



# City of Franklin, Tennessee

## FY 2025 Operating Budget

### Debt Service Fund

#### Budget Summary

	2022 Actual	2023 Actual	2024 Budget	2024 EOY	2025 Budget	2024 v. 2025	
						\$	%
Beginning Fund Balance	937,169	1,161,978	806,499	806,499	906,499		
Revenues	15,962,257	15,353,902	16,408,628	16,408,628	15,197,519	-1,211,109	-7.38%
Expenditures	15,737,448	15,709,381	16,308,628	16,308,628	15,097,519	-1,211,109	-7.43%
Ending Balance	1,161,978	806,499	906,499	906,499	1,006,499		

#### Fund Summary

In the FY 2010 budget, annual debt service previously paid by the General Fund was moved to this consolidated Debt Service Fund. While a portion of property tax is allocated directly to this fund to pay for the General Fund's portion of debt service, transfers are made from the Sanitation & Environmental Services, Road Impact, and Hotel/Motel Tax funds to pay their respective shares of the debt service in accordance with policies and intentions delineated by the Board of Mayor & Aldermen.

The City had planned to issue additional debt to support the City's Capital Investment Program in FY 2024. Due to a variety of factors, however, the timing of the issuance will likely be in the later half of 2024. As a result, the budget shown herein is not reflective of any issuance or servicing costs. The budget will be amended once the issuance is made and debt payments are known.

#### Debt Management Policy Ratios

Appendix E of this document provides the City's adopted Debt Management Policy. The City of Franklin has had an adopted debt management policy since June 2009. Over the ensuing decade, this policy has been revised and amended to keep pace with changing economic and fiscal conditions. The policy was last reviewed and revised by the Board of Mayor and Aldermen in December 2017.

Section V of this policy covers Debt Affordability. There are three ratios the City strives to balance in its overall execution and management of debt:

##### 1) Direct Debt as a % of Full Value less than or equal to 1.75 %

Full Value of Franklin: (FY 2023)

\$23,669,423,873

1.75% of Full Value:

\$ 414,214,918

Current Bonded Debt (all funds)

\$ 254,761,923

As % of Full Value 1.08%

Measure: Favorable

##### 2) Direct Debt of Operating Revenues of less than or equal to 3x

FY 2023 Operating Revenues (All Funds):

\$ 210,697,185

3x FY 2023 Operating Revenues

\$ 632,091,555

Current Bonded Debt (all funds)

\$ 254,761,923

Direct Debt as x of Operating Revenues

1.2

Measure: Favorable

##### 3) Total Governmental Funds Debt Service as a % of expenditures less than or equal to 25%

Total Governmental Funds Debt Service:

\$ 16,308,628

Total Governmental Funds Expenditures

(All Funds Expenditures LESS Water & Wastewater Funds)

\$ 143,397,009

Gov. Funds Debt Service as % of Gov.

Funds Expenditures

11.4%

Measure: Favorable



# *City of Franklin, Tennessee*

## **FY 2025 Operating Budget**

### **Organizational Chart**

There is no organization chart associated with the Debt Service Fund. It is supervised by personnel in the Finance Department.

### **Staffing by Position**

There are no staff formally associated with the Debt Service Fund. It is supervised by personnel in the Finance Department.



