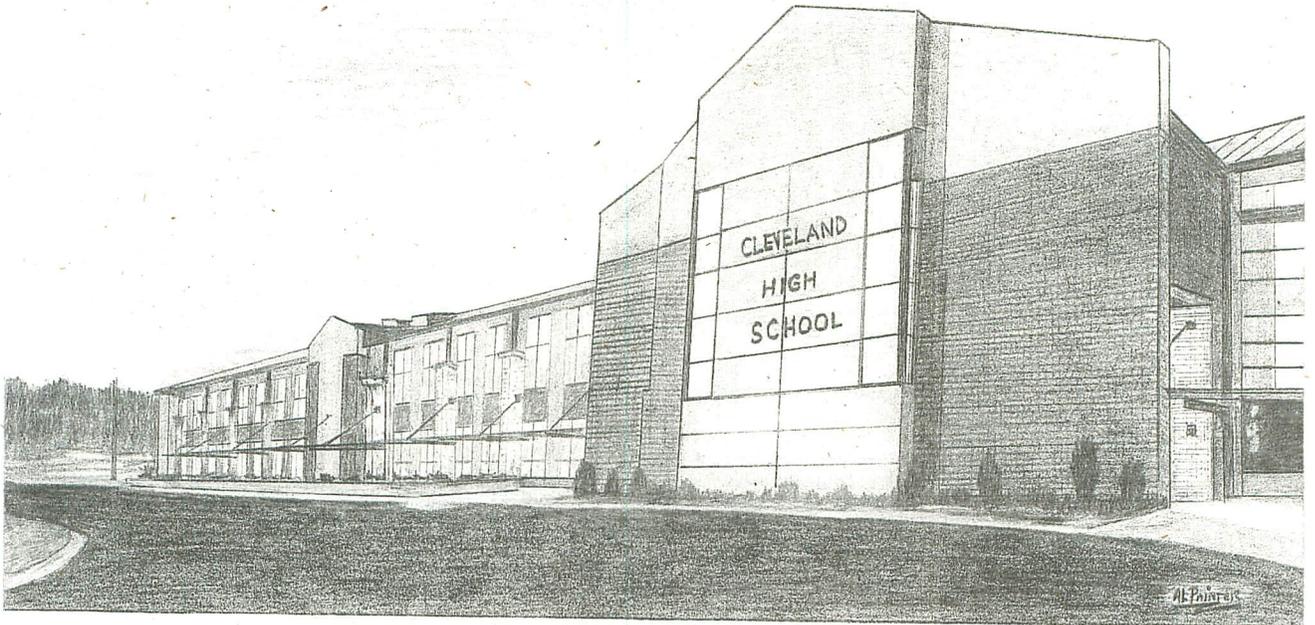


Founded
1842

Incorporated
1903

City of Cleveland Tennessee



Annual Budget 2013 - 2014

*City of Cleveland,
Tennessee*



*Annual Budget
FY 2014*



GOVERNMENT FINANCE OFFICERS ASSOCIATION

*Distinguished
Budget Presentation
Award*

PRESENTED TO

**City of Cleveland
Tennessee**

For the Fiscal Year Beginning

July 1, 2012

Christopher P. Morrell

President

Jeffrey R. Egan

Executive Director

The Government Finance Officers Association of the United States and Canada (GFOA) presented a Distinguished Budget Presentation Award to the City of Cleveland, Tennessee for its annual budget for the fiscal year beginning July 1, 2012. 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 2013-2014

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>	William Watson, 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>Airport Manager:</i>	Mark Fidler
<i>Cleveland Utilities General Manager:</i>	Tom Wheeler, PE
<i>Director of Schools:</i>	Dr. Martin Ringstaff

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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 25 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., Mars Snackfoods, 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	30.0	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 2013 was 7.7%. The unemployment rate for Bradley County was 7.4%, the State of Tennessee was 8.0% and the national average was 8.1%. The cost of living is 17.8% below the national average, and 1.06% above the state average.

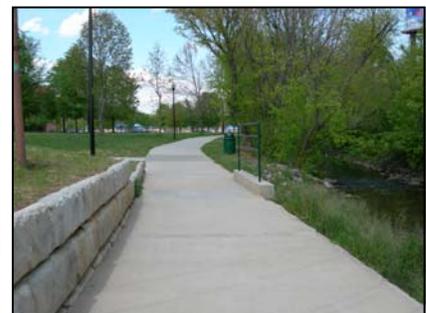
Cleveland is served by Southern Railway, Greyhound bus line, numerous common freight carriers, and barge service from the Hiwassee River by Charleston Marine Transport, Inc. The City owns Hardwick Field, a general aviation airport and plans to sell the existing airport to help reduce the debt service amount owed for the new airport. In January 2013, the new Cleveland Regional Jetport was opened. 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, six elementary schools, one middle school, one high school, and one alternative school. Additional information can be found under Special Revenue Funds or at www.clevelandschools.org.

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



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. Additional discussion of recreational parks can be found within the Parks and Recreation section of the General Fund or online at www.clevelandtn.gov.



Utilities are provided by the following within the City:

- | | |
|------------------------|------------------------------------|
| Cleveland Utilities | Electricity, water, and wastewater |
| Volunteer Energy MC | Electricity in some annexed areas |
| Chattanooga 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 FY2014.

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

by a narrative overview of the organization of the City. Third is a staffing overview. 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
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 Mr. William Watson, C.P.A., Director of Finance/City Clerk, P.O. Box 1519, Cleveland, TN 37364-1519, or phone him at (423) 472-4551.

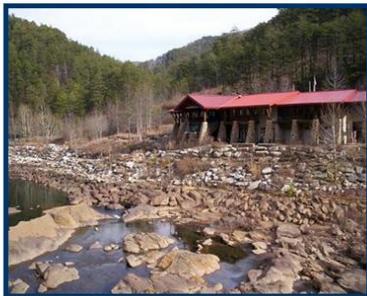
The City with Spirit™
Cleveland, Tennessee



**Apple Valley
Orchards**



**Red Clay
Historical Park**



**Ocoee Whitewater
Center**



The Spot Restaurant



Cleveland Speedway



Mainstreet Cruise-In

City of Cleveland

CLEVELAND, TENNESSEE

Office of the City Manager



Janice S. Casteel
City Manager
(423) 472-4551

(423) 559-3337 Fax

jcasteel@cityofclevelandtn.com

Cleveland Municipal Building
190 Church Street, N.E.
P.O. Box 1519
Cleveland, TN 37364-1519

May 12, 2013

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 2014

Gentlemen:

The FY2014 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 FY2014 Budget addresses the 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 and 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 FY2014 total Budget, which includes all City and Cleveland Utility funds, is \$227,620,562. This represents a 3.9% decrease from the FY2013 amended Budget. This decrease is primarily due to capital projects completed in FY2013.

The FY2014 Budget includes an estimated six cent property tax increase for the state-mandated reappraisal required by T.C.A. 67-5-1701. The state will certify the calculation of the City's certified tax rate in June after the appeal process and certify that the City will receive the same property tax revenue as the previous year. The proposed Budget for FY2014 includes an additional 18.51 cent property tax increase for operations to maintain the current level of services being provided to our citizens and to pay the debt service for capital projects. If the City's certified tax rate is \$1.55, with the 18.51 cent

increase, the City's 2013 tax rate will be \$1.7351 per hundred dollars of assessed value. This will be the first property tax increase since tax year 2005. The Budget 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 FY2014 Budget include capital projects funded from the local sales tax referendum. A complete list of the capital projects funded by the proceeds of the 2009 local option sales tax is presented at the end of the Budget message. State and federal funds will improve Exit 20 and construct a new APD-40 Interchange to be completed by 2015. The 2012 Budget funded the City's share of the Local Interstate Connector (LIC) project at the new APD-40 Interchange and the work is expected to be completed in 2013 or spring of 2014. The City and County have each contributed \$1,875,000 and the state will fund \$3,750,000 for the LIC projects.

Staff continued a conservative approach of estimating revenue for the FY2014 Budget. Due to conservative budgeting practices there has been growth in the fund balance for the past eleven fiscal years. Using conservative estimates in projecting future revenue will help ensure that the City maintains an adequate fund balance.

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 October forms were distributed to all City departments, including the school system, for the CINI. In January 2013 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 Strategic Planning Session*: Also in January 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 25, 2013 at which the Budget was presented and discussed. The final Budget must be approved by June 30, 2013.

The City of Cleveland will operate this year with thirty-two 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-two 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.) Department of Justice Asset Forfeiture Fund
- 12.) 2009 Justice Assistance Grant - ARRA
- 13.) 2009 Cops Hiring Grant
- 14.) 2009 Byrne Memorial Grant
- 15.) 2010 Byrne Memorial Grant
- 16.) 2011 Byrne Memorial Grant
- 17.) 2012 Byrne Memorial Grant
- 18.) Targeted Crime Reduction Grant

Debt Service Fund:

- 19.) Debt Service Fund

Capital Projects Funds:

- 20.) 2009 Bradley Build America Bonds
- 21.) THDA Neighborhood Grant Fund
- 22.) Sales Tax Capital Projects Fund
- 23.) Capital Improvements Program (CIP) Fund
- 24.) Spring Branch Industrial Park Fund
- 25.) ARRA Grant Projects Fund
- 26.) Greenway Fund
- 27.) Fletcher Park Fund

Enterprise Funds:

- 28.) Cleveland Municipal Airport Authority Fund
- 29.) Cleveland Utilities Electric Fund

30.) Cleveland Utilities Water/Wastewater Fund

Internal Service Fund:

31.) Fleet Management Fund

Trust Fund:

32.) Meiler Estate Animal Shelter Fund

While the City administers twenty-seven 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 FY2014 the total transfer from the General Fund for schools is \$7,529,300, which is \$5,300 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 has not been possible due to the state of the economy and loss of the fire contract with Bradley County, which was \$1.8 million in FY2012 and \$911,000 in FY2013, with the contract ending June 30, 2013.

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 FY2014 Budget includes \$608,100 for the Cleveland Public Library which is a \$40,000 increase from last fiscal year. This increase is contingent upon the Bradley County Commission also funding the additional \$40,000.

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 5% rate increase for water and a 5% increase for their wastewater operation for FY2014, but has no rate increases in the FY2014 electric budget unless TVA increases its rate.

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. The assumptions were important factors in estimating revenues and expenditures. The major assumptions are as follows:

- The state-mandated reappraisal calculation which guarantees cities and counties the same revenues as they received the previous year will require an estimated six cent property tax increase for city taxpayers. The certified rate cannot be adopted by the City Council until the appeal process is completed by the Bradley County Assessor and the Board of Equalization.
- In addition, this Budget includes an 18.51 cent property tax increase to fund the current level of services and pay the debt service on several capital projects.
- No increase in the Residential Sanitation Fee.
- Property tax revenue growth of approximately 1% over FY 2012's audited amount.
- Local sales tax budgeted at .5% above FY 2012's audited amount.
- State sales tax budgeted at 4% above FY 2012's audited amount.
- State income tax budgeted at 13% below FY 2012's audited amount.
- 5% franchise fee on the gas franchise and the cable television franchise.
- Bradley County will not pay the City for fire suppression services for the City's fringe area. This compares to \$911,100 received from the County in the previous fiscal year for the fire contract which is in effect through June 30, 2013.
- There has been no increase budgeted for health or dental insurances.
- City employees will receive a 3.5% cost-of-living adjustment (COLA) for FY2014. Cleveland Utilities has funded a 1% COLA and a 3.5% merit raise for their employees, and City Schools has funded a 2% COLA and a step increase for their employees.
- The FY2014 Budget restores funding for additional personnel previously unfunded because of the economy and loss of the fire contract with Bradley County:
 - Property Maintenance Official
 - Two (2) Firefighters

- Six (6) Grant Police Officers (grants end June 30th)
 - Six (6) Police Officers
 - Motor Equipment Operator 1
 - Motor Equipment Operator 3 (State Street Aid Fund)
 - Public Service Worker (Solid Waste Fund)
- The Cleveland City School System will receive an additional \$5,300 from the City for debt service.
 - The City's FY2014 Budget will increase long-term debt for the new general aviation airport construction cost less the proceeds from the sale of the City's former airport at Hardwick Field. The annual debt service payment is budgeted at \$370,000. The FY2014 Budget also increased for the new Spring Branch Industrial Park near Exit 20, which is jointly funded with Bradley County and Cleveland Utilities, and the Airport Terminal Building.
 - The Office of Criminal Justice Program Targeted Crime Reduction Grant which funded two police officers and provided funding for evidence-based programs with the Cleveland Boys & Girls Club, Bradley County Juvenile Court, and Behavioral Research Institute ends June 30th. The mission of Cleveland's grant is to reduce crime in Sectors 1 and 2 of the city. The City is committed to continuing the collaborative partnerships created during the three-year grant and has budgeted \$14,000 to continue the Boys & Girls Club character-building programs (Positive Action and Life Skills) at the City's two community centers and the clubs at the Cleveland Housing Authority.
 - The FY2014 Budget will not use any of the City's \$11.9 million unreserved general fund balance. Unreserved fund balance represents 41.7% of total general fund expenditures. However, unreserved fund balance only represents 29.4% when compared to total general fund expenditures and transfers to other funds – such as debt service and schools.
 - The FY2014 Budget will also not use any of the City's \$2.5 million debt service fund balance. Unreserved fund balance represents 41.5% 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 \$2.5 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. In the FY2013 Budget, the City earmarked the sales tax contract lawsuit proceeds for much-needed paving.

The City was seeking legal review of the 1982 .75% increase which has no contract amendment and judicial review of the 1967 agreement and 1972 amendment which has no termination clause. The City was also seeking review of the effective date of Bradley County's sales tax to be July 1, 2010 instead of July 1, 2009 – which would allow the City to collect its sales tax for one additional year. Few cities have a contract with their county for sales tax distribution. Most Tennessee cities follow the state's formula where the sales tax is situs based, which means that the tax is returned where it was collected – to the governmental agency providing its infrastructure and services. The City was successful with the effective date of the County's tax being July 1, 2010 and received \$1,422,683.58 from Bradley County. County Schools will repay the City this amount over a thirty-month period beginning July 1, 2013. The County was successful in keeping the 45 year contract in place for the 1967 agreement, the 1972 amendment and the 1982 sales tax increase. Chancellor Bryant had already ruled that the 2009 tax would be situs based, which added approximately \$500,000 to the City's Sales Tax Fund annually. This portion of the tax had accumulated since July 2009 and added more than \$1.7 million to the City's sales tax fund in Fiscal Year 2013. See the detailed list of sales tax 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:
 - Central Avenue Paving, Drainage and Sidewalk Improvement Project (Ocoee Street to Gaut Street)
 - Stuart Road Paving Project
 - 20th Street Sidewalk Improvements (Harle to Parker)
 - 20th Street Sidewalk Improvements (Baugh to Neely)
 - 17th Street Sidewalk Improvements and Paving (Ocoee to Keith and will connect Deer Park to the Greenway)
 - Ocoee Greenway Connector (Tinsley Park to Ocoee Street)
 - Georgetown Road @ 25th Street Lane Addition (Guthrie Drive to Clingan Ridge)
 - Adkisson Drive and Norman Chapel Road (Executive Park Drive to Paul Huff Parkway)
 - Mouse Creek Road Safety Improvements (Eldredge Ave. to Hunters Run Place)

MPO project costs total \$6,077,015 with the City paying \$1,215,403 as its 20% match and the state will contribute the remaining 80%, or \$4,861,612.

- The FY2014 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 FY2014 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.
- Seven full-time positions in the City were previously 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. These positions will not be restored with the FY2014 Budget.
- This Budget does not include an additional \$142,000 requested by the Bradley County 9-1-1 District. They have requested \$142,000 from both the City of Cleveland and Bradley County to cover their shortfall in the cost of staffing and operating their center. The State Emergency Communication Board (ECB) and the State Comptroller require that 9-1-1 centers operate with a balanced budget. The 9-1-1 District has had a shortfall the last three years and the center is now considered “At-Risk” by the state. 9-1-1 has submitted an amended balanced budget to the ECB for FY2013. However, since their audit will not be submitted to the ECB until December, their FY2014 Budget must operate in the black in order to be considered financially sound. The City Council will consider additional funding for the 9-1-1 District if the Bradley County Commission includes the additional \$142,000 in their FY2014 budget when they finalize their budget in July or August.

Major Issues:

1.) **Property Tax Rate:** Cleveland’s property tax rate of \$1.4904 for 2012 remains the lowest property tax rate of any similarly-sized city with a K-12 city school system in the state. Cleveland’s rate is 23 cents below Johnson City’s property tax rate. The FY2014 Budget will require a property tax increase of 18.51 cents to maintain the current level of service being provided today for our citizens and to pay the debt service necessary to fund our capital projects you have provided in order to create job opportunities for our growing community. See Table 1 on the next page for a list of items funded with this property tax increase. The 18.51 cents will be added to the state’s certified tax rate for the City, which is estimated to be \$1.55. See Table 2 on the next page for a comparison of Cleveland’s rate to other cities with school systems. The total

amount of funding for the Cleveland City Schools System equals \$7.5 million or 45% of the total property tax rate.

Purpose of Proposed 18.51 Cent Property Tax Increase			
Item Funded	Single Cost	Total Cost	Tax Increase (in cents)
Cost to deliver same services in FY2014		\$450,000	4.5
3.5% C.O.L.A. for employees	\$175,000	612,500	6.12
Library Budget Request		40,000	0.4
Development & Engineering:			
Property Maintenance Official		65,100	0.65
Fire:			
2 Firefighters (net)	46,492	92,984	0.93
Police:			
6 Police Officers (Grant ends 6/30/2013)	55,826	334,955	3.35
6 additional Police Officers	65,413	392,478	3.92
Reduced Police Department Overtime		(178,000)	(1.78)
Public Works:			
MEO I (Motor Equipment Operator)		41,900	0.42
Public Service Worker (Solid Waste) \$38,254			
MEO III (State Street Aid) \$48,987			
Total Property Tax Rate Increase			18.51 cents

Table 1

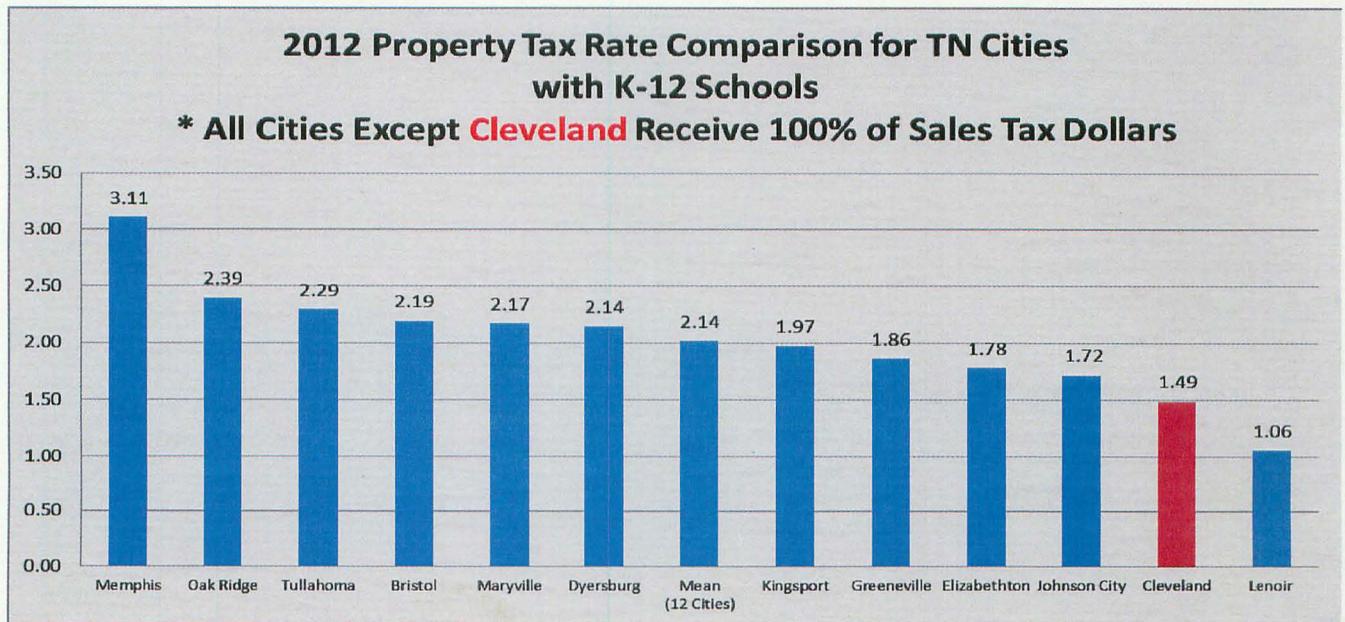


Table 2

2.) **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, equipment and personnel will be needed in order to help the city maintain its ISO rating once development occurs.

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’s garage and impound lot are located on Fulbright Road.

4.) **Elementary School:** This Budget **does not** include funding for a new elementary school. The City has purchased the land, but does not have funding in place for the estimated \$13 million new elementary school to be located on Georgetown Road. Bradley County is currently considering several school capital projects including a major renovation of one of its middle schools. Any time Bradley County issues debt for school improvements, the City receives one-third of the proceeds for its school capital projects since the Cleveland City School System educates one-third of the students in Bradley County and City residents pay County taxes, which are used to pay the debt service. *If an elementary school is needed before Bradley County begins its school capital projects, construction of a new elementary school would require a 9.8 cent City property tax increase for the \$13 million bond issue.*

5.) **Capital Equipment Replacement Program:** City departments have prepared a 15-year equipment replacement schedule. Funding would require an additional \$1.8 million annually (an additional 18 cent property tax increase); however, no funding is in place to fully implement the program. The FY2014 Sales Tax Capital Project Fund includes the following amounts for the annual replacement of equipment. These proposed funding levels would provide departments the opportunity to begin an Equipment Replacement Program:

Development and Engineering Vehicle Replacement	\$ 24,000
Fire Department (Fire Apparatus)	180,000
Fire, Recreation, Administration – Vehicle Replacement	70,000
Parks & Recreation – Mower Replacement	24,000
Police – Vehicle Replacement	285,000
Public Works Equipment Replacement	<u>150,000</u>
 Total Allocation for Capital Equipment Replacement	 \$ 733,000

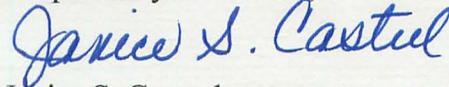
6.) **Other Funding Issues:** The City and County have each agreed to invest \$2 million in a proposed veterans' home to be located off APD-40. Land has been donated for the veterans' home and design is underway; however, construction funding will not be included in the City's Budget until federal funding is secured for the project.

We believe this Budget includes only essential items required for the City to continue to move forward and to make significant progress on the City's goals for the coming year. A list of those Goals and Objectives immediately follow this Budget Message.

I would be remiss if I did not acknowledge the numerous hours of staff time that have been devoted to preparing this Budget. I especially want to thank Amy Newman, City Accountant, Christy Bryant, Administrative Assistant, William Watson, Director of Finance, Melinda Carroll, Assistant City Manager, and the staff of the Administration and Finance Department, Department Heads and their Departmental Budget Officers for all their time and effort in preparing this Budget. Because of the dedication and teamwork of these employees, the City of Cleveland has received the Government Finance Officers Association Distinguished Budget Presentation Award the past 15 consecutive years. I believe our current budget continues to conform to their program requirements, and we are submitting it to GFOA to determine its eligibility for another award.

A Public Hearing and first reading of the Budget Ordinance have been scheduled for May 28th. The final reading of the Budget Ordinance will be held on June 10th and this Budget with any revisions you recommend will go into effect on July 1, 2013. Because of the state-mandated reappraisal, the 2013 Property Tax Rate Ordinance readings will be held in July. 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

<i>City only portion of sales tax proceeds:</i>	FY2010	FY2011	FY2012	Amended FY2013	Proposed FY2014
Revenues:					
FY2009 actual	483,632				
FY2010 actual	1,651,349				
FY2011 actual		1,712,407			
FY2012 actual			1,876,363		
FY2013 disputed funds - actual 3/11/2013				1,610,625	0
FY2013 additional (situs-based increase)				264,000	0
FY2013 estimated				1,950,000	0
FY2014 (From Bradley County Schools-30 months)					340,132
FY2014 estimated					2,529,475
Total Revenues:	2,134,981	1,712,407	1,876,363	3,824,625	2,869,607
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			60,000		
Computer Capital Expenditures				259,738	225,000
Land - Elementary School				420,568	
Development & Engineering Services:					
2 Vehicles (Used Pickups)Replacement Program					24,000
Public Safety					
Emerg. Mgmt - Radio Tower (actual) Thru FY14	50,000	50,000	40,441	41,000	41,000
Public Safety - Police					
Patrol cars replacement program (annually)	48,500	0	279,596	420,404	285,000
Public Safety - Fire					
Fire Hall survey & site design				9,500	
Fire Training tower survey/site design				2,000	
Inspector veh (replacement) 1999 Pickup w/conver.(& Recr)					35,000
Inspector veh (replacement) 1999 Pickup w/conver.(& Recr)					35,000
Replace opticom signal equipment				16,250	
Refurbish 1997 Pierce Engine #5					190,000
Breathing Appar.					300,000
Fire Appar. Replacement Program (annually)					180,000
Fire Building Improvements					20,000

**City of Cleveland Sales Tax Fund
Half Cent Sales Tax Proceeds**

<i>City only portion of sales tax proceeds:</i>				Amended	Proposed
	FY2010	FY2011	FY2012	FY2013	FY2014
Public Works:					
MPO-Match-Ocoee/25th Prel. Eng. (actual)	30,000				
MPO-Central Ave. 3R Project				152,470	14,330
MPO-Stuart Rd. 3R Project					149,893
MPO-20th Street Sidewalk Project				96,638	13,997
MPO-17th Street 3R				127,643	14,720
MPO-Greenway Ocoee Connector					15,600
MPO-Adkisson					160,832
MPO-Georgetown Rd.@25th Street					125,720
MPO-Mouse Creek Rd. 3R					44,800
MPO-Planning & Overrun					36,583
Ocoee St. Curb & sidewalks (actual)	85,111				
Street Paving	309,996	710,016	772,423	168,302	1,000,000
Street Paving (one-time disputed funds)				1,000,000	
Drainage Projects			54,685	181,315	120,000
Sidewalk Projects			5,597	54,403	30,000
Ocoee/Lee Univ Pedestrian Lgts. (actual)	20,262				
20th/Dalton Pk. - ROW & design	5,440		36,060		
MPO-Mouse Ck. Rd.(Planning & Envir.)	44,000				
Knuckleboom replacement		111,910			
Guardrail at Blythe Ferry			12,396		
Ocoee Street Drainage - 3-laning	15,080	2,483			
N.Ocoee @ McIntire Drainage			32,217		
Guthrie Drive Drainage Project				30,800	
Hunters Run Cr. Drainage Project			17,207		
MPO - Paving Match		17,184			
Durkee Rd R-O-W - Whirlpool				100,000	
Local Interstate Connector - North			175,000		
Georgetown/25th St. Intersection (Env & constr)			12,255	5,795	
Blythe/Bower Dirt Removal (Dozer rental)			21,389		
Street Sweeper				180,000	
8th/Bowman/Centenary/Ocoee St. Drainage Project				58,000	
Greenway Survey Work - Willow to Inman				20,000	
Sidewalk Improvement - Ocoee (Blueberry Hill to Ocoee Crossing)					75,000
Public Works Equipment Replacement Program (annually)					150,000
Greenway - Mohawk Dr. Extension				60,000	
Stormwater:					
Stormwater mapping			300,000		225,000

**City of Cleveland Sales Tax Fund
Half Cent Sales Tax Proceeds**

<i>City only portion of sales tax proceeds:</i>				Amended	Proposed
	FY2010	FY2011	FY2012	FY2013	FY2014
Parks & Recreation:					
Tinsley Park Tennis Courts		14,480			
Tinsley Park Tennis Lights			60,875		
Tinsley Park Playground Grant Match			110,095		
Waterville-Course Improvements				173,000	
Tinsley Park Renovations				92,900	
Mosby Pool Replacement (Grant 250,000 & CDBG 100,000)					150,000
Roof - South Clev. Community Center					150,000
Recreation - Mowing Equipment (annually)					24,000
Total Expenditures:	1,961,249	943,573	1,990,236	3,670,726	3,835,475
Difference:	173,732	768,834	(113,873)	153,899	(965,868)
Balance:	173,732	942,566	828,693	982,592	16,724

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: Construct 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: 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 pothole patching program and eventually have all streets on resurfacing program to eliminate potholes.
 - Objective: Install new sidewalks and repair existing sidewalks.
 - Objective: Improve the coordination of downtown traffic signals.
 - Objective: Extend the runway from 5,500 ft. to 6,000 ft. to better serve Cleveland's industry flying into the new Cleveland Regional Jetport.
 - Objective: Continue inspection of all utility cuts.
 - Objective: Continue the City's stormwater program.
 - Objective: Continue the Army Corp of Engineers' Flood Study of Cleveland's drainage basins.
 - Objective: Improve major intersections in Cleveland.

- Objective: Operate and expand a city-wide deviated fixed route transit system.
- Objective: Implement Phase II of Roadscapes Project on 25th Street from Peerless Road to Interstate 75.
- Objective: Implement Phase III of Roadscapes 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 new 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.
- Objective: Continue to research new ways to implement mobile computing for City employees to improve productivity.

Goal #5 Improve our economic development efforts.

- Objective: Continue to aggressively market the Cleveland/Bradley Industrial Park and the new Spring Branch 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 annual Council Planning Retreat to determine city-wide needs and priorities.
- Objective: Annually review the City's Debt Management Policy and implement revisions as necessary to protect the City's financial stability.
- Objective: Increase the fund balance of the Debt Service Fund to 70% of the fund's annual expenditures.
- 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 7 miles from Cleveland city limits.
- Objective: Implement 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 Cleveland/Bradley County Greenway.
- 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.
- Objective: Continue plan for redevelopment of former Whirlpool plant area and begin Inman Street Redevelopment plan.

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: Continue energy audits of all City buildings.

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.).

The School Fund is also a major fund of the City. It is used to account for the revenues and expenditures of the City of Cleveland public school system.

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, Recycling Grant, 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 two Enterprise Funds: Cleveland Utilities Electric Division, and Cleveland Utilities Water/Wastewater Division.

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, a permanent 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 97% of the total revenues received by the City of Cleveland.

Charges for services revenues provide 59.4% 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, and other miscellaneous fees.

Intergovernmental revenues represent 21.3% 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.

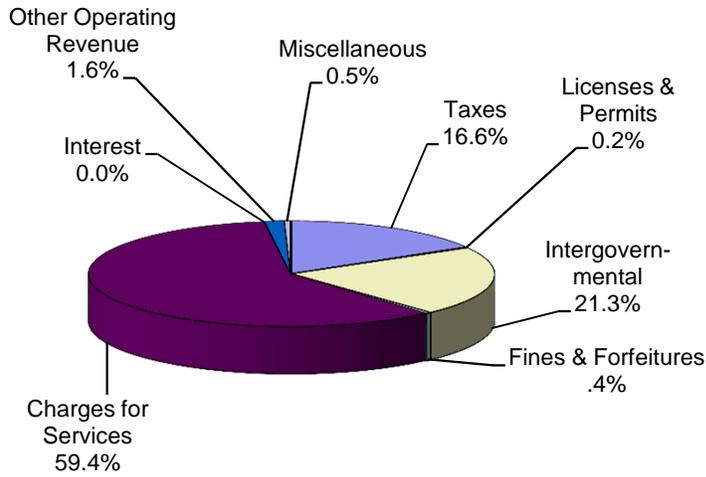
Tax revenues account for 16.6% of the total funding sources received to fund city services. Property tax and sales tax are the largest sources of tax revenues. Combined they provide over 87% of total taxes collected. The proposed budget includes an estimated increase for the certified tax rate of six cents due to state revaluation which occurs every four years (this rate increase is subject to appeals). In addition, there is an 18.51 cent property tax increase to fund operations for services and to fund the debt service for capital projects. The property tax rate is projected to be \$1.7351 per \$100 of assessed value.

Major uses of these resources include power purchased by Cleveland Utilities at 38.9% and education funding at 20.0%. Other significant expenditures and expenses include Cleveland Utilities' operation expenses at 10.3% and Public Safety at 7.9%.

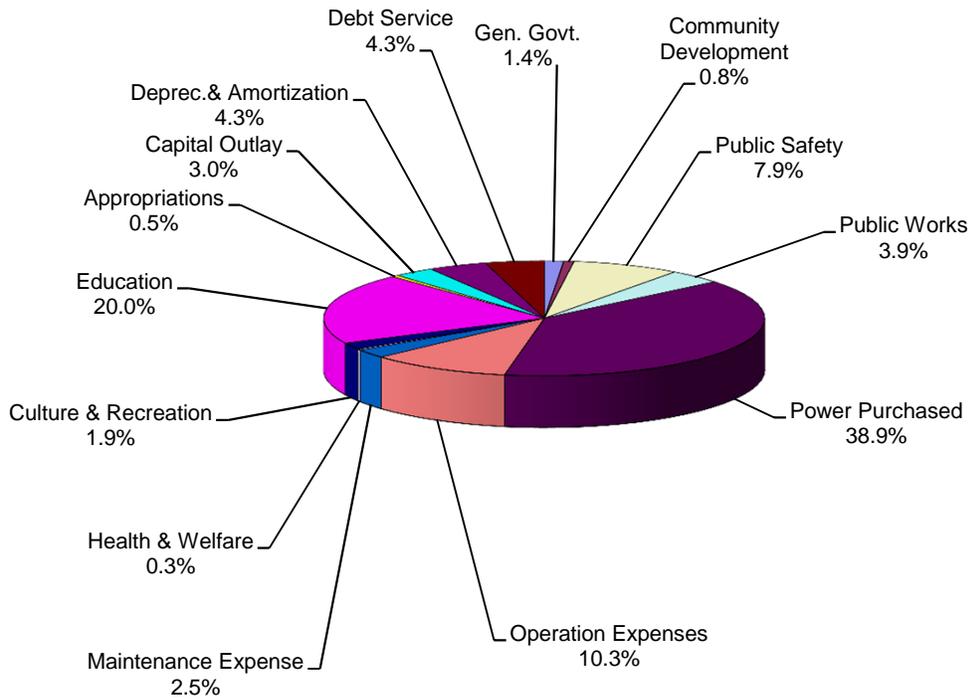
The revenue sources and expenditures of the City of Cleveland may be more easily understood by reviewing the following pie charts. Also included in this section are three-year budget spreadsheets (FY2012 actual, FY2013 budgeted, and FY2014 recommended budgets) for each of the fund categories.

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 - FY2014



Expenditures and Expenses By Use - FY2014



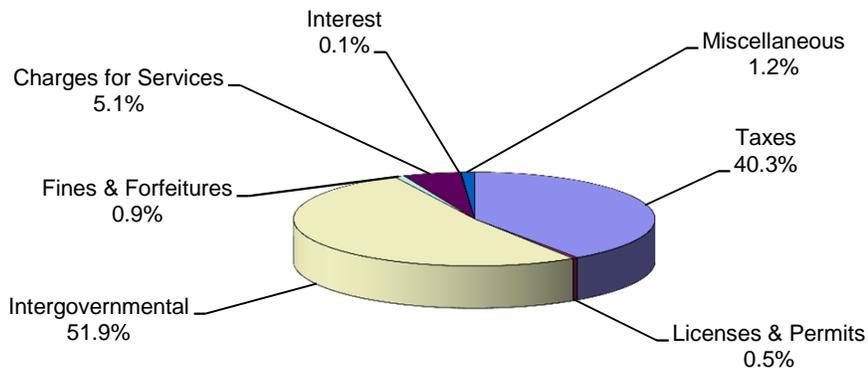
City of Cleveland, Tennessee
2012-2014 Summary of All Funds

	Governmental Funds			Proprietary Funds		
	2012 Actual	2013 Budgeted	2014 Proposed	2012 Actual	2013 Budgeted	2014 Proposed
Revenues:						
Taxes	\$31,817,105	\$33,919,350	\$35,262,048	\$0	\$0	\$0
Licenses & permits	427,088	442,725	430,125	0	0	0
Intergovernmental	49,795,300	47,781,958	45,312,380	0	0	0
Fines & forfeitures	716,361	754,800	765,600	0	0	0
Charges for services	6,164,915	5,291,856	4,480,286	115,459,251	123,015,759	122,234,103
Interest	53,009	48,350	48,500	143,745	59,890	54,441
Other operating revenue	0			3,167,562	3,103,623	3,347,682
Miscellaneous	689,868	782,140	1,059,970	154,150	200	200
Subtotal:	\$89,663,646	\$89,021,179	\$87,358,909	\$118,924,708	\$126,179,472	\$125,636,426
Other financial sources:						
Operating transfers in	14,792,877	14,455,800	14,599,000	34,000	426,200	0
Capital contributions	354,870	0	0	5,617,117	10,000,000	0
Proceeds from debt	2,615,335	6,720,744	603,925	0	0	0
Total Financial Sources	\$107,426,728	\$110,197,723	\$102,561,834	\$124,575,825	\$136,605,672	\$125,636,426
Expenditures and Expenses						
General government	\$2,114,753	\$2,478,525	\$2,292,085	\$715,706	\$736,600	\$706,500
Community development	1,333,216	1,616,806	1,588,585	0	0	0
Public safety	16,334,062	16,481,410	16,886,907	0	0	0
Public works	7,378,231	7,841,225	8,411,450	0	0	0
Power purchased	0	0	0	77,939,334	83,804,216	82,763,510
Operation expenses	0	0	0	18,398,621	20,954,840	21,916,284
Maintenance expense	0	0	0	5,782,087	5,150,938	5,219,458
Health and welfare	548,043	674,011	662,203	0	0	0
Culture and recreation	3,841,470	4,042,681	4,095,750	0	0	0
Education	43,685,843	41,507,662	42,689,398	0	0	0
Appropriations	1,070,066	1,091,000	1,097,436	0	0	0
Capital outlay	8,380,283	18,552,486	6,314,936	0	0	0
Depreciation and amortization expense	0	0	0	8,288,652	8,937,558	9,176,450
Debt service principal	2,494,057	2,761,360	3,422,244	0	0	0
Debt service interest and other	2,755,073	3,207,786	3,339,007	3,164,695	2,410,683	2,439,359
Subtotal:	\$89,935,097	\$100,254,952	\$90,800,001	\$114,289,095	\$121,994,835	\$122,221,561
Other financing uses:						
Pymt. to ref. bond escrow	0	0	0	0	0	0
Operating transfers out	12,893,660	12,812,000	12,589,000	1,927,517	2,070,000	2,010,000
Total Use of Resources:	\$102,828,757	\$113,066,952	\$103,389,001	\$116,216,612	\$124,064,835	\$124,231,561
Net Increase (Decrease) in Fund Balance	\$4,597,971	(\$2,869,229)	(\$827,167)	\$8,359,213	\$12,540,837	\$1,404,865
Fund Balance or Net Assets - July 1	20,613,120	25,211,091	22,341,862	146,986,182	155,345,395	167,886,232
Fund Balance or Net Assets-June 30	\$25,211,091	\$22,341,862	\$21,514,695	\$155,345,395	\$167,886,232	\$169,291,097

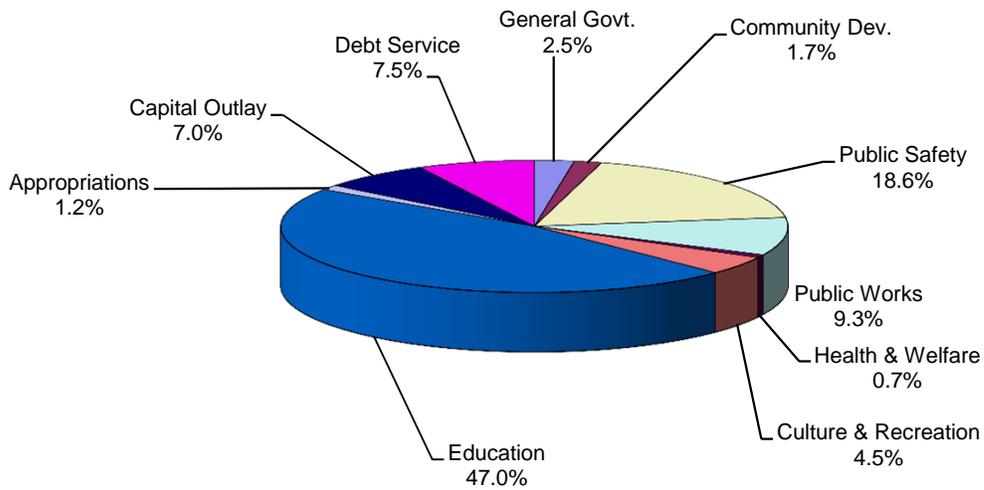
City of Cleveland, Tennessee
2012-2014 Summary of All Funds

	Fiduciary Funds			Total		
	2012 Actual	2013 Budgeted	2014 Proposed	2012 Actual	2013 Budgeted	2014 Proposed
Revenues:						
Taxes	\$0	\$0	\$0	\$31,817,105	\$33,919,350	\$35,262,048
Licenses & permits	0	0	0	427,088	442,725	430,125
Intergovernmental	0	0	0	49,795,300	47,781,958	45,312,380
Fines & forfeitures	0	0	0	716,361	754,800	765,600
Charges for services	0	0	0	121,624,166	128,307,615	126,714,389
Interest	5,164	1,000	1,000	201,918	109,240	103,941
Other operating revenue	0	0	0	3,167,562	3,103,623	3,347,682
Miscellaneous	0	0	0	844,018	782,340	1,060,170
Subtotal:	\$5,164	\$1,000	\$1,000	\$208,593,518	\$215,201,651	\$212,996,335
Other financial sources:						
Operating transfers in	0	0	0	14,826,877	14,882,000	14,599,000
Capital contributions	0	0	0	5,971,987	10,000,000	0
Proceeds from debt	0	0	0	2,615,335	6,720,744	603,925
Total Financial Sources	\$5,164	\$1,000	\$1,000	\$232,007,717	\$246,804,395	\$228,199,260
Expenditures and Expenses						
General government	\$0	\$0	\$0	\$2,830,459	\$3,215,125	\$2,998,585
Community development	0	0	0	1,333,216	1,616,806	1,588,585
Public safety	0	0	0	16,334,062	16,481,410	16,886,907
Public works	0	0	0	7,378,231	7,841,225	8,411,450
Power purchased	0	0	0	77,939,334	83,804,216	82,763,510
Operation expenses	0	0	0	18,398,621	20,954,840	21,916,284
Maintenance expense	0	0	0	5,782,087	5,150,938	5,219,458
Health and welfare	0	0	0	548,043	674,011	662,203
Culture and recreation	0	0	0	3,841,470	4,042,681	4,095,750
Education	0	0	0	43,685,843	41,507,662	42,689,398
Appropriations	0	0	0	1,070,066	1,091,000	1,097,436
Capital outlay	0	0	0	8,380,283	18,552,486	6,314,936
Depreciation and amortization expense	0	0	0	8,288,652	8,937,558	9,176,450
Debt service principal	0	0	0	2,494,057	2,761,360	3,422,244
Debt service interest and other	0	0	0	5,919,768	5,618,469	5,778,366
Subtotal:	\$0	\$0	\$0	\$204,224,192	\$222,249,787	\$213,021,562
Other financing uses:						
Pymt. to ref. bond escrow	0	0	0	0	0	0
Operating transfers out	5,700	0	0	14,826,877	14,882,000	14,599,000
Total Use of Resources:	\$5,700	\$0	\$0	\$219,051,069	\$237,131,787	\$227,620,562
Net Increase (Decrease) in Fund Balance	(\$536)	\$1,000	\$1,000	\$12,956,648	\$9,672,608	\$578,698
Fund Balance or Net Assets - July 1	460,488	459,952	460,952	168,059,790	181,016,438	190,689,046
Fund Balance or Net Assets-June 30	\$459,952	\$460,952	\$461,952	\$181,016,438	\$190,689,046	\$191,267,744

City of Cleveland Summary of Governmental Funds Revenues By Source - FY2014



Expenditures By Source - FY2014



City of Cleveland, Tennessee
2012-2014 Summary of Financial Sources and Uses
Governmental Funds

	General Fund			Special Revenue Funds		
	2012 Actual	2013 Budgeted	2014 Proposed	2012 Actual	2013 Budgeted	2014 Proposed
Financial Sources:						
Taxes	\$29,020,438	\$29,019,000	\$31,238,500	\$0	\$0	\$0
Licenses & permits	427,088	429,725	430,125	0	13,000	0
Intergovernmental	4,950,066	4,826,800	4,782,300	41,046,848	38,662,829	39,234,780
Fines & forfeitures	698,392	739,800	750,600	17,969	15,000	15,000
Charges for services	2,743,599	1,891,625	1,007,555	3,421,316	3,400,231	3,472,731
Interest	13,713	12,500	14,500	11,082	8,000	7,700
Miscellaneous	175,064	220,198	444,800	308,668	446,054	348,570
Subtotal:	\$38,028,360	\$37,139,648	\$38,668,380	\$44,805,883	\$42,545,114	\$43,078,781
Other financial sources:						
Operating transfers in	1,927,517	2,070,000	2,010,000	\$7,158,360	\$7,190,000	\$7,227,100
Capital lease	0	0	0	354,870	0	0
Proceeds from debt	0	0	0	0	0	0
Total Financial Sources	\$39,955,877	\$39,209,648	\$40,678,380	\$52,319,113	\$49,735,114	\$50,305,881
Expenditures:						
General government	\$2,114,753	\$2,338,525	\$2,292,085	\$0	\$0	\$0
Development & Engineering	997,460	1,057,350	1,138,985	335,756	559,456	449,600
Public safety	15,719,479	15,841,919	16,845,907	614,583	639,491	41,000
Public works	3,087,041	3,257,900	3,925,900	4,291,190	4,583,325	4,485,550
Health and welfare	548,043	674,011	662,203	0	0	0
Culture and recreation	2,602,040	2,732,581	2,734,350	1,235,438	1,310,100	1,361,400
Education	0	0	0	43,685,843	41,507,662	42,689,398
Appropriations	1,070,066	1,091,000	1,097,436	0	0	0
Capital outlay	0	0	0	660,818	357,774	337,536
Debt service principal	0	0	0	174,279	263,360	270,244
Debt service int. & other	0	0	0	23,226	167,786	160,703
Subtotal:	\$26,138,882	\$26,993,286	\$28,696,866	\$51,021,133	\$49,388,954	\$49,795,431
Other financing uses:						
Pymt to ref. bond escrow	0	0	0	0	0	0
Operating transfers out	12,013,143	12,214,700	11,975,700	880,517	597,300	613,300
Total Use of Resources:	\$38,152,025	\$39,207,986	\$40,672,566	\$51,901,650	\$49,986,254	\$50,408,731
Net Increase(Decrease) in Fund Balance	1,803,852	1,662	5,814	417,463	(251,140)	(102,850)
Fund Balance - July 1	\$10,156,145	\$11,959,997	\$11,961,659	\$5,115,088	\$5,532,551	\$5,281,411
Fund Balance - June 30	\$11,959,997	\$11,961,659	\$11,967,473	\$5,532,551	\$5,281,411	\$5,178,561

City of Cleveland, Tennessee
2012-2014 Summary of Financial Sources and Uses
Governmental Funds

Debt Service Funds			Capital Project Funds			Total Governmental Funds		
2012	2013	2014	2012	2013	2014	2012	2013	2014
Actual	Budgeted	Proposed	Actual	Budgeted	Proposed	Actual	Budgeted	Proposed
\$0	\$0	\$0	\$2,796,667	\$4,900,350	\$4,023,548	\$31,817,105	\$33,919,350	\$35,262,048
0	0	0	0	0	0	427,088	442,725	430,125
74,636	546,300	545,300	3,723,750	3,746,029	750,000	49,795,300	47,781,958	45,312,380
0	0	0	0	0	0	716,361	754,800	765,600
0	0	0	0	0	0	6,164,915	5,291,856	4,480,286
6,789	6,800	6,800	21,425	21,050	19,500	53,009	48,350	48,500
79,900	83,500	266,600	126,236	32,388	0	689,868	782,140	1,059,970
\$161,325	\$636,600	\$818,700	\$6,668,078	\$8,699,817	\$4,793,048	\$89,663,646	\$89,021,179	\$87,358,909
4,552,300	4,564,300	5,209,900	1,154,700	631,500	152,000	14,792,877	14,455,800	14,599,000
0	0	0	0	0	0	354,870	0	0
0	0	0	2,615,335	6,720,744	603,925	2,615,335	6,720,744	603,925
<u>\$4,713,625</u>	<u>\$5,200,900</u>	<u>\$6,028,600</u>	<u>\$10,438,113</u>	<u>\$16,052,061</u>	<u>\$5,548,973</u>	<u>\$107,426,728</u>	<u>\$110,197,723</u>	<u>\$102,561,834</u>
\$0	\$0	\$0	\$0	\$140,000	\$0	\$2,114,753	\$2,478,525	\$2,292,085
0	0	0	0	0	0	1,333,216	1,616,806	1,588,585
0	0	0	0	0	0	16,334,062	16,481,410	16,886,907
0	0	0	0	0	0	7,378,231	7,841,225	8,411,450
0	0	0	0	0	0	548,043	674,011	662,203
0	0	0	3,992	0	0	3,841,470	4,042,681	4,095,750
0	0	0	0	0	0	43,685,843	41,507,662	42,689,398
0	0	0	0	0	0	1,070,066	1,091,000	1,097,436
0	0	0	7,719,465	18,194,712	5,977,400	8,380,283	18,552,486	6,314,936
2,044,000	2,260,000	2,914,000	275,778	238,000	238,000	2,494,057	2,761,360	3,422,244
2,664,664	2,937,000	3,111,304	67,183	103,000	67,000	2,755,073	3,207,786	3,339,007
\$4,708,664	\$5,197,000	\$6,025,304	\$8,066,418	\$18,675,712	\$6,282,400	\$89,935,097	\$100,254,952	\$90,800,001
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	12,893,660	12,812,000	12,589,000
<u>\$4,708,664</u>	<u>\$5,197,000</u>	<u>\$6,025,304</u>	<u>\$8,066,418</u>	<u>\$18,675,712</u>	<u>\$6,282,400</u>	<u>\$102,828,757</u>	<u>\$113,066,952</u>	<u>\$103,389,001</u>
4,961	3,900	3,296	2,371,695	(2,623,651)	(733,427)	4,597,971	(2,869,229)	(827,167)
\$2,543,546	\$2,548,507	\$2,552,407	\$2,798,341	\$5,170,036	\$2,546,385	\$20,613,120	\$25,211,091	\$22,341,862
<u>\$2,548,507</u>	<u>\$2,552,407</u>	<u>\$2,555,703</u>	<u>\$5,170,036</u>	<u>\$2,546,385</u>	<u>\$1,812,958</u>	<u>\$25,211,091</u>	<u>\$22,341,862</u>	<u>\$21,514,695</u>

City of Cleveland, Tennessee
2012-2014 Summary of Financial Sources and Uses
Governmental Funds by Fund Type

	General Fund		
	2012 Actual	2013 Budgeted	2014 Proposed
Financial Sources:			
Taxes	\$29,020,438	\$29,019,000	\$31,238,500
Licenses & permits	427,088	429,725	430,125
Intergovernmental	4,950,066	4,826,800	4,782,300
Fines & forfeitures	698,392	739,800	750,600
Charges for services	2,743,599	1,891,625	1,007,555
Interest	13,713	12,500	14,500
Miscellaneous	175,064	220,198	444,800
Subtotal:	\$38,028,360	\$37,139,648	\$38,668,380
Other financial sources:			
Operating transfers in	1,927,517	2,070,000	2,010,000
Proceeds from bonds	0	0	0
Total Financial Sources	\$39,955,877	\$39,209,648	\$40,678,380
Expenditures:			
General government	\$2,114,753	\$2,338,525	\$2,292,085
Development & Engineering	997,460	1,057,350	1,138,985
Public safety	15,719,479	15,841,919	16,845,907
Public works	3,087,041	3,257,900	3,925,900
Health and welfare	548,043	674,011	662,203
Culture and recreation	2,602,040	2,732,581	2,734,350
Education	0	0	0
Appropriations	1,070,066	1,091,000	1,097,436
Capital outlay	0	0	0
Debt service principal	0	0	0
Debt service int. & other	0	0	0
Subtotal:	\$26,138,882	\$26,993,286	\$28,696,866
Other financing uses:			
Operating transfers out	12,013,143	12,214,700	11,975,700
Total Use of Resources:	\$38,152,025	\$39,207,986	\$40,672,566
Net Increase(Decrease) in Fund Balance	1,803,852	1,662	5,814
Fund Balance - July 1	10,156,145	11,959,997	11,961,659
Fund Balance - June 30	\$11,959,997	\$11,961,659	\$11,967,473

City of Cleveland, Tennessee
2012-2014 Summary of Financial Sources and Uses
Governmental Funds by Fund Type

	Special Revenue Funds					
	State Street Aid Fund			Solid Waste Management Fund		
	2012 Actual	2013 Budgeted	2014 Proposed	2012 Actual	2013 Budgeted	2014 Proposed
Financial Sources:						
Taxes	\$0	\$0	\$0	\$0	\$0	\$0
Licenses & permits	0	0	0	0	0	0
Intergovernmental	1,070,298	1,000,000	1,000,000	0	0	0
Fines & forfeitures	0	0	0	0	0	0
Charges for services	0	0	0	2,374,851	2,375,000	2,385,000
Interest	310	300	0	1,860	1,000	1,000
Miscellaneous	0	0	0	1,350	0	0
Subtotal:	\$1,070,608	\$1,000,300	\$1,000,000	\$2,378,061	\$2,376,000	\$2,386,000
Other financial sources:						
Operating transfers in	\$0	\$0	\$0	\$1,226,000	\$1,226,000	\$1,226,000
Capital lease	0	0	0	0	0	0
Proceeds from bonds	0	0	0	0	0	0
Total Financial Sources	\$1,070,608	\$1,000,300	\$1,000,000	\$3,604,061	\$3,602,000	\$3,612,000
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	549,494	561,800	625,100	3,536,714	3,774,100	3,639,200
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:	\$549,494	\$561,800	\$625,100	\$3,536,714	\$3,774,100	\$3,639,200
Other financing uses:						
Operating transfers out	372,300	371,900	387,500	0	0	0
Total Use of Resources:	\$921,794	\$933,700	\$1,012,600	\$3,536,714	\$3,774,100	\$3,639,200
Net Increase(Decrease) in Fund Balance	148,814	66,600	(12,600)	67,347	(172,100)	(27,200)
Fund Balance - July 1	\$220,031	\$368,845	\$435,445	\$694,904	\$762,251	\$590,151
Fund Balance - June 30	\$368,845	\$435,445	\$422,845	\$762,251	\$590,151	\$562,951

City of Cleveland, Tennessee
 2012-2014 Summary of Financial Sources and Uses
 Governmental Funds by Fund Type

Special Revenue Funds, Continued

	Drug Enforcement Trust Fund			Targeted Crime Reduction Grant		
	2012	2013	2014	2012	2013	2014
	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	245,626	350,000	0
Fines & forfeitures	17,969	15,000	15,000	0	0	0
Charges for services	0	0	0	0	0	0
Interest	306	0	0	0	0	0
Miscellaneous	0	16,000	0	0	0	0
Subtotal:	\$18,275	\$31,000	\$15,000	\$245,626	\$350,000	\$0
Other financial sources:						
Operating transfers in	\$0	\$0	\$0	\$0	\$0	\$0
Capital lease	0	0	0	0	0	0
Proceeds from bonds	0	0	0	0	0	0
Total Financial Sources	\$18,275	\$31,000	\$15,000	\$245,626	\$350,000	\$0
Expenditures:						
General government	\$0	\$0	\$0	\$0	\$0	\$0
Community development	0	0	0	0	0	0
Public safety	54,525	106,800	41,000	245,626	350,000	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:	\$54,525	\$106,800	\$41,000	\$245,626	\$350,000	\$0
Other financing uses:						
Operating transfers out	0	0	0	0	0	0
Total Use of Resources:	\$54,525	\$106,800	\$41,000	\$245,626	\$350,000	\$0
Net Increase(Decrease) in Fund Balance	(36,250)	(75,800)	(26,000)	0	0	0
Fund Balance - July 1	\$144,358	\$108,108	\$32,308	\$0	\$0	\$0
Fund Balance - June 30	\$108,108	\$32,308	\$6,308	\$0	\$0	\$0

City of Cleveland, Tennessee
2012-2014 Summary of Financial Sources and Uses
Governmental Funds by Fund Type

Special Revenue Funds, Continued

	Dept. Of Justice Asset Forfeiture Fund			2009 Byrne Mem. Justice Asst. Grant		
	2012	2013	2014	2012	2013	2014
	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	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:	\$0	\$0	\$0	\$0	\$0	\$0
Other financial sources:						
Operating transfers in	\$0	\$0	\$0	\$0	\$0	\$0
Capital lease	0	0	0	0	0	0
Proceeds from bonds	0	0	0	0	0	0
Total Financial Sources	\$0	\$0	\$0	\$0	\$0	\$0
Expenditures:						
General government	\$0	\$0	\$0	\$0	\$0	\$0
Community development	0	0	0	0	0	0
Public safety	0	1,311	0	19,185	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	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:	\$0	\$1,311	\$0	\$19,185	\$0	\$0
Other financing uses:						
Operating transfers out	0	0	0	0	0	0
Total Use of Resources:	\$0	\$1,311	\$0	\$19,185	\$0	\$0
Net Increase(Decrease) in Fund Balance	0	(1,311)	0	(19,185)	0	0
Fund Balance - July 1	\$1,311	\$1,311	\$0	\$19,185	\$0	\$0
Fund Balance - June 30	\$1,311	\$0	\$0	\$0	\$0	\$0

City of Cleveland, Tennessee
2012-2014 Summary of Financial Sources and Uses
Governmental Funds by Fund Type

Special Revenue Funds, Continued

	2010 Byrne Mem. Justice Asst. Grant			2011 Byrne Mem. Justice Asst. Grant		
	2012	2013	2014	2012	2013	2014
	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	35,657	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:	\$0	\$0	\$0	\$35,657	\$0	\$0
Other financial sources:						
Operating transfers in	\$0	\$0	\$0	\$0	\$0	\$0
Capital lease	0	0	0	0	0	0
Proceeds from bonds	0	0	0	0	0	0
Total Financial Sources	\$0	\$0	\$0	\$35,657	\$0	\$0
Expenditures:						
General government	\$0	\$0	\$0	\$0	\$0	\$0
Community development	0	0	0	0	0	0
Public safety	243	0	0	31,928	3,729	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:	\$243	\$0	\$0	\$31,928	\$3,729	\$0
Other financing uses:						
Operating transfers out	0	0	0	0	0	0
Total Use of Resources:	\$243	\$0	\$0	\$31,928	\$3,729	\$0
Net Increase(Decrease) in Fund Balance	(243)	0	0	3,729	(3,729)	0
Fund Balance - July 1	\$243	\$0	\$0	\$0	\$3,729	\$0
Fund Balance - June 30	\$0	\$0	\$0	\$3,729	\$0	\$0

City of Cleveland, Tennessee
2012-2014 Summary of Financial Sources and Uses
Governmental Funds by Fund Type

Special Revenue Funds, Continued

	2012 Byrne Mem. Justice Asst. Grant			School Fund		
	2012	2013	2014	2012	2013	2014
	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	28,237	0	32,557,645	33,600,398	34,832,294
Fines & forfeitures	0	0	0	0	0	0
Charges for services	0	0	0	243,134	259,131	259,131
Interest	0	0	0	6,251	6,250	6,250
Miscellaneous	0	0	0	257,834	355,429	278,570
Subtotal:	\$0	\$28,237	\$0	\$33,064,864	\$34,221,208	\$35,376,245
Other financial sources:						
Operating transfers in	\$0	\$0	\$0	\$5,123,117	\$5,133,000	\$5,133,000
Capital lease	0	0	0	354,870	0	0
Proceeds from bonds	0	0	0	0	0	0
Total Financial Sources	\$0	\$28,237	\$0	\$38,542,851	\$39,354,208	\$40,509,245
Expenditures:						
General government	\$0	\$0	\$0	\$0	\$0	\$0
Community development	0	0	0	0	0	0
Public safety	0	28,237	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	37,234,688	38,729,562	39,758,798
Appropriations	0	0	0	0	0	0
Capital outlay	0	0	0	354,870	0	126,000
Debt service principal	0	0	0	174,279	263,360	270,244
Debt service int. & other	0	0	0	23,226	167,786	160,703
Subtotal:	\$0	\$28,237	\$0	\$37,787,063	\$39,160,708	\$40,315,745
Other financing uses:						
Operating transfers out	0	0	0	486,800	194,700	194,700
Total Use of Resources:	\$0	\$28,237	\$0	\$38,273,863	\$39,355,408	\$40,510,445
Net Increase(Decrease) in Fund Balance	0	0	0	268,988	(1,200)	(1,200)
Fund Balance - July 1	\$0	\$0	\$0	\$2,863,943	\$3,132,931	\$3,131,731
Fund Balance - June 30	\$0	\$0	\$0	\$3,132,931	\$3,131,731	\$3,130,531

City of Cleveland, Tennessee
2012-2014 Summary of Financial Sources and Uses
Governmental Funds by Fund Type

	Special Revenue Funds, Continued					
	School Food Services Fund			Library Fund		
	2012 Actual	2013 Budgeted	2014 Proposed	2012 Actual	2013 Budgeted	2014 Proposed
Financial Sources:						
Taxes	\$0	\$0	\$0	\$0	\$0	\$0
Licenses & permits	0	0	0	0	0	0
Intergovernmental	2,009,259	2,088,450	2,178,450	573,556	575,600	608,100
Fines & forfeitures	0	0	0	0	0	0
Charges for services	728,593	689,500	752,000	74,738	76,600	76,600
Interest	153	150	150	1,957	100	100
Miscellaneous	0	0	0	36,484	70,000	70,000
Subtotal:	\$2,738,005	\$2,778,100	\$2,930,600	\$686,735	\$722,300	\$754,800
Other financial sources:						
Operating transfers in	\$0	\$0	\$0	\$567,943	\$568,000	\$608,100
Capital lease	0	0	0	0	0	0
Proceeds from bonds	0	0	0	0	0	0
Total Financial Sources	\$2,738,005	\$2,778,100	\$2,930,600	\$1,254,678	\$1,290,300	\$1,362,900
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	1,235,438	1,310,100	1,361,400
Education	2,618,362	2,778,100	2,930,600	0	0	0
Appropriations	0	0	0	0	0	0
Capital outlay	0	0	0	4,778	1,500	1,500
Debt service principal	0	0	0	0	0	0
Debt service int. & other	0	0	0	0	0	0
Subtotal:	\$2,618,362	\$2,778,100	\$2,930,600	\$1,240,216	\$1,311,600	\$1,362,900
Other financing uses:						
Operating transfers out	0	0	0	0	0	0
Total Use of Resources:	\$2,618,362	\$2,778,100	\$2,930,600	\$1,240,216	\$1,311,600	\$1,362,900
Net Increase(Decrease) in Fund Balance	119,643	0	0	14,462	(21,300)	0
Fund Balance - July 1	\$300,790	\$420,433	\$420,433	\$533,155	\$547,617	\$526,317
Fund Balance - June 30	\$420,433	\$420,433	\$420,433	\$547,617	\$526,317	\$526,317

City of Cleveland, Tennessee
2012-2014 Summary of Financial Sources and Uses
Governmental Funds by Fund Type

	Special Revenue Funds, Continued					
	Storm Water Mgmt. Fund			Community Development Block Grant		
	2012	2013	2014	2012	2013	2014
	Actual	Budgeted	Proposed	Actual	Budgeted	Proposed
Financial Sources:						
Taxes	\$0	\$0	\$0	\$0	\$0	\$0
Licenses & permits	0	13,000	0	0	0	0
Intergovernmental	0	0	0	317,437	637,502	400,936
Fines & forfeitures	0	0	0	0	0	0
Charges for services	0	0	0	0	0	0
Interest	245	200	200	0	0	0
Miscellaneous	13,000	4,625	0	0	0	0
Subtotal:	\$13,245	\$17,825	\$200	\$317,437	\$637,502	\$400,936
Other financial sources:						
Operating transfers in	\$199,000	\$202,000	\$205,000	\$10,000	\$17,000	\$15,000
Capital lease	0	0	0	0	0	0
Proceeds from bonds	0	0	0	0	0	0
Total Financial Sources	\$212,245	\$219,825	\$205,200	\$327,437	\$654,502	\$415,936
Expenditures:						
General government	\$0	\$0	\$0	\$0	\$0	\$0
Community development	0	0	0	207,116	323,956	214,800
Public safety	0	0	0	0	0	0
Public works	204,982	231,425	206,250	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	122,688	330,546	205,536
Debt service principal	0	0	0	0	0	0
Debt service int. & other	0	0	0	0	0	0
Subtotal:	\$204,982	\$231,425	\$206,250	\$329,804	\$654,502	\$420,336
Other financing uses:						
Operating transfers out	18,300	17,700	18,100	0	0	0
Total Use of Resources:	\$223,282	\$249,125	\$224,350	\$329,804	\$654,502	\$420,336
Net Increase(Decrease) in Fund Balance	(11,037)	(29,300)	(19,150)	(2,367)	0	(4,400)
Fund Balance - July 1	\$116,724	\$105,687	\$76,387	\$29,760	\$27,393	\$27,393
Fund Balance - June 30	\$105,687	\$76,387	\$57,237	\$27,393	\$27,393	\$22,993

City of Cleveland, Tennessee
2012-2014 Summary of Financial Sources and Uses
Governmental Funds by Fund Type

	Special Revenue Funds, Continued					
	Metropolitan Planning Organization			2009 COPS Hiring Recovery Grant		
	2012	2013	2014	2012	2013	2014
	Actual	Budgeted	Proposed	Actual	Budgeted	Proposed
Financial Sources:						
Taxes	\$0	\$0	\$0	\$0	\$0	\$0
Licenses & permits	0	0	0	0	0	0
Intergovernmental	74,265	200,000	200,000	205,163	149,414	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:	\$74,265	\$200,000	\$200,000	\$205,163	\$149,414	\$0
Other financial sources:						
Operating transfers in	\$32,300	\$40,000	\$40,000	\$0	\$0	\$0
Capital lease	0	0	0	0	0	0
Proceeds from bonds	0	0	0	0	0	0
Total Financial Sources	\$106,565	\$240,000	\$240,000	\$205,163	\$149,414	\$0
Expenditures:						
General government	\$0	\$0	\$0	\$0	\$0	\$0
Community development	128,640	235,500	234,800	0	0	0
Public safety	0	0	0	205,163	149,414	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	4,500	4,500	0	0	0
Debt service principal	0	0	0	0	0	0
Debt service int. & other	0	0	0	0	0	0
Subtotal:	\$128,640	\$240,000	\$239,300	\$205,163	\$149,414	\$0
Other financing uses:						
Operating transfers out	0	0	0	0	0	0
Total Use of Resources:	\$128,640	\$240,000	\$239,300	\$205,163	\$149,414	\$0
Net Increase(Decrease) in Fund Balance	(22,075)	0	700	0	0	0
Fund Balance - July 1	\$50,321	\$28,246	\$28,246	\$0	\$0	\$0
Fund Balance - June 30	\$28,246	\$28,246	\$28,946	\$0	\$0	\$0

City of Cleveland, Tennessee
 2012-2014 Summary of Financial Sources and Uses
 Governmental Funds by Fund Type

Special Revenue Funds, Continued

	2009 Justice Assistance Grant-ARRA			THDA Neighborhood Grant		
	2012	2013	2014	2012	2013	2014
	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	178,455	21,228	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:	\$0	\$0	\$0	\$178,455	\$21,228	\$0
Other financial sources:						
Operating transfers in	\$0	\$0	\$0	\$0	\$0	\$0
Capital lease	0	0	0	0	0	0
Proceeds from bonds	0	0	0	0	0	0
Total Financial Sources	\$0	\$0	\$0	\$178,455	\$21,228	\$0
Expenditures:						
General government	\$0	\$0	\$0	\$0	\$0	\$0
Community development	0	0	0	0	0	0
Public safety	57,913	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	0	0	0	178,482	21,228	0
Debt service principal	0	0	0	0	0	0
Debt service int. & other	0	0	0	0	0	0
Subtotal:	\$57,913	\$0	\$0	\$178,482	\$21,228	\$0
Other financing uses:						
Operating transfers out	0	0	0	0	0	0
Total Use of Resources:	\$57,913	\$0	\$0	\$178,482	\$21,228	\$0
Net Increase(Decrease) in Fund Balance	(57,913)	0	0	(27)	0	0
Fund Balance - July 1	\$57,913	\$0	\$0	\$27	\$0	\$0
Fund Balance - June 30	\$0	\$0	\$0	\$0	\$0	\$0

City of Cleveland, Tennessee
2012-2014 Summary of Financial Sources and Uses
Governmental Funds by Fund Type

Special Revenue Funds, Continued

	Schools Federal Projects			Recycling Grant		
	2012 Actual	2013 Budgeted	2014 Proposed	2012 Actual	2013 Budgeted	2014 Proposed
Financial Sources:						
Taxes	\$0	\$0	\$0	\$0	\$0	\$0
Licenses & permits	0	0	0	0	0	0
Intergovernmental	3,779,487	0	0	0	12,000	15,000
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:	\$3,779,487	\$0	\$0	\$0	\$12,000	\$15,000
Other financial sources:						
Operating transfers in	\$0	\$0	\$0	\$0	\$4,000	\$0
Capital lease	0	0	0	0	0	0
Proceeds from bonds	0	0	0	0	0	0
Total Financial Sources	\$3,779,487	\$0	\$0	\$0	\$16,000	\$15,000
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	16,000	15,000
Health and welfare	0	0	0	0	0	0
Culture and recreation	0	0	0	0	0	0
Education	3,832,793	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:	\$3,832,793	\$0	\$0	\$0	\$16,000	\$15,000
Other financing uses:						
Operating transfers out	3,117	13,000	13,000	0	0	0
Total Use of Resources:	\$3,835,910	\$13,000	\$13,000	\$0	\$16,000	\$15,000
Net Increase(Decrease) in Fund Balance	(56,423)	(13,000)	(13,000)	0	0	0
Fund Balance - July 1	\$82,423	\$26,000	\$13,000	\$0	\$0	\$0
Fund Balance - June 30	\$26,000	\$13,000	\$0	\$0	\$0	\$0

City of Cleveland, Tennessee
 2012-2014 Summary of Financial Sources and Uses
 Governmental Funds by Fund Type

<u>Special Revenue Funds, Continued</u>			
<u>Total Special Revenue Funds</u>			
	2012	2013	2014
	Actual	Budgeted	Proposed
Financial Sources:			
Taxes	\$0	\$0	\$0
Licenses & permits	0	13,000	0
Intergovernmental	41,046,848	38,662,829	39,234,780
Fines & forfeitures	17,969	15,000	15,000
Charges for services	3,421,316	3,400,231	3,472,731
Interest	11,082	8,000	7,700
Miscellaneous	308,668	446,054	348,570
Subtotal:	\$44,805,883	\$42,545,114	\$43,078,781
Other financial sources:			
Operating transfers in	\$7,158,360	\$7,190,000	\$7,227,100
Capital lease	354,870	0	0
Proceeds from bonds	0	0	0
Total Financial Sources	\$52,319,113	\$49,735,114	\$50,305,881
Expenditures:			
General government	\$0	\$0	\$0
Community development	335,756	559,456	449,600
Public safety	614,583	639,491	41,000
Public works	4,291,190	4,583,325	4,485,550
Health and welfare	0	0	0
Culture and recreation	1,235,438	1,310,100	1,361,400
Education	43,685,843	41,507,662	42,689,398
Appropriations	0	0	0
Capital outlay	660,818	357,774	337,536
Debt service principal	174,279	263,360	270,244
Debt service int. & other	23,226	167,786	160,703
Subtotal:	\$51,021,133	\$49,388,954	\$49,795,431
Other financing uses:			
Operating transfers out	880,517	597,300	613,300
Total Use of Resources:	\$51,901,650	\$49,986,254	\$50,408,731
Net Increase(Decrease) in Fund Balance	417,463	(251,140)	(102,850)
Fund Balance - July 1	\$5,115,088	\$5,532,551	\$5,294,411
Fund Balance - June 30	\$5,532,551	\$5,281,411	\$5,178,561

City of Cleveland, Tennessee
 2012-2014 Summary of Financial Sources and Uses
 Governmental Funds by Fund Type

	Debt Service Fund		
	2012 Actual	2013 Budgeted	2014 Proposed
Financial Sources:			
Taxes	\$0	\$0	\$0
Licenses & permits	0	0	0
Intergovernmental	74,636	546,300	545,300
Fines & forfeitures	0	0	0
Charges for services	0	0	0
Interest	6,789	6,800	6,800
Miscellaneous	79,900	83,500	266,600
Subtotal:	\$161,325	\$636,600	\$818,700
Other financial sources:			
Operating transfers in	4,552,300	4,564,300	5,209,900
Proceeds from bonds	0	0	0
Total Financial Sources	\$4,713,625	\$5,200,900	\$6,028,600
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	2,044,000	2,260,000	2,914,000
Debt service int. & other	2,664,664	2,937,000	3,111,304
Subtotal:	\$4,708,664	\$5,197,000	\$6,025,304
Other financing uses:			
Pymt to ref. bond escrow	0	0	0
Operating transfers out	0	0	0
Total Use of Resources:	\$4,708,664	\$5,197,000	\$6,025,304
Net Increase(Decrease) in Fund Balance	\$4,961	\$3,900	\$3,296
Fund Balance - July 1	2,543,546	2,548,507	2,552,407
Fund Balance - June 30	\$2,548,507	\$2,552,407	\$2,555,703

City of Cleveland, Tennessee
2012-2014 Summary of Financial Sources and Uses
Governmental Funds by Fund Type

	Capital Project Funds					
	2009 Bradley Build America Bonds			Sales Tax Capital Projects Fund		
	2012 Actual	2013 Budgeted	2014 Proposed	2012 Actual	2013 Budgeted	2014 Proposed
Financial Sources:						
Taxes	\$0	\$0	\$0	\$2,796,667	\$4,900,350	\$4,023,548
Licenses & permits	0	0	0	0	0	0
Intergovernmental	811,142	0	0	0	0	0
Fines & forfeitures	0	0	0	0	0	0
Charges for services	0	0	0	0	0	0
Interest	419	0	0	19,864	19,000	19,000
Miscellaneous	0	0	0	0	0	0
Subtotal:	\$811,561	\$0	\$0	\$2,816,531	\$4,919,350	\$4,042,548
Other financial sources:						
Operating transfers in	0	0	0	0	0	0
Proceeds notes/bonds	0	0	0	0	0	0
Total Financial Sources	\$811,561	\$0	\$0	\$2,816,531	\$4,919,350	\$4,042,548
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	811,561	0	0	1,860,961	5,763,615	4,471,475
Debt service principal	0	0	0	259,578	238,000	238,000
Debt service int. & other	0	0	0	67,183	67,000	67,000
Subtotal:	\$811,561	\$0	\$0	\$2,187,722	\$6,068,615	\$4,776,475
Other financing uses:						
Operating transfers out	0	0	0	0	0	0
Total Use of Resources:	\$811,561	\$0	\$0	\$2,187,722	\$6,068,615	\$4,776,475
Net Increase(Decrease) in Fund Balance	\$0	\$0	\$0	\$628,809	(\$1,149,265)	(\$733,927)
Fund Balance - July 1	\$0	\$0	\$0	\$1,540,233	\$2,169,042	\$1,019,777
Fund Balance - June 30	\$0	\$0	\$0	\$2,169,042	\$1,019,777	\$285,850

City of Cleveland, Tennessee
2012-2014 Summary of Financial Sources and Uses
Governmental Funds by Fund Type

	Capital Project Funds, Continued					
	THDA Home Grants			Capital Improvement Program		
	2012 Actual	2013 Budgeted	2014 Proposed	2012 Actual	2013 Budgeted	2014 Proposed
Financial Sources:						
Taxes	\$0	\$0	\$0	\$0	\$0	\$0
Licenses & permits	0	0	0	0	0	0
Intergovernmental	199,449	0	0	1,475,481	3,732,484	750,000
Fines & forfeitures	0	0	0	0	0	0
Charges for services	0	0	0	0	0	0
Interest	0	0	0	1,032	2,050	500
Miscellaneous	0	0	0	118,211	9,788	0
Subtotal:	\$199,449	\$0	\$0	\$1,594,724	\$3,744,322	\$750,500
Other financial sources:						
Operating transfers in	0	0	0	1,154,700	631,500	152,000
Proceeds notes/bonds	0	0	0	2,615,335	1,110,669	250,000
Total Financial Sources	\$199,449	\$0	\$0	\$5,364,759	\$5,486,491	\$1,152,500
Expenditures:						
General government	\$0	\$0	\$0	\$0	\$140,000	\$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	199,449	0	0	3,482,715	6,812,379	1,152,000
Debt service principal	0	0	0	16,200	0	0
Debt service int. & other	0	0	0	0	0	0
Subtotal:	\$199,449	\$0	\$0	\$3,498,915	\$6,952,379	\$1,152,000
Other financing uses:						
Operating transfers out	0	0	0	0	0	0
Total Use of Resources:	\$199,449	\$0	\$0	\$3,498,915	\$6,952,379	\$1,152,000
Net Increase(Decrease) in Fund Balance	\$0	\$0	\$0	\$1,865,844	(\$1,465,888)	\$500
Fund Balance - July 1	\$0	\$0	\$0	\$1,126,615	\$2,992,459	\$1,526,571
Fund Balance - June 30	\$0	\$0	\$0	\$2,992,459	\$1,526,571	\$1,527,071

City of Cleveland, Tennessee
2012-2014 Summary of Financial Sources and Uses
Governmental Funds by Fund Type

	Capital Project Funds, Continued					
	Fletcher Park Trust Fund			Greenway Fund		
	2012 Actual	2013 Budgeted	2014 Proposed	2012 Actual	2013 Budgeted	2014 Proposed
Financial Sources:						
Taxes	\$0	\$0	\$0	\$0	\$0	\$0
Licenses & permits	0	0	0	0	0	0
Intergovernmental	0	0	0	486,255	13,120	0
Fines & forfeitures	0	0	0	0	0	0
Charges for services	0	0	0	0	0	0
Interest	0	0	0	110	0	0
Miscellaneous	0	0	0	8,025	22,600	0
Subtotal:	\$0	\$0	\$0	\$494,390	\$35,720	\$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	\$0	\$0	\$0	\$494,390	\$35,720	\$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	3,992	0	0
Education	0	0	0	0	0	0
Appropriations	0	0	0	0	0	0
Capital outlay	0	5,403	0	613,356	38,852	0
Debt service principal	0	0	0	0	0	0
Debt service int. & other	0	0	0	0	0	0
Subtotal:	\$0	\$5,403	\$0	\$617,348	\$38,852	\$0
Other financing uses:						
Operating transfers out	0	0	0	0	0	0
Total Use of Resources:	\$0	\$5,403	\$0	\$617,348	\$38,852	\$0
Net Increase(Decrease) in Fund Balance	\$0	(\$5,403)	\$0	(\$122,958)	(\$3,132)	\$0
Fund Balance - July 1	\$5,403	\$5,403	\$0	\$126,090	\$3,132	\$0
Fund Balance - June 30	\$5,403	\$0	\$0	\$3,132	\$0	\$0

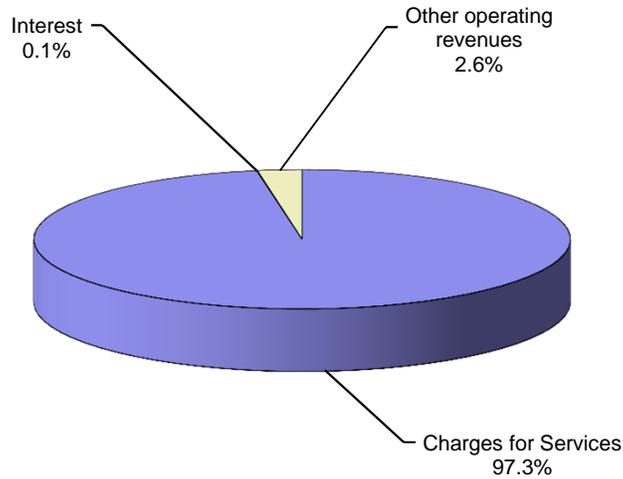
City of Cleveland, Tennessee
 2012-2014 Summary of Financial Sources and Uses
 Governmental Funds by Fund Type

	Capital Project Funds, Continued					
	ARRA Grant Projects Fund			Spring Branch Industrial Park Fund		
	2012 Actual	2013 Budgeted	2014 Proposed	2012 Actual	2013 Budgeted	2014 Proposed
Financial Sources:						
Taxes	\$0	\$0	\$0	\$0	\$0	\$0
Licenses & permits	0	0	0	0	0	0
Intergovernmental	751,423	425	0	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:	\$751,423	\$425	\$0	\$0	\$0	\$0
Other financial sources:						
Operating transfers in	0	0	0	0	0	0
Proceeds notes/bonds	0	0	0	0	5,610,075	353,925
Total Financial Sources	\$751,423	\$425	\$0	\$0	\$5,610,075	\$353,925
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	751,423	425	0	0	5,574,038	353,925
Debt service principal	0	0	0	0	0	0
Debt service int. & other	0	0	0	0	36,000	0
Subtotal:	\$751,423	\$425	\$0	\$0	\$5,610,038	\$353,925
Other financing uses:						
Operating transfers out	0	0	0	0	0	0
Total Use of Resources:	\$751,423	\$425	\$0	\$0	\$5,610,038	\$353,925
Net Increase(Decrease) in Fund Balance	\$0	\$0	\$0	\$0	\$37	\$0
Fund Balance - July 1	\$0	\$0	\$0	\$0	\$0	\$37
Fund Balance - June 30	\$0	\$0	\$0	\$0	\$37	\$37

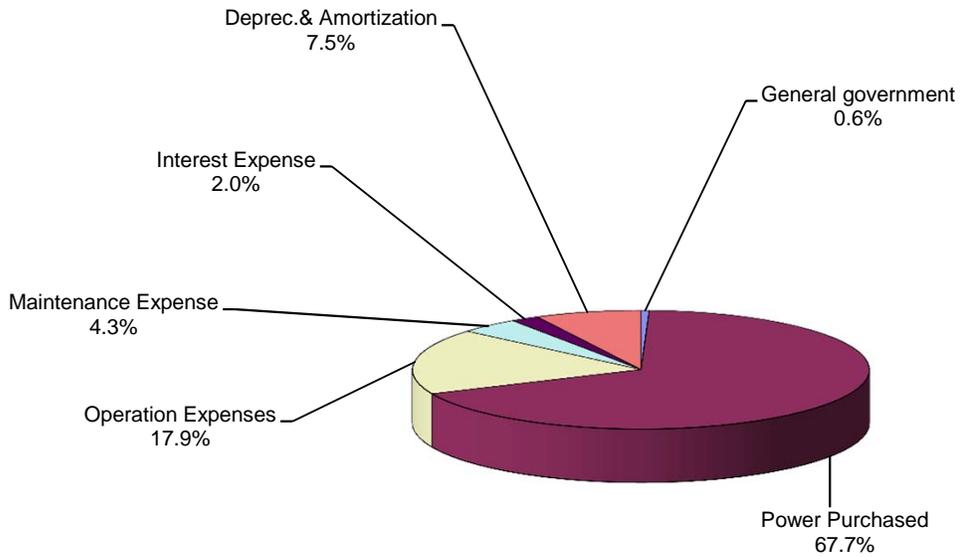
City of Cleveland, Tennessee
 2012-2014 Summary of Financial Sources and Uses
 Governmental Funds by Fund Type

