



## City of Franklin

---

Date: June 15, 2016  
To: Mayor Olson, Common Council and Finance Committee Members  
From: Paul Rotzenberg, Director of Finance & Treasurer  
Subject: May 2016 Financial Report

The May, 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 General Government declined \$7,529,620 from April to May. The use of \$5.8 million of Debt proceeds to refund the 2007 bonds account for the bulk of the reduction. Payment of General Fund payroll and operating costs account for the remainder.

**General Fund** revenues of \$15,292,063 are \$731,268 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 83.5% of total revenues thru May 31. The perceived improvement in Intergovernmental Revenues represents one of those budget timing issues noted above. Building permit revenue of \$191,039 is 29.0% of budget, compared to an expected 42% at this time. Fire plan review revenues of \$9,228, represents only 13% of budget and are slower than expected due to staffing issues in the Fire Dept.

Other items of note in the General Fund activity are:

- Investment income exceeds budget for two reasons, more funds are being kept in the higher earning reserve portfolio and unrealized gains on the investments as interest rates have declined compared to late 2015.
- General Government expenditures are under budget primarily due to late billings for professional services. The Assessor fees (\$49,000) are the largest delayed invoices. Mailing costs are \$10,000 favorable as well. Data processing costs are \$20,000 lower than expected, which are more likely timing issues than reduced spending.
- Public Safety – the lack of a contract settlement with Public Safety unions has delayed a budgeted wage increase, and a vacant fire position is resulting in a temporary variance. Overtime in the Fire Dept is \$100,000 over budget related to personnel issues. The union contract will get settled and reverse the variance. Likely a budget amendment will be needed to deal with the Overtime issue.
- Public Works underspending is related to a personnel issue and delayed wage increases.
- None of the Contingency appropriations have been spent to date.

Overall, General Fund expenditures of \$10,252,517 are \$340,808 underspent to budget.

A \$5,039,546 surplus is \$1,072,076 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.

**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. 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. 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 the Fire Station #1 roof, St Martin's Road Culvert project, Emergency Vehicle Preemption system, various park projects and Utility work on S North Cape Road have occurred

**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 in May were impacted by the Building Permit on the Autumn Leaves project. Impact fee collections now exceed budget by \$161,733. Transfers to the Debt Service fund were made in March to support the prior Police, Fire and Library projects. \$127,172 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 with billing the tax roll.

**SELF INSURANCE FUND** – Premium revenues are approximately equal to budget. Claims costs are stronger than last year through May. The fund operated at a \$187,415 deficit thru May, 2016. Things can change quickly in this fund.

**RETIREE HEALTH FUND** – Insurance results generated a \$58,299 Implicit rate subsidy thru May. That reflects higher than normal claims. 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.

Caution is advised when reviewing results over such a short period of time. Investment results have been favorable \$129,780, following market performance early in 2016. Investment results in the equity markets can be volatile, again caution is advised.