# City of Franklin, Tennessee

## FY 2025 Operating Budget

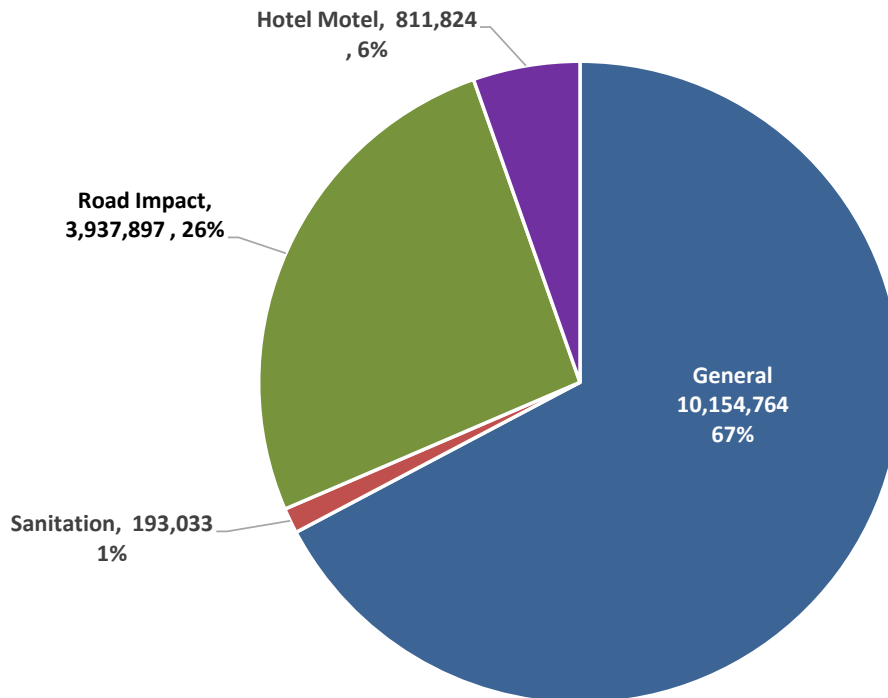
### Budget

	Actual 2022	Actual 2023	Budget 2024	EOY 2024	Budget 2025	Difference	
						\$	%
<b>Beginning Fund Balance</b>	<b>937,169</b>	<b>1,161,978</b>	<b>806,499</b>	<b>806,499</b>	<b>906,499</b>		
<b>Revenues</b>							
TOTAL LOCAL TAXES	11,629,983	10,845,720	11,457,506	11,457,506	9,954,764	(1,502,743)	-13.1%
TOTAL USE OF MONEY & PROPE	10,336	197,631	100,000	100,000	100,000	-	0.0%
TOTAL OTHER REVENUE	4,321,938	4,310,551	4,851,121	4,851,121	5,142,755	291,634	6.0%
<b>Total Available Funds</b>	<b>15,962,257</b>	<b>15,353,902</b>	<b>16,408,628</b>	<b>16,408,628</b>	<b>15,197,519</b>	<b>(1,211,109)</b>	<b>-7.4%</b>
<b>Expenses (Debt Service by Fund)</b>							
General	11,616,609	11,598,829	11,657,506	11,657,506	10,154,764	(1,502,743)	-12.9%
Sanitation	209,512	209,206	193,132	193,132	193,033	(99)	-0.1%
Road Impact	2,892,466	2,884,139	3,293,445	3,293,445	3,937,897	644,452	19.6%
Hotel Motel	1,018,861	1,017,206	1,164,543	1,164,543	811,824	(352,719)	-30.3%
<b>Total Expenditures</b>	<b>15,737,448</b>	<b>15,709,381</b>	<b>16,308,628</b>	<b>16,308,628</b>	<b>15,097,519</b>	<b>(1,211,109)</b>	<b>-7.4%</b>
<b>Ending Fund Balance</b>	<b>1,161,978</b>	<b>806,499</b>	<b>906,499</b>	<b>906,499</b>	<b>1,006,499</b>		

#### Notes & Objectives

The Debt Service Fund for FY 2025 includes all currently issued G.O. Bonds, including the most recent issue 2019A-B and 2019C-E Refunding Bonds.

