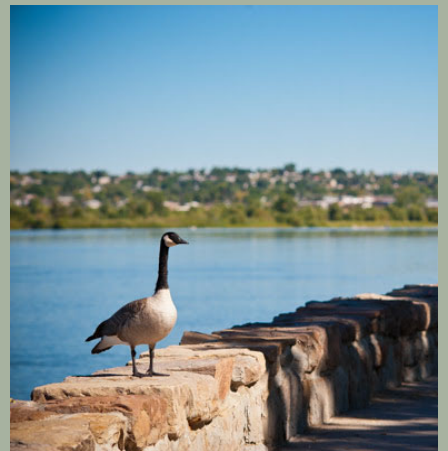


City of Great Falls, Montana



Fiscal Year 2022

# ANNUAL COMPREHENSIVE FINANCIAL REPORT

July 1, 2021 – June 30, 2022



# City of Great Falls, Montana Annual Comprehensive Financial Report

Fiscal Year 2022  
July 1, 2021 to June 30, 2022



Prepared by  
the City of Great Falls  
Finance Department



**City of Great Falls, Montana**  
**Annual Comprehensive Financial Report**  
**For the Fiscal Year Ended June 30, 2022**

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December 7, 2022

Citizens of the City of Great Falls  
Honorable Mayor and City Commission  
City of Great Falls, Montana

I am pleased to submit the Annual Comprehensive Financial Report of the City of Great Falls, Montana, for the fiscal year ended June 30, 2022. The Finance Department staff is responsible for preparing this report. Montana statutes state that local governments must file a financial report with the Montana Department of Administration within six months of the end of a fiscal year. This report is published to fulfill that requirement for the fiscal year ended June 30, 2022. Management is responsible for the content of the report, the accuracy of the presented data, and the completeness and fairness of the presentation, including all disclosures. It is believed that the data presented is accurate in all material aspects and presented in a manner designed to fairly set forth the financial position and results of operations of the City of Great Falls (the City) as measured by the financial activity of its various funds. This belief is based on a comprehensive system of internal controls established for this purpose. Because the cost of internal controls should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements. All disclosures necessary for the readers to gain maximum understanding of the City's financial affairs have been included.

Anderson ZurMuehlen & Co., P.C., has issued an unmodified ("clean") opinion on the City of Great Falls' financial statements for the fiscal year ended June 30, 2022. The independent auditor's report is located at the front of the financial section of this report (page 7).

Management's Discussion and Analysis (MD&A) provides a narrative introduction, overview and analysis to accompany the basic financial statements. This letter of transmittal is designed to complement the MD&A and should be read in combination with it. The City of Great Falls' MD&A can be found immediately following the report of the independent auditors (page 10).

### **PROFILE OF GOVERNMENT**

The City of Great Falls, incorporated in 1888, operates under the Commission-Manager form of government. The Mayor and four City Commissioners are elected at large, by popular vote, on a non-partisan basis. The Mayor serves a two-year term, while Commissioners serve four-year terms. The City Manager is appointed by the City Commission and is, in turn, responsible for all other City employees. The only exception is the Municipal Court Judge, who is elected to a four-year term of office. The City became a charter form of government in accordance with the Constitution of Montana effective July 1, 1986. This charter entitles the City to all the powers of a self-governing charter city not prohibited by the Montana Constitution, the charter, or specific provisions of Montana law. The self-governing powers of the City shall be liberally construed. Every reasonable doubt as to the existence of a power or authority of the City shall be resolved in favor of the existence of that power or authority.

Great Falls has nine neighborhood councils comprised of five members each. Members are elected to two-year terms. The elections are held in conjunction with the City general election. Neighborhood council members must be residents of their designated districts. The councils act in an advisory capacity to the City Commission, the City Manager, and to other City advisory bodies.

Services provided by the City of Great Falls include police, fire, municipal court, planning and community development, library, parks and recreation, and public works operations, which includes streets, water, sewer, storm drain, sanitation, and engineering.



The City created an audit committee in fiscal year 1992. Members include the Mayor, a City Commissioner, the City Manager, the City Finance Director, and two private volunteer citizens. During the audit, committee members are kept apprised of the audit schedule progression and any special events that may come to light during the audit. Committee members may make suggestions for additional information to be included in the transmittal or the statistical section.

The budget of the City, as required by Montana statutes, must be approved and adopted by resolution by the later of the first Thursday after the first Tuesday in September or 30 calendar days after receiving certified taxable values from the Montana Department of Revenue. The legal spending limits of the City of Great Falls are established at the fund level. Funds with appropriated budgets are the General Fund, special revenue funds, debt service funds, capital project funds, enterprise funds, and internal service funds.

### **GREAT FALLS AND CASCADE COUNTY ECONOMIC OUTLOOK**

The base economy of Great Falls is predominantly agriculture, medical services, and military. The June 2022 unemployment rate of 2.9% for Great Falls compares favorably to the June 2021 rate of 3.9% and slightly unfavorably to the June 2022 State of Montana rate of 2.8%. Due to COVID-19, unemployment rates had increased nationwide throughout 2020, but have since decreased. Both Great Falls and the State of Montana were below the national unemployment rate of 3.5% in June 2022. The national unemployment rate was 6.1% in June 2021.

Many industries are investing in the Great Falls community. Malmstrom Air Force Base continued preparations for their multi-year, multi-billion dollar missile replacement project. Benefis opened their new Women's and Children's Center. Great Falls Public Schools is exploring options and has begun to use their federal COVID relief funds. Calumet Montana Refinery continued their transition of part of their facility to produce renewable diesel. Farran Realty Partners started construction on two large apartment complexes with over 250 units each. The Newberry events center opened in downtown with a full lineup of concerts. The City also saw new restaurants, retail shops, and banks in the downtown area, in tax increment districts, and throughout the City.

### **ACCOMPLISHMENTS IN FISCAL YEAR 2022**

During Fiscal Year 2022, the City maintained the fund balance of the General Fund keeping it above the 22% minimum policy. Additional federal relief was received from the American Rescue Plan Act (ARPA) of \$9,736,369 in FY2022. In FY2021, federal funds were received from the Coronavirus Aid, Relief, and Economic Security Act (CARES Act) of \$6,189,114 and ARPA of \$9,736,369. These funds are in the COVID Recovery Special Revenue Fund. CARES Act funds received in FY2020 of \$4,584,830 remain in the General Fund. Approximately \$1.1 million CARES Act funds have been used to replenish funds impacted by Covid, and approximately \$1.2 million of ARPA funds have been spent to refurbish three fire trucks. The City issued bonds for \$10.0 million from the Park Maintenance District to fulfill match requirements for a \$10 million grant from the U.S. Department of Defense to build a new aquatics and recreation facility. Public Works continued multi-phase filter upgrades at the Water Treatment Plant, started a solid waste study, and started a city-wide inventory of pipes needed to comply with the Environmental Protection Agency Lead and Copper Rule. The installation of a new fuel station at the Park & Recreation facility was completed, and the underground fuel station at Fire Station No. 1 was successfully removed.

### **BUDGET OBJECTIVES FOR FISCAL YEAR 2023**

For two years during the pandemic (FY2021 and FY2022), the City Commission did not raise property taxes, assessments, or utility rates. Because this is not sustainable for a third year, the City Commission adopted a budget utilizing all available tax increases in FY2023. The undesignated General Fund balance is budgeted to be 20.8%, only after the use of \$1,205,000 of CARES funds to balance the budget. The remaining CARES Act funds in the General Fund is an additional 8.9%. From the Covid Recovery Fund, additional CARES Act funds were used to further replenish funds impacted by COVID, and ARPA funds were allocated towards \$3.0 million in community grants and various projects internal to the City. Major budget drivers in FY2023 centered around lingering impacts from Covid and national economic conditions affecting inflation, supply chains, and workforce recruitment, retention, and training. The City is also working to implement recommendations from the Crime Task Force, which may have budget implications, and voters may be asked to make a decision on a public safety levy.

### **LONG-TERM FINANCIAL PLANNING**

As permitted by Section 7-6-4034, Montana Code Annotated (MCA), a balance Designated for Cash Flow shall be considered adequate at 22% of annual appropriations in the General Fund. All other tax levy supported funds (Library

Fund) shall be considered adequate at 17% of annual appropriations. An unreserved fund balance for other operating funds of the City shall be considered adequate at a range of 8% to 17% of annual appropriations. Such balances designated for cash flow shall be used to meet extended revenue cycles, meet short-term economic difficulties, respond to unique opportunities, provide for one-time expenditures, and respond to emergency and disaster situations. The balances shall not be available to meet recurring operating expenses. All departments and divisions supported by the resources of the City strive to function within the limits of the financial resources identified or available specifically to them.

### RELEVANT FINANCIAL POLICIES

The City's long-term capital debt policy sets the parameters for issuing debt and provides guidance in the timing and structuring of long-term debt commitments. A separate policy issued for Special Improvement Districts (SIDS) financing was adopted by the City Commission on November 20, 1990. The City may use debt financing for one-time capital improvement projects, unusual equipment purchases, and under the following circumstances: a) When the project is included in the City's five-year capital improvement program or is in conformance with the City's general plan; b) When the project is not included in the City's five-year capital improvement program, but it is an emerging critical need whose timing was not anticipated in the five-year capital improvement program or it is a project mandated immediately by state or federal requirements; c) When the project's useful life or the projected service life of the equipment will be equal to or exceed the term of the financing; d) When there are designated revenues sufficient to service the debt, whether from project revenues, other specified and reserved resources, or infrastructure cost sharing revenues; or e) When debt financing (other than tax and revenue anticipation notes) is not considered appropriate for any recurring purpose such as current operating and maintenance expenditures.

### AWARDS

Certificate of Achievement for Excellence in Financial Reporting: The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Great Falls, Montana, for its annual comprehensive financial report for the fiscal year ended June 30, 2021. This was the 28<sup>th</sup> consecutive year that the City has achieved this prestigious award (fiscal years ended 1994-2021). In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized annual comprehensive financial report. This report must fairly reflect the financial condition of the City and satisfy both generally accepted accounting principles and applicable legal requirements.

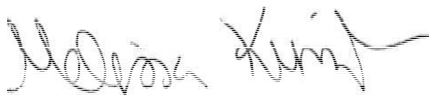
A Certificate of Achievement is valid for a period of one year only. We believe that our current annual comprehensive financial report continues to meet the Certificate of Achievement Program's requirements, and we are submitting it to GFOA to determine its eligibility for another certificate for the year ended June 30, 2022.

Distinguished Budget Presentation Award: GFOA presented a Distinguished Budget Presentation Award to the City of Great Falls, Montana, for its annual budget for the fiscal year beginning July 1, 2021. This was the 31<sup>st</sup> consecutive year that the City has achieved this prestigious award (fiscal years beginning 1991-2021). In order to receive this award, a governmental unit must publish a budget document that meets program criteria as a policy document, as an operations guide, as a financial plan, and as a communication device.

### ACKNOWLEDGMENTS

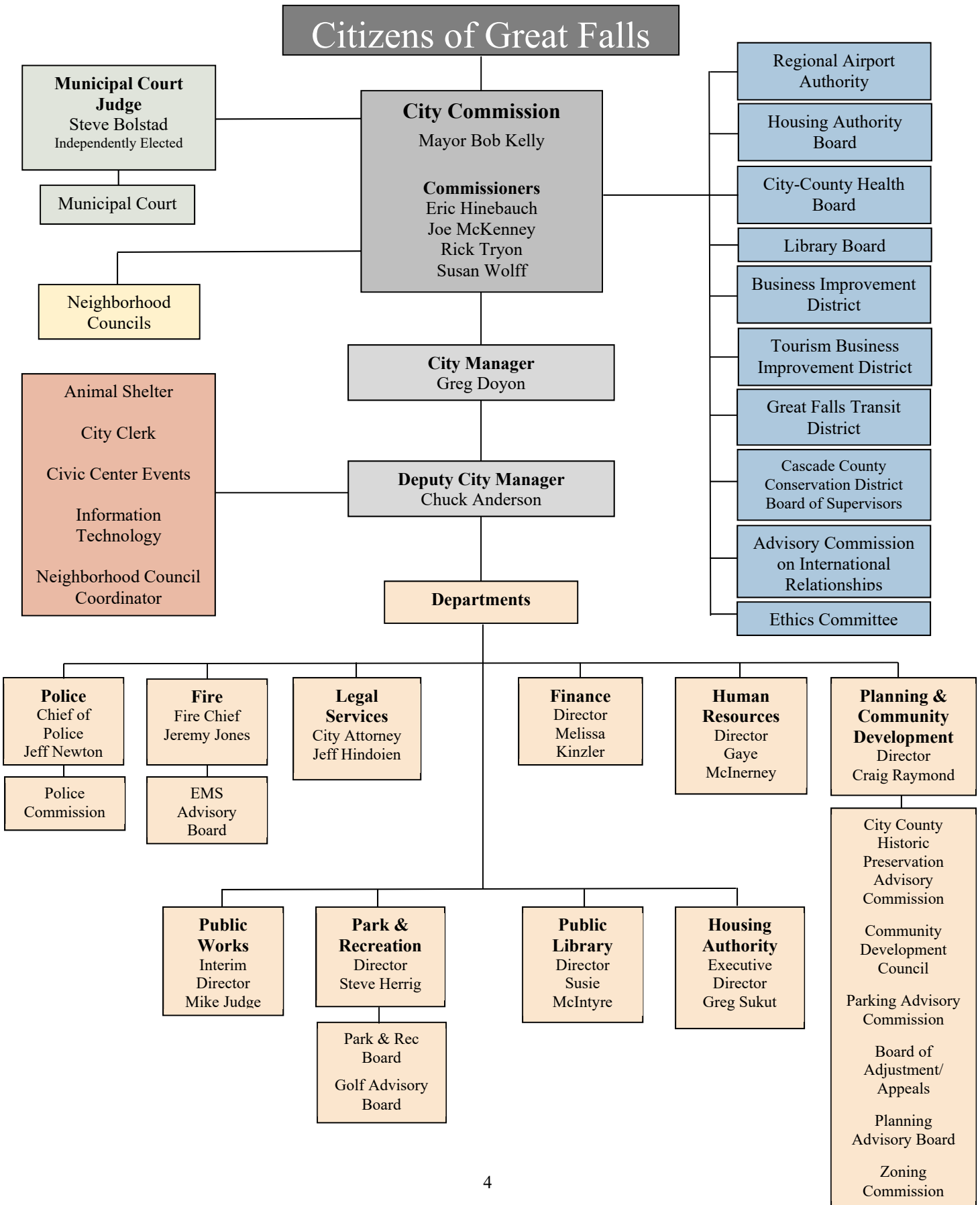
Preparation of this report required the cooperative efforts of many City personnel; in particular, I would like to thank the Accounting Division of the Finance Department. Their dedication to preparing this document each year is sincerely appreciated.

Respectively submitted,



Melissa Kinzler  
Finance Director

**City of Great Falls, Montana**  
**Organizational Chart**  
**June 30, 2022**



**City of Great Falls, Montana**  
**List of Elected and Appointed Officials**  
**June 30, 2022**

**Elected Officials**

<b>Bob Kelly</b>	<b>Mayor</b>	<b>(406) 870-0212</b>
<b>Eric Hinebauch</b>	<b>Commissioner</b>	<b>(406) 788-8904</b>
<b>Joe McKenney</b>	<b>Commissioner</b>	<b>(406) 788-8904</b>
<b>Rick Tryon</b>	<b>Commissioner</b>	<b>(406) 788-8904</b>
<b>Susan Wolff</b>	<b>Commissioner</b>	<b>(406) 788-8904</b>
<b>Steve Bolstad</b>	<b>Municipal Judge</b>	<b>(406) 771-1380</b>

**Appointed Positions**

<b>Greg Doyon</b>	<b>City Manager</b>	<b>(406) 455-8450</b>
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**Department Positions**

<b>Chuck Anderson</b>	<b>Deputy City Manager</b>	<b>(406) 455-8450</b>
Lisa Kunz	City Clerk	(406) 455-8451
Lanni Klasner	Communication Specialist	(406) 455-8496
Owen Grubenhoff	Civic Center Events Supervisor	(406) 455-8510
Jon Legan	Information Tech Operations Manager	(406) 455-8483
<b>Melissa Kinzler</b>	<b>Finance Director</b>	<b>(406) 455-8476</b>
Kirsten Myre	Deputy Finance Director	(406) 455-8423
<b>Jeremy Jones</b>	<b>Fire Chief</b>	<b>(406) 791-8968</b>
Bob Shupe	Assistant Fire Chief	(406) 791-8965
<b>Greg Sukut</b>	<b>Housing Authority Executive Director</b>	<b>(406) 453-4311</b>
<b>Gaye McInerney</b>	<b>Human Resource Director</b>	<b>(406) 455-8447</b>
<b>Jeff Hindoién</b>	<b>City Attorney</b>	<b>(406) 455-8478</b>
David Dennis	Deputy City Attorney	(406) 455-8422
Neil Anthon	Chief Prosecutor	(406) 455-8449
<b>Steve Herrig</b>	<b>Park and Recreation Director</b>	<b>(406) 791-8980</b>
Patty Rearden	Deputy Park and Recreation Director	(406) 791-8981
Lonnie Dalke	Parks Supervisor	(406) 791-8982
Todd Seymanski	City Forester	(406) 791-8983
<b>Craig Raymond</b>	<b>Planning and CD Director</b>	<b>(406) 455-8530</b>
Tom Micuda	Deputy Planning and CD Director	(406) 455-8432
Bruce Haman	Building Official	(406) 455-8404
<b>Jeff Newton</b>	<b>Chief of Police</b>	<b>(406) 455-8410</b>
<b>Susie McIntyre</b>	<b>Library Director</b>	<b>(406) 453-9706</b>
<b>Mike Judge</b>	<b>Interim Public Works Director</b>	<b>(406) 455-8136</b>
Mike Judge	Public Works/ Utility Systems Supervisor	(406) 455-8124
Jesse Patton	Public Works/ Interim City Engineer	(406) 727-8390
Jason Fladland	Public Works/Water Plant Supervisor	(406) 455-8587

**Bolded** positions denote Elected Officials and Department Heads.



Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**City of Great Falls  
Montana**

For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

June 30, 2021

*Christopher P. Morrill*

Executive Director/CEO



## INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor,  
City Commissioners and City Manager  
City of Great Falls, Montana

### **Report on the Audit of the Financial Statements**

#### ***Opinions***

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Great Falls, Montana (the City), as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the reports of other auditors, 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 units, each major fund, and the aggregate remaining fund information of the City, as of June 30, 2022, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the Great Falls Business Improvement District, the Great Falls Tourism Business Improvement District or the Great Falls Public Library Foundation. Those statements were audited by other auditors whose reports have been furnished to us, and our opinions, insofar as they relate to the amounts included for the Great Falls Business Improvement District, the Great Falls Tourism Business Improvement District and the Great Falls Public Library Foundation, are based solely on the reports of the other auditors.

#### ***Basis for Opinions***

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. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

#### ***Responsibilities of Management for the Financial Statements***

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

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

#### ***Auditor's Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists.

The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

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

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

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, schedule of changes in the City's total OPEB liability and related ratios, schedules of the City's proportionate share of the net pension liability and retirement system contributions, schedules of the City's additional pension contributions and budgetary comparison information on pages 10 through 19 and 101 through 116 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 and the other auditors 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.

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

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Great Falls, Montana's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.



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

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 7, 2022, on our consideration of the City of Great Falls, Montana's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Great Falls, Montana's internal control over financial reporting and compliance.

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

Great Falls, Montana  
December 7, 2022

**City of Great Falls, Montana**  
**Management's Discussion and Analysis**  
**Fiscal Year 2022**

As management of the City of Great Falls, we offer readers of our financial statements this narrative overview and analysis of the financial activities of the City of Great Falls for the fiscal year ended June 30, 2022. We encourage readers to consider the information presented here in combination with additional information that we have furnished in the accompanying letter of transmittal found on pages 1 - 4 and the City's financial statements, which begin on page 20.

**FINANCIAL HIGHLIGHTS**

- The assets and deferred outflows of the City of Great Falls exceeded its liabilities and deferred inflows at the close of the most recent fiscal year by \$270,211,042; of this amount; \$12,297,835 is the unrestricted net position.
- The government's total net position increased by \$23,228,133 in comparison with the prior year. This increase was attributable to the increase of governmental activities of \$17,663,886 and an increase of business-type activities of \$5,564,247.
- As of the close of the most recent fiscal year, the City of Great Falls' governmental funds reported combined ending fund balances of \$47,930,637, an increase of \$5,031,423 in comparison with the prior year. Approximately 41.4% of this total amount, \$19,839,716, is available for spending at the government's discretion.
- At the close of the most recent fiscal year, unassigned fund balance for the general fund was \$11,741,081 or 30.01% of total general fund expenditures and transfers.
- The City of Great Falls' bonded debt increased by \$5,340,233 (9.23%) during the most recent fiscal year. This increase is attributable to the issuance of special assessment bonds in the Park Maintenance District and was partially offset by the payments made on revenue bonds in the Water, Sewer, and Storm Drain funds.
- The City's legal debt margin availability is \$156,119,267. The majority of the debt capacity would require a vote of the citizens on the debt issuance. The City's non-voted General Obligation debt capacity is at \$3,178,466.

**OVERVIEW OF THE FINANCIAL STATEMENTS**

This discussion and analysis is intended to serve as an introduction to the City of Great Falls' basic financial statements which are comprised of four components: 1) government-wide financial statements, 2) fund financial statements, 3) notes to the financial statements, and 4) other required supplementary information in addition to the basic financial statements themselves.

**GOVERNMENT-WIDE FINANCIAL STATEMENTS.** The government-wide financial statements, presented on pages 21 – 23, are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business.

The statement of net position presents information on all of the City of Great Falls' assets, deferred outflows, liabilities, and deferred inflows with the difference between them reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City of Great Falls is improving or deteriorating.

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

The government-wide financial statements distinguish functions of the City of Great Falls that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City of Great Falls include general government, public safety, public works, culture and recreation, housing and development, and interest and fees. The business-type activities of the City of Great Falls include activities such as water, sanitary sewer, storm drain, and sanitation operations.

The government-wide financial statements include not only the primary government of the City of Great Falls but also three component units, the Great Falls Business Improvement District (Business Improvement District), the Great Falls Tourism Business Improvement District (Tourism Business Improvement District) and the Great Falls Library Foundation (Public Library Foundation). The exclusion of the component units would cause the City of Great Falls' financial statements to be misleading and should, therefore, be included in the City of Great Falls' financial reports. Consolidated financial information for these component units is reported separately from the financial information presented for the primary government itself. Requests for additional information for the component units should be addressed to Great Falls Business Improvement District, 318 Central Avenue, Great Falls, MT 59401; Great Falls Tourism Business Improvement District, PO Box 648, Great Falls, MT 59403; and Great Falls Public Library Foundation, PO Box 742, Great Falls, MT 59403.

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

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

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

The City of Great Falls maintains thirty-seven individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, the COVID Recovery Fund, the Street District Fund, and the Federal Block Grant Fund, all of which are considered to be major funds. Data for the basic governmental fund



financial statements is presented on pages 24 – 27. Data from the other thirty-three governmental funds are combined into a single, aggregated presentation, on pages 117 – 149.

The City of Great Falls adopts an annual appropriated budget. A budgetary comparison schedule has been provided for the General Fund and the major special revenue funds to demonstrate compliance with this budget. In addition, the City has provided budgetary comparison schedules for non-major governmental funds.

**Proprietary Funds.** The City of Great Falls maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City of Great Falls uses enterprise funds to account for its water, sewer, storm drain, sanitation, 911 dispatch center, parking, golf courses, swimming pools, recreation, multi-sports, civic center events, special state projects, and port authority operations. Internal service funds are an accounting device to accumulate and allocate costs internally among the City of Great Falls' various functions. The City of Great Falls uses internal service funds to account for human resources, city telephone, health and benefits, insurance and safety, finance, information technology, central garage, engineering, public works administration, and civic center facility service. Because these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary fund financial statements provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water, Sewer, Storm Drain, Sanitation, Port Authority, and State Special Projects operations funds, all of which are considered to be major funds of the City of Great Falls. Data for these major funds is presented on pages 28 – 35. The other eight proprietary funds are combined into a single, aggregated presentation, presented on pages 150 – 158. Conversely, the internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements, presented on pages 159 – 171.

**Fiduciary Funds.** Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the City of Great Falls' own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. Combined data for the fiduciary funds is presented on pages 36 – 37 with detail data presented on pages 172 – 176.

**NOTES TO THE FINANCIAL STATEMENTS.** The notes, presented on pages 38 – 100, provide additional narrative and tabular information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

**OTHER INFORMATION.** In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning Other Post-Employment Benefits, Net Pension Liability, Additional Pension Contributions and the City of Great Falls' budgetary control, on pages 101 – 116.

## GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. At the end of the most recent fiscal year, the assets and deferred outflows of the City of Great Falls exceeded its liabilities and deferred inflows by \$270,211,042.

By far the largest portion of the City of Great Falls' net position, \$193,704,654 (71.7%), reflects its net investment in capital assets (land, buildings, machinery and equipment, etc.). The City of Great Falls uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City of Great Falls' investment in its capital assets is reported net, it should be noted that the resources needed to repay the associated debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate such liabilities.

### City of Great Falls' Net Position

	Governmental Activities		Business-type Activities		Total	
	2022	2021	2022	2021	2022	2021
Assets:						
Current and other assets	\$ 81,469,781	\$ 65,330,810	\$ 49,330,108	\$ 41,271,354	\$130,799,889	\$106,602,164
Capital assets	80,699,952	76,187,678	175,063,370	181,875,125	255,763,322	258,062,803
Total assets	162,169,733	141,518,488	224,393,478	223,146,479	386,563,211	364,664,967
Deferred outflows of resources	9,855,037	12,362,923	1,557,134	1,995,815	11,412,171	14,358,738
Total assets and deferred outflows of resources	172,024,770	153,881,411	225,950,612	225,142,294	397,975,382	379,023,705
Liabilities:						
Current liabilities	6,102,653	4,718,958	5,615,393	6,283,643	11,718,046	11,002,601
Noncurrent liabilities	48,759,111	60,298,268	49,965,493	56,158,040	98,724,604	116,456,308
Total liabilities	54,861,764	65,017,226	55,580,886	62,441,683	110,442,650	127,458,909
Deferred inflows of resources	14,589,155	3,954,220	2,732,535	627,667	17,321,690	4,581,887
Net position:						
Net investment in capital assets	65,683,127	62,591,068	128,021,527	130,494,602	193,704,654	193,085,670
Restricted	56,234,194	41,306,322	7,974,359	8,592,771	64,208,553	49,899,093
Unrestricted	(19,343,470)	(18,987,425)	31,641,305	22,985,571	12,297,835	3,998,146
Total net position	\$ 102,573,851	\$ 84,909,965	\$167,637,191	\$162,072,944	\$270,211,042	\$246,982,909

An additional portion of the City of Great Falls' net position, \$64,208,553, represents resources that are subject to external restrictions on how they may be used. Restricted net position reported for the business-type activities is \$7,974,359. The majority of this restricted net position is related to the debt service reserves required for the issuance of revenue-related debt.

The remaining balance of unrestricted net position, \$12,297,835, is due to the previous recognition of the Governmental Accounting Standards Board (GASB) Statement No. 68 (GASB 68) and Statement No. 75 (GASB 75) requirements. The governmental activities capital assets and deferred outflows increased by \$2,004,388 due to the addition of machinery and equipment and a decrease in deferred outflows of resources. Current liabilities and deferred inflows of governmental activities increased by \$12,018,630 because of the increase of deferred inflows due to the OPEB liability adjustment, increased general government debt, and deferred revenue received from the American Rescue Plan Act (ARPA).

At the end of the most recent fiscal year, the City of Great Falls is able to report positive balances in two categories of net position for the government as a whole. The City's unrestricted net position is positive for the government

as a whole at \$12,297,835. The governmental activities unrestricted net position \$(19,343,470) is negative due to the previous recognition of the GASB 68 and GASB 75 requirements.

### City of Great Falls' Changes in Net Position

	Governmental Activities		Business-type Activities		Total	
	2022	2021	2022	2021	2022	2021
Revenues:						
Program revenues:						
Charges for services	\$ 19,186,785	\$18,022,376	\$ 40,451,166	\$ 38,045,283	\$ 59,637,951	\$ 56,067,659
Operating grants and contributions	11,099,298	15,818,889	-	675,627	11,099,298	16,494,516
Capital grants and contributions	3,186,619	104,007	23,258	-	3,209,877	104,007
General revenues:						
Property taxes, levied for general purposes	25,212,308	25,474,915	-	-	25,212,308	25,474,915
Grants and contributions, unrestricted	9,132,692	9,231,662	-	4,127	9,132,692	9,235,789
Other	49,202	86,413	11,819	29,422	61,021	115,835
Miscellaneous	5,616,794	8,027,170	513,394	579,189	6,130,188	8,606,359
Total revenues	<u>73,483,698</u>	<u>76,765,432</u>	<u>40,999,637</u>	<u>39,333,648</u>	<u>114,483,335</u>	<u>116,099,080</u>
Expenses:						
General government	6,049,893	13,717,027	-	-	6,049,893	13,717,027
Public safety	29,041,592	32,668,855	-	-	29,041,592	32,668,855
Public works	8,556,113	8,745,824	-	-	8,556,113	8,745,824
Culture and recreation	7,294,699	6,690,221	-	-	7,294,699	6,690,221
Housing and development	2,289,786	2,239,153	-	-	2,289,786	2,239,153
Interest and fees	526,924	288,800	-	-	526,924	288,800
Water	-	-	13,217,638	11,452,967	13,217,638	11,452,967
Sewer	-	-	10,841,180	10,494,173	10,841,180	10,494,173
Storm Drain	-	-	2,762,931	2,688,622	2,762,931	2,688,622
Sanitation	-	-	4,502,443	4,278,659	4,502,443	4,278,659
Port Authority	-	-	190,993	223,690	190,993	223,690
State Special Projects	-	-	330,361	336,841	330,361	336,841
Other	-	-	5,650,649	6,502,443	5,650,649	6,502,443
Total expenses	<u>53,759,007</u>	<u>64,349,880</u>	<u>37,496,195</u>	<u>35,977,395</u>	<u>91,255,202</u>	<u>100,327,275</u>
Increase in net position before transfers	19,724,691	12,415,552	3,503,442	3,356,253	23,228,133	15,771,805
Transfers	(2,060,805)	(757,313)	2,060,805	757,313	-	-
Increase in net position	<u>17,663,886</u>	<u>11,658,239</u>	<u>5,564,247</u>	<u>4,113,566</u>	<u>23,228,133</u>	<u>15,771,805</u>
Total net position - beginning	<u>84,909,965</u>	<u>73,251,726</u>	<u>162,072,944</u>	<u>157,959,378</u>	<u>246,982,909</u>	<u>231,211,104</u>
Net position - ending	<u>\$ 102,573,851</u>	<u>\$84,909,965</u>	<u>\$ 167,637,191</u>	<u>\$ 162,072,944</u>	<u>\$ 270,211,042</u>	<u>\$ 246,982,909</u>

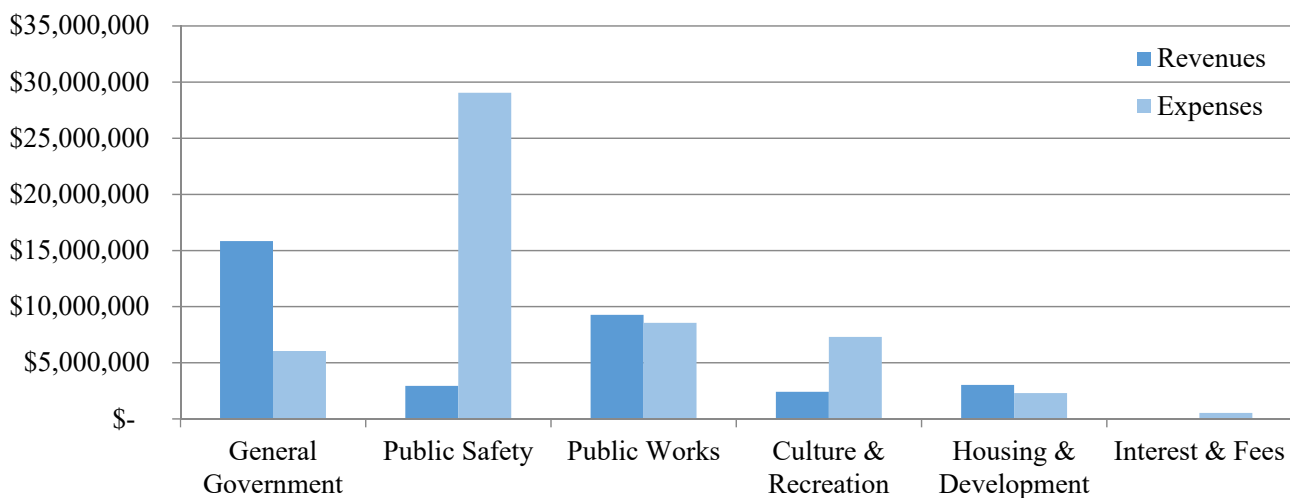
The City of Great Falls' revenues totaled \$114,483,335. The total cost of all programs and services was \$91,255,202. The government was able to cover this year's costs in both governmental activities and business-type activities. The analysis below separately considers the operations of governmental and business-type activities.

**Governmental Activities.** Revenues for the most recent year from governmental activities were \$73,483,698 while expenses were \$53,759,007. Net position thus increased by \$19,724,691 before transfers. Charges for

services increased \$1,164,409 due to an increase of collections for services in all governmental funds. Operating grants and contributions decreased \$4,719,591 because of a decrease in grants received in the Covid Recovery Fund. Capital grants and contributions increased \$3,082,612 due to increased grants received in the Federal Block Grant and Gas Tax BaRSAA Funds in Fiscal Year 2022. Property taxes decreased by \$262,607 due to timing of collection. Grants and contributions (such as State of Montana Entitlement House Bill 124) that are unrestricted decreased slightly by \$98,970 primarily due to a stabilization of this revenue. Miscellaneous revenue decreased \$2,410,376 due to less on-behalf revenue received.

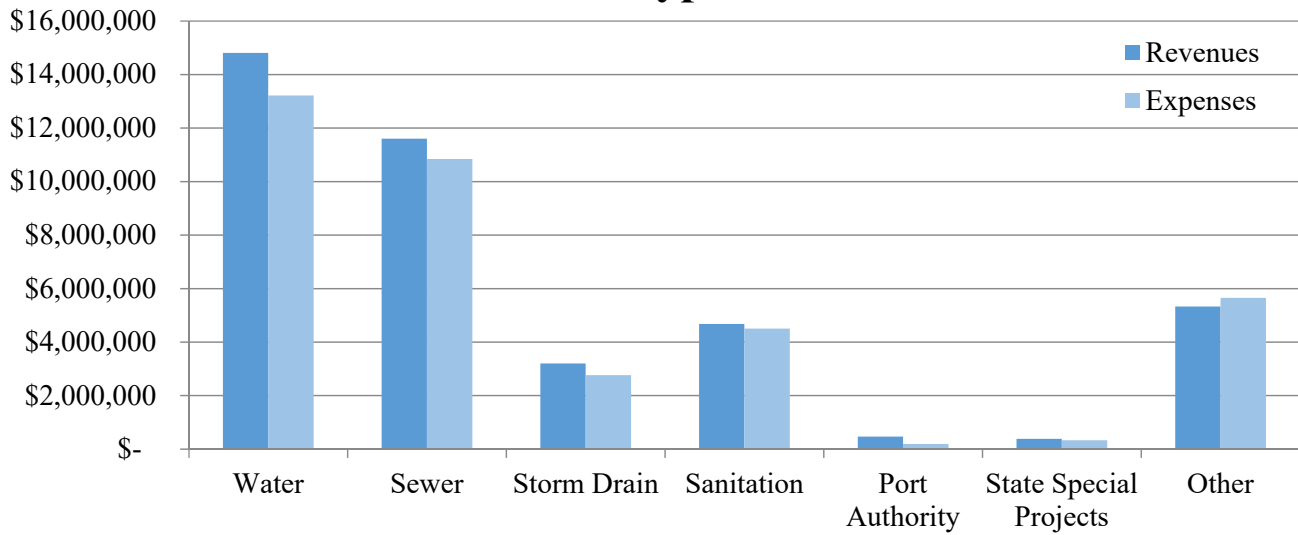
General government related expenses decreased by \$7,667,134 primarily due to pension and OPEB adjustments and decreased health insurance costs. Public safety related expenses decreased by \$3,627,263 primarily due to decreased activity in the General Fund and other pension adjustments. Public works related expenses decreased by \$189,711 primarily due to decreased Street Fund activity.

## Program Revenues and Expenses - Governmental Activities



**Business-type Activities.** Revenues for the most recent year from business-type activities were \$40,999,637 while expenses were \$37,496,195. Net position thus increased by \$3,503,442 before transfers. Overall revenue derived from charges for services increased by \$2,405,883, primarily due to increased charges for services in the Water Fund, Sewer Fund, Storm Drain Fund and Sanitation Fund. The business-type activities expenses increased by \$1,518,800 primarily due to increased activity in the Water Fund, Sewer Fund, Storm Drain Fund, and Sanitation Fund. Other business-type fund expenses were slightly more than the revenues primarily due to the Golf Courses Fund. The Swimming Pools Fund, Recreation Fund, and the Civic Center Events Fund are subsidized by transfers in from the General Fund in the amounts of \$267,861, \$39,206, and \$265,913, respectively. Additionally this year, the Swimming Pools Fund, Parking Fund, Recreation Fund, Multi-sports Fund, Ice Breaker Fund, and the Civic Center Events Fund received additional transfers in from the Covid Recovery Fund in the amounts of \$41,170, \$265,361, \$226,153, \$65,000, \$23,361, and \$520,106, respectively. The 911 Dispatch Center Fund also received a transfer in from the 911 Special Revenue fund of \$346,674.

## Program Revenues and Expenses - Business-type Activities



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

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

As of the end of the most recent fiscal year, the City of Great Falls’ governmental funds reported combined ending fund balances of \$47,930,637, an increase of \$5,031,423 in comparison with the previous year. Approximately 41.4% of this total amount, \$19,839,716, constitutes assigned and unassigned fund balance, which is available for spending at the government’s discretion. The remainder of fund balance is restricted to indicate that it is not available for new spending because it has already been committed to provide required security for long-term debt obligations and other restrictions.

The General Fund serves as the chief operating fund of the City. The General Fund is used to account for all financial resources not accounted for in any other fund. At the end of the most recent fiscal year, unassigned fund balance in the General Fund was \$11,741,081. As a measure of the General fund’s liquidity, it may be useful to compare fund balance to total fund expenditures. The fund balance represents 30.01% of total General fund expenditures and transfers out. This is in compliance with an internally set guideline of 22%. The fund balance guideline was changed in Fiscal Year 2020 from 17% to 22% for cash flow purposes. The fund balance decreased this year from 32.06% to 30.01% due to the City not taking the Inflationary Factor increase or Permissive Medical Levy increase in the Fiscal Year 2022 budget process.

The COVID Recovery Fund was created in fiscal year 2021 to account for the City’s receipt of federal funding from the CARES Act and ARPA. At the end of the fiscal year, the fund balance of this fund was \$4,476,898. The cash balance of this fund is \$22,646,682. The difference between fund balance and cash balance is due to the deferment of \$18,169,784 of ARPA funds.



The Street District Fund reports operations of the Street Division. At the end of the most recent fiscal year, restricted fund balance in the Street District Fund was \$4,838,409. The fund balance represents 83.4% of total Street District Fund expenditures and transfers out, in compliance with internally set minimum requirements. During the most recent fiscal year, the fund balance of the City of Great Falls' Street District Fund increased by \$1,252,282. The fund balance will be used for future capital improvement projects.

The Federal Block Grant fund accounts for federal funds received to assist in the development of the urban community. At the end of the most recent fiscal year, restricted fund balance in the Federal Block Grant Fund was \$1,245,914. The fund balance represents 135.9% of total Federal Block Grant Fund expenditures, in compliance with internally set minimum requirements. During the most recent fiscal year, the fund balance of the City of Great Falls' Federal Block Grant Fund increased by \$168,082. Elements of this increase were due to the decrease in grant administration expenses. The City's revolving loan fund makes up the fund balance.

**Proprietary Funds.** The City of Great Falls' proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. Restricted net position of the enterprise funds totaled \$7,974,359. Restricted net position decreased by \$618,412 from the previous year due to the decrease of required bond reserves. Unrestricted net position of the enterprise funds totaled \$31,641,305. The total increase in net position for the enterprise funds of \$5,564,247 is primarily due to an increase in unrestricted net position in the Water, Sewer and Storm Drain Funds due to the retirement of debt.

### GENERAL FUND BUDGETARY HIGHLIGHTS

Differences between the original budget and the final amended budget resulted in a net change in fund balance of \$62,812. The difference was due to an operating grant for the General Fund. A review of actual expenditures compared to the appropriations in the final budget yields no significant negative variances.

### CAPITAL ASSET AND DEBT ADMINISTRATION

**Capital Assets.** The City of Great Falls' investment in capital assets for its governmental and business-type activities as of June 30, 2022, is \$255,763,322, which is net of accumulated depreciation. This investment in capital assets includes land, intangible assets including leases, buildings and structures, improvements, machinery and equipment, infrastructure and construction in progress. The total decrease in the City of Great Falls' investments in capital assets for the most recent fiscal year was 0.89% compared to the prior year.

#### City of Great Falls' Capital Assets (net of depreciation)

	<u>Governmental Activities</u>		<u>Business-type activities</u>		<u>Total</u>	
	2022	2021	2022	2021	2022	2021
Land	\$ 9,816,152	\$ 9,816,152	\$ 4,009,717	\$ 3,948,391	\$ 13,825,869	\$ 13,764,543
Intangible	324,639	218,276	-	-	324,639	218,276
Buildings	4,699,622	4,767,195	12,143,013	12,910,636	16,842,635	17,677,831
Improvements	26,687,035	25,090,150	108,762,024	106,068,269	135,449,059	131,158,419
Machinery and equipment	9,915,424	9,071,424	3,782,834	4,152,444	13,698,258	13,223,868
Infrastructure	20,964,018	21,850,542	38,754,671	40,677,642	59,718,689	62,528,184
Construction in progress	8,293,062	5,373,939	7,611,111	14,117,743	15,904,173	19,491,682
Total capital assets	<u>\$ 80,699,952</u>	<u>\$ 76,187,678</u>	<u>\$ 175,063,370</u>	<u>\$ 181,875,125</u>	<u>\$ 255,763,322</u>	<u>\$258,062,803</u>

Major capital asset events during the most recent fiscal year included the reconstruction of streets, water mains, sewer mains, and storm drains. Also, major construction projects in progress are ongoing for the Civic Center façade and a new aquatics and recreation center. Further detail on capital assets is presented in Note 6 on pages 53 - 54.

**Long-term Debt.** At the end of the most recent fiscal year, the City of Great Falls had total bonded debt of \$63,220,893. Of this amount, \$315,000 is general obligation bonds; \$10,366,000 is tax increment urban renewal bonds to be repaid from the tax increments received by the City from its West Bank urban renewal area, Downtown urban renewal area, and the Central MT tax increment district; \$9,415,000 are bonds secured by the Park Maintenance District assessment revenues; and \$43,124,893 are bonds secured solely by specified revenue sources. Further information on long-term debt is presented in Note 7 on pages 54 – 68.

During the most recent fiscal year, the City of Great Falls’ bonded debt increased by \$5,340,233 (9.23%). This increase is attributable to the issuance of Special Assessment Bonds and was partially offset by the Water, Sewer, and Storm Drain funds payments on their respective revenue bonds.

The City of Great Falls ratings from Moody’s are “Aa3” for general obligation bonds and “A1” for revenue debt.

**City of Great Falls’ Outstanding Debt**  
General Obligation and Revenue Bonds

	Governmental Activities		Business-type Activities		Total	
	2022	2021	2022	2021	2022	2021
Revenue bonds	\$ -	\$ -	\$ 43,124,893	\$ 46,494,893	\$ 43,124,893	\$ 46,494,893
General obligation bonds	315,000	470,000	-	-	315,000	470,000
General obligation taxable bonds	-	140,000	-	-	-	140,000
Special assessment bonds	9,415,000	-	-	-	9,415,000	-
Urban renewal tax increment bonds	10,366,000	10,775,767	-	-	10,366,000	10,775,767
<b>Total</b>	<b>\$20,096,000</b>	<b>\$11,385,767</b>	<b>\$ 43,124,893</b>	<b>\$ 46,494,893</b>	<b>\$ 63,220,893</b>	<b>\$ 57,880,660</b>

State statutes limit the amount of general obligation debt a governmental entity may issue to 2.50% of its total assessed value of taxable property. The current legal debt capacity for the City of Great Falls is \$156,756,425. Out of the total debt capacity, \$156,119,267 is unused by the City.

**ECONOMIC FACTORS AND NEXT YEAR’S BUDGET**

The June 2022 unemployment rate of 2.9% for Great Falls compares favorably to the June 2021 rate of 3.9% and slightly unfavorable to the June 2022 State of Montana rate of 2.8%. Both Great Falls and the State of Montana were below the national unemployment rate of 3.5% in June 2022. The majority of City of Great Falls’ taxes are generated from real and personal property. Since the State of Montana and the City of Great Falls do not have sales taxes, the downturn in the national economy does not have a direct effect on tax revenue. During COVID-19, the City was less impacted than those communities relying on sales tax. However, the City will not be unaffected by the pandemic. There is an indirect effect in such that the City of Great Falls newly taxable property

will be fluctuating and collection of property taxes could fluctuate. If the mill value decreases with the “floating mill,” the City does have the ability to increase the amount of mills to make up the difference in lost value.

Future challenges and opportunities for the City of Great Falls include:

- The City received a large amount of federal funding from the Coronavirus Aid, Relief, and Economic Security Act (CARES Act) and American Rescue Plan Act (ARPA) for COVID relief. There is no timeframe in which the CARES Act money must be spent; however, ARPA funding must be obligated by December 31, 2024 and spent by December 31, 2026.
- The City developed a Crime Task Force to develop a strategic plan to lower crime in Great Falls. The task force has presented their findings to the City Commission. Some recommendations may have a budget impact, and voters may be asked to vote on a public safety levy.
- During the Covid pandemic, the City did not raise taxes, assessments, or utility rates for two years (Fiscal years 2021 and 2022). This will not be sustainable for a third year and future economic conditions are unknown.
- The City received a \$10 million grant from the U.S. Department of Defense to build a new aquatics and recreation center. This project will replace the City’s indoor pool since the Natatorium was closed in 2018. Construction has commenced with an anticipated completion of Summer 2025. The City issued bonds payable from the Park Maintenance District to fund the \$10 million match required by the grant.
- The Civic Center facade project is ongoing after the closing of \$5.5 million in bonds from the Downtown Tax Increment District. The anticipated completion of the project is Summer 2023.

Ongoing challenges for the City include:

- Funding and adhering to the City’s Administrative Capital Improvement Plan,
- Addressing citywide deferred capital maintenance for facilities,
- Replacing high-cost equipment and vehicles,
- Recruitment and retention of city employees.

After reviewing all the financial indicators of the City of Great Falls, the City as a whole has improved as a result of the year’s activities, which is reflected in the increase in the City’s total fund balance and net position in the fund statements.

## **REQUESTS FOR INFORMATION**

This financial report is designed to provide a general overview of the City of Great Falls’ finances for all those with an interest in the government’s finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Melissa Kinzler, Finance Director, PO Box 5021, Great Falls, MT 59403.

## **Basic Financial Statements**

**City of Great Falls, Montana**

**Statement of Net Position**

**June 30, 2022**

	Primary Government			Component Units		
	Governmental Activities	Business-Type Activities	Total	Business Improvement District	Tourism Business Improvement District	Public Library Foundation
<b>Assets and deferred outflows of resources</b>						
Current assets						
Cash and investments	\$ 72,984,110	\$ 36,513,384	\$ 109,497,494	\$ 116,865	\$ 1,085,702	\$ 4,067,712
Receivables						
Taxes	2,223,800	-	2,223,800	-	-	-
Special assessments	422,899	-	422,899	19,173	878,115	-
Accounts	134,116	3,887,563	4,021,679	9,802	-	-
Lease	-	493,130	493,130	-	-	-
Loans	1,173,282	-	1,173,282	-	-	-
Advance to (from) other city funds	545,565	(545,565)	-	-	-	-
Due from other governments	694,362	-	694,362	-	-	-
Inventories	305,127	373,789	678,916	-	-	-
Prepaid items	-	3,127	3,127	2,840	18,375	-
Total current assets	<u>78,483,261</u>	<u>40,725,428</u>	<u>119,208,689</u>	<u>148,680</u>	<u>1,982,192</u>	<u>4,067,712</u>
Noncurrent assets						
Restricted cash and investments	2,961,171	8,604,680	11,565,851	-	-	33,645
Other assets	25,349	-	25,349	-	-	-
Capital assets						
Non-depreciable capital assets	18,109,214	11,620,828	29,730,042	-	-	-
Depreciable capital assets, net	<u>62,590,738</u>	<u>163,442,542</u>	<u>226,033,280</u>	<u>15,018</u>	<u>238,582</u>	<u>-</u>
Total noncurrent assets	<u>83,686,472</u>	<u>183,668,050</u>	<u>267,354,522</u>	<u>15,018</u>	<u>238,582</u>	<u>33,645</u>
Total assets	<u>162,169,733</u>	<u>224,393,478</u>	<u>386,563,211</u>	<u>163,698</u>	<u>2,220,774</u>	<u>4,101,357</u>
Deferred outflows of resources						
Deferred charge - pension	8,217,952	1,557,134	9,775,086	-	-	-
Deferred charge - OPEB	<u>1,637,085</u>	<u>-</u>	<u>1,637,085</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total deferred outflows of resources	<u>9,855,037</u>	<u>1,557,134</u>	<u>11,412,171</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total assets and deferred outflows of resources</b>	<u>\$ 172,024,770</u>	<u>\$ 225,950,612</u>	<u>\$ 397,975,382</u>	<u>\$ 163,698</u>	<u>\$ 2,220,774</u>	<u>\$ 4,101,357</u>
<b>Liabilities</b>						
Current liabilities						
Accounts payable	\$ 4,119,240	\$ 1,200,877	\$ 5,320,117	\$ 25,085	\$ 22,427	\$ 2,835
Compensated absences	367,391	80,514	447,905	-	-	-
Debt due within one year	1,434,932	3,864,948	5,299,880	-	968	-
Other liabilities	<u>181,090</u>	<u>469,054</u>	<u>650,144</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total current liabilities	<u>6,102,653</u>	<u>5,615,393</u>	<u>11,718,046</u>	<u>25,085</u>	<u>23,395</u>	<u>2,835</u>
Noncurrent liabilities						
Compensated absences	4,283,697	525,047	4,808,744	-	-	-
Debt due in more than one year	20,726,794	43,176,897	63,903,691	-	99,677	-
Net pension liability	22,436,493	6,263,549	28,700,042	-	-	-
OPEB liability	<u>1,312,127</u>	<u>-</u>	<u>1,312,127</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total noncurrent liabilities	<u>48,759,111</u>	<u>49,965,493</u>	<u>98,724,604</u>	<u>-</u>	<u>99,677</u>	<u>-</u>
Total liabilities	<u>54,861,764</u>	<u>55,580,886</u>	<u>110,442,650</u>	<u>25,085</u>	<u>123,072</u>	<u>2,835</u>
<b>Deferred inflows of resources</b>						
Deferred revenue - lease	-	492,555	492,555	-	-	-
Deferred revenue - pension	10,558,235	2,239,980	12,798,215	-	-	-
Deferred revenue - OPEB	<u>4,030,920</u>	<u>-</u>	<u>4,030,920</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total deferred inflows of resources	<u>14,589,155</u>	<u>2,732,535</u>	<u>17,321,690</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net Position</b>						
Net investment in capital assets	65,683,127	128,021,527	193,704,654	15,018	-	-
Restricted for:						
Debt service	5,404,134	-	5,404,134	-	-	-
Revenue bond reserves	-	5,855,907	5,855,907	-	-	-
Repair and replacement	-	2,118,452	2,118,452	-	-	-
Contributor restrictions	342,319	-	342,319	-	-	-
Grantor restrictions	19,466,987	-	19,466,987	-	-	-
Law restrictions	18,737,631	-	18,737,631	-	-	-
General government	4,611,257	-	4,611,257	-	-	-
Public safety	1,337,621	-	1,337,621	-	-	-
Park and recreation	920,629	-	920,629	-	-	-
Housing and development	1,917,773	-	1,917,773	-	-	-
Capital outlay	2,981,029	-	2,981,029	-	-	-
Library operations	489,465	-	489,465	-	-	1,994,811
Programs and operations	25,349	-	25,349	-	-	-
Unrestricted	<u>(19,343,470)</u>	<u>31,641,305</u>	<u>12,297,835</u>	<u>123,595</u>	<u>2,097,702</u>	<u>2,103,711</u>
Total net position	<u>102,573,851</u>	<u>167,637,191</u>	<u>270,211,042</u>	<u>138,613</u>	<u>2,097,702</u>	<u>4,098,522</u>
<b>Total liabilities, deferred inflows of resources, and net position</b>	<u>\$ 172,024,770</u>	<u>\$ 225,950,612</u>	<u>\$ 397,975,382</u>	<u>\$ 163,698</u>	<u>\$ 2,220,774</u>	<u>\$ 4,101,357</u>

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

**City of Great Falls, Montana**  
**Statement of Activities**  
**For the Year Ended June 30, 2022**

<b>Functions/Programs</b>	<b>Expenses</b>	<b>Program Revenues</b>		
		<b>Charges for Services</b>	<b>Operating Grants and Contributions</b>	<b>Capital Grants and Contributions</b>
<b>Primary government</b>				
Governmental activities				
General government	\$ 6,049,893	\$ 6,537,043	\$ 9,297,759	\$ -
Public safety	29,041,592	1,609,179	1,327,254	-
Public works	8,556,113	6,975,531	-	2,292,878
Culture and recreation	7,294,699	2,411,228	-	-
Housing and development	2,289,786	1,653,804	474,285	893,741
Interest and fees	526,924	-	-	-
<b>Total governmental activities</b>	<b>53,759,007</b>	<b>19,186,785</b>	<b>11,099,298</b>	<b>3,186,619</b>
Business-type activities				
Water	13,217,638	14,803,895	-	-
Sewer	10,841,180	11,599,985	-	23,258
Storm drain	2,762,931	3,196,684	-	-
Sanitation	4,502,443	4,673,425	-	-
Port Authority	190,993	465,187	-	-
State Special Projects	330,361	383,402	-	-
Other	5,650,649	5,328,588	-	-
<b>Total business-type activities</b>	<b>37,496,195</b>	<b>40,451,166</b>	<b>-</b>	<b>23,258</b>
<b>Total primary government</b>	<b>\$ 91,255,202</b>	<b>\$ 59,637,951</b>	<b>\$ 11,099,298</b>	<b>\$ 3,209,877</b>
<b>Component Units</b>				
Great Falls Business Improvement District	\$ 563,404	\$ 541,417	\$ -	\$ -
Tourism Business Improvement District	\$ 611,391	\$ 824,462	\$ -	\$ -
Great Falls Public Library Foundation	\$ 436,293	\$ -	\$ -	\$ -

Continued on next page

General revenues:

Property taxes

Grants and contributions not restricted to specific programs

Unrestricted investment earnings

Miscellaneous

Transfers

Total general revenues and transfers

Change in net position

Total net position - beginning

Total net position - ending

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

**City of Great Falls, Montana**  
**Statement of Activities (Continued)**  
**For the Year Ended June 30, 2022**

<b>Net (Expense) Revenue and Changes in Net Position</b>					
<b>Primary Government</b>			<b>Component Units</b>		
<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>	<b>Business Improvement District</b>	<b>Tourism Business Improvement District</b>	<b>Public Library Foundation</b>
\$ 9,784,909	\$ -	\$ 9,784,909	\$ -	\$ -	\$ -
(26,105,159)	-	(26,105,159)	-	-	-
712,296	-	712,296	-	-	-
(4,883,471)	-	(4,883,471)	-	-	-
732,044	-	732,044	-	-	-
(526,924)	-	(526,924)	-	-	-
<u>(20,286,305)</u>	<u>-</u>	<u>(20,286,305)</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	1,586,257	1,586,257	-	-	-
-	782,063	782,063	-	-	-
-	433,753	433,753	-	-	-
-	170,982	170,982	-	-	-
-	274,194	274,194	-	-	-
-	53,041	53,041	-	-	-
-	(322,061)	(322,061)	-	-	-
<u>-</u>	<u>2,978,229</u>	<u>2,978,229</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ (20,286,305)</u>	<u>\$ 2,978,229</u>	<u>\$ (17,308,076)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (21,987)</u>	<u>\$ -</u>	<u>\$ -</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 213,071</u>	<u>\$ -</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (436,293)</u>
25,212,308	-	25,212,308	-	-	-
9,132,692	-	9,132,692	-	-	-
49,202	11,819	61,021	-	709	134,819
5,616,794	513,394	6,130,188	-	60,231	610,106
(2,060,805)	2,060,805	-	-	-	-
<u>37,950,191</u>	<u>2,586,018</u>	<u>40,536,209</u>	<u>-</u>	<u>60,940</u>	<u>744,925</u>
17,663,886	5,564,247	23,228,133	(21,987)	274,011	308,632
84,909,965	162,072,944	246,982,909	160,600	1,823,691	3,789,890
<u>\$ 102,573,851</u>	<u>\$ 167,637,191</u>	<u>\$ 270,211,042</u>	<u>\$ 138,613</u>	<u>\$ 2,097,702</u>	<u>\$ 4,098,522</u>

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

**City of Great Falls, Montana**  
**Balance Sheet**  
**Governmental Funds**  
**June 30, 2022**

	<b>General</b>	<b>COVID Recovery</b>	<b>Street District</b>	<b>Federal Block Grant</b>	<b>Total Nonmajor Governmental Funds</b>	<b>Total Governmental Funds</b>
<b>Assets</b>						
Cash and investments	\$ 10,875,689	\$ 22,646,682	\$ 4,844,489	\$ 1,212,351	\$ 25,314,270	\$ 64,893,481
Restricted cash and investments	-	-	-	-	1,110,511	1,110,511
Receivables						
Taxes	1,724,637	-	-	-	499,163	2,223,800
Special assessments	-	-	192,916	-	229,983	422,899
Accounts	19,730	-	24,260	-	850	44,840
Loans	-	-	-	1,133,282	40,000	1,173,282
Due from other city funds	210,998	-	-	-	35,174	246,172
Due from other governments	264,259	-	3,372	60,038	366,693	694,362
Advances to other funds	545,565	-	-	-	-	545,565
Other assets	-	-	9,734	-	15,615	25,349
<b>Total assets</b>	<b>\$ 13,640,878</b>	<b>\$ 22,646,682</b>	<b>\$ 5,074,771</b>	<b>\$ 2,405,671</b>	<b>\$ 27,612,259</b>	<b>\$ 71,380,261</b>
<b>Liabilities</b>						
Accounts payable	\$ 1,098,230	-	\$ 133,852	\$ 26,475	\$ 1,147,936	\$ 2,406,493
Due to other city funds	-	-	-	-	246,172	246,172
Other liabilities	8,847	-	36,957	-	126,259	172,063
<b>Total liabilities</b>	<b>1,107,077</b>	<b>-</b>	<b>170,809</b>	<b>26,475</b>	<b>1,520,367</b>	<b>2,824,728</b>
<b>Deferred inflows of resources</b>						
Unavailable revenue-property taxes	792,720	-	-	-	264,871	1,057,591
Unavailable revenue-special assessments	-	-	65,553	-	82,593	148,146
Unavailable revenue-liens	-	-	-	-	39,457	39,457
Unavailable revenue-grants	-	18,169,784	-	1,133,282	76,636	19,379,702
<b>Total deferred inflows of resources</b>	<b>792,720</b>	<b>18,169,784</b>	<b>65,553</b>	<b>1,133,282</b>	<b>463,557</b>	<b>20,624,896</b>
<b>Fund balances</b>						
Restricted	-	-	4,838,409	1,245,914	22,006,598	28,090,921
Assigned	-	4,476,898	-	-	3,834,201	8,311,099
Unassigned	11,741,081	-	-	-	(212,464)	11,528,617
<b>Total fund balances</b>	<b>11,741,081</b>	<b>4,476,898</b>	<b>4,838,409</b>	<b>1,245,914</b>	<b>25,628,335</b>	<b>47,930,637</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 13,640,878</b>	<b>\$ 22,646,682</b>	<b>\$ 5,074,771</b>	<b>\$ 2,405,671</b>	<b>\$ 27,612,259</b>	<b>\$ 71,380,261</b>

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



**City of Great Falls, Montana**  
**Reconciliation of the Balance Sheet of Governmental Funds**  
**To the Statement of Net Position**  
**June 30, 2022**

Amounts reported for governmental activities in the statement of net position (page 21) are different because:

Total fund balances - governmental funds (page 24)		\$ 47,930,637
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Capital assets used in governmental activities are not financial resources, and, therefore, are not reported in the funds.

Governmental capital assets		\$ 176,806,972
Less: accumulated depreciation		<u>(102,677,055)</u>
Capital assets - net		74,129,917

Various deferred outflows and inflows involving net pension liability are not available to pay for current period expenditures and, therefore, are deferred in the funds.

(1,426,219)

Internal service funds are used by management to charge the cost of certain activities to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.

6,490,411

Deferred inflows of resources are not available to pay for current period expenditures and, therefore, are deferred in the funds.

20,624,895

Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.

Compensated absences		(4,056,161)
Capital leases		(1,743,567)
Loans and contracts payable		(322,159)
General obligation bonds payable		(315,000)
Special improvement district bonds payable		(9,415,000)
Tax increment bonds payable		(10,366,000)
Net pension liability		<u>(18,957,903)</u>
Total long-term liabilities		<u>(45,175,790)</u>

Net position of governmental activities (page 21)		<u>\$ 102,573,851</u>
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The notes to the financial statements are an integral part of this statement.

