



CITY OF FRANKLIN
FINANCE DEPARTMENT

9229 W. Loomis Road, Franklin, Wisconsin 53132
(414) 425-7500 Fax (414) 427-7527

CITY OF FRANKLIN

2011 THREE MONTH FINANCIAL REPORT

Submitted by Finance Department:

Calvin A. Patterson, Director of Finance & Treasurer

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Date: April 28, 2011
To: Mayor Tom Taylor, Common Council Members
and Finance Committee Members
From: Calvin A. Patterson, Director of Finance & Treasurer
Subject: Three month 2011 General Fund Financial Report

Attached is the 2011 financial report for the first three months for the City of Franklin.

The following items are included in this report:

General Fund Summary of Revenues and Expenditures	
General Fund Schedules of Revenue by Category and Expenditures by Department/Program	
Debt Service Fund Financial Report	TIF Districts Financial Reports
Library Fund Financial Report	Capital Outlay Fund
Equipment Revolving Fund Report	Street Improvement Financial Report
Self Insurance Fund Report	Post Employment Benefits Trust Report
Sewer Fund Financial Report	Water Utility Financial Report
Development Fund Report	Park Commission Revenue and Expenditures

The presentation in each fund is meant to provide a picture of where the City is in relation to the budget as the year progresses. The budget is broken down by month using a model that considers many criteria. The normal criteria for year-to-date budgets is one fourth of the annual budget for each calendar quarter. Those items that are not received or paid on that basis are adjusted to reflect their normal payment cycle. (Example shared revenues are normally received in the third and fourth quarters so the entire budget will show in those quarters and nothing in earlier quarters.) Comments below highlight some General Fund and other funds significant accounts and fluctuations.

General Fund Revenue

The 2011 YTD revenue of \$10,320,306 which trails the YTD budget of \$11,117,473 by \$797,167. The main reason is that property taxes budgeted for the first quarter were budgeted higher than received. Actual property tax payments will catch up with the budgeted amounts in the second and third quarters and the difference will be significantly reduced. Other revenue sources are close to budgeted amounts except for timing differences.

General Fund Expenditures

The 2011 YTD expenditures of \$5,803,494 was \$400,923 less than the YTD budget of \$6,204,417 with favorable variances in all functions due primarily to payment of 12 payroll weeks in a 13 week quarter. These factors should correct as the year progresses and result in less underexpenditures than presently shown.

Change in Fund Balance of General Fund

The Fund Balance reflects the revenue and expense activity for the first three months. Tax revenue is received early in the fiscal year and accounts for the increase in the Fund Balance and will be used during the later portion of the year to support operational expenses.

Cal Patterson
Director of Finance & Treasurer

Pc: Department Heads

9229 West Loomis Road, Franklin, Wisconsin 53132-9728 (414) 425-7500 Fax: (414) 425-6428

City of Franklin
General Fund

Comparative Statement of Revenue, Expenses and Fund Balance
For the 3 months ended March 31, 2011 and 2010

Revenue	2011		2011		2011		2010		2010		Variance Favorable (Unfavorable)
	Adopted Budget	Year-to-Date Budget	Year-to-Date Actual	Variance Favorable (Unfavorable)	Amended Budget	Year-to-Date Budget	Year-to-Date Actual	Variance Favorable (Unfavorable)			
Property Taxes	\$ 16,980,000	\$ 9,678,600	\$ 8,966,448	\$ (712,152)	\$ 16,124,000	\$ 9,190,680	\$ 7,888,068	\$ (1,302,612)			
Other Taxes	1,653,000	264,400	269,146	4,746	1,560,000	236,000	238,210	2,210			
Intergovernmental Revenue	2,669,300	400,575	398,552	(2,023)	2,472,000	367,500	364,651	(2,849)			
Regulation and Compliance	718,300	157,810	134,083	(23,727)	678,650	146,615	100,302	(46,313)			
Law and Ordinance Violations	400,000	100,000	131,955	31,955	400,000	100,000	139,655	39,655			
Public Charges for Services	1,662,200	402,038	368,866	(33,172)	1,834,450	441,100	305,896	(135,204)			
Intergovernmental Charges	250,000	40,000	-	(40,000)	250,000	40,000	-	(40,000)			
Interest Revenue	247,000	61,750	31,862	(29,888)	395,000	98,750	58,944	(39,806)			
Miscellaneous Revenue	98,200	12,300	19,394	7,094	107,900	13,225	25,529	12,304			
Transfers from Other Funds	-	-	-	-	-	-	-	-			
Total Revenue	\$ 24,678,000	\$ 11,117,473	\$ 10,320,306	\$ (797,167)	\$ 23,816,000	\$ 10,633,870	\$ 9,121,255	\$ (1,512,615)			
			92.83%				85.78%				
Expenditures	2011	2011	2011	Variance Favorable (Unfavorable)	2010	2010	2010	Variance Favorable (Unfavorable)			
	Adopted Budget	Year-to-Date Budget	Year-to-Date Actual		Amended Budget	Year-to-Date Budget	Year-to-Date Actual				
General Government	\$ 2,790,139	\$ 821,090	\$ 748,280	\$ 72,810	\$ 2,838,019	\$ 824,590	\$ 729,802	\$ 94,788			
Public Safety	16,108,836	4,025,509	3,717,490	308,019	15,304,927	3,824,532	3,447,377	377,155			
Public Works	4,866,810	1,059,073	1,090,415	(31,342)	4,644,547	1,006,377	892,910	113,467			
Health and Human Services	657,270	164,318	145,449	18,869	638,283	159,571	146,879	12,692			
Other Culture and Recreation	173,180	29,836	8,237	21,599	176,175	30,435	11,891	18,544			
Conservation and Development	418,365	104,591	93,623	10,968	437,007	109,252	87,976	21,276			
Contingency	(81,600)	-	-	-	(221,958)	-	-	-			
Transfers to Other Funds	-	-	-	-	-	-	-	-			
Total Expenditures	\$ 24,933,000	\$ 6,204,417	\$ 5,803,494	\$ 400,923	\$ 23,817,000	\$ 5,954,757	\$ 5,316,835	\$ 637,921			
			93.54%				89.29%				
Excess of revenue over (under) expenditures	(255,000)	\$ 4,913,056	4,516,812	\$ (396,244)	(1,000)	\$ 4,679,113	3,804,420	\$ (874,694)			
Fund balance, beginning of year	5,476,585		5,476,585		5,104,638		5,104,638				
Fund balance, end of period	\$ 5,221,585		\$ 9,993,397		\$ 5,103,638		\$ 8,909,058				

City of Franklin
General Fund

Comparative Statement of Revenue
For the 3 months ended March 31, 2011 and 2010

Revenue	2011 Adopted Budget	2011 Year-to-Date Budget	2011 Year-to-Date Actual	Variance Favorable (Unfavorable)	2010 Amended Budget	2010 Year-to-Date Budget	2010 Year-to-Date Actual	Variance Favorable (Unfavorable)
Taxes:								
General property	\$ 16,980,000	\$ 9,678,600	\$ 8,966,448	\$ (712,152)	\$ 16,124,000	\$ 9,190,680	\$ 7,888,068	\$ (1,302,612)
Water utility - tax equivalent	1,036,000	259,000	269,000	-	920,000	230,000	229,997	(3)
Cable television franchise fees	440,000	-	-	-	410,000	-	-	-
Mobile Home	27,000	5,400	10,146	4,746	30,000	6,000	8,213	2,213
Room tax	150,000	-	-	-	200,000	-	-	-
Total taxes	18,633,000	9,943,000	9,235,594	(707,406)	17,684,000	9,426,680	8,126,278	(1,300,402)
Intergovernmental Revenue:								
State shared revenue	550,000	-	-	-	550,000	-	-	-
Expenditure restraint revenue	271,000	-	-	-	211,000	-	-	-
State computer aid	38,000	-	-	-	43,000	-	-	-
State transportation aids	1,554,000	388,500	388,662	162	1,458,000	364,500	364,661	151
Fire insurance dues	116,000	-	-	-	110,000	-	-	-
Recycling grant	93,000	-	-	-	88,000	-	-	-
Other grants	48,300	12,075	9,900	(2,175)	12,000	3,000	-	(3,000)
Total intergovernmental	2,669,300	400,575	398,562	(2,023)	2,472,000	367,500	364,661	(2,849)
Regulation and Compliance:								
Licenses	145,100	14,510	15,621	1,111	153,660	15,365	14,994	(371)
Permits	573,200	143,300	118,462	(24,838)	525,000	131,250	85,308	(45,942)
Fines, forfeitures and penalties	400,000	100,000	131,955	31,955	400,000	100,000	139,655	39,655
Total regulation and compliance	1,118,300	257,810	266,038	8,228	1,078,660	246,615	239,957	(6,658)
Public Charges for Services:								
Planning related fees	50,800	12,700	16,200	3,500	90,300	22,575	9,875	(12,700)
General government	8,300	2,075	2,525	450	12,100	3,025	1,746	(1,279)
Architectural Board Review	3,600	900	1,260	360	7,200	1,800	500	(1,300)
Police and related	6,000	1,500	828	(672)	6,000	1,500	960	(540)
Ambulance services - ALS	450,000	112,500	122,169	9,669	400,000	100,000	99,992	(6)
Ambulance services - BLS	450,000	112,500	101,627	(10,873)	500,000	125,000	120,444	(4,556)
Fire safety training	2,000	500	320	(180)	2,000	500	395	(105)
Fire Sprinkler Plan Review	70,000	17,500	22,160	4,660	90,000	22,500	9,535	(12,965)
Fire Inspections	50,000	12,500	4,219	(8,281)	62,000	15,500	1,288	(14,212)
Weed cutting	10,050	-	-	-	10,050	-	-	-
Engineering fees	10,000	2,500	16,303	13,803	13,000	3,250	1,532	(1,718)
Public works fees	35,650	8,913	8,703	(210)	35,000	8,750	2,543	(6,207)
Weights & Measures	6,800	1,700	-	(1,700)	6,800	1,700	280	(1,420)
Landfill Operations - Direct	-	-	-	-	-	-	-	-
Landfill Operations - Separate	20,000	5,000	4,518	(482)	20,000	5,000	4,482	(518)
Landfill Operations - Tippage	394,000	98,500	60,820	(37,680)	445,000	111,250	45,478	(65,772)
Landfill Operations - Emerald Park	40,000	10,000	5,571	(4,429)	60,000	15,000	4,991	(10,009)
Health Department	55,000	2,750	1,643	(1,107)	75,000	3,750	1,855	(1,895)
Total charges for services	1,662,200	402,038	368,866	(33,172)	1,834,450	441,100	305,896	(135,204)

