CITY OF FRANKLIN
FINANCE DEPARTMENT

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CITY OF FRANKLIN

2008 TWELVE MONTH FINANCIAL REPORT

Submitted by Finance Department:

Calvin A. Patterson, Director of Finance & Treasurer

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City of Franklin

Department of Finance

Date: April 21, 2009
To: Mayor Tom Taylor, Common Council Members and Finance Committee Members
From: Calvin A. Patterson, Director of Finance and Treasurer
Subject: Twelve Month 2008 General Fund Financial Report

Attached is the 2008 financial report for the Twelve Months for the City of Franklin.

The following items are included in this report:

- General Fund Summary of Revenue and Expenditures
- General Fund Schedules of Revenue by Category and Expenditures by Department/Program
- Schedule of 2006 carry-over Encumbrances and 2007 Budget Amendments
- Debt Service Fund Financial Report
- Library Fund Financial Report
- Equipment Revolving Fund Financial Report
- Self Insurance Fund Financial Report
- Sewer Fund Financial Report
- Development Fund Revenue and Expenditures
- TIF Districts Financial Reports
- Capital Outlay Fund
- Street Improvement Fund Financial Report
- Post Employment Benefits Trust
- Water Utility Financial Report
- Park Commission Revenue and Expenditures

The comments below highlight some of the General Fund significant accounts and fluctuations.

General Fund Revenue

The 2008 revenue of $23,515,160 was less than the budget of $24,168,000 by $652,840. The significant decline of $556,475 was in Building Permit revenue. Reductions in intergovernmental revenue and Interest revenue was offset by the increase in ambulance fees.

General Fund Expenditures

The 2008 expenditures of $23,905,601 was $959,399 less than the budget of $24,865,000 with favorable variances in all functions. The largest reason for the underexpenditures was personnel vacancies in Police department, City Development and Building inspection. The next largest underexpenditure was unused contingency.

Change in Fund Balance of General Fund

The Fund Balance reflects the net revenue and expense activity for the twelve months. Revenue was down $652,840 from budget for the year and expenditures were $959,399 less than budget. The budget had a planned reduction of $697,000 in the yearly fund balance resulting in a net decline of $390,441. However the fund balance did benefit from the $948,646 that was returned to the General Fund by the OPEB Internal Service Fund.

Cal Patterson
Director of Finance & Treasurer

Pc: Department Heads *

City of Franklin
General Fund
Comparative Statement of Revenue, Expenses and Fund Balance
For the 12 months ended December 31, 2008 and 2007

Revenue	2008 Amended Budget	2008 Year-to-Date Budget	2008 Year-to-Date Actual	Variance Favorable (Unfavorable)	2007 Amended Budget	2007 Year-to-Date Budget	2007 Year-to-Date Actual	Variance Favorable (Unfavorable)
Property Taxes	$ 14,653,000	$ 14,653,000	$ 14,632,151	$ (20,849)	$ 13,602,000	$ 13,602,000	$ 13,615,256	$ 13,256
Other Taxes	1,340,000	1,340,000	1,329,594	(10,406)	1,206,000	1,206,000	1,267,019	61,019
Intergovernmental Revenue	2,449,000	2,449,000	2,608,433	159,433	2,554,000	2,554,000	2,460,464	(93,536)
Regulation and Compliance	1,279,500	1,279,500	723,225	(556,275)	1,284,500	1,284,500	978,942	(305,558)
Law and Ordinance Violations	411,000	411,000	362,928	(48,072)	400,000	400,000	392,451	(7,549)
Public Charges for Services	1,885,200	1,885,200	1,868,363	(16,837)	1,723,600	1,723,600	1,559,178	(164,422)
Intergovernmental Charges	284,000	284,000	206,156	(77,844)	284,000	284,000	426,387	142,387
Interest Revenue	804,900	804,900	730,239	(74,661)	654,500	654,500	941,177	286,677
Miscellanous Revenue	113,400	113,400	105,425	(7,975)	110,400	110,400	129,120	18,720
Transfers from Other Funds	948,000	948,000	948,646	646	-	-	-	-
Total Revenue	$ 24,168,000	$ 24,168,000	$ 23,515,160	$ (652,840)	$ 21,819,000	$ 21,819,000	$ 21,769,994	$ (49,006)
			97.30%				99.78%	

Expenditures	2008 Amended Budget	2008 Year-to-Date Budget	2008 Year-to-Date Actual	Variance Favorable (Unfavorable)	2007 Amended Budget	2007 Year-to-Date Budget	2007 Year-to-Date Actual	Variance Favorable (Unfavorable)
General Government	$ 2,934,409	$ 2,934,409	$ 2,825,791	$ 108,618	$ 2,766,167	$ 2,766,167	$ 2,609,731	$ 156,436
Public Safety	15,645,769	15,645,769	15,205,979	439,790	14,249,902	14,249,902	13,835,983	413,919
Public Works	4,662,496	4,662,496	4,632,956	29,540	4,220,372	4,220,372	4,110,460	109,912
Health and Human Services	647,667	647,667	605,012	42,655	583,115	583,115	553,418	29,697
Other Culture and Recreation	270,374	270,374	183,004	87,370	201,520	201,520	234,253	(32,733)
Conservation and Development	589,285	589,285	452,859	136,426	549,924	549,924	497,502	52,422
Contingency	115,000	115,000	-	115,000	255,000	255,000	-	255,000
Transfers to Other Funds	-	-	-	-	1,015,000	1,015,000	1,015,000	-
Total Expenditures	$ 24,865,000	$ 24,865,000	$ 23,905,601	$ 959,399	$ 23,841,000	$ 23,841,000	$ 22,856,347	$ 984,653
			96.14%				95.87%	
Excess of revenue over (under) expenditures	(697,000)	(697,000)	(390,441)	306,559	(2,022,000)	(2,022,000)	(1,086,353)	935,647
Fund balance, beginning of year	5,935,481		5,935,481		7,021,834		7,021,834	
Fund balance, end of period	$ 5,238,481		$ 5,545,040		$ 4,999,834		$ 5,935,481	

City of Franklin
General Fund
Comparative Statement of Revenue
For the 12 months ended December 31, 2008 and 2007

Revenue	2008 Amended Budget		2008 Year-to-Date Budget	2008 Year-to-Date Actual	Variance Favorable (Unfavorable)	2007 Amended Budget	2007 Year-to-Date Budget	2007 Year-to-Date Actual	Variance Favorable (Unfavorable)
Taxes:									
General property	$ 14,653,000	A	$ 14,653,000	$ 14,632,151	$ (20,849)	$ 13,602,000	$ 13,602,000	$ 13,615,256	$ 13,256
Water utility - tax equivalent	870,000		870,000	857,020	(12,980)	775,000	775,000	837,345	62,345
Cable television franchise fees	350,000		350,000	386,816	36,816	340,000	340,000	349,748	9,748
Mobile Home	36,000		36,000	28,668	(7,332)	36,000	36,000	29,598	(6,402)
Room tax	84,000		84,000	57,090	(26,910)	55,000	55,000	50,328	(4,672)
Total taxes	15,993,000		15,993,000	15,961,745	(31,255)	14,808,000	14,808,000	14,882,275	74,275
Intergovernmental Revenue:									
State shared revenue	634,000		634,000	644,066	10,066	635,000	635,000	635,667	667
Expenditure restraint revenue	244,000		244,000	243,635	(365)	374,000	374,000	372,313	(1,687)
State computer aid	43,000		43,000	48,688	5,688	120,000	120,000	42,703	(77,297)
State transportation aids	1,296,000	A	1,296,000	1,296,526	526	1,225,000	1,225,000	1,207,239	(17,761)
Fire insurance dues	110,000		110,000	105,109	(4,891)	120,000	120,000	107,790	(12,210)
Recycling grant	77,000		77,000	97,694	20,694	77,000	77,000	77,262	262
Other grants	45,000	A	45,000	172,715	127,715	3,000	3,000	17,490	14,490
Total intergovernmental	2,449,000		2,449,000	2,608,433	159,433	2,554,000	2,554,000	2,460,464	(93,536)
Regulation and Compliance:									
Licenses	156,500		156,500	166,699	10,199	130,500	130,500	139,065	8,565
Permits	1,123,000		1,123,000	556,526	(566,474)	1,154,000	1,154,000	839,877	(314,123)
Fines, forfeitures and penalties	411,000		411,000	362,928	(48,072)	400,000	400,000	392,451	(7,549)
Total regulation and compliance	1,690,500		1,690,500	1,086,153	(604,347)	1,684,500	1,684,500	1,371,393	(313,107)

City of Franklin
General Fund
Comparative Statement of Revenue
For the 12 months ended December 31, 2008 and 2007

