



Date: Sept 21, 2016
To: Mayor Olson, Common Council and Finance Committee Members
From: Paul Rotzenberg, Director of Finance & Treasurer *PR*
Subject: August 2016 Financial Report

The August, 2016 financial reports for the General Fund, Debt Service Fund, TID3 Fund, TID 4 Fund, Solid Waste Fund, Capital Outlay Fund, Equipment Replacement Fund, Street Improvement Fund, Capital Improvement Fund, Development Fund, Utility Development, Self Insurance Fund and Employee Retirement Insurance Fund are attached.

The budget allocation is completed using an average of the last five years actual spending. Caution is advised in that spending patterns may have changed. Comments on specific and trending results are provided below to aid the reader in understanding or explaining current year financial results.

Cash & Investments Summary – is provided to aid in understanding the resources available to meet current activities. Cash & investments are positions with safety and liquidity as primary objectives as stated in the City's Investment policy. Investment returns are secondary in the investment decisions, while return potential is not ignored. The overdraft in the Retiree Health Fund relates to funds advanced by the General Fund to the Trust in excess of the Annually Required Contributions.

Cash & Investments in the General Government increased \$769,498 in the last month. The August collection of the school levy credits from the State accounted for the increase. Tax Fund cash declined by nearly \$9 million as the last of the tax collections were disbursed to taxing authorities.

General Fund revenues of \$21,116,983 are \$38,685 less than budget. Two primary categories account for most of the decline in revenues when compared to Budget. Building permit revenue is down \$123,835 on slower development activity. Only one major permit has been issued in 2016. BLS Ambulance revenues of \$228,163 are \$69,058 behind budget. Fire Dept Staffing issues are also impacting fire inspection revenues, while the reduced commercial development is depressing Fire plan review revenues. Investment earnings are \$63,680 greater than budget. While interest on the tax roll is \$9,251 less than budget (but nearly identical to last year), other investment earnings are much better than expected.

Other items of note in the General Fund activity are:

- General Government expenditures are under budget primarily due to vacant personnel positions.
- Public Safety – overtime issues in both Police & Fire are pushing personnel costs higher. A budgeting accumulation issue excluded three police officers from the 2016 budget, the cost of which is being offset by reduced retiree health costs. Fuel costs are lower than budget on the reduced cost, while the amount of fuel used is at expected levels. An auto insurance claim recovery is temporarily reducing costs until the repair bills arrive.
- Public Works underspending is related to a personnel issue and reduced fuel costs.
- Conservation & Development has several professional services contracts outstanding on the Baseball Commons development. Some of those costs will get moved to the TID should it be formed.

Overall, General Fund expenditures of \$15,972,966 are \$1,076,747 underspent to budget.

A \$5,144,017 surplus is \$1,038,062 greater than budget. This surplus will slowly disappear as tax revenues are substantially collected, but personnel costs occur ratably across the year.

DEBT SERVICE – Debt payments were made March 1 as required. The April/May refunding activity reflects the sale of the new bonds. A budget amendment is forthcoming.

TID3 – Tax revenues were slightly greater than the Budget. Expenditures for the S 27th Street project are composed of the sidewalk, street lighting, streetscaping and water main elements. Contractor invoices for this work are slowly arriving.

TID4 – Tax receipts are \$89,709 great than budget due to the overlapping taxing authorities tax levies. The TID retired the remaining portion of the Interfund Advance in February. No project costs are expected in 2016.

SOLID WASTE FUND – Revenue is comparable to budget and 2015. Tipping Fee costs are arriving late, and so are not reflected in results.

CAPITAL OUTLAY FUND – revenues are in line with budget. Public Safety purchases relate to six police squad cars, while the Public Works expenditure was the purchase of the stump grinder.

EQUIPMENT REPLACEMENT FUND – Revenues are in line with budget. Purchases include the Utility Tractor, Super Duty 75, Snow blower, Tandem Axel Truck, Wheel Loader and a Ford F-550.

STREET IMPROVEMENT FUND – Revenues are in line with budget. The street improvement program is substantially complete, while contractor invoices are pending.

CAPITAL IMPROVEMENT FUND – Resources include landfill siting revenue which has been delayed related to reduced waste to the landfill and transfers from the General Fund. Reduced Park project activity has reduced the Impact fees coming from the Development fund.

Project expenditures for Public Safety include the Police radio Dispatch project and Fire Station #1 roof repairs. Public Works costs relate to the St Martin's Road project and Emergency Vehicle Preemption system. Culture & Recreation expenditures relate to Kayla's Playground (\$172,847), Collage Ave pathway (\$127,482), River Park bridge engineering (\$103,631) and Pleasant View trail (\$27,600).

DEVELOPMENT FUND – Impact fee collections were impacted by the Building Permit on the Autumn Leaves project. Impact fee collections now exceed budget by \$64,040.

Transfers to the Debt Service fund were made in March to support the prior Police, Fire and Library projects. \$137,319 of park impact fees have been transferred to the Capital Improvement fund to date.

UTILITY DEVELOPMENT FUND – activity has been minimal with few connection fees or Special Assessments collected. The bulk of the Special Assessment collections occur in December when billing the tax roll.

SELF INSURANCE FUND – Premium revenues are approximately equal to budget. Claims costs are slightly less than budget. The budget includes a claims contingency to deal with extraordinary claims up to the Aggregate Insurance limit. Current claims experience would indicate that some of that extra claims cost will be incurred this year.

The fund operated at a \$319,859 deficit thru August.

