

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:

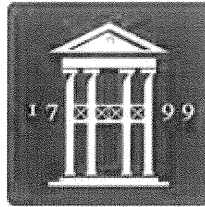
PUBLIC HEARING:

PASSED SECOND READING:

October 9, 2012

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.