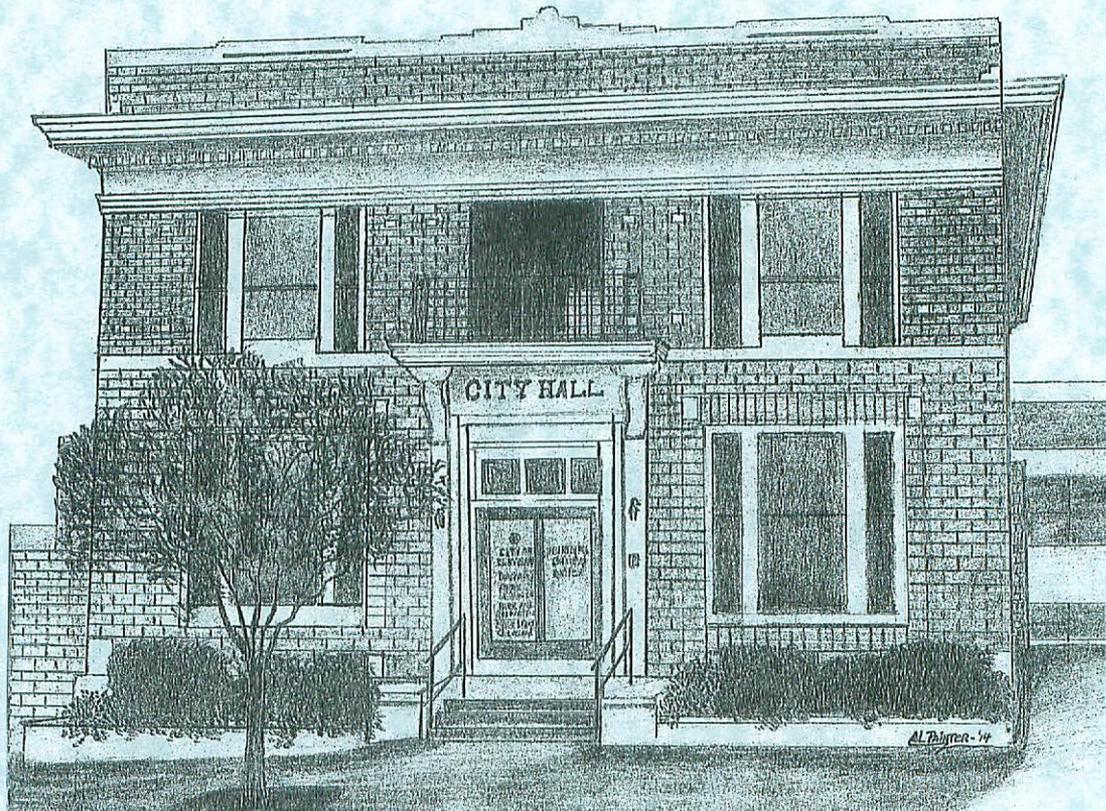


Founded
1842

Incorporated
1903

City of Cleveland Tennessee



Annual Budget 2014 - 2015

*City of Cleveland,
Tennessee*



*Annual Budget
FY 2015*



GOVERNMENT FINANCE OFFICERS ASSOCIATION

*Distinguished
Budget Presentation
Award*

PRESENTED TO

City of Cleveland

For the Fiscal Year Beginning

July 1, 2013

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, 2013. 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 2014-2015

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>	Shawn McKay
<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>	David Bishop
<i>Public Works Director:</i>	Tommy Myers
<i>Airport Manager:</i>	Mark Fidler
<i>Cleveland Utilities General Manager:</i>	Ken Webb, CPA
<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.

Cleveland boasts the sixth largest number of manufacturing companies in the State of Tennessee. Major private-sector employers in Cleveland are: Lonza Group, Resolute Forest Products – Calhoun Operations, Brown Stove Works, Renfro Corporation, Cleveland Chair Co., Procter & Gamble, Hardwick Clothes, Jackson Manufacturing, Johnston Coca-Cola Bottling Co., Mars Snackfoods, Whirlpool, Amazon, Wacker Polysilicon, SkyRidge Medical Center, Newlywed Foods, Olin Corporation, Peyton’s Southeastern, President Baking, Rubbermaid, Merck, and United Knitting. The city is also recognized as a regional shopping destination and health care provider for surrounding counties in Tennessee, Georgia, and North Carolina.



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 years. 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 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 2014 was 6.4%. The unemployment rate for Bradley County was 6.1%, the State of Tennessee was 6.7% and the national average was 6.7%. The cost of living is 94.3%, which is 5.7% below the national 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. In January 2013, the 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 four-year liberal arts university, and Cleveland State Community College, a two-year technical and community college. The City School System consists of one primary school, six elementary schools, one middle school, one high school, and one alternative school. Additional information is located 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.



In Cleveland, utilities are provided by the following companies:

Cleveland Utilities
Volunteer Energy MC
Chattanooga Gas
AT&T
Charter Communications

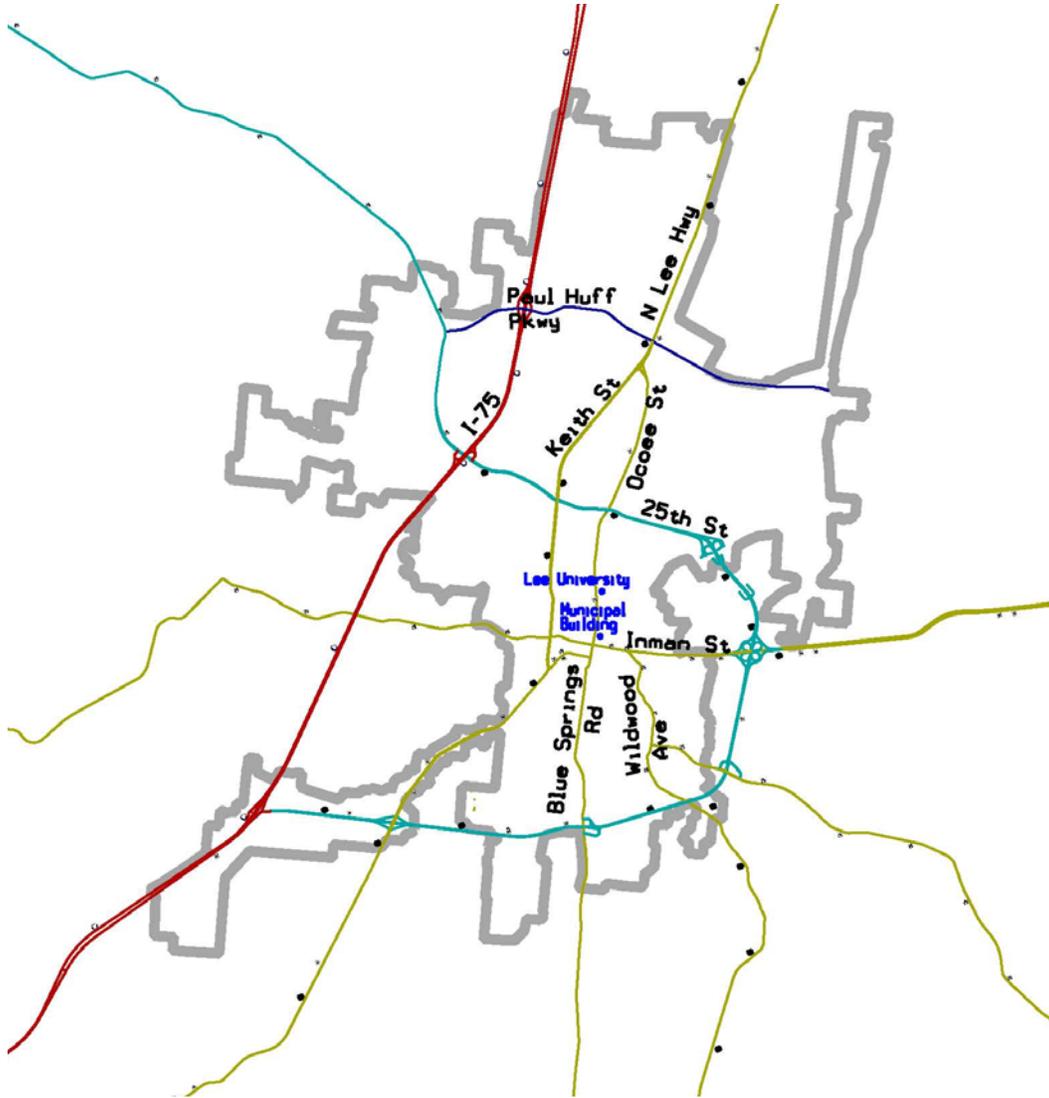
Electricity, water, and wastewater
Electricity in some annexed areas
Natural Gas
Telecommunications
Cable Television

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 additional 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 appoints a City Manager as the Chief Executive Officer of the municipality.



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 FY2015.

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
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. Shawn McKay, Director of Finance/City Clerk, P.O. Box 1519, Cleveland, TN 37364-1519, or phone him at (423) 472-4551.

