

## **Nonmajor Governmental Funds**

### **Special Revenue Funds**

Special Revenue Funds account for the proceeds of specific revenue sources (other than debt service or major capital projects) that are restricted for specified purposes.

Library Operating Fund - This fund accounts for the budgetary operation of the Library.

Library Auxiliary Fund - This fund accounts for Library donations, fines and forfeitures.

Master Plan Fund - This fund accounts for resources dedicated to improving the Comprehensive Master Plan for the City.

Donation Fund - This fund accounts for donations received for specific purposes.

St Martin's Fair Fund - This fund accounts for activities related to the farmers/flea market held the first Monday of the spring and summer months and the Labor Day weekend.

Civic Celebrations Fund - This fund accounts for activity related to the City's Fourth of July, Fiftieth Anniversary and other celebrations.

Grant Fund - The City reports its grant activities in this fund. Grant activities include Fire Department, Police Department, Health Department, Community Development Block Grants and miscellaneous grants received by the City that are not accounted for elsewhere.

### **Capital Projects Funds**

Capital Projects Funds account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by Proprietary Funds).

Capital Outlay Fund - This fund accounts for the departmental capital outlays. These expenditures are funded by the tax levy, normally are less than \$25,000 and are under the direction of the department supervisor.

Equipment Replacement Fund - This fund accounts for the rolling stock replacement program that accumulates annual funding (from property taxes) for replacement of vehicles and similar equipment in lieu of using borrowed monies.

Capital Improvement Fund - This fund accounts for land acquisitions, building projects and all public works projects and are usually funded with borrowed money or funding from some other source other than the tax levy.

Street Improvement Fund - This fund accounts for the activities of the local road improvement program. Funding is provided by the tax levy and a every other year local road improvement grant from the State.

Utility Improvement Fund - This fund is used to account for water and sewer connection fees that are used for water and sewer construction projects.

Development Fund - This fund is used to account for impact fees restricted for use to capital improvements.



**CITY OF FRANKLIN**  
**Combining Balance Sheet**  
**Nonmajor Governmental Funds**  
**December 31, 2010**

	Special Revenue Funds							Total	
	Library Operating Fund	Library Auxiliary Fund	Master Plan Fund	St Martin's Fair Fund	Donation Fund	Celebrations Fund	Civic Fund		Grant Fund
<b>ASSETS</b>									
Cash and investments	\$ 313,797	\$ 98,088	\$ 109,020	\$ 5,190	\$ 112,240	\$ 65,014	\$ 181,841	\$ 885,190	
Receivables									
Accounts receivable	122,021	-	-	-	-	-	1,072	123,093	
Taxes receivable	1,175,000	-	-	-	-	-	-	1,175,000	
Special assessments receivable	-	-	-	-	-	-	-	-	
Due from other funds	-	-	-	-	-	-	-	-	
Due from other governments	-	-	-	-	6,729	-	110,484	117,213	
Prepaid items	-	10,181	-	-	-	-	1,250	11,431	
Long-term advances	-	-	-	-	-	-	-	-	
<b>Total assets</b>	<b>\$ 1,610,818</b>	<b>\$ 108,269</b>	<b>\$ 109,020</b>	<b>\$ 5,190</b>	<b>\$ 118,969</b>	<b>\$ 65,014</b>	<b>\$ 294,647</b>	<b>\$ 2,311,927</b>	
<b>LIABILITIES AND FUND BALANCES</b>									
<b>LIABILITIES</b>									
Accounts payable	\$ 40,219	\$ 469	\$ -	\$ -	\$ -	\$ -	\$ 102,515	\$ 143,203	
Accrued liabilities	4,916	-	-	-	-	-	-	4,916	
Deferred revenue	1,175,000	-	-	-	-	-	-	1,175,000	
<b>Total liabilities</b>	<b>1,220,135</b>	<b>469</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>102,515</b>	<b>1,323,119</b>	
<b>FUND BALANCES</b>									
Reserved for									
Prepaid items	-	10,181	-	-	-	-	-	10,181	
Advances to other funds	-	-	-	-	-	-	-	-	
Encumbrances	-	-	-	-	-	-	-	-	
Contractual obligations	-	-	-	-	-	-	-	-	
Library services	390,683	97,619	-	-	-	-	-	488,302	
Utility improvements	-	-	-	-	-	-	-	-	
Donations & grants	-	-	-	-	118,969	-	192,132	311,101	
Unreserved reported in									
Special Revenue Funds	-	-	109,020	5,190	-	65,014	-	179,224	
Capital Projects Funds	-	-	-	-	-	-	-	-	
<b>Total fund balances</b>	<b>390,683</b>	<b>107,800</b>	<b>109,020</b>	<b>5,190</b>	<b>118,969</b>	<b>65,014</b>	<b>192,132</b>	<b>988,808</b>	
<b>Total liabilities and fund balances</b>	<b>\$ 1,610,818</b>	<b>\$ 108,269</b>	<b>\$ 109,020</b>	<b>\$ 5,190</b>	<b>\$ 118,969</b>	<b>\$ 65,014</b>	<b>\$ 294,647</b>	<b>\$ 2,311,927</b>	

(Continued)

