

****ATTENTION****

The City Council meeting will be held in a hybrid format that may include both in-person AND virtual attendance via Zoom. Unless they have cause to appear virtually, Councilmembers will attend the meeting in person in Council Chambers, fifth floor of City Hall, 316 N. 26th Street. In order to honor the Right of Participation and the Right to Know in Article II, Sections 8 and 9, of the Montana Constitution, the City of Billings and City Council are making every effort to meet the requirements of the open meeting laws.

Citizens are invited to:

- . Review the Agenda Packet on the City's website at: www.billingsmt.gov and click on "Your Government," "City Council," and "Agendas & Minutes".
- . View the meeting:
 - . On Community 7 TV - Channel 7 or Channel 507 -- Spectrum Cable. *(On evenings when there is a conflict with School District No. 2 Board meetings, the City Council meeting will be broadcast on Channel 8 - Spectrum Cable.)* Channel 7 or Channel 978 - TDS Fiber.
 - . Online at www.comm7tv.com and click on the "Watch Live" icon. Community 7 also has links to their Facebook page and YouTube channel.
 - . On the City's website at www.billingsmt.gov and click on "Watch Meetings Online" on the homepage.
 - . In-Person.

Citizens may submit public comment via the following methods:

- . Mail: City Clerk, P.O. Box 1178, Billings, MT 59103
- . Email: Council@billingsmt.gov.
 - . Emails received after 3:00 PM on the day of the meeting, may be posted on the Council's webpage the following day for public viewing.
- . Attend the meeting in person

Please contact Denise Bohlman, City Clerk, at bohlmand@billingsmt.gov, or at 406.657.8210, with any questions.



VISION STATEMENT:
"The Magic City: A diverse,
welcoming community
where people prosper and
business succeeds."

SPECIAL WORK SESSION AGENDA

COUNCIL CHAMBERS
316 N. 26th Street

MAY 19, 2026

5:30 P.M.

CALL TO ORDER: Mayor Nelson

PUBLIC COMMENT ON ALL ITEMS. This is the time to comment on any matter (Agenda or Non-Agenda) falling within the scope of the Billings City Council. You may only speak once for each item during the meeting.

Please note, the City Council cannot take action on any item of significant interest to the public that does not appear on the agenda. Comments are limited to three (3) minutes during each public comment period or as set by the Mayor. **Speaker sign-in required.** Please sign the roster at the back of Council Chambers.

AGENDA:

1. FY2027 Departmental Budget Presentation.

- Planning, Community Development, and Code Enforcement
- Aviation and Transit
- Urban Renewal
- Budget Wrap-up

-Public Comment

PUBLIC COMMENT on "NON-AGENDA ITEMS". Speaker Sign-in required. (*Restricted to ONLY items not on this printed agenda. Comments are limited to 3 minutes. Please sign the roster located at the back of Council chambers.*)

ADJOURN:

Note:

- This meeting is an "informal" meeting of the City Council. The content of the Agenda is subject to change at the meeting.
- In the event there is a Closed Executive Session, the sole purpose is to discuss litigation strategy. The other parties to the case(s) discussed are not public bodies or associations as described in Section 2-3-203(1) and (2), MCA. The meeting is closed, as allowed by Section 2-3-203(4) (a), MCA, "to discuss a strategy to be followed with respect to litigation when an open meeting would have a detrimental effect on the litigating position" of the City of Billings.

City Council Special Session

Meeting Date: 05/19/2026

Title: FY2027 Departmental Budget Presentation

Presented by: Andy Zoeller, Finance Director

Department: Finance

RECOMMENDATION

Staff will be present to provide FY27 budget information to City Council. Council action will occur in June at a regular City Council meeting.

BACKGROUND (Consistency with Adopted Plans and Policies, if applicable)

Council will receive information about the FY27 budget over multiple work sessions. Each department has provided an overview of their proposed FY27 budget. The entire proposed FY27 budget can be found online at www.billingsmt.gov/finance. City Council will receive information from the following departments on May 5th, 2026

Planning, Community Development, and Code Enforcement
Aviation & Transit
Urban Renewal
Budget Wrap-up

ALTERNATIVES

No Council action will be required at this meeting. Final adoption of the FY2027 budget is planned for June.

FISCAL EFFECTS

The current proposed budget for FY27 is \$447,141,992. A summary can be found on pages 1-15 of the budget proposal.

Urban Renewal Funds Presentation
Planning-CE-CommDev Presentation
TIF Coordinator Matrix
Transit Presentation
Aviation Presentation
Budget Wrap-up Presentation

Urban Renewal Funds

FY2027 Budget



Urban Renewal Funds

- Downtown Revolving Loan
- Tax Increment – East
- Tax Increment – N 27th (Downtown)
- Tax Increment - South



Downtown Revolving Loan

Total Budget FY2027 - \$801,559

\$800,000 - Loans

\$1,559 – General Fund Cost Allocation



Tax Increment East

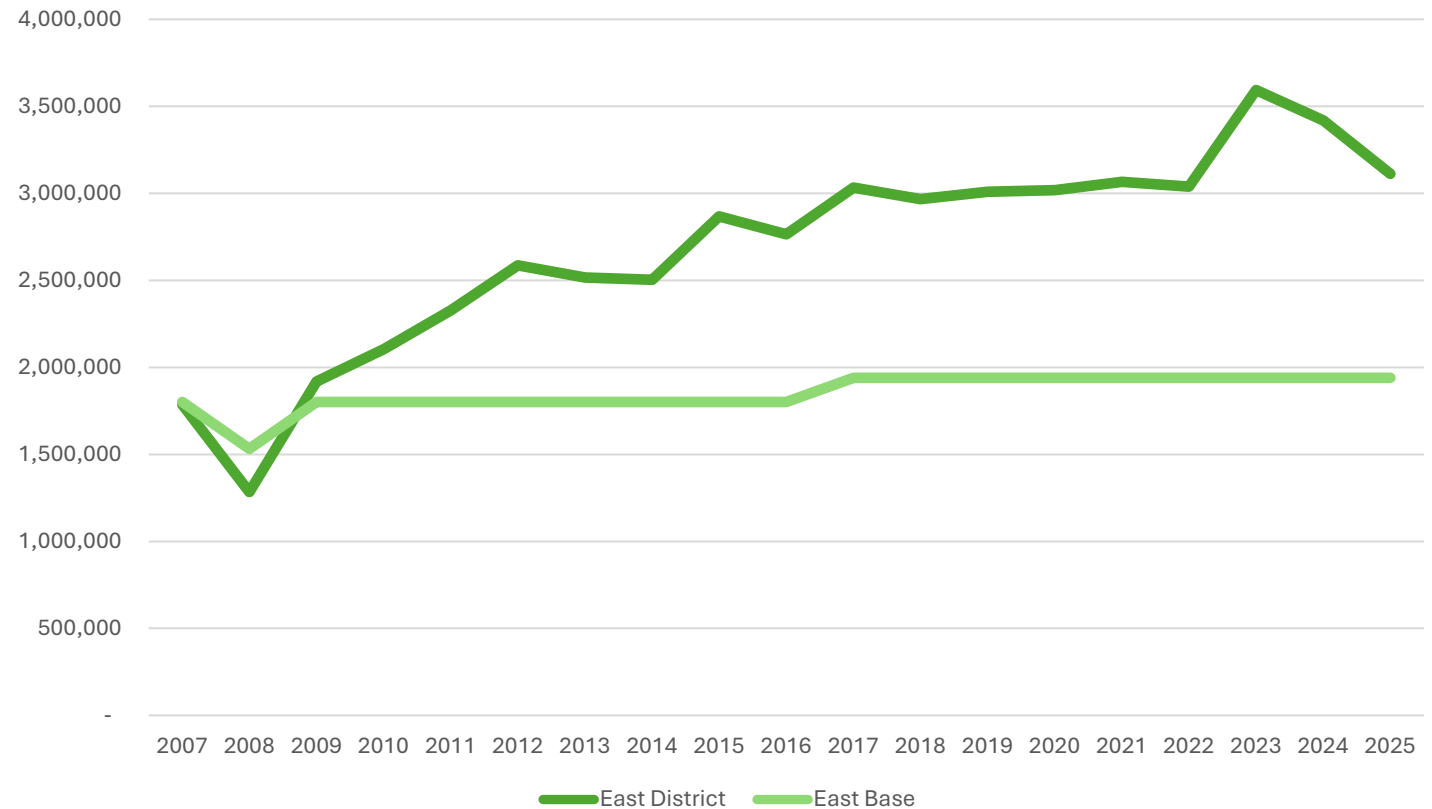
- Total Budget - \$1,720,010
- Debt Payments - \$461,234
- City of Billings Charges - \$114,691
- Birdworks Operating Agreement - \$139,900
- Development Project Incentives - \$1,004,185
 - \$634K already approved projects

Tax Increment East

- Total FY27 Estimated Revenue \$1,164,799
 - Tax Increment \$1,080,875
 - 0% increase
 - Interest Income \$83,924
- Projected beginning cash balance \$1.4 million
- Projected ending cash balance \$800,000

Tax Increment East

- Established in 2007
- Current Taxable Value (2025)
\$3,112,867
- Base Taxable value - \$1,939,797
- 73% growth
- City Growth since 2007 – 61%



Tax Increment N27th - Downtown

- Total Budget - \$3,112,707
- Debt Payments - \$1,237,812
- City of Billings Charges - \$132,526
- Cooperative Safety - \$86,341
- DBP Operating Agreement - \$258,102
- Development Project Incentives - \$1,351,976
 - \$1,141,976 already approved projects

