

## **CITY OF FRANKLIN DEBT SERVICE FUND (31)**

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 \$9,697,772 at December 31, 2013 to a high of \$21,204,493 at December 31, 2006.

As shown on the accompanying schedule of debt maturities, the general obligation debt for City purposes outstanding at December 31, 2016 will be \$7,585,000. When you combine that amount with the \$21,200,228 outstanding of Sewer Fund debt and the \$1,180,000 of General Obligation Water Bonds the total outstanding general obligation debt outstanding will be \$29,965,228.

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 funded the principal and interest payments through 2014, with that portion repaid by MMSD in January, 2017.

Total debt represents about 20% 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 was 0.98%. 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, 2015, that limit was \$72,983,718. Thus approximately 51% 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 27<sup>th</sup> Street projects) and \$1.29 million to finance the Water & Waste Water Facility.

The 2017 budget contemplates an \$8.5 million debt offering to finance projects included in the Capital Improvement Fund, the largest being infrastructure (water, sanitary sewer and streets in the Baseball Commons project), a City Hall roofing and HVAC project and several park projects.

Historically the city has planned to issue debt every other year. Starting in 2019, 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 will be partially offset by the repayment of debt currently outstanding that is scheduled for repayment during the period.

**City of Franklin  
Debt Service Fund - 31**

| GL NUMBER  | DESCRIPTION                     | 2014<br>ACTIVITY   | 2015<br>ACTIVITY | 2016<br>ADOPTED<br>BUDGET | 2016<br>AMENDED<br>BUDGET | 2016<br>PROJECTED<br>ACTIVITY | 2017<br>ADOPTED<br>BUDGET |
|--|---------------------------------|--------------------|------------------|---------------------------|---------------------------|-------------------------------|---------------------------|
| <b>REAL ESTATE TAXES</b>                               |                                 |                    |                  |                           |                           |                               |                           |
| 31-0000-4011   | GENERAL PROPERTY TAX            | 1,600,000          | 1,600,000        | 1,500,000                 | 1,500,000                 | 1,500,000                     | 1,300,000                 |
| <b>INTEREST &amp; INV INCOME</b>                       |                                 |                    |                  |                           |                           |                               |                           |
| 31-0000-4711   | INTEREST ON INVESTMENTS         | 76                 | 395              |                           |                           |                               |                           |
| <b>TRANSFERS - IN</b>                                  |                                 |                    |                  |                           |                           |                               |                           |
| 31-0000-4835   | TRSFER FROM SPEC ASSMTS FD51    | 150,763            | 100,000          |                           |                           |                               | 146,599                   |
| 31-0000-4839   | TSFR FR DEVELPMT-IMPACT FD27    | 226,811            | 182,493          | 205,000                   | 205,000                   | 112,800                       | 180,514                   |
| <b>NET OF REVENUES/APPROPRIATIONS - TRANSFERS - IN</b> |                                 | <b>377,574</b>     | <b>282,493</b>   | <b>205,000</b>            | <b>205,000</b>            | <b>112,800</b>                | <b>327,113</b>            |
| 31-0000-4913   | BOND & NOTE PREMIUM             | 66,747             |                  |                           | 154,202                   | 154,202                       |                           |
| 31-0000-4914   | Refunding Bond Proceeds         |                    |                  |                           | 5,770,000                 | 5,770,000                     |                           |
| <b>Total Bond Proceeds</b>                             |                                 | <b>66,747</b>      |                  |                           | <b>5,924,202</b>          | <b>5,924,202</b>              |                           |
| <b>INTEREST EXP</b>                                    |                                 |                    |                  |                           |                           |                               |                           |
| 31-0000-5601   | BOND/NOTE ISSUANCE COST         |                    |                  |                           | 53,789                    | 53,789                        |                           |
| 31-0000-5621   | INTEREST                        | 300,200            | 311,762          | 291,298                   | 266,711                   | 265,459                       | 272,113                   |
| <b>Total - INTEREST EXP</b>                            |                                 | <b>(300,200)</b>   | <b>(311,762)</b> | <b>(291,298)</b>          | <b>(320,500)</b>          | <b>(319,248)</b>              | <b>(272,113)</b>          |
| <b>PRINCIPAL</b>                                       |                                 |                    |                  |                           |                           |                               |                           |
| 31-0000-5611.8010                                      | PRINCIPAL - GO 2016A            |                    |                  |                           |                           |                               | 1,210,000                 |
| 31-0000-5611.8016                                      | PRINCIPAL-TIF 3 G.O.10000-2007  | 570,000            | 520,000          | 1,200,000                 | 7,095,000                 | 7,095,000                     |                           |
| 31-0000-5611.8018                                      | PRINCIPAL 2014 GO NOTES 12/2014 |                    | 75,000           | 100,000                   | 100,000                   | 100,000                       | 145,000                   |
| <b>Total - PRINCIPAL</b>                               |                                 | <b>(570,000)</b>   | <b>(595,000)</b> | <b>(1,300,000)</b>        | <b>(7,195,000)</b>        | <b>(7,195,000)</b>            | <b>(1,355,000)</b>        |
| <b>NON PERSONNEL SERVICES</b>                          |                                 |                    |                  |                           |                           |                               |                           |
| 31-0000-5691.8018                                      | BANK FEES-SERIES A              |                    | 350              |                           |                           |                               | 350                       |
| <b>Dept 0998-OTHER FINANCING USES/TRSFERS</b>          |                                 |                    |                  |                           |                           |                               |                           |
| 31-0998-5621   | INTERFUND INTEREST              | 45,444             | 3,561            |                           |                           |                               |                           |
| <b>ESTIMATED REVENUES - FUND 31</b>                    |                                 | <b>2,044,397</b>   | <b>1,882,888</b> | <b>1,705,000</b>          | <b>7,629,202</b>          | <b>7,537,002</b>              | <b>1,627,113</b>          |
| <b>APPROPRIATIONS - FUND 31</b>                        |                                 | <b>915,644</b>     | <b>910,673</b>   | <b>1,591,298</b>          | <b>7,515,500</b>          | <b>7,514,248</b>              | <b>1,627,463</b>          |
| <b>NET OF REVENUES/APPROPRIATIONS - FUND 31</b>        |                                 | <b>1,128,753</b>   | <b>972,215</b>   | <b>113,702</b>            | <b>113,702</b>            | <b>22,754</b>                 | <b>(350)</b>              |
| <b>BEGINNING FUND BALANCE</b>                          |                                 | <b>(2,099,712)</b> | <b>(970,959)</b> | <b>1,256</b>              | <b>1,257</b>              | <b>1,257</b>                  | <b>24,011</b>             |
| <b>ENDING FUND BALANCE</b>                             |                                 | <b>(970,959)</b>   | <b>1,256</b>     | <b>114,958</b>            | <b>114,959</b>            | <b>24,011</b>                 | <b>23,661</b>             |