**City of Great Falls, Montana**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Governmental Funds**  
**For the Year Ended June 30, 2022**

	<u>General</u>	<u>COVID Recovery</u>	<u>Street District</u>	<u>Federal Block Grant</u>	<u>Total Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>Revenues</b>						
Taxes	\$ 20,887,002	\$ -	\$ -	\$ -	\$ 4,325,306	\$ 25,212,308
Licenses and permits	975,371	-	13,321	-	1,557,383	2,546,075
Intergovernmental	12,902,649	1,302,954	1,505,110	901,872	4,129,620	20,742,205
Charges for services	1,271,951	-	244,465	182,691	1,631,658	3,330,765
Fines and forfeitures	659,205	-	-	-	76,780	735,985
Internal services	1,004,150	-	700,515	-	128,612	1,833,277
Special assessments	-	-	4,586,247	-	3,922,818	8,509,065
Investment income	(37,987)	39,467	(8,273)	68	44,245	37,520
Other	164,273	-	12,416	313	730,105	907,107
Total revenues	<u>37,826,614</u>	<u>1,342,421</u>	<u>7,053,801</u>	<u>1,084,944</u>	<u>16,546,527</u>	<u>63,854,307</u>
<b>Expenditures</b>						
Current						
General government	5,425,060	3,618	-	-	5,533,647	10,962,325
Public safety	28,844,575	-	-	-	426,565	29,271,140
Public works	-	-	5,347,823	-	664,849	6,012,672
Culture and recreation	2,889,065	-	-	-	3,785,627	6,674,692
Housing & development	-	-	-	600,368	1,451,396	2,051,764
Debt service						
Principal	309,182	-	-	-	1,360,598	1,669,780
Interest	-	-	-	-	469,082	469,082
Capital outlay	-	1,299,337	403,696	316,494	7,744,997	9,764,524
Total expenditures	<u>37,467,882</u>	<u>1,302,955</u>	<u>5,751,519</u>	<u>916,862</u>	<u>21,436,761</u>	<u>66,875,979</u>
Excess (deficiency) of revenues over (under) expenditures	<u>358,732</u>	<u>39,466</u>	<u>1,302,282</u>	<u>168,082</u>	<u>(4,890,234)</u>	<u>(3,021,672)</u>
<b>Other financing sources (uses)</b>						
Transfers in	-	-	-	-	3,465,171	3,465,171
Transfers out	(1,659,178)	(1,141,151)	(50,000)	-	(2,738,790)	(5,589,119)
Issuance of debt	-	-	-	-	10,177,043	10,177,043
Total other financing sources (uses)	<u>(1,659,178)</u>	<u>(1,141,151)</u>	<u>(50,000)</u>	<u>-</u>	<u>10,903,424</u>	<u>8,053,095</u>
Net change in fund balances	(1,300,446)	(1,101,685)	1,252,282	168,082	6,013,190	5,031,423
Fund balances - beginning	<u>13,041,527</u>	<u>5,578,583</u>	<u>3,586,127</u>	<u>1,077,832</u>	<u>19,615,145</u>	<u>42,899,214</u>
Fund balances - ending	<u>\$ 11,741,081</u>	<u>\$ 4,476,898</u>	<u>\$ 4,838,409</u>	<u>\$ 1,245,914</u>	<u>\$ 25,628,335</u>	<u>\$ 47,930,637</u>

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

**City of Great Falls, Montana**  
**Reconciliation of the Statement of Revenues, Expenditures, and Changes**  
**in Fund Balances of Governmental Funds to the Statement of Activities**  
**For the Year Ended June 30, 2022**

Amounts reported for governmental activities in the statement of activities pages (pages 22-23) are different because:

Net change in fund balances - total governmental funds (page 26) \$ 5,031,423

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation expense in the current period.

Expenditures for capital assets	\$ 9,764,527	
Less: current year's depreciation	<u>(4,686,709)</u>	
Total capital asset related expenditures		5,077,818

The net effect of various miscellaneous transactions involving net pension liability is to increase net position. 973,807

Internal service funds are used by management to charge the cost of certain activities to individual funds. The net revenue (expense) of certain activities of internal service funds is reported with governmental activities. 6,039,015

Not all revenues in the statement of activities provide current financial resources. These revenues are not considered "available" revenues and are unearned in the governmental funds, but have been recognized as revenue in the current period in the statement of activities. Unearned revenue increased by this amount this year. 9,022,793

The issuance of long-term debt (e.g. bonds, leases) provides current financial resources to governmental funds, while the repayment of principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however has any effect on assets. This amount is the net effect of these differences in the treatment of long-term debt and related items.

Issuance of debt		
Lease inception	(145,041)	
Special improvement bonds	(10,032,012)	
Principal repayments		
Capital leases	215,477	
Loans and contracts	74,681	
General obligation bonds	155,000	
General obligation taxable bonds	140,000	
Tax increment bonds	441,779	
Special improvement bonds	585,000	
Compensated absences	84,146	
Total debt-related transactions		<u>(8,480,970)</u>

Change in net position of governmental activities (pages 22-23) \$ 17,663,886

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

**City of Great Falls, Montana**  
**Statement of Net Position**  
**Proprietary Funds**  
**June 30, 2022**

	<b>Business Type Activities</b>				
	<b>Water</b>	<b>Sewer</b>	<b>Storm Drain</b>	<b>Sanitation</b>	<b>Port Authority</b>
<b>Assets and deferred outflows of resources</b>					
Assets					
Current assets					
Cash and investments	\$ 12,075,486	\$ 15,753,421	\$ 3,501,615	\$ 1,143,684	\$ 119,359
Receivables					
Accounts	1,599,611	1,289,060	401,368	513,420	-
Lease	493,130	-	-	-	-
Inventories	308,359	-	-	-	-
Prepaid items	-	-	-	-	-
Total current assets	<u>14,476,586</u>	<u>17,042,481</u>	<u>3,902,983</u>	<u>1,657,104</u>	<u>119,359</u>
Noncurrent assets					
Restricted cash and investments	3,744,182	3,283,869	1,546,308	-	-
Non-depreciable capital assets	6,113,256	1,240,991	1,659,435	181,646	194,057
Depreciable capital assets, net	79,657,582	49,594,294	24,109,403	1,248,082	4,087,208
Total noncurrent assets	<u>89,515,020</u>	<u>54,119,154</u>	<u>27,315,146</u>	<u>1,429,728</u>	<u>4,281,265</u>
Total assets	<u>103,991,606</u>	<u>71,161,635</u>	<u>31,218,129</u>	<u>3,086,832</u>	<u>4,400,624</u>
Deferred outflows of resources					
Deferred charges - pension	550,627	203,666	30,367	333,490	-
Deferred charges - OPEB	-	-	-	-	-
Total deferred outflows of resources	<u>550,627</u>	<u>203,666</u>	<u>30,367</u>	<u>333,490</u>	<u>-</u>
Total assets and deferred outflows of resources	<u>\$ 104,542,233</u>	<u>\$ 71,365,301</u>	<u>\$ 31,248,496</u>	<u>\$ 3,420,322</u>	<u>\$ 4,400,624</u>
<b>Liabilities, deferred inflows of resources, and net position</b>					
Liabilities					
Current liabilities					
Accounts payable	\$ 478,724	\$ 239,618	\$ 26,544	\$ 179,667	\$ -
Compensated absences	32,954	5,491	-	14,898	-
Notes payable	-	-	-	-	410,530
Revenue bonds payable	1,641,000	840,000	636,000	-	-
Other liabilities	373,570	476	3	3,842	-
Total current liabilities	<u>2,526,248</u>	<u>1,085,585</u>	<u>662,547</u>	<u>198,407</u>	<u>410,530</u>
Noncurrent liabilities					
Advances from other funds	-	-	-	-	-
Notes payable	-	-	-	-	1,030,200
Compensated absences	214,823	35,796	-	97,115	-
Revenue bonds payable	24,187,893	9,851,000	5,969,000	-	-
Net pension liability	2,315,610	888,903	16,064	1,267,359	-
OPEB liability	-	-	-	-	-
Total noncurrent liabilities	<u>26,718,326</u>	<u>10,775,699</u>	<u>5,985,064</u>	<u>1,364,474</u>	<u>1,030,200</u>
Total liabilities	<u>29,244,574</u>	<u>11,861,284</u>	<u>6,647,611</u>	<u>1,562,881</u>	<u>1,440,730</u>
<b>Deferred inflows of resources</b>					
Deferred revenue - lease	492,555	-	-	-	-
Deferred revenue - pension	782,946	289,709	72,050	438,001	-
Deferred revenue - OPEB	-	-	-	-	-
Total deferred inflows of resources	<u>1,275,501</u>	<u>289,709</u>	<u>72,050</u>	<u>438,001</u>	<u>-</u>
<b>Net position</b>					
Net investment in capital assets	59,941,944	40,144,286	19,163,840	1,429,729	2,840,535
Restricted					
Revenue bond reserves	2,808,668	2,250,931	796,308	-	-
Repair and replacement	935,514	1,032,938	150,000	-	-
Unrestricted	<u>10,336,032</u>	<u>15,786,153</u>	<u>4,418,687</u>	<u>(10,289)</u>	<u>119,359</u>
Total net position	<u>74,022,158</u>	<u>59,214,308</u>	<u>24,528,835</u>	<u>1,419,440</u>	<u>2,959,894</u>
Total liabilities, deferred inflows of resources, and net position	<u>\$ 104,542,233</u>	<u>\$ 71,365,301</u>	<u>\$ 31,248,496</u>	<u>\$ 3,420,322</u>	<u>\$ 4,400,624</u>

Continued on next page

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

**City of Great Falls, Montana**  
**Statement of Net Position (Continued)**  
**Proprietary Funds**  
**June 30, 2022**

	Business Type Activities - continued			Governmental Activities
	Special State Projects	Total Nonmajor Enterprise Funds	Total	Internal Service Funds
<b>Assets and deferred outflows of resources</b>				
Assets				
Current assets				
Cash and investments	\$ -	\$ 3,919,819	\$ 36,513,384	\$ 8,090,629
Receivables				
Accounts	-	84,104	3,887,563	89,276
Lease	-	-	493,130	-
Inventories	-	65,430	373,789	305,127
Prepaid items	-	3,127	3,127	-
Total current assets	-	4,072,480	41,270,993	8,485,032
Noncurrent assets				
Restricted cash and investments	-	30,321	8,604,680	1,850,660
Non-depreciable capital assets	-	2,231,443	11,620,828	-
Depreciable capital assets, net	2,731,372	2,014,601	163,442,542	6,570,035
Total noncurrent assets	2,731,372	4,276,365	183,668,050	8,420,695
Total assets	2,731,372	8,348,845	224,939,043	16,905,727
Deferred outflows of resources				
Deferred charges - pension	-	438,984	1,557,134	892,000
Deferred charges - OPEB	-	-	-	1,637,085
Total deferred outflows of resources	-	438,984	1,557,134	2,529,085
Total assets and deferred outflows of resources	\$ 2,731,372	\$ 8,787,829	\$226,496,177	\$ 19,434,812
<b>Liabilities, deferred inflows of resources, and net position</b>				
Liabilities				
Current liabilities				
Accounts payable	\$ -	\$ 276,324	\$ 1,200,877	\$ 1,712,747
Compensated absences	-	27,171	80,514	46,994
Notes payable	337,418	-	747,948	-
Revenue bonds payable	-	-	3,117,000	-
Other liabilities	-	91,163	469,054	9,026
Total current liabilities	337,418	394,658	5,615,393	1,768,767
Noncurrent liabilities				
Advances from other funds	-	545,565	545,565	-
Notes payable	2,138,804	-	3,169,004	-
Compensated absences	-	177,313	525,047	547,933
Revenue bonds payable	-	-	40,007,893	-
Net pension liability	-	1,775,613	6,263,549	3,478,590
OPEB liability	-	-	-	1,312,127
Total noncurrent liabilities	2,138,804	2,498,491	50,511,058	5,338,650
Total liabilities	2,476,222	2,893,149	56,126,451	7,107,417
<b>Deferred inflows of resources</b>				
Deferred revenue - lease	-	-	492,555	-
Deferred revenue - pension	-	657,274	2,239,980	1,806,064
Deferred revenue - OPEB	-	-	-	4,030,920
Total deferred inflows of resources	-	657,274	2,732,535	5,836,984
<b>Net position</b>				
Net investment in capital assets	255,150	4,246,043	128,021,527	6,570,035
Restricted				
Revenue bond reserves	-	-	5,855,907	-
Repair and replacement	-	-	2,118,452	-
Unrestricted	-	991,363	31,641,305	(79,624)
Total net position	255,150	5,237,406	167,637,191	6,490,411
Total liabilities, deferred inflows of resources, and net position	\$ 2,731,372	\$ 8,787,829	\$226,496,177	\$ 19,434,812

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

**City of Great Falls, Montana**  
**Statement of Revenues, Expenses, and Changes in Fund Net Position**  
**Proprietary Funds**  
**For the Year Ended June 30, 2022**

	<b>Business Type Activities</b>			
	<b>Water</b>	<b>Sewer</b>	<b>Storm Drain</b>	<b>Sanitation</b>
<b>Operating revenues</b>				
Charges for services	\$ 14,789,878	\$ 11,623,243	\$ 3,196,684	\$ 4,673,425
<b>Operating expenses</b>				
Personal services	2,787,713	1,087,508	195,821	1,748,419
Supplies and materials	1,276,819	98,304	6,003	479,655
Purchased services	1,074,815	4,208,903	258,340	1,074,252
Internal services	1,812,502	1,244,307	449,534	834,926
Other	21,980	9,012	6,903	23,930
Depreciation	5,561,198	3,852,318	1,671,119	338,240
Total operating expenses	12,535,027	10,500,352	2,587,720	4,499,422
Operating income (loss)	2,254,851	1,122,891	608,964	174,003
<b>Nonoperating revenues (expenses)</b>				
Investment income (loss)	9,843	3,266	(10,358)	1,811
Interest expense	(682,611)	(340,828)	(175,211)	(3,021)
Gain on sale of capital assets	14,017	-	-	-
Net pension on-behalf revenue	135,488	52,027	11,123	82,379
Other	59,489	6,284	12,717	5,368
Total nonoperating revenues (expenses)	(463,774)	(279,251)	(161,729)	86,537
Income (loss) before contributions and transfers	1,791,077	843,640	447,235	260,540
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total transfers	-	-	-	-
Change in net position	1,791,077	843,640	447,235	260,540
Total net position - beginning	72,231,081	58,370,668	24,081,600	1,158,900
Total net position - ending	\$ 74,022,158	\$ 59,214,308	\$ 24,528,835	\$ 1,419,440

Continued on next page

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

**City of Great Falls, Montana**  
**Statement of Revenues, Expenses, and Changes in Fund Net Position (Continued)**  
**Proprietary Funds**  
**For the Year Ended June 30, 2022**

	<b>Business Type Activities - continued</b>			<b>Governmental Activities</b>	
	<b>Port Authority</b>	<b>Special State Projects</b>	<b>Total Nonmajor Enterprise Funds</b>	<b>Total</b>	<b>Internal Service Funds</b>
<b>Operating revenues</b>					
Charges for services	\$ 465,187	\$ 383,402	\$ 5,328,588	\$ 40,460,407	\$ 22,602,436
<b>Operating expenses</b>					
Personal services	-	-	2,430,768	8,250,229	5,824,868
Supplies and materials	-	-	396,583	2,257,364	1,440,346
Purchased services	870	-	1,664,752	8,281,932	7,619,270
Internal services	-	-	811,764	5,153,033	943,270
Other	-	-	32,888	94,713	5,562
Depreciation	116,480	277,767	313,894	12,131,016	1,399,860
Total operating expenses	117,350	277,767	5,650,649	36,168,287	17,233,176
Operating income (loss)	347,837	105,635	(322,061)	4,292,120	5,369,260
<b>Nonoperating revenues (expenses)</b>					
Investment income (loss)	71	-	7,186	11,819	11,683
Interest expense	(73,643)	(52,594)	-	(1,327,908)	-
Gain on sale of capital assets	-	-	-	14,017	64,104
Net pension on-behalf revenue	-	-	124,635	405,652	334,508
Other	-	-	23,884	107,742	196,317
Total nonoperating revenues (expenses)	(73,572)	(52,594)	155,705	(788,678)	606,612
Income (loss) before contributions and transfers	274,265	53,041	(166,356)	3,503,442	5,975,872
Transfers in	-	-	2,060,805	2,060,805	63,143
Transfers out	-	-	-	-	-
Total transfers	-	-	2,060,805	2,060,805	63,143
Change in net position	274,265	53,041	1,894,449	5,564,247	6,039,015
Total net position - beginning	2,685,629	202,109	3,342,957	162,072,944	451,396
Total net position - ending	<u>\$ 2,959,894</u>	<u>\$ 255,150</u>	<u>\$ 5,237,406</u>	<u>\$ 167,637,191</u>	<u>\$ 6,490,411</u>

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

**City of Great Falls, Montana**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For the Year Ended June 30, 2022**

**Business Type Activities**

	<u>Water</u>	<u>Sewer</u>	<u>Storm Drain</u>	<u>Sanitation</u>	<u>Port Authority</u>
<b>Cash flows from operating activities</b>					
Receipts from customers and users	\$ 15,122,691	\$ 11,947,278	\$ 3,120,576	\$ 4,678,948	\$ 465,187
Receipts from others	59,489	6,284	12,717	5,368	-
Payments to suppliers	(2,614,478)	(4,130,575)	(254,780)	(1,627,545)	(870)
Payments to employees	(2,496,719)	(973,823)	(196,355)	(1,580,094)	-
Payments for interfund services used	(1,812,502)	(1,244,307)	(449,534)	(834,926)	-
Payments to others	(21,980)	(9,012)	(6,903)	(23,930)	-
Net cash provided by (used for) operating activities	<u>8,236,501</u>	<u>5,595,845</u>	<u>2,225,721</u>	<u>617,821</u>	<u>464,317</u>
<b>Cash flows from noncapital financing activities</b>					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Interfund cash flow loans	-	-	-	-	-
Net cash provided by (used for) noncapital financing activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Cash flows from capital and related financing activities</b>					
Proceeds from sale of assets	14,017	-	-	-	-
Principal payments - revenue bonds	(1,599,000)	(1,151,000)	(620,000)	-	(393,093)
Principal payments - loans	-	-	-	(244,776)	-
Interest paid	(682,611)	(340,828)	(175,211)	(3,021)	(73,643)
Acquisition/construction of capital assets	(2,207,704)	(1,178,514)	(1,934,594)	-	1,549
Net cash provided by (used for) capital and related financing activities	<u>(4,475,298)</u>	<u>(2,670,342)</u>	<u>(2,729,805)</u>	<u>(247,797)</u>	<u>(465,187)</u>
<b>Cash flows from investing activities</b>					
Interest on investments	9,843	3,266	(10,358)	1,811	71
Net cash provided by investing activities	<u>9,843</u>	<u>3,266</u>	<u>(10,358)</u>	<u>1,811</u>	<u>71</u>
Net increase (decrease) in cash	3,771,046	2,928,769	(514,442)	371,835	(799)
<b>Cash, beginning of year</b>	<u>12,048,622</u>	<u>16,108,521</u>	<u>5,562,365</u>	<u>771,849</u>	<u>120,158</u>
<b>Cash, end of year (a)</b>	<u>\$ 15,819,668</u>	<u>\$ 19,037,290</u>	<u>\$ 5,047,923</u>	<u>\$ 1,143,684</u>	<u>\$ 119,359</u>
(a) Shown on the statement of net position as:					
Cash and investments	\$ 12,075,486	\$ 15,753,421	\$ 3,501,615	\$ 1,143,684	\$ 119,359
Restricted cash and investments	3,744,182	3,283,869	1,546,308	-	-
	<u>\$ 15,819,668</u>	<u>\$ 19,037,290</u>	<u>\$ 5,047,923</u>	<u>\$ 1,143,684</u>	<u>\$ 119,359</u>

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

Continued on next page



**City of Great Falls, Montana**  
**Statement of Cash Flows (Continued)**  
**Proprietary Funds**  
**For the Year Ended June 30, 2022**

	<b>Business Type Activities - continued</b>			<b>Governmental Activities</b>
	<b>State Special Projects</b>	<b>Total Nonmajor Enterprise Funds</b>	<b>Totals</b>	<b>Internal Service Funds</b>
<b>Cash flows from operating activities</b>				
Receipts from customers and users	\$ 383,402	\$ 5,352,641	\$ 41,070,723	\$ 22,540,722
Receipts from others	-	23,884	107,742	196,317
Payments to suppliers	-	(2,561,586)	(11,189,834)	(12,936,701)
Payments to employees	-	(2,380,586)	(7,627,577)	(5,732,182)
Payments for interfund services used	-	(811,764)	(5,153,033)	(943,270)
Payments to others	-	(32,890)	(94,715)	(5,562)
Net cash provided by (used for) operating activities	<u>383,402</u>	<u>(410,301)</u>	<u>17,113,306</u>	<u>3,119,324</u>
<b>Cash flows from noncapital financing activities</b>				
Transfers in	-	2,060,805	2,060,805	63,143
Transfers out	-	-	-	-
Interfund cash flow loans	-	(549,817)	(549,817)	-
Net cash provided by (used for) noncapital financing activities	<u>-</u>	<u>1,510,988</u>	<u>1,510,988</u>	<u>63,143</u>
<b>Cash flows from capital and related financing activities</b>				
Proceeds from sale of assets	-	-	14,017	64,104
Principal payments - revenue bonds	-	-	(3,763,093)	-
Principal payments - loans	(330,808)	-	(575,584)	-
Interest paid	(52,594)	-	(1,327,908)	-
Acquisition/construction of capital assets	-	-	(5,319,263)	(834,318)
Net cash provided by (used for) capital and related financing activities	<u>(383,402)</u>	<u>-</u>	<u>(10,971,831)</u>	<u>(770,214)</u>
<b>Cash flows from investing activities</b>				
Interest on investments	-	7,186	11,819	11,684
Net cash provided by investing activities	<u>-</u>	<u>7,186</u>	<u>11,819</u>	<u>11,684</u>
Net increase (decrease) in cash	-	1,107,873	7,664,282	2,423,934
<b>Cash, beginning of year</b>	<u>-</u>	<u>2,842,267</u>	<u>37,453,782</u>	<u>7,517,355</u>
<b>Cash, end of year (a)</b>	<u>\$ -</u>	<u>\$ 3,950,140</u>	<u>\$ 45,118,064</u>	<u>\$ 9,941,289</u>
(a) Shown on the statement of net position as:				
Cash and investments	\$ -	\$ 3,919,819	\$ 36,513,384	\$ 8,090,629
Restricted cash and investments	-	30,321	8,604,680	1,850,660
	<u>\$ -</u>	<u>\$ 3,950,140</u>	<u>\$ 45,118,064</u>	<u>\$ 9,941,289</u>

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

Continued on next page

**City of Great Falls, Montana**  
**Statement of Cash Flows (Continued)**  
**Proprietary Funds**  
**For the Year Ended June 30, 2022**

	<b>Business Type Activities</b>				
	<b>Water</b>	<b>Sewer</b>	<b>Storm Drain</b>	<b>Sanitation</b>	<b>Port Authority</b>
<b>Reconciliation of operating income (loss) to net cash provided by (used for) operating activities</b>					
Operating income (loss)	\$2,254,851	\$ 1,122,891	\$ 608,964	\$ 174,003	\$ 347,837
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities					
GASB 68 pension adjustments	296,940	114,025	1,256	180,544	-
Depreciation expense	5,561,198	3,852,318	1,671,119	338,240	116,480
Cash provided (used) by changes in operating assets and liabilities					
(Increase) decrease in accounts receivable	200,023	319,265	(73,608)	7,621	-
(Increase) decrease in due from other governments	-	643	-	-	-
(Increase) decrease in inventories	154,397	4,127	-	-	-
(Decrease) increase in accounts payable	(259,114)	180,385	7,773	(73,687)	-
(Decrease) increase in other liabilities	(21,607)	-	(2,500)	(2,098)	-
(Decrease) increase in compensated absences payable	(9,676)	(4,093)	-	(12,170)	-
Other nonoperating revenue	59,489	6,284	12,717	5,368	-
 Total adjustments	 5,981,650	 4,472,954	 1,616,757	 443,818	 116,480
 Net cash provided by operating activities	 \$8,236,501	 \$ 5,595,845	 \$2,225,721	 \$ 617,821	 \$ 464,317

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

Continued on next page

**City of Great Falls, Montana**  
**Statement of Cash Flows (Concluded)**  
**Proprietary Funds**  
**For the Year Ended June 30, 2022**

	<u>Business Type Activities - continued</u>			<u>Governmental Activities</u>
	<u>State Special Projects</u>	<u>Total Nonmajor Enterprise Funds</u>	<u>Totals</u>	<u>Internal Service Funds</u>
<b>Reconciliation of operating income (loss) to net cash provided by (used for) operating activities</b>				
Operating income (loss)	\$105,635	\$ (322,061)	\$ 4,292,120	\$ 5,369,260
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities				
GASB 68 pension adjustments	-	23,624	616,389	(5,145,579)
Depreciation expense	277,767	313,893	12,131,015	1,399,860
Cash provided (used) by changes in operating assets and liabilities				
(Increase) decrease in accounts receivable	-	20,481	473,782	(26,829)
(Increase) decrease in due from other governments	-	-	643	-
(Increase) decrease in inventories	-	14,949	173,473	(51,662)
(Decrease) increase in accounts payable	-	(501,673)	(646,316)	1,353,625
(Decrease) increase in other liabilities	-	(11,383)	(37,588)	-
(Decrease) increase in compensated absences payable	-	27,985	2,046	24,330
Other nonoperating revenue	-	23,884	107,742	196,317
 Total adjustments	 277,767	 (88,240)	 12,821,186	 (2,249,938)
 Net cash provided by operating activities	 \$383,402	 \$ (410,301)	 \$ 17,113,306	 \$ 3,119,324

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

**City of Great Falls, Montana**  
**Statement of Fiduciary Net Position**  
**Fiduciary Funds**  
**June 30, 2022**

	<b>Private-Purpose Trust Funds</b>	<b>Custodial Funds</b>
<b>Assets</b>		
Cash and investments	\$ 250,952	\$ 321,533
Due from district special assessments	728,651	-
Payroll receivable	-	1,057,519
Total assets	979,603	1,379,052
<b>Liabilities</b>		
Accounts payable and other liabilities	-	1,379,052
Asset held for others	978,267	-
Total liabilities	978,267	1,379,052
<b>Net position</b>		
Restricted for:		
Castle Pines Trust	1,336	-
Total net position	\$ 1,336	\$ -

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

**City of Great Falls, Montana**  
**Statement of Changes in Fiduciary Net Position**  
**Fiduciary Funds**  
**For the Year Ended June 30, 2022**

	<b>Private-Purpose Trust Funds</b>	<b>Custodial Funds</b>
<b>Additions</b>		
District special assessments	\$ 88,728	\$ -
Employees for unreimbursed medical	-	26,225
Employers	-	43,214,218
Appearance bonds and restitution	-	15,655
Investment earnings	600	-
Total additions	89,328	43,256,098
<b>Deductions</b>		
Payments to debt service for ULRRWSD	89,325	-
Payments to others for payroll benefits	-	43,240,443
Payments to beneficiaries and clients	-	15,655
Total deductions	89,325	43,256,098
Net increase in fiduciary net position	3	-
Net position - beginning	1,333	-
Net position - ending	\$ 1,336	\$ -

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

**City of Great Falls, Montana**  
**Notes to Financial Statements**  
**June 30, 2022**

**1. Summary of Significant Accounting Policies**

**A. Description of government-wide financial statements**

The government-wide financial statements (statement of net position and statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. All fiduciary activities are reported only in the fund financial statements. Governmental activities, which normally are supported by taxes, intergovernmental revenues, and other nonexchange transactions, are reported separately from business-type activities, which rely to a significant extent on fees and charges to external customers for support. Likewise, the primary government is reported separately from its legally separate component units for which the primary government is financially accountable.

**B. Reporting Entity**

The City of Great Falls (government) is a municipal corporation, organized in 1888 under the laws of the State of Montana. The City operates under the Commission/Manager form of government with a self-governing charter which became effective July 1, 1986. The City's executive, legislative, and policy-making body is the City Commission which is composed of a mayor and four commissioners. The City Manager serves as the appointed Chief Executive Officer carrying out the policies established by the City Commission and oversees all operations. The accompanying financial statements present the government and its component units, which are entities for which the government is considered to be financially accountable. Blended component units are, in substance, part of the primary government's operations, even though they are legally separate entities. Thus, blended component units are appropriately presented as funds of the primary government. Discretely presented component units are organizations for which the primary government is financially accountable or organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the government.

**Blended Component Unit - Great Falls Port Authority (Port Authority Fund)**

On September 21, 2004, the City Commission passed Resolution 9425 authorizing the City Commission to Exercise Powers of a Port Authority and reaffirmed Resolution 8841 with City Commissioners as Port Authority Commissioners. The Port Authority governing body is the City Commission. The Port Authority by-laws state the City may fund its debt deficiency, and the services provided by the Port Authority benefit the City. The Port Authority is reported as a blended component unit of the City of Great Falls. This component unit is blended as a proprietary fund presented in these financial statements.

**Discretely Presented Component Unit - Great Falls Business Improvement District (Business Improvement District)**

The objective of the Business Improvement District is to oversee and manage the appearance, security, and cleanliness of a designated area within Great Falls to make that area appealing to shoppers, office workers, area residents, and tourists as a viable shopping and tourist destination. The Business Improvement District's Board of Trustees is appointed by the City Commission. The Business Improvement District is required to submit an annual budget to the City Commission who may approve or modify the Business Improvement District's Budget. Additionally, the City Commission is responsible for levying the Business Improvement District's assessments on the properties within the Business Improvement District. Separate financial statements of the Business Improvement District may be obtained by contacting the District at 318 Central Avenue, Great Falls, Montana, 59401.

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**1. Summary of Significant Accounting Policies - continued**

**B. Reporting Entity - continued**

Discretely Presented Component Unit - Great Falls Tourism Business Improvement District (Tourism Business Improvement District)

The objective of the Tourism Business Improvement District is to promote tourism, conventions, trade shows, and travel to the City of Great Falls. The Tourism Business Improvement District's Board of Trustees is appointed by the City Commission. The Tourism Business Improvement District is required to submit an annual budget to the City Commission who may approve or modify the Tourism Business Improvement District's budget. Additionally, the City Commission is responsible for levying the Tourism Business Improvement District's assessments on the properties within the Tourism Business Improvement District. Separate financial statements of the Tourism Business Improvement District may be obtained by contacting the Tourism Business Improvement District at P.O. Box 648, Great Falls, Montana, 59403.

Discretely Presented Component Unit - Great Falls Public Library Foundation (Public Library Foundation)

The Public Library Foundation is a legally separate, tax-exempt component unit of the City. It provides the Great Falls Public Library with a supplemental source of funding in addition to the public funding the Library receives. Although the City does not control the timing or amount of receipts from the Public Library Foundation, the majority of resources, or incomes thereon, which the Public Library Foundation holds, and invests, are restricted by the donors to the activities of the Library. Because these restricted resources held by the Public Library Foundation can only be used by, or for the benefit of, the City, the Public Library Foundation is considered a component unit of the City and is discretely presented in the City's financial statements.

The Public Library Foundation is a private non-profit organization. As such, certain revenue recognition criteria and presentation features are different from Governmental Accounting Standards Board (GASB) revenue recognition criteria and presentation features. No modifications have been made to the Public Library Foundation's financial information in the City's financial reporting entity for these differences.

During the year ended March 31, 2022, the Public Library Foundation distributed \$366,982 to the City for both restricted and unrestricted purposes. Complete financial statements for the Public Library Foundation may be obtained by writing the Public Library Foundation at P.O. Box 742, Great Falls, Montana, 59403.

Related Organization – Great Falls Housing Authority (Housing Authority)

The City Commission appoints all members of the Housing Authority Board, an independent authority that provides safe, decent, sanitary, and affordable housing for the community's low-income residents and sets policy for the operation and management of public housing properties, the Department of Housing and Urban Development (HUD) Section 8 program and other affordable housing programs.

**C. Basis of Presentation - government-wide financial statements**

While separate government-wide and fund financial statements are presented, the financial statements are interrelated. The governmental activities column incorporates data from governmental funds and internal service funds, while business-type activities incorporate data from the City's enterprise funds. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the fiduciary funds are excluded from the government-wide financial statements.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between various functions of the City. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**1. Summary of Significant Accounting Policies – continued**

**D. Basis of Presentation - fund financial statements**

The fund financial statements provide information about the City's funds, including its fiduciary funds and blended component units. Separate statements for each fund category - governmental, proprietary, and fiduciary - are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds.

1. The City reports the following major governmental funds:

General Fund

The General Fund serves as the chief operating fund of the City. The General Fund is used to account for all financial resources not accounted for in some other fund.

COVID Recovery Fund

The COVID Recovery Fund accounts for federal relief money received from the CARES Act and American Rescue Plan Act.

Street District Fund

The Street District Fund reports operations of the Street Division, pavement rehabilitation and restoration, street sweeping, snow and ice control, dust abatement and paving markings. This fund also reports activities related to the signs and signals function of the Traffic Division. The major revenue source for this fund is street assessments received.

Federal Block Grant Fund

The Federal Block Grant Fund accounts for federal funds received by the City used to assist in the development of viable urban communities.

2. The City reports the following major enterprise funds:

Water Fund

The Water Fund accounts for all aspects of the City water system operations; including related debt service, administrative expenses, operation and maintenance of the water treatment plant, laboratory and water distribution.

Sewer Fund

The Sewer Fund accounts for all aspects of the City sewer system operations; including related debt service, administrative expenses, operation and maintenance of the wastewater treatment plant and the sewer collection system.

Storm Drain Fund

The Storm Drain Fund accounts for all aspects of the City storm drain system including operation and maintenance and debt service.

Sanitation Fund

The Sanitation Fund accounts for all aspects of providing refuse collection and disposal services to the City.

Port Authority Fund

The Port Authority Fund is used to account for operations of the Great Falls Port Authority as a blended component unit of the City.

Special State Projects Fund

The Special State Projects Fund is used to account for the Montana Board of Investments loan to finance the Infrastructure Loan Program for ADF Group USA, Inc. (ADF).



**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**1. Summary of Significant Accounting Policies – continued**

**D. Basis of Presentation - fund financial statements - continued**

3. Additionally, the City reports the following types:

Internal Service Funds

Internal service funds account for the financing of goods or services provided by one department or agency to other departments or agencies of the City on a cost reimbursement basis. The City uses internal service funds for Central Garage, Information Technology, Insurance and Safety, Health and Benefits, Human Resources, City Telephone, Finance, Engineering, Public Works Admin, and Civic Center Facility Service.

Fiduciary Funds

Fiduciary funds are used to report for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds. These may include trust or custodial funds. The City reports Private Purpose Trust Funds and Custodial Funds. During the year ended June 30, 2021, the City implemented GASB Statement No. 84 which changes the classifications of private-purpose trust and custodial funds to better assesses the accountability of the City in its role as fiduciary.

During the course of operations, the City has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (the governmental and internal service funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column. Similarly, balances between the funds included in business-type activities (enterprise funds) are eliminated so that only the net amount is included as internal balances in the business-type activities column.

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparations of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column. Similarly, balances between the funds included in business-type activities are eliminated so that only the net amount is included as transfers in the business-type activities column.

**E. Measurement Focus/ Basis of Accounting**

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as current financial resources or economic resources. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**1. Summary of Significant Accounting Policies – continued**

**E. Measurement Focus/Basis of Accounting – continued**

Property taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). All other revenue items are considered to be measurable and available only when cash is received by the government.

The proprietary and private-purpose trust funds are reported using the economic resources measurement focus and the accrual basis of accounting. The custodial funds have no measurement focus but utilize the accrual basis of accounting for reporting its assets and liabilities. Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the enterprise funds are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

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

**1. Cash and investments**

The City's cash is considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. Generally, cash resources of the individual funds are combined to form a pool of cash and investments which is managed within the Finance Department. Investment criteria are established via Montana Code Annotated (MCA) 7-6-202 and the City's investment policy. Investments, with limited exceptions, are reported at fair value. Investments, in nonparticipating certificates of deposit are reported at cost. Money market investments, including U.S. Treasury and Agency obligations that mature within one year of acquisition are reported at amortized cost. The difference between amortized cost is deemed immaterial and all investments will be reported at fair value. Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Fair value is determined annually, and requires the use of valuation techniques, a specific method or combination of methods using one or more of three approaches: market, cost or income approach.

Investment income earned as a result of pooling is distributed to the appropriate funds utilizing a formula based on the average balance of cash and investments of each fund.

The City has a comprehensive investment policy addressing safety, liquidity and yield priorities. This investment policy is more restricted than State Law. The City has a policy of holding its investments to maturity. This is often referred to as 'passive investing'. The two main priorities when investing City funds are safety and liquidity. Investing in government securities and agencies (bonds) meet these priorities. A more active approach to investing requires additional staff time and more intensive continuing education and training. Also, 'active investing' exposes the City to risks related to timing the buying and selling of investments in the market.

All depositories must be either Federal Deposit Insurance Corporation (FDIC) or Federal Savings and Loan Deposit Insurance Corporation (FSLIC) insured. All deposits over the FDIC or FSLIC insured amount are required to be secured with a letter of credit or collateral having a market value of at least 100% of the deposit balance. City criteria for collateral are a limited list of instruments with readily verifiable market values and established marketability. Collateral must be held by an approved third-party financial institution in the name of the City.

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**1. Summary of Significant Accounting Policies – continued**

**F. Assets, liabilities, deferred outflows/inflows of resources, and net position/fund balance – continued**

1. Cash and Investments - continued

Except for cash in certain restricted and special funds, the City consolidates cash and reserve balances from all funds to maximize investment earnings and to increase efficiencies with regard to investment pricing, safekeeping and administration. Investment income is allocated to the various funds based on the funds' respective participation and in accordance with generally accepted accounting principles (GAAP).

Pooling cash assets eliminates the need to maintain uninvested contingency cash for each fund. Cash flow needs can be anticipated for the City as a whole. The fluctuations in cash needs for the individual funds tend to "net out" when combined needs are considered. The total uninvested cash balance for contingencies can be greatly reduced.

2. Receivables

Real property taxes and special assessments can be attached as an enforceable lien on the underlying property. After a period of three years remaining unpaid, Cascade County, acting as the City's collection agent, may begin foreclosure proceedings and sell the property at auction. The City receives its proportionate share of the sale proceeds from the County.

Utility receivables in the enterprise funds can be attached as an enforceable lien on the underlying property and services are disconnected for non-payment.

The City records bad debts using the direct write-off method. GAAP requires the allowance method to be used to reflect bad debts. However, the effect of the use of the direct write-off method is not materially different from the results that would have been obtained had the allowance method been followed.

The City administers a revolving loan fund through the Federal Block Grant and HOME Grant. These receivables are deferred and, therefore, an allowance for uncollectible accounts is not maintained.

During the year ended June 30, 2022, the City implemented GASB Statement No. 87. The City records lease receivables in accordance with GASB Statement No. 87 for all material lease contracts when the City is the lessor.

3. Interfund Receivables/Payables

Interfund receivables/payables between or within fund types have not been eliminated at the fund financial level.

Due to/from other funds represents short-term amounts owed to a particular fund by another fund within the City for goods or services rendered. Since the City records its financial information for governmental funds on a modified accrual basis, the timing of cash receipts can result in funds reflecting a deficit cash balance. For year-end reporting purposes, most cash deficits within funds are eliminated through usually short-term borrowing between the funds, resulting in amounts due to and due from other funds. The Golf Course Fund cash deficit is considered a long-term borrowing between funds due to the length of time the fund has had a cash deficit.

Interfund loans receivable/payable represent short-term loans between funds within the City for working cash purposes and the current portion of advances.

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**1. Summary of Significant Accounting Policies - continued**

**F. Assets, liabilities, deferred outflows/inflows of resources, and net position/fund balance – continued**

**3. Interfund Receivables/Payables - continued**

Advances to/from other funds represents the noncurrent portion of long-term loans between funds within the City. For year-end reporting purposes, the cash deficit for the Golf Course fund has been classified as an advance due to the length of time the fund has had a cash deficit.

**4. Inventories and Prepaid Items**

Inventories for supplies are reported at cost. Inventories held for resale are reported at lower of cost or net realizable value. Supplies purchased by governmental funds are recorded as expenditures at the time of purchase. The amounts on hand in governmental funds are not significant.

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. Prepaid items arise when charges are entered in the accounts for benefits not yet received. Prepaid items are spread over a short period of time and are regularly recurring costs of operation. In subsequent periods, when the benefit criteria are met, or when the City has a legal claim to the resources, the prepaid items are removed from the balance sheet and expenses are recognized.

**5. Capital Assets**

Capital assets, which include property, plant, and equipment, are defined by the City as assets with an initial, individual cost of more than \$25,000 and an estimated useful life of three years or more. Such assets are recorded at historical cost where historical cost records are available and at estimated historical cost where no historical records exist. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Capital assets should be depreciated over their estimated useful lives unless they are inexhaustible, or are intangible assets with indefinite useful lives. Some intangible assets such as software are depreciated over their useful lives. Improvements are capitalized and depreciated over the remaining useful lives of the related capital assets, as applicable. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are reported at acquisition value.

Capital assets purchased by governmental funds (general capital assets such as roads, bridges, curbs and gutters, streets and sidewalks, lighting systems, and similar assets) are recorded as expenditures in those funds when purchased. No depreciation is recorded on these general capital assets at the fund financial reporting level. In the government-wide statement of net position, these assets are capitalized at cost and in the government-wide statement of activities, depreciation is reported.

Capital assets purchased by proprietary funds are capitalized at cost and shown as assets of those funds. Depreciation of capital assets of proprietary funds is computed over the estimated useful lives of the assets using the straight-line method and is charged as an operating expense of those funds.

The City records an intangible lease asset and related debt for all material lease contracts when the City is the lessee in accordance with GASB Statement No. 87. The asset is amortized over the term of the lease or the useful life of the leased asset, whichever is less.

The estimated useful lives are as follows:

Buildings	40 - 50 years	High traffic streets	20 - 25 years
Improvements	15 - 20 years	Gravel or dirt alleys	10 - 15 years
Equipment	3 - 25 years	Parking lots	20 - 25 years
Utility plant	15 - 50 years	Sidewalks, curbs and gutters	40 - 50 years
Residential streets	40 - 50 years	Intangible assets	5 - 50 years

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**1. Summary of Significant Accounting Policies - continued**

**F. Assets, liabilities, deferred outflows/inflows of resources, and net position/fund balance – continued**

**6. Equipment Replacement Reserves**

The Information Technology and Central Garage internal service funds equipment replacement reserves are funded by a lease charge on a replacement-cost basis for vehicles and equipment owned by these funds and used by other City funds. An Equipment Revolving Schedule (ERS) has been established by vehicle or equipment item which includes department operation identification, estimated useful life, projected replacement date, reserve goal (estimated replacement cost), annual reserve increment (lease charge), and accumulated reserve balance. The ERS is reviewed and adjusted on an annual basis to assure that realistic replacement reserves are established. Whenever operational changes reduce vehicle or equipment needs, excess accumulated reserves are returned to the fund of origin through an equipment replacement reserve (transfer) when multiple fiscal years are involved, or credited against current year charges when only the current fiscal year is involved.

**7. Compensated Absences**

All full-time City employees accumulate vacation and sick leave hours for later use or for payment upon termination, retirement or death. In proprietary funds, vested vacation and sick leave benefits are recognized as expenses when earned by the employee and unpaid benefits are liabilities of those funds. Governmental fund types recognize the expenditure when benefits are paid. The remaining balance of vested governmental fund type employees' vacation and sick leave is reflected as a liability in the government-wide statements. The governmental funds typically used in prior years to liquidate the liability for compensated absences are any of the funds with payroll, which include: General, Street District, Federal Block Grant, Library, Planning & Community Development, Permits, Natural Resources, Portage Meadows, Park District, Housing Authority, HIDTA Special Revenue, Home Grant, and all governmental internal service funds.

**8. Deferred Outflows/Inflows of Resources**

In addition to assets, the statement of financial position reports a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net assets that applies to a future period and so will not be recognized as an outflow of resources (expenses) until that time.

In addition to liabilities, the statement of financial position reports a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net assets that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time.

**9. Net Position Flow Assumption**

Governments fund outlays for a particular purpose from both restricted and unrestricted resources. In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements, the City of Great Falls' flow assumption must be made about the order in which the resources are considered to be applied. It is the City's policy to consider assigned fund balance to have been depleted before using any of the components of unassigned fund balance. Further, when the components of restricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

**G. Encumbrances**

The City does not utilize a formal encumbrance accounting system.

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**1. Summary of Significant Accounting Policies - continued**

**H. Pensions**

The Montana Public Employee Retirement Administration (MPERA) prepares its financial statements using the accrual basis of accounting. The same accrual basis was used by MPERA for the purposes of determining the Net Pension Liability (NPL), Deferred Outflows of Resources and Deferred Inflows of Resources related to pensions; Pension Expense; the Fiduciary Net Position; and, Additions to or Deductions from Fiduciary Net Positions. 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 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 adheres to all accounting principles generally accepted by the United States of America. MPERA applied all applicable pronouncements of GASB.

**2. Cash and Investments**

The composition of the City's cash and investments, including restricted cash and investments, on June 30, 2022 was as follows:

	Primary Government	Component Units		
		Business Improvement District	Tourism Business Improvement District	Public Library Foundation
Cash on hand	\$ 11,345	\$ 1,542	\$ -	\$ -
Deposits in banks	8,489,341	115,323	921,157	42,015
Time deposits	85,607,398	-	-	-
Certificates of deposit	44,826	-	164,545	-
U.S. government securities	499,506	-	-	-
Short term investment pool (STIP)	26,977,073	-	-	-
Money market funds	6,341	-	-	90,051
Mutual funds	-	-	-	3,969,291
Totals	<u>\$ 121,635,830</u>	<u>\$ 116,865</u>	<u>\$ 1,085,702</u>	<u>\$ 4,101,357</u>

The City's cash and investments for the primary government at June 30, 2022 are reported as:

	Governmental Activities	Business-Type Activities	Fiduciary Funds	Total
Cash and investments	\$ 72,984,110	\$ 36,513,384	\$ 572,485	\$ 110,069,979
Restricted cash and investments	2,961,171	8,604,680	-	11,565,851
Totals	<u>\$ 75,945,281</u>	<u>\$ 45,118,064</u>	<u>\$ 572,485</u>	<u>\$ 121,635,830</u>

At June 30, 2022, the carrying amount of the City's deposits in banks was \$8,489,341 and the bank balance was \$9,115,632. Of the bank balance \$573,914 was covered by federal depository insurance and \$8,541,718 was covered by a letter of credit from a federal home bank in the City's name. The time deposits of \$85,607,398 were covered by federal depository insurance.

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**2. Cash and Investments - continued**

At June 30, 2022, the carrying amount of deposits for the Great Falls Business Improvement District, a discretely presented component unit, was \$116,865 and the bank balance was \$116,865. Of the bank balance, \$116,865 was covered by federal depository insurance. At June 30, 2022, the Great Falls Business Improvement District had no cash in excess of FDIC insured limits.

At June 30, 2022, the carrying amount of deposits for the Great Falls Tourism Business Improvement District, a discretely presented component unit, was \$1,085,702 and the bank balances were \$1,085,702. Of the bank balances, \$1,085,702 was covered by federal depository insurance. At June 30, 2022, the Great Falls Tourism Improvement District had no cash in excess of FDIC insured limits.

At March 31, 2022, the carrying amount of deposits for the Great Falls Public Library Foundation, a discretely presented component unit, was \$132,066 and the bank balance was \$132,066. Of the carrying amount of deposits, \$42,015 was covered by federal depository insurance and \$90,051 was covered by Securities Investors Protection Corporation.

Montana statutes require that the City have securities for deposits equal to 50% of its total deposits that are not insured or guaranteed, held in the City's name by the pledging bank's trustee. The City was in compliance with this statute at June 30, 2022. The City's policy is to have securities for deposits equal to 100% of its insured or guaranteed yield in the City's name. Types of securities that may be pledged as collateral are detailed in MCA 17-6-103.

Montana statutes authorize the City to invest in direct obligations of the United States government in savings or time deposits in a state or national bank, building or loan association, or credit union located in Montana; in investments of the Montana Short-Term Investment Pool (STIP) managed by the Montana Board of Investments; or in repurchase agreements.

Investments by fair value level:

	Fair Value	Fair Value Measurements Using		
		Level 1	Level 2	Level 3
Certificates of deposit	\$ 44,826	\$ -	\$ 44,826	\$ -
Time deposits	85,607,398	85,607,398	-	-
U.S. treasuries	499,506	-	499,506	-
Money market funds	6,341	-	6,341	-
Totals	<u>\$ 86,158,071</u>	<u>\$ 85,607,398</u>	<u>\$ 550,673</u>	<u>\$ -</u>

The City categorizes its fair value measurements within the fair value hierarchy established by GAAP. The hierarchy, as follows, is based on the valuation inputs used to measure fair value. Valuation techniques used maximize the use of observable inputs and minimize the use of unobservable inputs.

- Level 1 Inputs – Quoted prices in active markets for identical assets; these investments are valued using prices quoted in active markets.
- Level 2 Inputs – Significant other observable inputs; these investments are valued using inputs other than Level 1 that observable, either indirectly, such as quoted market prices for similar assets or liabilities, quoted prices in markets that are not active; or other inputs that are observable or can be corroborated by market data for the full term of the assets or liabilities. Level 2 inputs are listed at the values provided by the City's banking institutions and listed on monthly statements.
- Level 3 Inputs – Significant unobservable inputs; these investments are valued using fair value to the extent that the observable inputs are not available, thereby allowing for situations in which there is little, if any, market activity for the asset or liability at the measurement date.

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**2. Cash and Investments – continued**

The City voluntarily participates in the STIP administered by the Montana Board of Investments (MBOI). STIP is recorded at Net Asset Value. A local government's STIP ownership is represented by shares, the prices of which are fixed at \$1.00 per share, and participants may buy or sell shares with one business days' notice.

STIP administrative expenses are charged daily against the STIP income, which is distributed on the first calendar day of each month. Shareholders have the option to automatically reinvest their distribution income in additional shares. STIP is not registered with the Securities and Exchange Commission. STIP is not FDIC-insured or otherwise insured or guaranteed by the federal government, the State of Montana, the MBOI or any other entity against investment losses, and there is no guaranteed rate of return on funds invested in STIP shares. The MBOI maintains a reserve fund to offset possible losses and limit fluctuations in STIP's valuation. The STIP investment portfolio consists of securities with maximum maturity of 2 years. Information on investments held in the STIP can be found in the Annual Report on the MBOI website at <http://investmentmt.com/Annual-Reports>.

Investments are in an internal investment pool. It is a common practice for governments to pool the cash and investments of funds to improve investment performance. Unless restricted by bonds, grants, etc., the City pools cash and investments of all funds. The City has the policy of placing restricted investments in the short-term investment pool. At June 30, 2022, the City had the following investments:

	Fair Value	Investment Maturities (In Years)	
		Less Than 1	1-5
Cash on hand, deposits in banks, savings deposits	\$ 8,500,686	\$ 8,500,686	\$ -
Certificates of deposit	44,826	44,826	-
Time deposits	85,607,398	85,607,398	-
U.S. treasuries	499,506	499,506	-
Short term investment pool (STIP)	26,977,073	26,977,073	-
Money market funds	6,341	6,341	-
Totals	<u>\$ 121,635,830</u>	<u>\$ 121,635,830</u>	<u>\$ -</u>

**Custodial Credit Risk**

Deposits are exposed to custodial credit risk if they are not covered by depository insurance and the deposits are uncollateralized. The City's investment policy limits its custodial risk by requiring all deposits under the FDIC or FSLIC insured amount to be insured by the FDIC or FSLIC and all deposits over the FDIC or FSLIC insured amount are required to be secured with collateral.

**Interest Rate Risk**

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The City's investment policy minimizes the risk by structuring the investment portfolio so that the securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity, and investing operating funds primarily in short-term securities or similar investment pools.

**Credit Risk**

Credit risk is defined as the risk that an issuer or other counterparty to an investment will not fulfill its obligation. The City's investment policy minimizes credit risk by limiting investments to the safest types of securities, pre-qualifying the financial institutions, broker/dealers, intermediaries, and advisors with which the City does business, and diversifying the investment portfolio so that potential losses on individual securities will be minimized. Although the STIP investments have been rated by investments security type, STIP, as an external investment pool, has not been rated by the Nationally Recognized Statistical Rating Organizations. More information on STIP is available at the Montana Department of Commerce Board of Investments website at <http://investmentmt.com/STIP>.

The U.S. Government Treasury Securities are not considered to have credit risk and do not require disclosure of credit quality. The City had \$0 in U.S. Government Agencies Securities at June 30, 2022.



**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**2. Cash and Investments – continued**

Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. Investments issued or explicitly guaranteed by the U.S. government and investments in external investment pools are excluded from this requirement.

Restricted Cash and Investments

Cash and investments of \$11,565,851 are restricted by bond covenants, state statute, or for specific purposes as follows:

Governmental Activities

Nonmajor governmental funds

Central Montana Ag Tech Park TID - current debt service	\$	48,113
Natural Resources - projects		31,886
Park District - bond reserves		352,437
West Bank TID Bonds - bond reserves		263,925
Downtown TID Bonds - bond reserves		414,150

Internal Service funds

Central Garage - vehicle and equipment replacement		1,557,899
Information Technology - information systems	\$ 207,629	
Information Technology - vehicle and equipment replacement	6,324	
Subtotal Information Technology		213,953
Engineering - vehicle and equipment replacement		36,922
Public Works Admin - vehicle and equipment replacement		5,271
Civic Center Facility Service - improvements		36,615

Total Governmental Activities

2,961,171

Business Activities

Water

Current debt service	1,141,375	
Bond reserves	1,141,375	
Operating reserves	525,918	
Vehicle and equipment replacement	935,514	
Subtotal Water		3,744,182

Sewer

Current debt service	578,856	
Bond reserves	1,157,711	
Operating reserves	514,364	
Vehicle and equipment replacement	1,032,938	
Subtotal Sewer		3,283,869

Storm Drain

Current debt service	398,154	
Bond reserves	398,154	
Reserve for MS4 Upgrades	600,000	
Repair and replacement reserves	150,000	
Subtotal Storm Drain		1,546,308

Nonmajor enterprise funds

Civic Center Events - improvements		30,321
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Total Business Activities

8,604,680

Total

\$ 11,565,851

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**3. Receivables**

Taxes and Special Assessments

The City's real estate property tax is levied as of November 1 on the assessed value listed as of January 1 of the same year, for all property located in the City. Assessed values are established by the State of Montana Department of Revenue (State) based on a market value. A revaluation of all property is required to be completed on a periodic basis. Taxable value is defined by state statute as a fixed percentage of assessed value.

The City is permitted, by state statutes, to levy taxes up to certain fixed limits for various purposes. The taxes levied by the City for the year ended June 30, 2022 were within legal limits. Taxes are due in semi-annual installments on November 30 and May 31 of each year. Property tax lien dates are December 1 and June 1.

The City levies assessments for lighting districts, street maintenance, park maintenance, boulevard maintenance, various special improvement districts (SIDs) and various special improvement lighting districts (SILDs). The assessments are due in semi-annual installments on November 30 and May 31. All assessments are considered delinquent if not paid by May 31.

Loans Receivable

Loans receivable at June 30, 2022 consists of the following:

Federal Block Grant:		
Deferred payment loan program (a) (b)	\$	1,133,282
Nonmajor governmental funds:		
Home Grant - deferred payment loan program (a)		<u>40,000</u>
Total	\$	<u><u>1,173,282</u></u>

- (a) The deferred payment loan program for both Federal Block Grant and Home Grant was established to provide opportunities for low-income homeowners to rehabilitate, weatherize, maintain, or improve the quality of existing housing. No interest is charged on these loans. Repayment of the loan is required only if the property is sold, or upon satisfaction of the original mortgage, at which time the property owner begins making monthly payments equal to the principal and interest payment on the original mortgage.
- (b) The water and sewer loan program was established to stabilize and improve water and sewer service lines by providing financial assistance to landlords and homeowners who own their rental and residential property. Monthly payments are due the first of every month. No interest is charged on these loans. The terms range from ten to eighteen years. The loans are secured by the property and/or equipment. Deferred inflows of resources equal to the balance of the loans receivable has been recorded.

**4. Interfund Receivables, Payables, and Transfers**

Due To/From Other City Funds

The due to other City funds balances reported in the fund financial statements represent credit cash balances in the individual funds at year-end with an offsetting due from other City funds in the corresponding funds. Due to the netting effect, these are eliminated on the government-wide statement of net position.

Due to/from other City funds at June 30, 2022 consists of the following:

Receivable Fund	Payable Fund	
Major governmental fund - General Fund	Nonmajor governmental fund - Planning Fund	\$ 210,998
Nonmajor governmental fund - Police Special Revenue	Nonmajor governmental fund - HIDTA Special Revenue	<u>35,174</u>
Total		<u><u>\$ 246,172</u></u>

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**4. Interfund Receivables, Payables, and Transfers – continued**

Interfund Loans

The advance from the general fund reported in the golf courses fund represents a long-term credit cash balance.

Advances to/from other funds at June 30, 2022 consists of the following:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Major governmental fund - General Fund	Nonmajor enterprise fund - Golf Courses	\$ 545,565
Total		<u>\$ 545,565</u>

Transfers

Transfers represent the movement of cash assets between City funds and operations. Transfers are transactions which must be recorded, but should not be confused with operating revenues and expenditures. Recurring transfers are authorized transfers from a fund receiving revenue to the fund through which the resources are to be expended.

Transfers to/from other funds for the year ended June 30, 2022 consists of the following:

<u>Recipient Fund</u>	<u>Amount</u>	<u>Purpose</u>
Nonmajor governmental funds		
Library	\$ 350,000	Transfers from general fund to library for operation support.
Planning & Community Development	271,932	Transfer from general fund to planning & community development for operation support.
Natural Resources	256,277	Transfer from general fund to natural resources for operation support.
Gas Tax BaRSSA	50,000	Transfer from street district fund for match of project.
Downtown TID Bonds	2,392,116	Transfer from special revenue fund to debt service fund.
General Obligation Taxable Bonds	144,846	Transfer from general fund to general obligation taxable bonds for debt service.
	<u>3,465,171</u>	Subtotal of nonmajor governmental funds
Nonmajor enterprise funds		
Swimming Pools	309,031	Transfer from general fund to swimming pools for operations support and transfer from COVID recovery fund for lost revenue due to COVID.
911 Dispatch Center	346,674	Transfer from 911 special revenue to 911 dispatch center for dispatch services.
Parking	265,361	Transfer from COVID recovery fund to parking fund for lost revenue due to COVID.
Recreation	265,359	Transfer from general fund to recreation for operation support and transfer from COVID recovery fund for lost revenue due to COVID.
Multi-Sports	65,000	Transfer from COVID recovery fund to multi-sports fund for lost revenue due to COVID.
Ice Breaker	23,361	Transfer from COVID recovery fund to ice breaker fund for lost revenue due to COVID.
Civic Center Events	786,019	Transfer from general fund to civic center events for operation support and capital asset and transfer from COVID recover fund for lost revenue due to COVID.
	<u>2,060,805</u>	Subtotal of nonmajor enterprise funds
Internal service funds		
Engineering	63,143	Transfer from general fund to engineering for operation support.
	<u>63,143</u>	Subtotal of internal service funds
Total	<u>\$ 5,589,119</u>	

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**5. Due From Other Governments**

Amounts due from other governments at June 30, 2022 were as follows:

Fund	Federal	County	Other	Total
General	\$ -	\$ 264,259	\$ -	\$ 264,259
Street District	-	3,372	-	3,372
Federal Block Grant	60,038	-	-	60,038
Nonmajor governmental funds				
Library	-	89,280	-	89,280
Planning & Community Development	104,193	-	-	104,193
Airport TID	-	23	-	23
Natural Resources	-	336	-	336
Portage Meadows	-	58	-	58
Park Maintenance District	-	992	-	992
Support & Innovation	-	710	-	710
Police Special Revenue	21,960	-	-	21,960
HIDTA Special Revenue	93,584	-	-	93,584
Housing Authority	-	-	53,132	53,132
Street Lighting Districts	-	901	-	901
Soccer Park GO Bond	-	142	-	142
Downtown TID Bonds	-	1,382	-	1,382
Subtotal nonmajor governmental funds	<u>219,737</u>	<u>93,824</u>	<u>53,132</u>	<u>366,693</u>
Totals	<u>\$ 279,775</u>	<u>\$ 361,455</u>	<u>\$ 53,132</u>	<u>\$ 694,362</u>

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**6. Capital Assets**

Primary Government

Capital asset activity for the year ended June 30, 2022 was as follows:

	Beginning Balance	Increases	Transfers In	Decreases	Transfers Out	Ending Balance
<u>Governmental activities</u>						
Capital assets, not being depreciated:						
Land	\$ 9,816,152	\$ -	\$ -	\$ -	\$ -	\$ 9,816,152
Construction in Progress	5,373,939	6,978,353	-	(29,545)	(4,029,685)	8,293,062
	<u>15,190,091</u>	<u>6,978,353</u>	<u>-</u>	<u>(29,545)</u>	<u>(4,029,685)</u>	<u>18,109,214</u>
Capital assets, being depreciated:						
Buildings	15,195,479	264,973	-	-	-	15,460,452
Improvements	53,117,254	688,389	2,995,045	-	-	56,800,688
Intangible	492,182	-	-	-	-	492,182
Intangible lease	-	145,041	-	-	-	145,041
Machinery and equipment	24,503,848	2,224,965	559,731	(328,690)	-	26,959,854
Infrastructure	78,013,956	326,669	474,909	-	-	78,815,534
	<u>171,322,719</u>	<u>3,650,036</u>	<u>4,029,685</u>	<u>(328,690)</u>	<u>-</u>	<u>178,673,751</u>
Less accumulated depreciation for:						
Buildings	(10,448,285)	(312,545)	-	-	-	(10,760,830)
Improvements	(28,027,104)	(2,086,549)	-	-	-	(30,113,653)
Machinery and equipment	(15,412,424)	(1,960,694)	-	328,690	-	(17,044,428)
Intangible	(273,906)	-	-	-	-	(273,906)
Intangible lease	-	(38,678)	-	-	-	(38,678)
Infrastructure	(56,163,414)	(1,688,103)	-	-	-	(57,851,517)
	<u>(110,325,133)</u>	<u>(6,086,569)</u>	<u>-</u>	<u>328,690</u>	<u>-</u>	<u>(116,083,012)</u>
Total capital assets, being depreciated, net	<u>60,997,587</u>	<u>(2,436,533)</u>	<u>4,029,685</u>	<u>-</u>	<u>-</u>	<u>62,590,738</u>
Governmental activities capital assets, net	<u>\$ 76,187,678</u>	<u>\$ 4,541,820</u>	<u>\$ 4,029,685</u>	<u>\$ (29,545)</u>	<u>\$ (4,029,685)</u>	<u>\$ 80,699,952</u>
<u>Business-type activities</u>						
Capital assets, not being depreciated:						
Land	\$ 3,948,391	\$ 61,326	\$ -	\$ -	\$ -	\$ 4,009,717
Construction in Progress	14,117,743	4,130,304	-	(461,094)	(10,175,842)	7,611,111
	<u>18,066,134</u>	<u>4,191,630</u>	<u>-</u>	<u>(461,094)</u>	<u>(10,175,842)</u>	<u>11,620,828</u>
Capital assets, being depreciated:						
Buildings	34,432,168	-	-	(1,549)	-	34,430,619
Improvements	188,092,458	1,203,554	10,050,072	-	-	199,346,084
Machinery and equipment	14,589,480	386,720	94,770	(24,302)	-	15,046,668
Infrastructure	96,088,627	-	31,000	-	-	96,119,627
	<u>333,202,733</u>	<u>1,590,274</u>	<u>10,175,842</u>	<u>(25,851)</u>	<u>-</u>	<u>344,942,998</u>
Less accumulated depreciation for:						
Buildings	(21,521,532)	(766,074)	-	-	-	(22,287,606)
Improvements	(82,024,187)	(8,559,875)	-	-	-	(90,584,062)
Machinery and equipment	(10,437,036)	(851,097)	-	24,302	-	(11,263,831)
Infrastructure	(55,410,987)	(1,953,970)	-	-	-	(57,364,957)
	<u>(169,393,742)</u>	<u>(12,131,016)</u>	<u>-</u>	<u>24,302</u>	<u>-</u>	<u>(181,500,456)</u>
Total capital assets, being depreciated, net	<u>163,808,991</u>	<u>(10,540,742)</u>	<u>10,175,842</u>	<u>(1,549)</u>	<u>-</u>	<u>163,442,542</u>
Business-type activities capital assets, net	<u>\$ 181,875,125</u>	<u>\$ (6,349,112)</u>	<u>\$ 10,175,842</u>	<u>\$ (462,643)</u>	<u>\$ (10,175,842)</u>	<u>\$ 175,063,370</u>

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**6. Capital Assets - continued**

Primary Government - continued

Depreciation was charged to functions/programs of the primary government as follows:

<u>Governmental activities</u>	
General government	\$ 952,830
Public safety	249,596
Public works	3,840,083
Culture and recreation	788,256
Housing and development	255,804
Total governmental activities	\$ 6,086,569
<u>Business-type activities</u>	
Water	\$ 5,561,198
Sewer	3,852,318
Storm Drain	1,671,119
Sanitation	338,240
Port Authority	116,480
Special State Projects	277,767
Other	313,894
Total business-type activities	\$ 12,131,016

Discretely Presented Component Units

Capital assets activity for the Business Improvement District for the year ended June 30, 2022 was as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Capital assets, being depreciated:				
Equipment	\$ 72,945	\$ -	\$ -	\$ 72,945
	72,945	-	-	72,945
Less accumulated depreciation	(46,846)	(11,081)	-	(57,927)
Total capital assets, being depreciated, net Business Improvement District	26,099	(11,081)	-	15,018
capital assets, net	\$ 26,099	\$ (11,081)	\$ -	\$ 15,018

Capital assets activity for the Tourism Business Improvement District for the year ended June 30, 2022 was as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Capital assets, being depreciated:				
Leased Office	\$ -	\$ 246,819	\$ -	\$ 246,819
	-	246,819	-	246,819
Less accumulated depreciation	-	(8,237)	-	(8,237)
Total capital assets, being depreciated, net Tourism Business Improvement District	-	238,582	-	238,582
capital assets, net	\$ -	\$ 238,582	\$ -	\$ 238,582

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**7. Long-Term Debt**

Compensated Absences Payable

Compensated absences payable, representing vested vacation and sick leave benefits earned by employees and payable upon termination, as well as additional salary-related charges payable by the City as the employer, as of June 30, 2022 were as follows:

Governmental activities	\$ 4,651,088
Business-type activities	605,561
Total	\$ 5,256,649

Lease purchase

Major Governmental – General Fund

The City Commission on March 17, 2020 authorized the lease purchase of \$1,992,461 for the purchase of public safety communication equipment. The term of the lease purchase is for ten years with an interest rate of 2.87%.