**City of Franklin**  
**Cash & Investments Summary**  
**May 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>April Total</b>
General Fund	\$ (107,474)	\$ 786,357	\$ 11,455,532	\$ 234,065	\$ 12,368,480	\$ 13,960,570
Debt Service Funds	39,125	80,150	437,010	674	556,960	6,495,631
TIF Districts	30,901	3,763,600	-	-	3,794,500	3,785,744
Nonmajor Governmental Funds	698,170	6,379,815	6,868,111	-	13,946,096	13,953,711
<b>Total Governmental Funds</b>	<b>660,722</b>	<b>11,009,922</b>	<b>18,760,653</b>	<b>234,740</b>	<b>30,666,036</b>	<b>38,195,656</b>
Sewer Fund	14,454	802,011	-	-	816,465	1,117,055
Water Utility	355,860	666,097	-	-	1,021,957	1,434,468
Self Insurance Fund	9,161	150,166	3,056,620	-	3,215,947	3,315,163
Retiree Health Fund	(155,810)	-	-	4,838,667	4,682,857	4,653,824
Property Tax Fund	2,440,223	276,430	-	2,000,299	4,716,951	720,926
Other Trust Funds	10,096	-	-	-	10,096	7,696
<b>Total Other Funds</b>	<b>2,673,983</b>	<b>1,894,704</b>	<b>3,056,620</b>	<b>6,838,965</b>	<b>14,464,273</b>	<b>11,249,132</b>
<b>Grand Total Cash &amp; Investments</b>	<b>3,334,705</b>	<b>12,904,626</b>	<b>21,817,273</b>	<b>7,073,705</b>	<b>45,130,308</b>	<b>49,444,788</b>
<b>Average Rate of Return</b>		0.41%	1.14%	0.42% LGIP only		
<b>Maturities:</b>						
Demand	3,334,705	11,924,626	26,359	2,449,275	17,734,965	22,207,712
Fixed Income & Equities	-	-	-	3,802,310	3,802,310	3,756,707
2016	-	735,000	6,003,779	-	6,738,779	6,741,062
2017	-	245,000	6,019,441	172,652	6,437,093	6,446,421
2018	-	-	4,178,454	172,256	4,350,710	4,358,854
2019	-	-	2,010,032	151,088	2,161,120	2,166,047
2020	-	-	3,579,208	149,352	3,728,560	3,590,552
2021	-	-	-	176,773	176,773	177,432
	<b>3,334,705</b>	<b>12,904,626</b>	<b>21,817,273</b>	<b>7,073,705</b>	<b>45,130,309</b>	<b>49,444,788</b>



City of Franklin  
Debt Service Funds  
Balance Sheet  
May 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	\$ 510,035	\$ 46,924	\$ 556,959	\$ 455,737	\$ 51,643	\$ 507,380
Taxes receivable	-	-	-	-	-	-
Special assessment receivable	111,456	-	111,456	135,635	-	135,635
Total Assets	\$ 621,491	\$ 46,924	\$ 668,415	\$ 591,372	\$ 51,643	\$ 643,015
<b>Liabilities and Fund Balance</b>						
Unearned & unavailable revenue	\$ 111,456	-	\$ 111,456	\$ 136,635	-	\$ 136,635
Due to other funds	-	-	-	-	-	-
Unassigned fund balance	510,036	46,924	556,960	455,737	51,643	507,380
Total Liabilities and Fund Balance	\$ 621,492	\$ 46,924	\$ 668,416	\$ 592,372	\$ 51,643	\$ 644,015

Statement of Revenue, Expenses and Fund Balance  
For the Five months ended May 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	4,010	2,314	6,324	-	6,324	7,108	-	7,108	-	7,108
Investment Income	-	5,924,202	5,924,202	-	5,924,202	2,391	29	2,420	-	2,420
GO Debt Issuance	-	-	-	-	-	-	-	-	-	-
Total Revenue	4,010	7,426,516	7,430,526	1,500,000	5,930,526	9,499	1,600,029	1,609,528	1,600,000	9,528
<b>Expenditures:</b>										
Debt Service:										
Principal	-	7,195,000	7,195,000	1,300,000	(5,895,000)	-	595,000	595,000	520,000	(75,000)
Interest	-	201,728	201,728	291,298	89,570	-	154,113	154,113	418,365	264,252
Bond Issuance Cost	-	53,920	53,920	-	(53,920)	-	-	-	-	-
Interfund Interest Expense	-	-	-	-	-	-	3,561	3,561	3,561	-
Total expenditures	-	7,450,648	7,450,648	1,591,298	(5,859,350)	-	752,674	752,674	941,926	189,252
Transfers in	-	69,799	69,799	205,000	(135,201)	(100,000)	175,247	175,247	416,926	(241,679)
Transfers out	-	-	-	-	-	(90,501)	-	(100,000)	-	100,000
Net change in fund balances	4,010	45,667	49,677	113,702	(64,025)	(90,501)	1,022,602	932,101	1,075,000	57,101
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	\$ 510,036	\$ 46,924	\$ 556,960	\$ 620,985		\$ 455,737	\$ 51,643	\$ 507,380	\$ 650,279	

