



FY2016-17 Preliminary Report

&

Current Financial Update

August 2017



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Summary of Financial Presentation to Mayor & Council August 10, 2017

All of the financial data included in this presentation was effective June 30, 2017.

In summary, major points of the presentation were as follows:

- FY2015-16 simply revenue vs. expenditures/expenses resulted in General Fund + \$ 3.2 million, Water/Sewer +\$ 5.5 million, Gas + \$ 549,114
- FY2016-17 simply revenue vs. expenditures/expenses projected to be General Fund + \$ 3.8 million, Water/Sewer + \$ 4.2 million, Gas \$ 882,131
- FY2017-18 Budget is projecting revenue vs. expenditures/expenses to be General Fund + \$ 546,464, Water/Sewer + \$ 72,520, Gas + \$ 27,666
- % of cyclical revenue versus stable revenue increased in the FY2017-18
- FY2017-18 Budget has 37 new employees in it and % of stable revenue slightly decreased
- City has approximately \$ 47.6 million in liquid assets
- Of the \$7.6 million, approximately \$ 10 million are General Fund funds which are not committed or earmarked funds
- During the past 2 fiscal years, \$ 5 million was placed in a committed fund to be used in case of disaster or emergency situation
- During the past 2 fiscal years, \$ 1.25 million was placed in a committed fund to be used towards the \$ 17 million unfunded liability for retiree health insurance
- Gas Department has approximately \$ 6 million in liquid assets and a bond debt of \$ 1.8 million
- Water/Sewer Department has \$ 14.6 million in liquid assets and a bond debt of \$ 49.8 million
- General Fund has or in process of borrowing \$ 2.5 million from Gas Fund, \$ 2.4 million from Water/Sewer Fund

Summary

- After several good fiscal years, funds have been added to the General Fund fund balance
- Growth in sales tax collections and fees will not continue at current pace indefinitely
- In light of potential decline in revenues over next few years, preservation of General Fund fund balance is critical to retention of employees

**State of the Finances
Of the
City of Lebanon**

June 30, 2017

Preliminary Review of FY2016-17

Stuart Lawson

Recap of Revenue/Expenditures FY2015-16

General Fund

Water/Sewer

Gas

Preliminary Review of FY2016-17

General Fund

Water/Sewer

Gas

Status of FY2017-18 Budget

Sheri Featherston

Revenue/Expenditure Summary

Comptroller Office

Cyclical Revenue

Shift in %s of Revenue (pie chart)

IMPROVE ACT – decreased stable revenue %

Change in Expenditures in FY2017-18 vs FY2016 & FY2017

Reoccurring vs Capital

Amendments

September 19

Impact Fees

Current Finances of the City

Robert Springer

Liquid Assets Report

Debt Summary

Concerns

Summary

Solid Financial Position in all 3 major funds

Cashflow

Cash to Debt Ratio

Committed Funds

“Disaster” Reserve

OPEB

Caution

Short Term vs, Intermediate & Long Term

Be preparing now for cyclical revenues shrinking

Questions

City of Lebanon
Revenue/Expenditures FY 2015-16



	General	Water/Sewer	Gas	Stormwater	State Street Aid	JFFC	Airport Maint	E-Citation	Cops Grant	Police Local Option	FASF	Cemetery Maint	LHA Grant
Budget Revenues	\$25,003,800	\$14,640,723	\$ 11,540,707	\$504,864	\$932,639	\$1,319,000	\$ 179,444	\$0	\$0	\$250,000	\$25,500	\$ 16,000	\$135,000
Actual Revenues	\$27,429,607	\$19,302,626	\$7,139,310	\$673,600	\$955,432	\$1,409,190	\$185,265	\$11,113	\$208	\$381,822	\$108,222	\$14,299	\$76,948
Budget Expenditures	\$25,338,235	\$14,888,815	\$ 10,678,916	\$ 537,437	\$1,122,417	\$1,270,976	\$ 155,486	\$ -	\$0	\$345,104	\$258,000	\$ 5,000	\$139,335
Actual Expenditures	\$24,167,289	\$13,711,545	\$ 6,590,196	\$406,982	\$1,071,609	\$1,371,060	\$ 111,278	\$0	\$0	\$345,104	\$95,938	\$ -	\$79,497
Increase/Decrease	\$3,262,318	\$5,591,081	\$549,114	\$266,617	(\$116,176)	\$38,130	\$73,986	\$11,113	\$208	\$36,718	\$12,283	\$14,299	(\$2,549)