Revenue	2008 Amended Budget		2008 Year-to-Date Budget	2008 Year-to-Date Actual	Variance Favorable (Unfavorable)	2007 Amended Budget	2007 Year-to-Date Budget	2007 Year-to-Date Actual	Variance Favorable (Unfavorable)
Public Charges for Services:									
General government	$ 188,800		$ 188,800	$ 71,237	$ (117,563)	$ 176,700	$ 176,700	$ 127,712	$ (48,988)
Police and related	6,000		6,000	37,451	31,451	6,000	6,000	4,176	(1,824)
Ambulance services - ALS	425,000		425,000	428,403	3,403	288,000	288,000	277,048	(10,952)
Ambulance services - BLS	430,000		430,000	513,251	83,251	430,000	430,000	347,816	(82,184)
Fire safety training	4,000		4,000	1,505	(2,495)	4,000	4,000	2,034	(1,966)
Fire Sprinkler Plan Review	127,000		127,000	118,420	(8,580)	90,000	90,000	114,305	24,305
Fire Inspections	55,000		55,000	62,785	7,785	45,000	45,000	46,472	1,472
Weed cutting	25,100		25,100	7,441	(17,659)	25,100	25,100	5,106	(19,994)
Engineering fees	88,000		88,000	58,690	(29,310)	138,000	138,000	117,191	(20,809)
Public works fees	26,000		26,000	47,489	21,489	26,000	26,000	41,344	15,344
Weights & Measures	6,800		6,800	-	(6,800)	6,800	6,800	-	(6,800)
Landfill Operations - Direct	-		-	-	-	-	-	-	-
Landfill Operations - Separate	20,000	A	20,000	22,542	2,542	-	-	-	-
Landfill Operations - Flat	-		-	-	-	-	-	-	-
Landfill Operations - Tippage	338,500		338,500	379,068	40,568	343,000	343,000	336,203	(6,797)
Landfill Operations - Emerald Park	75,000		75,000	57,266	(17,734)	75,000	75,000	65,374	(9,626)
Health Department	70,000		70,000	62,815	(7,185)	70,000	70,000	74,397	4,397
Total charges for services	1,885,200		1,885,200	1,868,363	(16,837)	1,723,600	1,723,600	1,559,178	(164,422)
Intergovernmental Charges:									
Milwaukee County - paramedics	250,000		250,000	168,536	(81,464)	250,000	250,000	390,922	140,922
Franklin School District	34,000		34,000	37,620	3,620	34,000	34,000	35,465	1,465
Total intergovernmental charges	284,000		284,000	206,156	(77,844)	284,000	284,000	426,387	142,387
Interest Revenue:									
Interest on investments	475,000		475,000	358,893	(116,107)	475,000	475,000	545,291	70,291
Market value change on investments	-		-	95,714	95,714	(50,000)	(50,000)	65,967	115,967
Interest - tax roll	275,000		275,000	270,698	(4,302)	225,000	225,000	283,132	58,132
Other interest	54,900		54,900	4,934	(49,966)	4,500	4,500	46,787	42,287
Total interest revenue	804,900		804,900	730,239	(74,661)	654,500	654,500	941,177	286,677
Miscellaneous Revenue:									
Rental of property	42,000		42,000	35,672	(6,328)	50,000	50,000	34,245	(15,755)
Refunds/reimbursements	30,000		30,000	36,330	6,330	30,000	30,000	41,695	11,695
Insurance dividend	15,000		15,000	11,049	(3,951)	-	-	16,549	16,549
Sale of property	23,900		23,900	17,885	(6,015)	27,900	27,900	13,542	(14,358)
Other revenue	2,500		2,500	4,489	1,989	2,500	2,500	23,089	20,589
Total miscellaneous revenue	113,400		113,400	105,425	(7,975)	110,400	110,400	129,120	18,720
Transfer from Other Funds:									
OPEB Fund	948,000	A	948,000	948,646	646	-	-	-	-
Total revenue	$ 24,168,000		$ 24,168,000	$ 23,515,160	$ (652,840)	$ 21,819,000	$ 21,819,000	$ 21,769,994	$ (49,006)
				97.30%				99.78%	

A Represents an amendment to Adopted Budget

City of Franklin
General Fund
Comparative Statement of Expenditures
For the 12 months ended December 31, 2008 and 2007

Expenditures	2008 Amended Budget		2008 Year-to-Date Budget	2008 Year-to-Date Actual	2008 Favorable (Unfavorable)	2007 Amended Budget		2007 Year-to-Date Budget	2007 Year-to-Date Actual	Variance Favorable (Unfavorable)
General Government:										
Common Council	$ 125,960		$ 125,960	$ 117,524	$ 8,436	$ 130,421		$ 130,421	$ 117,400	$ (131,417)
Municipal Court	177,563	A	177,563	175,684	1,879	179,038		179,038	164,520	165,254
City Clerk	282,552	A	282,552	274,317	8,235	274,401		274,401	261,838	(66,605)
Elections	39,980	A	39,980	48,285	(8,305)	17,319		17,319	13,784	(412,797)
Information Services	422,300		422,300	404,042	18,258	414,350	A	414,350	341,006	(67,431)
Administration	462,343	A	462,343	422,310	40,033	428,586		428,586	430,116	401,321
Finance	523,002	A	523,002	506,675	16,327	497,197		497,197	481,781	255,857
Independent Audit	27,000		27,000	26,289	711	28,050		28,050	27,265	(201,558)
Assessor	256,371		256,371	247,382	8,989	246,980		246,980	241,340	23,370
Legal Counsel	267,600		267,600	269,461	(1,861)	229,650	A	229,650	229,608	162,690
Municipal Buildings	269,438	A	269,438	255,170	14,268	249,575		249,575	223,610	239,072
Property/liability insurance	67,800		67,800	66,876	924	67,800		67,800	66,960	67,800
Unclassified	12,500		12,500	11,776	724	2,800	A	2,800	10,503	(2,606,931)
Total general government	2,934,409		2,934,409	2,825,791	108,618	2,766,167		2,766,167	2,609,731	(2,171,375)
Public Safety:										
Police Department	8,790,542	A	8,790,542	8,454,905	335,637	8,115,061	A	8,115,061	7,794,385	7,897,205
Fire Department	5,694,168	A	5,694,168	5,676,224	17,944	4,968,362		4,968,362	4,969,533	4,120,953
Public Fire Protection	229,900		229,900	229,677	223	217,900		217,900	217,856	211,100
Building Inspection	924,359	A	924,359	838,373	85,986	941,779		941,779	847,409	934,979
Weights and Measures	6,800		6,800	6,800	-	6,800		6,800	6,800	6,800
Total public safety	15,645,769		15,645,769	15,205,979	439,790	14,249,902		14,249,902	13,835,983	13,171,037
Public Works:										
Engineering	599,406	A	599,406	546,323	53,083	557,226		557,226	540,561	(702,864)
Highway	2,452,652	A	2,452,652	2,461,606	(8,954)	2,106,050		2,106,050	2,047,530	1,852,984
Refuse collection	1,307,238	A	1,307,238	1,335,776	(28,538)	1,269,396	A	1,269,396	1,260,090	1,260,183
Street Lighting	278,100		278,100	281,338	(3,238)	262,600		262,600	253,066	262,600
Weed Control	25,100		25,100	7,913	17,187	25,100		25,100	9,213	(4,085,360)
Total public works	4,662,496		4,662,496	4,632,956	29,540	4,220,372		4,220,372	4,110,460	(1,412,457)
Health and Human Services:										
Public Health Department	606,317	A	606,317	561,273	45,044	544,065		544,065	512,331	544,065
Animal Control	41,350		41,350	43,739	(2,389)	39,050		39,050	41,087	(514,368)
Total health and human services	647,667		647,667	605,012	42,655	583,115		583,115	553,418	29,697
Culture and Recreation:										
St. Martins Fair	53,106	A	53,106	44,817	8,289	48,951		48,951	42,745	39,411
Civic Celebrations	25,900		25,900	30,217	(4,317)	25,900		25,900	20,958	(135,110)
Senior Travel	15,000		15,000	7,767	7,233	10,000		10,000	9,540	10,000
Parks	176,368	A	176,368	100,203	76,165	116,669	A	116,669	161,010	(117,584)
Total culture and recreation	$ 270,374		$ 270,374	$ 183,004	$ 87,370	$ 201,520		$ 201,520	$ 234,253	$ (203,283)

