

CITY OF FRANKLIN
COMMON COUNCIL MEETING*
FRANKLIN CITY HALL COUNCIL CHAMBERS
9229 W. LOOMIS ROAD, FRANKLIN, WISCONSIN
AGENDA**

7:00 P.M. OR SUCH LATER TIME AS REQUIRED TO IMMEDIATELY FOLLOW THE
COMMITTEE OF THE WHOLE MEETING SCHEDULED TO BEGIN AT 6:30 P.M. ALL ON
TUESDAY, AUGUST 5, 2014

- A. Call to Order and Roll Call

- B.
 - 1. Citizen Comment Period
 - 2. Announcements from Mayor Olson:
 - (a) Administrative updates relating to the following personnel actions:
 - City Engineer recruitment update
 - Compensation study update
 - South 76th Street Change Orders
 - Intergovernmental Cooperation Council (“ICC”) meeting update
 - Mayor’s Fitness Challenge
 - (b) Mayoral Proclamation – Children’s Vision and Learning Month – August 2014

- C. Approval of minutes of regular meeting of July 15, 2014

- D. Hearings

- E. Organizational Business

- F. Letters and Petitions

- G. Reports and Recommendations
 - 1. Consent Agenda:
 - (a) Request to accept donations:
 - (i) Police Department Community Grant Award of \$2,000 from The Walmart Foundation to be used specifically for the purchase of an Automated External Defibrillation (AED) Device.
 - (ii) 2014 National Night Out donations: Great Lakes Dermatology- \$500, North Shore Bank FSB - \$1,000, Northwestern Mutual - \$1,000, Parallel Employment Group - \$500, Pyramax Bank - \$1,000, Starfire Systems, Inc. - \$250, WaterStone Bank - \$1,000 and Wisconsin Chiropractic Center - \$100.
 - (iii) The Health Officer requests to accept \$250 donation from the Franklin Lioness Club.
 - (b) June 2014 Monthly Financial Report.
 - (c) Request to appoint ADP Inc. the City’s payroll processing agent.
 - 2. Memorandum of Understanding Between the Franklin Police Department and the Franklin Public School District for the School Resource Officer Program.
 - 3. A Resolution authorizing certain officials to accept a Conservation Easement for and as Part of the Review and Approval of a Special Use for Property Located at 6951 South Lovers Lane Road (Storage Master LLC, Owner).
 - 4. A Resolution to amend Resolution Nos. 79-1562, 83-2091, 85-2581, 2009-6579 and 2012-6812 Imposing Conditions and Restrictions for the Approval of a Special Use for the Gazebo Park Apartment Complex Property Located at Approximately 6300-6346 South 35th Street to Allow for the Construction of an Accessory Building (GPark LLC, Applicant).
 - 5. Proposed process to reach a decision to proceed with the extension of walk/path and water main related to West St. Martins Road (CTH MM) rehabilitation to allow for a jurisdictional transfer of the road from Milwaukee County to the City.

Common Council Agenda

August 5, 2014

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6. Recommendation from the Engineering Department for the requirement of pavement rehabilitation of West St. Martins Road (CTH MM) to allow for a jurisdictional transfer of the road from Milwaukee County to the City.
7. Recommendations from the Committee of the Whole:
Economic Development: promoting, funding, realizing and retaining economic development in furtherance of Community health, safety and welfare and quality of life and the diversification and bolstering of development tax base for a secure economic future;
Presentations:
Community Retail Economic Development Needs and Satisfaction, Recruiting and Retention, Kim Honzell, Director of Sales – CommunityID, Buxton Company, Retail Recruitment and Business Retention Analytics;
Wisconsin Economic Development Corporation Programs and Resources, Kathryn Berger, Community Account Manager, Wisconsin Economic Development Corporation.
8. Future business parks and retail development potential locations, potential acquisition(s) of property for future business parks and/or retail development centers, and potential creation, establishment and operational aspects of future business parks and/or retail development centers. The Common Council may enter closed session pursuant to Wis. Stat. § 19.85(1)(e), for market competition and bargaining reasons, to deliberate and consider terms relating to the potential acquisition and development of property within the City for future business park(s) and/or retail development centers, service, product and potential investment proposals for such purpose(s) and the investing of public funds and governmental actions in relation thereto and to effect such development, including service, product and potential investment contract terms and provisions, and including the terms and provisions of potential development agreement(s) for the development of property within a tax incremental district for future business park purposes and/or retail development centers, and to reenter open session at the same place thereafter to act on such matters discussed therein as it deems appropriate.

H. Licenses and Permits
Miscellaneous Licenses

I. Bills
Vouchers and Payroll approval

J. Adjournment

*Notice is given that a majority of the Plan Commission, Economic Development Commission and Community Development Authority may attend this meeting to gather information about an agenda item over which the Plan Commission, Economic Development Commission and Community Development Authority has decision-making responsibility. This may constitute a meeting of the Plan Commission, Economic Development Commission and Community Development Authority per State ex rel. Badke v. Greendale Village Board, even though the Plan Commission, Economic Development Commission and Community Development Authority will not take formal action at this meeting.

**Supporting documentation and details of these agenda items are available at City hall during normal business hours.

[Note: Upon reasonable notice, efforts will be made to accommodate the needs of disabled individuals through appropriate aids and services. For additional information, contact the City Clerk's office at (414) 425-7500.]

REMINDERS:

August 7 Plan Commission	7:00 pm
August 12 Partisan Primary Election	7:00 am-8:00 pm
August 19 Common Council	6:30 pm
August 21 Plan Commission	7:00 pm

CITY OF FRANKLIN



**PROCLAMATION
CHILDREN'S VISION AND LEARNING MONTH**

WHEREAS, as children across the State of Wisconsin prepare for the start of another school year, many of them will begin their studies with undiagnosed and untreated vision problems, and

WHEREAS, research shows that vision disorders are the number one handicapping condition of children. In fact, as many as one in four school age children have vision problems, according to the College of Optometrists in Vision Development, and

WHEREAS, all children deserve the opportunity to learn and to achieve their full potential, and

WHEREAS, for the above reasons, public awareness about learning-related vision problems is necessary to ensure that young people receive the prompt vision treatment they need to enhance their lives, and

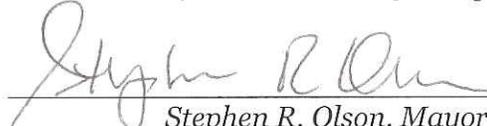
NOW, THEREFORE, I, STEPHEN R. OLSON, Mayor of the City of Franklin, Wisconsin, in accord with the Office of the Governor of the State of Wisconsin, and in recognition of the importance of good vision to learning, do hereby proclaim August 2014

CHILDREN'S VISION AND LEARNING MONTH

and I encourage parents, educators, school nurses and all concerned adults to recognize the critical role good vision plays in the learning process and to work together to help prevent or reduce the impact untreated vision problems can have on our children's ability to read and learn.

*NOW, THEREFORE, I, Stephen R. Olson, on behalf of the Common Council and Citizens of the City of Franklin, do hereby proclaim August 2014 to be **Children's Vision and Learning Month** in the City of Franklin, and I encourage individuals and businesses in our State to join in this observance and get involved in this effort.*

Dated at Franklin, Wisconsin this 5th day of August, 2014.



Stephen R. Olson, Mayor

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CITY OF FRANKLIN
COMMON COUNCIL MEETING
JULY 15, 2014
MINUTES

- | | | |
|---|--------|--|
| ROLL CALL | A. | The regular meeting of the Common Council was held on July 15, 2014 and called to order at 6:30 p.m. by Mayor Steve Olson in the Franklin City Hall Council Chambers, 9229 W. Loomis Road, Franklin, Wisconsin. On roll call, the following were in attendance: Alderman Mark Dandrea, Alderman Dan Mayer, Alderwoman Kristen Wilhelm, Alderwoman Janet Evans, Alderman Doug Schmidt, and Alderwoman Susanne Mayer. Also present were Director of Administration Mark Lubberda, City Attorney Jesse Wesolowski and City Clerk Sandra Wesolowski. |
| CITIZEN COMMENT | B. | Citizen comment period was opened at 6:32 p.m. and closed at 6:59 p.m. |
| MAYOR
ANNOUNCEMENTS
PERSONNEL | B.2.a. | Mayor Olson provided updates relating to the City Engineer recruitment, Compensation Study, and personnel changes (Police Dispatcher and Assistant Building Inspector). |
| MILW. COUNTY
PARKS INPUT
SESSIONS | B.2.b. | Mayor Olson presented a Notice from Milwaukee County Parks announcing Public Input Sessions with Parks Director John Dargle, Jr. to share comments, thoughts, and ideas relating to County parks. |
| PROCLAMATION | B.2.c. | Mayor Olson noted a Proclamation for Spinal Cord Injury Awareness Month, September 2014. |
| APPROVAL OF
MINUTES-7/1/14 | C.1. | Alderman Schmidt moved to approve the minutes of the regular meeting of July 1, 2014. Seconded by Alderwoman Wilhelm. All voted Aye; motion carried. |
| EDC COMMISSION
APPOINTMENT | E. | Alderwoman Evans moved to confirm the Mayoral appointment of Jessica Kent to the Economic Development Commission for a one-year term expiring 6/30/2015. Seconded by Alderwoman Wilhelm. On roll call, all voted Aye; motion carried. |
| DONATIONS | G.1.a. | Alderman D. Mayer moved to approve the following consent agenda items:
Accept the donations from the Franklin Lioness Club in the amount of \$250 to the Franklin Fire Department to be used for funding fire prevention activities and in the amount of \$250 to the Franklin Police Department to be deposited into the Police Donation Account; and
Place on file the semi-annual update for 2014 from Mrs. Shirley Bird on the Franklin Senior Citizen Travel Program.
Seconded by Alderman Dandrea. All voted Aye; motion carried. |

COMMON COUNCIL MINUTES
JULY 15, 2014

RES, 2014-7003
SPECIAL USE
GALLAND HENNING
NOPAK, INC.

G.2. Alderwoman Wilhelm moved to adopt Resolution No. 2014-7003, A RESOLUTION IMPOSING CONDITIONS AND RESTRICTIONS FOR THE APPROVAL OF A SPECIAL USE TO ALLOW FOR A HYDRAULIC AND PNEUMATIC CYLINDERS AND PRODUCTION SCRAP BAILING MACHINE MANUFACTURING BUSINESS USE UPON PROPERTY LOCATED AT 10179 SOUTH 57TH STREET (544 SOUTH 1ST STREET, LLC, OWNER, GALLAND HENNING NOPAK, INC., OPERATOR/APPLICANT). Seconded by Alderman Schmidt.
Alderwoman Evans moved to amend the motion to remove condition No. 4 in the resolution. Seconded by Alderman Schmidt.
On the vote for the adoption of Resolution No. 2014-7003 as amended, all voted Aye. Motion carried.

ALL-ACCESSIBLE &
ALL-INCLUSIVE
PLAYGROUND AND
PARK NATURE
CENTER

G.3. Alderwoman S. Mayer moved to direct staff to proceed with negotiations to provide the use, financing and development plans and agreements and acquisitions necessary for the development of the All-accessible and All-inclusive Playground and Park Nature Center as generally presented by staff at the July 15, 2014 Common Council meeting and to return the results thereof to the Common Council when ready for final consideration by the Council. Seconded by Alderman Schmidt. All voted Aye; motion carried.
Alderwoman S. Mayer moved to state that the Common Council hereby expresses its full support for the All-accessible and All-inclusive playground and park nature center general concept as presented. Alderwoman Wilhelm. Upon voice vote, unanimous Aye. Motion carried.

CONCEPT REVIEW
11906 W. LOOMIS RD.
11205 W. RYAN RD.

G.4. No action was taken on a Concept Review for the proposed development for the proposed single family residential and commercial development (at approximately 11906 W Loomis Road and 11205 West Ryan Road).

RES, 2014-7004
TREE PRESERVATION
AND CONSERVANCY
EASEMENT

G.5. Alderwoman Wilhelm moved to adopt Resolution No. 2014-7004, A RESOLUTION TO RELEASE IN PART A TREE PRESERVATION AND CONSERVANCY EASEMENT UPON LOT 64 OF THE WOODLANDS OF FRANKLIN SUBDIVISION (6960 SOUTH BRIAN COURT; TAX KEY NO. 740-0165-000). Seconded by Alderman D. Mayer. All voted Aye; motion carried.

RES 2014-7005
AMEND RES. 2003-5610
SPECIAL USE TO

G.6. Alderwoman Evans moved to adopt Resolution No. 2014-7005, A RESOLUTION TO AMEND RESOLUTION NO. 2003-5610 IMPOSING CONDITIONS AND RESTRICTIONS FOR THE

COMMON COUNCIL MINUTES
JULY 15, 2014

ALLOW FOR SALE OF
DIESEL FUEL (PRIYA
CORP/5100 LLC,
APPLICANT)

APPROVAL OF A SPECIAL USE FOR PROPERTY
LOCATED AT 5120 WEST RYAN ROAD TO ALLOW FOR
THE SALE OF DIESEL FUEL (PRIYA CORPORATION/5100
LLC, APPLICANT). Seconded by Alderman D. Mayer. All
voted Aye; motion carried.

APPLICATION OF
MILWAUKEE WATER
WORKS TO INCREASE
WATER RATES

G.7. Alderwoman Wilhelm moved to recognize that the Milwaukee
Water Works will be charging public fire protection to its
customers located in the City of Franklin and that upon the
commencement of such billing by Milwaukee Water Works, staff
is directed to at that time and thereafter during such public fire
protection charge billing by Milwaukee Water Works, place a
rebate of the amount allocated from the general taxes in Franklin
for such purpose, allocated and calculated per each subject billed
customer's property, as a credit to the sewer charge bills from the
City of Franklin for those customers. Seconded by Alderman
Schmidt. All voted Aye; motion carried.

LETTER OF
UNDERSTANDING
BETWEEN CITY AND
I.A.F.F.

G.8. Alderman D. Mayer moved to approve and authorize execution of
a Letter of Understanding between the City of Franklin and
Franklin Professional Firefighters I.A.F.F. Local 2760 and an
Amendment to the 2013-2015 Labor Agreement between the City
of Franklin and the Franklin Professional Firefighters I.A.F.F.,
Local 2760, labeled "Attachment A", relative to Financial
Reimbursements or Corrections. Seconded by Alderwoman
Evans. All voted Aye; motion carried.

