



City of Franklin

Date: July 21, 2016
To: Mayor Olson, Common Council and Finance Committee Members
From: Paul Rotzenberg, Director of Finance & Treasurer *Paul*
Subject: June 2016 Financial Report

The June, 2016 financial reports for the General Fund, Debt Service Fund, TID 3 Fund, TID 4 Fund, Library Fund, Solid Waste Fund, Capital Outlay Fund, Equipment Replacement Fund, Capital Improvement Fund, Street Improvement Fund, Development Fund, Utility Development, Sanitary Sewer Fund, Water Fund, Self Insurance Fund, Employee Retirement Insurance Fund and other non-major funds are attached.

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

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

Cash & Investments in General Government declined \$735,182 from May to June. The biggest decline was in the Property Tax fund – as the May collections were distributed in June. The TID funds incurred project costs on the South 27th Street project.

General Fund revenues of \$17,085,798 are \$283,238 greater than budget. Nearly all of this is faster collection of Real Estate taxes, which will disappear as the year progresses. Real Estate taxes comprise 81.5% of total revenues thru June 30. The perceived improvement in Intergovernmental Revenues represents one of those budget timing issues noted above, as Fire insurance dues were collected earlier than prior years. Building permit revenue of \$238,260 is 74.0% of Year to Date budget. Fire plan review revenues of \$11,327, represents only 32% of Year to Date budget and are slower than expected due to staffing issues in the Fire Dept.

Other items of note in the General Fund activity are:

- General Government expenditures are under budget primarily due to late billings for professional services. The Assessor fees (\$61,000) are the largest delayed invoices. Mailing costs are \$7,000 under spent as well.
- Public Safety – the lack of a contract settlement with Public Safety unions has delayed a budgeted wage increase, and a vacant fire position is resulting in a temporary variance. Overtime in the Fire Dept is \$123,000 over budget related to personnel issues. The union contract will get settled and reverse the variance. Other reduced personnel expenditures may recover this overage.
- Public Works underspending is related to a personnel issue and delayed wage increases.
- The overspending in Conservation & Development is caused by professional fees on the economic development focus. This activity has very little professional fee expenditures in prior years to drive budget allocations.
- The Contingency expenditures relate to commitments for Professional fees for the Baseball Commons development proposal.

Overall, General Fund expenditures of \$12,160,663 are \$256,461 underspent to budget.

A \$4,925,135 surplus is \$539,699 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 for the refunding will be forthcoming.

TID3 – Tax revenues were slightly greater than the Budget. Expenditures for the S 27th Street project are composed of the sidewalk, street lighting, street scaping and water main elements. Few of the contractor invoices for this work have arrived as yet.

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

LIBRARY FUND – Revenues are as budgeted. The \$701,571 of expenditures are \$55,492 underspent to budget. The primary reason relates to personnel costs.

SOLID WASTE FUND – Revenue is comparable to budget and 2015. Tipping Fee costs typically arrive 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 Fire safety equipment. The Public Works expenditure was the purchase of the stump cutter/grinder. The contingency purchases were fire safety equipment, mailboxes and street lights.

EQUIPMENT REPLACEMENT FUND – Revenues are in line with budget. Purchases are in process for the Utility Tractor, Ford F-550 Pick-up truck, Roller, Tandem Axel Truck, and a Wheel Loader.

CAPITAL IMPROVEMENT FUND – Project expenditures include the Fire Station #1 roof replacement, St Martin's Road project, St. Martin's Road culvert project, and Emergency Vehicle Preemption system. Park projects include the Kayla's playground project, River Park Trail bridge engineering, and College Ave pathway project. Utility work on S North Cape Road project has also occurred

STREET IMPROVEMENT FUND – Revenues are in line with budget. The encumbrance for the 2016 Street Improvement program is now in place.

DEVELOPMENT FUND – Impact fee collections were enhanced by the Autumn Leaves project. Impact fee collections now exceed budget by \$137,733. Transfers to the Debt Service fund were made in March to support debt service on the prior Police, Fire and Library projects. \$127,172 of park impact fees have been transferred to the Capital Improvement fund to date.

UTILITY DEVELOPMENT FUND – activity has been minimal with few connection fees or Special Assessments collected. The bulk of the Special Assessment collections occur in December when billing the tax roll.

SANITARY SEWER FUND – Revenues of \$1,634,575 are 7.3% less than budget on a rate reduction that was not considered in the budget. The \$1,581,290 of expenditures are \$100,598 less than budget. The MMSD bills are smaller in 2016 than expected. The Utility generated an operating surplus of \$53,285, slightly less than the budgeted \$80,482, principally as a result of the lower revenues.

WATER UTILITY – Revenues of \$2,670,123 are \$227,039 less than budget. The budget anticipated a 3% rate increase effective January 1, 2016, however, the Utility did not receive PSC approval until June. Water usage has been more than expected, likely related to the dry conditions. The \$2,804,881 of expenditures have been impacted by professional fees (to contest the supplier construction case with the PSC) and water leak mitigation programs. (A firm was engaged to locate main leaks using specialized sound equipment. After the leaks were located, they were then addressed. The program cost approximately \$85,000 in Q2, and are expected to pay for themselves in reduced water purchase costs in less than a year). The Operating loss of \$134,758, compared to a budgeted \$29,093 surplus. It is the result of the delayed rate increase, the professional fees to contest the supplier construction application and the water leak detection program.

SELF INSURANCE FUND – Premium revenues are approximately equal to budget. These will vary to budget as participation changes during the year given separations and subsequent replacements. Health claims costs are stronger than last year through June by \$224,138. The fund operated with a \$186,289 deficit thru June, 2016. Claims experience in 2016 is less concentrated than last year, evidenced by having fewer stop loss claims.

RETIREE HEALTH FUND – Insurance results generated a \$14,024 Implicit rate subsidy thru June compared to a \$92,986 subsidy last year. That reflects lower claims this year. The 2016 Annually Required Contribution is much smaller due to a lower actuarial value computed in 2015 and the 2015 over payment (\$150,000). As such, the ARC is not sufficient to cover the

combined monthly premiums and the Implicit rate subsidy. Depending upon experience later in the year, the trust fund may have to cover some of the claims.

Caution is advised when reviewing results over such a short period of time. Not only are insurance experience volatile, but investment results can be as well. 2016 is showing a favorable \$129,114 (2.7% return on Jan 1, 2016 balances) investment return at this time.

Non-Major Funds – A summary of the other non-major funds is presented. Various funds are in process of receiving revenue from grants or activities. The St. Martin's Fair Fund will not have much activity until closer to the September event. At the same time, the Civic Celebrations fund has many of the 2016 expenses recorded, but none of the revenue until July. The Donations fund net surplus is a result of the donation from the Kayla's Krew organization.

City of Franklin
Cash & Investments Summary
June 30, 2016

	Cash	American Deposit Management	Institutional Capital Management	Local Gov't Invest Pool & Other	Total	May Total
General Fund	\$ 310,712	\$ 4,187,686	\$ 7,579,381	\$ 234,821	\$ 12,312,601	\$ 12,368,480
Debt Service Funds	39,807	80,182	438,957	-	558,946	556,960
TIF Districts	51,271	2,115,110	1,100,000	-	3,266,381	3,794,500
Nonmajor Governmental Funds	611,841	4,882,376	8,298,710	-	13,792,927	13,946,096
Total Governmental Funds	1,013,631	11,265,354	17,417,048	234,821	29,930,854	30,666,036
Sewer Fund	33,077	352,333	400,000	-	785,410	816,465
Water Utility	3,682	666,339	-	-	670,021	1,021,957
Self Insurance Fund	17,386	125,226	3,070,239	-	3,212,851	3,215,947
Retiree Health Fund	(169,782)	-	-	4,838,031	4,668,250	4,682,857
Property Tax Fund	451,438	276,530	-	324	728,293	4,716,951
Other Trust Funds	7,289	-	-	-	7,289	10,096
Total Other Funds	343,090	1,420,428	3,470,239	4,838,356	10,072,112	14,464,273
Grand Total Cash & Investments	1,356,721	12,685,782	20,887,287	5,073,177	40,002,967	45,130,308
Average Rate of Return		0.41%	1.11%	0.42% LGIP only		
Maturities:						
Demand	1,356,721	10,970,782	22,686	539,666	12,889,854	17,734,965
Fixed Income & Equities	-	-	-	3,707,175	3,707,175	3,802,310
2016	-	1,470,000	5,002,938	-	6,472,938	6,738,779
2017	-	245,000	6,029,406	172,581	6,446,987	6,437,093
2018	-	-	4,190,061	172,483	4,362,544	4,350,710
2019	-	-	2,019,719	151,727	2,171,446	2,161,120
2020	-	-	3,622,477	150,546	3,773,023	3,728,560
2021	-	-	-	178,999	178,999	176,773
	1,356,721	12,685,782	20,887,287	5,073,177	40,002,966	45,130,309

