



HISTORIC
FRANKLIN
TENNESSEE

City of Franklin TN Preliminary Fiscal Year 2013 Executive Summary

Estimates are included in this preliminary year-end report, actual results will determine the final balances.

Proposed 4th Quarter Amendments have also been included in this preliminary report.

General Fund

The fund appears to be tracking at a surplus of \$2 million.

Please note, with the change from revenue to reduction of expenditures for interfund services, the General Fund budget is now \$53 million instead of \$55 million.

Street Aid Fund

Gasoline tax revenue is 2% less than budget.

Solid Waste Fund

Transfer from General is higher than budgeted as Tipping Fees are less than anticipated.

Road Impact Fund

A deficit of \$850,000 is currently showing. Road Impact Fees are almost \$500,000 more than budgeted. (This includes proposed reduction in Transfer to Debt Service Fund of \$50,000 due to available funds in the Debt Service Fund).

Facilities Tax Fund

The fund balance appears to be tracking at a surplus of \$3.1 million.

Stormwater Fund

The fund balance appears to be tracking at a surplus of almost \$5.6 million.

Drug Fund

The fund balance declined slightly in 2013 to approximately \$120,000.

Hotel/Motel Tax Fund

Collections were about 5% higher than budget. Fund has been used for parks projects at Harlinsdale and Eastern Flank parks.

Transit Fund

Grant revenues have lowered the transfer amount needed from the General Fund.

CDBG Fund

Both CDBG revenues and expenditures were lower than budgeted in 2013.

Capital Projects Fund

Slightly less than \$1 million remains to fund capital project expenditures.

Water & Sewer Fund

The fund appears to be tracking at a surplus of almost \$4.2 million.
(For this preliminary report, the fund is presented similar to other funds for comparison purposes. Prior to audit, the fund will be converted to resemble private sector accounting).

**City of Franklin TN
General Fund
For the Twelve Months Ending June 30, 2013**

	Current YTD Actuals	Prior YTD Actual	Percent Current YTD to Prior YTD	Budget	Percent Current YTD to Budget
Revenues					
Local Sales Tax	\$25,995,733	\$24,197,413	107.4%	\$25,572,600	101.7%
Property Taxes Collected ¹	6,397,728	6,420,171	99.7%	6,725,285	95.1%
Sales Tax (State)	4,324,811	4,242,695	101.9%	4,375,000	98.9%
Business Tax (from State)	3,151,224	2,754,341	114.4%	2,575,000	122.4%
Franchise Fees	2,174,803	1,900,254	114.4%	2,187,400	99.4%
Beer Tax	1,585,289	1,503,877	105.4%	1,546,000	102.5%
Income Tax (State)	1,329,465	793,173	167.6%	1,246,000	106.7%
Wholesale Liquor tax	1,015,573	915,105	111.0%	976,700	104.0%
City Court Fines	737,463	885,664	83.3%	1,016,950	72.5%
Hazard Mitigation Grant Program	957,550	0	0.0%	904,780	105.8%
Building Permits	1,046,947	855,409	122.4%	918,093	114.0%
Traffic Operations Center Grant (Federal)	428,565	100,933	424.6%	864,000	49.6%
TVA in Lieu of Tax (State)	712,731	722,090	98.7%	758,100	94.0%
Mixed Drink Tax	608,953	568,754	107.1%	570,000	106.8%
Other Revenues	2,547,205	2,778,357	91.7%	2,961,150	86.0%
Total Revenues	53,014,040	48,638,236	109.0%	53,197,058	99.7%
Expenditures:					
Salaries & Wages	25,350,121	25,307,523	100.2%	26,020,539	97.4%
Employee Benefits ²	11,193,175	9,990,857	112.0%	11,968,563	93.5%
Utilities	2,020,543	2,079,833	97.1%	2,136,755	94.6%
Equipment (>\$25,000)	928,088	663,000	140.0%	1,796,451	51.7%
Transfers To Other Funds	1,876,227	1,616,460	116.1%	1,954,101	96.0%
Contractual Services	2,032,955	1,358,932	149.6%	1,782,638	114.0%
Operational Units	381,939	619,162	61.7%	1,197,120	31.9%
Repair & Maintenance Services	1,529,412	1,400,731	109.2%	1,123,520	136.1%
Equipment (<\$25,000)	902,767	1,154,725	78.2%	1,017,439	88.7%
Debt Service/Lease Payments	847,219	608,915	139.1%	853,392	99.3%
Other Expenditures ³	3,901,423	2,788,531	139.9%	3,346,540	116.6%
Total Expenditures	50,963,869	47,588,669	107.1%	53,197,058	95.8%
Total Unallocated Funds	2,050,171	1,049,567	195.3%	0	0.0%

Revenue Above Includes Estimates for:

¹ Reduction of property tax for amount estimated to not be collected by August 31 (reduction of \$161,485).