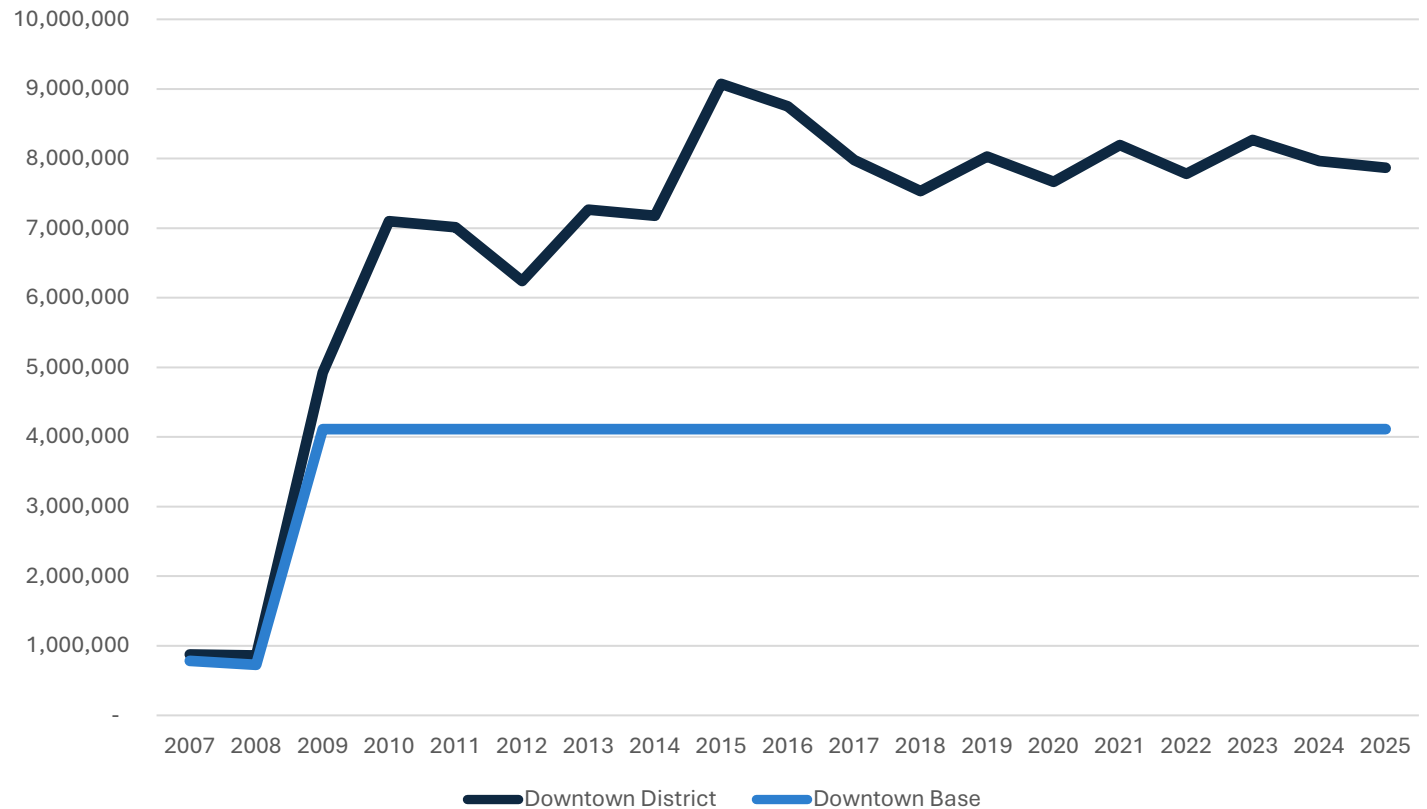
Tax Increment N27th - Downtown

- Total FY27 Estimated Revenue \$3,447,927
 - Tax Increment \$3,118,031
 - 0% increase
 - Interest Income \$329,896
- Projected beginning cash balance \$3.3 million
- Projected ending cash balance \$3.6 million



Tax Increment N27th - Downtown

- Established in 2006
- Current Taxable Value (2025)
\$7,866,020
- Base Taxable value - \$4,112,238
- 91% growth
- City Growth since 2006 – 69%



Tax Increment South

- Total Budget - \$15,552,436
- Debt Payments - \$3,143,885
- City of Billings Charges - \$151,018
- South Park Pool - \$10,000,000
- Unimproved Streets - \$559,800
- SBURA Operating Agreement - \$126,250
- Development Project Incentives - \$1,550,000
 - Nothing currently budgeted for South Hills Commons (\$1.3 million)

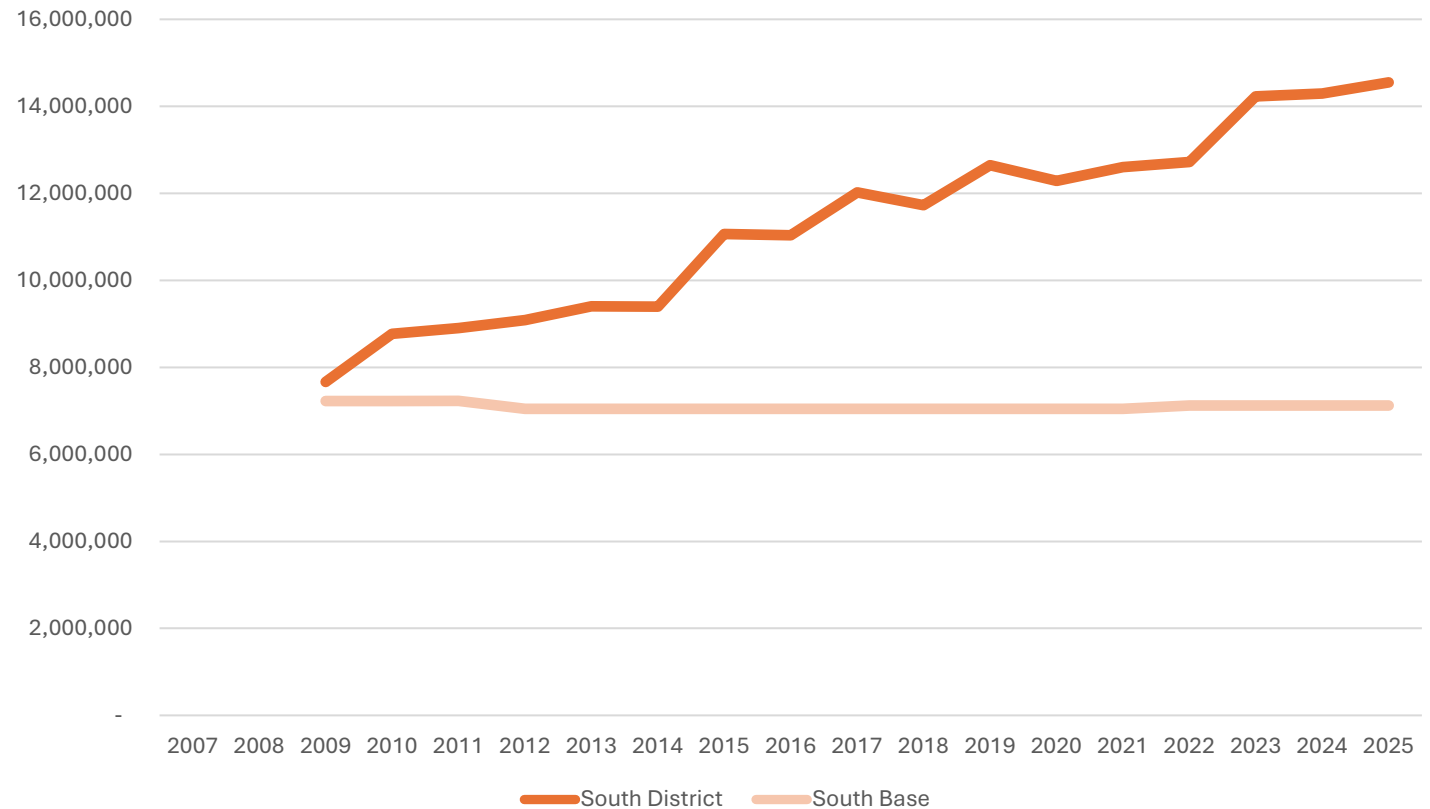


Tax Increment South

- Total FY27 Estimated Revenue \$15,740,990
 - Tax Increment \$5,543,222
 - 0% increase
 - Interest Income \$197,768
 - Bond Proceeds \$10 million
- Projected beginning cash balance \$7 million
- Projected ending cash balance \$6.7 million

Tax Increment South

- Established in 2008
- Current Taxable Value (2025)
\$14,550,327
- Base Taxable value - \$7,124,210
- 101% growth
- City Growth since 2008 – 52%



	East Tax Increment	Downtown Tax Increment	South Tax Increment	Total Tax Increment
Revenue				
Taxes	869,245	2,787,230	5,187,862	8,844,337
Intergov - Entitlement Share	211,630	330,801	355,360	897,791
Debt Proceeds	-	-	10,000,000	10,000,000
Investment Earnings	83,924	329,896	197,768	611,588
Revenue Total	1,164,799	3,447,927	15,740,990	20,353,716
Expense				
Operation and Maintenance	1,258,776	1,828,945	1,827,268	4,914,989
Debt Service	461,234	1,237,812	3,143,885	4,842,931
Capital Outlay	-	-	10,559,800	10,559,800
Transfers Out	-	45,950	21,483	67,433
Expense Total	1,720,010	3,112,707	15,552,436	20,385,153

Council Discussion



PCSD FY27 BUDGET



Pages 46 and 314-343 in Budget Book

**PLANNING AND
COMMUNITY
SERVICES –
27 STAFF**

- **Wyeth Friday**, Director
- **Tina Hoeger**, CE Manager
- **Anna Vickers**, Planning Manager
- **Brenda Beckett**, CD Manager

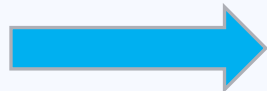
COUNCIL ADOPTED GOALS AND PCSD IMPLEMENTATION

- ❖ Improve the Safety of Billings
- ❖ Sustain and Upgrade Critical Infrastructure
- ❖ Foster Economic Vibrancy through Quality Designed Neighborhoods and Business Districts
- ❖ Provide Exceptional Educational, Recreational, and Cultural Services and Amenities
- ❖ PCSD is often involved in Council Initiatives

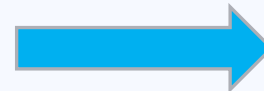
LOOKING AHEAD...

