APPROVAL Slw Pal	REQUEST FOR COUNCIL ACTION	MEETING DATE November 1, 2016
REPORTS & RECOMMENDATIONS	September, 2016 Financial Report	ITEM NUMBER G.11.

Background

The September, 2016 Financial Report is attached.

The Finance Committee did not meet in October and has not reviewed this report.

Highlights of the report are contained in the transmittal memo.

The Finance Director will be on hand to answer any questions.

COUNCIL ACTION REQUESTED

Motion to Receive and place on file

City of Franklin

Date: October 18, 2016

To: Mayor Olson, Common Council and Finance Committee Members

From: Paul Rotzenberg, Director of Finance & Treasurer Paul

Subject: September 2016 Financial Report

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

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

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

Cash & Investments in the General Government decreased $2,622,762 in the last month. September included a third payroll, which increased the demands for cash. Combined with lower revenues, the requirement for cash resources spiked up. Operating activities in the Library and Solid Waste funds accounted for much of the cash requirement in the Nonmajor funds.

GENERAL FUND revenues of $21,630,573 are $9,741 greater than budget. Two categories account for most of the declines in revenues when compared to Budget. Building permit revenue is down $138,727 on slower development activity. Only one major permit has been issued in 2016. Ambulance revenues of $775,238 are $81,538 behind budget. Fire Dept. staffing issues are also impacting fire inspection revenues, while the reduced commercial development is depressing Fire plan review revenues. Investment earnings are $55,597 greater than budget. While interest on the tax roll is $18,806 less than budget (but nearly identical to last year), other investment earnings are much better than expected. Disability insurance recoveries make up much of the over budget Miscellaneous revenue.

Other items of note in the General Fund activity are:

- General Government expenditures are under budget due to vacant personnel positions and delayed spending in the Information Systems and Administration departments. Municipal Court labor will need additional labor appropriations to deal with employee benefit costs. Clerk labor costs are over budget as the result of a class and compensation plan employee appeal. Elections labor will need additional labor appropriations for the November election as the annual appropriation was exhausted during the August primary.
- Public Safety – overtime issues in both Police & Fire are pushing personnel costs higher. A budgeting accumulation issue excluded three police officers from the 2016 budget, the cost of which is being offset by reduced retiree health costs. Fuel costs are lower than budget on the reduced price of oil products, while the amount used is at expected levels. The receipt of an auto insurance claim recovery is temporarily reducing costs until the repair bills arrive. A longer term vacancy in Dispatch has reduced those personnel costs.
- Public Works underspending is related to a personnel issue and reduced fuel costs. At the same time the annual $130,000 salt purchase has been received, several months earlier than prior years.
- Culture & Recreation – Parks labor costs are over budget related to summer projects.
- Conservation & Development has several professional services contracts outstanding on the Baseball Commons development. Some of those costs will get moved to the TID now that the TID is formed bringing the department back within budget.
- The Contingency spend relates to an encumbrance of a Baseball Commons professional fee. This will eventually get moved to TID 5 and was paid by the Developer.

Overall, General Fund expenditures of $18,668,203 are $336,985 underspent to budget.

A $2,962,370 surplus is $346,726 greater than budget. This surplus will slowly disappear as tax revenues are substantially collected, but personnel costs occur ratably across the year.

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

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

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

LIBRARY FUND – The most significant budget variance relates to Capital outlay. A building air conditioner failed in June and was replaced. This was an unplanned $24,779 expenditure.

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

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

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

STREET IMPROVEMENT FUND – Revenues are in line with budget. The City will qualify for Local Road Improvement Aids in 2016, with the application pending. The street improvement program is substantially complete, while contractor invoices are pending.

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

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

DEVELOPMENT FUND – Impact fee collections were impacted by the Building Permit on the Autumn Leaves project. Impact fee collections now exceed budget by $69,532.

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

UTILITY DEVELOPMENT FUND – Some Special Assessments have been collected upon property sales. The bulk of the Special Assessment collections occur in December when billing the tax roll.

SANITARY SEWER FUND – the reduced revenue reflected the 5% rate reduction implemented in January, which was not budgeted. Most operating costs are very close to budget. The $127,190 in net operating income is just ahead of budget, due to the expense controls.

WATER UTILITY FUND – water revenues are better than budget related to a 6% increase in summer usage (rather dry conditions) and an 8% rate increase in late June 2016. The budget had expected a smaller rate increase to be effective on Jan 1, but it was delayed. Repairing main breaks and a search for main leaks drove maintenance on mains costs higher.

Professional fees contesting the supplier construction case were slightly below budget, but drove Administrative costs well ahead of 2015.

Operating income of $81,594 is 18.5% of budget. This reduced level relates to unbilled water early in the year and the leak detection program in the summer.

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

The fund operated at a $334,897 deficit thru September.

RETIREE HEALTH FUND – Insurance results generated a $18,681 Implicit rate subsidy thru September. That reflects higher than normal claims for retirees as compared to active employees. The Annual Required Contribution no longer is large enough to cover the Implicit rate subsidy The Retiree Health fund now owes the General Fund $192,638 for 2015 & 2016 claims costs.

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

Investment results have generated $296,603 of returns. The fund is substantially invested in passive index investments, generating market rates (for the various investment classes – reduced by nominal investment expenses). Investment results in the equity markets can be volatile, caution is advised.

NONMAJOR FUNDS – A summary of the nonmajor funds is presented. The St. Martin's Fair fund generated a $5,274 deficit this year.

City of Franklin
Cash & Investments Summary
September 30, 2016

	Cash	American Deposit Management	Institutional Capital Management	Local Government Invest Pool	Fidelity Investments	Total	August Total
General Fund	$ (452,970)	$ 3,475,732	$ 6,159,929	$ 1,235,409	$ -	$ 10,418,100	$ 12,394,612
Debt Service Funds	44,195	155,267	439,057	-	-	638,519	536,960
TIF Districts	70,133	1,867,406	1,100,250	-	-	3,037,789	3,108,175
Nonmajor Governmental Funds	831,987	4,220,475	7,745,426	-	-	12,797,888	13,475,311
Total Governmental Funds	**493,345**	**9,718,880**	**15,444,662**	**1,235,409**	**-**	**26,892,296**	29,515,058
Sewer Fund	113,523	352,710	400,092	-	-	866,325	923,445
Water Utility	88,716	592,021	-	-	-	680,738	908,309
Self Insurance Fund	22,918	-	3,045,938	-	-	3,068,856	3,085,188
Retiree Health Fund	(192,639)	-	-	-	5,005,490	4,812,851	4,796,989
Property Tax Fund	6,520	50	-	1,368	-	7,938	1,036
Other Trust Funds	9,057	-	-	-	-	9,057	15,338
Total Other Funds	**48,095**	**944,782**	**3,446,030**	**1,368**	**5,005,490**	**9,445,765**	9,730,305
Grand Total Cash & Investments	**541,441**	**10,663,662**	**18,890,692**	**1,236,777**	**5,005,490**	**36,338,061**	39,245,364
Average Rate of Return		0.43%	1.03%	0.43%			
Maturities:							
Demand	541,441	8,948,662	87,303	1,236,777	428,650	11,242,832	14,146,970
Fixed Income & Equities	-	-	-	-	3,751,603	3,751,603	3,752,521
2016 - Q4	-	1,470,000	3,000,932	-	-	4,470,932	5,471,280
2017 - Q1		245,000	1,500,000		172,730	1,917,730	
2017 - Q2			-		-	-	
2017 - Q3			1,500,000		-	1,500,000	
2017 - Q4	-	-	3,014,581	-	-	3,014,581	6,434,949
2018	-	-	4,171,784	-	171,801	4,343,585	4,347,642
2019	-	-	2,011,431	-	151,372	2,162,803	1,163,958
2020	-	-	3,604,661	-	150,335	3,754,996	3,749,210
2021	-	-	-	-	178,999	178,999	178,834
	541,441	**10,663,662**	**18,890,692**	**1,236,777**	**5,005,490**	**36,338,061**	39,245,364

City of Franklin
General Fund
Comparative Statement of Revenue, Expenses and Fund Balance
For the 9 months ended September 30, 2016 and 2015

Revenue	2016 Amended Budget		2016 Year-to-Date Budget		2016 Year-to-Date Actual		Var to Budget Surplus (Deficiency)		2015 Year-to-Date Actual
Property Taxes	$ 16,248,800		$ 16,218,683		$ 16,378,737		$ 160,054		$ 16,211,874
Other Taxes	1,885,000		1,269,986		1,255,619		(14,367)		1,196,436
Intergovernmental Revenue	2,321,200		1,596,484		1,626,000		29,516		2,024,665
Regulation and Compliance	847,350		683,386		553,871		(129,515)		546,051
Law and Ordinance Violations	440,000		348,879		387,841		38,962		378,264
Public Charges for Services	1,544,975		1,104,139		951,896		(152,243)		1,062,577
Intergovernmental Charges	203,200		114,510		111,274		(3,236)		109,344
Investment Income	205,200		153,900		209,497		55,597		201,776
Miscellanous Revenue	160,100		130,865		155,838		24,973		129,031
Transfers from Other Funds	-		-		-		-		-
Encumbrances	-		-		-		-		-
Total Revenue	$ 23,855,825		$ 21,620,832		$ 21,630,573		$ 9,741		$ 21,860,018
					100.05%				

Expenditures	2016 Amended Budget		2016 Year-to-Date Budget		2016 Year-to-Date Actual		Var to Budget Surplus (Deficiency)		2015 Year-to-Date Actual
General Government	$ 3,113,417	A	$ 2,415,767		$ 2,241,016	E	$ 174,751		$ 2,029,712
Public Safety	16,142,346	A	12,226,305		12,008,411	E	217,894		11,649,819
Public Works	3,695,043	A	2,564,457		2,483,608	E	80,849		2,173,327
Health and Human Services	684,191		521,449		502,551	E	18,898		468,267
Other Culture and Recreation	169,911	A	125,844		127,305	E	(1,461)		122,950
Conservation and Development	634,573	A	459,506		487,666		(28,160)		398,665
Contingency and Unclassified	516,200	A	235,639		12,014		223,625		137,725
Anticipated underexpenditures	(470,220)		(348,311)		-		(348,311)		-
Transfers to Other Funds	1,224,000		922,900		924,000		(1,100)		524,000
Encumbrances	-		-		(118,368)				(214,519)
Total Expenditures	$ 25,709,461		$ 19,123,556		$ 18,668,203		$ 336,985		$ 17,289,946
					97.62%				
Excess of revenue over (under) expenditures	(1,853,636)		2,497,276		2,962,370		$ 346,726		4,570,072
Fund balance, beginning of year	9,049,908				9,049,908				8,633,112
Fund balance, end of period	$ 7,196,272				$ 12,012,278				$ 13,203,184