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

<b><u>Assets</u></b>	<b><u>2016</u></b>	<b><u>2015</u></b>
Cash and investments	\$ 2,556,693	\$ 2,809,425
Accounts & Interest receivable	-	226
 Total Assets	<b>\$ 2,556,693</b>	<b>\$ 2,809,651</b>
 <b><u>Liabilities and Fund Balance</u></b>		
Accounts payable	\$ 517,352	\$ 789
Line of Credit Advance from Development Fund	550,000	1,700,000
 Total Liabilities	1,067,352	1,700,789
Unassigned fund balance	1,489,341	1,108,862
Total Fund Balance	1,489,341	1,108,862
 Total Liabilities and Fund Balance	<b>\$ 2,556,693</b>	<b>\$ 2,809,651</b>

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

	<b>2016</b>	<b>2016</b>	<b>2016</b>	<b>2016</b>	<b>2015</b>
	<b>Annual</b>	<b>Amended</b>	<b>Year-to-Date</b>	<b>Year-to-Date</b>	<b>Year-to-Date</b>
	<b>Budget</b>	<b>Budget</b>	<b>Budget</b>	<b>Actual</b>	<b>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	-	-	-
Investment income	3,000	3,000	1,678	6,302	97,547
Total revenue	2,131,000	2,131,000	1,709,678	1,736,944	1,779,124
 <b>Expenditures</b>					
Debt service principal	650,000	650,000	650,000	650,000	20,000
Debt service interest & fees	86,750	86,750	25,071	46,619	18,999
Administrative expenses	13,020	13,020	3,472	16,984	8,919
Interfund interest	22,668	22,668	5,827	8,166	19,576
Capital outlays	1,205,000	3,525,289	535,853	2,349,140	1,399,007
Encumbrances	-	-	-	(1,826,846)	(448,261)
Total expenditures	1,977,438	4,297,727	1,220,223	1,244,063	1,018,240
Revenue over (under) expenditures	153,562	(2,166,727)	\$ 489,455	492,881	760,884
Fund balance, beginning of year	996,460	996,460		996,460	347,978
Fund balance, end of period	\$ 1,150,022	\$ (1,170,267)		\$ 1,489,341	\$ 1,108,862

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

<u>Assets</u>	<u>2016</u>	<u>2015</u>
Cash and investments	\$ 1,237,808	\$ 104,509
Total Assets	\$ 1,237,808	\$ 104,509
<u>Liabilities and Fund Balance</u>		
Accounts payable	\$ 182	\$ 247
Interfund Advance from Development Fund	-	238,000
Total Liabilities	182	238,247
Unassigned Fund Balance	1,237,626	(133,738)
Total Liabilities and Fund Balance	\$ 1,237,808	\$ 104,509

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

	<u>2016 Annual Budget</u>	<u>2015 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>					
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	-	-	-
Payment in Lieu of Taxes	92,000	92,000	\$ 92,000	91,206	92,021
Investment income	-	-	-	1,729	280
Total revenue	1,311,000	1,311,000	1,292,000	1,382,644	1,101,361
<b>Expenditures</b>					
Debt service/interfund interest	5,415	5,415	\$ 2,470	920	6,535
Administrative expenses	40,855	52,955	17,022	17,982	31,992
Capital outlays	-	-	-	-	-
Encumbrances	-	-	-	(12,100)	(17,300)
Total expenditures	46,270	58,370	19,492	6,802	21,227
Revenue over (under) expenditures	1,264,730	1,252,630	\$ 1,272,508	1,375,842	1,080,134
Fund balance, beginning of year	(138,216)	(138,216)		(138,216)	(1,213,872)
Fund balance, end of period	\$ 1,126,514	\$ 1,114,414		\$ 1,237,626	\$ (133,738)

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

<u>Assets</u>	<u>2016</u>	<u>2015</u>
Cash and investments	\$ 1,184,055	\$ 1,118,068
<b>Total Assets</b>	<b><u>\$ 1,184,055</u></b>	<b><u>\$ 1,118,068</u></b>
<u>Liabilities and Fund Balance</u>		
Accounts payable	\$ 138,316	\$ 139,402
Accrued salaries & wages	292	544
Restricted fund balance	1,045,447	978,122
<b>Total Liabilities and Fund Balance</b>	<b><u>\$ 1,184,055</u></b>	<b><u>\$ 1,118,068</u></b>

