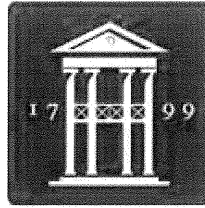


ADMINISTRATION

Russell B. Truell
Assistant City Administrator, CFO
Finance



Dr. Ken Moore
Mayor

Eric S. Stuckey
City Administrator

HISTORIC
FRANKLIN
TENNESSEE

September 18, 2012

TO: Members of the Budget & Finance Committee
FROM: Eric Stuckey, City Administrator
Russ Truell, ACA/CFO
RE: Budget Amendments based on Fiscal Year 2012 Fourth Quarter activity (fiscal year end)

Purpose

The purpose of this item is to amend the Fiscal Year 2012 Budget to account for activities or conditions arising since passage of the original budget.

Background

Rather than bringing a myriad of budget amendments at numerous Board meetings, staff recommended that we bring possible budget amendment to the Budget & Finance Committee on a quarterly basis. Budget amendments for July through September were presented at the November 2011 meeting; October through December in February 2012; January through March in May 2012; and April through June here in September 2012.

The attached pages contain the proposed amendment(s) arising from the April through June time frame.

The amendments are as follows:

1. **Administrative re-allocations between General Fund departments.** After the departmental re-allocations, the total General Fund Budget remains at \$53,747,622.
2. **Additional \$125,000 appropriation in Solid Waste Fund.** A transfer of \$400,000 along with a reduction in tipping fee revenue of \$275,000 is needed to offset increased operating costs for vehicle maintenance and fuel of \$125,000. Along with the additional operating costs, an administrative re-allocation will be made between departments (Administration, Collection, Disposal, and Recycling).
3. **Reduction of budgeted transfer amount from Road Impact Fund to Debt Service Fund of \$1 million.** The Road Impact Fund at June 30 had a deficit of \$2.2 million (due to lower collections) while the Debt Service Fund at June 30 had a surplus of \$1.3 million (due to recovery rebates and low variable interest rates). As previously outlined with the Finance Committee and discussed with both bond counsel and auditors, the reduction of the transfer will decrease the deficit in the Road Impact Fund from \$2.2 million to \$1.2 million, and leave slightly over \$300,000 in the Debt Service Fund to fund the increased interest cost in 2013 of variable rate to fixed rate interest from the upcoming refunding on the \$25 million bond issue.
4. **Budget of project expenditures incurred in Capital Projects Fund.** Prior to this amendment, only costs for the new Public Works Facility had been budgeted in this fund. This amendment will appropriate an additional \$12.5 million to cover other approved capital project costs.

Financial Impact

The amendments, as proposed, would result in:

- a. No change in the fund balances of the General Fund and Solid Waste Fund,
- b. Increase of \$1 million in the fund balance of the Road Impact Fund (or reduction of the year end deficit), with a corresponding decrease in the Debt Service Fund, and
- c. Reduction of \$12.5 million in the fund balance in the Capital Projects Fund to correspond with actual expenditures. (Bond revenues, recorded when the bonds were issued, had increased the fund balance in prior years).



HISTORIC
FRANKLIN
TENNESSEE

Options

1. Approve amendment(s) as proposed and forward to BOMA.
2. Make changes to the amendment(s) where desired and forward to BOMA.

Recommendation

Staff recommends approval of the amendments.

ORDINANCE NO. 2012 – 50

WHEREAS, the City Charter, Article VIII, provides for adoption of an annual budget for departments of the City of Franklin, and

WHEREAS, an annual budget process appropriating funds to the various departments and divisions of the City government for the fiscal year beginning July 1, 2011 has been completed in accordance with state law and local ordinances,

NOW, THEREFORE BE IT ORDAINED, by the Board of Mayor and Aldermen of the City of Franklin, Tennessee:

SECTION I: That the annual budget for the City of Franklin for the Fiscal Year 2012 shall be amended and does allocate and appropriate additional funding as follows:

To Close Fiscal Year 2012

GENERAL FUND

REVENUE

EXPENDITURES

Administrative Reallocations between Departments		-0-

Net Increase (Decrease) to Total General Fund Balance		\$ -0-

SOLID WASTE

REVENUE

Transfer from General	Increase	\$400,000
Tipping Fees Revenue	Decrease	(\$275,000)

EXPENDITURES

Additional Operating Services	Increase	\$50,000
Additional Fuel	Increase	\$75,000
Administrative Reallocations between Departments		-0-

Net Increase (Decrease) to Total Solid Waste Fund Balance		\$ -0-

ROAD IMPACT

REVENUE

EXPENDITURES

Transfer to Debt Service	Decrease	\$1,000,000

Net Increase (Decrease) to Total Road Impact Fund Balance		\$1,000,000

DEBT SERVICE

REVENUE

Transfer from Road Impact	Decrease	(\$1,000,000)
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EXPENDITURES

Net Increase (Decrease) to Total Debt Service Fund Balance		(\$1,000,000)
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CAPITAL IMPROVEMENT BONDS

REVENUE

EXPENDITURES

Project Expenditures	Increase	\$12,500,000

Net Increase (Decrease) to Total Capital Projects Fund Balance		(\$12,000,000)

SECTION II: That each fund of the City shall limit its expenditures to the amount appropriated; that any changes or amendments to the appropriations set forth in the budget shall be made in accordance with the City Code, Article VIII.

SECTION III: That this Ordinance shall take effect on June 30, 2012, from and after the passage on Third and Final Reading; the health, safety and welfare of the citizens of the City of Franklin requiring it.

