

RESOLUTION NO. 10411
ANNUAL BUDGET RESOLUTION
A RESOLUTION RELATING TO FINAL BUDGETS AND ANNUAL
APPROPRIATIONS FOR THE FISCAL YEAR
BEGINNING JULY 1, 2021 AND ENDING JUNE 30, 2022

WHEREAS, Montana Code Annotated (MCA), 7-6-4024, requires that the budget be approved and adopted by resolution by the later of the first Thursday after the first Tuesday in September or within 30 calendar days of receiving certified taxable values from the Department of Revenue, and

WHEREAS, the notice of hearing on preliminary budget was published in accordance with Section 7-1-4127, MCA, as required by Section 7-6-4021, MCA, and

WHEREAS, the hearing on preliminary budget from property taxes was held in accordance with Section 7-1-4131, MCA, and Section 7-6-4024, MCA, and

WHEREAS, the Official Code of the City of Great Falls, Title 2, Chapter 3, Section 040 states the Municipal Court Clerk salary shall be set by Commission resolution, and

WHEREAS, the Government Finance Officers Association recommends an unreserved fund balance in the General Fund of “no less than two months of regular general operating revenues or regular general fund operating expenditures.”

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COMMISSION OF THE CITY OF GREAT FALLS, MONTANA:

Section 1. - Legal Spending Limits

The legal spending limits of the City of Great Falls are established at the fund level. Appendix A establishes each fund’s level. (7-6-4030, MCA)

Section 2. - Implementation Authority

2.1 The City Manager is hereby delegated appropriation authority for the expenditure of funds from any or all of the following:

- a. debt service funds for obligations related to debt approved by the governing body;
- b. trust funds for obligations authorized by trust covenants;
- c. any fund for federal, state, local or private grants and shared revenue accepted and approved by the governing body;
- d. any fund for special assessments approved by the governing body;
- e. the proceeds from the sale of land;
- f. any fund for gifts or donations; and,
- g. money borrowed during the fiscal year. (7-6-4006, MCA)

2.2 The City Manager is hereby delegated authority to adjust appropriations funded by fees throughout the fiscal year in any or all of the following:

- a. proprietary fund appropriations (enterprise and internal service funds);
- b. general fund for fee supported services;

- c. information technology fund for fee supported mapping services;
 - d. natural resources fund for fee supported forestry services; and,
 - e. permits fund. (7-6-4012, MCA)
- 2.3 The authority to make transfers of appropriations between funds is retained by the City Commission.
- 2.4 The City Manager is hereby delegated the authority to make transfers or revisions within appropriations of any fund.
- 2.5 The City Manager may delegate to his department directors the authority to make transfers or revisions within or among appropriations of specific operations within a fund, limited to the division level of accountability.
- 2.6 Joint operating agreements approved by the governing body; insurance recoveries or dividends; hazardous material recoveries, and refunds or reimbursements of expenditures shall automatically amend the annual appropriations or reduce recorded expenditures whichever is correct in accordance with Generally Accepted Accounting Principles (GAAP).

Section 3. - Appropriation Carryovers

Generally Accepted Accounting Principles (GAAP) require expenditures to be recognized in the fiscal year in which the goods or services are received.

- 3.1 Previous fiscal year appropriations for incomplete improvements in progress of construction, or segments thereof, are hereby declared authorized appropriations in addition to the appropriations set out in Appendix A., provided they meet the following criteria:
- a. related financing was provided in the prior fiscal year;
 - b. the appropriations were not obligated by year end;
 - c. the purpose was not included, or rejected, in current budget financing or appropriations; and,
 - d. the City Manager determines the appropriation is still needed.
- 3.2 Outstanding purchase orders and other obligations, representing a City obligation to pay the claim after receipt of the goods or services, are recognized as "claims incurred". They are hereby declared authorized "carryover" appropriations in addition to the appropriations set out in Appendix A., provided they meet the following criteria:
- a. related financing was provided in the prior fiscal year;
 - b. the appropriations were not otherwise obligated by year end;
 - c. the purpose was not included, or rejected, in current budget financing or appropriations; and,
 - d. the City Manager determines the appropriation is still needed.