Expenditures Above Includes Estimates for:

² Year-end accruals for medical, dental, and workers comp claims (estimated \$691,370)

³ Additional other expenditures (estimated \$500,000 for potential outstanding invoices).

City of Franklin TN
Street Aid & Trans
For the Twelve Months Ending June 30, 2013

	Current YTD Actuals	Prior YTD Actual	Percent Current YTD to Prior YTD	Budget	Percent Current YTD to Budget
Revenues					
Beginning Fund Balance	\$16,563	\$0	0.0%	\$16,563	100.0%
Gasoline Tax (State)	1,736,341	1,748,202	99.3%	1,767,500	98.2%
Transfer From General Fund	573,132	0	0.0%	574,262	99.8%
Other Revenues	21	117	17.9%	0	0.0%
Total Revenues	2,326,057	1,748,319	133.0%	2,358,325	98.6%
Expenditures:					
Repair & Maintenance Services	2,313,507	1,717,603	134.7%	2,341,762	98.8%
Infrastructure	10,062	10,807	93.1%	0	0.0%
Contractual Services	1,400	1,957	71.5%	0	0.0%
Other Expenditures	1,088	1,389	78.3%	0	0.0%
Total Expenditures	2,326,057	1,731,756	134.3%	2,341,762	99.3%
Total Unallocated Funds	0	16,563	0.0%	16,563	0.0%

City of Franklin TN
Solid Waste Fund
For the Twelve Months Ending June 30, 2013

	Current YTD Actuals	Prior YTD Actual	Percent Current YTD to Prior YTD	Budget	Percent Current YTD to Budget
Revenues					
Solid Waste Disposal	\$4,418,309	\$4,334,914	101.9%	\$4,395,000	100.5%
Tipping Fees	2,314,116	2,443,774	94.7%	2,725,000	84.9%
Transfer From General Fund	948,649	1,314,772	72.2%	916,747	103.5%
Solid Waste Grant (State)	0	0	0.0%	350,000	0.0%
Other Revenues	187,817	588,191	31.9%	160,650	116.9%
Total Revenues	7,868,891	8,681,651	90.6%	8,547,397	92.1%
Expenditures:					
Salaries & Wages	1,902,389	2,036,583	93.4%	1,918,438	99.2%
Employee Benefits	939,909	1,014,205	92.7%	951,985	98.7%
Repair & Maintenance Services	428,620	412,202	104.0%	203,300	210.8%
Operating Services	1,590,209	1,355,437	117.3%	2,094,790	75.9%
Utilities	1,316,390	1,311,978	100.3%	1,193,546	110.3%
Transfers To Other Funds	561,628	543,115	103.4%	559,807	100.3%
Equipment (>\$25,000)	278,495	872,864	31.9%	445,000	62.6%
Contractual Services	18,113	1,236	1,465.5%	0	0.0%
Operational Units	183,819	171,593	107.1%	195,942	93.8%
Debt Service	(3,228)	95,410	(3.4%)	92,137	(3.5%)
Other Expenditures	652,547	867,028	75.3%	892,452	73.1%
Total Expenditures	7,868,891	8,681,651	90.6%	8,547,397	92.1%

City of Franklin TN
Road Impact Fund
For the Twelve Months Ending June 30, 2013

	Current YTD Actuals	Prior YTD Actual	Percent Current YTD to Prior YTD	Budget	Percent Current YTD to Budget
Revenues					
Beginning Fund Balance	(\$1,240,129)	(\$796,990)	155.6%	(\$1,240,129)	100.0%
Road Impact Fees	3,488,544	1,461,758	238.7%	3,000,000	116.3%
Road Impact Credits	(182,469)	(70,112)	260.3%	0	0.0%
Other Revenues	(30,000)	0	0.0%	500	(6,000.0%)
Total Revenues	2,035,946	594,656	342.4%	1,760,371	115.7%
Expenditures:					
Transfers To Other Funds	2,865,306	1,821,447	157.3%	2,867,667	99.9%
Contractual Services	25,468	13,338	190.9%	25,000	101.9%
Other Expenditures	0	0	0.0%	100	0.0%
Total Expenditures	2,890,774	1,834,785	157.6%	2,892,767	99.9%
Total Unallocated Funds	(854,828)	(1,240,129)	68.9%	(1,132,396)	75.5%

