

CITY OF FRANKLIN DEBT SERVICE FUND

The Debt Service Fund of the City is used to account for the payment of debt service on all general obligation debt issued for City purposes. Payments on general obligation debt issued for general government purposes are funded by the following sources:

- Property tax levy for general City projects (for example, City facilities, such as the Police or Library facility, or non-assessable infrastructure project costs)
- Special assessment collections, for public improvement projects financed with general obligation debt where the property owner is assessed the pro-rata share of the project cost in accordance with City policy, ordinances and state statutes.
- Impact fees collected for the purpose of paying toward new facilities after those facilities were completed.
- Repayment of principal and interest on any City debt issued that is advanced to TIF Districts.

Over the last decade, the net general bonded debt level for City purposes has generally declined from a low of \$5,321,255 at December 31, 2013 to a high of \$19,426,458 at December 31, 2005.

As shown on the accompanying schedule of debt maturities, the general obligation debt for City purposes outstanding at December 31, 2015 will be \$9,010,000. When you combine that amount with the \$22,357,276 outstanding of Sewer Fund debt and the \$1,235,000 of General Obligation Water Bonds the total outstanding general obligation debt outstanding will be \$32,602,276.

The Sewer fund issued \$24,588,635 of General Obligation debt in 2012 for construction of the Ryan Creek Interceptor Sewer. That project was completed in 2013. This debt is to be repaid by MMSD by an intergovernmental agreement. The City will fund the principal and interest payments through 2014, with that portion repaid by MMSD in 2017.

Total debt represents about 21% of the City's legal debt limit per Wisconsin Statutes (5% of equalized property value). Over the past decade, the ratio of net general bonded debt to assessed value has ranged from a high of 1.44% in 2008 to a low of 0.88% in 2011. The ratio of total debt to equalized value at December 31, 2015 will be about 1.05%. The City adopted a debt policy (2008-6481) in June, 2008 which further restricts debt limits to 40% of the legal debt limit. As of December 31, 2014, that limit was \$71,793,882. Thus approximately 55% of the available debt, by policy is available.

In 2014 \$6,610,000 in new General Obligation debt was issued. \$1.990 million for Capital Improvement projects, \$3.330 million for TID 3 (to finance the S 27th Street projects) and \$1.29 million to finance the Water & Waste Water Facility.

Historically the city has planned to issue debt every other year, however the last issue prior to 2014 was in 2008. Starting in 2016, future debt issuance is forecast at \$2.0 million every other year and is anticipated to pay for public improvement projects as growth occurs in the community. Any new debt for projects presently contemplated for public improvement projects will be partially offset by the repayment of debt currently outstanding that is scheduled for repayment during the period.

CITY OF FRANKLIN, WI
DEBT SERVICE FUND 31

GL NUMBER	DESCRIPTION	2013 ACTIVITY	2014 ACTIVITY	2015 ORIGINAL BUDGET	2015 AMENDED BUDGET	2015 PROJECTED ACTIVITY	2016 ADOPTED BUDGET
REAL ESTATE TAXES							
31-0000-4011	GENERAL PROPERTY TAX	1,650,000	1,600,000	1,600,000	1,600,000	1,600,000	1,500,000
INTEREST & INV INCOME							
31-0000-4711	INTEREST ON INVESTMENTS		76				
TRANSFERS - IN							
31-0000-4835	TRSFER FROM SPEC ASSMTS FD51		150,763	210,926	210,926	96,029	
31-0000-4839	TSFR FR DEVELPMT-IMPACT FD27	366,276	226,811	206,000	206,000	206,000	205,000
TOTAL TRANSFERS - IN		366,276	377,574	416,926	416,926	302,029	205,000
UNCLASSIFIED							
31-0000-4913	BOND & NOTE PREMIUM		66,747				
TOTAL REVENUE		2,016,276	2,044,397	2,016,926	2,016,926	1,902,029	1,705,000
PRINCIPAL							
31-0000-5611.8016	PRINCIPAL- G.O.10000-2007	620,000	570,000	520,000	520,000	520,000	1,200,000
31-0000-5611.8018	PRINCIPAL 2014 GO NOTES 12/2014			50,000	75,000	75,000	100,000
TOTAL PRINCIPAL PAYMENTS		620,000	570,000	570,000	595,000	595,000	1,300,000
INTEREST EXP							
31-0000-5621	INTEREST	322,810	300,200	368,365	343,365	311,762	291,298
INTERFUND INTEREST EXP							
31-0998-5621	INTERFUND INTEREST	86,570	45,444	3,561	3,561	24,308	
TOTAL EXPENDITURES		1,029,380	915,644	941,926	941,926	931,070	1,591,298
NET REVENUE (EXPENDITURES)		986,896	1,128,753	1,075,000	1,075,000	970,959	113,702
BEGINNING FUND BALANCE		(3,086,608)	(2,099,712)	(970,959)	(970,959)	(970,959)	0
ENDING FUND BALANCE		(2,099,712)	(970,959)	104,041	104,041	0	113,702

