

RESOLUTION 2011-33

A RESOLUTION OF THE BOARD OF MAYOR AND ALDERMEN FOR THE CITY OF FRANKLIN ADOPTING A FIVE YEAR FINANCIAL PLAN FOR THE WATER, SEWER AND RECLAIMED WATER UTILITY FUND, FISCAL YEAR 2012 - 2013 THROUGH FISCAL YEAR 2016 - 2017; PROVIDING AN EFFECTIVE DATE.

WHEREAS, the City of Franklin owns and operates a water, sanitary sewer, and reclaimed water utility system under authorization of the Municipal Charter, and

WHEREAS, this Utility Fund is an enterprise fund of the City in accordance with generally accepted accounting principles, and

WHEREAS, it is deemed to be in the public interest to provide for the long range fiscal health of the system,

WHEREAS, there is increased uncertainty in economic factors that might affect the stability of the system, and a long-run view of the finances of the system would be helpful in reducing this uncertainty

WHEREAS, a five year financial plan would be beneficial in establishing levels of expenditures and revenue estimates beyond a single fiscal period, and

WHEREAS, a five year plan would reflect the results of the current financial trends if continued without significant changes, and

WHEREAS, a five year plan would demonstrate the capability of current and proposed rates to adequately cover the operating expenses of the system, and

WHEREAS, a five year plan would incorporate the long term effect of capital projects and expansion/reduction of facilities on operational costs, including projected increases in personnel, utilities, and other expenses that scale with changes in system size or customer base, and

WHEREAS, a five year plan would incorporate the estimated effects of inflation and customer growth on revenues and expenses, and allow the Board and staff to better plan for future system needs.

NOW, THEREFORE, BE IT RESOLVED, by the Board of Mayor and Aldermen for the City of Franklin as follows:

Section 1. That the Five Year Financial Plan of Estimated Revenues and Expenditures for the Water and Sewer Utility Fund, for Fiscal Year 2012 - 2013 through Fiscal Year 2016 - 2017, as set forth more fully in **Attachment A**, is herewith approved and adopted.

Section 2. That this Resolution shall be effective upon adoption.

IT IS SO RESOLVED AND DONE on this _____ day of _____, 2011.

ATTEST:

CITY OF FRANKLIN, TENNESSEE

By: _____
Eric Stuckey
City Administrator

By: _____
Ken Moore, M.D.
Mayor