City of Franklin
General Fund
Comparative Statement of Revenue, Expenses and Fund Balance
For the 6 months ended June 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	\$ 13,672,309	\$ 13,930,949	\$ 258,640	\$ 14,124,706
Other Taxes	1,885,000	791,363	763,135	(28,228)	737,360
Intergovernmental Revenue	2,321,200	645,577	732,908	87,331	757,134
Regulation and Compliance	847,350	471,250	395,770	(75,480)	419,812
Law and Ordinance Violations	440,000	245,644	270,310	24,666	266,075
Public Charges for Services	1,544,975	704,856	600,656	(104,200)	672,286
Intergovernmental Charges	203,200	79,734	78,644	(1,090)	77,125
Investment Income	205,200	102,600	197,615	95,015	148,385
Miscellaneous Revenue	160,100	89,227	115,811	26,584	103,152
Transfers from Other Funds	-	-	-	-	-
Encumbrances	-	-	-	-	-
Total Revenue	\$ 23,855,825	\$ 16,802,560	\$ 17,085,798 101.69%	\$ 283,238	\$ 17,306,035
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	\$ 3,105,510 A	\$ 1,633,474	\$ 1,494,593 E	\$ 138,881	\$ 1,426,901
Public Safety	16,142,346 A	8,356,830	7,880,123 E	476,707	7,901,367
Public Works	3,675,043 A	1,723,731	1,555,670 E	168,061	1,562,685
Health and Human Services	684,191	339,774	299,300	40,474	309,268
Other Culture and Recreation	193,911 A	81,253	77,525 E	3,728	76,245
Conservation and Development	618,273 A	275,257	312,148	(36,891)	273,196
Contingency and Unclassified	552,500	233,207	36,314	196,893	170,425
Anticipated underexpenditures	(470,220)	(226,402)	-	(226,402)	-
Transfers to Other Funds	1,200,000	-	600,000	(600,000)	500,000
Encumbrances	-	-	(95,010)	95,010	(243,910)
Total Expenditures	\$ 25,701,554	\$ 12,417,124	\$ 12,160,663 97.93%	\$ 256,461	\$ 11,976,177
Excess of revenue over (under) expenditures	(1,845,729)	<u>4,385,436</u>	4,925,135	<u>\$ 539,699</u>	5,329,858
Fund balance, beginning of year	<u>9,049,908</u>		<u>9,049,908</u>		<u>8,633,112</u>
Fund balance, end of period	<u>\$ 7,204,179</u>		<u>\$ 13,975,043</u>		<u>\$ 13,962,970</u>

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

City of Franklin
General Fund
Comparative Statement of Revenue
For the 6 months ended June 30, 2016 and 2015

<u>Revenue</u>	<u>2016 Amended Budget</u>	<u>2016 Year-to-Date Budget</u>	<u>2016 Year-to-Date Actual</u>	<u>Var to Budget Surplus (Deficiency)</u>	<u>2015 Year-to-Date Actual</u>
Taxes:					
General property	\$ 16,248,800	\$ 13,672,309	\$ 13,930,949	\$ 258,640	\$ 14,124,706
Water utility - tax equivalent	1,100,000	562,210	550,200	(12,010)	550,200
Cable television franchise fees	500,000	155,884	131,043	(24,841)	129,920
Mobile Home	25,000	12,500	12,749	249	13,171
Room tax	260,000	60,769	69,143	8,374	44,069
Total taxes	18,133,800	14,463,672	14,694,084	230,412	14,862,066
Intergovernmental Revenue:					
State shared revenue	476,000	5	-	(5)	-
Expenditure restraint revenue	220,100	-	-	-	-
State computer aid	277,000	-	-	-	-
State transportation aids	1,132,600	566,300	566,069	(231)	608,693
Fire insurance dues	133,000	53,200	141,878	88,678	130,512
Other grants	82,500	26,072	24,961	(1,111)	17,929
Total intergovernmental	2,321,200	645,577	732,908	87,331	757,134
Regulation and Compliance:					
Licenses	146,850	126,423	130,122	3,699	138,356
Permits	700,500	344,827	265,648	(79,179)	281,456
Fines, forfeitures and penalties	440,000	245,644	270,310	24,666	266,075
Total regulation and compliance	1,287,350	716,894	666,080	(50,814)	685,887
Public Charges for Services:					
Planning related fees	65,275	37,297	30,325	(6,972)	33,864
General government	6,650	3,608	6,064	2,456	5,410
Architectural Board Review	5,300	2,597	3,050	453	2,600
Police and related	7,000	2,465	7,215	4,750	1,661
Ambulance services - ALS	675,000	335,960	333,384	(2,576)	333,884
Ambulance services - BLS	425,000	221,651	163,871	(57,780)	228,220
Fire safety training	1,000	352	265	(87)	255
Fire Sprinkler Plan Review	70,000	34,627	11,327	(23,300)	27,230
Fire Inspections	25,000	9,596	7,897	(1,699)	11,019
Quarry reimbursement	42,000	9,343	-	(9,343)	5,060
Weed cutting	15,000	-	1,321	1,321	-
Engineering fees	9,500	4,866	1,290	(3,576)	(456)
Public works fees	15,000	4,169	5,625	1,456	5,433
Weights & Measures	8,000	1,630	-	(1,630)	169
Landfill Operations - Siting	19,500	9,750	-	(9,750)	-
Landfill Operations - Emerald Park	75,000	18,878	22,590	3,712	14,647
Health Department	80,750	8,067	6,432	(1,635)	3,290
Total charges for services	1,544,975	704,856	600,656	(104,200)	672,286

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

City of Franklin
General Fund
Comparative Statement of Revenue
For the 6 months ended June 30, 2016 and 2015

<u>Revenue</u>	<u>2016 Amended Budget</u>	<u>2016 Year-to-Date Budget</u>	<u>2016 Year-to-Date Actual</u>	<u>Var to Budget Surplus (Deficiency)</u>	<u>2015 Year-to-Date Actual</u>
Intergovernmental Charges:					
Milwaukee County - paramedics	125,000	40,634	32,546	(8,088)	36,452
School Liaison Officer	78,200	39,100	46,098	6,998	40,673
Total intergovernmental charges	<u>203,200</u>	<u>79,734</u>	<u>78,644</u>	<u>(1,090)</u>	<u>77,125</u>
Investment Income:					
Interest on investments	105,000	52,500	74,952	22,452	65,909
Market value change on investments	(15,000)	(7,500)	60,612	68,112	25,714
Interest - tax roll	114,700	57,350	61,950	4,600	56,690
Other interest	500	250	101	(149)	72
Total interest revenue	<u>205,200</u>	<u>102,600</u>	<u>197,615</u>	<u>95,015</u>	<u>148,385</u>
Miscellaneous Revenue:					
Rental of property	49,000	25,750	26,486	736	39,304
Refunds/reimbursements	10,000	2,866	41,252	38,386	5,373
Insurance dividend	35,000	35,000	38,308	3,308	52,162
Other revenue	66,100	25,611	9,765	(15,846)	6,313
Total miscellaneous revenue	<u>160,100</u>	<u>89,227</u>	<u>115,811</u>	<u>26,584</u>	<u>103,152</u>
Transfer from Other Funds:					
Capital Improvement Fund	-	-	-	-	-
Street Improvement Fund	-	-	-	-	-
Total transfers from other funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total revenue	<u>\$ 23,855,825</u>	<u>\$ 16,802,560</u>	<u>\$ 17,085,798</u>	<u>\$ 283,238</u>	<u>\$ 17,306,035</u>
			101.69%		

A Represents an amendment to Adopted Budget

E Represents an encumbrance for current year from prior year

City of Franklin
General Fund
Comparative Statement of Expenditures
For the 6 months ended June 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	\$ 31,767	\$ 32,994	\$ (1,227)	\$ 32,999
Mayor & Aldermen - Non-Personnel	37,500 A	25,442	19,918	5,524	18,996
Municipal Court - Labor	181,151	87,221	89,830	(2,609)	82,103
Municipal Court - Non-Personnel	47,150	26,649	30,013	(3,364)	24,580
City Clerk Labor	288,640	138,829	142,694	(3,865)	138,207
City Clerk - Non-Personnel	31,000	14,093	11,984	2,109	14,698
Elections - Labor	35,548	22,727	29,181	(6,454)	13,080
Elections - Non-Personnel	25,600	9,650	7,653	1,997	3,334
Information Services - Labor	116,816 A	57,121	47,155 E	9,966	-
Information Services - Non-Personnel	369,189 A	190,505	192,649	(2,144)	153,088
Administration - Labor	285,888	149,066	138,438	10,628	137,536
Administration - Non-Personnel	176,745 A	77,856	68,991 E	8,865	79,963
Finance - Labor	416,636	218,536	204,040	14,496	200,658
Finance - Non-Personnel	98,930	55,700	49,044	6,656	46,026
Independent Audit	31,810	29,616	28,600	1,016	27,385
Assessor - Labor	18,200 A	28,792	9,567	19,225	26,662
Assessor - Non-Personnel	223,200 A	67,770	842	66,928	59,195
Legal Services	340,225	156,231	155,888	343	169,299
Municipal Buildings - Labor	95,800	53,183	43,310	9,873	22,953
Municipal Buildings - Non-Personnel	113,595	53,731	50,873 E	2,858	56,408
Property/liability insurance	105,908	138,989	140,929	(1,940)	119,731
Total general government	3,105,510	1,633,474	1,494,593	138,881	1,426,901
Public Safety:					
Police Department - Labor	7,950,563	4,129,428	3,922,879	206,549	4,014,763
Police Department - Non-Personnel	1,095,370 A	560,794	504,991 E	55,803	464,647
Fire Department - Labor	5,609,357	2,899,162	2,730,910	168,252	2,720,180
Fire Department - Non-Personnel	434,600	222,033	209,942	12,091	210,522
Public Fire Protection	273,200	139,928	134,537	5,391	137,117
Building Inspection - Labor	736,312	381,876	359,932	21,944	337,122
Building Inspection - Non-Personnel	35,344 A	16,009	9,332 E	6,677	10,216
Weights and Measures	7,600 A	7,600	7,600	-	6,800
Total public safety	16,142,346	8,356,830	7,880,123	476,707	7,901,367
Public Works:					
Engineering - Labor	603,481	298,412	271,246	27,166	259,686
Engineering - Non-Personnel	26,347 A	11,234	10,429 E	805	14,806
Highway - Labor	1,819,785	960,495	872,286	88,209	881,906
Highway - Non-Personnel	823,680 A	285,156	244,601 E	40,555	253,260
Street Lighting	386,700 A	166,874	156,067 E	10,807	150,562
Weed Control	15,050	1,560	1,041	519	2,465
Total public works	3,675,043	1,723,731	1,555,670	168,061	1,562,685

