and cash equivalents	\$ 42,844	\$ 195,128	\$ 213,880	\$ 24,092
Contracts receivable	19,214	6,584	20,463	5,335
Land acquired by tax deed	253,556	25,380	20,075	258,861
Total Assets	315,614	227,092	254,418	288,288
LIABILITIES				
Accounts payable	265,307	201,053	194,295	272,065
Vouchers payable	50,307	165,766	199,850	16,223
Total Liabilities	\$ 315,614	\$ 366,819	\$ 394,145	\$ 288,288
Butte-Silver Bow Trust Funds				
ASSETS	Balance July 1, 2018	Additions	Deductions	Balance June 30, 2019
Cash and cash equivalents	\$ 161,536	\$ 273,562	\$ 361,079	\$ 74,019
Investments	749,183	16,403	129,898	635,688
Total Assets	910,719	289,965	490,977	709,707
LIABILITIES				
Accounts payable	602,321	137,513	327,841	411,993
Vouchers Payable	2,115	44,708	42,131	4,692
Due to others	306,283	27,853	41,114	293,022
Total Liabilities	\$ 910,719	\$ 210,074	\$ 411,086	\$ 709,707

City-County of Butte-Silver Bow, Montana
Statement of Changes in Fiduciary Assets and Liabilities
For Fiscal Year Ended June 30, 2019

PRP Group Trust Funds	Balance July 1, 2018	Additions	Deductions	Balance June 30, 2019
ASSETS				
Cash and cash equivalents	\$ 20,840	\$ -	\$ 20,840	\$ -
Total Assets	20,840	-	20,840	-
LIABILITIES				
Due to others	20,840	-	20,840	-
Total Liabilities	\$ 20,840	\$ -	\$ 20,840	\$ -
Total	Balance July 1, 2018	Additions	Deductions	Balance June 30, 2019
ASSETS				
Cash and cash equivalents	\$ 10,379,327	\$ 124,352,678	\$ 120,231,323	\$ 14,500,682
Investments	754,384	28,051	129,898	652,537
Property taxes receivable	1,362,929	28,138,730	28,107,636	1,394,023
Contracts receivable	19,214	6,584	20,463	5,335
Land acquired by tax deed	253,556	25,380	20,075	258,861
Total Assets	12,769,410	152,551,423	148,509,395	16,811,438
LIABILITIES				
Accounts payable	870,307	343,177	525,556	687,928
Vouchers payable	52,422	1,145,400	1,176,907	20,915
Interest payable	20,974	146	3,421	17,699
Intergovernmental payable:				
Due to special districts	259,263	1,656,187	1,742,600	172,850
Due to state	890,585	26,476,389	26,526,673	840,301
Due to schools	10,277,541	121,968,148	117,509,360	14,736,329
Due to component unit	35,300	210,955	234,459	11,796
Due to cities and towns	35,895	511,305	516,602	30,598
Due to others	327,123	27,853	61,954	293,022
Total Liabilities	\$ 12,769,410	\$ 152,339,560	\$ 148,297,532	\$ 16,811,438

City-County of Butte-Silver Bow, Montana
 Statistical Section Summary
 (Unaudited)

This part of the City-County of Butte-Silver Bow, Montana's comprehensive annual financial report presents detailed information as a context for understanding this year's financial statements, note disclosures, and supplementary information. This information has not been audited.

Contents	<u>Exhibits</u>
Financial Trends	I - XIIa
<p>These exhibits contain trend information that may assist the reader in assessing the City-County's current financial performance by placing it in a historical perspective.</p>	
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<p>These exhibits contain information that may assist the reader in assessing the viability of the City-County's most significant "own-source" revenue sources. Property taxes are the City-County's primary "own revenue source."</p>	
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<p>This exhibit offers demographic and economic indicators that are commonly used for financial analysis and that can inform one's understanding the City-County's present and ongoing financial status.</p>	
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<i>Property Tax Levies (Levy Rates) Ramsay Tax Increment Financing Industrial District</i>	

City-County of Butte-Silver Bow, Montana
Government-Wide Net Position by Category¹
Last Ten Fiscal Years
(accrual basis of accounting)

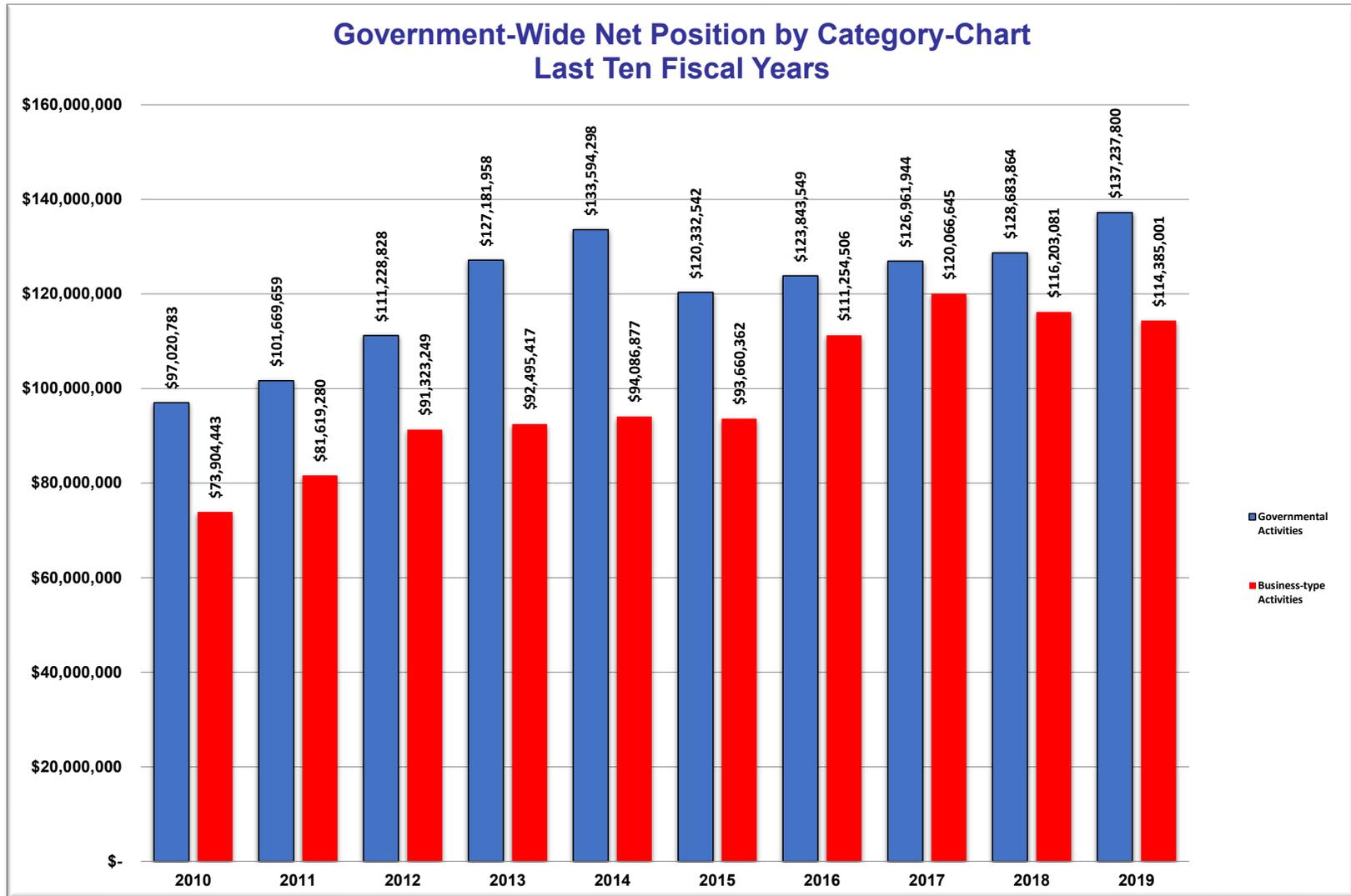
	Fiscal Year Ended June 30,									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Governmental Activities										
Net investment in capital assets	\$ 47,028,355	\$ 50,401,892	\$ 57,219,300	\$ 63,076,268	\$ 66,024,334	\$ 71,867,193	\$ 79,253,693	\$ 69,237,797	\$ 80,307,323	\$ 84,427,735
Restricted	9,159,399	48,008,881	50,344,473	56,913,460	59,550,982	64,242,850	56,950,393	74,492,419	61,676,200	59,964,148
Assigned	-	-	-	-	-	-	-	-	3,187,456	-
Unrestricted	40,833,029	3,258,886	3,665,055	7,192,230	7,784,308	(15,777,502)	(12,360,537)	(16,768,272)	(16,487,115)	(7,154,083)
Subtotal Governmental Activities Net Position	97,020,783	101,669,659	111,228,828	127,181,958	133,359,624	120,332,542	123,843,549	126,961,944	128,683,864	137,237,800
Business-type Activities										
Net investment in capital assets	55,900,034	65,748,260	76,568,957	80,412,219	81,199,290	84,459,995	96,985,790	104,536,163	98,769,578	93,611,466
Restricted	2,903,981	1,887,333	1,751,107	2,086,667	1,894,668	1,213,000	1,787,067	5,404,227	5,530,995	5,639,049
Unrestricted	15,100,428	13,983,687	13,003,185	9,996,531	10,992,919	7,987,367	12,481,649	10,126,255	11,902,508	15,134,486
Subtotal Business-type Activities Net Position	73,904,443	81,619,280	91,323,249	92,495,417	94,086,877	93,660,362	111,254,506	120,066,645	116,203,081	114,385,001
Primary Government										
Net investment in capital assets	102,928,389	116,150,152	133,788,257	143,488,487	147,223,624	156,327,188	176,239,483	173,773,960	179,076,901	178,039,201
Restricted	12,063,380	49,896,214	52,095,580	59,000,127	61,445,650	65,455,850	58,737,460	79,896,646	67,207,195	65,603,197
Assigned	-	-	-	-	-	-	-	-	3,187,456	-
Unrestricted	55,933,457	17,242,573	16,668,240	17,188,761	18,777,227	(7,790,134)	121,111	(6,642,017)	(4,584,607)	7,980,403
Total Primary Government Net Position	\$ 170,925,226	\$ 183,288,939	\$ 202,552,077	\$ 219,677,375	\$ 227,446,501	\$ 213,992,904	\$ 235,098,054	\$ 247,028,589	\$ 244,886,945	\$ 251,622,801
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Governmental Activities										
Net investment in capital assets	48.5%	49.6%	51.4%	49.6%	49.5%	59.7%	64.0%	54.5%	62.4%	61.5%
Restricted	9.4%	47.2%	45.3%	44.7%	44.7%	53.4%	46.0%	58.7%	47.9%	43.7%
Assigned	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	2.5%	0.0%
Unrestricted	42.1%	3.2%	3.3%	5.7%	5.8%	-13.1%	-10.0%	-13.2%	-12.8%	-5.2%
Subtotal Governmental Activities Net Position	100%	100%	100%	100%	100%	100%	100%	100%	100%	100%
Business-type Activities										
Net investment in capital assets	75.6%	80.6%	83.8%	86.9%	86.3%	90.2%	87.2%	87.1%	85.0%	81.8%
Restricted	3.9%	2.3%	1.9%	2.3%	2.0%	1.3%	1.6%	4.5%	4.8%	4.9%
Unrestricted	20.4%	17.1%	14.2%	10.8%	11.7%	8.5%	11.2%	8.4%	10.2%	13.2%
Subtotal Business-type Activities Net Position	100%	100%	100%	100%	100%	100%	100%	100%	100%	100%
Primary Government										
Net investment in capital assets	60.2%	63.4%	66.1%	65.3%	64.7%	73.1%	75.0%	70.3%	73.1%	70.8%
Restricted	7.1%	27.2%	25.7%	26.9%	27.0%	30.6%	25.0%	32.3%	27.4%	26.1%
Assigned	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	1.3%	0.0%
Unrestricted	32.7%	9.4%	8.2%	7.8%	7.8%	-3.6%	0.1%	-2.6%	-1.9%	3.3%
Total Primary Government Net Position	100%	100%	100%	100%	100%	100%	100%	100%	100%	100%

Notes:

¹ Accounting standards require that net position be reported in three components in the financial statements: net investment in capital assets; restricted; and unrestricted. Net position is considered restricted only when (1) an external party, such as the State of Montana or the federal government, places a restriction on how the resources may be used, or (2) enabling legislation is enacted by the City-County. There are no restrictions currently reported as a result of enabling legislation.