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

<u>Revenue</u>	<u>2016 Adopted Budget</u>	<u>2016 Year-to-Date Budget</u>	<u>2016 Year-to-Date Actual</u>	<u>2015 Year-to-Date Actual</u>
Grants	\$ 69,200	51,900	\$ 65,995	\$ 69,191
User Fees	1,179,915	1,169,909	1,198,161	1,172,069
Landfill Operations-tippage	335,000	99,028	104,579	97,267
Investment Income	2,000	894	5,739	1,102
Sale of Recyclables	5,050	2,104	905	224
<b>Total Revenue</b>	<b><u>1,591,165</u></b>	<b><u>1,323,835</u></b>	<b><u>1,375,379</u></b>	<b><u>1,339,853</u></b>
<b>Expenditures:</b>				
Personal Services	23,669	9,770	8,333	8,169
Refuse Collection	667,931	278,305	274,529	273,728
Recycling Collection	357,306	148,878	151,734	151,163
Leaf & Brush Pickups	54,345	22,644	17,787	17,735
Tippage Fees	425,000	177,083	136,485	126,232
Miscellaneous	3,500	1,458	1,893	1,089
Printing	1,800	750	115	-
<b>Total expenditures</b>	<b><u>1,533,551</u></b>	<b><u>638,138</u></b>	<b><u>590,876</u></b>	<b><u>578,116</u></b>
Revenue over (under) expenditures	57,614	<u>685,697</u>	784,503	761,737
Fund balance, beginning of year	<u>260,944</u>		<u>260,944</u>	<u>216,385</u>
Fund balance, end of period	<b><u>\$ 318,558</u></b>		<b><u>\$ 1,045,447</u></b>	<b><u>\$ 978,122</u></b>

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

<u>Assets</u>	<u>2016</u>	<u>2015</u>
Cash and investments	\$ 784,861	\$ 926,027
Total Assets	<u>\$ 784,861</u>	<u>\$ 926,027</u>
<u>Liabilities and Fund Balance</u>		
Accounts payable	\$ 13,989	\$ 8,967
Miscellaneous claims payable	6,422	12,508
Encumbrance	97,723	124,604
Assigned fund balance	666,727	779,948
Total Liabilities and Fund Balance	<u>\$ 784,861</u>	<u>\$ 926,027</u>

**Statement of Revenue, Expenses and Fund Balance  
For the Five months ended May 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	-	-	2,000	3,915
Landfill Siting	67,000	42,960	37,100	38,700
Investment Income	4,500	1,875	6,457	4,027
Miscellaneous Revenue	25,000	7,806	7,076	-
Transfers from Other Funds				475,000
Transfers from Fund Balance				
Total Revenue	<u>533,600</u>	<u>489,741</u>	<u>489,733</u>	<u>954,842</u>
<b>Expenditures:</b>				
General Government	281,939	43,776	16,887	27,745
Public Safety	650,058	332,563	385,290	323,154
Public Works	90,009	60,240	68,903	124,529
Health and Human Services	3,500	1,458	-	-
Culture and Recreation	31,169	3,586	2,729	1,399
Conservation and Development	4,250	1,771	-	1,415
Contingency	60,100	20,833	15,357	-
Total expenditures	<u>1,121,025</u>	<u>464,227</u>	<u>489,166</u>	<u>478,242</u>
Revenue over (under) expenditures	(587,425)	<u>25,514</u>	567	476,600
Fund balance, beginning of year	<u>662,952</u>		<u>666,160</u>	<u>303,348</u>
Fund balance, end of period	<u>\$ 75,527</u>		<u>\$ 666,727</u>	<u>\$ 779,948</u>

\* Amount shown is actual expenditures plus encumbrance

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

<u>Assets</u>	<u>2016</u>	<u>2015</u>
Cash and investments	\$ 2,628,690	\$ 2,432,530
<b>Total Assets</b>	<b>\$ 2,628,690</b>	<b>\$ 2,432,530</b>
<u>Liabilities and Fund Balance</u>		
Accounts payable	\$ -	\$ 3,229
Encumbrance	422,029	179,440
Assigned fund balance	2,206,661	2,249,861
<b>Total Liabilities and Fund Balance</b>	<b>\$ 2,628,690</b>	<b>\$ 2,432,530</b>