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

**City of Franklin
General Fund**

**Comparative Statement of Revenue, Expenses and Fund Balance
For the 6 months ended June 30, 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	299,533	268,127	31,406	274,226
Public Health - Non-Personnel	68,950	18,746	15,198 E	3,548	14,957
Animal Control	38,500	21,495	15,975	5,520	20,085
Total health and human services	684,191	339,774	299,300	40,474	309,268
Culture and Recreation:					
St. Martins Fair	11,000	70	-	70	-
Civic Celebrations	13,000	-	-	-	-
Senior Travel & Activities	22,000 A	7,740	8,872	(1,132)	10,181
Parks - Labor	118,261	61,210	56,056	5,154	54,336
Parks - Non-Personnel	29,650 A	12,233	12,597	(364)	11,728
Total culture and recreation	\$ 193,911	\$ 81,253	\$ 77,525	\$ 3,728	\$ 76,245
Conservation and Development:					
Planning - Labor	332,469	172,872	156,536	16,336	157,918
Planning - Non-Personnel	61,200	20,726	16,997	3,729	17,320
Economic Dev - Labor	130,689	67,958	58,678	9,280	16,500
Economic Dev - Non-Personnel	93,915 A	13,701	79,937	(66,236)	81,458
Total conservation and development	618,273	275,257	312,148	(36,891)	273,196
Contingency and Unclassified:					
Restricted - other	375,000 A	187,500	- E	187,500	37,500
Unrestricted	175,000 A	44,860	36,300 E	8,560	132,925
Unclassified	2,500	847	14	833	-
Total contingency	552,500	233,207	36,314	196,893	170,425
Anticipated underexpenditures	(470,220)	(226,402)	-	(226,402)	-
Transfers to other funds:					
Capital Improvement Fund	1,200,000	-	600,000	(600,000)	-
Other Funds	-	-	-	-	500,000
Total transfers to other funds	1,200,000	-	600,000	(600,000)	500,000
Total expenditures	\$ 25,701,554	\$ 12,417,124	\$ 12,255,673	\$ 161,451	\$ 12,220,087
% of YTD Budget			98.70%		

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

**City of Franklin
General Fund
BALANCE SHEET**

ASSETS	6/30/2016	6/30/2015
Cash and investments	\$12,312,601	\$12,503,981
Accounts & Taxes receivable	2,826,545	2,489,053
Due from/Advances to other funds	2,221,348	2,169,085
Due from other governments	25,493	14,148
Prepaid expenditures & Inventories	28,264	22,142
Total Assets	<u>\$17,414,251</u>	<u>\$17,198,409</u>
LIABILITIES		
Accounts payable	\$ 202,696	\$ 311,560
Accrued liabilities	544,231	505,003
Due to other funds & governments	160,115	139,120
Special deposits	126,244	142,150
Unearned revenue	2,406,261	2,137,606
Total Liabilities	<u>3,439,547</u>	<u>3,235,439</u>
FUND BALANCES		
Nonspendable - Inventories, Prepaids, Advances, Assigned	2,249,612	2,191,227
Unassigned	<u>11,725,092</u>	<u>11,771,743</u>
Total fund balances	<u>13,974,704</u>	<u>13,962,970</u>
Total Liabilities and fund balances	<u>\$17,414,251</u>	<u>\$17,198,409</u>

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

<u>Assets</u>	<u>2016</u>	<u>2015</u>
Cash and investments	\$ 2,029,114	\$ 2,794,129
Accounts & Interest receivable	-	-
 Total Assets	 <u>\$ 2,029,114</u>	 <u>\$ 2,794,129</u>
 <u>Liabilities and Fund Balance</u>		
Accounts payable	\$ 4,126	\$ 888
Line of Credit Advance from Development Fund	550,000	1,700,000
 Total Liabilities	 554,126	 1,700,888
Unassigned fund balance	1,474,988	1,093,241
Total Fund Balance	<u>1,474,988</u>	<u>1,093,241</u>
 Total Liabilities and Fund Balance	 <u>\$ 2,029,114</u>	 <u>\$ 2,794,129</u>

Statement of Revenue, Expenses and Fund Balance
For the Six months ended June 30, 2016 and 2015

	<u>2016</u> <u>Annual</u> <u>Budget</u>	<u>2016</u> <u>Amended</u> <u>Budget</u>	<u>2016</u> <u>Year-to-Date</u> <u>Budget</u>	<u>2016</u> <u>Year-to-Date</u> <u>Actual</u>	<u>2015</u> <u>Year-to-Date</u> <u>Actual</u>
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	-	-	-
Investment income	3,000	3,000	1,678	7,320	98,525
Total revenue	<u>2,131,000</u>	<u>2,131,000</u>	<u>1,709,678</u>	<u>1,737,962</u>	<u>1,780,102</u>
 Expenditures					
Debt service principal	650,000	650,000	650,000	650,000	20,000
Debt service interest & fees	86,750	86,750	25,071	46,619	18,999
Administrative expenses	13,020	13,020	3,472	22,839	10,657
Interfund interest	22,668	22,668	5,827	12,966	34,410
Capital outlays	1,205,000	3,525,289	535,853	2,353,856	1,399,034
Encumbrances	-	-	-	(1,826,846)	(448,261)
Total expenditures	<u>1,977,438</u>	<u>4,297,727</u>	<u>1,220,223</u>	<u>1,259,434</u>	<u>1,034,839</u>
 Revenue over (under) expenditures	 153,562	 (2,166,727)	 <u>\$ 489,455</u>	 478,528	 745,263
 Fund balance, beginning of year	 <u>996,460</u>	 <u>996,460</u>		 <u>996,460</u>	 <u>347,978</u>
 Fund balance, end of period	 <u>\$ 1,150,022</u>	 <u>\$ (1,170,267)</u>		 <u>\$ 1,474,988</u>	 <u>\$ 1,093,241</u>

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

<u>Assets</u>	<u>2016</u>	<u>2015</u>
Cash and investments	\$ 1,237,267	\$ 100,813
Total Assets	\$ 1,237,267	\$ 100,813
<u>Liabilities and Fund Balance</u>		
Accounts payable	\$ -	\$ 560
Interfund Advance from Development Fund	-	238,000
Total Liabilities	-	238,560
Unassigned Fund Balance	1,237,267	(137,747)
Total Liabilities and Fund Balance	\$ 1,237,267	\$ 100,813

Statement of Revenue, Expenses and Fund Balance
For the Six months ended June 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	-	-	-
Payment in Lieu of Taxes	92,000	92,000	\$ 92,000	91,206	92,021
Investment income	-	-	-	2,221	301
Total revenue	1,311,000	1,311,000	1,292,000	1,383,136	1,101,382
Expenditures					
Debt service/interfund interest	5,415	5,415	\$ 3,229	920	9,235
Administrative expenses	40,855	52,955	20,427	18,833	33,322
Capital outlays	-	-	-	-	-
Encumbrances	-	-	-	(12,100)	(17,300)
Total expenditures	46,270	58,370	23,656	7,653	25,257
Revenue over (under) expenditures	1,264,730	1,252,630	\$ 1,268,344	1,375,483	1,076,125
Fund balance, beginning of year	(138,216)	(138,216)		(138,216)	(1,213,872)
Fund balance, end of period	\$ 1,126,514	\$ 1,114,414		\$ 1,237,267	\$ (137,747)

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

	Operating		Restricted	
	2016	2015	2016	2015
Assets				
Cash and investments	\$ 1,028,838	\$ 1,113,797	\$ 125,840	\$ 121,499
Accrued receivables	-	-	-	-
Prepaid expenses	-	-	650	-
Total Assets	\$ 1,028,838	\$ 1,113,797	\$ 126,490	\$ 121,499
Liabilities and Fund Balance				
Accounts payable	\$ 8,001	\$ 25,589	\$ 658	\$ 208
Accrued salaries & wages	19,467	14,518	-	-
Encumbrance	-	-	-	-
Nonspendable fund balance	-	-	650	900
Assigned fund balance	1,001,370	1,073,690	125,182	120,391
Total Liabilities and Fund Balance	\$ 1,028,838	\$ 1,113,797	\$ 126,490	\$ 121,499