A Represents an amendment to Adopted Budget

City of Franklin

General Fund

Comparative Statement of Expenditures

For the 12 months ended December 31, 2008 and 2007

Expenditures	2008 Amended Budget	2008 Year-to-Date Budget	2008 Year-to-Date Actual	2008 Favorable (Unfavorable)	2007 Amended Budget	2007 Year-to-Date Budget	2007 Year-to-Date Actual	Variance Favorable (Unfavorable)
Conservation and Development:								
Community Development	-	$ -	$ -	$ -	-	$ -	$ -	$ -
City Development	589,285 A	589,285	452,859	136,426	549,924	549,924	497,502	52,422
Total conservation and development	589,285	589,285	452,859	136,426	549,924	549,924	497,502	52,422
Contingency:								
Restricted - other	-	-	-	-	-	-	-	-
Unrestricted	115,000	115,000	-	115,000	255,000 A	255,000	-	255,000
Total contingency	115,000	115,000	-	115,000	255,000	255,000	-	255,000
Transfers to other funds:								
Library Fund	-	-	-	-	-	-	-	(80,000)
OPEB Fund	-	-		-	935,000	935,000	935,000	935,000
Capital Outlay Fund	-	-		-	80,000	80,000	80,000	(935,000)
Total transfers to other funds	-	-	-	-	1,015,000	1,015,000	1,015,000	(80,000)
Total expenditures	$ 24,865,000	$ 24,865,000	$ 23,905,601	$ 959,399	$ 23,841,000	$ 23,841,000	$ 22,856,347	$ 9,641,041
			96.14%					
			1,049,254 A		Represents an amendment to Adopted Budget			

BALANCE SHEET

		2007 Year Actual
ASSETS		
Cash and investments	$ 6,845,968	$ 5,765,053
Accounts receivable	623,259	653,086
Taxes receivable	15,624,320	14,575,540
Due from other funds	18,257	1,035,533
Due from other governments	198,839	151,125
Prepaid expenditures	6,053	8,664
Inventories	19,056	16,326
Total Assets	$ 23,335,752	$ 22,205,327
LIABILITIES		
Accounts payable	$ 608,752	$ 613,079
Accrued liabilities	1,095,805	941,225
Due to other funds	1,882	24,337
Due to other governments	65,760	68,085
Special deposits	451,853	88,570
Deferred revenue	15,566,659	14,534,550
Total Liabilities	17,790,711	16,269,846
FUND BALANCES		
Reserve for inventories and prepaid expenditures	25,109	24,990
Unreserved	5,519,932	5,910,491
Total fund balances	5,545,041	5,935,481
Total Liabilities and fund balances	$ 23,335,752	$ 22,205,327

City of Franklin
Debt Service Funds
Balance Sheet
December 31, 2008 and 2007

	2008 Special Assessment	2008 Debt Service	2008 Total	2007 Total Debt Service
Assets				
Cash and investments	$ 2,639,240	$ -	$ 2,639,240	$ 2,240,785
Taxes receivable	307,196	1,900,000	2,207,196	2,319,865
Accounts receivable	-	-	-	-
Internal Advances to TIF Districts	-	5,700,000	5,700,000	10,000,000
Special assessment receivable	915,468	-	915,468	1,060,462
Total Assets	$ 3,861,904	$ 7,600,000	$ 11,461,904	$ 15,621,112
Liabilities and Fund Balance				
Deferred revenue	$ 1,222,664	$ 1,900,000	$ 3,122,664	$ 3,380,327
Special Deposits	-	-	-	-
Fund balance	2,639,240	5,700,000	8,339,240	12,240,785
Total Liabilities and Fund Balance	$ 3,861,904	$ 7,600,000	$ 11,461,904	$ 15,621,112

Statement of Revenue, Expenses and Fund Balance
For the Twelve months ended December 31, 2008 and 2007

Revenue	2008 Special Assessment	2008 Debt Service	2008 Year-to-Date Actual	2008 Annual Budget	Variance Favorable (Unfavorable)	Total Year Actual	Total Annual Budget	Variance Favorable (Unfavorable)
Property Taxes	$ -	$ 2,000,000	$ 2,000,000	$ 2,000,000	$ -	$ 2,110,000	$ 2,110,000	$ -
Landfill siting revenue	-	-	-	-	-	398,168	388,200	9,968
Special Assessments	383,148	-	383,148	-	383,148	330,866	-	330,866
Investment Income	181,560	-	181,560	-	181,560	354,258	-	354,258
Interfund Interest Income	39,246	337,659	376,905	375,598	1,307	373,748	373,748	0
GO Debt Issuance	-	-	-	-	-	9,966,670	9,966,700	(30)
Total Revenue	603,954	2,337,659	2,941,613	2,375,598	566,015	13,533,710	12,838,648	695,062
Expenditures:								
Debt Service:								
Principal	-	3,025,000	3,025,000	3,025,000	-	12,390,675	12,391,000	325
Interest	-	1,133,681	1,133,681	1,133,681	(0)	1,122,372	1,121,388	(984)
Issue Costs	-	-	-	-	-	97,477	97,500	23
Total expenditures	-	4,158,681	4,158,681	4,158,681	(0)	13,610,524	13,609,888	(636)
Transfers in	-	111,689	111,689	422,000	310,311	1,922,093	17,954,793	16,032,701
Transfers out	(296,166)	(2,500,000)	(2,796,166)	(2,500,000)	296,166	-	-	-
Net change in fund balances	307,788	(4,209,333)	(3,901,545)	(3,861,083)	1,172,491	1,845,278	17,183,553	16,727,126
Fund balance, beginning of year	2,331,452	9,909,333	12,240,785	12,240,785		10,395,507	10,395,507	
Fund balance, end of period	$ 2,639,240	$ 5,700,000	$ 8,339,240	$ 8,379,702		$ 12,240,785	$ 27,579,060	

City of Franklin
Tax Increment Financing Districts #2
Balance Sheet
December 31, 2008 & 2007

	2008	2007
Assets		
Cash and investments	$ 230,382	$ 17,329
Accounts receivable	-	-
Taxes receivable	3,071,885	3,944,725
Total Assets	$ 3,302,267	$ 3,962,054
Liabilities and Fund Balance		
Accounts payable	$ 18,025	$ 15,000
Special deposits	28,100	-
Line of Credit Advance from General Fund	-	1,000,000
Deferred revenue	3,071,885	3,944,725
Fund balance	184,257	(997,671)
Total Liabilities and Fund Balance	$ 3,302,267	$ 3,962,054

Statement of Revenue, Expenses and Fund Balance
For the Twelve months ended December 31, 2008 & 2007

Revenue	2008 Annual Forecast	2008 Year-to-Date Forecast	2008 Year-to-Date Actual	2007 Year Actual
General property tax levy	$ 3,944,725	$ 3,944,725	$ 3,944,725	$ 2,858,012
State exempt computer aid	84,351	84,351	72,391	88,791
Interest income	33,924	33,924	40,060	37,440
Miscellaneous income	-	-	-	11,544
Total revenue	4,063,000	4,063,000	4,057,176	2,995,787
Expenditures:				
Debt service principal	2,375,000	2,375,000	2,375,000	2,820,000
Debt service interest	459,000	459,000	458,531	648,287
Fiscal charges	2,250	2,250	1,550	3,000
Administrative expenses	7,750	7,750	10,792	8,043
Capital outlays	-	-	29,375	4,235
Total expenditures	2,844,000	2,844,000	2,875,248	3,483,565
Revenue over (under) expenditures	1,219,000	1,219,000	1,181,928	(487,778)
Fund balance, beginning of year	(997,671)		(997,671)	(509,893)
Fund balance, end of period	$ 221,329		$ 184,257	$ (997,671)

City of Franklin
Tax Increment Financing Districts #3
Balance Sheet
December 31, 2008 & 2007

	2008	2007
Assets		
Cash and investments	$ 165,723	$ 404,395
Accounts receivable	-	102,405
Notes receivable	9,400,000	10,000,000
Taxes receivable	1,535,719	504,283
Total Assets	$ 11,101,442	$ 11,011,083
Liabilities and Fund Balance		
Accounts payable	$ 89,333	$ 184,007
Deferred revenue	1,535,719	504,283
Line of Credit Advance from Other Funds	600,000	2,700,000
Interfund Advance from Debt Service	700,000	7,000,000
Fund balance - Restricted	9,452,420	10,000,000
Fund balance - Unrestricted	(1,276,030)	(9,377,207)
Total Liabilities and Fund Balance	$ 11,101,442	$ 11,011,083

Statement of Revenue, Expenses and Fund Balance
For the Twelve months ended December 31, 2008

Revenue	2008 Annual Forecast	2008 Year-to-Date Forecast	2008 Year-to-Date Actual	2007 Year Actual
General property tax levy	$ 504,283	$ 504,283	$ 504,283	$ 251,402
State exempt computer aid	301,608	301,608	304,643	317,482
State TEA Grant	-	-	-	1,000,000
Interest income	9,384	9,384	14,311	102,647
Developer loan repayment	189,725	189,725	189,625	130,950
Transfer from other funds	-	-	19,695	-
GO debt issuance	10,000,000	10,000,000	10,083,583	10,000,000
Total revenue	11,005,000	11,005,000	11,116,140	11,802,481
Expenditures:				
Debt service principal	600,000	600,000	600,000	-
Debt service interest & fees	998,100	998,100	762,386	699,897
Issuance costs	50,000	50,000	65,650	33,457
Administrative expenses	21,000	21,000	52,253	35,311
Capital outlays	1,412,900	1,412,900	2,082,254	1,280,606
Development incentive/grant	-	-	-	6,000,000
Total expenditures	3,082,000	3,082,000	3,562,543	8,049,271
Revenue over (under) expenditures	7,923,000	7,923,000	7,553,597	3,753,210
Fund balance, beginning of year	622,793		622,793	(3,130,417)
Fund balance, end of period	$ 8,545,793		$ 8,176,390	$ 622,793