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

	<u>2016</u>	<u>2016</u>	<u>2016</u>	<u>2015</u>
	<u>Amended</u>	<u>Year-to-Date</u>	<u>Year-to-Date</u>	<u>Year-to-Date</u>
	<u>Budget</u>	<u>Budget</u>	<u>Actual *</u>	<u>Actual</u>
<b>Revenue:</b>				
Property Taxes	\$ 342,600	\$342,600	\$ 342,600	\$ 339,500
Landfill	200,000	126,293	102,900	55,600
Investment Income	20,000	8,333	15,976	16,796
Transfers from Other Funds	-	-	-	-
Property Sales	15,000	6,250	14,954	6,591
<b>Total revenue</b>	<b>577,600</b>	<b>483,476</b>	<b>476,430</b>	<b>418,487</b>
<b>Expenditures:</b>				
Public Safety	-	-	-	178,784
Public Works	655,000	107,511	574,412	179,515
<b>Total expenditures</b>	<b>655,000</b>	<b>107,511</b>	<b>574,412</b>	<b>358,299</b>
Revenue over (under) expenditures	(77,400)	<u>375,965</u>	(97,982)	60,188
Fund balance, beginning of year	2,304,643		2,304,643	2,189,673
<b>Fund balance, end of period</b>	<b>\$ 2,227,243</b>		<b>\$ 2,206,661</b>	<b>\$ 2,249,861</b>

\* Amount shown is actual expenditures plus emcumbrance

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

<u>Assets</u>	<u>2016</u>	<u>2015</u>
Cash and investments	\$ 2,037,756	\$ 2,028,649
Accrued receivables	22,596	847
<b>Total Assets</b>	<b>\$ 2,060,352</b>	<b>\$ 2,029,496</b>
<u>Liabilities and Fund Balance</u>		
Accounts payable	\$ 11,825	\$ -
Contracts Payable	28,975	120,274
Accrued payables	-	7,457
Encumbrance	492,272	76,868
Assigned fund balance	1,527,280	1,824,897
<b>Total Liabilities and Fund Balance</b>	<b>\$ 2,060,352</b>	<b>\$ 2,029,496</b>

**Statement of Revenue, Expenses and Fund Balance  
For the Five months ended May 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	66,666	56,335
Transfers from General Funds	1,200,000	1,200,000	500,000	-
Transfers from Impact Fees	420,953	420,953	127,172	5,917
Transfers from Connection Fees	500,000	500,000	-	-
Bond Proceeds	1,000,000	1,000,000	-	-
Refunds & Reimbursements	-	-	-	-
Investment Income	5,000	5,000	3,219	1,770
<b>Total revenue</b>	<b>3,689,146</b>	<b>3,689,146</b>	<b>697,057</b>	<b>64,022</b>
<b>Expenditures:</b>				
General Government	495,000	475,000	-	-
Public Safety	548,800	666,364	93,131	-
Public Works	921,000	998,018	216,173	1,064
Culture and Recreation	1,242,209	1,554,624	425,059	101,201
Sewer & Water	500,000	613,500	113,657	77,228
Contingency	68,350	68,350	11,593	35,233
Bond/Note Issuance Cost	50,000	50,000	-	-
<b>Total expenditures</b>	<b>3,825,359</b>	<b>4,425,856</b>	<b>859,613</b>	<b>214,726</b>
Revenue over (under) expenditures	(136,213)	(736,710)	(162,556)	(150,704)
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>\$ 1,553,623</b>	<b>\$ 953,126</b>	<b>\$ 1,527,280</b>	<b>\$ 1,824,897</b>

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

<u>Assets</u>	<u>2016</u>	<u>2015</u>
Cash and investments	\$ 1,007,290	\$ 1,015,729
<b>Total Assets</b>	<u>\$ 1,007,290</u>	<u>\$ 1,015,729</u>
<u>Liabilities and Fund Balance</u>		
Accounts payable	\$ -	\$ 6,433
Encumbrances	903,806	822,353
Assigned fund balance	103,484	186,943
<b>Total Liabilities and Fund Balance</b>	<u>\$ 1,007,290</u>	<u>\$ 1,015,729</u>