Revenue/Expenditures FY 2016-17

	General	Water/Sewer	Gas	Stormwater	State Street Aid	JFFC	Airport Maint	E-Citation	Cops Grant	Police Local Option	FASF	Cemetery Maint	LHA Grant
Budget Revenues	\$29,174,906	\$15,799,701	\$11,524,278	\$419,645	\$878,000	\$1,365,503	\$204,323	\$0	\$0	\$325,000	\$25,500	\$16,000	\$83,422
Actual Revenues	\$31,215,113	\$20,324,622	\$7,953,917	\$626,741	\$882,840	\$1,164,903	\$293,011	\$13,960	\$0	\$411,130	\$152,572	\$17,210	\$66,490
Budget Expenditures	\$28,989,830	\$17,017,799	\$10,867,183	\$497,175	\$1,021,700	\$1,366,595	\$311,136	\$17,040	\$0	\$446,495	\$297,829	\$8,175	\$83,422
Actual Expenditures	\$28,052,891	\$15,731,204	\$6,796,786	\$387,707	\$902,123	\$1,474,126	\$343,627	\$6,000	\$0	\$375,261	\$203,106	\$3,175	\$74,379
Adjustments	\$700,000	(\$365,000)	(\$275,000)	(\$15,000)		\$300,000		(\$9,000)					
Increase/Decrease	\$3,862,222	\$4,228,418	\$882,131	\$224,034	(\$19,283)	(\$9,223)	(\$50,615)	(\$1,040)	\$0	\$35,869	(\$50,535)	\$14,035	(\$7,888)

City of Lebanon 2017-2018 / 2018-2019 Budget Document

General Fund Budget Summary

G/L Acct. No.	Account Description	2015-2016 BUDGET	2015-2016 ACTUAL	2016-2017 BUDGET	2016-2017 AMEND BUDGET	2016-2017 YTD as of 12-31-2016	2017-2018 PROPOSED BUDGET	% INC/DEC	2018-2019 PROPOSED BUDGET	% INC/DEC
110 30000	Revenues	25,003,799.91	27,429,607.00	28,594,007.00	29,541,887.94	15,841,834.87	31,627,625.00	7.06%	30,568,625.00	-3.35%
	Expenses									
110 41110	Mayor & Council	677,386.09	581,877.18	564,452.71	564,452.71	240,374.63	639,028.79	13.21%	641,116.57	0.33%
110 41115	Economic Development	244,534.54	72,100.90	295,580.23	295,580.23	80,170.17	444,082.87	50.24%	496,017.62	11.69%
110 41150	Senior Citizens	171,507.01	162,351.64	173,638.00	173,638.00	83,924.60	232,471.14	33.88%	223,559.21	-3.83%
110 41510	Building Maintenance	171,703.49	155,356.80	150,692.62	150,692.62	82,473.19	186,896.34	24.02%	178,661.78	-4.41%
110 44234	Special Events	4,001.68	4,001.68	4,000.00	4,000.00	0.00	4,000.00	0.00%	4,000.00	0.00%
110 44235	Dues	111,459.44	101,318.87	100,857.24	102,523.24	26,281.67	44,249.79	-56.84%	44,249.79	0.00%
110 44237	Donations	193,830.99	187,567.46	216,416.22	216,416.22	104,294.31	254,713.89	17.70%	251,845.65	-1.13%
110 44238	Special Events II	31,000.00	28,181.83	38,000.00	38,000.00	27,409.00	38,000.00	0.00%	38,000.00	0.00%
110 41120	City Attorney	260,132.28	249,955.00	303,261.63	303,261.63	123,493.05	302,744.84	-0.17%	305,292.96	0.84%