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

City of Franklin
General Fund
Comparative Statement of Revenue
For the 9 months ended September 30, 2016 and 2015

Revenue	2016 Amended Budget		2016 Year-to-Date Budget	2016 Year-to-Date Actual	Var to Budget Surplus (Deficiency)	2015 Year-to-Date Actual
Taxes:						
General property	$ 16,248,800		$ 16,218,683	$ 16,378,737	$ 160,054	$ 16,211,874
Water utility - tax equivalent	1,100,000		843,315	825,300	(18,015)	825,300
Cable television franchise fees	500,000		279,221	261,505	(17,716)	263,212
Mobile Home	25,000		18,750	15,967	(2,783)	16,127
Room tax	260,000		128,700	152,847	24,147	91,797
Total taxes	18,133,800		17,488,669	17,634,356	145,687	17,408,310
Intergovernmental Revenue:						
State shared revenue	476,000		69,770	72,993	3,223	71,873
Expenditure restraint revenue	220,100		219,629	220,258	629	286,597
State computer aid	277,000		277,000	271,212	(5,788)	589,797
State transportation aids	1,132,600		849,450	849,104	(346)	913,040
Fire insurance dues	133,000		133,000	141,878	8,878	130,512
Other grants	82,500		47,635	70,555	22,920	32,846
Total intergovernmental	2,321,200		1,596,484	1,626,000	29,516	2,024,665
Regulation and Compliance:						
Licenses	146,850		140,839	144,257	3,418	142,815
Permits	700,500		542,547	409,614	(132,933)	403,236
Fines, forfeitures and penalties	440,000		348,879	387,841	38,962	378,264
Total regulation and compliance	1,287,350		1,032,265	941,712	(90,553)	924,315
Public Charges for Services:						
Planning related fees	65,275		52,657	38,500	(14,157)	52,752
General government	6,650		5,102	8,960	3,858	8,073
Architectural Board Review	5,300		4,024	4,830	806	4,395
Police and related	7,000		3,332	10,587	7,255	2,563
Ambulance services - ALS	675,000		523,344	518,197	(5,147)	510,849
Ambulance services - BLS	425,000		333,432	257,042	(76,390)	320,605
Fire safety training	1,000		568	1,090	522	465
Fire Sprinkler Plan Review	70,000		51,784	22,200	(29,584)	40,285
Fire Inspections	25,000		17,601	9,898	(7,703)	15,264
Quarry reimbursement	42,000		26,299	23,505	(2,794)	25,295
Weed cutting	15,000		7,418	2,360	(5,058)	3,365
Engineering fees	9,500		7,147	1,290	(5,857)	12,056
Public works fees	15,000		5,658	6,326	668	8,027
Weights & Measures	8,000	A	2,039	2,372	333	298
Landfill Operations - Siting	19,500		-	-	-	-
Landfill Operations - Emerald Park	75,000		49,735	37,071	(12,664)	50,448
Health Department	80,750		13,999	7,668	(6,331)	7,837
Total charges for services	1,544,975		1,104,139	951,896	(152,243)	1,062,577

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

City of Franklin
General Fund
Comparative Statement of Revenue
For the 9 months ended September 30, 2016 and 2015

Revenue	2016 Amended Budget	2016 Year-to-Date Budget	2016 Year-to-Date Actual	Var to Budget Surplus (Deficiency)	2015 Year-to-Date Actual
Intergovernmental Charges:					
Milwaukee County - paramedics	125,000	75,410	65,176	(10,234)	68,671
School Liaison Officer	78,200	39,100	46,098	6,998	40,673
Total intergovernmental charges	203,200	114,510	111,274	(3,236)	109,344
Investment Income:					
Interest on investments	105,000	78,750	98,788	20,038	91,537
Market value change on investments	(15,000)	(11,250)	43,370	54,620	43,331
Interest - tax roll	114,700	86,025	67,219	(18,806)	66,786
Other interest	500	375	120	(255)	122
Total interest revenue	205,200	153,900	209,497	55,597	201,776
Miscellaneous Revenue:					
Rental of property	49,000	47,843	49,136	1,293	61,274
Refunds/reimbursements	10,000	5,674	56,611	50,937	5,507
Insurance dividend	35,000	35,000	38,308	3,308	52,162
Other revenue	66,100	42,348	11,783	(30,565)	10,088
Total miscellaneous revenue	160,100	130,865	155,838	24,973	129,031
Transfer from Other Funds:					
Capital Improvement Fund	-	-	-	-	-
Street Improvement Fund	-	-	-	-	-
Total transfers from other funds	-	-	-	-	-
Total revenue	$ 23,855,825	$ 21,620,832	$ 21,630,573	$ 9,741	$ 21,860,018
			100.05%		

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

City of Franklin
General Fund
Comparative Statement of Expenditures
For the 9 months ended September 30, 2016 and 2015

Expenditures	2016 Amended Budget		2016 Year-to-Date Budget	2016 Year-to-Date Actual		Var to Budget Surplus (Deficiency)	2015 Year-to-Date Actual
General Government:							
Mayor & Aldermen - Labor	$ 65,979		$ 48,874	$ 49,460		$ (586)	$ 49,499
Mayor & Aldermen - Non-Personnel	37,500	A	31,619	23,818		7,801	22,786
Municipal Court - Labor	181,151		134,186	138,437		(4,251)	120,782
Municipal Court - Non-Personnel	47,150		37,679	34,643		3,036	31,165
City Clerk Labor	288,640		213,734	220,280		(6,546)	203,167
City Clerk - Non-Personnel	31,000		23,174	17,438		5,736	20,338
Elections - Labor	35,548		26,613	42,687		(16,074)	15,488
Elections - Non-Personnel	25,600		19,131	8,556		10,575	4,433
Information Services - Labor	124,723	A	94,567	78,349	E	16,218	17,000
Information Services - Non-Personnel	369,189	A	273,402	237,876		35,526	232,272
Administration - Labor	285,888		217,477	214,567		2,910	201,609
Administration - Non-Personnel	176,745	A	131,179	85,700	E	45,479	116,311
Finance - Labor	416,636		317,586	311,714		5,872	290,731
Finance - Non-Personnel	98,930		69,869	59,978		9,891	57,174
Independent Audit	31,810		31,810	29,545		2,265	27,385
Assessor - Labor	18,200	A	13,829	9,567		4,262	39,005
Assessor - Non-Personnel	223,200	A	167,538	153,669		13,869	94,013
Legal Services	340,225		247,854	235,151		12,703	250,896
Municipal Buildings - Labor	95,800		74,322	71,234		3,088	30,475
Municipal Buildings - Non-Personnel	113,595		80,037	83,560	E	(3,523)	87,376
Property/liability insurance	105,908		161,287	134,787		26,500	117,807
Total general government	3,113,417		2,415,767	2,241,016		174,751	2,029,712
Public Safety:							
Police Department - Labor	7,950,563		6,033,711	6,013,520		20,191	5,859,339
Police Department - Non-Personnel	1,095,370	A	808,182	706,168	E	102,014	669,044
Fire Department - Labor	5,609,357		4,261,662	4,209,090		52,572	4,088,224
Fire Department - Non-Personnel	434,600		321,642	296,961		24,681	308,298
Public Fire Protection	273,200		210,846	204,564		6,282	205,693
Building Inspection - Labor	736,312		558,904	553,546		5,358	498,272
Building Inspection - Non-Personnel	35,344	A	23,758	16,962	E	6,796	14,149
Weights and Measures	7,600	A	7,600	7,600		-	6,800
Total public safety	16,142,346		12,226,305	12,008,411		217,894	11,649,819
Public Works:							
Engineering - Labor	603,481		451,076	418,352		32,724	361,169
Engineering - Non-Personnel	46,347	A	21,833	16,654	E	5,179	20,060
Highway - Labor	1,819,785		1,386,351	1,315,290		71,061	1,204,916
Highway - Non-Personnel	823,680	A	421,502	506,071	E	(84,569)	384,278
Street Lighting	386,700	A	271,659	225,371	E	46,288	196,656
Weed Control	15,050		12,036	1,870		10,166	6,248
Total public works	3,695,043		2,564,457	2,483,608		80,849	2,173,327

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

City of Franklin

General Fund

Comparative Statement of Revenue, Expenses and Fund Balance

For the 9 months ended September 30, 2016 and 2015

Expenditures	2016 Amended Budget		2016 Year-to-Date Budget	2016 Year-to-Date Actual		Var to Budget Surplus (Deficiency)	2015 Year-to-Date Actual
Health and Human Services:							
Public Health - Labor	576,741		437,614	414,872		22,742	402,000
Public Health - Non-Personnel	68,950		50,635	55,729	E	(5,094)	46,182
Animal Control	38,500		33,200	31,950		1,250	20,085
Total health and human services	684,191		521,449	502,551		18,898	468,267
Culture and Recreation:							
St. Martins Fair	-		-	-		-	-
Civic Celebrations	-		-	-		-	-
Senior Travel & Activities	22,000	A	16,556	13,377		3,179	15,513
Parks - Labor	118,261		90,084	96,528		(6,444)	89,934
Parks - Non-Personnel	29,650	A	19,204	17,400		1,804	17,503
Total culture and recreation	$ 169,911		$ 125,844	$ 127,305		$ (1,461)	$ 122,950
Conservation and Development:							
Planning - Labor	332,469		252,671	243,603		9,068	231,808
Planning - Non-Personnel	61,200		41,493	33,509		7,984	35,824
Economic Dev - Labor	130,689		99,324	91,473		7,851	16,551
Economic Dev - Non-Personnel	110,215	A	66,018	119,081		(53,063)	114,482
Total conservation and development	634,573		459,506	487,666		(28,160)	398,665
Contingency and Unclassified:							
Restricted - other	375,000	A	187,500	-		187,500	37,500
Unrestricted	138,700	A	47,213	12,000	E	35,213	100,225
Unclassified	2,500		926	14		912	-
Total contingency	516,200		235,639	12,014		223,625	137,725
Anticipated underexpenditures	(470,220)		(348,311)	-		(348,311)	-
Transfers to other funds:							
Capital Improvement Fund	1,200,000		900,000	900,000		-	-
Other Funds	24,000		22,900	24,000		(1,100)	524,000
Total transfers to other funds	1,224,000		922,900	924,000		(1,100)	524,000
Total expenditures	$ 25,709,461		$ 19,123,556	$ 18,786,571		$ 336,985	$ 17,504,465
Less Encumbrances				(118,368)			
Net Expenditures				$ 18,668,203			
% of YTD Budget				97.62%			