ATTEST:

CITY OF FRANKLIN, TENNESSEE

By: _____
ERIC S. STUCKEY
City Administrator

By: _____
DR. KEN MOORE
Mayor

PASSED FIRST READING: _____
PUBLIC HEARING: _____
PASSED SECOND READING: _____

City of Franklin

Quarterly Report

Fiscal Year 2012 (Unaudited)

Inside This Report

Page

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4	General Fund
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9	Stormwater Fund
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11	Hotel/Motel Tax Fund
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13	CDBG Fund
14	Debt Service Fund
15	Capital Projects Fund
16	Water/Sewer Fund
17	Fiscal Year End

This quarterly report format has been developed for emphasis on significant items within each fund.

In each fund, certain revenues and expenditures have been highlighted. If in future reports additional information or comparison is desired, we will incorporate it into subsequent reports.

Executive Summary

Franklin, like most governments, has felt the impact of the economy over the past few years. As signs of recovery have started to show, the City has been able to make progress on top-priority projects including acquisition of a new public works facility, experience lower debt service costs with current interest rates and recovery program rebates, make capital acquisitions through the use of lease/purchasing options, and experience savings on fuel due to participation in a fuel hedging program. Also, the City was able to provide a 2% across the board raise to its employees at mid-year.

City revenues are slightly above last year. Expenditures have decreased almost 4%. The General Fund shows a surplus at June 2012 of approximately \$1.2 million.

*General Fund
Expenditures
decreased by 4%
compared to last year*

Summary of All Funds

Fund	Beg Fund Balance	Revenue	Expenditures	End Fund Balance	Increase / (Decrease)	Primary Factor	Page Reference for Additional Information
General	\$24,961,766	\$50,963,527	\$49,770,668	\$26,154,625	4.78%	Cost containment measures in operations	4
Street Aid	\$0	\$1,748,318	\$1,731,756	\$16,562	---	Additional gasoline tax revenue	5
Solid Waste	\$0	\$8,678,281	\$8,678,281	\$0	---	Transfer from General slightly higher than originally budgeted due to higher operating costs including fuel	6
Road Impact	(\$796,990)	\$1,391,645	\$1,835,079	(\$1,240,424)	55.64%	Includes reduced Transfer to Debt Service of \$1 million	7
Facilities Tax	(\$291,165)	\$1,853,812	\$0	\$1,562,647	-636.69%	Collections were equivalent to budget of \$1.85 million. No expenditures were incurred.	8
Stormwater	\$6,095,953	\$2,313,401	\$2,550,711	\$5,858,643	-3.89%	Drainage project expenditures budgeted in 2012	9
Drug	\$269,691	\$178,401	\$303,305	\$144,787	-46.31%	Drug-enforcement vehicle acquisitions	10
Hotel/Motel	\$1,944,996	\$2,326,359	\$2,164,273	\$2,107,082	8.33%	Hotel/Motel collections exceeded budget	11
Transit	\$0	\$1,293,973	\$1,293,973	\$0	---	Due to grant revenues, Transfer from General is 58% of budget	12
CDBG	\$19,266	\$145,569	\$161,934	\$2,901	-84.94%	Outstanding grant receivables at fiscal year end	13
Debt Service	\$1,099,568	\$9,926,566	\$10,708,236	\$317,898	-71.09%	Includes reduced Transfer from Road Impact of \$1 million	14
Capital Projects	\$12,058,809	\$11,323,674	\$14,115,997	\$9,266,486	-23.16%	Spend-down of bond proceeds	15

Fund	Beg Fund Balance	Revenue	Expenditures	End Fund Balance	Increase / (Decrease)	Primary Factor	Page Reference for Additional Information
Water & Wastewater	---	\$26,620,674	\$21,757,430	---	22.35%	Customer service revenue exceeded budget by 5.4%. (Capital costs have been reclassified as assets for financial statement purposes).	15

Note: As an enterprise fund (which is similar to a private business), Water & Wastewater does not have a fund balance.

Amended Budget Fiscal Year 2012
Amended Budget
(after Proposed 4th Qtr Amendments and Re-Allocation)

GENERAL FUND

Revenues	Original	1st Qtr Amendments	2nd Qtr Amendments	3rd Quarter Amendments	4th Quarter Amendments	4th Quarter Re-Allocation	Amended Budget
Local Taxes	33,347,033	0	0	0	0	0	33,347,033
Licenses & Permits	3,886,600	0	0	0	0	0	3,886,600
Intergovernmental	13,255,516	0	0	0	0	0	13,255,516
Charges for Services	47,000	0	0	0	0	0	47,000
Fines & Fees	1,012,500	0	0	0	0	0	1,012,500
Use of Money & Property	650,001	0	0	0	0	0	650,001
Other Revenue	100,000	0	0	0	0	0	100,000
Allocation from Fund Balance	568,856	2,961,858	(70,000)	(2,011,742)	0	0	1,448,972
TOTAL	52,867,506	2,961,858	(70,000)	(2,011,742)	0	0	53,747,622