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government news updates!



Cleveland, TN Government



@Cleveland_TN

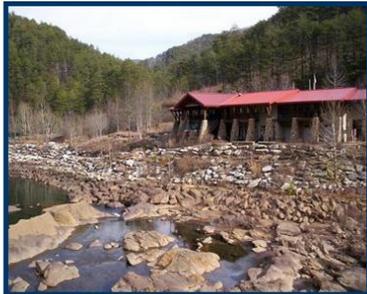
"The City with Spirit"
Cleveland, Tennessee



**Apple Valley
Orchards**



**Red Clay
Historical Park**



**Ocoee Whitewater
Center**



The Spot Restaurant



Mainstreet Cruise-In

City of Cleveland

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

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jcasteel@clevelandtn.gov

CLEVELAND, TENNESSEE
Office of the City Manager



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

May 12, 2014

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 2015

Gentlemen:

The FY2015 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 FY2015 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 the 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 FY2015 total budget, which includes all City and Cleveland Utility funds, is \$241,538,086. This represents a 2.1% increase from the FY2014 amended budget. This increase is primarily due to capital projects planned for FY2015.

The FY2015 budget does not include a property tax increase and the city's rate will remain \$1.7655 per hundred dollars of assessed value. The budget does not include an increase in the monthly sanitation fee of \$6.95. The budget does include a storm water monthly fee of \$1.00 for residential property, and a monthly fee of \$2.00 for non-residential properties with 2,500 square feet of impervious area or greater. The fee is expected to generate approximately \$215,000 which will be used to fund storm water projects and to hire a consultant to prepare an analysis of the impervious surface of each

parcel within the city limits, determine the average equivalent residential unit (ERU) rate, establish a credit system for green infrastructure, and determine the storm water fee necessary to fund Cleveland storm water program including the projects identified by the Army Corp of Engineers flood study scheduled to be completed in 2015.

The major priorities of the FY2015 budget include replacement of the Cleveland High School gymnasium estimated to cost approximately \$11 million and other 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 November 2015. The Local Interstate Connector (LIC) project at the new APD-40 Interchange was completed in 2014 on the south side and construction of the LIC-North will be completed in 2015. The City and County have each contributed \$2,000,000 and the state is funding \$4,000,000 for the LIC projects.

Staff continued a conservative approach of estimating revenue for the FY2015 budget. Due to conservative budgeting practices there has been growth in the fund balance for eleven of the past thirteen fiscal years. Due to the emergency replacement of the Cleveland High School gymnasium, the City has budgeted to use \$6 million of its \$12.3 million fund balance in the City's General Fund for this project. The Cleveland City Board of Education voted to repay the City using its portion of capital funding received from Bradley County when the county issues bonds to fund Lake Forest Middle School. Because all residents pay county taxes, Bradley County funds education based upon the ratio of students attending each school system. Since one-third of the students attend Cleveland City Schools, one-third of the county's property tax and capital funding designated for education supports city schools and two-thirds supports county schools.

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 2014 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 began preparation of 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 April 28, 2014 at which the budget was presented and discussed. The final budget must be approved by June 30, 2014.

The City of Cleveland will operate this year with twenty-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 twenty-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.) Community Development Block Grant (CDBG) Fund
- 9.) Metropolitan Planning Organization (MPO) Fund
- 10.) Department of Justice Asset Forfeiture Fund
- 11.) 2013 Byrne Memorial Grant
- 12.) Recycling Grant

Debt Service Fund:

- 13.) Debt Service Fund

Capital Projects Funds:

- 14.) Sales Tax Capital Projects Fund
- 15.) Capital Improvements Program (CIP) Fund
- 16.) Spring Branch Industrial Park Fund
- 17.) Greenway Fund
- 18.) Fletcher Park Fund

Enterprise Funds:

- 19.) Cleveland Utilities Electric Fund
- 20.) Cleveland Utilities Water/Wastewater Fund

Internal Service Fund:

21.) Fleet Management Fund

Trust Fund:

22.) Meiler Estate Animal Shelter Fund

While the city administers seventeen 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 \$5,273,600, an increase of \$153,600. This amount represents an increase of 3% above FY2014. Also, a transfer from the city's General Fund is made to the Debt Service Fund to cover long-term debt incurred by the city for the school system in the amount of \$2,335,118. For FY2015 the total transfer from the General Fund for schools including the \$6 million for the Cleveland High School gym replacement is \$13,608,718, which is \$6,079,418 more than the previous fiscal year.

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 FY2015 budget includes \$625,700 for the Cleveland Public Library which is a \$17,600 increase from last fiscal year. This increase is contingent upon the Bradley County Commission also funding the additional \$17,600. This additional funding will be used toward the purchase of Radio Frequency Identification technology. This technology will enhance customer service through automated self-check-out, which will free up staff for other customer service opportunities, reduce material losses and improve inventory accuracy.

Cleveland Utilities' budgets are actually enterprise fund service plans that can fluctuate depending upon the usage of utilities, which can be affected by market conditions and the weather. Cleveland Utilities receives no transfers of money from the City's General Fund or other funds because the utilities operate solely from their charges for service. Cleveland Utilities included a 4% local rate increase for water customers and a 1.19% HUC pass through, a 4% increase for their wastewater customers, and a .37% local rate increase for electric customers, and any TVA pass through for FY2015.

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:

- No property tax rate increase.
- No increase in the Residential Sanitation Fee.
- A storm water user fee will be implemented July 1, 2014 for properties located within the city.
- The city's street cut permit fee will increase from \$200 to \$265 for 48 square feet of patch. This fee was last increased in August 2008.
- Property tax revenue growth of approximately 2.9% over FY 2014.
- Local sales tax budgeted at 3% above FY 2013's audited amount.
- State sales tax budgeted at 3.9% above the FY2014 budget.
- State income tax budgeted at 2.7% below the FY 2014 budget.
- 5% franchise fee on the gas franchise and the cable television franchise.
- The rate increase for health and dental insurance has not yet been determined.
- City employees will receive no Cost of Living Adjustment (COLA) but employees who qualify will receive a step (which is 3.5%) for FY2015. Cleveland Utilities has funded a 3.5% raise for their employees, and City Schools has funded a step increase for their employees who qualify.
- The FY2015 budget does not include funding for additional full-time personnel.
- The Cleveland City School System will receive \$2,335,118 from the City for debt service.
- The City's FY2015 General Fund budget does not include an increase in long-term debt for new capital projects.
- Unreserved fund balance currently represents 40.1% of total general fund expenditures. However, unreserved fund balance only represents 28.4% when compared to total general fund expenditures and transfers to other funds – such as debt service and schools. The FY2015 budget will use \$6 million of

the City's \$12.3 million unreserved general fund balance. Unreserved fund balance will then represent 19.4% of total general fund expenditures.

- The FY2015 budget will not use any of the City's \$2.6 million debt service fund balance. Unreserved fund balance represents 42.8% of debt service expenditures.
- Cleveland Utilities Budget is projecting \$3,644,000 in new debt for their Electric Division, \$3 million in new debt for their Water Division and \$4,046,607 for their Sewer Division.
- 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 \$3.1 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. 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)
 - 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 (Robin Hood Drive to Cedarwood Trail)
- The FY2015 budget includes \$200,000 (90% federal and state funds) for the Metropolitan Planning Organization (MPO) and \$352,335 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 FY2015 budget includes the continued funding for the storm water operation. This department was established in order to address National Pollutant Discharge Elimination System (NPDES) requirements and to address drainage and flooding problems in the city.

Major Issues:

1.) **Property Tax Rate:** Cleveland’s property tax rate of \$1.7655 per hundred dollars of assessed value remains one of the lowest property tax rates of similarly-sized cities with a K-12 city school system in the state. The FY2015 Budget will not include a property tax increase to maintain the current level of service being provided today for our citizens. See the chart below for a comparison of Cleveland’s rate to other similarly-sized cities with K-12 school systems. The total amount of funding for the Cleveland City Schools System equals \$7.6 million or 40% of the total property tax rate. This amount does not include the \$6 million investment for the new Cleveland High School gymnasium.



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.

3.) **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.

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 FY2015 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	30,000
Police – Vehicle Replacement	285,000
Public Works Equipment Replacement	<u>131,000</u>
Total Allocation for Capital Equipment Replacement	\$ 720,000

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.

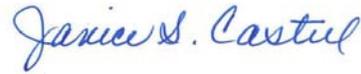
We believe this Budget includes only essential items required for the City to continue to move forward and to make significant progress on the City's goals for the coming year. A list of those Goals and Objectives immediately follow this Budget Message.

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, Shawn McKay, 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 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 16 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 12th. The final reading of the Budget Ordinance will be held on May 27th and this Budget with any revisions you recommend will go into effect on July 1, 2014. 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, Tennessee
Goals & Objectives
and Strategies for Implementation

Goal #1 Improve the educational system in the City of Cleveland.