City of Franklin TN
Facilities Tax Fund
For the Twelve Months Ending June 30, 2013

	Current YTD Actuals	Prior YTD Actual	Percent Current YTD to Prior YTD	Budget	Percent Current YTD to Budget
Revenues					
Beginning Fund Balance	\$1,562,647	(\$291,165)	(536.7%)	\$1,562,647	100.0%
Facilities Taxes	2,617,339	1,845,690	141.8%	2,163,974	121.0%
Other Revenues	5,755	8,122	70.9%	3,430	167.8%
Total Revenues	4,185,741	1,562,647	267.9%	3,730,051	112.2%
Expenditures:					
Equipment (>\$25,000)	1,034,992	0	0.0%	1,144,000	90.5%
Other Expenditures	4,432	0	0.0%	94,900	4.7%
Total Expenditures	1,039,424	0	0.0%	1,238,900	83.9%
Total Unallocated Funds	3,146,317	1,562,647	201.3%	2,491,151	126.3%

City of Franklin TN
Stormwater Fund
For the Twelve Months Ending June 30, 2013

	Current YTD Actuals	Prior YTD Actual	Percent Current YTD to Prior YTD	Budget	Percent Current YTD to Budget
Revenues					
Beginning Fund Balance	\$5,858,322	\$6,095,953	96.1%	\$5,858,322	100.0%
Stormwater Fees	2,225,948	2,127,733	104.6%	2,163,000	102.9%
Other Revenues	155,331	185,667	83.7%	66,040	235.2%
Total Revenues	8,239,601	8,409,353	98.0%	8,087,362	101.9%
Expenditures:					
Salaries & Wages	594,355	577,006	103.0%	617,414	96.3%
Employee Benefits	308,746	311,164	99.2%	327,448	94.3%
Repair & Maintenance Services	39,114	52,284	74.8%	24,500	159.6%
Operating Services	633	3,273	19.3%	2,620	24.2%
Utilities	44,546	27,753	160.5%	43,830	101.6%
Equipment (>\$25,000)	136,846	55,300	247.5%	145,000	94.4%
Infrastructure	971,076	1,094,170	88.8%	1,870,000	51.9%
Contractual Services	155,882	32,350	481.9%	271,260	57.5%
Operational Units	160,842	150,144	107.1%	171,449	93.8%
Debt Service	9,821	13,094	75.0%	0	0.0%
Other Expenditures	202,299	234,493	86.3%	334,949	60.4%
Total Expenditures	2,624,160	2,551,031	102.9%	3,808,470	68.9%
Total Unallocated Funds	5,615,441	5,858,322	95.9%	4,278,892	131.2%

City of Franklin TN
Drug Fund
For the Twelve Months Ending June 30, 2013

	Current YTD Actuals	Prior YTD Actual	Percent Current YTD to Prior YTD	Budget	Percent Current YTD to Budget
Revenues					
Beginning Fund Balance	\$144,788	\$269,691	53.7%	\$144,788	100.0%
Confiscated Goods (Federal)	23,459	121,312	19.3%	103,000	22.8%
Drug Fines Received	55,078	50,708	108.6%	60,280	91.4%
Other Revenues	7,821	6,381	122.6%	6,410	122.0%
Total Revenues	231,146	448,092	51.6%	314,478	73.5%
Expenditures:					
Operational Units	34,750	27,649	125.7%	42,000	82.7%
Other Expenditures	74,550	275,656	27.0%	103,500	72.0%
Total Expenditures	109,300	303,305	36.0%	145,500	75.1%
Total Unallocated Funds	121,846	144,788	84.2%	168,978	72.1%

City of Franklin TN
Hotel/Motel Tax Fund
For the Twelve Months Ending June 30, 2013