Expenditures	Original	1st Qtr Amendments	2nd Qtr Amendments	3rd Quarter Amendments	4th Quarter Amendments	4th Quarter Re-Allocation	Amended Budget
Elected Officials	211,244	0	0	0	0	(5,000)	206,244
Administration	562,256	0	0	0	0	25,000	587,256
Capital Investment Planning	226,414	0	0	0	0	(10,000)	216,414
Project & Facilities Management	822,639	0	0	0	0	(25,000)	797,639
Human Resources	1,132,867	0	0	0	0	(50,000)	1,082,867
Law	385,542	0	0	0	0	10,000	395,542
Communications	320,188	0	0	0	0	0	320,188
Parks	2,607,795	36,408	0	4,200	0	(71,500)	2,576,903
Police	13,502,872	296,000	0	300,000	0	(250,000)	13,848,872
Fire	12,524,354	15,362	(70,000)	0	0	105,000	12,574,716
Finance	788,528	0	0	0	0	90,000	878,528
MIT	2,651,130	0	0	0	0	15,000	2,666,130
Purchasing	211,858	0	0	0	0	(15,000)	196,858
Revenue Management	1,355,010	0	0	0	0	(5,000)	1,350,010
Court	271,733	0	0	0	0	20,000	291,733
Building & Neighborhood Services	1,908,784	0	0	0	0	409,475	2,318,259
Planning & Sustainability	1,373,160	(174,314)	0	0	0	33,950	1,232,796
Engineering	643,890	174,314	0	0	0	(10,000)	808,204
Traffic Operations Center	4,000,210	0	0	0	0	(318,092)	3,682,118
Streets-Maintenance	3,688,116	0	0	5,000	0	(125,000)	3,568,116
Streets - Traffic	1,028,708	25,000	0	0	0	(70,000)	983,708
Streets - Fleet Maintenance	501,583	0	0	0	0	90,000	591,583
General Expense	453,275	2,354,788	0	(2,354,788)	0	(250,000)	203,275
Appropriations	413,680	0	0	0	0	6,167	419,847
Economic Development	92,314	0	0	0	0	0	92,314
Transfer to Solid Waste	672,256	234,300	0	33,846	0	400,000	1,340,402
Transfer to Transit	517,100	0	0	0	0	0	517,100
TOTAL	52,867,506	2,961,858	(70,000)	(2,011,742)	0	0	53,747,622

QUARTERLY REPORT

General Fund

City of Franklin TN
General Fund
For the Twelve Months Ending June 30, 2012

	Current YTD Actuals	Prior YTD Actual	Percent Current YTD to Prior YTD	Budget	Percent Current YTD to Budget
Revenues					
Local Sales Tax	\$24,197,413	\$22,720,666	106.5%	\$23,353,466	103.6%
Property Taxes Collected	6,420,171	6,432,113	99.8%	6,685,767	96.0%
Sales Tax (State)	4,242,695	3,767,317	112.6%	3,900,000	108.8%
Business Tax (from State)	2,754,341	2,518,958	109.3%	2,485,000	110.8%
Franchise Fees	1,900,254	2,030,529	93.6%	2,295,000	82.8%
Water and Sewer Admin Fees	1,823,176	1,512,063	120.6%	1,823,176	100.0%
Beer Tax	1,503,877	1,421,683	105.8%	1,412,000	106.5%
Wholesale Liquor tax	915,105	854,254	107.1%	910,500	100.5%
Building Permits	855,409	820,111	104.3%	730,000	117.2%
City Court Fines	808,105	714,013	113.2%	895,000	90.3%
Income Tax (State)	793,173	1,228,236	64.6%	1,200,000	66.1%
Other Revenue	4,749,808	6,681,755	71.1%	8,057,713	58.9%
Total Revenues	50,963,527	50,701,698	100.5%	53,747,622	94.8%
Expenditures:					
Salaries & Wages	25,317,007	24,815,392	102.0%	24,758,250	102.3%
Employee Benefits	9,990,857	10,532,282	94.9%	10,675,918	93.6%
Utilities	1,931,429	2,120,715	91.1%	2,029,980	95.1%
Transfers To Other Funds	1,613,091	2,860,973	56.4%	1,457,502	110.7%
Repair & Maintenance Services	1,400,731	1,226,840	114.2%	1,093,370	128.1%
Contractual Services	1,362,932	1,035,262	131.7%	1,580,435	86.2%
Equipment (<\$25,000)	1,154,725	716,306	161.2%	995,848	116.0%
Property & Liability Costs	1,082,384	868,808	124.6%	1,130,579	95.7%
Equipment (>\$25,000)	663,000	983,234	67.4%	3,064,400	21.6%
Other Expenditures	5,254,512	6,494,494	80.9%	6,961,340	75.5%
Total Expenditures	49,770,668	51,654,306	96.4%	53,747,622	92.6%
Total Unallocated Funds	1,192,859	(952,608)	(125.2%)	0	0.0%

LOCAL SALES TAX			
Month of Sale	FY 2012	FY 2011	Increase / (Decrease)
July	1,925,395	1,769,523	8.8%
August	1,843,928	1,774,021	3.9%
September	1,946,970	1,888,809	3.1%
October	1,881,099	1,767,404	6.4%
November	1,998,723	1,892,149	5.6%
December	2,902,675	2,670,491	8.7%
January	1,722,901	1,552,324	11.0%
February	1,729,002	1,628,745	6.2%
March	2,191,406	1,979,079	10.7%
April	1,897,741	1,866,180	1.7%
May	1,989,477	1,884,275	5.6%
June	2,168,096	2,047,665	5.9%
	24,197,413	22,720,666	106.5%

PROPERTY TAX			
Activity	FY 2012	FY 2011	Increase / (Decrease)
Original Levy	11,932,475	12,022,779	-0.8%
Less: Due to IDB	(740,899)	(655,355)	13.1%
Prior Year Collections	58,750	17,256	240.5%
Total	11,250,326	11,384,680	-1.2%
General Fund Allocation	6,420,171	6,432,113	-0.2%
Debt Service Fund Allocation	4,830,155	4,952,567	-2.5%
Total	11,250,326	11,384,680	-1.2%
General Fund Allocation	21.08 of 37.65 (56%)	24.10 of 43.40 (55%)	
Debt Service Fund Allocation	16.57 of 37.65 (44%)	19.30 of 43.40 (45%)	

Note: Due to IDB is reduced from levy before allocation to General & Debt Service funds.

