

CAPITAL PROJECTS FUNDS

The 2013 capital budgets were requested from the departments in July with a due date to be returned of August 13th. Amounts are assumed to be purchased during the year budgeted.

Capital Outlay Fund – This fund is the primary fund used to account for new departmental capital outlays. These expenditures are funded by the tax levy and are under the direction of the department supervisor.

Equipment Replacement Fund - This fund is used to account for the rolling stock replacement program, which accumulates annual funding (from property taxes) for the replacement of vehicles and similar equipment in lieu of using borrowed monies.

Street Improvement Fund - This fund is used to account for the activities of the local road improvement program. Funding is provided by the tax levy and an every other year local road improvement grant from the State.

Capital Improvement Fund - This fund is used to account for land acquisitions, building projects and all public works projects. The Fund is usually funded with borrowed money or funding from some source other than the tax levy.

Development Fund – This fund tracks Impact fees imposed on new land developed. These fees help finance infrastructure improvements required to service the new development in the City.

The Debt Service Fund supports the Capital Project Funds

Debt Service Fund - This fund is used to account for general obligation debt issued by the City to support the capital construction projects undertaken. Funding comes from tax levy, Special assessments collections, Impact fees and other sources.

CITY OF FRANKLIN

CAPITAL OUTLAY FUND

The projected 2013 tax levy for this fund of \$394,000 was slightly increased from the 2012 tax levy amount. However, based upon the last several years experience, that level cannot meet the needs of the community for capital outlays on an ongoing basis. Starting in 2011 the fund receives \$100,000 annually from the landfill siting fees. For 2013 the departments requested \$838,525, 81% were funded. The largest amounts of unfunded requests were in the Police and Fire Departments. The recommended amounts address the priorities from the department heads to reduce the requests to the revenue available.

Capital assets are purchases of assets that are reasonably expected to last more than 12 months and benefit multiple years. Included in this category are all new capital assets and replacement capital assets that do not meet the criteria for inclusion in the equipment replacement program. Those capital assets that exceed the capitalization policy limits will be capitalized and depreciated over the estimated useful life of the asset.

The yearly amount to be funded for Capital Outlay requests is based on the requests of the departments and it is the intention that although the items purchased will vary each year the amount of the purchases and therefore the total tax levy will be approximately the same amount from year to year. The goal in this fund is to increase the tax levy by the amount of new growth in the City.

Monies for capital outlay purchases are obtained via the property tax levy, landfill siting fees (beginning in 2011), sale proceeds of retired capital assets other than those eligible for replacement in the Equipment Revolving Fund, investment earnings on unspent monies and any unspent funds from prior years.

New equipment requests must be made as part of the Capital Outlay Fund and are not eligible in the Equipment Revolving Fund. The Equipment Revolving Fund, however provides for replacement of major equipment (greater than \$20,000 individually).

The individual items requested can be found in the departmental presentations.

CITY OF FRANKLIN 2013 BUDGET		2010 Actual	2011 Actual	2012 Adopted	2012 Amended	2012 Estimate	2013 Proposed	2013 Adopted	Change Pr fr Adopted
CAPITAL OUTLAY FUND									
REVENUE									
GENERAL PROPERTY TAXES	41.0000.4011	475,000	380,000	384,000	384,000	384,000	394,000	394,000	2.6%
GRANTS	41.0000.4157	33,905	6,119	0	0	0	25,000	25,000	
LANDFILL SITING	41.0000.4493		100,000	100,000	100,000	100,000	100,000	100,000	
INTEREST ON INVESTMENTS	41.0000.4711	8,944	6,580	10,000	10,000	10,000	10,000	10,000	
INVESTMENT GAINS/LOSSES	41.0000.4713	-1,776	930	0	0	0	0	0	
PROPERTY SALES	41.0000.4751	26,258	28,409	30,000	30,000	30,000	30,000	30,000	
MISCELLANEOUS REVENUE	41.0000.4799	0	29,173	0	0	0	0	0	
TRANSFER FROM OTHER FUNDS	41.0000.4830	0	0	0	0	0	0	0	
TRANSFER FROM GENERAL FUND	41.0000.4834	0	0	0	0	0	0	0	
TOTAL CAPITAL OUTLAY FUND REVENUE		542,331	551,212	524,000	524,000	524,000	559,000	559,000	6.7%
EXPENDITURES									
General Government:									
Emergency Government Operations									
Mayor	41-101	0		0	0	0	700	700	
Aldermen	41-102	3,731			0	0	0	0	
Municipal Court	41-121	26	29,672	0	3,000	0	2,550	2,550	
City Clerk	41-141	0	4,677	0	0	0	0	0	
Elections		0	0	0	0	0	0	0	
Information Services	41-144	42,176	56,462	43,000	43,000	43,000	58,000	58,000	
Administration	41-147	0	2,115	1,250	1,250	1,250	5,100	5,100	
Finance	41-151	8,780	4,212	9,000	9,000	9,000	4,000	4,000	
Assessor	41-154	0	1,199	1,250	1,250	1,250	870	870	
Municipal Buildings	41-181	4,600	6,582	0	18,050	0	17,100	17,100	
Total General Government		59,313	104,919	54,500	75,550	54,500	88,320	88,320	62.1%
Public Safety:									
Police	41-211	257,481	391,140	297,150	297,150	297,150	305,958	305,958	
Fire	41-221	48,413	57,916	66,900	66,900	66,900	73,940	73,940	
Building Inspection	41-231	5,003	4,957	4,300	4,300	4,300	33,820	33,820	
Total Public Safety		310,897	454,012	368,350	370,350	368,350	413,718	413,718	12.3%
Public Works:									
Engineering	41-321	8,451	6,585	2,300	5,700	2,300	5,735	5,735	
Highway	41-331	68,162	58,622	57,800	57,800	57,800	102,540	102,541	
Street Lighting	41-351	0	0	0	0	0	0	0	
Total Public Works		78,613	65,217	60,100	63,500	60,100	108,275	108,276	80.2%
Health and Human Services:									
Public Health	41-411	0	0	0	0	0	510	510	
Total Health and Human Services		0	0	0	0	0	510	510	0.0%
Culture and Recreation:									
Parks	41-551	11,873	19,982	16,500	16,500	16,500	18,000	18,000	
Total Culture and Recreation		11,873	19,982	16,500	16,500	16,500	18,000	18,000	9.1%
Conservation and Development:									
Planning	41-621	2,160	1,645	1,600	1,600	800	4,250	4,250	
Total Conservation and Development		2,160	1,645	1,600	1,600	800	4,250	4,250	165.6%
Capital Outlay Contingency									
				50,000	28,550	50,000	50,000	50,000	
Total Capital Outlay Expenditures		460,857	645,776	551,050	556,050	550,250	683,073	683,074	24.0%
Excess of revenue over expenditures		81,474	-94,664	-27,050	-32,050	-26,250	-124,073	-124,074	
Fund Balance, Beginning of Period		339,817	421,291	326,727	326,727	326,727	300,477	300,477	
Fund Balance, End of Period		421,291	326,727	299,677	294,677	300,477	176,404	176,403	