SECUB GOLF OUTING
SUPPORT AND
SPONSORSHIP

G.9. Alderman Dandrea moved that the City of Franklin support and
sponsor a foursome for the 24th Annual South Suburban
Chamber Golf Outing to be held on August 18, 2014, at
Meadowbrook Country Club in the amount of \$600. Seconded
by Alderwoman S. Mayer. Upon voice vote, Alderman Dandrea
voted Aye; all others voted No. Motion failed.
Alderwoman Wilhelm then moved to allocate \$100 for
networking at the 24th Annual South Suburban Chamber Golf
Outing to be held on August 18, 2014, at Meadowbrook Country
Club for Chamber activities approved by the Council President.
Motion died due to lack of a second.

MISCELLANEOUS
LICENSES

H.1. Upon recommendation of the License Committee, Alderman
Dandrea moved to grant the following licenses:
Operators' licenses to Janine Adamczyk, 3217 W. Veronica Ct.,
Milwaukee; Cassandra Baehler, 509 Portage St., Fond du Lac;
Katlyn Bost, 8450 W Lake Pointe Dr.; Thomas Cane, 5432
Olympia Dr., Greendale; Amanda Courtright, 5063 N. 37 St.,
Milwaukee.; Barbara Davison, 6931 S. Phyllis Ln.; Julie
Delgado, 11416 W. Church St.; Caroline Drought, 1122 E.

COMMON COUNCIL MINUTES
JULY 15, 2014

MISCELLANEOUS
LICENSES continued

Russell Ave., Milwaukee; Alexander Essenberg, 4806 W. Midland Dr., Greenfield; Nicole Fickau, 839 N. Marshall St., Milwaukee; Patrick Fischer, 9208 W. Hayes Ave, Milwaukee; Brittany Garcia, 8224 S. 79 St.; Miguel Garcia, 3553 S. 33 St., Greenfield; Garrett Gnacinski, 7835 Chapel Hill Ct. W.; Jodi Haase, 2431 W. Carroll Ave., Oak Creek; Andrew Hushek, 5315 W. Arizona St., Milwaukee; Amy Jacques, 28706 Beach Dr., Waterford; Gagandeep Kaur, 10155 W. Forest Home Ave., Hales Corners; Sharon Larscheidt, 11126 W. Ryan Rd.; Melissa Lucier, 1530 S. 94 Pl., West Allis; Lisa Masta, 915 Minnesota Ave., South Milwaukee; Michelle McDonald, 718 S. 112 St., West Allis; Andrea Moldenhauer, 1022 River Place Blvd., Waukesha; Dana Napierala, 3264 S. 55 St.; Carolyn Nessmann, 8503 W. Puetz Rd.; Christine Ogorzelec, 23627 82nd St., Salem; Denise Popp, W182S7715 Valley Dr., Muskego; Neil Robbins, 10109 S. 13 St., Oak Creek; Amanda Runnoe, 2827 W. Parnell Ave., Milwaukee; Jessica Sauer, 8869 W. Lake Pointe Cir.; Stephanie Sauer, 8869 W. Lake Pointe Cir.; Scott Schilling, 3521 S. Chase Ave., Milwaukee; Timothy Sheldon, 8355 S. Golden Fields Dr., Oak Creek; Juan Silva, 432 S. Kendrick Ave., Burlington; new and renewal for Gurjit Singh, 347 E. Lincoln Ave., Milwaukee; Poonam Singh, 16225 Cumberland Tr., Brookfield; Jonathan Steckling, 4190 E. Barton Rd., Oak Creek; Mary Trudeau, 11410 W. Mayers Dr.; Keri Udvare, W130S8574 Durham Dr., Muskego; Cassandra White, 7940 W. Winston Way; Judith White, 3302 W. Franklin Terr.; and

Hold Operators' license applications for appearances from Natalie Radish, S77W16192 Mariner Ct., Muskego; Tyrone Smoker, 8814 W. Rogers St., West Allis; and

Refer the Operator's license application to the City Attorney for review from Cheyanna TerLaan, 7300 W. Southridge Dr., Greenfield; and

Grant Entertainment and Amusement license to Prime-Timez, LLC, d/b/a/ Fun-Timez, Manager Mohammed Nowman, 6544 S. Lovers Lane Rd.; and

Grant Temporary Class B Beer licenses for St. Martins Labor Day Fair to Franklin Lions Club (David Lindner), Franklin Lioness Club (Jacqueline Glanzmann), and VFW Post 10394 Hales Corners-Franklin (Andrew Hushek); and

Grant Temporary Entertainment and Amusement for St. Martins Labor Day Fair to VFW Post 10394 Hales Corners-Franklin (Andrew Hushek).

Seconded by Alderman Schmidt. All voted Aye; motion carried.

COMMON COUNCIL MINUTES
JULY 15, 2014

VOUCHERS AND
PAYROLL

I.1. Alderwoman Evans moved to approve net general checking account City vouchers in the range Nos. 152809 through 152952 in the amount of \$699,290.28 dated July 2, 2014 through July 10, 2014. Seconded by Alderman D. Mayer. On roll call, all voted Aye. Motion carried.

Alderman D. Mayer moved to approve net payroll dated July 11, 2014 in the amount of \$343,037.94 and payments of the various payroll deductions in the amount of \$217,768.35, plus any City matching payments, where required. Seconded by Alderwoman S. Mayer. On roll call, all voted Aye. Motion carried.

Alderman Dandrea moved to approve net payroll dated July 25, 2014 estimated at \$340,000.00 and payments of the various payroll deductions estimated at \$388,000.00 plus any City matching payments, where required. Seconded by Alderman Dandrea. On roll call, all voted Aye. Motion carried.

ADJOURNMENT

J. Alderwoman Evans moved to adjourn the meeting at 8:22 p.m. Seconded by Alderman D. Mayer. All voted Aye; motion carried.

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<p>APPROVAL</p> <p><i>Slw</i></p>	<p>REQUEST FOR COUNCIL ACTION</p>	<p>MEETING DATE</p> <p>8/5/14</p>
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<p>REPORTS & RECOMMENDATIONS</p>	<p>Police Department Community Grant Award of \$2000.00 from The Walmart Foundation</p>	<p>ITEM NUMBER</p> <p><i>G.I. (a). (i)</i></p>
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The City of Franklin Police Department has been awarded a grant from The Walmart Foundation and Facility #1551 through the Local Community Contribution Program in the amount of \$2000.00 to be used specifically for the purchase of an Automated External Defibrillation (AED) Device.

COUNCIL ACTION REQUESTED

Motion to accept this donation of \$2000.00 from The Walmart Foundation and Facility #1551 to be deposited into the Police Donation Account.

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<p align="center">APPROVAL</p> <p align="center"><i>Slw</i></p>	<p align="center">REQUEST FOR COUNCIL ACTION</p>	<p align="center">MEETING DATE</p> <p align="center">08/05/14</p>
<p align="center">REPORTS & RECOMMENDATIONS</p>	<p align="center">2014 NATIONAL NIGHT OUT DONATIONS</p> <p align="center">(Great Lakes Dermatology, North Shore Bank, Northwestern Mutual, Parallel Employment Group, Pyramax Bank, Starfire Systems, Inc., WaterStone Bank, Wisconsin Chiropractic Center)</p>	<p align="center">ITEM NUMBER</p> <p align="center"><i>G.l.(a)(ii)</i></p>

The City of Franklin Police Department has received donations from the following businesses to be put toward the purchase of materials and supplies for the 2014 National Night Out Event to be held on August 4.

Great Lakes Dermatology	\$ 500.00
North Shore Bank FSB	\$1000.00
Northwestern Mutual	\$1000.00
Parallel Employment Group	\$ 500.00
Pyramax Bank	\$1000.00
Starfire Systems, Inc.	\$ 250.00
WaterStone Bank	\$1000.00
Wisconsin Chiropractic Center	\$ 100.00

COUNCIL ACTION REQUESTED

Motion to approve acceptance of these donations for deposit into the Crime Prevention Donation Account.

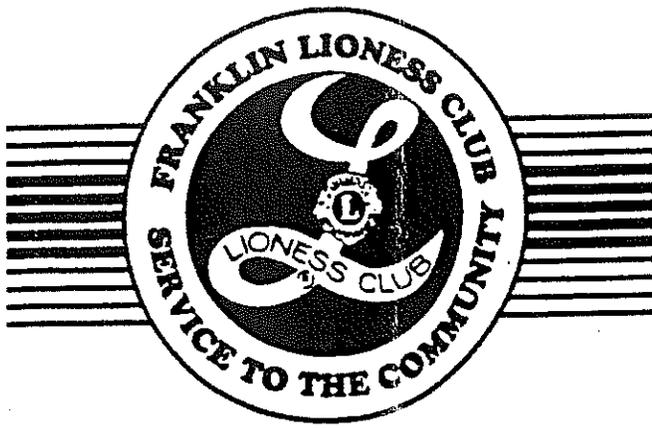
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<p>APPROVAL</p> <p><i>Slw</i></p>	<p>REQUEST FOR COUNCIL ACTION</p>	<p>MEETING DATE</p> <p>August 5, 2014</p>
<p>REPORTS & RECOMMENDATIONS</p>	<p>\$250 Donation from the Franklin Lioness Club</p>	<p>ITEM NUMBER</p> <p><i>G.I.(a)(iii)</i></p>

The Health Officer requests to accept the \$250 donation from the Franklin Lioness Club

COUNCIL ACTION REQUESTED

A motion to accept the \$250 donation



City of Franklin Health Department

July 1, 2014

9229 West Loomis Rd.

Franklin, WI 53132

To Whom It May Concern:

It is with a sense of pride that the Franklin Lioness Club makes a donation of \$250.00 to your organization. Please accept this donation, and use it toward any of the fine programs that you provide for the community.

Franklin Lioness Club is proud to serve others and proud of organizations that serve the community as yours does. We wish you continued success in providing for those in need.

If there is any correspondence to be sent, please send it to Lioness President Kathy Marks, 9501 W. Loomis Rd., Franklin, WI 53132.

Sincerely,

Franklin Lioness Club Treasurer

Ls. Maxine Eddy
Ls. Maxine Eddy

11077 W. Forest Home Ave. #224

Hales Corners, WI 53130

APPROVAL <i>Slw Paul</i>	REQUEST FOR COUNCIL ACTION	MEETING DATE Aug 5, 2014
REPORTS & RECOMMENDATIONS	June 2014 Monthly Financial Report	ITEM NUMBER <i>G.I.(b)</i>

Background

The June, 2014 Quarterly Financial Report is attached. Items of note are included in the cover memo from the Director of Finance & Treasurer.

The Finance Committee has not reviewed this report as the Finance Committee did not meet in July.

COUNCIL ACTION REQUESTED

Action: Motion to Receive and place on File

Date: July 18, 2014
To: Mayor Stephen Olson, Common Council Members
and Finance Committee Members
From: Paul Rotzenberg, Director of Finance & Treasurer
Subject: Six month 2014 General Fund Financial Report

Attached is the 2014 financial report for the six months for the City of Franklin.

The following items are included in this report:

General Fund Summary of Revenues and Expenditures	
General Fund Schedules of Revenue by Category and Expenditures by Department/Program	
Library Fund Financial Report	Solid Waste Collection Fund Report
Capital Outlay Fund Report	Equipment Replacement Fund Report
Street Improvement Financial Report	Capital Improvement Fund Report
Development Fund Report	
Debt Service Fund Financial Report	TIF Districts Financial Reports
Sewer Fund Financial Report	Water Utility Financial Report
Self Insurance Fund Report	Post Employment Benefits Trust Report
NonMajor Governmental Funds	Park Commission Revenue and Expenditures

The presentation in each fund is meant to provide a picture of where the City is in relation to the budget as the year progresses. The budget is broken down by month using a model that considers many criteria. The normal criteria for year-to-date budgets is based upon the average of the prior five years actual expenditures. Those items that are not received or paid on that basis are adjusted to reflect their normal payment cycle. (Example shared revenues are normally received in the third and fourth quarters so the entire budget will show in those quarters and nothing in earlier quarters.) Comments below highlight some General Fund and other funds significant accounts and fluctuations.

General Fund Revenue

The 2014 YTD revenue of \$16,955,600 exceeds the YTD budget of \$16,136,332 by \$819,268. The main reason is that property taxes are getting paid a little faster than might be expected. The timing issues for property tax collections will disappear when the collection period ends July 31. Other revenue sources except interest revenue are close to budgeted amounts except for timing differences.

General Fund Expenditures

The 2014 YTD expenditures of \$11,236,435 are \$414,303 less than the YTD budget of \$11,650,738 with favorable variances in most functions. Public Works had a very busy snow removal task in Q1, which unfavorably impacted performance. Several General Government Depts exceeded budget principally due to timing of expenditures. These factors should correct as the year progresses and result in less under expenditures than presently shown.

Change in Fund Balance of General Fund

The Fund Balance reflects the revenue and expense activity for the first six months. Tax revenue is received early in the fiscal year and accounts for the increase in the Fund Balance and will be used during the later portion of the year to support operational expenses. The current year results are comparable to prior years.

Development Fund

Impact fee collections are 27% better than budget, while approximately \$30,278 less than last year at this time. The reduced development activity (as compared to 2013) is generating less impact fees than needed to service the debt for the Library, Law Enforcement, and Transportation issues. See supporting schedule.

Park Impact fees which total \$4,141,644 (including the Community Center fees) will reach the ten year maximum holding period in Q1 of 2015. At that time, if not spent, unspent Park Impact fees will need to be refunded to current property owners.

Self Insurance Fund

Q2 of 2014 produced a surplus of \$51,466 – reversing the first quarter results. Revenues totaled \$1,685,673. Claims cost of \$1,093,223 was \$242,077 favorable to forecast and \$451,551 favorable to Q2 2013. The prior year produced a deficit of \$214,149.

Post Employment Benefits Trust

Q2 2014 had operating deficit in insurance results of \$17,555. Q2 2013, by comparison, experienced a \$134,129 deficit. Any needed implicit rate subsidy will be recorded in Q4.