Annual debt service requirements to maturity for the lease purchase are as follows:

Year Ending June 30	Governmental Activities		
	Principal	Interest	Total
2023	\$ 184,659	\$ 46,911	\$ 231,570
2024	189,959	41,611	231,570
2025	195,410	36,160	231,570
2026	201,019	30,551	231,570
2027	206,788	24,782	231,570
2028-2030	656,661	38,049	694,710
Totals	\$ 1,634,496	\$ 218,064	\$ 1,852,560

Nonmajor Governmental – HIDTA Fund

The City Commission on March 18, 2020 authorized the lease of an office space for the High Intensity Drug Task Force (HIDTA). The net present value of the lease at the inception of GASB Statement No. 87 or July 1, 2021, was \$145,041 with an implied interest rate of 2.87%. The term of the lease was for one year with an automatic extension of four consecutive one-year terms.

Annual debt service requirements to maturity for the lease are as follows:

Year Ending June 30	Governmental Activities		
	Principal	Interest	Total
2023	\$ 37,653	\$ 2,641	\$ 40,294
2024	39,973	1,530	41,503
2025	31,445	377	31,822
Totals	\$ 109,071	\$ 4,548	\$ 113,619

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**7. Long-Term Debt – continued**

Loans and Contracts Payable  
Major Governmental – General Fund

The City Commission on December 1, 2015, authorized the borrowing of \$801,098 with only \$796,859 being drawn in Intercap funds for the purchase of two fire trucks. The term of the loan is ten years with an initial interest rate of 1.25%.

The rates for these Intercap loans are adjusted annually on February 16<sup>th</sup>. The interest rate varies based on the underlying bond rate of the Montana Board of Investments Municipal Finance Consolidation Act Bonds. The loan will be repaid from General Fund revenue. The interest calculations are projected based on the current interest rate charged of 1.55%.

Annual debt service requirements to maturity for the Intercap loan are as follows:

Year Ending June 30	Governmental Activities		
	Principal	Interest	Total
2023	\$ 72,736	\$ 4,312	\$ 77,046
2024	73,646	3,721	77,367
2025	74,568	2,576	77,144
2026	75,511	1,416	76,928
Totals	<u>\$ 296,461</u>	<u>\$ 12,025</u>	<u>\$ 308,485</u>

Nonmajor Governmental - Master Debt SILD Fund

The City Commission, on June 16, 2015, authorized the borrowing of \$58,000 in Intercap funds by the General Fund for the purpose of designing and installing city street lights in Stone Meadows Addition Phase II. The term of the loan is fifteen years with an initial interest rate of 1.25%.

The rates for these Intercap loans are adjusted annually on February 16<sup>th</sup>. The interest rate varies based on the underlying bond rate of the Montana Board of Investments Municipal Finance Consolidation Act Bonds.

The loan will be repaid from assessments of the property owners in the street light districts in the Master Debt SILD Fund. The interest calculations are projected based on the current interest rate charged of 1.55%.

Annual debt service requirements to maturity for the Intercap loans are as follows:

Year Ending June 30	Governmental Activities		
	Principal	Interest	Total
2023	\$ 2,884	\$ 387	\$ 3,271
2024	2,920	320	3,240
2025	2,956	275	3,231
2026	2,994	229	3,223
2027	3,032	182	3,214
2028-2031	10,912	263	11,175
Totals	<u>\$ 25,698</u>	<u>\$ 1,656</u>	<u>\$ 27,354</u>



**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**7. Long-Term Debt – continued**

Major Enterprise Fund – Sanitation

The City Commission, on March 15, 2016, authorized the borrowing of \$1,540,000 in Intercap funds for the purpose of purchasing six sanitation trucks. The term of the loan is six years with an initial interest rate of 2.50%. The loan is on a reimbursement basis. The loan was paid off as of June 30, 2022.

	<u>Issue Date</u>	<u>Interest Rate</u>	<u>Term (Years)</u>	<u>Maturity Date</u>	<u>Bonds Issued</u>	<u>Balance June 30, 2022</u>
Sanitation	03-15-2016	Variable	6	02-15-2022	\$ 1,540,000	\$ -
Total						<u>\$ -</u>

Notes Payable

Port Authority Fund

The Great Falls Port Authority on May 25, 2005, authorized the borrowing of \$1,075,000 from the Great Falls Development Authority, Inc. for the purpose of constructing a building for the Centene project. The term of the loan is twenty (20) years with an annual rate of 4.00%. The loan will be repaid from operating funds of the Great Falls Port Authority.

The Great Falls Port Authority on November 30, 2007, authorized the borrowing of \$4,763,794, from the Montana Board of Investments (MBOI) Infrastructure Loan Program for the purpose of financing infrastructure improvements for the Centene project to enhance economic development and create jobs in the basic sector of the economy. The term of the loan is eighteen (18) years with an annual rate of 4.43%. The loan will be repaid from operating funds of the Great Falls Port Authority.

Special State Projects Fund

The City Commission, on April 15, 2014, authorized the borrowing of \$4,999,800 from the MBOI Infrastructure Loan Program for the purpose of funding an infrastructure project that provides facilities/services to basic sector businesses. The project was the construction of a new structural steel fabrication complex. This complex is leased to ADF Group USA, Inc. (ADF) at the monthly rental fee of \$31,955 for fifteen years, which is equal to the infrastructure loan payments. ADF has an option reserved for the purchase of the lease upon full satisfaction of the City's obligation under the note at any time without penalty. The term of the note is fifteen (15) years with an interest rate of 1.98%.

Notes payable outstanding at June 30, 2022 are as follows:

	<u>Business-Type Activities</u>					
	<u>Start Date</u>	<u>Interest Rate</u>	<u>Term (Years)</u>	<u>Maturity Date</u>	<u>Loan Issued</u>	<u>Balance June 30, 2022</u>
Port Authority Improvements	03-02-2005	4.00%	20	10-01-2025	\$ 1,075,000	\$ 243,567
Port Authority Improvements	11-30-2007	4.43%	18 ¼	09-30-2025	4,763,794	1,197,163
Special State Projects Improvements	04-18-2014	1.98%	15	04-15-2029	4,999,800	<u>2,476,222</u>
Total						<u>\$ 3,916,952</u>

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**7. Long-Term Debt - continued**

Notes Payable-continued  
Special State Projects Fund- continued

Annual debt service requirements to maturity for the notes payable are as follows:

Year Ending June 30	Business-Type Activities		
	Principal	Interest	Total
2023	\$ 747,948	\$ 100,641	\$ 848,589
2024	772,759	75,831	848,590
2025	798,871	49,718	848,589
2026	511,707	26,753	538,460
2027	365,202	18,200	383,402
2028-2029	720,465	14,389	734,854
Totals	\$ 3,916,952	\$ 285,532	\$ 4,202,484

General Obligation Bonds  
Nonmajor Governmental - Soccer Park GO Bond

In November 2003, a general obligation bond of \$2.5 million was approved by the taxpayers for the acquisition of land and construction of a soccer park. General obligation bonds were issued June 15, 2004. The Great Falls Soccer Foundation partnered with the City to construct the Seibel Soccer Park. In March 2014, these bonds were refunded by Series 2014A Soccer for a term of ten (10) years with variable interest rates between 2.00% and 2.55%.

General obligation bonds outstanding at June 30, 2022, are as follows:

Issue Date	Interest Rate	Term (Years)	Maturity Date	Bonds Issued	Balance June 30, 2022
04-03-2014	2.00 - 2.55%	10	07-01-2024	\$1,480,000	\$ 315,000

Annual debt service requirements to maturity for general obligation bonds are as follows:

Year Ending June 30	Governmental Activities		
	Principal	Interest	Total
2023	\$ 155,000	\$ 7,761	\$ 162,761
2024	160,000	4,080	164,080
Totals	\$ 315,000	\$ 11,841	\$ 326,841

Additional Covenant Requirements: Debt covenants require information in addition to the operating results already provided within the Financial Section to be presented annually, but does not require that information to be audited. As a result, the required information is provided in the Statistical Section of the City's Annual Comprehensive Financial Report. Required information includes the annual report regarding property values, city indebtedness and city tax rates, levies, city population and collections.

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**7. Long-Term Debt - continued**

General Obligation Taxable Bonds

Nonmajor Governmental - General Obligation Taxable Bonds

The City Commission, on December 6, 2005, authorized the borrowing of \$1,500,000 from First Interstate Bank in the form of a taxable non-voted general obligation note by the Electric Fund for the purpose of preliminary design, engineering, feasibility and environmental review costs related to the construction of a 250 MW coal fire generation plant. In March 2014, this note was refunded by the issuance of limited tax general obligation refund bonds Series 2014B for a term of eight (8) years with variable interest rates between 1.00% and 3.60%. These bonds are not unlimited tax general obligation bonds of the City and the full faith, credit and taxing power of the City will not be pledged to the payment thereof. The General Obligation Taxable Bonds were paid off as of June 30, 2022.

Limited tax general obligation bonds (taxable) outstanding at June 30, 2022, are as follows:

	Issue Date	Interest Rate	Term (Years)	Maturity Date	Bonds Issued	Balance June 30, 2022
Series 2014B Limited Tax General Obligation Bonds (Taxable)	04-03-2014	1.00 - 3.60%	8	07-01-2022	\$1,065,000	\$ -

Urban Renewal Tax Increment Bonds Payable

Nonmajor Governmental - West Bank Tax Increment District Bonds

The City Commission, on February 21, 2012, authorized the issuance of West Bank Urban Renewal Refunding Revenue Bonds, Series 2012 to refund the City's outstanding Tax Increment Urban Renewal Subordinate Lien Revenue Note, Series 2009A. The bonds are being repaid from the tax increments received by the City from its West Bank urban renewal area.

The City Commission, on April 21, 2020, authorized the issuance of West Bank Urban Renewal Revenue and Refunding Bonds, Series 2020 to refund the City's outstanding West Bank Urban Renewal District Tax Increment Revenue Bonds, Series 2009A and to pay costs of public improvements associated with West Bank, LLC. The bonds are being repaid from the tax increments received by the City from its West Bank urban renewal area.

Tax increment bonds outstanding at June 30, 2022 are as follows:

	Issue Date	Interest Rate	Term (Years)	Maturity Date	Bonds Issued	Balance June 30, 2022
Series 2012	03-01-2012	2.00 - 4.00%	20	07-01-2032	\$ 855,000	\$ 490,000
Series 2020	04-28-2020	3.00 - 4.00%	20	07-01-2040	3,200,000	2,845,000
Total						<u>\$ 3,335,000</u>

Annual debt service requirements to maturity for tax increment bonds are as follows:

Year Ending June 30	Governmental Activities		
	Principal	Interest	Total
2023	\$ 135,000	\$ 126,930	\$ 261,930
2024	140,000	122,740	262,740
2025	145,000	118,338	263,338
2026	150,000	113,740	263,740
2027	155,000	108,925	263,925
2028-2032	855,000	454,563	1,309,563
2033-2037	1,035,000	271,600	1,306,600
2038-2040	720,000	58,400	778,400
Totals	<u>\$ 3,335,000</u>	<u>\$ 1,375,236</u>	<u>\$ 4,710,236</u>

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**7. Long-Term Debt – continued**

Urban Renewal Tax Increment Bonds Payable - continued  
Nonmajor Governmental - West Bank Tax Increment District Bonds - continued

The City issued the West Bank Urban Renewal Tax Increment bonds pursuant to Resolutions No. 9815 and 10343 which includes various restrictive provisions and covenants. The more significant provisions and covenants require that reserves be maintained for debt service. The resolution also requires that the tax increment tax collected and available for debt service is at least 1.40 times coverage on total tax increment parity debt above the amount of tax increment taxes received. At June 30, 2022, the City was in compliance with all provisions and covenants. Shown below are the parity note reserves of the West Bank Tax Increment Fund and the calculation of the coverage covenant.

<u>Bond reserves</u>	<u>Parity</u>
Bond covenant reserve account	\$ 263,925
Total bond reserves	\$ 263,925
<u>Coverage covenant calculation</u>	
Increment taxes collected and available	\$ 870,611
Maximum annual debt service	\$ 263,925
Debt service coverage	3.30x
Debt Service coverage required	1.40x

Additional Covenant Requirements: Debt covenants require information in addition to the operating results already provided within the Financial Section to be presented annually, but does not require that information to be audited. As a result, the required information is provided in the Statistical Section of the City's Annual Comprehensive Financial Report. Required information includes figures for the appraised value, total taxable value, the incremental taxable value of property, the ten major taxpayers within the West Bank Urban Renewal Area, the West Bank Renewal Tax Increment District Debt Service Fund - Statement of Revenues, Expenditures and Changes in Fund Balance for ten years and Bond Reserves, Coverage Covenant Calculation, Principal Amounts of Bonds, and Trends in Value and Tax Increment.

Urban Renewal Tax Increment Bonds Payable  
Nonmajor Governmental – Downtown Tax Increment District Bonds

The City Commission, on April 6, 2021, authorized the issuance of Tax Increment Urban Renewal Revenue Bonds (Downtown Urban Renewal District), Series 2021 bonds to pay costs of public improvements associated with the Civic Center Façade project. The bonds are being repaid from the tax increments received by the City from its Downtown Urban renewal area.

Tax increment bonds outstanding at June 30, 2022 are as follows:

	<u>Issue Date</u>	<u>Interest Rate</u>	<u>Term (Years)</u>	<u>Maturity Date</u>	<u>Bonds Issued</u>	<u>Balance June 30, 2022</u>
Series 2021	04-15-2021	2.00 - 3.125%	20	07-01-2040	\$ 5,995,000	\$ 5,695,000
Total						\$ 5,695,000

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**7. Long-Term Debt – continued**

Urban Renewal Tax Increment Bonds Payable - continued

Nonmajor Governmental – Downtown Tax Increment District Bonds - continued

Annual debt service requirements to maturity for tax increment bonds are as follows:

Year Ending	Governmental Activities			
	June 30	Principal	Interest	Total
2023	\$	255,000	\$ 157,426	\$ 412,426
2024		260,000	152,325	412,325
2025		265,000	147,125	412,125
2026		270,000	141,825	411,825
2027		275,000	136,087	411,087
2028-2032		1,485,000	575,700	2,060,700
2033-2037		1,725,000	343,556	2,068,556
2038-2040		1,160,000	73,281	1,233,281
Totals	\$	<u>5,695,000</u>	<u>\$ 1,727,325</u>	<u>\$ 7,422,325</u>

Shown below are the note reserves of the Downtown Tax Increment District Bonds Fund and the calculation of the coverage covenant.

Bond reserves

Bond covenant reserve account	\$ 414,150
Total bond reserves	<u>\$ 414,150</u>

Coverage covenant calculation

Increment taxes collected and available	\$ 1,565,894
Maximum annual debt service	414,150
Debt service coverage	3.78x
Debt Service coverage required	1.25x

Additional Covenant Requirements: Debt covenants require information in addition to the operating results already provided within the Financial Section to be presented annually, but does not require that information to be audited. As a result, the required information is provided in the Statistical Section of the City's Annual Comprehensive Financial Report. Required information includes figures for the appraised value, total taxable value, the incremental taxable value of property, the Downtown Tax Increment District Debt Service Fund - Statement of Revenues, Expenditures and Changes in Fund Balance for one year and Bond Reserves, Coverage Covenant Calculation, Principal Amounts of Bonds, and Trends in Value and Tax Increment.

Special Park District Revenue Bonds

Nonmajor Governmental – Park Maintenance District

The City Commission, on September 21, 2021, authorized the issuance of Special Park District Bonds, Series 2021 (Taxable). The City issued the bonds for the design, construction, equipping and furnishing of a 50,000 square foot recreation center, including a lap pool, a recreational/training pool, general open fitness areas, an indoor gym space, a child watch area, classrooms and ancillary support facilities. The City has been awarded \$10,000,000 in federal grant funds to pay a portion of the costs of the project. The bonds are being repaid from the assessment of the Park Maintenance District. The Bonds are special, limited obligations of the City. The Bonds shall not be or constitute a pledge of the general credit or taxing powers of the City of any kind whatsoever.

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**7. Long-Term Debt - continued**

Special Park District Revenue Bonds - continued  
Nonmajor Governmental – Park Maintenance District - continued

Special park district revenue bonds outstanding at June 30, 2022 are as follows:

	<u>Issue Date</u>	<u>Interest Rate</u>	<u>Term (Years)</u>	<u>Maturity Date</u>	<u>Bonds Issued</u>	<u>Balance June 30, 2022</u>
Park District Bonds, Series 2021 (Taxable)	09-21-2022	.310 -2.714%	17	06-01-2038	\$ 10,000,000	\$ 9,415,000
Total						<u>\$ 9,415,000</u>

Annual debt service requirements to maturity for the special park district revenue bonds are as follows:

<u>Year Ending June 30</u>	<u>Governmental Activities</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 530,000	\$ 172,938	\$ 702,938
2024	530,000	170,924	700,924
2025	535,000	167,055	702,055
2026	540,000	161,764	701,764
2027	545,000	155,883	700,883
2028-2032	2,875,000	644,745	3,519,745
2033-2037	3,175,000	333,309	3,508,309
2038	685,000	18,591	703,591
Totals	<u>\$ 9,415,000</u>	<u>\$ 1,825,209</u>	<u>\$ 11,240,209</u>

Additional Covenant Requirements: Debt covenants require information in addition to the operating results already provided within the Financial Section to be presented annually, but does not require that information to be audited. As a result, the required information is provided in the Statistical Section of the City's Annual Comprehensive Financial Report. Required information includes principal amount of Bonds outstanding of the Park District, assessed/market valuations of the Park District, taxable valuation of the Park District/City, and Revenue collection figures of the Park District.

Tax Increment Bonds Payable  
Nonmajor Governmental – Central Montana Ag Tech Park TID

The City Commission, on December 17, 2019, authorized the issuance of Tax Increment Industrial Infrastructure Revenue Bonds (DNRC), Series 2020 to pay costs of public storm drain improvements. The bonds are being repaid from the tax increments received by the City from its Central Montana Ag Tech Park TID.

Tax increment bonds outstanding at June 30, 2022 are as follows:

	<u>Issue Date</u>	<u>Interest Rate</u>	<u>Term (Years)</u>	<u>Maturity Date</u>	<u>Bonds Issued</u>	<u>Balance June 30, 2022</u>
Central Montana Techpark TID	02-05-2020	2.50%	20	01-01-2040	\$ 1,500,000	\$ 1,336,000
Total						<u>\$ 1,336,000</u>

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**7. Long-Term Debt – continued**

Tax Increment Bonds Payable- continued

Nonmajor Governmental – Central Montana Ag Tech Park TID - continued

Annual debt service requirements to maturity for tax increment bonds are as follows:

Year Ending June 30	Governmental Activities		
	Principal	Interest	Total
2023	\$ 62,000	\$ 33,013	\$ 95,013
2024	64,000	31,450	95,450
2025	66,000	29,838	95,838
2026	68,000	28,175	96,175
2027	68,000	26,475	94,475
2028-2032	369,000	105,751	474,751
2033-2037	412,000	57,214	469,214
2038-2040	227,000	8,551	235,551
<b>Totals</b>	<b>\$ 1,336,000</b>	<b>\$ 320,467</b>	<b>\$ 1,656,467</b>

Revenue Bonds Payable

The City also issues bonds where it pledges income derived from the acquired or constructed assets to pay debt service. The revenue bonds are accounted for in the appropriate proprietary fund.

Revenue bonds issued to make capital improvements outstanding at June 30, 2022 are as follows:

	Issue Date	Interest Rate	Term (Years)	Maturity Date	Bonds Issued	Balance June 30, 2022
Water 2008, Amended & Restated	01-16-2013	3.00%	16	07-01-2028	\$ 3,225,000	\$ 1,426,000
Water 2009	07-16-2009	1.75%	20	07-01-2029	333,700	131,000
Water 2014	12-05-2014	2.50%	20	07-01-2034	2,700,893	1,778,893
Water 2016	07-27-2016	2.50%	20	07-01-2036	10,000,000	7,529,000
Water 2017	08-03-2017	2.50%	20	07-01-2037	10,000,000	7,944,000
Water 2018	01-23-2018	2.50%	20	01-01-2038	8,600,000	7,020,000
Sewer 2002, Amended & Restated	01-16-2013	2.00%	9	01-01-2022	5,590,000	-
Sewer 2009	10-01-2009	1.75%	20	07-01-2029	309,816	119,000
Sewer 2012	08-03-2012	3.00%	20	07-01-2032	3,800,000	2,041,000
Sewer 2013A	06-26-2013	3.00%	20	07-01-2033	7,084,000	4,408,000
Sewer 2013B	04-11-2014	3.00%	20	01-01-2034	7,084,000	4,123,000
Storm Drain 2004, Amended & Restated	01-16-2013	2.25%	11	01-01-2024	2,776,000	421,000
Storm Drain 2016	09-27-2016	2.50%	20	07-01-2036	5,000,000	3,514,000
Storm Drain 2018	05-30-2018	2.50%	20	01-01-2038	3,270,000	2,670,000
<b>Total</b>						<b>\$ 43,124,893</b>

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**7. Long-Term Debt - continued**

Revenue Bonds Payable – continued

Annual debt service requirements to maturity for the revenue bonds payable are as follows:

Year Ending June 30	Business-Type Activities		
	Principal	Interest	Total
2023	\$ 3,117,000	\$ 1,114,788	\$ 4,231,788
2024	3,054,000	1,032,036	4,086,036
2025	2,994,000	951,987	3,945,987
2026	3,076,000	871,267	3,947,267
2027	3,161,000	788,343	3,949,343
2028-2032	15,905,000	2,675,634	18,580,634
2033-2037	11,443,893	742,405	12,186,298
2038	374,000	4,688	378,688
Totals	\$ 43,124,893	\$ 8,181,148	\$ 51,306,041

Water Bond Covenants

The City issued the water system bonds pursuant to resolutions authorizing each debt issue, which includes various restrictive provisions and covenants. The more significant provisions and covenants require that reserves be maintained for operations, debt service, and repair and replacement and that the net revenues for each fiscal year be at least equal to 110% of the maximum principal and interest to become due in any year. Net revenues are revenues for a specified period less the operating expenses for the same period. Revenues mean all revenues and receipts from rates, fees, charges and rentals, from penalties and interest, and from any sales of property and all income received from the investment of revenues and receipts, including interest earnings on all accounts excluding the Construction Account. Operating expenses include current expenses of operation, maintenance and minor repair of the system, excluding interest on bonds and depreciation. At June 30, 2022 the City was in compliance with all provisions and covenants.

Shown below are the bond reserves of the Water Fund and the calculation of the coverage covenant as of June 30, 2022.

<u>Bond Reserves</u>	
Operating account	\$ 525,918
Debt service account	1,141,375
Bond covenant reserve account	1,141,375
Total revenue bond reserves	2,808,668
Repair and replacement account	935,514
Total reserves	\$ 3,744,182
<u>Coverage Covenant Calculation</u>	
Gross revenues	\$ 14,799,721
Operating expenses	(6,973,829)
Net revenues	\$ 7,825,892
Maximum annual debt service requirement	\$ 2,282,750
Percent coverage	342.83%
Percent coverage required	110.00%



**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**7. Long-Term Debt - continued**

Revenue Bonds Payable - continued

Water Bond Covenants - continued

Additional Covenant Requirements: Debt covenants require information in addition to the operating results already provided within the Financial Section to be presented annually, but does not require that information to be audited. As a result, the required information is provided in the Statistical Section of the City's Annual Comprehensive Financial Report. Required information includes updated figures for the number of system connections, user rates, major system users, and water system historical operating results.

Sewer Bond Covenants

The City issued the sewer system bonds pursuant to resolutions authorizing each debt issue, which includes the various restrictive provisions and covenants. The more significant provisions and covenants require that reserves be maintained for operations, debt service, and repair and replacement and that the net revenues for each fiscal year be at least equal to 125% of the maximum principal and interest to become due in any year. Net revenues are revenues for a specified period less the operating expenses for the same period. Revenues mean all revenues and receipts from rates, fees, charges, rentals, penalties, interest, any sales of property, and all income received from the investment of revenues and receipts, including interest earnings on all accounts, excluding the Construction Account. Operating expenses include current expenses of operation, maintenance and minor repair of the system, excluding interest on bonds and depreciation. At June 30, 2022, the City was in compliance with all provisions and covenants.

Shown below are the bond reserves of the Sewer Fund and the calculation of the coverage covenant as of June 30, 2022.

<u>Bond Reserves</u>	
Operating account	\$ 514,364
Debt service account	578,856
Bond covenant reserve account	<u>1,157,711</u>
Total revenue bond reserves	2,250,931
Repair and replacement account	<u>1,032,938</u>
Total reserves	<u><u>\$ 3,283,869</u></u>
 <u>Coverage Covenant Calculation</u>	
Gross revenues	\$ 11,626,509
Operating expenses	<u>(6,648,034)</u>
Net revenues	<u>\$ 4,978,475</u>
Maximum annual debt service requirement	<u>\$ 1,157,711</u>
Percent coverage	<u>430.03%</u>
Percent coverage required	<u>125.00%</u>

Additional Covenant Requirements: Debt covenants require information in addition to the operating results already provided within the Financial Section to be presented annually, but does not require that information to be audited. As a result, the required information is provided in the Statistical Section of the City's Annual Comprehensive Financial Report. Required information includes updated figures for the number of system connections, user rates, major system users, and sewer system historical operating results.

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**7. Long-Term Debt - continued**

Revenue Bonds Payable - continued

Storm Drain Bond Covenants

The City issued the storm drain system bonds pursuant to resolutions authorizing each debt issue, which includes various restrictive provisions and covenants. The more significant provisions and covenants require that reserves be maintained for operations, debt service, repair, and replacement and that the net revenues for each fiscal year be at least equal to 110% of the maximum principal and interest to become due in any year. Net revenues are revenues for a specified period less the operating expenses for the same period. Revenues mean all revenues and receipts from rates, fees, charges, rentals, penalties, interest, any sales of property and all income received from the investment of revenues and receipts, including interest earnings on all accounts, excluding the Construction Account, Repair and Replacement Account, and Surplus Account. Operating expenses include current expenses of operation, maintenance and minor repair of the system, excluding interest on bonds and depreciation. At June 30, 2022, the City was in compliance with all provisions and covenants.

Shown below are the bond reserves of the Storm Drain Fund and the calculation of the coverage covenant as of June 30, 2022.

<u>Bond Reserves</u>	
Bond covenant reserve account	\$ 398,154
Debt service account	398,154
Total revenue bond reserves	<u>796,308</u>
Repair and replacement account	<u>150,000</u>
Total reserves	<u><u>\$ 946,308</u></u>
<u>Coverage Covenant Calculation</u>	
Gross revenues	\$ 3,196,864
Operating expenses	<u>(916,601)</u>
Net revenues	<u><u>\$ 2,280,263</u></u>
Maximum annual debt service requirement	<u><u>\$ 796,308</u></u>
Percent coverage	<u><u>286.35%</u></u>
Percent coverage required	<u><u>110.00%</u></u>

Additional Covenant Requirements: Debt covenants require information in addition to the operating results already provided within the Financial Section to be presented annually, but does not require that information to be audited. As a result, the required information is provided in the Statistical Section of the City's Annual Comprehensive Financial Report. Required information includes updated figures for the number of system connections, user rates, major system users, and storm drain system historical operating results.

Net Pension Liability (NPL)

Public Employees' Retirement System (PERS)

At June 30, 2022, the City recorded a liability of \$18,775,957 for its proportionate share of the net pension liability. The net pension liability was determined by an actuarial valuation as of June 30, 2021, with update procedures to roll forward the total pension liability to the measurement date of June 30, 2022. The City's proportion of the net pension liability was based on the employer's contributions received by PERS during the measurement period July 1, 2021 through June 30, 2022, relative to the total employer contributions received from all of PERS' participating employers. At June 30, 2022 the City's proportion was 1.04%.

Firefighters' Unified Retirement System (FURS)

At June 30, 2022, the City recorded a liability of \$2,437,560 for its proportionate share of the net pension liability. The net pension liability was determined by an actuarial valuation as of June 30, 2021, with update procedures to roll forward the total pension liability to the measurement date of June 30, 2022. The City's proportion of the net pension liability was based on the employer's contributions received by FURS during the measurement period July 1, 2021 through June 30, 2022, relative to the total employer contributions received from all of FURS' participating employers. At June 30, 2022 the City's proportion was 2.85%.

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**7. Long-Term Debt - continued**

Net Pension Liability (NPL) – continued

Municipal Police Officers' Retirement System (MPORS)

At June 30, 2022, the City recorded a liability of \$7,486,525 for its proportionate share of the net pension liability. The net pension liability was determined by an actuarial valuation as of June 30, 2021, with update procedures to roll forward the total pension liability to the measurement date of June 30, 2022. The City's proportion of the net pension liability was based on the employer's contributions received by MPORS during the measurement period July 1, 2021 through June 30, 2022, relative to the total employer contributions received from all of MPORS' participating employers. At June 30, 2022 the City's proportion was 4.12%.

The City is using a June 30, 2021 measurement date for the pension liabilities, with a June 30, 2022 reporting date. For additional information, see Note 9.

Other Post-Employment Benefits (OPEB) Payable

Internal Service - Health & Benefits

OPEB payable, representing benefits earned by employees but payable after retirement, as of June 30, 2022 were as follows:

Governmental activities - internal service - Health & Benefits Fund \$1,312,127

No governmental fund has been used to liquidate the net pension obligation or net other post-employment benefit obligations.

For additional information, see Note 11.

Changes in Noncurrent liabilities

During the year ended June 30, 2022 the following changes occurred in long-term liabilities:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
<u>Governmental activities</u>					
Compensated absences	\$ 4,710,904	\$ 327,174	\$ (386,990)	\$ 4,651,088	\$ 367,391
Lease Purchase	1,814,003	145,041	(215,477)	1,743,567	222,312
Loans and contracts payable					
General Fund	368,293	-	(71,832)	296,461	72,736
Master Debt SILD	28,546	-	(2,848)	25,698	2,884
General obligation bonds payable					
Soccer Park Bond	470,000	-	(155,000)	315,000	155,000
General obligation taxable bonds payable	140,000	-	(140,000)	-	-
Urban renewal tax increment bonds payable					
West Bank TID Series 2012	530,000	-	(40,000)	490,000	40,000
West Bank TID Series 2020	2,935,000	-	(90,000)	2,845,000	95,000
Downtown TID Series 2021	5,945,000	-	(250,000)	5,695,000	255,000
Special District revenue debt					
Park Maintenance District #1	-	10,000,000	(585,000)	9,415,000	530,000
TIF Bonds Payable					
Central MT Ag Techpark TID	1,365,767	32,012	(61,779)	1,336,000	62,000
Net pension liability	34,682,286	-	(12,245,793)	22,436,493	-
OPEB liability	8,663,056	-	(7,350,929)	1,312,127	-
Totals	<u>\$ 61,652,855</u>	<u>\$ 10,504,227</u>	<u>\$ (21,595,648)</u>	<u>\$ 50,561,434</u>	<u>\$ 1,802,323</u>

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**7. Long-Term Debt - continued**

Changes in Noncurrent liabilities - continued

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
<u>Business-type activities</u>					
Compensated absences	\$ 603,368	\$ 110,071	\$ (107,878)	\$ 605,561	\$ 80,514
Loans and contracts payable					
Sanitation	244,777	-	(244,777)	-	-
Notes payable					
Port Authority Improvements 2005	310,570	-	(67,003)	243,567	69,697
Port Authority Improvements 2007	1,523,253	-	(326,090)	1,197,163	340,833
State Special Projects Improvements	2,807,030	-	(330,808)	2,476,222	337,418
Revenue bonds payable					
Water 2008, Amended & Restated	1,640,000	-	(214,000)	1,426,000	220,000
Water 2009	149,000	-	(18,000)	131,000	18,000
Water 2014	1,903,893	-	(125,000)	1,778,893	129,000
Water 2016	7,973,000	-	(444,000)	7,529,000	455,000
Water 2017	8,376,000	-	(432,000)	7,944,000	443,000
Water 2018	7,386,000	-	(366,000)	7,020,000	376,000
Sewer 2002, Amended & Restated	336,000	-	(336,000)	-	-
Sewer 2009	135,000	-	(16,000)	119,000	16,000
Sewer 2012	2,210,000	-	(169,000)	2,041,000	175,000
Sewer 2013A	4,742,000	-	(334,000)	4,408,000	344,000
Sewer 2013B	4,419,000	-	(296,000)	4,123,000	305,000
Storm Drain 2004, Amended & Restated	693,000	-	(272,000)	421,000	279,000
Storm Drain 2016	3,723,000	-	(209,000)	3,514,000	214,000
Storm Drain 2018	2,809,000	-	(139,000)	2,670,000	143,000
Net pension liability	8,592,368	-	(2,328,819)	6,263,549	-
Totals	<u>\$ 60,576,259</u>	<u>\$ 110,071</u>	<u>\$ (6,775,375)</u>	<u>\$ 53,910,955</u>	<u>\$ 3,945,462</u>

**8. Tax Abatements**

In accordance with GASB Statement No. 77, *Tax Abatement Disclosures* requires disclosure of tax abatement information about a reporting government's own tax abatement and those that are entered into by other governments and that reduce the reporting government's tax revenue.

The City of Great Falls provides tax abatements under three programs: 1) Remodeling, reconstruction or expansion of buildings or structures, 2) New and expanding industry, and 3) Historic property tax abatement.

All three of these programs do not receive tax abatement until after the construction is completed.

**9. Employee Benefit Plans**

Public Employees' Retirement System (PERS)

Plan Description – PERS - Defined Contribution Retirement Plan (DCRP)

The City 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.

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**9. Employee Benefit Plans - continued**

Public Employees' Retirement System (PERS) – continued

Plan Description – PERS - Defined Contribution Retirement Plan (DCRP) - continued

All new PERS members are initially members of the PERS-DBRP (Define Benefit Retirement Plan) 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.

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

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

At the plan level for the measurement period ended June 30, 2021, 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 340 employers that have participants in the PERS-DCRP totaled \$1,103,889.

Plan Description – PERS - Defined Benefit Retirement Plan (DBRP)

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, MCA. This plan provides retirement benefits to cover 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 be amended by the Legislature.

All new 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. All new members from the universities also have a third option to join the university system's Montana University System Retirement Program (MUS-RP).

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

Summary of Benefits and Eligibility

1. 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.

2. 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.

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**9. Employee Benefit Plans - continued**

Public Employees' Retirement System (PERS) - continued  
Summary of Benefits and Eligibility - continued

3. Second retirement (requires returning to PERS-covered employer or PERS service):

- A. Retire 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 contribution plus return interest (currently 2.02% effective July 1, 2018).
  - 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.
- B. 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.
- C. 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 rehire dates; 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 - the highest average compensation during any consecutive 36 months;
- Hired on or after July 1, 2011 - the highest average compensation during any consecutive 60 months;

Compensation Cap

- Hired on or after July 1, 2013 - 110% annual cap on compensation considered as 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.

Vesting

- 5 years of membership service

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% for members hired prior to July 1, 2007;
- 1.5% for members hired on or after July 1, 2007 and June 30, 2013
- Members hired on or after July 1, 2013:
  - a. 1.5% for each year PERS is funded at or above 90%;
  - b. 1.5% is reduced by 0.1% for each 2% PERS is funded below 90%; and
  - c. 0% whenever the amortization period for PERS is 40 years or more.

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**9. Employee Benefit Plans - continued**

Public Employees' Retirement System (PERS) - continued  
Overview of Contributions

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

Special Funding

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

Not Special Funding

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

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

Fiscal Year	Member		State & Universities	Local Government		School Districts	
	Hired <7/01/11	Hired >7/01/11	Employer	Employer	State	Employer	State
2022	7.900%	7.900%	8.97%	8.870%	0.100%	8.600%	0.370%
2021	7.900%	7.900%	8.87%	8.770%	0.100%	8.500%	0.370%
2020	7.900%	7.900%	8.77%	8.670%	0.100%	8.400%	0.370%
2019	7.900%	7.900%	8.67%	8.570%	0.100%	8.300%	0.370%
2018	7.900%	7.900%	8.57%	8.470%	0.100%	8.200%	0.370%
2017	7.900%	7.900%	8.47%	8.370%	0.100%	8.100%	0.370%
2016	7.900%	7.900%	8.37%	8.270%	0.100%	8.000%	0.370%
2015	7.900%	7.900%	8.27%	8.170%	0.100%	7.900%	0.370%
2014	7.900%	7.900%	8.17%	8.070%	0.100%	7.800%	0.370%
2012-2013	6.900%	7.900%	7.17%	7.070%	0.100%	6.800%	0.370%
2010-2011	6.900%		7.17%	7.070%	0.100%	6.800%	0.370%
2008-2009	6.900%		7.04%	6.935%	0.100%	6.800%	0.235%
2000-2007	6.900%		6.90%	6.800%	0.100%	6.800%	0.100%

- 1) Member contributions to the system of 7.90% 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 contribution 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 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.

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**9. Employee Benefit Plans – continued**

Public Employees' Retirement System (PERS) - continued

Overview of Contributions – continued

- c. The portion of employer contributions allocated to the Plan Choice Rate (PCR) are included in the employers reporting. The PCR 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
    - The State contributes 0.1% of members' compensation on behalf of local government entities.
    - The State contributes 0.37% of members' compensation on behalf of school district entities.
    - The State contributed a Statutory Appropriation from the General Fund of \$34,290,660.

Stand-Alone Statements

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

Actuarial Assumptions

The Total Pension Liability (TPL) used to calculate the Net Pension Liability (NPL) was determined by an actuarial valuation as of June 30, 2021, with updated procedures to roll forward to TPL to June 30, 2022. The TPL in the June 30, 2021 actuarial valuation was determined using the following actuarial assumptions:

Investment Return (net of admin expense)	7.06%
Admin Expense as % of Payroll	0.28%
General Wage Growth*	3.50%
*includes inflation at	2.40%
Merit increases	0% to 4.80%

Post-retirement benefit increases

- Guaranteed Annual Benefit Adjustment (GABA) each January
- After the member has completed 12 full months of retirement, the member's benefit increases by the applicable percentage each January, inclusive of other adjustments to member's benefit.
- 3% for members hired prior to July 1, 2007
  - 1.5% for members hired on or after July 1, 2007 and June 30, 2013
  - Members hired on or after July 1, 2013:
    - a. 1.5% for each year PERS is funded at or above 90%;
    - b. 1.5% is reduced by 0.1% for each 2% PERS is funded below 90%; and
    - c. 0% whenever the amortization period for PERS is 40 years or more.

Mortality assumptions among contributing members, service retired members and beneficiaries 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.



**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**9. Employee Benefit Plans- continued**

Public Employees' Retirement System (PERS) - continued  
Actuarial Assumptions – continued

Discount Rate

The discount rate used to measure the TPL was 7.06%. 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. The State contributes 0.1% of salaries for 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 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 TPL. A municipal bond rate was not incorporated in the discount rate.

Target Allocations

The long-term rate of return as of June 30, 2021, was calculated using the average long-term capital market assumptions published in the Survey of Capital Market Assumptions 2021 Edition by Horizon Actuarial Services, LLC, yielding a median real return of 4.66%. The assumed inflation is based on the intermediate inflation assumption of 2.40% in the 2021 OASDI Trustees Report used by the Chief Actuary for Social Security to produce 75-year cost projections. Combining these two results yields a nominal return of 7.06%. Best estimates of arithmetic real rates of return for each major asset class included in the target asset allocations as of June 30, 2021, are summarized in the table below.

<b>Asset Class</b>	<b>Target Asset Allocation</b>	<b>Long-Term Expected Real Rate of Return Arithmetic Basis</b>
Cash	3.00%	-0.33%
Domestic Equity	30.00%	5.90%
International Equity	17.00%	7.14%
Private Investments	15.00%	9.13%
Real Assets	5.00%	4.03%
Real Estate	9.00%	5.41%
Core Fixed Income	15.00%	1.14%
Non-Core Fixed Income	6.00%	3.02%
<b>Total</b>	<b>100%</b>	

Sensitivity of the proportionate share of the net pension liability to changes in the discount rate

The following presents the employer’s sensitivity of the NPL to the discount rate 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 7.06% 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.

<b>As of measurement date</b>	<b>1.0% Decrease (6.06%)</b>	<b>Current Discount Rate</b>	<b>1.0% Increase (8.06%)</b>
City of Great Falls’ Net Pension Liability	\$29,803,908	\$18,775,957	\$9,526,070

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**9. Employee Benefit Plans- continued**

Public Employees' Retirement System (PERS) - continued

Net Pension Liability (NPL)

In accordance with GASB 68, *Accounting and Financial Reporting for Pensions*, employers and the non-employer contributing entity are required to recognize and report certain amounts associated with their participation in the Public Employees' Retirement System Defined Benefit Retirement Plan (the Plan). This includes the proportionate share of the collective Net Pension Liability; Pension Expense; and Deferred Outflows and Deferred Inflows of Resources associated with pensions. Employers are provided guidance in GASB 68, paragraph 74, where pension amounts must be combined as a total or aggregate for reporting whether provided through cost-sharing, single-employer, or agent plans. This report provides information for employers who are using a June 30, 2021 measurement date for the 2022 reporting. If an employer's fiscal year end is after June 30<sup>th</sup>, the employer will not use the measurements shown in this report but will need to wait for the measurement date as of June 30, 2022.

GASB 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, 2021, was determined by taking the results of the June 30, 2020, actuarial valuation and applying the standard roll forward procedures. The roll forward procedure uses a calculation that add the annual normal cost (also called the service cost), subtracts the actual benefit payments and refunds for the plan year, and 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.

The TPL minus the Fiduciary Net Position equals the NPL. The proportionate shares of the employer's and the state of Montana's NPL for June 30, 2022 and 2021 are displayed below. The employer's proportionate share equals the ratio of the employer's contributions to the sum of all employer and non-employer contributions during the measurement period. The state's proportionate share for a particular employer equals the ratio of the contributions for the particular employer to the total state contributions paid. The employer recorded a liability of \$18,775,957 and the employer's proportionate share was 1.035503 percent.

As of measurement date	Net Pension Liability as of 6/30/22	Net Pension Liability as of 6/30/21	Percent of Collective NPL as of 6/30/2022	Percent of Collective NPL as of 6/30/2021	Change in Percent of Collective NPL
City Proportionate Share	\$18,775,957	\$28,148,290	1.035503%	1.066946%	(0.031443)%
State of Montana Proportionate Share associated with City	5,522,480	8,851,253	0.304567%	.335502%	(0.030935)%
Total	\$24,298,437	\$36,999,543	1.340070%	1.402448%	(0.062378)%

Changes in actuarial assumptions and methods:

- The discount rate was lowered from 7.34% to 7.06%.
- The investment rate of return was lowered from 7.34% to 7.06%.

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. However, each employer may have unique circumstances that will impact the employer's proportionate share of the collect net pension. If there were changes that are expect to have an impact on the NPL, the employer should disclose the amount of the expected resultant changes in the employer's proportionate share of the collective NPL, if known.

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**9. Employee Benefit Plans- continued**

Public Employees' Retirement System (PERS) - continued

Pension Expense

As of measurement date	Pension Expense as of 6/30/2022	Pension Expense as of 6/30/2021
City's Proportionate Share	\$332,818	\$3,489,639
State of Montana Proportionate Share associated with City	\$1,543,093	\$1,447,552
Total	\$1,875,911	\$4,937,191

At June 30, 2022, the City recognized a Pension Expense of \$332,818 for its proportionate share of the PERS' Pension Expense. The City also recognized grant revenue of \$1,543,093 for the support provided by the State of Montana for its proportionate share of the Pension Expense that is associated with the City.

Recognition of Deferred Inflows and Outflows

At June 30, 2022, the City 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	\$200,374	\$135,918
Changes in assumptions	2,781,069	-
Projected Investment Earnings vs. Actual Investment Earnings	-	7,606,335
Changes in proportion differences between City contributions and proportionate share of contributions	-	724,961
Difference between actual and expected contributions	-	-
*Contributions paid to PERS subsequent to the measurement date - FY 2022 contributions	1,681,622	-
Total	\$4,663,065	\$8,467,214

\* \$1,681,622 reported as deferred outflows of resources related to pensions resulting from the City's contributions subsequent to the measurement date will be recognized as a reduction of the Net Pension Liability in the year ended June 30, 2023.

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
2023	\$(399,895)
2024	(820,621)
2025	(1,837,125)
2026	(2,428,130)
2027	-
Thereafter	-

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**9. Employee Benefit Plans- continued**

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. The FURS provides retirement, disability, and death benefits to plan members and their beneficiaries. Benefits are based on eligibility, years of service, and highest average compensation (HAV).

Firefighters' Unified Retirement System (FURS)

Summary of Benefits and Eligibility

1. Service retirement and monthly benefit formula:

Hired on or after July 1, 1981, or has elected to be covered by Guaranteed Annual Benefit Adjustment (GABA):

- 20 years of membership services
- 2.5% of HAC x years of service credit

Hired prior to July 1, 1981, and who had not elected to be covered by GABA, the great of above, or:

- If a membership service is less than 20 years, then 2% of the highest monthly compensation (HMC) x years of service credit and greater
- If membership services is greater or equal to 20 years, then 50% of HMS + 2% of HMC x years of service credit in excess of 20

2. Early retirement:

Age 50 with 5 years of membership service – Normal retirement benefit calculated using HAC and service credit

3. Second retirement:

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

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

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

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

- is awarded service credit for the period of reemployment;
- starting the first month following termination of service, receives the same retirement benefit previously paid to the member;
- a second retirement benefit for the period of reemployment calculated based on the laws in effect as of the members' rehire date, and

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**9. Employee Benefit Plans - continued**

Firefighters' Unified Retirement System (FURS) - continued

Summary of Benefits and Eligibility - continued

- does not accrue post-retirement benefit adjustments during the term of reemployment but receives a GABA on the initial retirement benefit in January immediately following second retirement, and on the second retirement benefit starting in January after receiving that benefit for at least 12 months.

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

4. Vesting
  - 5 years of membership service

Member's compensation period used in benefit calculation

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

Compensation Cap

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

Guaranteed Annual Benefit Adjustment (GABA)

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

Minimum Benefit Adjustment (non-GABA)

- A member with 10 or more years of membership service who has not elected to be covered 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.

Overview of 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, the City and State contribution rates are show in the table below.

Fiscal Year	Member		Employer	State
	Non-GABA	GABA		
1998-2022	9.500%	10.700%	14.360%	32.610%
1997	7.800%		14.360%	32.610%

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**9. Employee Benefit Plans – continued**

Firefighters' Unified Retirement System (FURS) - continued

Stand-Alone Statements

The financial statements of the Montana Public Employees Retirement Board (PERB) Annual Comprehensive Financial Report (ACFR) and the GASB Report disclose the Plan's fiduciary net position. The reports are available from the PERB at PO Box 200131, Helena, MT 5920-0131, (406)444-3154 or both are available on the MPERA website at <https://mpera.mt.gov/about/annualreports1/annualreports>.

Actuarial Assumptions

The total pension liability in the June 30, 2021 actuarial valuation was determined using the following actuarial assumptions.

Investment Return (net of admin expense)	7.06%
Admin Expense as % of Payroll	0.17%
General Wage Growth*	3.50%
*includes inflation at	2.40%
Merit increases	0% to 6.3%

Postretirement Benefit Increases

- Guaranteed Annual Benefit Adjustment (GABA)
  - Hired on or after July 1, 1997, or those electing GABA - after the member has completed 12 full months of retirement, the member's benefit increases by a maximum of 3% each January.
- Minimum Benefit Adjustment (non-GABA)
  - Members with 10 or more years of membership service and member did not elect GABA. The minimum benefit provided should be less than 50% of the current base compensation of a newly confirmed active firefighter of the employer that last employed the member as a firefighter.

Mortality assumptions among contributing members, service retired members and beneficiaries based on RP 2000 Combined Employee and Annuitant Mortality Tables projected to 2020 with Scale BB, set back one year for males. Mortality assumptions among Disabled members are based on RP 2000 Combined Mortality Tables with no projections.

Discount Rate

The discount rate used to measure the TPL was 7.06%. 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 MCA. The State contributes 32.61% of salaries paid by employers. Based on those assumptions, the Plan's fiduciary net position was projected to be adequate to make all the projected future benefit payments of current plan members through the year 2133. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the TPL. A municipal bond rate was not incorporated in the discount rate.

Target Allocations

The long-term rate of return as of June 30, 2021, was calculated using the average long-term capital market assumptions published in the Survey of Capital Market Assumptions 2021 Edition by Horizon Actuarial Service, LLC, yielding a median real rate of return at 4.66%. The assumed inflation is based on the intermediate inflation of 2.40% in the 2021 OASID Trustees Report by the Chief Actuary for Social Security to produce 75-year cost projections. Combining these two results yields a nominal return of 7.06%. Best estimates of arithmetic real rates of return for each major asset class included in the target asset allocation as of June 30, 2021, are summarized in the table on the top of the next page.

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**9. Employee Benefit Plans – continued**

Firefighters' Unified Retirement System (FURS) - continued

Actuarial Assumptions - continued

Asset Class	Target Asset Allocation	Long-Term Expected Real Rate of Return Arithmetic Basis
Cash	3.00%	-0.33%
Domestic Equity	30.00%	5.90%
International Equity	17.00%	7.14%
Private Investments	15.00%	9.13%
Real Assets	5.00%	4.03%
Real Estate	9.00%	5.41%
Core Fixed Income	15.00%	1.14%
Non-Core Fixed Income	6.00%	3.02%
Total	100%	

Sensitivity of the proportionate share of the net pension liability to changes in the discount rate

The following presents the City'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 NPS was calculated using the discount rate of 7.06%, as well as what the NPL would be if it was calculated using a discount rate 1.00% lower or 1.00% higher than the current rate.

As of measurement date	1.0% Decrease (6.06%)	Current Discount Rate	1.0% Increase (8.06%)
City of Great Falls' proportion share of Net Pension Liability	\$5,530,528	\$2,437,560	\$(39,954)

Net Pension Liability

In accordance with GASB 68, *Accounting and Financial Reporting for Pensions*, employers and the non-employer entity are required to recognize and report certain amounts associated with their participation in the Firefighters' Unified Retirement System (FURS Defined Benefit Retirement Plan). This includes the proportionate share of the collective Net Pension Liability, Pension Expense, Deferred Inflows and Deferred Outflows of resources associated with pensions. Employers are provided in GASB 68, paragraph 74, where pension amounts must be combined as a total or aggregate for reporting, whether provided through cost-sharing, single-employer, or agent pension plans. This report provides information for employers who are using a June 30, 2021 measurement date for the 2022 reporting.

GASB 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, 2021, was determined by the results of the June 30, 2020, 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.

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**9. Employee Benefit Plans - continued**

Firefighters' Unified Retirement System (FURS) - continued

Net Pension Liability - continued

The TPL minus the Fiduciary Net Position equals the NPL. The proportionate shares of the employer's and the State of Montana's NPL for June 30, 2022 and 2021 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 City's collective NPL that is associated with the non-state employer. The state's proportionate share for a particular employer equals the ratio of the contributions for the particular employer to the total state contributions paid. The employer recorded a liability of \$2,437,560 and the employer's proportionate share was 2.8484 percent.

As of measurement date	Net Pension Liability as of 6/30/22	Net Pension Liability as of 6/30/21	Percent of Collective NPL as of 6/30/2022	Percent of Collective NPL as of 6/30/2021	Change in Percent of Collective NPL
City Proportionate Share	\$2,437,560	\$4,831,711	2.8484%	3.0878%	(0.2394)%
State of Montana Proportionate Share associated with City	5,532,479	10,892,307	6.4650%	6.9610%	(0.4960)%
Total	\$7,970,039	\$15,724,018	9.3134%	10.0488%	(0.7354)%

Changes in actuarial assumptions and methods:

The discount rate was lowered from 7.34% to 7.06%.

The investment rate of return was lowered from 7.34% to 7.06%.

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. However, each employer may have unique circumstances that will impact the employer's proportionate share of the collect net pension. If there were changes that are expect to have an impact on the NPL, the employer should disclose the amount of the expected resultant changes in the employer's proportionate share of the collective NPL, if known.

Pension Expense

At June 30, 2022, the City recognized pension expense of \$436,293 for its proportionate share of the FURS' Pension Expense. The City also recognized grant revenue of \$1,025,239 for the support provided by the State of Montana for its proportionate share of the Pension Expense that is associated with the City.

As of measurement date	Pension Expense as of 6/30/22	Pension Expense as of 6/30/21
City's Proportionate Share	\$436,293	\$911,691
State of Montana Proportionate Share associated with City	1,025,239	2,065,370
Total	\$1,461,532	\$2,977,061



**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**9. Employee Benefit Plans - continued**

Firefighters' Unified Retirement System (FURS) - continued

Recognition of Deferred Inflows and Outflows

At June 30, 2022, the City reported its proportionate share of FURS' deferred outflows of resources and deferred inflows of resources related to FURS from the following sources:

As of measurement date	Deferred Outflows of Resources	Deferred Inflows of Resources
Expected vs. Actual Experience	\$319,158	\$13,262
Changes in assumptions	1,247,843	-
Projected Investment Earnings vs. Actual Investment Earnings	-	1,667,567
Changes in proportion differences between City contributions and proportionate share of contributions	-	234,072
Difference between actual and expected contributions	-	-
*City Contributions paid to FURS subsequent to the measurement date - # FY 2022 contributions	778,014	-
Total	\$2,345,015	\$1,914,901

\* \$778,014 reported as deferred outflows of resources related to pensions resulting from the City's contributions subsequent to the measurement date will be recognized as a reduction of the Net Pension Liability in the year ended June 30, 2023.

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
2023	\$(34,414)
2024	(95,355)
2025	(216,715)
2026	(314,930)
Thereafter	313,514

Municipal Police Officers' Retirement System (MPORS)

Plan Description (MPORS)

The Municipal Police Officers' Retirement System (MPORS), administered by MPERA, is a multiple-employer, cost-sharing defined benefit plan that was established in 1974 and is governed by Title 19, chapters 2 & 9 of the 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.

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**9. Employee Benefit Plans – continued**

Municipal Police Officers' Retirement System (MPORS) – continued  
Summary of Benefits and Eligibility - continued

Plan Description 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 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 the date of the beginning of the DROP period. The monthly benefit is paid into the member's DROP account until the end of the DROP period. At the end of the DROP period, the participant may receive the balance of the DROP account in a lump-sum payment or in a direct rollover to another eligible plan, as allowed by the IRS. If the participant continues employment after the DROP period ends, they will again accrue membership service and service credit. The DROP account cannot be distributed until employment is formally terminated.

Summary of Benefits and Eligibility

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 five years of service.

1. 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.

2. 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:
  - a. is not awarded service credit for the period or reemployment;
  - b. is refunded the accumulated contributions associated with the reemployment;
  - c. starting the first month following termination of service, receives the same retirement benefit previously paid to the member; and
  - d. Does not accrue post-retirement benefit adjustments during the term of reemployment but receives a Guaranteed Annual Benefit Adjustment (GABA) in January immediately following retirement.
- If the members works more than 480 hours in a calendar year and accumulates at least 5 years of service credit before terminating again, the member:
  - a. is awarded service credit for the period of reemployments;
  - b. starting the first month following termination of service, receives:
    - i. The same retirement benefit previously paid to the members and
    - ii. A second retirement benefit for the period of reemployment and calculated based on the laws in effect as a member's rehire date; and
  - c. does not accrue post-retirement benefit adjustments during the term of reemployment but receives a GABA;

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**9. Employee Benefit Plans – continued**

Municipal Police Officers' Retirement System (MPORS) – continued  
Summary of Benefits and Eligibility - continued

- i. On the initial retirement benefit in January immediately following second retirement, and
- ii. 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.

Vesting

- 5 years of membership service

Member's final average compensation (FAC) is:

- 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 final average compensation.

Guaranteed Annual Benefit Adjustment (GABA)

- Hired on or after July 1, 1997, or those electing GABA - after the member has 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.

Overview of Contributions

The State Legislature has the authority to establish and amend contribution rates to the plan. Member and employer contribution rates are specified by state law for periodic member and City contributions 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, the City and State contribution rates are show 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		
2000-2022	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%

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**9. Employee Benefit Plans - continued**

Municipal Police Officers' Retirement System (MPORS) - continued

Stand-Alone Statements

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

Actuarial Assumptions

The total pension liability in the June 30, 2021 actuarial valuation was determined using the following actuarial assumptions.

Investment Return (net of admin expense)	7.06%
Admin Expense as % of Payroll	0.18%
General Wage Growth*	3.50%
*includes inflation at	2.40%
Merit increases	0% to 6.6%

Post-retirement Benefit Increases

- **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)**  
 If hired before July 1, 1997, and member did not elect GABA - the minimum benefit adjustment is equal to 50% of the current base compensation of a newly confirmed police officer of the employer that last employed the member as a police officer.

Mortality assumptions among contributing members, service retired members and beneficiaries were based on RP 2000 Combined Employee and Annuitant Mortality Tables projected to 2020 using scale BB, set back one year for males.

Mortality assumptions among Disabled Retirees were based on RP 2000 Combined Mortality Tables.

Discount Rate

The discount rate used to measure the TPL was 7.06%. 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. The State contributes 29.37% of salaries pensionable payroll paid by employers. 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 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.

Target Allocations

The long-term expected return on pension plan assets is reviewed as part of the regular experience studies prepared for the Plan. The long-term rate of return as of June 30, 2021, was calculated using the average long-term capital market assumptions published in the Survey of Capital Market Assumptions 2021 Edition by Horizon Actuarial Service, LLC, yielding a median real rate of return at 4.66%. The assumed inflation is based on the intermediate inflation of 2.4% in the 2021 OASID Trustees Report by the Chief Actuary for Social Security to produce 75-year cost projections. Combining these two results yields a nominal return of 7.06%. Best estimates of arithmetic real rates of return for each major asset class included in the target asset allocation as of June 30, 2021, are summarized in the table on the next page.

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**9. Employee Benefit Plans - continued**

Municipal Police Officers' Retirement System (MPORS) – continued  
Actuarial Assumptions - continued

Asset Class	Target Asset Allocation	Long-Term Expected Real Rate of Return Arithmetic Basis
Cash	3.00%	-0.33%
Domestic Equity	30.00%	5.90%
International Equity	17.00%	7.14%
Private Investments	15.00%	9.13%
Real Assets	5.00%	4.03%
Real Estate	9.00%	5.41%
Core Fixed Income	15.00%	1.14%
Non-Core Fixed Income	6.00%	3.02%
<b>Total</b>	<b>100%</b>	

Sensitivity Analysis

The following presents the City'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 7.06%, as well as what the NPL would be if it were calculated using a discount rate 1.0% lower or 1.00% higher than the current rate.