- Objective: Continue upgrade of technology equipment all schools.
- Begin transition to digital content at Cleveland High School and Cleveland Middle School.
 - Continue to replace outdated teacher computers.
 - Purchase mobile carts equipped with 30 laptops each.
 - Increase the number of wireless access points in each school.
- Objective: Continue to see growth and improvement on both state and national assessments such as Tennessee Comprehensive Assessment Program, American College Test, and Preliminary Scholastic Aptitude Test.
- Continue implementation of a system-wide instructional improvement system.
 - Continue staff training.
 - Continue professional development for classroom teachers.
- Objective: Construct new facilities.
- Continue planning and design phase for a new elementary school.
 - Construct a new gymnasium for Cleveland High School.
- Objective: Provide quality meals that meet federal and state nutritional guidelines for students through the School Food Service Program.
- Offer 3 meal options to meet a variety of student tastes and preferences at no cost to students.
 - Provide nutrition educational material to encourage healthy eating habits at home.
- Objective: Provide major capital improvements related to maintenance and transportation needs for schools.
- Continue bus replacement program.
 - Prioritize building maintenance projects.
 - Update long-range capital replacement plan.
 - Continue short-term capital improvement program.

Goal #2 Improve the level of public safety within the City of Cleveland.

- Objective: Provide better equipment for public safety personnel.
- Purchase new self-contained breathing apparatus equipment for fire personnel.

- Objective:
 - Purchase new body cameras for police patrol personnel.
- Objective: Increase public fire education with schools, civic organizations, and citizen groups.
 - Purchase additional fire safety materials and provide additional training classes.
- Objective: Maintain or improve ISO rating by hiring additional firefighters and constructing new fire stations.
 - Continue to fill vacant positions caused by recent retirements.
 - Construct new fire station when development occurs at Exit 20.
- Objective: Continue to reduce crime rates in Cleveland and place a high priority on school safety.
 - Continue to fill vacant positions caused by recent retirements.
 - Provide advanced active shooter training for law enforcement.
 - Continue training program for law enforcement personnel.
- Objective: Implement equipment replacement program.
 - Replace worn out and unsafe police cars on an annual basis.
 - Replace firearms as necessary.
 - Provide continued advancements in Information Technology as trends and technological advancements occur to maximize modern enforcement strategies.
 - Replace fire administration and inspection vehicles over the next several years.

Goal #3 Improve the facilities and transportation system within the City of Cleveland.

- Objective: Continue street resurfacing program.
 - Fund \$1 million annually for street resurfacing projects.
- Objective: Continue drainage improvements to alleviate flooding.
 - Fund \$120,000 annually in major drainage projects.
- Objective: Continue pothole patching program and eventually have all streets on resurfacing program to eliminate potholes.
 - Continue to allocate crews dedicated to maintenance of city streets.
- Objective: Install new sidewalks and repair existing sidewalks.
 - Fund \$30,000 annually in new sidewalk construction and sidewalk maintenance.
 - Fund one-time pedestrian projects totaling more than \$1 million.

- Objective: Improve the coordination of downtown traffic signals.
 - Continue study of signal timing and traffic patterns.
- Objective: Extend the runway from 5,500 ft. to 6,200 ft. to better serve Cleveland's industry flying into the new Cleveland Regional Jetport.
 - Authorize consultant to complete design and apply for state and federal funding.
- Objective: Continue inspection of all utility cuts.
 - Continue funding of two inspectors who monitor all utility cuts from start to finish to insure proper procedures and materials are used.
 - Study new technology and methods to prevent failure of street cuts.
- Objective: Continue the City's storm water program.
 - Continue compliance with the city's NPDES permit.
 - Continue to provide water quality education.
 - Partner with community for stream clean-ups.
 - Hire consultant to prepare an analysis of the impervious surface of each parcel within the city, determine the average equivalent residential unit (ERU) rate, establish a credit system for green infrastructure, and determine the storm water fee necessary to fund Cleveland's storm water program including the projects identified by the Army Corp of Engineers flood study.
- Objective: Continue the Army Corp of Engineers' Flood Study of Cleveland's drainage basins.
 - Provide city's match for final payment of Flood Study.
- Objective: Improve major intersections in Cleveland.
 - Continue work with TDOT to identify needed intersection improvement projects.
 - Redesign Paul Huff/Adkisson intersection to accommodate increased traffic.
- Objective: Operate and expand a city-wide deviated fixed route transit system.
 - Identify areas for expansion of city-wide deviated fixed route transit system.
- Objective: Implement Phase II of Roadscapes Project on 25th Street from Peerless Road to Interstate 75.
 - Construct Phase II of Roadscapes Project.
- Objective: Implement Phase III of Roadscapes Project on 25th Street from Keith Street to Parker Street.
 - Construct Phase III of Roadscapes Project.

Goal #4

Improve the city's ability to provide services through technology.

- Objective: Continue to improve and update the city's new website.
 - Staff will assist Department Heads and their representatives with posting new information and features to city's website.
- Objective: Continue collection of property taxes and fines on-line.
 - Staff will work with on-line collection vendors and financial institutions to maintain services to citizens.
- Objective: Continue scanning of City files for improved access to information and improve research capabilities.
 - Provide adequate hardware and software to facilitate collection, storage and access of city data.
- Objective: Continue use of procurement cards to purchase materials for city departments.
 - Provide departments and users on-line access to procurement card statements.
- Objective: Continue installation of laptop computers in fire trucks and maintenance of computers in police cars.
 - Maintain laptop computers in fire trucks and train fire department employees to use these mobile data terminals.
 - Install software updates for police and fire computers as those become available.
- Objective: Continue to research new ways to implement mobile computing for city employees to improve productivity.
 - Research and develop best practices for mobile devices.
 - Attend trade shows, vendor events, and visit other cities to stay informed on latest trends in technology.

Goal #5

Improve economic development efforts.

- Objective: Continue to aggressively market the Cleveland/Bradley Industrial Park and the new Spring Branch Industrial Park.
 - Participate in Industrial Development Board meetings.
 - Maintain link with Bradley/Cleveland Chamber of Commerce website to promote 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.
 - Provide financial support to the Bradley/Cleveland Chamber of Commerce.
- Objective: Develop Spring Branch Industrial Park.
 - Design and install infrastructure for new industrial park.

- Objective: Complete Local Interstate Connector roads in conjunction with proposed APD-40 Interchange and planned improvements for Exit 20.
 - Design and construct Local Interstate Connector – North road project.
- Objective: Market the new Cleveland Regional Jetport
 - Attend trade shows with Bradley/Cleveland Chamber of Commerce representatives.
 - Continue to expand website

Goal #6

Improve long-range planning.

- Objective: Hold annual Council Planning Retreat to determine city-wide needs and priorities.
 - Identify and provide cost estimates for needed projects.
- Objective: Annually review the City’s Debt Management Policy and implement revisions as necessary to protect the City’s financial stability.
 - Review the current Debt Management Policy for necessary revisions based upon changes in state law and best management practices.
- Objective: Increase the fund balance of the Debt Service Fund to 70% of the fund’s annual expenditures.
 - Budget all variable rate debt at 4%.
- 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).
 - Maintain and update departmental 15-year equipment programs.
- Objective: Continue Transportation Planning through the Metropolitan Planning Organization (MPO) coordinated with the Rural Planning Organization (RPO).
 - Attend MPO and RPO meetings.
 - Continue planning for more than \$6 million in transportation projects for next two years.
- 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.
 - Implement the 2035 Comp Plan and three small area 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.

- Identify and complete projects in target area.

Objective: Continue implementation of historic zoning through the Historic Preservation Commission.

- Serve as staff for the Historic Preservation Commission.
- Prepare educational flyer for residents of Historic Preservation area.

Objective: Continue support of the Cleveland/Bradley County Public Library

- Provide funding for new library materials and technology.

Objective: Improve existing recreational facilities.

- Replace ground covering with certified mulch at all city playgrounds.

Objective: Continue a proactive codes enforcement program.

- Continue funding two code enforcement officers.
- Utilize the city's website and utility bill flyer to inform citizens of code requirements.

Objective: Continue to provide high quality animal control services.

- Strive for a "No-Kill" Animal Shelter
- 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.

Objective: Continue development of the Cleveland/Bradley County Greenway.

- Design and construct the Ocoee Greenway Connector estimated to cost \$930,000.

Objective: Increase recreational opportunities for the entire community.

- Construct the Greenway at Ocoee Crossing and through Tinsley Park.
- Construct a Dog Park along the Greenway.

Objective: Continue to implement the Master Plan for College Hill Community Center.

- Replace existing pool with new ADA compliant pool.

Objective: Continue improvement at the skateboard park.

- Purchase additional equipment for the park.