The ARC of \$173,697 is slightly greater than forecast but only half the prior year of \$345,044. The forecasted ARC would have been higher had no implicit rate subsidy been forecasted. A change in Actuarial costs for a future Cadillac tax, reduced the expected 2014 ARC by \$219,884 to \$550,916.

The \$181,295 overdraft at June 30, 2014, is expected to either be eliminated by operating results or be funded from the Trust before December 31, 2014.

Non-Major Funds

A report of the Non-major fund activities not reported elsewhere has been included for your review. Thru the first six months, those funds collectively had had a \$117,542 surplus. The Utility Development fund accounted for all that surplus.



Paul Rotzenberg
Director of Finance & Treasurer

Pc: Department Heads

City of Franklin
General Fund

Comparative Statement of Revenue, Expenses and Fund Balance
For the 6 months ended June 30, 2014 and 2013

Revenue	2014		2014		2014		2013		2013		2013		Variance Favorable (Unfavorable)
	Amended Budget	Year-to-Date Budget	Year-to-Date Actual	Year-to-Date Actual	Year-to-Date Budget	Year-to-Date Actual	Amended Budget	Year-to-Date Budget	Year-to-Date Actual	Year-to-Date Actual	Year-to-Date Actual	Variance Favorable (Unfavorable)	
Property Taxes	\$ 16,220,400	\$ 13,281,326	\$ 13,870,513	\$ 589,187	\$ 16,330,000	\$ 13,238,167	\$ 1,802,000	\$ 901,000	\$ 717,110	\$ 13,878,439	\$ 640,272		
Other Taxes	1,770,500	749,970	710,151	(39,819)	2,542,600	1,271,300	753,000	376,500	444,289	717,399	(183,890)		
Intergovernmental Revenue	2,549,550	629,604	659,215	29,611	450,000	444,289	450,000	225,000	234,498	444,289	(553,901)		
Regulation and Compliance	864,300	467,150	474,065	6,915	1,323,500	661,750	125,000	62,500	-	628,520	(33,230)		
Law and Ordinance Violations	444,000	244,351	235,028	(9,323)	142,000	71,000	142,000	71,000	(27,756)	(27,756)	(98,756)		
Public Charges for Services	1,416,400	629,828	634,487	4,659	91,000	45,500	91,000	45,500	100,916	100,916	55,416		
Intergovernmental Charges	125,000	25,774	54,965	29,191	-	-	-	-	-	-	-		
Investment Income	138,500	69,250	229,883	160,633	-	-	-	-	-	-	-		
Miscellaneous Revenue	74,700	39,079	87,293	48,214	-	-	-	-	-	-	-		
Transfers from Other Funds	400,000	-	-	-	-	-	-	-	-	-	-		
Total Revenue	\$ 24,003,350	\$ 16,136,332	\$ 16,955,600	\$ 819,268	\$ 23,559,100	\$ 16,852,717	\$ 16,693,415	\$ 16,693,415	\$ 16,693,415	\$ 16,693,415	\$ (159,302)	99.05%	
Expenditures													
General Government	\$ 2,936,766	\$ 1,518,818	\$ 1,398,938	\$ 119,880	\$ 2,928,263	\$ 1,434,189	\$ 16,178,990	\$ 8,090,278	\$ 7,899,311	\$ 1,369,677	\$ 64,512		
Public Safety	16,121,722	8,038,980	7,607,653	431,327	3,522,359	1,771,222	659,002	171,901	51,565	296,051	33,450		
Public Works	3,532,000	1,613,378	1,745,840	(132,462)	1,012,075	360,809	408,010	204,005	164,924	360,809	34,385		
Health and Human Services	657,804	313,565	300,037	13,528	(350,000)	-	(350,000)	85,982	-	-	360,809		
Other Culture and Recreation	173,682	69,033	74,619	(5,586)	85,982	42,991	85,982	42,991	-	-	42,991		
Conservation and Development	471,758	214,614	177,059	37,555	-	-	-	-	-	-	-		
Contingency	1,075,000	62,500	123,806	(61,306)	-	-	-	-	-	-	-		
Anticipated underexpenditures	(360,300)	(180,150)	-	(180,150)	-	-	-	-	-	-	-		
Transfers to Other Funds	400,000	-	(191,517)	191,517	-	-	-	-	-	-	-		
Encumbrances	-	-	-	-	-	-	-	-	-	-	-		
Total Expenditures	\$ 25,008,432	\$ 11,650,738	\$ 11,236,435	\$ 414,303	\$ 24,616,582	\$ 12,318,945	\$ 11,370,675	\$ 11,370,675	\$ 11,370,675	\$ 11,370,675	\$ 948,270	92.30%	
Excess of revenue over (under) expenditures	(1,005,082)	4,485,594	5,719,165	\$ 1,233,571	(1,057,482)	4,533,772	6,502,134	5,322,740	5,322,740	5,322,740	\$ 788,968		
Fund balance, beginning of year	7,781,566		7,781,566		6,502,134		6,502,134		6,502,134	6,502,134			
Fund balance, end of period	\$ 6,776,484		\$ 13,500,731		\$ 5,444,652		\$ 11,824,874		\$ 11,824,874	\$ 11,824,874			

A Represents an amendment to Adopted Budget

E Represents an encumbrance for current year from prior year

City of Franklin
General Fund

Comparative Statement of Revenue

For the 6 months ended June 30, 2014 and 2013

Revenue	2014 Amended Budget	2014 Year-to-Date Budget	2014 Year-to-Date Actual	Variance Favorable (Unfavorable)	2013 Amended Budget	2013 Year-to-Date Budget	2013 Year-to-Date Actual	Variance Favorable (Unfavorable)
Taxes:								
General property	\$ 16,220,400	\$ 13,281,326	\$ 13,870,513	\$ 589,187	\$ 16,330,000	\$ 13,238,167	\$ 13,878,439	\$ 640,272
Water utility - tax equivalent	1,059,000	519,113	535,200	16,087	1,070,000	535,000	535,000	-
Cable television franchise fees	500,000	170,061	123,017	(47,044)	515,000	257,500	127,221	(130,279)
Mobile Home	26,500	13,250	13,864	614	27,000	13,500	13,371	(129)
Room tax	185,000	47,546	38,070	(9,476)	190,000	95,000	41,518	(53,482)
Total taxes	17,990,900	14,031,296	14,580,664	549,368	18,132,000	14,139,167	14,595,549	456,382
Intergovernmental Revenue:								
State shared revenue	475,000	-	-	-	475,000	237,500	-	(237,500)
Expenditure restraint revenue	255,525	-	-	-	217,100	108,550	-	(108,550)
State computer aid	350,925	-	-	-	307,000	153,500	-	(153,500)
State transportation aids	1,295,600	582,963	647,668	64,705	1,363,000	681,500	681,316	(184)
Fire insurance dues	112,500	22,500	-	(22,500)	115,000	57,500	-	(57,500)
Other grants	60,000	24,141	11,547	(12,594)	65,500	32,750	36,083	3,333
Total intergovernmental	2,549,550	629,604	659,215	29,611	2,542,600	1,271,300	717,399	(553,901)
Regulation and Compliance:								
Licenses	138,400	119,952	126,184	6,232	140,500	70,250	122,201	51,951
Permits	725,900	347,198	347,881	683	612,500	306,250	322,088	15,838
Fines, forfeitures and penalties	444,000	244,351	235,028	(9,323)	450,000	225,000	234,498	9,498
Total regulation and compliance	1,308,300	711,501	709,093	(2,408)	1,203,000	601,500	678,787	77,287
Public Charges for Services:								
Planning related fees	73,950	39,578	29,550	(10,028)	59,000	29,500	28,566	(934)
General government	6,950	3,602	4,442	840	6,200	3,100	9,731	6,631
Architectural Board Review	3,300	1,504	2,580	1,076	3,300	1,650	3,660	2,010
Police and related	9,000	4,390	1,675	(2,715)	6,000	3,000	3,584	584
Ambulance services - ALS	556,700	264,255	291,320	27,065	520,000	260,000	275,683	15,683
Ambulance services - BLS	450,000	222,951	178,776	(44,175)	417,000	208,500	216,451	7,951
Fire safety training	2,000	679	115	(564)	2,000	1,000	338	(662)
Fire Sprinkler Plan Review	60,000	28,149	40,535	12,386	60,000	30,000	27,655	(2,345)
Fire Inspections	30,000	6,912	11,472	4,560	30,000	15,000	11,350	(3,650)
Quarry reimbursement	42,000	2,838	13,800	10,962	42,000	21,000	3,178	(17,822)
Weed cutting	14,000	430	-	(430)	15,050	7,525	-	(7,525)
Engineering fees	10,000	5,632	29,090	23,458	5,000	2,500	13,138	10,638
Public works fees	35,000	11,274	11,608	334	35,650	17,825	15,627	(2,198)
Weights & Measures	4,000	1,200	-	(1,200)	6,800	3,400	-	(3,400)
Landfill Operations - Siting	19,500	9,290	-	(9,290)	19,500	9,750	-	(9,750)
Landfill Operations - Emerald Park	40,000	11,625	14,601	2,976	40,000	20,000	12,378	(7,622)
Health Department	60,000	15,519	4,923	(10,596)	56,000	28,000	7,181	(20,819)
Total charges for services	1,416,400	629,828	634,487	4,659	1,323,500	661,750	628,520	(33,230)

City of Franklin
General Fund

Comparative Statement of Revenue
For the 6 months ended June 30, 2014 and 2013

Revenue	2014 Amended Budget	2014 Year-to-Date Budget	2014 Year-to-Date Actual	Variance Favorable (Unfavorable)	2013 Amended Budget	2013 Year-to-Date Budget	2013 Year-to-Date Actual	Variance Favorable (Unfavorable)
Intergovernmental Charges:								
Milwaukee County - paramedics	125,000	25,774	54,965	29,191	125,000	62,500	-	(62,500)
Total intergovernmental charges	125,000	25,774	54,965	29,191	125,000	62,500	-	(62,500)
Investment Income:								
Interest on investments	90,000	45,000	46,217	1,217	75,000	37,500	44,861	7,361
Market value change on investments	(23,000)	(11,500)	112,776	124,276	(10,000)	(5,000)	(145,589)	(140,589)
Interest - tax roll	70,000	35,000	70,745	35,745	75,000	37,500	71,076	33,576
Other interest	1,500	750	145	(605)	2,000	1,000	1,896	896
Total investment revenue	138,500	69,250	229,883	160,633	142,000	71,000	(27,756)	(98,756)
Miscellaneous Revenue:								
Rental of property	34,000	17,384	20,828	3,444	34,000	17,000	21,063	4,063
Refunds/reimbursements	20,000	5,379	(7,664)	(13,043)	30,000	15,000	12,676	(2,324)
Insurance dividend	15,000	13,405	66,395	52,990	15,000	7,500	58,192	50,692
Sale of property	1,450	629	1,043	414	3,000	1,500	-	(1,500)
Other revenue	4,250	2,282	6,691	4,409	9,000	4,500	8,995	4,495
Total miscellaneous revenue	74,700	39,079	87,293	48,214	91,000	45,500	100,916	55,416
Transfer from Other Funds:								
Capital Improvement Fund	200,000	-	-	-	-	-	-	-
Street Improvement Fund	200,000	-	-	-	-	-	-	-
Total transfers from other funds	400,000	-	-	-	-	-	-	-
Total revenue	\$ 24,003,350	\$ 16,136,332	\$ 16,955,600	\$ 819,268	\$ 23,569,100	\$ 16,662,717	\$ 16,693,415	\$ (199,302)
			105.08%				99.05%	

City of Franklin
General Fund
Comparative Statement of Expenditures
For the 6 months ended June 30, 2014 and 2013

Expenditures	2014		2014		2014		2013		2013		Variance Favorable (Unfavorable)
	Amended Budget	Year-to-Date Budget	Year-to-Date Actual	Favorable (Unfavorable)	Amended Budget	Year-to-Date Budget	Year-to-Date Actual	Favorable (Unfavorable)			
General Government:											
Mayor & Aldermen	\$ 99,130	\$ 56,139	\$ 51,674	\$ 4,465	\$ 98,350	\$ 49,232	\$ 51,803	\$	\$	\$	(2,571)
Municipal Court	223,521	113,477	110,576	2,901	226,543	113,272	117,189	117,189	117,189	117,189	(3,917)
City Clerk	311,348	153,875	166,411	(12,536)	318,482	159,241	157,812	159,241	157,812	157,812	1,429
Electrons	58,368	29,715	18,944	10,771	90,805	15,402	18,796	18,796	18,796	18,796	(3,394)
Information Services	361,205	193,011	156,928	36,083	332,300	166,150	137,089	137,089	137,089	137,089	29,061
Administration	565,193	275,524	200,962	74,562	431,057	215,528	192,645	192,645	192,645	192,645	22,883
Finance	461,761	229,583	222,504	7,079	539,908	269,954	264,007	269,954	264,007	264,007	5,947
Independent Audit	29,790	29,790	18,435	11,355	34,500	17,250	27,665	17,250	27,665	27,665	(10,415)
Assessor	224,240	87,329	75,084	12,245	253,469	126,735	57,840	126,735	57,840	57,840	68,895
Legal Services	329,950	134,569	145,041	(10,472)	324,920	162,460	120,324	162,460	120,324	120,324	42,136
Municipal Buildings	169,113	77,050	86,087	(9,037)	194,379	97,190	86,675	97,190	86,675	86,675	10,515
Property/liability insurance	100,647	137,817	146,292	(8,475)	81,050	40,525	137,832	40,525	137,832	137,832	(97,307)
Unclassified	2,500	939	-	939	2,500	1,250	-	1,250	-	-	1,250
Total general government	2,936,766	1,518,818	1,398,938	119,880	2,928,263	1,434,189	1,369,677	1,434,189	1,369,677	1,369,677	64,512
Public Safety:											
Police Department	9,270,851	4,625,190	4,283,201	341,989	9,261,071	4,631,318	4,529,792	4,631,318	4,529,792	4,529,792	101,526
Fire Department	5,846,634	2,912,443	2,866,401	46,042	5,999,105	2,999,553	2,923,139	2,999,553	2,923,139	2,923,139	76,414
Public Fire Protection	251,700	126,108	126,000	108	244,300	122,150	122,150	122,150	122,150	122,150	-
Building Inspection	745,737	368,439	325,251	43,188	667,714	333,857	317,430	333,857	317,430	317,430	16,427
Weights and Measures	6,800	6,800	6,800	-	6,800	3,400	6,800	3,400	6,800	6,800	(3,400)
Total public safety	16,121,722	8,038,980	7,607,653	431,327	16,178,990	8,090,278	7,899,311	8,090,278	7,899,311	7,899,311	190,967
Public Works:											
Engineering	621,138	308,862	337,261	(28,399)	606,905	303,452	289,797	303,452	289,797	289,797	13,655
Highway	2,571,182	1,165,769	1,284,933	(119,164)	2,558,674	1,280,380	1,154,712	1,280,380	1,154,712	1,154,712	125,668
Street Lighting	324,630	137,450	123,646	13,804	341,730	179,865	144,638	179,865	144,638	144,638	35,227
Weed Control	15,050	1,297	-	1,297	15,050	7,525	-	7,525	-	-	7,525
Total public works	3,532,000	1,613,378	1,745,840	(132,462)	3,522,359	1,771,222	1,589,147	1,771,222	1,589,147	1,589,147	182,075
Health and Human Services:											
Public Health Department	616,104	293,840	277,877	15,963	609,952	304,976	278,300	304,976	278,300	278,300	26,676
Animal Control	41,700	19,725	22,160	(2,435)	49,050	24,525	17,751	24,525	17,751	17,751	6,774
Total health and human services	657,804	313,565	300,037	13,528	659,002	329,501	296,051	329,501	296,051	296,051	33,450
Culture and Recreation:											
St. Martins Fair	11,000	-	377	(377)	11,000	5,500	-	5,500	-	-	5,500
Civic Celebrations	13,000	-	-	-	13,000	-	-	-	-	-	-
Senior Travel	16,600	5,059	8,127	(3,068)	15,000	14,000	4,325	14,000	4,325	4,325	9,675
Parks	133,082	63,974	66,115	(2,141)	132,901	66,450	47,240	66,450	47,240	47,240	19,210
Total culture and recreation	173,682	69,033	74,619	(5,566)	171,901	85,950	51,565	85,950	51,565	51,565	34,385