**CITY OF FRANKLIN**  
Combining Balance Sheet  
Nonmajor Governmental Funds  
December 31, 2010

	Capital Projects Funds						Total
	Capital Outlay Fund	Equipment Replacement Fund	Capital Improvement Fund	Street Improvement Fund	Utility Improvement Fund	Development Fund	
<b>ASSETS</b>							
Cash and investments	\$ 414,363	\$ 1,480,732	\$ 458,064	\$ 563,743	\$ 361,540	\$ 2,177,424	\$ 6,341,056
Receivables	-	-	3,013	-	-	-	3,013
Accounts receivable	380,000	130,000	-	400,000	171,257	-	1,081,257
Taxes receivable	-	-	-	-	1,366,335	-	1,366,335
Special assessments receivable	21,635	-	-	-	-	-	21,635
Due from other governments	-	-	-	-	-	-	11,431
Prepaid items	-	-	-	-	-	1,475,000	1,475,000
Long-term advances	-	-	-	-	-	-	-
<b>Total assets</b>	<b>\$ 815,998</b>	<b>\$ 1,610,732</b>	<b>\$ 461,077</b>	<b>\$ 963,743</b>	<b>\$ 1,899,132</b>	<b>\$ 3,652,424</b>	<b>\$ 11,715,033</b>
<b>LIABILITIES AND FUND BALANCES</b>							
<b>LIABILITIES</b>							
Accounts payable	\$ 14,707	\$ -	\$ 69,776	\$ 146,822	\$ 4,742	\$ 31,598	\$ 410,848
Accrued liabilities	-	-	-	-	-	-	4,916
Deferred revenue	380,000	130,000	-	400,000	1,537,592	-	3,622,592
<b>Total liabilities</b>	<b>394,707</b>	<b>130,000</b>	<b>69,776</b>	<b>546,822</b>	<b>1,542,334</b>	<b>31,598</b>	<b>4,038,356</b>
<b>FUND BALANCES</b>							
Reserved for:							
Prepaid items	-	-	-	-	-	1,475,000	1,475,000
Advances to other funds	-	-	-	-	-	-	52,500
Encumbrances	19,500	32,000	1,000	-	-	-	108,000
Contractual obligations	-	-	108,000	-	-	-	488,302
Library services	-	-	-	-	356,798	-	356,798
Utility improvements	-	-	-	-	-	2,145,826	2,145,826
Development	-	-	-	-	-	-	311,101
Donations & grants	-	-	-	-	-	-	179,224
Unreserved reported in							
Special Revenue Funds	401,791	1,448,732	282,301	416,921	-	-	2,549,745
Capital Projects Funds	421,291	1,480,732	391,301	416,921	356,798	3,620,826	7,676,677
<b>Total fund balances</b>	<b>\$ 815,998</b>	<b>\$ 1,610,732</b>	<b>\$ 461,077</b>	<b>\$ 963,743</b>	<b>\$ 1,899,132</b>	<b>\$ 3,652,424</b>	<b>\$ 11,715,033</b>
<b>Total liabilities and fund balances</b>							

**CITY OF FRANKLIN**  
**Combining Statement of Revenue, Expenditures and Changes in Fund Balances**  
**Nonmajor Governmental Funds**  
**Year Ended December 31, 2010**

	Special Revenue Funds							Total
	Library Operating Fund	Library Auxiliary Fund	Master Plan Fund	St Martin's Fair Fund	Donation Fund	Civic Celebrations Fund	Grant Fund	
<b>REVENUE</b>								
Taxes	\$ 1,150,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,150,000
Intergovernmental revenue	122,021	-	-	-	-	-	468,419	590,440
Public charges for services	-	-	-	36,890	-	-	-	36,890
Special assessments	-	-	-	-	-	-	-	-
Investment earnings	10,329	235	1,433	29	1,521	-	234	13,781
Miscellaneous revenue	749	62,679	-	2,890	30,798	105,484	6,588	209,188
Total revenue	<u>1,283,099</u>	<u>62,914</u>	<u>1,433</u>	<u>39,809</u>	<u>32,319</u>	<u>105,484</u>	<u>475,241</u>	<u>2,000,299</u>
<b>EXPENDITURES</b>								
Current:								
Public safety	-	-	-	-	16,974	-	46,436	63,410
Health and human services	-	-	-	-	1,447	-	-	1,447
Culture and recreation	1,164,562	25,839	-	46,851	-	111,040	80,043	1,428,335
Conservation and development	-	-	191	-	205	-	21,467	21,863
Capital outlay	81,697	33,648	-	-	25,728	-	282,657	423,730
Total expenditures	<u>1,246,259</u>	<u>59,487</u>	<u>191</u>	<u>46,851</u>	<u>44,354</u>	<u>111,040</u>	<u>430,603</u>	<u>1,938,785</u>
Excess (deficiency) of revenue over expenditures	36,840	3,427	1,242	(7,042)	(12,035)	(5,556)	44,638	61,514
<b>OTHER FINANCING SOURCES (USES)</b>								
Transfers in	-	-	-	12,232	(1,232)	13,000	-	24,000
Transfers out	-	-	-	-	-	-	-	-
Net change in fund balances	36,840	3,427	1,242	5,190	(13,267)	7,444	44,638	85,514
Fund balances - beginning	353,843	104,373	107,778	-	132,236	57,570	147,494	903,294
Fund balances - ending	<u>\$ 390,683</u>	<u>\$ 107,800</u>	<u>\$ 109,020</u>	<u>\$ 5,190</u>	<u>\$ 118,969</u>	<u>\$ 65,014</u>	<u>\$ 192,132</u>	<u>\$ 988,808</u>