- | | | |
|---|---|---|
| <ul style="list-style-type: none">❖ MLUPA❖ Heights Plan; West End Plan❖ CPTED Parks❖ SBBURD Expansion❖ Complete Street Report❖ 802 Yellowstone Demo.❖ URD Changes❖ Art Policy Adoption❖ MPO Changes❖ CE Ord. Updates | <ul style="list-style-type: none">❖ MLUPA Implementation❖ IBL/Hwy 3 Econ. Study❖ Neighborhood Plans❖ HUD CDBG Programs❖ CPTED Parks❖ Housing Initiative (Rupsis)❖ MPO Changes❖ URD Changes❖ LRTP Update Starts❖ Implement Art Policy❖ Infill Policy Review❖ CE Mural Support | <ul style="list-style-type: none">❖ MLUPA Implementation❖ Planning Levy Revisit?❖ Neighborhood Plans❖ PCSD Operational Needs<ul style="list-style-type: none">❖ FTEs❖ LRTP Update Completed❖ CE Ord. Updates |
|---|---|---|

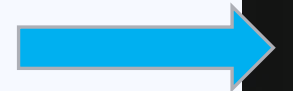
FY26



FY27



FY28



FY27 Highlights, Future Challenges and Opportunities

CODE ENFORCEMENT

**(FY27) Commercial Enforcement –
2nd FTE**

Property Abatement Coordination

PLANNING

Long Range Planning Resources

MPO Configuring for Future

- **Traffic Tech under MPO**

(FY27) TIF Coordinator

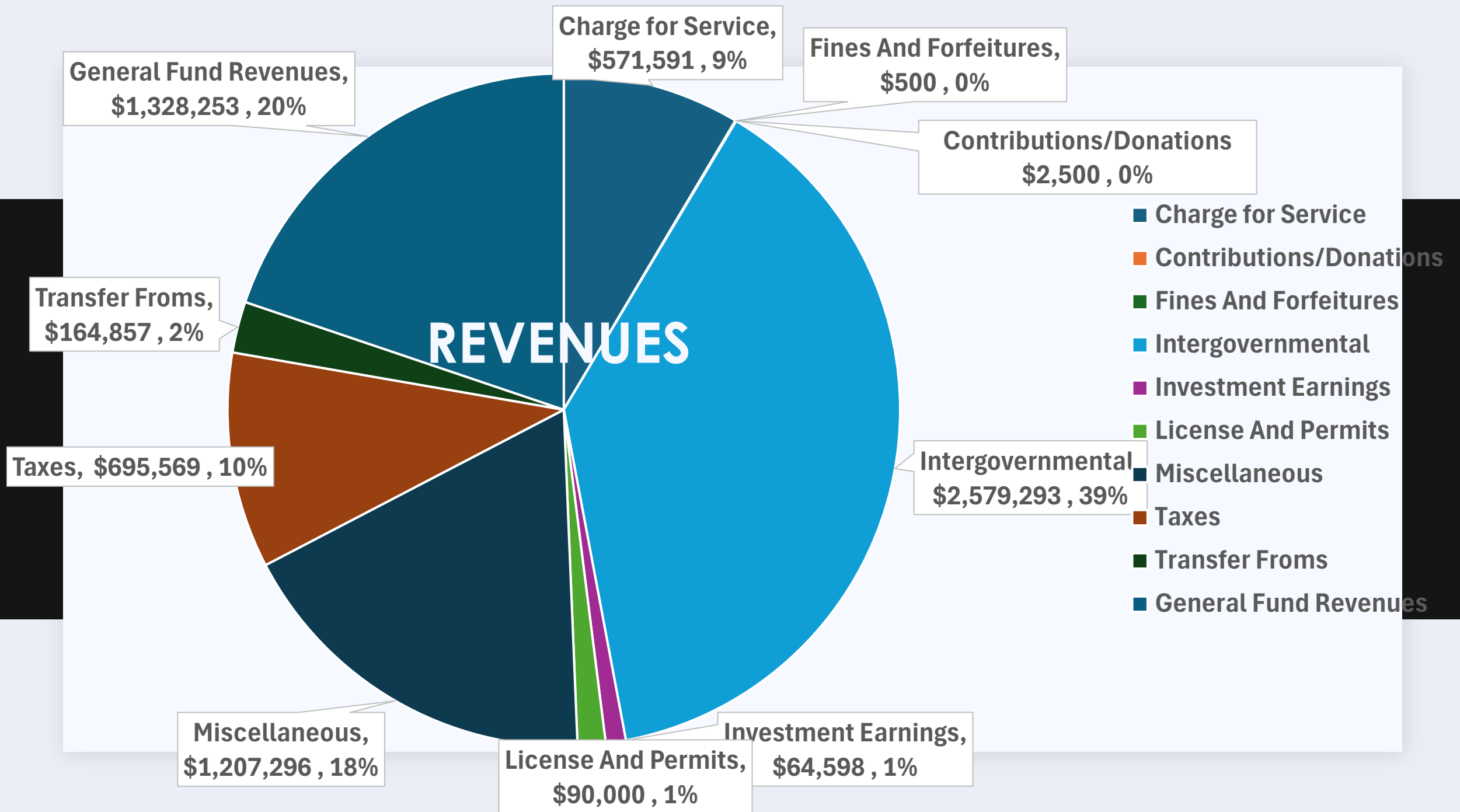
COMMUNITY DEVELOPMENT

Long Term Service Agility

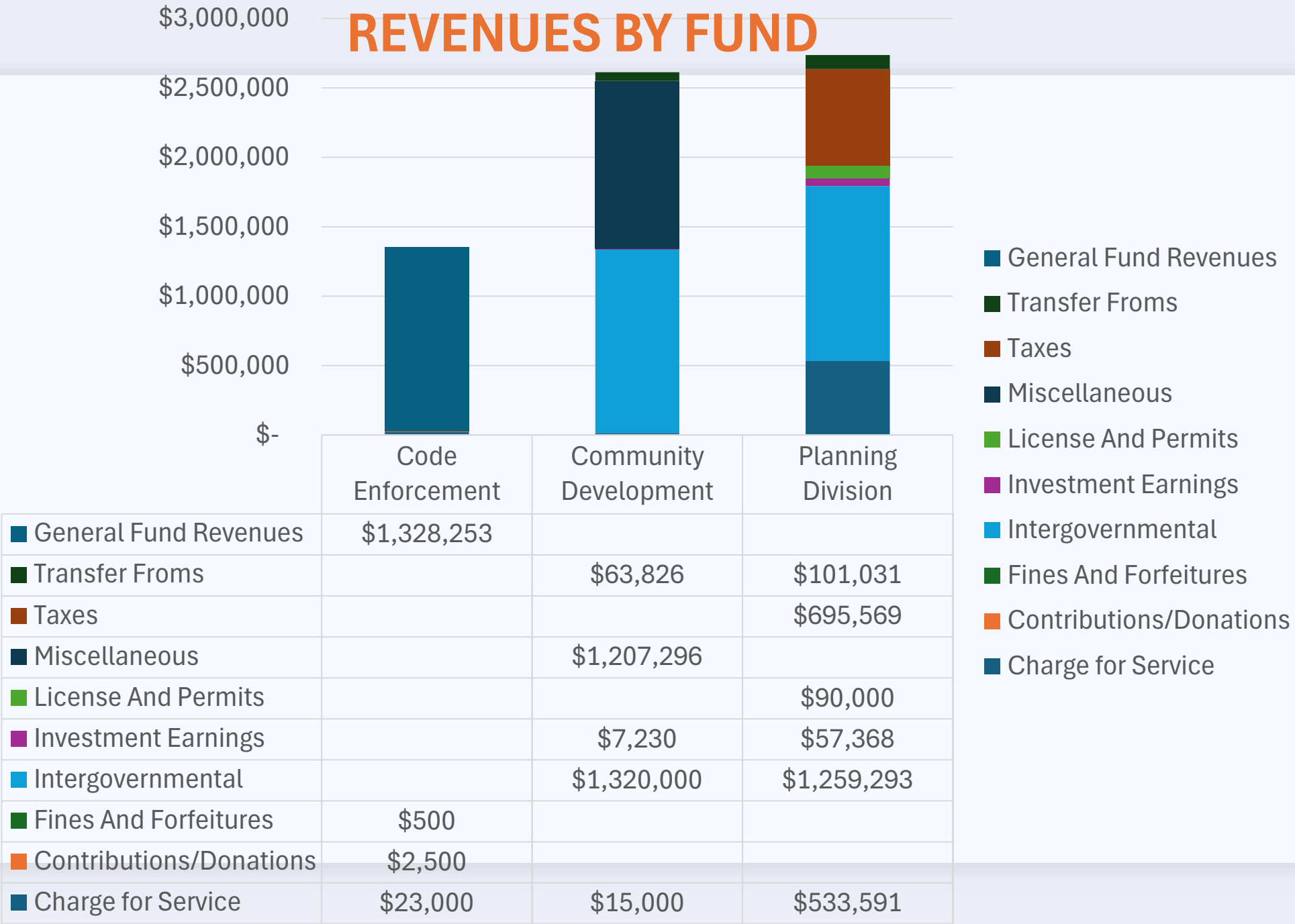
Program FTE Vacancy to Fill

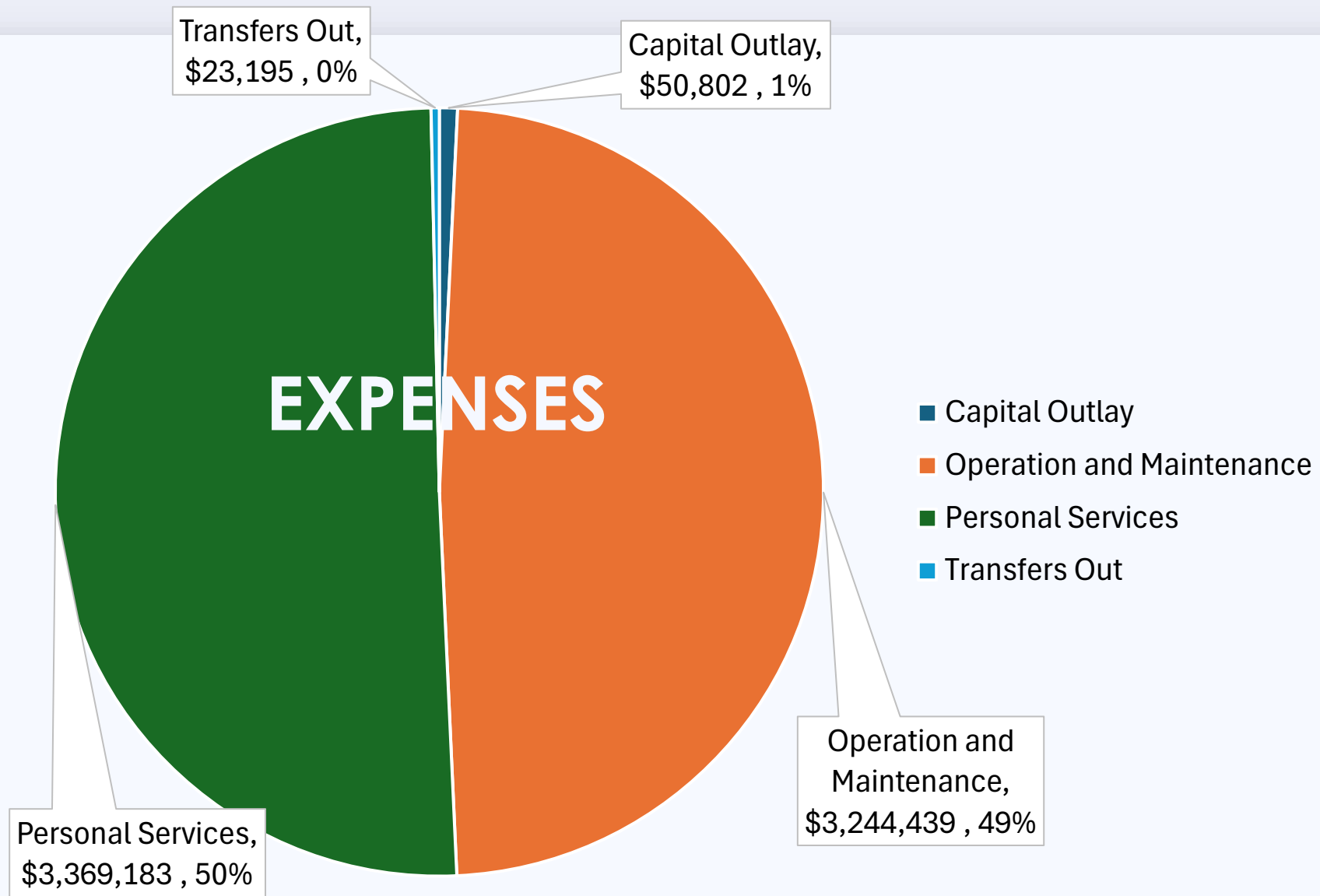
PCSD

Administrative Support

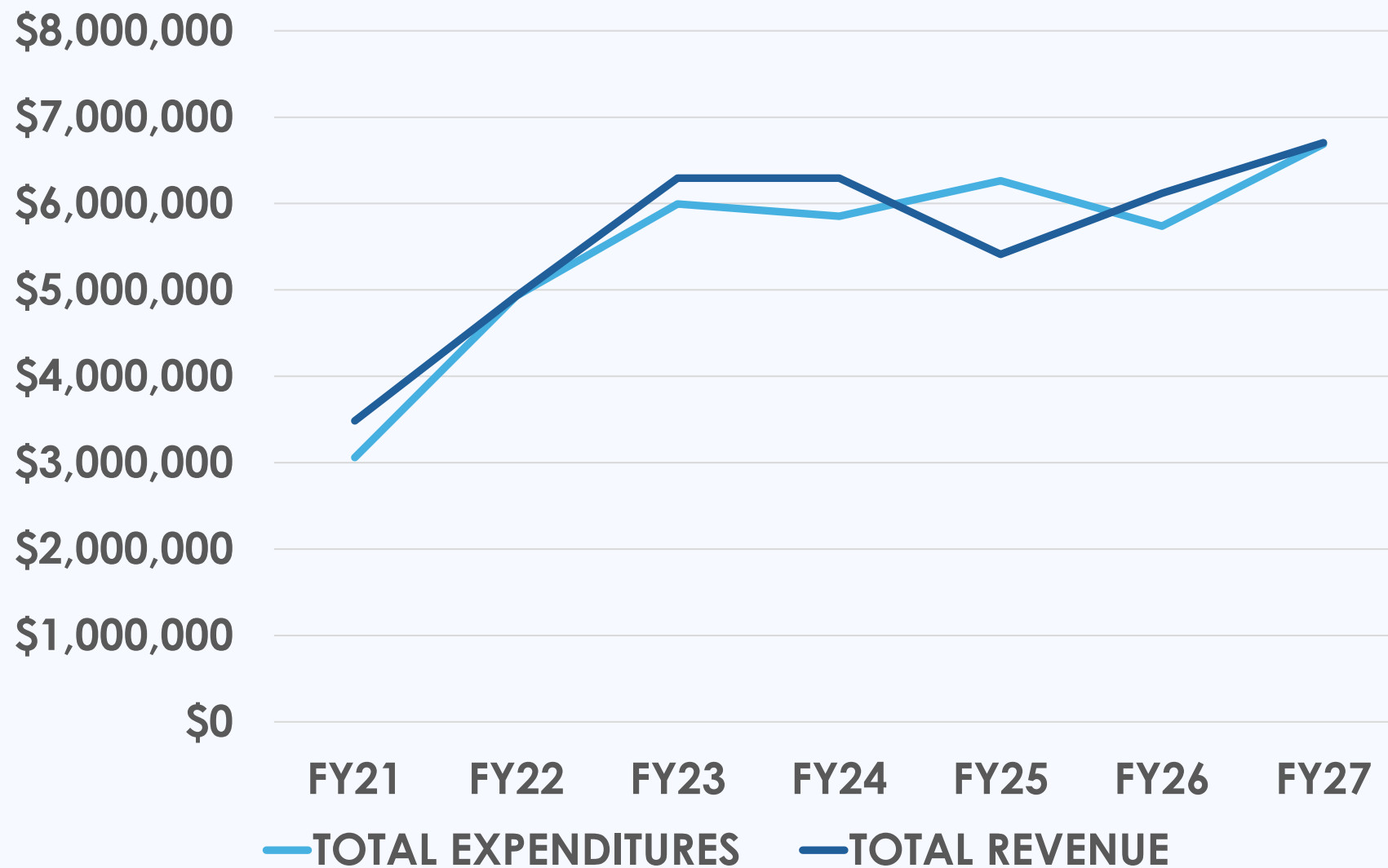


REVENUES BY FUND





PCSD Revenues and Expenditures 7 Years





QUESTIONS?



[BILLINGSMT.GOV/PLANNING
-COMMUNITY-SERVICES](http://BILLINGSMT.GOV/PLANNING-
COMMUNITY-SERVICES)



[FACEBOOK.COM/
BILLINGSCITYCOUNTYPLANNING](https://FACEBOOK.COM/