RETIREE HEALTH FUND – Insurance results generated a \$75,805 Implicit rate subsidy thru August. That reflects higher than normal claims for retirees as compared to active employees. The Annual Required Contribution no longer is large enough to cover the Implicit rate subsidy. The Retiree Health fund now owes the City \$27,802 for 2016 claims experience and \$168,479 for prior year claim experience. To date the General Fund has advanced \$196,281 to this fund.

Caution is advised when reviewing results over such a short period of time.

Investment results have generated \$284,382 of returns. The fund is substantially invested in passive index investments, generating market rates (for the various investment classes – reduced by nominal investment expenses). Investment results in the equity markets can be volatile, again caution is advised.

City of Franklin
Cash & Investments Summary
August 31, 2016

	Cash	American Deposit Management	Institutional Capital Management	Local Gov't Invest Pool & Other	Total	July Total
General Fund	\$ 198,377	\$ 4,385,367	\$ 7,575,878	\$ 234,989	\$ 12,394,612	\$ 11,625,114
Debt Service Funds	18,063	80,235	438,662	-	536,960	559,153
TIF Districts	67,276	1,941,637	1,099,262	-	3,108,175	3,631,324
Nonmajor Governmental Funds	696,554	4,485,619	8,293,138	-	13,475,311	13,799,302
Total Governmental Funds	980,271	10,892,858	17,406,940	234,989	29,515,058	29,614,893
Sewer Fund	171,143	352,570	399,732	-	923,445	959,126
Water Utility	241,521	666,788	-	-	908,309	1,751,940
Self Insurance Fund	17,010	-	3,068,178	-	3,085,188	3,208,912
Retiree Health Fund	(196,281)	-	-	4,993,270	4,796,989	4,801,438
Property Tax Fund	(379)	48	-	1,367	1,036	8,936,585
Other Trust Funds	15,338	-	-	-	15,338	5,848
Total Other Funds	248,352	1,019,406	3,467,910	4,994,637	9,730,305	19,663,850
Grand Total Cash & Investments	1,228,623	11,912,264	20,874,850	5,229,627	39,245,364	49,278,743
Average Rate of Return		0.43%	1.05%	0.43% LGIP only		
Maturities:						
Demand	1,228,623	10,197,264	2,069,628	651,455	14,146,970	22,144,303
Fixed Income & Equities	-	-	-	3,752,521	3,752,521	3,741,982
2016	-	1,470,000	4,001,280	-	5,471,280	6,472,131
2017	-	245,000	6,017,141	172,808	6,434,949	6,441,631
2018	-	-	4,175,765	171,877	4,347,642	4,358,892
2019	-	-	1,012,302	151,656	1,163,958	2,169,614
2020	-	-	3,598,735	150,476	3,749,210	3,770,780
2021	-	-	-	178,834	178,834	179,411
	1,228,623	11,912,264	20,874,850	5,229,627	39,245,364	49,278,743

**City of Franklin
2015 Financial Report
General Fund Summary**

For the Eight months ended August 31, 2016 and 2015

Revenue	2016	2016	2016	2015	Var to Budget Surplus (Deficiency)
	Amended Budget	Year-to-Date Budget	Year-to-Date Actual	Year-to-Date Actual	
Property Taxes	\$ 16,248,800	\$ 16,199,567	\$ 16,223,339	\$ 16,282,752	\$ 23,772
Other Taxes	785,000	422,456	437,650	376,061	15,194
Intergovernmental Revenue	2,321,200	1,530,554	1,616,726	2,032,925	86,172
Licenses & Permits	843,550	616,768	501,074	503,163	(115,694)
Law and Ordinance Violations	440,000	313,243	349,069	341,619	35,826
Public Charges for Services	1,544,975	972,527	842,832	955,628	(129,695)
Intergovernmental Charges	203,200	107,206	78,644	109,344	(28,562)
Investment Income	205,200	136,800	200,480	181,726	63,680
Miscellaneous Revenue	163,900	106,934	133,569	120,255	26,635
Transfer from Other Funds	1,100,000	749,613	733,600	733,600	(16,013)
Total Revenue	\$ 23,855,825	\$ 21,155,668	\$ 21,116,983	\$ 21,637,073	\$ (38,685)

99.82%

Expenditures	2016	2016	2016	2015	Var to Budget Surplus (Deficiency)
	Amended Budget	Year-to-Date Budget	Year-to-Date Actual	Year-to-Date Actual	
General Government	\$ 3,089,417	\$ 2,129,468	\$ 1,964,405	\$ 1,846,736	E \$ 165,063
Public Safety	16,142,346	10,948,111	10,325,482	10,363,563	E 622,629
Public Works	3,695,043	2,288,003	2,176,274	2,045,608	E 111,729
Health and Human Services	684,191	443,473	387,961	404,894	E 55,512
Other Culture and Recreation	193,911	125,444	121,876	120,887	E 3,568
Conservation and Development	634,573	380,687	430,663	336,680	E (49,976)
Contingency and Unclassified	516,200	233,207	12,014	170,425	E 221,193
Anticipated underexpenditures	(470,220)	(313,480)	-	-	(313,480)
Transfers to Other Funds	1,224,000	814,800	813,000	513,000	1,800
Encumbrances	-	-	(258,709)	(211,297)	258,709
Total Expenditures	\$ 25,709,461	\$ 17,049,713	\$ 15,972,966	\$ 15,590,496	\$ 1,076,747
Excess of revenue over (under) expenditures	(1,853,636)	\$ 4,105,955	5,144,017	6,046,577	\$ 1,038,062
Fund balance, beginning of year	9,049,908		9,049,908	8,633,112	
Fund balance, end of period	\$ 7,196,272		\$ 14,193,925	\$ 14,679,689	