A Represents an amendment to Adopted Budget
E Represents an encumbrance for current year from prior year

City of Franklin
General Fund

Comparative Statement of Revenue, Expenses and Fund Balance
For the 6 months ended June 30, 2014 and 2013

Expenditures	2014 Amended Budget	2014 Year-to-Date Budget	2014 Year-to-Date Actual	2014 Favorable (Unfavorable)	2013 Amended Budget	2013 Year-to-Date Budget	2013 Year-to-Date Actual	Variance Favorable (Unfavorable)
Conservation and Development:								
Planning	380,458	171,803	174,800	(2,997)	393,710	196,855	163,619	33,236
Economic Development	91,300	42,811	2,259	40,552	14,300	7,150	1,305	5,845
Total conservation and development	471,758	214,614	177,059	37,555	408,010	204,005	164,924	39,081
Contingency:								
Restricted - other	950,000	-	-	-	950,000	360,809	-	360,809
Unrestricted	125,000	62,500	123,806	(61,306) E	62,075 A	-	-	-
Total contingency	1,075,000	62,500	123,806	(61,306)	1,012,075	360,809	-	360,809
Anticipated underexpenditures	(360,300)	(180,150)	-	(180,150)	(350,000)	-	-	-
Transfers to other funds:								
Street Improvement Fund	200,000	-	-	-	-	-	-	-
Capital Improvement Fund	200,000	-	-	-	85,982	42,991	-	42,991
Total transfers to other funds	400,000	-	-	-	85,982	42,991	-	42,991
Encumbrances	-	-	(191,517)	191,517	-	-	-	-
Total expenditures	\$ 25,008,432	\$ 11,650,738	\$ 11,236,435	\$ 414,303	\$ 24,616,582	\$ 12,318,945	\$ 11,370,675	\$ 948,270
			96.44%				92.30%	

A Represents an amendment to Adopted Budget

E Represents an encumbrance for current year from prior year

BALANCE SHEET

ASSETS	6/30/2013
Cash and investments	\$ 11,798,887
Accounts receivable	259,178
Taxes receivable	2,375,602
Due from other funds	683,829
Advances to Other Funds	-
Due from other governments	10,656
Prepaid expenditures	4,740
Inventories	12,934
Total Assets	\$ 15,145,826

LIABILITIES

Accounts payable	\$ -
Accrued liabilities	453,704
Due to other funds	64,880
Due to other governments	70,636
Special deposits	239,593
Unearned revenue	2,492,139
Total Liabilities	\$ 3,320,952

FUND BALANCES

Nonspendable - inventories and prepaid expenditures	17,674
Unassigned	11,807,200
Total fund balances	11,824,874
Total Liabilities and fund balances	\$ 15,145,826

City of Franklin
Library Fund
Balance Sheet
June 30, 2014 and 2013

	Operating		Restricted	
	2014	2013	2014	2013
Assets				
Cash and investments	\$ 1,042,908	\$ 942,788	\$ 146,188	\$ 122,746
Prepaid expenses	-	-	900	900
Total Assets	\$ 1,042,908	\$ 942,788	\$ 147,088	\$ 123,646
Liabilities and Fund Balance				
Accounts payable	\$ 14,652	\$ -	\$ 86	\$ 135
Accrued salaries & wages	10,774	8,107	-	-
Nonspendable fund balance	-	-	900	900
Assigned fund balance	1,017,482	934,681	146,102	122,611
Total Liabilities and Fund Balance	\$ 1,042,908	\$ 942,788	\$ 147,088	\$ 123,646

Statement of Revenue, Expenses and Fund Balance - Operating Fund
For the Six months ended June 30, 2014 and 2013

	2014		2014		2013		2013		Variance Favorable (Unfavorable)
	Annual Budget	Year-to-Date Actual	Year-to-Date Actual	Variance Favorable (Unfavorable)	Annual Budget	Year-to-Date Actual	Year-to-Date Budget		
Revenue									
Property taxes	\$ 1,240,000	\$ 1,240,000	\$ 1,240,000	\$ -	\$ 1,240,000	\$ 1,240,000	\$ 1,240,000	\$ -	\$ -
Reciprocal borrowing (restricted)	50,000	33,077	-	(33,077)	50,000	-	-	-	-
Investment income	5,000	2,500	8,098	5,598	16,000	8,000	8,000	(9,700)	(17,700)
Transfers in	10,000	-	-	-	21,000	-	-	-	-
Total Revenue	1,305,000	1,275,577	1,248,098	(27,479)	1,327,000	1,248,000	1,248,000	1,230,300	(17,700)
Expenditures:									
Salaries and benefits	906,567	453,284	404,649	48,635	898,098	449,049	449,049	435,525	13,524
Contractual services	16,779	9,504	12,273	(2,769)	16,221	8,111	8,111	14,805	(6,695)
Supplies	36,037	20,954	15,489	5,465	37,237	18,619	18,619	26,027	(7,409)
Services and charges	49,310	34,635	40,965	(6,330)	44,500	22,250	22,250	36,059	(13,809)
Facility charges	248,313	116,034	124,990	(8,956)	240,800	120,400	120,400	104,715	15,685
Capital outlay	103,500	65,979	52,920	13,059	102,500	51,250	51,250	80,895	(29,645)
Capital outlay (restricted)	17,000	-	19,000	(19,000)	34,000	17,000	17,000	22,346	(5,346)
Total Library Costs	1,377,506	700,390	670,286	30,104	1,373,356	686,678	686,678	720,372	(33,694)
Total expenditures	1,377,506	700,390	670,286	30,104	1,373,356	686,678	686,678	720,372	(33,694)
Revenue over (under) expenditures	(72,506)	575,187	577,812	2,625	(46,356)	561,322	561,322	509,928	(51,394)
Fund balance, beginning of year	439,670	439,670	439,670		424,753	424,753	424,753	424,753	
Fund balance, end of period	\$ 367,164	\$ 1,017,482	\$ 1,017,482		\$ 378,397	\$ 934,681	\$ 934,681	\$ 934,681	

City of Franklin
Solid Waste Collection Fund
Balance Sheet
June 30, 2014 and 2013

<u>Assets</u>	<u>2014</u>	<u>2013</u>
Cash and investments	\$ 955,975	\$ 840,232
Total Assets	<u>\$ 955,975</u>	<u>\$ 840,232</u>
<u>Liabilities and Fund Balance</u>		
Accounts payable	\$ 126,914	\$ -
Accrued salaries & wages	315	317
Restricted fund balance	828,746	839,915
Total Liabilities and Fund Balance	<u>\$ 955,975</u>	<u>\$ 840,232</u>

Statement of Revenue, Expenses and Fund Balance
For the Six months ended June 30, 2014 and 2013

<u>Revenue</u>	<u>2014 Adopted Budget</u>	<u>2014 Year-to-Date Budget</u>	<u>2014 Year-to-Date Actual</u>	<u>2013 Year-to-Date Actual</u>
Grants	\$ 69,000	69,000	\$ 69,214	\$ 69,267
User Fees	1,157,000	1,137,376	1,168,087	1,153,776
Landfill Operations-tippage	331,800	130,331	137,861	127,687
Investment Income	-	-	7,046	(8,296)
Sale of Recycling Bins	-	-	-	21
Sale of Recyclables	5,000	2,500	3,399	5,065
Total Revenue	<u>1,562,800</u>	<u>1,339,207</u>	<u>1,385,607</u>	<u>1,347,520</u>
Expenditures:				
Personal Services	22,194	11,097	9,244	14,930
Refuse Collection	654,200	327,100	324,660	264,124
Recycling Collection	361,800	180,900	179,133	145,915
Leaf & Brush Pickups	53,000	26,500	17,530	17,119
Tippage Fees	430,600	215,300	213,281	165,223
Miscellaneous	1,960	980	1,320	840
Total expenditures	<u>1,523,754</u>	<u>761,877</u>	<u>745,168</u>	<u>608,151</u>
Revenue over (under) expenditures	39,046	<u>577,330</u>	640,439	739,369
Fund balance, beginning of year	<u>188,307</u>		<u>188,307</u>	<u>100,546</u>
Fund balance, end of period	<u>\$ 227,353</u>		<u>\$ 828,746</u>	<u>\$ 839,915</u>

City of Franklin
Capital Outlay Fund
Balance Sheet
June 30, 2014 and 2013

<u>Assets</u>	<u>2014</u>	<u>2013</u>
Cash and investments	\$ 565,123	\$ 561,224
Accrued Receivables	-	757
Total Assets	<u>\$ 565,123</u>	<u>\$ 561,981</u>
<u>Liabilities and Fund Balance</u>		
Accounts payable	\$ 24,125	\$ -
Miscellaneous claims payable	18,278	23,746
Encumbrance	9,252	-
Assigned fund balance	513,468	538,235
Total Liabilities and Fund Balance	<u>\$ 565,123</u>	<u>\$ 561,981</u>

**Statement of Revenue, Expenses and Fund Balance
For the Six months ended June 30, 2014 and 2013**

<u>Revenue</u>	<u>2014 Amended Budget</u>	<u>2014 Year-to-Date Budget</u>	<u>2014 Year-to-Date Actual *</u>	<u>2013 Year-to-Date Actual</u>
Property Taxes	\$ 430,000	\$ 430,000	\$ 430,000	\$ 394,000
Grants	-	-	5,200	-
Landfill Siting	67,000	48,902	58,700	57,099
Investment Income	-	-	9,927	(5,175)
Miscellaneous Revenue	30,000	8,390	9,169	27,799
Transfers from Fund Balance	97,296	-	-	-
Total Revenue	<u>624,296</u>	<u>487,292</u>	<u>512,996</u>	<u>473,723</u>
Expenditures:				
General Government	130,250	38,279	26,114	45,501
Public Safety	448,562	187,832	247,160	171,053
Public Works	84,870	42,435	46,910	53,091
Health and Human Services	510	255	-	-
Culture and Recreation	18,000	9,000	11,919	296
Conservation and Development	1,750	875	-	680
Contingency	55,000	25,000	5,000	-
Total expenditures	<u>738,942</u>	<u>303,676</u>	<u>337,103</u>	<u>270,621</u>
Revenue over (under) expenditures	(114,646)	<u>183,616</u>	175,893	203,102
Fund balance, beginning of year	<u>337,575</u>		<u>337,575</u>	<u>335,133</u>
Fund balance, end of period	<u>\$ 222,929</u>		<u>\$ 513,468</u>	<u>\$ 538,235</u>

* Amount shown is actual expenditures plus encumbrance

7/16/2014

Findata:Qtrrpt Capital Outlay June 2014

City of Franklin
Equipment Replacement Fund
Comparative Balance Sheet
June 30, 2014 and 2013

<u>Assets</u>	<u>2014</u>	<u>2013</u>
Cash and investments	\$ 2,232,275	\$ 1,872,885
Total Assets	<u>\$ 2,232,275</u>	<u>\$ 1,872,885</u>
 <u>Liabilities and Fund Balance</u>		
Accounts payable	\$ 50,087	\$ -
Encumbrance	39,138	-
Assigned fund balance	2,143,050	1,872,885
Total Liabilities and Fund Balance	<u>\$ 2,232,275</u>	<u>\$ 1,872,885</u>

**Comparative Statement of Revenue, Expenses and Fund Balance
For the Six months ended June 30, 2014 and 2013**

	<u>2014</u> <u>Amended</u> <u>Budget</u>	<u>2014</u> <u>Year-to-Date</u> <u>Budget</u>	<u>2014</u> <u>Year-to-Date</u> <u>Actual *</u>	<u>2013</u> <u>Year-to-Date</u> <u>Actual</u>
Revenue:				
Property Taxes	\$ 337,000	\$337,000	\$ 337,000	\$ 285,000
Landfill	100,000	72,988	84,300	85,649
Investment Income	-	-	40,714	(17,620)
Transfers From Fund Balance	10,600	-	-	-
Total revenue	<u>447,600</u>	<u>409,988</u>	<u>462,014</u>	<u>353,029</u>
Expenditures:				
Public Safety	60,100	47,492	56,159	156,661
Public Works	182,000	71,318	178,850	90,178
Total expenditures	<u>242,100</u>	<u>118,810</u>	<u>235,009</u>	<u>246,839</u>
Revenue over (under) expenditures	205,500	<u>291,178</u>	227,005	106,190
Fund balance, beginning of year	<u>1,916,045</u>		<u>1,916,045</u>	<u>1,766,695</u>
Fund balance, end of period	<u>\$ 2,121,545</u>		<u>\$ 2,143,050</u>	<u>\$ 1,872,885</u>