CITY OF FRANKLIN

EQUIPMENT REPLACEMENT FUND

The Equipment Replacement Fund, established in 1996, provides resources for the replacement of rolling stock and similar equipment. Monies for purchases are obtained via the property tax levy, a portion of the landfill siting fees, sale proceeds of retired rolling stock and investment earnings on monies in the replacement fund. A minimum purchase amount (\$20,000) and minimum life (seven years) are required for assets to be replaced from this fund. Expenditures for vehicle purchases fluctuate on an annual basis, depending on the need for replacement and condition of vehicles scheduled for replacement.

The 2012 adopted budget had expenditures exceeding revenues by \$78,300. The expected replacements over the next six years are:

2013 – \$269,950	2014 – \$716,188	2015 – \$335,371
2016 – \$805,729	2017 – \$470,503	2018 – \$475,456

A goal of the program is to keep a relatively constant annual tax levy increased by the growth realized in the City. The 2013 tax levy returned to pre-2011 levels at \$285,000 and kept the \$150,000 of landfill siting revenue. The fund balance was augmented by \$134,000 in 2012 upon the closing of TIF#2.

Caution and planning needs to be exercised when additional equipment is added to the fund since these additions will impact future funding needs. The fund balance at the end of 2012 is expected to be about 12.8% of the replacement cost of the assets in the program. The projection shows the fund balance ranging from a low of 11.0% in 2016 to a high of 14.3% after 2013 of replacement cost.

The replacement cost is estimated using recent acquisition costs plus an inflation factor. Costs of vehicles replaced to date under the program have been in line with the estimated replacement cost. The yearly amount to be funded was to be based on the annual depreciation cost for the equipment in place and used by the City.

Requested purchases are lower than forecast revenue. Building Inspection recommends the deferral of a scheduled purchase, reducing the needs for 2013.

CITY OF FRANKLIN 2013 BUDGET		2010 Actual	2011 Actual	2012 Adopted	2012 Amended	2012 Estimate	2013 Proposed	2013 Adopted	Change Pr fr Adopted
EQUIPMENT REPLACEMENT FUND		0							
REVENUE									
GENERAL PROPERTY TAXES	42.0000.4011	277,000	130,000	281,000	281,000	281,000	\$285,000	\$285,000	1.4%
LANDFILL SITING	42.0000.4493		150,000	150,000	150,000	150,000	150,000	150,000	
INTEREST ON INVESTMENTS	42.0000.4711	25,190	19,649	20,000	20,000	20,000	13,000	13,000	
INVESTMENT GAINS/LOSSES	42.0000.4713	-5,001	2,778	0	0	0	0	0	
INTERFUND INTEREST	42.0000.4716	1,841	0	0	0	0	0	0	
PROPERTY SALES	42.0000.4751	37,813	30,462	10,000	10,000	10,000	3,000	3,000	
MISCELLANEOUS REVENUE	42.0000.4799	2,000	0	0	0	134,000	0	0	
TOTAL EQUIPMENT REVOLVING FUND REVENUE		\$338,842	\$332,889	\$461,000	\$461,000	\$595,000	\$451,000	\$451,000	-2.2%
EXPENDITURES									
CAPITAL OUTLAY									
MUNICIPAL BUILDINGS AUTO EQUIPMENT	42.181.0000.5811	0	0	0	0	0	0	0	
POLICE DEPARTMENT AUTO EQUIPMENT	42.211.0000.5811	0	0	0	0	0	0	0	
FIRE DEPARTMENT AUTO EQUIPMENT	42.221.0000.5811	146,607	0	170,800	170,800	170,800	170,000	170,000	
BUILDING INSPECTION AUTO EQUIPMENT	42.231.0000.5811	0	40,602	58,000	58,000	58,000	0	0	
ENGINEERING AUTO EQUIPMENT	42.321.0000.5811	0	0	0	0	0	0	0	
PUBLIC WORKS AUTO EQUIPMENT	42.331.0000.5811	286,124	255,401	310,500	310,500	310,500	233,000	233,000	
TOTAL EQUIPMENT REVOLVING FUND EXPENDITURES		432,731	296,003	539,300	539,300	539,300	403,000	403,000	-25.3%
EXCESS OF REVENUE OVER EXPENDITURES		-93,889	36,886	-78,300	-78,300	55,700	48,000	48,000	
FUND BALANCE, BEGINNING OF PERIOD		1,574,621	1,480,732	1,517,618	1,517,618	1,517,618	1,573,318	1,573,318	
FUND BALANCE, END OF PERIOD		\$1,480,732	\$1,517,618	\$1,439,318	\$1,439,318	\$1,573,318	\$1,621,318	\$1,621,318	