Data Source:

City-County of Butte-Silver Bow Comprehensive Annual Financial Reports



Data Source:
Exhibit I

City-County of Butte-Silver Bow, Montana
Changes in Net Position - Governmental Activities
Last Ten Fiscal Years
(accrual basis of accounting)

Source	Fiscal Year Ended June 30,									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Expenses:										
General government	\$ 12,091,322	\$ 13,176,267	\$ 12,901,775	\$ 16,309,194	\$ 15,461,234	\$ 14,929,889	\$ 16,037,269	\$ 18,006,959	\$ 16,907,350	\$ 20,064,678
Public safety	14,293,718	14,411,049	14,977,684	15,848,869	16,683,675	17,499,981	16,957,453	16,346,936	17,888,639	18,119,039
Public works	6,870,507	6,711,497	7,345,814	8,601,763	8,982,667	8,069,104	8,443,986	8,196,821	8,433,894	8,217,265
Public health	4,530,875	4,292,094	4,102,699	3,378,195	2,867,355	4,353,244	4,395,311	4,636,015	4,777,486	5,112,049
Social and economic services	237,155	248,113	267,919	269,670	273,380	287,730	307,358	311,101	258,255	283,695
Culture and recreation	2,993,172	3,393,276	3,481,491	3,729,018	4,056,301	4,379,444	4,657,932	5,158,701	4,916,764	5,559,085
Housing and community development	4,781,874	7,180,028	5,299,101	7,116,256	5,467,638	4,548,435	6,035,926	8,046,825	6,344,183	5,428,235
Interest and fiscal charges	2,072,750	1,597,707	1,602,014	1,242,890	1,114,344	1,023,475	759,486	1,099,114	1,015,758	1,011,034
Total Expenses	<u>47,871,373</u>	<u>51,010,030</u>	<u>49,978,498</u>	<u>56,495,855</u>	<u>54,906,594</u>	<u>55,091,302</u>	<u>57,594,721</u>	<u>61,802,472</u>	<u>60,542,329</u>	<u>63,795,080</u>
Program Revenues:										
Charges for services:										
General government	4,426,863	4,579,421	4,858,792	6,455,214	6,455,214	7,581,958	7,615,849	8,156,979	7,903,863	8,399,706
Public safety	1,089,915	1,079,128	1,079,128	30,879	311,651	431,589	73,576	31,226	633,111	761,966
Public works	114,812	125,918	125,918	363,144	363,144	1,383,520	1,483,640	1,883,034	2,027,588	3,097,847
Other activities	1,125,064	1,073,583	1,073,583	551,267	595,278	540,684	727,410	464,648	501,818	744,704
Operating grants and contributions	16,455,376	14,512,131	17,847,412	28,281,896	15,772,142	14,117,260	14,697,720	15,486,295	15,869,464	16,527,122
Capital grants and contributions	-	4,678,246	4,182,411	3,123,752	3,744,461	7,447,081	2,810,483	4,845,593	952,354	5,156,992
Total Program Revenues	<u>23,212,030</u>	<u>26,048,427</u>	<u>29,167,244</u>	<u>38,806,152</u>	<u>27,241,890</u>	<u>31,502,091</u>	<u>27,408,678</u>	<u>30,867,775</u>	<u>27,888,198</u>	<u>34,688,337</u>
Net (Expense) Revenue	<u>(24,659,343)</u>	<u>(24,961,603)</u>	<u>(20,811,254)</u>	<u>(17,689,703)</u>	<u>(27,664,704)</u>	<u>(23,589,211)</u>	<u>(30,186,044)</u>	<u>(30,934,697)</u>	<u>32,654,131</u>	<u>29,106,743</u>
General Revenues and Transfers:										
Taxes:										
Property	26,272,299	26,787,812	27,827,222	30,637,108	32,181,326	29,531,545	30,260,583	30,071,202	31,686,427	32,723,652
Franchise	330,218	350,428	350,428	398,075	398,075	399,416	402,377	407,610	394,181	410,440
Motor fuel	-	625,158	643,505	643,614	643,614	634,392	632,035	625,045	620,907	618,845
Insurance recoveries	-	-	-	-	-	-	-	-	173,470	-
Interest income	396,421	355,257	342,376	235,723	199,806	255,327	950,574	1,062,881	1,512,211	1,960,851
Increase (decrease) investments to fair market value	-	-	-	-	-	-	-	(339,377)	(388,427)	555,063
Gain (loss) on disposal of capital assets	-	-	-	-	17,000	-	20,000	106,890	(886,606)	-
Miscellaneous	1,084,810	1,600,472	960,627	1,482,050	700,374	597,095	874,739	1,264,669	437,777	563,990
Net Transfers	246,265	246,264	246,265	246,265	246,265	442,446	556,742	854,172	826,111	827,838
Total General Revenues and Transfers	<u>28,330,013</u>	<u>29,965,391</u>	<u>30,370,423</u>	<u>33,642,835</u>	<u>34,386,460</u>	<u>31,860,221</u>	<u>33,697,050</u>	<u>34,053,092</u>	<u>34,376,051</u>	<u>37,660,679</u>
Change in Net Position	<u>\$ 3,670,670</u>	<u>\$ 5,003,788</u>	<u>\$ 9,559,169</u>	<u>\$ 15,953,132</u>	<u>\$ 6,721,756</u>	<u>\$ 8,271,010</u>	<u>\$ 3,511,006</u>	<u>\$ 3,118,395</u>	<u>\$ 1,721,920</u>	<u>\$ 8,553,936</u>

Data Source:
City-County of Butte-Silver Bow Comprehensive Annual Financial Reports

City-County of Butte-Silver Bow, Montana
Changes in Net Position - Governmental Activities - Percentage of Total
Last Ten Fiscal Years
(accrual basis of accounting)

Source	Fiscal Year Ended June 30,									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Expenses:										
General government	25.3%	25.8%	25.8%	28.9%	28.2%	27.1%	27.8%	29.1%	27.9%	31.5%
Public safety	29.9%	28.3%	30.0%	28.1%	30.4%	31.8%	29.4%	26.5%	29.5%	28.4%
Public works	14.4%	13.2%	14.7%	15.2%	16.4%	14.6%	14.7%	13.3%	13.9%	12.9%
Public health	9.5%	8.4%	8.2%	6.0%	5.2%	7.9%	7.6%	7.5%	7.9%	8.0%
Social and economic services	0.5%	0.5%	0.5%	0.5%	0.5%	0.5%	0.5%	0.5%	0.4%	0.4%
Culture and recreation	6.3%	6.7%	7.0%	6.6%	7.4%	7.9%	8.1%	8.3%	8.1%	8.7%
Housing and community development	10.0%	14.1%	10.6%	12.6%	10.0%	8.3%	10.5%	13.0%	10.5%	8.5%
Interest and fiscal charges	4.3%	3.1%	3.2%	2.2%	2.0%	1.9%	1.3%	1.8%	1.7%	1.6%
Total Expenses	100%	100%	100%	100%	100%	100%	100%	100%	100%	100%
Program Revenues:										
Charges for services:										
General government	19.1%	17.6%	16.7%	16.6%	23.7%	24.1%	27.8%	26.4%	28.3%	24.2%
Public safety	4.7%	4.1%	3.7%	0.1%	1.1%	1.4%	0.3%	0.1%	2.3%	2.2%
Public works	0.5%	0.5%	0.4%	0.9%	1.3%	4.4%	5.4%	6.1%	7.3%	8.9%
Other activities	4.8%	4.1%	3.7%	1.4%	2.2%	1.7%	2.7%	1.5%	1.8%	2.1%
Operating grants and contributions	70.9%	55.7%	61.2%	72.9%	57.9%	44.8%	53.6%	50.2%	56.9%	47.6%
Capital grants and contributions	0.0%	18.0%	14.3%	8.0%	13.7%	23.6%	10.3%	15.7%	3.4%	14.9%
Total Program Revenues	100%	100%	100%	100%	100%	100%	100%	100%	100%	100%
General Revenues and Transfers:										
Taxes:										
Property	92.7%	89.4%	91.6%	91.1%	93.6%	92.7%	89.8%	88.3%	92.2%	86.9%
Franchise	1.2%	1.2%	1.2%	1.2%	1.2%	1.3%	1.2%	1.2%	1.1%	1.1%
Motor fuel	0.0%	2.1%	2.1%	1.9%	1.9%	2.0%	1.9%	1.8%	1.8%	1.6%
Insurance recoveries	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.5%	0.0%
Interest income	1.4%	1.2%	1.1%	0.7%	0.6%	0.8%	2.8%	3.1%	4.4%	5.2%
Increase (decrease) investments to fair market value	0.0%	0.0%	0.0%	0.0%	0.00%	0.0%	0.0%	-1.0%	-1.1%	1.5%
Gain (loss) on disposal of capital assets	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.1%	0.3%	-2.6%	0.0%
Miscellaneous	3.8%	5.3%	3.2%	4.4%	2.0%	1.9%	2.6%	3.7%	1.3%	1.5%
Net Transfers	0.9%	0.8%	0.8%	0.7%	0.7%	1.4%	1.7%	2.5%	2.4%	2.2%
Total General Revenues and Transfers	100%	100%	100%	100%	100%	100%	100%	100%	100%	100%

Data Source:
 Exhibit II

City-County of Butte-Silver Bow, Montana
Changes in Net Position - Business-Type Activities
Last Ten Fiscal Years
(accrual basis of accounting)

Source	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Expenses:										
Water utility division	\$ 7,148,937	\$ 7,763,105	\$ 7,894,275	\$ 8,607,362	\$ 9,707,599	\$ 10,898,536	\$ 9,392,674	\$ 10,362,292	\$ 11,316,655	\$ 10,759,296
Metro sewer division	3,458,844	3,686,853	3,853,671	3,978,771	4,446,076	4,565,633	5,707,749	7,297,557	7,411,665	7,231,218
Solid waste division	2,181,947	2,170,407	2,352,772	2,510,707	2,661,399	2,774,180	2,748,446	2,818,768	2,848,679	2,703,442
Community facilities	84,988	82,468	63,155	61,072	57,551	51,241	59,814	50,629	60,520	69,343
Small business incubator	159,511	155,872	138,603	132,124	147,572	157,757	199,880	159,474	162,374	161,607
Silver Lake water system	-	-	198,485	263,678	248,210	301,735	225,924	212,646	210,824	244,570
Storm water system project	228,506	416,201	91,693	140,020	135,335	141,092	194,537	218,594	376,253	401,394
Kelley warehouse facility	-	-	-	-	-	-	-	22,769	10,178	8,841
MR infrastructure project	92,681	92,680	92,680	92,681	92,680	92,680	92,680	92,680	7,723	-
Home health	455,141	431,861	481,204	444,272	330,585	16,884	-	-	-	-
Total Expenses	13,810,555	14,799,447	15,166,538	16,230,687	17,827,007	18,999,738	18,621,704	21,235,409	22,404,871	21,579,711
Program Revenues:										
Charges for services										
Water utility division	6,802,722	6,107,699	7,248,235	8,098,141	8,760,730	8,604,483	8,714,267	8,602,815	9,103,865	9,870,290
Metro sewer division	3,144,573	2,993,824	4,669,526	4,705,056	5,235,157	5,804,864	6,489,265	6,588,845	6,698,733	6,700,814
Solid waste division	2,698,390	2,941,414	2,259,390	2,189,640	2,107,143	2,278,652	2,879,140	2,774,674	2,383,391	2,421,602
Silver Lake water system	-	-	1,045,280	92,808	142,912	348,956	320,513	297,839	340,247	335,339
Other activities	727,752	1,259,049	774,766	783,291	805,174	500,814	465,723	531,678	535,574	525,622
Operating grants and contributions	5,117,876	230	230	3,415	504,414	121,050	124,457	113,610	100,570	118,362
Capital grants and contributions	-	8,678,630	8,328,536	1,259,602	1,923,702	6,214,625	17,686,066	11,512,159	1,412,932	215,326
Total Program Revenues	18,491,313	21,980,846	24,325,963	17,131,953	19,479,232	23,873,444	36,679,431	30,421,620	20,575,312	20,187,355
Net (Expense) Revenue	4,680,758	7,181,399	9,159,425	901,266	1,652,225	4,873,706	18,057,727	9,186,211	(1,829,559)	(1,392,356)
General Revenues and Transfers :										
Interest income	50,062	42,948	38,508	35,654	27,652	26,036	46,626	109,466	185,854	383,685
Increase (decrease) investments to fair market value	-	-	-	-	-	-	-	231	(615)	1,543
Gain (loss) on disposal of capital assets	-	-	-	-	9,850	13,272	-	127,743	(1,473,327)	(8,209)
Miscellaneous	231,147	736,754	752,138	481,513	147,998	104,687	46,533	242,661	80,194	25,095
Net Transfers	(246,265)	(246,264)	(246,265)	(246,265)	(246,265)	(442,446)	(556,742)	(854,173)	(826,111)	(827,838)
Total General Revenues and Transfers	34,944	533,438	544,381	270,902	(60,765)	(298,451)	(463,583)	(374,072)	(2,034,005)	(425,724)
Change in Net Position	\$ 4,715,702	\$ 7,714,837	\$ 9,703,806	\$ 1,172,168	\$ 1,591,460	\$ 4,575,255	\$ 17,594,144	\$ 8,812,139	\$ (3,863,564)	\$ (1,818,080)