* Amount shown is actual expenditures plus emcumbrance

**City of Franklin
Street Improvement Fund
Balance Sheet
June 30, 2014 and 2013**

<u>Assets</u>	<u>2014</u>	<u>2013</u>
Cash and investments	\$ 1,014,385	\$ 1,053,745
Total Assets	\$ 1,014,385	\$ 1,053,745
<u>Liabilities and Fund Balance</u>		
Accounts payable	\$ 1,111	\$ -
Assigned fund balance	1,013,274	1,053,745
Total Liabilities and Fund Balance	\$ 1,014,385	\$ 1,053,745

**Statement of Revenue, Expenses and Fund Balance
For the Six months ended June 30, 2014 and 2013**

	<u>2014 Amended Budget</u>	<u>2014 Year-to-Date Totals</u>	<u>2013 Year-to-Date Totals</u>
Revenue:			
Property Taxes	\$ 681,600	\$ 681,600	\$ 610,000
Landfill Siting	133,000	112,400	114,199
Investment Income	-	9,776	(7,836)
Local Road Improvement Aids	78,000	-	-
Transfer from General Fund	200,000	-	-
Transfer from Fund Balance	36,900	-	-
Total revenue	1,129,500	803,776	716,363
Expenditures:			
Street Reconstruction Program - Current Year	960,000	9,065	11,942
Transfer to General Fund	200,000	-	-
Street Reconstruction Program - Prior Year	36,900	-	-
Total expenditures	1,196,900	9,065	11,942
Revenue over (under) expenditures	(67,400)	794,711	704,421
Fund balance, beginning of year	218,563	218,563	349,324
Fund balance, end of period	\$ 151,163	\$ 1,013,274	\$ 1,053,745

**City of Franklin
Capital Improvement Fund
Balance Sheet
June 30, 2014 and 2013**

<u>Assets</u>	<u>2014</u>	<u>2013</u>
Cash and investments	\$ 306,048	\$ 223,535
Due from State of Wisconsin	-	-
Accrued receivables	847	847
Total Assets	<u>\$ 306,895</u>	<u>\$ 224,382</u>
<u>Liabilities and Fund Balance</u>		
Accounts payable	\$ 51,869	\$ -
Contracts Payable	27,786	10,212
Accrued payables	-	-
Assigned fund balance	227,240	214,170
Total Liabilities and Fund Balance	<u>\$ 306,895</u>	<u>\$ 224,382</u>

**Statement of Revenue, Expenses and Fund Balance
For the Six months ended June 30, 2014 and 2013**

	<u>2014 Amended Budget</u>	<u>2014 Year-to-Date Totals</u>	<u>2013 Year-to-Date Totals</u>
Revenue:			
Block Grants	\$ 147,000	\$ -	\$ -
Landfill Siting	296,000	85,163	-
Transfers from Other Funds	2,700,000	-	-
Transfers from General Funds	200,000	-	-
Transfers from Impact Fees	1,410,140	-	-
Transfers from Connection Fees	1,000,000	-	-
Transfers from Fund Balance	137,519	-	-
Bond Proceeds	2,000,000	-	-
Investment Income	-	80	(2,556)
Total revenue	<u>7,890,659</u>	<u>85,243</u>	<u>(2,556)</u>
Expenditures:			
General Government	184,764	-	-
Public Safety	141,000	112,938	6,143
Public Works	198,300	55,237	9,332
Culture and Recreation	-	482	7,250
Sewer & Water	-	8,274	34,161
Contingency	7,138,488	-	-
Total expenditures	<u>7,662,552</u>	<u>176,931</u>	<u>56,886</u>
Revenue over (under) expenditures	228,107	(91,688)	(59,442)
Fund balance, beginning of year	318,928	318,928	273,612
Fund balance, end of period	<u>\$ 547,035</u>	<u>\$ 227,240</u>	<u>\$ 214,170</u>

**City of Franklin
Development Fund
Comparative Balance Sheet
June 30, 2014 and 2013**

<u>Assets</u>	<u>2014</u>	<u>2013</u>
Cash and investments	\$ 2,113,629	\$ 1,592,518
Due From Debt Service Fund	1,075,000	2,137,000
Due From TID 3	2,250,000	1,150,000
Total Assets	\$ 5,438,629	\$ 4,879,518
<u>Liabilities and Fund Balance</u>		
Accounts payable	\$ -	\$ 1,850
Non-Spendable - Advances	3,287,000	3,112,000
Assigned fund balance	2,151,629	1,765,668
Total Fund Balance	5,438,629	4,877,668
Total Liabilities and Fund Balance	\$ 5,438,629	\$ 4,879,518

**Comparative Statement of Revenue, Expenses and Fund Balance
For the Six months ended June 30, 2014 and 2013**

	<u>2014</u>	<u>2014</u>	<u>2014</u>	<u>2013</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>
Revenue:				
Impact Fee: Parks	\$ 194,250	\$ 106,374	\$ 90,208	\$ 155,791
Impact Fee: Southwest Sewer Serv	-	-	5,856	-
Impact Fee: Administration	5,000	2,550	3,465	2,970
Impact Fee: Water	275,000	125,648	128,050	204,764
Impact Fee: Transportation	17,000	7,564	39,853	7,519
Impact Fee: Fire Protection	31,250	15,702	30,657	18,179
Impact Fee: Law Enforcement	60,000	30,074	56,160	32,448
Impact Fee: Library	62,500	34,007	25,249	31,896
Investment Income	10,000	5,000	31,362	(10,350)
Interfund Interest Income	85,694	42,847	60,090	58,011
Total revenue	740,694	369,766	470,950	501,228
Expenditures:				
Other Professional Services	3,241	-	-	-
Transfer to Debt Service:				
Law Enforcement	204,978	63,609	-	96,000
Fire	43,013	18,096	36,622	36,191
Transportation	73,535	21,550	14,867	43,100
Library	133,650	44,292	33,000	63,000
Total Transfers to Debt Service	455,176	147,547	84,489	238,291
Transfer to Capital Improvement Fund:				
Water	-	-	-	-
Park	1,557,949	-	-	-
Total Transfers to Capital Improve	1,557,949	-	-	-
Total expenditures	2,016,366	147,547	84,489	238,291
Revenue over (under) expenditures	(1,275,672)	222,219	386,461	262,937
Fund balance, beginning of year	5,052,168		5,052,168	4,614,731
Fund balance, end of period	\$ 3,776,496		\$ 5,438,629	\$ 4,877,668

City of Franklin
Development Fund
Summary of Impact Fee Activity
For the three months ended March 31, 2014

Cash Acct	4292	4293	4294	4295	4296	4297	4299	Net Cash Balance
Revenue Acct	4292	4293	4294	4295	4296	4297	4299	Net Cash Balance
Expenditure Acct	4292	4293	4294	4295	4296	4297	4299	Net Cash Balance
	SW Sewer	Admin Fee	Water	Transportation	Fire Protection	Law Enforcement	Library	
	Community Center							
Beginning Bal, 12/31/13		55,584.04	909,912.49	32.55	47,442.09	19,674.97	28,827.12	5,054,018.27
1st Quarter								
Impact Fees	2,567,855.21	770.00	63,040.00	15,142.00	9,800.00	17,892.00	5,579.00	134,863.00
Expenditures	19,712.00		(1,850.00) ²	(14,867.12) ¹	(36,621.75) ¹	0.00	(33,000.00) ¹	(86,338.87)
subtotal	2,587,567.21	56,354.04	971,102.49	307.43	20,620.34	37,566.97	1,406.12	5,102,542.40
Transfers						0.00		0.00
Investment Income	21,361.56	463.82	7,794.01	1.41	282.02	237.18	125.27	42,083.84
Ending balance 3/31/2014	2,608,928.77	56,817.86	978,896.50	308.84	20,902.36	37,804.15	1,531.39	5,144,626.24
2nd Quarter								
Impact Fees	70,496.00	2,695.00	65,010.00	24,711.00	20,857.00	38,268.00	19,670.00	244,635.00
Expenditures								0.00
subtotal	2,679,424.77	59,512.86	1,043,906.50	25,019.84	41,759.36	76,072.15	21,201.39	5,389,261.24
Transfers								0.00
Investment Income	24,544.71	545.18	9,562.64	229.19	382.53	696.85	194.21	49,368.00
Ending balance 6/30/2014	2,703,969.48	60,058.04	1,053,469.14	25,249.03	42,141.89	76,769.00	21,395.60	5,438,629.24
Number of Months	188.69		54.22	5.30	9.72	9.58	4.55	
Year-to-Date Impact Fees	90,208.00	3,465.00	128,050.00	39,853.00	30,657.00	56,160.00	25,249.00	379,498.00
2013 Impact Fees	317,206.00	6,160.00	427,429.00	31,829.00	45,110.00	82,280.00	66,179.00	976,193.00
2012 Impact Fees	263,398.00	6,160.00	233,136.00	57,171.00	52,004.00	96,141.00	56,468.00	764,478.00
* Funded by an Administrative Fee not an impact fee								
Scheduled Debt Payment (P&I - 2013)				73,609.49	42,959.25	204,977.70	118,947.86	
1 Debt service payments				870,299.74	390,000.00	1,888,400.00	1,099,029.83	
2 Oversizing payments made			0.00					
Oversizing payments due in future periods								

* Funded by an Administrative Fee not an impact fee

Scheduled Debt Payment (P&I - 2013)

Remaining Debt Balance

² Oversizing payments made

² Oversizing payments due in future periods

City of Franklin
Debt Service Funds
Balance Sheet
June 30, 2014 and 2013

	2014 Special Assessment	2014 Debt Service	2014 Total	2013 Special Assessment	2013 Debt Service	2013 Total
Assets						
Cash and investments	\$ 400,582	\$ 129,640	\$ 530,222	\$ 523,242	\$ 106,831	\$ 630,073
Taxes receivable	-	-	-	-	-	-
Special assessment receivable	199,699	-	199,699	270,575	-	270,575
Total Assets	\$ 600,281	\$ 129,640	\$ 729,921	\$ 793,817	\$ 106,831	\$ 900,648
Liabilities and Fund Balance						
Unearned & unavailable revenue	\$ 199,699	\$ -	\$ 199,699	\$ 270,575	\$ -	\$ 270,575
Due to other funds	-	1,075,000	1,075,000	-	2,137,000	2,137,000
Unassigned fund balance	400,582	(945,360)	(544,778)	523,242	(2,030,169)	(1,506,927)
Total Liabilities and Fund Balance	\$ 600,281	\$ 129,640	\$ 729,921	\$ 793,817	\$ 106,831	\$ 900,648

Statement of Revenue, Expenses and Fund Balance
For the Six months ended June 30, 2014 and 2013

	2014 Special Assessment	2014 Debt Service	2014 Year-to-Date Actual	2014 Annual Budget	Variance Favorable (Unfavorable)	2013 Special Assessment	2013 Debt Service	2013 Year-to-Date Actual	2013 Annual Budget	Variance Favorable (Unfavorable)
Revenue										
Property Taxes	\$ -	\$ 1,600,000	\$ 1,600,000	\$ 1,600,000	\$ -	\$ -	\$ 1,650,000	\$ 1,650,000	\$ 1,650,000	\$ -
Special Assessments	4,976	-	4,976	-	4,976	-	-	-	-	-
Investment Income	8,305	42	8,347	-	8,347	(10,098)	(10,098)	-	-	(10,098)
Total Revenue	13,281	1,600,042	1,613,323	1,600,000	13,323	(10,098)	1,639,902	1,650,000	1,650,000	(10,098)
Expenditures:										
Debt Service:										
Principal	-	570,000	570,000	570,000	-	-	620,000	620,000	620,000	-
Interest	-	155,515	155,515	300,200	144,685	-	167,295	167,295	322,810	155,515
Interfund Interest Expense	-	24,308	24,308	45,444	21,136	-	23,780	44,558	86,570	42,012
Total expenditures	-	749,823	749,823	915,644	165,821	-	811,075	831,853	1,029,380	197,527
Transfers in	-	304,133	304,133	377,644	(73,511)	-	238,292	238,292	377,644	(139,352)
Transfers out	(219,644)	-	(219,644)	-	219,644	-	-	-	-	-
Net change in fund balances	(206,363)	1,154,352	947,989	1,062,000	325,277	(10,098)	1,077,217	1,046,341	998,264	48,077
Fund balance, beginning of year	606,945	(2,099,712)	(1,492,767)	(1,492,767)		533,340	(3,086,608)	(2,553,268)	(2,553,268)	
Fund balance, end of period	\$ 400,582	\$ (945,360)	\$ (544,778)	\$ (430,767)		\$ 523,242	\$ (2,009,391)	\$ (1,506,927)	\$ (1,555,004)	

City of Franklin
Tax Increment Financing District #3
Balance Sheet
June 30, 2014 and 2013

Assets	2014	2013
Cash and investments	\$ 70,381	\$ (39,596)
Accounts & Interest receivable	14,039	-
Notes receivable	-	6,195,000
Taxes receivable	-	-
Total Assets	\$ 84,420	\$ 6,155,404
Liabilities and Fund Balance		
Accounts payable	\$ -	\$ -
Unearned revenue	-	-
Line of Credit Advance from Development Fund	3,350,000	1,150,000
Total Liabilities	3,350,000	1,150,000
Nonspendable fund balance - note receivable	9,545,000	7,345,000
Unassigned fund balance	(12,810,580)	(2,339,596)
Total Fund Balance	(3,265,580)	5,005,404
Total Liabilities and Fund Balance	\$ 84,420	\$ 6,155,404

Statement of Revenue, Expenses and Fund Balance
For the Six months ended June 30, 2014 and 2013