BILLINGSCITYCOUNTYPLANNING)



PLNONLINE@BILLINGSMT.GOV



PLANNING 657-8247
CODE ENF. 237-6146
COM. DEV. 657-8281

**EBURD
Consultant**

**Downtown URD
Staff**

**SBBURD
Consultant**



TIF Coordinator

- + Support of Districts\City Appointed URD Advisory Committees
- + Manage review, processing of TIF applications submitted by Districts
- + Work with City Departments on URD Infrastructure/ Programs
- + Provide information on URDs to community members, businesses, and organizations as needed
 - + Assist in development of annual URD Budgets
- + Pursue grants and outside funding sources for projects, P3s, etc.
 - + Maintain City URD website
- + Ensure consistency of applications, memos, development agreements



Coordination with:

Administration

Finance

Legal



City Council

- + Present TIF applications to City Council with Districts
- + Work with Council on TIF Policy updates\changes to process
- + Work with Council on District expansions, new URDs, etc.
- + Participate in City Legislative UR issues and Statewide TIF Working Group



Coordination with Finance

- + Development Agreements
- + Reimbursement Requests
- + Project Close Out and Reporting

FY27 Budget



Transit Achievements

- Continued ridership growth across the current fiscal year stands at 11.7% (Jul thru Feb).
- Governance and Funding Study completed to guide the future of the agency including potential revenue source recommendations
- Continued growth of the Advertising Program with nearly \$25K additional revenue.
- Multiple capital projects including bus wash overhaul, transfer center amenities, and security updates.