Street Aid Fund

**City of Franklin TN
Street Aid & Trans
For the Twelve Months Ending June 30, 2012**

	Current YTD Actuals	Prior YTD Actual	Percent Current YTD to Prior YTD	Budget	Percent Current YTD to Budget
Revenues					
Gasoline Tax (State)	\$1,748,202	\$1,662,300	105.2%	\$1,750,000	99.9%
Interest Income	116	0	0.0%	0	0.0%
Transfer From General Fund	0	578,450	0.0%	0	0.0%
Contributions from Developer	0	167,000	0.0%	0	0.0%
Total Revenues	1,748,318	2,407,750	72.6%	1,750,000	99.9%
Expenditures:					
Repair & Maintenance Services	1,717,603	2,273,706	75.5%	1,750,000	98.1%
Infrastructure	10,807	132,986	8.1%	0	0.0%
Contractual Services	1,957	1,058	185.0%	0	0.0%
Operating Supplies	1,340	0	0.0%	0	0.0%
Permits & Fees	49	0	0.0%	0	0.0%
Total Expenditures	1,731,756	2,407,750	71.9%	1,750,000	99.0%
Total Unallocated Funds	16,562	0	0.0%	0	0.0%

Gasoline taxes received from the State in 2012 have exceeded last year by over 5%. No transfer from the General Fund was needed during 2012.

GASOLINE TAXES			
Month	FY 2012	FY 2011	Increase / (Decrease)
July	150,983	145,073	4.1%
August	146,193	146,483	-0.2%
September	147,215	136,186	8.1%
October	145,593	148,829	-2.2%
November	142,551	125,179	13.9%
December	150,496	135,970	10.7%
January	140,212	136,222	2.9%
February	120,335	108,237	11.2%
March	143,732	141,989	1.2%
April	151,933	138,798	9.5%
May	150,667	148,567	1.4%
June	158,293	150,767	5.0%
	1,748,202	1,662,300	5.2%

QUARTERLY REPORT

Solid Waste Fund

City of Franklin TN
Solid Waste Fund
For the Twelve Months Ending June 30, 2012

	Current YTD Actuals	Prior YTD Actual	Percent Current YTD to Prior YTD	Budget	Percent Current YTD to Budget
Revenues					
Solid Waste Disposal	\$4,334,914	\$4,149,194	104.5%	\$4,372,600	99.1%
Tipping Fees	2,443,774	2,455,044	99.5%	2,839,941	86.1%
Transfer From General Fund	1,311,403	1,508,605	86.9%	940,402	139.5%
Sale of Surplus Assets	478,864	160,801	297.8%	40,000	1,197.2%
Other Expenditures	109,326	204,274	53.5%	378,400	28.9%
Total Revenues	8,678,281	8,477,918	102.4%	8,571,343	101.2%
Expenditures:					
Salaries & Wages	2,036,583	2,022,014	100.7%	2,027,222	100.5%
Operating Services	1,355,437	1,673,786	81.0%	1,366,350	99.2%
Utilities	1,308,609	1,123,153	116.5%	1,192,476	109.7%
Employee Benefits	1,014,205	1,033,355	98.1%	957,452	105.9%
Equipment (>\$25,000)	872,864	579,284	150.7%	897,300	97.3%
Transfers To Other Funds	543,115	532,022	102.1%	555,000	97.9%
Fuel & Mileage (Non-Travel)	534,707	499,689	107.0%	421,500	126.9%
Repair & Maintenance Services	412,202	388,197	106.2%	363,596	113.4%
Other Expenditures	600,559	626,418	95.9%	790,447	76.0%
Total Expenditures	8,678,281	8,477,918	102.4%	8,571,343	101.2%

DISPOSAL FEES			
Month	FY 2012	FY 2011	Increase / (Decrease)
July	357,839	336,418	6.4%
August	358,257	337,375	6.2%
September	359,985	338,649	6.3%
October	359,409	345,163	4.1%
November	362,749	344,405	5.3%
December	359,419	342,979	4.8%
January	363,310	346,505	4.8%
February	361,399	347,065	4.1%
March	361,028	346,309	4.3%
April	364,862	347,366	5.0%
May	360,852	346,944	4.0%
June	365,805	370,016	-1.1%
	4,334,914	4,149,194	4.5%

TIPPING FEES			
Month	FY 2012	FY 2011	Increase / (Decrease)
July	223,140	195,006	14.4%
August	240,615	203,889	18.0%
September	220,100	192,784	14.2%
October	197,253	178,724	10.4%
November	209,599	195,720	7.1%
December	208,925	182,116	14.7%
January	179,193	175,014	2.4%
February	158,940	185,927	-14.5%
March	204,216	203,058	0.6%
April	190,282	247,978	-23.3%
May	214,965	258,597	-16.9%
June	196,546	236,231	-16.8%
	2,443,774	2,455,044	-0.5%

Disposal Fees are 4.5% higher than last year; however, Tipping Fees are 5% less than last year (and 13.9% less than budget).

Road Impact Fund

**City of Franklin TN
Road Impact Fund
For the Twelve Months Ending June 30, 2012**

	Current YTD Actuals	Prior YTD Actual	Percent Current YTD to Prior YTD	Budget	Percent Current YTD to Budget
Revenues					
Beginning Fund Balance	(\$796,990)	(\$522,110)	152.6%	(\$796,990)	100.0%
Road Impact Fees	1,461,757	2,466,846	59.3%	4,394,537	33.3%
Interest Income	0	0	0.0%	9,809	0.0%
Road Impact Credits	(70,112)	0	0.0%	0	0.0%
Total Revenues	594,655	1,944,736	30.6%	3,607,356	16.5%
Expenditures:					
Transfers To Other Funds	1,821,741	2,730,648	66.7%	3,210,178	56.7%
Contractual Services	13,338	11,079	120.4%	0	0.0%
Total Expenditures	1,835,079	2,741,727	66.9%	3,210,178	57.2%
Total Unallocated Funds	(1,240,424)	(796,991)	155.6%	397,178	(312.3%)