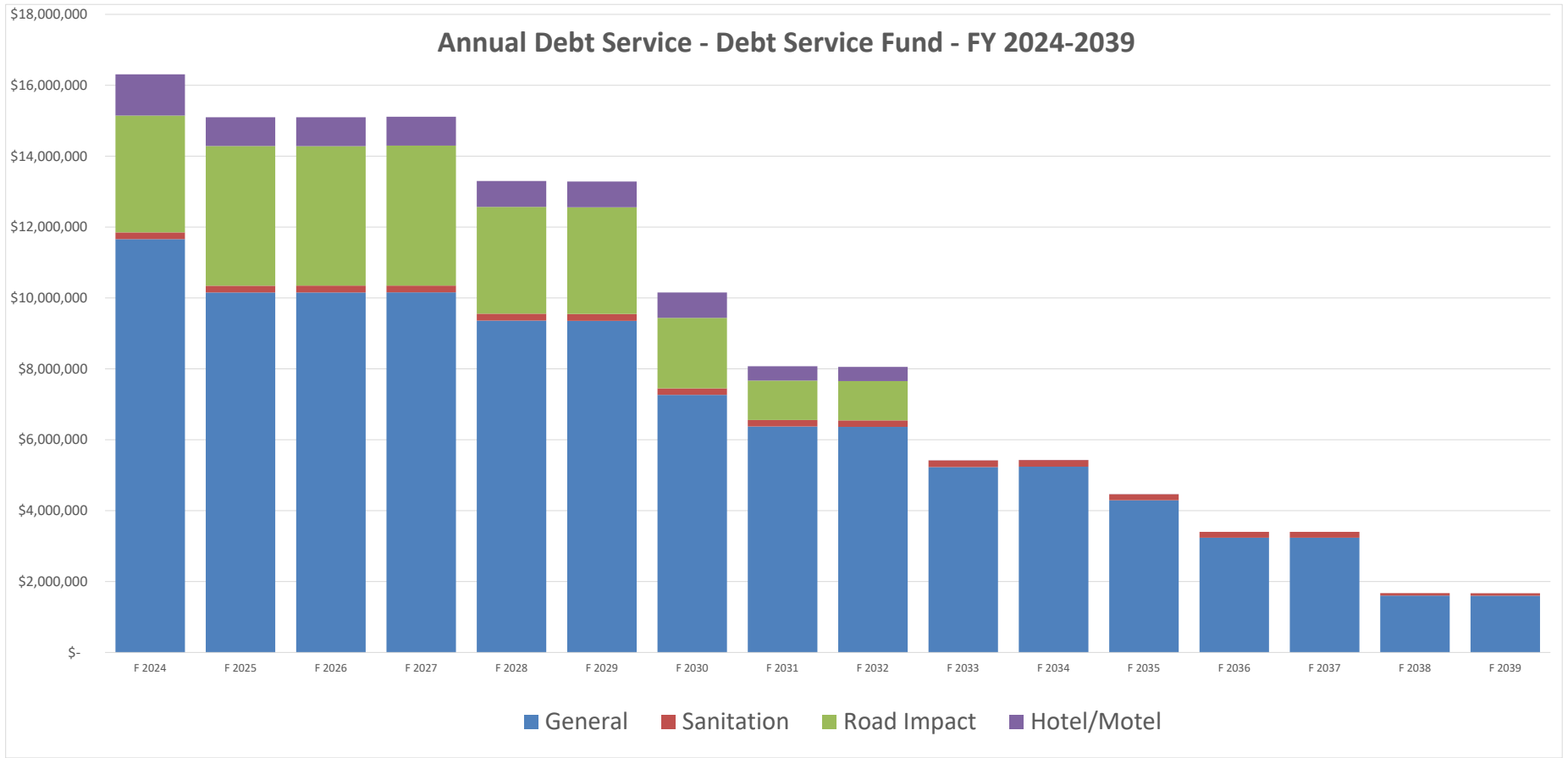
Below is FY 2025 G.O. Debt Service by fund. Water & Wastewater Debt is budgeted separately under the Water Management Department budget.





**Debt Service Fund - General Obligation / Governmental Funds Debt Schedule**

The chart below shows annual debt service for General Obligation Bonds for the City of Franklin, FY 2024-2039. Four funds - General, Sanitation, Road Impact and Hotel/Motel provide funding to service debt. Water & Wastewater Debt service is budgeted within the Water & Wastewater Fund.

