



Date: August 17, 2016  
To: Mayor Olson, Common Council and Finance Committee Members  
From: Paul Rotzenberg, Director of Finance & Treasurer *pal*  
Subject: July 2016 Financial Report

The July, 2016 financial reports for the General Fund, Debt Service Fund, TID3 Fund, TID 4 Fund, Solid Waste Fund, Capital Outlay Fund, Equipment Replacement Fund, Capital Improvement Fund, Street 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 declined \$687,487 from June to July. General fund payroll costs exceeded revenues for the month by approximately this amount. TID cash balances increased as a result of shared revenues from the State net of project payments. Water Utility cash rose on the initial collection of Sewer & Water billings. Tax Fund cash represents the State payment of School Levy and First Dollar credits at the end of July.

**General Fund** revenues of \$18,333,416 are \$183,436 greater than budget. Nearly all of this is faster collection of Real Estate taxes, which will disappear as the year progresses. Real Estate taxes comprise 75.9% of total revenues thru July. Building permit revenue of \$193,028 is only 38% of budget, and nearly \$100,000 behind expected budgeted levels. Ambulance revenues of \$595,173 are \$55,431 behind budget. Fire Dept Staffing issues are also impacting fire inspection revenues, while the reduced commercial development is depressing Fire plan review revenues.

Other items of note in the General Fund activity are:

- General Government expenditures are under budget primarily due to late vacant personnel positions.
- Public Safety – overtime issues in both Police & Fire are pushing personnel costs higher. At the same time, reduced retiree health costs are offsetting those expenditures. Fuel costs are lower than budget on the reduced cost, while the amount of fuel used is at expected levels.
- Public Works underspending is related to a personnel issue and reduced fuel costs.
- Contingency appropriations have encumbrances that relate to Economic Development and will be moved to that area shortly.

Overall, General Fund expenditures of \$14,087,987 are \$937,412 underspent to budget.

A \$4,245,429 surplus is \$1,120,848 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 27<sup>th</sup> Street project are composed of the sidewalk, street lighting, streetscaping and water main elements. Few of the contractor invoices for this work have arrived as yet.

**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. Tippage 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. The contingency purchases were fire safety equipment, mailboxes and street lights.

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

**CAPITAL IMPROVEMENT FUND** – Project expenditures for Public Safety include the Fire Station #1 roof and the Police Radio System. 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).

**STREET IMPROVEMENT FUND** – Revenues are in line with budget. The encumbrance for the 2016 Street Improvement program is now in place.

**DEVELOPMENT FUND** – Impact fee collections thru July were impacted by the Building Permit on the Autumn Leaves project. Impact fee collections now exceed budget by \$97,825.

Transfers to the Debt Service fund were made in March to support the prior Police, Fire and Library projects. \$216,155 of park impact fees have been transferred to the Capital Improvement fund to date. This may change once the CDBG grant on the W College Ave pathway is known.

**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 stronger than budget. The fund operated at a \$195,912 deficit thru July, 2016. Things can change quickly in this fund.

**RETIREE HEALTH FUND** – Insurance results generated a \$46,512 Implicit rate subsidy thru July. That reflects higher than normal claims for retirees as compared to active employees. The Annual Required Contribution has been substantially offset by the Implicit rate subsidy at this point in time. Due to an overpayment of the 2015 ARC, it is expected that the 2016 ARC will be reduced by \$150,000 and the Trust will be required to fund claims in 2016. To date the General Fund has advanced \$181,262 to this fund.

Caution is advised when reviewing results over such a short period of time. Investment results have been favorable \$273,813, following market performance in 2016. The fund is substantially invested in passive index investments, reduced by fund expense fees. Investment results in the equity markets can be volatile, again caution is advised.