**City of Franklin
General Obligation Debt Maturities**

Borrowing Date	Purpose of borrowing, amount, interest rate	Payment Dates	Balance 12/31/2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
03/01/12	Line of Credit Loan	2/1	-	-	-	-	-	-	(415,000)	415,000	-	-	-
	PRINCIPAL	Quarterly								16,600			
	INTEREST @3.9%												
01/01/07	Advance Refunding-4/2001 Bonds												
	PRINCIPAL \$9,925,000	3/1	7,095,000	1,200,000	1,190,000	1,180,000	1,200,000	1,140,000	1,185,000				
	INTEREST @3.8%	3/1, 9/1		246,810	201,400	156,370	111,150	66,690	22,515				
	Callable March 1, 2016												
2014	PRINCIPAL 1,990,000	3/1	1,915,000	100,000	145,000	155,000	165,000	180,000	180,000	335,000	330,000	325,000	0
	INTEREST @2.0 - 3.0%	3/1, 9/1		44,488	41,313	36,813	32,838	29,163	25,113	19,319	11,838	4,063	0
	Callable March 1, 2021												
2016	PRINCIPAL 1,000,000	3/1		0	25,000	50,000	75,000	75,000	100,000	125,000	150,000	200,000	200,000
	INTEREST @4.5 - 5.0%	3/1, 9/1		0	44,437	43,212	40,825	37,763	34,075	29,063	22,800	14,600	5,000
2018	PRINCIPAL 2,000,000	3/1				0	50,000	100,000	150,000	150,000	200,000	250,000	300,000
	INTEREST @4.5 - 5.0%	3/1, 9/1				0	88,875	86,425	81,650	75,525	68,150	58,125	45,600
2020	PRINCIPAL 2,000,000	3/1						0	50,000	100,000	150,000	150,000	200,000
	INTEREST @4.5 - 5.0%	3/1, 9/1						0	88,875	86,425	81,650	75,525	68,150
2022	PRINCIPAL 2,000,000	3/1								0	50,000	100,000	150,000
	INTEREST @4.5 - 5.0%	3/1, 9/1								0	88,875	86,425	81,650
Population 35,800	PRINCIPAL TOTAL	Per Capita	9,010,000	1,300,000	1,360,000	1,385,000	1,490,000	1,495,000	1,250,000	1,125,000	880,000	1,025,000	850,000
	INTEREST TOTAL	\$252		291,298	287,150	236,395	273,688	220,041	252,228	226,932	273,313	238,738	200,400
	Total City Debt Service			1,591,298	1,647,150	1,621,395	1,763,688	1,715,041	1,502,228	1,351,932	1,153,313	1,263,738	1,050,400
	Less:												
	Impact fee shortfall		1,824,000	250,000	250,000	250,000	224,000	225,000	200,000	175,000	150,000	100,000	-
	Transfer from Impact Fees - Police		(2,255,000)	(205,000)	(205,000)	(205,000)	(205,000)	(205,000)	(205,000)	(205,000)	(205,000)	(205,000)	(205,000)
	Transfer from Impact Fees - Drexel Ave		(1,091,000)	(73,000)	(73,000)	(73,000)	(73,000)	(73,000)	(73,000)	(73,000)	(73,000)	(73,000)	(73,000)
	Transfer from Impact Fees - Fire #3		(419,000)	(43,000)	(43,000)	(43,000)	(42,900)	(42,900)	(42,900)	(42,900)	(43,000)	(43,000)	(32,400)
	Transfer from Impact Fees - Library		(1,300,000)	(134,000)	(134,000)	(134,000)	(134,000)	(134,000)	(134,000)	(134,000)	(134,000)	(134,000)	(94,000)
	Total Impact Fees			(205,000)	(205,000)	(205,000)	(230,900)	(229,900)	(254,900)	(279,900)	(305,000)	(355,000)	(404,400)
	Add to (Use of) Fund Balance		0	113,702	(42,150)	(16,395)	(55,157)	(77,631)	(47,328)	(72,032)	(48,313)	(108,738)	(46,000)
	Estimated special assessments		(585,183)	(91,298)	(247,150)	(221,395)	(363,688)	(415,041)	(302,228)	(351,932)	(353,313)	(463,738)	(450,400)
	NET TAX LEVY IMPACT Per Capita \$42			\$1,500,000	\$1,400,000	\$1,400,000	\$1,400,000	\$1,300,000	\$1,200,000	\$1,000,000	\$800,000	\$800,000	\$600,000