**City of Franklin  
General Obligation Debt Maturities**

Needs update

| Borrowing Date    | Purpose of borrowing, amount, interest rate    | Payment Dates    | Balance 12/31/2016 | 2017        | 2018        | 2019        | 2020        | 2021        | 2022        | 2023        | 2024        | 2025        | 2026        |
|-------------------|--|------------------|--------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| 04/20/16          | Refunding Bonds - 2016A                        |                  |                    |             |             |             |             |             |             |             |             |             |             |
|                   | PRINCIPAL \$5,770,000                          | 3/1              | 5,770,000          | 1,210,000   | 1,175,000   | 1,175,000   | 1,095,000   | 1,115,000   |             |             |             |             |             |
|                   | INTEREST @2.0%                                 | 3/1, 9/1         |                    | 103,300     | 79,450      | 55,950      | 33,250      | 11,150      |             |             |             |             |             |
| 2014              | PRINCIPAL 1,990,000                            | 3/1              | 1,815,000          | 145,000     | 155,000     | 165,000     | 180,000     | 180,000     | 335,000     | 330,000     | 325,000     | 0           | 0           |
|                   | INTEREST @2.0 - 3.0%<br>Callable March 1, 2021 | 3/1, 9/1         |                    | 41,313      | 36,813      | 32,838      | 29,163      | 25,113      | 19,319      | 11,838      | 4,063       | 0           | 0           |
| 2017              | PRINCIPAL 8,500,000                            | 3/1              |                    |             | 200,000     | 400,000     | 400,000     | 400,000     | 1,150,000   | 950,000     | 950,000     | 1,050,000   | 900,000     |
|                   | INTEREST @3.0%                                 | 3/1, 9/1         |                    | 127,500     | 252,000     | 243,000     | 231,000     | 219,000     | 195,750     | 184,250     | 135,750     | 105,750     | 76,500      |
| 2019              | PRINCIPAL 2,000,000                            | 3/1              |                    |             | 0           | 50,000      | 100,000     | 150,000     | 150,000     | 200,000     | 250,000     | 300,000     | 400,000     |
|                   | INTEREST @4.5 - 5.0%                           | 3/1, 9/1         |                    |             | 0           | 88,875      | 86,425      | 81,650      | 75,525      | 68,150      | 58,125      | 45,600      | 29,200      |
| 2021              | PRINCIPAL 2,000,000                            | 3/1              |                    |             |             |             | 0           | 50,000      | 100,000     | 150,000     | 150,000     | 200,000     | 250,000     |
|                   | INTEREST @4.5 - 5.0%                           | 3/1, 9/1         |                    |             |             |             | 0           | 88,875      | 86,425      | 81,650      | 75,525      | 68,150      | 58,125      |
| 2023              | PRINCIPAL 2,000,000                            | 3/1              |                    |             |             |             |             |             | 0           | 50,000      | 100,000     | 150,000     | 150,000     |
|                   | INTEREST @4.5 - 5.0%                           | 3/1, 9/1         |                    |             |             |             |             |             | 0           | 88,875      | 86,425      | 81,650      | 75,525      |
| 2025              | PRINCIPAL 2,000,000                            | 3/1              |                    |             |             |             |             |             |             |             | 0           | 50,000      | 100,000     |
|                   | INTEREST @4.5 - 5.0%                           | 3/1, 9/1         |                    |             |             |             |             |             |             |             | 0           | 88,875      | 86,425      |
| 2027              | PRINCIPAL 2,000,000                            | 3/1              |                    |             |             |             |             |             |             |             |             | 0           | 50,000      |
|                   | INTEREST @4.5 - 5.0%                           | 3/1, 9/1         |                    |             |             |             |             |             |             |             |             | 0           | 88,875      |
| Population 35,741 | PRINCIPAL TOTAL                                | Per Capita \$212 | 7,585,000          | 1,355,000   | 1,530,000   | 1,790,000   | 1,775,000   | 1,895,000   | 1,735,000   | 1,680,000   | 1,775,000   | 1,750,000   | 1,800,000   |
|                   | INTEREST TOTAL                                 |                  |                    | 272,113     | 368,263     | 420,663     | 379,838     | 425,788     | 377,019     | 414,763     | 359,888     | 390,025     | 325,775     |
|                   | Total City Debt Service                        |                  |                    | 1,627,113   | 1,898,263   | 2,210,663   | 2,154,838   | 2,320,788   | 2,112,019   | 2,094,763   | 2,134,888   | 2,140,025   | 2,125,775   |
|                   | Less:  |                  |                    |             |             |             |             |             |             |             |             |             |             |
|                   | Impact fee shortfall                           |                  | 1,910,000          | 275,000     | 275,000     | 260,000     | 250,000     | 225,000     | 200,000     | 175,000     | 150,000     | 100,000     | -           |
|                   | Transfer from Impact Fees - Police             |                  | (2,255,179)        | (204,954)   | (204,957)   | (205,004)   | (205,082)   | (205,182)   | (205,000)   | (205,000)   | (205,000)   | (205,000)   | (205,000)   |
|                   | Transfer from Impact Fees - Drexel Ave         |                  | (1,097,304)        | (73,542)    | (73,421)    | (73,498)    | (73,518)    | (73,482)    | (73,634)    | (73,475)    | (73,506)    | (73,471)    | (73,618)    |
|                   | Transfer from Impact Fees - Fire #3            |                  | (376,256)          | (43,005)    | (43,018)    | (42,995)    | (42,937)    | (42,941)    | (42,906)    | (43,029)    | (43,007)    | (32,418)    | 0           |
|                   | Transfer from Impact Fees - Library            |                  | (1,206,066)        | (134,013)   | (134,015)   | (134,038)   | (134,000)   | (134,000)   | (134,000)   | (134,000)   | (134,000)   | (134,000)   | 0           |
|                   | Total Impact Fees                              |                  |                    | (180,514)   | (180,411)   | (195,535)   | (205,537)   | (230,605)   | (255,540)   | (280,504)   | (305,513)   | (344,889)   | (278,618)   |
|                   | Baseball Commons Spec Assessment revenue       |                  | (6,160,000)        |             | (560,000)   | (560,000)   | (560,000)   | (560,000)   | (560,000)   | (560,000)   | (560,000)   | (560,000)   | (560,000)   |
|                   | Add to (Use of) Fund Balance                   |                  | 176,806            | 142,148     | (105,585)   | 36,563      | 3,521       | 45,741      | 30,625      | 64,864      | 12,843      |             |             |
|                   | Estimated special assessments                  |                  | (552,189)          | (327,113)   | (598,263)   | (910,663)   | (854,838)   | (1,020,788) | (812,019)   | (794,763)   | (834,888)   | (840,025)   | (825,775)   |
|                   | NET TAX LEVY IMPACT                            | Per Capita \$36  |                    | \$1,300,000 | \$1,300,000 | \$1,300,000 | \$1,300,000 | \$1,300,000 | \$1,300,000 | \$1,300,000 | \$1,300,000 | \$1,300,000 | \$1,300,000 |

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

| Date<br>Amount       | Purpose of borrowing<br>Interest rate            | Payment<br>Dates | Balance<br>12/31/2016 | 2017          | 2018          | 2019          | 2020          | 2021          | 2022          | 2023          | 2024          | 2025         | 2026         |
|----------------------|--|------------------|-----------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|--------------|--------------|
|                      | <b>Sewer Fund</b>                                |                  |                       |               |               |               |               |               |               |               |               |              |              |
|                      | <b>City of Franklin General Obligation Notes</b> |                  |                       |               |               |               |               |               |               |               |               |              |              |
|                      | <b>Construction of Ryan Creek Interceptor</b>    |                  |                       |               |               |               |               |               |               |               |               |              |              |
| 1/25/2012            | G. O. Sewerage System Promissory Notes           | 5/1              | \$ 21,200,228         |               |               |               |               |               |               |               |               |              |              |
| \$27,564,754         | Principal  | 5/1, 11/1        |                       | 1,185,535     | 1,214,723     | 1,244,629     | 1,275,272     | 1,306,669     | 1,338,839     | 1,371,802     | 1,405,575     | 1,440,181    | 1,475,638    |
|                      | Interest 2.462%                                  |                  |                       | 507,356       | 477,809       | 447,534       | 416,514       | 384,730       | 352,164       | 318,796       | 284,607       | 249,575      | 213,682      |
|                      | Total Principal                                  |                  |                       | 1,185,535     | 1,214,723     | 1,244,629     | 1,275,272     | 1,306,669     | 1,338,839     | 1,371,802     | 1,405,575     | 1,440,181    | 1,475,638    |
|                      | Total Interest                                   |                  |                       | 507,356       | 477,809       | 447,534       | 416,514       | 384,730       | 352,164       | 318,796       | 284,607       | 249,575      | 213,682      |
| Population<br>35,741 | Annual Debt Payment                              | Per Capita<br>47 |                       | \$ 1,692,891  | \$ 1,692,163  | \$ 1,691,786  | \$ 1,691,399  | \$ 1,691,003  | \$ 1,690,598  | \$ 1,690,182  | \$ 1,689,756  | \$ 1,689,319 |              |
|                      | Loan Balance                                     |                  |                       | \$ 20,014,693 | \$ 18,799,970 | \$ 17,555,341 | \$ 16,280,069 | \$ 14,973,400 | \$ 13,634,561 | \$ 12,262,759 | \$ 10,857,184 | \$ 9,417,003 | \$ 7,941,365 |

By Intergovernmental Agreement dated November 8, 2010, beginning in 2015 Milwaukee 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 MMSD 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 MMSD, as noted above. Prior to 2015, the City is advancing funds for principal & interest payments to the Sewer Fund.