Capital Project Funds, Continued			
Total Capital Project Funds			
	2012	2013	2014
	Actual	Budgeted	Proposed
Financial Sources:			
Taxes	\$2,796,667	\$4,900,350	\$4,023,548
Licenses & permits	0	0	0
Intergovernmental	3,723,750	3,746,029	750,000
Fines & forfeitures	0	0	0
Charges for services	0	0	0
Interest	21,425	21,050	19,500
Miscellaneous	126,236	32,388	0
Subtotal:	\$6,668,078	\$8,699,817	\$4,793,048
Other financial sources:			
Operating transfers in	1,154,700	631,500	152,000
Proceeds notes/bonds	2,615,335	6,720,744	603,925
Total Financial Sources	\$10,438,113	\$16,052,061	\$5,548,973
Expenditures:			
General government	\$0	\$140,000	\$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	3,992	0	0
Education	0	0	0
Appropriations	0	0	0
Capital outlay	7,719,465	18,194,712	5,977,400
Debt service principal	275,778	238,000	238,000
Debt service int. & other	67,183	103,000	67,000
Subtotal:	\$8,066,418	\$18,675,712	\$6,282,400
Other financing uses:			
Operating transfers out	0	0	0
Total Use of Resources:	\$8,066,418	\$18,675,712	\$6,282,400
Net Increase(Decrease) in Fund Balance	\$2,371,695	(\$2,623,651)	(\$733,427)
Fund Balance - July 1	\$2,798,341	\$5,170,036	\$2,546,385
Fund Balance - June 30	\$5,170,036	\$2,546,385	\$1,812,958

City of Cleveland Summary of Proprietary Funds Revenues By Use - FY2014



Expenses By Use - FY2014



City of Cleveland, Tennessee
2012-2014 Summary of Financial Sources and Uses
Proprietary Funds

	Enterprise Funds			Internal Service Funds		
	2012 Actual	2013 Budgeted	2014 Proposed	2012 Actual	2013 Budgeted	2014 Proposed
Operating Revenues:						
Charges for services	\$114,716,795	\$122,275,759	\$121,558,947	\$742,456	\$740,000	\$675,156
Other operating revenues	3,146,649	3,103,623	3,347,682	0	0	0
Total Operating Revenues	\$117,863,444	\$125,379,382	\$124,906,629	\$742,456	\$740,000	\$675,156
Operating Expenses:						
General government	\$0	\$0	\$0	\$715,706	\$736,600	\$706,500
Public works	\$0	\$0	\$0	0	0	0
Recreation	\$0	\$0	\$0	0	0	0
Power purchased	\$77,939,334	\$83,804,216	\$82,763,510	0	0	0
Operation expenses	\$18,398,621	\$20,954,840	\$21,916,284	0	0	0
Maintenance expense	\$5,782,087	\$5,150,938	\$5,219,458	0	0	0
Depreciation and amortization	8,255,627	8,904,458	9,143,350	33,025	33,100	33,100
Total Operating Expenses:	\$110,375,669	\$118,814,452	\$119,042,602	\$748,731	\$769,700	\$739,600
Operating Income (Loss)	\$7,487,775	\$6,564,930	\$5,864,027	(\$6,275)	(\$29,700)	(\$64,444)
Nonoperating Revenues (Expenses):						
Interest income	143,358	59,390	53,941	387	500	500
Interest expense	(2,348,298)	(2,410,683)	(2,439,359)	0	0	0
Other income	(641,734)	0	0	400	200	200
Total Nonoperating Revenues (Expenses):	(2,846,674)	(2,351,293)	(2,385,418)	787	700	700
Change In Net Assets Before Capital Contributions and Transfers:	\$4,641,101	\$4,213,637	\$3,478,609	(\$5,488)	(\$29,000)	(\$63,744)
Capital contributions	5,617,117	10,000,000	0	0	0	0
Operating transfers in	34,000	426,200	0	0	0	0
Operating transfers out	(1,927,517)	(2,070,000)	(2,010,000)	0	0	0
Change In Net Assets	\$8,364,701	\$12,569,837	\$1,468,609	(\$5,488)	(\$29,000)	(\$63,744)
Est. Net Assets - July 1	145,521,822	153,886,523	166,456,360	1,464,360	1,458,872	1,429,872
Est. Net Assets - June 30	\$153,886,523	\$166,456,360	\$167,924,969	\$1,458,872	\$1,429,872	\$1,366,128

City of Cleveland, Tennessee
2012-2014 Summary of Financial Sources and Uses
Proprietary Funds

	Total Proprietary Funds		
	2012 Actual	2013 Budgeted	2014 Proposed
Operating Revenues:			
Charges for services	\$115,459,251	\$123,015,759	\$122,234,103
Other operating revenues	\$3,146,649	\$3,103,623	\$3,347,682
Total Operating Revenues	\$118,605,900	\$126,119,382	\$125,581,785
Operating Expenses:			
General government	\$715,706	\$736,600	\$706,500
Public works	0	0	0
Recreation	0	0	0
Power purchased	77,939,334	83,804,216	82,763,510
Operation expenses	18,398,621	20,954,840	21,916,284
Maintenance expense	5,782,087	5,150,938	5,219,458
Depreciation and amortization	8,288,652	8,937,558	9,176,450
Total Operating Expenses:	\$111,124,400	\$119,584,152	\$119,782,202
Operating Income (Loss)	\$7,481,500	\$6,535,230	\$5,799,583
Nonoperating Revenues (Expenses):			
Interest income	143,745	59,890	54,441
Interest expense	(2,348,298)	(2,410,683)	(2,439,359)
Other income	(641,334)	200	200
Total Nonoperating Revenues (Expenses):	(2,845,887)	(2,350,593)	(2,384,718)
Change In Net Assets Before Capital Contributions and Transfers:	\$4,635,613	\$4,184,637	\$3,414,865
Capital contributions	5,617,117	10,000,000	0
Operating transfers in	34,000	426,200	0
Operating transfers out	(1,927,517)	(2,070,000)	(2,010,000)
Change In Net Assets	\$8,359,213	\$12,540,837	\$1,404,865
Est. Net Assets - July 1	146,986,182	155,345,395	167,886,232
Est. Net Assets - June 30	\$155,345,395	\$167,886,232	\$169,291,097

City of Cleveland, Tennessee
2012-2014 Summary of Estimated Revenues, Expenses and Changes in Net Assets
Enterprise Funds

	Enterprise Funds					
	Cleveland Utilities Electric Division			Cleveland Utilities Water/Wastewater Division		
	2012 Actual	2013 Budgeted	2014 Proposed	2012 Actual	2013 Budgeted	2014 Proposed
Operating Revenues:						
Charges for services	\$93,075,085	\$100,425,898	\$98,798,508	\$21,625,991	\$21,665,161	\$22,760,439
Other operating revenues	1,381,237	1,404,619	1,503,921	1,765,412	1,699,004	1,843,761
Total Operating Revenues	\$94,456,322	\$101,830,517	\$100,302,429	\$23,391,403	\$23,364,165	\$24,604,200
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	77,939,334	83,804,216	82,763,510	0	0	0
Operation expenses	6,434,154	7,439,141	8,174,679	11,934,922	13,158,499	13,741,605
Maintenance expense	2,974,906	2,744,270	2,719,966	2,807,181	2,406,668	2,499,492
Depreciation and amortization	3,317,040	3,630,518	3,736,314	4,917,047	5,129,140	5,407,036
Total Operating Expenses:	\$90,665,434	\$97,618,145	\$97,394,469	\$19,659,150	\$20,694,307	\$21,648,133
Operating Income (Loss)	\$3,790,888	\$4,212,372	\$2,907,960	\$3,732,253	\$2,669,858	\$2,956,067
Nonoperating Revenues (Expenses):						
Interest income	74,647	31,428	42,056	68,197	27,962	11,885
Interest expense	(460,157)	(431,267)	(561,982)	(1,888,023)	(1,844,016)	(1,877,377)
Other income (expense)	(795,484)	0	0	153,750	0	0
Total Nonoperating Revenues (Expenses):	(1,180,994)	(399,839)	(519,926)	(1,666,076)	(1,816,054)	(1,865,492)
Change in Net Assets Before Contributions and Transfers:	\$2,609,894	\$3,812,533	\$2,388,034	\$2,066,177	\$853,804	\$1,090,575
Capital contributions	816,397	0	0	1,132,690	0	0
Operating transfers in	0	0	0	0	0	0
Operating transfers out	(1,725,056)	(1,865,000)	(1,801,000)	(202,461)	(205,000)	(209,000)
Change in Net Assets	\$1,701,235	\$1,947,533	\$587,034	\$2,996,406	\$648,804	\$881,575
Est. Net Assets, July 1	59,354,561	61,055,796	63,003,329	64,328,243	67,324,649	67,973,453
Est. Net Assets, June 30	\$61,055,796	\$63,003,329	\$63,590,363	\$67,324,649	\$67,973,453	\$68,855,028

City of Cleveland, Tennessee
2012-2014 Summary of Estimated Revenues, Expenses and Changes in Net Assets
Enterprise Funds

	Enterprise Funds, Continued					
	Cleveland Municipal Airport Authority			Total Enterprise Funds		
	2012 Actual	2013 Budgeted	2014 Proposed	2012 Actual	2013 Budgeted	2014 Proposed
Operating Revenues:						
Charges for services	\$15,719	\$184,700	\$0	\$114,716,795	\$122,275,759	\$121,558,947
Other operating revenues	0	0		3,146,649	3,103,623	3,347,682
Total Operating Revenues	\$15,719	\$184,700	\$0	\$117,863,444	\$125,379,382	\$124,906,629
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	\$77,939,334	\$83,804,216	\$82,763,510
Operation expenses	29,545	357,200	0	\$18,398,621	\$20,954,840	\$21,916,284
Maintenance expense	0	0	0	\$5,782,087	\$5,150,938	\$5,219,458
Depreciation and amortization	21,540	144,800	0	8,255,627	8,904,458	9,143,350
Total Operating Expenses:	\$51,085	\$502,000	\$0	\$110,375,669	\$118,814,452	\$119,042,602
Operating Income (Loss)	(\$35,366)	(\$317,300)	\$0	\$7,487,775	\$6,564,930	\$5,864,027
Nonoperating Revenues (Expenses):						
Interest income	514	0	0	143,358	59,390	53,941
Interest expense	(118)	(135,400)	0	(2,348,298)	(2,410,683)	(2,439,359)
Other income (expense)	0	0	0	(641,734)	0	0
Total Nonoperating Revenues (Expenses):	396	(135,400)	0	(2,846,674)	(2,351,293)	(2,385,418)
Change in Net Assets Before Contributions and Transfers:	(\$34,970)	(\$452,700)	\$0	\$4,641,101	\$4,213,637	\$3,478,609
Capital contributions	3,668,030	10,000,000	0	5,617,117	10,000,000	0
Operating transfers in	34,000	426,200	0	34,000	426,200	0
Operating transfers out	0	0	0	(1,927,517)	(2,070,000)	(2,010,000)
Change in Net Assets	\$3,667,060	\$9,973,500	\$0	\$8,364,701	\$12,569,837	\$1,468,609
Est. Net Assets, July 1	21,839,018	25,506,078	35,479,578	145,521,822	153,886,523	166,456,360
Est. Net Assets, June 30	\$25,506,078	\$35,479,578	\$35,479,578	\$153,886,523	\$166,456,360	\$167,924,969

City of Cleveland, Tennessee
2012-2014
Summary of Estimated Revenues, Expenses and Changes in Net Assets
Internal Service Funds

	Internal Service Funds					
	Fleet Management			Total Internal Service Funds		
	2012 Actual	2013 Budgeted	2014 Proposed	2012 Actual	2013 Budgeted	2014 Proposed
Operating Revenues:						
Charges for services	\$742,456	\$740,000	\$675,156	\$742,456	\$740,000	\$675,156
Other operating revenues	0	0	0	0	0	0
Total Operating Revenues	\$742,456	\$740,000	\$675,156	\$742,456	\$740,000	\$675,156
Operating Expenses:						
General government	\$715,706	\$736,600	\$706,500	\$715,706	\$736,600	\$706,500
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	33,025	33,100	33,100	33,025	33,100	33,100
Total Operating Expenses:	\$748,731	\$769,700	\$739,600	\$748,731	\$769,700	\$739,600
Operating Income (Loss)	(\$6,275)	(\$29,700)	(\$64,444)	(\$6,275)	(\$29,700)	(\$64,444)
Nonoperating Revenues (Expenses):						
Interest income	387	500	500	387	500	500
Interest expense	0	0	0	0	0	0
Other income(expense)	400	200	200	400	200	200
Total Nonoperating Revenues (Expenses):	787	700	700	787	700	700
Change in Net Assets Before Operating Transfers:	(\$5,488)	(\$29,000)	(\$63,744)	(\$5,488)	(\$29,000)	(\$63,744)
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	(\$5,488)	(\$29,000)	(\$63,744)	(\$5,488)	(\$29,000)	(\$63,744)
Est. Net Assets, July 1	1,464,360	1,458,872	1,429,872	1,464,360	1,458,872	1,429,872
Est. Net Assets, June 30	\$1,458,872	\$1,429,872	\$1,366,128	\$1,458,872	\$1,429,872	\$1,366,128

City of Cleveland, Tennessee
 2012-2014 Summary of Financial Sources and Uses
 Fiduciary Funds by Fund Type

	Meiler Estate Animal Shelter Nonexpendable Trust Fund		
	2012	2013	2014
	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	5,164	1,000	1,000
Miscellaneous	0	0	0
Subtotal:	\$5,164	\$1,000	\$1,000
Other financial sources:			
Operating transfers in	0	0	0
Proceeds from bonds	0	0	0
Total Financial Sources	\$5,164	\$1,000	\$1,000
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	0	0	0
Debt service int. & other	0	0	0
Subtotal:	\$0	\$0	\$0
Other financing uses:			
Operating transfers out	5,700	0	0
Total Use of Resources:	\$5,700	\$0	\$0
Net Increase(Decrease) in Fund Balance	(536)	1,000	1,000
Fund Balance - July 1	\$460,488	\$459,952	\$460,952
Fund Balance - June 30	\$459,952	\$460,952	\$461,952

ORDINANCE NO: 2013-27

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 \$228,199,260. All of these sources are available for appropriation.

Anticipated Revenues	2011-2012 <u>(ACTUAL)</u>	2012-2013 <u>(ESTIMATED)</u>	2013-2014 <u>PROPOSED</u>
Revenues:			
General Fund	\$38,028,360	\$37,139,648	\$38,668,380
Special Revenue Funds:			
Solid Waste Management	2,378,061	2,376,000	2,386,000
State Street Aid	1,070,608	1,000,300	1,000,000
General Purpose School	33,064,864	34,221,208	35,376,245
Schools Food Service	2,738,005	2,778,100	2,930,600
Cleveland Public Library	686,735	722,300	754,800
Drug Enforcement	18,275	31,000	15,000
2012 Byrne Mem. Justice Asst. Grant	0	28,237	0
2011 Byrne Mem. Justice Asst. Grant	35,657	0	0
2010 Byrne Mem. Justice Asst. Grant	0	0	0
2009 Byrne Mem. Justice Asst. Grant	0	0	0
Targeted Crime Reduction Grant	245,626	350,000	0
2009 COPS Hiring Recovery Grant	205,163	149,414	0
2009 Justice Assistance Grant-ARRA	0	0	0
Dept. of Justice Asset Forfeiture Fund	0	0	0
Storm Water Mgmt. Fund	13,245	17,825	200
Community Dev. Block Grant	317,437	637,502	400,936
THDA Neighborhood Grant	178,455	21,228	0
Recycling Grant	0	12,000	15,000
2009 Justice Assistance Grant - ARRA	0	0	0
Schools Federal Projects	3,779,487	0	0
Metropolitan Planning Organization	74,265	200,000	200,000
Debt Service	161,325	636,600	818,700

Anticipated Revenues, cont'd:	2011-2012 (ACTUAL)	2012-2013 (ESTIMATED)	2013-2014 PROPOSED
Revenues:			
Capital Projects Funds:			
THDA Home Grant	199,449	0	0
Fletcher Park	0	0	0
Greenway Fund	494,390	35,720	0
Capital Improvements Program	1,594,724	3,744,322	750,500
ARRA Grant Projects Fund	751,423	425	0
Sales Tax Capital Projects Fund	2,816,531	4,919,350	4,042,548
Spring Branch Industrial Park Fund	0	0	0
2009 Bradley Build America Bonds	811,561	0	0
Enterprise Funds:			
Cleveland Municipal Airport Authority	16,233	184,700	0
Cleveland Utilities Electric Division	94,551,882	101,861,945	100,344,485
Cleveland Utilities Water Division	23,613,350	23,392,127	24,616,085
Nonexpendable Trust Fund:			
Meiler Trust Fund	5,164	1,000	1,000
Internal Service Fund:			
Fleet Management	743,243	740,700	675,856
Total Revenues	208,593,518	215,201,651	212,996,335
Other financial sources			
Operating transfers in:			
General Fund:	1,927,517	2,070,000	2,010,000
Special Revenue Funds:			
Solid Waste Management	1,226,000	1,226,000	1,226,000
State Street Aid	0	0	0
General Purpose School	5,123,117	5,133,000	5,133,000
Cleveland Public Library	567,943	568,000	608,100
Community Dev. Block Grant	10,000	17,000	15,000
Storm Water Mgmt. Fund	199,000	202,000	205,000
Recycling Grant	0	4,000	0
Metropolitan Planning Organization	32,300	40,000	40,000
Debt Service	4,552,300	4,564,300	5,209,900
Capital Projects Funds:			
Capital Improvement Program	1,154,700	631,500	152,000
Greenway Fund	0	0	0
Enterprise Funds:			
Cleveland Municipal Airport Authority	34,000	426,200	0
Total Operating Transfer In:	\$14,826,877	\$14,882,000	\$14,599,000

Anticipated Revenues	2011-2012 (ACTUAL)	2012-2013 (ESTIMATED)	2013-2014 PROPOSED
Other financial sources:			
Operating transfers in, cont'd:			
Capital Contributions			
Enterprise Funds:			
Cleveland Municipal Airport Authority	3,668,030	10,000,000	0
Cleve. Utilities - Electric Division	816,397	0	0
Cleve. Utilities - Water/Wastewater	1,132,690	0	0
Total Capital Contributions:	5,617,117	10,000,000	0
Bond & Note Proceeds and Capital Lease			
General Purpose School	354,870	0	0
Capital Improvement Program	2,615,335	1,110,669	250,000
Spring Branch Industrial Park	0	5,610,075	353,925
Total Bond & Note Proceeds:	\$2,970,205	\$6,720,744	\$603,925
Total Other Financing Sources	\$23,414,199	\$31,602,744	\$15,202,925
Total Revenues and Other Financing Sources	\$232,007,717	\$246,804,395	\$228,199,260

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	2011-2012 (ACTUAL)	2012-2013 (ESTIMATED)	2013-2014 PROPOSED
General Fund	\$26,138,882	\$26,993,286	\$28,696,866
Special Revenue Funds:			
Solid Waste Management	3,536,714	3,774,100	3,639,200
State Street Aid	549,494	561,800	625,100
General Purpose School	37,787,063	39,160,708	40,315,745
Schools Food Service	2,618,362	2,778,100	2,930,600
Cleveland Public Library	1,240,216	1,311,600	1,362,900
Drug Enforcement	54,525	106,800	41,000
2012 Byrne Mem. Justice Asst. Grant	0	28,237	0
2011 Byrne Mem. Justice Asst. Grant	31,928	3,729	0
2010 Byrne Mem. Justice Asst. Grant	243	0	0
2009 Byrne Mem. Justice Asst. Grant	19,185	0	0
Targeted Crime Reduction Grant	245,626	350,000	0
2009 COPS Hiring Recovery Grant	205,163	149,414	0
2009 Justice Assistance Grant-ARRA	57,913	0	0
Dept. of Justice Asset Forfeiture Fund	0	1,311	0
Storm Water Mgmt. Fund	204,982	231,425	206,250
Community Dev. Block Grant	329,804	654,502	420,336
THDA Neighborhood Grant	178,482	21,228	0
Recycling Grant	0	16,000	15,000
Schools Federal Project	3,832,793	0	0
Metropolitan Planning Organization	128,640	240,000	239,300
Debt Service	4,708,664	5,197,000	6,025,304
Capital Projects Funds:			
THDA Home Grant	199,449	0	0
Fletcher Park	0	5,403	0
Greenway Fund	617,348	38,852	0
Capital Improvements Program	3,498,915	6,952,379	1,152,000
ARRA Grant Projects Fund	751,423	425	0
Sales Tax Capital Projects Fund	2,187,722	6,068,615	4,776,475
Spring Branch Industrial Park Fund	0	5,610,038	353,925
2009 Bradley Build America Bonds	811,561	0	0
Enterprise Funds:			
Cleveland Municipal Airport Authority	51,203	637,400	0
Cleveland Utilities Electric Division	91,941,988	98,049,412	97,956,451
Cleveland Util. Water/Wastewater Div.	21,547,173	22,538,323	23,525,510
Nonexpendable Trust Fund:			
Meiler Estate Trust Fund	0	0	0
Internal Service Fund:			
Fleet Management	748,731	769,700	739,600
Total Expenditures	204,224,192	222,249,787	213,021,562

Other Financing Uses	2011-2012 (ACTUAL)	2012-2013 (ESTIMATED)	2013-2014 PROPOSED
Operating Transfers Out			
General Fund	12,013,143	12,214,700	11,975,700
Special Revenue Funds:			
State Street Aid	372,300	371,900	387,500
General Purpose School	486,800	194,700	194,700
Storm Water Mgmt. Fund	18,300	17,700	18,100
Schools Federal Project	3,117	13,000	13,000
Debt Service	0	0	0
Capital Projects Funds:			
Capital Improv. Projects Fund	0	0	0
Enterprise Funds:			
Cleveland Utilities - Electric Division	1,725,056	1,865,000	1,801,000
Cleveland Utilities - Water/Wastewater Div.	202,461	205,000	209,000
Nonexpendable Trust Funds:			
Meiler Estate Trust Fund	5,700	0	0
Total Other Financing Uses	14,826,877	14,882,000	14,599,000
Total Expenditures and Other Financing Uses			
	219,051,069	237,131,787	227,620,562

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	2011-2012 (ACTUAL)	2012-2013 (ESTIMATED)	2013-2014 PROPOSED
General Fund	1,803,852	1,662	5,814
Special Revenue Funds:			
Solid Waste Management	67,347	(172,100)	(27,200)
State Street Aid	148,814	66,600	(12,600)
General Purpose School	268,988	(1,200)	(1,200)
Schools Food Service	119,643	0	0
Cleveland Public Library	14,462	(21,300)	0
Drug Enforcement	(36,250)	(75,800)	(26,000)
2012 Byrne Mem. Justice Asst. Grant	0	0	0
2011 Byrne Mem. Justice Asst. Grant	3,729	(3,729)	0
2010 Byrne Mem. Justice Asst. Grant	(243)	0	0
2009 Byrne Mem. Justice Asst. Grant	(19,185)	0	0
Targeted Crime Reduction Grant	0	0	0

Increase (Use) of Fund Balance or Net Assets	2011-2012 (ACTUAL)	2012-2013 (ESTIMATED)	2013-2014 PROPOSED
Special Revenue Funds cont'd:			
2009 COPS Hiring Recovery Grant	0	0	0
2009 Justice Assistance Grant-ARRA	(57,913)	0	0
Dept. of Justice Asset Forfeiture Fund	0	(1,311)	0
Storm Water Mgmt. Fund	(11,037)	(29,300)	(19,150)
Commun. Development Block Grant	(2,367)	0	(4,400)
Schools Federal Project	(56,423)	(13,000)	(13,000)
Metro. Planning Organization (MPO)	(22,075)	0	700
THDA Neighborhood Grant	(27)	0	0
Debt Service	4,961	3,900	3,296
Capital Projects Funds:			
Capital Improvements Program	1,865,844	(1,465,888)	500
THDA Home Grant	0	0	0
Fletcher Park	0	(5,403)	0
Greenway Fund	(122,958)	(3,132)	0
Sales Tax Capital Projects Fund	628,809	(1,149,265)	(733,927)
2009 Bradley Build America Bonds	0	0	0
ARRA Grant Projects Fund	0	0	0
Spring Branch Industrial Park Fund	0	37	0
Enterprise Funds:			
Cleveland Municipal Airport Authority	3,667,060	9,973,500	0
Cleveland Utilities Electric Division	1,701,235	1,947,533	587,034
Cleveland Utilities Water Division	2,996,406	648,804	881,575
Internal Service Fund:			
Fleet Management	(5,488)	(29,000)	(63,744)
Nonexpendable Trust Fund:			
Meiler Estate Trust Fund	(536)	1,000	1,000
Total Incr. (Use) of Fund Balance or Net Assets	12,956,648	9,672,608	578,698

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 \$11,959,997 General Fund fund balance and none of the \$2,548,507 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 28, 2013

Final Reading: June 10, 2013

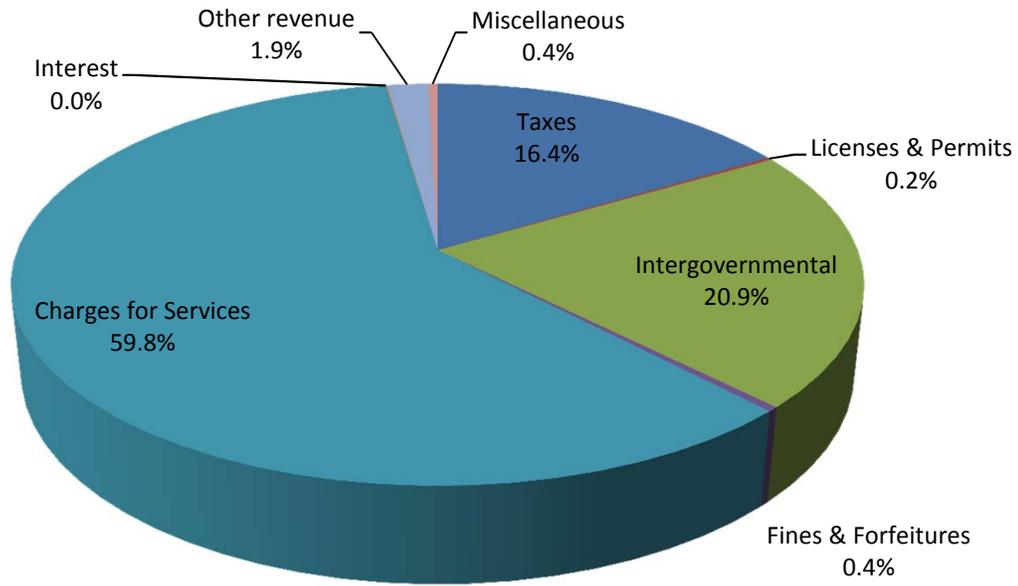
APPROVED AS TO FORM:

John F. Kimball, City Attorney

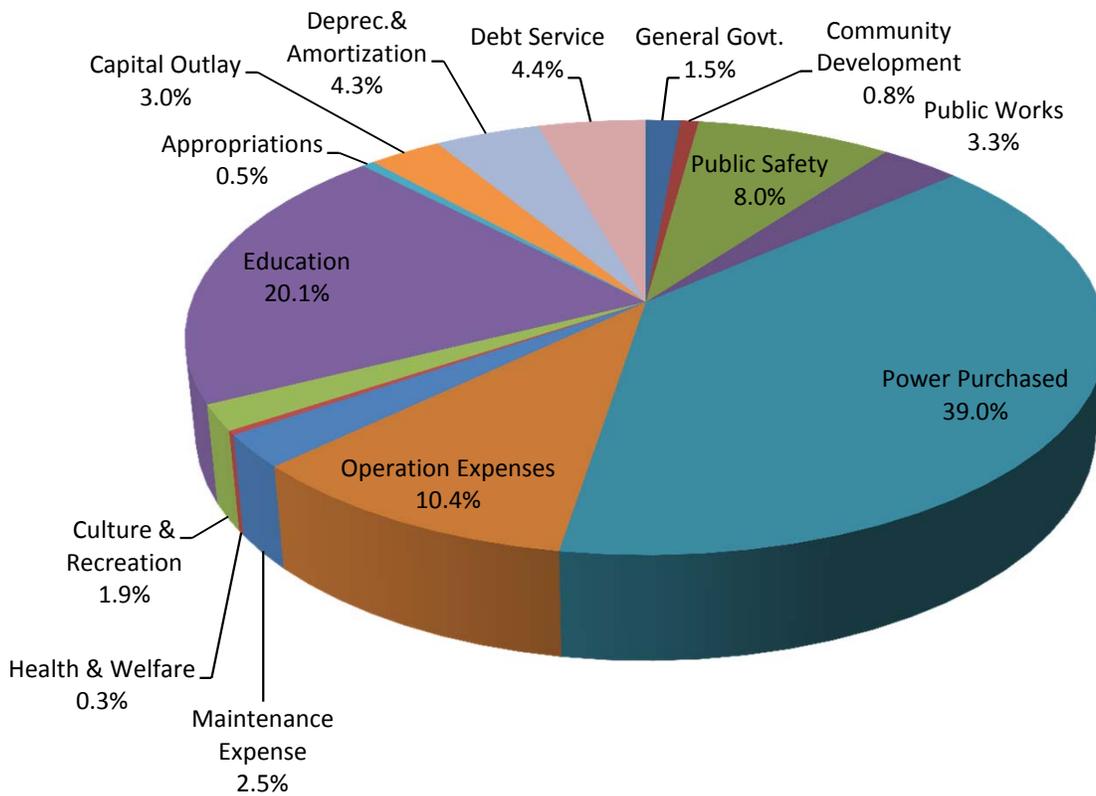
Tom Rowland, Mayor

William Watson, City Clerk

Revenues By Source - FY2014



Expenditures and Expenses By Use - FY2014



**City of Cleveland, Tennessee
Schedule of Debt Payments
For Fiscal Year 2014**

Loan Type	Loan Name	Authorized and Unissued at 6/30/13	Amount Outstanding at 6/30/13	Payment Fund	Principal	Interest	Total Debt Service
FY2014 Debt Requirement Excluding Cleveland Utilities							
Loan Agreements:							
	Local Gov't Energy Loan	0	71,429	School Fund	71,429	-	71,429
	Loan - 2008 TMBF-County	0	1,522,000	County's General Fund	70,000	76,100	146,100
	TN Loans- E-9-A	0	21,080,000	General Fund	168,351	344,547	512,898
				School Fund	346,649	709,453	1,056,102
	Energy Efficient School Loan	0	151,904	School Fund	63,816	3,684	67,500
	Lights @ CMS Athletic Facility	0	354,870	School Fund	111,011	20,062	131,073
	2009 QSCB	0	3,424,530	School Fund	259,577	67,184	326,761
	Loan - 2012 TMBF-Whirlpool	0	956,000	General Fund	52,000	38,240	90,240
	Loan - 2012 TMBF-LIC	0	1,632,000	School Fund	69,000	37,900	106,900
	Loan - 2012 TMBF-Airport Terminal Bldg.	0	1,434,000	Airport	78,000	57,360	135,360
	Loan - 2012 TMBF-Spring Branch Ind Park	0	6,000,000	General Fund	300,000	240,000	540,000
	Loan - 2013 TMBF-Airport	5,000,000		Airport	170,000	200,000	370,000
	Total Loan Agreements:	\$ 5,000,000	\$ 36,626,733		\$ 1,759,833	\$ 1,794,530	\$3,554,363
General Obligation Bonds:							
	Gen Impr Refund.Bonds - Series 2005	0	9,580,000	General Fund	370,500	262,657	633,157
				State St.Aid	199,500	141,431	340,931
	Gen Improv Bonds - Series 2007-A	0	5,250,000	General Fund	66,902	86,673	153,575
				School Fund	108,098	140,040	248,138
	Gen Improv. Bonds - Series 2009-C	0	14,785,000	General Fund	454,000	593,457	1,047,457
				Storm Water	16,000	2,100	18,100
				911 Center	80,000	6,600	86,600
	Series 2009-D	0	7,530,000	General Fund	340,000	233,177	573,177
				State St.Aid	25,000	20,473	45,473
	Total Gen. Oblig. Bonds:	\$ -	\$ 37,145,000		\$ 1,660,000	\$ 1,486,608	\$ 3,146,608
Total Long-term Debt Excluding Cleveland Utilities		\$ 5,000,000	\$ 73,771,733		\$ 3,419,833	\$ 3,281,138	\$ 6,700,971

**City of Cleveland, Tennessee
Schedule of Debt Payments
For Fiscal Year 2014**

FY2014 Debt Requirement for Cleveland Utilities

Loan Type	Loan Name	Authorized and Unissued at 6/30/13	Amount Outstanding at 6/30/13	Payment Fund	Principal	Interest	Total Debt Service
Tax and Revenue Refunding Bonds :							
	Series 2003	0	\$ 460,000	Water/Sewer	\$ 460,000	\$ 2,683	\$ 462,683
	Series 2004	0	9,805,000	Water/Sewer	970,000	372,963	1,342,963
	Series 2009-B	0	980,000	Water/Sewer	490,000	17,150	507,150
	Series 2009-C	0	10,495,000	Water/Sewer	860,000	378,802	1,238,802
	Series 2009-D	0	5,830,000	Electric	540,000	198,925	738,925
	Series 2009-D	0	11,565,000	Water/Sewer	-	405,875	405,875
	Total Tax & Revenue Refunding Bonds:	\$ -	\$ 39,135,000		\$ 3,320,000	\$ 1,376,398	\$ 4,696,398
Tax and Revenue Bonds:							
	Series 2007B	0	\$ 1,110,000	Electric	\$ 75,000	\$ 45,813	\$ 120,813
	Series 2007B	0	6,870,000	Water/Sewer	95,000	299,833	\$ 394,833
	Series 2010	0	5,850,000	Electric	325,000	160,241	\$ 485,241
	Series 2010	0	2,090,000	Water	85,000	59,832	\$ 144,832
	Total Tax and Revenue Bonds:	\$ -	\$ 15,920,000		\$ 580,000	\$ 565,719	\$ 1,145,719
Tax and Revenue Loan:							
	Series 2012 TMBF	0	\$ 3,750,000	Water	\$ 375,000	\$ 31,250	\$ 406,250
	Total Tax & Revenue Loan:	\$ -	\$ 3,750,000		\$ 375,000	\$ 31,250	\$ 406,250
State Revolving Fund Loan:							
	SRF Loan	0	\$ 611,780	Sewer	\$ 29,047	\$ 12,629	\$ 41,676
	ARRA Loan	0	\$ 122,357	Sewer	\$ 5,810	\$ 2,526	\$ 8,336
	CWSRLF (SCOPE 10)	0	\$ 188,186	Sewer	\$ 9,415	\$ 3,563	\$ 12,978
	Total State Revolving Fund Loan:	\$ -	\$ 922,323		\$ 44,272	\$ 18,718	\$ 62,990
Total Long-term Debt-Cleveland Utilities		\$ -	\$ 59,727,323		\$ 4,319,272	\$ 1,992,085	\$ 6,311,357

Combined Debt Requirement for FY2014

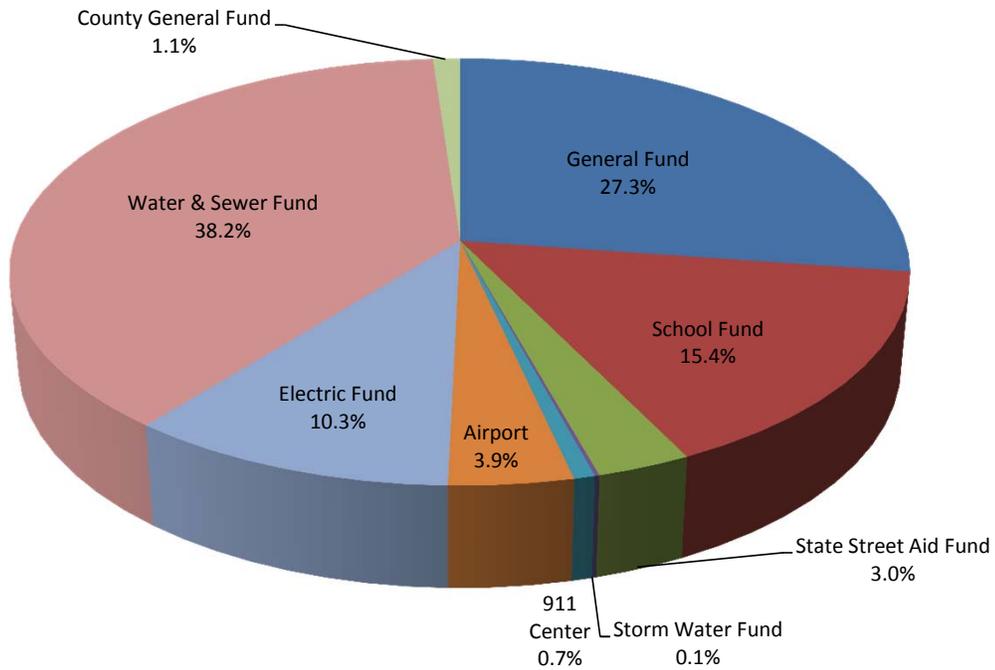
Loan Type	Loan Name	Authorized and Unissued at 6/30/13	Amount Outstanding at 6/30/13	Principal	Interest	Total Debt Service
Loan Agreements		5,000,000	36,626,733	1,759,833	1,794,530	3,554,363
General Obligation Bonds		0	37,145,000	1,660,000	1,486,608	3,146,608
Tax & Revenue Refunding Bonds		0	39,135,000	3,320,000	1,376,398	4,696,398
Tax & Revenue Bonds		0	15,920,000	580,000	565,719	1,145,719
Tax & Revenue Loan		0	3,750,000	375,000	31,250	406,250
State Revolving Fund Loan		0	922,323	44,272	18,718	62,990
Combined Debt Requirement:		\$ 5,000,000	\$ 133,499,056	\$ 7,739,105	\$ 5,273,223	\$13,012,328

**City of Cleveland, Tennessee
Schedule of Debt Payments
For Fiscal Year 2014**

FY2014 Debt Service By Fund:

Fund	Principal	Interest	Debt Service
General Fund	1,751,753	1,798,751	3,550,504
School Fund	1,029,580	978,323	2,007,903
State Street Aid Fund	224,500	161,904	386,404
Storm Water Fund	16,000	2,100	18,100
911 Center	80,000	6,600	86,600
Airport	248,000	257,360	505,360
Electric Fund	940,000	404,979	1,344,979
Water & Sewer Fund	3,379,272	1,587,106	4,966,378
County General Fund	70,000	76,100	146,100
Total:	\$ 7,739,105	\$ 5,273,223	\$ 13,012,328

Debt Service by Fund



CITY OF CLEVELAND						
15-YEAR CAPITAL EQUIPMENT REPLACEMENT REQUEST INVENTORY SUMMARY						
DEPARTMENT	FY2014	FY2015	FY2016	FY2017	FY2018	FY2019
Administration/Finance	376,700	480,200	449,200	467,700	474,500	492,500
Development & Engineering	96,900	72,700	72,200	30,000	5,000	10,900
Fire	560,000	695,000	600,000	820,000	625,000	500,000
Parks & Recreation	71,000	207,500	279,000	122,000	175,000	92,500
Police	800,500	504,674	692,856	692,881	460,471	839,344
Public Works	560,000	560,000	560,000	560,000	560,000	560,000
Total:	2,465,100	2,520,074	2,653,256	2,692,581	2,299,971	2,495,244
IMPACT ON OPERATIONS:						
Administration/Finance	0	0	0	0	0	0
Development & Engineering	(15,275)	(15,275)	(15,275)	(15,275)	(15,275)	0
Fire	(14,000)	(13,200)	(15,000)	(3,000)	(3,000)	(3,000)
Parks & Recreation	(12,000)	(12,000)	(12,000)	0	0	0
Police	(19,080)	(2,500)	8,000	16,900	0	10,000
Public Works	0	0	0	0	0	0
Required Funding:	2,404,745	2,477,099	2,618,981	2,691,206	2,281,696	2,502,244
<i>Funding Source: Sales Tax</i>						
Admin&Finance/Parks&Rec/Fire	(70,000)	(70,000)	(70,000)	(70,000)	(70,000)	(70,000)
Development & Engineering	(24,000)	(24,000)	(24,000)	(24,000)	(24,000)	(24,000)
Fire	(180,000)	(180,000)	(180,000)	(180,000)	(180,000)	(180,000)
Parks & Recreation	(24,000)	(24,000)	(24,000)	(24,000)	(24,000)	(24,000)
Police	(285,000)	(285,000)	(285,000)	(285,000)	(285,000)	(285,000)
Public Works	(150,000)	(150,000)	(150,000)	(150,000)	(150,000)	(150,000)
Subtotal:	1,671,745	1,744,099	1,885,981	1,958,206	1,548,696	1,769,244
<i>Funding Source: Surplus</i>						
Fire	(2,500)	(6,000)	0	(45,000)	0	0
Total Unfunded:	1,669,245	1,738,099	1,885,981	1,913,206	1,548,696	1,769,244
Property Tax Requirement (if Bonded):						
TMBF 10 years @ 4%:	2.1 cents	2.2 cents	2.3 cents	2.4 cents	1.9 cents	2.2 cents
Property Tax Requirement (if Cash):						
Property Tax Increase:	16.7 cents	17.4 cents	18.9 cents	19.1 cents	15.5 cents	17.7 cents
18.12 cents = average						

CITY OF CLEVELAND						
15-YEAR CAPITAL EQUIPMENT REPLACEMENT REQUEST INVENTORY SUMMARY						
DEPARTMENT	FY2020	FY2021	FY2022	FY2023	FY2024	FY2025
Administration/Finance	510,000	565,000	615,000	749,000	740,000	785,000
Development & Engineering	22,700	25,200	5,000	5,000	21,900	127,700
Fire	650,000	525,000	500,000	600,000	900,000	450,000
Parks & Recreation	208,500	89,500	166,000	144,000	296,000	84,500
Police	455,211	645,428	364,049	446,002	1,044,827	584,068
Public Works	560,000	560,000	560,000	560,000	560,000	560,000
Total:	2,406,411	2,410,128	2,210,049	2,504,002	3,562,727	2,591,268
IMPACT ON OPERATIONS:						
Administration/Finance	0	0	0	0	0	0
Development & Engineering	0	0	0	0	0	0
Fire	0	0	0	0	0	0
Parks & Recreation	0	0	0	0	0	0
Police	0	0	0	0	0	0
Public Works	0	0	0	0	0	0
Required Funding:	2,406,411	2,410,128	2,210,049	2,504,002	3,562,727	2,591,268
<i>Funding Source: Sales Tax</i>						
Admin&Finance/Parks&Rec/Fire	(70,000)	(70,000)	(70,000)	(70,000)	(70,000)	(70,000)
Development & Engineering	(24,000)	(24,000)	(24,000)	(24,000)	(24,000)	(24,000)
Fire	(180,000)	(180,000)	(180,000)	(180,000)	(180,000)	(180,000)
Parks & Recreation	(24,000)	(24,000)	(24,000)	(24,000)	(24,000)	(24,000)
Police	(285,000)	(285,000)	(285,000)	(285,000)	(285,000)	(285,000)
Public Works	(150,000)	(150,000)	(150,000)	(150,000)	(150,000)	(150,000)
Subtotal:	1,673,411	1,677,128	1,477,049	1,771,002	2,829,727	1,858,268
<i>Funding Source: Surplus</i>						
Fire	0	0	0	0	0	0
Total Unfunded:	1,673,411	1,677,128	1,477,049	1,771,002	2,829,727	1,858,268
Property Tax Requirement (if Bonded):						
TMBF 10 years @ 4%	2.1 cents	2.1 cents	1.8 cents	2.2 cents	3.5 cents	2.3 cents
Property Tax Requirement (if Cash):						
Property Tax Increase	16.7 cents	16.8 cents	14.8 cents	17.7 cents	28.3 cents	18.6 cents

CITY OF CLEVELAND						
15-YEAR CAPITAL EQUIPMENT REPLACEMENT REQUEST INVENTORY SUMMARY						
DEPARTMENT	FY2026	FY2027	FY2028			
Administration/Finance	839,000	865,000	915,000			
Development & Engineering	95,200	75,000	40,000			
Fire	668,334	288,333	218,333			
Parks & Recreation	108,000	133,000	221,000			
Police	424,272	525,985	467,759			
Public Works	560,000	560,000	560,000			
Total:	2,694,806	2,447,318	2,422,092			
IMPACT ON OPERATIONS:						
Administration/Finance	0	0	0			
Development & Engineering	0	0	0			
Fire	0	0	0			
Parks & Recreation	0	0	0			
Police	0	0	0			
Public Works	0	0	0			
Required Funding:	2,694,806	2,447,318	2,422,092			
<i>Funding Source: Sales Tax</i>						
Admin&Finance/Parks&Rec/Fire	(70,000)	(70,000)	(70,000)			
Development & Engineering	(24,000)	(24,000)	(24,000)			
Fire	(180,000)	(180,000)	(180,000)			
Parks & Recreation	(24,000)	(24,000)	(24,000)			
Police	(285,000)	(285,000)	(285,000)			
Public Works	(150,000)	(150,000)	(150,000)			
Subtotal:	1,961,806	1,714,318	1,689,092			
<i>Funding Source: Surplus</i>						
Fire	0	0	0			
Total Unfunded:	1,961,806	1,714,318	1,689,092			
Property Tax Requirement (if Bonded):						
TMBF 10 years @ 4%	2.4 cents	2.1 cents	2.1 cents			
Property Tax Requirement (if Cash):						
Property Tax Increase	19.6 cents	17.1 cents	16.9 cents			

CITY OF CLEVELAND						
6-YEAR FACILITY IMPROVEMENTS REQUEST SUMMARY						
DEPARTMENT	FY2014	FY2015	FY2016	FY2017	FY2018	FY2019
Administration/Finance	0	35,000	35,000	35,000	0	0
Development & Engineering	0	0	0	0	0	0
Fire	0	1,292,000	1,900,000	0	0	265,000
Parks & Recreation	700,000	10,000	0	0	500,000	0
Police	30,000	20,000	0	480,000	0	0
Public Works	70,000	15,000	5,000,000	0	0	0
Total	800,000	1,372,000	6,935,000	515,000	500,000	265,000
<i>Funding Source: Drug Fund</i>						
Police	0	0	0	(380,000)	0	0
Subtotal:	800,000	1,372,000	6,935,000	135,000	500,000	265,000
<i>Funding Source: Grants</i>						
Parks & Recreation	(350,000)	0	0	0	0	0
Subtotal:	450,000	1,372,000	6,935,000	135,000	500,000	265,000
Impact on Operations:						
DEPARTMENTS						
Administration/Finance	0	0	0	0	0	0
Development & Engineering	0	0	0	0	0	0
Fire	0	0	(5,500)	0	0	0
Parks & Recreation	0	0	0	0	0	0
Police	0	0	0	17,000	0	0
Public Works	0	0	0	0	0	0
Total Unfunded:	450,000	1,372,000	6,929,500	152,000	500,000	265,000
Property Tax Requirement (Bonded After Deductions):						
TMBF 10 years @ 4%:	0.56 cent	1.70 cents	8.59 cents	0.20 cent	0.63 cent	0.33 cent
Fire Personnel & Operations	0	900,000	900,000	900,000	900,000	900,000
Property Tax Requirement: (to staff & operate new fire hall)	0	9 cents	9 cents	9 cents	9 cents	9 cents

ORDINANCE NO:

TAX ORDINANCE - YEAR 2013

AN ORDINANCE TO PROVIDE AND FIX FOR THE CITY OF CLEVELAND, TENNESSEE, FOR THE YEAR 2013, 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 2013, and each subsequent year thereafter be, and is, \$1.7351 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 \$1.7351 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:

Councilman McKenzie

ATTEST:

Councilman Estes

William Wastson, City Clerk

Councilman Johnson

Councilman May

APPROVED AS TO FORM:

Councilman Hughes

John F. Kimball, City Attorney

Councilman Banks

Tom Rowland, Mayor

Councilman Poe

RESOLUTION NO: 2013

**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 2013-2014:

Adopted this 10th day of June 2013.

APPROVED AS TO FORM:

John F. Kimball, City Attorney

Tom Rowland, Mayor

William Watson, City Clerk

	FUND 110-GENERAL FUND	DEPT-51500- APPROPRIATIONS				
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
Operating expenditures:						
General government:						
700	JOINTLY FUNDED	0	18,100	9,690	14,664	4,100
701	CLEVE/BRAD REG MUSEUM	43,000	42,300	42,300	42,300	42,300
702	MTAS - BENCHMARKING	7,000	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%)	59,441	53,900	53,900	53,900	59,400
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	1,000	1,000	1,000	1,000	1,000
712	SETHRA-TRANSIT	135,000	135,000	135,000	135,000	135,000
	Total General government	372,000	380,700	372,290	377,264	372,200
Public safety:						
713	CLEVE/BRAD COMM CTR (49.5%)	450,000	450,000	450,000	592,000	450,000
714	EMERGENCY MGMT (20%)	72,373	87,300	87,300	87,300	87,300
716	SETDD LEGAL FEES	0	0	1,000	1,000	1,000
	Total Public Safety	522,373	537,300	538,300	680,300	538,300
Health & welfare:						
717	VETERANS AFFAIRS (20%)	22,572	22,100	22,100	22,100	22,600
718	BEHAVIORAL RESEARCH	2,000	2,000	2,000	2,000	2,000
719	LT RECOVERY PERMIT FEES	0	0	2,000	0	0
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
722	SENIOR CTR PAVING LOT	5,400	0	0	0	0
	Total Health & welfare	130,478	124,700	126,700	124,700	125,200
Parks & recreation:						
726	AQUA TIGER EQUIPMENT	2,000	2,000	2,000	2,000	2,000
727	BOYS AND GIRLS CLUB	0	0	0	0	14,000
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	39,500
Education:						
735	VOCATIONAL SCHOOL (20%)	19,715	19,800	22,236	22,236	22,236
	Total Education	19,715	19,800	22,236	22,236	22,236
TOTAL DEPARTMENT 51500		1,070,066	1,088,000	1,085,026	1,230,000	1,097,436

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 \$1,801,000 in tax equivalents for FY2014.

Section 2. This resolution shall become effective July 1, 2013 the public welfare requiring it.

Adopted this 10th day of June 2013.

APPROVED AS TO FORM:

John F. Kimball, City Attorney

Tom Rowland, Mayor

William Watson, 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 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 system, to determine the amounts of tax equivalents to be paid to the taxing jurisdiction (municipality) in the service area of the water 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 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 \$209,000 in tax equivalents for FY2014.

Section 2. This resolution shall become effective July 1, 2013 the public welfare requiring it.

Adopted this 10th day of June 2013.

APPROVED AS TO FORM:

John F. Kimball, City Attorney

Tom Rowland, Mayor

William Watson, 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 10th day of June, 2013, 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 10th day of June 2013.

APPROVED AS TO FORM:

John F. Kimball, City Attorney

Tom Rowland, Mayor

William Watson, City Clerk

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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 FY2014. 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	70%
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, 2014.

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 through the construction of the new Cleveland Regional Jetport.

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 city’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 2012 rates for the Electric Division and Water Divisions were 3.1% 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 March or April 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 Finance Director 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 December.

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 January. 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 FY2014 BUDGET AND
CAPITAL IMPROVEMENTS (CINI) PREPARATION

- October 26 City Manager distributes Capital Request forms to Department Heads.
- Dec. 31 Department Heads submit Capital Requests to City Manager.
- January 14 City Manager conducts planning session with City Council and Department Heads to establish city-wide goals and priorities.
- January 23 Finance Director releases budget preparation memo to Departmental Budget Officers.
- January 28 City Council sets date for Budget Session to be held at Municipal Building.
- February 14 All budget requests and revisions to city-wide goals and objectives submitted to the Finance Director.
- February 26 Finance Director and City Manager complete all revenue projections for current and next fiscal year and work with Department Heads to make necessary budget cuts.
- March 1-8 Finance Director 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 8-11 Finance Director's Office prepares Agenda packets, including budget requests, CINI, and distributes to the City Council.
- March 25 City Council Budget Session at Municipal Building.
- April 4-May 6 Finance Director 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 22 City Council schedules a Public Hearing on the Budget for the May 14th City Council Meeting.

- May 10 Budget distributed to the City Council, Department Heads, and News Media.
- May 28 City Council holds Public Hearing concerning the Budget
- May 28 City Council adopts the Budget and Tax Rate Ordinance on First Reading.
- June 10 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 may be 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. All employees placed in a salaried position after the conversion to bi-weekly payroll were paid bi-weekly with no option for semi-monthly pay status. 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. Effective February 4, 2013, the City Manager implemented an administrative policy requiring mandatory direct deposit for all employees hired after that date.

Major medical insurance for employees was provided through a self-funded Insurance Trust Fund until July, 1999. In FY2012, the City accepted bids on a premium based plan for both health and dental insurance and awarded the plan to Blue Cross Blue Shield of Tennessee. 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.

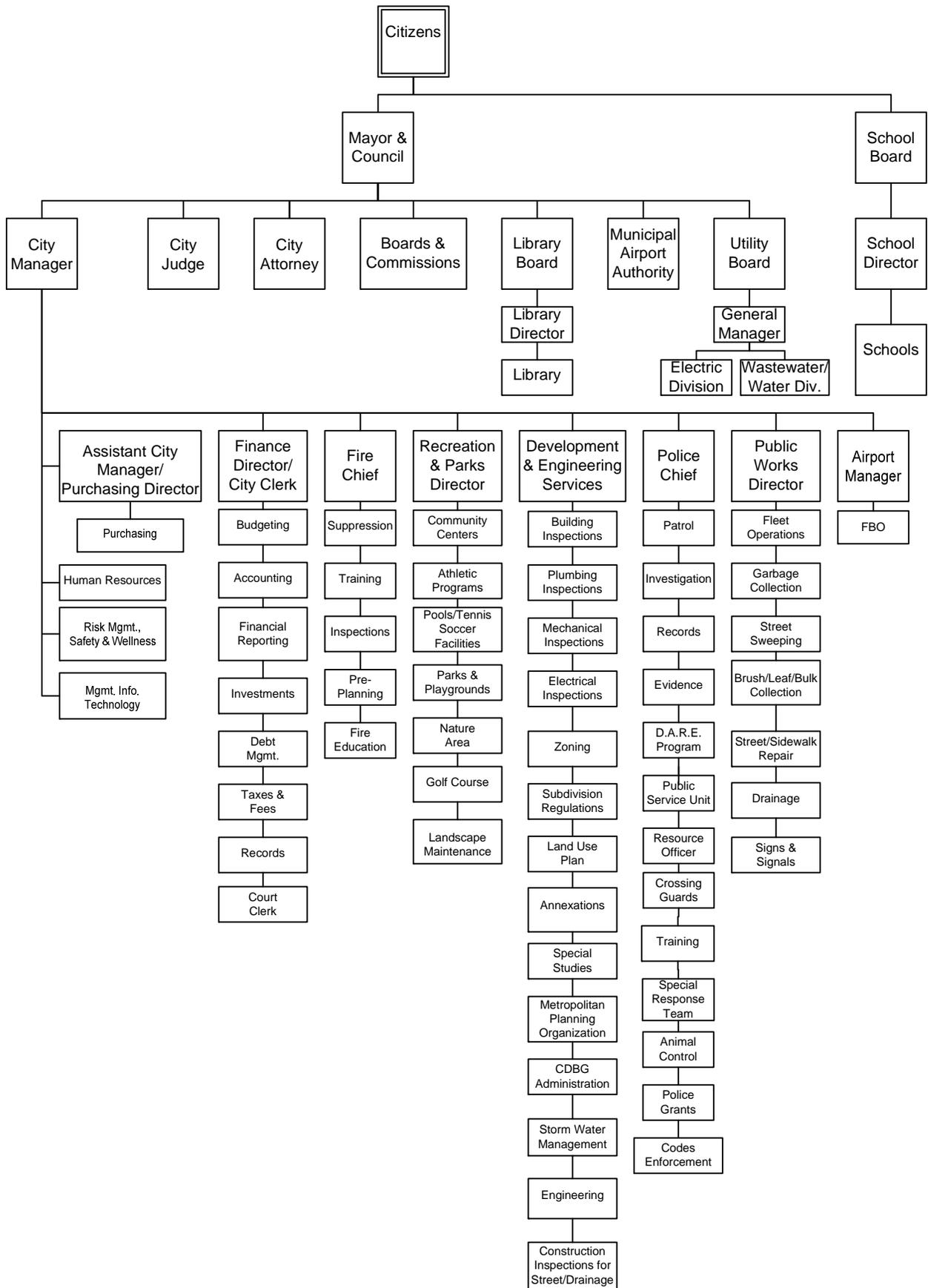
The City participates in the Tennessee Consolidated Retirement System (TCRS), the state system that is open to local government employees also. When the State institutes a benefit enhancement, local governments can choose whether to offer that as an option.

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
- Airport Manager

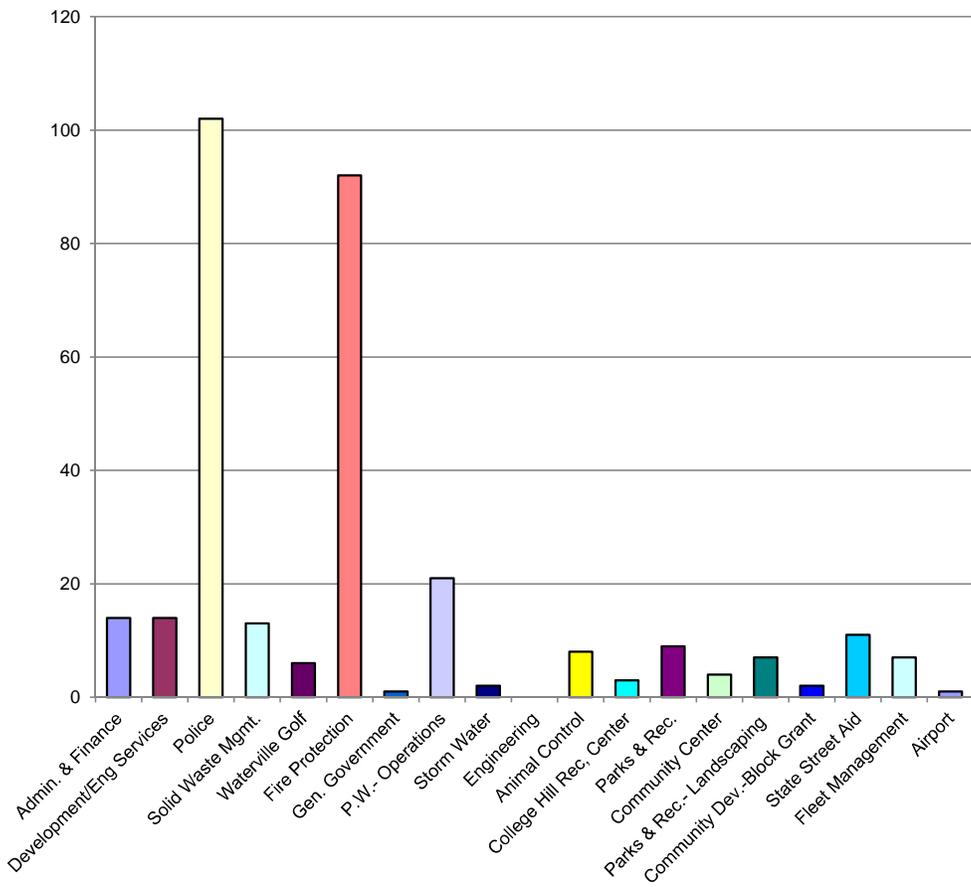
The City opened a new airport facility in 2013, the Cleveland Regional Jetport. The Cleveland Municipal Airport Authority hired an Airport Manager who works for the City Manager and in conjunction with the Cleveland Municipal Airport Authority and the airport Fixed Base Operator (FBO) to ensure the airport is properly operated and maintained.

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	2010/11	2011/12	2012/13	2013/14
	Adopted	Adopted	Adopted	Adopted	Adopted
Admin. & Finance	15	15	14	14	14
Development/Eng Services	9	8	9	8	14
Police	99	106	106	96	102
Solid Waste Mgmt.	14	14	14	13	13
Waterville Golf	6	6	6	6	6
Fire Protection	95	95	95	90	92
Gen. Government	1	1	1	1	1
P.W.- Operations	25	26	26	20	21
Storm Water	2	2	2	2	2
Engineering	7	7	5	4	0
Animal Control	8	8	8	8	8
College Hill Rec, Center	3	3	3	3	3
Parks & Rec.	9	9	9	9	9
Community Center	4	4	4	4	4
Parks & Rec.- Landscaping	10	7	7	7	7
Community Dev.-Block Grant	2	2	2	2	2
State Street Aid	11	11	11	10	11
Fleet Management	8	8	8	8	7
Airport	0	0	0	0	1
Total FTE's	328	332	330	305	317

2013/14 Staffing By Department



Authorized Employees By Fund, Department, and Position Classification

Position Classification by Fund and Department		Position Grade	FY 2011 BUDGET		FY 2012 BUDGET		FY 2013 BUDGET		PROJECTED FY 2014 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	0.58	14	0.58	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	1	0	0	0	0	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	
FIRE DEPARTMENT										
			95	0	95	0	90	0	92	0
Fire Chief	32	1	0	1	0	1	0	1	0	
Deputy Fire Chief	30	1	0	1	0	0	0	0	0	
Battalion Commander	29	3	0	3	0	3	0	3	0	
Training Coordinator/Fire Marshall	28	1	0	1	0	1	0	1	0	
Captain	28	5	0	5	0	5	0	5	0	
Lieutenant	27	12	0	12	0	13	0	13	0	
Arson Investigator	27	1	0	1	0	1	0	0	0	
Fire Inspector	27	2	0	2	0	2	0	3	0	
Driver/Engineer	26	24	0	24	0	24	0	24	0	
Firefighter	25	44	0	44	0	39	0	41	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 2011 BUDGET		FY 2012 BUDGET		FY 2013 BUDGET		PROJECTED FY 2014 BUDGET	
		Full-time	Part-time	Full-time	Part-time	Full-time	Part-time	Full-time	Part-time
		DEVELOPMENT & ENGINEERING SERVICES							
		8	0.38	8	0.38	8	0.38	14	0.38
DES Director	31	1	0	1	0	1	0	1	0
City Engineer	30	0	0	0	0	0	0	1	0
Planning Director	30	0	0	0	0	1	0	1	0
Chief Building Official	29	1	0	1	0	1	0	1	0
Staff Engineer	28	0	0	0	0	0	0	1	0
Senior Planner	28	1	0	1	0	1	0	0	0
Traffic Engineer	28	0	0	Transfer to CU		Transfer to CU		Transfer to CU	
Asst to City Engineer	28	0	0	0	0	0	0	0	0
Planner	27	1	0	1	0	0	0	1	0
Plans Examiner/Inspector	27	0	0	0	0	1	0	1	0
Property Maintenance Official	27	0	0	0	0	0	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
Engineering Technician	26	0	0	0	0	0	0	1	0
Construction Inspector	26	0	0	0	0	0	0	1	0
Signal Technician	26	0	0	Transfer to CU		Transfer to CU		Transfer to CU	
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
Secretary/Permit Clerk	23	0	0	0	0	0	0	1	0
Permit Clerk	22	0	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
POLICE DEPARTMENT									
		106	14	107	14	96	14	102	14
Assistant Chief	30	1	0	1	0	0	0	0	0
Captain	29	2	0	2	0	2	0	2	0
Lieutenant	28	10	0	10	0	9	0	9	0
Sergeant	27	8	0	8	0	9	0	9	0
Detective	27	10	0	10	0	9	0	9	0
Crime Scene Technician	26	3	0	3	0	2	0	2	0
Support Services Manager	26	1	0	1	0	1	0	1	0
Codes Enforcement Officer	26	1	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	2	0
Police Officer/Bomb Tech/SRT	25+1	15	0	15	0	15	0	15	0
Targeted Crime Reduction Grant Officers*	25+1	0	0	2	0	2	0	0	0
Police Officer	25	38	0	32	0	24	0	37	0
COPS Grant**	25	0	0	4	0	4	0	0	0
Housing Officer***	25	0	0	1	0	1	0	1	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	3	0	3	0
Secretary-Quarter Master	23	1	0	1	0	1	0	1	0
Police Records Clerk	22	4	0	4	0	4	0	4	0
Court Liaison	22	0	1	0	1	0	1	0	1
School Crossing Guards	N/A	0	13	0	13	0	13	0	13

*Targeted Crime Reduction Grant Officers-This position is funded by Bryne JAG Grant **COPS Grant-This position is funded by COPS ARRA Grant through 6/30/2013
 ***Housing Officer-This position is funded by Cleveland Housing Authority

Authorized Employees By Fund, Department, and Position Classification

Position Classification by Fund and Department	Position Grade	FY 2011 BUDGET		FY 2012 BUDGET		FY 2013 BUDGET		PROJECTED FY 2014 BUDGET	
		Full-time	Part-time	Full-time	Part-time	Full-time	Part-time	Full-time	Part-time
PUBLIC WORKS-OPERATIONS									
		26	1.69	26	1.22	20	0.975	21	0.375
Director of Public Works	32	1	0	1	0	1	0	1	0
Deputy Director	30	1	0	1	0	0	0	0	0
Asst. Dir.-P.W. Operations	28	0	0	0	0	0	0	0	0
Special Projects	27	0	0.47	0	0	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	1	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	0	0	0	0
Construction Inspector/Safety Coord.	26	0	0	0	0	1	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	2	0
Motor Equip. Operator II	23	1	0	1	0	1	0	0	0
Secretary	23	1	0	1	0	1	0	1	0
Accounting Technician	23	1	0	1	0	0	0	0	0
Sign Technician	22	2	0	2	0	2	0	2	0
Motor Equip. Operator I	22	5	0	5	0	2	0	3	0
Public Service Worker	21	5	0	5	0	5	0	5	0
P.T. Janitorial	N/A	0	0.62	0	0.62	0	0.375	0	0.375
P.T. Sign Technician	N/A	0	0.6	0	0.6	0	0.6	0	0
Seasonal, by FTE	N/A	0	0	0	0	0	0	0	0
CLEVELAND REGIONAL JETPORT									
		0	0	0	0	0	0	1	0
Airport Manager	31	0	0	0	0	0	0	1	0
ANIMAL CONTROL									
		8	1	8	1	8	0	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	1	0	1	0	0	0	0
P.T. Janitorial	N/A	0	0	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	0	0	1	0	1	0
Recreation Center Supervisor	25	1	0	1	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 2011 BUDGET		FY 2012 BUDGET		FY 2013 BUDGET		PROJECTED FY 2014 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	0	0	1	0	1	0	
Parks Superintendent	27	1	0	1	0	0	0	0	0	
General Supervisor I	26	0	0	0	0	1	0	1	0	
Assistant Supervisor	23	1	0	1	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	5	0	
Public Service Worker	21	4	0	4	0	4	0	0	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***			7	0	7	0	7	0	7	0
General Supervisor I	26	1	0	1	0	1	0	1	0	
Forestry Inspector	25	1	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	3	0	3	0	3	0	3	0	
TINSLEY PARK			0	7.04	0	7.04	0	7.04	0	7.34
Aquatic Director	N/A	0	0	0	0	0	0	0	0.30	
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	0.4	0	0.4	0	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 2011 BUDGET		FY 2012 BUDGET		FY 2013 BUDGET		PROJECTED FY 2014 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
Golf Course Mgr./Supervisor	27	0	0	0	0	1	0	1	0
Golf Course Superintendent	26	0	0	0	0	1	0	1	0
Crew Supervisor	23	1	0	1	0	0	0	0	0
Mechanic I	23	1	0	1	0	0	0	0	0
Senior Greenskeeper	23	0	0	0	0	1	0	1	0
Greenskeeper	22	1	0	1	0	0	0	0	0
MEO I	22	0	0	0	0	0	0	2	0
Public Service Worker	21	1	0	1	0	2	0	0	0
Recreation Assistant	21	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
PUBLIC WORKS-ENGINEERING***									
		7	0	5	0	4	0	0	0
City Engineer	30	1	0	1	0	1	0	0	0
Traffic Engineer**	28	1	0	*Moved to Cleveland Utilities		*Moved to Cleveland Utilities		*Moved to Cleveland Utilities	
Staff Engineer	28	0	0	0	0	1	0	0	0
Assistant to City Engineer	28	1	0	1	0	0	0	0	0
Signal Technician**	26	1	0	*Moved to Cleveland Utilities		*Moved to Cleveland Utilities		*Moved to Cleveland Utilities	
Engineering Technician	26	1	0	1	0	1	0	0	0
Drafting Technician	25	1	0	1	0	0	0	0	0
Secretary	23	1	0	1	0	1	0	0	0
Public Service Work	21	0	0	0	0	0	0	0	0
Part Time Office Assistant by FTE	N/A	0	0	0	0	0	0	0	0
***Department moved to Development & Engineering in FY2014									
Other Funds:									
SOLID WASTE									
MANAGEMENT FUND:									
		14	0.23	14	0.23	13	0.23	13	0
General Supervisor	26	1	0	1	0	1	0	1	0
Construction Inspector	26	1	0	1	0	1	0	0	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	1	0.23	2	0
STORMWATER									
		2	0	2	0	2	0	2	0
Storm Water/Project Development Mgr.	29	1	0	1	0	0	0	0	0
Storm Water Coordinator	26	0	0	0	0	1	0	1	0
Storm Water Technician	25	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 2011 BUDGET		FY 2012 BUDGET		FY 2013 BUDGET		PROJECTED FY 2014 BUDGET	
		Full-time	Part-time	Full-time	Part-time	Full-time	Part-time	Full-time	Part-time
		STATE STREET AID							
FUND:		11	0	11	0	10	0	11	0
General Supervisor II	27	0	0	1	0	1	0	1	0
General Supervisor	26	2	0	1	0	1	0	1	0
Motor Equip. Operator III	24	3	0	3	0	2	0	3	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	2	0	2	0
Public Service Worker	21	1	0	1	0	2	0	2	0
COMMUNITY DEV. BLOCK GRANT:									
		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
FLEET MANAGEMENT FUND:									
		8	0	8	0	8	0	7	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	0	0
TOTALS		332	49.31	330	47.84	305	46.6	317	42.06

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
Call-Taker 911
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-911
Senior Animal Control Officer
Telecommunicator
TAC/Records Officer-CBCC

Salary Grade 25

Business Tax Inspector/Permit Clerk
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
Driver/Engineer-Fire

City of Cleveland, Tennessee
Schematic List of Classes Grouped by Grade
Salary Grade 26 (cont'd.)

Engineering Technician
General Supervisor I
Golf Course Superintendent
Mechanic III
Mechanical Inspector
Plumbing Inspector
Recreation Center 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
Detective
Executive Assistant
Fire Inspector
Fire Lieutenant
General Supervisor II
Golf Course Manager
Planner
Plans Examiner/Inspector
Police Sergeant
Property Maintenance Official
Senior Accountant
Wellness/Safety & Risk Manager

Salary Grade 28

Fire Captain
Fire Marshall/Training Coordinator
Fleet 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

Salary Grade 30

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

Salary Grade 31

Parks & Recreation Director
Airport Manager

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
FY14 Salary Schedule
3.5% 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	19,678.05	20,366.78	21,079.62	21,817.41	22,581.01	23,371.35	24,189.35	25,035.97	25,912.23	26,819.16	27,757.83	28,729.36	29,734.88
20 Annual Hourly	1,639.81	1,697.20	1,756.60	1,818.08	1,881.72	1,947.58	2,015.74	2,086.29	2,159.31	2,234.89	2,313.11	2,394.07	2,477.86
21 Annual Monthly	22,039.62	22,811.01	23,609.40	24,435.73	25,290.98	26,176.16	27,092.33	28,040.56	29,021.98	30,037.75	31,089.07	32,177.18	33,303.39
21 Annual Hourly	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	2,590.71	2,681.38	2,775.23
22 Annual Monthly	24,684.38	25,548.33	26,442.52	27,368.01	28,325.89	29,317.30	30,343.41	31,405.42	32,504.61	33,642.28	34,819.76	36,038.45	37,299.79
22 Annual Hourly	2,056.99	2,128.99	2,203.50	2,280.62	2,360.45	2,443.06	2,528.57	2,617.07	2,708.67	2,803.47	2,901.59	3,003.15	3,108.26
23 Annual Monthly	27,645.50	28,613.09	29,614.55	30,651.06	31,723.84	32,834.18	33,983.37	35,172.79	36,403.84	37,677.97	38,996.70	40,361.59	41,774.24
23 Annual Hourly	2,303.75	2,384.38	2,467.83	2,554.21	2,643.60	2,736.13	2,831.89	2,931.01	3,033.59	3,139.77	3,249.66	3,363.40	3,481.12
24 Annual Monthly	30,965.02	32,048.79	33,170.50	34,331.47	35,533.07	36,776.73	38,063.91	39,396.15	40,775.02	42,202.14	43,679.22	45,207.99	46,790.27
24 Annual Hourly	2,580.37	2,670.68	2,764.16	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	3,899.11
25 Annual Monthly	34,678.40	35,892.15	37,148.37	38,448.57	39,794.27	41,187.06	42,628.61	44,120.61	45,664.83	47,263.10	48,917.31	50,629.42	52,401.45
25 Annual Hourly	2,889.81	2,990.95	3,095.64	3,203.99	3,316.13	3,432.19	3,552.32	3,676.65	3,805.33	3,938.52	4,076.36	4,219.04	4,366.70
26 Annual Monthly	38,840.42	40,199.84	41,606.83	43,063.07	44,570.28	46,130.24	47,744.79	49,415.86	51,145.42	52,935.51	54,788.25	56,705.84	58,690.54
26 Annual Hourly	3,236.64	3,349.92	3,467.17	3,588.52	3,714.12	3,844.11	3,978.66	4,117.91	4,262.04	4,411.21	4,565.60	4,725.40	4,890.78
27 Annual Monthly	43,502.43	45,025.02	46,600.90	48,231.93	49,920.04	51,667.25	53,475.60	55,347.25	57,284.40	59,289.35	61,364.48	63,512.24	65,735.17
27 Annual Hourly	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	5,477.83
28 Annual Monthly	48,722.40	50,427.68	52,192.65	54,019.40	55,910.07	57,866.93	59,892.27	61,988.50	64,158.10	66,403.63	68,727.76	71,133.23	73,622.89
28 Annual Hourly	4,060.12	4,202.23	4,349.30	4,501.53	4,659.08	4,822.15	4,990.93	5,165.61	5,346.41	5,533.53	5,727.20	5,927.66	6,135.12
29 Annual Monthly	54,568.95	56,478.86	58,455.63	60,501.57	62,619.13	64,810.80	67,079.17	69,426.95	71,856.89	74,371.88	76,974.90	79,669.02	82,457.43
29 Annual Hourly	4,547.33	4,706.48	4,871.21	5,041.70	5,218.16	5,400.80	5,589.82	5,785.47	5,987.96	6,197.54	6,414.45	6,638.96	6,871.32
	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	37,007.2	38,302.4	39,643.0

CITY OF CLEVELAND
 FY14 Salary Schedule
 3.5% 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	61,116.63	63,255.72	65,469.67	67,761.11	70,132.74	72,587.39	75,127.95	77,757.43	80,478.94	83,295.70	86,211.05	89,228.44	92,351.43
30 Annual Hourly	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	7,184.12	7,435.56	7,695.80
31 Annual Monthly	29,383.00	30,411.44	31,475.88	32,577.55	33,717.77	34,897.88	36,119.22	37,383.34	38,691.88	40,046.00	41,447.66	42,898.83	44,399.77
31 Annual Hourly	68,450.90	70,846.69	73,326.32	75,892.74	78,548.99	81,298.20	84,143.64	87,088.67	90,136.77	93,291.56	96,556.76	99,936.25	103,434.02
32 Annual Monthly	5,704.13	5,903.78	6,110.41	6,324.27	6,545.62	6,774.72	7,011.83	7,257.25	7,511.25	7,774.15	8,046.24	8,327.86	8,619.34
32 Annual Hourly	32,909.10	34,060.90	35,253.00	36,486.90	37,763.90	39,085.70	40,453.70	41,869.60	43,335.00	44,851.70	46,421.50	48,046.30	49,727.90
33 Annual Monthly	76,664.71	79,347.98	82,125.16	84,999.54	87,974.52	91,053.63	94,240.51	97,538.92	100,952.79	104,486.13	108,143.15	111,928.16	115,845.64
33 Annual Hourly	6,388.60	6,612.20	6,843.63	7,083.16	7,331.07	7,587.66	7,853.22	8,128.09	8,412.57	8,707.01	9,011.76	9,327.17	9,653.62
34 Annual Monthly	36,858.00	38,148.10	39,483.20	40,865.20	42,295.40	43,775.80	45,307.90	46,893.70	48,535.00	50,233.70	51,991.90	53,811.60	55,695.00
34 Annual Hourly	85,909.88	88,916.72	92,028.81	95,249.82	98,583.56	102,033.98	105,605.17	109,301.36	113,126.90	117,086.34	121,184.37	125,425.82	129,815.72
35 Annual Monthly	7,159.02	7,409.58	7,668.92	7,937.33	8,215.14	8,502.67	8,800.26	9,108.27	9,427.06	9,757.01	10,098.50	10,451.95	10,817.77
35 Annual Hourly	41,302.80	42,748.40	44,244.60	45,793.20	47,395.90	49,054.80	50,771.70	52,548.70	54,387.90	56,291.50	58,261.70	60,300.90	62,411.40
36 Annual Monthly	96,168.90	99,534.81	103,018.53	106,624.18	110,356.02	114,218.48	118,216.13	122,353.70	126,636.08	131,068.34	135,655.73	140,403.68	145,317.81
36 Annual Hourly	8,013.92	8,294.41	8,584.71	8,885.18	9,196.16	9,518.02	9,851.15	10,195.95	10,552.80	10,922.15	11,304.43	11,700.08	12,109.58
37 Annual Monthly	46,235.00	47,853.33	49,528.10	51,261.60	53,055.88	54,912.70	56,834.70	58,823.90	60,882.70	63,013.60	65,219.10	67,501.80	69,864.30

CITY OF CLEVELAND
 FY14 Salary Schedule
 3.5% 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	34,678.80	35,892.56	37,148.80	38,449.00	39,794.72	41,187.53	42,629.10	44,121.12	45,665.35	47,263.64	48,917.87	50,630.00	52,402.05
Hourly	12.2367	12.6650	13.1083	13.5670	14.0419	14.5334	15.0420	15.5685	16.1134	16.6774	17.2611	17.8652	18.4905
26 Annual	38,840.28	40,199.69	41,606.68	43,062.91	44,570.11	46,130.07	47,744.62	49,415.68	51,145.23	52,935.31	54,788.05	56,705.63	58,690.33
Hourly	13.7051	14.1848	14.6813	15.1951	15.7269	16.2774	16.8471	17.4367	18.0470	18.6787	19.3324	20.0090	20.7094
27 Annual	43,502.17	45,024.74	46,600.61	48,231.63	49,919.73	51,666.93	53,475.27	55,346.90	57,284.04	59,288.99	61,364.10	63,511.84	65,734.76
Hourly	15.3501	15.8873	16.4434	17.0189	17.6146	18.2311	18.8692	19.5296	20.2131	20.9206	21.6528	22.4107	23.1950
28 Annual	48,722.36	50,427.65	52,192.61	54,019.35	55,910.03	57,866.88	59,892.22	61,988.45	64,158.05	66,403.58	68,727.70	71,133.17	73,622.84
Hourly	17.1921	17.7938	18.4166	19.0612	19.7283	20.4188	21.1335	21.8731	22.6387	23.4310	24.2511	25.0999	25.9784

City of Cleveland Fringe Benefits Summary

The City provides a comprehensive package of fringe benefits for employees. All employee benefits are contingent upon the City of Cleveland's financial capacity and benefits may be amended by the City Council. The package includes the following:

Health/Dental Insurance Coverage

City employees are covered by the City of Cleveland Health and Dental Insurance Plan. Details of the coverage are available in the employee health benefit handbook. 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	\$436.08	24.18	0	0	436.08	24.18
Family	\$815.56	44.52	334.82	18.06	1150.38	62.58

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 \$5,000 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. 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. Effective February 2013, all new employees are paid by direct deposit.

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 full-time 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 May 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, 2012 was 17.84% 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, 2012, the City's annual pension cost of \$4,974,186 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, 2011, which established contribution rates effective July 1, 2012.

Trend Information

<u>Fiscal Year Ending</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
6/30/2012	\$4,974,186	100%	\$0.00
6/30/2011	\$4,751,248	100%	\$0.00
6/30/2010	\$4,782,285	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, 2012 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, 2012, 2011, and 2010, were \$1,792,845, \$1,764,065, and 1,188,516, 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, 2012, 2011, and 2010 were \$1,175,552, \$1,126,146, and \$1,274,256, 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, 2011, 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)
7/1/2011	\$ 82,810	\$102,371	\$19,561	80.89%	\$ 26,731	73.18%
7/1/2009	\$ 65,941	\$ 70,566	\$ 4,625	93.45%	\$ 27,521	16.81%
7/1/2007	\$ 59,075	\$ 64,847	\$ 5,772	91.10%	\$ 24,855	23.22%
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)
7/1/2011	\$ 0	\$ 19,584	\$ 19,584	0.00%	\$ 15,380	127.33%
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)
7/1/2011	\$ 0	\$ 18,691	\$ 18,691	0.00%	\$ 10,123	184.64%
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)
7/1/2011	\$ 0	\$ 8,625	\$ 8,625	0.00%	\$ 25,299	34.10%
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 appointed by the Mayor, 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
- Cleveland Regional Jetport
- 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

	FY2012	FY2013	FY2013	FY2014	% OF
	ACTUAL BUDGET	ORIGINAL BUDGET	AMENDED BUDGETED	PROPOSED BUDGET	TOTAL
<i>Revenues and Other</i>					
<i>Financial Resources</i>					
Local Taxes	\$29,020,438	\$28,798,000	\$29,019,000	\$31,238,500	76.8%
Licenses and Permits	\$427,088	\$348,000	\$429,725	\$430,125	1.1%
Intergovernmental Revenues	\$4,950,066	\$4,470,000	\$4,826,800	\$4,782,300	11.8%
Charges for Services	\$2,743,599	\$1,862,000	\$1,891,625	\$1,007,555	2.5%
Fines and Forfeitures	\$698,392	\$720,000	\$739,800	\$750,600	1.8%
Interest (Investment) Income	\$13,713	\$10,000	\$12,500	\$14,500	0.0%
Miscellaneous Revenues	\$175,064	\$34,000	\$220,198	\$444,800	1.1%
Transfer from Other Funds	\$1,927,517	\$1,927,000	\$2,070,000	\$2,010,000	4.9%
<i>Total Revenues and Other</i>					
<i>Financial Resources</i>	\$39,955,877	\$38,169,000	\$39,209,648	\$40,678,380	100.0%
<i>Expenditures and Other</i>					
<i>Financing Uses</i>					
Legislative and Judicial	\$353,522	\$408,000	\$384,750	\$398,270	0.9%
Administration and Finance	\$1,761,231	\$1,792,000	\$1,953,775	\$1,893,815	4.7%
Development and Engineering Services	\$621,824	\$674,000	\$680,950	\$1,138,985	2.8%
Engineering Division	\$375,636	\$375,000	\$376,400	\$0	0.0%
FEMA Storm Damage	\$72,812	\$0	\$1,200	\$0	0.0%
Police Department	\$8,131,066	\$8,298,000	\$8,188,113	\$8,895,530	21.8%
Fire Department	\$7,487,271	\$7,725,000	\$7,551,176	\$7,846,007	19.3%
Public Works Department :					
Operations Division	\$1,989,966	\$2,053,000	\$2,068,674	\$2,183,200	5.4%
Street Lighting and Signals	\$1,024,263	\$1,134,000	\$1,194,000	\$1,207,900	3.0%
Cleveland Regional Jetport	\$0	\$0	\$0	\$534,800	1.3%
Animal Control	\$548,043	\$572,000	\$674,011	\$662,203	1.6%
Safety Program	\$101,142	\$100,000	\$102,630	\$104,370	0.3%
Parks and Recreation :					
Administration and Maintenance	\$692,879	\$705,000	\$718,350	\$726,975	1.8%
Landscape Maintenance	\$488,743	\$495,000	\$510,881	\$514,350	1.3%
College Hill Recreation Center	\$375,709	\$368,000	\$379,000	\$378,000	0.9%
Cleveland Community Center	\$321,620	\$339,000	\$357,550	\$349,450	0.9%
Tinsley Park	\$239,623	\$224,000	\$245,800	\$235,800	0.6%
Waterville Golf Course	\$483,466	\$518,000	\$521,000	\$529,775	1.3%
Grants and Other Agency Support	\$1,070,066	\$1,088,000	\$1,085,026	\$1,097,436	2.7%
Transfers to Other Funds	\$12,013,143	\$11,301,000	\$12,214,700	\$11,975,700	29.4%
<i>Total Expenditures and</i>					
<i>Other Financing Uses</i>	\$38,152,025	\$38,169,000	\$39,207,986	\$40,672,566	100.0%
<i>Increase (Decrease) in Fund Balance</i>	\$ 1,803,852	\$ -	\$ 1,662	\$ 5,814	
<i>Fund Balance at Beginning of FY</i>	\$10,156,145	\$ 11,959,997	\$ 11,959,997	\$ 12,101,659	
<i>Fund Balance at End of FY</i>	\$11,959,997	\$ 11,959,997	\$ 12,101,659	\$ 12,107,473	

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 FY2013 are estimated to be \$746,229 less than FY2012. The significant differences for FY2013 are primarily due to the City receiving \$911,100 less from Bradley County as the fire contract is phased out for FY2013. Also down in FY2013 are local sales tax, state income tax, and state mixed drink tax.