A Represents an amendment to Adopted Budget

E Represents an encumbrance for current year from prior year

City of Franklin
Debt Service Funds
Balance Sheet
August 31, 2016 and 2015

	2016 Special Assessment	2016 Debt Service	2016 Total	2015 Special Assessment	2015 Debt Service	2015 Total
Assets						
Cash and investments	\$ 511,747	\$ 25,213	\$ 536,960	\$ 472,381	\$ 28,910	\$ 501,291
Taxes receivable	-	-	-	-	-	-
Special assessment receivable	111,456	-	111,456	135,635	-	135,635
Total Assets	\$ 623,203	\$ 25,213	\$ 648,416	\$ 608,016	\$ 28,910	\$ 636,926
Liabilities and Fund Balance						
Unearned & unavailable revenue	\$ 111,456	-	\$ 111,456	\$ 135,635	-	\$ 135,635
Due to other funds	-	-	-	-	-	-
Unassigned fund balance	511,747	25,213	536,960	472,381	28,910	501,291
Total Liabilities and Fund Balance	\$ 623,203	\$ 25,213	\$ 648,416	\$ 608,016	\$ 28,910	\$ 636,926

Statement of Revenue, Expenses and Fund Balance
For the Eight months ended August 31, 2016 and 2015

	2016 Special Assessment	2016 Debt Service	2016 Year-to-Date Actual	2016 Annual Budget	Variance to Budget	2015 Special Assessment	2015 Debt Service	2015 Year-to-Date Actual	2015 Annual Budget	Variance to Budget
Revenue										
Property Taxes	\$ -	\$ 1,500,000	\$ 1,500,000	\$ 1,500,000	\$ -	\$ -	\$ 1,600,000	\$ 1,600,000	\$ 1,600,000	\$ -
Special Assessments	-	-	-	-	-	22,889	-	22,889	-	22,889
Investment Income	5,721	2,340	8,061	-	8,061	3,254	390	3,644	-	3,644
Total Revenue	5,721	1,502,340	1,508,061	1,500,000	8,061	26,143	1,600,390	1,626,533	1,600,000	26,533
Expenditures:										
Debt Service:										
Principal	-	1,300,000	1,300,000	1,300,000	-	-	595,000	595,000	520,000	(75,000)
Interest	-	223,596	223,596	291,298	67,702	-	177,206	177,206	418,365	241,159
Bond Issuance Cost	-	53,789	53,789	-	(53,789)	-	-	-	-	-
Interfund Interest Expense	-	-	-	-	-	-	3,561	3,561	3,561	-
Total expenditures	-	1,577,385	1,577,385	1,591,298	13,913	-	775,767	775,767	941,926	166,159
Transfers in	-	69,799	69,799	205,000	(135,201)	-	175,246	175,246	416,926	(241,680)
Transfers out	-	-	-	-	-	(100,000)	-	(100,000)	-	100,000
Refunding Bond Issuance	-	5,770,000	5,770,000	-	5,770,000	-	-	-	-	-
Premium (Discount) on Refunding Bonds	-	154,202	154,202	-	154,202	-	-	-	-	-
Repayment of Refunded bonds	-	(5,895,000)	(5,895,000)	-	(5,895,000)	-	-	-	-	-
Net change in fund balances	5,721	23,956	29,677	113,702	(111,851)	(73,857)	999,869	926,012	1,075,000	51,012
Fund balance, beginning of year	506,026	1,257	507,283	507,283		546,238	(970,959)	(424,721)	(424,721)	
Fund balance, end of period	\$ 511,747	\$ 25,213	\$ 536,960	\$ 620,985		\$ 472,381	\$ 28,910	\$ 501,291	\$ 650,279	

City of Franklin
Tax Increment Financing District #3
Balance Sheet
August 31, 2016 and 2015

<u>Assets</u>	<u>2016</u>	<u>2015</u>
Cash & investments	\$ 1,855,254	\$ 3,146,820
Accounts & interest receivable	-	-
 Total Assets	 <u>\$ 1,855,254</u>	 <u>\$ 3,146,820</u>
 <u>Liabilities and Fund Balance</u>		
Accounts payable	\$ 1,172	\$ 130
Due to other funds	\$ 552,128	\$ -
Line of credit advance from Development Fund	-	1,700,000
 Total Liabilities	 553,300	 1,700,130
Unassigned fund balance	1,301,954	1,446,690
Total Fund Balance	<u>1,301,954</u>	<u>1,446,690</u>
 Total Liabilities and Fund Balance	 <u>\$ 1,855,254</u>	 <u>\$ 3,146,820</u>

Statement of Revenue, Expenses and Fund Balance
For the Eight months ended August 31, 2016 and 2015