	Current YTD Actuals	Prior YTD Actual	Percent Current YTD to Prior YTD	Budget	Percent Current YTD to Budget
Revenues					
Beginning Fund Balance	\$2,103,083	\$1,944,996	108.1%	\$2,103,083	100.0%
Hotel/Motel Taxes	2,403,356	2,185,953	109.9%	2,280,000	105.4%
Other Revenues	571,678	140,407	407.2%	625,550	91.4%
Total Revenues	5,078,117	4,271,356	118.9%	5,008,633	101.4%
Expenditures:					
Repair & Maintenance Services	125	1,210	10.3%	0	0.0%
Utilities	20,254	0	0.0%	0	0.0%
Transfers To Other Funds	1,597,424	1,813,399	88.1%	1,590,583	100.4%
Contractual Services	37,950	35,577	106.7%	0	0.0%
Appropriations	498,452	452,192	110.2%	498,452	100.0%
Operational Units	(246,461)	(367,112)	67.1%	0	0.0%
Other Expenditures	1,541,580	233,007	661.6%	1,642,000	93.9%
Total Expenditures	3,449,324	2,168,273	159.1%	3,731,035	92.4%
Total Unallocated Funds	1,628,793	2,103,083	77.4%	2,259,598	72.1%

City of Franklin TN
Transit Fund
For the Twelve Months Ending June 30, 2013

	Current YTD Actuals	Prior YTD Actual	Percent Current YTD to Prior YTD	Budget	Percent Current YTD to Budget
Revenues					
Transfer From General Fund	\$414,321	\$301,688	137.3%	\$463,092	89.5%
Transit Operations Grant (Federal)	906,203	743,012	122.0%	832,597	108.8%
Transit Capital Grant (Fed/State)	7,972	137,752	5.8%	50,400	15.8%
Transit Fares	87,069	78,861	110.4%	74,500	116.9%
Other Revenues	21,597	32,660	66.1%	25,300	85.4%
Total Revenues	1,437,162	1,293,973	111.1%	1,445,889	99.4%
Expenditures:					
Equipment (>\$25,000)	55,415	103,254	53.7%	56,000	99.0%
Transit Operations	1,262,389	1,138,849	110.8%	1,269,889	99.4%
Other Expenditures	119,358	51,871	230.1%	120,000	0.0%
Total Expenditures	1,437,162	1,293,974	111.1%	1,445,889	99.4%

City of Franklin TN
Community Development Block Grant
For the Twelve Months Ending June 30, 2013

	Current YTD Actuals	Prior YTD Actual	Percent Current YTD to Prior YTD	Budget	Percent Current YTD to Budget
Revenues					
Beginning Fund Balance	(\$6,582)	\$19,266	(34.2%)	(\$6,582)	100.0%
CDBG Grant	192,385	141,492	136.0%	227,180	84.7%
Other Revenues	138	4,078	3.4%	630	21.9%
Total Revenues	185,941	164,836	112.8%	221,228	84.0%
Expenditures:					
Repair & Maintenance Services	0	55,000	0.0%	0	0.0%
Contractual Services	162,459	104,879	154.9%	227,180	71.5%
Operational Units	0	10,729	0.0%	0	0.0%
Other Expenditures	0	810	0.0%	0	0.0%
Total Expenditures	162,459	171,418	94.8%	227,180	71.5%
Total Unallocated Funds	23,482	(6,582)	(356.8%)	(5,952)	(394.5%)

City of Franklin TN
Debt Service Fund
For the Twelve Months Ending June 30, 2013

	Current YTD Actuals	Prior YTD Actual	Percent Current YTD to Prior YTD	Budget	Percent Current YTD to Budget
Revenues					
Beginning Fund Balance	\$318,138	\$1,099,568	28.9%	\$318,138	100.0%
Property Taxes Collected	4,779,633	4,830,155	99.0%	5,004,285	95.5%
Rebate on BAB/RZEDB Bonds	904,052	904,052	100.0%	904,053	100.0%
Transfer from Solid Waste Fund	561,628	543,115	103.4%	559,807	100.3%
Transfer from Road Impact Fund	2,865,306	1,821,447	157.3%	2,867,667	99.9%
Transfer from Hotel/Motel Tax Fund	1,597,424	1,813,399	88.1%	1,590,583	100.4%
Other Revenues	3,672	14,103	26.0%	10,000	36.7%
Total Revenues	11,029,853	11,025,839	100.0%	11,254,533	98.0%
Expenditures:					
Debt Service	10,945,780	10,707,701	102.2%	10,973,395	99.7%
Total Expenditures	10,945,780	10,707,701	102.2%	10,973,395	99.7%
Total Unallocated Funds	84,073	318,138	26.4%	281,138	29.9%