The local economy, however, continues to show signs of growth after several years of decline. For FY2014, property taxes are projected to increase \$2,040,000, which is an estimated 12% increase, due to an 18.51 cent property tax increase. The tax rate will also increase six cents (rate increase is subject to appeals) due to state revaluation which occurs every four years. The state will certify the city's property tax rate in June after the appeal process is held by the Property Tax Assessor.

Local sales tax is projected to increase \$124,500 or 1.5%. The Cleveland Regional Jetport is estimated to generate \$390,800 in new revenues due to fuel sales and rentals from t-hangers, ground and land leases, and terminal meeting room scheduled dates.

The City has budgeted to use no fund balance in the General Fund in FY2014 for general operations.

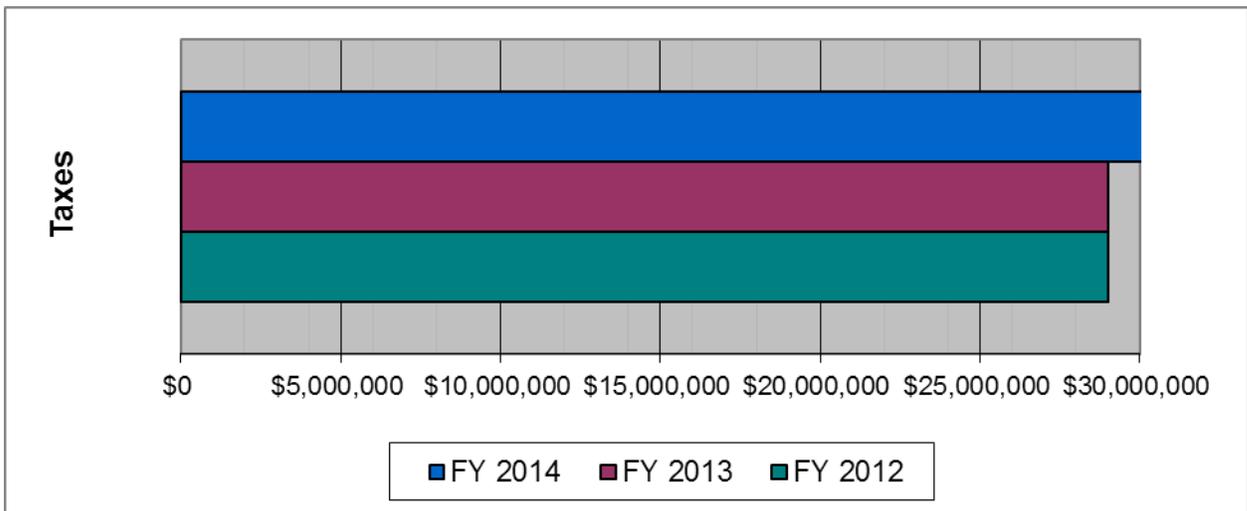
Local Taxes:

In accordance with state law, the City Council will adopt the state’s certified rate, estimated at \$1.55 per \$100 of assessed value (rate is subject to appeals process). Then the City Council will be required by the state to adopt a separate ordinance to increase the rate by 18.51 cents in order to fund the City’s FY2014 Budget. This is the largest source of revenue in the General Fund. At \$18,890,000 it represents 46% of total General Fund revenues.

The Local Option Sales Tax is projected to increase in FY2014 by 1.5%. This is the second largest revenue source in the General Fund at \$8,424,500, representing 21% of total General Fund revenues.

Local Taxes represent \$31,238,500 of the \$40,678,380 General Fund revenues, or 76.8%. Combined, the Property Tax and Local Option Sales Tax represent 67% of the total General Fund.

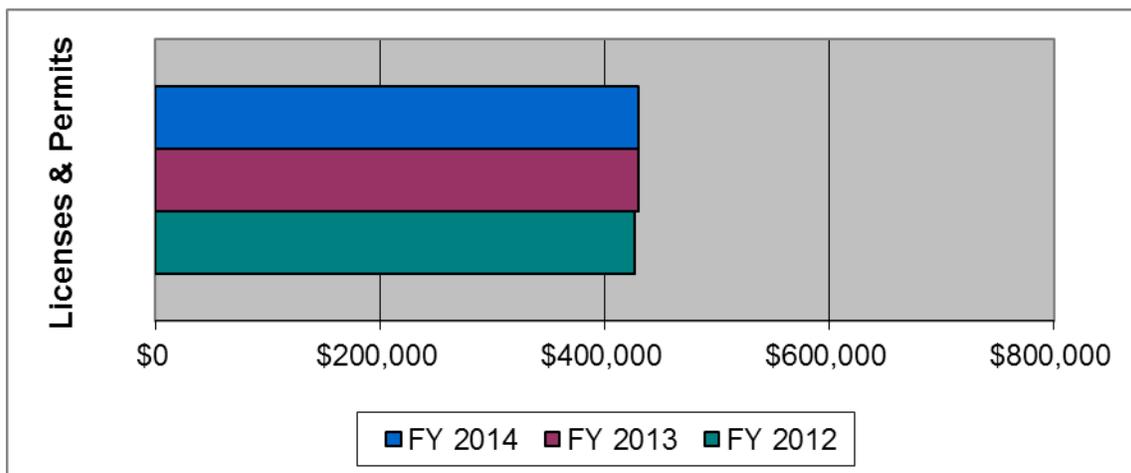
Acct #	Taxes	FY 2012	FY 2013	% (+/-)	FY 2014	% (+/-)
31110/11	Property Tax	\$16,701,263	\$16,850,000	0.9%	\$18,890,000	12.1%
31310	Interest & Penalty on Tax	270,429	225,000	-16.8%	225,000	0.0%
31510/11	In Lieu of Tax	281,289	256,000	-9.0%	256,000	0.0%
31610	Local Sales Tax	8,383,458	8,300,000	-1.0%	8,424,500	1.5%
31710	Wholesale Beer Tax	1,490,010	1,490,000	0.0%	1,565,000	5.0%
31820	Gross Receipts Tax	1,103,755	1,075,000	-2.6%	1,075,000	0.0%
31910	Franchise Tax	790,234	823,000	4.1%	803,000	-2.4%
	Total Taxes	\$29,020,438	\$29,019,000	0.0%	\$31,238,500	7.6%



Licenses and Permits:

Licenses and Permits are projected to increase by .1%. Building permits are expected to remain the same for FY2014. At \$430,125 Licenses and Permits represent 1.1% of total General Fund revenues.

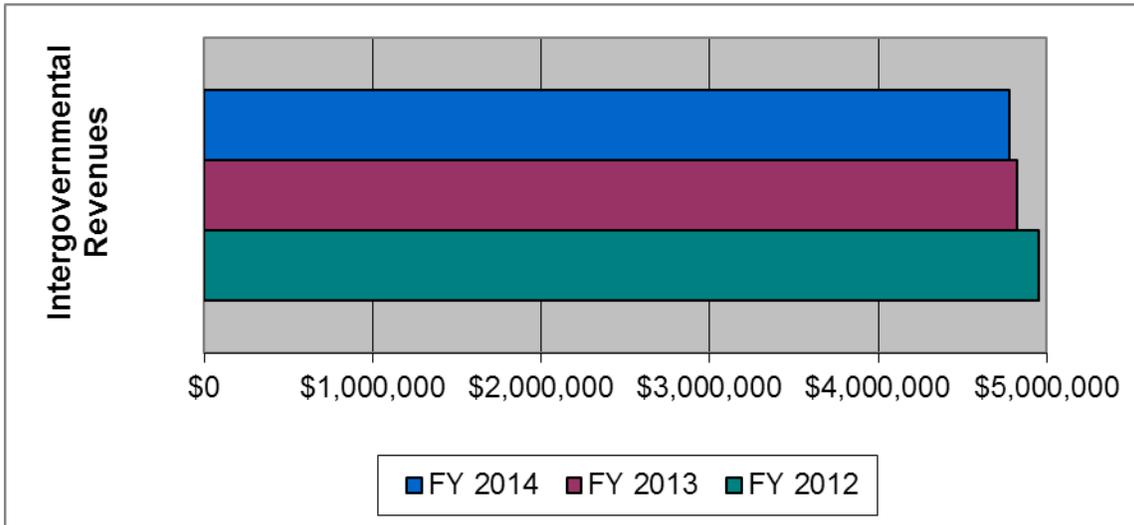
		FY 2012	FY 2013	% (+/-)	FY 2014	% (+/-)
Licenses & Permits						
32210	Beer Licenses	\$6,317	\$5,200	-17.7%	\$5,600	7.7%
32211	Beer Renewal Fee	12,689	12,700	0.1%	12,700	0.0%
32220	Liquor License	1,900	2,000	5.3%	2,000	0.0%
32221	Liquor License Renewal	21,565	22,000	2.0%	22,000	0.0%
32610	Building Permits	188,856	200,000	5.9%	200,000	0.0%
32620	Electrical Permits	7,245	7,300	0.8%	7,300	0.0%
32622	Electrical Licenses	16,864	19,000	12.7%	19,000	0.0%
32625	Mechanical Permits	28,819	14,000	-51.4%	14,000	0.0%
32626	Mechanical Licenses	7,850	3,500	-55.4%	3,500	0.0%
32630	Plumbing Permits	26,874	38,000	41.4%	38,000	0.0%
32632	Plumbing Licenses	10,200	9,000	-11.8%	9,000	0.0%
32650	Street Cut Permits	49,894	55,000	10.2%	55,000	0.0%
32651	Land Disturbance Permits	4,430	6,000	35.4%	6,000	0.0%
32652	Tree Permit	20	0	-100.0%	0	N/A
32660	Rezoning Fee	2,700	3,000	11.1%	3,000	0.0%
32661	PUD Rezoning Fee	0	650	N/A	650	0.0%
32662	Zoning Appeal Fee	2,850	750	-73.7%	750	0.0%
32663	Zoning Letter Fee	1,250	1,250	0.0%	1,250	0.0%
32664	Minor Encroachment Fee	200	0	-100.0%	0	N/A
32665	Certificate of Appropriateness	800	800	0.0%	800	0.0%
32690	Recr. Permits/Maint. Fee	5,165	5,200	0.7%	5,200	0.0%
32691	Plat Review Fee	2,385	2,500	4.8%	2,500	0.0%
32692	Plans Review Fee	21,590	15,000	-30.5%	15,000	0.0%
32693	Certificate of Occupancy	6,200	6,500	4.8%	6,500	0.0%
32694	Alley/Street Abandonment	150	150	0.0%	150	0.0%
32991	Wrecker Permit Fees	275	225	-18.2%	225	0.0%
Total		\$427,088	\$429,725	0.6%	\$430,125	0.1%



Intergovernmental Revenues:

Intergovernmental Revenues are projected to decrease about 1%. These revenues are all impacted by the State's economy, which has been slowly recovering over the past two years. 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 \$4,782,300, this revenue source is 11.8% of the total General Fund.

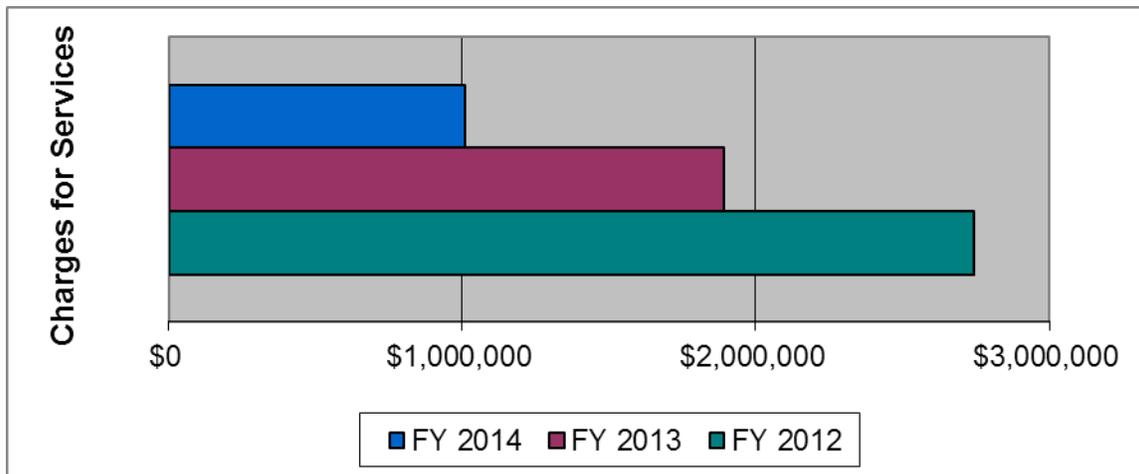
	FY 2012	FY 2013	% (+/-)	FY 2014	% (+/-)
Intergovernmental					
33200 Federal Grant-Prot. Vests	\$21,484	\$0	-100.0%	\$0	N/A
33201 Fema-Tornado Damage	14,488	\$0	-100.0%	\$0	N/A
33202 Tema-Tornado Damage	74,505	\$0	-100.0%	\$0	N/A
33410 Police Training Supp.	51,000	49,800	-2.4%	49,800	0.0%
33411 Fire Training Supplement	49,200	48,000	-2.4%	48,000	0.0%
33412 State-Highway Safety Grant	965	0	-100.0%	0	N/A
33495 State Tree Grant	3,088	0	-100.0%	0	N/A
33510 State Sales Tax	2,803,138	2,860,000	2.0%	2,915,000	1.9%
33520 State Income Tax	920,928	900,000	-2.3%	800,000	-11.1%
33530 State Beer Tax	20,266	20,000	-1.3%	20,500	2.5%
33540 State Mixed Drink Tax	142,753	100,000	-29.9%	100,000	0.0%
33552 State Gas Inspection Tax	84,735	85,000	0.3%	85,000	0.0%
33559 State Hwy Maintenance	194,539	200,000	2.8%	200,000	0.0%
33591 TVA-In Lieu of Taxes	477,752	472,000	-1.2%	472,000	0.0%
33593 State Excise Tax	91,225	92,000	0.8%	92,000	0.0%
Total	\$4,950,066	\$4,826,800	-2.5%	\$4,782,300	-0.9%



Charges for Services:

Charges for Services are projected to decrease 46.7%, or \$884,070. This decrease is attributed to the loss of the fire contract with Bradley County. 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. All eighteen holes being open at Waterville Golf Course were delayed in FY2013, due to site improvement construction and landscaping issues. Waterville Golf Course is expected to have all eighteen holes open for FY2014, which will provide an increase in revenues. At \$1,007,555, this revenue source represents 2.5% of total General Fund revenues.

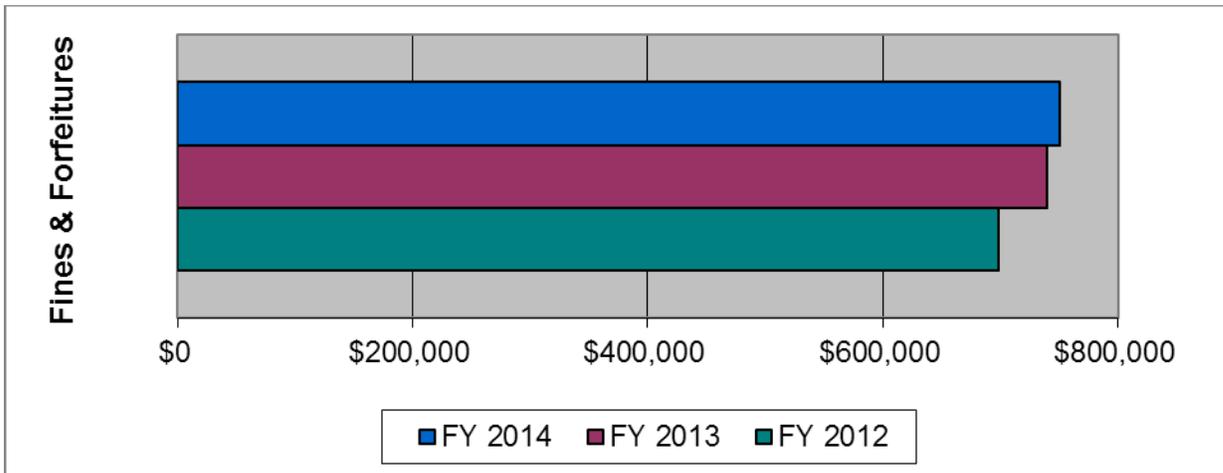
		FY 2012	FY 2013	% (+/-)	FY 2014	% (+/-)
Charges for services						
34211	CHA Police Protection	\$50,000	\$50,000	0.0%	\$50,000	0.0%
34221	Fire Inspection Fees	2,206	1,500	-32.0%	1,500	0.0%
34260	Police Dept-Cont Svcs	20,980	30,000	43.0%	0	-100.0%
34316	Airport Grounds Maintenance	13,282	15,000	12.9%	15,000	0.0%
34510	Animal Control-Sale/BD Fees	7,920	85,000	973.2%	85,000	0.0%
34512	Animal Control-Spay/Neuter	20,908	1,775	-91.5%	0	-100.0%
34513	County-Animal Control	325,000	324,600	-0.1%	298,455	-8.1%
34514	County-Fire Protection	1,822,200	911,100	-50.0%	0	-100.0%
34516	County-Tornado Reimb	40,833	0	-100.0%	0	N/A
34700	Wellness Program Dues	9,146	8,000	-12.5%	9,100	13.8%
34701-19	Waterville Golf Course	138,386	166,750	20.5%	200,500	20.2%
34721-43	Tinsley Park	65,004	67,000	3.1%	69,000	3.0%
34744	Cleveland Comm Center	3,306	6,000	81.5%	6,000	0.0%
34745-91	College Hill Recreation Center	17,558	19,400	10.5%	17,500	-9.8%
34799	Parks & Rec-Misc	3,958	2,500	-36.8%	2,500	0.0%
34912	SRO-City Schools	202,912	203,000	0.0%	253,000	24.6%
Total		\$2,743,599	\$1,891,625	-31.1%	\$1,007,555	-46.7%



Fines and Forfeitures:

Fines and Forfeitures are projected to increase by 1.5%. The largest revenue source by far is traffic tickets from Municipal Court, followed by fines from General Sessions Court and drug fines. At \$750,600, this revenue source is 1.9% of total General Fund revenues.

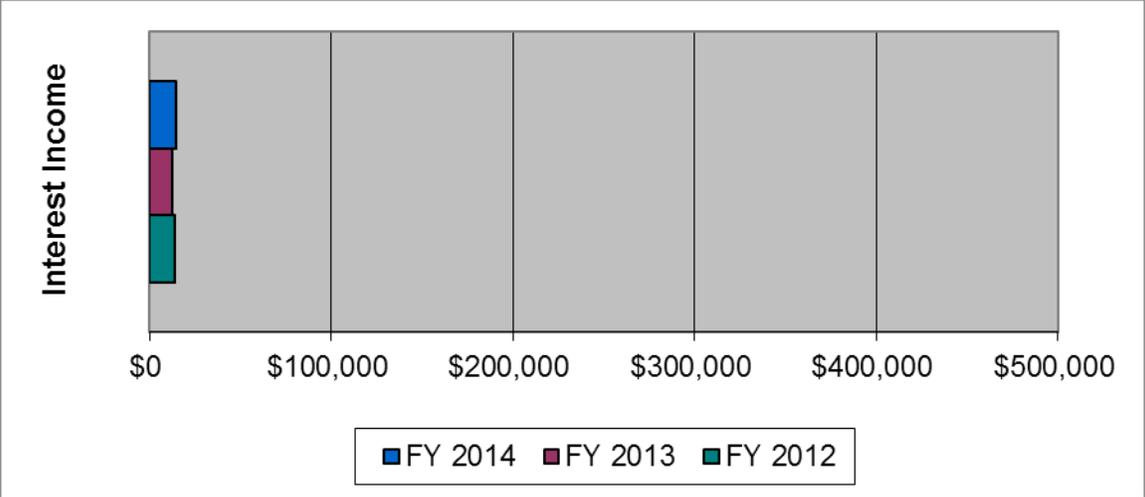
	FY 2012	FY 2013	% (+/-)	FY 2014	% (+/-)
Fines & Forfeitures					
35110 Traffic Tickets	\$508,381	\$550,000	8.2%	\$560,000	1.8%
35111 Parking Tickets	22,553	30,000	33.0%	30,000	0.0%
35112 Animal Shelter	555	600	8.1%	600	0.0%
35113 Code Enforcement Fines	3,436	3,000	-12.7%	3,000	0.0%
35115 Garnishments	176	0	-100.0%	0	N/A
35116 Court Clerk Fees	3,267	3,200	-2.1%	3,500	9.4%
35140 Bradley Co.-Drug Fines	16,729	14,000	-16.3%	14,000	0.0%
35160 Sessions Court	36,938	43,000	16.4%	43,000	0.0%
35161 Circuit Court	22,284	10,000	-55.1%	10,000	0.0%
35162 Officers-Sessions	72,152	72,500	0.5%	72,500	0.0%
35163 Officers-Circuit	5,201	5,500	5.7%	5,500	0.0%
35164 State Refunds	570	500	-12.3%	500	0.0%
35166 Sex Offender Registry	6,150	7,500	22.0%	8,000	6.7%
	\$698,392	\$739,800	5.9%	\$750,600	1.5%



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. There is a projected slight increase of \$2,000 in FY2014.

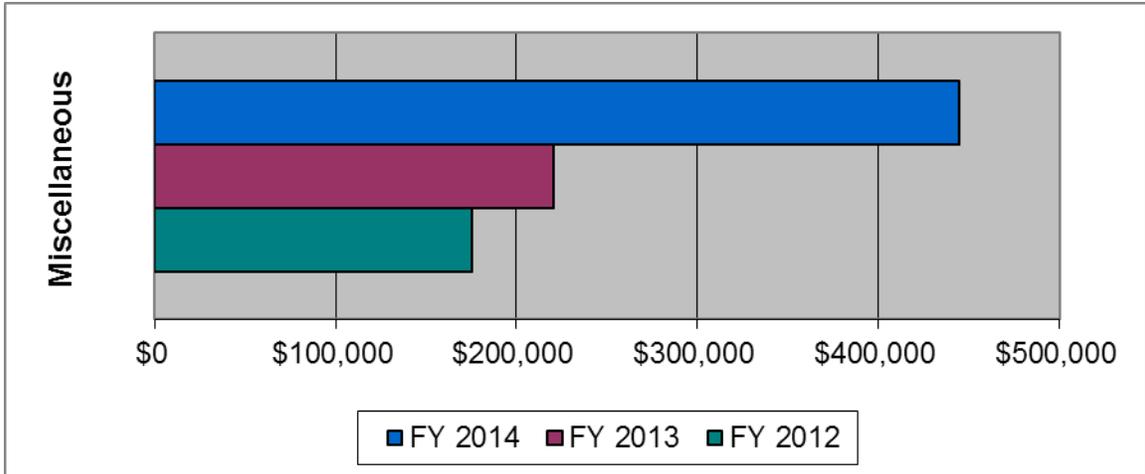
	FY 2012	FY 2013	% (+/-)	FY 2014	% (+/-)
Interest Income					
36110 Interest Income	\$13,713	\$12,500	-8.8%	\$14,500	16.0%
	\$13,713	\$12,500	-8.8%	\$14,500	16.0%



Miscellaneous Revenues:

Miscellaneous Revenues are projected to decrease by \$224,602, or 102%. The Cleveland Regional Jetport is estimated to generate \$390,800 in new revenues due to fuel sales and rentals from t-hangers, ground and land leases, and terminal meeting room scheduled dates. 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 \$444,800 this revenue source is 1.1% of total General Fund revenues.

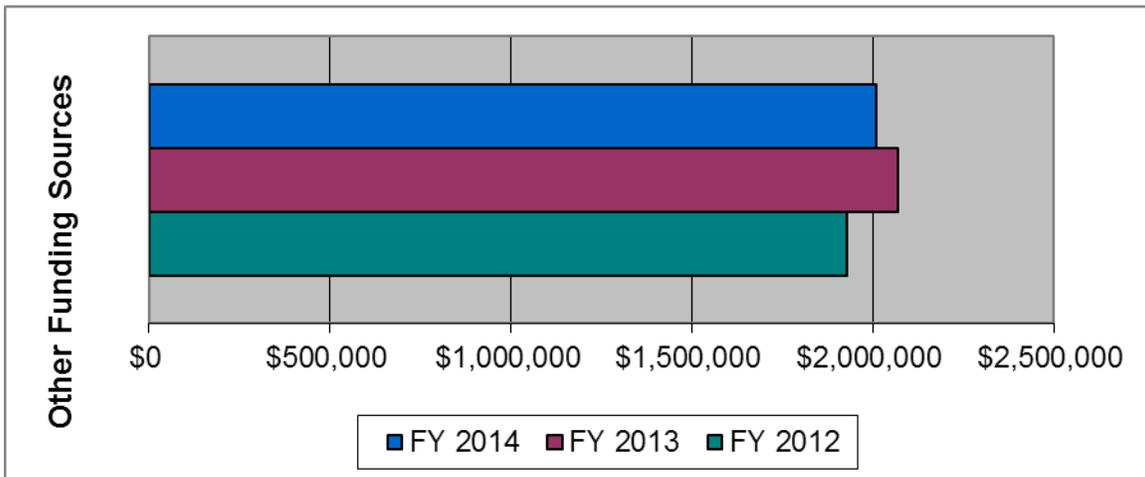
	FY 2012	FY 2013	% (+/-)	FY 2014	% (+/-)
Miscellaneous					
36201 Taser Court Reimbursement	\$0	\$12	N/A	\$0	-100.0%
36330 Auction-Sale of Equipment	15,233	8,500	-44.2%	0	-100.0%
36511 Sale of Maps-Engr.	13	0	-100.0%	0	N/A
36513 Sale of Mulch	9,967	0	-100.0%	0	N/A
36514 Sale of Scrap Metal	6,137	6,000	-2.2%	6,000	0.0%
36704 Donation-Memorial Trees	7,750	9,300	20.0%	0	-100.0%
36706 Old Timers Banquet Revenue	2,800	2,500	-10.7%	2,500	0.0%
36708 Greenway Pac	0	5,000	N/A	0	-100.0%
36710 Sign/Decal Reimbursement	3,232	3,500	8.3%	3,500	0.0%
36712 Donations-Fire Dept	675	1,000	48.1%	0	-100.0%
36715 Donations-Police Memorial	0	7,836	N/A	0	-100.0%
36716 Police-Misc Donations	0	750	N/A	0	-100.0%
36720 TML Safety Grant-Matching	2,000	2,000	0.0%	0	-100.0%
36721 TML Package Bonus	5,000	5,000	0.0%	5,000	0.0%
36722 TML Driver Safety Grant	4,540	0	-100.0%	0	N/A
36728 Misc. Insurance Revenue	5,390	8,000	48.4%	0	-100.0%
36731 Animal Control Donations	2,050	1,500	-26.8%	0	-100.0%
36732 Animal Control Pet Adoptions	0	10,000	N/A	10,000	0.0%
36734 Donations-National Night Out	0	500	N/A	0	-100.0%
36736 Donations-Historic Signs	2,561	0	-100.0%	0	N/A
36738 City's Nickname Donations	800	0	-100.0%	0	N/A
36739 Mayor's Reception Donations	3,800	0	-100.0%	0	N/A
36740 Donations-Assessment of Bldgs	4,000	0	-100.0%	0	N/A
36980 TML Reimb.-Police Vehicle	35,450	11,700	-67.0%	0	-100.0%
36982 Fire Misc/Reports	66	0	-100.0%	0	N/A
36983 TML-Reimb. for Property Damage	14,320	3,400	-76.3%	0	-100.0%
36984 TML-Work Comp Salary Reimb	11,009	400	-96.4%	0	-100.0%
36985 Employee Jury Duty Reimb.	93	100	7.5%	0	-100.0%
36990 Sundry Income	37,692	27,000	-28.4%	27,000	0.0%
36991 Insurance Rebate – Cigna	0	90,000	N/A	0	-100.0%
36996 Misc. Seized/Confiscated Funds	0	16,100	N/A	0	-100.0%
36998 BTA-Booth Renewal Fee	486	100	-79.4%	0	-100.0%
37511 Jetport - Jet Fuel	0	0	N/A	210,000	N/A
37513 Jetport – AvGas	0	0	N/A	90,500	N/A
37514 Jetport - Ground/Land Lease	0	0	N/A	14,700	N/A
37516 Jetport - T-Hangar Rent	0	0	N/A	67,200	N/A
37517 Jetport - Terminal Bldg Rental	0	0	N/A	5,500	N/A
37518 Jetport - Tie Downs	0	0	N/A	1,500	N/A
37519 Jetport - Community Hangar	0	0	N/A	1,400	N/A
Total	\$175,064	\$220,198	25.8%	\$444,800	102.0%



Other Funding Sources:

Payments received as a transfer from Cleveland Utilities include \$209,000 for In-Lieu of Tax – Water Revenue, which is based upon the value of the Water Division assets, net of depreciation and \$1,801,000 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 4.9% of the total General Fund revenues, and is a 2.9% decrease from the In-Lieu of Tax Payments received during FY2013.

	FY 2012	FY 2013	% (+/-)	FY 2014	% (+/-)
Other Funding Sources					
Transfer from CU - Water	\$202,461	\$205,000	1.3%	\$209,000	2.0%
Transfer from CU - Electric	\$1,725,056	\$1,865,000	8.1%	\$1,801,000	-3.4%
	\$1,927,517	\$2,070,000	7.4%	\$2,010,000	-2.9%



FUND #110 - GENERAL FUND						
REVENUES						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
Tax Revenues:						
31110	PROPERTY TAXES-REAL/PP	16,366,044	16,300,000	16,500,000	16,665,000	18,500,000
31120	PROPERTY TAXES-UTILITY	335,219	338,000	350,000	350,000	390,000
31310	INT AND PENALTY ON TAXES	270,429	230,000	225,000	225,000	225,000
31510	IN LIEU OF TAXES	281,289	270,000	256,000	256,000	256,000
31610	LOCAL SALES TAX	8,383,458	8,300,000	8,300,000	8,424,500	8,424,500
31710	WHOLESALE BEER TAX	1,490,010	1,420,000	1,490,000	1,565,000	1,565,000
31820	GROSS RCPTS TX/BUSINESS	1,103,755	1,020,000	1,075,000	1,015,000	1,075,000
31910	FRANCHISE TAXES-GAS	368,000	500,000	400,000	360,000	380,000
31911	FRANCHISE TAXES-CHARTER	422,234	420,000	423,000	423,000	423,000
Subtotal:		29,020,438	28,798,000	29,019,000	29,283,500	31,238,500
Licenses & permits:						
32210	BEER LICENSES	6,317	6,000	5,200	5,600	5,600
32211	BEER RENEWAL FEES	12,689	12,000	12,700	12,700	12,700
32220	LIQUOR LICENSE	1,900	0	2,000	2,000	2,000
32221	LIQUOR LICENSE RENEWAL	21,565	18,000	22,000	22,000	22,000
32610	BUILDING PERMITS	188,856	150,000	200,000	200,000	200,000
32620	ELECTRICAL PERMITS	7,245	7,000	7,300	7,300	7,300
32622	ELECTRICAL LICENSES	16,864	16,000	19,000	19,000	19,000
32625	MECHANICAL PERMITS	28,819	11,000	14,000	14,000	14,000
32626	MECHANICAL LICENSES	7,850	7,000	3,500	3,500	3,500
32630	PLUMBING PERMITS	26,874	25,000	38,000	38,000	38,000
32632	PLUMBING LICENSES	10,200	9,000	9,000	9,000	9,000
32650	STREET CUT PERMITS	49,894	60,000	55,000	55,000	55,000
32651	LAND DISTURBANCE PERMITS	4,430	5,000	6,000	6,000	6,000
32652	TREE PERMIT	20	0	0	0	0
32660	REZONING FEE	2,700	0	3,000	3,000	3,000
32661	PUD REZONING FEE	0	0	650	650	650
32662	ZONING APPEAL FEE	2,850	500	750	750	750
32663	ZONING LETTER FEE	1,250	500	1,250	1,250	1,250
32664	MINOR ENCROACHMENT FEE	200	0	0	0	0
32665	CERTIFICATE OF APPROPRIATENESS	800	0	800	800	800
32690	RECR. PERMITS/MAINT FEE	5,165	5,000	5,200	5,200	5,200
32691	PLAT REVIEW FEE	2,385	2,000	2,500	2,500	2,500
32692	PLANS REVIEW FEE	21,590	10,000	15,000	15,000	15,000
32693	CERTIFICATE OF OCCUPANCY	6,200	4,000	6,500	6,500	6,500
32694	ALLEY/STREET ABANDONMENT	150	0	150	150	150
32991	WRECKER PERMIT FEES	275	0	225	225	225
Subtotal:		427,088	348,000	429,725	430,125	430,125
Intergovernmental:						
33200	FEDERAL GRANT-PRO VEST	21,484	0	0	0	0
33201	FEMA-TORNADO DAMAGE	14,488	0	0	0	0
33202	TEMA-TORNADO DAMAGE	74,505	0	0	0	0
33410	POLICE TRAINING SUPPLEMENT	51,000	52,800	49,800	49,800	49,800
33411	FIRE TRAINING SUPPLEMENT	49,200	52,200	48,000	48,000	48,000
33412	STATE-HIGHWAY SAFETY GRANT	965	0	0	0	0
33495	STATE-TREE GRANT	3,088	0	0	0	0
33510	STATE SALES TAX	2,803,138	2,700,000	2,860,000	2,915,000	2,915,000
33520	STATE INCOME TAX	920,928	700,000	900,000	800,000	800,000
33530	STATE BEER TAX	20,266	21,000	20,000	20,500	20,500
33540	STATE MIXED DRINK TAX	142,753	100,000	100,000	100,000	100,000
33552	STATE GAS INSPECTION TAX	84,735	80,000	85,000	85,000	85,000
33559	STATE HWY MAINTENANCE	194,539	194,000	200,000	200,000	200,000
33591	TVA-IN LIEU OF TAXES	477,752	470,000	472,000	472,000	472,000
33593	STATE EXCISE TAX	91,225	100,000	92,000	92,000	92,000
Subtotal:		4,950,066	4,470,000	4,826,800	4,782,300	4,782,300

FUND #110 - GENERAL FUND						
REVENUES						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
Charges for services:						
34211	CHA POLICE PROTECTION	50,000	50,000	50,000	50,000	50,000
34221	FIRE INSPECTION FEES	2,206	1,000	1,500	1,500	1,500
34260	POLICE-CONTRACTED SVCS	20,980	10,000	30,000	0	0
34316	AIRPORT GROUNDS MAINT.	13,282	10,000	15,000	15,000	15,000
34510	ANIMAL CONTROL-SALES/BD FEES	7,920	8,000	85,000	85,000	85,000
34512	ANIMAL CONTROL-ANIMAL FRIENDLY	20,908	0	1,775	0	0
34513	COUNTY-ANIMAL CONTROL	325,000	324,600	324,600	298,455	298,455
34514	COUNTY-FIRE PROTECTION	1,822,200	911,100	911,100	0	0
34516	COUNTY-TORNADO REIMB	40,833	0	0	0	0
34700	WELLNESS PROGRAM DUES - CITY	9,146	7,000	8,000	9,100	9,100
34701	CSGC-MISCELLANEOUS REV	1,136	1,000	2,000	2,000	2,000
34702	PERMITS-JR/SR	15,440	20,000	15,500	20,000	20,000
34703	PERMITS-INDIVIDUAL	3,915	8,000	4,000	7,000	7,000
34704	PERMITS-FAMILY	0	5,000	2,000	2,000	2,000
34705	CSGC-TOURNAMENTS/LEAGUES	6,588	20,000	7,000	10,000	10,000
34706	CSGC-SPECIALS/PROMOTIONS	50,796	120,000	65,000	80,000	80,000
34707	CART RENTAL FEE	11,395	25,000	15,000	17,000	17,000
34709	CART SHED RENTAL	1,550	1,000	1,550	1,500	1,500
34710	GREEN FEE-WKDAY REG	468	1,000	1,000	2,000	2,000
34711	GREEN FEE-WKDAY 9 HOLE	4,170	5,000	3,500	3,500	3,500
34712	GREEN FEE-WKDAY JR/SR	7,800	10,000	8,000	9,000	9,000
34713	GREEN FEE-WKEND REG	763	2,000	1,500	2,000	2,000
34714	GREEN FEE-WKEND 9 HOLE	2,499	2,000	2,500	3,000	3,000
34715	CSGC-CONCESSIONS	22,502	25,000	28,000	30,000	30,000
34716	CSGC-PRO-SHOP INCOME	2,657	10,000	3,200	3,500	3,500
34717	WELLNESS PROG. DUES-SCHOOLS	2,973	3,000	3,000	3,000	3,000
34719	WELLNESS PROG. DUES - CU	3,734	4,000	4,000	5,000	5,000
34721	TINSLEY-POOL GATE	23,915	22,000	24,000	25,000	25,000
34722	TINSLEY-POOL CONCESSIONS	6,413	5,000	6,500	7,000	7,000
34732	TINSLEY-POOL RENTAL	5,075	4,000	5,000	5,500	5,500
34741	TINSLEY-PARK GATE (TOURN)	3,790	0	4,000	4,000	4,000
34742	TINSLEY-PARK CONCESSIONS	23,755	22,000	25,000	25,000	25,000
34743	TINSLEY-PARK RENTAL	2,056	1,300	2,500	2,500	2,500
34744	CLEVE COMMUNITY CTR	3,306	5,000	6,000	6,000	6,000
34745	COLLEGE HILL RECREATION	8,747	10,000	9,000	9,000	9,000
34746	COLLEGE HILL CHEERLEADING	1,416	0	1,000	0	0
34747	COLLEGE HILL FOOTBALL	0	0	900	0	0
34791	COLLEGE HILL PROGRAM FEES	7,395	7,000	8,500	8,500	8,500
34799	PARKS & REC MISCELLANEOUS	3,958	2,000	2,500	2,500	2,500
34912	SRO-CITY SCHOOLS	202,912	200,000	203,000	203,000	203,000
34912	SRO-2 ADDTL CITY SCHOOLS	0	0	0	211,800	50,000
Subtotal:		2,743,599	1,862,000	1,891,625	1,169,355	1,007,555
Fines & forfeits:						
35110	TRAFFIC TICKETS	508,381	550,000	550,000	550,000	560,000
35111	PARKING TICKETS	22,553	30,000	30,000	30,000	30,000
35112	ANIMAL SHELTER	555	0	600	600	600
35113	CODE ENFORCEMENT FINES	3,436	1,500	3,000	3,000	3,000
35115	GARNISHMENTS	176	0	0	0	0
35116	COURT CLERK FEES	3,267	2,000	3,200	3,500	3,500
35140	BRADLEY CO-DRUG FINES	16,729	20,000	14,000	14,000	14,000
35160	SESSIONS COURT	36,938	25,000	43,000	43,000	43,000
35161	CIRCUIT COURT	22,284	20,000	10,000	10,000	10,000
35162	OFFICERS-SESSIONS	72,152	65,000	72,500	72,500	72,500
35163	OFFICERS-CIRCUIT	5,201	2,500	5,500	5,500	5,500
35164	STATE REFUNDS	570	0	500	500	500
35166	SEX OFFENDER REGISTRY	6,150	4,000	7,500	8,000	8,000
Subtotal:		698,392	720,000	739,800	740,600	750,600

FUND #110 - GENERAL FUND						
REVENUES						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
Interest income:						
36110	INTEREST INCOME	13,713	10,000	12,500	14,500	14,500
Subtotal:		13,713	10,000	12,500	14,500	14,500
Miscellaneous:						
36201	TASER COURT REIMBURSEMENT	0	0	12	0	0
36330	AUCTION-SALE OF EQUIPMENT	15,233	0	8,339	0	0
36511	SALE OF MAPS-ENGR	13	0	0	0	0
36513	SALE OF MULCH	9,967	0	0	0	0
36514	SALE OF SCRAP METAL	6,137	0	6,000	6,000	6,000
36515	SALE OF LAND-OCOEE CORP	0	0	0	0	0
36704	DONATION-TREES-MEMORIAL	7,750	0	9,300	0	0
36706	OLD TIMERS BANQUET REVENUE	2,800	2,000	2,500	2,500	2,500
36708	GREENWAY PAC	0	0	5,000	0	0
36710	SIGN/DECAL REIMBURSEMENT	3,232	2,000	3,500	3,500	3,500
36712	DONATIONS-FIRE DEPT	675	0	1,000	0	0
36715	DONATIONS - POLICE MEMORIAL	0	0	7,836	0	0
36716	POLICE-MISC DONATIONS	0	0	750	0	0
36720	TML SAFETY GRANT-MATCHING	2,000	0	2,000	0	0
36721	TML PACKAGE BONUS	5,000	5,000	5,000	5,000	5,000
36722	TML DRIVER SAFETY GRANT	4,540	0	0	0	0
36728	MISC INSURANCE REVENUE	5,390	0	8,000	0	0
36729	SALE OF EQUIP - PUBLIC WORKS	0	0	5,161	0	0
36731	ANIMAL CONTROL-DONATIONS	2,050	0	1,500	0	0
36732	ANIMAL CONTROL PET ADOPTIONS	0	0	10,000	10,000	10,000
36734	DONATIONS - NATIONAL NIGHT OUT	0	0	500	0	0
36736	DONATIONS-HISTORIC SIGNS	2,561	0	0	0	0
36738	CITY'S NICKNAME DONATIONS	800	0	0	0	0
36739	MAYOR'S RECEPTION DONATIONS	3,800	0	0	0	0
36740	DONATIONS-ASSESSMENT OF BLDGS	4,000	0	0	0	0
36980	TML REIMB-POLICE VEH.	35,450	0	11,700	0	0
36982	FIRE MISC/REPORTS	66	0	0	0	0
36983	TML-REIMB. FOR PROP. DAMAGE	14,320	0	3,400	0	0
36984	TML-WORK COMP SALARY REIMB	11,009	0	400	0	0
36985	EMPLOYEE JURY DUTY REIMB	93	0	100	0	0
36990	SUNDRY INCOME	17,865	25,000	10,000	15,000	15,000
36991	INSURANCE REBATE - CIGNA	0	0	90,000	0	0
36992	SUNDRY INCOME - COPIES	2	0	0	0	0
36993	SUNDRY INC - CLERK & MASTER	19,825	0	12,000	12,000	12,000
36996	MISC. SEIZED/CONFISCATED FUNDS	0	0	16,100	0	0
36998	BTA - BOOTH RENEWAL FEE	486	0	100	0	0
37511	JETPORT- JET FUEL	0	0	0	210,000	210,000
37513	JETPORT - AVGAS	0	0	0	90,500	90,500
37514	JETPORT - GROUND/LAND LEASE	0	0	0	14,700	14,700
37516	JETPORT - T-HANGAR RENT	0	0	0	67,200	67,200
37517	JETPORT - TERMINAL BLDG RENTAL	0	0	0	5,500	5,500
37518	JETPORT - TIE DOWNS	0	0	0	1,500	1,500
37519	JETPORT - COMMUNITY HANGAR	0	0	0	1,400	1,400
Subtotal:		175,064	34,000	220,198	444,800	444,800
	TOTAL REVENUES 110	38,028,360	36,242,000	37,139,648	36,865,180	38,668,380
Other Funding Sources:						
37198	TRANSFER FROM C.U. - WATER	202,461	202,000	205,000	209,000	209,000
37398	TRANSFER FROM C.U. - ELECTRIC	1,725,056	1,725,000	1,865,000	1,801,000	1,801,000
	TOTAL OTHER FUNDING SOURCES	1,927,517	1,927,000	2,070,000	2,010,000	2,010,000
	TOTAL FUNDING AVAILABLE:	39,955,877	38,169,000	39,209,648	38,875,180	40,678,380

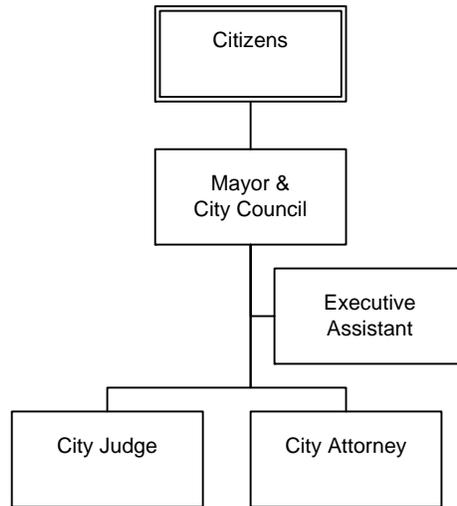
Legislative and Judicial



Cleveland City Council Members

Back row: Charlie McKenzie, District 1; Bill Estes, District 2; David May, Jr., District 4; Dale Hughes, District 5; 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 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 2012 Actual	FY 2013 Budgeted	FY 2014 Proposed	Percentage Increase
Personnel Expenditures	\$259,800	\$281,850	\$289,320	2.6%
Operating Expenditures	\$72,476	\$94,900	\$90,750	-4.4%
Capital Outlay & Debt Service	\$21,246	\$1,900	\$2,200	15.8%
Total Expenditures	\$353,522	\$384,750	\$382,270	-0.6%

Goals and Objectives:

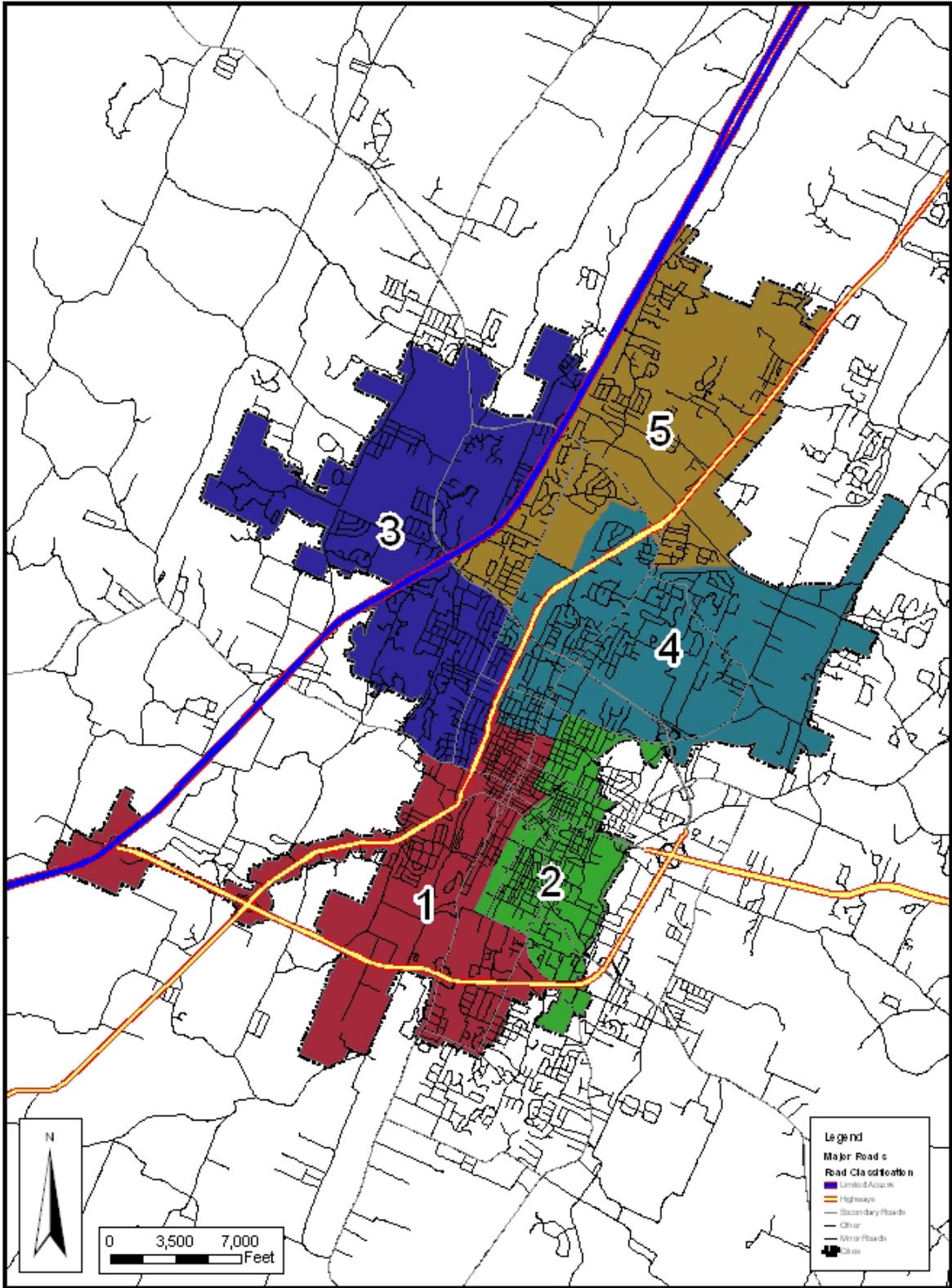
- To provide political leadership to the community in order to enhance the quality of life for all residents.
- Maintain the financial position of the City while providing high quality municipal services.
- Develop long-range financial plans to assure that community goals can be obtained.
- Hold annual Council Planning Retreat to determine City-wide needs and priorities.
- To increase the number of jobs recruited by 5% in FY2014.
- Attract six new retail businesses and two restaurants in FY2014.
- Continue to aggressively market the Cleveland/Bradley Industrial Park and the new Spring Branch Industrial Park.

- Continue to support the Economic Development Council and the Industrial Development Board so that a solid recruitment and retention program remains in place.
- Purchase additional industrial property.
- Continue to attract more retail opportunities.
- Strive for a “No-Kill” Animal Shelter.

Performance Measures:

Measure Description	FY2011 (Actual)	FY2012 (Actual)	FY2013 (Estimated)	FY2014 (Projected)
Number of City Council Meetings	22	22	22	23
City’s Bond Rating by Moody’s/S&P	Aa3/A+	Aa3/A+	Aa3/A+	Aa3/A+
Six-Year CIP Adopted	YES	YES	YES	YES
# New Industries Recruited	5	8	8	2
# of Jobs Created	80	65	100	200
# of new restaurants	5	3	3	4
# of new retail businesses	2	2	2	3

	FUND 110-GENERAL		DEPT-41110- LEGISLATIVE & JUDICIAL			
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
Personnel and fringe benefits:						
111	SALARIES-ADMIN	60,478	61,400	61,400	61,400	63,550
111	3.5% EMPLOYEE RAISES	0	0	0	612,500	0
111	NEW ADMINISTRATIVE OFFICER	0	0	0	16,000	16,000
112	SALARIES-CITY COUNCIL	62,911	62,400	62,400	62,400	62,400
113	SALARIES-JUDICIAL	34,299	34,900	34,900	34,900	34,900
114	PART TIME WAGES	0	1,200	1,200	1,200	1,200
131	SERVICE AWARDS	450	500	500	700	700
132	LONGEVITY WAGES	3,500	3,800	3,800	4,000	4,000
133	SOLD VACATIONS	1,157	1,200	1,200	1,200	1,200
134	CHRISTMAS BONUS WAGES	954	400	750	400	400
140	DENTAL INSURANCE	4,871	6,400	6,400	6,720	6,720
141	SOCIAL SECURITY TAXES	11,170	12,400	12,400	12,400	12,600
142	HEALTH INSURANCE EXP	56,170	83,500	65,000	69,000	69,000
143	RETIREMENT EXP	22,390	27,000	27,000	27,000	27,500
144	LIFE/DISABILITY INSURANCE	1,450	4,900	4,900	5,150	5,150
Subtotal:		259,800	300,000	281,850	914,970	305,320
Operating expenditures:						
172	ELECTION	0	15,000	15,000	0	0
211	POSTAGE	228	500	500	500	500
221	PRINTING EXPENSE	125	1,500	1,500	1,500	1,500
233	SUBSC. & MEMBERSHIPS	293	5,200	5,200	5,200	5,200
237	ADVERTISING	2,087	3,000	3,000	3,000	3,000
245	TELEPHONE AND PAGER EXP	11,780	11,000	11,000	11,000	11,000
256	GOV'T CONSULTING SVCS	6,000	8,000	8,000	3,000	8,000
262	EQUIPMENT REPAIR/REPLCMNT	0	1,600	1,600	1,600	1,600
263	CONT SVC-ELEVATOR/COPIER	3,582	4,000	4,000	4,500	4,500
267	EMER REPAIRS-CITY BLDGS	8,834	20,000	10,600	20,000	15,000
283	TRAINING/TRAVEL EXP	6,997	12,000	12,000	12,000	12,000
287	COUNCIL WORK SESSIONS	1,724	3,000	3,000	3,000	3,000
288	COMPLIMENTARY MEALS	1,016	1,500	1,500	1,500	1,500
319	OFFICE EXPENSE	4,126	4,000	4,000	4,000	4,000
324	JANITORIAL EXP	0	400	400	400	400
513	INSURANCE-GENERAL LIABILITY	889	900	1,200	950	950
514	WORKER'S COMPENSATION	133	1,100	1,100	1,200	1,200
532	RENT-PARKING LOTS	1,800	1,800	1,800	1,800	1,800
593	SERVICE PINS-ALL DEPTS	332	900	900	900	900
595	EMPLOYEE C-MAS DINNER	0	2,200	2,200	2,200	2,200
596	EMPLOYEE PICNIC	12,402	8,000	12,000	12,000	12,000
599	MISCELLANEOUS EXP	1,343	500	500	500	500
790	MAYOR'S RECEPTION	3,960	0	0	0	0
791	ASSESSMENT OF CITY BLDGS	4,825	0	0	0	0
Subtotal:		72,476	106,100	101,000	90,750	90,750
Capital outlay and debt service:						
947	OFFICE MACHINERY & EQUIP	0	700	700	700	700
949	COUNCIL ROOM EQUIPMENT	54	1,200	1,200	1,500	1,500
950	CAROLINA HOUSE	21,192	0	0	0	0
Subtotal:		21,246	1,900	1,900	2,200	2,200
TOTAL	DEPARTMENT 41110	353,522	408,000	384,750	1,007,920	398,270



City of Cleveland Voting Districts

Administration and Finance



City Manager Janice Casteel



Director of Finance William Watson

**Certificate of
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Financial Report
for the Fiscal Year Ended
June 30, 2011

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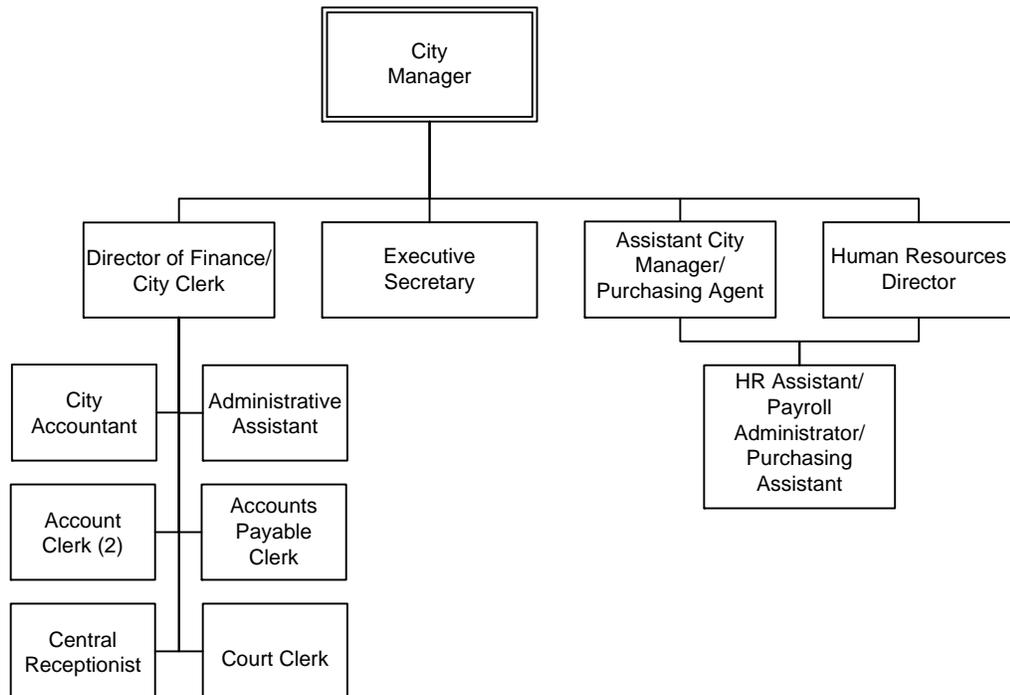


Christopher P. Marinell
President

Jeffrey R. Green
Executive Director



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.clevelandtn.gov. 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 \$377,000 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 19,317 parcels of property for the 2012 tax year, of which only 200 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 2012 Actual	FY 2013 Budgeted	FY 2014 Proposed	Percentage Increase
Personnel Expenditures	\$999,033	\$1,051,050	\$1,071,330	1.9%
Operating Expenditures	\$754,403	\$901,625	\$814,185	-9.7%
Capital Outlay & Debt Service	\$7,795	\$1,100	\$1,100	0%
Total Expenditures	\$1,761,231	\$1,953,775	\$1,888,615	-3.3%

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 collection of property tax and sales tax by 0.5% in FY2014.
- 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 and property taxes online.
- Continue to improve and update City's website.
- Continue use of procurement cards to purchase materials for City departments.
- Begin installation of laptop computers in fire trucks and continue maintenance of computers in police cars.
- Continue to research new ways to implement mobile computing for City employees to improve productivity.
- Adhere to personnel policy in hiring qualified, competent workforce.
- Provide training and educational opportunities for workforce to enhance job skills.
- Implement new diversity policy.
- Replace roofs on City buildings with more energy efficient roofs.
- Research use of alternative fuels for City vehicles.
- Continue energy audits of all City buildings.

Performance Measures:

Measure Description	FY2011 (Actual)	FY2012 (Actual)	FY2013 (Estimated)	FY2014 (Projected)
Clean Audit Opinion Received	Yes	Yes	Yes	Yes
Bad Debt Write-off	\$10,047	\$3,338	\$30,000	\$30,000
# of Financial Policies Not Met	None	None	None	None
# of Transactions Processed by Revenue Collection Division	44,903	45,057	40,815	42,100
# of online Property Tax Payments	138	171	200	220
Combined Current and Delinquent Property Tax Collection as % of Current Tax Levy	97.6%	93.9%	99.8%	99.8%
# of Municipal Court Cases Handled	2,360	1,667	1,410	1,539
Dollar amount of Garnishments collected	\$258	\$176	\$0	\$0
# of Purchase Orders Issued	1,516	1,468	1,450	1,445
# of Checks written	3,842	4,121	5,000	5,250
Dollar amount of Procurement Card purchases	\$526,569	\$519,048	\$520,000	\$525,000
# of Visits to the Website	142,262	145,331	*50,000	60,000
# of Bids	14	26	16	18
% of Employees Utilizing Payroll Direct Deposit	49%	49%	51%	52%
# of Moving Citations Entered	9,299	5,604	4,004	6,194
# of Parking Citations Entered	1,664	1,130	1,056	1,379
% of moving Citations Collected (written during this fiscal year)	80%	85%	79%	82%
% of parking Citations collected (written during this fiscal year)	85%	82%	85%	85%
% of moving Citations outstanding	9%	9%	15%	13%
% of parking Citations outstanding	9%	12%	13%	13%

*Number decreased due to new City website.

	FUND 110- GENERAL FUND	DEPT-41580- ADMINISTRATION & FINANCE				
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
Personnel and fringe benefits:						
111	SALARIES	647,264	666,000	659,000	659,000	682,100
112	OVERTIME WAGES	10,355	8,000	10,000	10,000	10,000
114	PART TIME WAGES	26,292	29,000	33,000	33,000	33,000
131	SERVICE AWARDS	175	100	100	100	100
132	LONGEVITY WAGES	8,500	8,900	10,000	10,000	10,000
133	SOLD VACATIONS	8,315	10,000	10,000	10,000	10,000
134	CHRISTMAS BONUS	9,613	1,500	8,000	1,500	1,500
135	COLLEGE PAY	1,965	2,000	2,000	2,000	2,000
140	DENTAL INSURANCE	5,308	6,500	6,500	6,500	6,500
141	SOCIAL SECURITY TAXES	50,128	55,400	55,320	55,320	57,300
142	HEALTH INSURANCE EXP	89,324	115,000	106,000	106,000	106,000
143	RETIREMENT EXP	112,200	114,000	115,300	115,300	119,000
144	LIFE/DISABILITY INSURANCE	7,802	8,200	8,500	8,500	8,500
147	EMPLOYEE ASSISTANCE PROG.	8,890	9,600	9,500	9,500	9,500
148	EDUCATION REIMBURSEMENT	2,860	0	1,430	1,430	1,430
149	WORKER'S COMPENSATION	0	0	1,000	0	0
150	FLEX. SP. PROG. CITY-WIDE	7,745	12,000	13,000	12,000	12,000
191	LAUNDRY & DRY CLEANING	2,297	2,200	2,400	2,400	2,400
Subtotal:		999,033	1,048,400	1,051,050	1,042,550	1,071,330
Operating expenditures:						
211	POSTAGE EXP	24,599	20,000	25,500	25,500	27,500
212	POSTAGE MACHINE EXPENSE	660	800	700	700	700
221	PRINTING EXP	10,385	10,000	10,000	10,000	10,000
222	PRINTING-STATE-PROP TAXES	4,752	4,800	4,800	4,800	10,000
223	CITIZENS NEWSLETTER	0	1,500	1,650	1,650	1,650
233	SUBSC. & MEMBERSHIPS	5,404	6,000	6,000	6,000	6,000
237	ADVERTISING EXP	10,567	11,000	10,500	10,500	10,500
241	UTILITIES	25,027	32,000	30,000	30,000	30,000
242	UTILITIES-SIGN SHOP	0	0	500	0	0
245	TELEPHONE EXP	27,337	29,000	29,000	29,000	29,000
250	CONT SVCS-CPTR SYS ADMIN	227,690	220,000	236,000	242,000	242,000
251	DRUG & ALCOHOL TESTS	1,958	3,500	3,500	3,500	3,500
252	LEGAL EXP	121,851	105,000	121,000	105,000	105,000
253	AUDIT EXP	49,000	51,000	49,000	49,000	49,000
254	REAPPRAISAL/CITY SHARE	51,030	50,000	51,500	51,500	51,500
257	APPRAISAL FEES	815	1,500	1,500	1,500	1,500
258	ACTUARIAL SERVICES	10,500	3,000	10,500	10,500	10,500
261	VEHICLE EXPENSE	3,397	500	3,000	3,000	3,000
262	SMALL EQUIP REP/REPLCMNT	499	500	750	750	750
263	COPIER MAINTENANCE	2,195	3,000	2,200	2,200	2,200
266	BLDG/GROUND MAINTENANCE	20,101	12,000	80,000	20,000	20,000
267	OTHER BLDG MAINTENANCE	0	0	900	0	0
282	CAR ALLOWANCE	12,250	12,600	12,600	12,600	12,600
283	TRAINING/TRAVEL EXP	21,277	9,000	20,000	20,000	20,000
288	DEPARTMENT WK SESSIONS	1,616	800	2,000	2,000	2,000
290	CREDIT CARD FEES	18,881	19,000	20,000	20,000	20,000
298	PEST CONTROL-MUN BLDG	962	1,000	1,000	1,000	1,000
319	OFFICE EXPENSE	29,185	32,000	31,000	31,000	31,000
322	FIRST AID/SAFETY SUPPLIES	102	100	100	100	100
324	JANITORIAL SUPPLIES	1,445	2,000	2,000	2,000	2,000
331	GASOLINE EXPENSE	3,132	2,500	2,500	2,500	2,500
511	INS-BLDGS & CONTENTS	3,691	3,700	4,500	4,700	4,700

	FUND 110- GENERAL FUND	DEPT-41580- ADMINISTRATION & FINANCE				
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
512	INS-VEHICLES	223	300	350	400	400
513	INS-GENERAL LIABILITY	4,131	4,200	5,100	5,400	5,400
514	WORKER'S COMPENSATION	2,617	2,700	2,700	2,835	2,835
515	INS-PROFESSIONAL LIABILITY	37,682	38,000	55,500	58,275	58,275
519	INS-EMPLOYEE BONDS	1,275	1,500	1,275	1,275	1,275
547	CONT SVCS-SECURITY	1,500	1,500	1,500	1,500	1,500
595	EMPLOYEE APPREC DAY	10,661	11,000	11,000	11,000	11,000
599	MISCELLANEOUS EXP	2,668	500	500	500	500
741	BAD DEBTS EXP	3,338	35,000	30,000	30,000	30,000
799	INS. REBATE - CIGNA	0	0	19,500	0	0
Subtotal:		754,403	742,500	901,625	814,185	821,385
Capital outlay and debt service:						
947	EQUIPMENT	7,795	1,100	1,100	1,100	1,100
Subtotal:		7,795	1,100	1,100	1,100	1,100
TOTAL	DEPARTMENT 41580	1,761,231	1,792,000	1,953,775	1,857,835	1,893,815

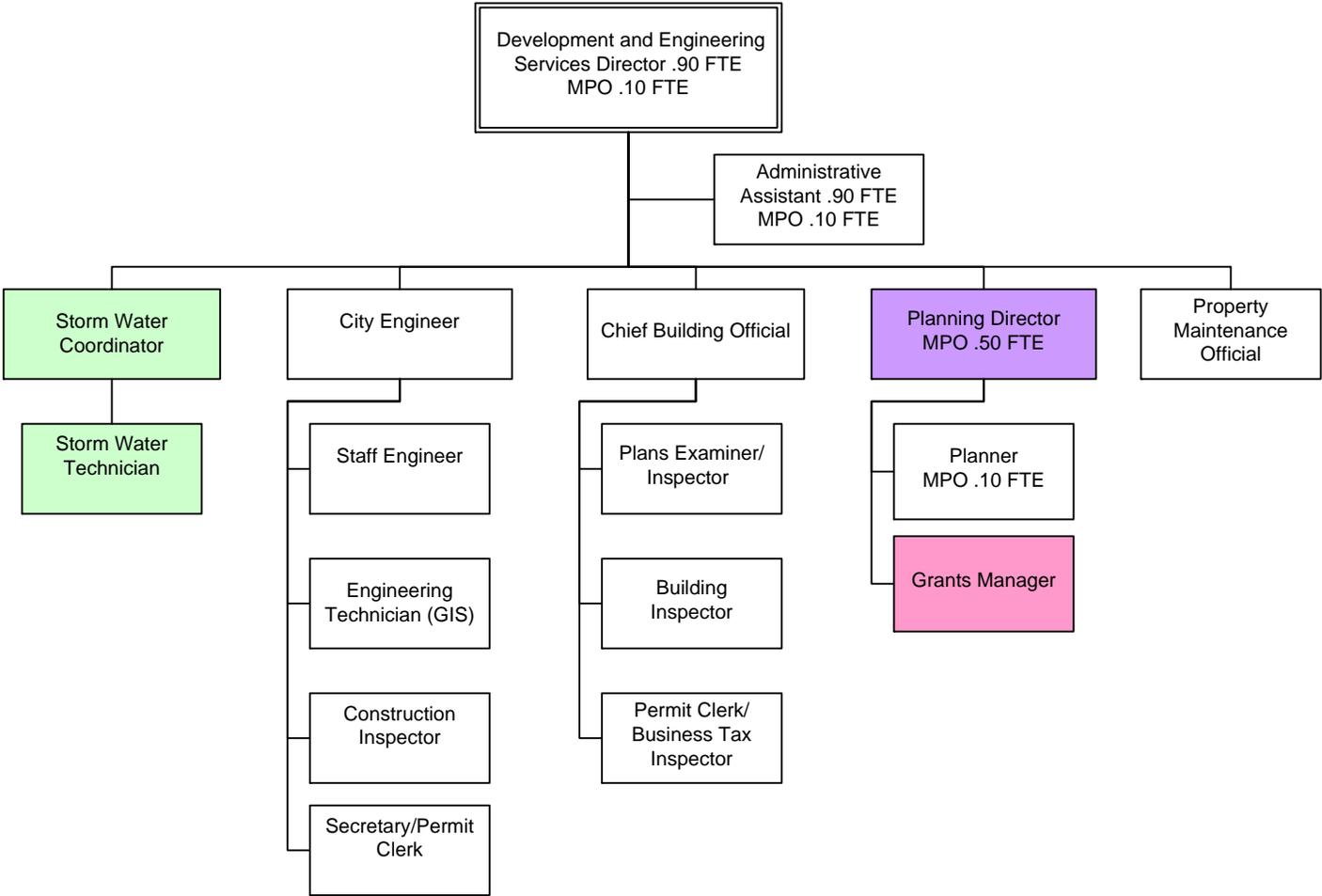
Development and Engineering Services



Director Jonathan Jobe



Development and Engineering Services



Development and Engineering Services

Programs, Services, and Functions:

The Development and Engineering 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, administrations 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 budgets of Community Development and Engineering were combined in July 2013. The frozen mechanical inspector's job was changed to a Property Maintenance Official at a grade 27. This official will work to protect all citizens and visitor's health and safety through education and enforcement of property maintenance regulations. This official will take steps to encourage property owners to maintain their properties through inspections, verbal and written notifications.

This 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 permit, National Pollutant Discharge Elimination System, 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 subdivisions 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 2012 Actual	FY 2013 Budgeted	FY 2014 Proposed	Percentage Increase
Personnel Expenditures	\$509,306	\$580,100	\$959,100	65.3%
Operating Expenditures	\$110,414	\$100,850	\$174,050	72.6%
Capital Outlay & Debt Service	\$2,104	\$0	\$6,900	100%
Total Expenditures	\$621,824	\$680,950	\$1,140,050	67.4%

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
- Develop strategic growth plan for Bradley County due to the new Wacker Chemie industrial development at Exit 33 and the new Volkswagen plant in Ooltewah.

- Continue plan for development of former Whirlpool plant area and begin Inman Street Redevelopment plan.
- Implement 5 and 10-year annexation plans.
- Improve major City intersections.
- Complete Local Interstate Connector roads in conjunction with proposed APD-40 Interchange and planned improvements for Exit 20.

Performance Measures:

Measure Description	FY2011 (Actual)	FY2012 (Actual)	FY2013 (Estimated)	FY2014 (Projected)
Population (Estimate)	41,697	42,114	42,535	42,960
# of Building Permits	280	360	341	400
Value of Building Permits	\$292,148	\$193,135	\$210,100	\$215,000
Value of Construction Permitted	\$123,205,667	\$63,587,703	\$64,448,680	\$65,000,000
# of Plumbing Permits	571	632	648	700
# of Mechanical Permits	338	315	279	325
# of Rezoning Cases	5	20	20	30
# of Subdivision Plats Approved	29	28	28	30
# of Business Licenses Processed	1,791	2,076	2,100	2,300
Complete Strategic Plan/ Comprehensive plan work items completed	YES	YES	YES	YES
Adopt/update Long-Range Transportation Plan	YES	YES	YES	YES
Adopt/update TIP*	YES	YES	YES	YES
Adopt/implement UPWP*	YES	YES	YES	YES
CDBG funds obligated/spent	\$254,306	\$333,000	\$455,046	\$332,936
Enforce Historic Zoning District	YES	YES	YES	YES

*Anticipated planning tasks include work on Comprehensive plan revision and adoption. Short range planning, tasks include continued administration of the zoning ordinance and subdivision regulations. Planning also includes administration of other plans and grant programs such as CDGB. 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 FY 2014-2017 TIP as required by FHWA.

	FUND 110-GENERAL FUND	DEPT-41710- DEVELOPMENT AND ENGINEERING SERVICES				
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
Personnel and fringe benefits:						
111	SALARIES	340,037	368,000	368,000	579,900	642,700
111	FROZEN POSITIONS	0	0	0	130,200	0
112	OVERTIME WAGES	889	1,600	1,600	2,100	2,100
114	PART TIME WAGES	4,493	8,500	5,500	8,500	8,500
131	SERVICE AWARDS	0	0	200	300	300
132	LONGEVITY PAY	3,350	2,800	4,100	4,800	4,800
133	SOLD VACATIONS	4,071	5,100	5,100	10,600	11,800
134	CHRISTMAS BONUS	5,935	800	3,800	1,400	1,400
135	COLLEGE PAY	625	700	700	700	700
140	DENTAL INSURANCE	4,786	5,100	5,100	7,300	7,800
141	SOCIAL SECURITY TAXES	24,578	28,000	29,700	43,400	48,100
142	HEALTH INSURANCE EXP	56,767	82,800	82,800	99,900	109,735
143	RETIREMENT EXP	55,327	61,000	64,700	94,100	104,600
144	LIFE/DISABILITY INSURANCE	4,112	4,600	4,900	7,200	8,300
147	UNEMPLOYMENT COMPENSATION	3,300	0	0	0	0
148	EDUCATION REIMBURSEMENT	0	4,200	2,700	5,600	5,600
149	WORKER'S COMP CLAIMS	0	200	200	400	400
191	LAUNDRY & DRY CLEANING	1,036	1,000	1,000	1,200	1,200
Subtotal:		509,306	574,400	580,100	997,600	958,035
Operating Expenditures:						
211	POSTAGE EXPENSE	1,584	5,400	4,050	5,400	5,400
212	SCANNER/COPIER LEASE	1,171	0	4,700	4,700	4,700
221	PRINTING & ARTWORK EXP	967	1,300	1,300	2,800	2,800
233	SUBSC. & MEMBERSHIPS	4,740	4,500	4,500	6,100	6,100
237	ADVERTISING EXPENSE	450	1,500	1,500	2,500	2,500
241	UTILITIES	10,803	10,500	10,500	11,000	11,000
245	TELEPHONE EXPENSE	15,364	13,000	13,000	21,700	21,700
254	ENGINEERING SERVICES	0	0	0	20,000	20,000
257	SURVEY	0	0	0	7,000	7,000
261	VEHICLE MAINTENANCE	4,250	6,000	6,000	12,800	12,800
262	OFFICE EQUIP MAINT	1,272	1,500	1,500	3,000	3,000
266	BUILDING MAINTENANCE	26,233	3,000	3,000	4,000	4,000
282	CAR ALLOWANCE	4,375	4,200	4,200	4,200	4,200
283	TRAVEL/TRAINING EXPENSE	9,758	6,500	6,500	15,000	15,000
288	COMPLIMENTARY MEALS	801	1,200	1,200	1,200	1,200
290	CREDIT CARD FEES	4,649	4,000	4,500	4,500	4,500
298	CONT SVCS-PEST CONTROL	205	300	300	300	300
316	CAMERA/PHOTO SUPPLIES	0	0	750	750	750
319	OFFICE/INSPECTION SUPPLIES	7,369	6,000	6,000	10,000	10,000
322	O.S.H.A.-FIRST AID KITS	69	200	200	200	200
324	JANITORIAL SUPPLIES	707	800	600	1,400	1,400
326	CLOTHING EXPENSE	1,640	1,400	2,250	4,400	4,400
331	GASOLINE EXPENSE	5,200	7,900	7,000	9,800	9,800
511	INS-BLDGS & CONTENTS	676	800	1,100	1,200	1,200
512	INS-VEHICLES & EQUIP	788	800	1,000	2,300	2,300
513	INS-GENERAL LIABILITY	1,752	1,800	2,200	3,300	3,300
514	WORKER'S COMPENSATION	2,463	11,000	7,500	8,500	8,500
519	INS-EMPLOYEE BONDS	0	100	100	100	100
591	PLANNING COMMISSION	2,063	4,000	3,500	4,000	4,000
592	BOARD OF ZONING APPEALS	431	700	700	700	700
593	HISTORIC ZONING COMMISSION	523	700	700	700	700
599	MISCELLANEOUS EXP	111	500	500	500	500
Subtotal:		110,414	99,600	100,850	174,050	174,050

FUND 110-GENERAL FUND		DEPT-41710- DEVELOPMENT AND ENGINEERING SERVICES				
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
Capital outlay and debt service:						
948	FURNITURE	1,784	0	0	0	0
949	OFFICE EQUIPMENT	320	0	0	6,900	6,900
Subtotal:		2,104	0	0	6,900	6,900
TOTAL	DEPARTMENT 41710	621,824	674,000	680,950	1,178,550	1,138,985

	FUND 110-GENERAL FUND	DEPT-43120- ENGINEERING DIVISION				
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
Personnel and fringe benefits:						
111	SALARIES	231,507	210,900	210,900	0	0
111	FROZEN POSITONS	0	0	0	0	0
112	OVERTIME	0	500	400	0	0
131	SERVICE AWARDS	150	0	100	0	0
132	LONGEVITY	2,200	1,800	1,800	0	0
133	SOLD VACATION	2,407	4,000	3,700	0	0
134	CHRISTMAS BONUS	3,710	500	2,200	0	0
140	DENTAL INSURANCE	2,350	2,000	2,000	0	0
141	SOCIAL SECURITY TAXES	16,668	16,400	16,700	0	0
142	HEALTH INSURANCE EXP	39,045	34,400	34,400	0	0
143	RETIREMENT EXPENSE	40,006	35,700	36,400	0	0
144	LIFE INSURANCE EXPENSE	3,190	2,700	2,800	0	0
147	UNEMPLOYMENT COMP	1,424	0	0	0	0
148	EDUCATION REIMBURSEMENT	1,430	1,400	0	0	0
149	WORKERS COMP CLAIMS	0	200	200	0	0
197	CLOTHING ALLOW./SHOES	488	600	600	0	0
Subtotal:		344,575	311,100	312,200	0	0
Operating expenditures:						
211	POSTAGE EXPENSE	16	200	200	0	0
221	PRINTING EXPENSE	0	100	0	0	0
233	SUBSC. & MEMBERSHIPS	1,129	1,600	1,600	0	0
237	ADVERTISING EXPENSE	146	100	200	0	0
241	UTILITIES	0	0	0	0	0
245	TELEPHONE EXPENSE	7,789	8,000	7,900	0	0
254	ENGINEERING SERVICES	0	20,000	20,000	0	0
257	SURVEY	1,300	5,000	5,000	0	0
261	VEHICLE MAINTENANCE	1,942	5,000	5,000	0	0
262	OFFICE EQUIP/MAINT	395	1,000	1,000	0	0
266	BUILDING MAINTENANCE	487	0	0	0	0
283	TRAVEL/TRAINING EXPENSE	2,931	1,500	1,500	0	0
288	COMPLIMENTARY MEALS	43	0	100	0	0
319	OFFICE EXPENSE	4,519	4,000	4,000	0	0
321	OPERATING SUPPLIES	124	200	200	0	0
324	JANITORIAL EXPENSE	280	600	600	0	0
326	UNIFORM EXPENSE	914	1,100	1,100	0	0
331	GASOLINE EXPENSE	5,147	4,700	4,700	0	0
511	INS-BLDGS & CONTENTS	48	300	300	0	0
512	INS-VEHICLES & EQUIP	1,011	900	1,300	0	0
513	INS-GENERAL LIABILITY	986	1,200	1,100	0	0
514	WORKER'S COMPENSATION	1,042	6,900	6,900	0	0
599	MISCELLANEOUS	59	500	500	0	0
Subtotal:		30,308	62,900	63,200	0	0
Capital outlay and debt service:						
941	EQUIPMENT	753	1,000	1,000	0	0
Subtotal:		753	1,000	1,000	0	0
TOTAL	DEPARTMENT 43120	375,636	375,000	376,400	0	0

	FUND 110-GENERAL FUND	DEPT-41920 - FEMA STORM DAMAGE				
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
Operating Expenditures:						
290	TORNADO STORM DAMAGE	72,812	0	1,200	0	0
Subtotal:		72,812	0	1,200	0	0
TOTAL	DEPARTMENT 44190	72,812	0	1,200	0	0

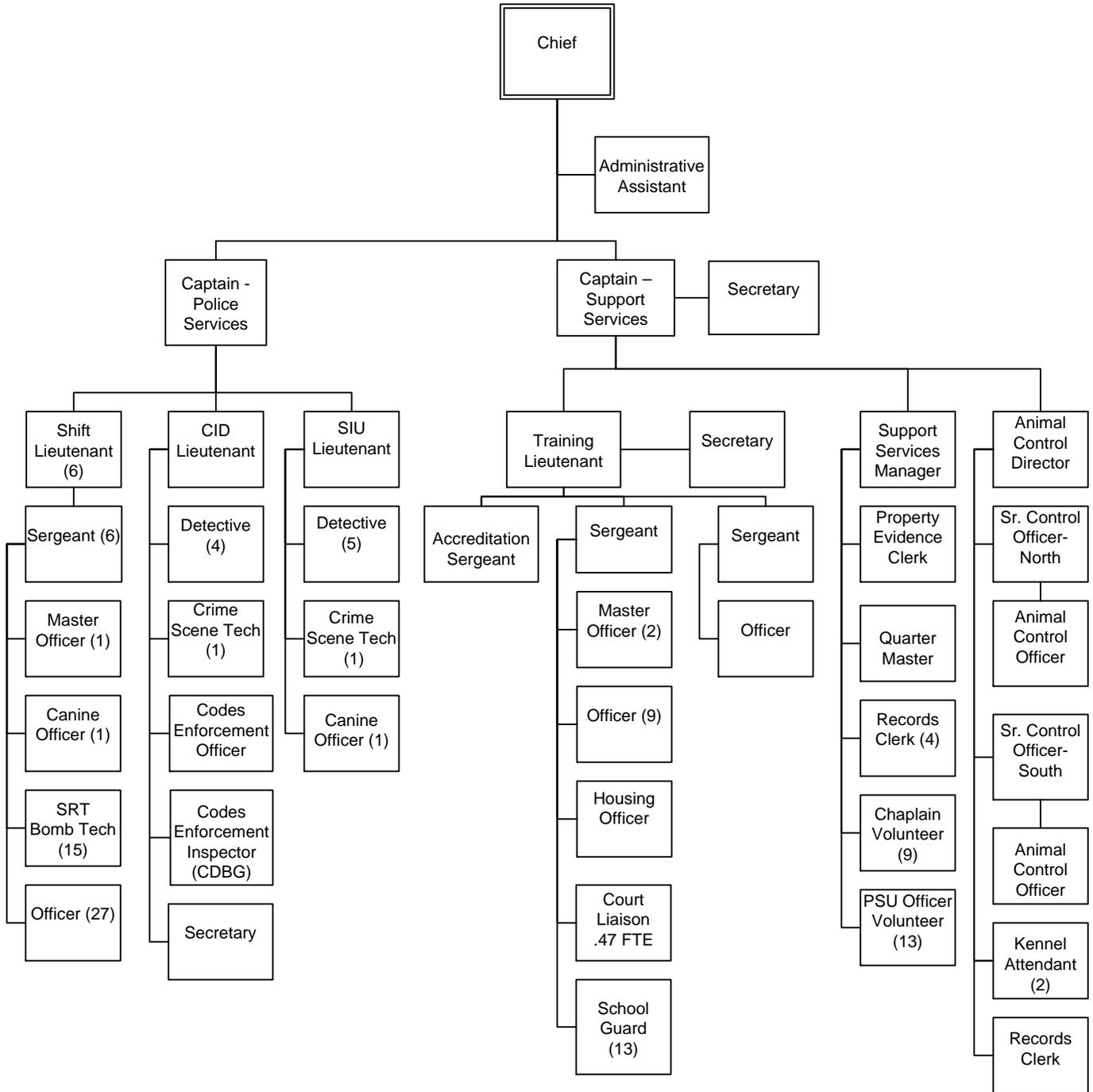
Cleveland Police Department



Chief of Police Wes Snyder



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. The Cleveland Housing Authority provides funds for one officer that is assigned to patrol and other duties identified by the Housing Authority. The Cleveland City School System provides funding for three (3) School Resource Officers. Other funding sources include the Drug Enforcement Fund and Byrne Memorial Justice Assistance Grants (JAG). The department received a FY 2012 JAG grant to continue our in-vehicle video camera program.