**City of Franklin
Equipment Revolving Fund
Listing of Equipment Proposed to be Acquired - 2013**

<u>Description</u>	<u>Amount</u>	<u>Replaces: Vehicle No.</u>	<u>Description</u>
Fire Department			
Ambulance	170,000	R-03	Replaces 2003 Ford Ambulance
Total Fire Department	<u>170,000</u>		
Highway Department			
Single Axle Dump Truck with Snowplow	165,000	739	replaces 1993 single axle dump truck
Skid Steer	38,000	62	2002 John Deere Skid Steer
Pothole Patcher	30,000	22	PB Slip-in Pot Hole Patcher (1992)
Total Highway Department	<u>233,000</u>		
Total 2013 Equipment Acquisitions	<u><u>\$403,000</u></u>		

**City of Franklin
Equipment Revolving Fund
For Replacement of Rolling Stock
December 31, 2011**

Dept	#	Model	Historical Cost	1998 Replacement Cost	Current Replacement Cost	Life	Purchase Year	Replace Year	Replacement Cost @ 3% Inflation	Total by Year of Replacement
Fire	219	2001 Ford Ambulance - Med Unit R-01	\$90,000		\$117,430	10	2002	2012	\$120,952	
Fire	220	1999 Chevy PFR/Command Vehicle	\$28,792		\$41,051	13	1999	2012	\$42,282	
Highway	738	1993 Ford 8000 Single Axle 5 yd dump w/plow	\$61,035		\$103,908	19	1993	2012	\$107,025	
Highway	-	2000 Ransom Large Mower (Municipal Bldg)	\$35,973		\$49,795	12	2000	2012	\$51,289	
Highway	61	2000 New Holland 180LS Skid Steer	\$33,743		\$46,708	12	2000	2012	\$48,109	
Highway	05	2001 Vermeer 1800 Brush Chipper	\$25,135		\$33,779	11	2001	2012	\$34,793	
Inspect	771	1997 Jeep Cherokee *	\$17,752	\$19,552	\$28,713	15	1997	2012	\$29,574	
Inspect	775	1997 Jeep Cherokee *	\$15,752	\$19,552	\$28,713	15	1997	2012	\$29,574	
Inspect	774	1998 Jeep	\$19,808		\$29,089	14	1998	2012	\$29,961	
Inspect	776	1998 Jeep	\$19,808		\$29,089	14	1998	2012	\$29,961	
									\$523,522	\$523,522
Fire	207	1996 Ford F350 Grass Fire Truck	\$55,000		\$85,688	19	1996	2015	\$96,443	
Highway	22	PB Slip-in Pot Hole Patcher -used *	\$6,000	\$18,303	\$26,879	21	1992	2013	\$28,515	
Highway	739	1993 Ford 8000 Single Axle 5 yd dump w/plow	\$61,035		\$103,908	20	1993	2013	\$110,236	
Highway	62	2002 John Deere Skid Steer	\$25,108		\$32,760	11	2002	2013	\$34,755	\$269,950
Eng	754	2001 Chevrolet Venture	\$20,000	\$19,251	\$26,878	13	2001	2014	\$29,371	
Eng	753	2004 Dodge Intrepid	\$14,550	\$16,600	\$18,432	11	2003	2014	\$26,638	
Fire	283	2004 Ford Ambulance R-03	\$93,710	\$83,000	\$115,251	9	2004	2013	\$122,270	
Highway	17	Sicard Snow Blower *	\$10,800	\$35,000	\$51,399	35	1979	2014	\$56,165	
Highway	716	1985 Case International 585 Tractor/Mower	\$27,000		\$54,885	27	1987	2014	\$59,975	
Highway	740	1995 Ford LTS8000 Tandem Axle Dump w/plow	\$79,912		\$128,235	19	1995	2014	\$140,126	
Highway	54	Trail Boss 20 Ton Equipment Trailer	\$13,550		\$19,899	16	1998	2014	\$21,744	
Highway	747	2006 Ford F450 One-Ton Dump Truck	\$34,389		\$47,602	14	2000	2014	\$52,016	
Highway	741	1996 Ford LTS8000 Tandem Axle Dump w/plow	\$79,668		\$124,120	18	1996	2014	\$135,629	
Highway	726	2002 Ford Ranger Pickup Truck fm Inspection	\$20,010	\$22,600	\$26,109	12	2002	2014	\$36,266	
Inspect	770	1999 Ford Explorer	\$23,099		\$32,934	15	1999	2014	\$35,987	\$716,188
Eng	755	2003 Chevrolet Suburban	\$28,869	\$23,700	\$36,570	12	2003	2015	\$39,172	
Fire	217a	1995 Wells Cargo Haz-Mat Trailer	\$12,375		\$19,858	20	1995	2015	\$22,351	
Highway	702	1985 Oshkosh heavy duty snow plow *	\$101,126	\$120,000	\$176,224	30	1985	2015	\$198,342	
Highway	31	1985 Beuthling B100 1 1/2 ton roller *	n/a	\$7,000	\$10,280	25	1990	2015	\$11,570	
Highway	06	2003 Vermeer BC 1800 Brush Chipper	\$21,855		\$27,685	12	2003	2015	\$31,160	
Inspect	773	2003 Ford Explorer	\$21,623	\$19,830	\$27,391	12	2003	2015	\$32,776	\$335,371
Fire	284	2006 Ford Ambulance-Med Unit w Cot R-06	\$116,192		\$134,698	10	2006	2016	\$156,152	
Fire	225	2004 Chevy Silverado 2500	\$24,227		\$29,796	12	2004	2016	\$34,542	
Fire	221	2004 GMC Command/PFR Truck	\$33,707		\$41,455	12	2004	2016	\$48,058	
Highway	29	1992 Ingersoll Rand 575T Paver Self propelled *	\$22,500	\$80,000	\$117,483	20	1996	2016	\$136,195	
Highway	714	1998 John Deere 624H Front End Loader	\$140,568		\$206,429	18	1998	2016	\$239,308	
Highway	718	2001 Caterpillar 312C Hydraulic Excavator	\$122,900		\$165,167	15	2001	2016	\$191,474	\$805,729
Fire	200	2005 Chevy Trailblazer	\$22,476		\$26,838	12	2005	2017	\$32,045	
Highway	10	Ingersoll Rand Portable Compressor-Diesel	\$11,420		\$17,274	20	1997	2017	\$20,626	
Highway	742	2000 Sterling LT8513 Tandem Axle Dump Truck w/plow & v	\$88,324		\$125,929	18	1999	2017	\$150,366	
Highway	743	2000 Sterling LT8513 Tandem Axle Dump Truck w/plow & v	\$88,324		\$125,929	18	1999	2017	\$150,366	
Highway	748	2002 Ford F450 Stake Body w liftgate	\$33,182		\$43,295	15	2002	2017	\$51,696	
Highway	715	2005 Ford F450 Single Axle 5 yd dump w/plow	\$45,873		\$54,775	12	2005	2017	\$65,404	\$470,503
Highway	744	2000 Sterling LT8513 Tandem Axle Dump Truck w/plow & v	\$94,097		\$130,252	18	2000	2018	\$160,194	
Highway	703	2000 John Deere 544H Front End Loader	\$110,126		\$152,440	18	2000	2018	\$187,482	
Highway	21	Crafc0 SS125 Joint/crack sealer Sherwin Industries	\$34,750		\$39,111	11	2007	2018	\$48,102	
Highway	750	2008 Ford Explorer 4wd	\$24,712	\$27,454	\$27,003	10	2008	2018	\$33,211	
Police	96	2008 4X4 Ford Expedition	\$34,576	\$19,251	\$37,782	10	2008	2018	\$46,467	\$475,456
Fire	282	2008 Ford Ambulance-Med Unit w Cot R-08	\$147,840		\$156,843	10	2009	2019	\$198,685	
Highway	715	1999 John Deere 6410 Roadside Mower	\$79,737		\$113,686	20	1999	2019	\$144,014	
Highway	721	2000 Sterling L7500 Bucket Truck w/Crane	\$96,768		\$137,968	20	1999	2019	\$174,774	
Highway	745	2001 Sterling LT8513 Tandem Axle Dump	\$88,775		\$119,306	18	2001	2019	\$151,133	
Highway	02	2004 Skid Steer Cold Planner Attachment	\$9,750		\$11,991	15	2004	2019	\$15,190	
Highway	710	2004 John Deere 710G Backhoe/Loader	\$123,567		\$151,972	15	2004	2019	\$192,513	\$876,309
Fire	211	2009 Ford Medtec - Med Unit w Cot R-09	\$146,607		\$151,005	10	2010	2020	\$197,028	\$197,028