Section 4. - Appropriated Reserves

Reserves which have been established for specific purposes, such as Equipment Revolving Scheduled (ERS) reserves, are hereby declared to be appropriations available for expenditure according to the reserve purpose. They shall be acknowledged as current appropriations upon

the determination by the City Manager that they are currently needed to serve their intended purpose. Unexpended reserves shall be carried forward to meet future needs in accordance with their purpose.

Section 5. Contingency Account

- 5.1 Contingency account appropriations are provided by the City Commission as flexible appropriations. They are intended to provide the City Manager with an effective management tool for adjusting to changing circumstances throughout the budgetary year.
- 5.2 The City Manager is delegated the authority to transfer part or all of any contingency appropriation and related financing. Use of contingency appropriations is restricted to transfers of that appropriation authority to specific operating budgets. Proper classification of expenditures to specific operations is required. Accordingly, charging of expenditures directly to Contingency accounts is prohibited.
- 5.3 The Contingency appropriation is a two part authorization, determined on whether cash funding has been allocated in the General Fund during budget development:
 - a. General Fund financed; and,
 - b. Unfunded - a specific fund cash balance, additional revenue, or other funding source must be identified before the “unfunded” contingency appropriation may be used.

Section 6. - Classification and Pay Plan

- 6.1 The objective of the City’s Classification and Pay Plan is to enable the City to retain, and when necessary, recruit competent employees. Therefore, the Plan must be a dynamic tool which is continuously updated.
- 6.2 The City Manager is authorized to administratively change the Classification and Pay Plan. Annual pay surveys, continual or periodic review of positions with changed duties or responsibilities, and additions to the classification plan of changed and new classes of work will assure that the Classification and Pay Plan remains current and equitably meets the needs of the City and its employees.

Section 7. - Budgetary Authority

References to statutes, or to consistency with statutory authority, are for information purposes only. Nothing in this resolution shall be considered to mitigate or compromise the City’s self-governing authority.

Section 8. - Accounting Structure

Staff is hereby directed to establish and maintain City accounting structure in accordance with Generally Accepted Accounting Principles (GAAP). Statutes, ordinances, resolutions or other authoritative sources shall be implemented according to their intent and GAAP. Staff shall provide for conformance with the Commission's limits for financing and appropriation under authorized budgets whenever making proper modifications to accounting structure.

Section 9. – Municipal Court Clerk Salary

The City Manager is authorized to administratively set the salary of the Municipal Court Clerk using the following salary range:

Municipal Court Clerk \$42,692 to \$64,038

Section 10. – Fund Balance

As permitted by Mont. Code Ann. § 7-6-4034, the General Fund unreserved fund balance shall be considered adequate at 22% of annual appropriations. 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 17% of annual appropriations for seasonal operations, and 8% to 17% of annual appropriations for all other operating funds.

Such unreserved fund 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 balances should not be available to meet recurring operating expenses.

PASSED AND ADOPTED by the City Commission of the City of Great Falls, Montana,
July 20, 2021.

Bob Kelly, Mayor

ATTEST:

Lisa Kunz, City Clerk

(Seal of the City)

APPROVED FOR LEGAL CONTENT:

Sara R. Sexe, City Attorney

Resolution No. 10411 Annual Budget Resolution: Appendix A

| Funds | + Working Capital Sources | | | | - Working Capital Uses | | | Ending Balance | Reserved Balance | Available Balance |
|-------------------------------------|---------------------------|--------------------|------------------|--------------------|------------------------|------------------|--------------------|-------------------|-------------------|-------------------|
| | Beginning Balance | Revenues | Transfers In | Total Sources | Expenditures | Transfers Out | Total Uses | | | |
| General | 12,528,137 | 34,699,938 | 0 | 34,699,938 | 33,777,408 | 1,659,178 | 35,436,586 | 11,791,489 | 4,584,830 | 7,206,659 |
| Special Revenue Funds | | | | | | | | | | |
| Covid Recovery Fund | 15,286,428 | 9,736,368 | 0 | 9,736,368 | 0 | 0 | 0 | 25,022,796 | 0 | 25,022,796 |
| Park & Rec Special Revenue | 902,840 | 77,900 | 0 | 77,900 | 28,319 | 0 | 28,319 | 952,421 | 405,777 | 546,644 |
| Parkland Trust | 134,293 | 0 | 0 | 0 | 0 | 0 | 0 | 134,293 | 134,293 | 0 |
| Library | 568,976 | 1,135,824 | 350,000 | 1,485,824 | 1,718,249 | 0 | 1,718,249 | 336,551 | 0 | 336,551 |
| Library Foundation | 338,947 | 240,356 | 0 | 240,356 | 239,256 | 0 | 239,256 | 340,047 | 340,047 | 0 |
| Planning & Comm Dev | 123,129 | 1,128,840 | 271,932 | 1,400,772 | 1,472,213 | 0 | 1,472,213 | 51,688 | 0 | 51,688 |
| Central MT Ag Tech TID | 1,194,292 | 371,517 | 0 | 371,517 | 122,344 | 0 | 122,344 | 1,443,465 | 1,443,465 | 0 |
| Airport TID | 185,395 | 98,023 | 0 | 98,023 | 7,918 | 0 | 7,918 | 275,500 | 275,500 | 0 |
| Downtown TID | 2,398,286 | 0 | 0 | 0 | 0 | 0 | 0 | 2,398,286 | 2,398,286 | 0 |
| East Industrial Ag Tech TID | 122,513 | 514,000 | 0 | 514,000 | 475,794 | 0 | 475,794 | 160,719 | 160,719 | 0 |
| Economic Revolving | 20,411 | 0 | 0 | 0 | 0 | 0 | 0 | 20,411 | 20,411 | 0 |
| Permits | 487,143 | 980,721 | 0 | 980,721 | 1,375,561 | 0 | 1,375,561 | 92,303 | 0 | 92,303 |
| Natural Resources | 379,531 | 448,617 | 256,277 | 704,894 | 842,348 | 0 | 842,348 | 242,077 | 31,886 | 210,191 |
| Portage Meadows | 82,550 | 65,252 | 0 | 65,252 | 67,073 | 0 | 67,073 | 80,729 | 0 | 80,729 |
| Park Maintenance District | 2,487,466 | 1,500,000 | 0 | 1,500,000 | 2,232,796 | 0 | 2,232,796 | 1,754,670 | 0 | 1,754,670 |
| Street District | 2,358,494 | 6,194,575 | 0 | 6,194,575 | 7,420,447 | 50,000 | 7,470,447 | 1,082,622 | 0 | 1,082,622 |
| Support & Innovation | 96,658 | 764,216 | 0 | 764,216 | 764,216 | 0 | 764,216 | 96,658 | 0 | 96,658 |
| Gas Tax BaRSAA | 1,572,234 | 1,000,000 | 50,000 | 1,050,000 | 2,325,000 | 0 | 2,325,000 | 297,234 | 0 | 297,234 |