City of Franklin
General Fund

Comparative Statement of Revenue
For the 3 months ended March 31, 2011 and 2010

Revenue	2011 Adopted Budget	2011 Year-to-Date Budget	2011 Year-to-Date Actual	Variance Favorable (Unfavorable)	2010 Amended Budget	2010 Year-to-Date Budget	2010 Year-to-Date Actual	Variance Favorable (Unfavorable)
Intergovernmental Charges:								
Milwaukee County - paramedics	250,000	40,000	-	(40,000)	250,000	40,000	-	(40,000)
Franklin School District	-	-	-	-	-	-	-	-
Total intergovernmental charges	250,000	40,000	-	(40,000)	250,000	40,000	-	(40,000)
Interest Revenue:								
Interest on investments	140,000	35,000	25,890	(9,110)	275,000	68,750	34,046	(34,704)
Market value change on investments	(10,000)	(2,500)	(6,633)	(4,133)	-	-	(2,693)	(2,693)
Interest - tax roll	115,000	28,750	12,602	(16,148)	115,000	28,750	27,540	(1,210)
Other interest	2,000	500	3	(497)	5,000	1,250	51	(1,199)
Total interest revenue	247,000	61,750	31,862	(29,888)	395,000	98,750	58,944	(39,806)
Miscellaneous Revenue:								
Rental of property	34,000	-	12,097	12,097	34,000	-	11,911	11,911
Refunds/reimbursements	30,000	7,500	2,134	(5,366)	30,000	7,500	9,168	1,668
Insurance dividend	15,000	-	-	-	15,000	-	-	-
Sale of property	14,600	3,660	4,152	502	18,300	4,575	3,615	(960)
Other revenue	4,600	1,150	1,011	(139)	4,600	1,150	835	(315)
Total miscellaneous revenue	98,200	12,300	19,394	7,094	101,900	13,225	25,529	12,304
Transfer from Other Funds:								
OPEB Fund	-	-	-	-	-	-	-	-
Total revenue	\$ 24,678,000	\$ 11,117,473	\$ 10,320,306	\$ (797,167)	\$ 23,815,000	\$ 10,633,870	\$ 390,369	\$ (1,512,615)
			92.83%				3.67%	

A Represents an amendment to Adopted Budget

City of Franklin
General Fund

Comparative Statement of Expenditures
For the 3 months ended March 31, 2011 and 2010

Expenditures	2011		2011		2011		2010		2010		Variance Favorable (Unfavorable)
	Adopted Budget	Year-to-Date Budget	Year-to-Date Actual	Favorable (Unfavorable)	Amended Budget	Year-to-Date Budget	Year-to-Date Actual				
General Government:											
Common Council	\$ 98,353	\$ 24,588	\$ 29,585	\$ (4,987)	\$ 105,440	\$ 26,360	\$ 36,818	\$ (10,458)			
Municipal Court	178,061	44,515	41,365	3,150	177,117	44,279	38,258	6,021			
City Clerk	310,964	77,741	66,058	11,683	305,441	76,360	66,614	9,746			
Elections	22,835	5,709	10,420	(4,711)	42,996	10,749	2,493	8,256			
Information Services	323,400	80,650	81,796	(946)	355,400	88,850	79,249	9,601			
Administration	464,799	116,200	106,665	10,535	457,292	114,323	93,708	20,615			
Finance	524,703	131,176	132,834	(1,658)	529,424	132,356	128,985	3,671			
Independent Audit	33,000	5,280	9,500	(4,220)	26,000	4,160	12,000	(7,840)			
Assessor	256,684	64,171	19,485	44,686	237,786	59,447	15,404	43,043			
Legal Counsel	284,200	71,050	72,746	(1,696)	300,900	75,225	72,780	2,445			
Municipal Buildings	208,340	52,065	36,231	15,834	220,623	55,156	43,353	11,803			
Property/liability insurance	72,300	144,600	142,112	2,488	67,100	134,200	139,440	(6,240)			
Unclassified	12,500	3,125	483	2,642	12,500	3,125	-	3,125			
Total general government	2,790,139	821,090	748,280	72,810	2,838,019	824,590	729,802	94,788			
Public Safety:											
Police Department	9,123,611	2,280,903	2,124,845	156,058	8,603,195	2,150,799	1,921,626	229,173			
Fire Department	5,918,535	1,479,634	1,353,596	126,038	5,639,812	1,409,953	1,291,716	118,237			
Public Fire Protection	304,800	76,200	67,481	8,719	295,900	73,975	67,481	6,494			
Building Inspection	755,090	188,773	171,568	17,205	759,220	189,805	166,554	23,251			
Weights and Measures	6,800	-	-	-	6,800	-	-	-			
Total public safety	16,108,836	4,025,509	3,717,490	308,019	15,304,927	3,824,532	3,447,377	377,155			
Public Works:											
Engineering	597,762	149,441	124,355	25,086	569,514	142,379	126,069	16,310			
Highway	2,535,479	633,870	601,215	32,654	2,373,362	593,340	529,294	64,046			
Refuse collection	1,406,019	224,963	294,718	(69,755)	1,387,921	222,066	185,254	36,812			
Street Lighting	317,500	50,800	70,126	(19,326)	303,700	48,592	52,293	(3,701)			
Weed Control	10,050	-	-	-	10,050	-	-	-			
Total public works	4,866,810	1,059,073	1,090,415	(31,342)	4,644,547	1,006,377	892,910	113,467			
Health and Human Services:											
Public Health Department	609,520	152,380	129,272	23,108	590,983	147,746	128,776	18,970			
Animal Control	47,750	11,938	16,177	(4,240)	47,300	11,825	18,103	(6,278)			
Total health and human services	657,270	164,318	145,449	18,859	638,283	159,571	146,879	12,692			
Culture and Recreation:											
St. Martins Fair	11,000	-	-	-	11,000	-	-	-			
Civic Celebrations	13,000	-	-	-	13,000	-	-	-			
Senior Travel	15,000	3,000	616	2,384	137,175	3,000	2,016	984			
Parks	134,180	26,836	7,521	19,215	137,175	27,435	9,875	17,560			
Total culture and recreation	\$ 173,180	\$ 29,836	\$ 8,237	\$ 21,599	\$ 176,175	\$ 30,435	\$ 11,891	\$ 18,544			

A Represents an amendment to Adopted Budget

**City of Franklin
General Fund**

Comparative Statement of Expenditures

For the 3 months ended March 31, 2011 and 2010

Expenditures	2011 Adopted Budget	2011 Year-to-Date Budget	2011 Year-to-Date Actual	2011 Favorable (Unfavorable)	2010 Amended Budget	2010 Year-to-Date Budget	2010 Year-to-Date Actual	Variance Favorable (Unfavorable)
Conservation and Development:								
City Development	407,865	101,966	92,894	9,072	408,807 A	102,202	87,876	14,326
Economic Development	10,500	2,625	729	1,896	28,200	7,050	100	6,950
Total conservation and development	418,365	104,591	93,623	10,968	437,007	109,252	87,976	21,276
Contingency:								
Restricted - other	-	-	-	-	- A	-	-	-
Unrestricted	-	-	-	-	49,042 A	-	-	-
Anticipated underexpenditures	(91,600)	-	-	-	(271,000) A	-	-	-
Total contingency	(91,600)	-	-	-	(221,958)	-	-	-
Transfers to other funds:								
Capital Outlay Fund	-	-	-	-	-	-	-	-
Total transfers to other funds	-	-	-	-	-	-	-	-
Total expenditures	\$ 24,933,000	\$ 6,204,417	\$ 5,803,494	\$ 400,923	\$ 23,817,000	\$ 5,954,756	\$ 5,316,835	\$ 637,921
			93.54%				89.29%	