**Water Fund**

|             |  |                 |             |             |             |             |           |           |           |           |           |           |           |
|-------------|--|-----------------|-------------|-------------|-------------|-------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|
|             | <b>City of Franklin General Obligation Bonds</b> |                 |             |             |             |             |           |           |           |           |           |           |           |
|             | <b>Water &amp; Waste Water Facility</b>          |                 |             |             |             |             |           |           |           |           |           |           |           |
| 12/18/14    | G. O. Water System Bonds                         | 3/1             | \$1,180,000 |             |             |             |           |           |           |           |           |           |           |
| \$1,290,000 | Principal  | 3/1, 9/1        |             | 55,000      | 55,000      | 55,000      | 55,000    | 60,000    | 60,000    | 60,000    | 60,000    | 65,000    | 65,000    |
|             | Interest 2.0-3.125%                              |                 |             | 33,038      | 31,938      | 30,838      | 29,738    | 28,288    | 26,488    | 24,688    | 22,888    | 21,013    | 19,063    |
|             | Callable 3/1/2022                                |                 |             |             |             |             |           |           |           |           |           |           |           |
|             | Total Principal                                  |                 |             | 55,000      | 55,000      | 55,000      | 55,000    | 60,000    | 60,000    | 60,000    | 60,000    | 65,000    | 65,000    |
|             | Total Interest                                   |                 |             | 33,038      | 31,938      | 30,838      | 29,738    | 28,288    | 26,488    | 24,688    | 22,888    | 21,013    | 19,063    |
|             | Annual Debt Payment                              | Per Capita<br>2 |             | 88,038      | 86,938      | 85,838      | 84,738    | 88,288    | 86,488    | 84,688    | 82,888    | 85,013    | 84,063    |
|             | Loan Balance                                     |                 |             | \$1,125,000 | \$1,070,000 | \$1,015,000 | \$960,000 | \$900,000 | \$840,000 | \$780,000 | \$720,000 | \$655,000 | \$590,000 |

Water 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 funded by Water fund operations.

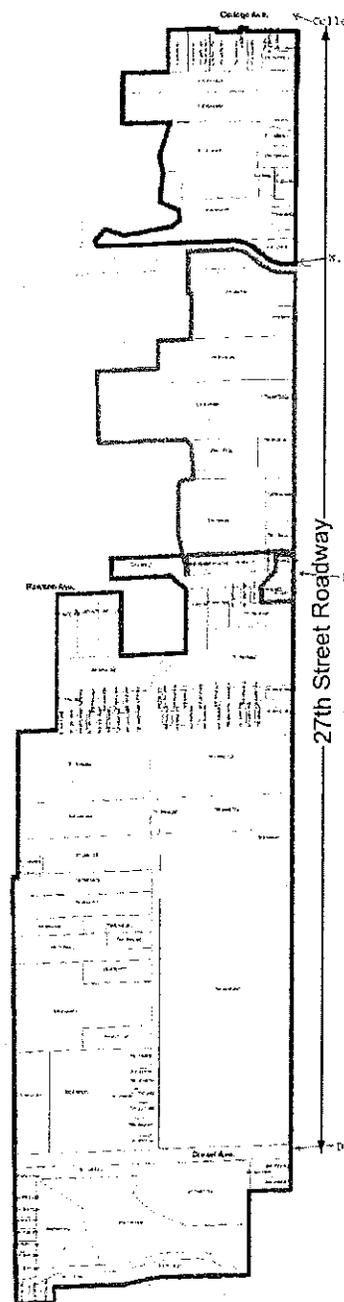
# CITY OF FRANKLIN

## 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).

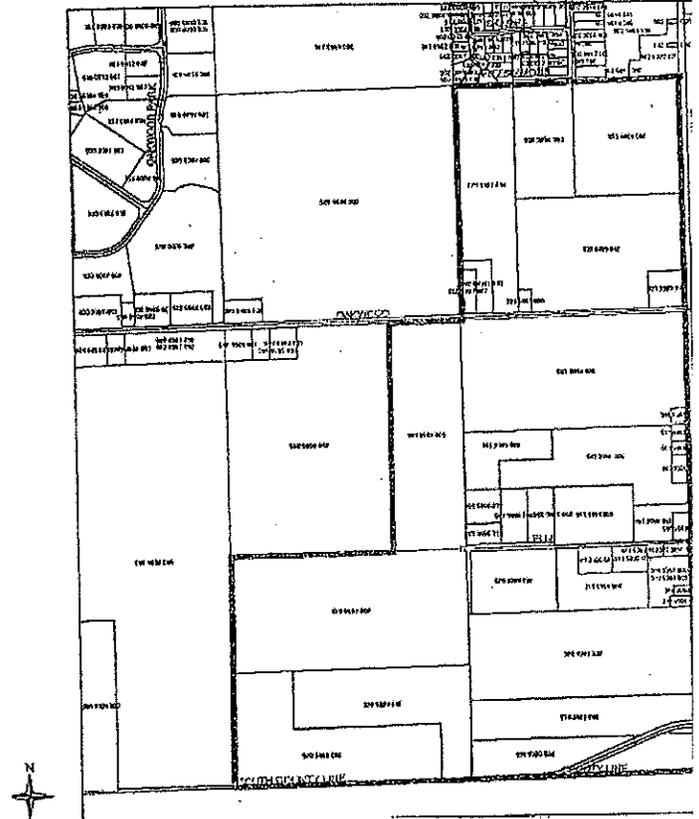
### TIF District #3 (Fund 48)

In June 2005, the Council adopted Resolution 2005-5906 establishing TIF District #3. Originally, the TIF District was bounded from W Rawson Avenue to just south of Drexel Avenue and from 27<sup>th</sup> Street to 35<sup>th</sup> Street. In 2013, the District's boundary was extended north one half mile to W Sycamore St. 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 costs 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 major remaining project for this district is the improvements to the 27<sup>th</sup> Street road infrastructure. The District sold \$3.33 million in General Obligation Notes in December 2014 to finance the 27<sup>th</sup> Street project. Additional approved project costs to facilitate additional development were included in the 2013 project plan amendment. All project costs must be incurred by June 2020 by state statute. After that time, once all project costs have been provided for, the District will close and the increment will be available to all taxing authorities.