110 41500	Finance	381,784.82	376,516.32	410,980.62	415,934.15	212,933.33	480,041.24	15.41%	434,735.94	-9.44%
110 41530	Accounting	403,286.98	384,395.45	448,373.15	458,899.39	208,935.63	460,822.63	0.42%	464,806.12	0.86%
110 41570	Customer Service	330,038.25	329,588.86	347,739.02	347,739.02	163,473.96	349,410.31	0.48%	352,220.40	0.80%
110 41590	Purchasing	96,943.47	96,376.63	107,253.34	107,253.34	52,075.88	111,199.60	3.68%	112,298.37	0.99%
110 41600	MIS	479,484.71	429,937.90	577,878.86	577,878.86	263,341.60	665,851.29	15.22%	588,274.13	-11.65%
110 44110	Debt Service - Accounting System	60,300.00	60,282.20	60,000.00	60,000.00	5,978.40	60,000.00	0.00%	60,500.00	0.83%
110 44111	Liquor Tax Agree - WC	81,121.52	81,121.52	81,121.52	81,121.52	81,121.52	81,121.52	0.00%	81,121.52	0.00%
110 44112	Debt Service - Fire Hall	0.00	0.00	232,465.00	232,465.00	0.00	234,504.00	0.88%	250,464.00	6.81%
110 44113	Debt Service - Train Stop Infrastructure	0.00	0.00	0.00	0.00	0.00	94,680.00	100.00%	93,900.00	-0.82%
110 51200	Electric Retirees	4,092.30	4,092.30	3,171.48	3,171.48	1,234.58	618.88	-80.49%	618.88	0.00%
110 60000	Transfers to other funds	1,675,752.00	1,673,752.00	870,535.24	870,535.24	193,223.82	454,898.24	-47.74%	608,698.24	33.81%
110 61630	Debt Service	1,255,405.00	1,130,693.83	1,397,243.00	1,397,243.00	550,322.42	1,645,425.00	17.76%	1,709,105.00	3.87%
110 90000	Overhead from Utilities	(3,120,343.72)	(2,792,110.18)	(4,249,877.45)	(4,260,319.18)	(872,001.60)	(4,875,288.83)	14.43%	(4,920,680.11)	0.93%
110 41650	Human Resources	414,056.01	395,524.57	859,987.60	859,987.60	182,788.85	1,037,170.34	20.60%	993,944.86	-4.17%
110 41651	EAC	400.00	285.89	400.00	400.00	33.10	400.00	0.00%	400.00	0.00%
110 41655	Risk Management	0.00	0.00	0.00	0.00	0.00	96,143.49	100.00%	121,825.94	26.71%
110 42000	ESU	721,688.74	666,220.50	533,022.95	533,022.95	243,720.02	568,785.19	6.71%	573,798.86	0.88%
110 42100	Police	8,030,057.86	7,933,436.76	8,536,266.84	8,539,439.95	4,162,468.59	8,984,417.73	5.21%	9,182,791.62	2.21%
110 42200	Fire	6,340,759.86	4,847,155.06	6,963,238.56	6,964,904.56	3,501,312.56	7,689,870.56	10.41%	6,124,593.98	-20.36%
110 41130	Judicial	65,543.32	64,567.16	64,801.77	64,801.77	28,512.03	64,770.64	-0.05%	64,770.64	0.00%
110 41140	Citizens Review Board	400.00	0.00	400.00	400.00	0.00	400.00	0.00%	400.00	0.00%
110 43120	Animal Control	274,294.87	222,546.17	168,926.74	170,593.74	78,208.28	171,349.12	0.44%	161,519.89	-5.74%
110 41610	Public Works	586,370.61	550,151.71	720,743.94	727,070.56	341,055.81	779,921.28	7.27%	796,481.42	2.12%