(Continued)

**CITY OF FRANKLIN**  
**Combining Statement of Revenue, Expenditures and Changes in Fund Balances**  
**Nonmajor Governmental Funds**  
**Year Ended December 31, 2010**

	Capital Projects Funds							Total	Total Nonmajor Governmental Funds
	Capital Outlay Fund	Equipment Replacement Fund	Capital Improvement Fund	Street Improvement Fund	Utility Fund	Development Fund	Total		
<b>REVENUE</b>									
Taxes	\$ 475,000	\$ 277,000	\$ -	\$ 500,000	\$ -	\$ -	\$ 1,252,000	\$ 2,402,000	
Intergovernmental revenue	33,905	-	-	-	-	-	33,905	624,345	
Public charges for services	-	-	336,153	-	-	-	336,153	373,043	
Special assessments	-	-	-	-	166,541	725,129	891,670	891,670	
Investment earnings	7,168	22,030	1,697	8,515	68,142	72,891	180,443	194,224	
Miscellaneous revenue	-	2,000	79,137	-	-	-	81,137	290,325	
Total revenue	<u>516,073</u>	<u>301,030</u>	<u>416,987</u>	<u>508,515</u>	<u>234,683</u>	<u>798,020</u>	<u>2,775,308</u>	<u>4,775,607</u>	
<b>EXPENDITURES</b>									
Current:									
Public safety	-	-	-	-	-	-	-	63,410	
Health and human services	-	-	-	-	-	-	-	1,447	
Culture and recreation	-	-	-	-	-	-	-	1,428,335	
Conservation and development	-	-	-	-	25,202	63,955	89,157	111,020	
Capital outlay	460,857	432,731	261,066	165,902	-	-	1,320,556	1,744,286	
Total expenditures	<u>460,857</u>	<u>432,731</u>	<u>261,066</u>	<u>165,902</u>	<u>25,202</u>	<u>63,955</u>	<u>1,409,713</u>	<u>3,348,498</u>	
Excess (deficiency) of revenue over expenditures	55,216	(131,701)	155,921	342,613	209,481	734,065	1,365,595	1,427,109	
<b>OTHER FINANCING SOURCES (USES)</b>									
Sale of capital assets	26,258	37,812	-	-	-	-	64,070	64,070	
Transfers in	-	-	187,534	-	-	-	187,534	211,534	
Transfers out	-	-	-	(142,379)	-	(164,801)	(307,180)	(307,180)	
Net change in fund balances	81,474	(93,889)	343,455	200,234	209,481	569,264	1,310,019	1,395,533	
Fund balances - beginning	339,817	1,574,621	47,846	216,687	147,317	3,051,562	5,377,850	6,281,144	
Fund balances - ending	<u>\$ 421,291</u>	<u>\$ 1,480,732</u>	<u>\$ 391,301</u>	<u>\$ 416,921</u>	<u>\$ 356,798</u>	<u>\$ 3,620,826</u>	<u>\$ 6,687,869</u>	<u>\$ 7,676,677</u>	

**CITY OF FRANKLIN**  
**General Fund**  
**Schedule of Revenue - Budget and Actual (on a Budgetary Basis)**  
**Year Ended December 31, 2010**

	Original Budget	Final Budget	Actual	Variance with final budget - Favorable (Unfavorable)
<b>TAXES</b>				
General property taxes	\$ 16,124,000	\$ 16,124,000	\$ 16,121,570	\$ (2,430)
Water Utility - tax equivalent	920,000	920,000	1,013,366	93,366
Cable TV franchise fees	410,000	410,000	442,810	32,810
Mobile home assessments	30,000	30,000	26,510	(3,490)
Motel room tax	200,000	200,000	151,894	(48,106)
	<u>17,684,000</u>	<u>17,684,000</u>	<u>17,756,150</u>	<u>72,150</u>
<b>INTERGOVERNMENTAL REVENUE</b>				
State shared revenue	550,000	550,000	549,147	(853)
State expenditure restraint revenue	211,000	211,000	208,715	(2,285)
Fire insurance - dues	110,000	110,000	115,148	5,148
Local, state and federal grants and aids				
Computer Aid	43,000	43,000	37,543	(5,457)
Transportation aids	1,458,000	1,458,000	1,458,603	603
Recycling	88,000	88,000	92,521	4,521
Other	3,000	12,000	49,581	37,581
	<u>2,463,000</u>	<u>2,472,000</u>	<u>2,511,258</u>	<u>39,258</u>
<b>LICENSES, FEES AND PERMITS</b>				
Licenses:				
Beer and Liquor	41,100	41,100	31,237	(9,863)
Bartenders	14,500	14,500	17,674	3,174
Amusement and related	10,000	10,000	11,140	1,140
Peddlers	-	-	1,831	1,831
Food and related	60,600	60,600	61,704	1,104
Electrical contractors	13,000	13,000	14,627	1,627
Dog and cat	10,000	10,000	9,782	(218)
Other	4,450	4,450	11,025	6,575
Permits:				
Building	338,000	338,000	395,776	57,776
Electrical	83,000	83,000	69,638	(13,362)
Plumbing	65,000	65,000	60,643	(4,357)
Sign	10,000	10,000	7,126	(2,874)
Park	10,500	10,500	12,394	1,894
Fire	6,000	6,000	5,935	(65)
Other	12,500	12,500	18,900	6,400
	<u>678,650</u>	<u>678,650</u>	<u>729,432</u>	<u>50,782</u>
<b>FINES, FORFEITURES AND PENALTIES</b>	<u>400,000</u>	<u>400,000</u>	<u>422,506</u>	<u>22,506</u>