In FY2014 the department received funding for 12 officers in the General Operating Fund, four (4) to replace officers previously funded by COPS Hiring Recovery grant that expired June 30, 2013, two (2) to replace officers previously funded by the Targeted Crime Reduction Project Grant that expired, and six (6) to reinstate patrol officer positions that were previously frozen. This will bring our Sworn Officer Positions to 90 officers. These positions will be assigned to patrol teams; therefore the department can be more pro-active. These positions will enable our patrol officers to increase traffic enforcement in an attempt to decrease traffic accidents and decrease traffic fatalities and decrease response time when responding to calls.

In FY2014 the department will have 2.09 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 included CID (Criminal Investigative Division) and SIU (Special Investigative Unit). CID detectives investigate property crimes and SIU detectives investigate people crimes and vice/drug crimes. The Support Division includes Training, Accreditation, Internal Affairs, School Resource Officers, Downtown Officer, Media Relations, Housing Officer, School Crossing Guards, Records Unit, Property and Evidence Unit, Quartermaster, Budget/Personnel and Volunteer Units.

The department is active in the community providing services such as R.A.D. (Rape Aggression Defense System) classes, Neighborhood Watch Programs, Citizen's Police Academy, Boy Scout Explorer Program, 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 is accredited by CALEA- The Commission on the Accreditation for Law Enforcement Agencies, Inc . and by TLEA – the Tennessee Association of Chiefs of Police, Tennessee Law Enforcement Accreditation.

EXPENDITURE SUMMARY	FY 2012 Actual	FY 2013 Budgeted	FY 2014 Proposed	Percentage Increase
Personnel Expenditures	\$6,627,591	\$6,577,375	\$7,211,308	9.6%
Operating Expenditures	\$1,283,529	\$1,473,600	\$1,469,200	-0.3%
Capital Outlay & Debt Service	\$49,064	\$46,135	\$29,500	-36.0%
Total Expenditures	\$8,131,066	\$8,188,113	\$8,836,054	7.9%

Goals and Objectives:

- Decrease Crime Rate by 5%
- Decrease Traffic Accidents by 5%
- Reduce Response Time to under 7.5 minutes
- Equip all Patrol Vehicles with In-Vehicle Video Cameras
- Replace K-9 that was lost to the death of K-9 in December, 2012
- Increase CID/SIU clearance rate by 5%
- Continue to operate within the department’s budget
- Continue to place a high priority on safety within City schools
- Replace SWAT team’s old and worn H&K MP5 and FN P90 weapons with H&K UMP45 Submachine Guns
- Complete construction of rifle benches and awnings at the rifle/firing range
- Update Level 27 Promotion test to be more job specific
- Purchase IAPro software for Internal Affairs reporting and file maintenance

Performance Measures:

Measure Description	FY2011 (Actual)	FY2012 (Actual)	FY2013 (Estimated)	FY2014 (Projected)
Population (Estimate)	41,697	42,114	42,535	42,960
# of Sworn Officers	95	95	84	90
Sworn Officers per 1,000 Population	2.27	2.25	1.97	2.09
# Job-related Injuries requiring medical treatment	12	8	11	10
Traffic Accidents	2,390	2,833	2,839	2,700
Traffic Accidents w/ Injury	297	358	345	330
Traffic Accidents – Alcohol Related	45	62	59	56
Response Time (in minutes)	7.48	8.48	8.36	7.50
DUI Citations/Arrests	194	180	166	167
<i>FBI Part I Crime Statistics:</i>				
Homicide	1	1	2	2
Rape	19	38	36	38
Robbery	32	38	38	37
Assault	890	1,082	905	987
Burglary	857	437	411	404
Larceny	1,342	1,778	1,702	1,702
Automobile Theft	78	79	77	74

	FUND 110-GENERAL FUND		DEPT-42100-POLICE DEPARTMENT			
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
Personnel and fringe benefits:						
111	SALARIES	3,934,873	4,009,000	3,751,500	3,829,000	4,421,550
	2 SCHOOL RESOURCE OFFICERS	FUNDED BY	CITY SCHOOL	0	211,800	0
	FROZEN/GRANT POSITIONS 14 (6 Grant)	0	0	0	1,026,832	0
112	OVERTIME	331,500	315,000	418,000	418,000	242,000
114	PART TIME WAGES	13,403	14,500	13,500	12,500	12,900
115	ACCUMULATED HOLIDAY PAY	0	1,500	6,000	10,500	10,861
117	SALARIES-SCHOOL PATROL	71,355	70,400	81,400	80,800	83,400
119	SUPPLEMENTAL PAY	2,304	2,400	1,900	1,800	1,800
121	STATE GRANT-IN SERVICE	50,210	55,200	55,200	55,200	55,200
122	OVERTIME-CONT SVCS	24,038	0	30,000	0	0
131	SERVICE AWARDS	2,675	2,900	2,675	2,225	2,225
132	LONGEVITY	58,075	50,300	50,800	60,250	60,250
133	SOLD VACATION	48,080	46,000	46,000	46,000	46,000
134	CHRISTMAS BONUS	71,860	11,400	50,200	11,300	12,450
135	COLLEGE PAY	7,540	6,200	6,200	5,920	5,920
140	DENTAL INSURANCE	47,415	64,300	47,800	47,664	52,900
141	SOCIAL SECURITY TAXES	332,003	345,000	335,000	346,812	379,024
142	HEALTH INSURANCE EXP	652,081	830,000	705,000	706,166	806,100
143	RETIREMENT EXP	875,646	871,200	874,700	843,600	938,200
144	LIFE/DISABILITY INSURANCE	49,385	49,700	49,700	48,800	55,700
147	UNEMPLOYMENT COMP	10,934	4,300	4,300	1,500	1,500
148	EDUCATION REIMBURSEMENT	5,720	4,300	4,300	4,350	4,350
149	WORKER'S COMP CLAIMS	10,330	10,000	10,000	10,000	10,000
191	LAUNDRY & DRY CLEANING	17,585	21,000	18,000	21,000	24,000
192	EMPLOYEE PHYSICALS	5,429	10,000	7,500	10,000	14,500
193	PROMOTION/PRE-EMPLOYMENT	2,828	11,500	3,000	3,000	3,000
194	UNIFORMS-SCHOOL PATROL	2,322	4,200	4,700	5,000	5,000
Subtotal:		6,627,591	6,810,300	6,577,375	7,820,019	7,248,830
Operating expenditures:						
211	POSTAGE EXPENSE	1,897	5,000	2,500	2,500	2,500
215	800 mhz RADIO MAINT/LIC	0	0	1,000	21,000	21,000
216	LEASE-RADIO MAINT TOWER	4,900	5,000	5,000	5,000	5,000
217	CONT SVCS-VEHICLES	5,538	5,600	5,600	5,600	5,600
218	COMMUN. REPL. - NON-MOBILE	8,409	8,000	4,000	4,000	10,300
221	PRINTING EXPENSE	7,703	8,000	8,000	8,000	8,000
233	SUBSC & MEMBERSHIPS	3,640	11,000	7,250	8,450	8,450
235	ACCREDITATION	6,943	7,000	10,000	10,000	10,000
237	ADVERTISING EXPENSE	493	800	500	500	500
241	UTILITIES	86,291	95,600	90,600	95,000	95,000
245	TELEPHONE EXPENSE	136,691	140,000	145,000	149,200	149,200
249	NCIC COMPUTER LINE	8,000	8,000	8,000	8,000	8,000
261	VEHICLE MAINTENANCE	367,991	330,000	375,000	335,000	335,000
262	SMALL EQUIP REP/REPLCMNT	636	2,000	1,000	1,000	1,000
263	COPIER MAINTENANCE	1,311	1,400	1,400	1,500	1,500
266	BUILDING MAINTENANCE	24,800	23,000	23,000	24,000	24,000
283	TRAVEL/TRAINING EXPENSE	24,695	40,000	40,000	50,000	59,000
284	RECRUIT EXPENSE	0	0	8,500	8,500	8,500
288	MUTUAL AID MEALS	1,237	1,500	1,000	1,000	1,000
290	BR CO EQUIPMENT MAINTENANCE	0	0	14,400	1,950	1,950
299	JANITORIAL CONTRACT	29,635	30,000	30,000	30,000	30,000
311	POLICE SUPPLIES	3,076	5,000	5,500	6,000	6,000
313	BATTERIES	1,074	2,000	2,000	2,000	2,000
314	DVD-VIDEO/AUDIO	99	1,000	1,000	1,000	1,000

OBJECT CODE	FUND 110-GENERAL FUND	DEPT-42100-POLICE DEPARTMENT				
		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
315	DETECTIVE SUPPLIES	351	2,000	0	0	0
317	CRIME SCENE UNIT SUPPLIES	836	2,000	2,000	2,000	2,000
318	SRT SUPPLIES	4,279	7,000	7,500	7,500	7,500
319	OFFICE EXPENSE	25,436	28,000	28,000	28,000	28,000
320	PROTECTIVE VESTS-FED GRANT	43,980	0	8,003	0	0
321	PROTECT. VESTS-CITY FUNDED	0	8,000	8,000	8,000	11,600
322	OSHA SAFETY SUPPLIES	340	800	800	800	800
324	JANITORIAL SUPPLIES	2,434	2,800	2,800	3,000	3,000
326	UNIFORMS	35,697	47,000	43,000	44,000	52,750
327	AMMUNITION	34,909	35,000	35,000	40,000	40,000
328	CRIME PREVENTION	0	1,500	0	0	0
329	FIRING RANGE	2,361	2,500	2,700	3,200	3,200
330	CODES ENFORCEMENT EDU SUPPLIES	215	3,000	1,000	1,000	1,000
331	GASOLINE EXPENSE	298,813	330,000	310,000	337,500	337,500
396	CANINE EXPENSE	2,542	3,000	3,500	3,000	3,000
511	INS-BLDGS & CONTENTS	10,156	10,200	11,650	12,200	12,200
512	INS-VEHICLES & EQUIP	67,190	67,200	75,000	78,750	78,750
513	INS-GENERAL LIABILITY	58,298	58,300	59,000	61,950	61,950
514	WORKER'S COMPENSATION	127,335	123,000	142,100	150,150	168,000
521	INS-EMPLOYEE BONDS	300	500	500	500	500
542	COMPUTER SOFTWARE SUPPORT	5,659	2,500	2,500	2,500	2,500
599	MISCELLANEOUS	618	500	500	500	500
770	HONOR GUARD EXPENSES	36	500	500	500	500
771	VOLUNTEER SERVICES	1,123	2,500	2,500	2,500	2,500
772	INVESTIGATIVE FUNDS	0	1,500	1,500	1,500	1,500
774	SEX OFFENDER REGISTRY	6,444	0	8,500	0	0
776	NATIONAL NIGHT OUT	0	0	1,000	500	500
777	POLICE MEMORIAL EXP	0	0	16,800	0	0
Subtotal:		1,454,411	1,469,200	1,564,603	1,568,750	1,614,250
Capital outlay and debt service:						
941	GUNS/TASERS REPLACEMENT	6,814	14,000	35,035	14,000	30,950
942	SMALL EQUIPMENT	54	500	8,600	1,500	1,500
947	OFFICE EQUIPMENT	10,431	1,500	0	0	0
948	COMPUTER EQUIPMENT	878	2,500	2,500	2,500	0
949	CRIME REPORTS	5,850	0	0	0	0
950	800 MHZ RADIO	25,037	0	0	0	0
Subtotal:		49,064	18,500	46,135	18,000	32,450
TOTAL	DEPARTMENT 42100	8,131,066	8,298,000	8,188,113	9,406,769	8,895,530

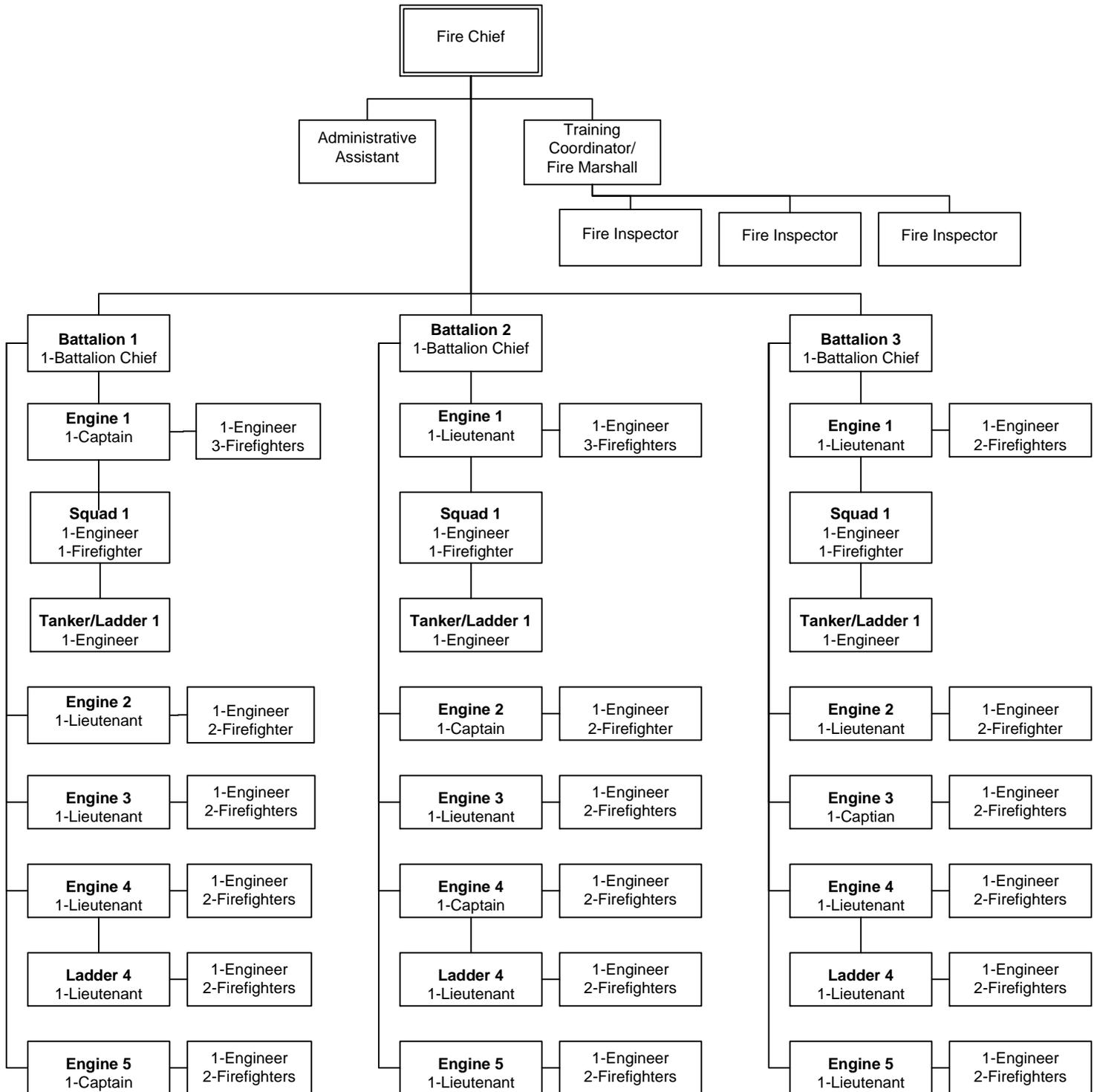
Cleveland Fire Department



Fire Chief Steve Haun



Cleveland Fire Department



Cleveland Fire Department

Programs, Services, and Functions:

The Cleveland Fire Department (CFD) is currently made up of eighty-six (86) full-time firefighting positions and six (6) staff positions. Staff personnel include the Fire Chief, Administrative Assistant, Fire Marshall, and Three (3) Fire Inspectors. The department currently works out of five (5) stations.

Along with providing fire suppression, the Cleveland Fire Department provides vehicle extrication, medical first response, hazardous materials responses and all specialized rescue emergencies within the city limits. The city's fire contract with Bradley County that supplied fire protection to the county residents 5 road miles from a city station will expire on June 30, 2013.

On February 1, 2009 the Cleveland Fire Department began responding to all Priority One medical first response calls within the city limits. This was to enhance medical responses with the Bradley County Emergency Medical Service and does not involve medical transport. The calls for service in FY2012 for this type of incidents were 1,657 or 51.3% of our total calls for service.

The Cleveland Fire Department responded to 3,228 calls for service during FY2012. The estimated value of the property saved was \$56,934,824.00 and estimated property loss due to fire was \$6,368,787.00.

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 protected 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 FY2012. 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 FY2012.

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.

EXPENDITURE SUMMARY	FY 2012 Actual	FY 2013 Budgeted	FY 2014 Proposed	Percentage Increase
Personnel Expenditures	\$6,728,069	\$6,783,790	\$6,812,088	0.4%
Operating Expenditures	\$708,254	\$734,986	\$754,100	2.6%
Capital Outlay & Debt Service	\$50,948	\$32,400	\$50,800	56.8%
Total Expenditures	\$7,487,271	\$7,551,176	\$7,616,988	0.8%

Goals and Objectives:

- Maintain the reduction in loss of life and property through education, prevention and professional emergency management.
- Increase number of public information classes with the use of station open houses, school programs, and civic organizations.
- Acquire new and better equipment for firefighter safety.
- Maintain or improve ISO rating by hiring additional firefighters and constructing new fire stations.
- Continue the implementation of the Wellness Program for Cleveland Fire Personnel.

Performance Measures:

Measure Description	FY2011 (Actual)	FY2012 (Actual)	FY2013 (Estimated)	FY2014 (Projected)
Property Loss (\$) due to fire in City	\$1,910,987	\$13,866,001	\$1,349,654	\$1,630,320
Property Saved (\$) in City	\$20,716,805	*\$387,431,584	\$51,283,600	\$36,000,202
Property Loss (\$) due to fire in Fringe Area	\$1,008,482	\$1,833,792	\$1,325,922	N/A
Property Saved (\$) in Fringe Area	\$13,959,036	\$8,325,160	\$6,345,966	N/A
# of Fatalities in City/Fringe Area	0	4	0	0
# of Injuries in City/Fringe Area	3	10	8	9
# of Certified Fire Personnel	90	85	85	90
# of First Responders	54	42	42	54
# of EMTs	21	31	31	31
# of Paramedics	5	5	5	5
<i>Population</i>				
City	41,697	42,114	42,535	42,960
Fringe	23,409	23,643	23,877	N/A
Fire Service cost per 1,000 population (City and Fringe)	\$118,984	\$113,863	\$113,702	N/A
Fire Inspections per 1,000 population (City only)	76.75	60.38	66.48	66.29
# of Buildings inspected (City only)	3,200	2,453	2,828	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)	5.24	4.98	5.60	4.42
# of Structure/vehicle fire calls in City	190	177	202	190
# of Structure/vehicle fire calls in Fringe Area	148	151	170	N/A
Fire Cause Determined	98%	98%	98%	98%
Restricted duty during the year	0	0	0	0
Cost per Structure/vehicle fire call	\$22,916	\$22,827	\$20,298	\$40,089
Average Response Time from Dispatch (City)	4 min/48 sec	4 min/33 sec	4 min/22 sec	4 min/27 sec
Average Response Time from Dispatch (Fringe)	6 min/44 sec	6 min/34 sec	6 min/37 sec	N/A

* This is an unusually high number due to industrial fires that were mitigated before massive loss.

	FUND 110- GENERAL FUND	DEPT-42200- FIRE PROTECTION				
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
Personnel and fringe benefits:						
111	SALARIES	4,063,657	4,182,000	3,940,710	3,878,357	4,275,616
111	FROZEN VACANCIES	0	0	0	287,376	0
112	OVERTIME	192,779	190,000	230,000	230,000	210,000
118	FIRE RUNS	22,727	10,000	10,000	10,000	10,000
119	SUPPLEMENTAL PAY	71,684	68,000	68,000	68,000	68,000
121	STATE GRANT-IN SVC	49,800	52,200	48,000	48,000	48,000
131	SERVICE AWARDS	2,775	2,000	2,000	2,800	2,800
132	LONGEVITY	48,067	50,000	50,000	55,750	55,750
133	SOLD VACATION	15,136	15,000	15,000	15,000	15,000
134	CHRISTMAS BONUS	66,773	9,800	46,700	8,500	8,700
135	COLLEGE PAY	715	300	300	0	0
140	DENTAL INSURANCE	53,951	55,000	55,000	54,350	55,550
141	SOCIAL SECURITY TAXES	324,737	335,000	335,000	330,205	353,879
142	HEALTH INSURANCE EXP	816,675	966,000	966,000	865,000	875,464
143	RETIREMENT EXP	899,485	910,000	877,780	858,804	934,748
144	LIFE/DISABILITY INSURANCE	52,777	53,000	53,000	48,000	49,000
148	EDUCATION REIMBURSEMENT	0	3,000	7,700	7,700	7,700
149	WORKER'S COMP CLAIMS	3,630	6,500	6,500	6,500	6,500
191	LAUNDRY & DRY CLEANING	16,713	18,000	18,000	18,000	18,400
192	IMMUNIZATIONS & PHYSICALS	25,988	40,000	50,100	50,000	51,500
195	RECRUIT TESTING	0	0	4,000	0	0
Subtotal:		6,728,069	6,965,800	6,783,790	6,842,342	7,046,607
Operating expenditures:						
211	POSTAGE EXPENSE	555	500	500	500	500
215	RADIO MAINTENANCE FEE	0	6,000	6,000	6,000	6,000
216	RADIO REPEATER MAINTENANCE	4,200	4,200	4,200	4,200	4,200
218	COMMUNICATIONS REPLCMNT	0	3,000	3,000	3,000	3,000
221	PRINTING EXPENSE	600	500	500	500	500
233	SUBSC. & MEMBERSHIPS	2,939	3,200	3,200	3,200	3,200
235	LICENSE/CERTIFICATION RENEWAL	2,146	2,400	2,400	2,400	2,400
237	ADVERTISING EXPENSE	0	0	400	0	0
241	UTILITIES	91,027	110,000	110,000	115,500	115,500
245	TELEPHONE EXPENSE	81,784	80,000	78,000	67,500	67,500
260	APPARATUS/EQUIP TESTS	2,826	3,900	3,900	3,900	3,900
261	VEHICLE MAINTENANCE	118,441	90,000	90,000	90,000	90,000
262	SMALL EQUIP-REPAIR/REPLC	2,097	2,800	2,996	3,000	3,000
263	COPIER MAINTENANCE	2,078	1,900	2,700	2,500	2,500
265	EXTRICATION REPAIR/TEST	0	0	2,800	6,000	6,000
266	BUILDING MAINTENANCE	34,130	40,000	40,000	40,000	40,000
282	CAR ALLOWANCE	350	0	0	0	0
283	TRAINING/TRAVEL	17,180	21,000	16,500	21,000	21,000
284	TRAINING/EDUCATIONAL MATERIAL	252	3,500	3,400	4,000	4,000
288	MUTUAL AID MEALS	2,423	2,100	3,100	2,000	2,000
309	TOWELS/CLOTHS	182	800	800	800	800
313	BATTERIES	1,543	1,000	1,000	1,000	1,000
316	ELECTRONICS-CAMERA SUPP	0	600	0	0	0
319	OFFICE EXPENSE	7,237	6,500	6,500	6,500	6,500
320	ARSON EXPENSE	388	1,500	1,500	1,500	1,500
322	SAFETY EXPENSE	4,593	4,500	4,500	4,500	4,500
323	MEDICAL SUPPLIES/EQUIPMENT	2,004	9,000	6,200	9,000	9,000
324	JANITORIAL SUPPLIES	14,429	16,000	16,000	16,000	16,000
325	BEDDING	232	500	500	500	1,000
326	UNIFORM EXPENSE	34,010	36,000	23,090	25,000	25,000
327	VEHICLE GRAPHICS-NFPA 150	0	500	500	0	0

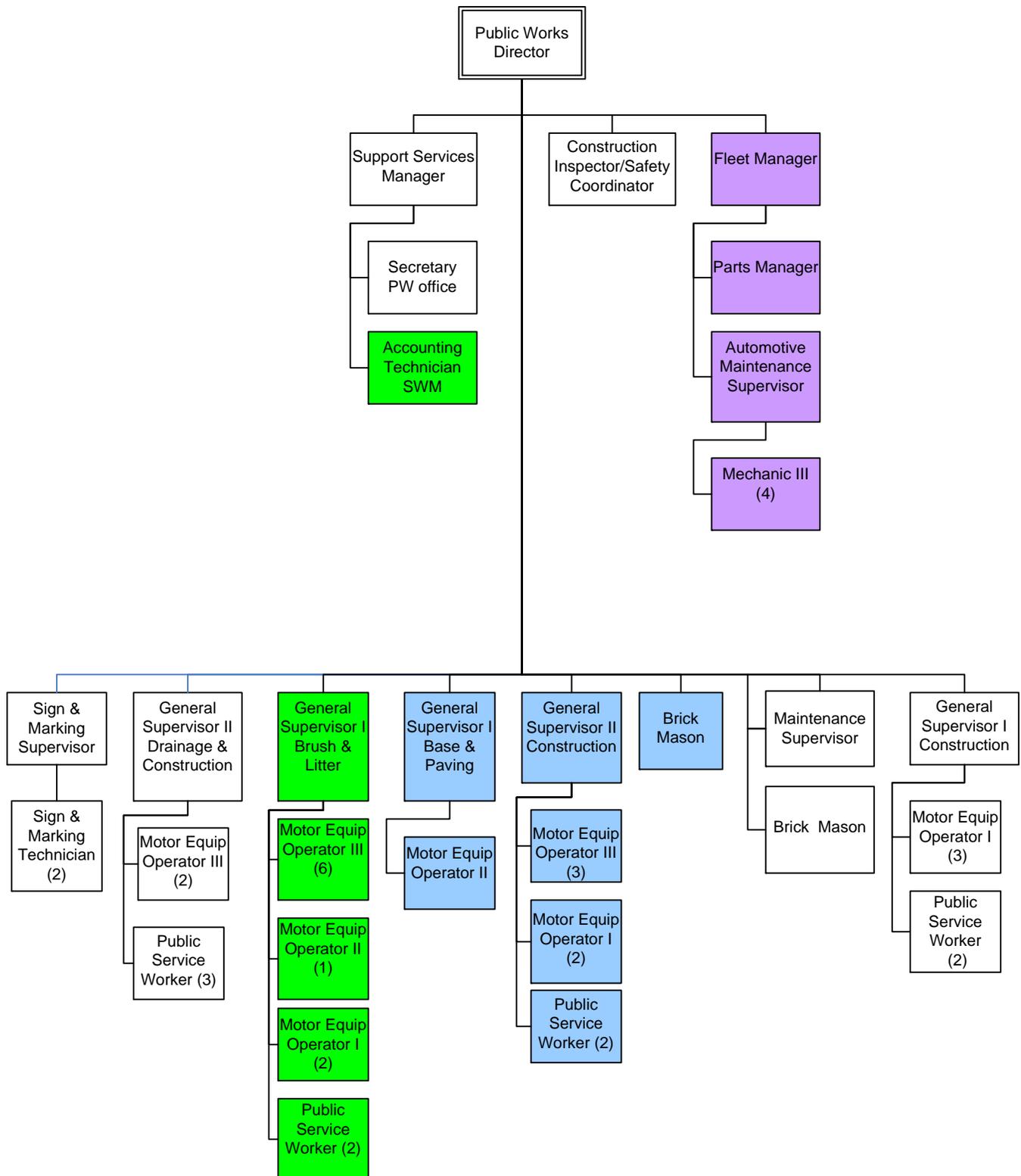
	FUND 110- GENERAL FUND	DEPT-42200- FIRE PROTECTION				
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
Personnel and fringe benefits:						
329	OPERATING SUPPLIES	1,912	6,500	6,500	6,500	6,500
331	GASOLINE EXPENSE	69,532	74,000	74,000	70,000	70,000
338	APPLIANCES-REPAIR/REPLC	6,866	3,500	5,500	5,500	5,500
344	PPE EQUIPMENT	20,927	25,000	21,200	25,000	25,000
398	EXTINGUISHER REFILLS	877	2,000	2,000	2,000	2,000
399	HAZMAT SUPPLIES	6,253	5,000	5,000	5,000	5,000
511	INS-BLDGS & CONTENTS	7,427	8,000	8,400	8,800	8,800
512	INS-VEHICLES & EQUIP	26,866	27,000	27,000	28,350	28,350
513	INS-GENERAL LIABILITY	32,571	33,000	41,000	43,050	43,050
514	WORKER'S COMPENSATION	103,718	90,000	105,000	110,200	110,200
599	MISCELLANEOUS	347	500	600	500	500
771	PUBLIC INFORMATION	0	500	400	500	500
772	CITY FUNDED-HONOR GUARD	1,000	1,000	1,000	1,000	1,000
773	FIRE PREVENTION PROG	2,312	3,200	3,200	3,200	3,200
Subtotal:		708,254	731,100	734,986	749,600	750,100
Capital outlay and debt service:						
941	TRUCK EQUIPMENT	0	0	0	11,800	11,800
942	ISO FIREFIGHTING EQUIP	29,815	5,000	8,800	15,000	15,000
943	OFFICE EQUIPMENT	120	1,000	400	400	400
946	EQUIP-BREATHING APPARATUS	16,604	15,000	15,000	15,000	15,000
947	FURNITURE	722	2,000	2,000	2,000	2,000
949	COMPUTER EQUIPMENT	0	0	600	0	0
953	SMALL EQUIPMENT	0	1,600	2,100	1,600	1,600
957	RADIO EQUIPMENT	3,687	3,500	3,500	3,500	3,500
Subtotal:		50,948	28,100	32,400	49,300	49,300
TOTAL	DEPARTMENT 42200	7,487,271	7,725,000	7,551,176	7,641,242	7,846,007

Public Works



Director Tommy Myers

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, 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.

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 drainage 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. 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) Walnut Avenue, 2) Michigan Avenue, 3) Guthrie Drive, 4) Creekbend, and 5) Valley Head Road.

The City has a contract with Cleveland Utilities to give them full control of the 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.

In FY2013, with the opening of the new Cleveland Regional Jetport, the airport has moved from being a division of Public Works to its own department. Although the airport is no longer under the direction of the Public Works Department, we will continue to provide support staff for the director and Airport Authority for any clerical needs.

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.

The City Council approved a tax increase of 0.42 cents to fund an additional Motor Equipment Operator Level I (MEO I) position for the Public Works Department in this year's budget. The MEO I position's primary duty is the operation of our fleet's dump trucks which are used to haul materials to job sites. In addition to this, the position requires the employee to be able to carry out various other manual labor tasks as needed, such as installing drainage tile, shoveling asphalt, flagging, or brush pickup.

PW Operations Division:

EXPENDITURE SUMMARY	FY 2012 Actual	FY 2013 Budgeted	FY 2014 Proposed	Percentage Increase
Personnel Expenditures	\$1,084,527	\$1,124,700	\$1,190,300	5.8%
Operating Expenditures	\$889,860	\$933,400	\$989,300	5.9%
Capital Outlay & Debt Service	\$15,579	\$10,574	\$4,800	-54.6%
Total Expenditures	\$1,989,996	\$2,068,674	\$2,184,400	5.6%

PW Street Lighting and Signals:

EXPENDITURE SUMMARY	FY 2012 Actual	FY 2013 Budgeted	FY 2014 Proposed	Percentage Increase
Personnel Expenditures	\$0	\$0	\$0	0%
Operating Expenditures	\$1,024,263	\$1,125,800	\$1,190,500	5.7%
Capital Outlay & Debt Service	\$0	\$68,200	\$1,000	-98.5%
Total Expenditures	\$1,024,263	\$1,194,000	\$1,191,500	-0.2%

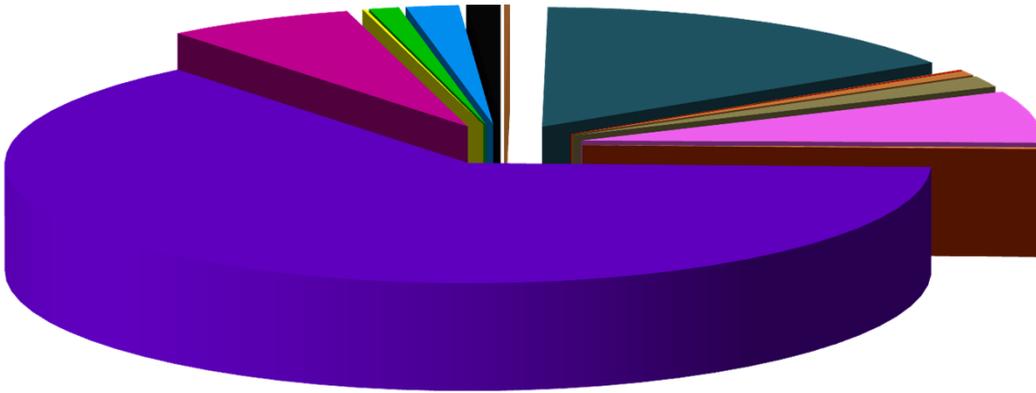
Goals and Objectives:

- Continue to inspect and repave all utility cuts.
- Increase the level of pothole patching, utilizing service of new construction inspector.
- Continue street resurfacing program.
- Install new sidewalks and repair existing sidewalks.
- Continue drainage improvements to alleviate flooding.
- Provide in-house training on a greater level and increase training for all staff.
- Respond to complaints within two working days.

Performance Measures:

Measure Description	FY2011 (Actual)	FY2012 (Actual)	FY2013 (Estimated)	FY2014 (Projected)
Value of Street Repaving Contract	\$709,556	\$772,423	\$1,635,000	\$1,000,000
Value of Sidewalk, Curb, & Gutter Construction	\$102,208	\$407,341	\$20,000	\$30,000
# of Major Drainage Projects Completed	5	10	4	5
New Drainage Construction Costs (GASB)	\$225,437	\$288,034	\$103,012	\$120,000
Linear Feet of Drainage Pipe Installed	5,054	6,024	4,926	4,792
# of Stormwater Structures Installed	96	102	124	101
# of Utility Cut Permits	293	200	198	245
Value of Utility Cut Permits	\$65,429	\$50,293	\$50,746	\$59,502
# of Tons of Asphalt Used on Potholes	692.59	1,155	870	902
# Cubic Yards of Concrete/Flowable Fill for Street Cut Repair & Drainage Projects	395.25	615.00	369.00	468.00
# of CalLink complaints/work order requests	1,762	1,519	973	1,000
% of CalLink complaint/work orders completed/closed	92.28%	91.00%	77.00%	86.00%
# of CalLink complaint/work orders per 1,000 population	42.67	36.06	22.87	23.27

**City of Cleveland
CALLink System - Work Requests
FY 2011-12
Total Requests 1519
Total Completed 1378 (90.7%)**



■ Addressing - 3

■ Building Maintenance - 240

■ Cartograph Admin. - 1

■ Cleveland Utilities - 1

■ Codes Enforcement - 10

■ Engineering - 23

■ Landscaping Maint. - 106

■ Planning - 2

■ Police Department - 1

■ Public Works Director - 1

■ Public Works Operations - 967

■ Sign Shop - 100

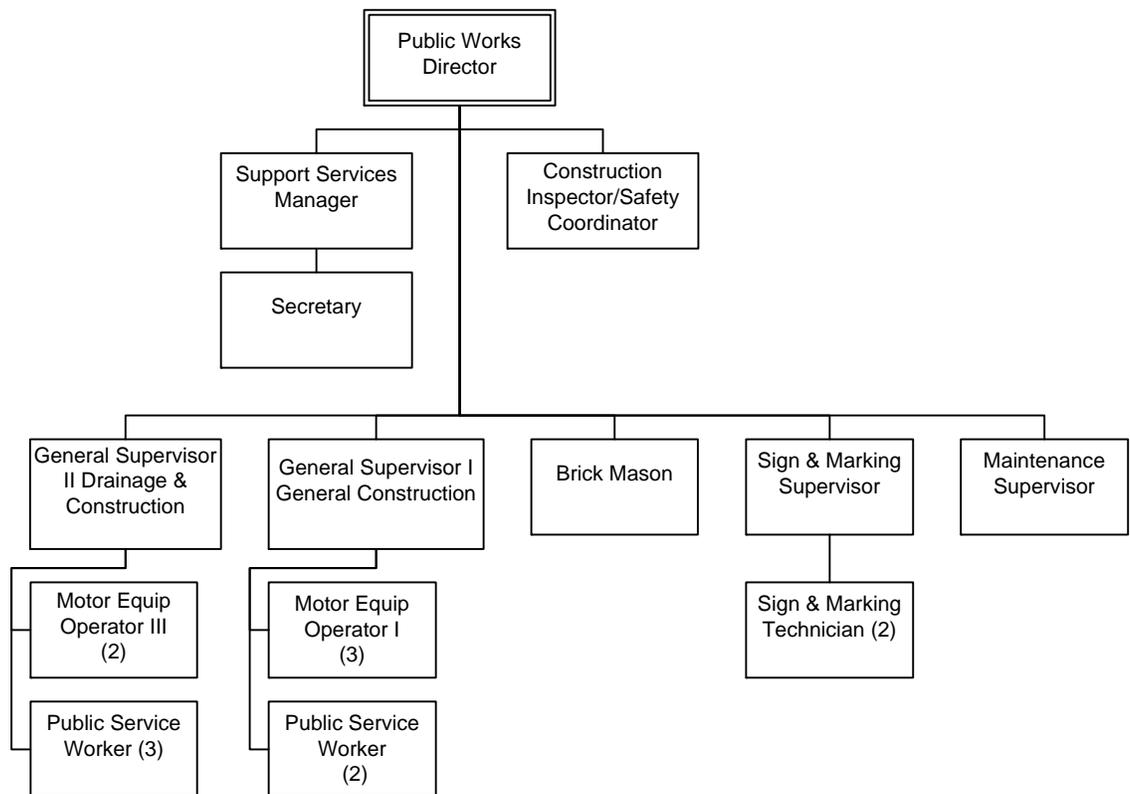
■ Solid Waste - 2

■ Storm Water Engineering - 16

■ Traffic Engineering - 28

■ Miscellaneous (No Dept)

Public Works Operations Division

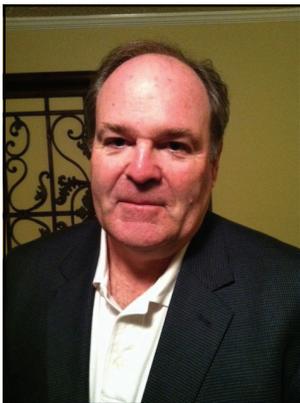


FUND 110-GENERAL FUND		DEPT-43110- PUBLIC WORKS OPERATIONS DIVISION				
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
Personnel and fringe benefits:						
111	SALARIES	691,477	710,000	710,000	712,300	761,200
111	FROZEN POSITIONS	0	0	0	41,900	0
112	OVERTIME	8,097	10,000	10,000	10,000	10,400
114	PART-TIME	7,760	6,700	6,800	6,800	7,000
119	SUPPLEMENTAL PAY	613	700	700	700	700
131	SERVICE AWARDS	75	500	500	900	900
132	LONGEVITY	11,300	12,700	12,700	13,700	13,700
133	SOLD VACATION	7,707	9,200	9,200	9,400	9,700
134	CHRISTMAS BONUS	14,838	2,200	10,600	2,200	2,300
135	COLLEGE PAY	125	200	200	200	200
140	DENTAL INSURANCE	10,883	11,400	11,400	10,100	10,600
141	SOCIAL SECURITY TAXES	53,772	56,800	57,500	57,900	61,700
142	HEALTH INSURANCE EXP	143,811	174,500	152,800	153,100	162,900
143	RETIREMENT EXPENSE	121,842	122,800	126,800	124,600	132,900
144	LIFE/DISABILITY INSURANCE	8,768	9,200	9,200	9,400	10,100
147	UNEMPLOYMENT COMPENSATION	0	500	500	0	0
149	WORKER'S COMP CLAIMS	1,994	2,000	2,000	2,000	2,000
191	LAUNDRY & DRY CLEANING	0	600	600	600	600
192	PRE-EMPLOYMENT TESTING	0	500	500	500	500
197	SAFETY SHOES	1,465	2,700	2,700	2,700	2,900
Subtotal:		1,084,527	1,133,200	1,124,700	1,159,000	1,190,300
Operating expenditures:						
211	POSTAGE EXPENSE	110	500	500	300	300
215	800 MHZ RADIO EXPENSE	3,000	3,000	3,000	3,000	3,000
216	GPS	4,335	3,800	6,300	6,300	6,300
221	PRINTING EXPENSE	36	200	200	200	200
233	SUBSC. & MEMBERSHIPS	469	400	400	400	400
237	ADVERTISING EXPENSE	289	200	1,600	300	300
241	UTILITIES	30,737	35,000	31,000	33,000	33,000
245	TELEPHONE EXPENSE	23,486	22,000	26,000	28,000	28,000
257	SURVEYS	0	3,000	3,000	3,000	3,000
262	SMALL EQUIPMENT MAINT-SIGNS	0	1,700	1,700	1,700	1,700
266	BUILDING MAINTENANCE	15,738	9,000	7,500	9,000	9,000
283	TRAVEL & TRAINING EXP	1,008	2,000	1,500	2,000	1,000
298	CONT SVCS-PEST CONTROL	876	1,000	1,000	1,000	1,000
319	OFFICE EXPENSE	3,819	7,000	5,000	7,000	6,800
321	OPERATING SUPPLIES	4,187	4,000	4,000	4,000	4,000
322	SAFETY SUPPLIES	1,503	1,500	1,500	1,500	1,500
324	JANITORIAL SUPPLIES	1,377	1,500	1,500	1,500	1,500
326	UNIFORM EXPENSE	9,695	9,500	9,500	10,000	10,300
331	GASOLINE EXPENSE	125,744	128,600	138,600	142,000	142,000
332	REPAIRS & PARTS	229,137	240,000	240,000	250,000	250,000
341	SIGN SHOP SUPPLIES	2,597	2,800	2,800	2,800	2,800
342	SIGN PARTS & SUPPLIES	39,545	40,000	40,000	40,000	40,000
344	MAJOR SAFETY MARKINGS	71,220	80,000	80,000	80,000	80,000
345	THERMOPLASTIC CONTRACT	33,747	10,000	10,000	40,000	40,000
471	PAVING & MATERIALS	230,583	250,000	247,500	250,000	250,000
511	INS-BLDGS & CONTENTS	5,684	5,700	5,800	6,000	6,000
512	INS-VEHICLES & EQUIP	12,523	12,500	15,000	15,600	15,600
513	INS-GENERAL LIABILITY	9,261	9,300	12,000	12,400	12,400
514	WORKER'S COMPENSATION	26,532	26,300	32,000	33,500	33,500
599	MISCELLANEOUS	695	500	500	500	500
799	INCENTIVE PROGRAM	1,927	4,000	4,000	4,000	4,000
Subtotal:		889,860	915,000	933,400	989,000	988,100

FUND 110-GENERAL FUND		DEPT-43110- PUBLIC WORKS OPERATIONS DIVISION				
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
Capital outlay and debt service:						
941	SMALL EQUIPMENT	12,521	3,000	8,774	3,000	3,000
942	SMALL EQUIPMENT-SIGNS	3,058	1,800	1,800	1,800	1,800
Subtotal:		15,579	4,800	10,574	4,800	4,800
TOTAL	DEPARTMENT 43110	1,989,966	2,053,000	2,068,674	2,152,800	2,183,200

FUND 110-GENERAL FUND		DEPT-43130- STREET LIGHTING & SIGNALS				
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
Operating expenditures:						
241	STREET LIGHTING - ENERGY	704,303	775,000	775,000	442,500	442,500
242	STREET LIGHTING - INVESTMENT	0	0	0	380,000	380,000
245	TELEPHONE EXPENSE	2,445	3,000	3,000	0	0
247	TRAFFIC LIGHT UTILITY SVC	41,374	55,000	38,700	45,000	45,000
248	POLE ATTACHMENTS	0	0	9,100	3,000	3,000
264	TRAFFIC LIGHT REP/MAINT	274,646	300,000	300,000	320,000	320,000
343	TRAFFIC SIGNAL SUPPLIES	1,495	0	0	0	0
349	SIGNAL PREMPTION-CU	0	0	0	0	16,400
Subtotal:		1,024,263	1,133,000	1,125,800	1,190,500	1,206,900
Capital outlay and debt service:						
941	SMALL EQUIPMENT	0	1,000	8,200	1,000	1,000
942	CU-GREENWAY	0	0	60,000	0	0
Subtotal:		0	1,000	68,200	1,000	1,000
TOTAL	DEPARTMENT 43130	1,024,263	1,134,000	1,194,000	1,191,500	1,207,900

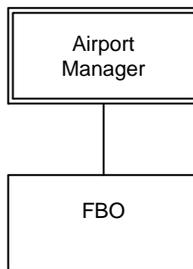
Cleveland Regional Jetport



Airport Manager Mark Fidler



Cleveland Regional Jetport



Cleveland Regional Jetport

Programs, Services, and Functions:

On January 25, 2013, the Cleveland Municipal Airport Authority, along with the City of Cleveland, held the Grand Opening Ceremony for the new Cleveland Regional Jetport. This state-of-the-art facility is located adjacent to Dry Valley Road, NE, approximately 2 miles south-east of Hardwick Field.

In the spring of 2010, the first phase of construction began on this project which included the relocation of Tasso Road, Little Chatata Creek, power lines, water lines and installation of box culverts.

Construction quickly progressed into Phase II. The earthwork was finalized during this phase which consisted of the layout of the runway, taxiways, hangars, and terminal building. This phase of construction was completed in the latter part of 2011.

Over the past year Phase III began and includes the concrete poured for the runway and taxiways (\$8,397,912), the construction of the terminal building (\$1,928,023) and maintenance hangar (\$743,657), and installation of the lighting (\$707,004), sewer system (\$278,833), and security systems (\$177,673).

Although the Cleveland Regional Jetport is now open for business, there are still several projects underway. State grants were requested in early 2013 to fund the development of the Southside Corporate Area. This area is designated for development of larger corporate hangars, housing multiengine jet aircraft. The T-Hangar construction project and T-Hangar Taxiway and Apron project were bid out in April 2013, with construction beginning in June. The Cleveland Municipal Airport Authority also plans to request funds in the future to extend the runway 500' for a total of 6,000'. This additional 500' will provide enhanced capabilities for the larger corporate aircraft that frequently visit KRZR.

The Director continues to work with State officials to complete the remaining projects. Attending State Aeronautics Commission meetings has been a part of this process in order to request the necessary funding for each phase. The estimated State grant total to-date for the new airport construction is \$41,957,064. The Authority's share of the estimated cost is \$6,002,859. This will be offset by proceeds of the sale of Hardwick Field later this year.

During this past year, the city welcomed a new Director to the City staff, Mr. Mark Fidler, whose primary duties will be to market our new facility and oversee daily operations. The Airport Authority also entered into a three year contract with Crystal Air, Inc. for FBO services at the Jetport.

EXPENDITURE SUMMARY	FY 2012 Actual	FY 2013 Budgeted	FY 2014 Proposed	Percentage Increase
Personnel Expenditures	\$0	\$0	\$190,000	100%
Operating Expenditures	\$0	\$0	\$343,800	100%
Capital Outlay & Debt Service	\$0	\$0	\$1,000	100%
Total Expenditures	\$0	\$0	\$534,800	100%

Goals and Objectives:

- Improve public awareness and utilization of the Cleveland Regional Jetport, while maintaining a safe and functional facility.
- Development and certification of GPS-based Instrument Approach Procedures to serve flights operating in inclement weather conditions.
- Completion of T-hangar complex for housing of 20 aircraft.
- Completion of sale of Hardwick Field properties.
- Complete 500' runway expansion.
- Raise awareness among the public and potential patrons of the Jetport through marketing.
- Increase revenues from facility usage, fuel sales, and donations.
- Obtain joint cooperation with City and County governments for future airport needs.

Performance Measures:

Measure Description	FY2011 (Actual)	FY2012 (Actual)	FY2013 (Estimated)	FY2014 (Projected)
Total number of meetings booked for conference rooms	0	0	10	13
Total number of special events held	0	0	1	1
Total number of flights departing	0	0	3,010	7,000
Total number of hangars on site	0	0	1	25
Total number of hangars occupied	0	0	1	22
Total gallons of fuel sold	0	0	17,789	66,000
Total gallons of fuel sold per flight departing	0	0		
Number of inspections by State departments	0	0	1	1
Number of public meetings held by Airport Authority	0	0	12	10

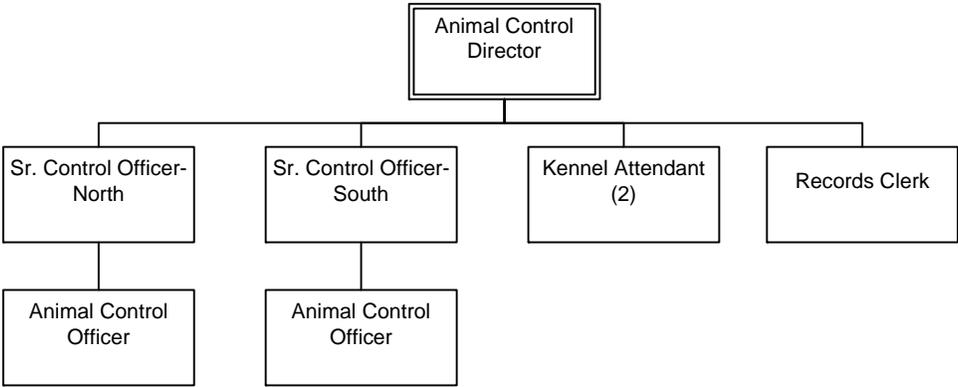
	FUND 110-GENERAL FUND	DEPT-52500- CLEVELAND REGIONAL JETPORT				
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
Personnel and fringe benefits:						
111	SALARIES	0	0	0	66,200	68,500
119	CONTRACTED SERVICES-FBO	0	0	0	90,000	90,000
133	SOLD VACATIONS	0	0	0	1,300	1,400
134	CHRISTMAS BONUS	0	0	0	200	200
140	DENTAL INSURANCE	0	0	0	600	600
141	SOCIAL SECURITY TAXES	0	0	0	5,200	5,400
142	HEALTH INSURANCE EXP	0	0	0	9,800	9,800
143	RETIREMENT EXP	0	0	0	11,300	11,700
144	LIFE/DISABILITY INSURANCE	0	0	0	900	900
149	WORKER'S COMP CLAIMS	0	0	0	500	500
191	LAUNDRY & DRY CLEANING	0	0	0	600	600
197	CLOTHING ALLOWANCE	0	0	0	400	400
Subtotal:		0	0	0	187,000	190,000
Operating Expenditures:						
211	POSTAGE/SHIPPING EXPENSE	0	0	0	300	300
221	PRINTING EXPENSE	0	0	0	500	500
237	ADVERTISING	0	0	0	2,000	2,000
239	SUBSC & MEMBERSHIP	0	0	0	700	700
241	UTILITIES/PHONE EXPENSE	0	0	0	21,000	21,000
245	TELEPHONE EXPENSE	0	0	0	6,500	6,500
254	AIRPORT MASTERPLAN	0	0	0	5,000	5,000
282	CAR ALLOWANCE	0	0	0	4,200	4,200
283	TRAVEL & TRAINING	0	0	0	2,500	2,500
290	CREDIT CARD FEES	0	0	0	7,000	7,000
291	LEASE AGREEMENT EXPENSE	0	0	0	30,000	30,000
319	OFFICE SUPPLIES	0	0	0	1,200	1,200
331	GASOLINE EXPENSE	0	0	0	5,000	5,000
332	REPAIRS & PARTS	0	0	0	2,000	2,000
333	AVGAS & JETFUEL PURCHASE	0	0	0	244,400	244,400
511	INS-BLDGS & CONTENTS	0	0	0	5,000	5,000
512	INS-VEHICLES & EQUIP	0	0	0	1,500	1,500
513	INS-GENERAL LIABILITY	0	0	0	1,500	1,500
599	MISCELLANEOUS	0	0	0	3,500	3,500
Subtotal:		0	0	0	343,800	343,800
Capital outlay and debt service:						
942	SMALL EQUIPMENT	0	0	0	1,000	1,000
Subtotal:		0	0	0	1,000	1,000
TOTAL	DEPARTMENT 41710	0	0	0	531,800	534,800

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 City and County are currently in contract discussions and this budget includes county-wide service for FY2014. The department also receives funding from the Meiler Estate Animal Shelter Trust Fund.

The Animal Control Officers enforce the city’s leash law and other related City ordinances, as well as all state statues 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 vaccinations of all adopted animals at the Cleveland Animal Control Department. The department also received the State of Tennessee’s Department of Health – Animal Friendly Grant. The grant will pay for spaying/neutering animals that are adopted by Low Income and Elderly individuals.

EXPENDITURE SUMMARY	FY 2012 Actual	FY 2013 Budgeted	FY 2014 Proposed	Percentage Increase
Personnel Expenditures	\$418,441	\$418,035	\$431,600	3.2%
Operating Expenditures	\$132,046	\$254,675	\$227,003	-10.87%
Capital Outlay & Debt Service	\$556	\$1,300	\$1,100	-15.38%
Total Expenditures	\$548,043	\$674,011	\$659,703	-2.1%

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	FY2011 (Actual)	FY2012 (Actual)	FY2013 (Estimated)	FY2014 (Projected)
# of Animals Picked-up in City	1,732	1,847	1,790	1,818
# of Calls in City	2,971	3,579	3,275	3,427
# of Animals Picked-up in County	3,767	3,287	3,527	3,407
# of Calls in County	3,854	3,829	3,842	3,835
# of Animals Adopted	674	772	2,000	2,300
# of Animals Euthanized	3,906	3,567	3,317	2,925
# of Animals Handled per Employee	687	641	665	653
Cost per Animal Handled	\$97.01	\$106.75	\$126.77	\$126.26
% of Animals Adopted vs. Euthanized	17%	22%	60%	79%
# of Animals Brought in from other Counties	0	1	0	0
# of Complaints Regarding Animals	6,825	7,408	7,117	7,276
# of Complaints Regarding Animal Cruelty	55	17	22	25
# of Educational Programs	1	1	1	1
# 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		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
Personnel and fringe benefits:						
111	SALARIES	263,711	264,000	253,000	263,700	272,950
112	OVERTIME	14,716	18,000	24,270	18,000	18,630
114	PART-TIME WAGES	0	0	2,000	2,000	2,070
131	SERVICE AWARDS	75	600	425	150	150
132	LONGEVITY	4,300	4,900	4,850	5,450	5,450
133	SOLD VACATIONS	0	700	700	700	700
134	CHRISTMAS BONUS	5,935	900	4,240	900	900
140	DENTAL INSURANCE	2,111	3,300	2,500	2,600	2,600
141	SOCIAL SECURITY EXPENSE	21,465	21,700	23,200	22,254	23,000
142	HEALTH INSURANCE EXP	42,568	53,800	45,100	46,500	46,500
143	RETIREMENT EXP	47,270	46,200	48,200	47,300	49,600
144	LIFE/DISABILITY INSURANCE	3,188	3,200	3,300	3,200	3,400
147	UNEMPLOYMENT COMPENSATION	1,012	0	0	0	0
148	EDUCATION REIMBURSEMENT	3,798	1,500	0	1,500	1,500
149	WORKER'S COMP CLAIMS	1,000	1,000	1,000	1,000	1,000
191	LAUNDRY AND DRY CLEANING	3,623	4,000	4,750	4,750	4,750
192	EMPLOYEE PHYSICALS	644	600	200	600	600
193	PROTECTIVE IMMUNIZATIONS	25	300	300	300	300
Subtotal:		415,441	424,700	418,035	420,904	434,100
Operating expenditures:						
211	POSTAGE EXPENSE	42	500	100	100	100
217	CONTRACTED SVCS-VEHICLES	760	900	1,100	900	900
218	COMMUNICATION REPAIR/REPLACE	441	500	500	500	500
221	PRINTING EXPENSE	1,374	2,000	2,000	2,000	2,000
233	SUBSCRIPTIONS/MEMBERSHIPS	331	800	1,100	1,100	1,100
237	ADVERTISING EXPENSE	36	300	300	300	300
241	UTILITIES/PAGER	9,169	11,500	11,500	12,075	12,075
245	TELEPHONE	10,913	11,000	13,900	14,000	14,000
248	DONATED SPAY AND NEUTER EXP	0	0	7,029	0	0
249	STATE GRANT SPAY/NEUTER	0	0	1,775	0	0
258	ADOPTION-VET EXPENSE	23,751	22,000	99,000	100,000	100,000
259	SICK/VETERINARY EXPENSE	0	0	18,500	5,000	5,000
261	VEHICLE MAINTENANCE	16,420	15,000	17,500	15,000	15,000
263	COPIER MAINTENANCE	205	600	504	600	600
265	GROUNDNS IMPR & MAINT	152	1,000	265	0	0
266	BUILDING/GROUND MAINTENANCE	2,686	6,500	6,500	6,500	6,500
283	TRAINING & TRAVEL EXP	0	1,500	1,500	1,500	1,500
290	CREDIT CARD FEES	339	0	2,500	2,500	2,500
295	LANDFILL EXPENSE	2,026	3,000	1,500	1,500	1,500
299	JANITORIAL CONTRACT	6,350	6,400	6,400	6,400	6,400
319	OFFICE EXPENSE	2,152	2,500	2,500	2,500	2,500
322	OSHA SAFETY SUPPLIES	44	500	500	500	500
324	JANITORIAL SUPPLIES	4,976	6,000	6,000	6,500	6,500
326	UNIFORMS & SAFETY SHOES	4,349	4,700	4,700	5,000	5,000
327	AMMUNITION	211	800	800	500	500
331	GASOLINE EXPENSE	25,015	26,700	24,200	20,000	20,000
395	EUTHANASIA SUPPLIES	3,994	6,000	3,000	3,000	3,000
396	PET FOOD/ANIMAL SUPPLIES	5,163	6,000	8,000	7,500	7,500
430	DONATIONS-SHELTER VOLUNTEERS	0	0	500	0	0
511	INS-BLDGS & CONTENTS	238	300	300	315	315
512	INS-VEHICLES & EQUIP	1,194	1,200	1,500	1,575	1,575
513	INS-GENERAL LIABILITY	1,324	1,400	1,700	1,785	1,785
514	WORKER'S COMPENSATION	6,708	6,100	7,003	7,353	7,353
599	MISCELLANEOUS EXP	1,683	500	500	500	500
Subtotal:		132,046	146,200	254,676	227,003	227,003

FUND 110-GENERAL FUND		DEPT-44110- ANIMAL CONTROL				
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
Capital outlay and debt service:						
949	REPLACEMENT EQUIPMENT	556	1,100	1,300	1,100	1,100
Subtotal:		556	1,100	1,300	1,100	1,100
TOTAL	DEPARTMENT 44110	548,043	572,000	674,011	649,007	662,203

Wellness, Safety & Risk Management Program

There's More Than One Terrific Reason to Be Safe at Work



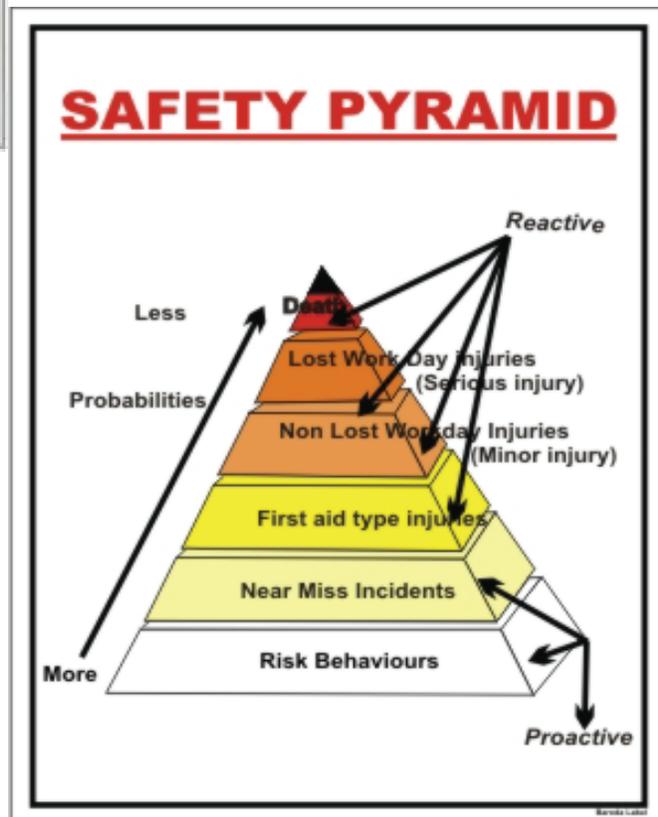
THEY NEED US

T.E.A.M SAFETY

Together Everyone Achieves More



S FETY
a culture of unconditional dedication to safety



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, the TML Driver Safety Grant, Wellness Center maintenance and equipment, 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	\$70,546	\$74,875	\$76,545	2.2%
Operating Expenditures	\$30,596	\$27,755	\$27,825	0.3%
Capital Outlay & Debt Service	\$0	\$0	\$0	0%
Total Expenditures	\$101,142	\$102,630	\$104,370	1.7%

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%
- Review accidents that occur in order to prevent future accidents of the same nature
- Conduct CPR/AED & First Aid classes for employees
- Increase safety training opportunities for employees
- Continue monthly Safety Inspections of city-owned properties
- Maintain Wellness Center & Equipment
- Communicate Wellness Awareness and provide programs to employees as well as provide Fitness Classes to reduce health insurance costs.
- Maintain communication with insurance agency, reviewing costs and trends, in order to reduce claims

Performance Measures:

Measure Description	FY2011 (Actual)	FY2012 (Actual)	FY2013 (Estimated)	FY2014 (Projected)
% of Departments with Right-To-Know (RTK) Centers	100%	100%	100%	100%
# of Annual Inspections by TML	2	2	2	2
# of City Buildings/Playgrounds Inspected	32	32	38	38
# of OSHA/TOSHA Citations issued	0	0	0	0
Lost Time Accidents	5	5	8	5
Total number of recordable injuries	11	8	13	10
Wellness Programs offered to employees	2	2	3	3
Fitness Classes provided to employees	72	100	300	300
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		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
Personnel and fringe benefits:						
111	SALARIES	48,952	49,700	52,000	52,000	53,820
131	SERVICE AWARDS	0	0	250	0	0
132	LONGEVITY	1,150	1,200	1,200	1,250	1,250
133	SOLD VACATIONS	936	1,000	1,000	1,000	1,000
134	CHRISTMAS BONUS	742	100	550	100	100
135	COLLEGE PAY	280	300	300	300	300
140	DENTAL INSURANCE	290	300	300	300	300
141	SOCIAL SECURITY TAXES	3,849	3,900	4,000	4,000	4,200
142	HEALTH INSURANCE	4,733	5,500	5,500	5,500	5,500
143	RETIREMENT EXPENSES	8,646	8,500	8,800	8,800	9,100
144	LIFE/DISABILITY INSURANCE	618	600	625	625	625
197	CLOTHING ALLOWANCE	350	400	350	350	350
Subtotal:		70,546	71,500	74,875	74,225	76,545
Operating expenditures:						
239	HAZARD COMM/CPR/AED	0	500	450	450	450
245	TELEPHONE	1,002	800	1,100	1,100	1,100
262	EQUIPMENT MAINTENANCE	0	0	0	4,600	4,600
283	TRAINING AND TRAVEL	2,582	2,500	1,500	1,500	1,500
299	JANITORIAL CONTRACT	0	0	0	5,950	5,950
319	OFFICE SUPPLIES	0	300	200	100	100
324	WELLNESS CTR OPERATIONS	8,664	10,000	8,955	1,500	1,500
329	SAFETY SUPPLIES	226	500	400	300	300
331	GASOLINE EXPENSE	282	300	300	200	200
343	TML DRIVER SAFETY GRANT	9,080	5,000	5,000	5,000	5,000
344	TML SAFETY GRANT	2,765	2,000	4,000	2,000	2,000
512	INS-VEHICLES	223	300	350	350	350
513	INS-GENERAL LIABILITY	225	300	300	300	300
514	WORKER'S COMPENSATION	0	200	0	0	0
515	INS-PROFESSIONAL LIABILITY	0	300	0	0	0
599	MISCELLANEOUS EXPENSE	547	500	200	200	200
799	INCENTIVE PROGRAM	5,000	5,000	5,000	4,275	4,275
Subtotal:		30,596	28,500	27,755	27,825	27,825
TOTAL	DEPARTMENT 44190	101,142	100,000	102,630	102,050	104,370

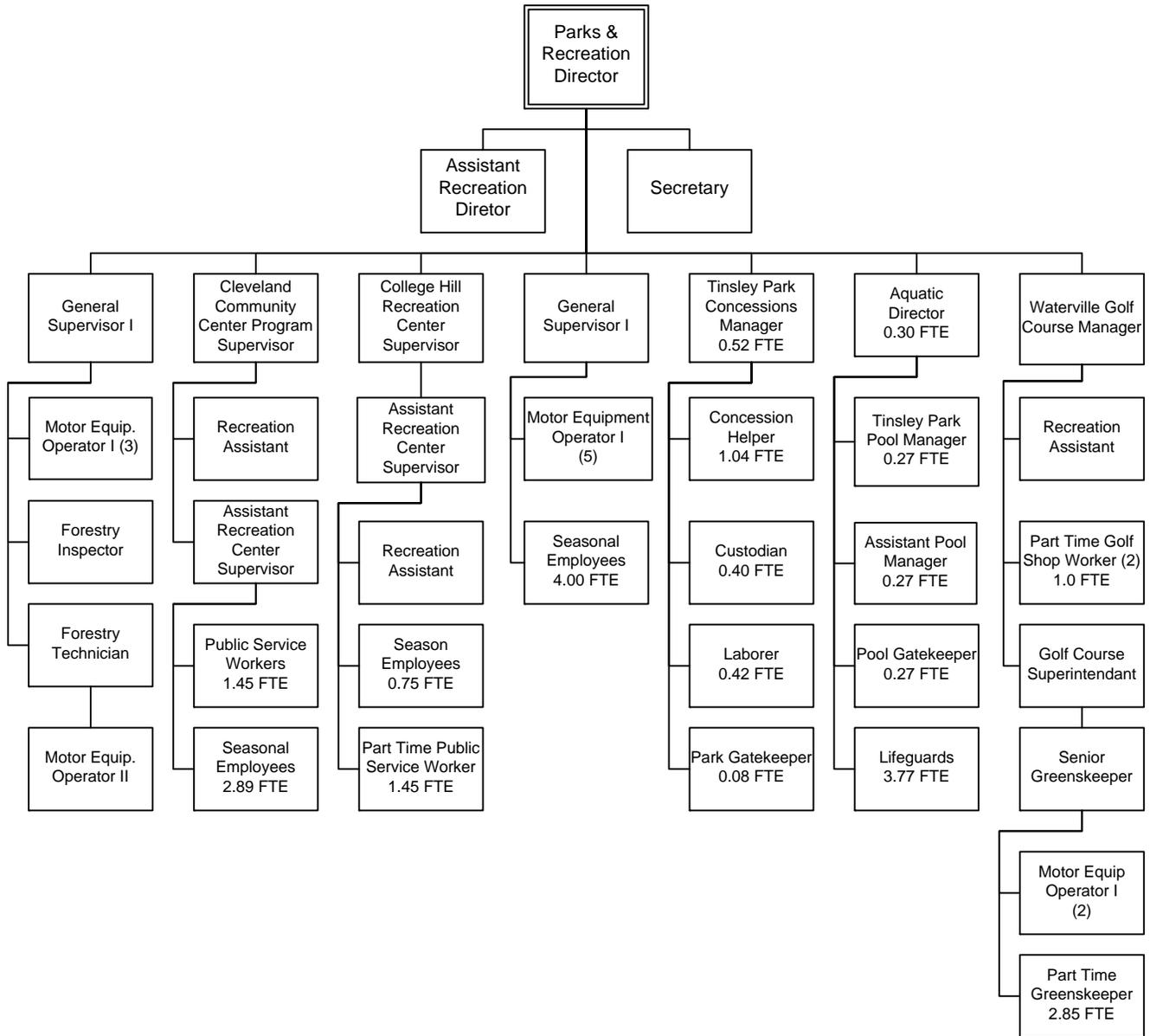
Parks and Recreation



Director Patti Petitt



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 fall of 2013. When the project is complete all the greens will have bermuda instead of bent grass.

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 FY2009 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. In spring 2013 new dugouts with benches were built and new vinyl seat covers were put on the bleachers and the restrooms were renovated.

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 was completed on this project in March 2012. Stuart School has received a commitment from the Cleveland Civitan Club for the replacement of the playground; the new playground project was completed in the spring of 2012.

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. In 2013 Mosby Park will be getting a new pool, the project will be funded with a 50/50 grant match and CDBG funds, 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 was replaced with an addition of a spray park. This project was funded through the Sales Tax Capital Projects Fund and was completed summer 2012. In 2013 the center will be getting a new roof through an energy grant.

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 2012 Actual	FY 2013 Budgeted	FY 2014 Proposed	Percentage Increase
Personnel Expenditures	\$491,871	\$535,350	\$542,775	1.4%
Operating Expenditures	\$189,808	\$182,000	\$177,200	-0.3%
Capital Outlay & Debt Service	\$11,200	\$1,000	\$7,000	6%
Total Expenditures	\$692,879	\$718,350	\$726,975	1.2%

Landscape Maintenance:

EXPENDITURE SUMMARY	FY 2012 Actual	FY 2013 Budgeted	FY 2014 Proposed	Percentage Increase
Personnel Expenditures	\$338,660	\$353,425	\$363,450	2.8%
Operating Expenditures	\$149,005	\$156,456	\$143,900	-8.0%
Capital Outlay & Debt Service	\$1,078	\$1,000	\$7,000	6%
Total Expenditures	\$488,743	\$510,881	\$514,350	0.7%

College Hill Recreation Center:

EXPENDITURE SUMMARY	FY 2012 Actual	FY 2013 Budgeted	FY 2014 Proposed	Percentage Increase
Personnel Expenditures	\$238,758	\$226,800	\$231,700	2.1%
Operating Expenditures	\$133,251	\$148,200	\$145,300	-1.9%
Capital Outlay & Debt Service	\$3,700	\$4,000	\$1,000	-75%
Total Expenditures	\$375,709	\$379,000	\$378,000	-0.3%

Cleveland Community Center:

EXPENDITURE SUMMARY	FY 2012 Actual	FY 2013 Budgeted	FY 2014 Proposed	Percentage Increase
Personnel Expenditures	\$241,171	\$257,100	\$255,850	-0.5%
Operating Expenditures	\$80,449	\$88,850	\$93,000	4.7%
Capital Outlay & Debt Service	\$0	\$11,600	\$600	-94.8%
Total Expenditures	\$321,620	\$357,550	\$349,450	-2.3%

Tinsley Park Operations:

EXPENDITURE SUMMARY	FY 2012 Actual	FY 2013 Budgeted	FY 2014 Proposed	Percentage Increase
Personnel Expenditures	\$99,741	\$127,250	\$131,450	3.3%
Operating Expenditures	\$123,660	\$111,100	\$104,350	-60.8%
Capital Outlay & Debt Service	\$16,222	\$7,500	\$0	-100%
Total Expenditures	\$239,623	\$245,800	\$235,800	-40.7%

Waterville Golf Course:

EXPENDITURE SUMMARY	FY 2012 Actual	FY 2013 Budgeted	FY 2014 Proposed	Percentage Increase
Personnel Expenditures	\$333,470	\$347,400	\$356,175	2.5%
Operating Expenditures	\$122,357	\$145,600	\$145,600	0%
Capital Outlay & Debt Service	\$27,639	\$28,000	\$28,000	0%
Total Expenditures	\$483,466	\$521,000	\$529,775	1.7%

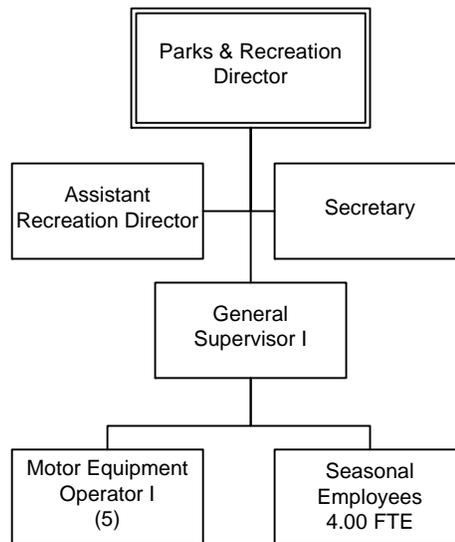
Goals and Objectives:

- Increase recreational opportunities for the entire community.
- Increase basketball participants in the city by 20% in FY2014.
- Provide a quality golf course available to the public at affordable rates.
- Increase the number of rounds of golf played by 5%.
- Implement a Recreation Long-Range Master Plan.
- Continue to implement the Master Plan for College Hill Community Center.
- Continue improvement of the skateboard park.
- Implement Phases II and III of Roadscapes Project on 25th Street.
- Continue to be recognized as a Tree City.
- Increase Cleveland’s green footprint by planting 5% more trees annually.
- Identify trees and place signage for various species living along the greenway.