ROAD IMPACT FEES			
Month	FY 2012	FY 2011	Increase / (Decrease)
July	72,303	35,056	106.3%
August	119,382	70,347	69.7%
September	80,711	444,010	-81.8%
October	57,477	38,842	48.0%
November	419,098	80,288	422.0%
December	53,677	56,966	-5.8%
January	38,265	90,584	-57.8%
February	116,544	466,200	-75.0%
March	89,904	306,229	-70.6%
April	91,712	131,815	-30.4%
May	199,646	392,886	-49.2%
June	123,038	353,623	-65.2%
	1,461,757	2,466,846	-40.7%

The deficit in Road Impact Fees is \$1.2 million as shown above, contingent on approval of proposed budget amendment to reduce the transfer from Road Impact to the Debt Service Fund by \$1 million.

Facilities Tax Fund

**City of Franklin TN
Facilities Tax Fund
For the Twelve Months Ending June 30, 2012**

	Current YTD Actuals	Prior YTD Actual	Percent Current YTD to Prior YTD	Budget	Percent Current YTD to Budget
Revenues					
Beginning Fund Balance	(\$291,165)	(\$3,039,217)	9.6%	(\$291,165)	100.0%
Facilities Taxes	1,845,690	2,748,052	67.2%	1,856,270	99.4%
Interest Income	8,122	0	0.0%	0	0.0%
Total Revenues	1,562,647	(291,165)	(536.7%)	1,565,105	99.8%
Expenditures:					
Equipment (>\$25,000)	0	0	0.0%	70,000	0.0%
Total Expenditures	0	0	0.0%	70,000	0.0%
Total Unallocated Funds	1,562,647	291,165	536.7%	1,495,105	104.5%

FACILITIES TAX			
Month	FY 2012	FY 2011	Increase / (Decrease)
July	144,273	85,964	67.8%
August	108,287	99,739	8.6%
September	264,898	372,274	-28.8%
October	139,605	79,336	76.0%
November	309,959	107,083	189.5%
December	83,451	87,924	-5.1%
January	74,070	99,214	-25.3%
February	147,114	345,266	-57.4%
March	106,169	309,198	-65.7%
April	144,359	216,206	-33.2%
May	197,549	310,488	-36.4%
June	125,956	635,360	-80.2%
	1,845,690	2,748,052	-32.8%

The Facilities Tax Fund has returned to a positive fund balance, available for funding eligible expenditures.

There were no expenditures incurred in 2012. The \$70,000 down-payment on Ladder 4 budgeted in 2012 will be carried forward to 2013.

Stormwater Fund

**City of Franklin TN
Stormwater Fund
For the Twelve Months Ending June 30, 2012**

	Current YTD Actuals	Prior YTD Actual	Percent Current YTD to Prior YTD	Budget	Percent Current YTD to Budget
Revenues					
Beginning Fund Balance	\$6,095,953	\$5,407,750	112.7%	\$6,095,953	100.0%
Stormwater Fees	2,127,733	2,082,452	102.2%	2,100,000	101.3%
Other Expenditures	185,668	188,571	98.5%	72,000	257.9%
Total Revenues	8,409,354	7,678,773	109.5%	8,267,953	101.7%
Expenditures:					
Infrastructure	1,094,170	258,172	423.8%	2,984,200	36.7%
Salaries & Wages	577,006	450,174	128.2%	602,827	95.7%
Employee Benefits	311,164	226,216	137.6%	335,174	92.8%
Operational Units	150,144	252,010	59.6%	150,144	100.0%
Repair & Maintenance Supplies	121,961	142,459	85.6%	177,200	68.8%
Fuel & Mileage (Non-Travel)	60,649	47,340	128.1%	40,000	151.6%
Equipment (>\$25,000)	55,300	78,433	70.5%	58,000	95.3%
Repair & Maintenance Services	52,284	21,617	241.9%	20,550	254.4%
Other Expenditures	128,033	106,398	120.3%	157,111	81.5%
Total Expenditures	2,550,711	1,582,819	161.1%	4,525,206	56.4%
Total Unallocated Funds	5,858,643	6,095,954	96.1%	3,742,747	156.5%

STORMWATER FEES

Month	FY 2012	FY 2011	Increase / (Decrease)
July	176,814	174,824	1.1%
August	177,264	174,997	1.3%
September	177,768	174,381	1.9%
October	175,670	171,906	2.2%
November	177,047	175,004	1.2%
December	177,609	174,579	1.7%
January	178,205	170,006	4.8%
February	177,811	175,721	1.2%
March	177,298	175,687	0.9%
April	178,252	175,376	1.6%
May	175,286	160,696	9.1%
June	178,709	179,275	-0.3%
	2,127,733	2,082,452	2.2%

Stormwater fees are 2% higher than last year. The Stormwater fund balance has decreased slightly in FY 2012 due to additional drainage projects budgeted.