A Represents an amendment to Adopted Budget

BALANCE SHEET

ASSETS

Cash and investments	\$ 10,803,767
Accounts receivable	339,021
Taxes receivable	8,053,010
Due from other funds	284,083
Due from other governments	9,822
Prepaid expenditures	4,675
Inventories	23,020
Total Assets	\$ 19,517,398

LIABILITIES

Accounts payable	\$ -
Accrued liabilities	153,042
Due to other funds	945,987
Due to other governments	100,329
Special deposits	288,763
Deferred revenue	8,035,880
Total Liabilities	\$ 9,524,001

FUND BALANCES

Reserve for inventories and prepaid expenditures	27,695
Unreserved	9,965,702
Total fund balances	9,993,397
Total Liabilities and fund balances	\$ 19,517,398

2010 Year Actual	
\$ 6,144,074	
528,448	
17,043,775	
23,029	
11,951	
45,703	
29,970	
\$ 23,826,950	

\$ 630,845	
328,367	
514	
86,645	
301,181	
17,002,813	
18,350,365	

75,673	
5,400,912	
5,476,585	
\$ 23,826,950	

City of Franklin
Debt Service Funds
Balance Sheet
March 31, 2011 and December 31, 2010

	2011 Special Assessment	2011 Debt Service	2011 Total	2010 Total Debt Service
Assets				
Cash and investments	\$ 306,965	\$ (29,023)	\$ 277,942	\$ 233,278
Taxes receivable	-	-	-	2,165,647
Accounts receivable	-	-	-	-
Accrued interest receivable	-	-	-	-
Internal Advances to TIF Districts	-	3,738,000	3,738,000	4,263,000
Special assessment receivable	554,195	-	554,195	557,649
Total Assets	<u>\$ 861,160</u>	<u>\$ 3,708,977</u>	<u>\$ 4,570,137</u>	<u>\$ 7,219,574</u>
Liabilities and Fund Balance				
Deferred revenue	\$ 554,195	-	\$ 554,195	\$ 2,723,296
Due to other funds	-	-	-	1,475,000
Fund balance	306,965	3,708,977	4,015,942	3,021,278
Total Liabilities and Fund Balance	<u>\$ 861,160</u>	<u>\$ 3,708,977</u>	<u>\$ 4,570,137</u>	<u>\$ 7,219,574</u>

Statement of Revenue, Expenses and Fund Balance
For the Three months ended March 31, 2011 and Twelve months ended December 31, 2010

	2011 Special Assessment	2011 Debt Service	2011 Year-to-Date Actual	2011 Annual Budget	Total Year Actual	Total Annual Budget	Variance Favorable (Unfavorable)
Revenue							
Property Taxes	-	-	\$ 1,900,000	\$ 1,900,000	\$ 1,900,000	\$ 1,900,000	-
Special Assessments	218,568	-	218,568	-	227,560	-	227,560
Investment Income	4,586	-	4,586	-	59,970	-	59,970
Interfund Interest Income	50,533	82,210	132,743	174,163	197,117	197,117	-
Total Revenue	<u>273,687</u>	<u>1,982,210</u>	<u>2,255,897</u>	<u>2,074,163</u>	<u>2,384,647</u>	<u>2,097,117</u>	<u>287,530</u>
Expenditures:							
Debt Service:							
Principal	-	1,055,000	1,055,000	1,055,000	850,000	850,000	-
Interest	-	349,233	349,233	677,751	757,023	758,101	1,078
Total expenditures	<u>-</u>	<u>1,404,233</u>	<u>1,404,233</u>	<u>1,732,751</u>	<u>1,607,023</u>	<u>1,608,101</u>	<u>1,078</u>
Transfers in	-	343,000	343,000	608,588	279,906	343,000	63,094
Transfers out	(200,000)	-	(200,000)	-	(115,152)	-	115,152
Net change in fund balances	<u>73,687</u>	<u>920,977</u>	<u>994,664</u>	<u>950,000</u>	<u>942,378</u>	<u>832,016</u>	<u>466,854</u>
Fund balance, beginning of year	<u>233,278</u>	<u>2,788,000</u>	<u>3,021,278</u>	<u>3,021,278</u>	<u>2,078,900</u>	<u>2,078,900</u>	<u>-</u>
Fund balance, end of period	<u>\$ 306,965</u>	<u>\$ 3,708,977</u>	<u>\$ 4,015,942</u>	<u>\$ 3,971,278</u>	<u>\$ 3,021,278</u>	<u>\$ 2,910,916</u>	<u>\$ 805,362</u>

City of Franklin
Tax Increment Financing Districts #2
Balance Sheet
March 31, 2011 & December 31, 2010

<u>Assets</u>	<u>2011</u>	<u>2010</u>
Cash and investments	\$ 764,371	\$ 1,356,789
Taxes receivable	-	4,493,995
Due from State of WI	-	125,671
Total Assets	\$ 764,371	\$ 5,976,455
<u>Liabilities and Fund Balance</u>		
Accounts payable	\$ 15,000	\$ 20,919
Deferred revenue	-	4,493,995
Fund balance - reserved for contractual obligations	44,000	44,000
Fund balance - unreserved	705,371	1,417,541
Total Liabilities and Fund Balance	\$ 764,371	\$ 5,976,455

Statement of Revenue, Expenses and Fund Balance
For the Three months ended March 31, 2011

<u>Revenue</u>	<u>2011 Annual Forecast</u>	<u>2011 Year-to-Date Forecast</u>	<u>2011 Year-to-Date Actual</u>	<u>2010 Year Actual</u>
General property tax levy	\$ 4,494,000	\$ 4,494,000	\$ 4,493,996	\$ 3,894,360
State exempt computer aid	1,023,000	-	-	234,886
State stormwater grant	-	-	-	125,671
Interest income	17,000	12,750	12,027	23,027
Miscellaneous income	-	-	-	-
Total revenue	5,534,000	4,506,750	4,506,023	4,277,944
Expenditures:				
Debt service principal	4,700,000	4,700,000	4,700,000	3,000,000
Debt service interest	94,000	51,700	94,000	248,000
Fiscal charges	-	-	-	-
Administrative expenses	10,000	2,500	2,193	11,563
Capital outlays	422,000	-	422,000	93,316
Total expenditures	5,226,000	4,754,200	5,218,193	3,352,879
Revenue over (under) expenditures	308,000	<u>\$ (247,449)</u>	(712,170)	925,065
Fund balance, beginning of year	1,461,541		1,461,541	536,476
Fund balance, end of period	\$ 1,769,541		\$ 749,371	\$ 1,461,541

City of Franklin
Tax Increment Financing Districts #3
Balance Sheet
March 31, 2011 & December 31, 2010

<u>Assets</u>	<u>2011</u>	<u>2010</u>
Cash and investments	\$ 477,802	\$ 359,808
Interest receivable	-	-
Notes receivable	7,520,000	8,160,000
Taxes receivable	-	1,407,207
Total Assets	\$ 7,997,802	\$ 9,927,015

<u>Liabilities and Fund Balance</u>	<u>2011</u>	<u>2010</u>
Accounts payable	\$ 382	\$ 16,511
Deferred revenue	-	1,407,207
Line of Credit Advance from Other Funds	-	-
Fund balance - Reserved for note receivable	7,520,000	8,160,000
Fund balance - Reserved for contractual obligations	3,000	3,000
Fund balance - Unreserved	474,420	340,297
Total Liabilities and Fund Balance	\$ 7,997,802	\$ 9,927,015

Statement of Revenue, Expenses and Fund Balance
For the Three months ended March 31, 2011

<u>Revenue</u>	<u>2011 Annual Forecast</u>	<u>2011 Year-to-Date Forecast</u>	<u>2011 Year-to-Date Actual</u>	<u>2010 Year Actual</u>
General property tax levy	\$ 1,467,000	\$ 1,467,000	\$ 1,407,207	\$ 2,295,166
State exempt computer aid	311,900	-	-	326,765
Interest income	161,100	40,275	84,301	173,314
Transfer from other funds	-	-	-	-
Total revenue	1,940,000	1,507,275	1,491,508	2,795,245
Expenditures:				
Debt service principal	1,640,000	1,640,000	1,640,000	1,425,000
Debt service interest & fees	675,580	337,790	353,573	736,093
Administrative expenses	30,020	7,505	2,193	11,564
Capital outlays	-	-	1,619	105,028
Total expenditures	2,345,600	1,985,295	1,997,385	2,277,685
	(405,600)	(478,020)	(505,877)	517,560
Fund balance, beginning of year	8,503,297	8,503,297	8,503,297	7,985,737
Fund balance, end of period	\$ 8,097,697	\$ 7,997,420	\$ 7,997,420	\$ 8,503,297

City of Franklin
Tax Increment Financing Districts #4
Balance Sheet
March 31, 2011 & December 31, 2010