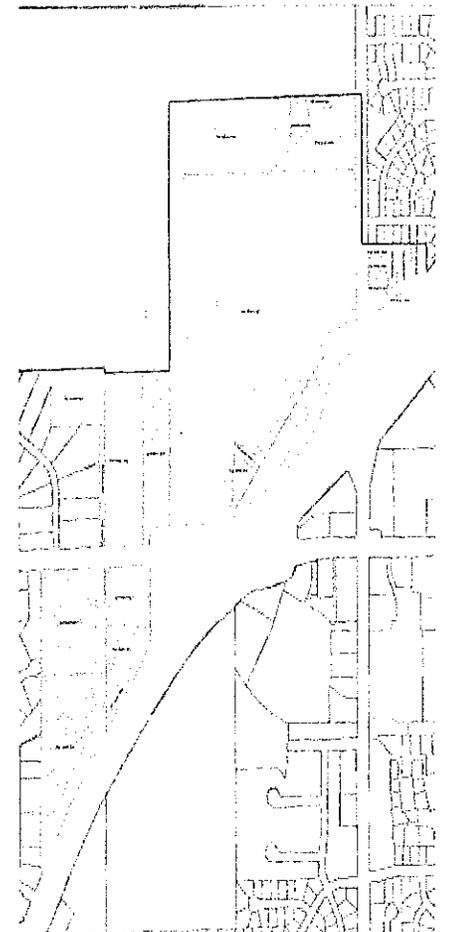
### TIF District #4 (Fund 49)

In June 2005, the Council adopted Resolution 2005-5907 establishing TIF District #4. The TIF District boundary generally runs from S 27<sup>th</sup> Street west to the Oakwood Golf Course, and from south of W Ryan Rd 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 # 5 (Fund 43)

In September, 2016, the Council adopted Resolution 2016-7222 establishing TIF District # 5. The TIF District centers upon the Rock Sports Complex at the former landfill owned by Milwaukee County. The District also includes some parcels south of W Rawson Ave west of W Loomis Rd. The main purpose of the District is to improve roads, sanitary sewer and water infrastructure, methane gas remediation and assist with other public infrastructure in connection with the Baseball Commons development. The project anticipates \$101 million in new development with project costs totaling \$22.1 million. This mixed use District will have a 20 year life ending in 2036.



## **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.

TIF #5 is anticipated to sell \$11.6 million in General Obligation Notes in 2017 to finance the first phase of infrastructure costs. After that time, certain Municipal Revenue Obligations may be sold to finance Developer incentives and Milwaukee County infrastructure costs in the District.

**City of Franklin  
Tax Incremental Financing Districts  
Outstanding Debt Maturities**

| Date Amount   | Purpose of borrowing Interest rate | Payment Dates | Balance 12/31/2016 | 2017          | 2018          | 2019          | 2020          | 2021          | 2022         | 2023         | 2024         | 2025         | 2026         |
|---|------------------------------------|---------------|--------------------|---------------|---------------|---------------|---------------|---------------|--------------|--------------|--------------|--------------|--------------|
| <b>TIF #3 City of Franklin General Obligation Notes</b> |                                    |               |                    |               |               |               |               |               |              |              |              |              |              |
| 12/18/2014  | GO 2014A                           |               |                    |               |               |               |               |               |              |              |              |              |              |
| \$3,330,000   | Principal                          | 3/1           | \$ 2,660,000       | 1,675,000     | 985,000       | -             | -             | -             | -            | -            | -            | -            | -            |
|   | Interest 2.0-3.0%                  | 3/1 & 9/1     |                    | 54,675        | 14,775        | -             | -             | -             | -            | -            | -            | -            | -            |
| 1/31/2013   | Interfund Advance                  |               |                    |               |               |               |               |               |              |              |              |              |              |
| \$2,250,000   | Principal                          | 2/1           | \$ 275,000         | 9,625         | 250,000       | 25,000        | -             | -             | -            | -            | -            | -            | -            |
|   | Interest 3.5%                      | Quarterly     |                    |               | 1,618         | 74            | -             | -             | -            | -            | -            | -            | -            |
| 1/31/2014   | Interfund Advance                  |               |                    |               |               |               |               |               |              |              |              |              |              |
| \$1,100,000   | Principal                          | 2/1           | \$ 275,000         | 9,625         | 250,000       | 25,000        | -             | -             | -            | -            | -            | -            | -            |
|   | Interest 3.5%                      | Quarterly     |                    |               | 1,618         | 74            | -             | -             | -            | -            | -            | -            | -            |
|   | Total Principal                    |               |                    | 1,675,000     | 1,485,000     | 50,000        | -             | -             | -            | -            | -            | -            | -            |
|   | Total Interest                     |               |                    | 73,925        | 18,011        | 148           | -             | -             | -            | -            | -            | -            | -            |
| Population  |                                    | Per Capita    |                    | \$ 1,748,925  | \$ 1,503,011  | \$ 50,148     | \$ -          | \$ -          | \$ -         | \$ -         | \$ -         | \$ -         | \$ -         |
| 35,741  | Annual Debt Payment                | 49            |                    |               |               |               |               |               |              |              |              |              |              |
|   | TIF No. 3 Debt Total               | 90            | \$ 3,210,000       | \$ 1,535,000  | \$ 50,000     | \$ -          | \$ -          | \$ -          | \$ -         | \$ -         | \$ -         | \$ -         | \$ -         |
| <b>TIF #5</b>   |                                    |               |                    |               |               |               |               |               |              |              |              |              |              |
| Spring 2017   |                                    |               |                    |               |               |               |               |               |              |              |              |              |              |
| 11,625,000  | Principal                          | 3/1           | \$ -               | -             | -             | -             | 500,000       | 625,000       | 775,000      | 825,000      | 900,000      | 1,000,000    | 1,050,000    |
|   | Est. Interest 1.40 - 3.10%         | 3/1 & 9/1     |                    | 127,231       | 254,463       | 254,463       | 250,588       | 241,400       | 229,113      | 214,506      | 198,100      | 179,075      | 157,538      |
|   | Total Principal                    |               |                    |               |               |               | 500,000       | 625,000       | 775,000      | 825,000      | 900,000      | 1,000,000    | 1,050,000    |
|   | Total Interest                     |               |                    | \$ 127,231    | \$ 254,463    | \$ 254,463    | \$ 250,588    | \$ 241,400    | \$ 229,113   | \$ 214,506   | \$ 198,100   | \$ 179,075   | \$ 157,538   |
|   | TIF No. 5 Debt Total               | Per Capita    |                    | \$ 127,231    | \$ 254,463    | \$ 254,463    | \$ 750,588    | \$ 866,400    | \$ 1,004,113 | \$ 1,039,506 | \$ 1,098,100 | \$ 1,179,075 | \$ 1,207,538 |
| Population  |                                    | 0             | \$ -               | \$ 11,625,000 | \$ 11,625,000 | \$ 11,625,000 | \$ 11,125,000 | \$ 10,500,000 | \$ 9,725,000 | \$ 8,900,000 | \$ 8,000,000 | \$ 7,000,000 | \$ 5,950,000 |
| 35,741  | Annual Debt Payment                | 52            |                    | 1,876,156     | 1,757,474     | 304,611       | 750,588       | 866,400       | 1,004,113    | 1,039,506    | 1,098,100    | 1,179,075    | 1,207,538    |
|   | Total All TIF Districts Debt       | 90            | \$ 3,210,000       | \$ 13,160,000 | \$ 11,675,000 | \$ 11,625,000 | \$ 11,125,000 | \$ 10,500,000 | \$ 9,725,000 | \$ 8,900,000 | \$ 8,000,000 | \$ 7,000,000 | \$ 5,950,000 |
|   | Annual Debt Payment                |               |                    |               |               |               |               |               |              |              |              |              |              |