(Continued)

**CITY OF FRANKLIN**  
**General Fund**  
**Schedule of Revenue - Budget and Actual (on a Budgetary Basis)**  
**Year Ended December 31, 2010**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with final budget - Favorable (Unfavorable)</u>
<b>PUBLIC CHARGES FOR SERVICES</b>				
<b>General government</b>				
Property reports and document fees	\$ 12,100	\$ 12,100	\$ 6,847	\$ (5,253)
<b>Public safety</b>				
Police Department and related	6,000	6,000	13,103	7,103
Ambulance service	900,000	900,000	867,253	(32,747)
Fire Department and related	154,000	154,000	108,458	(45,542)
Weights and measures	6,800	6,800	-	(6,800)
<b>Public works</b>				
Weed cutting	10,050	10,050	15,885	5,835
Street lighting	3,000	3,000	2,000	(1,000)
Engineering and DPW fees	45,000	45,000	38,605	(6,395)
Landfill siting fees	20,000	20,000	167,807	147,807
Landfill tippage fees	505,000	505,000	516,882	11,882
<b>Health and human services</b>				
Health clinics and other health fees	75,000	75,000	44,194	(30,806)
<b>Conservation and development</b>				
Zoning, subdivision and other filing fees	97,500	97,500	57,042	(40,458)
	<u>1,834,450</u>	<u>1,834,450</u>	<u>1,838,076</u>	<u>3,626</u>
<b>INTERGOVERNMENTAL CHARGES FOR SERVICES</b>	<u>250,000</u>	<u>250,000</u>	<u>237,319</u>	<u>(12,681)</u>
<b>INVESTMENT EARNINGS</b>	<u>395,000</u>	<u>395,000</u>	<u>226,206</u>	<u>(168,794)</u>
<b>MISCELLANEOUS REVENUE</b>				
Municipal property rental	34,000	34,000	38,500	4,500
Property sales	3,000	3,000	969	(2,031)
Refunds and reimbursements	34,000	34,000	28,778	(5,222)
Insurance dividend	15,000	15,000	15,253	253
Other revenue	15,900	15,900	101,765	85,865
	<u>101,900</u>	<u>101,900</u>	<u>185,265</u>	<u>83,365</u>
<b>TOTAL REVENUE</b>	<u>\$ 23,807,000</u>	<u>\$ 23,816,000</u>	<u>\$ 23,906,212</u>	<u>\$ 90,212</u>

**CITY OF FRANKLIN  
General Fund**

**Schedule of Expenditures - Budget and Actual (on a Budgetary Basis)  
Year Ended December 31, 2010**

	Original Budget	Final Budget	Actual	Variance with final budget - Favorable (Unfavorable)
<b>CURRENT</b>				
<b>General Government</b>				
Common council	\$ 98,240	\$ 105,440	\$ 99,186	\$ 6,254
Municipal court	177,117	177,117	171,870	5,247
City clerk	305,441	305,441	297,486	7,955
Elections	42,996	42,996	30,518	12,478
Information services	404,900	355,400	351,920	3,480
Administraton	467,292	457,292	405,006	52,286
Finance	529,424	529,424	514,610	14,814
Audit	26,000	26,000	25,535	465
Assessor	237,786	237,786	237,817	(31)
Legal counsel	276,100	300,900	282,570	18,330
Municipal buildings	220,623	220,623	205,742	14,881
Property and liability insurance	67,100	67,100	70,477	(3,377)
Other	12,500	12,500	1,637	10,863
Contingency	536,042	49,042	-	49,042
Total General Government	<u>3,401,561</u>	<u>2,887,061</u>	<u>2,694,374</u>	<u>192,687</u>
<b>Public Safety</b>				
Police:				
Police	7,653,656	7,610,656	7,506,188	104,468
Dispatchers	992,539	992,539	935,994	56,545
Fire	5,668,812	5,639,812	5,698,370	(58,558)
Fire protection service charge	295,900	295,900	269,925	25,975
Building inspection	764,220	759,220	729,130	30,090
Sealer of weights and measures	6,800	6,800	6,800	-
Total Public Safety	<u>15,381,927</u>	<u>15,304,927</u>	<u>15,146,407</u>	<u>158,520</u>
<b>Public Works</b>				
Engineering	569,514	569,514	558,996	10,518
Highway	2,384,362	2,372,362	2,263,938	108,424
Refuse collection	1,387,921	1,387,921	1,387,687	234
Street lighting	303,700	303,700	311,326	(7,626)
Weed control	10,050	10,050	15,044	(4,994)
Total Public Works	<u>4,655,547</u>	<u>4,643,547</u>	<u>4,536,991</u>	<u>106,556</u>
<b>Health and Human Services</b>				
Public health	590,983	590,983	582,046	8,937
Animal control	47,300	47,300	46,006	1,294
Total Health and Human Services	<u>638,283</u>	<u>638,283</u>	<u>628,052</u>	<u>10,231</u>
<b>Culture and Recreation</b>				
St. Martin's fair	11,000	11,000	11,000	-
Civic celebrations	13,000	13,000	13,000	-
Senior activities and travel program	15,000	15,000	12,654	2,346
Parks	137,175	137,175	124,104	13,071
Total Culture and Recreation	<u>176,175</u>	<u>176,175</u>	<u>160,758</u>	<u>15,417</u>
<b>Conservation and Development</b>				
Planning	425,307	408,807	379,130	29,677
Economic development	28,200	28,200	7,053	21,147
Total Conservation and Development	<u>453,507</u>	<u>437,007</u>	<u>386,183</u>	<u>50,824</u>
<b>TOTAL EXPENDITURES</b>	<u>\$ 24,707,000</u>	<u>\$ 24,087,000</u>	<u>\$ 23,552,765</u>	<u>\$ 534,235</u>