Assumes issuance of additional debt of \$2,000,000 in 2016 and every two years thereafter

**City of Franklin
Enterprise Funds
Outstanding Debt Maturities**

Date Amount	Purpose of borrowing Interest rate	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
	Payment Dates										
	Balance 12/31/2015										
	\$ 22,357,276										
Sewer Fund											
City of Franklin General Obligation Notes											
1/25/2012	G. O. Sewerage System Promissory Notes										
\$27,584,754	Principal	1,157,048	1,185,535	1,214,723	1,244,829	1,275,272	1,306,669	1,338,839	1,371,802	1,405,575	1,440,181
	Interest 2.462%	536,193	507,356	477,809	447,534	416,514	384,730	352,164	318,796	284,607	249,575
	Total Principal	1,157,048	1,185,535	1,214,723	1,244,829	1,275,272	1,306,669	1,338,839	1,371,802	1,405,575	1,440,181
	Total Interest	536,193	507,356	477,809	447,534	416,514	384,730	352,164	318,796	284,607	249,575
Population 35,810	Annual Debt Payment	\$ 1,693,241	\$ 1,692,891	\$ 1,692,531	\$ 1,692,163	\$ 1,691,786	\$ 1,691,399	\$ 1,691,003	\$ 1,690,598	\$ 1,690,182	\$ 1,689,756
	Loan Balance	\$ 21,200,228	\$ 20,014,693	\$ 18,799,970	\$ 17,555,341	\$ 16,280,069	\$ 14,973,400	\$ 13,634,560	\$ 12,262,759	\$ 10,857,183	\$ 9,417,003

By Intergovernmental Agreement dated November 8, 2010, beginning in 2015 Milw Metropolitan Sewerage District has agreed to Purchase the Ryan Creek Interceptor in amounts equal to these principal & interest payments. In addition, on January 3, 2017 MMUSD has agreed to pay all principal & interest payments made by Franklin prior to 2015

Sewer fund operating costs include these interest payments as a expenditure, while the principal payments are not reflected as an expenditure in this Enterprise fund. Principal payments are being financed by MMUSD, as noted above. Prior to 2015, the City is advancing funds for principal & interest payments to the Sewer Fund.

Water Fund

Date Amount	Purpose of borrowing Interest rate	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
	Payment Dates										
	Balance 12/31/2015										
	\$ 1,235,000										
City of Franklin General Obligation Bonds											
12/18/14	G. O. Water System Bonds										
\$1,290,000	Principal	55,000	55,000	55,000	55,000	55,000	60,000	60,000	60,000	60,000	65,000
	Interest 2.0-3.125%	34,138	33,038	31,938	30,838	29,738	28,288	26,488	24,688	22,888	21,013
	Total Principal	55,000	55,000	55,000	55,000	55,000	60,000	60,000	60,000	60,000	65,000
	Total Interest	34,138	33,038	31,938	30,838	29,738	28,288	26,488	24,688	22,888	21,013
Population 35,810	Annual Debt Payment	\$ 89,138	\$ 88,038	\$ 86,938	\$ 85,838	\$ 84,738	\$ 88,288	\$ 86,488	\$ 84,688	\$ 82,888	\$ 86,013
	Loan Balance	\$ 1,180,000	\$ 1,125,000	\$ 1,070,000	\$ 1,015,000	\$ 960,000	\$ 900,000	\$ 840,000	\$ 780,000	\$ 720,000	\$ 655,000