As of measurement date	1.0% Decrease (6.06%)	Current Discount Rate	1.0% Increase (8.06%)
City of Great Falls' proportion of Net Pension Liability	\$12,248,868	\$7,486,525	\$3,700,816

Net Pension Liability

In accordance with GASB 68, *Accounting and Financial Reporting for Pensions*, employers and the non-employer entity are required to recognize and report certain amounts associated with their participation in the Municipal Police Officers' Retirement System (MPORS). This includes the proportionate share of the collective Net Pension Liability, Pension Expense, Deferred Inflows and Deferred Outflows of resources associated with pensions. Employers are provided in GASB 68, paragraph 74, where pension amounts must be combined as a total or aggregate for reporting, whether provided through cost-sharing, sing-employer, or agent pension plans. This report provides information for employers who are using a June 30, 2021 measurement date for the 2022 reporting.

GASB 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, 2021, was determined by the results of the June 30, 2020, 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 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.

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**9. Employee Benefit Plans – continued**

Municipal Police Officers' Retirement System (MPORS) - continued

Net Pension Liability –continued

The TPL minus the Fiduciary Net Position equals the NPL. The proportionate shares of the employer’s and the State of Montana’s NPL for June 30, 2022 and 2021 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 City’s collective NPL that is associated with the non-state employer. The state’s proportionate share for a particular employer equals the ratio of the contributions for the particular employer to the total state contributions paid. The employer recorded a liability of \$7,486,525 and the employer’s proportionate share was 4.1183 percent.

As of measurement date	Net Pension Liability as of 6/30/2022	Net Pension Liability as of 6/30/2021	Percent of Collective NPL as of 6/30/2022	Percent of Collective NPL as of 6/30/2021	Change in Percent of Collective NPL
City Proportionate Share	\$7,486,525	\$10,294,653	4.1183%	4.2090%	(0.0907)%
State of Montana Proportionate Share associated with City	15,216,811	20,763,270	8.3706%	8.4891%	(0.1185)%
Total	\$22,703,336	\$31,057,923	12.4889%	12.6981%	(0.2092)%

Changes in actuarial assumptions and methods:

- The discount rate was lowered from 7.34% to 7.06%.
- The investment rate of return was lowered from 7.34% to 7.06%.

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. However, each employer may have unique circumstances that will impact the employer’s proportionate share of the collect net pension. If there were changes that are expect to have an impact on the NPL, the employer should disclose the amount of the expected resultant changes in the employer’s proportionate share of the collective NPL, if known.

Pension Expense

At June 30, 2022, the City recognized pension expense of \$1,196,735 for its proportionate share of the MPORS Pension Expense. The City also recognized grant revenue of \$2,425,639 for the support provided by the State of Montana for its proportionate share of the Pension Expense that is associated with the City.

As of measurement date	Pension Expense as of 6/30/2022	Pension Expense as of 6/30/2021
City's Proportionate Share	\$1,196,735	\$1,836,100
State of Montana Proportionate Share associated with City	2,425,639	3,760,928
Total	\$3,622,374	\$5,597,028

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**9. Employee Benefit Plans – continued**

Municipal Police Officers' Retirement System (MPORS) - continued

Recognition of Deferred Inflows and Outflows

At June 30, 2022, the employer reported its proportionate share of MPORS' deferred outflows of resources and deferred inflows of resources related to MPORS from the following sources:

As of measurement date	Deferred Outflows of Resources	Deferred Inflows of Resources
Expected vs. Actual Experience	\$238,110	\$81,751
Changes in assumptions	1,430,397	-
Projected Investment Earnings vs. Actual Investment Earnings	-	2,255,460
Changes in proportion differences between City contributions and proportionate share of contributions	-	78,889
Difference between actual and expected contributions	-	-
*City Contributions paid to MPORS subsequent to the measurement date - FY 2022 contributions	1,098,499	-
Total	\$2,767,006	\$2,416,100

\* \$1,098,499 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, 2023.

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
2023	\$268,383
2024	39,185
2025	(325,030)
2026	(730,132)
Thereafter	-

Totals for all systems (PERS) (FURS) and (MPORS)

	The City's proportionate share associated with PERS	The City's proportionate share associated with FURS	The City's proportionate share associated with MPORS	The City's total proportionate share
Net pension liability	\$18,775,957	\$2,437,560	\$7,486,525	\$28,700,042
Deferred outflows of resources	\$4,663,065	\$2,345,015	\$2,767,006	\$9,775,086
Deferred inflows of resources	\$8,467,214	\$1,914,901	\$2,416,100	\$12,798,215
Pension expense	\$1,875,911	\$1,461,532	\$3,622,374	\$6,959,817

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**10. Multiple-Employer Defined Benefit Pension Plans**

The City of Great Falls provides pension benefits through cost-sharing, multiple employer, collective bargained defined benefit pension plans that qualify for reporting under GASB 78. GASB 78, *Pensions Provided through Certain Multiple-Employer Defined Benefit Pension Plans*, applies to cost-sharing multi-employer defined benefit pension plans that is not state or local governmental pension plans, provide defined benefit pensions to both employees of employers, and employees to the employees that are not state or local governmental employers, and do not have a predominate state or local governmental employer – either individually or collectively – that provides pensions through the plan.

**National Electrical Benefit Fund**

The National Electrical Benefit Fund plan is self-administered by the Trustees. This plan issues a publicly available financial report that can be obtained by going to <https://www.nebf.com/nebf/>. This plan covers six (6) City of Great Falls employees as of June 30, 2022 and provides pension benefits.

The authority in which the benefit terms were established and may be amended as follows:

In accordance with the Employees Benefit Agreement of the National Electrical Benefit Fund (“NEBF”), as entered into between the National Electrical Contractors Association and the International Brotherhood of Electrical Workers on September 3, 1946, as amended, and now delineated as the restated Employees Benefit Agreement and Trust. The pension fund is regulated by the Employee Retirement Income Security Act of 1974 (ERISA), as amended by the Pension Protection Act of 2006 (PPA) and the Multiemployer Pension Reform Act of 2014 (MPRA) and is guaranteed by the Pension Benefit Guaranty Corporation (PBGC), an agency of the U.S. Government established by ERISA.

All contribution amounts being paid by the City of Great Falls are per the labor agreement between the City of Great Falls and the International Brotherhood of Electrical Workers for the time period July 1, 2016 – June 30, 2022. The required contribution rate for the employer and its employees for the reporting period is the amount equal to 3% of the gross monthly labor payroll. As of June 30, 2022 the City of Great Falls contributed \$11,197 and the employees contributed \$0.

The expected minimum contribution for the next fiscal year is \$11,533. Although the City of Great Falls pays all these amounts on a monthly basis, there was a payables balance of \$1,019 as of June 30, 2022.

**Eighth District Electrical Pension Fund**

The Eighth District Electrical Pension Fund is a plan administered by CompuSys of Colorado, Inc. This plan issues a publicly available financial report that can be obtained by going to <https://www.ourbenefitoffice.com/8thDistrictBenefits/Benefits/Home.aspx>. This plan covers six (6) City of Great Falls employees as of June 30, 2022 and provides pension benefits.

The authority in which the benefit terms were established and may be amended as follows:

The Plan is a defined benefit pension plan formed June 1, 1972 by agreement between the Southern Colorado Chapter of the National Electrical Contractors Association (NECA) and the International Brotherhood of Electrical Workers (IBEW) Local Union No. 68. Subsequently, various other locals have been admitted to the Plan. The pension fund is regulated by the Employee Retirement Income Security Act of 1974 (ERISA), as amended by the Pension Protection Act of 2006 (PPA) and the Multiemployer Pension Reform Act of 2014 (MPRA).

All contribution amounts being paid by the City of Great Falls are per the labor agreement between the City of Great Falls and the International Brotherhood of Electrical Workers for the time period July 1, 2016 – June 30, 2022. The required contribution rate for the employer and its employees for the reporting period is the amount equal to \$2.25 per hour paid to the employee. As of June 30, 2022 the City of Great Falls contributed \$27,366 and the employees contributed \$0.

The expected minimum contribution for next fiscal year is \$27,914. The City of Great Falls pays all these amounts on a monthly basis, and there was a payables balance of \$148 as of June 30, 2022.



**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**10. Multiple-Employer Defined Benefit Pension Plans – continued**

LIUNA National (Industrial) Pension Fund

The LIUNA National (Industrial) Pension Fund is a plan self-administered by a joint labor-management Board of Trustees. This plan issues a publicly available financial report that can be obtained by going to [www.efast.dol.gov](http://www.efast.dol.gov). This plan covers 52 City of Great Falls employees as of June 30, 2022 and provides pension benefits.

The authority in which the benefit terms were established and may be amended as follows:

The LIUNA National (Industrial) Pension Fund was established in 1967. The pension fund is regulated by the Employee Retirement Income Security Act of 1974 (ERISA), as amended by the Pension Protection Act of 2006 (PPA) and the Multiemployer Pension Reform Act of 2014 (MPRA) and is guaranteed by the Pension Benefit Guaranty Corporation (PBGC), an agency of the U.S. Government established by ERISA. LIUNA National (Industrial) Pension Fund is also regulated by the Internal Revenue Code, and the Taft-Hartley Act.

All contribution amounts being paid by the City of Great Falls are per the Agreement between the City of Great Falls and the City of Great Falls Public Employees Crafts Council from July 1, 2016 – June 30, 2022. The required contribution rate for the employer and its employees for the reporting period is the amount equal to \$3.93 per hour paid to the employee. As of June 30, 2022 the City of Great Falls contributed \$348,884 and the employees contributed \$0.

The expected minimum contribution for the next fiscal year is \$359,350. Although the City of Great Falls pays all these amounts on a monthly basis, there was a payables balance of \$13,631 as of June 30, 2022.

I.A.M. National Pension Fund

The I.A.M. National Pension Fund is a plan administered by a joint Board of Trustees consisting of equal representation by the I.A.M. and the contributing employers. This plan issues a publicly available financial report that can be obtained by going to <https://www.iamnpf.org/>. This plan covers four (4) City of Great Falls employees as of June 30, 2022 and provides pension benefits.

The authority in which the benefit terms were established and may be amended as follows:

The I.A.M. National Pension Fund was established in May 1960 by agreement between the International Association of Machinists and Aerospace Workers, AFL-CIO that and was known as IAM Labor Management Pension Fund. This agreement was then amended and restated to be named the I.A.M. National Pension Fund with the final amendment and restatement completed on May 15, 2014. The pension fund is regulated by the Employee Retirement Income Security Act of 1974 (ERISA), as amended by the Pension Protection Act of 2006 (PPA) and the Multiemployer Pension Reform Act of 2014 (MPRA) and is guaranteed by the Pension Benefit Guaranty Corporation (PBGC), an agency of the U.S. Government established by ERISA.

All contribution amounts being paid by the City of Great Falls are per the Agreement between the City of Great Falls and the City of Great Falls Public Employees Crafts Council from July 1, 2016 – June 30, 2022. The required contribution rate for the employer and its employees for the reporting period is the amount equal to \$3.53 per hour paid to the employee. As of June 30, 2022 the City of Great Falls contributed \$28,986 and the employees contributed \$0.

The expected minimum contribution for the next fiscal year is \$29,566. Although the City of Great Falls pays all these amounts on a monthly basis, there was a payables balance of \$1,130 as of June 30, 2022.

Central Pension Fund of the International Union of Operating Engineers and Participating Employers

The Central Pension Fund of the International Union of Operating Engineers and Participating Employers (Central Pension Fund) is a plan administered by the Board of Trustees, half of whom represent the Participating Employers and half of whom represent the Participating Employees. This plan issues a publicly available financial report that can be obtained by going to <https://www.cpfuoe.org/>. The Central Pension Fund covers 53 City of Great Falls employees as of June 30, 2022 and provides pension benefits.

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**10. Multiple-Employer Defined Benefit Pension Plans – continued**

Central Pension Fund of the International Union of Operating Engineers and Participating - continued

The authority in which the benefit terms were established and may be amended as follows:

The Central Pension Fund was established in 1960. This pension fund is regulated by the Employee Retirement Income Security Act of 1974 (ERISA), as amended by the Pension Protection Act of 2006 (PPA) and the Multiemployer Pension Reform Act of 2014 (MPRA) and is guaranteed by the Pension Benefit Guaranty Corporation (PBGC), an agency of the U.S. Government established by ERISA.

All contribution amounts being paid by the City of Great Falls are per the Agreement between the City of Great Falls and the City of Great Falls Public Employees Crafts Council from July 1, 2016 – June 30, 2022. The required contribution rate for the employer and its employees for the reporting period is the amount equal to \$3.65 per hour paid to the employee. As of June 30, 2022 the City of Great Falls contributed \$317,858 and the employees contributed \$0.

The expected minimum contribution for the next fiscal year is \$327,394. Although the City of Great Falls pays all these amounts on a monthly basis, there was a payables balance of \$11,529 as of June 30, 2022.

Plumbers and Pipefitters National Pension Fund

The name of the plan is the Plumbers and Pipefitters National Pension Fund. This fund is administered by a joint Board of Trustees consisting of equal representation by the United Association and the contributing employers. This plan issues a publicly available financial report that can be obtained by going to <https://uanpf.org/>. The Plumbers and Pipefitter National Pension Fund covers six (6) City of Great Falls employees as of June 30, 2022 and provides pension benefits.

The authority in which the benefit terms were established and may be amended as follows:

Per Agreement and Declaration of Trust effective the 23<sup>rd</sup> day of June 1968; by and between the United Association of Journeymen and Apprentices of Plumbing and Pipefitting Industry of the United States and Canada, AFL-CIO as amended, and restated as of March 2, 2010. This pension fund is regulated by the Employee Retirement Income Security Act of 1974 (ERISA), as amended by the Pension Protection Act of 2006 (PPA) and the Multiemployer Pension Reform Act of 2014 (MPRA) and is guaranteed by the Pension Benefit Guaranty Corporation (PBGC), an agency of the U.S. Government established by ERISA.

All contribution amounts being paid by the City of Great Falls are per the Agreement between the City of Great Falls and the City of Great Falls Public Employees Crafts Council from July 1, 2016 – June 30, 2022. The required contribution rate for the employer and its employees for the reporting period is the amount equal to \$4.00 per hour paid to the employee. As of June 30, 2022 the City of Great Falls contributed \$37,788 and the employees contributed \$0.

The expected minimum contribution for the next fiscal year is \$38,922. Although the City of Great Falls pays all these amounts on a monthly basis, there was a payables balance of \$352 as of June 30, 2022.

Western Conference of Teamsters Pension Plan

The Western Conference of Teamsters Pension Trust is a plan self-administered by the Trustees. This plan issues a publicly available financial report that can be obtained by going to <https://wctpension.org/forms-documents/plan-documents>. Western Conference of Teamsters Pension Trust covers 39 City of Great Falls employees as of June 30, 2022 and provides pension benefits.

The authority in which the benefit terms were established and may be amended as follows:

Per the Agreement and Declaration of Trust made this 26th day of April 1955, by and between the undersigned Union Trustees and Employer Trustees, who together with the successor Trustees and additional Trustees

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**10. Multiple-Employer Defined Benefit Pension Plans – continued**

Western Conference of Teamsters Pension Plan - continued

designated in the manner hereinafter provided are hereinafter collectively referred to as Trustees. This pension fund is regulated by the Employee Retirement Income Security Act of 1974 (ERISA), as amended by the Pension Protection Act of 2006 (PPA) and the Multiemployer Pension Reform Act of 2014 (MPRA) and is guaranteed by the Pension Benefit Guaranty Corporation (PBGC), an agency of the U.S. Government established by ERISA.

All contribution amounts being paid by the City of Great Falls are per the Agreement between the City of Great Falls and the City of Great Falls Public Employees Crafts Council from July 1, 2016 – June 30, 2022. The required contribution rate for the employer and its employees for the reporting period is the amount equal to \$3.60 per hour paid to the employee. As of June 30, 2022 the City of Great Falls contributed \$229,870 and the employees contributed \$0.

The expected minimum contribution for the next fiscal year is \$236,766. Although the City of Great Falls pays all these amounts on a monthly basis, there was a payables balance of \$8,848 as of June 30, 2022.

**11. Other Postemployment Benefits (OPEB)**

The City allows its retired employees to continue to participate in its group health insurance plan at a premium rate that does not cover all of the related healthcare costs. This results in an OPEB referred to as an "implicit rate subsidy." OPEB is considered to be a long-term liability and is recorded on the accrual basis for the government-wide Statements of Net Position and Activities.

Plan Description

The City provides a single-employer defined benefit post-employment health care plan that covers eligible retired employees of the City. A former covered employee whose employment with the City terminates due solely to retirement can continue coverage under the plan as a retiree if they have met the eligibility requirements and are receiving a retirement benefit from a qualified pension plan. Eligibility requires are as follows:

PERS:	Age 55 with 5 years of service or 25 years of service regardless of age
FURS:	20 years of service
MPORS:	Age 50 with 5 years of service or 20 years of service regardless of age

Coverage will continue for as long as the retiree or their spouse reaches their Medicare eligibility date, as long as the retiree is enrolled under the plan and the applicable premiums are paid, provided a break in coverage does not occur. If a break in coverage occurs, the retiree is no longer eligible to participate or re-enroll in the plan. Prior to July 1, 2022, coverage was allowed to continue for life.

The retiree's termination of coverage from the plan does not apply to the retiree's spouse, provided the retiree is terminating because of Medicare coverage. The spouse of a retiree is permitted to maintain coverage unless the spouse is also eligible for Medicare coverage or the spouse has or is eligible for equivalent coverage.

No assets have accumulated in a trust that meets the criteria of GASB 75, paragraph 4.

Benefits Provided

The City converted to a self-insured plan administered by Blue Cross Blue Shield of Montana effective July 1, 2021. To continue this health insurance coverage, the retirees are required to pay the full amount of their premium. State law does not require that the City provide the same premium rates to retirees as it pays for its active employees, nor does it require that the City pay any portion of the retiree premiums. Premium rates and healthcare benefits may be administratively altered at the end of any contract year.

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**11. Other Postemployment Benefits – continued**

Benefits Provided - continued

The table below presents a high-level summary of the medical benefits.

	Cost Sharing
Medical Deductible (Individual/ Family)	\$500/\$1,000
Out-of-Pocket Maximum (Individual/ Family)	\$2,500/\$5,000
Coinsurance	30%
Prescription Deductible	\$100
Prescription Copays:	
Generic	\$10
Brand Formulary	\$30
Brand Non-Formulary	\$50
Prescription Out-of-Pocket Maximum	None

Employees Covered by Benefit Terms

As of June 30, 2022, the number of active and inactive employees covered by the plan was as follows:

	Medical Plan
Inactive employees or beneficiaries currently covered	35
Active employees	468
<b>Total</b>	<b>503</b>

Total OPEB Liability

The City's total OPEB Liability is \$1,312,127 as of June 30, 2022 and was determined by an actuarial valuation as of that date.

Actuarial Methods and Assumptions

The actuarial assumptions used in the valuation represents a reasonable long-term expectation of future OPEB outcomes. The assumptions are tested with each valuation for ongoing reasonableness and are updated if appropriate.

General Inflation	3.0% per year
Payroll Growth	PERS 3.5%, FURS 3.5%, MPORS 3.50% Source: Pension valuations 6/30/21
Discount Rate	4.09% Source: S&P Municipal Bond 20 Year High Grade Rate Index as of June 30, 2022
Cost Method	Entry age normal, determined as a level percent of projected pay
Funding Policy	Pay as you go
Mortality Rate	RP-2014 Scale MP-2014 Fully Generational

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**11. Other Postemployment Benefits – continued**

Change in Total OPEB Liability

	<b>Total OPEB Liability</b>
OPEB Liability as of 6/30/2021	\$8,663,056
Changes for the year:	
Service cost	74,466
Interest (4.09%)	354,319
Differences between expected and actual experience	(1,697,952)
Changes in assumptions	(859,823)
Changes of benefit terms	(4,239,636)
Employer contributions	(982,303)
Net Changes	(7,350,929)
Balance at 6/30/2022	\$1,312,127

Changes in Assumptions

The table below shows the assumption changes that were made and their impact on the liability.

Assumption	Description of Change	Impact on Liability
Discount Rate	Increased from 2.18% to 4.09%	(\$481,278)
Participation Rate (retiree)	\$206.92 per retiree per month, 35 retirees, annualized	(\$365,228)
Participation Rates (spouse)	Percent of retirees covering spouses decreased from 47% to 35%	(\$167,217)
Claim Trend	Updated to reflect recent industry study	\$153,900
<b>Total Impact</b>		<b>(\$859,823)</b>

Change in Benefit Terms

The City revised the retiree benefit terms effective July 1, 2022 to end coverage upon Medicare eligibility for current and future retirees. Previously, retirees were allowed to continue benefits for life. To evaluate the reduction in liability for this change, the City used the 2020 census and assumed retiree benefits stopped at 65. The liability difference between the prior benefit and the new benefit was a reduction of \$4,239,636.

Employer Contribution

Employer contributions in a self-funded plan are calculated as the sum of retiree claims and admin costs less retiree premiums. The calculation was as follows:

	How Calculated	Amount
Retiree Claims	Based on 9-month retiree claims, annualized	\$1,338,795
Retiree Admin Costs	\$206.02 per retiree per month, 35 retirees, annualized	\$86,906
Premiums Paid by Retirees	Based on rate table and retiree tier choice, annualized	(\$443,398)
<b>Total Employer Contribution</b>	Updated to reflect recent industry study	<b>\$982,203</b>

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**11. Other Postemployment Benefits – continued**

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The following table presents the total OPEB liability of the City, as well as what the City’s total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower or higher than the current discount rate.

	1% Decrease (3.09%)	Discount Rate (4.09%)	1% Increase (5.09%)
Total OPEB Liability	\$1,414,828	\$1,312,127	\$1,217,873

Sensitivity of the Total OPEB Liability to Changes in the Health Cost Trend Rates

The following table presents the total OPEB liability of the City, as well as what the City’s total OPEB liability would be if it were calculated using a medical trend rate that is 1-percentage-point lower or higher than the current trend rate.

	1% Decrease (5.02%)	Trend Rate (6.02%)	1% Increase (7.02%)
Total OPEB Liability	\$1,186,802	\$1,312,127	\$1,459,988

OPEB Expenses and Deferred Outflows of Resources / Deferred Inflows of Resources Related to OPEB

For the year ended June 30, 2022 the City recognized OPEB expense of \$(5,110,728). At June 30, 2022, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 2,217,396
Current year amortization of experience differences	(360,845)	(375,544)
Current year amortization of assumption changes	(80,546)	(383,421)
Changes in assumption	2,078,476	2,572,489
Total	\$ 1,637,085	\$ 4,030,920

Amounts reported as Deferred Inflows and Outflows of resources related to OPEB as June 30, 2022 will be recognized as OPEB expenses as follows:

Year ended June 30:	
2023	\$ (287,714)
2024	\$ (287,714)
2025	\$ (287,714)
2026	\$ (287,714)
2027	\$ (287,714)
Thereafter	\$ (831,491)

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**12. Construction Commitments**

The City has entered into contracts for the design, construction or renovation of various facilities at June 30, 2022, some of which are as follows:

Project	Amount Expended to Date	Remaining Construction Commitment	Expected Date of Completion
Civic Center Façade	\$ 3,333,277	\$ 2,214,474	Summer 2023
Aquatic and Recreation Center	4,631,825	15,368,175	Summer 2025
Lions Park Restroom	261,722	3,820	Fall 2022
Elk Park Force Main Repair	1,433	236,729	Winter 2022
WWTP Sec. Clarifier Rehab/Bypass	53,200	146,997	Fall 2023
Water Treatment Plant Filter Upgrade	61,965	939,035	Spring 2023
Sanitary Sewer Trenchless Rehab	177	889,823	Winter 2022
Water Treatment Plant Solids Mitigation	194,776	661,624	Spring 2024
Southside Water Main Replacement	142,538	1,858,912	Summer 2023
Southwest Side Water Main Replacement	1,739	1,640,325	Summer 2023
Water Treatment Plant Filtration Improvements	5,426,577	1,139,465	Spring 2025
Valeria Way Storm Drain	1,462,581	187,419	Winter 2022
Central Avenue & 3rd St Drainage Improvements	109,358	26,242	Winter 2023
Southwest Side Street Reconstruction	66,240	1,276,510	Winter 2022
Lift Station #1 Repairs	156,766	1,676,466	Winter 2026

**13. Operating Leases**

The City leases some of its property to others under operating leases expiring in future years. The current year rental costs and minimum future rentals on noncancelable operating leases as of June 30, 2022, were not significant.

Bulk Water Service

The City issued Cascade County a license to operate bulk water service dispensing stations for Cascade County residents. The term of this agreement is for the period of fifteen years from July 1, 2010, through June 30, 2025. The County is required to pay for utility services at the same rate as other commercial customers.

The City also leases certain office equipment from others under operating leases expiring in future years. The current year rental costs and minimum future rentals on noncancelable operating leases as of June 30, 2022, were not significant.

**14. Contracted Services**

The City has entered into intergovernmental agreements with Cascade County for the following services:

Fire Districts

The City provides fire protection for 16 rural fire districts. The current term of this agreement is for the period of three years from October 1, 2018 to September 30, 2021. The agreement is renewed every three years and was renewed as of October 5, 2021 for October 1, 2021 to September 30, 2023.

Dispatch and Communication Services

The City provides dispatching and communication services for Cascade County, the Town of Cascade, the City of Belt, and the Town of Neihart and rural fire departments. The agreement is dated June 6, 2018, and continues in effect until cancelled by either party.

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**14. Contracted Services - continued**

Library

The City contributes to the operations of the Library Board. The financial accounting and reporting for the library operations is performed by the City. The County assesses a rural mill levy for the purpose of making contributions to the City's library operating costs.

Health Department

On November 22, 1999, the County and the City entered into an interlocal agreement establishing management authority, maintenance responsibilities, and ownership of record for the new City-County Health Department building. The City contributes to the operations of the City-County Health Department. The financial accounting and reporting for the health department is performed by the County and the County assesses a rural levy for department operating costs. The City remits to the County a contribution for operating costs on a periodic basis.

The City has entered into agreements with the following entities for operation of certain facilities:

Golf Courses

The City has a management agreement with CourseCo, Inc., d/b/a Great Falls Golf, LLC for operations of the Anaconda Hills Golf Course and Eagle Falls Golf Club. The agreement was approved December 18, 2018, for the period of February 1, 2019 to January 31, 2022. On September 21, 2021, an extension of the agreement was approved for an additional three-year term of February 1, 2022 through January 31, 2025.

Housing Authority

The City provides management and payroll services for the Great Falls Housing Authority. The Housing Authority reimburses the City for the costs related to providing these services. The Housing Authority Board of Commissioners voted not to renew the management agreement effective December 1, 2022.

Parking Facilities

The City has an operations and management agreement with SP Plus Corporation for operation of all the City's parking facilities and for enforcement of parking violations. The term of the contract is from January 1, 2021 through December 31, 2023.

Solid Waste

The City has contracted with Montana Waste Systems, currently operating a private landfill for landfill privileges. The contract was approved for the period of January 1, 2017 to December 31, 2024 with two five-year extended term options.

Soccer Park

The Seibel Soccer Park was built and is owned by the City, but is operated and maintained through a lease by the Great Falls Soccer Foundation. The lease was approved June 2, 2009 with a twenty-five year term. As a condition of the lease agreement the Great Falls Soccer Foundation will be responsible for maintenance and upkeep of all property and buildings, and be responsible for all associated costs.

Wastewater Treatment Plant

The City's wastewater treatment plant is operated by Veolia Water North America Operating Services, LLC. The contract was renewed on December 15, 2020 for January 1, 2021 through December 31, 2030.

**15. Contingencies**

The City is a defendant in various lawsuits, which arise out of the normal course of operations by the City. Management of the City intends to vigorously defend each claim and believes no material losses will be incurred on such claims.



**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**16. Risk Management**

The City faces a considerable number of risks of loss, including damage to and loss of its own property and the property of others, employment-related claims, Public Official Errors and Omissions, environmental damage, workers' compensation, and medical insurance costs of employees.

In 1986, the City joined together with other Montana cities to form the Montana Municipal Interlocal Authority (MMIA) which established a workers' compensation plan and a tort liability plan. MMIA is a risk retention pool funded by member cities and towns, providing risk management services and multiple coverage programs. The City's statutory liability limits for damages in tort action are \$750,000 per claim and \$1.5 million per occurrence and has secured its general liability coverage through the MMIA with a \$7,500 deductible per claim. The City pays a quarterly premium for its workers' compensation insurance coverage with the MMIA workers' compensation program, which is allocated to the employer funds based on total salaries and wages. The agreements for formation of the pools provide that they will be self-sustaining through member premiums. The MMIA liability plan and the MMIA workers' compensation program originally issued \$4.41 million and \$7.61 million in bonds, respectively, to immediately finance the necessary insurance reserves. The liability program has no debt outstanding at this time. In June of 1994, the workers' compensation bonds were refunded and reissued in the amount of \$7.62 million. 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 bonds were retired on September 1, 2010.

In 1998, the MMIA developed a property insurance program of which the City is now a member. This is an all risk policy, essentially all property owned by the City being insured for 100% of replacement cost, or stated amount, subject to a \$25,000 deductible for property and \$10,000 deductible for vehicles per occurrence. MMIA reinsures their property insurance with a national municipal pool, Alliant Property Insurance Program. The property program funding differs from the liability and workers' compensation programs in that it has not utilized bond proceeds as a form of funding for losses. The program provides \$25 million of coverage for new acquisitions during the coverage period. Members have 18 months from date of acquisition to schedule property for coverage.

The MMIA property and liability coverages, transferring all risks of loss except for relatively small deductible amounts, are purchased through the MMIA and includes Public Officials Errors & Omission. Coverage limits and the deductibles in the commercial policies have stayed relatively constant for the last several years. The premiums for the policies are allocated between the City's funds based on prior years' loss experiences. Following national trends, the City has seen increased claims against law enforcement. Despite this, settled claims resulting from these risks have not exceeded the commercial insurance coverage in any of the past three fiscal years.

On July 1, 2021, the City reverted to a self-insured health plan administered by Blue Cross/Blue Shield. The City provides medical, dental and vision benefits and it is operated as an internal service fund, the Health and Benefits Fund. Rates are determined in consultation with Blue Cross/Blue Shield based on past claim experience. Included in the rates is a premium for a commercial "stop-loss" policy for any one claimant who exceeds \$150,000 in covered charges during a year.

Liabilities of the Health and Benefits Fund are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported. These claims are estimated using a standard actuarial reserve methodology know as a "completion factor method (CGF)". Using the claims date by paid date we developed a set of CGF specific completion factors that reflect the average pattern of claim payments over a 6-12 month period for each incurred month.

Fiscal Year	Claims Payable Beginning of Fiscal Year	Claims Incurred	Claims Paid	Claims Payable End of Fiscal Year
2022	\$ -	\$ 9,431,275	\$ 8,738,881	\$ 692,394

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**17. Net Positions and Fund Balances**

In the government-wide financial statements, net positions are classified in the following categories:

Net Investment in Capital Assets

This category groups all capital assets, including infrastructure in future years, into one component of net position. Accumulated depreciation and outstanding balances of debt that are attributable to the acquisition, construction, or improvement of these assets reduces this category.

Restricted Net Position

This category represents external restrictions imposed by creditors, grantors, contributors, or laws or regulations of other governments and restrictions imposed by law through Constitutional provision enabling legislation. Additionally, this category represents restrictions placed on the categories of Capital Projects, Debt Service, and specific projects and programs established by the City Commission.

Unrestricted Net Position

This category represents the net position of the City which are not restricted for any project or other purpose.

In the fund financial statements, reserves and designations segregate portions of fund balance that are either not available or have been earmarked for specific purposes. The various reserves and designations are established by actions of the City Commission and Management and can be increased, reduced, or eliminated by similar actions.

The fund balance categories are as follows:

1. Nonspendable fund balance - The net current financial resources that cannot be spent because they are either not in spendable form or legally or contractually required to be maintained intact.
2. Restricted fund balance - Are externally imposed by creditors, grantors, contributions, or laws or regulations of other governments or imposed by law through constitutional provisions or enabling legislation or established by the City Commission.
3. Committed fund balance - Fund balance committed by a City Commission adopted ordinance.
4. Assigned fund balance - Fund balance that has been appropriated by the City Commission through budget resolution for the upcoming fiscal year.
5. Unassigned fund balance - The remaining of fund balance not classified into other categories. The General Fund is the only fund that reports a positive unassigned fund balance amount.

The City has a policy for minimum fund balance of 22% of annual appropriations for the General Fund. All other tax levy supported funds shall be considered adequate at 17% of annual appropriations. An unreserved fund balance for other operating funds of the City shall be considered adequate at a range of 8% to 22% of annual appropriations. Such balances shall be used to meet extended revenue cycles, meet short-term economic difficulties, respond to unique opportunities, provide for one-time expenditures, and respond to emergency and disaster situations. The City has elected to show the different fund balance categories in aggregate on the face of the financial statements for the governmental funds. The detail of the composition of the different categories is shown below:

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**17. Net Positions and Fund Balances - continued**

	Major Special Revenue Funds				Other Govermen- tal Funds	Total
	General	COVID Recovery	Street District	Federal Block Grant		
<b>Fund balances</b>						
<b>Restricted for</b>						
Land held for resale	\$ -	\$ -	\$ 9,734	\$ -	\$ 15,615	\$ 25,349
Library projects	-	-	-	-	342,319	342,319
Federal block grant	-	-	-	1,245,914	-	1,245,914
HOME grant	-	-	-	-	51,289	51,289
Special assessment purposes	-	-	4,828,675	-	9,187,499	14,016,174
Gas Tax projects	-	-	-	-	2,480,320	2,480,320
Tax increment districts projects	-	-	-	-	2,109,021	2,109,021
General obligation debt	-	-	-	-	46,115	46,115
General obligation taxable debt	-	-	-	-	8,919	8,919
Tax increment debt	-	-	-	-	5,109,129	5,109,129
Tax increment construction	-	-	-	-	2,558,566	2,558,566
Special assessment debt	-	-	-	-	97,806	97,806
<b>Total Restricted</b>	-	-	4,838,409	1,245,914	22,006,598	28,090,921
<b>Assigned for</b>						
General government - economic development	-	-	-	-	4,822	4,822
General government -support & innovation	-	-	-	-	80,972	80,972
General government - operations and capital improvements	-	4,476,898	-	-	-	4,476,898
Public safety - fire projects	-	-	-	-	18,917	18,917
Public safety - police projects	-	-	-	-	1,292,068	1,292,068
Park and recreation - parkland	-	-	-	-	781,003	781,003
Housing and development	-	-	-	-	744,491	744,491
Capital outlay for general government	-	-	-	-	422,463	422,463
Library operations	-	-	-	-	489,465	489,465
<b>Total Assigned</b>	-	4,476,898	-	-	3,834,201	8,311,099
<b>Unassigned</b>	11,741,081	-	-	-	(212,464)	11,528,617
<b>Total Fund Balances</b>	\$11,741,081	\$ 4,476,898	\$ 4,838,409	\$ 1,245,914	\$25,628,335	\$47,930,637

The unassigned fund balance in Other Governmental Funds is the deficit fund balance of the Planning & Community Development Fund.

**City of Great Falls, Montana**  
**Notes to Financial Statements (Continued)**  
**June 30, 2022**

**18. Deficit Fund Balances and Net Positions**

The Planning & Community Development nonmajor governmental fund has a fund balance deficit of \$212,464. This is due to slowdown of operations during COVID-19.

The Information Technology internal service fund has a net position deficit of \$421,294. This is due to the previous GASB 68 required recording of the unfunded net pension liability.

The Health and Benefit internal service fund has a net position deficit of \$1,788,045. This is due to the previous GASB 75 required recording of the unfunded OPEB liability.

The Human Resources internal service fund has a net position deficit of \$223,772. This is due to the previous GASB 68 required recording of the unfunded net pension liability.

The Finance internal service fund has a net position deficit of \$725,333. This is due to the previous GASB 68 required recording of the unfunded net pension liability.

The Engineering internal service fund has a net position deficit of \$26,357. This is due to the previous GASB 68 required recording of the unfunded net pension liability.

**19. Subsequent Events**

As of December 1, 2022, the Great Falls Housing Authority will terminate its management agreement with the City of Great Falls. Management services provided by the City included legal, administrative, and human resources. Housing Authority employees will no longer be employees of the City.

Management has evaluated subsequent events through December 7, 2022, the date on which the financial statements were available to be issued.

**Required Supplementary Information**  
**City of Great Falls, Montana**  
**Schedule of Changes in the City's Total OPEB Liability and Related Ratios**  
**Last Five Years\***

	6/30/2018	6/30/2019	6/30/2020	6/30/2021	6/30/2022
Service cost	\$ 269,990	\$ 274,467	\$ 276,374	\$ 294,613	\$ 74,466
Interest	242,494	240,915	190,188	183,688	354,319
Differences between expected and actual experience	700,425	(624,573)	1,827,362	(703,992)	(1,697,952)
Changes of assumptions or inputs	(1,071,631)	89,020	(1,017,780)	462,679	(859,823)
Change in benefit terms	-	-	-	-	(4,239,636)
Employer contributions	-	-	-	-	(982,303)
Net Change in Total OPEB Liability	<u>\$ 141,278</u>	<u>\$ (20,171)</u>	<u>\$ 1,276,144</u>	<u>\$ 236,988</u>	<u>\$ (7,350,929)</u>
Total OPEB Liability - beginning	\$ 7,028,817	\$ 7,170,095	\$ 7,149,924	\$ 8,426,068	\$ 8,663,056
Total OPEB Liability - ending	\$ 7,170,095	\$ 7,149,924	\$ 8,426,068	\$ 8,663,056	\$ 1,312,127
Plan Fiduciary Net Position	-	-	-	-	-
Plan Fiduciary Net Position as a percentage of the Total OPEB liability	0.00%	0.00%	0.00%	0.00%	0.00%
Covered Employee Payroll	\$ 26,067,551	\$ 27,110,253	\$ 28,117,535	\$ 29,101,648	\$ 29,296,025
Total OPEB Liability as a percentage of Covered Employee Payroll	27.5%	26.4%	30.0%	29.8%	4.5%
Notes to Schedule:					
<u>Key Assumptions</u>					
Discount Rate	3.45%	3.36%	2.66%	2.18%	4.09%
Medical Trend	3.45%	4.50%	4.50%	4.50%	6.02%

\*GASB Statement #75 was implemented in Fiscal Year 2018. This schedule is intended to show information for ten years. Additional years information will be displayed as it becomes available.

Note: No assets have accumulated in a trust that meets the criteria of GASB Statement 75, paragraph 4.

**Required Supplementary Information**  
**City of Great Falls, Montana**  
**Schedule of the City's Proportionate Share of the Net Pension Liability**  
**All Fiscal Years \***

	<b>Public Employees' Retirement System</b>								
	<b>Reporting Date (Fiscal Year)</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>
	<b>As of Measurement Date</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>
City's proportionate share of the net pension liability associated with the City		1.39%	1.34%	1.33%	1.49%	1.07%	1.11%	1.07%	1.04%
City's proportion of the net pension liability	\$	17,266,157	\$ 18,745,848	\$ 22,662,652	\$ 26,279,968	\$ 22,241,067	\$ 23,100,228	\$ 28,148,290	\$ 18,775,957
State of Montana proportionate share of the net pension liability associated with the City		210,846	230,260	276,912	335,858	7,433,740	7,503,880	8,851,253	5,522,480
<b>Total</b>	<b>\$</b>	<b>17,477,003</b>	<b>\$ 18,976,108</b>	<b>\$ 22,939,564</b>	<b>\$ 26,615,826</b>	<b>\$ 29,674,807</b>	<b>\$ 30,604,108</b>	<b>\$ 36,999,543</b>	<b>\$ 24,298,437</b>
City's covered payroll	\$	15,769,377	\$ 15,650,061	\$ 15,936,803	\$ 16,751,180	\$ 17,552,424	\$ 18,253,915	\$17,901,595	\$18,259,759
City's proportionate share of the net pension liability as of its covered payroll		111.22%	119.78%	142.20%	156.88%	126.71%	126.55%	157.24%	102.83%
Plan fiduciary net position as a percentage of the total pension liability		79.87%	78.40%	74.71%	73.75%	73.47%	73.85%	68.90%	79.91%
	<b>Firefighters' Unified Retirement System</b>								
	<b>Reporting Date (Fiscal Year)</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>
	<b>As of Measurement Date</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>
City's proportionate share of the net pension liability associated with the City		3.36%	3.20%	3.21%	3.20%	3.18%	2.99%	3.09%	2.85%
City's proportion of the net pension liability	\$	3,276,335	\$ 3,266,908	\$ 3,669,168	\$ 3,619,015	\$ 3,662,058	\$ 3,428,389	\$ 4,831,711	\$ 2,437,560
State of Montana proportionate share of the net pension liability associated with the City		7,391,251	7,276,274	8,313,182	8,218,387	8,373,484	8,291,572	10,892,307	5,532,479
<b>Total</b>	<b>\$</b>	<b>10,667,586</b>	<b>\$ 10,543,182</b>	<b>\$ 11,982,350</b>	<b>\$ 11,837,402</b>	<b>\$ 12,035,542</b>	<b>\$ 11,719,961</b>	<b>\$ 15,724,018</b>	<b>\$ 7,970,039</b>
City's covered payroll	\$	4,359,771	\$ 4,292,501	\$ 4,523,854	\$ 4,786,308	\$ 5,007,758	\$ 5,182,586	\$ 5,390,299	\$ 5,241,767
City's proportionate share of the net pension liability as of its covered payroll		75.15%	76.11%	81.11%	75.61%	73.13%	66.15%	89.64%	46.50%
Plan fiduciary net position as a percentage of the total pension liability		76.70%	76.90%	75.48%	77.77%	79.03%	80.08%	75.34%	87.72%
	<b>Municipal Police Officers' Retirement System</b>								
	<b>Reporting Date (Fiscal Year)</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>
	<b>As of Measurement Date</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>
City's proportionate share of the net pension liability associated with the City		4.34%	4.20%	4.23%	4.21%	4.13%	4.18%	4.21%	4.12%
City's proportion of the net pension liability	\$	6,822,498	\$ 6,951,884	\$ 7,615,215	\$ 7,485,952	\$ 7,066,266	\$ 8,319,897	\$ 10,294,653	\$ 7,486,525
State of Montana proportionate share of the net pension liability associated with the City		13,782,261	14,085,177	15,116,534	15,257,632	14,444,839	16,942,236	20,763,270	15,216,811
<b>Total</b>	<b>\$</b>	<b>20,604,759</b>	<b>\$ 21,037,061</b>	<b>\$ 22,731,749</b>	<b>\$ 22,743,584</b>	<b>\$ 21,511,105</b>	<b>\$ 25,262,133</b>	<b>\$ 31,057,923</b>	<b>\$ 22,703,336</b>
City's covered payroll	\$	5,825,529	\$ 5,816,404	\$ 5,971,870	\$ 6,306,036	\$ 6,660,919	\$ 6,888,996	\$ 7,210,107	\$ 7,363,636
City's proportionate share of the net pension liability as of its covered payroll		117.11%	119.52%	127.52%	118.71%	106.09%	120.77%	142.78%	101.67%
Plan fiduciary net position as a percentage of the total pension liability		67.00%	66.90%	65.62%	68.34%	70.95%	68.84%	64.84%	75.76%

\* GASB Statement 68 was implemented in Fiscal Year 2015. This schedule is intended to show information for ten years. Additional years information will be displayed as it becomes available.

**Required Supplementary Information**  
**City of Great Falls, Montana**  
**Schedule of the City Retirement Systems Contributions**  
**All Fiscal Years \***

	<b>Public Employees' Retirement System</b>							
	2015	2016	2017	2018	2019	2020	2021	2022
Contractually required contribution	\$ 1,319,344	\$ 1,363,529	\$ 1,401,041	\$ 1,477,477	\$ 1,656,534	\$ 1,552,068	\$ 1,600,870	\$ 1,681,622
Contributions in relation to the contractually required contributions	(1,319,344)	(1,363,529)	(1,401,041)	(1,477,477)	(1,656,534)	(1,552,068)	(1,600,870)	(1,681,622)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
City's covered payroll	\$ 15,650,061	\$ 15,936,803	\$ 16,751,180	\$ 17,552,424	\$ 18,253,915	\$17,901,595	\$18,253,935	\$18,958,520
Contributions of covered payroll	8.43%	8.56%	8.36%	8.42%	9.07%	8.67%	8.77%	8.87%

	<b>Firefighters' Unified Retirement System</b>							
	2015	2016	2017	2018	2019	2020	2021	2022
Contractually required contribution	\$ 630,134	\$ 646,789	\$ 687,314	\$ 719,115	\$ 756,690	\$ 774,046	\$ 752,718	\$ 778,014
Contributions in relation to the contractually required contributions	(630,134)	(646,789)	(687,314)	(719,115)	(756,690)	(774,046)	(752,718)	(778,014)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
City's covered payroll	\$ 4,292,501	\$ 4,523,854	\$ 4,786,308	\$ 5,007,758	\$ 5,182,586	\$5,390,299	\$5,241,766	\$5,417,924
Contributions of covered payroll	14.68%	14.30%	14.36%	14.36%	14.60%	14.36%	14.36%	14.36%

	<b>Municipal Police Officers' Retirement System</b>							
	2015	2016	2017	2018	2019	2020	2021	2022
Contractually required contribution	\$ 847,013	\$ 875,869	\$ 906,708	\$ 894,469	\$ 993,462	\$ 1,038,977	\$ 1,061,099	\$ 1,098,499
Contributions in relation to the contractually required contributions	(847,013)	(875,869)	(906,708)	(894,469)	(993,462)	(1,038,977)	(1,061,099)	(1,098,499)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
City's covered payroll	\$ 5,861,404	\$ 5,971,870	\$ 6,306,036	\$ 6,660,919	\$ 6,888,996	\$7,210,107	\$7,363,636	\$7,623,173
Contributions of covered payroll	14.45%	14.67%	14.38%	13.43%	14.42%	14.41%	14.41%	14.41%

\* GASB Statement 68 was implemented in Fiscal Year 2015. This schedule is intended to show information for ten years. Additional years information will be displayed as it becomes available.

**Required Supplementary Information**  
**City of Great Falls, Montana**  
**Schedule of the City Additional Pension Contributions**  
**All Fiscal Years\***

	2016	2017	2018	2019	2020	2021	2022
<b>National Electrical Benefit Fund</b>							
Contractually required contribution	\$ 8,758	\$ 10,210	\$ 11,334	\$ 10,134	\$ 9,052	\$ 9,304	\$ 11,197
Contributions in relation to the contractually required contribution	(8,758)	(10,210)	(11,334)	(10,134)	(9,052)	(9,304)	(11,197)
Contributions deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 291,210	\$ 340,340	\$ 374,565	\$ 332,360	\$ 352,818	\$ 310,120	\$ 382,845
Contributions of covered payroll	3%	3%	3%	3%	3%	3%	3%
<b>Eighth District Electrical Pension</b>							
Contractually required contribution	\$ 19,985	\$ 24,550	\$ 29,926	\$ 27,352	\$ 23,576	\$ 23,616	\$ 27,366
Contributions in relation to the contractually required contribution	(19,985)	(24,550)	(29,926)	(27,352)	(23,576)	(23,616)	(27,366)
Contributions deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 291,210	\$ 340,340	\$ 374,565	\$ 332,360	\$ 352,818	\$ 310,120	\$ 382,845
Contributions of covered payroll	7%	7%	8%	8%	7%	8%	7%
<b>LIUNA National (Industrial) Pension Fund</b>							
Contractually required contribution	\$ 243,665	\$ 287,798	\$ 313,336	\$ 317,178	\$ 329,865	\$ 340,747	\$ 348,884
Contributions in relation to the contractually required contribution	(243,665)	(287,798)	(313,336)	(317,178)	(329,865)	(340,747)	(348,884)
Contributions deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 2,165,989	\$ 2,372,831	2,427,644	2,244,405	2,114,308	2,072,091	1,935,069
Contributions of covered payroll	11%	12%	13%	14%	16%	16%	18%
<b>I.A.M. National Pension Fund</b>							
Contractually required contribution	\$ 22,830	\$ 20,959	\$ 22,581	\$ 24,512	\$ 27,475	\$ 28,085	\$ 28,986
Contributions in relation to the contractually required contribution	(22,830)	(20,959)	(22,581)	(24,512)	(27,475)	(28,085)	(28,986)
Contributions deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 181,380	\$ 166,415	\$ 170,325	\$ 155,283	\$ 215,419	\$ 181,337	\$ 189,357
Contributions of covered payroll	13%	13%	13%	16%	13%	15%	15%

\* GASB Statement #78 was implemented in Fiscal Year 2016. This schedule is intended to show information for ten years. Additional years information will be displayed as it becomes available.



**Required Supplementary Information**  
**City of Great Falls, Montana**  
**Schedule of the City Additional Pension Contributions (Continued)**  
**All Fiscal Years\***

**Central Pension Fund of the International Union of Operating  
Engineers and Participating Employers**

	2016	2017	2018	2019	2020	2021	2022
Contractually required contribution	\$ 251,310	\$ 283,973	\$ 305,795	\$ 339,085	\$ 325,323	\$ 337,421	\$ 317,858
Contributions in relation to the contractually required contribution	(251,310)	(283,973)	(305,795)	(339,085)	(325,323)	(337,421)	(317,858)
Contributions deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
City's covered payroll	\$ 1,724,007	\$ 1,867,018	\$ 1,935,505	\$ 1,969,754	\$ 1,939,936	\$ 2,021,957	\$ 1,959,464
Contributions of covered payroll	15%	15%	16%	17%	17%	17%	16%

**Plumbers and Pipefitters National Pension Fund**

Contractually required contribution	\$ 44,593	\$ 47,027	\$ 49,617	\$ 52,570	\$ 50,413	\$ 54,071	\$ 37,788
Contributions in relation to the contractually required contribution	(44,593)	(47,027)	(49,617)	(52,570)	(50,413)	(54,071)	(37,788)
Contributions deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
City's covered payroll	\$ 252,550	\$ 255,450	\$ 261,509	\$ 268,109	\$ 267,218	\$ 297,421	\$ 277,917
Contributions of covered payroll	18%	18%	19%	20%	19%	18%	14%

**Western Conference of Teamsters Pension Plan**

Contractually required contribution	\$ 182,562	\$ 189,661	\$ 190,001	\$ 209,523	\$ 214,008	\$ 235,928	\$ 229,870
Contributions in relation to the contractually required contribution	(182,562)	(189,661)	(190,001)	(209,523)	(214,008)	(235,928)	(229,870)
Contributions deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
City's covered payroll	\$ 1,176,980	\$ 1,193,723	\$ 1,157,790	\$ 1,246,400	\$ 1,222,726	\$ 1,342,781	\$ 1,375,152
Contributions of covered payroll	16%	16%	16%	17%	18%	18%	17%

\* GASB Statement #78 was implemented in Fiscal Year 2016. This schedule is intended to show information for ten years. Additional years information will be displayed as it becomes available.

**City of Great Falls, Montana**  
**Notes to Required Supplementary Information**  
**For the Year Ended June 30, 2022**

**1. Employee Benefit Plan**

**Changes of Benefit Terms: Public Employees' Retirement System (PERS)**

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

**2017:**

**Working Retiree Limitations – for PERS**

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

**Refunds – PERS**

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

**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 payouts**

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

**Disabled PERS Defined Contribution (DC) Members**

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

**PERS – 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, 2020 actuarial valuation:

General Wage Growth*	3.50%
Investment Rate of Return*	7.65%
*Includes inflation at	2.75%
Merit salary increase	0% to 8.47%
Asset valuation method	Four-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 Employee and Annuitant Mortality Table, with no projections
Admin Expense as % of Payroll	0.28%

**City of Great Falls, Montana**  
**Notes to Required Supplementary Information (Continued)**  
**For the Year Ended June 30, 2022**

**1. Employee Benefit Plan - continued**

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.

The actuarial assumptions and methods utilized in the June 30, 2020 valuation, were developed in the six year experience study for the period ending 2016.

**Changes of Benefit Terms: Firefighters' Unified Retirement System (FURS)**

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

**2017:**

**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.

- 1) Members who return for less than 480 hours in a calendar year:
  - a. May not become an active member in the system; and
  - b. Are subject to a \$1 reduction in their retirement benefit for each \$3 earned in excess of \$5,000 in the calendar year.
- 2) Members who return for 480 or more hours in a calendar year:
  - a. Must become an active member of the system”
  - b. Will stop receiving a retirement benefit from the system; and
  - c. Will be eligible for a second retirement benefit if they earn 5 or more years of service credit through their second employment.
- 3) Employee, employer and state contributions, if any, apply as follows:
  - a. Employer contributions and state contributions (if any) must be paid on all working retirees;
  - b. 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.

- 1) 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:
  - a. Is not awarded service credit for the period or reemployment;
  - b. Is refunded the accumulated contributions associated with the reemployment;
  - c. Starting the first month following termination of service, receives the same retirement benefit previously paid to the member; and
  - d. Does not accrue post-retirement benefit adjustments during the term of reemployment but receives a Guaranteed Annual Benefit Adjustment (GABA) in January immediately following retirement.
- 2) If the members works more than 480 hours in a calendar year and accumulates at least 5 years of service credit before terminating again, the member:
  - a. Is awarded service credit for the period of reemployments;
  - b. Starting the first month following termination of service, receives:
    - i. The same retirement benefit previously paid to the members and
    - ii. A second retirement benefit for the period of reemployment and calculated based on the laws in effect as a member's rehire date; and
  - c. Does not accrue post-retirement benefit adjustments during the term of reemployment but receives a GABA;
    - i. On the initial retirement benefit in January immediately following second retirement, and
    - ii. On the second retirement benefit starting in January after receiving that benefit for at least 12 months.

**City of Great Falls, Montana**  
**Notes to Required Supplementary Information (Continued)**  
**For the Year Ended June 30, 2022**

**1. Employee Benefit Plan - continued**

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

**Refunds – FURS**

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

**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 payouts**

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

**FURS -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, 2020 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	Four-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 Employee and Annuitant Mortality Table, with no projections
Admin Expense as % of Payroll	0.17%

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.

The actuarial assumptions and methods utilized in the June 30, 2020 valuation, were developed in the six year experience study for the period ending 2016.

**City of Great Falls, Montana**  
**Notes to Required Supplementary Information (Continued)**  
**For the Year Ended June 30, 2022**

**1. Employee Benefit Plan - continued**

**Changes of Benefit Terms: Municipal Police Officers' Retirement System (MPORS)**

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

**2017:**

**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.

- 1) Members who return for less than 480 hours in a calendar year:
  - a. May not become an active member in the system; and
  - b. Are subject to a \$1 reduction in their retirement benefit for each \$3 earned in excess of \$5,000 in the calendar year.
- 2) Members who return for 480 or more hours in a calendar year:
  - a. Must become an active member of the system
  - b. Will stop receiving a retirement benefit from the system; and
  - c. Will be eligible for a second retirement benefit if they earn 5 or more years of service credit through their second employment.
- 3) Employee, employer and state contributions, if any, apply as follows:
  - a. Employer contributions and state contributions (if any) must be paid on all working retirees;
  - b. 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 MPORS**

- 1) Applies to retirement system members who return on or after July 1, 2017 to active service covered by the system from which they retired.
- 2) 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:
  - a. Is not awarded service credit for the period or reemployment;
  - b. Is refunded the accumulated contributions associated with the reemployment;
  - c. Starting the first month following termination of service, receives the same retirement benefit previously paid to the member; and
  - d. Does not accrue post-retirement benefit adjustments during the term of reemployment but receives a Guaranteed Annual Benefit Adjustment (GABA) in January immediately following retirement.
- 3) If the members works more than 480 hours in a calendar year and accumulates at least 5 years of service credit before terminating again, the member:
  - a. Is awarded service credit for the period of reemployments;
  - b. Starting the first month following termination of service, receives:
    - i. The same retirement benefit previously paid to the members and
    - ii. A second retirement benefit for the period of reemployment and calculated based on the laws in effect as a member's rehire date; and
  - c. Does not accrue post-retirement benefit adjustments during the term of reemployment but receives a GABA;
    - i. On the initial retirement benefit in January immediately following second retirement, and
    - ii. On the second retirement benefit starting in January after receiving that benefit for at least 12 months.
- 4) A member who returns to covered service is not eligible for a disability benefit.

**City of Great Falls, Montana**  
**Notes to Required Supplementary Information (Continued)**  
**For the Year Ended June 30, 2022**

**1. Employee Benefit Plan - continued**

**Refunds – MPORS**

- Terminating members eligible to retire may, in lieu of receiving 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 payouts**

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

**MPORS- 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, 2020 actuarial valuation:

General Wage Growth*	3.50%
Investment Rate of Return*	7.65%
*Includes inflation at	2.75%
Merit salary increase	0% to 6.60%
Asset valuation method	Four-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 Employee and Annuitant Mortality Table, with no projections
Admin Expense as % of Payroll	0.18%

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.

The actuarial assumptions and methods utilized in the June 30, 2020 valuation, were developed in the six year experience study for the period ending 2016.

**Required Supplementary Information**  
**City of Great Falls, Montana**  
**Budgetary Comparison Schedule - General Fund**  
**For the Year Ended June 30, 2022**

	<b>General</b>			
	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final Budget</b>
	<b>Original</b>	<b>Final</b>		
<b>Revenues</b>				
Taxes	\$ 21,539,142	\$ 21,539,142	\$ 20,887,002	\$ (652,140)
Licenses and permits	1,070,600	1,070,600	975,371	(95,229)
Intergovernmental	8,966,766	12,837,127	12,902,649	65,522
Charges for services	1,189,958	1,189,958	1,271,951	81,993
Fines and forfeitures	770,000	770,000	659,205	(110,795)
Internal services	1,004,150	1,004,150	1,004,150	-
Investment income	15,000	15,000	(37,987)	(52,987)
Other	144,322	144,322	164,273	19,951
<b>Total revenues</b>	<b>34,699,938</b>	<b>38,570,299</b>	<b>37,826,614</b>	<b>(743,685)</b>
<b>Expenditures</b>				
<b>Current</b>				
<b>General government</b>				
Personal services	3,275,503	3,451,567	3,255,034	196,533
Operations and maintenance	2,063,213	2,077,682	2,170,026	(92,344)
<b>Public safety</b>				
Personal service	20,499,197	24,053,643	24,084,178	(30,535)
Operation and maintenance	4,597,858	4,691,649	4,760,397	(68,748)
<b>Culture and recreation</b>				
Personal services	2,001,900	2,096,303	1,888,680	207,623
Operations and maintenance	1,030,555	1,030,555	1,000,385	30,170
<b>Debt service</b>				
Principal	251,340	251,340	251,340	-
Interest	57,842	57,842	57,842	-
<b>Capital outlay</b>	-	-	-	-
<b>Total expenditures</b>	<b>33,777,408</b>	<b>37,710,581</b>	<b>37,467,882</b>	<b>242,699</b>
<b>Revenues over (under) expenditures</b>	<b>922,530</b>	<b>859,718</b>	<b>358,732</b>	<b>(500,986)</b>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	(1,659,178)	(1,659,178)	(1,659,178)	-
<b>Total other financing sources (uses)</b>	<b>(1,659,178)</b>	<b>(1,659,178)</b>	<b>(1,659,178)</b>	<b>-</b>
<b>Net changes in fund balance</b>	<b>\$ (736,648)</b>	<b>\$ (799,460)</b>	<b>(1,300,446)</b>	<b>\$ (500,986)</b>
<b>Fund balance - beginning</b>			<b>13,041,527</b>	
<b>Fund balance - ending</b>			<b>\$ 11,741,081</b>	

**Required Supplementary Information**  
**City of Great Falls, Montana**  
**Budgetary Comparison Schedule - Special Revenue Funds**  
**For the Year Ended June 30, 2022**

	<b>COVID Recovery</b>			
	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final Budget</b>
	<b>Original</b>	<b>Final</b>		
<b>Revenues</b>				
Licenses and permits	\$ -	\$ -	\$ -	\$ -
Intergovernmental	9,736,368	9,736,368	1,302,954	(8,433,414)
Charges for services	-	-	-	-
Internal services	-	-	-	-
Special assessments	-	-	-	-
Investment income	-	-	39,467	39,467
Other	-	-	-	-
<b>Total revenues</b>	<b>9,736,368</b>	<b>9,736,368</b>	<b>1,342,421</b>	<b>(8,393,947)</b>
<b>Expenditures</b>				
Current				
General government				
Operations and maintenance	-	-	3,618	(3,618)
Public works				
Personal services	-	-	-	-
Operations and maintenance	-	-	-	-
Housing and development				
Personal services	-	-	-	-
Operations and maintenance	-	-	-	-
Capital outlay	-	1,299,337	1,299,337	-
<b>Total expenditures</b>	<b>-</b>	<b>1,299,337</b>	<b>1,302,955</b>	<b>(3,618)</b>
Revenues over (under) expenditures	9,736,368	8,437,031	39,466	(8,397,565)
<b>Other financing sources (uses)</b>				
Transfers out	-	(1,141,151)	(1,141,151)	-
<b>Total other financing sources</b>	<b>-</b>	<b>(1,141,151)</b>	<b>(1,141,151)</b>	<b>-</b>
<b>Net changes in fund balance</b>	<b>\$ 9,736,368</b>	<b>\$ 7,295,880</b>	<b>\$ (1,101,685)</b>	<b>\$ (8,397,565)</b>
<b>Fund balance - beginning</b>			<b>5,578,583</b>	
<b>Fund balance - ending</b>			<b>\$ 4,476,898</b>	



**Required Supplementary Information**  
**City of Great Falls, Montana**  
**Budgetary Comparison Schedule - Special Revenue Funds (Continued)**  
**For the Year Ended June 30, 2022**

	<b>Street District</b>			
	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final Budget</b>
	<b>Original</b>	<b>Final</b>		
<b>Revenues</b>				
Licenses and permits	\$ 7,146	\$ 7,146	\$ 13,321	\$ 6,175
Intergovernmental	1,379,896	1,518,127	1,505,110	(13,017)
Charges for services	111,500	111,500	244,465	132,965
Internal services	111,768	757,576	700,515	(57,061)
Special assessments	4,583,265	4,583,265	4,586,247	2,982
Investment income	-	-	(8,273)	(8,273)
Other	1,000	1,000	12,416	11,416
	<u>6,194,575</u>	<u>6,978,614</u>	<u>7,053,801</u>	<u>75,187</u>
Total revenues				
<b>Expenditures</b>				
Current				
General government				
Operations and maintenance	-	-	-	-
Public works				
Personal services	2,553,658	2,691,889	2,346,180	345,709
Operations and maintenance	3,831,789	3,810,345	3,001,643	808,702
Housing and development				
Personal services	-	-	-	-
Operations and maintenance	-	-	-	-
Capital outlay	1,035,000	1,261,806	403,696	858,110
	<u>7,420,447</u>	<u>7,764,040</u>	<u>5,751,519</u>	<u>2,012,521</u>
Total expenditures				
Revenues over (under) expenditures	<u>(1,225,872)</u>	<u>(785,426)</u>	<u>1,302,282</u>	<u>2,087,708</u>
<b>Other financing sources (uses)</b>				
Transfers out	(50,000)	(50,000)	(50,000)	-
	<u>(50,000)</u>	<u>(50,000)</u>	<u>(50,000)</u>	<u>-</u>
Total other financing sources				
Net changes in fund balance	<u>\$ (1,275,872)</u>	<u>\$ (835,426)</u>	<u>\$ 1,252,282</u>	<u>\$ 2,087,708</u>
<b>Fund balance - beginning</b>			<u>3,586,127</u>	
<b>Fund balance - ending</b>			<u>\$ 4,838,409</u>	

**Required Supplementary Information**  
**City of Great Falls, Montana**  
**Budgetary Comparison Schedule - Special Revenue Funds (Concluded)**  
**For the Year Ended June 30, 2022**

	<b>Federal Block Grant</b>			
	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final Budget</b>
	<b>Original</b>	<b>Final</b>		
<b>Revenues</b>				
Licenses and permits	\$ -	\$ -	\$ -	\$ -
Intergovernmental	1,286,120	1,738,864	901,872	(836,992)
Charges for services	-	-	182,691	182,691
Internal services	-	-	-	-
Special assessments	-	-	-	-
Investment income	-	-	68	68
Other	-	-	313	313
	<u>1,286,120</u>	<u>1,738,864</u>	<u>1,084,944</u>	<u>(653,920)</u>
Total revenues				
<b>Expenditures</b>				
Current				
General government				
Operations and maintenance	-	-	-	-
Public works				
Personal services	-	-	-	-
Operations and maintenance	-	-	-	-
Housing and development				
Personal services	183,369	191,500	190,660	840
Operations and maintenance	912,575	1,002,146	409,708	592,438
Capital outlay	190,176	545,218	316,494	228,724
	<u>1,286,120</u>	<u>1,738,864</u>	<u>916,862</u>	<u>822,002</u>
Total expenditures				
Revenues over (under) expenditures	-	-	168,082	168,082
<b>Other financing sources (uses)</b>				
Transfers out	-	-	-	-
Total other financing sources	-	-	-	-
Net changes in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 168,082</u>	<u>\$ 168,082</u>
<b>Fund balance - beginning</b>			<u>1,077,832</u>	
<b>Fund balance - ending</b>			<u>\$ 1,245,914</u>	

**City of Great Falls, Montana**  
**Notes to Budgetary Comparison Schedule**  
**June 30, 2022**

**1. Summary of Significant Accounting Policies**

**a. Budgets and Budgetary Accounting**

Annual budgets are legally required and are prepared for all funds except trust and custodial funds. The budgets are prepared on the same basis and using the same accounting practices as are used to account and prepare financial reports for the funds except capital outlay and debt principal are budgeted in the proprietary funds. Depreciation is not budgeted.