**CITY OF FRANKLIN**  
**Debt Service Fund**  
**Schedule of Revenue, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Year Ended December 31, 2010**

	Original Budget	Final Budget	Actual	Variance with final budget - Favorable (Unfavorable)
<b>REVENUE</b>				
Taxes	\$ 1,900,000	\$ 1,900,000	\$ 1,900,000	\$ -
Special assessments	-	-	227,560	227,560
Investment earnings	197,117	197,117	257,087	59,970
Total revenue	<u>2,097,117</u>	<u>2,097,117</u>	<u>2,384,647</u>	<u>287,530</u>
<b>EXPENDITURES</b>				
Debt service				
Principal	850,000	850,000	850,000	-
Interest	758,101	758,101	757,023	1,078
Total expenditures	<u>1,608,101</u>	<u>1,608,101</u>	<u>1,607,023</u>	<u>1,078</u>
Excess (deficiency) of revenue over expenditures	489,016	489,016	777,624	288,608
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	343,000	280,984	164,754	(116,230)
Transfers out	-	-	-	-
Net change in fund balances	832,016	770,000	942,378	172,378
Fund balances - beginning	<u>2,078,900</u>	<u>2,078,900</u>	<u>2,078,900</u>	<u>-</u>
<b>Fund balances - ending</b>	<u>\$ 2,910,916</u>	<u>\$ 2,848,900</u>	<u>\$ 3,021,278</u>	<u>\$ 172,378</u>

**CITY OF FRANKLIN**  
**Library Operating Fund**  
**Schedule of Revenue, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Year Ended December 31, 2010**

	<b>Original and final Budget</b>	<b>Actual</b>	<b>Variance with final budget - Favorable (Unfavorable)</b>
<b>REVENUE</b>			
Taxes	\$ 1,150,000	\$ 1,150,000	\$ -
Intergovernmental revenue	\$ 50,000	122,021	72,021
Investment earnings	24,000	10,329	(13,671)
Miscellaneous revenue	-	749	749
	<u>1,224,000</u>	<u>1,283,099</u>	<u>59,099</u>
<b>EXPENDITURES</b>			
Current:			
Culture and recreation	1,186,676	1,164,562	22,114
Capital outlay	86,500	81,697	4,803
Total expenditures	<u>1,273,176</u>	<u>1,246,259</u>	<u>26,917</u>
Net change in fund balances	(49,176)	36,840	86,016
Fund balances - beginning	<u>353,843</u>	<u>353,843</u>	<u>-</u>
<b>Fund balances - ending</b>	<u>\$ 304,667</u>	<u>\$ 390,683</u>	<u>\$ 86,016</u>

**CITY OF FRANKLIN**

Capital Projects Funds

Schedule of Revenue, Expenditures and Changes in Fund Balance -  
Budget and Actual (on a Budgetary Basis)  
Year Ended December 31, 2010

	Capital Outlay Fund			Equipment Replacement Fund			Variance with final budget - Favorable (Unfavorable)
	Original Budget	Final Budget	Actual	Original Budget	Final Budget	Actual	
<b>REVENUE</b>							
Taxes	\$ 475,000	\$ 475,000	\$ 475,000	\$ 277,000	\$ 277,000	\$ 277,000	\$ -
Intergovernmental revenue	-	-	33,905	-	-	-	-
Investment earnings	10,000	10,000	7,168	51,000	51,000	22,030	(28,970)
Miscellaneous revenue	30,000	30,000	-	10,000	10,000	2,000	(8,000)
Total revenue	515,000	515,000	516,073	338,000	338,000	301,030	(36,970)
<b>EXPENDITURES</b>							
Capital outlay	543,129	667,829	479,357	510,000	463,000	464,731	(1,731)
Total expenditures	543,129	667,829	479,357	510,000	463,000	464,731	(1,731)
Excess (deficiency) of revenue over expenditures	(28,129)	(152,829)	36,716	(172,000)	(125,000)	(163,701)	(38,701)
<b>OTHER FINANCING SOURCES (USES)</b>							
Sale of capital assets	-	-	26,258	-	-	37,812	37,812
Transfers in	54,970	110,970	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Net changes in fund balances	\$ 26,841	\$ (41,859)	62,974	\$ (172,000)	\$ (125,000)	(125,889)	(889)
Adjustments to generally accepted accounting principles basis							
2010 encumbrances			19,500			32,000	
2009 encumbrances			(1,000)			1,574,621	
Fund balances - beginning			339,817				
<b>Fund balances - ending</b>			\$ 421,291			\$ 1,480,732	