<u>Assets</u>	<u>2011</u>	<u>2010</u>
Cash and investments	\$ 482,783	\$ 247,978
Accounts receivable	-	8,596
Developer receivable	-	-
Taxes receivable	-	836,103
Total Assets	\$ 482,783	\$ 1,092,677
<u>Liabilities and Fund Balance</u>		
Accounts payable	\$ -	\$ 3,004
Deferred revenue	-	836,103
Line of Credit Advance from Other Funds	-	-
Interfund Advance from Debt Service	3,738,000	4,263,000
Fund balance - Reserved for contractual obligations	-	-
Fund balance - Unreserved	(3,255,217)	(4,009,430)
Total Liabilities and Fund Balance	\$ 482,783	\$ 1,092,677

Statement of Revenue, Expenses and Fund Balance
For the Three months ended March 31, 2011

<u>Revenue</u>	<u>2011</u> <u>Annual</u> <u>Forecast</u>	<u>2011</u> <u>Year-to-Date</u> <u>Forecast</u>	<u>2011</u> <u>Year-to-Date</u> <u>Actual</u>	<u>2010</u> <u>Year</u> <u>Actual</u>
General property tax levy	\$ 832,400	\$ 832,400	\$ 836,103	\$ 1,268,430
Payment in lieu of taxes	31,000	-	-	78,217
State exempt computer aid	5,000	-	-	3,254
Interest income	4,600	1,150	2,513	5,120
Miscellaneous income	-	-	-	-
Total revenue	873,000	833,550	838,616	1,355,021
Expenditures:				
Transfer to Other Funds	-	-	-	45,108
Debt service/interfund interest	195,164	31,226	82,210	198,646
Administrative expenses	27,836	6,959	2,193	9,626
Capital outlays	1,013,000	101,300	-	6,119
Total expenditures	1,236,000	139,485	84,403	259,499
Revenue over (under) expenditures	(363,000)	<u>\$ 694,065</u>	754,213	1,095,522
Fund balance, beginning of year	(4,009,430)		(4,009,430)	(5,104,952)
Fund balance, end of period	<u>\$ (4,372,430)</u>		<u>\$ (3,255,217)</u>	<u>\$ (4,009,430)</u>

City of Franklin
Library Fund
Balance Sheet
March 31, 2011 and 2010

	Operating		Restricted	
	2011	2010	2011	2010
Assets				
Cash and investments	\$ 1,270,094	\$ 1,224,283	\$ 110,785	\$ 102,733
Accrued receivables	-	-	-	-
Taxes receivable	-	-	-	186
Prepaid expenses	-	-	-	-
Total Assets	\$ 1,270,094	\$ 1,224,283	\$ 110,785	\$ 102,919
Liabilities and Fund Balance				
Accounts payable	\$ -	\$ -	\$ 115	\$ 144
Accrued salaries & wages	4,915	2,660	-	-
Deferred revenue	-	-	-	-
Fund balance - restricted	1,265,179	1,221,623	110,670	102,775
Total Liabilities and Fund Balance	\$ 1,270,094	\$ 1,224,283	\$ 110,785	\$ 102,919

Statement of Revenue, Expenses and Fund Balance - Operating Fund
For the Three months ended March 31, 2011 and 2010

	2011	2011	2010	2010	Variance
	Year-to-Date	Year-to-Date	Year-to-Date	Year-to-Date	Favorable
	Budget	Actual	Budget	Actual	(Unfavorable)
	\$	\$	\$	\$	\$
Revenue					
Property taxes	\$ 1,175,000	\$ 1,175,000	\$ 1,150,000	\$ 1,150,000	-
Reciprocal borrowing (restricted)	50,000	-	50,000	-	-
Investment income	20,000	3,646	24,000	4,340	(1,660)
Miscellaneous	-	-	-	-	-
Total Revenue	1,245,000	1,178,646	1,224,000	1,154,340	(1,660)
Expenditures:					
Salaries and benefits	883,473	200,832	861,826	198,219	17,238
Contractual services	15,350	2,063	8,100	287	1,738
Supplies	31,500	12,210	31,000	7,750	(3,468)
Services and charges	33,950	4,845	33,900	8,475	4,164
Facility charges	264,000	55,471	251,850	62,963	19,404
Capital outlay	97,000	28,729	86,500	28,966	(7,341)
Total expenditures	1,315,273	304,150	1,273,176	286,560	31,734
Revenue over (under) expenditures	(70,273)	874,496	(49,176)	837,706	(33,394)
Fund balance, beginning of year	390,683	390,683	353,843	353,843	-
Fund balance, end of period	\$ 320,410	\$ 1,265,179	\$ 304,667	\$ 1,221,623	-

**City of Franklin
Capital Outlay Fund
Balance Sheet
March 31, 2011 & December 31, 2010**

<u>Assets</u>	<u>2011</u>	<u>2010</u>
Cash and investments	\$ 770,565	\$ 414,363
Taxes receivable	-	380,000
Accrued Receivables	21,635	21,635
Total Assets	<u>\$ 792,200</u>	<u>\$ 815,998</u>
<u>Liabilities and Fund Balance</u>		
Accounts payable	\$ -	\$ 14,707
Deferred Revenue	-	380,000
Fund balance	792,200	421,291
Total Liabilities and Fund Balance	<u>\$ 792,200</u>	<u>\$ 815,998</u>

**Statement of Revenue, Expenses and Fund Balance
For the Three months ended March 31, 2011**

<u>Revenue</u>	<u>2011 Annual Budget</u>	<u>2011 Year-to-Date Budget</u>	<u>2011 Year-to-Date Actual</u>	<u>2010 Year Actual</u>
Property Taxes	\$ 380,000	\$ 380,000	\$ 380,000	\$ 475,000
Grants	-	-	-	33,905
Landfill Siting	100,000	100,000	100,000	-
Investment Income	10,000	2,500	2,460	7,168
Transfers In	-	-	-	-
Miscellaneous Revenue	45,000	-	12,390	26,258
Total Revenue	<u>535,000</u>	<u>482,500</u>	<u>494,850</u>	<u>542,331</u>
Expenditures:				
General Government	115,550	28,888	37,857	59,314
Public Safety	441,200	110,300	66,055	310,897
Public Works	49,850	12,463	20,029	76,613
Culture and Recreation	17,000	4,250	-	11,873
Conservation and Development	1,800	450	-	2,160
Contingency	-	-	-	-
Total expenditures	<u>625,400</u>	<u>156,350</u>	<u>123,941</u>	<u>460,857</u>
Revenue over (under) expenditures	(90,400)	<u>326,150</u>	370,909	81,474
Fund balance, beginning of year	421,291		421,291	339,817
Fund balance, end of period	<u>\$ 330,891</u>		<u>\$ 792,200</u>	<u>\$ 421,291</u>

**City of Franklin
Equipment Revolving Fund
Comparative Balance Sheet
March 31, 2011 & December 31, 2010**

<u>Assets</u>	<u>2011</u>	<u>2010</u>
Cash and investments	\$ 1,731,394	\$ 1,480,732
Taxes receivable	-	130,000
Line of Credit advance	-	-
Total Assets	<u>\$ 1,731,394</u>	<u>\$ 1,610,732</u>
<u>Liabilities and Fund Balance</u>		
Accounts payable	\$ -	\$ -
Deferred revenue	-	130,000
Fund balance	1,731,394	1,480,732
Total Liabilities and Fund Balance	<u>\$ 1,731,394</u>	<u>\$ 1,610,732</u>

**Comparative Statement of Revenue, Expenses and Fund Balance
For the Three months ended March 31, 2011**

	2011 Adopted Budget	2011 Year-to-Date Actual	2010 Year Actual
Revenue:			
Property Taxes	\$ 130,000	\$ 130,000	\$ 277,000
Landfill	150,000	150,000	
Investment Income	51,000	5,781	20,189
Interfund Interest	-	-	1,841
Property Sales	10,000	-	37,812
Miscellaneous Income	-	-	2,000
Total revenue	<u>341,000</u>	<u>285,781</u>	<u>338,842</u>
Expenditures:			
Fire Department			
Ambulance	-	-	146,607
Building Inspection Department			
Jeeps (2)	50,000	-	-
Highway Department			
Single axle dump truck w/ plow, wing & salt spreader # 729	-	-	137,482
Tandem axle dump truck w/ plow, wing & salt spreader # 762	-	-	148,642
Single axle dump truck w/ plow # 708	155,000	17,560	-
One-ton dump truck w/ plow # 709	71,000	17,559	-
Total Highway Department	<u>226,000</u>	<u>35,119</u>	<u>286,124</u>
Total expenditures	<u>276,000</u>	<u>35,119</u>	<u>432,731</u>
Revenue over (under) expenditures	65,000	250,662	(93,889)
Fund balance, beginning of year	1,480,732	1,480,732	1,574,621
Fund balance, end of period	<u>\$ 1,545,732</u>	<u>\$ 1,731,394</u>	<u>\$ 1,480,732</u>