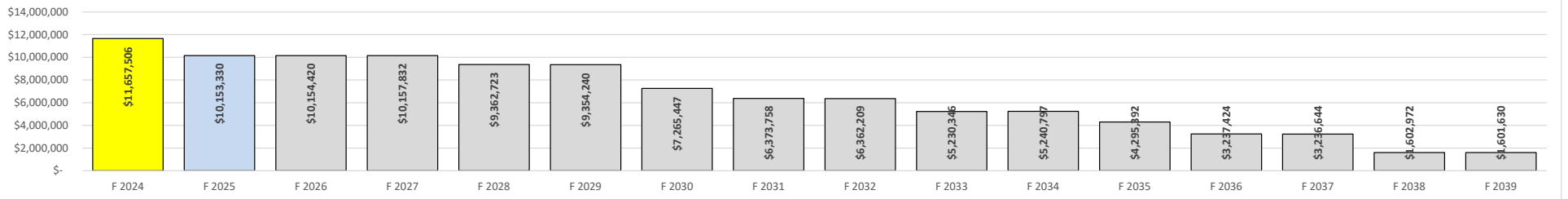




**Debt Service Fund - General Fund Payment Schedule**

Purpose	Issue Year	Orig. Amt. Issued / Interest Rate	F 2024	F 2025	F 2026	F 2027	F 2028	F 2029	F 2030	Balance (2031-2039)	Total Outstanding (2025-2039)
<b>PRINCIPAL</b>											
Bonds 2010 - \$16.59 (Refund 2004 Bonds & Harlinsdale)	2010	\$ 10,451,700	\$ 963,900	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Bonds 2012 - \$22.5m (Various - Refunding)	2009 / 2012 (Refund)	\$ 9,225,000	\$ 682,650	\$ 697,000	\$ 711,350	\$ 725,700	\$ -	\$ -	\$ -	\$ -	\$ 2,134,050
Bonds 2013 - \$10m (Pension Bonds)	2013	\$ 10,000,000	\$ 1,125,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Bonds 2013 - \$7.405m (Public Works Bldg, Carlisle)	2013	\$ 7,405,000	\$ 355,000	\$ 365,000	\$ 375,000	\$ 385,000	\$ 400,000	\$ 410,000	\$ 425,000	\$ 1,850,000	\$ 4,210,000
Bonds 2015 - \$15m (Various)	2015	\$ 14,925,000	\$ 696,500	\$ 726,350	\$ 756,200	\$ 786,050	\$ 810,925	\$ 845,750	\$ 875,600	\$ 4,855,600	\$ 9,656,475
Bonds 2017 - \$23.12m (Hillsboro/Roads /Communications/Sanit.)	2017	\$ 21,848,400	\$ 906,240	\$ 925,120	\$ 972,320	\$ 1,019,520	\$ 1,071,440	\$ 1,123,360	\$ 1,180,000	\$ 9,798,720	\$ 16,090,480
Bonds 2019A - \$29.585 m Roads/Equipment	2019	\$ 29,585,000	\$ 1,168,760	\$ 1,221,450	\$ 1,283,720	\$ 1,345,990	\$ 1,422,630	\$ 1,489,690	\$ 1,389,100	\$ 13,344,940	\$ 21,497,520
Bonds 2019B - Refunding 2009 \$44M BAB	2019	\$ 14,911,000	\$ 1,426,750	\$ 1,498,250	\$ 1,573,000	\$ 1,647,750	\$ 1,725,750	\$ 1,813,500	\$ -	\$ -	\$ 8,258,250
Bonds 2019C - Refunding Bonds \$29.245M	2019	\$ 29,245,000	\$ 612,750	\$ 1,307,200	\$ 1,369,550	\$ 1,449,100	\$ 1,694,200	\$ 1,775,900	\$ 1,857,600	\$ 2,143,550	\$ 11,597,100
Bonds 2019D - Taxable Refunding Bonds	2019	\$ 2,305,000	\$ 216,600	\$ 219,450	\$ 225,150	\$ 230,850	\$ -	\$ -	\$ -	\$ -	\$ 675,450
<b>PRINCIPAL</b>		\$ 149,901,100	\$ 8,154,150	\$ 6,959,820	\$ 7,266,290	\$ 7,589,960	\$ 7,124,945	\$ 7,458,200	\$ 5,727,300	\$ 31,992,810	\$ 74,119,325
<b>INTEREST</b>											