City of Lebanon 2017-2018 / 2018-2019 Budget Document

General Fund Budget Summary

G/L Acct. No.		Account Description	2015-2016 BUDGET	2015-2016 ACTUAL	2016-2017 BUDGET	2016-2017 AMEND BUDGET	2016-2017 YTD as of 12-31-2016	2017-2018 PROPOSED BUDGET	% INC/DEC	2018-2019 PROPOSED BUDGET	% INC/DEC
110	41840	Maintenance	406,188.64	370,413.81	444,344.29	454,274.29	209,195.68	586,442.49	29.09%	597,919.97	1.96%
110	42420	Building Inspection	451,320.25	436,942.52	608,162.11	608,162.11	247,399.82	648,032.50	6.56%	628,788.17	-2.97%
110	43110	Street	1,608,593.22	1,392,608.99	1,319,144.47	1,465,597.47	653,911.63	1,648,635.65	12.49%	1,521,873.65	-7.69%
110	43115	Annual Street Paving & Stripping	1,859,500.00	7,956.86	27,000.00	1,877,396.14	1,157,534.06	2,000.00	-99.89%	2,000.00	0.00%
110	43118	Annual Bridge Improvements	16,000.00	3,917.50	8,000.00	8,000.00	0.00	208,000.00	2500.00%	208,000.00	0.00%
110	43119	Town Square Improvements	38,865.00	32,041.75	10,000.00	20,460.00	229.12	10,000.00	-51.12%	500.00	-95.00%
110	43122	Roadscapes Grant	37,881.00	0.00	0.00	0.00	0.00	0.00	0.00%	0.00	0.00%
110	43130	Traffic Maintenance	241,970.82	214,182.16	175,999.65	175,999.65	98,713.34	198,702.22	12.90%	217,245.50	9.33%
110	43131	Intelligent Transportation System	0.00	0.00	0.00	0.00	0.00	1,251,000.00	100.00%	1,301,000.00	4.00%
110	43140	RTA	54,800.00	54,408.00	54,800.00	54,800.00	0.00	54,800.00	0.00%	54,800.00	0.00%
110	43150	Engineering	1,151,223.21	997,286.14	2,193,833.37	2,193,833.37	646,809.92	1,710,306.86	-22.04%	1,738,315.15	1.64%
110	43170	Garage	503,430.35	446,844.04	563,877.04	565,544.04	231,669.37	524,210.20	-7.31%	585,866.51	11.76%
110	43210	Sanitation	1,312,474.13	1,197,389.30	1,524,737.33	1,804,737.33	1,124,674.44	1,534,621.07	-14.97%	1,460,812.87	-4.81%
110	43215	Recycling Initiative Program	4,457.95	4,457.95	4,200.00	4,200.00	16,306.87	4,200.00	0.00%	4,200.00	0.00%
110	43400	Cemetry	106,344.01	102,051.20	122,019.48	122,019.48	56,076.44	120,711.99	-1.07%	122,080.27	1.13%
110	45000	Johnson Controls Energy Projects	79,545.00	79,545.00	11,933.00	11,933.00	11,933.00	12,291.00	3.00%	86,920.00	607.18%
110	44410	Recreation	820,912.56	738,100.16	763,820.42	763,820.42	363,186.14	950,386.55	24.43%	1,075,605.63	13.18%
110	44420	Community Park	172,786.30	91,897.63	244,665.81	296,665.81	99,418.70	314,120.29	5.88%	404,531.29	28.78%
		Total Expenses	28,813,284.56	24,167,289.02	28,058,107.80	30,428,550.71	15,084,217.93	31,081,160.71		30,049,792.29	
		Surplus or (Deficit)	(3,809,484.65)	3,262,317.98	535,899.20	(886,662.77)	757,616.94	546,464.29		518,832.71	
110	90000	Appropriation from Fund Balance	0.00	0.00	0.00	(2,367,692.91)	0.00	0.00	-100.00%	0.00	
		Net Available	(3,809,484.65)	3,262,317.98	535,899.20	1,481,030.14	757,616.94	546,464.29		518,832.71	