City of Franklin, WI

| GL NUMBER  | DESCRIPTION                | 2014<br>ACTIVITY | 2015<br>ACTIVITY | 2016<br>ADOPTED<br>BUDGET | 2016<br>AMENDED<br>BUDGET | 2016<br>PROJECTED<br>ACTIVITY | 2017<br>ADOPTED<br>BUDGET |
|--|----------------------------|------------------|------------------|---------------------------|---------------------------|-------------------------------|---------------------------|
| <b>Fund 38 - TIF 3 DEBT SERVICE FUND</b>             |                            |                  |                  |                           |                           |                               |                           |
| TRANSFERS - IN                                       |                            |                  |                  |                           |                           |                               |                           |
| 38-0000-4830   | TRANSFERS FROM OTHER FUNDS | 3,739,879        | 50,490           | 705,000                   | 705,000                   | 748,084                       | 1,749,575                 |
| INTEREST & INV INCOME                                |                            |                  |                  |                           |                           |                               |                           |
| 38-0000-4711   | INTEREST ON INVESTMENTS    | 60,401           | 277              |                           |                           |                               |                           |
| MISCELLANEOUS  |                            |                  |                  |                           |                           |                               |                           |
| 38-0000-4799   | MISCELLANEOUS REVENUE      | 375              |                  |                           |                           |                               |                           |
| OTHER  |                            |                  |                  |                           |                           |                               |                           |
| 38-0000-4913   | BOND & NOTE PREMIUM        | 166,080          |                  |                           |                           |                               |                           |
| Total - Revenues                                     |                            | 3,966,735        | 50,767           | 705,000                   | 705,000                   | 748,084                       | 1,749,575                 |
| PRINCIPAL  |                            |                  |                  |                           |                           |                               |                           |
| 38-0000-5611.8016                                    | PRINCIPAL                  | 9,695,000        |                  |                           |                           |                               |                           |
| 38-0000-5611.8018                                    | PRINCIPAL 2014 GO NOTES    |                  | 20,000           | 650,000                   | 650,000                   | 650,000                       | 1,675,000                 |
| Total - PRINCIPAL                                    |                            | (9,695,000)      | (20,000)         | (650,000)                 | (650,000)                 | (650,000)                     | (1,675,000)               |
| INTEREST EXP   |                            |                  |                  |                           |                           |                               |                           |
| 38-0000-5621.8016                                    | INTEREST                   | 214,576          |                  |                           |                           |                               |                           |
| 38-0000-5621.8018                                    | INTEREST 2014 GO NOTES     |                  | 65,299           | 86,300                    | 86,300                    | 86,300                        | 54,875                    |
| Total - INTEREST EXP                                 |                            | (214,576)        | (65,299)         | (86,300)                  | (86,300)                  | (86,300)                      | (54,875)                  |
| 38-0000-5691.8016                                    | BANK FEES                  | 454              |                  | 450                       | 450                       | 450                           | 450                       |
| Total - Expenditures                                 |                            | 9,910,030        | 85,299           | 736,750                   | 736,750                   | 736,750                       | 1,730,325                 |
| NET OF REVENUES/APPROPRIATIONS - 0000-GENERAL        |                            | (5,943,295)      | (34,532)         | (31,750)                  | (31,750)                  | 11,334                        | 19,250                    |
| Dept 0998-OTHER FINANCING USES/TRSFERS               |                            |                  |                  |                           |                           |                               |                           |
| 38-0998-5621   | INTERFUND INTEREST         | 75,480           | 33,912           | 11,334                    | 11,334                    | 11,334                        | 19,250                    |
| ESTIMATED REVENUES - FUND 38                         |                            | 3,966,735        | 50,767           | 705,000                   | 705,000                   | 748,084                       | 1,749,575                 |
| APPROPRIATIONS - FUND 38                             |                            | 9,985,510        | 119,211          | 748,084                   | 748,084                   | 748,084                       | 1,749,575                 |
| NET OF REVENUES/APPROPRIATIONS - FUND 38             |                            | (6,018,775)      | (68,444)         | (43,084)                  | (43,084)                  |                               |                           |
| BEGINNING FUND BALANCE                               |                            | 6,184,855        | 166,080          | 97,636                    | 97,636                    | 97,636                        | 97,636                    |
| ENDING FUND BALANCE                                  |                            | 166,080          | 97,636           | 54,552                    | 54,552                    | 97,636                        | 97,636                    |
| <b>Fund 48 - TIF 3 CAPITAL PROJECTS FUND</b>         |                            |                  |                  |                           |                           |                               |                           |
| REAL ESTATE TAXES                                    |                            |                  |                  |                           |                           |                               |                           |
| 48-0000-4011   | GENERAL PROPERTY TAX       | 1,572,197        | 1,681,577        | 1,708,000                 | 1,708,000                 | 1,730,642                     | 1,300,000                 |
| INTERGOVERNMENTAL                                    |                            |                  |                  |                           |                           |                               |                           |
| 48-0000-4126   | STATE EXEMPT COMPUTER AID  | 407,508          | 421,710          | 420,000                   | 420,000                   | 420,000                       | 464,300                   |
| INTEREST & INV INCOME                                |                            |                  |                  |                           |                           |                               |                           |
| 48-0000-4711   | INTEREST ON INVESTMENTS    | 7,182            | 7,149            | 3,000                     | 3,000                     | 15,000                        | 3,000                     |
| 48-0000-4713   | INVESTMENT GAINS/LOSSES    | 15,936           |                  |                           |                           |                               |                           |
| NET OF REVENUES/APPROPRIATIONS - INTEREST & INV INCC |                            | 23,118           | 7,149            | 3,000                     | 3,000                     | 15,000                        | 3,000                     |
| OTHER  |                            |                  |                  |                           |                           |                               |                           |
| 48-0000-4781   | REFUNDS/REIMBURSEMENTS     | 24,038           | 138,885          |                           |                           |                               |                           |
| 48-0000-4911   | BOND PROCEEDS              | 3,330,000        |                  |                           |                           |                               |                           |
| Total - OTHER  |                            | 3,354,038        | 138,885          |                           |                           |                               |                           |
| Total - REVENUE                                      |                            | 5,356,861        | 2,249,321        | 2,131,000                 | 2,131,000                 | 2,165,642                     | 1,767,300                 |
| INTEREST EXP   |                            |                  |                  |                           |                           |                               |                           |
| 48-0000-5601   | BOND/NOTE ISSUANCE COST    | 45,751           |                  |                           |                           |                               |                           |
| NON PERSONNEL SERVICES                               |                            |                  |                  |                           |                           |                               |                           |
| 48-0000-5213.6945                                    | AUDITING                   | 1,200            | 1,200            | 1,300                     | 1,300                     | 1,300                         | 1,000                     |
| 48-0000-6452.6945                                    | FINANCIAL ADVISORY FEES    |                  | 5,000            |                           |                           |                               |                           |
| 48-0000-6453.6945                                    | TIF CERTIFICATION FEE      | 150              | 150              |                           |                           |                               |                           |
| 48-0000-6461.6945                                    | LEGAL FEES                 | 1,932            | 5,586            | 2,500                     | 2,500                     | 2,500                         | 2,500                     |
| 48-0000-6505.6955                                    | INTERFUND INTEREST         | 35,230           | 30,494           | 11,334                    | 11,334                    |                               |                           |
| Total - NON PERSONNEL SERVICES                       |                            | (38,512)         | (42,430)         | (15,134)                  | (15,134)                  | (3,800)                       | (3,500)                   |
| TRANSFERS - OUT                                      |                            |                  |                  |                           |                           |                               |                           |
| 48-0000-5589   | TRANSFER TO OTHER FUNDS    | 3,739,879        | 50,490           | 705,000                   | 705,000                   | 748,084                       | 1,749,575                 |
| PERSONNEL SERVICES                                   |                            |                  |                  |                           |                           |                               |                           |
| 48-0000-5199.6945                                    | ALLOCATED PAYROLL COST     | 9,200            | 10,220           | 9,220                     | 9,220                     | 9,220                         | 9,220                     |
| <b>Dept 0331-HIGHWAY</b>                             |                            |                  |                  |                           |                           |                               |                           |

