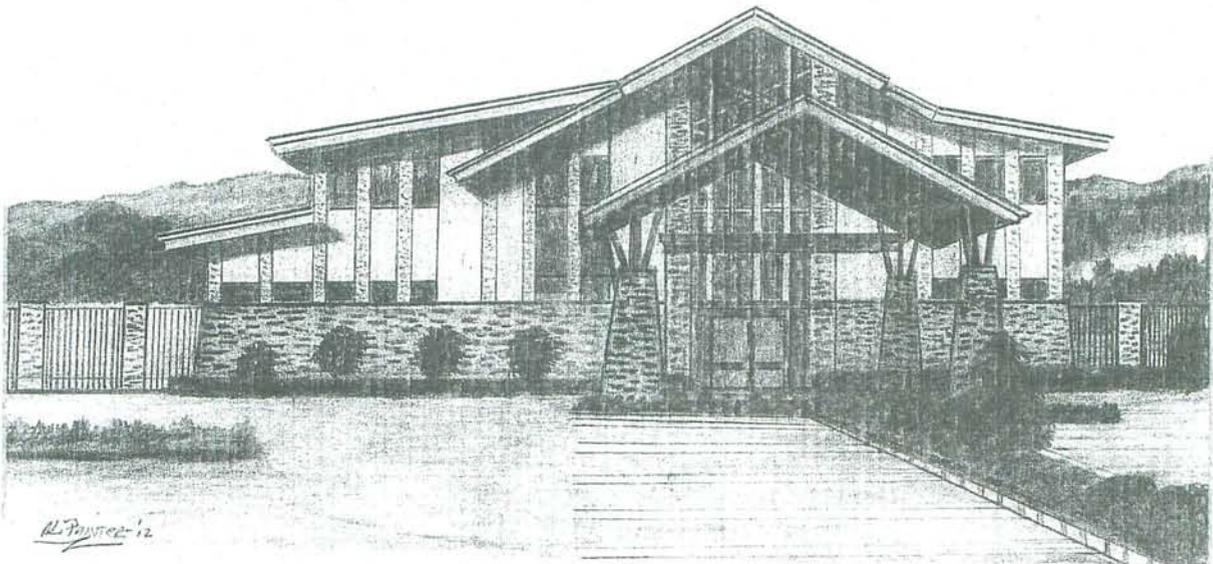


Founded
1842

Incorporated
1903

City of Cleveland Tennessee



Annual Budget 2012 - 2013

*City of Cleveland,
Tennessee*



*Annual Budget
FY 2013*



GOVERNMENT FINANCE OFFICERS ASSOCIATION

*Distinguished
Budget Presentation
Award*

PRESENTED TO

City of Cleveland

Tennessee

For the Fiscal Year Beginning

July 1, 2011

Linda C. Danson Jeffrey R. Egan

President

Executive Director

The Government Finance Officers Association of the United States and Canada (GFOA) presented a Distinguished Budget Presentation Award to City of Cleveland, Tennessee for its annual budget for the fiscal year beginning July 1, 2011. In order to receive this award, a governmental unit must publish a budget document that meets program criteria as a policy document, as an operations guide, as a financial plan, and as a communication device.

This award is valid for a period of one year only. We believe our current budget continues to conform to program requirements, and we are submitting it to GFOA to determine its eligibility for another award.

Mission Statement

City of Cleveland, Tennessee

Provide for the health, safety, education, and welfare of all citizens of Cleveland by providing efficient, high quality community services and schools, sound municipal leadership, and progressive planning for the future.

City of Cleveland, Tennessee

Annual Budget

Fiscal Year 2012-2013

City Officials:

<i>Mayor:</i>	Tom Rowland
<i>City Council:</i>	George Poe, Jr., (at large) Richard Banks, (at large) Charlie McKenzie, District 1 William Estes, District 2 Avery Johnson, Sr., District 3 David May, Jr., District 4 Dale Hughes, District 5
<i>City Attorney:</i>	John F. Kimball
<i>City Judge:</i>	Bill B. Moss
<i>City Manager:</i>	Janice S. Casteel
<i>Assistant City Manager:</i>	Melinda B. Carroll

Department Heads:

<i>Director of Finance/ City Clerk:</i>	Michael L. Keith, CPA
<i>Fire Chief:</i>	Steve Haun
<i>Library Director:</i>	Andrew Hunt
<i>Parks & Recreation Director:</i>	Patti Petitt
<i>Development and Engineering Services Director:</i>	Jonathan Jobe
<i>Police Chief:</i>	Wes Snyder
<i>Public Works Director:</i>	Tommy Myers
<i>Cleveland Utilities General Manager:</i>	Tom Wheeler, PE
<i>Director of Schools:</i>	Dr. Martin Ringstaff

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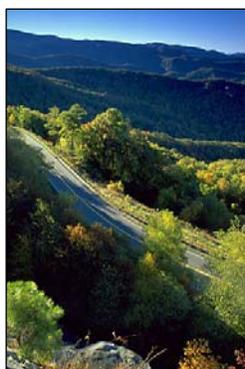
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Introduction

The City of Cleveland is a fast-growing community that has retained its "hometown" feel. Convenient to numerous tourist attractions ranging from whitewater rafting and mountain climbing to shopping and big-city culture, Cleveland offers a high quality of life to its residents.

Cleveland has a growing economy facilitated by a strong industrial base and fast-evolving retail market. The area is home to 11 Fortune 500 manufacturing companies as well as increasing the tourism component of the economy, with its proximity to the mountains, whitewater rafting, and Cherokee Indian heritage. Its location along the Interstate 75 corridor offers transportation advantages to residents and industries. Regional educational and vocational opportunities, anchored by a wide selection of area private and public colleges and universities, provide a competitive advantage for future workers. A solid secondary educational system, funded in part by the City, ensures a fresh supply of qualified college- and workforce-bound individuals.

With the breath-taking beauty of the area, high standard of living and friendly, "hometown" feel, coupled with the community's unwavering commitment to ensure an even brighter future, Cleveland is a great place to live, work, play and visit.



The average elevation is 875 feet above sea level, the terrain being the foothills of the Appalachian Mountains. The climate is seasonal, but moderate, with mild winters and summers. The average annual rainfall is 54.6" and the relative humidity is 72%. The City is a short distance from the Smoky Mountains and the Cherokee National Forest, site of the 1996 Olympic canoe and kayak events on the scenic Ocoee River. Outdoor recreational activities are plentiful.

The City of Cleveland is the county seat of Bradley County, Tennessee, located in the extreme southeastern corner of the state. Cleveland is located 28 miles northeast of Chattanooga, 82 miles southwest of Knoxville, 124 miles north of Atlanta, 172 miles north of Birmingham, and 181 miles southeast of Nashville. It is located on Interstate 75, US Highways 11 and 64, and State Routes 60, 74, 40 and 2.

The City was incorporated on February 4, 1903, with a population of 400. The county is bordered on the south by Whitfield County, Georgia, to the west by Hamilton and Meigs counties, to the north by McMinn County, and to the east by Polk County, which is adjacent to North Carolina.

The City has a highly diversified economy, having the sixth largest number of manufacturing companies of any community in the state, and being a regional shopping destination and health care provider for surrounding counties in Tennessee, Georgia, and North Carolina. Among the major private-sector employers in the area are: Arch Chemicals, Inc., Bowater Newsprint – Calhoun Operations, Brown Stove Works, Renfro Corporation, Cleveland Chair Co., Procter & Gamble, Hardwick Clothes, Jackson Manufacturing, Johnston Coca-Cola Bottling Co., Master Foods, Whirlpool, SkyRidge Medical Center, Newlywed Foods, Olin Corporation, Peyton’s Southeastern, President Baking, Rubbermaid, Merck, and United Knitting.



The state-certified population for 2010 was 41,285. The City and County are both growing at a moderate rate. The City has shown consistent growth throughout its history, as the following table demonstrates:

Census Population

	City of Cleveland		Bradley County	
	Population	Square Miles	Population	Square Miles
1930	9,136	2.0	22,870	338
1940	11,357	2.0	28,498	338
1950	12,605	4.0	32,338	338
1960	16,196	7.0	38,324	338
1970	21,446	9.2	50,686	338
1980	26,415	13.3	67,547	338
1990	30,354	19.5	73,712	338
2000	37,192	25.0	87,965	338
2010	41,285	25.0	98,963	338

According to the 2010 census, the City's population is 81.4% Caucasian, 7.2% African-American, 7.5% Hispanic, and 3.9% Asian or Other. The median age is 34.8. Those 19 years of age and younger are 26.3% of the population, and those 55 years of age and older are 25.3%. The median income per household is \$32,257 and the per capita income is \$25,572. The housing stock totals 17,841 units, of which 7,820 (48.6%) are owner-occupied. The rental vacancy rate in 2010 was 9.9%. The median value of owner occupied units was \$141,600. Housing costs in Cleveland and Bradley County are 16.6% below the national average as reflected in the third quarter 2009 ACCRA cost of living survey. The unemployment rate has traditionally remained very low, but has increased by 3 percentage points since 2008 due to the declining economy. The unemployment rate for Cleveland in March 2011 was 9.4%. The unemployment rate for Bradley County was 9.0%, the State of Tennessee was 9.5% and the national average was 9.2%. The cost of living is 17.8% below the national average, and 1.06% above the state average.

Cleveland is served by Southern Railway, Greyhound bus line, numerous common freight carriers, and barge service from the Hiwassee River by Charleston Marine Transport, Inc. The City owns Hardwick Field, a general aviation airport. Chattanooga's Lovell Field, with both general aviation and commercial aviation capability, is approximately thirty minutes south on Interstate 75.

The City has two institutions of higher learning: Lee University, a 4-year liberal arts school, and Cleveland State Community College, a 2-year technical and community college. The City School System has one primary school, five elementary schools, one middle school, one high school, and one alternative school.

The school system consistently ranks among the top ten public systems in the state on the American College Test (ACT) for college entrance.



Education



Cleveland is home to eight City-owned and maintained recreational parks, including a handicap park and a nature park. The City also owns and maintains two community centers, a soccer complex, a golf course and a greenway with four miles of walking paths.



Recreation

Utilities are provided by the following within the City:

Cleveland Utilities	Electricity, water, and wastewater
Volunteer Energy MC	Electricity in some annexed areas
Atlanta Gas	Natural Gas
AT&T	Telecommunications
Charter Communications	Cable Television

There are six local radio stations, AM-WBAC News Radio (1340), WCLE (1570), FM-Mix 104.1; WAYA-TN 93.9, WOOP 99.9 and WSAA-Ocoee 93; one daily newspaper, the Cleveland Daily Banner. In addition, the Chattanooga Times Free Press, and the Knoxville News Sentinel report on news in Cleveland. Cleveland has its own local television channel with the local cable television provider Charter Communications. Four television stations in Chattanooga also cover Cleveland regularly: WRCB (NBC), WTVC (ABC), WDSI (FOX), and WDEF (CBS). Three public television stations are also available in the area, WTCI in Chattanooga, WTNB in Cleveland, and WCLP in Atlanta.

The City operates under the Council-Manager form of government, established by an amended Private Act Charter in 1993, following a referendum. There are five council-members elected from districts. The Mayor and two council-members are elected at large. All elections are non-partisan, and the terms are for four years, with half the members elected every two years. The City Council then appoints the City Manager to head the administrative functions of city government.



City of Cleveland Area Map



Reader's Guide to the Budget

This Budget Document has been organized with the main purpose being to make it user-friendly. Government budgets by definition are confusing documents, particularly for the first-time reader. Generally Accepted Accounting Principles (GAAP) for government require the use of multiple funds. Some of those fund categories are budgeted and accounted for using the modified accrual basis of accounting, and some the accrual basis of accounting. This further complicates the matter for readers of government budgets, who are familiar with private sector accounting using full accrual in which there is one balance sheet and one income statement. These terms are explained in the Financial Policies section; Summary of Significant Accounting Policies, under item C: Measurement focus, Basis of Accounting. It is strongly recommended that you take a few moments to review this Reader's Guide before reading the Budget.

Following this Guide is Tab II, which contains the City Manager's Budget Message. This message discusses the fund structure of the Budget, and which basis of accounting is used for each type of fund. It also includes a listing of the assumptions used in developing the Budget. Finally, it includes a discussion of the major issues facing the City and how the Budget affects them and is affected by them. Immediately following is a listing of the City's Goals and Objectives for FY2013.

Tab III is a multi-sheet spreadsheet, which summarizes all funds of the City of Cleveland, and the projected fund balances. This summary includes all revenues and transfers into a fund, and all expenditures (expenses) and transfers out of a fund. It also shows the uses of cash in those funds using full accrual accounting. In short, it is the entire budget in a condensed format.

Tab IV contains the two ordinances which the City Council must adopt annually in order to establish a Budget for the year: 1) the Budget Ordinance, which officially approves the Budget document; 2) the Tax Rate Ordinance, which officially sets the ad valorem (property) tax rate expressed as cents/\$100 of assessed valuation, and the business license tax rates; as well as the following resolutions: the Agency Appropriation Resolution; and the Electric and Water In-Lieu of Tax Resolutions.

Tab V contains the Financial Policies of the City, which guide the financial administration of the City. Also, the budget process is described and a budget calendar is included showing the key dates and steps in the preparation of both the Capital Improvements Program (CIP) and the Budget.

Tab VI contains information on the City's personnel functions. First is an overview of the legal framework, including key documents and policies, and how positions and pay increases become authorized. Second is an organization chart followed

Fourth is a listing of all authorized personnel positions by department for four years. This allows the reader to see the staffing level in each department, and whether it has grown or decreased. Fifth is the Position Classification and Pay Plan, which lists each position and assigns a pay grade to it, and includes the matrix of pay grades. This allows the reader to see the pay range for every classified position within the City. Sixth is a listing of every fringe benefit that the City provides its employees. There is some detailed information on the retirement system and finally a listing of all City boards and commissions, giving their duties and length of term.

Tabs I through VI should provide you with a solid overview of the City; how it is organized to provide services and what those services are; the major issues it faces and its goals and objectives to meet them; the financial policies and personnel policies it uses; the Budget preparation process; the assumptions used in developing the Budget; and a summary of the entire Budget.

Tabs VII through XIII will provide you with detailed information on each fund and operational department and division of the City. The tabs denote each of the seven fund types: 1) general, 2) special revenue, 3) debt service, 4) capital projects, 5) enterprise, 6) internal service, and 7) trust fund. The format used in each fund and department is to present a detailed organization chart; a narrative on the programs, services, and functions provided; a summary of expenditures; the goals and objectives for the year; and the performance measures used.

All positions shown uncolored on the detailed organization charts are financed by the general fund. Those positions shown in a different color are financed by another fund(s), which is explained in each narrative section. Below is a listing of the colors and which fund they represent:

Dark Green	Solid Waste Management Fund
Aqua	School Federal Projects Fund
Blue	School Food Service Fund
Light Green	Storm Water Fund
Lilac	Fleet Management Fund
Yellow	Brush Chipping Fund
Light Blue	State Street Aid Fund
Gray	Library Fund
Navy Blue	Cleveland Utilities
Rose	Community Development Block Grant
Purple	Metropolitan Planning Organization Fund

Tab XIV contains several appendices, the first being a Glossary of Terms. Since governmental budgeting and accounting is different from that in the private sector, definitions of many of our terms have been included. Also included, you will find historical information on property taxes, property values and assessments.

Our hope is that you will find this document informative about your municipal government, and organized in a manner that allows you to find information quickly on any fund, department, or operation. If you have difficulty using it, we would welcome your comments and suggestions for improvement. Please write Ms. Janice Casteel, City Manager or the office of the Director of Finance/City Clerk, P.O. Box 1519, Cleveland, TN 37364-1519, or phone at (423) 472-4551.

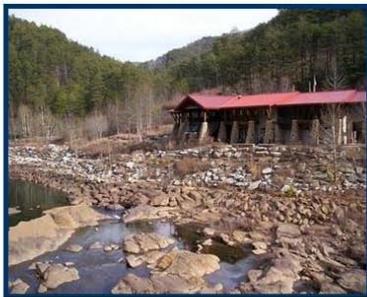
"The City with Spirit"
Cleveland, Tennessee



**Apple Valley
Orchards**



**Red Clay
Historical Park**



**Ocoee Whitewater
Center**



The Spot Restaurant



Cleveland Speedway

City of Cleveland

CLEVELAND, TENNESSEE

Office of the City Manager



Janice S. Casteel
City Manager
(423) 472-4551
(423) 559-3337 Fax
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Cleveland Municipal Building
190 Church Street, N.E.
P.O. Box 1519
Cleveland, TN 37364-1519

May 14, 2012

Honorable Mayor and City Council
City of Cleveland
P.O. Box 1519
Cleveland, Tennessee 37364-1519

RE: City Manager's Budget Message and Transmittal of the Proposed Budget for
Fiscal Year 2013

Gentlemen:

The FY2013 Budget for the City of Cleveland is submitted for your consideration. The document includes the revenues and expenditures that are necessary to maintain and in some areas improve the current levels of municipal services.

The FY2013 Budget addresses infrastructure needs of a growing community. It is a challenge to keep up with the demand for services and facilities in such a growing community. The City of Cleveland is the principal city of the Cleveland Metropolitan Statistical Area (MSA) and it is the employment and commercial center of the metropolitan area. With the construction of a new Volkswagen plant to our south, a new Wacker Chemie plant under construction to our north, it is estimated that Bradley County will add another 33,000 residents over the next two decades, according to the recent Strategic Growth Study for Cleveland, Charleston and Bradley County.

The FY2013 total budget, which includes all city and Cleveland Utility funds, is \$220,000,000. This represents a 4% increase above the FY2012 original budget. This increase is primarily due to the capital expenditures in FY2013.

The FY2013 budget does not include a property tax increase, and the city's tax rate is \$1.4904 per hundred dollars of assessed value. The budget also does not include an increase in the monthly sanitation fee of \$6.95 or an increase in any other fees.

The major priorities of the FY2013 budget include capital projects funded from the local sales tax referendum, construction of a new general aviation airport, and the purchase of Spring Branch Industrial Park. State and federal funds will improve Exit 20

and construct a new APD-40 Interchange. The 2012 budget funded the city's share of the Local Interstate Connector (LIC) project at the new APD-40 Interchange. The city and county will each contribute a million dollars and the state will fund two million for the LIC project scheduled to take approximately 18 months for completion. Also, a complete list of capital projects funded by the proceeds of the 2009 local option sales tax is presented at the end of the budget message.

Staff continued a conservative approach of estimating revenue for the FY2013 budget. Due to conservative budgeting practices there has been growth in the fund balance for the past ten fiscal years. Using conservative estimates in projecting future revenue will help ensure that the City maintains an adequate fund balance.

Cleveland's operating revenues are expected to be about \$550,000 less than last year's, due to the loss of \$911,000 from the county fire contract offset by the increase in tax revenues (largely sales tax).

Approving an annual Budget is one of the most important decisions you make as a City elected official. The Budget is important as it determines staffing levels for City services and it provides funding for equipment and supplies for City operations. The Budget serves as a primary planning document for the operation and management of the City.

The proposed budget was developed through a planning process which included:

- 1) *Capital Improvement Needs Inventory (CINI)*: In December forms were distributed to all City departments, including the school system, for the CINI. In March 2012 a six-year CINI document was prepared which included the capital improvement needs of all departments. This document is for planning purposes only and is used as documentation for the preparation of the Capital Improvement Program (CIP), which is included in the proposed budget.
- 2) *Council Fall Planning Retreat*: Staff presented a financial report at the planning retreat which was attended by the Mayor and City Council, department heads, news media, a representative of the City School System, and the Cleveland Utilities manager. This session provides the Council an opportunity to identify major needs, determine capital needs, and hear presentations on city programs and projects.
- 3) *Preparation of Proposed Budget*: During the month of January departments prepared their funding requests which were submitted to the City Manager, the Assistant City Manager and the Director of Finance. The City Council held a Budget Planning Session on March 12, 2012 at which the budget was presented and discussed. The final budget must be approved by June 30, 2012.

The City of Cleveland will operate this year with thirty separate funds, which makes municipal budgeting and accounting considerably different from that in the private sector. Although the City may, in most cases, legally transfer money from one fund to another, each fund is a separate accounting entity with assets, liabilities, equity, revenues,

and expenditures. Consequently, there are thirty separate balance sheets and income statements.

The funds fall into seven different categories, or types of funds, as required by Generally Accepted Accounting Principles (GAAP) for governmental entities. The funds are as follows:

General Fund:

- 1.) General Fund

Special Revenue Funds:

- 2.) Solid Waste Management Fund
- 3.) State Street Aid Fund
- 4.) School General Fund
- 5.) School Food Service Fund
- 6.) Library General Fund
- 7.) Drug Enforcement Fund
- 8.) Storm Water Management Fund
- 9.) Community Development Block Grant (CDBG) Fund
- 10.) Metropolitan Planning Organization (MPO) Fund
- 11.) 2010 Byrne Memorial Justice Assistance Grant Fund
- 12.) 2009 Cops Hiring Recovery Grant Fund
- 13.) 2009 Justice Assistance Grant - ARRA
- 14.) Department of Justice Asset Forfeiture Fund
- 15.) Red Light Camera Safety Fund
- 16.) Targeted Crime Reduction Grant

Debt Service Fund:

- 17.) Debt Service Fund

Capital Projects Funds:

- 18.) 2009 Bradley Build America Bonds
- 19.) THDA Home Grant Fund
- 20.) Sales Tax Capital Projects Fund
- 21.) Capital Improvements Program (CIP) Fund
- 22.) 2009 Qualified School Construction Bond (QSCB) Fund
- 23.) ARRA Grant Projects Fund
- 24.) Greenway Fund
- 25.) Fletcher Park Fund

Enterprise Funds:

- 26.) Cleveland Municipal Airport Authority Fund
- 27.) Cleveland Utilities Electric Fund
- 28.) Cleveland Utilities Water/Wastewater Fund

Internal Service Fund:

29.) Fleet Management Fund

Trust Fund:

30.) Meiler Estate Animal Shelter Fund

While the City administers twenty-five of these funds, the Cleveland City Schools administers two funds: the School General Fund and the School Food Service Fund. The Library Board administers on a daily basis the Library Fund. Cleveland Utilities administers on a daily basis two funds: the Electric Fund and the Water/Wastewater Fund.

Cleveland City Schools will receive a transfer of operating money from the City's General Fund in the amount of \$5,120,000. In addition, a transfer from the City's General Fund is made to the Debt Service Fund to cover long-term debt incurred by the school system. For FY2013 the total transfer from the General Fund to schools is \$7,524,000, which is \$4,300 more than the previous fiscal year. Since 1998, it has been the policy of the City Council to increase school operating funding by an amount congruent with growth in tax revenues; however, that is not possible due to the loss of the fire contract with Bradley County.

The Library Fund also receives a transfer of money from the City's General Fund each year, with an equal appropriation from Bradley County. The FY2013 budget includes \$568,000 for the Cleveland Public Library which is the same funding level as last fiscal year.

Cleveland Utilities' budgets are actually enterprise fund service plans that can fluctuate depending upon the usage of utilities, which can be affected by market conditions and the weather. Cleveland Utilities receives no transfers of money from the City's General Fund or other funds because the utilities operate solely from their charges for service. Cleveland Utilities included a 4.78% rate increase for water and 3.99% increase for their wastewater operation for FY2012, but has no rate increases in the FY2013 budget.

According to GAAP, General Funds, Special Revenue Funds, Debt Service Funds, Capital Projects Funds and Trust Funds are budgeted and accounted for using the modified accrual basis of accounting. The Enterprise Funds and Internal Service Fund are accounted for using the accrual basis of accounting. The differences in the basis of accounting are defined in the Glossary of Terms. The basis of budgeting and accounting are the same within each fund.

Budget Assumptions:

Staff used several assumptions in preparing this Budget which is \$550,000 below last fiscal year's amended General Fund budget. The assumptions were important factors in estimating revenues and expenditures. The major assumptions are as follows:

- No increase in property tax rate.
- No increase in the Residential Sanitation Fee.
- Property tax and In Lieu of Taxes revenue growth of .3% over FY 2011's audited amount.
- Local sales tax budgeted at 8.6% above FY 2011's audited amount.
- State sales tax budgeted at 7.8% above FY 2011's audited amount.
- State income tax budgeted at 3% below FY 2011's audited amount.
- 5% franchise fee on the gas franchise and the cable television franchise.
- Bradley County to pay \$911,100 for fire suppression services for the fringe area as agreed to in the fire contract between the City of Cleveland and Bradley County. This compares to \$1,822,200 received from the county in FY2012.
- \$300,000 has been reserved for health and dental insurance premiums for city employees. This is equivalent to approximately a 12% increase. We will be rebidding our health insurance this year due to the projected increase from the current provider.
- City employees will not receive a Cost-of-Living-Adjustment. Employees received a Christmas bonus equivalent to an overall 1% pay increase last year.
- The Cleveland City School System will receive an additional \$4,300 from the City for debt service.
- The City's FY2013 budget will increase long-term debt by \$6,340,000. The City is partnering with Cleveland Utilities and Bradley County in the \$6 million purchase of Spring Branch Industrial Park property located near Exit 20 on I-75 with each entity contributing \$2 million. The city is prepared to issue the debt and will be reimbursed by Bradley County in 2016. Cleveland Utilities will be responsible for their prorate share. City Schools will service the debt of the \$1.7 million issued for construction of the Local Interstate Connectors for the new interchange located on APD-40 in order to reimburse the City for the \$1.7 million renovation of Arnold Memorial Elementary.
- The proposed budget does not include any operating decreases for jointly funded agencies. The city and county meet each year to determine any adjustments necessary for jointly-funded agencies.

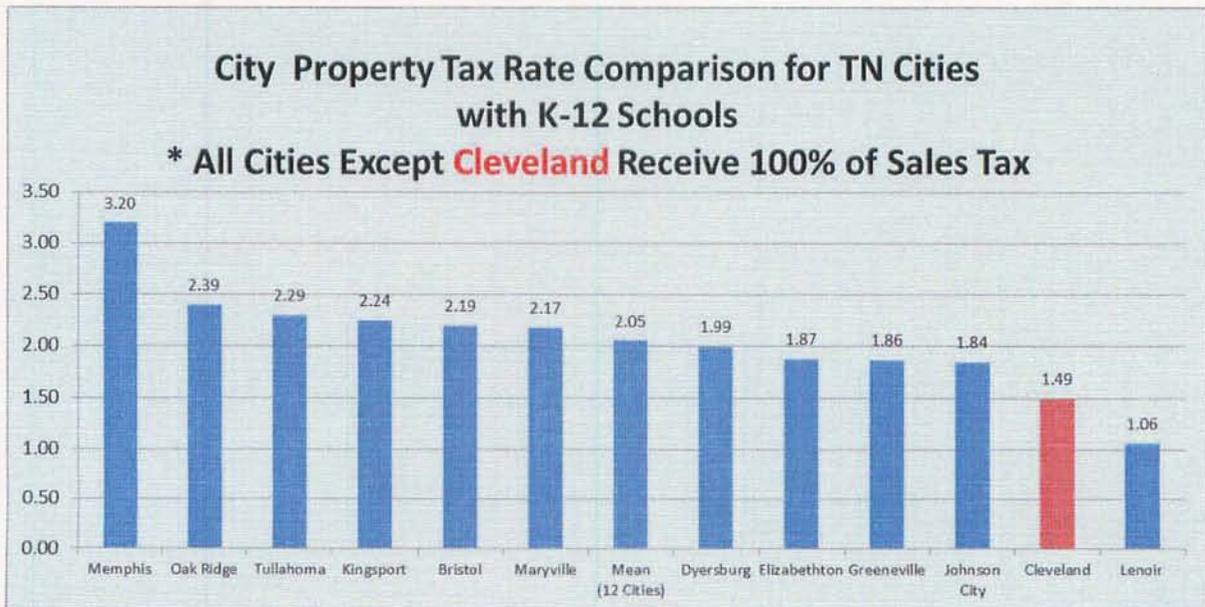
- The FY2013 budget will not use any of the city's \$10.1 million unreserved general fund balance. Unreserved fund balance represents 38.3% of total general fund expenditures. However, unreserved fund balance only represents 26.6% when compared to total general fund expenditures and transfers to other funds – such as debt service and schools.
- The FY2013 budget will also not use any of the city's \$2.5 million debt service fund balance. Unreserved fund balance represents 48.9% of debt service expenditures.
- Fleet Management will charge \$67 per hour for labor, 30% markup on parts, 30% markup on contracted services and 20-cents markup on fuel over the City's actual cost. These fees are for the overall operating expenses incurred by this facility and fleet operation.
- The city will fund \$2.3 million in capital projects this fiscal year from the 2009 local option sales tax which funds **only** capital infrastructure and equipment needs of each department. The city will also receive a one-time payment of \$1.25 million, which represents the disputed funds from Bradley County for the 2009 sales tax referendum. See the detailed list of capital projects located immediately after this message.
- City Schools will receive approximately \$925,000 for its capital projects from the sales tax referendum.
- Federal funding has been made available through the Metropolitan Planning Organization (MPO) for transportation projects. This budget includes:
 - 25th Street & Ocoee Street intersection – right-of-way and utilities
 - ITS (Intelligent Transportation System) on APD-40 – final design and construction
 - 25th Street and Peerless Road Intersection – right-of-way and construction
 - ARRA (American Recovery and Reinvestment Act) projects contingency
 - Pedestrian Facilities Grouping (Bike-Ped Plan) – preliminary engineering, right-of-way, and construction of sidewalks
 - Street paving
 - Georgetown Road & 25th Street intersection – environmental, design and construction
 - 20th Street from Old Tasso to APD-40 – planning
 - Michigan Avenue Road – TPR
 - Exit 25 improvements on I-75
- The FY2013 budget includes \$200,000 (90% federal and state funds) for the Metropolitan Planning Organization (MPO) and \$333,000 for the Community

Development Block Grant Entitlement program, a 100% federally funded program. The City qualifies as an Entitlement Community for the CDBG program due to designation as a principal city in an MSA.

- The FY2013 budget includes the continued funding for the Storm Water Management Fund. This fund was established in order to address National Pollutant Discharge Elimination System (NPDES) requirements and to address drainage and flooding problems in the city.
- The FY2013 budget includes four police officers funded by the ARRA Cops Hiring Recovery Grant, two community police officers funded by an OCJP grant, and one police officer serving as Housing Officer is funded by the Cleveland Housing Authority. The budget has not funded fifteen previously authorized positions (4 Firefighters, Deputy Fire Chief, 4 Police Officers, 2 Police Detectives, Mechanical Inspector, Public Service Worker, Construction Inspector, Motor Equipment Operator I, and Deputy Director of Public Works). Seven full-time positions in the city have been eliminated: Special Projects Director, Assistant Director – Public Works Administration, Parks Superintendent, Public Works Operations Secretary, Police Secretary, Assistant Police Chief, and a Senior Planner. The Traffic Engineer and the Traffic Signal Technician positions were also eliminated and the City Council voted to contract those services.

Major Issues:

1.) **Property Tax Rate:** Cleveland’s property tax rate of \$1.49 remains the lowest property tax rate of any similarly-sized city with a K-12 city school system in the state. See the table below.



The total amount of funding for the Cleveland City Schools System equals \$7.5 million or 46% of the total property tax rate.

2.) **Transportation Improvements:** The City has many transportation needs, as evidenced in the 1995 Transportation Plan and the 2004 City-County Transportation Plan, but funds have not been available to start major transportation improvements.

3.) **New Fire Station:** This Budget **does not** include funding for construction of a new fire station. The City purchased a site for station number 6, but construction funds will not be provided until the area develops. The station will be needed in the future in order for the fire department to adequately serve the southern portion of the city, including the Interstate Exit 20 area which will continue to develop. The new station is also needed in order to help the city maintain its ISO rating.

4.) **Public Works Building:** This Budget **does not** include funding for a new Public Works building due to the economy. The construction of a new Public Works administrative building and facilities for material storage, equipment storage facilities and a new sign shop has been a goal of the city for several years. The new facility, when funded in the future, will be built on existing city property where the City Garage and impound lot are located on Fulbright Road.

5.) **Fire Contract:** The city currently extends the same fire suppression service to both city and fringe area residents. The existing \$1.8 million fire contract with Bradley County for the fringe area five-miles outside the city limits will end on June 30, 2013. The city will receive \$911,000 for FY2013 as the final payment from the contract. The city has not identified a replacement source of revenue to fund its fire service operation. If a property tax increase is used to fund this lost revenue, it would require a 9 cent tax increase, which is a 6% increase. For a home with an appraised value of \$100,000, this would mean an additional \$1.88 per month, or \$22.50 annually.

6.) **Capital Equipment Replacement Program:** City departments have prepared a 15-year equipment replacement schedule. Funding was estimated at \$1.7 million annually; however, no funding is in place to implement the program.

7.) **New Airport:** The city is constructing a new general aviation airport. The majority of the project is funded by federal and state aeronautics grants. The city's share is estimated at \$3.5 million. This funding is not included in the FY2013 budget.

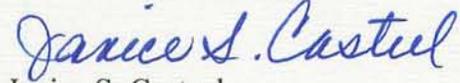
7.) **Other Funding Issues:** The city and county have each agreed to invest \$2 million in a proposed veterans' home to be located off APD-40. Funding is not included in this budget for this project.

We believe this Budget includes only essential items required for the City to continue to move forward and that it includes the initiatives agreed to at the budget meetings held this year.

I want to thank the City staff for the hard work done in preparing this Budget. I especially want to thank Mike Keith, Director of Finance, and also Melinda Carroll, Assistant City Manager, and the staff of the Administration and Finance Department for all their time and effort in preparing this budget.

Please contact me if you have any questions or would like to discuss the Budget in detail.

Respectfully Submitted,



Janice S. Casteel
City Manager

City of Cleveland Sales Tax Fund					
Half Cent Sales Tax Proceeds					
City only portion of sales tax proceeds:					Revised
		FY2010	FY2011	FY2012	FY2013
Revenues:					
FY2009 actual		483,632			
FY2010 actual		1,651,349			
FY2011 actual			1,712,407		
FY2012 estimated				1,800,000	
FY2013 disputed funds estimated (through June 2012)					
FY2013 advance from general fund					1,000,000
FY2013 estimated					1,850,000
Expenditures:					
General Govt.					
Whirlpool incentive		1,000,000			
Strategic Plan		30,360			
First Street Square		285,000			
CSCC - Business incubator		37,500	37,500		
Comprehensive Plan-city share				62,500	
Computer Replacement Program					365,000
Public Safety					
Emerg. Mgmt - Radio Tower (actual) Thru FY14		50,000	50,000	50,000	50,000
Public Safety - Police					
Police patrol cars		48,500	0	475,000	225,000
Crime Scene Vehicle & conversion					0
Public Safety - Fire					
Fire Hall survey & site design			0	9,500	
Fire Training tower survey/site design			0	2,000	
Replace opticom signal equipment					16,250
Public Works:					
MPO-Match-Ocoee/25th Prel. Eng. (actual)		30,000			
MPO-Match-Ocoee/25th Right-of-way					74,000
Ocoee St. Curb & sidewalks (actual)		85,111			
Street Paving		309,996	710,016	726,300	635,000
Street Paving (one-time disputed funds)					1,000,000
Drainage Projects				120,000	120,000
Sidewalk Projects				30,000	30,000
Ocoee/Lee Univ Pedestrian Lgts. (actual)		20,262			
20th/Dalton Pk. - ROW & design		5,440	0	36,060	
MPO-Mouse Ck. Rd.(Planning & Envir.)		44,000	0	60,000	

City of Cleveland Sales Tax Fund					
Half Cent Sales Tax Proceeds					
<i>City only portion of sales tax proceeds:</i>					Revised
		FY2010	FY2011	FY2012	FY2013
Knuckleboom replacement			111,910		
Guardrail at Blythe Ferry			0	15,500	
Ocoee Street Drainage - 3-laning		15,080	2,483		
N.Ocoee @ McIntire Drainage				28,700	
Guthrie Drive Drainage Project				30,793	
Hunters Run Cr. Drainage Project				18,000	
MPO - Paving Match			17,184	133,800	43,000
MPO - Mich. Ave. Road.			0	12,000	
MPO-20th Street Improvements @ Old Tasso				7,000	
Durkee Rd R-O-W - Whirlpool				100,000	
Local Interstate Connector - North				175,000	
Georgetown/25th St. Intersection (Env & constr)				95,000	
Blythe/Bower Dirt Removal (Dozer rental)				20,000	
Street Sweeper					180,000
1st Street Drainage Project					
8th/Bowman/Centenary/Ocoee St. Drainage Project					58,000
MPO-Bike-Ped Plan (PE/R-O-W & Construction)					30,000
Greenway Survey Work - Willow to Inman					20,000
Stormwater:					
Stormwater mapping				300,000	
Parks & Recreation:					
Tinsley Park Tennis Courts			14,480	45,500	
Tinsley Park Tennis Lights			0	15,000	
Tinsley Park Playground Grant Match				110,000	
Total:		\$1,961,249	\$943,573	\$2,677,653	\$2,846,250

City of Cleveland, Tennessee
Goals & Objectives

- Goal #1 Improve the educational system in the City of Cleveland.
- Objective: Continue upgrade of technology equipment in the elementary schools.
 - Objective: Continue to rank among the top school districts statewide on the ACT and on other measures of student performance.
 - Objective: Purchase land for a new elementary school.
 - Objective: Provide quality meals that meet federal and state nutritional guidelines for students through the School Food Service Program.
 - Objective: Provide major maintenance improvements including roofs and HVAC improvements for schools.
- Goal #2 Improve the level of public safety within the City of Cleveland.
- Objective: Improve the level of public safety within the City of Cleveland.
 - Objective: Provide better equipment for firefighter safety.
 - Objective: Increase public fire education with schools, civic organizations, and citizen groups.
 - Objective: Maintain or improve ISO rating by hiring additional firefighters and constructing new fire stations.
 - Objective: Develop additional funding sources or savings to replace \$1.8 million fire contract with county.
 - Objective: Continue to reduce crime rates in Cleveland and place a high priority on school safety.
 - Objective: Implement equipment replacement program.
- Goal #3 Improve the facilities and transportation system within the City of Cleveland.
- Objective: Continue street resurfacing program.
 - Objective: Continue drainage improvements to alleviate flooding.
 - Objective: Continue pot hole patching program and eventually have all streets on resurfacing program to eliminate pot holes.
 - Objective: Install new sidewalks and repair existing sidewalks.
 - Objective: Improve the coordination of downtown traffic signals.
 - Objective: Continue security and safety improvements at Hardwick Field Airport while constructing new airport.
 - Objective: Continue inspection of all utility cuts.
 - Objective: Continue the City's storm water program.
 - Objective: Improve major intersections in Cleveland.

- Objective: Operate and expand a city-wide deviated fixed route transit system.
- Objective: Implement Phase II of Island Landscaping Project on 25th Street from Peerless Road to Interstate 75.
- Objective: Implement Phase III of Island Landscaping Project on 25th Street from Keith Street to Parker Street.

Goal #4 Improve our ability to provide services through technology.

- Objective: Continue to improve and update the city's website.
- Objective: Continue collection of property taxes and fines on-line.
- Objective: Continue scanning of City files for improved access to information and improve research capabilities.
- Objective: Continue use of procurement cards to purchase materials for city departments.
- Objective: Begin installation of laptop computers in fire trucks and continue maintenance of computers in police cars.

Goal #5 Improve our economic development efforts.

- Objective: Continue to aggressively market the Cleveland/Bradley Industrial Park.
- Objective: Continue to support the Economic Development Council and the Industrial Development Board so that a solid recruitment and retention program remains in place.
- Objective: Purchase additional industrial property.
- Objective: Complete Local Interstate Connector roads in conjunction with proposed APD-40 Interchange and planned improvements for Exit 20.

Goal #6 Improve our long-range planning.

- Objective: Hold a Fall Council Planning Retreat to determine city-wide needs and priorities.
- Objective: Prepare a long range financial plan to be updated annually to include the city's 15-year equipment replacement schedule and capital projects included in the city's current Capital Improvement Needs Inventory (CINI).
- Objective: Continue Transportation Planning through the Metropolitan Planning Organization (MPO) coordinated with the Rural Planning Organization (RPO).
- Objective: Develop strategic growth plan for Bradley County due to the new Wacker Chemie Industrial development at Exit 33 and the new Volkswagen plant located in Ooltewah, which is only 8 miles from Cleveland.
- Objective: Develop 5 and 10-year annexation plans.

- Goal #7 Improve the quality of life of citizens of Cleveland.
- Objective: Continue implementation of Community Development Block Grant program for low and moderate income areas of Cleveland.
 - Objective: Continue implementation of historic zoning through the Historic Preservation Commission.
 - Objective: Improve existing recreational facilities.
 - Objective: Implement a proactive codes enforcement program.
 - Objective: Continue development of the Greenway project.
 - Objective: Increase recreational opportunities for the entire community.
 - Objective: Continue to implement the Master Plan for College Hill Community Center.
 - Objective: Continue improvement at the skateboard park.
 - Objective: Implement a Recreation Long-range Master Plan.
 - Objective: Continue partnership with Habitat for Humanity for development of housing for low income home buyers.
- Goal #8 Improve efficiency through workforce.
- Objective: Provide a safe work environment for all workers.
 - Objective: Properly train and inform employees of safe workplace practices.
 - Objective: Adhere to personnel policy in hiring qualified, competent workforce.
 - Objective: Provide training and educational opportunities for workforce to enhance job skills.
 - Objective: Implement new diversity policy.
- Goal #9 Improve energy efficiency of city buildings and equipment.
- Objective: Replace roofs on city buildings with more energy efficient roofs.
 - Objective: Research use of alternative fuels for city vehicles.
 - Objective: Implement TVA's energy audit for the fire halls.

City of Cleveland Summary of All Funds

This section consists of first a consolidated summary of all funds used to provide city services. As described in the summary of significant accounting policies, the various funds are grouped into three broad fund categories as follows:

(1) Governmental Funds

General Fund – The principal fund of the city and is used to account for all activities of the City not included in other specified funds. The General Fund accounts for the normal recurring activities of the City (i.e., public safety, recreation, public works, general government, etc.)

Special Revenue Funds – Funds used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted to expenditures for specified purposes. The City's Special Revenue Funds include the State Street Aid Fund, Solid Waste Management Fund, Drug Enforcement Trust Fund, School Fund, School Food Services, Library Fund, Storm Water Management Fund, Community Development Block Grant Fund, Metropolitan Planning Organization Fund, Byrne Memorial Grant Funds, Cops Hiring Recovery Grant Fund, 2009 Justice Assistant Grant-ARRA, the Targeted Crime Reduction Grant Fund and the Department of Justice Asset Forfeiture Fund.

Debt Service Fund – Fund used to account for the accumulation of resources for, and payment of, general long-term principal, interest, and related costs.

Capital Project Funds – Funds used to account for financial resources segregated for the acquisition or construction of major capital facilities other than those financed by enterprise operations. The City's Capital Project Funds include the Home Grant Funds, the City's Capital Improvement Program Fund, the Sales Tax Capital Projects Fund, Greenway Fund, Fletcher Park Trust Fund, ARRA Grant Projects Fund and bond funds used to finance capital projects.

(2) Proprietary Funds

Enterprise Funds – Funds used to account for operations (a) that are financed and operated in a manner similar to private business enterprises - - where the intent of the governing body is that the costs (expenses including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes. The City has three Enterprise Funds: Cleveland Utilities Electric Division, Cleveland Utilities Water/Wastewater Division and the Cleveland Municipal Airport Authority Fund.

Internal Service Funds – Funds used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the government and to other government units, on a cost reimbursement basis. The Fleet Management Fund is the City’s only Internal Service Fund and is used to account for expenses necessary to maintain the rolling stock of the City departments.

(3) Fiduciary Funds

Trust Funds – Funds used to account for assets held by the city in a trustee capacity. A “non-expendable” trust fund stipulates that only earnings and not principal may be spent. The Meiler Estate Animal Shelter Trust Fund is used to account for funds bequeathed to the Cleveland Animal Shelter by Elizabeth and John Meiler.

The three largest sources of revenue for the City budget include Charges for Services, Intergovernmental, and Taxes. Combined these sources provide 91% of the total revenues received by the City of Cleveland.

Charges for services revenues provide 57.6% of the revenues necessary to provide city services. Cleveland Utilities bills the majority of this to its customers for electric, water, and wastewater services. Other charges include recreation fees, the sanitation fee billed to city residents, school tuition fees charged to students who live outside the city limits, charges for lunches in the School Food Service Fund, fees charged to golfers at the Waterville Golf Course, amounts billed to city departments for vehicle maintenance, amounts paid by Bradley County for animal control and fire protection services, and other miscellaneous fees.

Intergovernmental revenues represent 19.6% of the City’s revenues. Education funding received from Bradley County, the State of Tennessee, and the Federal government accounts for more than half of this revenue. Other sources include state sales tax, TVA in-lieu-of-tax payments, and state income tax, to name only the larger ones.

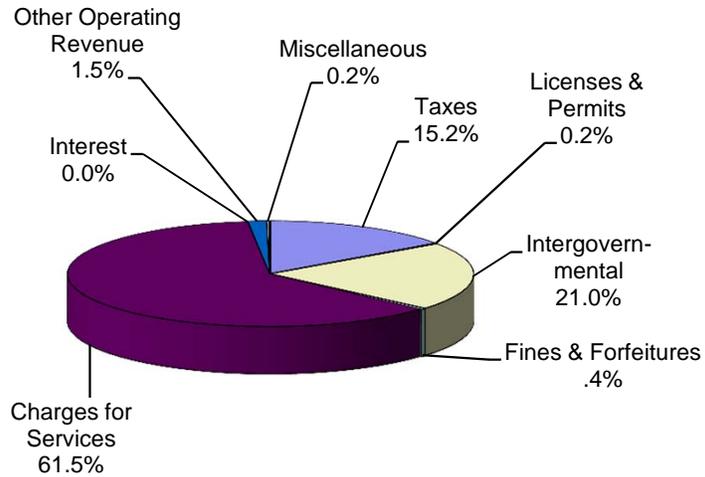
Tax revenues account for 14.2% of the total funding sources received to fund city services. Property tax and sales tax are the largest sources of tax revenues. Combined they provide over 85% of total taxes collected. The proposed budget includes no property tax increase on city taxpayers. The property tax rate will be \$1.49 per \$100 of assessed value.

Major uses of these resources include power purchased by Cleveland Utilities at 38.1% and education funding at 19%. Other significant expenditures and expenses include Cleveland Utilities’ operation expenses at 9.5% and Public Safety at 7.6%.

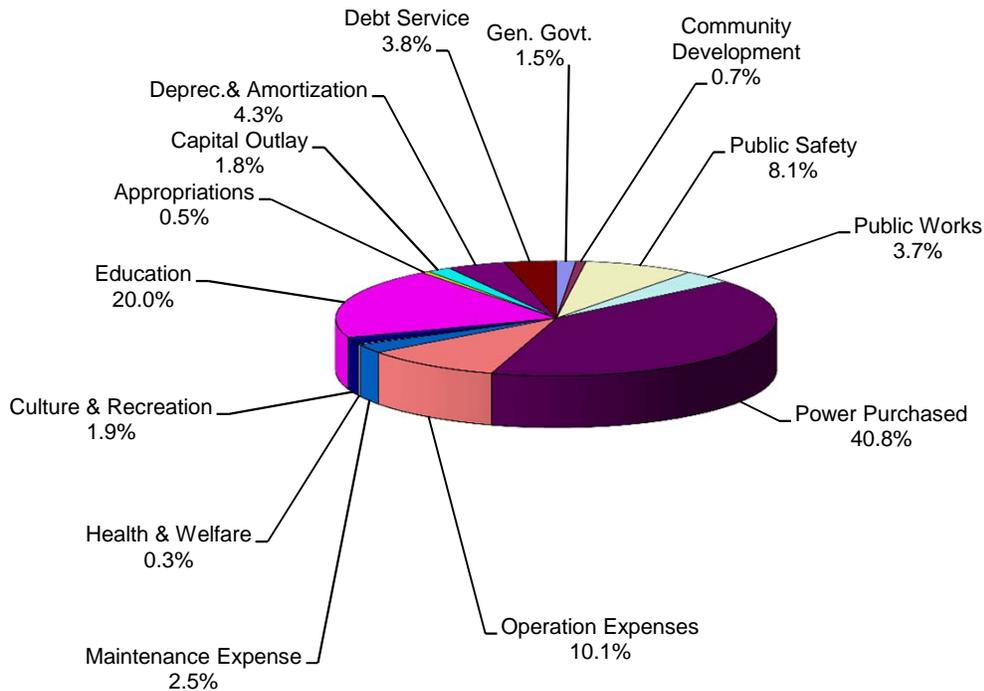
The revenue sources and expenditures of the City of Cleveland may be more easily understood by reviewing the following pie charts. Also included in this section are three-year budget spreadsheets (FY2011 actual, FY2012 budgeted, and FY2013 recommended budgets) for each of the fund categories.

Information about each individual fund may be found within the various fund types: General, Special Revenue, Debt Service, Capital Projects, Enterprise, Internal Service, and Trust Funds. Please see those tabs for detailed budget information and the services provided by these funds.

City of Cleveland Summary of All Funds Revenues By Source - FY2013



Expenditures and Expenses By Use - FY2013



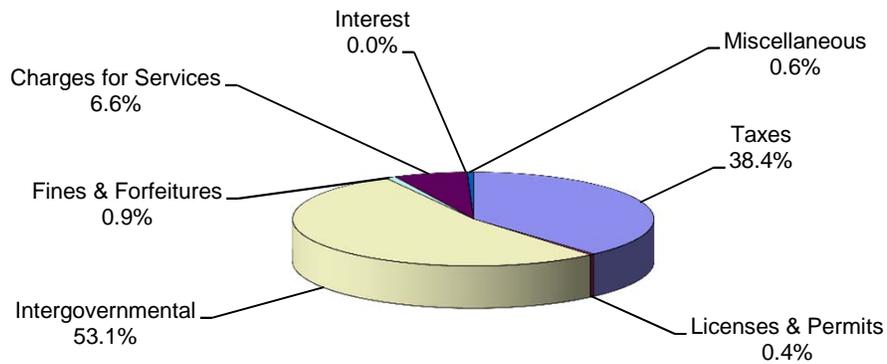
City of Cleveland, Tennessee
2011-2013 Summary of All Funds

	Governmental Funds			Proprietary Funds		
	2011 Actual	2012 Budgeted	2013 Proposed	2011 Actual	2012 Budgeted	2013 Proposed
Revenues:						
Taxes	\$30,419,645	\$31,188,000	\$31,573,000	\$0	\$0	\$0
Licenses & permits	541,038	373,900	348,000	0	0	0
Intergovernmental	46,329,676	48,232,747	43,662,157	0	0	0
Fines & forfeitures	863,222	750,000	760,000	0	0	0
Charges for services	6,160,788	6,154,733	5,405,631	116,159,502	116,536,563	122,842,259
Interest	46,804	25,150	19,150	245,334	232,071	59,890
Other operating revenue	0	0	0	3,049,207	2,920,440	3,103,623
Miscellaneous	876,210	732,097	456,953	4,750	0	0
Subtotal:	\$85,237,383	\$87,456,627	\$82,224,891	\$119,458,793	\$119,689,074	\$126,005,772
Other financial sources:						
Operating transfers in	13,925,339	14,820,300	14,076,300	34,000	34,000	150,000
Capital contributions	0	0	0	9,401,737	23,000	23,000
Proceeds from debt	394,272	0	0	0	0	0
Total Financial Sources	\$99,556,994	\$102,276,927	\$96,301,191	\$128,894,530	\$119,746,074	\$126,178,772
Expenditures and Expenses						
General government	\$2,145,914	\$2,151,600	\$2,200,000	\$680,424	\$742,600	\$731,800
Community development	1,403,557	1,454,600	1,496,500	0	0	0
Public safety	16,603,543	16,757,924	16,718,800	0	0	0
Public works	7,486,221	7,657,200	7,595,100	0	0	0
Power purchased	0	0	0	80,038,361	80,325,726	83,804,216
Operation expenses	0	0	0	18,924,102	19,481,882	20,825,017
Maintenance expense	0	0	0	4,924,270	4,587,962	5,150,938
Health and welfare	533,470	569,200	572,000	0	0	0
Culture and recreation	3,698,381	3,894,900	3,930,200	0	0	0
Education	38,565,969	40,427,295	41,231,645	0	0	0
Appropriations	1,070,897	1,088,000	1,088,000	0	0	0
Capital outlay	9,411,589	13,163,057	3,680,000	0	0	0
Depreciation and amortization expense	0	0	0	8,112,293	9,052,706	8,848,858
Debt service principal	2,153,946	2,282,000	2,498,000	0	0	0
Debt service interest and other	2,733,019	2,828,700	3,004,000	2,318,307	2,379,643	2,275,283
Subtotal:	\$85,806,506	\$92,274,476	\$84,014,245	\$114,997,757	\$116,570,519	\$121,636,112
Other financing uses:						
Pymt. to ref. bond escrow	0	0	0	0	0	0
Operating transfers out	12,131,334	13,020,178	12,316,446	1,826,723	1,924,525	1,966,623
Total Use of Resources:	\$97,937,840	\$105,294,654	\$96,330,691	\$116,824,480	\$118,495,044	\$123,602,735
Net Increase (Decrease) in Fund Balance	\$1,619,154	(\$3,017,727)	(\$29,500)	\$12,070,050	\$1,251,030	\$2,576,037
Fund Balance or Net Assets - July 1	18,892,331	20,511,485	17,493,758	134,916,132	146,986,182	148,237,212
Fund Balance or Net Assets-June 30	\$20,511,485	\$17,493,758	\$17,464,258	\$146,986,182	\$148,237,212	\$150,813,249

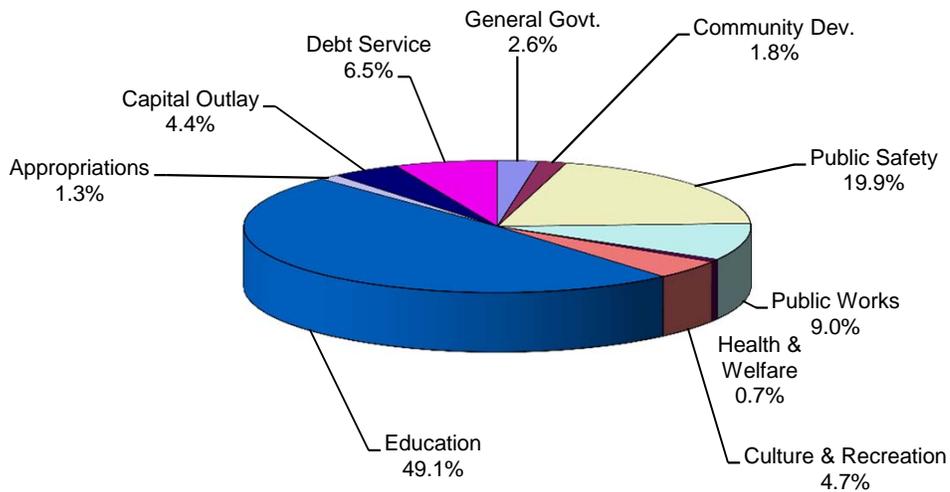
City of Cleveland, Tennessee
2011-2013 Summary of All Funds

	Fiduciary Funds			Total		
	2011 Actual	2012 Budgeted	2013 Proposed	2011 Actual	2012 Budgeted	2013 Proposed
Revenues:						
Taxes	\$0	\$0	\$0	\$30,419,645	\$31,188,000	\$31,573,000
Licenses & permits	0	0	0	541,038	373,900	348,000
Intergovernmental	0	0	0	46,329,676	48,232,747	43,662,157
Fines & forfeitures	0	0	0	863,222	750,000	760,000
Charges for services	0	0	0	122,320,290	122,691,296	128,247,890
Interest	1,031	5,300	1,000	293,169	262,521	80,040
Other operating revenue	0	0	0	3,049,207	2,920,440	3,103,623
Miscellaneous	196	0	0	881,156	732,097	456,953
Subtotal:	\$1,227	\$5,300	\$1,000	\$204,697,403	\$207,151,001	\$208,231,663
Other financial sources:						
Operating transfers in	0	0	0	13,959,339	14,854,300	14,226,300
Capital contributions	0	0	0	9,401,737	23,000	23,000
Proceeds from debt	0	0	0	394,272	0	0
Total Financial Sources	\$1,227	\$5,300	\$1,000	\$228,452,751	\$222,028,301	\$222,480,963
Expenditures and Expenses						
General government	\$0	\$0	\$0	\$2,826,338	\$2,894,200	\$2,931,800
Community development	0	0	0	1,403,557	1,454,600	1,496,500
Public safety	0	0	0	16,603,543	16,757,924	16,718,800
Public works	0	0	0	7,486,221	7,657,200	7,595,100
Power purchased	0	0	0	80,038,361	80,325,726	83,804,216
Operation expenses	0	0	0	18,924,102	19,481,882	20,825,017
Maintenance expense	0	0	0	4,924,270	4,587,962	5,150,938
Health and welfare	0	0	0	533,470	569,200	572,000
Culture and recreation	0	0	0	3,698,381	3,894,900	3,930,200
Education	0	0	0	38,565,969	40,427,295	41,231,645
Appropriations	0	0	0	1,070,897	1,088,000	1,088,000
Capital outlay	0	0	0	9,411,589	13,163,057	3,680,000
Depreciation and amortization expense	0	0	0	8,112,293	9,052,706	8,848,858
Debt service principal	0	0	0	2,153,946	2,282,000	2,498,000
Debt service interest and other	0	0	0	5,051,326	5,208,343	5,279,283
Subtotal:	\$0	\$0	\$0	\$200,804,263	\$208,844,995	\$205,650,357
Other financing uses:						
Pymt. to ref. bond escrow	0	0	0	0	0	0
Operating transfers out	1,000	5,700	0	13,959,057	14,950,403	14,283,069
Total Use of Resources:	\$1,000	\$5,700	\$0	\$214,763,320	\$223,795,398	\$219,933,426
Net Increase (Decrease) in Fund Balance	\$227	(\$400)	\$1,000	\$13,689,431	(\$1,767,097)	\$2,547,537
Fund Balance or Net Assets - July 1	460,261	460,488	460,088	154,268,724	167,958,155	166,191,058
Fund Balance or Net Assets-June 30	\$460,488	\$460,088	\$461,088	\$167,958,155	\$166,191,058	\$168,738,595

City of Cleveland Summary of Governmental Funds Revenues By Source - FY2013



Expenditures By Source - FY2013



City of Cleveland, Tennessee
2011-2013 Summary of Financial Sources and Uses
Governmental Funds

	General Fund			Special Revenue Funds		
	2011 Actual	2012 Budgeted	2013 Proposed	2011 Actual	2012 Budgeted	2013 Proposed
Financial Sources:						
Taxes	\$27,886,082	\$28,488,000	\$28,798,000	\$0	\$0	\$0
Licenses & permits	541,038	373,900	348,000	0	0	0
Intergovernmental	4,798,721	4,432,400	4,470,000	35,824,524	37,254,507	38,045,657
Fines & forfeitures	787,414	725,000	720,000	75,808	25,000	40,000
Charges for services	2,721,820	2,663,000	1,862,000	3,438,968	3,491,733	3,543,631
Interest	23,474	10,000	10,000	10,607	8,350	6,250
Miscellaneous	130,625	101,700	34,000	521,117	427,497	339,453
Subtotal:	\$36,889,174	\$36,794,000	\$36,242,000	\$39,871,024	\$41,207,087	\$41,974,991
Other financial sources:						
Operating transfers in	1,826,723	1,924,000	1,927,000	\$7,152,825	\$7,169,500	\$7,185,200
Proceeds from debt	0	0	0	394,272	0	0
Total Financial Sources	\$38,715,897	\$38,718,000	\$38,169,000	\$47,418,121	\$48,376,587	\$49,160,191
Expenditures:						
General government	\$2,145,914	\$2,151,600	\$2,200,000	\$0	\$0	\$0
Community development	1,047,036	1,051,800	1,049,000	356,521	402,800	447,500
Public safety	15,934,366	16,077,100	16,123,000	669,177	680,824	595,800
Public works	3,386,029	3,158,200	3,187,000	4,100,192	4,499,000	4,408,100
Health and welfare	533,470	569,200	572,000	0	0	0
Culture and recreation	2,461,297	2,609,100	2,649,000	1,237,084	1,285,800	1,281,200
Education	0	0	0	38,565,969	40,427,295	41,231,645
Appropriations	1,070,897	1,088,000	1,088,000	0	0	0
Capital outlay	0	0	0	476,187	323,401	210,000
Debt service principal	0	0	0	0	0	0
Debt service int. & other	0	0	0	0	0	0
Subtotal:	\$26,579,009	\$26,705,000	\$26,868,000	\$45,405,130	\$47,619,120	\$48,174,245
Other financing uses:						
Pymt to ref. bond escrow	0	0	0	0	0	0
Operating transfers out	11,095,943	12,013,000	11,301,000	1,035,391	1,007,178	1,015,446
Total Use of Resources:	\$37,674,952	\$38,718,000	\$38,169,000	\$46,440,521	\$48,626,298	\$49,189,691
Net Increase(Decrease) in Fund Balance	1,040,945	0	0	977,600	(249,711)	(29,500)
Fund Balance - July 1	\$9,115,200	\$10,156,145	\$10,156,145	\$4,035,853	\$5,013,453	\$4,763,742
Fund Balance - June 30	\$10,156,145	\$10,156,145	\$10,156,145	\$5,013,453	\$4,763,742	\$4,734,242

City of Cleveland, Tennessee
2011-2013 Summary of Financial Sources and Uses
Governmental Funds

Debt Service Funds			Capital Project Funds			Total Governmental Funds		
2011	2012	2013	2011	2012	2013	2011	2012	2013
Actual	Budgeted	Proposed	Actual	Budgeted	Proposed	Actual	Budgeted	Proposed
\$0	\$0	\$0	\$2,533,563	\$2,700,000	\$2,775,000	\$30,419,645	\$31,188,000	\$31,573,000
0	0	0	0	0	0	541,038	373,900	348,000
72,484	146,700	146,500	5,633,947	6,399,140	1,000,000	46,329,676	48,232,747	43,662,157
0	0	0	0	0	0	863,222	750,000	760,000
0	0	0	0	0	0	6,160,788	6,154,733	5,405,631
5,909	6,800	2,900	6,814	0	0	46,804	25,150	19,150
81,300	79,900	83,500	143,168	123,000	0	876,210	732,097	456,953
<u>\$159,693</u>	<u>\$233,400</u>	<u>\$232,900</u>	<u>\$8,317,492</u>	<u>\$9,222,140</u>	<u>\$3,775,000</u>	<u>\$85,237,383</u>	<u>\$87,456,627</u>	<u>\$82,224,891</u>
3,719,791	4,572,300	4,964,100	1,226,000	1,154,500	0	13,925,339	14,820,300	14,076,300
0	0	0	0	0	0	394,272	0	0
<u>\$3,879,484</u>	<u>\$4,805,700</u>	<u>\$5,197,000</u>	<u>\$9,543,492</u>	<u>\$10,376,640</u>	<u>\$3,775,000</u>	<u>\$99,556,994</u>	<u>\$102,276,927</u>	<u>\$96,301,191</u>
\$0	\$0	\$0	\$0	\$0	\$0	\$2,145,914	\$2,151,600	\$2,200,000
0	0	0	0	0	0	1,403,557	1,454,600	1,496,500
0	0	0	0	0	0	16,603,543	16,757,924	16,718,800
0	0	0	0	0	0	7,486,221	7,657,200	7,595,100
0	0	0	0	0	0	533,470	569,200	572,000
0	0	0	0	0	0	3,698,381	3,894,900	3,930,200
0	0	0	0	0	0	38,565,969	40,427,295	41,231,645
0	0	0	0	0	0	1,070,897	1,088,000	1,088,000
0	0	0	8,935,402	12,839,656	3,470,000	9,411,589	13,163,057	3,680,000
1,916,000	2,044,000	2,260,000	237,946	238,000	238,000	2,153,946	2,282,000	2,498,000
2,666,182	2,761,700	2,937,000	66,837	67,000	67,000	2,733,019	2,828,700	3,004,000
<u>\$4,582,182</u>	<u>\$4,805,700</u>	<u>\$5,197,000</u>	<u>\$9,240,185</u>	<u>\$13,144,656</u>	<u>\$3,775,000</u>	<u>\$85,806,506</u>	<u>\$92,274,476</u>	<u>\$84,014,245</u>
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	12,131,334	13,020,178	12,316,446
<u>\$4,582,182</u>	<u>\$4,805,700</u>	<u>\$5,197,000</u>	<u>\$9,240,185</u>	<u>\$13,144,656</u>	<u>\$3,775,000</u>	<u>\$97,937,840</u>	<u>\$105,294,654</u>	<u>\$96,330,691</u>
(702,698)	0	0	303,307	(2,768,016)	0	1,619,154	(3,017,727)	(29,500)
<u>\$3,246,244</u>	<u>\$2,543,546</u>	<u>\$2,543,546</u>	<u>\$2,495,034</u>	<u>\$2,798,341</u>	<u>\$30,325</u>	<u>\$18,892,331</u>	<u>\$20,511,485</u>	<u>\$17,493,758</u>
<u>\$2,543,546</u>	<u>\$2,543,546</u>	<u>\$2,543,546</u>	<u>\$2,798,341</u>	<u>\$30,325</u>	<u>\$30,325</u>	<u>\$20,511,485</u>	<u>\$17,493,758</u>	<u>\$17,464,258</u>

City of Cleveland, Tennessee
2011-2013 Summary of Financial Sources and Uses
Governmental Funds by Fund Type

	General Fund		
	2011 Actual	2012 Budgeted	2013 Proposed
Financial Sources:			
Taxes	\$27,886,082	\$28,488,000	\$28,798,000
Licenses & permits	541,038	373,900	348,000
Intergovernmental	4,798,721	4,432,400	4,470,000
Fines & forfeitures	787,414	725,000	720,000
Charges for services	2,721,820	2,663,000	1,862,000
Interest	23,474	10,000	10,000
Miscellaneous	130,625	101,700	34,000
Subtotal:	\$36,889,174	\$36,794,000	\$36,242,000
Other financial sources:			
Operating transfers in	1,826,723	1,924,000	1,927,000
Proceeds from bonds	0	0	0
Total Financial Sources	\$38,715,897	\$38,718,000	\$38,169,000
Expenditures:			
General government	\$2,145,914	\$2,151,600	\$2,200,000
Community Development	1,047,036	1,051,800	1,049,000
Public safety	15,934,366	16,077,100	16,123,000
Public works	3,386,029	3,158,200	3,187,000
Health and welfare	533,470	569,200	572,000
Culture and recreation	2,461,297	2,609,100	2,649,000
Education	0	0	0
Appropriations	1,070,897	1,088,000	1,088,000
Capital outlay	0	0	0
Debt service principal	0	0	0
Debt service int. & other	0	0	0
Subtotal:	\$26,579,009	\$26,705,000	\$26,868,000
Other financing uses:			
Operating transfers out	11,095,943	12,013,000	11,301,000
Total Use of Resources:	\$37,674,952	\$38,718,000	\$38,169,000
Net Increase(Decrease) in Fund Balance	1,040,945	0	0
Fund Balance - July 1	9,115,200	10,156,145	10,156,145
Fund Balance - June 30	\$10,156,145	\$10,156,145	\$10,156,145

City of Cleveland, Tennessee
2011-2013 Summary of Financial Sources and Uses
Governmental Funds by Fund Type

	Special Revenue Funds					
	State Street Aid Fund			Solid Waste Management Fund		
	2011 Actual	2012 Budgeted	2013 Proposed	2011 Actual	2012 Budgeted	2013 Proposed
Financial Sources:						
Taxes	\$0	\$0	\$0	\$0	\$0	\$0
Licenses & permits	0	0	0	0	0	0
Intergovernmental	1,024,995	1,000,000	1,000,000	0	0	0
Fines & forfeitures	0	0	0	0	0	0
Charges for services	0	0	0	2,349,689	2,375,000	2,410,000
Interest	137	0	0	1,298	1,000	1,000
Miscellaneous	0	0	0	2,074	0	0
Subtotal:	\$1,025,132	\$1,000,000	\$1,000,000	\$2,353,061	\$2,376,000	\$2,411,000
Other financial sources:						
Operating transfers in	\$0	\$0	\$0	\$1,226,800	\$1,226,000	\$1,226,000
Proceeds from bonds	0	0	0	0	0	0
Total Financial Sources	\$1,025,132	\$1,000,000	\$1,000,000	\$3,579,861	\$3,602,000	\$3,637,000
Expenditures:						
General government	\$0	\$0	\$0	\$0	\$0	\$0
Community development	0	0	0	0	0	0
Public safety	0	0	0	0	0	0
Public works	601,290	617,500	561,800	3,289,415	3,613,600	3,664,000
Health and welfare	0	0	0	0	0	0
Culture and recreation	0	0	0	0	0	0
Education	0	0	0	0	0	0
Appropriations	0	0	0	0	0	0
Capital outlay	0	0	0	0	0	0
Debt service principal	0	0	0	0	0	0
Debt service int. & other	0	0	0	0	0	0
Subtotal:	\$601,290	\$617,500	\$561,800	\$3,289,415	\$3,613,600	\$3,664,000
Other financing uses:						
Operating transfers out	405,000	372,300	371,900	0	0	0
Total Use of Resources:	\$1,006,290	\$989,800	\$933,700	\$3,289,415	\$3,613,600	\$3,664,000
Net Increase(Decrease) in Fund Balance	18,842	10,200	66,300	290,446	(11,600)	(27,000)
Fund Balance - July 1	\$201,189	\$220,031	\$230,231	\$404,458	\$694,904	\$683,304
Fund Balance - June 30	\$220,031	\$230,231	\$296,531	\$694,904	\$683,304	\$656,304

City of Cleveland, Tennessee
2011-2013 Summary of Financial Sources and Uses
Governmental Funds by Fund Type

	Special Revenue Funds, Continued					
	Drug Enforcement Trust Fund			Targeted Crime Reduction Grant		
	2011	2012	2013	2011	2012	2013
	Actual	Budgeted	Proposed	Actual	Budgeted	Proposed
Financial Sources:						
Taxes	\$0	\$0	\$0	\$0	\$0	\$0
Licenses & permits	0	0	0	0	0	0
Intergovernmental	0	0	0	166,401	267,000	350,000
Fines & forfeitures	32,908	25,000	40,000	0	0	0
Charges for services	0	0	0	0	0	0
Interest	492	0	0	0	0	0
Miscellaneous	0	0	0	0	0	0
Subtotal:	\$33,400	\$25,000	\$40,000	\$166,401	\$267,000	\$350,000
Other financial sources:						
Operating transfers in	\$0	\$0	\$0	\$0	\$0	\$0
Proceeds from bonds	0	0	0	0	0	0
Total Financial Sources	\$33,400	\$25,000	\$40,000	\$166,401	\$267,000	\$350,000
Expenditures:						
General government	\$0	\$0	\$0	\$0	\$0	\$0
Community development	0	0	0	0	0	0
Public safety	178,073	93,700	110,800	166,401	267,000	350,000
Public works	0	0	0	0	0	0
Health and welfare	0	0	0	0	0	0
Culture and recreation	0	0	0	0	0	0
Education	0	0	0	0	0	0
Appropriations	0	0	0	0	0	0
Capital outlay	0	0	0	0	0	0
Debt service principal	0	0	0	0	0	0
Debt service int. & other	0	0	0	0	0	0
Subtotal:	\$178,073	\$93,700	\$110,800	\$166,401	\$267,000	\$350,000
Other financing uses:						
Operating transfers out	0	0	0	0	0	0
Total Use of Resources:	\$178,073	\$93,700	\$110,800	\$166,401	\$267,000	\$350,000
Net Increase(Decrease) in Fund Balance	(144,673)	(68,700)	(70,800)	0	0	0
Fund Balance - July 1	\$289,031	\$144,358	\$75,658	\$0	\$0	\$0
Fund Balance - June 30	\$144,358	\$75,658	\$4,858	\$0	\$0	\$0

City of Cleveland, Tennessee
2011-2013 Summary of Financial Sources and Uses
Governmental Funds by Fund Type

Special Revenue Funds, Continued

	Dept. Of Justice Asset Forfeiture Fund			2010 Byrne Mem. Justice Asst. Grant		
	2011	2012	2013	2011	2012	2013
	Actual	Budgeted	Proposed	Actual	Budgeted	Proposed
Financial Sources:						
Taxes	\$0	\$0	\$0	\$0	\$0	\$0
Licenses & permits	0	0	0	0	0	0
Intergovernmental	9,164	0	0	42,081	0	0
Fines & forfeitures	0	0	0	0	0	0
Charges for services	0	0	0	0	0	0
Interest	0	0	0	0	0	0
Miscellaneous	0	0	0	0	0	0
Subtotal:	\$9,164	\$0	\$0	\$42,081	\$0	\$0
Other financial sources:						
Operating transfers in	\$0	\$0	\$0	\$0	\$0	\$0
Proceeds from bonds	0	0	0	0	0	0
Total Financial Sources	\$9,164	\$0	\$0	\$42,081	\$0	\$0
Expenditures:						
General government	\$0	\$0	\$0	\$0	\$0	\$0
Community development	0	0	0	0	0	0
Public safety	9,996	1,311	0	41,838	243	0
Public works	0	0	0	0	0	0
Health and welfare	0	0	0	0	0	0
Culture and recreation	0	0	0	0	0	0
Education	0	0	0	0	0	0
Appropriations	0	0	0	0	0	0
Capital outlay	0	0	0	0	0	0
Debt service principal	0	0	0	0	0	0
Debt service int. & other	0	0	0	0	0	0
Subtotal:	\$9,996	\$1,311	\$0	\$41,838	\$243	\$0
Other financing uses:						
Operating transfers out	0	0	0	0	0	0
Total Use of Resources:	\$9,996	\$1,311	\$0	\$41,838	\$243	\$0
Net Increase(Decrease) in Fund Balance	(832)	(1,311)	0	243	(243)	0
Fund Balance - July 1	\$2,143	\$1,311	\$0	\$0	\$243	\$0
Fund Balance - June 30	\$1,311	\$0	\$0	\$243	\$0	\$0

City of Cleveland, Tennessee
2011-2013 Summary of Financial Sources and Uses
Governmental Funds by Fund Type

Special Revenue Funds, Continued

	School Fund			School Food Services Fund		
	2011	2012	2013	2011	2012	2013
	Actual	Budgeted	Proposed	Actual	Budgeted	Proposed
Financial Sources:						
Taxes	\$0	\$0	\$0	\$0	\$0	\$0
Licenses & permits	0	0	0	0	0	0
Intergovernmental	31,355,264	32,507,743	33,327,307	1,692,372	2,012,150	2,064,350
Fines & forfeitures	0	0	0	0	0	0
Charges for services	226,121	252,433	259,131	787,533	787,700	797,900
Interest	5,295	5,000	5,000	113	150	150
Miscellaneous	433,302	344,497	269,453	0	0	0
Subtotal:	\$32,019,982	\$33,109,673	\$33,860,891	\$2,480,018	\$2,800,000	\$2,862,400
Other financial sources:						
Operating transfers in	\$5,120,282	\$5,134,200	\$5,134,200	\$0	\$0	\$0
Proceeds from bonds	394,272	0	0	0	0	0
Total Financial Sources	\$37,534,536	\$38,243,873	\$38,995,091	\$2,480,018	\$2,800,000	\$2,862,400
Expenditures:						
General government	\$0	\$0	\$0	\$0	\$0	\$0
Community development	0	0	0	0	0	0
Public safety	0	0	0	0	0	0
Public works	0	0	0	0	0	0
Health and welfare	0	0	0	0	0	0
Culture and recreation	0	0	0	0	0	0
Education	36,171,529	37,627,295	38,369,245	2,394,440	2,800,000	2,862,400
Appropriations	0	0	0	0	0	0
Capital outlay	0	0	0	0	0	0
Debt service principal	0	0	0	0	0	0
Debt service int. & other	0	0	0	0	0	0
Subtotal:	\$36,171,529	\$37,627,295	\$38,369,245	\$2,394,440	\$2,800,000	\$2,862,400
Other financing uses:						
Operating transfers out	611,491	616,578	625,846	0	0	0
Total Use of Resources:	\$36,783,020	\$38,243,873	\$38,995,091	\$2,394,440	\$2,800,000	\$2,862,400
Net Increase(Decrease) in Fund Balance	751,516	0	0	85,578	0	0
Fund Balance - July 1	\$2,112,427	\$2,863,943	\$2,863,943	\$215,212	\$300,790	\$300,790
Fund Balance - June 30	\$2,863,943	\$2,863,943	\$2,863,943	\$300,790	\$300,790	\$300,790

City of Cleveland, Tennessee
2011-2013 Summary of Financial Sources and Uses
Governmental Funds by Fund Type

	Special Revenue Funds, Continued					
	Library Fund			Storm Water Mgmt. Fund		
	2011	2012	2013	2011	2012	2013
	Actual	Budgeted	Proposed	Actual	Budgeted	Proposed
Financial Sources:						
Taxes	\$0	\$0	\$0	\$0	\$0	\$0
Licenses & permits	0	0	0	0	0	0
Intergovernmental	580,434	574,900	568,000	0	0	0
Fines & forfeitures	0	0	0	42,900	0	0
Charges for services	75,625	76,600	76,600	0	0	0
Interest	3,034	2,000	100	238	200	0
Miscellaneous	42,241	70,000	70,000	43,500	13,000	0
Subtotal:	\$701,334	\$723,500	\$714,700	\$86,638	\$13,200	\$0
Other financial sources:						
Operating transfers in	\$564,443	\$568,000	\$568,000	\$199,000	\$199,000	\$202,000
Proceeds from bonds	0	0	0	0	0	0
Total Financial Sources	\$1,265,777	\$1,291,500	\$1,282,700	\$285,638	\$212,200	\$202,000
Expenditures:						
General government	\$0	\$0	\$0	\$0	\$0	\$0
Community development	0	0	0	0	0	0
Public safety	0	0	0	0	0	0
Public works	0	0	0	209,487	267,900	182,300
Health and welfare	0	0	0	0	0	0
Culture and recreation	1,237,084	1,285,800	1,281,200	0	0	0
Education	0	0	0	0	0	0
Appropriations	0	0	0	0	0	0
Capital outlay	33,405	10,100	1,500	0	0	0
Debt service principal	0	0	0	0	0	0
Debt service int. & other	0	0	0	0	0	0
Subtotal:	\$1,270,489	\$1,295,900	\$1,282,700	\$209,487	\$267,900	\$182,300
Other financing uses:						
Operating transfers out	0	0	0	18,900	18,300	17,700
Total Use of Resources:	\$1,270,489	\$1,295,900	\$1,282,700	\$228,387	\$286,200	\$200,000
Net Increase(Decrease) in Fund Balance	(4,712)	(4,400)	0	57,251	(74,000)	2,000
Fund Balance - July 1	\$537,867	\$533,155	\$528,755	\$59,473	\$116,724	\$42,724
Fund Balance - June 30	\$533,155	\$528,755	\$528,755	\$116,724	\$42,724	\$44,724

City of Cleveland, Tennessee
2011-2013 Summary of Financial Sources and Uses
Governmental Funds by Fund Type

	Special Revenue Funds, Continued					
	Community Development Block Grant			Metropolitan Planning Organization		
	2011	2012	2013	2011	2012	2013
	Actual	Budgeted	Proposed	Actual	Budgeted	Proposed
Financial Sources:						
Taxes	\$0	\$0	\$0	\$0	\$0	\$0
Licenses & permits	0	0	0	0	0	0
Intergovernmental	571,778	432,057	401,000	197,032	200,000	200,000
Fines & forfeitures	0	0	0	0	0	0
Charges for services	0	0	0	0	0	0
Interest	0	0	0	0	0	0
Miscellaneous	0	0	0	0	0	0
Subtotal:	\$571,778	\$432,057	\$401,000	\$197,032	\$200,000	\$200,000
Other financial sources:						
Operating transfers in	\$10,000	\$10,000	\$15,000	\$32,300	\$32,300	\$40,000
Proceeds from bonds	0	0	0	0	0	0
Total Financial Sources	\$581,778	\$442,057	\$416,000	\$229,332	\$232,300	\$240,000
Expenditures:						
General government	\$0	\$0	\$0	\$0	\$0	\$0
Community development	125,937	140,800	207,500	230,584	262,000	240,000
Public safety	0	0	0	0	0	0
Public works	0	0	0	0	0	0
Health and welfare	0	0	0	0	0	0
Culture and recreation	0	0	0	0	0	0
Education	0	0	0	0	0	0
Appropriations	0	0	0	0	0	0
Capital outlay	442,782	313,301	208,500	0	0	0
Debt service principal	0	0	0	0	0	0
Debt service int. & other	0	0	0	0	0	0
Subtotal:	\$568,719	\$454,101	\$416,000	\$230,584	\$262,000	\$240,000
Other financing uses:						
Operating transfers out	0	0	0	0	0	0
Total Use of Resources:	\$568,719	\$454,101	\$416,000	\$230,584	\$262,000	\$240,000
Net Increase(Decrease) in Fund Balance	13,059	(12,044)	0	(1,252)	(29,700)	0
Fund Balance - July 1	\$16,701	\$29,760	\$17,716	\$51,573	\$50,321	\$20,621
Fund Balance - June 30	\$29,760	\$17,716	\$17,716	\$50,321	\$20,621	\$20,621

City of Cleveland, Tennessee
2011-2013 Summary of Financial Sources and Uses
Governmental Funds by Fund Type

	Special Revenue Funds, Continued					
	2009 COPS Hiring Recovery Grant			2009 Justice Assistance Grant-ARRA		
	2011	2012	2013	2011	2012	2013
Actual	Budgeted	Proposed	Actual	Budgeted	Proposed	
Financial Sources:						
Taxes	\$0	\$0	\$0	\$0	\$0	\$0
Licenses & permits	0	0	0	0	0	0
Intergovernmental	185,003	225,000	135,000	0	0	0
Fines & forfeitures	0	0	0	0	0	0
Charges for services	0	0	0	0	0	0
Interest	0	0	0	0	0	0
Miscellaneous	0	0	0	0	0	0
Subtotal:	\$185,003	\$225,000	\$135,000	\$0	\$0	\$0
Other financial sources:						
Operating transfers in	\$0	\$0	\$0	\$0	\$0	\$0
Proceeds from bonds	0	0	0	0	0	0
Total Financial Sources	\$185,003	\$225,000	\$135,000	\$0	\$0	\$0
Expenditures:						
General government	\$0	\$0	\$0	\$0	\$0	\$0
Community development	0	0	0	0	0	0
Public safety	185,003	225,000	135,000	87,866	57,913	0
Public works	0	0	0	0	0	0
Health and welfare	0	0	0	0	0	0
Culture and recreation	0	0	0	0	0	0
Education	0	0	0	0	0	0
Appropriations	0	0	0	0	0	0
Capital outlay	0	0	0	0	0	0
Debt service principal	0	0	0	0	0	0
Debt service int. & other	0	0	0	0	0	0
Subtotal:	\$185,003	\$225,000	\$135,000	\$87,866	\$57,913	\$0
Other financing uses:						
Operating transfers out	0	0	0	0	0	0
Total Use of Resources:	\$185,003	\$225,000	\$135,000	\$87,866	\$57,913	\$0
Net Increase(Decrease) in Fund Balance	0	0	0	(87,866)	(57,913)	0
Fund Balance - July 1	\$0	\$0	\$0	\$145,779	\$57,913	\$0
Fund Balance - June 30	\$0	\$0	\$0	\$57,913	\$0	\$0

City of Cleveland, Tennessee
2011-2013 Summary of Financial Sources and Uses
Governmental Funds by Fund Type

Special Revenue Funds, Continued

	2011 Byrne Mem. Justice Asst. Grant			Total Special Revenue Funds		
	2011	2012	2013	2011	2012	2013
	Actual	Budgeted	Proposed	Actual	Budgeted	Proposed
Financial Sources:						
Taxes	\$0	\$0	\$0	\$0	\$0	\$0
Licenses & permits	0	0	0	0	0	0
Intergovernmental	0	35,657	0	35,824,524	37,254,507	38,045,657
Fines & forfeitures	0	0	0	75,808	25,000	40,000
Charges for services	0	0	0	3,438,968	3,491,733	3,543,631
Interest	0	0	0	10,607	8,350	6,250
Miscellaneous	0	0	0	521,117	427,497	339,453
Subtotal:	\$0	\$35,657	\$0	\$39,871,024	\$41,207,087	\$41,974,991
Other financial sources:						
Operating transfers in	\$0	\$0	\$0	\$7,152,825	\$7,169,500	\$7,185,200
Proceeds from bonds	0	0	0	394,272	0	0
Total Financial Sources	\$0	\$35,657	\$0	\$47,418,121	\$48,376,587	\$49,160,191
Expenditures:						
General government	\$0	\$0	\$0	\$0	\$0	\$0
Community development	0	0	0	356,521	402,800	447,500
Public safety	0	35,657	0	669,177	680,824	595,800
Public works	0	0	0	4,100,192	4,499,000	4,408,100
Health and welfare	0	0	0	0	0	0
Culture and recreation	0	0	0	1,237,084	1,285,800	1,281,200
Education	0	0	0	38,565,969	40,427,295	41,231,645
Appropriations	0	0	0	0	0	0
Capital outlay	0	0	0	476,187	323,401	210,000
Debt service principal	0	0	0	0	0	0
Debt service int. & other	0	0	0	0	0	0
Subtotal:	\$0	\$35,657	\$0	\$45,405,130	\$47,619,120	\$48,174,245
Other financing uses:						
Operating transfers out	0	0	0	1,035,391	1,007,178	1,015,446
Total Use of Resources:	\$0	\$35,657	\$0	\$46,440,521	\$48,626,298	\$49,189,691
Net Increase(Decrease) in Fund Balance	0	0	0	977,600	(249,711)	(29,500)
Fund Balance - July 1	\$0	\$0	\$0	\$4,035,853	\$5,013,453	\$4,763,742
Fund Balance - June 30	\$0	\$0	\$0	\$5,013,453	\$4,763,742	\$4,734,242

City of Cleveland, Tennessee
2011-2013 Summary of Financial Sources and Uses
Governmental Funds by Fund Type

	Debt Service Fund		
	2011 Actual	2012 Budgeted	2013 Proposed
Financial Sources:			
Taxes	\$0	\$0	\$0
Licenses & permits	0	0	0
Intergovernmental	72,484	146,700	146,500
Fines & forfeitures	0	0	0
Charges for services	0	0	0
Interest	5,909	6,800	2,900
Miscellaneous	81,300	79,900	83,500
Subtotal:	\$159,693	\$233,400	\$232,900
Other financial sources:			
Operating transfers in	3,719,791	4,572,300	4,964,100
Proceeds from bonds	0	0	0
Total Financial Sources	\$3,879,484	\$4,805,700	\$5,197,000
Expenditures:			
General government	\$0	\$0	\$0
Community development	0	0	0
Public safety	0	0	0
Public works	0	0	0
Health and welfare	0	0	0
Culture and recreation	0	0	0
Education	0	0	0
Appropriations	0	0	0
Capital outlay	0	0	0
Debt service principal	1,916,000	2,044,000	2,260,000
Debt service int. & other	2,666,182	2,761,700	2,937,000
Subtotal:	\$4,582,182	\$4,805,700	\$5,197,000
Other financing uses:			
Pymt to ref. bond escrow	0	0	0
Operating transfers out	0	0	0
Total Use of Resources:	\$4,582,182	\$4,805,700	\$5,197,000
Net Increase(Decrease) in Fund Balance	(\$702,698)	\$0	\$0
Fund Balance - July 1	3,246,244	2,543,546	2,543,546
Fund Balance - June 30	\$2,543,546	\$2,543,546	\$2,543,546

City of Cleveland, Tennessee
 2011-2013 Summary of Financial Sources and Uses
 Governmental Funds by Fund Type

	Capital Project Funds					
	2009 Bradley Build America Bonds			Sales Tax Capital Projects Fund		
	2011 Actual	2012 Budgeted	2013 Proposed	2011 Actual	2012 Budgeted	2013 Proposed
Financial Sources:						
Taxes	\$0	\$0	\$0	\$2,533,563	\$2,700,000	\$2,775,000
Licenses & permits	0	0	0	0	0	0
Intergovernmental	3,553,955	855,000	0	0	0	1,000,000
Fines & forfeitures	0	0	0	0	0	0
Charges for services	0	0	0	0	0	0
Interest	234	0	0	6,201	0	0
Miscellaneous	0	0	0	0	0	0
Subtotal:	\$3,554,189	\$855,000	\$0	\$2,539,764	\$2,700,000	\$3,775,000
Other financial sources:						
Operating transfers in	0	0	0	0	0	0
Proceeds notes/bonds	0	0	0	0	0	0
Total Financial Sources	\$3,554,189	\$855,000	\$0	\$2,539,764	\$2,700,000	\$3,775,000
Expenditures:						
General government	\$0	\$0	\$0	\$0	\$0	\$0
Community development	0	0	0	0	0	0
Public safety	0	0	0	0	0	0
Public works	0	0	0	0	0	0
Health and welfare	0	0	0	0	0	0
Culture and recreation	0	0	0	0	0	0
Education	0	0	0	0	0	0
Appropriations	0	0	0	0	0	0
Capital outlay	3,798,827	855,000	0	1,817,484	3,935,100	3,470,000
Debt service principal	0	0	0	237,946	238,000	238,000
Debt service int. & other	0	0	0	66,837	67,000	67,000
Subtotal:	\$3,798,827	\$855,000	\$0	\$2,122,267	\$4,240,100	\$3,775,000
Other financing uses:						
Operating transfers out	0	0	0	0	0	0
Total Use of Resources:	\$3,798,827	\$855,000	\$0	\$2,122,267	\$4,240,100	\$3,775,000
Net Increase(Decrease) in Fund Balance	(\$244,638)	\$0	\$0	\$417,497	(\$1,540,100)	\$0
Fund Balance - July 1	\$244,638	\$0	\$0	\$1,122,736	\$1,540,233	\$133
Fund Balance - June 30	\$0	\$0	\$0	\$1,540,233	\$133	\$133

City of Cleveland, Tennessee
 2011-2013 Summary of Financial Sources and Uses
 Governmental Funds by Fund Type

	Capital Project Funds, Continued					
	THDA Home Grants			Capital Improvement Program		
	2011 Actual	2012 Budgeted	2013 Proposed	2011 Actual	2012 Budgeted	2013 Proposed
Financial Sources:						
Taxes	\$0	\$0	\$0	\$0	\$0	\$0
Licenses & permits	0	0	0	0	0	0
Intergovernmental	50,551	200,000	0	690,502	4,236,152	0
Fines & forfeitures	0	0	0	0	0	0
Charges for services	0	0	0	0	0	0
Interest	0	0	0	222	0	0
Miscellaneous	0	0	0	131,099	115,000	0
Subtotal:	\$50,551	\$200,000	\$0	\$821,823	\$4,351,152	\$0
Other financial sources:						
Operating transfers in	0	0	0	1,226,000	1,154,500	0
Proceeds notes/bonds	0	0	0	0	0	0
Total Financial Sources	\$50,551	\$200,000	\$0	\$2,047,823	\$5,505,652	\$0
Expenditures:						
General government	\$0	\$0	\$0	\$0	\$0	\$0
Community development	0	0	0	0	0	0
Public safety	0	0	0	0	0	0
Public works	0	0	0	0	0	0
Health and welfare	0	0	0	0	0	0
Culture and recreation	0	0	0	0	0	0
Education	0	0	0	0	0	0
Appropriations	0	0	0	0	0	0
Capital outlay	50,551	200,000	0	1,899,178	6,607,568	0
Debt service principal	0	0	0	0	0	0
Debt service int. & other	0	0	0	0	0	0
Subtotal:	\$50,551	\$200,000	\$0	\$1,899,178	\$6,607,568	\$0
Other financing uses:						
Operating transfers out	0	0	0	0	0	0
Total Use of Resources:	\$50,551	\$200,000	\$0	\$1,899,178	\$6,607,568	\$0
Net Increase(Decrease) in Fund Balance	\$0	\$0	\$0	\$148,645	(\$1,101,916)	\$0
Fund Balance - July 1	\$0	\$0	\$0	\$977,970	\$1,126,615	\$24,699
Fund Balance - June 30	\$0	\$0	\$0	\$1,126,615	\$24,699	\$24,699

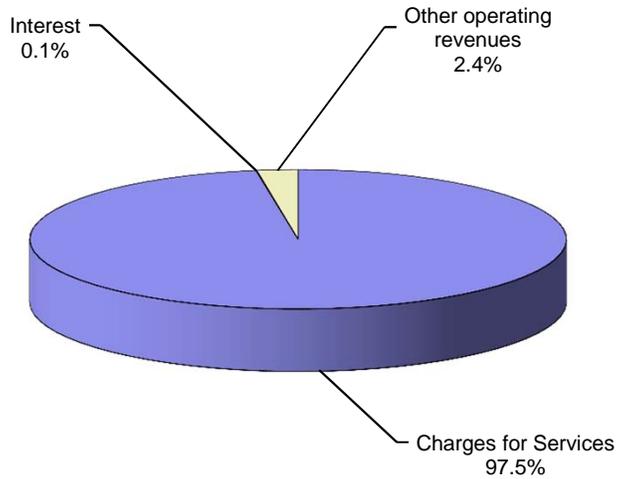
City of Cleveland, Tennessee
2011-2013 Summary of Financial Sources and Uses
Governmental Funds by Fund Type

	Capital Project Funds, Continued					
	Fletcher Park Trust Fund			Greenway Fund		
	2011 Actual	2012 Budgeted	2013 Proposed	2011 Actual	2012 Budgeted	2013 Proposed
Financial Sources:						
Taxes	\$0	\$0	\$0	\$0	\$0	\$0
Licenses & permits	0	0	0	0	0	0
Intergovernmental	0	0	0	105,716	569,000	0
Fines & forfeitures	0	0	0	0	0	0
Charges for services	0	0	0	0	0	0
Interest	5	0	0	152	0	0
Miscellaneous	1,250	0	0	10,819	8,000	0
Subtotal:	\$1,255	\$0	\$0	\$116,687	\$577,000	\$0
Other financial sources:						
Operating transfers in	0	0	0	0	0	0
Proceeds notes/bonds	0	0	0	0	0	0
Total Financial Sources	\$1,255	\$0	\$0	\$116,687	\$577,000	\$0
Expenditures:						
General government	\$0	\$0	\$0	\$0	\$0	\$0
Community development	0	0	0	0	0	0
Public safety	0	0	0	0	0	0
Public works	0	0	0	0	0	0
Health and welfare	0	0	0	0	0	0
Culture and recreation	0	0	0	0	0	0
Education	0	0	0	0	0	0
Appropriations	0	0	0	0	0	0
Capital outlay	3,391	0	0	132,748	703,000	0
Debt service principal	0	0	0	0	0	0
Debt service int. & other	0	0	0	0	0	0
Subtotal:	\$3,391	\$0	\$0	\$132,748	\$703,000	\$0
Other financing uses:						
Operating transfers out	0	0	0	0	0	0
Total Use of Resources:	\$3,391	\$0	\$0	\$132,748	\$703,000	\$0
Net Increase(Decrease) in Fund Balance	(\$2,136)	\$0	\$0	(\$16,061)	(\$126,000)	\$0
Fund Balance - July 1	\$7,539	\$5,403	\$5,403	\$142,151	\$126,090	\$90
Fund Balance - June 30	\$5,403	\$5,403	\$5,403	\$126,090	\$90	\$90

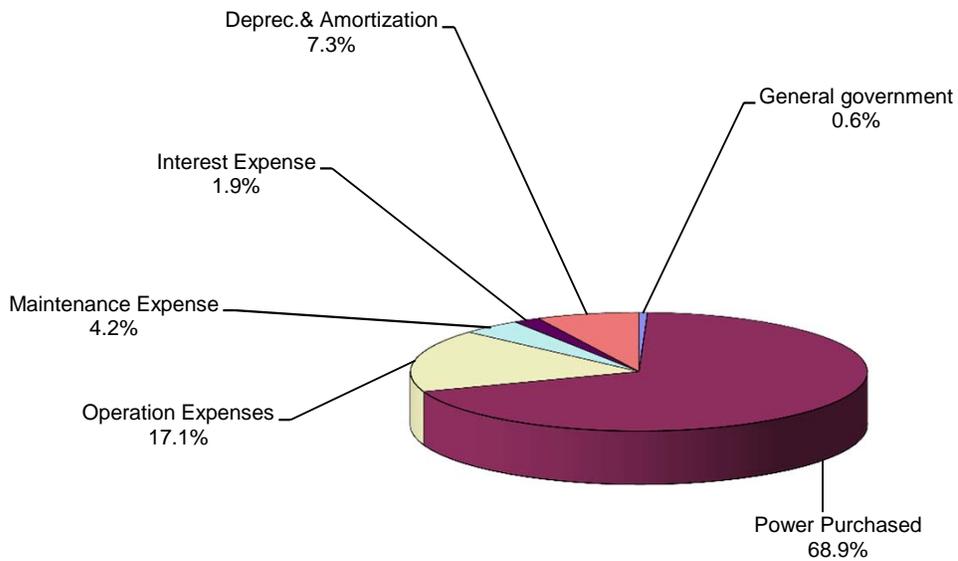
City of Cleveland, Tennessee
 2011-2013 Summary of Financial Sources and Uses
 Governmental Funds by Fund Type

Capital Project Funds, Continued						
	ARRA Grant Projects Fund			Total Capital Project Funds		
	2011 Actual	2012 Budgeted	2013 Proposed	2011 Actual	2012 Budgeted	2013 Proposed
Financial Sources:						
Taxes	\$0	\$0	\$0	\$2,533,563	\$2,700,000	\$2,775,000
Licenses & permits	0	0	0	0	0	0
Intergovernmental	1,233,223	538,988	0	5,633,947	6,399,140	1,000,000
Fines & forfeitures	0	0	0	0	0	0
Charges for services	0	0	0	0	0	0
Interest	0	0	0	6,814	0	0
Miscellaneous	0	0	0	143,168	123,000	0
Subtotal:	\$1,233,223	\$538,988	\$0	\$8,317,492	\$9,222,140	\$3,775,000
Other financial sources:						
Operating transfers in	0	0	0	\$1,226,000	\$1,154,500	\$0
Proceeds notes/bonds	0	0	0	0	0	0
Total Financial Sources	\$1,233,223	\$538,988	\$0	\$9,543,492	\$10,376,640	\$3,775,000
Expenditures:						
General government	\$0	\$0	\$0	\$0	\$0	\$0
Community development	0	0	0	0	0	0
Public safety	0	0	0	0	0	0
Public works	0	0	0	0	0	0
Health and welfare	0	0	0	0	0	0
Culture and recreation	0	0	0	0	0	0
Education	0	0	0	0	0	0
Appropriations	0	0	0	0	0	0
Capital outlay	1,233,223	538,988	0	8,935,402	12,839,656	3,470,000
Debt service principal	0	0	0	237,946	238,000	238,000
Debt service int. & other	0	0	0	66,837	67,000	67,000
Subtotal:	\$1,233,223	\$538,988	\$0	\$9,240,185	\$13,144,656	\$3,775,000
Other financing uses:						
Operating transfers out	0	0	0	0	0	0
Total Use of Resources:	\$1,233,223	\$538,988	\$0	\$9,240,185	\$13,144,656	\$3,775,000
Net Increase(Decrease) in Fund Balance	\$0	\$0	\$0	\$303,307	(\$2,768,016)	\$0
Fund Balance - July 1	\$0	\$0	\$0	\$2,495,034	\$2,798,341	\$30,325
Fund Balance - June 30	\$0	\$0	\$0	\$2,798,341	\$30,325	\$30,325

City of Cleveland Summary of Proprietary Funds Revenues By Use - FY2013



Expenses By Use - FY2013



City of Cleveland, Tennessee
2011-2013 Summary of Financial Sources and Uses
Proprietary Funds

	Enterprise Funds			Internal Service Funds		
	2011 Actual	2012 Budgeted	2013 Proposed	2011 Actual	2012 Budgeted	2013 Proposed
Operating Revenues:						
Charges for services	\$115,468,221	\$115,785,363	\$122,102,059	\$691,281	\$751,200	\$740,200
Other operating revenues	3,049,207	2,920,440	3,103,623	0	0	0
Total Operating Revenues	\$118,517,428	\$118,705,803	\$125,205,682	\$691,281	\$751,200	\$740,200
Operating Expenses:						
General government	\$0	\$0	\$0	\$680,424	\$742,600	\$731,800
Public works	\$0	\$0	\$0	0	0	0
Recreation	\$0	\$0	\$0	0	0	0
Power purchased	\$80,038,361	\$80,325,726	\$83,804,216	0	0	0
Operation expenses	\$18,924,102	\$19,481,882	\$20,825,017	0	0	0
Maintenance expense	\$4,924,270	\$4,587,962	\$5,150,938	0	0	0
Depreciation and amortization	8,083,150	9,011,906	8,819,658	29,143	40,800	29,200
Total Operating Expenses:	\$111,969,883	\$113,407,476	\$118,599,829	\$709,567	\$783,400	\$761,000
Operating Income (Loss)	\$6,547,545	\$5,298,327	\$6,605,853	(\$18,286)	(\$32,200)	(\$20,800)
Nonoperating Revenues (Expenses):						
Interest income	244,982	231,571	59,390	352	500	500
Interest expense	(2,318,307)	(2,379,643)	(2,275,283)	0	0	0
Other income	4,750	0	0	0	0	0
Total Nonoperating Revenues (Expenses):	(2,068,575)	(2,148,072)	(2,215,893)	352	500	500
Change In Net Assets Before Operating Transfers:	\$4,478,970	\$3,150,255	\$4,389,960	(\$17,934)	(\$31,700)	(\$20,300)
Capital contributions	9,401,737	23,000	23,000	0	0	0
Operating transfers in	34,000	34,000	150,000	0	0	0
Operating transfers out	(1,826,723)	(1,924,525)	(1,966,623)	0	0	0
Change In Net Assets	\$12,087,984	\$1,282,730	\$2,596,337	(\$17,934)	(\$31,700)	(\$20,300)
Est. Net Assets - July 1	133,433,838	145,521,822	146,804,552	1,482,294	1,464,360	1,432,660
Est. Net Assets - June 30	\$145,521,822	\$146,804,552	\$149,400,889	\$1,464,360	\$1,432,660	\$1,412,360

City of Cleveland, Tennessee
2011-2013 Summary of Financial Sources and Uses
Proprietary Funds

	Total Proprietary Funds		
	2011 Actual	2012 Budgeted	2013 Proposed
Operating Revenues:			
Charges for services	\$116,159,502	\$116,536,563	\$122,842,259
Other operating revenues	\$3,049,207	\$2,920,440	\$3,103,623
Total Operating Revenues	\$119,208,709	\$119,457,003	\$125,945,882
Operating Expenses:			
General government	\$680,424	\$742,600	\$731,800
Public works	0	0	0
Recreation	0	0	0
Power purchased	80,038,361	80,325,726	83,804,216
Operation expenses	18,924,102	19,481,882	20,825,017
Maintenance expense	4,924,270	4,587,962	5,150,938
Depreciation and amortization	8,112,293	9,052,706	8,848,858
Total Operating Expenses:	\$112,679,450	\$114,190,876	\$119,360,829
Operating Income (Loss)	\$6,529,259	\$5,266,127	\$6,585,053
Nonoperating Revenues (Expenses):			
Interest income	245,334	232,071	59,890
Interest expense	(2,318,307)	(2,379,643)	(2,275,283)
Other income	4,750	0	0
Total Nonoperating Revenues (Expenses):	(2,068,223)	(2,147,572)	(2,215,393)
Change In Net Assets Before Operating Transfers:	\$4,461,036	\$3,118,555	\$4,369,660
Capital contributions	9,401,737	23,000	23,000
Operating transfers in	34,000	34,000	150,000
Operating transfers out	(1,826,723)	(1,924,525)	(1,966,623)
Change In Net Assets	\$12,070,050	\$1,251,030	\$2,576,037
Est. Net Assets - July 1	134,916,132	146,986,182	148,237,212
Est. Net Assets - June 30	\$146,986,182	\$148,237,212	\$150,813,249

City of Cleveland, Tennessee
2011-2013 Summary of Estimated Revenues, Expenses and Changes in Net Assets
Enterprise Funds

	Enterprise Funds					
	Cleveland Utilities Electric Division			Cleveland Utilities Water/Wastewater Division		
	2011 Actual	2012 Budgeted	2013 Proposed	2011 Actual	2012 Budgeted	2013 Proposed
Operating Revenues:						
Charges for services	\$95,178,990	\$94,582,428	\$100,425,898	\$20,277,586	\$21,191,935	\$21,665,161
Other operating revenues	1,450,353	1,445,672	1,404,619	1,598,854	1,474,768	1,699,004
Total Operating Revenues	\$96,629,343	\$96,028,100	\$101,830,517	\$21,876,440	\$22,666,703	\$23,364,165
Operating Expenses:						
General and administrative	\$0	\$0	\$0	\$0	\$0	\$0
Public works	0	0	0	0	0	0
Recreation	0	0	0	0	0	0
Power purchased	80,038,361	80,325,726	83,804,216	0	0	0
Operation expenses	6,910,653	6,938,302	7,539,980	11,972,372	12,498,580	13,161,037
Maintenance expense	2,370,107	2,401,896	2,744,270	2,554,163	2,186,066	2,406,668
Depreciation and amortization	3,217,156	3,913,911	3,630,518	4,844,454	5,074,995	5,129,140
Total Operating Expenses:	\$92,536,277	\$93,579,835	\$97,718,984	\$19,370,989	\$19,759,641	\$20,696,845
Operating Income (Loss)	\$4,093,066	\$2,448,265	\$4,111,533	\$2,505,451	\$2,907,062	\$2,667,320
Nonoperating Revenues (Expenses):						
Interest income	134,234	135,573	31,428	110,264	95,998	27,962
Interest expense	(405,104)	(461,696)	(431,267)	(1,913,203)	(1,917,947)	(1,844,016)
Other income	0	0	0	0	0	0
Total Nonoperating Revenues (Expenses):	(270,870)	(326,123)	(399,839)	(1,802,939)	(1,821,949)	(1,816,054)
Change in Net Assets Before Operating Transfers:	\$3,822,196	\$2,122,142	\$3,711,694	\$702,512	\$1,085,113	\$851,266
Capital contributions	0	0	0	804,385	0	0
Operating transfers in	0	0	0	0	0	0
Operating transfers out	(1,627,253)	(1,725,055)	(1,764,161)	(199,470)	(199,470)	(202,462)
Change in Net Assets	\$2,194,943	\$397,087	\$1,947,533	\$1,307,427	\$885,643	\$648,804
Est. Net Assets, July 1	57,159,618	59,354,561	59,751,648	63,020,816	64,328,243	65,213,886
Est. Net Assets, June 30	\$59,354,561	\$59,751,648	\$61,699,181	\$64,328,243	\$65,213,886	\$65,862,690

City of Cleveland, Tennessee
2011-2013 Summary of Estimated Revenues, Expenses and Changes in Net Assets
Enterprise Funds

Enterprise Funds, Continued

	Cleveland Municipal Airport Authority			Total Enterprise Funds		
	2011 Actual	2012 Budgeted	2013 Proposed	2011 Actual	2012 Budgeted	2013 Proposed
Operating Revenues:						
Charges for services	\$11,645	\$11,000	\$11,000	\$115,468,221	\$115,785,363	\$122,102,059
Other operating revenues	0			3,049,207	2,920,440	3,103,623
Total Operating Revenues	\$11,645	\$11,000	\$11,000	\$118,517,428	\$118,705,803	\$125,205,682
Operating Expenses:						
General and administrative	\$0	\$0	\$0	\$0	\$0	\$0
Public works	0	0	0	\$0	\$0	\$0
Recreation	0	0	0	\$0	\$0	\$0
Power purchased	0	0	0	\$80,038,361	\$80,325,726	\$83,804,216
Operation expenses	41,077	45,000	124,000	\$18,924,102	\$19,481,882	\$20,825,017
Maintenance expense	0	0	0	\$4,924,270	\$4,587,962	\$5,150,938
Depreciation and amortization	21,540	23,000	60,000	8,083,150	9,011,906	8,819,658
Total Operating Expenses:	\$62,617	\$68,000	\$184,000	\$111,969,883	\$113,407,476	\$118,599,829
Operating Income (Loss)	(\$50,972)	(\$57,000)	(\$173,000)	\$6,547,545	\$5,298,327	\$6,605,853
Nonoperating Revenues (Expenses):						
Interest income	484	0	0	244,982	231,571	59,390
Interest expense	0	0	0	(2,318,307)	(2,379,643)	(2,275,283)
Other income	4,750	0	0	4,750	0	0
Total Nonoperating Revenues (Expenses):	5,234	0	0	(2,068,575)	(2,148,072)	(2,215,893)
Change in Net Assets Before Operating Transfers:	(\$45,738)	(\$57,000)	(\$173,000)	\$4,478,970	\$3,150,255	\$4,389,960
Capital contributions	8,597,352	23,000	23,000	9,401,737	23,000	23,000
Operating transfers in	34,000	34,000	150,000	34,000	34,000	150,000
Operating transfers out	0	0	0	(1,826,723)	(1,924,525)	(1,966,623)
Change in Net Assets	\$8,585,614	\$0	\$0	\$12,087,984	\$1,282,730	\$2,596,337
Est. Net Assets, July 1	13,253,404	21,839,018	21,839,018	133,433,838	145,521,822	146,804,552
Est. Net Assets, June 30	\$21,839,018	\$21,839,018	\$21,839,018	\$145,521,822	\$146,804,552	\$149,400,889

City of Cleveland, Tennessee
2011-2013
Summary of Estimated Revenues, Expenses and Changes in Net Assets
Internal Service Funds

	Internal Service Funds					
	Fleet Management			Total Internal Service Funds		
	2011 Actual	2012 Budgeted	2013 Proposed	2011 Actual	2012 Budgeted	2013 Proposed
Operating Revenues:						
Charges for services	\$691,281	\$751,200	\$740,200	\$691,281	\$751,200	\$740,200
Other operating revenues	0	0	0	0	0	0
Total Operating Revenues	\$691,281	\$751,200	\$740,200	\$691,281	\$751,200	\$740,200
Operating Expenses:						
General and administrative	\$680,424	\$742,600	\$731,800	\$680,424	\$742,600	\$731,800
Public works	0	0	0	0	0	0
Recreation	0	0	0	0	0	0
Power purchased	0	0	0	0	0	0
Operation expenses	0	0	0	0	0	0
Maintenance expense	0	0	0	0	0	0
Depreciation and amortization	29,143	40,800	29,200	29,143	40,800	29,200
Total Operating Expenses:	\$709,567	\$783,400	\$761,000	\$709,567	\$783,400	\$761,000
Operating Income (Loss)	(\$18,286)	(\$32,200)	(\$20,800)	(\$18,286)	(\$32,200)	(\$20,800)
Nonoperating Revenues (Expenses):						
Interest income	352	500	500	352	500	500
Interest expense	0	0	0	0	0	0
Other income(expense)	0	0	0	0	0	0
Total Nonoperating Revenues (Expenses):	352	500	500	352	500	500
Change in Net Assets Before Operating Transfers:	(\$17,934)	(\$31,700)	(\$20,300)	(\$17,934)	(\$31,700)	(\$20,300)
Capital contribution	0	0	0	0	0	0
Operating transfers in	0	0	0	0	0	0
Operating transfers out	0	0	0	0	0	0
Change in Net Assets	(\$17,934)	(\$31,700)	(\$20,300)	(\$17,934)	(\$31,700)	(\$20,300)
Est. Net Assets, July 1	1,482,294	1,464,360	1,432,660	1,482,294	1,464,360	1,432,660
Est. Net Assets, June 30	\$1,464,360	\$1,432,660	\$1,412,360	\$1,464,360	\$1,432,660	\$1,412,360

City of Cleveland, Tennessee
 2011-2013 Summary of Financial Sources and Uses
 Fiduciary Funds by Fund Type

	Meiler Estate Animal Shelter Nonexpendable Trust Fund		
	2011	2012	2013
	Actual	Budgeted	Proposed
Financial Sources:			
Taxes	\$0	\$0	\$0
Licenses & permits	0	0	0
Intergovernmental	0	0	0
Fines & forfeitures	0	0	0
Charges for services	0	0	0
Interest	1,031	5,300	1,000
Miscellaneous	196	0	0
Subtotal:	\$1,227	\$5,300	\$1,000
Other financial sources:			
Operating transfers in	0	0	0
Proceeds from bonds	0	0	0
Total Financial Sources	\$1,227	\$5,300	\$1,000
Expenditures:			
General government	\$0	\$0	\$0
Planning and inspection	0	0	0
Public safety	0	0	0
Public works	0	0	0
Health and welfare	0	0	0
Culture and recreation	0	0	0
Education	0	0	0
Appropriations	0	0	0
Capital outlay	0	0	0
Debt service principal	0	0	0
Debt service int. & other	0	0	0
Subtotal:	\$0	\$0	\$0
Other financing uses:			
Operating transfers out	1,000	5,700	0
Total Use of Resources:	\$1,000	\$5,700	\$0
Net Increase(Decrease) in Fund Balance	227	(400)	1,000
Fund Balance - July 1	\$460,261	\$460,488	\$460,088
Fund Balance - June 30	\$460,488	\$460,088	\$461,088

ORDINANCE NO: 2012-07

AN ORDINANCE ADOPTING THE ANNUAL BUDGET OF THE CITY OF CLEVELAND, TENNESSEE.