City of Lebanon 2017-2018 / 2018-2019 Budget Document										
Water & Sewer Budget Summary										
		2015-2016	2015-2016	2016-2017	2016-2017	2016-2017	2017-2018	%	2018-2019	%
G/L Acct. No.	Account Description	BUDGET	ACTUAL	BUDGET	AMEND BUDGET	YTD as of 12-31-2016	PROPOSED BUDGET	INC/DEC	PROPOSED BUDGET	INC/DEC
411	30000	14,640,723.02	19,302,625.82	15,798,000.00	15,799,700.68	10,145,195.69	19,444,300.00	23.07%	19,869,300.00	2.19%
	Expenses									
411	52113	2,413,932.38	1,869,539.37	2,507,335.30	2,507,335.30	878,693.80	2,703,367.23	7.82%	2,817,554.99	4.22%
411	52114	2,541,618.60	2,518,921.33	2,772,140.11	2,772,140.11	1,414,372.53	3,010,483.87	8.60%	3,125,635.50	3.83%
411	52115	120,724.13	103,460.10	156,686.52	157,846.22	70,782.22	176,157.23	11.60%	184,264.75	4.60%
411	52116	228,114.14	103,481.22	227,708.66	227,708.66	30,663.67	228,293.61	0.26%	229,277.14	0.43%
411	52117	983,623.06	882,576.47	1,392,849.28	1,396,320.16	296,832.50	1,573,648.74	12.70%	1,580,759.31	0.45%
411	52118	53,219.96	38,067.94	48,745.85	48,745.85	22,862.23	64,612.66	32.55%	67,200.76	4.01%
411	52119	0.00	0.00	0.00	0.00	0.00	21,210.69	100.00%	42,563.31	100.67%
411	52124	219,215.00	83,011.64	194,380.00	194,380.00	71,261.14	176,087.00	-9.41%	157,406.00	-10.61%
411	52213	3,248,494.75	3,240,724.73	3,486,850.52	3,486,850.52	1,746,346.73	3,607,791.48	3.47%	3,686,898.47	2.19%
411	52214	3,351,922.58	3,032,716.43	3,196,604.50	3,197,099.85	1,521,827.96	3,310,599.04	3.55%	3,419,952.87	3.30%
411	52215	119,404.13	104,236.90	145,097.38	146,257.08	30,420.88	163,181.74	11.57%	170,640.26	4.57%
411	52216	196,011.48	97,094.82	215,231.26	215,231.26	30,310.98	215,799.51	0.26%	216,754.94	0.44%
411	52217	817,751.05	749,776.28	1,353,198.72	1,355,000.62	294,688.68	1,588,108.34	17.20%	1,474,183.63	-7.17%
411	52218	53,797.96	44,769.28	56,273.85	56,273.85	26,894.88	71,615.66	27.26%	74,203.76	3.61%
411	52219	0.00	0.00	0.00	0.00	0.00	21,210.69	100.00%	42,562.22	100.66%
411	52224	1,114,630.00	843,168.23	1,244,930.00	1,244,930.00	398,027.64	1,144,767.00	-8.05%	1,086,880.00	-5.06%
411	52313	0.00	0.00	0.00	0.00	1,140.44	248,187.35	100.00%	249,572.65	0.56%
	Total Water & Sewer	15,462,459.22	13,711,544.74	16,998,031.95	17,006,119.48	6,835,126.28	18,325,121.84		18,626,310.56	
	Surplus Or (Deficit)	(821,736.20)	5,591,081.08	(1,200,031.95)	(1,206,418.80)	3,310,069.41	1,119,178.16		1,242,989.44	
411	90000	0.00	0.00	(4,379,230.37)	(8,087.53)	0.00	0.00	-100.00%	0.00	0.00%
	Net Available	(821,736.20)	5,591,081.08	3,179,198.42	(1,198,331.27)	3,310,069.41	1,119,178.16		1,242,989.44	
	Add: Depreciation			5,255,000.00			5,855,000.00	100.00%	6,195,000.00	5.81%
	Add: TDOT Reimbursement			50,000.00			50,000.00	100.00%	50,000.00	0.00%
	Add: Bond Proceeds			3,150,000.00			4,600,000.00	100.00%	2,100,000.00	-54.35%
	Add: State Loan Proceeds			3,200,000.00			2,700,000.00	100.00%	3,600,000.00	33.33%
	Add: Tiips Grants			0.00			0.00	0.00%	0.00	0.00%
	Less: Bond Principal			(1,478,000.00)			(1,518,750.00)	-100.00%	(1,540,000.00)	1.40%
	Less: State Loan Principal			(2,137,744.00)			(2,277,908.00)	-100.00%	(2,255,940.00)	-0.96%
	Less: Capital Outlay			(11,275,000.00)			(10,455,000.00)	-100.00%	(8,360,000.00)	-20.04%
	Cash Over Or (Short)	(821,736.20)	5,591,081.08	(56,545.58)	(1,198,331.27)	3,310,069.41	72,520.16		1,032,049.44	