Bonds 2010 - \$16.59 (Refund 2004 Bonds & Harlinsdale)	2010	2.0% - 4.0%	\$ 28,917	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Bonds 2012 - \$22.5m (Various - Refunding)	2009 / 2012 (Refund)	2.13%	\$ 59,996	\$ 45,455	\$ 30,609	\$ 15,457	\$ -	\$ -	\$ -	\$ -	\$ 91,521
Bonds 2013 - \$10m (Pension Bonds)	2013	1.0% - 3.5%	\$ 39,375	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Bonds 2013 - \$7.405m (Public Works Bldg, Carlisle)	2013	2.0% - 4.0%	\$ 149,568	\$ 140,693	\$ 131,203	\$ 120,890	\$ 107,800	\$ 94,200	\$ 80,260	\$ 171,440	\$ 846,486
Bonds 2015 - \$15m (Various)	2015	3.0% - 5.0%	\$ 366,697	\$ 331,872	\$ 302,818	\$ 272,570	\$ 248,989	\$ 216,552	\$ 182,722	\$ 454,811	\$ 2,010,334
Bonds 2017 - \$23.12m (Hillsboro/Roads /Communications/Sanit.)	2017	2.73%	\$ 724,662	\$ 706,537	\$ 660,281	\$ 611,665	\$ 560,689	\$ 507,117	\$ 450,949	\$ 1,629,533	\$ 5,126,770
Bonds 2019A - \$29.585 m Roads/Equipment	2019	2.72%	\$ 1,029,706	\$ 971,268	\$ 910,196	\$ 846,010	\$ 778,710	\$ 707,579	\$ 633,094	\$ 2,690,735	\$ 7,537,592
Bonds 2019B - Refunding 2009 \$44M BAB	2019	1.90%	\$ 484,250	\$ 412,913	\$ 338,000	\$ 259,350	\$ 176,963	\$ 90,675	\$ -	\$ -	\$ 1,277,900
Bonds 2019C - Refunding Bonds \$29.245M	2019		\$ 589,057	\$ 558,420	\$ 493,060	\$ 424,582	\$ 352,127	\$ 267,417	\$ 178,622	\$ 129,344	\$ 2,403,571
Bonds 2019D - Taxable Refunding Bonds	2019		\$ 18,184	\$ 13,852	\$ 9,463	\$ 4,848	\$ -	\$ -	\$ -	\$ -	\$ 28,164
Bonds 2024 - To be issued	2024	TBD									
Amount missing from detail											
<b>INTEREST</b>			\$ 3,490,412	\$ 3,181,010	\$ 2,875,630	\$ 2,555,372	\$ 2,225,278	\$ 1,883,540	\$ 1,525,647	\$ 5,075,862	\$ 19,322,337
<b>PAYING AGENT &amp; OTHER DEBT FEES</b>											
Various			\$ 12,944	\$ 12,500	\$ 12,500	\$ 12,500	\$ 12,500	\$ 12,500	\$ 12,500	\$ 112,500	\$ 187,500
<b>PAYING AGENT &amp; OTHER DEBT FEES</b>			\$ 12,944	\$ 12,500	\$ 12,500	\$ 12,500	\$ 12,500	\$ 12,500	\$ 12,500	\$ 112,500	\$ 187,500
<b>TOTAL EXPENDITURES</b>			\$ 11,657,506	\$ 10,153,330	\$ 10,154,420	\$ 10,157,832	\$ 9,362,723	\$ 9,354,240	\$ 7,265,447	\$ 37,181,172	\$ 93,629,162