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

	2016		2015		Variance to Budget
	Year-to-Date Budget	Year-to-Date Actual	Annual Budget	Year-to-Date Actual	
Revenue					
Property taxes	\$ 1,287,000	\$ 1,287,000	\$ 1,240,000	\$ 1,240,000	\$ -
Reciprocal borrowing (restricted)	31,277	-	100,000	-	(52,570)
Investment income	-	9,078	-	1,709	1,709
Transfers in	-	-	-	-	-
Total Revenue	1,318,277	1,296,078	1,340,000	1,241,709	(50,861)
Expenditures:					
Salaries and benefits	499,713	459,686	879,565	429,401	(2,134)
Contractual services	12,642	15,215	26,500	13,236	2,757
Supplies	16,366	22,920	31,500	17,554	8,970
Services and charges	39,095	38,901	56,600	36,664	1,486
Facility charges	121,129	114,131	254,120	119,242	18,550
Capital outlay	68,118	50,718	184,200	104,664	54,740
Capital outlay (restricted)	-	-	-	-	-
Total Library Costs	757,063	701,571	1,412,485	722,870	84,369
Total expenditures	757,063	701,571	1,412,485	722,870	84,369
Revenue over (under) expenditures	561,214	594,507	(72,485)	603,208	33,508
Fund balance, beginning of year	406,863	406,863	470,482	470,482	-
Fund balance, end of period	\$ 326,194	\$ 1,001,370	\$ 397,997	\$ 1,073,690	\$ 1,073,690

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

<u>Assets</u>	<u>2016</u>	<u>2015</u>
Cash and investments	\$ 1,075,121	\$ 1,006,583
Total Assets	\$ 1,075,121	\$ 1,006,583
<u>Liabilities and Fund Balance</u>		
Accounts payable	\$ 122,100	\$ 123,509
Accrued salaries & wages	292	544
Restricted fund balance	952,729	882,530
Total Liabilities and Fund Balance	\$ 1,075,121	\$ 1,006,583

Statement of Revenue, Expenses and Fund Balance
For the Six months ended June 30, 2016 and 2015

<u>Revenue</u>	<u>2016</u> <u>Adopted</u> <u>Budget</u>	<u>2016</u> <u>Year-to-Date</u> <u>Budget</u>	<u>2016</u> <u>Year-to-Date</u> <u>Actual</u>	<u>2015</u> <u>Year-to-Date</u> <u>Actual</u>
Grants	\$ 69,200	69,200	\$ 65,995	\$ 69,191
User Fees	1,179,915	1,169,909	1,198,161	1,172,069
Landfill Operations-tippage	335,000	129,267	132,596	126,243
Investment Income	2,000	1,223	8,736	1,465
Sale of Recyclables	5,050	2,525	905	284
Total Revenue	1,591,165	1,372,124	1,406,393	1,369,252
Expenditures:				
Personal Services	23,669	11,802	9,967	9,652
Refuse Collection	667,931	333,965	329,435	328,472
Recycling Collection	357,306	178,653	182,024	181,368
Leaf & Brush Pickups	54,345	27,172	17,786	17,735
Tippage Fees	425,000	212,500	173,025	164,670
Miscellaneous	3,500	1,750	2,256	1,210
Printing	1,800	900	115	-
Total expenditures	1,533,551	765,842	714,608	703,107
 Revenue over (under) expenditures	 57,614	 <u>606,282</u>	 691,785	 666,145
 Fund balance, beginning of year	 260,944		 260,944	 216,385
 Fund balance, end of period	 <u>\$ 318,558</u>		 <u>\$ 952,729</u>	 <u>\$ 882,530</u>

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

<u>Assets</u>	<u>2016</u>	<u>2015</u>
Cash and investments	\$ 752,327	\$ 928,145
Total Assets	<u>\$ 752,327</u>	<u>\$ 928,145</u>
 <u>Liabilities and Fund Balance</u>		
Accounts payable	\$ 4,041	\$ 109,780
Miscellaneous claims payable	6,422	12,508
Encumbrance	73,598	20,473
Assigned fund balance	668,266	785,384
Total Liabilities and Fund Balance	<u>\$ 752,327</u>	<u>\$ 928,145</u>

**Statement of Revenue, Expenses and Fund Balance
For the Six months ended June 30, 2016 and 2015**

<u>Revenue</u>	<u>2016 Amended Budget</u>	<u>2016 Year-to-Date Budget</u>	<u>2016 Year-to-Date Actual *</u>	<u>2015 Year-to-Date Actual</u>
Property Taxes	\$ 437,100	\$ 437,100	\$ 437,100	\$ 433,200
Grants	-	-	2,000	4,270
Landfill Siting	67,000	51,381	47,400	51,500
Investment Income	4,500	2,250	9,380	4,233
Miscellaneous Revenue	25,000	8,949	7,075	-
Transfers from Other Funds				475,000
Transfers from Fund Balance				
Total Revenue	<u>533,600</u>	<u>499,680</u>	<u>502,955</u>	<u>968,203</u>
Expenditures:				
General Government	281,939	49,637	16,887	28,065
Public Safety	650,058	389,244	393,574	328,283
Public Works	90,009	63,107	68,977	125,466
Health and Human Services	3,500	1,750	-	-
Culture and Recreation	31,169	4,947	6,054	2,938
Conservation and Development	4,250	2,125	-	1,415
Contingency	60,100	25,000	15,357	-
Total expenditures	<u>1,121,025</u>	<u>535,810</u>	<u>500,849</u>	<u>486,167</u>
Revenue over (under) expenditures	(587,425)	<u>(36,130)</u>	2,106	482,036
Fund balance, beginning of year	<u>662,952</u>		<u>666,160</u>	<u>303,348</u>
Fund balance, end of period	<u>\$ 75,527</u>		<u>\$ 668,266</u>	<u>\$ 785,384</u>

* Amount shown is actual expenditures plus encumbrance

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

<u>Assets</u>	<u>2016</u>	<u>2015</u>
Cash and investments	\$ 2,537,436	\$ 2,448,041
Total Assets	<u>\$ 2,537,436</u>	<u>\$ 2,448,041</u>
 <u>Liabilities and Fund Balance</u>		
Accounts payable	\$ 48,834	\$ 90,972
Encumbrance	181,185	89,815
Assigned fund balance	2,307,417	2,267,254
Total Liabilities and Fund Balance	<u>\$ 2,537,436</u>	<u>\$ 2,448,041</u>

**Comparative Statement of Revenue, Expenses and Fund Balance
For the Six months ended June 30, 2016 and 2015**

	<u>2016 Amended Budget</u>	<u>2016 Year-to-Date Budget</u>	<u>2016 Year-to-Date Actual *</u>	<u>2015 Year-to-Date Actual</u>
Revenue:				
Property Taxes	\$ 342,600	\$342,600	\$ 342,600	\$ 339,500
Landfill	200,000	150,906	131,400	74,000
Investment Income	20,000	10,000	23,408	17,136
Transfers from Other Funds	-	-	-	-
Property Sales	15,000	7,500	81,279	6,591
Total revenue	<u>577,600</u>	<u>511,006</u>	<u>578,687</u>	<u>437,227</u>
Expenditures:				
Public Safety	-	-	-	180,131
Public Works	655,000	285,288	575,913	179,515
Total expenditures	<u>655,000</u>	<u>285,288</u>	<u>575,913</u>	<u>359,646</u>
Revenue over (under) expenditures	(77,400)	<u>225,718</u>	2,774	77,581
Fund balance, beginning of year	<u>2,304,643</u>		<u>2,304,643</u>	<u>2,189,673</u>
Fund balance, end of period	<u>\$ 2,227,243</u>		<u>\$ 2,307,417</u>	<u>\$ 2,267,254</u>

* Amount shown is actual expenditures plus emcumbrance

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

<u>Assets</u>	<u>2016</u>	<u>2015</u>
Cash and investments	\$ 2,155,421	\$ 1,865,554
Accrued receivables	22,596	847
Total Assets	<u>\$ 2,178,017</u>	<u>\$ 1,866,401</u>
<u>Liabilities and Fund Balance</u>		
Accounts payable	\$ 124,241	\$ 4,455
Contracts Payable	20,465	107,198
Accrued payables	-	-
Encumbrance	392,343	131,867
Assigned fund balance	1,640,968	1,622,881
Total Liabilities and Fund Balance	<u>\$ 2,178,017</u>	<u>\$ 1,866,401</u>

**Statement of Revenue, Expenses and Fund Balance
For the Six months ended June 30, 2016 and 2015**

	<u>2016 Original Budget</u>	<u>2016 Amended Budget</u>	<u>2016 Year-to-Date Totals</u>	<u>2015 Year-to-Date Totals</u>
Revenue:				
Block Grants	\$ 65,193	\$ 65,193	\$ -	\$ -
Landfill Siting	498,000	498,000	85,116	75,007
Transfers from General Funds	1,200,000	1,200,000	600,000	-
Transfers from Impact Fees	420,953	420,953	127,172	107,930
Transfers from Connection Fees	500,000	500,000	-	-
Bond Proceeds	1,000,000	1,000,000	-	-
Refunds & Reimbursements	-	-	-	-
Investment Income	5,000	5,000	3,985	2,480
Total revenue	<u>3,689,146</u>	<u>3,689,146</u>	<u>816,273</u>	<u>185,417</u>
Expenditures:				
General Government	495,000	475,000	-	-
Public Safety	548,800	666,364	95,563	-
Public Works	921,000	998,018	216,750	56,496
Culture and Recreation	1,242,209	1,554,624	425,058	365,393
Sewer & Water	500,000	614,849	116,177	81,015
Contingency	68,350	67,000	11,593	35,233
Bond/Note Issuance Cost	50,000	50,000	-	-
Total expenditures	<u>3,825,359</u>	<u>4,425,855</u>	<u>865,141</u>	<u>538,137</u>
Revenue over (under) expenditures	(136,213)	(736,709)	(48,868)	(352,720)
Fund balance, beginning of year	1,689,836	1,689,836	1,689,836	1,975,601
Fund balance, end of period	<u>\$ 1,553,623</u>	<u>\$ 953,127</u>	<u>\$ 1,640,968</u>	<u>\$ 1,622,881</u>