**City of Franklin**  
**Cash & Investments Summary**  
**July 31, 2016**

	<b>Cash</b>	<b>American Deposit Management</b>	<b>Institutional Capital Management</b>	<b>Local Gov't Invest Pool &amp; Other</b>	<b>Total</b>	<b>June Total</b>
General Fund	\$ 661,829	\$ 3,135,740	\$ 7,592,640	\$ 234,905	\$ 11,625,114	\$ 12,312,601
Debt Service Funds	39,807	80,212	439,134	-	559,153	558,946
TIF Districts	64,979	2,465,901	1,100,444	-	3,631,324	3,266,381
Nonmajor Governmental Funds	763,041	4,734,204	8,302,057	-	13,799,302	13,792,927
<b>Total Governmental Funds</b>	<b>1,529,657</b>	<b>10,416,057</b>	<b>17,434,275</b>	<b>234,905</b>	<b>29,614,893</b>	<b>29,930,854</b>
Sewer Fund	206,499	352,465	400,162	-	959,126	785,410
Water Utility	1,085,377	666,563	-	-	1,751,940	670,021
Self Insurance Fund	12,162	125,273	3,071,477	-	3,208,912	3,212,851
Retiree Health Fund	(181,262)	-	-	4,982,700	4,801,438	4,668,250
Property Tax Fund	258,962	276,623	-	8,401,000	8,936,585	728,293
Other Trust Funds	5,848	-	-	-	5,848	7,289
<b>Total Other Funds</b>	<b>1,387,586</b>	<b>1,420,924</b>	<b>3,471,639</b>	<b>13,383,700</b>	<b>19,663,850</b>	<b>10,072,112</b>
<b>Grand Total Cash &amp; Investments</b>	<b>2,917,243</b>	<b>11,836,981</b>	<b>20,905,914</b>	<b>13,618,605</b>	<b>49,278,743</b>	<b>40,002,967</b>
<b>Average Rate of Return</b>		0.41%	1.08%	0.42% LGIP only		
<b>Maturities:</b>						
Demand	2,917,243	10,121,981	55,590	9,049,489	22,144,303	12,889,854
Fixed Income & Equities	-	-	-	3,741,982	3,741,982	3,707,175
2016	-	1,470,000	5,002,131	-	6,472,131	6,472,938
2017	-	245,000	6,024,011	172,620	6,441,631	6,446,987
2018	-	-	4,186,485	172,407	4,358,892	4,362,544
2019	-	-	2,017,745	151,869	2,169,614	2,171,446
2020	-	-	3,619,953	150,827	3,770,780	3,773,023
2021	-	-	-	179,411	179,411	178,999
	<b>2,917,243</b>	<b>11,836,981</b>	<b>20,905,914</b>	<b>13,618,605</b>	<b>49,278,743</b>	<b>40,002,966</b>

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

For the Seven months ended July 31, 2016 and 2015

Revenue	2016	2016	2016	2015	Var to Budget	2015
	Amended Budget	Year-to-Date Budget	Year-to-Date Actual	Year-to-Date Actual	Surplus (Deficiency)	Year-to-Date Actual
Property Taxes	\$ 16,248,800	\$ 13,672,309	\$ 13,920,277	\$ 14,116,143	\$ 247,968	\$ 14,116,143
Other Taxes	785,000	324,710	274,021	277,160	(50,689)	277,160
Intergovernmental Revenue	2,321,200	1,523,853	1,605,947	2,021,019	82,094	2,021,019
Licenses & Permits	843,550	536,217	448,716	459,449	(87,501)	459,449
Law and Ordinance Violations	440,000	282,120	304,620	304,775	22,500	304,775
Public Charges for Services	1,544,975	831,611	727,245	824,562	(104,366)	824,562
Intergovernmental Charges	203,200	107,206	78,644	109,344	(28,562)	109,344
Investment Income	205,200	119,700	206,302	182,374	86,602	182,374
Miscellaneous Revenue	163,900	96,343	125,744	104,760	29,401	104,760
Transfer from Other Funds	1,100,000	655,911	641,900	641,900	(14,011)	641,900
<b>Total Revenue</b>	<b>\$ 23,855,825</b>	<b>\$ 18,149,980</b>	<b>\$ 18,333,416</b>	<b>\$ 19,041,486</b>	<b>\$ 183,436</b>	<b>\$ 19,041,486</b>

101.01%

Expenditures	2016	2016	2016	2015	Var to Budget	2015
	Amended Budget	Year-to-Date Budget	Year-to-Date Actual	Year-to-Date Actual	Surplus (Deficiency)	Year-to-Date Actual
General Government	\$ 3,089,417	\$ 1,871,233	\$ 1,749,749	\$ 1,611,522	\$ 121,484	\$ 1,611,522
Public Safety	16,142,346	9,659,642	9,100,173	9,107,874	559,469	9,107,874
Public Works	3,695,043	2,006,007	1,899,529	1,842,927	106,478	1,842,927
Health and Human Services	684,191	389,135	344,971	352,171	44,164	352,171
Other Culture and Recreation	193,911	105,727	107,646	101,330	(1,919)	101,330
Conservation and Development	634,573	328,956	352,819	304,989	(23,863)	304,989
Contingency and Unclassified	324,629	233,207	36,314	170,425	196,893	170,425
Anticipated underexpenditures	(278,649)	(278,649)	-	-	(278,649)	-
Transfers to Other Funds	1,224,000	710,141	713,000	513,000	(2,859)	513,000
Encumbrances	-	-	(216,214)	(277,322)	216,214	(277,322)
<b>Total Expenditures</b>	<b>\$ 25,709,461</b>	<b>\$ 15,025,399</b>	<b>\$ 14,087,987</b>	<b>\$ 13,726,916</b>	<b>\$ 937,412</b>	<b>\$ 13,726,916</b>