	<u>2016</u> <u>Annual</u> <u>Budget</u>	<u>2016</u> <u>Amended</u> <u>Budget</u>	<u>2016</u> <u>Year-to-Date</u> <u>Budget</u>	<u>2016</u> <u>Year-to-Date</u> <u>Actual</u>	<u>2015</u> <u>Year-to-Date</u> <u>Actual</u>
Revenue					
General property tax levy	\$ 1,708,000	\$ 1,708,000	\$ 1,708,000	\$ 1,730,642	\$ 1,681,577
State exempt computer aid	420,000	420,000	420,000	355,862	421,710
Investment income	3,000	3,000	2,211	8,762	99,931
Total revenue	<u>2,131,000</u>	<u>2,131,000</u>	<u>2,130,211</u>	<u>2,095,266</u>	<u>2,203,218</u>
 Expenditures					
Debt service principal	650,000	650,000	650,000	650,000	20,000
Debt service interest & fees	86,750	86,750	86,600	86,519	65,399
Administrative expenses	13,020	13,020	6,989	31,683	12,986
Interfund interest	22,668	22,668	12,367	12,966	34,410
Capital outlays	1,205,000	3,525,289	601,243	2,352,954	3,292,000
Encumbrances	-	-	-	(1,344,350)	(2,320,289)
Total expenditures	<u>1,977,438</u>	<u>4,297,727</u>	<u>1,357,199</u>	<u>1,789,772</u>	<u>1,104,506</u>
Revenue over (under) expenditures	153,562	(2,166,727)	<u>\$ 773,012</u>	305,494	1,098,712
Fund balance, beginning of year	<u>996,460</u>	<u>996,460</u>		<u>996,460</u>	<u>347,978</u>
Fund balance, end of period	<u>\$ 1,150,022</u>	<u>\$ (1,170,267)</u>		<u>\$ 1,301,954</u>	<u>\$ 1,446,690</u>

City of Franklin
Tax Increment Financing District #4
Balance Sheet
August 31, 2016 and 2015

<u>Assets</u>	<u>2016</u>	<u>2015</u>
Cash & investments	\$ 1,254,922	\$ 113,003
Total Assets	<u>\$ 1,254,922</u>	<u>\$ 113,003</u>
<u>Liabilities and Fund Balance</u>		
Accounts payable	\$ 72	\$ 4,013
Interfund advance from Development Fund	-	238,000
Total Liabilities	<u>72</u>	<u>242,013</u>
Unassigned Fund Balance	<u>1,252,850</u>	<u>(129,010)</u>
Total Liabilities and Fund Balance	<u>\$ 1,252,922</u>	<u>\$ 113,003</u>

Statement of Revenue, Expenses and Fund Balance
For the Eight months ended August 31, 2016 and 2015

	<u>2016</u> <u>Annual</u> <u>Budget</u>	<u>2015</u> <u>Amended</u> <u>Budget</u>	<u>2016</u> <u>Year-to-Date</u> <u>Budget</u>	<u>2016</u> <u>Year-to-Date</u> <u>Actual</u>	<u>2015</u> <u>Year-to-Date</u> <u>Actual</u>
Revenue					
General property tax levy	\$ 1,200,000	\$ 1,200,000	\$ 1,200,000	\$ 1,289,709	\$ 1,009,060
State exempt computer aid	19,000	19,000	19,000	18,043	19,631
Payment in Lieu of Taxes	92,000	92,000	\$ 92,000	91,206	92,021
Investment income	-	-	-	1,568	341
Total revenue	<u>1,311,000</u>	<u>1,311,000</u>	<u>1,311,000</u>	<u>1,400,526</u>	<u>1,121,053</u>
Expenditures					
Debt service/interfund interest	5,415	5,415	\$ 3,229	920	9,235
Administrative expenses	40,855	52,955	27,236	20,640	39,056
Capital outlays	-	-	-	-	-
Encumbrances	-	-	-	(12,100)	(12,100)
Total expenditures	<u>46,270</u>	<u>58,370</u>	<u>30,465</u>	<u>9,460</u>	<u>36,191</u>
Revenue over (under) expenditures	1,264,730	1,252,630	<u>\$ 1,280,535</u>	1,391,066	1,084,862
Fund balance, beginning of year	<u>(138,216)</u>	<u>(138,216)</u>		<u>(138,216)</u>	<u>(1,213,872)</u>
Fund balance, end of period	<u>\$ 1,126,514</u>	<u>\$ 1,114,414</u>		<u>\$ 1,252,850</u>	<u>\$ (129,010)</u>

City of Franklin
Solid Waste Collection Fund
Balance Sheet
August 31, 2016 and 2015

<u>Assets</u>	<u>2016</u>	<u>2015</u>
Cash and investments	\$ 884,135	\$ 819,741
Total Assets	\$ 884,135	\$ 819,741
<u>Liabilities and Fund Balance</u>		
Accounts payable	\$ 123,190	\$ 128,595
Accrued salaries & wages	292	544
Restricted fund balance	760,653	690,602
Total Liabilities and Fund Balance	\$ 884,135	\$ 819,741

Statement of Revenue, Expenses and Fund Balance
For the Eight months ended August 31, 2016 and 2015

<u>Revenue</u>	<u>2016</u> <u>Adopted</u> <u>Budget</u>	<u>2016</u> <u>Year-to-Date</u> <u>Budget</u>	<u>2016</u> <u>Year-to-Date</u> <u>Actual</u>	<u>2015</u> <u>Year-to-Date</u> <u>Actual</u>
Grants	\$ 69,200	69,200	\$ 65,995	\$ 69,191
User Fees	1,179,915	1,169,909	1,198,161	1,172,069
Landfill Operations-tippage	335,000	189,880	192,931	192,015
Investment Income	2,000	1,351	8,567	1,909
Sale of Recyclables	5,050	3,367	905	362
Total Revenue	1,591,165	1,433,707	1,466,559	1,435,546
Expenditures:				
Personal Services	23,669	15,503	12,699	12,393
Refuse Collection	667,931	445,287	439,246	438,160
Recycling Collection	357,306	238,204	242,606	241,881
Leaf & Brush Pickups	54,345	36,230	17,787	17,735
Tippage Fees	425,000	283,333	251,657	249,345
Miscellaneous	3,500	2,333	2,740	1,815
Printing	1,800	1,200	115	-
Total expenditures	1,533,551	1,020,890	966,850	961,329
 Revenue over (under) expenditures	 57,614	 <u>412,817</u>	 499,709	 474,217
 Fund balance, beginning of year	 260,944		 260,944	 216,385
 Fund balance, end of period	 <u>\$ 318,558</u>		 <u>\$ 760,653</u>	 <u>\$ 690,602</u>