Performance Measures:

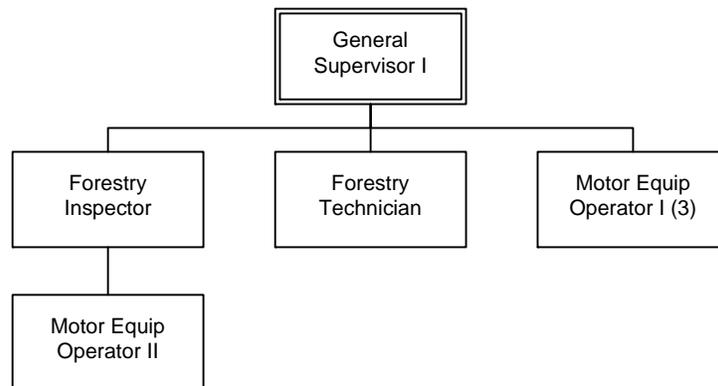
Measure Description	FY2011 (Actual)	FY2012 (Actual)	FY2013 (Estimated)	FY2014 (Projected)
# of Softball League Participants	1,600	1,620	1,650	1,700
# of Basketball League Participants	250	260	275	300
# of Soccer League Participants	950	975	1000	1050
# of Football League Participants	250	260	275	300
# of Aqua Tigers Participants	115	130	140	150
# Mosby Park Water Dogs	100	115	120	130
# of Sports for Youth Participants	600	650	700	750
# of Softball Tournaments	15	15	20	20
# Acres of Parks and Recreation Facilities	191	191	191	191
Number of Golf Rounds Played	5,000	6000	7,000	8,000
Dollars per Golf Round	\$13.00	\$13.00	\$13.00	\$13.00
CSGC Memberships	119	89	150	200
Sr/Jr	36	34	48	68
Single	46	36	61	81
Family	37	19	41	51
# of Trees Trimmed Annually	915	915	1,000	1,100
# Trees Trimmed per employee	305	305	333	366
# of Trees Planted Annually	345	345	400	420

Parks & Recreation Administration & Maintenance Division



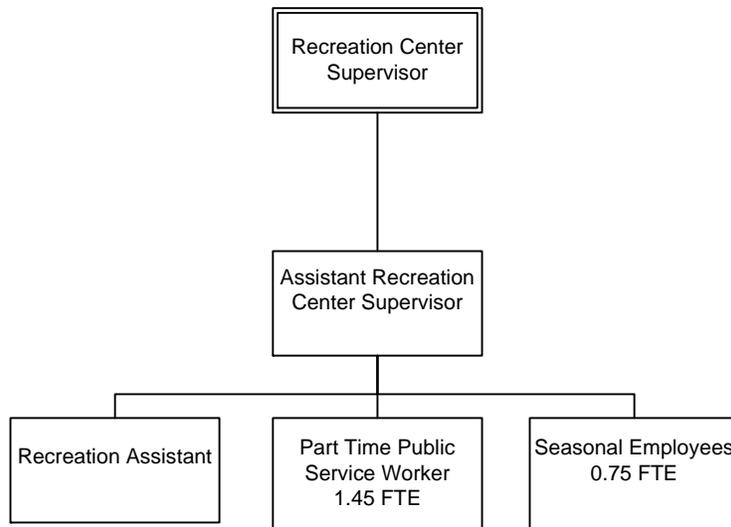
	FUND 110-GENERAL FUND		DEPT-44420- PARKS & RECREATION			
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
Personnel and fringe benefits:						
111	SALARIES	318,876	327,000	327,000	329,100	340,600
112	OVERTIME	2,046	3,500	3,500	3,500	3,500
114	PART TIME WAGES	2,784	20,000	20,000	20,000	20,000
131	SERVICE AWARDS	250	400	400	250	250
132	LONGEVITY	3,100	3,800	3,600	3,800	3,800
133	SOLD VACATION	1,989	2,600	2,600	2,600	2,600
134	CHRISTMAS BONUS	6,677	1,000	4,250	1,000	100
135	COLLEGE PAY	125	200	200	125	125
140	DENTAL INSURANCE	3,912	4,000	4,000	4,000	4,000
141	SOCIAL SECURITY TAXES	24,010	28,000	28,000	27,569	28,500
142	HEALTH INSURANCE EXP	67,036	79,600	79,600	75,300	75,300
143	RETIREMENT EXP	55,897	56,000	56,000	56,570	58,300
144	LIFE/DISABILITY INSURANCE	2,697	4,300	4,300	4,300	4,300
147	UNEMPLOYMENT COMP	0	1,500	500	0	0
149	WORKER'S COMP CLAIMS	2,000	900	900	900	900
191	LAUNDRY & DRY CLEANING	472	500	500	500	500
Subtotal:		491,871	533,300	535,350	529,514	542,775
Operating expenditures:						
211	POSTAGE EXPENSE	70	200	200	200	200
233	MEMBERSHIP	765	600	600	700	700
237	ADVERTISING	385	300	300	300	300
241	UTILITIES	6,795	8,900	8,900	9,400	9,400
245	TELEPHONE EXPENSE	9,369	9,000	9,000	9,000	9,000
261	VEHICLE MAINTENANCE	52,775	45,000	48,000	44,000	44,000
262	EQUIPMENT REPAIRS	4,294	5,500	5,500	5,500	5,500
265	GROUNDS MAINT EXPENSE	31,234	23,000	23,000	23,000	23,000
267	FLETCHER BLDG EXP	11,293	9,000	9,000	9,000	9,000
282	CAR ALLOWANCE	4,200	4,200	4,200	4,200	4,200
283	TRAINING/TRAVEL EXP	4,651	3,000	4,500	4,500	4,500
319	OFFICE EXPENSE	1,047	1,300	1,300	1,300	1,300
326	UNIFORM EXPENSE	2,402	3,500	3,500	3,500	3,500
331	GASOLINE EXPENSE	42,463	34,100	37,500	40,000	40,000
511	INS-BLDGS & CONTENTS	3,355	3,400	3,800	4,000	4,000
512	INS-VEHICLES & EQUIP	4,084	4,100	4,800	5,100	5,100
513	INS-GENERAL LIABILITY	3,229	3,300	4,500	4,800	4,800
514	WORKER'S COMPENSATION	4,204	9,300	5,400	5,700	5,700
599	MISCELLANEOUS EXP	569	500	500	500	500
731	OLD TIMERS BANQUET	2,624	2,500	2,500	2,500	2,500
732	GREENWAY PUBLIC ARTS COMM	0	0	5,000	0	0
Subtotal:		189,808	170,700	182,000	177,200	177,200
Capital expenditures and debt service:						
948	EQUIPMENT LEASE-MOWERS	0	0	0	6,000	6,000
949	SMALL EQUIPMENT	1,200	1,000	1,000	1,000	1,000
950	PLAYGROUND	10,000	0	0	0	0
Subtotal:		11,200	1,000	1,000	7,000	7,000
TOTAL	DEPARTMENT 44420	692,879	705,000	718,350	713,714	726,975

Parks & Recreation Landscape Maintenance



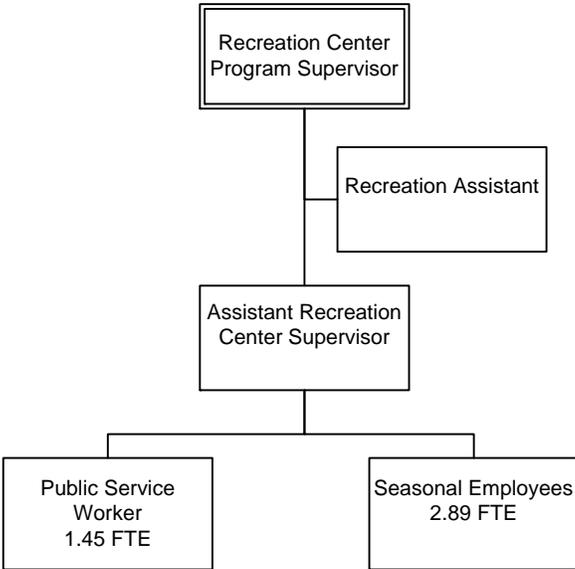
	FUND 110-GENERAL FUND	DEPT-43140 - PARKS & RECREATION				
				LANDSCAPE MAINTENANCE		
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
Personnel and fringe benefits:						
111	SALARIES	222,147	226,000	226,000	227,800	235,800
112	OVERTIME	899	900	900	900	900
114	PART-TIME	2,496	0	0	0	0
131	SERVICE AWARDS	100	100	175	0	0
132	LONGEVITY	3,050	3,600	3,700	4,000	4,000
133	SOLD VACATIONS	539	1,900	1,900	1,900	1,900
134	CHRISTMAS BONUS	5,194	800	4,250	800	800
140	DENTAL INSURANCE	2,554	3,000	3,000	3,000	3,000
141	SOCIAL SECURITY EXPENSE	16,708	17,500	17,500	18,100	18,600
142	HEALTH INSURANCE EXP	43,122	53,800	53,800	53,800	53,800
143	RETIREMENT EXP	37,945	38,000	38,000	39,200	40,450
144	LIFE AND DISABILITY INSUR.	3,906	3,600	3,600	3,600	3,600
149	WORKER'S COMP CLAIMS	0	500	500	500	500
192	PRE-EMPLOYMENT TESTING	0	100	100	100	100
Subtotal:		338,660	349,800	353,425	353,700	363,450
Operating expenditures:						
211	POSTAGE EXPENSE	31	100	100	100	100
221	PRINTING EXPENSE	0	400	400	400	400
233	SUBSCRIPTIONS & MEMBERSHIPS	750	1,500	1,500	1,500	1,500
237	ADVERTISING	0	200	200	200	200
241	UTILITIES	2,684	3,100	3,100	3,300	3,300
245	TELEPHONE/PAGER EXPENSE	4,250	4,600	4,600	4,600	4,600
261	VEHICLE MAINTENANCE	60,377	60,000	60,000	60,000	60,000
262	EQUIPMENT REPAIRS	15	1,800	1,800	1,800	1,800
283	TRAINING & TRAVEL EXP	4,434	2,600	2,600	2,600	2,600
288	WORK SESSIONS/COMP MEALS	28	0	0	0	0
290	CONTRACTED SERVICES	120	300	825	300	300
291	LEE UNIVERSITY MONUMENT EXP	0	0	800	0	0
319	OFFICE EXPENSE	314	800	500	500	500
321	BOTANICAL/OPERATING SUPP	11,804	9,000	11,000	11,000	11,000
326	UNIFORMS & SAFETY SHOES	3,178	3,500	3,500	3,500	3,500
327	TREE EXPENSE	10,627	7,500	7,500	7,500	7,500
329	DONATION-MEMORIAL TREE	10,908	0	12,631	0	0
331	GASOLINE EXPENSE	26,824	29,000	29,000	29,000	29,000
511	INSUR-BUILDING & CONTENTS	0	2,300	0	0	0
512	INSUR-VEHICLE/EQUIPMENT	4,458	6,400	5,400	5,700	5,700
513	INSUR-GENERAL LIABILITY	2,285	1,500	3,200	3,400	3,400
514	WORKER'S COMPENSATION	5,412	9,600	7,600	8,000	8,000
599	MISCELLANEOUS EXP	506	200	200	500	500
Subtotal:		149,005	144,400	156,456	143,900	143,900
Capital outlay and debt service:						
948	EQUIPMENT LEASE-MOWERS	0	0	0	6,000	6,000
949	SMALL EQUIPMENT	1,078	800	1,000	1,000	1,000
Subtotal:		1,078	800	1,000	7,000	7,000
TOTAL	DEPARTMENT 43140	488,743	495,000	510,881	504,600	514,350

College Hill Recreation Center



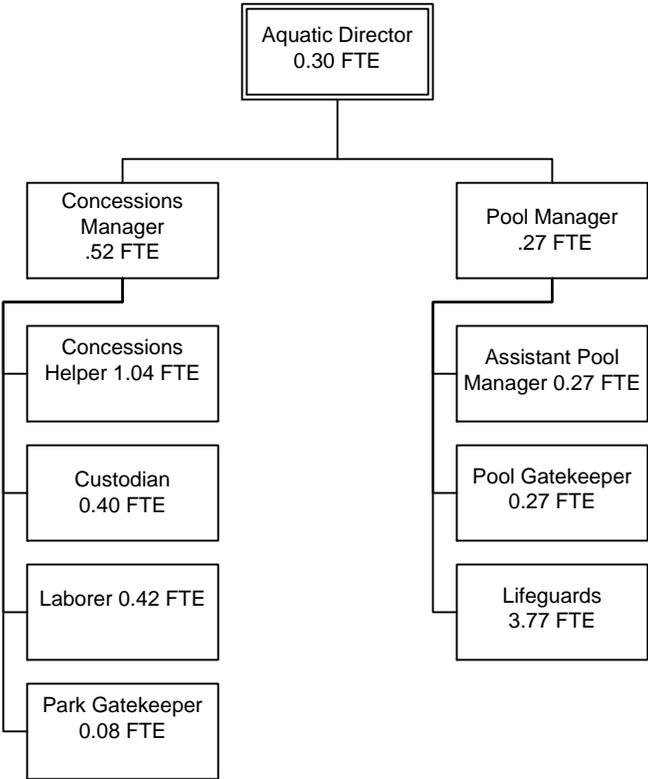
	FUND 110-GENERAL FUND		DEPT-44410- COLLEGE HILL RECREATION CENTER			
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
Personnel and fringe benefits:						
111	SALARIES	98,660	101,000	101,000	101,000	104,600
111	PROGRAM MANAGER	0	0	0	47,355	0
112	OVERTIME WAGES	4,573	1,000	5,000	5,000	5,000
114	PART TIME WAGES	75,298	60,000	60,000	60,000	60,000
131	SERVICE AWARDS	0	0	0	150	150
132	LONGEVITY	2,150	2,300	2,300	2,450	2,450
133	SOLD VACATION	1,394	2,000	2,000	2,000	2,000
134	CHRISTMAS BONUS	2,226	400	1,600	400	400
140	DENTAL INSURANCE	661	1,200	1,200	1,200	1,200
141	SOCIAL SECURITY TAXES	13,532	12,600	12,600	12,800	13,400
142	HEALTH INSURANCE EXP	18,197	21,600	21,600	21,600	21,600
143	RETIREMENT EXP	18,045	18,000	18,000	18,000	19,000
144	LIFE/DISABILITY INSURANCE	1,254	1,300	1,300	1,300	1,300
147	UNEMPLOYMENT COMP	2,768	500	0	0	0
148	EDUCATION REIMBURSEMENT	0	400	0	400	400
149	WORKER'S COMP CLAIMS	0	200	200	200	200
Subtotal:		238,758	222,500	226,800	273,855	231,700
Operating expenditures:						
241	UTILITIES	41,934	54,700	48,000	50,000	50,000
245	TELEPHONE EXP	6,082	5,500	5,500	5,500	5,500
266	PARK & BLDG MAINTENANCE	19,184	20,700	20,700	20,700	20,700
289	TEAM COMPETITION/TRIPS	1,794	2,600	2,600	2,600	2,600
319	OFFICE EXPENSE	2,327	1,600	1,600	1,600	1,600
324	JANITORIAL SUPPLIES	3,799	3,000	3,500	3,500	3,500
325	CONCESSION SUPPLIES	6,200	3,500	3,500	3,500	3,500
331	GASOLINE EXPENSE	62	400	400	400	400
391	POOL EXPENSE	8,337	4,600	9,000	7,500	7,500
392	ATHLETIC SUPPLIES	1,277	3,000	3,000	3,000	3,000
399	PROGRAM DEVELOPMENT	1,348	6,000	6,000	6,000	6,000
511	INS-BLDGS & CONTENTS	4,048	4,300	4,500	4,800	4,800
513	INS-GENERAL LIABILITY	1,663	1,700	2,400	2,600	2,600
514	WORKER'S COMPENSATION	3,621	4,600	4,800	4,800	4,800
596	FOOTBALL FUNDRAISER-DON	0	0	900	0	0
597	CHEERLEADING PROGRAM	1,309	0	1,000	0	0
598	PROGRAM EXPENSE	7,251	5,000	1,000	6,000	6,000
599	MISCELLANEOUS	2,263	500	6,000	500	500
721	BCCSA ACTIVITIES	15,000	15,000	15,000	15,000	15,000
777	TEAM EXPENSE - DONATIONS	955	1,500	1,500	0	0
783	YOUTH ACHIEVEMENT PROG	3,016	5,300	5,300	5,300	5,300
784	WATER DOGS	1,781	2,000	2,000	2,000	2,000
Subtotal:		133,251	145,500	148,200	145,300	145,300
Capital outlay and expenditures:						
949	SMALL EQUIPMENT	3,700	0	4,000	1,000	1,000
Subtotal:		3,700	0	4,000	1,000	1,000
TOTAL	DEPARTMENT 44410	375,709	368,000	379,000	420,155	378,000

Cleveland Community Center



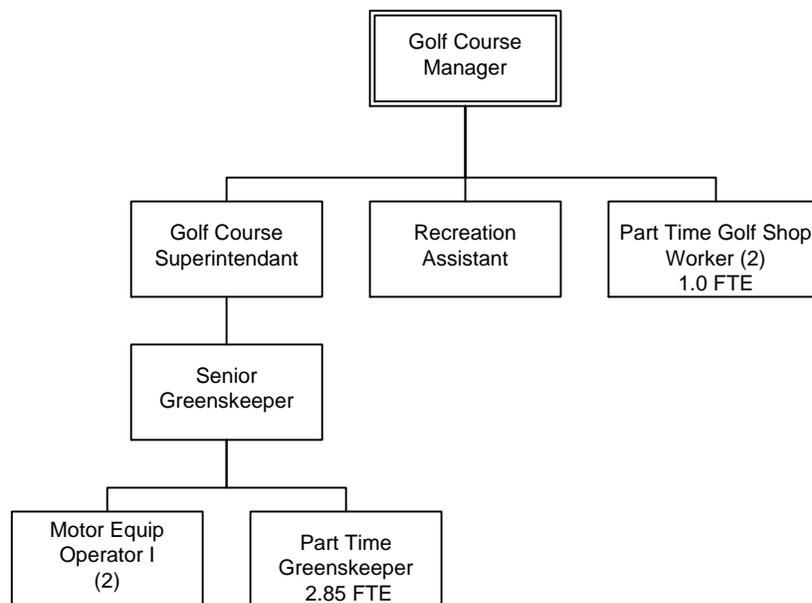
	FUND 110-GENERAL FUND		DEPT-44430- CLEVELAND COMMUNITY CENTER			
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
Personnel and fringe benefits:						
111	SALARIES	136,120	140,000	140,000	138,500	143,400
112	OVERTIME	4	0	0	0	0
114	PART TIME	33,070	40,000	40,000	40,000	40,000
131	SERVICE AWARDS	250	200	200	0	0
132	LONGEVITY	4,150	4,400	4,400	5,400	5,400
133	SOLD VACATION	1,610	1,600	1,650	1,650	1,650
134	CHRISTMAS BONUS	2,968	500	2,150	500	500
140	DENTAL INSURANCE	951	1,400	1,400	1,300	1,300
141	SOCIAL SECURITY TAXES	12,947	13,700	13,700	14,300	14,600
142	HEALTH INSURANCE EXP	23,315	27,500	27,500	22,000	22,000
143	RETIREMENT EXPENSE	24,148	24,000	24,000	24,300	25,100
144	LIFE/DISABILITY INSURANCE	1,638	1,700	1,700	1,800	1,800
149	WORKER'S COMP CLAIMS	0	100	400	100	100
Subtotal:		241,171	255,100	257,100	249,850	255,850
Operating expenditures:						
237	ADVERTISING	0	0	200	0	0
241	UTILITIES	31,476	40,000	40,000	42,000	42,000
245	TELEPHONE EXPENSE	4,942	4,000	5,000	5,000	5,000
261	VEHICLE EXPENSE	477	500	500	500	500
266	BUILDING MAINTENANCE	8,506	7,500	7,500	9,500	9,500
289	TEAM TRIPS/COMPETITIONS	375	1,500	1,350	1,500	1,500
319	OFFICE EXPENSE	311	700	700	700	700
324	JANITORIAL SUPPLIES	2,614	2,000	3,500	3,500	3,500
391	POOL EXPENSE	7,384	4,400	7,500	7,500	7,500
392	ATHLETIC SUPPLIES	1,142	1,500	1,500	1,500	1,500
399	CRAFT SUPPLIES	0	500	500	500	500
511	INS-BLDGS & CONTENTS	2,577	3,000	3,300	3,300	3,300
513	INS-GENERAL LIABILITY	1,587	1,600	2,200	2,200	2,200
514	WORKER'S COMPENSATION	1,629	3,700	2,300	2,500	2,500
546	CONT SVCS-FLOOR MAINT	1,535	2,000	2,000	2,000	2,000
547	CONT SVCS-SECURITY	1,164	1,200	1,600	1,600	1,600
548	ARCHITECT POOL EXPENSE	9,217	0	0	0	0
599	MISCELLANEOUS EXP	551	500	500	500	500
784	AQUA TIGERS	756	2,000	2,000	2,000	2,000
785	JUNIOR PRO BASKETBALL	3,066	3,000	3,000	3,000	3,000
786	CARDINAL ACCOUNT	1,140	3,700	3,700	3,700	3,700
Subtotal:		80,449	83,300	88,850	93,000	93,000
Capital outlay and debt service:						
941	SMALL EQUIPMENT	0	600	3,600	600	600
942	HVAC UNIT	0	0	8,000	0	0
Subtotal:		0	600	11,600	600	600
TOTAL	DEPARTMENT 44430	321,620	339,000	357,550	343,450	349,450

Tinsley Park



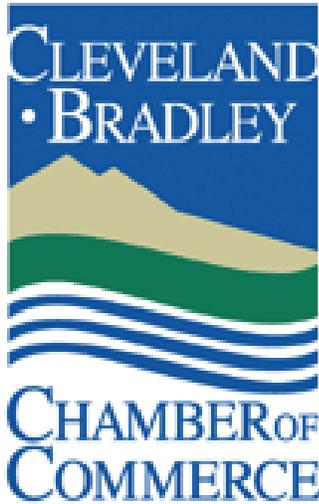
	FUND 110-GENERAL FUND		DEPT-44700- TINSLEY PARK				
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET	
Personnel and fringe benefits:							
111	SALARIES	92,775	115,700	115,700	115,700	119,750	
112	OVERTIME	80	2,500	2,500	2,500	2,500	
141	SOCIAL SECURITY EXPENSE	6,886	9,000	9,000	9,100	9,200	
Subtotal:		99,741	127,200	127,200	127,300	131,450	
Operating expenditures:							
241	UTILITIES	30,838	35,000	35,000	36,750	36,750	
245	TELEPHONE EXPENSE	775	1,000	1,500	1,300	1,300	
265	MAINTENANCE/REPAIRS	34,049	10,000	17,000	10,000	10,000	
283	LIFEGUARD TRAINING	0	0	1,000	1,000	1,000	
324	JANITORIAL SUPPLIES	2,464	3,000	3,000	3,000	3,000	
325	TOURNAMENT EXPENSE	7,175	6,000	6,000	6,000	6,000	
391	POOL EXPENSE	21,439	17,000	16,500	17,000	17,000	
393	CONCESSION SUPPLIES	22,067	16,500	22,000	22,000	22,000	
511	INS-BLDGS & CONTENTS	2,184	2,500	2,800	2,800	2,800	
513	INS-GENERAL LIABILITY	1,088	1,000	1,500	1,500	1,500	
514	WORKER'S COMPENSATION	1,581	4,800	4,800	3,000	3,000	
Subtotal:		123,660	96,800	111,100	104,350	104,350	
Capital outlay and debt service:							
949	EQUIPMENT	4,222	0	7,500	0	0	
950	PLAYGROUND	12,000	0	0	0	0	
Subtotal:		16,222	0	7,500	0	0	
TOTAL	DEPARTMENT 44700	239,623	224,000	245,800	231,650	235,800	

Waterville Golf Course



	FUND 110-GENERAL FUND	DEPT-44800-WATERVILLE GOLF COURSE				
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
Personnel and fringe benefits:						
111	SALARIES	177,402	180,000	180,000	185,700	192,200
112	OVERTIME	7,097	6,000	6,200	6,000	6,000
114	PART TIME	41,860	43,000	43,000	43,000	43,000
131	SERVICE AWARDS	200	300	300	175	175
132	LONGEVITY	2,200	2,700	2,700	3,000	300
133	SOLD VACATION	2,412	2,500	2,500	2,500	2,500
134	CHRISTMAS BONUS	4,451	700	3,200	700	700
140	DENTAL INSURANCE	2,263	2,800	2,800	2,800	2,800
141	SOCIAL SECURITY TAXES	16,527	17,900	17,900	18,390	18,900
142	HEALTH INSURANCE EXP	44,347	53,100	53,100	53,100	53,100
143	RETIREMENT EXPENSE	32,176	33,000	33,000	32,920	34,000
144	LIFE/DISABILITY INSURANCE	2,535	2,600	2,600	2,400	2,400
149	WORKER'S COMP CLAIMS	0	100	100	100	100
Subtotal:		333,470	344,700	347,400	350,785	356,175
Operating expenditures:						
233	SUBSC. & MEMBERSHIPS	440	1,000	1,000	500	500
237	ADVERTISING/MKTG EXP	695	1,800	1,800	1,800	1,800
241	UTILITIES	23,686	26,000	26,000	27,300	27,300
245	TELEPHONE EXPENSE	11,490	10,200	10,200	9,200	9,200
261	VEHICLE MAINTENANCE	579	1,500	1,500	1,300	1,300
262	EQUIP PARTS & MAINT	12,405	19,000	19,000	19,000	19,000
265	SOD/SEED & COURSE MAINT	8,842	8,000	12,000	8,000	8,000
266	BUILDING MAINTENANCE	3,751	2,000	7,000	7,000	7,000
283	TRAVEL/TRAINING EXPENSE	0	900	100	900	900
290	CREDIT CARD FEES	1,749	3,500	3,500	3,500	3,500
298	CONT SVCS-PEST CONTROL	193	300	300	300	300
319	OFFICE EXPENSE	753	700	600	700	700
324	JANITORIAL EXPENSE	1,140	1,500	1,500	1,500	1,500
326	UNIFORM EXPENSE	797	2,700	3,000	3,000	3,000
329	GOLF COURSE ACCESSORIES	218	1,000	1,000	1,000	1,000
334	TIRES, TUBES, ETC	0	900	400	900	900
339	IRRIGATION & DRAINAGE SUPP	1,235	2,000	2,000	2,000	2,000
392	PRO SHOP EXPENSE	1,254	9,000	4,000	7,000	7,000
393	CONCESSION SUPPLIES	20,330	17,000	17,000	17,000	17,000
394	SMALL SUPPLIES-PENCILS	250	500	500	500	500
453	FERTILIZER & CHEMICALS	20,773	20,000	20,000	20,000	20,000
511	INS-BLDGS & CONTENTS	1,487	1,900	1,900	1,900	1,900
513	INS-GENERAL LIABILITY	2,444	2,500	2,500	2,500	2,500
514	WORKER'S COMPENSATION	4,629	8,200	5,600	5,600	5,600
547	CONT SVCS-SECURITY	2,621	2,700	2,700	2,700	2,700
599	MISCELLANEOUS	596	500	500	500	500
Subtotal:		122,357	145,300	145,600	145,600	145,600
Capital outlay and debt service:						
949	EQUIPMENT LEASE CARTS	27,639	28,000	28,000	28,000	28,000
Subtotal:		27,639	28,000	28,000	28,000	28,000
	TOTAL EXPENDITURES	483,466	518,000	521,000	524,385	529,775

Grants and Other Agencies



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		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
Operating expenditures:						
General government:						
700	JOINTLY FUNDED	0	18,100	9,690	14,664	4,100
701	CLEVE/BRAD REG MUSEUM	43,000	42,300	42,300	42,300	42,300
702	MTAS - BENCHMARKING	7,000	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%)	59,441	53,900	53,900	53,900	59,400
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	1,000	1,000	1,000	1,000	1,000
712	SETHRA-TRANSIT	135,000	135,000	135,000	135,000	135,000
	Total General government	372,000	380,700	372,290	377,264	372,200
Public safety:						
713	CLEVE/BRAD COMM CTR (49.5%)	450,000	450,000	450,000	592,000	450,000
714	EMERGENCY MGMT (20%)	72,373	87,300	87,300	87,300	87,300
716	SETDD LEGAL FEES	0	0	1,000	1,000	1,000
	Total Public Safety	522,373	537,300	538,300	680,300	538,300
Health & welfare:						
717	VETERANS AFFAIRS (20%)	22,572	22,100	22,100	22,100	22,600
718	BEHAVIORAL RESEARCH	2,000	2,000	2,000	2,000	2,000
719	LT RECOVERY PERMIT FEES	0	0	2,000	0	0
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
722	SENIOR CTR PAVING LOT	5,400	0	0	0	0
	Total Health & welfare	130,478	124,700	126,700	124,700	125,200
Parks & recreation:						
726	AQUA TIGER EQUIPMENT	2,000	2,000	2,000	2,000	2,000
727	BOYS AND GIRLS CLUB	0	0	0	0	14,000
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	39,500
Education:						
735	VOCATIONAL SCHOOL (20%)	19,715	19,800	22,236	22,236	22,236
	Total Education	19,715	19,800	22,236	22,236	22,236
TOTAL DEPARTMENT 51500		1,070,066	1,088,000	1,085,026	1,230,000	1,097,436

Transfers to Other Funds



The General Fund transfers funds to the Library Fund 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 FY2012, the latest state statistics available, Bradley County spent \$7,889 per student for total operating costs of the Bradley County School System (BCSS). The State average was \$9,123, which means the BCSS was \$1,234, or 14% below the State average. In FY2012 Cleveland City Schools spent \$9,079 per pupil on operating costs. This is \$1,190 more than the BCSS, or 15% and 0.4% less than the State average. The bulk of this additional operating money comes from the city. This supplement for FY2014 remains the same as FY2013 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 FY2014 is \$2,409,300. The transfer to the Debt Service Fund for the city is \$2,014,400.

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 \$608,100.

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 \$205,000 to the city's Storm Water Fund. In addition, the city will transfer \$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 \$11,975,700 in FY2014 to these other funds.

	FUND 110-GENERAL FUND		DEPT-51600- TRANSFERS TO OTHER FUNDS			
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
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	1,016,700	1,315,700	1,315,700	2,014,400	1,930,400
763	TRANSFER TO LIBRARY FUND	567,943	568,000	568,000	608,100	608,100
764	TRANS-SOLID WASTE MGMT	1,226,000	1,226,000	1,226,000	1,226,000	1,226,000
766	TRANSFER TO CIP	1,149,000	0	631,500	152,000	152,000
767	TRANSFER TO AIRPORT FUND	34,000	150,000	426,200	0	0
768	TRANS-DEBT SVC-FIRE	258,500	260,300	260,300	269,900	269,900
769	TRANS-DEBT SVC-SCHOOLS	2,399,700	2,404,000	2,404,000	2,409,300	2,409,300
773	TRANSFER TO STORMWATER	199,000	202,000	202,000	205,000	205,000
776	TRANSFER TO MPO FUND	32,300	40,000	40,000	40,000	40,000
782	TRANSFER TO CDBG	10,000	15,000	17,000	15,000	15,000
783	TRANSFER TO LITTER GRANT FUND	0	0	4,000	0	0
TOTAL	DEPARTMENT 51600	12,013,143	11,301,000	12,214,700	12,059,700	11,975,700
	GRAND TOTAL EXPENSES	38,152,025	38,169,000	39,207,986	41,747,127	40,672,566

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 from the United States Department of Justice 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.

THDA Neighborhood Stabilization Program: This fund is used to account for the proceeds from the Tennessee Housing Development Agency (THDA) allocation from the U.S. Department of Housing and Urban Development for the Neighborhood Stabilization Program.

Recycling Grant: This fund is used to account for the “Clean and Green Cleveland” program. It is funded by the TDOT Department of Beautification’s Special Litter Project.

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, THDA Neighborhood Stabilization Program, Metropolitan Planning Organization Fund, Byrne Memorial Grant Funds, the Department of Justice Asset Forfeiture Fund, Cops Hiring Recovery Grant, Justice Assistance Grant-ARRA, Targeted Crime Reduction Grant, and the Recycling Grant Fund.

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 78% 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 6.9% 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 14.4% 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, \$608,100 to support the Cleveland Public Library, \$205,000 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

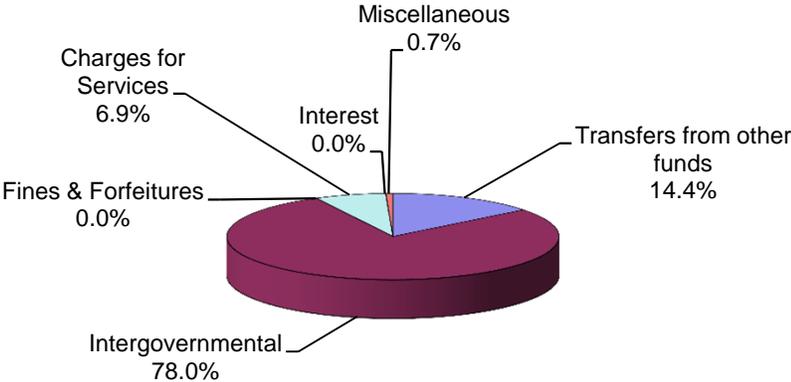
More than 84%, or \$42.6 million, of the \$50.4 million in total expenditures and other financing uses of the Special Revenue Funds is spent on education. Almost nine percent is spent on public works including projects and programs within the State Street Aid Fund, Solid Waste Management Fund and the 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.

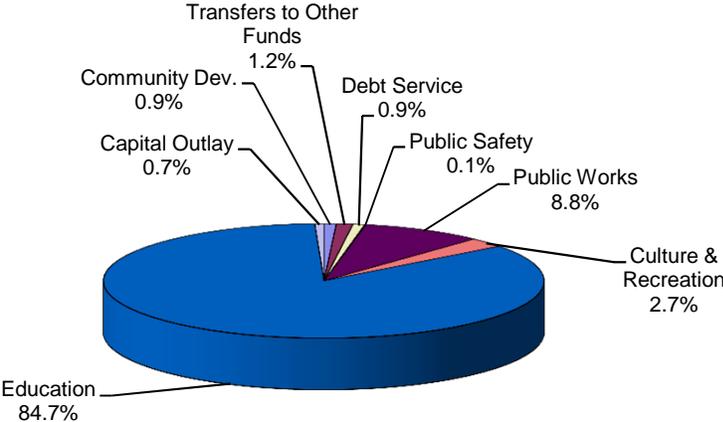
Special Revenue Funds Budget Summary

	FY2012 ACTUAL BUDGET	FY2013 ORIGINAL BUDGET	FY2013 AMENDED BUDGETED	FY2014 PROPOSED BUDGET	% OF TOTAL BUDGET
<i>Revenues and Other</i>					
<i>Financial Resources</i>					
Intergovernmental Revenues	\$41,046,848	\$38,045,657	\$38,662,829	\$39,234,780	78.0%
Licenses & Permits	\$0	\$0	\$13,000	\$0	0.0%
Charges for Services	\$3,421,316	\$3,543,631	\$3,400,231	\$3,472,731	6.9%
Fines and Forfeitures	\$17,969	\$40,000	\$15,000	\$15,000	0.0%
Interest (Investment) Income	\$11,082	\$6,250	\$8,000	\$7,700	0.0%
Miscellaneous Revenues	\$308,668	\$339,453	\$446,054	\$348,570	0.7%
Transfer from Other Funds	\$7,158,360	\$7,185,200	\$7,190,000	\$7,227,100	14.4%
Capital Lease	\$354,870	\$0	\$0	\$0	0.0%
<i>Total Revenues and Other</i>					
<i>Financial Resources</i>	\$52,319,113	\$49,160,191	\$49,735,114	\$50,305,881	100.0%
<i>Expenditures and Other</i>					
<i>Financing Uses</i>					
Community Development	\$335,756	\$447,500	\$559,456	\$449,600	0.9%
Public Safety	\$614,583	\$595,800	\$639,491	\$41,000	0.1%
Public Works	\$4,291,190	\$4,408,100	\$4,583,325	\$4,485,550	8.9%
Health and Welfare	\$0	\$0	\$0	\$0	0.0%
Culture and Recreation	\$1,235,438	\$1,281,200	\$1,310,100	\$1,361,400	2.7%
Education	\$43,685,843	\$41,231,645	\$41,507,662	\$42,689,398	84.7%
Capital Outlay	\$660,818	\$210,000	\$357,774	\$337,536	0.7%
Debt Service Principal	\$174,279	\$0	\$263,360	\$270,244	0.5%
Debt Service Interest & Other	\$23,226	\$0	\$167,786	\$160,703	0.3%
Transfers to Other Funds	\$880,517	\$1,015,446	\$597,300	\$613,300	1.2%
<i>Total Expenditures and</i>					
<i>Other Financing Uses</i>	\$51,901,650	\$49,189,691	\$49,986,254	\$50,408,731	100.0%
<i>Increase (Decrease) in Fund Balance</i>	\$ 417,463	\$ (29,500)	\$ (251,140)	\$ (102,850)	
<i>Fund Balance at Beginning of FY</i>	\$ 5,115,088	\$ 5,532,551	\$ 5,532,551	\$ 5,281,411	
<i>Fund Balance at End of FY</i>	\$ 5,532,551	\$ 5,503,051	\$ 5,281,411	\$ 5,178,561	

**City of Cleveland Summary of Special Revenue Funds Revenue
and Other Sources - FY 2014**



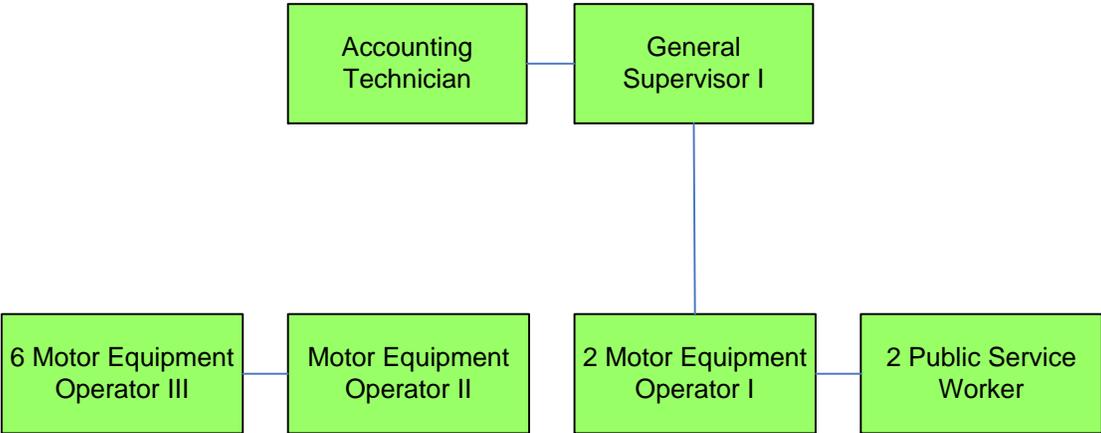
**City of Cleveland Summary of Special Revenue Funds
Expenditures and Other Uses - FY 2014**



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.

The term of the city’s current solid waste contract with Waste Connections will end December 31, 2013. The bidding process for a new contract began in April and the contract will be awarded to the lowest bidder in July, 2013. The Council feels that in order to keep the rates low for both the City and the citizens, it is necessary to rebid rather than extend the current contract.

Residential garbage collection and disposal is provided once per week with curbside pickup. The city pays Waste Connections \$6.90 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 pays Waste Connections \$1.82 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.

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 \$1.61 per cubic yard and commercial recycling customers pay \$1.60 per cubic yard, using monthly utility bills.

The solid waste 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 gives the Public Works Director the authority to require the owner of the commercial housing facility to provide proper containers to hold household

garbage. Both sections of the ordinance included a section with a civil penalty for non-compliance.

Route Collection System – Capital Investment: A knuckleboom loader and leaf machine 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.

Brush collection is provided at each residence twice each month, using city employees and 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.

This fiscal year, the Solid Waste budget was able to fund an additional Public Service Worker (PSW). This position is responsible for carrying out various manual labor tasks. This would include brush pickup, flagging, tile installation, and shoveling asphalt for pothole repair.

EXPENDITURE SUMMARY	FY 2012 Actual	FY 2013 Budgeted	FY 2014 Proposed	Percentage Increase
Personnel Expenditures	\$715,821	\$737,300	\$793,200	7.58%
Operating Expenditures	\$2,625,455	\$2,831,600	\$2,825,200	-0.23%
Capital Outlay & Debt Service	\$195,438	\$205,200	\$20,800	-89.86%
Total Expenditures	\$3,536,714	\$3,774,100	\$3,639,200	8.45%

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.

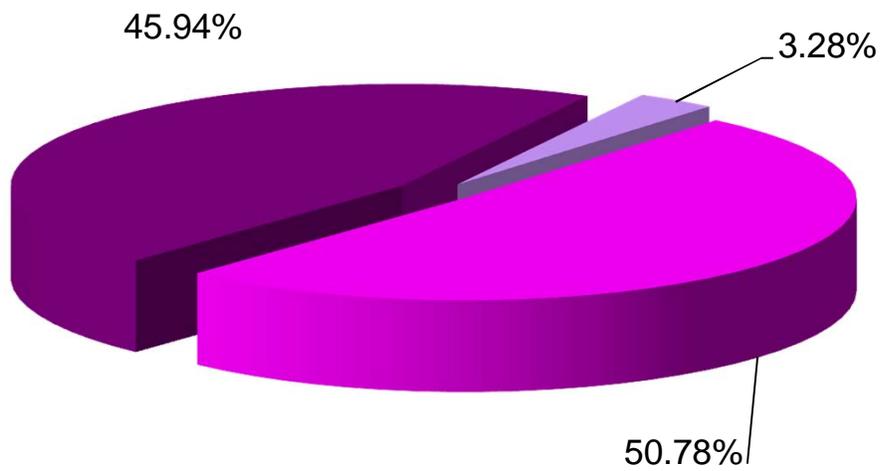
Performance Measures:

Measure Description	FY2011 (Actual)	FY2012 (Actual)	FY2013 (Estimated)	FY2014 (Projected)
Solid Waste Contract:				
Number of residential customers	13,607	13,720	13,807	13,900
Number of commercial customers	981	987	967	976
Total residential tons collected	10,947	11,534	11,951	12,369
Total commercial tons collected	20,514	16,549	17,115	17,679
Number of residential tons collected per 1,000 population	262	273	280	287
Number of residential tons collected per 1,000 collection points – curbside	805	835	865	889
Cost per ton collected – curbside	\$98.04	\$94.82	\$93.97	\$92.48
Cost per collection point – curbside	\$78.88	\$79.71	\$81.34	\$82.85
Cost to the city per residential unit	\$6.64	\$6.77	\$6.90	\$6.90
Cost to the city per cubic yard for commercial collection	\$1.76	\$1.80	\$1.82	\$1.82
Cost to the city for commercial recycling	\$1.47	\$1.58	\$1.61	\$1.61
Number of lost days due to inclement weather	0	0	0	0
% of CPI increase and gas index on contracts	+1.79%	+5.00%	+2.49%	0%
Brush Chipping:				
Number of days chipped	74	48	75	65
Number of hours chipped	426	322	500	415
Number of tons chipped (collection by PW)	8523	6446	9500	8155
Average number of hours of run time per day	5.75	6.70	6.67	6.38
Chipping cost per hour	\$325	\$325	\$335	\$345
Public Works Route System:				
Number of days loose leaves were collected	58	51	39	50
Number of tons of loose leaves collected	2,082	903	1,632	1,500
Landfill tonnage from route collections	5,260	5,549	5,600	5,500
Number of delayed route collection days	53	38	30	20

Solid Waste Management

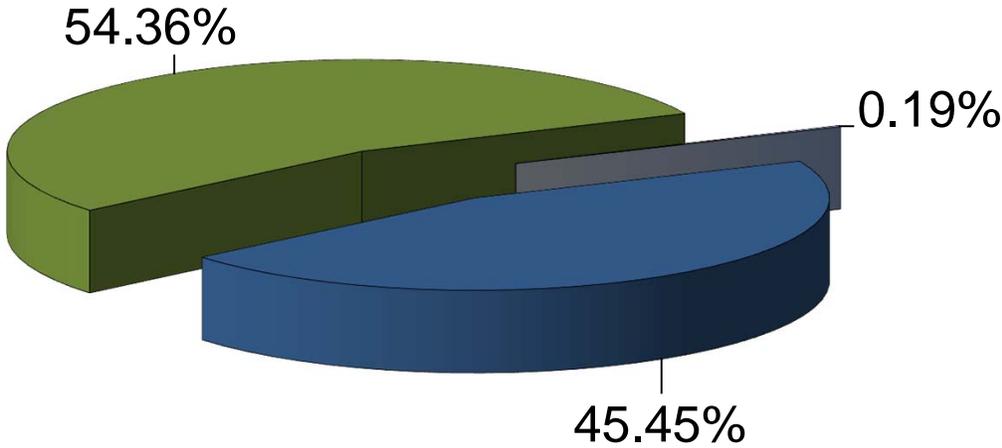
2013-14 Service Contract

\$2,252,700



■ Residential Standard	\$1,143,900
■ Commercial Standard	\$1,034,900
■ Commercial Recycle	\$73,900

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



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

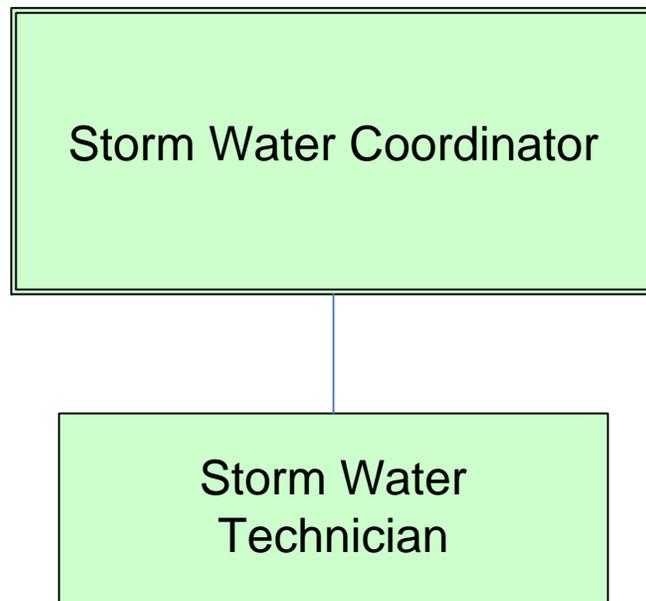
CITY OF CLEVELAND						
FUND #121 - SOLID WASTE MANAGEMENT						
REVENUES						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
34412	COMMERCIAL GARBAGE	974,171	1,000,000	965,000	965,000	965,000
34413	RESIDENTIAL GARBAGE	1,400,680	1,410,000	1,410,000	1,420,000	1,420,000
36110	INTEREST INCOME	1,860	1,000	1,000	1,000	1,000
36810	TRANS FROM GENERAL FUND	1,226,000	1,226,000	1,226,000	1,226,000	1,226,000
36984	TML-WORK COMP SALARY REIMB.	1,350	0	0	0	0
	TOTAL REVENUES	3,604,061	3,637,000	3,602,000	3,612,000	3,612,000
EXPENDITURES						
DEPARTMENT #43210						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
Personnel and fringe benefits:						
111	SALARIES	465,146	481,000	477,500	480,800	519,200
111	SALARIES FROZEN - PSW	0	0	0	38,300	0
112	OVERTIME	15,104	15,000	15,000	15,000	15,600
119	SUPPLEMENT PAY	613	700	700	700	700
131	SERVICE AWARDS	1,325	100	100	0	0
132	LONGEVITY	9,700	10,600	10,600	11,200	11,200
133	SOLD VACATION	3,173	2,600	3,200	3,200	3,300
134	CHRISTMAS BONUS	9,645	1,500	6,900	1,500	1,600
140	DENTAL INSURANCE	4,964	5,200	5,200	5,200	5,800
141	SOCIAL SECURITY TAXES	36,092	38,600	38,600	38,500	42,200
142	HEALTH INSURANCE EXPENSE	77,789	87,000	82,400	81,700	91,500
143	RETIREMENT EXPENSE	83,877	84,100	87,400	83,500	91,700
144	LIFE/DISABILITY INSURANCE EXPENSE	5,871	6,300	6,100	6,300	6,900
149	WORKERS COMP CLAIMS	1,327	1,000	1,700	1,500	1,500
197	SAFETY SHOES	1,195	1,900	1,900	1,800	2,000
	Subtotal:	715,821	735,600	737,300	769,200	793,200
Operating expenditures:						
211	POSTAGE EXPENSE	2	300	300	200	200
216	GPS SERVICES	2,480	3,100	3,600	3,600	3,600
221	PRINTING EXPENSE	0	200	200	200	200
233	SUBSC. & MEMBERSHIPS	69	100	100	100	100
237	ADVERTISING EXPENSE	142	100	1,000	100	100
283	TRAINING/TRAVEL EXPENSE	323	400	400	400	400
294	TIRE DISPOSAL	0	0	10,000	5,000	5,000
295	LANDFILL EXPENSE	212,979	264,000	314,000	290,000	290,000
296	RESIDENTIAL ACCOUNT	1,093,655	1,130,000	1,130,300	1,143,900	1,143,900
298	COMMERCIAL ACCOUNT	1,010,297	1,046,000	1,028,200	1,034,900	1,034,900
299	COMMERCIAL RECYCLING	69,009	73,500	73,500	73,900	73,900
319	OFFICE EXPENSE	1,439	1,800	1,300	1,800	1,800
321	OPERATING SUPPLIES	1,687	1,500	1,500	2,000	2,000
322	SAFETY SUPPLIES	848	800	800	800	800
324	JANITORIAL SUPPLIES	322	600	500	600	600
326	UNIFORM EXPENSE	4,129	4,000	4,000	4,200	4,200
331	GASOLINE EXPENSE	54,687	65,600	65,600	65,600	65,600
332	REPAIRS & PARTS	145,252	135,000	160,000	160,000	160,000

EXPENDITURES						
DEPARTMENT #43210						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
511	INS-PROPERTY	0	1,000	400	400	400
512	INS-VEHICLE & EQUIPMENT	3,687	3,700	4,300	4,500	4,500
513	INS-GENERAL LIABILITY	7,927	8,000	10,400	10,900	10,900
514	WORKERS COMPENSATION	16,323	16,400	16,700	17,600	17,600
543	CPTR MAINT & SUPPORT	0	0	4,000	4,000	4,000
599	MISCELLANEOUS	198	500	500	500	500
Subtotal:		2,625,455	2,756,600	2,831,600	2,825,200	2,825,200
Capital outlay and debt service:						
791	BRADLEY COUNTY-RECYCLING	20,000	20,000	20,000	20,000	20,000
941	EQUIPMENT	1,097	800	800	800	800
942	KNUCKLEBOOM REPLACEMENT	121,600	123,000	124,500	0	0
943	PW DUMP TRUCK	52,741	0	0	0	0
944	LEAF MACHINE	0	28,000	38,000	0	0
945	STREET SWEEPER	0	0	21,900	0	0
Subtotal:		195,438	171,800	205,200	20,800	20,800
	TOTAL EXPENDITURES	3,536,714	3,664,000	3,774,100	3,615,200	3,639,200

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 storm water 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 the Environmental Protection Agency (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 FY2014 will be implementing the new MS4 Phase II permit. Total Daily Maximum Loads (TDML) 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 \$18,100 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.

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.

EXPENDITURE SUMMARY	FY 2012 Actual	FY 2013 Budgeted	FY 2014 Proposed	Percentage Increase
Personnel Expenditures	\$146,418	\$135,600	\$136,200	0.44%
Operating Expenditures	\$41,177	\$39,800	\$44,450	11.68%
Capital Outlay & Debt Service	\$35,687	\$69,100	\$47,100	-31.84%
Total Expenditures	\$223,282	\$244,500	\$227,750	-6.85%

Goals and Objectives

- Implement MS4 software the City will uses to maintain city storm water record for annual state audit and will generate reports for water quality inspections.
- 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 TDML 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 FY2014.
- 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.
- Work with Army Corp of Engineers on flood study of Candies Creek and Mouse Creek drainage basins.

Performance Measures

Measure Description	FY2011 (Actual)	FY2012 (Actual)	FY2013 (Estimated)	FY2014 (Projected)
Number of drainage projects completed	0	1	3	3
Public education and outreach	4	4	4	4
Contractor and developer training classes	2	0	1	1
Percentage of storm sewer outfall inventory	N/A	10%	25%	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

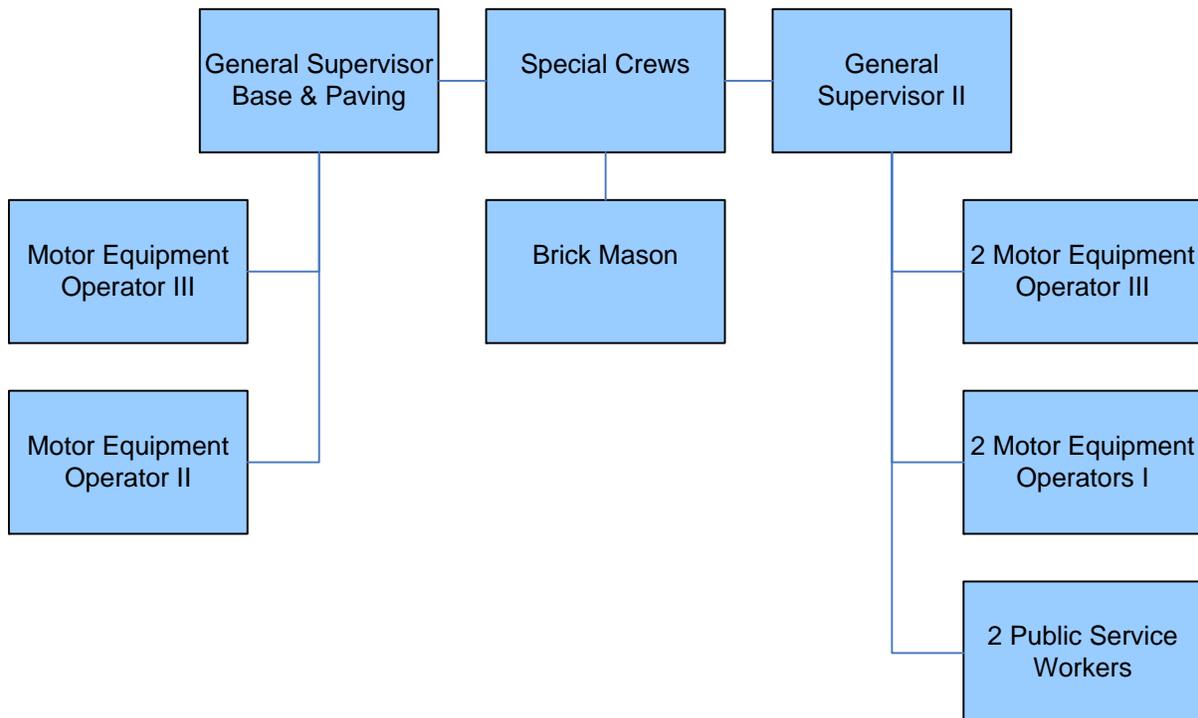
CITY OF CLEVELAND						
FUND #123 STORM WATER MANAGEMENT FUND						
REVENUES						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
34351	TRANS FROM GENERAL FUND	199,000	202,000	202,000	205,000	205,000
35110	STORM WATER FINES	0	0	0	0	0
36110	INTEREST INCOME	245	0	200	200	200
36200	STORM WATER BANKING FEES	0	0	13,000	0	0
36990	MISCELLANEOUS	13,000	0	0	0	0
36360	SALE OF VEHICLES	0	0	4,625	0	0
	TOTAL REVENUES	212,245	202,000	219,825	205,200	205,200
EXPENDITURES						
DEPARTMENT #43150						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
Personnel and fringe benefits:						
111	SALARIES	99,157	84,000	84,000	83,000	83,000
112	OVERTIME	128	1,000	1,000	1,000	1,000
132	LONGEVITY	600	900	1,000	1,100	1,100
133	SOLD VACATION	1,891	1,600	1,600	1,600	1,600
134	CHRISTMAS BONUS	1,484	300	1,100	200	200
140	DENTAL INSURANCE	1,023	1,200	1,200	1,100	1,100
141	SOCIAL SECURITY TAXES	7,059	6,500	6,800	6,600	6,600
142	HEALTH INSURANCE EXPENSE	16,077	21,000	21,000	19,600	19,600
143	RETIREMENT EXPENSE	17,611	14,000	14,700	14,500	14,500
144	LIFE/DISABILITY INSURANCE EXPENSE	1,388	1,100	1,100	1,100	1,100
148	EDUCATION REIMBURSEMENT	0	3,000	2,100	3,000	3,000
Subtotal:		146,418	134,600	135,600	132,800	132,800
Operating expenditures:						
211	POSTAGE EXPENSE	41	200	200	200	200
221	PRINTING EXPENSE	0	200	200	2,200	2,200
223	PUBLIC EDUCATION PROGRAMS	8,892	6,800	6,800	7,500	7,500
233	SUBSC. & MEMBERSHIPS	0	1,200	1,200	1,400	1,400
237	ADVERTISING	45	200	200	200	200
245	TELEPHONE EXPENSE	3,577	3,000	3,000	3,200	3,200
283	TRAVEL & TRAINING	5,180	5,500	5,500	6,000	6,000
288	WORK SESSION/COMP MEALS	347	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	1,471	1,000	1,000	1,200	1,200
321	OPERATING & FIELD SUPPLIES	1,471	1,500	1,500	1,500	1,500
322	BENTHIC SAMPLING/LABWORK	11,941	7,000	3,777	7,000	7,000
326	CLOTHING, UNIFORMS, SHOES	800	1,000	1,000	1,000	1,000
331	GASOLINE EXPENSE	1,986	2,900	2,900	2,900	2,900
332	REPAIRS & PARTS	924	2,000	2,000	2,500	2,500
512	INSUR-VEHICLES & EQUIPMENT	394	400	600	550	550
513	INSUR-GENERAL LIABILITY	505	500	600	600	600
514	WORKERS COMPENSATION	0	300	0	400	400
599	MISCELLANEOUS	143	100	100	100	100
Subtotal:		41,177	39,800	36,577	44,450	44,450

EXPENDITURES						
DEPARTMENT #43150						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
Capital outlay and debt service:						
761	TRANSFER TO DEBT SERVICE	18,300	17,700	17,700	18,100	18,100
928	VEHICLES	0	0	7,848	0	0
934	BENJAMIN CREST LOT 38	8,744	0	43,500	0	0
935	TRASH RECEPTACLES	5,289	6,300	6,300	6,300	6,300
939	COMPUTER SOFTWARE & MAINT.	0	600	600	6,700	6,700
941	OFFICE FURNITURE/EQUIP	0	1,000	1,000	1,000	1,000
950	OCOEE CROSSING GREENWAY	3,354	0	0	15,000	15,000
Subtotal:		35,687	25,600	76,948	47,100	47,100
	TOTAL EXPENDITURES	223,282	200,000	249,125	224,350	224,350

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 \$31.1 million in state revenue and yields approximately \$665.7 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 \$245.5 million, goes to cities and counties
- Approximately .7 cent, or \$22 million, goes to the State General Fund
- Approximately 12.8 cents, or \$398.2 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 budget funds an additional Motor Equipment Operator Level III (MEO III). This is a much needed staffing addition. An MEO III's responsibilities include operating equipment such as a knuckleboom, backhoe, dozer, and grader. They are also required to carry out various manual labor duties as needed.

EXPENDITURE SUMMARY	FY 2012 Actual	FY 2013 Budgeted	FY 2014 Proposed	Percentage Increase
Personnel Expenditures	\$541,313	\$547,900	\$610,500	11.43%
Operating Expenditures	\$8,181	\$13,900	\$14,600	5.04%
Capital Outlay & Debt Service	\$372,300	\$371,900	\$387,500	4.19%
Total Expenditures	\$921,794	\$933,700	\$1,012,600	8.45%

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:

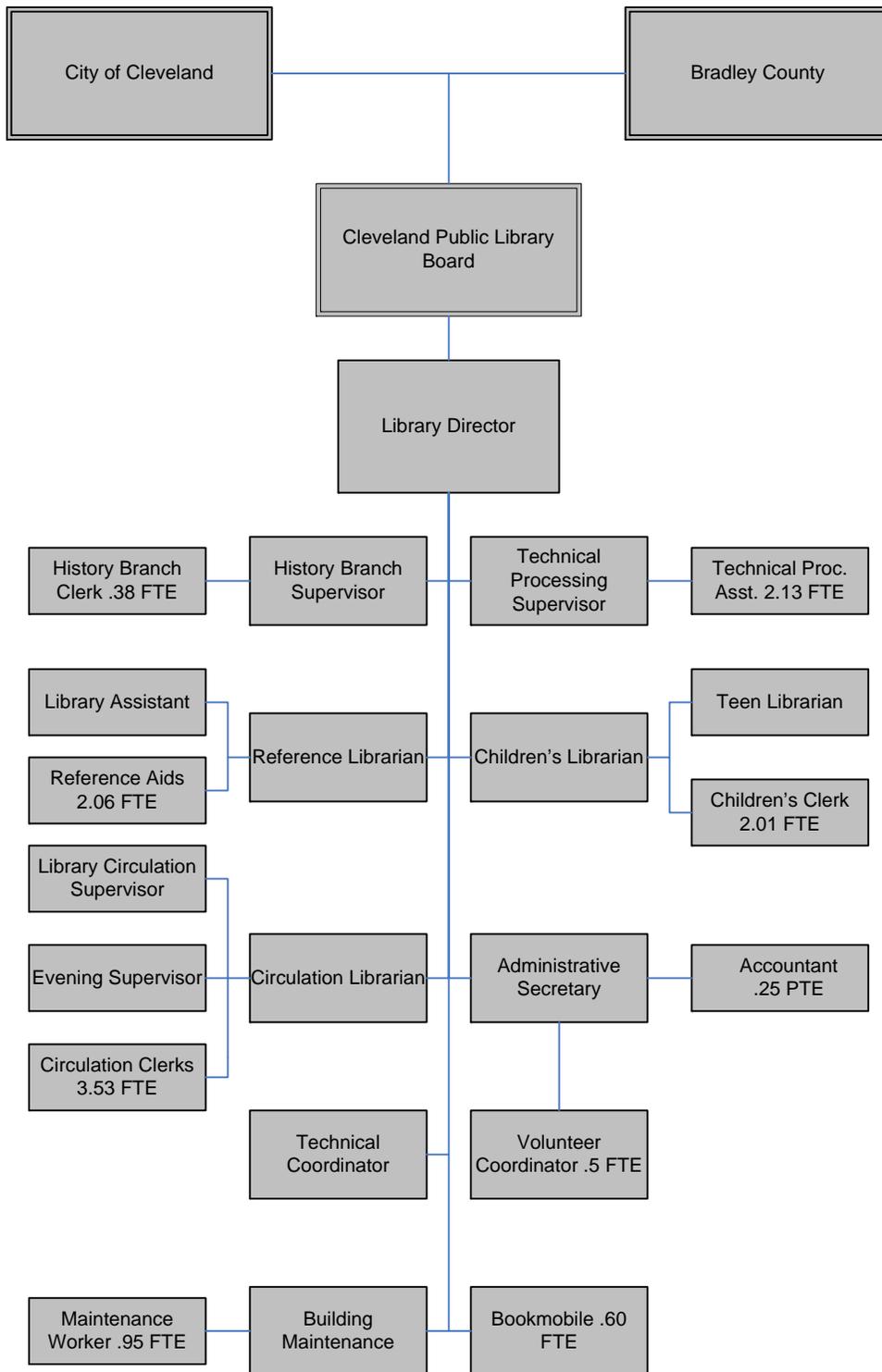
This fund pays a portion of the debt service for street equipment and roadway projects as well as providing current funding for equipment and infrastructure improvements. Therefore, this fund has an impact on the performance measures of the Public Works Department, which are located in the General Fund. 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		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
33551	STATE GAS TAX	1,070,298	1,000,000	1,000,000	1,000,000	1,000,000
36110	INTEREST INCOME	310	0	300	0	0
	TOTAL REVENUES	1,070,608	1,000,000	1,000,300	1,000,000	1,000,000
PENDITURES						
DEPARTMENT #43190						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
Personnel and fringe benefits:						
111	SALARIES	352,493	354,000	354,000	353,900	397,200
111	SALARIES FROZEN - MEO III	0	0	0	49,000	0
112	OVERTIME	5,218	6,000	6,000	6,000	6,200
131	SERVICE AWARDS	600	400	100	500	500
132	LONGEVITY	8,000	7,000	6,900	7,700	7,700
133	SOLD VACATION	2,663	3,300	3,300	3,300	3,400
134	CHRISTMAS BONUS	7,420	1,100	5,300	1,100	1,200
140	DENTAL INSURANCE	4,651	5,100	4,700	4,700	5,200
141	SOCIAL SECURITY TAXES	26,975	28,000	28,000	28,300	31,900
142	HEALTH INSURANCE EXPENSE	65,030	75,000	69,000	70,600	80,400
143	RETIREMENT EXPENSE	62,658	61,000	63,000	61,500	69,200
144	LIFE/DISABILITY INSURANCE EXPENSE	4,500	4,600	4,400	4,700	5,200
149	WORKERS COMP CLAIMS	120	500	1,600	500	500
192	PRE-EMPLOYMENT TESTING	0	100	100	100	200
197	SAFETY SHOES	985	1,500	1,500	1,500	1,700
	Subtotal:	541,313	547,600	547,900	593,400	610,500
Operating Expenditures:						
514	WORKERS COMPENSATION	8,181	14,200	13,900	14,600	14,600
	Subtotal:	8,181	14,200	13,900	14,600	14,600
Capital outlay and debt service:						
623	TRANS-DEBT SVC-99 SERIES	222,700	219,700	219,700	231,900	231,900
626	TRANS-DEBT SVC-2009 B SERIES	107,300	105,700	105,700	109,100	109,100
627	TRANS-DEBT SVC-2009 C SERIES	42,300	46,500	46,500	46,500	46,500
	Subtotal:	372,300	371,900	371,900	387,500	387,500
	TOTAL EXPENDITURES	921,794	933,700	933,700	995,500	1,012,600

Cleveland / Bradley County Public Library



CLEVELAND/BRADLEY COUNTY 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.



Service Highlights for 2012-13:

RFID

The Cleveland Bradley County Public Library constantly tries to make efficient use of its financial resources. One of the ways the library tries to accomplish this is through technology. The library is exploring implementing RFID technology (Radio Frequency ID). This type of technology can help through many areas of the library including circulation and inventory. RFID can allow more material in a faster manner without increasing staff size. This can help with future check-out growth. The benefits of RFID can be seen in the following ways: productivity is usually the first benefit...it helps to free up staff time from transactional-based activities, so they can add value in other areas; it can offer a way for faster and easier use through self-service; it can offer libraries a better way to process returns; it offers a smarter way to manage collection...inventory can be accomplished in a manner of 1 to 2 days; it offers occupational health and safety benefits through reduced handling... processes are more automated. Visits have been made to other libraries who utilize this technology to see different manufacture's product up close and in action. This will help the library to make a better informed decision for the future.

On-line Resources

Today, the Cleveland Bradley County Public Library consists of much more than books. Although books still represent the library's primary material type, online resources take the library from a 12 hour a day operation to 24 hours a day-seven days a week. The

online resources at the library consist of eBooks, eAudiobooks, magazines, newspapers, and a variety of databases. Beyond the entertainment, customers can find a variety of eResources covering topics such as: Medical and health information, language information, test taking preparation, financial information, continuing education classes, legal information, online encyclopedias, information about other countries, an auto repair information, opposing viewpoints information, as well as a plethora of general information covered through many eMagazines. All this and much more make the library of today a very versatile entity.

EXPENDITURE SUMMARY	FY 2012 Actual	FY 2013 Budgeted	FY 2014 Proposed	Percentage Increase
Personnel Expenditures	\$884,363	\$895,400	\$959,900	7.2%
Operating Expenditures	\$345,998	\$405,800	\$401,500	-1.1%
Capital Outlay & Debt Service	\$9,856	\$10,400	\$1,500	-85.6%
Total Expenditures	\$1,240,217	\$1,311,600	\$1,362,900	3.9%

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 2014.
- 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:

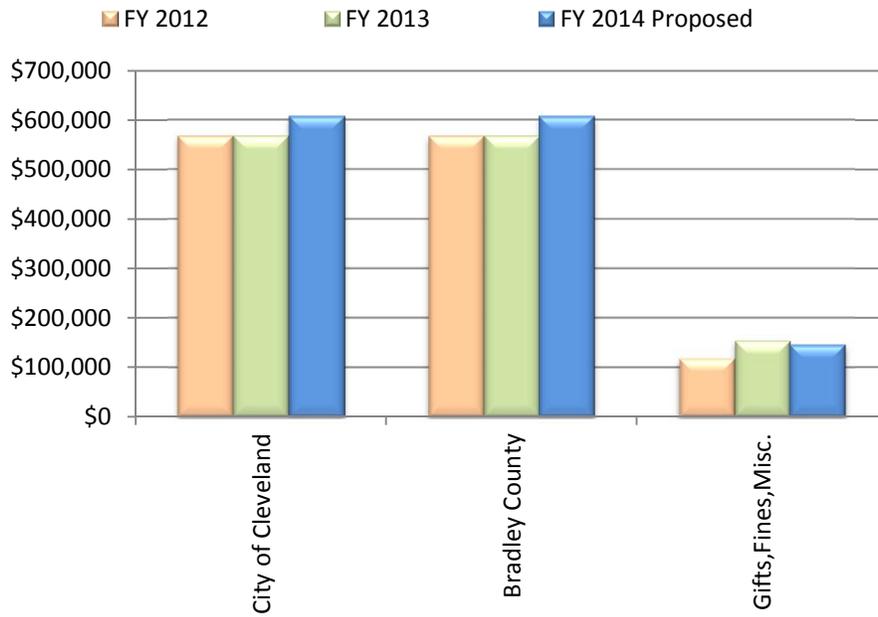
Measure Description	FY2011 (Actual)	FY2012 (Actual)	FY2013 (Estimated)	FY2014 (Projected)
Circulation	389,603	421,792	416,000	429,198
Patrons	269,262	307,291	280,000	290,000
Reference inquiries	25,743	26,551	27,500	28,000
Bradley County population (given by state)	97,710	98,963	100,055	101,227
Staff per capita, Bradley County (1,000)	0.245	.251	0.248	.255
State public library staff average (1,000)	0.30	0.29	0.29	0.29
Material collection*	210,013	235,037	245,000	255,000
Items per capita**	2.14	2.37	2.45	2.51
Items per capita (w/o Regional Materials)	-	1.84	-	-
State recommended items per capita	2.00	2.00	2.00	2.00
Spending per capita	\$11.55	\$11.48	\$11.35	\$12.15
Number of computer training sessions offered to patrons	146	205	191	200
Number of grants secured to assist with funding	2	3	3	2

*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 measures are excerpted from 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.

CLEVELAND / BRADLEY COUNTY PUBLIC LIBRARY REVENUE SOURCES



FUND #129 CLEVELAND / BRADLEY COUNTY PUBLIC LIBRARY						
REVENUES						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
33191	LIBRARY ARCHIVE GRANT	783	0	0	0	0
33491	E-RATE MONEY-TELEPHONE	0	0	0	0	0
33492	STATE GRANT-TECHNOLOGY	4,830	0	2,600	0	0
33493	Grants	0	0	5,000	0	0
33711	BRADLEY COUNTY	567,943	568,000	568,000	608,100	608,100
34761	GIFTS, FINES, & MISC	74,738	76,600	76,600	76,600	76,600
34765	GIFTS	36,484	70,000	70,000	70,000	70,000
36110	INTEREST INCOME	1,957	100	100	100	100
36810	TRANS-CITY GENERAL FUND	567,943	568,000	568,000	608,100	608,100
	TOTAL REVENUES	1,254,678	1,282,700	1,290,300	1,362,900	1,362,900
EXPENDITURES						
DEPARTMENT # 44800						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
Personnel and fringe benefits:						
111	SALARIES	692,887	693,100	693,100	729,000	742,800
141	BENEFITS	191,476	204,800	202,300	215,400	217,100
Subtotal:		884,363	897,900	895,400	944,400	959,900
Operating Expenditures:						
211	SUPPLIES	66,725	63,800	67,000	67,300	67,300
212	BOOKS	127,910	127,200	126,500	156,500	141,000
241	UTILITIES	67,597	84,000	84,000	84,000	84,000
262	EQUIPMENT REPAIR/REPLACE	23,606	15,300	15,300	15,300	15,300
266	BUILDING REPAIRS	9,618	5,000	5,000	5,000	5,000
511	INSURANCE-BLDGS & CONTENTS	17,401	18,000	18,000	18,900	18,900
599	GIFT & MEMORIAL EXPENSES	33,141	70,000	90,000	70,000	70,000
Subtotal:		345,998	383,300	405,800	417,000	401,500
Debt service and capital outlay:						
923	GRANT EXPENDITURES	2,670	0	8,900	0	0
947	TECHNOLOGY EQUIP/SERVICE	3,330	0	0	0	0
949	FURNITURE	1,448	1,500	1,500	1,500	1,500
954	LICENSE FEE	2,408	0	0	0	0
Subtotal:		9,856	1,500	10,400	1,500	1,500
	TOTAL EXPENDITURES	1,240,217	1,282,700	1,311,600	1,362,900	1,362,900

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 II will include the firearms training center and will be built as funding is available.

EXPENDITURE SUMMARY	FY 2012 Actual	FY 2013 Budgeted	FY 2014 Proposed	Percentage Increase
Personnel Expenditures	\$0	\$0	\$0	0%
Operating Expenditures	\$50,480	\$86,800	\$40,000	-53.9%
Capital Outlay & Debt Service	\$4,045	\$10,000	\$1,000	-90%
Total Expenditures	\$54,525	\$96,800	\$41,000	-57.6%

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	FY2011 (Actual)	FY2012 (Actual)	FY2013 (Estimated)	FY2014 (Projected)
Drug seizures (street value)	\$66,883	\$2,145	\$20,908	\$18,973
Number of Seizures: Marijuana	213	158	151	150
Number of Seizures: Cocaine	1	0	2	2
Number of Seizures: Crack Rocks	1	5	35	39
Number of Seizures: Meth	12	7	11	11
Number of Seizures: Other Drugs	272	236	260	275
Number of firearms seized	58	30	68	71
Number of vehicles seized	30	34	46	49
Cash seized	\$7,455	\$1,890	\$2,001	\$2,056
Drug-related arrests	93	148	155	163

CITY OF CLEVELAND						
FUND #130 - DRUG ENFORCEMENT TRUST FUND						
REVENUES						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
35140	BRADLEY COUNTY COURT	17,969	30,000	15,000	15,000	15,000
35200	CONFISCATED FUNDS	0	10,000	0	0	0
36110	INTEREST INCOME	306	0	0	0	0
36131	SALE OF VEHICLES	0	0	16,000	0	0
	TOTAL REVENUES	18,275	40,000	31,000	15,000	15,000
EXPENDITURES						
DEPARTMENT #42129						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
Operating expenditures:						
112	PART TIME WAGES	0	7,400	0	0	0
141	SOCIAL SECURITY TAXES	0	600	0	0	0
215	SEIZED VEHICLE EXPENSE	1,169	2,500	2,500	2,500	2,500
233	SUBSCRIPTIONS	900	900	900	0	0
236	INVESTIGATIVE FUNDS	20,000	41,000	41,000	31,000	31,000
245	TELEPHONE EXPENSE	2,744	2,700	3,900	0	0
249	AUTO TRAK EXPENSE	105	0	0	0	0
261	VEHICLE MAINTENANCE	7,280	12,000	12,000	0	0
283	TRAVEL/TRAINING EXPENSE	6,238	10,000	7,900	0	0
290	BRADLEY CO-EQUIP MAINT	0	4,000	4,000	4,000	4,000
313	BATTERIES	555	600	0	0	0
314	TAPES-VIDEO & AUDIO	0	500	0	0	0
315	DETECTIVE SUPPLIES	60	1,000	1,000	0	0
319	OFFICE EXPENSE	0	1,500	500	0	0
322	OSHA SAFETY SUPPLIES	0	500	0	0	0
326	UNIFORM EXPENSE	700	1,400	1,400	0	0
328	DRUG EDUCATION	2,500	2,500	2,500	2,500	2,500
331	GASOLINE EXPENSE	8,229	8,700	8,700	0	0
396	CANINE EXPENSE	0	2,500	0	0	0
599	MISCELLANEOUS	0	500	500	0	0
	Subtotal:	50,480	100,800	86,800	40,000	40,000
Capital outlay and debt service:						
949	EQUIPMENT	4,045	10,000	20,000	1,000	1,000
	Subtotal:	4,045	10,000	20,000	1,000	1,000
	TOTAL EXPENDITURES	54,525	110,800	106,800	41,000	41,000

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 vehicle video cameras for the Cleveland Police Department. No funds have been budgeted for FY2014.

EXPENDITURE SUMMARY	FY 2012 Actual	FY 2013 Budgeted	FY 2014 Proposed	Percentage Increase
Personnel Expenditures	\$0	\$0	\$0	0%
Operating Expenditures	\$0	\$0	\$0	0%
Capital Outlay & Debt Service	\$0	\$1,311	\$0	-100%
Total Expenditures	\$0	\$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		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
33130	FED GRANT-ASSET FORFEITURE	0	0	0	0	0
36110	INTEREST INCOME	0	0	0	0	0
TOTAL REVENUES		0	0	0	0	0
EXPENDITURES						
DEPARTMENT #42110						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
Capital outlay and debt service:						
949	EQUIPMENT	0	0	1,311	0	0
TOTAL EXPENDITURES		0	0	1,311	0	0

2009 ARRA & BYRNE MEMORIAL JUSTICE ASSISTANCE GRANTS



ARRA & 2009 - 2012 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 the police department's 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. The 2012 award was \$28,237 and was used to purchase additional in-vehicle video cameras. All of these funds were completed in FY2013. There are no future grant monies available for FY2014.

EXPENDITURE SUMMARY	FY 2012 Actual	FY 2013 Budgeted	FY 2014 Proposed	Percentage Increase
Personnel Expenditures	\$0	\$0	\$0	0%
Operating Expenditures	\$0	\$0	\$0	0%
Capital Outlay & Debt Service	\$109,269	\$31,966	\$0	-100%
Total Expenditures	\$109,269	\$31,966	\$0	-100%

Goals and Objectives:

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

Performance Measures:

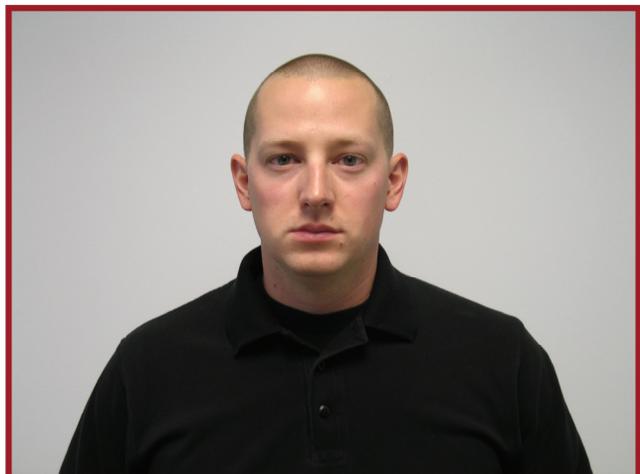
Performance measures are discussed in the Police Department general fund.

CITY OF CLEVELAND						
FUND #143 2009 JUSTICE ASSISTANCE GRANT-ARRA						
REVENUES						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
33130	FED GRANT-2009 JAG ARRA	0	0	0	0	0
	TOTAL REVENUES	0	0	0	0	0
EXPENDITURES						
DEPARTMENT #42100						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
Capital outlay and debt service:						
929	METAL STORAGE FACILITY	9,550	0	0	0	0
939	FIRING RANGE BACKSTOPS	0	0	0	0	0
949	TASER CAM/BALLISTIC SHIELD	752	0	0	0	0
950	SWAT VEST	47,611	0	0	0	0
951	IN CAR VIDEO CAMERAS	0	0	0	0	0
	TOTAL EXPENDITURES	57,913	0	0	0	0

CITY OF CLEVELAND						
FUND #144 2009 BYRNE MEMORIAL JUSTICE ASSISTANCE GRANT						
REVENUES						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
33130	FED GRANT-2009 BYRNE MEMORIAL	0	0	0	0	0
	TOTAL REVENUES	0	0	0	0	0
EXPENDITURES						
DEPARTMENT #42100						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
Capital outlay and debt service:						
950	IN-CAR CAMERAS	19,185	0	0	0	0
	TOTAL EXPENDITURES	19,185	0	0	0	0
CITY OF CLEVELAND						
FUND #146 2010 BYRNE MEMORIAL JUSTICE ASSISTANCE GRANT						
REVENUES						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
33130	FED GRANT-2010 BYRNE MEMORIAL	0	0	0	0	0
	TOTAL REVENUES	0	0	0	0	0
EXPENDITURES						
DEPARTMENT #42100						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
Capital outlay and debt service:						
945	IN-CAR CAMERAS/SERVER	243	0	0	0	0
	TOTAL EXPENDITURES	243	0	0	0	0

CITY OF CLEVELAND						
FUND #148 2011 BYRNE MEMORIAL JUSTICE ASSISTANCE GRANT						
REVENUES						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
33130	FED GRANT-2011 BYRNE MEMORIAL	35,657	0	0	0	0
	TOTAL REVENUES	35,657	0	0	0	0
EXPENDITURES						
DEPARTMENT #42100						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
Capital outlay and debt service:						
945	IN-CAR CAMERAS/SERVER	31,928	0	3,729	0	0
	TOTAL EXPENDITURES	31,928	0	3,729	0	0
CITY OF CLEVELAND						
FUND #149 2012 BYRNE MEMORIAL JUSTICE ASSISTANCE GRANT						
REVENUES						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
33130	FED GRANT-2012 BYRNE MEMORIAL	0	0	28,237	0	0
	TOTAL REVENUES	0	0	28,237	0	0
EXPENDITURES						
DEPARTMENT #42100						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
Capital outlay and debt service:						
945	IN-CAR CAMERAS	0	0	28,237	0	0
	TOTAL EXPENDITURES	0	0	28,237	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 grant provided 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 used these proceeds to hire four officers, whose positions were unable to be funded in the FY2010 original budget. Funding for this grant expired during the FY2013 budget year.

EXPENDITURE SUMMARY	FY 2012 Actual	FY 2013 Budgeted	FY 2014 Proposed	Percentage Increase
Personnel Expenditures	\$205,163	\$149,414	\$0	-100%
Operating Expenditures	\$0	\$0	\$0	0%
Capital Outlay & Debt Service	\$0	\$0	\$0	0%
Total Expenditures	\$205,163	\$149,414	\$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 #145 2009 COPS HIRING RECOVERY GRANT						
REVENUES						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
33190	FED GRANT-2009 COPS RECOVERY	205,163	135,000	149,414	0	0
	TOTAL REVENUES	205,163	135,000	149,414	0	0
EXPENDITURES						
DEPARTMENT #42100						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
Personnel and fringe benefits						
111	SALARIES	133,180	85,000	93,000	0	0
134	CHRISTMAS BONUS	2,968	500	1,590	0	0
140	DENTAL INSURANCE	1,129	700	824	0	0
141	SOCIAL SECURITY EXPENSE	10,359	8,000	8,200	0	0
142	HEALTH INSURANCE	18,932	16,000	15,900	0	0
143	RETIREMENT EXPENSE	33,125	17,000	24,000	0	0
144	LIFE/DISABILITY INSURANCE EXPENSE	1,242	800	1,100	0	0
514	WORKER'S COMPENSATION	4,228	7,000	4,800	0	0
	TOTAL EXPENDITURES	205,163	135,000	149,414	0	0

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. This grant ends in June FY2013.

EXPENDITURE SUMMARY	FY 2012 Actual	FY 2013 Budgeted	FY 2014 Proposed	Percentage Increase
Personnel Expenditures	\$109,248	\$106,700	\$0	-100%
Operating Expenditures	\$131,642	\$243,300	\$0	-100%
Capital Outlay & Debt Service	\$0	\$0	\$0	0%
Total Expenditures	\$245,626	\$350,000	\$0	-100%

Goals and Objectives:

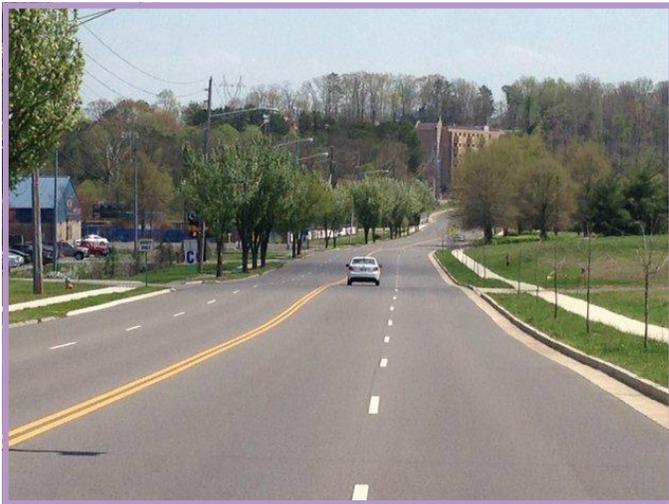
Goals and objectives are included in the Police Department general fund.

Performance Measures:

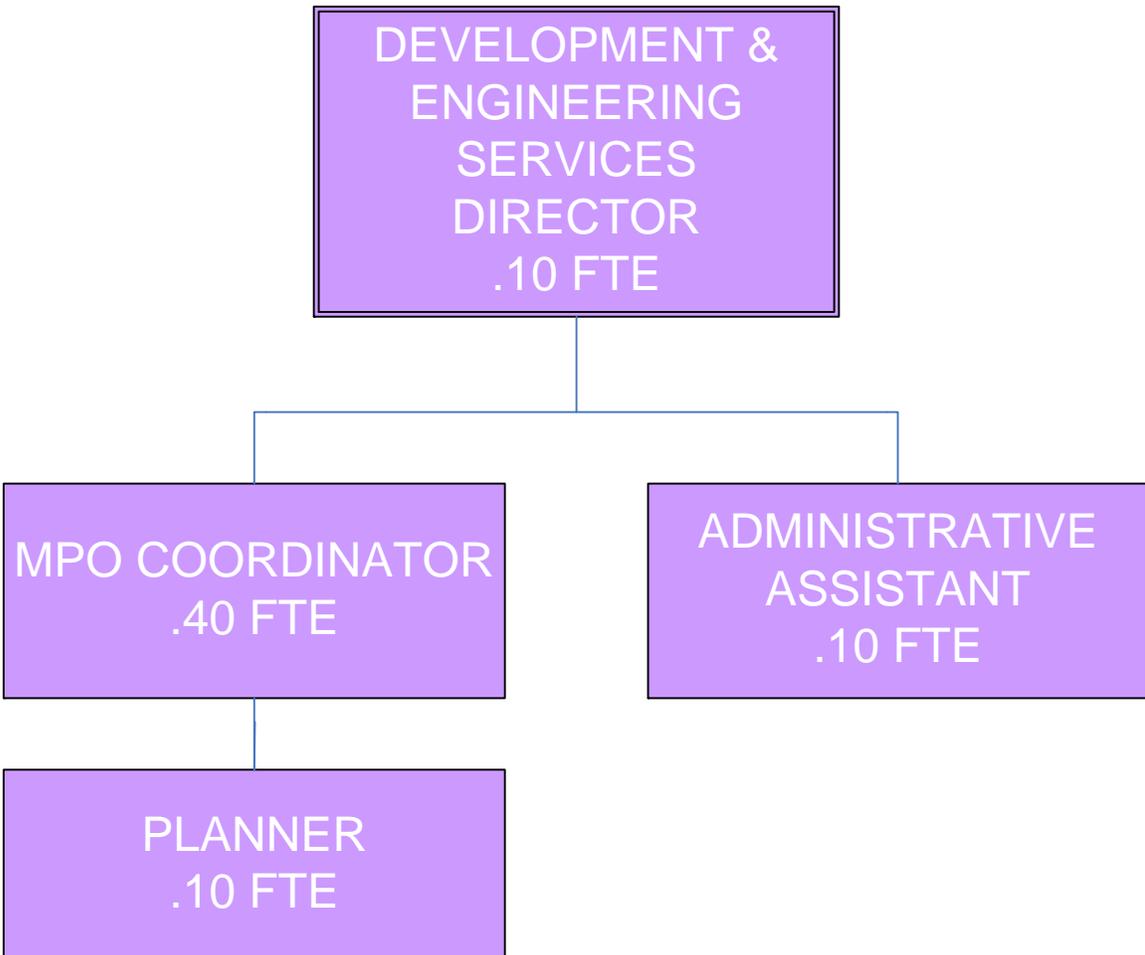
Performance measures are discussed in the Police Department general fund.

CITY OF CLEVELAND						
FUND #147 TARGETED CRIME REDUCTION GRANT						
REVENUES						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
33130	GRANT FUNDS	245,626	350,000	350,000	0	0
	TOTAL REVENUES	245,626	350,000	350,000	0	0
EXPENDITURES						
DEPARTMENT #42110						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
Personnel and fringe benefits:						
111	SALARIES	74,808	67,600	67,600	0	0
140	DENTAL INSURANCE	881	1,500	1,500	0	0
141	SOCIAL SECURITY TAXES	5,270	5,200	5,200	0	0
142	HEALTH INSURANCE EXP	12,713	18,000	18,000	0	0
143	RETIREMENT EXP	14,611	14,000	14,000	0	0
144	LIFE/DISABILITY INSURANCE	940	400	400	0	0
192	EMPLOYEE PHYSICALS	25	0	0	0	0
	Subtotal:	109,248	106,700	106,700	0	0
Operating expenditures:						
211	POSTAGE EXPENSE	0	700	700	0	0
221	PRINTING EXPENSE	0	1,600	1,600	0	0
283	TRAVEL/TRAINING EXPENSE	799	2,800	2,800	0	0
319	OFFICE EXPENSE	212	0	0	0	0
322	NEIGHBORHOOD WATCH SIGNS	319	800	800	0	0
326	UNIFORMS	2,383	700	700	0	0
331	GASOLINE EXPENSE	54	1,500	1,500	0	0
800	POSITIVE ACTION PROG (B&G CLUB)	55,602	87,600	87,600	0	0
805	RPT PROGRAM-JUVENILE COURT	17,287	60,100	60,100	0	0
810	GRAAB DIRECTOR	4,846	0	0	0	0
811	GRAAB ASSISTANT	2,423	0	0	0	0
813	GRAAB OFFICE SUPPLIES	250	0	0	0	0
814	EVALUATOR	15,500	19,000	19,000	0	0
815	PROJECT LIASON	7,100	11,500	11,500	0	0
820	BEHAVIORAL RESEARCH INST	24,867	57,000	57,000	0	0
	Subtotal:	131,642	243,300	243,300	0	0
Capital outlay and debt service:						
901	VEHICLE	0	0	0	0	0
902	OFFICER EQUIPMENT	4,736	0	0	0	0
	Subtotal:	4,736	0	0	0	0
	TOTAL EXPENDITURES	245,626	350,000	350,000	0	0

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, urbanized portions of Bradley County, and McMinn 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 1,000 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 (buses), 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 will encompass Cleveland's 2010 urbanized area, which is Cleveland, Bradley County, Charleston, and the Calhoun area of McMinn County, Also, included are the areas anticipated to be urbanized.