93.76%

Excess of revenue over (under) expenditures	(1,853,636)	\$ 3,124,581	4,245,429	5,314,570	\$ 1,120,848	5,314,570
Fund balance, beginning of year	9,049,908		9,049,908	8,633,112		8,633,112
Fund balance, end of period	\$ 7,196,272		\$ 13,295,337	\$ 13,947,682		\$ 13,947,682

A Represents an amendment to Adopted Budget

E Represents an encumbrance

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

	2016 Special Assessment	2016 Debt Service	2016 Total	2015 Special Assessment	2015 Debt Service	2015 Total
<b>Assets</b>						
Cash and investments	\$ 512,203	\$ 46,950	\$ 559,153	\$ 472,364	\$ 51,647	\$ 524,011
Taxes receivable	-	-	-	-	-	-
Special assessment receivable	111,456	-	111,456	135,635	-	135,635
Total Assets	\$ 623,659	\$ 46,950	\$ 670,609	\$ 607,999	\$ 51,647	\$ 659,646
<b>Liabilities and Fund Balance</b>						
Unearned & unavailable revenue	\$ 111,456	\$ -	\$ 111,456	\$ 136,635	\$ -	\$ 136,635
Due to other funds	-	-	-	-	-	-
Unassigned fund balance	512,203	46,950	559,153	472,364	51,647	524,011
Total Liabilities and Fund Balance	\$ 623,659	\$ 46,950	\$ 670,609	\$ 608,999	\$ 51,647	\$ 660,646

**Statement of Revenue, Expenses and Fund Balance  
For the Seven months ended July 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
<b>Revenue</b>										
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	6,177	2,333	8,510	-	8,510	3,237	384	3,621	-	3,621
Total Revenue	6,177	1,502,333	1,508,510	1,500,000	8,510	26,126	1,600,384	1,626,510	1,600,000	26,510
<b>Expenditures:</b>										
Debt Service:										
Principal	-	1,300,000	1,300,000	1,300,000	-	-	595,000	595,000	520,000	(75,000)
Interest	-	201,852	201,852	291,298	89,446	-	154,463	154,463	418,365	263,902
Bond Issuance Cost	-	53,789	53,789	-	(53,789)	-	-	-	-	-
Interfund Interest Expense	-	-	-	-	-	-	3,561	3,561	3,561	-
Total expenditures	-	1,555,641	1,555,641	1,591,298	35,657	-	753,024	753,024	941,926	188,902
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	6,177	45,693	51,870	113,702	(133,146)	(73,874)	1,022,606	948,732	1,075,000	73,732
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	\$ 512,203	\$ 46,950	\$ 559,153	\$ 620,985		\$ 472,364	\$ 51,647	\$ 524,011	\$ 650,279	

**City of Franklin**  
**Tax Increment Financing District #3**  
**Balance Sheet**  
**July 31, 2015 and 2014**

<b>Assets</b>	<b>2016</b>	<b>2015</b>
Cash & investments	\$ 2,376,373	\$ 3,214,493
Accounts & interest receivable	3,244	-
<b>Total Assets</b>	<b>\$ 2,379,617</b>	<b>\$ 3,214,493</b>
<b>Liabilities and Fund Balance</b>		
Accounts payable	\$ 519,375	\$ 21,359
Due to other funds	\$ 2,128	\$ -
Line of credit advance from Development Fund	550,000	1,700,000
<b>Total Liabilities</b>	<b>1,071,503</b>	<b>1,721,359</b>
Unassigned fund balance	1,308,114	1,493,134
<b>Total Fund Balance</b>	<b>1,308,114</b>	<b>1,493,134</b>
<b>Total Liabilities and Fund Balance</b>	<b>\$ 2,379,617</b>	<b>\$ 3,214,493</b>