| 911 Special Revenue | 916,803 | 612,447 | 0 | 612,447 | 0 | 346,674 | 346,674 | 1,182,576 | 1,182,576 | 0 |
| Police Special Revenue | 273,677 | 37,761 | 0 | 37,761 | 900 | 0 | 900 | 310,538 | 310,538 | 0 |
| HIDTA Special Revenue | (29,806) | 216,975 | 0 | 216,975 | 69,998 | 0 | 69,998 | 117,171 | 117,171 | 0 |
| Fire Special Revenue | 54,957 | 6,600 | 0 | 6,600 | 0 | 0 | 0 | 61,557 | 61,557 | 0 |
| Federal Block Grant | 1,288,010 | 1,286,120 | 0 | 1,286,120 | 1,286,120 | 0 | 1,286,120 | 1,288,010 | 1,288,010 | 0 |
| HOME Grant | 56,077 | 283,494 | 0 | 283,494 | 283,494 | 0 | 283,494 | 56,077 | 56,077 | 0 |
| Housing Authority | 0 | 1,587,641 | 0 | 1,587,641 | 1,587,641 | 0 | 1,587,641 | 0 | 0 | 0 |
| Street Lighting Districts | 1,550,496 | 1,111,842 | 0 | 1,111,842 | 1,416,335 | 0 | 1,416,335 | 1,246,003 | 0 | 1,246,003 |
| Special Revenue Funds Total | 32,849,802 | 29,399,089 | 928,209 | 30,327,298 | 23,736,022 | 396,674 | 24,132,696 | 39,044,404 | 8,226,312 | 30,818,092 |
| Debt Service Funds | | | | | | | | | | |
| Soccer Park Bond | 46,381 | 164,500 | 0 | 164,500 | 171,013 | 0 | 171,013 | 39,868 | 39,868 | 0 |
| West Bank TID | 1,244,858 | 865,684 | 0 | 865,684 | 327,670 | 0 | 327,670 | 1,782,872 | 1,782,872 | 0 |
| Downtown TID Bonds | 1,014,764 | 1,582,000 | 0 | 1,582,000 | 514,463 | 0 | 514,463 | 2,082,301 | 2,082,301 | 0 |
| Improvement District Revolving | 39,935 | 0 | 0 | 0 | 1,280 | 0 | 1,280 | 38,655 | 38,655 | 0 |
| Master Debt SILD | 42,393 | 15,984 | 0 | 15,984 | 3,308 | 0 | 3,308 | 55,069 | 55,069 | 0 |
| General Obligation Taxable Bond | 9,038 | 0 | 144,846 | 144,846 | 145,390 | 0 | 145,390 | 8,494 | 8,494 | 0 |
| Debt Service Funds Total | 2,397,369 | 2,628,168 | 144,846 | 2,773,014 | 1,163,124 | 0 | 1,163,124 | 4,007,259 | 4,007,259 | 0 |
| Capital Projects Funds | | | | | | | | | | |
| General Capital Projects | 374,126 | 0 | 0 | 0 | 0 | 0 | 0 | 374,126 | 374,126 | 0 |
| Improvement Districts Projects | 5,812 | 0 | 0 | 0 | 0 | 0 | 0 | 5,812 | 5,812 | 0 |
| Downtown TID Capital Projects | 5,471,871 | 0 | 0 | 0 | 0 | 0 | 0 | 5,471,871 | 5,471,871 | 0 |
| Hazard Removal | 44,831 | 0 | 0 | 0 | 0 | 0 | 0 | 44,831 | 44,831 | 0 |
| Capital Projects Funds Total | 5,896,639 | 0 | 0 | 0 | 0 | 0 | 0 | 5,896,639 | 5,896,639 | 0 |
| Enterprise Funds | | | | | | | | | | |
| Golf Courses | (964,832) | 1,530,597 | 0 | 1,530,597 | 1,402,295 | 0 | 1,402,295 | (836,530) | 0 | (836,530) |
| Water | 10,396,527 | 13,384,445 | 0 | 13,384,445 | 16,191,152 | 0 | 16,191,152 | 7,589,820 | 4,004,597 | 3,585,223 |
| Sewer | 15,771,869 | 10,759,996 | 0 | 10,759,996 | 14,867,921 | 0 | 14,867,921 | 11,663,944 | 5,252,465 | 6,411,479 |