Annual Debt Service - General Fund - FY 2024-2039

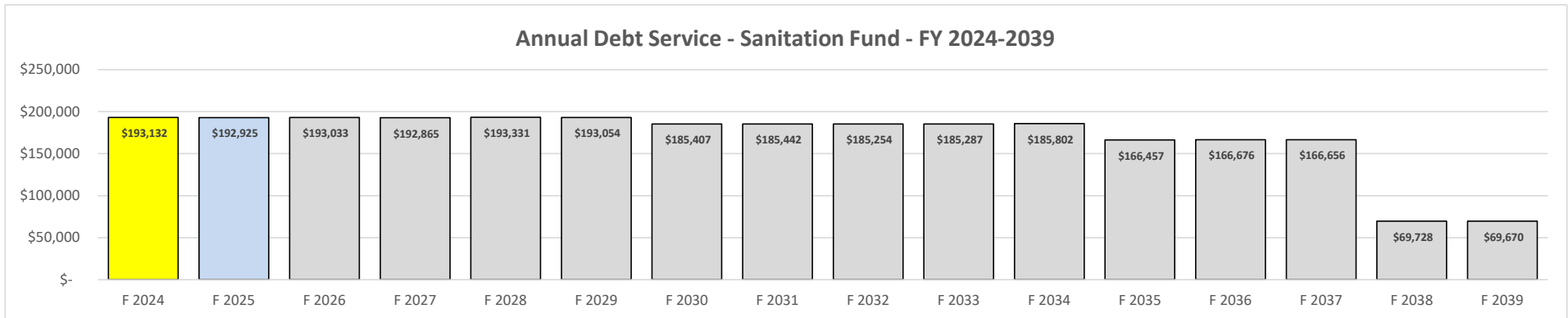




**City of Franklin, Tennessee**  
**FY 2025 Operating Budget**

**Debt Service Fund - Sanitation Fund Payment Schedule**

Purpose	Issue Year	Orig. Amt. Issued / Interest Rate	F 2024	F 2025	F 2026	F 2027	F 2028	F 2029	F 2030	Balance (2031-2039)	Total Outstanding (2025-2039)
<b>PRINCIPAL</b>											
Bonds 2017 - \$23.12m (Hillsboro/Roads /Communications/Sanit.)	2017	\$ 1,271,600	\$ 53,760	\$ 54,880	\$ 57,680	\$ 60,480	\$ 63,560	\$ 66,640	\$ 70,000	\$ 581,280	\$ 954,520
Bonds 2019A - \$29.585m	2019	\$ 1,600,000	\$ 51,240	\$ 53,550	\$ 56,280	\$ 59,010	\$ 62,370	\$ 65,310	\$ 60,900	\$ 585,060	\$ 932,820
<b>PRINCIPAL</b>		<b>\$ 4,871,600</b>	<b>\$ 105,000</b>	<b>\$ 108,430</b>	<b>\$ 113,960</b>	<b>\$ 119,490</b>	<b>\$ 125,930</b>	<b>\$ 131,950</b>	<b>\$ 130,900</b>	<b>\$ 1,166,340</b>	<b>\$ 1,871,100</b>
<b>INTEREST</b>											
Bonds 2017 - \$23.12m (Hillsboro/Roads /Communications/Sanit.)	2017	2.73%	\$ 42,988	\$ 41,913	\$ 39,169	\$ 36,285	\$ 33,261	\$ 30,083	\$ 26,751	\$ 96,667	\$ 320,368
Bonds 2019 - \$29.585m	2019		\$ 45,144	\$ 42,582	\$ 39,904	\$ 37,090	\$ 34,140	\$ 31,021	\$ 27,756	\$ 117,965	\$ 347,846
<b>INTEREST</b>			<b>\$ 88,132</b>	<b>\$ 84,495</b>	<b>\$ 79,073</b>	<b>\$ 73,375</b>	<b>\$ 67,401</b>	<b>\$ 61,104</b>	<b>\$ 54,507</b>	<b>\$ 214,633</b>	<b>\$ 668,214</b>
<b>TOTAL EXPENDITURES</b>			<b>\$ 193,132</b>	<b>\$ 192,925</b>	<b>\$ 193,033</b>	<b>\$ 192,865</b>	<b>\$ 193,331</b>	<b>\$ 193,054</b>	<b>\$ 185,407</b>	<b>\$ 1,380,973</b>	<b>\$ 2,539,314</b>