Data Source:

City-County of Butte-Silver Bow Comprehensive Annual Financial Reports

City-County of Butte-Silver Bow, Montana
Changes in Net Position - Business-Type Activities - Percentage of Total
Last Ten Fiscal Years
(accrual basis of accounting)

Source	Fiscal Year Ended June 30,									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Expenses:										
Water utility division	51.8%	52.5%	52.1%	53.03%	54.45%	57.36%	50.44%	48.80%	50.51%	49.86%
Metro sewer division	25.0%	24.9%	25.4%	24.51%	24.94%	24.03%	30.65%	34.37%	33.08%	33.51%
Solid waste division	15.8%	14.7%	15.5%	15.47%	14.93%	14.60%	14.76%	13.27%	12.71%	12.53%
Community facilities	0.6%	0.6%	0.4%	0.38%	0.32%	0.27%	0.32%	0.24%	0.27%	0.32%
Small business incubator	1.2%	1.1%	0.9%	0.81%	0.83%	0.83%	1.07%	0.75%	0.72%	0.75%
Silver Lake water system	0.0%	0.0%	1.3%	1.62%	1.39%	1.59%	1.21%	1.00%	0.94%	1.13%
Storm water system project	1.7%	2.8%	0.6%	0.86%	0.76%	0.74%	1.04%	1.03%	1.68%	1.86%
Kelley warehouse facility	0.0%	0.0%	0.0%	0.00%	0.00%	0.00%	0.00%	0.11%	0.05%	0.04%
MR infrastructure project	0.7%	0.6%	0.6%	0.57%	0.52%	0.49%	0.50%	0.44%	0.03%	0.00%
Home health	3.30%	2.92%	3.17%	2.74%	1.85%	0.09%	0.00%	0.00%	0.00%	0.00%
Total Expenses	100%	100%	100%	100%	100%	100%	100%	100%	100%	100%
Program Revenues:										
Charges for services										
Water utility division	36.8%	27.8%	29.8%	47.27%	44.97%	36.04%	23.76%	28.28%	44.25%	48.89%
Metro sewer division	17.0%	13.6%	19.2%	27.46%	26.88%	24.32%	17.69%	21.66%	32.56%	33.19%
Solid waste division	14.6%	13.4%	9.3%	12.78%	10.82%	9.54%	7.85%	9.12%	11.58%	12.00%
Silver Lake water system	0.0%	0.0%	4.3%	0.54%	0.73%	1.46%	0.87%	0.98%	1.65%	1.66%
Other activities	3.9%	5.7%	3.2%	4.57%	4.13%	2.10%	1.27%	1.75%	2.60%	2.60%
Operating grants and contributions	27.7%	0.0%	0.0%	0.02%	2.59%	0.51%	0.34%	0.37%	0.49%	0.59%
Capital grants and contributions	0.0%	39.5%	34.2%	7.35%	9.88%	26.03%	48.22%	37.84%	6.87%	1.07%
Total Program Revenues	100%	100%	100%	100%	100%	100%	100%	100%	100%	100%

Data Source:
Exhibit IV

City-County of Butte-Silver Bow, Montana
Changes in Net Position - Total
Last Ten Fiscal Years
(accrual basis of accounting)

Source	Fiscal Year Ended June 30,									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Expenses:										
Governmental activities ¹	\$47,871,373	\$51,010,030	\$49,978,498	\$56,495,855	\$54,906,594	\$55,091,302	\$57,594,721	\$61,802,472	\$60,542,329	\$63,795,080
Business-type activities ²	13,810,555	14,799,447	15,166,538	16,230,687	17,827,007	18,999,738	18,621,704	21,235,409	22,404,871	21,579,711
Total Expenses	61,681,928	65,809,477	65,145,036	72,726,542	72,733,601	74,091,040	76,216,425	83,037,881	82,947,200	85,374,791
Program Revenues:										
Governmental activities ¹	23,212,030	26,048,427	29,167,244	38,806,152	27,241,890	31,502,091	27,408,678	30,867,775	27,888,198	34,688,337
Business-type activities ²	18,491,313	21,980,846	24,325,963	17,131,953	19,479,232	23,873,444	36,679,431	30,421,620	20,575,312	20,187,355
Total Program Revenues	41,703,343	48,029,273	53,493,207	55,938,105	46,721,122	55,375,535	64,088,109	61,289,395	48,463,510	54,875,692
Net (Expense) Revenue	(19,978,585)	(17,780,204)	(11,651,829)	(16,788,437)	(26,012,479)	(18,715,505)	(12,128,317)	(21,748,486)	(34,483,690)	(30,499,099)
General Revenues and Transfers:										
Governmental activities ¹	28,330,013	29,965,391	30,370,423	33,642,835	34,386,460	31,860,221	33,697,050	34,053,092	34,376,051	37,660,679
Business-type activities ²	34,944	533,438	544,381	270,902	(60,765)	(298,451)	(463,583)	(374,072)	(2,034,005)	(425,724)
Total General Revenues and Transfers	28,364,957	30,498,829	30,914,804	33,913,737	34,325,695	31,561,770	33,233,467	33,679,020	32,342,046	37,234,955
Change in Net Position	\$ 8,386,372	\$ 12,718,625	\$ 19,262,975	\$ 17,125,300	\$ 8,313,216	\$ 12,846,265	\$ 21,105,150	\$ 11,930,534	\$ (2,141,644)	\$ 6,735,856

Data Source:
¹ See Exhibit II
² See Exhibit IV

City-County of Butte-Silver Bow, Montana
Tax Revenues by Source - Governmental Funds
Last Ten Fiscal Years
(accrual basis of accounting)

Fiscal Year Ended June 30,	Amounts			
	Property	Franchise	Motor Fuel	Total
2010	\$ 26,272,299	\$ 330,218	\$ 631,574	\$ 27,234,091
2011	\$ 26,787,812	\$ 350,428	\$ 625,158	\$ 27,763,398
2012	\$ 27,827,222	\$ 350,428	\$ 643,505	\$ 28,821,155
2013	\$ 30,637,108	\$ 398,075	\$ 643,614	\$ 31,678,797
2014	\$ 32,181,326	\$ 398,075	\$ 643,614	\$ 33,223,015
2015	\$ 29,531,545	\$ 399,416	\$ 634,392	\$ 30,565,353
2016	\$ 30,260,583	\$ 402,377	\$ 632,035	\$ 31,294,995
2017	\$ 30,071,202	\$ 407,610	\$ 625,045	\$ 31,103,857
2018	\$ 31,940,498	\$ 394,181	\$ 620,907	\$ 32,955,586
2019	\$ 32,723,652	\$ 410,440	\$ 618,845	\$ 33,752,937

**Percentage Change
In Dollars Over
10 Years Ago**

24.6%	24.3%	-2.0%	23.9%
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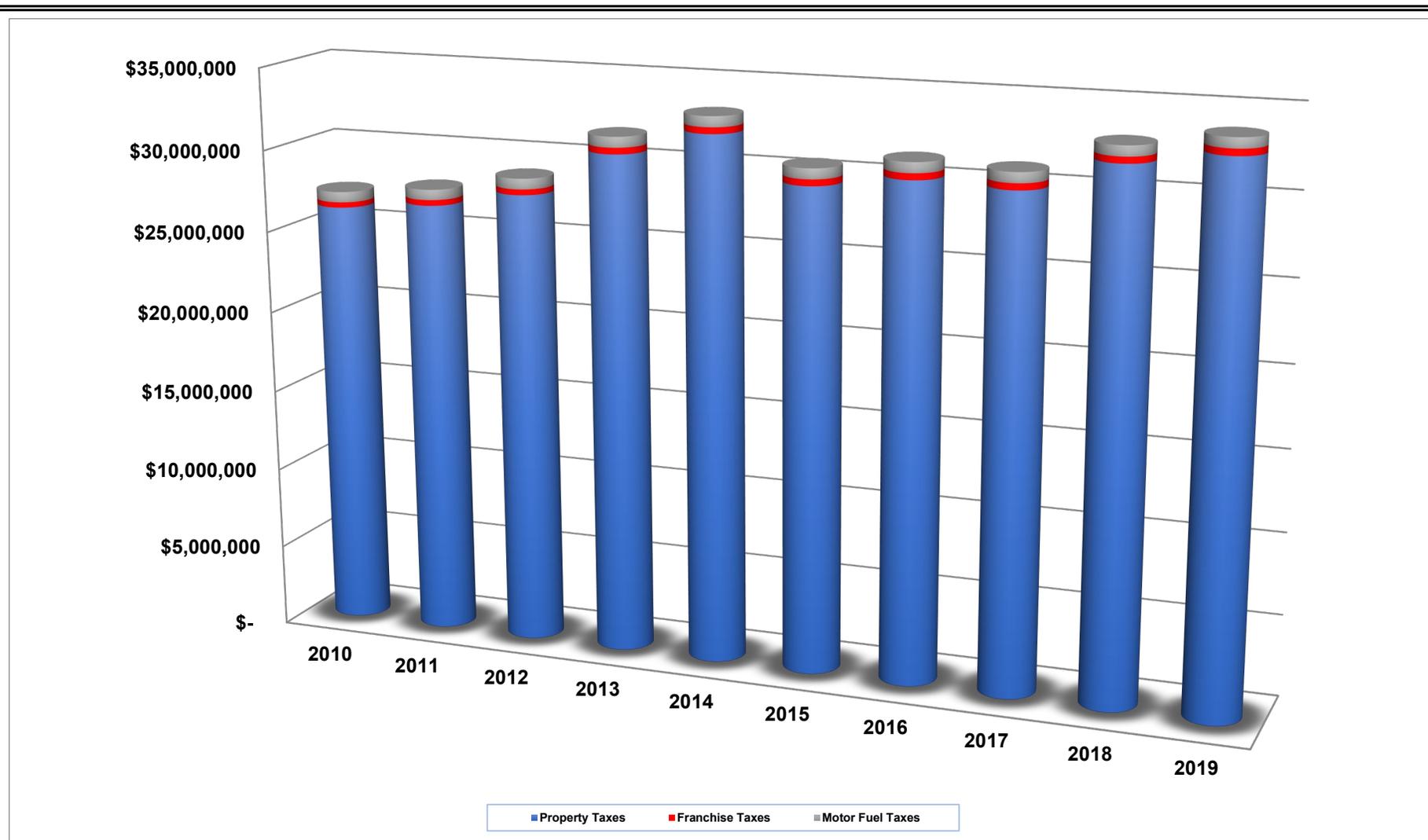
Percentage of Total

Fiscal Year Ended June 30,	Property	Franchise	Motor Fuel	Total
2010	96.5%	1.2%	2.3%	100%
2011	96.5%	1.3%	2.3%	100%
2012	96.6%	1.2%	2.2%	100%
2013	96.7%	1.3%	2.0%	100%
2014	96.9%	1.2%	1.9%	100%
2015	96.6%	1.3%	2.1%	100%
2016	96.7%	1.3%	2.0%	100%
2017	96.7%	1.3%	2.0%	100%
2018	96.9%	1.2%	1.9%	100%
2019	97.0%	1.2%	1.8%	100%