BE IT ORDAINED by the City of Cleveland as follows:

Whereas, the Municipal Budget Law of 1982 requires that the governing body of each municipality adopt and operate under an annual budget ordinance including a financial plan with at least the information required by that state statute;

Whereas, Section 6-22-124, Tennessee Code Annotated, requires the city council to adopt an appropriation ordinance including all funds before the first day of the fiscal year;

Whereas, the budget process is one of the most important activities undertaken by governments for the public welfare. With the budget process being used to make program, service and capital decisions and allocate scarce resources to programs, services and capital;

Whereas, the financial plan developed in this process being the document to communicate the plan the City of Cleveland has decided to implement for the coming fiscal year;

SECTION 1: REVENUES. That the City of Cleveland estimates anticipated revenues of the municipality from all sources including current and delinquent taxes, nontax revenues, and proceeds from the sale of debt to be \$222,480,963. All of these sources are available for appropriation.

Anticipated Revenues	2010-2011 (ACTUAL)	2011-2012 (ESTIMATED)	2012-2013 PROPOSED
Revenues:			
General Fund	\$36,889,174	\$36,794,000	\$36,242,000
Special Revenue Funds:			
Solid Waste Management	2,353,061	2,376,000	2,411,000
State Street Aid	1,025,132	1,000,000	1,000,000
General Purpose School	32,019,982	33,109,673	33,860,891
Schools Food Service	2,480,018	2,800,000	2,862,400
Cleveland Public Library	701,334	723,500	714,700
Drug Enforcement	33,400	25,000	40,000
2011 Byrne Mem. Justice Asst. Grant	0	35,657	0
2010 Byrne Mem. Justice Asst. Grant	42,081	0	0
Targeted Crime Reduction Grant	166,401	267,000	350,000
2009 COPS Hiring Recovery Grant	185,003	225,000	135,000
2009 Justice Assistance Grant-ARRA	0	0	0
Dept. of Justice Asset Forfeiture Fund	9,164	0	0
Storm Water Mgmt. Fund	86,638	13,200	0
Community Dev. Block Grant	571,778	432,057	401,000
Metropolitan Planning Organization	197,032	200,000	200,000
Debt Service	159,693	233,400	232,900

Anticipated Revenues, cont'd:	2010-2011 (ACTUAL)	2011-2012 (ESTIMATED)	2012-2013 PROPOSED
Revenues:			
Capital Projects Funds:			
THDA Home Grant	50,551	200,000	0
Fletcher Park	1,255	0	0
Greenway Fund	116,687	577,000	0
Capital Improvements Program	821,823	4,351,152	0
ARRA Grant Projects Fund	1,233,223	538,988	0
Sales Tax Capital Projects Fund	2,539,764	2,700,000	3,775,000
2009 Bradley Build America Bonds	3,554,189	855,000	0
Enterprise Funds:			
Cleveland Municipal Airport Authority	16,879	11,000	11,000
Cleveland Utilities Electric Division	96,763,577	96,163,673	101,861,945
Cleveland Utilities Water Division	21,986,704	22,762,701	23,392,127
Nonexpendable Trust Fund:			
Meiler Trust Fund	1,227	5,300	1,000
Internal Service Fund:			
Fleet Management	691,633	751,700	740,700
Total Revenues	204,697,403	207,151,001	208,231,663
Other financial sources			
Operating transfers in:			
General Fund:	1,826,723	1,924,000	1,927,000
Special Revenue Funds:			
Solid Waste Management	1,226,800	1,226,000	1,226,000
State Street Aid	0	0	0
General Purpose School	5,120,282	5,134,200	5,134,200
Cleveland Public Library	564,443	568,000	568,000
Community Dev. Block Grant	10,000	10,000	15,000
Storm Water Mgmt. Fund	199,000	199,000	202,000
Metropolitan Planning Organization	32,300	32,300	40,000
Debt Service	3,719,791	4,572,300	4,964,100
Capital Projects Funds:			
Capital Improvement Program	1,226,000	1,154,500	0
Greenway Fund	0	0	0
Enterprise Funds:			
Cleveland Municipal Airport Authority	34,000	34,000	150,000
Cleve. Utilities - Water/Wastewater	804,385	0	0
Total Operating Transfer In:	\$14,763,724	\$14,854,300	\$14,226,300

Anticipated Revenues	2010-2011 <u>(ACTUAL)</u>	2011-2012 <u>(ESTIMATED)</u>	2012-2013 <u>PROPOSED</u>
Other financial sources:			
Operating transfers in, cont'd:			
Capital Contributions			
Enterprise Funds:			
Cleveland Municipal Airport Authority	8,597,352	23,000	23,000
Cleve. Utilities - Water/Wastewater	0	0	0
Total Capital Contributions:	8,597,352	23,000	23,000
Bond & Note Proceeds			
General Purpose School	394,272	0	0
Total Bond & Note Proceeds:	\$394,272	\$0	\$0
Total Other Financing Sources	\$23,755,348	\$14,877,300	\$14,249,300
Total Revenues and Other Financing Sources	\$228,452,751	\$222,028,301	\$222,480,963

Details of these revenues and other financing sources are shown in the City of Cleveland's budget document by fund.

SECTION 2: **APPROPRIATIONS.**

That the City of Cleveland appropriates from these anticipated revenues and unexpended and unencumbered funds the following:

Expenditures	2010-2011 (ACTUAL)	2011-2012 (ESTIMATED)	2012-2013 PROPOSED
General Fund	\$26,579,009	\$26,705,000	\$26,868,000
Special Revenue Funds:			
Solid Waste Management	3,289,415	3,613,600	3,664,000
State Street Aid	601,290	617,500	561,800
General Purpose School	36,171,529	37,627,295	38,369,245
Schools Food Service	2,394,440	2,800,000	2,862,400
Cleveland Public Library	1,270,489	1,295,900	1,282,700
Drug Enforcement	178,073	93,700	110,800
2011 Byrne Mem. Justice Asst. Grant	0	35,657	0
2010 Byrne Mem. Justice Asst. Grant	41,838	243	0
Targeted Crime Reduction Grant	166,401	267,000	350,000
2009 COPS Hiring Recovery Grant	185,003	225,000	135,000
2009 Justice Assistance Grant-ARRA	87,866	57,913	0
Dept. of Justice Asset Forfeiture Fund	9,996	1,311	0
Storm Water Mgmt. Fund	209,487	267,900	182,300
Community Dev. Block Grant	568,719	454,101	416,000
Metropolitan Planning Organization	230,584	262,000	240,000
Debt Service	4,582,182	4,805,700	5,197,000
Capital Projects Funds:			
THDA Home Grant	50,551	200,000	0
Fletcher Park	3,391	0	0
Greenway Fund	132,748	703,000	0
Capital Improvements Program	1,899,178	6,607,568	0
ARRA Grant Projects Fund	1,233,223	538,988	0
Sales Tax Capital Projects Fund	2,122,267	4,240,100	3,775,000
2009 Bradley Build America Bonds	3,798,827	855,000	0
Enterprise Funds:			
Cleveland Municipal Airport Authority	62,617	68,000	184,000
Cleveland Utilities Electric Division	92,941,381	94,041,531	98,150,251
Cleveland Util. Water/Wastewater Div.	21,284,192	21,677,588	22,540,861
Nonexpendable Trust Fund:			
Meiler Estate Trust Fund	0	0	0
Internal Service Fund:			
Fleet Management	709,567	783,400	761,000
Total Expenditures	200,804,263	208,844,995	205,650,357

Other Financing Uses	2010-2011 (ACTUAL)	2011-2012 (ESTIMATED)	2012-2013 PROPOSED
Operating Transfers Out			
General Fund	11,095,943	12,013,000	11,301,000
Special Revenue Funds:			
State Street Aid	405,000	372,300	371,900
General Purpose School	611,491	616,578	625,846
Storm Water Mgmt. Fund	18,900	18,300	17,700
Debt Service	0	0	0
Capital Projects Funds:			
Capital Improv. Projects Fund	0	0	0
Enterprise Funds:			
Cleveland Utilities - Electric Division	1,627,253	1,725,055	1,764,161
Cleveland Utilities - Water/Wastewater Div.	199,470	199,470	202,462
Nonexpendable Trust Funds:			
Meiler Estate Trust Fund	1,000	5,700	0
Total Other Financing Uses	13,959,057	14,950,403	14,283,069
Total Expenditures and Other Financing Uses			
	214,763,320	223,795,398	219,933,426

Details of these appropriated expenditures are shown in the City of Cleveland's budget document by fund.

Increase (Use) of Fund Balance or Net Assets	2010-2011 (ACTUAL)	2011-2012 (ESTIMATED)	2012-2013 PROPOSED
General Fund	1,040,945	0	0
Special Revenue Funds:			
Solid Waste Management	290,446	(11,600)	(27,000)
State Street Aid	18,842	10,200	66,300
General Purpose School	751,516	0	0
Schools Food Service	85,578	0	0
Cleveland Public Library	(4,712)	(4,400)	0
Drug Enforcement	(144,673)	(68,700)	(70,800)
2010 Byrne Mem. Justice Asst. Grant	243	(243)	0
Targeted Crime Reduction Grant	0	0	0

Increase (Use) of Fund Balance or Net Assets	2010-2011 (ACTUAL)	2011-2012 (ESTIMATED)	2012-2013 PROPOSED
Special Revenue Funds cont'd:			
2011 Byrne Mem. Justice Asst. Grant	0	0	0
2009 COPS Hiring Recovery Grant	0	0	0
2009 Justice Assistance Grant-ARRA	(87,866)	(57,913)	0
Dept. of Justice Asset Forfeiture Fund	(832)	(1,311)	0
Storm Water Mgmt. Fund	57,251	(74,000)	2,000
Commun. Development Block Grant	13,059	(12,044)	0
Metro. Planning Organization (MPO)	(1,252)	(29,700)	0
Debt Service	(702,698)	0	0
Capital Projects Funds:			
Capital Improvements Program	148,645	(1,101,916)	0
THDA Home Grant	0	0	0
Fletcher Park	(2,136)	0	0
Greenway Fund	(16,061)	(126,000)	0
Sales Tax Capital Projects Fund	417,497	(1,540,100)	0
2009 Bradley Build America Bonds	(244,638)	0	0
ARRA Grant Projects Fund	0	0	0
Enterprise Funds:			
Cleveland Municipal Airport Authority	8,585,614	0	0
Cleveland Utilities Electric Division	2,194,943	397,087	1,947,533
Cleveland Utilities Water Division	1,307,427	885,643	648,804
Internal Service Fund:			
Fleet Management	(17,934)	(31,700)	(20,300)
Nonexpendable Trust Fund:			
Meiler Estate Trust Fund	227	(400)	1,000
Total Incr. (Use) of Fund Balance or Net Assets	13,689,431	(1,767,097)	2,547,537

SECTION 3: **STATEMENT OF BALANCE/DEFICIT.** At end of the current fiscal year, the City of Cleveland estimates that it will use none of its \$10,156,145 General Fund fund balance and none of the \$2,543,546 Debt Service fund balance.

SECTION 4: **CAPITAL IMPROVEMENT PROGRAM.** During the coming fiscal year the City of Cleveland has planned for capital projects and proposed capital projects for future implementation and has included a statement listing these capital projects and the sources of financing these projects.

SECTION 5: All ordinances or parts of ordinances in conflict with any provision of this ordinance are hereby repealed.

First Reading: May 14, 2012
Final Reading: May 29, 2012

APPROVED AS TO FORM:

/s/John F. Kimball
City Attorney

/s/ Tom Rowland
Mayor

/s/Michael L. Keith
City Clerk

**City of Cleveland, Tennessee
Schedule of Debt Payments
For Fiscal Year 2013**

Loan Type	Loan Name	Authorized and Unissued at 6/30/12	Amount Outstanding at 6/30/12	Payment Fund	Principal	Interest	Total Debt Service
FY2013 Debt Requirement Excluding Cleveland Utilities							
Loan Agreements:							
	Local Gov't Energy Loan	0	142,858	School Fund	71,429	-	71,429
	Loan - 2008 TMBF-County	0	1,589,000	County's General Fund	67,000	79,450	146,450
	TN Loans- E-9-A	0	21,210,000	General Fund	107,500	706,189	813,689
				School Fund	17,500	360,561	378,061
	Energy Efficient School Loan	0	213,836	School Fund	61,932	5,568	67,500
	2009 QSCB	0	3,684,107	School Fund	259,577	69,611	329,188
	Loan - 2012 TMBF-Whirlpool		1,006,000	General Fund	50,000	40,240	90,240
	Loan - 2012 TMBF-LIC	0	1,710,200	School Fund	67,200	39,787	106,987
	Loan - 2012 TMBF-Airport		1,509,000	Airport	75,000	60,360	135,360
	Loan - 2012 TMBF-Ind Park	4,000,000	-	General Fund	-	160,000	160,000
Total Loan Agreements:		\$ 4,000,000	\$ 31,065,001		\$ 777,138	\$ 1,521,766	\$2,298,904
General Obligation Bonds:							
	Gen Impr Refund.Bonds - Series 2005	0	9,795,000	General Fund	139,750	268,247	407,997
				State St.Aid	75,250	144,441	219,691
	Gen Improv Bonds - Series 2007-A	0	5,420,000	General Fund	64,991	53,009	118,000
				School Fund	105,009	180,504	285,513
	Gen Improv. Bonds - Series 2009-B	0	685,000	General Fund	580,880	8,734	589,614
				State St.Aid	104,120	1,566	105,686
	Series 2009-C	0	15,335,000	General Fund	460,000	604,275	1,064,275
				Stormwater	15,000	3,300	18,300
				911 Center	75,000	8,425	83,425
	Series 2009-D	0	7,860,000	General Fund	305,000	239,602	544,602
				State St.Aid	25,000	21,473	46,473
Total Gen. Oblig. Bonds:		\$ -	\$ 39,095,000		\$ 1,950,000	\$ 1,533,576	\$ 3,483,576
Total Long-term Debt Excluding Cleveland Utilities		\$ 4,000,000	\$ 70,160,001		\$ 2,727,138	\$ 3,055,342	\$ 5,782,480

**City of Cleveland, Tennessee
Schedule of Debt Payments
For Fiscal Year 2013**

FY2013 Debt Requirement for Cleveland Utilities

Loan Type	Loan Name	Authorized and Unissued at 6/30/12	Amount Outstanding at 6/30/12	Payment Fund	Principal	Interest	Total Debt Service
Tax and Revenue Refunding Bonds :							
	Series 2003	0	\$ 955,000	Water/Sewer	\$ 495,000	\$ 18,988	\$ 513,988
	Series 2004	0	10,780,000	Water/Sewer	975,000	410,984	1,385,984
	Series 2009-B	0	1,760,000	Water/Sewer	780,000	33,300	813,300
	Series 2009-C	0	10,970,000	Water/Sewer	475,000	391,479	866,479
	Series 2009-D	0	6,355,000	Electric	525,000	210,878	735,878
	Series 2009-D	0	11,565,000	Water/Sewer	-	405,875	405,875
Total Tax & Revenue Refunding Bonds:		\$ -	\$ 42,385,000		\$ 3,250,000	\$ 1,471,504	\$ 4,721,504
Tax and Revenue Bonds:							
	Series 2007B	0	\$ 1,180,000	Electric	\$ 70,000	\$ 48,629	\$ 118,629
	Series 2007B	0	6,965,000	Water/Sewer	95,000	303,633	\$ 398,633
	Series 2010	0	6,175,000	Electric	325,000	162,971	\$ 487,971
	Series 2010	0	2,170,000	Water	80,000	60,508	\$ 140,508
Total Tax and Revenue Bonds:		\$ -	\$ 16,490,000		\$ 570,000	\$ 575,741	\$ 1,145,741
State Revolving Fund Loan:							
	SRF Loan		\$ 632,152	Sewer	\$ 28,441	\$ 13,235	\$ 41,676
	ARRA Loan		\$ 126,430	Sewer	\$ 5,688	\$ 2,647	\$ 8,336
Total State Revolving Fund Loan:			\$ 758,582		\$ 34,129	\$ 15,882	\$ 50,012
Total Long-term Debt-Cleveland Utilities		\$ -	\$ 59,633,582		\$ 3,854,129	\$ 2,063,127	\$ 5,917,257

Combined Debt Requirement for FY2013

Loan Type	Loan Name	Authorized and Unissued at 6/30/12	Amount Outstanding at 6/30/12	Principal	Interest	Total Debt Service
Loan Agreements		4,000,000	31,065,001	777,138	1,521,766	2,298,904
General Obligation Bonds		0	39,095,000	1,950,000	1,533,576	3,483,576
Tax & Revenue Refunding Bonds		0	42,385,000	3,250,000	1,471,504	4,721,504
Tax & Revenue Bonds		0	16,490,000	570,000	575,741	1,145,741
State Revolving Fund Loan		0	758,582	34,129	15,882	50,012
Combined Debt Requirement:		\$ 4,000,000.00	\$ 129,793,583	\$ 6,581,267	\$ 5,118,469	\$11,699,737

**City of Cleveland, Tennessee
Schedule of Debt Payments
For Fiscal Year 2013**

FY2013 Debt Service By Fund:

Fund	Principal	Interest	Debt Service
General Fund	1,708,121	2,080,296	3,788,417
School Fund	582,647	656,031	1,238,678
State Street Aid Fund	204,370	167,480	371,850
Stormwater Fund	15,000	3,300	18,300
911 Center	75,000	8,425	83,425
Airport	75,000	60,360	135,360
Electric Fund	920,000	422,478	1,342,478
Water & Sewer Fund	2,934,129	1,640,649	4,574,778
County General Fund	67,000	79,450	146,700
Total:	\$ 6,581,267	\$ 5,118,469	\$ 11,699,986

Capital Improvement Program

Proj.ID	Project	FY2013	FY2014	FY2015	FY2016	FY2017	FY2018	Total:
Proposed Projects for CIP Fund:								
AF1	Office Equipment	0	5,000	5,000	5,000	5,000	5,000	25,000
AF2	Vehicle Replacement	0	0	0	0	24,500	0	24,500
AF-IS1	GIS	0	48,800	50,300	51,800	52,300	54,300	257,500
AF-IS2	Software License	0	25,000	30,000	30,000	30,000	35,000	150,000
AF-IS3	Computer Maint. & Software	365,000	130,600	125,600	128,400	133,000	147,400	1,030,000
AF-IS4	Elec. Doc. Mgmt. (SETDD)	0	5,000	5,000	5,000	5,000	5,000	25,000
PI1	Community Dev. Vehicle	0	50,000	25,000	0	25,000	0	100,000
PI2	Community Dev. Lot Clearing	0	10,000	10,000	10,000	10,000	10,000	50,000
PR1	Cherokee Springs Impr./Equip	0	55,000	38,000	53,000	60,000	1,000	207,000
PR2	N.E. Masterplan Phases	0	350,000	55,000	0	0	0	405,000
PR4	Playground Equipment	0	15,000	15,000	15,000	15,000	15,000	75,000
PR6	Tinsley Park Improvements	0	10,000	25,000	0	0	0	35,000
PR8	Comm. Ctr. Improvements	0	10,000	0	0	0	0	10,000
PD1	Police Vehicles	0	250,000	253,000	253,000	256,000	256,000	1,268,000
PD2	Police Misc. Equip.	0	15,000	15,000	15,000	15,000	15,000	75,000
PWD1	Major Paving	0	585,000	585,000	585,000	585,000	585,000	2,925,000
PWD2	Public Works Projects	0	35,000	35,000	35,000	35,000	35,000	175,000
PWD3	Paving Maintenance	0	0	0	0	0	0	0
PWD4	Sidewalks	0	33,000	33,000	33,000	33,000	33,000	165,000
PWD9	Engineering Equip/Vehicles	0	0	0	20,000	0	0	20,000
AC1	Animal Control Impr./Equip.	0	0	0	0	0	0	0
FD1	Fire Dept. Equipment	0	50,000	50,000	50,000	50,000	50,000	250,000
Total Projects Funded:		\$365,000	\$1,682,400	\$1,354,900	\$1,289,200	\$1,333,800	\$1,246,700	\$7,272,000
Funding Sources:								
		FY2013	FY2014	FY2015	FY2016	FY2017	FY2018	Total:
	Transfer from General Fund	0	1,537,400	1,209,900	1,144,200	1,188,800	1,101,700	6,182,000
	Transfer from State St. Aid	0	120,000	120,000	120,000	120,000	120,000	600,000
	Sales Tax Cap Projects Fund	365,000	0	0	0	0	0	365,000
	Interest Income	0	25,000	25,000	25,000	25,000	25,000	125,000
	Use of CIP Fund Balance	0	0	0	0	0	0	0
Total Funding Sources:		\$365,000	\$1,682,400	\$1,354,900	\$1,289,200	\$1,333,800	\$1,246,700	\$7,272,000
Proposed Bond Fund Projects:								
		FY2013	FY2014	FY2015	FY2016	FY2017	FY2018	Total:
	Public Works Facility	0	0	0	0	1,625,000	0	1,625,000
	Fire Impr./Equipment	0	0	1,300,000	0	25,000	0	1,325,000
	Fire Hall Station #6	0	0	920,000	0	0	0	920,000
	Cher. Springs - Equip/Improv	0	0	220,000	0	0	0	220,000
	Tinsley - Lighting	0	0	125,000	0	125,000	0	250,000
	Parks & Recreation Projects	0	0	0	0	0	0	0
	Fletcher - Phase V	0	0	50,000	0	0	0	50,000
	Detention Ponds	0	0	300,000	0	0	0	300,000
	Major Drainage Projects	0	0	200,000	0	100,000	0	300,000
	Greenway Project Phase III	0	0	200,000	0	0	0	200,000
	Major Intersection Improvements	0	0	200,000	0	200,000	0	400,000
	Public Works Equipment	0	0	100,000	0	100,000	0	200,000
	Public Works Projects	0	0	0	0	0	0	0
	Animal Shelter Equipment	0	0	0	0	0	0	0
	School Impr./Equipment	0	0	1,145,000	0	1,000,000	0	2,145,000
Total Projects Funded by Future Bonds:		0	0	4,760,000	0	3,175,000	0	\$7,935,000
Funding Sources:								
		FY2013	FY2014	FY2015	FY2016	FY2017	FY2018	Total:
	Transf. Storm Water for Debt Serv.	0	0	40,000	0	0	0	40,000
	Transf. Gen. Fund for Debt Service	0	0	409,600	0	160,000	0	569,600
Total Funding Sources:		\$0	\$0	\$449,600	\$0	\$160,000	\$0	\$609,600
Required Tax Increase for Bond Projects:		0.0	0.0	4.1	0.0	1.6	0.0	
		cents	cents	cents	cents	cents	cents	
Unfunded Transportation Plan			1,020,000	1,020,000	1,320,000	1,320,000	1,320,000	\$6,000,000

Capital Improvement Program

Total Projects by Department:	FY2013	FY2014	FY2015	FY2016	FY2017	FY2018	Total:	
General Government	0	0	0	0	0	0	0	0
Administration & Finance	0	5,000	5,000	5,000	29,500	5,000	49,500	
Admin. & Fin. GIS,IS,Doc.Imag.	365,000	209,400	210,900	215,200	220,300	241,700	1,462,500	
Community Development	0	60,000	35,000	10,000	35,000	10,000	150,000	
Fire Department	0	50,000	2,270,000	50,000	75,000	50,000	2,495,000	
Greenway	0	0	200,000	0	0	0	200,000	
Fletcher Park Match	0	15,000	65,000	15,000	15,000	15,000	125,000	
Parks & Recreation	0	425,000	463,000	53,000	185,000	1,000	1,127,000	
Police Department	0	265,000	268,000	268,000	271,000	271,000	1,343,000	
Public Works	0	653,000	953,000	653,000	2,578,000	653,000	5,490,000	
Storm Water Mgmt.	0	0	500,000	0	100,000	0	600,000	
Animal Control	0	0	0	0	0	0	0	
Engineering Equip./Vehicles	0	0	0	20,000	0	0	20,000	
Schools - Funded by City	0	0	1,145,000	0	1,000,000	0	2,145,000	
Schools - Funded by Br. County	0	0	0	0	0	0	0	
Transportation Plan	0	1,020,000	1,020,000	1,320,000	1,320,000	1,320,000	6,000,000	
Total Funding:	\$365,000	\$2,702,400	\$7,134,900	\$2,609,200	\$5,828,800	\$2,566,700	\$21,207,000	
Departments by Percentage:	FY2013	FY2014	FY2015	FY2016	FY2017	FY2018	Total:	
General Government	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Admin. & Finance	0.0%	0.2%	0.1%	0.2%	0.5%	0.2%	0.2%	0.2%
Admin. & Fin. GIS Dept.	100.0%	7.7%	3.0%	8.2%	3.8%	9.4%	6.9%	
Community Development	0.0%	2.2%	0.5%	0.4%	0.6%	0.4%	0.7%	
Fire Department	0.0%	1.9%	31.8%	1.9%	1.3%	1.9%	11.8%	
Greenway	0.0%	0.0%	2.8%	0.0%	0.0%	0.0%	0.9%	
Fletcher Park Match	0.0%	0.56%	0.91%	0.57%	0.26%	0.58%	0.6%	
Parks & Recreation	0.0%	15.7%	6.5%	2.0%	3.2%	0.0%	5.3%	
Police Department	0.0%	9.8%	3.8%	10.3%	4.6%	10.6%	6.3%	
Public Works	0.0%	24.2%	13.4%	25.0%	44.2%	25.4%	25.9%	
Storm Water Management	0.0%	0.0%	7.0%	0.0%	1.7%	0.0%	2.8%	
Animal Control	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	
Engineering	0.0%	0.0%	0.0%	0.8%	0.0%	0.0%	0.1%	
Schools -Funded by City	0.0%	0.0%	16.0%	0.0%	17.2%	0.0%	10.1%	
Schools -Funded by County	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	
Transportation Plan	0.0%	37.7%	14.3%	50.6%	22.6%	51.4%	28.3%	
Total:	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	

ORDINANCE NO: 2012-07

TAX ORDINANCE - YEAR 2012

AN ORDINANCE TO PROVIDE AND FIX FOR THE CITY OF CLEVELAND, TENNESSEE, FOR THE YEAR 2012, AND SUBSEQUENT YEARS, THE TAX RATE ON ALL PROPERTY, BOTH REAL AND PERSONAL; TO PROVIDE A BUSINESS TAX; TO PROVIDE FOR A SPECIAL FRANCHISE PRIVILEGE TAX, IN ACCORDANCE WITH AND AS SET FORTH IN THE "BUSINESS TAX ACT" KNOWN AS CHAPTER 387 OF THE PUBLIC ACTS OF 1971, PASSED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE, WITHIN THE CORPORATE LIMITS OF THE CITY OF CLEVELAND, AND TO FIX A PENALTY FOR ANY PERSON, FIRM OR CORPORATION EXERCISING ANY SUCH VOCATION, OCCUPATION OR BUSINESS WITHIN SAID CITY OF CLEVELAND WITHOUT FIRST PAYING SAID TAX.

SECTION 1. BE IT ORDAINED by the City Council of the City of Cleveland, Tennessee, that the tax levy on all property, both real and personal, for the year 2012, and each subsequent year thereafter be, and is, \$1.4904 on each One Hundred Dollars (\$100.00) of assessed valuation.

SECTION 2. BE IT FURTHER ORDAINED by the City Council of the City of Cleveland, Tennessee, that all persons, firms and corporations engaged in any location, occupation or business within the corporate limits of said City shall pay a business tax to the City of Cleveland equal to and in the same amount as the business tax prescribed to be paid by such person, firm or corporation under the terms and provisions of the "Business Tax Act", known and designated as Chapter 387 of the Public Acts of 1971, as passed by the aforesaid Act hereto attached, read and understood by the said City Council, and made a part of this Ordinance; and the rate of taxes on such business is made a part hereof as fully as if the same were incorporated in full herein; and the rate of taxes on such privilege and privileges named in said Act for retail businesses shall be as follows:

Class 1A	1/10 of 1% retail 1/40 of 1% wholesale
Class 1B	1/10 of 1% retail 3/80 of 1% wholesale
Class 1C	1/10 of 1% retail 3/80 of 1% wholesale
Class 1D	1/20 of 1%
Class 2	3/20 of 1% retail 3/80 of 1% wholesale
Class 3	3/16 of 1% retail 3/80 of 1% wholesale
Class 4	1/10 of 1%

and the taxes shall be paid to the City Clerk as provided by law and Ordinances for the collection of all revenues for the City of Cleveland, Tennessee.

SECTION 3. BE IT FURTHER ORDAINED by the City Council of the City of Cleveland, Tennessee, that there is also levied a special franchise privilege tax, in accordance with the provisions of Chapter 311 of the Public Acts of the 85th General Assembly of the State of Tennessee, on all public utility corporations, domestic and foreign, and which do business, own property, or operate as a public utility in the City of Cleveland, Tennessee. The base of such tax shall be determined as set forth in Chapter 311 aforesaid. The rate of said tax shall be \$1.4904 for each one hundred dollars (\$100.00) of assessed valuation.

SECTION 4. BE IT FURTHER ORDAINED by the City Council of the City of Cleveland, Tennessee, that it shall be unlawful for any person, firm or corporation to exercise the privileges set forth and referred to in this Ordinance before complying with the provisions of the Ordinance, and anyone exercising any of the forgoing privileges without paying the tax prescribed shall be guilty of a misdemeanor and liable to a fine on conviction of not less than \$5.00, nor more than \$50.00, for each such privilege which is exercised without a license, to be imposed by the City Judge of the City of Cleveland.

SECTION 5. BE IT FURTHER ORDAINED by the City Council of the City of Cleveland, Tennessee, that if any Section or part of this Ordinance shall be declared invalid or unenforceable, the invalidity of such Section or part shall not otherwise affect its validity but the remaining Sections or parts of this Ordinance shall be enforced without regard to the Section or part declared to be invalid.

SECTION 6. BE IT FURTHER ORDAINED by the City Council of the City of Cleveland, Tennessee, that all Ordinances or parts of Ordinances in conflict with the provisions of this Ordinance are hereby repealed; however, this Ordinance shall not be the exclusive means of taxation within the City of Cleveland, Tennessee, but is in addition to any other valid Ordinances in existence at the present time by which the City may collect a tax or taxes, and this Ordinance shall take effect from and after its passage, the public welfare of the City of Cleveland requiring it.

Signed in Open Meeting:

/s/Charlie McKenzie

Councilman McKenzie

/s/Bill Estes

Councilman Estes

ATTEST:

/s/Michael L. Keith

Michael L. Keith, City Clerk

/s/Avery Johnson

Councilman Johnson

/s/David May, Jr.

Councilman May

APPROVED AS TO FORM:

/s/Dale Hughes

Councilman Hughes

/s/John F. Kimball

John F. Kimball, City Attorney

/s/Richard L. Banks

Councilman Banks

/s/Tom Rowland

Tom Rowland, Mayor

/s/George Poe, Jr.

Councilman Poe

RESOLUTION

**CITY OF CLEVELAND
APPROPRIATION RESOLUTION**

WHEREAS, the City of Cleveland recognizes that its citizens have various needs which must be addressed; and

WHEREAS, the municipal government has neither the expertise or manpower to assist its citizens with all their special needs; and

WHEREAS, several not-for-profit organizations have been established over the years to help the citizens with their special needs; and

WHEREAS, the enclosed organizations have demonstrated, through their financial statements and by reputation, to be of service in enhancing the quality of life in this area;

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Cleveland, Tennessee that these contributions be made for FY 2012-2013:

Adopted this 29th day of May 2012.

Approved as to form:

/s/John F. Kimball
City Attorney

/s/Tom Rowland
Mayor

/s/Michael L. Keith
City Clerk

FUND 110-GENERAL FUND		DEPT-51500- APPROPRIATIONS				
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
Operating expenditures:						
General government:						
700	JOINTLY FUNDED	0	20,000	18,100	18,100	18,100
701	CLEVE/BRAD REG MUSEUM	43,000	42,300	42,300	42,300	42,300
702	MTAS - BENCHMARKING	3,500	4,000	4,000	4,000	4,000
703	MUNICIPAL LEAGUE DUES	9,102	9,200	9,200	9,200	9,200
704	CHAMBER-ECONOMIC DEV	45,000	45,000	45,000	45,000	45,000
705	SE TN DISTRICT DUES	8,257	8,000	8,000	8,000	8,000
706	MAINSTREET CLEVELAND	25,000	25,000	25,000	25,000	25,000
707	CEMETERY ASSOCIATION (50%)	10,000	10,000	10,000	10,000	10,000
708	COURTS COMMUNITY SVC (50%)	61,855	53,900	53,900	53,900	53,900
709	KEEP AMERICA BEAUTIFUL(50%)	28,100	28,100	28,100	28,100	28,100
710	JUVENILE COURT MATCH	1,100	1,100	1,100	1,100	1,100
711	UNITED WAY SUPPORTERS	996	1,000	1,000	1,000	1,000
712	SETHRA-TRANSIT	145,485	135,000	135,000	135,000	135,000
	Total General government	381,395	382,600	380,700	380,700	380,700
Public safety:						
713	CLEVE/BRAD COMM CTR (49.5%)	450,000	450,000	450,000	450,000	450,000
714	EMERGENCY MGMT (20%)	71,403	87,300	87,300	87,300	87,300
	Total Public Safety	521,403	537,300	537,300	537,300	537,300
Health & welfare:						
717	VETERANS AFFAIRS (20%)	22,193	22,100	22,100	22,100	22,100
718	BEHAVIORAL RESEARCH	2,000	2,000	2,000	2,000	2,000
720	DEVELOPMENTAL SVCS (20%)	6,200	6,200	6,200	6,200	6,200
721	COMMUNITY SVCS AGCY (50%)	94,306	94,400	94,400	94,400	94,400
	Total Health & welfare	124,699	124,700	124,700	124,700	124,700
Parks & recreation:						
726	AQUA TIGER EQUIPMENT	2,000	2,000	2,000	2,000	2,000
728	BRADLEY/CLEV FOOTBALL	3,500	3,500	3,500	3,500	3,500
729	YOUTH BASEBALL	5,000	5,000	5,000	5,000	5,000
730	CLEVELAND YOUTH SOFTBALL	4,000	4,000	4,000	4,000	4,000
731	SOCCER ASSOCIATION	5,000	5,000	5,000	5,000	5,000
733	LAND PAYMENT-SOCCER	5,000	5,000	5,000	5,000	5,000
734	FOOTHILLS COUNTRY FAIR	1,000	1,000	1,000	1,000	1,000
	Total Parks & recreation	25,500	25,500	25,500	25,500	25,500
Education:						
735	VOCATIONAL SCHOOL (20%)	17,900	17,900	19,800	19,800	19,800
	Total Education	17,900	17,900	19,800	19,800	19,800
TOTAL DEPARTMENT 51500		1,070,897	1,088,000	1,088,000	1,088,000	1,088,000

RESOLUTION

A RESOLUTION DIRECTING THE PAYMENT BY THE CLEVELAND UTILITIES BOARD TO THE CITY OF CLEVELAND TAX EQUIVALENT PAYMENTS FOR THE CLEVELAND UTILITIES BOARD'S ELECTRIC SYSTEM

WHEREAS, section 7-52-304 of the Tennessee Code annotated empowers a municipality's governing body, after consultation with the supervisory body of an electric system, to determine the amounts of tax equivalents to be paid to the taxing jurisdiction (municipality) in the service area of the electric system; and

WHEREAS, the City Council of the City of Cleveland, through its City Manager and Finance Director, has held such consultation with the supervisory body of the electric system of the City of Cleveland; and

WHEREAS, the necessary calculations of tax equivalents payable have been made in accordance with the provisions of Tennessee Code annotated Section 7-52-304;

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF CLEVELAND;

Section 1. The Cleveland Utilities Board electric system is hereby directed to pay to the City of Cleveland \$1,764,161 in tax equivalents for FY2013.

Section 2. This resolution shall become effective July 1, 2012 the public welfare requiring it.

Adopted this 29th day of May 2012.

Approved as to form:

/s/John F. Kimball
City Attorney

/s/Tom Rowland
Mayor

/s/Michael L. Keith
City Clerk

RESOLUTION

A RESOLUTION DIRECTING THE PAYMENT BY THE CLEVELAND UTILITIES BOARD TO THE CITY OF CLEVELAND TAX EQUIVALENT PAYMENTS FOR THE CLEVELAND UTILITIES BOARD'S WATER AND WASTEWATER SYSTEM.

WHEREAS, section 7-34-115 of the Tennessee Code annotated empowers a municipality's governing body, after consultation with the supervisory body of a water and/or wastewater system, to determine the amounts of tax equivalents to be paid to the taxing jurisdiction (municipality) in the service area of the water and wastewater system; and

WHEREAS, the City Council of the City of Cleveland, through its City Manager and Finance Director, has held such consultation with the supervisory body of the water and/or wastewater system of the City of Cleveland; and

WHEREAS, the necessary calculations of tax equivalents payable have been made in accordance with the provisions of Tennessee Code annotated Section 7-34-115;

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF CLEVELAND;

Section 1. The Cleveland Utilities Board water and wastewater system is hereby directed to pay to the City of Cleveland \$205,046 in tax equivalents for FY2013.

Section 2. This resolution shall become effective July 1, 2012 the public welfare requiring it.

Adopted this 29th day of May 2012.

Approved as to form:

/s/John F. Kimball
City Attorney

/s/Tom Rowland
Mayor

/s/Michael L. Keith
City Clerk

RESOLUTION

**A RESOLUTION REGARDING THE CLEVELAND CITY SCHOOLS
FEDERAL PROJECT FUND**

THAT WHEREAS, the Cleveland City Schools receive monies from the federal government to assist with the educational programs of the local school system; and

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Cleveland, Tennessee in regular session assembled this 29th day of May 2012, as follows:

Section 1. That the Cleveland City Schools General Fund is hereby approved, and the budget for the Cleveland City Schools Federal Project Fund shall be the budget for the separate projects approved within the fund by the Tennessee Department of Education and for the *No Child Left Behind* projects as approved by the Cleveland Board of Education.

Section 2. That a certified copy of this Resolution shall be furnished to the Director of Schools to forward to the Tennessee Department of Education as proof of compliance with its regulations regarding federal project funds.

Section 3. That this Resolution shall be and remain in full force and effect from and after its date of adoption.

Passed and adopted this 29th day of May 2012.

Approved as to form:

/s/John F. Kimball
City Attorney

/s/Tom Rowland
Mayor

/s/Michael L. Keith
City Clerk

Financial Policies and Budget Preparation

The City Council has adopted policies in all areas of financial management, which guide the preparation, adoption, amendment, and administration of the Operating Budget, the Capital Budget, and the Capital Improvements Plan. Below is a listing of those policies in the areas of:

- Operating Budget Policies
- Capital Budget Policies
- Revenue Policies
- Reserve Policies
- Cash Management and Investment Policies
- Risk Management Policies
- Debt Policies
- Accounting, Auditing, and Financial Reporting Policies

Operating Budget Policies

The City Council shall hold an annual Budget Retreat each Spring in order to establish priorities for funding in the next fiscal year and a Planning Session in the Fall to discuss long-range major capital improvements.

The City shall adopt a balanced budget annually. A balanced budget is a basic budgetary constraint intended to ensure that a government does not spend beyond its means. A budget is balanced when the sum of estimated net revenues and appropriated fund balances is equal to appropriations. Any subsequent amendment must identify the revenues or other financing sources. The City will strive to maintain current fund balances in its operating funds and to meet the reserve targets established under the “Reserve Policy” section of this document.

The City will continue to pay competitive wages and fringe benefits in order to attract and retain quality personnel.

All Enterprise Funds shall be self-supporting from their fees and charges, with no subsidy from the General Fund. By the same token, the General Fund shall receive no subsidy from any Enterprise Fund. This does not prohibit the normal Payment in Lieu of Taxes (PILOT) required from Cleveland Utilities.

The Fleet Management Fund should reflect the true costs to provide maintenance for city-owned vehicles, as well as outside governmental agencies contracting vehicle maintenance with the city. The City Council shall review annually the hourly rate and mark-up on parts and gasoline required to support the operation.

The Solid Waste Management Fund should reflect the true costs to provide residential and commercial garbage collection, disposal and recycling; bulk (white goods) collection and disposal; and leaf collection and disposal. The City Council shall evaluate annually the extent to which each service is supported by service charges rather than a subsidy from the General Fund.

The Cleveland City School System (CCS) shall be given an increase in City funding over the current fiscal year's budgeted revenue estimate from the City, that is equal to the estimated percentage increase in the Local Taxes portion of the General Fund Revenues for the following fiscal year. The computation of this increased percentage shall not include any revenue increase due to increased property or sales tax rates which are earmarked for specific purposes. This will assure that the school system receives a reasonable inflationary increase for the portion of their Budget funded by the City. The City is not in a position to provide funding beyond this level and still have adequate financial resources for the other needs of the community. The increases necessary to cover inflationary increases in the CCS Budget currently funded by the Federal, State, and County governments must be obtained from those sources each year.

The City shall aggressively pursue improvements in technology and work methods that will improve service levels and/or reduce operating costs.

The City will not reduce the level of service of any program, activity, or function in FY2013. Recycling will continue to be made available to the citizens of Cleveland at regional recycling centers.

The City shall use one-time revenues only for capital items or to build reserves, instead of operating expenditures.

The City shall raise property taxes only when absolutely necessary to balance the Budget and maintain adequate reserves.

All appropriations and expenditures shall be made in full compliance with applicable State laws and the City's Purchasing Manual.

The City will follow the Budget Preparation Calendar shown at the end of this section.

The City Manager and Director of Finance shall prepare an annual Budget which meets the requirements to receive the Distinguished Budget Presentation Award from the Government Finance Officers Association. The City received this award for the first time in 1998.

Capital Budget Policies

The City shall adopt a Capital Improvements Plan (CIP) annually which will include the next fiscal year's Capital Budget. Improvements requested for the next five years are included in the city's Capital Improvement Needs Inventory (CINI).

The City shall make every effort not to add additional programs and services until both the Operating Budget and the CIP are adequately funded.

The City shall provide resources from current revenues to fund an adequate maintenance and replacement schedule for infrastructure and equipment.

The City will aggressively pursue state and federal funding, as well as other sources of funding for capital improvements.

Revenue Policies

The City will budget revenues conservatively so that the chance of a revenue shortage during the year is remote. This also will help finance contingencies and Budget amendments that were unforeseen when the Budget was first adopted.

The City will review annually all fees and charges to assure that they maintain their inflation-adjusted purchasing power.

Since different revenue sources impact classes of taxpayers differently, the City Council recognizes that the only way to minimize these different impacts is to have a diversified revenue system. These impacts will be considered in making any needed adjustments to the various sources of revenue.

The City will make every effort not to become too dependent on one source of revenue in order to minimize serious fluctuations in any year.

The City will consider market rates and rates of comparable cities in the region when changing tax rates, fees, and charges. The City will make every effort to maintain its favorable comparative position with other Tennessee cities in this regard, which has contributed to our economic development success.

All cash donations to any department or agency of the City shall be deposited with the City Clerk's Office. All purchases using such donations must be budgeted and will comply fully with the City's purchasing policies. The City cannot accept donations on behalf of an outside agency or group. Donations of equipment or supplies may be made directly to a department or agency of the City. Donated equipment meeting the definition of a fixed asset must be reported to the Purchasing Agent, for tagging and listing as a fixed asset.

Reserve Policies

The City Council recognizes the need to set reserve amount targets for every operating fund of the City. The targets for those funds using the modified accrual basis of accounting are set as the percentage that the unassigned fund balance is to the budgeted expenditures and transfers to other funds. The targets for those funds using the accrual basis of accounting are set as the percentage that the working capital is to the budgeted operating expenses. The targets are as follows:

Fund Title	Unassigned Fund Balance (or Working Capital) as a % of Expenditures (or Operating Expenses) And Transfers to Other Funds
General Fund	25%
Solid Waste Management Fund	5%
State Street Aid Fund	5%
Debt Service Fund	25%
Fleet Management Fund	5% Working Capital
Drug Enforcement Fund	5%
School General Fund	3%
School Food Service Fund	10%
Library General Fund	10%
Storm Water Fund	5%

The City Manager and Director of Finance are directed to prepare Budgets that result in every target being met by June 30, 2013.

These reserve targets shall be reviewed annually by the City Manager and Director of Finance, who shall report to the City Council on their continued adequacy.

Cash Management and Investment Policies

The City will make all deposits of cash within the time period required by State law.

The City will aggressively pursue all revenues due, including past due bills, court tickets and fines, using whatever legal means are available.

The City will pay all obligations on or before the due date.

The City will continue the current cash management and investment policies, which are designed to emphasize safety of capital first, sufficient liquidity to meet obligations second, and the highest possible yield third. Those policies are as follows:

The City operates with one consolidated checking account and one payroll account to handle all the funds, operating and capital. This does not include any accounts for Cleveland Utilities, the Cleveland Public Library, or the Cleveland City Schools, which maintain their own accounting systems and bank relationships. The services were rebid for a three-year contract beginning July 1, 2010.

The bank bid assures the City no service fees, free wire transfers, monthly statements, full collateralization per State requirements, and a rate on all money kept overnight pegged to a percentage of the federal funds rate. Consolidation of bank accounts makes investment decisions easier, and reduces staff time needed to reconcile monthly bank statements.

The Director of Finance makes a twelve month cash flow projection, and from that develops a schedule of long-term investments. These investments could be any type authorized by State law. However, the City Council has limited it to Certificates of Deposit. In an effort to provide an equal opportunity among the city's local banks, yet receive the maximum yield, each local bank is allowed to submit a sealed bid for any monies to be invested.

Should there not be enough interest from local banks, the Director of Finance is authorized to put the remainder in the State investment pool. The State investment pool's rates are set in a similar fashion to the City's program, so there should be no loss of yield.

Risk Management Policies

The City will minimize potential losses through employee safety training, inspections of the workplace, risk analysis, and Tennessee OSHA compliance. The City's Safety Committee will assist the Wellness, Safety and Risk Manager in this.

A drug testing program shall continue for all potential employees, as well as random testing of all federally-required employees.

The City will continue to participate in the Tennessee Municipal League's (TML) Risk Management Pool for virtually all necessary coverages, including General Liability, Automobile Liability, Errors and Omissions, Property, Boiler and Machinery, Inland Marine, Special Events and Worker's Compensation. The Cleveland Municipal Airport Authority also carries a policy on the airport through the City. The City will continue to be a reimbursing employer for unemployment claims.

Annual inspections of premises and work practices shall be performed by the risk management staff of the TML Pool, and the City will correct any deficiencies noted.

Debt Policies

The City will issue bonds and capital outlay notes only for capital improvements and moral obligations. The debt policy for the City has been approved by the State of Tennessee Comptroller's Office.

The City will not issue notes or bonds to finance operating deficits. Adequate reserves will be maintained to assure this does not become necessary. No bond or note will be issued to purchase a fixed asset which has a shorter useful life than the term of the debt instrument.

The City will issue general obligation bonds or capital outlay notes for necessary general government projects and Cleveland City Schools projects. Cleveland City Schools may be required to budget the debt service for some smaller projects. Any new school construction not covered by the State or Bradley County will be budgeted within the City's Debt Service Fund or repaid by Cleveland City Schools. Cleveland Utilities shall pay from its fees and charges all the debt service payments on any general obligation bond issued on its behalf.

No debt will be issued which would increase the outstanding amount of debt above ten (10%) percent of the total assessed value of property within the City. The outstanding amount of debt in this calculation shall not include debt issued for improvements in the electric and water/wastewater systems, because that debt will be repaid from charges for services, not from property taxes.

The City will maintain at least 50% of its outstanding debt (bonds and notes) at a fixed interest rate, with the remaining portion being variable rate debt. Synthetically fixed rate debt will be considered as variable rate debt in calculating this percentage.

A firm source of revenue must be identified by the City Council before any bond or capital outlay note is issued.

Accounting, Auditing, and Financial Reporting Policies

The City will maintain its accounting records in full accord with Generally Accepted Accounting Principles (GAAP) as promulgated by the Governmental Accounting Standards Board.

The City Council will receive a monthly finance report showing Income Statements and all investments.

The City shall have a qualified certified public accounting firm conduct an independent audit annually.

The City Manager and Director of Finance shall prepare a Comprehensive Annual Financial Report each year which meets the requirements of the Government Finance Officers Association's Certificate of Achievement for Excellence in Financial Reporting. The City of Cleveland has received this award every year since FY 1988.

Summary of Significant Accounting Policies

The City of Cleveland, Tennessee was incorporated in 1903 under the provisions of Chapter 307 of The Acts of 1903. The City operates under the Council-Manager form of government as authorized under Chapter 78 of the Private Acts of 1993 and amended by Chapter 165 of the Private Acts of 1994 as it relates to the operation of the school system. The City provides the following services as authorized by its charter: health, public safety, welfare and general government services.

The following is a summary of significant policies:

A. Reporting Entity

The financial statements of the City of Cleveland include those of separately administered organizations that have a significant operational or financial relationship with the City.

Based on the foregoing criteria, the financial statements of the following organizations are included in the accompanying financial statements as part of the primary government:

Cleveland Board of Education

The Board of Education consists of seven members. Members are elected to four-year terms. The Council levies taxes for the Board's operations and issues debt for its capital projects. The financial position and results of operations of the Board of Education are reported in the School Fund, School Federal Projects Fund, and School Food Services Fund as governmental fund types, and included as part of the primary government due to the fact that it is not considered to be legally separate.

Cleveland Board of Public Utilities

The Board of Public Utilities consists of five members appointed by the City Council. The City Council has authority over the Board, prescribes the rules and regulations to which the Board must comply, and must approve their budget and proposed changes in rates. The financial position and results of operations of the Board of Public Utilities are presented in the Cleveland Utilities Water Division and Cleveland Utilities Electric Division in the Enterprise Fund section. The activities of the Board of Public Utilities are includable as part of the primary government due to the fact that it is not considered to be legally separate.

Cleveland/Bradley Public Library

The Cleveland/Bradley Public Library Board consists of seven members appointed by the City Council and the County Commission. The Board is fiscally dependent upon the City because the City Council approves the Library's budget and issues debt for its capital projects. The financial position and results of operation of the Cleveland Public Library Board are reported in the Library Fund as a governmental fund type and includable as part of the primary government due to the fact that it is not considered to be legally separate.

B. Government-wide and Fund Financial Statements

Government-wide Statements – The statement of net assets and the statement of activities display information about the primary government. These statements include the financial activities of the overall government. Eliminations have been made to minimize the double-counting of internal activities. These statements distinguish between the governmental and business-type activities of the City. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

The statement of activities presents a comparison between direct expenses and program revenues for the different business-type activities of the City and for each function of the City's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) fees, fines, and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenue, including all taxes, are presented as general revenue.

Fund Financial Statements – The fund financial statements provide information about the City's funds, including its governmental funds and proprietary funds. Separate statements for each fund category are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as non-major funds.

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Non-operating revenues, such as subsidies and investment earnings, result from non-exchange transactions or ancillary activities.

The City reports the following major governmental funds:

General Fund. This is the City's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

School Fund. This fund is used to account for the revenues and expenditures of the City of Cleveland Public School System.

The City reports the following major enterprise funds:

Cleveland Utilities Water Division. This fund is used to account for the provision of water and wastewater services to the residents of the City. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, financing, billing and collection.

Cleveland Utilities Electric Division. This fund is used to account for the provision of electric service to the residents of the City. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, financing, billing and collection.

Cleveland Municipal Airport Authority Fund. This fund is used to account for grants and local funds used to meet the aviation needs of the community.

Additionally, the government reports the following fund type:

Internal Service Fund. This fund is used to account for the maintenance of all vehicles owned by the City of Cleveland and various other government agencies.

C. Measurement focus, Basis of Accounting

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenue in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. The City considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after year-end. Property taxes, sales

taxes, franchise taxes, gasoline taxes, wholesale beer taxes, income taxes, mixed drink taxes and in-lieu of taxes are susceptible to accrual. Licenses and permits, fines and forfeitures, gross receipts taxes and excise taxes are recorded as revenue when received in cash because they are generally not measurable until actually received. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgements, and compensated absences, which are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with the proprietary fund's principal ongoing operation. The principal operating revenues of the City's enterprise funds and internal service fund are charges to customers for sales and services. Cleveland Utilities – Water Division also recognizes as operating revenue the portion of the tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds and the internal service fund include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses. The effect of inter-fund activity has been eliminated from the government-wide financial statements.

All governmental and business-type activities and enterprise funds of the City follow FASB Statements and Interpretations, Accounting Principles Board Opinions, and Accounting Research Bulletins, unless those pronouncements conflict with GASB pronouncements, in which case, GASB prevails.

D. Cash and Cash Equivalents

Cash and cash equivalents consist of demand deposits and certificates of deposit with original maturities of three months or less, primarily with local financial institutions.

E. Investments

Investments are stated at fair value based on quoted market prices, except for non-negotiable certificates of deposit that are reported at cost, which approximates fair value. Legal provisions of the city charter require that all investments be properly insured or collateralized with a federal depository. State statutes authorize the government to invest in obligations of the U.S. Treasury, commercial paper, corporate bonds, repurchase agreements, and pooled investment funds.

F. Receivables and Payables

Activities between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either “due to/from other funds” or “advances to/from other funds.” All other outstanding balances between funds are reported as “due to/from other funds.” Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances.”

All trade and property tax receivables are shown net of an allowance for uncollectibles. The reserve method is used to estimate the allowance for electric and water service receivables.

The City’s property tax is levied each October 1, on the assessed value as of the prior January 1, for all real and personal property located in the City. City property tax revenues are recognized when levied to the extent they result in current receivables. Taxes not collected as of March 1 of the following year are considered delinquent and are subject to lien on April 1 of the succeeding year.

G. Inventories and Prepaid Items

Inventories are valued at the lower of average cost or market, using the first-in, first-out method. The costs of governmental fund-type inventories are recorded as expenditures when consumed rather than when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items.

H. Restricted Assets

Certain proceeds of the Cleveland Utilities – Water Division revenue bonds, as well as certain resources set aside for their repayment, are classified as restricted assets on the balance sheet because they are maintained in separate bank accounts and their use is limited by applicable bond covenants. They are represented mostly by cash and certificates of deposit. When both restricted and unrestricted resources are available for use, it is the government’s policy to use restricted resources first, then unrestricted resources as they are needed.

I. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., primary roads, secondary roads, drainage), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$500 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair

market value at the date of donation. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

Property, plant and equipment are depreciated using the straight-line method over the following estimated useful lives:

<u>Asset Class</u>	<u>Years</u>
Infrastructure – Roads	50
Infrastructure – Drainage	20
Infrastructure – Detention Ponds	40
Buildings	20-50
Vehicles	5
Equipment	5-10
Other Improvements	25

Cleveland Utilities

<u>Electric Division</u>		<u>Water Division</u>	
<u>Class</u>	<u>Years</u>	<u>Class</u>	<u>Years</u>
Structures, Transmission and distribution systems	33-50	Structures, Transmission and distribution systems	25-50
Equipment	10-20	Equipment	10-20
Transportation equipment	5	Transportation equipment	5

Cleveland Utilities uses a composite straight-line rate expressed as a percentage of average depreciable plant. The 2011 rates for the Electric Division and Water Divisions were 3.2% and 2.9% respectively. When property subject to depreciation is retired or otherwise disposed of in the normal course of business, its costs, together with the cost of removal less salvage, is charged to the reserve for depreciation. Replacements of property (exclusive of minor items of property) for Cleveland Utilities are charged to utility plant accounts.

J. Compensated Absences

It is the City's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since the government does not have a policy to pay any amounts when employees separate from service with the government. All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

K. Long-term obligations

In the government-wide financial statements and the proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are

reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuance are reported as other financing sources while discounts on debt issuance are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

L. Fund Equity

In the fund financial statements, governmental funds report classifications of fund balance in accordance with GASB Statement 54. Non-spendable, restricted, committed, assigned and unassigned classifications are used in the various funds.

M. Budgets and Budgetary Accounting

Annual budgets are adopted on a basis consistent with generally accepted accounting principles. The City follows the following procedures in establishing the budgetary data reflected in the financial statements:

1. The City holds budget hearings in February or March of each year with all department heads submitting requests. The operating budget includes proposed expenditures and the means of financing them. Also, a six-year capital budget is presented in conjunction with the operating budget.
2. At a later date, the City Manager makes a formal presentation to the Council for the finalized budget.
3. Prior to July 1, the budget and property tax rate are due for passage by Ordinance.
4. The City Clerk is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the City Council. Expenditures may not exceed appropriations at the fund level.
5. Formal legally adopted budgets are employed as a management control device during the year for all funds except for Cleveland Utilities – Electric and Water Divisions. Budgeted amounts reflected in the final budget and actual comparison are as originally adopted and amended by the City Council.
6. All appropriations which are not expended lapse at year end.

The Budget Process

The City's Budget process begins in the Fall. The City Manager conducts a planning session, establishing city-wide goals and priorities of the City Council. Prior to this session, department heads are given forms upon which to submit their capital budget requests. The City Council is also notified to give the City Manager any requests they might have, so that costs may be researched. Departmental requests for the Capital Improvements Program (CIP) are turned in to the City Manager in early October.

The Director of Finance and staff provide a budget worksheet which includes proposed insurance, retirement, and salary increases. Each department provides justification for additional increases in the operating budget, and budgets are due from departments in December. The Director of Finance reviews a five-year trend of revenues collected by the city to project the revenue estimates including growth. The Director of Finance and City Manager finalize the revenue estimates together considering the impact of new legislation and economic conditions, as well as the proposed fee and/or tax increases. At that point, the Finance Director begins the review of the operating expenditures, and the City Manager prepares the CIP. After the Director of Finance and staff have prepared a preliminary Budget, the Director of Finance and the City Manager review it to determine whether further cuts are possible, or if additional revenues are necessary. The City Manager and Director of Finance work with department heads to ensure that budget cuts do not adversely impact the delivery of basic services to Cleveland's citizens. Those decisions are made prior to the Budget Planning Session held by the City Council in late March or early April.

At that meeting, the Director of Finance and City Manager present projections of the current fiscal year's Budget, and the preliminary operating Budget for Council review. Department heads present their Capital Budget requests, changes in programs/services, and any requests for new personnel. In addition, the City Manager presents the Council with recommendations for a six-year Capital Improvements Program and the amount of any proposed bond issues and/or tax increases. The City Council then debates any changes in suggested priorities in both the preliminary operating Budget and the Capital Improvements Program. Once those priorities are established, the City Manager and the Director of Finance finalize the Budget. The City Manager prepares the Budget Message detailing the major issues and initiatives contained in both documents. The Finance department staff prepare the excel spreadsheets detailing the line item budgets proposed for each fund and work with individual departments on narratives and the graphics used throughout the budget.

The proposed budget must be distributed to the Mayor, City Council, and public by June 1st as required in the City Charter. Copies are available to the public for review at both the City Clerk's Office and the public library. A public hearing is scheduled for one of the regular meetings in May, after which the Budget is voted on first reading. Second and final reading of the Budget ordinance is held at the next meeting, and the Budget becomes effective July 1st. In the event the Council cannot agree on a Budget before July 1st, an Interim Budget is adopted, which is simply a continuation Budget from the previous year. At that point, the Finance Director authorizes the City Accountant to enter the adopted Budget into the accounting system.

Budget amendments may be made at any time throughout the fiscal year. Any amendment request is reviewed by the Finance Director, who makes a recommendation on whether the expenditure should be made, and what revenue source will be used to finance it. The budgetary level of control is at the fund level. All amendments require two separate readings of the Budget amendment ordinance just like the vote on the original Budget. After second reading and passage, the Finance Director authorizes the City Accountant to enter the amended amounts in the Budget.

CITY OF CLEVELAND, TENNESSEE
CALENDAR FOR FY 2013 BUDGET AND
CAPITAL IMPROVEMENTS (CINI) PREPARATION

- | | |
|---------------|---|
| October 27 | City Manager distributes Capital Request forms to Department Heads. |
| Nov. 14 | City Manager conducts planning session with City Council and Department Heads to establish city-wide goals and priorities. |
| Dec. 31 | Department Heads submit Capital Requests to City Manager. |
| January 11 | City Clerk releases budget preparation memo to Departmental Budget Officers. |
| January 24 | City Council sets date for Budget Session to be held at Municipal Building. |
| February 10 | All budget requests and revisions to city-wide goals and objectives submitted to City Clerk's Office. |
| February 24 | City Clerk and City Manager complete all revenue projections for current and next fiscal year and work with Department Heads to make necessary budget cuts. |
| March 1-6 | City Clerk and City Manager review each departmental budget. Also, discuss the presentation of the proposals by the Department Head and detailed agenda for Planning Session, including time slots for presentations. |
| March 6-7 | City Clerk's Office prepares Agenda packets, including budget requests, CINI, and distributes to the City Council. |
| March 12 | City Council Budget Session at Municipal Building. |
| April 2-May 3 | City Clerk and City Manager finish the Budget and write Budget Message, Budget Ordinance, and Tax Rate Ordinance. A&F Budget Team prepares Budget using GFOA criteria. |
| April 23 | City Council schedules a Public Hearing on the Budget for the May 14th City Council Meeting. |

- May 3 Budget distributed to the City Council, Department Heads, and News Media.
- May 14 City Council holds Public Hearing concerning the Budget
- May 14 City Council adopts the Budget and Tax Rate Ordinance on First Reading.
- May 29 City Council adopts the Budget and Tax Rate Ordinance on Final Reading.

Personnel Administration

Federal law, State law, the City Charter and several policy documents approved by the City Council govern Personnel Administration. The City Manager and the Human Resources Director carry it out. The City Charter authorizes the City Manager to hire, supervise, and if necessary remove any employee of the City except the appointed City Attorney and City Judge. The City Charter further calls for Personnel Rules and Regulations, which the City Council has adopted by resolution, to guide the City Manager in personnel matters. The City Charter also calls for a Position Classification and Pay Plan. The City Council adopted the current plan effective July 1, 2001, following a detailed study by Burris & Associates, Inc. of both pay and fringe benefits. The Plan includes updated job descriptions for every position within the City. The previous Plan had been in effect for four years, with annual adjustments.

Cleveland City Schools and the Cleveland Utilities Board operate as separate entities, and therefore are not included under the City's personnel policies or pay plan. Therefore, all information here applies only to the City of Cleveland, not the schools or Utilities Board. The Library Board sets policies for the Library, but their employees are included in the Pay Plan.

The number of authorized positions within each department and division are established annually with the adoption of the Budget. No position can be added during the year without the approval of the City Council. The City's Personnel Rules and Regulations detail employee recruitment, selection, orientation, training, fringe benefits, expected conduct, attendance, work week and work periods, and grievance procedures. The Human Resources Director is responsible for administering these policies on a daily basis. Any proposed changes in the Personnel Rules and Procedures are reviewed by a Human Resources Committee, which is made up of representatives of each department recommended by the department heads and approved by the City Council. The Human Resources Committee also hears employee grievances; however, all grievances are decided by the City Manager.

Employee pay is adjusted annually in two ways. First, as part of the Budget the City Council may authorize a cost of living adjustment (COLA) to offset inflation, thereby keeping the Pay Plan competitive. Second, those employees who have received a good employee evaluation for the past year are eligible to move up one step on the Pay Plan, provided they are not at the last step. Both adjustments take effect with the new fiscal year. Effective July 1, 2003, the City converted from a weekly to a bi-weekly payroll schedule for hourly employees and salaried employees converted from a monthly payroll schedule to a bi-weekly or semi-monthly schedule, based on their preference. Police remained on their bi-weekly payroll schedule and Fire remained on their 28-day schedule, as they are subject to the 28-day work period exemption under the Fair Labor Standards Act. Effective October 1, 2003, electronic direct deposit was made available to employees on a voluntary basis.

Major medical insurance for employees was provided through a self-funded Insurance Trust Fund until July, 1999. In FY 2006, the City accepted bids on a premium based plan for both health and dental insurance and awarded them to CIGNA and Blue Cross Blue Shield of Tennessee, respectively. Health and dental insurance coverage are combined plans for Cleveland Utilities and City of Cleveland employees.

The City adopted a Fit for Duty policy for Police and Fire employees effective November 26, 2007. Certified police officers and firefighters hired after that date will be required to pass a validated agility test and medical exam annually to maintain their status as police officers or firefighters. Employees unable to meet the standards will be given time to improve their physical condition and be given the opportunity to pass the test and/or exam in order to maintain their position as a police officer or firefighter.

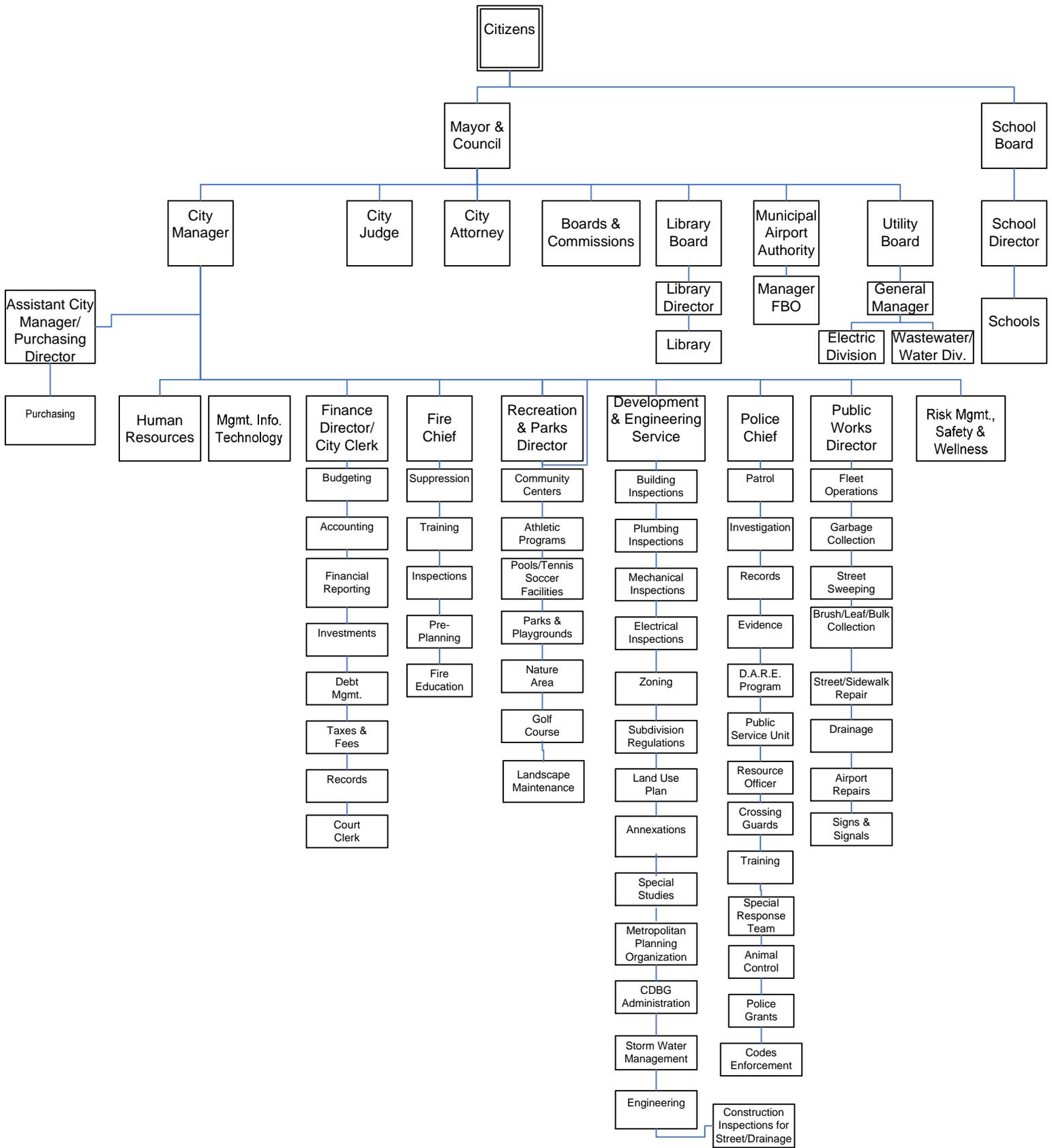
The City participates in the Tennessee Consolidated Retirement System (TCRS), the state system that is open to local government employees also. When the State institutes a benefit enhancement, local governments can choose whether to offer that as an option.

The City in recent years has improved its retirement plan by adding several of these options. The City is a non-contributory member of the system, meaning the City pays both the employer's and the employees' shares to actuarially fund the system. Effective July 1, 2012, the City of Cleveland pays 16.62% of gross wages for its employees for both the 2013 and 2014 fiscal years. The rate for the previous two years was 16.69%. The City's portion of the system is actuarially sound, and the system as a whole is financially stable.

Effective February 1, 2008, the City of Cleveland adopted the new Public Safety Officer Supplemental Bridge Option for retirement purposes. This option requires mandatory retirement for public safety officers (police officers and firefighters) at age 60, with an exception to age 62 in administrative positions. The option also provides full retirement benefits at age 55 with 25 years of service and provides an additional benefit for public safety officers between the ages of 55 and 62. This option resulted in an increase to the contribution rate on the salaries of the public safety officers by 3.5%. The contribution rate for those employees is 20.12% effective July 1, 2012 for both the 2013 and 2014 fiscal years and was 20.19% in FY2011 and FY2012.

More detailed information on personnel administration is given following this summary. First, the Organizational Chart of the City is given. More detailed departmental or division organizational charts can be found within the fund that finances that department or division. Next, a summary chart and graph along with a List of Authorized Personnel Positions by Department is provided with a three-year comparison. Then, the Position Classification and Pay Plan matrix is given, showing the pay grade for each position and what pay rates are assigned to that grade. A brief explanation of the City's Fringe Benefits follows. Finally, more information on the Retirement System is provided.

Organizational Chart for the City of Cleveland, Tennessee



Organizational Chart of the City of Cleveland, Tennessee

The City of Cleveland was incorporated in 1903. In an August 1993 referendum, the citizens approved a change to the City Charter from the Commission to the Council-Manager form of government. The Mayor and City Council are elected for four-year, staggered terms. The mayor, one at-large council seat, and those from Districts 1 and 2 were elected in 1998. The other at-large council seat was also elected in 1998, but for a two-year term. That seat went to the at-large candidate with the second-highest vote total. The election for that at-large council seat, and those from Districts 3, 4, and 5 was held in August 2000 for full four-year terms. City elections are held in even-numbered years.

The Cleveland Board of Education had been appointed by the City Council until September 1995, when the City Council adopted an ordinance requiring the election of board members. This ordinance was passed in order to comply with TCA 49-2-201, which now requires elected school boards and appointed directors of schools. The Board of Education is comprised of seven members; two elected at-large, and one elected from each of the five council districts. All serve four-year terms. In the August 1998 election one at-large member, and those representing Districts 1 and 2 were elected. In the August 2000 election, the other at-large member, and those representing Districts 3, 4, and 5 were elected. The Board of Education appoints the Director of Schools, who is in charge of the daily operations of the school system.

The City Council appoints a City Attorney to provide the Council and staff legal advice and serve as prosecutor in Municipal Court; a City Judge to preside over the Municipal Court; various Boards and Commissions; and the Cleveland Utilities Board (CUB). The five-member CUB then appoints a General Manager, who is in charge of the daily operations of Cleveland Utilities two divisions: the electric system, and the water and wastewater system.

Some Cleveland/Bradley Library Board members are appointed by the Cleveland City Council and some by the Bradley County Commission. The Library Budget must be approved by both the City Council and the Bradley County Commission, which share the cost equally under a joint agreement. The Library Board appoints the Library Director, who is in charge of the daily operations of the library.

The City Council also appoints the City Manager, who is in charge of all other City operations. The Assistant City Manager assists the City Manager in her duties. Those operations are listed in the attached Organizational Chart, shown under the appropriate department heads:

- Director of Finance/City Clerk
- Fire Chief
- Parks & Recreation Director
- Development and Engineering Services Director
- Police Chief
- Public Works Director

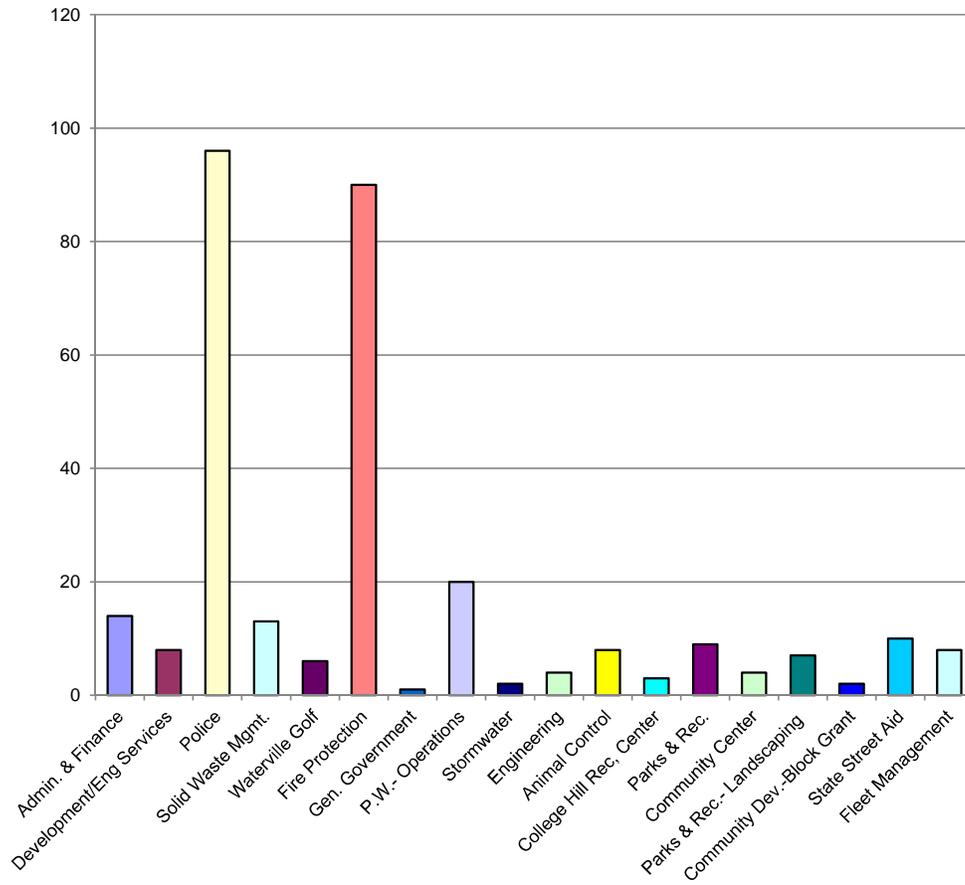
The Cleveland Municipal Airport Authority works with the airport's fixed base operator (FBO) to ensure the airport is properly maintained and improved. The FBO operates the airport on a daily basis.

A more detailed Organization Chart for each department is contained within the fund, which finances the particular department or division of a department.

STAFFING COMPARISON BY DEPARTMENT
FULL TIME EMPLOYEES: FUNDED

Departments	2009/10 Adopted	2010/11 Adopted	2011/12 Adopted	2012/13 Adopted
Admin. & Finance	15	15	14	14
Development/Eng Services	9	8	9	8
Police	99	106	106	96
Solid Waste Mgmt.	14	14	14	13
Waterville Golf	6	6	6	6
Fire Protection	95	95	95	90
Gen. Government	1	1	1	1
P.W.- Operations	25	26	26	20
Stormwater	2	2	2	2
Engineering	7	7	5	4
Animal Control	8	8	8	8
College Hill Rec, Center	3	3	3	3
Parks & Rec.	9	9	9	9
Community Center	4	4	4	4
Parks & Rec.- Landscaping	10	7	7	7
Community Dev.-Block Grant	2	2	2	2
State Street Aid	11	11	11	10
Fleet Management	8	8	8	8
Total FTE's	328	332	330	305

2012/13 Staffing By Department



Authorized Employees By Fund, Department, and Position Classification

Position Classification by Fund and Department	Position Grade	FY 2010 BUDGET		FY 2011 BUDGET		FY 2012 BUDGET		PROJECTED FY 2013 BUDGET	
		Full-time	Part-time	Full-time	Part-time	Full-time	Part-time	Full-time	Part-time
		General Fund:							
GENERAL GOVERNMENT AND LEGISLATIVE									
		1	10	1	10	1	10	1	10
Mayor	N/A	0	1	0	1	0	1	0	1
Council member	N/A	0	7	0	7	0	7	0	7
City Attorney	N/A	0	1	0	1	0	1	0	1
City Judge	N/A	0	1	0	1	0	1	0	1
Executive Assistant	27	1	0	1	0	1	0	1	0
ADMINISTRATION & FINANCE									
		15	1.58	15	1.58	14	1.58	14	0.58
City Manager	34	1	0	1	0	1	0	1	0
Assistant City Manager/Purch. Agent	33	1	0	1	0	1	0	1	0
Finance Director/City Clerk	32	1	0	1	0	1	0	1	0
Special Project Manager	32	0	0	0	0	0	1	0	0
Human Resources Director	29	1	0	1	0	1	0	1	0
Wellness, Safety & Risk Manager	27	1	0	1	0	1	0	1	0
Sr. Accountant	27	1	0	1	0	1	0	1	0
Business Tax Inspector	25	1	0	1	0	0	0	0	0
Executive Secretary	25	1	0	1	0	1	0	1	0
Payroll Admin./HR & Purch. Assistant	25	1	0	1	0	1	0	1	0
Administrative Assistant	24	1	0	1	0	1	0	1	0
Accounts Payable Clerk	23	1	0	1	0	1	0	1	0
Accounting Clerk	22	2	0	2	0	2	0	2	0
Municipal Court Clerk	22	1	0	1	0	1	0	1	0
Central Receptionist	21	1	0	1	0	1	0	1	0
PT Janitorial	N/A	0	0.38	0	0.38	0	0.38	0	0.38
MIS Director	N/A	Contract w/CU		Contract w/CU		Contract w/CU		Contract w/CU	
Part-time, by FTE	N/A	0	0.2	0	0.2	0	0.2	0	0.2
<i>Previously Funded Independently as Separate Fund</i>									
FIRE DEPARTMENT									
		95	0	95	0	95	0	90	0
Fire Chief	32	1	0	1	0	1	0	1	0
Deputy Fire Chief	30	1	0	1	0	1	0	0	0
Battalion Commander	29	3	0	3	0	3	0	3	0
Training Coordinator	28	1	0	1	0	1	0	1	0
Captain	28	5	0	5	0	5	0	5	0
Lieutenant	27	12	0	13	0	13	0	13	0
Arson Investigator	27	1	0	1	0	1	0	1	0
Fire Inspector	27	2	0	2	0	2	0	2	0
Driver/Engineer	26	24	0	24	0	24	0	24	0
Firefighter	25	44	0	43	0	43	0	39	0
Administrative Assistant	24	1	0	1	0	1	0	1	0

Authorized Employees By Fund, Department, and Position Classification

Position Classification by Fund and Department		Position Grade	FY 2010 BUDGET		FY 2011 BUDGET		FY 2012 BUDGET		PROJECTED FY 2013 BUDGET	
			Full-time	Part-time	Full-time	Part-time	Full-time	Part-time	Full-time	Part-time
DEVELOPMENT & ENGINEERING SERVICES*			9	0.38	8	0.38	8	0.38	8	0.38
D & E Director	32		0	0	0	0	0	0	1	0
Community Development Director	31		1	0	1	0	1	0	0	0
Planning Director	30		0	0	0	0	0	0	1	0
Chief Building Official	29		1	0	1	0	1	0	1	0
Senior Planner	28		1	0	1	0	2	0	1	0
Planner	27		1	0	1	0	0	0	0	0
Plans Examiner/Inspector	27		0	0	0	0	1	0	1	0
Deputy Building Official	27		1	0	0	0	0	0	0	0
Building Inspector	26		0	0	1	0	1	0	1	0
Mechanical Inspector	26		1	0	0	0	0	0	0	0
Plumbing Inspector	26		1	0	1	0	0	0	0	0
Business Tax Inspector/Permit Clerk	25		0	0	1	0	1	0	1	0
Administrative Assistant	24		1	0	1	0	1	0	1	0
Permit Clerk	22		1	0	0	0	0	0	0	0
Part-time Janitorial, by FTE	N/A		0	0.38	0	0.38	0	0.38	0	0.38
<i>*Name changed from Community Development</i>										
POLICE DEPARTMENT			99	14	106	14	107	14	96	14
Chief of Police	32		1	0	1	0	1	0	1	0
Assistant Chief	30		1	0	1	0	1	0	0	0
Captain	29		2	0	2	0	2	0	2	0
Lieutenant	28		10	0	10	0	10	0	9	0
Sergeant	27		8	0	8	0	8	0	9	0
Detective	27		10	0	10	0	10	0	9	0
Crime Scene Technician	26		3	0	3	0	3	0	2	0
Crime Prevention Corporal	26		1	0	0	0	0	0	0	0
Support Services Manager	26		1	0	1	0	1	0	1	0
Codes Enforcement Officer	26		0	0	1	0	1	0	1	0
Master Police Officer	25+1		3	0	3	0	3	0	3	0
Police Officer/K-9	25+1		3	0	3	0	3	0	3	0
Police Officer/Bomb Tech/SRT	25+1		15	0	15	0	15	0	15	0
GRAAB Grant Officers*	25+1		0	0	0	0	2	0	2	0
Police Officer/Crime Scene Tech	25+1		0	0	0	0	0	0	0	0
Police Officer	25		31	0	38	0	32	0	24	0
COPS Grant**	25		0	0	0	0	4	0	4	0
Housing Officer***	25		0	0	0	0	1	0	1	0
Codes Enforcement Inspector****	25		0	0	0	0	0	0	0	0
Administrative Assistant	24		1	0	1	0	1	0	1	0
Property/Evidence Clerk	23		1	0	1	0	1	0	1	0
Secretary	23		3	0	3	0	1	0	3	0
Secretary-Quarter Master	23		1	0	1	0	3	0	1	0
Police Records Clerk	22		4	0	4	0	4	0	4	0
Court Liaison	22		0	0	0	1	0	1	0	1
Crime Analysis	22		0	0	0	0	0	0	0	0
School Crossing Guards	N/A		0	13	0	13	0	13	0	13
Custodians	N/A		0	0	0	0	0	0	0	0
<i>*GRAAB Grant Officers-This position is funded by Byrne GRABB Grant **COPS Grant-This position is funded by COPS ARRA Grant ***Housing Officer-This position funded by Cleveland Housing Authority****Codes Enforcement Inspector-This position funded by Community Development Block Grant</i>										

Authorized Employees By Fund, Department, and Position Classification

Position Classification by Fund and Department		Position Grade	FY 2010 BUDGET		FY 2011 BUDGET		FY 2012 BUDGET		PROJECTED FY 2013 BUDGET	
			Full-time	Part-time	Full-time	Part-time	Full-time	Part-time	Full-time	Part-time
PUBLIC WORKS-OPERATIONS			25	1.22	26	1.69	26	1.22	20	0.975
Director of Public Works	32	1	0	1	0	1	0	1	0	
Deputy Director	30	1	0	1	0	1	0	0	0	
Asst. Dir.-P.W. Operations	28	0	0	0	0	0	0	0	0	
Special Projects	27	1	0	0	0.47	0	0	0	0	
General Supervisor II	27	1	0	1	0	1	0	1	0	
General Supervisor I	26	1	0	1	0	1	0	1	0	
Building Maint. Supervisor	26	1	0	1	0	1	0	1	0	
Support Services Manager	26	0	0	1	0	1	0	1	0	
Sign & Marking Supervisor	26	1	0	1	0	1	0	1	0	
Construction Inspector	26	2	0	2	0	2	0	0	0	
Construction Inspector/Safety Coord.	26	0	0	0	0	0	0	1	0	
Brick Mason	24	1	0	1	0	1	0	1	0	
Motor Equip. Operator III	24	1	0	1	0	1	0	1	0	
Motor Equip. Operator II	23	1	0	1	0	1	0	1	0	
Secretary	23	1	0	1	0	1	0	1	0	
Accounting Technician	23	1	0	1	0	1	0	0	0	
Sign Technician	22	2	0	2	0	2	0	2	0	
Motor Equip. Operator I	22	5	0	5	0	5	0	2	0	
Public Service Worker	21	4	0	5	0	5	0	5	0	
P.T. Janitorial	N/A	0	0.62	0	0.62	0	0.62	0	0.375	
P.T. Sign Technician	N/A	0	0.6	0	0.6	0	0.6	0	0.6	
P.T. Recycle Program	0	0	0	0	0	0	0	0	0	
Seasonal, by FTE	N/A	0	0	0	0	0	0	0	0	
ANIMAL CONTROL										
			8	0.38	8	1	8	1	8	0
Animal Control Director	26	1	0	1	0	1	0	1	0	
Senior Animal Control Officer	24	2	0	2	0	2	0	2	0	
Animal Control Officer	23	2	0	2	0	2	0	2	0	
Records Clerk	22	0	0	0	0	0	0	1	0	
Animal Control Clerk	21	1	0	1	0	1	0	0	0	
Animal Control Attendant	21	2	0	2	0	2	0	2	0	
P.T. Clerk	21	0	0	0	1	0	1	0	0	
P.T. Janitorial	N/A	0	0.38	0	0	0	0	0	0	
COLLEGE HILL RECREATION CENTER										
			3	2.2	3	2.2	3	2.2	3	2.2
Recreation Center Supervisor	26	0	0	1	0	1	0	1	0	
Recreation Center Supervisor	25	1	0	0	0	0	0	0	0	
Asst. Rec. Center Supervisor	23	1	0	1	0	1	0	1	0	
Recreation Assistant	21	1	0	1	0	1	0	1	0	
Public Service Worker	21	0	1	0	1	0	1	0	1	
P.T. Janitorial	N/A	0	0.45	0	0.45	0	0.45	0	0.45	
Seasonal, by FTE	N/A	0	0.75	0	0.75	0	0.75	0	0.75	

Authorized Employees By Fund, Department, and Position Classification

Position Classification by Fund and Department	Position Grade	FY 2010 BUDGET		FY 2011 BUDGET		FY 2012 BUDGET		PROJECTED FY 2013 BUDGET	
		Full-time	Part-time	Full-time	Part-time	Full-time	Part-time	Full-time	Part-time
		PARKS & RECREATION DEPT.							
		9	4	9	4	9	4	9	4
Director of Parks & Recreation	31	1	0	1	0	1	0	1	0
Assistant Director of Parks & Rec.	29	0	0	1	0	1	0	1	0
Parks Superintendent	27	1	0	0	0	0	0	0	0
General Supervisor I	26	0	0	1	0	1	0	1	0
Assistant Supervisor	23	1	0	0	0	0	0	0	0
Secretary	23	1	0	1	0	1	0	1	0
Motor Equip. Operator I	22	1	0	1	0	1	0	0	0
Public Service Worker	21	4	0	4	0	4	0	5	0
Seasonal, by FTE	N/A	0	4	0	4	0	4	0	4
CLEVELAND COMMUNITY CENTER									
		4	3.34	4	3.34	4	3.34	4	3.34
Rec. Ctr./Program Supervisor	26	1	0	1	0	1	0	1	0
Asst. Rec. Center Supervisor	23	1	0	1	0	1	0	1	0
Recreation Assistant	21	1	0	1	0	1	0	1	0
Public Service Worker	21	1	0	1	0	1	0	1	0
P.T. Janitorial	N/A	0	0.45	0	0.45	0	0.45	0	0.45
Seasonal, by FTE	N/A	0	2.89	0	2.89	0	2.89	0	2.89
LANDSCAPING MAINTENANCE***									
		10	0	7	0	7	0	7	0
Urban Forester	27	1	0	0	0	0	0	1	0
General Supervisor I	26	1	0	1	0	1	0	0	0
Codes Enforcement Officer*	26	1	0	0	0	0	0	0	0
Codes Enforcement Inspector**	25	1	0	0	0	0	0	0	0
Forestry Inspector	25	0	0	1	0	1	0	1	0
Forestry Technician	24	1	0	1	0	1	0	1	0
Motor Eq. Operator II	23	1	0	1	0	1	0	1	0
Motor Eq. Operator I	22	4	0	3	0	3	0	3	0
*Transferred to Police Department ** This position Funded by Comm. Dev. Block Grant ***Transferred from Public Works Dept. to Recreation Dept.									
TINSLEY PARK									
		0	7.04	0	7.04	0	7.04	0	7.04
Manager-Concession	N/A	0	0.52	0	0.52	0	0.52	0	0.52
Concession Helper	N/A	0	1.04	0	1.04	0	1.04	0	1.04
Custodian	N/A	0	0.4	0	4	0	4	0	4
Laborer	N/A	0	0.42	0	0.42	0	0.42	0	0.42
Park Gatekeeper	N/A	0	0.08	0	0.08	0	0.08	0	0.08
Pool Manager	N/A	0	0.27	0	0.27	0	0.27	0	0.27
Assistant Pool Manager	N/A	0	0.27	0	0.27	0	0.27	0	0.27
Pool Gatekeeper	N/A	0	0.27	0	0.27	0	0.27	0	0.27
Lifeguard	N/A	0	3.77	0	3.77	0	3.77	0	3.77

Authorized Employees By Fund, Department, and Position Classification

Position Classification by Fund and Department		Position Grade	FY 2010 BUDGET		FY 2011 BUDGET		FY 2012 BUDGET		PROJECTED FY 2013 BUDGET		
			Full-time	Part-time	Full-time	Part-time	Full-time	Part-time	Full-time	Part-time	
WATERVILLE GOLF COURSE:			6	3.85	6	3.85	6	3.85	6	3.85	
Golf Course Mgr./Superintendent	29	1	0	1	0	0	0	0	0	0	
Golf Course Mgr./Supervisor	27	0	0	0	0	1	0	1	0	0	
Golf Course Superintendent	26	0	0	0	0	1	0	1	0	0	
Crew Supervisor	23	1	0	1	0	0	0	0	0	0	
Mechanic I	23	1	0	1	0	0	0	0	0	0	
Senior Greenskeeper	23	0	0	0	0	1	0	1	0	0	
Greenskeeper	22	1	0	1	0	0	0	0	0	0	
Public Service Worker	21	1	0	1	0	2	0	2	0	0	
Recreation Assistant	21	1	1	1	1	1	1	1	1	1	
Seasonal, by FTE	N/A	0	2.85	0	2.85	0	2.85	0	2.85	0	2.85
PUBLIC WORKS-ENGINEERING*			7	0.72	7	0	5	0	4	0	
City Engineer	30	1	0	1	0	1	0	1	0	0	
Traffic Engineer**	28	1	0	1	0	*Moved to Cleveland Utilities		*Moved to Cleveland Utilities		0	
Staff Engineer	28	0	0	0	0	0	0	1	0	0	
Assistant to City Engineer	28	1	0	1	0	1	0	0	0	0	
Signal Technician**	26	1	0	1	0	*Moved to Cleveland Utilities		*Moved to Cleveland Utilities		0	
Engineering Technician	26	1	0	1	0	1	0	1	0	0	
Drafting Technician	25	1	0	1	0	1	0	0	0	0	
Secretary	23	1	0	1	0	1	0	1	0	0	
Public Service Worker	21	0	0	0	0	0	0	0	0	0	
Part Time Office Assistant, by FTE	N/A	0	0.72	0	0	0	0	0	0	0	
*Department moved to Development & Engineering Services Department in 2012 Budget Year**Positions moved to Cleveland Utilities											
DEVELOPMENT & ENGINEERING SERVICES-STORMWATER*			2	0	2	0	2	0	2	0	
Storm Water/Project Development Mgr.	29	0	0	1	0	1	0	0	0	0	
Storm Water Manager	28	1	0	0	0	0	0	0	0	0	
Staff Engineer	28	0	0	0	0	0	0	0	0	0	
Stormwater Coordinator	26	0	0	0	0	0	0	1	0	0	
Stormwater Technician	25	1	0	1	0	1	0	1	0	0	
*Department moved to Development & Engineering Services Department in 2012 Budget Year											

Authorized Employees By Fund, Department, and Position Classification

Position Classification by Fund and Department	Position Grade	FY 2010 BUDGET		FY 2011 BUDGET		FY 2012 BUDGET		PROJECTED FY 2013 BUDGET	
		Full-time	Part-time	Full-time	Part-time	Full-time	Part-time	Full-time	Part-time
		Other Funds:							
<i>SOLID WASTE MANAGEMENT FUND:</i>									
		14	0.23	14	0.23	14	0.23	13	0.23
General Supervisor	26	1	0	1	0	1	0	1	0
Construction Inspector	26	1	0	1	0	1	0	1	0
Motor Eq. Operator III	24	6	0	6	0	6	0	6	0
Accounting Technician	23	1	0	1	0	1	0	1	0
Motor Equipment Operator II	23	1	0	1	0	1	0	1	0
Motor Equipment Operator I	22	2	0	2	0	2	0	2	0
Public Service Worker	21	2	0.23	2	0.23	2	0.23	1	0.23
<i>STATE STREET AID FUND:</i>									
		11	0	11	0	11	0	10	0
General Supervisor II	27	1	0	1	0	1	0	1	0
General Supervisor	26	1	0	1	0	1	0	1	0
Motor Equip. Operator III	24	3	0	3	0	3	0	2	0
Brick Mason	24	1	0	1	0	1	0	1	0
Motor Equip. Operator II	23	1	0	1	0	1	0	1	0
Motor Equip. Operator I	22	3	0	3	0	3	0	2	0
Public Service Worker	21	1	0	1	0	1	0	2	0
<i>COMMUNITY DEV. BLOCK GRANT:</i>									
		2	0	2	0	2	0	2	0
Grants Manager	28	0	0	1	0	1	0	1	0
Community Development Coord.	27	1	0	0	0	0	0	0	0
Codes Enforcement Inspector*	25	1	0	1	0	1	0	1	0
*This position funded by CDBG fund but assigned to Police Department									
<i>FLEET MANAGEMENT FUND:</i>									
		8	0	8	0	8	0	8	0
Fleet Manager	28	1	0	1	0	1	0	1	0
Maint. Supervisor (auto)	26	1	0	1	0	1	0	1	0
Mechanic III	26	4	0	4	0	4	0	4	0
Parts Manager	25	1	0	1	0	1	0	1	0
Mechanic II	25	1	0	1	0	1	0	1	0
Mechanic I	23	0	0	0	0	0	0	0	0
TOTALS		328	48.06	332	47.94	330	48.84	305	46.59

City of Cleveland, Tennessee
Schematic List of Classes Grouped by Grade

Salary Grade 20

Golf Shop Worker

Salary Grade 21

Animal Control Attendant
Central Receptionist
Public Service Worker
Recreation Assistant

Salary Grade 22

Accounting Clerk
Animal Control Records Clerk
Court Clerk
Court Liaison
Greenskeeper
Library Assistant
MEO I
Permit Clerk
Records Clerk
Senior Library Assistant
Sign Technician

Salary Grade 23

Accounting Technician
Accounts Payable Clerk
Animal Control Officer
Library Circulation Supervisor
Mechanic I
MEO II
Property/Evidence Clerk
Recreation Center Assistant Supervisor
Secretary
Secretary – Quartermaster
Senior Greenskeeper
Library Technical Processing Supervisor

City of Cleveland, Tennessee
Schematic List of Classes Grouped by Grade

Salary Grade 24

Administrative Assistant
Brick Mason
Forestry Technician
History Branch Supervisor
MEO III
MSAG Coordinator
Senior Animal Control Officer
Telecommunicator
TAC/Records Officer-CBCC

Salary Grade 25

Business Tax Inspector
Codes Enforcement Inspector
Drafting Technician
Executive Secretary
Firefighter
Forestry Inspector
HR & Purchasing Assistant/Payroll Administrator
Mechanic II
Parts Manager
Police Officer/MPO
Storm Water Technician
Recreation Center Supervisor
Shift Supervisor

Salary Grade 26

Accountant
Animal Shelter Director
Auto Maintenance Supervisor
Building Inspector
Building Maintenance Supervisor
Children's Librarian
Circulation Librarian
Code Enforcement Officer
Construction Inspector
Crime Scene Technician
Corporal - Police

City of Cleveland, Tennessee
Schematic List of Classes Grouped by Grade

Salary Grade 26 (cont'd.)

Engineering Technician
General Supervisor I
Driver/Engineer – Fire
Golf Course Superintendent
Mechanic III
Mechanical Inspector
Plumbing Inspector
Recreation Center/Program Supervisor
Reference Librarian
Sign/Marking Supervisor
Signal Technician
Senior Supervisor-Communications
Stormwater Coordinator
Support Services Manager

Salary Grade 27

Arson Investigator
Communications Center Assistant Director
Deputy Building Official
Detective
Executive Assistant
Fire Inspector
Fire Lieutenant
General Supervisor II
Golf Course Manager/Supervisor
Planner
Plans Examiner/Inspector
Police Sergeant
Senior Accountant
Wellness/Safety & Risk Manager

Salary Grade 28

Fire Captain
Fire Marshall
Fire Training Coordinator
Fleet Manager
Planning/Research Manager
Grants Manager

City of Cleveland, Tennessee
Schematic List of Classes Grouped by Grade

Salary Grade 28 (cont'd.)