FY 2017-2018 FY 2018-2019
SUMMARY

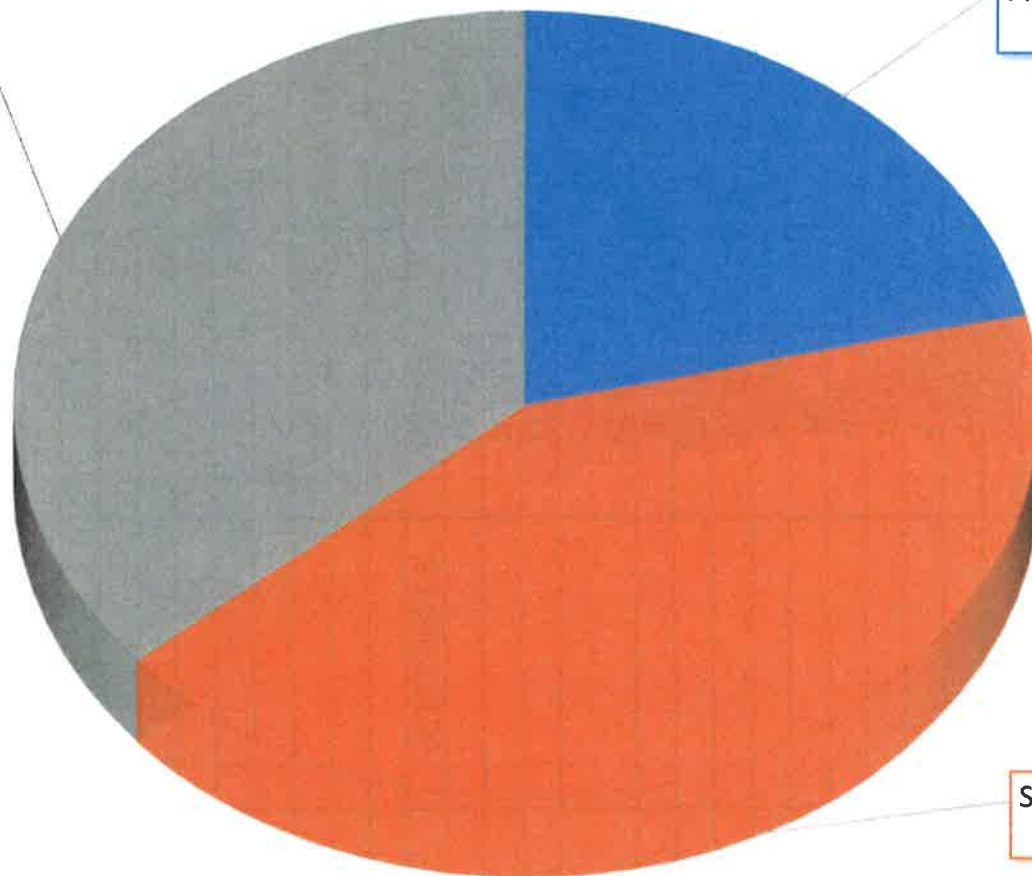
FINAL BUDGET
PASSED 6-6-2017

City of Lebanon 2017-2018 / 2018-2019 Budget Document											
Gas Budget Summary											
		2015-2016	2015-2016	2016-2017	2016-2017	2016-2017	2017-2018	%	2018-2019	%	
G/L Acct. No.	Account Description	BUDGET	ACTUAL	BUDGET	AMEND BUDGET	YTD as of 12-31-2016	PROPOSED BUDGET	INC/DEC	PROPOSED BUDGET	INC/DEC	
415	30000	Revenues	11,540,706.64	7,139,310.16	11,518,200.00	11,524,277.84	3,001,086.02	11,518,200.00	-0.05%	12,018,200.00	4.34%
Expenses											
415	52411	Purchased Gas	6,800,000.00	2,828,061.98	6,800,000.00	6,800,000.00	1,229,027.56	5,500,000.00	-19.12%	5,500,000.00	0.00%
415	52413	Gas System	2,432,170.20	2,415,509.10	2,471,663.25	2,471,663.25	1,142,386.34	2,664,363.57	7.80%	2,786,658.90	4.59%
415	52415	Gas Repair & Service	140,023.55	122,281.40	118,905.26	120,561.46	25,081.30	133,492.83	10.73%	139,818.06	4.74%
415	52416	Gas Cust Acctg & Coll	164,209.18	34,075.53	175,412.14	175,412.14	21,294.09	175,846.68	0.25%	176,577.30	0.42%
415	52417	Gas General & Admin	1,152,028.12	1,088,598.63	1,139,843.55	1,145,495.07	250,330.79	1,268,286.13	10.72%	1,273,020.51	0.37%
415	52418	Meter Readers	67,655.98	49,341.40	71,980.89	71,980.89	30,875.91	86,130.20	19.66%	88,814.34	3.12%
415	52419	Utilities Administration Gas	0.00	0.00	0.00	0.00	0.00	20,898.59	100.00%	41,933.96	100.65%
415	52424	Gas Debt Service	90,900.00	52,327.90	83,300.00	83,300.00	25,765.92	74,425.00	-10.65%	65,350.00	-12.19%
		Total Gas	10,846,987.03	6,590,195.94	10,861,105.09	10,868,412.81	2,724,761.91	9,923,443.00		10,072,173.07	
		Surplus Or (Deficit)	693,719.61	549,114.22	657,094.91	655,865.03	276,324.11	1,594,757.00		1,946,026.93	
415	90000	Appropriation from Fund Balance	(168,071.43)	0.00	0.00	(7,307.72)	0.00	0.00	-100.00%	0.00	0.00%
		Net Available	861,791.04	549,114.22	657,094.91	663,172.75	276,324.11	1,594,757.00		1,946,026.93	
		Add: Depreciation			1,100,000.00			1,150,000.00	100.00%	1,250,000.00	8.70%
		Add: TDOT Reimbursement			0.00			0.00	0.00%	0.00	0.00%
		Add: Bond Proceeds			0.00			0.00	0.00%	0.00	0.00%
		Add: Note Proceeds			0.00			0.00	0.00%	0.00	0.00%
		Less: Bond Principal			(223,000.00)			(231,000.00)	-100.00%	(95,000.00)	-58.87%
		Less: Capital Outlay			(3,016,685.00)			(2,486,091.00)	-100.00%	(2,051,943.00)	-17.46%
		Less: Revenue Anticipation Note Payoff			0.00			0.00	0.00%	0.00	0.00%
		Less: Transfer to General Fund			0.00			0.00	0.00%	0.00	0.00%
		Cash Over Or (Short)	861,791.04	549,114.22	(1,482,590.09)	663,172.75	276,324.11	27,666.00		1,049,083.93	