Transit Challenges

- Securing additional sustainable funding sources for operations
- Meeting demands of a growing city with limited resources
- Meeting ongoing system demands without optimal staff positions
 - Planning and Technology Specialist
 - Functional Assessment / Paratransit Specialist
- Federal regulation growth and continued expansion of required programs/procedures



MET TRANSIT TOTAL FISCAL YEAR RIDERSHIP							
	FY23	FY24	% Growth Year to Year	FY25	% Growth Year to Year	FY26	% Growth Year to Year
July	21,823	23,440	7.41%	40,405	72.38%	49,250	21.89%
August	28,379	30,163	6.29%	43,785	45.16%	48,867	11.61%
September	34,368	32,416	-5.68%	46,221	42.59%	53,486	15.72%
October	33,016	33,398	1.16%	54,421	62.95%	60,110	10.45%
November	31,882	34,420	7.96%	47,322	37.48%	49,062	3.68%
December	29,440	32,878	11.68%	47,200	43.56%	50,713	7.44%
January	33,830	36,293	7.28%	49,837	37.32%	51,485	3.31%
February	31,438	37,590	19.57%	41,767	11.11%	51,500	23.30%
March	35,329	38,581	9.20%	50,834	31.76%	53,822	5.88%
April	30,727	43,617	41.95%	52,914	21.32%	56,620	6.32%
May	32,950	46,200	40.21%	53,407	15.60%	52,456	-1.78%
June	24,402	40,398	65.55%	48,820	20.85%	52,456	7.45%
TOTALS	367,584	429,394	16.82%	576,933	34.36%	629,467	9.11%

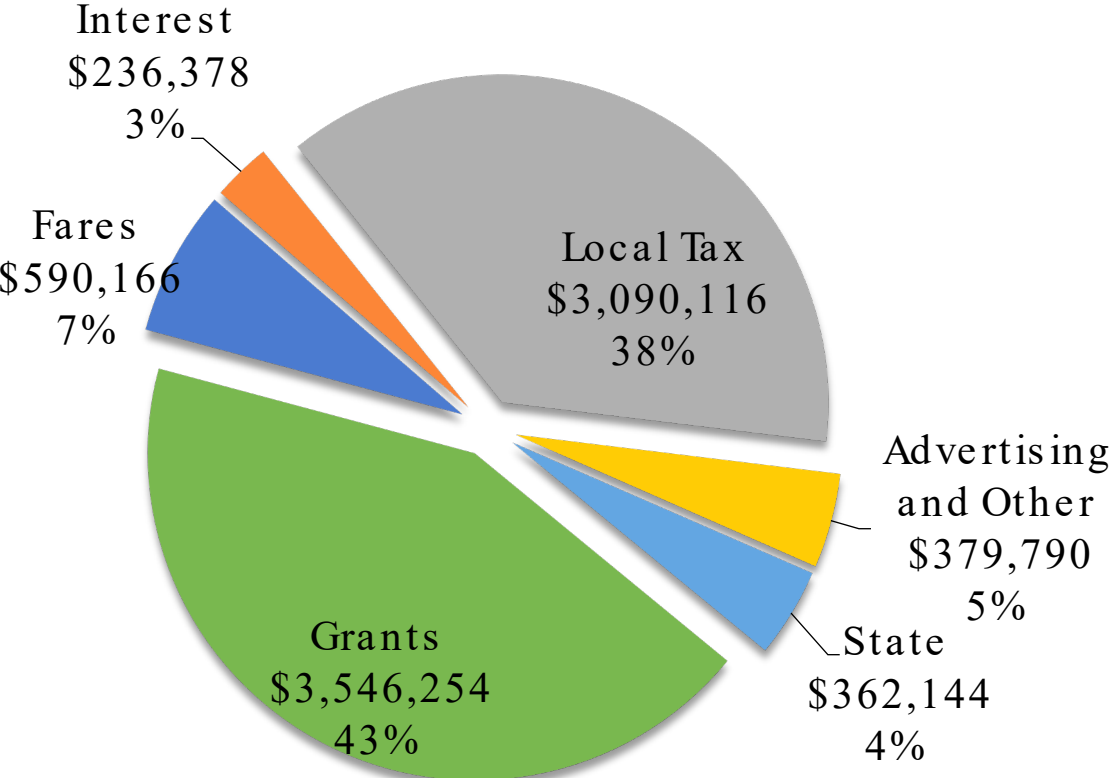
*Highlighted text indicates projection based on monthly average for current fiscal year.