Police Lieutenant
Senior Planner
Staff Engineer
Traffic Engineer

Salary Grade 29

Assistant Director of Parks & Recreation
Chief Building Official
Communications Center Director
Fire Battalion Commander
Human Resources Director
Library Director
Police Captain
Storm Water/Project Development Manager

Salary Grade 30

Assistant Police Chief
City Engineer
Deputy Director – Public Works
Deputy Fire Chief
Planning Director

Salary Grade 31

Parks & Recreation Director
Community Development Director

Salary Grade 32

Development and Engineering Services Director
Director of Public Works Capital Projects
Finance Director/City Clerk
Fire Chief
Police Chief
Public Works Director

City of Cleveland, Tennessee
Schematic List of Classes Grouped by Grade

Salary Grade 33

Assistant City Manager/Purchasing Agent

Salary Grade 34

City Manager

CITY OF CLEVELAND
 FY13 Salary Schedule
 2% C.O.L.A.
 40 Hour Workweek

Salary Grade	1	2	3	4	5	6	7	8	9	10	11	12	13
20 Annual Monthly	19,012.60	19,678.04	20,366.77	21,079.61	21,817.40	22,581.00	23,371.34	24,189.34	25,035.96	25,912.22	26,819.15	27,757.82	28,729.34
20 Annual Hourly	1,584.35	1,639.81	1,697.20	1,756.60	1,818.08	1,881.71	1,947.57	2,015.74	2,086.29	2,159.31	2,234.89	2,313.11	2,394.07
21 Annual Monthly	21,294.31	22,039.61	22,811.00	23,609.39	24,435.71	25,290.96	26,176.15	27,092.31	28,040.54	29,021.96	30,037.73	31,089.05	32,177.17
21 Annual Hourly	1,774.49	1,836.60	1,900.88	1,967.41	2,036.27	2,107.54	2,181.30	2,257.65	2,336.67	2,418.45	2,503.10	2,590.70	2,681.38
22 Annual Monthly	23,849.63	24,684.37	25,548.32	26,442.51	27,368.00	28,325.88	29,317.29	30,343.39	31,405.41	32,504.60	33,642.26	34,819.74	36,038.43
22 Annual Hourly	1,987.43	2,056.99	2,128.99	2,203.50	2,280.62	2,360.44	2,443.06	2,528.57	2,617.07	2,708.66	2,803.47	2,901.59	3,003.14
23 Annual Monthly	26,710.61	27,645.48	28,613.08	29,614.53	30,651.04	31,723.83	32,834.16	33,983.36	35,172.78	36,403.82	37,677.96	38,996.68	40,361.57
23 Annual Hourly	2,225.84	2,303.75	2,384.38	2,467.83	2,554.20	2,643.60	2,736.13	2,831.89	2,931.01	3,033.59	3,139.77	3,249.66	3,363.40
24 Annual Monthly	29,917.88	30,965.01	32,048.78	33,170.49	34,331.45	35,533.06	36,776.71	38,063.90	39,396.13	40,775.00	42,202.12	43,679.20	45,207.97
24 Annual Hourly	2,493.11	2,580.37	2,670.68	2,764.15	2,860.90	2,961.03	3,064.67	3,171.93	3,282.95	3,397.85	3,516.78	3,639.86	3,767.26
25 Annual Monthly	33,505.69	34,678.39	35,892.13	37,148.36	38,448.55	39,794.25	41,187.05	42,628.59	44,120.59	45,664.81	47,263.08	48,917.29	50,629.40
25 Annual Hourly	2,792.09	2,889.81	2,990.95	3,095.64	3,203.98	3,316.12	3,432.19	3,552.31	3,676.65	3,805.33	3,938.51	4,076.36	4,219.04
26 Annual Monthly	37,526.96	38,840.40	40,199.82	41,606.81	43,063.05	44,570.26	46,130.21	47,744.77	49,415.84	51,145.39	52,935.48	54,788.22	56,705.81
26 Annual Hourly	3,127.19	3,236.64	3,349.92	3,467.17	3,588.52	3,714.12	3,844.11	3,978.65	4,117.91	4,262.03	4,411.21	4,565.60	4,725.39
27 Annual Monthly	42,031.32	43,502.42	45,025.00	46,600.87	48,231.91	49,920.02	51,667.22	53,475.58	55,347.22	57,284.37	59,289.33	61,364.45	63,512.21
27 Annual Hourly	3,502.54	3,625.13	3,752.01	3,883.33	4,019.25	4,159.92	4,305.52	4,456.21	4,612.18	4,773.61	4,940.68	5,113.61	5,292.58
28 Annual Monthly	47,074.76	48,722.38	50,427.66	52,192.63	54,019.37	55,910.05	57,866.90	59,892.24	61,988.47	64,158.07	66,403.60	68,727.73	71,133.20
28 Annual Hourly	3,922.82	4,060.12	4,202.22	4,349.30	4,501.53	4,659.08	4,822.15	4,990.92	5,165.61	5,346.40	5,533.53	5,727.20	5,927.65
29 Annual Monthly	52,723.60	54,568.93	56,478.84	58,455.60	60,501.54	62,619.10	64,810.77	67,079.14	69,426.91	71,856.86	74,371.85	76,974.86	79,668.98
29 Annual Hourly	4,393.55	4,547.32	4,706.48	4,871.21	5,041.70	5,218.16	5,400.79	5,589.82	5,785.46	5,987.96	6,197.53	6,414.45	6,638.95
	25,347.9	26,235.1	27,153.3	28,103.7	29,087.3	30,105.3	31,159.0	32,249.6	33,378.3	34,546.6	35,755.7	37,007.1	38,302.4

CITY OF CLEVELAND
 FY13 Salary Schedule
 2% C.O.L.A.
 40 Hour Workweek

Salary Grade	1	2	3	4	5	6	7	8	9	10	11	12	13
30 Annual Monthly	59,049.86	61,116.61	63,255.69	65,469.64	67,761.07	70,132.71	72,587.36	75,127.91	77,757.39	80,478.90	83,295.66	86,211.01	89,228.40
30 Annual Hourly	4,920.73	5,092.95	5,271.21	5,455.70	5,646.65	5,844.28	6,048.83	6,260.54	6,479.66	6,706.45	6,941.17	7,184.11	7,435.56
	28.3894	29.3830	30.4114	31.4758	32.5774	33.7177	34.8978	36.1192	37.3834	38.6918	40.0460	41.4476	42.8983
31 Annual Monthly	66,136.11	68,450.87	70,846.65	73,326.29	75,892.71	78,548.95	81,298.16	84,143.60	87,088.63	90,136.73	93,291.51	96,556.72	99,936.20
31 Annual Hourly	5,511.24	5,704.13	5,903.77	6,110.41	6,324.27	6,545.62	6,774.72	7,011.83	7,257.25	7,511.25	7,774.14	8,046.24	8,327.86
	31.7962	32.9091	34.0609	35.2530	36.4869	37.7639	39.0857	40.4537	41.8695	43.3350	44.8517	46.4215	48.0463
32 Annual Monthly	74,072.15	76,664.68	79,347.94	82,125.12	84,999.50	87,974.48	91,053.59	94,240.46	97,538.88	100,952.74	104,486.09	108,143.10	111,928.11
32 Annual Hourly	6,172.56	6,388.60	6,612.20	6,843.63	7,083.16	7,331.07	7,587.65	7,853.22	8,128.08	8,412.57	8,707.01	9,011.75	9,327.16
	35.6116	36.8580	38.1480	39.4832	40.8651	42.2954	43.7758	45.3079	46.8937	48.5350	50.2337	51.9919	53.8116
33 Annual Monthly	83,004.67	85,909.84	88,916.68	92,028.77	95,249.77	98,583.51	102,033.94	105,605.13	109,301.31	113,126.85	117,086.29	121,184.31	125,425.76
33 Annual Hourly	6,916.92	7,159.02	7,409.58	7,668.92	7,937.33	8,215.13	8,502.66	8,800.26	9,108.27	9,427.06	9,757.00	10,098.50	10,451.95
	39.9061	41.3028	42.7484	44.2446	45.7932	47.3959	49.0548	50.7717	52.5487	54.3879	56.2915	58.2617	60.3008
34 Annual Monthly	92,916.77	96,168.86	99,534.77	103,018.48	106,624.13	110,355.97	114,218.43	118,216.08	122,353.64	126,636.02	131,068.28	135,655.67	140,403.62
34 Annual Hourly	7,742.92	8,013.92	8,294.40	8,584.71	8,885.17	9,196.15	9,518.02	9,851.15	10,195.94	10,552.80	10,922.15	11,304.42	11,700.08
	44.6715	46.2350	47.8533	49.5281	51.2616	53.0558	54.9127	56.8347	58.8239	60.8827	63.0136	65.2191	67.5017

CITY OF CLEVELAND
 FY13 Salary Schedule
 2% C.O.L.A.
 28-Day including O.T.

Salary Grade	1	2	3	4	5	6	7	8	9	10	11	12	13
25 Annual	33,506.07	34,678.78	35,892.54	37,148.78	38,448.99	39,794.70	41,187.51	42,629.08	44,121.10	45,665.33	47,263.62	48,917.85	50,629.97
Hourly	11.8229	12.2367	12.6650	13.1082	13.5670	14.0419	14.5334	15.0420	15.5685	16.1134	16.6774	17.2611	17.8652
26 Annual	37,526.82	38,840.26	40,199.67	41,606.66	43,062.89	44,570.09	46,130.05	47,744.60	49,415.66	51,145.21	52,935.29	54,788.02	56,705.60
Hourly	13.2416	13.7051	14.1848	14.6812	15.1951	15.7269	16.2774	16.8471	17.4367	18.0470	18.6786	19.3324	20.0090
27 Annual	42,031.06	43,502.15	45,024.72	46,600.59	48,231.61	49,919.71	51,666.90	53,475.24	55,346.88	57,284.02	59,288.96	61,364.07	63,511.81
Hourly	14.8310	15.3501	15.8873	16.4434	17.0189	17.6146	18.2311	18.8692	19.5296	20.2131	20.9206	21.6528	22.4107
28 Annual	47,074.73	48,722.34	50,427.62	52,192.59	54,019.33	55,910.01	57,866.86	59,892.20	61,988.42	64,158.02	66,403.55	68,727.67	71,133.14
Hourly	16.6107	17.1921	17.7938	18.4166	19.0612	19.7283	20.4188	21.1334	21.8731	22.6387	23.4310	24.2511	25.0999

City of Cleveland Fringe Benefits Summary

The City provides a comprehensive package of fringe benefits for employees. The package includes the following:

Health/Dental Insurance Coverage

City employees are covered by the City of Cleveland Health and Dental Insurance Plan. The City and its employees currently pay the following rates for insurance coverage:

Coverage	City Rates		Employee Rates		Total Cost	
	Med	Dental	Med	Dental	Med	Dental
Individual	\$394.41	22.73	0	0	394.41	22.73
Family	\$725.43	40.76	315.96	18.06	1041.39	58.82

Health and dental insurance coverage was being bid out as the budget was being prepared. The objective in the bid process is to maintain or increase current benefits to employees with as small of an increase in rates as possible. Details of the coverage are available in the employee health benefit handbook.

Life Insurance Coverage:

City employees are provided with two times their annual salary for life insurance and accidental death and dismemberment insurance. Dependent coverage is provided in the amount of \$2,000 on a spouse and \$1,000 on dependent children. The City currently pays \$ 0.30 per \$1,000 of salary for life and accidental death and dismemberment insurance for employees. There is no cost to employees for this coverage.

Long-Term Disability:

City employees are provided with long-term disability insurance that pays a minimum of 60% of the employee's regular earnings up to a maximum of \$5000 per month in the event of disability. This benefit begins after the exhaustion of sick leave or 90 days, whichever is greater.

Employee Assistance Program:

The Employee Assistance Program provides employees and family members with confidential counseling for a wide variety of purposes including such issues as divorce, personal stress, anxiety, depression, financial problems, alcohol/drug problems, etc. Counseling services offered include individual counseling, marriage and family counseling, grief counseling, academic assessment and testing, anger management, etc. The program also offers employee and supervisor training to City employees in such areas as Drug Free Workplace, Workplace Violence, Sexual Harassment, Conflict Resolution and others.

Flexible Spending Account Program:

The Flexible Spending Account Program is a plan that allows employees to use pre-tax dollars to pay for certain out-of-pocket expenses such as un-reimbursed medical and dental expenses including co-pays and deductibles, dependent care expenses, over-the-counter medications, eyeglasses, etc. Employees elect to have a specified amount of earnings deducted from their pay before taxes and deposited in a Flexible Spending Account. Once expenses are incurred, a claim is filed and the employee is reimbursed or the claim is paid directly to the provider from the employee's account. Both the City and the employee save on federal taxes, and the savings to the City usually is greater than the fees that are charged for administration of the plan.

Paid Sick Leave:

Employees are credited with one day of sick leave per month (number of hours equivalent to normal daily work schedule). Unlimited accumulation is allowed. Unused sick leave is not paid at termination of employment. However, credit is given for unused sick leave for employees retiring under the City's retirement plan.

Special Leave:

Employees are granted time off from work with or without pay at the discretion of the Department Head for various occasions. Bereavement leave is granted with pay for a maximum of three days for the death of a member of the immediate family. Jury service is granted with pay provided the jury service pay is turned in to the City. Military leave is granted with pay for a period not to exceed 20 calendar days in a 12 month period.

Paid Vacation Leave:

Employees earn vacation leave on a monthly accrual basis based on length of service. The following days of vacation are earned on an annual basis. 24/48 Fire personnel earn vacation time at 1.4 times the rate of a regular 40 hour per week employee:

Years Service	Days Vacation per Year
0 - 1	5
1 - 4	10
5 - 14	15
15 - 19	20
20+	25

Paid Holidays:

Employees are paid for 12 holidays annually either with time off or additional compensation. The paid holidays are:

New Years Day
M.L. King Birthday
President's Day
Good Friday
Memorial Day
Independence Day
Labor Day
Veterans Day
Thanksgiving Day
Day after Thanksgiving
Christmas Eve
Christmas Day

Retirement Plan:

City employees are covered by the Tennessee Consolidated Retirement System. The City pays the full cost of membership for employees. The current contribution rate is 16.62% of gross wages for most employees. For police and fire employees who qualify, an additional 3.5% is paid for the Public Safety Officer Supplemental Bridge Option. Other current options include probationary period buyback, sick leave credit, option I death benefit, 25 year retirement, 5 year vesting, 3.6% indexing, prior service buyback, and military service credit.

Retiree Premium Reduction Plan/Medicare Supplement:

Effective June 12, 2006, the City allows retirees under age 65 and future retirees to remain on the City's health insurance coverage for life. Employees have the option of selecting to remain on the City's health insurance coverage or may choose to participate in the Medicare Supplement Program. A percentage of the premium is paid by the City, based on the employee's years of service. Retirees must have 10 years of service to remain on the City's coverage or qualify for the Medicare Supplement Program, and the premium reduction for both the health insurance and Medicare supplement starts at 15 years of service. The City pays 50% of the premium at 15 years of service and the percentage paid by the City increases 3.33% each year up to 100% paid at 30 or more years of service (5 % each year and 100% for 25 or more years of service for public safety employees).

Deferred Compensation Plan:

City employees are eligible for a 457 Deferred Compensation Program administered by Nationwide Retirement Solutions. This is a voluntary tax-favored program that allows public employees to contribute a portion of their salary before federal taxes into a supplemental retirement account. Various options are available including fixed rate annuities, publicly available mutual funds and life insurance.

Workers Compensation and Occupational Disability Salary Supplement Plan:

City employees are covered for occupational injury and illness according to the state worker's compensation laws, with coverage administered by the Tennessee Municipal League Risk Management Pool. The City in addition has adopted an Occupational Disability Policy that will supplement the worker's compensation weekly benefit amount to insure that employees receive an amount equal to their regular earnings for a period of 30 calendar days.

Educational Reimbursement and Career Training:

City employees are eligible for up to \$1430 per fiscal year for reimbursement of expenses for continuing education. Employees who have not completed high school are eligible for a \$250 bonus for obtaining a GED. Employees are provided with job related training and certifications as needed such as Police POST certification, Firefighter certification, Building Inspector certification, SCBA certification for Firefighters, etc., and various other types of supervisory training and job-related courses and seminars.

Electronic Direct Deposit:

City employees have the option of having their payroll check electronically deposited directly to any financial institution.

Payroll Deduction YMCA Membership Fees:

Employees can join the local YMCA without a joining fee and are eligible for payroll deduction of the monthly membership dues.

Optional Vision, Accident, Cancer, Intensive Care, Etc. Insurance Coverage:

Employees have available at their own expense through payroll deduction group rate vision coverage as well as various other types of insurance through AFLAC and Colonial Insurance Companies.

Cafeteria Plan (Premium Conversion Only):

Employees are eligible to purchase dependent health coverage, dental coverage and other insurance policies with pre-tax dollars saving on their tax liability each pay period.

Longevity Pay:

Upon completion of their 5th year of service at July 1st, all employees will receive longevity pay in the amount of \$250, with an additional \$50 added annually for each year of service completed.

Service Awards:

City employees are provided with service awards for total years of service as of December 31st of each year. Service time includes all current and any prior periods of service combined. Employees may choose to receive cash or a gift certificate. Retiring employees who reach a qualifying number of years in the year they retire will receive the award payment upon retirement. Awards are provided for the following years:

5 years	\$ 75
10 years	\$100
15 years	\$150
20 years	\$200
25 years and above	\$250

Christmas Bonus:

All City employees receive a \$100 bonus in December of each year.

College Incentive Pay:

Employees hired prior to January 1, 1993 who have college credit hours receive a lump sum payment annually based on the total number of credit hours. The amounts are:

<u>Credit Hours</u>	<u>Amount</u>
37.5 - 82.5	\$125.00
83.0 - 127.5	\$280.00
128.5 - BS	\$435.00
BS Degree	\$625.00
Masters	\$750.00

FICA Taxes:

7.65% of wages.

Competitive Wages, Overtime Pay, and Compensatory Time:

City employees are paid competitive wages which are evaluated periodically to insure they are comparable to wages paid for similar duties in both the public and private sectors. Employees receive annual pay increases if job performance is satisfactory, subject to the approval of the City Council and the availability of funds. The current compensation plan gives employees with a good evaluation a 3.5% step in pay each year in addition to the annual cost of living increase that is normally given on July 1st of each year.

Employees are compensated for any overtime worked according to the Fair Labor Standards Act, either with pay at time and one half or compensatory time off.

Annual City Picnic and Employee Appreciation Day:

Employees are honored annually with a city-wide picnic in June and a luncheon in December, providing funds are available. Food and prizes are provided entirely by the City.

Sold Vacation:

Employees are allowed to receive pay in lieu of time off for up to one week of vacation time per fiscal year.

Advanced Sick and Vacation Time:

Under certain conditions, if an employee exhausts all earned sick and vacation time, they may be advanced up to two weeks of sick leave and two weeks of vacation leave.

Uniforms and Cleaning Services:

Uniforms are provided for city employees, other than clerical and others wearing normal street clothes, for Public Works, Police, Fire, Parks and Recreation, and the Animal Shelter. Clothing allowances are provided for police detectives, building, plumbing and mechanical inspectors, and department heads as well as reasonable amounts for laundry and dry cleaning.

Death of an Employee:

Upon the death of a full-time employee, his/her beneficiary shall receive pay for all accrued vacation time, plus an additional two weeks full pay.

Retirement Commitments

CLEVELAND BOARD OF EDUCATION, CLEVELAND FIRE AND POLICE DEPARTMENTS, CLEVELAND CITY-OTHER DEPARTMENTS, CLEVELAND UTILITIES-WATER DIVISION, CLEVELAND UTILITIES-ELECTRIC DIVISION, CLEVELAND SANITATION DEPARTMENT

PLAN DESCRIPTION

Certain employees of the above Departments of the City of Cleveland are members of the Political Subdivision Pension Plan (PSPP), an agent multiple-employer defined benefit pension plan administered by the Tennessee Consolidated Retirement System (TCRS). TCRS provides retirement benefits as well as death and disability benefits. Benefits are determined by a formula using the member's high five-year average salary and years of service. Members become eligible to retire at the age of 60 with 5 years of service or at any age with 30 years of service. A reduced retirement benefits is available to vested members at the age of 55. Disability benefits are available to active members with five years of service who become disabled and cannot engage in gainful employment. There are no service requirements for disability that is the result of an accident or injury occurring while the member was in the performance of duty. Members joining the system after July 1, 1979 become vested after 5 years of service and members joining prior to July 1, 1979 were vested after 4 years of service. Benefit provisions are established in state statute found in Title 8, Chapter 34-37 of the Tennessee Code Annotated (TCA). State statutes are amended by the Tennessee General Assembly. Political subdivisions such as the City of Cleveland participate in the TCRS as individual entities and are liable for all costs associated with the operation and administration of their plan. Benefit improvements are not applicable to a political subdivision unless approved by the chief governing body.

The TCRS issues a publicly available financial report that includes financial statements and required supplementary information for the PSPP. That report may be obtained by writing to Tennessee Treasury Department, Consolidated Retirement System, 10th Floor Andrew Jackson Building, Nashville, TN 37243-0230 or can be accessed at www.treasury.state.tn.us.

FUNDING POLICY

The City of Cleveland Plan is non-contributory and has assumed employee contributions up to 5.0 percent of annual covered payroll.

The City of Cleveland is required to contribute at an actuarially determined rate; the rate for the fiscal year ending June 30, 2011 was 17.78% of annual covered payroll. The contribution requirement of plan members is set by state statute. Contribution requirements for Cleveland City are established and may be amended by the TCRS Board of Trustees

ANNUAL PENSION COST

For the year ending June 30, 2011, the City’s annual pension cost of \$4,782,285 to TCRS was equal to the City’s required and actual contributions. The required contributions were determined as part of the July 1, 2009 actuarial valuation using the frozen entry age method. Significant actuarial assumptions used in the valuation include (a) rate of return on investment of present and future assets of 7.5 percent a year compounded annually, (b) projected 3.0 percent annual rate of inflation, (c) projected salary increases of 4.75 percent graded annual rate (no explicit assumption is made regarding the portion attributable to the effects of inflation on salaries), (d) projected 3.5 percent annual increase in the Social Security wage base, and (e) projected post retirement increases of 2.5 percent annually. The actuarial value of assets was determined using techniques that smooth the effect of short-term volatility in the market value of total investments over a ten-year period. The City’s unfunded actuarial liability is being amortized as a level dollar amount on a closed basis. The remaining amortization period at July 1, 2009 was 6 years. An actuarial valuation was performed as of July 1, 2009, which established contribution rates effective July 1, 2010.

Trend Information

<u>Fiscal Year Ending</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
6/30/2011	\$4,782,285	100%	\$0.00
6/30/2010	\$4,751,248	100%	\$0.00
6/30/2009	\$4,919,306	100%	\$0.00
6/30/2008	\$4,568,248	100%	\$0.00
6/30/2007	\$4,204,899	100%	\$0.00
6/30/2006	\$3,340,890	100%	\$0.00
6/30/2005	\$3,044,151	100%	\$0.00
6/30/2004	\$2,410,210	100%	\$0.00
6/30/2003	\$2,311,987	100%	\$0.00
6/30/2002	\$1,657,787	100%	\$0.00
6/30/2001	\$1,528,993	100%	\$0.00

CLEVELAND CITY SCHOOL SYSTEM

PLAN DESCRIPTION

The Cleveland City Schools contribute to the State Employees, Teachers, and Higher Education Employees Pension Plan (SETHEPP), a cost-sharing, multiple-employer defined benefit pension plan administered by the Tennessee Consolidated Retirement System (TCRS). TCRS provides retirement benefits as well as death and disability benefits to plan members and their beneficiaries. Benefits are determined by a formula using the member’s high five-year average salary and years of service. Members become

eligible to retire at the age of 60 with five years of service or at any age with 30 years of service. A reduced retirement benefit is available to members who are at least 55 years of age or have 25 years of service. Disability benefits are available to active members with five years of service who become disabled and cannot engage in gainful employment. There is no service requirement for disability that is the result of an accident or injury occurring while the member was in the performance of duty. Members joining the plan on or after July 1, 1979 are vested after five years of service. Members joining prior to July 1, 1979 are vested after four years of service. Benefit provisions are established in state statute found in Title 8, Chapters 34-37 of the Tennessee Code Annotated (TCA). State statutes are amended by the Tennessee General Assembly. Cost of living adjustments (COLA) are provided each July based on the percentage change in the Consumer Price Index (CPI) during the previous calendar year. No COLA is granted if the CPI increases less than one-half percent. The maximum annual COLA is capped at three percent.

The TCRS issues a publicly available financial report that includes financial statements and required supplementary information for the SETHEPP. That report may be obtained by writing to the Tennessee Treasury Department, Consolidated Retirement System, 10th Floor, Andrew Jackson Building, Nashville, TN 37243-0239 or can be accessed at www.treasury.state.tn.us.

FUNDING POLICY

Most teachers are required by state statute to contribute 5 percent of their salary to the plan. The Cleveland City Schools are required to contribute to an actuarially determined rate. The rate for the fiscal year ending June 30, 2011 was 9.05 percent of annual covered payroll. The contribution requirement of Cleveland City Schools is established and may be amended by the TCRS Board of Trustees. Cleveland City School's contributions to TCRS for the years ending June 30, 2011, 2010, and 2009, were \$1,764,065, \$1,188,516 and \$1,180,974, respectively, equal to the required contributions for each year.

CLEVELAND UTILITIES – CSA PENSION PLAN

PLAN DESCRIPTION

All employees of the Cleveland Utilities-Electric Division hired prior to October 15, 1993 participate in a cost-sharing multiple-employer pension plan administered by the Central Service Association (the "CSA Plan"). The CSA Plan provides retirement benefits to plan members. Section 5.1 & 5.2 of the Pension Plan for employees of Central Service Association ("CSA") assigns the authority to establish and amend benefit provisions to the CSA Board of Directors.

On October 1, 2005, Cleveland Utilities-Electric Division withdrew from the CSA Non-governmental plan in a spin off whereby assets and liabilities were transferred into the Central Service Association Pension Plan for Governmental Employees, a new tax-qualified multiple-employer defined benefit pension plan that is maintained as a governmental plan (as defined under section 414(d) of the Internal Revenue Code). The CSA Governmental Plan is substantially the same as the CSA Non-governmental plan with certain exceptions, including, but not limited to, (1) the CSA Governmental Plan will not be subject to any PBGC requirements, (2) benefits under the CSA Governmental Plan will not be insured by the PBGC, and (3) the CSA Governmental Plan will not be subject to the additional deficit reduction contribution funding requirements of Code Section 412(1).

The Cleveland Utilities Board will serve as the “Plan Sponsor,” in regard to employees participating in the plan (active and retired) and CSA shall continue to serve as the “Plan Administrator.” CSA issues a publicly available financial report that includes financial statements and required supplementary information for the CSA plan. That report may be obtained by writing Central Service Association, 93 Coley Road, Tupelo, MS 38803-3480, or by calling (662) 842-5962.

FUNDING POLICY

Participants are not required to contribute to the CSA Plan. The Board is required to contribute an actuarially determined amount. The contribution requirements of the Board are established and may be amended by the CSA Board of Directors. The Board’s contributions to the CSA Plan for the year ending June 30, 2011, 2010, and 2009 were \$1,126,146, \$1,274,256 and \$972,426, respectively, and were equal to the required contribution established by the CSA Board.

ANNUAL PENSION COST AND NET PENSION OBLIGATION

Determined in accordance with current standards, there is no net pension obligation as the Board has contributed the annual required contribution, adjusted with interest, as calculated by actuarial valuation. The annual required contribution was determined as part of an actuarial valuation performed as of October 1, 2009, using the frozen entry age method. Significant actuarial assumptions used in the valuation included (a) a rate of return on the investment of present and future assets of 7% per year compounded annually, (b) projected salary increases of 4% per year compounded annually, and (c) no postretirement benefit increases.

POSTRETIREMENT BENEFITS

In addition to the pension benefits described above, the City, Cleveland Utilities and City Schools provide postretirement medical, hospitalization and dental benefits to all

employees who retire from the entities. Although there exists no statutory, contractual or other authority under which provisions and obligations to contribute are established, the entities have no plans to discontinue these benefits. Expenses for postretirement health care benefits are recognized as retirees' insurance premiums are paid. The required supplementary information provides more detail concerning the actuarial accrued liabilities.

Retired employees of general government not eligible for Medicare, Medicaid or other employer provided insurance benefits may continue coverage with the City's health insurance plan, and if they meet the minimum requirements, will be eligible for a premium reduction based on years of service, the City paying the reduced amount of premium. The reduction schedule is a 50% reduction for 15 years of service and an additional 3.33% reduction for each additional year of service to a maximum of 100% paid for 30 or more years of service. Public safety employees receive an additional reduction of 5% for each additional year of service past 15 years for a maximum of 100% paid for 25 or more years of service.

Beginning July 1, 1997, the Cleveland City Schools began paying a portion of health insurance premiums for employees retiring during the 1998 fiscal year. The employee must reach a minimum age of 55 years or be eligible for disability retirement under the rules of the Tennessee Consolidate Retirement System. The retired employee's coverage shall terminate if the retiree becomes eligible for coverage under a plan provided by a new employer or the date of eligibility for coverage with Medicare/Medicaid.

REQUIRED SUPPLEMENTARY INFORMATION

**TENNESSEE CONSOLIDATED RETIREMENT SYSTEM (TCRS)
RETIREMENT PLAN**

(Dollar amounts in thousands)

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (b)-(a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a/c)
7/1/2009	\$ 65,941	\$ 93,010	\$ 27,069	70.90%	\$ 27,521	98.36%
7/1/2007	\$ 59,075	\$ 74,948	\$ 15,873	78.82%	\$ 24,855	63.86%
7/1/2005	\$ 48,146	\$ 54,909	\$ 6,763	87.68%	\$ 21,480	31.49%
7/1/2003	\$ 41,234	\$ 48,856	\$ 7,611	84.40%	\$ 19,221	39.65%
7/1/2001	\$ 35,796	\$ 43,901	\$ 8,105	81.54%	\$ 17,071	47.48%
7/1/1999	\$ 30,327	\$ 35,423	\$ 5,096	85.61%	\$ 14,556	35.01%
6/30/1997	\$ 24,842	\$ 27,004	\$ 2,161	92.00%	\$ 12,531	17.25%
6/30/1995	\$ 19,344	\$ 20,658	\$ 1,314	93.64%	\$ 10,664	12.32%
6/30/1993	\$ 16,259	\$ 16,606	\$ 347	97.91%	\$ 9,006	3.85%
6/30/1991	\$ 13,022	\$ 13,650	\$ 628	95.40%	\$ 8,049	7.80%

**CITY OF CLEVELAND OTHER THAN CITY SCHOOLS AND CLEVELAND
UTILITIES POSTEMPLOYMENT BENEFITS**

(Dollar amounts in thousands)

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (b)-(a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a/c)
7/1/2009	\$ 0	\$ 14,601	\$ 14,601	0.00%	\$ 15,112	96.62%
7/1/2007	\$ 0	\$ 14,171	\$ 14,171	0.00%	\$ 15,125	93.69%

**CLEVELAND UTILITIES
POSTEMPLOYMENT BENEFITS**

(Dollar amounts in thousands)

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (b)-(a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a/c)
7/1/2009	\$ 0	\$ 14,772	\$ 14,772	0.00%	\$ 10,795	136.84%
7/1/2007	\$ 0	\$ 12,967	\$ 12,967	0.00%	\$ 10,630	121.98%

**CLEVELAND CITY SCHOOLS
POSTEMPLOYMENT BENEFITS**

(Dollar amounts in thousands)

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (b)-(a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a/c)
7/1/2010	\$ 0	\$8,807	\$8,807	0.00%	\$ 24.970	35.30%
7/1/2009	\$ 0	\$8,700	\$8,700	0.00%	\$ 24.213	35.93%
7/1/2007	\$ 0	\$6,295	\$6,295	0.00%	\$ 23.270	27.10%

City Boards and Commissions

ANIMAL SHELTER ADVISORY BOARD

The Animal Shelter Advisory Board shall be responsible for advising the City Manager and City Council on policies and procedures necessary for the operation of the Cleveland Animal Shelter. The Advisory Board consists of 7 members, serving 5-year staggered terms. These members consist of 2 veterinarians, 2 city residents, 2 county residents, 1 at large resident.

AIRPORT AUTHORITY

The Cleveland Municipal Airport Authority was created by the Cleveland City Council in September, 2004. The five member board was given the authority to control and regulate any and all operations of the municipal airport. The members serve five-year staggered terms.

BEER BOARD

The Beer Board regulates the selling, storing for sale, distributing for sale, and manufacturing of beer within this municipality in accordance with the provisions of the City Code. The Beer Board consists of 5 members and 2 alternate board members, serving 2-year staggered terms.

BRADLEY/CLEVELAND COMMUNITY SERVICES AGENCY

This board has the following duties:

1. Enforcement of compliance with all conditions of the Community Services administration, Department of Labor, and the Department of Health, Education and Welfare and other applicable grant programs.
2. Selection of the committees to provide liaison with the Agency.
3. Determination, subject to the Community Services Administration's and/or other applicable federal agencies' regulations and policies, of all fiscal and personnel controls and policies.
4. The right to determination and final approval after recommendation by the Administering Board of all program plans, priorities, program proposals and budgets.
5. Selection, appointment, removal or the replacement of the Executive Director.
6. Final ratification upon recommendation by the Executive Director of appointment or replacement of all staff positions.
7. Determination, subject to Community Services Administration and other applicable federal agencies' regulations and policies, the rules of procedure for the Governing Board.
8. Selection of the officers of the Governing Board.

The Bradley/Cleveland Community Services has 9 board members and 1 alternate board member. They are City and County officials and serve an indefinite term.

BRADLEY COUNTY EQUALIZATION BOARD

This Board works with Assessor of Property office to hear complaints on property appraisals. The Bradley County Equalization Board has 4 members, serving 2-year terms. The City Council appoints 1 of these members.

BUILDING ADJUSTMENT AND APPEALS BOARD

This board has the powers and duties to hear appeals of decisions and interpretations of the building officials and consider variances of the technical codes. The board has 8 members serving a 3-year term, 3 alternate board members, and 2 serving a 3-year term and 1 serving a 1-year term.

WATERVILLE GOLF COURSE ADVISORY BOARD

The duties of the Waterville Golf Course Advisory Board are to submit recommendations for course improvements and operating policies to the Parks & Recreation Director and the City Manager. The Waterville Golf Course Advisory Board members consists of the City Manager, 2 City Council members, the Director of Parks and Recreation and 3 golfers having annual memberships who are elected annually by golfers having annual memberships. The 3 elected members are for 1-year terms.

CLEVELAND HOUSING AUTHORITY

By law, the housing authority board is required to make policy decisions, to determine how programs are administered, to obtain funds from various sources and protect funds needed to keep the Public Housing Agency (PHA) operating. Commissioners are responsible for the actions and decisions made by the Executive Director and other PHA staff. The Cleveland Housing Authority Board has 5 members, serving a 5-year staggered term.

ECONOMIC DEVELOPMENT COUNCIL

A division of the Cleveland/Bradley Chamber of Commerce, the purpose of the EDC is to further the quality, plan, and manage economic development of Cleveland/Bradley County and the surrounding trade area. The EDC has the power to take any action deemed necessary and appropriate to fulfill that purpose. The Economic Development Council has 32 board members, serving an indefinite term.

FLETCHER PARK ADVISORY BOARD

The Fletcher Park Planning Group is vested with the authority and responsibility to:

1. Establish bylaws and procedural rules;
2. Prepare a master plan which includes recommendations to the City Council pertaining to the development of Fletcher Park;
3. Review any plans for development of Fletcher Park and make recommendations to the City Council pertaining to the development of Fletcher Park; and.
4. Make recommendations to the City Manager and/or the Parks and Recreation Director on any matter pertaining to the development or operation of Fletcher Park.

Fletcher Park has 6 Advisory Board members, serving 3-year terms.

HEALTH & EDUCATION FACILITIES BOARD

This board issues bonds for development pertaining to health and education. The board issues the bond and that makes the bond interest tax free from federal income tax. The Health Education Facilities Board has 7 board members, serving a 6-year staggered term.

HISTORIC PRESERVATION COMMISSION

This Commission was established in April, 2004 to provide for the designation of landmarks, landmark sites, and historic districts; to provide for certificates of appropriateness for construction and demolition activities affecting historic resources; to establish criteria and procedures for the issuance of certificates of appropriateness; to provide exceptions for economic hardship, minimum maintenance requirements, public safety; to establish guidelines for enforcement and penalties, appropriations, conflicts of interest, severability and effective dates. This commission has 7 members, consisting of a representative of a local patriotic or historical organization; an architect or engineer, if available; and a member of the Cleveland Municipal Planning Commission. A documented effort to fill the other positions with community members from primary and secondary historic preservation-related principles shall be made. Members are appointed by the City Council and serve 4-year terms.

HOUSING ADJUSTMENT AND APPEALS

The duties of the Housing Board of Adjustments and Appeals shall be to consider and determine appeals whenever it is claimed that the true intent and meaning of this code or any of its regulations have been misconstrued or wrongly interpreted. The Housing Adjustment and Appeals Board has 5 members, serving a 3-year staggered term.

BRADLEY/CLEVELAND INDUSTRIAL DEVELOPMENT BOARD

This board was created by Cleveland/Bradley County in January, 2004 as a non-profit corporation for the purpose of promoting job creation and economic development. This board issues bonds for industry expansion or relocation. The bond board actually becomes the owner of the property and leases it back to the industry. The Industrial Development Board has 7 voting members, serving 6-year staggered terms.

JOHNSTON PARK ADVISORY BOARD

The duties of the Johnston Park Advisory Board are to advise the recreation director of improvements needed for the park. The Johnston Park Advisory Board has 9 members, serving 3-year staggered terms.

LIBRARY BOARD

The Library Board is organized to foster and promote public library development in Bradley County. In accordance with Tennessee law, the Board has the power to direct all the affairs of the library, including the appointment of a Library Director who directs the internal affairs of the library. It establishes the policies for all branches of the library. It may receive donations and bequests to be used directly for library purposes. It may hold and convey realty and personal property and negotiate leases for and on behalf of the library. The Library Board has 7 members, serving 6-year staggered terms.

PARKS ADVISORY COMMISSION

The powers and duties of the Parks Advisory Commission are to provide, establish, conduct and maintain a supervised recreation system and facilities and to acquire by gift, purchase, condemnation or lease, lands and buildings for such purposes. The Parks Advisory Commission has 7 members, serving 3-year terms.

PLANNING COMMISSION

The powers of the planning commission are to prepare and adopt a general plan, make advisory reports and recommendations, mandatory referral to review and comment on any public project, review subdivision regulations and site plans, prepare and recommend a zoning ordinance and map, and review amendments to the zoning ordinance or map. The Planning Commission has 10 members, serving 3-year staggered terms.

BOARD OF PLUMBING EXAMINERS

The powers and duties of the Board of Plumbing Examiners shall determine if an applicant for a plumbing license has knowledge of the rules and regulations for the installation of plumbing devices, appliances and equipment as set forth in the statutes of the state, the ordinances of the city and the Standard Plumbing Code; to issue licenses and certificates therefore; to determine the general qualifications and fitness of each applicant for executing the class of work covered by the license applied for, and for the transaction of the other business. The Board of Plumbing Examiners has 5 members, serving a 5-year staggered term.

SCHOOL BOARD

The School Board has full power as trustees and directors to manage and control the public schools of the city and to appoint a Director of city schools. The School Board has 7 members, elected by the citizens for 4-year staggered terms.

STORM WATER REGULATIONS BOARD

The Storm Water Regulations Board recommends amendments of the Storm Water ordinance to the City Council and holds hearings for appeals and other hearings as may be required. The board may issue subpoenas requiring attendance and testimony of witnesses relevant to any matter properly heard by the board in order to assure fair and just enforcement to all parties involved as well as provide adequate guidance as it pertains to the Storm Water Ordinance. The board consists of 5 members, meeting the following criteria: one (1) environmental engineer, environmental scientist or environmental technician, one (1) attorney, one (1) person employed or retired from an industrial or commercial establishment regulated by the storm water ordinance, and two (2) persons that shall not have any particular qualifications, but to the extent practical shall be selected to maintain diversity on the board. Members of the Storm Water Regulations Board serve 4-year staggered terms.

TREE BOARD

The shade tree board is responsible for administering the tree ordinance. The duties of the tree board include the following:

1. Develop and administer a master tree plan for the city subject to review and approval by the traffic engineer.
2. Develop and review, as necessary, recommended policies to carry out the intent of this chapter.
3. Assist in coordinating tree-related activities.
4. Coordinate publicity concerning the tree ordinance requirements.
5. Conduct an Arbor Day ceremony.
6. Provide tree information to the community.
7. Maintain a recommended tree list for the community.
8. Recognize groups and individuals completing tree projects.
9. Coordinate donations of trees or money to purchase trees.
10. Hear citizen concerns regarding tree problems during scheduled meetings.
11. Perform other tree-related duties and opportunities that arise from time to time.

The Tree Board has 9 board members, serving 2-year staggered terms.

UTILITY BOARD

The duties and powers of the Cleveland Utility Board are:

1. To employ a competent and well-qualified person to serve as general manager of the system, which includes water, wastewater and electric distribution.
2. Set salaries or delegate this power to the general manager except for the salary of the general manager and secretary/treasurer.
3. Have full charge of operating, equipping, maintaining, extending and servicing the system, making disbursements of funds in accordance with law and ordinances and contracts made and entered into by the city, and collecting all moneys due the system.
4. Have the right to extend or enlarge the system, right to contract and be contracted with, the right to exercise the rights of eminent domain, in the name of the City of Cleveland, by and with the consent of the City Council, the right to institute suit and defend suits brought against it, the right to employ counsel, and in general to do all acts and things necessary for the operation and maintenance of the system.
5. The Board shall give full effect to the contracts with the TVA, and others, with reference to the acquisition and purchase of the electric distribution system, as well as the power contract between the TVA and the City of Cleveland; shall rigidly enforce the collection of bills for electric, water and sewer service and shall, within the time prescribed by its rules and regulations, discontinue the electric, water or sewer service for the nonpayment of bills.
6. The Board shall fix rates to be charged for services rendered by the system.

The Utility Board has 5 board members, serving 4-year staggered terms.

VACANT PROPERTY REVIEW BOARD

The Vacant Property Review Board reviews vacant properties to make a written determination of blight and deterioration. The Board has 5 members, serving 2-year staggered terms.

WRECKER BOARD

The Wrecker Board is responsible for administering the provisions established by code concerning the towing and wrecker services within the City. These duties include rules and regulations for receiving a permit, holding hearings concerning wrecker operators, and investigating complaints against wrecker operators. The Board has 5 members, serving 5-year staggered terms.

BOARD OF ZONING APPEALS

The duties include hearing and deciding appeals from any order, requirement, decision or determination made by the city building inspector in the enforcement of the Zoning Ordinance; to hear and decide special exceptions to the terms of the ordinance upon which such board may be required to pass by subsequent ordinance. The Board has 5 members, serving 3-year staggered terms.

General Fund

The General Fund is the primary fund of the City of Cleveland. Any program, service or function not required to be funded elsewhere is budgeted in this fund. This fund supports most of the basic operations and services of the city.

The General Fund Revenues can be segregated into seven major categories:

- Local Taxes
- Licenses and Permits
- Intergovernmental Revenues
- Charges for Services
- Fines and Forfeitures
- Interest (Investment) Income
- Miscellaneous Revenues

In addition to these recurring sources of revenue, the City Council may elect to appropriate (or budget to use) some of the fund balance (excess of revenues and other resources over expenditures and other uses) in the General Fund. This will only be done if the fund balance is sufficient to support such an appropriation and still attain the targeted fund balance called for in the Financial Policies.

Expenditures in the General Fund are budgeted within several major categories, most of which represent individual departments or divisions of the city. These categories are as follows:

- Legislative and Judicial
- Administration and Finance
- Development and Engineering Services
- Police Department
- Fire Department
- Public Works Department:
 - Operations Division
 - Street Lighting and Signals
- Animal Control
- Wellness, Safety & Risk Management Program
- Parks and Recreation Department:
 - Administration and Maintenance Division
 - Landscape Maintenance
 - College Hill Recreation Center
 - Cleveland Community Center
 - Tinsley Park
 - Waterville Golf Course
- Grants and Other Agency Support
- Transfers to Other Funds

General Fund Budget Summary

	FY2011 ACTUAL	FY2012 ORIGINAL BUDGET	FY2012 AMENDED BUDGETED	FY2013 PROPOSED	% OF TOTAL
<i>Revenues and Other</i>					
<i>Financial Resources</i>					
Local Taxes	\$27,886,082	\$27,769,000	\$28,488,000	\$28,798,000	75.4%
Licenses and Permits	\$541,038	\$344,000	\$373,900	\$348,000	0.9%
Intergovernmental Revenues	\$4,798,721	\$4,184,900	\$4,432,400	\$4,470,000	11.7%
Charges for Services	\$2,721,820	\$2,817,000	\$2,663,000	\$1,862,000	4.9%
Fines and Forfeitures	\$787,414	\$764,000	\$725,000	\$720,000	1.9%
Interest (Investment) Income	\$23,474	\$6,000	\$10,000	\$10,000	0.0%
Miscellaneous Revenues	\$130,625	\$19,000	\$101,700	\$34,000	0.1%
Transfer from Other Funds	\$1,826,723	\$1,826,000	\$1,924,000	\$1,927,000	5.0%
<i>Total Revenues and Other</i>					
<i>Financial Resources</i>	\$38,715,897	\$37,729,900	\$38,718,000	\$38,169,000	100.0%
<i>Expenditures and Other</i>					
<i>Financing Uses</i>					
Legislative and Judicial	\$327,025	\$378,000	\$382,700	\$408,000	1.1%
Administration and Finance	\$1,818,889	\$1,756,800	\$1,768,900	\$1,792,000	4.7%
Development and Engineering Services	\$580,004	\$632,700	\$647,100	\$674,000	1.8%
Engineering Division	\$467,032	\$419,400	\$404,700	\$375,000	1.0%
FEMA Storm Damage	\$527,217	\$0	\$0	\$0	0.0%
Police Department	\$8,099,777	\$8,321,100	\$8,266,700	\$8,298,000	21.7%
Fire Department	\$7,745,892	\$7,713,200	\$7,713,000	\$7,725,000	20.2%
Public Works Department :					
Operations Division	\$1,909,282	\$1,913,300	\$2,025,700	\$2,053,000	5.4%
Street Lighting and Signals	\$949,530	\$1,139,500	\$1,132,500	\$1,134,000	3.0%
Animal Control	\$533,470	\$563,000	\$569,200	\$572,000	1.5%
Safety Program	\$88,697	\$95,700	\$97,400	\$100,000	0.3%
Parks and Recreation :					
Administration and Maintenance	\$658,311	\$659,000	\$690,900	\$705,000	1.8%
Landscape Maintenance	\$459,228	\$466,200	\$497,500	\$495,000	1.3%
College Hill Recreation Center	\$346,490	\$339,300	\$367,800	\$368,000	1.0%
Cleveland Community Center	\$319,871	\$323,800	\$326,900	\$339,000	0.9%
Tinsley Park	\$202,832	\$222,100	\$222,100	\$224,000	0.6%
Waterville Golf Course	\$474,565	\$498,800	\$503,900	\$518,000	1.4%
Grants and Other Agency Support	\$1,070,897	\$1,088,000	\$1,088,000	\$1,088,000	2.9%
Transfers to Other Funds	\$11,095,943	\$11,200,000	\$12,013,000	\$11,301,000	29.6%
<i>Total Expenditures and</i>					
<i>Other Financing Uses</i>	\$37,674,952	\$37,729,900	\$38,718,000	\$38,169,000	100.0%
<i>Increase (Decrease) in Fund Balance</i>	\$ 1,040,945	\$ -	\$ -	\$ -	
<i>Fund Balance at Beginning of FY</i>	\$ 9,115,200	\$ 10,156,145	\$ 10,156,145	\$ 10,156,145	
<i>Fund Balance at End of FY</i>	\$ 10,156,145	\$ 10,156,145	\$ 10,156,145	\$ 10,156,145	

In addition to the budgeted appropriations in the General Fund, several departments have other operations or divisions that are financed within some of the other operating funds. The Police Department has additional operational funding in the Drug Enforcement Fund. (See Tab VIII.) The Public Works Department has additional operational funding in the Solid Waste Management Fund, the State Street Aid Fund, and the Stormwater Management Fund. (See Tab VIII.)

REVENUES:

Overview:

Revenues for FY2012 are estimated to be \$2,103 more than FY2011. The significant differences for FY2012 relate to increases in local sales tax, beer tax and state sales tax. FY2011 had revenues from FEMA as a result of reimbursements to be received for tornado damages in April 2011. The local economy continues to show growth after several years of decline.

For FY2013, property taxes are projected to show no increase due to the decreased number of building permits, but local sales tax is projected to increase \$200,000 or 2.5%. Beer taxes, business taxes and franchise taxes account for the remaining growth. The City will receive \$911,100 less from Bradley County as the fire contract is phased out over the next two years.

The City has budgeted to use no fund balance in the General Fund in FY2013 for general operations.

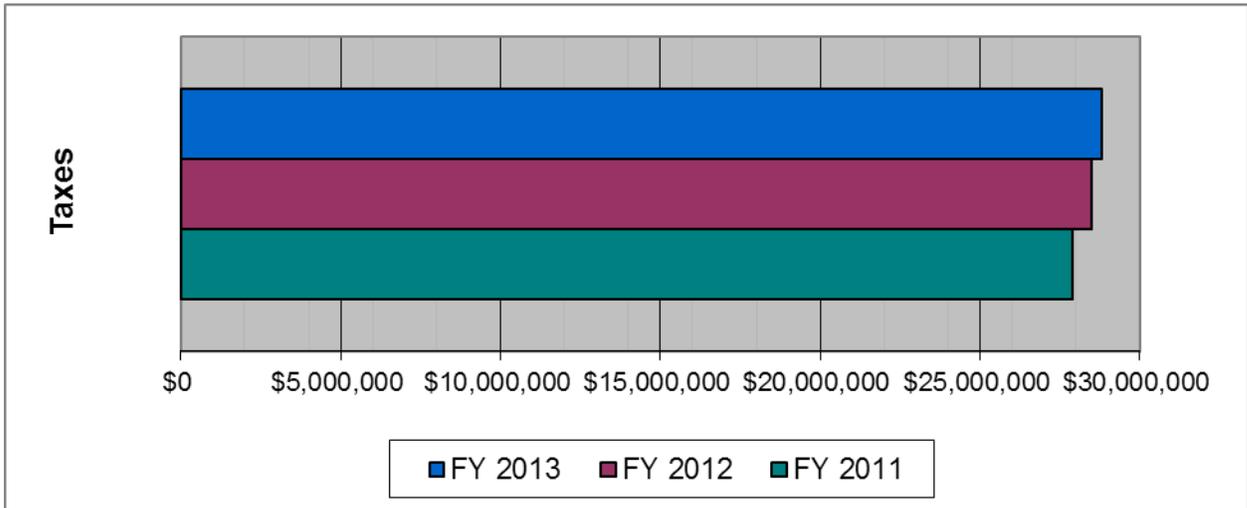
Local Taxes:

Local Taxes are projected to have a 1.1% increase over last year. The city's property tax rate will remain at \$1.49 per \$100 of the assessed value. Property tax assessments are not projected to grow in FY2013. This is the largest source of revenue in the General Fund. At \$16,638,000 it represents 44% of total General Fund revenues.

The Local Option Sales Tax is projected to increase in FY2013 by 2.5%. This is the second largest revenue source in the General Fund at \$8,300,000, representing 22% of total General Fund revenues. This is expected to be the third consecutive year of growth, after four years of either no growth or decreases in collections.

Local Taxes represent \$28,798,000 of the \$38,169,000 General Fund revenues, or 75.4%. Combined, the Property Tax and Local Option Sales Tax represent 65% of the total General Fund.

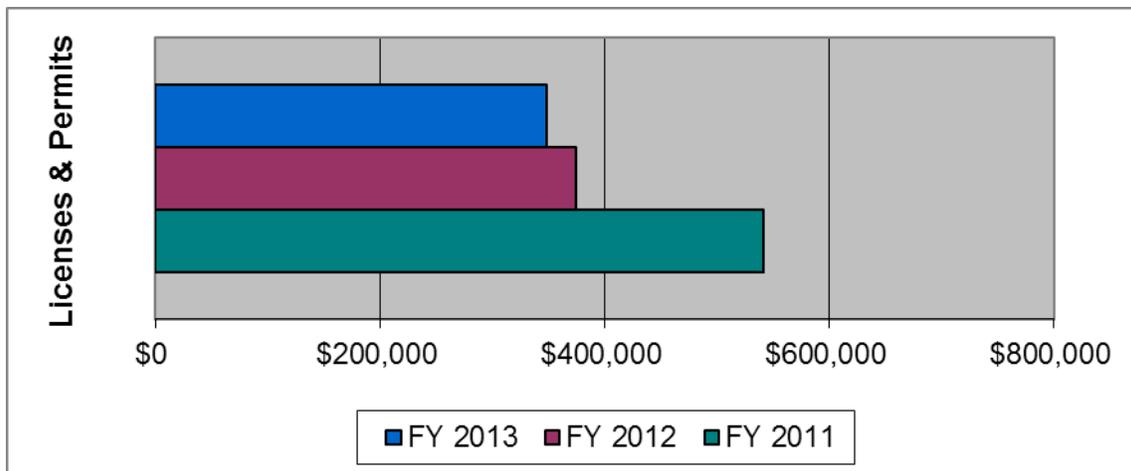
Acct #	Taxes	FY 2011	FY 2012	% (+/-)	FY 2013	% (+/-)
31110/11	Property Tax	\$16,783,152	\$16,638,000	-0.9%	\$16,638,000	0.0%
31310	Interest & Penalty on Tax	275,607	230,000	-16.5%	230,000	0.0%
31510/11	In Lieu of Tax	77,898	270,000	246.6%	270,000	0.0%
31610	Local Sales Tax	7,639,851	8,100,000	6.0%	8,300,000	2.5%
31710	Wholesale Beer Tax	1,303,212	1,400,000	7.4%	1,420,000	1.4%
31820	Gross Receipts Tax	962,609	990,000	2.8%	1,020,000	3.0%
31910	Franchise Tax	843,753	860,000	1.9%	920,000	7.0%
	Total Taxes	\$27,886,082	\$28,488,000	2.2%	\$28,798,000	1.1%



Licenses and Permits:

Licenses and Permits are projected to decrease by 6.9%. Building permits are expected to remain the same for FY2013, but did decrease 49% for FY2012 compared to FY2011 due to the permits issued in FY2011 for the new Whirlpool plant. The number of permits continue to be low due to the slowdown in the economy. At \$348,000 Licenses and Permits represent 0.9% of total General Fund revenues.

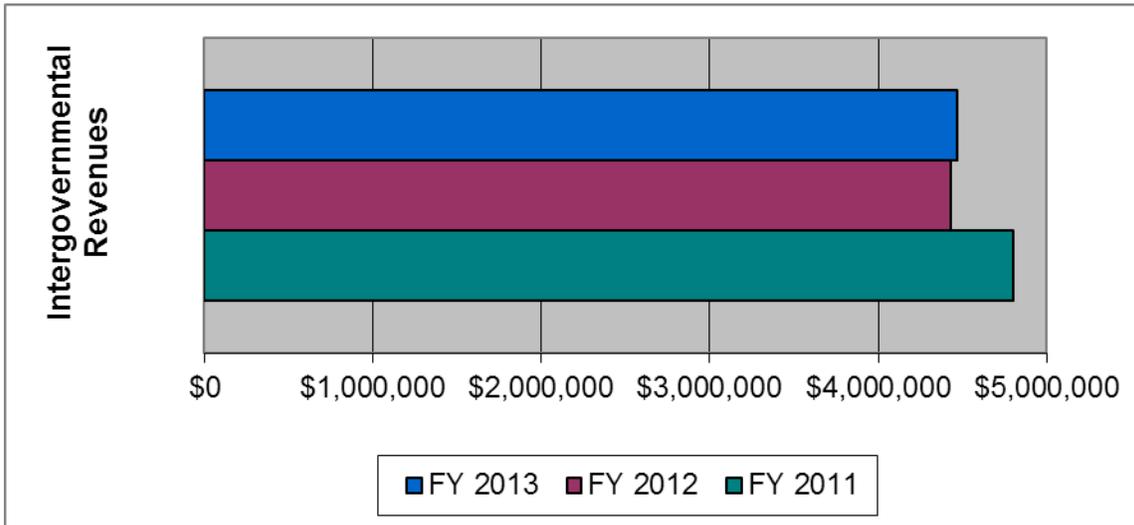
	FY 2011	FY 2012	% (+/-)	FY 2013	% (+/-)
Licenses & Permits					
32210 Beer Licenses	\$5,600	\$6,000	7.1%	\$6,000	0.0%
32211 Beer Renewal Fee	13,409	12,000	-10.5%	12,000	0.0%
32220 Liquor License	2,860	1,900	-33.6%	0	-100.0%
32221 Liquor License Renewal	15,765	16,000	1.5%	18,000	12.5%
32610 Building Permits	294,257	150,000	-49.0%	150,000	0.0%
32620 Electrical Permits	8,214	7,000	-14.8%	7,000	0.0%
32622 Electrical Licenses	17,116	16,000	-6.5%	16,000	0.0%
32625 Mechanical Permits	13,555	25,000	84.4%	11,000	-56.0%
32626 Mechanical Licenses	6,850	7,000	2.2%	7,000	0.0%
32630 Plumbing Permits	20,287	25,000	23.2%	25,000	0.0%
32632 Plumbing Licenses	10,850	9,000	-17.1%	9,000	0.0%
32650 Street Cut Permits	67,740	60,000	-11.4%	60,000	0.0%
32651 Land Disturbance Permits	8,985	5,000	-44.4%	5,000	0.0%
32652 Tree Permit	120	0	-100.0%	0	N/A
32660 Rezoning Fee	1,200	1,500	25.0%	0	-100.0%
32661 PUD Rezoning Fee	500	0	-100.0%	0	N/A
32662 Zoning Appeal Fee	1,450	1,000	-31.0%	500	-50.0%
32663 Zoning Letter Fee	525	500	-4.8%	500	0.0%
32664 Minor Encroachment Fee	400	0	-100.0%	0	N/A
32665 Certificate of Appropriateness	625	0	-100.0%	0	N/A
32690 Recr. Permits/Maint. Fee	5,950	5,000	-16.0%	5,000	0.0%
32691 Plat Review Fee	1,634	2,000	22.4%	2,000	0.0%
32692 Plans Review Fee	38,271	20,000	-47.7%	10,000	-50.0%
32693 Certificate of Occupancy	4,550	4,000	-12.1%	4,000	0.0%
32694 Alley/Street Abandonment	300	0	-100.0%	0	N/A
32991 Wrecker Permit Fees	25	0	-100.0%	0	N/A
32699 Miscellaneous Fees	0	0	N/A	0	N/A
Total	\$541,038	\$373,900	-30.9%	\$348,000	-6.9%



Intergovernmental Revenues:

Intergovernmental Revenues are projected to have little to no growth. These revenues are all impacted by the State's economy, which has been slowly recovering over the past two years. The FEMA funds in FY2011 are reimbursements for cleanup cost from the April 2011 tornadoes. The State sales tax, income tax, beer, mixed drink, gas inspection and excise taxes are shared with the City based upon formulas approved in the State's annual budget. Much of this is shared on a per capita basis based upon the City's population as a percentage of the State's population. At \$4,470,000, this revenue source is 11.7% of the total General Fund.

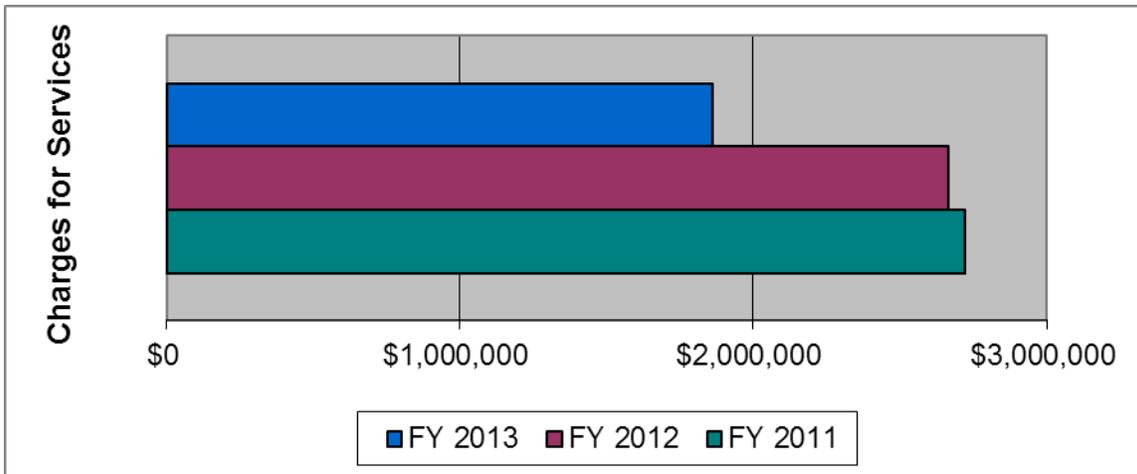
		FY 2011	FY 2012	% (+/-)	FY 2013	% (+/-)
Intergovernmental						
33200	Federal Grant-Prot. Vests	\$0	\$30,500	N/A	\$0	-100.0%
33201	Fema-Tornado Damage	553,499	\$0	-100.0%	\$0	N/A
33410	Police Training Supp.	51,000	55,200	8.2%	52,800	-4.3%
33411	Fire Training Supplement	52,200	52,200	0.0%	52,200	0.0%
33412	State-Highway Safety Grant	2,550	0	-100.0%	0	N/A
33510	State Sales Tax	2,505,215	2,630,000	5.0%	2,700,000	2.7%
33520	State Income Tax	721,957	700,000	-3.0%	700,000	0.0%
33530	State Beer Tax	19,521	20,000	2.5%	21,000	5.0%
33540	State Mixed Drink Tax	98,790	100,000	1.2%	100,000	0.0%
33552	State Gas Inspection Tax	80,683	80,000	-0.8%	80,000	0.0%
33559	State Hwy Maintenance	194,575	194,500	0.0%	194,000	-0.3%
33591	TVA-In Lieu of Taxes	421,870	470,000	11.4%	470,000	0.0%
33593	Excise Tax	96,861	100,000	3.2%	100,000	0.0%
Total		\$4,798,721	\$4,432,400	-7.6%	\$4,470,000	0.8%



Charges for Services:

Charges for Services are projected to decrease 30.1%, or \$801,000. This decrease is attributed to the loss of the fire contract with Bradley County. The City provides fire protection for an area outside the City. This contract is being phased out and will end on June 30, 2013. The agreement provided for a \$911,100 reduction in the amount paid in FY2013. Waterville Golf Course is expected to have all eighteen holes open for FY2013, which will provide an increase in revenues. At \$1,862,000, this revenue source represents 4.8% of total General Fund revenues.

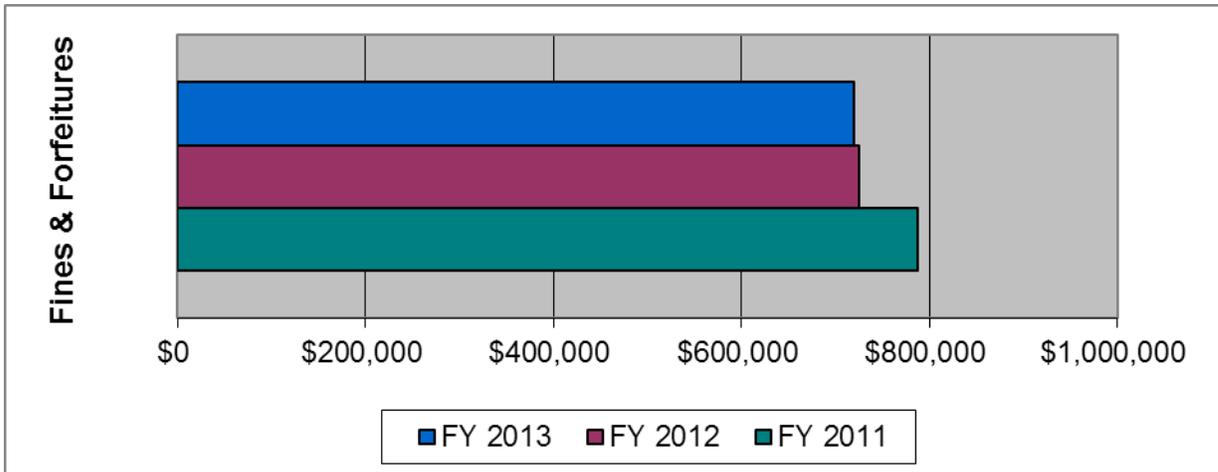
	FY 2011	FY 2012	% (+/-)	FY 2013	% (+/-)
Charges for services					
34211 CHA Police Protection	\$49,681	\$50,000	0.6%	\$50,000	0.0%
34212 SRO-Education Foundation	\$0	\$0	N/A	\$0	N/A
34221 Fire Inspection Fees	1,480	1,000	-32.4%	1,000	0.0%
34241 Police Accident Reports	0	0	N/A	0	N/A
34260 Police Dept-Cont Svcs	26,841	10,000	-62.7%	10,000	0.0%
34262 Police-Housing Authority Contract	0	0	N/A	0	N/A
34316 Airport Grounds Maintenance	25,151	10,000	-60.2%	10,000	0.0%
34510 Animal Control-Sale/BD Fees	8,735	8,000	-8.4%	8,000	0.0%
34512 Animal Control-Spay/Neuter	22,012	33,000	49.9%	0	-100.0%
34513 County-Animal Control	325,779	325,000	-0.2%	324,600	-0.1%
34514 County-Fire Protection	1,822,200	1,822,200	0.0%	911,100	-50.0%
34700 Wellness Program Dues	8,727	7,000	-19.8%	7,000	0.0%
34701-19 Waterville Golf Course	155,120	118,300	-23.7%	262,000	121.5%
34721-43 Tinsley Park	53,626	54,500	1.6%	54,300	-0.4%
34744 Cleveland Comm Center	5,236	5,000	-4.5%	5,000	0.0%
34745-91 College Hill Recreation Center	15,551	17,000	9.3%	17,000	0.0%
34799 Parks & Rec-Misc	2,101	2,000	-4.8%	2,000	0.0%
34912 SRO-City Schools	199,580	200,000	0.2%	200,000	0.0%
Total	\$2,721,820	\$2,663,000	-2.2%	\$1,862,000	-30.1%



Fines and Forfeitures:

Fines and Forfeitures are projected to decrease by 0.7%. The largest revenue source by far is traffic tickets from Municipal Court, followed by fines from General Sessions Court and drug fines. At \$720,000, this revenue source is 1.8% of total General Fund revenues.

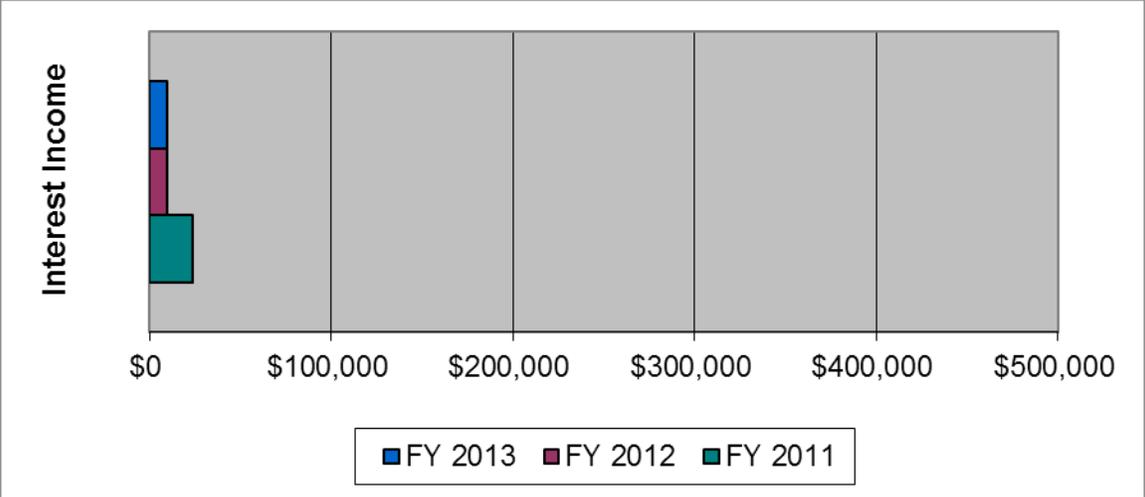
	FY 2011	FY 2012	% (+/-)	FY 2013	% (+/-)
Fines & Forfeitures					
35110 Traffic Tickets	\$610,416	\$550,000	-9.9%	\$550,000	0.0%
35111 Parking Tickets	30,031	30,000	-0.1%	30,000	0.0%
35112 Animal Shelter	650	0	-100.0%	0	N/A
35113 Code Enforcement Fines	1,865	1,500	-19.6%	1,500	0.0%
35114 Beer Fines	0	0	N/A	0	N/A
35115 Garnishments	258	0	-100.0%	0	N/A
35116 Court Clerk Fees	2,419	2,000	-17.3%	2,000	0.0%
35140 Bradley Co.-Drug Fines	19,024	20,000	5.1%	20,000	0.0%
35160 Sessions Court	26,917	25,000	-7.1%	25,000	0.0%
35161 Circuit Court	14,537	25,000	72.0%	20,000	-20.0%
35162 Officers-Sessions	71,003	65,000	-8.5%	65,000	0.0%
35163 Officers-Circuit	2,573	2,500	-2.8%	2,500	0.0%
35164 State Refunds	970	0	-100.0%	0	N/A
35166 Sex Offender Registry	6,751	4,000	-40.7%	4,000	0.0%
	\$787,414	\$725,000	-7.9%	\$720,000	-0.7%



Interest (Investment) Income:

Interest Income is the money earned on available cash during the fiscal year. With the banking services proposal accepted by the City Council effective July 1, 2010, the City receives 100% of the Federal Funds rate. Because the Federal Funds rate has been reduced by the Federal Reserve Board and has remained at a low level for several years, this income shows no increase.

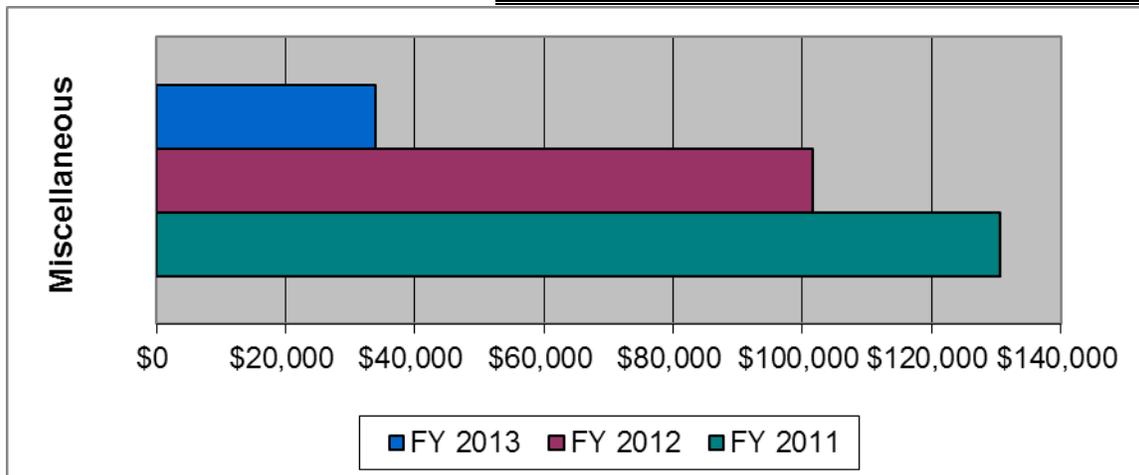
	FY 2011	FY 2012	% (+/-)	FY 2013	% (+/-)
Interest Income					
36110 Interest Income	\$23,474	\$10,000	-57.4%	\$10,000	0.0%
	\$23,474	\$10,000	-57.4%	\$10,000	0.0%



Miscellaneous Revenues:

Miscellaneous Revenues are projected to decrease by \$67,700, or 66%. In previous years, donations have been received and may continue, but are not a reliable source of income and are not budgeted to cover recurring costs. They will be used to supplement the existing budgets should they be received. At \$34,000 this revenue source is only 0.08% of total General Fund revenues.

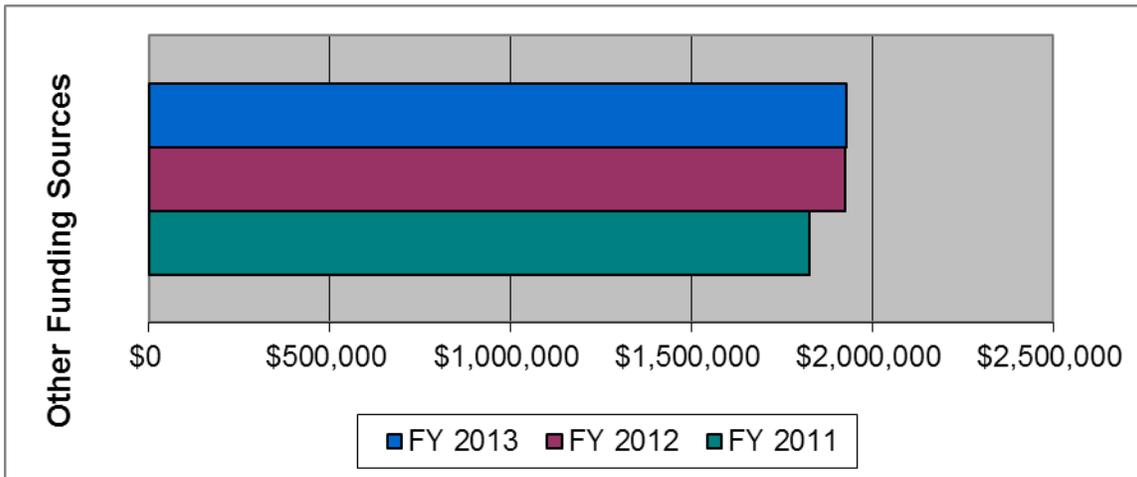
		FY 2011	FY 2012	% (+/-)	FY 2013	% (+/-)
Miscellaneous						
36202	Misc Rev - Children's Svcs	\$0	\$0	N/A	\$0	N/A
36330	Auction-Sale of Equipment	0	3,700	N/A	0	N/A
36511	Sale of Maps-Engr.	134	0	-100.0%	0	N/A
36513	Sale of Mulch	2,695	10,000	271.1%	0	N/A
36514	Sale of Scrap Metal	84	4,000	4661.9%	0	N/A
36515	Sale of City Parking Lots	10,005	0	-100.0%	0	N/A
36704	Donation-Memorial Trees	9,640	5,800	-39.8%	0	N/A
36706	Old Timers Banquet Revenue	1,800	2,000	11.1%	2,000	0.0%
36710	Sign/Decal Reimbursement	2,924	2,000	-31.6%	2,000	0.0%
36712	Donations-Fire Dept	700	600	-14.3%	0	N/A
36716	Police-Misc Donations	501	0	-100.0%	0	N/A
36717	D.A.R.E. Donations	25	0	-100.0%	0	N/A
36718	NE Gym Floor Donations	900	0	-100.0%	0	N/A
36721	TML Package Bonus	5,000	5,000	0.0%	5,000	0.0%
36722	TML Driver Safety Grant	1,308	0	-100.0%	0	N/A
36728	Misc. Insurance Revenue	12,824	3,000	-76.6%	0	N/A
36729	TML Reimbursement-PW Truck	0	0	N/A	0	N/A
36730	TML Reimbursement-Fire Truck	3,568	0	-100.0%	0	N/A
36731	Animal Control Donations	1,660	1,400	-15.7%	0	N/A
36736	Donations-Historic Signs	0	2,500	N/A	0	N/A
36738	City's Nickname Donations	200	800	300.0%	0	N/A
36739	Mayor's Reception Donations	0	3,800	N/A	0	N/A
36982	Fire Misc/Reports	409	5,800	1318.1%	0	N/A
	TML-Reimb. for Property					
36983	Damage	29,188	9,000	-69.2%	0	N/A
36984	TML-Work Comp Salary Reimb	4,711	7,300	55.0%	0	N/A
36985	Employee Jury Duty Reimb.	22	0	-100.0%	0	N/A
36990	Sundry Income	42,327	35,000	-17.3%	25,000	-28.6%
	Total	\$130,625	\$101,700	-22.1%	\$34,000	-66.6%



Other Funding Sources:

Payments received as a transfer from Cleveland Utilities include \$202,000 for In-Lieu of Tax – Water Revenue, which is based upon the value of the Water Division assets, net of depreciation and \$1,725,000 as a transfer from Cleveland Utilities Electric Division which represents the amount of property tax the Electric Division would pay if they were a privately owned company. No transfer of profits is made from Cleveland Utilities to the General Fund, as is done in some other states. This revenue source is 5% of the total General Fund revenues.

	FY 2011	FY 2012	% (+/-)	FY 2013	% (+/-)
Other Funding Sources					
Transfer from CU - Water	\$199,470	\$199,000	-0.2%	\$202,000	1.5%
Transfer from CU - Electric	\$1,627,253	\$1,725,000	6.0%	\$1,725,000	0.0%
	\$1,826,723	\$1,924,000	5.3%	\$1,927,000	0.2%



FUND #110 - GENERAL FUND						
REVENUES						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
Tax Revenues:						
31110	PROPERTY TAXES-REAL/PP	16,433,499	16,100,000	16,300,000	16,300,000	16,300,000
31120	PROPERTY TAXES-UTILITY	349,653	349,000	338,000	338,000	338,000
31310	INT AND PENALTY ON TAXES	275,607	220,000	230,000	230,000	230,000
31510	IN LIEU OF TAXES	77,898	350,000	270,000	270,000	270,000
31610	LOCAL SALES TAX	7,639,851	7,600,000	8,100,000	8,300,000	8,300,000
31710	WHOLESALE BEER TAX	1,303,212	1,270,000	1,400,000	1,420,000	1,420,000
31820	GROSS RCPTS TX/BUSINESS	962,609	900,000	990,000	1,020,000	1,020,000
31910	FRANCHISE TAXES-GAS	442,508	600,000	450,000	500,000	500,000
31911	FRANCHISE TAXES-CHARTER	401,245	380,000	410,000	420,000	420,000
Subtotal:		27,886,082	27,769,000	28,488,000	28,798,000	28,798,000
Licenses & permits:						
32210	BEER LICENSES	5,600	5,000	6,000	6,000	6,000
32211	BEER RENEWAL FEES	13,409	11,000	12,000	12,000	12,000
32220	LIQUOR LICENSE	2,860	0	1,900	0	0
32221	LIQUOR LICENSE RENEWAL	15,765	15,000	16,000	18,000	18,000
32610	BUILDING PERMITS	294,257	150,000	150,000	150,000	150,000
32620	ELECTRICAL PERMITS	8,214	7,000	7,000	7,000	7,000
32622	ELECTRICAL LICENSES	17,116	16,000	16,000	16,000	16,000
32625	MECHANICAL PERMITS	13,555	11,000	25,000	11,000	11,000
32626	MECHANICAL LICENSES	6,850	7,000	7,000	7,000	7,000
32630	PLUMBING PERMITS	20,287	25,000	25,000	25,000	25,000
32632	PLUMBING LICENSES	10,850	9,000	9,000	9,000	9,000
32650	STREET CUT PERMITS	67,740	60,000	60,000	60,000	60,000
32651	LAND DISTURBANCE PERMITS	8,985	7,000	5,000	5,000	5,000
32652	TREE PERMIT	120	0	0	0	0
32660	REZONING FEE	1,200	0	1,500	0	0
32661	PUD REZONING FEE	500	0	0	0	0
32662	ZONING APPEAL FEE	1,450	500	1,000	500	500
32663	ZONING LETTER FEE	525	500	500	500	500
32664	MINOR ENCROACHMENT FEE	400	0	0	0	0
32665	CERTIFICATE OF APPROPRIATENESS	625	0	0	0	0
32690	RECR. PERMITS/MAINT FEE	5,950	5,000	5,000	5,000	5,000
32691	PLAT REVIEW FEE	1,634	2,000	2,000	2,000	2,000
32692	PLANS REVIEW FEE	38,271	9,000	20,000	10,000	10,000
32693	CERTIFICATE OF OCCUPANCY	4,550	4,000	4,000	4,000	4,000
32694	ALLEY/STREET ABANDONMENT	300	0	0	0	0
32991	WRECKER PERMIT FEES	25	0	0	0	0
Subtotal:		541,038	344,000	373,900	348,000	348,000
Intergovernmental:						
33200	FEDERAL GRANT-PRO VEST	0	0	30,500	0	0
33201	FEMA-TORNADO DAMAGE	553,499	0	0	0	0
33410	POLICE TRAINING SUPPLEMENT	51,000	55,200	55,200	52,800	52,800
33411	FIRE TRAINING SUPPLEMENT	52,200	52,200	52,200	52,200	52,200
33412	STATE-HIGHWAY SAFETY GRANT	2,550	0	0	0	0
33510	STATE SALES TAX	2,505,215	2,450,000	2,630,000	2,700,000	2,700,000
33520	STATE INCOME TAX	721,957	600,000	700,000	700,000	700,000
33530	STATE BEER TAX	19,521	18,000	20,000	21,000	21,000
33540	STATE MIXED DRINK TAX	98,790	95,000	100,000	100,000	100,000
33552	STATE GAS INSPECTION TAX	80,683	80,000	80,000	80,000	80,000
33559	STATE HWY MAINTENANCE	194,575	194,500	194,500	194,000	194,000
33591	TVA-IN LIEU OF TAXES	421,870	420,000	470,000	470,000	470,000
33593	EXCISE TAX	96,861	220,000	100,000	100,000	100,000
Subtotal:		4,798,721	4,184,900	4,432,400	4,470,000	4,470,000

FUND #110 - GENERAL FUND						
REVENUES						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
Charges for services:						
34211	CHA POLICE PROTECTION	49,681	0	50,000	50,000	50,000
34221	FIRE INSPECTION FEES	1,480	1,000	1,000	1,000	1,000
34260	POLICE-CONTRACTED SVCS	26,841	10,000	10,000	10,000	10,000
34262	POLICE-HOUSING AUTH CONTRACT	0	50,000	0	0	0
34316	AIRPORT GROUNDS MAINT.	25,151	10,000	10,000	10,000	10,000
34510	ANIMAL CONTROL-SALES/BD FEES	8,735	9,000	8,000	8,000	8,000
34512	ANIMAL CONTROL-SPAY/NEUTER	22,012	33,000	33,000	0	0
34513	COUNTY-ANIMAL CONTROL	325,779	325,000	325,000	324,600	324,600
34514	COUNTY-FIRE PROTECTION	1,822,200	1,822,200	1,822,200	911,100	911,100
34700	WELLNESS PROGRAM DUES	8,727	0	7,000	7,000	7,000
34701	CSGC-MISCELLANEOUS REV	1,355	1,000	1,000	1,000	1,000
34702	PERMITS-JR/SR	19,865	20,000	10,000	20,000	20,000
34703	PERMITS-INDIVIDUAL	6,916	8,000	3,000	8,000	8,000
34704	PERMITS-FAMILY	1,970	5,000	0	5,000	5,000
34705	CSGC-TOURNAMENTS/LEAGUES	6,735	20,000	5,000	20,000	20,000
34706	CSGC-SPECIALS/PROMOTIONS	46,209	150,000	40,000	120,000	120,000
34707	CART RENTAL FEE	16,427	30,000	10,000	25,000	25,000
34709	CART SHED RENTAL	1,700	1,300	1,300	1,000	1,000
34710	GREEN FEE-WKDAY REG	611	2,000	0	1,000	1,000
34711	GREEN FEE-WKDAY 9 HOLE	4,560	5,000	3,500	5,000	5,000
34712	GREEN FEE-WKDAY JR/SR	6,590	12,000	7,000	10,000	10,000
34713	GREEN FEE-WKEND REG	731	2,000	500	2,000	2,000
34714	GREEN FEE-WKEND 9 HOLE	3,304	2,000	2,000	2,000	2,000
34715	CSGC-CONCESSIONS	27,816	25,000	25,000	25,000	25,000
34716	CSGC-PRO-SHOP INCOME	3,235	10,000	3,000	10,000	10,000
34717	WELLNESS PROG. DUES-SCHOOLS	2,657	7,000	3,000	3,000	3,000
34719	WELLNESS PROG. DUES-CITY & CU	4,439	5,000	4,000	4,000	4,000
34721	TINSLEY-POOL GATE	24,900	22,000	22,000	22,000	22,000
34722	TINSLEY-POOL CONCESSIONS	4,732	5,000	5,000	5,000	5,000
34732	TINSLEY-POOL RENTAL	4,225	3,000	4,000	4,000	4,000
34741	TINSLEY-PARK GATE (TOURN)	1,165	0	0	0	0
34742	TINSLEY-PARK CONCESSIONS	17,474	22,000	22,000	22,000	22,000
34743	TINSLEY-PARK RENTAL	1,130	1,500	1,500	1,300	1,300
34744	CLEVE COMMUNITY CTR	5,236	5,000	5,000	5,000	5,000
34745	NORTHEAST RECREATION	7,392	5,000	10,000	10,000	10,000
34791	NORTHEAST PROGRAM FEES	8,159	7,000	7,000	7,000	7,000
34799	PARKS & REC MISCELLANEOUS	2,101	1,000	2,000	2,000	2,000
34912	SRO-CITY SCHOOLS	199,580	180,000	200,000	200,000	200,000
Subtotal:		2,721,820	2,817,000	2,663,000	1,862,000	1,862,000
Fines & forfeits:						
35110	TRAFFIC TICKETS	610,416	600,000	550,000	550,000	550,000
35111	PARKING TICKETS	30,031	30,000	30,000	30,000	30,000
35112	ANIMAL SHELTER	650	1,000	0	0	0
35113	CODE ENFORCEMENT FINES	1,865	0	1,500	1,500	1,500
35115	GARNISHMENTS	258	0	0	0	0
35116	COURT CLERK FEES	2,419	1,500	2,000	2,000	2,000
35140	BRADLEY CO-DRUG FINES	19,024	20,000	20,000	20,000	20,000
35160	SESSIONS COURT	26,917	25,000	25,000	25,000	25,000
35161	CIRCUIT COURT	14,537	16,000	25,000	20,000	20,000
35162	OFFICERS-SESSIONS	71,003	65,000	65,000	65,000	65,000
35163	OFFICERS-CIRCUIT	2,573	1,500	2,500	2,500	2,500
35164	STATE REFUNDS	970	0	0	0	0
35166	SEX OFFENDER REGISTRY	6,751	4,000	4,000	4,000	4,000
Subtotal:		787,414	764,000	725,000	720,000	720,000

FUND #110 - GENERAL FUND						
REVENUES						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
Interest income:						
36110	INTEREST INCOME	23,474	6,000	10,000	10,000	10,000
Subtotal:		23,474	6,000	10,000	10,000	10,000
Miscellaneous:						
36330	AUCTION-SALE OF EQUIPMENT	0	0	3,700	0	0
36511	SALE OF MAPS-ENGR	134	0	0	0	0
36513	SALE OF MULCH	2,695	0	10,000	0	0
36514	SALE OF SCRAP METAL	84	0	4,000	0	0
36515	SALE OF LAND-OCOEE CORP	10,005	0	0	0	0
36704	DONATION-TREES-MEMORIAL	9,640	0	5,800	0	0
36706	OLD TIMERS BANQUET REVENUE	1,800	2,000	2,000	2,000	2,000
36710	SIGN/DECAL REIMBURSEMENT	2,924	2,000	2,000	2,000	2,000
36712	DONATIONS-FIRE DEPT	700	0	600	0	0
36716	POLICE-MISC DONATIONS	501	0	0	0	0
36717	POLICE-DARE DONATIONS	25	0	0	0	0
36718	NE GYM FLOOR DONATIONS	900	0	0	0	0
36721	TML PACKAGE BONUS	5,000	5,000	5,000	5,000	5,000
36722	TML DRIVER SAFETY GRANT	1,308	0	0	0	0
36728	MISC INSURANCE REVENUE	12,824	0	3,000	0	0
36730	TML REIMB-FIRE TRUCK	3,568	0	0	0	0
36731	ANIMAL CONTROL-DONATIONS	1,660	0	1,400	0	0
36736	DONATIONS-HISTORIC SIGNS	0	0	2,500	0	0
36738	CITY'S NICKNAME DONATIONS	200	0	800	0	0
36739	MAYOR'S RECEPTION DONATIONS	0	0	3,800	0	0
36980	TML REIMB-POLICE VEH.	0	0	5,800	0	0
36982	FIRE MISC/REPORTS	409	0	0	0	0
36983	TML-REIMB. FOR PROP. DAMAGE	29,188	0	9,000	0	0
36984	TML-WORK COMP SALARY REIMB	4,711	0	7,300	0	0
36985	EMPLOYEE JURY DUTY REIMB	22	0	0	0	0
36990	SUNDRY INCOME	42,327	10,000	35,000	25,000	25,000
Subtotal:		130,625	19,000	101,700	34,000	34,000
	TOTAL REVENUES 110	36,889,174	35,903,900	36,794,000	36,242,000	36,242,000
Other Funding Sources:						
	TRANSFER FROM C.U. - WATER	199,470	199,000	199,000	202,000	202,000
	TRANSFER FROM C.U. - ELECTRIC	1,627,253	1,627,000	1,725,000	1,725,000	1,725,000
	TOTAL OTHER FUNDING SOURCES	1,826,723	1,826,000	1,924,000	1,927,000	1,927,000
	TOTAL FUNDING AVAILABLE:	38,715,897	37,729,900	38,718,000	38,169,000	38,169,000

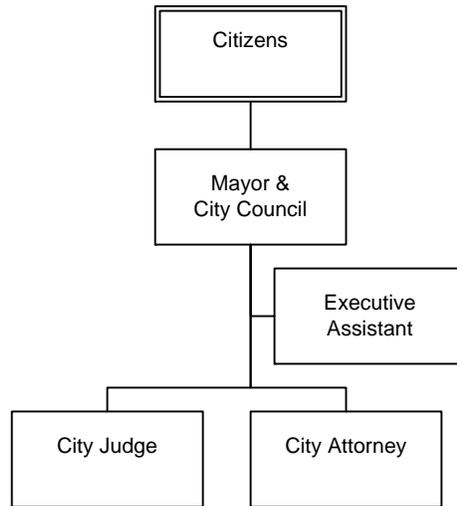
Legislative and Judicial



Cleveland City Council Members

Back row: Charlie McKenzie, District 1; Bill Estes, District 2; Dale Hughes, District 5; David May, Jr., District 4; Richard Banks, At-large; George Poe, At-large; Seated: Avery Johnson, Vice-Mayor/District 3; Mayor Tom Rowland

Legislative and Judicial Department



Legislative and Judicial

Programs, Services, and Functions:

This budget covers the costs of the Mayor, City Council, the part-time City Attorney, the Municipal Judge, and the Executive Assistant. The City Council is the legislative body which determines local laws and policies, including the annual budget. The Mayor presides at those meetings. The City Council appoints members to various boards and commissions and also appoints the City Manager, who manages the daily operations of the City according to the policies and laws they have adopted, as well as State and Federal laws.

The City Attorney advises the City Council and staff on all legal issues affecting the City. In addition, his office serves as the prosecuting attorney in the Municipal Court. The City Attorney is a part-time position appointed by the City Council.

The Municipal Judge is appointed by the City Council and presides over the Municipal Court. This is a part-time position. He is aided by the Court Clerk, who is funded in the Administration and Finance Department.

EXPENDITURE SUMMARY	FY 2011 Actual	FY 2012 Budgeted	FY 2013 Proposed	Percentage Increase
Personnel Expenditures	\$258,066	\$285,900	\$300,000	4.9%
Operating Expenditures	\$68,867	\$94,900	\$106,100	11.8%
Capital Outlay & Debt Service	\$92	\$1,900	\$1,900	0%
Total Expenditures	\$327,025	\$382,700	\$408,000	6.6%

Goals and Objectives:

- To provide political leadership to the community in order to enhance the quality of life for all residents.
- Maintain the financial position of the City while providing high quality municipal services.
- Develop long-range financial plans to assure that community goals can be obtained.
- To increase the number of jobs recruited by 5% in FY2013.
- Attract six new retail businesses and two restaurants in FY2013.

Performance Measures:

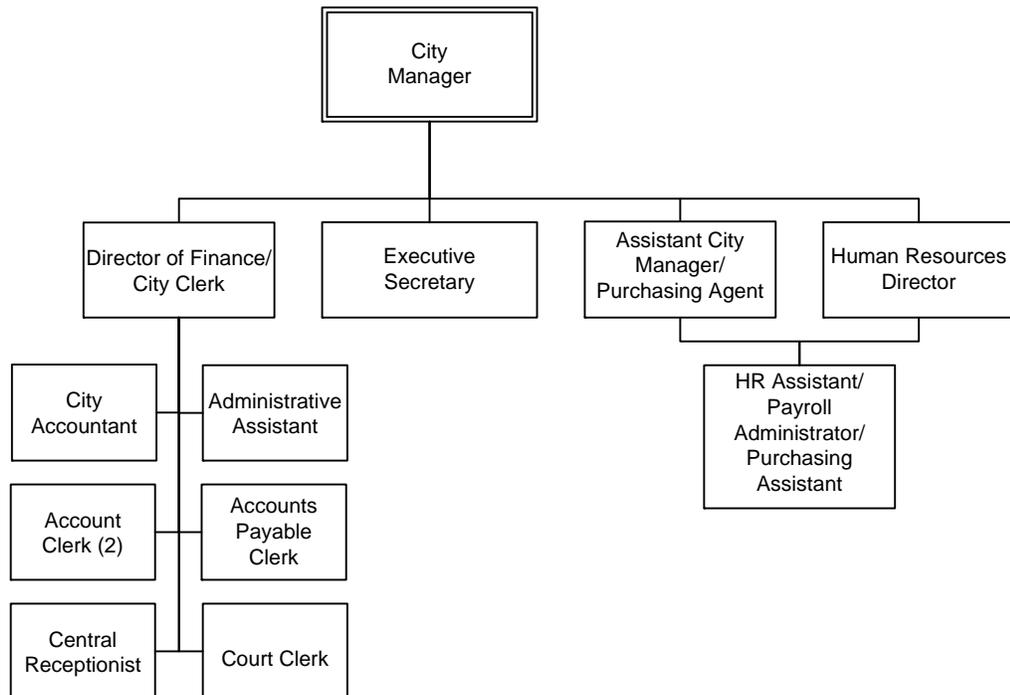
Measure Description	FY2010 (Actual)	FY2011 (Actual)	FY2012 (Estimated)	FY2013 (Projected)
Number of City Council Meetings	27	22	22	22
City's Bond Rating by Moody's/S&P	A2/A+	Aa3/A+	Aa3/A+	Aa3/A+
Six-Year CIP Adopted	YES	YES	YES	YES
# New Industries Recruited	2	5	8	2
# of Jobs Created	500	80	65	100
# of new restaurants	3	5	3	1
# of new retail businesses	3	2	2	1

	FUND 110-GENERAL		DEPT-41110- LEGISLATIVE & JUDICIAL			
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
Personnel and fringe benefits:						
111	SALARIES-ADMIN	60,450	60,200	60,200	61,400	61,400
112	SALARIES-CITY COUNCIL	62,833	62,400	62,400	62,400	62,400
113	SALARIES-JUDICIAL	34,283	34,200	34,200	34,900	34,900
114	PART TIME WAGES	0	1,200	1,200	1,200	1,200
131	SERVICE AWARDS	200	500	500	500	500
132	LONGEVITY WAGES	3,400	3,700	3,700	3,800	3,800
133	SOLD VACATIONS	1,157	1,200	1,200	1,200	1,200
134	CHRISTMAS BONUS WAGES	325	300	1,000	400	400
140	DENTAL INSURANCE	4,927	6,400	6,400	6,400	6,400
141	SOCIAL SECURITY TAXES	11,027	12,400	12,400	12,400	12,400
142	HEALTH INSURANCE EXP	56,343	70,800	70,800	83,500	83,500
143	RETIREMENT EXP	21,924	27,000	27,000	27,000	27,000
144	LIFE/DISABILITY INSURANCE	1,197	4,900	4,900	4,900	4,900
Subtotal:		258,066	285,200	285,900	300,000	300,000
Operating expenditures:						
172	ELECTION	0	0	0	15,000	15,000
211	POSTAGE	226	500	500	500	500
221	PRINTING EXPENSE	376	1,500	1,500	1,500	1,500
233	SUBSC. & MEMBERSHIPS	303	5,200	5,200	5,200	5,200
237	ADVERTISING	1,435	3,000	3,000	3,000	3,000
245	TELEPHONE AND PAGER EXP	10,352	11,000	11,000	11,000	11,000
256	GOV'T CONSULTING SVCS	6,000	8,000	8,000	8,000	8,000
262	EQUIPMENT REPAIR/REPLCMNT	0	1,600	1,600	1,600	1,600
263	CONT SVC-ELEVATOR/COPIER	3,330	3,800	3,800	4,000	4,000
267	EMER REPAIRS-CITY BLDGS	17,008	20,000	20,000	20,000	20,000
283	TRAINING/TRAVEL EXP	6,565	12,000	12,000	12,000	12,000
287	COUNCIL WORK SESSIONS	3,095	3,000	3,000	3,000	3,000
288	COMPLIMENTARY MEALS	966	1,500	1,500	1,500	1,500
319	OFFICE EXPENSE	4,233	4,000	4,000	4,000	4,000
324	JANITORIAL EXP	0	400	400	400	400
331	GASOLINE EXP	25	0	0	0	0
513	INSURANCE-GENERAL LIABILITY	899	900	900	900	900
514	WORKER'S COMPENSATION	621	1,100	1,100	1,100	1,100
532	RENT-PARKING LOTS	0	1,800	1,800	1,800	1,800
593	SERVICE PINS-ALL DEPTS	310	900	900	900	900
595	EMPLOYEE C-MAS DINNER	2,205	2,200	0	2,200	2,200
596	EMPLOYEE PICNIC	8,148	8,000	10,200	8,000	8,000
599	MISCELLANEOUS EXP	270	500	500	500	500
790	MAYOR'S RECEPTION	0	0	4,000	0	0
799	CONTINGENCY	2,500	0	0	0	0
Subtotal:		68,867	90,900	94,900	106,100	106,100
Capital outlay and debt service:						
947	OFFICE MACHINERY & EQUIP	0	700	700	700	700
949	COUNCIL ROOM EQUIPMENT	92	1,200	1,200	1,200	1,200
Subtotal:		92	1,900	1,900	1,900	1,900
TOTAL	DEPARTMENT 41110	327,025	378,000	382,700	408,000	408,000

Administration and Finance



Administration and Finance Department



Administration and Finance Department

Programs, Services, and Functions:

The City Manager is responsible for all city operations and assuring that Council policies and ordinances are enforced correctly. The City Manager is also responsible for the preparation of an annual Budget and a Capital Improvements Program. She is also a policy advisor to the City Council, particularly on the financial condition of the City. She is also responsible for any hiring, training, disciplinary action, and termination of all City employees.

The City Manager is responsible for directly supervising the Administration Division, which includes Purchasing, Human Resources Wellness, Safety and Risk Management and Computer Administration divisions.

She is also responsible for developing communication programs to keep the media, general public, employees and the City Council informed. The Assistant City Manager/Purchasing Agent assists in carrying out these functions.

The Human Resources Director is responsible for all employee recruitment, examination, and orientation. He also advises departments on personnel grievances, disciplinary actions, ADA, FLSA, and FMLA compliance. He is responsible for administering the City's pay and fringe benefits programs. Payrolls are administered by the Human Resource Assistant/Payroll Administrator/Purchasing Assistant.

The Purchasing Division is responsible for all purchasing for the city. In addition, the Assistant City Manager/Purchasing Agent conducts all City auctions of surplus equipment. Procurement cards implemented in February 2000 have significantly decreased the number of purchase orders issued. The City Council decreased the threshold for recognizing fixed assets from \$5,000 to \$500, because of the large number of fixed assets which fall in this category, and all fixed assets are tracked by the Human Resource Assistant/Payroll Administrator/Purchasing Assistant.

Computer System Administration is contracted to Cleveland Utilities, under the direction and supervision of the City Manager. This agreement affords the City more access to uninterrupted computer repair and installation services, as well as technical advice on electronic information technology purchases.

The City's website is maintained by this division. City bid openings, job opportunities and a calendar of events can be found at www.cityofclevelandtn.com. The City provides online access to inspection permits, City Council minutes and upcoming meeting agendas, and property taxes. Citizens can also complete "Requests for Service" forms online.

The \$365,000 funded for the Information Technology (I.T.) Department will help achieve several goals in the coming year. Money allocated to the Electronic Document Imaging Program will further the department's pursuit to convert important paper documents to electronic files to be used by City employees as well as by the general public via the City's internet website. Money allocated to the City-wide computer technology will help the I.T. Department keep over 250 computers and servers in top running order, repair and replace aging computer equipment, expand and enhance network capabilities, and purchase new software packages. Money spent in this area will lower overall maintenance costs and reduce downtime in the long run, thus keeping City employees efficient in their day-to-day tasks. Finally, the money allocated to Software Licensing will keep our copies of Microsoft operating systems and Office packages current, provide for free upgrades and updates, and most important of all – legal.

The Director of Finance assists the City Manager in the preparation of the annual budget and a capital improvements program, and supervises three divisions of the Finance department. In addition, the Director is responsible for the Comprehensive Annual Financial Report and works with the independent auditors. The Director also serves as the City Clerk, who is responsible for all official records of the City. The department has three divisions: Accounting, City Court and Revenue Collections.

The City Accountant tracks all collections and deposits. The City operates with one checking account and one payroll account. The consolidated accounts simplify the banking and investment procedures. Effective July 1, 2010, all overnight money earn 100% of Federal Funds, based upon the banking services agreement. The Accountant prepares monthly revenue and expense reports for each fund, as well as a summary report for the City Council.

The Municipal Court Clerk assists the Municipal Judge by receiving and entering all citations in the computer, preparing the court docket, and preparing all reports for the Tennessee Department of Safety. The Court Clerk also prepares delinquent notices, default judgements, failure to appear notices, and garnishments for non-payment.

Revenue Collections is responsible for the collection of property taxes, citations, licenses, permits, and other miscellaneous revenues. The City has 19,199 parcels of property for the 2011 tax year, of which only 138 parcels were paid online. This number will increase as more taxpayers become aware of this convenient payment option.

The Administrative Assistant in this division helps the City Clerk with the preparation of Minutes and City Council Agenda packets. Council Meetings are held on the second and fourth Mondays of each month, with a work session at 1:00 pm and the regular meeting at 3:00 pm in the Cleveland Municipal Building.

The City's Accounts Payable Clerk receives and processes all invoices for payment. The Central Receptionist is responsible for greeting and directing the public as well as receiving and disbursing incoming telephone calls for the Municipal Building.

EXPENDITURE SUMMARY	FY 2011 Actual	FY 2012 Budgeted	FY 2013 Proposed	Percentage Increase
Personnel Expenditures	\$1,030,652	\$1,025,200	\$1,048,400	2.2%
Operating Expenditures	\$787,392	\$742,600	\$742,500	-0.01%
Capital Outlay & Debt Service	\$845	\$1,100	\$1,100	0%
Total Expenditures	\$1,818,889	\$1,768,900	\$1,792,000	1.3%

Goals and Objectives:

- To meet fund balance/working capital targets established by City Council next year.
- Continue to obtain clean audit opinions, reflecting sound financial management.
- Increase investment earnings by 1.5% next year while preserving the principal and sufficient cash liquidity.
- Increase collection of property tax and sales tax by 0.5% in FY2013.
- To add 10 new vendors to continue to aggressively pursue competitive purchasing to assure best pricing.
- Increasing the scanning of documents required by the City's Record Retention Policy by 5% by next year.
- Implement collection of traffic citations online.
- Continue to improve and update City's website.