**Statement of Revenue, Expenses and Fund Balance  
For the Five months ended May 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	67,900	74,000
Investment Income	5,500	3,065	2,986
Local Road Improvement Aids	70,000	-	-
Refunds and Reimbursements	-	-	2,441
Transfer from General Fund	-	-	25,000
<b>Total revenue</b>	<u>902,000</u>	<u>764,465</u>	<u>791,727</u>
<b>Expenditures:</b>			
Street Reconstruction Program - Current Year	940,000	906,936	834,221
Street Reconstruction Program - Prior Year(s)	-	-	1,399
<b>Total expenditures</b>	<u>940,000</u>	<u>906,936</u>	<u>835,620</u>
Revenue over (under) expenditures	(38,000)	(142,471)	(43,893)
Fund balance, beginning of year	<u>245,955</u>	<u>245,955</u>	<u>230,836</u>
<b>Fund balance, end of period</b>	<u>\$ 207,955</u>	<u>\$ 103,484</u>	<u>\$ 186,943</u>

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

<u>Assets</u>	<u>2016</u>	<u>2015</u>
Cash and investments	\$ 3,812,094	\$ 3,471,798
Due From Debt Service Fund	-	-
Due From TID 3	275,000	850,000
<b>Total Assets</b>	<b>\$ 4,087,094</b>	<b>\$ 4,321,798</b>
 <u>Liabilities and Fund Balance</u>		
Accounts payable	\$ -	\$ -
Non-Spendable Fund Balance - Advances	275,000	850,000
Encumbrance	3,321	10,000
Assigned fund balance	3,808,773	3,461,798
<b>Total Fund Balance</b>	<b>4,083,773</b>	<b>4,311,798</b>
<b>Total Liabilities and Fund Balance</b>	<b>\$ 4,087,094</b>	<b>\$ 4,321,798</b>

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

	<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>
<b>Revenue:</b>				
Impact Fee: Parks	\$ 175,000	\$ 77,948	\$ 146,668	\$ 75,573
Impact Fee: Administration	5,000	2,172	3,575	1,870
Impact Fee: Water	200,000	81,005	144,335	72,316
Impact Fee: Transportation	37,000	10,530	5,313	2,480
Impact Fee: Fire Protection	40,000	15,563	21,225	10,703
Impact Fee: Law Enforcement	73,000	28,202	39,426	19,916
Impact Fee: Library	55,000	24,413	41,024	20,949
<b>Total Impact Fees</b>	<b>585,000</b>	<b>239,833</b>	<b>401,566</b>	<b>203,807</b>
Investment Income	25,000	10,416	26,763	13,787
Interfund Interest Income	11,334	4,723	4,083	15,058
<b>Total revenue</b>	<b>621,334</b>	<b>254,972</b>	<b>432,412</b>	<b>232,652</b>
<b>Expenditures:</b>				
Other Professional Services	3,321	-	3,321	10,030
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	1,550	127,172	5,917
<b>Total Transfers to Capital Improve</b>	<b>420,953</b>	<b>1,550</b>	<b>127,172</b>	<b>5,917</b>
Transfer to Water Utility	500,000	208,333	-	-
<b>Total expenditures</b>	<b>1,379,891</b>	<b>354,432</b>	<b>200,292</b>	<b>91,193</b>
Revenue over (under) expenditures	(758,557)	(99,460)	232,120	141,459
Fund balance, beginning of year	3,851,653		3,851,653	4,170,339
<b>Fund balance, end of period</b>	<b>\$ 3,093,096</b>		<b>\$ 4,083,773</b>	<b>\$ 4,311,798</b>