City of Franklin
Tax Increment Financing Districts #4
Balance Sheet
December 31, 2008 & 2007

Assets	**2008**	**2007**
Cash and investments	$ 362,768	$ 21,540
Accounts receivable	122,881	16,938
Developer receivable	-	277,258
Taxes receivable	221,611	236,803
Total Assets	$ 707,260	$ 552,539
Liabilities and Fund Balance		
Accounts payable	$ 101,431	$ 191,995
Deferred revenue	221,611	236,803
Line of Credit Advance from Other Funds	-	2,900,000
Interfund Advance from Debt Service	5,000,000	1,500,000
Fund balance	(4,615,782)	(4,276,259)
Total Liabilities and Fund Balance	$ 707,260	$ 552,539

Statement of Revenue, Expenses and Fund Balance
For the Twelve months ended December 31, 2008 & 2007

Revenue	**2008 Annual Forecast**	**2008 Year-to-Date Forecast**	**2008 Year-to-Date Actual**	**2007 Year Actual**
General property tax levy	$ 236,803	$ 236,803	$ 236,803	$ 17,701
State exempt computer aid	5,000	5,000	6,862	4,884
Interest income	4,950	4,950	9,354	28,755
Miscellaneous income	-	-	34,337	294,196
Total revenue	246,753	246,753	287,356	345,536
Expenditures:				
Transfer from Other Funds	-	-	138,104	287,478
Debt service interest	245,155	245,155	187,046	116,893
Issuance costs	-	-	-	-
Administrative expenses	54,000	54,000	51,827	53,667
Capital outlays	442,000	442,000	249,902	3,234,596
Total expenditures	741,155	741,155	626,879	3,692,634
Revenue over (under) expenditures	(494,402)	(494,402)	(339,523)	(3,347,098)
Fund balance, beginning of year	(4,276,259)		(4,276,259)	(929,161)
Fund balance, end of period	$ (4,770,661)		$ (4,615,782)	$ (4,276,259)

City of Franklin
Library Fund
Balance Sheet
December 31, 2008 and 2007

	Operating		Restricted	
	2008	2007	2008	2007
Assets				
Cash and investments	$ 252,570	$ 229,974	$ 108,779	$ 91,509
Accrued receivables	106,973	76,388	-	-
Taxes receivable	1,150,000	1,150,000		
Prepaid expenses	-	-	8,342	6,590
Total Assets	$ 1,509,543	$ 1,456,362	$ 117,121	$ 98,099
Liabilities and Fund Balance				
Accounts payable	$ 34,569	$ 25,517	$ 1,172	$ -
Accrued salaries & wages	26,494	21,069	-	-
Deferred revenue	1,150,000	1,150,000	-	-
Fund balance - restricted	298,479	259,776	115,949	98,099
Total Liabilities and Fund Balance	$ 1,509,543	$ 1,456,362	$ 117,121	$ 98,099

Statement of Revenue, Expenses and Fund Balance - Operating Fund
For the Twelve months ended December 31, 2008 and 2007

Revenue	2008 Annual Budget	2008 Year-to-Date Budget	2008 Year-to-Date Actual	Variance Favorable (Unfavorable)	2007 Annual Budget	2007 Year-to-Date Budget	2007 Year-to-Date Actual	Variance Favorable (Unfavorable)
Property taxes	$ 1,150,000	$ 1,150,000	$ 1,150,000	$ -	$ 1,119,000	$ 1,119,000	$ 1,119,000	$ -
Reciprocal borrowing (restricted)	50,000	-	106,973	106,973	50,000	-	95,939	95,939
Investment income	24,000	24,000	33,248	9,248	10,600	10,600	39,212	28,612
Miscellaneous	-	-	181	181	-	-	-	-
Total Revenue	1,224,000	1,174,000	1,290,402	116,402	1,179,600	1,129,600	1,254,151	124,551
Expenditures:								
Salaries and benefits	873,212	873,212	858,344	14,868	819,916	819,916	802,906	17,010
Contractual services	7,775	7,775	6,931	844	7,700	7,700	8,655	(955)
Supplies	30,250	30,250	31,098	(848)	29,250	29,250	29,369	(119)
Services and charges	35,700	35,700	29,918	5,782	31,250	31,250	28,984	2,266
Facility charges	218,300	218,300	230,951	(12,651)	213,170	213,170	223,860	(10,690)
Capital outlay	83,000	83,000	77,333	5,667	78,000	78,000	90,045	(12,045)
Capital outlay (restricted)	-	-	17,124	(17,124)	-	-	-	-
Total expenditures	1,248,237	1,248,237	1,251,699	(3,462)	1,179,286	1,179,286	1,183,818	(4,532)
Revenue over (under) expenditures	(24,237)	(74,237)	38,703	119,863	314	(49,686)	70,334	129,083
Fund balance, beginning of year	259,776		259,776		189,443		189,443	
Fund balance, end of period	$ 235,539		$ 298,479		$ 189,757		$ 259,776	

City of Franklin
Capital Outlay Fund
Balance Sheet
December 31, 2008 & Decmeber 31, 2007

Assets	**2008**	**2007**
Cash and investments	$ 349,119	$ 349,746
Taxes receivable	475,000	475,000
Accrued Receivables	-	44,810
Total Assets	$ 824,119	$ 869,556
Liabilities and Fund Balance		
Accounts payable	$ 38,927	$ 85,816
Deferred Revenue	475,000	475,000
Fund balance	310,192	308,740
Total Liabilities and Fund Balance	$ 824,119	$ 869,556

Statement of Revenue, Expenses and Fund Balance
For the Twelve months ended December 31, 2008 & 2007

Revenue	**2008 Annual Budget**	**2008 Year-to-Date Budget**	**2008 Year-to-Date Actual**	**2007 Year Actual**
Property Taxes	$ 475,000	$ 475,000	$ 475,000	$ 445,000
Grants	-	-	-	187,107
Investment Income	10,000	10,000	25,520	21,416
Transfers In	63,300	63,300	-	134,195
Miscellanous Revenue	30,000	-	29,132	87,750
Total Revenue	578,300	548,300	529,652	875,468
Expenditures:				
General Government	169,450	169,450	81,847	71,059
Public Safety	393,950	393,950	366,561	580,222
Public Works	116,650	116,650	57,261	52,297
Health and Human Services	-	-	-	-
Culture and Recreation	19,000	19,000	18,941	8,371
Conservation and Development	4,850	4,850	3,589	1,105
Total expenditures	703,900	703,900	528,200	713,053
Revenue over (under) expenditures	(125,600)	(155,600)	1,452	162,415
Fund balance, beginning of year	308,740		308,740	146,325
Fund balance, end of period	$ 183,140		$ 310,192	$ 308,740

City of Franklin
Equipment Revolving Fund
Comparative Balance Sheet
December 31, 2008 & 2007

	2008	2007
Assets		
Cash and investments	$ 1,274,776	$ 741,974
Taxes receivable	277,000	327,000
Interfund advance	600,000	1,200,000
Total Assets	$ 2,151,776	$ 2,268,974
Liabilities and Fund Balance		
Accounts payable	$ 22,494	$ 256
Deferred revenue	277,000	327,000
Fund balance	1,852,282	1,941,718
Total Liabilities and Fund Balance	$ 2,151,776	$ 2,268,974

Comparative Statement of Revenue, Expenses and Fund Balance
For the Twelve months ended December 31, 2008 and 2007

	2008 Amended Budget		2008 Year-to-Date Actual	2007 Year Actual
Revenue:				
Property Taxes	$ 327,000		$ 327,000	$ 315,000
Investment Income	95,000		53,074	79,028
Interfund Interest	-		26,374	43,597
Property Sales	10,000		39,373	3,127
Miscellaneous revenue-collision claim	-		-	11,824
Total revenue	432,000		445,821	452,576
Expenditures:				
Police Department				
Vehicle-2008 SUV 4X4	35,000		34,576	-
Vehicle-2007 Chevrolet Tahoe	-		-	37,656
Total Police	35,000		34,576	37,656
Fire Department				
Ambulance	145,000		48,137	-
Generator	21,000		425	-
Fire Engine/Pumper	-		-	321,282
Total Fire	166,000		48,562	321,282
Public Works				
Gradall excavator	294,000		289,117	-
Single axle dump truck w/ plow	120,000		8,362	-
Single axle dump truck w/ plow	120,000		8,362	-
Bucket truck	89,000	E	91,349	-
Mini excavator	55,000		54,929	-
Street sweeper	-		-	183,932
Tandem axle dump truck w/ plow $123k budget 2006	-		-	104,789
Crack sealer/melter/applicator	-		-	34,750
Culvert steamer	-		-	10,995
Tandem axle dump truck w/ plow $110k budget 2006	-		-	50
Total Public Works	678,000		452,119	334,516
Total expenditures	879,000		535,257	693,454
Revenue over (under) expenditures	(447,000)		(89,436)	(240,878)
Fund balance, beginning of year	1,941,718		1,941,718	2,182,596
Fund balance, end of period	$ 1,494,718		$ 1,852,282	$ 1,941,718