Performance Measures:

Measure Description	FY2010 (Actual)	FY2011 (Actual)	FY2012 (Estimated)	FY2013 (Projected)
Clean Audit Opinion Received	Yes	Yes	Yes	Yes
Bad Debt Write-off	\$29,724	\$10,047	\$35,000	\$35,000
# of Financial Policies Not Met	None	None	None	None
# of Transactions Processed by Revenue Collection Division	42,558	44,903	45,587	46,042
# of online Property Tax Payments	119	138	170	190
Combined Current and Delinquent Property Tax Collection as % of Current Tax Levy	97.2%	104.4%	99.9%	99.9%
# of Municipal Court Cases Handled	1,584	2,360	1,595	1,590
Dollar amount of Garnishments collected	\$92	\$258	\$264	\$205
# of Purchase Orders Issued	1,585	1,516	1,430	1,390
# of Checks written	4,963	3,842	4,500	4,500
Dollar amount of Procurement Card purchases	\$479,205	\$526,569	\$530,000	\$535,000
# of Visits to the Website	139,473	142,262	148,000	151,000
# of Bids	27	14	25	26
% of Employees Utilizing Payroll Direct Deposit	43%	49%	56%	58%
# of Moving Citations Entered	7,905	9,299	6,924	8,043
% of Moving Citations Collected (including delinquent collections)	92%	87%	92%	90%
# of Parking Citations Entered	1,659	1,664	1,359	1,561
% of Parking Citations Collected (including delinquent collections)	89%	89%	85%	87%
% of moving Citations Collected (written during this fiscal year)	88%	80%	67%	78%
% of parking Citations collected (written during this fiscal year)	92%	85%	74%	84%
% of moving Citations outstanding	8%	9%	9%	9%
% of parking Citations outstanding	9%	9%	20%	13%

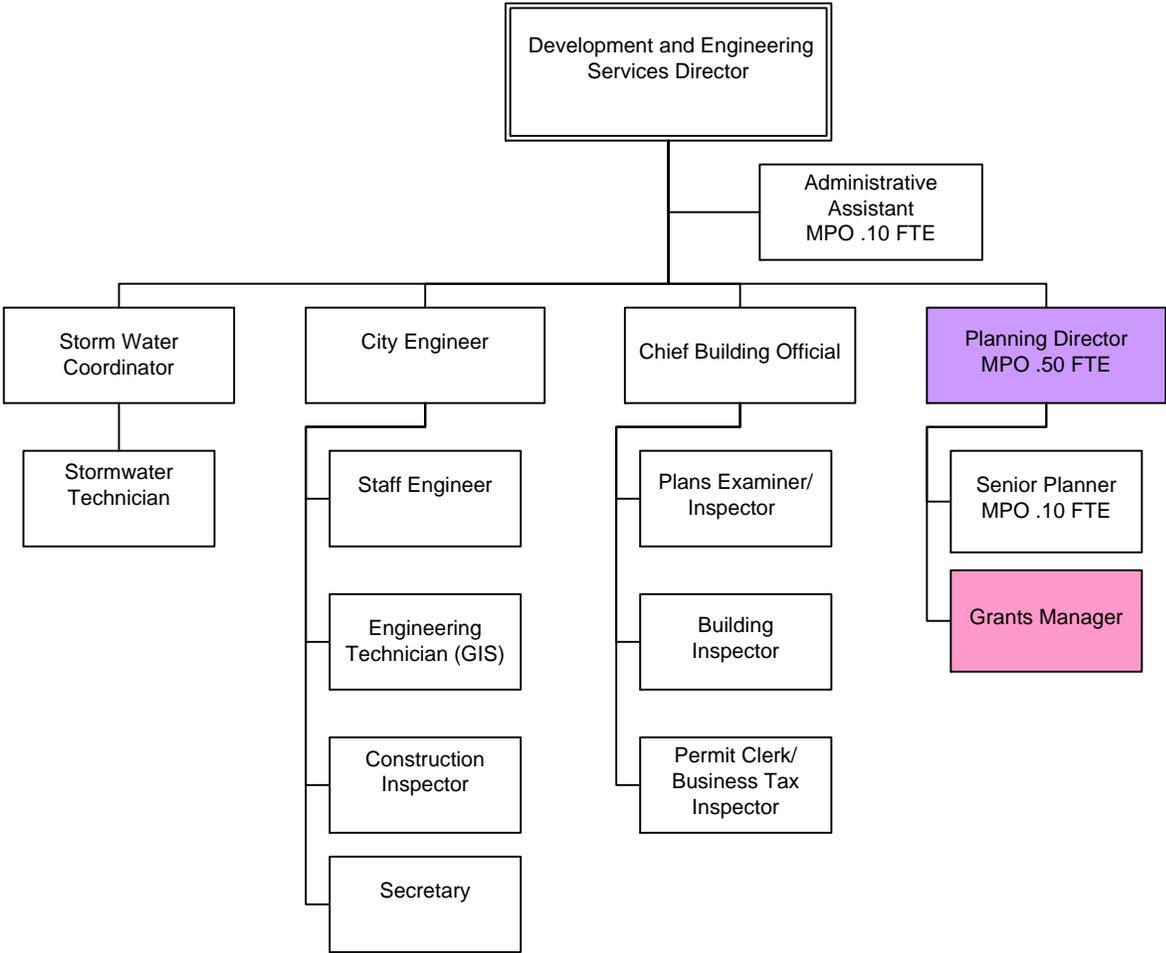
	FUND 110- GENERAL FUND		DEPT-41580- ADMINISTRATION & FINANCE			
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
Personnel and fringe benefits:						
111	SALARIES	641,258	653,000	653,000	666,000	666,000
112	OVERTIME WAGES	12,131	8,000	8,000	8,000	8,000
114	PART TIME WAGES	65,188	29,000	29,000	29,000	29,000
131	SERVICE AWARDS	75	100	100	100	100
132	LONGEVITY WAGES	7,800	8,900	8,900	8,900	8,900
133	SOLD VACATIONS	8,277	10,000	10,000	10,000	10,000
134	CHRISTMAS BONUS	1,408	1,500	9,700	1,500	1,500
135	COLLEGE PAY	1,965	2,000	2,000	2,000	2,000
140	DENTAL INSURANCE	5,506	6,500	6,500	6,500	6,500
141	SOCIAL SECURITY TAXES	53,213	56,000	56,000	55,400	55,400
142	HEALTH INSURANCE EXP	92,365	96,000	96,000	115,000	115,000
143	RETIREMENT EXP	111,224	114,000	114,000	114,000	114,000
144	LIFE/DISABILITY INSURANCE	7,797	8,200	8,200	8,200	8,200
147	EMPLOYEE ASSISTANCE PROG.	9,156	9,600	9,600	9,600	9,600
148	EDUCATION REIMBURSEMENT	711	0	0	0	0
149	WORKER'S COMPENSATION	546	0	0	0	0
150	FLEX. SP. PROG. CITY-WIDE	10,521	9,000	12,000	12,000	12,000
191	LAUNDRY & DRY CLEANING	1,511	1,600	2,200	2,200	2,200
Subtotal:		1,030,652	1,013,400	1,025,200	1,048,400	1,048,400
Operating expenditures:						
211	POSTAGE EXP	17,333	19,500	19,500	20,000	20,000
212	POSTAGE MACHINE EXPENSE	714	800	800	800	800
221	PRINTING EXP	3,330	10,000	10,000	10,000	10,000
222	PRINTING-STATE-PROP TAXES	4,649	4,200	4,800	4,800	4,800
223	CITIZENS NEWSLETTER	0	1,500	1,500	1,500	1,500
233	SUBSC. & MEMBERSHIPS	6,115	6,000	6,000	6,000	6,000
237	ADVERTISING EXP	13,669	11,000	11,000	11,000	11,000
241	UTILITIES	26,745	32,000	32,000	32,000	32,000
245	TELEPHONE EXP	28,693	29,000	29,000	29,000	29,000
250	CONT SVCS-CPTR SYS ADMIN	222,223	220,000	220,000	220,000	220,000
251	DRUG & ALCOHOL TESTS	2,266	3,500	3,500	3,500	3,500
252	LEGAL EXP	183,346	105,000	105,000	105,000	105,000
253	AUDIT EXP	48,500	52,000	49,000	51,000	51,000
254	REAPPRAISAL/CITY SHARE	47,012	50,000	50,000	50,000	50,000
257	APPRAISAL FEES	0	1,500	1,500	1,500	1,500
258	ACTUARIAL SERVICES	10,000	10,000	10,000	3,000	3,000
261	VEHICLE EXPENSE	41	500	1,000	500	500
262	SMALL EQUIP REP/REPLCMNT	182	600	600	500	500
263	COPIER MAINTENANCE	2,571	3,000	3,000	3,000	3,000
266	BLDG/GROUND MAINTENANCE	28,877	12,000	12,000	12,000	12,000
282	CAR ALLOWANCE	12,600	12,600	12,600	12,600	12,600
283	TRAINING/TRAVEL EXP	8,950	9,000	19,000	9,000	9,000
288	DEPARTMENT WK SESSIONS	1,139	800	800	800	800
290	CREDIT CARD FEES	16,926	16,000	19,000	19,000	19,000
298	PEST CONTROL-MUN BLDG	948	1,000	1,000	1,000	1,000
319	OFFICE EXPENSE	28,751	32,000	32,000	32,000	32,000
322	FIRST AID/SAFETY SUPPLIES	78	100	100	100	100
324	JANITORIAL SUPPLIES	1,566	2,000	2,000	2,000	2,000
331	GASOLINE EXPENSE	2,618	2,500	2,500	2,500	2,500
511	INS-BLDGS & CONTENTS	3,240	3,300	3,700	3,700	3,700
512	INS-VEHICLES	210	300	300	300	300
513	INS-GENERAL LIABILITY	4,303	4,500	4,200	4,200	4,200

	FUND 110- GENERAL FUND	DEPT-41580- ADMINISTRATION & FINANCE				
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
514	WORKER'S COMPENSATION	2,823	3,600	2,700	2,700	2,700
515	INS-PROFESSIONAL LIABILITY	31,326	35,000	38,000	38,000	38,000
519	INS-EMPLOYEE BONDS	1,275	1,500	1,500	1,500	1,500
547	CONT SVCS-SECURITY	1,500	1,500	1,500	1,500	1,500
595	EMPLOYEE APPREC DAY	12,379	9,000	11,000	11,000	11,000
599	MISCELLANEOUS EXP	446	500	500	500	500
741	BAD DEBTS EXP	10,048	35,000	20,000	35,000	35,000
Subtotal:		787,392	742,300	742,600	742,500	742,500
Capital outlay and debt service:						
947	EQUIPMENT	845	1,100	1,100	1,100	1,100
Subtotal:		845	1,100	1,100	1,100	1,100
TOTAL	DEPARTMENT 41580	1,818,889	1,756,800	1,768,900	1,792,000	1,792,000

Development and Engineering Services



Development and Engineering Services



Development and Engineering Services

Programs, Services, and Functions:

The Development and Engineering Services Department's purpose is to provide services that support orderly growth and a quality of living environment within the Cleveland community. This is accomplished through planning, administration of funding programs, engineering design, storm water design, GIS addressing, and the enforcement of regulations affecting building and development. The Development and Engineering Department was created in August 2011 by combining the Community Development Department and the Engineering Department.

The new department has four main divisions: planning, storm water, engineering, and building inspections, which work cooperatively with each other, other city departments, other governmental agencies, and most importantly, the public, to further the department's purpose.

The planning division administers the zoning ordinance, the subdivision regulations, the floodplain management ordinance, and the historic zoning ordinance. Major planning functions are comprehensive planning, transportation planning and administrative support for the Cleveland Urban Area Metropolitan Planning Organization (CUAMPO), planning and administrative support for the Community Development Block Grant (CDBG) program, planning and administrative support for the Cleveland Municipal Planning Commission and the Board of Zoning Appeals, and planning and administrative support for the Historic Preservation Commission.

Planning conducts research and analysis, prepares and maintains plans, answers questions from property developers and others, prepares and presents staff reports for rezoning, conditional uses, variances, right-of-way abandonments, subdivisions, annexations, etc., and prepares and maintains budgets and other documents for the CUAMPO and CDBG.

The City's Storm Water program is guided by the NPDES (National Pollutant Discharge Elimination System) permit, submitted by the City to the Tennessee Department of Environment and Conservation (TDEC). In the past, the City has purchased modeling and design data for two foot contours for storm water functions. City staff utilizes this data for watershed modeling necessary to do studies on flooding in areas within the City.

The Engineering division includes staff for engineering design, storm water design and mapping, GIS addressing for the E-911 system, and all related engineering activities. The Engineering Division is responsible for updating mapping of subdivisions and assigning new addresses. Engineering is also responsible for drainage project design, Greenway project coordination, roadway design, field inspections, and review of all new subdivision roads and drainage, as well as design of some "in house" city projects.

The Engineering division also has access to the joint GIS, which aids in design work, infrastructure information, analysis, and mapping for engineering and other engineering needs. Through an agreement with the Tennessee Planning Office, the Cleveland/Bradley GIS will now be able to maintain a new flyover schedule of every two years for aerial photography.

The Engineering division provides a large media center enabling staff to initialize an electronic plans review process which eliminates the need for multiple paper copies of plans. It has been utilized for mass production drawings for current projects, rapid reproduction of single prints and plots direct from computer prints and archiving of valuable historical mapping and plan sets.

The Building division interprets, applies, and enforces the building code, plumbing code, mechanical code, and other building related codes. The building division assists in the administration and enforcement of the electrical and fire prevention codes, the zoning ordinance, the floodplain management ordinance, the storm water ordinance, the historic zoning ordinance. They maintain records of permits, construction plans, elevations certificates, etc. The building division provides staff support for the Building Board of Adjustment and Appeals, the Plumbing Board, the Mechanical Board and the Board of Zoning Appeals. The building division also collects and assists customers with business taxes.

EXPENDITURE SUMMARY	FY 2011 Actual	FY 2012 Budgeted	FY 2013 Proposed	Percentage Increase
Personnel Expenditures	\$486,813	\$525,800	\$574,400	9.2%
Operating Expenditures	\$93,191	\$119,300	\$99,600	-16.5%
Capital Outlay & Debt Service	\$0	\$2,000	\$0	-100%
Total Expenditures	\$580,004	\$647,100	\$674,000	4.1%

Goals and Objectives:

- Implement planning tasks for the Cleveland Municipal Planning Commission*
- Implement transportation planning program tasks for Cleveland Urban Area Metropolitan Planning Organization (CUAMPO)*
- Continue implementing CDBG Consolidated Plan
- Continue to update and improve City land development regulations
- Continue plan review, permitting, and inspections
- Continue preparation of a Strategic Plan and a Comprehensive Plan
- Continue implementation of Historic Zoning

Performance Measures:

Measure Description	FY2010 (Actual)	FY2011 (Actual)	FY2012 (Estimated)	FY2013 (Projected)
# of Building Permits	217	280	372	400
Value of Building Permits	\$129,758	\$292,148	\$188,000	\$200,000
Value of Construction Permitted	\$43,490,568	\$123,200,000	\$58,000,000	\$60,000,000
# of Plumbing Permits	542	571	617	650
# of Mechanical Permits	225	338	276	300
# of Rezoning Cases	3	5	10	10
# of Subdivision Plats Approved	26	29	28	30
# of Business Licenses Processed	1,361	1,791	2,000	2,000
Complete Strategic Plan/ Comprehensive plan work items completed	DRAFT	YES	YES	YES
Adopt/update Long-Range Transportation Plan	NO	YES	YES	YES
Adopt/update TIP*	YES	YES	YES	YES
Adopt/implement UPWP*	YES	YES	YES	YES
CDBG funds obligated/spent	\$401,803	\$568,711	\$363,553	\$335,733
Enforce Historic Zoning District	YES	YES	YES	YES

*Anticipated planning tasks include work on Land Use Plan update and other Strategic Plan, Comprehensive Plan tasks. CUAMPO work tasks include annual drafting and adopting of the Unified Planning Work Program (UPWP), amending the Transportation Improvement Plan (TIP) the Long Range Transportation Plan (LRTP) and the CUAMPO's Public Participation Plan. Additionally, the CUAMPO will draft the FY2011-2014 TIP and FY2014-2017 as required by FHWA.

	FUND 110-GENERAL FUND	DEPT-41710- DEVELOPMENT AND ENGINEERING SERVICES				
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
Personnel and fringe benefits:						
111	SALARIES	334,758	357,000	339,300	368,000	368,000
112	OVERTIME WAGES	1,540	1,600	1,600	1,600	1,600
114	PART TIME WAGES	4,494	8,500	8,500	8,500	8,500
131	SERVICE AWARDS	525	0	0	0	0
132	LONGEVITY PAY	3,259	2,900	3,300	2,800	2,800
133	SOLD VACATIONS	1,773	4,300	4,800	5,100	5,100
134	CHRISTMAS BONUS	775	900	5,400	800	800
135	COLLEGE PAY	625	0	700	700	700
140	DENTAL INSURANCE	4,227	4,900	5,100	5,100	5,100
141	SOCIAL SECURITY TAXES	24,622	27,500	26,700	28,000	28,000
142	HEALTH INSURANCE EXP	53,185	62,000	69,500	82,800	82,800
143	RETIREMENT EXP	52,761	60,000	51,100	61,000	61,000
144	LIFE/DISABILITY INSURANCE	3,612	4,300	4,400	4,600	4,600
148	EDUCATION REIMBURSEMENT	0	4,200	4,200	4,200	4,200
149	WORKER'S COMP CLAIMS	0	200	200	200	200
191	LAUNDRY & DRY CLEANING	657	1,000	1,000	1,000	1,000
Subtotal:		486,813	539,300	525,800	574,400	574,400
Operating Expenditures:						
211	POSTAGE EXPENSE	4,999	3,600	3,600	5,400	5,400
217	CONTRACTED SERVICES	11,270	0	0	0	0
221	PRINTING & ARTWORK EXP	886	1,300	1,300	1,300	1,300
233	SUBSC. & MEMBERSHIPS	2,720	4,500	4,500	4,500	4,500
237	ADVERTISING EXPENSE	659	1,500	1,500	1,500	1,500
241	UTILITIES	9,380	10,000	10,500	10,500	10,500
245	TELEPHONE EXPENSE	11,806	13,000	13,000	13,000	13,000
261	VEHICLE MAINTENANCE	1,664	4,400	5,000	6,000	6,000
262	OFFICE EQUIP MAINT	1,150	1,500	1,500	1,500	1,500
266	BUILDING MAINTENANCE	3,919	3,000	26,000	3,000	3,000
282	CAR ALLOWANCE	4,200	4,200	4,200	4,200	4,200
283	TRAVEL/TRAINING EXPENSE	8,319	6,500	6,500	6,500	6,500
288	COMPLIMENTARY MEALS	106	400	1,200	1,200	1,200
290	CREDIT CARD FEES	4,018	3,000	3,500	4,000	4,000
298	CONT SVCS-PEST CONTROL	216	300	300	300	300
319	OFFICE/INSPECTION SUPPLIES	6,940	6,000	6,000	6,000	6,000
322	O.S.H.A.-FIRST AID KITS	83	200	200	200	200
324	JANITORIAL SUPPLIES	589	800	800	800	800
326	CLOTHING EXPENSE	1,603	1,400	1,400	1,400	1,400
331	GASOLINE EXPENSE	4,203	7,500	7,900	7,900	7,900
511	INS-BLDGS & CONTENTS	402	800	800	800	800
512	INS-VEHICLES & EQUIP	740	800	800	800	800
513	INS-GENERAL LIABILITY	1,290	1,700	1,800	1,800	1,800
514	WORKER'S COMPENSATION	8,631	11,000	11,000	11,000	11,000
519	INS-EMPLOYEE BONDS	0	100	100	100	100
591	PLANNING COMMISSION	1,980	4,000	4,000	4,000	4,000
592	BOARD OF ZONING APPEALS	659	700	700	700	700
593	HISTORIC ZONING COMMISSION	533	700	700	700	700
599	MISCELLANEOUS EXP	226	500	500	500	500
Subtotal:		93,191	93,400	119,300	99,600	99,600
Capital outlay and debt service:						
949	OFFICE EQUIPMENT	0	0	2,000	0	0
Subtotal:		0	0	2,000	0	0
TOTAL	DEPARTMENT 41710	580,004	632,700	647,100	674,000	674,000

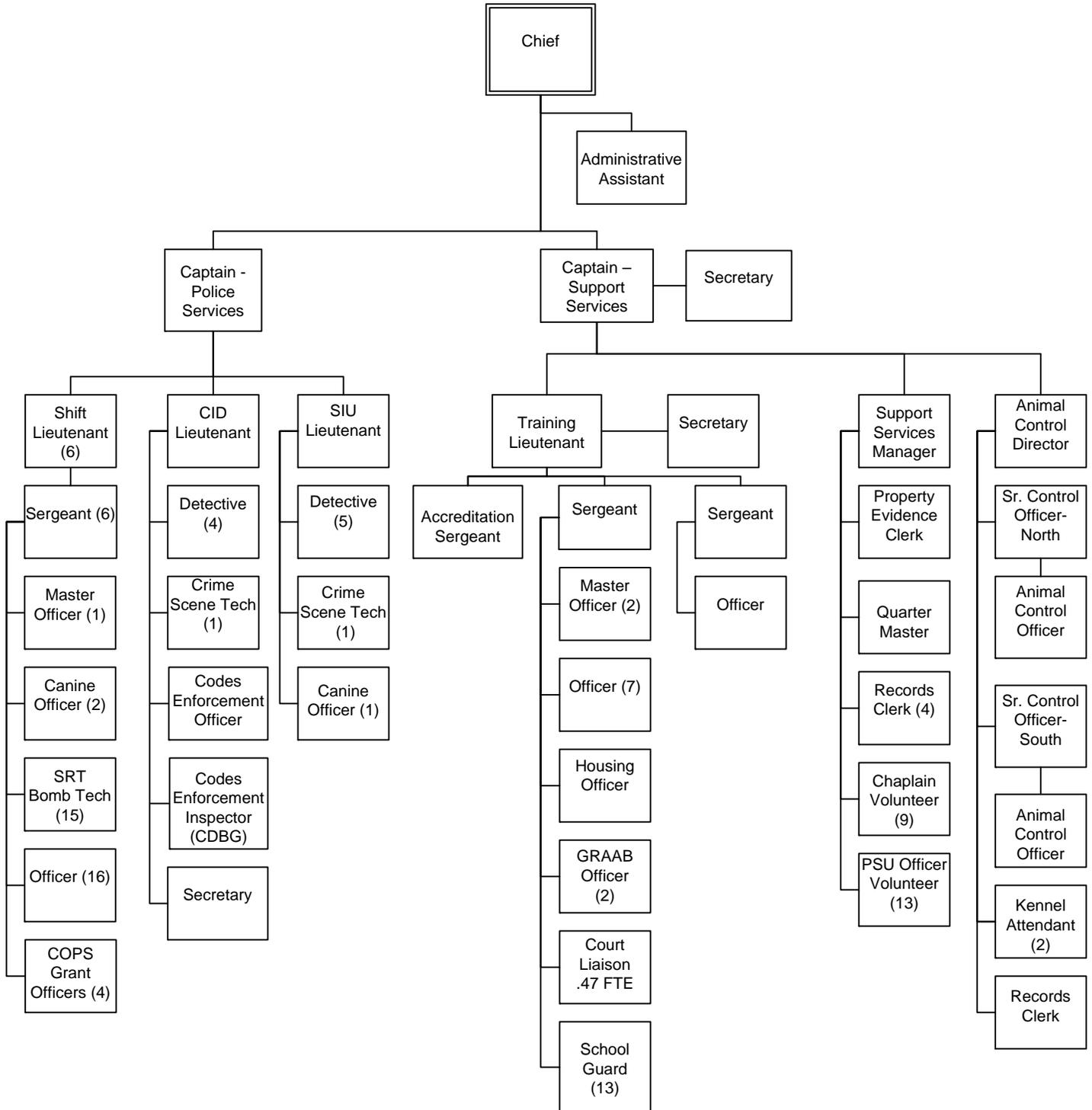
	FUND 110-GENERAL FUND	DEPT-43120- ENGINEERING DIVISION				
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
Personnel and fringe benefits:						
111	SALARIES	298,693	249,400	222,600	210,900	210,900
112	OVERTIME	701	500	500	500	500
131	SERVICE AWARDS	150	200	0	0	0
132	LONGEVITY	2,550	2,400	2,200	1,800	1,800
133	SOLD VACATION	3,889	4,800	4,800	4,000	4,000
134	CHRISTMAS BONUS	758	600	3,700	500	500
140	DENTAL INSURANCE	2,625	2,400	2,500	2,000	2,000
141	SOCIAL SECURITY TAXES	22,008	19,900	19,700	16,400	16,400
142	HEALTH INSURANCE EXP	38,294	30,500	34,900	34,400	34,400
143	RETIREMENT EXPENSE	51,232	43,300	42,900	35,700	35,700
144	LIFE INSURANCE EXPENSE	3,788	3,300	3,300	2,700	2,700
147	UNEMPLOYMENT COMP	6,090	0	0	0	0
148	EDUCATION REIMBURSEMENT	1,348	2,900	2,900	1,400	1,400
149	WORKERS COMP CLAIMS	0	200	200	200	200
197	CLOTHING ALLOW./SHOES	1,238	400	400	600	600
Subtotal:		433,364	360,800	340,600	311,100	311,100
Operating expenditures:						
211	POSTAGE EXPENSE	173	200	200	200	200
221	PRINTING EXPENSE	0	100	100	100	100
233	SUBSC. & MEMBERSHIPS	1,180	1,600	1,600	1,600	1,600
237	ADVERTISING EXPENSE	0	100	100	100	100
241	UTILITIES	11	0	0	0	0
245	TELEPHONE EXPENSE	9,524	8,000	8,000	8,000	8,000
254	ENGINEERING SERVICES	0	20,000	20,000	20,000	20,000
257	SURVEY	0	0	1,500	5,000	5,000
261	VEHICLE MAINTENANCE	3,807	5,000	5,000	5,000	5,000
262	OFFICE EQUIP/MAINT	478	1,000	1,000	1,000	1,000
283	TRAVEL/TRAINING EXPENSE	654	1,500	5,500	1,500	1,500
319	OFFICE EXPENSE	3,790	4,000	4,000	4,000	4,000
321	OPERATING SUPPLIES	288	200	200	200	200
324	JANITORIAL EXPENSE	218	600	600	600	600
326	UNIFORM EXPENSE	584	1,100	1,100	1,100	1,100
331	GASOLINE EXPENSE	4,947	4,400	4,400	4,700	4,700
511	INS-BLDGS & CONTENTS	66	300	300	300	300
512	INS-VEHICLES & EQUIP	950	900	900	900	900
513	INS-GENERAL LIABILITY	1,226	1,200	1,200	1,200	1,200
514	WORKER'S COMPENSATION	4,658	6,900	6,900	6,900	6,900
599	MISCELLANEOUS	269	500	500	500	500
Subtotal:		32,823	57,600	63,100	62,900	62,900
Capital outlay and debt service:						
941	EQUIPMENT	845	1,000	1,000	1,000	1,000
Subtotal:		845	1,000	1,000	1,000	1,000
TOTAL	DEPARTMENT 43120	467,032	419,400	404,700	375,000	375,000

	FUND 110-GENERAL FUND	DEPT-41920 - FEMA STORM DAMAGE				
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
Operating Expenditures:						
290	TORNADO STORM DAMAGE	527,217	0	0	0	0
Subtotal:		527,217	0	0	0	0
TOTAL	DEPARTMENT 44190	527,217	0	0	0	0

Cleveland Police Department



Police Department



Police Department

Programs, Services, and Functions:

It is the mission of the Cleveland Police Department to enhance the quality of life in the City of Cleveland by working cooperatively with the public to enforce the law, preserve the peace, reduce the fear of crime, and provide for a safe environment.

The Police Department is funded primarily from this budget within the General Fund. However, other resources that are funded are the Drug Enforcement Fund and Byrne Memorial Justice Assistance Grants (JAG). The department received two 2009 Recovery Act Grants; a COPS (Office of Community Oriented Policing Services) grant for four police officers (for positions that were frozen in FY2010 due to budget constraints) and a FY2009 Recovery Act – Byrne JAG grant for equipment and firing range updates and FY2010 and FY2011 JAG grants for additional equipment.

The department has 1.97 officers per 1,000 citizens in Cleveland and is managed by the Chief of Police. The department has two main divisions: Operations and Support Services. Each division is headed by a Captain. The department provides services 24 hours a day, 7 days a week. The Operations Division is comprised of the Patrol Division that is divided into 6 patrol teams that work 10 hour shifts, and the Investigative Division that includes CID (Criminal Investigative Division) and SIU (Special Investigative Unit). CID investigates property crimes while SIU investigates people crimes and vice/drug crime. The Support Division includes Training, Accreditation, School Resource Officers, Records, Property and Evidence, Quartermaster, Downtown Officer, Media Relations, Housing Officer, After Hours Teleserver and Volunteer Units.

The department is active in the community providing services such as R.A.D. (Rape Aggression Defense System) classes, Neighborhood Watch Program, Citizen’s Police Academy, Public Service Unit, School Crossing Guards and provides services for Annual Events such as the Festival of Cultures, July 4th Fireworks Display, Halloween Block Party and Christmas Parade in addition to the various other special events throughout the year.

The department was accredited by CALEA – The Commission on the Accreditation for Law Enforcement Agencies, Inc. in April 2009 and reaccredited in April 2012.

EXPENDITURE SUMMARY	FY 2011 Actual	FY 2012 Budgeted	FY 2013 Proposed	Percentage Increase
Personnel Expenditures	\$6,809,284	\$6,739,600	\$6,810,300	1.0%
Operating Expenditures	\$1,283,529	\$1,473,600	\$1,469,200	-0.3%
Capital Outlay & Debt Service	\$6,964	\$53,500	\$18,500	-65.4%
Total Expenditures	\$8,099,777	\$8,266,700	\$8,298,000	0.3%

Goals and Objectives:

- Continue to assign two officers to Sectors One and Two for crime reduction through the TTCCR (Tennessee Targeted Community Crime Reduction) Grant.
- Continue the department's recruiting plan.
- Reduce the number of job related injuries.
- Reduce the number of traffic accidents by 5%
- Reduce the response time for calls for service by 5%.

Performance Measures:

Measure Description	FY2010 (Actual)	FY2011 (Actual)	FY2012 (Estimated)	FY2013 (Projected)
Population (Estimate)	41,285	41,697	42,114	42,535
# of Sworn Officers	93	95	95	84
Sworn Officers per 1,000 Population	2.25	2.27	2.25	1.97
# Job-related Injuries requiring medical treatment	12	8	4	3
Traffic Accidents	2,545	2,390	2,886	2,742
Traffic Accidents w/ Injury	311	297	385	390
Traffic Accidents – Alcohol Related	45	45	50	55
Response Time (in minutes)	7.53	7.48	7.11	6.45
DUI Citations/Arrests	178	194	225	230
<i>FBI Part I Crime Statistics:</i>				
Homicide	1	1	1	1
Rape	23	19	30	30
Robbery	43	32	36	35
Assault	821	890	900	900
Burglary	372	857	380	400
Larceny	1,269	1,342	1,350	1,350
Automobile Theft	72	78	80	83

* # of Sworn Officers FY2010 reflects 4 COPS Grant Officers, 1 Housing Officer
 # of Sworn Officers 2011, 2012, 2013 reflects 4 COPS Grant Officers, 1 Housing Officer
 and 2 Officers assigned to high crime sectors.

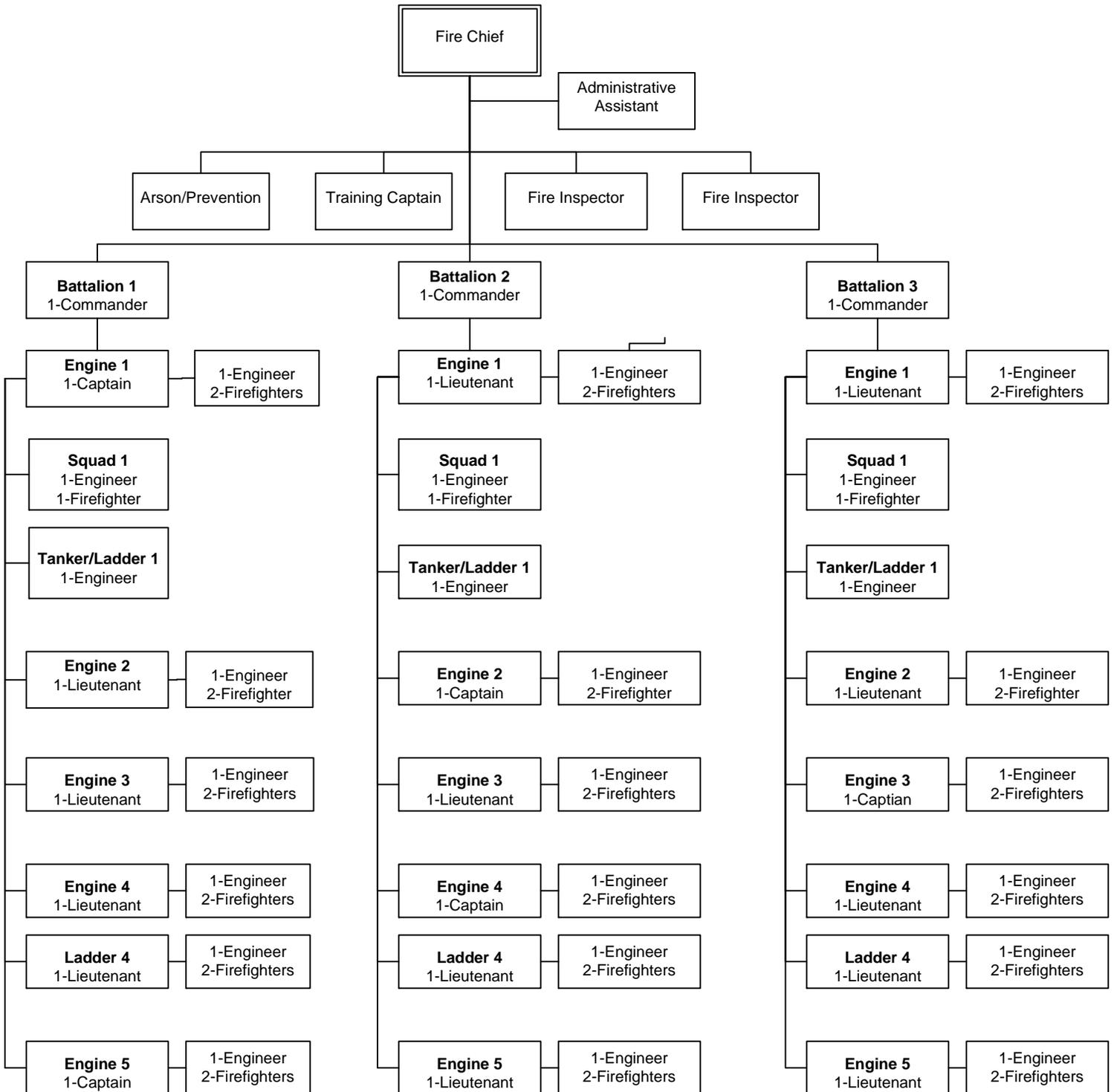
	FUND 110-GENERAL FUND	DEPT-42100-POLICE DEPARTMENT				
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
Personnel and fringe benefits:						
111	SALARIES	4,177,867	4,202,000	4,030,000	4,009,000	4,009,000
112	OVERTIME	298,470	240,000	315,000	315,000	315,000
114	PART TIME WAGES	13,464	14,500	14,500	14,500	14,500
115	ACCUMULATED HOLIDAY PAY	10	2,500	1,500	1,500	1,500
117	SALARIES-SCHOOL PATROL	73,210	77,100	72,100	70,400	70,400
119	SUPPLEMENTAL PAY	1,652	1,200	2,400	2,400	2,400
121	STATE GRANT-IN SERVICE	50,400	55,200	55,200	55,200	55,200
122	OVERTIME-CONT SVCS	18,955	0	0	0	0
131	SERVICE AWARDS	2,050	2,700	2,700	2,900	2,900
132	LONGEVITY	55,233	56,400	57,800	50,300	50,300
133	SOLD VACATION	41,401	46,000	46,000	46,000	46,000
134	CHRISTMAS BONUS	11,911	12,500	72,000	11,400	11,400
135	COLLEGE PAY	8,695	8,700	7,600	6,200	6,200
140	DENTAL INSURANCE	44,711	52,600	47,600	64,300	64,300
141	SOCIAL SECURITY TAXES	341,908	367,000	347,000	345,000	345,000
142	HEALTH INSURANCE EXP	658,074	730,000	655,500	830,000	830,000
143	RETIREMENT EXP	895,796	935,100	905,100	871,200	871,200
144	LIFE/DISABILITY INSURANCE	52,626	54,400	50,400	49,700	49,700
147	UNEMPLOYMENT COMP	11,232	4,300	4,300	4,300	4,300
148	EDUCATION REIMBURSEMENT	4,290	2,900	2,900	4,300	4,300
149	WORKER'S COMP CLAIMS	14,595	10,000	10,000	10,000	10,000
191	LAUNDRY & DRY CLEANING	18,498	21,000	21,000	21,000	21,000
192	EMPLOYEE PHYSICALS	5,718	10,000	10,000	10,000	10,000
193	RECRUIT/PRE-EMPLOY TESTS	8,138	11,500	6,500	11,500	11,500
194	UNIFORMS-SCHOOL PATROL	380	2,000	2,500	4,200	4,200
Subtotal:		6,809,284	6,919,600	6,739,600	6,810,300	6,810,300
Operating expenditures:						
211	POSTAGE EXPENSE	4,020	5,000	5,000	5,000	5,000
215	800 mhz RADIO EXPENSE	5,705	24,000	0	0	0
216	LEASE-RADIO TOWER	8,032	5,000	5,000	5,000	5,000
217	CONT SVCS-VEHICLES	5,442	5,600	5,600	5,600	5,600
218	COMMUN. REPL. - NON-MOBILE	6,711	11,000	8,000	8,000	8,000
221	PRINTING EXPENSE	4,153	8,000	8,000	8,000	8,000
233	SUBSC & MEMBERSHIPS	9,273	11,000	11,000	11,000	11,000
235	ACCREDITATION	6,119	7,000	7,000	7,000	7,000
237	ADVERTISING EXPENSE	1,036	800	800	800	800
241	UTILITIES	81,515	91,000	91,000	95,600	95,600
245	TELEPHONE EXPENSE	146,882	140,000	140,000	140,000	140,000
249	NCIC COMPUTER LINE	8,000	8,000	8,000	8,000	8,000
258	TBI EVIDENCE ANALYSIS FEES	0	14,000	0	0	0
261	VEHICLE MAINTENANCE	308,903	330,000	330,000	330,000	330,000
262	SMALL EQUIP REP/REPLCMNT	1,913	2,000	2,000	2,000	2,000
263	COPIER MAINTENANCE	1,286	1,400	1,400	1,400	1,400
266	BUILDING MAINTENANCE	19,169	23,000	23,000	23,000	23,000
283	TRAVEL/TRAINING EXPENSE	39,724	40,000	40,000	40,000	40,000
288	MUTUAL AID MEALS	375	1,500	1,500	1,500	1,500
299	JANITORIAL CONTRACT	29,463	30,000	30,000	30,000	30,000
311	POLICE SUPPLIES	5,368	5,000	5,000	5,000	5,000
313	BATTERIES	861	2,000	2,000	2,000	2,000
314	DVD-VIDEO/AUDIO	0	1,000	1,000	1,000	1,000
315	DETECTIVE SUPPLIES	4,020	2,000	2,000	2,000	2,000
317	CRIME SCENE UNIT SUPPLIES	1,384	2,000	2,000	2,000	2,000
318	SRT SUPPLIES	630	5,000	5,000	7,000	7,000

FUND 110-GENERAL FUND		DEPT-42100-POLICE DEPARTMENT				
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
319	OFFICE EXPENSE	26,137	28,000	28,000	28,000	28,000
320	PROTECTIVE VESTS-FED GRANT	0	0	30,500	0	0
321	PROTECT. VESTS-CITY FUNDED	942	8,000	8,000	8,000	8,000
322	OSHA SAFETY SUPPLIES	690	800	800	800	800
324	JANITORIAL SUPPLIES	2,458	2,300	2,800	2,800	2,800
326	UNIFORMS	27,987	47,000	47,000	47,000	47,000
327	AMMUNITION	27,224	35,000	35,000	35,000	35,000
328	CRIME PREVENTION	945	1,500	1,500	1,500	1,500
329	FIRING RANGE	2,165	2,000	2,300	2,500	2,500
330	CODES ENFORCEMENT EDU SUPPLIES	39	3,000	3,000	3,000	3,000
331	GASOLINE EXPENSE	256,277	238,000	300,000	330,000	330,000
396	CANINE EXPENSE	3,551	3,000	3,000	3,000	3,000
511	INS-BLDGS & CONTENTS	7,863	7,400	10,200	10,200	10,200
512	INS-VEHICLES & EQUIP	38,122	37,900	67,200	67,200	67,200
513	INS-GENERAL LIABILITY	73,232	73,300	58,300	58,300	58,300
514	WORKER'S COMPENSATION	107,844	113,000	123,000	123,000	123,000
521	INS-EMPLOYEE BONDS	600	500	500	500	500
542	COMPUTER SOFTWARE SUPPORT	1,950	2,000	5,700	2,500	2,500
599	MISCELLANEOUS	402	500	500	500	500
770	HONOR GUARD EXPENSES	27	500	500	500	500
771	VOLUNTEER SERVICES	793	2,500	2,500	2,500	2,500
772	INVESTIGATIVE FUNDS	1,500	1,500	1,500	1,500	1,500
774	SEX OFFENDER REGISTRY	2,297	3,000	7,500	0	0
775	DONATIONS-DETECTIVES	500	0	0	0	0
Subtotal:		1,283,529	1,386,000	1,473,600	1,469,200	1,469,200
Capital outlay and debt service:						
941	GUNS/TASERS REPLACEMENT	5,223	11,000	14,000	14,000	14,000
942	SMALL EQUIPMENT	401	500	500	500	500
943	RADIOS	0	0	25,500	0	0
947	OFFICE EQUIPMENT	0	1,500	11,000	1,500	1,500
948	COMPUTER EQUIPMENT	1,340	2,500	2,500	2,500	2,500
Subtotal:		6,964	15,500	53,500	18,500	18,500
TOTAL	DEPARTMENT 42100	8,099,777	8,321,100	8,266,700	8,298,000	8,298,000

Cleveland Fire Department



Cleveland Fire Department



Note: 3 firefighter positions are authorized but not funded.

Cleveland Fire Department

Programs, Services, and Functions:

The Cleveland Fire Department (CFD) operates on a 24 hours on/48 hours off shift schedule for all personnel except for staff personnel. Staff personnel include the Chief, Administrative Assistant, Training Coordinator, Fire Inspector, Safety/Inspector and an Arson investigator. The CFD currently has 84 full-time firefighting personnel positions and six (6) staff positions. The department currently has five (5) operating stations.

Along with providing fire suppression, the Cleveland Fire Department provides vehicle extrication, medical first response and hazardous materials responses within the city limits. The department provides, under contract, fire suppression services to Bradley County residents within a five (5) mile fringe area outside the city limits. The contract ends June 30, 2013 and will provide \$911,100 for the General Fund in FY2013.

On February 1, 2009 the Cleveland Fire Department began responding to all Priority One medical first response calls within the city limits. This is in cooperation with the Bradley County Emergency Medical Service and does not involve medical transport. The calls for service in FY2011 for this type of incident were 1,894 or 53.2% of total calls.

The Cleveland Fire Department responded to 3,561 calls for service FY2011. The estimated value of the property saved in FY2011 was \$34,675,841 and the estimated property saved in FY2012 is \$785,106,712.

Cleveland and Bradley County residents continued to enjoy the ISO Class 3 rating inside the city limits and a Class 4 for fringe area residents provided by the Cleveland Fire Department.

The Training Division continued to aggressively train all firefighters utilizing a variety of different methods and compiling more than 22,000 hours of classroom and hands-on training in 2011. Through continuous training, Cleveland firefighters have shown their dedication and commitment to their community, citizens, and their fellow firefighters.

Our Inspections Division, along with CFD Engine Companies, conducted 2,573 Life Safety Inspections at commercial occupancies inside the city limits in 2011.

The Fire Prevention/Arson Division made presentations to area schools as well as local businesses utilizing props, handouts, and our Fire Safety Smoke House, to more than 4,874 children and adults. Free fire extinguisher training was provided to more than 1,400 employees of local industries and medical facilities.

The Cleveland Fire Department web site (www.clevelandfiredept.com) has been updated and contains even more information about the department and our personnel.

EXPENDITURE SUMMARY	FY 2011 Actual	FY 2012 Budgeted	FY 2013 Proposed	Percentage Increase
Personnel Expenditures	\$7,050,560	\$6,925,600	\$6,965,800	0.5%
Operating Expenditures	\$669,490	\$739,900	\$731,100	-1.2%
Capital Outlay & Debt Service	\$25,842	\$47,500	\$28,100	-40.8%
Total Expenditures	\$7,745,892	\$7,713,000	\$7,725,000	0.5%

Goals and Objectives:

- Maintain the reduction in loss of property from fire in FY2013.
- Increase number of public information classes with the use of station open houses, civic organizations and classes at the fire halls.
- Continue the implementation of the Wellness Program for Cleveland Fire Personnel.

Performance Measures:

Measure Description	FY2010 (Actual)	FY2011 (Actual)	FY2012 (Estimated)	FY2013 (Projected)
Property Loss (\$) due to fire in City	\$1,340,383	\$1,910,987	\$27,022,000	\$14,466,493
Property Saved (\$) in City	\$64,407,573	\$20,716,805	\$770,388,912	\$20,716,805
Property Loss (\$) due to fire in Fringe Area	\$713,754	\$1,008,482	\$2,205,582	\$1,607,032
Property Saved (\$) in Fringe Area	\$6,455,945	\$13,959,036	\$14,717,800	\$14,338,418
# of Fatalities in City/Fringe Area	1	0	8	4
# of Injuries in City/Fringe Area	12	3	10	7
# of Certified Fire Personnel	90	90	89	89
# of 1 st Responders	54	54	54	54
# of EMTs	21	21	21	21
# of Paramedics	5	5	5	5
<i>Population</i>				
City	41,285	41,697	42,114	42,535
Fringe	23,177	23,409	23,643	23,879
Fire Service cost per 1,000 population (City and Fringe)	\$115,499	\$118,984	\$117,307	\$112,508
Fire Inspections per 1,000 population (City only)	65.78	76.75	59.27	66.96
# of Buildings inspected (City only)	2,716	3,200	2,496	2,848
# of Fire education classes in schools & day cares	65	65	65	70
Structure/Vehicle fire calls per 1,000 population (City and Fringe)	4.19	5.24	7.26	6.14
# of Structure/vehicle fire calls in City	143	190	256	223
# of Structure/vehicle fire calls in Fringe Area	127	148	222	185
Fire Cause Determined	98%	98%	98%	98%
Restricted duty during the year	0	0	0	0
Cost per Structure/vehicle fire call	\$27,575	\$22,916	\$16,135	\$18,312
Average Response Time from Dispatch (City)	4 min/28 sec	4 min/48 sec	4 min/39 sec	4 min/44 sec
Average Response Time from Dispatch (Fringe)	6 min/14 sec	6 min/44 sec	6 min/28 sec	6 min/36 sec

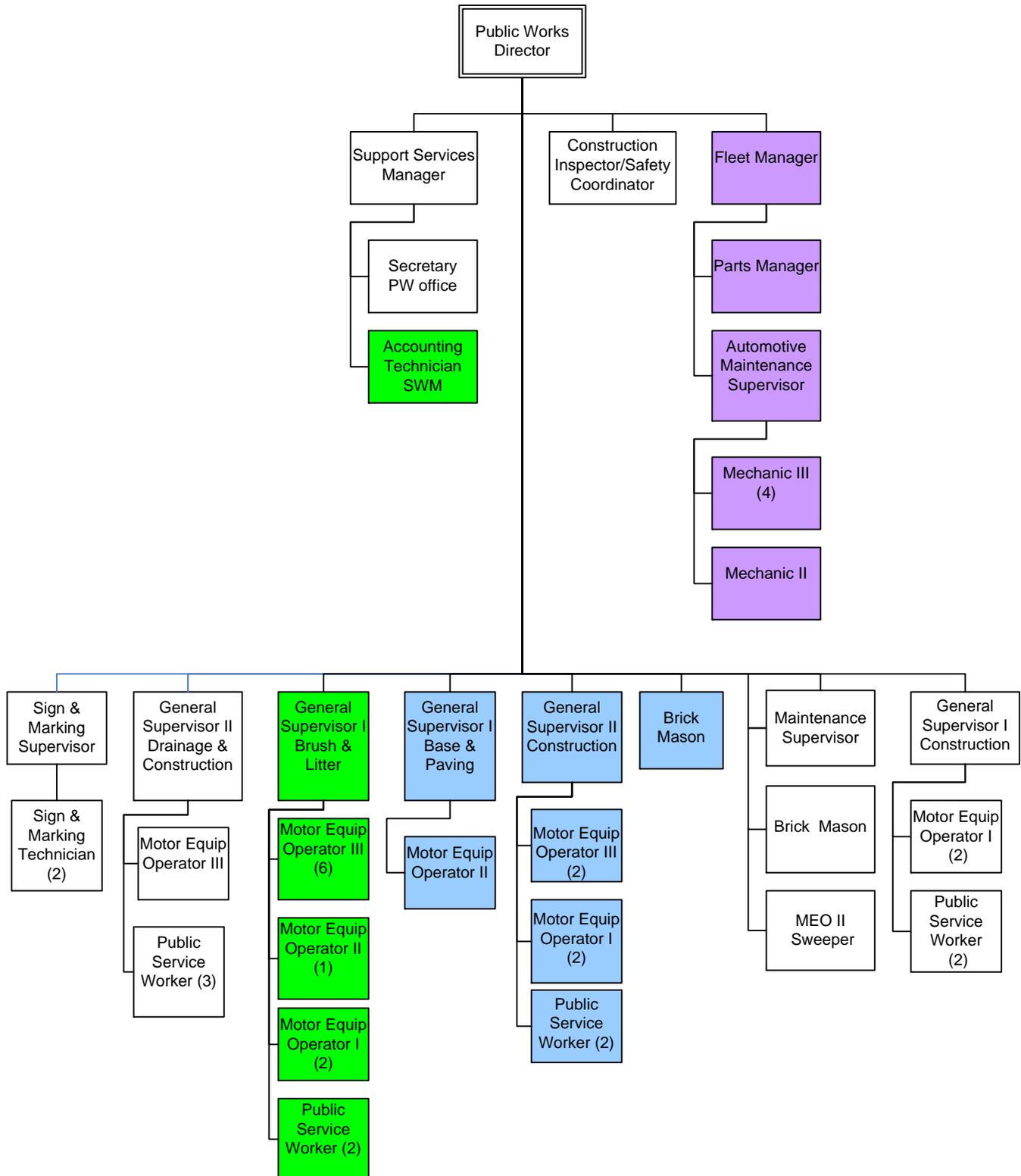
	FUND 110- GENERAL FUND		DEPT-42200- FIRE PROTECTION			
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
Personnel and fringe benefits:						
111	SALARIES	4,356,088	4,282,000	4,200,000	4,182,000	4,182,000
112	OVERTIME	179,116	160,000	180,000	190,000	190,000
118	FIRE RUNS	7,556	10,000	20,000	10,000	10,000
119	SUPPLEMENTAL PAY	72,121	70,500	70,500	68,000	68,000
121	STATE GRANT-IN SVC	52,800	52,200	52,200	52,200	52,200
131	SERVICE AWARDS	1,700	3,400	2,800	2,000	2,000
132	LONGEVITY	55,145	49,700	48,000	50,000	50,000
133	SOLD VACATION	12,736	15,000	15,000	15,000	15,000
134	CHRISTMAS BONUS	8,554	10,300	67,000	9,800	9,800
135	COLLEGE PAY	2,572	500	500	300	300
140	DENTAL INSURANCE	45,483	54,100	54,100	55,000	55,000
141	SOCIAL SECURITY TAXES	339,857	368,000	340,000	335,000	335,000
142	HEALTH INSURANCE EXP	855,658	831,000	820,000	966,000	966,000
143	RETIREMENT EXP	940,292	950,000	930,000	910,000	910,000
144	LIFE/DISABILITY INSURANCE	54,816	55,000	55,000	53,000	53,000
148	EDUCATION REIMBURSEMENT	3,524	8,000	8,000	3,000	3,000
149	WORKER'S COMP CLAIMS	2,073	6,500	6,500	6,500	6,500
191	LAUNDRY & DRY CLEANING	17,563	18,000	18,000	18,000	18,000
192	IMMUNIZATIONS & PHYSICALS	37,974	40,000	38,000	40,000	40,000
195	RECRUIT TESTING	4,932	0	0	0	0
Subtotal:		7,050,560	6,984,200	6,925,600	6,965,800	6,965,800
Operating expenditures:						
211	POSTAGE EXPENSE	445	500	500	500	500
215	RADIO MAINTENANCE FEE	6,264	6,000	3,600	6,000	6,000
216	RADIO REPEATER MAINTENANCE	1,800	1,800	1,800	4,200	4,200
218	COMMUNICATIONS REPLCMNT	1,105	3,000	3,000	3,000	3,000
221	PRINTING EXPENSE	360	500	500	500	500
233	SUBSC. & MEMBERSHIPS	3,697	3,200	3,200	3,200	3,200
235	LICENSE/CERTIFICATION RENEWAL	1,857	2,400	2,400	2,400	2,400
237	ADVERTISING EXPENSE	96	0	0	0	0
241	UTILITIES	96,886	105,000	105,000	110,000	110,000
245	TELEPHONE EXPENSE	79,033	71,000	80,000	80,000	80,000
260	APPARATUS/EQUIP TESTS	2,463	3,900	3,900	3,900	3,900
261	VEHICLE MAINTENANCE	108,413	90,000	100,000	90,000	90,000
262	SMALL EQUIP-REPAIR/REPLC	223	2,800	2,800	2,800	2,800
263	COPIER MAINTENANCE	2,413	1,900	2,500	1,900	1,900
266	BUILDING MAINTENANCE	35,654	40,000	40,000	40,000	40,000
282	CAR ALLOWANCE	3,850	4,200	400	0	0
283	TRAINING/TRAVEL	19,111	21,000	21,000	21,000	21,000
284	TRAINING/EDUCATIONAL MATERIAL	2,284	3,500	3,500	3,500	3,500
288	MUTUAL AID MEALS	2,001	1,800	2,100	2,100	2,100
309	TOWELS/CLOTHS	608	800	800	800	800
313	BATTERIES	485	1,000	1,000	1,000	1,000
316	ELECTRONICS-CAMERA SUPP	0	600	600	600	600
319	OFFICE EXPENSE	8,091	6,500	6,500	6,500	6,500
320	ARSON EXPENSE	1,096	1,500	1,500	1,500	1,500
322	SAFETY EXPENSE	1,458	4,500	4,500	4,500	4,500
323	MEDICAL SUPPLIES/EQUIPMENT	8,281	9,000	9,000	9,000	9,000
324	JANITORIAL SUPPLIES	12,991	16,000	16,000	16,000	16,000
325	BEDDING	89	500	500	500	500
326	UNIFORM EXPENSE	24,173	38,000	36,000	36,000	36,000
327	VEHICLE GRAPHICS-NFPA 150	0	500	500	500	500
329	OPERATING SUPPLIES	3,007	2,000	2,100	6,500	6,500
331	GASOLINE EXPENSE	60,088	58,000	74,000	74,000	74,000

	FUND 110- GENERAL FUND	DEPT-42200- FIRE PROTECTION				
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
Personnel and fringe benefits:						
338	APPLIANCES-REPAIR/REPLC	3,638	3,500	5,500	3,500	3,500
344	PPE EQUIPMENT	24,175	29,500	24,500	25,000	25,000
398	EXTINGUISHER REFILLS	761	2,000	2,000	2,000	2,000
399	HAZMAT SUPPLIES	2,702	2,000	7,000	5,000	5,000
511	INS-BLDGS & CONTENTS	5,687	8,000	8,000	8,000	8,000
512	INS-VEHICLES & EQUIP	22,293	24,000	27,000	27,000	27,000
513	INS-GENERAL LIABILITY	31,724	35,900	33,000	33,000	33,000
514	WORKER'S COMPENSATION	85,855	90,000	98,000	90,000	90,000
599	MISCELLANEOUS	865	500	500	500	500
771	PUBLIC INFORMATION	0	500	500	500	500
772	CITY FUNDED-HONOR GUARD	896	1,000	1,000	1,000	1,000
773	FIRE PREVENTION PROG	2,572	3,200	3,700	3,200	3,200
Subtotal:		669,490	701,500	739,900	731,100	731,100
Capital outlay and debt service:						
942	ISO FIREFIGHTING EQUIP	5,473	5,000	25,000	5,000	5,000
943	OFFICE EQUIPMENT	0	1,000	1,000	1,000	1,000
946	EQUIP-BREATHING APPARATUS	7,871	15,000	15,000	15,000	15,000
947	FURNITURE	8,115	2,200	2,200	2,000	2,000
949	COMPUTER EQUIPMENT	8	0	0	0	0
953	SMALL EQUIPMENT	558	800	800	1,600	1,600
955	WELLNESS CENTER	0	0	0	0	0
957	RADIO REPLACEMENT	3,817	3,500	3,500	3,500	3,500
Subtotal:		25,842	27,500	47,500	28,100	28,100
TOTAL	DEPARTMENT 42200	7,745,892	7,713,200	7,713,000	7,725,000	7,725,000

Public Works



Public Works Department



Public Works Department

Programs, Services, and Functions:

The functions of the Public Works Department are numerous as well as diversified. They include street design, construction inspection and maintenance, drainage design (construction or installation and maintenance), preparation and inspections for contracted major paving projects, sidewalk construction and replacement, public facilities maintenance and renovation, airport maintenance, residential and commercial garbage collection, brush disposal, bulk goods, and leaf collection. The Public Works Department is also responsible for the City's fleet operation, sign maintenance and design, and street markings.

The department receives operating funding from three separate funds: the General Fund, Solid Waste Management Fund, and State Street Aid Fund. The General Fund contains two budgets: Public Works-Operations, and Street Lighting & Signals. Public Works also has a Fleet Management division, which is an Internal Service Fund.

The administration area covers all the secretarial and office support personnel. The operations area includes all personnel except those working in and funded by Solid Waste Management and State Street Aid. The Operations Division also receives funding for equipment debt service from the State Street Aid and Storm Water Management Funds.

The Public Works Department utilizes a computerized, networked complaint tracking and work order system. One of the main features of this system is the capability of city departments to be able to view the status of requests and work orders when responding to citizen calls and complaints. Cartegraph has since been expanded to service twenty-four divisions within the City. This system has proven to be one of the department's best assets.

The Operations Division handles street cut repairs and inspections, new street and drainage construction inspections, pothole and crack sealing repairs, drainage construction, repair and cleaning, snow removal, street sweeping, and the annual repaving projects.

The City's utility street cut policy requires anyone wanting to cut a street or sidewalk to get a permit from Public Works. The excavation must be sawed evenly, backfilled with flowable fill (under the construction inspector's supervision) to within 4" of the surface, and cured for at least two days before the City installs an asphalt patch. The fees generated by the permit offset the cost of inspection and patching, and the resulting surface will not buckle or sink.

Street routes are swept using the same twice-a-month schedule as brush collection. The City's policy regarding snow removal is to try to remove all snow within 24 hours from major roads first, then collectors, and finally residential streets.

Major street paving is the largest capital item funded for Public Works. The department provides street inspections throughout the year in order to evaluate and prioritize paving needs. A construction inspector prepares and maintains logged records and documentation, which is utilized for the budget and bidding process. Inspectors grade streets on a scale from 1 through 5 (1 being the worst case scenario and 5 being the best). Therefore, a street graded “1” would need immediate attention and a grade of “2 through 5” means streets would be re-evaluated in two through five years consecutively. The annual list takes into consideration multiple street cuts and/or construction projects by Cleveland Utilities or other contractors.

The construction inspector’s annual paving list is presented to the Public Works Director for review and an annual priority list is prepared and grouped into the five voting districts. The list is based on the annual allocation provided by council for major paving. Streets with structural deficiencies are ranked highest because of problems associated with hazardous, unsafe roadway conditions which could result in traffic accidents and injury to motorists. When the major paving project begins, the construction inspectors monitor and inspect the work daily as it is conducted.

The Operations Division has a crew responsible for preventive maintenance by cleaning drainage areas and catch basins, as well as cleaning streets and handling erosion control. Having this has enabled the department to provide better drainage control, as well as new drainage construction in the city.

The City has been able to perform a number of drainage projects internally, at an estimated cost savings of thirty-five percent or greater (when compared to bidding). Having a dedicated crew for this purpose allows the City to take on larger projects that were otherwise beyond the department’s resources.

A few of the drainage projects completed by the Public Works Department during the last year include, 1) Hunters Run, 2) North Ocoee Street/McIntire Avenue, 3) Guthrie Drive, 4) 14th Street, 5) Henderson Avenue, and 6) replaced two major drainage tiles in the Mountain Brook Subdivision.

Equipment provision and/or replacement greatly impact the progress and efficiency of many divisions of Public Works. The lack of funding for equipment up-grades and/or replacement greatly affects the overall operation of the department. The State Street Aid Fund continues to provide funding for debt service for prior equipment purchases. Also, the Storm Water Management Fund provides debt service funding for the purchase of an excavator, which is greatly utilized for numerous drainage projects. This equipment has enabled projects to be completed in half the time, thus freeing up work crews for other projects and making operations more productive.

In FY2011, the City eliminated the traffic engineer and signal technician positions, and entered into a contract with Cleveland Utilities to take full control of traffic signals within the city. This includes traffic signal warrant studies, signal design, and signal timing and coordination plans. However, traffic related functions such as street closures and traffic sign requests are reviewed and carried out by the Public Works Department; and, any requests for traffic counts or the review of traffic plans for future

development is handled by the Department of Development and Engineering Services' City Engineer.

In FY2012, the Engineering and Stormwater Divisions were transferred from Public Works to the Department of Development and Engineering Services. This was due to restructuring in order to streamline the permitting processes for developers. Although these divisions are no longer under the direction of Public Works, they still must work closely together on various in-house projects.

The Signs & Marking staff is responsible for all street markings, sign construction and maintenance of all city-owned streets, including railroad crossings. This consists of fabricating all signs from raw materials, placement of street markings, and the lettering and numbering of all city department vehicles and other outside agencies. City departments are billed only for material costs; however, outside agencies are billed for both labor and materials. The sign crew is responsible for setup of signs and barricades required for city road closures.

The Public Works Department will work with the Municipal Airport Authority, continuing to be responsible for all maintenance and upkeep of the present airport facility. This includes utilizing staff for clerical, accounting, mowing, maintenance, engineering, storm water, or construction needs as is necessary.

The Solid Waste Management Fund finances the contracts for residential, commercial garbage collection and commercial recycling. However, the collection of brush, bulk goods, and leaves is performed by solid waste employees, which is funded by the general fund. The State Street Aid Fund provides debt service payments on the street equipment and road projects, as well as salaries of Public Works street crews.

In conjunction with Bradley County, the Public Works Department provides funding to operate a recycling site to collect recyclables in order to reduce landfill usage.

PW Operations Division:

EXPENDITURE SUMMARY	FY 2011 Actual	FY 2012 Budgeted	FY 2013 Proposed	Percentage Increase
Personnel Expenditures	\$1,146,248	\$1,094,500	\$1,133,200	3.5%
Operating Expenditures	\$755,214	\$921,400	\$915,000	-0.7%
Capital Outlay & Debt Service	\$7,820	\$4,800	\$4,800	0%
Total Expenditures	\$1,909,282	\$2,025,700	\$2,053,000	1.3%

PW Street Lighting and Signals:

EXPENDITURE SUMMARY	FY 2011 Actual	FY 2012 Budgeted	FY 2013 Proposed	Percentage Increase
Personnel Expenditures	\$0	\$0	\$0	0%
Operating Expenditures	\$948,580	\$1,131,500	\$1,133,000	0.1%
Capital Outlay & Debt Service	\$950	\$1,000	\$1,000	0%
Total Expenditures	\$949,530	\$1,132,500	\$1,134,000	0.1%

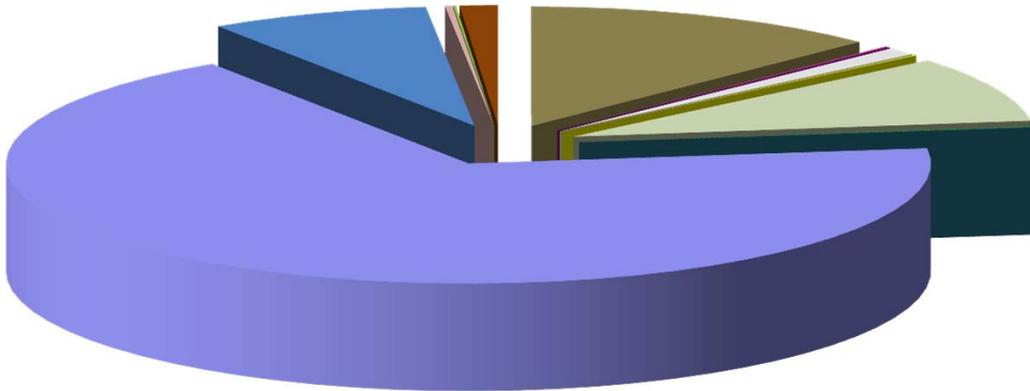
Goals and Objectives:

- Continue to inspect and repave all utility cuts.
- Increase the level of pothole patching, utilizing service of new construction inspector.
- Provide in-house training on a greater level and increase training for all staff.
- Respond to complaints within two working days.
- Expand the networked complaint tracking and work order system within the city to all departments.
- Continue document scanning at Public Works.

Performance Measures:

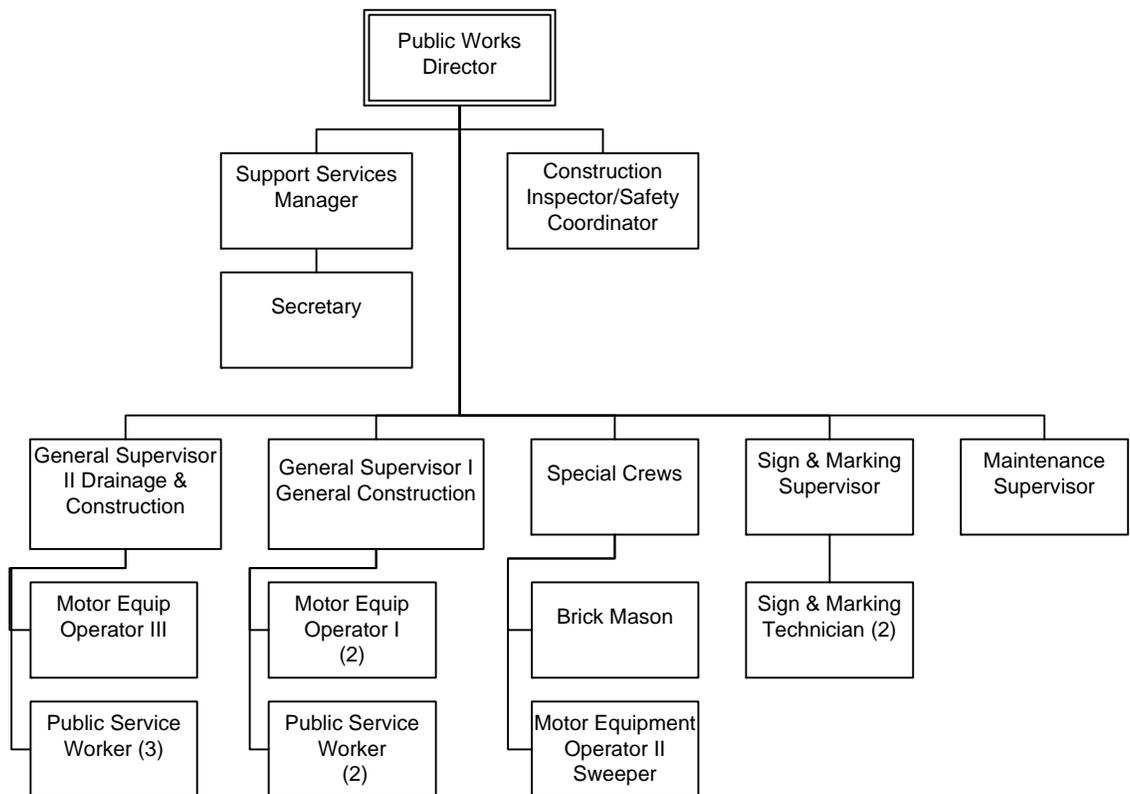
Measure Description	FY2010 (Actual)	FY2011 (Actual)	FY2012 (Estimated)	FY2013 (Projected)
Value of Street Repaving Contract	\$315,914	\$709,556	\$700,000	\$1,600,000
Value of Sidewalk, Curb, & Gutter Construction	\$220,367	\$102,208	\$70,000	\$80,000
# of Major Drainage Projects Completed	3	5	6	6
New Drainage Construction Costs (GASB)	\$107,662	\$225,437	\$165,329	\$120,000
Linear Feet of Drainage Pipe Installed	3,166	5,054	3,901	4,040
# of Stormwater Structures Installed	84	96	24	76
# of Utility Cut Permits	290	293	228	270
Value of Utility Cut Permits	\$71,541	\$65,429	\$55,926	\$64,298
# of Tons of Asphalt Used on Potholes	891.71	692.59	1,117	900
# Cubic Yards of Concrete/Flowable Fill for Street Cut Repair & Drainage Projects	495.75	395.25	350.00	400.00
# of CalLink complaints/work order requests	2,373	1,762	1,500	1,631
% of Complaints responded to within two working days	99.00%	99.00%	99.00%	99.00%
% of CalLink complaint/work orders completed/closed	66.73%	92.28%	85.00%	88.64%
# of CalLink complaint/work orders per 1,000 population	63.80	42.67	36.00	39.50

**City of Cleveland
CALLink System - Work Requests
FY 2010-11
Total Requests 1963
Total Completed 1800 (91.7%)**



- Addressing - 0
- Administration - 0
- Animal Shelter - 0
- Building Maintenance - 247
- Cartegraph Admin. - 2
- CDBG - 0
- Cleveland Utilities - 2
- Codes Enforcement - 21
- Engineering - 2
- Landscaping Maint. - 175
- Parks & Recreation - 0
- Planning & Inspections - 0
- Police Department - 1
- Public Works Director - 1
- Public Works Operations - 1328
- Sign Shop - 151
- Solid Waste - 5
- Storm Water Engineering - 2
- Traffic Engineering - 26

Public Works Operations Division

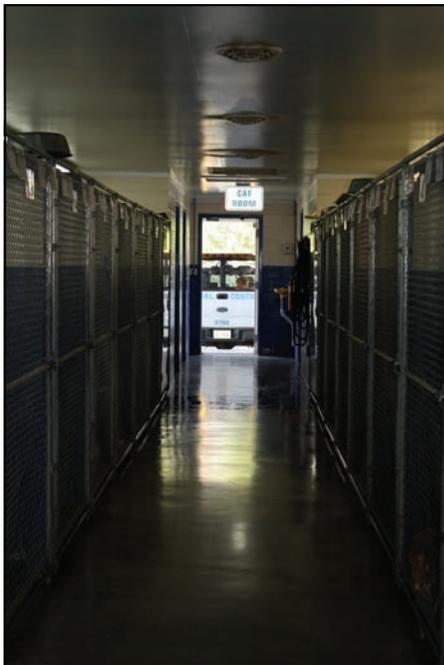


FUND 110-GENERAL FUND		DEPT-43110- PUBLIC WORKS OPERATIONS DIVISION				
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
Personnel and fringe benefits:						
111	SALARIES	715,370	694,700	691,700	710,000	710,000
112	OVERTIME	13,511	10,000	10,000	10,000	10,000
114	PART-TIME	36,986	11,100	7,800	6,700	6,700
119	SUPPLEMENTAL PAY	628	700	700	700	700
131	SERVICE AWARDS	450	200	200	500	500
132	LONGEVITY	10,842	11,500	11,300	12,700	12,700
133	SOLD VACATION	7,862	8,000	8,000	9,200	9,200
134	CHRISTMAS BONUS	2,274	2,400	14,900	2,200	2,200
135	COLLEGE PAY	125	200	200	200	200
140	DENTAL INSURANCE	10,797	12,300	11,200	11,400	11,400
141	SOCIAL SECURITY TAXES	57,200	61,200	56,600	56,800	56,800
142	HEALTH INSURANCE EXP	152,309	166,300	142,900	174,500	174,500
143	RETIREMENT EXPENSE	124,975	127,000	125,200	122,800	122,800
144	LIFE/DISABILITY INSURANCE	9,254	10,000	8,900	9,200	9,200
147	UNEMPLOYMENT COMPENSATION	905	1,000	1,000	500	500
149	WORKER'S COMP CLAIMS	933	500	1,500	2,000	2,000
191	LAUNDRY & DRY CLEANING	0	0	0	600	600
192	PRE-EMPLOYMENT TESTING	335	500	500	500	500
197	SAFETY SHOES	1,492	1,900	1,900	2,700	2,700
Subtotal:		1,146,248	1,119,500	1,094,500	1,133,200	1,133,200
Operating expenditures:						
211	POSTAGE EXPENSE	716	500	500	500	500
215	RADIO TOWER RENTAL	0	3,000	3,000	3,000	3,000
216	GPS	0	0	3,800	3,800	3,800
221	PRINTING EXPENSE	81	200	200	200	200
233	SUBSC. & MEMBERSHIPS	373	400	400	400	400
237	ADVERTISING EXPENSE	167	200	200	200	200
241	UTILITIES	34,473	44,000	40,000	35,000	35,000
245	TELEPHONE EXPENSE	21,279	22,000	22,000	22,000	22,000
257	SURVEYS	22	3,000	3,000	3,000	3,000
262	SMALL EQUIPMENT MAINT-SIGNS	156	1,700	1,700	1,700	1,700
266	BUILDING MAINTENANCE	14,477	9,000	9,000	9,000	9,000
283	TRAVEL & TRAINING EXP	824	3,000	3,000	2,000	2,000
298	CONT SVCS-PEST CONTROL	875	1,000	1,000	1,000	1,000
319	OFFICE EXPENSE	3,312	7,000	7,000	7,000	7,000
321	OPERATING SUPPLIES	2,308	4,000	4,000	4,000	4,000
322	SAFETY SUPPLIES	1,496	1,500	1,500	1,500	1,500
324	JANITORIAL SUPPLIES	1,005	1,500	1,500	1,500	1,500
326	UNIFORM EXPENSE	9,416	10,500	10,500	9,500	9,500
331	GASOLINE EXPENSE	102,867	98,000	124,200	128,600	128,600
332	REPAIRS & PARTS	218,589	190,000	230,000	240,000	240,000
341	SIGN SHOP SUPPLIES	1,677	2,800	2,800	2,800	2,800
342	SIGN PARTS & SUPPLIES	26,917	40,000	40,000	40,000	40,000
344	MAJOR SAFETY MARKINGS	73	10,000	72,200	80,000	80,000
345	THERMOPLASTIC CONTRACT	16,967	22,500	31,500	10,000	10,000
471	PAVING & MATERIALS	244,436	250,000	250,000	250,000	250,000
511	INS-BLDGS & CONTENTS	4,387	4,700	5,700	5,700	5,700
512	INS-VEHICLES & EQUIP	11,440	11,500	12,600	12,500	12,500
513	INS-GENERAL LIABILITY	9,190	11,800	9,300	9,300	9,300
514	WORKER'S COMPENSATION	25,878	30,700	26,300	26,300	26,300
599	MISCELLANEOUS	125	500	500	500	500
799	INCENTIVE PROGRAM	1,688	4,000	4,000	4,000	4,000
Subtotal:		755,214	789,000	921,400	915,000	915,000

FUND 110-GENERAL FUND		DEPT-43110- PUBLIC WORKS OPERATIONS DIVISION				
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
Capital outlay and debt service:						
941	SMALL EQUIPMENT	5,567	3,000	8,000	3,000	3,000
942	SMALL EQUIPMENT-SIGNS	2,253	1,800	1,800	1,800	1,800
Subtotal:		7,820	4,800	9,800	4,800	4,800
TOTAL	DEPARTMENT 43110	1,909,282	1,913,300	2,025,700	2,053,000	2,053,000

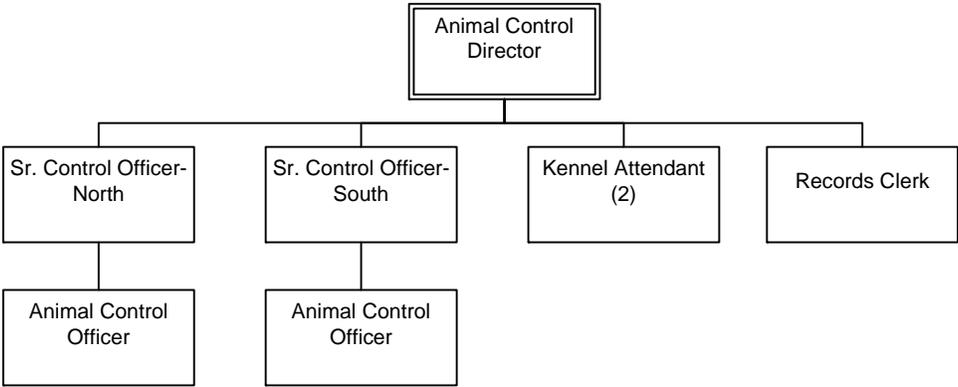
FUND 110-GENERAL FUND		DEPT-43130- STREET LIGHTING & SIGNALS				
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
Operating expenditures:						
241	STREET LIGHTING	670,792	775,000	775,000	775,000	775,000
245	TELEPHONE EXPENSE	2,396	2,500	2,500	3,000	3,000
247	TRAFFIC LIGHT UTILITY SVC	45,243	54,000	54,000	55,000	55,000
264	TRAFFIC LIGHT REP/MAINT	230,094	307,000	300,000	300,000	300,000
343	TRAFFIC SIGNAL SUPPLIES	55	0	0	0	0
Subtotal:		948,580	1,138,500	1,131,500	1,133,000	1,133,000
Capital outlay and debt service:						
941	SMALL EQUIPMENT	950	1,000	1,000	1,000	1,000
Subtotal:		950	1,000	1,000	1,000	1,000
TOTAL	DEPARTMENT 43130	949,530	1,139,500	1,132,500	1,134,000	1,134,000

Animal Control



Please remember to have your
pets spayed or neutered in order
to help control the pet population.

Animal Control



Animal Control

Programs, Services, and Functions:

This budget covers the costs to operate the City's Animal Control Department. The Department provides animal control services throughout Bradley County under a renewable annual contract. The Animal Control funding, according to the contract, is determined by the percentage of usage by the city and the county during the preceding February 1 to January 31 time period. The department also receives funding from the Meiler Estate Animal Shelter Trust Fund (see Tab XIII.)

The Animal Control Officers enforce the city's leash law and other related City ordinances, as well as all state statutes regarding animal control, rabies vaccinations, and quarantining of animals.

The Department has an active animal adoption program. The Bradley County Veterinarians Association provides discount rates for spaying, neutering, and vaccination of all adopted animals at the Cleveland Animal Control Department.

EXPENDITURE SUMMARY	FY 2011 Actual	FY 2012 Budgeted	FY 2013 Proposed	Percentage Increase
Personnel Expenditures	\$406,079	\$424,100	\$424,700	0.1%
Operating Expenditures	\$126,562	\$144,000	\$146,200	1.5%
Capital Outlay & Debt Service	\$829	\$1,100	\$1,100	0%
Total Expenditures	\$533,470	\$569,200	\$572,000	0.4%

Goals and Objectives:

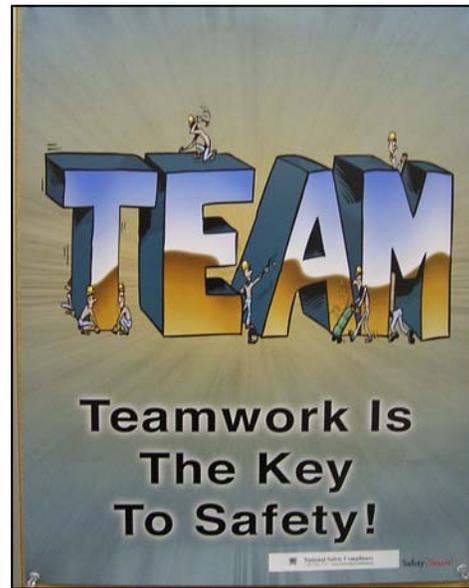
- Continue to provide high quality animal control services throughout the City and County.
- Increase pet adoptions by 10% this fiscal year.
- Increase educational programs on the need for spay, neutering and vaccinations of all cats and dogs.
- Continue to aggressively respond to citizen complaints regarding animals and animal cruelty.

Performance Measures:

Measure Description	FY2010 (Actual)	FY2011 (Actual)	FY2012 (Estimated)	FY2013 (Projected)
# of Animals Picked-up in City	2,368	1,732	2,051	2,210
# of Calls in City	3,340	2,971	3,155	3,247
# of Animals Picked-up in County	4,675	3,767	4,221	4,453
# of Calls in County	4,265	3,854	4,059	4,161
# of Animals Adopted	776	674	725	800
# of Animals Euthanized	5,749	3,906	4,827	5,287
# of Animals Handled per Employee	880	687	784	832
Cost per Animal Handled	\$71.97	\$97.01	\$90.75	\$83.75
% of Animals Adopted vs. Euthanized	13%	17%	15%	14%
# of Animals Brought in from other Counties	1	0	5	5
# of Complaints Regarding Animals	7,605	6,825	7,214	7,408
# of Complaints Regarding Animal Cruelty	91	55	60	70
# of Educational Programs	1	1	5	8
# of Employees	8	8	8	8
# of Certified Animal Control Officers	4	4	4	4
# of Certified Kennel Attendants	2	2	2	2

	FUND 110-GENERAL FUND		DEPT-44110- ANIMAL CONTROL			
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
Personnel and fringe benefits:						
111	SALARIES	267,135	263,000	258,500	264,000	264,000
112	OVERTIME	14,922	20,400	17,900	18,000	18,000
131	SERVICE AWARDS	100	100	100	600	600
132	LONGEVITY	4,000	4,300	4,300	4,900	4,900
133	SOLD VACATIONS	620	700	700	700	700
134	CHRISTMAS BONUS	758	1,000	6,000	900	900
140	DENTAL INSURANCE	2,428	2,900	2,400	3,300	3,300
141	SOCIAL SECURITY EXPENSE	21,126	22,200	21,400	21,700	21,700
142	HEALTH INSURANCE EXP	43,052	50,000	43,200	53,800	53,800
143	RETIREMENT EXP	43,105	51,500	48,500	46,200	46,200
144	LIFE/DISABILITY INSURANCE	3,200	3,200	3,200	3,200	3,200
147	UNEMPLOYMENT COMPENSATION	1,314	0	11,000	0	0
148	EDUCATION REIMBURSEMENT	419	0	1,000	1,500	1,500
149	WORKER'S COMP CLAIMS	0	1,000	1,000	1,000	1,000
191	LAUNDRY AND DRY CLEANING	3,674	5,000	4,000	4,000	4,000
192	EMPLOYEE PHYSICALS	105	0	600	600	600
193	PROTECTIVE IMMUNIZATIONS	121	300	300	300	300
Subtotal:		406,079	425,600	424,100	424,700	424,700
Operating expenditures:						
211	POSTAGE EXPENSE	523	500	500	500	500
217	CONTRACTED SVCS-VEHICLES	747	900	900	900	900
218	COMMUNICATION REPAIR/REPLACE	105	500	500	500	500
221	PRINTING EXPENSE	384	1,600	1,600	2,000	2,000
233	SUBSCRIPTIONS/MEMBERSHIPS	1,127	800	800	800	800
237	ADVERTISING EXPENSE	331	300	300	300	300
241	UTILITIES/PAGER	10,691	11,000	11,000	11,500	11,500
245	TELEPHONE	10,541	10,500	10,900	11,000	11,000
258	ADOPTION-VET EXPENSE	22,012	22,000	22,000	22,000	22,000
261	VEHICLE MAINTENANCE	18,497	15,000	15,000	15,000	15,000
263	COPIER MAINTENANCE	269	600	600	600	600
265	GROUNDNS IMPR & MAINT	0	1,200	700	1,000	1,000
266	BUILDING MAINTENANCE	3,974	6,500	6,500	6,500	6,500
283	TRAINING & TRAVEL EXP	0	1,500	500	1,500	1,500
295	LANDFILL EXPENSE	2,063	3,000	2,600	3,000	3,000
299	JANITORIAL CONTRACT	5,910	6,000	6,400	6,400	6,400
319	OFFICE EXPENSE	2,079	2,500	2,500	2,500	2,500
322	OSHA SAFETY SUPPLIES	159	500	500	500	500
324	JANITORIAL SUPPLIES	6,032	6,000	6,000	6,000	6,000
326	UNIFORMS & SAFETY SHOES	1,104	4,000	4,700	4,700	4,700
327	AMMUNITION	437	1,000	500	800	800
331	GASOLINE EXPENSE	21,148	20,000	25,000	26,700	26,700
395	EUTHANASIA SUPPLIES	3,156	6,000	6,000	6,000	6,000
396	PET FOOD/ANIMAL SUPPLIES	4,421	5,500	6,000	6,000	6,000
429	DONATIONS-CAGES & SUPPLIES	2,088	0	2,500	0	0
511	INS-BLDGS & CONTENTS	294	300	300	300	300
512	INS-VEHICLES & EQUIP	1,119	1,200	1,200	1,200	1,200
513	INS-GENERAL LIABILITY	1,240	1,300	1,400	1,400	1,400
514	WORKER'S COMPENSATION	5,600	5,600	6,100	6,100	6,100
599	MISCELLANEOUS EXP	511	500	500	500	500
Subtotal:		126,562	136,300	144,000	146,200	146,200
Capital outlay and debt service:						
949	REPLACEMENT EQUIPMENT	829	1,100	1,100	1,100	1,100
Subtotal:		829	1,100	1,100	1,100	1,100
TOTAL	DEPARTMENT 44110	533,470	563,000	569,200	572,000	572,000

Wellness, Safety & Risk Management Program



Wellness, Safety & Risk Management Program

Wellness, Safety & Risk Manager
1 FTE

Wellness, Safety & Risk Management Program

Programs, Services and Functions:

Effective in October 2009, a full-time Wellness, Safety & Risk Manager was hired, eliminating the need for a part-time consultant. This is in an effort to assist departments, on a day-to-day basis, maintain a safe work environment for the employees of the City of Cleveland, and reduce costs by implementing safety and wellness programs.

Since the full-time position was created, a Safety Program Committee and a Wellness Committee have been formed and implemented. The City of Cleveland's Safety Program Committee meets the third Thursday of each month to discuss safety issues for City of Cleveland employees and remain in compliance with current OSHA/TOSHA regulations. Each committee member is also assigned and is responsible for performing monthly safety inspections of all properties of the City of Cleveland, which are submitted to the Safety Manager, who maintains safety records. The Wellness, Safety & Risk Manager serves as Chairman for the committee. There are eight other committee members, representing departments of the City.

The City of Cleveland's Wellness Committee also meets the third Thursday of each month. The committee's objective is to explore and review programs and incentives to reduce health insurance claims and promote wellness to fellow employees. The committee is made up of seven members, representing departments of the City. Each committee member is responsible for gathering and distributing information regarding wellness programs and incentives, to their respective departments. The Wellness, Safety & Risk Manager also serves as Chairman for this committee.

This budget provides funding for the salary and benefits for the Wellness, Safety & Risk Manager as well as minimal funding for Hazardous Material Clean Up, a funding match for the TML Safety Grant, safety supplies and a Safety Incentive Program for employees. All other needs are the responsibility of the individual departments.

EXPENDITURE SUMMARY	FY 2011 Actual	FY 2012 Budgeted	FY 2013 Proposed	Percentage Increase
Personnel Expenditures	\$69,621	\$70,500	\$71,500	1.4%
Operating Expenditures	\$19,076	\$26,900	\$28,500	5.9%
Capital Outlay & Debt Service	\$0	\$0	\$0	0%
Total Expenditures	\$88,697	\$97,400	\$100,000	2.6%

Goals and Objectives:

- Maintain MSDS inventory
- Schedule and conduct required safety training for employees
- Ensure the City of Cleveland remains in compliance with OSHA and TOSHA mandates and regulations
- Maintain first aid kits for city vehicles
- Communicate with departments to ensure a safe workplace for employees and maintain statistical loss information, reducing injuries and lost time accidents by 5%
- Continue implementation of the safety incentive program to reduce lost time accidents by 5%
- Increase safety training opportunities for employees
- Continue monthly Safety Inspections of city-owned properties
- Communicate Wellness Awareness and provide programs to employees as well as provide Fitness Classes to reduce health insurance costs.

Performance Measures:

Measure Description	FY2010 (Actual)	FY2011 (Actual)	FY2012 (Estimated)	FY2013 (Projected)
% of Departments with Right-To-Know (RTK) Centers	100%	100%	100%	100%
# of Annual Inspections by TML	1	2	2	2
# of City Buildings/Playgrounds Inspected	32	32	32	32
# of OSHA/TOSHA Citations issued	0	0	0	0
Lost Time Accidents	7	5	5	4
Total number of recordable injuries	11	11	10	9
Wellness Programs offered to employees	2	2	2	2
Fitness Classes provided to employees	200	72	200	200
Safety training session provided to employees	3	3	4	5

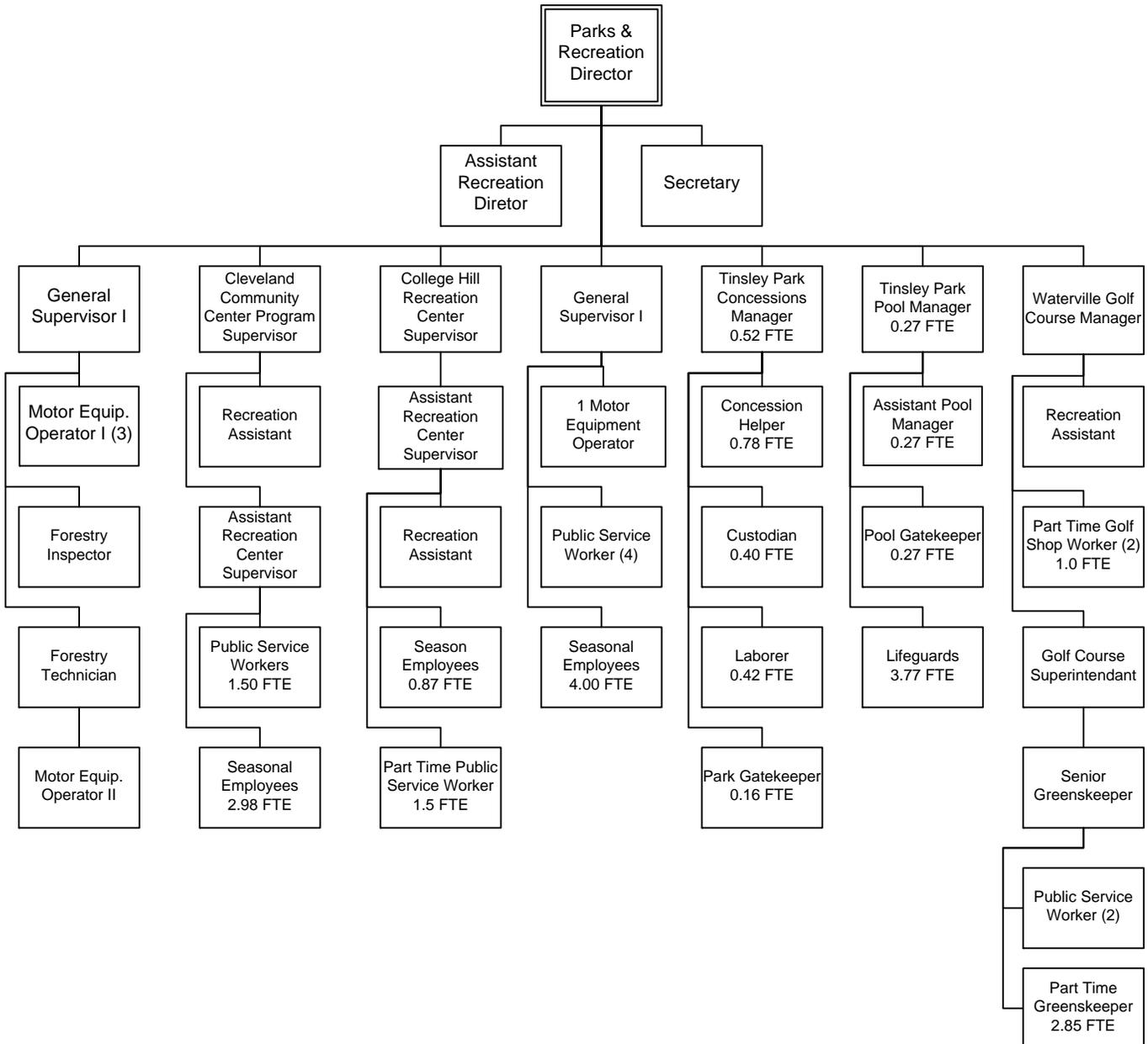
A safety incentive program was implemented as an effort to reduce the lost time injury statistics. The city reports work-related injuries to OSHA (Occupational Safety and Health Administration) as required on a calendar-year basis.

	FUND 110-GENERAL FUND	DEPT-44190- WELLNESS, SAFETY & RISK MANAGEMENT PROGRAM				
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
Personnel and fringe benefits:						
111	SALARIES	48,929	48,700	48,700	49,700	49,700
132	LONGEVITY	1,100	1,200	1,200	1,200	1,200
133	SOLD VACATIONS	936	1,000	1,000	1,000	1,000
134	CHRISTMAS BONUS	108	100	800	100	100
135	COLLEGE PAY	280	300	300	300	300
140	DENTAL INSURANCE	273	300	300	300	300
141	SOCIAL SECURITY TAXES	3,762	3,900	3,900	3,900	3,900
142	HEALTH INSURANCE	4,733	4,800	4,800	5,500	5,500
143	RETIREMENT EXPENSES	8,532	8,500	8,500	8,500	8,500
144	LIFE/DISABILITY INSURANCE	618	600	600	600	600
197	CLOTHING ALLOWANCE	350	400	400	400	400
Subtotal:		69,621	69,800	70,500	71,500	71,500
Operating expenditures:						
239	HAZARD COMM/CPR/AED	428	500	0	500	500
245	TELEPHONE	936	800	800	800	800
283	TRAINING AND TRAVEL	2,081	1,500	3,700	2,500	2,500
319	OFFICE SUPPLIES	165	300	200	300	300
324	WELLNESS CTR OPERATIONS	9,851	8,000	8,000	10,000	10,000
329	SAFETY SUPPLIES	436	500	500	500	500
331	GASOLINE EXPENSE	0	700	100	300	300
343	TML DRIVER SAFETY GRANT	2,616	5,000	5,000	5,000	5,000
344	TML SAFETY GRANT	0	2,000	2,000	2,000	2,000
512	INS-VEHICLES	210	300	300	300	300
513	INS-GENERAL LIABILITY	190	300	300	300	300
514	WORKER'S COMPENSATION	0	200	200	200	200
515	INS-PROFESSIONAL LIABILITY	0	300	300	300	300
599	MISCELLANEOUS EXPENSE	14	500	500	500	500
799	INCENTIVE PROGRAM	2,149	5,000	5,000	5,000	5,000
Subtotal:		19,076	25,900	26,900	28,500	28,500
TOTAL	DEPARTMENT 44190	88,697	95,700	97,400	100,000	100,000

Parks and Recreation



Parks & Recreation Department



Parks and Recreation Department

Programs, Services, and Functions:

The Parks and Recreation Department is funded through several separate budgets within the General Fund:

- Administration and Maintenance
- Landscape Maintenance
- College Hill Recreation Center
- Cleveland Community Center
- Tinsley Park
- Waterville Golf Course

The Fletcher Park Trust Fund and Greenway Fund are part of Parks and Recreation (See Tab X for additional information).

The Administration and Maintenance budget covers the costs of the director, assistant director, secretary, and the maintenance personnel.

The other four budgets in the General Fund cover the costs to run the College Hill Recreation Center; Cleveland Community Center; Tinsley Park, the City's major ball field location; and Waterville Golf Course, an 18-hole public course.

The department provides a wide range of recreational activities either through direct programming, or working with other organizations indirectly. For example, the City financially supports the following programs:

- Greater Cleveland Soccer Association, which has helped the City develop the Mouse Creek Road soccer complex
- Bradley/Cleveland Youth Football Program
- Aqua Tigers for swimming
- Cleveland Youth Softball
- Mosby Pool Water Dogs
- Youth Baseball

The City runs several softball leagues and basketball leagues and is host to numerous softball tournaments. Swimming pools are provided at Tinsley Park, Cleveland Community Center, and Mosby Park (which is part of the College Hill Recreation Center). Two community centers provide recreational activities, crafts, and weight lifting. A walking trail and exercise stations are provided at Tinsley Park. Playground equipment is provided at neighborhood parks throughout the city, many shared with the City Schools.

Greenways and other open spaces enhance the quality of life in Cleveland by protecting the environment, giving citizens additional venues for recreation, and by providing economic development benefits. Everyday uses include walking, jogging, rollerblading, bicycling, skateboarding, walking pets, observing nature, and more.

Waterville Golf Course is an 18-hole public course located on Dalton Pike, managed by the City of Cleveland. The rates for Waterville are among the lowest in the area, providing quality golfing at an affordable price. The Waterville Advisory Board recommends rates and course improvements, and monitors the operation of the course. Its recommendations are forwarded to the City Council for action. Senior and Junior fees and permits are discounted 20%. Members who are city residents receive a \$20 discount on their membership. The City offers a Wellness Program to all full-time employees, which includes 50% off membership rates to Waterville. Weather is a key factor in overall play. On April 1st, 2010 Waterville closed to begin improvements to the course as a result of the Dalton Pike Widening Project. As part of the improvements a new maintenance building has been built at the golf course. Waterville re-opened the front nine holes on July 1, 2010 with the rest of the course to follow in spring of 2012.

The soccer complex hosts several regional tournaments and has both spring and fall programs. There are currently over 500 participants in the program. City staff, under the direction of the Golf Course manager, maintains the fields at the soccer complex. In FY 2009 the complex became home to the CHS Soccer Teams. Improvements completed were stadium fencing, team bleachers, new score boards and sidewalks.

Construction was completed on Phase VI at Fletcher Park, the city's passive park located on Tennessee Nursery Road. Phase VI consists of a trail around the perimeter of the back meadow that was completed using a State RTP grant. The Fletcher Park springhouse was also restored this year through donations from citizens.

Ongoing investment in Tinsley's ball fields is vital to the community's economic development and tourism efforts, as softball tournaments are the community's No. 1 tourist attraction. These tourists fill Cleveland's hotels, eat in its restaurants and patronize its shops, infuse sales tax and business tax revenues, provide local jobs and benefit small businesses while reducing the tax burden of local property taxpayers. Tinsley received new tennis court lights in spring 2012. The lights were funded by an energy grant.

The city's parks are well utilized by City, Bradley County and surrounding area residents, causing equipment to wear and need repairs or replacement. Equipment is inspected regularly so repairs or replacements can be made on a priority basis. The City attempts to replace or upgrade some of its playground equipment annually, reducing the need to repair or replace all equipment simultaneously and spreading the capital investment out over a longer timeframe. Tinsley Park has received a state grant for a new universal playground and restrooms, work began on this project in March 2012 and should be completed by June 1, 2012. Stuart School has received a commitment from the Cleveland Civitan Club for the replacement of the playground.

The City plans to continue with improvements at its College Hill Recreation Center and nearby Mosby Park this fiscal year. Improvements made in past years include a new multipurpose field, concession stand, rest rooms and walking track located at Shepard and East Streets. New outdoor basketball court and playground equipment were installed at Mosby Park. The College Hill Recreation gym was painted and the floor was refurbished. Phase III was completed in FY2009 including a new pool deck area, renovations to the pool house area, a spray park to replace the existing baby pool, new pool pump and concrete sidewalk from the parking area at Mosby. Resurfacing and

striping the parking lot at College Hill Recreation Center and improvements to the bath house at Mosby pool are also planned. In October of 2010 work was completed on a new multipurpose building at College Hill which also includes a new office for the director of the center. CDBG funds have been used on most of these projects, leveraging federal funds with local capital budget funds to maximize the impact on recreational opportunities in low-and moderate-income areas of Cleveland.

South Cleveland Community Center’s pool is being replaced with an addition of a spray park. This project is being funded through the Sales Tax Capital Projects Fund and should be complete by July 4, 2012.

In January of 2010 the Landscape Maintenance Division became a part of Parks and Recreation with Dan Hartman becoming Assistant Parks and Recreation Director. The Landscape Maintenance Division is responsible for the care and maintenance of any plant material located on city-owned properties. This includes the care and maintenance of all trees along street rights-of-ways, within city parks, Greenway, and on all city owned properties. The Division also handles the mowing and trimming of street rights-of-ways, medians, state-owned routes within the city’s boundaries, and Hardwick Field. Other activities include the planting of new trees along street rights-of-ways, within city parks, Greenway, and flower bed planting and care in street traffic islands, city buildings and Project Pride plantings.

P & R Administration and Maintenance:

EXPENDITURE SUMMARY	FY 2011 Actual	FY 2012 Budgeted	FY 2013 Proposed	Percentage Increase
Personnel Expenditures	\$501,079	\$518,800	\$533,300	2.8%
Operating Expenditures	\$156,834	\$171,100	\$170,700	-0.2%
Capital Outlay & Debt Service	\$398	\$1,000	\$1,000	0%
Total Expenditures	\$658,311	\$690,900	\$705,000	2.0%

Landscape Maintenance:

EXPENDITURE SUMMARY	FY 2011 Actual	FY 2012 Budgeted	FY 2013 Proposed	Percentage Increase
Personnel Expenditures	\$321,170	\$346,200	\$349,800	1.3%
Operating Expenditures	\$137,468	\$150,200	\$144,400	-3.8%
Capital Outlay & Debt Service	\$590	\$1,100	\$800	-27.2%
Total Expenditures	\$459,228	\$497,500	\$495,000	-0.5%

College Hill Recreation Center:

EXPENDITURE SUMMARY	FY 2011 Actual	FY 2012 Budgeted	FY 2013 Proposed	Percentage Increase
Personnel Expenditures	\$201,718	\$220,900	\$222,500	0.7%
Operating Expenditures	\$140,075	\$146,400	\$145,500	-0.6%
Capital Outlay & Debt Service	\$4,697	\$500	\$0	-100%
Total Expenditures	\$346,490	\$367,800	\$368,000	0.05%

Cleveland Community Center:

EXPENDITURE SUMMARY	FY 2011 Actual	FY 2012 Budgeted	FY 2013 Proposed	Percentage Increase
Personnel Expenditures	\$246,023	\$247,800	\$255,100	2.9%
Operating Expenditures	\$73,231	\$78,500	\$83,300	6.1%
Capital Outlay & Debt Service	\$617	\$600	\$600	0%
Total Expenditures	\$319,871	\$326,900	\$339,000	3.7%

Tinsley Park Operations:

EXPENDITURE SUMMARY	FY 2011 Actual	FY 2012 Budgeted	FY 2013 Proposed	Percentage Increase
Personnel Expenditures	\$97,397	\$127,300	\$127,200	-0.07%
Operating Expenditures	\$105,435	\$94,800	\$96,800	2.1%
Capital Outlay & Debt Service	\$0	\$0	\$0	0%
Total Expenditures	\$202,832	\$222,100	\$224,000	0.8%

Waterville Golf Course:

EXPENDITURE SUMMARY	FY 2011 Actual	FY 2012 Budgeted	FY 2013 Proposed	Percentage Increase
Personnel Expenditures	\$325,100	\$335,100	\$344,700	2.8%
Operating Expenditures	\$145,917	\$143,100	\$145,300	1.5%
Capital Outlay & Debt Service	\$3,548	\$25,700	\$28,000	8.9%
Total Expenditures	\$474,565	\$503,900	\$518,000	2.7%

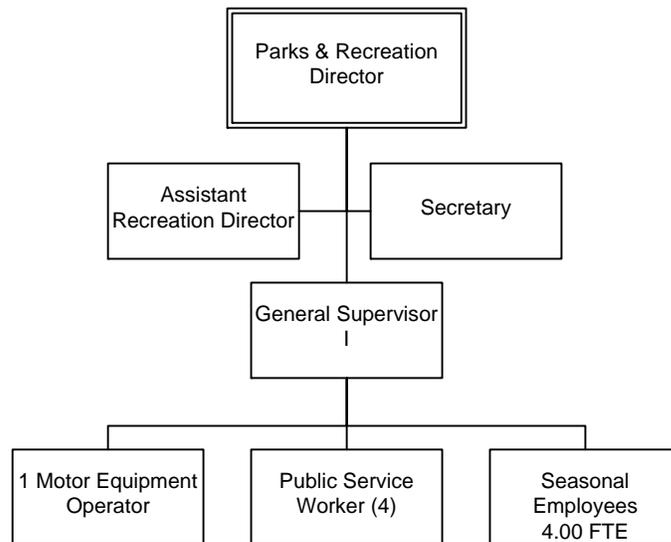
Goals and Objectives:

- Increase basketball participants in the city by 20% in FY2013.
- Provide a quality golf course available to the public at affordable rates.
- Increase the number of rounds of golf played by 5%.