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

<u>Assets</u>	<u>2016</u>	<u>2015</u>
Cash and investments	\$ 1,027,236	\$ 1,033,956
Total Assets	<u>\$ 1,027,236</u>	<u>\$ 1,033,956</u>
<u>Liabilities and Fund Balance</u>		
Accounts payable	\$ 666	\$ 1,888
Encumbrances	903,806	822,353
Assigned fund balance	122,764	209,715
Total Liabilities and Fund Balance	<u>\$ 1,027,236</u>	<u>\$ 1,033,956</u>

**Statement of Revenue, Expenses and Fund Balance
For the Six months ended June 30, 2016 and 2015**

	<u>2016 Amended Budget</u>	<u>2016 Year-to-Date Totals</u>	<u>2015 Year-to-Date Totals</u>
Revenue:			
Property Taxes	\$ 693,500	\$ 693,500	\$ 687,300
Landfill Siting	133,000	86,700	98,500
Investment Income	5,500	4,429	3,253
Local Road Improvement Aids	70,000	-	-
Refunds and Reimbursements	-	-	2,441
Transfer from General Fund	-	-	25,000
Total revenue	<u>902,000</u>	<u>784,629</u>	<u>816,494</u>
Expenditures:			
Street Reconstruction Program - Current Year	940,000	907,820	836,216
Street Reconstruction Program - Prior Year(s)	-	-	1,399
Total expenditures	<u>940,000</u>	<u>907,820</u>	<u>837,615</u>
Revenue over (under) expenditures	(38,000)	(123,191)	(21,121)
Fund balance, beginning of year	<u>245,955</u>	<u>245,955</u>	<u>230,836</u>
Fund balance, end of period	<u>\$ 207,955</u>	<u>\$ 122,764</u>	<u>\$ 209,715</u>

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

<u>Assets</u>	<u>2016</u>	<u>2015</u>
Cash and investments	\$ 3,860,248	\$ 3,454,058
Due From Debt Service Fund	-	-
Due From TID 3	275,000	850,000
Total Assets	<u>\$ 4,135,248</u>	<u>\$ 4,304,058</u>
 <u>Liabilities and Fund Balance</u>		
Accounts payable	\$ -	\$ -
Non-Spendable Fund Balance - Advances	275,000	850,000
Encumbrance	3,321	10,000
Assigned fund balance	3,856,927	3,444,058
Total Fund Balance	<u>4,131,927</u>	<u>4,294,058</u>
Total Liabilities and Fund Balance	<u>\$ 4,135,248</u>	<u>\$ 4,304,058</u>

**Comparative Statement of Revenue, Expenses and Fund Balance
For the Six months ended June 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	\$ 95,259	\$ 155,713	\$ 90,358
Impact Fee: Southwest Sewer Serv	-	-	-	2,928
Impact Fee: Administration	5,000	2,593	3,905	2,420
Impact Fee: Water	200,000	95,753	158,453	88,869
Impact Fee: Transportation	37,000	15,758	5,926	16,120
Impact Fee: Fire Protection	40,000	19,752	22,690	19,025
Impact Fee: Law Enforcement	73,000	35,956	42,142	35,246
Impact Fee: Library	55,000	29,685	43,661	25,134
Total Impact Fees	<u>585,000</u>	<u>294,756</u>	<u>432,490</u>	<u>280,100</u>
Investment Income	25,000	12,500	41,593	14,393
Interfund Interest Income	11,334	5,667	6,483	22,475
Total revenue	<u>621,334</u>	<u>312,923</u>	<u>480,566</u>	<u>316,968</u>
Expenditures:				
Other Professional Services	3,321	-	3,321	10,073
Transfer to Debt Service:				
Law Enforcement	205,006	50,945	21,681	25,061
Fire	42,958	27,472	37,637	37,137
Transportation	73,613	16,903	-	-
Library	134,040	49,229	10,481	13,048
Total Transfers to Debt Service	<u>455,617</u>	<u>144,549</u>	<u>69,799</u>	<u>75,246</u>
Transfer to Capital Improvement Fund:				
Park	420,953	1,550	127,172	107,930
Total Transfers to Capital Improve	<u>420,953</u>	<u>1,550</u>	<u>127,172</u>	<u>107,930</u>
Transfer to Water Utility	500,000	208,333	-	-
Total expenditures	<u>1,379,891</u>	<u>354,432</u>	<u>200,292</u>	<u>193,249</u>
Revenue over (under) expenditures	(758,557)	<u>(41,509)</u>	280,274	123,719
Fund balance, beginning of year	3,851,653		3,851,653	4,170,339
Fund balance, end of period	<u>\$ 3,093,096</u>		<u>\$ 4,131,927</u>	<u>\$ 4,294,058</u>

City of Franklin
Development Fund Financial Report
For the six months ended June 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.

City of Franklin

Summary of Impact Fee Activity
For the six months ended June 30, 2016

Cash Acct	4292	4293	4294	4295	4296	4297	4299	27:1100:1111	
Revenue Acct								-27:2000:2117	
Expenditure Acct									
	Parks Recreation	SW Sewer	Admin Fee	Water	Transportation	Fire Protection	Law Enforcement	Library	Net 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	0.00	(37,637.00)	(21,680.90)	(10,480.96)	(178,496.86)
	subtotal	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	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
Ending balance 12/31/2016	3,327,238.96	33,926.65	65,989.03	594,918.43	10,303.59	61,778.17	57,166.87	53,725.61	4,205,047.31
Number of Months	216.30	23.17	135.83	30.33	2.40	15.40	7.76	12.44	
2016 Impact Fees	155,713.00	0.00	3,905.00	158,453.00	5,926.00	22,690.00	42,142.00	43,661.00	432,490.00
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									
1 Debt service payments									
2 Oversizing payments made									
3 Transfer to Water Utility for Puetz Road Water Tower Project									
					0.00				

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

<u>Assets</u>	<u>2016</u>	<u>2015</u>
Cash and investments - Water	\$ 373,846	\$ 249,620
Cash and investments - Sewer	558,198	446,185
Special Assessment - Water Current	316,797	396,929
Special Assessment - Water Deferred	362,373	297,811
Special Assessment - Sewer Current	393,369	475,203
Special Assessment - Sewer Deferred	116,426	70,898
Reserve for Uncollectable	(110,090)	-
Total Assets	<u><u>\$ 2,010,919</u></u>	<u><u>\$ 1,936,646</u></u>
 <u>Liabilities and Fund Balance</u>		
Accounts payable	\$ -	\$ -
Unearned Revenue	1,078,875	1,240,841
Total Fund Balance	<u>932,044</u>	<u>695,805</u>
Total Liabilities and Fund Balance	<u><u>\$ 2,010,919</u></u>	<u><u>\$ 1,936,646</u></u>

**Comparative Statement of Revenue, Expenses and Fund Balance
For the Six months ended June 30, 2016 and 2015**

	<u>2016 Original Budget</u>	<u>2016 Year-to-Date Budget</u>	<u>2016 Year-to-Date Actual</u>	<u>2015 Year-to-Date Actual</u>
Revenue:				
Special Assessments				
Water	\$ 101,150	\$ 32,821	\$ 13,880	\$ -
Sewer	94,100	52,061	-	4,460
Connection Fees				
Water	4,100	3,098	-	2,069
Sewer	35,000	18,885	9,300	16,320
Total Impact Fees	<u>234,350</u>	<u>106,865</u>	<u>23,180</u>	<u>22,849</u>
Special Assessment Interest	58,000	22,594	81	(245)
Investment Income	1,650	825	1,780	770
Total revenue	<u>294,000</u>	<u>130,284</u>	<u>25,041</u>	<u>23,374</u>
 Transfer to Capital Improvement Fund:				
Water	250,000	-	-	-
Sewer	250,000	-	-	-
Total Transfers to Capital Improven	<u>500,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
 Revenue over (under) expenditures	 (206,000)	 130,284	 25,041	 23,374
Fund balance, beginning of year			<u>907,003</u>	<u>672,431</u>
Fund balance, end of period			<u><u>\$ 932,044</u></u>	<u><u>\$ 695,805</u></u>

City of Franklin
2016 Six Month Financial Report
Sanitary Sewer Fund

The six 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 \$127,795. Revenues are \$17,595 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 half are \$1,052,356 which is \$49,294 less than the budget.

Other operating expenditures, not including MMSD charges, are \$51,304 less than the budgeted levels. Sewer improvements totaling \$43,639 were expensed in the second quarter.

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 \$73,792.

Sewer Infrastructure Funding Sources

In May, 2013, the Common Council adopted Ordinance 2013-2105 to create the Southwest Sewer District and provide for the extension of and cost recovery of public sanitary sewer within the service area served by the Ryan Creek Interceptor public sanitary sewer. An Impact fee was established at \$2,928 for a residential unit with an additional \$1,464 for each additional unit. Through June 30, 2016 \$32,208 has been collected. There have been 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 \$9,300 and funds on hand at June 30, 2016 totaled \$558,198.