City of Franklin TN
Capital Improvement Bonds
For the Twelve Months Ending June 30, 2013

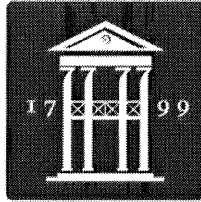
	Current YTD Actuals	Prior YTD Actual	Percent Current YTD to Prior YTD	Budget	Percent Current YTD to Budget
Revenues					
Beginning Fund Balance	\$9,266,486	\$12,058,809	76.8%	\$0	0.0%
Facilities Taxes	838,523	672,962	124.6%	0	0.0%
Mack Hatcher Grant	0	5,985,533	0.0%	0	0.0%
Jackson National Life Grant	72,516	227,484	31.9%	0	0.0%
Other Grant Program	313,640	3,264,925	9.6%	0	0.0%
Other Revenues	3,128,092	1,172,770	266.7%	0	0.0%
Total Revenues	13,619,257	23,382,483	58.2%	0	0.0%
Expenditures:					
Repair & Maintenance Services	6,350	12,980	48.9%	0	0.0%
Operating Services	4,737	(4,304)	(110.1%)	0	0.0%
Equipment (>\$25,000)	797,328	774,928	102.9%	0	0.0%
Infrastructure	8,852,315	8,879,591	99.7%	0	0.0%
Contractual Services	1,072,432	621,063	172.7%	0	0.0%
Debt Service	0	600	0.0%	0	0.0%
Other Expenditures	1,922,060	3,831,139	50.2%	0	0.0%
Total Expenditures	12,655,222	14,115,997	89.7%	0	0.0%
Total Unallocated Funds	964,035	9,266,486	10.4%	0	0.0%

City of Franklin TN
Water & Sewer
For the Twelve Months Ending June 30, 2013

	Current YTD Actuals	Prior YTD Actual	Percent Current YTD to Prior YTD	Budget	Percent Current YTD to Budget
Revenues					
Customer Service	\$21,876,630	\$21,093,014	103.7%	\$20,910,860	104.6%
Other Revenues	4,388,932	5,521,051	79.5%	146,490	2,996.1%
Total Revenues	26,265,562	26,614,065	98.7%	21,057,350	124.7%
Expenditures:					
Salaries & Wages	3,128,550	3,062,656	102.2%	3,669,980	85.2%
Employee Benefits	1,457,426	1,554,640	93.7%	1,605,214	90.8%
Water Purchased for Resale	3,409,974	3,344,868	101.9%	3,400,000	100.3%
Utilities	1,587,824	1,595,405	99.5%	1,726,303	92.0%
Equipment (>\$25,000)	233,645	0	0.0%	1,382,500	16.9%
Contractual Services	359,101	834,746	43.0%	199,000	180.5%
Distribution Systems	1,677,919	0	0.0%	1,300,000	129.1%
Operational Units	2,534,054	1,823,176	139.0%	1,953,079	129.7%
Repair & Maintenance Services	436,483	675,708	64.6%	457,800	95.3%
Equipment (<\$25,000)	50,271	328,309	15.3%	159,375	31.5%
Debt Service/Lease Payments	5,168,743	1,854,269	278.7%	1,430,014	361.4%
Other Expenditures	1,975,519	7,022,627	28.1%	3,062,747	64.5%
Total Expenditures	22,019,509	22,096,404	99.7%	20,346,012	108.2%
Total Unallocated Funds	4,246,053	4,517,661	94.0%	711,338	596.9%

ADMINISTRATION

Russell B. Truell
Assistant City Administrator, CFO
Finance



Dr. Ken Moore
Mayor

Eric S. Stuckey
City Administrator

H I S T O R I C
F R A N K L I N
T E N N E S S E E

August 20, 2013

TO: Members of the Board of Mayor and Aldermen
Members of Budget and Finance Committee

FROM: Eric Stuckey, City Administrator
Russ Truell, ACA/CFO
Mike Lowe, Comptroller

RE: Budget Amendments based on Fiscal Year 2013 Fourth Quarter Activity

Purpose

The purpose of this item is to amend the Fiscal Year 2013 Budget to account for activities or conditions arising since passage of the original budget.