**City of Franklin
Capital Outlay Fund
Balance Sheet
August 31, 2016 and 2015**

<u>Assets</u>	2016	2015
Cash and investments	\$ 709,280	\$ 791,462
Total Assets	\$ 709,280	\$ 791,462
<u>Liabilities and Fund Balance</u>		
Accounts payable	\$ 32,030	\$ 6,852
Miscellaneous claims payable	6,422	12,508
Encumbrance	55,223	26,825
Assigned fund balance	615,605	745,277
Total Liabilities and Fund Balance	\$ 709,280	\$ 791,462

**Statement of Revenue, Expenses and Fund Balance
For the Eight months ended August 31, 2016 and 2015**

Revenue	2016 Amended Budget	2016 Year-to-Date Budget	2016 Year-to-Date Actual *	2015 Year-to-Date Actual
Property Taxes	\$ 437,100	\$ 437,100	\$ 437,100	\$ 433,200
Grants	-	-	2,693	4,270
Landfill Siting	67,000	63,874	60,600	67,000
Investment Income	4,500	3,000	9,010	5,608
Miscellaneous Revenue	25,000	11,118	15,672	4,908
Transfers from Other Funds				475,000
Transfers from Fund Balance				
Total Revenue	533,600	515,092	525,075	989,986
Expenditures:				
General Government	287,289	58,331	23,063	31,298
Public Safety	654,775	468,720	471,458	372,919
Public Works	95,299	65,166	75,055	125,466
Health and Human Services	3,500	2,333	-	-
Culture and Recreation	31,169	12,865	6,054	8,009
Conservation and Development	4,250	2,833	-	1,415
Contingency	44,743	33,333	-	8,950
Total expenditures	1,121,025	643,581	575,630	548,057
Revenue over (under) expenditures	(587,425)	(128,489)	(50,555)	441,929
Fund balance, beginning of year	662,952		666,160	303,348
Fund balance, end of period	\$ 75,527		\$ 615,605	\$ 745,277

* Amount shown is actual expenditures plus encumbrance

**City of Franklin
Equipment Replacement Fund
Comparative Balance Sheet
August 31, 2016 and 2015**

<u>Assets</u>	2016	2015
Cash and investments	\$ 2,454,567	\$ 2,388,299
Total Assets	<u>\$ 2,454,567</u>	<u>\$ 2,388,299</u>
<u>Liabilities and Fund Balance</u>		
Accounts payable	\$ 55,449	\$ -
Encumbrance	80,283	89,815
Assigned fund balance	2,318,835	2,298,484
Total Liabilities and Fund Balance	<u>\$ 2,454,567</u>	<u>\$ 2,388,299</u>

**Comparative Statement of Revenue, Expenses and Fund Balance
For the Eight months ended August 31, 2016 and 2015**

	2016 Amended Budget	2016 Year-to-Date Budget	2016 Year-to-Date Actual *	2015 Year-to-Date Actual
Revenue:				
Property Taxes	\$ 342,600	\$342,600	\$ 342,600	\$ 339,500
Landfill	200,000	190,668	168,100	100,000
Investment Income	20,000	13,333	22,305	22,441
Transfers from Other Funds	-	-	-	-
Property Sales	15,000	10,000	81,279	6,591
Total revenue	<u>577,600</u>	<u>556,601</u>	<u>614,284</u>	<u>468,532</u>
 Expenditures:				
Public Safety	-	-	-	180,131
Public Works	655,000	378,573	600,092	179,590
Total expenditures	<u>655,000</u>	<u>378,573</u>	<u>600,092</u>	<u>359,721</u>
Revenue over (under) expenditures	(77,400)	<u>178,028</u>	14,192	108,811
Fund balance, beginning of year	<u>2,304,643</u>		<u>2,304,643</u>	<u>2,189,673</u>
Fund balance, end of period	<u>\$ 2,227,243</u>		<u>\$ 2,318,835</u>	<u>\$ 2,298,484</u>

* Amount shown is actual expenditures plus emcumbrance

**City of Franklin
Street Improvement Fund
Balance Sheet
August 31, 2016 and 2015**

<u>Assets</u>	<u>2016</u>	<u>2015</u>
Cash and investments	\$ 1,028,233	\$ 1,060,764
Total Assets	<u>\$ 1,028,233</u>	<u>\$ 1,060,764</u>
<u>Liabilities and Fund Balance</u>		
Accounts payable	\$ 684,865	\$ 634
Encumbrances	-	822,353
Assigned fund balance	343,368	237,777
Total Liabilities and Fund Balance	<u>\$ 1,028,233</u>	<u>\$ 1,060,764</u>