City of Franklin, WI

| GL NUMBER                                | DESCRIPTION                         | 2014<br>ACTIVITY | 2015<br>ACTIVITY | 2016<br>ADOPTED<br>BUDGET | 2016<br>AMENDED<br>BUDGET | 2016<br>PROJECTED<br>ACTIVITY | 2017<br>ADOPTED<br>BUDGET |
|--|-------------------------------------|------------------|------------------|---------------------------|---------------------------|-------------------------------|---------------------------|
| 48-0331-5823                             | STREET EXT/IMPROVE/RECONSTR         | 240,384          | 1,402,167        |                           |                           |                               |                           |
| 48-0331-5828.3027                        | S 27th St SIDEWALK CONSTRUCTION     |                  |                  |                           | 161,712                   |                               |                           |
| 48-0331-5834.3027                        | S 27th STREET LIGHTING              |                  | 2,900            |                           | 1,308,960                 |                               |                           |
| 48-0331-5838.3027                        | S27 STREETScape-SIGNAGE, BILLBOAR   | 35,078           | 226              | 1,058,000                 | 1,480,216                 | 1,915,489                     |                           |
| Total - CAPITAL EXPENDITURES             |                                     | (275,462)        | (1,405,293)      | (1,058,000)               | (2,950,888)               | (1,915,489)                   |                           |
| <b>Dept 0755-WATER CONNECTION</b>        |                                     |                  |                  |                           |                           |                               |                           |
| 48-0755-5111.3027                        | SALARIES-FT                         |                  | 80               |                           |                           |                               |                           |
| 48-0755-5151.3027                        | FICA                                |                  | 6                |                           |                           |                               |                           |
| 48-0755-5152.3027                        | RETIREMENT                          |                  | 7                |                           |                           |                               |                           |
| 48-0755-5154.3027                        | GROUP HEALTH & DENTAL               |                  | 24               |                           |                           |                               |                           |
| 48-0755-5156.3027                        | WORKERS COMPENSATION INS            |                  | 3                |                           |                           |                               |                           |
| Total - PERSONNEL SERVICES               |                                     |                  | (120)            |                           |                           |                               |                           |
| 48-0755-5830.3027                        | 27th St Water Main work             | 54,803           | 23,448           | 147,000                   | 574,401                   | 433,651                       |                           |
| Total - 0755-WATER CONNECTION            |                                     | (54,803)         | (23,568)         | (147,000)                 | (574,401)                 | (433,651)                     |                           |
| <b>Dept 0756-SEWER CONNECTION</b>        |                                     |                  |                  |                           |                           |                               |                           |
| 48-0756-5111.3027                        | SALARIES-FT                         |                  | 133              |                           |                           |                               |                           |
| 48-0756-5151.3027                        | FICA                                |                  | 10               |                           |                           |                               |                           |
| 48-0756-5152.3027                        | RETIREMENT                          |                  | 12               |                           |                           |                               |                           |
| 48-0756-5154.3027                        | GROUP HEALTH & DENTAL               |                  | 34               |                           |                           |                               |                           |
| 48-0756-5155.3027                        | LIFE INSURANCE                      |                  | 1                |                           |                           |                               |                           |
| 48-0756-5156.3027                        | WORKERS COMPENSATION INS            |                  | 6                |                           |                           |                               |                           |
| Total - PERSONNEL SERVICES               |                                     |                  | (196)            |                           |                           |                               |                           |
| 48-0756-5826.3027                        | S 27 St SANITARY SEWER CONSTRUCTION |                  | 201              |                           |                           |                               |                           |
| Total - 0756-SEWER CONNECTION            |                                     |                  | (397)            |                           |                           |                               |                           |
| ESTIMATED REVENUES - FUND 48             |                                     | 5,356,861        | 2,249,321        | 2,131,000                 | 2,131,000                 | 2,165,642                     | 1,767,300                 |
| APPROPRIATIONS - FUND 48                 |                                     | 4,163,607        | 1,532,398        | 1,934,354                 | 4,254,643                 | 3,110,244                     | 1,762,295                 |
| NET OF REVENUES/APPROPRIATIONS - FUND 48 |                                     | 1,193,254        | 716,923          | 196,646                   | (2,123,643)               | (944,602)                     | 5,005                     |
| BEGINNING FUND BALANCE                   |                                     | (1,011,357)      | 181,898          | 898,821                   | 898,824                   | 898,824                       | (45,778)                  |
| ENDING FUND BALANCE                      |                                     | 181,897          | 898,821          | 1,095,467                 | (1,224,819)               | (45,778)                      | (40,773)                  |

City of Franklin, WI

| GL NUMBER  | DESCRIPTION                 | 2014<br>ACTIVITY | 2015<br>ACTIVITY | 2016<br>ADOPTED<br>BUDGET | 2016<br>AMENDED<br>BUDGET | 2016<br>PROJECTED<br>ACTIVITY | 2017<br>ADOPTED<br>BUDGET |
|--|-----------------------------|------------------|------------------|---------------------------|---------------------------|-------------------------------|---------------------------|
| <b>Fund 49 - TIF 4 CAPITAL PROJECTS FUND</b>         |                             |                  |                  |                           |                           |                               |                           |
| REAL ESTATE TAXES                                    |                             |                  |                  |                           |                           |                               |                           |
| 49-0000-4011   | GENERAL PROPERTY TAX        | 954,727          | 1,009,060        | 1,200,000                 | 1,200,000                 | 1,289,700                     | 994,000                   |
| REVENUE - TAXES                                      |                             |                  |                  |                           |                           |                               |                           |
| 49-0000-4012   | PROP TAX-PAY IN LIEU OF TAX | 18,001           | 92,021           | 92,000                    | 92,000                    | 91,200                        | 85,000                    |
| INTERGOVERNMENTAL                                    |                             |                  |                  |                           |                           |                               |                           |
| 49-0000-4126   | STATE EXEMPT COMPUTER AID   | 24,620           | 19,631           | 19,000                    | 19,000                    | 18,000                        | 16,200                    |
| INTEREST & INV INCOME                                |                             |                  |                  |                           |                           |                               |                           |
| 49-0000-4711   | INTEREST ON INVESTMENTS     | 304              | 404              |                           |                           | 4,500                         | 19,200                    |
| 49-0000-4713   | INVESTMENT GAINS/LOSSES     | 602              |                  |                           |                           |                               |                           |
| NET OF REVENUES/APPROPRIATIONS - INTEREST & INV INCC |                             | 906              | 404              |                           |                           | 4,500                         | 19,200                    |
| Total Revenues                                       |                             | 998,254          | 1,121,116        | 1,311,000                 | 1,311,000                 | 1,403,400                     | 1,114,400                 |
| NON PERSONNEL SERVICES                               |                             |                  |                  |                           |                           |                               |                           |
| 49-0000-5212   | LEGAL SERVICES              |                  |                  | 28,000                    | 31,300                    |                               | 1,185                     |
| 49-0000-5213.6945                                    | AUDITING                    | 1,200            | 1,200            | 1,300                     | 1,300                     | 1,300                         | 1,000                     |
| 49-0000-5216   | ENGINEERING SERVICES        | 83,760           | 3,490            |                           |                           |                               |                           |
| 49-0000-5219   | OTHER PROFESSIONAL SERVICES |                  | 14,788           |                           | 8,800                     |                               |                           |
| 49-0000-6302.6923                                    | MARKETING SERVICES          | (1,533)          |                  | 1,185                     | 1,185                     |                               |                           |
| 49-0000-6453   | TIF CERTIFICATION FEE       | 150              | 150              | 150                       | 150                       | 150                           | 150                       |
| 49-0000-6461.6945                                    | LEGAL FEES                  | 2,568            | 1,917            |                           |                           | 300                           | 5,000                     |
| 49-0000-6505   | INTERFUND INTEREST          | 59,904           | 14,695           | 5,415                     | 5,415                     | 920                           |                           |
| NET OF REVENUES/APPROPRIATIONS - NON PERSONNEL SE    |                             | (146,049)        | (36,240)         | (36,050)                  | (48,150)                  | (2,670)                       | (7,335)                   |
| PERSONNEL SERVICES                                   |                             |                  |                  |                           |                           |                               |                           |
| 49-0000-5199.6945                                    | ALLOCATED PAYROLL COST      | 7,200            | 9,220            | 10,220                    | 10,220                    | 10,220                        | 1,740                     |
| Total Expenditures                                   |                             | (153,249)        | (45,460)         | (46,270)                  | (58,370)                  | (12,890)                      | (9,075)                   |
| ESTIMATED REVENUES - FUND 49                         |                             | 998,254          | 1,121,116        | 1,311,000                 | 1,311,000                 | 1,403,400                     | 1,114,400                 |
| APPROPRIATIONS - FUND 49                             |                             | 153,249          | 45,460           | 46,270                    | 58,370                    | 12,890                        | 9,075                     |
| NET OF REVENUES/APPROPRIATIONS - FUND 49             |                             | 845,005          | 1,075,656        | 1,264,730                 | 1,252,630                 | 1,390,510                     | 1,105,325                 |
| BEGINNING FUND BALANCE                               |                             | (2,058,877)      | (1,213,872)      | (138,216)                 | (138,216)                 | (138,216)                     | 1,252,294                 |
| ENDING FUND BALANCE                                  |                             | (1,213,872)      | (138,216)        | 1,126,514                 | 1,114,414                 | 1,252,294                     | 2,357,619                 |