CITY OF FRANKLIN

STREET IMPROVEMENT FUND

Funding for the street improvement program comes from three sources: the property tax levy, a portion of landfill siting fees and an every other year state grant of \$75,000 for Local Road Improvements. The goal is to increase the tax levy annually by the amount of growth in the City. However due to past economic circumstances revenue was temporarily decreased in 2010. Revenue was \$950,000 in 2008 and was decreased to \$500,000 in 2010. Of the \$450,000 structural deficit in this fund \$100,000 was made up in 2011. The 2012 budget included making up \$200,000 of the structural deficit with the tax levy. Of the remaining \$150,000, \$134,000 was recovered with the closing of TID#2. The 2013 tax levy increased \$6,000. Even with these forecasted amounts the revenue is less than projected to operate this program and to resurface the streets over a thirty year period. Additional funding will be necessary long term or the resurfacing program will have to be scaled back.

This pavement resurfacing program provides the funds to complete major maintenance (resurfacing) of the City's 166 miles of local streets. The City's street maintenance is influenced by the curb and gutter streets that were constructed in the urban subdivisions in the late 1960's and the 1970's. They are now reaching conditions that require these streets to be resurfaced. A life of 30 years for pavement is considered reasonable.

The formula Engineering uses for determination of the annual funding divides the City streets into three categories: arterial, urban and rural with each having a different cost per mile and useful life. The result is the 2013 theoretical funding need detailed as follows:

Arterial	$\$475,000 \times 12.5 \text{ miles} = \$ 5,937,500 / 20 \text{ years} = \$296,900$
Urban	$\$287,570 \times 99.5 \text{ miles} = \$28,613,200 / 30 \text{ years} = \$953,770$
Rural	$\$196,228 \times 54.5 \text{ miles} = \$10,694,400 / 25 \text{ years} = \underline{\$427,780}$
Total	166.5 \$1,678,450

A history of expenditures the last four years has been:

2009	2010	2011	2012 Proj	2013
1,545,807	165,902	710,657	697,000	778,450

Adequate funding is not available to complete the five year road improvement plan.