Data Source:

City-County of Butte-Silver Bow Comprehensive Annual Financial Reports

City-County of Butte-Silver Bow, Montana
 Tax Revenues by Source - Governmental Funds-Chart
 Last Ten Fiscal Years
 (modified accrual basis of accounting)



Data Source:
 Exhibit VII

City-County of Butte-Silver Bow, Montana
Fund Balances - Governmental Funds
Last Nine Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year Ended June 30,								
	2011	2012	2013	2014	2015	2016	2017	2018	2019
General Fund									
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 58,318
Restricted	1,472,578	1,688,036	556,878	642,291	1,914,225	1,230,760	283,568	1,071,159	1,360,924
Assigned								102,819	-
Unassigned	4,870,939	4,473,581	5,533,497	5,210,404	5,886,489	6,416,643	6,810,345	7,725,554	8,183,476
Total General Fund	\$ 6,343,517	\$ 6,161,617	\$ 6,090,375	\$ 5,852,695	\$ 7,800,714	\$ 7,647,403	\$ 7,093,913	\$ 8,899,532	\$ 9,602,718
General Fund Percentage Change	-2.1%	-2.9%	-1.2%	-3.9%	33.3%	-2.0%	-7.2%	25.5%	7.9%
All Other Governmental Funds									
Nonspendable									
Special revenue funds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,673,619
Restricted									
Special revenue funds	39,268,276	42,739,475	50,845,614	53,635,990	57,263,966	52,389,933	54,677,961	54,501,006	47,084,509
Debt service funds	2,168,637	2,814,405	2,582,468	2,530,743	2,412,886	1,514,149	2,664,242	3,091,242	4,739,080
Capital projects funds	5,099,390	3,102,557	2,928,500	2,827,371	2,651,773	3,046,311	13,652,878	3,012,793	1,047,698
Assigned									
Special revenue funds	298,714	329,012	3,745,485	3,980,406	2,186,246	2,121,443	2,295,670	1,698,458	5,908,694
Debt service funds	347,638	211,422	215,295	84,484	309,685	1,217,380	1,371,587	1,386,179	749,021
Capital projects funds	146,139	338,050	332,239	331,962	-	-	-	-	1,582,051
Unassigned									
Special revenue funds	(1,344,413)	(489,205)	(1,518,293)	(1,288,747)	(901,260)	(597,964)	(538,301)	(489,390)	(505,426)
Subtotal All Other Governmental Funds	\$ 45,984,381	\$ 49,045,716	\$ 59,131,308	\$ 62,102,209	\$ 63,923,296	\$ 59,691,252	\$ 74,124,037	\$ 63,200,288	\$ 66,279,246
All Other Governmental Funds Percentage Change	4.2%	6.7%	20.6%	5.0%	2.9%	-6.6%	24.2%	-14.7%	4.9%
Total Governmental Funds									
Unspendable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,731,937
Restricted	48,008,881	50,344,473	56,913,460	59,636,395	64,242,850	58,181,153	71,278,649	61,676,200	54,232,211
Assigned	792,491	878,484	4,293,019	4,396,852	2,495,931	3,338,823	3,667,257	3,187,456	8,239,766
Unassigned	3,526,526	3,984,376	4,015,204	3,921,657	4,985,229	5,818,679	6,272,044	7,236,164	7,678,050
Total Governmental Funds	\$ 52,327,898	\$ 55,207,333	\$ 65,221,683	\$ 67,954,904	\$ 71,724,010	\$ 67,338,655	\$ 81,217,950	\$ 72,099,820	\$ 75,881,964
All Governmental Funds Percentage Change	3.4%	5.5%	18.1% ¹	4.2%	5.5%	-6.1%	20.6%	-11.2%	5.2%

Notes:
¹ In fiscal year 2013, the City-County received a \$9.75 million contribution from ARCO, which was unspent at June 30, 2013.

Data Source:
City-County of Butte-Silver Bow Comprehensive Annual Financial Reports

City-County of Butte-Silver Bow, Montana
General Governmental Revenues by Source (Unaudited) ¹
Last Ten Fiscal Years
(modified accrual basis of accounting)

Fiscal Year Ended June 30,										
Source	2010	2011	2012	2013 ²	2014	2015	2016	2017	2018	2019
Revenues:										
Taxes	\$25,497,819	\$ 27,298,789	\$ 28,089,986	\$30,671,872	\$30,656,063	\$30,999,034	\$29,814,775	\$30,407,258	\$31,940,499	\$32,721,028
Licenses and permits	928,139	915,665	908,840	923,446	930,775	1,036,383	982,974	982,275	1,003,265	1,149,986
Intergovernmental	10,212,639	11,683,405	12,490,588	12,122,994	16,755,995	18,715,447	13,697,105	13,719,801	13,794,336	14,830,052
Charges for services	5,483,436	5,688,730	6,065,730	6,340,499	2,717,945	2,558,203	2,456,819	2,352,659	2,152,677	2,890,602
Fines and forfeitures	675,297	604,083	513,279	534,634	455,725	455,105	489,469	520,666	453,698	376,956
Special assessments	1,375,779	1,383,897	1,271,343	1,318,172	1,500,518	1,532,277	1,534,782	1,595,599	1,680,003	2,454,873
Health insurance contributions	3,295,629	3,276,856	3,746,273	3,798,277	4,547,547	4,781,786	4,900,205	5,411,069	5,980,120	6,494,605
Other grants and donations	1,683,976	3,518,458	5,118,977	14,018,672	1,808,954	3,651,568	4,443,133	7,032,249	3,434,449	6,186,662
Interest income	396,421	355,257	342,376	235,723	201,345	254,342	602,042	1,062,552	1,507,850	1,936,926
Increase (decrease) in investments to fair market value	-	-	-	-	(1,539)	985	348,532	(339,377)	(388,427)	555,063
Rent	-	-	-	-	-	-	59,453	66,142	49,300	55,900
Miscellaneous	1,080,856	1,591,208	994,491	1,476,686	687,632	585,735	805,161	1,275,464	426,066	557,642
Total Revenues	\$50,629,991	\$ 56,316,348	\$ 59,541,883	\$71,440,975	\$60,260,960	\$64,570,865	\$60,134,450	\$64,086,357	\$62,033,836	\$70,210,295
% change from prior year	-0.2%	11.2%	5.7%	20.0%	-15.65%	7.15%	-6.87%	6.57%	-3.20%	13.18%
Taxes	50.36%	48.47%	47.18%	42.93%	50.87%	48.01%	49.58%	47.45%	51.49%	46.60%
Licenses and permits	1.83%	1.63%	1.53%	1.29%	1.54%	1.61%	1.63%	1.53%	1.62%	1.64%
Intergovernmental	20.17%	20.75%	20.98%	16.97%	27.81%	28.98%	22.78%	21.41%	22.24%	21.12%
Charges for services	10.83%	10.10%	10.19%	8.88%	4.51%	3.96%	4.09%	3.67%	3.47%	4.12%
Fines and forfeitures	1.33%	1.07%	0.91%	0.75%	0.76%	0.70%	0.81%	0.81%	0.73%	0.54%
Special assessments	2.72%	2.46%	2.26%	1.85%	2.49%	2.37%	2.55%	2.49%	2.71%	3.50%
Health insurance contributions	6.51%	5.82%	6.29%	5.32%	7.55%	7.41%	8.15%	8.44%	9.64%	9.25%
Other grants and donations	3.33%	6.25%	8.60%	19.62%	3.00%	5.66%	7.39%	10.97%	5.54%	8.81%
Interest income	0.78%	0.63%	0.58%	0.33%	0.33%	0.39%	1.00%	1.66%	2.43%	2.76%
Increase (decrease) in investments to fair market value	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.58%	-0.53%	-0.63%	0.79%
Rent	-	-	-	-	-	-	0.10%	0.10%	0.08%	0.08%
Miscellaneous	2.13%	2.83%	1.67%	2.07%	1.14%	0.91%	1.34%	2.00%	0.69%	0.79%
Total revenues	100%	100%	100%	100%	100%	100%	100%	100%	100%	100%

Notes:

¹ Includes all governmental fund types.

² In fiscal year 2013, the City-County received a \$9.75 million contribution from ARCO. This contribution was an extraordinary item. The adjusted change in revenues from fiscal year 2013 to fiscal year 2014 would have been -1.94% in comparison to the -

Data Source:

City-County of Butte-Silver Bow Comprehensive Annual Financial Reports

City-County of Butte-Silver Bow, Montana
General Governmental Expenditures by Function (Unaudited) ¹
Last Ten Fiscal Years
(modified accrual basis of accounting)

Function	Fiscal Year Ended June 30,									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Expenditures										
Current:										
General government	\$ 11,458,574	\$ 12,474,199	\$ 12,287,148	\$ 15,498,469	\$ 14,785,356	\$ 14,417,570	\$ 15,336,345	\$ 16,405,041	\$ 16,055,563	\$ 17,588,835
Public safety	12,997,523	13,509,599	14,156,543	14,952,479	15,766,928	17,133,438	16,429,529	16,615,216	16,974,254	17,819,012
Public works	5,878,676	5,853,713	6,289,553	7,175,285	7,267,846	6,751,251	6,964,462	6,467,718	7,007,849	6,848,013
Public health	4,398,727	4,314,569	4,089,051	3,365,203	2,871,884	4,368,679	4,300,151	4,331,549	4,770,124	5,048,400
Social and economic services	232,947	244,450	266,718	267,669	277,888	293,566	306,629	299,122	261,348	282,977
Culture and recreation	2,823,045	2,985,930	3,204,264	3,295,892	3,650,028	4,019,982	4,259,871	4,405,557	4,384,221	4,983,343
Housing and community development	2,637,652	4,977,792	3,134,041	4,912,038	3,130,182	2,158,994	3,471,255	5,378,927	3,651,594	2,586,547
Total Current	\$ 40,427,144	\$ 44,360,252	\$ 43,427,318	\$ 49,467,035	\$ 47,750,112	\$ 49,143,480	\$ 51,068,242	\$ 53,903,130	\$ 53,104,953	\$ 55,157,127
% Change From Prior Year	2.3%	9.7%	-2.1%	13.9%	-3.5%	2.9%	3.9%	5.6%	-1.5%	3.9%
Capital Outlay	\$ 9,109,766	\$ 6,025,536	\$ 13,594,069	\$ 8,911,599	\$ 6,358,996	\$ 8,257,423	\$ 5,852,067	\$ 10,354,040	\$ 15,390,334	\$ 9,240,742
% Change From Prior Year	1.1%	-33.9%	125.6%	-34.4%	-28.6%	29.9%	-29.1%	76.9%	48.6%	-40.0%
Debt Service										
Principal	\$ 3,730,440	\$ 4,082,022	\$ 2,527,347	\$ 2,813,182	\$ 2,863,588	\$ 2,847,439	\$ 7,515,902	\$ 2,279,320	\$ 2,531,908	\$ 2,396,993
Interest and fees	2,132,612	1,890,566	1,652,584	1,280,368	1,185,254	1,093,461	935,319	855,763	1,163,456	1,115,582
Bond issuance costs	-	272,160	260,644	-	-	-	-	-	-	-
Total Debt Service	\$ 5,863,052	\$ 6,244,748	\$ 4,440,575	\$ 4,093,550	\$ 4,048,842	\$ 3,940,900	\$ 8,451,221	\$ 3,135,083	\$ 3,695,364	\$ 3,512,575
% Change From Prior Year	15.1%	6.5%	-28.9%	-7.8%	-1.09%	-2.67%	114.4%	-62.9%	17.9%	-4.9%
Total Expenditures	\$ 55,399,962	\$ 56,630,536	\$ 61,461,962	\$ 62,472,184	\$ 58,157,950	\$ 61,341,803	\$ 65,371,530	\$ 67,392,253	\$ 72,190,651	\$ 67,910,444
Debt Service as a % of Noncapital Expenditures	12.7%	11.8%	8.7%	7.6%	7.8%	7.4%	14.2%	5.5%	6.5%	6.0%

Notes:

¹ Includes all governmental fund types.