E Represents an encumbrance to Adopted Budget

City of Franklin
Street Improvement Fund
Balance Sheet
December 31, 2008 & 2007

Assets	**2008**	**2007**
Cash and investments	$ 929,703	$ 707,192
Taxes receivable	800,000	950,000
Total Assets	$ 1,729,703	$ 1,657,192
Liabilities and Fund Balance		
Accounts payable	$ 8,287	$ -
Contracts Payable - Retainages	96	96
Deferred revenue	800,000	950,000
Fund balance	921,320	707,096
Total Liabilities and Fund Balance	$ 1,729,703	$ 1,657,192

Statement of Revenue, Expenses and Fund Balance
For the Twelve months ended December 31, 2008 & 2007

Revenue:	**2008 Adopted Budget**	**2008 Year-to-Date Totals**	**2007 Year Totals**
Property Taxes	$ 950,000	$ 950,000	$ 910,000
Intergovernmental	75,000	82,190	79,077
Investment Income	30,000	62,327	60,779
Transfers from Other Funds	-	-	-
Refunds/reimbursements	-	15,765	-
Total revenue	1,055,000	1,110,282	1,049,856
Expenditures:			
Street Reconstruction Program - Current Year	912,500	896,058	721,097
Transfer to Capital Improvement Fund	-	-	-
Street Reconstruction Program - Prior Year	-	-	-
Total expenditures	912,500	896,058	721,097
Revenue over (under) expenditures	142,500	214,224	328,759
Fund balance, beginning of year	707,096	707,096	378,337
Fund balance, end of period	$ 849,596	$ 921,320	$ 707,096

City of Franklin
Self Insurance Fund - Actives
Balance Sheet
December 31, 2008 & December 31, 2007

	2008	2007
Assets		
Cash and investments	$ 1,792,295	$ 1,036,397
Accounts receivable	114,709	167,130
Prepaid expenses	39,078	-
Total Assets	$ 1,946,081	$ 1,203,528
Liabilities and Fund Balance		
Accounts payable	$ 29,069	$ 34,420
Claims payable	250,000	396,000
Special deposits	13,666	30,313
Fund balance	1,653,347	742,795
Total Liabilities and Fund Balance	$ 1,946,081	$ 1,203,528

City of Franklin Self Insurance Fund - Actives
Statement of Revenue, Expenses and Fund Balance
For the Twelve months ended December 31, 2008 & 2007

Revenue	2008 Forecast	2008 Year-to-Date Forecast	2008 Year-to-Date Actual	2007 Year Actual
Medical Premiums-City	$ 3,270,000	$ 3,270,000	$ 3,257,457	$ 3,021,666
Medical Premiums-Employee	230,000	230,000	243,351	189,045
Other - interest, etc.	54,000	54,000	70,400	44,792
Medical Revenue	3,554,000	3,554,000	3,571,208	3,255,503
Dental Premiums-City	90,000	90,000	89,619	102,017
Dental Premiums-Retirees	8,600	8,600	7,008	9,524
Dental Premiums-Employee	60,000	60,000	62,335	59,396
Dental Revenue	158,600	158,600	158,962	170,937
Total Revenue	3,712,600	3,712,600	3,730,170	3,426,440
Expenditures:				
Active Employees-Medical				
Medical claims - Current Year	2,440,000	2,440,000	2,001,182	1,785,071
Medical claims - Prior Year	66,000	66,000	185,025	417,633
Prescription drug claims	410,000	410,000	358,336	356,644
Refunds-Stop Loss Coverage	(150,000)	(150,000)	(356,319)	(397,605)
Total Claims-Actives	2,766,000	2,766,000	2,188,224	2,161,742
Medical Claim Fees	72,000	72,000	70,496	71,220
Prescription Claim Admin Fees	5,000	5,000	-	1,882
Section 125 administration Fee	6,000	6,000	6,394	6,222
Stop Loss Premiums	407,000	407,000	407,708	312,394
Total Medical Costs-Actives	3,256,000	3,256,000	2,672,822	2,553,461
Retiree Implicit Rate Subsidy	298,000	-	-	196,958
Total Medical Costs	3,554,000	3,256,000	2,672,822	2,750,419
Active Employees-Dental				
Dental claims - Current Year	144,500	144,500	127,708	121,543
Dental claims - Prior Year	-	-	5,875	12,346
Dental Claim Fees	5,500	5,500	5,360	5,348
Total Dental Costs-Actives	150,000	150,000	138,943	139,237
Retirees-Dental				
Dental claims - Current Year	8,300	8,300	7,235	5,954
Dental claims - Prior Year	-	-	376	1,614
Dental Claim Fees	300	300	243	254
Total Dental Costs-Retirees	8,600	8,600	7,853	7,822
Total Dental Costs	158,600	158,600	146,796	147,059
Total Expenditures	3,712,600	3,414,600	2,819,618	2,897,478
Revenue over (under) expenditures	-	298,000	910,552	528,962
Fund balance, beginning of year	742,795		742,795	213,833
Fund balance, end of period	$ 742,795		$ 1,653,347	$ 742,795

City of Franklin
City of Franklin Post Employment Benefits Trust
Balance Sheet
December 31, 2008

	2008
Assets	
Cash and investments	$ 610,497
Accounts receivable	1,326
Due from Water Utility	-
Prepaid expenses	3,318
Total Assets	$ 615,141
Liabilities and Fund Balance	
Accounts payable	$ 7,629
Claims payable	6,000
Special deposits	-
Fund balance	601,512
Total Liabilities and Fund Balance	$ 615,141

City of Franklin Post Employment Benefits Trust
Statement of Revenue, Expenses and Fund Balance
For the Twelve months ended December 31, 2008

Revenue	2008 Forecast	2008 Year-to-Date Forecast	2008 Year-to-Date Actual
ARC Medical Charges - City	$ 125,000	$ 125,000	$ 126,595
Annual Required Contribution-Net	740,000	740,000	577,118
Medical Charges - Retirees	206,000	206,000	163,217
Other - interest, etc.	-	-	15,788
Medical Revenue	1,071,000	1,071,000	882,718
Expenditures:			
Retirees-Medical			
Medical claims - Current Year	558,000	558,000	174,530
Medical claims - Prior Year	-	-	(0)
Prescription drug claims	124,000	124,000	76,805
Refunds-Stop Loss Coverage	(100,000)	(100,000)	(11,312)
Total Claims-Retirees	582,000	582,000	240,023
Medical Claim Fees	7,000	7,000	6,794
Prescription Claim Admin Fees	1,000	1,000	-
Stop Loss Premiums	39,000	39,000	34,389
Total Medical Costs-Retirees	629,000	629,000	281,206
Revenue over (under) expenditures	442,000	442,000	601,512
Fund balance, beginning of year	-		-
Fund balance, end of period	$ 442,000		$ 601,512

City of Franklin
Sanitary Sewer Fund
Comparative Balance Sheet
December 31, 2008 & 2007

	2008	2007
Assets		
Current Assets:		
Cash and investments	$ 610,886	$ 654,118
Accounts receivable	713,260	550,525
Accrued receivables	-	-
Taxes receivable	103,310	61,794
Due from Franklin Water Utility	116,759	65,025
Total current assets	1,544,216	1,331,462
Sanitary Sewer plant in service:		
Land	310,919	310,919
Buildings and improvements	1,592,175	1,653,266
Improvements other than buildings	53,147,792	52,535,731
Machinery and equipment	620,311	591,572
Construction in progress	26,000	26,443
	55,697,197	55,117,931
Less accumulated depreciation	(9,811,430)	(9,258,632)
Net sanitary sewer plant in service	45,885,767	45,859,299
Total Assets	$ 47,429,982	$ 47,190,761
Liabilities and Net Assets		
Current liabilities:		
Accounts payable	$ 407,229	$ 344,777
Accrued liabilities	39,240	53,059
Due to Franklin Water Utility	70,503	19,453
Accrued compensated absences	61,072	56,344
Total current liabilities	578,044	473,633
Total liabilities	578,044	473,633
Net Assets:		
Invested in capital assets, net of related debt	45,885,767	45,859,299
Sewer equipment replacement	231,384	225,177
Retained earnings	734,787	632,652
Total net assets	46,851,938	46,717,128
Total Liabilities and Net Assets	$ 47,429,982	$ 47,190,761