A Represents an amendment to Adopted Budget

E Represents an ecumbrance for current year from prior year

City of Franklin
General Fund
BALANCE SHEET
September 30, 2015 & 2016

	9/30/2016	9/30/2015
ASSETS		
Cash and investments	$10,418,100	$11,781,387
Accounts & Taxes receivable	416,493	408,388
Due from/Advances to other funds	2,217,339	2,152,294
Due from other governments	71,612	12,993
Prepaid expenditures & Inventories	6,275	15,375
Total Assets	$13,129,819	$14,370,437
LIABILITIES		
Accounts payable	$ 241,013	$ 217,475
Accrued liabilities	624,416	520,704
Due to other funds & governments	157,081	235,209
Special deposits	135,704	143,419
Unearned revenue	(40,673)	50,446
Total Liabilities	1,117,541	1,167,253
FUND BALANCES		
Nonspendable - Inventories, Prepaids, Advances, Assigned	2,223,614	2,167,669
Unassigned	9,788,664	11,035,515
Total fund balances	12,012,278	13,203,184
Total Liabilities and fund balances	$13,129,819	$14,370,437

City of Franklin
Debt Service Funds
Balance Sheet
September 30, 2016 and 2015

	2016 Special Assessment	2016 Debt Service	2016 Total	2015 Special Assessment	2015 Debt Service	2015 Total
Assets						
Cash and investments	$ 512,164	$ 126,355	$ 638,519	$ 473,151	$ 1,357	$ 474,508
Taxes receivable	-	-	-	-	-	-
Special assessment receivable	111,456	-	111,456	135,635	-	135,635
Total Assets	$ 623,620	$ 126,355	$ 749,975	$ 608,786	$ 1,357	$ 610,143
Liabilities and Fund Balance						
Unearned & unavailable revenue	$ 111,456	$ -	$ 111,456	$ 135,635	$ -	$ 135,635
Due to other funds	-	-	-	-	-	-
Unassigned fund balance	512,164	126,355	638,519	473,151	1,357	474,508
Total Liabilities and Fund Balance	$ 623,620	$ 126,355	$ 749,975	$ 608,786	$ 1,357	$ 610,143

Statement of Revenue, Expenses and Fund Balance
For the Nine months ended September 30, 2016 and 2015

Revenue	2016 Special Assessment	2016 Debt Service	2016 Year-to-Date Actual	2016 Annual Budget	Variance to Budget	2015 Special Assessment	2015 Debt Service	2015 Year-to-Date Actual	2015 Annual Budget	Variance to Budget
Property Taxes	$ -	$ 1,500,000	$ 1,500,000	$ 1,500,000	$ -	$ -	$ 1,600,000	$ 1,600,000	$ 1,600,000	$ -
Special Assessments	-	-	-	-	-	22,889	-	22,889	-	22,889
Investment Income	6,138	2,350	8,488	-	8,488	4,024	395	4,419	-	4,419
Total Revenue	6,138	1,502,350	1,508,488	1,500,000	8,488	26,913	1,600,395	1,627,308	1,600,000	27,308
Expenditures:										
Debt Service:										
Principal	-	1,300,000	1,300,000	1,300,000	-	-	595,000	595,000	520,000	(75,000)
Interest	-	223,596	223,596	291,298	67,702	-	312,011	312,011	418,365	106,354
Bond Issuance Cost	-	53,789	53,789	-	(53,789)	-	-	-	-	-
Interfund Interest Expense	-	-	-	-	-	-	3,561	3,561	3,561	-
					-					-
Total expenditures	-	1,577,385	1,577,385	1,591,298	13,913	-	910,572	910,572	941,926	31,354
Transfers in	-	170,931	170,931	205,000	(34,069)	-	282,493	282,493	416,926	(134,433)
Transfers out	-	-	-	-	-	(100,000)	-	(100,000)	-	100,000
Refunding Bond Issuance		5,770,000	5,770,000	-	5,770,000	-	-			
Premium (Discount) on Refunding Bonds		154,202	154,202	-	154,202					
Repayment of Refunded bonds		(5,895,000)	(5,895,000)	-	(5,895,000)					
Net change in fund balances	6,138	125,098	131,236	113,702	(10,292)	(73,087)	972,316	899,229	1,075,000	24,229
Fund balance, beginning of year	506,026	1,257	507,283	507,283		546,238	(970,959)	(424,721)	(424,721)	
Fund balance, end of period	$ 512,164	$ 126,355	$ 638,519	$ 620,985		$ 473,151	$ 1,357	$ 474,508	$ 650,279	

City of Franklin
Tax Increment Financing District #3
Balance Sheet
September 30, 2016 and 2015

	2016	2015
Assets		
Cash & investments	$ 1,784,751	$ 3,131,515
Accounts & interest receivable	-	-
Total Assets	$ 1,784,751	$ 3,131,515
Liabilities and Fund Balance		
Accounts payable	$ -	$ 13,674
Due to other funds	2,128	-
Line of credit advance from Development Fund	550,000	1,700,000
Total Liabilities	552,128	1,713,674
Unassigned fund balance	1,232,623	1,417,841
Total Fund Balance	1,232,623	1,417,841
Total Liabilities and Fund Balance	$ 1,784,751	$ 3,131,515

Statement of Revenue, Expenses and Fund Balance
For the Nine months ended September 30, 2016 and 2015

	2016 Annual Budget	2016 Amended Budget	2016 Year-to-Date Budget	2016 Year-to-Date Actual	2015 Year-to-Date Actual
Revenue					
General property tax levy	$ 1,708,000	$ 1,708,000	$ 1,708,000	$ 1,730,642	$ 1,681,577
State exempt computer aid	420,000	420,000	420,000	355,862	421,710
Investment income	3,000	3,000	2,718	9,481	100,604
Total revenue	2,131,000	2,131,000	2,130,718	2,095,985	2,203,891
Expenditures					
Debt service principal	650,000	650,000	650,000	650,000	20,000
Debt service interest & fees	86,750	86,750	86,637	86,519	65,399
Administrative expenses	13,020	13,020	9,814	34,592	14,190
Interfund interest	22,668	22,668	18,978	17,818	49,408
Capital outlays	1,205,000	3,525,289	654,697	2,352,954	3,305,320
Encumbrances	-	-	-	(1,344,350)	(2,320,289)
Total expenditures	1,977,438	4,297,727	1,420,126	1,859,822	1,134,028
Revenue over (under) expenditures	153,562	(2,166,727)	$ 710,592	236,163	1,069,863
Fund balance, beginning of year	996,460	996,460		996,460	347,978
Fund balance, end of period	$ 1,150,022	$ (1,170,267)		$ 1,232,623	$ 1,417,841

City of Franklin
Tax Increment Financing District #4
Balance Sheet
September 30, 2016 and 2015

	2016	2015
Assets		
Cash & investments	$ 1,253,038	$ 105,508
Total Assets	$ 1,253,038	$ 105,508
Liabilities and Fund Balance		
Accounts payable	$ -	$ 353
Interfund advance from Development Fund	-	238,000
Total Liabilities	-	238,353
Unassigned Fund Balance	1,253,038	(132,845)
Total Liabilities and Fund Balance	$ 1,253,038	$ 105,508

Statement of Revenue, Expenses and Fund Balance
For the Nine months ended September 30, 2016 and 2015

	2016 Annual Budget	2015 Amended Budget	2016 Year-to-Date Budget	2016 Year-to-Date Actual	2015 Year-to-Date Actual
Revenue					
General property tax levy	$ 1,200,000	$ 1,200,000	$ 1,200,000	$ 1,289,709	$ 1,009,060
State exempt computer aid	19,000	19,000	19,000	18,043	19,631
Payment in Lieu of Taxes	92,000	92,000	$ 92,000	91,206	92,021
Investment income	-	-	-	2,606	359
Total revenue	1,311,000	1,311,000	1,311,000	1,401,564	1,121,071
Expenditures					
Debt service/interfund interest	5,415	5,415	$ 4,633	920	11,965
Administrative expenses	40,855	52,955	30,641	21,490	40,179
Capital outlays	-	-		-	-
Encumbrances	-	-	-	(12,100)	(12,100)
Total expenditures	46,270	58,370	35,274	10,310	40,044
Revenue over (under) expenditures	1,264,730	1,252,630	$ 1,275,726	1,391,254	1,081,027
Fund balance, beginning of year	(138,216)	(138,216)		(138,216)	(1,213,872)
Fund balance, end of period	$ 1,126,514	$ 1,114,414		$ 1,253,038	$ (132,845)

City of Franklin
Library Fund
Balance Sheet
September 30, 2016 and 2015

	Operating		Restricted	
Assets	2016	2015	2016	2015
Cash and investments	$ 668,080	$ 808,645	$ 116,229	$ 120,511
Accrued receivables	-	85,292	-	-
Prepaid expenses	-	-	650	-
Total Assets	$ 668,080	$ 893,937	$ 116,879	$ 120,511
Liabilities and Fund Balance				
Accounts payable	$ 24,609	$ 30,889	$ 658	$ 308
Accrued salaries & wages	19,467	14,518	-	-
Encumbrance	-	-	-	-
Nonspendable fund balance	-	-	650	900
Assigned fund balance	624,004	848,530	115,571	119,303
Total Liabilities and Fund Balance	$ 668,080	$ 893,937	$ 116,879	$ 120,511

Statement of Revenue, Expenses and Fund Balance - Operating Fund
For the Nine months ended September 30, 2016 and 2015