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

<b>Assets</b>	<b>2016</b>	<b>2015</b>
Cash and investments - Water	\$ 372,200	\$ 248,221
Cash and investments - Sewer	557,981	443,940
Special Assessment - Water Current	316,797	396,929
Special Assessment - Water Deferred	355,716	297,811
Special Assessment - Sewer Current	393,369	475,203
Special Assessment - Sewer Deferred	108,128	70,898
Reserve for Uncollectable	(95,136)	-
<b>Total Assets</b>	<b><u>\$ 2,009,055</u></b>	<b><u>\$ 1,933,002</u></b>
<b>Liabilities and Fund Balance</b>		
Accounts payable	\$ -	\$ -
Unearned Revenue	1,078,875	1,240,841
<b>Total Fund Balance</b>	<b>930,180</b>	<b>692,161</b>
<b>Total Liabilities and Fund Balance</b>	<b><u>\$ 2,009,055</u></b>	<b><u>\$ 1,933,002</u></b>

**Comparative Statement of Revenue, Expenses and Fund Balance  
For the Five months ended May 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	\$ 32,821	\$ 13,880	\$ -
Sewer	94,100	44,965	-	4,460
Connection Fees				
Water	4,100	3,098	-	2,069
Sewer	35,000	15,373	7,800	12,900
				-
Total Impact Fees	<u>234,350</u>	<u>96,257</u>	<u>21,680</u>	<u>19,429</u>
Special Assessment Interest	58,000	22,594	81	(245)
Investment Income	1,650	688	1,416	546
Total revenue	<u>294,000</u>	<u>119,539</u>	<u>23,177</u>	<u>19,730</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)	119,539	23,177	19,730
Fund balance, beginning of year			<u>907,003</u>	<u>672,431</u>
Fund balance, end of period			<b><u>\$ 930,180</u></b>	<b><u>\$ 692,161</u></b>

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

<u>Assets</u>	<u>2016</u>	<u>2015</u>
Cash and investments	\$ 3,215,947	\$ 2,774,045
Accounts receivable	576	12,081
Interfund advance receivable	275,000	1,088,000
Prepaid expenses	57,500	57,500
<b>Total Assets</b>	<b><u>\$ 3,549,023</u></b>	<b><u>\$ 3,931,626</u></b>
<u>Liabilities and Net Assets</u>		
Accounts payable	\$ 4,056	\$ 35,595
Claims payable	270,500	370,500
Unrestricted net assets	3,274,467	3,525,531
<b>Total Liabilities and Fund Balance</b>	<b><u>\$ 3,549,023</u></b>	<b><u>\$ 3,931,626</u></b>

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

	<u>2016</u>	<u>2016</u>	<u>2016</u>	<u>2015</u>
<u>Revenue</u>	<u>Budget</u>	<u>Year-to-Date</u>	<u>Year-to-Date</u>	<u>Year-to-Date</u>
		<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
Medical Premiums-City	\$ 2,419,184	1,018,972	\$ 1,034,774	\$ 1,082,617
Medical Premiums-Employee	384,955	160,747	172,547	175,307
Other - Investment Income, etc.	56,004	22,335	27,670	26,856
Medical Revenue	<u>2,860,143</u>	<u>1,202,054</u>	<u>1,234,991</u>	<u>1,284,780</u>
Dental Premiums-City	112,600	39,903	44,601	43,881
Dental Premiums-Retirees	5,750	2,419	1,728	1,728
Dental Premiums-Employee	55,150	28,709	23,265	22,491
Dental Revenue	<u>173,500</u>	<u>71,031</u>	<u>69,594</u>	<u>68,100</u>
<b>Total Revenue</b>	<b><u>3,033,643</u></b>	<b><u>1,273,085</u></b>	<b><u>1,304,585</u></b>	<b><u>1,352,880</u></b>
<b>Expenditures:</b>				
<b>Active Employees-Medical</b>				
Medical claims - Current Year	2,275,000	675,885	659,144	514,117
Excess claims	600,000	178,256	-	-
Medical claims - Prior Year	-	-	250,076	195,217
Prescription drug claims	-	-	115,877	120,267
Refunds-Stop Loss Coverage	-	-	3,376	(11,697)
Total Claims-Actives	<u>2,875,000</u>	<u>854,141</u>	<u>1,028,473</u>	<u>817,904</u>
Medical Claim Fees	215,000	93,413	77,244	69,092
Memberships	-	-	3,120	3,180
Miscellaneous Wellness	18,876	7,865	8,480	6,643
Section 125 administration Fee	6,200	2,583	(227)	(1,538)
Stop Loss Premiums	675,000	294,383	270,232	257,473
ACA Fees	70,000	29,167	24,762	35,203
Total Medical Costs-Actives	<u>3,860,076</u>	<u>1,281,552</u>	<u>1,412,084</u>	<u>1,187,957</u>
<b>Active Employees-Dental</b>				
Dental claims - Current Year	150,000	59,318	56,876	64,051
Dental claims - Prior Year	2,000	1,948	11,711	9,846
Dental Claim Fees	12,000	5,113	5,107	3,657
Total Dental Costs-Actives	<u>164,000</u>	<u>66,379</u>	<u>73,694</u>	<u>77,554</u>
<b>Retirees-Dental</b>				
Dental claims - Current Year	5,200	1,876	5,476	1,456
Dental claims - Prior Year	900	642	668	482
Dental Claim Fees	200	92	78	71
Total Dental Costs-Retirees	<u>6,300</u>	<u>2,610</u>	<u>6,222</u>	<u>2,009</u>
Total Dental Costs	<u>170,300</u>	<u>68,989</u>	<u>79,916</u>	<u>79,563</u>
<b>Total Expenditures</b>	<b><u>4,030,376</u></b>	<b><u>1,350,541</u></b>	<b><u>1,492,000</u></b>	<b><u>1,267,520</u></b>
Revenue over (under) expenditures	(996,733)	<u>\$ (77,456)</u>	(187,415)	85,360
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>\$ 3,274,467</u>	<u>\$ 3,525,531</u>