QUARTERLY REPORT

Drug Fund

City of Franklin TN
Drug Fund
For the Twelve Months Ending June 30, 2012

	Current YTD Actuals	Prior YTD Actual	Percent Current YTD to Prior YTD	Budget	Percent Current YTD to Budget
Revenues					
Beginning Fund Balance	\$269,691	\$253,229	106.5%	\$269,691	100.0%
Confiscated Goods (Federal)	121,312	72,998	166.2%	40,000	303.3%
Drug Fines Received	50,708	58,324	86.9%	60,000	84.5%
Interest Income	5,009	3,476	144.1%	500	1,001.8%
Confiscated Goods (State)	1,372	6,179	22.2%	2,000	68.6%
Total Revenues	448,092	394,206	113.7%	372,191	120.4%
Expenditures:					
Equipment (<\$25,000)	201,763	63,023	320.1%	22,000	917.1%
Other Business Expenses	32,114	31,223	102.9%	47,400	67.8%
Operational Units	27,649	25,752	107.4%	49,500	55.9%
Notices, Subscriptions, Publicity	23,361	0	0.0%	42,000	55.6%
Other Expenditures	18,418	4,517	407.7%	175,961	10.5%
Total Expenditures	303,305	124,515	243.6%	336,861	90.0%
Total Unallocated Funds	144,787	269,691	53.7%	35,330	409.8%

DRUG FINES			
Month	FY 2012	FY 2011	Increase / (Decrease)
July	7,040	5,191	35.6%
August	4,044	3,380	19.7%
September	4,386	6,528	-32.8%
October	4,596	3,732	23.2%
November	4,235	3,708	14.2%
December	2,379	3,647	-34.8%
January	3,672	3,883	-5.4%
February	3,045	5,807	-47.6%
March	3,439	5,706	-39.7%
April	4,803	6,049	-20.6%
May	3,435	5,426	-36.7%
June	5,633	5,267	6.9%
	50,708	58,324	-13.1%

Drug Fines are 13% less than last year.

QUARTERLY REPORT

Hotel/Motel Tax Fund

City of Franklin TN
Hotel/Motel Tax Fund
For the Twelve Months Ending June 30, 2012

	Current YTD Actuals	Prior YTD Actual	Percent Current YTD to Prior YTD	Budget	Percent Current YTD to Budget
Revenues					
Beginning Fund Balance	\$1,944,996	\$1,895,995	102.6%	\$1,944,996	100.0%
Hotel/Motel Taxes	2,185,953	1,917,196	114.0%	2,020,000	108.2%
EPA Grant (Federal)	100,000	0	0.0%	0	0.0%
Park Grant	22,575	0	0.0%	25,000	90.3%
Interest Income	17,831	21,382	83.4%	15,000	118.9%
Total Revenues	4,271,355	3,834,573	111.4%	4,004,996	106.7%
Expenditures:					
Transfers To Other Funds	1,813,399	1,708,248	106.2%	2,198,730	82.5%
Appropriations	452,192	373,048	121.2%	384,239	117.7%
Improvements	171,423	0	0.0%	45,000	380.9%
Operational Units	(367,112)	(202,650)	181.2%	0	0.0%
Other Expenditures	94,371	10,932	863.3%	87,600	107.7%
Total Expenditures	2,164,273	1,889,578	114.5%	2,715,569	79.7%
Total Unallocated Funds	2,107,082	1,944,995	108.3%	1,289,427	163.4%

HOTEL/MOTEL TAXES			
Month	FY 2012	FY 2011	Increase / (Decrease)
July	176,110	185,094	-4.9%
August	170,539	147,827	15.4%
September	174,111	171,194	1.7%
October	204,572	164,618	24.3%
November	154,884	134,871	14.8%
December	143,273	118,498	20.9%
January	149,428	121,790	22.7%
February	172,381	139,655	23.4%
March	212,976	180,083	18.3%
April	183,392	176,089	4.1%
May	215,467	185,177	16.4%
June	228,819	192,300	19.0%
	2,185,953	1,917,196	14.0%

Hotel/Motel Taxes are 14% higher than last year. Although additional tourism (parks) projects were budgeted, the additional revenue increased the ending fund balance in FY 2012.

QUARTERLY REPORT

Transit Fund

City of Franklin TN
Transit Fund
For the Twelve Months Ending June 30, 2012

	Current YTD Actuals	Prior YTD Actual	Percent Current YTD to Prior YTD	Budget	Percent Current YTD to Budget
Revenues					
Transit Operations Grant (Federal)	\$880,764	\$449,512	195.9%	\$662,900	132.9%
Transfer From General Fund	301,688	292,414	103.2%	517,100	58.3%
Transit Fares	78,861	64,594	122.1%	64,000	123.2%
Interest Income	17,741	5,930	299.2%	13,400	132.4%
Rental Income	9,800	9,733	100.7%	9,600	102.1%
ITS/AVL-ARRA#4-Transit	5,119	127,451	4.0%	0	0.0%
Transit Capital Grant (Fed/State)	0	299,940	0.0%	198,000	0.0%
Sale of Surplus Assets	0	1,718	0.0%	0	0.0%
Total Revenues	1,293,973	1,251,292	103.4%	1,465,000	88.3%
Expenditures:					
Operational Units	1,141,650	1,195,752	95.5%	1,245,000	91.7%
Equipment (>\$25,000)	103,254	55,490	186.1%	220,000	46.9%
Equipment (<\$25,000)	49,069	0	0.0%	0	0.0%
Transportation Charges	0	50	0.0%	0	0.0%
Total Expenditures	1,293,973	1,251,292	103.4%	1,465,000	88.3%

TRANSIT FARES			
Month	FY 2012	FY 2011	Increase / (Decrease)
July	3,807	3,784	0.6%
August	4,355	4,078	6.8%
September	5,420	4,423	22.5%
October	4,249	6,834	-37.8%
November	18,909	10,638	77.8%
December	8,538	12,833	-33.5%
January	3,562	3,556	0.2%
February	5,145	3,542	45.3%
March	8,945	4,588	95.0%
April	6,585	3,900	68.8%
May	4,658	2,965	57.1%
June	4,688	3,453	35.8%
	78,861	64,594	22.1%

Fares increased in FY 2012 by
over 22%.