CITY OF FRANKLIN 2013 BUDGET	2010 Actual	2011 Actual	2012 Adopted	2012 Amended	2012 Estimate	2013 Proposed	2013 Adopted	Change Pr /r Adopted
STREET IMPROVEMENT FUND								
REVENUE								
General Property Taxes	47.0000.4011	500,000	400,000	604,000	604,000	604,000	610,000	\$610,000 1.0%
Local Road Improvements Aids	47.0000.4151	0	0	78,000	78,000	78,000	0	0
Grants	47.0000.415x						0	0
Landfill Siting	47.0000.4493		200,000	200,000	200,000	200,000	200,000	200,000
Interest on Investments	47.0000.4711	10,624	11,038	20,000	20,000	20,000	23,000	23,000
Investment Gains/Losses	47.0000.4713	-2,108	1,560	0	0	0	0	0
Miscellaneous Revenue	47.0000.4799	0	0		134,091	0	0	0
Total Revenue		\$508,515	\$612,598	\$902,000	\$1,036,091	\$902,000	\$833,000	\$833,000 -7.6%
EXPENDITURES								
Local Street Improvement Program	47.0000.9500.5823	165,902	710,657	620,000	697,200	697,176	778,450	778,450
Urban and Rural Streets								0
Unfunded portion of projection								0
OTHER FINANCING USES								0
TRANSFER TO CAPITAL IMPROVEMENTS	47.0000.0000.5598	142,379	37,690	0	0	0	0	0
Total Street Improvement Fund Expenditures		308,281	748,347	620,000	697,200	697,176	778,450	778,450 25.6%
Excess of revenue over expenditures		200,234	-135,749	282,000	338,891	204,824	54,550	54,550
Net Assets, Beginning of Period		216,687	416,921	281,171	281,171	281,171	485,995	485,995
Net Assets, End of Period		\$416,921	\$281,171	\$563,171	\$820,062	\$485,995	\$540,545	\$540,545

**FIVE YEAR ROAD IMPROVEMENT PLAN
CITY OF FRANKLIN
2011-2015**

FUNDING FROM

YEAR	PROJECT	ROAD TYPE	PROJECT COST	STREET IMPROVEMENT		CAPITAL IMPROVEMENT		TIF
				OTHER	FUND	OTHER	FUND	
2011								
	W. Oakwood Road (Construction) ³ (W of S. 34th to 60th Street)	A	\$ 500,000					\$ 500,000
	Additional Roads	U	\$ 800,000		\$ 725,000			
	LRIP Funding ²			\$ 75,000				
	Marquette Avenue West	U	\$ 50,000				\$ 50,000	
	ANNUAL 2011 TOTAL		\$ 1,350,000	\$ 75,000	\$ 725,000	\$ -	\$ 50,000	\$ 500,000

2012								
	S.51st Street (Construction) (With Trail) ³ (N of Rawson to Greendale)	A	\$ 400,000		\$ 245,000		\$ 80,000	
	Additional Roads	U	\$ 1,400,000	\$ 75,000	\$ 1,400,000			
	LRIP Funding ²		\$ 1,800,000	\$ 75,000	\$ 1,645,000	\$ -	\$ 80,000	\$ -
	ANNUAL 2012 TOTAL		\$ 3,600,000	\$ 150,000	\$ 3,045,000	\$ -	\$ 160,000	\$ -

2013								
	Additional Roads	U	\$ 1,800,000		\$ 1,800,000			
	ANNUAL 2013 TOTAL		\$ 1,800,000	\$ -	\$ 1,800,000	\$ -	\$ -	\$ -

2014								
	W. Puetz Road (S. 76th to Lovers Lane)	A	TBD					
	Reconstruction with Trail							
	Additional Roads	U	\$ 1,800,000		\$ 1,725,000			
	LRIP Funding ²			\$ 75,000				
	ANNUAL 2014 TOTAL		\$ 1,800,000	\$ 75,000	\$ 1,725,000	\$ -	\$ -	\$ -

2015								
	Additional Roads	U	\$ 1,800,000		\$ 1,800,000			
	ANNUAL 2015 TOTAL		\$ 1,800,000	\$ -	\$ 1,800,000	\$ -	\$ -	\$ -
	TOTAL ARTERIAL (A)		\$ 900,000					
	TOTAL ALL		\$ 8,550,000	\$ 225,000	\$ 7,695,000	\$ 130,000	\$ 500,000	\$ -

¹ Assessment of Property Owners

² Local Road Fund

³ TIF Funding

⁴ Developer Modifications

⁵ Road Impact Fee

⁶ WDOT Grant

⁷ Assessment of Property Owners

FIVE YEAR ROAD IMPROVEMENT PLAN

CITY OF FRANKLIN

Plan Assumptions (2011 – 2015)

- Phasing of S. 51st Street reconstruction has been phased to best coordinate funding with anticipated development, safety demands, and need for new pavement.

- S. 51st Street from W. Puetz Road to W. Drexel Avenue. Construction was completed in 2010.