City of Franklin, WI

| GL NUMBER   | DESCRIPTION                           | 2014<br>ACTIVITY | 2015<br>ACTIVITY | 2016<br>ADOPTED<br>BUDGET | 2016<br>AMENDED<br>BUDGET | 2016<br>PROJECTED<br>ACTIVITY | 2017<br>ADOPTED<br>BUDGET |
|---|---------------------------------------|------------------|------------------|---------------------------|---------------------------|-------------------------------|---------------------------|
| <b>TID 5 - Debt Service</b>                                 |                                       |                  |                  |                           |                           |                               |                           |
| TRANSFERS - IN  |                                       |                  |                  |                           |                           |                               |                           |
| 33-0000-4830  | TRANSFERS FROM OTHER FUNDS            |                  |                  |                           |                           |                               | 126,775                   |
| INTEREST EXP  |                                       |                  |                  |                           |                           |                               |                           |
| 33-0000-5621  | INTEREST                              |                  |                  |                           |                           |                               | 126,775                   |
| NET OF REVENUES/APPROPRIATIONS - TID 5 Debt Service         |                                       |                  |                  |                           |                           |                               |                           |
| NET OF REVENUES/APPROPRIATIONS - FUND 33                    |                                       |                  |                  |                           |                           |                               |                           |
| BEGINNING FUND BALANCE                                      |                                       | 0                | 0                | 0                         | 0                         | 0                             | 0                         |
| ENDING FUND BALANCE   |                                       | 0                | 0                | 0                         | 0                         | 0                             | 0                         |
| <b>Fund 43 - TID 5 Baseball Commons - 76th &amp; Rawson</b> |                                       |                  |                  |                           |                           |                               |                           |
| INTEREST EXP  |                                       |                  |                  |                           |                           |                               |                           |
| 43-0000-5601  | BOND/NOTE ISSUANCE COST               |                  |                  |                           |                           |                               | 79,575                    |
| OTHER   |                                       |                  |                  |                           |                           |                               |                           |
| 43-0000-4911  | BOND PROCEEDS                         |                  |                  |                           |                           |                               | 11,575,000                |
| 43-0000-4913  | BOND & NOTE PREMIUM                   |                  |                  |                           |                           |                               | (144,688)                 |
| Total OTHER   |                                       |                  |                  |                           |                           |                               | 11,430,312                |
| TRANSFERS - OUT   |                                       |                  |                  |                           |                           |                               |                           |
| 43-0000-5589  | TRANSFER TO OTHER FUNDS               |                  |                  |                           |                           |                               | 10,949,250                |
| 43-0000-5593  | TRSFER TO DEBT SERVICE FUND 33        |                  |                  |                           |                           |                               | 126,775                   |
| Total - TRANSFERS - OUT                                     |                                       |                  |                  |                           |                           |                               | (11,076,025)              |
|   | <b>Dept 0141-CITY CLERK</b>           |                  |                  |                           |                           |                               |                           |
| 43-0141-5199  | ALLOCATED PAYROLL COST                |                  |                  |                           |                           |                               | 600                       |
|   | <b>Dept 0147-ADMINISTRATION</b>       |                  |                  |                           |                           |                               |                           |
| 43-0147-5199  | ALLOCATED PAYROLL COST                |                  |                  |                           |                           |                               | 600                       |
|   | <b>Dept 0151-FINANCE</b>              |                  |                  |                           |                           |                               |                           |
| PERSONNEL SERVICES  |                                       |                  |                  |                           |                           |                               |                           |
| 43-0151-5199  | ALLOCATED PAYROLL COST                |                  |                  |                           |                           |                               | 4,020                     |
| NON PERSONNEL SERVICES                                      |                                       |                  |                  |                           |                           |                               |                           |
| 43-0151-5691  | BANK FEES                             |                  |                  |                           |                           |                               | 350                       |
| 43-0151-6453  | TIF CERTIFICATION FEE                 |                  |                  |                           |                           |                               | 150                       |
| Total - Non-Personnel - Finance                             |                                       |                  |                  |                           |                           |                               | (500)                     |
| NET OF REVENUES/APPROPRIATIONS - 0151-FINANCE               |                                       |                  |                  |                           |                           |                               |                           |
|   | <b>Dept 0161-LEGAL SERVICES</b>       |                  |                  |                           |                           |                               |                           |
| NON PERSONNEL SERVICES                                      |                                       |                  |                  |                           |                           |                               |                           |
| 43-0161-5212  | LEGAL SERVICES                        |                  |                  |                           |                           |                               | 30,000                    |
|   | <b>Dept 0321-ENGINEERING</b>          |                  |                  |                           |                           |                               |                           |
| 43-0321-5199  | ALLOCATED PAYROLL COST                |                  |                  |                           |                           |                               | 4,000                     |
|   | <b>Dept 0641-ECONOMIC DEVELOPMENT</b> |                  |                  |                           |                           |                               |                           |
| 43-0641-5199  | ALLOCATED PAYROLL COST                |                  |                  |                           |                           |                               | 21,900                    |
| ESTIMATED REVENUES - FUND 43                                |                                       |                  |                  |                           |                           |                               |                           |
| APPROPRIATIONS - FUND 43                                    |                                       |                  |                  |                           |                           |                               |                           |
| NET OF REVENUES/APPROPRIATIONS - FUND 43                    |                                       |                  |                  |                           |                           |                               |                           |
| BEGINNING FUND BALANCE                                      |                                       | 0                | 0                | 0                         | 0                         | 0                             | 0                         |
| ENDING FUND BALANCE   |                                       | 0                | 0                | 0                         | 0                         | 0                             | 213,092                   |

**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. For 2017, it is expected that the City plan will move to United Health Group as the Third Party Administrator.

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. In addition to the individual \$60,000 limit, there is a group deductible of \$75,000 (which is allocated between the Actives & Retirees when both groups have claims reaching the individual limit).