City of Franklin
Sanitary Sewer Fund
Statement of Revenue, Expenditures, and Changes in Net Assets
For the period ended December 31, 2008 and 2007

	2008 Adopted Budget	2008 Year-to-Date Budget	Current Year-to-Date Totals	Prior Year-to-Date Totals
Operating Revenue				
Residential	$ 1,600,000	$ 1,600,000	$ 1,568,914	$ 1,211,132
Commercial	677,000	677,000	678,153	474,484
Industrial	288,000	288,000	238,452	196,430
Public Authority	173,000	173,000	191,351	128,704
Penalties/Other	15,000	15,000	29,713	18,697
Total Operating Revenue	2,753,000	2,753,000	2,706,583	2,029,447
Operating Expenditures				
Salaries and benefits	$ 509,911	$ 509,911	$ 468,873	$ 476,716
Contractual services	76,700	76,700	71,776	65,400
Supplies	79,150	79,150	79,858	69,673
Facility charges	40,500	40,500	42,924	30,360
Shared meter costs	15,000	15,000	6,431	7,103
Sewer service - MMSD	1,734,000	1,734,000	1,585,774	1,247,210
Other operating costs	17,600	17,600	11,618	10,642
Allocated expenses	105,600	105,600	105,600	98,100
Sewer improvements	93,500	93,500	45,712	16,131
Capital outlay-maintenance	750	750	-	-
Building improvements	-	-	3,043	-
Computer and related	-	-	692	-
Depreciation	60,000	60,000	60,571	53,976
Total operating expenditures	2,732,711	2,732,711	2,482,873	2,075,311
Operating Income (Loss)	20,289	20,289	223,710	(45,864)
Non-Operating Revenue (Expenditures)				
Miscellaneous income	3,000	3,000	1,720	2,365
Property sale	-	-	-	1,800
Investment income	10,000	10,000	21,148	26,845
Abandonment cost	-	-	(12,600)	-
Total non-operating revenue (expenditures)	13,000	13,000	10,268	31,010
Income (Loss) before Capital Contributions	33,289	33,289	233,978	(14,854)
Retained Earnings- Beginning	-	857,829	857,829	921,326
Transfer (to) from Invested in Capital Assets	-	-	(125,636)	(48,643)
Retained Earnings- Ending	33,289	891,118	966,171	857,829
Capital Contributions	1,500,000	-	477,220	1,060,306
Depreciation - CIAC	(560,000)	(560,000)	(576,388)	(566,930)
Transfer (to) from Retained Earnings	43,500	-	125,636	48,643
Change in Net Investment in Capital Assets	983,500	(560,000)	26,468	542,019
Net Investment in Capital Assets-Beginning	45,859,299	45,859,299	45,859,299	45,317,280
Net Investment in Capital Assets-Ending	46,842,799	45,299,299	45,885,767	45,859,299
Total net assets	$ 46,876,088	$ 46,190,417	$ 46,851,938	$ 46,717,128

City of Franklin
Sanitary Sewer Fund
Statement of Cash Flows
For the period ended December 31, 2008 and 2007

	2008	2007
Cash Flows from Operating Activities		
Operating income (loss)	$ 223,710	$ (45,864)
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation	60,571	53,976
(Increase) decrease in assets:		
Accounts receivable	(162,735)	(53,909)
Taxes receivable	(41,516)	4,068
Due from other funds	(51,735)	(65,025)
Increase (decrease) in liabilities:		
Accounts payable	62,451	23,869
Accrued expenses	(13,818)	7,895
Due to other funds	51,050	(119,290)
Compensated absences reserve	4,727	2,048
Total Adjustments	(91,003)	(146,368)
Net Cash Provided by Operating Activities	$ 132,706	$ (192,232)
Cash Flows From Capital & Related Financing Activities		
Acquisition of capital assets	(186,206)	(102,619)
Net Cash Provided (Used) in Capital and Financing Activities	(186,206)	(102,619)
Cash Flows from Investing Activities		
Interest and other income	10,268	31,010
Net Change in Cash and Cash Equivalents	(43,232)	(263,841)
Cash and Cash Equivalents, beginning of period	654,118	917,959
Cash and Cash Equivalents, end of period	$ 610,886	$ 654,118

City of Franklin
2008 Twelve Months Financial Report
Sanitary Sewer Fund

The twelve months 2008 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 for the year is $46,417 less than the budgeted amounts.

Operating Expenditures

Sewer service charges to the Milwaukee Metropolitan Sewerage District for the year are $1,585,774 which is $148,226 less than the budget.

Shared meter costs with the water utility are allocated at the end of the year and amounted to $6,431 for 2008.

All other operating expenditures were less than or very close to budgeted levels except for Capital Outlay-Computers, Building Improvements and Abandonment costs.

Non-operating Revenue (Expenditures)

Investment income from the sewer fund's investible assets is $11,148 greater than the amount budgeted. The report shows an amount for capital contributed by developers and the depreciation on those contributions. The value of the capital contributions for 2008 is $477,220. The depreciation is allocated monthly and the actual expense is calculated and adjusted at years end.

Retained Earnings

Retained earning is the measure of the health of the operation. During the year they have increased by $108,342. This is a trend that must continue through the generation of sufficient revenue or through reduction in expenses.

Sewer Connection Fee

In addition to the sewer fund operations, the City also collects a sewer connection fee on connections from new and existing construction, to be used to fund sewer construction projects. YTD collection of sewer connection fees in 2008 amounts to $44,220 and funds on hand at December 31, 2008 totaled $50,495.

Franklin Municipal Water Utility
Comparative Balance Sheet
December 31, 2008 & 2007

Assets	**2008**	**2007**
Current Assets:		
Cash and investments	$ 1,179,017	$ 1,307,375
Accounts receivable	964,165	911,601
Taxes receivable	115,530	95,799
Accrued receivables	2,441	671
Due from City of Franklin	72,386	43,790
Total current assets	2,333,539	2,359,236
Utility plant in service:		
Land	115,465	115,465
Buildings and improvements	730,075	730,075
Construction in Progress	585,614	633,848
Improvements other than buildings	52,030,542	50,643,157
Machinery and equipment	1,354,765	1,370,638
	54,816,461	53,493,182
Less accumulated depreciation	9,859,742	9,109,628
Net utility plant in service	44,956,719	44,383,555
Total Assets	$ 47,290,258	$46,742,791
Liabilities and Net Assets		
Liabilities:		
Accounts payable	$ 560,750	$ 467,505
Accrued liabilities	-	23,431
Due to City of Franklin	135,016	100,558
Customer deposits	2,252	1,700
Compensated absences reserve	61,072	56,344
Total liabilities	759,090	649,539
Net Assets		
Invested in capital assets, net of related debt	44,956,719	44,383,555
Retained earnings	1,574,449	1,709,697
Total net assets	46,531,168	46,093,252
Total Liabilities and Net Assets	$ 47,290,258	$46,742,791

Franklin Municipal Water Utility
Comparative Statement of Revenue, Expenditures,
and Changes in Net Assets
For the period ended December 31, 2008 and 2007

	2008	2007
Operating Revenue		
Metered sales:		
Residential	$ 2,035,675	$ 1,916,420
Commercial	1,232,217	1,087,657
Industrial	229,014	235,768
Total metered sales	3,496,905	3,239,845
Unmetered sales	3,218	18,418
Public fire protection	568,819	541,518
Private fire protection	111,439	94,529
Forfeited discounts and penalties	38,708	32,316
Total Operating Revenue	4,219,089	3,926,626
Operating Expenditures		
Operation and maintenance expenses:		
Source of supply	2,120,476	1,953,903
Pumping	133,383	126,512
Water treatment	9,347	5,762
Transmission and distribution	328,366	266,953
Customers' accounts	71,682	74,979
Administrative and general	434,683	351,804
Total operation and maintenance expenses	3,097,936	2,779,911
Depreciation	285,696	286,125
Taxes	880,982	859,096
Total Operating Expenditures	4,264,615	3,925,132
Operating Income	(45,526)	1,494
Non-Operating Revenue (Expenses)		
Sundry	266,100	37,271
Interest on investments	46,033	86,352
Gain(Loss) on Abandoned Property	-	(27,150)
Depreciation - CIAC	(518,645)	(503,437)
Total Non-Operating Revenue (Expenses)	(206,513)	(406,964)
Income before Capital Contributions	(252,039)	(405,471)
Capital Contributions-Developer & Municipality	689,955	1,966,833
Net change in net assets	437,916	1,561,362
Net Assets, beginning of period	46,093,252	44,531,890
Net Assets, end of period	$ 46,531,168	$46,093,252

Franklin Municipal Water Utility
Comparative Statement of Cash Flows
For the period ended December 31, 2008 and 2007