E Represents an encumbrance to Adopted Budget

City of Franklin
Street Improvement Fund
Balance Sheet
March 31, 2011 & December 31, 2010

<u>Assets</u>	<u>2011</u>	<u>2010</u>
Cash and investments	\$ 1,167,248	\$ 563,743
Taxes receivable	-	400,000
Total Assets	<u><u>\$ 1,167,248</u></u>	<u><u>\$ 963,743</u></u>
<u>Liabilities and Fund Balance</u>		
Accounts payable	\$ 146,822	\$ 146,822
Deferred revenue	-	400,000
Fund balance	1,020,426	416,921
Total Liabilities and Fund Balance	<u><u>\$ 1,167,248</u></u>	<u><u>\$ 963,743</u></u>

Statement of Revenue, Expenses and Fund Balance
For the Three months ended March 31, 2011

	<u>2011</u> <u>Adopted</u> <u>Budget</u>	<u>2011</u> <u>Year-to-Date</u> <u>Totals</u>	<u>2010</u> <u>Year</u> <u>Totals</u>
Revenue:			
Property Taxes	\$ 400,000	\$ 400,000	\$ 500,000
Landfill Siting	200,000	200,000	-
Investment Income	20,000	3,505	8,515
Total revenue	<u><u>620,000</u></u>	<u><u>603,505</u></u>	<u><u>508,515</u></u>
Expenditures:			
Street Reconstruction Program - Current Year	580,000	-	-
S. 51st Street - Drexel to Puetz	-	-	165,842
Transfer to Capital Improvement Fund	40,000	-	142,379
Street Reconstruction Program - Prior Year	-	-	60
Total expenditures	<u><u>620,000</u></u>	<u><u>-</u></u>	<u><u>308,281</u></u>
Revenue over (under) expenditures	-	603,505	200,234
Fund balance, beginning of year	416,921	416,921	216,687
Fund balance, end of period	<u><u>\$ 416,921</u></u>	<u><u>\$ 1,020,426</u></u>	<u><u>\$ 416,921</u></u>

City of Franklin
Self Insurance Fund - Actives
Balance Sheet
March 31, 2011 & December 31, 2010

<u>Assets</u>	<u>2011</u>	<u>2010</u>
Cash and investments	\$ 2,825,845	\$ 2,519,721
Accounts receivable	540	60,708
Total Assets	\$ 2,826,385	\$ 2,580,429
<u>Liabilities and Fund Balance</u>		
Accounts payable	\$ -	\$ 30,272
Claims payable	318,203	318,000
Fund balance	2,508,182	2,232,157
Total Liabilities and Fund Balance	\$ 2,826,385	\$ 2,580,429

City of Franklin Self Insurance Fund - Actives
Statement of Revenue, Expenses and Fund Balance
For the Three months ended March 31, 2011

<u>Revenue</u>	<u>2011</u> <u>Forecast</u>	<u>2011</u> <u>Year-to-Date</u> <u>Forecast</u>	<u>2011</u> <u>Year-to-Date</u> <u>Actual</u>	<u>2010</u> <u>Year</u> <u>Actual</u>
Medical Premiums-City	\$ 3,270,000	\$ 817,500	\$ 830,412	\$ 3,116,930
Medical Premiums-Employee	325,000	81,250	80,338	293,602
Other - interest, etc.	41,000	10,250	9,225	32,807
Medical Revenue	<u>3,636,000</u>	<u>909,000</u>	<u>919,975</u>	<u>3,443,339</u>
Dental Premiums-City	93,000	23,250	22,907	91,627
Dental Premiums-Retirees	6,000	1,500	2,886	5,714
Dental Premiums-Employee	62,000	15,500	15,176	60,072
Dental Revenue	<u>161,000</u>	<u>40,250</u>	<u>40,969</u>	<u>157,413</u>
Total Revenue	<u>3,797,000</u>	<u>949,250</u>	<u>960,944</u>	<u>3,600,752</u>
Expenditures:				
Active Employees-Medical				
Medical claims - Current Year	3,152,000	788,000	221,763	2,777,350
Medical claims - Prior Year	-	-	188,912	288,527
Prescription drug claims	358,000	89,500	69,217	317,933
Refunds-Stop Loss Coverage	(150,000)	(37,500)	8,311	(449,960)
Total Claims-Actives	<u>3,360,000</u>	<u>840,000</u>	<u>488,203</u>	<u>2,933,850</u>
Medical Claim Fees	126,000	31,500	22,082	92,398
Miscellaneous Wellness	18,000	4,500	-	541
Section 125 administration Fee	7,000	1,750	1,296	6,099
Stop Loss Premiums	569,000	142,250	141,690	510,654
Total Medical Costs-Actives	<u>4,080,000</u>	<u>1,020,000</u>	<u>653,271</u>	<u>3,543,542</u>
Retiree Implicit Rate Subsidy	37,134	-	-	-
Total Medical Costs	<u>4,117,134</u>	<u>1,020,000</u>	<u>653,271</u>	<u>3,543,542</u>
Active Employees-Dental				
Dental claims - Current Year	148,500	37,125	23,429	130,831
Dental claims - Prior Year	-	-	6,195	12,597
Dental Claim Fees	5,500	1,375	1,323	5,263
Total Dental Costs-Actives	<u>154,000</u>	<u>38,500</u>	<u>30,947</u>	<u>148,691</u>
Retirees-Dental				
Dental claims - Current Year	7,000	1,750	656	6,899
Dental claims - Prior Year	900	450	-	1,091
Dental Claim Fees	100	25	45	164
Total Dental Costs-Retirees	<u>8,000</u>	<u>2,225</u>	<u>701</u>	<u>8,154</u>
Total Dental Costs	<u>162,000</u>	<u>40,725</u>	<u>31,648</u>	<u>156,845</u>
Total Expenditures	<u>4,279,134</u>	<u>1,060,725</u>	<u>684,919</u>	<u>3,700,387</u>
Revenue over (under) expenditures	(482,134)	<u>\$ (111,475)</u>	276,025	(99,635)
Fund balance, beginning of year	2,232,157		2,232,157	2,331,792
Fund balance, end of period	<u>\$ 1,750,023</u>		<u>\$ 2,508,182</u>	<u>\$ 2,232,157</u>

City of Franklin
City of Franklin Post Employment Benefits Trust
Balance Sheet
March 31, 2011 & December 31, 2010

<u>Assets</u>	<u>2011</u>	<u>2010</u>
Cash and investments	\$ 155,948	\$ 307,016
Investments held in trust	2,206,771	1,814,179
Accounts receivable	21,832	1,791
Total Assets	\$ 2,384,551	\$ 2,122,986
<u>Liabilities and Fund Balance</u>		
Accounts payable	\$ -	\$ 6,730
Claims payable	12,000	12,000
Fund balance	2,372,551	2,104,256
Total Liabilities and Fund Balance	\$ 2,384,551	\$ 2,122,986

City of Franklin Post Employment Benefits Trust
Statement of Revenue, Expenses and Fund Balance
For the Three months ended March 31, 2011

<u>Revenue</u>	<u>2011 Forecast</u>	<u>2011 Year-to-Date Forecast</u>	<u>2011 Year-to-Date Actual</u>	<u>2010 Year Actual</u>
ARC Medical Charges - City	\$ 173,000	\$ 43,250	\$ 42,300	\$ 167,734
Annual Required Contribution-Net	700,000	175,000	163,282	626,118
Medical Charges - Retirees	140,000	35,000	72,616	137,774
Implicit Rate Subsidy	37,134	-	-	-
Other - interest, etc.	102,000	25,500	56,943	224,126
Medical Revenue	<u>1,152,134</u>	<u>278,750</u>	<u>335,141</u>	<u>1,155,752</u>
Expenditures:				
Retirees-Medical				
Medical claims - Current Year	146,000	36,500	12,064	108,755
Medical claims - Prior Year	-	-	12,420	14,218
Prescription drug claims	157,000	39,250	27,393	126,510
Refunds-Stop Loss Coverage	-	-	-	-
Total Claims-Retirees	<u>303,000</u>	<u>75,750</u>	<u>51,877</u>	<u>249,483</u>
Medical Claim Fees	7,000	1,750	1,926	8,312
Stop Loss Premiums	47,000	11,750	13,043	48,459
Total Medical Costs-Retirees	<u>357,000</u>	<u>89,250</u>	<u>66,846</u>	<u>306,254</u>
Revenue over (under) expenditures	795,134	<u>189,500</u>	268,295	849,498
Fund balance, beginning of year	<u>2,104,256</u>		<u>2,104,256</u>	<u>1,254,758</u>
Fund balance, end of period	<u>\$ 2,899,390</u>		<u>\$ 2,372,551</u>	<u>\$ 2,104,256</u>