City of Franklin
Tax Incremental Financing Districts
Outstanding Debt Maturities

Date	Amount	Purpose of borrowing	Interest rate	Payment Dates	Balance 12/31/2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
TIF #3 City of Franklin General Obligation Notes															
12/18/2014	\$3,330,000	GO 2014A		3/1	\$ 3,310,000	650,000	1,675,000	985,000	-	-	-	-	-	-	-
		Principal		3/1 & 9/1		86,300	54,875	14,775	-	-	-	-	-	-	-
		Interest 2.0-3.0%													
1/31/2013	\$2,250,000	Interfund Advance		2/1	\$ 850,000	575,000	250,000	25,000	-	-	-	-	-	-	-
		Principal		Quarterly		11,334	1,618	74	-	-	-	-	-	-	-
		Interest 3.5%													
1/31/2014	\$1,100,000	Interfund Advance		2/1	\$ 850,000	575,000	250,000	25,000	-	-	-	-	-	-	-
		Principal		Quarterly		11,334	1,618	74	-	-	-	-	-	-	-
		Interest 3.5%													
		Total Principal				1,800,000	2,175,000	1,035,000	-	-	-	-	-	-	-
		Total Interest				108,988	57,911	14,923	-	-	-	-	-	-	-
Population	35,655	Annual Debt Payment		Per Capita	54	\$ 1,908,968	\$ 2,232,911	\$ 1,049,923	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
		TIF No. 3 Debt Total		141	\$ 5,010,000	\$ 3,210,000	\$ 1,035,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
TIF #4															
8/15/2005	3,038,000	Interfund Advance - Line of credit		2/1	\$ 238,000	238,000	-	-	-	-	-	-	-	-	-
		Principal		Quarterly		920	-	-	-	-	-	-	-	-	-
		Interest 4.55%													
Population	35,655	Total Principal		Per Capita	7	\$ 238,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
		Total Interest													
		TIF No. 4 Debt Total		7	\$ 238,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Population Total All TIF Districts Debt	35,655	Annual Debt Payment		Per Capita	60	2,147,888	2,232,911	1,048,923	0	0	0	0	0	0	0
		TIF Districts Total Outstanding		147	\$ 5,248,000	\$ 3,210,000	\$ 1,035,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

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CITY OF FRANKLIN

TIF DISTRICTS

The City of Franklin has two operating Tax Incremental Financing (TIF) Districts (#3 & #4). TIF Districts exist to assist in the development of particular areas. They receive the increase in tax revenue that is generated from the development that occurs in that area. The City has asked its Community Development Authority (CDA) to act as agent of the City in planning and carrying out any community development programs and activities approved by the Mayor and Common Council within the TIF Districts. The tax levy generated by the increase in assessed value in the TIF District's is the main source of revenue for the TIF District. Expenditures consistent with approved Project Plans may be incurred until a time determined by State statute (15 years in the case of TID 3 & 4).

TIF District #3

In June 2005, the City of Franklin adopted Resolution 2005-5906 establishing TIF District #3. The TIF District is generally from Rawson Avenue to just south of Drexel Avenue and from 27th Street to 35th Street. In 2013, the District's boundary was extended north one half mile. The main purpose of the TIF District is to improve road infrastructure in the district to promote quality development. The latest projection anticipates \$28.5 million in infrastructure cost and incentives, \$7.4 million in net financing costs and anticipates \$104.8 million in incremental development within the District. The debt issued will pay for the infrastructure with tax revenue created by the development paying off the debt. The plan anticipates that the debt will be paid off and TIF District closed by 2018. The following year the tax revenue will be available to the taxing districts. The one remaining project for this district is the improvements to the 27th Street road infrastructure. The District sold \$3.33 million in General Obligation Notes in December 2014 to finance the 27th Street project.