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

	<b>2016 Annual Budget</b>	<b>2016 Amended Budget</b>	<b>2016 Year-to-Date Budget</b>	<b>2016 Year-to-Date Actual</b>	<b>2015 Year-to-Date Actual</b>
<b>Revenue</b>					
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	2,125	8,064	98,995
<b>Total revenue</b>	<b>2,131,000</b>	<b>2,131,000</b>	<b>2,130,125</b>	<b>2,094,568</b>	<b>2,202,282</b>
<b>Expenditures</b>					
Debt service principal	650,000	650,000	650,000	650,000	20,000
Debt service interest & fees	86,750	86,750	25,333	86,519	18,999
Administrative expenses	13,020	13,020	6,800	27,795	12,006
Interfund interest	22,668	22,668	12,367	12,966	34,410
Capital outlays	1,205,000	3,525,289	601,243	2,832,480	1,399,112
Encumbrances	-	-	-	(1,826,846)	(427,401)
<b>Total expenditures</b>	<b>1,977,438</b>	<b>4,297,727</b>	<b>1,295,743</b>	<b>1,782,914</b>	<b>1,057,126</b>
Revenue over (under) expenditures	153,562	(2,166,727)	<b>\$ 834,382</b>	311,654	1,145,156
Fund balance, beginning of year	996,460	996,460		996,460	347,978
<b>Fund balance, end of period</b>	<b>\$ 1,150,022</b>	<b>\$ (1,170,267)</b>		<b>\$ 1,308,114</b>	<b>\$ 1,493,134</b>

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

<u>Assets</u>	<u>2016</u>	<u>2015</u>
Cash & investments	\$ 1,254,952	\$ 119,129
<b>Total Assets</b>	<b>\$ 1,254,952</b>	<b>\$ 119,129</b>
<u>Liabilities and Fund Balance</u>		
Accounts payable	\$ 36	\$ 5,380
Interfund advance from Development Fund	-	238,000
<b>Total Liabilities</b>	<b>36</b>	<b>243,380</b>
Unassigned Fund Balance	1,254,916	(124,251)
<b>Total Liabilities and Fund Balance</b>	<b>\$ 1,254,952</b>	<b>\$ 119,129</b>

**Statement of Revenue, Expenses and Fund Balance**  
**For the Seven months ended July 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>
<b>Revenue</b>					
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	-	-	-	2,712	316
<b>Total revenue</b>	<b>1,311,000</b>	<b>1,311,000</b>	<b>1,311,000</b>	<b>1,401,670</b>	<b>1,121,028</b>
<b>Expenditures</b>					
Debt service/interfund interest	5,415	5,415	\$ 3,229	920	9,235
Administrative expenses	40,855	52,955	23,832	19,718	34,272
Capital outlays	-	-	-	-	-
Encumbrances	-	-	-	(12,100)	(12,100)
<b>Total expenditures</b>	<b>46,270</b>	<b>58,370</b>	<b>27,061</b>	<b>8,538</b>	<b>31,407</b>
Revenue over (under) expenditures	1,264,730	1,252,630	<b>\$ 1,283,939</b>	1,393,132	1,089,621
Fund balance, beginning of year	(138,216)	(138,216)		(138,216)	(1,213,872)
<b>Fund balance, end of period</b>	<b>\$ 1,126,514</b>	<b>\$ 1,114,414</b>		<b>\$ 1,254,916</b>	<b>\$ (124,251)</b>

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

<b><u>Assets</u></b>	<b>2016</b>	<b>2015</b>
Cash and investments	\$ 983,218	\$ 914,689
<b>Total Assets</b>	<b>\$ 983,218</b>	<b>\$ 914,689</b>
<b><u>Liabilities and Fund Balance</u></b>		
Accounts payable	\$ 126,320	\$ 126,886
Accrued salaries & wages	292	544
Restricted fund balance	856,606	787,259
<b>Total Liabilities and Fund Balance</b>	<b>\$ 983,218</b>	<b>\$ 914,689</b>

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

<b>Revenue</b>	<b>2016 Adopted Budget</b>	<b>2016 Year-to-Date Budget</b>	<b>2016 Year-to-Date Actual</b>	<b>2015 Year-to-Date Actual</b>
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	158,315	163,960	158,855
Investment Income	2,000	1,279	9,150	1,643
Sale of Recyclables	5,050	2,946	905	339
<b>Total Revenue</b>	<b>1,591,165</b>	<b>1,401,649</b>	<b>1,438,171</b>	<b>1,402,097</b>
<b>Expenditures:</b>				
Personal Services	23,669	13,604	11,548	10,881
Refuse Collection	667,931	389,626	384,340	383,219
Recycling Collection	357,306	208,428	212,315	211,572
Leaf & Brush Pickups	54,345	31,701	17,787	17,735
Tippage Fees	425,000	247,917	213,906	206,243
Miscellaneous	3,500	2,042	2,498	1,573
Printing	1,800	1,050	115	-
<b>Total expenditures</b>	<b>1,533,551</b>	<b>893,318</b>	<b>842,509</b>	<b>831,223</b>
 Revenue over (under) expenditures	 57,614	 <u>508,331</u>	 595,662	 570,874
 Fund balance, beginning of year	 260,944		 260,944	 216,385
 Fund balance, end of period	 <u>\$ 318,558</u>		 <u>\$ 856,606</u>	 <u>\$ 787,259</u>