Revenue	2016 Annual Budget	2016 Year-to-Date Budget	2016 Year-to-Date Actual	Variance to Budget	2015 Annual Budget	2015 Year-to-Date Budget	2015 Year-to-Date Actual	Variance to Budget
Property taxes	$ 1,287,000	$ 1,287,000	$ 1,287,000	$ -	$ 1,240,000	$ 1,240,000	$ 1,240,000	$ -
Reciprocal borrowing (restricted)	78,000	46,877	-	(46,877)	100,000	52,570	85,292	32,722
Investment income	-	-	9,631	9,631	-	-	2,385	2,385
Transfers in	-	-	-	-	-	-	-	-
Total Revenue	1,365,000	1,333,877	1,296,631	(37,246)	1,340,000	1,292,570	1,327,677	35,107
Expenditures:								
Salaries and benefits	961,081	730,397	714,589	15,808	879,565	670,812	631,012	39,800
Contractual services	18,750	15,180	16,617	(1,437)	26,500	21,070	15,330	5,740
Supplies	39,900	22,813	26,847	(4,034)	31,500	23,861	14,569	9,292
Services and charges	56,100	43,117	43,511	(394)	56,600	44,173	39,779	4,394
Facility charges	256,640	189,468	178,170	11,298	254,120	184,887	162,862	22,025
Capital outlay	113,198	87,483	99,756	(12,273)	164,200	127,707	86,077	41,630
Capital outlay (restricted)	-	-	-	-	-	-	-	-
Total Library Costs	1,445,669	1,088,458	1,079,490	8,968	1,412,485	1,072,510	949,629	122,881
Total expenditures	1,445,669	1,088,458	1,079,490	8,968	1,412,485	1,072,510	949,629	122,881
Revenue over (under) expenditures	(80,669)	245,419	217,141	(28,278)	(72,485)	220,060	378,048	157,988
Fund balance, beginning of year	406,863		406,863		470,482		470,482	
Fund balance, end of period	$ 326,194		$ 624,004		$ 397,997		$ 848,530	

City of Franklin
Solid Waste Collection Fund
Balance Sheet
September 30, 2016 and 2015

Assets	**2016**	**2015**
Cash and investments	$ 790,166	$ 718,468
Total Assets	$ 790,166	$ 718,468
Liabilities and Fund Balance		
Accounts payable	$ 124,791	$ 122,684
Accrued salaries & wages	292	544
Restricted fund balance	665,083	595,240
Total Liabilities and Fund Balance	$ 790,166	$ 718,468

Statement of Revenue, Expenses and Fund Balance
For the Nine months ended September 30, 2016 and 2015

Revenue	**2016 Adopted Budget**	**2016 Year-to-Date Budget**	**2016 Year-to-Date Actual**	**2015 Year-to-Date Actual**
Grants	$ 69,200	69,200	$ 65,995	$ 69,191
User Fees	1,179,915	1,179,889	1,198,161	1,172,069
Landfill Operations-tippage	335,000	218,715	222,859	220,718
Investment Income	2,000	1,719	9,225	2,076
Sale of Recyclables	5,050	3,787	905	382
Total Revenue	1,591,165	1,473,310	1,497,145	1,464,436
Expenditures:				
Personal Services	23,669	17,390	14,064	13,961
Refuse Collection	667,931	500,948	494,152	493,003
Recycling Collection	357,306	267,980	272,896	272,138
Leaf & Brush Pickups	54,345	40,759	17,787	17,735
Tippage Fees	425,000	318,750	291,010	286,687
Miscellaneous	3,500	2,625	2,982	2,057
Printing	1,800	1,350	115	-
Total expenditures	1,533,551	1,148,452	1,093,006	1,085,581
Revenue over (under) expenditures	57,614	324,858	404,139	378,855
Fund balance, beginning of year	260,944		260,944	216,385
Fund balance, end of period	$ 318,558		$ 665,083	$ 595,240

City of Franklin
Capital Outlay Fund
Balance Sheet
September 30, 2016 and 2015

	2016	2015
Assets		
Cash and investments	$ 660,473	$ 784,415
Total Assets	$ 660,473	$ 784,415
Liabilities and Fund Balance		
Accounts payable	$ 3,358	$ 30,905
Miscellaneous claims payable	6,422	12,509
Encumbrance	55,140	26,647
Assigned fund balance	595,553	714,354
Total Liabilities and Fund Balance	$ 660,473	$ 784,415

Statement of Revenue, Expenses and Fund Balance
For the Nine months ended September 30, 2016 and 2015

Revenue	2016 Amended Budget	2016 Year-to-Date Budget	2016 Year-to-Date Actual *	2015 Year-to-Date Actual
Property Taxes	$ 437,100	$ 437,100	$ 437,100	$ 433,200
Grants	-	-	2,693	4,923
Landfill Siting	67,000	66,586	67,000	67,000
Investment Income	4,500	3,375	9,611	6,950
Miscellanous Revenue	25,000	11,160	16,711	4,897
Transfers from Other Funds	-	-	-	475,000
Transfers from Fund Balance	-	-	-	-
Total Revenue	533,600	518,221	533,115	991,970
Expenditures:				
General Government	287,289	64,216	23,063	43,002
Public Safety	654,775	506,682	486,279	393,344
Public Works	95,299	67,804	81,690	125,466
Health and Human Services	3,500	2,625	-	-
Culture and Recreation	31,169	15,541	12,690	8,531
Conservation and Development	4,250	3,187	-	1,671
Contingency	44,743	37,500	-	8,950
Total expenditures	1,121,025	697,555	603,722	580,964
Revenue over (under) expenditures	(587,425)	(179,334)	(70,607)	411,006
Fund balance, beginning of year	662,952		666,160	303,348
Fund balance, end of period	$ 75,527		$ 595,553	$ 714,354

* Amount shown is actual expenditures plus encumbrance

City of Franklin
Equipment Replacement Fund
Comparative Balance Sheet
September 30, 2016 and 2015

	2016	2015
Assets		
Cash and investments	$ 2,446,155	$ 2,393,853
Total Assets	$ 2,446,155	$ 2,393,853
Liabilities and Fund Balance		
Accounts payable	$ -	$ -
Encumbrance	107,953	89,815
Assigned fund balance	2,338,202	2,304,038
Total Liabilities and Fund Balance	$ 2,446,155	$ 2,393,853

Comparative Statement of Revenue, Expenses and Fund Balance
For the Nine months ended September 30, 2016 and 2015

	2016 Amended Budget	2016 Year-to-Date Budget	2016 Year-to-Date Actual *	2015 Year-to-Date Actual
Revenue:				
Property Taxes	$ 342,600	$342,600	$ 342,600	$ 339,500
Landfill	200,000	198,764	200,000	100,000
Investment Income	20,000	15,000	24,319	27,995
Transfers from Other Funds	-	-	-	-
Property Sales	15,000	11,250	81,279	6,591
Total revenue	577,600	567,614	648,198	474,086
Expenditures:				
Public Safety	-	-	-	180,131
Public Works	655,000	453,838	614,639	179,590
Total expenditures	655,000	453,838	614,639	359,721
Revenue over (under) expenditures	(77,400)	113,776	33,559	114,365
Fund balance, beginning of year	2,304,643		2,304,643	2,189,673
Fund balance, end of period	$ 2,227,243		$ 2,338,202	$ 2,304,038

* Amount shown is actual expenditures plus emcumbrance

City of Franklin
Street Improvement Fund
Balance Sheet
September 30, 2016 and 2015

	2016	2015
Assets		
Cash and investments	$ 394,725	$ 1,061,109
Accrued receivables	28,856	-
Total Assets	$ 423,581	$ 1,061,109
Liabilities and Fund Balance		
Accounts payable	$ 37,889	$ -
Encumbrances	-	822,353
Assigned fund balance	385,692	238,756
Total Liabilities and Fund Balance	$ 423,581	$ 1,061,109

Statement of Revenue, Expenses and Fund Balance
For the Nine months ended September 30, 2016 and 2015

	2016 Amended Budget	2016 Year-to-Date Totals	2015 Year-to-Date Totals
Revenue:			
Property Taxes	$ 693,500	$ 693,500	$ 687,300
Landfill Siting	133,000	133,000	133,000
Investment Income	5,500	4,725	5,353
Local Road Improvement Aids	70,000	-	-
Refunds and Reimbursements	-	28,856	2,441
Transfer from General Fund	-	-	25,000
Total revenue	902,000	860,081	853,094
Expenditures:			
Street Reconstruction Program - Current Year	940,000	720,344	843,775
Street Reconstruction Program - Prior Year(s)	-	-	1,399
Total expenditures	940,000	720,344	845,174
Revenue over (under) expenditures	(38,000)	139,737	7,920
Fund balance, beginning of year	245,955	245,955	230,836
Fund balance, end of period	$ 207,955	$ 385,692	$ 238,756

City of Franklin
Capital Improvement Fund
Balance Sheet
September 30, 2016 and 2015

	2016	2015
Assets		
Cash and investments	$ 2,456,657	$ 2,042,450
Accrued receivables	847	847
Total Assets	$ 2,457,504	$ 2,043,297
Liabilities and Fund Balance		
Accounts payable	$ 26,863	$ 263,318
Contracts Payable	-	134,298
Accrued payables	52,000	-
Encumbrance	659,321	529,002
Assigned fund balance	1,719,320	1,116,679
Total Liabilities and Fund Balance	$ 2,457,504	$ 2,043,297

Statement of Revenue, Expenses and Fund Balance
For the Nine months ended September 30, 2016 and 2015

	2016 Original Budget	2016 Amended Budget	2016 Year-to-Date Totals	2015 Year-to-Date Totals
Revenue:				
Block Grants	$ 65,193	$ 65,193	$ -	$ -
Landfill Siting	498,000	498,000	216,650	260,814
Transfers from Other Funds	-	-	62,289	-
Transfers from General Funds	1,200,000	1,200,000	900,000	-
Transfers from Impact Fees	420,953	420,953	137,319	501,715
Transfers from Connection Fees	500,000	500,000	-	-
Bond Proceeds	1,000,000	1,000,000	-	-
Investment Income	5,000	5,000	6,124	3,768
Total revenue	3,689,146	3,689,146	1,322,382	766,297
Expenditures:				
General Government	495,000	479,500	4,343	-
Public Safety	548,800	666,364	383,581	200
Public Works	921,000	1,098,918	249,233	118,227
Culture and Recreation	1,242,209	1,491,217	537,509	1,390,543
Sewer & Water	500,000	614,849	118,232	81,016
Contingency	68,350	25,007	-	35,233
Bond/Note Issuance Cost	50,000	50,000	-	-
Total expenditures	3,825,359	4,425,855	1,292,898	1,625,219
Revenue over (under) expenditures	(136,213)	(736,709)	29,484	(858,922)
Fund balance, beginning of year	1,689,836	1,689,836	1,689,836	1,975,601
Fund balance, end of period	$ 1,553,623	$ 953,127	$ 1,719,320	$ 1,116,679

City of Franklin
Development Fund
Comparative Balance Sheet
September 30, 2016 and 2015

	2016	2015
Assets		
Cash and investments	$ 3,842,093	$ 3,034,256
Due From TID 3	275,000	850,000
Total Assets	$ 4,117,093	$ 3,884,256
Liabilities and Fund Balance		
Accounts payable	$ -	$ -
Non-Spendable Fund Balance - Advances	275,000	850,000
Encumberance	3,321	3,321
Assigned fund balance	3,838,772	3,030,935
Total Fund Balance	4,113,772	3,880,935
Total Liabilities and Fund Balance	$ 4,117,093	$ 3,884,256