Data Source:

City-County of Butte-Silver Bow Comprehensive Annual Financial Reports

City-County of Butte-Silver Bow, Montana
General Governmental Current Expenditures by Function (Unaudited)
Last Ten Fiscal Years
(modified accrual basis of accounting)

Function	Fiscal Year Ended June 30,									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Expenditures:										
Current:										
General government	\$ 11,458,574	\$ 12,474,199	\$ 12,287,148	\$ 15,498,469	\$ 14,785,356	\$ 14,417,570	\$ 15,336,345	\$ 16,405,041	\$ 16,055,563	\$ 17,588,835
Public safety	12,997,523	13,509,599	14,156,543	14,952,479	15,766,928	17,133,438	16,429,529	16,615,216	16,974,254	17,819,012
Public works	5,878,676	5,853,713	6,289,553	7,175,285	7,267,846	6,751,251	6,964,462	6,467,718	7,007,849	6,848,013
Public health	4,398,727	4,314,569	4,089,051	3,365,203	2,871,884	4,368,679	4,300,151	4,331,549	4,770,124	5,048,400
Social and economic services	232,947	244,450	266,718	267,669	277,888	293,566	306,629	299,122	261,348	282,977
Culture and recreation	2,823,045	2,985,930	3,204,264	3,295,892	3,650,028	4,019,982	4,259,871	4,405,557	4,384,221	4,983,343
Housing and community development	2,637,652	4,977,792	3,134,041	4,912,038	3,130,182	2,158,994	3,471,255	5,378,927	3,651,594	2,586,547
Total Current	\$ 40,427,144	\$ 44,360,252	\$ 43,427,318	\$ 49,467,035	\$ 47,750,112	\$ 49,143,480	\$ 51,068,242	\$ 53,903,130	\$ 53,104,953	\$ 55,157,127
Current:										
General government	28.34%	28.12%	28.29%	31.33%	30.96%	29.34%	30.03%	30.43%	30.23%	31.89%
Public safety	32.15%	30.45%	32.60%	30.23%	33.02%	34.86%	32.17%	30.82%	31.96%	32.31%
Public works	14.54%	13.20%	14.48%	14.51%	15.22%	13.74%	13.64%	12.00%	13.20%	12.42%
Public health	10.88%	9.73%	9.42%	6.80%	6.01%	8.89%	8.42%	8.04%	8.98%	9.15%
Social and economic services	0.58%	0.55%	0.61%	0.54%	0.58%	0.60%	0.60%	0.55%	0.49%	0.51%
Culture and recreation	6.98%	6.73%	7.38%	6.66%	7.64%	8.18%	8.34%	8.17%	8.26%	9.03%
Housing and community development	6.52%	11.22%	7.22%	9.93%	6.56%	4.39%	6.80%	9.99%	6.88%	4.69%
Total Current	100%	100%	100%	100%	100%	100%	100%	100%	100%	100%

Data Source:
City-County of Butte-Silver Bow Comprehensive Annual Financial Reports

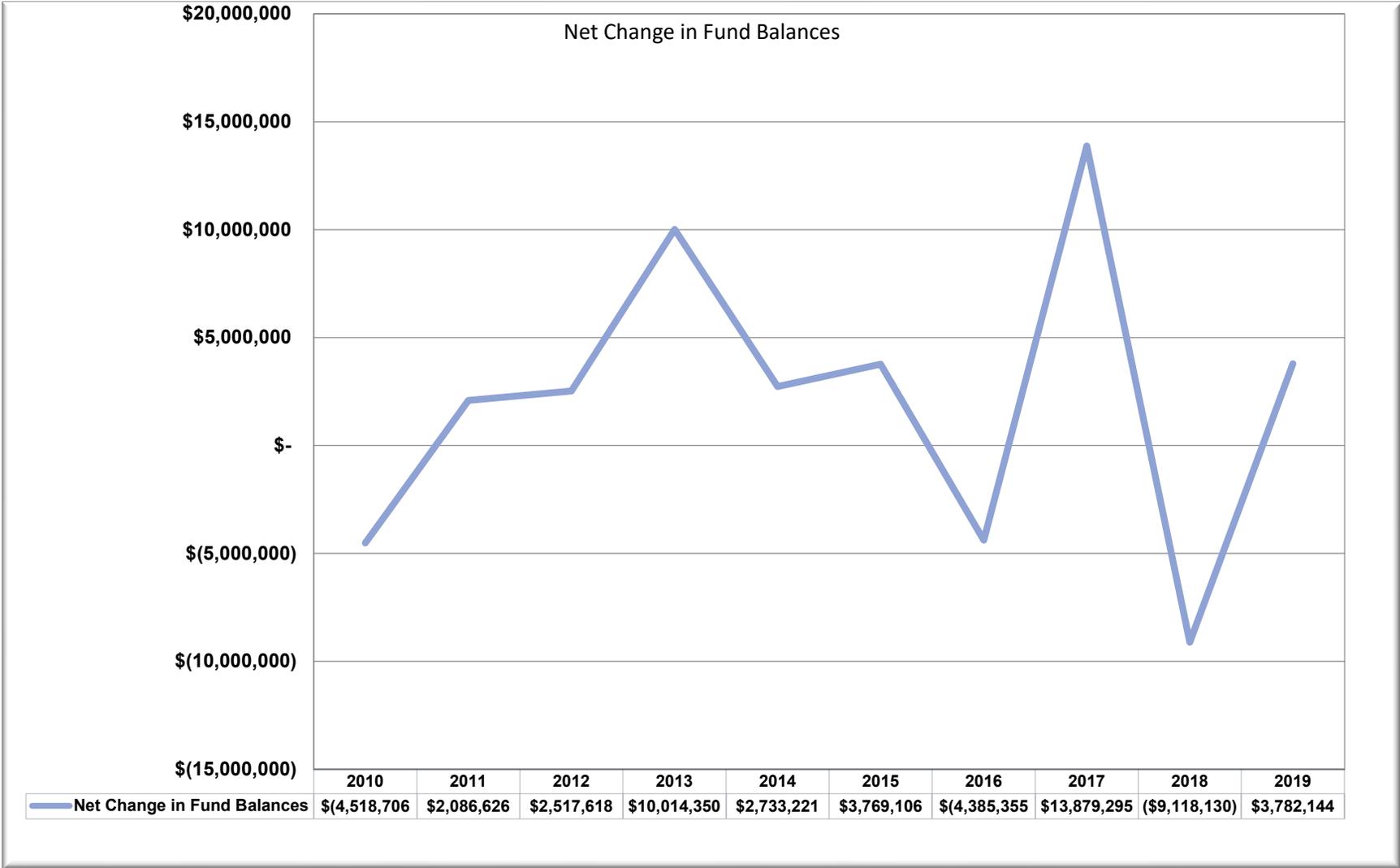
City-County of Butte-Silver Bow, Montana
Changes in Fund Balances - Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year Ended June 30,									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Total Revenues - Exhibit IX	\$50,629,991	\$56,316,348	\$59,541,883	\$71,440,975	\$60,260,960	\$64,570,865	\$60,134,450	\$64,086,357	\$62,033,836	\$70,210,295
Total Expenditures - Exhibit X	55,399,962	56,630,536	61,461,962	62,472,184	58,157,950	61,341,803	65,371,530	67,392,253	72,190,651	67,910,444
Excess (Deficiency) of Revenues Over (Under) Expenditures	(4,769,971)	(314,188)	(1,920,079)	8,968,791	2,103,010	3,229,062	(5,237,080)	(3,305,896)	(10,156,815)	2,299,851
Other Financing Sources (Uses)										
Tax increment bonds issued	-	13,705,000	4,050,000	-	-	-	-	8,080,000	-	-
Refunding general obligation bonds issued	-	-	9,505,000	799,294	17,000	-	-	7,298,007	9,160,000	-
Premium on refunding general obligation bonds	-	-	355,770	-	-	-	-	-	693,046	-
General obligation notes issued	-	-	-	-	-	-	-	799,489	-	645,454
Insurance recoveries	3,000	-	2,482	-	324,783	97,598	11,231	11,642	173,470	-
Payment to refunding bond escrow agent	-	(11,655,000)	(9,721,820)	-	-	-	-	-	(9,735,975)	-
Disposal of capital assets	2,000	104,550	-	-	-	-	20,000	151,880	3,385	14,000
Issuance of general obligation notes & leases	-	-	-	-	42,163	-	151,523	-	-	-
Transfers in	6,979,676	7,479,978	5,084,279	5,654,553	5,582,273	4,740,572	8,742,976	4,405,561	3,827,504	3,257,513
Transfers out	(6,733,411)	(7,233,714)	(4,838,014)	(5,408,288)	(5,336,008)	(4,298,126)	(8,074,005)	(3,561,388)	(3,082,745)	(2,434,674)
Total Other Financing Sources (Uses)	251,265	2,400,814	4,437,697	1,045,559	630,211	540,044	851,725	17,185,191	1,038,685	1,482,293
Net Change in Fund Balances	<u>\$ (4,518,706)</u>	<u>\$ 2,086,626</u>	<u>\$ 2,517,618</u>	<u>\$ 10,014,350</u>	<u>\$ 2,733,221</u>	<u>\$ 3,769,106</u>	<u>\$ (4,385,355)</u>	<u>\$ 13,879,295</u>	<u>\$ (9,118,130)</u>	<u>\$ 3,782,144</u>

Data Source:

City-County of Butte-Silver Bow Comprehensive Annual Financial Reports

City-County of Butte-Silver Bow, Montana
Changes in Fund Balances - Governmental Funds-Chart
Last Ten Fiscal Years
(modified accrual basis of accounting)



Data Source:
 City-County of Butte-Silver Bow Comprehensive Annual Financial Reports

City-County of Butte-Silver Bow, Montana
*Assessed Market Value*³
Last Ten Fiscal Years

Exhibit XIII

Market Value										
Fiscal Year Ended June 30,	Tax Year	Real/Centrally Assessed Property	Mobile Home	Personal Property	Motor Vehicle	Less: Tax Exempt Real Property	Total Assessed Market Value	Total Direct Tax Rate ¹	Assessed Taxable Value ²	Assessed Taxable Value as a % of Assessed Market Value
2010	2009	\$ 2,651,836,937	\$ 10,001,273	\$35,204,322	\$ 76,284	\$ 78,211,071	\$ 2,618,907,745	349.84	\$ 49,017,375	1.87%
2011	2010	\$ 2,482,909,530	\$ 9,697,511	\$39,178,194	\$ 72,798	\$ 84,798,691	\$ 2,447,059,342	353.73	\$ 49,174,441	2.01%
2012	2011	\$ 2,575,523,449	\$ 9,197,897	\$41,163,465	\$ 59,290	\$ 93,796,301	\$ 2,532,147,800	351.28	\$ 54,024,236	2.13%
2013	2012	\$ 2,243,877,041	\$ 8,787,773	\$40,912,963	\$ 50,229	\$ 100,134,151	\$ 2,193,493,855	375.25	\$ 56,237,781	2.56%
2014	2013	\$ 2,300,947,870	\$ 8,660,414	\$46,280,126	\$ 162,116	\$ 102,876,219	\$ 2,253,174,307	371.48	\$ 58,451,664	2.59%
2015	2014	\$ 2,176,904,734	\$ 8,335,704	\$45,233,222	\$ 104,278	\$ 109,472,600	\$ 2,121,105,338	400.00	\$ 57,091,906	2.69%
2016	2015	\$ 2,820,968,639	\$ 13,625,135	\$46,229,321	\$ 48,083	\$ 157,452,276	\$ 2,723,418,902	387.87	\$ 60,156,618	2.21%
2017	2016	\$ 2,770,793,518	\$ 13,288,145	\$47,610,307	\$ 41,754	\$ 161,841,862	\$ 2,669,891,862	396.46	\$ 58,969,078	2.21%
2018	2017	\$ 2,979,735,263	\$ 12,460,570	\$49,088,573	\$ 50,696	\$ 153,135,742	\$ 2,888,199,360	410.21	\$ 61,746,449	2.14%
2019	2018	\$ 2,981,805,928	\$ 12,408,690	\$45,038,212	\$ 49,950	\$ 161,748,393	\$ 2,877,554,387	410.00	\$ 63,692,335	2.21%
% Change from 2010 to 2019		12.4%	24.1%	27.9%	-34.5%	106.8%	9.9%	17.2%	29.9%	

Notes:

¹ Mills levied to provide funding for local government operations

² The Assessed Taxable Value is also referenced in Exhibit XV. The above schedule does not include the Gross Proceeds Tax, Urban Revitalization District or the Tax Increment Financing Industrial District.