**City of Franklin
Sanitary Sewer Fund
Comparative Balance Sheet
March 31, 2011 & 2010**

	<u>2011</u>	<u>2010</u>
<u>Assets</u>		
Current Assets:		
Cash and investments	\$ 378,568	\$ 942,493
Accounts receivable	960,883	856,886
Accrued receivables	-	-
Taxes receivable	-	-
Due from Franklin Water Utility	53,689	156,422
Total current assets	<u>1,392,920</u>	<u>1,955,801</u>
Sanitary Sewer plant in service:		
Land	358,340	312,669
Buildings and improvements	1,592,175	1,592,175
Improvements other than buildings	53,255,869	53,176,312
Machinery and equipment	665,657	638,388
Construction in progress	835,296	27,200
	<u>56,707,337</u>	<u>55,746,744</u>
Less accumulated depreciation	<u>(11,198,695)</u>	<u>(10,566,784)</u>
Net sanitary sewer plant in service	<u>45,508,642</u>	<u>45,179,960</u>
Total Assets	<u>\$ 46,901,562</u>	<u>\$ 47,135,761</u>
<u>Liabilities and Net Assets</u>		
Current liabilities:		
Accounts payable	\$ -	\$ -
Accrued liabilities	465,801	452,851
Due to Franklin Water Utility	-	23,209
Accrued compensated absences	60,338	60,177
Total current liabilities	<u>526,139</u>	<u>536,237</u>
Total liabilities	<u>526,139</u>	<u>536,237</u>
Net Assets:		
Invested in capital assets, net of related debt	45,508,642	45,179,960
Sewer equipment replacement	261,852	227,388
Retained earnings	604,929	1,192,176
Total net assets	<u>46,375,423</u>	<u>46,599,524</u>
Total Liabilities and Net Assets	<u>\$ 46,901,562</u>	<u>\$ 47,135,761</u>

City of Franklin
Sanitary Sewer Fund
Statement of Revenue, Expenditures,
and Changes in Net Assets
For the Three months ended March 31, 2011 and 2010

	2010 Adopted Budget	2010 Year-to-Date Budget	Current Year-to-Date Totals	Prior Year-to-Date Totals
Operating Revenue				
Residential	\$ 1,802,000	\$ 450,500	\$ 447,540	\$ 438,084
Commercial	796,000	199,000	194,842	183,670
Industrial	260,000	65,000	71,908	55,381
Public Authority	200,000	50,000	35,248	48,301
Penalties/Other	40,000	10,000	6,431	5,812
Total Operating Revenue	<u>3,098,000</u>	<u>774,500</u>	<u>755,969</u>	<u>731,248</u>
Operating Expenditures				
Salaries and benefits	\$ 483,304	\$ 120,826	\$ 114,986	\$ 125,538
Contractual services	80,600	20,150	48,634	42,711
Supplies	97,150	24,288	36,851	12,154
Facility charges	44,074	11,019	8,237	8,141
Shared meter costs	15,000	3,750	-	-
Sewer service - MMSD	1,890,700	472,675	451,840	440,340
Other operating costs	20,272	5,068	5,400	4,138
Allocated expenses	102,400	25,600	25,600	25,547
Sewer improvements	100,000	25,000	-	-
Capital outlay-maintenance	-	-	-	-
Sewer relocation	-	-	-	1,346
Depreciation	67,500	16,875	16,875	16,228
Total operating expenditures	<u>2,901,000</u>	<u>725,250</u>	<u>708,423</u>	<u>676,143</u>
Operating Income (Loss)	197,000	49,250	47,546	55,105
Non-Operating Revenue (Expenditures)				
Miscellaneous income	3,000	750	955	1,887
Property sale	-	-	-	-
Investment income	15,000	3,750	3,518	4,920
Total non-operating revenue (expenditures)	<u>18,000</u>	<u>4,500</u>	<u>4,473</u>	<u>6,807</u>
Income (Loss) before Capital Contributions	<u>215,000</u>	<u>53,750</u>	<u>52,019</u>	<u>61,912</u>
Retained Earnings- Beginning	-	857,829	1,036,615	1,346,117
Transfer (to) from Invested in Capital Assets	-	-	(221,853)	11,535
Retained Earnings- Ending	<u>215,000</u>	<u>911,579</u>	<u>866,781</u>	<u>1,419,564</u>
Capital Contributions	600,000	-	-	-
Depreciation - CIAC	(586,000)	(146,500)	(146,500)	(146,505)
Transfer (to) from Retained Earnings	-	-	221,853	(11,535)
Change in Net Investment in Capital Assets	14,000	(146,500)	75,353	(158,040)
Net Investment in Capital Assets-Beginning	<u>45,433,289</u>	<u>45,433,289</u>	<u>45,433,289</u>	<u>45,338,000</u>
Net Investment in Capital Assets-Ending	<u>45,447,289</u>	<u>45,286,789</u>	<u>45,508,642</u>	<u>45,179,960</u>
Total net assets	<u>\$ 45,662,289</u>	<u>\$ 46,198,368</u>	<u>\$ 46,375,423</u>	<u>\$ 46,599,524</u>

**City of Franklin
Sanitary Sewer Fund
Statement of Cash Flows
For the Three months ended March 31, 2011 and 2010**

	<u>2011</u>	<u>2010</u>
Cash Flows from Operating Activities		
Operating income (loss)	\$ 47,546	\$ 55,105
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation	16,875	16,228
allocated from water utility	-	-
(Increase) decrease in assets:		
Accounts receivable	(104,506)	(43,052)
Taxes receivable	118,364	146,264
Due from other funds	10,469	(88,030)
Increase (decrease) in liabilities:		
Accounts payable	(647,594)	(466,259)
Accrued expenses	451,840	440,340
Due to other funds	(40,204)	-
Compensated absences reserve	-	-
Total Adjustments	<u>(194,756)</u>	<u>5,491</u>
Net Cash Provided by Operating Activities	<u>\$ (147,210)</u>	<u>\$ 60,596</u>
 Cash Flows From Capital & Related Financing Activities		
Acquisition of capital assets	(238,728)	(4,694)
Net Cash Provided (Used) in Capital and Financing Activities	<u>(238,728)</u>	<u>(4,694)</u>
 Cash Flows from Investing Activities		
Interest and other income	<u>4,473</u>	<u>6,807</u>
Net Change in Cash and Cash Equivalents	(381,465)	62,709
Cash and Cash Equivalents, beginning of period	760,033	879,784
Cash and Cash Equivalents, end of period	<u>\$ 378,568</u>	<u>\$ 942,493</u>

**City of Franklin
2011 Three Months Financial Report
Sanitary Sewer Fund**

The three month 2011 financial report for the City of Franklin Sanitary Sewer Fund is attached. Significant fluctuations from the budget are detailed below.

Operating Revenue

Sewer service revenue is \$18,531 less than the budgeted amounts.

Operating Expenditures

Sewer service charges to the Milwaukee Metropolitan Sewerage District for the first quarter are \$451,840 which is \$20,835 less than the budget.

Shared meter costs with the water utility are allocated at the end of the year.

Other operating expenditures not including MMSD charges are \$4,008 more than the budgeted levels through the first quarter.

Non-operating Revenue (Expenditures)

Investment income from the sewer fund's investible assets is \$232 less than the amount budgeted. The report shows an amount for capital contributed by developers and the depreciation on those contributions. The value of the capital contributions is recorded at years end. The depreciation is allocated monthly and the actual expense is calculated and adjusted at years end.

Retained Earnings

Retained earnings are the measure of the health of the operation. During the first quarter the retained earnings decreased \$221,853. This decrease is due to the Ryan Creek Interceptor project. Retained Earnings will decline and go negative until the funds are reimbursed from the Clean Water Fund Loan in early 2012.

Impact of the Ryan Creek Interceptor Sewer Project

In the second quarter the commitment for the Clean Water Fund loan will be received. At that time the amounts incurred to date on the RCI sewer project of \$808,097 will be shown as a receivable due from the State and removed from the construction in process asset account. Also in the second quarter the Sewer Fund will begin borrowing from other City funds to make the necessary payments under this project. The amounts borrowed will be repaid when funds are received from the Clean Water Fund payment.

Sewer Connection Fee

In addition to the sewer fund operations, the City also collects a sewer connection fee on connections from new and existing construction, to be used to fund sewer construction projects. YTD collection of sewer connection fees in 2011 amounts to \$13,860 and funds on hand at March 31, 2011 totaled \$471,326.