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

	2016	2015
<u>Assets</u>		
Current assets:		
Cash and investments	\$ 785,410	\$ 1,470,414
Accounts receivable	931,370	958,256
Due from Franklin Water Utility	12,080	138,244
Miscellaneous receivable	279,785	7,258
Prepaid expenses	2,319	-
Total current assets	2,010,964	2,574,172
Non current assets:		
Due from MMSD	23,780,810	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	813,942	776,906
Construction in progress	34,202	676,431
	58,865,211	57,548,388
Less accumulated depreciation	(14,576,119)	(13,874,045)
Net sanitary sewer plant in service	44,289,092	43,674,343
Deferred assets:		
Pension assets	80,922	-
Total Assets	\$ 70,161,788	\$ 71,555,781
<u>Liabilities and Net Assets</u>		
Current liabilities:		
Accounts payable	\$ 556,716	\$ 558,340
Accrued liabilities	31,757	55,948
Due to Franklin Water Utility	2,736	12,630
Due to General Fund - non-interest bearing	2,290,408	2,295,042
Total current liabilities	2,881,617	2,921,960
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	24,257,284	25,340,545
Net Assets:		
Invested in capital assets, net of related debt	44,289,092	43,674,343
Sewer equipment replacement	356,106	313,558
Retained earnings	1,259,306	2,227,335
Total net assets	45,904,504	46,215,236
Total Liabilities and Net Assets	\$ 70,161,788	\$ 71,555,781

City of Franklin
Sanitary Sewer Fund
Statement of Revenue, Expenditures,
and Changes in Net Assets
For the Six months ended June 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	\$ 1,011,621	\$ 893,422	\$ 934,534
Commercial	467,000	239,822	229,545	228,581
Industrial	420,000	217,893	204,948	204,760
Public Authority	140,000	73,154	72,831	66,226
Penalties/Other	32,000	9,880	11,360	10,900
Multi Family	420,000	210,000	222,469	207,169
Total Operating Revenue	<u>3,378,800</u>	<u>1,762,370</u>	<u>1,634,575</u>	<u>1,652,170</u>
Operating Expenditures				
Salaries and benefits	\$ 454,927	\$ 219,039	\$ 223,989	\$ 232,069
Contractual services	127,500	85,150	74,832	75,424
Supplies	103,600	51,800	29,523	31,162
Facility charges	70,900	37,594	33,647	15,112
Shared meter costs	4,800	2,400	-	-
Sewer service - MMSD	2,203,300	1,101,650	1,052,356	1,036,157
Other operating costs	30,336	16,123	8,969	11,684
Allocated expenses	113,500	56,750	61,235	57,221
Sewer improvements	170,000	58,332	43,639	21,961
Depreciation	106,100	53,050	53,100	34,800
Total operating expenditures	<u>3,384,963</u>	<u>1,681,888</u>	<u>1,581,290</u>	<u>1,515,590</u>
Operating Income (Loss)	(6,163)	80,482	53,285	136,580
Non-Operating Revenue (Expenditures)				
Miscellaneous income	-	-	1,285	3,987
Investment income	541,193	270,596	277,523	304,748
Interest expense	(536,193)	(268,096)	(275,218)	(289,119)
Total non-operating revenue (expenditures)	<u>5,000</u>	<u>2,500</u>	<u>3,590</u>	<u>19,616</u>
Income (Loss) before Capital Contributions	<u>(1,163)</u>	<u>82,982</u>	<u>56,875</u>	<u>156,196</u>
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)	(657,150)	20,722	(479,768)
Retained Earnings- Ending	<u>222,352</u>	<u>963,647</u>	<u>1,615,412</u>	<u>2,540,893</u>
Capital Contributions	600,000	150,000	-	-
Depreciation - CIAC	(598,000)	(299,000)	(299,100)	(295,800)
Transfer (to) from Retained Earnings	1,314,300	657,150	(20,722)	479,768
Change in Net Investment in Capital Assets	1,316,300	508,150	(319,822)	183,968
Net Investment in Capital Assets-Beginning	44,608,914	44,608,914	44,608,914	43,490,375
Net Investment in Capital Assets-Ending	<u>45,925,214</u>	<u>45,117,064</u>	<u>44,289,092</u>	<u>43,674,343</u>
Total net assets	<u>\$ 46,147,566</u>	<u>\$ 46,080,711</u>	<u>\$ 45,904,504</u>	<u>\$ 46,215,236</u>

**City of Franklin
Sanitary Sewer Fund
Statement of Cash Flows
For the Six months ended June 30, 2016 and 2015**

	<u>2016</u>	<u>2015</u>
Cash Flows from Operating Activities		
Operating income (loss)	\$ 53,285	\$ 136,580
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation	53,100	34,800
(Increase) decrease in assets:		
Accounts receivable	(67,607)	228,453
Taxes receivable	124,633	110,305
Due from other funds	76,976	(64,858)
Due from MMSD & Other Governments		
Prepaid expenses	2,109	-
Increase (decrease) in liabilities:		
Accounts payable	(32,502)	(264,764)
Accrued expenses	(18,817)	17,301
Due to other funds	(47,294)	2,420
Due to general fund	-	53
Total Adjustments	<u>90,598</u>	<u>63,710</u>
Net Cash Provided by Operating Activities	<u>\$ 143,883</u>	<u>\$ 200,290</u>
 Cash Flows From Capital & Related Financing Activities		
Due from MMSD & Other Governments	1,531,089	748,664
Notes payable	(1,157,048)	(1,129,246)
Acquisition of capital assets	(32,378)	(514,568)
Net Cash Provided (Used) in Capital and Financing Activities	<u>341,663</u>	<u>(895,150)</u>
 Cash Flows from Investing Activities		
Interest and other income	278,808	308,735
Interest exepense	<u>(275,218)</u>	<u>(289,119)</u>
Net Change in Cash and Cash Equivalents	489,136	(675,244)
Cash and Cash Equivalents, beginning of period	296,274	2,145,658
Cash and Cash Equivalents, end of period	<u>\$ 785,410</u>	<u>\$ 1,470,414</u>

Franklin Municipal Water Utility
Notes to the Financial Statements
For the six months ending June 30, 2016 and 2015

¹ Operating revenue exceeded budget at June 30, 2016. Actual second 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 approximate budget for the first half of the year.

Estimated purchased water includes a 22% provision for lost water, but is still lower than budget.

The cost of the search for leaks in mains and services pushed the transmission and distribution costs \$34,000 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 June 30, 2016 total \$373,847.

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 \$158,453.

Water Impact fees on hand at June 30, 2016 total approximately \$592,500.

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

Assets	<u>2016</u>	<u>2015</u>
Current Assets:		
Cash and investments	\$ 670,021	\$ 1,908,305
Accounts receivable	1,547,609	1,485,301
Taxes receivable	-	79,335
Due from City of Franklin	6,368	17,452
Prepaid expenses	2,319	-
Total current assets	<u>2,226,317</u>	<u>3,490,393</u>
Utility plant in service:		
Land	162,885	162,885
Buildings and improvements	3,369,172	1,812,979
Construction in Progress	36,654	715,243
Improvements other than buildings	54,748,756	53,950,783
Machinery and equipment	4,446,690	4,404,110
	<u>62,764,157</u>	<u>61,046,000</u>
Less accumulated depreciation	<u>17,726,192</u>	<u>15,891,474</u>
Net utility plant in service	<u>45,037,965</u>	<u>45,154,526</u>
Deferred Assets:		
Pension Assets	148,355	-
Deferred Costs	368,723	-
Total deferred assets	<u>517,078</u>	<u>-</u>
Total Assets	<u><u>\$ 47,781,360</u></u>	<u><u>\$ 48,644,919</u></u>
Liabilities and Net Assets		
Liabilities:		
Accounts payable	\$ 78,729	\$ 64,128
Accrued liabilities	808,752	934,540
Due to City of Franklin	30,497	85,901
Pension liability	212,661	-
Compensated absences reserve	67,229	61,309
Bond Payable	1,167,320	1,221,494
Total liabilities	<u>2,365,188</u>	<u>2,367,372</u>
Net Assets		
Invested in capital assets, net of related debt	45,406,688	45,154,526
Retained earnings	9,484	1,123,021
Total net assets	<u>45,416,172</u>	<u>46,277,547</u>
Total Liabilities and Net Assets	<u><u>\$ 47,781,360</u></u>	<u><u>\$ 48,644,919</u></u>

Franklin Municipal Water Utility
Comparative Statement of Revenue, Expenditures,
and Changes in Net Assets
For the six months ending June 30, 2016 and 2015

Operating Revenue	2016	2015
Total metered sales	2,325,895	2,272,743
Fire protection	324,864	325,616
Forfeited discounts, penalties and other	19,364	16,229
Total Operating Revenue	2,670,123	2,614,588
Operating Expenditures		
Operation and maintenance expenses:		
Source of supply	1,437,495	1,386,656
Pumping	56,496	66,905
Water treatment	1,404	1,952
Transmission and distribution	222,376	151,899
Customers' accounts	21,745	21,704
Administrative and general	245,290	172,854
Total operation and maintenance expenses	1,984,806	1,801,970
Depreciation	193,500	169,200
Amortization and Pension Expenses	65,334	
Taxes	561,241	562,247
Total Operating Expenditures	2,804,881	2,533,417
Operating Income (Loss)	(134,758)	81,171
Non-Operating Revenue (Expenses)		
Sundry	27,790	43,533
Interest on investments	1,217	2,244
Interest on long term debt	(17,694)	(7,607)
Depreciation - CIAC	(385,200)	(383,400)
Total Non-Operating Revenue (Expenses)	(373,887)	(345,230)
Income before Capital Contributions	(508,645)	(264,059)
Capital Contributions-Developer & Municipality	-	-
Net change in net assets	(508,645)	(264,059)
Net Assets, beginning of period	45,924,817	46,541,606
Net Assets, end of period	\$ 45,416,172	\$46,277,547