	2014	2014	2014	2013
	Annual	Year-to-Date	Year-to-Date	Year-to-Date
	Forecast	Forecast	Actual	Actual
Revenue				
General property tax levy	\$ 1,572,200	\$ 1,572,200	\$ 1,572,198	\$ 1,547,835
State exempt computer aid	407,500	-	-	-
Investment income	60,776	60,776	97,804	65,340
Total revenue	2,040,476	1,632,976	1,670,002	1,613,175
Expenditures				
Transfer to other funds	-	\$ -	-	-
Debt service principal	9,695,000	9,695,000	9,695,000	3,170,000
Debt service interest & fees	347,900	173,950	215,030	274,022
Administrative expenses	29,000	14,500	7,062	12,658
Interfund interest	-	-	51,604	13,453
Capital outlays	40,400	20,200	140,384	-
Total expenditures	10,112,300	9,903,650	10,109,080	3,470,133
	(8,071,824)	\$ (8,270,674)	(8,439,078)	(1,856,958)
Fund balance, beginning of year	5,173,498		5,173,498	6,862,362
Fund balance, end of period	\$ (2,898,326)		\$ (3,265,580)	\$ 5,005,404

City of Franklin
Tax Increment Financing District #4
Balance Sheet
June 30, 2014 and 2013

<u>Assets</u>	<u>2014</u>	<u>2013</u>
Cash and investments	\$ 113,940	\$ 112,050
Developer receivable	1,199	-
Taxes receivable	-	-
 Total Assets	 <u>\$ 115,139</u>	 <u>\$ 112,050</u>
 <u>Liabilities and Fund Balance</u>		
Accounts payable	\$ -	\$ -
Unearned revenue	-	-
Interfund Advance from Development Fund	1,238,000	2,163,000
Total Liabilities	<u>1,238,000</u>	<u>2,163,000</u>
 Unassigned Fund Balance	 (1,122,861)	 (2,050,950)
Total Liabilities and Fund Balance	<u>\$ 115,139</u>	<u>\$ 112,050</u>

Statement of Revenue, Expenses and Fund Balance
For the Six months ended June 30, 2014 and 2013

	<u>2014</u> <u>Annual</u> <u>Forecast</u>	<u>2014</u> <u>Year-to-Date</u> <u>Forecast</u>	<u>2014</u> <u>Year-to-Date</u> <u>Actual</u>	<u>2013</u> <u>Year-to-Date</u> <u>Actual</u>
Revenue				
General property tax levy	\$ 954,700	\$ 954,700	\$ 972,728	\$ 862,296
State exempt computer aid	24,600	-	-	-
Investment income	1,600	800	898	(4,567)
Total revenue	<u>980,900</u>	<u>955,500</u>	<u>973,626</u>	<u>857,729</u>
Expenditures				
Debt service/interfund interest	77,400	\$ 38,700	31,508	52,185
Administrative expenses	11,400	5,700	6,102	5,992
Capital outlays	-	-	-	-
Total expenditures	<u>88,800</u>	<u>44,400</u>	<u>37,610</u>	<u>58,177</u>
Revenue over (under) expenditures	892,100	<u>\$ 911,100</u>	936,016	799,552
Fund balance, beginning of year	<u>(2,058,877)</u>		<u>(2,058,877)</u>	<u>(2,850,502)</u>
Fund balance, end of period	<u>\$ (1,166,777)</u>		<u>\$ (1,122,861)</u>	<u>\$ (2,050,950)</u>

**City of Franklin
2014 Six Month Financial Report
Sanitary Sewer Fund**

The six month 2014 financial report for the City of Franklin Sanitary Sewer Fund is attached. Significant fluctuations from the budget are detailed below.

Operating Revenue

Sewer service revenue is less than the budget by \$9,910. Revenues are \$47,604 (3.0%) greater than the prior year. The 2014 rate increase became effective in the second quarter. There are 72 (1%) more customers in 2014 than 2013.

Operating Expenditures

Sewer service charges to the Milwaukee Metropolitan Sewerage District for the year are \$984,308 which is \$39,797 less than the budget. Shared meter costs with the water utility are allocated at the end of the year.

Other operating expenditures, not including MMSD charges, are \$17,085 more than the budgeted levels. 2014 had \$72,984 of rehabilitation costs which was \$56,108 more than budget. A 35th & 36th Street project was completed early in 2014.

Non-operating Revenue (Expenditures)

Investment income and expense relates to the Clean Water Fund loan, and is a pass thru to MMSD. The depreciation on contributions was on budget. The value of the capital contributions is recorded at year end. The depreciation is allocated monthly and the actual expense is calculated and adjusted at years end.

Retained Earnings

Retained earnings are the measure of the health of the operation. For the year, the retained earnings have increased \$160,311.

Impact of the Ryan Creek Interceptor Sewer Project

The Ryan Creed Interceptor Sewer Project, begun in 2011, was completed in 2013 for \$24,588,635, \$2.1 million less than contracted. Funds were borrowed under the Clean Water Fund program, and are recoverable from MMSD beginning in 2015. The Sewer Fund has borrowed \$1,909,497 from general fund to fund principal & interest payments to date. These funds will be recovered in 2017 from MMSD and then repaid to general fund.

Sewer Infrastructure Funding Sources

In May, 2013, the Common Council adopted Ordinance 2013-2105 to create the Southwest Sewer District and provide for the extension of and cost recovery of public sanitary sewer within the service area served by the Ryan Creek Interceptor public sanitary sewer. An Impact fee was established at \$2,928 for a residential unit with an additional \$1,464 for each additional unit. Through June 30, 2014, \$17,902 has been collected.

In addition to the sewer fund operations, the City also collects a sewer connection fee on connections from new and existing construction outside the Southwest Sewer service area, to be used to fund sewer construction projects. YTD collection of sewer connection fees in 2014 amounts to \$26,304 and funds on hand at June 30, 2014 totaled \$266,246.

City of Franklin
Sanitary Sewer Fund
Comparative Balance Sheet
June 30, 2014 and 2013

	2014	2013
<u>Assets</u>		
Current assets:		
Cash and investments	\$ 2,070,820	\$ 1,704,064
Accounts receivable	928,589	926,536
Accrued receivables	-	-
Due from Franklin Water Utility	43,950	94,622
Miscellaneous receivable	44,310	28,815
Total current assets	3,087,669	2,754,037
Non current assets:		
Due from MMSD	25,771,125	24,455,002
Sanitary Sewer plant in service:		
Land	358,340	358,340
Buildings and improvements	1,605,333	1,605,333
Improvements other than buildings	53,965,043	53,255,869
Machinery and equipment	788,883	687,996
Construction in progress	99,246	92,044
	56,816,845	55,999,582
Less accumulated depreciation	(13,249,452)	(12,627,133)
Net sanitary sewer plant in service	43,567,393	43,372,449
Total Assets	\$ 72,426,187	\$ 70,581,488
<u>Liabilities and Net Assets</u>		
Current liabilities:		
Accounts payable	\$ 11,419	\$ -
Accrued liabilities	520,699	775,153
Due to Franklin Water Utility	-	-
Due to General Fund - non-interest bearing	2,010,184	211,172
Total current liabilities	2,542,302	986,325
Non current liabilities:		
Accrued compensated absences	57,727	52,775
General Obligation Notes payable - CWF	23,486,522	23,613,507
Total liabilities	26,086,551	24,652,607
Net Assets:		
Invested in capital assets, net of related debt	43,567,393	43,372,449
Sewer equipment replacement	277,230	334,508
Retained earnings	2,495,013	2,221,924
Total net assets	46,339,636	45,928,881
Total Liabilities and Net Assets	\$ 72,426,187	\$ 70,581,488

City of Franklin
Sanitary Sewer Fund
Statement of Revenue, Expenditures,
and Changes in Net Assets
For the Six months ended June 30, 2014 and 2013

	2014 Amended Budget	2014 Year-to-Date Budget	Current Year-to-Date Totals	Prior Year-to-Date Totals
Operating Revenue				
Residential	\$ 1,919,075	\$ 958,640	\$ 920,800	\$ 910,720
Commercial	869,938	413,018	212,352	396,479
Industrial	284,321	136,746	190,050	170,487
Public Authority	218,545	108,019	79,705	82,879
Penalties/Other	40,000	11,906	10,454	10,250
Multi Family	-	-	205,058	-
Total Operating Revenue	<u>3,331,879</u>	<u>1,628,329</u>	<u>1,618,419</u>	<u>1,570,815</u>
Operating Expenditures				
Salaries and benefits	\$ 462,678	\$ 231,339	\$ 224,095	\$ 256,114
Contractual services	100,365	68,521	77,259	58,051
Supplies	102,500	49,650	25,503	33,703
Facility charges	57,504	29,424	20,538	22,136
Shared meter costs	10,000	5,000	-	-
Sewer service - MMSD	2,048,209	1,024,105	984,308	946,226
Other operating costs	21,945	12,171	11,392	9,031
Allocated expenses	108,510	54,255	52,500	52,514
Sewer improvements	250,000	16,876	72,984	3,648
Depreciation	63,500	31,750	31,800	36,504
Total operating expenditures	<u>3,225,211</u>	<u>1,523,091</u>	<u>1,500,379</u>	<u>1,417,927</u>
Operating Income (Loss)	106,668	105,238	118,040	152,888
Non-Operating Revenue (Expenditures)				
Miscellaneous income	3,000	1,693	1,250	1,350
Investment income	518,860	259,430	343,366	177,389
Interest expense	(510,860)	(255,430)	(302,345)	(188,634)
RCI expenses	-	-	-	-
Total non-operating revenue (expenditures)	<u>11,000</u>	<u>5,693</u>	<u>42,271</u>	<u>(9,895)</u>
Income (Loss) before Capital Contributions	<u>117,668</u>	<u>110,931</u>	<u>160,311</u>	<u>142,993</u>
Retained Earnings- Beginning	2,660,847	2,660,847	2,660,847	2,422,962
Transfer (to) from Invested in Capital Assets	(1,430,450)	(2,145,675)	(48,915)	(9,523)
Retained Earnings- Ending	<u>1,348,065</u>	<u>626,103</u>	<u>2,772,243</u>	<u>2,556,432</u>
Capital Contributions	600,000	300,000	-	-
Depreciation - CIAC	(586,000)	(293,000)	(293,400)	(293,000)
Transfer (to) from Retained Earnings	1,430,450	715,225	48,915	9,523
Change in Net Investment in Capital Assets	<u>1,444,450</u>	<u>722,225</u>	<u>(244,485)</u>	<u>(283,477)</u>
Net Investment in Capital Assets-Beginning	43,811,878	43,811,878	43,811,878	43,655,926
Net Investment in Capital Assets-Ending	<u>45,256,328</u>	<u>44,534,103</u>	<u>43,567,393</u>	<u>43,372,449</u>
Total net assets	<u>\$ 46,604,393</u>	<u>\$ 45,160,206</u>	<u>\$ 46,339,636</u>	<u>\$ 45,928,881</u>

**City of Franklin
Sanitary Sewer Fund
Statement of Cash Flows
For the Six months ended June 30, 2014 and 2013**

	2014	2013
Cash Flows from Operating Activities		
Operating income (loss)	\$ 118,040	\$ 152,888
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation	31,800	36,504
allocated from water utility	-	-
(Increase) decrease in assets:		
Accounts receivable	(83,228)	(41,283)
Taxes receivable	133,253	131,668
Due from other funds	10,748	(44,536)
Due from MMSD & Other Governments		
Miscellaneous receivable	-	-
Increase (decrease) in liabilities:		
Accounts payable	(565,432)	(1,842,726)
Accrued expenses	495,839	397,193
Due to other funds	(10,214)	(18,329)
Due to general fund	1,403,700	211,172
Notes payable		
Compensated absences reserve	-	-
Total Adjustments	1,416,466	(1,170,337)
Net Cash Provided by Operating Activities	\$ 1,534,506	\$ (1,017,449)
 Cash Flows From Capital & Related Financing Activities		
Due from MMSD & Other Governments	(319,739)	(455,054)
Notes payable	(1,078,901)	1,548,674
Acquisition of capital assets	(80,716)	(46,027)
Net Cash Provided (Used) in Capital and Financing Activities	(1,479,356)	1,047,593
 Cash Flows from Investing Activities		
Interest and other income	344,616	178,739
Interest expense	(302,345)	(188,634)
Net Change in Cash and Cash Equivalents	97,421	20,249
Cash and Cash Equivalents, beginning of period	1,973,399	1,683,815
Cash and Cash Equivalents, end of period	\$ 2,070,820	\$ 1,704,064

Franklin Municipal Water Utility
Notes to the Financial Statements
For the six months ending June 30, 2014 and 2013

- ¹ Operating revenue is above budgeted levels for the first two quarters. Actual billings were used for the statements. Year to Date water billings include an extra week as the meter reading dates were moved closer to the quarter end. Water usage in 2014 is 1.9% less than 2013 when adjusted for the extra week of billings. Revenues are higher as a result of the rate increase in September 2013.
- ² Operating expenditures are also less than the budget for the first six months. The cost of wholesale water purchased from Oak Creek was estimated for the statements.

Water Connection Fee

Prior to May 31, 2002, the City collected a water connection fee on new construction and connections to existing properties, to be used to fund water main construction projects. The water connection fees on hand on June 30, 2014 total \$41,532.

Water Impact Fee

Since May 31, 2002 a water impact fee on residential and commercial construction replaced the water connection fee. Water Impact Fees collected in 2014 total \$128,050 and funds on hand on June 30, 2014 total \$1,053,469.