Continued

**CITY OF FRANKLIN**

Capital Projects Funds

Schedule of Revenue, Expenditures and Changes in Fund Balance -  
Budget and Actual (on a Budgetary Basis)  
Year Ended December 31, 2010

	Capital Improvement Fund			Street Improvement Fund		
	Original Budget	Final Budget	Actual	Original and final Budget	Actual	Variance with final budget - Favorable (Unfavorable)
<b>REVENUE</b>						
Taxes	\$ -	\$ -	\$ -	\$ 500,000	\$ 500,000	\$ -
Intergovernmental revenue	-	-	-	-	-	-
Public charges for services - Landfill siting	35,000	35,000	336,153	-	-	301,153
Investment earnings	12,500	12,500	1,697	20,000	8,515	(11,485)
Miscellaneous revenue	-	-	79,137	-	-	-
Total revenue	<u>47,500</u>	<u>47,500</u>	<u>416,987</u>	<u>520,000</u>	<u>508,515</u>	<u>(11,485)</u>
<b>EXPENDITURES</b>						
Capital outlay	1,750,000	1,849,100	261,066	380,000	165,902	214,098
Total expenditures	<u>1,750,000</u>	<u>1,849,100</u>	<u>261,066</u>	<u>380,000</u>	<u>165,902</u>	<u>214,098</u>
Excess (deficiency) of revenue over expenditures	(1,702,500)	(1,801,600)	155,921	140,000	342,613	202,613
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	1,705,000	1,766,000	187,534	(205,000)	(142,379)	62,621
Transfers out	-	-	-	\$ (65,000)	200,234	\$ 265,234
Net changes in fund balances	<u>2,500</u>	<u>(35,600)</u>	<u>343,455</u>			
Adjustments to generally accepted accounting principles basis			1,000			
2010 encumbrances			(1,000)			
2009 encumbrances			47,846		216,687	
Fund balances - beginning						
<b>Fund balances - ending</b>			<u>\$ 391,301</u>		<u>\$ 416,921</u>	

**CITY OF FRANKLIN**  
**Fiduciary Funds**  
**Combining Statement of Changes in Assets and Liabilities - Agency Funds**  
**Year Ended December 31, 2010**

	<u>12/31/09</u>	<u>Additions</u>	<u>Deductions</u>	<u>12/31/10</u>
<b>PROPERTY TAX AGENCY FUND</b>				
<b>ASSETS</b>				
Cash and investments	\$ 46,966,851	\$ 94,284,036	\$ 93,245,257	\$ 48,005,630
Receivables	17,548,193	65,743,528	65,198,390	18,093,331
Taxes receivable	-	-	-	-
<b>Total assets</b>	<u>\$ 64,515,044</u>	<u>\$ 160,027,564</u>	<u>\$ 158,443,647</u>	<u>\$ 66,098,961</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 73,911	\$ 355,433	\$ 73,911	\$ 355,433
Due to other governments	64,441,133	65,743,528	64,441,133	65,743,528
<b>Total liabilities</b>	<u>\$ 64,515,044</u>	<u>\$ 66,098,961</u>	<u>\$ 64,515,044</u>	<u>\$ 66,098,961</u>
<b>OTHER AGENCY FUND</b>				
<b>ASSETS</b>				
Cash and investments	\$ 14,783	\$ 25,529	\$ 28,442	\$ 11,870
Accounts receivable	-	10,252	-	10,252
<b>Total assets</b>	<u>\$ 14,783</u>	<u>\$ 35,781</u>	<u>\$ 28,442</u>	<u>\$ 22,122</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 1,297	\$ 5,357	\$ 1,297	\$ 5,357
Special deposits	13,486	39,213	35,934	16,765
<b>Total liabilities</b>	<u>\$ 14,783</u>	<u>\$ 44,570</u>	<u>\$ 37,231</u>	<u>\$ 22,122</u>
<b>TOTAL AGENCY FUNDS</b>				
<b>ASSETS</b>				
Cash and investments	\$ 46,981,634	\$ 94,309,565	\$ 93,273,699	\$ 48,017,500
Receivables	17,548,193	65,743,528	65,198,390	18,093,331
Taxes receivable	-	10,252	-	10,252
Accounts receivable	-	-	-	-
<b>Total assets</b>	<u>\$ 64,529,827</u>	<u>\$ 160,063,345</u>	<u>\$ 158,472,089</u>	<u>\$ 66,121,083</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 75,208	\$ 360,790	\$ 75,208	\$ 360,790
Due to other governments	64,441,133	65,743,528	64,441,133	65,743,528
Special deposits	13,486	39,213	35,934	16,765
<b>Total liabilities</b>	<u>\$ 64,529,827</u>	<u>\$ 66,143,531</u>	<u>\$ 64,552,275</u>	<u>\$ 66,121,083</u>