**FY 2017-2018
GENERAL FUND
BUDGET REVENUES**

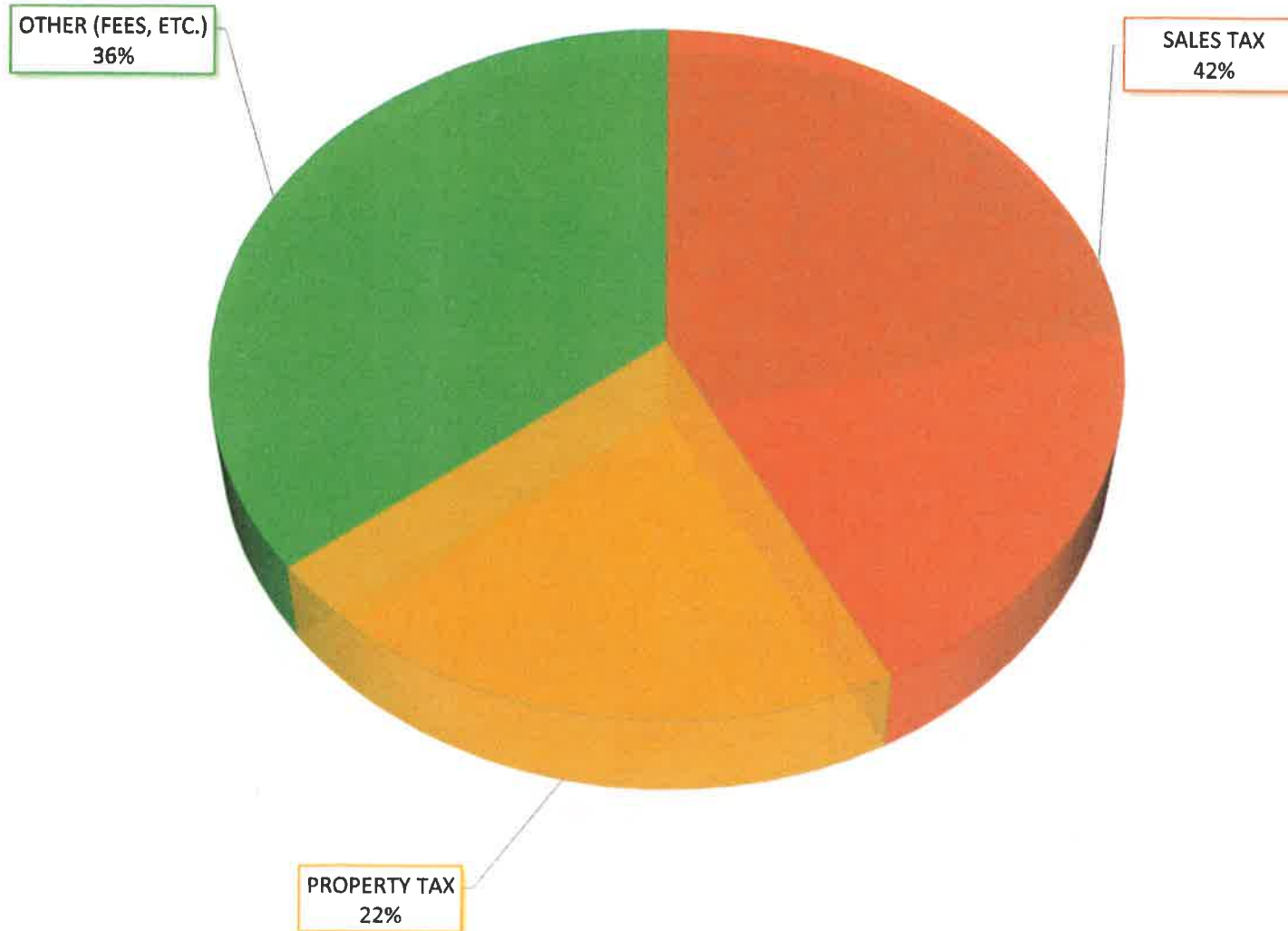
OTHER (FEES, ETC.)
36%

PROPERTY TAX
21%



SALES TAX
43%

**FY 2016-2017
GENERAL FUND
ACTUAL REVENUES**



Total of ALL Accounts (Liquid Assets)			\$ 47,668,979.25	
Total of ALL General Fund Not Committed or Earmarked Funds	Cash, Sav, MM, CDs	Not Earmarked		\$ 15,486,422.99 *
Interfund Loan Liability	Water/Sewer Gas			\$ 5,362,150.00
Needed for Cash flow during FY				\$ 4,000,000.00
Non-committed GF Fund Balance				\$ 6,624,272.79

* This amount is considered "unearmarked General Fund" balance of liquid assets. It is **NOT** accurate to state that this amount is the City's "reserve." The "unearmarked General Fund balance of liquid assets is a constantly moving number in any fiscal year and does **NOT** reflect all outstanding short term liabilities.

Enterprise Funds

Gas

Total Funds	\$ 5,893,216.12	(Has \$ 2,587,150 million in interfund loans to GF)
Add Acc Rec	254,526.45	Acc Rec- \$44,148, \$9,102, \$201,296.45
Less Committed	- 2,298,703.55	Less Com-\$1,598,703.55 + \$700,000
Less Sinking Fund	- <u>131,709.61</u>	(Has \$ 131,709.61 in sinking fund)
Unrestricted Funds	\$ 3,717,329.41	(Has \$ 1,803,000 in debt)

(Able to pay for any infrastructure improvements without borrowing)

Water/Sewer

Total Funds	\$ 13,142,595.51	(Has \$ 2,525,000 in interfund loans to GF)
Add Acc Rec	\$ 1,562,945.09	Acc Rec-\$500,000, \$1,062,945.09
Less Committed	- 900,000.00	Less Com-\$ 400,000, \$500,000
Less Sinking Fund	- <u>317,750.24</u>	(Has \$ 317,750.24 in sinking funds)
Unrestricted Funds	\$ 13,487,790.36	(Has \$ 49,842,341.50 in debt)

(Able to service debt adequately, pay for some infrastructure improvements without borrowing)