**Franklin Municipal Water Utility
Comparative Balance Sheet
March 31, 2011 & 2010**

Assets	2011	2010
Current Assets:		
Cash and investments	\$ 1,470,575	\$ 1,491,214
Accounts receivable	1,092,246	1,049,608
Taxes receivable	-	-
Accrued receivables	117	-
Due from City of Franklin	1,358	36,660
Total current assets	<u>2,564,296</u>	<u>2,577,482</u>
Utility plant in service:		
Land	162,885	117,215
Buildings and improvements	730,076	713,324
Construction in Progress	54,208	31,272
Improvements other than buildings	53,666,239	53,331,474
Machinery and equipment	1,909,769	1,906,097
	<u>56,523,177</u>	<u>56,099,382</u>
Less accumulated depreciation	<u>11,912,093</u>	<u>10,844,181</u>
Net utility plant in service	<u>44,611,084</u>	<u>45,255,201</u>
Total Assets	<u>\$ 47,175,380</u>	<u>\$47,832,683</u>
Liabilities and Net Assets		
Liabilities:		
Accounts payable	\$ -	\$ -
Accrued liabilities	483,720	446,928
Due to City of Franklin	69,474	163,124
Customer deposits	2,500	2,000
Compensated absences reserve	60,338	60,177
Total liabilities	<u>616,032</u>	<u>672,229</u>
Net Assets		
Invested in capital assets, net of related debt	44,611,084	45,255,201
Retained earnings	1,948,264	1,905,253
Total net assets	<u>46,559,348</u>	<u>47,160,454</u>
Total Liabilities and Net Assets	<u>\$ 47,175,380</u>	<u>\$47,832,683</u>

Franklin Municipal Water Utility
Comparative Statement of Revenue, Expenditures,
and Changes in Net Assets
For the period ended March 31, 2011 and 2010

Operating Revenue	2011	2010
Metered sales:		
Residential	\$ 457,468	\$ 445,917
Commercial	290,134	304,770
Industrial	52,946	42,486
Total metered sales	<u>800,548</u>	<u>793,173</u>
Unmetered sales	-	-
Public fire protection	134,224	134,165
Private fire protection	28,805	28,939
Forfeited discounts and penalties	8,056	7,337
Total Operating Revenue	<u>971,633</u>	<u>963,614</u>
Operating Expenditures		
Operation and maintenance expenses:		
Source of supply	485,357	447,472
Pumping	26,885	23,841
Water treatment	142	418
Transmission and distribution	52,134	37,519
Customers' accounts	14,185	13,431
Administrative and general	79,786	81,209
Total operation and maintenance expenses	<u>658,489</u>	<u>603,890</u>
Depreciation	85,000	94,997
Taxes	263,915	234,236
Total Operating Expenditures	<u>1,007,404</u>	<u>933,123</u>
Operating Income	<u>(35,771)</u>	<u>30,491</u>
Non-Operating Revenue (Expenses)		
Sundry	12,571	14,269
Interest on investments	3,617	5,642
Gain(Loss) on Abandoned Property	-	-
Depreciation - CIAC	(178,750)	(137,500)
Total Non-Operating Revenue (Expenses)	<u>(162,562)</u>	<u>(117,589)</u>
Income before Capital Contributions	<u>(198,333)</u>	<u>(87,098)</u>
Capital Contributions-Developer & Municipality	<u>-</u>	<u>-</u>
Net change in net assets	(198,333)	(87,098)
Net Assets, beginning of period	<u>46,757,681</u>	<u>46,531,168</u>
Net Assets, end of period	<u>\$ 46,559,348</u>	<u>\$46,444,070</u>

Franklin Municipal Water Utility
Comparative Statement of Cash Flows
For the period ended March 31, 2011 and 2010

	2011	2010
Cash Flows from Operating Activities		
Operating income (loss)	\$ (35,771)	\$ 30,491
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation	85,000	94,997
Depreciation-shared meters	-	-
(Increase) decrease in assets:		
Accounts receivable	(1,789)	29,439
Due from other funds	39,360	(6,658)
Taxes receivable	162,187	152,597
Accrued receivables	1,942	1,614
Prepaid expenses	-	-
Increase (decrease) in liabilities:		
Accounts payable	(515,872)	(554,650)
Accrued expenses	481,876	443,925
Due to other funds	(17,376)	22,388
Due to other governments	-	-
Customer deposits	(100)	-
Compensated absences reserve	-	-
Total Adjustments	235,228	183,652
Net Cash Provided by Operating Activities	199,457	214,143
 Cash Flows From Capital & Related Financing Activities		
Acquisition of capital assets	(105,999)	2,861
Interest paid on long term debt	-	-
Principal on long term debt	-	-
Net Cash Provided (Used) in Capital and Financing Activities	(105,999)	2,861
 Cash Flows from Investing Activities		
Interest, property rental & other income	16,188	19,911
 Net Change in Cash and Cash Equivalents	109,646	236,914
Cash and Cash Equivalents, beginning of period	1,360,929	1,254,300
Cash and Cash Equivalents, end of period	\$ 1,470,575	\$ 1,491,214

Franklin Municipal Water Utility
Detailed Statement of Revenue, Expenditures
and Changes in Net Assets
For the period ended March 31, 2011 and 2010

Account Number	Account Description	Annual Budget	Year to Date Budget	Current Year to Date	Prior Year to Date
Operating Revenue					
65.44611	Metered Sales-Residential	\$ 2,276,000	\$ 569,000	\$ 457,468	\$ 445,917
65.44612	Metered Sales-Commercial	1,193,000	298,250	241,716	237,891
65.44613	Metered Sales-Industrial	208,000	52,000	52,946	42,486
65.44614	Other Sales to Pubic Authority	321,000	80,250	48,418	66,879
	Total Metered Sales	3,998,000	999,500	800,548	793,173
65.44600	Unmetered Sales	-	-	-	-
65.44620	Private Fire Protection	120,000	30,000	28,805	28,939
65.44630	Public Fire Protection	554,000	138,500	134,224	134,165
65.44700	Forfeited Discount	45,000	11,250	8,056	7,337
	Total Operating Revenue	\$ 4,717,000	\$ 1,179,250	\$ 971,633	\$ 963,614
Operating Expenditures					
Operation and maintenance expense					
65.751.56010	Source of Supply-Oper Labor	\$ 1,000	\$ 250	\$ 120	\$ -
65.751.56011	Operations Supplies & Expense	9,700	2,425	1,519	544
65.751.56020	Wholesale Water	2,370,000	592,500	483,718	446,928
65.751.56171	Maint of Water Source plant	4,000	1,000	-	-
	Source of Supply	2,384,700	596,175	485,357	447,472
65.751.56230	Pumping-Fuel	45,000	11,250	9,813	9,266
65.751.56240	Pumping-Operations Labor	75,000	18,750	16,813	14,501
65.751.56241	Pumping-Operations Expense	-	-	-	-
65.751.56330	Pumping-Main Labor Pumping	2,000	500	259	-
65.751.56331	Pumping-Main Expense Pumping	4,500	1,125	-	74
	Pumping	126,500	31,625	26,885	23,841
65.751.56410	Water Treat Chemicals	500	125	-	-
65.751.56420	Water Treat Operation Labor	500	125	-	-
65.751.56421	Water Treat Tests	5,000	1,250	115	418
65.751.56520	Water Treat Maint Labor	500	125	27	-
65.751.56521	Water Treat Maint Expenses	500	125	-	-
	Water Treatment	7,000	1,750	142	418
65.751.56612	Storage Software Maintenance	2,000	500	-	-
65.751.56620	Trans & Distr Labor	29,600	7,400	5,473	5,724
65.751.56621	Trans & distr Supp Exp	26,000	6,500	4,422	3,674
65.751.56622	Trans & Distr Safety Supplies & Expense	2,000	500	-	-
65.751.56720	Maint Labor-Distr Reservoir	4,000	1,000	-	-
65.751.56721	Maint Expenses-Distr Reservoir	4,000	1,000	-	-
65.751.56730	Maintenance Labor-Mains	20,000	5,000	2,937	2,809
65.751.56731	Maintenance Expense-Mains	25,000	6,250	7,649	8,231
65.751.56732	Locating Labor-Mains	12,150	3,038	171	3,359
65.751.56750	Maint Labor-Services	10,000	2,500	2,849	2,101
65.751.56751	Maint Expense-Services	44,000	11,000	5,636	852
65.751.56752	Locating Labor-Services	10,000	2,500	4,329	190
65.751.56760	Maint Labor-Meters	48,700	12,175	7,782	8,017
65.751.56761	Maint Expenses-Meters	3,000	750	-	109
65.751.56770	Maint Labor-Hydrants	16,850	4,213	5,368	442
65.751.56771	Maint Expenses-Hydrants	12,000	3,000	1,551	-
65.751.56780	Maint Labor-Plant	9,800	2,450	3,967	2,011
65.751.56781	Maint Expenses-Plant	29,500	7,375	-	-
	Transmission & Distribution	308,600	77,150	52,134	37,519

Franklin Municipal Water Utility
Detailed Statement of Revenue, Expenditures
and Changes in Net Assets
For the period ended March 31, 2011 and 2010