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

<u>Assets</u>	<u>2016</u>	<u>2015</u>
Cash and investments	\$ 766,618	\$ 801,161
<b>Total Assets</b>	<b><u>\$ 766,618</u></b>	<b><u>\$ 801,161</u></b>
 <b><u>Liabilities and Fund Balance</u></b>		
Accounts payable	\$ 40,842	\$ 7,863
Miscellaneous claims payable	6,422	12,508
Encumbrance	39,133	26,825
Assigned fund balance	680,221	753,965
<b>Total Liabilities and Fund Balance</b>	<b><u>\$ 766,618</u></b>	<b><u>\$ 801,161</u></b>

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

<u>Revenue</u>	<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>
Property Taxes	\$ 437,100	\$ 437,100	\$ 437,100	\$ 433,200
Grants	-	-	2,693	4,270
Landfill Siting	67,000	59,957	60,600	66,700
Investment Income	4,500	2,625	9,677	5,576
Miscellaneous Revenue	25,000	11,118	15,673	4,907
Transfers from Other Funds				475,000
Transfers from Fund Balance				
<b>Total Revenue</b>	<b><u>533,600</u></b>	<b><u>510,800</u></b>	<b><u>525,743</u></b>	<b><u>989,653</u></b>
<b>Expenditures:</b>				
General Government	287,289	51,885	22,237	28,065
Public Safety	654,775	447,856	409,124	368,501
Public Works	95,299	63,389	72,191	125,466
Health and Human Services	3,500	2,042	-	-
Culture and Recreation	31,169	9,569	6,054	6,639
Conservation and Development	4,250	2,479	-	1,415
Contingency	44,743	29,167	2,076	8,950
<b>Total expenditures</b>	<b><u>1,121,025</u></b>	<b><u>606,387</u></b>	<b><u>511,682</u></b>	<b><u>539,036</u></b>
Revenue over (under) expenditures	(587,425)	<u>(95,587)</u>	14,061	450,617
Fund balance, beginning of year	<u>662,952</u>		<u>666,160</u>	<u>303,348</u>
<b>Fund balance, end of period</b>	<b><u>\$ 75,527</u></b>		<b><u>\$ 680,221</u></b>	<b><u>\$ 753,965</u></b>

\* Amount shown is actual expenditures plus encumbrance

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

<u>Assets</u>	<u>2016</u>	<u>2015</u>
Cash and investments	\$ 2,526,306	\$ 2,384,348
<b>Total Assets</b>	<b><u>\$ 2,526,306</u></b>	<b><u>\$ 2,384,348</u></b>
 <u>Liabilities and Fund Balance</u>		
Accounts payable	\$ 69,633	\$ -
Encumbrance	111,552	89,815
Assigned fund balance	2,345,121	2,294,533
<b>Total Liabilities and Fund Balance</b>	<b><u>\$ 2,526,306</u></b>	<b><u>\$ 2,384,348</u></b>

**Comparative Statement of Revenue, Expenses and Fund Balance  
For the Seven months ended July 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>
<b>Revenue:</b>				
Property Taxes	\$ 342,600	\$342,600	\$ 342,600	\$ 339,500
Landfill	200,000	177,474	168,100	95,800
Investment Income	20,000	11,667	24,412	22,615
Transfers from Other Funds	-	-	-	-
Property Sales	15,000	8,750	81,279	6,591
Total revenue	<u>577,600</u>	<u>540,491</u>	<u>616,391</u>	<u>464,506</u>
<b>Expenditures:</b>				
Public Safety	-	-	-	180,131
Public Works	655,000	291,048	575,913	179,515
Total expenditures	<u>655,000</u>	<u>291,048</u>	<u>575,913</u>	<u>359,646</u>
Revenue over (under) expenditures	(77,400)	<u>249,443</u>	40,478	104,860
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>\$ 2,345,121</u>	<u>\$ 2,294,533</u>

\* Amount shown is actual expenditures plus encumbrance

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

<u>Assets</u>	<u>2016</u>	<u>2015</u>
Cash and investments	\$ 2,293,504	\$ 1,992,438
Accrued receivables	22,596	847
<b>Total Assets</b>	<b><u>\$ 2,316,100</u></b>	<b><u>\$ 1,993,285</u></b>
<u>Liabilities and Fund Balance</u>		
Accounts payable	\$ 148,330	\$ 447
Contracts Payable	20,465	107,198
Accrued payables	-	-
Encumbrance	533,421	888,484
Assigned fund balance	1,561,884	997,156
<b>Total Liabilities and Fund Balance</b>	<b><u>\$ 2,264,100</u></b>	<b><u>\$ 1,993,285</u></b>