Performance Measures:

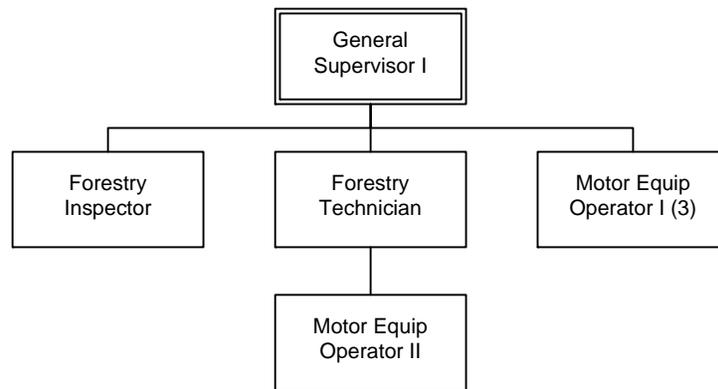
Measure Description	FY2010 (Actual)	FY2011 (Actual)	FY2012 (Estimated)	FY2013 (Projected)
# of Softball League Participants	1,820	1,600	1,650	1,650
# of Basketball League Participants	220	250	260	275
# of Soccer League Participants	950	950	950	975
# of Football League Participants	258	250	275	300
# of Aqua Tigers Participants	110	115	130	140
# Mosby Park Water Dogs	100	100	120	130
# of Sports for Youth Participants	600	600	650	700
# of Softball Tournaments	20	15	20	20
# Acres of Parks and Recreation Facilities	191	191	191	191
Number of Golf Rounds Played	9,600	5,000	7,000	8,000
Dollars per Golf Round	\$13.00	\$13.00	\$13.00	\$13.00
CSGC Memberships	84	119	150	200
Sr/Jr	37	36	48	68
Single	24	46	61	81
Family	23	37	41	51
# of Trees Trimmed Annually	1,563	915	1,000	1,100
# Trees Trimmed per employee	521	305	333	366
# of Trees Planted Annually	200	345	400	420

Parks & Recreation Administration & Maintenance Division



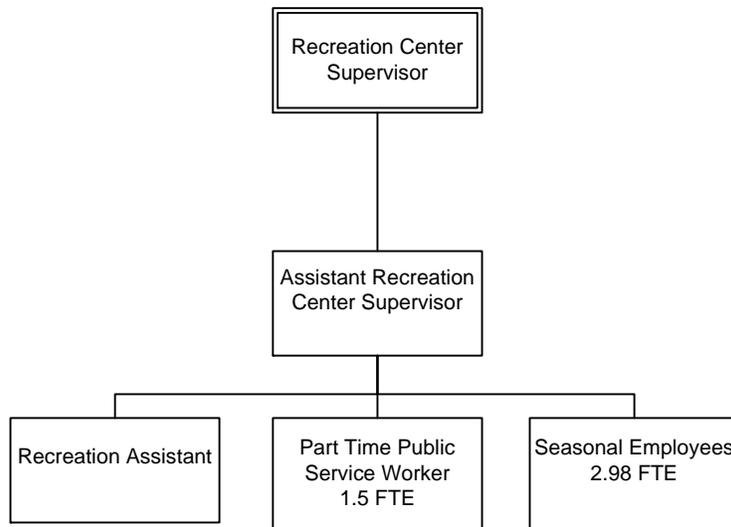
	FUND 110-GENERAL FUND		DEPT-44420- PARKS & RECREATION			
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
Personnel and fringe benefits:						
111	SALARIES	321,732	320,000	320,000	327,000	327,000
112	OVERTIME	1,577	3,500	3,500	3,500	3,500
114	PART TIME WAGES	17,734	20,000	20,000	20,000	20,000
131	SERVICE AWARDS	150	300	300	400	400
132	LONGEVITY	3,150	3,500	3,500	3,800	3,800
133	SOLD VACATION	1,431	2,600	2,600	2,600	2,600
134	CHRISTMAS BONUS	975	1,000	7,000	1,000	1,000
135	COLLEGE PAY	125	200	200	200	200
140	DENTAL INSURANCE	4,026	4,500	4,500	4,000	4,000
141	SOCIAL SECURITY TAXES	25,448	28,000	28,000	28,000	28,000
142	HEALTH INSURANCE EXP	64,978	71,000	67,000	79,600	79,600
143	RETIREMENT EXP	54,855	56,000	56,000	56,000	56,000
144	LIFE/DISABILITY INSURANCE	2,826	4,300	4,300	4,300	4,300
147	UNEMPLOYMENT COMP	1,532	500	500	1,500	1,500
149	WORKER'S COMP CLAIMS	0	900	900	900	900
191	LAUNDRY & DRY CLEANING	470	500	500	500	500
192	PRE-EMPLOYMENT TESTING	70	0	0	0	0
Subtotal:		501,079	516,800	518,800	533,300	533,300
Operating expenditures:						
211	POSTAGE EXPENSE	143	200	200	200	200
233	MEMBERSHIP	265	500	1,000	600	600
237	ADVERTISING	67	300	300	300	300
241	UTILITIES	8,572	8,100	8,100	8,900	8,900
245	TELEPHONE EXPENSE	7,454	9,000	9,000	9,000	9,000
261	VEHICLE MAINTENANCE	49,713	30,000	45,000	45,000	45,000
262	EQUIPMENT REPAIRS	1,589	5,500	5,500	5,500	5,500
265	GROUNDS MAINT EXPENSE	13,723	23,000	23,000	23,000	23,000
267	FLETCHER BLDG EXP	12,236	9,000	9,500	9,000	9,000
282	CAR ALLOWANCE	4,200	4,200	4,200	4,200	4,200
283	TRAINING/TRAVEL EXP	3,563	3,000	3,800	3,000	3,000
319	OFFICE EXPENSE	1,257	1,300	1,300	1,300	1,300
326	UNIFORM EXPENSE	2,341	3,500	3,500	3,500	3,500
331	GASOLINE EXPENSE	32,554	22,000	34,000	34,100	34,100
511	INS-BLDGS & CONTENTS	3,610	3,400	3,400	3,400	3,400
512	INS-VEHICLES & EQUIP	3,356	3,000	4,100	4,100	4,100
513	INS-GENERAL LIABILITY	2,153	2,900	2,900	3,300	3,300
514	WORKER'S COMPENSATION	7,432	9,300	9,300	9,300	9,300
599	MISCELLANEOUS EXP	468	500	500	500	500
731	OLD TIMERS BANQUET	2,138	2,500	2,500	2,500	2,500
Subtotal:		156,834	141,200	171,100	170,700	170,700
Capital expenditures and debt service:						
949	SMALL EQUIPMENT	398	1,000	1,000	1,000	1,000
Subtotal:		398	1,000	1,000	1,000	1,000
TOTAL	DEPARTMENT 44420	658,311	659,000	690,900	705,000	705,000

Parks & Recreation Landscape Maintenance



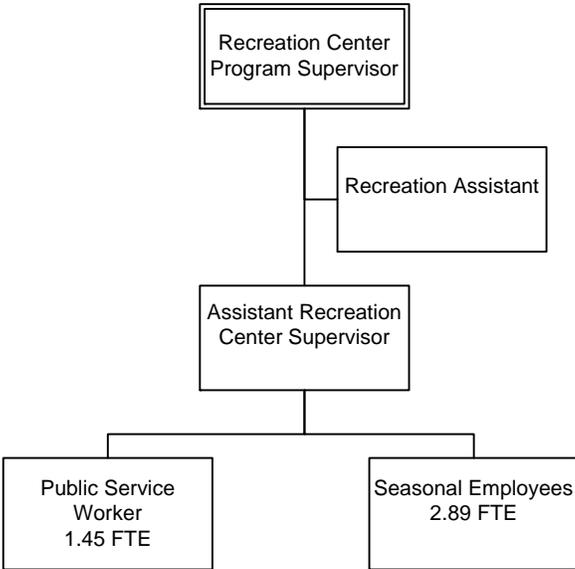
	FUND 110-GENERAL FUND	DEPT-43140 - PARKS & RECREATION				
				LANDSCAPE MAINTENANCE		
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
Personnel and fringe benefits:						
111	SALARIES	217,933	224,000	224,000	226,000	226,000
112	OVERTIME	1,152	900	900	900	900
114	PART-TIME	1,980	0	2,500	0	0
131	SERVICE AWARDS	325	100	100	100	100
132	LONGEVITY	2,600	3,100	3,100	3,600	3,600
133	SOLD VACATIONS	1,055	1,900	1,900	1,900	1,900
134	CHRISTMAS BONUS	758	800	5,200	800	800
140	DENTAL INSURANCE	2,612	3,000	3,000	3,000	3,000
141	SOCIAL SECURITY EXPENSE	16,251	17,800	17,800	17,500	17,500
142	HEALTH INSURANCE EXP	36,532	37,100	44,500	53,800	53,800
143	RETIREMENT EXP	35,374	39,000	39,000	38,000	38,000
144	LIFE AND DISABILITY INSUR.	3,616	3,600	3,600	3,600	3,600
149	WORKER'S COMP CLAIMS	752	500	500	500	500
192	PRE-EMPLOYMENT TESTING	230	100	100	100	100
Subtotal:		321,170	331,900	346,200	349,800	349,800
Operating expenditures:						
211	POSTAGE EXPENSE	162	100	100	100	100
221	PRINTING EXPENSE	0	400	400	400	400
233	SUBSCRIPTIONS & MEMBERSHIPS	1,530	1,500	1,500	1,500	1,500
237	ADVERTISING	107	200	200	200	200
241	UTILITIES	2,941	1,400	2,400	3,100	3,100
245	TELEPHONE/PAGER EXPENSE	3,770	4,600	4,600	4,600	4,600
261	VEHICLE MAINTENANCE	56,834	60,000	60,000	60,000	60,000
262	EQUIPMENT REPAIRS	802	1,800	1,800	1,800	1,800
283	TRAINING & TRAVEL EXP	3,731	2,600	4,200	2,600	2,600
288	WORK SESSIONS/COMP MEALS	829	0	0	0	0
290	CONTRACTED SERVICES	1,342	300	300	300	300
319	OFFICE EXPENSE	84	800	800	800	800
321	BOTANICAL/OPERATING SUPP	9,477	9,000	9,000	9,000	9,000
326	UNIFORMS & SAFETY SHOES	3,341	3,500	3,500	3,500	3,500
327	TREE EXPENSE	8,152	7,500	7,500	7,500	7,500
329	DONATION-MEMORIAL TREE	7,153	0	12,600	0	0
331	GASOLINE EXPENSE	24,507	24,000	27,000	29,000	29,000
511	INSUR-BUILDING & CONTENTS	0	500	500	2,300	2,300
512	INSUR-VEHICLE/EQUIPMENT	4,031	4,000	4,500	6,400	6,400
513	INSUR-GENERAL LIABILITY	1,501	1,500	2,300	1,500	1,500
514	WORKER'S COMPENSATION	7,074	9,600	6,400	9,600	9,600
599	MISCELLANEOUS EXP	100	200	600	200	200
Subtotal:		137,468	133,500	150,200	144,400	144,400
Capital outlay and debt service:						
949	SMALL EQUIPMENT	590	800	1,100	800	800
Subtotal:		590	800	1,100	800	800
TOTAL	DEPARTMENT 43140	459,228	466,200	497,500	495,000	495,000

College Hill Recreation Center



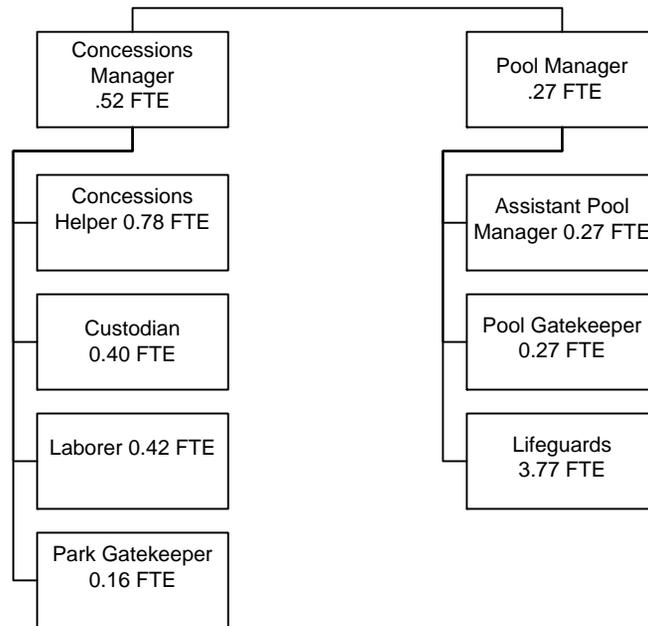
	FUND 110-GENERAL FUND		DEPT-44410- COLLEGE HILL RECREATION CENTER			
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
Personnel and fringe benefits:						
111	SALARIES	98,751	99,000	99,000	101,000	101,000
112	OVERTIME WAGES	194	1,000	1,900	1,000	1,000
114	PART TIME WAGES	51,396	45,000	60,000	60,000	60,000
131	SERVICE AWARDS	250	0	0	0	0
132	LONGEVITY	2,000	2,200	2,200	2,300	2,300
133	SOLD VACATION	1,180	2,000	2,000	2,000	2,000
134	CHRISTMAS BONUS	325	400	2,300	400	400
140	DENTAL INSURANCE	908	900	900	1,200	1,200
141	SOCIAL SECURITY TAXES	10,942	11,700	11,700	12,600	12,600
142	HEALTH INSURANCE EXP	16,161	14,200	18,000	21,600	21,600
143	RETIREMENT EXP	17,062	18,000	18,000	18,000	18,000
144	LIFE/DISABILITY INSURANCE	1,253	1,300	1,300	1,300	1,300
147	UNEMPLOYMENT COMP	296	500	3,000	500	500
148	EDUCATION REIMBURSEMENT	0	400	400	400	400
149	WORKER'S COMP CLAIMS	1,000	200	200	200	200
Subtotal:		201,718	196,800	220,900	222,500	222,500
Operating expenditures:						
241	UTILITIES	42,738	52,100	52,100	54,700	54,700
245	TELEPHONE EXP	4,791	5,500	5,500	5,500	5,500
266	PARK & BLDG MAINTENANCE	18,574	20,700	20,700	20,700	20,700
289	TEAM COMPETITION/TRIPS	2,229	2,600	2,600	2,600	2,600
319	OFFICE EXPENSE	1,559	1,400	1,600	1,600	1,600
324	JANITORIAL SUPPLIES	2,686	3,000	3,000	3,000	3,000
325	CONCESSION SUPPLIES	5,370	3,500	5,000	3,500	3,500
331	GASOLINE EXPENSE	0	400	400	400	400
391	POOL EXPENSE	5,887	4,600	4,600	4,600	4,600
392	ATHLETIC SUPPLIES	2,353	3,000	3,000	3,000	3,000
399	PROGRAM DEVELOPMENT	5,711	6,000	6,000	6,000	6,000
511	INS-BLDGS & CONTENTS	4,521	4,300	4,300	4,300	4,300
513	INS-GENERAL LIABILITY	1,075	1,500	1,700	1,700	1,700
514	WORKER'S COMPENSATION	3,780	4,600	4,600	4,600	4,600
598	PROGRAM EXPENSE	15,777	5,000	7,000	5,000	5,000
599	MISCELLANEOUS	560	500	500	500	500
721	BCCSA ACTIVITIES	15,000	15,000	15,000	15,000	15,000
777	TEAM EXPENSE - DONATIONS	900	1,500	1,500	1,500	1,500
783	YOUTH ACHIEVEMENT PROG	4,568	5,300	5,300	5,300	5,300
784	WATER DOGS	1,996	2,000	2,000	2,000	2,000
Subtotal:		140,075	142,500	146,400	145,500	145,500
Capital outlay and expenditures:						
942	FURNITURE	4,697	0	0	0	0
949	SMALL EQUIPMENT	0	0	500	0	0
Subtotal:		4,697	0	500	0	0
TOTAL	DEPARTMENT 44410	346,490	339,300	367,800	368,000	368,000

Cleveland Community Center



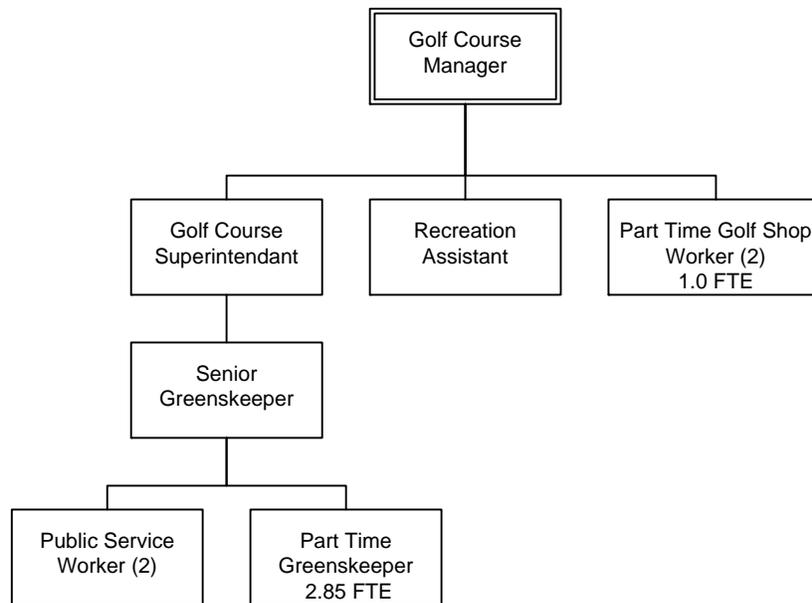
FUND 110-GENERAL FUND		DEPT-44430- CLEVELAND COMMUNITY CENTER				
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
Personnel and fringe benefits:						
111	SALARIES	134,710	137,000	137,000	140,000	140,000
114	PART TIME	40,778	37,000	37,000	40,000	40,000
131	SERVICE AWARDS	0	300	300	200	200
132	LONGEVITY	4,050	4,200	4,200	4,400	4,400
133	SOLD VACATION	1,610	1,600	1,600	1,600	1,600
134	CHRISTMAS BONUS	433	500	3,500	500	500
140	DENTAL INSURANCE	1,307	1,500	1,500	1,400	1,400
141	SOCIAL SECURITY TAXES	13,331	13,900	13,900	13,700	13,700
142	HEALTH INSURANCE EXP	23,211	23,000	23,000	27,500	27,500
143	RETIREMENT EXPENSE	22,533	24,000	24,000	24,000	24,000
144	LIFE/DISABILITY INSURANCE	1,619	1,700	1,700	1,700	1,700
147	UNEMPLOYMENT COMPEN	2,441	0	0	0	0
149	WORKER'S COMP CLAIMS	0	100	100	100	100
Subtotal:		246,023	244,800	247,800	255,100	255,100
Operating expenditures:						
237	ADVERTISING	96	0	0	0	0
241	UTILITIES	34,736	35,200	35,200	40,000	40,000
245	TELEPHONE EXPENSE	4,110	4,000	4,000	4,000	4,000
261	VEHICLE EXPENSE	481	500	500	500	500
266	BUILDING MAINTENANCE	5,334	7,500	7,500	7,500	7,500
289	TEAM TRIPS/COMPETITIONS	1,070	1,500	1,500	1,500	1,500
319	OFFICE EXPENSE	471	700	700	700	700
324	JANITORIAL SUPPLIES	2,210	2,000	2,000	2,000	2,000
391	POOL EXPENSE	7,689	4,400	4,400	4,400	4,400
392	ATHLETIC SUPPLIES	362	1,500	1,500	1,500	1,500
399	CRAFT SUPPLIES	76	500	500	500	500
511	INS-BLDGS & CONTENTS	3,035	3,000	3,000	3,000	3,000
513	INS-GENERAL LIABILITY	1,044	1,500	1,600	1,600	1,600
514	WORKER'S COMPENSATION	2,059	3,700	3,700	3,700	3,700
546	CONT SVCS-FLOOR MAINT	2,245	2,000	2,000	2,000	2,000
547	CONT SVCS-SECURITY	1,164	1,200	1,200	1,200	1,200
599	MISCELLANEOUS EXP	432	500	500	500	500
784	AQUA TIGERS	2,000	2,000	2,000	2,000	2,000
785	JUNIOR PRO BASKETBALL	3,190	3,000	3,000	3,000	3,000
786	CARDINAL ACCOUNT	1,427	3,700	3,700	3,700	3,700
Subtotal:		73,231	78,400	78,500	83,300	83,300
Capital outlay and debt service:						
941	SMALL EQUIPMENT	617	600	600	600	600
Subtotal:		617	600	600	600	600
TOTAL	DEPARTMENT 44430	319,871	323,800	326,900	339,000	339,000

Tinsley Park



	FUND 110-GENERAL FUND		DEPT-44700- TINSLEY PARK			
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
Personnel and fringe benefits:						
111	SALARIES	90,606	115,700	115,700	115,700	115,700
112	OVERTIME	0	2,500	2,500	2,500	2,500
141	SOCIAL SECURITY EXPENSE	6,791	9,100	9,100	9,000	9,000
Subtotal:		97,397	127,300	127,300	127,200	127,200
Operating expenditures:						
237	ADVERTISING	70	0	0	0	0
241	UTILITIES	36,195	33,000	33,000	35,000	35,000
245	TELEPHONE EXPENSE	781	1,000	1,000	1,000	1,000
265	MAINTENANCE/REPAIRS	24,931	10,000	10,000	10,000	10,000
324	JANITORIAL SUPPLIES	2,778	3,000	3,000	3,000	3,000
325	TOURNAMENT EXPENSE	3,423	6,000	6,000	6,000	6,000
391	POOL EXPENSE	15,884	17,000	17,000	17,000	17,000
393	CONCESSION SUPPLIES	16,208	16,500	16,500	16,500	16,500
511	INS-BLDGS & CONTENTS	2,573	2,500	2,500	2,500	2,500
513	INS-GENERAL LIABILITY	706	1,000	1,000	1,000	1,000
514	WORKER'S COMPENSATION	1,886	4,800	4,800	4,800	4,800
Subtotal:		105,435	94,800	94,800	96,800	96,800
TOTAL	DEPARTMENT 44700	202,832	222,100	222,100	224,000	224,000

Waterville Golf Course



	FUND 110-GENERAL FUND	DEPT-44800-WATERVILLE GOLF COURSE				
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
Personnel and fringe benefits:						
111	SALARIES	176,634	176,100	176,100	180,000	180,000
112	OVERTIME	8,061	6,000	6,000	6,000	6,000
114	PART TIME	38,401	43,000	43,000	43,000	43,000
131	SERVICE AWARDS	0	200	200	300	300
132	LONGEVITY	2,000	2,200	2,200	2,700	2,700
133	SOLD VACATION	2,412	2,200	2,500	2,500	2,500
134	CHRISTMAS BONUS	650	600	4,500	700	700
140	DENTAL INSURANCE	2,502	2,800	2,800	2,800	2,800
141	SOCIAL SECURITY TAXES	16,030	17,800	17,800	17,900	17,900
142	HEALTH INSURANCE EXP	44,343	44,400	44,400	53,100	53,100
143	RETIREMENT EXPENSE	31,535	33,000	33,000	33,000	33,000
144	LIFE/DISABILITY INSURANCE	2,532	2,600	2,600	2,600	2,600
149	WORKER'S COMP CLAIMS	0	100	0	100	100
Subtotal:		325,100	331,000	335,100	344,700	344,700
Operating expenditures:						
233	SUBSC. & MEMBERSHIPS	274	1,000	1,000	1,000	1,000
237	ADVERTISING/MKTG EXP	338	1,800	1,800	1,800	1,800
241	UTILITIES	24,876	23,800	23,800	26,000	26,000
245	TELEPHONE EXPENSE	14,355	10,200	10,200	10,200	10,200
261	VEHICLE MAINTENANCE	107	1,500	1,500	1,500	1,500
262	EQUIP PARTS & MAINT	14,104	19,000	19,000	19,000	19,000
265	SOD/SEED & COURSE MAINT	7,150	8,000	8,000	8,000	8,000
266	BUILDING MAINTENANCE	23,451	2,000	2,000	2,000	2,000
269	GOLF CART MAINTENANCE	5,303	0	0	0	0
283	TRAVEL/TRAINING EXPENSE	52	900	900	900	900
290	CREDIT CARD FEES	1,831	3,500	3,500	3,500	3,500
298	CONT SVCS-PEST CONTROL	192	300	300	300	300
319	OFFICE EXPENSE	700	700	700	700	700
324	JANITORIAL EXPENSE	856	1,500	1,500	1,500	1,500
326	UNIFORM EXPENSE	2,770	2,700	2,700	2,700	2,700
329	GOLF COURSE ACCESSORIES	192	1,000	1,000	1,000	1,000
334	TIRES, TUBES, ETC	70	900	900	900	900
339	IRRIGATION & DRAINAGE SUPP	2,140	2,000	2,000	2,000	2,000
392	PRO SHOP EXPENSE	3,998	9,000	9,000	9,000	9,000
393	CONCESSION SUPPLIES	24,531	17,000	17,000	17,000	17,000
394	SMALL SUPPLIES-PENCILS	0	500	500	500	500
453	FERTILIZER & CHEMICALS	7,136	20,000	20,000	20,000	20,000
511	INS-BLDGS & CONTENTS	1,949	1,900	1,900	1,900	1,900
513	INS-GENERAL LIABILITY	1,548	2,300	2,500	2,500	2,500
514	WORKER'S COMPENSATION	5,459	8,500	8,200	8,200	8,200
547	CONT SVCS-SECURITY	2,275	1,900	2,700	2,700	2,700
599	MISCELLANEOUS	260	500	500	500	500
Subtotal:		145,917	142,400	143,100	145,300	145,300
Capital outlay and debt service:						
949	EQUIPMENT	3,548	25,400	25,700	28,000	28,000
Subtotal:		3,548	25,400	25,700	28,000	28,000
	TOTAL EXPENDITURES	474,565	498,800	503,900	518,000	518,000

Grants and Other Agencies



Cleveland Urban Area Transit System (CUATS) bus which is operated by SETHRA.

Cleveland/Bradley
Chamber of Commerce



Grants and Other Agency Support

Programs, Services, and Functions:

This budget provides funding to various agencies outside the city organization. By state statute, all must be either a joint agency in which the city participates, or an IRS-qualified tax-exempt organization serving a community purpose.

The City of Cleveland and Bradley County operate under an agreement that sets out percentages each would be responsible for in funding 15 agencies. Keep America Beautiful (KAB), was to be funded from landfill tipping fees. Beginning in fiscal year 2000, the City no longer uses the Bradley County landfill; therefore, the City also funds KAB. These percentages are listed at the end of this section. All of those agencies are shown here, except for the Library, which operates as a Special Revenue Fund of the city.

The City of Cleveland, 911 Board, City of Charleston, and Bradley County entered into a four-year, automatically renewable agreement on January 13, 1995 to combine two separate emergency communication centers into one. The Emergency Communications Center was constructed and placed into operation in 1996. Those costs not covered by the Telephone 911 Service Charge are divided as follows:

City of Charleston	1.0%
City of Cleveland	49.5%
Bradley County	49.5%

The City's share of funding for the 911 center is appropriated in this budget.

The first line item shown in this budget is entitled "Jointly Funded". Since the City must by City Charter finish its budget much earlier than Bradley County, the percentage increase for the various jointly funded agencies has not yet been determined. This line item is a contingency to cover those costs once the decisions on funding are made.

The City will fund \$135,000 for the city's transit system to be operated by SETHRA which will include an additional route for East Cleveland. The deviated fixed-route system will provide an affordable transportation alternative. The City also provides funding for the operation of the Cleveland/Bradley Regional Museum.

Youth programs funded include Aqua Tigers swim team, Bradley/Cleveland Football, Youth Baseball, Cleveland Youth Softball, Soccer Association, and the Foothills Country Fair.

**FUNDING PERCENTAGES AND SOURCES
FOR JOINT AGENCIES**

Name of Agency	Percentages & Sources of Funding
1. Chamber of Commerce: Tourism	County's share paid from 25% - Hotel/Motel Tax
2. Chamber of Commerce: EDC	County's share paid from 25% - Hotel/Motel Tax
3. Boys & Girls Club	\$ 2,000; \$5,000 County for Recreation Programs
4. Courts Community Service	50% City / 50% County
5. Keep America Beautiful Program	50% City / 50% County
6. MainStreet Program	50% City / 50% County
7. Fort Hill Cemetery	50% City / 50% County
8. Chamber of Commerce	50% City / 50% County
9. Public Library	50% City / 50% County
10. Emergency Management Agency	20% City / 80% County
11. Veteran's Affairs Office	20% City / 80% County
12. Community Services Agency	50% City / 50% County
13. Developmental Services Agency	20% City / 80% County
14. Tennessee Vocational Training Center	20% City / 80% County
15. 911 Board	49.5% City / 49.5% County / 1.0% Charleston

FUND 110-GENERAL FUND		DEPT-51500- APPROPRIATIONS				
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
Operating expenditures:						
General government:						
700	JOINTLY FUNDED	0	20,000	18,100	18,100	18,100
701	CLEVE/BRAD REG MUSEUM	43,000	42,300	42,300	42,300	42,300
702	MTAS - BENCHMARKING	3,500	4,000	4,000	4,000	4,000
703	MUNICIPAL LEAGUE DUES	9,102	9,200	9,200	9,200	9,200
704	CHAMBER-ECONOMIC DEV	45,000	45,000	45,000	45,000	45,000
705	SE TN DISTRICT DUES	8,257	8,000	8,000	8,000	8,000
706	MAINSTREET CLEVELAND	25,000	25,000	25,000	25,000	25,000
707	CEMETERY ASSOCIATION (50%)	10,000	10,000	10,000	10,000	10,000
708	COURTS COMMUNITY SVC (50%)	61,855	53,900	53,900	53,900	53,900
709	KEEP AMERICA BEAUTIFUL(50%)	28,100	28,100	28,100	28,100	28,100
710	JUVENILE COURT MATCH	1,100	1,100	1,100	1,100	1,100
711	UNITED WAY SUPPORTERS	996	1,000	1,000	1,000	1,000
712	SETHRA-TRANSIT	145,485	135,000	135,000	135,000	135,000
	Total General government	381,395	382,600	380,700	380,700	380,700
Public safety:						
713	CLEVE/BRAD COMM CTR (49.5%)	450,000	450,000	450,000	450,000	450,000
714	EMERGENCY MGMT (20%)	71,403	87,300	87,300	87,300	87,300
	Total Public Safety	521,403	537,300	537,300	537,300	537,300
Health & welfare:						
717	VETERANS AFFAIRS (20%)	22,193	22,100	22,100	22,100	22,100
718	BEHAVIORAL RESEARCH	2,000	2,000	2,000	2,000	2,000
720	DEVELOPMENTAL SVCS (20%)	6,200	6,200	6,200	6,200	6,200
721	COMMUNITY SVCS AGCY (50%)	94,306	94,400	94,400	94,400	94,400
	Total Health & welfare	124,699	124,700	124,700	124,700	124,700
Parks & recreation:						
726	AQUA TIGER EQUIPMENT	2,000	2,000	2,000	2,000	2,000
728	BRADLEY/CLEV FOOTBALL	3,500	3,500	3,500	3,500	3,500
729	YOUTH BASEBALL	5,000	5,000	5,000	5,000	5,000
730	CLEVELAND YOUTH SOFTBALL	4,000	4,000	4,000	4,000	4,000
731	SOCCER ASSOCIATION	5,000	5,000	5,000	5,000	5,000
733	LAND PAYMENT-SOCCER	5,000	5,000	5,000	5,000	5,000
734	FOOTHILLS COUNTRY FAIR	1,000	1,000	1,000	1,000	1,000
	Total Parks & recreation	25,500	25,500	25,500	25,500	25,500
Education:						
735	VOCATIONAL SCHOOL (20%)	17,900	17,900	19,800	19,800	19,800
	Total Education	17,900	17,900	19,800	19,800	19,800
TOTAL DEPARTMENT 51500		1,070,897	1,088,000	1,088,000	1,088,000	1,088,000

Transfers to Other Funds



The General Fund transfers funds to the Library Fund, Solid Waste and School General Fund.



Transfers to other Funds

Organization Chart:

No personnel are funded out of this fund.

Programs, Services, and Functions:

This budget provides for the transfers made from the City's General Fund to other city funds.

The General Fund makes transfers to the School General Fund to support the school system beyond what it receives from the federal, state, and county governments. In FY2011, the latest state statistics available, Bradley County spent \$7,540 per student for total operating costs of the Bradley County School System (BCSS). The State average was \$9,084, which means the BCSS was \$1,544, or 17% below the State average. In FY2011 Cleveland City Schools spent \$9,230 per pupil on operating costs. This is \$1,690 more than the BCSS, or 22% and 1.6% more than the State average. The bulk of this additional operating money comes from the city. This supplement for FY2013 remains the same as FY2012 at \$5,120,000.

In addition to the transfer to the School General Fund, the City also makes a transfer to the Debt Service Fund not only for city debt, but debt for the School System as well. The transfer for schools for debt service for FY2013 is \$2,404,000. The transfer to the Debt Service Fund for the city is \$1,576,000 of which \$260,300 was formerly paid from the Fire Fund. When the fire contract was renegotiated in 2005, a separate fund was no longer necessary.

The City and County operate the Library as a joint agency, with each entity paying 50% of the cost. The City's share is shown as a transfer to the Library Fund. This year's transfer is \$568,000.

The Solid Waste functions (residential and commercial garbage and recycling, brush, bulk goods and leaf collection) are partially paid from user fees. Fees are charged for residential and commercial garbage and recycling. A transfer from the General Fund of \$1,226,000 subsidizes the remaining costs.

The General Fund will transfer \$202,000 to the city's Stormwater Fund. In addition, the city will transfer \$150,000 to the Cleveland Municipal Airport Authority Fund for routine maintenance, \$40,000 to the Metropolitan Planning Organization Fund to match Federal and State grants and \$15,000 to the Community Development Block Grant Fund. In total, the General Fund is budgeted to transfer \$11,301,000 in FY2013 to these other funds.

	FUND 110-GENERAL FUND		DEPT-51600- TRANSFERS TO OTHER FUNDS			
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
761	TRANSFER TO SCHOOL FUND	5,120,000	5,120,000	5,120,000	5,120,000	5,120,000
762	TRANSFER TO DEBT SVC	185,300	1,016,700	1,016,700	1,315,700	1,315,700
763	TRANSFER TO LIBRARY FUND	564,443	571,800	568,000	568,000	568,000
764	TRANS-SOLID WASTE MGMT	1,226,800	1,226,000	1,226,000	1,226,000	1,226,000
766	TRANSFER TO CIP	1,225,000	332,000	1,148,800	0	0
767	TRANSFER TO AIRPORT FUND	34,000	34,000	34,000	150,000	150,000
768	TRANS-DEBT SVC-FIRE	259,200	258,500	258,500	260,300	260,300
769	TRANS-DEBT SVC-SCHOOLS	2,239,900	2,399,700	2,399,700	2,404,000	2,404,000
773	TRANSFER TO STORMWATER	199,000	199,000	199,000	202,000	202,000
776	TRANSFER TO MPO FUND	32,300	32,300	32,300	40,000	40,000
782	TRANSFER TO CDBG	10,000	10,000	10,000	15,000	15,000
TOTAL	DEPARTMENT 51600	11,095,943	11,200,000	12,013,000	11,301,000	11,301,000
	GRAND TOTAL EXPENSES	37,674,952	37,729,900	38,718,000	38,169,000	38,169,000

Special Revenue Funds

Special Revenue Funds are funds used to account for the proceeds of specific revenue sources other than major capital projects that are legally restricted to expenditures for specified purposes.

Solid Waste Management Fund: This fund accounts for the revenues and expenditures of the City of Cleveland's Solid Waste Management program.

Storm Water Management Fund: This fund is used to meet the National Pollutant Discharge Elimination System requirements. It is funded by a transfer from the general fund.

State Street Aid Fund: This fund accounts for maintenance of all non-State streets in the City. Revenues are provided from a portion of the State of Tennessee gasoline and motor fuels tax.

Library Fund: This fund is used to account for revenues and expenditures of the City's public library.

Drug Enforcement Trust Fund: This fund is used to account for investigations of violations of controlled substance laws and is funded primarily by state statute from the receipt of fines and costs related to drug enforcement cases.

Department of Justice Asset Forfeiture Fund: This fund accounts for all monies received from participation in a Federal Equitable Sharing Agreement with the U.S. Department of Justice and the U.S. Department of the Treasury.

Byrne Memorial and ARRA Justice Assistance Grants: These funds are used to account for grants received from the United States Department of Justice for the purchase of equipment for the Cleveland Police Department.

Cops Hiring Recovery Grant: This fund is used to account for a grant to hire four police officers for a period of three years.

Targeted Crime Reduction Grant: This fund is used to account for a grant from the office of Criminal Justice Programs. The grant provides funding for two police officers and programs with various partners to reduce crime in sectors 1 and 2 in the city.

Metropolitan Planning Organization Fund: This fund will serve Cleveland and the urbanized portions of Bradley County by transportation planning and the implementation of transportation projects.

Community Development Block Grant: This fund is used to account for a grant received by the United States Department of Housing and Urban Development.

School Fund: This fund is used to account for the revenues and expenditures of the City of Cleveland public school system.

School Food Services Fund: This fund is used to account for the revenues and expenditures of the City of Cleveland public school cafeterias.

Special Revenue Funds

Special Revenue Funds are funds used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted to expenditures for specified purposes.

The City's Special Revenue Funds include the State Street Aid Fund, Solid Waste Management Fund, Drug Enforcement Trust Fund, School Fund, School Food Services, Library Fund, Storm Water Management Fund, Community Development Block Grant Fund, Metropolitan Planning Organization Fund, Byrne Memorial Grant Funds, the Department of Justice Asset Forfeiture Fund, Cops Hiring Recovery Grant, Justice Assistance Grant-ARRA and the Targeted Crime Reduction Grant.

The revenues of the Special Revenue Funds can be segregated into five major categories:

- Intergovernmental Revenues
- Charges for Services
- Fines and Forfeitures
- Interest (Investment) Income
- Miscellaneous Revenues

Intergovernmental revenues provide 77% of the funding for Special Revenue Fund budgets. Education funding received from Bradley County, the State of Tennessee, and the Federal government accounts for over 90% of this revenue. Other sources include the state gas tax accounted for in the State Street Aid Fund, and state and federal grants for the Community Development Block Grant program, the Metropolitan Planning Organization program, and the Cops Hiring Recovery Grant.

Charges for services revenues provide 7.2% of the funding for Special Revenue Fund budgets. Cleveland Utilities bills the majority of this to commercial and residential garbage customers. Additionally, fees are charged for school tuition, community service activities and meals, library fines and fees.

Special Revenue Funds receive 14.6% of their funds as a transfer from other funds. The city's General Fund will transfer more than \$5 million to the School Fund for education, \$1,226,000 to the Solid Waste Management program, \$568,000 to support the Cleveland Public Library, \$202,000 for the Storm Water Management program, \$40,000 for the Metropolitan Planning program, and \$15,000 to the Community Development Block Grant Fund.

Expenditures in the Special Revenue Funds are budgeted within several major categories, most of which represent individual departments or divisions of the city. These categories are as follows:

- Community Development
- Public Safety
- Public Works
- Culture and Recreation
- Education
- Capital outlay

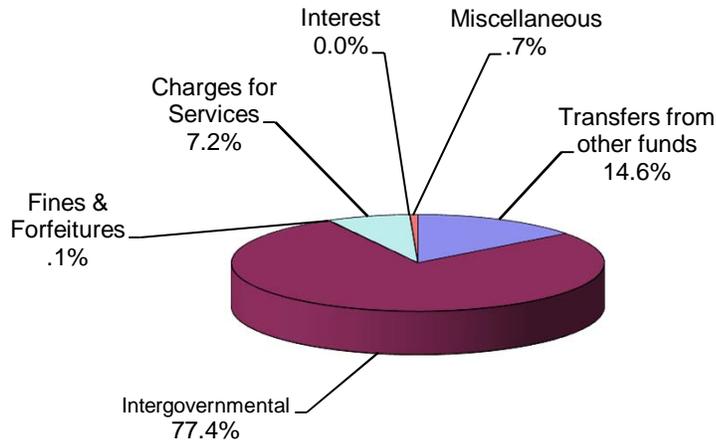
More than 83%, or \$41.2 million, of the \$49.2 million in total expenditures and other financing uses of the Special Revenue Funds is spent on education. Nine percent is spent on public works including projects and programs within the State Street Aid Fund, Solid Waste Management Fund and the Storm Water Management Fund.

Summary information for revenues and other sources and expenditures and other uses is included, followed by the individual funds. The format used in each fund is to present a detailed organization chart; a narrative on the programs, services, and functions provided; a summary of expenditures; the goals and objectives for the year; and the performance measures used.

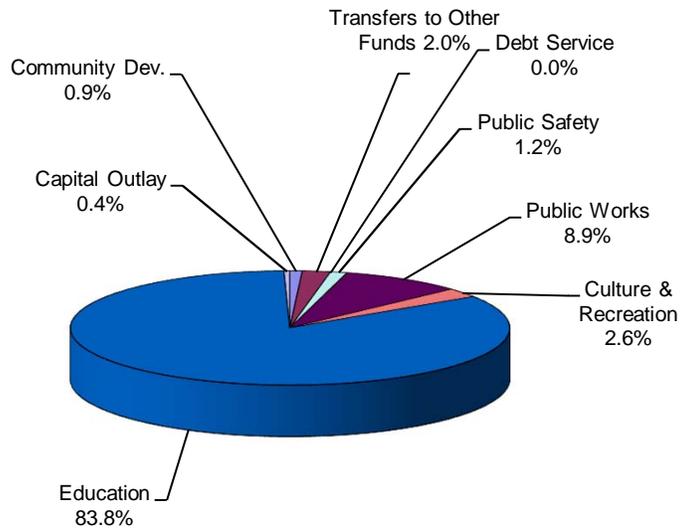
Special Revenue Funds Budget Summary

	FY2011 ACTUAL	FY2012 ORIGINAL BUDGET	FY2012 AMENDED BUDGETED	FY2013 PROPOSED	% OF TOTAL
<i>Revenues and Other</i>					
<i>Financial Resources</i>					
Intergovernmental Revenues	\$35,824,524	\$34,897,981	\$37,254,507	\$38,045,657	77.4%
Charges for Services	\$3,438,968	\$3,591,168	\$3,491,733	\$3,543,631	7.2%
Fines and Forfeitures	\$75,808	\$40,000	\$25,000	\$40,000	0.1%
Interest (Investment) Income	\$10,607	\$8,700	\$8,350	\$6,250	0.0%
Miscellaneous Revenues	\$915,389	\$331,727	\$427,497	\$339,453	0.7%
Transfer from Other Funds	\$7,152,825	\$7,173,300	\$7,169,500	\$7,185,200	14.6%
<i>Total Revenues and Other</i>					
<i>Financial Resources</i>	\$47,418,121	\$46,042,876	\$48,376,587	\$49,160,191	100.0%
<i>Expenditures and Other</i>					
<i>Financing Uses</i>					
Community Development	\$356,521	\$520,300	\$402,800	\$447,500	0.9%
Public Safety	\$669,177	\$326,700	\$680,824	\$595,800	1.2%
Public Works	\$4,100,192	\$4,184,700	\$4,499,000	\$4,408,100	9.0%
Health and Welfare	\$0	\$0	\$0	\$0	0.0%
Culture and Recreation	\$1,237,084	\$1,291,900	\$1,285,800	\$1,281,200	2.6%
Education	\$38,565,969	\$38,433,898	\$40,427,295	\$41,231,645	83.8%
Capital Outlay	\$476,187	\$231,500	\$323,401	\$210,000	0.4%
Debt Service Principal	\$0	\$0	\$0	\$0	0.0%
Debt Service Interest & Other	\$0	\$0	\$0	\$0	0.0%
Transfers to Other Funds	\$1,035,391	\$942,678	\$1,007,178	\$1,015,446	2.1%
<i>Total Expenditures and</i>					
<i>Other Financing Uses</i>	\$46,440,521	\$45,931,676	\$48,626,298	\$49,189,691	100.0%
<i>Increase (Decrease) in Fund Balance</i>	\$ 977,600	\$ 111,200	\$ (249,711)	\$ (29,500)	
<i>Fund Balance at Beginning of FY</i>	\$ 4,035,853	\$ 5,013,453	\$ 5,013,453	\$ 4,763,742	
<i>Fund Balance at End of FY</i>	\$ 5,013,453	\$ 5,124,653	\$ 4,763,742	\$ 4,734,242	

**City of Cleveland Summary of Special Revenue Funds
Revenue and Other Sources - FY 2013**



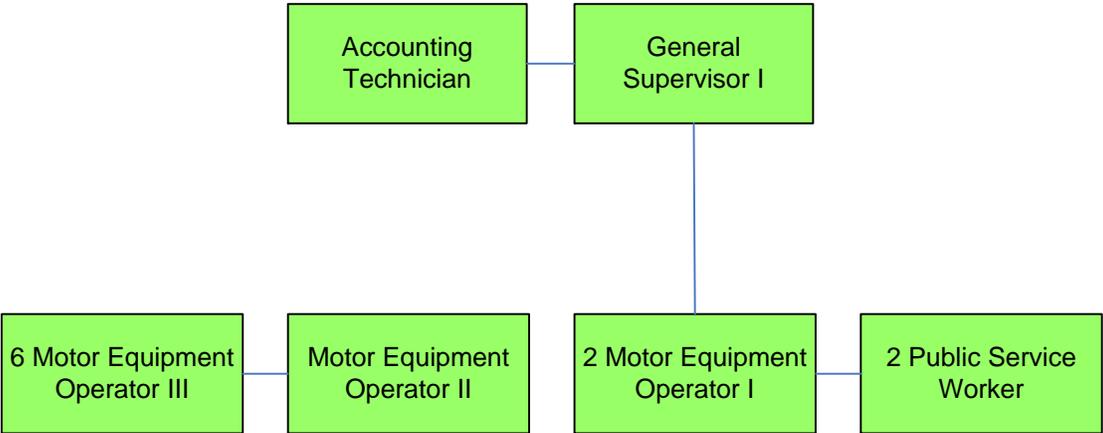
**City of Cleveland Summary of Special Revenue Funds
Expenditures and Other Uses - FY 2013**



SOLID WASTE MANAGEMENT



Solid Waste Management



Solid Waste Management Fund

Programs, Services and Functions:

The Solid Waste Fund provides for residential and commercial garbage collection and disposal, commercial recycling, brush collection and disposal, bulk (white goods) collection and disposal, and leaf collection and disposal. The residential and commercial services are contracted with Waste Connections of Tennessee, Inc. Other collections and services are provided “in-house” by the Public Works Department.

Our current contract with Waste Connections is for a five year period with five year automatic renewals, unless either party gives a one hundred eighty (180) day notification requesting termination. This contract provides for annual contract increases or decreases based on 90% of the CPI (Consumer Price Index) and 10% CPI Gasoline (limited to a 5% overall increase).

Residential garbage collection and disposal is provided once per week with curbside pickup. The city pays Waste Connections \$6.77 per month per household serviced. Landfill costs of \$24.00 per ton are included in this price. The city charges residential customers a sanitation fee of \$6.95 monthly, which is included on their monthly utility bill. Therefore, the residential sanitation fee covers 100% of the actual cost plus the administration cost for billing, uncollectible debt, and reporting incurred by Cleveland Utilities who provides the billing services for the city.

Commercial garbage collection and disposal is provided up to six times per week, using front-end loaders and metal containers from 2 to 8 cubic yards. This service is contracted with Waste Connections. The contractor works with each business to determine the best container location and service requirements for the business, subject to the approval of the public works director. The city has been paying Waste Connections \$1.80 per cubic yard. Transfer station landfill costs of \$24.00 per ton are included in this price. The City charges commercial customers \$1.83 per cubic yard, which is included on their monthly utility billing. The commercial sanitation fee covers the actual cost, billing expenses, and uncollectible debts.

Commercial recycling service is provided up to six times per week, using metal recycling containers from 4 to 8 cubic yards. Businesses are encouraged to recycle and, in most cases, participation allows them to reduce their commercial garbage collection costs. This service is contracted with Waste Connections under the same contract as commercial garbage service. The city pays Waste Connections \$1.58 per cubic yard and commercial recycling customers pay \$1.60 per cubic yard, using monthly utility bills. Therefore, the commercial recycling fee covers the actual cost as well as billing expenses and uncollectible debts.

The City Council revamped the solid waste ordinance regarding containers and collection procedures for commercial housing facilities. The new ordinance went into effect October 10, 2005. The ordinance has various requirements regarding the number of

containers allowed, times for container placement and removal, types of waste to be collected, procedures for bagging garbage debris, etc. as well as the fee to be billed to each resident. The ordinance also gave the Public Works Director the authority to require the owner of the commercial housing facility to provide proper containers and/or receptacles to hold household garbage. Both sections of the ordinance included a section with a civil penalty for non-compliance.

During FY 2010, the City Council approved changes in the billing for commercial housing facilities and the downtown business district. These changes require the tenants, not the property owners, to pay for sanitation services. The city council and staff felt this change would make the billing structure more equitable for the citizens and streamline the billing process.

Route Collection System – Capital Investment: A knuckleboom loader, dump truck and trash trailer were added to the solid waste fleet last year. This equipment allows older equipment to essentially be used as spares. Spares are used while like equipment is down for maintenance. This allows crews to remain on schedule while equipment is being repaired, reducing overtime costs. In the past, downtime increased overtime costs \$5,000 to \$10,000 annually.

Brush collection is provided at each residence twice each month, using city employees and four knuckleboom loaders and trailers. The collected brush is disposed of at either the City's old garage site or at the Mouse Creek Road site. The brush is chipped into mulch and used by the Parks and Recreation Department, Cleveland City Schools, and by residents.

Bulk (or white goods) collection is provided twice per month on the same residential route schedule as the brush collection, using city employees and one knuckleboom loader and trailer. The collected appliances are recycled if possible.

Leaf collection is provided from October through January (or longer if necessary) using leaf vacuum machines and knuckleboom trailers with canvas canopies attached. The twice monthly collections are on the same routes as the brush and bulk collections. Disposal is at the soccer field, located on Mouse Creek Road, or the former city dumping site located on Hill Street SE. The decaying leaves are turned periodically to ensure decomposition to be used as soil in landscaping or fill-in. This method saves the city \$24.00 per ton (Waste Connections-transfer station) or \$33.00 per ton (Bradley County Landfill) by not having to pay disposal fees. Some of this material is available to citizens upon request to the Public Works Department.

At times routes are delayed and require re-scheduling due to various circumstances, such as 1) inclement weather, 2) heavy periods of leaf collection, 3) excessive amounts of debris (requiring extra collection time), 4) older equipment which breaks down requiring immediate maintenance, and 5) holidays. When extra collection time is required it will result in delay and rescheduling. Even though the routes are made up, it affects performance.

Brush, bulk, and leaf collection and disposal services are totally tax supported by a Transfer from the general fund.

EXPENDITURE SUMMARY	FY 2011 Actual	FY 2012 Budgeted	FY 2013 Proposed	Percentage Increase
Personnel Expenditures	\$718,230	\$723,500	\$735,600	1.6%
Operating Expenditures	\$2,551,185	\$2,659,500	\$2,756,600	3.6%
Capital Outlay & Debt Service	\$20,000	\$230,600	\$171,800	-25%
Total Expenditures	\$3,289,415	\$3,613,600	\$3,664,000	1.4%

Goals and Objectives:

- Provide consistent, dependable cost-effective services to residential and commercial clients with minimal disruptions in scheduling.
- Handle all complaints on service within 2 working days.
- Reduce the amount of material that has to be landfilled for cost savings.
- Reduce residential (Route System) delayed collections by 5%.
- Sweep all streets in each route every quarter.
- Complete annual leaf collection with less delay time.

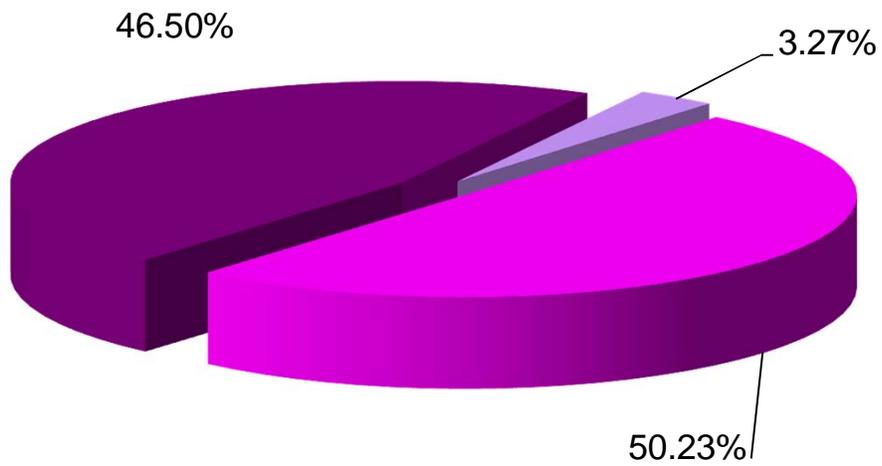
Performance Measures:

Measure Description	FY2010 (Actual)	FY2011 (Actual)	FY2012 (Estimated)	FY2013 (Projected)
Solid Waste Contract:				
Number of residential customers	13,541	13,607	13,720	13,830
Number of commercial customers	984	981	987	995
Total residential tons collected	10,750	10,947	11,816	12,000
Total commercial tons collected	21,043	20,514	21,200	21,400
Number of residential tons collected per 1,000 population	289	266	287	290
Number of residential tons collected per 1,000 collection points – curbside	793	805	862	868
Cost per ton collected – curbside	\$100	\$98.04	\$92.54	\$93.85
Cost per collection point – curbside	\$79.77	\$78.88	\$79.70	\$81.44
Cost to the city per residential unit	\$6.57	\$6.64	\$6.77	\$6.90
Cost to the city per cubic yard for commercial collection	\$1.76	\$1.76	\$1.80	\$1.84
Cost to the city for commercial recycling	\$1.53	\$1.47	\$1.58	\$1.70
Number of lost days due to inclement weather	0	0	0	0
% of CPI increase and gas index on contracts	-4.5%	+1.79%	+5.00%	+3.00%
**Brush Chipping:				
Number of days chipped	55	74	38	55
Number of hours chipped	284.85	426	247	330
Number of tons chipped (collected by PW)	5507	8523	4940	6600
Average # of hours of run time per day	5.18	5.75	6.50	6
Chipping Cost per hour	\$325	\$325	\$325	\$325
Public Works Route System:				
Number of days loose leaves were collected	65	58	46	65
Number of tons of loose leaves collected	2,340	2,082	828	1750
Landfill tonnage from route collections	5,727	5,260	5,271	5,400
Number of delayed route collection days	32	53	20	15

Solid Waste Management

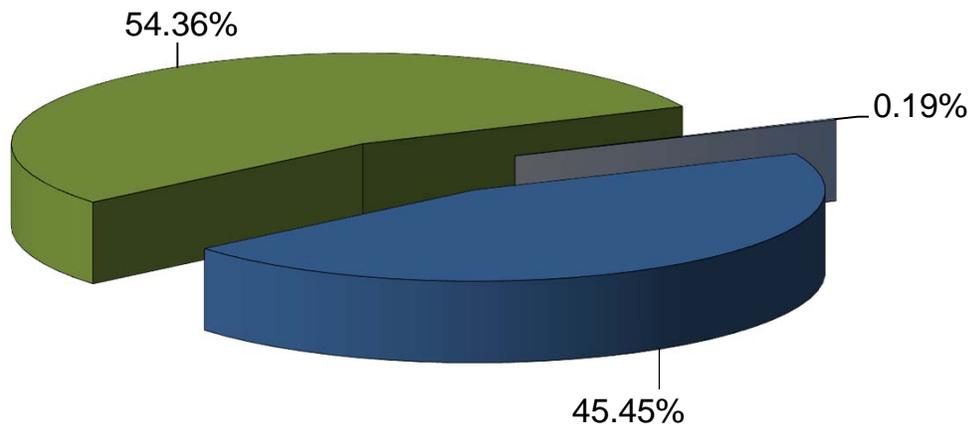
2012-13 Service Contract

\$2,249,500



■ Residential Standard	\$1,130,000
■ Commercial Standard	\$1,046,000
■ Commercial Recycle	\$73,500

Solid Waste Management 2012-13 Disposal Expenses \$264,000



- Waste Connections Transfer Station-\$143,500
- Bradley County Landfill-\$500
- Contracted Brush Chipping-\$120,000

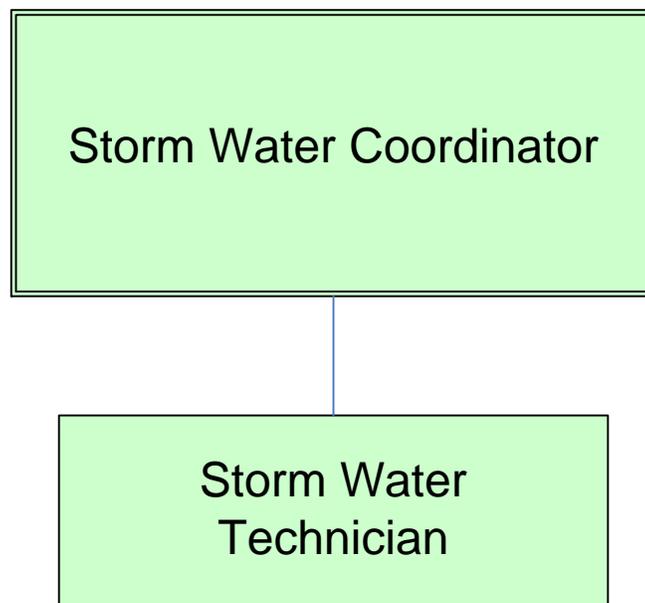
CITY OF CLEVELAND						
FUND #121 - SOLID WASTE MANAGEMENT						
REVENUES						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
34412	COMMERCIAL GARBAGE	968,211	964,000	975,000	1,000,000	1,000,000
34413	RESIDENTIAL GARBAGE	1,381,478	1,366,000	1,400,000	1,410,000	1,410,000
36110	INTEREST INCOME	1,298	1,000	1,000	1,000	1,000
36810	TRANS FROM GENERAL FUND	1,226,800	1,226,000	1,226,000	1,226,000	1,226,000
36984	TML-WORK COMP SALARY REIMB.	2,074	0	0	0	0
	TOTAL REVENUES	3,579,861	3,557,000	3,602,000	3,637,000	3,637,000
EXPENDITURES						
DEPARTMENT #43210						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
Personnel and fringe benefits:						
111	SALARIES	475,350	469,500	470,300	481,000	481,000
112	OVERTIME	14,120	7,000	12,500	15,000	15,000
119	SUPPLEMENT PAY	628	700	700	700	700
131	SERVICE AWARDS	650	1,400	1,400	100	100
132	LONGEVITY	9,100	9,700	9,700	10,600	10,600
133	SOLD VACATION	2,503	3,800	3,800	2,600	2,600
134	CHRISTMAS BONUS	1,408	1,500	9,600	1,500	1,500
140	DENTAL INSURANCE	4,679	5,300	5,100	5,200	5,200
141	SOCIAL SECURITY TAXES	35,943	37,900	38,200	38,600	38,600
142	HEALTH INSURANCE EXPENSE	78,986	85,200	77,600	87,000	87,000
143	RETIREMENT EXPENSE	83,701	82,700	86,100	84,100	84,100
144	LIFE/DISABILITY INSURANCE EXPENSE	5,793	6,200	5,900	6,300	6,300
149	WORKERS COMP CLAIMS	4,189	500	1,400	1,000	1,000
197	SAFETY SHOES	1,180	1,200	1,200	1,900	1,900
	Subtotal:	718,230	712,600	723,500	735,600	735,600
Operating expenditures:						
211	POSTAGE EXPENSE	153	300	300	300	300
216	GPS SERVICES	0	0	3,100	3,100	3,100
221	PRINTING EXPENSE	0	200	200	200	200
233	SUBSC. & MEMBERSHIPS	69	100	100	100	100
237	ADVERTISING EXPENSE	0	100	100	100	100
283	TRAINING/TRAVEL EXPENSE	87	800	500	400	400
295	LANDFILL EXPENSE	209,027	270,000	250,000	264,000	264,000
296	RESIDENTIAL ACCOUNT	1,073,290	1,089,000	1,093,500	1,130,000	1,130,000
298	COMMERCIAL ACCOUNT	981,604	1,000,800	1,018,300	1,046,000	1,046,000
299	COMMERCIAL RECYCLING	60,362	61,000	69,000	73,500	73,500
319	OFFICE EXPENSE	1,575	1,800	1,600	1,800	1,800
321	OPERATING SUPPLIES	1,531	1,500	1,500	1,500	1,500
322	SAFETY SUPPLIES	648	800	800	800	800
324	JANITORIAL SUPPLIES	236	600	600	600	600
326	UNIFORM EXPENSE	3,715	4,000	4,200	4,000	4,000
331	GASOLINE EXPENSE	63,118	57,200	62,200	65,600	65,600
332	REPAIRS & PARTS	127,344	110,000	120,000	135,000	135,000
511	INS-PROPERTY	1,009	1,000	1,000	1,000	1,000
512	INS-VEHICLE & EQUIPMENT	3,443	3,500	3,700	3,700	3,700

EXPENDITURES						
DEPARTMENT #43210						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
513	INS-GENERAL LIABILITY	7,748	7,800	7,900	8,000	8,000
514	WORKERS COMPENSATION	16,091	25,500	16,400	16,400	16,400
543	CPTR MAINT & SUPPORT	0	1,000	4,000	0	0
599	MISCELLANEOUS	135	500	500	500	500
Subtotal:		2,551,185	2,637,500	2,659,500	2,756,600	2,756,600
Capital outlay and debt service:						
791	BRADLEY COUNTY-RECYCLING	20,000	20,000	20,000	20,000	20,000
941	EQUIPMENT	0	800	1,100	800	800
942	KNUCKLEBOOM REPLACEMENT	0	0	122,500	123,000	123,000
943	PW DUMP TRUCK	0	0	87,000	0	0
944	LEAF MACHINE	0	0	0	28,000	28,000
Subtotal:		20,000	20,800	230,600	171,800	171,800
	TOTAL EXPENDITURES	3,289,415	3,370,900	3,613,600	3,664,000	3,664,000

STORM WATER MANAGEMENT



Storm Water Management



Storm Water Management Fund

Programs, Services, and Functions:

The Storm Water Management Fund was established in FY2003 to implement mandated storm water quality functions of the National Pollutant Discharge Elimination System (NPDES) MS4 Phase II. The primary function of the fund is to satisfy components of the MS4 Phase II Storm Water Clean Water Act, with a secondary function of addressing water quantity problems, such as flooding and minor drainage improvements.

The city's MS4 Phase II program has completed the first phase of the NPDES permit, and is now under the second phase. The city's stormwater program will continue to implement program requirements for the next four years of NPDES. As prescribed by Cleveland's NPDES permit, the program is a phase-in approach and was fully operational by February 2008. In keeping with the intent of the NPDES permit, Cleveland's storm water program will be a continuum of improving local water quality to preserve the designated uses of public waters, drinking water, and recreation through the six program areas established by EPA:

1. Public education and outreach
2. Public participation and involvement
3. Illicit discharge detection and elimination
4. Construction site run-off program
5. Post-construction run-off control
6. Pollution prevention and good housekeeping

The primary emphasis of the storm water mandate for FY 2013 will be implementing the new MS4 Phase II permit. Total Daily Maximum Loads (TMDL) testing will continue with 50% of the testing locations completed. Minor capital improvement drainage projects to address storm water quantity will continue to be a priority of the engineering division with in-house engineering and construction material purchases from the storm water fund.

In accordance with the NPDES MS4 goals, storm water quality public education will continue through partnership efforts; such as Project Wet for education in the public school system and co-sponsored erosion training courses.

Each year, the Public Works Department constructs minor drainage improvement projects utilizing storm water funding. The intent is to abate or reduce existing drainage problems or flooding where feasible, utilizing a cost-benefit approach.

Storm water management will again provide \$17,700 for debt service for next year for the new hydraulic excavator (track hoe) and trailer that were purchased for the Public Works Department fleet in 2005. Adding this equipment enables more drainage and roadway projects to be completed "in-house", thus eliminating the need for rental equipment.

In FY2007, the city began purchasing watershed modeling software for storm water design facilities. This software module, when incorporated into the GIS, provides the capability for determining storm water needs and remedies of flooding issues. In the past, this type of work was handled through consulting services.

The city also purchased modeling and design data for 2-foot contours for storm water functions. It has been necessary to obtain these contours for one major project currently under construction, which is the Waterville Golf Course redesign for the Dalton Pike project. City staff will also use this data for watershed modeling necessary to do studies on flooding in areas within the city. The existing data in the GIS will not provide this information.

<u>EXPENDITURE SUMMARY</u>	FY 2011 Actual	FY 2012 Budgeted	FY 2013 Proposed	Percentage Increase
Personnel Expenditures	\$143,421	\$167,700	\$134,600	-19%
Operating Expenditures	\$28,383	\$39,600	\$39,800	.51%
Capital Outlay & Debt Service	\$56,583	\$78,900	\$25,600	-67%
Total Expenditures	\$228,387	\$286,200	\$200,000	-30%

Goals and Objectives

- Achieve permit compliance required by the city’s NPDES permit in each year of the five year permit.
- Continue partnership with Project Wet, Hamilton County, and Bradley County Storm Water as part of our program’s Public Education and Outreach.
- Construct the minor drainage projects identified by the Public Works Department as needed to solve the highest priority drainage problems.
- Continue TMDL testing on all impaired streams inside the city.
- Collect and place storm water infrastructure into the Geographical Information System (GIS) for watershed analysis.
- Continue to provide water quality education training for Public Works and Parks and Recreation staff in FY13.
- Through partnerships, hold fall and spring stream clean-ups along the Greenway path and South Mouse Creek.
- Apply for the pilot program to become a Qualified Local Program with TDEC. This will provide for one review of plans and developers not having to submit to TDEC and the City. Plans review and approval will take less time for developers.

Performance Measures

Measure Description	FY2010 (Actual)	FY2011 (Actual)	FY2012 (Estimated)	FY2013 (Projected)
Number of drainage projects completed	4	0	1	2
Public education and outreach	3	4	4	4
Contractor and developer training classes	1	2	2	2
Percentage of storm sewer outfall inventory	100%	N/A	10%	25%
Project Wet programs	2	2	2	2
Stream Clean-ups	2	2	2	2
Water Quality Education for Public Works and Parks & Recreation staff	1	1	1	2

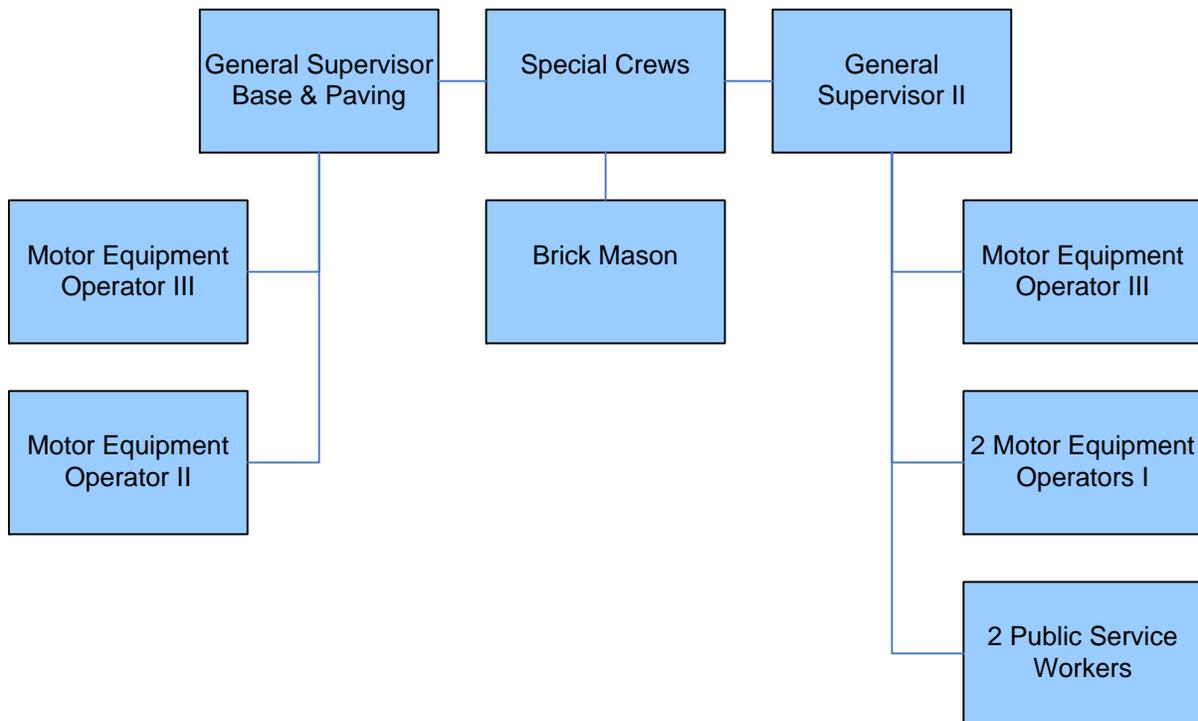
CITY OF CLEVELAND						
FUND #123 - STORM WATER MANAGEMENT FUND						
REVENUES						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
34351	TRANS FROM GENERAL FUND	199,000	199,000	199,000	202,000	202,000
35110	STORM WATER FINES	42,900	0	0	0	0
36110	INTEREST INCOME	238	200	200	0	0
36200	STORM WATER BANKING FEES	43,500	0	0	0	0
36990	MISCELLANEOUS	0	0	13,000	0	0
	TOTAL REVENUES	285,638	199,200	212,200	202,000	202,000
EXPENDITURES						
DEPARTMENT #43150						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
Personnel and fringe benefits:						
111	SALARIES	98,800	98,400	105,000	84,000	84,000
112	OVERTIME	1,020	300	300	1,000	1,000
114	PART-TIME EMPLOYEES	0	0	0	0	0
131	SERVICE AWARDS	0	0	0	0	0
132	LONGEVITY	500	600	1,000	900	900
133	SOLD VACATION	1,891	1,900	3,000	1,600	1,600
134	CHRISTMAS BONUS	217	300	2,200	300	300
140	DENTAL INSURANCE	978	1,100	1,500	1,200	1,200
141	SOCIAL SECURITY TAXES	6,922	7,900	8,700	6,500	6,500
142	HEALTH INSURANCE EXPENSE	14,829	19,200	24,200	21,000	21,000
143	RETIREMENT EXPENSE	17,017	17,200	18,800	14,000	14,000
144	LIFE/DISABILITY INSURANCE EXPENSE	1,247	1,300	1,500	1,100	1,100
148	EDUCATION REIMBURSEMENT	0	1,500	1,500	3,000	3,000
Subtotal:		143,421	149,700	167,700	134,600	134,600
Operating expenditures:						
211	POSTAGE EXPENSE	138	200	200	200	200
221	PRINTING EXPENSE	74	200	200	200	200
223	PUBLIC EDUCATION PROGRAMS	6,231	6,800	6,800	6,800	6,800
233	SUBSC. & MEMBERSHIPS	1,126	1,200	1,200	1,200	1,200
237	ADVERTISING	0	200	200	200	200
245	TELEPHONE EXPENSE	3,150	3,000	3,000	3,000	3,000
283	TRAVEL & TRAINING	4,533	5,500	5,500	5,500	5,500
288	WORK SESSION/COMP MEALS	1,986	2,500	2,500	2,500	2,500
293	NPDES PERMIT FEE	3,460	3,500	3,500	3,500	3,500
319	OFFICE EXPENSE	717	1,000	1,000	1,000	1,000
321	OPERATING & FIELD SUPPLIES	204	1,500	1,500	1,500	1,500
322	BENTHIC SAMPLING/LABWORK	0	7,000	7,000	7,000	7,000
326	CLOTHING, UNIFORMS, SHOES	842	1,000	1,000	1,000	1,000
331	GASOLINE EXPENSE	2,549	2,700	2,700	2,900	2,900
332	REPAIRS & PARTS	1,985	2,000	2,000	2,000	2,000
512	INSUR-VEHICLES & EQUIPMENT	370	400	400	400	400
513	INSUR-GENERAL LIABILITY	616	500	500	500	500
514	WORKERS COMPENSATION	267	300	300	300	300
599	MISCELLANEOUS	135	500	100	100	100
Subtotal:		28,383	40,000	39,600	39,800	39,800

EXPENDITURES						
DEPARTMENT #43150						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
Capital outlay and debt service:						
761	TRANSFER TO DEBT SERVICE	18,900	18,300	18,300	17,700	17,700
934	MAINT/MINOR DRAINAGE PROJ.	14,308	0	0	0	0
935	TRASH RECEPTACLES	4,936	5,000	5,000	6,300	6,300
939	COMPUTER SOFTWARE & MAINT.	0	600	600	600	600
941	OFFICE FURNITURE/EQUIP	15,193	1,000	1,000	1,000	1,000
950	TRAIL DEVELOPMENT	3,246	0	54,000	0	0
Subtotal:		56,583	24,900	78,900	25,600	25,600
	TOTAL EXPENDITURES	228,387	214,600	286,200	200,000	200,000

STATE STREET AID



State Street Aid



State Street Aid Fund

Programs, Services, and Functions:

The State Street Aid Fund operates with funding from the state fuel tax. The Tennessee Legislature has authorized the state to distribute a portion of proceeds from the state gasoline and motor vehicle fuel tax to incorporated cities and towns to use for maintaining and improving municipal streets. The state gasoline tax is 20 cents per gallon plus a 1.4 cent per gallon special petroleum fee. These tax amounts include a special privilege tax of 1 cent per gallon on petroleum products and a 0.4 cent petroleum tax for the underground storage tank fund. Each penny is worth approximately \$31.3 million in state revenue and yields approximately \$668.9 million per year. The proceeds from these taxes are paid monthly to local governments on a per capita basis.

How the tax is divided:

- Approximately 7.9 cents, or \$246.8 million, goes to cities and counties
- Approximately .7 cent, or \$22.1 million, goes to the State General Fund
- Approximately 12.8 cents, or \$400.1 million, goes to TDOT

The law requires that gasoline and motor vehicle fuel tax monies be used for street-related purposes and requires that these funds be accounted for separately in a special revenue fund, commonly called the State Street Aid Fund or Gas Tax Fund. Local officials have almost 50 years of experience in using these funds for street improvements and they have seen changes in the activities that can be funded by these taxes.

Valid uses of this fund include construction and street repair and maintenance, equipment, personnel, and certain administration expenses. It can also be used for contracted maintenance. This fund is used by the public works department to supplement city revenues earmarked for street maintenance projects. In this fiscal year, there was not a request for major drainage construction or sidewalk maintenance due to a lack of revenue growth. When funding becomes available, these type projects will again be included in the requested budget allocation.

EXPENDITURE SUMMARY	FY 2011 Actual	FY 2012 Budgeted	FY 2013 Proposed	Percentage Increase
Personnel Expenditures	\$601,290	\$617,500	\$561,800	-9.0%
Operating Expenditures	\$0	\$0	\$0	0%
Capital Outlay & Debt Service	\$405,000	\$372,300	\$371,900	-.11%
Total Expenditures	\$1,006,290	\$989,800	\$933,700	-5.7%

Goals and Objectives:

The goals and objectives of the Public Works Department are listed in the General Fund. In the past, as funds were available, this budget has provided funding for major drainage, street paving and materials, and sidewalk projects. Therefore, the goal for this fund is to complete as many projects as possible which can include (but is not limited to) minor/major drainage projects, minor/major paving projects, and/or sidewalk construction.

Performance Measures:

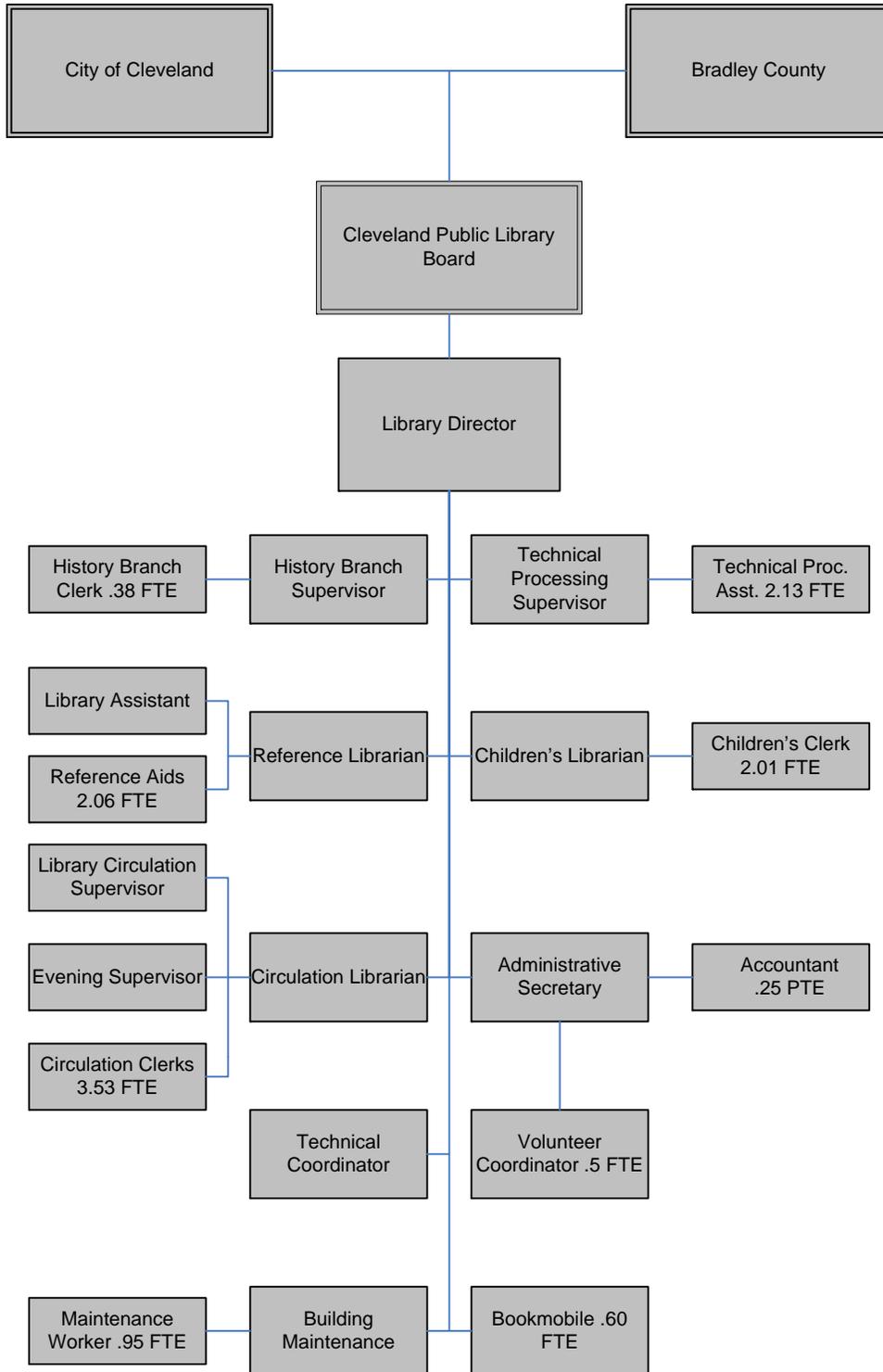
This fund pays a portion of the debt service for street equipment and roadway projects as well as providing current funding for equipment and infrastructure improvements. Therefore, this fund has an impact on the performance measures of the Public Works Department, which are located in the General Fund. This fund also provides salaries and benefits for 20% of the Public Works Department employees.

CITY OF CLEVELAND						
FUND #124 - STATE STREET AID FUND						
REVENUES						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
33551	STATE GAS TAX	1,024,995	1,000,000	1,000,000	1,000,000	1,000,000
36110	INTEREST INCOME	137	0	0	0	0
TOTAL REVENUES		1,025,132	1,000,000	1,000,000	1,000,000	1,000,000
PENDITURES						
DEPARTMENT #43190						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
Personnel and fringe benefits:						
111	SALARIES	388,935	387,200	387,200	354,000	354,000
112	OVERTIME	9,355	6,000	6,000	6,000	6,000
131	SERVICE AWARDS	100	600	600	400	400
132	LONGEVITY	7,100	7,800	8,000	7,000	7,000
133	SOLD VACATION	3,221	3,200	3,200	3,300	3,300
134	CHRISTMAS BONUS	1,191	1,200	7,400	1,100	1,100
140	DENTAL INSURANCE	4,731	5,200	5,200	5,100	5,100
141	SOCIAL SECURITY TAXES	29,251	31,200	31,200	28,000	28,000
142	HEALTH INSURANCE EXPENSE	68,054	79,200	72,800	75,000	75,000
143	RETIREMENT EXPENSE	68,079	68,000	68,000	61,000	61,000
144	LIFE/DISABILITY INSURANCE EXPENSE	4,821	5,100	5,100	4,600	4,600
149	WORKERS COMP CLAIMS	2,000	500	500	500	500
192	PRE-EMPLOYEE TESTING	45		0	100	100
197	SAFETY SHOES	1,080	1,100	1,100	1,500	1,500
514	WORKERS COMPENSATION	13,327	21,200	21,200	14,200	14,200
Subtotal:		601,290	617,500	617,500	561,800	561,800
Capital outlay and debt service:						
623	TRANS-DEBT SVC-99 SERIES	201,800	222,700	222,700	219,700	219,700
626	TRANS-DEBT SVC-2009 B SERIES	160,100	107,300	107,300	105,700	105,700
627	TRANS-DEBT SVC-2009 C SERIES	43,100	42,300	42,300	46,500	46,500
Subtotal:		405,000	372,300	372,300	371,900	371,900
TOTAL EXPENDITURES		1,006,290	989,800	989,800	933,700	933,700

Cleveland Public Library



CLEVELAND PUBLIC LIBRARY



Library General Fund

Programs, Services, and Functions:

This fund finances the operation of the Cleveland Bradley County Public Library (CBCPL), which is operated by the appointed Library Board. By written agreement, the funding is split on a 50-50 basis with the Bradley County government. The other sources of funding include fines and fees, donations, earned interest, and federal and state library service grants.

Exciting new library events during 2011-12:



New “Gently Used” Bookmobile Hits the Road

The new “gently used” bookmobile that was purchased last fiscal year by the Foundation for the Cleveland Public Library, hit the road after receiving a new paint job at the beginning of September 2011. The Cleveland Bradley County Public Library On-the-Go takes the library to 19 daycares/preschools as well as 5 other neighborhood stops. Since the new bookmobile entered service, usage has nearly doubled and an average of 547 individuals have visited monthly.

EBook Usage

The popularity of eMaterial is increasing in Bradley County, Tennessee. Following Christmas of 2011, monthly usage of eBooks/eAudio has increased 40 – 68% from July 2011. As individuals buy eReaders the demand will surely grow. Through the R.E.A.D.S. (Regional eBook and Audio Download System) over 12,000 downloadable eBooks and 12,000 eAudio titles are available to state residents. The library is trying to build its own collection of downloadable material. This fiscal year, the library will have added 400 downloadable titles to Bradley County Residents. This coupled with last FY’s purchases brings the total downloadable eBook/eAudio titles to over 700 titles. The Cleveland Bradley County Public Library tries to keep ahead of technology trends in the library world, as funding permits. The challenges as it relates to the eMaterial, as with any new format, is demand versus what funding can provide. Just look at the waiting lists on eMaterial to see the popularity...This does not mean that the traditional use of the library has lessened.

Increases of Use

The Cleveland Bradley County Public Library continues to be a popular destination for recreational, informational, and educational needs. Compared to FY2010-11, Circulation is up by 7% and attendance by 16%. There are many reasons people visit the library including, meetings, library sponsored programs and classes, and visiting Lasaters Coffee & Tea.

Meeting Room Use

The free meeting room space at the library continues to be popular for community organizations as well as providing programming space for the library. During FY 2011-12, over 470 meetings will have been hosted at the Cleveland Bradley County Public Library.

New Programs for Children, ‘Tweens, Teens

Our new Children’s Librarian, Keisha Parks, began in August 2011 and taking our Children’s/Young Adult Programming to a new level. Many new programs are being offered, in addition to current programs, including: a weekly family story time; a monthly music and movement program for children (babies to 3 years) and parents/grandparents called Baby Bop Book Time; a monthly family game night; a monthly family reading night; a monthly ‘tweens book club; a monthly ‘tween zone lego club; a ‘tween art zone; a monthly ‘tween movie; a monthly T.A.G. (Teen Advisory Group) meeting; a monthly teen book club; and a monthly teen craft time. Exciting things are happening in Children’s Department and CBCPL.

New Café Vendor

They say that the “third time is a charm”. The saying must be true! In September 2011, Lasaters Coffee & Tea became the third library café vendor. Lasaters, a Starbucks-quality entity, serves their own award winning coffee (Special Coffee Association of America Golden Cup Award recipient for multiple years). They serve Coffees, teas, specialty drinks, smoothies, breakfast sandwiches, Panini’s, wraps, soups and pastries. They are a great addition to what customers can find @ the Cleveland Bradley County Public Library.

The library continues to look for new ways to better serve the Bradley County community as well as seeking to improve the traditional library services and enhance the quality of life for all citizens.

EXPENDITURE SUMMARY	FY 2011 Actual	FY 2012 Budgeted	FY 2013 Proposed	Percentage Increase
Personnel Expenditures	\$889,963	\$901,600	\$897,900	-.41%
Operating Expenditures	\$347,121	\$384,200	\$383,300	-.23%
Capital Outlay & Debt Service	\$33,405	\$10,100	\$1,500	-85%
Total Expenditures	\$1,270,489	\$1,295,900	1,282,700	-1.01%

Goals and Objectives:

- Bradley County residents will have the materials they need to support their recreational and cultural needs in a timely manner.
- Bradley County residents will receive a library that has adequate funding resources to meet the demands of city and county residents.
- Bradley County residents will receive a children's department that is inviting and exciting for children, especially of the preschool age, and their parents.
- Bradley County residents will receive a public Library Reference Department that provides relevant, up-to-date information in a variety of formats.
- The Library will continue to provide current computer technology and computer access by adding computers and software and complete the networking phase.
- The Library staff will offer a minimum of two computer-training sessions to help patrons with use of library on-line resources for FY 2013.
- The Cleveland Public Library will strive to be a friendly, open place to serve the needs of the Cleveland/Bradley County residents.
- The Cleveland Public Library will seek new grants (2 per year) to aid in operation and services costs.

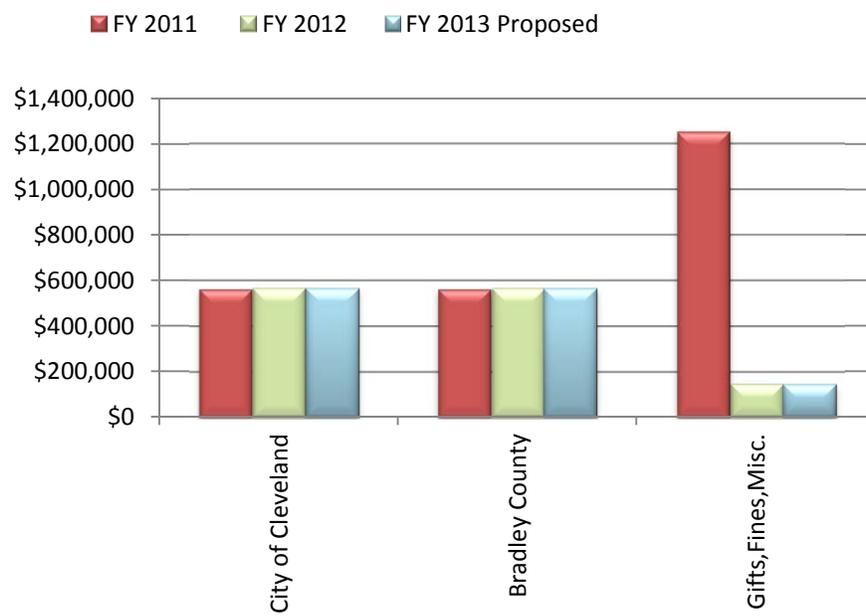
Performance Measures:

Measure Description	FY2010 (Actual)	FY2011 (Actual)	FY2012 (Estimated)	FY 2013 (Projected)
Circulation	361,590	389,603	414,007	438,847
Patrons	296,265	269,262	302,033	310,000
Reference inquiries	29,369	25,743	25,628	26,000
Bradley County population (given by state)	96,472	97,710	98,963	100,209
Staff per capita, Bradley County (1,000)	0.247	0.245	0.242	.251
State public library staff average (1,000)	0.30	0.30	0.29	0.29
Material collection*	196,211	210,013	220,013	230,013
Items per capita**	2.03	2.14	2.22	2.29
State recommended items per capita	2.00	2.00	2.00	2.00
Spending per capita	\$11.44	\$11.55	\$11.47	\$11.34

*Regional library materials included (including e-books and e-audio)

**Per Capita figures are for Bradley County, not just the City of Cleveland, as this is a county-wide service. Many of the FY 2010 and 2011 measures are excerpted from Institute of Museum and Library Services website (<http://www.ims.gov>) as well as the yearly State “Data Collection Form” for the State Library and Archives. Spending per capita is based solely on the fiscal dollars provided by the city and county.

REVENUE SOURCES



FUND #129 - CLEVELAND PUBLIC LIBRARY FUND						
REVENUES						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
33191	LIBRARY ARCHIVE GRANT	679	0	3,000	0	0
33491	E-RATE MONEY-TELEPHONE	252	800	1,200	0	0
33492	STATE GRANT-TECHNOLOGY	15,060	0	2,700	0	0
33711	BRADLEY COUNTY	564,443	571,800	568,000	568,000	568,000
34761	GIFTS, FINES, & MISC	75,625	77,000	76,600	76,600	76,600
34765	GIFTS	42,241	70,000	70,000	70,000	70,000
36110	INTEREST INCOME	3,034	2,000	2,000	100	100
36810	TRANS-CITY GENERAL FUND	564,443	571,800	568,000	568,000	568,000
	TOTAL REVENUES	1,265,777	1,293,400	1,291,500	1,282,700	1,282,700
EXPENDITURES						
DEPARTMENT # 44800						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
Personnel and fringe benefits:						
111	SALARIES	681,288	691,500	692,700	693,100	693,100
141	BENEFITS	208,675	217,100	208,900	204,800	204,800
	Subtotal:	889,963	908,600	901,600	897,900	897,900
Operating Expenditures:						
211	SUPPLIES	64,235	63,300	63,300	63,800	63,800
212	BOOKS	128,205	126,100	126,100	127,200	127,200
241	UTILITIES	71,656	84,600	84,000	84,000	84,000
262	EQUIPMENT REPAIR/REPLACEMENT	15,521	15,300	15,300	15,300	15,300
266	BUILDING REPAIRS	9,459	5,000	6,500	5,000	5,000
511	INSURANCE-BLDGS & CONTENTS	16,429	19,000	19,000	18,000	18,000
599	GIFT & MEMORIAL EXPENSES	41,616	70,000	70,000	70,000	70,000
	Subtotal:	347,121	383,300	384,200	383,300	383,300
Debt service and capital outlay:						
923	GRANT EXPENDITURES	14,990	0	5,700	0	0
930	BUILDING LANDSCAPING	0	0	2,000	0	0
941	EQUIPMENT	16,566	0	0	0	0
949	FURNITURE	1,849	1,500	1,500	1,500	1,500
954	LICENSE FEE	0	0	900	0	0
	Subtotal:	33,405	1,500	10,100	1,500	1,500
	TOTAL EXPENDITURES	1,270,489	1,293,400	1,295,900	1,282,700	1,282,700

DRUG ENFORCEMENT FUND



Drug Enforcement Trust Fund

Programs, Services, and Functions:

This fund is financed by court fines and seizure of money and/or property obtained in cases involving state statutes on illegal drugs and driving under the influence (DUI). It also includes any federal grants for drug enforcement activities of the police department.

The Drug Enforcement Fund funded Phase I of the Department's Firearms Range. Phase I was completed in April 2009. Phase II will include the firearms training center and will be built as funding is available.

EXPENDITURE SUMMARY	FY 2011 Actual	FY 2012 Budgeted	FY 2013 Proposed	Percentage Increase
Personnel Expenditures	\$0	\$0	\$0	0%
Operating Expenditures	\$76,063	\$83,700	\$100,800	20.43%
Capital Outlay & Debt Service	\$102,010	\$10,000	\$10,000	0%
Total Expenditures	\$178,073	\$93,700	\$110,800	18.24%

Goals and Objectives:

- To supplement and enhance the equipment used within the police department in the fight against illegal drugs and DUI enforcement.
- To maintain full compliance with all state requirements on the proper budgeting, expenditure, and accounting of these funds.

Performance Measures:

Performance measures for the detectives would be within those of the Police Department.

Measure Description	FY2010 (Actual)	FY2011 (Actual)	FY2012 (Estimated)	FY2013 (Projected)
Drug seizures (street value)	\$24,823	\$8,600	\$7,800	\$10,000
Number of Seizures: Marijuana	20	16	70	50
Number of Seizures: Cocaine	78	11	0	3
Number of Seizures: Crack Rocks	1	55	4	5
Number of Seizures: Meth	9	0	17	10
Number of Seizures: Other Drugs	9	197	126	100
Number of firearms seized	2	2	40	25
Number of vehicles seized	0	0	0	0
Cash seized	\$418	\$1,100	\$17,500	\$20,000
Drug-related arrests	172	93	175	200

CITY OF CLEVELAND						
FUND #130 - DRUG ENFORCEMENT TRUST FUND						
REVENUES						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
35140	BRADLEY COUNTY COURT	19,024	30,000	20,000	30,000	30,000
35200	CONFISCATED FUNDS	13,884	10,000	5,000	10,000	10,000
36110	INTEREST INCOME	492	0	0	0	0
	TOTAL REVENUES	33,400	40,000	25,000	40,000	40,000
EXPENDITURES						
DEPARTMENT #42129						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
Operating expenditures:						
112	PART TIME WAGES	0	7,400	0	7,400	7,400
141	SOCIAL SECURITY TAXES	0	600	0	600	600
215	SEIZED VEHICLE EXPENSE	1,655	5,000	2,500	2,500	2,500
233	SUBSCRIPTIONS	900	900	900	900	900
236	INVESTIGATIVE FUNDS	30,000	41,000	37,300	41,000	41,000
245	TELEPHONE EXPENSE	2,476	2,500	2,700	2,700	2,700
249	AUTO TRAK EXPENSE	1,259	1,300	0	0	0
261	VEHICLE MAINTENANCE	16,804	10,000	12,000	12,000	12,000
283	TRAVEL/TRAINING EXPENSE	7,242	3,500	7,000	10,000	10,000
290	BRADLEY CO-EQUIP MAINT	2,050	4,000	4,000	4,000	4,000
291	METH LAB CLEANUP	3,322	0	0	0	0
313	BATTERIES	234	600	600	600	600
314	TAPES-VIDEO & AUDIO	0	500	500	500	500
315	DETECTIVE SUPPLIES	85	1,000	1,000	1,000	1,000
319	OFFICE EXPENSE	155	1,500	1,500	1,500	1,500
322	OSHA SAFETY SUPPLIES	0	500	500	500	500
326	UNIFORM EXPENSE	1,312	1,400	900	1,400	1,400
328	DRUG EDUCATION	2,500	2,500	2,500	2,500	2,500
331	GASOLINE EXPENSE	5,787	6,000	8,300	8,700	8,700
396	CANINE EXPENSE	282	1,000	1,000	2,500	2,500
599	MISCELLANEOUS	0	500	500	500	500
	Subtotal:	76,063	91,700	83,700	100,800	100,800
Capital outlay and debt service:						
939	FIRING RANGE	50,284	0	0	0	0
944	VEHICLES	51,124	0	0	0	0
949	EQUIPMENT	602	10,000	10,000	10,000	10,000
	Subtotal:	102,010	10,000	10,000	10,000	10,000
	TOTAL EXPENDITURES	178,073	101,700	93,700	110,800	110,800

DEPARTMENT OF JUSTICE ASSET FORFEITURE FUND



Department of Justice Asset Forfeiture Fund

Programs, Services, and Functions:

This fund accounts for all monies received from participation in a Federal Equitable Sharing Agreement with the U. S. Department of Justice and the U. S. Department of the Treasury. Assets seized by federal agents with the assistance of City of Cleveland Police Officers are shared pursuant to Section 309 of Public Law 98-473 (the Comprehensive Crime Control Act of 1984), as implemented by the Attorney General's Guidelines on Seized and Forfeited Property (July 1990).

Funds received have been used to purchase equipment and technology upgrades for the Cleveland Police Department. Future funds will continue to be used to purchase equipment and technology upgrades needs of the department.

EXPENDITURE SUMMARY	FY 2011 Actual	FY 2012 Budgeted	FY 2013 Proposed	Percentage Increase
Personnel Expenditures	\$0	\$0	\$0	0%
Operating Expenditures	\$0	\$0	\$0	0%
Capital Outlay & Debt Service	\$9,996	\$1,311	\$0	-100%
Total Expenditures	\$9,996	\$1,311	\$0	-100%

Goals and Objectives:

Goals and objectives are included in the Police Department in the city's General Fund.

Performance Measures:

Performance measures are discussed in the Police Department in the city's General Fund.

CITY OF CLEVELAND						
FUND #141 DEPARTMENT OF JUSTICE ASSET FORFEITURE FUND						
REVENUES						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
33130	FED GRANT-ASSET FORFEITURE	9,164	0	0	0	0
36110	INTEREST INCOME	0	0	0	0	0
TOTAL REVENUES		9,164	0	0	0	0
EXPENDITURES						
DEPARTMENT #42110						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
Capital outlay and debt service:						
949	EQUIPMENT	9,996	0	1,311	0	0
TOTAL EXPENDITURES		9,996	0	1,311	0	0

2009 ARRA & BYRNE MEMORIAL JUSTICE ASSISTANCE GRANTS



2009 ARRA and Byrne Memorial Justice Assistance Grants

Programs, Services, and Functions:

Local Law Enforcement Block Grants (The Justice Department changed the name to Byrne Memorial Justice Assistance Grants in 2005) are administered by the United States Department of Justice – Office of Justice Programs. These grants require no local match.

The 2009 ARRA (American Recovery and Reinvestment Act of 2009) award was \$166,788. The funds were used to purchase Taser Cams, Ballistic Shields and Hallagan tools, a Track Runner Moving Target System for our firing range and a metal storage facility at the firing range and in-vehicle video cameras. The 2010 award was \$42,081 and was used to purchase a video enhancement system, surveillance system and equipment for three interview/interrogation rooms. The 2011 award was 35,657 and was used to purchase in-vehicle video cameras and a computer server to back-up the data from the in-vehicle video cameras.

EXPENDITURE SUMMARY	FY 2011 Actual	FY 2012 Budgeted	FY 2013 Proposed	Percentage Increase
Personnel Expenditures	\$0	\$0	\$0	0%
Operating Expenditures	\$0	\$0	\$0	0%
Capital Outlay & Debt Service	\$129,704	\$93,813	\$0	-100%
Total Expenditures	\$129,704	\$93,813	\$0	-100%

Goals and Objectives:

Goals and objectives are included in the Police Department general fund.

Performance Measures:

Performance measures are discussed in the Police Department general fund.

CITY OF CLEVELAND						
FUND #143 2009 JUSTICE ASSISTANCE GRANT-ARRA						
REVENUES						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
33130	FED GRANT-2009 JAG ARRA	0	0	0	0	0
	TOTAL REVENUES	0	0	0	0	0
EXPENDITURES						
DEPARTMENT #42100						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
Capital outlay and debt service:						
929	METAL STORAGE FACILITY	0	0	9,800	0	0
939	FIRING RANGE BACKSTOPS	78,533	0	0	0	0
949	TASER CAM/BALLISTIC SHIELD	9,333	0	752	0	0
950	SWAT VEST	0	0	6,815	0	0
951	IN CAR VIDEO CAMERAS	0	0	40,546	0	0
	TOTAL EXPENDITURES	87,866	0	57,913	0	0

CITY OF CLEVELAND						
FUND #146 2010 BYRNE MEMORIAL JUSTICE ASSISTANCE GRANT						
REVENUES						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
33130	FED GRANT-2010 BYRNE MEMORIAL	42,081	0	0	0	0
	TOTAL REVENUES	42,081	0	0	0	0
EXPENDITURES						
DEPARTMENT #42100						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
Capital outlay and debt service:						
945	VIDEO ENHANCEMENT SYSTEM	23,000	0	0	0	0
946	SURVEILLANCE SYSTEM	7,050	0	0	0	0
947	DIGITAL AUDIO SYSTEM/RECORDERS	11,788	0	243	0	0
	TOTAL EXPENDITURES	41,838	0	243	0	0
CITY OF CLEVELAND						
FUND #148 2011 BYRNE MEMORIAL JUSTICE ASSISTANCE GRANT						
REVENUES						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
33130	FED GRANT-2011 BYRNE MEMORIAL	0	0	35,657	0	0
	TOTAL REVENUES	0	0	35,657	0	0
EXPENDITURES						
DEPARTMENT #42100						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
Capital outlay and debt service:						
945	IN-CAR CAMERAS/SERVER	0	0	35,657	0	0
	TOTAL EXPENDITURES	0	0	35,657	0	0

COPS HIRING RECOVERY GRANT



2009 Cops Hiring Recovery Grant

Programs, Services, and Functions:

This 2009 grant became available as a result of the American Recovery and Reinvestment Act of 2009. It was designed to provide funding to create and preserve jobs and to increase the community policing and crime prevention efforts. The grants provide 100% funding for entry level salaries and benefits for 36 months for newly-hired, full-time sworn officers (including unfunded vacancies) or for rehiring laid off officers as a result of budget cuts.

The City of Cleveland has used these proceeds to hire four officers, whose positions were unable to be funded in the FY2010 original budget. Funding for this grant is scheduled to expire during the FY2013 budget year.

EXPENDITURE SUMMARY	FY 2011 Actual	FY 2012 Budgeted	FY 2013 Proposed	Percentage Increase
Personnel Expenditures	\$185,003	\$225,000	\$135,000	-4%
Operating Expenditures	\$0	\$0	\$0	0%
Capital Outlay & Debt Service	\$0	\$0	\$0	0%
Total Expenditures	\$185,003	\$225,000	\$135,000	-4%

Goals and Objectives:

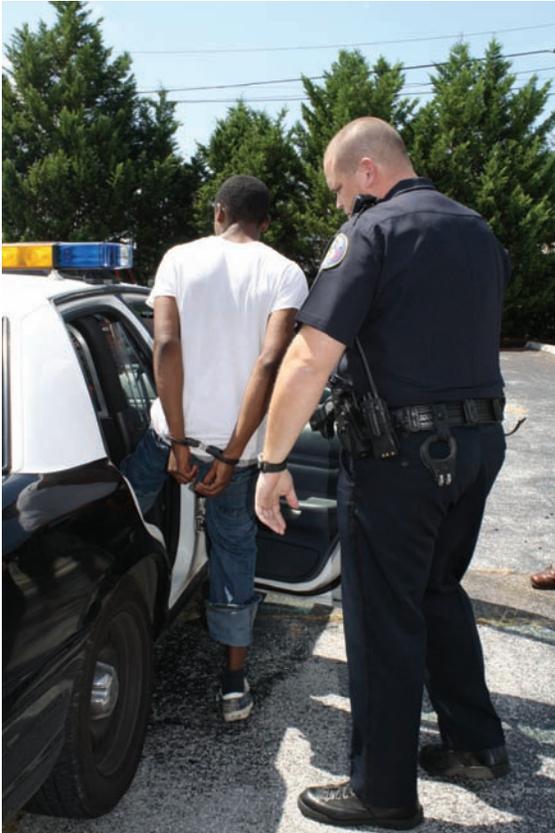
Goals and objectives are included in the Police Department general fund.

Performance Measures:

Performance measures are discussed in the Police Department general fund.

CITY OF CLEVELAND						
FUND #145 2009 COPS HIRING RECOVERY GRANT						
REVENUES						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
33190	FED GRANT-2009 COPS RECOVERY	185,003	225,000	225,000	135,000	135,000
	TOTAL REVENUES	185,003	225,000	225,000	135,000	135,000
EXPENDITURES						
DEPARTMENT #42100						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
Personnel and fringe benefits						
111	SALARIES	127,660	135,000	135,000	85,000	85,000
133	SOLD VACATIONS	632	0	500	0	0
134	CHRISTMAS BONUS	433	500	3,000	500	500
140	DENTAL INSURANCE	1,054	2,000	2,000	700	700
141	SOCIAL SECURITY EXPENSE	10,044	11,000	11,000	8,000	8,000
142	HEALTH INSURANCE	18,347	29,000	29,000	16,000	16,000
143	RETIREMENT EXPENSE	21,517	36,000	36,000	17,000	17,000
144	LIFE/DISABILITY INSURANCE EXPENSE	1,139	1,500	1,500	800	800
514	WORKER'S COMPENSATION	4,177	10,000	7,000	7,000	7,000
	TOTAL EXPENDITURES	185,003	225,000	225,000	135,000	135,000

TARGETED CRIME REDUCTION GRANT



Targeted Crime Reduction Grant

Programs, Services, and Functions:

This 2010 grant became available through the office of Criminal Justice Programs as administered through the State of Tennessee. The grant provides for funding for two police officers and programs with various partners to reduce crime in sectors 1 and 2 in the city. Partners include the Boys and Girls Club, Bradley County Juvenile Court, and the Behavioral Research Institute.

EXPENDITURE SUMMARY	FY 2011 Actual	FY 2012 Budgeted	FY 2013 Proposed	Percentage Increase
Personnel Expenditures	\$48,719	\$106,700	\$106,700	0%
Operating Expenditures	\$ 87,682	\$154,400	\$243,300	56%
Capital Outlay & Debt Service	\$30,000	\$5,900	\$0	-100%
Total Expenditures	\$166,401	\$267,000	\$350,000	31%

Goals and Objectives:

Goals and objectives are included in the Police Department general fund.