Comparative Statement of Revenue, Expenses and Fund Balance
For the Nine months ended September 30, 2016 and 2015

	2016 Amended Budget	2016 Year-to-Date Budget	2016 Year-to-Date Actual	2015 Year-to-Date Actual
Revenue:				
Impact Fee: Parks	$ 175,000	$ 143,001	$ 188,878	$ 116,971
Impact Fee: Southwest Sewer Serv	-	-	-	2,928
Impact Fee: Administration	5,000	4,024	4,675	3,025
Impact Fee: Water	200,000	143,917	186,689	107,490
Impact Fee: Transportation	37,000	27,303	8,150	17,906
Impact Fee: Fire Protection	40,000	31,678	28,048	23,231
Impact Fee: Law Enforcement	73,000	57,767	52,101	43,039
Impact Fee: Library	55,000	44,649	53,330	32,667
Total Impact Fees	585,000	452,339	521,871	347,257
Investment Income	25,000	18,750	42,910	27,646
Interfund Interest Income	11,334	8,500	8,909	29,974
Total revenue	621,334	479,589	573,690	404,877
Expenditures:				
Other Professional Services	3,321	-	3,321	10,073
Transfer to Debt Service:				
Law Enforcement	205,006	153,755	63,044	67,122
Fire	42,958	32,218	42,957	42,974
Transportation	73,613	55,210	10,000	23,393
Library	134,040	100,530	54,930	49,004
Total Transfers to Debt Service	455,617	341,713	170,931	182,493
Transfer to Capital Improvement Fund:				
Park	420,953	153,867	137,319	501,715
Total Transfers to Capital Improveme	420,953	153,867	137,319	501,715
Transfer to Water Utility	500,000	375,000	-	-
Total expenditures	1,379,891	870,580	311,571	694,281
Revenue over (under) expenditures	(758,557)	(390,991)	262,119	(289,404)
Fund balance, beginning of year	3,851,653		3,851,653	4,170,339
Fund balance, end of period	$ 3,093,096		$ 4,113,772	$ 3,880,935

City of Franklin
Development Fund Financial Report
For the nine months ended September 30, 2016

Effective with all permits applied for after May 31, 2002, in accordance with our Impact Fee Ordinance 2002-1712 new impact fees were adopted. The fees are automatically increased 5% in January of each year. The components of the fees for 2016 are as follows.

	Single Family	Two Family	Multi Family per Unit
Park and Playground Facilities	$ 3,015.00	$ 6,030.00	$ 2,141.00
Fire Protection Facilities	430.00	860.00	299.00
Law Enforcement Facilities	799.00	1,598.00	556.00
Water system [1] per every 169 gallons of daily use	2,172.00	4,344.00	2,172.00 [1]
Transportation Facilities	84.00	168.00	59.00
Administrative Fee	55.00	110.00	55.00
Library Facilities	879.00	1,758.00	587.00
Sanitary Sewer - Ryan Creek	2,928.00	5,856.00	see note [2]
	$10,362.00	$20,724.00	$ 5,869.00

In addition to the above, there is an established commercial impact fee of $.523 psf, an industrial impact fee of $.136 psf and an institutional impact fee of $.738 psf. There is also a charge on each commercial, industrial or institutional building for water of $2,069 per REC (residential equivalency) and an administrative fee of $55 for the first 10,000 sq. ft. plus $55 for each additional 10,000 sq. ft.

The funds generated are available for capital projects or related debt service of those municipal activities. Interest revenue is credited to each account balance.

[2]

On May 21, 2013, the Common Council adopted Ordinance 2013-2105 to provide for the extension of and cost recovery of public sanitary sewer within the southwest sanitary sewer service area served by the Ryan Creek Interceptor public sanitary sewer. The fee for a single family dwelling with a 0.75" meter is $2,928.00. For a multi family dwelling the fee is $2,928.00 for the first unit and $1,464.00 for each additional unit.

Development Fund

City of Franklin

Summary of Impact Fee Activity
For the nine months ended September 30, 2016

Cash Acct									27.1100.1111
Revenue Acct		4292	4293	4294	4295	4296	4297	4299	-27.2000.2117
Expenditure Acct									Net
	Parks Recreation	SW Sewer	Admin Fee *	Water	Transportation	Fire Protection	Law Enforcement	Library	Cash Balance
Beginning Bal, 12/31/15	3,258,673.78	33,512.51	61,308.83	430,396.64	4,297.86	38,812.91	14,824.81	9,825.75	3,851,653.09
1st Quarter									
Impact Fees	21,047.00	0.00	385.00	24,875.00	584.00	2,990.00	5,556.00	6,111.00	61,548.00
Expenditures	(108,698.00)		0.00	0.00 [2]	0.00 [1]	(37,637.00)	(21,680.90)	(10,480.96) [1]	(178,496.86)
subtotal	3,171,022.78	33,512.51	61,693.83	455,271.64	4,881.86	4,165.91	(1,300.09)	5,455.79	3,734,704.23
Transfers							0.00		0.00
Investment Income	26,490.52	276.14	506.79	3,648.98	37.82	177.07	55.72	62.96	31,256.00
Ending balance 3/31/2016	**3,197,513.30**	**33,788.65**	**62,200.62**	**458,920.62**	**4,919.68**	**4,342.98**	**(1,244.37)**	**5,518.75**	**3,765,960.23**
2nd Quarter									
Impact Fees	134,666.00	0.00	3,520.00	133,578.00	5,342.00	19,700.00	36,586.00	37,550.00	370,942.00
Expenditures	(18,473.78)		0.00			0.00	0.00	0.00	(18,473.78)
subtotal	3,313,705.52	33,788.65	65,720.62	592,498.62	10,261.68	24,042.98	35,341.63	43,068.75	4,118,428.45
Transfers									0.00
Investment Income	13,533.44	138.00	268.41	2,419.81	41.91	98.19	144.34	175.90	16,820.00
Ending balance 6/30/2016	**3,327,238.96**	**33,926.65**	**65,989.03**	**594,918.43**	**10,303.59**	**24,141.17**	**35,485.97**	**43,244.65**	**4,135,248.45**
3rd Quarter									
Impact Fees	33,165.00	0.00	770.00	28,236.00	2,224.00	5,358.00	9,959.00	9,669.00	89,381.00
Expenditures	(10,147.11)		0.00	[3]	(10,000.00) [1]	(5,320.25) [1]	(41,362.90) [1]	(44,449.26) [1]	(111,279.52)
subtotal	3,350,256.85	33,926.65	66,759.03	623,154.43	2,527.59	24,178.92	4,082.07	8,464.39	4,113,349.93
Transfers									0.00
Investment Income	3,048.61	30.87	60.76	567.05	2.30	22.00	3.71	7.70	3,743.00
Ending balance 9/30/2016	**3,353,305.46**	**33,957.52**	**66,819.79**	**623,721.48**	**2,529.89**	**24,200.92**	**4,085.78**	**8,472.09**	**4,117,092.93**
Ending balance 12/31/2016	**3,353,305.46**	**33,957.52**	**66,819.79**	**623,721.48**	**2,529.89**	**24,200.92**	**4,085.78**	**8,472.09**	**4,117,092.93**
Number of Months	**217.99**	**23.20**	**137.54**	**31.79**	**0.59**	**6.03**	**0.55**	**1.96**	
2016 Impact Fees	188,878.00	0.00	4,675.00	186,689.00	8,150.00	28,048.00	52,101.00	53,330.00	521,871.00
2015 Impact Fees	137,670.00	2,928.00	3,630.00	133,352.00	20,533.00	27,116.00	50,222.00	38,526.00	413,977.00
2014 Impact Fees	184,592.00	17,568.00	5,830.00	235,415.00	51,436.00	48,134.00	88,431.00	51,821.00	683,227.00
2013 Impact Fees	317,206.00	11,712.00	6,160.00	427,429.00	31,829.00	45,110.00	82,280.00	66,179.00	987,905.00

* Funded by an Administrative Fee not an impact fee

	73,635.62	42,974.50	205,021.90	134,103.83
[1] Debt service payments	899,899.74	359,200.00	1,863,400.00	1,099,029.73

[2] Oversizing payments made

[3] Transfer to Water Utility for Puetz Road Water Tower Project — 0.00 Oversizing payments due in future periods

City of Franklin
Utility Development Fund
Comparative Balance Sheet
September 30, 2016 and 2015

Assets	**2016**	**2015**
Cash and investments - Water	$ 405,882	$ 253,372
Cash and investments - Sewer	591,016	448,265
Special Assessment - Water Current	290,434	396,929
Special Assessment - Water Deferred	362,373	297,811
Special Assessment - Sewer Current	363,553	475,203
Special Assessment - Sewer Deferred	116,426	70,898
Reserve for Uncollectable	(110,090)	-
Total Assets	$ 2,019,594	$ 1,942,478
Liabilities and Fund Balance		
Accounts payable	$ -	$ -
Unearned Revenue	1,022,696	1,240,841
Total Fund Balance	996,898	701,637
Total Liabilities and Fund Balance	$ 2,019,594	$ 1,942,478

Comparative Statement of Revenue, Expenses and Fund Balance
For the Nine months ended September 30, 2016 and 2015

Revenue:	**2016 Original Budget**	**2016 Year-to-Date Budget**	**2016 Year-to-Date Actual**	**2015 Year-to-Date Actual**
Special Assessments				
Water	$ 101,150	$ 44,056	$ 40,243	$ -
Sewer	94,100	56,333	29,816	4,460
Connection Fees				-
Water	4,100	4,100	-	2,069
Sewer	35,000	29,124	14,700	21,720
				-
Total Impact Fees	234,350	133,613	84,759	28,249
Special Assessment Interest	58,000	23,111	2,383	(245)
Investment Income	1,650	1,238	2,753	1,202
Total revenue	294,000	157,962	89,895	29,206
Transfer to Capital Improvement Fund:				
Water	250,000	-	-	-
Sewer	250,000	109,976	-	-
Total Transfers to Capital Improven	500,000	109,976	-	-
Revenue over (under) expenditures	(206,000)	47,986	89,895	29,206
Fund balance, beginning of year			907,003	672,431
Fund balance, end of period			$ 996,898	$ 701,637

City of Franklin
2016 Nine Month Financial Report
Sanitary Sewer Fund

The nine month 2016 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 $175,119. Revenues are $7,631 less than the prior year. The 2016 rate adjustment became effective in the first quarter of 2016.

Operating Expenditures

Sewer service charges to the Milwaukee Metropolitan Sewerage District for the first three quarters are $1,614,096 which is $38,379 less than the budget.