Account Number	Account Description	Annual Budget	Year to Date Budget	Current Year to Date	Prior Year to Date
65.751.59020	Meter Reading Labor	7,200	1,800	1,540	1,756
65.751.59030	Acct & Collection Labor	21,400	5,350	4,832	4,792
65.751.59031	Acctg & Coll Payroll Exp	13,100	3,275	2,925	2,972
65.751.59032	Supplies & Expense	14,800	3,700	1,609	1,781
65.751.59033	Bank Fees	10,000	2,500	2,029	2,130
65.751.59040	Uncollectible Accounts	-	-	1,250	-
	Customer Accounts	66,500	16,625	14,185	13,431
65.751.59200	Admin & General Salaries-Leave Time	-	-	-	-
65.751.59201	Admin & General Payroll Exp	48,500	12,125	12,125	11,925
65.751.59210	Office Supplies	1,000	250	413	128
65.751.59211	Conferences/Dues/Subscriptions	4,000	1,000	1,200	705
65.751.59212	Mileage	1,000	250	296	-
65.751.59230	Outside Services	44,000	11,000	3,966	6,879
65.751.59240	Property Insurance	28,300	7,075	7,075	7,847
65.751.5926x	Employee Leave Time & Benefits	221,400	55,350	51,213	50,139
65.751.59280	Regulatory Commission Exp	5,000	1,250	-	-
65.751.59300	Misc General Expense	1,000	250	28	894
65.751.59320	Maintenance of General Plant	2,000	500	3,470	2,692
65.751.59321	Transportation Expenses	19,500	4,875	-	-
	Administrative and general	375,700	93,925	79,786	81,209
	Total Operation and Maintenance Expenditures	3,269,000	817,250	658,489	603,890
65.761.54030	Depreciation	340,000	85,000	85,000	94,997
65.761.54080	Taxes-Property Tax Equivalent	1,036,000	259,000	259,000	229,997
65.761.54081	Taxes-FICA	24,000	6,000	4,915	4,239
	Total Operating Expenditures	4,669,000	1,167,250	1,007,404	933,123
	Operating Income	\$ 48,000	\$ 12,000	\$ (35,771)	\$ 30,491
	Non-Operating Revenue (Expenditures)				
65.44190	Interest Income	25,000	6,250	3,617	5,642
65.44210	Misc Revenue	2,000	500	474	2,358
65.44720	Water Property Rent	33,000	8,250	12,097	11,911
65.44740	Other Water Revenue	-	-	-	-
	Total non-operating revenue	60,000	15,000	16,188	19,911
	Income before capital contributions	\$ 108,000	\$ 27,000	\$ (19,583)	\$ 50,402
	Retained earnings - beginning	1,988,847	1,988,847	1,988,847	1,756,994
	Transfer (to) from invested in capital assets	-	-	(21,000)	97,857
	Retained earnings - ending	\$ 2,096,847	\$ 2,015,847	\$ 1,948,264	\$ 1,905,253
65.44990	Capital contributions	750,000	187,500	-	-
65.54031	Depreciation - CIAC	(715,000)	(178,750)	(178,750)	(137,500)
	Transfer (to) from retained earnings	-	-	21,000	(97,857)
	Change in net investment	4,228,694	4,040,444	(157,750)	(235,357)
	Net investment in capital assets - beginning	44,768,834	44,768,834	44,768,834	45,490,558
	Net investment in capital assets - ending	\$ 48,997,528	\$ 48,809,278	\$ 44,611,084	\$ 45,255,201
	Total net assets	\$ 51,094,375	\$ 50,825,125	\$ 46,559,348	\$ 47,160,454

Franklin Municipal Water Utility
Notes to the Financial Statements
For the period ended March 31, 2011 and 2010

- ¹ Operating revenue is below budgeted levels for the first quarter. Traditionally, the first quarter is the lowest consumption quarter of the year. Actual first quarter billing were used for the statements.
- ² Operating expenditures are also less than the budget for the year. Actual cost of wholesale water purchased from Oak Creek was used for the statements.

Water Connection Fee

Prior to May 31, 2002, the City collected a water connection fee on new construction and connections to existing properties, to be used to fund water main construction projects. The water connection fees on hand on March 31, 2011 total \$73,588.

Water Impact Fee

Since May 31, 2002 a water impact fee on residential and commercial replaced the water connection fee on new residential construction. Water Impact Fees collected in 2011 total \$79,307 and funds on hand on March 31, 2011 total \$271,027.

Deferred oversizing costs amounting to \$29,748 will need to be paid out of impact during the next year plus.

City of Franklin
Development Fund
Summary of Impact Fee Activity
For the three months ended March 31, 2011

Cash Acct	42917510.5828	4293	4294	4295	4296	4297	4299	27.1100.1111	
Revenue Acct								-27.2000.2117	
Expenditure Acct									
	<u>Parks/Recreation Acquisition Development</u>	<u>Community Center</u>	<u>Needs Assessment</u> *	<u>Water</u>	<u>Transportation</u>	<u>Fire Protection</u>	<u>Law Enforcement</u>	<u>Library</u>	<u>Net Cash Balance</u>
Beginning Bal, 12/31/10	1,805,396.36	1,324,646.81	56,652.29	192,768.01	113,949.70	54,451.42	76,097.73	28,462.14	3,652,424.46
1st Quarter									
Impact Fees	94,206.00		2,200.00	79,307.00	4,823.00	11,358.00	21,091.00	19,756.00	232,741.00
Expenditures				(1,850.00) ^z			(95,000.00) ¹	(48,000.00) ¹	(144,850.00)
subtotal	<u>1,899,602.36</u>	<u>1,324,646.81</u>	<u>58,852.29</u>	<u>270,225.01</u>	<u>118,772.70</u>	<u>65,809.42</u>	<u>2,188.73</u>	<u>218.14</u>	<u>3,740,315.46</u>
Transfers									0.00
Interest Revenue	6,418.44	4,589.57	200.10	802.06	403.16	208.34	135.62	49.69	12,807.00
Ending balance 3/31/2011	<u>1,906,020.80</u>	<u>1,329,236.38</u>	<u>59,052.39</u>	<u>271,027.09</u>	<u>119,175.86</u>	<u>66,017.76</u>	<u>2,324.35</u>	<u>267.83</u>	<u>3,753,122.46</u>
Number of Months	157.22			8.93	23.56	18.56	0.35	0.11	
Year-to-Date Impact Fees	94,206.00	0.00	2,200.00	79,307.00	4,823.00	11,358.00	21,091.00	19,756.00	232,741.00
2010 Impact Fees	145,479.00	0.00	3,025.00	364,015.00	60,696.00	42,681.00	78,721.00	30,512.00	725,129.00
2009 Impact Fees	80,215.00	0.00	1,815.00	160,630.00	5,682.00	10,260.00	19,003.00	16,840.00	294,445.00
* Funded by an Administrative Fee not an impact fee					1,039,949.74	503,800.00	2,109,400.00	1,267,000.00	
¹ Debt service payments									
² Oversizing payments made				29,748.00	Oversizing payments due in future periods				

**City of Franklin
Development Fund Financial Report
For the three months ended March 31, 2011**

Effective with all permits applied for after May 31, 2002, in accordance with our Impact Fee Ordinance 2002-1712 new impact fees were adopted. The fees are automatically increased 5% in January of each year. The components of the fees for 2010 are as follows.

	Single Family	Two Family	Multi Family per Unit
Park and Playground Facilities	\$ 3,445.00	\$ 6,890.00	\$ 2,298.00
Fire Protection Facilities	354.00	708.00	245.00
Law Enforcement Facilities	658.00	1,316.00	457.00
Water system ¹ per every 169 gallons of daily use	1,786.00	3,572.00	1,786.00 ¹
Transportation Facilities	68.00	136.00	48.00
Administrative Fee	55.00	110.00	55.00
Library Facilities	722.00	1,444.00	482.00
	<u>\$ 7,088.00</u>	<u>\$14,176.00</u>	<u>\$ 5,371.00</u>

In addition to the above, there is an established commercial impact fee of \$.353 psf, an industrial impact fee of \$.092 psf and an institutional impact fee of \$.500 psf. There is also a charge on each commercial, industrial or institutional building for water of \$1,470 per REC (residential equivalency) and an administrative fee of \$55 for the first 10,000 sq. ft. plus \$55 for each additional 10,000 sq. ft.

The funds generated are available for capital projects or related debt service of those municipal activities. Interest revenue is credited to each account balance.

**City of Franklin
Park Commission
Statement of Revenue and Expenses
For the Three months ended March 31, 2011**

	2011 Adopted Budget	2011 Year-to-Date Budget	Current Year-to-Date Totals
General Fund Operating Expenses:			
Personal Services	\$ 109,830	\$ 27,458	\$ 4,206
Park Maintenance	12,000	3,000	650
Uniforms	250	63	250
Allocated insurance	4,600	1,150	1,150
Mileage	500	125	-
Utilities	7,000	1,750	1,365
Total Operating Fund Expenses	\$ 134,180	\$ 33,545	\$ 7,621
Capital Outlay Fund Expenses:			
Landscaping-Park/Tree Maint	\$ 4,000	\$ 1,000	\$ -
Park Improvements-Development	3,000	750	-
Park Equipment & Supplies	10,000	2,500	-
Total Capital Outlay Expenditures	\$ 17,000	\$ 4,250	\$ -
Development Fund Expenses:			
Appraisal services	\$ -	\$ -	\$ -
Transfer to Capital Improvement Fund	-	-	-
Total Capital Improvement Expenditures	-	-	-
Capital Improvement Fund Expenses:			
Park Improvements	\$ -	\$ -	\$ -
Jack Workman Park	-	-	-
Legend Park	-	-	-
Total Capital Improvement Expenditures	-	-	-
Less Impact Fees Transfer	-	-	-
Amount Due From Impact Fees	\$ -	\$ -	\$ -