| Storm Drain | 2,193,242 | 2,950,800 | 0 | 2,950,800 | 3,730,469 | 0 | 3,730,469 | 1,413,573 | 919,928 | 493,645 |
| Sanitation | 554,227 | 3,870,325 | 0 | 3,870,325 | 4,139,138 | 0 | 4,139,138 | 285,414 | 180,609 | 104,805 |
| Swimming Pools | 277,903 | 478,200 | 267,861 | 746,061 | 762,682 | 0 | 762,682 | 261,282 | 0 | 261,282 |
| 911 Dispatch Center | 1,772,092 | 1,869,706 | 346,674 | 2,216,380 | 2,266,463 | 0 | 2,266,463 | 1,722,009 | 1,722,009 | 0 |
| Parking | 138,995 | 440,900 | 0 | 440,900 | 669,378 | 0 | 669,378 | (89,483) | 49,026 | (138,509) |
| Recreation | (211,444) | 408,500 | 39,206 | 447,706 | 526,023 | 0 | 526,023 | (289,761) | 0 | (289,761) |
| Multisports | (18,062) | 152,160 | 0 | 152,160 | 171,730 | 0 | 171,730 | (37,632) | 0 | (37,632) |
| Ice Breaker Run | 10,999 | 72,400 | 0 | 72,400 | 70,756 | 0 | 70,756 | 12,643 | 0 | 12,643 |
| Civic Center Events | (163,885) | 379,325 | 265,913 | 645,238 | 677,489 | 0 | 677,489 | (196,136) | (0) | (196,136) |
| Special State Projects | 0 | 383,402 | 0 | 383,402 | 383,402 | 0 | 383,402 | 0 | 0 | 0 |
| Port Authority | 127,453 | 0 | 0 | 0 | 0 | 0 | 0 | 127,453 | 127,453 | 0 |
| Enterprise Funds Total | 29,885,084 | 36,680,756 | 919,654 | 37,600,410 | 45,858,898 | 0 | 45,858,898 | 21,626,596 | 12,256,086 | 9,370,510 |
| Internal Service Funds | | | | | | | | | | |
| Central Garage | 3,221,865 | 3,332,924 | 0 | 3,332,924 | 3,313,671 | 0 | 3,313,671 | 3,241,118 | 1,638,200 | 1,602,918 |
| Information Tech | 265,277 | 1,607,775 | 0 | 1,607,775 | 1,774,239 | 0 | 1,774,239 | 98,813 | 163,953 | (65,140) |
| Insurance & Safety | 382,757 | 1,434,460 | 0 | 1,434,460 | 1,541,785 | 0 | 1,541,785 | 275,432 | 0 | 275,432 |
| Health & Benefits | (20,735) | 11,138,527 | 0 | 11,138,527 | 11,138,527 | 0 | 11,138,527 | (20,735) | 0 | (20,735) |
| Human Resources | 60,209 | 979,508 | 0 | 979,508 | 1,003,401 | 0 | 1,003,401 | 36,316 | 0 | 36,316 |
| City Telephone | 40,687 | 89,435 | 0 | 89,435 | 83,024 | 0 | 83,024 | 47,098 | 0 | 47,098 |
| Finance | 143,775 | 1,911,150 | 0 | 1,911,150 | 1,957,258 | 0 | 1,957,258 | 97,667 | 0 | 97,667 |
| Engineering | 376,416 | 1,855,528 | 63,143 | 1,918,671 | 2,191,903 | 0 | 2,191,903 | 103,184 | 11,593 | 91,591 |
| Public Works Admin | 248,222 | 725,685 | 0 | 725,685 | 728,004 | 0 | 728,004 | 245,903 | 5,271 | 240,632 |
| Civic Center Facility Services | 239,456 | 645,161 | 0 | 645,161 | 645,161 | 0 | 645,161 | 239,456 | 97,116 | 142,340 |
| Internal Service Funds Total | 4,957,929 | 23,720,153 | 63,143 | 23,783,296 | 24,376,973 | 0 | 24,376,973 | 4,364,252 | 1,916,133 | 2,448,119 |
| Total | 88,514,960 | 127,128,104 | 2,055,852 | 129,183,956 | 128,912,425 | 2,055,852 | 130,968,277 | 86,730,639 | 36,887,259 | 49,843,380 |