Franklin Municipal Water Utility
Comparative Balance Sheet
June 30, 2014 & 2013

Assets	<u>2014</u>	<u>2013</u>
Current Assets:		
Cash and investments	\$ 560,832	\$ 53,784
Accounts receivable	1,477,795	1,382,672
Taxes receivable	-	-
Accrued receivables	-	2,720
Due from City of Franklin	2,582	62,101
Total current assets	<u>2,041,209</u>	<u>1,501,277</u>
Utility plant in service:		
Land	162,885	162,885
Buildings and improvements	1,833,594	1,833,594
Construction in Progress	126,561	127,652
Improvements other than buildings	53,434,293	55,308,436
Machinery and equipment	4,391,209	2,113,986
	<u>59,948,542</u>	<u>59,546,553</u>
Less accumulated depreciation	<u>15,114,815</u>	<u>14,173,313</u>
Net utility plant in service	<u>44,833,727</u>	<u>45,373,240</u>
Total Assets	<u><u>\$ 46,874,936</u></u>	<u><u>\$46,874,517</u></u>
Liabilities and Net Assets		
Liabilities:		
Accounts payable	\$ 19,142	\$ -
Accrued liabilities	724,789	747,404
Due to City of Franklin	338,620	113,416
Advance from municipality	60,000	150,000
Customer deposits	900	2,600
Compensated absences reserve	57,727	52,775
Total liabilities	<u>1,201,178</u>	<u>1,066,195</u>
Net Assets		
Invested in capital assets, net of related debt	44,833,727	45,373,240
Retained earnings	840,031	435,082
Total net assets	<u>45,673,758</u>	<u>45,808,322</u>
Total Liabilities and Net Assets	<u><u>\$ 46,874,936</u></u>	<u><u>\$46,874,517</u></u>

Franklin Municipal Water Utility
Comparative Statement of Revenue, Expenditures,
and Changes in Net Assets
For the six months ending June 30, 2014 and 2013

Operating Revenue	2014	2013
Total metered sales	2,302,006	2,127,077
Fire protection	312,837	300,368
Forfeited discounts, penalties and other	16,937	16,193
Total Operating Revenue	2,631,780	2,443,638
Operating Expenditures		
Operation and maintenance expenses:		
Source of supply	1,361,814	1,403,192
Pumping	68,715	67,532
Water treatment	7,323	1,213
Transmission and distribution	162,713	126,387
Customers' accounts	26,256	28,636
Administrative and general	171,859	200,479
Total operation and maintenance expenses	1,798,680	1,827,439
Depreciation	184,800	195,050
Taxes	546,470	545,820
Total Operating Expenditures	2,529,950	2,568,309
Operating Income (Loss)	101,830	(124,671)
Non-Operating Revenue (Expenses)		
Sundry	22,725	16,355
Interest on investments	(827)	(2,592)
Interest-Debt to Municipality	-	(3,307)
Depreciation - CIAC	(367,500)	(250,000)
Total Non-Operating Revenue (Expenses)	(345,602)	(239,544)
Income before Capital Contributions	(243,772)	(364,215)
Capital Contributions-Developer & Municipality	-	-
Net change in net assets	(243,772)	(364,215)
Net Assets, beginning of period	45,917,530	46,172,537
Net Assets, end of period	\$ 45,673,758	\$45,808,322

Franklin Municipal Water Utility
Comparative Statement of Cash Flows
For the six months ending June 30, 2014 and 2013

	2014	2013
Cash Flows from Operating Activities		
Operating income (loss)	\$ 101,830	\$ (124,671)
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation	184,800	195,050
(Increase) decrease in assets:		
Accounts receivable	(173,672)	(132,021)
Due from other funds	76,124	(18,761)
Taxes receivable	181,829	151,144
Accrued receivables	-	83,933
Increase (decrease) in liabilities:		
Accounts payable	(727,736)	(724,061)
Accrued expenses	724,100	744,333
Due to other funds	221,355	35,650
Advance from municipality	-	(147,000)
Customer deposits	(1,600)	300
Total Adjustments	485,702	188,567
Net Cash Provided (Used) by Operating Activities	587,532	63,896
 Cash Flows From Capital & Related Financing Activities		
Acquisition of capital assets	(102,720)	(79,440)
Net Cash Provided (Used) in Capital and Financing Activities	(102,720)	(79,440)
 Cash Flows from Investing Activities		
Interest, property rental & other income	21,898	13,763
 Net Change in Cash and Cash Equivalents	506,710	(1,781)
Cash and Cash Equivalents, beginning of period	54,122	55,565
Cash and Cash Equivalents, end of period	\$ 560,832	\$ 53,784

Franklin Municipal Water Utility
Detailed Statement of Revenue, Expenditures
and Changes in Net Assets
For the six months ending June 30, 2014 and 2013

Account Description	Annual Budget	Year to Date Budget	Current Year to Date	Prior Year to Date
Operating Revenue				
Metered Sales-Residential	\$ 2,892,961	\$ 1,271,942	\$ 1,298,876	\$ 1,230,450
Metered Sales-Commercial	1,493,706	658,299	322,897	594,156
Metered Sales-Industrial	336,501	155,632	180,179	156,635
Other Sales to Public Authority	279,336	133,625	144,538	145,836
Metered Sales-Multifamily	-	-	327,388	-
Metered Sales-Irrigation	-	-	28,128	-
Total Metered Sales	5,002,504	2,219,498	2,302,006	2,127,077
Unmetered Sales	-	-	1,375	1,558
Private Fire Protection	116,000	58,737	58,958	55,441
Public Fire Protection	501,400	251,978	253,879	244,927
Forfeited Discount	60,000	17,565	15,562	14,635
Total Operating Revenue	\$ 5,679,904	\$ 2,547,778	\$ 2,631,780	\$ 2,443,638
Operating Expenditures				
Operation and maintenance expense				
Source of Supply-Oper Labor	\$ 1,500	\$ 750	\$ -	\$ 2,040
Operations Supplies & Expense	10,000	3,931	4,113	1,846
Wholesale Water	3,137,056	1,568,528	1,354,829	1,398,836
Maint of Water Source plant	4,000	1,036	2,872	470
Source of Supply	3,152,556	1,574,245	1,361,814	1,403,192
Pumping-Fuel	46,350	20,769	27,470	24,673
Pumping-Operations Labor	68,000	34,000	39,576	36,401
Pumping-Main Labor Pumping	10,400	5,200	301	222
Pumping-Main Expense Pumping	11,000	5,500	1,368	6,236
Pumping	135,750	65,469	68,715	67,532
Water Treat Chemicals	500	-	-	-
Water Treat Operation Labor	520	260	1,371	-
Water Treat Tests	23,000	8,208	5,779	465
Water Treat Maint Labor	520	260	135	748
Water Treat Maint Expenses	500	-	38	-
Water Treatment	25,040	8,728	7,323	1,213
Storage Software Maintenance	11,000	2,475	-	-
Trans & Distr Labor	33,280	16,640	10,709	14,795
Trans & distr Supp Exp	31,000	14,679	5,473	8,275
Trans & Distr Safety Supplies & Expense	4,000	1,134	166	621
Maint Labor-Distr Reservoir	4,000	2,000	271	135
Maint Expenses-Distr Reservoir	4,000	28	771	24
Maintenance Labor-Mains	15,600	7,800	4,019	3,811
Maintenance Expense-Mains	35,000	14,965	35,778	18,089
Locating Labor-Mains	12,150	6,075	4,755	3,069
Maint Labor-Services	17,000	8,500	5,929	3,822
Maint Expense-Services	57,000	22,773	28,586	15,709
Locating Labor-Services	12,000	6,000	5,209	8,273
Maint Labor-Meters	20,800	10,400	12,128	7,228
Maint Expenses-Meters	3,000	1,657	66	1,308
Maint Labor-Hydrants	26,000	13,000	16,117	19,454
Maint Expenses-Hydrants	48,000	15,878	4,577	8,849
Maint Labor-Plant	11,024	5,512	15,465	9,039
Maint Expenses-Plant	15,000	9,931	12,694	3,886
Transmission & Distribution	359,854	159,447	162,713	126,387

Franklin Municipal Water Utility
Detailed Statement of Revenue, Expenditures
and Changes in Net Assets
For the six months ending June 30, 2014 and 2013

Account Description	Annual Budget	Year to Date Budget	Current Year to Date	Prior Year to Date
Meter Reading Labor	8,112	4,056	2,813	3,329
Acct & Collection Labor	23,140	11,570	4,758	10,314
Acctg & Coll Payroll Exp	13,468	6,734	6,480	6,475
Supplies & Expense	8,000	3,108	2,167	3,760
Bank Fees	10,150	5,032	8,303	4,180
Uncollectible Accounts	-	-	1,735	578
Customer Accounts	62,870	30,500	26,256	28,636
Admin & General Payroll Exp	49,192	24,596	23,700	23,650
Office Supplies	1,100	550	81	239
Conferences/Dues/Subscriptions	6,000	2,173	4,044	1,986
Mileage	1,000	655	237	189
Outside Services	46,200	23,100	15,600	53,249
Insurance	29,952	14,101	12,480	12,485
Employee Leave Time & Benefits	208,012	104,006	105,163	99,742
Regulatory Commision Exp	5,000	75	125	125
Misc General Expense	1,000	200	-	114
Maintenance of General Plant	5,500	1,441	9,798	8,512
Transportation Expenses	19,500	9,280	631	188
Administrative and general	372,456	180,177	171,859	200,479
Total Operation and Maintenance Expenditures	4,108,526	2,018,566	1,798,680	1,827,439
Depreciation	355,000	180,253	184,800	195,050
Taxes-Property Tax Equivalent	1,070,000	525,995	535,200	535,000
Taxes-FICA	24,253	11,043	11,270	10,820
Total Operating Expenditures ²	5,557,779	2,735,857	2,529,950	2,568,309
Operating Income	\$ 122,125	\$ (188,079)	\$ 101,830	\$ (124,671)
Non-Operating Revenue (Expenditures)				
Interest Income	-	-	(827)	(2,592)
Misc Revenue	3,000	979	-	-
Water Property Rent	39,000	20,442	20,827	15,239
Other Water Revenue	-	-	1,898	1,116
Interest-Debt to Municipality	-	-	-	(3,307)
Total non-operating revenue	42,000	21,421	21,898	10,456
Income before capital contributions	\$ 164,125	\$ (166,658)	\$ 123,728	\$ (114,215)
Retained earnings - beginning	634,223	634,223	634,223	430,380
Transfer (to) from invested in capital assets	(1,735,680)	(867,840)	82,080	118,917
Retained earnings - ending	\$ (937,332)	\$ (400,275)	\$ 840,031	\$ 435,082
Capital contributions	500,000	-	-	-
Depreciation - CIAC	(500,000)	(250,000)	(367,500)	(250,000)
Transfer (to) from retained earnings	1,735,680	867,840	(82,080)	(118,917)
Change in net investment	(138,984)	(1,050,550)	(449,580)	(368,917)
Net investment in capital assets - beginning	45,283,307	45,283,307	45,283,307	45,742,157
Net investment in capital assets - ending	\$ 45,144,323	\$ 44,232,758	\$ 44,833,727	\$ 45,373,240
Total net assets	\$ 44,206,991	\$ 43,832,483	\$ 45,673,758	\$ 45,808,322

City of Franklin
Self Insurance Fund - Actives
Balance Sheet
June 30, 2014 and 2013

<u>Assets</u>	<u>2014</u>	<u>2013</u>
Cash and investments	\$ 1,140,891	\$ 1,003,101
Accounts receivable	576	651
Interfund advance receivable	2,338,000	2,163,000
Prepaid expenses	57,500	-
Total Assets	<u>\$ 3,536,967</u>	<u>\$ 3,166,752</u>
<u>Liabilities and Net Assets</u>		
Accounts payable	\$ -	\$ -
Claims payable	379,100	352,000
Special deposits	-	-
Unrestricted net assets	3,157,867	2,814,752
Total Liabilities and Fund Balance	<u>\$ 3,536,967</u>	<u>\$ 3,166,752</u>

City of Franklin Self Insurance Fund - Actives
Statement of Revenue, Expenses and Fund Balance
For the Six months ended June 30, 2014 and 2013

<u>Revenue</u>	<u>2014</u>	<u>2014</u>	<u>2014</u>	<u>2013</u>
	<u>Forecast</u>	<u>Year-to-Date</u>	<u>Year-to-Date</u>	<u>Year-to-Date</u>
		<u>Forecast</u>	<u>Actual</u>	<u>Actual</u>
Medical Premiums-City	\$ 2,959,000	\$ 1,479,500	\$ 1,321,123	\$ 1,434,217
Medical Premiums-Employee	412,300	206,150	218,235	199,028
Other - Investment income, etc.	92,190	46,095	64,097	47,282
Medical Revenue	<u>3,463,490</u>	<u>1,731,745</u>	<u>1,603,455</u>	<u>1,680,527</u>
Dental Premiums-City	105,630	52,815	52,344	48,292
Dental Premiums-Retirees	6,000	3,000	3,936	4,185
Dental Premiums-Employee	59,000	29,500	25,938	28,296
Dental Revenue	<u>170,630</u>	<u>85,315</u>	<u>82,218</u>	<u>80,773</u>
Total Revenue	<u>3,634,120</u>	<u>1,817,060</u>	<u>1,685,673</u>	<u>1,761,300</u>
Expenditures:				
Active Employees-Medical				
Medical claims - Current Year	2,275,200	1,137,600	605,533	979,737
Medical claims - Prior Year	54,300	27,150	356,892	404,515
Prescription drug claims	341,100	170,550	131,216	161,361
Refunds-Stop Loss Coverage	-	-	(418)	(839)
Total Claims-Actives	<u>2,670,600</u>	<u>1,335,300</u>	<u>1,093,223</u>	<u>1,544,774</u>
Medical Claim Fees	167,600	83,800	108,980	82,642
Memberships	-	-	4,525	-
Miscellaneous Wellness	21,300	10,650	4,731	15,182
Section 125 administration Fee	5,500	2,750	1,262	(2,957)
Stop Loss Premiums	487,500	243,750	332,095	244,883
Total Medical Costs-Actives	<u>3,352,500</u>	<u>1,676,250</u>	<u>1,544,816</u>	<u>1,884,524</u>
Active Employees-Dental				
Dental claims - Current Year	147,000	73,500	63,099	69,255
Dental claims - Prior Year	-	-	16,966	15,866
Dental Claim Fees	5,600	2,800	6,668	2,572
Total Dental Costs-Actives	<u>152,600</u>	<u>76,300</u>	<u>86,733</u>	<u>87,693</u>
Retirees-Dental				
Dental claims - Current Year	7,400	3,700	2,429	2,357
Dental claims - Prior Year	-	-	-	808
Dental Claim Fees	-	-	229	67
Total Dental Costs-Retirees	<u>7,400</u>	<u>3,700</u>	<u>2,658</u>	<u>3,232</u>
Total Dental Costs	<u>160,000</u>	<u>80,000</u>	<u>89,391</u>	<u>90,925</u>
Total Expenditures	<u>3,512,500</u>	<u>1,756,250</u>	<u>1,634,207</u>	<u>1,975,449</u>
Revenue over (under) expenditures	121,620	<u>\$ 60,810</u>	51,466	(214,149)
Net assets, beginning of year	<u>3,106,401</u>		<u>3,106,401</u>	<u>3,028,901</u>
Net assets, end of period	<u>\$ 3,228,021</u>		<u>\$ 3,157,867</u>	<u>\$ 2,814,752</u>