Background

Rather than flooding the Board agendas with numerous budget amendments, staff has recommended that we bring potential budget amendments to the Budget & Finance Committee on a quarterly basis. Budget amendments for July through September were presented at the November 2012 meeting; for October through December, there were no amendments to present; January through March were presented in May 2013; and April through June will be proposed here in August 2013.

The amendments are as follows:

1. **Per State Comptroller letter, reclassification of interfund services provided by the General Fund (by revenue management, administration, capital investment planning, project & facilities management, human resources, law, communications, finance, purchasing, and engineering) to other funds from revenue to reduction of departmental expenditures.** The State's guidance is that these interfund services are reductions (or reimbursements) of expenditures to the General Fund instead of revenue.

This amendment:

- a. Reduces budgeted Administrative Services Revenue from \$2,297,740 to zero.
 - b. Reduces budgeted departmental expenditures by \$2,297,740. For Revenue Management, this reduction is approximately 87% of its budget. For the other departments, it is approximately 20% of their budgets.
2. **Administrative re-allocations between General Fund departments.** Departmental reallocations do not change the total General Fund budget. For example, funds were budgeted in General Expenses to pay for mid-year raises and the merit pay program. The re-allocation allows those funds to be allocated from General Expenses to the appropriate departments.
 3. **Additional \$165,000 appropriation in Street Aid fund (funded by additional transfer from General).** This is due to a tracking error that occurred during the fiscal year. The Street department tracks paving expenditures throughout the year. It was believed the tracking of the paving budget had been used down to \$130 remaining. A single error omitting an invoice resulted in the overage.
 4. **Reduction of budgeted transfer from Road Impact Fund to Debt Service Fund of \$50,000.** Due to the additional interest from the refunding of \$22.5 million of debt service from variable to fixed rate in September 2012, Road Impact's share of debt service exceeded its current budget. There are funds available in the Debt Service Fund to allow Road Impact's transfer to be reduced by \$50,000.



HISTORIC
FRANKLIN
TENNESSEE

5. **Additional \$1,542,000 appropriation in Hotel/Motel Tax Fund (funded in part by grant revenue).** This is for approved project expenditures of \$788,000 for the Hayes Home and the Harlinsdale Barn, and project expenditures of \$754,000 for the Eastern Flank Access Road. These expenditures were offset in part by grant proceeds on the Hayes Home of \$60,000 and the Eastern Flank Access Road of \$500,000.
6. **Additional \$120,000 appropriation in Transit Fund for pass-through grant expenditures (funded by 100% offsetting grant revenue).** The City of Franklin was a pass-through entity for payment to Franklin Transit Authority/TMA Group for its purchase of five (5) regional transportation van replacements. Although the City had no role and provided no funds, the U.S. Federal Transit Authority required the use of the Franklin Transit Authority/City of Franklin name on the grant. (The federal government sent the grant funds to the City and the City forwarded the funds in full to the Franklin Transit Authority/TMA Group). Budgeting both the grant expenditure and offsetting revenue is in accordance with accounting rules and our auditor's recommendation.
7. **Additional \$59,874 appropriation in Transit Fund for operational expenditures (funded by additional grant revenue).** Additional expenditures were incurred due to the two (2) factors listed below that affect the overall funding:
 - a. Salaries, taxes, and fringe benefits related to man hours and transit operations costs an additional \$66,516 over what was budgeted due to an unanticipated 30% increased demand for TODD (Transit on Demand) services.
 - b. The increased cost of fuel that could not be foreseen resulted in an additional \$22,182 over what was budgeted for the year.
8. **Additional \$47,000 appropriation in Debt Service Fund for bond issue costs (funded by available funds).** Bond issue costs were incurred to refund \$22.5 million of bonds in September 2012 of \$47,000. Funds are available in the Debt Service Fund to cover this cost.