- Objective: Implement a Recreation Long-Range Master Plan.
 - Hold community meetings and work with Parks and Recreation Board to begin update of Long-Range Master Plan.
- Objective: Continue to be designated a “Tree City”.
 - Increase Cleveland’s green footprint by planting additional trees.
- Objective: Reduce the amount of material taken to the landfill.
 - Increase recycling awareness through educational materials.
 - Partner with Keep America Beautiful organization in support of “Household Hazardous Waste Day”.
- Objective: Continue partnership with Habitat for Humanity for development of housing for low income home buyers.
 - Donate surplus vacant property to Habitat for Humanity as lots become available.
- Objective: Continue plan for redevelopment of former Whirlpool plant area and begin Inman Street Redevelopment plan.
 - Hold meetings with government and community representatives to begin redevelopment plan.
 - Apply for redevelopment grants.
- Objective: Provide reliable electric, water, and wastewater utility services.
 - Extend services to newly-annexed areas.
 - Continue to maintain the systems’ financial stability while expanding the customer base into those areas annexed into the city and increasing the systems’ capacity.

Goal #8 Improve efficiency through workforce.

- Objective: Provide a safe work environment for all workers.
 - Repair and/or replace equipment as needed.
 - Conduct annual safety awareness training.
- Objective: Properly train and inform employees of safe workplace practices.
 - Provide safety manual to all new employees.
 - Provide training required by OSHA to all employees, in addition to specialize work-related safety practices and basic safety, CPR/AED, and First Aid training.
- Objective: Adhere to personnel policy in hiring qualified, competent workforce.
 - Provide qualification testing for available positions.
 - Conduct interviews and qualification requirement testing in conjunction with department heads.

- Objective: Provide training and educational opportunities for workforce to enhance job skills.
 - Increase training budgets for employees.
 - Provide city-wide training as available for a variety of topics.
- Objective: Implement new diversity policy.
 - Attend career fairs and other recruitment venues.
 - Continue to advertise job openings on city's new website.
- Objective: Provide fleet management services to city departments and other outside agencies.
 - Provide a quality preventive maintenance program.
 - Improve the training and certifications of mechanics.

Goal #9 Improve energy efficiency of City buildings and equipment.

- Objective: Replace roofs on City buildings with more energy efficient roofs.
 - Update roof assessment and replacement plan for all city buildings.
- Objective: Research use of alternative fuels for City vehicles.
 - Attend seminars related to alternative fuels.
- Objective: Continue energy audits of all City buildings.
 - Prepare City Council update of energy audit.
 - Continue utilizing TVA for energy audits of city buildings.

City of Cleveland Sales Tax Fund									
Half Cent Sales Tax Proceeds									
<i>City only portion of sales tax proceeds:</i>				Actual	Actual	Actual	Actual	Budgeted	Proposed
				FY2010	FY2011	FY2012	FY2013	FY2014	FY2015
Revenues:									
Interest							3,215	1,800	1,800
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							1,667,314	0	
FY2013 estimated							2,168,336	0	
FY2014 (From Bradley County Schools 30-monthly payments @ \$28,344 mo)								340,132	340,132
FY2014 estimated								2,529,475	
FY2014 (From Bradley County Schools 30-monthly payments @ \$19,078 mo)								228,941	228,941
FY2015 estimated									2,605,000
								3,100,348	3,175,873
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		2,500	
Computer Capital Expenditures							185,540	299,198	281,000
School Land - Elementary							410,103		
Administration Vehicle									25,000
Contingency								0	
Development & Engineering Services:									
1 Vehicle (Used Pickups)Replacement Program								14,700	24,000
Plotter								9,300	
Public Safety									
Emerg. Mgmt - Radio Tower (actual) Thru FY12				50,000	50,000	40,441	0	0	0
Public Safety - Police									
Patrol cars replacement program (annually)				48,500	0	279,596	368,527	336,877	285,000
Crime Scene Vehicle & conversion							0	0	
E-ticketing equip & Program								72,000	
Public Safety - Fire									
Fire Hall survey & site design					0	0	0	9,500	
Fire Training tower survey/site design					0	0	50	1,950	
Inspector veh (replacement) 1999 Pickup w/conver.(& Recr. & A&F)								35,000	
Inspector veh (replacement) 1999 Pickup w/conver.(& Recr. & A&F)								0	35,000
Arson vehicle (replacement)								0	0
Training vehicle (replacement)								0	0
Conversion equipment for vehicles								0	0
Replace opticom signal equipment							15,000	1,250	
Refurbish 1997 Pierce Engine #5								190,000	

City of Cleveland Sales Tax Fund									
Half Cent Sales Tax Proceeds									
<i>City only portion of sales tax proceeds:</i>				Actual	Actual	Actual	Actual	Budgeted	Proposed
				FY2010	FY2011	FY2012	FY2013	FY2014	FY2015
Breathing Appar.								300,000	
Fire Appar. Replacement Program (annually)								180,000	180,000
Fire Building Improvements								20,000	
Fire Extrication Equipment								100,000	113,000
Public Works:									
MPO-Match-Ocoee/25th Prel. Eng. (actual)				30,000				0	
MPO-Match-Ocoee/25th Right-of-way							0	0	
MPO-Central Ave. 3R Project								166,400	0
MPO-Stuart Rd. 3R Project								0	149,893
MPO-20th Street Sidewalk Project								41,035	71,000
MPO-17th Street 3R								66,140	100,000
MPO-Greenway Ocoee Connector								97,600	0
MPO-Adkisson								0	160,832
MPO-Georgetown Rd.@25th Street								125,720	0
MPO-Mouse Creek Rd. 3R								28,800	16,000
MPO-Planning & Overrun								27,783	
Ocoee St. Curb & sidewalks (actual)				85,111					
Street Paving				309,996	710,016	772,423	62,882	1,205,420	1,000,000
Street Paving (one-time disputed funds)							1,000,000	0	0
Drainage Projects						54,685	98,645	132,320	120,000
Sidewalk Projects						5,597	20,182	33,221	30,000
Ocoee/Lee Univ Pedestrian Lgts. (actual)				20,262					
20th/Dalton Pk. - ROW & design				5,440	0	0	0	36,060	
MPO-Mouse Ck. Rd.(Planning & Envir.)				44,000	0	0	0	0	
Knuckleboom replacement					111,910				
Guardrail at Blythe Ferry					0	12,396			
Ocoee Street Drainage - 3-laning				15,080	2,483				
N.Ocoee @ McIntire Drainage						32,217			
Guthrie Drive Drainage Project						0	28,720		
Hunters Run Cr. Drainage Project						17,207	0		
MPO - Paving Match					17,184	0	0	0	
MPO - Mich. Ave. Road.					0	0	0		
MPO-20th Street Improvements @ Old Tasso						0	0	8,800	
Durkee Rd R-O-W - Whirlpool						0	0	0	
Local Interstate Connector - North						175,000			
Georgetown/25th St. Intersection (Env & constr)						12,255	6,145		
Blythe/Bower Dirt Removal (Dozer rental)						21,389			
Street Sweeper							180,000	0	
1st Street Drainage Project							0		
8th/Bowman/Centenary/Ocoee St. Drainage Project							7,390	50,610	
MPO-Bike-Ped Plan (PE/R-O-W & Construction)							0	0	
Greenway Survey Work - Willow to Inman							0	20,000	
Sidewalk Improvement - Ocoee (Blueberry Hill to Ocoee Crossing)							0	75,000	
Drainage Pipe (Ozark, Stratford, Arlena, Anatole, Blythe Ave.)							0		
Public Works Equipment Replacement Program (annually)								150,000	131,000
Roadscapes Phase II									30,000

City of Cleveland Sales Tax Fund									
Half Cent Sales Tax Proceeds									
<i>City only portion of sales tax proceeds:</i>				Actual	Actual	Actual	Actual	Budgeted	Proposed
				FY2010	FY2011	FY2012	FY2013	FY2014	FY2015
Roadscapes Phase III									0
MPO-Interchange Lighting (Exit 20)								45,000	
Multi-Modal Access Grant									48,082
Smart Communities Grant (UTK)									100,000
Drainage Projects/Contingency								0	0
LIC - North (City's Share)									177,855
Stormwater:									
Stormwater mapping (\$375K Mouse;\$225K Candies)						0	150,000	375,000	75,000
Parks & Recreation:									
Tinsley Park Tennis Courts					14,480	0	0	0	
Tinsley Park Tennis Lights					0	53,230	7,645		
Greenway Restroom					0	0			
Tinsley Park Playground Grant Match						110,000	95		
Fletcher Maint. Bldg. - Renovation							0		
Waterville-Course Improvements							125,235	48,765	
Tinsley Park Renovations							83,760	6,610	
Replace 970 John Deere							0		
Mosby Pool Replacement (Grant 250,000 & CDBG 100,000)							0	277,079	
Weight Equipment - College Hill							0		
Roof - South Clev. Community Center							0	45,000	
Recreation - Mowing Equipment (Lease)								24,000	30,000
SCCC - ADA Restroom								85,000	
Mosby Gym Wall								15,000	
Greenway - Mohawk Extension								60,000	
Greenway - Willow Street Exten.								75,000	
Vehicle Replacement Program									45,000
Total:				1,961,249	943,573	1,646,436	2,749,919	4,928,638	3,192,662
Difference:				173,732	768,834	229,927	1,088,946	(1,828,290)	(16,789)