**Statement of Revenue, Expenses and Fund Balance  
For the Seven months ended July 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>
<b>Revenue:</b>				
Block Grants	\$ 65,193	\$ 65,193	\$ -	\$ -
Landfill Siting	498,000	498,000	108,894	97,056
Transfers from General Funds	1,200,000	1,200,000	700,000	-
Transfers from Impact Fees	420,953	420,953	216,155	219,593
Transfers from Connection Fees	500,000	500,000	-	-
Bond Proceeds	1,000,000	1,000,000	-	-
Refunds & Reimbursements	-	-	-	-
Investment Income	5,000	5,000	4,781	2,810
<b>Total revenue</b>	<b><u>3,689,146</u></b>	<b><u>3,689,146</u></b>	<b><u>1,029,830</u></b>	<b><u>319,459</u></b>
<b>Expenditures:</b>				
General Government	495,000	475,000	-	-
Public Safety	548,800	1,077,364	381,502	-
Public Works	921,000	1,073,018	223,130	73,069
Culture and Recreation	1,242,209	1,491,217	436,973	1,108,586
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	-	-
<b>Total expenditures</b>	<b><u>3,825,359</u></b>	<b><u>4,832,355</u></b>	<b><u>1,157,782</u></b>	<b><u>1,297,904</u></b>
Revenue over (under) expenditures	(136,213)	(1,143,209)	(127,952)	(978,445)
Fund balance, beginning of year	1,689,836	1,689,836	1,689,836	1,975,601
<b>Fund balance, end of period</b>	<b><u>\$ 1,553,623</u></b>	<b><u>\$ 546,627</u></b>	<b><u>\$ 1,561,884</u></b>	<b><u>\$ 997,156</u></b>

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

<u>Assets</u>	<u>2016</u>	<u>2015</u>
Cash and investments	\$ 1,049,310	\$ 1,062,110
Total Assets	<u>\$ 1,049,310</u>	<u>\$ 1,062,110</u>
<u>Liabilities and Fund Balance</u>		
Accounts payable	\$ 12,852	\$ 4,202
Encumbrances	903,806	822,353
Assigned fund balance	132,652	235,555
Total Liabilities and Fund Balance	<u>\$ 1,049,310</u>	<u>\$ 1,062,110</u>

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

	<u>2016 Amended Budget</u>	<u>2016 Year-to-Date Totals</u>	<u>2015 Year-to-Date Totals</u>
<b>Revenue:</b>			
Property Taxes	\$ 693,500	\$ 693,500	\$ 687,300
Landfill Siting	133,000	110,900	127,600
Investment Income	5,500	4,834	4,195
Local Road Improvement Aids	70,000	-	-
Refunds and Reimbursements	-	-	2,441
Transfer from General Fund	-	-	25,000
Total revenue	<u>902,000</u>	<u>809,234</u>	<u>846,536</u>
<b>Expenditures:</b>			
Street Reconstruction Program - Current Year	940,000	922,537	840,418
Street Reconstruction Program - Prior Year(s)	-	-	1,399
Total expenditures	<u>940,000</u>	<u>922,537</u>	<u>841,817</u>
Revenue over (under) expenditures	(38,000)	(113,303)	4,719
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>\$ 132,652</u>	<u>\$ 235,555</u>

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

<u>Assets</u>	<u>2016</u>	<u>2015</u>
Cash and investments	\$ 3,795,266	\$ 3,358,578
Due From Debt Service Fund	-	-
Due From TID 3	275,000	850,000
<b>Total Assets</b>	<b>\$ 4,070,266</b>	<b>\$ 4,208,578</b>
 <u>Liabilities and Fund Balance</u>		
Accounts payable	\$ -	\$ 990
Non-Spendable Fund Balance - Advances	275,000	850,000
Encumbrance	3,321	7,254
Assigned fund balance	3,791,945	3,350,334
<b>Total Fund Balance</b>	<b>4,066,945</b>	<b>4,200,334</b>
<b>Total Liabilities and Fund Balance</b>	<b>\$ 4,070,266</b>	<b>\$ 4,208,578</b>