³ Property in the City-County of Butte-Silver Bow is reassessed by the State Department of Revenue every 2 years, beginning in fiscal year 2015. Prior to 2015, property was reassessed every 6 years.

Data Source:

Montana Department of Revenue; City-County of Butte-Silver Bow Finance and Budget Department

City-County of Butte-Silver Bow, Montana
Direct and Overlapping Property Tax Rates ¹
Last Ten Fiscal Years

Fiscal Year	Tax Year	Direct Rate			Overlapping Rates ²				
		Operating	Debt Service	Total	County-Wide Schools & School District No. 1			Special Districts	State of Montana
					Operating	Debt Service	Total		
2010	2009	320.67	29.17	349.84	312.30	15.32	327.62	19.39	47.50
2011	2010	317.83	35.90	353.73	308.09	15.27	323.36	19.21	47.50
2012	2011	322.67	28.61	351.28	290.86	13.43	304.29	18.82	47.50
2013	2012	350.65	24.60	375.25	291.21	2.16	293.37	18.79	47.50
2014	2013	343.24	28.24	371.48	321.56	2.46	324.02	16.76	47.50
2015	2014	368.74	31.26	400.00	315.03	2.22	317.25	17.49	47.50
2016	2015	363.65	24.22	387.87	288.03	2.49	290.52	16.66	47.50
2017	2016	360.03	36.43	396.46	290.36	1.12	291.48	17.14	47.50
2018	2017	373.23	36.98	410.21	307.94	1.00	308.94	16.73	47.50
2019	2018	359.32	50.68	410.00	331.04	-	331.04	20.13	47.50
% Change From 2010-2019		12.1%	73.7%	17.2%	6.0%	-100.0%	1.0%	3.8%	0.0%

Notes:

¹ Tax rates expressed in rate per \$1,000 of annual tax values (i.e., mills).

² Overlapping rates are those that coincide, at least in part, with the geographic boundaries of the City-County.

Data Source:

Montana Department of Revenue; City-County of Butte-Silver Bow Finance and Budget Department

City-County of Butte-Silver Bow, Montana
Principal Property Taxpayers
Current Year and Ten Years Ago

Fiscal Year 2019-Tax Year 2018				Fiscal Year 2010-Tax Year 2009			
Principal Taxpayer	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value ⁵	Principal Taxpayer	Taxable Assessed Value ⁵	Rank	Percentage of Total Taxable Assessed Value
Northwestern Energy ¹	\$ 25,364,800	1	36.60%	REC ^{1&2}	\$ 18,510,600	1	30.43%
Montana Resources, Inc.	12,657,902	2	18.26%	Northwestern Energy ¹	15,979,694	2	26.27%
REC ^{1&2}	5,771,664	3	8.33%	Montana Resources, Inc.	10,773,972	3	17.71%
Praxair, Inc - REC Affiliated ¹	894,681	4	1.29%	Qwest Corporation	1,260,898	4	2.07%
Charter Communication Inc ⁴	614,372	5	0.89%	Praxair, Inc. - REC Affiliated ¹	547,412	5	0.90%
Basin Creek Equity Partners, LLC	561,990	6	0.81%	Charter Communication Inc ⁴	547,211	6	0.90%
Qwest Corporation ¹	449,842	7	0.65%	Verizon Wireless ¹	437,846	7	0.72%
Verizon Wireless ¹	361,279	8	0.52%	Walmart Stores, Inc	427,269	8	0.70%
Burlington Northern/Santa Fe Railroad	325,536	9	0.47%	Big Sky Senior Living ³	353,135	9	0.58%
Walmart Stores, Inc	293,428	10	0.42%	Hyman David L. & Anne Trustees	291,783	10	0.47%
Total Principal Taxpayers	47,295,494		68.24%	Total Principal Taxpayers	49,129,820		80.76%
All Other Taxpayers	22,010,042		31.76%	All Other Taxpayers	11,696,123		19.24%
Total	\$ 69,305,536		100%	Total	\$ 60,825,943		100%

Notes:

¹ Taxable valuation lies in whole or in part in the Urban Revitalization District or Tax Increment Financing Industrial District.

² Formerly known as ASiMI

³ Formerly known as Butte Senior Living Property and/or Waterford

⁴ Formerly known as Bresnan Communications

⁵ Prior year reports only reflected real property taxable assessed value. Figures have been updated to reflect **total** taxable assessed value, which includes personal property.

Data Source:

City-County of Butte-Silver Bow Tax Records

City-County of Butte-Silver Bow, Montana
Principal Tax Payers in the Ramsay Tax Increment Financing Industrial District (TIFID)
Current Tax Year and Ten Years Ago

Fiscal Year 2019- Tax Year 2018						Fiscal Year 2010- Tax Year 2009					
Rank	Property Owner	Aggregate Market Value	Aggregate Taxable Value	Aggregate Taxes Billed	Incremental Taxes Billed	Rank	Property Owner	Aggregate Market Value	Aggregate Taxable Value	Aggregate Taxes Billed	Incremental Taxes Billed
1	REC Inc ¹	\$ 167,483,887	\$ 4,219,522	\$ 3,055,103	\$ 2,070,291	1	Advanced Silicon Materials, LLC	\$ 338,200,187	\$10,097,295	\$ 6,555,972	\$ 5,495,512
2	Praxair, Inc	\$ 23,528,661	\$ 587,096	\$ 425,081	\$ 288,056	2	Praxair, Inc	\$ 9,598,102	\$ 287,294	\$ 186,534	\$ 156,361
3	ARC FEBTMTTOOL, LLC	\$ 5,234,400	\$ 98,930	\$ 71,629	\$ 48,540	3	REC Inc ¹	\$ 1,879,117	\$ 56,374	\$ 36,603	\$ 30,682
4	Montana Precision Products, LLC	\$ 5,228,455	\$ 78,427	\$ 56,784	\$ 38,480	4	Rhodia, Inc	\$ 1,390,571	\$ 41,610	\$ 27,017	\$ 22,646
5	Burlington Northern & Santa Fe Railroad	\$ 2,201,542	\$ 68,688	\$ 49,733	\$ 33,701	5	Burlington Northern & Santa Fe Railroad	\$ 1,072,198	\$ 36,884	\$ 23,948	\$ 20,074
6	The Scoular Company	\$ 1,599,812	\$ 30,237	\$ 21,893	\$ 14,836	6	The Scoular Company	\$ 1,020,209	\$ 29,892	\$ 19,408	\$ 16,269
7	Solvay USA ²	\$ 1,500,684	\$ 27,577	\$ 19,967	\$ 13,531	7	Union Pacific Railroad Company	\$ 610,340	\$ 21,057	\$ 13,672	\$ 11,460
8	Union Pacific Railroad Company	\$ 826,094	\$ 25,774	\$ 18,661	\$ 12,646	8	Seacast of Montana LLC	\$ 621,337	\$ 18,640	\$ 12,103	\$ 10,145
9	Northwestern Energy - Transmission	\$ 133,774	\$ 16,052	\$ 11,622	\$ 7,876	9	Bell-Mont Properties Inc.	\$ 489,261	\$ 14,335	\$ 9,307	\$ 7,802
10	German Gulch Development	\$ 838,739	\$ 15,852	\$ 11,477	\$ 7,778	10	Praxair Leased Equipment	\$ 203,872	\$ 6,116	\$ 3,971	\$ 3,329
11	BELL-MONT Properties, Inc	\$ 695,700	\$ 13,149	\$ 9,520	\$ 6,452	11	Ueland Ranches Inc.	\$ 147,222	\$ 4,368	\$ 2,836	\$ 2,377
12	Praxair Leased Equipment	\$ 335,571	\$ 8,673	\$ 6,280	\$ 4,255	12	BGME, LLC	\$ 125,096	\$ 3,857	\$ 2,504	\$ 2,099

Notes:

¹ Formally known as Advanced Silicon Materials, Inc

² Formally known as Rhodia, Inc.

Data Source:

City-County of Butte-Silver Bow Tax Records

City-County of Butte-Silver Bow, Montana
Property Tax Levies and Collections for all Tax Jurisdictions¹
Last Ten Fiscal Years

Fiscal Year Ended June 30,	Tax Year	Taxes Levied for the Fiscal Year	Collected Within the Fiscal Year of the Levy		Collections in Subsequent Years ²	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
2010	2009	\$ 33,503,983	\$ 31,298,511	93.42%	\$ 1,416,352	\$ 32,714,863	97.64%
2011	2010	33,281,458	31,435,793	94.45%	1,764,665	33,200,458	99.76%
2012	2011	35,931,784	33,568,370	93.42%	1,266,608	34,834,978	96.95%
2013	2012	38,188,890	35,996,426	94.26%	1,531,167	37,527,593	98.27%
2014	2013	40,683,406	38,571,283	94.81%	1,586,707	40,157,990	98.71%
2015	2014	39,797,376	38,308,670	96.26%	2,055,738	40,364,408	101.42%
2016	2015	39,071,539	38,137,617	97.61%	1,416,867	39,554,484	101.24%
2017	2016	38,792,127	37,584,636	96.89%	1,708,889	39,293,525	101.29%
2018	2017	43,050,676	41,757,395	97.00%	1,434,759	43,192,154	100.33%
2019	2018	45,201,954	43,967,174	97.27%	1,338,609	45,305,783	100.23%
Total		<u>\$ 419,626,926</u>	<u>\$ 400,090,203</u>	95.34%	<u>\$ 16,693,201</u>	<u>\$ 416,783,404</u>	99.32%

Notes:

¹ Does not include Tax Increment Financing Industrial Districts (TIFID) or Urban Revitalization Agency (URA) Districts, but does include School Districts.

² The City-County did not implement GASB Statement No. 44 retroactively.

Data Source:

City-County of Butte-Silver Bow Tax Records

City-County of Butte-Silver Bow, Montana
Property Tax Levies and Collections for City-County of Butte-Silver Bow¹
Last 7 Fiscal Years

Fiscal Year Ended June 30,	Tax Year	Taxes Levied for the 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
2013	2012	\$ 21,086,279	\$ 18,901,581	89.64%	\$ 753,403	\$ 19,654,984	93.21%
2014	2013	21,699,055	19,111,274	88.07%	808,110	19,919,384	91.80%
2015	2014	22,401,785	22,562,566	100.72%	1,032,281	23,594,847	105.33%
2016	2015	22,923,273	21,703,290	94.68%	791,398	22,494,689	98.13%
2017	2016	22,916,646	21,764,942	94.97%	1,011,795	22,776,737	99.39%
2018	2017	24,871,226	23,979,796	96.42%	831,039	24,810,835	99.76%
2019	2018	25,682,748	24,913,730	97.01%	824,372	25,738,102	100.22%
Total		<u>\$ 161,581,012</u>	<u>\$ 152,937,179</u>	94.65%	<u>\$ 6,052,399</u>	<u>\$ 158,989,578</u>	98.40%

Notes:

¹ This table contains the taxes levied and collections for the City-County of Butte-Silver Bow. All other taxing jurisdictions have been excluded.