TIF District #4

In June 2005, the City of Franklin adopted Resolution 2005-5907 establishing TIF District #4. The TIF District is generally from 27th Street west to the Oakwood Golf Course then south to the Racine County line. The main purpose of the TIF District is to improve road and sanitary sewer infrastructure in the district to promote quality development. The plan anticipates \$24.6 million in infrastructure costs, \$3.7 million in net financing costs and anticipates \$118 million in incremental development within the District. The debt will pay for the infrastructure with tax revenue created by the development paying off the debt. The project plan anticipates that the debt will be paid off and TIF District closed by 2026. The following year the tax revenue will be available to the taxing districts. The first phase of project cost was completed and phases 2 & 3 are dependant upon future development within the District. The first phase debt will be retired by 2016. In 2012, 2013 & 2014 interfund advances totaling \$3.35 million were used to retire the 2005 Debt Issue.

TIF District's Outstanding Debt

General obligation note proceeds are provided to the TIF Districts directly or through inter-fund advances from City funds. The schedule of outstanding debt maturities shows the amounts borrowed, the balance outstanding and annual debt service payment obligations for the next several years.

**CITY OF FRANKLIN, WI
TAX INCREMENT DISTRICTS**

GL NUMBER	DESCRIPTION	2012 ACTIVITY	2013 ACTIVITY	2014 ACTIVITY	2015 PROJECTED ACTIVITY	2016 ADOPTED BUDGET
Fund 38 - TIF 3 DEBT SERVICE FUND						
INTEREST & INV INCOME						
38-0000-4711	INTEREST ON INVESTMENTS	140,254	127,335	60,401	100	
MISCELLANEOUS						
38-0000-4799	MISCELLANEOUS REVENUE	375	375	375		
TRANSFERS - IN						
38-0000-4830	TRANSFERS FROM OTHER FUNDS	2,455,763	2,884,486	3,739,879	55,490	705,000
OTHER FINANCING SOURCES						
38-0000-4913	BOND & NOTE PREMIUM			166,080		
TOTAL REVENUES		2,596,392	3,012,196	3,966,735	55,590	705,000
PRINCIPAL						
38-0000-5611.8016	PRINCIPAL	655,000	670,000	9,695,000		
38-0000-5611.8017	PRINCIPAL	2,000,000	2,500,000			
38-0000-5611.8018	PRINCIPAL 2014 GO NOTES				20,000	650,000
TOTAL PRINCIPAL PAYMENTS		2,655,000	3,170,000	9,695,000	20,000	650,000
INTEREST EXP						
38-0000-5621.8016	INTEREST	356,029	323,235	214,576		
38-0000-5621.8017	INTEREST	240,000	165,000			
38-0000-5621.8018	INTEREST 2014 GO NOTES				65,300	86,300
NET OF REVENUES/APPROPRIATIONS - INTEREST EXP		596,029	488,235	214,576	65,300	86,300
NON PERSONNEL SERVICES						
38-0000-5691.8016	BANK FEES	363	363	454	450	450
38-0998-5621	INTERFUND INTEREST		33,743	75,480	33,912	11,334
TOTAL EXPENDITURES		3,251,392	3,692,341	9,985,510	119,662	748,084
NET REVENUES (EXPENDITURES)		(655,000)	(680,145)	(6,018,775)	(64,072)	(43,084)
BEGINNING FUND BALANCE		7,520,000	6,865,000	6,184,855	166,080	102,008
ENDING FUND BALANCE		6,865,000	6,184,855	166,080	102,008	58,924
Fund 48 - TIF 3 CAPITAL PROJECTS FUND						
REAL ESTATE TAXES						
48-0000-4011	GENERAL PROPERTY TAX	1,650,483	1,547,835	1,572,197	1,681,577	1,708,000
INTERGOVERNMENTAL						
48-0000-4126	STATE EXEMPT COMPUTER AID	282,085	361,741	407,508	421,710	420,000
INTEREST & INV INCOME						
48-0000-4711	INTEREST ON INVESTMENTS	4,964	2,006	7,182	6,100	3,000
48-0000-4713	INVESTMENT GAINS/LOSSES	164	(3,985)	15,936		
TOTAL INTEREST & INV INCOME		5,128	(1,979)	23,118	6,100	3,000
OTHER FINANCING SOURCES						
48-0000-4781	REFUNDS/REIMBURSEMENTS			24,038	139,824	
48-0000-4911	BOND PROCEEDS			3,330,000		
TOTAL OTHER FINANCING SOURCES		0	0	3,354,038	139,824	0
TOTAL REVENUES		1,937,696	1,907,597	5,356,861	2,249,211	2,131,000
INTEREST EXP						
48-0000-5601	BOND/NOTE ISSUANCE COST			45,751		
NON PERSONNEL SERVICES						
48-0000-5213.6945	AUDITING	1,100	1,100	1,200	1,200	1,300
48-0000-5421.6919	OFFICIAL NOTICES/ADVERTISING		344			
48-0000-6452.6945	FINANCIAL ADVISORY FEES		14,700			
48-0000-6453.6945	TIF CERTIFICATION FEE	150	1,150	150	150	
48-0000-6461.6945	LEGAL FEES	3,366	2,140	1,932	4,706	2,500
48-0000-6505.6955	INTERFUND INTEREST			35,230	30,493	11,334
TOTAL NON PERSONNEL SERVICES		4,616	19,434	38,512	36,549	15,134