CDBG Fund

City of Franklin TN
Community Development Block Grant
For the Twelve Months Ending June 30, 2012

	Current YTD Actuals	Prior YTD Actual	Percent Current YTD to Prior YTD	Budget	Percent Current YTD to Budget
Revenues					
CDBG Grant	\$141,492	\$444,634	31.8%	\$299,406	47.3%
Beginning Fund Balance	19,266	19,138	100.7%	19,266	100.0%
Contributions-Other	3,369	10	33,690.0%	0	0.0%
Interest Income	708	118	600.0%	200	354.0%
CDBG Recovery - ARRA # 3	0	18,926	0.0%	0	0.0%
Total Revenues	164,835	482,826	34.1%	318,872	51.7%
Expenditures:					
Contractual Services	104,879	269,193	39.0%	299,406	35.0%
Repair & Maintenance Services	55,000	145,614	37.8%	0	0.0%
Operational Units	1,245	46,926	2.7%	0	0.0%
Notices, Subscriptions, Publicity	810	1,793	45.2%	0	0.0%
Transportation Charges	0	34	0.0%	0	0.0%
Total Expenditures	161,934	463,560	34.9%	299,406	54.1%
Total Unallocated Funds	2,901	19,266	15.1%	19,466	14.9%

The fund provides community development assistance to low and moderate income families. The City receives grant reimbursements for eligible expenditures.

QUARTERLY REPORT

Debt Service Fund

City of Franklin TN
Debt Service Fund
For the Twelve Months Ending June 30, 2012

	Current YTD Actuals	Prior YTD Actual	Percent Current YTD to Prior YTD	Budget	Percent Current YTD to Budget
Revenues					
Beginning Fund Balance	\$1,099,568	\$465,191	236.4%	\$1,099,568	100.0%
Property Taxes Collected	4,830,155	4,952,567	97.5%	5,168,183	93.5%
Transfer from Road Impact Fund	1,821,741	2,730,648	66.7%	3,210,178	56.7%
Transfer from Hotel/Motel Tax Fund	1,813,399	1,708,248	106.2%	2,198,730	82.5%
Rebate on BAB/RZEDB Bonds	904,052	872,753	103.6%	0	0.0%
Transfer from Solid Waste Fund	543,115	532,022	102.1%	555,000	97.9%
Interest Income	14,104	3,846	366.7%	5,000	282.1%
Bond Proceeds	0	16,590,000	0.0%	0	0.0%
Premiums on Bonds	0	891,236	0.0%	0	0.0%
Total Revenues	11,026,134	28,746,511	38.4%	12,236,659	90.1%
Expenditures:					
Debt Service	10,708,236	27,646,943	38.7%	11,132,091	96.2%
Total Expenditures	10,708,236	27,646,943	38.7%	11,132,091	96.2%
Total Unallocated Funds	317,898	1,099,568	28.9%	1,104,568	28.8%

DEBT SERVICE INFORMATION

BOND INFORMATION					2012 DEBT SERVICE		
Bond Issue	Description	Maturing	Original Amount	Amount Outstanding	2012 Principal	2012 Interest	Total 2012 Principal + Interest
2002 Refunding	Used to retire bonds previously issued in 1996 for the Conference Center	2013	\$4,550,000	\$1,055,000	\$515,000	\$35,244	\$550,244
2002 TN Municipal Bond Fund	Used to construct the Century Court Public Works facilities	2017	\$5,000,000	\$2,429,000	\$372,000	\$8,385	\$380,385
2003 TN Municipal Bond Fund	Used to construct Century Court	2018	\$2,000,000	\$1,108,000	\$144,000	\$3,836	\$147,836
2004 Refunding	Used to retire bonds previously issued in 2000 for 2nd Ave Parking Garage and in 1998 for road projects	2015	\$7,770,000	\$3,175,000	\$885,000	\$91,675	\$976,675
2004 New Bonds	Used to purchase Harlinsdale Farm property (most refunded in 2010)	2012	\$8,000,000	\$355,000	\$355,000	\$11,538	\$366,538
2005 TN Bond Fund	Used for W-LFI communications project	2017	\$4,500,000	\$2,900,000	\$410,000	\$10,025	\$420,025
2005 Lawrenceburg PBA	Used for 1/2 of purchase price of Battlefield Park property (\$2.5m) and r.o.w. for McEwen (\$2m)	2021	\$4,500,000	\$3,275,000	\$275,000	\$112,161	\$387,161
2007 Franklin Building Authority	Used for several projects including public safety building, parks, and road projects	2037	\$20,000,000	\$20,000,000	\$0	\$765,618	\$765,618
2009 TMBF	Used for several projects including public safety building, parks, and road projects	2029	\$25,000,000	\$23,370,000	\$870,000	\$81,809	\$951,809
2009A&B	Used for several projects including public safety building, parks, and road projects	2029	\$44,000,000	\$42,425,000	\$1,845,000	\$1,854,925	\$3,699,925
2010 New Bonds	To be used for Hillsboro Rd (arterial), 3rd Ave N Ext (collector), and Columbia Ave Streetscape (hotel/motel portion)	2030	\$15,725,000	\$15,725,000	\$0	\$795,729	\$795,729
2010 New Bonds	Used to refund 2005 TN Loans and Harlinsdale bonds	2024	\$16,590,000	\$16,000,000	\$690,000	\$490,863	\$1,180,863
Government Funds Totals			\$157,635,000	\$131,817,000	\$6,361,000	\$4,261,808	\$10,622,808
					Plus Debt Fees:		\$85,428
							\$10,708,236