The City is required to prepare its accounting records and financial reports in accordance with generally accepted accounting principles established by the governmental accounting standards board according to Title 7, Chapter 6, Part 6, MCA. For budgeting purposes, the budget must show the complete expenditure program for the local government entity for the coming fiscal year and the sources by which it will be funded. The legal level of budgetary control is at the fund level. The final budget is enacted by the City Commission after holding public hearings as required by state statutes.

The City is organized under the provisions of the commission-manager form of government. The City Commission retains authority to set budget parameters through approval and adoption of annual budgets. The authority to make transfers of appropriations between funds is retained by the City Commission. The City Manager is delegated the authority to make transfers or revisions within appropriations of any fund. The Annual Budget Resolution allows the City Manager the flexibility to incorporate the appropriated reserves and contingency accounts into the adopted budget. The City Manager may delegate, to Department Directors, the authority to make transfers or revisions within appropriations of specific operations, limited to the fund level of accountability.

All appropriations lapse at the end of the fiscal year, but the Annual Budget Resolution allows for the “carryover” of the appropriation in specific circumstances. Major changes without "carryovers" in the legally adopted budgets consisted of:

<u>Fund</u>	<u>Amount</u>	<u>Purpose</u>
<u>Revenues</u>		
General	\$ 3,824,912	Recognizing on-behalf payments for pensions GASB 85
Street District	138,231	Recognizing on-behalf payments for pensions GASB 85
Street District	645,808	Transfers In from Gas Tax BaRSAA Fund for capital project
Downtown TID Bonds	2,392,116	Transfers In from closed special revenue fund
Park Maintenance District	10,000,000	Sale of bonds
Gas Tax BaRSAA	1,292,878	Additional BaRSAA gas tax revenue received
Housing Authority	81,312	Recognizing on-behalf payments for pensions GASB 85
Swimming Pools	41,170	Transfers In to replenish fund affected by COVID
Parking	265,361	Transfers In to replenish fund affected by COVID
Recreation	226,153	Transfers In to replenish fund affected by COVID
Multi-Sports	65,000	Transfers In to replenish fund affected by COVID
Ice Breaker	23,361	Transfers In to replenish fund affected by COVID
Civic Center Events	520,106	Transfers In to replenish fund affected by COVID

**City of Great Falls, Montana**  
**Notes to Budgetary Comparison Schedule (Continued)**  
**June 30, 2021**

**1. Summary of Significant Accounting Policies – continued**

**a. Budgets and Budgetary Accounting – continued**

<u>Fund</u>	<u>Amount</u>	<u>Purpose</u>
<u>Expenses/ Expenditures</u>		
General	3,824,912	Recognizing on-behalf payments for pensions GASB 85
COVID Recovery	1,299,337	Capital Outlay of ARPA funds for fire trucks
COVID Recovery	1,141,151	Transfers Out to replenish funds affected by COVID
Street District	138,231	Recognizing on-behalf payments for pensions GASB 85
Park Maintenance District	10,000,000	Capital Outlay from sale of bonds
Gas Tax BARSAA	645,808	Transfers Out to Street Fund for capital project
Fire Special Revenue	53,820	Capital Outlay from charges for services reserves
Housing Authority	81,312	Recognizing on-behalf payments for pensions GASB 85
West Bank TID Bonds	425,380	Activated reserves for capital improvements for City Commission approved project
Downtown TID Bonds	238,420	Activated reserves for City Commission approved TIF projects
Hazard Removal	23,995	Activate reserves for hazard removal project
Downtown TID	2,392,116	Transfers Out to close fund to debt service fund

**b. Excess of Expenditures Over Appropriations**

There were no excess expenditures over appropriations in the Governmental Funds.

**City of Great Falls, Montana**  
**Nonmajor Governmental Funds**  
**Fund Descriptions**

**Special Revenue Funds**

Special revenue funds account for resources and expenditures which are designated by law or contractual agreement for specified functions or activities and are legally required to be accounted for in separate funds.

Park & Recreation Fund – This fund is used to account for donations and contributions related to Parks and Recreation, including Park Land “Trust”, and special events operated by Park and Recreation.

Parkland Trust Fund – This fund is used to account for payments in lieu of parkland that are received.

Library Fund – This fund is used to account for fund operations for the Great Falls Public Library.

Library Foundation Fund – This fund is used to account for restricted and unrestricted donations for the Great Falls Public Library.

Planning & Community Development Fund – This fund is used to account for fund operations for the City’s Planning and Community Development (PCD) Department. The Department accounts for subdivision reviews, annexations, re-zoning, transportation planning, historic preservation, and other related planning services within the City of Great Falls incorporated limits.

Central Montana Ag Tech Park TID Fund – This fund is used to account for fund operations to encourage industrial growth by providing tax increment financing from the Central MT Ag Tech Tax Increment District.

Airport TID Fund – This fund is used to account for special revenue derived from the Airport Tax Increment District.

Downtown TID Fund – This fund is used to account for revenue derived from the Downtown Urban Renewal District.

East Industrial Ag Tech Park TID Fund - This fund is used to account for revenue derived from the East Industrial Ag Tech Park Tax Increment District.

Economic Revolving Fund – This fund is used to account for economic development activities including the pass-through grants from the Big Sky Economic Development grants.

Permits Fund – This fund is used to account for the revenues and expenses associated with the building permit process of the City.

Natural Resources Fund – This fund is used to account for fund operations to provide arboriculture, horticultural, and natural resource services in all public property and right-of-ways within the City of Great Falls.

Portage Meadows Fund – The purpose of this fund is to maintain the grass, trees, and irrigation system, and to provide snow removal in the green belt park of Portage Meadows Addition. The City created a special improvement maintenance district and assesses the property owners for the maintenance costs.

Park Maintenance District Fund – The fund accounts for special assessment revenues received for the District and expenses associated with identified park and recreation projects of the District.

Support & Innovation Fund – This fund is used to account for general government support provided to governmental and quasi-governmental entities which operate under their own policy-making boards. This includes the assessments raised by the Business Improvement District and the Tourism Business Improvement District.

Gas Tax BaRSAA Fund – This fund is used to account for gas tax revenue received from the increased tax of the Bridge and Road Safety Accountability Act. Revenue is used for street maintenance capital projects.

911 Special Revenue Fund – This fund is used to account for the shares of telephone charges received to support 911 emergency telephone services. The City operates a regional 911 emergency telephone center.

**City of Great Falls, Montana**  
**Nonmajor Governmental Funds**  
**Fund Descriptions**

**Special Revenue Funds (Continued)**

Police Special Revenue Fund – This fund is used to account for drug forfeitures, court judgments, crime prevention education, and other contributions or donations to the Police Department.

HIDTA Special Revenue Fund – This fund is used to account for the High Intensity Drug Trafficking Area task force. HIDTA is funded through a Grant by the Office of National Drug Control Policy (ONDCP).

Fire Special Revenue Fund – This fund is used to account for donations and miscellaneous grants to the Fire Department for fire prevention and education.

Home Grant Fund – This fund is used to account for the federal grant funds received through the HOME Investment Partnership Program to expand the supply of decent, safe, sanitary, and affordable housing, with primary attention to rental housing for very low to low income people.

Housing Authority Fund – This fund is used to account for staff to manage the Housing Authority. The City of Great Falls provides staff and management to the Great Falls Housing Authority Board of Commissioners, through a contractual agreement, to manage and operate public housing in Great Falls and Section 8 vouchers and certificates.

Street Lighting Districts Fund – This fund is used to account for the collection of assessments and subsequent payment of special lighting district costs.

**Debt Service Funds**

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

Soccer Park GO Bond Fund – This fund is used to account for General Obligation Bonds Series 2004 payable for construction of the Electric City Soccer Park. The bonds were refinanced in 2014 and are now General Obligation Bonds Series 2014A.

West Bank TID Bonds Fund – This fund is used to account for the debt of the West Bank Park Urban Renewal District.

Downtown TID Bonds – This fund is used to account for the debt of the Downtown Tax Increment District. Debt was issued April 6, 2021 and is scheduled to be paid off on July 1, 2040.

General Obligation Taxable Bonds Fund - This fund is used to account for the debt of the refinancing of the general obligation taxable bonds that were used to finance the Highwood Generating Station Feasibility Study.

SID Bonds Fund – This fund is used to account for bonded indebtedness on Special Improvement Districts (SIDs).

Master Debt SILD Fund – This fund is used to account for City owned and operated new lighting districts debt.

**Capital Projects Funds**

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

General Capital Projects Fund – This fund is used to account for general purpose funds dedicated to capital projects.

Improvement District Projects Fund – This fund is used to account for general improvement capital projects financed by special assessments.

Downtown TID – This fund is used to account for the Civic Center Façade project, which was paid for by bonds issued from the Downtown TID Bonds Fund.

Hazard Removal Fund – This fund is used to account for fund operations for accomplishing the removal of dangerous buildings and the cleanup of problem properties when the property owner is financially unable or unwilling to correct the problem.

**City of Great Falls, Montana**  
**Combining Balance Sheet**  
**Nonmajor Governmental Funds**  
**June 30, 2022**

**Special Revenue Funds**

	<b>Park &amp; Recreation</b>	<b>Parkland Trust</b>	<b>Library</b>	<b>Library Foundation</b>	<b>Planning &amp; Community Development</b>
<b>Assets</b>					
Cash and investments	\$ 655,103	\$ 134,618	\$ 408,824	\$ 379,091	\$ 300
Restricted cash and investments	-	-	-	-	-
Receivables					
Taxes	-	-	145,973	-	-
Special assessments	-	-	-	-	-
Accounts	-	-	-	-	58
Accrued interest	-	-	-	-	-
Loans	-	-	-	-	-
Due from other city funds	-	-	-	-	-
Due from other governments	-	-	89,280	-	104,193
Other assets	-	-	-	-	-
<b>Total assets</b>	<b>\$ 655,103</b>	<b>\$ 134,618</b>	<b>\$ 644,077</b>	<b>\$ 379,091</b>	<b>\$ 104,551</b>
<b>Liabilities</b>					
Accounts payable	\$ 8,718		\$ 52,019	\$ 26,772	\$ 51,568
Due to other city funds	-		-	-	210,982
Other liabilities	-		-	-	54,465
<b>Total liabilities</b>	<b>8,718</b>	<b>-</b>	<b>52,019</b>	<b>26,772</b>	<b>317,015</b>
<b>Deferred inflows of resources</b>					
Unavailable revenue-property taxes	-	-	102,593	-	-
Unavailable revenue-special assessments	-	-	-	-	-
Unavailable revenue-liens	-	-	-	-	-
Unavailable revenue-grants	-	-	-	10,000	-
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>-</b>	<b>102,593</b>	<b>10,000</b>	<b>-</b>
<b>Fund Balances</b>					
Restricted	-	-	-	342,319	-
Assigned	646,385	134,618	489,465	-	-
Unassigned	-	-	-	-	(212,464)
<b>Total fund balances</b>	<b>646,385</b>	<b>134,618</b>	<b>489,465</b>	<b>342,319</b>	<b>(212,464)</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 655,103</b>	<b>\$ 134,618</b>	<b>\$ 644,077</b>	<b>\$ 379,091</b>	<b>\$ 104,551</b>

Continued on next page

**City of Great Falls, Montana**  
**Combining Balance Sheet (Continued)**  
**Nonmajor Governmental Funds**  
**June 30, 2022**

**Special Revenue Funds - continued**

	<b>Central Montana Ag Tech Park TID</b>	<b>Airport TID</b>	<b>Downtown TID</b>	<b>East Industrial Ag Tech Park TID</b>	<b>Economic Revolving</b>
<b>Assets</b>					
Cash and investments	\$ 1,620,849	\$ 281,668	\$ -	\$ 129,650	\$ 4,822
Restricted cash and investments	48,113	-	-	-	-
Receivables					
Taxes	48,397	37,892	-	23,737	-
Special assessments	-	-	-	-	-
Accounts	-	-	-	-	-
Accrued interest	-	-	-	-	-
Loans	-	-	-	-	-
Due from other city funds	-	-	-	-	-
Due from other governments	-	23	-	-	-
Other assets	-	-	-	-	15,615
<b>Total assets</b>	<b>\$ 1,717,359</b>	<b>\$ 319,583</b>	<b>\$ -</b>	<b>\$ 153,387</b>	<b>\$ 20,437</b>
<b>Liabilities</b>					
Accounts payable	\$ 33,008	\$ -	\$ -	\$ -	\$ -
Due to other city funds	-	-	-	-	-
Other liabilities	-	-	-	-	-
<b>Total liabilities</b>	<b>33,008</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Deferred inflows of resources</b>					
Unavailable revenue-property taxes	48,004	296	-	-	-
Unavailable revenue-special assessments	-	-	-	-	-
Unavailable revenue-liens	-	-	-	-	-
Unavailable revenue-grants	-	-	-	-	-
<b>Total deferred inflows of resources</b>	<b>48,004</b>	<b>296</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances</b>					
Restricted	1,636,347	319,287	-	153,387	15,615
Assigned	-	-	-	-	4,822
Unassigned	-	-	-	-	-
<b>Total fund balances</b>	<b>1,636,347</b>	<b>319,287</b>	<b>-</b>	<b>153,387</b>	<b>20,437</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 1,717,359</b>	<b>\$ 319,583</b>	<b>\$ -</b>	<b>\$ 153,387</b>	<b>\$ 20,437</b>

Continued on next page



**City of Great Falls, Montana**  
**Combining Balance Sheet (Continued)**  
**Nonmajor Governmental Funds**  
**June 30, 2022**

**Special Revenue Funds - continued**

	<b>Permits</b>	<b>Natural Resources</b>	<b>Portage Meadows</b>	<b>Park Maintenance District</b>	<b>Support &amp; Innovation</b>
<b>Assets</b>					
Cash and investments	\$ 791,998	\$ 334,126	\$ 107,826	\$ 7,267,093	\$ 65,007
Restricted cash and investments	-	31,886	-	352,437	-
Receivables					
Taxes	-	-	-	-	-
Special assessments	-	18,725	2,369	49,403	45,055
Accounts	-	-	-	-	-
Accrued interest	-	-	-	-	-
Loans	-	-	-	-	-
Due from other city funds	-	-	-	-	-
Due from other governments	-	336	58	992	710
Other assets	-	-	-	-	-
Total assets	<u>\$ 791,998</u>	<u>\$ 385,073</u>	<u>\$ 110,253</u>	<u>\$ 7,669,925</u>	<u>\$ 110,772</u>
<b>Liabilities</b>					
Accounts payable	\$ 47,507	\$ 44,045	\$ -	\$ 435,808	\$ 20,691
Due to other city funds	-	-	-	-	-
Other liabilities	-	-	-	-	-
Total liabilities	<u>47,507</u>	<u>44,045</u>	<u>-</u>	<u>435,808</u>	<u>20,691</u>
<b>Deferred inflows of resources</b>					
Unavailable revenue-property taxes	-	-	-	-	-
Unavailable revenue-special assessments	-	8,277	926	17,830	9,109
Unavailable revenue-liens	-	-	-	-	-
Unavailable revenue-grants	-	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>8,277</u>	<u>926</u>	<u>17,830</u>	<u>9,109</u>
<b>Fund Balances</b>					
Restricted	-	332,751	109,327	7,216,287	-
Assigned	744,491	-	-	-	80,972
Unassigned	-	-	-	-	-
Total fund balances	<u>744,491</u>	<u>332,751</u>	<u>109,327</u>	<u>7,216,287</u>	<u>80,972</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 791,998</u>	<u>\$ 385,073</u>	<u>\$ 110,253</u>	<u>\$ 7,669,925</u>	<u>\$ 110,772</u>

Continued on next page

**City of Great Falls, Montana**  
**Combining Balance Sheet (Continued)**  
**Nonmajor Governmental Funds**  
**June 30, 2022**

**Special Revenue Funds - continued**

	<b>Gas Tax BaRSAA</b>	<b>911 Special Revenue</b>	<b>Police Special Revenue</b>	<b>HIDTA Special Revenue</b>	<b>Fire Special Revenue</b>
<b>Assets</b>					
Cash and investments	\$ 2,480,320	\$ 988,811	\$ 291,777	\$ -	\$ 18,299
Restricted cash and investments	-	-	-	-	-
Receivables					
Taxes	-	-	-	-	-
Special assessments	-	-	-	-	-
Accounts	-	-	-	-	792
Accrued interest	-	-	-	-	-
Loans	-	-	-	-	-
Due from other city funds	-	-	35,174	-	-
Due from other governments	-	-	21,960	93,584	-
Other assets	-	-	-	-	-
<b>Total assets</b>	<b>\$ 2,480,320</b>	<b>\$ 988,811</b>	<b>\$ 348,911</b>	<b>\$ 93,584</b>	<b>\$ 19,091</b>
<b>Liabilities</b>					
Accounts payable	\$ -	\$ -	\$ 2,475	\$ 3,159	\$ 174
Due to other city funds	-	-	-	35,174	-
Other liabilities	-	-	54,055	17,739	-
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>56,530</b>	<b>56,072</b>	<b>174</b>
<b>Deferred inflows of resources</b>					
Unavailable revenue-property taxes	-	-	-	-	-
Unavailable revenue-special assessments	-	-	-	-	-
Unavailable revenue-liens	-	-	-	-	-
Unavailable revenue-grants	-	-	26,636	-	-
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>-</b>	<b>26,636</b>	<b>-</b>	<b>-</b>
<b>Fund Balances</b>					
Restricted	2,480,320	-	-	-	-
Assigned	-	988,811	265,745	37,512	18,917
Unassigned	-	-	-	-	-
<b>Total fund balances</b>	<b>2,480,320</b>	<b>988,811</b>	<b>265,745</b>	<b>37,512</b>	<b>18,917</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 2,480,320</b>	<b>\$ 988,811</b>	<b>\$ 348,911</b>	<b>\$ 93,584</b>	<b>\$ 19,091</b>

Continued on next page

**City of Great Falls, Montana**  
**Combining Balance Sheet (Continued)**  
**Nonmajor Governmental Funds**  
**June 30, 2022**

	<b>Special Revenue Funds - continued</b>			<b>Debt Service Funds</b>	
	<b>Home Grant</b>	<b>Housing Authority</b>	<b>Street Lighting Districts</b>	<b>Soccer Park GO Bond</b>	<b>West Bank TID Bonds</b>
<b>Assets</b>					
Cash and investments	\$ 52,362	\$ -	\$ 1,707,556	\$ 38,671	\$ 457,206
Restricted cash and investments	-	-	-	-	263,925
Receivables					
Taxes	-	-	-	14,724	8,222
Special assessments	-	-	46,786	-	-
Accounts	-	-	-	-	-
Accrued interest	-	-	-	-	-
Loans	40,000	-	-	-	-
Due from other city funds	-	-	-	-	-
Due from other governments	-	53,132	901	142	-
Other assets	-	-	-	-	-
<b>Total assets</b>	<b>\$ 92,362</b>	<b>\$ 53,132</b>	<b>\$ 1,755,243</b>	<b>\$ 53,537</b>	<b>\$ 729,353</b>
<b>Liabilities</b>					
Accounts payable	\$ 1,073	\$ 53,116	\$ 207,846	\$ 350	\$ 500
Due to other city funds	-	16	-	-	-
Other liabilities	-	-	-	-	-
<b>Total liabilities</b>	<b>1,073</b>	<b>53,132</b>	<b>207,846</b>	<b>350</b>	<b>500</b>
<b>Deferred inflows of resources</b>					
Unavailable revenue-property taxes	-	-	-	7,072	1,639
Unavailable revenue-special assessments	-	-	18,263	-	-
Unavailable revenue-liens	-	-	-	-	-
Unavailable revenue-grants	40,000	-	-	-	-
<b>Total deferred inflows of resources</b>	<b>40,000</b>	<b>-</b>	<b>18,263</b>	<b>7,072</b>	<b>1,639</b>
<b>Fund Balances</b>					
Restricted	51,289	-	1,529,134	46,115	727,214
Assigned	-	-	-	-	-
Unassigned	-	-	-	-	-
<b>Total fund balances</b>	<b>51,289</b>	<b>-</b>	<b>1,529,134</b>	<b>46,115</b>	<b>727,214</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 92,362</b>	<b>\$ 53,132</b>	<b>\$ 1,755,243</b>	<b>\$ 53,537</b>	<b>\$ 729,353</b>

Continued on next page

**City of Great Falls, Montana**  
**Combining Balance Sheet (Continued)**  
**Nonmajor Governmental Funds**  
**June 30, 2022**

	<b>Debt Service Funds - continued</b>				<b>Capital Projects Funds</b>
	<b>Downtown TID Bonds</b>	<b>General Obligation Taxable Bonds</b>	<b>SID Bonds</b>	<b>Master Debt SILD</b>	<b>General Capital Projects</b>
<b>Assets</b>					
Cash and investments	\$ 3,861,084	\$ 9,269	\$ 45,843	\$ 51,963	\$ 395,707
Restricted cash and investments	414,150	-	-	-	-
Receivables					
Taxes	220,218	-	-	-	-
Special assessments	-	-	-	28,188	-
Accounts	-	-	-	-	-
Accrued interest	-	-	-	-	-
Loans	-	-	-	-	-
Due from other city funds	-	-	-	-	-
Due from other governments	1,382	-	-	-	-
Other assets	-	-	-	-	-
Total assets	<u>\$ 4,496,834</u>	<u>\$ 9,269</u>	<u>\$ 45,843</u>	<u>\$ 80,151</u>	<u>\$ 395,707</u>
<b>Liabilities</b>					
Accounts payable	\$ 9,652	\$ 350	\$ -	\$ -	\$ 2
Due to other city funds	-	-	-	-	-
Other liabilities	-	-	-	-	-
Total liabilities	<u>9,652</u>	<u>350</u>	<u>-</u>	<u>-</u>	<u>2</u>
<b>Deferred inflows of resources</b>					
Unavailable revenue-property taxes	105,267	-	-	-	-
Unavailable revenue-special assessments	-	-	-	28,188	-
Unavailable revenue-liens	-	-	-	-	-
Unavailable revenue-grants	-	-	-	-	-
Total deferred inflows of resources	<u>105,267</u>	<u>-</u>	<u>-</u>	<u>28,188</u>	<u>-</u>
<b>Fund Balances</b>					
Restricted	4,381,915	8,919	45,843	51,963	-
Assigned	-	-	-	-	395,705
Unassigned	-	-	-	-	-
Total fund balances	<u>4,381,915</u>	<u>8,919</u>	<u>45,843</u>	<u>51,963</u>	<u>395,705</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 4,496,834</u>	<u>\$ 9,269</u>	<u>\$ 45,843</u>	<u>\$ 80,151</u>	<u>\$ 395,707</u>

Continued on next page

**City of Great Falls, Montana**  
**Combining Balance Sheet (Concluded)**  
**Nonmajor Governmental Funds**  
**June 30, 2022**

**Capital Projects Funds - continued**

	<b>Improvement District Projects</b>	<b>Downtown TID</b>	<b>Hazard Removal</b>	<b>Total Nonmajor Governmental Funds</b>
<b>Assets</b>				
Cash and investments	\$ 5,826	\$ 2,707,669	\$ 20,932	\$ 25,314,270
Restricted cash and investments	-	-	-	1,110,511
Receivables				
Taxes	-	-	-	499,163
Special assessments	-	-	39,457	229,983
Accounts	-	-	-	850
Accrued interest	-	-	-	-
Loans	-	-	-	40,000
Due from other city funds	-	-	-	35,174
Due from other governments	-	-	-	366,693
Other assets	-	-	-	15,615
<b>Total assets</b>	<b>\$ 5,826</b>	<b>\$ 2,707,669</b>	<b>\$ 60,389</b>	<b>\$ 27,612,259</b>
<b>Liabilities</b>				
Accounts payable	\$ -	\$ 149,103	\$ -	\$ 1,147,936
Due to other city funds	-	-	-	246,172
Other liabilities	-	-	-	126,259
<b>Total liabilities</b>	<b>-</b>	<b>149,103</b>	<b>-</b>	<b>1,520,367</b>
<b>Deferred inflows of resources</b>				
Unavailable revenue-property taxes	-	-	-	264,871
Unavailable revenue-special assessments	-	-	-	82,593
Unavailable revenue-liens	-	-	39,457	39,457
Unavailable revenue-grants	-	-	-	76,636
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>-</b>	<b>39,457</b>	<b>463,557</b>
<b>Fund Balances</b>				
Restricted	-	2,558,566	-	22,006,598
Assigned	5,826	-	20,932	3,834,201
Unassigned	-	-	-	(212,464)
<b>Total fund balances</b>	<b>5,826</b>	<b>2,558,566</b>	<b>20,932</b>	<b>25,628,335</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 5,826</b>	<b>\$ 2,707,669</b>	<b>\$ 60,389</b>	<b>\$ 27,612,259</b>

**City of Great Falls, Montana**  
**Combining Statement of Revenues, Expenditures, and**  
**Changes in Fund Balances**  
**Nonmajor Governmental Funds**  
**For the Year Ended June 30, 2022**

**Special Revenue Funds**

	<b>Park &amp; Recreation</b>	<b>Parkland Trust</b>	<b>Library</b>	<b>Library Foundation</b>	<b>Planning &amp; Community Development</b>
<b>Revenues</b>					
Taxes	\$ -	\$ -	\$ 912,621	\$ -	\$ -
Licenses and permits	-	-	-	-	104,516
Intergovernmental	-	-	283,666	-	457,204
Charges for services	326	-	34,485	-	87,871
Fines and forfeitures	-	-	7,128	-	-
Internal services	-	-	-	-	109,006
Special assessments	-	-	-	-	-
Investment income (loss)	(3,645)	296	879	701	4
Other	178,634	-	16,822	362,670	28,560
<b>Total revenues</b>	<b>175,315</b>	<b>296</b>	<b>1,255,601</b>	<b>363,371</b>	<b>787,161</b>
<b>Expenditures</b>					
Current					
General government	-	-	-	-	1,322,370
Public safety	-	-	-	-	-
Public works	-	-	-	-	-
Culture and recreation	436,406	12	1,768,724	317,073	-
Housing & development	-	-	-	-	-
Debt service					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Capital outlay	(247)	-	-	-	-
<b>Total expenditures</b>	<b>436,159</b>	<b>12</b>	<b>1,768,724</b>	<b>317,073</b>	<b>1,322,370</b>
Excess (deficiency) of revenues over (under) expenditures	(260,844)	284	(513,123)	46,298	(535,209)
<b>Other financing sources (uses)</b>					
Transfers in	-	-	350,000	-	271,932
Transfers out	-	-	-	-	-
Issuance of debt	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>350,000</b>	<b>-</b>	<b>271,932</b>
<b>Net change in fund balances</b>	<b>(260,844)</b>	<b>284</b>	<b>(163,123)</b>	<b>46,298</b>	<b>(263,277)</b>
Fund balances - beginning	907,229	134,334	652,588	296,021	50,813
Fund balances - ending	<b>\$ 646,385</b>	<b>\$ 134,618</b>	<b>\$ 489,465</b>	<b>\$ 342,319</b>	<b>\$ (212,464)</b>

Continued on next page

**City of Great Falls, Montana**  
**Combining Statement of Revenues, Expenditures, and Changes**  
**in Fund Balances (Continued)**  
**Nonmajor Governmental Funds**  
**For the Year Ended June 30, 2022**

**Special Revenue Funds - continued**

	<b>Central Montana Ag Tech Park TID</b>	<b>Airport TID</b>	<b>Downtown TID</b>	<b>East Industrial Ag Tech Park TID</b>	<b>Economic Revolving</b>
<b>Revenues</b>					
Taxes	\$ 302,436	\$ 127,895	\$ -	\$ 385,297	\$ -
Licenses and permits	-	-	-	-	-
Intergovernmental	8,386	3,358	-	924	24,300
Charges for services	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-
Internal services	-	-	-	-	-
Special assessments	-	-	-	-	-
Investment income (loss)	3,341	486	3,748	268	11
Other	-	-	-	-	-
Total revenues	<u>314,163</u>	<u>131,739</u>	<u>3,748</u>	<u>386,489</u>	<u>24,311</u>
<b>Expenditures</b>					
Current					
General government	28,077	7,934	2,716	38,904	24,301
Public safety	-	-	-	-	-
Public works	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Housing & development	-	-	-	-	-
Debt service					
Principal	61,779	-	-	-	-
Interest	34,432	-	-	-	-
Capital outlay	33,009	-	-	326,668	-
Total expenditures	<u>157,297</u>	<u>7,934</u>	<u>2,716</u>	<u>365,572</u>	<u>24,301</u>
Excess (deficiency) of revenues over (under) expenditures	<u>156,866</u>	<u>123,805</u>	<u>1,032</u>	<u>20,917</u>	<u>10</u>
<b>Other financing sources (uses)</b>					
Transfers in	-	-	-	-	-
Transfers out	-	-	(2,392,116)	-	-
Issuance of debt	32,002	-	-	-	-
Total other financing sources (uses)	<u>32,002</u>	<u>-</u>	<u>(2,392,116)</u>	<u>-</u>	<u>-</u>
Net change in fund balances	188,868	123,805	(2,391,084)	20,917	10
Fund balances - beginning	<u>1,447,479</u>	<u>195,482</u>	<u>2,391,084</u>	<u>132,470</u>	<u>20,427</u>
Fund balances - ending	<u>\$ 1,636,347</u>	<u>\$ 319,287</u>	<u>\$ -</u>	<u>\$ 153,387</u>	<u>\$ 20,437</u>

Continued on next page

**City of Great Falls, Montana**  
**Combining Statement of Revenues, Expenditures, and**  
**Changes in Fund Balances (Continued)**  
**Nonmajor Governmental Funds**  
**For the Year Ended June 30, 2022**

**Special Revenue Funds - continued**

	<b>Permits</b>	<b>Natural Resources</b>	<b>Portage Meadows</b>	<b>Park Maintenance District</b>	<b>Support &amp; Innovation</b>
<b>Revenues</b>					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	1,452,867	-	-	-	-
Intergovernmental	56,919	32,525	-	-	-
Charges for services	-	14,126	-	-	-
Fines and forfeitures	-	-	-	-	-
Internal services	18,246	1,360	-	-	-
Special assessments	-	405,901	64,984	1,496,686	833,690
Investment income (loss)	(795)	631	218	13,760	167
Other	12	4,910	-	-	-
<b>Total revenues</b>	<b>1,527,249</b>	<b>459,453</b>	<b>65,202</b>	<b>1,510,446</b>	<b>833,857</b>
<b>Expenditures</b>					
Current					
General government	-	-	-	-	821,095
Public safety	-	-	-	-	-
Public works	-	-	-	-	-
Culture and recreation	-	736,446	47,684	479,282	-
Housing & development	1,314,170	-	-	-	-
Debt service					
Principal	-	-	-	585,000	-
Interest	-	-	-	118,172	-
Capital outlay	-	-	-	4,176,374	-
<b>Total expenditures</b>	<b>1,314,170</b>	<b>736,446</b>	<b>47,684</b>	<b>5,358,828</b>	<b>821,095</b>
Excess (deficiency) of revenues over (under) expenditures	213,079	(276,993)	17,518	(3,848,382)	12,762
<b>Other financing sources (uses)</b>					
Transfers in	-	256,277	-	-	-
Transfers out	-	-	-	-	-
Issuance of debt	-	-	-	10,000,000	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>256,277</b>	<b>-</b>	<b>10,000,000</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>213,079</b>	<b>(20,716)</b>	<b>17,518</b>	<b>6,151,618</b>	<b>12,762</b>
Fund balances - beginning	531,412	353,467	91,809	1,064,669	68,210
Fund balances - ending	<b>\$ 744,491</b>	<b>\$ 332,751</b>	<b>\$ 109,327</b>	<b>\$ 7,216,287</b>	<b>\$ 80,972</b>

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**City of Great Falls, Montana**  
**Combining Statement of Revenues, Expenditures, and**  
**Changes in Fund Balances (Continued)**  
**Nonmajor Governmental Funds**  
**For the Year Ended June 30, 2022**

**Special Revenue Funds - continued**

	<b>Gas Tax BaRSAA</b>	<b>911 Special Revenue</b>	<b>Police Special Revenue</b>	<b>HIDTA Special Revenue</b>	<b>Fire Special Revenue</b>
<b>Revenues</b>					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-
Intergovernmental	2,292,878	590,159	50,701	138,255	18,911
Charges for services	-	-	13,914	-	6,576
Fines and forfeitures	-	-	44,913	24,739	-
Internal services	-	-	-	-	-
Special assessments	-	-	-	-	-
Investment income (loss)	4,350	1,944	697	1	76
Other	-	-	53,925	(14,375)	2,736
Total revenues	<u>2,297,228</u>	<u>592,103</u>	<u>164,150</u>	<u>148,620</u>	<u>28,299</u>
<b>Expenditures</b>					
Current					
General government	-	-	-	-	-
Public safety	-	143,845	110,840	155,463	16,417
Public works	645,913	-	-	-	-
Culture and recreation	-	-	-	-	-
Housing & development	-	-	-	-	-
Debt service					
Principal	-	-	-	35,970	-
Interest	-	-	-	3,345	-
Capital outlay	129,988	-	-	145,041	53,820
Total expenditures	<u>775,901</u>	<u>143,845</u>	<u>110,840</u>	<u>339,819</u>	<u>70,237</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,521,327</u>	<u>448,258</u>	<u>53,310</u>	<u>(191,199)</u>	<u>(41,938)</u>
<b>Other financing sources (uses)</b>					
Transfers in	50,000	-	-	-	-
Transfers out	-	(346,674)	-	-	-
Issuance of debt	-	-	-	145,041	-
Total other financing sources (uses)	<u>50,000</u>	<u>(346,674)</u>	<u>-</u>	<u>145,041</u>	<u>-</u>
Net change in fund balances	1,571,327	101,584	53,310	(46,158)	(41,938)
Fund balances - beginning	<u>908,993</u>	<u>887,227</u>	<u>212,435</u>	<u>83,670</u>	<u>60,855</u>
Fund balances - ending	<u>\$ 2,480,320</u>	<u>\$ 988,811</u>	<u>\$ 265,745</u>	<u>\$ 37,512</u>	<u>\$ 18,917</u>

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**City of Great Falls, Montana**  
**Combining Statement of Revenues, Expenditures, and**  
**Changes in Fund Balances (Continued)**  
**Nonmajor Governmental Funds**  
**For the Year Ended June 30, 2022**

	<u>Special Revenue Funds - continued</u>			<u>Debt Service Funds</u>	
	<u>Home Grant</u>	<u>Housing Authority</u>	<u>Street Lighting Districts</u>	<u>Soccer Park GO Bond</u>	<u>West Bank TID Bonds</u>
<b>Revenues</b>					
Taxes	\$ -	\$ -	\$ -	\$ 160,552	\$ 870,611
Licenses and permits	-	-	-	-	-
Intergovernmental	78,368	81,312	-	247	11,507
Charges for services	-	1,474,360	-	-	-
Fines and forfeitures	-	-	-	-	-
Internal services	-	-	-	-	-
Special assessments	-	-	1,110,572	-	-
Investment income (loss)	-	-	(9)	164	1,763
Other	10,459	-	(552)	-	-
Total revenues	<u>88,827</u>	<u>1,555,672</u>	<u>1,110,011</u>	<u>160,963</u>	<u>883,881</u>
<b>Expenditures</b>					
Current					
General government	-	1,555,672	1,207,491	4,423	68,178
Public safety	-	-	-	-	-
Public works	-	-	18,936	-	-
Culture and recreation	-	-	-	-	-
Housing & development	113,011	-	-	-	-
Debt service					
Principal	-	-	-	155,000	130,000
Interest	-	-	-	11,599	131,660
Capital outlay	-	-	-	-	425,380
Total expenditures	<u>113,011</u>	<u>1,555,672</u>	<u>1,226,427</u>	<u>171,022</u>	<u>755,218</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(24,184)</u>	<u>-</u>	<u>(116,416)</u>	<u>(10,059)</u>	<u>128,663</u>
<b>Other financing sources (uses)</b>					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Issuance of debt	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(24,184)	-	(116,416)	(10,059)	128,663
Fund balances - beginning	<u>75,473</u>	<u>-</u>	<u>1,645,550</u>	<u>56,174</u>	<u>598,551</u>
Fund balances - ending	<u>\$ 51,289</u>	<u>\$ -</u>	<u>\$ 1,529,134</u>	<u>\$ 46,115</u>	<u>\$ 727,214</u>

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**City of Great Falls, Montana**  
**Combining Statement of Revenues, Expenditures, and**  
**Changes in Fund Balances (Continued)**  
**Nonmajor Governmental Funds**  
**For the Year Ended June 30, 2022**

	<b>Debt Service Funds - continued</b>				<b>Capital Projects Funds</b>
	<b>General Obligation</b>			<b>Master Debt SILD</b>	<b>General Capital Projects</b>
	<b>Downtown TID Bonds</b>	<b>Taxable Bonds</b>	<b>SID Bonds</b>		
<b>Revenues</b>					
Taxes	\$ 1,565,894	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-
Intergovernmental	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-
Internal services	-	-	-	-	-
Special assessments	-	-	-	10,985	-
Investment income (loss)	4,658	200	26	98	855
Other	-	-	-	-	86,304
Total revenues	<u>1,570,552</u>	<u>200</u>	<u>26</u>	<u>11,083</u>	<u>87,159</u>
<b>Expenditures</b>					
Current					
General government	353,327	4	1,281	4	97,869
Public safety	-	-	-	-	-
Public works	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Housing & development	-	-	-	-	-
Debt service					
Principal	250,000	140,000	-	2,849	-
Interest	164,025	5,390	-	459	-
Capital outlay	-	-	-	-	(19,295)
Total expenditures	<u>767,352</u>	<u>145,394</u>	<u>1,281</u>	<u>3,312</u>	<u>78,574</u>
Excess (deficiency) of revenues over (under) expenditures	<u>803,200</u>	<u>(145,194)</u>	<u>(1,255)</u>	<u>7,771</u>	<u>8,585</u>
<b>Other financing sources (uses)</b>					
Transfers in	2,392,116	144,846	-	-	-
Transfers out	-	-	-	-	-
Issuance of debt	-	-	-	-	-
Total other financing sources (uses)	<u>2,392,116</u>	<u>144,846</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	3,195,316	(348)	(1,255)	7,771	8,585
Fund balances - beginning	<u>1,186,599</u>	<u>9,267</u>	<u>47,098</u>	<u>44,192</u>	<u>387,120</u>
Fund balances - ending	<u>\$ 4,381,915</u>	<u>\$ 8,919</u>	<u>\$ 45,843</u>	<u>\$ 51,963</u>	<u>\$ 395,705</u>

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**City of Great Falls, Montana**  
**Combining Statement of Revenues, Expenditures, and Changes in**  
**Fund Balances (Concluded)**  
**Nonmajor Governmental Funds**  
**For the Year Ended June 30, 2022**

**Capital Projects Funds - continued**

	<b>Improvement District Projects</b>	<b>Downtown TID</b>	<b>Hazard Removal</b>	<b>Total Nonmajor Governmental Funds</b>
<b>Revenues</b>				
Taxes	\$ -	\$ -	\$ -	\$ 4,325,306
Licenses and permits	-	-	-	1,557,383
Intergovernmental	-	-	-	4,129,620
Charges for services	-	-	-	1,631,658
Fines and forfeitures	-	-	-	76,780
Internal services	-	-	-	128,612
Special assessments	-	-	-	3,922,818
Investment income (loss)	13	9,254	85	44,245
Other	-	-	-	730,105
<b>Total revenues</b>	<b>13</b>	<b>9,254</b>	<b>85</b>	<b>16,546,527</b>
<b>Expenditures</b>				
Current				
General government	1	-	-	5,533,647
Public safety	-	-	-	426,565
Public works	-	-	-	664,849
Culture and recreation	-	-	-	3,785,627
Housing & development	-	216	23,999	1,451,396
Debt service				
Principal	-	-	-	1,360,598
Interest	-	-	-	469,082
Capital outlay	-	2,474,259	-	7,744,997
<b>Total expenditures</b>	<b>1</b>	<b>2,474,475</b>	<b>23,999</b>	<b>21,436,761</b>
Excess (deficiency) of revenues over (under) expenditures	12	(2,465,221)	(23,914)	(4,890,234)
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	3,465,171
Transfers out	-	-	-	(2,738,790)
Issuance of debt	-	-	-	10,177,043
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>10,903,424</b>
Net change in fund balances	12	(2,465,221)	(23,914)	6,013,190
Fund balances - beginning	5,814	5,023,787	44,846	19,615,145
Fund balances - ending	<u>\$ 5,826</u>	<u>\$ 2,558,566</u>	<u>\$ 20,932</u>	<u>\$ 25,628,335</u>

**City of Great Falls, Montana**  
**Combining Schedule of Revenues, Expenditures**  
**and Changes In Fund Balances**  
**Budget and Actual**  
**Nonmajor Governmental Funds**  
**For the Year Ended June 30, 2022**

	<b>Special Revenue Funds</b>			
	<b>Park &amp; Recreation</b>		<b>Parkland Trust</b>	
	<b>Final Budget</b>	<b>Actual</b>	<b>Final Budget</b>	<b>Actual</b>
<b>Revenues</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	37,300	-	-	-
Charges for services	1,000	326	-	-
Fines and forfeitures	-	-	-	-
Internal services	-	-	-	-
Special assessments	-	-	-	-
Investment income (loss)	-	(3,645)	-	296
Other	101,552	178,634	-	-
Total revenues	<u>139,852</u>	<u>175,315</u>	<u>-</u>	<u>296</u>
<b>Expenditures</b>				
Current				
General government				
Personal services	-	-	-	-
Operations and maintenance	-	-	-	-
Public safety				
Personal services	-	-	-	-
Operation and maintenance	-	-	-	-
Public works				
Operations and maintenance	-	-	-	-
Culture and recreation				
Personal services	-	-	-	-
Operations and maintenance	131,920	436,406	-	12
Housing and development				
Personal services	-	-	-	-
Operations and maintenance	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Capital outlay	174,104	(247)	-	-
Total expenditures	<u>306,024</u>	<u>436,159</u>	<u>-</u>	<u>12</u>
Revenues over (under) expenditures	<u>(166,172)</u>	<u>(260,844)</u>	<u>-</u>	<u>284</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Issuance of debt	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net changes in fund balance	<u>\$ (166,172)</u>	<u>(260,844)</u>	<u>\$ -</u>	<u>284</u>
<b>Fund balance - beginning</b>		<u>907,229</u>		<u>134,334</u>
<b>Fund balance - ending</b>		<u>\$ 646,385</u>		<u>\$ 134,618</u>

Continued on next page

**City of Great Falls, Montana**  
**Combining Schedule of Revenues, Expenditures**  
**and Changes In Fund Balances**  
**Budget and Actual (Continued)**  
**Nonmajor Governmental Funds**  
**For the Year Ended June 30, 2022**

**Special Revenue Funds - continued**

	<b>Library</b>		<b>Library Foundation</b>	
	<b>Final Budget</b>	<b>Actual</b>	<b>Final Budget</b>	<b>Actual</b>
<b>Revenues</b>				
Taxes	\$ 874,975	\$ 912,621	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	283,580	283,666	10,000	-
Charges for services	30,450	34,485	-	-
Fines and forfeitures	7,500	7,128	-	-
Internal services	-	-	-	-
Special assessments	-	-	-	-
Investment income (loss)	2,500	879	1,100	701
Other	10,000	16,822	319,256	362,670
	<u>1,209,005</u>	<u>1,255,601</u>	<u>330,356</u>	<u>363,371</u>
Total revenues				
<b>Expenditures</b>				
Current				
General government				
Personal services	-	-	-	-
Operations and maintenance	-	-	-	-
Public safety				
Personal services	-	-	-	-
Operation and maintenance	-	-	-	-
Public works				
Operations and maintenance	-	-	-	-
Culture and recreation				
Personal services	1,238,322	1,224,435	-	-
Operations and maintenance	293,108	544,289	604,527	317,073
Housing and development				
Personal services	-	-	-	-
Operations and maintenance	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Capital outlay	260,000	-	-	-
	<u>1,791,430</u>	<u>1,768,724</u>	<u>604,527</u>	<u>317,073</u>
Total expenditures				
Revenues over (under) expenditures	<u>(582,425)</u>	<u>(513,123)</u>	<u>(274,171)</u>	<u>46,298</u>
<b>Other financing sources (uses)</b>				
Transfers in	350,000	350,000	-	-
Transfers out	-	-	-	-
Issuance of debt	-	-	-	-
Total other financing sources (uses)	<u>350,000</u>	<u>350,000</u>	<u>-</u>	<u>-</u>
Net changes in fund balance	<u>\$ (232,425)</u>	<u>(163,123)</u>	<u>\$ (274,171)</u>	<u>46,298</u>
<b>Fund balance - beginning</b>		<u>652,588</u>		<u>296,021</u>
<b>Fund balance - ending</b>		<u>\$ 489,465</u>		<u>\$ 342,319</u>

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**City of Great Falls, Montana**  
**Combining Schedule of Revenues, Expenditures**  
**and Changes In Fund Balances**  
**Budget and Actual (Continued)**  
**Nonmajor Governmental Funds**  
**For the Year Ended June 30, 2022**

	<b>Special Revenue Funds - continued</b>			
	<b>Planning &amp; Community Development</b>		<b>Central Montana Ag Tech Park TID</b>	
	<b>Final Budget</b>	<b>Actual</b>	<b>Final Budget</b>	<b>Actual</b>
<b>Revenues</b>				
Taxes	\$ -	\$ -	\$ 368,000	\$ 302,436
Licenses and permits	101,155	104,516	-	-
Intergovernmental	594,687	457,204	3,517	8,386
Charges for services	245,489	87,871	-	-
Fines and forfeitures	-	-	-	-
Internal services	206,296	109,006	-	-
Special assessments	-	-	-	-
Investment income (loss)	-	4	-	3,341
Other	30,000	28,560	-	-
	<u>1,177,627</u>	<u>787,161</u>	<u>371,517</u>	<u>314,163</u>
Total revenues				
<b>Expenditures</b>				
Current				
General government				
Personal services	1,100,864	924,670	-	-
Operations and maintenance	420,136	397,700	26,443	28,077
Public safety				
Personal services	-	-	-	-
Operation and maintenance	-	-	-	-
Public works				
Operations and maintenance	-	-	-	-
Culture and recreation				
Personal services	-	-	-	-
Operations and maintenance	-	-	-	-
Housing and development				
Personal services	-	-	-	-
Operations and maintenance	-	-	-	-
Debt service				
Principal	-	-	61,000	61,779
Interest	-	-	34,901	34,432
Capital outlay	-	-	32,002	33,009
	<u>1,521,000</u>	<u>1,322,370</u>	<u>154,346</u>	<u>157,297</u>
Total expenditures				
Revenues over (under) expenditures	<u>(343,373)</u>	<u>(535,209)</u>	<u>217,171</u>	<u>156,866</u>
<b>Other financing sources (uses)</b>				
Transfers in	271,932	271,932	-	-
Transfers out	-	-	-	-
Issuance of debt	-	-	32,002	32,002
Total other financing sources (uses)	<u>271,932</u>	<u>271,932</u>	<u>32,002</u>	<u>32,002</u>
Net changes in fund balance	<u>\$ (71,441)</u>	<u>(263,277)</u>	<u>\$ 249,173</u>	<u>188,868</u>
<b>Fund balance - beginning</b>		<u>50,813</u>		<u>1,447,479</u>
<b>Fund balance - ending</b>		<u>\$ (212,464)</u>		<u>\$ 1,636,347</u>

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**City of Great Falls, Montana**  
**Combining Schedule of Revenues, Expenditures**  
**and Changes In Fund Balances**  
**Budget and Actual (Continued)**  
**Nonmajor Governmental Funds**  
**For the Year Ended June 30, 2022**

**Special Revenue Funds - continued**

	<u>Airport TID</u>		<u>Downtown TID</u>	
	<u>Final Budget</u>	<u>Actual</u>	<u>Final Budget</u>	<u>Actual</u>
<b>Revenues</b>				
Taxes	\$ 98,000	\$ 127,895	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	23	3,358	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Internal services	-	-	-	-
Special assessments	-	-	-	-
Investment income (loss)	-	486	-	3,748
Other	-	-	-	-
	<u>98,023</u>	<u>131,739</u>	<u>-</u>	<u>3,748</u>
Total revenues				
<b>Expenditures</b>				
Current				
General government				
Personal services	-	-	-	-
Operations and maintenance	7,918	7,934	-	2,716
Public safety				
Personal services	-	-	-	-
Operation and maintenance	-	-	-	-
Public works				
Operations and maintenance	-	-	-	-
Culture and recreation				
Personal services	-	-	-	-
Operations and maintenance	-	-	-	-
Housing and development				
Personal services	-	-	-	-
Operations and maintenance	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Capital outlay	-	-	-	-
	<u>7,918</u>	<u>7,934</u>	<u>-</u>	<u>2,716</u>
Total expenditures				
Revenues over (under) expenditures	<u>90,105</u>	<u>123,805</u>	<u>-</u>	<u>1,032</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	-	-	(2,392,116)	(2,392,116)
Issuance of debt	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(2,392,116)</u>	<u>(2,392,116)</u>
Net changes in fund balance	<u>\$ 90,105</u>	<u>123,805</u>	<u>\$ (2,392,116)</u>	<u>(2,391,084)</u>
<b>Fund balance - beginning</b>		<u>195,482</u>		<u>2,391,084</u>
<b>Fund balance - ending</b>		<u>\$ 319,287</u>		<u>\$ -</u>

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**City of Great Falls, Montana**  
**Combining Schedule of Revenues, Expenditures**  
**and Changes In Fund Balances**  
**Budget and Actual (Continued)**  
**Nonmajor Governmental Funds**  
**For the Year Ended June 30, 2022**

**Special Revenue Funds - continued**

	<b>East Industrial Ag</b>		<b>Economic Revolving</b>	
	<b>Tech Park TID</b>			
	<b>Final Budget</b>	<b>Actual</b>	<b>Final Budget</b>	<b>Actual</b>
<b>Revenues</b>				
Taxes	\$ 514,000	\$ 385,297	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	-	924	24,300	24,300
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Internal services	-	-	-	-
Special assessments	-	-	-	-
Investment income (loss)	-	268	-	11
Other	-	-	-	-
Total revenues	<u>514,000</u>	<u>386,489</u>	<u>24,300</u>	<u>24,311</u>
<b>Expenditures</b>				
Current				
General government				
Personal services		-	-	-
Operations and maintenance	38,894	38,904	24,300	24,301
Public safety				
Personal services	-	-	-	-
Operation and maintenance	-	-	-	-
Public works				
Operations and maintenance	-	-	-	-
Culture and recreation				
Personal services	-	-	-	-
Operations and maintenance	-	-	-	-
Housing and development				
Personal services	-	-	-	-
Operations and maintenance	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Capital outlay	436,900	326,668	-	-
Total expenditures	<u>475,794</u>	<u>365,572</u>	<u>24,300</u>	<u>24,301</u>
Revenues over (under) expenditures	<u>38,206</u>	<u>20,917</u>	<u>-</u>	<u>10</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Issuance of debt	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net changes in fund balance	<u>\$ 38,206</u>	<u>20,917</u>	<u>\$ -</u>	<u>10</u>
<b>Fund balance - beginning</b>		<u>132,470</u>		<u>20,427</u>
<b>Fund balance - ending</b>		<u>\$ 153,387</u>		<u>\$ 20,437</u>

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**City of Great Falls, Montana**  
**Combining Schedule of Revenues, Expenditures**  
**and Changes In Fund Balances**  
**Budget and Actual (Continued)**  
**Nonmajor Governmental Funds**  
**For the Year Ended June 30, 2022**

**Special Revenue Funds - continued**

	<u>Permits</u>		<u>Natural Resources</u>	
	<u>Final Budget</u>	<u>Actual</u>	<u>Final Budget</u>	<u>Actual</u>
<b>Revenues</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	947,475	1,452,867	-	-
Intergovernmental	56,918	56,919	32,525	32,525
Charges for services	-	-	14,000	14,126
Fines and forfeitures	-	-	-	-
Internal services	18,246	18,246	1,000	1,360
Special assessments	-	-	431,617	405,901
Investment income (loss)	-	(795)	-	631
Other	15,000	12	4,750	4,910
	<u>1,037,639</u>	<u>1,527,249</u>	<u>483,892</u>	<u>459,453</u>
Total revenues				
<b>Expenditures</b>				
Current				
General government				
Personal services	-	-	-	-
Operations and maintenance	-	-	-	-
Public safety				
Personal services	-	-	-	-
Operation and maintenance	-	-	-	-
Public works				
Operations and maintenance	-	-	-	-
Culture and recreation				
Personal services	-	-	507,256	459,791
Operations and maintenance	-	-	520,122	276,655
Housing and development				
Personal services	1,072,394	1,061,097	-	-
Operations and maintenance	360,085	253,073	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Capital outlay	-	-	-	-
	<u>1,432,479</u>	<u>1,314,170</u>	<u>1,027,378</u>	<u>736,446</u>
Total expenditures				
Revenues over (under) expenditures	<u>(394,840)</u>	<u>213,079</u>	<u>(543,486)</u>	<u>(276,993)</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	256,277	256,277
Transfers out	-	-	-	-
Issuance of debt	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>256,277</u>	<u>256,277</u>
Net changes in fund balance	<u>\$ (394,840)</u>	<u>213,079</u>	<u>\$ (287,209)</u>	<u>(20,716)</u>
<b>Fund balance - beginning</b>		<u>531,412</u>		<u>353,467</u>
<b>Fund balance - ending</b>		<u>\$ 744,491</u>		<u>\$ 332,751</u>

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**City of Great Falls, Montana**  
**Combining Schedule of Revenues, Expenditures**  
**and Changes In Fund Balances**  
**Budget and Actual (Continued)**  
**Nonmajor Governmental Funds**  
**For the Year Ended June 30, 2022**

**Special Revenue Funds - continued**

	<b>Portage Meadows</b>		<b>Park Maintenance District</b>	
	<b>Final Budget</b>	<b>Actual</b>	<b>Final Budget</b>	<b>Actual</b>
<b>Revenues</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Internal services	-	-	-	-
Special assessments	65,252	64,984	1,500,000	1,496,686
Investment income (loss)	-	218	-	13,760
Other	-	-	-	-
<b>Total revenues</b>	<b>65,252</b>	<b>65,202</b>	<b>1,500,000</b>	<b>1,510,446</b>
<b>Expenditures</b>				
<b>Current</b>				
General government				
Personal services	-	-	-	-
Operations and maintenance	-	-	-	-
Public safety				
Personal services	-	-	-	-
Operation and maintenance	-	-	-	-
Public works				
Operations and maintenance	-	-	-	-
Culture and recreation				
Personal services	16,222	-	247,289	193,748
Operations and maintenance	50,851	47,684	2,027,020	285,534
Housing and development				
Personal services	-	-	-	-
Operations and maintenance	-	-	-	-
Debt service				
Principal	-	-	515,000	585,000
Interest	-	-	210,443	118,172
Capital outlay	-	-	10,208,867	4,176,374
<b>Total expenditures</b>	<b>67,073</b>	<b>47,684</b>	<b>13,208,619</b>	<b>5,358,828</b>
<b>Revenues over (under) expenditures</b>	<b>(1,821)</b>	<b>17,518</b>	<b>(11,708,619)</b>	<b>(3,848,382)</b>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Issuance of debt	-	-	10,000,000	10,000,000
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>10,000,000</b>	<b>10,000,000</b>
<b>Net changes in fund balance</b>	<b>\$ (1,821)</b>	<b>17,518</b>	<b>\$ (1,708,619)</b>	<b>6,151,618</b>
<b>Fund balance - beginning</b>		<b>91,809</b>		<b>1,064,669</b>
<b>Fund balance - ending</b>		<b>\$ 109,327</b>		<b>\$ 7,216,287</b>

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**City of Great Falls, Montana**  
**Combining Schedule of Revenues, Expenditures**  
**and Changes In Fund Balances**  
**Budget and Actual (Continued)**  
**Nonmajor Governmental Funds**  
**For the Year Ended June 30, 2022**

**Special Revenue Funds - continued**

	<b>Support &amp; Innovation</b>		<b>Gas Tax BaRSAA</b>	
	<b>Final Budget</b>	<b>Actual</b>	<b>Final Budget</b>	<b>Actual</b>
<b>Revenues</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	-	-	2,292,878	2,292,878
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Internal services	-	-	-	-
Special assessments	764,216	833,690	-	-
Investment income (loss)	-	167	-	4,350
Other	-	-	-	-
Total revenues	<u>764,216</u>	<u>833,857</u>	<u>2,292,878</u>	<u>2,297,228</u>
<b>Expenditures</b>				
Current				
General government				
Personal services	-	-	-	-
Operations and maintenance	788,214	821,095	-	-
Public safety				
Personal services	-	-	-	-
Operation and maintenance	-	-	-	-
Public works				
Operations and maintenance	-	-	645,808	645,913
Culture and recreation				
Personal services	-	-	-	-
Operations and maintenance	-	-	-	-
Housing and development				
Personal services	-	-	-	-
Operations and maintenance	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Capital outlay	-	-	2,325,000	129,988
Total expenditures	<u>788,214</u>	<u>821,095</u>	<u>2,970,808</u>	<u>775,901</u>
Revenues over (under) expenditures	<u>(23,998)</u>	<u>12,762</u>	<u>(677,930)</u>	<u>1,521,327</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	50,000	50,000
Transfers out	-	-	-	-
Issuance of debt	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>50,000</u>	<u>50,000</u>
Net changes in fund balance	<u>\$ (23,998)</u>	<u>12,762</u>	<u>\$ (627,930)</u>	<u>1,571,327</u>
<b>Fund balance - beginning</b>		<u>68,210</u>		<u>908,993</u>
<b>Fund balance - ending</b>		<u>\$ 80,972</u>		<u>\$ 2,480,320</u>

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**City of Great Falls, Montana**  
**Combining Schedule of Revenues, Expenditures**  
**and Changes In Fund Balances**  
**Budget and Actual (Continued)**  
**Nonmajor Governmental Funds**  
**For the Year Ended June 30, 2022**

**Special Revenue Funds - continued**

	<b>911 Special Revenue</b>		<b>Police Special Revenue</b>	
	<b>Final Budget</b>	<b>Actual</b>	<b>Final Budget</b>	<b>Actual</b>
<b>Revenues</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	612,447	590,159	72,146	50,701
Charges for services	-	-	8,050	13,914
Fines and forfeitures	-	-	-	44,913
Internal services	-	-	-	-
Special assessments	-	-	-	-
Investment income (loss)	-	1,944	-	697
Other	-	-	-	53,925
<b>Total revenues</b>	<b>612,447</b>	<b>592,103</b>	<b>80,196</b>	<b>164,150</b>
<b>Expenditures</b>				
<b>Current</b>				
General government				
Personal services	-	-	-	-
Operations and maintenance	-	-	-	-
Public safety				
Personal services	-	-	-	-
Operation and maintenance	145,000	143,845	43,335	110,840
Public works				
Operations and maintenance	-	-	-	-
Culture and recreation				
Personal services	-	-	-	-
Operations and maintenance	-	-	-	-
Housing and development				
Personal services	-	-	-	-
Operations and maintenance	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Capital outlay	-	-	-	-
<b>Total expenditures</b>	<b>145,000</b>	<b>143,845</b>	<b>43,335</b>	<b>110,840</b>
Revenues over (under) expenditures	467,447	448,258	36,861	53,310
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	(346,674)	(346,674)	-	-
Issuance of debt	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>(346,674)</b>	<b>(346,674)</b>	<b>-</b>	<b>-</b>
Net changes in fund balance	\$ 120,773	101,584	\$ 36,861	53,310
<b>Fund balance - beginning</b>		<b>887,227</b>		<b>212,435</b>
<b>Fund balance - ending</b>		<b>\$ 988,811</b>		<b>\$ 265,745</b>

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**City of Great Falls, Montana**  
**Combining Schedule of Revenues, Expenditures**  
**and Changes In Fund Balances**  
**Budget and Actual (Continued)**  
**Nonmajor Governmental Funds**  
**For the Year Ended June 30, 2022**