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. The General Fund 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, Community Development Block Grant Fund, Metropolitan Planning Organization Fund, Byrne Memorial Grant Funds, 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 City's Capital Improvement Program Fund, the Sales Tax Capital Projects Fund, Greenway Fund, Fletcher Park Trust 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

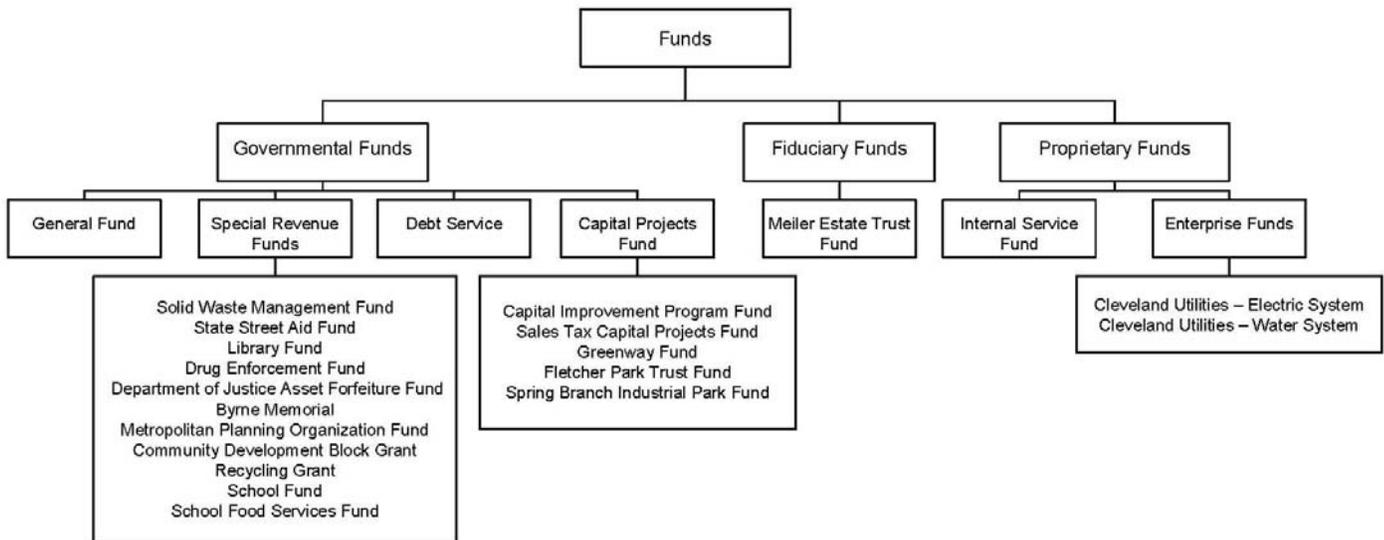
Enterprise Funds: Cleveland Utilities Electric Division, and Cleveland Utilities Water/Wastewater Division. These are all considered major funds of the City.

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 following chart illustrates these three fund categories and their individual funds.



The three largest sources of revenue for the City budget include Charges for Services, Intergovernmental, and Taxes. Combined these sources provide 97.6% 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 16.9% 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 does not include a property tax increase and the city's rate will remain \$1.7655 per hundred dollars of assessed value. There is no change in the monthly sanitation fee of \$6.95. The budget does include a monthly stormwater user fee of \$1.00 for residential property and \$2.00 for non-residential properties.

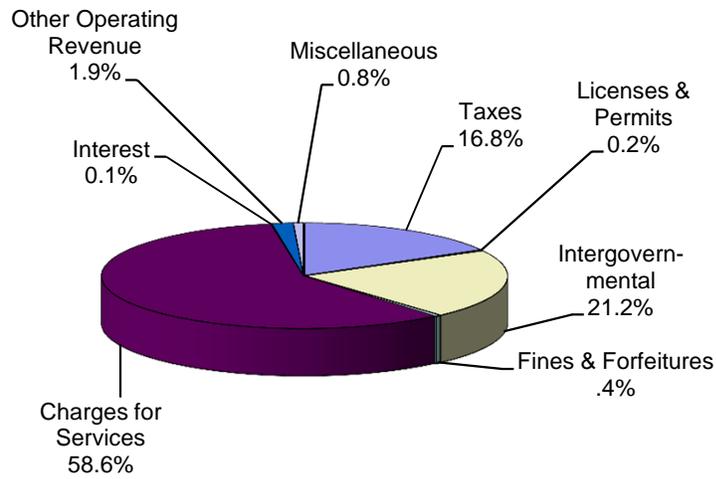
Major uses of these resources include power purchased by Cleveland Utilities at 38.9% and education funding at 19.5%. Other significant expenditures and expenses include Cleveland Utilities' operation expenses at 10.3% and Public Safety at 8%.

In March 2014, the Cleveland City Council voted to use a portion of the City's General Fund Balance to finance the emergency replacement of the Cleveland High School Gym. The projected use of fund balance for FY2015 is \$6 million.

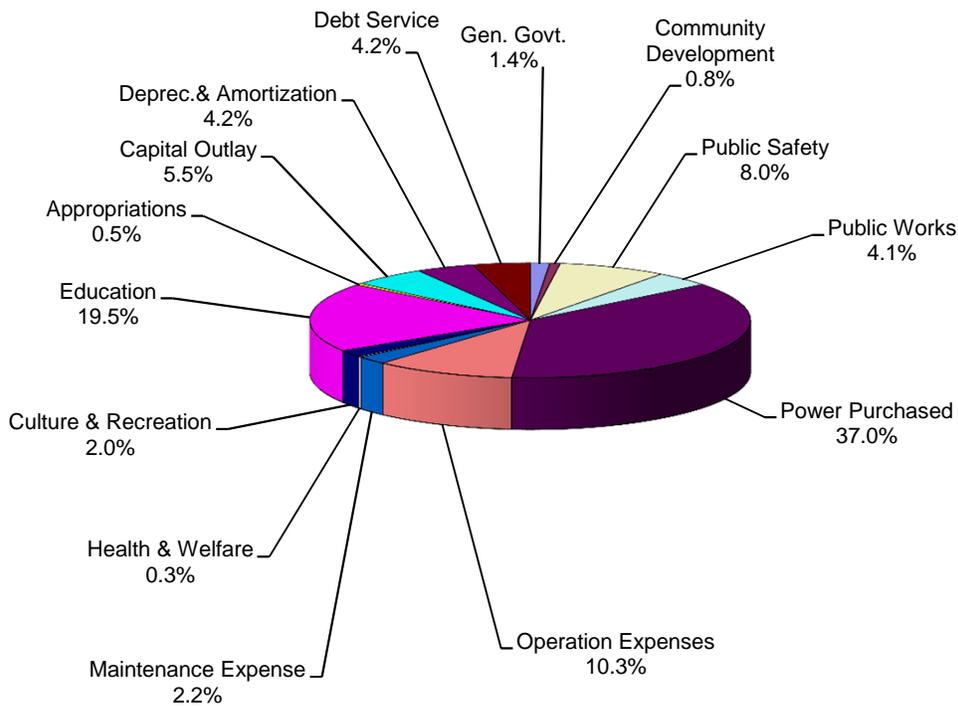
The revenue sources and expenditures of the City of Cleveland may be more easily understood by reviewing the following pie charts. Also included in this section are three-year budget spreadsheets (FY2013 actual, FY2014 budgeted, and FY2015 recommended budgets) for each of the fund categories.

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 - FY2015



Expenditures and Expenses By Use - FY2015



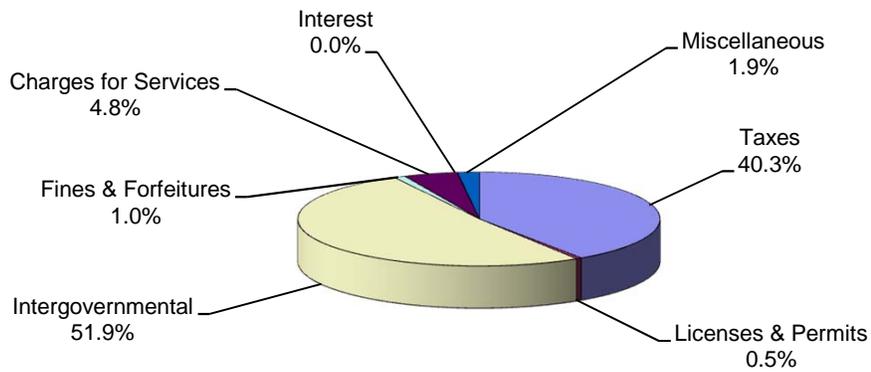
City of Cleveland, Tennessee
2013-2015 Summary of All Funds