**Statement of Revenue, Expenses and Fund Balance
For the Eight months ended August 31, 2016 and 2015**

	<u>2016 Amended Budget</u>	<u>2016 Year-to-Date Totals</u>	<u>2015 Year-to-Date Totals</u>
Revenue:			
Property Taxes	\$ 693,500	\$ 693,500	\$ 687,300
Landfill Siting	133,000	110,900	133,000
Investment Income	5,500	3,854	4,374
Local Road Improvement Aids	70,000	-	-
Refunds and Reimbursements	-	-	2,441
Transfer from General Fund	-	-	25,000
Total revenue	<u>902,000</u>	<u>808,254</u>	<u>852,115</u>
Expenditures:			
Street Reconstruction Program - Current Year	940,000	710,841	843,775
Street Reconstruction Program - Prior Year(s)	-	-	1,399
Total expenditures	<u>940,000</u>	<u>710,841</u>	<u>845,174</u>
Revenue over (under) expenditures	(38,000)	97,413	6,941
Fund balance, beginning of year	<u>245,955</u>	<u>245,955</u>	<u>230,836</u>
Fund balance, end of period	<u>\$ 207,955</u>	<u>\$ 343,368</u>	<u>\$ 237,777</u>

**City of Franklin
Capital Improvement Fund
Balance Sheet
August 31, 2016 and 2015**

<u>Assets</u>	<u>2016</u>	<u>2015</u>
Cash and investments	\$ 2,245,698	\$ 2,038,930
Accrued receivables	22,596	847
Total Assets	<u>\$ 2,268,294</u>	<u>\$ 2,039,777</u>
<u>Liabilities and Fund Balance</u>		
Accounts payable	\$ 2,529	\$ 170,587
Contracts Payable	20,465	126,706
Accrued payables	52,000	-
Encumbrance	633,421	729,478
Assigned fund balance	1,559,879	1,013,006
Total Liabilities and Fund Balance	<u>\$ 2,268,294</u>	<u>\$ 2,039,777</u>

**Statement of Revenue, Expenses and Fund Balance
For the Eight months ended August 31, 2016 and 2015**

	<u>2016 Original Budget</u>	<u>2016 Amended Budget</u>	<u>2016 Year-to-Date Totals</u>	<u>2015 Year-to-Date Totals</u>
Revenue:				
Block Grants	\$ 65,193	\$ 65,193	\$ -	\$ -
Landfill Siting	498,000	498,000	188,019	173,781
Transfers from Other Funds				
Transfers from General Funds	1,200,000	1,200,000	800,000	-
Transfers from Impact Fees	420,953	420,953	137,319	366,757
Transfers from Connection Fees	500,000	500,000	-	-
Bond Proceeds	1,000,000	1,000,000	-	-
Refunds & Reimbursements	-	-	-	-
Investment Income	5,000	5,000	5,158	3,396
Total revenue	<u>3,689,146</u>	<u>3,689,146</u>	<u>1,130,496</u>	<u>543,934</u>
Expenditures:				
General Government	495,000	475,000	-	-
Public Safety	548,800	1,077,364	383,581	-
Public Works	921,000	1,073,018	223,186	73,069
Culture and Recreation	1,242,209	1,491,217	537,509	1,317,211
Sewer & Water	500,000	614,849	116,177	81,016
Contingency	68,350	50,907	-	35,233
Bond/Note Issuance Cost	50,000	50,000	-	-
Total expenditures	<u>3,825,359</u>	<u>4,832,355</u>	<u>1,260,453</u>	<u>1,506,529</u>
Revenue over (under) expenditures	(136,213)	(1,143,209)	(129,957)	(962,595)
Fund balance, beginning of year	1,689,836	1,689,836	1,689,836	1,975,601
Fund balance, end of period	<u>\$ 1,553,623</u>	<u>\$ 546,627</u>	<u>\$ 1,559,879</u>	<u>\$ 1,013,006</u>

**City of Franklin
Development Fund
Comparative Balance Sheet
August 31, 2016 and 2015**

<u>Assets</u>	<u>2016</u>	<u>2015</u>
Cash and investments	\$ 3,893,004	\$ 3,237,721
Due From Debt Service Fund	-	-
Due From TID 3	275,000	850,000
Total Assets	<u>\$ 4,168,004</u>	<u>\$ 4,087,721</u>
 <u>Liabilities and Fund Balance</u>		
Accounts payable	\$ -	\$ -
Non-Spendable Fund Balance - Advances	275,000	850,000
Encumbrance	3,321	3,321
Assigned fund balance	3,889,683	3,234,400
Total Fund Balance	<u>4,164,683</u>	<u>4,084,400</u>
Total Liabilities and Fund Balance	<u>\$ 4,168,004</u>	<u>\$ 4,087,721</u>