	2008	2007
Cash Flows from Operating Activities		
Operating income (loss)	$ (45,526)	$ 1,494
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation	285,696	286,125
Depreciation-shared meters	9,046	8,407
(Increase) decrease in assets:		
Accounts receivable	(52,564)	(98,207)
Due from other funds	(28,596)	140,028
Taxes receivable	(19,731)	34,294
Accrued receivables	(1,769)	124
Prepaid expenses	-	-
Increase (decrease) in liabilities:		
Accounts payable	93,244	50,165
Accrued expenses	(23,431)	16,041
Due to other funds	34,458	(123,280)
Due to other governments	-	-
Customer deposits	552	100
Compensated absences reserve	4,727	2,048
Total Adjustments	301,633	315,843
Net Cash Provided by Operating Activities	256,107	317,337
Cash Flows From Capital & Related Financing Activities		
Acquisition of capital assets	(696,597)	(259,469)
Interest paid on long term debt	-	-
Principal on long term debt	-	-
Net Cash Provided (Used) in Capital and Financing Activities	(696,597)	(259,469)
Cash Flows from Investing Activities		
Interest, property rental & other income	312,132	123,623
Net Change in Cash and Cash Equivalents	(128,358)	181,491
Cash and Cash Equivalents, beginning of period	1,307,375	1,125,884
Cash and Cash Equivalents, end of period	$ 1,179,017	$ 1,307,375

Franklin Municipal Water Utility
Detailed Statement of Revenue, Expenditures
and Changes in Net Assets
For the period ended December 31, 2008 and 2007

Account Number	Account Description	Annual Budget	Year to Date Budget	Current Year to Date	Prior Year to Date
	Operating Revenue				
65.44611	Metered Sales-Residential	$ 2,014,000	$ 2,014,000	$ 2,035,675	$ 1,916,420
65.44612	Metered Sales-Commercial	903,000	903,000	961,521	862,377
65.44613	Metered Sales-Industrial	221,000	221,000	229,014	225,281
65.44614	Other Sales to Pubic Authority	239,000	239,000	270,696	235,768
	Total Metered Sales	**3,377,000**	**3,377,000**	**3,496,905**	**3,239,845**
65.44600	Unmetered Sales	-	-	3,218	18,418
65.44620	Private Fire Protection	97,000	97,000	111,439	94,529
65.44630	Public Fire Protection	544,000	544,000	568,819	541,518
65.44700	Forfeited Discount	30,000	30,000	38,708	32,316
	Total Operating Revenue [1]	**$ 4,048,000**	**$ 4,048,000**	**$ 4,219,089**	**$ 3,926,626**
	Operating Expenditures				
	Operation and maintenance expense				
65.751.56010	Source of Supply-Oper Labor	$ 3,000	$ 3,000	$ 1,001	$ 363
65.751.56011	Operations Supplies & Expense	9,400	9,400	9,386	9,434
65.751.56020	Wholesale Water	1,879,000	1,879,000	2,106,282	1,943,892
65.751.56171	Maint of Water Source plant	15,000	15,000	3,807	214
	Source of Supply	**1,906,400**	**1,906,400**	**2,120,476**	**1,953,903**
65.751.56230	Pumping-Fuel	45,000	45,000	43,379	39,668
65.751.56240	Pumping-Operations Labor	81,200	81,200	89,605	82,260
65.751.56241	Pumping-Operations Expense	-	-	-	-
65.751.56330	Pumping-Main Labor Pumping	4,350	4,350	1	182
65.751.56331	Pumping-Main Expense Pumping	8,000	8,000	397	4,402
	Pumping	**138,550**	**138,550**	**133,383**	**126,512**
65.751.56410	Water Treat Chemicals	500	500	190	331
65.751.56420	Water Treat Operation Labor	-	-	188	272
65.751.56421	Water Treat Tests	25,000	25,000	8,201	4,994
65.751.56520	Water Treat Maint Labor	500	500	215	164
65.751.56521	Water Treat Maint Expenses	500	500	552	-
	Water Treatment	**26,500**	**26,500**	**9,347**	**5,762**
65.751.56612	Storage Software Maintenance		-	-	-
65.751.56620	Trans & Distr Labor	17,650	17,650	38,962	12,704
65.751.56621	Trans & distr Supp Exp	26,000	26,000	20,746	27,225
65.751.56622	Trans & Distr Safety Supplies & Expense		-	-	-
65.751.56720	Maint Labor-Distr Reservoir	4,000	4,000	151	545
65.751.56721	Maint Expenses-Distr Reservoir	2,500	2,500	1,670	1,460
65.751.56730	Maintenance Labor-Mains	36,900	36,900	19,533	31,639
65.751.56731	Maintenance Expense-Mains	18,000	18,000	97,405	25,155
65.751.56732	Locating Labor-Mains	10,000	10,000	13,876	9,897
65.751.56750	Maint Labor-Services	10,800	10,800	6,267	7,009
65.751.56751	Maint Expense-Services	25,000	25,000	18,209	27,616
65.751.56752	Locating Labor-Services	12,000	12,000	12,113	11,263
65.751.56760	Maint Labor-Meters	45,000	45,000	39,725	47,234
65.751.56761	Maint Expenses-Meters	5,000	5,000	2,946	3,055
65.751.56770	Maint Labor-Hydrants	15,000	15,000	20,682	15,656
65.751.56771	Maint Expenses-Hydrants	12,000	12,000	8,229	16,785
65.751.56780	Maint Labor-Plant	7,300	7,300	12,939	11,353
65.751.56781	Maint Expenses-Plant	26,200	26,200	14,913	18,356
	Transmission & Distribution	**273,350**	**273,350**	**328,366**	**266,953**

Franklin Municipal Water Utility
Detailed Statement of Revenue, Expenditures
and Changes in Net Assets
For the period ended December 31, 2008 and 2007

Account Number	Account Description	Annual Budget	Year to Date Budget	Current Year to Date	Prior Year to Date
65.751.59020	Meter Reading Labor	6,300	6,300	5,979	8,842
65.751.59030	Acct & Collection Labor	19,000	19,000	21,489	20,441
65.751.59031	Acctg & Coll Payroll Exp	12,100	12,100	12,100	11,650
65.751.59032	Supplies & Expense	12,000	12,000	12,460	14,270
65.751.59033	Bank Fees	21,000	21,000	19,654	19,775
	Customer Accounts	**70,400**	**70,400**	**71,682**	**74,979**
65.751.59200	Admin & General Salaries-Leave Time	56,200	56,200	-	47,806
65.751.59201	Admin & General Payroll Exp	52,100	52,100	52,100	49,700
65.751.59210	Office Supplies	4,000	4,000	3,981	1,278
65.751.59211	Conferences/Dues/Subscriptions	4,000	4,000	3,774	5,773
65.751.59212	Mileage	-	-	30	-
65.751.59230	Outside Services	45,000	45,000	69,290	48,261
65.751.59240	Property Insurance	29,000	29,000	29,000	28,500
65.751.59260	Employee Pension/Benefits	156,000	156,000	248,468	144,505
65.751.59280	Regulatory Commision Exp	5,000	5,000	4,090	3,820
65.751.59300	Misc General Expense	1,000	1,000	1,447	1,506
65.751.59320	Maintenance of General Plant	9,700	9,700	22,480	19,059
65.751.59321	Transportation Expenses	13,000	13,000	22	1,595
	Administrative and general	**375,000**	**375,000**	**434,683**	**351,804**
	Total Operation and Maintenance Expenditures	**2,790,200**	**2,790,200**	**3,097,936**	**2,779,911**
65.761.54030	**Depreciation**	**330,000**	**330,000**	**285,696**	**286,125**
65.761.54080	**Taxes-Property Tax Equivalent**	**870,000**	**870,000**	**854,682**	**835,196**
65.761.54081	**Taxes-FICA**	**25,800**	**25,800**	**26,300**	**23,900**
	Total Operating Expenditures [2]	**4,016,000**	**4,016,000**	**4,264,615**	**3,925,132**
	Operating Income	**$ 32,000**	**$ 32,000**	**$ (45,526)**	**$ 1,494**
	Non-Operating Revenue (Expenditures)				
65.44190	Interest Income	75,000	75,000	46,033	86,352
65.44210	Misc Revenue		-	2,927	4,288
65.44270	Interest on LTD	-	-	-	-
65.44280	Amortization of note discount	-	-	-	-
65.44720	Water Property Rent	45,000	45,000	35,672	32,984
65.44740	Other Water Revenue	2,000	2,000	227,500	-
65.761.54260	Loss on Abandoned Property		-	-	(27,150)
	Total non-operating revenue	**122,000**	**122,000**	**312,132**	**96,473**
	Income before capital contributions	**$ 154,000**	**$ 154,000**	**$ 266,606**	**$ 97,966**
	Retained earnings - beginning	1,709,697	1,709,697	1,709,697	1,549,518
	Transfer (to) from invested in capital assets	-	-	(401,855)	62,213
	Retained earnings - ending	**$ 1,863,697**	**$ 1,863,697**	**$ 1,574,449**	**$ 1,709,697**
65.44990	Capital contributions	2,000,000	2,000,000	689,955	1,966,833
65.54031	Depreciation - CIAC	(525,000)	(525,000)	(518,645)	(503,437)
	Transfer (to) from retained earnings	-	-	401,855	(62,213)
	Change in net investment	5,202,394	5,202,394	573,165	1,401,183
	Net investment in capital assets - beginning	44,383,555	44,383,555	44,383,555	42,982,372
	Net investment in capital assets - ending	**$ 49,585,949**	**$ 49,585,949**	**$ 44,956,719**	**$ 44,383,555**
	Total net assets	**$ 51,449,646**	**$ 51,449,646**	**$ 46,531,168**	**$ 46,093,252**

Franklin Municipal Water Utility
Notes to the Financial Statements
For the period ended December 31, 2008 and 2007

[1] Operating revenue is above budgeted levels for the year.