	Governmental Funds			Proprietary Funds		
	2013 Actual	2014 Budgeted	2015 Proposed	2013 Actual	2014 Budgeted	2015 Proposed
Revenues:						
Taxes	\$34,059,819	\$35,351,336	\$36,434,573	\$0	\$0	\$0
Licenses & permits	432,178	428,625	468,400	0	0	0
Intergovernmental	49,121,532	49,189,207	45,985,862	0	0	0
Fines & forfeitures	2,086,591	855,580	908,000	0	0	0
Charges for services	3,874,313	4,164,731	4,290,881	116,553,686	122,234,103	122,401,565
Interest	75,360	55,650	39,950	56,208	54,041	151,305
Other operating revenue	0	0	0	3,347,309	3,347,682	3,689,096
Miscellaneous	748,627	1,420,825	1,740,740	0	200	0
Subtotal:	\$90,398,420	\$91,465,954	\$89,868,406	\$119,957,203	\$125,636,026	\$126,241,966
Other financial sources:						
Operating transfers in	14,716,372	15,363,876	21,406,476	426,200	0	0
Capital contributions	0	0	0	9,622,580	0	0
Proceeds from debt	5,260,075	581,769	0	0	0	0
Total Financial Sources	\$110,374,867	\$107,411,599	\$111,274,882	\$130,005,983	\$125,636,026	\$126,241,966
Expenditures and Expenses						
General government	\$2,174,653	\$2,301,380	\$2,420,580	\$675,777	\$706,500	\$690,400
Community development	1,388,387	1,623,045	1,674,973	0	0	0
Public safety	16,364,461	16,991,112	17,528,461	0	0	0
Public works	7,568,094	9,159,800	9,116,075	0	0	0
Power purchased	0	0	0	79,304,189	82,763,510	81,593,901
Operation expenses	0	0	0	19,688,401	21,725,900	22,624,896
Maintenance expense	0	0	0	5,839,510	5,219,458	4,949,397
Health and welfare	654,628	643,483	568,686	0	0	0
Culture and recreation	3,864,417	4,146,075	4,301,264	0	0	0
Education	44,673,856	42,726,920	42,904,806	0	0	0
Appropriations	1,074,137	1,190,936	1,097,536	0	0	0
Capital outlay	12,678,519	14,076,355	12,028,752	0	0	0
Depreciation and amortization expense	0	0	0	8,897,624	9,176,450	9,438,543
Debt service principal	2,623,953	3,244,000	3,820,000	0	0	0
Debt service interest and other	2,818,667	3,216,804	2,785,800	2,541,202	2,439,359	2,587,540
Subtotal:	\$95,883,772	\$99,319,910	\$98,246,933	\$116,946,703	\$122,031,177	\$121,884,677
Other financing uses:						
Pymt. to ref. bond escrow	0	0	0	0	0	0
Operating transfers out	13,099,846	13,163,492	19,199,258	2,042,726	2,200,384	2,207,218
Total Use of Resources:	\$108,983,618	\$112,483,402	\$117,446,191	\$118,989,429	\$124,231,561	\$124,091,895
Net Increase (Decrease) in Fund Balance	\$1,391,249	(\$5,071,803)	(\$6,171,309)	\$11,016,554	\$1,404,465	\$2,150,071
Fund Balance or Net Assets - July 1	25,198,338	26,589,587	21,517,784	155,345,394	131,728,811	133,133,276
Fund Balance or Net Assets-June 30	\$26,589,587	\$21,517,784	\$15,346,475	\$166,361,948	\$133,133,276	\$135,283,347

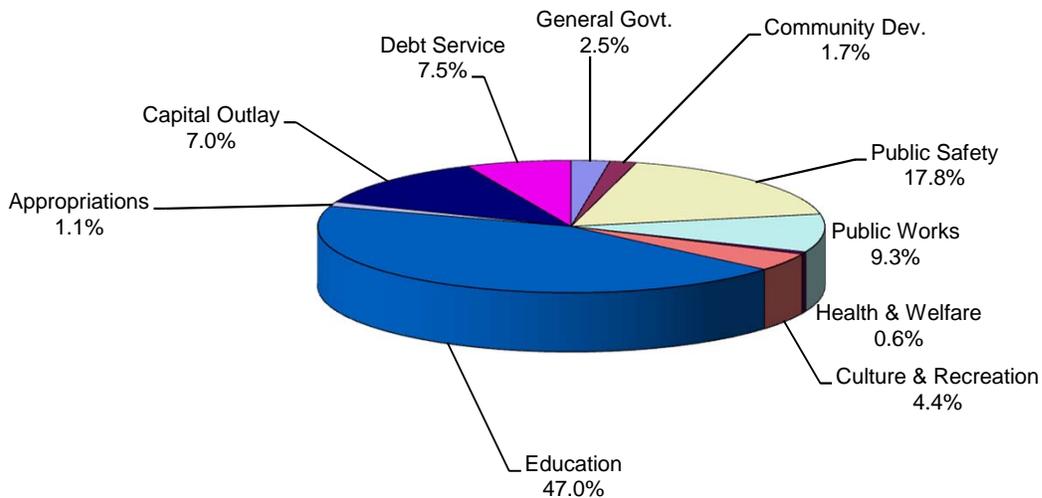
City of Cleveland, Tennessee
2013-2015 Summary of All Funds

	Fiduciary Funds			Total		
	2013 Actual	2014 Budgeted	2015 Proposed	2013 Actual	2014 Budgeted	2015 Proposed
Revenues:						
Taxes	\$0	\$0	\$0	\$34,059,819	\$35,351,336	\$36,434,573
Licenses & permits	0	0	0	432,178	428,625	468,400
Intergovernmental	0	0	0	49,121,532	49,189,207	45,985,862
Fines & forfeitures	0	0	0	2,086,591	855,580	908,000
Charges for services	0	0	0	120,427,999	126,398,834	126,692,446
Interest	4,254	1,000	1,000	135,822	110,691	192,255
Other operating revenue	0	0	0	3,347,309	3,347,682	3,689,096
Miscellaneous	0	0	0	748,627	1,421,025	1,740,740
Subtotal:	\$4,254	\$1,000	\$1,000	\$210,359,877	\$217,102,980	\$216,111,372
Other financial sources:						
Operating transfers in	0	0	0	15,142,572	15,363,876	21,406,476
Capital contributions	0	0	0	9,622,580	0	0
Proceeds from debt	0	0	0	5,260,075	581,769	0
Total Financial Sources	\$4,254	\$1,000	\$1,000	\$240,385,104	\$233,048,625	\$237,517,848
Expenditures and Expenses						
General government	\$0	\$0	\$0	\$2,850,430	\$3,007,880	\$3,110,980
Community development	0	0	0	1,388,387	1,623,045	1,674,973
Public safety	0	0	0	16,364,461	16,991,112	17,528,461
Public works	0	0	0	7,568,094	9,159,800	9,116,075
Power purchased	0	0	0	79,304,189	82,763,510	81,593,901
Operation expenses	0	0	0	19,688,401	21,725,900	22,624,896
Maintenance expense	0	0	0	5,839,510	5,219,458	4,949,397
Health and welfare	0	0	0	654,628	643,483	568,686
Culture and recreation	0	0	0	3,864,417	4,146,075	4,301,264
Education	0	0	0	44,673,856	42,726,920	42,904,806
Appropriations	0	0	0	1,074,137	1,190,936	1,097,536
Capital outlay	0	0	0	12,678,519	14,076,355	12,028,752
Depreciation and amortization expense	0	0	0	8,897,624	9,176,450	9,438,543
Debt service principal	0	0	0	2,623,953	3,244,000	3,820,000
Debt service interest and other	0	0	0	5,359,869	5,656,163	5,373,340
Subtotal:	\$0	\$0	\$0	\$212,830,475	\$221,351,087	\$220,131,610
Other financing uses:						
Pymt. to ref. bond escrow	0	0	0	0	0	0
Operating transfers out	0	0	0	15,142,572	15,363,876	21,406,476
Total Use of Resources:	\$0	\$0	\$0	\$227,973,047	\$236,714,963	\$241,538,086
Net Increase (Decrease) in Fund Balance	\$4,254	\$1,000	\$1,000	\$12,412,057	(\$3,666,338)	(\$4,020,238)
Fund Balance or Net Assets - July 1	459,952	464,206	465,206	181,003,684	158,782,604	155,116,266
Fund Balance or Net Assets-June 30	\$464,206	\$465,206	\$466,206	\$193,415,741	\$155,116,266	\$151,096,028

City of Cleveland Summary of Governmental Funds Revenues By Source - FY2015



Expenditures By Source - FY2015



City of Cleveland, Tennessee
2013-2015 Summary of Financial Sources and Uses
Governmental Funds