**Special Revenue Funds - continued**

	<b>HIDTA Special Revenue</b>		<b>Fire Special Revenue</b>	
	<b>Final Budget</b>	<b>Actual</b>	<b>Final Budget</b>	<b>Actual</b>
<b>Revenues</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	216,975	138,255	40,000	18,911
Charges for services	-	-	6,500	6,576
Fines and forfeitures	-	24,739	-	-
Internal services	-	-	-	-
Special assessments	-	-	-	-
Investment income (loss)	-	1	-	76
Other	-	(14,375)	100	2,736
	<u>216,975</u>	<u>148,620</u>	<u>46,600</u>	<u>28,299</u>
Total revenues				
<b>Expenditures</b>				
Current				
General government				
Personal services	-	-	-	-
Operations and maintenance	-	-	-	-
Public safety				
Personal services	69,998	71,766	-	-
Operation and maintenance	146,977	83,697	40,000	16,417
Public works				
Operations and maintenance	-	-	-	-
Culture and recreation				
Personal services	-	-	-	-
Operations and maintenance	-	-	-	-
Housing and development				
Personal services	-	-	-	-
Operations and maintenance	-	-	-	-
Debt service				
Principal	-	35,970	-	-
Interest	-	3,345	-	-
Capital outlay	-	145,041	53,820	53,820
	<u>216,975</u>	<u>339,819</u>	<u>93,820</u>	<u>70,237</u>
Total expenditures				
Revenues over (under) expenditures	-	(191,199)	(47,220)	(41,938)
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Issuance of debt	-	145,041	-	-
Total other financing sources (uses)	<u>-</u>	<u>145,041</u>	<u>-</u>	<u>-</u>
Net changes in fund balance	<u>\$ -</u>	<u>(46,158)</u>	<u>\$ (47,220)</u>	<u>(41,938)</u>
<b>Fund balance - beginning</b>		<u>83,670</u>		<u>60,855</u>
<b>Fund balance - ending</b>		<u>\$ 37,512</u>		<u>\$ 18,917</u>

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**City of Great Falls, Montana**  
**Combining Schedule of Revenues, Expenditures**  
**and Changes In Fund Balances**  
**Budget and Actual (Continued)**  
**Nonmajor Governmental Funds**  
**For the Year Ended June 30, 2022**

**Special Revenue Funds - continued**

	<u>Home Grant</u>		<u>Housing Authority</u>	
	<u>Final Budget</u>	<u>Actual</u>	<u>Final Budget</u>	<u>Actual</u>
<b>Revenues</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	283,494	78,368	81,312	81,312
Charges for services	-	-	1,587,641	1,474,360
Fines and forfeitures	-	-	-	-
Internal services	-	-	-	-
Special assessments	-	-	-	-
Investment income (loss)	-	-	-	-
Other	-	10,459	-	-
	<u>283,494</u>	<u>88,827</u>	<u>1,668,953</u>	<u>1,555,672</u>
Total revenues	<u>283,494</u>	<u>88,827</u>	<u>1,668,953</u>	<u>1,555,672</u>
<b>Expenditures</b>				
Current				
General government				
Personal services	-	-	1,624,484	1,512,035
Operations and maintenance	-	-	44,469	43,637
Public safety				
Personal services	-	-	-	-
Operation and maintenance	-	-	-	-
Public works				
Operations and maintenance	-	-	-	-
Culture and recreation				
Personal services	-	-	-	-
Operations and maintenance	-	-	-	-
Housing and development				
Personal services	24,339	27,343	-	-
Operations and maintenance	259,155	85,668	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Capital outlay	-	-	-	-
	<u>283,494</u>	<u>113,011</u>	<u>1,668,953</u>	<u>1,555,672</u>
Total expenditures	<u>283,494</u>	<u>113,011</u>	<u>1,668,953</u>	<u>1,555,672</u>
Revenues over (under) expenditures	<u>-</u>	<u>(24,184)</u>	<u>-</u>	<u>-</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Issuance of debt	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net changes in fund balance	<u>\$ -</u>	<u>(24,184)</u>	<u>\$ -</u>	<u>-</u>
<b>Fund balance - beginning</b>		<u>75,473</u>		<u>-</u>
<b>Fund balance - ending</b>		<u>\$ 51,289</u>		<u>\$ -</u>

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**City of Great Falls, Montana**  
**Combining Schedule of Revenues, Expenditures**  
**and Changes In Fund Balances**  
**Budget and Actual (Continued)**  
**Nonmajor Governmental Funds**  
**For the Year Ended June 30, 2022**

	<u>Special Revenue Funds</u>		<u>Debt Service Funds</u>	
	<u>Street Lighting Districts</u>		<u>Soccer Park GO Bond</u>	
	<u>Final Budget</u>	<u>Actual</u>	<u>Final Budget</u>	<u>Actual</u>
<b>Revenues</b>				
Taxes	\$ -	\$ -	\$ 164,500	\$ 160,552
Licenses and permits	-	-	-	-
Intergovernmental	-	-	-	247
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Internal services	-	-	-	-
Special assessments	1,111,842	1,110,572	-	-
Investment income (loss)	-	(9)	-	164
Other	-	(552)	-	-
	<u>1,111,842</u>	<u>1,110,011</u>	<u>164,500</u>	<u>160,963</u>
Total revenues				
<b>Expenditures</b>				
Current				
General government				
Personal services	-	-	-	-
Operations and maintenance	1,383,688	1,207,491	4,415	4,423
Public safety				
Personal services	-	-	-	-
Operation and maintenance	-	-	-	-
Public works				
Operations and maintenance	32,647	18,936	-	-
Culture and recreation				
Personal services	-	-	-	-
Operations and maintenance	-	-	-	-
Housing and development				
Personal services	-	-	-	-
Operations and maintenance	-	-	-	-
Debt service				
Principal	-	-	155,000	155,000
Interest	-	-	11,598	11,599
Capital outlay	-	-	-	-
	<u>1,416,335</u>	<u>1,226,427</u>	<u>171,013</u>	<u>171,022</u>
Total expenditures				
Revenues over (under) expenditures	<u>(304,493)</u>	<u>(116,416)</u>	<u>(6,513)</u>	<u>(10,059)</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Issuance of debt	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net changes in fund balance	<u>\$ (304,493)</u>	<u>(116,416)</u>	<u>\$ (6,513)</u>	<u>(10,059)</u>
<b>Fund balance - beginning</b>		<u>1,645,550</u>		<u>56,174</u>
<b>Fund balance - ending</b>		<u>\$ 1,529,134</u>		<u>\$ 46,115</u>

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**City of Great Falls, Montana**  
**Combining Schedule of Revenues, Expenditures**  
**and Changes In Fund Balances**  
**Budget and Actual (Continued)**  
**Nonmajor Governmental Funds**  
**For the Year Ended June 30, 2022**

**Debt Service Funds - continued**

	<b>West Bank TID Bonds</b>		<b>Downtown TID Bonds</b>	
	<b>Final Budget</b>	<b>Actual</b>	<b>Final Budget</b>	<b>Actual</b>
<b>Revenues</b>				
Taxes	\$ 861,000	\$ 870,611	\$ 1,582,000	\$ 1,565,894
Licenses and permits	-	-	-	-
Intergovernmental	4,684	11,507	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Internal services	-	-	-	-
Special assessments	-	-	-	-
Investment income (loss)	-	1,763	-	4,658
Other	-	-	-	-
Total revenues	<u>865,684</u>	<u>883,881</u>	<u>1,582,000</u>	<u>1,570,552</u>
<b>Expenditures</b>				
<b>Current</b>				
General government				
Personal services	-	-	-	-
Operations and maintenance	66,060	68,178	338,858	353,327
Public safety				
Personal services	-	-	-	-
Operation and maintenance	-	-	-	-
Public works				
Operations and maintenance	-	-	-	-
Culture and recreation				
Personal services	-	-	-	-
Operations and maintenance	-	-	-	-
Housing and development				
Personal services	-	-	-	-
Operations and maintenance	-	-	-	-
Debt service				
Principal	130,000	130,000	250,000	250,000
Interest	131,610	131,660	164,025	164,025
Capital outlay	425,380	425,380	183,785	-
Total expenditures	<u>753,050</u>	<u>755,218</u>	<u>936,668</u>	<u>767,352</u>
Revenues over (under) expenditures	<u>112,634</u>	<u>128,663</u>	<u>645,332</u>	<u>803,200</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	2,392,116	2,392,116
Transfers out	-	-	-	-
Issuance of debt	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>2,392,116</u>	<u>2,392,116</u>
Net changes in fund balance	<u>\$ 112,634</u>	<u>128,663</u>	<u>\$ 3,037,448</u>	<u>3,195,316</u>
<b>Fund balance - beginning</b>		<u>598,551</u>		<u>1,186,599</u>
<b>Fund balance - ending</b>		<u>\$ 727,214</u>		<u>\$ 4,381,915</u>

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**City of Great Falls, Montana**  
**Combining Schedule of Revenues, Expenditures**  
**and Changes In Fund Balances**  
**Budget and Actual (Continued)**  
**Nonmajor Governmental Funds**  
**For the Year Ended June 30, 2022**

**Debt Service Funds - continued**

	<b>General Obligation Taxable</b>			
	<b>Bonds</b>		<b>SID Bonds</b>	
	<b>Final Budget</b>	<b>Actual</b>	<b>Final Budget</b>	<b>Actual</b>
<b>Revenues</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Internal services	-	-	-	-
Special assessments	-	-	-	-
Investment income (loss)	-	200	-	26
Other	-	-	-	-
Total revenues	<u>-</u>	<u>200</u>	<u>-</u>	<u>26</u>
<b>Expenditures</b>				
Current				
General government				
Personal services	-	-	-	-
Operations and maintenance	-	4	1,280	1,281
Public safety				
Personal services	-	-	-	-
Operation and maintenance	-	-	-	-
Public works				
Operations and maintenance	-	-	-	-
Culture and recreation				
Personal services	-	-	-	-
Operations and maintenance	-	-	-	-
Housing and development				
Personal services	-	-	-	-
Operations and maintenance	-	-	-	-
Debt service				
Principal	140,000	140,000	-	-
Interest	5,390	5,390	-	-
Capital outlay	-	-	-	-
Total expenditures	<u>145,390</u>	<u>145,394</u>	<u>1,280</u>	<u>1,281</u>
Revenues over (under) expenditures	<u>(145,390)</u>	<u>(145,194)</u>	<u>(1,280)</u>	<u>(1,255)</u>
<b>Other financing sources (uses)</b>				
Transfers in	144,846	144,846	-	-
Transfers out	-	-	-	-
Issuance of debt	-	-	-	-
Total other financing sources (uses)	<u>144,846</u>	<u>144,846</u>	<u>-</u>	<u>-</u>
Net changes in fund balance	<u>\$ (544)</u>	<u>(348)</u>	<u>\$ (1,280)</u>	<u>(1,255)</u>
<b>Fund balance - beginning</b>		<u>9,267</u>		<u>47,098</u>
<b>Fund balance - ending</b>		<u>\$ 8,919</u>		<u>\$ 45,843</u>

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**City of Great Falls, Montana**  
**Combining Schedule of Revenues, Expenditures**  
**and Changes In Fund Balances**  
**Budget and Actual (Continued)**  
**Nonmajor Governmental Funds**  
**For the Year Ended June 30, 2022**

	<b>Debt Service Funds</b>		<b>Capital Projects Funds</b>	
	<b>Master Debt SILD</b>		<b>General Capital Projects</b>	
	<b>Final Budget</b>	<b>Actual</b>	<b>Final Budget</b>	<b>Actual</b>
<b>Revenues</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Internal services	-	-	-	-
Special assessments	15,984	10,985	-	-
Investment income (loss)	-	98	-	855
Other	-	-	21,603	86,304
<b>Total revenues</b>	<b>15,984</b>	<b>11,083</b>	<b>21,603</b>	<b>87,159</b>
<b>Expenditures</b>				
Current				
General government				
Personal services	-	-	-	-
Operations and maintenance	-	4	25,244	97,869
Public safety				
Personal services	-	-	-	-
Operation and maintenance	-	-	-	-
Public works				
Operations and maintenance	-	-	-	-
Culture and recreation				
Personal services	-	-	-	-
Operations and maintenance	-	-	-	-
Housing and development				
Personal services	-	-	-	-
Operations and maintenance	-	-	-	-
Debt service				
Principal	3,308	2,849	-	-
Interest	-	459	-	-
Capital outlay	-	-	165,705	(19,295)
<b>Total expenditures</b>	<b>3,308</b>	<b>3,312</b>	<b>190,949</b>	<b>78,574</b>
<b>Revenues over (under) expenditures</b>	<b>12,676</b>	<b>7,771</b>	<b>(169,346)</b>	<b>8,585</b>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Issuance of debt	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net changes in fund balance</b>	<b>\$ 12,676</b>	<b>7,771</b>	<b>\$ (169,346)</b>	<b>8,585</b>
<b>Fund balance - beginning</b>		<b>44,192</b>		<b>387,120</b>
<b>Fund balance - ending</b>		<b>\$ 51,963</b>		<b>\$ 395,705</b>

Continued on next page

**City of Great Falls, Montana**  
**Combining Schedule of Revenues, Expenditures**  
**and Changes In Fund Balances**  
**Budget and Actual (Continued)**  
**Nonmajor Governmental Funds**  
**For the Year Ended June 30, 2022**

**Capital Projects Funds - continued**

	<b>Improvement District Projects</b>		<b>Downtown TID</b>	
	<b>Final Budget</b>	<b>Actual</b>	<b>Final Budget</b>	<b>Actual</b>
<b>Revenues</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Internal services	-	-	-	-
Special assessments	-	-	-	-
Investment income (loss)	-	13	-	9,254
Other	-	-	-	-
<b>Total revenues</b>	<b>-</b>	<b>13</b>	<b>-</b>	<b>9,254</b>
<b>Expenditures</b>				
<b>Current</b>				
General government				
Personal services	-	-	-	-
Operations and maintenance	-	1	-	-
Public safety				
Personal services	-	-	-	-
Operation and maintenance	-	-	-	-
Public works				
Operations and maintenance	-	-	-	-
Culture and recreation				
Personal services	-	-	-	-
Operations and maintenance	-	-	-	-
Housing and development				
Personal services	-	-	-	-
Operations and maintenance	-	-	-	216
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Capital outlay	-	-	5,021,312	2,474,259
<b>Total expenditures</b>	<b>-</b>	<b>1</b>	<b>5,021,312</b>	<b>2,474,475</b>
Revenues over (under) expenditures	-	12	(5,021,312)	(2,465,221)
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Issuance of debt	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Net changes in fund balance	\$ -	12	\$ (5,021,312)	(2,465,221)
<b>Fund balance - beginning</b>		<b>5,814</b>		<b>5,023,787</b>
<b>Fund balance - ending</b>		<b>\$ 5,826</b>		<b>\$ 2,558,566</b>

Continued on next page

**City of Great Falls, Montana**  
**Combining Schedule of Revenues, Expenditures**  
**and Changes In Fund Balances**  
**Budget and Actual (Concluded)**  
**Nonmajor Governmental Funds**  
**For the Year Ended June 30, 2022**

	<u>Capital Projects Funds</u>		<u>Total Nonmajor Governmental Funds</u>	
	<u>Hazard Removal</u>		<u>Funds</u>	
	<u>Final Budget</u>	<u>Actual</u>	<u>Final Budget</u>	<u>Actual</u>
<b>Revenues</b>				
Taxes	\$ -	\$ -	\$ 4,462,475	\$ 4,325,306
Licenses and permits	-	-	1,048,630	1,557,383
Intergovernmental	-	-	4,646,786	4,129,620
Charges for services	-	-	1,893,130	1,631,658
Fines and forfeitures	-	-	7,500	76,780
Internal services	-	-	225,542	128,612
Special assessments	-	-	3,888,911	3,922,818
Investment income (loss)	-	85	3,600	44,245
Other	-	-	502,261	730,105
	<u>-</u>	<u>85</u>	<u>16,678,835</u>	<u>16,546,527</u>
<b>Expenditures</b>				
Current				
General government				
Personal services	-	-	2,725,348	2,436,705
Operations and maintenance	-	-	3,169,920	3,096,942
Public safety				
Personal services	-	-	69,998	71,766
Operation and maintenance	-	-	375,312	354,799
Public works				
Operations and maintenance	-	-	645,808	664,849
Culture and recreation				
Personal services	-	-	2,009,089	1,877,974
Operations and maintenance	-	-	3,627,548	1,907,653
Housing and development				
Personal services	-	-	1,096,733	1,088,440
Operations and maintenance	23,995	23,999	643,235	362,956
Debt service				
Principal	-	-	1,254,308	1,360,598
Interest	-	-	557,967	469,082
Capital outlay	-	-	19,286,875	7,744,997
	<u>23,995</u>	<u>23,999</u>	<u>35,462,141</u>	<u>21,436,761</u>
Revenues over (under) expenditures	<u>(23,995)</u>	<u>(23,914)</u>	<u>(18,783,306)</u>	<u>(4,890,234)</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	3,465,171	3,465,171
Transfers out	-	-	(2,738,790)	(2,738,790)
Issuance of debt	-	-	10,032,002	10,177,043
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>10,758,383</u>	<u>10,903,424</u>
Net changes in fund balance	<u>\$ (23,995)</u>	<u>(23,914)</u>	<u>\$ (8,024,923)</u>	<u>6,013,190</u>
<b>Fund balance - beginning</b>		<u>44,846</u>		<u>19,615,145</u>
<b>Fund balance - ending</b>		<u>\$ 20,932</u>		<u>\$ 25,628,335</u>

**City of Great Falls, Montana**  
**Nonmajor Enterprise Funds**  
**Fund Descriptions**

The enterprise funds account for operations that are financed and operated in a manner similar to private business enterprises, or for operations where periodic determination of revenues, expenses and net income is considered desirable. These funds account for services rendered to the general public on a user charge basis.

Golf Courses Fund – This fund accounts for the operation of two eighteen-hole golf courses: Eagle Falls and Anaconda Hills.

Swimming Pools Fund – This fund is used to account for fund operations for operating three swimming pools.

911 Dispatch Center Fund – This fund is used to account for fund operations including the answering and dispatching of calls for County-wide law enforcements, fire and ambulance services.

Parking Fund – This fund is used to account for fund operations for public parking. The Planning & Community Development Department administers a management contract with SP Plus Corporation for the day-to-day operation of parking facilities and parking enforcement. The fund receipts and processes all citation-based revenue.

Recreation Fund – This fund is used to account for revenues and expenses related to the recreation center, recreation programs, and other miscellaneous fee-based recreation programs administered by Recreation Division.

Multi-Sports Fund – This fund is used to account for revenues and expenses related to a multi-sports complex.

Ice Breaker Run Fund – This fund is used to account for revenues and expenses related to the Ice Breaker road race.

Civic Center Events Fund – This fund is used to account for fund operations for the promotion and coordination of the use of the Civic Center arena, auditorium, ballroom, and Gibson Room.

**City of Great Falls, Montana**  
**Combining Statement of Net Position**  
**Nonmajor Enterprise Funds**  
**June 30, 2022**

	<u>Golf Courses</u>	<u>Swimming Pools</u>	<u>911 Dispatch Center</u>	<u>Parking</u>	<u>Recreation</u>
<b>Assets and deferred outflows of resources</b>					
Assets					
Current assets					
Cash and investments	\$ -	\$ 511,460	\$ 2,660,966	\$ 165,679	\$ 21,352
Receivables					
Accounts	21,286	1,888	-	-	60,330
Inventories	65,430	-	-	-	-
Prepaid items	3,127	-	-	-	-
Total current assets	<u>89,843</u>	<u>513,348</u>	<u>2,660,966</u>	<u>165,679</u>	<u>81,682</u>
Noncurrent assets					
Restricted cash and investments	-	-	-	-	-
Non-depreciable capital assets	1,362,597	-	-	863,397	5,449
Depreciable capital assets, net	386,037	117,906	325,099	908,236	233,625
Total noncurrent assets	<u>1,748,634</u>	<u>117,906</u>	<u>325,099</u>	<u>1,771,633</u>	<u>239,074</u>
Total assets	<u>1,838,477</u>	<u>631,254</u>	<u>2,986,065</u>	<u>1,937,312</u>	<u>320,756</u>
Deferred outflows of resources					
Deferred charge - pension	-	42,679	291,197	14,910	35,224
Total deferred outflows of resources	<u>-</u>	<u>42,679</u>	<u>291,197</u>	<u>14,910</u>	<u>35,224</u>
Total assets and deferred outflows of resources	<u>\$ 1,838,477</u>	<u>\$ 673,933</u>	<u>\$ 3,277,262</u>	<u>\$ 1,952,222</u>	<u>\$ 355,980</u>
<b>Liabilities, deferred inflows of resources, and net position</b>					
Liabilities					
Current liabilities					
Accounts payable	\$ 44,818	\$ 38,591	\$ 71,966	\$ 62,766	\$ 23,096
Compensated absences	-	222	18,143	-	4,972
Due to other city funds	-	-	-	-	-
Other liabilities	30,264	318	-	-	1,400
Total current liabilities	<u>75,082</u>	<u>39,131</u>	<u>90,109</u>	<u>62,766</u>	<u>29,468</u>
Noncurrent liabilities					
Advances from other funds	545,565	-	-	-	-
Compensated absences	-	1,446	118,461	-	32,409
Net pension liability	-	191,450	1,141,982	68,107	126,947
Total noncurrent liabilities	<u>545,565</u>	<u>192,896</u>	<u>1,260,443</u>	<u>68,107</u>	<u>159,356</u>
Total liabilities	<u>620,647</u>	<u>232,027</u>	<u>1,350,552</u>	<u>130,873</u>	<u>188,824</u>
Deferred inflows of resources					
Deferred revenue - pension	-	36,800	453,898	21,155	48,955
Total deferred inflows of resources	<u>-</u>	<u>36,800</u>	<u>453,898</u>	<u>21,155</u>	<u>48,955</u>
Net position					
Net investment in capital assets	1,748,634	117,906	325,098	1,771,633	239,074
Unrestricted	(530,804)	287,200	1,147,714	28,561	(120,873)
Total net position	<u>1,217,830</u>	<u>405,106</u>	<u>1,472,812</u>	<u>1,800,194</u>	<u>118,201</u>
Total liabilities, deferred inflows of resources, and net position	<u>\$ 1,838,477</u>	<u>\$ 673,933</u>	<u>\$ 3,277,262</u>	<u>\$ 1,952,222</u>	<u>\$ 355,980</u>

Continued on next page

**City of Great Falls, Montana**  
**Combining Statement of Net Position (Continued)**  
**Nonmajor Enterprise Funds**  
**June 30, 2022**

	<u>Multi-Sports</u>	<u>Ice Breaker Run</u>	<u>Civic Center Events</u>	<u>Total Nonmajor Enterprise Funds</u>
<b>Assets and deferred outflows of resources</b>				
Assets				
Current assets				
Cash and investments	\$ 45,217	\$ 36,827	\$ 478,318	\$ 3,919,819
Receivables				
Accounts	600	-	-	84,104
Inventories	-	-	-	65,430
Prepaid items	-	-	-	3,127
Total current assets	<u>45,817</u>	<u>36,827</u>	<u>478,318</u>	<u>4,072,480</u>
Noncurrent assets				
Restricted cash and investments	-	-	30,321	30,321
Non-depreciable capital assets	-	-	-	2,231,443
Depreciable capital assets, net	30,069	-	13,629	2,014,601
Total noncurrent assets	<u>30,069</u>	<u>-</u>	<u>43,950</u>	<u>4,276,365</u>
Total assets	<u>75,886</u>	<u>36,827</u>	<u>522,268</u>	<u>8,348,845</u>
Deferred outflows of resources				
Deferred charge - pension	3,897	-	51,077	438,984
Total deferred outflows of resources	<u>3,897</u>	<u>-</u>	<u>51,077</u>	<u>438,984</u>
Total assets and deferred outflows of resources	<u>\$ 79,783</u>	<u>\$ 36,827</u>	<u>\$ 573,345</u>	<u>\$ 8,787,829</u>
<b>Liabilities, deferred inflows of resources, and net position</b>				
Liabilities				
Current liabilities				
Accounts payable	\$ 13,449	\$ -	\$ 21,638	\$ 276,324
Compensated absences	170	-	3,664	27,171
Due to other city funds	-	-	-	-
Other liabilities	-	-	59,181	91,163
Total current liabilities	<u>13,619</u>	<u>-</u>	<u>84,483</u>	<u>394,658</u>
Noncurrent liabilities				
Advances from other funds	-	-	-	545,565
Compensated absences	1,110	-	23,887	177,313
Net pension liability	35,951	-	211,176	1,775,613
Total noncurrent liabilities	<u>37,061</u>	<u>-</u>	<u>235,063</u>	<u>2,498,491</u>
Total liabilities	<u>50,680</u>	<u>-</u>	<u>319,546</u>	<u>2,893,149</u>
Deferred inflows of resources				
Deferred revenue - pension	9,495	-	86,971	657,274
Total deferred inflows of resources	<u>9,495</u>	<u>-</u>	<u>86,971</u>	<u>657,274</u>
Net position				
Net investment in capital assets	30,070	-	13,628	4,246,043
Unrestricted	(10,462)	36,827	153,200	991,363
Total net position	<u>19,608</u>	<u>36,827</u>	<u>166,828</u>	<u>5,237,406</u>
Total liabilities, deferred inflows of resources, and net position	<u>\$ 79,783</u>	<u>\$ 36,827</u>	<u>\$ 573,345</u>	<u>\$ 8,787,829</u>



**City of Great Falls, Montana**  
**Combining Statement of Revenues, Expenses, and Changes in Fund Net Position**  
**Nonmajor Enterprise Funds**  
**For the Year Ended June 30, 2022**

	<u>Golf Courses</u>	<u>Swimming Pools</u>	<u>911 Dispatch Center</u>	<u>Parking</u>	<u>Recreation</u>
<b>Operating revenues</b>					
Charges for services	\$ 1,706,126	\$ 421,330	\$ 1,870,184	\$ 629,341	\$ 321,806
<b>Operating expenses</b>					
Personal services	-	251,079	1,579,426	58,817	226,929
Supplies and materials	217,351	115,809	10,894	6,180	19,330
Purchased services	609,425	69,128	225,059	596,368	101,721
Internal services	-	146,263	198,979	62,737	105,184
Other	(1,972)	50	-	(1,013)	10
Depreciation	67,163	3,941	126,735	85,994	14,211
Total operating expenses	891,967	586,270	2,141,093	809,083	467,385
Operating income (loss)	814,159	(164,940)	(270,909)	(179,742)	(145,579)
<b>Nonoperating revenues (expenses)</b>					
Investment income (loss)	-	966	5,568	184	22
Proceeds (loss) on sale of capital assets	-	-	-	-	-
Net pension on-behalf revenue	-	4,566	91,091	3,463	8,418
Other	346	-	492	3,169	3,678
Total nonoperating revenues (expenses)	346	5,532	97,151	6,816	12,118
Income (loss) before contributions and transfers	814,505	(159,408)	(173,758)	(172,926)	(133,461)
Transfers in	-	309,031	346,674	265,361	265,359
Transfers out	-	-	-	-	-
Total transfers	-	309,031	346,674	265,361	265,359
Change in net position	814,505	149,623	172,916	92,435	131,898
Total net position - beginning	403,325	255,483	1,299,896	1,707,759	(13,697)
Total net position - ending	\$ 1,217,830	\$ 405,106	\$ 1,472,812	\$ 1,800,194	\$ 118,201

Continued on next page

**City of Great Falls, Montana**  
**Combining Statement of Revenues, Expenses, and Changes in Fund Net Position (Continued)**  
**Nonmajor Enterprise Funds**  
**For the Year Ended June 30, 2022**

	<u>Multi-Sports</u>	<u>Ice Breaker Run</u>	<u>Civic Center Events</u>	<u>Total Nonmajor Enterprise Funds</u>
<b>Operating revenues</b>				
Charges for services	\$ 85,575	\$ 61,383	\$ 232,843	\$ 5,328,588
<b>Operating expenses</b>				
Personal services	40,188	-	274,329	2,430,768
Supplies and materials	18,223	894	7,902	396,583
Purchased services	21,230	15,039	26,782	1,664,752
Internal services	35,858	746	261,997	811,764
Other	(2)	35,825	(10)	32,888
Depreciation	2,804	-	13,046	313,894
Total operating expenses	118,301	52,504	584,046	5,650,649
Operating income (loss)	(32,726)	8,879	(351,203)	(322,061)
<b>Nonoperating revenues (expenses)</b>				
Investment income (loss)	32	33	381	7,186
Proceeds (loss) on sale of capital assets	-	-	-	-
Net pension on-behalf revenue	1,678	-	15,419	124,635
Other	-	-	16,199	23,884
Total nonoperating revenues (expenses)	1,710	33	31,999	155,705
Income (loss) before contributions and transfers	(31,016)	8,912	(319,204)	(166,356)
Transfers in	65,000	23,361	786,019	2,060,805
Transfers out	-	-	-	-
Total transfers	65,000	23,361	786,019	2,060,805
Change in net position	33,984	32,273	466,815	1,894,449
Total net position - beginning	(14,376)	4,554	(299,987)	3,342,957
Total net position - ending	\$ 19,608	\$ 36,827	\$ 166,828	\$ 5,237,406

**City of Great Falls, Montana**  
**Combining Statement of Cash Flows**  
**Nonmajor Enterprise Funds**  
**For the Year Ended June 30, 2022**

	<u>Golf Courses</u>	<u>Swimming Pools</u>	<u>911 Dispatch Center</u>	<u>Parking</u>	<u>Recreation</u>
<b>Cash flows from operating activities</b>					
Receipts from customers and users	\$ 1,712,005	\$ 417,968	\$ 1,870,184	\$ 631,442	\$ 348,665
Receipts from interfund services provided	-	-	-	-	-
Receipts from others	346	-	492	3,169	3,678
Receipts from other govts	-	-	-	-	-
Payments to suppliers	(1,335,827)	(204,579)	(224,196)	(580,698)	(133,320)
Payments to employees	-	(262,297)	(1,537,963)	(59,073)	(219,699)
Payments for interfund services used	-	(146,263)	(198,979)	(62,737)	(105,184)
Payments to others	1,972	(50)	-	1,013	(10)
Net cash provided by (used for) operating activities	<u>378,496</u>	<u>(195,221)</u>	<u>(90,462)</u>	<u>(66,884)</u>	<u>(105,870)</u>
<b>Cash flows from noncapital financing activities</b>					
Transfers in	-	309,031	346,674	265,361	265,359
Transfers out	-	-	-	-	-
Interfund cash flow loans	(378,496)	-	-	(33,062)	(138,259)
Net cash provided by (used for) noncapital financing activities	<u>(378,496)</u>	<u>309,031</u>	<u>346,674</u>	<u>232,299</u>	<u>127,100</u>
<b>Cash flows from capital and related financing activities</b>					
Proceeds from sale of assets	-	-	-	-	-
Principal payments received - capital leases	-	-	-	-	-
New borrowing - loans	-	-	-	-	-
Principal payments - loans	-	-	-	-	-
Principal payments - advances	-	-	-	-	-
Proceeds from sale of assets	-	-	-	-	-
Principal payments - revenue bonds	-	-	-	-	-
Principal payments - capital leases	-	-	-	-	-
Discount/premium	-	-	-	-	-
Interest paid	-	-	-	-	-
Acquisition/construction of capital assets	-	-	-	-	-
Net cash provided by capital and related financing activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Cash flows from investing activities</b>					
Interest and dividends on investments	-	966	5,568	184	22
Net cash provided by investing activities	<u>-</u>	<u>966</u>	<u>5,568</u>	<u>184</u>	<u>22</u>
Net increase (decrease) in cash	-	114,776	261,780	165,599	21,252
<b>Cash, beginning of year</b>	<u>-</u>	<u>396,684</u>	<u>2,399,186</u>	<u>80</u>	<u>100</u>
<b>Cash, end of year (a)</b>	<u>\$ -</u>	<u>\$ 511,460</u>	<u>\$ 2,660,966</u>	<u>\$ 165,679</u>	<u>\$ 21,352</u>
(a) Shown on the statement of net position as:					
Cash and investments	\$ -	\$ 511,460	\$ 2,660,966	\$ 165,679	\$ 21,352
Restricted cash and investments	-	-	-	-	-
	<u>\$ -</u>	<u>\$ 511,460</u>	<u>\$ 2,660,966</u>	<u>\$ 165,679</u>	<u>\$ 21,352</u>

Continued on next page

**City of Great Falls, Montana**  
**Combining Statement of Cash Flows (Continued)**  
**Nonmajor Enterprise Funds**  
**For the Year Ended June 30, 2022**

	<u>Multi-Sports</u>	<u>Ice Breaker Rund</u>	<u>Civic Center Events</u>	<u>Total Nonmajor Enterprise Funds</u>
<b>Cash flows from operating activities</b>				
Receipts from customers and users	\$ 88,277	\$ 61,383	\$ 222,717	\$ 5,352,641
Receipts from interfund services provided	-	-	-	-
Receipts from others	-	-	16,199	23,884
Receipts from other govts	-	-	-	-
Payments to suppliers	(37,490)	(22,411)	(23,065)	(2,561,586)
Payments to employees	(39,208)	-	(262,346)	(2,380,586)
Payments for interfund services used	(35,858)	(746)	(261,997)	(811,764)
Payments to others	-	(35,825)	10	(32,890)
Net cash provided by (used for) operating activities	<u>(24,279)</u>	<u>2,401</u>	<u>(308,482)</u>	<u>(410,301)</u>
<b>Cash flows from noncapital financing activities</b>				
Transfers in	65,000	23,361	786,019	2,060,805
Transfers out	-	-	-	-
Interfund cash flow loans	-	-	-	(549,817)
Net cash provided by (used for) noncapital financing activities	<u>65,000</u>	<u>23,361</u>	<u>786,019</u>	<u>1,510,988</u>
<b>Cash flows from capital and related financing activities</b>				
Proceeds from sale of assets	-	-	-	-
Principal payments received - capital leases	-	-	-	-
New borrowing - loans	-	-	-	-
Principal payments - loans	-	-	-	-
Principal payments - advances	-	-	-	-
Proceeds from sale of assets	-	-	-	-
Principal payments - revenue bonds	-	-	-	-
Principal payments - capital leases	-	-	-	-
Discount/premium	-	-	-	-
Interest paid	-	-	-	-
Acquisition/construction of capital assets	-	-	-	-
Net cash provided by capital and related financing activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Cash flows from investing activities</b>				
Interest and dividends on investments	32	33	381	7,186
Net cash provided by investing activities	<u>32</u>	<u>33</u>	<u>381</u>	<u>7,186</u>
Net increase (decrease) in cash	40,753	25,795	477,918	1,107,873
<b>Cash, beginning of year</b>	<u>4,464</u>	<u>11,032</u>	<u>30,721</u>	<u>2,842,267</u>
<b>Cash, end of year (a)</b>	<u>\$ 45,217</u>	<u>\$ 36,827</u>	<u>\$ 508,639</u>	<u>\$ 3,950,140</u>
(a) Shown on the statement of net position as:				
Cash and investments	\$ 45,217	\$ 36,827	\$ 478,318	\$ 3,919,819
Restricted cash and investments	-	-	30,321	30,321
	<u>\$ 45,217</u>	<u>\$ 36,827</u>	<u>\$ 508,639</u>	<u>\$ 3,950,140</u>

Continued on next page

**City of Great Falls, Montana**  
**Combining Statement of Cash Flows (Continued)**  
**Nonmajor Enterprise Funds**  
**For the Year Ended June 30, 2022**

	<u>Golf Courses</u>	<u>Swimming Pools</u>	<u>911 Dispatch Center</u>	<u>Parking</u>	<u>Recreation</u>
<b>Reconciliation of operating income (loss) to net cash provided by (used for) operating activities</b>					
Operating income (loss)	\$ 814,159	\$ (164,940)	\$ (270,909)	\$ (179,742)	\$ (145,579)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities					
GASB 68 pension adjustments	-	516	19,687	391	951
Depreciation expense	67,163	3,941	126,734	85,994	14,211
Cash provided (used) by changes in operating assets and liabilities					
(Increase) decrease in accounts receivable	(11,873)	(155)	-	2,950	26,859
(Increase) decrease in due from other government	-	-	-	-	-
(Increase) decrease in inventories	14,949	-	-	-	-
(Decrease) increase in accounts payable	(509,051)	(27,112)	11,606	21,203	(9,931)
(Decrease) increase in other liabilities	2,803	(3,207)	-	(850)	-
(Decrease) increase in compensated absences payable	-	(4,264)	21,928	-	3,941
Other nonoperating revenue	346	-	492	3,169	3,678
Total adjustments	<u>\$ (435,663)</u>	<u>\$ (30,281)</u>	<u>\$ 180,447</u>	<u>\$ 112,857</u>	<u>\$ 39,709</u>
Net cash provided by (used for) operating activities	<u>\$ 378,496</u>	<u>\$ (195,221)</u>	<u>\$ (90,462)</u>	<u>\$ (66,884)</u>	<u>\$ (105,870)</u>

Continued on next page

**City of Great Falls, Montana**  
**Combining Statement of Cash Flows (Concluded)**  
**Nonmajor Enterprise Funds**  
**For the Year Ended June 30, 2022**

	<u>Multi-Sports</u>	<u>Ice Breaker Run</u>	<u>Civic Center Events</u>	<u>Total Nonmajor Enterprise Funds</u>
<b>Reconciliation of operating income (loss) to net cash provided by (used for) operating activities</b>				
Operating income (loss)	\$ (32,726)	\$ 8,879	\$ (351,203)	\$ (322,061)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities				
GASB 68 pension adjustments	338	-	1,741	23,624
Depreciation expense	2,804	-	13,046	313,893
Cash provided (used) by changes in operating assets and liabilities				
(Increase) decrease in accounts receivable	2,699	-	-	20,481
(Increase) decrease in due from other government	-	-	-	-
(Increase) decrease in inventories	-	-	-	14,949
(Decrease) increase in accounts payable	2,606	(6,478)	15,484	(501,673)
(Decrease) increase in other liabilities	-	-	(10,129)	(11,383)
(Decrease) increase in compensated absences payable	-	-	6,380	27,985
Other nonoperating revenue	-	-	16,199	23,884
Total adjustments	<u>\$ 8,447</u>	<u>\$ (6,478)</u>	<u>\$ 42,721</u>	<u>\$ (88,240)</u>
Net cash provided by (used for) operating activities	<u>\$ (24,279)</u>	<u>\$ 2,401</u>	<u>\$ (308,482)</u>	<u>\$ (410,301)</u>

**City of Great Falls, Montana**  
**Internal Service Funds**  
**Fund Descriptions**

The internal service funds account for the financing of goods or services provided by one department or agency to other departments or agencies of the City on a cost reimbursement basis.

Central Garage Fund – This fund is used to account for fleet operations for the City. Functions include maintenance, fuel dispensing, and replacement services for all major vehicles and motor equipment owned by the City.

Information Technology Fund – This fund is used to account for providing centralized and personal computer operations, equipment services, and support.

Insurance & Safety Fund – This fund is used to account for central insurance and safety program costs of the City, which includes centralized handling of premium payments, claims processing, and general insurance administration.

Health & Benefits Fund – This fund is used to account for payroll deductions made to the City’s health insurance plan and payments from retirees and component units. The fund processes payments of premiums.

Human Resources Fund – This fund is used to account for providing professional services to the management of the City, its employees and the public through the administration of a comprehensive Human Resources Program. This fund is also used to account for providing centralized payroll services to the City’s employees.

City Telephone Fund – This fund is used to account for overseeing operations related to all City telephones, telephone leases, and long-distance carriers for the Civic Center, Park & Recreation, Fire and Police Department buildings.

Finance Fund – This fund is used to account for providing centralized services for accounting, cash investments, utility billing and customer service, debt issuance, and capital asset tracking.

Engineering Fund – This fund is used to account for providing technical support for the Utilities and Operation branches of Public Works and other departments within the City.

Public Works Admin Fund – This fund is used to account for the overall planning, organizing, and coordination of the three branches of Public Works: utilities, operations, and engineering.

Civic Center Facility Services Fund – This fund is used to account for the costs of maintaining and operating the Civic Center and the City departments located there.

**City of Great Falls, Montana**  
**Combing Statement of Net Position**  
**Internal Service Funds**  
**June 30, 2022**

	<u>Central Garage</u>	<u>Information Technology</u>	<u>Insurance &amp; Safety</u>	<u>Health &amp; Benefits</u>
<b>Assets and deferred outflows of resources</b>				
Assets				
Current assets				
Cash and investments	\$ 2,163,920	\$ 182,806	\$ 324,611	\$ 3,257,349
Receivables				
Accounts	9,826	-	-	31,789
Inventories	305,127	-	-	-
Total current assets	<u>2,478,873</u>	<u>182,806</u>	<u>324,611</u>	<u>3,289,138</u>
Noncurrent assets				
Restricted cash and investments	1,557,899	213,953	-	-
Advance to other funds	-	-	-	-
Non-depreciable capital assets	-	-	-	-
Depreciable capital assets, net	5,447,113	832	94,669	-
Total noncurrent assets	<u>7,005,012</u>	<u>214,785</u>	<u>94,669</u>	<u>-</u>
Total assets	<u>9,483,885</u>	<u>397,591</u>	<u>419,280</u>	<u>3,289,138</u>
Deferred outflows of resources				
Deferred charge - pension	155,300	131,879	-	-
Deferred charge - OPEB	-	-	-	1,637,085
Total deferred outflows of resources	<u>155,300</u>	<u>131,879</u>	<u>-</u>	<u>1,637,085</u>
Total assets and deferred outflows of resources	<u>\$ 9,639,185</u>	<u>\$ 529,470</u>	<u>\$ 419,280</u>	<u>\$ 4,926,223</u>
<b>Liabilities, deferred inflows of resources, and net position</b>				
Liabilities				
Current liabilities				
Accounts payable	\$ 72,014	\$ 48,199	\$ (8)	\$ 1,371,221
Compensated absences	6,074	9,018	-	-
Other liabilities	-	-	-	-
Total current liabilities	<u>78,088</u>	<u>57,217</u>	<u>(8)</u>	<u>1,371,221</u>
Noncurrent liabilities				
Compensated absences	70,824	105,146	-	-
Net pension liability	595,744	544,048	-	-
OPEB liability	-	-	-	1,312,127
Total noncurrent liabilities	<u>666,568</u>	<u>649,194</u>	<u>-</u>	<u>1,312,127</u>
Total liabilities	<u>744,656</u>	<u>706,411</u>	<u>(8)</u>	<u>2,683,348</u>
Deferred inflows of resources				
Deferred revenue - pension	266,043	244,353	-	-
Deferred revenue - OPEB	-	-	-	4,030,920
Total deferred inflows of resources	<u>266,043</u>	<u>244,353</u>	<u>-</u>	<u>4,030,920</u>
Net position				
Net investment in capital assets	5,447,113	832	94,669	-
Unrestricted	3,181,373	(422,126)	324,619	(1,788,045)
Total net position	<u>8,628,486</u>	<u>(421,294)</u>	<u>419,288</u>	<u>(1,788,045)</u>
Total liabilities, deferred inflows of resources, and net position	<u>\$ 9,639,185</u>	<u>\$ 529,470</u>	<u>\$ 419,280</u>	<u>\$ 4,926,223</u>

Continued on next page



**City of Great Falls, Montana**  
**Combing Statement of Net Position (Continued)**  
**Internal Service Funds**  
**June 30, 2022**

	<u>Human Resources</u>	<u>City Telephone</u>	<u>Finance</u>	<u>Engineering</u>
<b>Assets and deferred outflows of resources</b>				
Assets				
Current assets				
Cash and investments	\$ 246,254	\$ 52,465	\$ 517,528	\$ 731,249
Receivables				
Accounts	-	-	146	47,515
Inventories	-	-	-	-
Total current assets	<u>246,254</u>	<u>52,465</u>	<u>517,674</u>	<u>778,764</u>
Noncurrent assets				
Restricted cash and investments	-	-	-	36,922
Advance to other funds	-	-	-	-
Non-depreciable capital assets	-	-	-	-
Depreciable capital assets, net	3,086	13,453	-	435,906
Total noncurrent assets	<u>3,086</u>	<u>13,453</u>	<u>-</u>	<u>472,828</u>
Total assets	<u>249,340</u>	<u>65,918</u>	<u>517,674</u>	<u>1,251,592</u>
Deferred outflows of resources				
Deferred charge - pension	52,323	3,607	183,814	237,953
Deferred charge - OPEB	-	-	-	-
Total deferred outflows of resources	<u>52,323</u>	<u>3,607</u>	<u>183,814</u>	<u>237,953</u>
Total assets and deferred outflows of resources	<u>\$ 301,663</u>	<u>\$ 69,525</u>	<u>\$ 701,488</u>	<u>\$ 1,489,545</u>
<b>Liabilities, deferred inflows of resources, and net position</b>				
Liabilities				
Accounts payable	\$ 32,602	\$ 1,216	\$ 74,021	\$ 60,646
Compensated absences	9,149	-	9,418	8,403
Other liabilities	-	-	-	9,026
Total current liabilities	<u>41,751</u>	<u>1,216</u>	<u>83,439</u>	<u>78,075</u>
Noncurrent liabilities				
Compensated absences	106,669	-	109,805	97,979
Net pension liability	170,765	14,468	812,505	901,769
OPEB liability	-	-	-	-
Total noncurrent liabilities	<u>277,434</u>	<u>14,468</u>	<u>922,310</u>	<u>999,748</u>
Total liabilities	<u>319,185</u>	<u>15,684</u>	<u>1,005,749</u>	<u>1,077,823</u>
Deferred inflows of resources				
Deferred revenue - pension	206,250	7,324	421,072	438,079
Deferred revenue - OPEB	-	-	-	-
Total deferred inflows of resources	<u>206,250</u>	<u>7,324</u>	<u>421,072</u>	<u>438,079</u>
Net position				
Net investment in capital assets	3,086	13,453	-	435,906
Unrestricted	(226,858)	33,064	(725,333)	(462,263)
Total net position	<u>(223,772)</u>	<u>46,517</u>	<u>(725,333)</u>	<u>(26,357)</u>
Total liabilities, deferred inflows of resources, and net position	<u>\$ 301,663</u>	<u>\$ 69,525</u>	<u>\$ 701,488</u>	<u>\$ 1,489,545</u>

Continued on next page

**City of Great Falls, Montana**  
**Combing Statement of Net Position (Concluded)**  
**Internal Service Funds**  
**June 30, 2022**

	<u>Public Works Admin</u>	<u>Civic Center Facility Service</u>	<u>Total Internal Service Funds</u>
<b>Assets and deferred outflows of resources</b>			
Assets			
Current assets			
Cash and investments	\$ 326,961	\$ 287,486	\$ 8,090,629
Receivables			
Accounts	-	-	89,276
Inventories	-	-	305,127
Total current assets	<u>326,961</u>	<u>287,486</u>	<u>8,485,032</u>
Noncurrent assets			
Restricted cash and investments	5,271	36,615	1,850,660
Advance to other funds	-	-	-
Non-depreciable capital assets	-	-	-
Depreciable capital assets, net	398,484	176,492	6,570,035
Total noncurrent assets	<u>403,755</u>	<u>213,107</u>	<u>8,420,695</u>
Total assets	<u>730,716</u>	<u>500,593</u>	<u>16,905,727</u>
Deferred outflows of resources			
Deferred charge - pension	73,452	53,672	892,000
Deferred charge - OPEB	-	-	1,637,085
Total deferred outflows of resources	<u>73,452</u>	<u>53,672</u>	<u>2,529,085</u>
Total assets and deferred outflows of resources	<u>\$ 804,168</u>	<u>\$ 554,265</u>	<u>\$ 19,434,812</u>
<b>Liabilities, deferred inflows of resources, and net position</b>			
Liabilities			
Current liabilities			
Accounts payable	\$ 19,834	\$ 33,002	\$ 1,712,747
Compensated absences	3,448	1,484	46,994
Other liabilities	-	-	9,026
Total current liabilities	<u>23,282</u>	<u>34,486</u>	<u>1,768,767</u>
Noncurrent liabilities			
Compensated absences	40,205	17,305	547,933
Net pension liability	221,243	218,048	3,478,590
OPEB liability	-	-	1,312,127
Total noncurrent liabilities	<u>261,448</u>	<u>235,353</u>	<u>5,338,650</u>
Total liabilities	<u>284,730</u>	<u>269,839</u>	<u>7,107,417</u>
Deferred inflows of resources			
Deferred revenue - pension	126,427	96,516	1,806,064
Deferred revenue - OPEB	-	-	4,030,920
Total deferred inflows of resources	<u>126,427</u>	<u>96,516</u>	<u>5,836,984</u>
Net position			
Net investment in capital assets	398,484	176,492	6,570,035
Unrestricted	(5,473)	11,418	(79,624)
Total net position	<u>393,011</u>	<u>187,910</u>	<u>6,490,411</u>
Total liabilities, deferred inflows of resources, and net position	<u>\$ 804,168</u>	<u>\$ 554,265</u>	<u>\$ 19,434,812</u>

**City of Great Falls, Montana**  
**Combining Statement of Revenues, Expenses and Changes in Fund Net Position**  
**Internal Service Funds**  
**For the Year Ended June 30, 2022**

	<b>Central Garage</b>	<b>Information Technology</b>	<b>Insurance &amp; Safety</b>	<b>Health &amp; Benefits</b>
<b>Operating revenues</b>				
Charges for services	\$ 3,291,238	\$ 1,606,332	\$ 1,430,735	\$ 9,957,959
<b>Operating expenses</b>				
Personal services	963,972	764,639	-	-
Supplies and materials	961,392	298,170	1,368	-
Purchased services	220,377	612,408	1,380,608	4,447,193
Internal services	228,408	68,360	7,323	1,667
Other	5,191	-	-	-
Depreciation	1,268,573	1,107	16,151	-
Total operating expenses	<u>3,647,913</u>	<u>1,744,684</u>	<u>1,405,450</u>	<u>4,448,860</u>
Operating income (loss)	<u>(356,675)</u>	<u>(138,352)</u>	<u>25,285</u>	<u>5,509,099</u>
<b>Nonoperating revenues (expenses)</b>				
Investment income (loss)	7,380	1,228	662	(1,603)
Proceeds on sale of capital assets	64,103	-	-	-
Net pension on-behalf revenue	50,418	45,202	-	-
Other	178,099	12,182	-	-
Total nonoperating revenues (expenses)	<u>300,000</u>	<u>58,612</u>	<u>662</u>	<u>(1,603)</u>
Income (loss) before contributions and transfers	<u>(56,675)</u>	<u>(79,740)</u>	<u>25,947</u>	<u>5,507,496</u>
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total transfers	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Change in net position	<u>(56,675)</u>	<u>(79,740)</u>	<u>25,947</u>	<u>5,507,496</u>
Total net position - beginning	<u>8,685,161</u>	<u>(341,554)</u>	<u>393,341</u>	<u>(7,295,541)</u>
Total net position - ending	<u>\$ 8,628,486</u>	<u>\$ (421,294)</u>	<u>\$ 419,288</u>	<u>\$ (1,788,045)</u>

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**City of Great Falls, Montana**  
**Combining Statement of Revenues, Expenses and Changes in Fund Net Position (Continued)**  
**Internal Service Funds**  
**For the Year Ended June 30, 2022**

	<u>Human Resources</u>	<u>City Telephone</u>	<u>Finance</u>	<u>Engineering</u>
<b>Operating revenues</b>				
Charges for services	\$ 979,508	\$ 89,435	\$ 1,915,593	\$ 1,960,790
<b>Operating expenses</b>				
Personal services	734,224	21,160	1,204,184	1,375,681
Supplies and materials	24,985	-	25,451	59,853
Purchased services	81,955	45,512	408,246	91,154
Internal services	68,123	2,777	202,816	256,296
Other	-	-	(109)	480
Depreciation	701	6,209	-	57,823
Total operating expenses	<u>909,988</u>	<u>75,658</u>	<u>1,840,588</u>	<u>1,841,287</u>
Operating income (loss)	<u>69,520</u>	<u>13,777</u>	<u>75,005</u>	<u>119,503</u>
<b>Nonoperating revenues (expenses)</b>				
Investment income (loss)	439	94	854	1,327
Proceeds on sale of capital assets	1	-	-	-
Net pension on-behalf revenue	39,964	1,355	76,472	80,069
Other	5,005	-	240	-
Total nonoperating revenues (expenses)	<u>45,409</u>	<u>1,449</u>	<u>77,566</u>	<u>81,396</u>
Income (loss) before contributions and transfers	<u>114,929</u>	<u>15,226</u>	<u>152,571</u>	<u>200,899</u>
Transfers in	-	-	-	63,143
Transfers out	-	-	-	-
Total transfers	<u>-</u>	<u>-</u>	<u>-</u>	<u>63,143</u>
Change in net position	114,929	15,226	152,571	264,042
Total net position - beginning	<u>(338,701)</u>	<u>31,291</u>	<u>(877,904)</u>	<u>(290,399)</u>
Total net position - ending	<u>\$ (223,772)</u>	<u>\$ 46,517</u>	<u>\$ (725,333)</u>	<u>\$ (26,357)</u>

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**City of Great Falls, Montana**  
**Combining Statement of Revenues, Expenses and Changes in Fund Net Position (Concluded)**  
**Internal Service Funds**  
**For the Year Ended June 30, 2022**

	<b>Public Works Admin</b>	<b>Civic Center Facility Service</b>	<b>Total Internal Service Funds</b>
<b>Operating revenues</b>			
Charges for services	\$ 725,685	\$ 645,161	\$ 22,602,436
<b>Operating expenses</b>			
Personal services	434,911	326,097	5,824,868
Supplies and materials	35,126	34,001	1,440,346
Purchased services	96,503	235,314	7,619,270
Internal services	84,663	22,837	943,270
Other	-	-	5,562
Depreciation	28,093	21,203	1,399,860
Total operating expenses	<u>679,296</u>	<u>639,452</u>	<u>17,233,176</u>
Operating income (loss)	<u>46,389</u>	<u>5,709</u>	<u>5,369,260</u>
<b>Nonoperating revenues (expenses)</b>			
Investment income (loss)	631	671	11,683
Proceeds on sale of capital assets	-	-	64,104
Net pension on-behalf revenue	23,905	17,123	334,508
Other	607	184	196,317
Total nonoperating revenues (expenses)	<u>25,143</u>	<u>17,978</u>	<u>606,612</u>
Income (loss) before contributions and transfers	<u>71,532</u>	<u>23,687</u>	<u>5,975,872</u>
Transfers in	-	-	63,143
Transfers out	-	-	-
Total transfers	<u>-</u>	<u>-</u>	<u>63,143</u>
Change in net position	71,532	23,687	6,039,015
Total net position - beginning	<u>321,479</u>	<u>164,223</u>	<u>451,396</u>
Total net position - ending	<u>\$ 393,011</u>	<u>\$ 187,910</u>	<u>\$ 6,490,411</u>

**City of Great Falls, Montana**  
**Combining Statement of Cash Flows**  
**Internal Service Funds**  
**For the Year Ended June 30, 2022**

	<b>Central Garage</b>	<b>Information Technology</b>	<b>Insurance &amp; Safety</b>	<b>Health &amp; Benefits</b>
<b>Cash flows from operating activities</b>				
Receipts from customers and users	\$ 3,238,343	\$ 1,606,332	\$ 1,430,735	\$ 9,943,800
Receipts from interfund services provided	-	-	-	-
Receipts from others	178,099	12,182	-	-
Receipts from other govts	-	-	-	-
Payments to suppliers	(1,212,600)	(909,874)	(1,460,429)	(8,193,913)
Payments to employees	(956,916)	(748,924)	-	-
Payments for interfund services used	(228,408)	(68,360)	(7,323)	(1,667)
Payments to others	(5,191)	-	-	-
Net cash provided by (used for) operating activities	<u>1,013,327</u>	<u>(108,645)</u>	<u>(37,018)</u>	<u>1,748,220</u>
<b>Cash flows from noncapital financing activities</b>				
Transfers in		-	-	-
Transfers out		-	-	-
Interfund cash flow loans	-	-	-	-
Net cash provided by (used for) noncapital financing activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Cash flows from capital and related financing activities</b>				
Proceeds from sale of assets	64,103	-	-	-
Principal payments received - advances	-	-	-	-
Principal payments - loans	-	-	-	-
Interest paid	-	-	-	-
Acquisition/construction of capital assets	(834,318)	-	-	-
Net cash provided by (used for) capital and related financing activities	<u>(770,215)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Cash flows from investing activities</b>				
Interest and dividends on investments	7,380	1,229	662	(1,603)
Net cash provided by (used for) investing activities	<u>7,380</u>	<u>1,229</u>	<u>662</u>	<u>(1,603)</u>
Net increase (decrease) in cash	250,492	(107,416)	(36,356)	1,746,617
<b>Cash, beginning of year</b>	<u>3,471,327</u>	<u>504,175</u>	<u>360,967</u>	<u>1,510,732</u>
<b>Cash, end of year (a)</b>	<u>\$ 3,721,819</u>	<u>\$ 396,759</u>	<u>\$ 324,611</u>	<u>\$ 3,257,349</u>
(a) Shown on the statement of net position as:				
Cash and investments	\$ 2,163,920	\$ 182,806	\$ 324,611	\$ 3,257,349
Restricted cash and investments	1,557,899	213,953	-	-
	<u>\$ 3,721,819</u>	<u>\$ 396,759</u>	<u>\$ 324,611</u>	<u>\$ 3,257,349</u>

Continued on next page

**City of Great Falls, Montana**  
**Combining Statement of Cash Flows (Continued)**  
**Internal Service Funds**  
**For the Year Ended June 30, 2022**

	<b>Human Resources</b>	<b>City Telephone</b>	<b>Finance</b>	<b>Engineering</b>
<b>Cash flows from operating activities</b>				
Receipts from customers and users	\$ 979,508	\$ 89,435	\$ 1,915,585	\$ 1,966,138
Receipts from interfund services provided	-	-	-	-
Receipts from others	5,005	-	240	-
Receipts from other govts	-	-	-	-
Payments to suppliers	(112,472)	(45,173)	(451,989)	(155,677)
Payments to employees	(695,070)	(21,007)	(1,184,277)	(1,359,469)
Payments for interfund services used	(68,123)	(2,777)	(202,816)	(256,296)
Payments to others	-	-	109	(480)
Net cash provided by (used for) operating activities	<u>108,848</u>	<u>20,478</u>	<u>76,852</u>	<u>194,216</u>
<b>Cash flows from noncapital financing activities</b>				
Transfers in	-	-	-	63,143
Transfers out	-	-	-	-
Interfund cash flow loans	-	-	-	-
Net cash provided by (used for) noncapital financing activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>63,143</u>
<b>Cash flows from capital and related financing activities</b>				
Proceeds from sale of assets	1	-	-	-
Principal payments received - advances	-	-	-	-
Principal payments - loans	-	-	-	-
Interest paid	-	-	-	-
Acquisition/construction of capital assets	-	-	-	-
Net cash provided by (used for) capital and related financing activities	<u>1</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Cash flows from investing activities</b>				
Interest and dividends on investments	<u>439</u>	<u>94</u>	<u>854</u>	<u>1,327</u>
Net cash provided by (used for) investing activities	<u>439</u>	<u>94</u>	<u>854</u>	<u>1,327</u>
Net increase (decrease) in cash	109,288	20,572	77,706	258,686
<b>Cash, beginning of year</b>	<u>136,966</u>	<u>31,893</u>	<u>439,822</u>	<u>509,485</u>
<b>Cash, end of year (a)</b>	<u><u>\$ 246,254</u></u>	<u><u>\$ 52,465</u></u>	<u><u>\$ 517,528</u></u>	<u><u>\$ 768,171</u></u>
(a) Shown on the statement of net position as:				
Cash and investments	\$ 246,254	\$ 52,465	\$ 517,528	\$ 731,249
Restricted cash and investments	-	-	-	36,922
	<u><u>\$ 246,254</u></u>	<u><u>\$ 52,465</u></u>	<u><u>\$ 517,528</u></u>	<u><u>\$ 768,171</u></u>

Continued on next page

**City of Great Falls, Montana**  
**Combining Statement of Cash Flows (Continued)**  
**Internal Service Funds**  
**For the Year Ended June 30, 2022**

	<b>Public Works Admin</b>	<b>Civic Center Facility Service</b>	<b>Total Internal Service Funds</b>
<b>Cash flows from operating activities</b>			
Receipts from customers and users	\$ 725,685	\$ 645,161	\$ 22,540,722
Receipts from interfund services provided	-	-	-
Receipts from others	607	184	196,317
Receipts from other govts	-	-	-
Payments to suppliers	(135,839)	(258,735)	(12,936,701)
Payments to employees	(427,062)	(339,457)	(5,732,182)
Payments for interfund services used	(84,663)	(22,837)	(943,270)
Payments to others	-	-	(5,562)
Net cash provided by (used for) operating activities	<u>78,727</u>	<u>24,316</u>	<u>3,119,324</u>
<b>Cash flows from noncapital financing activities</b>			
Transfers in	-	-	63,143
Transfers out	-	-	-
Interfund cash flow loans	-	-	-
Net cash provided by (used for) noncapital financing activities	<u>-</u>	<u>-</u>	<u>63,143</u>
<b>Cash flows from capital and related financing activities</b>			
Proceeds from sale of assets	-	-	64,104
Principal payments received - advances	-	-	-
Principal payments - loans	-	-	-
Interest paid	-	-	-
Acquisition/construction of capital assets	-	-	(834,318)
Net cash provided by (used for) capital and related financing activities	<u>-</u>	<u>-</u>	<u>(770,214)</u>
<b>Cash flows from investing activities</b>			
Interest and dividends on investments	<u>631</u>	<u>671</u>	<u>11,684</u>
Net cash provided by (used for) investing activities	<u>631</u>	<u>671</u>	<u>11,684</u>
Net increase (decrease) in cash	79,358	24,987	2,423,934
<b>Cash, beginning of year</b>	<u>252,874</u>	<u>299,114</u>	<u>7,517,355</u>
<b>Cash, end of year (a)</b>	<u><u>\$ 332,232</u></u>	<u><u>\$ 324,101</u></u>	<u><u>\$ 9,941,289</u></u>
(a) Shown on the statement of net position as:			
Cash and investments	\$ 326,961	\$ 287,486	\$ 8,090,629
Restricted cash and investments	<u>5,271</u>	<u>36,615</u>	<u>1,850,660</u>
	<u><u>\$ 332,232</u></u>	<u><u>\$ 324,101</u></u>	<u><u>\$ 9,941,289</u></u>

Continued on next page



**City of Great Falls, Montana**  
**Combining Statement of Cash Flows (Continued)**  
**Internal Service Funds**  
**For the Year Ended June 30, 2022**

	<u>Central Garage</u>	<u>Information Technology</u>	<u>Insurance &amp; Safety</u>	<u>Health &amp; Benefits</u>
<b>Reconciliation of operating income (loss) to net cash provided by (used for) operating activities</b>				
Operating income (loss)	\$ (356,675)	\$ (138,352)	\$ 25,285	\$ 5,509,099
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities				
GASB 68 pension adjustments	5,693	5,104	(72,622)	(5,110,728)
Depreciation expense	1,268,573	1,107	16,151	-
Cash provided (used) by changes in operating assets and liabilities				
(Increase) decrease in accounts receivable Due from other governments	(1,233)	-	-	9,062
(Increase) decrease in inventories	(51,662)	-	-	-
(Decrease) increase in accounts payable	(33,549)	2,984	(5,831)	1,340,787
(Decrease) increase in compensated absences payable	4,080	8,331	-	-
Other nonoperating revenue	178,099	12,182	-	-
Total adjustments	\$ 1,370,001	\$ 29,708	\$ (62,302)	\$ (3,760,879)
Net cash provided by (used for) operating activities	<u>\$ 1,013,327</u>	<u>\$ (108,645)</u>	<u>\$ (37,018)</u>	<u>\$ 1,748,220</u>

Continued on next page

**City of Great Falls, Montana**  
**Combining Statement of Cash Flows (Continued)**  
**Internal Service Funds**  
**For the Year Ended June 30, 2022**

	<u>Human Resources</u>	<u>City Telephone</u>	<u>Finance</u>	<u>Engineering</u>
<b>Reconciliation of operating income (loss) to net cash provided by (used for) operating activities</b>				
Operating income (loss)	\$ 69,520	\$ 13,777	\$ 75,005	\$ 119,503
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities				
GASB 68 pension adjustments	4,513	153	8,635	9,041
Depreciation expense	701	6,209	-	57,823
Cash provided (used) by changes in operating assets and liabilities				
(Increase) decrease in accounts receivable	-	-	(8)	(34,650)
Due from other governments	-	-	-	-
(Increase) decrease in inventories	-	-	-	-
(Decrease) increase in accounts payable	6,540	339	(12,118)	48,303
(Decrease) increase in compensated absences payable	22,569	-	5,098	(5,804)
Other nonoperating revenue	5,005	-	240	-
Total adjustments	\$ 39,328	\$ 6,701	\$ 1,847	\$ 74,713
Net cash provided by (used for) operating activities	<u>\$ 108,848</u>	<u>\$ 20,478</u>	<u>\$ 76,852</u>	<u>\$ 194,216</u>

Continued on next page

**City of Great Falls, Montana**  
**Combining Statement of Cash Flows (Concluded)**  
**Internal Service Funds**  
**For the Year Ended June 30, 2022**

	<b>Public Works Admin</b>	<b>Civic Center Facility Service</b>	<b>Total Internal Service Funds</b>
<b>Reconciliation of operating income (loss) to net cash provided by (used for) operating activities</b>			
Operating income (loss)	\$ 46,389	\$ 5,709	\$ 5,369,260
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities			
GASB 68 pension adjustments	2,699	1,933	(5,145,579)
Depreciation expense	28,093	21,203	1,399,860
Cash provided (used) by changes in operating assets and liabilities			
(Increase) decrease in accounts receivable	-	-	(26,829)
Due from other governments	-	-	-
(Increase) decrease in inventories	-	-	(51,662)
(Decrease) increase in accounts payable	(4,028)	10,198	1,353,625
(Decrease) increase in compensated absences payable	4,967	(14,911)	24,330
Other nonoperating revenue	607	184	196,317
Total adjustments	\$ 32,338	\$ 18,607	\$ (2,249,938)
Net cash provided by (used for) operating activities	<u>\$ 78,727</u>	<u>\$ 24,316</u>	<u>\$ 3,119,324</u>

**City of Great Falls, Montana**  
**Fiduciary Funds**  
**Fund Descriptions**

A category of funds used to report assets held in a trust agreement or equivalent arrangement that has certain characteristics or in a custodial capacity for the benefit of others and which therefore cannot be used to support the City's own programs.