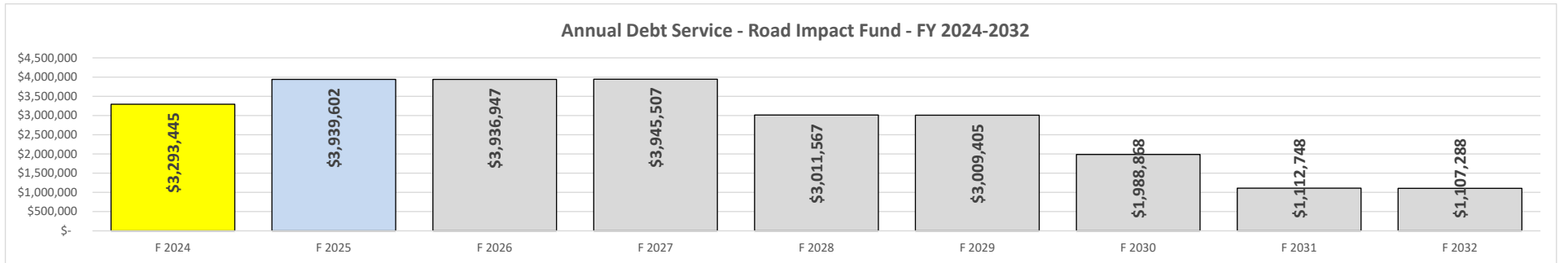




**City of Franklin, Tennessee**  
**FY 2025 Operating Budget**

**Debt Service Fund - Road Impact Payment Schedule**

Purpose	Issue Year	Orig. Amt. Issued / Interest Rate	F 2024	F 2025	F 2026	F 2027	F 2028	F 2029	F 2030	Balance (2031-2032)	Total Outstanding (2025-2032)
<b>PRINCIPAL</b>											
Bonds 2012 - \$22.5m (Various - Refunding)	2009 / 2012 (Refund)	\$ 11,475,000	\$ 849,150	\$ 867,000	\$ 884,850	\$ 902,700	\$ -	\$ -	\$ -	\$ -	\$ 2,654,550
Bonds 2019B - Refunding 2009 \$44M BAB	2019	\$ 7,937,240	\$ 759,470	\$ 797,530	\$ 837,320	\$ 877,110	\$ 918,630	\$ 965,340	\$ -	\$ -	\$ 4,395,930
Bonds 2019C - Refunding Bonds \$29.245M	2019	\$ 29,245,000	\$ 598,500	\$ 1,276,800	\$ 1,337,700	\$ 1,415,400	\$ 1,654,800	\$ 1,734,600	\$ 1,814,400	\$ 2,093,700	\$ 11,327,400
Bonds 2019D - Taxable Refunding Bonds	2019	\$ 2,305,000	\$ 163,400	\$ 165,550	\$ 169,850	\$ 174,150	\$ -	\$ -	\$ -	\$ -	\$ 509,550
<b>PRINCIPAL</b>		<b>\$ 28,724,000</b>	<b>\$ 2,370,520</b>	<b>\$ 3,106,880</b>	<b>\$ 3,229,720</b>	<b>\$ 3,369,360</b>	<b>\$ 2,573,430</b>	<b>\$ 2,699,940</b>	<b>\$ 1,814,400</b>	<b>\$ 2,093,700</b>	<b>\$ 18,887,430</b>
<b>INTEREST</b>											
Bonds 2012 - \$22.5m (Various - Refunding)	2009 / 2012 (Refund)	2.13%	\$ 74,629	\$ 56,542	\$ 38,075	\$ 19,228	\$ -	\$ -	\$ -	\$ -	\$ 113,845
Bonds 2019B - Refunding 2009 \$44M BAB	2019	1.90%	\$ 257,770	\$ 219,797	\$ 179,920	\$ 138,054	\$ 94,199	\$ 48,267	\$ -	\$ -	\$ 680,236
Bonds 2019C - Refunding Bonds \$29.245M	2019		\$ 575,358	\$ 545,433	\$ 481,593	\$ 414,708	\$ 343,938	\$ 261,198	\$ 174,468	\$ 126,336	\$ 2,347,674
Bonds 2019D - Taxable Refunding Bonds	2019		\$ 13,718	\$ 10,450	\$ 7,139	\$ 3,657	\$ -	\$ -	\$ -	\$ -	\$ 21,246
<b>INTEREST</b>			<b>\$ 921,475</b>	<b>\$ 832,222</b>	<b>\$ 706,727</b>	<b>\$ 575,647</b>	<b>\$ 438,137</b>	<b>\$ 309,465</b>	<b>\$ 174,468</b>	<b>\$ 126,336</b>	<b>\$ 3,163,001</b>
<b>PAYING AGENT &amp; OTHER DEBT FEES</b>											
Various			\$ 1,450	\$ 500	\$ 500	\$ 500	\$ -	\$ -	\$ -	\$ -	\$ 1,500
<b>PAYING AGENT &amp; OTHER DEBT FEES</b>			<b>\$ 1,450</b>	<b>\$ 500</b>	<b>\$ 500</b>	<b>\$ 500</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,500</b>
<b>TOTAL EXPENDITURES</b>			<b>\$ 3,293,445</b>	<b>\$ 3,939,602</b>	<b>\$ 3,936,947</b>	<b>\$ 3,945,507</b>	<b>\$ 3,011,567</b>	<b>\$ 3,009,405</b>	<b>\$ 1,988,868</b>	<b>\$ 2,220,036</b>	<b>\$ 22,051,931</b>