	General Fund			Special Revenue Funds		
	2013 Actual	2014 Budgeted	2015 Proposed	2013 Actual	2014 Budgeted	2015 Proposed
Financial Sources:						
Taxes	\$29,091,580	\$31,327,788	\$32,335,500	\$0	\$0	\$0
Licenses & permits	432,178	428,625	468,400	0	0	0
Intergovernmental	4,898,661	4,937,400	5,059,000	42,027,572	39,040,414	39,280,262
Fines & forfeitures	2,072,566	840,580	893,000	14,025	15,000	15,000
Charges for services	534,632	749,600	759,450	3,339,681	3,415,131	3,531,431
Interest	14,509	14,500	7,500	12,177	7,650	7,650
Miscellaneous	238,080	727,454	1,124,600	357,942	376,771	351,590
Subtotal:	\$37,282,206	\$39,025,947	\$40,647,450	\$45,751,397	\$42,854,966	\$43,185,933
Other financial sources:						
Operating transfers in	2,042,726	2,200,384	2,207,218	\$7,007,977	\$6,843,645	\$7,097,300
Capital lease	0	0	0	0	0	0
Proceeds from debt	0	0	0	0	0	0
Total Financial Sources	\$39,324,932	\$41,226,331	\$42,854,668	\$52,759,374	\$49,698,611	\$50,283,233
Expenditures:						
General government	\$2,174,653	\$2,301,380	\$2,420,580	\$0	\$0	\$0
Development & Engineering	1,036,041	1,138,985	1,197,450	352,346	484,060	477,523
Public safety	15,810,689	16,904,324	17,489,961	553,772	86,788	38,500
Public works	3,377,528	4,628,326	4,931,575	4,190,566	4,531,474	4,184,500
Health and welfare	654,628	643,483	568,686	0	0	0
Culture and recreation	2,662,952	2,804,441	2,910,918	1,201,465	1,341,634	1,390,346
Education	0	0	0	44,673,856	42,726,920	42,904,806
Appropriations	1,074,137	1,190,936	1,097,536	0	0	0
Capital outlay	0	0	0	221,186	541,794	260,785
Debt service principal	0	0	0	167,376	0	0
Debt service int. & other	0	0	0	18,878	0	0
Subtotal:	\$26,790,628	\$29,611,875	\$30,616,706	\$51,379,445	\$49,712,670	\$49,256,460
Other financing uses:						
Pymt to ref. bond escrow	0	0	0	0	0	0
Operating transfers out	12,207,902	12,137,345	18,176,439	891,944	1,026,147	1,022,819
Total Use of Resources:	\$38,998,530	\$41,749,220	\$48,793,145	\$52,271,389	\$50,738,817	\$50,279,279
Net Increase(Decrease) in Fund Balance	326,402	(522,889)	(5,938,477)	487,985	(1,040,206)	3,954
Fund Balance - July 1	\$12,065,684	\$12,392,086	\$11,869,197	\$5,414,111	\$5,902,096	\$4,861,890
Fund Balance - June 30	\$12,392,086	\$11,869,197	\$5,930,720	\$5,902,096	\$4,861,890	\$4,865,844

City of Cleveland, Tennessee
2013-2015 Summary of Financial Sources and Uses
Governmental Funds

Debt Service Funds			Capital Project Funds			Total Governmental Funds		
2013	2014	2015	2013	2014	2015	2013	2014	2015
Actual	Budgeted	Proposed	Actual	Budgeted	Proposed	Actual	Budgeted	Proposed
\$0	\$0	\$0	\$4,968,239	\$4,023,548	\$4,099,073	\$34,059,819	\$35,351,336	\$36,434,573
0	0	0	0	0	0	432,178	428,625	468,400
79,284	146,100	146,600	2,116,015	5,065,293	1,500,000	49,121,532	49,189,207	45,985,862
0	0	0	0	0	0	2,086,591	855,580	908,000
0	0	0	0	0	0	3,874,313	4,164,731	4,290,881
7,179	4,000	5,000	41,495	29,500	19,800	75,360	55,650	39,950
83,500	266,600	264,550	69,105	50,000	0	748,627	1,420,825	1,740,740
\$169,963	\$416,700	\$416,150	\$7,194,854	\$9,168,341	\$5,618,873	\$90,398,420	\$91,465,954	\$89,868,406
4,856,600	5,640,847	5,789,998	809,069	679,000	6,311,960	14,716,372	15,363,876	21,406,476
0	0	0	0	0	0	0	0	0
0	0	0	5,260,075	581,769	0	5,260,075	581,769	0
\$5,026,563	\$6,057,547	\$6,206,148	\$13,263,998	\$10,429,110	\$11,930,833	\$110,374,867	\$107,411,599	\$111,274,882
\$0	\$0	\$0	\$0	\$0	\$0	\$2,174,653	\$2,301,380	\$2,420,580
0	0	0	0	0	0	1,388,387	1,623,045	1,674,973
0	0	0	0	0	0	16,364,461	16,991,112	17,528,461
0	0	0	0	0	0	7,568,094	9,159,800	9,116,075
0	0	0	0	0	0	654,628	643,483	568,686
0	0	0	0	0	0	3,864,417	4,146,075	4,301,264
0	0	0	0	0	0	44,673,856	42,726,920	42,904,806
0	0	0	0	0	0	1,074,137	1,190,936	1,097,536
0	0	0	12,457,333	13,534,561	11,767,967	12,678,519	14,076,355	12,028,752
2,197,000	2,914,000	3,489,000	259,577	330,000	331,000	2,623,953	3,244,000	3,820,000
2,696,605	3,111,304	2,682,000	103,184	105,500	103,800	2,818,667	3,216,804	2,785,800
\$4,893,605	\$6,025,304	\$6,171,000	\$12,820,094	\$13,970,061	\$12,202,767	\$95,883,772	\$99,319,910	\$98,246,933
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	13,099,846	13,163,492	19,199,258
\$4,893,605	\$6,025,304	\$6,171,000	\$12,820,094	\$13,970,061	\$12,202,767	\$108,983,618	\$112,483,402	\$117,446,191
132,958	32,243	35,148	443,904	(3,540,951)	(271,934)	1,391,249	(5,071,803)	(6,171,309)
\$2,548,507	\$2,681,465	\$2,713,708	\$5,170,036	\$5,613,940	\$2,072,989	\$25,198,338	\$26,589,587	\$21,517,784
\$2,681,465	\$2,713,708	\$2,748,856	\$5,613,940	\$2,072,989	\$1,801,055	\$26,589,587	\$21,517,784	\$15,346,475

City of Cleveland, Tennessee
 2013-2015 Summary of Financial Sources and Uses
 Governmental Funds by Fund Type

	General Fund		
	2013 Actual	2014 Budgeted	2015 Proposed
Financial Sources:			
Taxes	\$29,091,580	\$31,327,788	\$32,335,500
Licenses & permits	432,178	428,625	468,400
Intergovernmental	4,898,661	4,937,400	5,059,000
Fines & forfeitures	2,072,566	840,580	893,000
Charges for services	534,632	749,600	759,450
Interest	14,509	14,500	7,500
Miscellaneous	238,080	727,454	1,124,600
Subtotal:	\$37,282,206	\$39,025,947	\$40,647,450
Other financial sources:			
Operating transfers in	2,042,726	2,200,384	2,207,218
Proceeds from bonds	0	0	0
Total Financial Sources	\$39,324,932	\$41,226,331	\$42,854,668
Expenditures:			
General government	\$2,174,653	\$2,301,380	\$2,420,580
Development & Engineering	1,036,041	1,138,985	1,197,450
Public safety	15,810,689	16,904,324	17,489,961
Public works	3,377,528	4,628,326	4,931,575
Health and welfare	654,628	643,483	568,686
Culture and recreation	2,662,952	2,804,441	2,910,918
Education	0	0	0
Appropriations	1,074,137	1,190,936	1,097,536
Capital outlay	0	0	0
Debt service principal	0	0	0
Debt service int. & other	0	0	0
Subtotal:	\$26,790,628	\$29,611,875	\$30,616,706
Other financing uses:			
Operating transfers out	12,207,902	12,137,345	18,176,439
Total Use of Resources:	\$38,998,530	\$41,749,220	\$48,793,145
Net Increase(Decrease) in Fund Balance	326,402	(522,889)	(5,938,477)
Fund Balance - July 1	12,065,684	12,392,086	11,869,197
Fund Balance - June 30	\$12,392,086	\$11,869,197	\$5,930,720

City of Cleveland, Tennessee
2013-2015 Summary of Financial Sources and Uses
Governmental Funds by Fund Type

	Special Revenue Funds					
	State Street Aid Fund			Solid Waste Management Fund		
	2013	2014	2015	2013	2014	2015
	Actual	Budgeted	Proposed	Actual	Budgeted	Proposed
Financial Sources:						
Taxes	\$0	\$0	\$0	\$0	\$0	\$0
Licenses & permits	0	0	0	0	0	0
Intergovernmental	1,062,605	1,000,000	1,077,000	0	0	0
Fines & forfeitures	0	0	0	0	0	0
Charges for services	0	0	0	2,372,613	2,420,000	2,425,300
Interest	719	0	0	1,788	1,000	1,000
Miscellaneous	0	0	0	1,731	0	0
Subtotal:	\$1,063,324	\$1,000,000	\$1,077,000	\$2,376,132	\$2,421,000	\$2,426,300
Other financial sources:						
Operating transfers in	\$0	\$0	\$0	\$1,226,000	\$1,047,545	\$1,108,000
Capital lease	0	0	0	0	0	0
Proceeds from bonds	0	0	0	0	0	0
Total Financial Sources	\$1,063,324	\$1,000,000	\$1,077,000	\$3,602,132	\$3,468,545	\$3,534,300
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	554,025	719,100	636,200	3,635,615	3,786,300	3,534,300
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:	\$554,025	\$719,100	\$636,200	\$3,635,615	\$3,786,300	\$3,534,300
Other financing uses:						
Operating transfers out	371,900	387,500	386,000	0	0	0
Total Use of Resources:	\$925,925	\$1,106,600	\$1,022,200	\$3,635,615	\$3,786,300	\$3,534,300
Net Increase(Decrease) in Fund Balance	137,399	(106,600)	54,800	(33,483)	(317,755)	0
Fund Balance - July 1	\$368,845	\$506,244	\$399,644	\$762,251	\$728,768	\$411,013
Fund Balance - June 30	\$506,244	\$399,644	\$454,444	\$728,768	\$411,013	\$411,013