Other operating expenditures, not including MMSD charges, are $149,092 less than the budgeted levels. Sewer improvements totaling $60,806 have been expensed through three quarters. This alone is $86,961 less than the budget.

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.

Retained Earnings

Retained earnings are the measure of the health of the operation. For the year, the retained earnings increased $218,400.

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 September 30, 2016 $32,208 has been collected. There have no collections since 2Q15.

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 2016 amounts to $14,700 and funds on hand at September 30, 2016 totaled $591,016.

City of Franklin
Sanitary Sewer Fund
Comparative Balance Sheet
September 30, 2016 and 2015

	2016	2015
Assets		
Current assets:		
Cash and investments	$ 866,325	$ 925,170
Accounts receivable	1,019,354	1,013,175
Due from Franklin Water Utility	6,872	83,518
Miscellaneous receivable	286,116	30,767
Prepaid expenses	2,319	-
Total current assets	2,180,986	2,052,630
Non current assets:		
Due from MMSD	23,774,270	25,307,266
Sanitary Sewer plant in service:		
Land	358,340	358,340
Buildings and improvements	3,277,771	1,621,433
Improvements other than buildings	54,380,956	54,115,278
Machinery and equipment	813,848	780,406
Construction in progress	34,202	1,597,085
	58,865,117	58,472,542
Less accumulated depreciation	(14,752,219)	(14,039,345)
Net sanitary sewer plant in service	44,112,898	44,433,197
Deferred assets:		
Pension assets	80,922	-
Total Assets	$ 70,149,076	$ 71,793,093
Liabilities and Net Assets		
Current liabilities:		
Accounts payable	$ 20,028	$ 788,825
Accrued liabilities	593,497	66,232
Due to Franklin Water Utility	363	17,015
Due to General Fund - non-interest bearing	2,290,408	2,295,042
Total current liabilities	2,904,296	3,167,114
Non current liabilities:		
Accrued compensated absences	67,229	61,309
Pension liability (GASB 68)	108,210	-
General Obligation Notes payable - CWF	21,200,228	22,357,276
Total liabilities	24,279,963	25,585,699
Net Assets:		
Invested in capital assets, net of related debt	44,112,898	44,433,197
Sewer equipment replacement	356,106	313,558
Retained earnings	1,400,109	1,460,639
Total net assets	45,869,113	46,207,394
Total Liabilities and Net Assets	$ 70,149,076	$ 71,793,093

City of Franklin
Sanitary Sewer Fund
Statement of Revenue, Expenditures, and Changes in Net Assets
For the Nine months ended September 30, 2016 and 2015

	2016 Amended Budget	2016 Year-to-Date Budget	Current Year-to-Date Totals	Prior Year-to-Date Totals
Operating Revenue				
Residential	$ 1,899,800	$ 1,518,903	$ 1,341,086	$ 1,402,524
Commercial	467,000	380,551	376,646	358,388
Industrial	420,000	335,119	308,627	313,224
Public Authority	140,000	112,500	112,205	100,214
Penalties/Other	32,000	16,254	18,563	18,242
Multi Family	420,000	315,000	346,081	318,247
Total Operating Revenue	3,378,800	2,678,327	2,503,208	2,510,839
Operating Expenditures				
Salaries and benefits	$ 454,927	$ 336,983	$ 336,836	$ 327,775
Contractual services	127,500	104,240	81,400	89,287
Supplies	103,600	77,700	54,106	42,457
Facility charges	70,900	52,686	43,587	21,279
Shared meter costs	4,800	3,600	-	-
Sewer service - MMSD	2,203,300	1,652,475	1,614,096	1,574,605
Other operating costs	30,336	23,338	13,684	17,292
Allocated expenses	113,500	85,125	91,853	85,832
Sewer improvements	170,000	147,767	60,806	29,971
Depreciation	106,100	79,575	79,650	52,200
Total operating expenditures	3,384,963	2,563,489	2,376,018	2,240,698
Operating Income (Loss)	(6,163)	114,838	127,190	270,141
Non-Operating Revenue (Expenditures)				
Miscellaneous income	-	-	2,095	5,407
Refunds/Reimbursements	-	-	38,975	-
Investment income	541,193	270,596	277,992	309,825
Interest expense	(536,193)	(268,096)	(275,218)	(289,119)
Total non-operating revenue (expenditures)	5,000	2,500	43,844	26,113
Income (Loss) before Capital Contributions	(1,163)	117,338	171,034	296,254
Retained Earnings- Beginning	1,537,815	1,537,815	1,537,815	2,864,465
Transfer (to) from Invested in Capital Assets	(1,314,300)	(985,725)	47,366	(1,386,522)
Retained Earnings- Ending	222,352	669,428	1,756,215	1,774,197
Capital Contributions	600,000	150,000	-	-
Depreciation - CIAC	(598,000)	(299,000)	(448,650)	(443,700)
Transfer (to) from Retained Earnings	1,314,300	985,725	(47,366)	1,386,522
Change in Net Investment in Capital Assets	1,316,300	836,725	(496,016)	942,822
Net Investment in Capital Assets-Beginning	44,608,914	44,608,914	44,608,914	43,490,375
Net Investment in Capital Assets-Ending	45,925,214	45,445,639	44,112,898	44,433,197
Total net assets	$ 46,147,566	$ 46,115,067	$ 45,869,113	$ 46,207,394

City of Franklin
Sanitary Sewer Fund
Statement of Cash Flows
For the Nine months ended September 30, 2016 and 2015

	2016	2015
Cash Flows from Operating Activities		
Operating income (loss)	$ 127,190	$ 270,141
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation	79,650	52,200
(Increase) decrease in assets:		
Accounts receivable	(161,922)	150,025
Taxes receivable	124,633	110,305
Due from other funds	82,184	(10,132)
Due from MMSD & Other Governments		
Prepaid expenses	2,109	-
Increase (decrease) in liabilities:		
Accounts payable	(569,190)	(34,279)
Accrued expenses	542,923	27,585
Due to other funds	(49,667)	6,805
Due to general fund	-	53
Total Adjustments	50,720	302,562
Net Cash Provided by Operating Activities	$ 177,910	$ 572,703
Cash Flows From Capital & Related Financing Activities		
Due from MMSD & Other Governments	1,537,629	748,664
Notes payable	(1,157,048)	(1,129,246)
Acquisition of capital assets	(32,284)	(1,438,722)
Net Cash Provided (Used) in Capital and Financing Activities	348,297	(1,819,304)
Cash Flows from Investing Activities		
Interest and other income	319,062	315,232
Interest exepense	(275,218)	(289,119)
Net Change in Cash and Cash Equivalents	570,051	(1,220,488)
Cash and Cash Equivalents, beginning of period	296,274	2,145,658
Cash and Cash Equivalents, end of period	$ 866,325	$ 925,170

Franklin Municipal Water Utility
Notes to the Financial Statements
For the period ended September 30, 2016 and 2015

[1] Operating revenue is less than budget at September 30, 2016. Actual third quarter billings were used for the statements.
The 2016 budget anticipated a rate increase as of January 1, 2016 from a 2015 rate case application with the PSC. That rate increase became effective July 1, 2016.

[2] Operating expenditures are greater than budget through three quarters of the year.
Estimated purchased water includes a 10% provision for lost water, but still exceeds budget.
The cost of the search for leaks in mains and services pushed the transmission and distribution costs $46,000 over budget.
Professional fees incurred to contest the supplier construction case pushed Administrative costs very close to budget.

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 September 30, 2016 total $405,822.

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 2016 total $186,689.
Water Impact fees on hand at September 30, 2016 total approximately $623,154.

Franklin Municipal Water Utility
Comparative Statement of Revenue, Expenditures,
and Changes in Net Assets
For the period ended September 30, 2016 and 2015

	2016	2015
Operating Revenue		
Total metered sales	4,110,862	3,815,851
Fire protection	490,577	488,889
Forfeited discounts, penalties and other	38,564	27,179
Total Operating Revenue	4,640,003	4,331,919
Operating Expenditures		
Operation and maintenance expenses:		
Source of supply	2,474,052	2,431,037
Pumping	88,870	95,341
Water treatment	2,086	3,100
Transmission and distribution	356,444	280,114
Customers' accounts	33,613	31,357
Administrative and general	372,044	280,550
Total operation and maintenance expenses	3,327,109	3,121,499
Depreciation	290,250	253,800
Amortization and Pension Expenses	98,001	
Taxes	843,049	844,364
Total Operating Expenditures	4,558,409	4,219,663
Operating Income (Loss)	81,594	112,256
Non-Operating Revenue (Expenses)		
Sundry	90,747	65,862
Interest on investments	1,911	2,970
Interest on long term debt	(34,487)	-
Depreciation - CIAC	(577,800)	(575,100)
Total Non-Operating Revenue (Expenses)	(519,629)	(506,268)
Income before Capital Contributions	(438,035)	(394,012)
Capital Contributions-Developer & Municipality	-	-
Net change in net assets	(438,035)	(394,012)
Net Assets, beginning of period	45,924,817	46,541,606
Net Assets, end of period	$ 45,486,782	$46,147,594

Franklin Municipal Water Utility
Comparative Balance Sheet
September 30, 2016 & 2015

Assets	**2016**	**2015**
Current Assets:		
Cash and investments	$ 680,737	$ 917,595
Accounts receivable	2,139,238	1,884,403
Taxes receivable	(106)	-
Due from City of Franklin	7,248	22,202
Prepaid expenses	2,319	-
Total current assets	2,829,436	2,824,200
Utility plant in service:		
Land	162,885	162,885
Buildings and improvements	3,369,172	1,812,979
Construction in Progress	36,654	1,908,240
Improvements other than buildings	54,748,756	53,965,133
Machinery and equipment	4,447,082	4,436,424
	62,764,549	62,285,661
Less accumulated depreciation	18,015,542	16,167,774
Net utility plant in service	44,749,007	46,117,887
Deferred Assets:		
Pension Assets	148,355	-
Deferred Costs	336,056	-
Total deferred assets	484,411	-
Total Assets	$ 48,062,854	$48,942,087
Liabilities and Net Assets		
Liabilities:		
Accounts payable	$ 35,376	$ 321,994
Accrued liabilities	1,015,752	1,171,540
Due to City of Franklin	77,734	18,156
Pension liability	212,661	-
Compensated absences reserve	67,229	61,309
Bond Payable	1,167,320	1,221,494
Total liabilities	2,576,072	2,794,493
Net Assets		
Invested in capital assets, net of related debt	45,085,063	46,117,887
Retained earnings	401,719	29,707
Total net assets	45,486,782	46,147,594
Total Liabilities and Net Assets	$ 48,062,854	$48,942,087