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 2012 Actual	FY 2013 Budgeted	FY 2014 Proposed	Percentage Increase
Personnel Expenditures	\$117,173	\$219,900	\$219,100	00.01%
Operating Expenditures	\$5,667	\$15,600	\$15,700	1.00%
Capital Outlay & Debt Service	\$5,800	\$4,500	\$4,500	0.00%
Total Expenditures	\$128,640	\$240,000	\$239,300	0.29%

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 2013 Unified Planning Work Program and update as needed throughout the year
- Complete 2014-2015 Unified Planning Work Program
- Draft the 2014-2017 TIP

Performance Measures

Measure Description	FY2011 (Actual)	FY2012 (Estimated)	FY2013 (Estimated)	FY2014 (Projected)
Percentage of completion of long range transportation plan	100%	100%	100%	100%
Number of training sessions attended by MPO Staff	5	6	5	5
Number of public meetings	16	16	14	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%

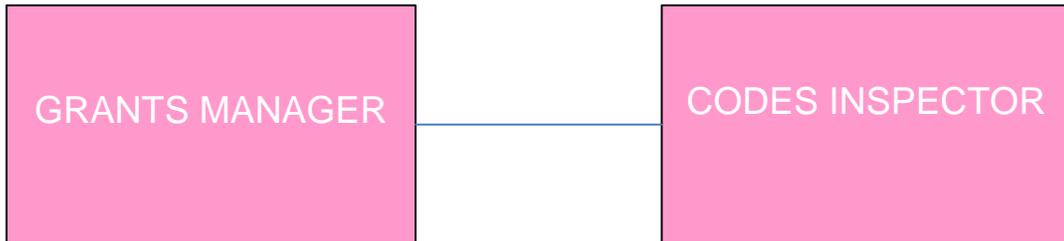
FUND #138 METROPOLITAN PLANNING ORGANIZATION FUND (MPO)						
REVENUES						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
33111	FEDERAL GOVERNMENT	74,265	200,000	200,000	200,000	200,000
36810	TRANSFER GENERAL FUND	32,300	40,000	40,000	40,000	40,000
	TOTAL REVENUES	106,565	240,000	240,000	240,000	240,000
EXPENDITURES						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
MPO-66: 41766 - FY 2012						
Personnel and fringe benefits:						
111	SALARIES	58,521	0	0	0	0
112	CONSULTING SERVICES	39,019	0	0	0	0
149	BENEFITS	19,633	0	0	0	0
Subtotal:		117,173	0	0	0	0
Operating Expenses:						
212	POSTAGE & SHIPPING	23	0	0	0	0
221	PRINTING & PUBLICATIONS	1,689	0	0	0	0
245	TELEPHONE	869	0	0	0	0
283	TRAVEL/TRAINING EXPENSE	1,084	0	0	0	0
319	SUPPLIES	2,002	0	0	0	0
Subtotal:		5,667	0	0	0	0
Capital outlay and debt service:						
948	CAPITAL PURCHASE	5,800	0	0	0	0
Subtotal:		5,800	0	0	0	0
Total MPO-66: 41766		128,640	0	0	0	0
MPO-77: 41777 - FY 2013						
Personnel and fringe benefits:						
111	SALARIES	0	52,000	52,000	0	0
112	CONSULTING SERVICES	0	150,000	150,000	0	0
149	BENEFITS	0	17,900	17,900	0	0
Subtotal:		0	219,900	219,900	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	2,800	2,800	0	0
319	SUPPLIES	0	5,600	5,600	0	0
Subtotal:		0	15,600	15,600	0	0

EXPENDITURES						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
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-77: 41777						
		0	240,000	240,000	0	0
MPO-88: 41788 - FY 2014						
Personnel and fringe benefits:						
111	SALARIES	0	0	0	52,300	51,200
112	CONSULTING SERVICES	0	0	0	150,000	150,000
149	BENEFITS	0	0	0	17,900	17,900
Subtotal:		0	0	0	220,200	219,100
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	1,800	1,800
283	TRAVEL/TRAINING EXPENSE	0	0	0	0	2,800
319	SUPPLIES	0	0	0	5,600	5,600
Subtotal:		0	0	0	12,900	15,700
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-88: 41788						
		0	0	0	237,600	239,300
TOTAL EXPENDITURES						
		128,640	240,000	240,000	237,600	239,300

Community Development Block Grant



Community Development Block Grant



Community Development Block Grant

Programs, Services and Functions:

The City of Cleveland anticipates receiving approximately \$333,000 from the United States Department of Housing and Urban Development (HUD) through the Community Development Block Grant Entitlement Program (CDBG) in FY2014. 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 Manager 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 manager 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. Over 883 cases were reviewed within the CDBG target area last year.

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 five families and continued construction of affordable housing within Century Village and Victory Cove which allows Habitat to continue its mission of providing affordable, single-family housing within the CDBG target area. CDBG funds provided the infrastructure in Century Village and assisted in the acquisition of land called Victory Cove, an affordable housing subdivision.

Recreational improvements planned this year include the replacement of Mosby Pool using Parks and Recreation and CDBG funding. Additional recreational improvements will take place at South Cleveland Community Center.

The following activities are recommended to the City Council:

Codes Enforcement	\$ 60,850
Recreation Improvements	\$ 175,586
Down Payment Assistance	\$ 30,000
Administration	<u>\$ 85,900</u>
TOTAL	\$ 352,336

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

EXPENDITURE SUMMARY	FY 2012 Actual	FY 2013 Budgeted	FY 2014 Proposed	Percentage Increase
Personnel Expenditures	\$124,932	\$127,050	\$132,350	4.2%
Operating Expenditures	\$82,184	\$196,906	\$82,450	-58.1%
Capital Outlay & Debt Service	\$122,688	\$330,546	\$205,536	-37.8%
Total Expenditures	\$329,804	\$654,502	\$420,336	-35.8%

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 in conjunction with Habitat for Humanity for down payment assistance and continue development of affordable, single-family housing within the target area
- Provide funding for recreational improvements 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	FY2011 (Actual)	FY2012 (Actual)	FY2013 (Estimated)	FY2014 (Projected)
Number of grant years funding remaining at year end	1.05	.50	1.50	1.50
Percentage of low and moderate income expenditures	100%	100%	100%	100%
CDBG funds spent	\$568,711	\$329,805	\$332,936	\$332,936
Number of target area code enforcement contacts	605	883	600	600
Number of LMI families assisted into homeownership	8	10	8	5

FUND #139 COMMUNITY DEVELOPMENT BLOCK GRANT						
REVENUES						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
33116	FEDERAL GRANT-2010 CDBG	350	0	0	0	0
33117	FEDERAL GRANT-2011 CDBG	238,184	0	122,110	0	0
33118	FEDERAL GRANT-2012 CDBG	0	333,000	332,936	0	0
33119	FEDERAL GRANT-2013 CDBG	0	0	0	332,936	332,936
33490	THDA EMERGENCY SHELTER GT-FY11	78,903	68,000	75,000	68,000	68,000
33492	THDA EMERGENCY SHELTER GT-FY13	0	0	107,456	0	0
36810	TRANSFER FROM GENERAL FUND	10,000	15,000	17,000	15,000	15,000
	TOTAL REVENUES	327,437	416,000	654,502	415,936	415,936
EXPENDITURES						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
	2012 CDBG					
53100	Administrative					
111	SALARIES	50,776	0	0	0	0
132	LONGEVITY	300	0	0	0	0
134	CHRISTMAS BONUS	742	0	0	0	0
140	DENTAL INSURANCE	530	0	0	0	0
141	SOCIAL SECURITY	3,655	0	0	0	0
142	HEALTH INSURANCE	8,971	0	0	0	0
143	RETIREMENT	8,646	0	0	0	0
144	LIFE & DISABILITY	649	0	0	0	0
	Subtotal:	74,269	0	0	0	0
	Operating Expenditures					
221	PRINTING EXPENSE	291	0	0	0	0
237	ADVERTISING	311	0	0	0	0
245	TELEPHONE EXPENSE	939	0	0	0	0
283	TRAVEL AND TRAINING	0	0	0	0	0
319	OFFICE SUPPLIES	380	0	0	0	0
331	GASOLINE	233	0	0	0	0
599	MISCELLANEOUS	25	0	0	0	0
	Subtotal:	2,179	0	0	0	0
	Subtotal Planning & Administration:	76,448	0	0	0	0
53200	Recreation Projects					
	Capital outlay and debt service:					
936	LAND ACQUISITION-SHEPHARD FIELD	350	0	45,602	0	0
940	SCCC-SPLASH PAD	22,338	0	87,363	0	0
	Subtotal:	22,688	0	132,965	0	0
53400	Housing					
934	Acquisition of Property	100,000	0	0	0	0
	Subtotal:	100,000	0	0	0	0
	Subtotal capital outlay and debt service:	122,688	0	132,965	0	0

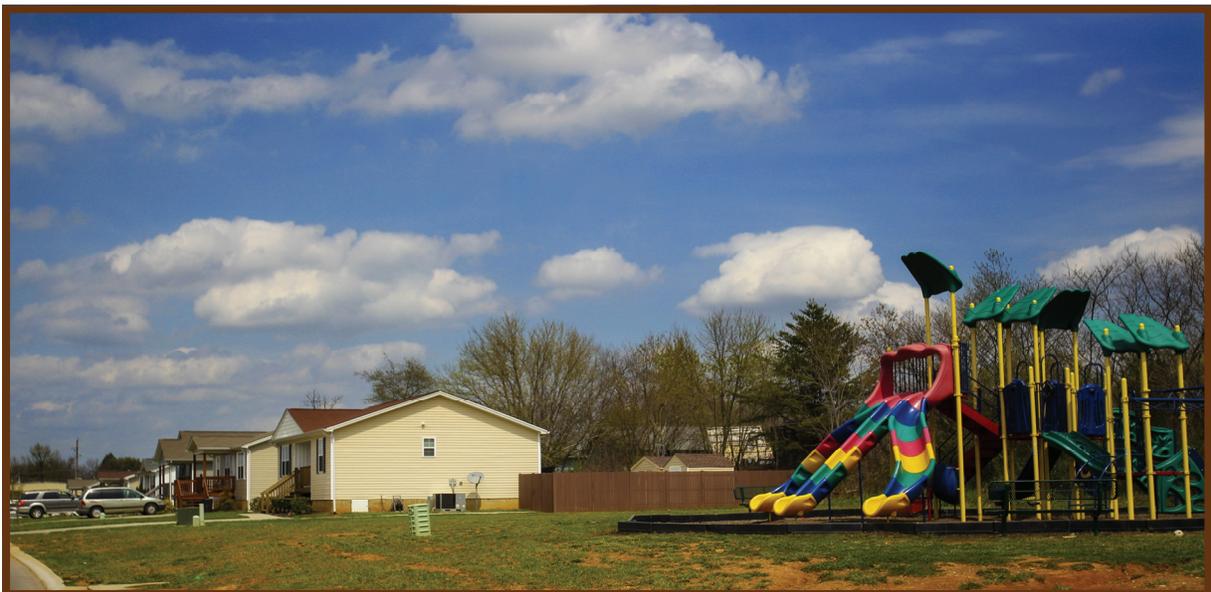
EXPENDITURES						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
53500	Codes Enforcement					
Personnel and fringe benefits:						
111	SALARIES	35,263	0	0	0	0
132	LONGEVITY	300	0	0	0	0
134	CHRISTMAS BONUS	742	0	0	0	0
140	DENTAL INSURANCE	289	0	0	0	0
141	SOCIAL SECURITY	2,827	0	0	0	0
142	HEALTH INSURANCE	4,742	0	0	0	0
143	RETIREMENT	6,059	0	0	0	0
144	LIFE & DISABILITY	442	0	0	0	0
191	LAUNDRY & DRY CLEANING	0	0	0	0	0
Subtotal:		50,663	0	0	0	0
Operating Expenditures						
221	PRINTING	0	0	0	0	0
237	ADVERTISING	0	0	0	0	0
245	TELEPHONE EXPENSE	710	0	0	0	0
252	LEGAL EXPENSE	0	0	0	0	0
261	VEHICLE MAINTENANCE	1,219	0	0	0	0
283	TRAVEL/TRAINING	0	0	0	0	0
319	SUPPLIES	31	0	0	0	0
326	CLOTHING ALLOWANCE	0	0	0	0	0
331	GASOLINE	2,374	0	0	0	0
512	INS-VEHICLES & EQUIPMENT	171	0	0	0	0
599	MISCELLANEOUS	0	0	0	0	0
Subtotal:		4,506	0	0	0	0
Subtotal Codes Enforcement:		55,169	0	0	0	0
63100	Emergency shelter grant-FY 11					
Operating Expenditures						
259	SHELTER OPERATIONS	75,499	0	0	0	0
591	ADMINISTRATION COSTS	0	0	0	0	0
Subtotal:		75,499	0	0	0	0
TOTAL 2012 EXPENDITURES		329,804	0	132,965	0	0
2013 CDBG						
54100	Administrative					
111	SALARIES	0	51,200	52,401	0	0
132	LONGEVITY	0	350	350	0	0
134	CHRISTMAS BONUS	0	100	550	0	0
140	DENTAL INSURANCE	0	600	600	0	0
141	SOCIAL SECURITY	0	4,000	4,100	0	0
142	HEALTH INSURANCE	0	8,800	9,800	0	0
143	RETIREMENT	0	8,700	8,900	0	0
144	LIFE & DISABILITY	0	700	700	0	0
Subtotal:		0	74,450	77,401	0	0
Operating Expenditures						
221	PRINTING EXPENSE	0	400	400	0	0
237	ADVERTISING	0	800	500	0	0
245	TELEPHONE EXPENSE	0	1,450	1,450	0	0
283	TRAVEL AND TRAINING	0	1,200	850	0	0
319	OFFICE SUPPLIES	0	1,200	1,000	0	0
331	GASOLINE	0	1,000	1,000	0	0
599	MISCELLANEOUS	0	1,000	100	0	0
Subtotal:		0	7,050	5,300	0	0
Subtotal Planning & Administration:		0	81,500	82,701	0	0

EXPENDITURES						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
54200	Recreation Projects					
Capital outlay and debt service:						
940	MOSBY PARK POOL	0	119,436	112,540	0	0
Subtotal:		0	119,436	112,540	0	0
54400	Housing					
Capital outlay and debt service:						
934	ACQUISITION FOR HOUSING	0	65,000	61,040	0	0
719	DOWN PAYMENT ASSISTANCE	0	24,064	24,000	0	0
Subtotal:		0	89,064	85,040	0	0
Subtotal capital outlay and debt service:		0	208,500	197,580	0	0
54500	Codes Enforcement					
Personnel and fringe benefits:						
111	SALARIES	0	35,200	35,900	0	0
132	LONGEVITY	0	350	350	0	0
134	CHRISTMAS BONUS	0	100	550	0	0
140	DENTAL INSURANCE	0	300	300	0	0
141	SOCIAL SECURITY	0	2,800	2,800	0	0
142	HEALTH INSURANCE	0	4,800	5,300	0	0
143	RETIREMENT	0	6,000	6,100	0	0
144	LIFE & DISABILITY	0	450	450	0	0
191	LAUNDRY & DRY CLEANING	0	600	100	0	0
Subtotal:		0	50,600	51,850	0	0
Operating Expenditures						
221	PRINTING	0	400	100	0	0
237	ADVERTISING	0	100	100	0	0
245	TELEPHONE EXPENSE	0	1,500	1,500	0	0
252	LEGAL EXPENSE	0	300	200	0	0
261	VEHICLE MAINTENANCE	0	1,500	1,500	0	0
283	TRAVEL/TRAINING	0	500	150	0	0
319	SUPPLIES	0	300	300	0	0
326	CLOTHING ALLOWANCE	0	400	400	0	0
331	GASOLINE	0	1,500	2,000	0	0
512	INS-VEHICLES & EQUIPMENT	0	500	300	0	0
599	MISCELLANEOUS	0	400	400	0	0
Subtotal:		0	7,400	6,950	0	0
Subtotal Codes Enforcement:		0	58,000	58,800	0	0
64100	Emergency shelter grant-FY 11					
Operating Expenditures						
259	SHELTER OPERATIONS	0	65,000	71,625	0	0
591	ADMINISTRATION COSTS	0	3,000	3,375	0	0
Subtotal:		0	68,000	75,000	0	0
64200	Emergency shelter grant-FY13					
259	SHELTER OPERATIONS	0	0	102,620	0	0
591	ADMINISTRATION COSTS	0	0	4,836	0	0
Subtotal:		0	0	107,456	0	0
Subtotal Emergency shelter grants		0	68,000	182,456	0	0
	TOTAL 2013 EXPENDITURES	0	416,000	521,537	0	0

EXPENDITURES						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
2014 CDBG						
55100	Administrative					
111	SALARIES	0	0	0	52,200	54,000
132	LONGEVITY	0	0	0	400	400
134	CHRISTMAS BONUS	0	0	0	100	100
140	DENTAL INSURANCE	0	0	0	600	600
141	SOCIAL SECURITY	0	0	0	4,100	4,200
142	HEALTH INSURANCE	0	0	0	9,800	9,800
143	RETIREMENT	0	0	0	8,800	9,100
144	LIFE & DISABILITY	0	0	0	700	700
Subtotal:		0	0	0	76,700	78,900
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	83,750	85,950
55400	Housing					
Capital outlay and debt service:						
934	PROJECTS TO BE DETERMINED	0	0	0	204,936	205,536
Subtotal:		0	0	0	204,936	205,536
Subtotal capital outlay and debt service:		0	0	0	204,936	205,536
55500	Codes Enforcement					
Personnel and fringe benefits:						
111	SALARIES	0	0	0	35,900	37,200
132	LONGEVITY	0	0	0	400	400
134	CHRISTMAS BONUS	0	0	0	100	100
140	DENTAL INSURANCE	0	0	0	300	300
141	SOCIAL SECURITY	0	0	0	2,800	2,900
142	HEALTH INSURANCE	0	0	0	5,200	5,200
143	RETIREMENT	0	0	0	6,100	6,300
144	LIFE & DISABILITY	0	0	0	450	450
191	LAUNDRY & DRY CLEANING	0	0	0	600	600
Subtotal:		0	0	0	51,850	53,450
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	59,250	60,850

EXPENDITURES						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
65100	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 2014 EXPENDITURES	0	0	0	415,936	420,336
	TOTAL ALL EXPENDITURES	329,804	416,000	654,502	415,936	420,336

THDA NEIGHBORHOOD STABILIZATION PROGRAM



Neighborhood Stabilization Program

Organization Chart

No personnel are funded out of this fund.

Programs, Services and Functions:

This fund accounts for the proceeds from the Tennessee Housing Development Agency (THDA) allocation from the U. S. Department of Housing and Urban Development for the Neighborhood Stabilization Program (NSP). The Neighborhood Stabilization Program provided funding for the construction of seven homes within the Century Village Subdivision for low and moderate income families through an agreement with Habitat for Humanity of Cleveland. All homes are complete and occupied. This fund will close in FY 2013.

EXPENDITURE SUMMARY	FY 2012 Actual	FY 2013 Budgeted	FY 2014 Proposed	Percentage Increase
Personnel Expenditures	\$0	\$0	\$0	0.00%
Operating Expenditures	\$0	\$21,198	\$0	-100.00%
Capital Outlay & Debt Service	\$178,482	\$30	\$0	-100.00%
Total Expenditures	\$178,482	\$21,228	\$0	-100.00%

Goals and Objectives

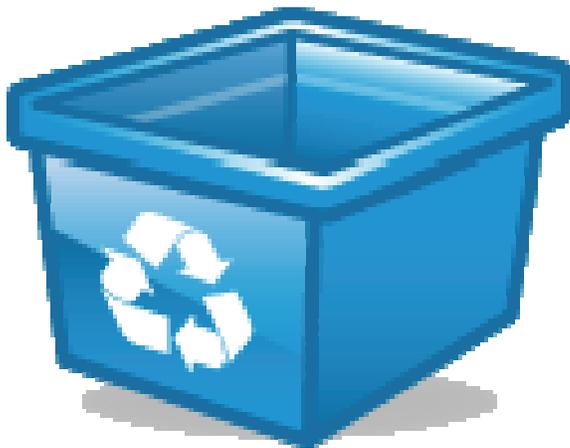
- There are no goals and objectives since this fund will be closing in FY2013.

Performance Measures

Measure Description	FY 2011 (Actual)	FY 2012 (Actual)	FY 2013 (Estimated)	FY 2014 (Projected)
NSP funds spent	224,260	178,482	21,228	N/A
Number of LMI families assisted into homeownership	3	4	0	N/A
Percentage of low and moderate income expenditures	100%	100%	100%	N/A

CITY OF CLEVELAND						
FUND #150 - THDA NEIGHBORHOOD STABILIZATION PROGRAM						
REVENUES						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
33110	THDA STABILIZATION PROGRAM	178,455	0	21,228	0	0
	TOTAL REVENUES	178,455	0	21,228	0	0
EXPENDITURES						
DEPARTMENT 46240						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
Operating expenditures:						
256	ADMINISTRATION FEES	0	0	21,199	0	0
	Subtotal:	0	0	21,199	0	0
Capital outlay and debt service:						
924	HOUSING CONSTRUCTION	178,482	0	30	0	0
	Subtotal:	178,482	0	30	0	0
	TOTAL EXPENDITURES	178,482	0	21,228	0	0

RECYCLING GRANT



Recycling Grant

Organization Chart:

No personnel are funded out of this fund.

Programs, Services, and Functions:

This fund is used to account for the “Clean and Green Cleveland” Program, funded by the TDOT Department of Beautification’s Special Litter Project fund, will seek to raise public awareness and activity to support litter reduction and increased recycling in Cleveland. Through a multi-faceted approach, including marketing, education, local activities, and product supplication, Cleveland’s residents will become better informed about the necessity to act more responsibly with regards to waste, and will be given opportunities to take action. The grant program will be executed over a three year period, ending in June 2016.

Goals and Objectives:

- Inform Cleveland residents about the current state of littering and recycling, including costs associated with litter pickup and damage to the environment and local ecosystems caused by littering and non-recycling
- Inform residents of ways to reduce litter and ways to recycle in Cleveland
- Purchase and distribute items to residents that will encourage greater recycling, such as reusable shopping bags and recycle tubs
- Situate recycle bins in busy areas in town
- Stage events and activities to encourage recycling and raise awareness of the campaign, such as recycling events, school contests, and 5K races.
- Reduce residential tons of garbage collected per 1,000 people by 10% each year
- Reduce average commercial tons of garbage collected per customer by 10% each year
- Reduce total tonnage taken to landfill on route collection by 10%
- Increase total tonnage received at recycling facilities by 25% each year
- Increase the total number of commercial recycling customers by 25% each year

Performance Measures:

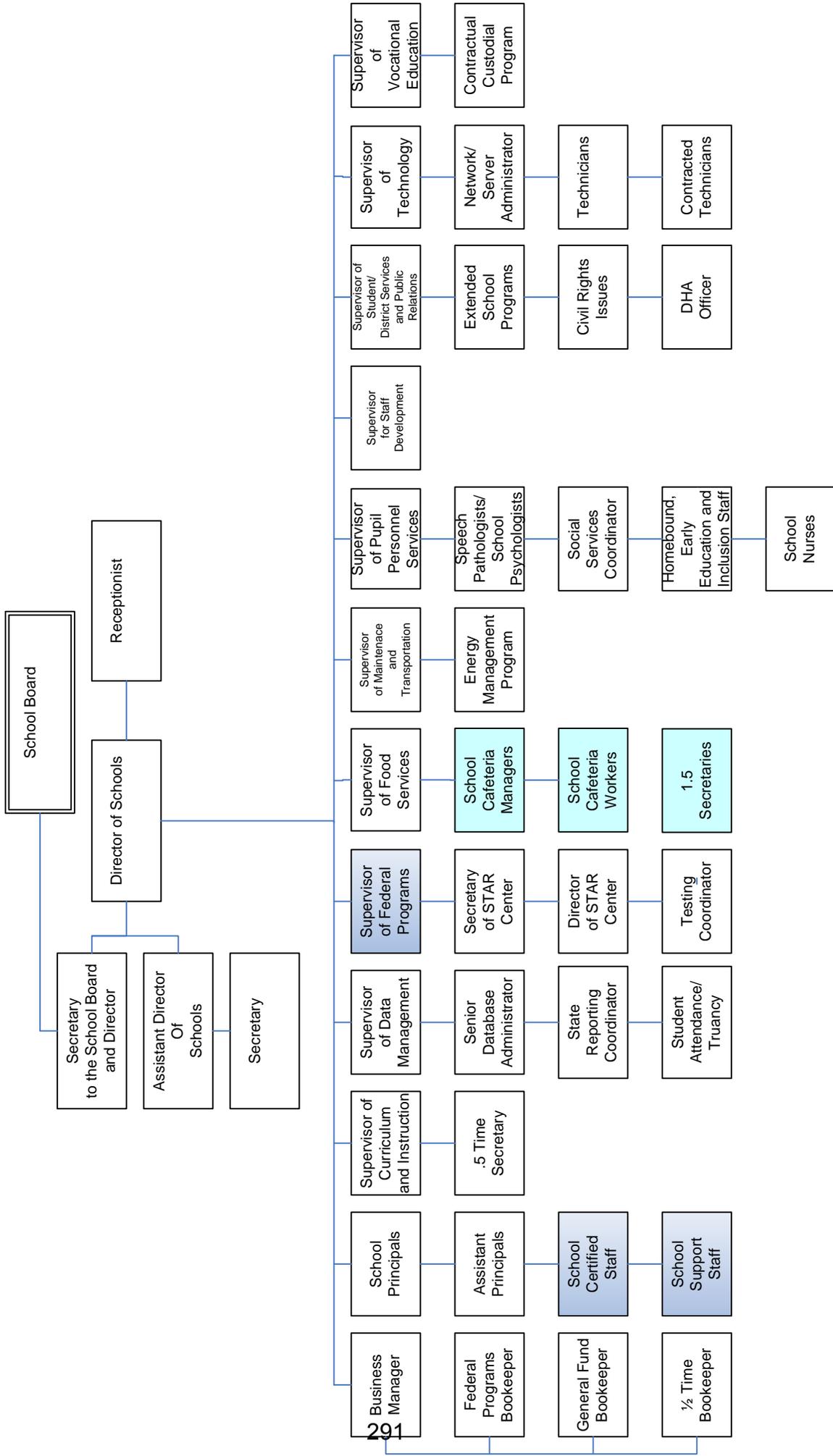
Measure Description	FY 2011 (Actual)	FY 2012 (Actual)	FY 2013 (Estimated)	FY 2014 (Projected)
Number of residential tons of garbage collected per 1,000 people	262	273	280	252
Average commercial tons of garbage collected per customer	20.9	16.7	17.6	15.8
Total tonnage taken to the landfill on route collections	5,260	5,549	5,600	5,040
Total tonnage received at recycling facilities	Data currently unavailable			
Total number of commercial recycling customers	71	74	80	100

CITY OF CLEVELAND						
FUND #151 - RECYCLING GRANT						
REVENUES						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
33400	STATE-RECYCLING GRANT	0	0	12,000	15,000	15,000
36810	TRANS FROM GEN FUND	0	0	4,000	0	0
TOTAL REVENUES		0	0	16,000	15,000	15,000
EXPENDITURES						
DEPARTMENT # 41910						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
239	LITTER GRANT EXP	0	0	15,500	14,500	14,500
283	TRAINING & TRAVEL EXP	0	0	500	500	500
TOTAL EXPENDITURES		0	0	16,000	15,000	15,000

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 2012 Actual	FY 2013 Budgeted	FY 2014 Proposed	Percentage Increase
Personnel & Operating Expenditures	\$37,234,688	\$38,729,562	\$39,758,798	2.7%
Capital Outlay & Debt Service	\$552,375	\$625,846	\$751,647	2.0%
Transfers to Other Funds	\$486,800	\$0	\$0	0%
Total Expenditures	\$38,273,863	\$ 39,355,408	\$40,510,445	2.9%

Goals and Objectives

- Plan 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
- Continue upgrade of technology equipment in the elementary schools
- Continue to rank among the top school districts statewide on the ACT and on other measures of student performance
- Provide major maintenance improvements including roofs and HVAC improvements

Performance Measures

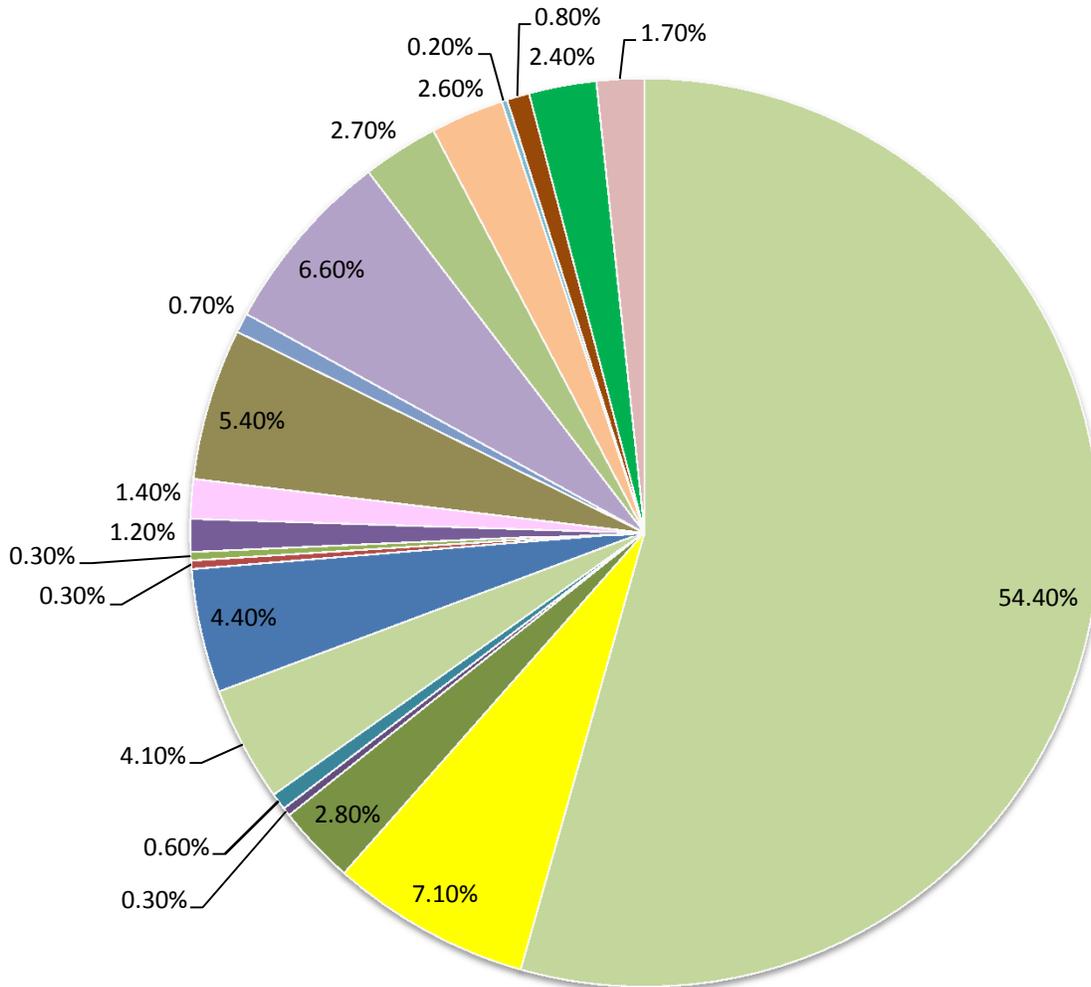
The Tennessee Department of Education provides excellent performance measures as part of its State Report Card. Anyone wishing to see more information on those measures can do so on the Internet by using the following steps:

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 2011 ACTUAL	FY 2012 ACTUAL	FY 2013 BUDGETED	FY 2014 PROPOSED	% OF TOTAL
<i>Revenues and Other</i>					
<i>Financial Sources</i>					
Federal Government	\$460,419	\$254,834	\$204,770	\$51,759	0.1%
State of Tennessee	\$21,262,392	\$22,231,654	\$23,140,136	\$24,209,145	59.8%
Bradley County	\$9,632,452	\$10,071,157	\$10,255,492	\$10,571,390	26.1%
Other Revenues	\$659,426	\$507,219	\$620,810	\$543,951	1.3%
Other Financing Sources:					
Transfers from Other Funds	\$5,120,282	\$5,123,117	\$5,133,000	\$5,133,000	12.7%
<i>Total Revenues and Other</i>					
<i>Financial Sources</i>	\$37,134,971	\$38,187,981	\$39,354,208	\$40,509,245	100.0%
<i>Expenditures and Other</i>					
<i>Financing uses</i>					
Regular Instruction	\$19,224,244	\$20,333,228	\$21,190,861	\$22,039,415	54.4%
Special Education	\$2,521,218	\$2,666,114	\$2,805,071	\$2,881,446	7.1%
Vocational Education	\$1,163,685	\$1,115,622	\$1,099,086	\$1,139,696	2.8%
Attendance	\$104,434	\$103,999	\$108,303	\$112,045	0.3%
Health Services	\$225,277	\$225,959	\$229,979	\$234,762	0.6%
Other Student Support	\$1,667,519	\$1,590,803	\$1,734,250	\$1,642,649	4.1%
Instructional Staff	\$1,645,596	\$1,639,849	\$1,727,287	\$1,778,010	4.4%
Special Education Program	\$104,535	\$117,997	\$110,246	\$113,297	0.3%
Vocational Education Program	\$147,019	\$121,319	\$136,225	\$140,777	0.3%
General Administration	\$425,188	\$433,527	\$473,710	\$476,910	1.2%
Office of the Superintendent	\$576,448	\$566,171	\$566,289	\$577,018	1.4%
Office of the Principal	\$1,773,479	\$1,911,074	\$2,075,377	\$2,185,703	5.4%
Business Administration	\$225,991	\$241,365	\$252,454	\$264,363	0.7%
Operation of Plant	\$3,185,645	\$2,629,915	\$2,694,681	\$2,664,392	6.6%
Maintenance of Plant	\$908,623	\$1,106,970	\$1,120,757	\$1,097,209	2.7%
Transportation	\$891,616	\$1,066,747	\$1,035,863	\$1,039,075	2.6%
Food Service	\$55,698	\$58,033	\$72,103	\$75,010	0.2%
Community Services	\$252,170	\$306,640	\$329,396	\$329,397	0.8%
Early Childhood Education	\$929,420	\$999,356	\$967,624	\$967,624	2.4%
Capital Outlay	\$0	\$354,870	\$0	\$126,000	0.3%
Debt Service	\$143,724	\$197,505	\$431,146	\$430,947	1.1%
Other Financing Uses:					
Transfers to other Funds	\$611,491	\$486,800	\$194,700	\$194,700	0.5%
<i>Total Expenditures and</i>					
<i>Other Financing uses</i>	\$36,783,020	\$38,273,863	\$39,355,408	\$40,510,445	100.0%
<i>Increase (Decrease) in Fund Balance</i>	\$351,951	(\$85,882)	(\$1,200)	(\$1,200)	
<i>Fund Balance at Beginning of FY</i>	\$1,884,614	\$2,236,565	\$2,150,683	\$2,149,483	
<i>Fund Balance at End of FY</i>	\$2,236,565	\$2,150,683	\$2,149,483	\$2,148,283	

Summary of Expenditures by Category



- Regular Instruction
- Vocational Education
- Health Services
- Regular Instruction
- Vocational Education
- Office of the Superintendent
- Fiscal Services
- Maintenance of Plant
- Food Service
- Early Childhood Education
- Special Education
- Attendance
- Other Student Support
- Special Education
- Board of Education
- Office of the Principal
- Operation of Plant
- Transportation
- Community Service
- Debt Service

CLEVELAND CITY SCHOOLS						
REVENUES						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
INTERGOVERNMENTAL						
FEDERAL GOVERNMENT						
47143	EDUCATION OF HANDICAPPED	40,598	40,598	51,759	51,759	51,759
47990	OTHER DIRECT FEDERAL REVENUE	214,236	138,990	153,011	0	0
Subtotal:		254,834	179,588	204,770	51,759	51,759
STATE OF TENNESSEE						
46511	BASIC EDUCATION PROGRAM	20,423,000	21,099,000	21,294,000	22,399,000	22,399,000
46520	SCHOOL FOOD SERVICE	25,663	25,663	27,047	25,663	25,663
46550	DRIVER EDUCATION	9,742	8,000	8,000	8,000	8,000
46590	OTHER STATE EDUCATION	341,740	287,000	328,525	287,000	287,000
46610	CAREER LADDER PROGRAM	184,694	224,648	224,648	224,648	224,648
46612	CAREER LADDER-EXT CONT	99,900	164,793	164,793	164,793	164,793
46820	INCOME TAX	27,357	30,427	30,427	30,427	30,427
46850	MIXED DRINK TAX	92,104	85,072	95,072	101,990	101,990
46980	OTHER STATE GRANTS	1,027,454	967,624	967,624	967,624	967,624
Subtotal:		22,231,655	22,892,227	23,140,136	24,209,145	24,209,145
BRADLEY COUNTY						
40110	CURRENT PROPERTY TAX	5,385,927	5,593,817	5,537,095	5,703,208	5,703,208
40120	TRUSTEE'S COLLECTION	207,031	182,061	182,061	182,061	182,061
40130	CIR CLK/CLK & MASTER	148,575	116,000	116,000	116,000	116,000
40140	INTEREST & PENALTY	32,675	31,369	31,369	31,369	31,369
40162	PYMTS IN LIEU-LOCAL	1,323	1,305	1,305	1,305	1,305
40163	PAYMENTS IN LIEU-OTHER	64,231	34,595	91,317	91,317	91,317
40210	LOCAL OPTION SALES TAX	4,209,182	4,273,193	4,273,193	4,422,978	4,422,978
40320	BANK EXCISE TAX	17,125	18,201	18,201	18,201	18,201
40350	INTERSTATE TELECOMM. TAX	2,227	2,126	2,126	2,126	2,126
41110	MARRIAGE LICENSES	2,861	2,825	2,825	2,825	2,825
Subtotal:		10,071,157	10,255,492	10,255,492	10,571,390	10,571,390
CHARGES FOR SERVICES						
43511	TUITION-REGULAR DAY	92,977	101,935	101,935	101,935	101,935
43581	COMM SVCS FEES-CHILDREN	149,449	152,396	152,396	152,396	152,396
43583	TBI CRIMINAL BACKGROUND	708	4,800	4,800	4,800	4,800
Subtotal:		243,135	259,131	259,131	259,131	259,131
INTEREST						
44110	INTEREST EARNED	6,251	5,000	6,250	6,250	6,250
Subtotal:		6,251	5,000	6,250	6,250	6,250
MISCELLANEOUS						
44146	E-RATE FUNDING	70,071	0	49,626	0	0
44170	MISCELLANEOUS REFUNDS	35,214	98,841	98,841	98,841	98,841
44530	SALE OF EQUIPMENT	6,053	1,640	21,640	10,000	10,000
44560	DAMAGES RECOVERED	0	1,800	1,800	1,800	1,800
44570	CONTRIBUTIONS & GIFTS	136,228	137,172	153,522	137,929	137,929
44990	OTHER LOCAL REVENUES	10,267	30,000	30,000	30,000	30,000
Subtotal:		257,833	269,453	355,429	278,570	278,570
OTHER FINANCING USES						
49200	NOTE PROCEEDS	0	0	0	0	0
49300	CAPITAL LEASE	354,870	0	0	0	0
49800	OPERATING TRANSFERS (FED)	3,117	13,000	13,000	13,000	13,000
49810	CITY GENERAL FUND TRANS	5,120,000	5,120,000	5,120,000	5,120,000	5,120,000
Subtotal:		5,477,987	5,133,000	5,133,000	5,133,000	5,133,000
	TOTAL REVENUES	38,542,851	38,993,891	39,354,208	40,509,245	40,509,245

EXPENDITURES						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
EDUCATION						
71100 REGULAR INSTRUCTION						
116	TEACHERS	12,783,544	13,395,455	13,434,360	13,872,184	13,872,184
117	CAREER LADDER PROGRAM	101,530	129,000	129,000	129,000	129,000
127	CAREER LADDER-EXT CONT	55,600	141,211	141,211	141,211	141,211
128	HOMEBOUND TEACHERS	53,282	57,279	53,279	54,607	54,607
163	ASSISTANTS	1,051,517	1,085,648	1,085,648	1,100,545	1,100,545
189	OTHER SALARIES & WAGES	285,971	193,439	205,989	194,097	194,097
195	CERTIFIED SUBSTITUE TEACHERS	185,403	120,000	130,000	120,000	120,000
198	NON-CERTIFIED SUBSTITUTE TCHRS	90,361	92,780	92,780	92,780	92,780
201	SOCIAL SECURITY	840,656	929,061	894,839	959,418	959,418
204	STATE RETIREMENT	1,343,929	1,399,792	1,400,303	1,443,605	1,443,605
206	LIFE INSURANCE	28,466	15,607	15,607	15,607	15,607
207	MEDICAL INSURANCE	1,846,401	1,856,777	2,014,757	2,130,397	2,130,397
210	UNEMPLOYMENT COMP	23,871	18,000	18,000	18,000	18,000
212	EMPLOYER MEDICARE LIAB	198,762	217,281	210,463	224,380	224,380
299	OTHER FRINGE BENEFITS	140,924	144,000	144,000	144,000	144,000
336	MAINTENANCE & REPAIR	5,407	18,650	18,650	18,420	18,420
399	OTHER CONTRACTED SVCS	454,520	323,520	390,771	331,183	331,183
429	INSTRUCTIONAL SUPPLIES	265,885	268,465	268,465	273,065	273,065
449	TEXTBOOKS	382,790	305,000	290,000	255,000	255,000
499	OTHER SUPP & MATERIALS	26,139	31,000	32,500	28,807	28,807
599	OTHER CHARGES	5,297	9,825	9,825	9,100	9,100
722	REGULAR INSTRUCTION EQUIP	162,974	210,414	210,414	484,009	484,009
	TOTAL REGULAR INSTRUCT	20,333,228	20,962,204	21,190,861	22,039,415	22,039,415
71200 SPECIAL EDUCATION						
116	TEACHERS	1,498,944	1,585,137	1,580,137	1,627,051	1,627,051
117	CAREER LADDER PROGRAM	17,000	19,000	19,000	19,000	19,000
128	HOMEBOUND TEACHERS	5,618	1,000	3,000	1,000	1,000
163	ASSISTANTS	276,379	277,618	277,618	286,278	286,278
171	SPEECH PATHOLOGIST	242,052	250,076	250,076	256,291	256,291
195	CERTIFIED SUBSTITUE TEACHERS	10,216	4,000	8,700	4,000	4,000
198	NON-CERTIFIED SUBSTITUTE TCHRS	5,054	3,000	3,000	3,000	3,000
201	SOCIAL SECURITY	120,763	131,238	131,238	134,757	134,757
204	STATE RETIREMENT	206,112	211,077	206,077	216,596	216,596
206	LIFE INSURANCE	1,956	1,956	1,956	1,956	1,956
207	MEDICAL INSURANCE	220,709	222,026	233,875	240,299	240,299
212	EMPLOYER MEDICARE LIAB	28,286	30,692	30,692	31,516	31,516
312	CONTRACTS-PRIVATE AGENCY	3,393	22,102	22,102	22,102	22,102
336	MAINTENANCE & REPAIR	251	1,700	1,700	1,700	1,700
429	INSTRUCTIONAL SUPPLIES	11,787	24,527	24,527	24,500	24,500
499	OTHER SUPP & MATERIALS	8,934	6,773	6,773	6,800	6,800
725	SPECIAL EDUCATION EQUIP	8,660	4,600	4,600	4,600	4,600
	TOTAL SPECIAL EDUCATION	2,666,114	2,796,522	2,805,071	2,881,446	2,881,446
71300 VOCATIONAL EDUCATION						
116	TEACHERS	781,517	841,503	754,567	788,876	788,876
117	CAREER LADDER PROGRAM	500	0	0	0	0
195	CERTIFIED SUBSTITUE TEACHERS	5,550	1,500	3,500	1,500	1,500
198	NON-CERTIFIED SUBSTITUTE TCHRS	4,220	1,000	1,500	1,000	1,000
201	SOCIAL SECURITY	45,392	51,929	45,929	48,665	48,665
204	STATE RETIREMENT	70,121	74,725	68,725	70,053	70,053
206	LIFE INSURANCE	639	639	639	639	639
207	MEDICAL INSURANCE	95,524	106,040	97,040	101,540	101,540
212	EMPLOYER MEDICARE LIAB	10,756	12,144	11,144	11,381	11,381
336	MAINTENANCE & REPAIR	5,593	8,500	8,500	8,500	8,500
356	TUITION-CERTIFICATION COURSE	0	375	375	375	375
399	OTHER CONTRACTED SVCS	2,038	4,500	4,500	4,500	4,500
429	INSTRUCTIONAL SUPPLIES	57,478	33,200	33,200	33,200	33,200
499	OTHER SUPP & MATERIALS	2,115	2,300	2,300	2,300	2,300

EXPENDITURES						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
790	VOCATIONAL INSTR EQUIP	34,179	67,167	67,167	67,167	67,167
	TOTAL VOCATIONAL EDUCATION	1,115,621	1,205,522	1,099,086	1,139,696	1,139,696
	72110 ATTENDANCE					
105	SUPERVISOR/DIRECTOR	39,390	40,546	40,546	42,392	42,392
189	OTHER SALARIES AND WAGES	37,308	38,880	38,880	40,421	40,421
201	SOCIAL SECURITY	4,703	4,924	4,924	5,134	5,134
204	STATE RETIREMENT	9,792	10,090	10,090	10,482	10,482
206	LIFE INSURANCE	120	120	120	120	120
207	MEDICAL INSURANCE	2,586	2,586	3,591	3,295	3,295
212	EMPLOYER MEDICARE LIAB	1,100	1,152	1,152	1,201	1,201
704	ATTENDANCE EQUIPMENT	9,000	9,000	9,000	9,000	9,000
	TOTAL ATTENDANCE	104,000	107,298	108,303	112,045	112,045
	72120 HEALTH SERVICES					
131	MEDICAL PERSONNEL	80,911	83,655	80,655	83,679	83,679
189	OTHER SALARIES AND WAGES	78,210	82,171	61,334	74,526	74,526
201	SOCIAL SECURITY	9,168	10,282	8,990	9,809	9,809
204	STATE RETIREMENT	12,031	13,921	10,220	15,575	15,575
206	LIFE INSURANCE	94	94	94	94	94
207	MEDICAL INSURANCE	15,683	15,712	16,795	21,660	21,660
212	EMPLOYER MEDICARE LIAB	2,144	2,404	2,102	2,294	2,294
355	TRAVEL	895	3,407	4,407	4,400	4,400
399	OTHER CONTRACTED SVCS	1,135	2,525	3,100	3,100	3,100
413	DRUGS/MEDICAL SUPPLIES	2,048	2,000	2,000	2,000	2,000
499	OTHER SUPP & MATERIALS	10,008	7,108	6,700	11,500	11,500
599	OTHER CHARGES	9,470	9,700	33,582	6,125	6,125
735	HEALTH EQUIPMENT	4,162	0	0	0	0
	TOTAL HEALTH SERVICES	225,960	232,979	229,979	234,762	234,762
	72130 OTHER STUDENT SUPPORT					
117	CARRER LADDER PROGRAM	8,500	9,000	9,000	9,000	9,000
123	GUIDANCE PERSONNEL	588,400	605,281	605,281	627,532	627,532
124	PSYCHOLOGICAL PERSONNEL	80,168	81,229	81,229	82,584	82,584
130	SOCIAL WORKERS	86,984	86,128	86,128	89,595	89,595
164	ATTENDANTS	140,143	76,795	126,795	76,795	76,795
189	OTHER SALARIES AND WAGES	154,653	168,280	219,636	110,328	110,328
201	SOCIAL SECURITY	63,057	63,359	66,543	61,444	61,444
204	STATE RETIREMENT	87,340	93,787	102,322	93,396	93,396
206	LIFE INSURANCE	967	867	867	867	867
207	MEDICAL INSURANCE	82,621	86,627	82,627	86,713	86,713
212	EMPLOYER MEDICARE LIAB	14,737	14,887	14,887	14,440	14,440
322	EVALUATION AND TESTING	43,321	89,350	89,350	90,870	90,870
336	MAINTENANCE & REPAIR	0	600	600	600	600
355	TRAVEL	2,373	0	0	0	0
399	OTHER CONTRACTED SVCS	227,525	237,670	242,670	292,170	292,170
499	OTHER SUPP & MATERIALS	8,146	6,315	6,315	6,315	6,315
790	OTHER EQUIPMENT	1,868	0	0	0	0
	TOTAL OTHER STUDENT SUPP	1,590,802	1,620,175	1,734,250	1,642,649	1,642,649
	INSTRUCTIONAL STAFF					
	72210 REGULAR INSTRUCTION PROGRAM					
105	SUPERVISOR/DIRECTOR	285,102	352,421	363,887	367,159	367,159
117	CAREER LADDER PROGRAM	17,000	20,500	20,500	20,500	20,500
129	LIBRARIANS	441,232	468,428	468,428	481,563	481,563
132	MATERIALS COORDINATOR	83,726	43,119	43,119	43,981	43,981
161	SECRETARIES	127,435	132,374	132,374	136,275	136,275
189	OTHER PERSONNEL	155,692	152,225	142,225	160,976	160,976
201	SOCIAL SECURITY	65,519	71,639	71,639	74,205	74,205
204	STATE RETIREMENT	120,164	126,040	126,040	130,496	130,496

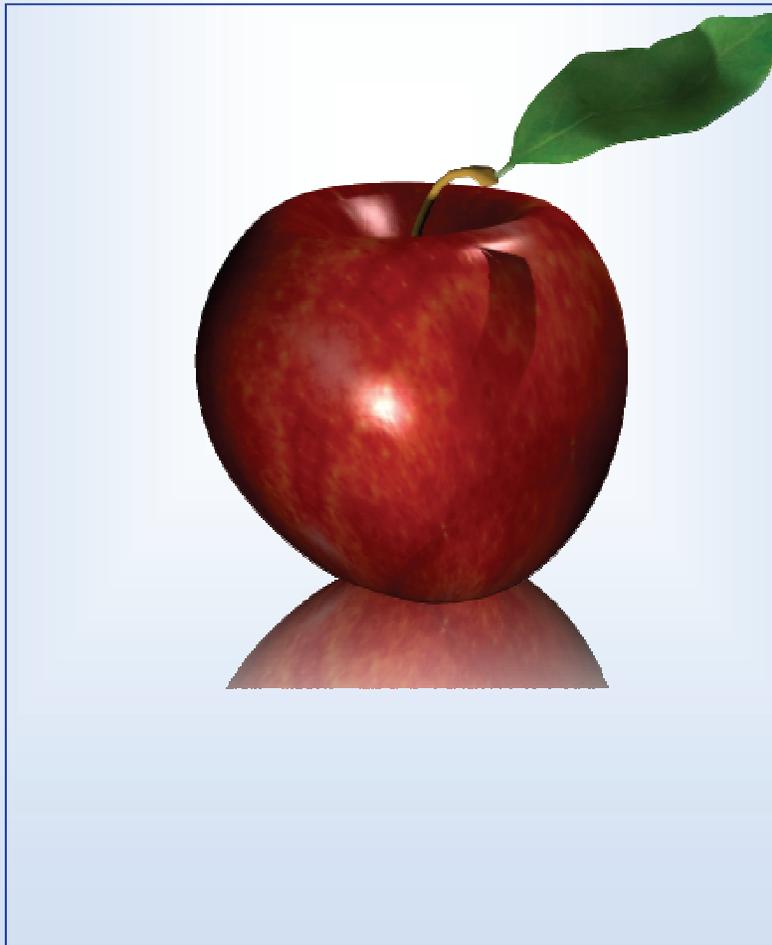
EXPENDITURES						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
206	LIFE INSURANCE	1,183	1,183	1,183	1,183	1,183
207	MEDICAL INSURANCE	135,993	138,027	152,750	160,593	160,593
212	EMPLOYER MEDICARE LIAB	15,319	16,754	16,754	17,354	17,354
320	DUES & SUBSCRIPTIONS	1,744	4,000	4,000	4,000	4,000
355	TRAVEL	28,936	36,000	36,000	36,000	36,000
399	CONTRACTED SERVICE	21,221	8,500	11,938	8,500	8,500
429	INSTRUCTION SUPPLIES/MATERIALS	2,181	0	0	0	0
432	LIBRARY BOOKS/MEDIA	39,371	35,900	35,900	34,675	34,675
499	OTHER SUPPLIES & MATERIALS	15,613	21,650	21,650	21,650	21,650
524	IN-SERVICE/STAFF DEVELOP	75,669	75,400	75,400	75,400	75,400
790	OTHER EQUIPMENT	6,749	3,500	3,500	3,500	3,500
	TOTAL REGULAR INSTRUCT	1,639,850	1,707,660	1,727,287	1,778,010	1,778,010
	72220 SPECIAL EDUCATION PROGRAM					
105	SUPERVISOR/DIRECTOR	86,348	87,806	87,806	89,562	89,562
117	CAREER LADDER PROGRAM	1,000	1,000	1,000	1,000	1,000
201	SOCIAL SECURITY	5,383	5,506	5,506	5,615	5,615
204	STATE RETIREMENT	7,805	7,886	7,886	8,042	8,042
206	LIFE INSURANCE	29	29	29	29	29
207	MEDICAL INSURANCE	4,741	4,742	4,742	5,746	5,746
212	EMPLOYER MEDICARE LIAB	1,259	1,277	1,277	1,303	1,303
308	CONSULTANTS	10,050	500	500	500	500
355	TRAVEL	1,382	1,500	1,500	1,500	1,500
	TOTAL SPECIAL EDUCATION	117,998	110,246	110,246	113,297	113,297
	72230 VOCATIONAL EDUCATION					
105	SUPERVISOR/DIRECTOR	70,754	75,204	75,204	77,820	77,820
117	CAREER LADDER PROGRAM	1,500	3,000	3,000	3,000	3,000
161	SECRETARIES	24,458	25,524	25,524	26,395	26,395
201	SOCIAL SECURITY	3,660	6,432	6,432	6,647	6,647
204	STATE RETIREMENT	7,336	11,204	11,204	11,564	11,564
206	LIFE INSURANCE	72	72	72	72	72
207	MEDICAL INSURANCE	7,784	7,785	10,785	11,224	11,224
212	EMPLOYER MEDICARE LIAB	1,340	1,504	1,504	1,555	1,555
355	TRAVEL	4,415	2,500	2,500	2,500	2,500
	TOTAL VOCATIONAL EDUC	121,320	133,225	136,225	140,777	140,777
	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	765	765	765
299	OTHER FRINGE BENEFITS	740	740	740	740	740
305	AUDIT SERVICES	12,750	12,750	13,000	13,000	13,000
320	DUES AND MEMBERSHIPS	9,563	11,753	11,753	14,953	14,953
331	LEGAL SERVICES	7,454	10,000	10,000	10,000	10,000
506	LIABILITY INSURANCE	42,543	42,543	46,769	46,769	46,769
508	PREMIUMS ON SURETY BONDS	10,044	10,044	11,070	11,070	11,070
510	TRUSTEE'S COMMISSION	116,902	109,753	109,753	109,753	109,753
513	WORKER'S COMP INSURANCE	139,736	142,083	171,786	171,786	171,786
533	CRIMINAL INVESTIGATION APPL	4,544	8,000	8,000	8,000	8,000
534	REFUND APPLICANT-INVESTIGAT	480	2,000	2,000	2,000	2,000
599	OTHER CHARGES	31,931	32,000	32,000	32,000	32,000
	TOTAL BOARD OF EDUCATION	433,526	438,505	473,710	476,910	476,910
	72320 OFFICE OF THE SUPERINTENDENT					
101	ADMINISTRATIVE OFFICER	126,860	130,754	130,754	134,001	134,001
103	ASSISTANT	87,831	90,466	90,466	92,275	92,275
117	CAREER LADDER PROGRAM	0	1,000	1,000	1,000	1,000
161	SECRETARIES	69,055	71,822	74,910	73,768	73,768

EXPENDITURES						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
189	OTHER SALARIES & WAGES	7,200	7,200	7,200	7,200	7,200
201	SOCIAL SECURITY	17,438	18,490	17,490	18,924	18,924
204	STATE RETIREMENT	31,438	32,360	30,360	33,082	33,082
206	LIFE INSURANCE	195	195	195	195	195
207	MEDICAL INSURANCE	34,950	34,950	37,243	39,800	39,800
212	EMPLOYER MEDICARE LIAB	4,078	4,324	4,324	4,426	4,426
299	OTHER FRINGE BENEFITS	3,750	3,923	3,923	3,923	3,923
307	COMMUNICATION	110,803	120,000	90,000	90,000	90,000
320	DUES AND MEMBERSHIPS	2,474	2,500	2,624	2,624	2,624
348	POSTAL CHARGES	5,283	6,500	6,500	6,500	6,500
355	TRAVEL	6,385	4,300	4,300	4,300	4,300
399	OTHER CONTRACTED SVCS	18,989	24,600	24,600	24,600	24,600
435	OFFICE SUPPLIES	17,388	17,500	17,500	17,500	17,500
599	OTHER CHARGES	17,814	17,900	17,900	17,900	17,900
701	ADMINISTRATIVE EQUIPMENT	4,240	5,000	5,000	5,000	5,000
	TOTAL OFFICE OF SUPRNTNDT	566,172	593,784	566,289	577,018	577,018
72410	OFFICE OF THE PRINCIPAL					
104	PRINCIPALS	657,701	670,408	663,408	621,930	621,930
117	CAREER LADDER PROGRAM	7,000	10,000	10,000	10,000	10,000
139	ASSISTANT PRINCIPALS	453,001	535,807	559,001	681,072	681,072
161	SECRETARIES	299,933	314,399	314,399	325,437	325,437
162	CLERICAL PERSONNEL	24,561	25,930	25,930	26,868	26,868
201	SOCIAL SECURITY	85,239	95,264	95,264	102,008	102,008
204	STATE RETIREMENT	150,714	164,801	164,801	175,148	175,148
206	LIFE INSURANCE	1,386	1,386	1,386	1,386	1,386
207	MEDICAL INSURANCE	150,971	150,988	165,823	164,172	164,172
212	EMPLOYER MEDICARE LIAB	19,935	22,280	22,280	23,857	23,857
320	DUES & MEMBERSHIPS	4,311	2,825	2,825	2,600	2,600
336	MAINTENANCE & REPAIR	657	1,925	1,925	2,925	2,925
348	POSTAL CHARGES	5,003	7,435	7,135	7,143	7,143
355	TRAVEL	1,119	5,100	5,100	5,100	5,100
399	OTHER CONTRACTED SVCS	18,816	13,425	13,725	13,725	13,725
435	OFFICE SUPPLIES	7,408	11,000	11,000	10,812	10,812
599	OTHER CHARGES	4,908	250	250	625	625
701	ADMINISTRATIVE EQUIPMENT	18,411	11,125	11,125	10,895	10,895
	TOTAL OFFICE OF THE PRINCIPAL	1,911,075	2,044,348	2,075,377	2,185,703	2,185,703
72510	FISCAL SERVICES					
119	BOOKKEEPERS	170,582	176,508	176,508	183,607	183,607
201	SOCIAL SECURITY	9,242	10,945	10,945	11,384	11,384
204	STATE RETIREMENT	26,533	29,459	29,459	30,515	30,515
206	LIFE INSURANCE	163	163	163	163	163
207	MEDICAL INSURANCE	19,956	19,902	19,902	22,188	22,188
212	EMPLOYER MEDICARE LIAB	2,327	2,559	2,559	2,662	2,662
317	DATA PROCESSING SERVICES	11,918	11,918	11,918	12,844	12,844
355	TRAVEL	644	1,000	1,000	1,000	1,000
	TOTAL FISCAL SERVICES	241,365	252,454	252,454	264,363	264,363
OPERATION AND MAINTENANCE OF PLANT						
72610	OPERATION OF PLANT					
166	CUSTODIAL PERSONNEL	24,869	23,478	23,478	23,947	23,947
189	OTHER SALARIES & WAGES	74,814	81,145	81,145	82,767	82,767
201	SOCIAL SECURITY	5,983	6,486	6,486	6,616	6,616
204	STATE RETIREMENT	9,369	11,124	11,124	11,330	11,330
206	LIFE INSURANCE	84	84	84	84	84
207	MEDICAL INSURANCE	9,889	11,931	11,931	11,492	11,492
212	EMPLOYER MEDICARE LIAB	1,399	1,517	1,517	1,547	1,547
328	JANITORIAL SERVICES	773,437	773,436	733,436	741,780	741,780
330	OPERATING LEASE PAYMENTS	0	52,951	52,951	52,951	52,951
351	RENTALS	7,200	6,000	7,200	7,200	7,200
399	OTHER CONTRACTED SVCS	235,624	216,870	216,870	216,870	216,870

EXPENDITURES						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
415	ELECTRICITY	1,024,015	1,052,422	1,052,422	1,032,422	1,032,422
434	NATURAL GAS	81,903	151,349	140,349	130,349	130,349
454	WATER AND SEWER	155,443	149,593	144,873	139,873	139,873
499	OTHER SUPP AND MATERIALS	55,826	25,000	25,000	25,000	25,000
501	BOILER INSURANCE	8,036	8,036	8,855	8,855	8,855
502	BLDG & CONTENTS INSURANCE	156,373	156,373	171,309	171,309	171,309
599	OTHER CHARGES	5,651	5,651	5,651	0	0
	TOTAL OPERATION OF PLANT	2,629,915	2,733,446	2,694,681	2,664,392	2,664,392
72620	MAINTENANCE OF PLANT					
105	SUPERVISOR	57,649	59,968	59,968	60,566	60,566
167	MAINTENANCE PERSONNEL	352,008	376,512	376,512	398,436	398,436
189	OTHER SALARIES AND WAGES	2,000	35,000	35,000	35,000	35,000
201	SOCIAL SECURITY	23,517	28,930	28,930	30,326	30,326
204	STATE RETIREMENT	57,971	72,849	72,849	76,286	76,286
206	LIFE INSURANCE	592	592	592	592	592
207	MEDICAL INSURANCE	81,585	80,877	87,268	93,000	93,000
212	EMPLOYER MEDICARE LIAB	5,500	6,836	6,836	7,163	7,163
335	MAINTENANCE/REPAIR-BLDG	172,702	90,140	133,140	90,140	90,140
336	MAINTENANCE/REPAIR-EQUIP	0	2,000	2,000	2,000	2,000
355	TRAVEL	2,145	0	0	0	0
399	OTHER CONTRACTED SVCS	159,989	86,000	101,000	101,000	101,000
418	EQUIP/MACHINERY PARTS	275	10,200	5,200	5,200	5,200
499	OTHER SUPP AND MATERIALS	158,693	200,000	190,000	190,000	190,000
599	OTHER CHARGES	5,089	5,000	5,000	5,000	5,000
717	MAINTENANCE EQUIPMENT	27,255	2,500	16,462	2,500	2,500
	TOTAL MAINT OF PLANT	1,106,969	1,057,404	1,120,757	1,097,209	1,097,209
72710	TRANSPORTATION					
105	SUPERVISOR	31,744	33,695	33,695	35,370	35,370
142	MECHANICS	54,062	60,169	62,169	68,766	68,766
146	BUS DRIVERS	487,351	454,206	454,206	463,290	463,290
201	SOCIAL SECURITY	35,737	33,981	33,981	35,180	35,180
204	STATE RETIREMENT	14,321	15,666	15,666	17,307	17,307
206	LIFE INSURANCE	94	94	94	94	94
207	MEDICAL INSURANCE	9,957	14,837	18,513	22,188	22,188
212	EMPLOYER MEDICARE LIAB	8,358	7,947	7,947	8,228	8,228
313	CONTRACTS WITH PARENTS	0	1,000	1,000	1,000	1,000
340	MEDICAL/DENTAL SERVICES	1,800	3,500	3,500	3,500	3,500
355	TRAVEL	447	1,100	1,100	1,100	1,100
399	OTHER CONTRACTED SVCS	25,866	22,500	22,500	22,500	22,500
412	DIESEL FUEL	197,246	181,788	181,788	181,788	181,788
425	GASOLINE	20,028	20,000	20,000	20,000	20,000
433	LUBRICANTS	0	2,000	2,000	2,000	2,000
450	TIRE AND TUBES	15,638	9,962	9,962	9,962	9,962
453	VEHICLE PARTS	113,857	79,440	79,440	79,440	79,440
499	OTHER SUPP AND MATERIALS	1,067	2,000	2,000	2,000	2,000
511	VEHICLE/EQUIP INSURANCE	45,202	45,202	49,812	49,812	49,812
599	OTHER CHARGES	3,511	15,550	15,550	15,550	15,550
790	TRANSPORTATION EQUIPMENT	461	0	20,940	0	0
	TOTAL TRANSPORTATION	1,066,746	1,004,637	1,035,863	1,039,075	1,039,075
73100	FOOD SERVICE					
189	OTHER WAGES AND SALARIES	45,329	57,150	57,150	59,398	59,398
201	SOCIAL SECURITY	2,742	3,543	3,543	3,683	3,683
204	STATE RETIREMENT	4,102	5,075	5,075	5,275	5,275
206	LIFE INSURANCE	47	47	47	47	47
207	MEDICAL INSURANCE	5,172	5,172	5,459	5,746	5,746
212	EMPLOYER MEDICARE LIAB	641	829	829	861	861
	TOTAL FOOD SERVICE	58,034	71,816	72,103	75,010	75,010
73300	COMMUNITY SERVICE					
105	SUPERVISOR	52,912	55,597	55,597	57,829	57,829
189	OTHER WAGES AND SALARIES	161,994	162,228	162,228	162,228	162,228
201	SOCIAL SECURITY	12,910	13,506	13,506	13,644	13,644

EXPENDITURES						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
204	STATE RETIREMENT	5,006	4,937	4,937	5,135	5,135
206	LIFE INSURANCE	34	34	34	34	34
207	MEDICAL INSURANCE	10,654	9,665	10,682	11,336	11,336
212	EMPLOYER MEDICARE LIAB	3,019	3,158	3,158	3,191	3,191
355	TRAVEL	548	4,141	4,141	4,141	4,141
399	OTHER CONTRACTED SVCS	20,124	20,000	20,000	20,000	20,000
422	FOOD SUPPLIES	7,327	30,000	30,000	30,000	30,000
499	OTHER SUPP AND MATERIALS	29,736	23,780	22,763	19,509	19,509
509	REFUNDS	0	350	350	350	350
599	OTHER CHARGES	376	2,000	2,000	2,000	2,000
790	OTHER EQUIPMENT	1,999	0	0	0	0
	TOTAL COMMUNITY SERVICE	306,639	329,396	329,396	329,397	329,397
	TOTAL EDUCATION	36,235,332	37,401,621	37,761,938	38,791,174	38,791,174
73400	EARLY CHILDHOOD EDUCATION					
310	CONT. W/ OTHER PUBLIC AGENCY	999,356	967,624	967,624	967,624	967,624
	TOTAL EARLY CHILDHOOD EDUC	999,356	967,624	967,624	967,624	967,624
76100	REGULAR CAPITAL OUTLAY					
799	OTHER CAPITAL OUTLAY	354,870	0	0	126,000	126,000
	TOTAL REGULAR CAPITAL OUTLAY	354,870	0	0	126,000	126,000
81300	TRANSFERS					
999	TRANSFER TO DEBT SERVICE	486,800	194,700	194,700	194,700	194,700
	TOTAL TRANSFERS	486,800	194,700	194,700	194,700	194,700
	DEBT SERVICE					
601	PRINCIPAL ON BONDS	174,279	263,360	263,360	270,244	270,244
603	INTEREST ON BONDS	23,226	167,786	167,786	160,703	160,703
	TOTAL DEBT SERVICE	197,504	431,146	431,146	430,947	430,947
	TOTAL EXPENDITURES	38,273,863	38,995,091	39,355,408	40,510,445	40,510,445

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 2012 Actual	FY 2013 Budgeted	FY 2014 Proposed	Percentage Increase
Personnel Expenditures	\$1,258,268	\$ 1,269,050	\$1,354,000	6.7%
Operating Expenditures	\$1,360,094	\$1,509,050	\$1,576,600	4.5%
Capital Outlay & Debt Service	\$0	\$0	\$0	0%
Total Expenditures	\$2,618,362	\$2,778,100	\$2,930,600	5.5%

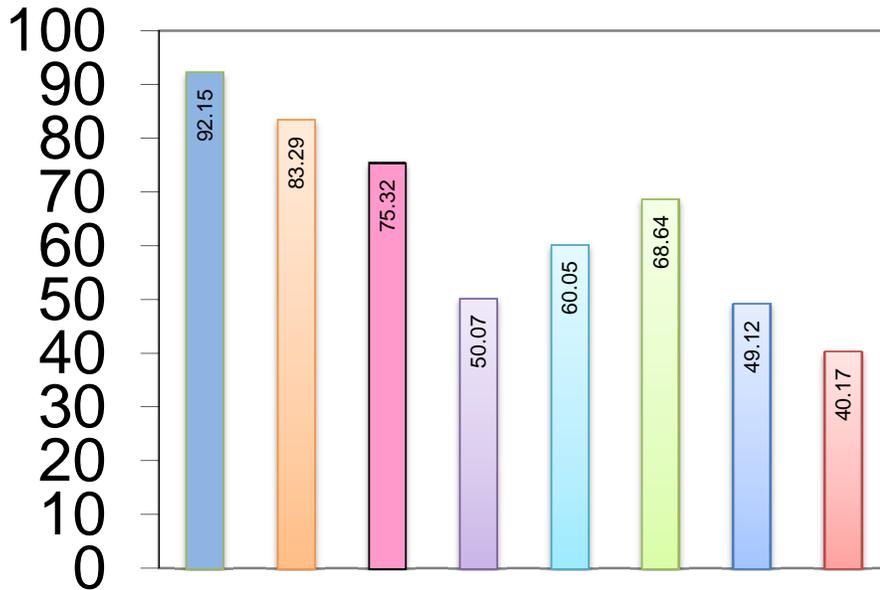
Goals and Objectives:

- 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	FY2011 (Actual)	FY2012 (Actual)	FY2013 (Estimated)	FY2014 (Projected)
Number of breakfasts served	250,000	275,000	303,000	299,000
Number of lunches served	600,000	613,000	654,000	616,000
Number of total meals served	850,000	888,000	957,000	915,000
Number of personnel in food service	65	66	67	67
Number of meals served per personnel	13,075	13,445	14,284	13,657
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	\$2.05	\$2.05	\$2.05
Cost of lunch-Cleveland Middle School	\$2.25	\$2.30	\$2.30	\$2.30
Cost of lunch-Cleveland High School	\$2.25	\$2.30	\$2.30	\$2.30
Cost of reduced lunch	\$0.40	\$0.40	\$0.40	\$0.40
Average grade on state inspections	93%	93%	94%	97%

Cleveland City Schools Free/Reduced Lunch Percentages



CLEVELAND CITY SCHOOLS						
FOOD SERVICES FUND						
REVENUES						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
43521	STUDENT LUNCHES	644,422	710,000	614,000	670,000	670,000
43522	ADULT LUNCHES	49,850	53,000	40,500	44,000	44,000
43523	INCOME FROM BREAKFAST	3,689	4,900	3,000	4,000	4,000
43525	ALA CARTE SALES	30,631	30,000	32,000	34,000	34,000
44110	INTEREST EARNED	153	150	150	150	150
47111	CHARGES FOR SERVICES	1,354,211	1,372,400	1,386,500	1,428,000	1,428,000
47112	USDA COMMODITIES	123,871	146,000	146,000	178,000	178,000
47113	BREAKFAST	496,658	500,000	510,000	525,500	525,500
47114	GRANTS	34,519	45,950	45,950	46,950	46,950
	TOTAL REVENUES	2,738,005	2,862,400	2,778,100	2,930,600	2,930,600
EXPENDITURES						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
Personnel and fringe benefits:						
162	CLERICAL PERSONNEL	70,920	62,500	52,500	58,000	58,000
165	CAFETERIA PERSONNEL	734,945	757,000	797,000	810,000	810,000
196	IN SERVICE TRAINING	1,675	2,000	2,050	2,000	2,000
201	SOCIAL SECURITY	45,751	51,000	51,000	54,000	54,000
204	STATE RETIREMENT	112,367	132,000	117,000	122,000	122,000
206	LIFE INSURANCE	4,598	5,000	5,000	5,000	5,000
207	MEDICAL INSURANCE	258,356	265,000	209,500	265,000	265,000
210	UNEMPLOYMENT COMP	995	1,000	1,000	1,000	1,000
212	EMPLOYER MEDICARE LIAB	10,700	13,000	12,000	13,000	13,000
299	OTHER FRINGE BENEFITS	17,961	18,000	22,000	24,000	24,000
	Subtotal:	1,258,268	1,306,500	1,269,050	1,354,000	1,354,000
Operating Expenditures:						
307	COMMUNICATION	600	750	1,000	1,000	1,000
320	DUES AND MEMBERSHIPS	665	700	700	700	700
336	MAINTENANCE & REPAIR	17,556	20,000	18,500	20,000	20,000
354	TRANSPORTATION	2,114	2,000	3,500	3,500	3,500
355	TRAVEL	3,037	4,000	4,000	4,000	4,000
399	CONTRACTED SERVICES	6,649	20,000	16,850	20,000	20,000
422	FOOD SUPPLIES	1,060,706	1,170,000	1,139,600	1,163,000	1,163,000
435	OFFICE SUPPLIES	7,975	8,000	8,000	8,000	8,000
451	UNIFORMS	267	2,000	2,000	2,000	2,000
452	UTILITIES	3,951	4,000	4,200	4,500	4,500
457	IN SERVICE STAFF DEV.	920	1,000	1,250	1,300	1,300
469	USDA COMMODITIES	123,871	146,000	146,000	178,000	178,000
499	OTHER SUPPLIES	100,134	150,000	136,000	136,000	136,000
533	APPLICANT INVESTIGATION	372	600	600	600	600
710	EQUIPMENT	31,277	26,850	26,850	34,000	34,000
	Subtotal:	1,360,094	1,555,900	1,509,050	1,576,600	1,576,600
	TOTAL EXPENDITURES	2,618,362	2,862,400	2,778,100	2,930,600	2,930,600

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 \$112,523,619. The City currently has \$41,030,823 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 Storm Water Management Fund will transfer annually the amount necessary to finance equipment for the storm water 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, 2012, the City of Cleveland had total bonded debt outstanding of \$128,968,136. Of this amount, \$39,095,000 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 \$58,875,000 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 \$29,428,344 for city general projects and \$877,265 for Cleveland Utilities. The city also has a capital lease on lighting upgrades for the City Schools in the amount of \$692,527.

During fiscal year 2014, the City Council will authorize the issuance of \$5,000,000 in debt for repayment of the new jetport construction less the proceeds from the sale of the city's former airport at Hardwick Field.

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.

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 approved borrowing \$1,006,000 through the Tennessee Municipal Bond Fund (TMBF) 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. The variable rate loan matures May 2027.

In 2012, the city borrowed \$1,710,200 through the TMBF to be used for constructing the two local interstate connectors on APD 40 near exit 20 on I-75. The debt service payments are being made by the Cleveland City School System based upon an agreement between the City and the school system for repayment of the Arnold Elementary School Renovation Project. The variable rate loan matures April 2032.

Also, in 2012, the city authorized the variable rate note of \$1,509,000 for constructing a terminal building at the new jetport. Proceeds of this loan are to be repaid by donated funds for the terminal building. The variable rate loan matures May 2027.

2013 TMBF Note:

In December 2012, the City Council approved the issuance of \$6,000,000 for the purchase of property for an industrial park to be named Spring Branch Industrial Park located off of Exit 20. This is a jointly funded venture with Bradley County and Cleveland Utilities. This note is for 15 years and matures May 2028.

City of Cleveland, Tennessee
 General Obligation Refunding Bonds, Series 2005
 Outstanding Debt Service Requirements

<u>Debt Service Schedule</u>					
<u>Date</u>	<u>Principal</u>	<u>Coupon</u>	<u>Interest</u>	<u>Period Total</u>	<u>Fiscal Total</u>
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>9,580,000.00</u>		<u>2,717,562.50</u>	<u>12,297,562.50</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>
12/1/2013			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
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

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>
12/1/2031			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	<u>100,000.00</u>	4.38	<u>2,187.50</u>	<u>102,187.50</u>	104,375.00
	<u>5,250,000.00</u>		<u>2,364,194.02</u>	<u>7,614,194.02</u>	

City of Cleveland, Tennessee
 General Obligation Refunding Bonds, Series 2009 C
 Outstanding Debt Service Requirements

<u>Debt Service Schedule</u>					
<u>Date</u>	<u>Principal</u>	<u>Coupon</u>	<u>Interest</u>	<u>Period Total</u>	<u>Fiscal Total</u>
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>14,785,000.00</u>		<u>8,355,162.64</u>	<u>23,140,162.64</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>
12/1/2013			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	1,030,000.00	4.00	20,600.00	1,050,600.00	1,071,200.00
	<u>7,530,000.00</u>		<u>1,508,525.00</u>	<u>9,038,525.00</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
6/1/2014	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
	21,080,000.00		12,940,250.00	34,020,250.00

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>
7/1/2014	<u>71,429.00</u>	<u>71,429.00</u>	<u>71,429.00</u>
	<u><u>71,429.00</u></u>	<u><u>71,429.00</u></u>	<u><u>71,429.00</u></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>
6/30/2014	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>151,904.00</u>		<u>5,574.00</u>	<u>157,478.00</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>
5/25/2014	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>1,522,000.00</u>		<u>677,800.00</u>	<u>2,199,800.00</u>	<u>2,199,800.00</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 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>3,424,530.00</u>		<u>879,684.00</u>	<u>4,304,214.00</u>	<u>4,304,214.00</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 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>956,000.00</u>		<u>311,000.00</u>	<u>1,267,000.00</u>	<u>1,267,000.00</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 2014	69,000.00	2.32	38,117.60	107,117.60	107,117.60
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	74,000.00	2.32	33,152.80	107,152.80	107,152.80
FY 2018	76,000.00	2.32	31,412.80	107,412.80	107,412.80
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	83,000.00	2.32	24,058.40	107,058.40	107,058.40
FY 2023	85,000.00	2.32	22,109.60	107,109.60	107,109.60
FY 2024	87,000.00	2.32	20,114.40	107,114.40	107,114.40
FY 2025	89,000.00	2.32	18,072.80	107,072.80	107,072.80
FY 2026	91,000.00	2.32	15,984.80	106,984.80	106,984.80
FY 2027	93,000.00	2.32	13,850.40	106,850.40	106,850.40
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	100,000.00	2.32	7,168.80	107,168.80	107,168.80
FY 2031	102,000.00	2.32	4,825.60	106,825.60	106,825.60
FY 2032	105,000.00	2.32	2,436.00	107,436.00	107,436.00
	<u>1,632,000.00</u>		<u>407,160.00</u>	<u>2,039,160.00</u>	<u>2,039,160.00</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 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>1,434,000.00</u>		<u>466,640.00</u>	<u>1,900,640.00</u>	<u>1,900,640.00</u>

City of Cleveland, Tennessee
 General Obligation Notes, Series 2012-Spring Branch Industrial Park
 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 2014	300,000.00	4.00	240,000.00	540,000.00	540,000.00
FY 2015	312,000.00	4.00	228,000.00	540,000.00	540,000.00
FY 2016	324,000.00	4.00	215,520.00	539,520.00	539,520.00
FY 2017	337,000.00	4.00	202,560.00	539,560.00	539,560.00
FY 2018	351,000.00	4.00	189,080.00	540,080.00	540,080.00
FY 2019	365,000.00	4.00	175,040.00	540,040.00	540,040.00
FY 2020	379,000.00	4.00	160,440.00	539,440.00	539,440.00
FY 2021	394,000.00	4.00	145,280.00	539,280.00	539,280.00
FY 2022	410,000.00	4.00	129,520.00	539,520.00	539,520.00
FY 2023	426,000.00	4.00	113,120.00	539,120.00	539,120.00
FY 2024	443,000.00	4.00	96,080.00	539,080.00	539,080.00
FY 2025	461,000.00	4.00	78,360.00	539,360.00	539,360.00
FY 2026	480,000.00	4.00	59,920.00	539,920.00	539,920.00
FY 2027	499,000.00	4.00	40,720.00	539,720.00	539,720.00
FY 2028	519,000.00	4.00	20,760.00	539,760.00	539,760.00
	<u>6,000,000.00</u>		<u>2,094,400.00</u>	<u>8,094,400.00</u>	<u>8,094,400.00</u>

City of Cleveland, Tennessee
 Lights for the Cleveland Middle School Athletic Facility of 2012
 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>
7/31/2013	111,011.16	4.85	20,061.65	131,072.81
7/31/2014	118,979.17	4.85	12,093.64	131,072.81
7/31/2015	<u>124,879.67</u>	4.85	<u>6,193.14</u>	<u>131,072.81</u>
	<u>354,870.00</u>		<u>38,348.43</u>	<u>393,218.43</u>

City of Cleveland, Tennessee
 General Obligation Notes, Series 2013-Airport
 Outstanding Debt Service Requirements

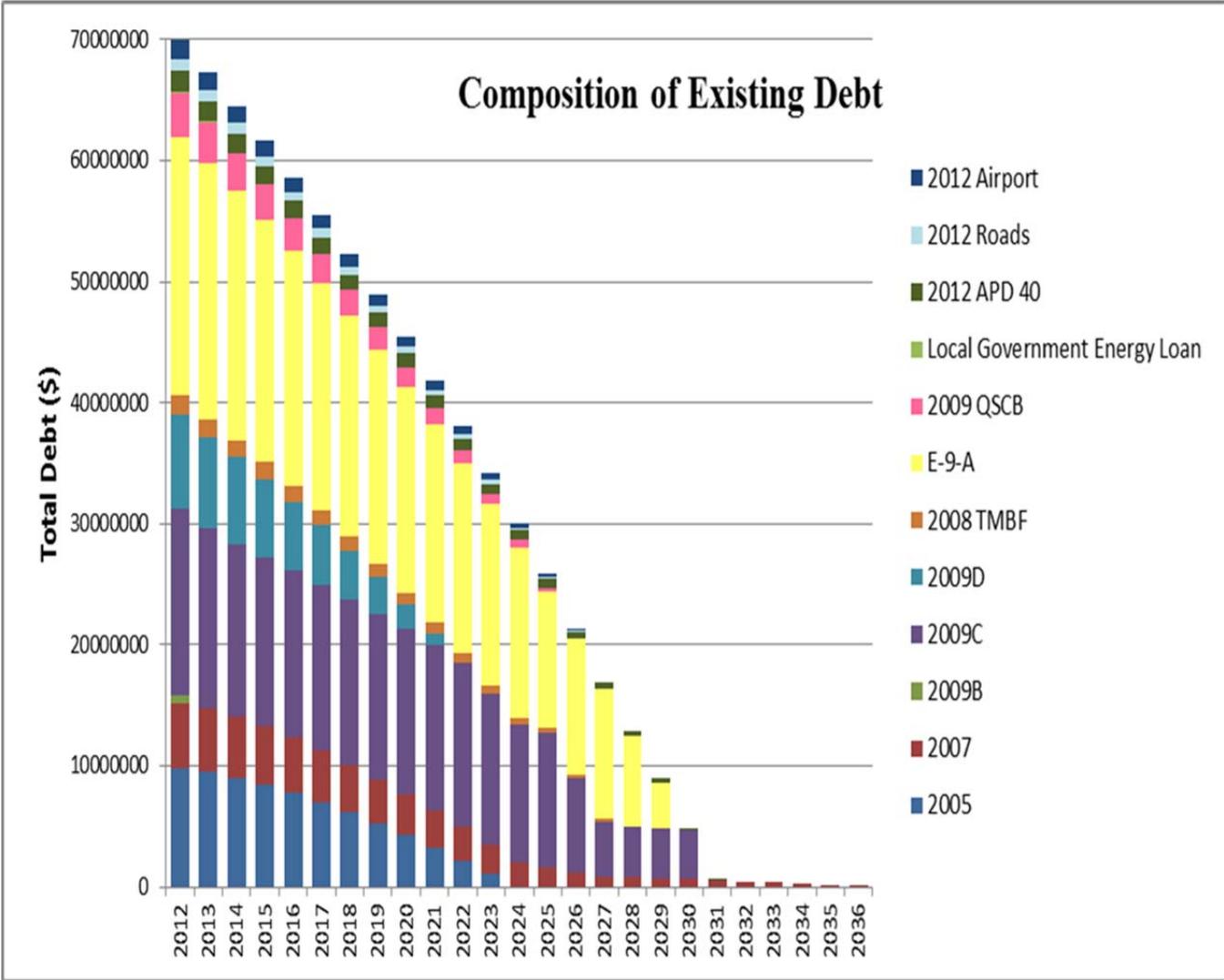
Debt Service Schedule

<u>Date</u>	<u>Principal</u>	<u>Coupon</u>	<u>Interest</u>	<u>Period Total</u>	<u>Fiscal Total</u>
FY 2014	170,000.00	4.00	200,000.00	370,000.00	370,000.00
FY 2015	175,000.00	4.00	193,200.00	368,200.00	368,200.00
FY 2016	180,000.00	4.00	186,200.00	366,200.00	366,200.00
FY 2017	190,000.00	4.00	179,000.00	369,000.00	369,000.00
FY 2018	195,000.00	4.00	171,400.00	366,400.00	366,400.00
FY 2019	205,000.00	4.00	163,600.00	368,600.00	368,600.00
FY 2020	210,000.00	4.00	155,400.00	365,400.00	365,400.00
FY 2021	220,000.00	4.00	147,000.00	367,000.00	367,000.00
FY 2022	230,000.00	4.00	138,200.00	368,200.00	368,200.00
FY 2023	240,000.00	4.00	129,000.00	369,000.00	369,000.00
FY 2024	250,000.00	4.00	119,400.00	369,400.00	369,400.00
FY 2025	260,000.00	4.00	109,400.00	369,400.00	369,400.00
FY 2026	270,000.00	4.00	99,000.00	369,000.00	369,000.00
FY 2027	280,000.00	4.00	88,200.00	368,200.00	368,200.00
FY 2028	290,000.00	4.00	77,000.00	367,000.00	367,000.00
FY 2029	300,000.00	4.00	65,400.00	365,400.00	365,400.00
FY 2030	315,000.00	4.00	53,400.00	368,400.00	368,400.00
FY 2031	325,000.00	4.00	40,800.00	365,800.00	365,800.00
FY 2032	340,000.00	4.00	27,800.00	367,800.00	367,800.00
FY 2033	355,000.00	4.00	14,200.00	369,200.00	369,200.00
	<u>5,000,000.00</u>		<u>2,357,600.00</u>	<u>7,357,600.00</u>	<u>7,357,600.00</u>

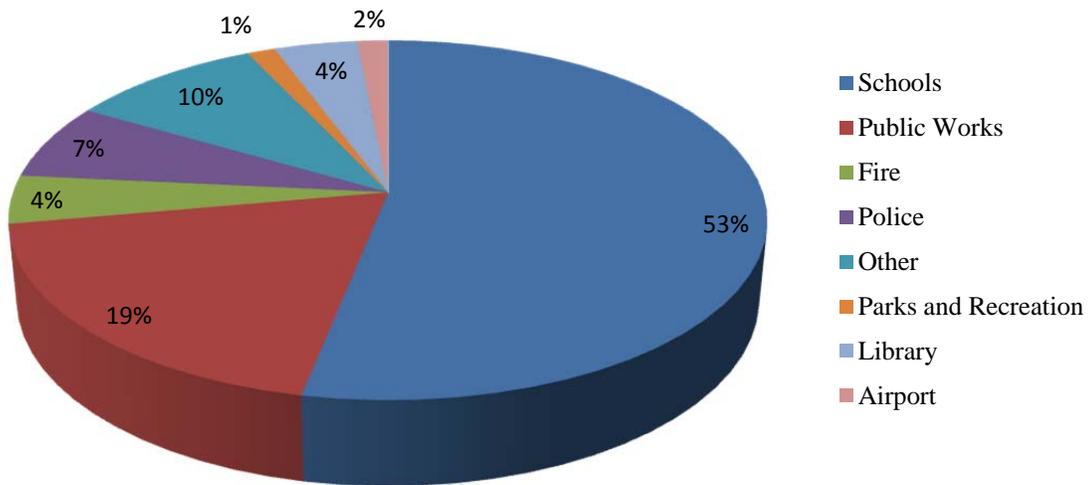
CITY OF CLEVELAND, TENNESSEE

Existing/Proposed Long-term Bonded Debt Payment Schedule as of 6/30/2014

Fiscal Year	Existing Debt Principal	New Debt Principal	Total Principal	Future Debt Principal	Grand Total Principal
2014	3,249,833	170,000	3,419,833	0	3,419,833
2015	3,357,316	175,000	3,532,316	0	3,532,316
2016	3,468,786	180,000	3,648,786	0	3,648,786
2017	3,454,577	190,000	3,644,577	0	3,644,577
2018	3,580,577	195,000	3,775,577	0	3,775,577
2019	3,701,577	205,000	3,906,577	0	3,906,577
2020	3,882,578	210,000	4,092,578	0	4,092,578
2021	4,051,577	220,000	4,271,577	0	4,271,577
2022	4,160,577	230,000	4,390,577	0	4,390,577
2023	4,320,577	240,000	4,560,577	0	4,560,577
2024	4,507,578	250,000	4,757,578	0	4,757,578
2025	4,686,578	260,000	4,946,578	0	4,946,578
2026	4,982,130	270,000	5,252,130	0	5,252,130
2027	4,952,472	280,000	5,232,472	0	5,232,472
2028	4,575,000	290,000	4,865,000	0	4,865,000
2029	3,873,000	300,000	4,173,000	0	4,173,000
2030	4,075,000	315,000	4,390,000	0	4,390,000
2031	4,232,000	325,000	4,557,000	0	4,557,000
2032	190,000	340,000	530,000	0	530,000
2033	85,000	355,000	440,000	0	440,000
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>73,771,733</u>	<u>5,000,000</u>	<u>78,771,733</u>	<u>0</u>	<u>78,771,733</u>



Total Debt Fund Distribution by Recipient



	Schools	Public Works	Fire	Police	Other	Parks and Recreation	Library	Airport
Total	51,148,438	18,756,573	4,268,883	6,726,191	9,439,925	1,351,710	2,458,109	1,509,000

This chart represents the combined original principal amounts of existing debt.