City of Franklin
City of Franklin Post Employment Benefits Trust
Balance Sheet
June 30, 2014 and 2013

<u>Assets</u>	<u>2014</u>	<u>2013</u>
Cash and investments	\$ (181,295)	\$ 128,877
Investments held in trust - Fixed Inc	964,280	737,454
Investments held in trust - Equities	3,457,020	2,806,322
Accounts receivable	14,396	11,706
Total Assets	<u>\$ 4,254,401</u>	<u>\$ 3,684,359</u>
 <u>Liabilities and Net Assets</u>		
Accounts payable	\$ -	\$ -
Claims payable	77,182	24,500
Due from OPEB Trust	-	-
Net assets held in trust for post employment benefits	4,177,219	3,659,859
Total Liabilities and Fund Balance	<u>\$ 4,254,401</u>	<u>\$ 3,684,359</u>

City of Franklin Post Employment Benefits Trust
Statement of Revenue, Expenses and Fund Balance
For the Six months ended June 30, 2014 and 2013

<u>Revenue</u>	<u>2014</u> <u>Forecast</u>	<u>2014</u> <u>Year-to-Date</u> <u>Forecast</u>	<u>2014</u> <u>Year-to-Date</u> <u>Actual</u>	<u>2013</u> <u>Year-to-Date</u> <u>Actual</u>
ARC Medical Charges - City	\$ 209,300	\$ 104,650	\$ 102,154	\$ 95,042
Medical Charges - Retirees	125,000	62,500	63,729	71,207
Implicit Rate Subsidy	261,080	130,540	-	-
Interest Income	-	-	(1,114)	(3,876)
Medical Revenue	<u>595,380</u>	<u>297,690</u>	<u>164,769</u>	<u>162,373</u>
 Expenditures:				
Retirees-Medical				
Medical claims - Current Year	342,400	171,200	101,983	114,470
Medical claims - Prior Year	39,080	19,540	69,974	65,427
Prescription drug claims	160,200	80,100	36,407	90,140
Refunds-Stop Loss Coverage	-	-	(69,880)	(1,519)
Total Claims-Retirees	<u>541,680</u>	<u>270,840</u>	<u>138,484</u>	<u>268,518</u>
Medical Claim Fees	7,500	3,750	9,192	5,089
Stop Loss Premiums	46,200	23,100	34,648	22,895
Miscellaneous Expense	-	-	-	-
Total Medical Costs-Retirees	<u>595,380</u>	<u>297,690</u>	<u>182,324</u>	<u>296,502</u>
Revenue over (under) expenditures	-	-	(17,555)	(134,129)
Annual Required Contribution-Net	300,420	150,210	173,697	345,044
Other - Investment Income, etc.	302,100	151,050	214,893	72,790
Total Revenues	<u>602,520</u>	<u>301,260</u>	<u>388,590</u>	<u>417,834</u>
Net Revenues (Expenditures)	602,520	301,260	371,035	283,705
Net assets, beginning of year	<u>3,806,184</u>	<u>3,806,184</u>	<u>3,806,184</u>	<u>3,376,154</u>
Net assets, end of period	<u>\$ 4,408,704</u>	<u>\$ 4,177,219</u>	<u>\$ 4,177,219</u>	<u>\$ 3,659,859</u>

CITY OF FRANKLIN, WISCONSIN
Schedule of Revenue, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Three Months Ended June 30, 2014

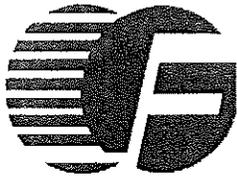
	Utility Development Fund	Library Auxiliary Fund	St Martin's Fair Fund	Donation Fund	Civic Celebrations Fund	Grant Fund	Total
REVENUE							
Intergovernmental revenue	\$ -	\$ -	\$ -	\$ 531	\$ -	\$ 2,137	\$ 2,668
Public charges for services	135,322	3,543	3,827	-	-	-	7,370
Special assessments	5,163	-	-	-	-	-	135,322
Investment earnings	-	-	-	714	-	812	6,689
Miscellaneous revenue	-	39,136	-	11,162	17,708	7,529	75,535
Total revenue	140,485	42,679	3,827	12,407	17,708	10,478	227,584
EXPENDITURES							
Current:							
General government				134			134
Public safety				5,320			5,320
Public works	1,030						1,030
Health and human services						13,191	13,191
Culture and recreation		22,212	1,757		47,936	2,375	74,280
Conservation and development							
Capital outlay		16,087					16,087
Total expenditures	1,030	38,299	1,757	5,454	47,936	15,566	110,042
Excess (deficiency) of revenue over expenditures	139,455	4,380	2,070	6,953	(30,228)	(5,088)	117,542
OTHER FINANCING SOURCES (USES)							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Net change in fund balances	139,455	4,380	2,070	6,953	(30,228)	(5,088)	117,542
Fund balances - beginning	443,438	142,622	(708)	102,325	51,476	165,846	904,999
Fund balances - ending	\$ 582,893	\$ 147,002	\$ 1,362	\$ 109,278	\$ 21,248	\$ 160,758	\$ 1,022,541

CITY OF FRANKLIN, WISCONSIN
Balance Sheet
Nonmajor Governmental Funds
June 30, 2014

	Utility Development Fund	Library Auxiliary Fund	St Martin's Fair Fund	Donation Fund	Civic Celebrations Fund	Grant Fund	Total
ASSETS							
Cash and investments	\$ 582,893	\$ 146,188	\$ 1,362	\$ 109,278	\$ 21,248	\$ 160,889	\$ 1,021,858
Receivables							
Accounts receivable	1,387,532					3,160	3,160
Special assessments receivable							1,387,532
Due from other funds							
Prepaid items		900					900
Total assets	\$ 1,970,425	\$ 147,088	\$ 1,362	\$ 109,278	\$ 21,248	\$ 164,049	\$ 2,413,450
LIABILITIES AND FUND BALANCES							
LIABILITIES							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 905	\$ 905
Due other governments		86				2,386	2,472
Total liabilities		86				3,291	3,377
DEFERRED INFLOWS OF RESOURCES							
Unearned & unavailable revenue	1,387,532						1,387,532
FUND BALANCES							
Nonspendable:							
Prepaid items							
Advances to other funds							
Restricted:							
Utility improvements	582,893						582,893
Development							
Donations				109,278			109,278
Assigned:							
Health services						160,758	160,758
Library services		147,002					147,002
Solid waste							
Recreational services			1,362		21,248		22,610
Capital projects							
Unassigned							
Total fund balances	582,893	147,002	1,362	109,278	21,248	160,758	1,022,541
Total liabilities, Deferred Inflows and Fund Balances	\$ 1,970,425	\$ 147,088	\$ 1,362	\$ 109,278	\$ 21,248	\$ 164,049	\$ 2,413,450

City of Franklin
Park Commission
Statement of Revenue and Expenses
For the Six months ended June 30, 2014

	2014 Adopted Budget	2014 Year-to-Date Budget	Current Year-to-Date Totals	2013 Year-to-Date Totals
General Fund Operating Expenses:				
Personal Services	\$ 107,910	\$ 53,955	\$ 57,223	\$ 39,032
Park Maintenance	12,628	4,313	3,543	3,397
Uniforms	250	202	-	106
Allocated insurance	4,794	2,376	2,397	2,350
Mileage	500	71	34	23
Utilities	7,000	3,057	2,918	2,333
Total Operating Fund Expenses	<u>\$ 133,082</u>	<u>\$ 63,974</u>	<u>\$ 66,115</u>	<u>\$ 47,241</u>
Capital Outlay Fund Expenses:				
Landscaping-Park/Tree Maint	\$ 2,000	\$ 1,000	\$ -	\$ 296
Park Improvements-Development	13,000	6,500	9,470	-
Park Equipment & Supplies	3,000	1,500	2,449	-
Total Capital Outlay Expenditures	<u>\$ 18,000</u>	<u>\$ 9,000</u>	<u>\$ 11,919</u>	<u>\$ 296</u>



CITY OF FRANKLIN
FINANCE DEPARTMENT

9229 W. Loomis Road, Franklin, Wisconsin 53132
(414) 425-7500 Fax (414) 427-2527

DATE: July 18, 2014

TO: Orrin Sumwalt – Park Commission
Ron Romeis – Board of Water Commissioners
Shari Gilmeister – Board of Water Commissioners
Dana Zahn – Self Insurance Fund
Jesse Wesolowski – TIF Reports for CDA

FROM: Paul Rotzenberg, Director of Finance & Treasurer

RE: 2014 Six Month Financial Reports

Attached to this memo please find the 2014 six month Financial Reports for the above area. The report is prepared as part of the quarterly financial reporting package and is intended to keep you up to date regarding the information distributed to the Finance Committee. A full set of the quarterly financial reports is available on the Finance reports page of the City web site.

Please feel free to contact me with any questions.

APPROVAL <i>See full</i>	REQUEST FOR COUNCIL ACTION	MEETING DATE August 5, 2014
REPORTS & RECOMMENDATIONS	Request to appoint ADP Inc. the City's payroll processing agent	ITEM NUMBER <i>G.I.(c).</i>

Background – The City contracted with Ceridian to provide payroll processing services approximately 2001. Ceridian has provided those services since that time. The software used has not been updated since that time, and became rather un-stable in the summery of 2013. At that time Ceridian was requested to assist in the migration to a newer, but still sun setted software platform to improve Ceridian service. Ceridian has not completed that project, despite the urgency attached to it.

Analysis – Staff has been reviewing current payroll processing offerings by Ceridian (incumbent processor), BS&A (provider of the recently installed financial software) and ADP Inc. (no current involvement with the City).

BS&A was eliminated from further evaluation when conversion costs were quoted at \$91,000. Demonstrations of cloud based payroll processing software were entertained from both Ceridian and ADP in the spring of 2014. This process involves not only finance in the processing of payroll, but also Human Resources in their daily activities.

Options – Both Ceridian and ADP provided cost estimates for processing City payroll. The 2014 budget for payroll & human resource processing is \$31,000 (\$13,300 in HR and \$17,700). ADP has waived the conversion costs while Ceridian has quoted \$6,000 for conversion costs.

ADP does not split HR from PR services. ADP's annual cost is estimated at \$33,617.

ADP would include services that are not currently available under the existing Ceridian software. These services include self service tools, benefit plan definition, employee eligibility and enrollment, performance reviews, and recruitment.

Recommendation

Staff has reviewed the various proposals from ADP & Ceridian, and recommends using the ADP service.

COUNCIL ACTION REQUESTED

Staff recommends that Common Council accept the ADP proposal for payroll services and authorizes staff to take steps necessary to implement and convert systems.

SALES ORDER

City Of Franklin
 9229 W Loomis Rd
 Franklin, WI 53132

Today's Date: 6/12/2014
 Quote Number: 2014-186763.1

Control Start Date: 10/1/2014

Executive Contact
Paul Rotzenberg
 Deputy Finance Director
 protzenberg@franklinwi.gov
 414-425-7500

ADP Sales Associate
Johnny Arnold
 johnny.arnold@adp.com
 (414) 270-3373

Number of Employees for Payroll processing : 250 on control: City Of Franklin

Processing Fees	Count	Min	Base	Rate	Bi-Weekly Fee	Annual Totals
WFN Solutions	250		\$75.00	\$4.62	\$1,230.00	\$31,980.00
Workforce Now Enhanced Payroll						
Payroll Processing			General Ledger Interface			
Tax Filing			Wage Garnishment Processing Service			
Standard and Ad Hoc Online Reports			Mobile Solutions			
Customized content			Banking			
1 Local Delivery location			PR EE and Mgr Self Service Tools			
Workforce Now HR						
Human Resource Mgmt			HR Library			
HR EE & Mgr HR Self Service Tools			Benefit Accruals			
Global HR System of Record						
Workforce Now Benefits						
Benefit Plan Definition			Employee Eligibility and Enrollment			
Workforce Now Performance						
Workforce Now Recruitment						

Billing: Payroll Processing Services, WFN HR and any module bundled into the single per employee per processing fee for Payroll is billed immediately following the client's first payroll processing.

Sub Total					\$1,230.00	\$31,980.00
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Invoice Details	Unit Fees
Additional Jurisdiction (if applicable)	2+ \$8.95 per month

Carrier Connection Annual Maintenance Fee: 1 Feed - \$250 per year; 2 Feeds - \$500 per year; Over 2 Feeds - \$750 per year

Annual Fees	Count	Min	Base	Rate	Annual Totals
Year-end W2s	250			\$6.55	\$1,637.50

Sub Total					\$1,637.50
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Implementation Fees	Count	One Time Fee
Implementation for WFN Solutions	1	\$0.00

Standard Health & Welfare Carrier Feed included at no charge: 1

Sub Total					\$0.00
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Summary

Annual Total of Per Processing Fees	\$31,980.00
Total Annual Fees (Total of all annual fees)	\$1,637.50

Start Date Type	Start Date	Goal
Payroll	10/1/2014	5 weeks
HR	10/1/2014	10 weeks

Contact Type	Contact	Phone
HR	Dana Zahn	414-425-7500
Payroll	Cheryl Henning	414-425-7500
Time	Paul Rotzenberg	414-425-7500
Executive	Paul Rotzenberg	414-425-7500
Client Security Master	Cheryl Henning	414-425-7500
Primary	Cheryl Henning	414-425-7500

Control Summary

Control Name	Company Code	Pays
Control 1 City Of Franklin		250

Client agrees to direct debit of fees for service: Yes

Expiration Date: 6/25/2014

THE ADP SERVICES LISTED ON THIS SALES ORDER ARE PROVIDED AT THE PRICES SET FORTH ON THE ABOVE PAGES AND IN ACCORDANCE WITH ADP'S STANDARD TERMS AND CONDITIONS OF SERVICE ATTACHED TO THIS SALES ORDER. BY SIGNING BELOW YOU ARE ACKNOWLEDGING RECEIPT OF AND AGREEMENT TO SUCH TERMS AND CONDITIONS AND TO THE LISTED PRICES.

ADP, INC.

Client:

By: _____

By: _____

Name: _____

Name: _____

Title: _____

Title: _____

Date: _____

Date: _____

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