[2] Operating expenditures are more than the budget for the year. The cost of wholesale water purchased from Oak Creek accounts for the majority of this overage.

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 December 31, 2008 total $99,365.

Water Impact Fee

Since May 31, 2002 a water impact fee on residential and commercial replaced the water connection fee on new residential construction. Water Impact Fees collected for the year amount to $227,932 and funds on hand on December 31, 2008 total $129,365. Deferred oversizing costs amounting to $431,441 will need to be paid out of Impact fees during the next two plus years.

City of Franklin
Development Fund
Summary of Impact Fee Activity
For the twelve months ended December 31, 2008

Cash Acct									27.1100.1111
Revenue Acct	4291/7510.5828		4293	4294	4295	4296	4297	4299	-27.2000.2117
Expenditure Acct	Parks/Recreation								Net
	Acquisition Development	Community Center	Needs Assessment *	Water	Transportation	Fire Protection	Law Enforcement	Library	Cash Balance
Beginning Bal, 12/31/07	1,326,121.09	1,212,659.95	42,727.72	176,593.14	485,355.44	134,863.53	(7,685.07)	(16,724.28)	3,353,911.52
1st Quarter									
Impact Fees	58,674.00	0.00	1,705.00	122,168.00	13,604.00	12,069.00	22,184.00	12,309.00	242,713.00
Expenditures				(223,246.24) [2]		255,030.71 [1]	(41,361.39) [1]	(29,193.00) [1]	(38,769.92)
subtotal	1,384,795.09	1,212,659.95	44,432.72	75,514.90	498,959.44	401,963.24	(26,862.46)	(33,608.28)	3,557,854.60
Transfers									0.00
Interest Revenue	13,449.09	12,032.23	432.41	1,250.73	4,883.28	2,663.25	(171.39)	(249.70)	34,289.90
Ending balance 3/31/2008	**1,398,244.18**	**1,224,692.18**	**44,865.13**	**76,765.63**	**503,842.72**	**404,626.49**	**(27,033.85)**	**(33,857.98)**	**3,592,144.50**
2nd Quarter									
Impact Fees	20,832.00		495.00	22,388.00	2,686.00	3,234.00	5,963.00	4,368.00	59,966.00
Expenditures				(55,272.20) [2]					(55,272.20)
subtotal	1,419,076.18	1,224,692.18	45,360.13	43,881.43	506,528.72	407,860.49	(21,070.85)	(29,489.98)	3,596,838.30
Transfers					(404,266.00)				(404,266.00)
Interest Revenue	11,023.67	9,584.00	353.04	472.07	3,953.40	3,179.12	(188.23)	(247.87)	28,129.20
Ending balance 6/30/2008	**1,430,099.85**	**1,234,276.18**	**45,713.17**	**44,353.50**	**106,216.12**	**411,039.61**	**(21,259.08)**	**(29,737.85)**	**3,220,701.50**
3rd Quarter									
Impact Fees	35,712.00		1,540.00	26,248.00	17,949.00	11,982.00	21,890.00 [1]	7,488.00 [1]	122,809.00
Expenditures				[2]					0.00
subtotal	1,465,811.85	1,234,276.18	47,253.17	70,601.50	124,165.12	423,021.61	630.92	(22,249.85)	3,343,510.50
Transfers									0.00
Interest Revenue	6,790.71	5,788.58	218.00	269.56	540.23	1,955.81	(48.37)	(121.91)	15,392.61
Ending balance 9/30/2008	**1,472,602.56**	**1,240,064.76**	**47,471.17**	**70,871.06**	**124,705.35**	**424,977.42**	**582.55**	**(22,371.76)**	**3,358,903.11**
4th Quarter									
Impact Fees	17,856.00		935.00	57,128.00	15,217.00	8,987.00	16,390.00	3,744.00	120,257.00
Expenditures	(10,913.04)			[2]					(10,913.04)
subtotal	1,479,545.52	1,240,064.76	48,406.17	127,999.06	139,922.35	433,964.42	16,972.55	(18,627.76)	3,468,247.07
Transfer									0.00
Interest Revenue	20,281.19	17,038.43	658.68	1,366.23	1,817.99	5,900.91	120.60	(281.66)	46,902.37
Ending balance 12/31/2008	**1,499,826.71**	**1,257,103.19**	**49,064.85**	**129,365.29**	**141,740.34**	**439,865.33**	**17,093.15**	**(18,909.42)**	**3,515,149.44**
Number of Months	**81.55**			**6.37**	**29.88**	**109.97**	**2.33**	**(4.90)**	
Year-to-Date Impact Fees	133,074.00	0.00	4,675.00	227,932.00	49,456.00	36,272.00	66,427.00	27,909.00	545,745.00
2007 Impact Fees	220,706.00	0.00	6,435.00	243,880.00	56,919.27	47,999.72	88,066.46	46,352.00	710,358.45
2006 Impact Fees	537,213.24	109,693.76	21,450.00	746,267.00	170,162.00	142,261.00	261,870.00	135,698.00	2,124,615.00

* Funded by an Administrative Fee not an impact fee

[1] Debt service payments

[2] Oversizing payments made

Remaining Debt Balance: 431,441.36

Oversizing payments due in future periods: 0.00 | 0.00 | 2,150,000.00 | 1,267,000.00

Findata: Qtrrpt MA3 Impact Fees.xls

City of Franklin
Development Fund Financial Report
For the twelve months ended December 31, 2008

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 2008 are as follows.

	Single Family	Two Family	Multi Family per Unit
Park and Playground Facilities	$ 2,976.00	$ 5,952.00	$ 1,890.00
Fire Protection Facilities	306.00	612.00	202.00
Law Enforcement Facilities	569.00	1,138.00	376.00
Water system [1] per every 169 gallons of daily use	1,544.00	3,088.00	1,470.00 [1]
Transportation Facilities	60.00	120.00	40.00
Administrative Fee	55.00	110.00	55.00
Library Facilities	624.00	1,248.00	397.00
	$ 6,134.00	$12,268.00	$ 4,430.00

In addition to the above, there is an established commercial impact fee of $.353 psf, an industrial impact fee of $.092 psf and an institutional impact fee of $.500 psf. There is also a charge on each commercial, industrial or institutional building for water of $1,470 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.

City of Franklin
Park Commission
Statement of Revenue and Expenses
For the Twelve months ended December 31, 2008

	2008 Adopted Budget	2008 Year-to-Date Budget	Current Year-to-Date Totals
General Fund Operating Expenses:			
Personal Services	$ 121,768	$ 121,768	$ 71,560
Park Maintenance	38,100	38,100	16,375
Uniforms	250	250	247
Allocated insurance	4,200	4,200	3,709
Utilities	12,050	12,050	8,312
Total Operating Fund Expenses	$ 176,368	$ 176,368	$ 100,203
Capital Outlay Fund Expenses:			
Landscaping-Park/Tree Maint	$ 5,000	$ 5,000	$ 852
Park Improvements-Development	8,000	8,000	4,590
Park Equipment & Supplies	6,000	6,000	13,499
Total Capital Outlay Expenditures	$ 19,000	$ 19,000	$ 18,941
Development Fund Expenses:			
Appraisal services	$ -	$ -	$ -
Transfer to Capital Improvement Fund	-	-	-
Total Capital Improvement Expenditures	-	-	-
Capital Improvement Fund Expenses:			
Schlueter Property - 8921 W. Drexel	$ -	$ -	$ 1,006
St. Martins Neighborhood Recreation Trail	-	-	3,981
Cascade Creek Park	-	-	6,932
River Park Subdivision Bike Trail	-	-	1,500
Total Capital Improvement Expenditures	-	-	13,419
Less Impact Fees Transfer	-	-	-
Amount Due From Impact Fees	$ -	$ -	$ 13,419