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

<u>Assets</u>	<u>2016</u>	<u>2015</u>
Cash and investments	\$ -	\$ -
Investments held in trust - Fixed Inc	1,271,988	1,174,195
Investments held in trust - Equities	3,566,680	3,660,815
Accounts receivable	2,699	7,374
Due from Water Utility	178	730
<b>Total Assets</b>	<b><u>\$ 4,841,545</u></b>	<b><u>\$ 4,843,114</u></b>
<u>Liabilities and Net Assets</u>		
Accounts payable	\$ 353	\$ 5,052
Claims payable	45,000	57,482
Due to City	155,810	100,047
Net assets held in trust for post emp	4,640,382	4,680,532
<b>Total Liabilities and Fund Balance</b>	<b><u>\$ 4,841,545</u></b>	<b><u>\$ 4,843,113</u></b>

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

<u>Revenue</u>	<u>2016</u>	<u>2015</u>
	<u>Year-to-Date</u>	<u>Year-to-Date</u>
	<u>Actual</u>	<u>Actual</u>
ARC Medical Charges - City	\$ 58,329	\$ 46,265
Medical Charges - Retirees	42,143	39,503
Implicit Rate Subsidy	58,299	97,054
Interest Income	-	-
Medical Revenue	<u>158,771</u>	<u>182,822</u>
<b>Expenditures:</b>		
<b>Retirees-Medical</b>		
Medical claims - Current Year	43,803	172,536
Medical claims - Prior Year	32,845	24,435
Prescription drug claims	39,987	30,152
Refunds-Stop Loss Coverage	2,097	(68,124)
Total Claims-Retirees	<u>118,732</u>	<u>158,999</u>
Medical Claim Fees	6,765	3,367
Stop Loss Premiums	31,005	17,200
Miscellaneous Expense	255	225
ACA Fees	2,014	3,031
Total Medical Costs-Retirees	<u>158,771</u>	<u>182,822</u>
Revenue over (under) expenditures	-	-
Annual Required Contribution-Net	(7,383)	94,406
Other - Investment Income, etc.	129,780	167,887
Total Revenues	<u>122,397</u>	<u>262,293</u>
Net Revenues (Expenditures)	122,397	262,293
Net assets, beginning of year	<u>4,517,985</u>	<u>4,418,239</u>
Net assets, end of period	<u>\$ 4,640,382</u>	<u>\$ 4,680,532</u>