Still remaining are the following two projects:

- S. 51st Street from 1300' north of Rawson Avenue to the Village of Greendale is proposed to be resurfaced with a bituminous path shown in 2012. Reconstruction to two lanes resurfacing or reconstruction will be the subject Engineering Department review for future report and recommendation to the Common Council with regard to adding any necessary turn lanes.
 - S. 51st Street from Rawson Avenue to 1200' south, design and construction year uncertain. This additional construction has been deferred several years due to slow development climate.
- W. Puetz Road, S. 27th Street to S. 43rd Street reconstruction will occur after the installation of distribution water main (24 inch) is installed. Present plan indicates 2013; this could be moved up several years should development warrant water or road improvement.
 - St. Martins Road Relocation, connecting St. Martins to S. 108th Street in line with Forest Hill Avenue extended was chose for Wisconsin Department of Transportation (WDOT) funding through the Surface Transportation Program (STP) – Urban System funds. This is an 80% state, 20% local funding program. WDOT design and administration will be required during the project process. A jurisdictional transfer of St. Martins Road from County will perform or fund the rehabilitation of St. Martins prior to the transfer.

CITY OF FRANKLIN

CAPITAL IMPROVEMENT FUND 2013 BUDGET AND CAPITAL IMPROVEMENT PLAN

Maintaining a capital improvement plan (CIP) is an important financial planning tool to allow the City to structure the review and funding of capital improvement projects competing for limited resources. A CIP helps to schedule the availability of resources to meet needs when they occur. Annually the Council adopts a capital budget which details the projects to be accomplished in the coming year. Changes to project amounts or additions to the budget need to be approved by the Council, similar to other funds with adopted budgets.

As a general guideline, capital improvement expenditures are defined as those amounts expended for infrastructure with long useful lives that would require significant amounts of funds. Resurfacing the City streets is funded through the Street Improvement Fund. Rolling stock and similar equipment replacements are funded via the City's Equipment Revolving Fund. Replacement of equipment used in department operations costing less than \$20,000 and new types of equipment are funded as part of each department's Capital Outlay Fund budget.

Capital improvements revenue sources can include long-term debt, one-time revenue, grants, transfers from other funds, and interest earnings. Typically the City has used long-term debt to fund its capital expenditures. Another indirect source of funding for infrastructure improvements is special assessments. When the City makes improvements such as sewer, water, or other infrastructure, the abutting property owners are assessed their pro-rata share of the cost. The construction costs for assessment projects are paid with borrowed funds, and assessment collections then are used to apply to a portion of the debt service on the borrowed monies.

The City's CIP is refined annually to include approved and pending projects as a result of planning efforts from the Council and other boards or commissions. For the 2013 budget funding will come from Landfill Siting fees, grants, from a transfer from another fund or borrowing. The following projects are contemplated:

Water & Sewer Projects – These projects are processed through the fund for operational control. To be included a water or sewer project must have a source of funding outside of this fund for any project processed. In this way the contract processing is centralized and the funding is determined before a water or sewer project is approved.

Marquette Street from 49th east to Pleasant View School – This project was approved and funded in the 2013 Budget. A rural road will be provided to help serve Pleasant View School.

Police Station Video System Upgrade to IP Network - upgrade the existing VHS video system at the Police Station. Some new cameras to cover areas not currently covered will be installed.

Park Development – Development of an access to Pleasant View Park is the number one priority of the Park Commission for the coming year. City funds and Impact fees are expected to cover the costs of this project.

A trail in the Pleasant View/Victory Creek Park site will be developed with the aid of State Grants and Park Impact fees.

Roof repairs at Fire Station #1 – deferred from 2012, will be completed in 2013.

Replacement of the Finance Dept financial software is scheduled for 2013.

Future capital projects are included in the capital improvement plan after a policy decision of the Council. Presently a number of potential future road projects are awaiting policy decisions. In addition to those road projects that have not been authorized, scheduled or approved other known projects have been included. Borrowing or other funding will be needed to fund these projects.

Water & Sewer Building – The current water and sewer facilities have been outgrown. Master planning has been done and a plan is in place to upgrade these facilities. Plans had been on hold due to the economic conditions

Future Park Improvements – The City is committed to the future improvement of its park system. The use of impact fees collected and future City funds, as available will allow the City to continue park acquisition and development.

27th Street corridor

Also currently under study is development and infrastructure costs in the 27th Street corridor. The costs and financing of those costs are currently under discussion and may have an impact on the Capital Improvement Fund in the future for those costs not attributable to TIF District's.

Police Communication Center, All Radio Systems – upgrade the existing system which will lose repair/support after 2014 and interface with the new proposed Milwaukee County Digital System. Estimated cost \$350,000.

Salt Storage Building – A second salt storage building has been requested to provide for storage of additional salt and to function to pre-wet salt and mixing area for sand and salt prior to a snow event.

Road Projects – (timing is yet to be determined)

When a road project is committed (ie contract or an agreement with another jurisdiction) it is considered appropriated and tax levy support equal to the anticipated future annual debt service needs to be included in the next City tax levy computation.