**Comparative Statement of Revenue, Expenses and Fund Balance
For the Eight months ended August 31, 2016 and 2015**

	<u>2016 Amended Budget</u>	<u>2016 Year-to-Date Budget</u>	<u>2016 Year-to-Date Actual</u>	<u>2015 Year-to-Date Actual</u>
Revenue:				
Impact Fee: Parks	\$ 175,000	\$ 132,422	\$ 170,788	\$ 105,143
Impact Fee: Southwest Sewer Serv	-	-	-	2,928
Impact Fee: Administration	5,000	3,653	4,345	2,805
Impact Fee: Water	200,000	133,744	173,657	103,352
Impact Fee: Transportation	37,000	23,080	7,646	17,586
Impact Fee: Fire Protection	40,000	27,992	25,468	21,591
Impact Fee: Law Enforcement	73,000	51,035	47,307	39,991
Impact Fee: Library	55,000	41,301	48,056	29,319
Total Impact Fees	<u>585,000</u>	<u>413,227</u>	<u>477,267</u>	<u>322,715</u>
Investment Income	25,000	16,667	39,719	20,947
Interfund Interest Income	11,334	7,556	6,483	22,475
Total revenue	<u>621,334</u>	<u>437,450</u>	<u>523,469</u>	<u>366,137</u>
Expenditures:				
Other Professional Services	3,321	-	3,321	10,073
Transfer to Debt Service:				
Law Enforcement	205,006	50,945	21,681	25,061
Fire	42,958	27,472	37,637	37,137
Transportation	73,613	16,903	-	-
Library	134,040	49,229	10,481	13,048
Total Transfers to Debt Service	<u>455,617</u>	<u>144,549</u>	<u>69,799</u>	<u>75,246</u>
Transfer to Capital Improvement Fund:				
Park	420,953	118,505	137,319	366,757
Total Transfers to Capital Improveme	<u>420,953</u>	<u>118,505</u>	<u>137,319</u>	<u>366,757</u>
Transfer to Water Utility	500,000	333,333	-	-
Total expenditures	<u>1,379,891</u>	<u>596,387</u>	<u>210,439</u>	<u>452,076</u>
Revenue over (under) expenditures	(758,557)	<u>(158,937)</u>	313,030	(85,939)
Fund balance, beginning of year	3,851,653		3,851,653	4,170,339
Fund balance, end of period	<u>\$ 3,093,096</u>		<u>\$ 4,164,683</u>	<u>\$ 4,084,400</u>

**City of Franklin
Utility Development Fund
Comparative Balance Sheet
August 31, 2016 and 2015**

<u>Assets</u>	<u>2016</u>	<u>2015</u>
Cash and investments - Water	\$ 375,593	\$ 251,526
Cash and investments - Sewer	559,163	447,579
Special Assessment - Water Current	316,797	396,929
Special Assessment - Water Deferred	362,373	297,811
Special Assessment - Sewer Current	393,369	475,203
Special Assessment - Sewer Deferred	116,426	70,898
Reserve for Uncollectable	(110,090)	-
Total Assets	<u><u>\$ 2,013,631</u></u>	<u><u>\$ 1,939,946</u></u>
 <u>Liabilities and Fund Balance</u>		
Accounts payable	\$ -	\$ -
Unearned Revenue	1,078,875	1,240,841
Total Fund Balance	934,756	699,105
Total Liabilities and Fund Balance	<u><u>\$ 2,013,631</u></u>	<u><u>\$ 1,939,946</u></u>

**Comparative Statement of Revenue, Expenses and Fund Balance
For the Eight months ended August 31, 2016 and 2015**

	<u>2016 Original Budget</u>	<u>2016 Year-to-Date Budget</u>	<u>2016 Year-to-Date Actual</u>	<u>2015 Year-to-Date Actual</u>
Revenue:				
Special Assessments				
Water	\$ 101,150	\$ 43,239	\$ 13,880	\$ -
Sewer	94,100	54,806	-	4,460
Connection Fees				
Water	4,100	3,098	-	2,069
Sewer	35,000	26,866	11,400	19,320
				-
Total Impact Fees	<u>234,350</u>	<u>128,009</u>	<u>25,280</u>	<u>25,849</u>
Special Assessment Interest	58,000	23,000	81	(245)
Investment Income	1,650	1,100	2,392	1,070
Total revenue	<u>294,000</u>	<u>152,109</u>	<u>27,753</u>	<u>26,674</u>
 Transfer to Capital Improvement Fund:				
Water	250,000	-	-	-
Sewer	250,000	-	-	-
Total Transfers to Capital Improven	<u>500,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Revenue over (under) expenditures	(206,000)	152,109	27,753	26,674
Fund balance, beginning of year			<u>907,003</u>	<u>672,431</u>
Fund balance, end of period			<u><u>\$ 934,756</u></u>	<u><u>\$ 699,105</u></u>

**City of Franklin
Self Insurance Fund - Actives
Balance Sheet
August 31, 2016 and 2015**

<u>Assets</u>	<u>2016</u>	<u>2015</u>
Cash and investments	\$ 3,085,188	\$ 2,681,198
Accounts receivable	288	96
Interfund advance receivable	275,000	1,088,000
Prepaid expenses	57,500	57,500
Total Assets	<u>\$ 3,417,976</u>	<u>\$ 3,826,794</u>
<u>Liabilities and Net Assets</u>		
Accounts payable	\$ 5,453	\$ -
Claims payable	270,500	370,500
Unrestricted net assets	3,142,023	3,456,294
Total Liabilities and Fund Balance	<u>\$ 3,417,976</u>	<u>\$ 3,826,794</u>

**City of Franklin Self Insurance Fund - Actives
Statement of Revenue, Expenses and Fund Balance
For the Eight months ended August 31, 2016 and 2015**