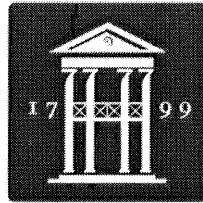
Financial Impact

The amendments, as proposed, would result in:

1. A reduction of both expenditures (and revenue) in the General Fund of \$2,297,740 per the State's guidance.
2. No change in budgeted expenditures in the General Fund for the administrative re-allocations.
3. An increase in budgeted expenditures in the General Fund of \$165,000 (offset by local sales tax that has exceeded the amount currently budgeted). *(Please note: The General Fund is tracking at an anticipated surplus at fiscal year-end even with the inclusion of the additional transfer).* This transfer expenditure will fund the increase in budgeted expenditures in the Street Aid Fund of \$165,000 due to the additional paving expenditures.
4. A decrease in budgeted expenditures in the Road Impact Fund of \$50,000 (offset by a decrease in revenue in the Debt Service Fund).
5. An increase in budgeted expenditures in the Hotel/Motel Tax Fund of \$1,542,000 (offset in part by \$560,000 in grant revenue). The remainder would reduce the budgeted fund balance of Hotel/Motel Tax Fund by \$982,000.
6. An increase in budgeted expenditures in the Transit Fund of \$120,000 (offset 100% by grant revenue). The City acted only as a pass-through entity.
7. An increase in budgeted expenditures in the Transit Fund of \$59,874 (offset by additional grant revenue received).
8. An increase in budgeted expenditures in the Debt Service Fund of \$47,000 (offset by available funds).

ADMINISTRATION

Russell B. Truell
Assistant City Administrator, CFO
Finance



Dr. Ken Moore
Mayor

Eric S. Stuckey
City Administrator

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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. 2013 – 45

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, 2012 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 2012-2013 shall be amended and does allocate and appropriate additional funding as follows:

To Close Fiscal Year 2013

GENERAL FUND

REVENUE

Administrative Services provided to Water/Sewer	Decrease	(\$1,953,079)
Administrative Services provided to Stormwater	Decrease	(\$160,842)
Administrative Services provided to Solid Waste	Decrease	(\$183,819)
Local Sales Tax (to fund Transfer to Street Aid)	Increase	\$165,000

EXPENDITURES

Revenue Management (Admin Services)	Decrease	(\$1,187,618)
Administration (Admin Services)	Decrease	(\$117,906)
Capital Investment Planning (Admin Services)	Decrease	(\$42,671)
Project and Facilities Management (Admin Services)	Decrease	(\$163,675)
Human Resources (Admin Services)	Decrease	(\$250,296)
Law (Admin Services)	Decrease	(\$79,070)
Communications (Admin Services)	Decrease	(\$74,386)
Finance (Admin Services)	Decrease	(\$165,400)
Purchasing (Admin Services)	Decrease	(\$44,197)
Engineering (Admin Services)	Decrease	(172,521)
Administrative Reallocations between departments	No Effect	-\$0-
Transfer to Street Aid	Increase	\$165,000

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

STREET AID FUND

REVENUE

Transfer from General	Increase	\$165,000
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EXPENDITURES

Paving	Increase	\$165,000
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Net Increase (Decrease) to Total Street Aid Fund Balance **-\$0-**

ROAD IMPACT FUND

REVENUE

EXPENDITURES

Transfer to Debt Service	Decrease	\$50,000
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Net Increase (Decrease) to Total Road Impact Fund Balance **\$50,000**

DEBT SERVICE FUND

REVENUE

Transfer from Road Impact Fund	Decrease	(\$50,000)
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EXPENDITURES

Bond Issue Costs (\$22.5 million refunding)	Increase	\$47,000
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Net Increase (Decrease) to Total Debt Service Fund Balance		(\$97,000)
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HOTEL/MOTEL TAX FUND

REVENUE

Harlinsdale Park (Hayes Home Grant)	Increase	\$60,000
Eastern Flank Park (Eastern Flank Access Road Grant)	Increase	\$500,000

EXPENDITURES

Harlinsdale Park	Increase	\$788,000
Eastern Flank Park	Increase	\$754,000

Net Increase (Decrease) to Total Hotel/Motel Fund Balance		(\$982,000)
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TRANSIT FUND

REVENUE

U.S. Federal Transit Authority Grant Revenue (pass-through)	Increase	\$120,000
Additional Grant Revenue	Increase	\$59,874

EXPENDITURES

Payment to Franklin Transit Authority/TMA Group (pass-through)	Increase	\$120,000
Operating Expenditure (additional personnel + fuel)	Increase	\$59,874

Net Increase (Decrease) to Transit Fund Balance		\$-0-
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SECTION II: That each department 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, 2013, from and after the passage on Second 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: _____