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                            | 2014<br>ACTIVITY   | 2015<br>ACTIVITY   | 2016<br>ADOPTED<br>BUDGET | 2016<br>PROJECTED<br>ACTIVITY | 2017<br>DEPT REQUEST<br>BUDGET | 2017<br>ADOPTED<br>BUDGET |
|---|--|--------------------|--------------------|---------------------------|-------------------------------|--------------------------------|---------------------------|
| <b>CHARGES FOR SERVICES</b>                               |  |                    |                    |                           |                               |                                |                           |
| 75-5010-4701  | GROUP HEALTH CHARGES-CITY              | 2,654,055          | 2,574,897          | 2,419,184                 | 2,419,200                     | 2,573,850                      | 2,573,850                 |
| 75-5010-4704  | GROUPHEALTH CHARGES-EMPLOYEE           | 447,546            | 414,028            | 384,955                   | 384,900                       | 426,800                        | 426,800                   |
| <b>Total - CHARGES FOR SERVICES</b>                       |  | <b>3,101,601</b>   | <b>2,988,925</b>   | <b>2,804,139</b>          | <b>2,804,100</b>              | <b>3,000,650</b>               | <b>3,000,650</b>          |
| <b>CHARGES FOR SERVICES</b>                               |  |                    |                    |                           |                               |                                |                           |
| 75-5020-4701  | DENTAL CHARGES - CITY ACTIVE           | 104,484            | 104,418            | 112,600                   | 112,600                       | 115,400                        | 115,400                   |
| 75-5020-4703  | GROUP HEALTH CHARGES-RETIREE           | 4,800              | 3,466              | 55,150                    | 5,750                         | 5,850                          | 5,850                     |
| 75-5020-4704  | GROUPHEALTH CHARGES-EMPLOYEE           | 53,916             | 52,920             | 5,750                     | 55,150                        | 56,100                         | 56,100                    |
| <b>Total - CHARGES FOR SERVICES</b>                       |  | <b>163,200</b>     | <b>160,794</b>     | <b>173,500</b>            | <b>173,500</b>                | <b>177,350</b>                 | <b>177,350</b>            |
| <b>INTEREST &amp; INV INCOME</b>                          |  |                    |                    |                           |                               |                                |                           |
| 75-0000-4711  | INTEREST ON INVESTMENTS                | 11,018             | 26,250             | 43,750                    | 45,650                        | 25,375                         | 25,375                    |
| 75-0000-4713  | INVESTMENT GAINS/LOSSES                | 10,651             | (3,928)            |                           |                               |                                |                           |
| 75-0000-4716  | INTERFUND INTEREST                     | 95,134             | 45,189             | 12,254                    | 12,254                        | 9,625                          | 9,625                     |
| <b>Total - INTEREST &amp; INV INCOME</b>                  |  | <b>116,803</b>     | <b>67,511</b>      | <b>56,004</b>             | <b>57,904</b>                 | <b>35,000</b>                  | <b>35,000</b>             |
| 75-0000-4781  | REFUNDS/REIMBURSEMENTS                 |                    | 783                |                           |                               |                                |                           |
| <b>Total Revenues</b>                                     |  | <b>3,381,604</b>   | <b>3,218,013</b>   | <b>3,033,643</b>          | <b>3,035,504</b>              | <b>3,213,000</b>               | <b>3,213,000</b>          |
| 75-0000-5501  | INCURRED CLAIMS RESTRICTED CONTINGENCY |                    |                    |                           |                               | (591,500)                      | (591,500)                 |
| <b>Dept 5010-MEDICAL INSURANCE</b>                        |  |                    |                    |                           |                               |                                |                           |
| 75-5010-5424  | MEMBERSHIPS/DUES                       | 4,525              | 3,180              |                           |                               |                                |                           |
| 75-5010-5501  | INCURRED CLAIM-CUR YR - ACTIVE         | 1,480,292          | 1,914,796          | 2,875,000                 | 1,950,000                     | 2,119,200                      | 2,119,200                 |
| 75-5010-5502  | PRESCRIPTION DRUG CLAIMS - ACTIVE      | 288,780            | 325,370            |                           | 325,000                       | 335,000                        | 335,000                   |
| 75-5010-5503  | CLAIM FEES - ACTIVE                    | 181,105            | 166,193            | 215,000                   | 215,000                       | 224,300                        | 224,300                   |
| 75-5010-5504  | MISC WELLNESS EXP - ACTIVE             | 11,667             | 73,904             | 18,876                    | 75,000                        | 75,000                         | 75,000                    |
| 75-5010-5505  | STOP LOSS PREMIUMS - ACTIVE            | 549,788            | 589,964            | 675,000                   | 611,500                       | 635,900                        | 635,900                   |
| 75-5010-5506  | REFUNDS-STOP LOSS COV - ACTIVE         | (12,115)           | (175,723)          |                           |                               |                                |                           |
| 75-5010-5507  | SECTION 125-FLEX & MISC EXP - ACT      | 5,698              | 2,417              | 6,200                     | 6,200                         | 6,200                          | 6,200                     |
| 75-5010-5509  | INCURRED CLAIM-PR YR - ACTIVE          | 355,648            | 102,942            |                           |                               |                                |                           |
| 75-5010-5510  | VITALITY REWARDS                       | 273                | 3,275              |                           |                               |                                |                           |
| 75-5010-5580  | ACA TRANSITIONAL REINSURANCE FEES      |                    | 35,203             | 70,000                    | 70,000                        | 25,000                         | 25,000                    |
| <b>NET OF REVENUES/APPROPRIATIONS - NON PERSONNEL SEI</b> |  | <b>(2,865,661)</b> | <b>(3,041,521)</b> | <b>(3,860,076)</b>        | <b>(3,252,700)</b>            | <b>(3,420,600)</b>             | <b>(3,420,600)</b>        |
| <b>Dept 5020-DENTAL INSURANCE</b>                         |  |                    |                    |                           |                               |                                |                           |
| 75-5020-5501  | INCURRED CLAIM-CURRENT YEAR            | 149,769            | 137,555            | 150,000                   | 150,000                       | 150,000                        | 150,000                   |
| 75-5020-5503  | DENTAL CLAIM FEES                      | 11,185             | 9,989              | 12,000                    | 12,000                        | 12,000                         | 12,000                    |
| 75-5020-5509  | DENTAL-INCURRED CLAIM-PRIOR YEAR       | 16,986             | 1,708              | 2,000                     | 2,000                         | 2,000                          | 2,000                     |
| <b>NET OF REVENUES/APPROPRIATIONS - NON PERSONNEL SEI</b> |  | <b>(177,920)</b>   | <b>(149,232)</b>   | <b>(164,000)</b>          | <b>(164,000)</b>              | <b>(164,000)</b>               | <b>(164,000)</b>          |
| <b>Dept 5025-DENTAL - RETIREE</b>                         |  |                    |                    |                           |                               |                                |                           |
| 75-5025-5501  | DENTAL- RETIREE-INCUR CLAIM- CURRENT   | 3,940              | 3,848              | 5,200                     | 5,200                         | 5,200                          | 5,200                     |
| 75-5025-5503  | DENTAL CLAIM FEES-RETIREE-CURRENT YE.  | 314                | 141                | 200                       | 200                           | 200                            | 200                       |
| 75-5025-5509  | DENTAL CLAIMS -PRIOR YEAR- RETIREE     |                    | 1,583              | 900                       | 900                           | 900                            | 900                       |
| <b>NET OF REVENUES/APPROPRIATIONS - NON PERSONNEL SEI</b> |  | <b>(4,254)</b>     | <b>(5,550)</b>     | <b>(6,300)</b>            | <b>(6,300)</b>                | <b>(6,300)</b>                 | <b>(6,300)</b>            |
| <b>Total Expenditures</b>                                 |  | <b>3,047,835</b>   | <b>3,196,303</b>   | <b>4,030,376</b>          | <b>3,423,000</b>              | <b>4,182,400</b>               | <b>4,182,400</b>          |
| <b>ESTIMATED REVENUES - FUND 75</b>                       |  | <b>3,381,604</b>   | <b>3,218,013</b>   | <b>3,033,643</b>          | <b>3,035,504</b>              | <b>3,213,000</b>               | <b>3,213,000</b>          |
| <b>APPROPRIATIONS - FUND 75</b>                           |  | <b>3,047,835</b>   | <b>3,196,303</b>   | <b>4,030,376</b>          | <b>3,423,000</b>              | <b>4,182,400</b>               | <b>4,182,400</b>          |
| <b>NET OF REVENUES/APPROPRIATIONS - FUND 75</b>           |  | <b>333,769</b>     | <b>21,710</b>      | <b>(996,733)</b>          | <b>(387,496)</b>              | <b>(969,400)</b>               | <b>(969,400)</b>          |
| <b>BEGINNING FUND BALANCE</b>                             |  | <b>3,106,401</b>   | <b>3,440,171</b>   | <b>3,461,881</b>          | <b>3,461,882</b>              | <b>3,074,386</b>               | <b>3,074,386</b>          |
| <b>ENDING FUND BALANCE</b>                                |  | <b>3,440,170</b>   | <b>3,461,881</b>   | <b>2,465,148</b>          | <b>3,074,386</b>              | <b>2,104,986</b>               | <b>2,104,986</b>          |