Performance Measures:

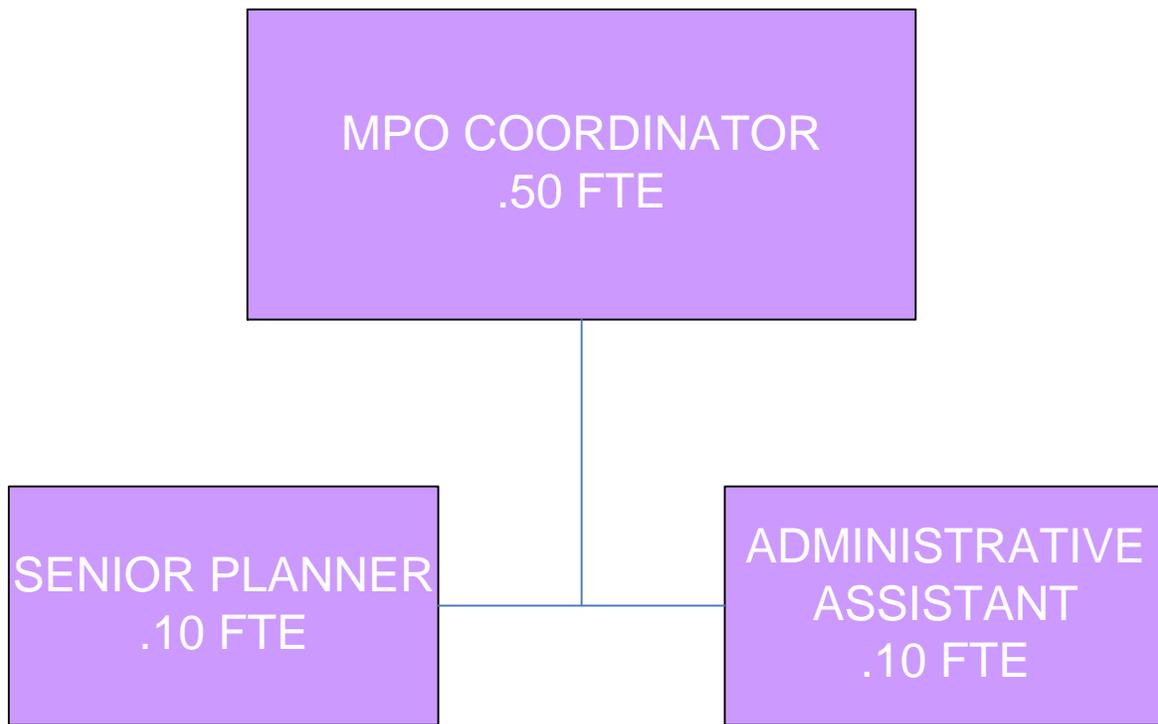
Performance measures are discussed in the Police Department general fund.

CITY OF CLEVELAND						
FUND #147 TARGETED CRIME REDUCTION GRANT						
REVENUES						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
33130	GRANT FUNDS	166,401	284,200	267,000	350,000	350,000
	TOTAL REVENUES	166,401	284,200	267,000	350,000	350,000
EXPENDITURES						
DEPARTMENT #42110						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2112 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
Personnel and fringe benefits:						
111	SALARIES	33,341	67,600	67,600	67,600	67,600
140	DENTAL INSURANCE	408	1,500	1,500	1,500	1,500
141	SOCIAL SECURITY TAXES	2,301	5,200	5,200	5,200	5,200
142	HEALTH INSURANCE EXP	5,599	18,000	18,000	18,000	18,000
143	RETIREMENT EXP	6,464	14,000	14,000	14,000	14,000
144	LIFE/DISABILITY INSURANCE	316	400	400	400	400
192	EMPLOYEE PHYSICALS	290	0	0	0	0
Subtotal:		48,719	106,700	106,700	106,700	106,700
Operating expenditures:						
211	POSTAGE EXPENSE	0	400	400	700	700
221	PRINTING EXPENSE	1,372	2,000	2,000	1,600	1,600
283	TRAVEL/TRAINING EXPENSE	1,721	500	500	2,800	2,800
322	NEIGHBORHOOD WATCH SIGNS	0	200	200	800	800
326	UNIFORMS	0	700	700	700	700
331	GASOLINE EXPENSE	0	1,500	1,500	1,500	1,500
800	POSITIVE ACTION PROG (B&G CLUB)	49,000	46,000	46,000	87,600	87,600
805	RPT PROGRAM-JUVENILE COURT	12,171	14,000	14,000	60,100	60,100
810	GRAAB DIRECTOR	10,802	31,500	4,900	0	0
811	GRAAB ASSISTANT	4,502	10,500	2,500	0	0
812	GRAAB OFFICE SPACE	0	1,200	1,200	0	0
813	GRAAB OFFICE SUPPLIES	105	2,000	2,000	0	0
814	GRAAB EVALUATOR	6,000	12,000	15,500	19,000	19,000
815	PROJECT LIASON	0	0	8,000	11,500	11,500
820	BEHAVIORAL RESEARCH INST	2,009	55,000	55,000	57,000	57,000
Subtotal:		87,682	177,500	154,400	243,300	243,300
Capital outlay and debt service:						
901	VEHICLE	30,000	0	0	0	0
902	OFFICER EQUIPMENT	0	0	5,900	0	0
Subtotal:		30,000	0	5,900	0	0
	TOTAL EXPENDITURES	166,401	284,200	267,000	350,000	350,000

METROPOLITAN PLANNING ORGANIZATION



Metropolitan Planning Organization



Cleveland Urban Area Metropolitan Transportation Planning Organization Fund

Programs, Services, and Functions

The City of Cleveland, in conjunction with Bradley County formed the Cleveland Urban Area Metropolitan Transportation Planning Organization (MPO) in 2003. The MPO Executive Board is solely responsible for distribution of the Cleveland Urban Area Metropolitan Transportation Planning Organization Fund. The MPO serves the City of Cleveland and the urbanized portions of Bradley County. The MPO Executive Board members include the Governor of Tennessee, (usually represented by a TDOT official), City of Cleveland Mayor, City of Cleveland Vice-Mayor, County Mayor, and Executive Director of the South East Tennessee Human Resources Agency. The MPO's purpose is allocation and distribution of highway and transit project funds and transportation planning within the MPO boundary area. Federal Law mandates that Census-designated Urbanized Areas (areas with more than 50,000 people at 1000 people or more per square mile) are required to have an MPO. The MPO's focus is the set of roads that are part of the classified road network of interstate highways, arterial streets, and collector streets. The MPO must address all highway-oriented transportation modes including vehicles on the classified street network, transit (busses), and bicycle/pedestrian; as well as the interface with non-highway modes (rail, air, water). The MPO must address both the movement of people (passengers) and goods (freight). The Cleveland MPO's project area encompasses the urbanized portions of Cleveland and unincorporated Bradley County, including areas anticipated to be urbanized, but the MPO planning area encompasses all of Bradley County.

Typical projects include road widening, bridgework, intersection improvements, traffic signalization, etc. The MPO is also involved in planning for other transportation modes such as air, rail, transit services, bicycle, and pedestrian travel. The MPO is concerned with both passenger and freight traffic. The MPO seeks input from all user groups such as commuters, freight haulers, special needs populations, lower income populations, the traditionally underserved, etc. The MPO focuses on the present and future issues of traffic management and traffic safety. The MPO follows a process defined in federal law including a 25-year long-range transportation plan (LRTP), a short range transportation improvement program (TIP), and an annual unified planning work program (UPWP). The MPO works in close cooperation with officials from the Tennessee Department of Transportation (TDOT), the Federal Highway Administration (FHWA), and the Federal Transit Administration (FTA), as well as other agencies as appropriate.

The MPO has a planning staff that consists of an MPO coordinator. Other staff (planner, engineers, administrative personnel) and consultants support MPO planning as needed. The staff conducts planning analysis of transportation needs based on existing and projected land use. The staff drafts all documents pertaining to the LRTP, TIP, and UPWP and manages consultants on a project by project basis. Staff schedules and prepares meeting packets and ensures all MPO planning processes are transparent and follow the requirements of the MPO's adopted Public Participation Plan. They also perform GIS data mapping and analysis; update and forecast population and economic factors as well as updating and maintaining the transportation network model.

The MPO has a Technical Coordinating Committee (TCC) that is made up of both city and county transportation personnel, transit operators, TDOT representative, FHWA representative, FTA representative, Title VI representative, and the MPO Coordinator. The TCC evaluates all transportation issues and reports or recommends an action on each to the MPO Executive Board. The MPO Executive Board has the sole power to approve or disapprove any recommendation or issue.

EXPENDITURE SUMMARY	FY 2011 Actual	FY 2012 Budgeted	FY 2013 Proposed	Percentage Increase
Personnel Expenditures	\$221,218	\$238,200	\$219,900	-8%
Operating Expenditures	\$9,366	\$19,300	\$15,600	-19%
Capital Outlay & Debt Service	\$7,500	\$4,500	\$4,500	0%
Total Expenditures	\$230,584	\$262,000	\$240,000	-8%

Goals and Objectives

- Continue training of MPO staff
- Update FY2011-FY2014 transportation improvement plan as needed throughout the year
- Manage 2035 RTP and update as needed throughout the year
- Manage the 2012 Unified Planning Work Program and update as needed throughout the year
- Complete 2013 Unified Planning Work Program
- Draft the 2014-2017 TIP

Performance Measures

Measure Description	FY2010 (Actual)	FY2011 (Estimated)	FY2012 (Estimated)	FY2013 (Projected)
Percentage of completion of long range transportation plan	70%	100%	100%	100%
Number of training sessions attended by MPO Staff	5	5	6	5
Number of public meetings	16	16	16	14
Percentage of completion of transportation improvement program	80%	90%	90%	90%
Percentage of completion of bicycle and pedestrian plan	100%	100%	100%	100%
Percentage of completion of freight users study	100%	100%	100%	100%

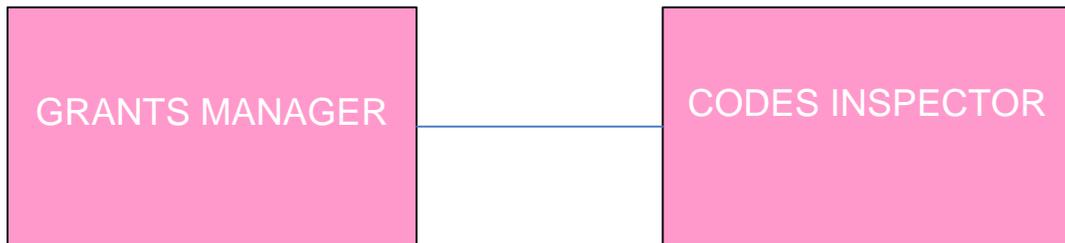
FUND #138 METROPOLITAN PLANNING ORGANIZATION FUND (MPO)						
REVENUES						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
33111	FEDERAL GOVERNMENT	197,032	200,000	200,000	200,000	200,000
36810	TRANSFER GENERAL FUND	32,300	32,300	32,300	40,000	40,000
	TOTAL REVENUES	229,332	232,300	232,300	240,000	240,000
EXPENDITURES						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
MPO-44: 41744 - FY 2010						
Personnel and fringe benefits:						
111	SALARIES	9,437	0	0	0	0
149	BENEFITS	3,533	0	0	0	0
Subtotal:		12,970	0	0	0	0
Operating Expenses:						
221	PRINTING & PUBLICATIONS	491	0	0	0	0
245	TELEPHONE	165	0	0	0	0
283	TRAVEL/TRAINING EXPENSE	528	0	0	0	0
319	SUPPLIES	1,566	0	0	0	0
Subtotal:		2,750	0	0	0	0
Total MPO-44: 41744		15,720	0	0	0	0
MPO-55: 41755 - FY 2011						
Personnel and fringe benefits:						
111	SALARIES	21,272	0	0	0	0
112	CONSULTING SERVICES	179,156	0	0	0	0
149	BENEFITS	7,820	0	0	0	0
Subtotal:		208,248	0	0	0	0
Operating Expenses:						
212	POSTAGE & SHIPPING	54	0	0	0	0
221	PRINTING & PUBLICATIONS	1,700	0	0	0	0
245	TELEPHONE	659	0	0	0	0
283	TRAVEL/TRAINING EXPENSE	998	0	0	0	0
319	SUPPLIES	2,821	0	0	0	0
329	OTHER-NON PERSONNEL	384	0	0	0	0
Subtotal:		6,616	0	0	0	0
Total MPO-55: 41755		214,864	0	0	0	0

EXPENDITURES						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
MPO-66: 41766 - FY 2012						
Personnel and fringe benefits:						
111	SALARIES	0	50,000	67,500	0	0
112	CONSULTING SERVICES	0	150,000	150,000	0	0
149	BENEFITS	0	16,500	20,700	0	0
Subtotal:		0	216,500	238,200	0	0
Operating Expenses:						
212	POSTAGE & SHIPPING	0	1,000	1,000	0	0
221	PRINTING & PUBLICATIONS	0	4,500	4,500	0	0
245	TELEPHONE	0	1,700	1,700	0	0
283	TRAVEL/TRAINING EXPENSE	0	6,500	6,500	0	0
319	SUPPLIES	0	5,600	5,600	0	0
Subtotal:		0	19,300	19,300	0	0
Capital outlay and debt service:						
948	CAPITAL PURCHASE	0	4,500	4,500	0	0
Subtotal:		0	4,500	4,500	0	0
Total MPO-66: 41766		0	240,300	262,000	0	0
MPO-77: 41777 - FY 2013						
Personnel and fringe benefits:						
111	SALARIES	0	0	0	52,000	52,000
112	CONSULTING SERVICES	0	0	0	150,000	150,000
149	BENEFITS	0	0	0	17,900	17,900
Subtotal:		0	0	0	219,900	219,900
Operating Expenses:						
212	POSTAGE & SHIPPING	0	0	0	1,000	1,000
221	PRINTING & PUBLICATIONS	0	0	0	4,500	4,500
245	TELEPHONE	0	0	0	1,700	1,700
283	TRAVEL/TRAINING EXPENSE	0	0	0	2,800	2,800
319	SUPPLIES	0	0	0	5,600	5,600
Subtotal:		0	0	0	15,600	15,600
Capital outlay and debt service:						
948	CAPITAL PURCHASE	0	0	0	4,500	4,500
Subtotal:		0	0	0	4,500	4,500
Total MPO-77: 41777		0	0	0	240,000	240,000
TOTAL EXPENDITURES		230,584	240,300	262,000	240,000	240,000

Community Development Block Grant



Community Development Block Grant



Community Development Block Grant

Programs, Services and Functions:

The City of Cleveland is expected to receive approximately \$333,000 from the United States Department of Housing and Urban Development (HUD) through the Community Development Block Grant Entitlement Program (CDBG) in FY2013. Funds must be administered so as to benefit primarily low-income and moderate-income people within the designated target area. Citizen participation is an integral part of the continual planning process to determine the use of these funds. Depending on the outcome of this process, the City Council may elect to fund a variety of public improvements such as drainage, recreation improvements, housing programs, codes enforcement, or other activities meeting CDBG eligibility requirements. The Grants Administrator is responsible for carrying out the administration of the CDBG program, ensuring that all applicable laws are complied with such as fair housing and other civil rights laws, labor and contracting laws, environmental laws, etc. The administrator must ensure that funded projects are carried out in a timely manner and that all HUD requirements for financial and program management are met. The City will provide an additional \$15,000 in funding.

A concentrated codes enforcement program within the CDBG target area was implemented during FY2006, as requested by citizen input and by the City Council, and will continue this year. The codes enforcement officer is currently working on a proactive codes enforcement program and educational awareness program designed to improve the housing and living environment through increased public awareness and enforcement.

The city's partnership with Habitat for Humanity of Cleveland, a non-profit affordable housing provider, will continue this year with down payment assistance to four families and the proposed purchase of land. This allows Habitat to continue its mission of providing affordable, single-family housing within the CDBG target area.

The following activities are recommended to the City Council:

Codes Enforcement	\$ 58,000
Recreation Improvements	\$ 119,436
Acquisition for Affordable Housing	\$ 65,000
Down Payment Assistance	\$ 24,000
Administration	<u>\$ 81,500</u>
TOTAL	\$ 347,936

The Emergency Shelter Grant will provide funds for the local shelter, which provides temporary food and housing for qualified individuals.

EXPENDITURE SUMMARY	FY 2011 Actual	FY 2012 Budgeted	FY 2013 Proposed	Percentage Increase
Personnel Expenditures	\$117,886	\$127,134	\$125,050	-1.6%
Operating Expenditures	\$8,051	\$13,666	\$82,450	503%
Capital Outlay & Debt Service	\$442,782	\$313,301	\$208,500	-33%
Total Expenditures	\$568,719	\$454,101	\$416,000	-8.3%

Goals and Objectives

- Continue implementation of CDBG citizen participation plan
- Conduct agency consultations and public hearings for CDBG action plan
- Continue implementation of a concentrated codes enforcement program to improve housing and living environment within the CDBG Target Area
- Improve public facilities in targeted areas
- Continue planning for CDBG target area
- Provide funding for down payment assistance and land acquisition for affordable, single-family housing within the target area
- Complete required CDBG administrative activities
- Continue implementation of CDBG Consolidated Plan and develop and implement one-year action plan

Performance Measures

Measure Description	FY2010 (Actual)	FY2011 (Actual)	FY2012 (Estimated)	FY2013 (Projected)
Number of grant years funding remaining at year end	1.05	1.05	.50	1.50
Percentage of low and moderate income expenditures	100%	100%	100%	100%
CDBG funds spent	\$401,803	\$568,711	\$363,553	\$332,936
Number of target area code enforcement contacts	601	605	600	600
Number of LMI families assisted into homeownership	5	8	8	8

FUND #139 COMMUNITY DEVELOPMENT BLOCK GRANT						
REVENUES						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
33115	FEDERAL GRANT-2009 CDBG	203,841	0	0	0	0
33116	FEDERAL GRANT-2010 CDBG	310,307	0	0	0	0
33117	FEDERAL GRANT-2011 CDBG	0	364,000	363,553	0	0
33118	FEDERAL GRANT-2012 CDBG	0	0	0	333,000	333,000
33490	THDA EMERGENCY SHELTER GRANT	57,630	68,000	68,504	68,000	68,000
33491	EMERGENCY SHELTER MATCH	0	68,000	0	0	0
36810	TRANSFER FROM GENERAL FUND	10,000	10,000	10,000	15,000	15,000
	TOTAL REVENUES	581,778	510,000	442,057	416,000	416,000
EXPENDITURES						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
	2010 CDBG					
51200	Recreation Projects					
	Capital outlay and debt service:					
939	NE CENTER IMPROVEMENTS	179,682	0	0	0	0
	Subtotal:	179,682	0	0	0	0
51400	Housing					
	Capital outlay and debt service:					
719	DOWNPAYMENT ASSISTANCE	24,000	0	0	0	0
	Subtotal:	24,000	0	0	0	0
	Subtotal capital outlay and debt service:	203,682	0	0	0	0
	TOTAL 2010 EXPENDITURES	203,682	0	0	0	0
	2011 CDBG					
52100	Administrative					
111	SALARIES	47,103	0	0	0	0
134	CHRISTMAS BONUS	100	0	0	0	0
140	DENTAL INSURANCE	489	0	0	0	0
141	SOCIAL SECURITY	3,158	0	0	0	0
142	HEALTH INSURANCE	8,382	0	0	0	0
143	RETIREMENT	7,756	0	0	0	0
144	LIFE & DISABILITY INS.	628	0	0	0	0
	Subtotal:	67,616	0	0	0	0
	Operating Expenditures					
221	PRINTING EXPENSE	290	0	0	0	0
237	ADVERTISING	331	0	0	0	0
245	TELEPHONE EXPENSE	702	0	0	0	0
283	TRAVEL AND TRAINING	745	0	0	0	0
319	OFFICE SUPPLIES	544	0	0	0	0
331	GASOLINE	465	0	0	0	0
599	MISCELLANEOUS	46	0	0	0	0
	Subtotal:	3,123	0	0	0	0
	Subtotal Planning & Administration:	70,739	0	0	0	0

EXPENDITURES						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
52200	Recreation Projects					
Capital outlay and debt service:						
939	NE CENTER IMPROVEMENTS	9,569	0	0	0	0
940	ACQUISITION FOR RECREATION	0	0	0	0	0
Subtotal:		9,569	0	0	0	0
52400	Housing					
Capital outlay and debt service:						
934	CENTURY VILLAGE-PHASE II	175,000	0	0	0	0
Subtotal:		175,000	0	0	0	0
Subtotal capital outlay and debt service:		184,569	0	0	0	0
52500	Codes Enforcement					
Personnel and fringe benefits:						
111	SALARIES	35,868	0	0	0	0
134	CHRISTMAS BONUS	100	0	0	0	0
140	DENTAL INSURANCE	273	0	0	0	0
141	SOCIAL SECURITY	2,662	0	0	0	0
142	HEALTH INSURANCE	4,742	0	0	0	0
143	RETIREMENT	6,004	0	0	0	0
144	LIFE & DISABILITY	442	0	0	0	0
191	LAUNDRY & DRY CLEANING	179	0	0	0	0
Subtotal:		50,270	0	0	0	0
Operating Expenditures						
245	TELEPHONE EXPENSE	1,495	0	0	0	0
283	TRAVEL/TRAINING	110	0	0	0	0
319	SUPPLIES	158	0	0	0	0
331	GASOLINE	2,105	0	0	0	0
512	INS-VEHICLES & EQUIPMENT	160	0	0	0	0
949	EQUIPMENT	900	0	0	0	0
Subtotal:		4,928	0	0	0	0
Subtotal Codes Enforcement:		55,198	0	0	0	0
62100	Emergency shelter grant					
Operating Expenditures						
259	SHELTER OPERATIONS	54,531	0	0	0	0
591	ADMINISTRATION COSTS	0	0	0	0	0
Subtotal:		54,531	0	0	0	0
TOTAL 2011 EXPENDITURES		365,037	0	0	0	0
2012 CDBG						
53100	Administrative					
111	SALARIES	0	51,200	51,200	0	0
132	LONGEVITY	0	300	300	0	0
134	CHRISTMAS BONUS	0	100	742	0	0
140	DENTAL INSURANCE	0	900	550	0	0
141	SOCIAL SECURITY	0	3,900	4,000	0	0
142	HEALTH INSURANCE	0	9,600	9,600	0	0
143	RETIREMENT	0	8,600	8,750	0	0
144	LIFE & DISABILITY	0	700	700	0	0
Subtotal:		0	75,300	75,842	0	0

EXPENDITURES						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
Operating Expenditures						
221	PRINTING EXPENSE	0	400	400	0	0
237	ADVERTISING	0	800	800	0	0
245	TELEPHONE EXPENSE	0	1,500	1,500	0	0
283	TRAVEL AND TRAINING	0	1,400	1,400	0	0
319	OFFICE SUPPLIES	0	1,200	1,200	0	0
331	GASOLINE	0	1,000	1,000	0	0
599	MISCELLANEOUS	0	1,200	658	0	0
Subtotal:		0	7,500	6,958	0	0
Subtotal Planning & Administration:		0	82,800	82,800	0	0
53200	Recreation Projects					
Capital outlay and debt service:						
936	LAND ACQUISITION	0	230,000	35,000	0	0
940	SOUTH CLEVELAND COMM CENTER	0	0	109,797	0	0
Subtotal:		0	230,000	144,797	0	0
53400	Housing					
934	Acquisition of Property	0	0	100,000	0	0
Subtotal:		0	0	100,000	0	0
Subtotal capital outlay and debt service:		0	230,000	244,797	0	0
53500	Codes Enforcement					
Personnel and fringe benefits:						
111	SALARIES	0	35,300	35,300	0	0
132	LONGEVITY	0	300	300	0	0
134	CHRISTMAS BONUS	0	100	742	0	0
140	DENTAL INSURANCE	0	300	300	0	0
141	SOCIAL SECURITY	0	2,800	2,800	0	0
142	HEALTH INSURANCE	0	5,300	4,750	0	0
143	RETIREMENT	0	6,000	6,000	0	0
144	LIFE & DISABILITY	0	500	500	0	0
191	LAUNDRY & DRY CLEANING	0	600	600	0	0
Subtotal:		0	51,200	51,292	0	0
Operating Expenditures						
221	PRINTING	0	400	400	0	0
237	ADVERTISING	0	100	100	0	0
245	TELEPHONE EXPENSE	0	1,500	1,500	0	0
252	LEGAL EXPENSE	0	300	300	0	0
261	VEHICLE MAINTENANCE	0	1,500	1,500	0	0
283	TRAVEL/TRAINING	0	500	500	0	0
319	SUPPLIES	0	300	300	0	0
326	CLOTHING ALLOWANCE	0	400	400	0	0
331	GASOLINE	0	1,200	1,200	0	0
512	INS-VEHICLES & EQUIPMENT	0	300	300	0	0
599	MISCELLANEOUS	0	500	208	0	0
Subtotal:		0	7,000	6,708	0	0
Subtotal Codes Enforcement:		0	58,200	58,000	0	0
63100	Emergency shelter grant					
Operating Expenditures						
259	SHELTER OPERATIONS	0	136,000	65,242	0	0
591	ADMINISTRATION COSTS	0	3,000	3,262	0	0
Subtotal:		0	139,000	68,504	0	0
TOTAL 2012 EXPENDITURES		0	510,000	454,101	0	0

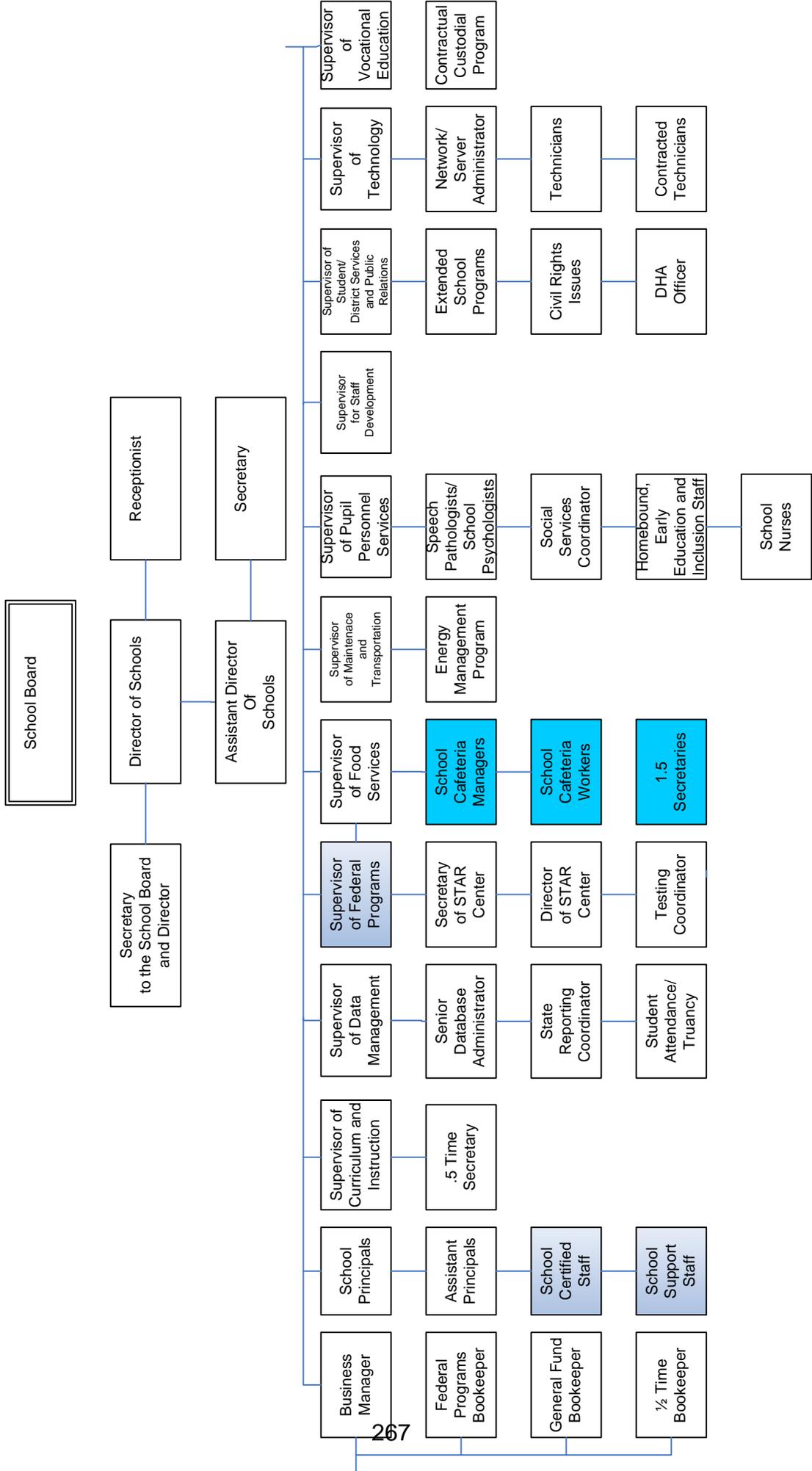
EXPENDITURES						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
2013 CDBG						
54100	Administrative					
111	SALARIES	0	0	0	51,200	51,200
132	LONGEVITY	0	0	0	350	350
134	CHRISTMAS BONUS	0	0	0	100	100
140	DENTAL INSURANCE	0	0	0	600	600
141	SOCIAL SECURITY	0	0	0	4,000	4,000
142	HEALTH INSURANCE	0	0	0	8,800	8,800
143	RETIREMENT	0	0	0	8,700	8,700
144	LIFE & DISABILITY	0	0	0	700	700
Subtotal:		0	0	0	74,450	74,450
Operating Expenditures						
221	PRINTING EXPENSE	0	0	0	400	400
237	ADVERTISING	0	0	0	800	800
245	TELEPHONE EXPENSE	0	0	0	1,450	1,450
283	TRAVEL AND TRAINING	0	0	0	1,200	1,200
319	OFFICE SUPPLIES	0	0	0	1,200	1,200
331	GASOLINE	0	0	0	1,000	1,000
599	MISCELLANEOUS	0	0	0	1,000	1,000
Subtotal:		0	0	0	7,050	7,050
Subtotal Planning & Administration:		0	0	0	81,500	81,500
54400 Housing						
Capital outlay and debt service:						
934	PROJECTS TO BE DETERMINED	0	0	0	208,500	208,500
Subtotal:		0	0	0	208,500	208,500
Subtotal capital outlay and debt service:		0	0	0	208,500	208,500
54500 Codes Enforcement						
Personnel and fringe benefits:						
111	SALARIES	0	0	0	35,200	35,200
132	LONGEVITY	0	0	0	350	350
134	CHRISTMAS BONUS	0	0	0	100	100
140	DENTAL INSURANCE	0	0	0	300	300
141	SOCIAL SECURITY	0	0	0	2,800	2,800
142	HEALTH INSURANCE	0	0	0	4,800	4,800
143	RETIREMENT	0	0	0	6,000	6,000
144	LIFE & DISABILITY	0	0	0	450	450
191	LAUNDRY & DRY CLEANING	0	0	0	600	600
Subtotal:		0	0	0	50,600	50,600
Operating Expenditures						
221	PRINTING	0	0	0	400	400
237	ADVERTISING	0	0	0	100	100
245	TELEPHONE EXPENSE	0	0	0	1,500	1,500
252	LEGAL EXPENSE	0	0	0	300	300
261	VEHICLE MAINTENANCE	0	0	0	1,500	1,500
283	TRAVEL/TRAINING	0	0	0	500	500
319	SUPPLIES	0	0	0	300	300
326	CLOTHING ALLOWANCE	0	0	0	400	400
331	GASOLINE	0	0	0	1,500	1,500
512	INS-VEHICLES & EQUIPMENT	0	0	0	500	500
599	MISCELLANEOUS	0	0	0	400	400
Subtotal:		0	0	0	7,400	7,400
Subtotal Codes Enforcement:		0	0	0	58,000	58,000

EXPENDITURES						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
64100	Emergency shelter grant					
	Operating Expenditures					
259	SHELTER OPERATIONS	0	0	0	65,000	65,000
591	ADMINISTRATION COSTS	0	0	0	3,000	3,000
Subtotal:		0	0	0	68,000	68,000
	TOTAL 2013 EXPENDITURES	0	0	0	416,000	416,000
	TOTAL ALL EXPENDITURES	568,719	510,000	454,101	416,000	416,000

Cleveland City Schools



CLEVELAND CITY SCHOOLS



School General Fund

Programs, Services, and Functions:

This fund finances all of the Cleveland City School's K-12 operations with the exception of the food service functions, which is financed by a separate fund. Under Tennessee law, each county is to fund a school system, with State aid, and some Federal assistance. In a case where a city elects to establish its own school system, as Cleveland has, State law requires that the County split the money appropriated for educational operating expenditures based on the ADA (average daily attendance) percentages in the separate school systems. State law also requires that the County split any money appropriated for capital outlay as well. In other words, the money goes with the child, whether he attends a county school or a city school. State money is based on the Basic Education Program (BEP) formula using average daily membership (ADM) student counts.

This fund receives its revenue from five sources: the Federal government, the State government, Bradley County government, Cleveland City government, and Other Sources (fees, charges, earned interest, etc.). State and County revenues combined represent approximately 85% of the funding for the School General Fund.

Capital Outlay expenditures are funded as necessary by note or bond proceeds from Bradley County and from the City of Cleveland. Beginning in May 2009, the schools began receiving a portion of a ½ cent increase in the local option sales tax. These proceeds will be used to pay for capital projects at each school.

EXPENDITURE SUMMARY	FY 2011 Actual	FY 2012 Budgeted	FY 2013 Proposed	Percentage Increase
Personnel & Operating Expenditures	\$36,027,805	\$37,627,295	\$38,369,245	2.0%
Capital Outlay & Debt Service	\$143,724	\$421,878	\$431,146	2.2%
Transfers to Other Funds	\$611,491	\$194,700	\$194,700	0%
Total Expenditures	\$36,783,020	\$ 38,243,873	\$38,995,091	2%

Goals and Objectives

- Plan and purchase property for a new elementary school
- Continue Capital Improvement Program with use of sales tax proceeds
- Design and deliver a rigorous and relevant curriculum that supports student learning
- Operate a system that attracts, retains, and supports all staff for continuous improvement
- Foster positive and effective school and community relations
- Provide adequate resources to support the education program

Performance Measures

The Tennessee Department of Education provides excellent performance measures as part of its State Report Card. Anyone wishing to see more information on those measures can do so on the Internet by using the following steps:

Go to the State's web site at www.tn.gov

click on Government,

click on Departments & Agencies,

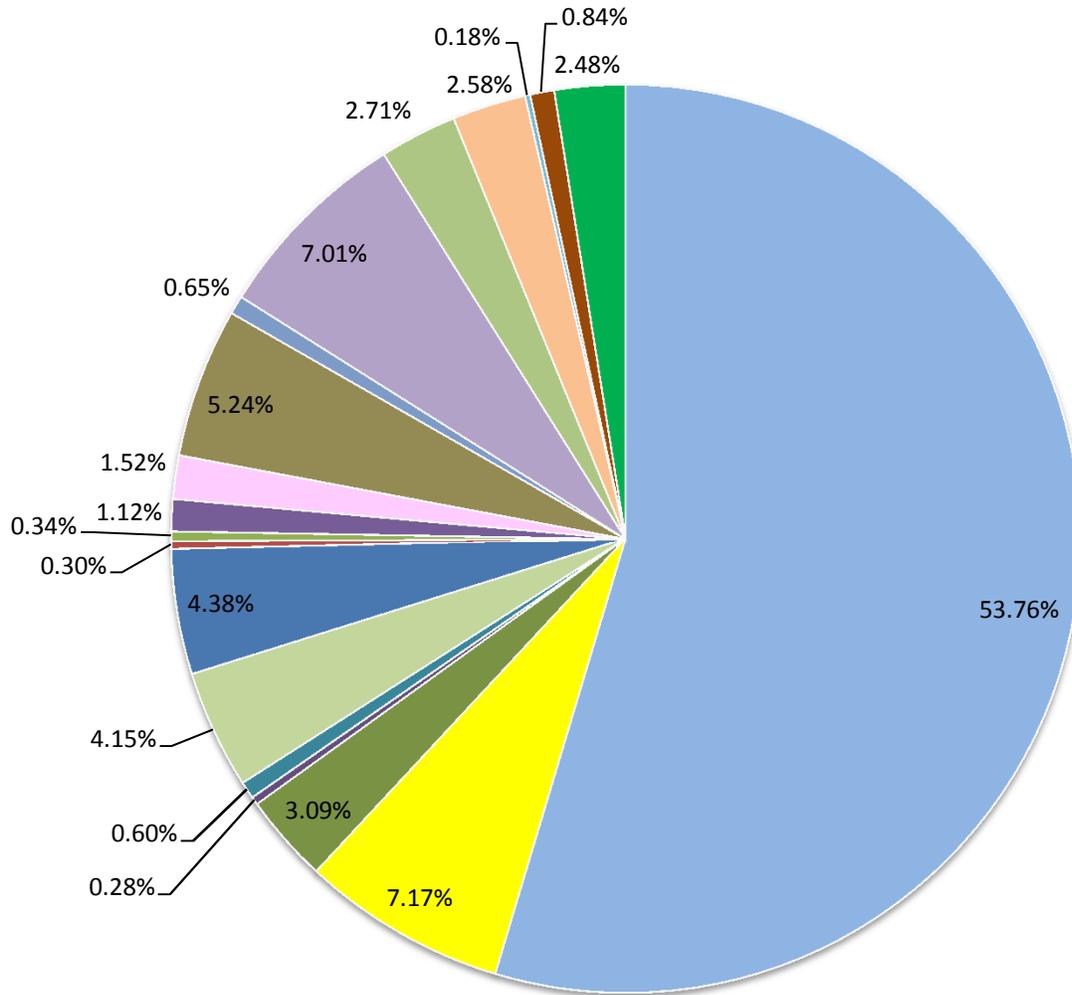
click on E, Education,

click on Report Card

School General Fund Budget Summary

	FY 2010 ACTUAL	FY 2011 ACTUAL	FY 2012 BUDGETED	FY 2013 PROPOSED	% OF TOTAL
<i>Revenues and Other</i>					
<i>Financial Sources</i>					
Federal Government	\$110,762	\$460,419	\$274,184	\$179,588	0.5%
State of Tennessee	\$19,803,761	\$21,262,392	\$22,307,953	\$22,892,227	58.7%
Bradley County	\$9,290,096	\$9,632,452	\$9,925,606	\$10,255,492	26.3%
Other Revenues	\$768,332	\$659,426	\$601,930	\$533,584	1.4%
Other Financing Sources:					
Transfers from Other Funds	\$5,135,964	\$5,120,282	\$5,134,200	\$5,134,200	13.2%
<i>Total Revenues and Other</i>					
<i>Financial Sources</i>	\$35,108,915	\$37,134,971	\$38,243,873	\$38,995,091	100.0%
<i>Expenditures and Other</i>					
<i>Financing uses</i>					
Regular Instruction	\$18,765,264	\$19,224,244	\$20,607,092	\$20,962,204	53.8%
Special Education	\$1,817,461	\$2,521,218	\$2,694,402	\$2,796,522	7.2%
Vocational Education	\$1,145,181	\$1,163,685	\$1,142,730	\$1,205,522	3.1%
Attendance	\$99,723	\$104,434	\$104,292	\$107,298	0.3%
Health Services	\$193,007	\$225,277	\$234,595	\$232,979	0.6%
Other Student Support	\$1,416,721	\$1,667,519	\$1,627,549	\$1,620,175	4.2%
Instructional Staff	\$1,623,945	\$1,645,596	\$1,645,463	\$1,707,660	4.4%
Special Education Program	\$100,291	\$104,535	\$117,690	\$110,246	0.3%
Vocational Education Program	\$141,138	\$147,019	\$121,370	\$133,225	0.3%
General Administration	\$398,998	\$425,188	\$438,506	\$438,505	1.1%
Office of the Superintendent	\$498,230	\$576,448	\$583,819	\$593,784	1.5%
Office of the Principal	\$1,736,093	\$1,773,479	\$1,894,696	\$2,044,348	5.2%
Business Administration	\$214,968	\$225,991	\$238,057	\$252,454	0.6%
Operation of Plant	\$2,513,058	\$3,185,645	\$2,762,244	\$2,733,446	7.0%
Maintenance of Plant	\$1,089,767	\$908,623	\$1,039,612	\$1,057,404	2.7%
Transportation	\$910,481	\$891,616	\$987,701	\$1,004,637	2.6%
Food Service	\$52,883	\$55,698	\$58,032	\$71,816	0.2%
Community Services	\$222,723	\$252,170	\$323,617	\$329,396	0.8%
Early Childhood Education	\$942,214	\$929,420	\$1,005,828	\$967,624	2.5%
Capital Outlay	\$0	\$0	\$0	\$0	0.0%
Debt Service	\$71,428	\$143,724	\$421,878	\$431,146	1.1%
Other Financing Uses:					
Transfers to other Funds	\$712,882	\$611,491	\$194,700	\$194,700	0.5%
<i>Total Expenditures and</i>					
<i>Other Financing uses</i>	\$34,666,456	\$36,783,020	\$38,243,873	\$38,995,091	100.0%
<i>Increase (Decrease) in Fund Balance</i>	\$442,459	\$351,951	\$0	\$0	
<i>Fund Balance at Beginning of FY</i>	\$1,884,614	\$2,327,073	\$2,679,024	\$2,679,024	
<i>Fund Balance at End of FY</i>	\$2,327,073	\$2,679,024	\$2,679,024	\$2,679,024	

Summary of Expenditures by Category



- | | |
|--------------------------------|---------------------------|
| ■ Regular Instruction | ■ Special Education |
| ■ Vocational Education | ■ Attendance |
| ■ Health Services | ■ Other Student Support |
| ■ Regular Instruction | ■ Special Education |
| ■ Vocational Education | ■ Board of Education |
| ■ Office of the Superintendent | ■ Office of the Principal |
| ■ Fiscal Services | ■ Operation of Plant |

CLEVELAND CITY SCHOOLS						
REVENUES						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
INTERGOVERNMENTAL						
FEDERAL GOVERNMENT						
47143	EDUCATION OF HANDICAPPED	47,714	47,713	40,598	40,598	40,598
47590	OTHER FEDERAL-STATE SN	51,406	0	0	0	0
47990	OTHER DIRECT FEDERAL REVENUE	361,299	142,418	233,586	138,990	138,990
Subtotal:		460,419	190,131	274,184	179,588	179,588
STATE OF TENNESSEE						
46511	BASIC EDUCATION PROGRAM	17,903,900	19,727,000	20,399,000	21,099,000	21,099,000
46512	BASIC EDUCATION PROGRAM-ARRA	1,599,100	0	0	0	0
46520	SCHOOL FOOD SERVICE	25,177	25,177	25,663	25,663	25,663
46530	ENERGY EFFICIENT SCHOOLS	192,809	0	0	0	0
46550	DRIVER EDUCATION	9,579	8,000	8,000	8,000	8,000
46590	OTHER STATE EDUCATION	12,638	0	332,648	287,000	287,000
46591	COORD. SCHOOL HEALTH - ARRA	125,000	125,000	0	0	0
46592	INTERNET CONNECTIVITY - ARRA	14,389	0	0	0	0
46610	CAREER LADDER PROGRAM	201,177	224,648	224,648	224,648	224,648
46612	CAREER LADDER-EXT CONT	99,900	164,793	164,793	164,793	164,793
46615	CAREER LADDER-EXT. CONT. ARRA	0	0	0	0	0
46820	INCOME TAX	30,729	26,251	30,427	30,427	30,427
46850	MIXED DRINK TAX	72,821	76,800	81,800	85,072	85,072
46980	OTHER STATE GRANTS	954,097	967,624	1,040,974	967,624	967,624
46981	SAFE SCHOOLS - ARRA	21,077	0	0	0	0
Subtotal:		21,262,393	21,345,293	22,307,953	22,892,227	22,892,227
BRADLEY COUNTY						
40110	CURRENT PROPERTY TAX	5,289,198	5,151,440	5,446,440	5,593,817	5,593,817
40120	TRUSTEE'S COLLECTION	220,702	182,061	182,061	182,061	182,061
40130	CIR CLK/CLK & MASTER	133,103	66,000	116,000	116,000	116,000
40140	INTEREST & PENALTY	34,399	31,369	31,369	31,369	31,369
40162	PYMTS IN LIEU-LOCAL	1,816	1,370	1,305	1,305	1,305
40163	PAYMENTS IN LIEU-OTHER	34,646	23,595	34,595	34,595	34,595
40210	LOCAL OPTION SALES TAX	3,896,126	3,699,670	4,090,684	4,273,193	4,273,193
40320	BANK EXCISE TAX	17,926	37,201	18,201	18,201	18,201
40350	INTERSTATE TELECOMM. TAX	2,037	4,426	2,126	2,126	2,126
41110	MARRIAGE LICENSES	2,499	2,825	2,825	2,825	2,825
Subtotal:		9,632,452	9,199,957	9,925,606	10,255,492	10,255,492
CHARGES FOR SERVICES						
43511	TUITION-REGULAR DAY	83,671	101,935	101,935	101,935	101,935
43517	TUITION-OTHER CLC	0	0	0	0	0
43581	COMM SVCS FEES-CHILDREN	142,114	277,433	145,698	152,396	152,396
43583	TBI CRIMINAL BACKGROUND	336	4,800	4,800	4,800	4,800
Subtotal:		226,121	384,168	252,433	259,131	259,131
INTEREST						
44110	INTEREST EARNED	5,295	3,500	5,000	5,000	5,000
Subtotal:		5,295	3,500	5,000	5,000	5,000
MISCELLANEOUS						
44120	LEASE/RENTALS	0	0	0	0	0
44146	E-RATE FUNDING	85,249	0	75,927	0	0
44170	MISCELLANEOUS REFUNDS	89,064	98,841	98,841	98,841	98,841
44530	SALE OF EQUIPMENT	3,655	1,640	6,053	1,640	1,640
44560	DAMAGES RECOVERED	446	1,800	1,800	1,800	1,800
44570	CONTRIBUTIONS & GIFTS	241,224	129,446	131,876	137,172	137,172
44990	OTHER LOCAL REVENUES	13,664	30,000	30,000	30,000	30,000
Subtotal:		433,302	261,727	344,497	269,453	269,453
OTHER FINANCING USES						
49200	NOTE PROCEEDS	394,272	0	0	0	0
49800	OPERATING TRANSFERS (FED)	282	13,000	13,000	13,000	13,000
49810	CITY GENERAL FUND TRANS	5,120,000	5,121,200	5,121,200	5,121,200	5,121,200
Subtotal:		5,514,554	5,134,200	5,134,200	5,134,200	5,134,200
	TOTAL REVENUES	37,534,536	36,518,976	38,243,873	38,995,091	38,995,091

EXPENDITURES						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
EDUCATION						
71100 REGULAR INSTRUCTION						
116	TEACHERS	11,950,198	12,334,734	12,803,322	13,395,455	13,395,455
117	CAREER LADDER PROGRAM	118,293	129,000	129,000	129,000	129,000
127	CAREER LADDER-EXT CONT	57,500	141,211	141,211	141,211	141,211
128	HOMEBOUND TEACHERS	51,151	53,824	54,629	57,279	57,279
163	ASSISTANTS	1,017,171	1,054,212	1,062,385	1,085,648	1,085,648
189	OTHER SALARIES & WAGES	202,757	191,982	259,880	193,439	193,439
195	CERTIFIED SUBSTITUE TEACHERS	183,355	120,000	120,000	120,000	120,000
196	IN-SERVICE TRAINING	2,200	0	0	0	0
198	NON-CERTIFIED SUBSTITUTE TCHRS	102,554	92,780	95,805	92,780	92,780
201	SOCIAL SECURITY	791,100	861,044	883,971	929,061	929,061
204	STATE RETIREMENT	1,255,652	1,321,567	1,353,993	1,399,792	1,399,792
206	LIFE INSURANCE	26,309	15,607	15,607	15,607	15,607
207	MEDICAL INSURANCE	1,719,598	1,753,609	1,856,777	1,856,777	1,856,777
210	UNEMPLOYMENT COMP	8,898	18,000	24,000	18,000	18,000
212	EMPLOYER MEDICARE LIAB	187,074	201,373	207,034	217,281	217,281
299	OTHER FRINGE BENEFITS	113,130	109,000	144,000	144,000	144,000
336	MAINTENANCE & REPAIR	9,804	18,650	18,650	18,650	18,650
399	OTHER CONTRACTED SVCS	399,607	321,595	415,147	323,520	323,520
429	INSTRUCTIONAL SUPPLIES	242,595	263,980	266,645	268,465	268,465
449	TEXTBOOKS	552,165	305,000	508,057	305,000	305,000
499	OTHER SUPP & MATERIALS	35,298	31,000	31,000	31,000	31,000
599	OTHER CHARGES	20,930	9,825	9,825	9,825	9,825
722	REGULAR INSTRUCTION EQUIP	176,905	206,154	206,154	210,414	210,414
	TOTAL REGULAR INSTRUCT	19,224,244	19,554,147	20,607,092	20,962,204	20,962,204
71200 SPECIAL EDUCATION						
116	TEACHERS	1,383,606	1,427,759	1,503,377	1,585,137	1,585,137
117	CAREER LADDER PROGRAM	17,000	19,000	19,000	19,000	19,000
128	HOMEBOUND TEACHERS	604	1,000	3,500	1,000	1,000
163	ASSISTANTS	261,077	276,354	280,708	277,618	277,618
171	SPEECH PATHOLOGIST	257,866	237,467	241,229	250,076	250,076
195	CERTIFIED SUBSTITUE TEACHERS	17,029	4,000	6,000	4,000	4,000
196	IN-SERVICE TRAINING	5,958	0	0	0	0
198	NON-CERTIFIED SUBSTITUTE TCHRS	0	3,000	3,000	3,000	3,000
201	SOCIAL SECURITY	113,978	120,619	126,988	131,238	131,238
204	STATE RETIREMENT	190,869	198,636	208,267	211,077	211,077
206	LIFE INSURANCE	2,204	1,956	1,956	1,956	1,956
207	MEDICAL INSURANCE	210,645	203,782	222,026	222,026	222,026
212	EMPLOYER MEDICARE LIAB	26,738	28,209	29,699	30,692	30,692
312	CONTRACTS-PRIVATE AGENCY	0	22,102	12,552	22,102	22,102
336	MAINTENANCE & REPAIR	268	1,700	1,700	1,700	1,700
399	OTHER CONTRACTED SERVICES	41	0	0	0	0
429	INSTRUCTIONAL SUPPLIES	14,983	23,527	23,527	24,527	24,527
499	OTHER SUPP & MATERIALS	10,557	6,773	6,773	6,773	6,773
725	SPECIAL EDUCATION EQUIP	7,795	4,100	4,100	4,600	4,600
	TOTAL SPECIAL EDUCATION	2,521,218	2,579,984	2,694,402	2,796,522	2,796,522
71300 VOCATIONAL EDUCATION						
116	TEACHERS	822,800	841,467	772,125	841,503	841,503
195	CERTIFIED SUBSTITUE TEACHERS	4,650	1,500	4,500	1,500	1,500
198	NON-CERTIFIED SUBSTITUTE TCHRS	1,852	1,000	1,000	1,000	1,000
201	SOCIAL SECURITY	48,453	51,925	52,727	51,929	51,929
204	STATE RETIREMENT	74,509	76,153	77,325	74,725	74,725
206	LIFE INSURANCE	1,260	639	639	639	639
207	MEDICAL INSURANCE	97,793	92,310	106,040	106,040	106,040
212	EMPLOYER MEDICARE LIAB	11,350	12,144	12,332	12,144	12,144
336	MAINTENANCE & REPAIR	2,374	8,500	8,500	8,500	8,500
356	TUITION-CERTIFICATION COURSE	0	375	375	375	375
399	OTHER CONTRACTED SVCS	159	4,500	4,500	4,500	4,500
429	INSTRUCTIONAL SUPPLIES	54,493	33,200	33,200	33,200	33,200
499	OTHER SUPP & MATERIALS	945	2,300	2,300	2,300	2,300

EXPENDITURES						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
599	OTHER CHARGES	59	0	0	0	0
730	VOCATIONAL INSTR EQUIP	42,988	67,167	67,167	67,167	67,167
	TOTAL VOCATIONAL EDUCATION	1,163,685	1,193,180	1,142,730	1,205,522	1,205,522
72110 ATTENDANCE						
105	SUPERVISOR/DIRECTOR	39,817	38,776	39,391	40,546	40,546
189	OTHER SALARIES AND WAGES	37,389	36,726	37,308	38,880	38,880
201	SOCIAL SECURITY	4,727	4,681	4,755	4,924	4,924
204	STATE RETIREMENT	9,844	9,639	9,792	10,090	10,090
206	LIFE INSURANCE	35	120	120	120	120
207	MEDICAL INSURANCE	2,517	2,586	2,586	2,586	2,586
212	EMPLOYER MEDICARE LIAB	1,105	1,095	1,340	1,152	1,152
704	ATTENDANCE EQUIPMENT	9,000	9,000	9,000	9,000	9,000
	TOTAL ATTENDANCE	104,434	102,623	104,292	107,298	107,298
72120 HEALTH SERVICES						
131	MEDICAL PERSONNEL	79,160	79,160	81,218	83,655	83,655
189	OTHER SALARIES AND WAGES	89,571	91,418	79,659	82,171	82,171
201	SOCIAL SECURITY	9,786	10,576	9,900	10,282	10,282
204	STATE RETIREMENT	14,132	14,487	13,544	13,921	13,921
206	LIFE INSURANCE	70	94	94	94	94
207	MEDICAL INSURANCE	19,207	20,010	14,836	15,712	15,712
212	EMPLOYER MEDICARE LIAB	2,289	2,473	2,315	2,404	2,404
348	POSTAGE	0	0	220	0	0
355	TRAVEL	1,704	3,407	4,407	3,407	3,407
399	OTHER CONTRACTED SVCS	0	515	3,040	2,525	2,525
413	DRUGS/MEDICAL SUPPLIES	2,232	2,000	2,000	2,000	2,000
499	OTHER SUPP & MATERIALS	7,126	2,382	9,500	7,108	7,108
599	OTHER CHARGES	0	0	9,700	9,700	9,700
735	HEALTH EQUIPMENT	0	0	4,162	0	0
	TOTAL HEALTH SERVICES	225,277	226,522	234,595	232,979	232,979
72130 OTHER STUDENT SUPPORT						
117	CARRER LADDER PROGRAM	10,000	9,000	9,000	9,000	9,000
123	GUIDANCE PERSONNEL	619,435	630,659	590,649	605,281	605,281
124	PSYCHOLOGICAL PERSONNEL	89,509	87,760	84,150	81,229	81,229
130	SOCIAL WORKERS	81,786	81,816	84,912	86,128	86,128
164	ATTENDANTS	109,597	76,795	106,795	76,795	76,795
189	OTHER SALARIES AND WAGES	123,211	168,876	160,772	168,280	168,280
196	IN-SERVICE TRAINING	400	0	0	0	0
201	SOCIAL SECURITY	61,386	65,107	65,401	63,359	63,359
204	STATE RETIREMENT	84,510	106,001	107,127	93,787	93,787
206	LIFE INSURANCE	910	867	967	867	867
207	MEDICAL INSURANCE	89,076	97,555	86,627	86,627	86,627
212	EMPLOYER MEDICARE LIAB	14,356	15,296	20,024	14,887	14,887
307	COMMUNICATION	291	0	0	0	0
322	EVALUATION AND TESTING	37,543	35,425	35,425	89,350	89,350
336	MAINTENANCE & REPAIR	23	600	600	600	600
355	TRAVEL	14,906	0	2,558	0	0
399	OTHER CONTRACTED SVCS	253,609	237,670	261,727	237,670	237,670
499	OTHER SUPP & MATERIALS	75,916	5,815	10,815	6,315	6,315
599	OTHER CHARGES	860	0	0	0	0
790	OTHER EQUIPMENT	195	0	0	0	0
	TOTAL OTHER STUDENT SUPP	1,667,519	1,619,242	1,627,549	1,620,175	1,620,175
INSTRUCTIONAL STAFF						
72210 REGULAR INSTRUCTION PROGRAM						
105	SUPERVISOR/DIRECTOR	267,395	256,474	285,103	352,421	352,421
117	CAREER LADDER PROGRAM	19,300	20,500	20,500	20,500	20,500
129	LIBRARIANS	447,424	459,368	441,356	468,428	468,428
132	MATERIALS COORDINATOR	83,030	82,421	83,726	43,119	43,119
161	SECRETARIES	119,155	115,793	127,627	132,374	132,374
189	OTHER PERSONNEL	139,134	145,267	149,094	152,225	152,225
196	IN-SERVICE TRAINING	4,200	0	0	0	0
201	SOCIAL SECURITY	63,463	66,106	67,079	71,639	71,639
204	STATE RETIREMENT	108,470	117,669	119,442	126,040	126,040

EXPENDITURES						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
206	LIFE INSURANCE	350	1,183	1,183	1,183	1,183
207	MEDICAL INSURANCE	102,469	113,025	138,027	138,027	138,027
212	EMPLOYER MEDICARE LIAB	15,142	15,460	15,460	16,754	16,754
320	DUES & SUBSCRIPTIONS	1,321	4,000	4,000	4,000	4,000
355	TRAVEL	41,878	36,040	40,040	36,000	36,000
399	CONTRACTED SERVICE	99,700	8,500	12,141	8,500	8,500
429	INSTRUCTION SUPPLIES/MATERIALS	564	0	2,181	0	0
432	LIBRARY BOOKS/MEDIA	37,226	36,000	36,000	35,900	35,900
499	OTHER SUPPLIES & MATERIALS	21,206	21,750	21,750	21,650	21,650
524	IN-SERVICE/STAFF DEVELOP	71,904	75,400	77,254	75,400	75,400
790	OTHER EQUIPMENT	2,265	3,500	3,500	3,500	3,500
	TOTAL REGULAR INSTRUCT	1,645,596	1,578,456	1,645,463	1,707,660	1,707,660
	72220 SPECIAL EDUCATION PROGRAM					
105	SUPERVISOR/DIRECTOR	83,030	82,421	86,348	87,806	87,806
117	CAREER LADDER PROGRAM	1,000	1,000	1,000	1,000	1,000
201	SOCIAL SECURITY	5,084	5,172	5,253	5,506	5,506
204	STATE RETIREMENT	7,605	7,550	7,550	7,886	7,886
206	LIFE INSURANCE	70	29	29	29	29
207	MEDICAL INSURANCE	4,980	5,063	4,742	4,742	4,742
212	EMPLOYER MEDICARE LIAB	1,188	1,199	1,218	1,277	1,277
308	CONSULTANTS	0	500	10,050	500	500
355	TRAVEL	1,578	1,500	1,500	1,500	1,500
	TOTAL SPECIAL EDUCATION	104,535	104,434	117,690	110,246	110,246
	72230 VOCATIONAL EDUCATION					
105	SUPERVISOR/DIRECTOR	78,148	77,491	70,754	75,204	75,204
117	CAREER LADDER PROGRAM	3,000	3,000	3,000	3,000	3,000
161	SECRETARIES	25,601	24,076	24,458	25,524	25,524
201	SOCIAL SECURITY	5,996	6,483	3,783	6,432	6,432
204	STATE RETIREMENT	11,617	11,303	7,478	11,204	11,204
206	LIFE INSURANCE	140	72	72	72	72
207	MEDICAL INSURANCE	12,872	12,460	7,785	7,785	7,785
212	EMPLOYER MEDICARE LIAB	1,402	1,516	1,540	1,504	1,504
355	TRAVEL	8,243	2,500	2,500	2,500	2,500
	TOTAL VOCATIONAL EDUC	147,019	138,901	121,370	133,225	133,225
	GENERAL ADMINISTRATION					
	72310 BOARD OF EDUCATION					
191	BOARD FEES	52,800	52,800	52,800	52,800	52,800
201	SOCIAL SECURITY	3,274	3,274	3,274	3,274	3,274
212	EMPLOYER MEDICARE	766	765	766	765	765
299	OTHER FRINGE BENEFITS	733	740	740	740	740
305	AUDIT SERVICES	12,500	12,500	12,750	12,750	12,750
320	DUES AND MEMBERSHIPS	4,650	11,753	11,753	11,753	11,753
331	LEGAL SERVICES	5,781	10,000	10,000	10,000	10,000
355	TRAVEL	190	0	0	0	0
506	LIABILITY INSURANCE	34,916	34,916	42,543	42,543	42,543
508	PREMIUMS ON SURETY BONDS	8,464	8,464	10,044	10,044	10,044
510	TRUSTEE'S COMMISSION	114,613	109,753	109,753	109,753	109,753
513	WORKER'S COMP INSURANCE	133,622	133,623	142,083	142,083	142,083
533	CRIMINAL INVESTIGATION APPL	5,632	8,000	8,000	8,000	8,000
534	REFUND APPLICANT-INVESTIGAT	240	2,000	2,000	2,000	2,000
599	OTHER CHARGES	47,007	32,000	32,000	32,000	32,000
	TOTAL BOARD OF EDUCATION	425,188	420,588	438,506	438,505	438,505
	72320 OFFICE OF THE SUPERINTENDENT					
101	ADMINISTRATIVE OFFICER	138,416	136,991	126,860	130,754	130,754
103	ASSISTANT	87,030	86,461	87,831	90,466	90,466
117	CAREER LADDER PROGRAM	0	1,000	1,000	1,000	1,000
161	SECRETARIES	69,344	67,978	69,055	71,822	71,822

EXPENDITURES						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
189	OTHER SALARIES & WAGES	8,580	8,064	7,200	7,200	7,200
201	SOCIAL SECURITY	16,059	18,444	17,432	18,490	18,490
204	STATE RETIREMENT	32,753	32,388	31,439	32,360	32,360
206	LIFE INSURANCE	280	195	195	195	195
207	MEDICAL INSURANCE	24,525	25,726	34,950	34,950	34,950
212	EMPLOYER MEDICARE LIAB	4,274	4,314	4,077	4,324	4,324
299	OTHER FRINGE BENEFITS	4,050	5,480	5,480	3,923	3,923
307	COMMUNICATION	119,057	80,000	120,000	120,000	120,000
320	DUES AND MEMBERSHIPS	2,734	2,500	2,500	2,500	2,500
348	POSTAL CHARGES	6,449	6,500	6,500	6,500	6,500
355	TRAVEL	2,774	4,300	4,300	4,300	4,300
399	OTHER CONTRACTED SVCS	22,272	34,600	24,600	24,600	24,600
435	OFFICE SUPPLIES	13,924	17,500	17,500	17,500	17,500
599	OTHER CHARGES	13,578	17,900	17,900	17,900	17,900
701	ADMINISTRATIVE EQUIPMENT	10,349	5,000	5,000	5,000	5,000
	TOTAL OFFICE OF SUPRNTNDT	576,448	555,341	583,819	593,784	593,784
72410	OFFICE OF THE PRINCIPAL					
104	PRINCIPALS	633,654	645,326	657,701	670,408	670,408
117	CAREER LADDER PROGRAM	10,000	10,000	10,000	10,000	10,000
139	ASSISTANT PRINCIPALS	383,495	391,163	436,347	535,807	535,807
161	SECRETARIES	295,586	301,820	299,683	314,399	314,399
162	CLERICAL PERSONNEL	23,355	24,178	24,561	25,930	25,930
201	SOCIAL SECURITY	79,553	83,853	85,191	95,264	95,264
204	STATE RETIREMENT	139,092	149,116	151,464	164,801	164,801
206	LIFE INSURANCE	1,960	1,386	1,386	1,386	1,386
207	MEDICAL INSURANCE	134,978	142,752	150,988	150,988	150,988
212	EMPLOYER MEDICARE LIAB	18,605	19,611	19,924	22,280	22,280
320	DUES & MEMBERSHIPS	4,804	3,525	3,525	2,825	2,825
336	MAINTENANCE & REPAIR	215	1,925	1,925	1,925	1,925
348	POSTAL CHARGES	4,439	7,195	7,195	7,435	7,435
355	TRAVEL	982	5,100	5,100	5,100	5,100
399	OTHER CONTRACTED SVCS	18,308	13,725	13,725	13,425	13,425
435	OFFICE SUPPLIES	10,161	11,000	11,000	11,000	11,000
599	OTHER CHARGES	182	250	1,396	250	250
701	ADMINISTRATIVE EQUIPMENT	14,110	13,585	13,585	11,125	11,125
	TOTAL OFFICE OF THE PRINCIPAL	1,773,479	1,825,510	1,894,696	2,044,348	2,044,348
72510	FISCAL SERVICES					
119	BOOKKEEPERS	162,549	160,591	166,804	176,508	176,508
201	SOCIAL SECURITY	8,760	9,957	9,356	10,945	10,945
204	STATE RETIREMENT	24,971	26,803	26,539	29,459	29,459
206	LIFE INSURANCE	210	163	163	163	163
207	MEDICAL INSURANCE	16,628	19,901	19,902	19,902	19,902
212	EMPLOYER MEDICARE LIAB	2,234	2,329	2,375	2,559	2,559
317	DATA PROCESSING SERVICES	10,307	9,209	11,918	11,918	11,918
355	TRAVEL	332	1,000	1,000	1,000	1,000
	TOTAL FISCAL SERVICES	225,991	229,953	238,057	252,454	252,454
OPERATION AND MAINTENANCE OF PLANT						
72610	OPERATION OF PLANT					
166	CUSTODIAL PERSONNEL	22,865	23,225	24,869	23,478	23,478
189	OTHER SALARIES & WAGES	63,813	77,553	78,781	81,145	81,145
201	SOCIAL SECURITY	4,811	6,248	6,347	6,486	6,486
204	STATE RETIREMENT	8,973	10,895	11,067	11,124	11,124
206	LIFE INSURANCE	70	84	84	84	84
207	MEDICAL INSURANCE	15,070	11,931	11,931	11,931	11,931
212	EMPLOYER MEDICARE LIAB	1,125	1,461	1,484	1,517	1,517
328	JANITORIAL SERVICES	734,679	731,319	773,436	773,436	773,436
330	OPERATING LEASE PAYMENTS	0	52,951	52,951	52,951	52,951
351	RENTALS	6,300	6,000	6,000	6,000	6,000
399	OTHER CONTRACTED SVCS	279,016	216,870	216,870	216,870	216,870

EXPENDITURES						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
415	ELECTRICITY	1,049,226	1,052,422	1,052,422	1,052,422	1,052,422
434	NATURAL GAS	103,423	157,000	151,349	151,349	151,349
454	WATER AND SEWER	134,678	149,593	149,593	149,593	149,593
499	OTHER SUPP AND MATERIALS	51,626	25,000	55,000	25,000	25,000
501	BOILER INSURANCE	6,772	6,788	8,036	8,036	8,036
502	BLDG & CONTENTS INSURANCE	124,596	123,673	156,373	156,373	156,373
707	BUILDING IMPROVEMENTS	578,602	0	5,651	5,651	5,651
	TOTAL OPERATION OF PLANT	3,185,645	2,653,013	2,762,244	2,733,446	2,733,446
72620	MAINTENANCE OF PLANT					
105	SUPERVISOR	58,188	56,750	57,649	59,968	59,968
167	MAINTENANCE PERSONNEL	316,912	350,798	356,355	376,512	376,512
189	OTHER SALARIES AND WAGES	0	35,000	26,200	35,000	35,000
201	SOCIAL SECURITY	21,314	27,136	27,536	28,930	28,930
204	STATE RETIREMENT	58,133	68,020	69,097	72,849	72,849
206	LIFE INSURANCE	770	592	592	592	592
207	MEDICAL INSURANCE	74,992	79,211	80,877	80,877	80,877
212	EMPLOYER MEDICARE LIAB	4,985	6,417	6,511	6,836	6,836
335	MAINTENANCE/REPAIR-BLDG	84,038	58,000	90,140	90,140	90,140
336	MAINTENANCE/REPAIR-EQUIP	0	2,000	2,000	2,000	2,000
399	OTHER CONTRACTED SVCS	132,248	86,000	86,000	86,000	86,000
418	EQUIP/MACHINERY PARTS	800	10,200	10,200	10,200	10,200
499	OTHER SUPP AND MATERIALS	130,222	200,000	200,000	200,000	200,000
599	OTHER CHARGES	3,688	5,000	5,000	5,000	5,000
717	MAINTENANCE EQUIPMENT	22,333	2,500	21,455	2,500	2,500
	TOTAL MAINT OF PLANT	908,623	987,624	1,039,612	1,057,404	1,057,404
72710	TRANSPORTATION					
105	SUPERVISOR	30,957	31,249	31,744	33,695	33,695
142	MECHANICS	47,507	50,882	53,988	60,169	60,169
146	BUS DRIVERS	430,523	404,461	440,977	454,206	454,206
201	SOCIAL SECURITY	31,682	30,169	30,901	33,981	33,981
204	STATE RETIREMENT	11,202	13,708	13,925	15,666	15,666
206	LIFE INSURANCE	210	94	94	94	94
207	MEDICAL INSURANCE	4,956	5,171	8,772	14,837	14,837
212	EMPLOYER MEDICARE LIAB	7,410	7,056	7,227	7,947	7,947
313	CONTRACTS WITH PARENTS	0	1,000	1,000	1,000	1,000
340	MEDICAL/DENTAL SERVICES	1,650	3,500	3,500	3,500	3,500
355	TRAVEL	0	1,100	1,100	1,100	1,100
399	OTHER CONTRACTED SVCS	23,127	22,500	37,600	22,500	22,500
412	DIESEL FUEL	150,287	143,788	181,788	181,788	181,788
425	GASOLINE	23,596	20,000	20,000	20,000	20,000
433	LUBRICANTS	0	2,000	2,000	2,000	2,000
450	TIRE AND TUBES	18,906	9,962	9,962	9,962	9,962
453	VEHICLE PARTS	69,184	79,440	79,910	79,440	79,440
499	OTHER SUPP AND MATERIALS	913	2,000	2,000	2,000	2,000
511	VEHICLE/EQUIP INSURANCE	38,091	38,033	45,202	45,202	45,202
599	OTHER CHARGES	1,415	15,550	15,550	15,550	15,550
790	TRANSPORTATION EQUIPMENT	0	0	461	0	0
	TOTAL TRANSPORTATION	891,616	881,663	987,701	1,004,637	1,004,637
73100	FOOD SERVICE					
189	OTHER WAGES AND SALARIES	40,787	40,567	45,329	57,150	57,150
201	SOCIAL SECURITY	2,494	2,515	2,741	3,543	3,543
204	STATE RETIREMENT	6,807	6,771	4,102	5,075	5,075
206	LIFE INSURANCE	70	47	47	47	47
207	MEDICAL INSURANCE	4,956	5,172	5,172	5,172	5,172
212	EMPLOYER MEDICARE LIAB	584	588	641	829	829
	TOTAL FOOD SERVICE	55,698	55,660	58,032	71,816	71,816
73300	COMMUNITY SERVICE					
105	SUPERVISOR	49,624	49,776	50,565	55,597	55,597
189	OTHER WAGES AND SALARIES	137,014	162,228	162,228	162,228	162,228
201	SOCIAL SECURITY	11,232	13,144	13,193	13,506	13,506

EXPENDITURES						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
204	STATE RETIREMENT	4,594	4,505	4,576	4,937	4,937
206	LIFE INSURANCE	70	34	34	34	34
207	MEDICAL INSURANCE	9,279	9,666	9,665	9,665	9,665
212	EMPLOYER MEDICARE LIAB	2,627	3,074	3,085	3,158	3,158
302	ADVERTISING	0	1,075	0	0	0
355	TRAVEL	3,608	3,150	4,141	4,141	4,141
399	OTHER CONTRACTED SVCS	20,038	17,500	20,000	20,000	20,000
422	FOOD SUPPLIES	7,775	22,000	30,000	30,000	30,000
499	OTHER SUPP AND MATERIALS	5,804	4,700	23,780	23,780	23,780
509	REFUNDS	0	350	350	350	350
599	OTHER CHARGES	505	1,231	2,000	2,000	2,000
	TOTAL COMMUNITY SERVICE	252,170	292,433	323,617	329,396	329,396
	TOTAL EDUCATION	35,098,385	34,999,274	36,621,467	37,401,621	37,401,621
73400	EARLY CHILDHOOD EDUCATION					
310	CONT. W/ OTHER PUBLIC AGENCY	929,420	967,624	1,005,828	967,624	967,624
	TOTAL EARLY CHILDHOOD EDUC	929,420	967,624	1,005,828	967,624	967,624
	DEBT SERVICE					
601	PRINCIPAL ON BONDS	128,721	256,536	256,536	263,360	263,360
603	INTEREST ON BONDS	15,003	165,342	165,342	167,786	167,786
699	OTHER DEBT SERVICE	611,491	130,200	194,700	194,700	194,700
	TOTAL DEBT SERVICE	755,215	552,078	616,578	625,846	625,846
	TOTAL EXPENDITURES	36,783,020	36,518,976	38,243,873	38,995,091	38,995,091

SCHOOL FOOD SERVICES



School Food Service Fund

Programs, Services, and Functions:

This fund accounts for the monies to run the food service functions within all schools. The revenues come from the fees for breakfast, lunch, and from subsidies for breakfast and lunch paid by the US Department of Agriculture.

EXPENDITURE SUMMARY	FY 2011 Actual	FY 2012 Budgeted	FY 2013 Proposed	Percentage Increase
Personnel Expenditures	\$1,210,797	\$ 1,216,000	\$1,306,500	7%
Operating Expenditures	\$1,170,065	\$1,584,000	\$1,555,900	-2%
Capital Outlay & Debt Service	\$0	\$0	\$0	0%
Total Expenditures	\$2,380,862	\$2,800,000	\$2,862,400	2%

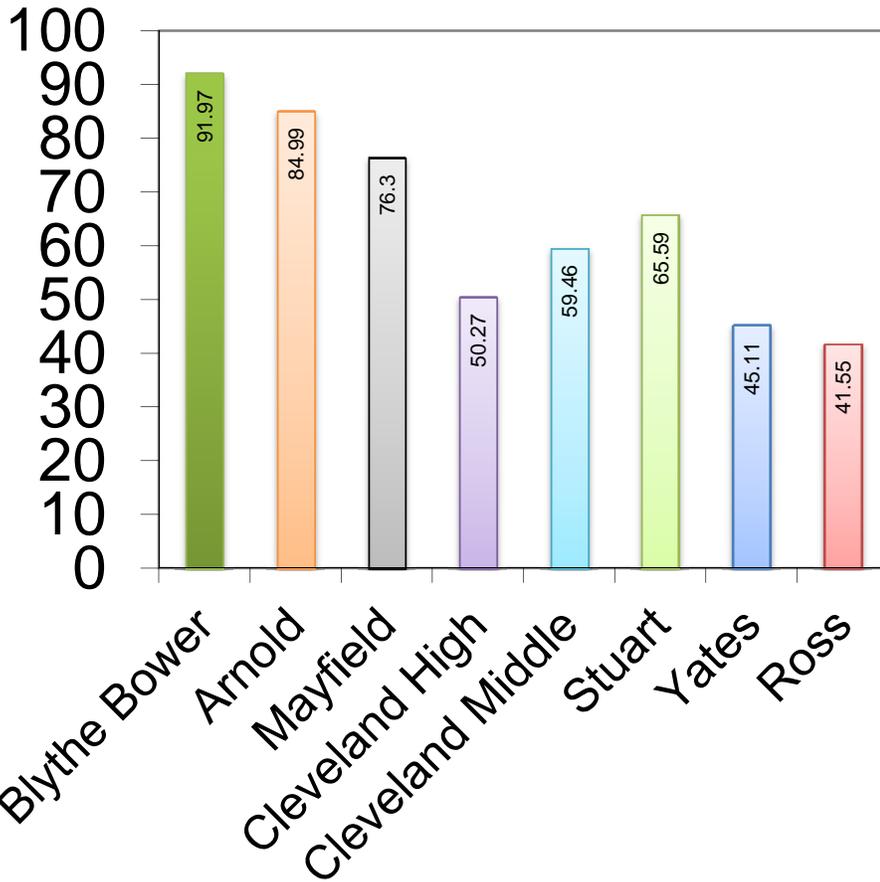
Goals and Objectives:

- Provide quality meals that meet federal and state nutritional guidelines for students.
- Assure that these funds are appropriated and spent in accordance with all regulations.

Performance Measures:

Measure Description	FY2010 (Actual)	FY2011 (Actual)	FY2012 (Actual)	FY2013 (Projected)
Number of breakfasts served	227,000	250,000	275,000	303,000
Number of lunches served	597,000	600,000	613,000	665,000
Number of total meals served	824,000	850,000	888,000	968,000
Number of personnel in food service	65	65	66	67
Number of meals served per personnel	12,675	13,075	13,455	14,400
Cost of breakfast	\$1.25	\$1.25	\$1.25	\$1.25
Cost of reduced breakfast	\$0.30	\$0.30	\$0.30	\$0.30
Cost of lunch-elementary	\$2.00	\$2.00	\$2.05	\$2.05
Cost of lunch-Cleveland Middle School	\$2.25	\$2.25	\$2.30	\$2.30
Cost of lunch-Cleveland High School	\$2.25	\$2.25	\$2.30	\$2.30
Cost of reduced lunch	\$0.40	\$0.40	\$0.40	\$0.40
Average grade on state inspections	98%	93%	93%	93%

Cleveland City Schools Free/Reduced Lunch Percentages



CLEVELAND CITY SCHOOLS FOOD SERVICES FUND						
REVENUES						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
43521	STUDENT LUNCHES	608,825	710,000	703,000	710,000	710,000
43522	ADULT LUNCHES	35,459	42,000	50,000	53,000	53,000
43523	INCOME FROM BREAKFAST	2,679	8,000	4,700	4,900	4,900
43525	ALA CARTE SALES	140,570	40,000	30,000	30,000	30,000
44110	INTEREST EARNED	113	2,000	150	150	150
47111	CHARGES FOR SERVICES	1,209,597	1,215,000	1,347,400	1,372,400	1,372,400
47112	USDA COMMODITIES	0	0	126,950	146,000	146,000
47113	BREAKFAST	438,295	450,000	491,950	500,000	500,000
47114	GRANTS	44,480	0	45,850	45,950	45,950
	TOTAL REVENUES	2,480,018	2,467,000	2,800,000	2,862,400	2,862,400
EXPENDITURES						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
Personnel and fringe benefits:						
162	CLERICAL PERSONNEL	51,836	54,000	62,000	62,500	62,500
165	CAFETERIA PERSONNEL	743,051	740,000	710,000	757,000	757,000
196	IN SERVICE TRAINING	3,275	2,000	1,000	2,000	2,000
201	SOCIAL SECURITY	45,385	45,000	45,000	51,000	51,000
204	STATE RETIREMENT	106,970	120,000	110,000	132,000	132,000
206	LIFE INSURANCE	4,056	5,000	5,000	5,000	5,000
207	MEDICAL INSURANCE	231,156	230,000	252,000	265,000	265,000
210	UNEMPLOYMENT COMP	0	1,000	1,000	1,000	1,000
212	EMPLOYER MEDICARE LIAB	10,614	12,000	12,000	13,000	13,000
299	OTHER FRINGE BENEFITS	14,915	15,000	18,000	18,000	18,000
	Subtotal:	1,211,258	1,224,000	1,216,000	1,306,500	1,306,500
Operating Expenditures:						
307	COMMUNICATION	1,115	500	700	750	750
320	DUES AND MEMBERSHIPS	391	600	700	700	700
331	LEGAL SERVICES	3,851	0	0	0	0
336	MAINTENANCE & REPAIR	11,917	15,000	20,000	20,000	20,000
343	PAYMENTS TO SCHOOLS LUNCH	0	0	0	0	0
354	TRANSPORTATION	1,309	3,000	2,000	2,000	2,000
355	TRAVEL	4,565	3,000	3,000	4,000	4,000
399	CONTRACTED SERVICES	24,796	14,000	20,000	20,000	20,000
422	FOOD SUPPLIES	1,001,905	986,000	1,195,000	1,170,000	1,170,000
435	OFFICE SUPPLIES	7,844	8,500	9,000	8,000	8,000
451	UNIFORMS	4,006	2,000	2,000	2,000	2,000
452	UTILITIES	1,226	5,000	4,000	4,000	4,000
457	IN SERVICE STAFF DEV.	369	1,000	1,000	1,000	1,000
469	USDA COMMODITIES	0	0	127,000	146,000	146,000
499	OTHER SUPPLIES	119,264	184,000	160,000	150,000	150,000
533	APPLICANT INVESTIGATION	624	400	600	600	600
710	EQUIPMENT	0	20,000	39,000	26,850	26,850
	Subtotal:	1,183,182	1,243,000	1,584,000	1,555,900	1,555,900
	TOTAL EXPENDITURES	2,394,440	2,467,000	2,800,000	2,862,400	2,862,400

Debt Service Fund

The Debt Service Fund is used for the accumulation of resources for, and the payment of, principal and interest on general long-term debt.

Debt Service

The wise use of debt is essential to prudent financial planning and management. No city has adequate current revenues to purchase major capital improvements such as buildings, land, utility plants and extensions, and some large equipment. Therefore, it is essential that they borrow additional money to finance these items, and pay for them over a period of years. The City Council must establish clear policies to assure that only the debt which is absolutely essential to the community is issued, that adequate revenues are budgeted and collected to make the debt service (principal and interest) payments, and that the City's credit rating of "A+" with Standard and Poor's Corporation and an "Aa3" rating from Moody's Investor Service is not adversely affected. The revenue bonds of Cleveland Utilities carry the same ratings. The City of Cleveland has established Debt Policies as part of its Financial Policies (See the Financial Policies under Tab V.) There are no state statutes or City Charter requirements, which limit the amount of general obligation debt. However, the city has followed a policy limiting outstanding general government and school debt (not including Cleveland Utilities' debt) to not more than ten (10%) percent of the assessed valuation of property, or \$111,714,900. The City currently has \$44,100,542 available for future projects. Cleveland has a diverse tax base as evidenced by the listing of Cleveland's principal taxpayers (See Appendices under Tab XIV.) Since the assessed valuation averages about thirty (30%) percent of the appraised (fair market) valuation, this limits debt to about three (3%) percent of the appraised valuation of all property within the City. (See the estimated City's Legal Debt Margin also located behind Tab XIV).

The Debt Service Fund is used to pay all the general government debt service payments on general obligation bonds, capital outlay notes, or other debt instruments. The revenues are derived from the entity for which the debt was issued. A Transfer from the General Fund pays for debt issued for the city departments. All debt issued by the city to fund new school construction is financed by transfers from the General Fund and the Schools General Fund. The State Street Aid Fund transfer finances several road projects and major street equipment. The Stormwater Management Fund will transfer annually the amount necessary to finance equipment for the stormwater operation. The Meiler Estate Animal Control Fund pays for debt issued to purchase equipment for the Animal Control operation. The debt issued on behalf of the Bradley County E 911 Emergency Communications District (ECD) is funded through an impact payment from the 911 Center.

Debt service payments for enterprise operations such as Cleveland Utilities' electric and water/wastewater systems are paid directly from the Electric and Water/Wastewater funds of Cleveland Utilities respectively. Debt service payments for internal service operations such as the Fleet Management are paid directly from this fund. They are accounted for using full accrual accounting.

The city uses "double-barrel" bonds to finance the debt of Cleveland Utilities (CU). This means that the city issues general obligation bonds, which pledge the full faith and credit (taxing authority) of the city in addition to the revenues of either the

Water/Wastewater Fund or the Electric Fund of Cleveland Utilities. Bonds, which pledge the city's taxing authority, are usually sold at a lower interest rate than revenue bonds, which pledge only the revenues from the particular enterprise fund. This saves the city ratepayers on interest costs. However, even though the taxing authority of the city has been pledged for repayment if necessary, the city and CU make sure that the utility rates are always adequate to cover the debt service payments. Therefore, the utility debt should have no effect on the city's general revenues and operations. CU receives no subsidy whatever from the city, and is supported solely from its fees and charges. The city's General Fund also receives no subsidies from CU, with the only revenue being a required Payment in Lieu of Taxes from their water division and a tax equivalency payment from their electric division.

At June 30, 2011, the City of Cleveland had total bonded debt outstanding of \$132,215,523. Of this amount, \$40,950,000 comprises debt backed solely by the full faith and credit of the city. The city also issues bonds secured by specified revenue sources (i.e. revenue bonds); however, in the event of default, the full faith and credit of the city are irrevocably pledged. The city had \$62,700,000 in revenue bonds outstanding at the end of the fiscal year. The city also finances capital projects through loans from bond proceeds issued by the Public Building Authority of Sevier and Blount Counties, Tennessee, including \$27,398,285 for city general projects and \$792,000 for Cleveland Utilities. The City also has a capital lease on lighting upgrades for the City Schools in the amount of \$375,238.

During fiscal year 2013, it is anticipated that the City Council will authorize the issuance of \$6,000,000 in debt for the purchase of property for an industrial park. This will be jointly funded with Bradley County and Cleveland Utilities.

General Government and School Debt

Because Cleveland Utilities' debt has no effect on the City's general revenues, the discussion of debt will be separated into General Government and School Debt, and Cleveland Utilities Debt. This section first will list the outstanding bond issues and capital outlay notes for general government and school purposes along with individual debt service schedules. (Capital outlay notes are similar to bonds, with a shorter duration.)

Outstanding Bond Issues

2005 Refunding Bonds:

The City authorized on January 10, 2005, the refinancing of the 1999 General Improvement Bonds in order to take advantage of lower interest rates. \$10,580,000 of the 1999 issue was refunded at a 4.21% net interest cost to the City. This issue was used to finance the new middle school and school renovations, major road improvement

projects including the widening of Stuart Road and the extension of Parker Street to Inman Street, transportation equipment for the Public Works Department and the Parks and Recreation Department, computer equipment for the Public Library and the renovation of the Library, and other projects and equipment for city departments. The fixed rate loan will mature June 1, 2024.

2007 General Improvement Bonds:

In January 2007, the city borrowed \$6,100,000 in general obligation bonds. Proceeds were used for Geothermal Units at three schools, completing renovations at Arnold Elementary School and completing Mayfield Elementary School. The fixed rate loan will mature June 1, 2037.

2009B Refunding Bonds:

In January 2009, the city refinanced the 1997 Refunding Bonds and 2001 Refunding Bonds in order to take advantage of lower interest rates. \$3,460,000 of the bonds was refunded at a 2.84% net interest cost to the City. The fixed rate loan will mature September 1, 2012.

2009C Refunding Bonds:

In August 2009, the city refinanced the 1996 Series E-5, 1997 Series II-C, 2002 Series A-7-B, and portions of the 2005 Series D-4-A and the 2008 TMBF in order to convert variable rate debt to fixed rate debt. \$16,335,000 of the bonds was refunded at a 4.15% net interest cost to the City. The fixed rate loan will mature June 1, 2031.

2009D Refunding Bonds:

In August 2009, the city refinanced the 2005 Series VI-E-4 and portions of the 2005 Series D-4-A, and the 2008 TMBF in order to convert variable rate debt to fixed rate debt. \$8,625,000 of the bonds was refunded at a 3.46% net interest cost to the City. The fixed rate loan will mature June 1, 2022.

Outstanding Capital Outlay Notes and Long-Term Variable Rate Notes:

2008 TMBF (County Portion):

In 2007, the city borrowed \$1,812,700 in general obligation notes from the Public Building Authority of the City of Clarksville, Tennessee. Proceeds of this loan are being used to repay Bradley County's portion of the Cleveland/Bradley Public Library addition. The variable rate loan matures June 1, 2028.

Series E-9-A:

In June 2009, the city authorized the refinancing of Adjustable Rate Series IV-C-3 and Series A-2-A into the Adjustable Rate Series E-9-A with the Public Building Authority of Blount County, Tennessee. In 2001, the city entered into two interest swap agreements with the Public Building Authority of Blount County, Tennessee with these debts. The swap agreements remain in effect with the new debt. The city owes interest at an effective fixed rate of 4.43% on the series. In return, the counterparty owes the city interest based on a variable rate that is calculated at 63.5% of the 3-month LIBOR

(London InterBank Offered Rate.) Only the net difference in interest payments is actually exchanged with the counterparty. The variable rate loan will mature June 1, 2030.

2010 Qualified School Construction Bond-QSCB:

In 2010, the City approved borrowing funds from the State of Tennessee through the Qualified School Construction Bond Program. These bonds were issued by the State of Tennessee and were used to pay for a portion of the Science Wing Addition at Cleveland High School. The debt service payments are made by the Cleveland City School System.

The Cleveland City Schools also makes payments on a non-interest bearing local government energy loan. Funds were used to pay for geothermal units at Mayfield Elementary. In June 2010, a separate energy loan in the amount of \$312,203 was obtained for 3%. This loan is to assist the city schools in installing energy efficient lighting at various facilities. These loans mature July 1, 2014 and October 1, 2015 respectively.

2012 TMBF Notes:

In January 2012, the City Council approved the issuance of three notes through the Tennessee Municipal Bond Fund (TMBF). The first note is for \$1,006,000 to be used for road improvements on Durkee Road, Benton Pike, and Michigan Avenue Road as a result of the relocation of the Whirlpool facility. It is a variable rate loan with a 15-year amortization period ending May 2027.

The second note is for \$1,710,200 to be used for constructing the two local interstate connectors on APD 40 near exit 20 on I-75. This note is for 20 years at 2.32% and matures April 2032. The debt service payments are being made by the Cleveland City School System based upon an agreement between the City and school system for repayment of the Arnold Elementary School Renovation Project.

The third note is a variable rate note for \$1,509,000 to be used for constructing a terminal building at the new airport. The note is for 15 years and matures in May 2027. It is anticipated that the loan will be repaid by donated funds for the terminal building and the debt will be paid in full within 3 years. This debt will be included in the operations for the Cleveland Municipal Airport Authority in the Enterprise section.

City of Cleveland, Tennessee
 General Obligation Refunding Bonds, Series 2005
 Outstanding Debt Service Requirements

Debt Service Schedule

<u>Date</u>	<u>Principal</u>	<u>Coupon</u>	<u>Interest</u>	<u>Period Total</u>	<u>Fiscal Total</u>
12/1/2012			206,343.75	206,343.75	
6/1/2013	215,000.00	4.00%	206,343.75	421,343.75	627,687.50
12/1/2013			202,043.75	202,043.75	
6/1/2014	570,000.00	4.00%	202,043.75	772,043.75	974,087.50
12/1/2014			190,643.75	190,643.75	
6/1/2015	590,000.00	5.00%	190,643.75	780,643.75	971,287.50
12/1/2015			175,893.75	175,893.75	
6/1/2016	610,000.00	3.75%	175,893.75	785,893.75	961,787.50
12/1/2016			164,456.25	164,456.25	
6/1/2017	800,000.00	3.75%	164,456.25	964,456.25	1,128,912.50
12/1/2017			149,456.25	149,456.25	
6/1/2018	870,000.00	4.25%	149,456.25	1,019,456.25	1,168,912.50
12/1/2018			130,968.75	130,968.75	
6/1/2019	925,000.00	4.25%	130,968.75	1,055,968.75	1,186,937.50
12/1/2019			111,312.50	111,312.50	
6/1/2020	960,000.00	4.00%	111,312.50	1,071,312.50	1,182,625.00
12/1/2020			92,112.50	92,112.50	
6/1/2021	1,000,000.00	4.50%	92,112.50	1,092,112.50	1,184,225.00
12/1/2021			69,612.50	69,612.50	
6/1/2022	1,050,000.00	4.20%	69,612.50	1,119,612.50	1,189,225.00
12/1/2022			47,562.50	47,562.50	
6/1/2023	1,075,000.00	4.25%	47,562.50	1,122,562.50	1,170,125.00
12/1/2023			24,718.75	24,718.75	
6/1/2024	1,130,000.00	4.38%	24,718.75	1,154,718.75	1,179,437.50
	<u>9,795,000.00</u>		<u>3,130,250.00</u>	<u>12,925,250.00</u>	

City of Cleveland, Tennessee
General Obligation Bonds, Series 2007
Outstanding Debt Service Requirements

Debt Service Schedule

<u>Date</u>	<u>Principal</u>	<u>Coupon</u>	<u>Interest</u>	<u>Period Total</u>	<u>Fiscal Total</u>
12/1/2012			116,756.26	116,756.26	
6/1/2013	170,000.00	4.00	116,756.26	286,756.26	403,512.52
12/1/2013			113,356.26	113,356.26	
6/1/2014	175,000.00	4.00	113,356.26	288,356.26	401,712.52
12/1/2014			109,856.26	109,856.26	
6/1/2015	250,000.00	4.00	109,856.26	359,856.26	469,712.52
12/1/2015			104,856.26	104,856.26	
6/1/2016	265,000.00	4.00	104,856.26	369,856.26	474,712.52
12/1/2016			99,556.26	99,556.26	
6/1/2017	275,000.00	4.00	99,556.26	374,556.26	474,112.52
12/1/2017			94,056.26	94,056.26	
6/1/2018	285,000.00	4.00	94,056.26	379,056.26	473,112.52
12/1/2018			88,356.26	88,356.26	
6/1/2019	295,000.00	4.00	88,356.26	383,356.26	471,712.52
12/1/2019			82,456.26	82,456.26	
6/1/2020	305,000.00	4.00	82,456.26	387,456.26	469,912.52
12/1/2020			76,356.26	76,356.26	
6/1/2021	320,000.00	4.13	76,356.26	396,356.26	472,712.52
12/1/2021			69,756.25	69,756.25	
6/1/2022	335,000.00	4.13	69,756.25	404,756.25	474,512.50
12/1/2022			62,846.88	62,846.88	
6/1/2023	350,000.00	4.13	62,846.88	412,846.88	475,693.76
12/1/2023			55,628.13	55,628.13	
6/1/2024	360,000.00	4.13	55,628.13	415,628.13	471,256.26
12/1/2024			48,203.13	48,203.13	
6/1/2025	380,000.00	5.00	48,203.13	428,203.13	476,406.26
12/1/2025			38,703.13	38,703.13	
6/1/2026	390,000.00	5.00	38,703.13	428,703.13	467,406.26
12/1/2026			28,953.13	28,953.13	
6/1/2027	410,000.00	5.00	28,953.13	438,953.13	467,906.26
12/1/2027			18,703.13	18,703.13	
6/1/2028	70,000.00	4.38	18,703.13	88,703.13	107,406.26
12/1/2028			17,171.88	17,171.88	
6/1/2029	75,000.00	4.38	17,171.88	92,171.88	109,343.76
12/1/2029			15,531.25	15,531.25	
6/1/2030	75,000.00	4.38	15,531.25	90,531.25	106,062.50

City of Cleveland, Tennessee
 General Obligation Bonds, Series 2007
 Outstanding Debt Service Requirements

Debt Service Schedule

<u>Date</u>	<u>Principal</u>	<u>Coupon</u>	<u>Interest</u>	<u>Period Total</u>	<u>Fiscal Total</u>
12/1/2030			13,890.63	13,890.63	
6/1/2031	80,000.00	4.38	13,890.63	93,890.63	107,781.26
12/1/2031			12,140.63	12,140.63	
6/1/2032	85,000.00	4.38	12,140.63	97,140.63	109,281.26
12/1/2032			10,281.25	10,281.25	
6/1/2033	85,000.00	4.38	10,281.25	95,281.25	105,562.50
12/1/2033			8,421.88	8,421.88	
6/1/2034	90,000.00	4.38	8,421.88	98,421.88	106,843.76
12/1/2034			6,453.13	6,453.13	
6/1/2035	95,000.00	4.38	6,453.13	101,453.13	107,906.26
12/1/2035			4,375.00	4,375.00	
6/1/2036	100,000.00	4.38	4,375.00	104,375.00	108,750.00
12/1/2036			2,187.50	2,187.50	
6/1/2037	100,000.00	4.38	2,187.50	102,187.50	104,375.00
	<u>5,420,000.00</u>		<u>2,597,706.54</u>	<u>8,017,706.54</u>	

City of Cleveland, Tennessee
 General Obligation Refunding Bonds, Series 2009 B
 Outstanding Debt Service Requirements

Debt Service Schedule

<u>Date</u>	<u>Principal</u>	<u>Coupon</u>	<u>Interest</u>	<u>Period Total</u>	<u>Fiscal Total</u>
9/1/2012	<u>685,000.00</u>	3.00	<u>10,275.00</u>	<u>695,275.00</u>	<u>695,275.00</u>
	<u><u>685,000.00</u></u>		<u><u>10,275.00</u></u>	<u><u>695,275.00</u></u>	

City of Cleveland, Tennessee
 General Obligation Refunding Bonds, Series 2009 C
 Outstanding Debt Service Requirements

<u>Debt Service Schedule</u>					
Date	Principal	Coupon	Interest	Period Total	Fiscal Total
12/1/2012			307,953.13	307,953.13	
6/1/2013	550,000.00	2.50	307,953.13	857,953.13	1,165,906.26
12/1/2013			301,078.13	301,078.13	
6/1/2014	550,000.00	2.50	301,078.13	851,078.13	1,152,156.26
12/1/2014			294,203.13	294,203.13	
6/1/2015	250,000.00	2.50	294,203.13	544,203.13	838,406.26
12/1/2015			291,078.13	291,078.13	
6/1/2016	250,000.00	3.00	291,078.13	541,078.13	832,156.26
12/1/2016			287,328.13	287,328.13	
6/1/2017	30,000.00	3.00	287,328.13	317,328.13	604,656.26
12/1/2017			286,878.13	286,878.13	
6/1/2018	30,000.00	3.25	286,878.13	316,878.13	603,756.26
12/1/2018			286,390.63	286,390.63	
6/1/2019	25,000.00	3.50	286,390.63	311,390.63	597,781.26
12/1/2019			285,953.13	285,953.13	
6/1/2020	25,000.00	4.00	285,953.13	310,953.13	596,906.26
12/1/2020			285,484.38	285,484.38	
6/1/2021	25,000.00	4.00	285,484.38	310,484.38	595,968.76
12/1/2021			284,984.38	284,984.38	
6/1/2022	25,000.00	4.00	284,984.38	309,984.38	594,968.76
12/1/2022			284,484.38	284,484.38	
6/1/2023	1,100,000.00	4.00	284,484.38	1,384,484.38	1,668,968.76
12/1/2023			262,484.38	262,484.38	
6/1/2024	1,050,000.00	4.00	262,484.38	1,312,484.38	1,574,968.76
12/1/2024			241,484.38	241,484.38	
6/1/2025	300,000.00	4.00	241,484.38	541,484.38	782,968.76
12/1/2025			235,484.38	235,484.38	
6/1/2026	3,400,000.00	4.00	235,484.38	3,635,484.38	3,870,968.76
12/1/2026			167,484.38	167,484.38	
6/1/2027	3,125,000.00	4.125	167,484.38	3,292,484.38	3,459,968.76
12/1/2027			103,031.25	103,031.25	
6/1/2028	350,000.00	4.375	103,031.25	453,031.25	556,062.50
12/1/2028			95,375.00	95,375.00	
6/1/2029	100,000.00	4.25	95,375.00	195,375.00	290,750.00
12/1/2029			93,250.00	93,250.00	
6/1/2030	100,000.00	4.25	93,250.00	193,250.00	286,500.00
12/1/2030			91,125.00	91,125.00	
6/1/2031	4,050,000.00	4.50	91,125.00	4,141,125.00	4,232,250.00
	<u>15,335,000.00</u>		<u>8,971,068.90</u>	<u>24,306,068.90</u>	

City of Cleveland, Tennessee
 General Obligation Refunding Bonds, Series 2009 D
 Outstanding Debt Service Requirements

Debt Service Schedule

<u>Date</u>	<u>Principal</u>	<u>Coupon</u>	<u>Interest</u>	<u>Period Total</u>	<u>Fiscal Total</u>
12/1/2012			130,537.50	130,537.50	
6/1/2013	330,000.00	2.25	130,537.50	460,537.50	591,075.00
12/1/2013			126,825.00	126,825.00	
6/1/2014	365,000.00	2.50	126,825.00	491,825.00	618,650.00
12/1/2014			122,262.50	122,262.50	
6/1/2015	695,000.00	2.50	122,262.50	817,262.50	939,525.00
12/1/2015			113,575.00	113,575.00	
6/1/2016	740,000.00	2.75	113,575.00	853,575.00	967,150.00
12/1/2016			103,400.00	103,400.00	
6/1/2017	870,000.00	3.00	103,400.00	973,400.00	1,076,800.00
12/1/2017			90,350.00	90,350.00	
6/1/2018	890,000.00	3.25	90,350.00	980,350.00	1,070,700.00
12/1/2018			75,887.50	75,887.50	
6/1/2019	910,000.00	3.50	75,887.50	985,887.50	1,061,775.00
12/1/2019			59,962.50	59,962.50	
6/1/2020	990,000.00	3.75	59,962.50	1,049,962.50	1,109,925.00
12/1/2020			41,400.00	41,400.00	
6/1/2021	1,040,000.00	4.00	41,400.00	1,081,400.00	1,122,800.00
12/1/2021			20,600.00	20,600.00	
6/1/2022	<u>1,030,000.00</u>	4.00	<u>20,600.00</u>	<u>1,050,600.00</u>	<u>1,071,200.00</u>
	<u>7,860,000.00</u>		<u>1,769,600.00</u>	<u>9,629,600.00</u>	

City of Cleveland, Tennessee
 Local Government Public Improvement Bonds
 Adjustable Rate Series E-9-A (2009)
 Outstanding Debt Service Requirements

Debt Service Schedule				
Date	Principal	Coupon	Interest	Period Total
6/1/2013	130,000.00	5.00	1,060,500.00	1,190,500.00
6/1/2014	515,000.00	5.00	1,054,000.00	1,569,000.00
6/1/2015	535,000.00	5.00	1,028,250.00	1,563,250.00
6/1/2016	580,000.00	5.00	1,001,500.00	1,581,500.00
6/1/2017	580,000.00	5.00	972,500.00	1,552,500.00
6/1/2018	580,000.00	5.00	943,500.00	1,523,500.00
6/1/2019	595,000.00	5.00	914,500.00	1,509,500.00
6/1/2020	625,000.00	5.00	884,750.00	1,509,750.00
6/1/2021	660,000.00	5.00	853,500.00	1,513,500.00
6/1/2022	685,000.00	5.00	820,500.00	1,505,500.00
6/1/2023	730,000.00	5.00	786,250.00	1,516,250.00
6/1/2024	870,000.00	5.00	749,750.00	1,619,750.00
6/1/2025	2,875,000.00	5.00	706,250.00	3,581,250.00
6/1/2026	-	-	562,500.00	562,500.00
6/1/2027	450,000.00	5.00	562,500.00	1,012,500.00
6/1/2028	3,400,000.00	5.00	540,000.00	3,940,000.00
6/1/2029	3,600,000.00	5.00	370,000.00	3,970,000.00
6/1/2030	3,800,000.00	5.00	190,000.00	3,990,000.00
	21,210,000.00		14,000,750.00	35,210,750.00

City of Cleveland, Tennessee
 Local Government Energy Loan
 Outstanding Debt Service Schedule

Debt Service Schedule

<u>Date</u>	<u>Principal</u>	<u>Period Total</u>	<u>Fiscal Total</u>
7/1/2013	71,429.00	71,429.00	71,429.00
7/1/2014	71,429.00	71,429.00	71,429.00
	<u>142,858.00</u>	<u>142,858.00</u>	<u>142,858.00</u>

Non-interest bearing loan from Tennessee Department of Economic and Community Development.