Franklin Municipal Water Utility
Comparative Statement of Cash Flows
For the six months ending June 30, 2016 and 2015

	2016	2015
Cash Flows from Operating Activities		
Operating income (loss)	\$ (134,758)	\$ 81,171
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation & Amortization	258,834	169,200
(Increase) decrease in assets:		
Accounts receivable	(240,375)	(206,653)
Due from other funds	104,024	(1,408)
Taxes receivable	167,052	110,542
Prepaid expenses	4,039	-
Increase (decrease) in liabilities:		
Accounts payable	(751,472)	(746,800)
Accrued expenses	775,391	718,000
Due to other funds	(155,839)	27,622
Customer deposits	-	(100)
Total Adjustments	161,654	70,403
Net Cash Provided (Used) by Operating Activities	26,896	151,574
 Cash Flows From Capital & Related Financing Activities		
Acquisition of capital assets	(141,553)	(630,244)
Interest paid on long term debt	(17,693)	(7,607)
Principal on long term debt	(55,000)	(55,000)
Net Cash Provided (Used) in Capital and Financing Activities	(214,246)	(692,851)
 Cash Flows from Investing Activities		
Interest, property rental & other income	29,007	45,777
Net Change in Cash and Cash Equivalents	(158,343)	(495,500)
Cash and Cash Equivalents, beginning of period	828,364	2,403,805
Cash and Cash Equivalents, end of period	\$ 670,021	\$ 1,908,305

Franklin Municipal Water Utility
Detailed Statement of Revenue, Expenditures
and Changes in Net Assets
For the six months ending June 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	\$ 1,396,652	\$ 1,329,512	\$ 1,284,214
Metered Sales-Commercial	797,000	385,751	291,299	319,947
Metered Sales-Industrial	403,300	199,504	219,987	187,916
Other Sales to Public Authority	292,800	147,760	128,092	124,260
Metered Sales-Multifamily	784,100	392,050	327,553	325,527
Metered Sales-Irrigation	24,000	12,000	29,452	30,879
Total Metered Sales	5,265,300	2,533,716	2,325,895	2,272,743
Unmetered Sales	5,000	1,644	3,173	660
Private Fire Protection	124,100	66,936	61,138	60,251
Public Fire Protection	540,100	279,383	263,726	265,365
Forfeited Discount	51,500	15,483	16,191	15,569
Total Operating Revenue	\$ 5,986,000	\$ 2,897,162	\$ 2,670,123	\$ 2,614,588
Operating Expenditures				
Operation and maintenance expense				
Source of Supply-Oper Labor	\$ 1,600	\$ 770	\$ 109	\$ 65
Operations Supplies & Expense	20,135	9,255	6,920	4,158
Wholesale Water	3,085,800	1,542,900	1,430,466	1,382,433
Maint of Water Source plant	5,000	2,214	-	-
Source of Supply	3,112,535	1,555,139	1,437,495	1,386,656
Pumping-Fuel	58,758	28,567	19,494	21,828
Pumping-Operations Labor	73,000	35,148	36,278	40,581
Pumping-Main Labor Pumping	2,000	963	73	1,171
Pumping-Main Expense Pumping	17,000	8,185	651	3,325
Pumping	150,758	72,863	56,496	66,905
Water Treat Chemicals	600	243	-	139
Water Treat Operation Labor	580	279	-	-
Water Treat Tests	15,000	6,579	1,404	1,448
Water Treat Maint Labor	500	241	-	98
Water Treat Maint Expenses	600	300	-	267
Water Treatment	17,280	7,643	1,404	1,952
Storage Software Maintenance	13,500	4,405	841	5,453
Trans & Distr Labor	35,961	17,315	7,724	13,162
Trans & distr Supp Exp	25,000	10,375	9,439	5,758
Trans & Distr Safety Supplies & Expense	4,000	557	1,289	335
Maint Labor-Distr Reservoir	10,000	4,815	53	179
Maint Expenses-Distr Reservoir	4,800	604	3,807	1,379
Maintenance Labor-Mains	17,300	8,330	4,269	6,364
Maintenance Expense-Mains	58,000	21,885	81,497	14,894
Locating Labor-Mains	12,500	6,019	5,308	5,230
Maint Labor-Services	24,000	11,556	11,783	11,552
Maint Expense-Services	80,000	34,786	44,751	23,772
Locating Labor-Services	12,500	6,019	6,211	5,125
Maint Labor-Meters	22,600	10,882	19,320	14,629
Maint Expenses-Meters	4,000	1,996	60	1,102
Maint Labor-Hydrants	32,000	15,407	8,298	17,089
Maint Expenses-Hydrants	55,000	14,694	1,157	5,219
Maint Labor-Plant	12,700	6,115	16,569	16,990
Maint Expenses-Plant	17,200	12,538	-	3,667
Transmission & Distribution	441,061	188,295	222,376	151,899

Franklin Municipal Water Utility
Detailed Statement of Revenue, Expenditures
and Changes in Net Assets
For the six months ending June 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	4,256	1,646	978
Acct & Collection Labor	24,991	12,033	4,820	4,785
Acctg & Coll Payroll Exp	14,375	6,921	6,600	6,570
Supplies & Expense	8,200	4,100	4,817	4,057
Bank Fees	10,200	5,261	4,407	4,490
Uncollectible Accounts	2,500	1,303	(545)	824
Customer Accounts	69,106	33,874	21,745	21,704
Admin & General Payroll Exp	47,585	22,911	24,360	24,360
Office Supplies	1,800	900	458	357
Conferences/Dues/Subscriptions	6,500	3,251	3,453	1,495
Mileage	1,000	736	114	193
Outside Services	201,960	104,235	89,345	26,412
Insurance	25,400	9,237	12,690	12,480
Employee Leave Time & Benefits	184,101	88,641	96,962	97,441
Regulatory Commision Exp	7,250	142	5,130	-
Misc General Expense	1,000	28	18	-
Maintenance of General Plant	14,000	5,918	4,972	9,260
Transportation Expenses	22,500	10,872	7,788	856
Administrative and general	513,096	246,871	245,290	172,854
Total Operation and Maintenance Expenditures	4,303,836	2,104,685	1,984,806	1,801,970
Depreciation	386,850	197,891	193,500	169,200
Taxes-Property Tax Equivalent	1,100,000	553,444	550,200	550,200
Amortization	-	-	65,334	-
Taxes-FICA	25,719	12,049	11,041	12,047
Total Operating Expenditures	5,816,405	2,868,069	2,804,881	2,533,417
Operating Income	\$ 169,595	\$ 29,093	\$ (134,758)	\$ 81,171
Non-Operating Revenue (Expenditures)				
Interest Income	-	-	1,217	2,244
Misc Revenue	2,000	404	980	1,216
Interest on LTD	(34,138)	(17,069)	(17,694)	(7,607)
Water Property Rent	54,800	29,272	26,485	39,304
Other Water Revenue	3,000	1,695	325	3,013
Total non-operating revenue	25,662	14,301	11,313	38,170
Income before capital contributions	\$ 195,257	\$ 43,394	\$ (123,445)	\$ 119,341
Retained earnings - beginning	449,705	449,705	449,705	1,464,724
Transfer (to) from invested in capital assets	(1,735,680)	(867,840)	(316,776)	(461,044)
Retained earnings - ending	\$ (1,090,718)	\$ (374,741)	\$ 9,484	\$ 1,123,021
Capital contributions	750,000	-	-	-
Depreciation - CIAC	(770,400)	(385,200)	(385,200)	(383,400)
Transfer (to) from retained earnings	1,735,680	867,840	316,776	461,044
Change in net investment	(466,156)	(1,134,682)	(68,424)	77,644
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	\$ 44,340,430	\$ 45,406,688	\$ 45,154,526
Total net assets	\$ 43,918,238	\$ 43,965,689	\$ 45,416,172	\$ 46,277,547

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

<u>Assets</u>	<u>2016</u>	<u>2015</u>
Cash and investments	\$ 3,212,850	\$ 2,787,115
Accounts receivable	743	12,561
Interfund advance receivable	275,000	1,088,000
Prepaid expenses	57,500	57,500
Total Assets	\$ 3,546,093	\$ 3,945,176
<u>Liabilities and Net Assets</u>		
Accounts payable	\$ -	\$ 36,868
Claims payable	270,500	370,500
Unrestricted net assets	3,275,593	3,537,808
Total Liabilities and Fund Balance	\$ 3,546,093	\$ 3,945,176