City of Franklin
Capital Improvement Plan
2012-2017

		Amended		Requested	Recommended	Adopted		Forecast			Potential	
		Adopted	Budget	Estimate	Budget	Budget	Budget	2014	2015	2016	2017	Future Projects
		2012	2012	2012	2013	2013	2013	2014	2015	2016	2017	
Revenue:												
Proceeds from borrowing-10 year or interfund	46.0000.4911	62,000			2,000,000	200,000	200,000	1,000,000		400,000	2,400,000	
Grants-LGIP	46.0000.4143											
Landfill Siting - Direct	46.0000.4492	427,000	209,000	209,000	235,000	215,500	215,500	260,000	400,000	560,000	590,000	
Miscellaneous Revenue	46.0000.4799										229,000	
Transfer from Connection Fees - Sewer	46.0755.4833	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	
Transfer from Connection Fees - Water	46.0755.4833	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	
Transfer from Impact Fees-Development	46.0000.4839	-	-	-	500,000	48,360	273,360	1,100,000				
Transfer from Special Assessments	46.0000.4835	-	-	-								
Transfer from Water Utility toward building **	46.0000.4830	1,400,000	50,000	50,000	1,350,000			1,350,000				
Transfer from Sewer Fund toward building **	46.0000.4830	1,400,000	50,000	50,000	1,350,000			1,350,000				
Transfer from General Fund	46.0000.4834		220,000	220,000								
Transfer from Grant Fund	46.0000.4830					96,720	96,720					
Transfer from TIF District #3	46.0000.4830											3,133,000
Interest revenue	46.0000.4711	5,000	1,000	1,000						5,000		
Total Revenue		4,294,000	1,530,000	1,530,000	6,435,000	1,580,580	1,785,580	6,060,000	1,400,000	1,985,000	6,352,000	
Expenditures:												
Approved Projects:												
South 76th St - Puetz to Imperial Dr- Sidewalks	46.000.9249.5829							172,000				500,000
27th St - College to Drexel Enhanced Lighting												
Ryan Road - 60th St to Loomis Road										710,000		
51st St Sidewalks - West Side		122,500	122,500	122,500								
Police Dept Mobile & Portable Radio Equipment		177,000	238,000	238,000								
51st St sidewalks-Minnesota to Rawson ***					43,000	43,000	43,000					
51st St-Clair Meadows N half to Minnesota	46.000.0000.5589	-	-	80,000								
Extension W Marquette - PVS to 49th Street		-	-		80,000	80,000						
Water Projects	46.755.0000.5830	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	
Sewer Projects	46.755.0000.5829	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	
Bond Issue Costs	46.000.0000.5601											600,000
Interfund Loan repayment												
Total Approved Projects		1,299,500	1,360,500	1,440,500	1,123,000	1,043,000	1,123,000	1,172,000	1,000,000	2,310,000	500,000	-
Projects Pending Approval:												
27th St - College to Rawson-Enhanced Items												212,000
27th St - Rawson to Drexel - buried Utilities *												199,000 *
27th St - Rawson to Drexel-Enhanced items *												920,000 *
28th St - Rawson to Drexel-buried Utilities *												4,394,000
27th St - Drexel to Ryan - 2 miles - buried Utilities												4,396,000
27th St - Drexel to Ryan - 2 miles - Enhanced Items												920,000
27th St - Ryan to .5M south - Buried Utilities												230,000
27th St - Ryan to .5M south - Enhanced Items												1,098,500
27th St - .5M south of Ryan to County Line - WISDOT Items												690,000
27th St - .5M south of Ryan to County Line - Enhanced Items												3,295,500
Puetz Road -76th St to St Martins-Rual Section												1,000,000
College Avenue S27th St to S43rd St												1,150,000
St Martins Road Extension at Forest Hill Ave												1,425,000
South 76th St - Puetz to County Line												3,500,000
Historical Society Barn - matching funds								20,000				
Pleasant View/Victory Creek Trail **						193,440	193,440					
Pleasant View Park Access land purchase **							225,000					
Extension W Marquette - 49th to 51st Street												750,000
Roof Replacements - City Hall		177,000	177,000	145,000								
Roof Repairs - Fire Station # 1					67,000	67,000	67,000					
Fire Station #1 Addition					70,000							1,500,000
Water/Sewer Building Addition **		2,800,000	100,000	100,000	2,700,000			2,700,000				
Salt Storage Building					190,000							190,000
Hillcrest Neighborhood Park												585,000
Woodview Park												357,000
Access to Pleasant View Neighborhood Park					500,000			500,000				
Southwest Park - land acquisition					1,400,000			1,400,000				
Financial Software system					100,000	100,000	100,000					
Police Department Dispatch Center					194,000			194,000				
Police Station Video System					116,390	116,390	116,390					
Police Communication Center												350,000
Contingency	46.999.0000.5499	137,000	137,000	7,000	50,000	50,000	20,000	50,000	50,000	50,000	50,000	
Total Projects not yet Approved	46.999.0000.5499	3,114,000	414,000	252,000	5,387,390	528,830	721,830	4,864,000	50,000	50,000	5,775,000	21,437,000
Total expenditures		4,413,500	1,774,500	1,692,500	6,510,390	1,569,830	1,844,830	6,036,000	1,050,000	2,360,000	6,275,000	21,437,000
Net change in fund balance		(119,500)	(244,500)	(162,500)	(75,390)	(9,250)	(59,250)	24,000	350,000	(395,000)	77,000	
Beginning fund balance (projected)		246,558	246,556	246,556	84,056	34,056	84,056	24,806	48,806	398,806	3,806	
Ending fund balance		127,058	2,056	84,056	8,666	24,806	24,806	48,806	398,806	3,806	80,806	

* Possible TIF #3 funding if Joint Review Board approved
 ** Expacted that portion will be funded by Impact fees
 *** Net of Community Block Grant funds

Current construction estimate is 2025 (Traffic dependent)

**CITY OF FRANKLIN
DEVELOPMENT-IMPACT FEE
FUND 27**

DEPARTMENT: Development

PROGRAM MANAGER: City Planner

PROGRAM DESCRIPTION:

The Development Impact Fee Fund helps provide for the financing of public facilities such as roads, sanitary sewerage systems, parks, public safety, and recreation for land not yet developed. The city of Franklin is one of the most rapidly growing communities in Southeastern Wisconsin (interrupted by the 2008 Recession). City Officials recognized the need to recover the costs of providing public facilities and infrastructure needed to serve new land development through the imposition of impact fees collected at the time of development. The Impact Fee changes over time as development takes place and growth rates change. The current Impact Fee is \$4,994, related to Parks/Recreation, Water systems, Transportation Facilities, Public Safety and Library Services. The fee is collected when building permits are issued.