City of Cleveland, Tennessee
 Energy-Efficient Schools Initiative Loan of 2008
 Outstanding Debt Service Requirements

<u>Debt Service Schedule</u>				
<u>Date</u>	<u>Principal</u>	<u>Coupon</u>	<u>Interest</u>	<u>Fiscal Total</u>
6/30/2013	61,932.00	3.00	5,568.00	67,500.00
6/30/2014	63,816.00	3.00	3,684.00	67,500.00
6/30/2015	65,760.00	3.00	1,740.00	67,500.00
6/30/2016	22,328.00	3.00	150.00	22,478.00
	<u>213,836.00</u>		<u>11,142.00</u>	<u>224,978.00</u>

City of Cleveland, Tennessee
 General Obligation Notes, Series 2008-TMBF (County's Portion)
 Outstanding Debt Service Requirements

Debt Service Schedule

<u>Date</u>	<u>Principal</u>	<u>Coupon</u>	<u>Interest</u>	<u>Period Total</u>	<u>Fiscal Total</u>
5/25/2013	67,000.00	5.00	79,450.00	146,450.00	146,450.00
5/25/2014	70,000.00	5.00	76,100.00	146,100.00	146,100.00
5/25/2015	74,000.00	5.00	72,600.00	146,600.00	146,600.00
5/25/2016	78,000.00	5.00	68,900.00	146,900.00	146,900.00
5/25/2017	82,000.00	5.00	65,000.00	147,000.00	147,000.00
5/25/2018	86,000.00	5.00	60,900.00	146,900.00	146,900.00
5/25/2019	90,000.00	5.00	56,600.00	146,600.00	146,600.00
5/25/2020	94,000.00	5.00	52,100.00	146,100.00	146,100.00
5/25/2021	99,000.00	5.00	47,400.00	146,400.00	146,400.00
5/25/2022	104,000.00	5.00	42,450.00	146,450.00	146,450.00
5/25/2023	109,000.00	5.00	37,250.00	146,250.00	146,250.00
5/25/2024	115,000.00	5.00	31,800.00	146,800.00	146,800.00
5/25/2025	121,000.00	5.00	26,050.00	147,050.00	147,050.00
5/25/2026	127,000.00	5.00	20,000.00	147,000.00	147,000.00
5/25/2027	133,000.00	5.00	13,650.00	146,650.00	146,650.00
5/25/2028	140,000.00	5.00	7,000.00	147,000.00	147,000.00
	<u>1,589,000.00</u>		<u>757,250.00</u>	<u>2,346,250.00</u>	<u>2,346,250.00</u>

City of Cleveland, Tennessee
 General Obligation Notes, Series 2009-QSCB (School's Portion)
 Outstanding Debt Service Requirements

Debt Service Schedule

<u>Date</u>	<u>Principal</u>	<u>Coupon</u>	<u>Interest</u>	<u>Period Total</u>	<u>Fiscal Total</u>
FY 2013	259,577.00	1.50	69,611.00	329,188.00	329,188.00
FY 2014	259,577.00	1.50	67,184.00	326,761.00	326,761.00
FY 2015	259,577.00	1.50	67,184.00	326,761.00	326,761.00
FY 2016	259,578.00	1.50	67,184.00	326,762.00	326,762.00
FY 2017	259,577.00	1.50	67,184.00	326,761.00	326,761.00
FY 2018	259,577.00	1.50	67,184.00	326,761.00	326,761.00
FY 2019	259,577.00	1.50	67,184.00	326,761.00	326,761.00
FY 2020	259,578.00	1.50	67,184.00	326,762.00	326,762.00
FY 2021	259,577.00	1.50	67,184.00	326,761.00	326,761.00
FY 2022	259,577.00	1.50	67,184.00	326,761.00	326,761.00
FY 2023	259,577.00	1.50	67,184.00	326,761.00	326,761.00
FY 2024	259,578.00	1.50	67,184.00	326,762.00	326,762.00
FY 2025	259,578.00	1.50	67,184.00	326,762.00	326,762.00
FY 2026	285,130.00	1.50	67,184.00	352,314.00	352,314.00
FY 2027	24,472.00	1.50	6,292.00	30,764.00	30,764.00
	<u>3,684,107.00</u>		<u>949,295.00</u>	<u>4,633,402.00</u>	<u>4,633,402.00</u>

City of Cleveland, Tennessee
 General Obligation Notes, Series 2012-Durkee Road
 Outstanding Debt Service Requirements

Debt Service Schedule

<u>Date</u>	<u>Principal</u>	<u>Coupon</u>	<u>Interest</u>	<u>Period Total</u>	<u>Fiscal Total</u>
FY 2013	50,000.00	4.00	40,240.00	90,240.00	90,240.00
FY 2014	52,000.00	4.00	38,240.00	90,240.00	90,240.00
FY 2015	54,000.00	4.00	36,160.00	90,160.00	90,160.00
FY 2016	57,000.00	4.00	34,000.00	91,000.00	91,000.00
FY 2017	59,000.00	4.00	31,720.00	90,720.00	90,720.00
FY 2018	61,000.00	4.00	29,360.00	90,360.00	90,360.00
FY 2019	64,000.00	4.00	26,920.00	90,920.00	90,920.00
FY 2020	66,000.00	4.00	24,360.00	90,360.00	90,360.00
FY 2021	69,000.00	4.00	21,720.00	90,720.00	90,720.00
FY 2022	72,000.00	4.00	18,960.00	90,960.00	90,960.00
FY 2023	74,000.00	4.00	16,080.00	90,080.00	90,080.00
FY 2024	77,000.00	4.00	13,120.00	90,120.00	90,120.00
FY 2025	80,000.00	4.00	10,040.00	90,040.00	90,040.00
FY 2026	84,000.00	4.00	6,840.00	90,840.00	90,840.00
FY 2027	87,000.00	4.00	3,480.00	90,480.00	90,480.00
	<u>1,006,000.00</u>		<u>351,240.00</u>	<u>1,357,240.00</u>	<u>1,357,240.00</u>

City of Cleveland, Tennessee
 General Obligation Notes, Series 2012-LIC
 Outstanding Debt Service Requirements

Debt Service Schedule

<u>Date</u>	<u>Principal</u>	<u>Coupon</u>	<u>Interest</u>	<u>Period Total</u>	<u>Fiscal Total</u>
FY 2013	67,200.00	2.32	39,786.85	106,986.85	106,986.85
FY 2014	70,000.00	2.32	38,117.60	108,117.60	108,117.60
FY 2015	71,000.00	2.32	36,493.60	107,493.60	107,493.60
FY 2016	73,000.00	2.32	34,846.40	107,846.40	107,846.40
FY 2017	75,000.00	2.32	33,152.80	108,152.80	108,152.80
FY 2018	77,000.00	2.32	31,412.80	108,412.80	108,412.80
FY 2019	78,000.00	2.32	29,626.40	107,626.40	107,626.40
FY 2020	80,000.00	2.32	27,816.80	107,816.80	107,816.80
FY 2021	82,000.00	2.32	25,960.80	107,960.80	107,960.80
FY 2022	84,000.00	2.32	24,058.40	108,058.40	108,058.40
FY 2023	86,000.00	2.32	22,109.60	108,109.60	108,109.60
FY 2024	88,000.00	2.32	20,114.40	108,114.40	108,114.40
FY 2025	90,000.00	2.32	18,072.80	108,072.80	108,072.80
FY 2026	92,000.00	2.32	15,984.80	107,984.80	107,984.80
FY 2027	94,000.00	2.32	13,850.40	107,850.40	107,850.40
FY 2028	96,000.00	2.32	11,669.60	107,669.60	107,669.60
FY 2029	98,000.00	2.32	9,442.40	107,442.40	107,442.40
FY 2030	101,000.00	2.32	7,168.80	108,168.80	108,168.80
FY 2031	103,000.00	2.32	4,825.60	107,825.60	107,825.60
FY 2032	105,000.00	2.32	2,436.00	107,436.00	107,436.00
	<u>1,710,200.00</u>		<u>446,946.85</u>	<u>2,157,146.85</u>	<u>2,157,146.85</u>

City of Cleveland, Tennessee
 General Obligation Notes, Series 2012-Airport
 Outstanding Debt Service Requirements

Debt Service Schedule

<u>Date</u>	<u>Principal</u>	<u>Coupon</u>	<u>Interest</u>	<u>Period Total</u>	<u>Fiscal Total</u>
FY 2013	75,000.00	4.00	60,360.00	135,360.00	135,360.00
FY 2014	78,000.00	4.00	57,360.00	135,360.00	135,360.00
FY 2015	82,000.00	4.00	54,240.00	136,240.00	136,240.00
FY 2016	85,000.00	4.00	50,960.00	135,960.00	135,960.00
FY 2017	88,000.00	4.00	47,560.00	135,560.00	135,560.00
FY 2018	92,000.00	4.00	44,040.00	136,040.00	136,040.00
FY 2019	95,000.00	4.00	40,360.00	135,360.00	135,360.00
FY 2020	99,000.00	4.00	36,560.00	135,560.00	135,560.00
FY 2021	103,000.00	4.00	32,600.00	135,600.00	135,600.00
FY 2022	107,000.00	4.00	28,480.00	135,480.00	135,480.00
FY 2023	112,000.00	4.00	24,200.00	136,200.00	136,200.00
FY 2024	116,000.00	4.00	19,720.00	135,720.00	135,720.00
FY 2025	121,000.00	4.00	15,080.00	136,080.00	136,080.00
FY 2026	125,000.00	4.00	10,240.00	135,240.00	135,240.00
FY 2027	131,000.00	4.00	5,240.00	136,240.00	136,240.00
	<u>1,509,000.00</u>		<u>527,000.00</u>	<u>2,036,000.00</u>	<u>2,036,000.00</u>

CITY OF CLEVELAND, TENNESSEE

Existing/Proposed Long-term Bonded Debt Payment Schedule as of 6/30/2013

Fiscal Year	Existing Debt Principal	New Debt Principal	Total Principal	Future Debt Principal	Grand Total Principal
2013	2,732,138	0	2,732,138	0	2,732,138
2014	2,839,822	0	2,839,822	0	2,839,822
2015	2,926,337	0	2,926,337	0	2,926,337
2016	3,019,906	0	3,019,906	0	3,019,906
2017	3,118,577	0	3,118,577	0	3,118,577
2018	3,230,577	0	3,230,577	0	3,230,577
2019	3,336,577	0	3,336,577	0	3,336,577
2020	3,503,578	0	3,503,578	0	3,503,578
2021	3,657,577	0	3,657,577	0	3,657,577
2022	3,751,577	0	3,751,577	0	3,751,577
2023	3,895,577	0	3,895,577	0	3,895,577
2024	4,065,578	0	4,065,578	0	4,065,578
2025	4,226,578	0	4,226,578	0	4,226,578
2026	4,503,130	0	4,503,130	0	4,503,130
2027	4,454,472	0	4,454,472	0	4,454,472
2028	4,056,000	0	4,056,000	0	4,056,000
2029	3,873,000	0	3,873,000	0	3,873,000
2030	4,076,000	0	4,076,000	0	4,076,000
2031	4,233,000	0	4,233,000	0	4,233,000
2032	190,000	0	190,000	0	190,000
2033	85,000	0	85,000	0	85,000
2034	90,000	0	90,000	0	90,000
2035	95,000	0	95,000	0	95,000
2036	100,000	0	100,000	0	100,000
2037	100,000	0	100,000	0	100,000
	<u>70,160,001</u>	<u>0</u>	<u>70,160,001</u>	<u>0</u>	<u>70,160,001</u>

**Cleveland Utilities Debt
Outstanding Issues
Projected**

As of June 30, 2012, the following represents all bonds payable as well as a State Revolving Loan Fund.

<u>Description Bond Issues</u>	<u>Electric</u>	<u>Water</u>	<u>Sewer</u>
2003 Series Revenue and Tax Refunding Issue		490,000	465,000
2004 Series Revenue and Tax Refunding Issue		955,897	9,824,103
2007 Series Revenue and Tax Issue	1,180,000	3,115,000	3,850,000
2009B Series Revenue and Tax Refunding Issue		490,000	1,270,000
2009C Series Revenue and Tax Refunding Issue		5,735,000	5,235,000
2009D Series Revenue and Tax Refunding Issue	6,355,000	7,470,000	4,095,000
2010 Series Revenue and Tax Issue (BAB)	6,175,000	2,170,000	
Total Bonds Payable	13,710,000	20,425,897	24,739,103
<u>Description Loan Issues</u>	<u>Electric</u>	<u>Water</u>	<u>Sewer</u>
State Revolving Loan - Issued	-	-	758,583
State Revolving Loan - Not Issued	-	-	9,683
Total Bonds Payable & Loan	13,710,000	20,425,897	25,507,369

On April 23, 2009, the Board approved Cleveland Utilities applying to the Tennessee State Revolving Loan Fund (SRF) for funding of two wastewater projects, namely, the Enclave Annexation Sewer Project and the Exit 20 Sewer Project. The estimated cost of the projects are \$1,359,000. The funding applied for results in 50% of the costs being funded as a loan through the American Recovery and Reinvestment Act of 2009, and 50% being funded as a loan from the SRF. Of the amount received from the American Recovery and Reinvestment Act of 2009, 80% will be forgiven. The loan amounts are required to be paid back over a 20 year period once the projects are completed. The resulting loan is for up to \$815,400. Through June 30, 2011, \$805,717 had been drawn against the loan with the balance of \$9,683 available. Interest on the loan is variable and as of June 30, 2011, was 2.11%.

On December 15, 2010, the Board issued \$8,750,000 (\$6,500,000 electric, \$2,250,000 water) Build America Revenue and Tax Bonds, Series 2010. The proceeds from the issue will be used to fund capital improvements for the electric and water system. The bonds mature June 2031, and carry an average coupon rate of 3.03% after the 35% credit rebate from the United States Government. The interest on the bonds are taxable to the bondholders.

Pertinent information on each issue follows:

- (1) Issue Date: 12/23/2003
Amount: 4,675,000
Maturity: 9/1/2013
Average Rate: 3.03
Purpose: To refinance 1998 Series Water and Sewer Revenue and Tax Bonds
- (2) Issue Date: 3/18/2004
Amount: 13,455,000
Maturity: 9/1/2028
Average Rate: 4.05
Purpose: To refinance 1997 and 1999 Series Water and Sewer Revenue and Tax Bonds
- (3) Issue Date: 2/15/2007
Amount: 8,750,000
Maturity: 6/1/2037
Average Rate: 4.37
Purpose: Fund capital improvements as detailed below:
Electric 1,500,000
Water 3,250,000
Sewer 4,000,000
- (4) Issue Date: 2/27/2009
Amount: 4,505,000
Maturity: 9/1/2014
Average Rate: 2.89
Purpose: To refinance a portion of the 1997 and 2001 Series Bonds
- (5) Issue Date: 8/12/2009
Amount: 12,540,000
Maturity: 6/1/2028
Average Rate: 3.74
Purpose: To refinance outstanding variable rate loans
- (6) Issue Date: 8/26/2009
Amount: 19,525,000
Maturity: 6/1/2024
Average Rate: 3.59
Purpose: To refinance outstanding variable rate loans

(7) Issue Date:	12/15/2010	
Amount:	8,750,000	
Maturity:	6/1/2031	
Average Rate:	3.03	
Purpose:	Fund capital improvements as detailed below:	
	Electric	6,500,000
	Water	2,250,000

All bonds are collateralized as to payment of principal and interest by a pledge of sufficient revenues, after deduction of all current operating expenses, to meet principal and interest payments when due. In the event of a deficiency of revenues, the full faith, credit and resources of the City of Cleveland are irrevocably pledged for the prompt payment of principal and interest when due.

Future Issues

The following represents all projected (as of June 30, 2012) bond and/or note issues for Cleveland Utilities by fiscal year.

<u>Fiscal Year</u>	<u>Electric</u>	<u>Water</u>	<u>Sewer</u>
2013	-	3,750,000	850,500
2014	2,000,000	2,750,000	850,500.00
2015	2,000,000	3,000,000	-
2016	2,000,000	3,000,000	1,000,000
2017	2,000,000	3,000,000	2,000,000
2018	2,000,000	1,750,000	3,000,000
2019	-	1,000,000	1,000,000
2020	-	-	1,000,000
2021	-	1,500,000	-
2022	-	1,000,000	5,000,000

These issues will be necessary (projected) to complete the capital projects identified in the long-term capital improvements plan included in the fiscal year 2013 budget.

CLEVELAND UTILITIES

EXISTING DEBT (PRINCIPAL)
PAYMENT SCHEDULE AS OF 06/30/13

	ELECTRIC	WATER	SEWER	TOTAL
2013	920,000	1,090,897	1,843,232	3,854,129
2014	940,000	1,105,385	1,889,472	3,934,857
2015	960,000	1,109,872	1,910,727	3,980,599
2016	955,000	1,124,359	1,921,999	4,001,358
2017	950,000	1,213,333	1,939,117	4,102,450
2018	875,000	1,262,821	1,920,103	4,057,924
2019	870,000	1,297,308	1,341,424	3,508,732
2020	870,000	1,360,641	1,318,916	3,549,557
2021	890,000	1,410,128	1,355,271	3,655,399
2022	825,000	1,444,615	1,376,645	3,646,260
2023	825,000	1,169,615	1,357,524	3,352,139
2024	845,000	889,103	1,183,934	2,918,037
2025	860,000	918,590	935,364	2,713,954
2026	400,000	998,077	941,814	2,339,891
2027	375,000	1,002,564	893,283	2,270,847
2028	375,000	907,051	869,773	2,151,824
2029	325,000	336,538	601,283	1,262,821
2030	325,000	310,000	243,840	878,840
2031	325,000	315,000	233,965	873,965
2032	-	175,000	215,000	390,000
2033	-	180,000	225,000	405,000
2034	-	190,000	230,000	420,000
2035	-	195,000	240,000	435,000
2036	-	205,000	250,000	455,000
2037	-	215,000	260,000	475,000
	<u>13,710,000</u>	<u>20,425,897</u>	<u>25,497,686</u>	<u>59,633,583</u>

CLEVELAND UTILITIES

PROJECTED ADDITIONAL DEBT (PRINCIPAL)
PAYMENT SCHEDULE AS OF 06/30/13

	ELECTRIC	WATER	SEWER	TOTAL
2013				0
2014		187,500	42,525	230,025
2015	100,000	325,000	85,050	510,050
2016	200,000	475,000	85,050	760,050
2017	300,000	625,000	135,050	1,060,050
2018	400,000	775,000	235,050	1,410,050
2019	500,000	862,500	385,050	1,747,550
2020	500,000	912,500	435,050	1,847,550
2021	500,000	912,500	485,050	1,897,550
2022	500,000	987,500	485,050	1,972,550
2023	500,000	1,037,500	510,050	2,047,550
2024	500,000	1,037,500	510,050	2,047,550
2025	500,000	1,037,500	510,050	2,047,550
2026	500,000	1,037,500	510,050	2,047,550
2027	500,000	1,037,500	510,050	2,047,550
2028	500,000	1,037,500	510,050	2,047,550
2029	500,000	1,037,500	510,050	2,047,550
2030	500,000	1,037,500	510,050	2,047,550
2031	500,000	1,037,500	510,050	2,047,550
2032	500,000	1,037,500	510,050	2,047,550
2033	500,000	1,037,500	510,050	2,047,550
2034	500,000	850,000	467,525	1,817,525
2035	400,000	712,500	425,000	1,537,500
2036	300,000	562,500	425,000	1,287,500
2037	200,000	412,500	375,000	987,500
2038	100,000	262,500	275,000	637,500
2039	-	175,000	125,000	300,000
2040	-	125,000	75,000	200,000
2041	-	125,000	25,000	150,000
2042	-	50,000	25,000	75,000
	10,000,000	20,750,000	10,201,000	40,951,000

CLEVELAND UTILITIES

TOTAL DEBT (CURRENT & PROJECTED)
PAYMENT SCHEDULE AS OF 06/30/13

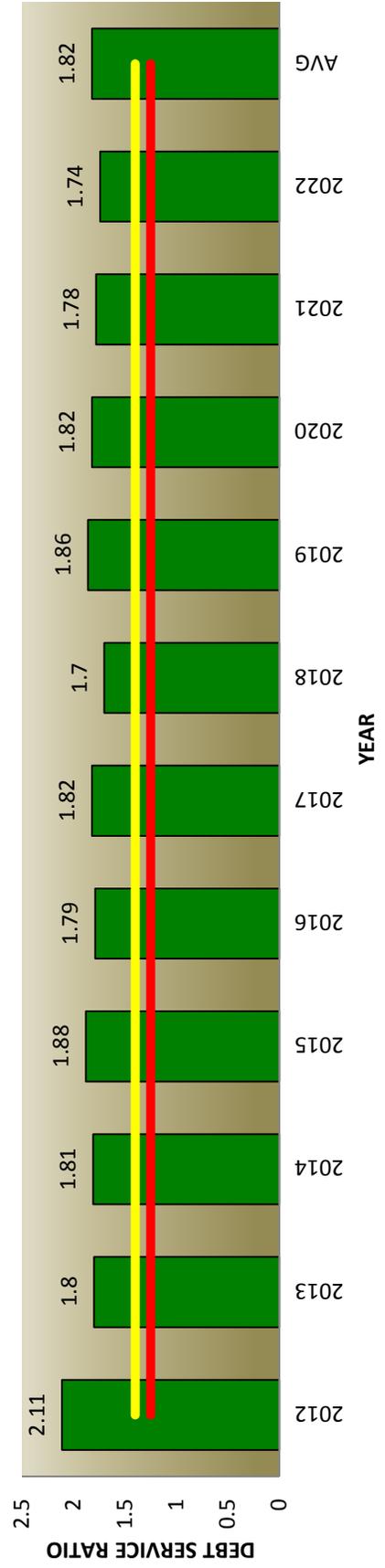
	ELECTRIC	WATER	SEWER	TOTAL
2013	920,000	1,090,897	1,843,232	3,854,129
2014	940,000	1,292,885	1,931,997	4,164,882
2015	1,060,000	1,434,872	1,995,777	4,490,649
2016	1,155,000	1,599,359	2,007,049	4,761,408
2017	1,250,000	1,838,333	2,074,167	5,162,500
2018	1,275,000	2,037,821	2,155,153	5,467,974
2019	1,370,000	2,159,808	1,726,474	5,256,282
2020	1,370,000	2,273,141	1,753,966	5,397,107
2021	1,390,000	2,322,628	1,840,321	5,552,949
2022	1,325,000	2,432,115	1,861,695	5,618,810
2023	1,325,000	2,207,115	1,867,574	5,399,689
2024	1,345,000	1,926,603	1,693,984	4,965,587
2025	1,360,000	1,956,090	1,445,414	4,761,504
2026	900,000	2,035,577	1,451,864	4,387,441
2027	875,000	2,040,064	1,403,333	4,318,397
2028	875,000	1,944,551	1,379,823	4,199,374
2029	825,000	1,374,038	1,111,333	3,310,371
2030	825,000	1,347,500	753,890	2,926,390
2031	825,000	1,352,500	744,015	2,921,515
2032	500,000	1,212,500	725,050	2,437,550
2033	500,000	1,217,500	735,050	2,452,550
2034	500,000	1,040,000	697,525	2,237,525
2035	400,000	907,500	665,000	1,972,500
2036	300,000	767,500	675,000	1,742,500
2037	200,000	627,500	635,000	1,462,500
2038	100,000	262,500	275,000	637,500
2039	-	175,000	125,000	300,000
2040	-	125,000	75,000.00	200,000
2041	-	125,000	25,000.00	150,000
2042	-	50,000	25,000.00	75,000
	<u>23,710,000</u>	<u>41,175,897</u>	<u>35,698,686</u>	<u>100,584,583</u>

CLEVELAND UTILITIES WATER / WASTEWATER DIVISION BOND COVERAGE 2012 - 2022

Target Ratios

Rating Agencies - Red 1.25

Cleveland Utilities - Yellow 1.40



Debt Service Fund

Organization Chart:

No personnel are funded out of this fund.

Programs, Services, and Functions:

As stated in the Debt Administration overview, this fund is used to pay all the general government debt service payments on general obligation bonds, capital outlay notes, or other debt instruments. The revenues are derived from the entity for whom the debt was issued. Generally, all debt issued for the City departments is paid for by a transfer from the General Fund. All debt issued by the city to fund new school construction is financed by transfers from the General Fund and the Schools General Fund. Debt issued by the City for the Library Fund is repaid through a transfer from the General Fund. The debt issued on behalf of the Bradley County E 911 Emergency Communications District (ECD) is funded through its impact payment. An additional source of revenue is interest income.

Goals and Objectives:

- Issue bonds and capital outlay notes only for capital improvements and moral obligations.
- Issue no bonds or capital outlay notes to purchase a fixed asset, which has a shorter useful life than the term of the debt instrument.
- Issue no bonds or capital outlay notes if the outstanding indebtedness (not including debt for Cleveland Utilities) would exceed 10% of the total assessed valuation of property within the City.
- Identify a firm source of revenue before the issuance of any long-term debt.

Performance Measures:

Measure Description	FY2010 (Actual)	FY2011 (Actual)	FY2012 (Estimated)	FY2013 (Projected)
Debt Limit Policy % (Outstanding Net Bonded Debt/Total Assessed Valuation)	60.75%	59.04%	60.52%	58.25%
Debt Margin per Policy	\$43,329,298	45,661,023	\$44,100,542	\$46,640,480
General Government Net Bonded Debt per Capita	\$1,665	\$1,594	\$1,590	\$1,530

CITY OF CLEVELAND						
FUND #210 - DEBT SERVICE						
REVENUES						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
36110	INTEREST INCOME	5,909	2,800	6,800	2,900	2,900
36810	TRANS-GENERAL FUND	2,684,400	3,674,900	3,674,900	3,980,000	3,980,000
36820	TRANS-STATE STREET AID	405,000	372,300	372,300	371,900	371,900
36826	TRANS-STORM WATER FUND	18,900	18,300	18,300	17,700	17,700
36970	CBCC IMPACT PYMT	81,300	79,900	79,900	83,500	83,500
36972	BRADLEY COUNTY PAYMENT	72,484	146,700	146,700	146,500	146,500
36973	TRANS-CITY SCHOOLS-CHS/CMS	149,700	194,500	194,500	194,700	194,700
36974	CITY SCHOOLS FOR WRESTLING	116,691	0	0	0	0
36975	CITY SCHOOLS FOR CMS ATHL	53,000	0	0	0	0
36976	CITY SCHOOLS FOR GEOTHERMAL	292,100	292,300	292,300	292,300	292,300
36977	CITY SCHOOLS FOR ARNOLD(LIC)	0	140,000	20,000	107,500	107,500
	TOTAL REVENUES	3,879,484	4,921,700	4,805,700	5,197,000	5,197,000
EXPENDITURES						
DEPARTMENT #49000						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
Debt service - principal payments:						
620	SERIES 2005, REFUNDING	150,000	215,000	215,000	215,000	215,000
622	SERIES 2007A-SCHOOLS	155,000	160,000	160,000	170,000	170,000
627	2008 TMBF SERIES-LIB COUNTY	61,000	64,000	64,000	67,000	67,000
628	SERIES 2009 B-REFUNDING	1,000,000	675,000	675,000	685,000	685,000
629	SERIES 2009 C-REFUNDING	300,000	525,000	525,000	550,000	550,000
630	SERIES 2009 D-REFUNDING	250,000	280,000	280,000	330,000	330,000
631	SERIES 2009 REFUNDING E-9-A	0	125,000	125,000	125,000	125,000
632	SERIES 2012 LIC	0	60,000	0	68,000	68,000
633	SERIES 2012 DURKEE ROAD	0	0	0	50,000	50,000
	Subtotal:	1,916,000	2,104,000	2,044,000	2,260,000	2,260,000
Debt service - interest payments:						
650	INT PYMT-SERIES 2005 REFUNDING	426,538	421,300	421,300	412,700	412,700
651	INT PYMT-SERIES 2007A-SCHOOLS	246,113	240,000	240,000	233,600	233,600
653	INT PYMT-2008 TMBF-LIB COUNTY	11,484	82,700	82,700	79,500	79,500
654	INT PYMT-2009 REFUNDING E-9-A	1,021,552	1,066,800	1,066,800	1,066,800	1,066,800
656	INT PYMT-SERIES 2009B-REFUNDING	53,300	30,700	30,700	10,300	10,300
657	INT PYMT-SERIES 2009C-REFUNDING	632,406	626,500	626,500	616,000	616,000
658	INT PYMT-SERIES 2009D-REFUNDING	271,675	266,700	266,700	261,100	261,100
660	INT PYMT-SERIES 2012 LIC	0	80,000	20,000	39,500	39,500
661	INT PYMT-SERIES 2012 DURKEE RD	0	0	4,000	54,000	54,000
662	INT PYMT-SERIES 2012 IND PARK	0	0	0	160,000	160,000
	Subtotal:	2,663,067	2,814,700	2,758,700	2,933,500	2,933,500
Operating expenditures:						
691	BOND PAYING AGENTS FEES	3,115	3,000	3,000	3,500	3,500
	Subtotal:	3,115	3,000	3,000	3,500	3,500
	TOTAL EXPENDITURES	4,582,182	4,921,700	4,805,700	5,197,000	5,197,000

Capital Projects Funds

The Capital Projects Funds are used to account for the acquisition or construction of major capital facilities other than those financed by proprietary funds and trust funds.

Capital Improvement Program Fund: This fund accounts for city-wide capital projects funded mainly by a transfer from the city's General Fund.

Sales Tax Capital Projects Fund: This fund accounts for the proceeds of a one-half cent sales tax approved by the voters on March 10, 2009. All monies accumulated in this fund are designated for capital projects.

Greenway Fund: This fund accounts for the development of the Greenway Trail and is funded primarily by a Federal Grant administered through the Tennessee Department of Transportation.

Fletcher Park Trust Fund: This fund is used to account for funds bequeathed to the City of Cleveland by Leonard G. and Agnes W. Fletcher for the development of the Fletcher Park. It also accounts for grants received from the State and matching funds from the City for improvements to the park.

2009 Bradley County Build America Bond Fund: This fund accounts for Build America Bonds issued by Bradley County to fund public school systems' capital improvement needs.

ARRA Grant Projects Fund: This fund accounts for the proceeds from America Recovery and Reinvestment Act (ARRA) grants for acquiring various capital assets for the city.

Tennessee Housing Development Agency Home Grant Fund: This fund accounts for grants received from the Tennessee Housing Development Agency for housing rehabilitation in the community.

CAPITAL IMPROVEMENTS PROJECTS

Planning for the financing and acquisition of major capital improvements is the most difficult aspect of municipal budgeting. Capital expenditures include the acquisition, expansion or rehabilitation of city buildings, equipment, land and infrastructure improvements. They also include vehicle and equipment replacement or acquisition. The sources of revenue used to acquire capital assets can be current revenues, fees and charges, general obligation bonds, revenue bonds, capital outlay notes, lease/purchase agreements, federal and state grants, intergovernmental revenues, proceeds from the sale of fixed assets, and net income and depreciation in proprietary funds. The issuance of debt requires additional revenues to pay the increased debt service (principal and interest payments) either from the Debt Service Fund, or from enterprise and internal service funds such as Cleveland Utilities' Electric Fund and Water/Wastewater Fund and the Fleet Management Fund.

Planning capital improvement projects begins at the Fall Planning session which is attended by the City Council, Department Heads, Cleveland Utilities, and City Schools. The council's priorities are established at the end of this planning session. In December, department heads submit detailed project sheets for the CINI (Capital Improvements Needs Inventory) which includes the cost of the project and any impact upon the city's operating budget. The city's budget planning session is held in late March or early April and proposed capital projects are discussed by the departments and City Council. The city manager submits the proposed capital budget along with a proposed funding plan.

Cleveland Utilities' (CU) capital improvements are financed from their fees and charges within each enterprise fund, and therefore do not require a separate fund. Cleveland Utilities develops a separate Capital Improvements Program with ten years of planned improvements. That document is available from either the City Clerk's Office, or the Office of CU's General Manager. Those projects are not included in this document due to their volume and the fact they do not impact the city's budget in any way.

Capital improvement projects for departments or functions financed by the General Fund are financed in the Capital Improvements Program Fund or the Sales Tax Capital Projects Fund. Since the passage of the ½ cent sales tax increase in 2009, the Sales Tax Capital Projects Fund has provided the majority of capital money for recurring items or projects. The Solid Waste Management Fund is able to provide some funding for equipment, though not on a recurring basis.

Capital improvement projects for the Cleveland City Schools are financed in three ways. The schools' current revenues finance smaller capital improvements for the school system. Major school projects funded by general obligation bonds or capital outlay notes are accounted for in individual capital project funds. The third funding source is the Sales Tax Capital Projects Fund.

Capital improvement projects for the Library are funded within the Library General Fund. The Library is a joint agency of the City and County, governed by an appointed Library Board.

Small capital improvement projects for the Fleet Management are funded within the internal service fund entitled Fleet Management Fund.

The city prepares a separate six-year Capital Improvement Needs Inventory (CINI) which includes all capital projects requested by departments. Cleveland Utilities prepares a separate document for its water, sewer, and electric capital improvements. The CINI is available from the City Clerk's Office.

A brief description of the projects funded in FY2013 is included in this section. Also included is a summary schedule by department of all capital requests for the next six years.

SOURCE OF CAPITAL PROJECT FUNDS FOR FY 2013

The capital projects funded in FY2013 total \$2,850,250. Major capital funds are summarized below.

Sales Tax Capital Projects Fund:

This fund is used to account for the proceeds of a one-half cent sales tax approved by the voters on March 10, 2009. The sales tax is designated for capital projects for the City and City Schools. A total of \$2,850,000 has been budgeted in FY2013 for city projects and \$925,000 for school projects.

Capital Improvement Program

Proj.ID	Project	FY2013	FY2014	FY2015	FY2016	FY2017	FY2018	Total:
Proposed Projects for CIP Fund:								
AF1	Office Equipment	0	5,000	5,000	5,000	5,000	5,000	25,000
AF2	Vehicle Replacement	0	0	0	0	24,500	0	24,500
AF-IS1	GIS	0	48,800	50,300	51,800	52,300	54,300	257,500
AF-IS2	Software License	0	25,000	30,000	30,000	30,000	35,000	150,000
AF-IS3	Computer Maint. & Software	365,000	130,600	125,600	128,400	133,000	147,400	1,030,000
AF-IS4	Elec. Doc. Mgmt. (SETDD)	0	5,000	5,000	5,000	5,000	5,000	25,000
PI1	Community Dev. Vehicle	0	50,000	25,000	0	25,000	0	100,000
PI2	Community Dev. Lot Clearing	0	10,000	10,000	10,000	10,000	10,000	50,000
PR1	Cherokee Springs Impr./Equip	0	55,000	38,000	53,000	60,000	1,000	207,000
PR2	N.E. Masterplan Phases	0	350,000	55,000	0	0	0	405,000
PR4	Playground Equipment	0	15,000	15,000	15,000	15,000	15,000	75,000
PR6	Tinsley Park Improvements	0	10,000	25,000	0	0	0	35,000
PR8	Comm. Ctr. Improvements	0	10,000	0	0	0	0	10,000
PD1	Police Vehicles	0	250,000	253,000	253,000	256,000	256,000	1,268,000
PD2	Police Misc. Equip.	0	15,000	15,000	15,000	15,000	15,000	75,000
PWD1	Major Paving	0	585,000	585,000	585,000	585,000	585,000	2,925,000
PWD2	Public Works Projects	0	35,000	35,000	35,000	35,000	35,000	175,000
PWD3	Paving Maintenance	0	0	0	0	0	0	0
PWD4	Sidewalks	0	33,000	33,000	33,000	33,000	33,000	165,000
PWD9	Engineering Equip/Vehicles	0	0	0	20,000	0	0	20,000
AC1	Animal Control Impr./Equip.	0	0	0	0	0	0	0
FD1	Fire Dept. Equipment	0	50,000	50,000	50,000	50,000	50,000	250,000
Total Projects Funded:		\$365,000	\$1,682,400	\$1,354,900	\$1,289,200	\$1,333,800	\$1,246,700	\$7,272,000
Funding Sources:								
		FY2013	FY2014	FY2015	FY2016	FY2017	FY2018	Total:
	Transfer from General Fund	0	1,537,400	1,209,900	1,144,200	1,188,800	1,101,700	6,182,000
	Transfer from State St. Aid	0	120,000	120,000	120,000	120,000	120,000	600,000
	Sales Tax Cap Projects Fund	365,000	0	0	0	0	0	365,000
	Interest Income	0	25,000	25,000	25,000	25,000	25,000	125,000
	Use of CIP Fund Balance	0	0	0	0	0	0	0
Total Funding Sources:		\$365,000	\$1,682,400	\$1,354,900	\$1,289,200	\$1,333,800	\$1,246,700	\$7,272,000
Proposed Bond Fund Projects:								
		FY2013	FY2014	FY2015	FY2016	FY2017	FY2018	Total:
	Public Works Facility	0	0	0	0	1,625,000	0	1,625,000
	Fire Impr./Equipment	0	0	1,300,000	0	25,000	0	1,325,000
	Fire Hall Station #6	0	0	920,000	0	0	0	920,000
	Cher. Springs - Equip/Improv	0	0	220,000	0	0	0	220,000
	Tinsley - Lighting	0	0	125,000	0	125,000	0	250,000
	Parks & Recreation Projects	0	0	0	0	0	0	0
	Fletcher - Phase V	0	0	50,000	0	0	0	50,000
	Detention Ponds	0	0	300,000	0	0	0	300,000
	Major Drainage Projects	0	0	200,000	0	100,000	0	300,000
	Greenway Project Phase III	0	0	200,000	0	0	0	200,000
	Major Intersection Improvements	0	0	200,000	0	200,000	0	400,000
	Public Works Equipment	0	0	100,000	0	100,000	0	200,000
	Public Works Projects	0	0	0	0	0	0	0
	Animal Shelter Equipment	0	0	0	0	0	0	0
	School Impr./Equipment	0	0	1,145,000	0	1,000,000	0	2,145,000
Total Projects Funded by Future Bonds:		0	0	4,760,000	0	3,175,000	0	\$7,935,000
Funding Sources:								
		FY2013	FY2014	FY2015	FY2016	FY2017	FY2018	Total:
	Transf. Storm Water for Debt Serv.	0	0	40,000	0	0	0	40,000
	Transf. Gen. Fund for Debt Service	0	0	409,600	0	160,000	0	569,600
Total Funding Sources:		\$0	\$0	\$449,600	\$0	\$160,000	\$0	\$609,600
Required Tax Increase for Bond Projects:		0.0	0.0	4.1	0.0	1.6	0.0	
		cents	cents	cents	cents	cents	cents	
Unfunded Transportation Plan			1,020,000	1,020,000	1,320,000	1,320,000	1,320,000	\$6,000,000

Capital Improvement Program

Total Projects by Department:	FY2013	FY2014	FY2015	FY2016	FY2017	FY2018	Total:	
General Government	0	0	0	0	0	0	0	0
Administration & Finance	0	5,000	5,000	5,000	29,500	5,000	49,500	
Admin. & Fin. GIS,IS,Doc.Imag.	365,000	209,400	210,900	215,200	220,300	241,700	1,462,500	
Community Development	0	60,000	35,000	10,000	35,000	10,000	150,000	
Fire Department	0	50,000	2,270,000	50,000	75,000	50,000	2,495,000	
Greenway	0	0	200,000	0	0	0	200,000	
Fletcher Park Match	0	15,000	65,000	15,000	15,000	15,000	125,000	
Parks & Recreation	0	425,000	463,000	53,000	185,000	1,000	1,127,000	
Police Department	0	265,000	268,000	268,000	271,000	271,000	1,343,000	
Public Works	0	653,000	953,000	653,000	2,578,000	653,000	5,490,000	
Storm Water Mgmt.	0	0	500,000	0	100,000	0	600,000	
Animal Control	0	0	0	0	0	0	0	
Engineering Equip./Vehicles	0	0	0	20,000	0	0	20,000	
Schools - Funded by City	0	0	1,145,000	0	1,000,000	0	2,145,000	
Schools - Funded by Br. County	0	0	0	0	0	0	0	
Transportation Plan	0	1,020,000	1,020,000	1,320,000	1,320,000	1,320,000	6,000,000	
Total Funding:	\$365,000	\$2,702,400	\$7,134,900	\$2,609,200	\$5,828,800	\$2,566,700	\$21,207,000	
Departments by Percentage:	FY2013	FY2014	FY2015	FY2016	FY2017	FY2018	Total:	
General Government	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Admin. & Finance	0.0%	0.2%	0.1%	0.2%	0.5%	0.2%	0.2%	0.2%
Admin. & Fin. GIS Dept.	100.0%	7.7%	3.0%	8.2%	3.8%	9.4%	6.9%	
Community Development	0.0%	2.2%	0.5%	0.4%	0.6%	0.4%	0.7%	
Fire Department	0.0%	1.9%	31.8%	1.9%	1.3%	1.9%	11.8%	
Greenway	0.0%	0.0%	2.8%	0.0%	0.0%	0.0%	0.9%	
Fletcher Park Match	0.0%	0.56%	0.91%	0.57%	0.26%	0.58%	0.6%	
Parks & Recreation	0.0%	15.7%	6.5%	2.0%	3.2%	0.0%	5.3%	
Police Department	0.0%	9.8%	3.8%	10.3%	4.6%	10.6%	6.3%	
Public Works	0.0%	24.2%	13.4%	25.0%	44.2%	25.4%	25.9%	
Storm Water Management	0.0%	0.0%	7.0%	0.0%	1.7%	0.0%	2.8%	
Animal Control	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	
Engineering	0.0%	0.0%	0.0%	0.8%	0.0%	0.0%	0.1%	
Schools -Funded by City	0.0%	0.0%	16.0%	0.0%	17.2%	0.0%	10.1%	
Schools -Funded by County	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	
Transportation Plan	0.0%	37.7%	14.3%	50.6%	22.6%	51.4%	28.3%	
Total:	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	

**MAJOR USES OF CAPITAL PROJECT FUNDS AND
THEIR IMPACT ON THE OPERATING BUDGET**

Sales Tax Capital Projects Fund

General Government

Computer software and hardware maintenance and replacement costs	<u>\$365,000</u>
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Estimated savings on computer maintenance	<u>\$25,000</u>
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Replacing older computer equipment improves the efficiency of the employees using the older equipment. It also allows the IT employees to be more efficient in concentrating on the highest priorities in the computer needs.

Public Safety

Emergency Management Radio Tower	<u>\$50,000</u>
Estimated cost savings	<u>\$2,000</u>

This amount covers the City's portion of a radio tower to be operated by the Bradley County Emergency Management Agency. Ownership of this tower provides for better communication with the local 911 Center and all emergency services in the entire County. The control of communication facilities and ability to provide redundant systems is the primary benefit associated with this funding.

Police – Patrol Cars	<u>\$225,000</u>
Estimated maintenance cost savings	<u>\$25,000</u>

This funding will allow for the replacement of patrol cars that have high mileage and high maintenance costs. Because of a lack of funding over the past several years the age of the fleet has increased and maintenance cost also increased.

Fire – Opticom signal equipment	<u>\$16,250</u>
Estimated maintenance cost savings	<u>\$0</u>

This funding will allow for beginning a phased-in replacement of the current outdated equipment. It is a safety item for fire trucks to control traffic signals as they approach intersections during emergency runs.

Public Works Transportation and Drainage Costs

Street Paving	\$1,635,000
Drainage Projects	120,000
Sidewalk Projects	30,000
Centenary St./Ocoee St Drainage	<u>58,000</u>
	<u>\$1,843,000</u>

Estimated cost savings \$50,000

The \$1,635,000 and \$120,000 for paving and drainage are related projects. The annual paving list is submitted to the City Council, based upon the condition of the pavement and allocated to the five Council districts. The drainage funds will be used to correct drainage problems along the streets, prior to the repaving. Savings will result from the decrease in asphalt for patching these streets, fewer minor drainage issues and staff and equipment savings.

Public Works Transportation Matching Funds

MPO Paving Match	\$ 43,000
MPO – Ocoee @ 25 th Street	74,000
MPO – Bike-Ped Plan	<u>30,000</u>
	<u>\$147,000</u>

These funds are being funded in order to match Federal and State grants. The \$43,000 is the twenty percent match for paving collector streets in the City. The \$74,000 is the match for purchasing right-of-way at the intersection of Ocoee and 25th Street. The \$30,000 is for engineering, right-of-way and construction for the Bike-Ped plan.

Public Works Equipment

Street Sweeper	<u>\$180,000</u>
Estimated cost savings	<u>\$20,000</u>

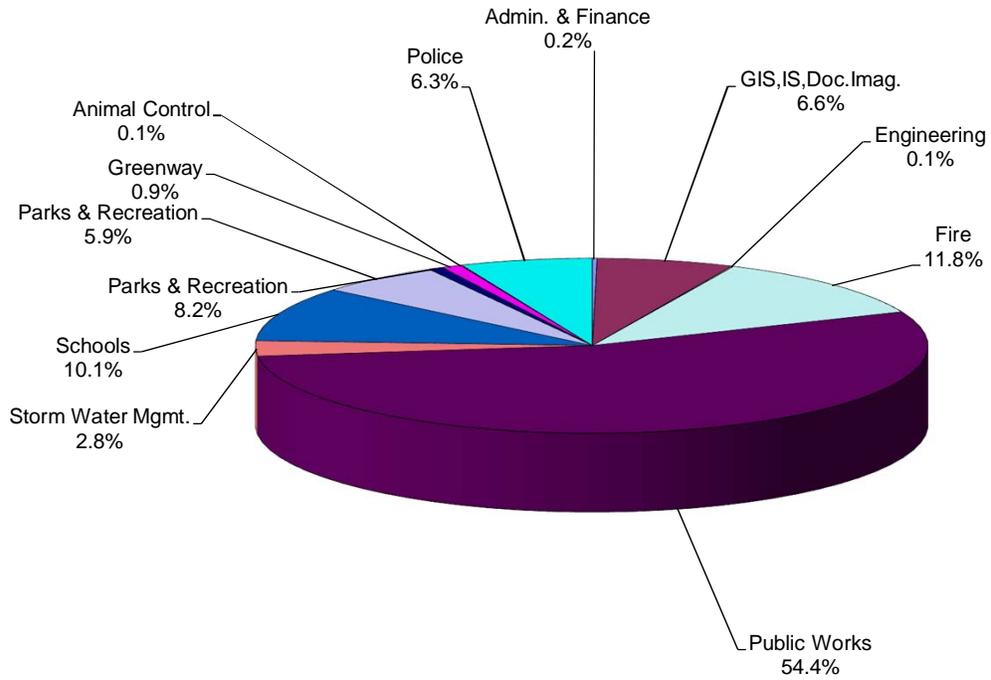
This supplies the funds to replace the current sweeper, which requires frequent repairs due to its' age. The sweeper is needed on a daily basis to clean streets throughout the City.

Parks and Recreation

Greenway survey for Willow to Inman	<u>\$20,000</u>
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This project will provide for surveying needed to plan the route and estimate the construction costs for this phase of the Greenway.

Capital Improvement Projects Financed by City Expenditure Summary FY2013 - 2018



Capital Improvement Program Fund

Organization Chart:

No personnel are funded out of this fund.

Programs, Services, and Functions:

This fund accounts for the major capital improvement projects of the City not funded by notes or bonds. Capital projects for Cleveland Utilities, City Schools, Fleet Management, and the Library are funded either within their individual fund or the note or bond fund used to finance the capital project.

The FY2013 budget includes no additional funding for capital items. The loss of approximately \$911,000 from Bradley County for the fire contract (in the General Fund) has required that these capital purchases be funded by the Sales Tax Capital Projects Fund and not as a transfer from the General Fund.

Goals and Objectives:

- Prioritize the necessary capital improvements in a planned, systematic fashion.
- Assure City Council and management staff review at least annually the City's ability or inability to finance those major capital improvements deemed necessary to continue to provide highest quality municipal services.
- Assure the City Council's priorities for improvements are budgeted and acquired.

CITY OF CLEVELAND						
FUND #322 - CAPITAL IMPROVEMENTS PROGRAM FUND						
REVENUES						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
33190	FEDERAL GRANT FIRE MDT'S	0	0	119,252	0	0
33198	BOMB EQUIPMENT	51,305	0	0	0	0
33436	SAFE ROUTES TO SCHOOLS	307,751	0	0	0	0
33450	STATE ROADSCAPES PHASE I	64,279	0	37,300	0	0
33451	STATE ROADSCAPES PHASE II	0	0	119,200	0	0
33498	STATE GRANT-LIC SOUTH	148,750	0	1,833,000	0	0
33499	FEDERAL-EDA GRANT	43,980	0	125,000	0	0
33500	TML STORM DAMAGES	53,249	0	0	0	0
33557	STATE GRANT-NATIONAL EMER	0	0	11,800	0	0
36110	INTEREST INCOME	109	0	0	0	0
36190	INTEREST-LGIP MOUSECREEK	113	0	0	0	0
36314	SALE OF ROW-PAUL HUFF PKWY	10,000	0	0	0	0
36341	SALE OF RECREATION EQUIP	0	0	67,000	0	0
36720	INSURANCE REIMB-FIRE	8,508	0	0	0	0
36810	TRANS-GENERAL FUND	1,225,000	332,000	1,148,800	0	0
36966	TRANS FROM MEILER	1,000	5,700	5,700	0	0
36983	TML-REIMB-VEHICLES	34,095	0	22,000	0	0
36984	TML-REIMB-LIGHTING DAMAGE	10,247	0	0	0	0
36985	TML-REIMB-TORNADO DAMAGE	0	0	26,000	0	0
36994	SUNDRY INCOME	12,000	0	0	0	0
36995	MAINSTREET-FIRST ST SQUARE PRJ	3,000	0	0	0	0
36999	LIC-BRADLEY COUNTY	74,437	0	925,600	0	0
37000	LIC-CITY OF CLEVELAND	0	0	1,000,000	0	0
37001	BRADLEY CO-COMP PLAN	0	0	60,000	0	0
37002	CHARLESTON-COMP PLAN	0	0	5,000	0	0
	TOTAL REVENUES	2,047,823	337,700	5,505,652	0	0
EXPENDITURES						
OBJECT CODE		2009-2010 ACTUAL	2010-2011 ORIGINAL BUDGET	2010-2011 AMENDED BUDGET	2011-2012 REQUESTED	2011-2012 PROPOSED
GENERAL GOVERNMENT: 41110						
954	FIRST ST SQUARE PROJECT	31,556	0	0	0	0
961	WHIRLPOOL INVESTMENT	302,410	0	597,600	0	0
962	MINNIS RD SEWER COST	20,609	0	0	0	0
963	RESERVE FOR FY2014	0	0	147,800	0	0
	Subtotal:	354,575	0	745,400	0	0
COMMUNITY DEVELOPMENT: 41710						
946	STRATEGIC PLAN-EDA GRANT	50,000	0	0	0	0
947	COMPREHENSIVE PLAN	0	0	190,000	0	0
	Subtotal:	50,000	0	190,000	0	0
CITY-WIDE CPTR INFO SYSTEMS: 41990						
256	SOFTWARE MAINTENANCE	105,007	0	0	0	0
283	TRAVEL & TRAINING	5,299	0	0	0	0
940	CITY-WIDE SYSTEM	123,249	332,000	424,709	0	0
953	GIS PROGRAM EXPENSES	61,677	0	0	0	0
954	LICENSE FEES	21,289	0	0	0	0
	Subtotal:	316,521	332,000	424,709	0	0

EXPENDITURES						
OBJECT CODE		2009-2010 ACTUAL	2010-2011 ORIGINAL BUDGET	2010-2011 AMENDED BUDGET	2011-2012 REQUESTED	2011-2012 PROPOSED
POLICE DEPARTMENT: 42100						
952	HOMELAND SEC-BOMB EQUIP	51,305	0	0	0	0
955	VEHICLE REPAIRS	0	0	45,000	0	0
Subtotal:		51,305	0	45,000	0	0
FIRE DEPARTMENT: 42200						
968	CPAT EQUIPMENT	0	0	5,500	0	0
970	FIRE TRUCK EQUIPMENT	15,988	0	4,000	0	0
971	FIRE TONE ALERT SYSTEM	0	0	88,508	0	0
972	FIRE GRANT-MDT'S	0	0	119,252	0	0
Subtotal:		15,988	0	217,260	0	0
PUBLIC WORKS-OPERATIONS: 43110						
950	DUMP TRUCK	0	0	34,100	0	0
961	MOUSE CREEK BRIDGE	30,281	0	0	0	0
970	ROADSCAPES GRANT PHASE I	80,348	0	46,652	0	0
971	CITY-WIDE ITS SYSTEM	0	0	50,000	0	0
973	SAFE ROUTES TO SCHOOLS	307,449	0	25,000	0	0
976	ROADSCAPES GRANT-PHASE II	0	0	149,000	0	0
977	ROADSCAPES MATCH-PHASE III	0	0	30,000	0	0
978	LIC SOUTH-STONE LAKE ROAD	215,000	0	3,702,500	0	0
979	DALTON PIKE	0	0	41,500	0	0
Subtotal:		633,078	0	4,078,752	0	0
PUBLIC WORKS-LANDSCAPING:43140						
901	EXIT 25 BEAUTIFICATION	227	0	0	0	0
Subtotal:		227	0	0	0	0
PUBLIC WORKS-STATE STREET AID: 43190						
931	PAVING MATERIALS	17,000	0	0	0	0
933	25TH ST/PEERLESS-SSA	0	0	40,000	0	0
Subtotal:		17,000	0	40,000	0	0
ANIMAL SHELTER: 44110						
944	VEHICLE	0	0	22,000	0	0
Subtotal:		0	0	22,000	0	0
PARKS & RECREATION: 44420						
953	USED FAIRWAY/GREENS MOWER	0	0	52,200	0	0
962	GOLF CARTS	3,518	0	28,000	0	0
974	NATIONAL EMER GRANT EQUIP	0	0	11,800	0	0
975	FLETCHER PARK DEBRIS CLEANUP	0	0	6,000	0	0
976	COMMUNITY CENTER POOL	0	0	547,000	0	0
977	COMMUNITY CENTER SPLASH PARK	0	0	38,000	0	0
Subtotal:		3,518	0	683,000	0	0
WATERVILLE: 44800						
931	DALTON PIKE WIDENING	456,966	0	122,200	0	0
932	LIGHTNING DAMAGE REPAIRS	0	0	10,247	0	0
933	RESTROOM	0	0	29,000	0	0
Subtotal:		456,966	0	161,447	0	0
TOTAL EXPENDITURES		1,899,178	332,000	6,607,568	0	0

Sales Tax Capital Projects Fund

Organization Chart:

No personnel are funded out of this fund.

Programs, Services, and Functions:

This fund is used to account for the proceeds of a one-half cent sales tax approved by the voters on March 10, 2009. In May 2009, Bradley County voters approved a similar referendum making the tax increase county-wide. The proceeds received by the City and City Schools are restricted for Capital Projects of each entity.

CITY OF CLEVELAND						
FUND #315 - SALES TAX CAPITAL PROJECTS FUND						
REVENUES						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
31610	LOCAL SALES TAX	1,709,559	1,700,000	1,800,000	1,850,000	1,850,000
31630	SCHOOLS 1/2 CENT SALES TAX	824,004	800,000	900,000	925,000	925,000
34910	BOND ISSUES-SCIENCE WING	0	0	0	0	0
36110	INTEREST	6,201	0	0	0	0
	ADVANCE FROM GENERAL FUND	0	0	0	1,000,000	1,000,000
	TOTAL REVENUES	2,539,764	2,500,000	2,700,000	3,775,000	3,775,000
EXPENDITURES						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
Capital outlay:						
41810	GENERAL GOVERNMENT					
921	CITY CAPITAL PROJECTS	0	1,700,000	48,340	117,611	117,611
926	EMA CELL TOWER	50,000	0	50,000	50,000	50,000
927	STREET PAVING	710,016	0	726,300	1,635,000	1,635,000
928	POLICE VEHICLES	0	0	475,000	225,000	225,000
929	20TH/DALTON PIKE ROW/DESIGN	0	0	36,060	0	0
930	MOUSE CREEK RD ENG/DESIGN	0	0	60,000	0	0
934	FIREHALL 6 SURVEY/DESIGN	0	0	9,500	0	0
936	TRAINING TOWER SURVEY/SITE	0	0	2,000	0	0
937	KNUCLEBOOM	111,910	0	0	0	0
938	GUARDRAIL-BLYTHE FERRY	0	0	12,000	0	0
939	INCUBATOR	37,500	0	0	0	0
940	OCOEE ST DRAINAGE	2,483	0	0	0	0
941	GUTHRIE DRIVE DRAINAGE	0	0	30,800	0	0
942	HUNTERS RUN CIR DRAINAGE	0	0	18,000	0	0
943	NORTH OCOEE/MCINTIRE DRAIN	0	0	28,700	0	0
944	COMPREHENSIVE PLAN	0	0	62,500	0	0
945	LIC PROJECTS	0	0	175,000	0	0
Subtotal:		911,909	1,700,000	1,734,200	2,027,611	2,027,611
41990	CITY-WIDE CPTR INFO SYSTEMS					
255	ELEC DOC MGMT	0	0	0	251,139	251,139
Subtotal:		0	0	0	251,139	251,139
42200	FIRE PROTECTION					
940	OPTICOM SIGNAL EQUIP-REPLACE	0	0	0	16,250	16,250
Subtotal:		0	0	0	16,250	16,250

43110	PUBLIC WORKS					
931	MPO-PAVING MATCH	17,184	0	133,800	43,000	43,000
932	MPO-MICHIGAN AVE ROAD	0	0	12,000	0	0
933	GEORGETOWN/25TH INTERSECT	0	0	95,000	0	0
934	STORMWATER MAPPING	0	0	300,000	0	0
935	DURKEE RD ROW-WHIRLPOOL	0	0	100,000	0	0
936	DRAINAGE PROJECTS	0	0	120,000	120,000	120,000
937	SIDEWALK PROJECTS	0	0	30,000	30,000	30,000
938	MPO-20TH @ TASSO	0	0	7,000	0	0
939	DIRT REMOVAL-BLYTHE BOWER	0	0	20,000	0	0
940	MPO-OCOEE/25TH ROW	0	0	0	74,000	74,000
941	8TH/BOWMAN/OCOEE DRAINAGE	0	0	0	58,000	58,000
942	MPO-BIKE/PED PLAN-PR ROW	0	0	0	30,000	30,000
943	STREET SWEEPER	0	0	0	180,000	180,000
Subtotal:		17,184	0	817,800	535,000	535,000
44420	PARKS AND RECREATION					
931	TINSLEY PARK TENNIS COURTS	14,480	0	45,500	0	0
932	TINSLEY PARK TENNIS LIGHTS	0	0	15,000	0	0
933	GREENWAY RESTROOM	0	0	20,000	0	0
934	TINSLEY PARK PLAYGROUND	0	0	110,000	0	0
935	GREENWAY-WILLOW SURVEY	0	0	0	20,000	20,000
Subtotal:		14,480	0	190,500	20,000	20,000
44900	CITY SCHOOLS					
630	QSCB PRINCIPAL PAYMENTS	237,946	238,000	238,000	238,000	238,000
631	QSCB INTEREST PAYMENTS	63,024	67,000	63,000	63,000	63,000
632	QSCB ADMIN FEES	3,813	0	4,000	4,000	4,000
760	TRANSFER TO 2007 GIBF	587,738	0	0	0	0
921	SCHOOL CAPITAL PROJECTS	286,173	495,000	1,192,600	620,000	620,000
Subtotal:		1,178,694	800,000	1,497,600	925,000	925,000
	TOTAL EXPENDITURES	2,122,267	2,500,000	4,240,100	3,775,000	3,775,000

Greenway Fund

Organization Chart:

No personnel are funded out of this fund.

Programs, Services, and Functions:

This fund was established to construct the City/County Greenway project. The Greenway is a multi-use paved trail that creates a corridor along South Mouse Creek for the citizens' use. The Greenway concept will connect downtown Cleveland through the city sidewalk system. As the extension of the Greenway path occurs, a goal is to provide trailhead/parking areas and access walkway paths to adjacent neighborhoods.

South Mouse Creek Greenway:

Phase I of the Greenway was completed during 2002. This section is located near South Mouse Creek from 20th Street NW to 25th Street NW and includes ornate lamp posts, benches, and a bridge across Mouse Creek. The City and County each contributed \$12,000 annually for the first phase of the Greenway in order to maximize its leverage for the development.

Greenway Phase II was completed during FY2006. This section follows along South Mouse Creek from 25th Street NW to Raider Drive and includes ornate lamp posts, benches, a pedestrian bridge across Mouse Creek, a cross walk under 25th Street, and a cross walk under Keith Street. Construction of this phase consists of a ten-foot wide Greenway path with a length of about 4,300 feet. A trailhead/parking area is located at the north end of Harris Circle about 2,000 feet north of 25th Street. Eighty (80) percent of the cost was funded by a Federal grant that is administered through the Tennessee Department of Transportation and the City provided a 20% match.

The Greenway path along the west side of South Mouse Creek from Paul Huff Parkway to Mohawk Drive was also completed during FY2006. Home Depot provided \$111,000 to the City of Cleveland for the cost to construct this section of Greenway path. This section includes a ten foot wide path that is 1,250 feet in length and a 5 foot wide concrete walkway providing access from Mohawk Drive to the main walking path.

Phase III of the Greenway was completed in FY2009 and runs from 20th Street NW to Willow Street. The project provides a walkway connector from Willow Street near the east side of South Mouse Creek to the Highland Avenue at 8th Street NW intersection. This section of walkway links the Greenway system to Arnold School and to the downtown sidewalk system. An Enhancement grant administered through the Tennessee Department of Transportation provided \$496,000 of funding and the City of Cleveland provided approximately \$260,000 of funding for this phase.

Greenway Phase IV connects the existing Greenway path at Raider Drive and continue north along South Mouse Creek behind the Cleveland High School Football stadium to the northern property line of Cleveland High School, then cross South Mouse Creek with a pedestrian bridge, and connect the south end of the Tinsley Park trail for a length of 1,550 feet. From this point on the Tinsley trail, the Greenway will follow the existing Tinsley trail for about 4,200 feet to the existing Greenway pedestrian bridge that crosses South Mouse Creek at Tinsley Park.

A 6 feet wide access path will be constructed to connect the Northwood Subdivision to the Greenway path and a spur from the Northwood Subdivision access path will provide path access to the Creekside Office Park. (900 feet of access path)

The City of Cleveland received a TDOT Enhancement grant (TDOT 80% / City 20% match) with the maximum share from TDOT being \$564,685 and the local match of \$146,171. The TDOT grant and local funds covers construction and lighting costs for this Greenway phase. This phase is under construction and will be complete in May 2012.

Greenway Phase V is complete and includes about 3,600 feet of path from the northern end of the Tinsley Park trail to Paul Huff Parkway. Bradley County obtained grant money and matched the grant to fund the northern section from Paul Huff Parkway to 900 feet to the south of Paul Huff Parkway. This section was completed in January 2009. The City of Cleveland provided the survey, design, bidding, and project management services.

A Bradley County Healthy Community Initiative Grant (HCI) of \$123,000 funded the remaining 2,700 feet section on this phase. This section included path from 2,200 feet north of Mouse Creek Road and about 400 feet south of Mouse Creek Road along the west side of South Mouse Creek. The City of Cleveland Public Works Department surveyed, designed, and constructed this section of the Greenway and it was completed in November 2010.

The City received a Bradley County HCI grant for \$50,000 to fund the pedestrian bridge crossing South Mouse Creek to connect Tinsley Park with the northern section of the Greenway described in the above paragraph. The City's Public Works crews completed installation of the bridge abutments and set the pedestrian bridge in November 2010.

A Greenway restroom was completed in January 2011 with ARRA funds. It is located near the Harris Circle parking area.

Phase VI will connect the existing Greenway near Willow Street and continue south for about 2,500 feet of path and connect the Village Green. This section of Greenway has shown to be the most challenging to complete, due to the proximity of existing homes to South Mouse Creek and providing accessibility from the Inman Street culvert to the Village Green property. The current cost estimate is \$1.1 million and

includes construction and potential property buyouts. The estimate can be reduced to about \$900,000, however, this option contains an alternate route not consistent with the existing Greenway but would avoid the purchase of homes.

Fillauer Branch Greenway:

Phase 1 of the Fillauer Branch Greenway was completed in August 2011. This section included a total of about 2,700 linear feet of 10 feet wide asphalt and concrete path from 20th Street to the proposed Veterans' Park just north of 25th Street. Developer Tom Cate installed concrete path through the box culvert under 25th Street to connect the Spring Creek Development and completed about 1,000 linear feet of gravel path. TDK paved about 1,000 feet of path from 25th Street to the Retreat at Spring Creek south property line. The City of Cleveland constructed and paved the path from 20th Street to the south property line of The Retreat at Spring Creek.

Ocoee Middle School received a \$25,000 HCI grant to construct a walkway along the west side of Fillauer Branch and to connect the school's existing running track with the proposed trail. Ocoee Middle School transferred the grant to the City of Cleveland and the trail work was completed in FY2011. The plan is to extend this section of Greenway north along Fillauer Branch from Schimmel's Park to connect with the Mouse Creek Greenway at Tinsley Park.

The City applied for a 80%/20% grant of \$150,000 for construction of the Greenway from just east of the Keith Street bridge crossing Fillauer Branch to the existing pedestrian bridge crossing South Mouse Creek in Tinsley Park. This section of greenway includes about 2,000 linear feet of 10 feet wide path.

Greenways and other open spaces enhance the quality of life in Cleveland by protecting the environment, giving citizens additional venues for recreation, and by providing economic development benefits.

Goals and Objectives:

- Complete a continuous Greenway path along South Mouse Creek from the Village Green at Inman Street to Mohawk Drive.
- Continue the Greenway path north of Mohawk drive to the Greater Cleveland Soccer Fields.

CITY OF CLEVELAND						
FUND #135 GREENWAY FUND						
REVENUES						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
33441	STATE GRANT	0	0	569,000	0	0
33712	HOSPITAL GRANT BRADLEY CO	105,716	0	0	0	0
36110	INTEREST INCOME	152	0	0	0	0
36720	SALE OF GREENWAY BENCHES	9,250	0	8,000	0	0
36830	TRANSFER-CIP	0	0	0	0	0
36983	TML REIMBURSEMENT-BENCHES	969	0	0	0	0
36990	MISCELLANEOUS	600	0	0	0	0
	TOTAL REVENUES	116,687	0	577,000	0	0
EXPENDITURES						
DEPARTMENT # 44420						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
Capital outlay and debt service:						
241	UTILITIES	1,909	0	3,000	0	0
265	GROUND MAINTENANCE	337	0	0	0	0
939	GREENWAY PHASE III - 20TH/WILLOW	0	0	0	0	0
944	GREENWAY PHASE V	0	0	0	0	0
946	GREENWAY PHASE VI-PAUL HUFF/CU	0	0	0	0	0
947	GREENWAY BATHROOMS	1,241	0	0	0	0
948	GREENWAY PHASE IV-RAIDER/TINSLEY	9,917	0	665,400	0	0
949	GREENWAY PHASE VI HCI FUNDED	50,504	0	2,600	0	0
950	PLAYGROUND	0	0	0	0	0
951	GREENWAY BENCHES	7,411	0	15,000	0	0
952	OCOOE HCI FUNDED	11,088	0	0	0	0
953	HCI PEDESTRIAN BRIDGE	50,341	0	0	0	0
954	MOHAWK DRIVE TRAILHEAD	0	0	17,000	0	0
	TOTAL EXPENDITURES	132,748	0	703,000	0	0

Fletcher Park Trust Fund

Organization Chart:

No personnel are funded out of this fund.

Programs, Services, and Functions:

The City established this fund to develop a 70-acre tract of land bequeathed to the City by Leonard and Agnes Fletcher. They also bequeathed more than \$350,000, which was used to create the Fletcher Park Fund, to help develop this area into a passive park. The City appointed an advisory committee, which has overseen the design of the park and made recommendations to staff and the City Council about improvements.

Phase I was completed in FY1998, with the help of a 50/50 matching State grant for \$100,000. The City received an \$88,000 State grant for Phase II. Phase III was completed with a \$35,000 grant, a \$7,100 donation by the Cleveland Civitan Club and matching funds from the Fletcher Park Fund. Phase IV was completed in September 2005 with a \$47,000 grant through the Recreation Trails Program (RTP) from the Federal Highway Administration administered by the Tennessee Department of Environment and Conservation, Division of Recreation Services. Following the completion of Phase IV, the City used a portion of a forestry grant and matching funds to plant 17 trees to shade the parking lot and improve the aesthetic appeal of the entrance to Fletcher Park.

Construction on Phase V was completed in April, 2008. Phase V included a flower garden walkway system and a second pavilion. This phase was funded by a \$50,000 State Grant that was matched with funds from the Fletcher Park Trust Fund. Phase VI was completed in FY2010 with funds provided by a RTP grant. This phase consisted of a trail around the perimeter of the back meadow. The spring house at Fletcher was also renovated with donations from a local citizen. The City will continue to apply for grants in the future as monies are available from the State of Tennessee.

CITY OF CLEVELAND						
FUND #127 - FLETCHER PARK TRUST FUND						
REVENUES						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
33491	FEDERAL GRANT	0	0	0	0	0
36110	INTEREST INCOME	5	0	0	0	0
36721	FLETCHER PARK DONATIONS	0	0	0	0	0
36722	DONATIONS-SPRING HOUSE	1,250	0	0	0	0
36811	TRANSFER FROM GENERAL FUND	0	0	0	0	0
	TOTAL REVENUES	1,255	0	0	0	0
EXPENDITURES						
DEPARTMENT # 44720						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
937	FLETCHER PARK DEVELOP.	3,191	0	0	0	0
940	SPRING HOUSE	200	0	0	0	0
	TOTAL EXPENDITURES	3,391	0	0	0	0

2009 Bradley County Build America Bond Fund

Organization Chart:

No personnel are funded out of this fund.

Programs, Services, and Functions:

This fund accounts for Build America bonds issued by Bradley County to fund public school systems' capital improvement needs. This fund was closed in FY 2012.

CITY OF CLEVELAND						
FUND #324 - 2009 BRADLEY COUNTY BUILD AMERICA BOND FUND						
REVENUES						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
36110	INTEREST	234	0	0	0	0
36720	PROCEEDS FROM BRADLEY CO	3,553,955	0	855,000	0	0
	TOTAL REVENUES	3,554,189	0	855,000	0	0
EXPENDITURES						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
Capital outlay:						
44900 CITY SCHOOLS						
912	FILLAUER LAND	0	0	0	0	0
923	CHS SCIENCE WING	3,535,427	0	297,000	0	0
931	CHS DOME	0	0	0	0	0
932	BUSES	0	0	544,000	0	0
933	BUILDING IMPROVEMENTS	263,400	0	14,000	0	0
Subtotal:		3,798,827	0	855,000	0	0
	TOTAL EXPENDITURES	3,798,827	0	855,000	0	0

ARRA Grant Projects Fund

Organization Chart:

No personnel are funded out of this fund.

Programs, Services, and Functions:

This fund accounts for the proceeds from America Recovery and Reinvestment Act (ARRA) grants for acquiring various capital assets for the city. This fund will close in FY 2012.

CITY OF CLEVELAND						
FUND #337- ARRA GRANT PROJECTS FUND						
REVENUES						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
33190	GRANT REVENUE - FREEWILL	488,608	0	0	0	0
33191	GRANT REVENUE - RAIDER	325,991	0	0	0	0
33192	GRANT REVENUE - SIDEWALKS	169,257	0	100	0	0
33193	GRANT REVENUE - GREENWAY	90,930	0	800	0	0
33194	GRANT REVENUE - DEPOT	5,620	0	437,753	0	0
33195	GRANT REVENUE - ENERGY ROOFS	63,127	0	0	0	0
33196	GRANT REVENUE - ENERGY HVAC	20,955	0	9,465	0	0
33198	GRANT REVENUE-LIGHTS	0	0	90,870	0	0
33199	MPO GRANT - STATE	68,735	0	0	0	0
	TOTAL REVENUES	1,233,223	0	538,988	0	0
EXPENDITURES						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
Capital outlay:						
41580	GEN GOV'T/ADMIN					
939	ROOFS	63,127	0	0	0	0
949	HVAC	20,955	0	9,465	0	0
950	FIRST STREET SQUARE LIGHTS	0	0	0	0	0
951	TENNIS COURT LIGHTS	0	0	90,870	0	0
Subtotal:		84,082	0	100,335	0	0
43110	PUBLIC WORKS					
930	FREEWILL ROAD	528,775	0	0	0	0
931	RAIDER DRIVE	354,559	0	0	0	0
932	SIDEWALKS	169,257	0	100	0	0
933	RESTROOMS	90,930	0	800	0	0
934	TRAIN DEPOT	5,620	0	437,753	0	0
Subtotal:		1,149,141	0	438,653	0	0
	TOTAL EXPENDITURES	1,233,223	0	538,988	0	0

Tennessee Housing Development Agency Home Grant Fund

Organization Chart:

No personnel are funded out of this fund.

Programs, Services, and Functions:

This fund is used to account for grants received from the Tennessee Housing Development Agency for housing rehabilitation in the community. This fund will be closed in FY2012.

CITY OF CLEVELAND						
FUND #317 - THDA HOME GRANT						
REVENUES						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
33113	2010 HOME PROGRAM	50,551	0	200,000	0	0
	TOTAL REVENUES	50,551	0	200,000	0	0
EXPENDITURES						
DEPARTMENT # 46240						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
2003 HOME PROG HOUSING						
254	HOUSING INSPECTION	0	0	0	0	0
256	ADMINISTRATION	1,986	0	0	0	0
791	HOUSING REHAB	48,565	0	200,000	0	0
Subtotal:		50,551	0	200,000	0	0
	TOTAL EXPENDITURES	50,551	0	200,000	0	0

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Enterprise Funds

Enterprise Funds are used to account for the acquisition, operation and maintenance of governmental facilities and services that are entirely or predominantly self-supporting by user charges. The operations of Enterprise Funds are accounted for in such a manner as to show a profit or loss similar to comparable private enterprises.

Cleveland Municipal Airport Authority: This fund is used to create and establish a Municipal Airport Authority to fulfill the aviation needs of the community.

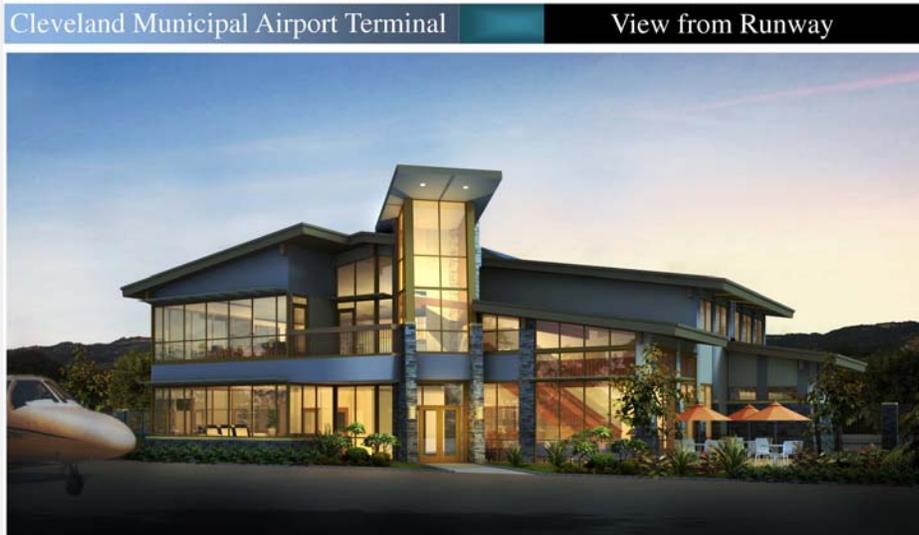
Cleveland Utilities-Electric System: This fund is used to account for the provision of electric service to the residents of the City. All activities necessary to provide such service are accounted for in this fund, including, but not limited to, administration, operation, maintenance, financing, billing and collection.

Cleveland Utilities-Water System: This fund is used to account for the provision of water and wastewater service to the residents of the City. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, financing, billing and collection.

CLEVELAND MUNICIPAL AIRPORT AUTHORITY



Airport Authority Members (Left to Right): LeRoy Rymer, Jr., Lynn DeVault, Lou Patten, Verrill Norwood and Mike McCoy.



The activities associated with the proposed new airport include:

8,000 square foot Terminal building designed for the Cleveland Municipal Airport

Construction of a runway 5,500 feet long and 100 feet wide.

Construction of parking apron, terminal building, four 16 unit T-hangars, 18 corporate hangars, four conventional hangars and installation of two 10,000 gallon above ground fuel tanks.

Installation of associated runway and taxiway lights, runway end identifier lights and a rotating beacon and lighted wind indicator.

Cleveland Municipal Airport Fund

Programs, Services, and Functions:

The Cleveland City Council on September 13, 2004, approved an ordinance creating and establishing a Municipal Airport Authority for the City of Cleveland, which consists of five commissioners. The appointed commissioners were designated to serve for terms of one, two, three, four, and five years, respectively. The commissioners, as provided by Tennessee Code Annotated, were required to take and certify oaths of office and submit an application for incorporation to the State with certain required documentation. The Authority was vested with all authority to control and regulate any and all operations of any Municipal Airport located in the corporate jurisdiction of the City of Cleveland. The Authority comes under the “Sunshine Law” which means that notification for all meetings must be given to the public and the business of the Authority must be conducted in public.

The main objective of forming the new Authority was to better fulfill the aviation needs of the community. This included up-grading the present airport facility (Hardwick Field) or providing a new facility. For many years, much time and energy had been spent trying to reach these goals. However, the endeavor of the new Authority was to work with the State to examine every opportunity and means available to make aviation progress in Cleveland.

In 2004, a consulting firm had to be selected to provide services for the State funded runway overlay project for Hardwick Field Airport. It was to the City’s advantage, while in this process, to select a firm for future projects that could occur over the next five years, including a master plan, environmental assessment, design, expansion of a possible new airport, etc. A Consultant Selection Committee, consisting of the city manager, public works director, and chairman of the former airport commission, went through a very extensive process for choosing the highest ranking firm. The recommended firm was HMB Professional Engineers, Inc. The new Airport Authority approved the City’s recommendation at their October 8, 2004, meeting for a five year contract.

In addition to the runway overlay project, the Authority authorized the consulting firm to prepare a master plan for developing a new general aviation airport. After the master plan, an environmental assessment study was to be completed.

In 2006, it became necessary for the Authority to select a new consulting firm for the continuation of the proposed airport needs when HMB Consultants decided to discontinue providing services within the state of Tennessee. After the appointed consulting firm review committee examined and analyzed the qualifying applicants, a recommendation was given to the Authority, and they passed a resolution assigning the HMB contract to PDC Consultants.

The new consulting firm completed the Environmental Assessment, which was a much quicker process than expected. The consultants started this process on March 1, 2007, and the environmental assessment was complete by November, 2007, a process which would normally take approximately one and a half years to complete. PDC then began to work on Phase II, Environmental Permitting and Engineering, for the new airport location.

The Authority continues to be responsible for all maintenance and upkeep of the present Hardwick Field facility through the services of the Public Works Department. The State provides an annual 50/50% matching grant for general maintenance in the amount of \$13,000. The Authority also utilizes the services of the Parks & Recreation, Landscape Maintenance Division, for mowing, brush clearing, and herbicide treatment needs, etc. The Public Works general maintenance supervisor works in other aspects of maintenance needs, including lighting, general maintenance, plumbing, security fencing, as well as electric gate problems which occur from time to time, etc. Cleveland Utilities provides support for lighting maintenance requirements in conjunction with the Public Works Department.

The Authority entered into a 50/50% matching contract with the State for the purchase and installation of a new self-serve fuel pump to be installed on site. The project was completed in 2009. The installation of this system enabled pilots to have access to fuel 24/7, which is a convenience as well as safety aspect. It also increased City revenue, as the City receives two cents from the FBO for each gallon of fuel sold. This is based on the FBO's required State mandated reporting for each quarter of the year.

One of the main accomplishments for the Authority was to execute a Fixed Based Operator (FBO) agreement. This was completed and approved at the October 21, 2005, meeting. Minimum Operating Standards were also approved at this meeting. In 2007, it became necessary for the Authority to secure a new FBO. After going through the necessary processes, Crystal Air was the Authority's final selection and they entered into an agreement on May 1, 2007, and are currently taking care of business on a daily basis. After coming on board, they immediately began an endeavor to up-grade the general, overall appearance of the airport, including the lobby and hangar areas. They mainly concentrated on safety issues as well as complying with State standards and regulations.

The Authority continues to work toward completion of the new airport for Cleveland/Bradley County. It was after much research by consultants, public meetings, discussion, and debate that the South New Tasso site was selected and is presently being developed. Eventually, issues of zoning and air space, etc. had to be considered. However, as each phase progressed, all challenges were resolved as the project moved forward.

State funded grants for the on-going development are as follows (90/10% matching funds; however, construction is partially 95/5% funded):

- Master Plan - \$85,000 (city cost only)
- Environmental Assessment \$220,000
- Environmental Assessment Preliminary Engineering \$310,000
- Land Acquisition & Legal Fees \$8,461,080
- Phase II Environmental Permitting & Engineering \$1,065,000
- Final Engineering, Phase I CA and Inspection \$1,600,000
- Final Engineering, Contract Amendment \$87,000
- Phase I Construction \$6,775,000
- Phase II Construction \$6,831,850
- Mitigation Stream Relocation \$60,000
- Land Acquisition (4 Properties) \$325,000
- Cell Tower-Lowering/Appraisals \$29,000
- Mitigation-Enviro Services Amend Phase I Construction \$74,537
- Business Plan (75/25) \$97,500
- Phase III Design \$550,000
- General Pavement \$5,555,555
- Sewer Design \$70,000
- Terminal & Maintenance Hangar \$700,000

After a professional, certified appraiser was hired, property owners negotiated with Authority members for the sale of their property and land options were obtained. A total of seven properties were involved and all were processed and closed out. The Authority now owns all the properties required for the new airport site.

There are three engineering phases in the new airport process, 1) preliminary, 2) design (permitting), and 3) final design. The preliminary engineering and permitting phases have been completed. PDC had all of the data they needed to enter into the final design phase. The Authority obtained a fully executed contract with the State for this phase and the consultants are currently working on design engineering and meeting with the MAA in work sessions to speed up this process. The final design determines what the airport will look like when completed.

Phase II entailed a lot of permitting challenges. Requirements included a Section 106, approval from the Tennessee Historical Commission, obtaining a 29A from TVA, etc. It also had to be determined if it was possible to do on-site wetland mitigation or if it was necessary to go somewhere else. It was determined that mitigation would have to be done at another location, therefore after much researching; the local Rolling Hills property was purchased for this project. The State amended the second land acquisition contract on a 90/10% matching basis in the amount of \$310,000 for the mitigation project.

Decisions regarding the Tasso Road relocation had to be addressed. The Authority and consultants worked with Bradley County officials and resolved this. The required permitting processes regarding the Stormwater Pollution Prevention Plan (SWPPP) and NPDES were filed and processed through TDEC. Public Hearings were held for these, which is a normal TDEC process.

In August of 2009, bids were received for the first construction phase. The bid was awarded to the lowest bidder, Wright Brothers Construction of Charleston, Tennessee, a qualified, licensed contractor in the State of Tennessee. PDC Consultants took care of the bidding process in conjunction with State officials and the City’s purchasing department. A mandated, pre-bid conference was conducted prior to bidding. After awarding, a pre-construction meeting was conducted by PDC for reviewing construction requirements. However, due to a delay in the permitting process and weather conditions, actual construction did not start until spring, 2010. This phase included the relocation of Tasso Road and Little Chatata Creek, power line and water line relocations, and the installation of box culverts associated with the new airport.

Phase II of the construction process was bid out in the Fall of 2010 and awarded to Wright Brothers, the low bidder for the project. The contract began October 18, 2010 and the major portion was completed in the latter part of 2011, with the exception of a few minor items. This phase consisted of the earthwork required for laying out the runway, taxiways, hangars and terminal building. Over 2,000,000 cubic yards of dirt will be moved during this phase.

Phase III will consist of final grading of the project and completion of the runway, taxiways, terminal building and some hangars. The concrete paving for the runway and taxiways was bid out in March 2012 with Hinkle Construction being the low bidder. The terminal facility is currently under design.

The tentative schedule for the remaining construction items through completion are listed below:

Event	Begin Construction	Completion
Paving	April 2012	October 2012
Terminal Construction	May 2012	October 2012
Parking Lot	May 2012	October 2012
Lighting	July 2012	September 2012
Sewer	July 2012	September 2012
Fuel Farm	July 2012	September 2012
Maintenance Hangar	July 2012	October 2012
Security Lighting	July 2012	September 2012

The Authority continues to work with State officials toward the completion of the new general aviation airport. Attending State Aeronautics Commission meetings has been part of this process in order to request the necessary funding for each phase. The journey has been long, but the vision has been kept alive by those who see the benefit of what a

new general aviation airport can make in a community. The Authority’s goal has never changed, with anticipation being that the completed project will be the operation of a fully staffed, equipped, and maintained facility of which citizens can utilize and be proud of for many generations to come. The Authority plans to schedule a “Grand Opening” in 2012 or early 2013. At that time, all Cleveland/Bradley County citizens will be invited to join the celebration of the completion of the new Cleveland Municipal Airport facility.

EXPENDITURE SUMMARY	FY 2011 Actual	FY 2012 Budgeted	FY 2013 Proposed	Percentage Increase
Personnel Expenditures	\$0	\$0	\$0	0%
Operating Expenditures	\$62,617	\$68,000	\$184,000	170.6%
Capital Outlay & Debt Service	\$0	\$0	\$0	0%
Total Expenditures	\$62,617	\$68,000	\$184,000	170.6%

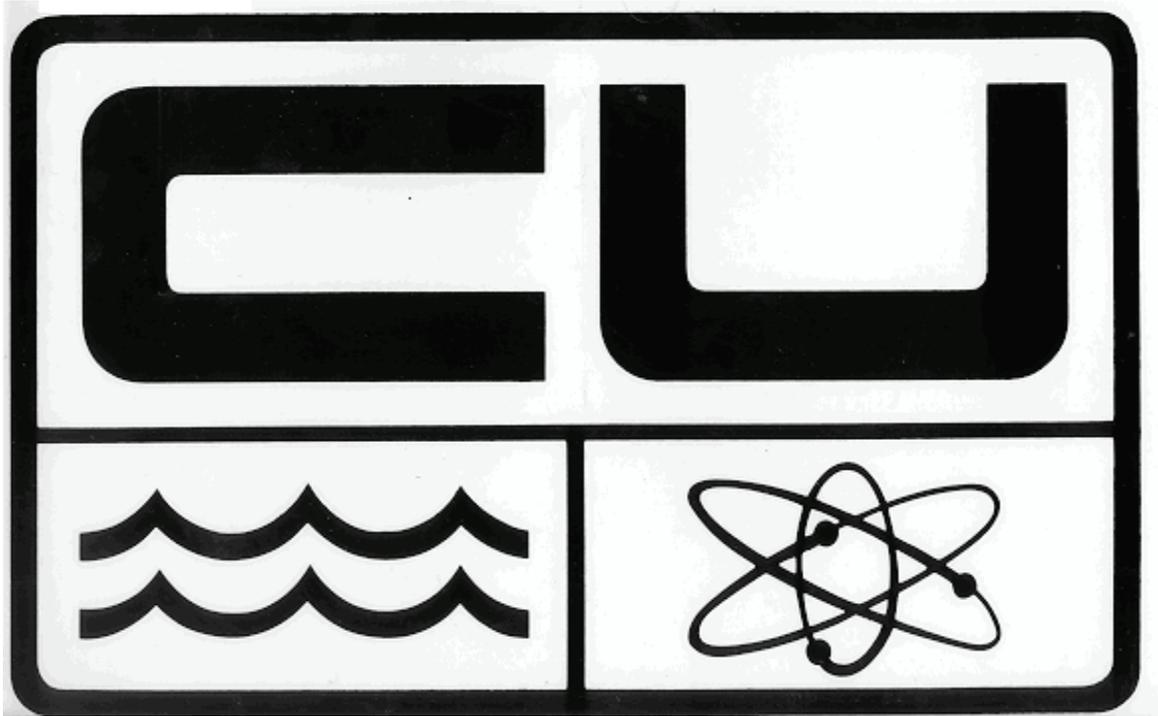
Goals and Objectives:

- Complete Phase III Construction at the new Tasso site.
- Work with current tenants to transition to the new airport.
- Market new airport to prospective tenants and for events.
- Obtain joint cooperation with City and County governments for future airport needs.

Performance Measures:

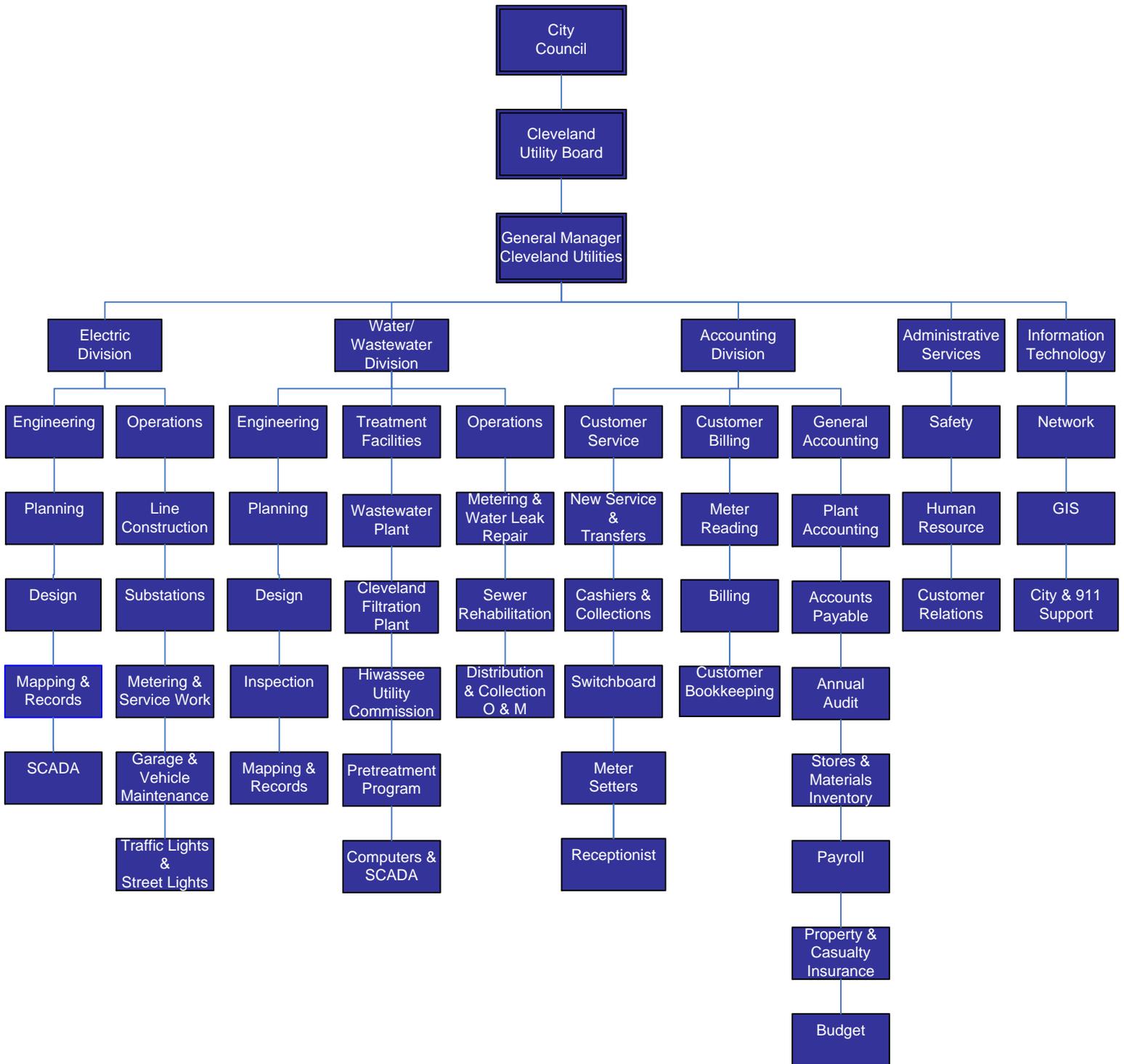
Measure Description	FY2010 (Actual)	FY2011 (Actual)	FY2012 (Estimated)	FY2013 (Projected)
Number of days mowed	28	31	30	30
Number of herbicide treatments	2	0	0	3
Number of lighting inspections performed by Cleveland Utilities maintenance crews	12	12	12	12
Number of inspections by state departments	2	1	1	1
Number of state grant projects completed	1	0	2	9
Number of hangars (including city hangar)	22	22	22	30
Number of public meetings held by Airport Authority	11	14	15	13

CITY OF CLEVELAND						
FUND #128 CLEVELAND MUNICIPAL AIRPORT AUTHORITY						
REVENUES						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
33480	PHASE III - FINAL DESIGN	115,718	0	0	0	0
33481	PHASE I CONSTRUCTION	3,031,432	0	0	0	0
33482	PHASE II CONSTRUCTION	5,393,683	0	0	0	0
33491	STATE MAINTENANCE GRANTS	13,000	10,000	10,000	10,000	10,000
33492	STATE/FED GRANT-LAND OPTIONS	21,628	0	0	0	0
33499	TVA & CELL TOWERS APPRAISAL	21,891	0	0	0	0
33498	PHASE II-PERMITTING/ENGINEERING	0	0	0	0	0
35000	CONTRIBUTED CAPITAL	0	13,000	13,000	13,000	13,000
36110	INTEREST INCOME	484	0	0	0	0
36530	SALE OF CONSTRUCTION PLANS	4,750	0	0	0	0
36961	TRANSFER FROM GEN FUND	34,000	34,000	34,000	150,000	150,000
36990	MISCELLANEOUS	0	0	0	0	0
37512	AVIATION GASOLINE	315	500	500	500	500
37515	HANGER RENTALS	11,330	10,500	10,500	10,500	10,500
37520	PROPERTY RENTALS	0	0	0	0	0
	TOTAL REVENUES	8,648,231	68,000	68,000	184,000	184,000
EXPENDITURES						
DEPARTMENT #43110						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
Operating Expenditures:						
211	POSTAGE/SHIPPING EXPENSE	1,175	300	300	300	300
228	LIGHTING MAINTENANCE	6,804	6,000	6,000	6,000	6,000
237	ADVERTISING	585	1,000	1,000	1,000	1,000
241	UTILITIES/PHONE EXPENSE	1,015	1,800	1,800	1,800	1,800
252	LEGAL SERVICES	632	3,500	3,500	3,500	3,500
256	NDB CONTRACTS	0	2,400	2,400	2,400	2,400
259	WEATHER SATELLITE FEE	2,088	1,900	1,900	1,900	1,900
266	BUILDING MAINTENANCE	2,692	13,500	13,500	13,500	13,500
267	GROUNDS MAINTENANCE	25,576	10,500	10,500	10,500	10,500
283	TRAVEL & TRAINING	233	3,500	3,500	3,500	3,500
499	NEW AIRPORT OPERATIONS	0	0	0	79,000	79,000
513	INSURANCE	277	300	300	300	300
540	DEPRECIATION EXPENSE	21,540	23,000	23,000	60,000	60,000
599	MISCELLANEOUS	0	300	300	300	300
	Subtotal	62,617	68,000	68,000	184,000	184,000
Capital outlay and debt service:						
911	LAND OPTIONS/PURCHASE	0	0	0	0	0
914	CONSTRUCTION - PHASE I	0	0	0	0	0
942	SMALL EQUIPMENT	0	0	0	0	0
	Subtotal	0	0	0	0	0
	TOTAL EXPENDITURES	62,617	68,000	68,000	184,000	184,000



Cleveland Utilities

Cleveland Utilities



Cleveland Utilities

History and Current Operations

The City of Cleveland, Board of Mayor and Commissioners, acquired the properties of the Tennessee Electric Power Company on August 16, 1939, and on this date established Cleveland Electric System.

Cleveland Water Works began its operation in 1895 under the direction of Commissioners of the Cleveland Water System. In 1959, the Board of Mayor and Commissioners instructed the Cleveland Water System to be under the direction of the Board of Mayor and Commissioners.

In March of 1976, the Board of Mayor and Commissioners directed the Cleveland Water System and Cleveland Electric System to merge operations after years of research. The new organization adopted the name of Cleveland Utilities. A Board of Public Utilities for the City of Cleveland was established in 1981. The Board consists of five members appointed by the City Council. The Board of Public Utilities meets the fourth Thursday of each month in the Tom Wheeler Training Center at 3:00 p.m.

Cleveland Utilities now serves approximately 29,600 electric customers, 29,900 water customers, and 17,700 sewer customers in the City of Cleveland and a large portion of Bradley County.

All financial transactions of Cleveland Utilities take place in one of two enterprise funds. The transactions of the electric division are recorded in the "electric" fund and those of the water/wastewater operations are recorded in the "water/wastewater" fund. Entries in the water/wastewater fund are maintained individually throughout the year for rate-setting and monitoring purposes and combined at year-end for audit reporting purposes.

Cleveland Utilities is operated by the Board of Public Utilities for the City of Cleveland. The Board appoints a General Manager with the responsibility of managing the daily operation of the utility. The rates, annual budget, and long-term bonded debt of the utility require the approval of the City Council. In addition, the electric rates require the approval of the Tennessee Valley Authority.

The annual budget for Cleveland Utilities is prepared individually for the electric, water and wastewater operating departments of the utility. The budget for Cleveland Utilities is not an appropriated budget. Other than for the purchase of goods and services in the normal course of business, no transfers are made from any fund of the City of Cleveland to the enterprise funds of Cleveland Utilities. Transfers are made to the City general fund from the electric and water funds for in lieu of tax payments. The budgets are flexible operating budgets. The accuracy of the revenues and expenses in the budgets will be determined in a large part by the demand for the goods and services provided by Cleveland Utilities. The demand for those goods and services will be determined by uncontrollable weather and economic factors. An increase in demand will not only increase revenues but will also increase expenses. Historical averages, along with known changes, are used in the preparation of the budgets, but averages can be subject to significant variances from year to year.

Selected FY2013 budget highlights are presented in the following table:

		Electric	Water	Sewer
Volume	KWH's	1,102,007,000		
Volume	Gallons		2,858,200,000	1,808,800,000
Avg. Revenue	KWH's	9.11		
Avg. Revenue	1000 Gallons		\$4.27	\$5.23
Rate Adjustments		0.00%	1.19%	0.00%
Revenue (Sales and Other)		101,861,945	13,213,171	10,178,956
Expenses		99,914,412	12,909,422	9,833,901
Net Income		1,947,533	303,749	345,055
Tax Equivalents		1,764,161	303,749	345,055
Depreciation (Expensed)		3,556,312	2,055,319	3,042,595
Cash Generated		5,819,380	2,906,712	3,768,827
Additions to Plant		7,588,000	5,502,000	4,767,900
Beginning Bond Balance		13,710,000	20,425,898	25,507,368
Additional Bonds		-	3,750,000	850,500
Bond Payments		920,000	1,090,897	1,843,232
Ending Bond Balance		12,790,000	23,085,001	24,514,636
Bond Coverage		4.63	2.01	1.66

All of the electricity sold will be purchased from the Tennessee Valley Authority, a federal agency, under an all requirements multi-year contract. The budgeted cost of the electricity purchased is 7.605 cents per kilowatt hour. The margin expected to be generated between the sale of the electricity and the cost of the electricity is \$16,621,682. It is from this amount, plus other sources of revenue, that all other operating expenses of the electric department will be funded. In addition to operating and maintenance expenses, the electric department will record a depreciation expense of \$3,556,312 and a transfer to the City general fund for tax equivalents of \$1,764,161.

The expected net income in the electric department for FY13 is \$1,947,533. This level of net income will produce a net cash generation amount of \$6,305,114 when adjusted for non-cash items. When added to the anticipated cash balance of \$7,983,523 at the beginning of the year, \$14,288,637 of cash will be available for reinvestment in plant assets and for debt retirement. The demands on this anticipated cash reserve will come from the anticipated cost of capital requirements of \$7,588,000 and debt retirement of \$954,441.

The major categories of plant additions and their respective amounts are summarized in the following table:

CLEVELAND UTILITIES-ELECTRIC
CAPITAL EXPENDITURES – 2013

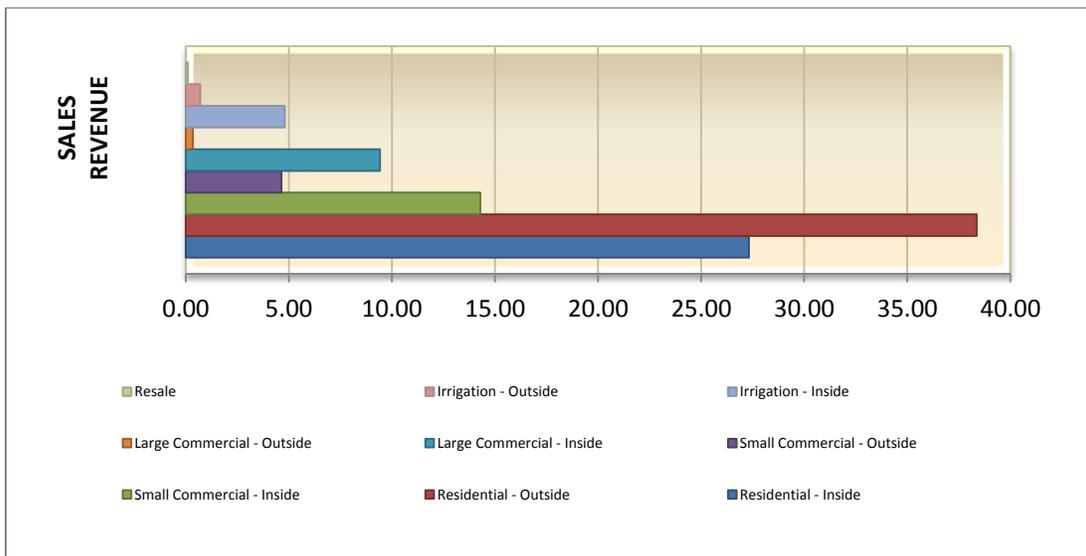
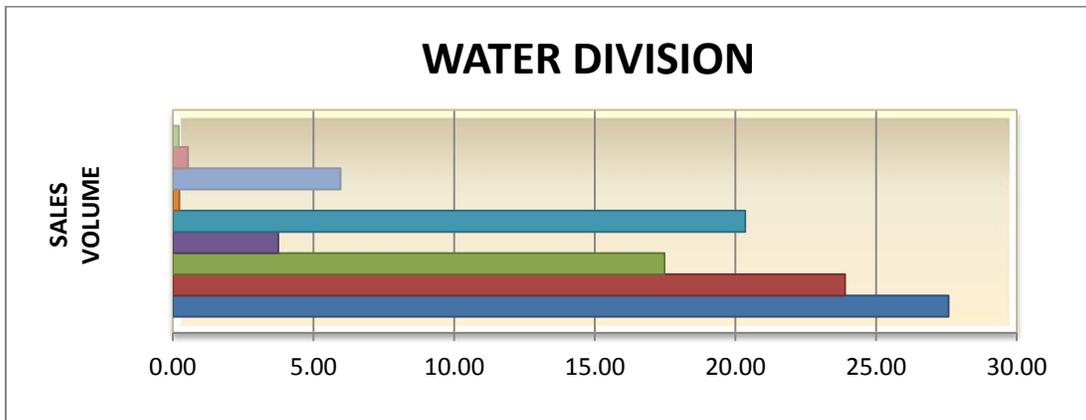
Buildings and Grounds	\$243,000
Computers	200,000
Supervisory Control System	25,000
Engineering	33,000
Transportation and Garage	508,000
Geographic Information System	41,000
Commercial	150,000
Industrial	100,000
Residential-Overhead	50,000
Residential-Underground	550,000
Line	1,625,000
Meter Lab	775,000
Substations	2,172,000
Office	5,000
Meter Reading	5,000
Electronics & Communications	74,000
Storeroom	35,000
Traffic Lighting	368,000
Street Lighting	404,000
Security Lighting	125,000
Industrial Park Debt Service	<u>100,000</u>
TOTAL	\$7,588,000

The anticipated cash balance at year end is \$5,746,196 of which \$3,012,777 represents the balance on hand from deposits paid by customers to guarantee payment of utility bills.