**Comparative Statement of Revenue, Expenses and Fund Balance  
For the Seven months ended July 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>
<b>Revenue:</b>				
Impact Fee: Parks	\$ 175,000	\$ 117,631	\$ 161,743	\$ 93,315
Impact Fee: Southwest Sewer Serv	-	-	-	2,928
Impact Fee: Administration	5,000	3,180	4,180	2,530
Impact Fee: Water	200,000	115,616	167,141	93,007
Impact Fee: Transportation	37,000	17,840	7,394	17,066
Impact Fee: Fire Protection	40,000	23,467	24,178	19,853
Impact Fee: Law Enforcement	73,000	42,760	44,910	36,765
Impact Fee: Library	55,000	36,646	45,419	25,971
<b>Total Impact Fees</b>	<b>585,000</b>	<b>357,140</b>	<b>454,965</b>	<b>291,435</b>
Investment Income	25,000	14,584	43,119	20,996
Interfund Interest Income	11,334	6,612	6,483	22,475
<b>Total revenue</b>	<b>621,334</b>	<b>378,336</b>	<b>504,567</b>	<b>334,906</b>
<b>Expenditures:</b>				
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
<b>Total Transfers to Debt Service</b>	<b>455,617</b>	<b>144,549</b>	<b>69,799</b>	<b>75,246</b>
Transfer to Capital Improvement Fund:				
Park	420,953	57,537	216,155	219,592
<b>Total Transfers to Capital Improve</b>	<b>420,953</b>	<b>57,537</b>	<b>216,155</b>	<b>219,592</b>
Transfer to Water Utility	500,000	291,667	-	-
<b>Total expenditures</b>	<b>1,379,891</b>	<b>493,753</b>	<b>289,275</b>	<b>304,911</b>
Revenue over (under) expenditures	(758,557)	(115,417)	215,292	29,995
Fund balance, beginning of year	3,851,653		3,851,653	4,170,339
Fund balance, end of period	<b>\$ 3,093,096</b>		<b>\$ 4,066,945</b>	<b>\$ 4,200,334</b>

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

<b>Assets</b>	<b>2016</b>	<b>2015</b>
Cash and investments - Water	\$ 374,583	\$ 249,660
Cash and investments - Sewer	559,001	446,858
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)	-
<b>Total Assets</b>	<b>\$ 2,012,459</b>	<b>\$ 1,937,359</b>
<b>Liabilities and Fund Balance</b>		
Accounts payable	\$ -	\$ -
Unearned Revenue	1,078,875	1,240,841
<b>Total Fund Balance</b>	<b>933,584</b>	<b>696,518</b>
<b>Total Liabilities and Fund Balance</b>	<b>\$ 2,012,459</b>	<b>\$ 1,937,359</b>

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

	<b>2016 Original Budget</b>	<b>2016 Year-to-Date Budget</b>	<b>2016 Year-to-Date Actual</b>	<b>2015 Year-to-Date Actual</b>
<b>Revenue:</b>				
Special Assessments				
Water	\$ 101,150	\$ 37,323	\$ 13,880	\$ -
Sewer	94,100	54,806	-	4,460
Connection Fees				
Water	4,100	3,098	-	2,069
Sewer	35,000	22,095	10,500	16,920
				-
Total Impact Fees	234,350	117,322	24,380	23,449
Special Assessment Interest	58,000	22,708	81	(245)
Investment Income	1,650	962	2,120	883
Total revenue	294,000	140,992	26,581	24,087
 Transfer to Capital Improvement Fund:				
Water	250,000	-	-	-
Sewer	250,000	-	-	-
Total Transfers to Capital Improven	500,000	-	-	-
Revenue over (under) expenditures	(206,000)	140,992	26,581	24,087
Fund balance, beginning of year			907,003	672,431
Fund balance, end of period			<b>\$ 933,584</b>	<b>\$ 696,518</b>

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

<u>Assets</u>	2016	2015
Cash and investments	\$ 3,208,912	\$ 2,716,315
Accounts receivable	288	192
Interfund advance receivable	275,000	1,088,000
Prepaid expenses	57,500	57,500
<b>Total Assets</b>	<b>\$ 3,541,700</b>	<b>\$ 3,862,007</b>
<u>Liabilities and Net Assets</u>		
Accounts payable	\$ 5,230	\$ -
Claims payable	270,500	370,500
Unrestricted net assets	3,265,970	3,491,507
<b>Total Liabilities and Fund Balance</b>	<b>\$ 3,541,700</b>	<b>\$ 3,862,007</b>