Ridership total for calendar year 2025 = 609,068

TRANSIT FY26 PROJECTED OPERATING BUDGET

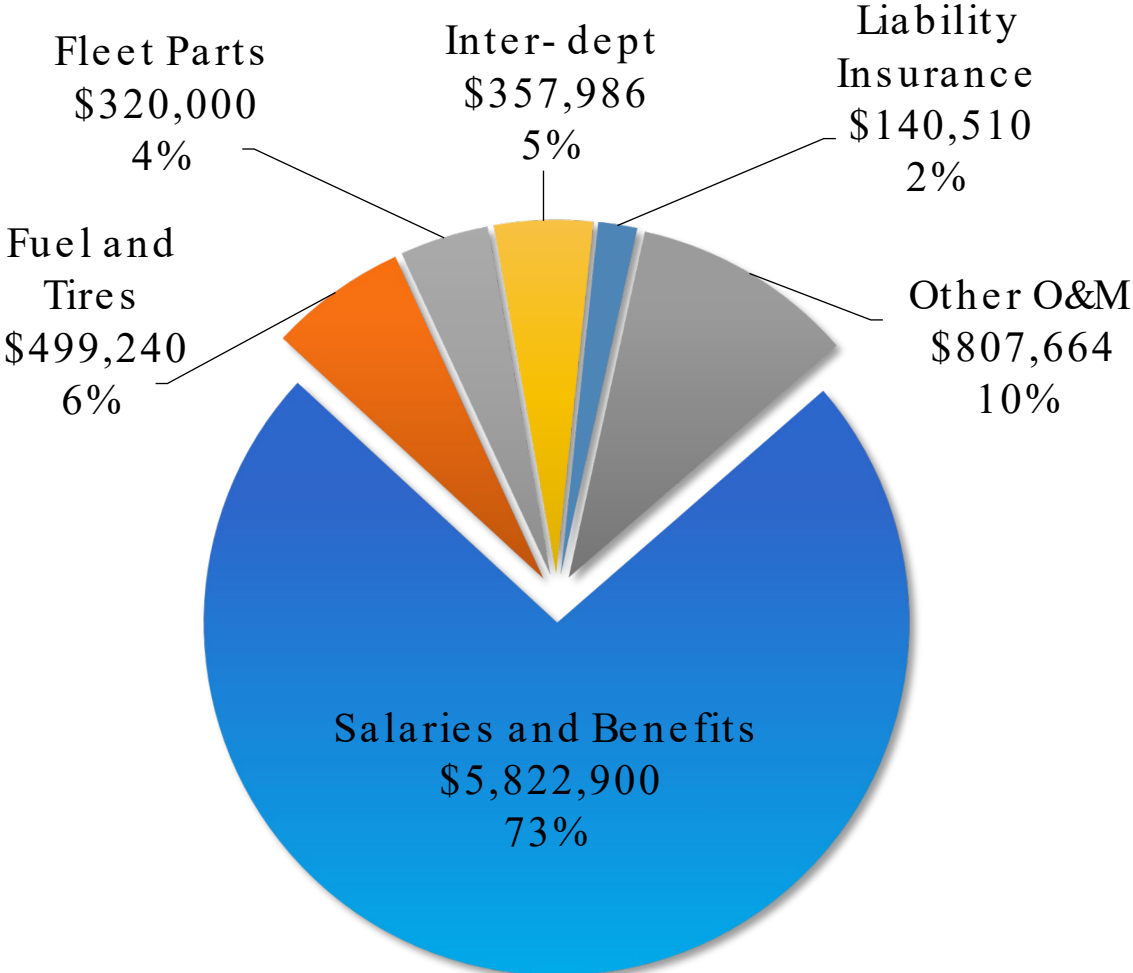
REVENUE

Budgeted	\$8,188,980
Projected	\$8,204,848



EXPENDITURE

Budgeted	\$8,181,153
Projected	\$7,948,301

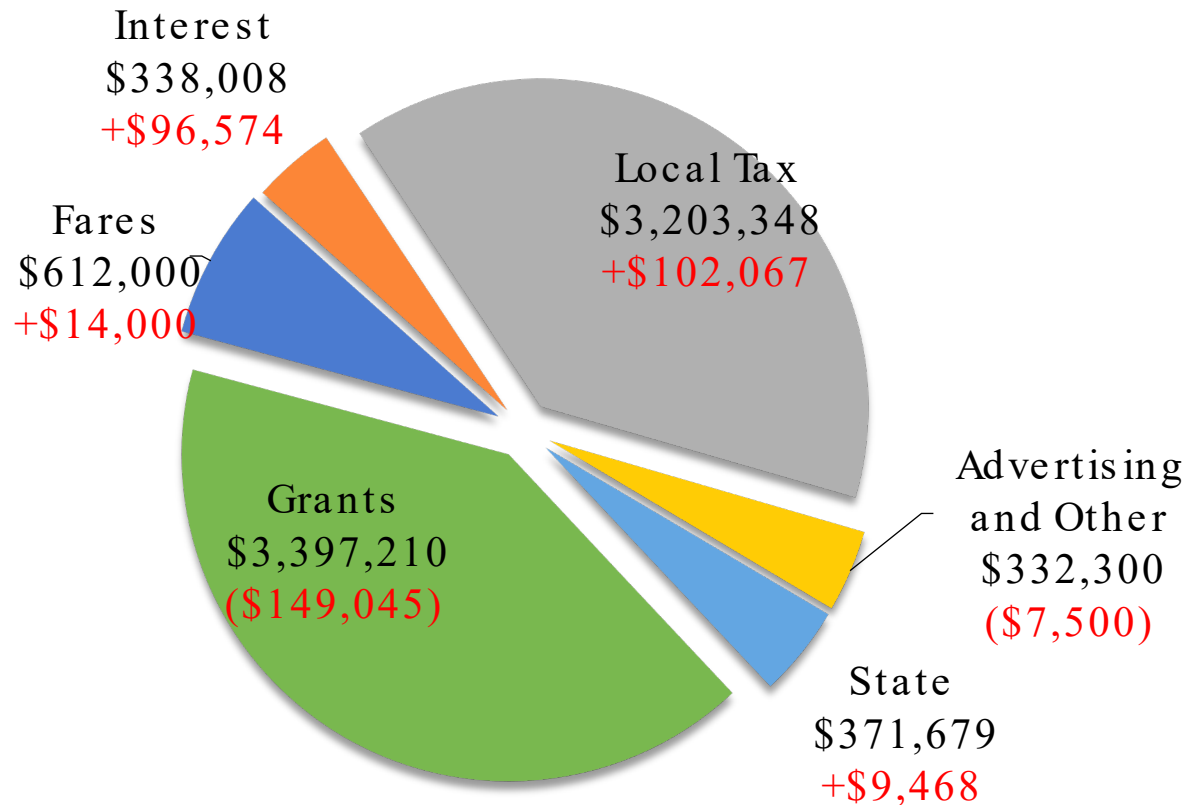


TRANSIT FY27 OPERATING BUDGET

REVENUE

\$8,254,545

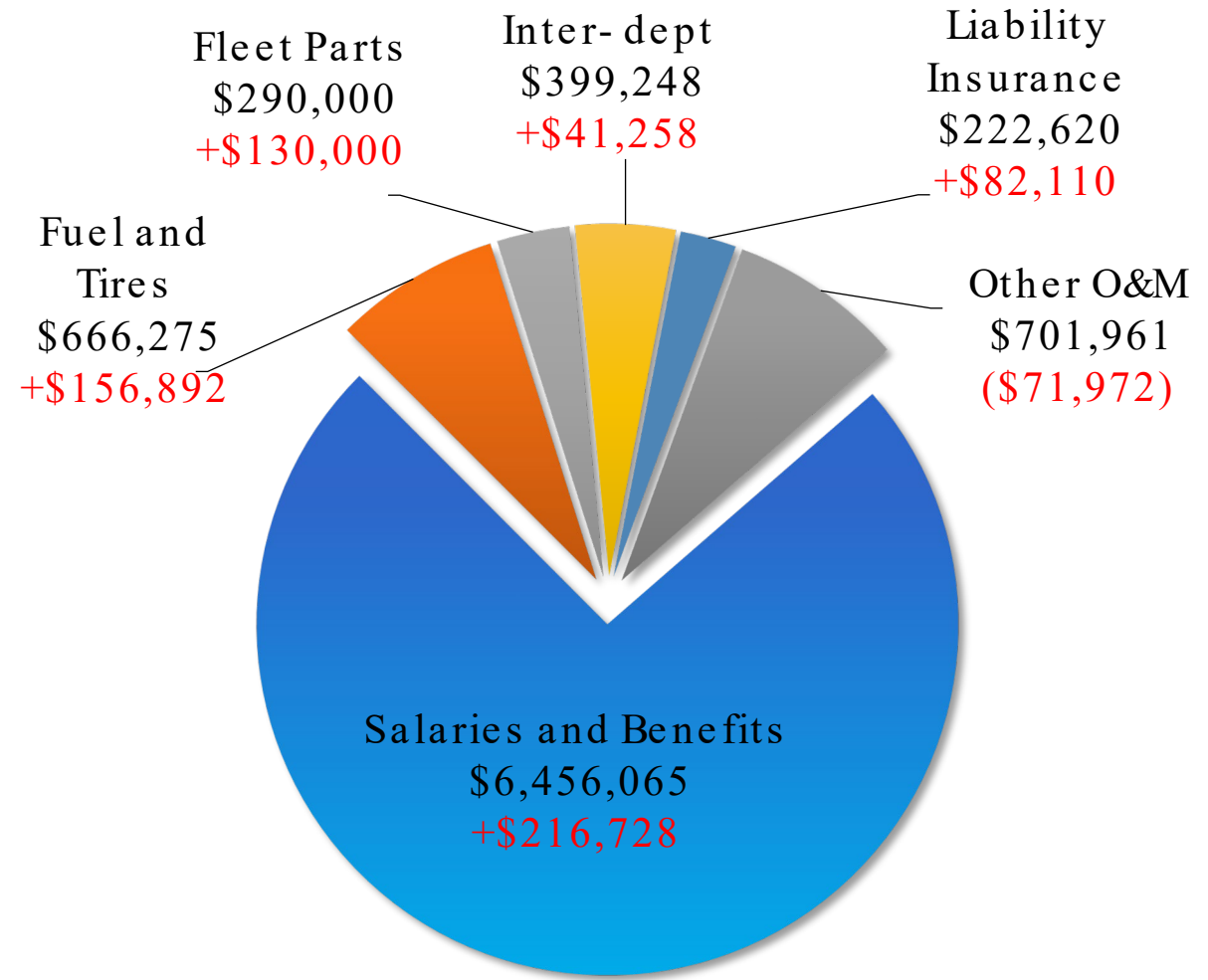
+\$66,105



EXPENDITURE

\$8,736,169

+\$555,016



OPERATING EXPENDITURES BY DIVISION

	FY26	FY27	Difference
Administration	\$911,758	\$957,554	+\$45,796
Fixed-Route	\$3,831,532	\$3,950,258	+\$118,726
Building Maintenance	\$575,749	\$648,229	+\$72,480
Fleet	\$1,342,619	\$1,633,909	+\$291,290
Marketing	\$141,041	\$135,194	(\$5,847)
Paratransit	\$1,326,981	\$1,363,955	+\$36,974
Transfer Centers	<u>\$51,473</u>	<u>\$47,070</u>	<u>(\$4,403)</u>
TOTAL	<u>\$8,181,153</u>	<u>\$8,736,169</u>	<u>+\$555,016</u>

TRANSIT FY 27 OPERATIONS TOTALS

Operating Revenues	\$8,254,545
Operating Expenditures	<u>\$8,736,169</u>
Net Position	\$(481,624)

OPS REVENUE SHORTFALL

*Transit System Overhaul Plan adopted in FY23
anticipating expanded ops expense using existing
revenues and increased Federal funds*

Entitlement Share Reduced FY24 forward	(\$250,000)
Mills Authorized less than max FY25	(\$13,480)
Property Tax Change, no growth FY26*	<u>(\$78,185)</u>
<i>*assume 2.9% unrealized growth</i>	

TOTAL

\$(341,665)

TRANSIT FY 27 CAPITAL PROJECTS

	FY27
Bus Stop Improvements (5310+5339A)	\$162,500
Stewart Park Amenity Updates (5339A)	\$400,000
Forklift Replace (5339A)	\$50,000
FY26 Project - Facility Generator (5339A)	\$250,000
FY26 Project – Downtown Service Window (5339A)	<u>\$287,500</u>
TOTAL	\$1,150,000

TRANSIT FY 27 CAPITAL BUDGET

FTA Capital Grant Revenue	\$920,000
Local Match (Reserve Use)	<u>\$230,000</u>
TOTAL	\$1,150,000
Net Position	\$(230,000)

TRANSIT FY 27 OVERALL BUDGET

Revenue Total	\$8,974,545
Expenditure Total	<u>\$9,636,169</u>
<u>Net Position</u>	<u>\$(711,624)</u>
FY26 Ending Working Capital*	\$5,002,973
FY27 Ending Working Capital*	\$4,345,297

**reserves minus 17% minimum Ops Reserve*

RESERVE FUNDS FORECAST

FY27 Ending Proj Reserve	\$	5,900,296
FY28 Proj Ops Shortfall	\$	(583,899)
FY28 Proj Capital Match	\$	(700,000)
FY29 Proj Ops Shortfall	\$	(653,479)
FY29 Proj Capital Match	\$	(98,000)
FY30 Proj Ops Shortfall	\$	(691,740)
FY30 Proj Capital Match ← Need to stabilize here to ensure match for vehicles	\$	(29,500)
FY31 Proj Op Exp Shortfall	\$	(731,748)
FY31 Proj Capital Match	\$	(205,000)
FY32 Proj Ops Shortfall	\$	(773,574)
FY32 Proj Capital Match (vehicles only)*	\$	(78,000)
REMAINING	\$	1,355,356
Minus Minimum Ops Reserve @ 1,698,000	\$	(130,144)
FY33 Proj Ops Shortfall	\$	(817,288)
FY33 Proj Capital Match (vehicles only including 17 fixed route buses)*	\$	(1,447,500)
Remaining Capital without Ops Reserve	\$	(909,432)
Minus Minimum Ops Reserve, current @ 1,485,000	\$	(2,394,932)

Revenue assumes 3% annual property growth, 2.5% federal growth; Expense assumes 1.5% - 3% depending on category

Capital includes revenue vehicles and CIP projects through FY31 excluding Maintenance Facility

No technology, passenger or ops support systems, planning, or other capital items included in above expenses.

*Without Federal Capital Funding, total vehicle replacement expense FY28 – FY33 = \$12,120,000

FY 28 – 32 ANTICIPATED BUDGET ITEMS

- Complete Projects identified in CIP, ERP, and TIP including Heights Transfer Center, bus stop improvements, facility improvements, vehicles and new maintenance facility.
- Planning activities:
 - Updated 5-year Transit Development Plan
 - Potential expansion into the wider urbanized area (Gov/Fund Study findings)
- Implement additional fixed-route service frequency for underserved areas
- Implement additional revenue solutions as identified in funding study including explore feasibility of fare increases, CMAQ, parking districts, transport fees, etc.
- **Personnel Requests**
 - Add positions supporting ADA/paratransit eligibility, planning/technology.
 - Add 2+ facility maintenance positions (bus stops and expanded facility/facilities).
 - Add 6+ operators and a Road Supervisor to support expanded service.