Water

The water department budget for FY13 is based on the assumption 2,858,200,000 gallons of water will be sold at an average retail price of \$4.27 per 1,000 gallons. The rate charged for water will increase 1.19% from FY12. This volume represents a 0.43% change over the anticipated FY12 volume. Water sales are expected to be made to eight specific classes of customers in the following percentages:

Type of Customer	Volume	Revenue
	%	%
Residential – Inside	27.58	27.32
Residential – Outside	23.90	38.37
Small Commercial – Inside	17.48	14.29
Small Commercial – Outside	3.75	4.64
Large Commercial – Inside	20.35	9.42
Large Commercial – Outside	0.23	0.35
Irrigation – Inside	5.96	4.80
Irrigation – Outside	0.54	0.70
Resale	0.21	0.11



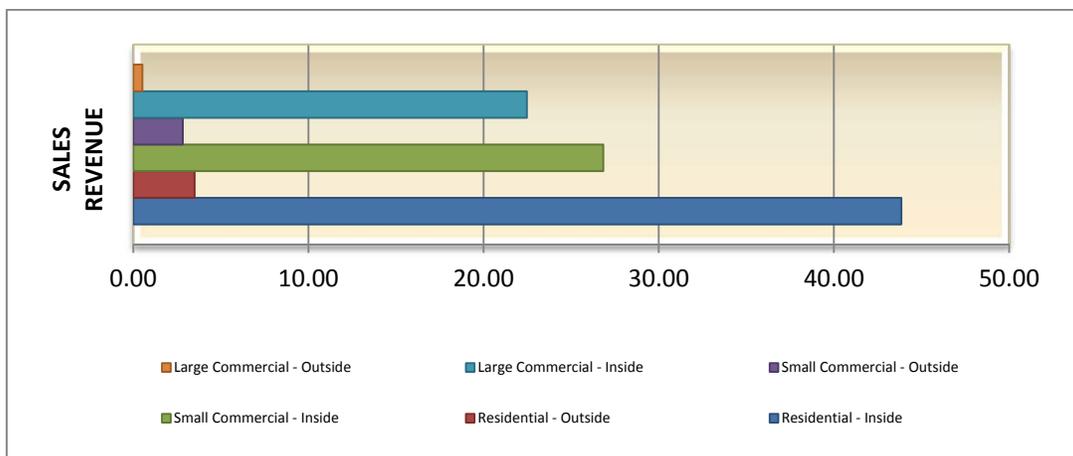
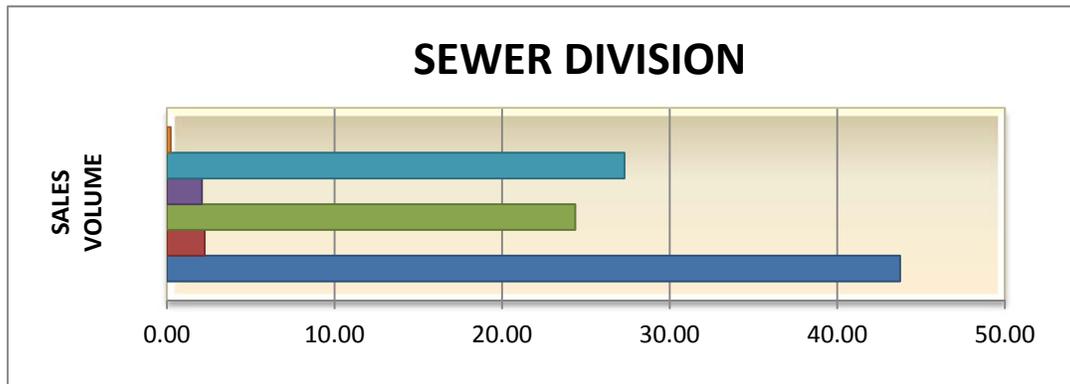
The expected revenue from the sale of the water, plus revenue from other sources, is \$13,213,171 for FY13. Anticipated expenses, including depreciation of \$2,055,319 and tax equivalents of \$205,046, total \$12,909,422 leaving revenue in excess of expenses of \$303,749. These results will produce a net cash generation amount of \$2,906,712 when adjusted for non-cash items. When added to the anticipated cash balance of \$1,020,877 at the beginning of the year plus \$140,000 from grants and contribution in aid, \$4,067,589 of cash will be available for reinvestment in plant assets and for debt retirement. In addition, a \$3,750,000 (net 3,731,250) bond issue is planned for FY13. The demands on this anticipated cash reserve will come from the anticipated cost of capital requirements of \$5,502,000 and debt retirement of \$1,090,897. The anticipated cash balance at year end is \$1,205,942 of which \$787,859 will be escrow requirements for the future payment of debt service. The major categories of plant additions and their respective amounts are summarized in the following table:

CLEVELAND UTILITIES-WATER CAPITAL EXPENDITURES – 2013	
Engineering – Distribution	\$3,737,000
Water – Distribution	840,000
Facilities Maintenance Department	141,500
Water Treatment Facilities	411,200
Engineering – Office	10,000
Information Systems (Includes AMI)	172,300
Office Equipment	5,000
Transportation	165,000
Buildings and Grounds	<u>20,000</u>
TOTAL	\$5,502,000

Wastewater

The wastewater department budget for FY13 is based on the assumption 1,808,800,000 gallons of wastewater will be discharged by customers and treated by Cleveland Utilities. The average price paid by these customers will be \$5.23 per 1,000 gallons. The rate charged will not increase from FY12. This volume represents a -1.33% change over the anticipated FY12 volume. Charges for the treatment of wastewater are expected to be made to six specific classes of customers in the following percentages:

Type of Customer	Volume	Revenue
	%	%
Residential – Inside	43.75	43.85
Residential – Outside	2.25	3.50
Small Commercial – Inside	24.37	26.83
Small Commercial – Outside	2.09	2.83
Large Commercial – Inside	27.31	22.47
Large Commercial – Outside	0.23	0.52



The expected revenue from this volume, plus revenue from other sources, is \$10,178,956 for FY13. Anticipated expenses, including depreciation of \$3,042,595 total \$9,833,901, leaving revenue in excess of expenses totaling \$345,055. These results will produce a net cash

generation amount of \$3,768,827 when adjusted for other items. When added to the anticipated cash balance of \$6,054,664 at the beginning of the year, \$10,936,768 of cash will be available for reinvestment in plant assets and for debt retirement. In addition, an \$850,500 (net 846,247) bond issue is planned for FY 13. The demands on this anticipated cash reserve will come from the anticipated cost of capital requirements of \$4,767,900 and debt retirement of \$1,843,232. The anticipated balance at year end is \$4,325,606 of which \$1,474,702 will be escrow requirements for the future payment of debt service. The major categories of plant additions and their respective amounts are summarized in the following table:

CLEVELAND UTILITIES-WASTEWATER
CAPITAL EXPENDITURES – 2013

Engineering – Collection	\$200,000
Wastewater Rehabilitation Department	1,285,000
CWSFR Project	1,063,000
Facilities Maintenance Department	224,800
Wastewater Collection	112,000
Wastewater Treatment Plant	1,710,910
Machinery & Equipment	10,000
Information Systems	35,200
Engineering – Office	5,000
Transportation	102,000
Administration – Buildings and Grounds	<u>20,000</u>
TOTAL	\$4,767,900

In addition to preparing a budget for the upcoming fiscal year, Cleveland Utilities prepares an estimated budget for nine years beyond the upcoming budget year. The long-range plan included with the FY13 budget covers fiscal years 2014 through 2022. This is believed to be worthwhile for several reasons.

1. Providing utility services is a very capital intensive undertaking and plans must be in place to meet capital financing requirements.
2. Because of the tremendous capital requirements of the utility function, a significant debt load is required, and there must be assurances debt service requirements are met in a timely manner.
3. Plans must be made for rate adjustments in order to avoid increases that do not become large and burdensome to customers.
4. Sound financial planning helps prevent financial surprises.

Several assumptions must be made in order to prepare the long-term projections.

1. Volumes must be projected. Historical averages are used to make these projections.
2. Rates must be adjusted. Rates must “match” the demands put on the systems by expenses, capital and debt-service requirements.
3. Expenses must be projected beyond the next fiscal year. Inflation assumptions are used, in addition to known future changes, to project expense into the future.
4. Capital requirements must be developed. Changing demands for services, new environmental regulations, and the repair and replacement of existing facilities require long range planning and timing. Some projects cover several fiscal years from the time they are designed to the time the construction on them is complete, and they must be designed financially as well as physically.
5. Interest rates and payback periods must be estimated for new bond issues. Interest rate assumptions are subject to many different factors and only time will determine if the assumptions are reasonably accurate.
6. Cash balances must be maintained to meet all payment obligations. All assumption results are “fine-tuned” to prevent periods of time when available cash levels are not present to meet the obligations of the utility.

Looking ahead

In order to look ahead with any degree of confidence, the advantage of “looking back” becomes of great importance. In the case of Cleveland Utilities, looking back is relatively easy because of the long term presence of Cleveland Utilities in the community. Although a fifteen year period is short in comparison to the years Cleveland Utilities has served the community, it gives us an idea of the past growth of the system and a feel for the future significance the organization will have on the area.

The table below is a snapshot of the organization at June 30, 1996 and June 30, 2011.

	1996		
	Electric	Water	Sewer
Customers	25,033	23,395	13,086
Total Assets	47,372,470	19,393,477	39,773,412
Volume (kwh/gallons)	953,735,194	2,748,661,500	1,788,835,500
	2011		
	Electric	Water	Sewer
Customers	29,427	29,707	17,532
Total Assets	89,715,248	49,312,360	68,267,648
Volume (kwh/gallons)	1,095,719,182	2,831,700,000	1,805,542,250

Although volume in water and sewer has remained flat from 1996 to 2011 (as the result of several large water users ceasing operations and conservation measures on the part of most other customers), the customer base and the plant assets required to serve those customers has continued to grow.

Electric

Major near-term projects in the electric division include:

1. Completion of the installation of the AMI meters
2. Completion of the pole inspection and replacement project
3. Construct new substation at District Sub utilizing the existing transformers
4. Upgrades and additions to city wide street lighting

Major long-term projects in the division include:

1. Construction of a new substation to provide service to the new South Industrial Park
2. Construction of a new circuit out of Sequoia Substation
3. Addition to the maintenance building
4. Replacement of the HVAC system at the Power Service Center
5. Rebuild of the Lang Street Substation

Water/Sewer

Projected projects in the water/sewer divisions include:

1. Design and construction of a new 20" main from HUC to the Eldridge Drive Tank
2. A new Hopewell Community Tank
3. Interior painting at the Cleveland Filter Plant
4. Completion of the CWSRF sewer rehabilitation project in the 9th Street/Wildwood area
5. Completion of the centrifuge project at the wastewater plant

CLEVELAND UTILITIES ELECTRIC FUND

Programs, Services, and Functions:

This enterprise fund accounts for the revenues and expenses (including depreciation) recorded by the Electric Division of Cleveland Utilities. Cleveland Utilities is operated by the Board of Public Utilities for the City of Cleveland. The rates, annual budget, and long-term bonded debt of the Board require the approval of the City Council. The policies and operating procedures, including daily operations, are not under direct control of the City Council.

The rates are set out in the Appendix. There are five major rate categories of user charges: residential; commercial; industrial; street, athletic and traffic lighting; and outdoor lighting.

This Electric Division of Cleveland Utilities buys power wholesale from Tennessee Valley Authority, a federal agency, under an all requirements multi-year contract. The wholesale power is distributed at the retail level through a distribution system owned and maintained by Cleveland Utilities.

Summary of Expenses:

A summary of expenses can be found following the Performance Measures.

Goals and Objectives:

- Provide reliable electric utility services in compliance with all federal and state regulations, with rates at or below the regional average
- Continue to maintain the system's financial stability
- Expand the system's customer base and demand capacity
- Continue to utilize the latest technology and work methods to enhance system performance and cost effectiveness

CLEVELAND UTILITIES
Electric
Performance Measures

	FY 2011 Actual	FY 2012 Projected	FY 2013 Projected
KWH Purchased	1,118,790,042	1,109,188,601	1,141,976,166
KWH Sold	1,095,719,182	1,070,367,000	1,102,007,000
KWH Unsold (line loss)	23,070,860	38,821,601	39,969,166
% KWH in Line Loss	2.06%	3.50%	3.50%
Average Retail Price of KWH (Based on kwh's Sold)	8.71	7.60	7.60
Number of Customers			
Residential	25,003	25,230	25,458
Commercial	3,669	3,764	3,862
Industrial	647	624	601
Other	108	107	106
Total	29,427	29,725	30,027
Total Revenues	96,763,576	99,004,904	101,861,945
Net Income	2,194,943	2,567,355	1,947,533
Additional Investment in Plant	9,403,813	8,099,773	7,588,000
Long-term Debt	14,640,000	13,710,000	12,790,000
Number of Customers per Employee	350	354	357

Cleveland Utilities-Electric Fund Budget Summary

	FY 2011 ACTUAL	FY 2012 BUDGETED	FY 2013 PROPOSED
Revenues for Electric System			
Residential	\$ 37,622,486	\$ 34,768,065	\$ 37,706,239
Commercial	7,796,411	7,720,480	8,194,331
Industrial	48,599,461	50,424,115	52,757,500
Street, Athletic, & Traffic	1,032,789	1,004,068	1,073,181
Outdoor Lighting	609,015	665,700	694,647
Change in Accrued Revenue	(481,172)		
Total Electric Sales Revenue	\$ 95,178,990	\$ 94,582,428	\$ 100,425,898
Other Operating Revenue	\$ 1,450,353	\$ 1,445,672	\$ 1,404,619
Interest	134,234	135,573	31,428
Total Other Revenues	\$ 1,584,587	\$ 1,581,245	\$ 1,436,047
Total Revenues	\$ 96,763,577	\$ 96,163,673	\$ 101,861,945
Operating Expense			
Purchased Power	\$ 80,038,361	\$ 80,325,726	\$ 83,804,216
Other Operating Expenses	6,676,722	6,746,808	7,268,548
Maintenance	2,370,107	2,401,896	2,744,270
Depreciation and Amortization	3,217,156	3,913,911	3,630,518
Tax Equivalents & FICA	1,861,184	1,916,549	2,035,593
Total Operating Expenses	\$ 94,163,530	\$ 95,304,890	\$ 99,483,145
Interest Expense	\$ 405,104	\$ 461,696	\$ 431,267
Total Other Expenses	\$ 405,104	\$ 461,696	\$ 431,267
Total Expenses	\$ 94,568,634	\$ 95,766,586	\$ 99,914,412
Net Revenues	\$ 2,194,943	\$ 397,087	\$ 1,947,533

**CLEVELAND UTILITIES - ELECTRIC
CASH FLOW ANALYSIS
FY 2013**

Sources of Cash:

Net Income		\$ 1,947,533
Add: Non-Cash Items		
Depreciation - Expensed	\$ 3,556,312	
Depreciation - Cleared	241,630	
Amortization	<u>73,905</u>	
Total Non-Cash Items		<u>3,871,847</u>
Total Cash Generated From Operations		\$ 5,819,380
Add: Projected Cash Balance 6/30/12		7,983,523
Bond Issues (Net)		-
GASB 45 Adjustment		<u>485,734</u>
Total Cash Available For Capital Expenditures & Debt Repayment		\$ 14,288,637

Uses of Available Cash:

Debt Repayment - Bonds/Loans		\$ 954,441
Capital Improvements & Additions		<u>7,588,000</u>
Total Uses of Cash		<u>8,542,441</u>

Projected Cash Balance 6/30/13		\$ <u>5,746,196</u>
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Allocated - Customer Deposits		\$ 3,012,777
Non - Allocated		<u>2,733,419</u>

Total		\$ <u>5,746,196</u>
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**CLEVELAND UTILITIES - ELECTRIC
FINANCIAL FORECAST
FOR THE YEAR ENDING JUNE 30, 2013**

2013 BUDGET						
	1ST QTR	2ND QTR	3RD QTR	4TH QTR	TOTAL	KWHs (000)
REVENUES						
Residential	10,278,523	8,200,895	11,443,485	7,783,336	37,706,239	380,109
Commercial	2,384,447	1,818,654	2,030,174	1,961,056	8,194,331	71,784
Industrial	14,757,058	12,506,476	12,057,982	13,435,984	52,757,500	638,906
Street, Athletic & Traffic	266,599	268,828	260,963	276,791	1,073,181	6,951
Outdoor Lighting	170,608	173,066	173,444	177,529	694,647	4,257
Total Electric Sales Revenue	27,857,235	22,967,919	25,966,048	23,634,696	100,425,898	1,102,007
Purchased Power	23,246,531	19,166,455	21,668,355	19,722,875	83,804,216	
Operating Margin:	4,610,704	3,801,464	4,297,693	3,911,821	16,621,682	
OTHER REVENUE						
Customer Penalties	101,850	83,973	94,935	86,411	367,169	
Service Revenue	93,161	76,811	86,836	79,040	335,848	
Rents	172,134	172,134	172,134	172,130	688,532	
Miscellaneous Income	3,625	2,989	3,379	3,077	13,070	
Interest	8,718	7,188	8,126	7,396	31,428	
Total Other Revenue	379,488	343,095	365,410	348,054	1,436,047	
TOTAL REVENUE	4,990,192	4,144,559	4,663,103	4,259,875	18,057,729	
EXPENSES						
Transmission-Operations	4,566	4,566	4,566	4,563	18,261	
Transmission-Maintenance	4,554	4,554	4,554	4,555	18,217	
Distribution-Operations	438,603	438,603	438,603	438,604	1,754,413	
Distribution-Maintenance	699,690	699,690	699,690	626,983	2,726,053	
Meter Reading	65,799	65,799	65,799	65,803	263,200	
Billing & Collecting	233,808	233,808	233,808	233,804	935,228	
Customer Service & Information	41,421	41,421	41,421	41,421	165,684	
Rebates & Inspections	19,554	19,554	19,554	19,555	78,217	
Administrative O & M	457,356	457,356	457,356	457,358	1,829,426	
Employee Benefits, FICA & Safety	623,211	623,211	625,917	623,212	2,495,551	
Depreciation	889,944	888,495	888,352	889,521	3,556,312	
Tax Equivalents	441,039	441,039	441,039	441,044	1,764,161	
Acquisition Adjustment	15,510	15,510	15,510	15,509	62,039	
Interest on Deposits	1,437	1,437	1,437	1,442	5,753	
Interest on Bonds	106,737	106,737	106,737	105,303	425,514	
Bond Cost Amortization	3,042	3,042	3,042	3,041	12,167	
TOTAL EXPENSES	4,046,271	4,044,822	4,047,385	3,971,718	16,110,196	
NET INCOME	943,921	99,737	615,718	288,157	1,947,533	

CLEVELAND UTILITIES ELECTRIC DIVISION SYR PROJECTED CAPITAL BUDGET FY 2014 - FY 2018							FY 2014	FY 2015	FY 2016	FY 2017	FY 2018	TOTAL	
DESCRIPTION													
MAJOR PROJECT'S PLAN													
1	Industrial, Commercial, Residential oh. & ug. service and line construction projects	2,750,000	2,750,000	2,800,000	2,800,000	2,850,000	13,950,000						
2	Transportation, GIS, Computers, Engineering, SCADA, Meter Lab, Electronics	400,000	450,000	450,000	500,000	500,000	2,300,000						
3	Street Lighting, security lighting and Traffic lighting (LED Lighting Projects)	650,000	700,000	700,000	750,000	750,000	3,550,000						
Annexation Projects:													
4	Future annexation cost in building new facilities and paying revenue cost to local co-op.	13,000	13,000	13,000	25,000	25,000	89,000						
Major Line Projects (69KV & 13 KV):													
5	South Cleveland 69KV addition of 4th circuit Phase I - Line Design & R.O.W. acquisition	100,000					100,000						
6	South Cleveland 69KV addition of 4th circuit Phase II - Line Construction		400,000				400,000						
7	East Cleveland 69KV addition of 4th circuit Phase I - Line Design & R.O.W. acquisition			150,000			150,000						
8	East Cleveland 69KV addition of 4th circuit Phase II - Line Construction				450,000		450,000						
9	Construct 69KV tie circuit from Freewill Rd. to Keith St. Phase I Design & R.O.W. acquisition			250,000			250,000						
10	Construct 69KV tie circuit from Freewill Rd. to Keith St. Phase II Line Construction				275,000		275,000						
11	Install and/or replace 69KV switches and upgrade with arc suppressors vacuum bottles	25,000	25,000	25,000	25,000	25,000	125,000						
12	69KV pole replacements and upgrades on existing circuits		100,000		100,000		200,000						
13	Construct new 13KV circuit out of Sequoia substation to serve North Lee Hwy.	250,000					250,000						
14	Construct new 4th 13KV circuit out of Chatata Creek substation.			250,000			250,000						
15	Construct new 13KV tie circuit from Payne Gap Substation to south industrial park near Exit 20												
Smart Grid and AMI projects:													
16	Fiber Optics/New Smart Grid equipment	200,000	200,000	200,000	200,000	200,000	1,000,000						
17	AMI Metering (Softwares, meters, communications, etc.)	100,000	100,000	100,000	100,000	100,000	500,000						
Substation Projects:													
18	Install new control house, relaying, ground switch, batteries & charger @ Valleyhead substation	250,000					250,000						
19	Install new control house, relaying, ground switch, batteries & charger @ Payne Gap substation			250,000			250,000						
20	Install new control house, relaying, ground switch, batteries & charger @ Springbrook substation					250,000	250,000						
21	Construct new Exit 20 Industrial Park Substation (Phase I)	1,500,000					1,500,000						
22	Construct new Exit 20 Industrial Park Substation (Phase II)		1,500,000				1,500,000						
23	Replace 161KV relay panel @ East Cleveland SS			150,000			150,000						
24	Replace 2-69KV Relay Panels @ East Cleveland SS		100,000				100,000						
25	Replace 69KV air operated @ South Cleveland SS	120,000					120,000						
26	Ocoee Sub. Install 2nd Xfmr. & upgrade station with control house, breakers, 3rd circuit, etc.					1,500,000	1,500,000						
27	Lang St. Substation - Construction (Phase I)			1,500,000			1,500,000						
28	Lang St. Substation - Construction (Phase II)				1,500,000		1,500,000						
29	Purchase property for future substation site					200,000	200,000						
Large Utility Truck Replacements:													
30	Replace bucket truck # 143		200,000				200,000						
31	Replace dump truck # 169 (used)			40,000			40,000						
32	Replace line truck # 126	275,000					275,000						
33	Replace bucket truck # 111	175,000					175,000						
34	Replace ditch witch truck # 117A		150,000				150,000						
35	Replace line truck # 115			310,000			310,000						
36	Replace bucket truck # 144			165,000			165,000						
37	Replace line truck # 175				310,000		310,000						
38	Replace bucket truck # 112					275,000	275,000						
39	Replace Large flatbed truck # 106					75,000	75,000						
40	Replace bucket truck # 138				175,000		175,000						
Miscellaneous Projects:													
41	Building Window Replacement Phase II		75,000				75,000						
42	Replace Main Bldg. Heat and Air Unit Phase I	470,000					470,000						
43	Replace Main Bldg. Heat and Air Unit Phase II		380,000				380,000						
44	Construct new drive thru in front of building			400,000			400,000						
45	Maint Bldg.	400,000					400,000						
46	Industrial Park Investment	100,000	100,000	100,000	100,000	100,000	500,000						
TOTAL							7,853,000	7,368,000	7,303,000	7,410,000	7,300,000	37,234,000	

CLEVELAND UTILITIES WATER/WASTEWATER FUND

Programs, Services, and Functions:

This enterprise fund accounts for the revenues and expenses (including depreciation) recorded by the Water and Wastewater Division of Cleveland Utilities. Cleveland Utilities is operated by the Board of Public Utilities for the City of Cleveland. The rates, annual budget, and long-term bonded debt of the Board require the approval of the City Council. The policies and operating procedures, including daily operations, are not under direct control of the City Council.

The rates are set out in the Appendix. There are three major rate categories of water user charges: residential; small commercial; and large commercial. Sewer user charges are tied to these water categories and consumption.

Cleveland Utilities owns and operates one water filtration plant drawing from the Hiwassee River, which has a capacity of eight million gallons per day (8 mgd). The operations of the Hiwassee Utilities commission water filtration plant, also drawing from the Hiwassee River, is the responsibility of Cleveland Utilities. Cleveland Utilities contracts to receive up to 9.7 million gallons per day from this supplier. Other sources include Waterville Springs and connections with the Eastside Utilities District and Savannah Valley Utility District.

The distribution system consists of 741 miles of water mains and 10 storage facilities with a capacity of 15.3 million gallons. The average daily consumption for the most recently completed year was 7.3 mgd.

This FY13 budget calls for improvements in the water system totaling \$5,502,000.

Cleveland Utilities owns and operates one wastewater treatment plant which discharges into the Hiwassee River. The plant is an Intermittent Cycle Extended Aeration System (ICEAS) plant and has a current average daily capacity of 29.8 mgd.

The wastewater collection system includes 359 miles of wastewater mains, and a number of sewer pumping stations. Work continues on the collection system to correct inflow/infiltration problems. This occurrence takes place during periods of wet weather and can cause overloading conditions in the system. Additionally, this added flow increases the costs of operating the wastewater plant.

Summary of Expenses:

A summary of expenses can be found following the Performance Measures.

Goals and Objectives:

- Provide reliable water and wastewater utility services which meet or exceed all federal and state standards with rates at or below the regional average
- Continue to maintain the system's financial stability while expanding the customer base, and increasing the system's capacity
- Continue to utilize the latest technology and work methods to enhance system performance and cost effectiveness
- Continue to extend the necessary water and wastewater facilities to newly-annexed areas within the statutorily-mandated time period
- Continue to coordinate the installation of water and wastewater lines with the Public Works Department so that repaving follows said installation, and never precedes it

CLEVELAND UTILITIES
Water and Wastewater
Performance Measures

	FY 2011 Actual	FY 2012 Projected	FY 2013 Projected
MG of Treated Water Pumped	3,515,645,628	3,744,605,263	3,760,789,474
MG of Treated Water Sold	2,831,700,000	2,845,900,000	2,858,200,000
% of Treated Water Loss	19.45%	24.00%	24.00%
MG of Treated Wastewater	3,499,120,000	3,332,909,091	3,288,727,273
% Inflow/Infiltration	48.40%	45.00%	45.00%
Number of Water Customers			
Residential	26,645	26,878	27,112
Commercial	3,002	3,041	3,081
Irrigation	60	62	64
Total	29,707	29,981	30,257
Number of Wastewater Customers			
Residential	14,989	15,175	15,363
Commercial	2,486	2,534	2,582
Industrial	57	58	59
Total	17,532	17,767	18,004
Total Revenues (Combined)	21,986,703	23,277,091	23,392,127
Net Income (Combined)	1,307,426	1,312,723	648,804
*Investment in Plant and Equipment	4,252,859	8,571,214	10,269,900
Long-term Debt	48,852,000	45,933,266	47,599,637
# of Customers per W/WW Employee	468	473	478

*Funded from revenue and debt only

Cleveland Utilities-Water/Wastewater System Budget Summary

	FY 2011 ACTUAL	FY 2012 BUDGETED	FY 2013 PROPOSED
Revenues for Water System			
Residential	\$ 7,498,506	\$ 7,705,571	\$ 8,016,950
Commercial	3,311,653	3,356,816	3,516,514
Irrigation	515,814	709,272	671,673
Change in Accrued Revenue	(32,232)	-	-
Total Water Revenue	\$ 11,293,741	\$ 11,771,659	\$ 12,205,137
Sewer Revenues			
Sewer Revenues	\$ 8,983,845	\$ 9,420,276	\$ 9,460,024
Other Operating Revenue	1,598,854	1,474,768	1,699,004
Interest	110,264	95,998	27,962
Total Other Revenues	\$ 10,692,963	\$ 10,991,042	\$ 11,186,990
Total Revenues	\$ 21,986,704	\$ 22,762,701	\$ 23,392,127
Operating Expense			
Operations	\$ 11,604,004	\$ 12,050,523	\$ 12,758,659
Maintenance	2,554,163	2,186,066	2,406,668
Depreciation and Amortization	4,844,454	5,074,995	5,129,140
Tax Equivalent & FICA	567,838	647,527	604,840
Total Operating Expenses	\$ 19,570,458	\$ 19,959,111	\$ 20,899,307
Interest Expense	\$ 1,913,203	\$ 1,917,947	\$ 1,844,016
Total Other Expenses	\$ 1,913,203	\$ 1,917,947	\$ 1,844,016
Total Expenses	\$ 21,483,662	\$ 21,877,058	\$ 22,743,323
Operating Income (Loss)	\$ 503,041	\$ 885,643	\$ 648,804
Contribution In Aid of Construction	\$ 804,385	\$ -	\$ -
Net Revenues	\$ 1,307,426	\$ 885,643	\$ 648,804

**CLEVELAND UTILITIES - WATER
CASH FLOW ANALYSIS
FY 2013**

Sources of Cash:

Net Income		\$ 303,749
Add: Non-Cash Items		
Depreciation - Expensed	\$ 2,055,319	
Depreciation - Cleared	123,372	
Amortization	<u>41,803</u>	
Total Non-Cash Items		<u>2,220,494</u>

Total Cash Generated From Operations		\$ 2,524,243
Add: Projected Cash Balance 6/30/12		1,020,877
Bond Issues (Net)		3,731,250
Grants & Contributions In Aid		140,000
GASB 45 Adjustment		<u>382,469</u>

Total Cash Available For Capital Expenditures & Debt Repayment		\$ 7,798,839
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Uses of Available Cash:

Debt Repayment - Bonds/Loans		\$ 1,090,897
Capital Improvements & Additions		<u>5,502,000</u>

Total Uses of Cash		<u>6,592,897</u>
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Projected Cash Balance 6/30/13		<u>\$ 1,205,942</u>
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Allocated - Debt Sinking Funds		\$ 787,859
Non - Allocated		<u>418,083</u>

Total		<u>\$ 1,205,942</u>
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**CLEVELAND UTILITIES - WATER
FINANCIAL FORECAST
FOR THE YEAR ENDING JUNE 30, 2013**

2013 BUDGET						
	1ST QTR	2ND QTR	3RD QTR	4TH QTR	TOTAL	GALLONS (000)
REVENUES						
Residential-Inside	939,646	805,267	752,917	836,611	3,334,441	788,302
Residential-Outside	1,285,816	1,107,882	1,085,874	1,202,937	4,682,509	683,048
Small Commercial-Inside	487,132	422,127	396,709	438,500	1,744,468	499,609
Small Commercial-Outside	161,439	144,829	123,306	136,088	565,662	107,119
Large Commercial-Inside	313,617	279,691	261,405	295,331	1,150,044	581,771
Large Commercial-Outside	12,742	10,903	10,678	8,234	42,557	6,670
Irrigation-Inside	285,138	136,009	46,273	118,320	585,740	170,462
Irrigation-Outside	42,330	16,964	6,908	19,731	85,933	15,282
Resale	3,447	3,447	3,447	3,442	13,783	5,937
Total Water Revenue	3,531,307	2,927,119	2,687,517	3,059,194	12,205,137	2,858,200
OTHER REVENUE						
Sprinkler Taps & Service	52,129	43,210	39,673	45,162	180,174	
Access Fees	55,927	46,359	42,564	48,448	193,298	
HUC Reimbursement	68,781	57,012	52,346	59,585	237,724	
Customer Penalties	44,302	36,723	33,717	38,379	153,121	
Miscellaneous (Service Revenue)	67,705	56,121	51,526	58,653	234,005	
Interest	2,810	2,330	2,138	2,434	9,712	
Total Other Revenue	291,654	241,755	221,964	252,661	1,008,034	
TOTAL REVENUE	3,822,961	3,168,874	2,909,481	3,311,855	13,213,171	
EXPENSES						
Purchased Water	686,001	568,629	522,084	594,287	2,371,001	
T & D Operations	332,292	332,292	332,292	332,296	1,329,172	
T & D Maintenance	244,665	244,665	244,665	244,667	978,662	
Pumping Expense	404,942	335,659	308,182	350,805	1,399,588	
Meter Reading	65,808	65,808	65,808	65,803	263,227	
Billing & Collecting	109,644	109,644	109,644	109,638	438,570	
Customer Service & Information	10,896	10,896	10,896	10,892	43,580	
Administrative O & M	283,512	283,512	283,512	283,509	1,134,045	
Employee Benefits, FICA & Safety	462,873	462,873	462,873	462,878	1,851,497	
Depreciation	502,188	502,188	522,144	528,799	2,055,319	
Interest	190,154	187,434	224,934	223,742	826,264	
Bond Costs Amortization	3,129	3,129	3,597	3,596	13,451	
Tax Equivalent	51,261	51,261	51,261	51,263	205,046	
TOTAL EXPENSES	3,347,365	3,157,990	3,141,892	3,262,175	12,909,422	
NET INCOME (LOSS)	475,596	10,884	(232,411)	49,680	303,749	

**CLEVELAND UTILITIES - WASTEWATER
CASH FLOW ANALYSIS
FY 2013**

Sources of Cash:

Net Income	\$ 345,055
Add: Non-Cash Items	
Depreciation - Expensed	\$ 3,042,595
Depreciation - Cleared	33,612
Amortization	<u>100,780</u>
Total Non-Cash Items	<u>3,176,987</u>
Total Cash Generated From Operations	\$ 3,522,042
Add: Projected Cash Balance 6/30/12	6,054,664
CWSRF Loan Forgiveness (Grant)	212,000
Bond Issues (Net)	846,247
Grants & Contribution In Aid	50,000
Sale of Mouse Creek WWTP	5,000
GASB 45 Adjustment	<u>246,785</u>
Total Cash Available For Capital Expenditures & Debt Repayment	\$ 10,936,738

Uses of Available Cash:

Debt Repayment - Bonds/Loans	\$ 1,843,232
Capital Improvements & Additions	<u>4,767,900</u>
Total Uses of Cash	<u>6,611,132</u>
Projected Cash Balance 6/30/13	<u>\$ 4,325,606</u>
Allocated - Debt Sinking Funds	\$ 1,474,702
Non - Allocated	<u>2,850,904</u>
Total	<u>\$ 4,325,606</u>

**CLEVELAND UTILITIES - WASTEWATER
FINANCIAL FORECAST
FOR THE YEAR ENDING JUNE 30, 2013**

2013 BUDGET						
	1ST QTR	2ND QTR	3RD QTR	4TH QTR	TOTAL	GALLONS (000)
REVENUES						
Residential-Inside	1,080,943	1,023,287	1,003,792	1,039,878	4,147,900	791,341
Residential-Outside	84,250	80,325	82,192	84,569	331,336	40,656
Small Commercial - Inside	668,046	621,251	612,728	636,094	2,538,119	440,844
Small Commercial - Outside	63,081	67,731	67,865	68,613	267,290	37,822
Large Commercial - Inside	583,395	519,316	482,057	541,266	2,126,034	494,036
Large Commercial - Outside	13,313	13,042	12,963	10,027	49,345	4,101
Total Wastewater Revenue	2,493,028	2,324,952	2,261,597	2,380,447	9,460,024	1,808,800
OTHER REVENUE						
Access Fees	54,244	50,587	49,209	51,794	205,834	
Miscellaneous Revenue	84,917	79,192	77,035	81,082	322,226	
Interest	4,809	4,485	4,363	4,593	18,250	
Customer Penalties	45,492	42,424	41,269	43,437	172,622	
Total Other Revenue	189,462	176,688	171,876	180,906	718,932	
TOTAL REVENUE	2,682,490	2,501,640	2,433,473	2,561,353	10,178,956	
EXPENSES						
Wastewater Plant-Operations	334,293	311,755	303,260	319,196	1,268,504	
Wastewater Plant-Maintenance	147,984	138,006	134,246	141,299	561,535	
Collection System-Operations	162,981	162,981	162,981	162,981	651,924	
Collection System-Maintenance	216,618	216,618	216,618	216,617	866,471	
Sludge Disposal	85,425	85,425	85,425	85,422	341,697	
Billing & Collecting	71,832	71,832	71,832	71,827	287,323	
Customer Service & Information	10,545	10,545	10,545	10,544	42,179	
Administrative O & M	121,710	121,710	121,710	121,714	486,844	
Employee Benefits, FICA & Safety	312,069	312,069	313,098	312,066	1,249,302	
Depreciation	759,516	759,516	759,516	764,047	3,042,595	
Interest	261,687	246,408	254,913	254,744	1,017,752	
Bond Costs Amortization	4,392	4,392	4,497	4,494	17,775	
TOTAL EXPENSES	2,489,052	2,441,257	2,438,641	2,464,951	9,833,901	
NET INCOME (LOSS)	193,438	60,383	(5,168)	96,402	345,055	

Internal Service Funds

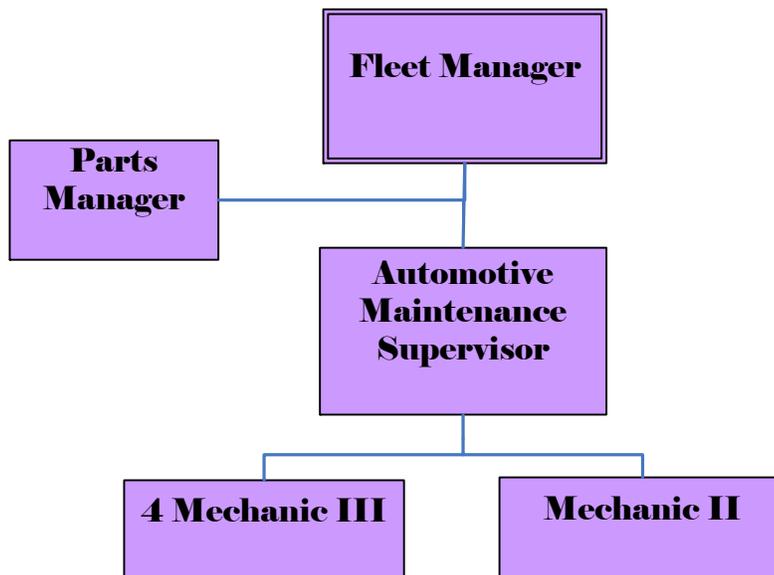
Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the government and to other government units, on a cost reimbursement basis. The City currently maintains one Internal Service Fund outlined below:

Fleet Management Fund: This fund is used to account for the maintenance of all vehicles owned by the City of Cleveland. The City also maintains vehicles for other governmental agencies.



FLEET MANAGEMENT SYSTEMS

PUBLIC WORKS FLEET MANAGEMENT



Fleet Management Fund

Programs, Services, and Functions:

Fleet Management is an internal service fund, which provides the revenues, expenses, and depreciation costs for fleet management services. Vehicles and equipment are owned by fifteen different departments and/or divisions of the city. In addition, fleet personnel provide regular maintenance and/or fuel services for thirteen outside agencies, including Bradley County Emergency Management, Bradley County Volunteer Fire Department, Bradley County Ambulance, Bradley County Rescue, Cleveland Housing Authority, Southeast Tennessee Community Corrections, Bradley-Cleveland Community Services Agency, Bradley County Courts Community Services, Cleveland State Community College, Charleston Police Department, SETHRA, Bradley County Medical Examiner, and the Ronald McDonald Care Mobile. Approximately 500 vehicles and/or pieces of equipment are maintained on a regular basis.

Monthly billings are submitted to each department for repair parts, labor charges and fuel usage. A 30% surcharge is added to parts and contracted services to cover costs of ordering, storage, and overhead. The budget contains a \$.20 per gallon markup on fuel over the City's actual cost. The current labor charge is \$67.00 per hour, which covers a portion of the Fleet indirect overhead. Rates were last increased from \$57 to \$67 in FY12 and are reviewed annually during budget preparation.

Fleet management provides recommendations to department managers regarding vehicle and equipment repair and replacement. The preventive maintenance program is critical for maintaining full operations and prolonging vehicle and equipment life.

The fleet facility is located on Fulbright Road. There are twelve bay doors and each mechanic has his own work bay, with a vehicle lift to speed service and repair work. Each mechanic also has a computer at his work station and has access to online shop repair services. This allows access to factory and aftermarket repair and maintenance information at the speed of the internet. This facility has enhanced mechanics' productivity due to space and accessibility.

The fleet facility also houses a fully stocked parts room, which is very spacious and easily accessible. Eighty percent of the parts needed, for preventive maintenance type work, are available with no waiting. Our equipment and diagnostic tools enable the mechanics to diagnose repairs, which eliminates the need to send vehicles out to private companies. The department endeavors to increase the in-house productivity and services while decreasing contracted services to outside companies. There is also equipment for parts fabrication which, in the past, had to be sent to outside vendors. Therefore, many parts can be prepared in-house without the prior downtime and inconvenience.

The lubrication system provides a ten percent savings in-lieu of 55-gallon drum purchases and a twenty percent savings over per quart bottle purchases. This has resulted in an annual savings of approximately \$2,000. Reels are located at each mechanic's work station which enables immediate access to oil products.

It is important that continual training be provided for the staff to remain certified technicians. ACDelco has a web based internet training format which offers instruction in various technical and business courses (36 courses each, with 24 being web-based and 8 providing hands-on training in an Alpharetta, GA facility). This service is provided nation-wide, at no cost to fleet management facilities, through ACDelco. When areas of training are completed, certificates are provided by the company, and these are recorded in employee's personnel files. These are equivalent to ASE certification. The time spent in training by each mechanic is also documented through the Fleet CFA program. This type training is convenient, less expensive, and reduces time spent in travel and away from the job. Presently, there are 5 employees participating in this training program.

EXPENDITURE SUMMARY	FY 2011 Actual	FY 2012 Budgeted	FY 2013 Proposed	Percentage Increase
Personnel Expenditures	502,251	503,800	512,000	2 %
Operating Expenditures	206,235	265,900	244,700	-8 %
Capital Outlay & Debt Service	1,081	13,700	7,100	-48%
Total Expenditures	709,567	783,400	763,800	-3 %

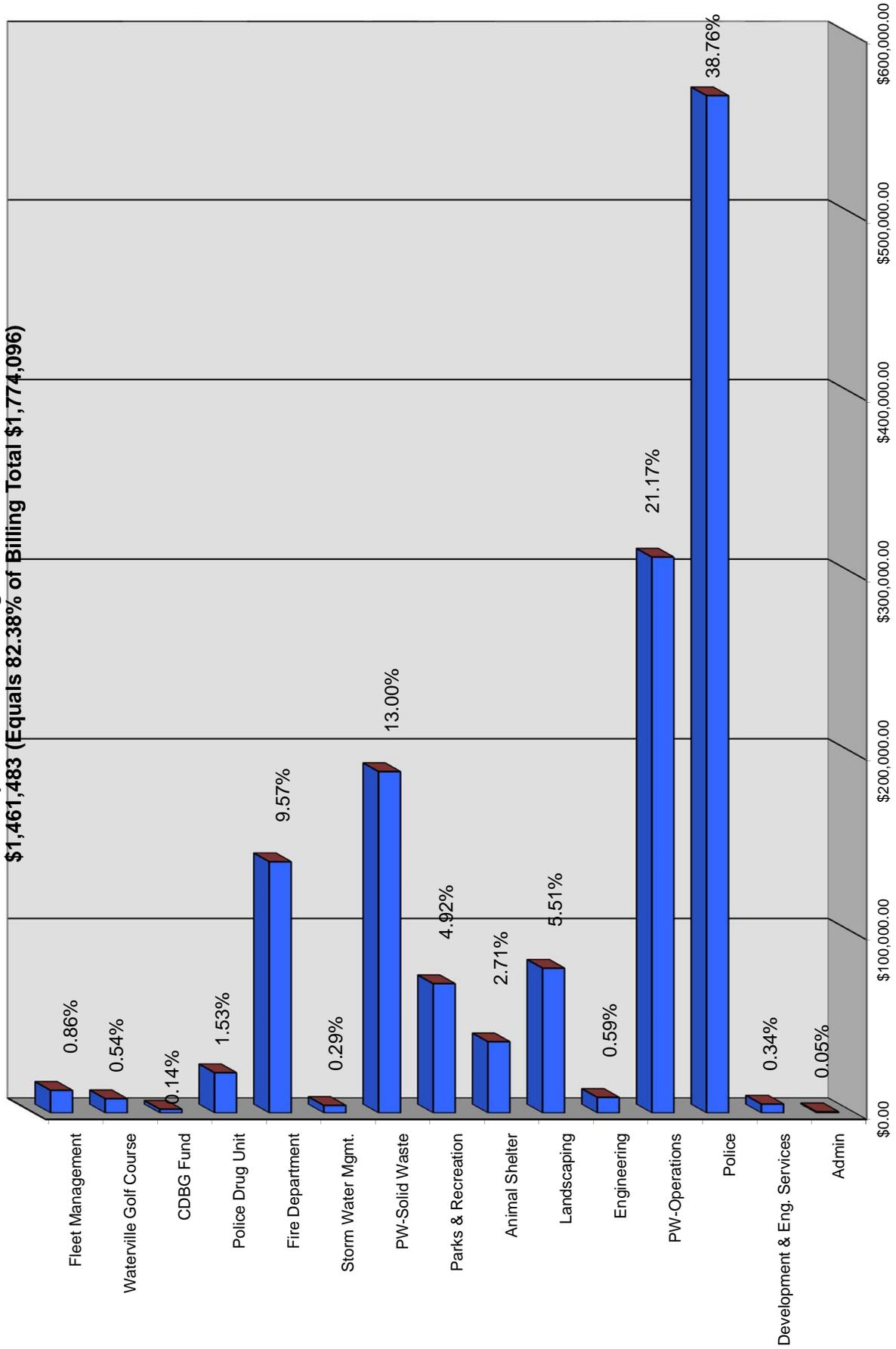
Goals and Objectives:

- Provide a quality preventive maintenance program for all City vehicles and equipment in a cost-effective manner.
- Reduce the number of emergency repairs, and therefore unexpected operational downtime by 5%.
- Decrease contracted services to outside vendors by increasing internal service performance by 2%.
- Increase billable hours by 2%.
- Improve the training and certification levels of all staff.
- Maintain the financial stability of this fund.

Performance Measures:

Measure Description	FY2010 (Actual)	FY2011 (Actual)	FY2012 (Estimated)	FY2013 (Projected)
# of Vehicles and Heavy Equipment	509	511	520	528
# of Mechanics	5	5	5	5
# of Other Garage Personnel	3	3	3	3
# of Training Hours	335	264	250	250
Vehicles per Mechanic	102	102	104	106
# of Repair Orders (Scheduled & Non-scheduled)	4,185	2,984	3,585	3,285
# of Repair Orders per Mechanic	837	597	717	657
# of Jobs Completed from Repair Orders	8,870	9,262	9,300	9,350
# of Emergency Repairs	193	325	308	293
Labor Rate	\$57	\$57	\$67	\$67
% of Operating Budget for Contracted Svcs.	34%	37.95%	34.81%	45.47%
% of Mechanic Hours Billed (Billable Hrs.)	58.35%	68.78%	64.00%	65.00%

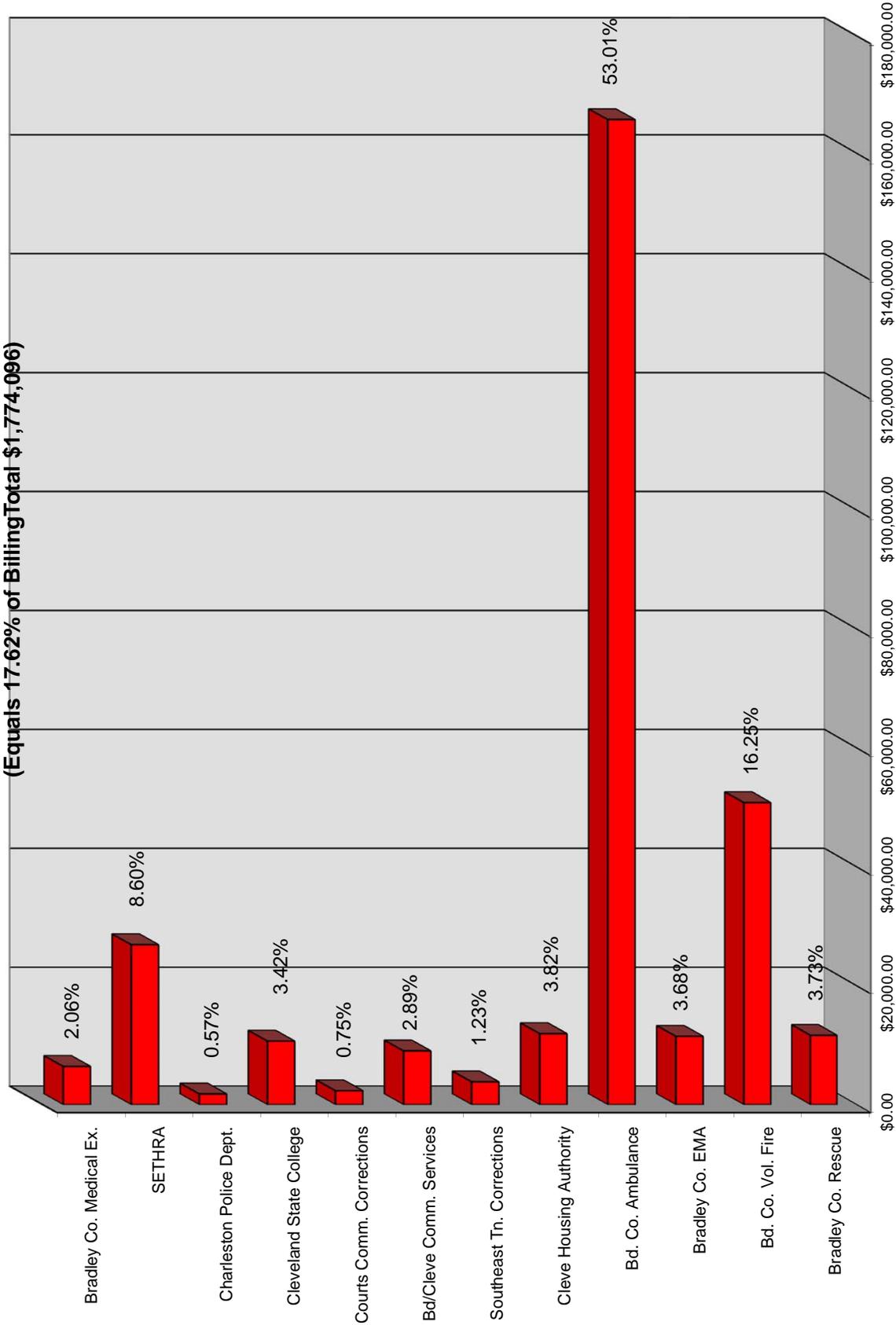
Fleet Management
2010-11 Department Percentages of Maintenance & Fuel Cost
\$1,461,483 (Equals 82.38% of Billing Total \$1,774,096)



**Fleet Management
2010-11 Outside Agencies Percentage of Maintenance & Fuel Cost**

\$312,613

(Equals 17.62% of Billing Total \$1,774,096)



CITY OF CLEVELAND						
FUND #511 - FLEET MANAGEMENT FUND						
REVENUES						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
Sales Revenue:						
36512	FUELS MARKUP	51,501	51,000	51,000	50,000	50,000
36534	PARTS	534,859	450,000	450,000	500,000	500,000
36536	LESS: COST OF GOODS SOLD	(427,011)	(315,000)	(315,000)	(385,000)	(385,000)
Subtotal:		159,349	186,000	186,000	165,000	165,000
Operating Revenues:						
34330	CHARGES FOR SVCS-INTERNAL	407,754	422,000	422,000	432,000	432,000
34331	CHARGES FOR SVCS-CONTR.	124,178	143,000	143,000	143,000	143,000
Subtotal:		531,932	565,000	565,000	575,000	575,000
Other Income:						
36110	INTEREST INCOME	352	500	500	500	500
36990	MISCELLANEOUS	0	200	200	200	200
Subtotal:		352	700	700	700	700
	TOTAL REVENUES	691,633	751,700	751,700	740,700	740,700
EXPENDITURES						
DEPARTMENT #43170						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
Personnel and fringe benefits:						
111	SALARIES	341,681	339,100	339,100	346,200	346,200
112	OVERTIME	7,896	5,000	5,000	5,000	5,000
131	SERVICE AWARDS	175	300	300	0	0
132	LONGEVITY	1,900	2,400	2,400	2,900	2,900
133	SOLD VACATION	1,437	2,700	2,700	2,700	2,700
134	CHRISTMAS BONUS	866	900	5,900	900	900
140	DENTAL INSURANCE	3,264	3,600	3,500	3,800	3,800
141	SOCIAL SECURITY TAXES	25,392	26,900	26,900	26,900	26,900
142	HEALTH INSURANCE EXP	55,683	59,200	52,800	60,000	60,000
143	RETIREMENT EXPENSE	58,802	58,700	60,500	58,700	58,700
144	LIFE & DISABILITY INSURANCE	4,155	4,400	4,200	4,400	4,400
149	WORKER'S COMP CLAIMS	1,000	500	500	500	500
Subtotal:		502,251	503,700	503,800	512,000	512,000
Operating expenditures:						
211	POSTAGE EXPENSE	322	600	600	600	600
221	PRINTING EXPENSE	0	200	0	200	200
237	ADVERTISING	58	100	100	100	100
239	MEMBERSHIP DUES/LICENSING	992	1,000	1,000	1,000	1,000
241	UTILITIES	19,612	23,400	21,400	23,400	23,400
245	TELEPHONE EXPENSE	8,117	8,500	8,500	8,500	8,500
261	VEHICLE MAINT(GARAGE)	7,366	4,000	4,800	5,500	5,500

EXPENDITURES						
DEPARTMENT #43170						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
263	CONT SVCS-VEH MAINT	96,970	110,000	110,000	110,000	110,000
266	BUILDING MAINTENANCE	4,422	4,000	10,000	5,500	5,500
269	CTRL FUEL MAINT & SUPPLIES	4,015	8,000	9,000	8,000	8,000
283	TRAVEL/TRAINING EXPENSE	1,021	1,000	1,000	1,000	1,000
298	CONT SVCS-PEST CONTROL	270	300	300	300	300
319	OFFICE EXPENSE	2,805	3,000	3,000	3,500	3,500
322	WASTE DISPOSAL SUPPLIES	1,868	4,000	3,500	4,000	4,000
324	JANITORIAL EXPENSE	2,704	4,400	4,400	4,400	4,400
326	UNIFORM EXPENSE	3,211	3,500	3,100	3,800	3,800
331	GASOLINE EXPENSE	5,380	5,500	5,500	6,800	6,800
511	INS-BLDGS & CONTENTS	2,188	2,100	1,900	2,200	2,200
512	INS-VEHICLES & EQUIP	479	700	600	600	600
513	INS-GENERAL LIABILITY	1,747	1,800	1,800	1,800	1,800
514	WORKER'S COMPENSATION	8,974	12,500	9,800	9,800	9,800
540	DEPRECIATION EXPENSE	29,143	40,800	40,800	32,000	32,000
545	COMPUTER SOFTWARE MAINT	4,495	5,000	24,700	11,200	11,200
599	MISCELLANEOUS	75	500	100	500	500
Subtotal:		206,235	244,900	265,900	244,700	244,700
Capital outlay and debt service:						
941	EQUIPMENT & TOOLS	1,081	1,900	1,000	5,900	5,900
942	COMPUTER EQUIPMENT	0	1,200	0	1,200	1,200
945	FUEL PUMPS	0	0	12,700	0	0
Subtotal:		1,081	3,100	13,700	7,100	7,100
	TOTAL EXPENDITURES	709,567	751,700	783,400	763,800	763,800

FLEET MANAGEMENT FUND
CASH FLOW STATEMENT
FY 2013

	Budgeted
Cash flows from operating and investing activities:	
Net income (loss)	(\$20,300)
Adjustments to Reconcile Net Income (loss) to net cash provided by operating activities:	
Depreciation	\$32,000
Changes in assets:	
Accounts receivable (increase) or decrease	
Changes in liabilities:	
Accrued liabilities increase or (decrease)	-
Due to other funds	-
Deferred revenues increase (decrease)	-
Total Adjustments	<u>\$32,000</u>
Net cash provided by operating and investing activities	<u>\$11,700</u>
Cash flows from capital and related financing activities:	
Debt Principal Repayment:	-
Other Improvements	-
Net cash used in capital and related financing activities	-
Net increase (decrease) in cash and cash equivalents	\$11,700
Cash and cash equivalents, beginning of fiscal year	<u>\$102,170</u>
Cash and cash equivalents	<u><u>\$113,870</u></u>

Trust Funds

Trust funds are used to account for assets held by the City in a trustee capacity. A “non-expendable” trust fund stipulates that only earnings and not principal may be spent. The City currently maintains one Trust Fund outlined below:

Meiler Estate Trust Fund: This fund is used to account for funds bequeathed to the City of Cleveland Animal Control by John and Elizabeth Meiler. The Meilers were described as a quiet couple who had a great love for their poodles and friends in the Cleveland area. With their generous gift, the City has been able to improve the building and equipment needed to operate this division of the City.

MEILER ESTATE TRUST FUND



Meiler Estate Trust Fund

Organization Chart:

No Personnel are funded out of this fund.

Programs, Services, and Functions:

This fund was established by a contribution in the amount of \$141,159 to the Cleveland Animal Control from the estate of Elizabeth Jean Meiler. The department received an additional \$125,634 from the estate of Elizabeth Jean Meiler in FY2002 and \$191,440 from the estate of John Meiler in FY2003. Interest from these gifts has been used to provide a storage and quarantine building, telephone equipment, software and trucks, which were badly needed for the operation.

EXPENDITURE SUMMARY	FY 2011 Actual	FY 2012 Budgeted	FY 2013 Proposed	Percentage Increase
Personnel Expenditures	\$0	\$0	\$0	0%
Operating Expenditures	\$0	\$0	\$0	0%
Capital Outlay & Debt Service	\$1,000	\$ 5,700	\$0	-100%
Total Expenditures	\$ 1,000	\$5,700	\$0	-100%

Goals and Objectives:

The goals and objectives of the Cleveland Animal Control are listed in that portion of the General Fund.

Performance Measures:

This fund helps support the Animal Control operation by purchasing equipment or by paying the debt service on needed equipment. Therefore, this fund has an impact on the performance measures of the Cleveland Animal Control listed in the General Fund.

CITY OF CLEVELAND						
FUND #126 - MEILER ESTATE TRUST FUND						
REVENUES						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
36110	INTEREST INCOME	1,031	5,000	5,300	1,000	1,000
36731	ESTATE OF JOHN MEILER	196	0	0	0	
	TOTAL REVENUES	1,227	5,000	5,300	1,000	1,000
EXPENDITURES						
DEPARTMENT # 51600						
OBJECT CODE		2010-2011 ACTUAL	2011-2012 ORIGINAL BUDGET	2011-2012 AMENDED BUDGET	2012-2013 REQUESTED	2012-2013 PROPOSED
762	TRANS TO CIP - TRUCK	1,000	5,700	5,700	0	0
	TOTAL EXPENDITURES	1,000	5,700	5,700	0	0

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Glossary of Terms

Accrual Basis - A basis of accounting in which transactions are recognized at the time they are incurred, as opposed to when cash is received or spent.

Activity - Departmental efforts which contribute to the achievement of a specific set of program objectives; the smallest unit of the program budget.

Ad Valorem Taxes - Commonly referred to as property taxes, are levied on both real and personal property according to the property's valuation and the tax rate.

Allot - To divide an appropriation into amounts, which may be encumbered or expended during an allotment period.

Amortization – A method of measuring the consumption of the value of long-term assets in regular installments over a period of time.

Annualize - Taking changes that occurred mid-year and calculating their cost for a full year, for the purpose of preparing an annual budget.

Appropriation - A legal authorization to incur obligations and to make expenditures for specific purposes.

Assessed Valuation - The valuation set upon real estate and certain personal property by the Assessor as a basis for levying property taxes.

Assessment Ratio - The ratio at which the tax rate is applied to the tax base.

Asset - Resources owned or held by a government which have monetary value.

Attrition - A method of achieving reduction in personnel by not refilling the positions vacated through resignation, reassignment, transfer, retirement, or means other than layoffs.

Authorized Positions - Employee positions, which are authorized in the adopted budget, to be filled during the year.

Available (Undesignated) Fund Balance - This refers to the funds remaining from the prior year which are available for appropriation and expenditure in the current year.

Balanced Budget – The sum of estimated net revenues is equal to planned expenditures.

Base Budget - Cost of continuing the existing levels of service in the current budget year.

Bond - A long-term I.O.U. or promise to pay. It is a promise to repay a specified amount of money (the face amount of the bond) on a particular date (the maturity date). Bonds are primarily used to finance capital projects.

General Obligation (G.O.) Bond - This type of bond is backed by the full faith, credit and taxing power of the government.

Revenue Bond - This type of bond is backed only by the revenues from a specific enterprise or project, such as a hospital or toll road.

Bond Refinancing - The payoff and re-issuance of bonds, to obtain better interest rates and/or bond conditions.

Budget - A plan of financial activity for a specified period of time (fiscal year or biennium) indicating all planned revenues and expenses for the budget period.

Budgetary Basis - This refers to the basis of accounting used to estimate financing sources and uses in the budget. This generally takes one of three forms: GAAP, cash, or modified accrual.

Budget Calendar - The schedule of key dates that a government follows in preparation and adoption of the budget.

Budgetary Control - The control or management of a government in accordance with the approved budget for the purpose of keeping expenditures within the limitations of available appropriations and resources.

Capital Assets - Assets of significant value and having a useful life of several years. Capital assets are also called fixed assets. The City of Cleveland defines them as assets costing at least \$500 and a useful life of two or more years.

Capital Budget - The appropriation of bonds or operating revenue for improvements to facilities, and other infrastructure.

Capital Improvements - Expenditures related to the acquisition, expansion or rehabilitation of an element of the government's physical plant; sometimes referred to as infrastructure. It also includes vehicle and equipment replacement.

Capital Improvements Program (CIP) - A plan for capital outlay to be incurred each year over a fixed number of years to meet capital needs arising from the government's long-term needs.

Capital Outlay - Fixed assets which have a value of \$500 or more and have a useful economic lifetime of more than one year; or, assets of any value if the nature of the item is such that it must be controlled for custody purposes as a fixed asset.

Capital Project - Major construction, acquisition, or renovation activities which add value to a government's physical assets or significantly increase their useful life. Also called capital improvements.

Capital Project Funds – Funds used to account for financial resources segregated for the acquisition or construction of major capital facilities other than those financed by enterprise operations.

Capital Reserve - An account used to segregate a portion of the government's equity to be used for future capital program expenditures. The amount of capital reserve is roughly equal to the government's annual equipment depreciation and an amount identified as being needed for future capital acquisition.

Commodities - Expendable items that are consumable or have a short life span. Examples include office supplies, gasoline, minor equipment, and asphalt.

Constant or Real Dollars - The presentation of dollar amounts adjusted for inflation to reflect the real purchasing power of money as compared to a certain point in time in the past.

Consumer Price Index (CPI) - A statistical description of price levels provided by the U.S. Department of Labor. The index issued as a measure of the increase in the cost of living (i.e., economic inflation).

Contingency - A budgetary reserve set-aside for emergencies or unforeseen expenditures not otherwise budgeted.

Contractual Services - Services rendered to a government by private firms, individuals, or other governmental agencies. Examples include utilities, rent, maintenance agreements, and professional consulting services.

Cost-of-living Adjustment (COLA) - An increase in salaries to offset the adverse effect of inflation on compensation.

Debt Service - The cost of paying principal and interest on borrowed money according to a predetermined payment schedule.

Debt Service Fund - Fund used to account for the accumulation of resources for, and payment of, general long-term principal, interest, and related costs.

Dedicated Tax - A tax levied to support a specific government program or purpose.

Deficit - The excess of an entity's liabilities over its assets or the excess of expenditures or expenses over revenues during a single accounting period.

Department - The basic organizational unit of government which is functionally unique in its delivery of services.

Depreciation - Expiration in the service life of capital assets attributable to wear and tear, deterioration, action of the physical elements, inadequacy or obsolescence.

Development-related Fees - Those fees and charges generated by building, development and growth in a community. Included are building and street permits, development review fees and zoning, platting and subdivision fees.

Disbursement - The expenditure of monies from an account.

Distinguished Budget Presentation Awards Program - A voluntary awards program administered by the Government Finance Officers Association to encourage governments to prepare effective budget documents.

Employee (or Fringe) Benefits - Contributions made by a government to meet commitments or obligations for employee fringe benefits. Included are the government's share of costs for Social Security and the various pensions, medical and life insurance plans.

Encumbrance - The commitment of appropriated funds to purchase an item or service. To encumber funds means to set aside or commit funds for a specified future expenditure.

Enterprise Funds – Funds used to account for operations (a) that are financed and operated in a manner similar to private business enterprises—where the intent of the governing body is that the costs (expenses including depreciation) of providing goods and services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control accountability, or other purposes.

Entitlements - Payments to which local governmental units are entitled, pursuant to an allocation formula determined by the agency providing the monies, usually the state or the federal government.

Expenditure - The payment of Cash on the transfer of property or services for the purpose of acquiring an asset, service or settling a loss.

Expense - Charges incurred (whether paid immediately or unpaid) for operations, maintenance, interest or other charges.

Fiscal Policy - A government's policies with respect to revenues, spending, and debt management as these relate to government services, programs and capital investment. Fiscal policy provides an agreed-upon set of principles for the planning and programming of government budgets and their funding.

Fiscal Year - A twelve-month period designated as the operating year for accounting and budgeting purposes in an organization. The City's fiscal year is July 1st through June 30th.

Fixed Assets - Assets of long-term character that are intended to continue to be held or used, such as land, buildings, machinery, furniture, and other equipment.

Full Faith and Credit - A pledge of a government's taxing power to repay debt obligations.

Full-time Equivalent Position (FTE) - A part-time position converted to the decimal equivalent of a full-time position based on 2,080 hours per year. For example, a part-time typist working for 20 hours per week would be the equivalent to .5 of a full-time position.

Function - A group of related activities aimed at accomplishing a major service of regulatory program for which a government is responsible (e.g., public safety).

Fund - A fiscal entity with revenues and expenses which are segregated for the purpose of carrying out a specific purpose or activity.

Fund Balance - The excess of the assets of a fund over its liabilities, reserves, and carryover.

GAAP - Generally Accepted Accounting Principles. Uniform minimum standards for financial accounting and recording, encompassing the conventions, rules, and procedures that define accepted accounting principles.

GASB – Governmental Accounting Standards Board. Ultimate authoritative accounting and financial reporting standard-setting body for state and local governments.

General Fund – The principal fund of the city and is used to account for all activities of the City not included in other specified funds. The General Fund accounts for the normal recurring activities of the City (i.e., public safety, recreation, public works, general government, etc.)

Goal - A statement of broad direction, purpose or intent based on the needs of the community. A goal is general and timeless.

Governmental Funds – Funds generally used to account for tax-supported activities. There are five different types of governmental funds: the general fund, special revenue funds, debt service funds, capital projects funds, and permanent funds.

Grants - A contribution by a government or other organization to support a particular function. Grants may be classified as either operational or capital, depending upon the grantee.

Indirect Cost - A cost necessary for the functioning of the organization as a whole, but which cannot be directly assigned to one service.

Infrastructure - The physical assets of a government (e.g., streets, water, sewer, public buildings and parks).

Interfund Transfers - The movement of monies between funds of the same governmental entity.

Intergovernmental Revenue - Funds received from federal, state and other local government sources in the form of grants, shared revenues, and payments in lieu of taxes.

Internal Service Charges - The charges to user departments for internal services provided by another government agency, such as data processing, or insurance funded from a central pool.

Internal Service Funds – Funds used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the government and to other government units, on a cost reimbursement basis.

Kilowatt-hour – A unit of work or energy equal to that expended by one kilowatt in one hour.

Lapsing Appropriation - An appropriation made for a certain period of time, generally for the budget year. At the end of the specified period, any unexpected or unencumbered balance lapses or ends, unless otherwise provided by law.

Levy - To impose taxes for the support of government activities.

Line-item Budget - A budget prepared along departmental lines that focuses on what is to be bought.

Long-term Debt - Debt with a maturity of more than one year after the date of issuance.

Major Fund – Governmental fund or enterprise fund reported as a separate column in the basic fund financial statements and subject to a separate opinion in the independent auditor’s report. The general fund is always a major fund. Otherwise, major funds whose revenues, expenditures/expenses, assets, or liabilities (excluding extraordinary items) are at least 10 percent of corresponding totals for all governmental or enterprise funds and at least 5 percent of the aggregate amount for all governmental and enterprise funds for the same item. Any other government or enterprise fund may be reported as a major fund if the government’s officials believe that fund is particularly important to financial statement users.

Materials and Supplies – Expendable materials and operating supplies necessary to conduct departmental operations.

Mill - The property tax rate which is based on the valuation of property. A tax rate of one mill produces one dollar of taxes on each \$1,000 of assessed property valuation.

Net Budget - The legally adopted budget less all interfund transfers and interdepartmental charges.

Nominal Dollars - The presentation of dollar amounts not adjusted for inflation. Adjusting for inflation would be done to reflect the real purchasing power of money today.

Non-major Fund – All funds not meeting the requirements for being a major fund. See Major Fund definition for criteria.

Object of Expenditure - An expenditure classification, referring to the lowest and most detailed level of classification, such as electricity, office supplies, asphalt, and furniture.

Objective - Something to be accomplished in specific, well-defined, and measurable terms and that is achievable within a specific time frame.

Obligations - Amounts which a government may be legally required to meet out of its resources. They include not only actual liabilities, but also encumbrances not yet paid.

Operating Revenue - Funds that the government receives as income to pay for ongoing operations. It includes such items as taxes, fees from specific services, interest earnings, and grant revenues. Operating revenues are used to pay for day-to-day services.

Operating Expenses - The cost of personnel, materials and equipment required for a department to function.

Output Indicator - A unit of work accomplished, without reference to the resources required to do the work (e.g., number of permits issued, number of refuse collections made, or number of burglary arrests made). Output indicators do not reflect the effectiveness or efficiency of the work performed.

Pay-as-you-go-Basis - A term used to describe a financial policy by which capital outlays are financed from current revenues rather than through borrowing.

Performance Budget - A budget wherein expenditures are based primarily upon measurable performance of activities and work programs.

Performance Indicators - Specific quantitative and qualitative measures of work performed as an objective of specific departments or programs.

Performance Measure - Data collected to determine how effective or efficient a program is in achieving its objectives.

Personal Services - Expenditures for salaries, wages, and fringe benefits of a government's employees.

Prior-Year Encumbrances - Obligations from previous fiscal years in the form of purchase orders, contracts or salary commitments which are chargeable to an appropriation, and for which a part of the appropriation is reserved. The cease to be encumbrances when the obligations are paid or otherwise terminated.

Program - A group of related activities performed by one or more organizational units for the purpose of accomplishing a function for which the government is responsible.

Program Budget - A budget which allocates money to the functions or activities of a government rather than to specific items of cost or to specific departments.

Program Performance Budget - A method of budgeting whereby the services provided to the residents are broken down in identifiable service programs or performance units. A unit can be a department, a division, or a workgroup. Each program has an identifiable service or output and objectives to effectively provide the service. The effectiveness and efficiency of providing the service by the program is measured by performance indicators.

Program Revenue (Income) - Revenues earned by a program, including fees for services, license and permit fees, and fines.

Proprietary Funds – Funds that focus on the determination of operating income, changes in net assets (or cost recovery), financial position, and cash flows. There are two different types of proprietary funds: enterprise funds and internal service funds.

Purpose - A broad statement of the goals, in terms of meeting public service needs that a department is organized to meet.

Reserve - An account used either to set aside budgeted revenues that are not required for expenditure in the current budget year or to earmark revenues for a specific future purpose.

Resolution - A special or temporary order of a legislative body; an order of a legislative body requiring less legal formality than an ordinance or statute.

Resources - Total amounts available for appropriation including estimated revenues, fund transfers, and beginning balances.

Retained Earnings – The accumulated earnings of an Enterprise or Internal Service Fund which have been retained or held in the fund and which are not reserved for any specific purpose.

Revenue - Sources of income financing the operations of government.

Service Level - Services or products which comprise actual or expected out-put of a given program. Focus is on results, not measures of workload.

Source of Revenue - Revenues are classified according to their source or point of origin.

Special Revenue Funds – Funds used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted to expenditures for specified purposes.

Supplemental Appropriation - An additional appropriation made by the governing body after the budget year or biennium has started.

Supplemental Requests - Programs and services which departments would like to have added (in priority order) over their target budget, or if revenue received is greater than anticipated.

Target Budget - Desirable expenditure levels provided to departments in developing the coming year's recommended budget. Based on the prior year's adopted budget, excluding one-time expenditures, projected revenues and reserve requirements.

Tax Levy - The resultant product when the tax rate per one hundred dollars is multiplied by the tax base.

Taxes - Compulsory charges levied by a government for the purpose of financing services performed for the common benefit of the people. This term does not include specific charges made against particular persons or property for current or permanent benefit, such as special assessments.

Transfers In/Out - Amounts transferred from one fund to another to assist in financing the services for the recipient fund.

Trust Funds – Funds used to account for assets held by the city in a trustee capacity. A “non-expendable” trust fund stipulates that only earnings and not principal may be spent.

Unencumbered Balance - The amount of an appropriation that is neither expended nor encumbered. It is essentially the amount of money still available for future purposes.

Unreserved Fund Balance - The portion of a fund's balance that is not restricted for a specific purpose and is available for general appropriation.

User Charges - The payment of a fee for direct receipt of a public service by the party who benefits from the service.

Variable Cost - A cost that increases/decreases with increases/decreases in the amount of service provided such as the payment of a salary.

Working Capital - Excess of current assets over current liabilities.

Workload Indicator - A unit of work to be done (e.g., number of permit applications received, the number of households receiving refuse collection service, or the number of burglaries to be investigated).

Work Years - The amount of personnel resources required for a program expressed in terms of the "full-time equivalent" number of employees. One "work year" is equal to one full-time, year round employee. For most categories, this equals 2,080 hours year (40 hours per week times 52 weeks). The number of hours a part-time employee is budgeted to work during the year is divided by 2,080 to arrive at the equivalent number of "work years" for the position.

Source: The Best of Government Budgeting:
A Guide to Preparing Budget Documents
By: Dennis Strachota
Government Finance Officers Association, 1994
And Miscellaneous Sources

Acronyms

ACCRA	American Chamber of Commerce Research Assoc. aka Council for Comm. and Econ. Research	FTA	Federal Transit Administration
ACT	American College Test	FOLA	Friends of the Library Association
ADA	American with Disabilities Act	FTE	Full Time Equivalency
ADA	Average Daily Attendance	GAAP	Generally Accepted Accounting Principles
AED	Automated External Defibrillator	GASB	Governmental Accounting Standards Board
ARRA	American Recovery & Reinvestment Act	GED	General Equivalency Diploma
BCEMS	Bradley County Emergency Medical Service	GIS	Geographic Information System
BCRS	Bradley County Rescue Squad	GLTDAG	General Long Term Debt Accounting Group
BCVFD	Bradley County Volunteer Fire Department	GO	General Obligation
BFI	Browning-Ferris Industries	HCI	Healthy Community Initiative
CCS	Cleveland City Schools	HUD	Housing and Urban Development
CDBG	Community Development Block Grant	ICEAS	Intermittent Cycle Extended Aeration System
CFD	Cleveland Fire Department	ISO	Insurance Services Office
CID	Criminal Investigations Division	KWH	Kilowatt-Hour
CINI	Capital Improvement Needs Inventory	LEAF	Law Enforcement Academic and Fitness Academy
CIP	Capital Improvements Program	LMI	Low and Moderate Income
COLA	Cost of Living Adjustment	LRTP	Long Range Transportation Plan
CPI	Consumer Price Index	MPO	Metropolitan Planning Organization
CSA	Central Service Association	MSDS	Material Safety Data Sheets
CUAMPO	Cleveland Urban Area Metro Planning Org.	NPDES	National Pollutant Discharge Elimination System
CUB	Cleveland Utilities Board	NDB	Non-Directional Beacon
DARE	Drug Awareness and Resistance Education	OESI	Ocoee Environmental Services, Inc.
DEFY	Drug Education for Youth	PARTAS	Parks and Recreation Technical Assistance Service
ECD	Bradley County E 911 ECD	PHA	Public Housing Authority
EDC	Economic Development Council	PILOT	Payment in Lieu of Taxes
ESOL	English as a Second or Other Language	PSPP	Political Subdivision Pension Plan
FASB	Financial Accounting Standards Board	SBCCI	Southern Building Code Congress International
FBO	Fixed Base Operator	SETHEPP	State Employees, Teachers, and Higher Education Employee Pension Plan
FHWA	Federal Highway Administration	SETHRA	Southeast Tennessee Human Resource Agency
FLSA	Fair Labor Standards Act	SR-2	Soil Restoration and Recycling
FMLA	Family Medical Leave Act	SRF	TN State Revolving Loan Fund

Acronyms

SRT	Special Response Team	THDA	Tennessee Housing Development Agency
STP	Surface Transportation Program	TIP	Transportation Improvement Plan
TAMP	Traffic Access Management Program	TMBF	Tennessee Municipal Bond Fund
TCA	Tennessee Code Annotated	TML	Tennessee Municipal League
TCC	Technical Coordinating Committee	TRAC	Total Resources Against Crime
TCRS	Tennessee Consolidated Retirement System	TVA	Tennessee Valley Authority
TDEC	Tennessee Department of Environment & Conservation	VISTA	Volunteers in Service to America
TDOT	Tennessee Department of Transportation	UA	US Census Urban Area
		UPWP	Unified Planning Work Program

CITY OF CLEVELAND, TENNESSEE
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
(PER \$100 OF ASSESSED VALUE)
LAST TEN FISCAL YEARS

Tax Year	Bradley County, Tennessee		
	City	County	Total
2003	\$ 1.65	\$ 2.18	\$ 3.83
2004	\$ 1.65	\$ 2.18	\$ 3.83
2005	Revaluation \$ 1.56	\$ 2.02	\$ 3.67
2006	\$ 1.65	\$ 2.02	\$ 3.67
2007	\$ 1.65	\$ 2.02	\$ 3.67
2008	\$ 1.65	\$ 2.02	\$ 3.67
2009	Revaluation \$ 1.49	\$ 1.79	\$ 3.28
2010	\$ 1.49	\$ 1.79	\$ 3.28
2011	\$ 1.49	\$ 1.79	\$ 3.28
2012	\$ 1.49	\$ 1.79	\$ 3.28

CITY OF CLEVELAND, TENNESSEE
PRINCIPAL EMPLOYERS

	2011		
Employer	Employees	Rank	Percentage of Total Labor Force Bradley County
Whirlpool/Maytag	1,386	1	2.89%
Bradley County Schools	1,200	2	2.50%
SkyRidge Medical Center	1,063	3	2.21%
City Government	989	4	2.06%
Peyton's Southeastern	950	5	1.98%
Lee University	816	6	1.70%
Wal-Mart	640	7	1.33%
Bradley County Government	620	8	1.29%
Merck (Schering Plough)	537	9	1.12%
Masterfoods USA	495	10	1.03%
Duracell	350	N/A	0.73%
Total	9,046		18.85%

Source: Cleveland/Bradley Chamber of Commerce and Tennessee Department of Labor & Workforce Development

This schedule should include the ten largest employers, unless fewer are required to reach 50% of total employment.

CITY OF CLEVELAND, TENNESSEE

PRINCIPAL TAXPAYERS

6/30/2012 Estimated

<u>Assessed Taxpayer</u>	<u>Type of Business</u>	<u>2011 Assessed Valuation</u>	<u>Percentage of total Valuation</u>
Ocoee Hospital Corporation	Health Care	\$37,334,853	3.44%
Masterfoods, USA	Candy Manufacture	\$34,405,512	3.17%
Life Care Centers of America	Health Care	\$23,607,787	2.17%
Duracell Company	Battery Manufacture	\$19,198,520	1.77%
Merck & Co., Inc.	Distribution Company	\$18,475,973	1.70%
Peyton's Southeastern	Distribution Company	\$10,722,496	0.99%
Wal-Mart	Retail	\$9,939,375	0.92%
Southeastern Container	Bottling Manufacture	\$9,900,767	0.91%
Johnston Coca-Cola	Beverage & Bottling Manufacture	\$7,806,595	0.72%
Bellsouth	Phone Company	\$7,621,183	0.70%
TOTALS		\$179,013,061	16.49%

*Source: From official records of Assessor of Property and Office of City Clerk.

*Note: An Equalization Factor has been placed on some personal property taxes by the State of Tennessee and affects the tax levy.

**THE BOARD OF PUBLIC UTILITIES OF
THE CITY OF CLEVELAND, TENNESSEE - ELECTRIC DIVISION**

*Schedule of Electric Rates in Force
(Including the Number of Customers Being Served)
For the Years Ended June 30, 2011*

Season	Summer	Retail Rates Effective June 2011					
Schedule		Base [1]	Revenue Adjustment N/A [2]	Base Plus Zero TVA Revenue Adjustment [3] = [1]+[2]	Environmental Adjustment [4]	FCA [5]	June '11 Effective Rate [6] = [3]+[4]+[5]
Residential	Customer Charge (Net)	\$8.09		\$8.09			\$8.09
	Surcharge	0.00		0.00			0.00
	All kWh	0.06028	0.00000	0.06028	0.00296	0.02477	0.08801
Alternate Usage Blocks	Block1 kWh	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
	Block2 kWh	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
	Block3 kWh	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
GSA1	Customer #1	15.41		15.41			15.41
	Customer #2	0.00		0.00			0.00
	Customer #3	0.00		0.00			0.00
	Customer #4	0.00		0.00			0.00
	Surcharge	0.00		0.00			0.00
	All kWh	0.07118	0.00000	0.07118	0.00345	0.02452	0.09915
Alternate Usage Blocks	Block1 kWh	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
	Block2 kWh	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
	Block3 kWh	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
GSA2	Customer #1	46.22		46.22			46.22
	Customer #2	0.00		0.00			0.00
	Customer #3	0.00		0.00			0.00
	Customer #4	0.00		0.00			0.00
	Surcharge	0.00		0.00			0.00
	kW, 0-50	0.00	0.00	0.00	0.00		0.00
	kW, 51-1,000	11.46	0.00	11.46	0.47		11.93
	1st 15,000 kWh	0.07399	0.00000	0.07399	0.00193	0.02452	0.10044
Additional kWh	0.03459	0.00000	0.03459	0.00190	0.02423	0.06072	
GSA3	Customer #1	154.05		154.05			154.05
	Customer #2	0.00		0.00			0.00
	Surcharge	0.00		0.00			0.00
	Block 1 kW	10.30	0.00	10.30	0.59		10.89
	Block 2 kW	10.17	0.00	10.17	0.59		10.76
	Block 3 kW	0.00	0.00	0.00	0.00		0.00
Alternate Blocks	Block 4 kW	0.00	0.00	0.00	0.00		0.00
	All kWh	0.03727	0.00000	0.03727	0.00196	0.02423	0.06346
Alternate Blocks	Block 1 kWh	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
	Block 2 kWh	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
Outdoor Lighting	Surcharge	0.00		0.00			0.00
	All kWh	0.04159	0.00000	0.04159	0.00200	0.02477	0.06836
Drainage Pumping	Customer	0.00		0.00			0.00
	Surcharge	0.00		0.00			0.00
	All kWh	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
TRS	Customer Charge (Gross)	0.00		0.00			0.00
	Surcharge	0.00		0.00			0.00
	Onpeak kWh	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
	Offpeak kWh	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
Alternative Season TGSA1	Customer #1	15.41		15.41			15.41
	Customer #2	0.00		0.00			0.00
	Customer #3	0.00		0.00			0.00
	Customer #4	0.00		0.00			0.00
	Surcharge	0.00		0.00			0.00
	All kWh	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
	OnPeak kWh	0.13059	0.00000	0.13059	0.00345	0.02452	0.15856
	OffPeak kWh	0.06015	0.00000	0.06015	0.00345	0.02452	0.08812
Alternative Season TGSA2	Customer #1	46.22		46.22			46.22
	Customer #2	0.00		0.00			0.00
	Customer #3	0.00		0.00			0.00
	Customer #4	0.00		0.00			0.00
	Surcharge	0.00		0.00			0.00
	kW, 0-50	0.00	0.00	0.00	0.00		0.00
	kW, 51-1,000	0.00	0.00	0.00	0.00		0.00
	OnPeak kW	11.58	0.00	11.58	0.47		12.05
	OffPeak Excess kW	2.38	0.00	2.38	0.00		2.38
	DCC	0.00	0.00	0.00	0.00		0.00
	All kWh	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
	OnPeak kWh	0.05555	0.00000	0.05555	0.00193	0.02452	0.08200
	OffPeak kWh	0.04455	0.00000	0.04455	0.00193	0.02452	0.07100

**THE BOARD OF PUBLIC UTILITIES OF
THE CITY OF CLEVELAND, TENNESSEE - ELECTRIC DIVISION**
Schedule of Electric Rates in Force- (Continued)
(Including the Number of Customers Being Served)
For the Years Ended June 30, 2011

		Retail Rates Effective June 2011					
Alternative Season	Summer	Base	Revenue Adjustment	Base Plus Zero TVA	Environmental	FCA	June '11
		[1]	N/A [2]	Revenue Adjustment [3] = [1]+[2]	Adjustment [4]	[5]	Effective Rate [6] = [3]+[4]+[5]
TGSA3	Customer #1	154.05		154.05			154.05
	Customer #2	0.00		0.00			0.00
	Surcharge	0.00		0.00			0.00
	Block 1 kW	0.00	0.00	0.00	0.00		0.00
	Block 2 kW	0.00	0.00	0.00	0.00		0.00
	Block 3 kW	0.00	0.00	0.00	0.00		0.00
	OnPeak kW	10.30	0.00	10.30	0.59		10.89
	OffPeak Excess kW	1.34	0.00	1.34	0.00		1.34
	DCC	0.00	0.00	0.00	0.00		0.00
	All kWh	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
	OnPeak kWh	0.04503	0.00000	0.04503	0.00196	0.02423	0.07122
	OffPeak kWh	0.03403	0.00000	0.03403	0.00196	0.02423	0.06022
TDGSA	Customer Charge	1,500.00		1,500.00			1,500.00
	Admin Charge	350.00		350.00			350.00
	Surcharge	0.00		0.00			0.00
	Summer Season OnPeak kW	15.44	0.00	15.44	0.56		16.00
	Summer Season OffPeak kW	3.81	0.00	3.81	0.11		3.92
	Summer Season OnPeak kWh	0.06707	0.00000	0.06707	0.00339	0.02437	0.09483
	Summer Season OffPeak kWh - First 425 HUD	0.03471	0.00000	0.03471	0.00211	0.02437	0.06119
	Summer Season OffPeak kWh - Next 195 HUD	0.01728	0.00000	0.01728	0.00143	0.02437	0.04308
	Summer Season OffPeak kWh - Over 620 HUD	0.00250	0.00000	0.00250	0.00084	0.02437	0.02771
TDMSA	Customer Charge	1,500.00		1,500.00			1,500.00
	Admin Charge	350.00		350.00			350.00
	Surcharge	0.00		0.00			0.00
	Summer Season OnPeak kW	15.44	0.00	15.44	0.56		16.00
	Summer Season OffPeak kW	3.81	0.00	3.81	0.11		3.92
	Summer Season OnPeak kWh	0.05290	0.00000	0.05290	0.00284	0.02437	0.08011
	Summer Season OffPeak kWh - First 425 HUD	0.02090	0.00000	0.02090	0.00158	0.02437	0.04685
	Summer Season OffPeak kWh - Next 195 HUD	0.00348	0.00000	0.00348	0.00089	0.02437	0.02874
	Summer Season OffPeak kWh - Over 620 HUD	-0.01131	0.00000	-0.01131	0.00031	0.02437	0.01337
TOU GSB	Customer Charge	1,500.00		1,500.00			1,500.00
	Admin Charge	350.00		350.00			350.00
	Surcharge	0.00		0.00			0.00
	Summer Season OnPeak kW	15.44	0.00	15.44	0.56		16.00
	Summer Season OffPeak kW	3.81	0.00	3.81	0.11		3.92
	Summer Season OnPeak kWh	0.06707	0.00000	0.06707	0.00339	0.02437	0.09483
	Summer Season OffPeak kWh - First 425 HUD	0.03471	0.00000	0.03471	0.00211	0.02437	0.06119
	Summer Season OffPeak kWh - Next 195 HUD	0.01728	0.00000	0.01728	0.00143	0.02437	0.04308
	Summer Season OffPeak kWh - Over 620 HUD	0.00250	0.00000	0.00250	0.00084	0.02437	0.02771
TOU GSC	Customer Charge	1,500.00		1,500.00			1,500.00
	Admin Charge	350.00		350.00			350.00
	Surcharge	0.00		0.00			0.00
	Summer Season OnPeak kW	14.93	0.00	14.93	0.56		15.49
	Summer Season OffPeak kW	3.30	0.00	3.30	0.11		3.41
	Summer Season OnPeak kWh	0.06372	0.00000	0.06372	0.00325	0.02437	0.09134
	Summer Season OffPeak kWh - First 425 HUD	0.03226	0.00000	0.03226	0.00202	0.02437	0.05865
	Summer Season OffPeak kWh - Next 195 HUD	0.01482	0.00000	0.01482	0.00134	0.02437	0.04053
	Summer Season OffPeak kWh - Over 620 HUD	0.00004	0.00000	0.00004	0.00075	0.02437	0.02516
TOU GSD	Customer Charge	1,500.00		1,500.00			1,500.00
	Admin Charge	350.00		350.00			350.00
	Surcharge	0.00		0.00			0.00
	Summer Season OnPeak kW	14.82	0.00	14.82	0.56		15.38
	Summer Season OffPeak kW	3.19	0.00	3.19	0.11		3.30
	Summer Season OnPeak kWh	0.06229	0.00000	0.06229	0.00319	0.02437	0.08985
	Summer Season OffPeak kWh - First 425 HUD	0.02986	0.00000	0.02986	0.00192	0.02437	0.05615
	Summer Season OffPeak kWh - Next 195 HUD	0.01243	0.00000	0.01243	0.00124	0.02437	0.03804
	Summer Season OffPeak kWh - Over 620 HUD	-0.00237	0.00000	-0.00237	0.00066	0.02437	0.02266
TOU MSB	Customer Charge	1,500.00		1,500.00			1,500.00
	Admin Charge	350.00		350.00			350.00
	Surcharge	0.00		0.00			0.00
	Summer Season OnPeak kW	15.44	0.00	15.44	0.56		16.00
	Summer Season OffPeak kW	3.81	0.00	3.81	0.11		3.92
	Summer Season OnPeak kWh	0.05290	0.00000	0.05290	0.00284	0.02437	0.08011
	Summer Season OffPeak kWh - First 425 HUD	0.02090	0.00000	0.02090	0.00158	0.02437	0.04685
	Summer Season OffPeak kWh - Next 195 HUD	0.00348	0.00000	0.00348	0.00089	0.02437	0.02874
	Summer Season OffPeak kWh - Over 620 HUD	-0.01131	0.00000	-0.01131	0.00031	0.02437	0.01337

**THE BOARD OF PUBLIC UTILITIES OF
THE CITY OF CLEVELAND, TENNESSEE - ELECTRIC DIVISION**
Schedule of Electric Rates in Force - (Continued)
(Including the Number of Customers Being Served)
For the Years Ended June 30, 2011

		Retail Rates Effective June 2011					
		Base	Revenue Adjustment N/A	Base Plus Zero TVA Revenue Adjustment	Environmental Adjustment	FCA	June '11 Effective Rate
		[1]	[2]	[3] = [1]+[2]	[4]	[5]	[6] = [3]+[4]+[5]
TOU MSC	Customer Charge	1,500.00		1,500.00			1,500.00
	Admin Charge	350.00		350.00			350.00
	Surcharge	0.00		0.00			0.00
	Summer Season OnPeak kW	14.93	0.00	14.93	0.56		15.49
	Summer Season OffPeak kW	3.30	0.00	3.30	0.11		3.41
	Summer Season OnPeak kWh	0.05367	0.00000	0.05367	0.00287	0.02437	0.08091
	Summer Season OffPeak kWh - First 425 HUD	0.02076	0.00000	0.02076	0.00158	0.02437	0.04671
	Summer Season OffPeak kWh - Next 195 HUD	0.00335	0.00000	0.00335	0.00089	0.02437	0.02861
	Summer Season OffPeak kWh - Over 620 HUD	-0.01143	0.00000	-0.01143	0.00030	0.02437	0.01324
TOU MSD	Customer Charge	1,500.00		1,500.00			1,500.00
	Admin Charge	350.00		350.00			350.00
	Surcharge	0.00		0.00			0.00
	Summer Season OnPeak kW	14.82	0.00	14.82	0.56		15.38
	Summer Season OffPeak kW	3.19	0.00	3.19	0.11		3.30
	Summer Season OnPeak kWh	0.05212	0.00000	0.05212	0.00279	0.02437	0.07928
	Summer Season OffPeak kWh - First 425 HUD	0.01924	0.00000	0.01924	0.00150	0.02437	0.04511
	Summer Season OffPeak kWh - Next 195 HUD	0.00181	0.00000	0.00181	0.00082	0.02437	0.02700
	Summer Season OffPeak kWh - Over 620 HUD	-0.01297	0.00000	-0.01297	0.00024	0.02437	0.01164
SDE SGSB	Customer	1,500.00		1,500.00			1,500.00
	Admin Charge	350.00		350.00			350.00
	Surcharge	0.00		0.00			0.00
	Summer Season kW Charge	20.19	0.00	20.19	0.84		21.03
	Summer Season kWh Charge	0.02291	0.00000	0.02291	0.00185	0.02437	0.04913
SDE SGSC	Customer	1,500.00		1,500.00			1,500.00
	Admin Charge	350.00		350.00			350.00
	Surcharge	0.00		0.00			0.00
	Summer Season kW Charge	19.68	0.00	19.68	0.84		20.52
	Summer Season kWh Charge	0.02302	0.00000	0.02302	0.00186	0.02437	0.04925
SDE SGSD	Customer	1,500.00		1,500.00			1,500.00
	Admin Charge	350.00		350.00			350.00
	Surcharge	0.00		0.00			0.00
	Summer Season kW Charge	22.88	0.00	22.88	0.99		23.87
	Summer Season kWh Charge	0.01646	0.00000	0.01646	0.00157	0.02437	0.04240
SDE SMSB	Customer	1,500.00		1,500.00			1,500.00
	Admin Charge	350.00		350.00			350.00
	Surcharge	0.00		0.00			0.00
	Summer Season kW Charge	17.49	0.00	17.49	0.73		18.22
	Summer Season kWh Charge	0.01578	0.00000	0.01578	0.00155	0.02437	0.04170
SDE SMSC	Customer	1,500.00		1,500.00			1,500.00
	Admin Charge	350.00		350.00			350.00
	Surcharge	0.00		0.00			0.00
	Summer Season kW Charge	16.98	0.00	16.98	0.73		17.71
	Summer Season kWh Charge	0.01550	0.00000	0.01550	0.00153	0.02437	0.04140
SDE SMSD	Customer	1,500.00		1,500.00			1,500.00
	Admin Charge	350.00		350.00			350.00
	Surcharge	0.00		0.00			0.00
	Summer Season kW Charge	19.57	0.00	19.57	0.84		20.41
	Summer Season kWh Charge	0.00888	0.00000	0.00888	0.00124	0.02437	0.03449
	Customers @ June 30:						
	Residential	25,003					
	General	4,316					
	Outdoor Lighting	108					

**THE BOARD OF PUBLIC UTILITIES OF
THE CITY OF CLEVELAND, TENNESSEE - WATER DIVISION**
*Schedule of Water and Wastewater Rates in Force
(Including the Number of Customers Being Served)
For the Years Ended June 30, 2011*

Water and Wastewater Rates in Effect on June 30, 2011		
Water Rates	Inside City	Outside City
<u>RESIDENTIAL (Class 201, 202)</u>		
Customer charge	\$6.35	\$11.44
First 1,400 cu. ft.	\$1.89/100 cu. ft.	\$2.95/100 cu. ft.
Additional	\$1.97/100 cu. ft.	\$3.10/100 cu. ft.
<u>NON-RESIDENTIAL (Small Commercial) (Class 204, 205)</u>		
Customer charge	\$10.39	\$15.48
First 15,000 cu. ft.	\$1.89/100 cu. ft.	\$2.95/100 cu. ft.
Next 85,000 cu. ft.	\$1.56/100 cu. ft.	\$2.44/100 cu. ft.
Additional	\$1.14/100 cu. ft.	\$1.82/100 cu. ft.
<u>NON-RESIDENTIAL (Large Commercial) (Class 208, 209)</u>		
Customer charge	\$25.54	\$30.63
First 15,000 cu. ft.	\$1.89/100 cu. ft.	\$2.95/100 cu. ft.
Next 85,000 cu. ft.	\$1.56/100 cu. ft.	\$2.44/100 cu. ft.
Additional	\$1.14/100 cu. ft.	\$1.82/100 cu. ft.
<u>IRRIGATION ONLY (Class 211, 213)</u>		
Customer charge	\$6.35	\$11.44
All usage	\$1.97/100 cu. ft.	\$3.10/100 cu. ft.
<u>RESALE (Class 203)</u>		
Customer Charge	\$25.54	\$25.54
All usage	\$1.14/100 cu. ft.	\$1.14/100 cu. ft.
Wastewater Rates	Inside City	Outside City
<u>RESIDENTIAL (Class 301, 302) (April - November)</u>		
Customer charge	\$6.41	\$9.12
First 1,400 cu. ft.	\$3.16/100 cu. ft.	\$4.77/100 cu. Ft.
Additional	\$0.00/100 cu. ft.	\$0.00/100 cu. ft.
<u>RESIDENTIAL (Class 301, 302) (December - March)</u>		
Customer charge	\$6.41	\$9.12
All usage	\$3.16/100 cu. ft.	\$4.77/100 cu. Ft.
<u>NON-RESIDENTIAL (Small Commercial) (Class 304, 305) (Meter Less Than 3")</u>		
Customer charge	\$10.41	\$13.12
First 100,000 cu. ft.	\$3.16/100 cu. ft.	\$4.77/100 cu. ft.
Additional	\$2.66/100 cu. ft.	\$3.97/100 cu. ft.
<u>NON-RESIDENTIAL (Large Commercial) (Class 308, 309) (Meter 3" or Larger)</u>		
Customer charge	\$25.41	\$28.12
First 100,000 cu. ft.	\$3.16/100 cu. ft.	\$4.77/100 cu. ft.
Additional	\$2.66/100 cu. ft.	\$3.97/100 cu. ft.
<u>WASTEWATER SURCHARGE</u>		
CBOD	.0919/pound/day	.0919/pound/day
TSS	.0571/pound/day	.0571/pound/day

Rates are subject to rules and regulations of Cleveland Utilities.
Rates will be subject to adjustment as rate adjustments are received from water suppliers.

**THE BOARD OF PUBLIC UTILITIES OF
THE CITY OF CLEVELAND, TENNESSEE - WATER DIVISION**

*Schedule of Water and Wastewater Rates in Force
(Including the Number of Customers Being Served)
For the Years Ended June 30, 2011*

MINIMUM BILLS

in Effect on June 30, 2011
(Based on installed meter size)

RESIDENTIAL (Class 201, 202, 301, 302)

Size	Code	Minimum Usage	Inside Rates			Outside Rates		
			Water	Wastewater		Water	Wastewater	
				Dec-Mar/Apr-Nov			Dec-Mar/Apr-Nov	
5/8"	000	200 cu. ft.	\$10.13	\$12.73	\$12.73	\$17.34	\$18.66	\$18.66
3/4"	002	600 cu. ft.	\$17.69	\$25.37	\$25.37	\$29.14	\$37.74	\$37.74
1"	003	800 cu. ft.	\$21.47	\$31.69	\$31.69	\$35.04	\$47.28	\$47.28
1 1/2"	005	2,000 cu. ft.	\$44.63	\$69.61	\$50.65	\$71.34	\$104.52	\$75.90
2"	006	4,000 cu. ft.	\$84.03	\$132.81	\$50.65	\$133.34	\$199.92	\$75.90

IRRIGATION (Class 211, 213)

5/8"	000	200 cu. ft.	\$10.29	N/A	\$17.64	N/A
3/4"	002	600 cu. ft.	\$18.17	N/A	\$30.04	N/A
1"	003	800 cu. ft.	\$22.11	N/A	\$36.24	N/A
1 1/2"	005	2,000 cu. ft.	\$45.75	N/A	\$73.44	N/A
2"	006	4,000 cu. ft.	\$85.15	N/A	\$135.44	N/A
3"	008	10,000 cu. ft.	\$203.35	N/A	\$321.44	N/A
4"	009	17,000 cu. ft.	\$341.25	N/A	\$538.44	N/A
6"	010	44,000 cu. ft.	\$873.15	N/A	\$1,375.44	N/A
8"	011	82,000 cu. ft.	\$1,621.75	N/A	\$2,553.44	N/A

NONRESIDENTIAL - SMALL COMMERCIAL (Class 204, 205, 304, 305)

Size	Code	Minimum Usage	Inside Rates		Outside Rates	
			Water	Wastewater	Water	Wastewater
5/8"	000	200 cu. ft.	\$14.17	\$16.73	\$21.38	\$22.66
3/4"	002	600 cu. ft.	\$21.73	\$29.37	\$33.18	\$41.74
1"	003	800 cu. ft.	\$25.51	\$35.69	\$39.08	\$51.28
1 1/2"	005	2,000 cu. ft.	\$48.19	\$73.61	\$74.48	\$108.52
2"	006	4,000 cu. ft.	\$85.99	\$136.81	\$133.48	\$203.92

NONRESIDENTIAL - LARGE COMMERCIAL (Class 208, 209, 308, 309)

3"	008	10,000 cu. ft.	\$214.54	\$341.41	\$325.63	\$505.12
4"	009	17,000 cu. ft.	\$340.24	\$562.61	\$521.93	\$839.02
6"	010	44,000 cu. ft.	\$761.44	\$1,415.81	\$1,180.73	\$2,126.92
8"	011	82,000 cu. ft.	\$1,354.24	\$2,616.61	\$2,107.93	\$3,939.52

**THE BOARD OF PUBLIC UTILITIES OF
THE CITY OF CLEVELAND, TENNESSEE - WATER DIVISION**
*Schedule of Water and Wastewater Rates in Force
(Including the Number of Customers Being Served)
For the Years Ended June 30, 2011*



RESALE

3"	008	10,000 cu. ft.	\$139.54	N/A	\$139.54	N/A
4"	009	17,000 cu. ft.	\$219.34	N/A	\$219.34	N/A
6"	010	44,000 cu. ft.	\$527.14	N/A	\$527.14	N/A
8"	011	82,000 cu. ft.	\$960.34	N/A	\$960.34	N/A

Number of Customers at June 30, 2011:	Water	Wastewater
	29,707	17,532

Rates are subject to rules and regulations of Cleveland Utilities.
Rates will be subject to adjustment as rate adjustments are received from water suppliers.

**THE BOARD OF PUBLIC UTILITIES OF
THE CITY OF CLEVELAND, TENNESSEE - WATER DIVISION**

Schedule of Unaccounted for Water

For the Years Ended June 30, 2011

For the Year Ended June 30, 2011

(All amounts in gallons)

A	Water Treated and Purchased:		
B	Water Pumped (potable)	1,785,496,000	
C	Water Purchased	1,860,475,140	
D	Total Water Treated and Purchased		3,645,971,140
	(Sum of Lines B and C)		
E	Accounted for Water:		
F	Water Sold	2,876,706,213	
G	Metered for Consumption (in house usage)	99,202,850	
H	Fire Department(s) Usage	254,245	
I	Flushing	1,402,080	
J	Tank Cleaning/Filling	0	
K	Street Cleaning	60,525	
L	Bulk Sales	0	
M	Water Bill Adjustments/ plus or (minus)	(40,226,250)	
N	Total Accounted for Water		2,937,399,663
	(Sum Lines F thru M)		
O	Unaccounted for Water		708,571,477
	(Line D minus Line N)		
P	Percent Unaccounted for Water		19.434%
	(Line O divided by Line D times 100)		
Q	Other (explain)	See Below	

Explain Other:

0

All amounts included in this schedule are supported by documentation on file at the water system. If no support is on file for a line item or if the line item is not applicable, a "0" is shown.

**CITY OF CLEVELAND, TENNESSEE
OTHER STATISTICAL DATA
June 30, 2011**

Population (Estimated) 41,285

Date of Incorporation 1903

Form of Government Council - Manager
(August 1993)

Number of Members of Board of Mayor and City Council
(elected for four-year terms) 8

Mayor and two Council members elected at large

Five council members - elected from five districts

City employees:	Cleveland				
	City	Schools	Library	Utilities	
Regular Full-time	315	671	11	193	1,190
Regular Part-time	0	105	13	0	118
Seasonal Part-time	77	0	0	1	78
Total	392	776	24	194	1,386

Area of City 28.7

Miles of roads and streets:

Asphalt 325

Gravel 0.05

Miles of sidewalks 42

Fire Protection:

Classification 3 and 4

Number of stations 5

Number of full-time employees 91

Number of fire trucks (pumpers and ladders and tankers), radio equipped 14

Number of sedans - radio equipped 3

Number of Fire Specialists pickup trucks - radio equipped 3

Number of fire hydrants 2,565

Per-capita fire loss \$46.29 (inside city) \$43.51 (fringe)

Police Protection:

Number of stations 1

Number of substations 0

Number of full-time sworn officers 92

Number of police reserves 0

Number of civilian personnel

Regular full-time 13

Regular part-time 14

Number of public service officers 16

**CITY OF CLEVELAND, TENNESSEE
OTHER STATISTICAL DATA - (Continued)
June 30, 2011**

Police Protection:	
Criminal offenses:	
TIBRS - Part A	5,200
TIBRS - Part B	1,462
Number of vehicles - all radio equipped	99

EDUCATION - PUBLIC SCHOOL SYSTEM

	Number	ADM	ADA
High School (Grades 9, 10, 11 and 12)	1	1,270	1,184
Middle Schools (Grades 6 through 8)	1	1,135	1,069
Elementary Schools (Grades K through 5)	6	2,555	2,411
Ungraded - Special Education		<u>81</u>	<u>81</u>
 Total Students		<u><u>5,041</u></u>	<u><u>4,745</u></u>
 Certificated Staff	397.0		
Non-Certificated Personnel	<u>274.0</u>		
 Total Personnel	<u><u>671</u></u>		

RECREATION AND CULTURE:

Parks (total acres)	289
Number developed	15
Number of swimming pools	3
Number of tennis courts	8
Number of softball parks	2
Number of gymnasiums	2
Number of golf courses	1
Number of multi-purpose fields	1
Number of soccer parks	1
Number of libraries	1city/county
Number of volumes	152,407
Number of e-books	24,651
Number of bookmobiles	1

UTILITIES:

- Electric - City-owned (statements and statistics are included in this report).
- Water - City-owned (statements and statistics are included in this report).
- Sewer - City-owned (statements and statistics are included in this report).
- Gas - Natural gas system owned and operated by Chattanooga Gas Company.
- Telephone - Cleveland is served by AT&T.
- Railroads - Cleveland is served by Norfolk and Southern (freight only).
- Bus Service - Cleveland is served by Greyhound Bus Lines.
- Airport - Cleveland owns Hardwick field; runway 3,300 feet.

CITY OF CLEVELAND, TENNESSEE
ESTIMATED COMPUTATION OF LEGAL DEBT MARGIN
6/30/2013 (estimated)

Total assessed value		\$1,117,149,000
Legal debt margin:		
Debt limitation--10 percent of total assessed value as adopted by local resolution		\$111,714,900
Debt applicable to limitation:		
Total bonded debt	\$123,399,516	
Less: Revenue bonds	55,779,453	
Amount available for repayment of general obligation bonds	<u>2,545,643</u>	
Total debt applicable to limitation		<u>65,074,420</u>
Legal debt margin		<u>\$46,640,480</u>
Per Capita Debt as of June 30, 2013 (estimated)		\$1,530