Cleveland Utilities Debt

Outstanding Issues Projected

As of June 30, 2013, the following represents all bonds/loans payable as well as a State Revolving Loan Fund.

<u>Description Bond Issues</u>	<u>Electric</u>	<u>Water</u>	<u>Sewer</u>
(1) 2003 Series Revenue and Tax Refunding Issue	-	235,000	225,000
(2) 2004 Series Revenue and Tax Refunding Issue	-	880,000	8,925,000
(3) 2007 Series Revenue and Tax Issue	1,110,000	3,070,000	3,800,000
(4) 2009B Series Revenue and Tax Refunding Issue	-	330,000	650,000
(5) 2009C Series Revenue and Tax Refunding Issue	-	5,260,000	5,235,000
(6) 2009D Series Revenue and Tax Refunding Issue	5,830,000	7,470,000	4,095,000
(7) 2010 Series Revenue and Tax Issue (BAB)	5,850,000	2,090,000	-
Total Bonds Payable	<u>12,790,000</u>	<u>19,335,000</u>	<u>22,930,000</u>

<u>Description Loan Issues</u>	<u>Electric</u>	<u>Water</u>	<u>Sewer</u>
2012 TMBF Loan		3,750,000 *	
State Revolving Loan	-	-	734,137
Clean Water State Revolving Loan (Scope 10)	-	-	188,186
Total Bonds Payable & Loan	<u>12,790,000</u>	<u>23,085,000</u>	<u>23,852,323</u>

On February 25, 2013, the Board approved Cleveland Utilities applying to the Tennessee State Revolving Loan Fund (CWSRF) for funding of the rehabilitation of Cleveland Utilities wastewater collection system through SCOPE 10 (Strategic Commitment to Protect the Environment). The \$10 million loan from the Tennessee Revolving Loan Fund includes a debt forgiveness clause of \$451,022.

* See note on existing debt schedule

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: To 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: To fund capital improvements as detailed below:
 Electric 6,500,000
 Water 2,250,000

(8) Issue Date:	5/1/2010	325,881
	6/1/2010	281,113
	11/1/2010	198,724
	11/1/2011	9,682
	Total Issue	<u>815,400</u>

Amount: 815,400
 Maturity: 6/1/2031
 Average Rate: 2.08
 Purpose: To fund capital projects in Sewer Division

(9) Issue Date: 9/12/2012
 Amount: 3,750,000
 Maturity: 6/1/2032
 Average Var Rate: 4.00 (for budget purposes)
 Purpose: To fund capital improvements in Water Division

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, 2013) bond and/or note issues for Cleveland Utilities by fiscal year.

<u>Fiscal Year</u>	<u>Electric</u>	<u>Water</u>	<u>Sewer</u>
2014	3,625,000	2,750,000	3,706,805 (SRF)*
2015	3,500,000	3,000,000	4,247,247 (SRF)*
2016	3,500,000	3,000,000	1,406,562 (SRF)*
2017	3,500,000	3,000,000	5,000,000
2018	3,500,000	1,500,000	7,000,000
2019	-	1,500,000	2,000,000
2020	-	1,000,000	1,000,000
2021	1,500,000	1,000,000	-
2022	-	1,000,000	-
2023	1,500,000	1,000,000	1,000,000

*Net of debt forgiveness.

These issues will be necessary (projected) to complete the capital projects identified in the long-term capital improvements plan included in the fiscal year 2014 budget.

CLEVELAND UTILITIES

EXISTING DEBT (PRINCIPAL)
PAYMENT SCHEDULE AS OF 06/30/14

	ELECTRIC	WATER	SEWER	TOTAL
2014	940,000	1,480,385 *	1,898,887	4,319,272
2015	960,000	1,297,372	1,920,136	4,177,508
2016	955,000	1,311,859	1,931,408	4,198,267
2017	950,000	1,400,833	1,958,208	4,309,041
2018	875,000	1,450,321	1,929,512	4,254,833
2019	870,000	1,484,808	1,350,833	3,705,641
2020	870,000	1,548,141	1,328,325	3,746,466
2021	890,000	1,597,628	1,364,680	3,852,308
2022	825,000	1,632,115	1,386,054	3,843,169
2023	825,000	1,357,115	1,366,933	3,549,048
2024	845,000	1,076,603	1,193,343	3,114,946
2025	860,000	1,106,090	944,773	2,910,863
2026	400,000	1,185,577	951,223	2,536,800
2027	375,000	1,190,064	902,692	2,467,756
2028	375,000	1,094,551	879,182	2,348,733
2029	325,000	524,038	610,692	1,459,730
2030	325,000	497,500	253,249	1,075,749
2031	325,000	502,500	243,374	1,070,874
2032		362,500	224,409	586,909
2033		180,000	234,409	414,409
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
2038				
2039				
2040				
2041				
2042				
2043				
	12,790,000	23,085,000	23,852,322	59,727,322

* Includes initial payment of \$187,500 on issue. Payment was projected to begin in fiscal year 2014. Payment will occur just prior to end of fiscal year 2013.

CLEVELAND UTILITIES

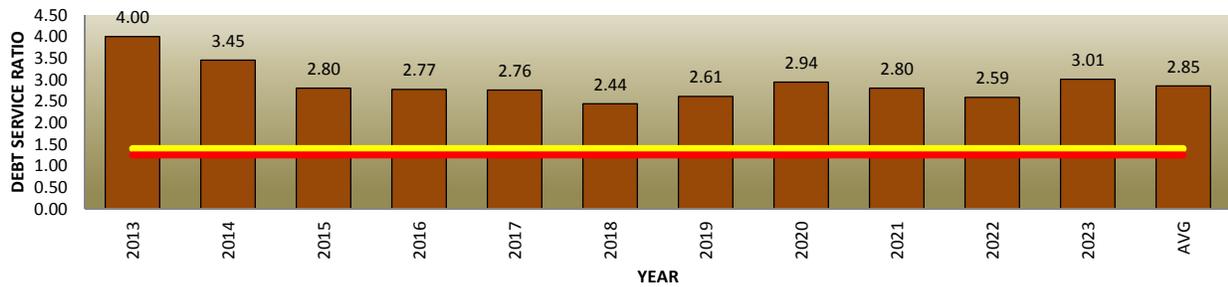
TOTAL DEBT (CURRENT & PROJECTED)
PAYMENT SCHEDULE AS OF 06/30/14

	ELECTRIC	WATER	SEWER	TOTAL
2014	940,000	1,480,385	1,898,887	4,319,272
2015	1,141,250	1,434,872	2,105,476	4,681,598
2016	1,311,250	1,599,359	2,329,110	5,239,719
2017	1,481,250	1,838,333	2,426,238	5,745,821
2018	1,581,250	2,037,821	2,647,542	6,266,613
2019	1,751,250	2,147,308	2,418,863	6,317,421
2020	1,751,250	2,285,641	2,496,355	6,533,246
2021	1,771,250	2,385,128	2,582,710	6,739,088
2022	1,781,250	2,469,615	2,604,084	6,854,949
2023	1,781,250	2,244,615	2,584,963	6,610,828
2024	1,876,250	2,014,103	2,461,373	6,351,726
2025	1,891,250	2,043,590	2,212,803	6,147,643
2026	1,431,250	2,123,077	2,219,253	5,773,580
2027	1,406,250	2,127,564	2,170,722	5,704,536
2028	1,406,250	2,032,051	2,147,212	5,585,513
2029	1,356,250	1,461,538	1,878,722	4,696,510
2030	1,356,250	1,435,000	1,521,279	4,312,529
2031	1,356,250	1,440,000	1,511,404	4,307,654
2032	1,031,250	1,300,000	1,492,439	3,823,689
2033	1,031,250	1,117,500	1,502,439	3,651,189
2034	1,031,250	1,127,500	1,498,035	3,656,785
2035	850,000	995,000	1,322,697	3,167,697
2036	675,000	855,000	1,120,328	2,650,328
2037	500,000	715,000	1,060,000	2,275,000
2038	325,000	350,000	550,000	1,225,000
2039	150,000	275,000	200,000	625,000
2040	150,000	200,000	100,000	450,000
2041	150,000	150,000	50,000	350,000
2042	75,000	100,000	50,000	225,000
2043	75,000	50,000	50,000	175,000
	<u>33,415,000</u>	<u>41,835,000</u>	<u>49,212,934</u>	<u>124,462,934</u>

CLEVELAND UTILITIES ELECTRIC DIVISION BOND COVERAGE 2013 - 2023

Target Ratios

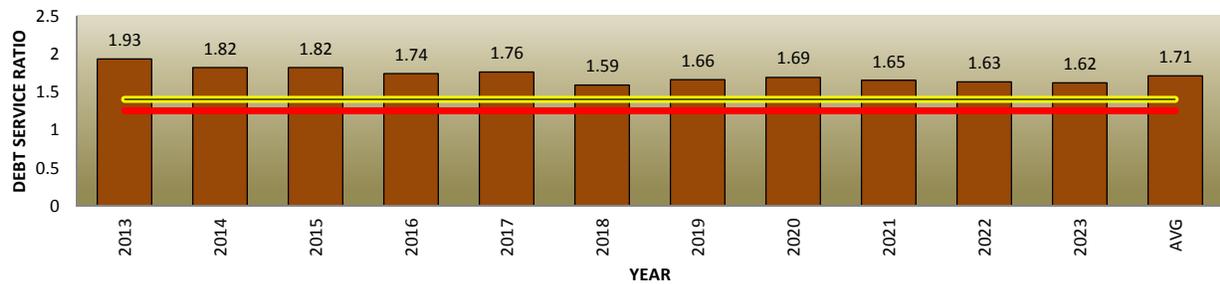
Rating Agencies - Red 1.25
Cleveland Utilities - Yellow 1.40



CLEVELAND UTILITIES WATER / WASTEWATER DIVISION BOND COVERAGE 2013 - 2023

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.
- Annually review the City’s debt management policy and implement revisions as necessary to protect the City’s financial stability.
- Increase the fund balance of the Debt Service Fund to 70% of the fund’s annual expenditures.

Performance Measures:

Measure Description	FY2011 (Actual)	FY2012 Actual)	FY2013 (Estimated)	FY2014 (Projected)
Debt Limit Policy % (Outstanding Net Bonded Debt/Total Assessed Valuation)	59.04%	60.96%	63.54%	65.38%
Debt Margin per Policy	\$45,661,023	42,692,546	\$41,030,823	\$38,954,663
General Government Net Bonded Debt per Capita	\$1,665	\$1,659	\$1,681	\$1,730

CITY OF CLEVELAND						
FUND #210 - DEBT SERVICE						
REVENUES						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
36110	INTEREST INCOME	6,789	2,900	6,800	6,800	6,800
36810	TRANS-GENERAL FUND	3,674,900	3,980,000	3,980,000	4,513,600	4,429,600
36811	TRANS-GEN FUND (BR CO IND PARK)	0	0	0	180,000	180,000
36820	TRANS-STATE STREET AID	372,300	371,900	371,900	386,404	387,500
36826	TRANS-STORM WATER FUND	18,300	17,700	17,700	18,100	18,100
36970	CBCC IMPACT PYMT	79,900	83,500	83,500	86,600	86,600
36972	BRADLEY COUNTY PYMT-LIBRARY	74,636	146,500	146,500	146,100	146,100
36973	CITY SCHOOLS-CHS/CMS	194,500	194,700	194,700	194,700	194,700
36976	CITY SCHOOLS FOR GEOTHERMAL	292,300	292,300	292,300	292,300	292,300
36977	CITY SCHOOLS FOR ARNOLD(LIC)	0	107,500	107,500	106,900	106,900
36978	CLEVELAND UTILITIES PYMT-IND PARK	0	0	0	180,000	180,000
	TOTAL REVENUES	4,713,625	5,197,000	5,200,900	6,111,504	6,028,600
EXPENDITURES						
DEPARTMENT #49000						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
Debt service - principal payments:						
620	SERIES 2005, REFUNDING	215,000	215,000	215,000	570,000	570,000
622	SERIES 2007A-SCHOOLS	160,000	170,000	170,000	175,000	175,000
627	2008 TMBF SERIES-LIB COUNTY	64,000	67,000	67,000	70,000	70,000
628	SERIES 2009 B-REFUNDING	675,000	685,000	685,000	0	0
629	SERIES 2009 C-REFUNDING	525,000	550,000	550,000	550,000	550,000
630	SERIES 2009 D-REFUNDING	280,000	330,000	330,000	365,000	365,000
631	SERIES 2009 REFUNDING E-9-A	125,000	125,000	125,000	515,000	515,000
632	SERIES 2012 LIC	0	68,000	68,000	69,000	69,000
633	SERIES 2012 DURKEE ROAD	0	50,000	50,000	52,000	52,000
634	SERIES 2012 AIRPORT-TERMINAL BLDG.	0	0	0	78,000	78,000
635	SERIES 2012 SPRING BRANCH IND PK	0	0	0	300,000	300,000
636	SERIES 2013 AIRPORT	0	0	0	170,000	170,000
Subtotal:		2,044,000	2,260,000	2,260,000	2,914,000	2,914,000
Debt service - interest payments:						
650	INT PYMT-SERIES 2005 REFUNDING	421,288	412,700	412,700	404,100	404,100
651	INT PYMT-SERIES 2007A-SCHOOLS	239,913	233,600	233,600	226,800	226,800
653	INT PYMT-2008 TMBF-LIB COUNTY	10,636	79,500	79,500	76,100	76,100
654	INT PYMT-2009 REFUNDING E-9-A	1,063,569	1,066,800	1,066,800	1,054,300	970,300
656	INT PYMT-SERIES 2009B-REFUNDING	30,675	10,300	10,300	0	0
657	INT PYMT-SERIES 2009C-REFUNDING	626,406	616,000	616,000	602,200	602,200
658	INT PYMT-SERIES 2009D-REFUNDING	266,675	261,100	261,100	253,704	253,704
660	INT PYMT-SERIES 2012 LIC	0	39,500	39,500	37,900	37,900
661	INT PYMT-SERIES 2012 DURKEE RD	1,137	54,000	54,000	38,300	38,300
662	INT PYMT-SERIES 2012 SPRING BRANCH	0	160,000	160,000	240,000	240,000
663	INT PYMT-SERIES 2012 AIRPORT-TERM BLDG.	0	0	0	57,400	57,400
664	INT PYMT-SERIES 2013 AIRPORT				200,000	200,000
Subtotal:		2,660,299	2,933,500	2,933,500	3,190,804	3,106,804
Operating expenditures:						
691	BOND PAYING AGENTS FEES	4,365	3,500	3,500	4,500	4,500
Subtotal:		4,365	3,500	3,500	4,500	4,500
	TOTAL EXPENDITURES	4,708,664	5,197,000	5,197,000	6,109,304	6,025,304

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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.

Spring Branch Industrial Park Fund: This fund accounts for the purchase and for the development of an industrial park located off of Exit 20.

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 presented by staff to the 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. The city issues bonds for large capital projects. The Spring Branch Industrial Park Fund was established in FY2013 for the purchase of a new industrial park off of Exit 20.

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 FY2014 is included in this section. Also included is an inventory summary schedule by department of all capital requests for the next fourteen years. The unfunded portion of this fifteen year Capital Equipment Replacement Request Inventory could be funded with a one-time 18.12 cent property tax increase or by individual bond issues requiring on average a 2.25 cent annual property tax increase.

SOURCE OF CAPITAL PROJECT FUNDS FOR FY 2014

The capital projects funded in FY2014 total \$4,023,548. 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 \$2,869,607 has been budgeted in FY2014 for city projects and \$1,153,941 for school projects.

Below is a listing of other funding sources for capital projects:

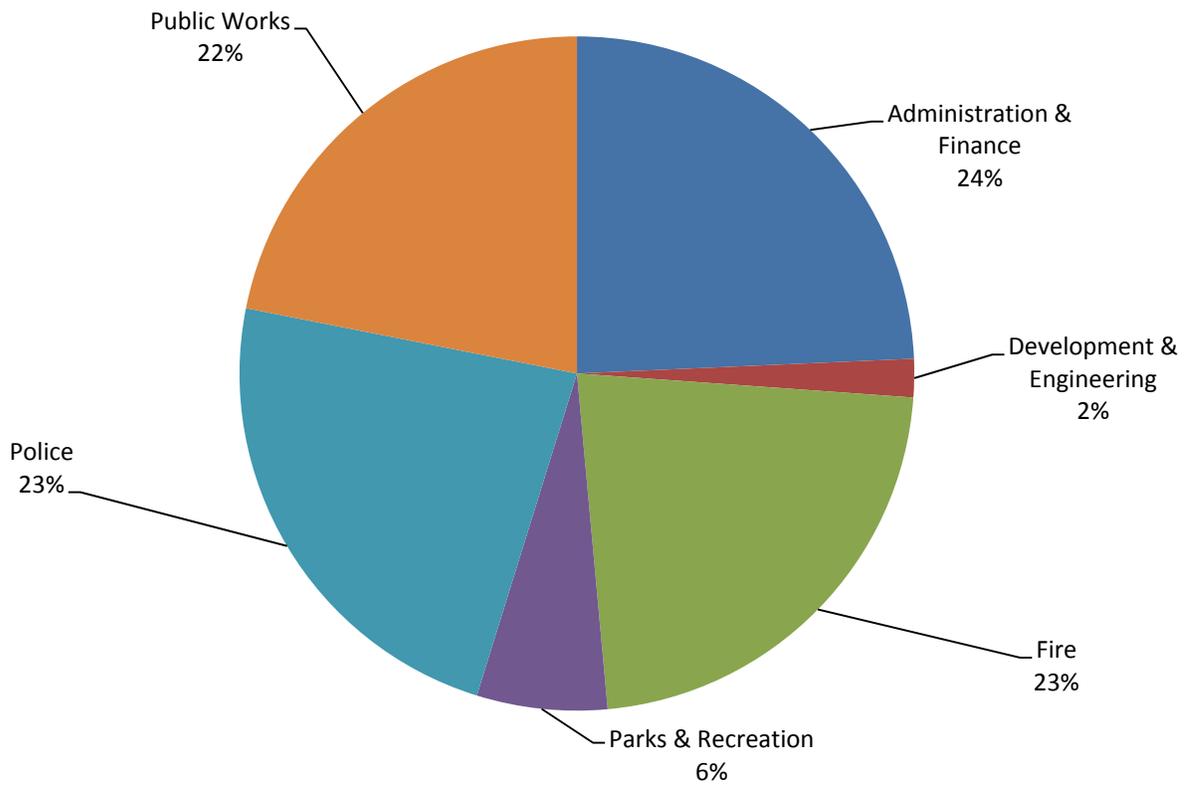
Capital Improvement Program Fund	\$1,152,500
Spring Branch Industrial Park Fund	353,925

CITY OF CLEVELAND						
15-YEAR CAPITAL EQUIPMENT REPLACEMENT REQUEST INVENTORY SUMMARY						
DEPARTMENT	FY2014	FY2015	FY2016	FY2017	FY2018	FY2019
Administration/Finance	376,700	480,200	449,200	467,700	474,500	492,500
Development & Engineering	96,900	72,700	72,200	30,000	5,000	10,900
Fire	560,000	695,000	600,000	820,000	625,000	500,000
Parks & Recreation	71,000	207,500	279,000	122,000	175,000	92,500
Police	800,500	504,674	692,856	692,881	460,471	839,344
Public Works	560,000	560,000	560,000	560,000	560,000	560,000
Total:	2,465,100	2,520,074	2,653,256	2,692,581	2,299,971	2,495,244
IMPACT ON OPERATIONS:						
Administration/Finance	0	0	0	0	0	0
Development & Engineering	(15,275)	(15,275)	(15,275)	(15,275)	(15,275)	0
Fire	(14,000)	(13,200)	(15,000)	(3,000)	(3,000)	(3,000)
Parks & Recreation	(12,000)	(12,000)	(12,000)	0	0	0
Police	(19,080)	(2,500)	8,000	16,900	0	10,000
Public Works	0	0	0	0	0	0
Required Funding:	2,404,745	2,477,099	2,618,981	2,691,206	2,281,696	2,502,244
<i>Funding Source: Sales Tax</i>						
Admin&Finance/Parks&Rec/Fire	(70,000)	(70,000)	(70,000)	(70,000)	(70,000)	(70,000)
Development & Engineering	(24,000)	(24,000)	(24,000)	(24,000)	(24,000)	(24,000)
Fire	(180,000)	(180,000)	(180,000)	(180,000)	(180,000)	(180,000)
Parks & Recreation	(24,000)	(24,000)	(24,000)	(24,000)	(24,000)	(24,000)
Police	(285,000)	(285,000)	(285,000)	(285,000)	(285,000)	(285,000)
Public Works	(150,000)	(150,000)	(150,000)	(150,000)	(150,000)	(150,000)
Subtotal:	1,671,745	1,744,099	1,885,981	1,958,206	1,548,696	1,769,244
<i>Funding Source: Surplus</i>						
Fire	(2,500)	(6,000)	0	(45,000)	0	0
Total Unfunded:	1,669,245	1,738,099	1,885,981	1,913,206	1,548,696	1,769,244
Property Tax Requirement (if Bonded):						
TMBF 10 years @ 4%:	2.1 cents	2.2 cents	2.3 cents	2.4 cents	1.9 cents	2.2 cents
Property Tax Requirement (if Cash):						
Property Tax Increase:	16.7 cents	17.4 cents	18.9 cents	19.1 cents	15.5 cents	17.7 cents
18.12 cents = average						

CITY OF CLEVELAND						
15-YEAR CAPITAL EQUIPMENT REPLACEMENT REQUEST INVENTORY SUMMARY						
DEPARTMENT	FY2020	FY2021	FY2022	FY2023	FY2024	FY2025
Administration/Finance	510,000	565,000	615,000	749,000	740,000	785,000
Development & Engineering	22,700	25,200	5,000	5,000	21,900	127,700
Fire	650,000	525,000	500,000	600,000	900,000	450,000
Parks & Recreation	208,500	89,500	166,000	144,000	296,000	84,500
Police	455,211	645,428	364,049	446,002	1,044,827	584,068
Public Works	560,000	560,000	560,000	560,000	560,000	560,000
Total:	2,406,411	2,410,128	2,210,049	2,504,002	3,562,727	2,591,268
IMPACT ON OPERATIONS:						
Administration/Finance	0	0	0	0	0	0
Development & Engineering	0	0	0	0	0	0
Fire	0	0	0	0	0	0
Parks & Recreation	0	0	0	0	0	0
Police	0	0	0	0	0	0
Public Works	0	0	0	0	0	0
Required Funding:	2,406,411	2,410,128	2,210,049	2,504,002	3,562,727	2,591,268
<i>Funding Source: Sales Tax</i>						
Admin&Finance/Parks&Rec/Fire	(70,000)	(70,000)	(70,000)	(70,000)	(70,000)	(70,000)
Development & Engineering	(24,000)	(24,000)	(24,000)	(24,000)	(24,000)	(24,000)
Fire	(180,000)	(180,000)	(180,000)	(180,000)	(180,000)	(180,000)
Parks & Recreation	(24,000)	(24,000)	(24,000)	(24,000)	(24,000)	(24,000)
Police	(285,000)	(285,000)	(285,000)	(285,000)	(285,000)	(285,000)
Public Works	(150,000)	(150,000)	(150,000)	(150,000)	(150,000)	(150,000)
Subtotal:	1,673,411	1,677,128	1,477,049	1,771,002	2,829,727	1,858,268
<i>Funding Source: Surplus</i>						
Fire	0	0	0	0	0	0
Total Unfunded:	1,673,411	1,677,128	1,477,049	1,771,002	2,829,727	1,858,268
Property Tax Requirement (if Bonded):						
TMBF 10 years @ 4%	2.1 cents	2.1 cents	1.8 cents	2.2 cents	3.5 cents	2.3 cents
Property Tax Requirement (if Cash):						
Property Tax Increase	16.7 cents	16.8 cents	14.8 cents	17.7 cents	28.3 cents	18.6 cents

CITY OF CLEVELAND						
15-YEAR CAPITAL EQUIPMENT REPLACEMENT REQUEST INVENTORY SUMMARY						
DEPARTMENT	FY2026	FY2027	FY2028			
Administration/Finance	839,000	865,000	915,000			
Development & Engineering	95,200	75,000	40,000			
Fire	668,334	288,333	218,333			
Parks & Recreation	108,000	133,000	221,000			
Police	424,272	525,985	467,759			
Public Works	560,000	560,000	560,000			
Total:	2,694,806	2,447,318	2,422,092			
IMPACT ON OPERATIONS:						
Administration/Finance	0	0	0			
Development & Engineering	0	0	0			
Fire	0	0	0			
Parks & Recreation	0	0	0			
Police	0	0	0			
Public Works	0	0	0			
Required Funding:	2,694,806	2,447,318	2,422,092			
<i>Funding Source: Sales Tax</i>						
Admin&Finance/Parks&Rec/Fire	(70,000)	(70,000)	(70,000)			
Development & Engineering	(24,000)	(24,000)	(24,000)			
Fire	(180,000)	(180,000)	(180,000)			
Parks & Recreation	(24,000)	(24,000)	(24,000)			
Police	(285,000)	(285,000)	(285,000)			
Public Works	(150,000)	(150,000)	(150,000)			
Subtotal:	1,961,806	1,714,318	1,689,092			
<i>Funding Source: Surplus</i>						
Fire	0	0	0			
Total Unfunded:	1,961,806	1,714,318	1,689,092			
Property Tax Requirement (if Bonded):						
TMBF 10 years @ 4%	2.4 cents	2.1 cents	2.1 cents			
Property Tax Requirement (if Cash):						
Property Tax Increase	19.6 cents	17.1 cents	16.9 cents			

Capital Equipment Replacement Request Inventory Expenditure Summary FY2014 - FY2028



CITY OF CLEVELAND						
6-YEAR FACILITY IMPROVEMENTS REQUEST SUMMARY						
DEPARTMENT	FY2014	FY2015	FY2016	FY2017	FY2018	FY2019
Administration/Finance	0	35,000	35,000	35,000	0	0
Development & Engineering	0	0	0	0	0	0
Fire	0	1,292,000	1,900,000	0	0	265,000
Parks & Recreation	700,000	10,000	0	0	500,000	0
Police	30,000	20,000	0	480,000	0	0
Public Works	70,000	15,000	5,000,000	0	0	0
Total	800,000	1,372,000	6,935,000	515,000	500,000	265,000
<i>Funding Source: Drug Fund</i>						
Police	0	0	0	(380,000)	0	0
Subtotal:	800,000	1,372,000	6,935,000	135,000	500,000	265,000
<i>Funding Source: Grants</i>						
Parks & Recreation	(350,000)	0	0	0	0	0
Subtotal:	450,000	1,372,000	6,935,000	135,000	500,000	265,000
Impact on Operations:						
DEPARTMENTS						
Administration/Finance	0	0	0	0	0	0
Development & Engineering	0	0	0	0	0	0
Fire	0	0	(5,500)	0	0	0
Parks & Recreation	0	0	0	0	0	0
Police	0	0	0	17,000	0	0
Public Works	0	0	0	0	0	0
Total Unfunded:	450,000	1,372,000	6,929,500	152,000	500,000	265,000
Property Tax Requirement (Bonded After Deductions):						
TMBF 10 years @ 4%:	0.56 cent	1.70 cents	8.59 cents	0.20 cent	0.63 cent	0.33 cent
Fire Personnel & Operations	0	900,000	900,000	900,000	900,000	900,000
Property Tax Requirement: (to staff & operate new fire hall)	0	9 cents	9 cents	9 cents	9 cents	9 cents

**FY 2014 MAJOR USES OF CAPITAL PROJECT FUNDS AND
THEIR IMPACT ON THE OPERATING BUDGET**

Capital Improvement Program Fund

Public Works Transportation

Local Interstate Connector (LIC)
Project at the new APD 40 Interchange \$1,000,000

This amount covers the north portion of the APD 40 Interchange.

City-Wide Cptr Info Systems

Computer software maintenance cost \$ 152,000

This supplies additional funding to assist the city's Information Technology with our computers and servers.

Sales Tax Capital Projects Fund

Public Safety

Emergency Management Radio Tower \$ 41,000

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 \$285,000
Estimated maintenance cost savings \$30,000

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-Two Inspector Trucks \$ 70,000
Estimated maintenance cost savings \$ 4,000

Replacing two older inspector vehicles with better trucks that will serve the inspectors with more passenger space and hauling equipment.

Fire – Refurbish 1997 Pierce Engine #5	<u>\$190,000</u>
Estimated maintenance cost savings	<u>\$5,000</u>

Refurbishing a 1997 Pierce Engine #5 will be more fuel efficient and maintenance cost will be under warranties.

Fire – Breathing Air Packs	<u>\$300,000</u>
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The current air packs will be 13 years old and in need of replacement. Our maintenance costs are on the rise and we estimate that the price will increase in FY 2016.

Fire-Bunker Gear	<u>\$180,000</u>
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The bunker gear that the fire department is currently using does not meet NFPA 1500 standards. The department has not been able to replace or repair current sets.

Fire-Building Improvements	<u>\$ 20,000</u>
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Kitchen Remodels at Stations 1 and 3. The fire crews will be providing the labor and this funding will buy materials.

Development & Engineering Services

Two Inspector vehicles	<u>\$ 24,000</u>
Estimated maintenance cost savings	<u>\$ 2,000</u>

Replacing two older staff vehicles that have high mileage and high maintenance costs with two used vehicles from T.V.A.

City-Wide Cptr Info Systems

Computer software and hardware maintenance and replacement costs	<u>\$225,000</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 Works Transportation and Drainage Costs

Street Paving	\$1,000,000
Drainage Projects	120,000
Sidewalk Projects	<u>30,000</u>
	<u>\$1,150,000</u>

The projects listed above 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. The sidewalks projects are deemed necessary for the safety and welfare of our citizens. 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 - Central Ave. 3R Project	\$ 14,330
MPO – Stuart Rd. 3R Project	149,893
MPO - 20 th Street Sidewalk Projects	13,997
MPO – 17 th Street 3R	14,720
MPO – Ocoee Greenway Connector	15,600
MPO – Adkisson Dr. and Norman Chapel	160,832
MPO – Georgetown Rd. @ 25 th Street	125,720
MPO – Mouse Creek Rd. 3R	44,800
MPO – Planning & Overrun	<u>36,583</u>
	<u>\$ 576,475</u>

These funds are being used in conjunction with Federal and State grants to fund the following projects. The \$14,330 and \$13,997 is for drainage and sidewalk improvements. The \$149,893 is the twenty percent match for repaving Stuart Road in the City. The \$14,720 will connect Deer Park with the Mouse Creek Greenway by adding sidewalk improvements. The \$15,600 is the match for providing a connector greenway path between North Ocoee Street and Keith Street. The \$160,832 will assist in paving the Adkisson Road project. The \$125,720 is for a street lane addition at Georgetown Road @ 25th Street intersection. The \$44,800 will be used for safety and drainage improvements on Mouse Creek Road. The \$36,583 is budgeted for MPO-Planning and any overruns that arise in the MPO projects.

Public Works Equipment

Case 580L Loader/Backhoe	<u>\$ 110,000</u>
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This supplies the funds to replace the current backhoe, which requires frequent repairs due to its age. The backhoe is needed to assist the public works drainage crew throughout the City.

Two Chevrolet Colorado Pickup	<u>\$ 40,000</u>
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This allows the department to replace older pickups with high mileage and maintenance costs.

Stormwater

Stormwater mapping \$ 225,000

This funding supplies additional monies for a project with the U.S. Army of Corp of Engineers to revise the flood maps for the City. It has been determined that the study will provide the information needed to address many of the flooding and drainage issues throughout the City.

Parks and Recreation

Mosby Pool Replacement \$ 150,000

This supplies the additional funds to replace the pool at Mosby Park. This pool replacement will be contingent upon State and CDBG funding. The pool has major leaks with safety concerns that need to be addressed with the concrete around the pool.

South Cleveland Community Center Roof \$ 150,000

This roof is in need of repair and is past the replacement schedule for being completed.

Mowing Equipment (Leasing) \$ 24,000
Estimated maintenance cost savings \$ 12,000

To assist our landscaping crews with the following mowing equipment: 4400 John Deere, 970 John Deere, 1435 John Deere, 370 John Deere Frail Toro Zero Turn Mower with a lease to own three-year agreement.

Spring Branch Industrial Park Fund

Legislative and Judicial

Development Cost \$ 353,925

To cover cost associated with the development of a 350 acre industrial park.

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 FY2014 budget includes funding for the Local Interstate Connector (LIC) project at the new APD 40 Interchange with the work expected to be completed by spring 2014. This is a joint venture with the city and county each contributing \$1,875,000 and the state funding \$3,750,000 on the LIC projects. The city's Information Technology will receive \$152,000 transfer from the General Fund to cover some of the City's maintenance cost related to our computers and servers.

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		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
33190	FEDERAL GRANT FIRE MDT'S	64,236	0	0	0	0
33191	HOMELAND SEC 800 MHZ RADIOS	28,925	0	0	0	0
33192	FEMA-WATERVILLE GOLF COURSE	4,407	0	0	0	0
33450	STATE ROADSCAPES PHASE I	12,552	0	0	0	0
33451	STATE ROADSCAPES PHASE II	-	0	119,200	0	0
33452	STATE ROADSCAPES PHASE III	-	0	117,850	0	0
33498	STATE GRANT-LIC SOUTH	733,963	0	2,302,128	500,000	500,000
33499	FEDERAL-EDA GRANT	71,575	0	53,425	0	0
33557	STATE GRANT-NATIONAL EMER	6,720	0	0	0	0
33560	STATE GRANT-PLAYGROUND	110,000	0	0	0	0
36110	INTEREST INCOME	1,032	0	2,000	500	500
36190	INTEREST-LGIP MOUSECREEK	0	0	50	0	0
36341	SALE OF RECREATION EQUIP	69,276	0	4,160	0	0
36810	TRANS-GENERAL FUND	1,149,000	0	631,500	152,000	152,000
36966	TRANS FROM MEILER	5,700	0	0	0	0
36980	NOTE PROCEEDS-DURKEE PROJECT	905,135	0	0	0	0
36983	TML-REIMB-VEHICLES	22,000	0	0	0	0
36985	TML-REIMB-TORNADO DAMAGE	25,977	0	0	0	0
36994	SUNDRY INCOME	958	0	5,628	0	0
36999	LIC-BRADLEY COUNTY	407,315	0	1,110,669	250,000	250,000
37000	LIC-CITY OF CLEVELAND	1,710,200	0	1,110,669	250,000	250,000
37001	BRADLEY CO-COMP PLAN	35,788	0	24,212	0	0
37002	CHARLESTON-COMP PLAN	0	0	5,000	0	0
	TOTAL REVENUES	5,364,759	0	5,486,491	1,152,500	1,152,500
EXPENDITURES						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
GENERAL GOVERNMENT: 41110						
954	FIRST ST SQUARE PROJECT	922	0	0	0	0
961	WHIRLPOOL INVESTMENT	597,590	0	0	0	0
963	CONTINGENCY	0	0	140,000	0	0
Subtotal:		598,512	0	140,000	0	0
947	COMPREHENSIVE PLAN	94,919	0	95,081	0	0
Subtotal:		94,919	0	95,081	0	0
CITY-WIDE CPTR INFO SYSTEMS: 41990						
255	ELEC. DOC. MGMT. (SETD)	0	0	0	0	0
256	SOFTWARE MAINTENANCE	109,659	0	198,586	146,700	146,700
283	TRAVEL & TRAINING	4,808	0	10,200	5,200	5,200
599	MISCELLANEOUS EXPENSE	0	0	100	100	100
940	CITY-WIDE SYSTEM	115,917	0	0	0	0
953	GIS PROGRAM EXPENSES	82,142	0	0	0	0
954	LICENSE FEES	5,296	0	0	0	0
956	GIS FLYOVER	0	0	0	0	0
Subtotal:		317,822	0	208,886	152,000	152,000

EXPENDITURES						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
POLICE DEPARTMENT: 42100						
954	800 MHZ RADIOS	28,925	0	0	0	0
955	TML-VEH HAIL DAMAGE	18,830	0	26,170	0	0
956	DRUG CANINE	0	0	15,000	0	0
Subtotal:		47,755	0	41,170	0	0
FIRE DEPARTMENT: 42200						
968	CPAT EQUIPMENT	5,454	0	0	0	0
970	FIRE TRUCK EQUIPMENT	0	0	4,000	0	0
971	FIRE TONE ALERT SYSTEM	88,258	0	0	0	0
972	FIRE GRANT-MDT'S	73,737	0	0	0	0
973	BUNKER GEAR EQUIPMENT	0	0	160,000	0	0
Subtotal:		167,449	0	164,000	0	0
PUBLIC WORKS-OPERATIONS: 43110						
927	STREET PAVING	0	0	420,568	0	0
950	DUMP TRUCK	34,100	0	0	0	0
961	MOUSE CREEK BRIDGE	54	0	0	0	0
970	ROADSCAPES GRANT PHASE I	15,815	0	51	0	0
971	CITY-WIDE ITS SYSTEM	20	0	936	0	0
973	SAFE ROUTES TO SCHOOLS	2,550	0	0	0	0
974	LIC NORTH ON APD 40	130,316	0	1,869,683	1,000,000	1,000,000
976	ROADSCAPES GRANT-PHASE II	0	0	149,000	0	0
977	ROADSCAPES MATCH-PHASE III	0	0	58,032	0	0
978	LIC SOUTH-STONE LAKE ROAD	1,161,900	0	2,653,783	0	0
979	DALTON PIKE	0	0	41,500	0	0
981	DURKEE ROAD PROJECT	57,067	0	842,068	0	0
Subtotal:		1,401,822	0	6,035,621	1,000,000	1,000,000
PUBLIC WORKS-STATE STREET AID: 43190						
932	ITS-APD 40	0	0	40,000	0	0
933	25TH ST/PEERLESS-SSA	0	0	50,000	0	0
Subtotal:		0	0	90,000	0	0
ANIMAL SHELTER: 44110						
944	VEHICLE	21,499	0	0	0	0
Subtotal:		21,499	0	0	0	0
PARKS & RECREATION: 44420						
953	USED FAIRWAY/GREENS MOWER	31,335	0	11,864	0	0
954	TRENCHER AND EQUIPMENT	0	0	13,000	0	0
962	GOLF CARTS	27,944	0	0	0	0
974	NATIONAL EMER GRANT EQUIP	6,720	0	0	0	0
975	FLETCHER PARK DEBRIS CLEANUP	3,590	0	0	0	0
976	COMMUNITY CENTER POOL	470,219	0	65,070	0	0
977	COMMUNITY CENTER SPLASH PARK	4,805	0	59,946	0	0
978	TINSLEY PLAYGROUND	111,893	0	0	0	0
979	ATV'S	6,170	0	5,830	0	0
980	MOHAWK DRIVE TRAILHEAD	16,546	0	0	0	0
Subtotal:		679,222	0	155,710	0	0
WATERVILLE: 44800						
931	DALTON PIKE WIDENING	118,264	0	16,736	0	0
932	LIGHTNING DAMAGE REPAIRS	6,500	0	3,747	0	0

EXPENDITURES						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
933	RESTROOM	28,952	0	0	0	0
934	ROOF REPAIRS	0	0	1,428	0	0
Subtotal:		153,716	0	21,911	0	0
ISSUANCE COSTS: 49600						
691	ISSUANCE COSTS - LIC	10,200	0	0	0	0
692	ISSUANCE COSTS - DURKEE PROJECT	6,000	0	0	0	0
Subtotal:		16,200	0	0	0	0
	TOTAL EXPENDITURES	3,498,916	0	6,952,379	1,152,000	1,152,000

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. In November 2012, the appeals court rendered their decision regarding the sales tax issue with Bradley County. In the decision, the city was successful with the effective date of the county's tax being July 1, 2010 and received \$1,422,683.58 from Bradley County. The county was successful in keeping the 45-year contract in place for the 1967 agreement, the 1972 amendment and the 1982 sales tax increase. Chancellor Bryant had already ruled that the 2009 tax would be situs based, which added approximately \$500,000 to the Sales Tax Fund annually.

CITY OF CLEVELAND						
FUND #315 - SALES TAX CAPITAL PROJECTS FUND						
REVENUES						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
31610	LOCAL SALES TAX	1,872,117	1,850,000	2,214,000	2,529,475	2,529,475
31630	SCHOOLS 1/2 CENT SALES TAX	924,550	925,000	925,000	925,000	925,000
36110	INTEREST	4,246	0	3,000	3,000	3,000
36130	INTEREST-SCHOOLS SINKING FUND	15,618	0	16,000	16,000	16,000
36220	LAWSUIT-CITY'S SHARE	0	0	1,610,625	0	0
36230	LAWSUIT-SCHOOL'S SHARE	0	0	150,725	0	0
36240	LAWSUIT-CITY'S SHARE (BRAD CO)	0	0	0	340,132	340,132
36250	LAWSUIT-SCHOOL'S SHARE (BRAD CO)	0	0	0	228,941	228,941
36810	TRANSFER FROM GENERAL FUND	0	1,000,000	0	0	0
	TOTAL REVENUES	2,816,531	3,775,000	4,919,350	4,042,548	4,042,548
EXPENDITURES						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
Capital outlay:						
41810 GENERAL GOVERNMENT						
911	SCHOOL LAND PURCHASE-ELEM	0	0	420,568	0	0
921	CITY CAPITAL PROJECTS	0	117,611	0	0	0
926	EMA CELL TOWER	40,441	50,000	41,000	41,000	41,000
927	STREET PAVING	772,423	1,635,000	1,168,302	1,000,000	1,000,000
928	POLICE VEHICLES	279,596	225,000	420,404	285,000	285,000
929	20TH/DALTON PIKE ROW/DESIGN	0	0	36,060	0	0
934	FIREHALL 6 SURVEY/DESIGN	0	0	9,500	0	0
936	TRAINING TOWER SURVEY/SITE	0	0	2,000	0	0
938	GUARDRAIL-BLYTHE FERRY	12,396	0	0	0	0
941	GUTHRIE DRIVE DRAINAGE	0	0	30,800	0	0
942	HUNTERS RUN CIR DRAINAGE	17,207	0	0	0	0
943	NORTH OCOEE/MCINTIRE DRAIN	32,217	0	0	0	0
944	COMPREHENSIVE PLAN	60,000	0	2,500	0	0
945	LIC PROJECTS	175,000	0	0	0	0
Subtotal:		1,389,280	2,027,611	2,131,134	1,326,000	1,326,000
41710 DEVELOPMENT & ENGINEERING						
928	INSPECTOR VEHICLES	0	0	0	24,000	24,000
Subtotal:		0	0	0	24,000	24,000
41990 CITY-WIDE CPTR INFO SYSTEMS						
255	ELEC DOC MGMT	0	251,139	41,738	5,000	5,000
940	HARDWARE	0	0	105,000	107,000	107,000
953	GIS PROGRAM	0	0	78,000	78,000	78,000
954	LICENSE FEES	0	0	25,000	25,000	25,000
956	GIS FLYOVER	0	0	5,000	5,000	5,000
957	GIS ROVER	0	0	5,000	5,000	5,000
Subtotal:		0	251,139	259,738	225,000	225,000

EXPENDITURES						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
42200	FIRE PROTECTION					
921	FIRE BUILDING IMPROVEMENTS	0	0	0	20,000	20,000
928	INSPECTOR VEHICLES	0	0	0	70,000	70,000
929	REFURBISH 1997 PIERCE ENGINE #5	0	0	0	190,000	190,000
940	OPTICOM SIGNAL EQUIP-REPLACE	0	16,250	16,250	0	0
941	BREATHING APPARATUS	0	0	0	300,000	300,000
942	FIRE APPAR REPLACEMENT PROG	0	0	0	180,000	180,000
Subtotal:		0	16,250	16,250	760,000	760,000
43110	PUBLIC WORKS					
931	MPO-PAVING MATCH	0	43,000	0	0	0
933	GEORGETOWN/25TH INTERSECT	12,255	0	5,795	0	0
934	STORMWATER MAPPING	0	0	300,000	225,000	225,000
935	DURKEE RD ROW-WHIRLPOOL	0	0	100,000	0	0
936	DRAINAGE PROJECTS	54,685	120,000	181,315	120,000	120,000
937	SIDEWALK PROJECTS	5,597	30,000	54,403	30,000	30,000
939	DIRT REMOVAL-BLYTHE BOWER	21,389	0	0	0	0
940	MPO-OCOEE/25TH ROW	0	74,000	0	0	0
941	8TH/BOWMAN/OCOEE DRAINAGE	0	58,000	58,000	0	0
942	MPO-BIKE/PED PLAN-PR ROW	0	30,000	0	0	0
943	STREET SWEEPER	0	180,000	180,000	0	0
944	MPO-CENTRAL AVE 3R PROJECT	0	0	152,470	14,330	14,330
945	MPO-20TH STREET SIDEWALK PROJ	0	0	96,638	13,997	13,997
946	MPO-17TH STREET 3R PROJECT	0	0	127,643	14,720	14,720
947	MPO-STUART RD 3R PROJECT	0	0	0	149,893	149,893
948	MPO-GRNWAY OCOEE CONNECTOR	0	0	0	15,600	15,600
949	MPO-ADKISSON	0	0	0	160,832	160,832
950	MPO-GEORGETOWN RD @ 25TH ST	0	0	0	125,720	125,720
951	MPO-MOUSE CRK RD 3R	0	0	0	44,800	44,800
952	MPO-PLANNING & OVERRUN	0	0	0	36,583	36,583
953	SIDEWALK PROJ-OCOEE CROSSING	0	0	0	75,000	75,000
954	PW-EQUIP REPLACEMENT PROGRAM	0	0	0	150,000	150,000
Subtotal:		93,926	535,000	1,256,264	1,176,475	1,176,475
44420	PARKS AND RECREATION					
291	MOWING EQUIPMENT (LEASE)	0	0	0	24,000	24,000
932	TINSLEY PARK TENNIS LIGHTS	53,231	0	27,289	0	0
934	TINSLEY PARK PLAYGROUND	110,000	0	0	0	0
935	GREENWAY-WILLOW SURVEY	0	20,000	20,000	0	0
936	WATERVILLE IMPROVEMENTS	0	0	173,000	0	0
937	TINSLEY PARK RENOVATION	0	0	92,900	0	0
938	GREENWAY-MOHAWK DRIVE EXT	0	0	60,000	0	0
939	MOSBY POOL REPLACEMENT	0	0	0	150,000	150,000
940	SOUTH CLEVE COMM CTR ROOF	0	0	0	150,000	150,000
Subtotal:		163,231	20,000	373,189	324,000	324,000
44900	CITY SCHOOLS					
630	QSCB PRINCIPAL PAYMENTS	259,578	238,000	238,000	238,000	238,000
631	QSCB INTEREST PAYMENTS	63,023	63,000	63,000	63,000	63,000
632	QSCB ADMIN FEES	4,160	4,000	4,000	4,000	4,000
633	ARNOLD SCHOOL RENOV	0	0	107,000	106,900	106,900
921	SCHOOL CAPITAL PROJECTS	214,524	620,000	1,620,040	529,100	529,100
Subtotal:		541,285	925,000	2,032,040	941,000	941,000
	TOTAL EXPENDITURES	2,187,722	3,775,000	6,068,615	4,776,475	4,776,475

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 FY2002. 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 additional 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 (TDOT) and the City provided a twenty (20) percent 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 continues north along South Mouse Creek behind the Cleveland High School Football stadium to the northern property line of Cleveland High School, then crosses South Mouse Creek with a pedestrian bridge, and connects the south end of the Tinsley Park trail for a length of 1,550 feet. From this point on the Tinsley trail, the Greenway follows 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 was constructed to connect the Northwood Subdivision to the Greenway path and a spur from the Northwood Subdivision access path provides 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 covered construction and lighting costs for this Greenway phase. This phase is under construction and was completed in May 2012.

Greenway Phase V is complete and includes about 3,600 feet of path from the northern end of the Mouse Creek Road 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 at a cost of \$80,969. 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 a 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 Construction Company paved about 1,000 feet of path from 25th Street to the Retreat at Spring Creek's 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 Recreation Trail Program (RTP) 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. If approved this is an 80/20 grant that will extend this section of greenway about 2,000 linear feet of 10 feet wide path.

Mohawk Greenway Extension:

The City of Cleveland received a \$35,000 HCI grant that will partially fund an extension of the existing Mouse Creek Greenway to the north. The Sales Tax Fund will contribute \$60,000 of funding on this extension for FY 2014. This section of the Greenway will connect the north end of the existing path near Mohawk Drive, cross under the Mohawk Drive bridge, and continue north along South Mouse Creek on property donated by Judge Andrew Bennett and wife, Nancy to the City of Cleveland. This Greenway section consists of 1200 linear feet of 10 feet wide path and a total of approximately 800 linear feet of 6 feet wide access path that connects Village Green Drive, Stone Glen Drive, and Northview Drive to the primary Greenway path.

Ocoee Greenway Connector:

The City of Cleveland submitted an application to TDOT for a Transportation Alternative Grant for the Ocoee Greenway Connector in January 2013. TDOT will review the grant applications submitted state wide and will award grants in the early Fall of 2013. The Ocoee Greenway Connector will connect the existing Mouse Creek Greenway in Tinsley Park near the existing 10 feet wide Pedestrian Bridge crossing over South Mouse Creek. The path will continue north along Mouse Creek for about 400 feet, and then continue parallel to Fillauer Branch to Keith Street. The path will cross under Keith Street and continue south along the west side of Fillauer Branch, then cross over

the existing road bridge that connects Royal Drive and the Athens Federal building, then the path continues along the east side of Fillauer Branch to Ocoee Street. At Ocoee Street, it is proposed to construct curb, gutter, and sidewalk to the Ocoee Street and Blythe Ferry/Ocoee Crossing intersection to connect the existing sidewalk system. The proposed project will consist of approximately 4,200 linear feet of 10 feet wide Greenway path, approximately 200 linear feet of curb, gutter, and sidewalk, and approximately 200 linear feet of 6 feet wide access path.

When a section of sidewalk is complete on Ocoee Street from Blueberry Hill Road to Ocoee Crossing, the Ocoee Greenway Connector will connect the Ocoee Street sidewalk system, numerous neighborhoods, businesses, schools, and the downtown area. The proposed path will connect an existing parking lot area in Tinsley Park that will serve as a focal point of where the Mouse Creek Greenway and the Ocoee Greenway Connector intersect. The total construction cost estimate for the project is \$929,973. The Federal construction match is \$495,978 if the Transportation grant is awarded, the local City match is \$185,995, and the Urban STP fund match is \$248,000 based on the grant application estimate.

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		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
33441	STATE GRANT	486,255	0	13,120	0	0
36110	INTEREST INCOME	110	0	0	0	0
36720	SALE OF GREENWAY BENCHES	8,025	0	22,600	0	0
	TOTAL REVENUES	494,390	0	35,720	0	0
EXPENDITURES						
DEPARTMENT # 44420						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
Capital outlay and debt service:						
239	DUES	0	0	950	0	0
241	UTILITIES	3,117	0	0	0	0
265	GROUND MAINTENANCE	875	0	0	0	0
730	DONATION-PCL RESTROOM	0	0	1,000	0	0
948	GREENWAY PHASE IV-RAIDER/TINSLEY	600,315	0	16,772	0	0
949	GREENWAY PHASE VI HCI FUNDED	2,616	0	0	0	0
950	PLAYGROUND	-	0	0	0	0
951	GREENWAY BENCHES	10,425	0	20,130	0	0
	TOTAL EXPENDITURES	617,348	0	38,852	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		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
33491	FEDERAL GRANT	0	0	0	0	0
36110	INTEREST INCOME	0	0	0	0	0
36721	FLETCHER PARK DONATIONS	0	0	0	0	0
36811	TRANSFER FROM GENERAL FUND	0	0	0	0	0
	TOTAL REVENUES	0	0	0	0	0
EXPENDITURES						
DEPARTMENT # 44720						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
937	FLETCHER PARK DEVELOP.	0	0	5,403	0	0
	TOTAL EXPENDITURES	0	0	5,403	0	0

Spring Branch Industrial Park Fund

Organization Chart:

No personnel are funded out of this fund.

Programs, Services, and Functions:

This fund was established to purchase and develop a 350 acre tract of land for the purpose of an industrial park located off of Exit 20. This is a jointly funded venture with Bradley County and Cleveland Utilities.

CITY OF CLEVELAND						
FUND #326 - SPRING BRANCH INDUSTRIAL PARK FUND						
REVENUES						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
36110	INTEREST	0	0	0	0	0
36930	NOTE PROCEEDS	0	0	5,610,075	353,925	353,925
	TOTAL REVENUES	0	0	5,610,075	353,925	353,925
EXPENDITURES						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
Capital outlay:						
41110	LEGISLATIVE & JUDICIAL					
921	LAND PURCHASE	0	0	4,918,228	0	0
922	REIMB: CHAMBER FOR ENVIRO	0	0	255,810	0	0
923	DEVELOPMENT COST	0	0	400,000	353,925	353,925
Subtotal:		0	0	5,574,038	353,925	353,925
49600	ISSUANCE COST					
612	BOND SALE EXPENSE	0	0	36,000	0	0
614	BOND INSURANCE	0	0	0	0	0
799	CONTINGENCY	0	0	0	0	0
Subtotal:		0	0	36,000	0	0
	TOTAL EXPENDITURES	0	0	5,610,038	353,925	353,925

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		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
36110	INTEREST	419	0	0	0	0
36720	PROCEEDS FROM BRADLEY CO	811,142	0	0	0	0
	TOTAL REVENUES	811,561	0	0	0	0
EXPENDITURES						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
Capital outlay:						
44900 CITY SCHOOLS						
923	CHS SCIENCE WING	221,415	0	0	0	0
931	CHS DOME	0	0	0	0	0
932	BUSES	544,126	0	0	0	0
933	BUILDING IMPROVEMENTS	17,021	0	0	0	0
934	MAINTENANCE VEHICLE	28,999	0	0	0	0
Subtotal:		811,561	0	0	0	0
	TOTAL EXPENDITURES	811,561	0	0	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 closed in FY 2013.

CITY OF CLEVELAND						
FUND #337- ARRA GRANT PROJECTS FUND						
REVENUES						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
33190	GRANT REVENUE - FREEWILL	0	0	0	0	0
33191	GRANT REVENUE - RAIDER	0	0	0	0	0
33192	GRANT REVENUE - SIDEWALKS	82	0	0	0	0
33193	GRANT REVENUE - GREENWAY	753	0	0	0	0
33194	GRANT REVENUE - DEPOT	445,532	0	0	0	0
33195	GRANT REVENUE - ENERGY ROOFS	0	0	0	0	0
33196	GRANT REVENUE - ENERGY HVAC	9,465	0	0	0	0
33198	GRANT REVENUE-LIGHTS	90,870	0	0	0	0
33199	SETHRA REIMB-DEPOT	204,721	0	425	0	0
	TOTAL REVENUES	751,423	0	425	0	0
EXPENDITURES						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
Capital outlay:						
41580	GEN GOV'T/ADMIN					
939	ROOFS	0	0	0	0	0
949	HVAC	9,465	0	0	0	0
950	FIRST STREET SQUARE LIGHTS	0	0	0	0	0
951	TENNIS COURT LIGHTS	90,870	0	0	0	0
Subtotal:		100,335	0	0	0	0
43110	PUBLIC WORKS					
930	FREEWILL ROAD	0	0	0	0	0
931	RAIDER DRIVE	0	0	0	0	0
932	SIDEWALKS	82	0	0	0	0
933	RESTROOMS	753	0	0	0	0
934	TRAIN DEPOT	650,253	0	425	0	0
Subtotal:		651,088	0	425	0	0
	TOTAL EXPENDITURES	751,423	0	425	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 was closed in FY2012.

CITY OF CLEVELAND						
FUND #317 - THDA HOME GRANT						
REVENUES						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
33113	2010 HOME PROGRAM	199,449	0	0	0	0
	TOTAL REVENUES	199,449	0	0	0	0
EXPENDITURES						
DEPARTMENT # 46240						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
2003 HOME PROG HOUSING						
256	ADMINISTRATION	28,619	0	0	0	0
791	HOUSING REHAB	170,830	0	0	0	0
Subtotal:		199,449	0	0	0	0
	TOTAL EXPENDITURES	199,449	0	0	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.



Cleveland Municipal Airport Fund

Programs, Services, and Functions:

January 25, 2013 marked the Grand Opening Ceremony for the new Cleveland Regional Jetport (CRJ). With this, came the beginning of the disposal process for the Hardwick Field Airport. The Federal Aviation Administration (FAA) requested that it be completely closed within 180 days of the opening of CRJ. Due to extended construction time required for replacement aircraft storage facilities at the Jetport, the suggested 180 day closure time frame will undoubtedly need to be extended.

Hardwick Field's status has officially changed from public to private, serving only the needs of those individuals whose planes are still located there. This allows the current tenants a place to store their planes until new hangar construction is complete at CRJ.

In 2013, a State grant in the amount of \$32,500 was applied for to help fund the land disposal process. This is a 95/5 match grant with the State's portion being \$30,875, and the City's \$1,675. The funding breakdown for this process is as follows:

- Exhibit A \$15,000
- Appraisal \$7,500
- Env. Analysis of Underground Storage Tank \$10,000

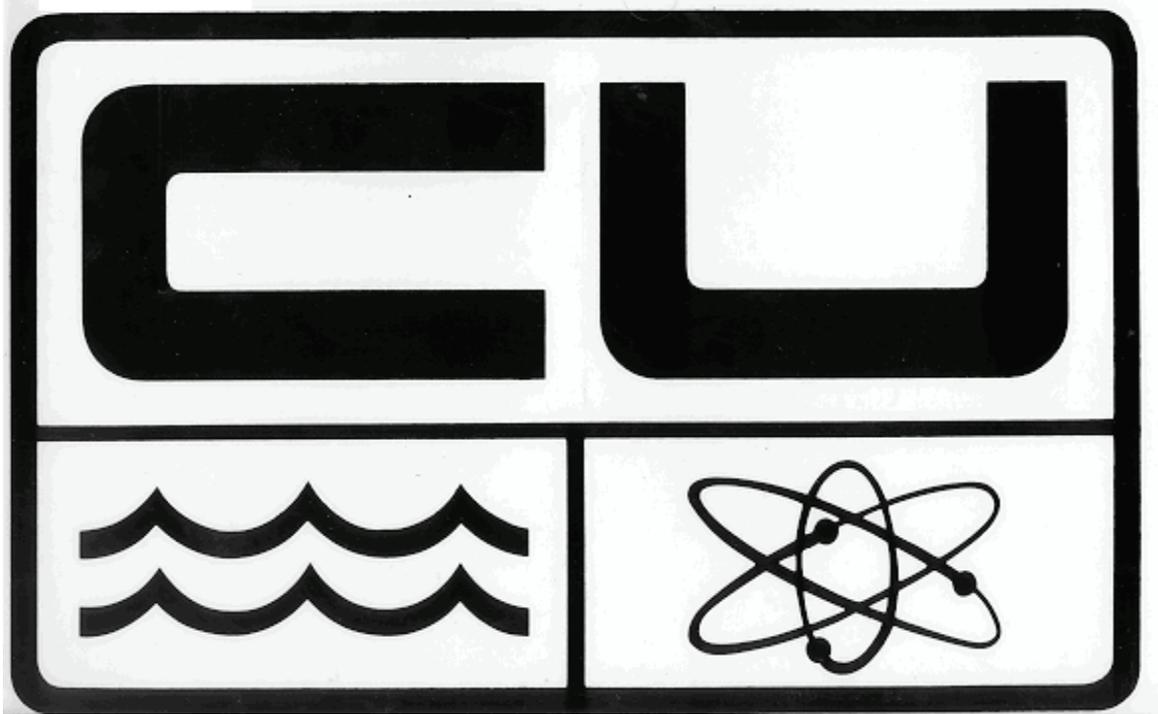
Once the FAA fully decommissions and releases Hardwick Field for disposal, it will be sold by the Airport Authority in whichever manner will generate the most revenue. This could mean selling the property as a whole or in tracts and by either sealed bid or auction. This revenue will be used to pay down the debt issued for the construction of the Cleveland Regional Jetport.

Additional discussion of the new Cleveland Regional Jetport can be found within the Public Works section of the General Fund for FY2014.

EXPENDITURE SUMMARY	FY 2012 Actual	FY 2013 Budgeted	FY 2014 Proposed	Percentage Increase
Personnel Expenditures	\$0	\$110,400	\$0	-100%
Operating Expenditures	\$51,085	\$391,600	\$0	-100%
Capital Outlay & Debt Service	\$68	\$223,300	\$0	-100%
Total Expenditures	\$51,153	\$725,300	\$0	-100%

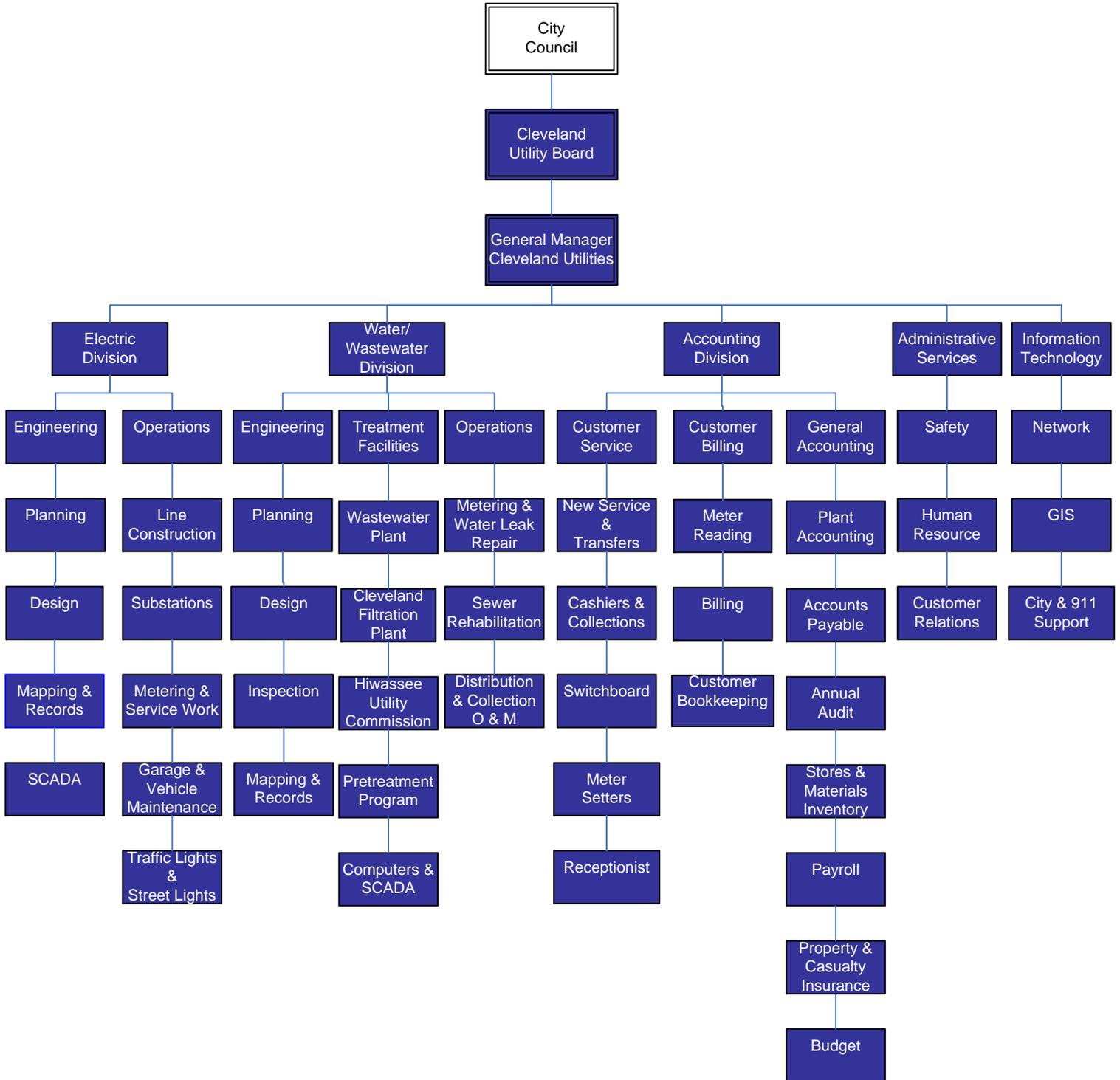
CITY OF CLEVELAND						
FUND #128 CLEVELAND MUNICIPAL AIRPORT AUTHORITY						
REVENUES						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
33477	MAINTENANCE HANGAR GRANT	51,000	0	0	0	0
33478	SITE IMPROVEMENTS GRANT	14,401	0	0	0	0
33479	LIGHTING GRANT	52,200	0	0	0	0
33481	PHASE I CONSTRUCTION	318,049	0	0	0	0
33482	PHASE II CONSTRUCTION	965,846	0	0	0	0
33483	PHASE III ENGINEERING	548,832	0	0	0	0
33484	PHASE III CONSTRUCTION	1,509,373	0	0	0	0
33486	TERMINAL BUILDING	60,678	0	0	0	0
33487	STATE/BUSINESS PLAN	73,050	0	0	0	0
33491	STATE MAINTENANCE GRANTS	5,021	10,000	10,000	0	0
33492	STATE/FED GRANT-LAND OPTIONS	24,580	0	0	0	0
33499	TVA & CELL TOWERS APPRAISAL	0	0	0	0	0
33498	PHASE II-PERMITTING/ENGINEERING	0	0	0	0	0
35000	CONTRIBUTED CAPITAL	0	13,000	13,000	0	0
35001	DONATIONS-TERMINAL BLDG	45,000	0	16,400	0	0
36110	INTEREST INCOME	514	0	0	0	0
36530	SALE OF CONSTRUCTION PLANS	3,000	0	0	0	0
36961	TRANSFER FROM GEN FUND	34,000	150,000	426,200	0	0
36990	MISCELLANEOUS	0	0	0	0	0
37511	JET FUEL - JETPORT	0	0	105,000	0	0
37512	AVIATION GASOLINE	268	500	500	0	0
37513	AVGAS - JETPORT	0	0	62,500	0	0
37514	GROUND/LAND LEASE - JETPORT	0	0	4,200	0	0
37515	HANGER RENTALS	12,451	10,500	10,500	0	0
37516	T-HANGAR RENTS - JETPORT	0	0	2,000	0	0
37517	TERMINAL BLDG RENTAL - JETPORT	0	0	0	0	0
37518	TIE DOWNS - JETPORT	0	0	0	0	0
37519	COMM HANGAR INCOME - JETPORT	0	0	0	0	0
37520	PROPERTY RENTALS	0	0	0	0	0
	TOTAL REVENUES	3,718,263	184,000	650,300	0	0
EXPENDITURES						
DEPARTMENT #43110						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
Personnel and fringe benefits:						
111	SALARIES	0	0	21,900	0	0
119	CONTRACTED SERVICES	0	0	78,500	0	0
140	DENTAL INSURANCE	0	0	200	0	0
141	SOCIAL SECURITY TAXES	0	0	1,700	0	0
142	HEALTH INSURANCE EXP	0	0	3,300	0	0
143	RETIREMENT EXP	0	0	3,700	0	0
144	LIFE/DISABILITY INSURANCE	0	0	300	0	0
149	WORKER'S COMP CLAIMS	0	0	200	0	0
191	LAUNDRY & DRY CLEANING	0	0	200	0	0
197	CLOTHING ALLOWANCE	0	0	400	0	0
	Subtotal:	0	0	110,400	0	0
Operating Expenditures:						
211	POSTAGE/SHIPPING EXPENSE	(292)	300	300	0	0
221	PRINTING EXPENSE	0	0	1,000	0	0
228	LIGHTING MAINTENANCE	232	6,000	6,000	0	0
237	ADVERTISING	4,021	1,000	4,200	0	0
241	UTILITIES/PHONE EXPENSE	973	1,800	12,700	0	0

FUND #128 CLEVELAND MUNICIPAL AIRPORT AUTHORITY						
REVENUES						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
245	TELEPHONE EXPENSE	0	0	3,900	0	0
252	LEGAL SERVICES	20	3,500	3,500	0	0
256	NDB CONTRACTS	0	2,400	0	0	0
259	WEATHER SATELLITE FEE	2,184	1,900	600	0	0
266	BUILDING MAINTENANCE	939	13,500	8,500	0	0
267	GROUNDS MAINTENANCE	13,751	10,500	24,500	0	0
282	CAR ALLOWANCE	0	0	4,200	0	0
283	TRAVEL & TRAINING	108	3,500	3,500	0	0
290	CREDIT CARD FEES	0	0	2,400	0	0
291	LEASE AGREEMENT EXPENSE	0	0	15,000	0	0
319	OFFICE SUPPLIES	0	0	1,500	0	0
331	GASOLINE EXPENSE	0	0	2,500	0	0
333	AVGAS & JETFUEL PURCHASES	0	0	133,900	0	0
499	NEW AIRPORT OPERATIONS	4,612	79,000	8,500	0	0
513	INSURANCE	273	300	400	0	0
540	DEPRECIATION EXPENSE	21,540	60,000	144,800	0	0
551	FUNDRAISING EXPENSE	1,840	0	1,700	0	0
599	MISCELLANEOUS	884	300	8,000	0	0
Subtotal:		51,085	184,000	391,600	0	0
Capital outlay and debt service:						
631	PRIN/INT PYMT 2012 TMBF TERM BLDG	118	0	135,400	0	0
Subtotal:		118	0	135,400	0	0
	TOTAL EXPENDITURES	51,203	184,000	637,400	0	0



Cleveland Utilities

Cleveland Utilities



Cleveland Utilities

History and Current Operations

The City of Cleveland, Board of Mayor and Commissioners, acquired the property 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 29,900 electric customers, 30,200 water customers, and 17,900 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 approval of the City Council. In addition, the electric rates require 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 FY2014 budget highlights are presented in the following table.

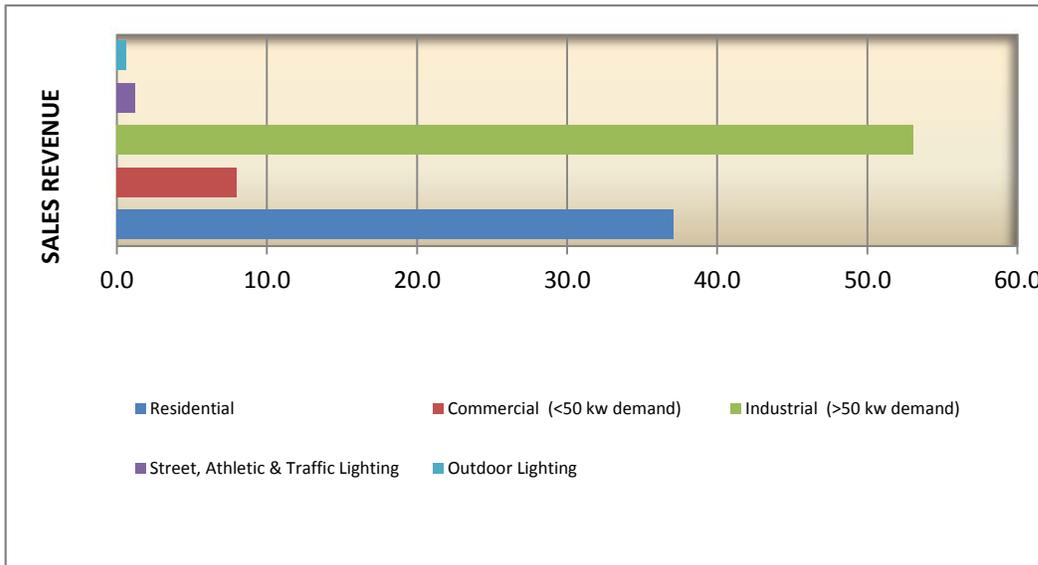
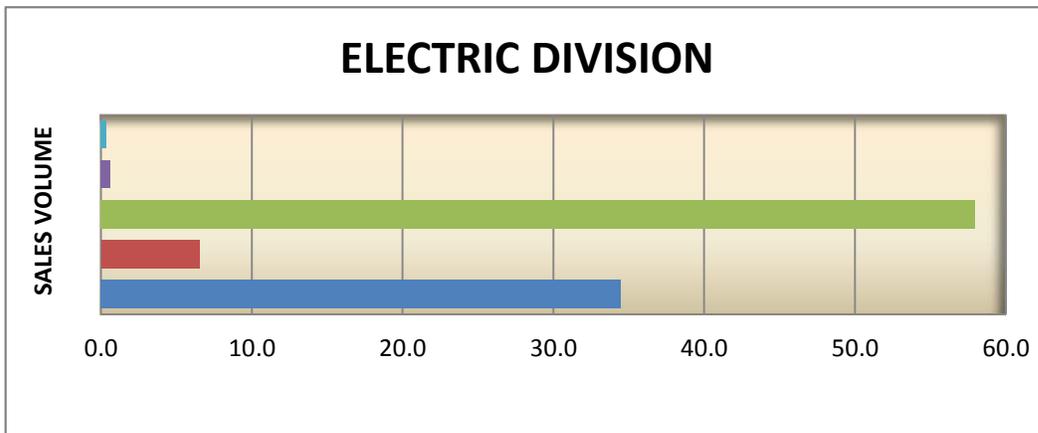
		Electric	Water	Sewer
Volume	KWH's	1,096,134,000		
Volume	Gallons		2,825,200,000	1,845,500,000
Avg Revenue	KWH	9.01		
Avg Revenue	1000 Gallons		\$4.47	\$5.49
Rate Adjustments		0.00%	5.00%	5.00%
Revenue (Sales and Other)		100,344,485	13,754,527	10,861,558
Expenses		99,757,451	13,250,919	10,483,591
Net Income		587,034	503,608	377,967
Tax Equivalents		1,891,335	209,147	n/a
Depreciation (Expensed)		3,662,109	2,185,436	3,195,751
Cash Generated		4,585,579	3,185,418	3,960,328
Additions to Plant		6,811,000	4,933,750	6,132,919
Beginning Bond Balance		12,790,000	23,085,001	23,852,322
Additional Bonds		3,625,000	2,750,000	3,994,219
Bond Payments		940,000	1,292,885	2,189,385
Ending Bond Balance		15,475,000	24,542,116	25,657,156
Bond Coverage		3.45	1.92	1.74

FY2014 Budget Details

Electric

The electric budget for FY2014 is based on the assumption 1,096,134,000 kilowatt hours of electricity will be sold at an average price of 9.01 cents per kilowatt hour. This volume represents a 1.41% increase over the anticipated FY2013 volume. Kilowatt hour sales are expected to be made to five specific classes of customers in the following percentages.

<u>Type of Customer</u>	<u>Volume</u>	<u>Revenue</u>
	%	%
Residential	34.48	37.11
Commercial (<50 kw demand)	6.53	8.00
Industrial (>50 kw demand)	57.97	53.06
Street, Athletic & Traffic Lighting	0.63	1.20
Outdoor Lighting	0.39	0.63



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 7.550 cents per kilowatt hour. The margin expected to be generated between the sale of electricity and the cost of electricity is \$16,034,998. It is from this amount, plus other sources of revenue, all other operating expenses of the electric department will be funded. In addition to operating and maintenance expenses, the electric department will record depreciation expense of \$3,662,109 and a transfer to the city general fund for tax equivalents of \$1,891,335.

The expected net income in the electric department for FY2014 is \$587,034. This level of net income will produce a net cash generation amount of \$5,050,800 when adjusted for non-cash items. When added to the anticipated cash balance of \$4,742,532 at the beginning of the year, \$10,471,328 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 \$6,811,000 and debt retirement of \$974,441.

The major categories of plant additions and their respective amounts are summarized in the following table.