City of Lebanon Indebtedness

6/30/2017

Bond	Prin Bal	% Rate	Mat	Type	Loan Agt	Lender	Notes
GENERAL	FUND						
98/08 GO	\$ 207,000	3.5 -4.1 %	4/18	Floyd	Lk at 2019	Regions	* Ref (2019)
2003-GO	0	4.0%	3/17		No prepay	Regions	Paid off
2003/4 GO	843,000	Var- 3.0%	5/25	Fire H T	Don't pay	Bank of NY	
2006/7 GO	2,190,000	Var- 5.0 %	5/27	Streets	Don't pay	Bank of NY	
2011 GO	655,000	Var-3%	6/30	FrTr GF	2% penalty	Regions	Can pay down
Capital Outlay	376,000	2.82%	6/24	Softwa	1% penalty	First TN	Can pay down
2012 JC	1,536,714.96	2.32%	9/24	JC		SunTrust	CH & JFFC
Legends Dr	4,700,000	Var.	5/36	Legends		Bank of NY	Still borrowing
TOTAL	10,507,714.96						
GAS							
98/08 Gas	140,000	3.5 -4.0 %	4/18	Gas	Lk at 2018	Regions	* Ref (2018)
2008 Gas	783,000	Var- 5.0 %	5/29	Gas	Don't pay	Bank of NY	
2013 Gas	880,000	2.43%	9/33	Gas	2% penalty	First TN	Pay down
TOTAL	\$ 1,803,000						
WATER							
2001/3 Water	1,641,000	Var-3.12%	5/23	Water	Don't pay	Bank of NY	
2006 Water	224,800	Var- 5.0 %	5/20	Water	Don't pay	Bank of NY	
2007 Water	2,887,000	Var- 5.0 %	5/27	Water	Don't pay	Bank of NY	
2008 Water	2,496,778	Var- 5.0%	5/28	Water	Don't pay	Bank of NY	
2010 Water	1,234,000	2.86%	11/30	Water	2% penalty	First TN	Check on
2011 Water	2,285,000	Var-3%	6/32	Water	2% penalty	Regions	Can pay down
2012/3 Water	1,096,000	2.23%	3/32	Water	2% penalty	First TN	
2012 Water	3,550,000	1.82%	10/27	Water	2% penalty	First TN	Leave alone
2013 Water	1,504,000	2.28%	5/33	Water	2% penalty	First TN	
Refund 14	\$ 1,710,000	1.85 %	6/20	Water		First TN	TML
SRF 02-165	2,901,990	2.35%	6/28	Water	Prepay	State of TN	
SRF 08-222	13,144,161	2.20%	6/30	Water	Prepay	State of TN	
SRF 08-220	284,104	2.40%	12/29	Water	Prepay	State of TN	
SRF 08-080	466,451	2.45%	10/30	Water	Prepay	State of TN	Could prepay
SRF 08-079	1,857,516	2.33%	11/31	Water	Prepay	State of TN	
DWO 12-126	2,669,784	1.76%	5/35	Water		State of TN	Done
DWF 12-127	1,235,235	1.76%	12/35	Water		State of TN	Done
DW1 12-128	1,597,952.50	1.29%	8/36	Water		State of TN	Done
DWF 12-129	1,123,372	1.29%	10/36	Water			Done
Gasification	3,500,000	4.0%	6/35	Water		SunTrust	discount on %
14 Loan	\$ 1,637,000	Var 1.02%	5/35	Water		Bank of NY	Done
DW2-15-161	585,528	1.71 % (V)	6/37	Water		State of TN	Still borrowing
DWF-15-162	210,670	1.71 % (V)	NYK	Water		State of TN	Still borrowing
Total (Water)	49,842,341.50						
Airport	\$ 1,528,000	Var 1.11 %	5/36	Airport	Prepay	Bank of NY	Still borrowing
Agg TOTAL	63,681,056.46						

Summary of City's Enterprise Funds

Water/Sewer Enterprise Fund

Liquid Assets 6/30/17	\$ 13,142,595.51
Add: Accounts Receivable (from Interfund Loans)	+ 1,562,945.09
Less Committed Funds (for Interfund Loans)	- 900,000.00
Less Sinking Funds (for bond payment)	- <u>317,750.24</u>
Unrestricted Fund Balance	\$ 13,487,790.36
Debt	\$ 49,842,341.50

Gas Enterprise Fund

Liquid Assets 6/30/17	\$ 5,893,216.12
Add: Accounts Receivable (from Interfund Loans)	+ 254,526.45
Less Committed Funds (for Interfund Loans)	- 2,298,703.55
Less Sinking Funds (for bond payment)	- <u>131,709.61</u>
Unrestricted Fund Balance	\$ 3,717,329.41
Debt	\$ 1,803,000.00

**Proposals for Limited Utilization
Of
FY2016-17 “Reserves”**

At the end of each fiscal year, financial reports indicate where funds added to or took from the “fund balance.” However, for the point of this exercise, we will refer to the positive end of the fiscal year as “reserves”, even though there are no “reserves” in reality.

Street Paving/Sidewalks

SSA Fund Balance as of June 30, 2017 is \$ 668,147.00

Use \$ 500,000 of the SSA Fund Balance + \$ 300,000 of FY2016-17 Reserve = \$ 800,000

Public Parks Sinking Fund

Mayor Ash would like to create a sinking fund for the City’s public parks with initial commitment of \$ 500,000 of FY2016-17 “reserves”

FY2016-17 Reserve Approximately \$ 3,000,000 +
Utilize \$ 800,000 of it
Remaining reserve is added to General Fund “fund balance”