**CITY OF FRANKLIN, WI
TAX INCREMENT DISTRICTS**

GL NUMBER	DESCRIPTION	2012 ACTIVITY	2013 ACTIVITY	2014 ACTIVITY	2015 PROJECTED ACTIVITY	2016 ADOPTED BUDGET
TRANSFERS - OUT						
48-0000-5589	TRANSFER TO OTHER FUNDS	2,455,763	2,884,486	3,739,879	55,490	705,000
PERSONNEL SERVICES						
48-0000-5199.6945	ALLOCATED PAYROLL COST	7,500	9,200	9,200	10,200	9,220
CAPITAL EXPENDITURES						
48-0000-8063.6909	LANDSCAPING	4,224				
48-0000-6151.6909	STREET CONSTRUCTION	4,412	3,196			
48-0000-6151.6916	STREET CONSTRUCTION	16,724				
48-0331-5823	STREET EXT/IMPROVE/RECONSTR			240,384	1,398,238	
48-0331-5838.3027	S27 STREETSCAPE-SIGNAGE, BILLBOARDS ETC			35,076	226	1,058,000
TOTAL CAPITAL EXPENDITURES		25,360	3,196	275,462	1,398,464	1,058,000
Dept 0755-WATER CONNECTION						
CAPITAL EXPENDITURES						
48-0755-5830.3027	27th St Water Main work			54,803	316,786	147,000
Dept 0756-SEWER CONNECTION						
CAPITAL EXPENDITURES						
48-0756-5826.3027	S 27th St SEWER EXTENSION & RELOCATION				97	
TOTAL EXPENDITURES		2,493,239	2,916,316	4,163,607	1,817,586	1,934,354
NET REVENUES (EXPENDITURES)		(555,543)	(1,008,719)	1,193,254	431,625	196,646
EGINNING FUND BALANCE		552,904	(2,638)	(1,011,357)	181,898	613,523
ENDING FUND BALANCE		(2,639)	(1,011,357)	181,897	613,523	810,169
Fund 49 - TIF 4 CAPITAL PROJECTS FUND						
REAL ESTATE TAXES						
49-0000-4011	GENERAL PROPERTY TAX	909,841	815,923	954,727	1,009,060	1,200,000
REVENUE - TAXES						
49-0000-4012	PROP TAX-PAY IN LIEU OF TAX		46,374	18,001	92,021	92,000
INTERGOVERNMENTAL						
49-0000-4126	STATE EXEMPT COMPUTER AID	57,003	46,504	24,620	21,900	19,000
INTEREST & INV INCOME						
49-0000-4711	INTEREST ON INVESTMENTS	3,678	3,301	304		
49-0000-4713	INVESTMENT GAINS/LOSSES	122	(6,556)	602		
TOTAL INTEREST & INV INCOME		3,800	(3,255)	906	0	0
TOTAL REVENUES		970,644	905,546	998,254	1,122,981	1,311,000
NON PERSONNEL SERVICES						
49-0000-5212	LEGAL SERVICES				3,300	28,000
49-0000-5213.6945	AUDITING	1,100	1,100	1,200	1,200	1,300
49-0000-5216	ENGINEERING SERVICES			83,760	3,500	
49-0000-5219	OTHER PROFESSIONAL SERVICES				20,800	
49-0000-6302.6923	MARKETING SERVICES		1,533	(1,533)		1,185
49-0000-6453	TIF CERTIFICATION FEE	150	150	150	150	150
49-0000-6461.6945	LEGAL FEES	4,937	2,140	2,568	414	
49-0000-6505	INTERFUND INTEREST	144,248	101,797	59,904	33,579	5,415
NET OF REVENUES/APPROPRIATIONS - NON PERSONNEL SEI		150,435	106,720	146,049	62,743	36,050
PERSONNEL SERVICES						
49-0000-5199.6945	ALLOCATED PAYROLL COST	7,500	7,200	7,200	9,240	10,220
TOTAL EXPENDITURES		157,935	113,920	153,249	71,983	46,270
TOTAL NET REVENUES (EXPENDITURES)		812,709	791,626	845,005	1,050,998	1,264,730
BEGINNING FUND BALANCE		(3,663,211)	(2,850,502)	(2,058,877)	(1,213,872)	(162,874)
ENDING FUND BALANCE		(2,850,502)	(2,058,876)	(1,213,872)	(162,874)	1,101,856
BEGINNING FUND BALANCE - ALL TID FUNDS		4,409,693	4,011,860	3,114,621	(865,895)	552,656
ENDING FUND BALANCE - ALL TID FUNDS		4,011,859	3,114,622	(865,895)	552,656	1,970,948