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

<u>Revenue</u>	2016 Budget	2016 Year-to-Date Budget	2016 Year-to-Date Actual	2015 Year-to-Date Actual
Medical Premiums-City	\$ 2,419,184	1,424,786	\$ 1,443,034	\$ 1,506,856
Medical Premiums-Employee	384,955	224,756	243,577	243,082
Other - Investment Income, etc.	56,004	32,669	45,034	43,204
Medical Revenue	2,860,143	1,682,211	1,731,645	1,793,142
Dental Premiums-City	112,600	55,748	62,331	61,215
Dental Premiums-Retirees	5,750	3,378	2,592	2,592
Dental Premiums-Employee	55,150	42,150	32,847	31,113
Dental Revenue	173,500	101,276	97,770	94,920
<b>Total Revenue</b>	<b>3,033,643</b>	<b>1,783,487</b>	<b>1,829,415</b>	<b>1,888,062</b>
<b>Expenditures:</b>				
<b>Active Employees-Medical</b>				
Medical claims - Current Year	2,275,000	1,064,104	960,391	863,890
Excess claims	600,000	280,643	-	-
Medical claims - Prior Year	-	-	252,610	194,234
Prescription drug claims	-	-	172,963	181,115
Refunds-Stop Loss Coverage	-	-	3,388	-
Total Claims-Actives	2,875,000	1,344,747	1,389,352	1,239,239
Medical Claim Fees	215,000	132,496	105,117	97,748
Memberships	-	-	3,120	3,180
Miscellaneous Wellness	18,876	5,357	11,087	8,949
Section 125 administration Fee	6,200	3,411	947	(1,156)
Stop Loss Premiums	675,000	414,443	377,949	352,748
ACA Fees	70,000	70,000	24,762	35,203
Total Medical Costs-Actives	3,860,076	1,970,454	1,912,334	1,735,911
<b>Active Employees-Dental</b>				
Dental claims - Current Year	150,000	82,992	86,670	82,656
Dental claims - Prior Year	2,000	1,960	12,260	10,157
Dental Claim Fees	12,000	7,329	7,119	5,466
Total Dental Costs-Actives	164,000	92,281	106,049	98,279
<b>Retirees-Dental</b>				
Dental claims - Current Year	5,200	2,763	6,167	1,946
Dental claims - Prior Year	900	703	668	482
Dental Claim Fees	200	127	109	108
Total Dental Costs-Retirees	6,300	3,593	6,944	2,536
Total Dental Costs	170,300	95,874	112,993	100,815
<b>Total Expenditures</b>	<b>4,030,376</b>	<b>2,066,328</b>	<b>2,025,327</b>	<b>1,836,726</b>
Revenue over (under) expenditures	(996,733)	<u>\$ (282,841)</u>	(195,912)	51,336
Net assets, beginning of year	3,461,882		3,461,882	3,440,171
<b>Net assets, end of period</b>	<b>\$ 2,465,149</b>		<b>\$ 3,265,970</b>	<b>\$ 3,491,507</b>

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

<u>Assets</u>	<u>2016</u>	<u>2015</u>
Cash and investments	\$ -	\$ -
Investments held in trust - Fixed Inc	1,457,618	1,212,008
Investments held in trust - Equities	3,525,082	3,574,323
Accounts receivable	5,035	8,217
Due from Water Utility	178	730
<b>Total Assets</b>	<b><u>\$ 4,987,913</u></b>	<b><u>\$ 4,795,278</u></b>
<u>Liabilities and Net Assets</u>		
Accounts payable	\$ 353	\$ -
Claims payable	45,000	57,482
Due to City	181,262	134,029
Net assets held in trust for post emp	4,761,298	4,603,767
<b>Total Liabilities and Fund Balance</b>	<b><u>\$ 4,987,913</u></b>	<b><u>\$ 4,795,278</u></b>

**City of Franklin Post Employment Benefits Trust**  
**Statement of Revenue, Expenses and Fund Balance**  
**For the Seven months ended July 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	46,512	152,447
Interest Income	-	-
<b>Medical Revenue</b>	<b><u>226,025</u></b>	<b><u>309,147</u></b>
<b>Expenditures:</b>		
<b>Retirees-Medical</b>		
Medical claims - Current Year	80,217	283,127
Medical claims - Prior Year	33,289	22,803
Prescription drug claims	53,627	46,636
Refunds-Stop Loss Coverage	3,239	(78,639)
<b>Total Claims-Retirees</b>	<b><u>170,372</u></b>	<b><u>273,927</u></b>
Medical Claim Fees	9,817	5,206
Stop Loss Premiums	43,567	26,758
Miscellaneous Expense	255	225
ACA Fees	2,014	3,031
<b>Total Medical Costs-Retirees</b>	<b><u>226,025</u></b>	<b><u>309,147</u></b>
 Revenue over (under) expenditures	 -	 -
 Annual Required Contribution-Net	 (30,500)	 86,658
Other - Investment Income, etc.	273,813	98,870
<b>Total Revenues</b>	<b><u>243,313</u></b>	<b><u>185,528</u></b>
 Net Revenues (Expenditures)	 243,313	 185,528
 Net assets, beginning of year	 <u>4,517,985</u>	 <u>4,418,239</u>
 Net assets, end of period	 <b><u>\$ 4,761,298</u></b>	 <b><u>\$ 4,603,767</u></b>