Data Source:

City-County of Butte-Silver Bow Tax Records

City-County of Butte-Silver Bow, Montana
Taxable Value of the Ramsay Tax Increment Financing Industrial District (TIFID)
Last Ten Fiscal Years

Fiscal Year Ended June 30,	Tax Year	Taxable Value of the District¹
2010	2009	\$ 8,923,386
2011	2010	\$ 10,413,555
2012	2011	\$ 10,195,950
2013	2012	\$ 10,316,085
2014	2013	\$ 9,824,217
2015	2014	\$ 7,027,160
2016	2015	\$ 6,258,770
2017	2016	\$ 5,127,800
2018	2017	\$ 4,231,628
2019	2018	\$ 3,618,432

Notes:

¹ *Taxable value exclusive of base value \$1,721,230*

Data Source:

Certified Values from the Montana Department of Revenue

City-County of Butte-Silver Bow, Montana
 Ratios of Total Debt Outstanding by Type¹
 Last Ten Fiscal Years

Fiscal Year Ended June 30,	Governmental Activities						Business-Type Activities					Total Primary Government	Percentage of Personal Income ²	Population ²	Debt Per Capita
	General Obligation Bonds	Unamortized Premium	Special Assessment Bonds	Capital Leases	Notes & Loans	Tax Increment Financing Bonds	Water Utility Revenue Bonds	Metro Sewer Revenue Bonds	Notes & Loans	Capital Leases					
2010	\$18,811,630	\$ -	\$ 200,000	\$ 354,120	\$ 988,420	\$ 14,935,000	\$ 8,354,837	\$ -	\$ -	\$ -	\$43,644,007	3.38%	34,239	1,275	
2011	\$17,851,416	\$ -	\$ 155,000	\$ 320,223	\$ 815,507	\$ 13,995,000	\$ 6,772,316	\$ -	\$ -	\$ -	\$39,909,462	2.71%	34,388	1,161	
2012	\$16,951,202	\$ 443,666	\$ 105,000	\$ 284,489	\$ 634,109	\$ 16,830,000	\$ 6,688,366	\$ 1,041,322	\$ -	\$ -	\$42,978,154	2.78%	34,493	1,246	
2013	\$16,155,668	\$ 419,680	\$ 55,000	\$ 246,817	\$ 1,243,107	\$ 15,510,000	\$ 5,442,691	\$ -	\$ -	\$ -	\$39,072,963	2.58%	34,512	1,132	
2014	\$14,946,468	\$ 395,694	\$ -	\$ 207,103	\$ 1,041,610	\$ 14,170,000	\$ 3,246,387	\$ -	\$ -	\$ -	\$34,007,262	2.18%	34,680	981	
2015	\$13,702,269	\$ 371,709	\$ -	\$ 165,235	\$ 851,252	\$ 12,775,000	\$ 2,107,000	\$ 12,203,779	\$ -	\$ 7,398	\$42,183,642	2.75%	34,276	1,231	
2016	\$12,070,346	\$ 347,723	\$ -	\$ 251,499	\$ 655,823	\$ 6,780,000	\$ 2,010,000	\$ 28,299,032	\$ -	\$ 4,228	\$50,418,651	3.28%	34,864	1,446	
2017	\$17,605,132	\$ 765,420	\$ -	\$ 176,560	\$ 1,206,146	\$ 14,215,000	\$ 1,911,000	\$ 28,682,144	\$ 112,454	\$ 1,057	\$64,674,913	4.03%	34,553	1,872	
2018	\$15,650,000	\$ 1,064,098	\$ -	\$ 25,515	\$ 1,010,416	\$ 13,670,000	\$ 1,808,000	\$ 27,915,218	\$ 88,959	\$ -	\$61,232,206	3.69%	34,602	1,770	
2019	\$14,050,000	\$ 977,473	\$ -	\$ -	\$ 1,479,391	\$ 13,075,000	\$ 1,703,000	\$ 27,067,887	\$ 64,634	\$ -	\$58,417,385	3.41%	34,993	1,669	

Notes:
¹ Details regarding the City-County's outstanding debt can be found in the notes to the basic financial statements.

Data Source:
² Exhibit XXII

City-County of Butte-Silver Bow, Montana
Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years

Fiscal Year Ended June 30,	General Obligation Bonds	Unamortized Premium	Less: Amounts		Assessed Market Value ²	Percentage of Assessed Market		
			Available in Debt Service Funds	Total		Population ¹	Value of Property	Debt Per Capita
2010	\$ 18,811,630	\$ -	\$ 89,377	\$ 18,722,253	34,239	\$ 2,618,904,259	0.71%	547
2011	\$ 17,851,416	\$ -	\$ 163,220	\$ 17,688,196	34,388	\$ 2,447,045,834	0.72%	514
2012	\$ 16,951,202	\$ 443,666	\$ 293,279	\$ 17,101,589	34,493	\$ 2,532,138,739	0.68%	496
2013	\$ 16,155,668	\$ 419,680	\$ 89,887	\$ 16,485,461	34,512	\$ 2,193,605,742	0.75%	478
2014	\$ 14,946,468	\$ 395,694	\$ 89,138	\$ 15,253,024	34,680	\$ 2,253,116,469	0.68%	440
2015	\$ 13,702,269	\$ 371,709	\$ 309,685	\$ 13,764,293	34,276	\$ 2,121,049,143	0.65%	402
2016	\$ 12,070,346	\$ 347,723	\$ 266,340	\$ 12,151,729	34,864	\$ 2,723,412,573	0.45%	349
2017	\$ 17,605,132	\$ 765,420	\$ 843,786	\$ 17,526,766	34,553	\$ 2,669,900,804	0.66%	507
2018	\$ 15,650,000	\$ 1,064,098	\$ 1,055,257	\$ 15,658,841	34,602	\$ 2,888,199,360	0.54%	453
2019	\$ 14,050,000	\$ 977,473	\$ 1,028,569	\$ 13,998,904	34,993	\$ 2,877,554,387	0.49%	400

Data Source:

¹ Exhibit XXII

² Exhibit XIII

City-County of Butte-Silver Bow, Montana
Governmental Activities Direct and Overlapping Debt
June 30, 2019

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable ²</u>	<u>Estimated Share of Overlapping Debt</u>
Debt Repaid With Property Taxes			
Overlapping Debt¹			
Butte School District No. 1, Montana ³	\$ 35,000,000	100.0%	\$ 35,000,000
Ramsay Elementary School District No. 3, Montana ⁴	89,829	100.0%	89,829
City and County Direct Debt			
General obligation bonds	14,050,000		
General obligation bond premiums	977,473		
Tax increment bonds	13,075,000		
Notes and loans	<u>1,479,391</u>		
Total City and County Direct Debt	<u>\$ 29,581,864</u>	100.0%	<u>29,581,864</u>
Total Direct and Overlapping Debt			<u><u>\$ 64,671,693</u></u>

Notes:

¹ Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City-County.

² For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another government's taxable assessed value that is within the City's boundaries and dividing it by the City-County's total taxable assessed value.

Data Source:

³ Butte School District No. 1 Butte, Montana Business Office

⁴ Ramsay Elementary School District No. 3 Butte, Montana Business Clerk

City-County of Butte-Silver Bow, Montana
 Legal Debt Margins
 Last Ten Fiscal Years

	Fiscal Year Ended June 30,									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Legal Debt Margin										
Debt limit (2.5% of total assessed value)	\$ 65,359,959	\$ 61,212,613	\$ 53,009,291	\$ 53,428,534	\$ 56,327,912	\$ 53,026,229	\$ 71,812,730	\$ 70,662,869	\$ 72,204,984	\$ 71,938,860
Net debt applicable to limit:	20,154,170	18,987,146	17,869,800	17,645,592	16,195,181	14,718,757	12,977,668	18,987,838	16,685,931	15,529,391
Legal debt margin	\$ 46,548,329	\$ 43,361,197	\$ 36,058,089	\$ 37,692,546	\$ 40,132,731	\$ 38,307,472	\$ 58,835,062	\$ 51,675,031	\$ 55,519,053	\$ 56,409,469
As a percentage of debt limit	71.22%	70.84%	68.02%	70.55%	71.25%	72.24%	81.93%	73.13%	76.89%	78.41%

Legal Debt Margin Calculation for Fiscal Year 2019

Total assessed value	\$ 2,877,554,387
Debt limit (2.5% of total assessed value)	71,938,860
Total Current Indebtedness	15,529,391
Less special assessment bonds	-
Total debt applicable to limitation	15,529,391
Total legal debt margin	\$ 56,409,469

Data Source:
 City-County of Butte-Silver Bow Tax Records

City-County of Butte-Silver Bow
 Schedule of Debt Service Requirements and Debt Service Coverages
 Last Ten Fiscal Years

Business-Type Activities' Debt								
Fiscal Year	Operating Revenues	Operating Expenses	Less Depreciation & Amortization	Net Revenue Available for Debt Service	Principal	Interest	Total Debt Service	Debt Service Coverage
Metro Sewer Operations¹								
2015	\$ 5,817,894	\$ 4,481,047	\$ 1,070,107	\$ 2,406,954	\$ -	\$ 84,586	\$ 84,586	28.46
2016	\$ 6,505,441	\$ 5,217,877	\$ 1,545,430	\$ 2,832,994	\$ 437,000	\$ 489,872	\$ 926,872	3.06
2017	\$ 6,771,438	\$ 6,539,719	\$ 2,427,903	\$ 2,659,622	\$ 896,000	\$ 698,410	\$ 1,594,410	1.67
2018	\$ 6,748,141	\$ 6,636,765	\$ 2,725,654	\$ 2,837,030	\$ 919,000	\$ 699,854	\$ 1,618,854	1.75
2019	\$ 6,713,061	\$ 6,550,946	\$ 2,705,848	\$ 2,867,963	\$ 940,000	\$ 680,293	\$ 1,620,293	1.77
Water Utility Operations								
2010	\$ 6,904,199	\$ 6,867,426	\$ 2,582,629	\$ 2,619,402	\$ 1,580,000	\$ 274,425	\$ 1,854,425	1.41
2011	\$ 6,802,283	\$ 7,533,610	\$ 3,121,916	\$ 2,390,589	\$ 1,645,000	\$ 222,402	\$ 1,867,402	1.28
2012	\$ 7,664,876	\$ 7,716,837	\$ 3,170,978	\$ 3,119,017	\$ 1,690,000	\$ 170,228	\$ 1,860,228	1.68
2013	\$ 8,138,864	\$ 8,455,765	\$ 3,691,086	\$ 3,374,185	\$ 1,753,000	\$ 150,773	\$ 1,903,773	1.77
2014	\$ 8,845,836	\$ 8,982,087	\$ 3,477,154	\$ 3,340,903	\$ 1,907,000	\$ 124,992	\$ 2,031,992	1.64
2015	\$ 8,677,035	\$ 8,842,982	\$ 3,706,308	\$ 3,540,361	\$ 1,139,387	\$ 82,321	\$ 1,221,708	2.90
2016	\$ 8,717,563	\$ 9,312,592	\$ 3,587,354	\$ 2,992,325	\$ 97,000	\$ 61,035	\$ 158,035	18.93
2017	\$ 8,610,444	\$ 10,091,920	\$ 3,834,080	\$ 2,352,604	\$ 99,000	\$ 58,080	\$ 157,080	14.98
2018	\$ 9,149,257	\$ 10,799,719	\$ 4,960,821	\$ 3,310,359	\$ 103,000	\$ 55,020	\$ 158,020	20.95
2019	\$ 9,872,064	\$ 10,699,291	\$ 4,997,915	\$ 4,170,688	\$ 105,000	\$ 51,885	\$ 156,885	26.58
Tax Increment Activities' Debt								
Fiscal Year	Revenue Available for Debt Service	Principal ²	Interest ²	Total Debt Service	Debt Service Coverage			
Ramsay Tax Increment Financing Industrial District Operations								
2012	\$ 7,049,842	\$ -	\$ 42,553	\$ 42,553	165.67			
2013	\$ 6,935,182	\$ 345,000	\$ 157,793	\$ 502,793	13.79			
2014	\$ 6,050,364	\$ 315,000	\$ 147,893	\$ 462,893	13.07			
2015	\$ 4,988,855	\$ 325,000	\$ 138,293	\$ 463,293	10.77			
2016	\$ 4,240,521	\$ 335,000	\$ 128,393	\$ 463,393	9.15			
2017	\$ 3,365,875	\$ 345,000	\$ 117,547	\$ 462,547	7.28			
2018	\$ 2,834,797	\$ 355,000	\$ 105,069	\$ 460,069	6.16			
2019	\$ 2,619,709	\$ 370,000	\$ 91,013	\$ 461,013	5.68			
Urban Renewal District Operations								
2017	\$ 1,538,729	\$ -	\$ 124,814	\$ 124,814	12.33			
2018	\$ 1,448,938	\$ 190,000	\$ 331,378	\$ 521,378	2.78			
2019	\$ 1,472,560	\$ 225,000	\$ 322,766	\$ 547,766	2.69			

Notes:

¹ Metro Operations Series 2014 and Series 2015 bonds were issued during fiscal year 2015 and Series 2016 bonds were issued during fiscal years 2016 and 2017.

² The principal and interest amounts only reflect the amounts due on the Series 2011 bonds. Other bonds, which were directly issued and purchased by REC Silicon, Inc., are still outstanding and payable.