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CITY OF FRANKLIN
SELF INSURANCE FUND (75)
INTERNAL SERVICE FUND

The City of Franklin is self insured for employee & retiree health and dental benefits. The fund captures the resources and expenditures for the Active Employee health benefits and active and retiree dental benefits. The program currently covers 201 employees with 153 of those electing family coverage.

The fund resources are the employer portion of health and dental premiums and premiums deducted from participating employees wage payments. Income on accumulated reserves provides additional resource to this fund.

Program costs include health and dental benefits, prescription drug benefit costs, claims processing costs, wellness program costs, Stop Loss Insurance premiums, and flex plan administrative costs. Stop Loss insurance recoveries are reductions to the benefit claims costs incurred. Annual costs include the cost for incurred but not yet reported benefit costs at year end. Humana assists in estimating this amount annually.

The program is administered thru Humana insurance company, who acts as the Third Party Administrator for benefit payments, and who provides benefit plan networks.

A Stop Loss Insurance policy is acquired each year to act as a shock absorber for large claims at the individual participant level. That limit has changed over time and currently is \$60,000/year.

Claims costs vary from year to year with some years exceeding resources. The last three years, the program has experienced surpluses amounting to 2-10% of premium resources.

**CITY OF FRANKLIN, WI
SELF INSURANCE FUND - 75**

GL NUMBER	DESCRIPTION	2012 ACTIVITY	2013 ACTIVITY	2014 ACTIVITY	2015 PROJECTED ACTIVITY	2016 ADOPTED BUDGET
INTEREST & INV INCOME						
75-0000-4711	INTEREST ON INVESTMENTS	10,211	8,262	11,018	13,000	43,750
75-0000-4713	INVESTMENT GAINS/LOSSES	338	(16,411)	10,651		
75-0000-4716	INTERFUND INTEREST	115,885	101,797	95,134	45,186	12,254
TOTAL INTEREST & INV INCOME		126,434	93,648	116,803	58,186	56,004
CHARGES FOR SERVICES						
75-5010-4701	GROUP HEALTH CHARGES-CITY	3,275,938	2,847,025	2,654,055	2,608,900	2,419,184
75-5010-4704	GROUPHEALTH CHARGES-EMPLOYEE	375,312	407,223	447,546	397,600	384,955
CHARGES FOR SERVICES - HEALTH		3,651,250	3,254,248	3,101,601	3,006,500	2,804,139
CHARGES FOR SERVICES						