AVIATION & TRANSIT

DEPARTMENT

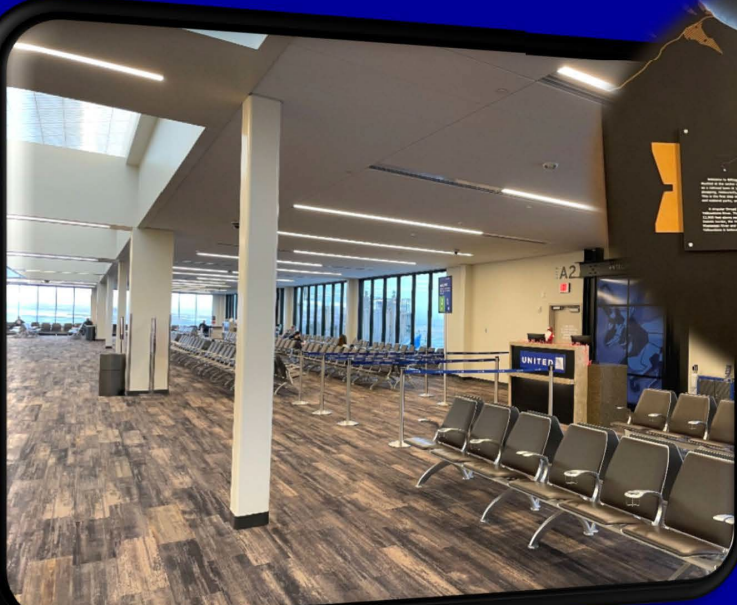
**FY 2027
Budget**

BILLINGS

LOGAN

INTERNATIONAL

AIRPORT



AIRPORT ACCOMPLISHMENTS

- **Completed Terminal Airside Remodel and Expansion Project.**
- **Expanded Terminal Area Overflow Vehicle Parking Area.**
- **Added New BIL-ORD Route and Expanded 2025 Summer Passenger Capacity by More Than 60,000 Seats.**
- **Conducted Community Air Service Development Update Meeting in Billings With More Than 100 Participants.**
- **Ongoing Planning for 2026 Air Show With Blue Angels.**

AIRPORT CHALLENGES

- **Public Demand for Additional Commercial Passenger Flights/Seats and Desire for Lower Air Fares.**
- **Increased Cost of Business Due to Economy and Legislative/Regulatory Requirements.**
- **Airline Customer Service Complaints Due to Customer Service Issues and Station Staffing Shortages.**
- **Ongoing Airport Staffing Vacancies Due to Low Wages, Lack of Interest, and Unqualified Candidates.**
- **Unfunded Federal Mandate for Airport Worker Screening Requirements Continue to Add Operational Costs.**

AIR SERVICE DEVELOPMENT EFFORTS

- Airport Infrastructure Projects Expanded Passenger and Air Cargo Capacity (Terminal Airside and Air Cargo Pad 5 Projects).
- Outreach to Passenger and Air Cargo Carriers Includes Attending ASD Conferences and Conducting Air Carrier Headquarters Meetings.
- SCASD Program Grant, Supported by Community Match, Remains Available for New Air Service to LAX or SFO.
- MT Rendezvous 2026 in Bozeman, 1-2 Sep 2026.



AIRPORT ENPLANEMENTS

	CY 2022	CY 2023	CY 2024	CY 2025	CY 2026	CY 2027
TOTALS	395,619	427,843	490,147	505,509	525,000	551,000

NUMBERS
IN GREEN
ARE
ESTIMATES

AIR CARGO (Pounds)

	CY 2022	CY 2023	CY 2024	CY 2025	CY 2026	CY 2027
Landed Weight	543,269,518	519,508,325	422,655,000	377,180,000	210,000,000	215,000,000
Freight (Pounds)	93,701,084	77,816,344	74,019,719	65,864,391	38,000,000	39,140,000

FEDEX lost the USPS mail contract in late CY2025.

AIRPORT OPERATING REVENUES

	FY 26	FY 27
Concessions	\$7,368,000	\$7,374,996
Land/Building Leases	2,210,000	2,250,250
Airlines	4,187,000	4,201,565
Other	<u>585,000</u>	<u>571,000</u>
TOTAL	<u>\$14,350,000</u>	<u>\$14,397,811</u>

Airport Concessions

	FY2021	FY2022	FY2023	FY2024	FY2025	FY2026 Est
Food & Beverage	\$108,084	\$226,605	\$201,587	\$265,400	\$298,209	\$233,574
Gift Shop	44,802	40,419	238,532	307,119	419,793	364,778
Parking	1,337,569	2,244,941	2,619,780	2,908,150	3,211,614	3,674,678
Car Rental	1,626,420	2,200,689	2,199,418	2,432,169	2,670,427	3,024,970
Totals	3,116,875	4,712,654	5,259,317	5,912,838	6,600,043	7,298,000

Land & Building Leases

	FY 2021	FY2022	FY2023	FY2024	FY2025	FY2026 Est
Land & Building	1,652,307	1,723,610	1,826,067	2,057,651	2,139,218	2,200,189

AIRPORT NON-OPERATING REVENUES

	FY25	FY26	FY27
ARPA Funds	\$1,600,000	- 0 -	- 0 -
Interest Income	1,329,218	1,050,000	1,016,000
Refunds/Reimbursements	<u>77,453</u>	<u>90,000</u>	<u>43,000</u>
TOTALS	<u>\$3,006,671</u>	<u>\$1,140,000</u>	<u>\$1,059,000</u>

AIRPORT OPERATING EXPENSES

	FY 26	FY 27
Administration	\$2,600,000	\$2,654,484
Marketing	237,000	261,914
Building Maintenance	2,608,000	2,864,662
Airfield Operations/ARFF	3,131,000	3,108,752
Airport Police	1,250,000	1,427,143
QTA / Business Park	<u>866,000</u>	<u>849,733</u>
TOTAL	<u>\$10,692,000</u>	<u>\$11,166,688</u>

AIRPORT CAPITAL REVENUES

FY 27

Federal Grants (AIP)	\$7,500,000
Passenger Facility Charges (PFC)	1,950,000
Customer Facility Charges (CFC)	907,000
TOTAL	\$10,357,000

AIRPORT EXPENSES COVERED BY GRANTS

Ticket Counter – Construction & Engineering	\$17,000,000
Storm Water Pond E Improvements	2,000,000
Rehab of Incursion & Fuel Farm Roads	2,500,000
Taxiway H Design Only	<u>100,000</u>
TOTAL	\$ <u>21,600,000</u>

AIRPORT REVENUE FUNDED PROJECTS

	FY 27
Annual Epoxy Paint Striping for Runway (O&M)	\$30,000
Exterior Repairs on IP-9 Building (O&M)	50,000
Roof Repairs for Terminal and Airport Operations Buildings (O&M)	50,000
HVAC Improvements at IP-9 and TSA Building (O&M)	50,000
Snow Removal Equipment - Broom	1,000,000
Purchase Airfield Equipment – Motor Patrol, Loader, and Mowers	1,000,000
Rehabilitation of Incursion & Fuel Farm Roads	2,631,578
Taxiway H Design Only	110,000
Shuttle Lot	1,700,000
Storm Water Pond E Improvements	300,000
Ticket Counters – Construction & Engineering	7,000,000
Two ARFF Fire Trucks (PFC Funds)	<u>2,000,000</u>
TOTAL	\$15,921,578

FY 27 AIRPORT BUDGET TOTALS

Total Revenues	\$25,813,811
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Total Expenditures	<u>\$30,393,132</u>
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Projected Cash Decrease	<u><u>\$(4,579,321)</u></u>
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Rate Increases FY26

Customer Facility Charge

- Increase to \$4 From \$3 Per Contract Car Rental Day
- Estimated to Increase Revenues by \$273,000

Airport Itinerant Parking Rates

- 41 Spots to Increase to \$360 From \$325 Per Annual Charge
- Estimated to Increase Revenues by \$1,435

Customer Parking Rates

	<u>Old Daily Max</u>	<u>New Daily Max</u>
• Short Term	\$15	\$18
• Long Term Premium	\$11	\$15
• Long Term	\$ 9	\$12
• Economy	\$ 9	\$10

FY 27 – 31 Budget Requests

- Complete Capital Improvement Projects identified on the 5-year CIP Plan.
<https://www.billingsmt.gov/DocumentCenter/View/54490/FY27-FY31-Approved-CIP-12312025>
- Begin Implementing Master Plan Capital Project Recommendations.
- Personnel Requests
 - Due to the ticket counter and in-line baggage system construction, we would like to add a Project Manager to Building Maintenance for the construction period. At the end of the construction, the position would evolve into a Maintenance Worker in Building Maintenance.
 - Add one position each year to increase the number of Building Maintenance Mechanics and Custodians to maintain the additional terminal space and provide additional staff to cover longer hours of Airport operation.

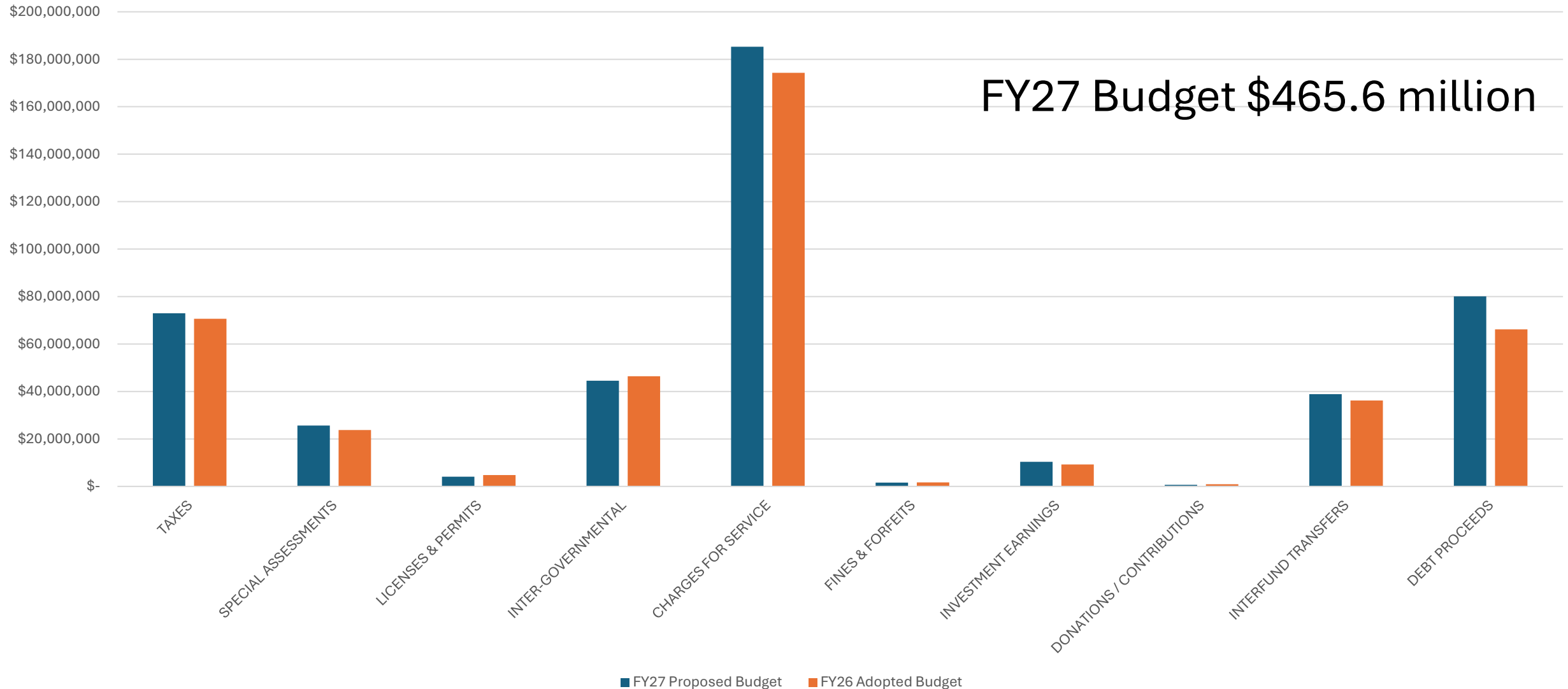
THANK YOU!