Franklin Municipal Water Utility
Comparative Statement of Cash Flows
For the period ended September 30, 2016 and 2015

	2016	2015
Cash Flows from Operating Activities		
Operating income (loss)	$ 81,594	$ 112,256
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation & Amortization	388,251	253,800
(Increase) decrease in assets:		
Accounts receivable	(832,004)	(605,755)
Due from other funds	103,144	(6,158)
Taxes receivable	167,158	189,877
Prepaid expenses	4,039	-
Increase (decrease) in liabilities:		
Accounts payable	(794,825)	(488,934)
Accrued expenses	982,391	955,000
Due to other funds	(108,602)	(40,123)
Customer deposits	-	(100)
Total Adjustments	(90,448)	257,607
Net Cash Provided (Used) by Operating Activities	(8,854)	369,863
Cash Flows From Capital & Related Financing Activities		
Acquisition of capital assets	(141,945)	(1,869,905)
Interest paid on long term debt	(34,486)	-
Principal on long term debt	(55,000)	(55,000)
Net Cash Provided (Used) in Capital and Financing Activities	(231,431)	(1,924,905)
Cash Flows from Investing Activities		
Interest, property rental & other income	92,658	68,832
Net Change in Cash and Cash Equivalents	(147,627)	(1,486,210)
Cash and Cash Equivalents, beginning of period	828,364	2,403,805
Cash and Cash Equivalents, end of period	$ 680,737	$ 917,595

Franklin Municipal Water Utility
Detailed Statement of Revenue, Expenditures
and Changes in Net Assets
For the period ended September 30, 2016 and 2015

Account Description		Annual Budget	Year to Date Budget	Current Year to Date	Prior Year to Date
Operating Revenue					
Metered Sales-Residential		$ 2,964,100	$ 2,430,847	$ 2,379,098	$ 2,206,809
Metered Sales-Commercial		797,000	654,774	520,985	527,411
Metered Sales-Industrial		403,300	315,564	346,384	293,682
Other Sales to Public Authority		292,800	232,698	199,599	190,128
Metered Sales-Multifamily		784,100	588,075	533,377	502,732
Metered Sales-Irrigation		24,000	18,000	131,419	95,089
Total Metered Sales		**5,265,300**	**4,239,957**	**4,110,862**	**3,815,851**
Unmetered Sales		5,000	1,811	11,334	1,545
Private Fire Protection		124,100	100,313	91,775	90,608
Public Fire Protection		540,100	414,018	398,802	398,281
Forfeited Discount		51,500	25,749	27,230	25,634
Total Operating Revenue	1	**$ 5,986,000**	**$ 4,781,848**	**$ 4,640,003**	**$ 4,331,919**
Operating Expenditures					
Operation and maintenance expense					
Source of Supply-Oper Labor		$ 1,600	$ 1,185	$ 321	$ 138
Operations Supplies & Expense		20,135	13,525	9,466	5,827
Wholesale Water		3,085,800	2,314,350	2,464,265	2,425,072
Maint of Water Source plant		5,000	3,107	-	-
Source of Supply		**3,112,535**	**2,332,167**	**2,474,052**	**2,431,037**
Pumping-Fuel		58,758	40,598	29,229	28,362
Pumping-Operations Labor		73,000	54,074	58,233	58,777
Pumping-Main Labor Pumping		2,000	1,481	514	1,667
Pumping-Main Expense Pumping		17,000	12,593	894	6,535
Pumping		**150,758**	**108,746**	**88,870**	**95,341**
Water Treat Chemicals		600	600	-	343
Water Treat Operation Labor		580	430	-	241
Water Treat Tests		15,000	9,676	2,086	2,076
Water Treat Maint Labor		500	370	-	172
Water Treat Maint Expenses		600	485	-	268
Water Treatment		**17,280**	**11,561**	**2,086**	**3,100**
Storage Software Maintenance		13,500	5,017	4,050	6,778
Trans & Distr Labor		35,961	26,638	9,129	19,267
Trans & distr Supp Exp		25,000	14,747	14,865	6,886
Trans & Distr Safety Supplies & Expense		4,000	965	1,828	670
Maint Labor-Distr Reservoir		10,000	7,407	80	350
Maint Expenses-Distr Reservoir		4,800	2,370	3,807	1,708
Maintenance Labor-Mains		17,300	12,815	6,400	10,137
Maintenance Expense-Mains		58,000	37,463	99,659	27,985
Locating Labor-Mains		12,500	9,259	9,412	7,505
Maint Labor-Services		24,000	17,778	20,172	25,190
Maint Expense-Services		80,000	57,561	60,909	55,797
Locating Labor-Services		12,500	9,259	9,696	6,982
Maint Labor-Meters		22,600	16,741	31,373	21,643
Maint Expenses-Meters		4,000	2,716	3,301	1,121
Maint Labor-Hydrants		32,000	23,704	18,624	26,962
Maint Expenses-Hydrants		55,000	40,201	41,735	32,051
Maint Labor-Plant		12,700	9,407	21,404	25,415
Maint Expenses-Plant		17,200	16,500	-	3,667
Transmission & Distribution		**441,061**	**310,548**	**356,444**	**280,114**

Franklin Municipal Water Utility
Detailed Statement of Revenue, Expenditures
and Changes in Net Assets
For the period ended September 30, 2016 and 2015

Account Description	Annual Budget	Year to Date Budget	Current Year to Date	Prior Year to Date
Meter Reading Labor	8,840	6,548	3,209	1,880
Acct & Collection Labor	24,991	18,512	7,622	7,009
Acctg & Coll Payroll Exp	14,375	10,648	9,900	9,855
Supplies & Expense	8,200	6,150	6,912	4,057
Bank Fees	10,200	7,662	6,621	6,805
Uncollectible Accounts	2,500	1,621	(651)	1,751
Customer Accounts	**69,106**	**51,142**	**33,613**	**31,357**
Admin & General Payroll Exp	47,585	35,248	36,540	36,540
Office Supplies	1,800	1,350	486	372
Conferences/Dues/Subscriptions	6,500	4,692	4,116	2,258
Mileage	1,000	822	204	193
Outside Services	201,960	153,098	141,532	49,278
Insurance	25,400	13,856	19,035	18,720
Employee Leave Time & Benefits	184,101	136,371	145,566	156,643
Regulatory Commision Exp	7,250	494	6,496	1,832
Misc General Expense	1,000	434	18	83
Maintenance of General Plant	14,000	10,583	9,690	13,560
Transportation Expenses	22,500	17,070	8,361	1,071
Administrative and general	**513,096**	**374,019**	**372,044**	**280,550**
Total Operation and Maintenance Expenditures	**4,303,836**	**3,188,182**	**3,327,109**	**3,121,499**
Depreciation	**386,850**	**304,270**	**290,250**	**253,800**
Taxes-Property Tax Equivalent	**1,100,000**	**830,328**	**825,300**	**825,300**
Amortization	**-**	**-**	**98,001**	**-**
Taxes-FICA	**25,719**	**18,451**	**17,749**	**19,064**
Total Operating Expenditures [2]	**5,816,405**	**4,341,231**	**4,558,409**	**4,219,663**
Operating Income	**$ 169,595**	**$ 440,617**	**$ 81,594**	**$ 112,256**
Non-Operating Revenue (Expenditures)				
Interest Income	-	-	1,911	2,970
Misc Revenue	2,000	1,039	40,242	1,437
Interest on LTD	(34,138)	(25,604)	(34,487)	-
Water Property Rent	54,800	46,687	49,135	61,274
Other Water Revenue	3,000	1,979	1,370	3,151
Total non-operating revenue	**25,662**	**24,102**	**58,171**	**68,832**
Income before capital contributions	**$ 195,257**	**$ 464,719**	**$ 139,765**	**$ 181,088**
Retained earnings - beginning	449,705	449,705	449,705	1,464,724
Transfer (to) from invested in capital assets	(1,735,680)	(1,301,760)	(187,751)	(1,616,105)
Retained earnings - ending	**$ (1,090,718)**	**$ (387,336)**	**$ 401,719**	**$ 29,707**
Capital contributions	750,000	128,009	-	-
Depreciation - CIAC	(770,400)	(577,800)	(577,800)	(575,100)
Transfer (to) from retained earnings	1,735,680	1,301,760	187,751	1,616,105
Change in net investment	(466,156)	(1,224,464)	(390,049)	1,041,005
Net investment in capital assets - beginning	45,475,112	45,475,112	45,475,112	45,076,882
Net investment in capital assets - ending	**$ 45,008,956**	**$ 44,250,648**	**$ 45,085,063**	**$ 46,117,887**
Total net assets	**$ 43,918,238**	**$ 43,863,312**	**$ 45,486,782**	**$ 46,147,594**

City of Franklin
Self Insurance Fund - Actives
Balance Sheet
September 30, 2016 and 2015

	2016	2015
Assets		
Cash and investments	$ 3,068,856	$ 2,721,923
Accounts receivable	576	576
Interfund advance receivable	275,000	1,088,000
Prepaid expenses	57,500	57,500
Total Assets	$ 3,401,932	$ 3,867,999
Liabilities and Net Assets		
Accounts payable	$ 4,447	$ 1,139
Claims payable	270,500	370,500
Unrestricted net assets	3,126,985	3,496,360
Total Liabilities and Fund Balance	$ 3,401,932	$ 3,867,999

City of Franklin Self Insurance Fund - Actives
Statement of Revenue, Expenses and Fund Balance
For the Nine months ended September 30, 2016 and 2015