	<u>2016</u>	<u>2016</u>	<u>2016</u>	<u>2015</u>
	<u>2016</u>	<u>Year-to-Date</u>	<u>Year-to-Date</u>	<u>Year-to-Date</u>
<u>Revenue</u>	<u>Budget</u>	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
Medical Premiums-City	\$ 2,419,184	1,628,252	\$ 1,647,117	\$ 1,717,725
Medical Premiums-Employee	384,955	256,914	278,266	276,830
Other - Investment Income, etc.	56,004	37,336	41,772	43,087
Medical Revenue	<u>2,860,143</u>	<u>1,922,502</u>	<u>1,967,155</u>	<u>2,037,642</u>
Dental Premiums-City	112,600	63,737	71,196	69,936
Dental Premiums-Retirees	5,750	3,848	2,592	2,592
Dental Premiums-Employee	55,150	42,150	37,602	35,376
Dental Revenue	<u>173,500</u>	<u>109,735</u>	<u>111,390</u>	<u>107,904</u>
Total Revenue	<u>3,033,643</u>	<u>2,032,237</u>	<u>2,078,545</u>	<u>2,145,546</u>
Expenditures:				
Active Employees-Medical				
Medical claims - Current Year	2,275,000	1,274,228	1,361,155	1,063,868
Excess claims	600,000	336,060	-	-
Medical claims - Prior Year	-	-	249,351	194,258
Prescription drug claims	-	-	189,180	200,488
Refunds-Stop Loss Coverage	-	-	(125,878)	-
Total Claims-Actives	<u>2,875,000</u>	<u>1,610,288</u>	<u>1,673,808</u>	<u>1,458,614</u>
Medical Claim Fees	215,000	151,766	118,860	111,956
Memberships	-	-	3,120	3,180
Miscellaneous Wellness	18,876	5,650	12,273	10,399
Section 125 administration Fee	6,200	3,824	1,339	(756)
Stop Loss Premiums	675,000	468,880	430,963	399,450
ACA Fees	70,000	70,000	27,143	35,203
Total Medical Costs-Actives	<u>3,860,076</u>	<u>2,310,408</u>	<u>2,267,506</u>	<u>2,018,046</u>
Active Employees-Dental				
Dental claims - Current Year	150,000	96,649	103,197	92,233
Dental claims - Prior Year	2,000	1,960	12,625	10,137
Dental Claim Fees	12,000	8,345	8,116	6,350
Total Dental Costs-Actives	<u>164,000</u>	<u>106,954</u>	<u>123,938</u>	<u>108,720</u>
Retirees-Dental				
Dental claims - Current Year	5,200	3,205	6,168	2,090
Dental claims - Prior Year	900	703	668	482
Dental Claim Fees	200	144	124	85
Total Dental Costs-Retirees	<u>6,300</u>	<u>4,052</u>	<u>6,960</u>	<u>2,657</u>
Total Dental Costs	<u>170,300</u>	<u>111,006</u>	<u>130,898</u>	<u>111,377</u>
Total Expenditures	<u>4,030,376</u>	<u>2,421,414</u>	<u>2,398,404</u>	<u>2,129,423</u>
Revenue over (under) expenditures	(996,733)	<u>\$ (389,177)</u>	(319,859)	16,123
Net assets, beginning of year	<u>3,461,882</u>		<u>3,461,882</u>	<u>3,440,171</u>
Net assets, end of period	<u>\$ 2,465,149</u>		<u>\$ 3,142,023</u>	<u>\$ 3,456,294</u>

City of Franklin
City of Franklin Post Employment Benefits Trust
Balance Sheet
August 31, 2016 and 2015

<u>Assets</u>	<u>2016</u>	<u>2015</u>
Cash and investments	\$ -	\$ -
Investments held in trust - Fixed Inc	1,457,185	1,212,326
Investments held in trust - Equities	3,536,085	3,431,674
Accounts receivable	2,728	3,623
Due from Water Utility	-	-
Total Assets	<u>\$ 4,995,998</u>	<u>\$ 4,647,623</u>
<u>Liabilities and Net Assets</u>		
Accounts payable	\$ 353	\$ -
Claims payable	45,000	57,482
Due to City	196,281	61,460
Net assets held in trust for post emp	4,754,364	4,528,681
Total Liabilities and Fund Balance	<u>\$ 4,995,998</u>	<u>\$ 4,647,623</u>

City of Franklin Post Employment Benefits Trust
Statement of Revenue, Expenses and Fund Balance
For the Eight months ended August 31, 2016 and 2015

<u>Revenue</u>	<u>2016</u> <u>Year-to-Date</u> <u>Actual</u>	<u>2015</u> <u>Year-to-Date</u> <u>Actual</u>
ARC Medical Charges - City	\$ 116,813	\$ 93,710
Medical Charges - Retirees	62,700	62,990
Implicit Rate Subsidy	75,805	128,153
Interest Income	-	-
Medical Revenue	<u>255,318</u>	<u>284,853</u>
Expenditures:		
Retirees-Medical		
Medical claims - Current Year	96,101	312,054
Medical claims - Prior Year	33,289	22,803
Prescription drug claims	59,200	49,569
Refunds-Stop Loss Coverage	3,239	(140,329)
Total Claims-Retirees	<u>191,829</u>	<u>244,097</u>
Medical Claim Fees	11,292	6,116
Stop Loss Premiums	49,724	31,384
Miscellaneous Expense	255	225
ACA Fees	2,218	3,031
Total Medical Costs-Retirees	<u>255,318</u>	<u>284,853</u>
 Revenue over (under) expenditures	 -	 -
 Annual Required Contribution-Net	 (48,003)	 158,497
Other - Investment Income, etc.	284,382	(48,055)
Total Revenues	<u>236,379</u>	<u>110,442</u>
 Net Revenues (Expenditures)	 236,379	 110,442
 Net assets, beginning of year	 <u>4,517,985</u>	 <u>4,418,239</u>
 Net assets, end of period	 <u>\$ 4,754,364</u>	 <u>\$ 4,528,681</u>