Capital Projects Fund

**City of Franklin TN
Capital Improvement Bonds
For the Twelve Months Ending June 30, 2012**

	Current YTD Actuals	Prior YTD Actual	Percent Current YTD to Prior YTD	Budget	Percent Current YTD to Budget
Revenues					
Beginning Fund Balance	\$12,058,809	\$12,691,653	95.0%	\$0	0.0%
Mack Hatcher Grant	5,985,533	0	0.0%	0	0.0%
Other Grant Program	3,264,925	211,697	1,542.3%	0	0.0%
Lease Proceeds	687,562	0	0.0%	0	0.0%
Facilities Taxes	672,962	0	0.0%	0	0.0%
Contributions from Developer	396,000	1,800	22,000.0%	0	0.0%
Jackson National Life Grant	227,484	0	0.0%	0	0.0%
Interest Income	89,208	145,859	61.2%	0	0.0%
Bond Proceeds	0	15,725,000	0.0%	2,354,788	0.0%
Transfer From General Fund	0	481,504	0.0%	0	0.0%
Total Revenues	23,382,483	29,257,513	79.9%	2,354,788	993.0%
Expenditures:					
Infrastructure	7,603,259	15,599,213	48.7%	0	0.0%
Contractual Services	2,197,395	308,885	711.4%	0	0.0%
Buildings	1,808,440	30,143	5,999.5%	1,743,940	103.7%
Land	1,092,049	846,917	128.9%	610,848	178.8%
Equipment (>\$25,000)	774,928	24,982	3,101.9%	0	0.0%
Property & Liability Costs	352,538	0	0.0%	0	0.0%
Equipment (<\$25,000)	261,426	41,252	633.7%	0	0.0%
Other Expenditures	25,962	347,311	7.5%	0	0.0%
Total Expenditures	14,115,997	17,198,703	82.1%	2,354,788	599.5%
Total Unallocated Funds	9,266,486	12,058,810	76.8%	0	0.0%

This fund includes costs for the new Public Works Facility, currently budgeted at \$2.35 million.

QUARTERLY REPORT

Water/Sewer Fund

City of Franklin TN
Water & Sewer
For the Twelve Months Ending June 30, 2012

	Current YTD Actuals	Prior YTD Actual	Percent Current YTD to Prior YTD	Budget	Percent Current YTD to Budget
Revenues					
Customer Service	\$20,528,873	\$18,861,818	108.8%	\$19,477,000	105.4%
Contributions from Developer	1,862,320	185,590	1,003.5%	0	0.0%
Access Fees	1,307,089	735,135	177.8%	0	0.0%
System Development Fee	1,273,574	868,720	146.6%	0	0.0%
Reimb from Other Local Govts	592,553	0	0.0%	0	0.0%
Sewer/Reclaimed Recovery - ARRA # 7	221,106	903,543	24.5%	0	0.0%
Other Revenues	835,159	2,107,358	39.6%	781,500	106.9%
Total Revenues	26,620,674	23,662,164	112.5%	20,258,500	131.4%
Expenditures:					
Property & Liability Costs	5,190,425	5,046,768	102.8%	159,898	3,246.1%
Salaries & Wages	3,062,656	3,081,172	99.4%	3,512,601	87.2%
Supplies Purchased For Resale	3,003,407	3,470,746	86.5%	3,300,000	91.0%
Debt Service	1,968,829	1,628,431	120.9%	1,378,199	142.9%
Operational Units	1,823,176	1,512,063	120.6%	1,823,176	100.0%
Employee Benefits	1,554,640	1,537,469	101.1%	1,546,826	100.5%
Utilities	1,478,672	1,671,820	88.4%	1,747,510	84.6%
Contractual Services	834,746	1,268,686	65.8%	873,950	95.5%
Operating Supplies	696,989	509,603	136.8%	560,000	124.5%
Repair & Maintenance Services	635,787	365,592	173.9%	396,350	160.4%
Repair & Maintenance Supplies	501,304	464,345	108.0%	468,050	107.1%
Other Expenses	1,006,799	983,028	102.4%	4,110,239	24.5%
Total Expenditures	21,757,430	21,539,723	101.0%	19,876,799	109.5%
Total Unallocated Funds	4,863,244	2,122,441	229.1%	381,701	1,274.1%

CUSTOMER SERVICE REVENUE

Month	FY 2012	FY 2011	Increase / (Decrease)
July	1,958,783	1,780,552	10.0%
August	2,036,960	1,903,304	7.0%
September	1,834,746	1,765,421	3.9%
October	1,780,353	2,132,812	-16.5%
November	1,508,802	1,119,607	34.8%
December	1,400,169	1,243,144	12.6%
January	1,421,025	1,473,192	-3.5%
February	1,469,479	1,245,897	17.9%
March	1,444,355	1,288,379	12.1%
April	1,603,178	1,515,663	5.8%
May	1,818,843	1,468,181	23.9%
June	2,252,180	1,925,666	17.0%
	20,528,873	18,861,818	8.8%

Customer service revenues (water, sewer, reclaimed) are almost 9% higher than last year. Water purchases are 13.5% lower than last year.

Fiscal Year End

2012 Budget Amendments / Quarterly Reports

4th Quarter (FYE)

September 26, 2012

4th Quarter Item(s) of Note

The fiscal year ended June 30, 2012. To be included in the 2012 budget, goods or services acquired must have been received by this date. If received after this date, the expenditures are included in 2013.

September

Su	Mo	Tu	We	Th	Fr	Sa
						1
2	3	4	5	6	7	8
9	10	11	12	13	14	15
16	17	18	19	20	21	22
23	24	25	26	27	28	29
30						

October

Su	Mo	Tu	We	Th	Fr	Sa
	1	2	3	4	5	6
7	8	9	10	11	12	13
14	15	16	17	18	19	20
21	22	23	24	25	26	27
28	29	30	31			

November

Su	Mo	Tu	We	Th	Fr	Sa
				1	2	3
4	5	6	7	8	9	10
11	12	13	14	15	16	17
18	19	20	21	22	23	24
25	26	27	28	29	30	