Revenue	2016 Budget	2016 Year-to-Date Budget	2016 Year-to-Date Actual	2015 Year-to-Date Actual
Medical Premiums-City	$ 2,419,184	1,830,967	$ 1,854,312	$ 1,931,898
Medical Premiums-Employee	384,955	289,757	313,441	310,977
Other - Investment Income, etc.	56,004	42,003	46,958	59,168
Medical Revenue	2,860,143	2,162,727	2,214,711	2,302,043
Dental Premiums-City	112,600	71,652	80,169	78,483
Dental Premiums-Retirees	5,750	4,357	3,456	3,456
Dental Premiums-Employee	55,150	55,150	42,357	39,735
Dental Revenue	173,500	131,159	125,982	121,674
Total Revenue	3,033,643	2,293,886	2,340,693	2,423,717
Expenditures:				
Active Employees-Medical				
Medical claims - Current Year	2,275,000	1,503,126	1,568,242	1,206,230
Excess claims	600,000	396,429	-	-
Medical claims - Prior Year	-	-	263,316	194,214
Prescription drug claims	-	-	218,283	228,589
Refunds-Stop Loss Coverage	-	-	(188,482)	(8,910)
Total Claims-Actives	2,875,000	1,899,555	1,861,359	1,620,123
Medical Claim Fees	215,000	169,447	137,489	126,072
Memberships	-	-	3,120	3,180
Miscellaneous Wellness	18,876	5,943	13,554	11,926
Section 125 administration Fee	6,200	4,393	1,730	383
Stop Loss Premiums	675,000	522,840	485,830	446,038
ACA Fees	70,000	70,000	27,143	35,203
Total Medical Costs-Actives	3,860,076	2,672,178	2,530,225	2,242,925
Active Employees-Dental				
Dental claims - Current Year	150,000	108,274	116,330	104,158
Dental claims - Prior Year	2,000	1,965	12,625	10,137
Dental Claim Fees	12,000	9,347	9,156	7,229
Total Dental Costs-Actives	164,000	119,586	138,111	121,524
Retirees-Dental				
Dental claims - Current Year	5,200	3,962	6,446	2,417
Dental claims - Prior Year	900	720	668	563
Dental Claim Fees	200	159	140	99
Total Dental Costs-Retirees	6,300	4,841	7,254	3,079
Total Dental Costs	170,300	124,427	145,365	124,603
Total Expenditures	4,030,376	2,796,605	2,675,590	2,367,528
Revenue over (under) expenditures	(996,733)	$ (502,719)	(334,897)	56,189
Net assets, beginning of year	3,461,882		3,461,882	3,440,171
Net assets, end of period	$ 2,465,149		$ 3,126,985	$ 3,496,360

City of Franklin
City of Franklin Post Employment Benefits Trust
Balance Sheet
September 30, 2016 and 2015

Assets	**2016**	**2015**
Cash and investments	$ -	$ -
Investments held in trust - Fixed Inc	1,470,866	1,207,715
Investments held in trust - Equities	3,534,624	3,332,715
Accounts receivable	9,955	14,828
Due from Water Utility	178	730
Total Assets	$ 5,015,623	$ 4,555,988
Liabilities and Net Assets		
Accounts payable	$ 353	$ -
Claims payable	45,000	57,482
Due to City	192,638	34,909
Net assets held in trust for post emp	4,777,632	4,463,597
Total Liabilities and Fund Balance	$ 5,015,623	$ 4,555,988

City of Franklin Post Employment Benefits Trust
Statement of Revenue, Expenses and Fund Balance
For the Nine months ended September 30, 2016 and 2015

Revenue	**2016 Year-to-Date Actual**	**2015 Year-to-Date Actual**
ARC Medical Charges - City	$ 174,680	$ 148,954
Medical Charges - Retirees	83,392	85,444
Implicit Rate Subsidy	18,681	80,599
Interest Income	-	-
Medical Revenue	276,753	314,997
Expenditures:		
Retirees-Medical		
Medical claims - Current Year	103,058	343,902
Medical claims - Prior Year	33,289	22,505
Prescription drug claims	66,047	58,097
Refunds-Stop Loss Coverage	3,239	(156,517)
Total Claims-Retirees	205,633	267,987
Medical Claim Fees	12,767	7,132
Stop Loss Premiums	55,880	36,622
Miscellaneous Expense	255	225
ACA Fees	2,218	3,031
Total Medical Costs-Retirees	276,753	314,997
Revenue over (under) expenditures	-	-
Annual Required Contribution-Net	(36,956)	198,352
Other - Investment Income, etc.	296,603	(152,994)
Total Revenues	259,647	45,358
Net Revenues (Expenditures)	259,647	45,358
Net assets, beginning of year	4,517,985	4,418,239
Net assets, end of period	$ 4,777,632	$ 4,463,597

CITY OF FRANKLIN, WI
STATEMENT OF REVENUES & EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS
Period Ending 09/30/2016

GL Number	FUND 16 LIBRARY-RESTRICTED FUND	FUND 20 FIRE DEPT GRANT FUND	FUND 24 ST MARTINS FAIR FUND	FUND 25 HEALTH DEPT GRANT FUND	FUND 26 OTHER GRANTS	FUND 28 DONATIONS FUND	FUND 29 CIVIC CELEBRATIONS FUND	TOTAL
REVENUES								
INTERGOVERNMENTAL	$ -	$ 4,658	$ -	$ 74,996	$ 19,055	$ -	$ -	$ 98,709
LICENSES & PERMITS	-	-	27,355	-	-	-	-	27,355
CHARGES FOR SERVICES	4,250	-	-	-	-	-	109,628	113,879
MISCELLANEOUS REVENUE	51,531	-	250	8,415	-	62,137	20,375	142,709
INVESTMENT EARNINGS	56	-	-	179	-	-	-	235
Total Revenues	55,838	4,658	27,605	83,590	19,055	62,137	130,003	382,886
EXPENDITURES								
PERSONAL SERVICES	-	-	24,181	-	-	-	23,456	47,637
EMPLOYEE BENEFITS	-	-	7,369	-	-	-	7,794	15,163
CONTRACTUAL SERVICES	10,406	-	350	28,475	-	-	62,900	102,131
SUPPLIES	19,634	2,591	1,239	14,490	-	19,974	28,285	86,214
SERVICES & CHARGES	5,814	-	10,739	8,966	-	(141)	19,837	45,215
Total Expenditures	35,855	2,591	43,879	51,931	-	19,833	142,273	296,361
Excess (deficiency) of Revenues vs. Exp	19,983	2,067	(16,274)	31,659	19,055	42,305	(12,270)	86,526
OTHER FINANCING SOURCES								
FUND TRANSFERS	-	-	11,000	-	-	-	13,000	24,000
OTHER FINANCING USES								
CAPITAL OUTLAY	20,787	-	-	-	16,465	2,413	-	39,665
Net Change in Fund Balance	(804)	2,067	(5,274)	31,659	2,590	39,892	730	70,860
Fund Balance - Beginning:	117,024	13,583	(12,712)	148,694	(2,275)	133,678	47,736	445,730
Fund Balance - Ending:	116,221	15,650	(17,985)	180,354	315	173,570	48,466	516,590

APPROVAL	REQUEST FOR COUNCIL ACTION	MEETING DATE 11/01/16
LICENSES AND PERMITS	MISCELLANEOUS LICENSES	ITEM NUMBER H.1.

See attached list from meeting of November 1, 2016.

COUNCIL ACTION REQUESTED

City of Franklin
9229 W. Loomis Road
Franklin, WI 53132-9728
414-425-7500

License Committee
Agenda*
Aldermen's Room
November 1, 2016 – 6:05 pm

1.	**Call to Order & Roll Call**	**Time:**		
2.	**Applicant Interviews & Decisions**			
License Applications Reviewed		**Recommendations**		
Type/ Time	**Applicant Information**	**Approve**	**Hold**	**Deny**
Operator 2016-17	**Dale G Hasenstein** 3033 S 91st St West Allis, WI 53217 Polish Center of Wisconsin			
Operator 2016-17	**Karen J Kehoe** 10305 W Plum Tree Cir., #104 Hales Corners, WI 53130 Country Lanes			
Operator 2016-17	**Reiss C Stapleton** 6380 S 35th St., #4 Franklin, WI 53132 Walgreens – S. 76th St			
Operator 2016-17	**Matthew R Wallrath** 422 East Dover St Milwaukee, WI 53207 Polish Center of Wisconsin			
Operator 2016-17	**Meredith M Yanke** 7030 Lindner Dr Franklin, WI 53132 Polonia Sports Club			
3.	**Adjournment**			
		Time		

*Notice is given that a majority of the Common Council may attend this meeting to gather information about an agenda item over which they have decision-making responsibility. This may constitute a meeting of the Common Council per State ex rel. Badke v. Greendale Village Board, even though the Common Council will not take formal action at this meeting.

APPROVAL	REQUEST FOR COUNCIL ACTION	MEETING DATE 11/01/16
Bills	Vouchers and Payroll Approval	ITEM NUMBER I. 1

Attached are vouchers dated October 14, 2016 through October 27, 2016 Nos. 162570 through Nos. 162723 the amount of $ 1,360,823.64. Included in this listing are EFT's Nos. 3286 through Nos. 3294. Voided checks in the amount of $ (1,395.00) are separately listed.

Early release disbursements dated October 14, 2016 through October 26, 2016 under Resolution 2013-6920 in the amount of $ 419,719.69 are provided on a separate listing and are also included in the complete disbursement listing.

The net payroll dated October 28, 2016 is $ 390,239.99, previously estimated at $ 388,000.00. Payroll deductions for October 28, 2016 are $ 448,378.62, previously estimated at $ 426,000.00.

The estimated payroll for November 11, 2016 is $ 368,000.00 with estimated deductions and matching payments of $ 225,000.00.

Attached is a list of property tax payments dated October 14, 2016 through October 27, 2016 EFT Nos. 121 in the amount of $ 88.65. These payments have been released as authorized under Resolution 2013-6920.

Voucher for State of Wisconsin for environmental improvement loan interest payment in the amount of $260,974.81 that will be paid November 1, 2016.

The Library Board has not approved October vouchers for payment as of this writing. Approval of Library Vouchers will be considered at the October 31, 2016 Library Board Meeting. Upon their approval, request is made to authorize release of the payments, otherwise Library vendors would not be paid for nearly 60 days.

Vouchers in the amount of $164,554.52 were not included in the distribution listing. Payments to be issued and released upon Council approval.

Heartland	$ 6,303.60
Ehlers & Assoc	$ 7,300.00
Humana Insurance	$ 72,238.31
Paragon Development	$ 53,726.80
Wesolowski, Reidenback & Sajdak	$ 24,985.52
Total	$164,554.52

COUNCIL ACTION REQUESTED

Motion approving the following:

- City vouchers with an ending date of October 27, 2016 in the amount of $ 1,360,823.64 and
- Payroll dated October 28, 2016 in the amount of $ 390,239.99 and payments of the various payroll deductions in the amount of $ 448,378.62 , plus City matching payments and
- Estimated payroll dated November 11, 2016 in the amount of $ 368,000.00 and payments of the various payroll deductions in the amount of $ 225,000.00, plus City matching payments and
- Property tax payments with an ending date of October 27, 2016 in the amount of $ 88.65 and
- The release of State of Wisconsin interest payment in the amount of $260,974.81 and
- The release of Library voucher payments upon Library Board approval and
- The release of various vendor payments not to exceed $ 164,554.23.

Finance Dept – KM