³ Schedule calculates debt service coverages based on fiscal year actuals. Debt service coverage calculations per bond covenant requirements are included in the long-term debt note to the financial statements and may differ from ratios reported here.

Data Source:

City-County of Butte-Silver Bow Finance and Budget Department

City-County of Butte-Silver Bow, Montana
Demographic and Economic Statistics
Last Ten Years

Year	Population ¹	(in thousands of dollars) Personal Income ¹	Per Capita Income ¹			Median Age	City School Enrollment ²	Unemployment Rates ^{3 & 4}		
			City & County	United States	County as a % of U.S.			City & County	State of Montana	United States
2010	34,239	\$ 1,289,755	\$ 37,669	\$ 40,144	94%	42.5	4,328	5.8%	6.7%	9.8%
2011	34,388	\$ 1,471,806	\$ 42,800	\$ 42,332	101%	41.7	4,227	6.0%	6.6%	9.3%
2012	34,493	\$ 1,545,215	\$ 44,798	\$ 44,200	101%	39.0	4,246	5.8%	6.0%	8.2%
2013	34,512	\$ 1,513,001	\$ 43,840	\$ 44,765	98%	41.3	3,882	5.5%	5.6%	7.2%
2014	34,680	\$ 1,556,543	\$ 44,883	\$ 46,405	97%	41.7	4,197	4.8%	4.7%	6.3%
2015	34,276	\$ 1,535,776	\$ 44,956	\$ 46,512	97%	41.0	4,143	3.9%	4.0%	5.3%
2016	34,864	\$ 1,535,667	\$ 44,355	\$ 48,112	92%	40.6	4,150	4.5%	4.2%	4.9%
2017	34,553	\$ 1,603,081	\$ 46,395	\$ 49,246	94%	40.3	4,116	4.1%	3.9%	4.4%
2018	34,602	\$ 1,658,928	\$ 47,943	\$ 51,640	93%	40.4	4,117	3.7%	3.8%	4.0%
2019	34,993	\$ 1,712,512	\$ 48,939	\$ 54,446	90%	40.8	4,261	3.4%	3.7%	3.7%

Data Source:

¹ U.S. Bureau of Economic Analysis, <http://www.bea.gov>

² Butte School District No. 1

³ Montana Department of Labor & Industry (MDLI), not seasonally adjusted, <https://lmi.mt.gov>

⁴ United States Bureau of Labor Statistics, not seasonally adjusted, <https://data.bls.gov>

City-County of Butte-Silver Bow, Montana
 Top Twenty Private Employers

<u>COMPANY NAME</u>	<u>INDUSTRY</u>	<u>EMPLOYMENT CLASS</u>
Northwestern Energy	Utilities	8
Acadia Montana	Health / Social Services	7
Advanced Silicon Materials (REC)	Polysilicon Production	7
Montana Resources	Mining	7
St. James Healthcare	Health Services	7
Town Pump	Retail	7
Walmart	Retail	7
Aware, Inc.	Health / Social Services	6
Butte Sheltered Workshop	Social Services	6
Community Counseling & Correctional Services	Social Services	6
Community Health Center	Health / Social Services	6
Easter Seals - Goodwill	Health / Social Services	6
Fairmont Hot Springs Resort	Accommodation/Recreation	6
Lady of the Rockies Rehab and Living Center	Health / Social Services	6
Montana Independent Living	Social Services	6
Montana Precision Products (Seacast)	Metal Fabricator	6
Safeway	Retail	6
Butte Adult Mental Health Center	Health / Social Services	5
Human Resources Council District XII (Head Start)	Social Services	5
McDonalds	Food Services	5

Notes:

An average of 16,405 people were employed in Butte-Silver Bow County during 3rd quarter 2018.

Top employer lists are provided in alphabetical order within employment class. The listing is not ranked in order of exact employment numbers for individual businesses, as such data is not accessible due to MDLI confidentiality agreements. Data pertains to calendar year 2017, the most recent figures available. Acadia Montana (Health/Social Services) closed their facility in July of 2019.

This list does not include State of Montana, the local government, schools or the university system.

Employment class details are as follows:

<u>Employment Class</u>	<u>Number of Employees</u>
8	500-999
7	250-499
6	100-249
5	50-99

Data Source:

Montana Department of Labor and Industry (MDLI)

City-County of Butte-Silver Bow, Montana
Full-Time Equivalent Employees by Function
Last Ten Fiscal Years

Function	Fiscal Year Ended June 30,									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
General Government	200	207	203	227	227	207	209	211	216	218
Public Safety										
Police										
Sheriff	1	1	1	1	1	1	1	1	1	1
Undersheriff	1	1	1	1	1	1	1	1	1	1
Officers	47	48	47	47	48	48	49	48	48	50
Civilians police	22	21	23	22	23	31	30	22	22	22
Detention Officers	27	28	27	28	29	29	29	29	29	29
Fire										
Chief	1	1	1	1	1	1	1	1	1	1
Assistant chief	1	1	1	1	1	1	1	1	1	1
Firefighters and officers	31	30	30	32	33	32	32	32	33	34
Civilians fire	1	1	1	1	1	1	1	3	3	5
Highways and Streets										
Engineering	2	3	3	2	4	2	2	2	2	2
Maintenance	24	21	24	19	10	18	18	20	19	15
Sanitation	6	8	8	8	6	8	8	10	9	8
Culture and Recreation	8	8	10	10	22	24	31	41	43	42
Water	50	45	47	45	43	44	44	47	47	47
Sewer	26	27	29	27	31	28	30	28	26	27
Total	448	451	456	472	481	476	487	496	501	503
Percentage Change From Prior Year	1.6%	0.7%	1.1%	3.5%	1.9%	-1%	2%	2%	1.0%	0.4%

Data Source:
City-County Payroll Records

City-County of Butte-Silver Bow, Montana
Operating Indicators by Function/Program
Last Ten Fiscal Years

Fiscal Year Ended June 30,										
Function	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Police										
Physical arrests	3,860	3,730	3,649	3,930	4,072	3,968	3,747	3,910	4,022	4,045
Parking violations	7,335	9,576	11,149	11,235	10,465	9,353	7,193	6,459	5,990	5,239
Traffic violations	4,587	4,235	3,475	3,674	3,711	3,252	2,973	2,978	3,419	3,671
Fire										
Inspections	177	185	243	230	226	223	400	770	855	1,181
Highway and Streets										
Street resurfacing (miles)	6.8	6.1	22.9	4.3	6.0	6.8	10.1	3.3	2.2	1.6
Potholes repaired	2,500	2,800	2,650	2,497	2,782	3,045	7,519	8,299	12,664	18,705
Sanitation										
Refuse collected (tons/day)	243.22	285.58	287.04	244.37	222.76	286.18	316.53	308.65	228.18	191.22
Recyclables collected (tons/day)	20.92	21.43	25.29	23.76	25.55	28.36	22.44	23.72	32.43	29.10
Water										
Connections	12,358	12,399	12,746	12,774	12,775	12,523	12,794	12,546	12,832	12,872
Water main breaks	240	232	212	231	243	215	337	174	177	154
Average daily consumption (thousands of gallons)	5,874	6,559	7,978	7,367	7,802	7,676	7,845	7,593	7,114	7,125
Wastewater										
Average daily sewage treatment (million of gallons/day)	3.58	3.94	3.78	3.75	3.87	3.87	3.77	4.20	4.17	4.04

Data Source:

Various City-County of Butte-Silver Bow Departments

City-County of Butte-Silver Bow, Montana
Capital Asset and Infrastructure Statistics by Function/Program
Last Ten Fiscal Years

Function	Fiscal Year Ended June 30,									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Public Safety										
Police:										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol units	26	34	33	33	35	35	38	38	39	36
Fire stations	11	11	11	11	11	11	11	11	11	11
Sanitation										
Collection trucks	10	16	16	16	17	18	18	18	21	21
Highways and Streets										
Streets (miles)	693	693	701	703	702	702	702	684	684	684
Streetlights	3,330	3,329	3,330	3,330	3,330	3,333	3,333	3,333	3,333	3,338
Traffic signals	40	48	48	46	50	50	48	48	48	37
Culture and Recreation										
Parks acreage	4,195	4,195	4,195	4,195	4,195	4,195	4,249	4,250	4,250	4,250
Parks	44	44	44	44	44	44	45	46	46	46
Swimming pools	-	-	-	-	-	-	-	-	1	1
Tennis courts	14	14	14	14	14	14	14	14	14	14
Community centers	1	1	1	1	1	1	1	1	1	1
Water										
Water mains (miles)	217	217	217	217	217	217	217	217	217	220
Fire hydrants	1,144	1,165	1,187	1,203	1,218	1,252	1,272	1,281	1,281	1,281
Maximum daily capacity (millions of gallons)	23	23	23	23	23	23	23	23	23	18
Wastewater										
Sanitary sewers (miles)	170.80	176.74	172.04	174.00	174.00	174.00	174.00	174.00	174.00	174.38
Storm sewers (miles)	69.61	69.61	81.27	81.27	81.27	81.83	81.83	81.83	81.83	82.01
Maximum daily treatment capacity (million of gallons/day)	8,500	8,500	8,500	8,500	8,500	8,500	8,500	8,500	8,500	6,700

Data Source:

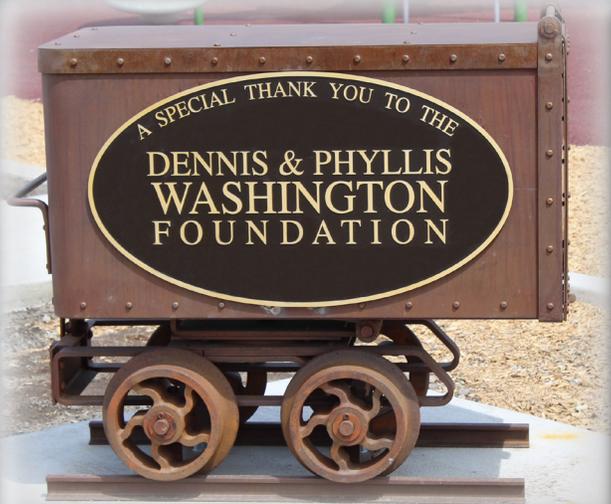
Various City-County of Butte-Silver Bow Departments

City-County of Butte-Silver Bow, Montana
Property Tax Levies (Levy Rates) Ramsay Tax Increment Financing Industrial District (TIFID)
Last Ten Fiscal Years

Fiscal Year	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Tax Year	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Levy Description										
State University Millage	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00
Statewide School Equalization	40.00	40.00	40.00	40.00	40.00	40.00	40.00	40.00	40.00	40.00
Countywide School Levy	99.11	95.38	92.75	94.79	114.15	103.28	94.68	96.20	89.07	104.20
Mile High Soils	1.05	0.99	1.01	0.94	0.94	1.13	0.92	0.98	0.82	0.96
Port of Montana-Port Authority	3.26	3.22	3.33	3.16	2.80	2.90	2.79	2.86	2.82	2.86
Airport Authority	3.26	3.22	3.33	3.16	2.80	2.90	2.79	2.86	2.82	2.86
Entitlement Levy	11.82	11.69	11.15	11.53	10.22	10.56	10.16	10.44	10.27	10.45
Emergency Services 3T	1.00	16.83	14.58	32.95	32.99	32.58	13.56	14.43	15.07	14.54
County Road	11.41	19.54	21.30	21.33	18.85	20.02	26.31	24.17	25.10	20.78
City-County of Butte-Silver Bow	252.66	281.46	286.79	259.98	251.40	276.60	272.11	264.94	279.43	273.77
City-County Voter Approved Debt Service	29.17	32.70	28.61	24.60	28.24	31.26	24.22	36.43	36.98	50.68
Ramsay Elementary School District No. 3	102.20	96.60	101.62	105.71	24.93	99.68	106.41	79.62	76.77	108.70
Butte High School District No. 1	88.34	89.11	86.10	74.29	86.66	88.45	80.03	79.47	85.40	88.24
Total	649.28	696.74	696.57	678.44	619.98	715.36	679.98	658.40	670.55	724.04

Data Source:

City-County of Butte-Silver Bow Tax Records



Comprehensive Annual Financial Report
for the Year Ended June 30, 2019

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