**City of Franklin, Tennessee**  
**FY 2025 Operating Budget**

**Debt Service Fund - Hotel / Motel Payment Schedule**

Purpose	Issue Year	Orig. Amt. Issued / Interest Rate	F 2024	F 2025	F 2026	F 2027	F 2028	F 2029	F 2030	Balance (2031-2035)	Total Outstanding (2025-2035)
<b>PRINCIPAL</b>											
Bonds 2010 - \$16.59m (Refund Harlinsdale) - 37.0%	2010 (Refund)	\$ 6,138,300	\$ 566,100	\$ -						\$ -	\$ -
Bonds 2012 - \$22.5m Refunding	2009 / 2012 (Refund)	\$ 1,800,000	\$ 133,200	\$ 136,000	\$ 138,800	\$ 141,600				\$ -	\$ 416,400
Bonds 2015 - \$15m (Hillsboro & 3rd Ave Only)	2015	\$ 75,000	\$ 3,500	\$ 3,650	\$ 3,800	\$ 3,950	\$ 4,075	\$ 4,250	\$ 4,400	\$ 24,400	\$ 48,525
Bonds 2019B - Refunding 2009 \$44M BAB	2019	\$ 91,760	\$ 8,780	\$ 9,220	\$ 9,680	\$ 10,140	\$ 10,620	\$ 11,160		\$ -	\$ 50,820
Bonds 2019C - Refunding Bonds \$29.245M	2019		\$ 213,750	\$ 456,000	\$ 477,750	\$ 505,500	\$ 591,000	\$ 619,500	\$ 648,000	\$ 747,750	\$ 4,045,500
<b>PRINCIPAL</b>		<b>\$ 8,105,060</b>	<b>\$ 925,330</b>	<b>\$ 604,870</b>	<b>\$ 630,030</b>	<b>\$ 661,190</b>	<b>\$ 605,695</b>	<b>\$ 634,910</b>	<b>\$ 652,400</b>	<b>\$ 772,150</b>	<b>\$ 4,561,245</b>
<b>INTEREST</b>											
Bonds 2010 - \$16.59m (Refund Harlinsdale) - 37.0%	2010 (Refund)	2.0% - 4.0%	\$ 16,983	\$ -						\$ -	\$ -
Bonds 2012 - \$22.5m Refunding	2009 / 2012 (Refund)	2.13%	\$ 11,706	\$ 8,869	\$ 5,973	\$ 3,016				\$ -	\$ 17,858
Bonds 2015 - \$15m (Hillsboro & 3rd Ave Only)	2015	3.0% - 5.0%	\$ 1,843	\$ 1,668	\$ 1,522	\$ 1,370	\$ 1,251	\$ 1,088	\$ 918	\$ 2,285	\$ 10,102
Bonds 2019B - Refunding 2009 \$44M BAB	2019	1.90%	\$ 2,980	\$ 2,541	\$ 2,080	\$ 1,596	\$ 1,089	\$ 558		\$ -	\$ 7,864
Bonds 2019C - Refunding Bonds \$29.245M	2019		\$ 205,485	\$ 194,798	\$ 171,998	\$ 148,110	\$ 122,835	\$ 93,285	\$ 62,310	\$ 45,120	\$ 838,455
Amount missing from detail										\$ -	\$ -
<b>INTEREST</b>			<b>\$ 238,997</b>	<b>\$ 207,876</b>	<b>\$ 181,572</b>	<b>\$ 154,092</b>	<b>\$ 125,175</b>	<b>\$ 94,931</b>	<b>\$ 63,228</b>	<b>\$ 47,405</b>	<b>\$ 874,279</b>
<b>PAYING AGENT &amp; OTHER DEBT FEES</b>											
Various			\$ 216	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>PAYING AGENT &amp; OTHER DEBT FEES</b>			<b>\$ 216</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>TOTAL EXPENDITURES</b>			<b>\$ 1,164,543</b>	<b>\$ 812,746</b>	<b>\$ 811,602</b>	<b>\$ 815,282</b>	<b>\$ 730,870</b>	<b>\$ 729,841</b>	<b>\$ 715,628</b>	<b>\$ 819,555</b>	<b>\$ 5,435,524</b>