**CITY OF FRANKLIN**  
**TIF Districts Fund**  
**Combining Balance Sheet**  
**December 31, 2010**

	<u>District #2</u>	<u>District #3</u>	<u>District #4</u>	<u>Total</u>
<b>ASSETS</b>				
Cash and investments	\$ 1,356,789	\$ 359,808	\$ 247,978	\$ 1,964,575
Accounts receivable	-	-	7,094	7,094
Interest receivable	-	53,040	-	53,040
Taxes receivable	4,493,995	1,407,207	836,103	6,737,305
Note receivable	-	8,160,000	-	8,160,000
Due from other governments	<u>125,671</u>	<u>-</u>	<u>1,502</u>	<u>127,173</u>
<b>Total assets</b>	<u>\$ 5,976,455</u>	<u>\$ 9,980,055</u>	<u>\$ 1,092,677</u>	<u>\$ 17,049,187</u>
<b>LIABILITIES AND FUND BALANCES</b>				
<b>LIABILITIES</b>				
Accounts payable	\$ 5,919	\$ 16,511	\$ 3,004	\$ 25,434
Accrued liabilities	15,000	-	-	15,000
Deferred revenue	4,493,995	1,460,247	836,103	6,790,345
Long term advances	-	-	<u>4,263,000</u>	<u>4,263,000</u>
<b>Total liabilities</b>	<u>4,514,914</u>	<u>1,476,758</u>	<u>5,102,107</u>	<u>11,093,779</u>
<b>FUND BALANCES (DEFICIT)</b>				
Reserved for contractual obligations	44,000	3,000	-	47,000
Reserved for note receivable	-	8,160,000	-	8,160,000
Unreserved				
TIF #2	1,417,541	-	-	1,417,541
TIF #3	-	340,297	-	340,297
TIF #4	<u>-</u>	<u>-</u>	<u>(4,009,430)</u>	<u>(4,009,430)</u>
<b>Total fund balances (deficit)</b>	<u>1,461,541</u>	<u>8,503,297</u>	<u>(4,009,430)</u>	<u>5,955,408</u>
<b>Total liabilities and fund balances</b>	<u>\$ 5,976,455</u>	<u>\$ 9,980,055</u>	<u>\$ 1,092,677</u>	<u>\$ 17,049,187</u>

**CITY OF FRANKLIN**  
**TIF Districts Fund**  
**Schedule of TIF Districts Revenue, Expenditures**  
**and Changes in Fund Balances**  
**Year Ended December 31, 2010**

	<u>District #2</u>	<u>District #3</u>	<u>District #4</u>	<u>Total</u>
<b>REVENUE</b>				
Taxes	\$ 3,894,359	\$ 2,295,166	\$ 1,346,647	\$ 7,536,172
Intergovernmental revenue	360,558	326,765	3,254	690,577
Investment earnings	23,027	173,314	5,120	201,461
Total revenue	<u>4,277,944</u>	<u>2,795,245</u>	<u>1,355,021</u>	<u>8,428,210</u>
<b>EXPENDITURES</b>				
Current:				
Conservation and development	2,363	11,564	13,575	27,502
Capital outlay	102,516	105,028	2,169	209,713
Debt service				
Principal	3,000,000	1,425,000	-	4,425,000
Interest and fiscal charges	248,000	736,093	198,646	1,182,739
Total expenditures	<u>3,352,879</u>	<u>2,277,685</u>	<u>214,390</u>	<u>5,844,954</u>
Excess of revenue over expenditures	925,065	517,560	1,140,631	2,583,256
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	-	-	-
Transfers out	-	-	(45,108)	(45,108)
Net change in fund balances	925,065	517,560	1,095,523	2,538,148
Fund balances (deficit) - beginning	<u>536,476</u>	<u>7,985,737</u>	<u>(5,104,953)</u>	<u>3,417,260</u>
<b>Fund balances (deficit) - ending</b>	<u>\$ 1,461,541</u>	<u>\$ 8,503,297</u>	<u>\$ (4,009,430)</u>	<u>\$ 5,955,408</u>

**CITY OF FRANKLIN**  
**Capital Assets Used in the Operation of Governmental Funds**  
**Schedule by Source**  
**December 31, 2010**

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**Governmental funds capital assets:**

Land	\$ 24,695,045
Buildings and improvements	23,997,831
Machinery and equipment	15,702,981
Infrastructure improvements	87,929,115
Construction in process	<u>52,225</u>

**Total governmental funds capital assets** \$ 152,377,197

**Investment in governmental capital assets by source:**

General Fund	\$ 2,482,272
Special Revenue Funds	2,564,338
Capital Projects Funds	78,117,787
Donations	<u>69,212,800</u>

**Total governmental funds capital assets** \$ 152,377,197

**CITY OF FRANKLIN**  
**Capital Assets Used in the Operation of Governmental Funds**  
**Schedule by Function and Activity**  
**Year Ended December 31, 2010**