QUESTIONS?

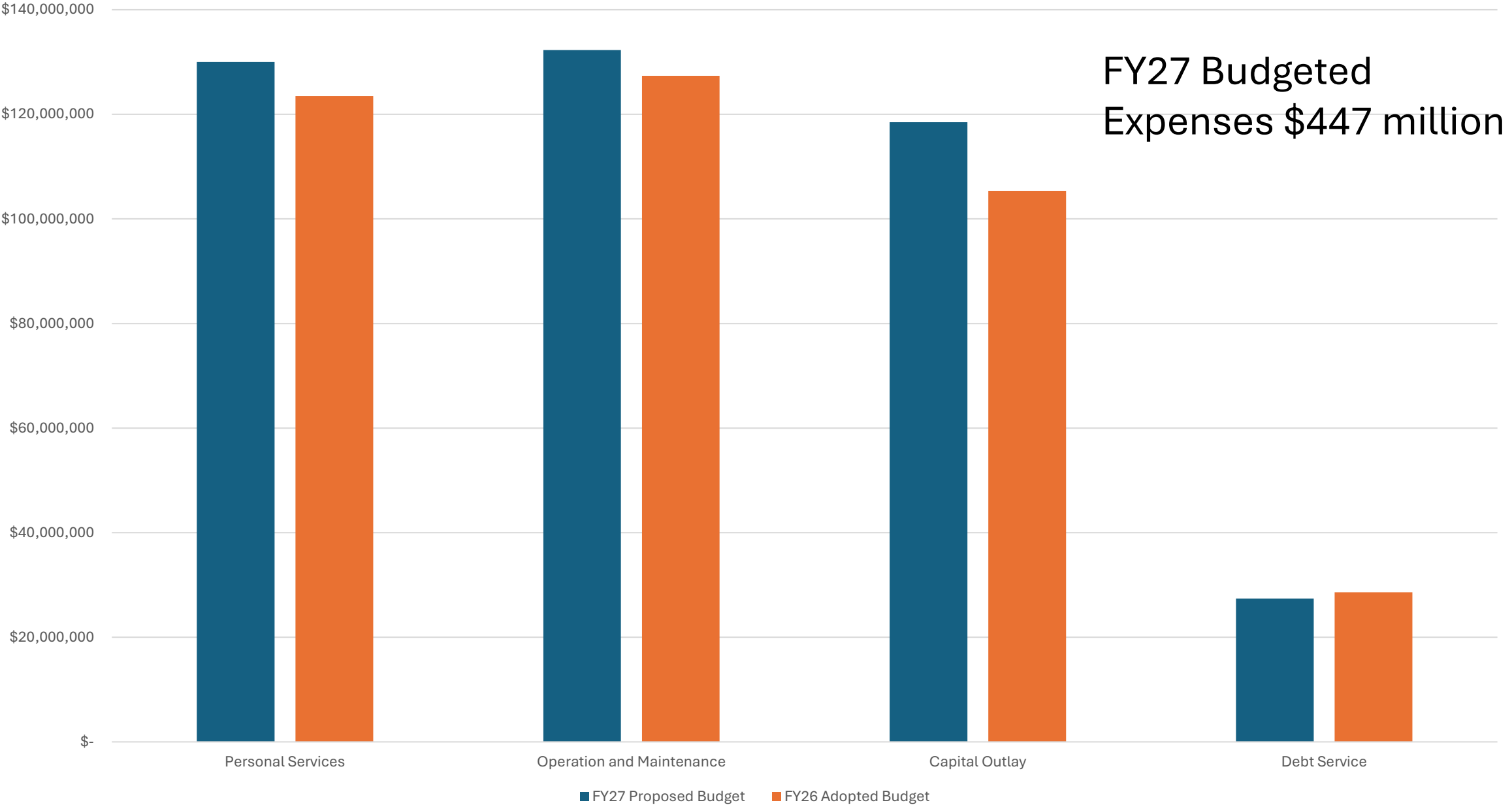
FY2027 Budget Wrap-up

05-19-2026

Budgeted Revenue by Class



Budgeted Expense by Class



Overall City Budget

Revenues	FY27 Proposed Budget	FY26 Adopted Budget
TAXES	\$ 72,940,521	\$ 70,629,199
SPECIAL ASSESSMENTS	25,673,691	23,795,253
LICENSES & PERMITS	4,085,098	4,753,445
INTER-GOVERNMENTAL	44,503,804	46,401,298
CHARGES FOR SERVICE	185,263,050	174,267,713
FINES & FORFEITS	1,565,100	1,700,400
INVESTMENT EARNINGS	10,391,426	9,234,760
DONATIONS / CONTRIBUTIONS	690,500	881,750
INTERFUND TRANSFERS	38,861,008	36,222,531
DEBT PROCEEDS	80,109,250	66,172,733
MISCELLANEOUS	1,822,318	2,274,624
Total Budgeted Revenues	\$ 465,905,766	\$ 436,333,706

Expenditures	FY27 Proposed Budget	FY26 Adopted Budget
Personal Services	\$ 130,025,911	\$ 123,498,041
Operation and Maintenance	132,281,326	127,380,379
Capital Outlay	118,483,538	105,384,838
Debt Service	27,412,207	28,598,335
Transfers Out	38,861,008	37,111,234
Total Budgeted Expenses	\$ 447,063,990	\$ 421,972,827

Capital Projects

- Solid Waste/Landfill: \$13.9MM Cell Expansion & leachate pond
- Transportation: Rimrock Road, SRTS, Monad Road
- Water: 48th Street transmission line
- Airport: \$18.9MM ticket counters, fire trucks, stormwater
- Parks: \$10MM for South Park Pool Renovation



New Employee Proposed for FY27

Fund	Department/Division	# of Positions	Position
General	HR	1	Assistant HR Director
General	Code Enforcement	1	Commercial Code Enforcement Officer II
IT	IT	1	Assistant Network Admin
IT	IT	1	PW Systems Analyst
ARC	PRPL	1	Facilities Maintenance Support II
ARC	PRPL	1	Rec Event Specialist
ARC	PRPL	1	Rec Facility Supervisor
Aviation and Transit	Airport	1	Airport Advertising & Marketing Specialist
Aviation and Transit	Airport	1	Equipment Oper/Maint Worker
PRPL	PRPL	1	PRPL Equipment Op/Maint Worker
PRPL	PRPL	1	Arborist
Engineering	Engineering	1	Utility Locator
Engineering	Engineering	1	Traffic Analyst
Water	Water	2	Water Treatment Tech
Solid Waste	Solid Waste	1	Eq Operator Collections
Solid Waste	Solid Waste	1	Landfill Operator/Mechanic
Public Works Admin	Public Works	1	Billing Analyst
Planning	Planning	1	TIF Coordinator

Total Additional New FTE in FY27 Budget

19

Property Tax Mill Levy

	Number of Mills		
	FY2027	FY2026	Change
General	90.77	86.71	4.06
Public Safety	139.69	133.43	6.26
Library	6.13	5.86	0.27
Transit	12.25	11.71	0.54
GO Bonds	<u>6.55</u>	<u>6.68</u>	-0.13
Total Mills	255.39	244.39	11.00

- Median Home Value \$345,200
- 1 mill = \$228,191 (estimated)
- 1 mill cost the median home \$2.62/year
- Total estimate mills 255.39

Typical Residential Costs – City of Billings Only

Median Home Property Taxes (Annual)			
	FY27	FY26	Change
General	\$ 238.14	\$ 227.49	\$ 10.65
Public Safety	366.48	350.06	16.42
Library	16.08	15.37	0.71
Transit	32.14	30.72	1.42
General Obligation	<u>17.18</u>	<u>17.53</u>	<u>(0.34)</u>
Median Home Property Tax	\$ 670.02	\$ 641.16	\$ 28.86
Street Maintenance District	<u>229.44</u>	<u>216.25</u>	<u>13.19</u>
Total Special Assessments	229.44	216.25	13.19
Total Taxes and Assessments	899.46	857.41	42.05

Utilities & Assessments

- Average monthly residential utility bill: \$106.22 (increase \$4.35)
- Median Home Street Maintenance Assessment: \$229.44/year an increase of \$13.19
- Many residential utility rates held flat in FY26



Average Home Monthly Utility Bill

	FY2027	FY2026	Change
Water	48.71	47.71	1.00
Wastewater	31.80	30.85	0.95
Solid Waste	15.75	14.50	1.25
Storm Sewer	<u>9.96</u>	<u>8.81</u>	<u>1.15</u>
Monthly Utility Bill	106.22	101.87	4.35

City of Billings Budget –

- Online: www.billingsmt.gov/finance
- Planned adoption June 8
- Council Amendments – May 27th to be included in memo
- Budget and Finance Committee – May 20th