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

<u>Revenue</u>	<u>2016 Budget</u>	<u>2016 Year-to-Date Budget</u>	<u>2016 Year-to-Date Actual</u>	<u>2015 Year-to-Date Actual</u>
Medical Premiums-City	\$ 2,419,184	1,222,539	\$ 1,241,195	\$ 1,298,160
Medical Premiums-Employee	384,955	192,983	207,261	209,754
Other - Investment income, etc.	56,004	28,002	43,749	37,424
Medical Revenue	<u>2,860,143</u>	<u>1,443,524</u>	<u>1,492,205</u>	<u>1,545,338</u>
Dental Premiums-City	112,600	47,832	53,502	52,650
Dental Premiums-Retirees	5,750	2,899	2,592	2,592
Dental Premiums-Employee	55,150	42,150	28,092	26,814
Dental Revenue	<u>173,500</u>	<u>92,881</u>	<u>84,186</u>	<u>82,056</u>
Total Revenue	3,033,643	1,536,405	1,576,391	1,627,394
Expenditures:				
Active Employees-Medical				
Medical claims - Current Year	2,275,000	889,468	808,765	663,704
Excess claims	600,000	234,585	-	-
Medical claims - Prior Year	-	-	251,951	194,432
Prescription drug claims	-	-	147,019	159,781
Refunds-Stop Loss Coverage	-	-	3,376	(11,697)
Total Claims-Actives	<u>2,875,000</u>	<u>1,124,053</u>	<u>1,211,111</u>	<u>1,006,220</u>
Medical Claim Fees	215,000	110,143	91,467	83,502
Memberships	-	-	3,120	3,180
Miscellaneous Wellness	18,876	5,064	9,836	7,922
Section 125 administration Fee	6,200	3,066	(227)	(1,156)
Stop Loss Premiums	675,000	348,985	324,260	305,320
ACA Fees	70,000	70,000	24,762	35,203
Total Medical Costs-Actives	<u>3,860,076</u>	<u>1,661,311</u>	<u>1,664,329</u>	<u>1,440,191</u>
Active Employees-Dental				
Dental claims - Current Year	150,000	70,573	73,178	72,980
Dental claims - Prior Year	2,000	1,948	12,260	9,846
Dental Claim Fees	12,000	6,119	6,110	4,568
Total Dental Costs-Actives	<u>164,000</u>	<u>78,640</u>	<u>91,548</u>	<u>87,394</u>
Retirees-Dental				
Dental claims - Current Year	5,200	2,205	6,042	1,456
Dental claims - Prior Year	900	672	668	627
Dental Claim Fees	200	109	93	89
Total Dental Costs-Retirees	<u>6,300</u>	<u>2,986</u>	<u>6,803</u>	<u>2,172</u>
Total Dental Costs	<u>170,300</u>	<u>81,626</u>	<u>98,351</u>	<u>89,566</u>
Total Expenditures	4,030,376	1,742,937	1,762,680	1,529,757
Revenue over (under) expenditures	(996,733)	<u>\$ (206,532)</u>	(186,289)	97,637
Net assets, beginning of year	<u>3,461,882</u>		<u>3,461,882</u>	<u>3,440,171</u>
Net assets, end of period	\$ 2,465,149		\$ 3,275,593	\$ 3,537,808

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

<u>Assets</u>	<u>2016</u>	<u>2015</u>
Cash and investments	\$ -	\$ -
Investments held in trust - Fixed Inc	1,301,335	1,180,723
Investments held in trust - Equities	3,536,696	3,598,128
Accounts receivable	14,077	17,763
Due from Water Utility	-	-
Total Assets	<u>\$ 4,852,108</u>	<u>\$ 4,796,614</u>
<u>Liabilities and Net Assets</u>		
Accounts payable	\$ -	\$ 20,255
Claims payable	45,000	57,482
Due to City	169,781	103,194
Net assets held in trust for post emp	4,637,327	4,615,683
Total Liabilities and Fund Balance	<u>\$ 4,852,108</u>	<u>\$ 4,796,614</u>

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

<u>Revenue</u>	<u>2016</u> <u>Year-to-Date</u> <u>Actual</u>	<u>2015</u> <u>Year-to-Date</u> <u>Actual</u>
ARC Medical Charges - City	\$ 116,813	\$ 93,710
Medical Charges - Retirees	62,700	62,751
Implicit Rate Subsidy	14,024	92,986
Interest Income	-	-
Medical Revenue	<u>193,537</u>	<u>249,447</u>
Expenditures:		
Retirees-Medical		
Medical claims - Current Year	63,283	220,374
Medical claims - Prior Year	33,289	25,026
Prescription drug claims	46,165	43,171
Refunds-Stop Loss Coverage	2,777	(68,124)
Total Claims-Retirees	<u>145,514</u>	<u>220,447</u>
Medical Claim Fees	8,342	4,224
Stop Loss Premiums	37,412	21,520
Miscellaneous Expense	255	225
ACA Fees	2,014	3,031
Total Medical Costs-Retirees	<u>193,537</u>	<u>249,447</u>
 Revenue over (under) expenditures	 -	 -
 Annual Required Contribution-Net	 (9,802)	 98,574
Other - Investment Income, etc.	129,144	98,870
Total Revenues	<u>119,342</u>	<u>197,444</u>
 Net Revenues (Expenditures)	 119,342	 197,444
 Net assets, beginning of year	 <u>4,517,985</u>	 <u>4,418,239</u>
 Net assets, end of period	 <u>\$ 4,637,327</u>	 <u>\$ 4,615,683</u>

**City of Franklin
Park Commission
Statement of Revenue and Expenses
For the Six months ended June 30, 2016**

	2016 Adopted Budget	2016 Year-to-Date Budget	Current Year-to-Date Totals	2015 Year-to-Date Totals
General Fund Operating Expenses:				
Personal Services	\$ 118,261	\$ 61,210	\$ 56,056	\$ 54,336
Park Maintenance	16,000	5,961	6,885	6,979
Uniforms	250	112	-	20
Allocated insurance	4,900	2,526	2,450	2,450
Mileage	500	109	357	66
Utilities	8,000	3,295	2,906	2,213
Total Operating Fund Expenses	\$ 147,911	\$ 73,213	\$ 68,654	\$ 66,064
Capital Outlay Fund Expenses:				
Landscaping-Park/Tree Maint	\$ 1,000	\$ 500	\$ 112	\$ 300
Park Improvements-Development	2,169	-	2,169	1,348
Park Equipment & Supplies	28,000	4,447	3,772	46
Total Capital Outlay Expenditures	\$ 31,169	\$ 4,947	\$ 6,053	\$ 1,694
Development Fund Expenses:				
Appraisal services	\$ -	\$ -	\$ -	\$ -
Transfer to Capital Improvement Fund	420,953	28,280	127,172	107,930
Total Capital Improvement Expenditures	420,953	28,280	127,172	107,930
Capital Improvement Fund Expenses:				
General Park Development	\$ 892,209	\$ 446,105	\$ -	\$ -
Equipment Kayla's Playground	24,280	-	25,160	-
Franklin Historical Society Barn	20,000	-	-	-
Pleasant View Park - Improvements	-	-	-	50,134
Kayla's Playground - Franklin Woods	150,941	-	135,755	259,280
Pedestrian Walkway - College Ave 27 to 35	359,100	175,000	128,110	-
Pleasant View/Victory Creek Trail	37,000	-	27,600	-
Southbrook Trail	4,463	-	4,463	-
Playground Equipment-Neighborhood Parks	-	-	-	50,000
Ernie Lake Park - Park Equipment	-	-	-	5,980
Kayla's Playground - Park Equipment & Supp	-	-	339	-
River Park Trail Bridge	103,631	-	103,631	-
Total Capital Improvement Expenditures	1,591,624	621,105	425,058	365,394
Less Impact Fees Transfer	-	-	-	-
Amount Due From Impact Fees	\$ 1,591,624	\$ 621,105	\$ 425,058	\$ 365,394

07/20/2016

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS FOR CITY OF FRANKLIN
Period Ending 06/30/2016

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 CELEBRATIO NS FUND	TOTAL
REVENUES								
INTERGOVERNMENTAL	\$ -	\$ -	\$ -	(79) \$	\$ -	\$ -	\$ -	(79)
LICENSES & PERMITS	-	-	5,230	-	-	-	-	5,230
CHARGES FOR SERVICES	4,250	-	-	-	-	-	-	4,250
MISCELLANEOUS REVENUE	51,531	-	-	1,050	-	53,611	15,225	121,418
INVESTMENT EARNINGS	56	-	-	179	-	-	-	235
Total Revenues	55,838	-	5,230	1,150	-	53,611	15,225	131,055
EXPENDITURES								
UNCLASSIFIED	-	-	-	25,138	-	-	-	25,138
PUBLIC SAFETY	-	2,591	-	-	-	12,061	-	14,652
HEALTH & HUMAN SERVICES	-	-	-	-	-	507	-	507
CULTURE & RECREATION	28,895	-	1,315	-	-	(141)	66,079	96,147
Total Expenditures	28,895	2,591	1,315	25,138	-	12,427	66,079	136,444
Excess (deficiency) of Revenues vs. Expenditures	57,790	5,182	2,629	50,275	-	24,854	132,158	272,889
OTHER FINANCING USES								
CAPITAL OUTLAY	18,135	-	-	-	16,465	2,413	-	37,014
Total OTHER FINANCING USES	18,135	-	-	-	16,465	2,413	-	37,014
Net Change in Fund Balance	8,808	(2,591)	3,915	(23,988)	(16,465)	38,771	(50,854)	(42,403)
Fund Balance - Beginning:	117,024	13,583	(12,712)	148,694	(2,275)	133,678	47,736	445,730
Fund Balance - Ending:	125,832	10,992	(8,796)	124,707	(18,740)	172,449	(3,119)	403,326

7/20/2016

Findata: Qtrprt Minor Funds 2Q16