**Private-Purpose Trust Funds**

Private-purpose trust funds are used to report all fiduciary activities that do not meet the requirements to be reported in pension trust funds or investment trust funds, but do meet the requirements to be a GASB other fiduciary trust.

Castle Pines Trust Fund – This fund is used to account for assessments collected from the buyers of Castle Pines Subdivision lots as closing costs to be used for future construction of off-site public improvements related to the subdivision.

ULRRWSD (Upper Lower River Road Water Sewer District) Trust Fund – This fund is used to account for assessments and expenses for the District for the addition of the District to the City's water and sanitary sewer systems in all phases.

**Custodial Funds**

Custodial funds are used to report activities carried out exclusively for the benefit of those outside of the government but not administered through GASB postemployment benefit trusts or GASB other fiduciary trusts.

Court Fund – This fund is used to account for appearance bond and restitution money.

Flex 1 Plans Fund – This fund is used to account for employee Flex 1 unreimbursed medical and daycare plan deductions.

Payroll Fund – This fund is used to account for federal, state, and other payroll deductions.

**City of Great Falls, Montana**  
**Combining Statement of Fiduciary Net Position**  
**Private-Purpose Trust Funds**  
**June 30, 2022**

	<b>Castle Pines Trust</b>	<b>ULRRWSD Trust</b>	<b>Total Private- Purpose Trust Funds</b>
<b>Assets</b>			
Cash and investments	\$ 1,336	\$ 249,616	\$ 250,952
Due from district special assessments	-	728,651	728,651
<b>Total assets</b>	<b>1,336</b>	<b>978,267</b>	<b>979,603</b>
<b>Liabilities</b>			
Asset held for others	-	978,267	978,267
<b>Total liabilities</b>	<b>-</b>	<b>978,267</b>	<b>978,267</b>
<b>Net Position</b>			
Restricted for:			
Castle Pines Trust	1,336	-	1,336
<b>Total Net Position</b>	<b>\$ 1,336</b>	<b>\$ -</b>	<b>\$ 1,336</b>

**City of Great Falls, Montana**  
**Combining Statement of Changes in Fiduciary Net Position**  
**Private-Purpose Trust Funds**  
**For the Year Ended June 30, 2022**

	<u>Castle Pines Trust</u>	<u>ULRRWSD Trust</u>	<u>Total Private-Purpose Trust Funds</u>
<b>Additions</b>			
District special assessments	\$ -	\$ 88,728	\$ 88,728
Investment earnings	3	597	600
Total additions	<u>3</u>	<u>89,325</u>	<u>89,328</u>
<b>Deductions</b>			
Payments to debt service for ULRRWSD	<u>-</u>	<u>89,325</u>	<u>89,325</u>
Total deductions	<u>-</u>	<u>89,325</u>	<u>89,325</u>
Net increase (decrease) in fiduciary net position	3	-	3
Net position - beginning	1,333	-	1,333
Net position - ending	<u>\$ 1,336</u>	<u>\$ -</u>	<u>\$ 1,336</u>

**City of Great Falls, Montana**  
**Combining Statement of Fiduciary Net Position**  
**Custodial Funds**  
**June 30, 2022**

	<u>Court</u>	<u>Flex 1 Plans</u>	<u>Payroll</u>	<u>Total Custodial Funds</u>
<b>Assets</b>				
Cash and investments	\$ 62,563	\$ -	\$ 258,970	\$ 321,533
Payroll receivable	-	26,225	1,031,294	1,057,519
Total assets	<u>62,563</u>	<u>26,225</u>	<u>1,290,264</u>	<u>1,379,052</u>
<b>Liabilities</b>				
Accounts payable and other liabilities	62,563	26,225	1,290,264	1,379,052
Assets held for others	-	-	-	-
Other liabilities	-	-	-	-
Total liabilities	<u>62,563</u>	<u>26,225</u>	<u>1,290,264</u>	<u>1,379,052</u>
<b>Net position</b>				
Total net position	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**City of Great Falls, Montana**  
**Combining Statement of Changes in Fiduciary Net Position**  
**Custodial Funds**  
**For the Year Ended June 30, 2022**

	<u>Court</u>	<u>Flex 1 Plans</u>	<u>Payroll</u>	<u>Total Custodial Funds</u>
<b>Additions</b>				
Employees for unreimbursed medical	\$ -	\$ 26,225	\$ -	\$ 26,225
Employers	-	-	43,214,218	43,214,218
Appearance bonds and restitution	15,655	-	-	15,655
Total additions	<u>15,655</u>	<u>26,225</u>	<u>43,214,218</u>	<u>43,256,098</u>
<b>Deductions</b>				
Payments to others for payroll benefits	-	26,225	43,214,218	43,240,443
Payments to beneficiaries and clients	15,655	-	-	15,655
Payments to Flex 1 plans	-	-	-	-
Total deductions	<u>15,655</u>	<u>26,225</u>	<u>43,214,218</u>	<u>43,256,098</u>
Net increase (decrease) in fiduciary net position	-	-	-	-
Net position - beginning	-	-	-	-
Net position - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>



**Statistical Section  
Table of Contents**

This part of the City of Great Falls' annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

<b>Contents</b>	<b>Page</b>
<b>Financial Trends</b> <hr/>	178
These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.	
<b>Revenue Capacity</b> <hr/>	183
These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.	
<b>Debt Capacity</b> <hr/>	188
These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.	
<b>Demographic and Economic Information</b> <hr/>	214
These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.	
<b>Operating Information</b> <hr/>	216
These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.	

Sources: Unless otherwise noted, the information in these schedules is derived from the annual comprehensive financial reports for the relevant year.

**City of Great Falls, Montana**  
**Changes in Net Position**  
**Last Ten Fiscal Years**  
**(accrual basis of accounting)**

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>Expenses</b>										
<b>Governmental Activities:</b>										
General government	\$ 8,696,774	\$ 9,116,629	\$ 9,175,818	\$ 8,951,277	\$ 9,087,518	\$ 11,065,928	\$ 10,014,604	\$ 12,043,073	\$ 13,717,027	\$ 6,049,893
Public safety	18,473,368	18,452,067	18,925,163	21,047,599	22,308,585	25,387,960	26,468,988	29,605,935	32,668,855	29,041,592
Public works	6,823,866	6,609,221	7,176,330	6,319,333	7,268,736	7,660,240	8,030,532	8,370,526	8,745,824	8,556,113
Culture and recreation	5,280,872	4,908,524	5,018,301	5,309,937	4,983,866	5,481,757	5,338,401	6,623,215	6,690,221	7,294,699
Housing and development	2,986,916	2,100,706	3,285,664	1,985,526	3,032,685	2,442,155	2,266,478	2,306,897	2,239,153	2,289,786
Interest and Fees	286,266	275,752	213,945	202,091	195,289	184,098	172,555	235,180	288,800	526,924
<b>Total governmental activities expenses</b>	<b>42,548,062</b>	<b>41,462,899</b>	<b>43,795,221</b>	<b>43,815,763</b>	<b>46,876,679</b>	<b>52,222,138</b>	<b>52,291,558</b>	<b>59,184,826</b>	<b>64,349,880</b>	<b>53,759,007</b>
<b>Business-type activities</b>										
Golf courses	1,393,735	1,274,279	1,286,360	-	-	-	-	-	-	-
Water	8,360,315	8,260,040	8,192,979	8,265,032	8,940,287	9,765,723	10,425,580	10,590,672	11,452,967	13,217,638
Sewer	7,676,489	7,823,272	7,856,343	7,802,738	9,433,803	9,540,200	9,851,779	10,226,134	10,494,173	10,841,180
Storm drain	1,358,316	1,322,246	1,485,612	1,626,546	1,995,463	2,251,017	2,500,962	2,601,173	2,688,622	2,762,931
Sanitation	3,406,713	3,367,323	3,249,148	3,351,925	3,856,076	3,645,331	3,847,103	3,963,297	4,278,659	4,502,443
Electric	2,606,675	854,118	175,481	-	-	-	-	-	-	-
Port authority	298,960	325,092	312,659	299,366	285,948	271,210	256,234	241,122	223,690	190,993
State Special Projects	-	63,680	373,134	367,623	361,514	355,527	349,420	343,367	336,841	330,361
Other	4,598,631	4,597,136	4,570,909	5,729,950	6,208,611	6,662,665	6,346,272	6,552,059	6,502,443	5,650,649
<b>Total business-type activities expenses</b>	<b>29,699,834</b>	<b>27,887,186</b>	<b>27,502,625</b>	<b>27,443,180</b>	<b>31,081,702</b>	<b>32,491,673</b>	<b>33,577,350</b>	<b>34,517,824</b>	<b>35,977,395</b>	<b>37,496,195</b>
<b>Total primary government expenses</b>	<b>\$ 72,247,896</b>	<b>\$ 69,350,085</b>	<b>\$ 71,297,846</b>	<b>\$ 71,258,943</b>	<b>\$ 77,958,381</b>	<b>\$ 84,713,811</b>	<b>\$ 85,868,908</b>	<b>\$ 93,702,650</b>	<b>\$ 100,327,275</b>	<b>\$ 91,255,202</b>
<b>Program Revenues</b>										
<b>Governmental Activities:</b>										
<b>Charges for services</b>										
General government	\$ 7,176,911	\$ 5,864,755	\$ 6,466,937	\$ 6,371,925	\$ 6,253,126	\$ 6,065,475	\$ 7,084,764	\$ 3,141,467	\$ 6,299,660	\$ 6,537,043
Public safety	1,488,048	1,638,667	1,698,851	1,607,759	1,759,398	1,765,576	843,365	1,524,117	1,760,243	1,609,179
Public works	4,884,645	4,770,651	5,440,670	5,911,491	6,225,343	6,066,093	6,203,263	6,187,528	6,469,236	6,975,531
Culture and recreation	745,946	750,894	730,995	799,487	755,906	771,207	2,257,770	2,435,123	2,372,103	2,411,228
Housing and development	1,311,128	1,387,925	1,813,459	2,096,699	1,738,247	1,902,249	1,405,620	1,115,162	1,121,134	1,653,804
Operating grants and contributions	2,277,090	1,171,027	2,236,251	1,675,205	1,449,025	2,666,624	1,400,143	5,488,027	15,818,889	11,099,298
Capital grants and contributions	499,861	616,593	1,211,232	1,399,292	1,748,919	1,014,668	668,996	3,148,306	104,007	3,186,619
<b>Total governmental activities program revenues</b>	<b>18,383,629</b>	<b>16,200,512</b>	<b>19,598,395</b>	<b>19,861,858</b>	<b>19,929,964</b>	<b>20,251,892</b>	<b>19,863,921</b>	<b>23,039,730</b>	<b>33,945,272</b>	<b>33,472,702</b>

\* Golf Courses was moved to the other category for FY 2016. The Electric Fund was closed in FY 2015.

**City of Great Falls, Montana**  
**Changes in Net Position**  
**Last Ten Fiscal Years**  
**(accrual basis of accounting)**

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>Business-type activities</b>										
Charges for services										
Golf Courses	\$ 1,379,693	\$ 1,314,324	\$ 1,350,398	* \$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Water	10,585,717	9,872,232	11,038,165	11,117,378	12,108,595	13,972,825	13,221,101	13,726,302	13,970,585	14,803,895
Sewer	10,230,776	10,446,285	10,904,305	10,541,575	11,173,547	11,426,703	11,441,446	11,613,924	11,452,162	11,599,985
Storm Drain	1,930,203	1,867,201	1,993,861	2,105,174	2,410,858	2,632,616	2,878,879	3,110,007	2,917,430	3,196,684
Sanitation	3,149,008	3,257,465	3,465,672	3,453,572	3,644,315	3,692,698	3,838,298	4,201,779	4,189,046	4,673,425
Electric	2,472,625	1,849,794	3,692	*	-	-	-	-	-	-
Port Authority	465,187	465,187	465,187	465,187	465,188	465,187	465,187	465,187	465,187	465,187
State Special Projects	-	-	383,402	383,402	383,402	383,402	383,402	383,402	383,403	383,402
Other	3,421,754	3,152,726	3,647,316	4,588,459	4,602,675	4,775,665	4,794,727	4,565,746	4,667,470	5,328,588
Operating grants and contributions	-	870,461	11,119	177,174	108,544	-	-	649,141	675,627	-
Capital grants and contributions	42,130	-	-	-	-	-	-	-	4,127	23,258
Total business-type activities program revenues	<u>33,677,093</u>	<u>33,095,675</u>	<u>33,263,117</u>	<u>32,831,921</u>	<u>34,897,124</u>	<u>37,349,096</u>	<u>37,023,040</u>	<u>38,715,488</u>	<u>38,725,037</u>	<u>40,474,424</u>
Total primary government program revenues	<u>\$ 52,060,722</u>	<u>\$ 49,296,187</u>	<u>\$ 52,861,512</u>	<u>\$ 52,693,779</u>	<u>\$ 54,827,088</u>	<u>\$ 57,600,988</u>	<u>\$ 56,886,961</u>	<u>\$ 61,755,218</u>	<u>\$ 72,670,309</u>	<u>\$ 73,947,126</u>
<b>Net (Expense)/Revenue</b>										
Governmental activities	\$ (24,164,433)	\$ (25,262,387)	\$ (24,196,826)	\$ (23,953,905)	\$ (26,946,715)	\$ (31,970,246)	\$ (32,427,637)	\$ (36,145,096)	\$ (30,404,608)	\$ (20,286,305)
Business-type activities	<u>3,977,259</u>	<u>5,208,489</u>	<u>5,760,492</u>	<u>5,388,741</u>	<u>3,815,422</u>	<u>4,857,423</u>	<u>3,445,690</u>	<u>4,197,664</u>	<u>2,747,642</u>	<u>2,978,229</u>
Total primary government net expense	<u>\$ (20,187,174)</u>	<u>\$ (20,053,898)</u>	<u>\$ (18,436,334)</u>	<u>\$ (18,565,164)</u>	<u>\$ (23,131,293)</u>	<u>\$ (27,112,823)</u>	<u>\$ (28,981,947)</u>	<u>\$ (31,947,432)</u>	<u>\$ (27,656,966)</u>	<u>\$ (17,308,076)</u>
<b>General Revenues and Other Changes in Net Assets</b>										
Governmental Activities:										
Property taxes	\$ 16,238,131	\$ 17,124,467	\$ 17,982,474	\$ 18,224,876	\$ 19,665,472	\$ 19,042,057	\$ 21,739,975	\$ 26,143,194	\$ 25,474,915	\$ 25,212,308
Grants and contributions not restricted to specific programs	7,612,104	8,042,009	8,578,380	8,624,074	8,506,999	8,520,364	8,670,610	9,373,657	9,231,662	9,132,692
Unrestricted investment earnings	48,395	8,681	97,419	146,782	77,389	223,271	622,092	425,419	86,413	49,202
Miscellaneous	475,503	463,284	2,831,946	3,489,764	3,604,956	4,411,096	4,802,670	5,081,769	8,027,170	5,616,794
Gain (loss) on sale of capital assets	-	-	-	-	284,822	(63,656)	88,999	71,854	-	-
Transfers	(10,017,773)	(1,875,441)	(569,896)	(1,202,370)	(931,689)	(902,483)	(929,654)	(929,654)	(757,313)	(2,060,805)
Total governmental activities general revenues	<u>14,356,360</u>	<u>23,763,000</u>	<u>28,920,323</u>	<u>29,283,126</u>	<u>31,207,949</u>	<u>31,230,649</u>	<u>34,994,692</u>	<u>40,166,239</u>	<u>42,062,847</u>	<u>37,950,191</u>
Business Type Activities:										
Grants and contributions not restricted to specific programs	50,488	89	24,960	2,632	14,953	1,252	1,874	2,784	-	-
Unrestricted investment earnings	26,276	13,487	91,417	109,398	43,714	115,980	801,240	584,254	29,422	11,819
Miscellaneous	120,976	787,181	114,395	710,061	513,414	383,939	216,148	207,495	579,189	513,394
Gain (loss) on sale of capital assets	-	-	-	-	16,260	49,390	(15,325)	-	-	-
Transfers	10,017,773	1,875,441	569,896	1,202,370	931,689	902,483	929,654	929,654	757,313	2,060,805
Extraordinary item	(4,117,122)	-	-	-	-	-	-	-	-	-
Total business-type activities general revenues	<u>6,098,391</u>	<u>2,676,198</u>	<u>800,668</u>	<u>2,024,461</u>	<u>1,503,770</u>	<u>1,419,914</u>	<u>1,998,306</u>	<u>1,708,862</u>	<u>1,365,924</u>	<u>2,586,018</u>
Total primary government general revenues	<u>\$ 20,454,751</u>	<u>\$ 26,439,198</u>	<u>\$ 29,720,991</u>	<u>\$ 31,307,587</u>	<u>\$ 32,711,719</u>	<u>\$ 32,650,563</u>	<u>\$ 36,992,998</u>	<u>\$ 41,875,101</u>	<u>\$ 43,428,771</u>	<u>\$ 40,536,209</u>
<b>Change in Net Position</b>										
Governmental activities	\$ (9,808,073)	\$ (1,499,387)	\$ 4,723,497	\$ 5,329,221	\$ 4,261,234	\$ (739,597)	\$ 2,567,055	\$ 4,021,143	\$ 11,658,239	\$ 17,663,886
Business-type activities	<u>10,075,650</u>	<u>7,884,687</u>	<u>6,561,160</u>	<u>7,413,202</u>	<u>5,319,192</u>	<u>6,277,337</u>	<u>5,443,996</u>	<u>5,906,526</u>	<u>4,113,566</u>	<u>5,564,247</u>
Total primary government	<u>\$ 267,577</u>	<u>\$ 6,385,300</u>	<u>\$ 11,284,657</u>	<u>\$ 12,742,423</u>	<u>\$ 9,580,426</u>	<u>\$ 5,537,740</u>	<u>\$ 8,011,051</u>	<u>\$ 9,927,669</u>	<u>\$ 15,771,805</u>	<u>\$ 23,228,133</u>

General government encompasses the General Fund, Special Revenue Funds, Debt Service Funds, Capital Projects Funds and Internal Service Funds.

\* Golf Courses was moved to the other category from FY 2016 forward. The Electric Fund was closed in FY 2015.

**City of Great Falls, Montana**  
**Net Position by Component**  
**Last Ten Fiscal Years**  
**(accrual basis of accounting)**

	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Governmental activities										
Net investment in capital assets	\$ 71,608,711	\$ 69,788,446	\$ 69,736,173	\$ 66,393,049	\$ 68,231,770	\$ 65,775,809	\$ 66,973,666	\$ 66,153,408	\$ 62,591,068	\$ 65,683,127
Restricted	8,702,271	7,528,842	10,075,593	16,712,699	18,200,964	20,093,281	20,213,914	23,424,215	41,306,322	56,234,194
Unrestricted	4,666,887	6,161,194	(16,610,550)	(14,575,311)	(13,641,063)	(19,205,562)	(17,956,997)	(16,325,897)	(18,987,425)	(19,343,470)
Total governmental activities net position	<u>\$ 84,977,869</u>	<u>\$ 83,478,482</u>	<u>\$ 63,201,216</u>	<u>\$ 68,530,437</u>	<u>\$ 72,791,671</u>	<u>\$ 66,663,528</u>	<u>\$ 69,230,583</u>	<u>\$ 73,251,726</u>	<u>\$ 84,909,965</u>	<u>\$ 102,573,851</u>
Business-Type activities										
Net investment in capital assets	\$ 100,276,282	\$ 104,871,641	\$ 110,400,631	\$ 116,023,829	\$ 117,442,637	\$ 118,781,340	\$ 123,530,483	\$ 130,112,018	\$ 130,494,602	\$ 128,021,527
Restricted	5,803,799	4,653,658	7,682,782	7,477,563	8,592,636	10,342,611	10,350,105	9,213,962	8,592,771	7,974,359
Unrestricted	13,467,886	17,907,355	9,515,712	11,510,935	14,296,246	17,484,905	18,172,264	18,633,398	22,985,571	31,641,305
Total business-type activities net position	<u>\$ 119,547,967</u>	<u>\$ 127,432,654</u>	<u>\$ 127,599,125</u>	<u>\$ 135,012,327</u>	<u>\$ 140,331,519</u>	<u>\$ 146,608,856</u>	<u>\$ 152,052,852</u>	<u>\$ 157,959,378</u>	<u>\$ 162,072,944</u>	<u>\$ 167,637,191</u>
Primary government										
Net investment in capital assets	\$ 171,884,993	\$ 174,660,087	\$ 180,136,804	\$ 182,416,878	\$ 185,674,407	\$ 184,557,149	\$ 190,504,149	\$ 196,265,426	\$ 193,085,670	\$ 193,704,654
Restricted	14,506,070	12,182,500	17,758,375	24,190,262	26,793,600	30,435,892	30,564,019	32,638,177	49,899,093	64,208,553
Unrestricted	18,134,773	24,068,549	(7,094,838)	(3,064,376)	655,183	(1,720,657)	215,267	2,307,501	3,998,146	12,297,835
Total primary government net position	<u>\$ 204,525,836</u>	<u>\$ 210,911,136</u>	<u>\$ 190,800,341</u>	<u>\$ 203,542,764</u>	<u>\$ 213,123,190</u>	<u>\$ 213,272,384</u>	<u>\$ 221,283,435</u>	<u>\$ 231,211,104</u>	<u>\$ 246,982,909</u>	<u>\$ 270,211,042</u>

In Fiscal Year 2015, GASB 68 was implemented which resulted in the negative unrestricted balance in the governmental activities.

**City of Great Falls, Montana**  
**Fund Balances, Governmental Funds**  
**Last Ten Fiscal Years**  
(modified accrual basis of accounting)

	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General Fund										
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unassigned	<u>1,520,000</u>	<u>3,068,392</u>	<u>5,892,518</u>	<u>7,026,833</u>	<u>8,684,105</u>	<u>7,086,399</u>	<u>6,992,761</u>	<u>13,594,027</u>	<u>13,041,527</u>	<u>11,741,081</u>
Total General Fund	<u><u>\$1,520,000</u></u>	<u><u>\$3,068,392</u></u>	<u><u>\$ 5,892,518</u></u>	<u><u>\$ 7,026,833</u></u>	<u><u>\$ 8,684,105</u></u>	<u><u>\$ 7,086,399</u></u>	<u><u>\$ 6,992,761</u></u>	<u><u>\$13,594,027</u></u>	<u><u>\$13,041,527</u></u>	<u><u>\$ 11,741,081</u></u>
All Other Governmental Funds										
Nonspendable	\$ 25,349	\$ 25,349	\$ 25,349	\$ 25,349	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted	6,079,675	4,986,807	7,020,783	9,189,220	9,976,542	11,577,709	12,234,266	16,377,283	20,247,739	28,090,921
Assigned	2,597,247	2,516,686	3,029,461	4,525,824	5,186,112	5,658,221	5,362,925	4,962,693	9,609,948	8,311,099
Unassigned	<u>(13,163)</u>	<u>(4,242)</u>	<u>(2,600)</u>	<u>(71,364)</u>	<u>(24,045)</u>	<u>(29,660)</u>	<u>(45,234)</u>	<u>-</u>	<u>-</u>	<u>(212,464)</u>
Total All Other Governmental Funds	<u><u>\$8,689,108</u></u>	<u><u>\$7,524,600</u></u>	<u><u>\$10,072,993</u></u>	<u><u>\$13,669,029</u></u>	<u><u>\$15,138,609</u></u>	<u><u>\$17,206,270</u></u>	<u><u>\$17,551,957</u></u>	<u><u>\$21,339,976</u></u>	<u><u>\$29,857,687</u></u>	<u><u>\$ 36,189,556</u></u>

The decrease in General Fund unassigned fund balance in 2013 was due to the one time transfer of \$5,553,054 to the Electric fund to cover the cash deficit in the Electric fund.

The decrease in General Fund unassigned fund balance in 2018 was due to protested taxes not received in the fiscal year.

The increase in General Fund unassigned fund balance in 2020 was due to an increase in tax revenue collected due to the Calumet settlement as well as CARES funding.

The decrease in General Fund unassigned fund balance in 2022 was due to not using the inflationary factor and permissive medical levy.

The fluctuations in All Other Governmental Funds Restricted balances were due to the changing needs for debt service reserves and capital projects restrictions in the funds.

The increase in All Other Governmental Funds Restricted balance was due to COVID funding received in 2022.

**City of Great Falls, Montana**  
**Changes in Fund Balances, Governmental Funds**  
**Last Ten Fiscal Years**  
**(modified accrual basis of accounting)**

	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>Revenues</b>										
Taxes	\$ 16,238,131	\$ 17,124,467	\$ 17,982,474	\$ 18,224,876	\$ 19,665,473	\$ 19,042,057	\$ 21,739,975	\$ 26,143,194	\$ 25,474,915	\$ 25,212,308
Licenses & permits	2,045,169	2,055,879	2,495,048	2,497,673	2,440,334	2,470,070	2,409,720	2,025,310	2,060,414	2,546,075
Intergovernmental	11,864,173	11,387,609	13,224,455	13,082,799	13,283,947	15,705,866	15,739,945	23,395,658	24,280,117	20,742,205
Charges for services	2,904,088	2,910,944	2,906,916	3,256,242	2,977,325	3,155,620	3,113,928	3,225,465	3,005,583	3,330,765
Fines & forfeitures	1,147,959	939,146	1,052,578	866,178	932,647	854,590	734,585	700,862	824,868	735,985
Internal service	1,058,730	1,068,809	1,061,100	1,012,506	1,164,382	1,182,948	967,666	974,109	1,404,674	1,833,277
Special assessments	6,665,671	6,654,478	6,834,965	7,338,572	6,859,028	6,804,476	8,333,057	8,865,522	8,622,684	8,509,065
Other	716,288	917,119	776,643	727,272	1,102,848	693,183	946,240	1,721,497	1,270,535	907,107
Investment income	25,862	321	65,782	105,570	38,148	157,479	499,233	343,763	68,816	37,520
Total revenues	<u>42,666,071</u>	<u>43,058,772</u>	<u>46,399,961</u>	<u>47,111,688</u>	<u>48,464,132</u>	<u>50,066,289</u>	<u>54,484,349</u>	<u>67,395,380</u>	<u>67,012,606</u>	<u>63,854,307</u>
<b>Expenditures</b>										
General government	7,779,966	8,116,341	7,992,378	8,343,304	8,332,346	9,283,151	8,909,329	10,073,320	11,233,614	10,962,325
Public safety	18,271,958	18,263,076	18,535,967	19,189,830	20,751,256	25,169,696	26,736,872	27,937,861	31,454,603	29,271,140
Public works	4,731,856	4,773,496	4,767,232	4,765,396	5,145,631	5,317,670	5,911,177	5,645,522	5,905,290	6,012,672
Culture & recreation	4,397,868	4,233,348	4,018,480	4,096,963	4,279,873	4,615,269	4,708,138	5,524,815	5,673,127	6,674,692
Housing & development	2,605,288	1,797,475	2,485,943	2,150,885	2,598,400	2,032,080	1,873,922	1,834,564	1,855,544	2,051,764
Debt service										
Principal	444,479	558,887	642,516	761,895	755,264	468,826	489,302	2,106,980	807,214	1,669,780
Interest & fees	282,232	272,889	211,806	199,450	192,808	182,234	172,325	235,180	288,809	469,082
Capital outlay	2,899,085	2,637,817	1,726,777	3,091,932	2,347,528	1,545,782	4,348,438	6,940,176	7,272,239	9,764,524
Total expenditures	<u>41,412,732</u>	<u>40,653,329</u>	<u>40,381,099</u>	<u>42,599,655</u>	<u>44,403,106</u>	<u>48,614,708</u>	<u>53,149,503</u>	<u>60,298,418</u>	<u>64,490,440</u>	<u>66,875,979</u>
Excess of revenues over (under) expenditures	<u>1,253,339</u>	<u>2,405,443</u>	<u>6,018,862</u>	<u>4,512,033</u>	<u>4,061,026</u>	<u>1,451,581</u>	<u>1,334,846</u>	<u>7,096,962</u>	<u>2,522,166</u>	<u>(3,021,672)</u>
<b>Other financing sources (uses)</b>										
Transfers in	924,746	844,012	1,092,415	1,010,674	1,108,018	1,782,760	1,096,173	1,083,374	1,073,055	3,465,171
Transfers out	(9,072,667)	(2,695,291)	(1,738,759)	(2,315,449)	(2,113,939)	(2,773,386)	(2,088,970)	(2,076,171)	(2,053,769)	(5,589,119)
Issuance of debt	-	-	-	852,666	2,193	-	-	4,192,920	6,423,759	10,177,043
Issuance of refunding bonds	-	2,349,720	-	-	-	-	-	-	-	-
Payment to refunded bonds escrow agent	-	(2,520,000)	-	-	-	-	-	-	-	-
Proceeds of capital assets	-	-	-	670,427	69,554	9,000	-	2,200	-	-
Total other financing sources (uses)	<u>(8,147,921)</u>	<u>(2,021,559)</u>	<u>(646,344)</u>	<u>218,318</u>	<u>(934,174)</u>	<u>(981,626)</u>	<u>(992,797)</u>	<u>3,202,323</u>	<u>5,443,045</u>	<u>8,053,095</u>
<b>Net change in fund balance</b>	<u>\$ (6,894,582)</u>	<u>\$ 383,884</u>	<u>\$ 5,372,518</u>	<u>\$ 4,730,351</u>	<u>\$ 3,126,852</u>	<u>\$ 469,955</u>	<u>\$ 342,049</u>	<u>\$ 10,299,285</u>	<u>\$ 7,965,211</u>	<u>\$ 5,031,423</u>
Debt service as a percentage of noncapital expenditures	1.89%	2.19%	2.21%	2.43%	2.25%	1.38%	1.36%	4.39%	1.92%	3.75%

<sup>1</sup> This year's increase in transfers out is due to one-time transfers to the Electric Fund cash deficit and settlement payment.

<sup>2</sup> This year's decrease in investment income is due to adjustments which 'mark investments to market' and interest receivable.

<sup>3</sup> This year's decrease in taxes is due primarily to protested taxes.

<sup>4</sup> This year's increase in expenditures is due to increased personal and operation costs.

<sup>5</sup> This year's increase in expenditures for debt service and issuance was due to a refinancing in West Bank TID.

<sup>6</sup> This year's increase in expenditures is due debt issuance of the Park Maintenance District.

**City of Great Falls, Montana**  
**Taxable Assessed and Market Value of Taxable Property**  
**Last Ten Fiscal Years**

Fiscal Year	Real Property		Personal Property		Total Real & Personal Property		Ratio of Taxable Assessed Value to Total Market Value	Direct Mills Applied
	Market Value	Taxable Assessed Value	Market Value	Taxable Assessed Value	Market Value	Taxable Assessed Value		
<b>TAXABLE ASSESSED AND MARKET VALUE OF TAXABLE PROPERTY - TOTAL</b>								
2013	2,562,754,623	71,724,719	217,648,518	6,128,272	2,780,403,141	77,852,991	2.80%	193.57
2014	2,645,842,533	71,466,672	233,291,897	6,587,918	2,879,134,430	78,054,590	2.71%	198.74
2015	2,711,922,840	70,661,377	216,917,883	5,436,977	2,928,840,723	76,098,354	2.60%	204.54
2016	4,902,476,643	78,823,672	363,583,585	9,754,099	5,266,060,228	88,577,771	1.68%	190.29
2017	4,956,742,318	80,856,634	395,573,329	10,491,169	5,352,315,647	91,347,803	1.71%	198.24
2018	5,515,576,327	94,060,050	106,575,740	1,762,443	5,622,152,067	95,822,493	1.70%	194.78
2019	5,657,454,119	97,741,707	113,347,623	1,822,862	5,770,801,742	99,564,569	1.73%	201.24
2020	5,988,180,028	102,882,454	116,532,959	1,897,868	6,104,712,987	104,780,322	1.72%	200.78
2021	5,884,723,172	99,693,994	117,669,352	1,957,622	6,002,392,524	101,651,616	1.69%	208.79
2022	6,129,022,004	102,728,367	141,235,004	2,393,884	6,270,257,008	105,122,251	1.68%	201.35
<b>TAXABLE ASSESSED AND MARKET VALUE OF TAXABLE PROPERTY - NET OF TAX INCREMENT DISTRICTS (TID)</b>								
2013	2,510,700,401	70,256,694	216,731,371	6,108,978	2,727,431,772	76,365,672	2.80%	193.57
2014	2,467,468,606	66,426,926	219,254,983	5,723,343	2,686,723,589	72,150,269	2.69%	198.74
2015	2,507,288,203	65,146,953	202,918,247	4,599,174	2,710,206,450	69,746,127	2.57%	204.54
2016	4,602,793,224	73,709,855	343,909,919	8,832,202	4,946,703,143	82,542,057	1.67%	190.29
2017	4,679,803,741	75,245,526	385,641,073	10,336,672	5,065,444,814	85,582,198	1.69%	198.24
2018	5,216,076,085	88,187,361	94,556,655	1,569,152	5,310,632,740	89,756,513	1.69%	194.78
2019	5,343,981,416	91,578,510	97,111,181	1,567,981	5,441,092,597	93,146,491	1.71%	201.24
2020	5,647,709,389	95,611,019	95,802,462	1,575,336	5,743,511,851	97,186,355	1.69%	200.78
2021	5,531,417,698	92,141,649	98,843,159	1,662,118	5,630,260,857	93,803,767	1.67%	208.79
2022	5,784,571,571	95,214,667	117,667,119	1,998,905	5,902,238,690	97,213,572	1.65%	201.35
<b>TAXABLE ASSESSED AND MARKET VALUE OF TAXABLE PROPERTY - TOTAL TAX INCREMENT DISTRICTS (TID) <sup>1</sup></b>								
2013	52,054,222	1,468,025	917,147	19,294	52,971,369	1,487,319	2.81%	187.57
2014	178,373,927	5,039,746	14,036,914	864,575	192,410,841	5,904,321	3.07%	192.74
2015	204,634,637	5,514,424	13,999,636	837,803	218,634,273	6,352,227	2.91%	198.54
2016	299,683,419	5,113,817	19,673,666	921,897	319,357,085	6,035,714	1.89%	184.29
2017	276,938,577	5,611,108	9,932,256	154,497	286,870,833	5,765,605	2.01%	192.24
2018	299,500,242	5,872,689	12,019,085	193,291	311,519,327	6,065,980	1.95%	188.78
2019	313,472,703	6,163,197	16,236,442	254,881	329,709,145	6,418,078	1.95%	195.24
2020	340,470,639	7,271,435	20,730,497	322,532	361,201,136	7,593,967	2.10%	194.78
2021	353,305,474	7,552,345	18,826,193	295,504	372,131,667	7,847,849	2.11%	202.79
2022	344,450,433	7,513,700	23,567,885	394,979	368,018,318	7,908,679	2.15%	201.35

Source: Montana State Department of Revenue.

<sup>1</sup> University mill levies of 6 mills are excluded from tax increment districts.

Note: The City's real estate property tax is levied as of November 1 on the assessed value listed as of January 1 of the same year, for all property located in the City. Assessed values are established by the Montana Department of Revenue (DOR) based on a market value. A revaluation of all property is required to be completed on a periodic basis. Taxable value is defined by State statute as a fixed percentage of assessed value.

Fiscal Year 2021 values revised due to changes in valuation from DOR.

**City of Great Falls, Montana**  
**Taxable Assessed Value and Market Value of Taxable Property All Tax Increment Districts**  
**Last Ten Fiscal Years**

**Real Property**

	<b>Downtown Urban Renewal TID Market Value</b>	<b>Downtown Urban Renewal TID TAV</b>	<b>Industrial International Malting Co. TID Market Value</b>	<b>Industrial International Malting Co. TID TAV</b>	<b>Urban Renewal West Bank TID Market Value</b>	<b>Urban Renewal West Bank TID TAV</b>	<b>International Airport TID Market Value</b>	<b>International Airport TID TAV Value</b>	<b>East Industrial Ag Tech Park TID Market Value</b>	<b>East Industrial Ag Tech Park TID TAV Value</b>
<b>Base Value</b>	N/A	\$ 3,643,575	N/A	\$ 362,124	N/A	\$ 292,250	N/A	\$ 107,149	N/A	\$ 2,322
<b>2013</b>	-	-	19,198,044	504,908	28,541,803	849,635	4,314,375	113,482	N/A	N/A
<b>2014</b>	123,431,697	3,646,875	19,953,345	502,683	30,330,227	771,868	4,658,658	118,320	N/A	N/A
<b>2015</b>	128,594,319	3,685,340	34,752,393	809,138	35,118,927	867,572	4,801,702	118,600	1,367,296	33,774
<b>2016</b>	195,391,550	3,211,943	46,763,872	844,655	46,788,808	872,334	8,374,742	140,006	2,364,447	44,879
<b>2017</b>	179,749,691	3,783,918	42,590,582	804,532	44,466,752 <sup>2</sup>	837,983	7,814,404	140,691	2,317,148	43,984
<b>2018</b>	180,209,897	3,819,643	46,740,875	681,946	49,358,717	940,473	7,917,092	142,654	15,273,661	287,973
<b>2019</b>	180,097,784	3,851,787	49,506,568	733,149	55,379,006	1,053,913	7,919,065	142,678	20,570,280	381,670
<b>2020</b>	189,911,142	4,584,180	47,164,129	723,019	71,532,946	1,364,492	11,032,895	200,349	20,829,527	399,395
<b>2021</b>	187,358,379	4,535,315	47,777,015	770,645	72,602,036	1,387,087	12,378,138	226,077	33,189,906	633,221
<b>2022</b>	186,221,679	4,601,003	45,915,839	773,016	75,021,299	1,436,389	12,657,903	231,602	24,633,713	471,690

**Personal Property**

	<b>Downtown Urban Renewal TID Market Value</b>	<b>Downtown Urban Renewal TID TAV</b>	<b>Industrial International Malting Co. TID Market Value</b>	<b>Industrial International Malting Co. TID TAV</b>	<b>Urban Renewal West Bank TID Market Value</b>	<b>Urban Renewal West Bank TID TAV</b>	<b>International Airport TID Market Value</b>	<b>International Airport TID TAV Value</b>	<b>East Industrial Ag Tech Park TID Market Value</b>	<b>East Industrial Ag Tech Park TID TAV Value</b>
<b>2013</b>	-	-	-	-	917,147 <sup>1</sup>	19,294	N/A	N/A	N/A	N/A
<b>2014</b>	12,583,883	834,448	765,763	15,310	684,712 <sup>1</sup>	14,766	2,556	51	N/A	N/A
<b>2015</b>	12,583,384	816,242	925,650	13,885	489,792 <sup>1</sup>	7,664	810	12	N/A	N/A
<b>2016</b>	16,625,748	875,948	1,484,318	22,265	952,066	14,511	611,534	9,173	N/A	N/A
<b>2017</b> <sup>3</sup>	4,414,343	68,004	4,634,259	69,513	215,888	6,805	667,766	10,175	N/A	N/A
<b>2018</b> <sup>3</sup>	5,035,663	76,664	4,268,423	64,027	405,439	6,316	805,253	12,362	1,504,307	33,922
<b>2019</b>	5,293,018	81,449	4,601,093	69,016	769,986	11,526	841,265	12,788	4,762,480	80,525
<b>2020</b>	7,352,426	113,602	4,562,251	68,433	1,001,063	15,015	748,241	11,338	7,066,516	114,144
<b>2021</b>	10,803,885	168,643	4,528,642	67,930	950,403	14,230	809,488	12,274	1,733,775	32,427
<b>2022</b>	14,891,441	252,184	4,186,936	62,804	2,021,880	30,880	805,478	12,154	1,662,150	36,957

Note: Incremental Value equals Base Value less Tax Increment District (TID) Taxable Assessed Value (TAV)

<sup>1</sup> The decrease in personal property for this year is due to the method of valuation which had the property as personal while under construction. Once placed in production the property became real property.

<sup>2</sup> The decrease in value this year is due to the demolition of several prominent structures & improvements in the district.

<sup>3</sup> The changes during FY 2018 were caused by the Montana Department of Revenue providing the wrong information/ reports to the City in previous years.

Source: Montana Department of Revenue



**City of Great Falls, Montana**  
**Property Tax Mills Direct and Overlapping Governments**  
**Last Ten Fiscal Years**

Fiscal Year	Overlapping Governments						Direct					Total
	State University	State School Equalization	Cascade County	State-Other School	Great Falls School Districts	Transit District	City of Great Falls	Permissive Medical Levy	Soccer Park Debt Service	Swimming Pool Debt Service	Total Direct	
2013	6.00	40.00	131.02	102.63	186.38	20.00	169.13	17.93	2.58	3.93	193.57	679.60
2014	6.00	40.00	131.36	103.48	186.59	20.24	172.19	20.06	2.57	3.92	198.74	686.41
2015	6.00	40.00	133.56	106.45	200.28	21.17	175.77	22.87	2.28	3.62	204.54	712.00
2016	6.00	40.00	121.87	101.86	186.60	19.61	162.17	23.03	1.97	3.12	190.29	666.23
2017	6.00	40.00	127.07	103.26	181.31	19.60	167.26	26.14	1.90	2.94	198.24	675.48
2018	6.00	40.00	127.28	105.57	231.99	19.31	165.41	27.63	1.74	-	194.78	724.93
2019	6.00	40.00	129.64	104.24	249.97	19.65	169.62	29.86	1.76	-	201.24	750.74
2020	6.00	40.00	126.92	102.53	243.93	21.33	165.99	33.11	1.68	-	200.78	741.49
2021	6.00	40.00	131.62	100.21	274.18	22.52	172.84	34.23	1.72	-	208.79	783.32
2022	6.00	40.00	129.07	97.97	260.37	21.74	167.33	32.44	1.58	-	201.35	756.50

**Note:** Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the city. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of Great Falls. This process recognizes that, when considering the city's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

Source: Treasurer, Cascade County, Montana.

**City of Great Falls, Montana  
Principal Taxpayers  
Current Year and Nine Years Ago**

Taxpayer	2022			2013		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Valuation	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Valuation
Calumet Montana Refining, LLC	<sup>4</sup> \$ 7,164,123	1	6.81%	\$ 2,039,337	2	2.62%
Northwestern Energy, LLC	6,437,603	2	6.12%	4,257,837	1	5.47%
Energy West Montana Inc.	<sup>2</sup> 2,091,904	3	1.99%	814,233	5	1.05%
Burlington Northern Santa Fe Railroad Co	1,264,651	4	1.20%	634,316	7	0.81%
Bresnan Communications (Charter)	1,032,212	5	0.98%	1,475,566	3	1.90%
Pasta Montana LLC	825,868	6	0.79%	602,529	8	0.77%
Verizon Wireless	780,390	7	0.74%			
DOC Great Falls Holding LLC	667,979	8	0.64%			
Federal Express Corp	644,313	9	0.61%			
GK Development Inc.	<sup>1</sup> 633,451	10	0.60%	704,202	6	0.90%
CenturyLink, Inc.	<sup>3</sup>			1,022,472	4	1.31%
General Mills, Inc.				533,306	10	0.69%
Benefis Health System, Inc.				557,896	9	0.72%
	<u>\$ 21,542,494</u>		<u>20.48%</u>	<u>\$ 12,641,694</u>		<u>16.24%</u>
Total Assessed Taxable Value	<u>\$105,181,199</u>			<u>\$ 77,852,991</u>		

Source: Treasurer's Office, Cascade County, Montana

<sup>1</sup> In Fiscal Year 2014, Holiday Village Partners LLC changed to GK Development Inc.

<sup>2</sup> In Fiscal Year 2014, Great Falls Gas Co. changed to Energy West Montana Inc.

<sup>3</sup> In Fiscal Year 2015, Qwest Corporation changed to CenturyLink, Inc.

<sup>4</sup> In Fiscal Year 2015, Montana Refining Corp. changed to Calumet Montana Refining, LLC

**City of Great Falls, Montana  
Property Tax Levies and Collections  
Last Ten Fiscal Years**

<b>Fiscal Year</b>	<b>Total Tax Levy</b>	<b>Collected Within the Fiscal Year of the Levy</b>	<b>% Levy Collected</b>	<b>Collection in Subsequent Years</b>	<b>Total Tax Collections</b>	<b>% Total Tax Collections to Total Tax Levy</b>
<b>PROPERTY TAX LEVIES AND COLLECTIONS - TOTAL</b>						
<b>2013</b>	15,921,285	13,820,468	86.80%	2,086,203	15,906,671	99.91%
<b>2014</b>	15,877,678	14,442,695	90.96%	1,420,576	15,863,271	99.91%
<b>2015</b>	16,499,453	14,897,755	90.29%	1,582,063	16,479,818	99.88%
<b>2016</b>	17,481,060	15,536,927	88.88%	1,769,894	17,306,821	99.00%
<b>2017</b>	18,951,993	16,514,190	87.14%	2,328,281	18,842,471	99.42%
<b>2018</b>	20,555,516	17,914,889	87.15%	2,544,991	20,459,880	99.53%
<b>2019</b>	21,338,561	19,942,269	93.46%	757,317	20,699,586	97.01%
<b>2020</b>	23,254,940	22,916,657	98.55%	313,615	23,230,272	99.89%
<b>2021</b>	24,085,350	23,822,361	98.91%	166,570	23,988,931	99.60%
<b>2022</b>	24,597,149	23,720,984	96.44%	-	23,720,984	96.44%
<b>PROPERTY TAX LEVIES AND COLLECTIONS - NET OF TAX INCREMENT DISTRICTS <sup>1</sup></b>						
<b>2013</b>	15,450,077	13,351,783	86.42%	2,083,680	15,435,463	99.91%
<b>2014</b>	15,324,979	13,928,320	90.89%	1,382,252	15,310,572	99.91%
<b>2015</b>	15,671,690	14,087,159	89.89%	1,564,896	15,652,055	99.87%
<b>2016</b>	16,490,112	14,728,958	89.32%	1,586,915	16,315,873	98.94%
<b>2017</b>	18,099,805	15,775,631	87.16%	2,214,652	17,990,283	99.39%
<b>2018</b>	19,342,096	16,703,221	86.36%	2,543,192	19,246,413	99.51%
<b>2019</b>	19,774,666	18,389,811	93.00%	748,930	19,138,741	96.78%
<b>2020</b>	20,393,115	20,100,840	98.57%	274,843	20,375,683	99.91%
<b>2021</b>	20,569,852	20,422,478	99.28%	139,641	20,562,119	99.96%
<b>2022</b>	21,301,396	20,488,886	96.19%	-	20,488,886	96.19%
<b>PROPERTY TAX LEVIES AND COLLECTIONS - TAX INCREMENT DISTRICTS <sup>1</sup></b>						
<b>2013</b>	471,208	468,685	99.46%	2,523	471,208	100.00%
<b>2014</b>	552,699	514,375	93.07%	38,324	552,699	100.00%
<b>2015</b>	827,763	810,596	97.93%	17,167	827,763	100.00%
<b>2016</b>	990,948	807,969	81.53%	182,979	990,948	100.00%
<b>2017</b>	852,188	738,559	86.67%	113,629	852,188	100.00%
<b>2018</b>	1,213,420	1,211,668	99.86%	1,799	1,213,467	100.00%
<b>2019</b>	1,563,895	1,552,458	99.27%	8,386	1,560,844	99.80%
<b>2020</b>	2,861,825	2,815,818	98.39%	38,772	2,854,589	99.75%
<b>2021</b>	3,515,498	3,399,883	96.71%	26,929	3,426,812	97.48%
<b>2022</b>	3,295,753	3,232,098	98.07%	-	3,232,098	98.07%

Source: City of Great Falls, Montana

<sup>1</sup> Downtown Urban Renewal Tax Increment District; Industrial International Malting Co. Tax Increment District; Urban Renewal West Bank Tax Increment District; East Industrial Park Tax Increment District; Great Falls International Airport Tax Increment District

**City of Great Falls, Montana**  
**Special Improvement Districts Outstanding**  
**June 30, 2022**

	<u>SID Number</u>	<u>Issue Date</u>	<u>Original Issue</u>	<u>Accumulated Cash Balance</u>	<u>Maturity Date</u>	<u>Outstanding Balance</u>	<u>C/Y Principal and Interest Assessments Outstanding</u>	<u>Delinquent Principal and Interest Assessments</u>
Special Improvement District (SID)								
Medical Tech Park	1301	05/15/2005	\$ 630,000	\$ 35,574	8/1/2020	\$ -	\$ -	\$ -
Total Bonds Outstanding			<u>\$ 630,000</u>	<u>\$ 35,574</u>		<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Assessments Outstanding	Misc.							-
Total assessments outstanding								<u>\$ -</u>

Source: City of Great Falls, Montana

**City of Great Falls, Montana**  
**Statement of Changes in Fund Balances of the Special Improvement District Revolving Fund**  
**Last Ten Fiscal Years**

	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Beginning fund balance, July 1	\$ 125,176	\$ 95,923	\$ 50,980	\$ 21,591	\$ 16,304	\$ 15,322	\$ 14,504	\$ 13,669	\$ 12,691	\$ 11,524
Receipts over (under) disbursements	(29,253)	(44,943)	(29,389)	(5,287)	(982)	(818)	(835)	(978)	(1,167)	(1,255)
Ending fund balance, June 30	<u>\$ 95,923</u>	<u>\$ 50,980</u>	<u>\$ 21,591</u>	<u>\$ 16,304</u>	<u>\$ 15,322</u>	<u>\$ 14,504</u>	<u>\$ 13,669</u>	<u>\$ 12,691</u>	<u>\$ 11,524</u>	<u>\$ 10,269</u>
<b>Assets</b>										
Cash	\$ 95,731	\$ 50,980	\$ 21,591	\$ 16,304	\$ 15,322	\$ 14,504	\$ 13,669	\$ 12,691	\$ 11,524	\$ 10,269
Assessments receivable	-	-	-	-	-	-	-	-	-	-
Accrued interest	192	-	-	-	-	-	-	-	-	-
Due from Other City Funds	-	-	-	-	-	-	-	-	-	-
Total assets	<u>\$ 95,923</u>	<u>\$ 50,980</u>	<u>\$ 21,591</u>	<u>\$ 16,304</u>	<u>\$ 15,322</u>	<u>\$ 14,504</u>	<u>\$ 13,669</u>	<u>\$ 12,691</u>	<u>\$ 11,524</u>	<u>\$ 10,269</u>
<b>Liabilities</b>										
Deferred revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Fund Balance	<u>95,923</u>	<u>50,980</u>	<u>21,591</u>	<u>16,304</u>	<u>15,322</u>	<u>14,504</u>	<u>13,669</u>	<u>12,691</u>	<u>11,524</u>	<u>10,269</u>
Total Liabilities/Fund Balances	<u>\$ 95,923</u>	<u>\$ 50,980</u>	<u>\$ 21,591</u>	<u>\$ 16,304</u>	<u>\$ 15,322</u>	<u>\$ 14,504</u>	<u>\$ 13,669</u>	<u>\$ 12,691</u>	<u>\$ 11,524</u>	<u>\$ 10,269</u>

Source: City of Great Falls, Montana

Revolving fund only do not include individual SID funds

For receipts over(under) disbursements use net change in fund balances

**City of Great Falls, Montana  
Special Improvement District Revolving Fund  
Last Ten Fiscal Years**

<u>Fiscal Year</u>	<u>Revolving Fund Cash Balance</u>	<u>Principal Amount of Bonds</u>	<u>Percentage</u>
2013	\$ 95,731	\$ 370,000	25.87%
2014	50,980	215,000	23.71%
2015	21,591	175,000	12.34%
2016	16,304	125,000	13.04%
2017	15,322	85,000	18.03%
2018	14,504	60,000	24.17%
2019	13,669	35,000	39.05%
2020	12,691	35,000	36.26%
2021	11,524	-	NA
2022	10,269	-	NA

Source: City of Great Falls, Montana

**City of Great Falls, Montana**  
**Special Improvement District Assessment Billings and Collections**  
**Last Ten Fiscal Years**

<u>Fiscal Year</u>	<u>Assessment Billing</u>	<u>Assessed</u>		<u>Collections</u>	
		<u>Amount</u>	<u>Percent</u>	<u>Amount</u>	<u>Percent</u>
2013	\$ 71,469	\$ 71,183	99.6%	\$ 71,946	100.7% <sup>1</sup>
2014	55,276	55,276	100.0%	55,579	100.5% <sup>1</sup>
2015	53,169	53,169	100.0%	53,169	100.0%
2016	51,062	51,062	100.0%	51,062	100.0%
2017	48,955	48,955	100.0%	48,955	100.0%
2018	46,848	46,848	100.0%	46,848	100.0%
2019	44,741	44,741	100.0%	44,741	100.0%
2020	42,634	42,634	100.0%	42,634	100.0% <sup>2</sup>
2021	-	-	NA	NA	NA
2022	-	-	NA	NA	NA

1 Collections are higher than billing because of SID payoffs made when properties were sold or refinanced.

2 Fiscal Year 2020 was the last year of assessment billing for SID 1301.

Source: City of Great Falls, Montana

**City of Great Falls, Montana  
Special Assessment Billings and Collections  
Last Ten Fiscal Years**

<u>Fiscal Year</u>	<u>Assessment Billing</u>	<u>Collections in Year Assessed</u>		<u>Total Outstanding Assessment</u>
		<u>Amount</u>	<u>Percent</u>	<u>Amount</u>
2013	\$ 6,621,680	\$ 6,246,345	94.3%	\$ 1,913,383
2014	6,638,541	6,604,245	99.5%	1,342,209
2015	6,848,321	6,783,380	99.1%	1,289,795
2016	7,210,595	7,168,045	99.4%	1,527,590
2017	6,942,609	6,862,695	98.8%	1,395,975
2018	6,906,661	6,767,235	98.0%	1,268,269
2019	8,444,062	8,266,069	97.9%	1,220,711
2020	8,871,909	8,598,181	96.9%	1,187,488
2021	8,650,082	8,567,779	99.0%	1,078,517
2022	8,580,794	8,470,902	98.7%	1,112,043

Assessments are Street Maintenance, Park Maintenance, Boulevard Districts, Lighting Districts, Business Improvement District, Tourism Business Improvement District, Special Improvement Districts, and Upper Lower River Road Water Sewer District.

Source: City of Great Falls, Montana



**City of Great Falls, Montana**  
**West Bank Urban Renewal District Principal Taxpayers**  
**Fiscal Year 2022**

<u>Taxpayer</u>	<u>Type of Business</u>	<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total Assessed Taxable Value</u>
Big Sky Select Courthouse LLC	Courthouse	\$ 284,620	1	19.40%
Riverside Hotel Partners LLC	Hotel	253,675	2	17.29%
Virk Hospitality Great Falls LLC	Hotel	200,038	3	13.63%
Skiprock LLC	Retail	184,588	4	12.58%
Talcott Properties LLC	Retail	80,312	5	5.47%
Paige Trust	Retail	69,847	6	4.76%
Stockman Bank of MT	Bank	63,668	7	4.34%
JD Land LLC	Retail	35,804	8	2.44%
Citizens Alliance Bank	Bank	31,201	9	2.13%
Kobe Holdings LLC	Restaurant	27,065	10	1.84%
Principal Taxpayers Total Assessed Taxable Value		<u>\$ 1,230,818</u>		<u>83.88%</u>
District Total Assessed Taxable Value		<u><u>\$ 1,467,269</u></u>		

Source: Treasurer's Office, Cascade County, Montana

**City of Great Falls, Montana**  
**West Bank Urban Renewal Tax Increment District Debt Service Fund**  
**Ten Year Statement of Revenues, Expenditures and Changes in Fund Balance**

	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Revenues										
Taxes	\$ 371,310	\$ 394,485	\$ 411,464	\$ 348,904	\$ 365,098	\$ 454,674	\$ 574,686	\$ 797,831	\$ 876,250	\$ 870,611
Investment Income	1,093	1,173	4,629	5,785	3,448	11,897	17,675	7,909	2,788	1,763
Other	-	13	4,684	5,134	4,684	4,684	4,684	20,369	2,342	11,507
Total revenues	<u>372,403</u>	<u>395,671</u>	<u>420,777</u>	<u>359,823</u>	<u>373,230</u>	<u>471,255</u>	<u>597,045</u>	<u>826,109</u>	<u>881,380</u>	<u>883,881</u>
Expenditures										
General Government	18,536	18,759	19,176	2,856	46,404	30,095	35,439	50,391	67,066	68,178
Debt Service										
Principal	85,000	85,000	90,000	90,000	95,000	95,000	100,000	1,725,000	125,000	130,000
Interest & fees	128,528	126,228	123,728	120,828	117,818	114,418	110,875	178,859	135,710	131,660
Capital Outlay	2,440	-	4,068	220,030	163,198	71,508	700,000	1,942,614	750,000	425,380
Total Expenditures	<u>234,504</u>	<u>229,987</u>	<u>236,972</u>	<u>433,714</u>	<u>422,420</u>	<u>311,021</u>	<u>946,314</u>	<u>3,896,864</u>	<u>1,077,776</u>	<u>755,218</u>
Revenues over (under) expenditures	137,899	165,684	183,805	(73,891)	(49,190)	160,234	(349,269)	(3,070,755)	(196,396)	128,663
Other Financing Sources (Uses) - Issuance of Debt	-	-	-	-	-	-	-	3,200,000	-	-
Revenues and other financing uses over (under) expenditures	137,899	165,684	183,805	(73,891)	(49,190)	160,234	(349,269)	129,245	(196,396)	128,663
Fund balances, beginning of year	490,338	628,329	794,013	977,818	903,927	854,737	1,014,971	665,702	794,947	598,551
Transfers in (out)	92	-	-	-	-	-	-	-	-	-
Fund balances, end of year	<u>\$ 628,329</u>	<u>\$ 794,013</u>	<u>\$ 977,818</u>	<u>\$ 903,927</u>	<u>\$ 854,737</u>	<u>\$ 1,014,971</u>	<u>\$ 665,702</u>	<u>\$ 794,947</u>	<u>\$ 598,551</u>	<u>\$ 727,214</u>

West Bank Urban Renewal Tax Increment District taxes were first billed in Fiscal Year 2010

Source: City of Great Falls, Montana

**City of Great Falls, Montana**  
**West Bank Urban Renewal Tax Increment District Debt Service Fund**  
**Bond Reserves, Coverage Covenant Calculation, Principal Amount of Bonds, and Trends in Value and Tax Increment**

	<b>Fiscal Year</b>										
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	
<b><u>Bond reserves</u></b>											
Debt service account	\$ 17,548	\$ 17,752	\$ 88,762	\$ 88,762	\$ 88,762	\$ 90,068	\$ 90,068	\$ 90,068	\$ 90,068	\$ 90,068	\$ -
Bond covenant reserve account	216,165	216,165	216,165	216,165	216,165	216,165	216,165	263,925	263,925	263,925	263,925
Total bond reserves	<u>\$ 233,713</u>	<u>\$ 233,917</u>	<u>\$ 304,927</u>	<u>\$ 304,927</u>	<u>\$ 304,927</u>	<u>\$ 306,233</u>	<u>\$ 306,233</u>	<u>\$ 353,993</u>	<u>\$ 353,993</u>	<u>\$ 263,925</u>	
<b><u>Coverage covenant calculation</u></b>											
Increment taxes collected and available	\$ 371,310	\$ 394,485	\$ 411,464	\$ 348,904	\$ 365,098	\$ 454,674	\$ 574,686	\$ 797,831	\$ 876,250	\$ 870,611	
Maximum annual debt service	216,165	216,165	216,165	216,165	216,165	216,165	216,165	263,925	263,925	263,925	
Debt service coverage	1.72x	1.82x	1.90x	1.61x	1.69x	2.10x	2.66x	3.02x	3.32x	3.30x	
Debt service coverage required	1.40x	1.40x	1.40x	1.40x	1.40x	1.40x	1.40x	1.40x	1.40x	1.40x	
<b><u>Principal Amount of Bonds Outstanding</u></b>											
Series 2009	\$1,850,000	\$1,800,000	\$1,745,000	\$1,690,000	\$1,630,000	\$1,570,000	\$1,505,000	\$ -	\$ -	\$ -	
Series 2012	820,000	785,000	750,000	715,000	680,000	645,000	610,000	570,000	530,000	490,000	
Series 2020	-	-	-	-	-	-	-	3,020,000	2,935,000	2,845,000	
Total Outstanding Principal	<u>\$2,670,000</u>	<u>\$2,585,000</u>	<u>\$2,495,000</u>	<u>\$2,405,000</u>	<u>\$2,310,000</u>	<u>\$2,215,000</u>	<u>\$2,115,000</u>	<u>\$3,590,000</u>	<u>\$3,465,000</u>	<u>\$ 3,335,000</u>	

	<u>Trends in Taxable Value</u>			<u>Trends in Tax Increment</u>			
	Fiscal Year	Base Value	Incremental Value	Total Taxable Value	Tax Increment Revenue	Entitlement Share Revenue	Total Tax Increment
	2020	\$ 238,214	\$1,141,518	\$1,379,732	\$ 797,831	\$ 4,684	\$ 802,515
	2021	292,536	1,108,781	1,401,317	876,250	2,342	878,592
	2022	292,536	1,174,733	1,467,269	870,611	11,507	882,118

West Bank Urban Renewal Tax Increment District taxes were first billed in Fiscal Year 2010

Source: City of Great Falls, Montana

**City of Great Falls, Montana**  
**Downtown Tax Increment District Bonds Debt Service Fund**  
**Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Second Year**

	2021	2022
Revenues		
Taxes	\$ 858,061	\$ 1,565,894
Investment Income	193	4,658
Other	-	-
Total Revenues	858,254	1,570,552
Expenditures		
General Government	235	353,327
Debt Service		
Principal	50,000	250,000
Interest & Fees	35,570	164,025
Capital Outlay	-	-
Total Expenditures	85,805	767,352
Revenues over (under) expenditures	772,449	803,200
Other Financing Sources (Uses)		
Issuance of Debt	414,150	-
Transfer in (out)	-	2,392,116
Net Change in fund balance	1,186,599	3,195,316
Fund balance, beginning of year	-	1,186,599
Fund balance, end of year	\$ 1,186,599	\$ 4,381,915

Source: City of Great Falls, Montana

**City of Great Falls, Montana**  
**Downtown Tax Increment District Bonds Debt Service Fund**  
**Bond Reserves, Coverage Covenant Calculation, Principal Amount of Bonds, Trends in Value and Tax Increment**  
**Second Year**

	<u>Fiscal Year</u> 2021*	<u>Fiscal Year</u> 2022
<u>Bond reserves</u>		
Bond covenant reserve account	\$ 414,150	\$ 414,150
Total bond reserves	<u>\$ 414,150</u>	<u>\$ 414,150</u>
<u>Coverage covenant calculation</u>		
Increment taxes collected and available	\$ 858,061	\$ 1,565,894
Maximum annual debt service	414,150	414,150
Debt service coverage	2.07x	3.78x
Debt service coverage required	1.25x	1.25x
<u>Principal Amount of Bonds Outstanding</u>		
Series 2021	<u>\$ 5,945,000</u>	<u>\$ 5,695,000</u>
Total Outstanding Principal	<u>\$ 5,945,000</u>	<u>\$ 5,695,000</u>

<u>Trends in Taxable Value and Tax Increment</u>				
<u>Fiscal Year</u>	<u>Base Value</u>	<u>Incremental Value</u>	<u>Total Taxable Value</u>	<u>Total Tax Increment Revenue</u>
2021	\$ 3,643,698	\$ 1,060,260	\$ 4,703,958	\$ 858,061
2022	3,643,698	1,209,489	4,853,187	1,565,894

\* Fiscal Year 2021 only had a half year of tax increment revenue.