CLEVELAND UTILITIES-ELECTRIC
CAPITAL EXPENDITURES - 2014

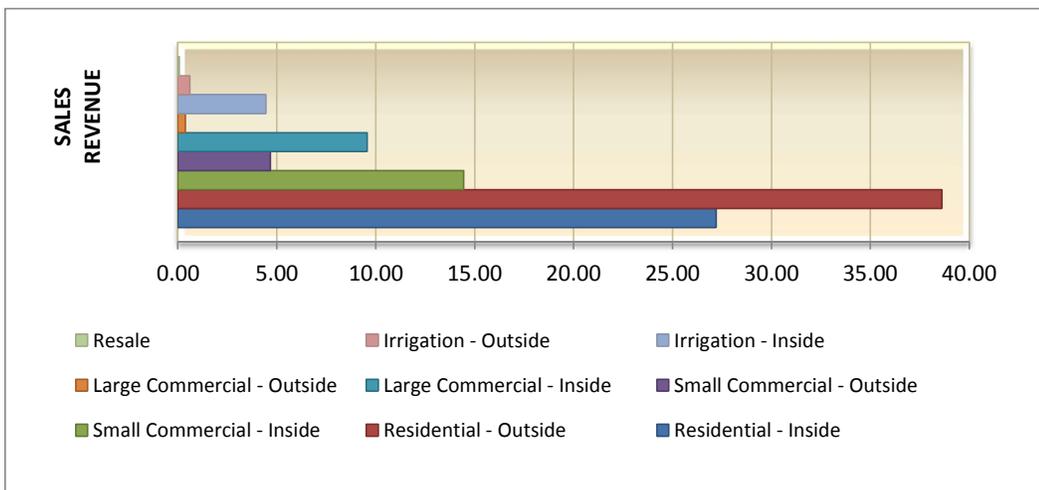
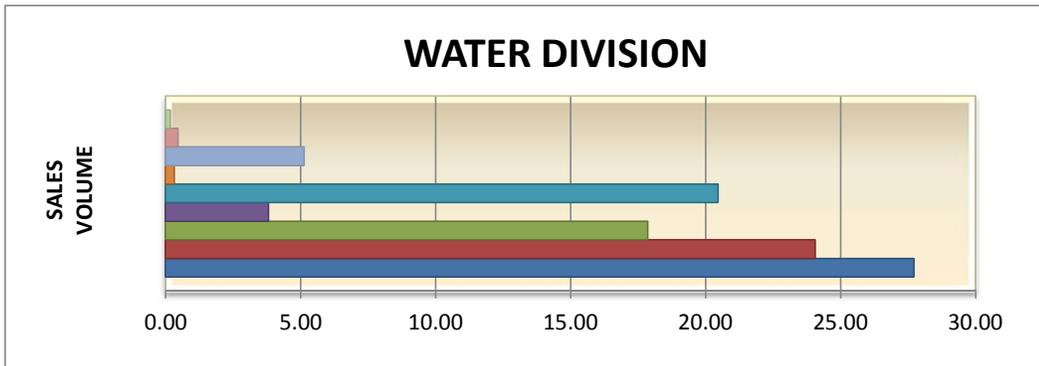
BUILDINGS AND GROUNDS	\$	766,000
COMPUTERS		167,000
SUPERVISORY CONTROL SYSTEM		100,000
ENGINEERING		20,000
TRANSPORTATION AND GARAGE		731,000
GEOGRAPHIC INFORMATION SYSTEM		25,000
COMMERCIAL		150,000
INDUSTRIAL		150,000
RESIDENTIAL-OVERHEAD		30,000
RESIDENTIAL-UNDERGROUND		600,000
LINE		1,326,000
METER LAB		117,000
SUBSTATIONS		1,777,000
OFFICE		10,000
METER READING		5,000
ELECTRONICS & COMMUNICATIONS		83,000
STOREROOM		31,000
TRAFFIC LIGHTING		415,000
STREET LIGHTING		208,000
SECURITY LIGHTING		100,000
TOTAL	<u>\$</u>	<u>6,811,000</u>

The anticipated cash balance at year end is \$6,285,693 of which \$3,112,153 represents the balance on hand from deposits paid by customers to guarantee payment of utility bills.

Water

The water department budget for FY2014 is based on the assumption 2,825,200,000 gallons of water will be sold at an average retail price of \$4.47 per 1,000 gallons. The rate charged for water will increase 5.00% from FY2013. This volume represents a 1.28% change over the anticipated FY2013 volume. Water sales are expected to be made to eight specific classes of customers in the following percentages.

<u>Type of Customer</u>	<u>Volume</u>	<u>Revenue</u>
	<u>%</u>	<u>%</u>
Residential - Inside	27.72	27.21
Residential - Outside	24.06	38.61
Small Commercial - Inside	17.86	14.44
Small Commercial - Outside	3.81	4.67
Large Commercial - Inside	20.46	9.56
Large Commercial - Outside	0.32	0.38
Irrigation - Inside	5.13	4.45
Irrigation - Outside	0.46	0.61
Resale	0.18	0.07



The expected revenue from the sale of the water, plus revenue from other sources, is \$13,754,527 for FY2014. Anticipated expenses, including depreciation of \$2,185,436 and tax equivalents of \$209,147, total \$13,250,919 leaving revenue in excess of expenses of \$503,608. These results will produce a net cash generation amount of \$3,185,418 when adjusted for non-cash items. When added to the anticipated cash balance of \$885,875 at the beginning of the year plus \$145,000 from grants and contribution in aid, \$4,216,293 of cash will be available for reinvestment in plant assets and for debt retirement. In addition, a \$2,750,000 (net 2,736,250) bond issue is planned for FY2014. The demands on this anticipated cash reserve will come from the anticipated cost of capital requirements of \$4,933,750 and debt retirement of \$1,292,885. The anticipated cash balance at year end is \$725,908 of which \$562,062 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.

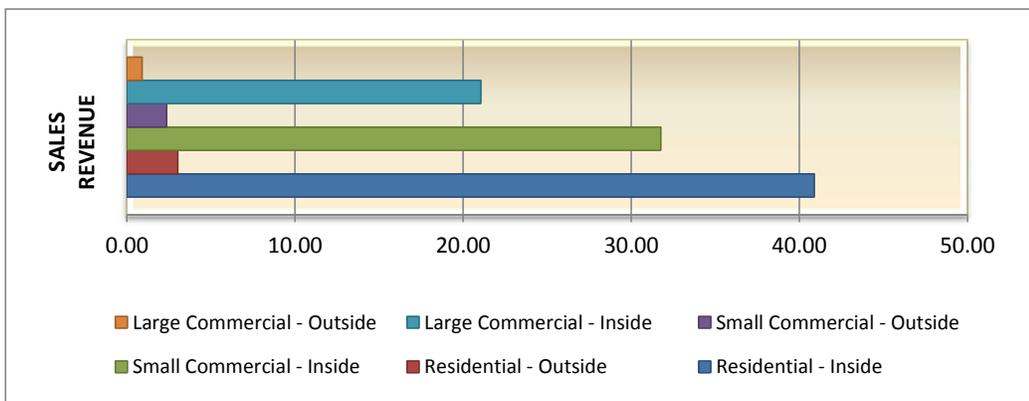
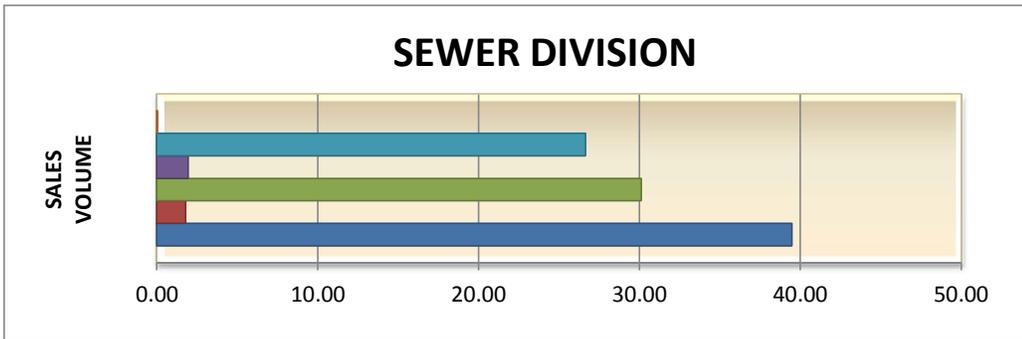
CLEVELAND UTILITIES-WATER
CAPITAL EXPENDITURES - 2014

ENGINEERING - DISTRIBUTION	\$ 2,610,500
WATER - DISTRIBUTION	807,500
FACILITIES MAINTENANCE DEPARTMENT	119,500
WATER TREATMENT FACILITIES	869,250
ENGINEERING - OFFICE	13,000
INFORMATION SYSTEMS (Includes AMI)	313,000
OFFICE EQUIPMENT	5,000
TRANSPORTATION	176,000
BUILDINGS AND GROUNDS	20,000
TOTAL	<u><u>\$ 4,933,750</u></u>

Wastewater

The wastewater department budget for FY2014 is based on the assumption 1,845,500,000 gallons of wastewater will be discharged by customers and treated by Cleveland Utilities. The average price paid by these customers will be \$5.49 per 1,000 gallons. The rate charged will increase 5.00% from FY2013. This volume represents a .39% change over the anticipated FY2013 volume. Charges for the treatment of wastewater are expected to be made to five specific classes of customers in the following percentages.

<u>Type of Customer</u>	<u>Volume</u>	<u>Revenue</u>
	%	%
Residential - Inside	39.47	40.88
Residential - Outside	1.79	3.03
Small Commercial - Inside	30.11	31.75
Small Commercial - Outside	1.94	2.37
Large Commercial - Inside	26.65	21.06
Large Commercial - Outside	0.04	0.91



The expected revenue from this volume, plus revenue from other sources, is \$10,861,558 for FY2014. Anticipated expenses, including depreciation of \$3,195,751 total \$10,483,591, leaving revenue in excess of expenses totaling \$377,967. These results will produce a net cash generation amount of \$3,960,328 when adjusted for other items. When added to the anticipated cash balance of \$4,069,419 at the beginning of the year, \$12,346,409 of cash will be available for reinvestment in plant assets and for debt retirement. In addition, a \$3,994,219 (net 3,974,248) bond issue is planned for FY2014. The demands on this anticipated cash reserve will come from the anticipated cost of capital requirements of \$6,132,919 and debt retirement of \$2,189,385. The anticipated balance at year end is \$4,311,519 of which \$1,466,058 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 - 2014

ENGINEERING - COLLECTION	\$ 500,000
WASTEWATER REHABILITATION DEPARTMENT	4,201,719
FACILITIES MAINTENANCE DEPARTMENT	371,500
WASTEWATER COLLECTION	112,000
WASTEWATER TREATMENT PLANT	827,700
MACHINERY & EQUIPMENT	24,000
INFORMATION SYSTEMS	11,000
ENGINEERING - OFFICE	18,000
TRANSPORTATION	47,000
ADMINISTRATION - BUILDINGS AND GROUNDS	20,000
TOTAL	<u><u>\$ 6,132,919</u></u>

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 FY2014 budget covers FY2015 through FY2023. 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 expenses 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, 1997 and at June 30, 2012.

	1997		
	<u>Electric</u>	<u>Water</u>	<u>Sewer</u>
Customers	25,537	24,053	13,536
Total Assets	49,567,735	22,874,685	39,647,726
Volume (kwh/gallons)	929,036,526	2,683,031,250	1,766,032,500
	2012		
	<u>Electric</u>	<u>Water</u>	<u>Sewer</u>
Customers	29,673	29,966	17,709
Total Assets	91,389,894	49,475,541	67,985,719
Volume (kwh/gallons)	1,051,139,979	2,860,478,250	1,813,133,250

Although volume in water and sewer has remained flat from 1997 to 2012 (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. Replacement of 1973 model puller/tensioner
2. Construct line to new Industrial Park
3. Construct tie circuit from Peach Orchard Hill Road to Benton Pike
4. Design and construction of expansion at Ocoee Substation

Major long-term projects in the division include:

1. Construction of substation for new Industrial Park
2. Lang Street substation rebuild
3. Replacement of Power Service Center HVAC system
4. Line and bucket truck replacement(s)
5. Purchase of automation distribution equipment

Water/Sewer

Projected projects in the water/sewer divisions include:

Water

1. Design and construction of a new 20" water main from HUC to the existing Eldridge Drive Tank - Continuing
2. Completion of a new tank near Hopewell
3. Interior painting at the Cleveland Filter Plant
4. Continuing SCOPE 10 projects
5. Completion of the centrifuge project at the wastewater plant
6. Development of AMI system for water

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 the direct control of the City Council.

These rates are set out in the Appendix. There are five major rate categories of user charges: residential; commercial; industrial; street, athletic & traffic lighting; and outdoor lighting.

This Electric Division of Cleveland Utilities buys power wholesale from the 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

	FY2012 Actual	FY2013 Projected	FY2014 Projected
KWH Purchased	1,090,315,133	1,120,043,523	1,135,890,155
KWH Sold	1,051,139,979	1,080,842,000	1,096,134,000
KWH Unsold (line loss)	39,175,154	39,201,523	39,756,155
% KWH in Line Loss	3.59%	3.50%	3.50%
Average Retail Price of KWH (Based on kwh's Sold)	8.85	7.56	7.55
Number of Customers			
Residential	25,170	25,384	25,600
Commercial	3,706	3,730	3,754
Industrial	609	602	595
Other	188	190	192
Total	29,673	29,906	30,141
Total Revenues	94,836,106	99,059,898	100,344,485
Net Income	1,701,235	1,137,197	587,034
Additional Investment in Plant	8,999,737	6,143,804	6,811,000
Long-term Debt	13,710,000	12,790,000	15,475,000
Number of Customers per Employee	358	360	363

Cleveland Utilities-Electric Fund Budget Summary

	FY2012 ACTUAL	FY2013 BUDGETED	FY2014 PROPOSED
Revenues for Electric System			
Residential	\$ 34,366,953	\$ 37,706,239	\$ 36,662,688
Commercial	7,660,641	8,194,331	7,896,776
Industrial	49,085,312	52,757,500	52,424,999
Street, Athletic, & Traffic	1,111,947	1,073,181	1,189,112
Outdoor Lighting	614,530	694,647	624,933
Change in Accrued Revenue	520,475		
Total Electric Sales Revenue	\$ 93,359,858	\$ 100,425,898	\$ 98,798,508
Other Operating Revenue	\$ 1,401,601	\$ 1,404,619	\$ 1,503,921
Interest	74,647	31,428	42,056
Total Other Revenues	\$ 1,476,248	\$ 1,436,047	\$ 1,545,977
Total Revenues	\$ 94,836,106	\$ 101,861,945	\$ 100,344,485
Operating Expense			
Purchased Power	\$ 77,939,334	\$ 83,804,216	\$ 82,763,510
Other Operating Expenses	6,851,148	7,268,548	7,806,040
Maintenance	2,612,510	2,744,270	2,719,966
Depreciation and Amortization	3,323,124	3,630,518	3,736,314
Tax Equivalents & FICA	1,954,681	2,035,593	2,169,639
Total Operating Expenses	\$ 92,680,797	\$ 99,483,145	\$ 99,195,469
Interest Expense	\$ 454,074	\$ 431,267	\$ 561,982
Total Other Expenses	\$ 454,074	\$ 431,267	\$ 561,982
Total Expenses	\$ 93,134,871	\$ 99,914,412	\$ 99,757,451
Net Revenues	\$ 1,701,235	\$ 1,947,533	\$ 587,034

**CLEVELAND UTILITIES - ELECTRIC
CASH FLOW ANALYSIS
FY2014**

Sources of Cash:	
Net Income	\$ 587,034
Add: Non-Cash Items	
Depreciation - Expensed	\$ 3,662,109
Depreciation - Cleared	262,532
Amortization	<u>73,904</u>
Total Non-Cash Items	<u>3,998,545</u>
Total Cash Generated From Operations	\$ 4,585,579
Add: Projected Cash Balance 6/30/13	4,742,532
Bond Issues (Net)	3,599,806
GASB 45 Adjustment	465,221
Anticipated FEMA Reimbursement	<u>677,996</u>
Total Cash Available For Capital Expenditures & Debt Repayment	\$ 14,071,134
Uses of Available Cash:	
Debt Repayment - Bonds/Loans	\$ 974,441
Capital Improvements & Additions	<u>6,811,000</u>
Total Uses of Cash	<u>7,785,441</u>
Projected Cash Balance 6/30/14	<u>\$ 6,285,693</u>
Allocated - Customer Deposits	\$ 3,112,153
Non - Allocated	<u>3,173,540</u>
Total	<u>\$ 6,285,693</u>

**CLEVELAND UTILITIES - ELECTRIC
FINANCIAL FORECAST
FOR THE YEAR ENDING JUNE 30, 2014**

2014 BUDGET						
	1ST QTR	2ND QTR	3RD QTR	4TH QTR	TOTAL	KWHs (000)
REVENUES						
Residential	10,250,578	7,739,814	11,177,725	7,494,571	36,662,688	377,966
Commercial	2,372,270	1,705,087	1,953,191	1,866,228	7,896,776	71,529
Industrial	15,010,393	12,294,926	11,896,626	13,223,054	52,424,999	635,455
Street, Athletic & Traffic	304,939	295,166	281,462	307,545	1,189,112	6,933
Outdoor Lighting	155,460	158,131	166,442	144,900	624,933	4,251
Total Electric Sales Revenue	28,093,640	22,193,124	25,475,446	23,036,298	98,798,508	1,096,134
Purchased Power	23,534,043	18,591,180	21,340,782	19,297,505	82,763,510	
Operating Margin:	4,559,597	3,601,944	4,134,664	3,738,793	16,034,998	
OTHER REVENUE						
Customer Penalties	106,293	83,969	96,387	87,158	373,807	
Service Revenue	109,201	86,266	99,023	89,541	384,031	
Rents	176,724	176,724	176,724	176,718	706,890	
Miscellaneous Income	11,144	8,804	10,105	9,140	39,193	
Interest	11,959	9,446	10,845	9,806	42,056	
Total Other Revenue	415,321	365,209	393,084	372,363	1,545,977	
TOTAL REVENUE	4,974,918	3,967,153	4,527,748	4,111,156	17,580,975	
EXPENSES						
Transmission-Operations	11,430	11,430	11,430	11,428	45,718	
Transmission-Maintenance	11,454	11,454	11,454	11,451	45,813	
Distribution-Operations	457,083	457,083	457,083	457,079	1,828,328	
Distribution-Maintenance	686,370	686,370	686,370	615,043	2,674,153	
Meter Reading	45,057	45,057	45,057	45,060	180,231	
Billing & Collecting	251,319	251,319	251,319	251,315	1,005,272	
Customer Service & Information	54,018	54,018	54,018	54,020	216,074	
Rebates & Inspections	20,226	20,226	20,226	20,222	80,900	
Administrative O & M	495,060	495,060	495,060	495,055	1,980,235	
Economic Development	39,318	39,318	39,318	39,316	157,270	
Employee Benefits, FICA & Safety	646,878	646,878	649,683	646,877	2,590,316	
Depreciation	916,218	914,643	913,959	917,289	3,662,109	
Tax Equivalents	472,833	472,833	472,833	472,836	1,891,335	
Acquisition Adjustment	15,510	15,510	15,510	15,508	62,038	
Interest on Deposits	2,241	2,241	2,241	2,243	8,966	
Interest on Bonds	138,255	138,255	138,255	138,251	553,016	
Bond Cost Amortization	3,042	3,042	3,042	3,041	12,167	
TOTAL EXPENSES	4,266,312	4,264,737	4,266,858	4,196,034	16,993,941	
NET INCOME	708,606	(297,584)	260,890	(84,878)	587,034	

CLEVELAND UTILITIES ELECTRIC DIVISION CAPITAL BUDGET FY2014		
		FY2014
DESCRIPTION		
B Buildings & Grounds		
1	Professional Design and Construction of Collom's Building Renovations	150,000
2	Construction of Maintenance Building Expansion- includes new roof and new lighting in the garage and maintenance area	390,000
3	Purchase and install a new CU sign on the front lawn	23,000
4	Remaining outside window replacement on the main building (south, east, and west)	72,000
5	Purchase and install new paint booth for transformer shop	15,000
6	Purchase and install pole racks for the pole yard	92,000
7	Replace floor buffer shared by the maintenance department and garage	5,000
8	Purchase and install metal shelving and drum rack for garage storage room	4,000
9	Office renovation in the operations building	15,000
	Total	766,000
Computers		
C 1	Network components and upgrades IS dept.	15,000
2	Document Imaging	35,000
3	AMI equipment maintenance and replacement	10,000
4	MSE 2013 conversion	25,000
5	Network storage devices	24,000
6	Network printers	8,000
7	Phone system upgrade	50,000
	Total	167,000
Supervisory Control		
D 1	Redundant Dispatch Center at Colloms Building	100,000
	Total	100,000
Engineering		
E 1	Paperless Work Management Software	10,000
2	Transformer loading report from ElectSolve	10,000
	Total	20,000
Transportation		
F 1	Replace Unit #169, 10 ton dump truck, purchasing a used unit and scrapping the existing unit for TVA requirement on the hybrid bucket truck purchase	35,000
2	Replace Unit #111, bucket truck, with a hybrid bucket truck through TVA program	95,000
3	Purchase a new hybrid pick up through the TVA program, the existing Unit #136 will move to the line department	8,000
4	Replace Unit #150 pick up, Unit #135 will be traded in.	29,000
5	Replace Unit # 161, Sherman-Reilly overhead/underground puller/tensioner with Model P-1260-D-T	220,000
6	Purchase 18' long, 16,000 lb flatbed over axle tilt trailer (Substation Department)	6,000
7	Replace Unit #126 line truck, trade in is a 2002 International 7300 with an Altec D947TR	275,000
8	Replace Unit #102 meter setter pick up truck (trade in 2006 with 146,731 miles)	26,000
9	Replace Unit #124 meter setter pick up truck (trade in 2006 with 109,586 miles)	26,000
10	Purchase Tommy Lift Tailgate for Unit #119	4,000
11	Purchase Portable Hydraulic Hose Crimper and Dies for use on nonconductive lines inside booms	5,000
12	Purchase 110V Oil Pump, Hose Reel & Meter Handle for Generator Services	2,000
	Total	731,000
Geographical Information System		
G 1	Oracle DB Upgrade	7,000
2	Wi-Fi equipment	10,000
3	Bentley Map Conversions	7,000
4	Fleet Management additions	1,000
	Total	25,000
Commercial Load Additions		
H 1	Install primary, transformers, meters and other necessary facilities to serve new commercial customers	150,000
	Total	150,000
Industrial Load Additions		
I 1	Install primary, transformers, meters and other necessary facilities to serve new industrial customers	150,000
	Total	150,000
Residential - Overhead Load Additions		
J 1	Install overhead primary facilities, transformers, meters and service conductors	30,000
	Total	30,000
Residential - Underground Load Additions		
K 1	Install underground primary facilities, pad mounted transformers, meters, underground service and conduit systems	600,000
	Total	600,000

CLEVELAND UTILITIES ELECTRIC DIVISION CAPITAL BUDGET FY2014		
		FY2014
Line Construction		
L	1 Copper to AAC conversion projects.	25,000
	2 Install 4 new gang operated toppler switches 13KV.	50,000
	3 Construct New 3-Phase Line for New South Industrial Park Phase I	350,000
	4 Construct New 3-Phase Line from Chatata Creek Sub to Durkee Road to include two reclosers	80,000
	5 Reconductor 400' of transmission line on E-774	55,000
	6 Peach Orchard Hill Rd. Tie Circuit from Benton Pike to Existing 3-Phase Dead-end off Michigan Ave.	200,000
	7 Relocate the feed to Dry Valley Rd Pump Station for better access	60,000
	8 Purchase and installation of equipment for Distribution Automation Project	150,000
	9 Purchase of 4-600 kVAR capacitor banks	16,000
	10 Purchase and install new 69kV gang operated switch to include interrupters	15,000
	11 Purchase 2-sets of retrofitted interrupters for 69kV switches	15,000
	12 Replacement of Osmose non-restorable poles	200,000
	13 Replacement of underground equipment discovered during underground maintenance project	110,000
	Total	1,326,000
Meter Lab		
M	1 Purchase new AMI single and three phase meters	50,000
	2 Purchase new AMI Alpha 3 meters and software for Route 200	55,000
	3 Purchase of metering transformers	5,000
	4 Purchase Volt/Amp Recorders	7,000
	Total	117,000
Substation		
N	1 Design and construction of expansion at Ocoee Substation	1,625,000
	2 Replace B-234 breaker at Burlington Substation	22,000
	3 Construct a concrete wall on the north side of Wildwood Substation	12,000
	4 Replace batteries at Payne Gap, East Cleveland (13kV), and Burlington Substations	36,000
	5 Purchase and install nitrogen blanket system at Wildwood and Valleyhead Substations	12,000
	6 Process oil and dry out windings on both transformers at Valleyhead Substation	20,000
	7 Purchase and install security cameras at Ocoee, Springbrook, Burlington, EC 13kV & 69kV, and Payne Gap	32,000
	8 Purchase nitrogen tank generator and filler	18,000
	Total	1,777,000
Office		
O	1 Office furniture and equipment	10,000
	Total	10,000
Meter Reading		
P	1 Meter reading equipment	5,000
	Total	5,000
Electronic/Communications/Fiber		
Q	1 Purchase Dymec 9-Star Fiber Multiplexer for SCADA communications spare	10,000
	2 Purchase and installation of fiber for Distribution Automation project	40,000
	3 Purchase of R8000 Radio Repeater upgrades (includes battery back-up, cable fault locator, etc.)	4,000
	4 Purchase of digital mobile radios - remaining units to complete digital conversion	8,000
	5 Purchase of digital portable radios - remaining units to complete digital conversions	15,000
	6 Software for Moto Turbo radio upgrades	5,000
	7 Purchase of Motorola Test Box - Pre-set test package	1,000
	Total	83,000
Storeroom		
R	1 Electric wire spooler	8,000
	2 Electric pallet jack	3,000
	3 Pallet racks (5)	2,000
	4 Shelving for storeroom	18,000
	Total	31,000
Traffic Lighting		
T	1 Preemption System (100% Investment - Fire Dept. to locations)	63,000
	2 Purchase and installation of new intersection at Michigan Ave at 20th Street	90,000
	3 Convert Master 2 corridor from radio to Ethernet	5,000
	4 LED conversions and rewiring	50,000
	5 Purchase and install equipment to convert Video Trak detection to Wavetronix (Candies @ Freewill, 25th St at Inman)	72,000
	6 Purchase material for railroad height detection	75,000
	7 Replacement and repair of existing control cabinets	40,000
	8 Purchase and installation of pedestrian signal heads	20,000
	Total	415,000

CLEVELAND UTILITIES ELECTRIC DIVISION CAPITAL BUDGET FY2014			
			FY2014
		Street Lighting	
U	1	Durkee Rd - 14 fixtures on existing poles	7,500
	2	Old Powerline Rd - 7 new poles and fixtures	9,000
	3	Michigan Ave/Pirkle Rd - 8 fixtures on new and some existing poles	5,000
	4	Benton Pike - 18 fixtures on existing poles	8,500
	5	S.Lee Hwy to Humphrey Bridge Rd - 28 new poles and fixtures	88,500
	6	Weston Hills Subdivision - 10 new poles and fixtures	10,000
	7	Stonebriar Subdivision - 4 new poles and fixtures	4,000
	8	Victory Cove Subdivision - 3 new poles and fixtures	3,000
	9	Freewill Rd - 10 new fixtures on existing poles	6,000
	10	Airport Annexations - 36 new fixtures on new and existing poles	20,000
	11	Pleasant Grove Church Rd / Humphrey Bridge Rd - 24 fixtures on new and existing poles	15,500
	12	Stone Lake Rd / Mason Rd - 25 fixtures on new and existing poles	16,000
	13	Harriman Rd Extension - 22 new poles and fixtures	15,000
		Total	208,000
		Security Lighting	
V	1	Routine security light projects	100,000
		Total	100,000
		Grand Total	6,811,000

CLEVELAND UTILITIES ELECTRIC DIVISION 5YR PROJECTED CAPITAL BUDGET FY2015 - FY2019							
		FY2015	FY2016	FY2017	FY2018	FY2019	TOTAL
DESCRIPTION							
MAJOR PROJECTS PLAN							
1	Industrial, Commercial, Residential oh & ug service and line constr	2,463,000	2,525,000	2,500,000	2,613,000	2,700,000	12,801,000
2	Transportation, GIS, Computers, Engineering, SCADA, Meter	233,000	295,000	147,000	296,000	236,000	1,207,000
3	Street Lighting, security lighting and traffic lighting (LED lighting	650,000	650,000	700,000	700,000	750,000	3,450,000
Annexation Projects:							
4	Future annexation cost in building new facilities and paying revenue cost to local co-op.	13,000	13,000	25,000	25,000	25,000	101,000
Major Line Projects (69KV & 13 KV):							
5	South Cleveland 69KV S-614 Parallel Conductor - Line Construction		150,000	150,000			300,000
6	South Cleveland 69KV S-624 Parallel Conductor - Line Construction	300,000					300,000
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				300,000		300,000
10	Construct 69KV tie circuit from Freewill Rd. to Keith St. Phase II Line Construction					350,000	350,000
11	Install and/or replace 69KV switches and upgrade with arc suppressor vacuum bottles	25,000	25,000	25,000	25,000	30,000	130,000
12	Harriman Rd 69KV Line Extension Phase II	250,000					250,000
13	New South Industrial Park Underbuild Phase I and Phase II		125,000	150,000			275,000
14	Construct new 13KV circuit out of Sequoia substation to serve North Lee Hwy.			250,000			250,000
15	Construct new 13KV tie circuit from Payne Gap Substation to south industrial park near Exit 20		250,000				250,000
Smart Grid and AMI projects:							
16	Fiber Optics/New Smart Grid Equipment/Distribution Automation	400,000	200,000	200,000	200,000	200,000	1,200,000
17	Upgrade SCADA master					200,000	200,000
18	AMI Metering (software, meters, communications, etc.)	75,000	75,000	75,000	75,000	75,000	375,000
Substation Projects:							
19	Install new control house, relaying, ground switch, batteries & charger @ Valleyhead substation					250,000	250,000
20	Install new control house, relaying, ground switch, batteries & charger @ Payne Gap substation		250,000				250,000
21	Install new control house, relaying, ground switch, batteries & charger @ Wildwood substation				250,000		250,000
22	Construct new Exit 20 Industrial Park Substation (Phase I)	1,500,000					1,500,000
23	Construct new Exit 20 Industrial Park Substation (Phase II)		1,500,000				1,500,000
24	Replace 161KV relay panel @ East Cleveland SS		150,000				150,000
25	Replace 2-69KV relay panels @ East Cleveland SS	100,000					100,000
26	Replace 69KV air operated breaker @ South Cleveland SS	120,000					120,000
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	250,000	450,000
Large Utility Truck Replacements:							
30	Replace bucket truck # 143	200,000					200,000
31	Replace ditch witch truck # 117A	150,000					150,000
32	Replace line truck #115		310,000				310,000
33	Replace bucket truck # 144			165,000			165,000
34	Replace line truck # 175			310,000			310,000
35	Replace bucket truck # 112				275,000		275,000
36	Replace large flatbed truck # 106				75,000		75,000
37	Replace bucket truck # 138			175,000			175,000
38	Replace SUV #120	28,000					28,000
39	Replace pickup truck #185			28,000			28,000
40	Replace pickup truck #125				28,000		28,000
41	Replace pickup truck #105 (meter setter)			28,000			28,000
41	Replace pickup truck #123 (John Miles)					28,000	28,000

CLEVELAND UTILITIES ELECTRIC DIVISION 5YR PROJECTED CAPITAL BUDGET FY2015 - FY2019							
		FY2015	FY2016	FY2017	FY2018	FY2019	TOTAL
DESCRIPTION							
MAJOR PROJECTS PLAN							
42	Replace pickup truck #129 (meter reader)	28,000					28,000
43	Replace bucket truck #118					300,000	300,000
44	Replace four door pickup truck #113				30,000		30,000
45	Replace bucket truck #179					300,000	300,000
46	Replace #152 (IT department SUV)	28,000					28,000
Miscellaneous Projects:							
47	Replace Main Bldg. Heat and Air Unit Phase I	212,500					212,500
48	Replace Main Bldg. Heat and Air Unit Phase II		212,500				212,500
49	Replace Main Bldg. Heat and Air Unit Phase III			212,500			212,500
50	Replace Main Bldg. Heat and Air Unit Phase IV				212,500		212,500
51	Construct new drive thru in front of building					400,000	400,000
52	Industrial Park Investment	100,000	100,000	100,000	100,000	100,000	500,000
53	Remaining window replacement	100,000					
TOTAL		6,975,500	6,830,500	6,740,500	7,054,500	6,644,000	34,145,000

CLEVELAND UTILITIES WATER/WASTEWATER FUND

Programs, Services, and Functions:

This enterprise fund accounts for the revenues and expenses (including depreciation) recorded in 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 require the approval of the City Council. The policies and operating procedures, including daily operations, are not under the direct control of the City Council.

The rates are set out in the Appendix. There are three major rate categories for 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 FY2014 Budget calls for improvement in the water system totaling \$4,933,750.

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 21.6 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

	FY2012 Actual	FY2013 Projected	FY2014 Projected
MG of Treated Water Pumped	3,597,388,136	3,760,789,474	3,717,368,421
MG of Treated Water Sold	2,860,478,250	2,858,200,000	2,825,200,000
% of Treated Water Loss	20.48%	24.00%	24.00%
MG of Treated Wastewater	3,615,480,000	3,288,727,273	3,355,454,545
% Inflow/Infiltration	49.85%	45.00%	45.00%
Number of Water Customers			
Residential	26,888	27,189	27,493
Commercial	3,016	3,042	3,068
Irrigation	62	63	64
Total	29,966	30,294	30,625
Number of Wastewater Customers			
Residential	15,156	15,350	15,547
Commercial	2,494	2,517	2,540
Industrial	59	61	63
Total	17,709	17,928	18,150
Total Revenues (Combined)	23,501,876	23,392,127	24,616,085
Net Income (Combined)	2,996,406	648,804	881,575
*Investment in Plant and Equipment	6,434,743	10,269,900	11,066,669
Long-term Debt	45,933,265	47,599,637	50,199,272
# of Customers per W/WW Employee	446	451	456

*Funded from revenue and debt

Cleveland Utilities-Water/Wastewater System Budget Summary

	FY2012 ACTUAL	FY2013 BUDGETED	FY2014 PROPOSED
Revenues for Water System			
Residential	\$ 7,907,511	\$ 8,016,950	\$ 8,311,517
Commercial	3,520,617	3,516,514	3,677,557
Irrigation	581,531	671,673	639,570
Change in Accrued Revenue	133,588	-	-
Total Water Revenue	\$ 12,143,247	\$ 12,205,137	\$ 12,628,644
Sewer Revenues			
Sewer Revenues	\$ 9,525,020	\$ 9,460,024	\$ 10,131,795
Other Operating Revenue	1,765,412	1,699,004	1,843,761
Interest	68,197	27,962	11,885
Total Other Revenues	\$ 11,358,629	\$ 11,186,990	\$ 11,987,441
Total Revenues	\$ 23,501,876	\$ 23,392,127	\$ 24,616,085
Operating Expense			
Operations	\$ 11,846,260	\$ 12,758,659	\$ 13,341,718
Maintenance	2,575,817	2,406,668	2,499,492
Depreciation and Amortization	4,947,124	5,129,140	5,407,036
Tax Equivalent & FICA	564,763	604,840	608,887
Total Operating Expenses	\$ 19,933,964	\$ 20,899,307	\$ 21,857,133
Interest Expense	\$ 1,857,946	\$ 1,844,016	\$ 1,877,377
Total Other Expenses	\$ 1,857,946	\$ 1,844,016	\$ 1,877,377
Total Expenses	\$ 21,791,910	\$ 22,743,323	\$ 23,734,510
Operating Income (Loss)	\$ 1,709,966	\$ 648,804	\$ 881,575
Contribution In Aid of Construction	\$ 1,286,440	\$ -	\$ -
Net Revenues	\$ 2,996,406	\$ 648,804	\$ 881,575

**CLEVELAND UTILITIES - WATER
CASH FLOW ANALYSIS
FY2014**

Sources of Cash:	
Net Income	\$ 503,608
Add: Non-Cash Items	
Depreciation - Expensed	\$ 2,185,436
Depreciation - Cleared	136,443
Amortization	<u>32,161</u>
Total Non-Cash Items	<u>2,354,040</u>
Total Cash Generated From Operations	\$ 2,857,648
Add: Projected Cash Balance 6/30/13	885,875
Bond Issues (Net)	2,736,250
Grants & Contributions In Aid	145,000
GASB 45 Adjustment	<u>327,770</u>
Total Cash Available For Capital Expenditures & Debt Repayment	\$ 6,952,543
Uses of Available Cash:	
Debt Repayment - Bonds/Loans	\$ 1,292,885
Capital Improvements & Additions	<u>4,933,750</u>
Total Uses of Cash	<u>6,226,635</u>
Projected Cash Balance 6/30/14	<u>\$ 725,908</u>
Allocated - Debt Sinking Funds	\$ 562,062
Non - Allocated	<u>163,846</u>
Total	<u>\$ 725,908</u>

**CLEVELAND UTILITIES - WATER
FINANCIAL FORECAST
FOR THE YEAR ENDING JUNE 30, 2014**

2014 BUDGET						
	1ST QTR	2ND QTR	3RD QTR	4TH QTR	TOTAL	GALLONS (000)
REVENUES						
Residential-Inside	967,630	834,268	776,576	857,045	3,435,519	783,082
Residential-Outside	1,369,872	1,162,452	1,116,787	1,226,887	4,875,998	679,784
Small Commercial-Inside	543,709	412,327	406,389	461,037	1,823,462	504,669
Small Commercial-Outside	171,229	136,763	136,701	145,428	590,121	107,505
Large Commercial-Inside	333,289	286,367	276,530	311,191	1,207,377	578,091
Large Commercial-Outside	17,037	11,110	9,620	10,562	48,329	9,008
Irrigation-Inside	238,202	114,548	39,100	170,405	562,255	145,054
Irrigation-Outside	35,063	15,064	7,099	20,089	77,315	12,861
Resale	2,049	3,191	1,180	1,848	8,268	5,146
Total Water Revenue	3,678,080	2,976,090	2,769,982	3,204,492	12,628,644	2,825,200
OTHER REVENUE						
Sprinkler Taps & Service	52,298	42,317	39,387	45,563	179,565	
Access Fees	76,091	61,568	57,305	66,295	261,259	
HUC Reimbursement	74,939	60,637	56,437	65,289	257,302	
Customer Penalties	52,587	42,550	39,604	45,815	180,556	
Miscellaneous (Service Revenue)	68,821	55,686	51,830	59,960	236,297	
Interest	3,176	2,570	2,392	2,766	10,904	
Total Other Revenue	327,912	265,328	246,955	285,688	1,125,883	
TOTAL REVENUE	4,005,992	3,241,418	3,016,937	3,490,180	13,754,527	
EXPENSES						
Purchased Water	691,232	559,304	520,570	602,228	2,373,334	
T & D Operations	342,141	342,141	342,141	342,141	1,368,564	
T & D Maintenance	266,532	266,532	266,532	266,533	1,066,129	
Pumping Expense	398,697	322,602	300,261	347,360	1,368,920	
Meter Reading	70,434	70,434	70,434	70,433	281,735	
Billing & Collecting	124,677	124,677	124,677	124,674	498,705	
Customer Service & Information	12,984	12,984	12,984	12,980	51,932	
Administrative O & M	282,150	282,150	282,150	282,148	1,128,598	
Employee Benefits, FICA & Safety	448,830	448,830	448,830	448,833	1,795,323	
Depreciation	534,444	534,444	554,868	561,680	2,185,436	
Interest	209,992	206,988	248,400	247,088	912,468	
Bond Costs Amortization	2,472	2,472	2,841	2,843	10,628	
Tax Equivalent	52,287	52,287	52,287	52,286	209,147	
TOTAL EXPENSES	3,436,872	3,225,845	3,226,975	3,361,227	13,250,919	
NET INCOME (LOSS)	569,120	15,573	(210,038)	128,953	503,608	

**CLEVELAND UTILITIES - WASTEWATER
CASH FLOW ANALYSIS
FY2014**

Sources of Cash:	
Net Income	\$ 377,967
Add: Non-Cash Items	
Depreciation - Expensed	\$ 3,195,751
Depreciation - Cleared	35,670
Amortization	<u>86,609</u>
Total Non-Cash Items	<u>3,318,030</u>
Total Cash Generated From Operations	\$ 3,695,997
Add: Projected Cash Balance 6/30/13	4,069,419
CWSRF Loan Forgiveness (Grant)	287,414
Bond Issues (Net)	3,974,248
Grants & Contribution In Aid	50,000
Sale of Mouse Creek WWTP	5,000
GASB 45 Adjustment	<u>264,331</u>
Total Cash Available For Capital Expenditures & Debt Repayment	\$ 12,346,409
Uses of Available Cash:	
Debt Repayment - Bonds/Loans	\$ 1,901,971
Capital Improvements & Additions	<u>6,132,919</u>
Total Uses of Cash	<u>8,034,890</u>
Projected Cash Balance 6/30/14	\$ 4,311,519
Allocated - Debt Sinking Funds	\$ 1,466,058
Non - Allocated	<u>2,845,461</u>
Total	\$ 4,311,519

**CLEVELAND UTILITIES - WASTEWATER
FINANCIAL FORECAST
FOR THE YEAR ENDING JUNE 30, 2014**

2014 BUDGET						
	1ST QTR	2ND QTR	3RD QTR	4TH QTR	TOTAL	GALLONS (000)
REVENUES						
Residential-Inside	984,562	1,059,873	1,084,069	1,013,345	4,141,849	728,340
Residential-Outside	72,804	76,591	79,395	78,161	306,951	32,944
Small Commercial - Inside	837,587	795,619	784,589	798,822	3,216,617	555,752
Small Commercial - Outside	56,122	61,433	60,442	62,417	240,414	35,773
Large Commercial - Inside	582,228	522,608	486,704	542,610	2,134,150	491,921
Large Commercial - Outside	20,688	22,925	21,733	26,468	91,814	770
Total Wastewater Revenue	2,553,991	2,539,049	2,516,932	2,521,823	10,131,795	1,845,500
OTHER REVENUE						
Access Fees	53,443	53,129	52,667	52,770	212,009	
Miscellaneous Revenue	83,663	83,173	82,449	82,608	331,893	
Interest	247	246	244	244	981	
Customer Penalties	46,604	46,331	45,928	46,017	184,880	
Total Other Revenue	183,957	182,879	181,288	181,639	729,763	
TOTAL REVENUE	2,737,948	2,721,928	2,698,220	2,703,462	10,861,558	
EXPENSES						
Wastewater Plant-Operations	306,776	304,981	302,325	302,911	1,216,993	
Wastewater Plant-Maintenance	555	553	547	549	2,204	
Wastewater Plant-Operations-Biosolids	75,928	75,484	74,826	74,971	301,209	
Wastewater Plant-Maintenance-Biosolids	0	0	0	0	0	
Wastewater Collection Operations	47,997	47,997	47,997	48,002	191,993	
Wastewater Collection Maintenance	17,580	17,580	17,580	17,580	70,320	
Wastewater Collection Operations MOM	82,182	82,182	82,182	82,177	328,723	
Wastewater Collection Maintenance MOM	148,842	148,842	148,842	148,846	595,372	
Wastewater Rehab Operations MOM	555	555	555	558	2,223	
Wastewater Rehab Maintenance MOM	132	132	132	127	523	
Administration Operations	114,870	114,870	114,870	114,867	459,477	
Administration Operations MOM	5,706	5,706	5,706	5,710	22,828	
Engineering Operations	47,769	47,769	47,769	47,766	191,073	
Engineering Operations MOM	1,638	1,638	1,638	1,632	6,546	
E & R Wastewater Plant Operations	27,032	26,873	26,639	26,690	107,234	
E & R Wastewater Plant Maintenance	1,415	1,406	1,395	1,397	5,613	
E & R Operations FOG MOM	10,578	10,578	10,578	10,575	42,309	
E & R Maintenance FOG MOM	105	105	105	110	425	
E & R Operations SM MOM	966	966	966	963	3,861	
E & R Maintenance SM MOM	207	207	207	203	824	
Facilities Maintenance Operations WWTP	82	82	80	81	325	
Facilities Maintenance Maintenance WWTP	148,028	147,162	145,880	146,162	587,232	
Facilities Maintenance Operations MOM	63,282	63,282	63,282	63,280	253,126	
Facilities Maintenance Maintenance MOM	42,714	42,714	42,714	42,708	170,850	
Customer Records and Collection	79,455	79,455	79,455	79,450	317,815	
Customer Service and Assistance	14,697	14,697	14,697	14,700	58,791	
Employee Benefits, FICA & Safety	320,574	320,574	321,630	320,567	1,283,345	
Meter Reading	21,618	21,618	21,618	21,622	86,476	
Depreciation	796,695	796,695	796,695	805,666	3,195,751	
Interest	248,101	233,613	241,677	241,518	964,909	
Bond Costs Amortization	3,762	3,762	3,852	3,845	15,221	
TOTAL EXPENSES	2,629,841	2,612,078	2,616,439	2,625,233	10,483,591	
NET INCOME (LOSS)	108,107	109,850	81,781	78,229	377,967	

Internal Service Funds

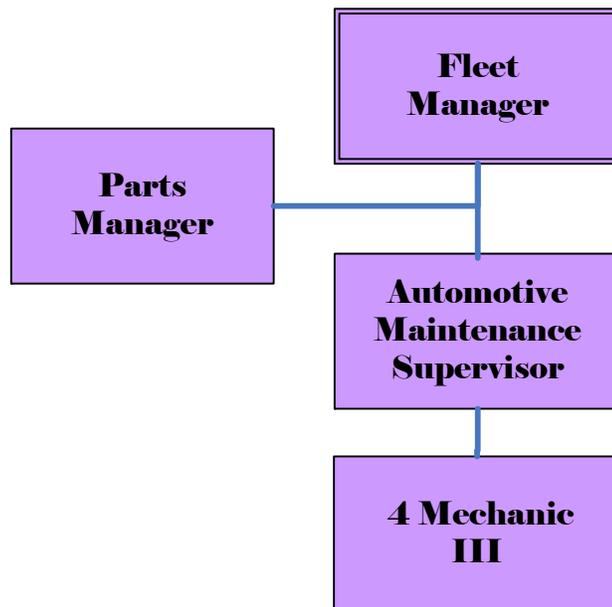
Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the government and to other government units, on a cost reimbursement basis. The City currently maintains one Internal Service Fund outlined below:

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



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. Rates are reviewed annually during budget preparation. For FY2014, 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.

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. Equipment and diagnostic tools enable the mechanics to diagnose repairs, which eliminates much of 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 4 employees participating in this training program. During the budget preparation, it was noted that the department was down 1 mechanic and a decision was made not to rehire at this time in order to reduce cost of operations.

EXPENDITURE SUMMARY	FY 2012 Actual	FY 2013 Budgeted	FY 2014 Proposed	Percentage Increase
Personnel Expenditures	501,632	512,500	466,300	-9 %
Operating Expenditures	245,856	253,600	264,600	4 %
Capital Outlay & Debt Service	1,243	3,600	8,700	142%
Total Expenditures	748,731	769,700	739,600	-4 %

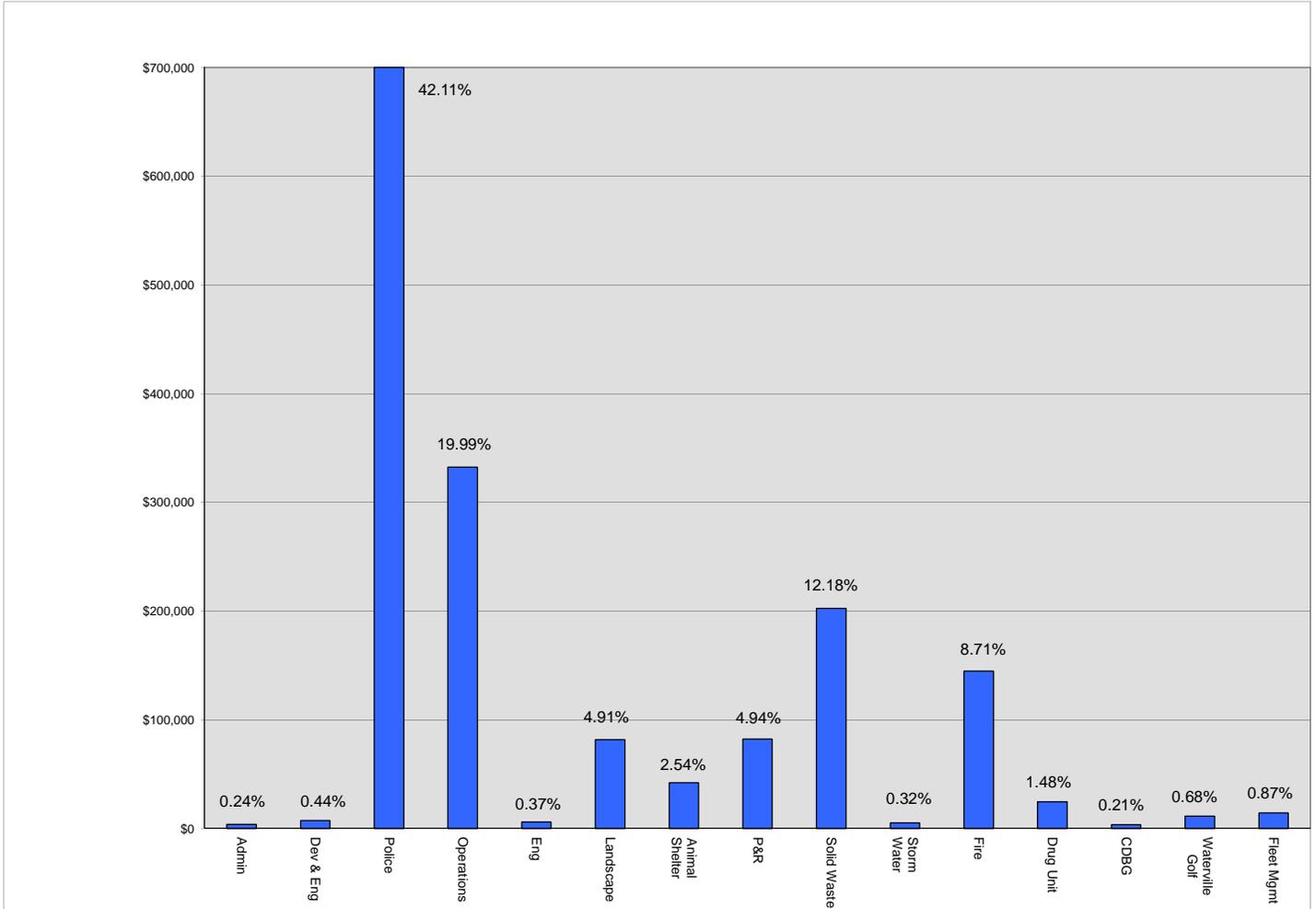
Goals and Objectives:

- 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.

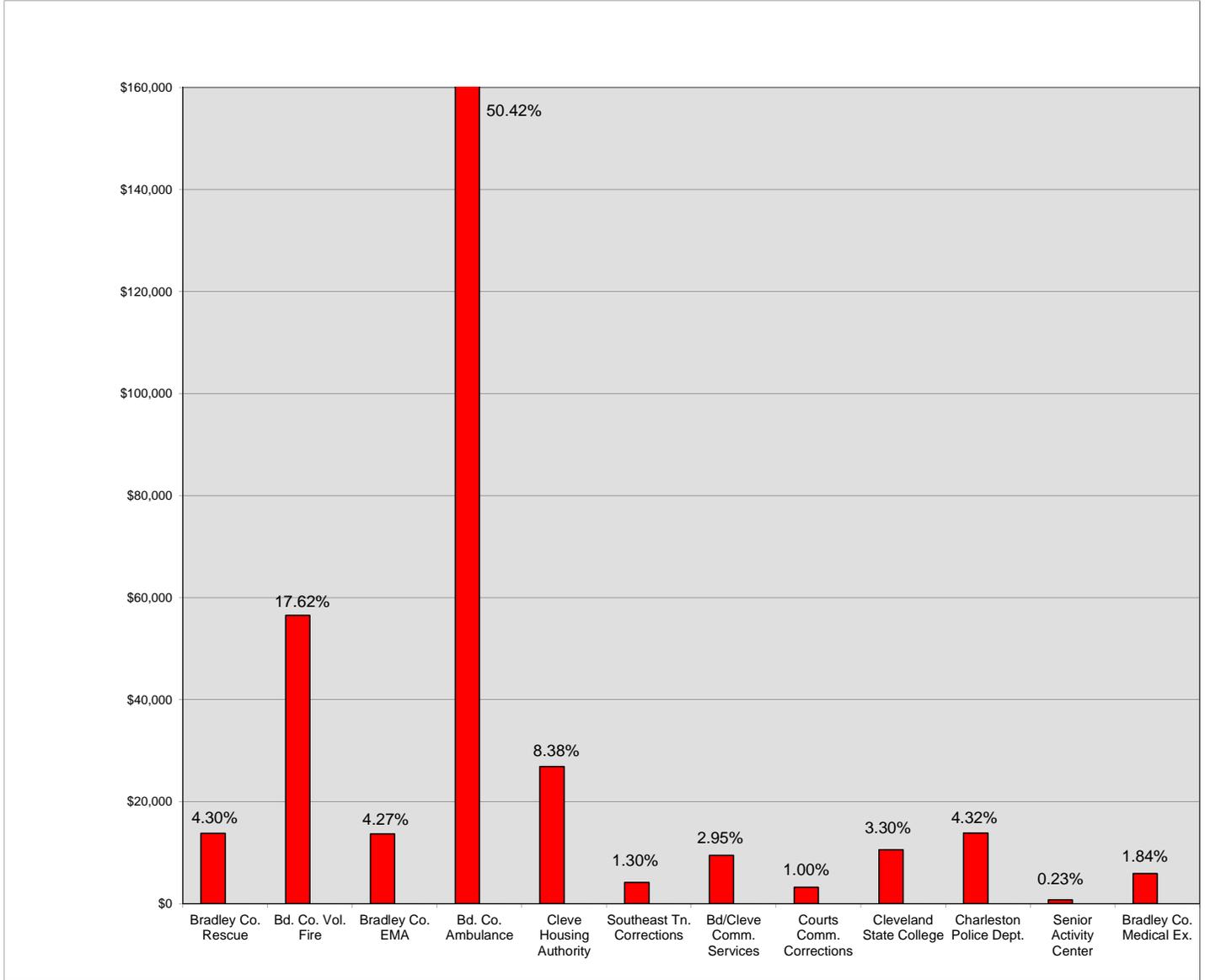
Performance Measures:

Measure Description	FY2011 (Actual)	FY2012 (Actual)	FY2013 (Estimated)	FY2014 (Projected)
# of Vehicles and Heavy Equipment	511	334	334	334
# of Mechanics	5	5	4	4
# of Other Garage Personnel	3	3	3	3
# of Training Hours	264	106	200	200
Vehicles per Mechanic	102	67	84	84
# of Repair Orders (Scheduled & Non-scheduled)	2,984	2,486	2,360	2,610
# of Repair Orders per Mechanic	597	497	786	626
# of Jobs Completed from Repair Orders	9,262	9,052	8,067	8,973
# of Emergency Repairs	325	156	135	205
Labor Rate	\$57	\$67	\$67	\$67
% of Operating Budget for Contracted Svcs.	37.95%	38.29%	43.37%	45.35%
% of Mechanic Hours Billed (Billable Hrs.)	68.78%	70.37%	54.50%	60.00%

Fleet Management
2011-2012 Department Percentages
of Maintenance and Fuel Cost
\$1,662,740 (83.83% of Billing Total \$1,983,284)



Fleet Management
 2011-2012 Outside Agencies Percentages
 of Maintenance and Fuel Cost
 \$320,545 (16.16% of Billing Total \$1,983,284)



CITY OF CLEVELAND						
FUND #511 - FLEET MANAGEMENT FUND						
REVENUES						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
Sales Revenue:						
36512	FUELS MARKUP	51,749	50,000	50,000	52,000	52,000
36534	PARTS	600,669	500,000	500,000	575,000	575,000
36536	LESS: COST OF GOODS SOLD	(487,024)	(385,000)	(385,000)	(442,308)	(442,308)
Subtotal:		165,394	165,000	165,000	184,692	184,692
Operating Revenues:						
34330	CHARGES FOR SVCS-INTERNAL	448,316	432,000	432,000	334,464	334,464
34331	CHARGES FOR SVCS-CONTR.	128,746	143,000	143,000	156,000	156,000
Subtotal:		577,062	575,000	575,000	490,464	490,464
Other Income:						
36110	INTEREST INCOME	387	500	500	500	500
36990	MISCELLANEOUS	0	200	200	200	200
36992	SALE OF ASSET (GAIN)	400	0	0	0	0
Subtotal:		787	700	700	700	700
	TOTAL REVENUES	743,243	740,700	740,700	675,856	675,856
EXPENDITURES						
DEPARTMENT #43170						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
Personnel and fringe benefits:						
111	SALARIES	341,006	346,200	339,800	305,800	316,300
112	OVERTIME	4,332	5,000	5,000	5,000	5,200
131	SERVICE AWARDS	225	0	0	300	300
132	LONGEVITY	2,350	2,900	2,900	3,400	3,400
133	SOLD VACATION	2,691	2,700	2,700	2,000	2,100
134	CHRISTMAS BONUS	5,935	900	4,300	800	800
140	DENTAL INSURANCE	3,495	3,800	3,800	3,300	3,300
141	SOCIAL SECURITY TAXES	25,676	26,900	27,400	24,300	25,100
142	HEALTH INSURANCE EXP	52,783	60,000	60,600	50,300	50,300
143	RETIREMENT EXPENSE	58,981	58,700	61,100	53,000	54,900
144	LIFE & DISABILITY INSURANCE	4,158	4,400	4,400	4,000	4,100
149	WORKER'S COMP CLAIMS	0	500	500	500	500
Subtotal:		501,632	512,000	512,500	452,700	466,300
Operating expenditures:						
211	POSTAGE EXPENSE	464	600	600	600	600
221	PRINTING EXPENSE	0	200	200	200	200
237	ADVERTISING	144	100	100	200	200
239	MEMBERSHIP DUES/LICENSING	1,989	1,000	2,000	2,000	2,000
241	UTILITIES	16,570	23,400	21,000	22,000	22,000
245	TELEPHONE EXPENSE	8,364	8,500	9,300	9,000	9,000

EXPENDITURES						
DEPARTMENT #43170						
OBJECT CODE		2011-2012 ACTUAL BUDGET	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED BUDGET	2013-2014 PROPOSED BUDGET
261	VEHICLE MAINT(GARAGE)	8,710	5,500	7,500	8,000	8,000
263	CONT SVCS-VEH MAINT	103,773	110,000	110,000	120,000	120,000
266	BUILDING MAINTENANCE	9,657	5,500	6,500	8,500	8,500
269	CTRL FUEL MAINT & SUPPLIES	7,924	8,000	13,000	8,000	8,000
283	TRAVEL/TRAINING EXPENSE	447	1,000	1,000	1,000	1,000
298	CONT SVCS-PEST CONTROL	271	300	300	300	300
319	OFFICE EXPENSE	3,182	3,500	3,500	3,500	3,500
322	WASTE DISPOSAL SUPPLIES	3,636	4,000	4,000	4,000	4,000
324	JANITORIAL EXPENSE	1,858	4,400	3,400	4,400	4,400
326	UNIFORM EXPENSE	3,338	3,800	3,800	3,800	3,800
331	GASOLINE EXPENSE	6,885	6,800	6,800	6,800	6,800
511	INS-BLDGS & CONTENTS	1,855	2,200	2,200	2,200	2,200
512	INS-VEHICLES & EQUIP	512	600	700	700	700
513	INS-GENERAL LIABILITY	1,768	1,800	2,200	2,300	2,300
514	WORKER'S COMPENSATION	10,307	9,800	10,700	11,300	11,300
540	DEPRECIATION EXPENSE	33,025	32,000	33,100	33,100	33,100
545	COMPUTER SOFTWARE MAINT	21,118	11,200	11,200	12,200	12,200
599	MISCELLANEOUS	59	500	500	500	500
Subtotal:		245,856	244,700	253,600	264,600	264,600
Capital outlay and debt service:						
941	EQUIPMENT & TOOLS	1,243	5,900	3,400	7,500	7,500
942	COMPUTER EQUIPMENT	0	1,200	200	1,200	1,200
Subtotal:		1,243	7,100	3,600	8,700	8,700
	TOTAL EXPENDITURES	748,731	763,800	769,700	726,000	739,600

FLEET MANAGEMENT FUND
CASH FLOW STATEMENT
FY2014

	Budgeted
Cash flows from operating and investing activities:	
Net income (loss)	(\$5,488)
Adjustments to Reconcile Net Income (loss) to net cash provided by operating activities:	
Depreciation	\$33,100
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>\$33,100</u>
Net cash provided by operating and investing activities	<u>\$27,612</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	\$27,612
Cash and cash equivalents, beginning of fiscal year	<u>\$102,618</u>
Cash and cash equivalents	<u><u>\$130,230</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 is being used to support the animal shelter.

EXPENDITURE SUMMARY	FY 2012 Actual	FY 2013 Budgeted	FY 2014 Proposed	Percentage Increase
Personnel Expenditures	\$0	\$0	\$0	0%
Operating Expenditures	\$0	\$0	\$0	0%
Capital Outlay & Debt Service	\$5,700	\$0	\$0	-100%
Total Expenditures	\$ 5,700	\$0	\$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		2011-2012 ACTUAL	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED	2013-2014 PROPOSED
36110	INTEREST INCOME	5,164	1,000	1,000	1,000	1,000
36731	ESTATE OF JOHN MEILER	0	0	0	0	0
	TOTAL REVENUES	5,164	1,000	1,000	1,000	1,000
EXPENDITURES						
DEPARTMENT # 51600						
OBJECT CODE		2011-2012 ACTUAL	2012-2013 ORIGINAL BUDGET	2012-2013 AMENDED BUDGET	2013-2014 REQUESTED	2013-2014 PROPOSED
762	TRANS TO CIP - TRUCK	5,700	0	0	0	0
	TOTAL EXPENDITURES	5,700	0	0	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 Expenses - The cost of personnel, materials and equipment required for a department to function.

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.

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	FASB	Financial Accounting Standards Board
ACT	American College Test	FBO	Fixed Base Operator
ADA	American with Disabilities Act	FHWA	Federal Highway Administration
ADA	Average Daily Attendance	FLSA	Fair Labor Standards Act
AED	Automated External Defibrillator	FMLA	Family Medical Leave Act
ARRA	American Recovery & Reinvestment Act	FTA	Federal Transit Administration
BCEMS	Bradley County Emergency Medical Service	FOLA	Friends of the Library Association
BCRS	Bradley County Rescue Squad	FTE	Full Time Equivalency
BCVFD	Bradley County Volunteer Fire Department	GAAP	Generally Accepted Accounting Principles
BFI	Browning-Ferris Industries	GASB	Governmental Accounting Standards Board
CCS	Cleveland City Schools	GED	General Equivalency Diploma
CDBG	Community Development Block Grant	GIS	Geographic Information System
CFD	Cleveland Fire Department	GLTDAG	General Long Term Debt Accounting Group
CHS	Cleveland High School	GO	General Obligation
CID	Criminal Investigations Division	HCI	Healthy Community Initiative
CINI	Capital Improvement Needs Inventory	HUD	Housing and Urban Development
CIP	Capital Improvements Program	ICEAS	Intermittent Cycle Extended Aeration System
COLA	Cost of Living Adjustment	ISO	Insurance Services Office
CPI	Consumer Price Index	KWH	Kilowatt-Hour
CPR	Cardiopulmonary Resuscitation	LEAF	Law Enforcement Academic and Fitness Academy
CRJ	Cleveland Regional Jetport	LMI	Low and Moderate Income
CSA	Central Service Association	LRTP	Long Range Transportation Plan
CUAMPO	Cleveland Urban Area Metro Planning Org.	MPO	Metropolitan Planning Organization
CUB	Cleveland Utilities Board	MSDS	Material Safety Data Sheets
DARE	Drug Awareness and Resistance Education	NPDES	National Pollutant Discharge Elimination System
DEFY	Drug Education for Youth	NDB	Non-Directional Beacon
ECD	Bradley County E 911 ECD	OESI	Ocoee Environmental Services, Inc.
EDC	Economic Development Council	OSHA	Occupational Safety and Health Administration
ESOL	English as a Second or Other Language	PARTAS	Parks and Recreation Technical Assistance Service
FAA	Federal Aviation Administration	PHA	Public Housing Authority
		PILOT	Payment in Lieu of Taxes

Acronyms

PSPP	Political Subdivision Pension Plan	TDEC	Tennessee Department of Environment & Conservation
RTP	Recreation Trails Program		
SBCCI	Southern Building Code Congress International	TDOT	Tennessee Department of Transportation
SETHEPP	State Employees, Teachers, and Higher Education Employee Pension Plan	THDA	Tennessee Housing Development Agency
SETHRA	Southeast Tennessee Human Resource Agency	TIP	Transportation Improvement Plan
SRT	Special Response Team	TMBF	Tennessee Municipal Bond Fund
SR-2	Soil Restoration and Recycling	TML	Tennessee Municipal League
SRF	TN State Revolving Loan Fund	TOSHA	Tennessee Occupational Safety and Health Act
STP	Surface Transportation Program	TRAC	Total Resources Against Crime
TAMP	Traffic Access Management Program	TVA	Tennessee Valley Authority
TCA	Tennessee Code Annotated	VISTA	Volunteers in Service to America
TCC	Technical Coordinating Committee	UA	US Census Urban Area
TCRS	Tennessee Consolidated Retirement System	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
2004		\$ 1.65	\$ 2.18	\$ 3.83
2005	Revaluation \$ 1.56	\$ 1.65	\$ 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	\$ 1.49	\$ 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
2013	Revaluation \$1.55	\$ 1.7351	Not available	Not available

CITY OF CLEVELAND, TENNESSEE
PRINCIPAL EMPLOYERS

Employer	2012		
	Employees	Rank	Percentage of Total Labor Force Bradley County
Whirlpool/Maytag	1,386	1	2.90%
Bradley County Schools	1,200	2	2.51%
SkyRidge Medical Center	1,147	3	2.40%
City Government	1,182	4	2.47%
Peyton's Southeastern	950	5	1.98%
Lee University	815	6	1.70%
Wal-Mart	640	7	1.34%
Bradley County Government	620	8	1.30%
Amazon	600	9	1.25%
Merck (Schering Plough)	537	10	1.12%
Mars Snackfood US	495	N/A	1.03%
Duracell	350	N/A	0.73%
Jackson Furniture Industries	-	N/A	-
Bradley Memorial Hospital	-	N/A	-
Total	<u>9,922</u>		<u>20.73%</u>

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

6/30/2013 Estimated

<u>Assessed Taxpayer</u>	<u>Type of Business</u>	<u>2012 Assessed Valuation</u>	<u>Percentage of total Valuation</u>
Mars Snackfoods, USA	Candy Manufacturer	\$41,478,778	3.76%
Ocoee Hospital Corporation	Health Care	\$37,786,424	3.43%
Duracell Company	Battery Manufacturer	\$20,304,312	1.84%
Life Care Centers of America	Health Care	\$16,595,126	1.51%
Merck & Co., Inc.	Distribution Company	\$13,449,705	1.22%
Peyton's Southeastern	Distribution Company	\$10,466,632	0.95%
Wal-Mart	Retail	\$9,771,458	0.89%
Southeastern Container	Bottling Manufacturer	\$8,931,135	0.81%
Johnston Coca-Cola	Beverage & Bottling Manufacturer	\$8,389,446	0.76%
Bellsouth	Phone Company	\$7,645,558	0.69%
TOTALS		\$174,818,574	15.86%

*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, 2012*

Season	Summer	Retail Rates Effective June 2012					
Schedule		Revenue Adjustment N/A	Base Plus Zero Revenue Adjustment	TVA Adjustment	Environmental Adjustment	FCA	June '12 Effective Rate
		Base [1]	[2]	[3] = [1]+[2]	[4]	[5]	[6] = [3]+[4]+[5]
Residential	Customer Charge (Net)	\$9.69		\$9.69			\$9.69
	Surcharge	0.00		0.00			0.00
	All kWh	0.06028	0.00172	0.06200	0.00296	0.02477	0.08973
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	0.00186	0.07304	0.00345	0.02452	0.10101
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	0.29	11.75	0.47		12.22
	1st 15,000 kWh	0.07399	0.00190	0.07589	0.00193	0.02452	0.10234
	Additional kWh	0.03459	0.00097	0.03556	0.00190	0.02423	0.06169
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	0.29	10.59	0.59		11.18
	Block 2 kW	10.17	0.29	10.46	0.59		11.05
Alternate Usage Blocks	Block 3 kW	0.00	0.00	0.00	0.00		0.00
	Block 4 kW	0.00	0.00	0.00	0.00		0.00
	All kWh	0.03727	0.00103	0.03830	0.00196	0.02423	0.06449
Alternate Usage 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	0.00083	0.04242	0.00200	0.02477	0.06919
Drainage Pumping	Customer Surcharge	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 Summer							
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	0.00369	0.13428	0.00345	0.02449	0.16222
	OffPeak kWh	0.06015	0.00152	0.06167	0.00345	0.02449	0.08961
Alternative Season Summer							
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	0.00133	0.05688	0.00193	0.02449	0.08330
	OffPeak kWh	0.04455	0.00099	0.04554	0.00193	0.02449	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, 2012

		Retail Rates Effective June 2012						
		Base	Revenue Adjustment N/A	Base Plus Zero Revenue Adjustment	TVA Adjustment	Environmental Adjustment	FCA	June '12 Effective Rate
		[1]	[2]	[3] = [1]+[2]	[4]	[5]	[6] = [3]+[4]+[5]	
Alternative Season	Summer							
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	0.29	10.59	0.59			11.18
	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	0.00127	0.04630	0.00196	0.02420		0.07246
	OffPeak kWh	0.03403	0.00093	0.03496	0.00196	0.02420		0.06112
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	0.45	15.89	0.56			16.45
	Summer Season OffPeak kW	3.81	0.08	3.89	0.11			4.00
	Summer Season OnPeak kWh	0.06707	0.00214	0.06921	0.00339	0.02434		0.09694
	Summer Season OffPeak kWh - First 425 HUD	0.03471	0.00110	0.03581	0.00211	0.02434		0.06226
	Summer Season OffPeak kWh - Next 195 HUD	0.01728	0.00055	0.01783	0.00143	0.02434		0.04360
	Summer Season OffPeak kWh - Over 620 HUD	0.00250	0.00007	0.00257	0.00084	0.02434		0.02775
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	0.45	15.89	0.56			16.45
	Summer Season OffPeak kW	3.81	0.08	3.89	0.11			4.00
	Summer Season OnPeak kWh	0.05290	0.00169	0.05459	0.00284	0.02434		0.08177
	Summer Season OffPeak kWh - First 425 HUD	0.02090	0.00066	0.02156	0.00158	0.02434		0.04748
	Summer Season OffPeak kWh - Next 195 HUD	0.00348	0.00011	0.00359	0.00089	0.02434		0.02882
	Summer Season OffPeak kWh - Over 620 HUD	-0.01131	-0.00037	-0.01168	0.00031	0.02434		0.01297
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	0.45	15.89	0.56			16.45
	Summer Season OffPeak kW	3.81	0.08	3.89	0.11			4.00
	Summer Season OnPeak kWh	0.06707	0.00214	0.06921	0.00339	0.02434		0.09694
	Summer Season OffPeak kWh - First 425 HUD	0.03471	0.00110	0.03581	0.00211	0.02434		0.06226
	Summer Season OffPeak kWh - Next 195 HUD	0.01728	0.00055	0.01783	0.00143	0.02434		0.04360
	Summer Season OffPeak kWh - Over 620 HUD	0.00250	0.00007	0.00257	0.00084	0.02434		0.02775
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	0.45	15.38	0.56			15.94
	Summer Season OffPeak kW	3.30	0.08	3.38	0.11			3.49
	Summer Season OnPeak kWh	0.06372	0.00203	0.06575	0.00325	0.02434		0.09334
	Summer Season OffPeak kWh - First 425 HUD	0.03226	0.00103	0.03329	0.00202	0.02434		0.05965
	Summer Season OffPeak kWh - Next 195 HUD	0.01482	0.00047	0.01529	0.00134	0.02434		0.04097
	Summer Season OffPeak kWh - Over 620 HUD	0.00004	-0.00001	0.00003	0.00075	0.02434		0.02512
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	0.45	15.27	0.56			15.83
	Summer Season OffPeak kW	3.19	0.08	3.27	0.11			3.38
	Summer Season OnPeak kWh	0.06229	0.00199	0.06428	0.00319	0.02434		0.09181
	Summer Season OffPeak kWh - First 425 HUD	0.02986	0.00095	0.03081	0.00192	0.02434		0.05707
	Summer Season OffPeak kWh - Next 195 HUD	0.01243	0.00039	0.01282	0.00124	0.02434		0.03840
	Summer Season OffPeak kWh - Over 620 HUD	-0.00237	-0.00008	-0.00245	0.00066	0.02434		0.02255
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	0.45	15.89	0.56			16.45
	Summer Season OffPeak kW	3.81	0.08	3.89	0.11			4.00
	Summer Season OnPeak kWh	0.05290	0.00169	0.05459	0.00284	0.02434		0.08177
	Summer Season OffPeak kWh - First 425 HUD	0.02090	0.00066	0.02156	0.00158	0.02434		0.04748
	Summer Season OffPeak kWh - Next 195 HUD	0.00348	0.00011	0.00359	0.00089	0.02434		0.02882
	Summer Season OffPeak kWh - Over 620 HUD	-0.01131	-0.00037	-0.01168	0.00031	0.02434		0.01297

**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, 2012

		Retail Rates Effective June 2012					
		Base	Revenue Adjustment N/A	Base Plus Zero TVA Revenue Adjustment	Environmental Adjustment	FCA	June '12 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	0.45	15.38	0.56		15.94
	Summer Season OffPeak kW	3.30	0.08	3.38	0.11		3.49
	Summer Season OnPeak kWh	0.05367	0.00171	0.05538	0.00287	0.02434	0.08259
	Summer Season OffPeak kWh - First 425 HUD	0.02076	0.00066	0.02142	0.00158	0.02434	0.04734
	Summer Season OffPeak kWh - Next 195 HUD	0.00335	0.00010	0.00345	0.00089	0.02434	0.02868
	Summer Season OffPeak kWh - Over 620 HUD	-0.01143	-0.00037	-0.01180	0.00030	0.02434	0.01284
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	0.45	15.27	0.56		15.83
	Summer Season OffPeak kW	3.19	0.08	3.27	0.11		3.38
	Summer Season OnPeak kWh	0.05212	0.00166	0.05378	0.00279	0.02434	0.08091
	Summer Season OffPeak kWh - First 425 HUD	0.01924	0.00061	0.01985	0.00150	0.02434	0.04569
	Summer Season OffPeak kWh - Next 195 HUD	0.00181	0.00005	0.00186	0.00082	0.02434	0.02702
	Summer Season OffPeak kWh - Over 620 HUD	-0.01297	-0.00042	-0.01339	0.00024	0.02434	0.01119
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	0.60	20.79	0.84		21.63
	Summer Season kWh Charge	0.02291	0.00073	0.02364	0.00185	0.02434	0.04983
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	0.60	20.28	0.84		21.72
	Summer Season kWh Charge	0.02302	0.00074	0.02376	0.00186	0.02434	0.04996
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	0.71	23.59	0.99		24.58
	Summer Season kWh Charge	0.01646	0.00053	0.01699	0.00157	0.02434	0.04290
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	0.52	18.01	0.73		18.74
	Summer Season kWh Charge	0.01578	0.00050	0.01628	0.00155	0.02434	0.04217
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	0.52	17.50	0.73		18.23
	Summer Season kWh Charge	0.01550	0.00049	0.01599	0.00153	0.02434	0.04186
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	0.60	20.17	0.84		21.01
	Summer Season kWh Charge	0.00888	0.00028	0.00916	0.00124	0.02434	0.03474
	Customers @ June 30:						
	Residential	25,170					
	General	4,315					
	Outdoor Lighting	188					

**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, 2012



Water and Wastewater Rates in Effect on June 30, 2012		
Water Rates	Inside City	Outside City
<u>RESIDENTIAL (Class 201, 202)</u>		
Customer charge	\$6.65	\$11.99
First 1,400 cu. ft.	\$1.98/100 cu. ft.	\$3.09/100 cu. ft.
Additional	\$2.06/100 cu. ft.	\$3.25/100 cu. ft.
<u>NON-RESIDENTIAL (Small Commercial) (Class 204, 205)</u>		
Customer charge	\$10.89	\$16.22
First 15,000 cu. ft.	\$1.98/100 cu. ft.	\$3.09/100 cu. ft.
Next 85,000 cu. ft.	\$1.63/100 cu. ft.	\$2.56/100 cu. ft.
Additional	\$1.19/100 cu. ft.	\$1.91/100 cu. ft.
<u>NON-RESIDENTIAL (Large Commercial) (Class 208, 209)</u>		
Customer charge	\$26.76	\$32.09
First 15,000 cu. ft.	\$1.98/100 cu. ft.	\$3.09/100 cu. ft.
Next 85,000 cu. ft.	\$1.63/100 cu. ft.	\$2.56/100 cu. ft.
Additional	\$1.19/100 cu. ft.	\$1.91/100 cu. ft.
<u>IRRIGATION ONLY (Class 211, 213)</u>		
Customer charge	\$6.65	\$11.99
All usage	\$2.06/100 cu. ft.	\$3.25/100 cu. ft.
<u>RESALE (Class 203)</u>		
Customer Charge	\$26.76	\$26.76
All usage	\$1.19/100 cu. ft.	\$1.19/100 cu. ft.
Wastewater Rates	Inside City	Outside City
<u>RESIDENTIAL (Class 301, 302) (April - November)</u>		
Customer charge	\$6.67	\$9.12
First 1,400 cu. ft.	\$3.39/100 cu. ft.	\$4.96/100 cu. Ft.
Additional	\$0.00/100 cu. ft.	\$0.00/100 cu. ft.
<u>RESIDENTIAL (Class 301, 302) (December - March)</u>		
Customer charge	\$6.67	\$9.48
All usage	\$3.29/100 cu. ft.	\$4.96/100 cu. Ft.
<u>NON-RESIDENTIAL (Small Commercial) (Class 304, 305) (Meter Less Than 3")</u>		
Customer charge	\$10.83	\$13.12
First 100,000 cu. ft.	\$3.29/100 cu. ft.	\$4.96/100 cu. ft.
Additional	\$2.77/100 cu. ft.	\$4.13/100 cu. ft.
<u>NON-RESIDENTIAL (Large Commercial) (Class 308, 309) (Meter 3" or Larger)</u>		
Customer charge	\$26.42	\$29.24
First 100,000 cu. ft.	\$3.29/100 cu. ft.	\$4.96/100 cu. ft.
Additional	\$2.77/100 cu. ft.	\$4.13/100 cu. ft.
<u>WASTEWATER SURCHARGE</u>		
CBOD	.0965/pound/day	.0919/pound/day
TSS	.1144/pound/day	.1144/pound/day
TKN	.1267/pound/day	.1267/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, 2012*

MINIMUM BILLS

in Effect on June 30, 2012
(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.	\$10.61	\$13.25	\$13.25	\$18.17	\$19.40	\$19.40
3/4"	002	600 cu. ft.	\$18.53	\$26.41	\$26.41	\$30.53	\$39.24	\$39.24
1"	003	800 cu. ft.	\$22.49	\$32.99	\$32.99	\$36.71	\$49.16	\$49.16
1 1/2"	005	2,000 cu. ft.	\$46.73	\$72.47	\$52.73	\$74.75	\$108.68	\$78.92
2"	006	4,000 cu. ft.	\$87.93	\$138.27	\$52.73	\$139.75	\$207.88	\$78.92

IRRIGATION (Class 211, 213)

5/8"	000	200 cu. ft.	\$10.77	N/A	\$18.49	N/A
3/4"	002	600 cu. ft.	\$19.01	N/A	\$31.49	N/A
1"	003	800 cu. ft.	\$23.13	N/A	\$37.99	N/A
1 1/2"	005	2,000 cu. ft.	\$47.85	N/A	\$76.99	N/A
2"	006	4,000 cu. ft.	\$89.05	N/A	\$141.99	N/A
3"	008	10,000 cu. ft.	\$212.65	N/A	\$336.99	N/A
4"	009	17,000 cu. ft.	\$356.85	N/A	\$564.49	N/A
6"	010	44,000 cu. ft.	\$913.05	N/A	\$1,441.99	N/A
8"	011	82,000 cu. ft.	\$1,695.85	N/A	\$2,676.99	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.	\$14.85	\$17.41	\$22.40	\$23.56
3/4"	002	600 cu. ft.	\$22.77	\$30.57	\$34.76	\$43.40
1"	003	800 cu. ft.	\$26.73	\$37.15	\$40.94	\$53.32
1 1/2"	005	2,000 cu. ft.	\$50.49	\$76.63	\$78.02	\$112.84
2"	006	4,000 cu. ft.	\$90.09	\$142.43	\$139.82	\$212.04

NONRESIDENTIAL - LARGE COMMERCIAL (Class 208, 209, 308, 309)

3"	008	10,000 cu. ft.	\$224.76	\$355.42	\$341.09	\$525.24
4"	009	17,000 cu. ft.	\$356.36	\$585.72	\$546.79	\$872.44
6"	010	44,000 cu. ft.	\$796.46	\$1,474.02	\$1,237.99	\$2,211.64
8"	011	82,000 cu. ft.	\$1,415.86	\$2,724.22	\$2,210.79	\$4,096.44

**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, 2012*

RESALE

3"	008	10,000 cu. ft.	\$145.76	N/A	\$139.54	N/A
4"	009	17,000 cu. ft.	\$229.06	N/A	\$229.06	N/A
6"	010	44,000 cu. ft.	\$550.36	N/A	\$550.36	N/A
8"	011	82,000 cu. ft.	\$1,002.56	N/A	\$1,002.56	N/A
Number of Customers at June 30, 2012:			Water	Wastewater		
			29,966	17,709		

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, 2012

For the Year Ended June 30, 2012

(All amounts in gallons)

A	Water Treated and Purchased:		
B	Water Pumped (potable)	1,845,875,000	
C	Water Purchased	1,874,042,670	
D	Total Water Treated and Purchased		3,719,917,670
	(Sum of Lines B and C)		
E	Accounted for Water:		
F	Water Sold	2,885,257,224	
G	Metered for Consumption (in house usage)	93,536,750	
H	Fire Department(s) Usage	1,486,622	
I	Flushing	869,920	
J	Tank Cleaning/Filling	0	
K	Street Cleaning	106,900	
L	Bulk Sales	0	
M	Water Bill Adjustments/ plus or (minus)	(21,950,250)	
N	Total Accounted for Water		2,959,307,166
	(Sum Lines F thru M)		
O	Unaccounted for Water		760,610,504
	(Line D minus Line N)		
P	Percent Unaccounted for Water		20.447%
	(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, 2012

Population (Estimated) 42,114

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	299	580	11	183	1,073
Regular Part-time	0	101	36	0	137
Seasonal Part-time	104	2	0	0	106
Total	403	683	47	183	1,316

Area of City 29.68

Miles of roads and streets:
Asphalt 326

Miles of sidewalks 43.71

Fire Protection:
Classification 3 and 4

Number of stations 5

Number of full-time employees 90

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 \$329.25 (inside city) \$77.56 (fringe)

Police Protection:
Number of stations 1

Number of substations 0

Number of full-time sworn officers 84

Number of police reserves 0

Number of civilian personnel including Animal Control

 Regular full-time 21

 Regular part-time 11

Number of public service officers 10

CITY OF CLEVELAND, TENNESSEE
OTHER STATISTICAL DATA - (Continued)
June 30, 2012

Police Protection:		
Criminal offenses:		
TIBRS - Part A		5,045
TIBRS - Part B		1,412
Number of vehicles - all radio equipped		102
Motorola 800	62	
Kenwood/Vertex	40	

EDUCATION - PUBLIC SCHOOL SYSTEM

	Number	ADM	ADA
High School (Grades 9, 10, 11 and 12)	1	1,297	1,212
Middle Schools (Grades 6 through 8)	1	1,147	1,083
Elementary Schools (Grades K through 5)	6	2,565	2,434
Ungraded - Special Education		<u>73</u>	<u>67</u>
 Total Students		<u><u>5,082</u></u>	<u><u>4,796</u></u>

Certificated Staff	407.5
Non-Certificated Personnel	<u>277.0</u>
 Total Personnel	<u><u>684.5</u></u>

RECREATION AND CULTURE:

Parks (total acres)	290
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	156,649
Number of e-books	25,268
Number of e-Audiobooks	285
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		\$1,125,236,191
Legal debt margin:		
Debt limitation--10 percent of total assessed value as adopted by local resolution		\$112,523,619
Debt applicable to limitation:		
Total bonded debt	\$129,868,339	
Less: Revenue bonds	55,823,136	
Amount available for repayment of general obligation bonds	<u>2,552,407</u>	
Total debt applicable to limitation		<u>71,492,796</u>
Legal debt margin		<u>\$41,030,823</u>
Per Capita Debt as of June 30, 2013 (estimated)		\$1,681