75-5020-4701	DENTAL CHARGES - CITY ACTIVE	92,685	96,599	104,484	112,600	112,600
75-5020-4703	GROUP HEALTH CHARGES-RETIREE	5,431	5,580	4,800	55,200	55,150
75-5020-4704	GROUPHEALTH CHARGES-EMPLOYEE	58,730	56,427	53,916	5,750	5,750
CHARGES FOR SERVICES - DENTAL		156,846	158,606	163,200	173,550	173,500
OTHER FINANCING SOURCES						
75-0000-4781	REFUNDS/REIMBURSEMENTS	779			100	
TOTAL REVENUES		3,935,309	3,506,502	3,381,604	3,238,336	3,033,643
Dept 5010-MEDICAL INSURANCE						
NON PERSONNEL SERVICES						
75-5010-5424	MEMBERSHIPS			4,525		
75-5010-5501	INCURRED CLAIM-CUR YR - ACTIVE	2,587,303	2,199,762	1,480,292	1,900,000	2,875,000
75-5010-5502	PRESCRIPTION DRUG CLAIMS - ACTIVE	385,296	358,469	288,780	290,000	
75-5010-5503	CLAIM FEES - ACTIVE	151,697	152,497	181,105	189,500	215,000
75-5010-5504	MISC WELLNESS EXP - ACTIVE	1,986	17,609	11,667	12,000	18,876
75-5010-5505	STOP LOSS PREMIUMS - ACTIVE	552,787	488,414	549,788	587,160	675,000
75-5010-5506	REFUNDS-STOP LOSS COV - ACTIVE	(405,559)	(377,025)	(12,115)		
75-5010-5507	SECTION 125-FLEX & MISC EXP - ACT	5,557	4,166	5,698	6,200	6,200
75-5010-5509	INCURRED CLAIM-PR YR - ACTIVE	319,825	411,044	355,648		
75-5010-5510	VITALITY REWARDS			273		
75-5010-5580	ACA TRANSITIONAL REINSURANCE FEES				35,200	70,000
NET OF REVENUES/APPROPRIATIONS - NON PERSONNEL SERVICES		3,598,892	3,254,936	2,865,661	3,020,060	3,860,076
Dept 5020-DENTAL INSURANCE						
NON PERSONNEL SERVICES						
75-5020-5501	INCURRED CLAIM-CURRENT YEAR	137,305	147,136	149,769	150,000	150,000
75-5020-5503	CLAIM FEES	5,283	5,204	11,185	12,000	12,000
75-5020-5509	INCURRED CLAIM-PRIOR YEAR	13,798	16,050	16,966	2,000	2,000
NET OF REVENUES/APPROPRIATIONS - NON PERSONNEL SERVICES		156,366	168,390	177,920	164,000	164,000
Dept 5025-DENTAL - RETIREE						
NON PERSONNEL SERVICES						
75-5025-5501	DENTAL RETIREE - CUR YR	7,648	4,735	3,940	5,200	5,200
75-5025-5503	DENTAL CLAIM FEES - CUR YR - RETIREE	140	133	314	200	200
75-5025-5509	DENTAL CLAIMS -PRIOR YEAR- RETIREE	1,225	808		900	900
NET OF REVENUES/APPROPRIATIONS - NON PERSONNEL SERVICES		9,013	5,676	4,254	6,300	6,300
TOTAL EXPENDITURES		3,764,271	3,429,002	3,047,835	3,190,360	4,030,376
NET REVENUES (EXPENDITURES)		171,038	77,500	333,769	47,976	(996,733)
BEGINNING FUND BALANCE		2,857,863	3,028,901	3,106,401	3,440,171	3,488,147
ENDING FUND BALANCE		3,028,901	3,106,401	3,440,170	3,488,147	2,491,414