Source: City of Great Falls, Montana

**City of Great Falls, Montana**  
**Park Maintenance Special Revenue Fund Debt**  
**Principal Amount of Bonds, Trends in Value and Revenue Collections**  
**First Year**

<u>Principal Amount of Bonds Outstanding</u>	<u>Fiscal Year</u> <u>2022</u>
Park Maintenance District #1	\$ 9,415,000
Total Outstanding Principal	\$ 9,415,000

<u>Park District/ City of Great Falls</u>		
<u>Assessed</u>		
<u>Fiscal Year</u>	<u>Market Value</u>	<u>Taxable Value</u>
2021/ 2022	\$6,271,302,382 *	\$ 105,181,199 *

<u>Fiscal Year</u>	<u>Total Billed</u> <u>Revenue</u>	<u>Revenue Paid in</u> <u>Fiscal Year</u> <u>Billed</u>	<u>Percent</u> <u>Collected</u>	<u>Delinquent</u> <u>Revenues</u> <u>Collected</u>	<u>Total Revenues</u> <u>Collected (Current</u> <u>and Delinquent)</u>
2021/2022	\$ 1,500,000	\$ 1,483,153	98.88%	\$ -	\$ 1,483,153
2020/2021*	1,500,000	1,489,573	99.30%	10,141	1,499,714
2019/2020	1,500,000	1,484,269	98.95%	13,369	1,497,638
2018/2019	1,500,000	1,476,920	98.46%	22,472	1,499,392

\*Certified taxable valuation information from the Department of Revenue revised 10/21/2021.  
Source: City of Great Falls, Montana

**City of Great Falls, Montana**  
**Major Water, Sanitary Sewerage, and Storm Drain System Users**  
**June 30, 2022**

Customer	Water			Sewer			Storm Drain		
	Charges	Rank	Percent of Total Water Revenues	Charges	Rank	Percent of Total Sewer Revenues	Charges	Rank	Percent of Total Storm Drain Revenues
Calumet Montana Refining, LLC	\$ 729,674	1	4.93%	\$ 371,436	3	3.20%	\$ 8,863		0.28%
Malmstrom AFB	689,823	2	4.66%	497,120	2	4.28%	-		0.00%
City of Great Falls	304,379	3	2.06%	22,332		0.19%	23,631	5	0.74%
Benefis Health Systems	205,307	4	1.39%	197,834	4	1.70%	48,406	2	1.51%
Great Falls Public Schools	170,919	5	1.16%	61,867	9	0.53%	135,116	1	4.23%
Black Eagle, Cascade Co, Water District	164,854	6	1.11%	58,323	10	0.50%	-		0.00%
Cascade County	122,813	7	0.83%	102,797	6	0.88%	7,608		0.24%
Great Falls Housing Authority	108,338	8	0.73%	133,602	5	1.15%	15,650		0.49%
Town Pump	79,250	9	0.54%	102,084	7	0.88%	14,335		0.45%
Prairie Water Company, LLC	68,518	10	0.46%	105		0.00%	2,558		0.08%
University of Providence	67,756		0.46%	28,857		0.25%	18,067	9	0.57%
DFA Dairy Brands Fluid, LLC	53,460		0.36%	72,042	8	0.62%	2,212		0.07%
Highwoods, LLC	36,271		0.25%	32,070		0.28%	15,900	10	0.50%
Malteurop North America, Inc	32,357		0.22%	624,716	1	5.37%	3,155		0.10%
Walmart	28,772		0.19%	13,484		0.12%	28,703	4	0.90%
GK Holiday Village LLC	21,561		0.15%	12,854		0.11%	23,608	6	0.74%
Great Falls College, MSU	17,111		0.12%	4,371		0.04%	18,645	8	0.58%
Great Falls Marketplace Holdings, LLC	13,379		0.09%	6,965		0.06%	23,513	7	0.74%
BN Santa Fe Railway Co	3,430		0.02%	1,603		0.01%	33,540	3	1.05%
	<u>\$ 2,917,972</u>		<u>19.73%</u>	<u>\$ 2,344,462</u>		<u>16.97%</u>	<u>\$ 423,510</u>		<u>12.97%</u>

Source: Utility Division, City of Great Falls, Montana.

**City of Great Falls, Montana**  
**Current Water Rate Structure**  
**June 30, 2022**

	<u>Residential</u>	<u>Low Income</u>	<u>Commercial</u>	<u>Black Eagle</u>	<u>Malmstrom AFB</u>
<b>Monthly service charge</b>					
<b>Meter size (in inches)</b>					
3/4	\$ 7.79	\$ 7.01	\$ 7.79	\$ -	\$ -
1	9.23	8.30	9.23	-	-
1 1/4	14.61	13.14	14.61	-	-
1 1/2	14.61	13.14	14.61	-	-
2	20.03	18.01	20.03	-	-
3	63.04	56.72	63.04	-	-
4	86.44	77.82	86.44	-	-
6	148.30	133.48	148.30	-	-
8	216.74	195.06	216.74	216.74	216.74
10	306.47	275.84	306.47	-	306.47
12	452.25	407.03	452.25	-	-
<b>Monthly consumption charge</b>					
First 600 cf	\$ 1.76	\$ 1.59	\$ 2.01	\$ 2.04	\$ 2.32
Over 600 cf	2.95	2.66	2.01	2.04	2.32
<b>Monthly fire hydrant charge</b>					
<b>Meter size (in inches)</b>					
3/4	\$ 2.70	\$ 2.70	\$ 2.70		
1	3.73	3.73	3.73		
1 1/4	8.56	8.56	8.56		
1 1/2	8.56	8.56	8.56		
2	13.29	13.29	13.29		
3	37.51	37.51	37.51		
4	56.02	56.02	56.02		
6	116.52	116.52	116.52		
<b>Annual fire line charge</b>					
<b>Line size (in inches)</b>					
2			\$ 21.60		
3			52.53		
4			91.32		
6			265.44		
8			565.20		
12			1,640.16		

Source: Utility Division, City of Great Falls, Montana.



**City of Great Falls, Montana  
Historical Water System Connections  
Last Ten Fiscal Years**

<b>Fiscal Year</b>	<b>Residential Customers</b>	<b>Commercial/ Industrial Customers</b>	<b>Total Customers</b>	<b>% of Residential Customers</b>	<b>Debt per connection</b>
<b>2013</b>	18,604	2,832	21,436	86.8%	\$ 314
<b>2014</b>	18,307	2,406	20,713	88.4%	\$ 233
<b>2015</b>	18,357	2,602	20,959	87.6%	\$ 213
<b>2016</b>	18,409	2,430	20,839	88.3%	\$ 215
<b>2017</b>	18,481	2,706	21,187	87.2%	\$ 293
<b>2018</b>	18,370	2,401	20,771	88.4%	\$ 707
<b>2019</b>	18,546	2,669	21,215	87.4%	\$ 1,452
<b>2020</b>	18,629	2,747	21,376	87.1%	\$ 1,361
<b>2021</b>	18,810	2,589	21,399	87.9%	\$ 1,282
<b>2022</b>	18,916	2,579	21,495	88.0%	\$ 1,202

Source: Utility Division, City of Great Falls, Montana

**City of Great Falls, Montana**  
**Water System Historical Operating Results and Revenue Bond Covenant Coverage**  
**Last Ten Fiscal Years**

	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>Operating Revenues:</b>										
Water charges for services <sup>1</sup>	\$ 10,551,476	\$ 9,857,288	\$ 11,027,200	\$ 11,107,594	\$ 12,076,482	\$ 13,961,722	\$ 13,214,836	\$ 13,720,128	\$ 13,971,805	\$ 14,789,878
Investment income	15,089	21,555	42,582	65,942	40,766	125,218	409,326	229,572	7,618	9,843
Gain on disposal of assets	8,124	12,298	1,459	562	9,106	7,070	(58,232)	-	-	-
Total operating revenues	<u>10,574,689</u>	<u>9,891,141</u>	<u>11,071,241</u>	<u>11,174,098</u>	<u>12,126,354</u>	<u>14,094,010</u>	<u>13,565,930</u>	<u>13,949,700</u>	<u>13,979,423</u>	<u>14,799,721</u>
<b>Operating Expenses:<sup>2</sup></b>										
Personal services	2,264,051	2,321,012	2,296,225	2,287,701	2,525,022	2,747,271	2,734,340	2,776,465	3,094,388	2,787,713
Supplies and materials	824,822	872,711	870,907	912,383	858,466	1,261,800	1,126,160	949,325	798,139	1,276,819
Purchased services	943,415	799,501	706,909	692,198	704,133	857,070	792,263	672,260	834,854	1,074,815
Internal services	1,332,709	1,394,791	1,385,165	1,244,844	1,349,756	1,342,248	1,414,835	1,638,132	1,573,755	1,812,502
Other	45,806	50,551	45,877	47,330	50,211	46,671	46,733	47,426	9,879	21,980
Total operating expenses	<u>5,410,803</u>	<u>5,438,566</u>	<u>5,305,083</u>	<u>5,184,456</u>	<u>5,487,588</u>	<u>6,255,060</u>	<u>6,114,331</u>	<u>6,083,608</u>	<u>6,311,015</u>	<u>6,973,829</u>
Net revenue available for debt service	<u>\$ 5,163,886</u>	<u>\$ 4,452,575</u>	<u>\$ 5,766,158</u>	<u>\$ 5,989,642</u>	<u>\$ 6,638,766</u>	<u>\$ 7,838,950</u>	<u>\$ 7,451,599</u>	<u>\$ 7,866,092</u>	<u>\$ 7,668,408</u>	<u>\$ 7,825,892</u>
Net revenue	\$ 5,163,886	\$ 4,452,575	\$ 5,766,158	\$ 5,989,642	\$ 6,638,766	\$ 7,838,950	\$ 7,451,599	\$ 7,866,092	\$ 7,668,408	\$ 7,825,892
Depreciation expense	(2,755,971)	(2,759,952)	(2,857,431)	(3,035,806)	(3,436,604)	(3,490,663)	(3,531,514)	(3,740,167)	(4,418,162)	(5,561,198)
Total non-operating income	50,307	49,847	69,164	159,102	355,766	61,222	66,840	65,376	157,475	208,994
Total non-operating expenses	(193,541)	(61,522)	(30,465)	(44,770)	(16,115)	(20,000)	(779,734)	(766,897)	(723,790)	(682,611)
Transfers in (out)	(300,477)	-	-	-	-	-	-	-	(210,597)	-
Net income (loss)	<u>\$ 1,964,204</u>	<u>\$ 1,680,948</u>	<u>\$ 2,947,426</u>	<u>\$ 3,068,168</u>	<u>\$ 3,541,813</u>	<u>\$ 4,389,509</u>	<u>\$ 3,207,191</u>	<u>\$ 3,424,404</u>	<u>\$ 2,473,334</u>	<u>\$ 1,791,077</u>
<b>Reserve cash account balances:</b>										
Reserve account	\$ 485,055	\$ 485,055	\$ 328,066	\$ 328,066	\$ 647,330	\$ 1,241,960	\$ 1,241,948	\$ 1,191,893	\$ 1,141,375	\$ 1,141,375
Current debt service reserve account	40,413	40,421	314,021	328,066	647,330	1,241,960	1,241,948	1,191,893	1,141,375	1,141,375
Operating reserve account	521,109	527,204	527,204	442,090	432,038	457,299	521,255	509,528	506,967	525,918
Repair/replacement reserve account	975,582	935,514	935,514	935,514	935,514	935,514	935,514	935,514	935,514	935,514
Total reserves	<u>\$ 2,022,159</u>	<u>\$ 1,988,194</u>	<u>\$ 2,104,805</u>	<u>\$ 2,033,736</u>	<u>\$ 2,662,212</u>	<u>\$ 3,876,733</u>	<u>\$ 3,940,665</u>	<u>\$ 3,828,828</u>	<u>\$ 3,725,231</u>	<u>\$ 3,744,182</u>
* Maximum future principal and interest	\$ 485,055	\$ 485,055	\$ 656,075	\$ 656,075	\$ 1,294,659	\$ 2,483,921	\$ 2,483,897	\$ 2,383,785	\$ 2,282,750	\$ 2,282,750
Debt service coverage	1064.60%	917.95%	878.89%	912.95%	512.78%	315.59%	300.00%	329.98%	335.93%	342.83%

Note: Water Revenue Bonds amended and restated Fiscal Year 2013; Water Revenue Bonds issued in Fiscal Year 2015.

<sup>1</sup> Includes all operating revenues and interest income other than bonded construction funds and repair and replacement reserve funds interest earnings.

<sup>2</sup> Total operating expense exclusive of depreciation.

\* As of Fiscal Year 2015, the maximum future principal and interest required is 110% of the maximum future principal and interest payment.

Source: City of Great Falls, Montana

**City of Great Falls, Montana**  
**Current Sanitary Sewerage Rate Structure**  
**June 30, 2022**

	<u>Residential</u>	<u>Low Income</u>	<u>Commercial</u>	<u>Black Eagle</u>	<u>Malmstrom AFB</u>	<u>MaltEurop</u>
Standard Sewer						
Monthly service charge	\$ 9.02	\$ 8.10	\$ 9.02	\$ 9.02	\$ 9.02	\$ 8.19
Per 100 cf <sup>1</sup>	2.48	2.23	2.80	2.91	2.49	1.95

<sup>1</sup> Residential, low income and qualifying commercial customers are billed at a flat rate based on the winter quarter average for the reads in December, January, February and March.

Sewer Extra-Strength:

BOD>200 mg/L	0.339 /lb
TSS>250mg/L	0.500 /lb

Pre-Treatment:

Monthly service charge	\$ 9.02
Volume charge/ccf	1.42
BOD>200 mg/L	0.339 /lb
TSS>250mg/L	0.500 /lb

Source: Utility Division, City of Great Falls, Montana.

**City of Great Falls, Montana  
Historical Sewerage System Connections  
Last Ten Fiscal Years**

<b>Fiscal Year</b>	<b>Residential Customers</b>	<b>Commercial/ Industrial Customers</b>	<b>Total Customers</b>	<b>% of Residential Customers</b>	<b>Debt per connection</b>
<b>2013</b>	18,634	2,774	21,408	87.0%	594
<b>2014</b>	18,165	2,343	20,508	88.6%	549
<b>2015</b>	18,199	2,359	20,558	88.5%	506
<b>2016</b>	18,256	2,378	20,634	88.5%	961
<b>2017</b>	18,320	2,389	20,709	88.5%	1,025
<b>2018</b>	18,525	2,691	21,216	87.3%	910.73
<b>2019</b>	18,394	2,396	20,790	88.5%	738.14
<b>2020</b>	18,469	2,408	20,877	88.5%	636.87
<b>2021</b>	18,646	2,463	21,109	88.3%	560.99
<b>2022</b>	18,732	2,465	21,197	88.4%	504.36

Source: Utility Division, City of Great Falls, Montana

**City of Great Falls, Montana**  
**Sanitary Sewerage System Historical Operating Results and Revenue Bond Covenant Coverage**  
**Last Ten Fiscal Years**

	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Operating Revenues: <sup>1</sup>										
Sanitary sewer charges for services	\$ 10,264,207	\$ 10,445,901	\$ 10,903,714	\$ 10,541,575	\$ 11,009,843	\$ 11,426,321	\$ 11,441,446	\$ 11,617,561	\$ 11,456,413	\$ 11,623,243
Investment income	13,662	8,712	45,462	62,831	52,518	114,991	300,410	230,436	10,709	3,266
Gain on disposal of assets	147	-	-	-	-	-	98,782	62,807	-	-
Total operating revenues	<u>10,278,016</u>	<u>10,454,613</u>	<u>10,949,176</u>	<u>10,604,406</u>	<u>11,062,361</u>	<u>11,541,312</u>	<u>11,840,638</u>	<u>11,910,804</u>	<u>11,467,122</u>	<u>11,626,509</u>
Operating Expenses: <sup>2</sup>										
Personal services	838,822	827,825	894,692	898,041	971,755	1,008,462	1,033,931	1,073,928	1,114,048	1,087,508
Supplies and materials	77,330	70,796	65,554	70,751	66,588	82,493	74,523	78,926	71,657	98,304
Purchased services	3,352,392	3,543,057	3,318,492	2,762,614	3,420,855	3,771,745	3,535,482	3,679,802	3,780,972	4,208,903
Internal services	843,699	842,952	1,001,671	1,030,174	1,095,245	1,031,948	1,091,402	1,154,076	1,201,560	1,244,307
Other	34,432	154,369	31,820	28,822	35,664	36,454	32,403	33,330	4,125	9,012
Total operating expenses	<u>5,146,675</u>	<u>5,438,999</u>	<u>5,312,229</u>	<u>4,790,402</u>	<u>5,590,107</u>	<u>5,931,102</u>	<u>5,767,741</u>	<u>6,020,062</u>	<u>6,172,362</u>	<u>6,648,034</u>
Net revenue available for debt service	<u>\$ 5,131,341</u>	<u>\$ 5,015,614</u>	<u>\$ 5,636,947</u>	<u>\$ 5,814,004</u>	<u>\$ 5,472,254</u>	<u>\$ 5,610,210</u>	<u>\$ 6,072,897</u>	<u>\$ 5,890,742</u>	<u>\$ 5,294,760</u>	<u>\$ 4,978,475</u>
Net revenue	\$ 5,131,341	\$ 5,015,614	\$ 5,636,947	\$ 5,814,004	\$ 5,472,254	\$ 5,610,210	\$ 6,072,897	\$ 5,890,742	\$ 5,294,760	\$ 4,978,475
Depreciation expense	(2,209,363)	(2,332,859)	(2,378,678)	(2,429,975)	(3,318,708)	(3,608,749)	(3,590,930)	(3,770,774)	(3,943,963)	(3,852,318)
Total non-operating income	14,266	22,501	24,875	471,173	229,254	237,006	34,847	18,328	51,911	58,311
Total non-operating expenses	(320,451)	(51,414)	(165,437)	(753,049)	(521,486)	(350)	(493,107)	(435,298)	(377,848)	(340,828)
Transfers in (out)	(278,802)	110,973	-	-	-	-	-	-	246,006	-
Net income (loss)	<u>\$ 2,336,991</u>	<u>\$ 2,764,815</u>	<u>\$ 3,117,707</u>	<u>\$ 3,102,153</u>	<u>\$ 1,861,314</u>	<u>\$ 2,238,117</u>	<u>\$ 2,023,707</u>	<u>\$ 1,702,998</u>	<u>\$ 1,270,866</u>	<u>\$ 843,640</u>
Reserve cash account balances:										
Reserve account	\$ 1,766,857	\$ 2,281,282	\$ 2,287,583	\$ 2,241,398	\$ 2,211,075	\$ 2,500,758	\$ 2,482,663	\$ 1,831,843	\$ 1,491,828	\$ 1,157,711
Current debt service reserve account	147,238	189,650	1,141,423	1,109,609	1,270,958	1,250,379	1,241,331	915,922	745,914	578,856
Operating reserve account	398,604	428,890	428,890	442,686	399,200	465,842	494,259	480,645	501,672	514,364
Repair/replacement reserve account	765,777	1,032,938	1,032,938	1,032,938	1,032,938	1,032,938	1,032,938	1,032,938	1,032,938	1,032,938
Total reserves	<u>\$ 3,078,476</u>	<u>\$ 3,932,760</u>	<u>\$ 4,890,834</u>	<u>\$ 4,826,631</u>	<u>\$ 4,914,171</u>	<u>\$ 5,249,917</u>	<u>\$ 5,251,191</u>	<u>\$ 4,261,348</u>	<u>\$ 3,772,352</u>	<u>\$ 3,283,869</u>
Maximum future principal and interest	\$ 1,766,857	\$ 2,050,230	\$ 2,287,583	\$ 2,594,536	\$ 2,541,916	\$ 2,500,758	\$ 2,482,663	\$ 1,831,843	\$ 1,491,828	\$ 1,157,711
Debt service coverage	290.42%	244.64%	246.41%	224.09%	215.28%	224.34%	244.61%	321.57%	354.92%	430.03%

Note: Sewer Revenue Bonds issued in 2012; Sewer Revenue Bonds amended and restated in Fiscal Year 2013; Sewer Revenue Bonds issued in 2013.

<sup>1</sup> Includes all operating revenues and interest income other than bonded construction funds and repair and replacement reserve funds interest earnings.

<sup>2</sup> Total operating expense exclusive of depreciation.

Source: City of Great Falls, Montana

**City of Great Falls, Montana**  
**Current Storm Drain Land Use Classifications and Standard Monthly Service Charges**  
**June 30, 2022**

Classification	Rate
<b>Group A</b> Accounts in this group include Single Family; Mobile Home Single Family; Residence Predominant with Business; & Bed & Breakfast Residential. Additional area above 15,000 sq. feet shall be defined as agricultural or undeveloped.	\$0.6087119 (per 1,000 sq. ft.) + \$2.0290396757
<b>Group B</b> Accounts in this group include Two Family Residential; Townhouse Residential; Three/Four Family Residential; Condominium Residential; & Mobile Homes and Trailer Courts.	\$0.7608899 (per 1,000 sq. ft.) + \$2.0290396757
<b>Group C</b> Accounts in this group include Multiple Dwellings; Boarding and Rooming Houses; Retirement and Nursing; Condominium General Business/Office; Financial Institution Bank; Hotel/Motel (1-10 units); Light Industry; Day Care (owner not living on premises); Railroad/Public Utilities; Schools Public/Private; Churches; & Semi-Public.	\$0.9891569 (per 1,000 sq. ft.) + \$2.0290396757
<b>Group D</b> Accounts in this group include Hotel/Motel (over 10 units); Heavy Industry; General Business; Shopping Centers; Office Buildings/Banks/Financial Cos.; Public Buildings (Governmental Services); Parking Lots; Parks; & Vacant Land (residential and commercial).	\$1.3696018 (per 1,000 sq. ft.) + \$2.0290396757
<b>Group E</b> Accounts in this group consist of developed property that does not discharge storm water runoff into an underground storm drainage system.	\$0.1521780 (per 1,000 sq. ft.) + \$2.0290396757

Source: Utility Division, City of Great Falls, Montana

**City of Great Falls, Montana**  
**Historical Storm Drainage System Accounts**  
**Last Ten Fiscal Years**

Fiscal Year	Group A		Group B		Group C		Group D		Group E		Total		
	Number of Accounts	Revenues	Number of Accounts	Revenues	Number of Accounts	Revenues	Number of Accounts	Revenues	Number of Accounts	Revenues	Number of Accounts	Revenues	Debt per Connection
2013	16,246	\$ 881,899	1,561	\$ 101,145	911	\$ 377,750	1,156	\$ 422,334	1,000	\$ 67,882	20,874	\$1,851,010	\$ 159
2014	16,280	\$ 904,190	1,565	\$ 102,333	913	\$ 384,942	1,180	\$ 434,586	1,002	\$ 76,875	20,940	\$1,902,926	\$ 127
2015	16,311	\$ 914,469	1,586	\$ 104,025	920	\$ 394,355	1,182	\$ 444,347	1,049	\$ 78,517	21,048	\$1,935,713	\$ 116
2016	17,373	\$1,001,773	1,687	\$ 115,637	968	\$ 431,272	1,275	\$ 502,529	1,113	\$ 87,975	22,416	\$2,139,186	\$ 88
2017	17,463	\$1,104,726	1,692	\$ 127,282	956	\$ 488,176	1,300	\$ 574,563	1,137	\$ 91,501	22,548	\$2,386,248	\$ 87
2018	17,551	\$1,218,470	1,693	\$ 140,107	960	\$ 538,270	1,306	\$ 640,125	1,108	\$ 96,538	22,618	\$2,633,510	\$ 255
2019	17,569	\$1,308,476	1,690	\$ 149,581	959	\$ 580,299	1,297	\$ 689,232	1,108	\$ 102,840	22,623	\$2,830,428	\$ 426
2020	17,762	\$1,392,671	1,659	\$ 158,240	1,022	\$ 622,448	1,293	\$ 736,365	1,117	\$ 108,900	22,853	\$3,018,624	\$ 343
2021	17,550	\$1,332,263	1,740	\$ 155,875	991	\$ 611,007	1,276	\$ 726,122	1,058	\$ 81,051	22,615	\$2,906,318	\$ 319
2022	18,523	\$1,430,650	1,921	\$ 163,866	1,040	\$ 751,429	1,347	\$ 747,825	1,104	\$ 89,474	23,935	\$3,183,244	\$ 276

Source: Utility Division, City of Great Falls, Montana

**City of Great Falls, Montana**  
**Storm Drain System Historical Operating Results and Revenue Bond Coverage**  
**Last Ten Fiscal Years**

	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Operating Revenues <sup>1</sup>	<u>\$1,938,535</u>	<u>\$1,857,326</u>	<u>\$2,005,166</u>	<u>\$2,120,599</u>	<u>\$2,419,771</u>	<u>\$2,663,503</u>	<u>\$ 2,997,284</u>	<u>\$ 3,110,007</u>	<u>\$ 2,917,430</u>	<u>\$ 3,196,684</u>
Operating Expenses:										
Personal services	46,357	45,917	30,757	27,614	105,170	295,974	310,809	256,552	238,865	195,821
Supplies	3,609	3,609	3,379	4,439	8,971	11,032	15,488	10,419	7,395	6,003
Other services	100,305	47,293	62,590	61,356	163,709	157,897	107,040	109,000	115,958	265,243
Internal support	<u>281,801</u>	<u>293,276</u>	<u>328,981</u>	<u>318,979</u>	<u>352,648</u>	<u>360,667</u>	<u>395,582</u>	<u>406,829</u>	<u>429,873</u>	<u>449,534</u>
Total operating expenses	<u>432,072</u>	<u>390,095</u>	<u>425,707</u>	<u>412,388</u>	<u>630,498</u>	<u>825,570</u>	<u>828,919</u>	<u>782,800</u>	<u>792,091</u>	<u>916,601</u>
Net operating income	<u>\$1,506,463</u>	<u>\$1,467,231</u>	<u>\$1,579,459</u>	<u>\$1,708,211</u>	<u>\$1,789,273</u>	<u>\$1,837,933</u>	<u>\$ 2,168,365</u>	<u>\$ 2,327,207</u>	<u>\$ 2,125,339</u>	<u>\$ 2,280,083</u>
Bonded Debt Service Requirements (per Operating Year):										
Principal	\$ 279,000	\$ 279,000	\$ 279,000	\$ 279,000	\$ 438,000	\$ 514,000	\$ 579,539	\$ 596,000	\$ 608,000	\$ 620,000
Interest	<u>7,920</u>	<u>7,920</u>	<u>7,920</u>	<u>7,920</u>	<u>77,238</u>	<u>148,194</u>	<u>199,854</u>	<u>203,954</u>	<u>189,815</u>	<u>175,211</u>
Total	<u>\$ 286,920</u>	<u>\$ 286,920</u>	<u>\$ 286,920</u>	<u>\$ 286,920</u>	<u>\$ 515,238</u>	<u>\$ 662,194</u>	<u>\$ 779,393</u>	<u>\$ 799,954</u>	<u>\$ 797,815</u>	<u>\$ 795,211</u>
Operating year coverage	525.05%	511.37%	550.49%	595.36%	347.27%	277.55%	278.21%	290.92%	266.39%	286.73%
Maximum future principal and interest	\$ 286,920	\$ 286,920	\$ 286,920	\$ 286,920	\$ 606,283	\$ 830,349	\$ 800,139	\$ 797,815	\$ 796,308	\$ 796,308
Bond covenant coverage	525.05%	511.37%	550.49%	595.36%	295.12%	221.34%	271.00%	291.70%	266.90%	286.33%

Note: Storm Drain System revenue bonds issued in Fiscal Year 2005. Storm Drain System revenue bonds 2003 were redeemed in Fiscal Year 2013.

<sup>1</sup> Includes all operating revenues and interest income excluding interest earnings on the construction account, repair and replacement account, and surplus account.

Source: City of Great Falls, Montana



**City of Great Falls, Montana**  
**Sanitation Historical Operating Results and Intercap Loan Coverage**  
**Seven Fiscal Years**

	<b>Fiscal Year</b>						
	2016	2017	2018	2019	2020	2021	2022
Operating Revenues <sup>1</sup>							
Sanitation charges for services	\$ 3,452,468	\$ 3,639,175	\$ 3,690,985	\$ 3,836,379	\$ 4,201,007	\$ 4,189,199	\$ 4,673,425
Investment income	4,945	4,146	10,284	10,165	6,265	2,058	1,811
Proceeds on sale of capital items	100	-	983	-	-	-	-
Other	16,092	13,921	10,388	34,460	33,261	176,051	87,747
Total operating revenues	<u>3,473,605</u>	<u>3,657,242</u>	<u>3,712,640</u>	<u>3,881,004</u>	<u>4,240,533</u>	<u>4,367,308</u>	<u>4,762,983</u>
Operating Expenses:							
Personal services	1,264,476	1,393,589	1,454,779	1,449,341	1,557,716	1,800,586	1,748,419
Supplies	307,095	290,267	305,726	336,784	299,352	337,714	479,655
Purchased services	874,432	901,484	806,352	1,028,711	1,053,455	1,041,685	1,074,252
Internal support	706,236	749,159	786,413	740,589	741,081	780,109	834,926
Other	3,200	14,306	-	-	-	5,399	23,930
Total operating expenses	<u>3,155,439</u>	<u>3,348,805</u>	<u>3,353,270</u>	<u>3,555,425</u>	<u>3,651,604</u>	<u>3,965,493</u>	<u>4,161,182</u>
Net operating income	<u>\$ 318,166</u>	<u>\$ 308,437</u>	<u>\$ 359,370</u>	<u>\$ 325,579</u>	<u>\$ 588,929</u>	<u>\$ 401,815</u>	<u>\$ 601,801</u>
Maximum annual debt service requirement	\$ 74,913	\$ 273,857	\$ 273,700	\$ 267,469	\$ 251,849	\$ 247,798	\$ -
Intercap Loan covenant coverage	424.71%	112.63%	131.30%	121.73%	233.84%	162.15%	NA

<sup>1</sup> Includes all operating revenues and interest income.

Source: City of Great Falls, Montana

**City of Great Falls, Montana**  
**Ratios of Outstanding Debt by Type**  
**Last Ten Fiscal Years**

Fiscal Year	Governmental Activities							Business-Type Activities			Total Primary Government	Percentage of Personal Income <sup>a</sup>	Per Capita <sup>a</sup>
	General Obligation Bonds	General Taxable Bonds	Special Improvement Districts Bonds	Special District Revenue Bonds	Tax Increment Bonds	Capital Leases	Loans and Contracts Payable	Capital Leases	Loans and Notes Payable	Revenue Bonds Payable			
2013	\$ 2,640,000	\$ -	\$ 370,000	\$ -	\$2,670,000	\$ -	\$ 410,959 <sup>b</sup>	\$ 443,548	\$ 5,538,024	\$19,117,404	\$ 31,189,935	9.66%	791
2014	2,220,000	1,035,000	215,000	-	2,585,000	-	335,102 <sup>b</sup>	305,109	9,102,195	27,191,243	42,988,649	12.89%	1,053
2015	1,835,000	915,000	175,000	-	2,495,000	-	289,892 <sup>b</sup>	157,464	8,524,230	30,258,336	44,649,922	13.30%	1,095
2016	1,445,000	790,000	125,000	-	2,405,000	-	997,230	-	8,332,876	29,417,446	43,512,552	12.84%	1,057
2017	1,050,000	665,000	85,000	-	2,310,000	-	812,996	-	8,536,188	39,754,845	53,214,029	15.38%	1,265
2018	910,000	540,000	60,000	-	2,215,000	-	647,607	-	7,655,250	53,392,077	65,419,934	18.45%	1,508
2019	765,000	410,000	35,000	-	2,115,000	-	543,575	-	6,753,503	54,579,893	65,201,971	17.37%	1,419
2020	620,000	275,000	35,000	-	4,553,920	1,992,461	470,595	-	5,830,811	50,216,893	63,994,680	16.50%	1,347
2021	470,000	140,000	-	-	10,775,767	1,814,003	396,839	-	4,885,630	46,494,893	64,977,132	16.03%	1,305
2022	315,000	-	-	9,415,000	10,366,000	1,743,567	322,158	-	3,916,952	43,124,893	69,203,570	16.29%	1,325

<sup>a</sup> See Demographic Statistics Schedule for personal income and population data. These ratios are calculated using personal income and population for two prior calendar years.

<sup>b</sup> According to MCA, 7-7-4201, funds borrowed from Montana Board of Investments are to be included in the total amount of general obligation debt. These funds are included in the loans and contracts payable column of the Ratios of Outstanding Debt by Type statistical information.

**City of Great Falls  
Summary of Limited General Obligations  
June 30, 2022**

Date of Issue	Original Amount	Fund	Purpose	Final Maturity	Principal Amount Outstanding
12-11-2015	\$ 802,000	General Fund	Purchase of Fire Trucks - Intercap Loan	2026	\$ 296,460
07-31-2015	58,000	Nonmajor Governmental Fund - Master Debt SILD	Design/Install City Street Lights - Intercap Loan #1309	2030	25,698
	<u>\$ 860,000</u>				<u>\$ 322,158</u>

According to MCA, 7-7-4201, funds borrowed from Montana Board of Investments are to be included in the total amount of general obligation debt. These funds are included in the loans and contracts payable column of the Ratios of Outstanding Debt by Type statistical information.

**City of Great Falls, Montana**  
**Ratios of Net General Bonded Debt Outstanding and Legal Debt Margin Information**  
**Last Ten Fiscal Years**

Fiscal Year	Net General Bonded Debt <sup>c</sup>	Real and Personal Taxable Assessed Value	Percentage of General Obligation Bonds to Taxable Assessed Value	Per Capita <sup>a</sup>	Debt Limit <sup>b</sup>	Total net debt applicable to limit	Legal debt margin	Total net debt applicable to the limit as a percentage of debt limit
<b>2013</b>	\$4,156,979	\$ 77,852,991	5.34%	105.38	\$69,510,079	\$ 4,156,979	\$ 65,353,100	5.98%
<b>2014</b>	3,590,102	78,054,590	4.60%	87.95	71,978,361	3,590,102	68,388,259	4.99%
<b>2015</b>	3,039,892	76,098,354	3.99%	74.58	73,221,018	3,039,892	70,181,126	4.15%
<b>2016</b>	3,232,230	88,577,771	3.65%	78.52	131,651,506	3,232,230	128,419,276	2.46%
<b>2017</b>	2,527,996	91,347,803	2.77%	60.11	133,807,891	2,527,996	131,279,895	1.89%
<b>2018</b>	2,097,607	95,822,493	2.19%	48.36	140,553,802	2,097,607	138,456,195	1.49%
<b>2019</b>	1,718,575	99,564,569	1.73%	37.39	144,270,044	1,718,575	142,551,469	1.19%
<b>2020</b>	1,365,595	104,780,322	1.30%	28.74	152,617,825	1,365,595	151,252,230	0.89%
<b>2021</b>	1,006,839	101,651,616	0.99%	20.22	150,059,813	1,006,839	149,052,974	0.67%
<b>2022</b>	637,158	105,122,251	0.61%	12.20	156,756,425	637,158	156,119,267	0.41%

<sup>a</sup> See Demographic Statistics Schedule for personal income and population data. These ratios are calculated using personal income and population for two prior calendar years.

<sup>b</sup> Effective July 1, 2007 the legal debt limit increased from 1.51% to 2.5% of the assessed value of taxable property according to MCA 7-7-4201.

<sup>c</sup> According to MCA 7-7-4201, funds borrowed from Montana Board of Investments are to be included in the total amount of general obligation debt. These funds are included in the loans and contracts payable column of the Ratios of Outstanding Debt by Type statistical information. The Business-type activities Electric Fund notes payable is a taxable non-voted general obligation note. This note has been added to the net general bonded debt amount. In fiscal year 2013, all net general bonded debt amounts were restated to include this additional debt. In fiscal year 2014, the Business-type activities Electric Fund notes payable was refinanced and is a Governmental-type activities general obligation taxable bond.

The debt limitation may not exceed 2.50% of the total assessed value of taxable property within the city as ascertained by the last assessment for state and county taxes.

The general obligation debt does not require any reserves.

**City of Great Falls, Montana**  
**Computation of Direct And Overlapping Long Term Debt**  
**June 30, 2022**

<u>Jurisdiction</u>	<u>General Obligation Debt Outstanding<sup>1</sup></u>	<u>Percent Allocable to City<sup>1</sup></u>	<u>Amount Allocable to City</u>
Elementary School District No. 1	\$ 41,207,800	69.82%	\$ 28,770,668
High School District No. 1	46,020,287	68.64%	31,589,185
Cascade County	-	58.38%	-
Total overlapping debt			60,359,853
Total direct debt <sup>2</sup>			22,161,725
Total direct and overlapping debt			<u>\$ 82,521,578</u>

<sup>1</sup> Accounting staff from Great Falls Public Schools

<sup>2</sup> City of Great Falls, Montana

**Note:** Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the city. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of Great Falls. This process recognizes that the entire debt burden borne by the residents and businesses should be taken into account when considering the city's ability to issue and repay long-term debt. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

**City of Great Falls, Montana  
Demographic Statistics  
Last Ten Fiscal Years**

<b>Fiscal Year</b>	<b>Population</b> <sup>1</sup>	<b>Personal Income</b> <sup>2</sup>	<b>Per Capita Income</b> <sup>2</sup>	<b>School Enrollment</b> <sup>3</sup>	<b>Unemployment Rate</b> <sup>4</sup>
2013	58,893	3,228,329	39,448	10,198	5.1%
2014	59,351	3,336,106	40,822	10,347	4.0%
2015	59,152	3,357,888	40,759	10,193	3.9%
2016	59,638	3,389,496	41,163	10,520	4.1%
2017	59,178	3,460,063	42,053	10,549	3.8%
2018	58,876	3,546,163	43,375	10,476	3.9%
2019	58,701	3,752,800	45,959	10,416	3.4%
2020	58,434	3,879,504	47,518	10,491	6.9%
2021	60,442	4,052,262	49,803	10,461	3.9%
2022	60,403	4,248,346	52,226	10,132	2.9%

<sup>1</sup> U.S. Census Bureau, Population Estimates, for one calendar year prior.

<sup>2</sup> U.S. Department of Commerce, Bureau of Economic Analysis, Regional Economic Information System for Great Falls, Montana [www.bea.doc.gov/bea/regional/bearfacts](http://www.bea.doc.gov/bea/regional/bearfacts). The personal income and per capita income information is for two calendar years prior. Personal income estimates are in thousands of dollars.

<sup>3</sup> Great Falls School District No. 1. Great Falls, Montana.

<sup>4</sup> Montana Department of Labor & Industry Research & Analysis Bureau for Cascade County.

**City of Great Falls, Montana  
Major Employers  
Current Year and Nine Years Ago**

Employer	2022			2013		
	Number of Employees <sup>1</sup>	Rank	Percentage of Total Employment <sup>2</sup>	Number of Employees <sup>1</sup>	Rank	Percentage of Total Employment
Malmstrom Air Force Base	4,156 <sup>2</sup>	1	11%	4,771	1	13%
Benefis Health Care Center	3,317	2	9%	2,695	2	7%
Great Falls Public Schools	1,944	3	5%	1,998	3	5%
Montana Air National Guard	917 <sup>3</sup>	4	3%	1,089	4	3%
Wal-Mart	818 <sup>5</sup>	5	2%	550	6	1%
Great Falls Clinic Speciality Center	712	6	2%	385	10	1%
City of Great Falls	543 <sup>4</sup>	7	1%	542	7	1%
Cascade County	481	8	1%	500	8	1%
North 40 Outfitters	276	9	1%	-	-	-
D.A. Davidson	238	10	1%	-	-	-
Asurion (formerly N.E.W. Customer Services Cos.)				555	5	2%

Source:

2022: Administration offices of each individual employer.

2013: Great Falls Tribune, Great Falls Montana Outlook 2013 printed February 24, 2013

<sup>1</sup> Full-time equivalents in full and part time positions (Full-time equivalent is a term used whereby the number of scheduled hours is divided by the hours in a full work week. The hours of several part time employees may add up to one FTE).

<sup>2</sup> Based on Federal Fiscal Year 2022 Report

<sup>3</sup> Includes military and civilian personnel.

<sup>4</sup> Does not include seasonal labor.

<sup>5</sup> Updated information not available for 2022. Presented same as 2021.

**City of Great Falls, Montana**  
**Full-Time Equivalent City Government Employees by Function/Program**  
**Last Ten Fiscal Years**

Function/Program	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Mayor/City Commission	1.25	1.25	1.25	1.25	1.25	1.25	1.25	1.25	1.25	1.25
Housing Authority	18.50	18.50	18.50	18.50	18.50	18.50	18.50	18.50	18.50	18.50
City Manager	4.17	4.17	4.17	4.16	4.00	4.00	4.00	4.00	4.00	4.00
City Clerk	1.51	1.51	1.51	1.84	2.00	2.00	2.00	2.00	2.00	2.00
Human Resources	3.60	3.60	3.60	4.60	4.60	4.60	4.60	4.60	4.60	7.60
Insurance & Safety	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	-
Information Technology	-	-	-	-	-	8.00	8.00	8.00	8.00	8.00
Animal Shelter Operations	5.00	5.00	9.00	9.00	9.28	10.28	10.28	10.28	10.28	10.28
Events	-	-	4.54	4.54	4.54	4.54	4.54	4.54	4.54	4.54
Planning & Community Development	25.60	24.70	25.12	24.92	25.25	26.73	28.50	27.50	29.50	29.50
Fire	68.00	68.00	69.00	71.00	71.00	72.00	71.00	71.00	71.00	71.00
Finance	35.00	33.56	26.06	26.06	26.06	16.10	16.10	16.10	16.10	16.10
Legal	7.75	7.25	7.25	7.25	8.00	9.00	9.29	9.29	9.29	9.29
Library	21.54	21.54	17.47	17.47	18.17	17.80	17.80	17.80	17.80	17.80
Municipal Court	-	-	7.50	7.50	8.00	8.50	9.00	10.49	10.49	10.49
Park & Recreation	85.98	84.31	74.43	73.18	73.76	80.84	78.04	63.46	63.46	63.46
Police	126.00	128.00	127.00	129.00	132.00	132.00	132.00	133.00	133.00	133.00
Public Works	133.95	133.95	134.63	131.50	135.50	136.53	137.20	136.65	131.94	135.94
<b>Total</b>	<b>538.85</b>	<b>536.34</b>	<b>532.03</b>	<b>532.77</b>	<b>542.91</b>	<b>553.67</b>	<b>553.10</b>	<b>539.46</b>	<b>536.75</b>	<b>542.75</b>

Full-time equivalent is a term used, whereby the number of scheduled hours is divided by the hours in a full work week.

The hours of several part time employees may add up to one FTE.

The number of employees listed on the major employers listing, page 215, is different from this total due to the calculations of FTE's.

In 2015, the Events employees were separated from the Park and Recreation Department and listed on their own.

In 2015, the Municipal Court employees were separated from the Finance Department and listed on their own.

In 2018, the Information Technology employees were separated from the Finance Department and listed on their own.

In 2020, the Park & Recreation Department Golf employees moved to a private management company.

In 2022, the payroll function was moved from Finance to Human Resources and Insurance & Safety was moved to Human Resources.

Source: Finance Office, City of Great Falls, Montana



**City of Great Falls, Montana**  
**Operating Indicators by Function/Program**  
**Last Ten Years**

Function/Program	Calendar Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
<b>Building Permits</b>										
Residential Permits Issued	294	317	319	307	312	247	261	207	183	164
Residential Permits Value	\$ 14,491,053	\$ 20,429,394	\$ 47,027,407	\$ 24,072,839	\$ 24,988,681	\$ 17,895,208	\$ 14,432,565	\$ 11,271,021	\$ 7,669,127	\$ 14,543,669
Commercial Permits Issued	214	183	265	216	237	248	189	150	144	155
Commercial Permits Value	\$ 52,741,273	\$ 34,045,526	\$ 38,100,796	\$ 56,007,682	\$ 76,851,256	\$ 62,080,118	\$ 99,886,513	\$ 57,670,970	\$ 63,909,044	\$ 120,169,314
<b>Fire Department</b>										
Structure Fires	55	51	49	66	52	52	69	55	73	60
Fire Calls	637	589	615	626	677	688	120 <sup>2</sup>	110	66	105
EMS/Rescue Calls	4,297	4,772	4,764	5,009	5,132	5,624	5,451	5,809	5,626	4,897
Haz-Mat Calls	85	49	45	69	59	61	105	120	276	104
Public Service Calls	841	852	809	768	867	952	931	907	1,964	1,991
Good Intent Calls	425	487	528	586	683	678	925 <sup>2</sup>	970	391	441
Out of City	141	88	96	88	NA	5	6	8	4	13
<b>Library</b>										
Yearly Patrons	223,192	222,979	197,519	179,797	174,705	169,164	157,959	152,241	73,583	89,604
Yearly Circulation	335,399	346,063	307,935	293,360	279,909	280,497	274,574	296,820	246,995	232,039
Yearly Internet Users	62,843	59,708	50,433	40,004	62,434	89,443	89,844	90,868	55,633	81,381
<b>Sanitation</b>										
Residential Customers	14,547	14,879	14,891	15,000	15,000	15,190	15,805 <sup>3</sup>	16,937	16,214	16,721
Commercial Customers	1,686	1,630	1,917	1,700	1,700	2,070	1,525 <sup>3</sup>	1,439	1,298	1,461
<b>Streets</b>										
Weed Violations	2,853	1,312	2,655	2,481	2,448	2,925	2,713	2,052	2,384	2,537
<b>Water Main Breaks</b>										
Number of Breaks	37	41	46	37	33	38	34	44	27	33
Break Cost	\$ 180,574	\$ 247,672	\$ 234,659	\$ 174,045	\$ 191,096	\$ 184,979	\$ 181,232	\$ 290,718	\$ 174,507	\$ 232,769
<b>911 Center Calls</b>										
Police	43,831	40,216	38,093	38,074	42,139	43,768	43,655	48,680	46,214	43,459
Great Falls Fire	6,528	6,876	6,723	7,111	7,492	8,094	8,110	8,541	8,577	7,739
Cascade County	13,443	11,879	12,455	12,638	12,866	15,521	12,642	16,793	19,503	19,972
Medical Calls	5,611	6,075	6,195	6,600	6,881	7,611	9,154	9,182	9,053	9,270
Rural Fire	980	769	737	939	980	1,018	1,095	1,229	1,726	1,668
<b>City Planning</b>										
Annexation Applications	12	5	2	3	2	4	7	4	4	2
Subdivision Applications	7	8	8	8	2	8	7	5	2	5
Zoning Applications	15	6	5	10	2	10	6	6	2	4
<b>Court</b>										
Number of Violations	14,769	10,011	11,607	11,315	13,261	13,166	11,174	12,523	10,513	10,325
	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>Parking</b>										
Number of Violations	17,305	13,843	15,692	14,629	14,354	12,857	11,602	9,593	7,849	8,003
Number of Monthly Permits Issued	8,950	9,312	10,270	9,195	5,975	5,422	6,193	6,116	5,609	8,965

<sup>2</sup> In 2018, the Fire Department changed the classification of call for statistics.

<sup>3</sup> In 2018, the Sanitation adjusted Duplex & Triplex counts to Residential from Commercial as was recorded in previous years.

Source: City of Great Falls, Montana

**City of Great Falls, Montana**  
**Capital Asset Statistics by Function/Program**  
**Last Ten Years**

Function/Program	Calendar Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
<b>Fire Department</b>										
Number of Stations	4	4	4	4	4	4	4	4	4	4
Number of Training Centers	1	1	1	1	1	1	1	1	1	1
Number of Fire Vehicles	21	23	23	24	24	29	29	29	28	28
<b>Police Department</b>										
Number of Stations	1	1	1	1	1	1	1	1	1	1
Number of Police Vehicles	69	71	77	83	71	70	70	70	72	71
<b>Sanitation</b>										
Number of Collection Trucks	22	23	23	24	24	24	23	23	23	19
<b>Streets</b>										
Miles of Streets/Alleys	377	383	383	383	383	383	383	383	383	383
Miles of Street Striping	100	100	78	50	50	50	50	50	50	50
Street Signs	12,764	12,913	12,995	13,690	13,073	14,072	14,270	14,270	14,489	14,637
City/State Street Signals	89	89	89	89	89	90	90	90	90	90
<b>Housing Authority</b>										
Affordable Housing Units	32	32	32	32	32	32	32	32	32	32
Public Housing Units	490	490	490	490	490	490	490	490	490	490
<b>Water</b>										
Water mains (miles)	311.40	312.82	313.64	314.51	318.11	318.94	320.25	321.16	322.16	327.62
Fire hydrants	3,139	3,154	3,169	3,185	3,233	3,246	3,266	3,274	3,284	3,355
<sup>1</sup> Storage capacity (million gallons)	12.25	10.75	10.75	10.75	8.75	8.75	9.75	9.75	9.75	9.75
<b>Sanitary Sewer</b>										
Sanitary sewers (miles)	244.07	246.59	247.34	249.02	252.54	252.97	253.82	254.05	254.45	255.00
Storm sewers (miles)	118.50	119.09	120.36	120.36	122.94	122.98	124.52	125.61	127.59	127.59
<sup>2</sup> Treatment capacity (million gallons)	21	13	13	13	13	13	13	13	13	13
<b>Parks and recreation</b>										
Number of parks	64	66	66	66	66	66	66	66	67	67
Acreage of parks	1,150	1,155	1,155	1,215	1,214	1,214	1,214	1,214	1,224	1,225
Trees (approximately)	42,500	42,500	42,000	41,500	41,500	41,500	41,500	41,500	41,500	41,500
Pools	4	4	4	4	4	4	3	3	3	3
Golf Courses	2	2	2	2	2	2	2	2	2	2
Skate Park	1	1	1	1	1	1	1	1	1	1
Function/Program	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>Parking</b>										
Parking lots	6	6	6	6	6	5	5	5	5	5
Parking garages	2	2	2	2	2	2	2	2	2	2
Off street parking spaces	1,143	1,143	1,122	1,122	1,122	1,097	1,098	1,098	1,098	1,098
Metered parking spaces	1,100	1,100	1,092	1,092	1,092	946	946	946	946	946
<b>Library</b>										
Number of Books Purchased	9,367	9,793	9,703	10,491	8,134	9,774	10,131	9,428	8,414	8,819

<sup>1</sup> This storage capacity does not include 3.45 million gallons of clearwells at the Wastewater Treatment Plant.

<sup>2</sup> This treatment capacity is a daily number.

Source: City of Great Falls, Montana

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

To the Honorable Mayor,  
City Commissioners and City Manager  
City of Great Falls, Montana

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Great Falls, Montana (the City), as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated December 7, 2022.

Our report includes a reference to other auditors who audited the financial statements of the Great Falls Business Improvement District, the Great Falls Tourism Business Improvement District, and the Great Falls Public Library Foundation, as described in our report on the City's financial statements. This report includes our consideration of the results of the other auditor's testing of internal control over financial reporting and compliance and other matters that are reported on separately by those other auditors. However, this report, insofar as it relates to the results of the other auditors, is based solely on the reports of the other auditors. The financial statements of the Great Falls Public Library Foundation were not audited in accordance with *Government Auditing Standards*, and accordingly, this report does not include reporting on internal control over financial reporting or compliance and other matters associated with the Great Falls Public Library Foundation or that are reported on separately by those auditors who audited the financial statements of the Great Falls Public Library Foundation.

**Report on Internal Control over Financial Reporting**

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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



**Report on Compliance and Other Matters**

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

**Purpose of this Report**

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

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

Great Falls, Montana  
December 7, 2022

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON  
INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

To the Honorable Mayor,  
City Commissioners and City Manager  
City of Great Falls, Montana

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

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

We have audited the City of Great Falls, Montana's (the City) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended June 30, 2022. The City's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2022.

***Basis for Opinion on Each Major Federal Program***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the City's compliance with the compliance requirements referred to above.

***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the City's federal programs.

***Auditor's Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the City's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the City's compliance with the requirements of each major federal program as a whole.



In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the City's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the City's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

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

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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

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

Great Falls, Montana  
December 7, 2022

**City of Great Falls, Montana**  
**Schedule of Expenditures of Federal Awards**  
**Year Ended June 30, 2022**

<b>Funding Agency</b>	<b>Federal CFDA Number</b>	<b>Program Number</b>	<b>Program or Award Amount</b>	<b>Grant Revenues</b>	<b>Expenditures</b>	<b>Passed Through to Subrecipients</b>
Department of the Treasury						
Direct Program						
ARPA	21.027	NA	\$ 19,472,738			
Fire Truck Refurbishment				\$ 1,299,337	\$ 1,299,337	\$ -
Fire Station Overhead Doors				3,618	3,618	-
Total Department of the Treasury				<u>1,302,955</u>	<u>1,302,955</u>	<u>-</u>
Department of Housing and Urban Development						
Direct Program						
Community Development Block Grant						
Entitlement Program	14.218	B-21-MC-30-0002	810,605	147,511	147,511	-
Entitlement Program	14.218	B-20-MC-30-0002	808,208	746,230	746,230	529,823
HOME Investment Partnership Program	14.239	M-22-MC-30-0218	283,494	78,368	101,077	73,524
Total Department of Housing & Urban Development				<u>972,109</u>	<u>994,818</u>	<u>603,347</u>
Department of Transportation						
Direct Programs						
Highway Planning and Construction	20.205	NA	1,373,400	283,502	283,502	-
Federal Transit Metropolitan Planning Funds	20.505	NA	125,252	105,879	105,879	105,879
Pass Through Montana Department of Transportation						
HMEP	20.703	HM-HMP-0576-16	59,584	-	-	-
HMEP Travel	20.703	NA	NA	8,645	8,645	-
Total Department of Transportation				<u>398,026</u>	<u>398,026</u>	<u>105,879</u>
White House Office of National Drug Control Policy						
Direct Programs						
HIDTA 2021	95.001	G-20RM0045A	232,216	44,672	106,807	-
HIDTA 2022	95.001	G-21RM0045A	277,979	93,584	93,584	-
Total White House Office of National Drug Control Policy				<u>138,256</u>	<u>200,391</u>	<u>-</u>

**City of Great Falls, Montana**  
**Schedule of Expenditures of Federal Awards (Continued)**  
**Year Ended June 30, 2022**

<b>Funding Agency</b>	<b>Federal CFDA Number</b>	<b>Program Number</b>	<b>Program or Award Amount</b>	<b>Grant Revenues</b>	<b>Expenditures</b>	<b>Passed Through to Subrecipients</b>
Department of Justice						
Direct Programs						
BJA FY 20 Coronavirus Emergency Supplemental Funding Program	16.034	2020-VD-BX-1039	\$ 84,380	\$ 28,741	\$ 28,741	\$ -
Bulletproof Vest Program	16.607	2017-BUBX14074090	16,776	12,774	12,774	-
Justice Assistance Grant	16.738	15PBJA-21-GG-01630-JAGX	42,435	21,960	21,960	-
Total Department of Justice				<u>63,475</u>	<u>63,475</u>	<u>-</u>
Federal Emergency Management Agency						
Direct Programs						
Assistance to Firefighters	97.044	EMW-2019-FG-00947	145,273	45,448	45,448	-
Fire Prevention Grant	97.044	DHS-20-GPD-044-00-97	6,267	6,267	6,267	-
Total Federal Emergency Management Agency				<u>51,715</u>	<u>51,715</u>	<u>-</u>
National Park Service						
Pass Through State of Montana Historic Preservation Office						
Historic Preservation Fund	15.904	MT-20-017	6,000	6,000	6,000	-
Total National Park Service				<u>6,000</u>	<u>6,000</u>	<u>-</u>
Department of Homeland Security						
Pass Through State of Montana						
HAZMAT Sustainability	97.067	19HSGHAZ	40,000	11,795	11,795	-
Total Department of Homeland Security				<u>11,795</u>	<u>11,795</u>	<u>-</u>
Department of Administration						
Pass Through State of Montana						
Pre-Disaster Mitigation Grant	91.017	PDMC-PJ-08-MT-2019-005	397,750	23,258	23,258	-
Total Department of Administration				<u>23,258</u>	<u>23,258</u>	<u>-</u>
Total Expenditures of Federal Awards				<u>\$ 2,967,589</u>	<u>\$ 3,052,433</u>	<u>\$ 709,226</u>



City of Great Falls, Montana  
Notes to Schedule of Expenditures of Federal Awards  
Year Ended June 30, 2022

**NOTE 1. REPORTING ENTITY**

The accompanying Schedule of Expenditure of Federal Awards includes the federal award activity of the City of Great Falls, Montana (the City). The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Guidance Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). The City's reporting entity is defined in Note 1 to the City's financial statements. Federal awards received directly from federal agencies and passed through other government agencies is included in the schedule.

**NOTE 2. BASIS OF ACCOUNTING**

The accompanying Schedule of Expenditure of Federal Awards is presented using the accrual basis of accounting, which is described in Note 1 to the City's financial statements. All federal awards received, cash and noncash, is included, as well as all federal awards expended or consumed. Such expenditures are recognized following the cost principles contained in the Uniform Guidance from Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Guidance Administrative Requirements, Subpart E Cost Principles* and OMB Circular A-87.

**NOTE 3. INDIRECT COSTS**

The City did not elect to use the 10% de minimis indirect cost rate from Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Guidance Administrative Requirements, Subpart E Cost Principles*.

City of Great Falls, Montana  
 Schedule of Findings and Questioned Costs  
 Year Ended June 30, 2022

**Summary of Auditor Results**

*Financial Statements:*

Type of auditor’s report issued: Unmodified

Internal control over financial reporting:

Material weakness identified? None

Significant deficiencies identified that are not considered to be material weaknesses? None reported

Noncompliance material to financial statements? None

*Federal Awards:*

Internal control over major programs:

Material weakness identified? None

Significant deficiencies identified that are not considered to be material weaknesses? None reported

Type of auditor’s report issued on compliance for major programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? None

The major programs for the year ended June 30, 2022, are as follows:

	<u>CFDA#</u>
Community Development Block Grant	14.218
American Rescue Plan Act	21.027

Dollar threshold used to distinguish Type A programs: \$750,000

Auditee qualified as low-risk auditee? Yes

**Findings Relating to Financial Statements**

None

**Findings Relating to Federal Awards**

None

City of Great Falls, Montana  
Summary Schedule of Prior Audit Findings  
Year Ended June 30, 2022

There were no prior year audit findings relative to the financial statements or major federal award programs.