<u>Function and Activity</u>	<u>Land</u>	<u>Buildings and Improvements</u>	<u>Machinery and Equipment</u>	<u>Infrastructure Improvements</u>	<u>Construction In process</u>	<u>Total</u>
<b>General Government:</b>						
Mayor	\$ -	\$ -	\$ 2,202	\$ -	\$ -	\$ 2,202
Aldermen	-	-	9,584	-	-	9,584
Municipal court	-	-	7,446	-	-	7,446
City clerk	-	-	7,443	-	-	7,443
Elections	-	-	36,352	-	-	36,352
Information services	-	-	407,366	-	-	407,366
Administration	-	-	252,354	-	-	252,354
Human resources	-	-	1,295	-	-	1,295
Finance	-	-	60,167	-	-	60,167
Assessor	-	-	43,681	-	-	43,681
Attorney	-	-	906	-	-	906
Municipal buildings	628,238	3,044,309	527,768	-	-	4,200,315
Total General Government	<u>628,238</u>	<u>3,044,309</u>	<u>1,356,564</u>	<u>-</u>	<u>-</u>	<u>5,029,111</u>
<b>Public Safety:</b>						
Police	1,201,829	8,418,912	2,622,033	-	-	12,242,774
Fire	63,248	4,153,910	3,267,888	-	-	7,485,046
Building inspection	-	-	255,034	-	-	255,034
Total Public Safety	<u>1,265,077</u>	<u>12,572,822</u>	<u>6,144,955</u>	<u>-</u>	<u>-</u>	<u>19,982,854</u>
<b>Public Works:</b>						
Engineering	-	-	356,580	-	-	356,580
Highway	357,407	2,663,251	4,814,565	-	-	7,835,223
Street Lighting	-	-	1,097	-	-	1,097
Infrastructure	17,997,867	-	-	87,929,115	-	105,926,982
Construction in process	-	-	-	-	52,225	52,225
Total Public Works	<u>18,355,274</u>	<u>2,663,251</u>	<u>5,172,242</u>	<u>87,929,115</u>	<u>52,225</u>	<u>114,172,107</u>
<b>Health &amp; Human Services:</b>						
Health	-	-	130,949	-	-	130,949
<b>Culture and Recreation:</b>						
Library	16,769	4,905,110	2,534,648	-	-	7,456,527
Parks	4,429,687	812,339	280,355	-	-	5,522,381
Total Culture and Recreation	<u>4,446,456</u>	<u>5,717,449</u>	<u>2,815,003</u>	<u>-</u>	<u>-</u>	<u>12,978,908</u>
<b>Conservation and Development:</b>						
Community development	-	-	-	-	-	-
Planning	-	-	83,268	-	-	83,268
Total Conservation and Development	<u>-</u>	<u>-</u>	<u>83,268</u>	<u>-</u>	<u>-</u>	<u>83,268</u>
<b>Total governmental funds capital assets</b>	<u>\$ 24,695,045</u>	<u>\$ 23,997,831</u>	<u>\$ 15,702,981</u>	<u>\$ 87,929,115</u>	<u>\$ 52,225</u>	<u>\$ 152,377,197</u>

**CITY OF FRANKLIN**  
**Capital Assets Used in the Operation of Governmental Funds**  
**Schedule of Changes by Function and Activity**  
**Year Ended December 31, 2010**

<u>Function and Activity</u>	<u>Governmental Funds Capital Assets</u>			
	<u>12/31/09</u>	<u>Additions</u>	<u>Deletions</u>	<u>12/31/10</u>
<b>General Government:</b>				
Mayor	\$ 2,202	\$ -	\$ -	\$ 2,202
Aldermen	4,769	4,815	-	9,584
Municipal court	7,446	-	-	7,446
City clerk	7,443	-	-	7,443
Elections	36,352	-	-	36,352
Information services	368,531	38,835	-	407,366
Administration	252,354	-	-	252,354
Human resources	1,295	-	-	1,295
Finance	52,167	8,000	-	60,167
Assessor	43,681	-	-	43,681
Attorney	906	-	-	906
Municipal buildings	4,164,854	58,444	22,983	4,200,315
Total General Government	<u>4,942,000</u>	<u>110,094</u>	<u>22,983</u>	<u>5,029,111</u>
<b>Public Safety:</b>				
Police	12,070,025	178,475	5,726	12,242,774
Fire	7,389,294	294,945	199,193	7,485,046
Building inspection	253,030	2,004	-	255,034
Total Public Safety	<u>19,712,349</u>	<u>475,424</u>	<u>204,919</u>	<u>19,982,854</u>
<b>Public Works:</b>				
Engineering	209,620	146,960	-	356,580
Highway	7,643,655	310,900	119,332	7,835,223
Street Lighting	1,097	-	-	1,097
Infrastructure	103,789,726	2,137,256	-	105,926,982
Construction in process	151,662	44,889	144,326	52,225
Total Public Works	<u>111,795,760</u>	<u>2,640,005</u>	<u>263,658</u>	<u>114,172,107</u>
<b>Health &amp; Human Services:</b>				
Health	<u>126,576</u>	<u>4,373</u>	<u>-</u>	<u>130,949</u>
<b>Culture and Recreation:</b>				
Library	7,323,932	132,595	-	7,456,527
Parks	5,484,871	37,510	-	5,522,381
Total Culture and Recreation	<u>12,808,803</u>	<u>170,105</u>	<u>-</u>	<u>12,978,908</u>
<b>Conservation and Development:</b>				
City development	<u>81,108</u>	<u>2,160</u>	<u>-</u>	<u>83,268</u>
Total Conservation and Development	<u>81,108</u>	<u>2,160</u>	<u>-</u>	<u>83,268</u>
<b>Total governmental funds capital assets</b>	<b><u>\$ 149,466,596</u></b>	<b><u>\$ 3,402,161</u></b>	<b><u>\$ 491,560</u></b>	<b><u>\$ 152,377,197</u></b>