The Library built in 2002 included space for future growth anticipated with development. Library Impact fees are dedicated to Debt Service on that portion, originally \$1,722,000. Current Impact Fee receipts are not sufficient to meet the Debt Service on this debt. Those deferred amounts will be recovered once growth resumes.

Law Enforcement Impact Fees are dedicated to a portion of the 2001 Law Enforcement building project (\$2,530,380). Current Impact Fee receipts are not sufficient to meet the Debt Service. The deferred amounts will be recovered once growth resumes.

Fire Station #3 was partially funded (\$529,834) with impact fees. Future impact fees were committed to Debt Service. Current Impact Fee collections are meeting the Debt Service needs.

Transportation Impact Fees have been dedicated to Debt funding the Drexel Ave reconstruction from Loomis Road to Highway 100 (\$1,086,715). Current Impact Fees are sufficient to meet those Debt Service needs.

Water Impact fees are aiding specific additions to the water infrastructure including over sizing needs. Future water infrastructure needs will utilize Impact Fees as collected.

Park/Recreation Impact Fees will support the Comprehensive Outdoor Recreation Plan ("CORP") initially adopted in 1994 and updated in 2002. The Impact Fee will contribute to projected needs for additional parkland and development of existing parks as well as a Community Center. The Fund had \$3,337,655 on hand at December 31, 2011 to support these efforts.

BUDGET SUMMARY:

Capital Requests for 2013:	Project Cost	Impact Fee Use
Pleasant View/Victory Creek Trail Development	\$193,440	\$48,360 estimated

Half of this trail project will likely be supported by two grants totaling \$96,720 from Wisconsin Dept of Natural Resources. City funds will be needed to complete this trail – with the amount of Impact fees yet to be determined.

Access to Pleasant View Neighborhood Park	\$500,000	\$225,000
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An approximate 500 foot easterly extension of W Evergreen Street to service Pleasant View Park partially supported by Impact Fees.

Land acquisition for Southwest Park	\$1,400,000
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Franklin Parks Commission will look to acquire 50-200 acres in the southwest area of the City for a Southwest Park, some portion of this to be supported by Impact fees.

CITY OF FRANKLIN 2013 BUDGET		2010 Actual	2011 Actual	2012 Amended	2012 Estimate	2013 Proposed	2013 Adopted
DEVELOPMENT-IMPACT FEE FUND							
PARK/RECREATION	27.0000.4291	145,479	163,106	240,000	240,000	183,400	183,400
ADMINISTRATIVE FEE	27.0000.4293	3,025	4,455	6,500	6,500	5,000	5,000
WATER	27.0000.4294	364,015	206,113	218,400	218,400	231,800	231,800
TRANSPORTATION	27.0000.4295	60,696	15,642	61,300	61,300	17,600	17,600
FIRE PROTECTION	27.0000.4296	42,661	22,976	51,500	51,500	25,800	25,800
LAW ENFORCEMENT	27.0000.4297	78,721	42,570	97,800	97,800	47,900	47,900
LIBRARY	27.0000.4299	30,512	34,196	50,100	50,100	38,500	38,500
TOTAL FEES		725,129	489,058	725,600	725,600	550,000	550,000
INTEREST ON INVESTMENTS	27.0000.4711	28,658	41,027	23,200	23,200	25,000	25,000
INVESTMENT GAINS/LOSSES	27.0000.4713	-5,890	5,800		0	0	0
INTERFUND INTEREST	27.0000.4716	49,923	3,758	101,748	101,748	86,570	86,570
TOTAL MISC REVENUE		72,891	50,586	124,948	124,948	111,570	111,570
TOTAL REVENUE		798,020	539,644	850,548	850,548	661,570	661,570
EXPENDITURES							
TRANSFER TO DEBT SERVICE FD 31	27.000.0000.5593						
Police TRANSFER TO DEBT SERVICE FD 31	27.211.0000.5593	40,600	95,000	205,035	30,000	204,978	204,978
Fire TRANSFER TO DEBT SERVICE FD 31	27.221.0000.5593	42,831	43,132	42,937	42,938	43,013	43,013
Transportation TRANSFER TO DEBT SERVICE FD 31	27.331.0000.5593	81,324	73,493	73,411	73,411	73,535	73,535
Library TRANSFER TO DEBT SERVICE FD 31	27.511.0000.5593		48,000	133,028	15,000	133,650	133,650
Parks TRANSFER TO CAPITAL IMPROVEMENT FD 48	27.551.0000.5598	47				48,360	273,360
REIMBURSEMENT TO DEVELOPERS & OTHERS	27.755.0000.5825	63,955	5,806				0
OTHER PROFESSIONAL SERVICES	27.000.0000.5219			16,100	6,550		0
EXPECTED UNDER EXPENDITURE	27.199.0000.5487			-295,000		-225,000	-225,000
TOTAL EXPENDITURES		228,756	265,430	175,511	167,897	278,536	503,536
Excess of revenue over expenditures		569,264	274,213	675,037	682,651	383,034	158,034
Fund Balance, Beginning of Period		3,051,562	3,620,826	3,895,040	3,895,040	4,577,691	4,577,691
Fund Balance, End of Period		3,620,826	3,895,040	4,570,077	4,577,691	4,960,725	4,735,725