City of Cleveland, Tennessee
 2013-2015 Summary of Financial Sources and Uses
 Governmental Funds by Fund Type

Special Revenue Funds, Continued

	Drug Enforcement Trust Fund			Targeted Crime Reduction Grant		
	2013	2014	2015	2013	2014	2015
	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	304,703	0	0
Fines & forfeitures	14,025	15,000	15,000	0	0	0
Charges for services	0	0	0	0	0	0
Interest	227	100	100	0	0	0
Miscellaneous	16,649	0	0	0	0	0
Subtotal:	\$30,901	\$15,100	\$15,100	\$304,703	\$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	\$30,901	\$15,100	\$15,100	\$304,703	\$0	\$0
Expenditures:						
General government	\$0	\$0	\$0	\$0	\$0	\$0
Community development	0	0	0	0	0	0
Public safety	66,377	41,000	38,500	304,703	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:	\$66,377	\$41,000	\$38,500	\$304,703	\$0	\$0
Other financing uses:						
Operating transfers out	0	0	0	0	0	0
Total Use of Resources:	\$66,377	\$41,000	\$38,500	\$304,703	\$0	\$0
Net Increase(Decrease) in Fund Balance	(35,476)	(25,900)	(23,400)	0	0	0
Fund Balance - July 1	\$108,108	\$72,632	\$46,732	\$0	\$0	\$0
Fund Balance - June 30	\$72,632	\$46,732	\$23,332	\$0	\$0	\$0

City of Cleveland, Tennessee
 2013-2015 Summary of Financial Sources and Uses
 Governmental Funds by Fund Type

Special Revenue Funds, Continued

	Dept. Of Justice Asset Forfeiture Fund			2011 Byrne Mem. Justice Asst. Grant		
	2013	2014	2015	2013	2014	2015
	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	1,311	0	0	3,729	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:	\$1,311	\$0	\$0	\$3,729	\$0	\$0
Other financing uses:						
Operating transfers out	0	0	0	0	0	0
Total Use of Resources:	\$1,311	\$0	\$0	\$3,729	\$0	\$0
Net Increase(Decrease) in Fund Balance	(1,311)	0	0	(3,729)	0	0
Fund Balance - July 1	\$1,311	\$0	\$0	\$3,729	\$0	\$0
Fund Balance - June 30	\$0	\$0	\$0	\$0	\$0	\$0

City of Cleveland, Tennessee
 2013-2015 Summary of Financial Sources and Uses
 Governmental Funds by Fund Type

Special Revenue Funds, Continued

	2012 Byrne Mem. Justice Asst. Grant			2013 Byrne Mem. Justice Asst. Grant		
	2013	2014	2015	2013	2014	2015
	Actual	Budgeted	Proposed	Actual	Budgeted	Proposed
Financial Sources:						
Taxes	\$0	\$0	\$0	\$0	\$0	\$0
Licenses & permits	0	0	0	0	0	0
Intergovernmental	28,237	0	0	0	45,788	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:	\$28,237	\$0	\$0	\$0	\$45,788	\$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	\$28,237	\$0	\$0	\$0	\$45,788	\$0
Expenditures:						
General government	\$0	\$0	\$0	\$0	\$0	\$0
Community development	0	0	0	0	0	0
Public safety	28,237	0	0	0	45,788	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:	\$28,237	\$0	\$0	\$0	\$45,788	\$0
Other financing uses:						
Operating transfers out	0	0	0	0	0	0
Total Use of Resources:	\$28,237	\$0	\$0	\$0	\$45,788	\$0
Net Increase(Decrease) in Fund Balance	0	0	0	0	0	0
Fund Balance - July 1	\$0	\$0	\$0	\$0	\$0	\$0
Fund Balance - June 30	\$0	\$0	\$0	\$0	\$0	\$0

City of Cleveland, Tennessee
2013-2015 Summary of Financial Sources and Uses
Governmental Funds by Fund Type

	Special Revenue Funds, Continued					
	School Fund			School Food Services Fund		
	2013	2014	2015	2013	2014	2015
	Actual	Budgeted	Proposed	Actual	Budgeted	Proposed
Financial Sources:						
Taxes	\$0	\$0	\$0	\$0	\$0	\$0
Licenses & permits	0	0	0	0	0	0
Intergovernmental	33,497,104	34,491,973	34,713,504	2,121,055	2,117,950	2,210,950
Fines & forfeitures	0	0	0	0	0	0
Charges for services	239,258	249,131	259,131	657,382	669,400	770,400
Interest	6,974	6,250	6,250	176	200	200
Miscellaneous	300,265	306,771	281,590	0	0	0
Subtotal:	\$34,043,601	\$35,054,125	\$35,260,475	\$2,778,613	\$2,787,550	\$2,981,550
Other financial sources:						
Operating transfers in	\$5,131,845	\$5,133,000	\$5,286,600	\$0	\$0	\$0
Capital lease	0	0	0	0	0	0
Proceeds from bonds	0	0	0	0	0	0
Total Financial Sources	\$39,175,446	\$40,187,125	\$40,547,075	\$2,778,613	\$2,787,550	\$2,981,550
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	38,334,017	39,833,570	39,923,256	2,656,870	2,893,350	2,981,550
Appropriations	0	0	0	0	0	0
Capital outlay	0	126,000	0	0	0	0
Debt service principal	167,376	0	0	0	0	0
Debt service int. & other	18,878	0	0	0	0	0
Subtotal:	\$38,520,271	\$39,959,570	\$39,923,256	\$2,656,870	\$2,893,350	\$2,981,550
Other financing uses:						
Operating transfers out	487,000	625,647	623,819	0	0	0
Total Use of Resources:	\$39,007,271	\$40,585,217	\$40,547,075	\$2,656,870	\$2,893,350	\$2,981,550
Net Increase(Decrease) in Fund Balance	168,175	(398,092)	0	121,743	(105,800)	0
Fund Balance - July 1	\$3,132,931	\$3,301,106	\$2,903,014	\$420,433	\$542,176	\$436,376
Fund Balance - June 30	\$3,301,106	\$2,903,014	\$2,903,014	\$542,176	\$436,376	\$436,376

City of Cleveland, Tennessee
2013-2015 Summary of Financial Sources and Uses
Governmental Funds by Fund Type

	Special Revenue Funds, Continued					
	Library Fund			Community Development Block Grant		
	2013 Actual	2014 Budgeted	2015 Proposed	2013 Actual	2014 Budgeted	2015 Proposed
Financial Sources:						
Taxes	\$0	\$0	\$0	\$0	\$0	\$0
Licenses & permits	0	0	0	0	0	0
Intergovernmental	570,944	610,451	625,700	445,684	548,178	439,108
Fines & forfeitures	0	0	0	0	0	0
Charges for services	70,428	76,600	76,600	0	0	0
Interest	2,293	100	100	0	0	0
Miscellaneous	39,297	70,000	70,000	0	0	0
Subtotal:	\$682,962	\$757,151	\$772,400	\$445,684	\$548,178	\$439,108
Other financial sources:						
Operating transfers in	\$567,933	\$608,100	\$625,700	\$38,199	\$15,000	\$20,000
Capital lease	0	0	0	0	0	0
Proceeds from bonds	0	0	0	0	0	0
Total Financial Sources	\$1,250,895	\$1,365,251	\$1,398,100	\$483,883	\$563,178	\$459,108
Expenditures:						
General government	\$0	\$0	\$0	\$0	\$0	\$0
Community development	0	0	0	240,123	249,260	239,323
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	1,201,465	1,341,634	1,390,346	0	0	0
Education	0	0	0	0	0	0
Appropriations	0	0	0	0	0	0
Capital outlay	3,155	72,117	36,500	218,002	339,177	219,785
Debt service principal	0	0	0	0	0	0
Debt service int. & other	0	0	0	0	0	0
Subtotal:	\$1,204,620	\$1,413,751	\$1,426,846	\$458,125	\$588,437	\$459,108
Other financing uses:						
Operating transfers out	0	0	0	0	0	0
Total Use of Resources:	\$1,204,620	\$1,413,751	\$1,426,846	\$458,125	\$588,437	\$459,108
Net Increase(Decrease) in Fund Balance	46,275	(48,500)	(28,746)	25,758	(25,259)	0
Fund Balance - July 1	\$547,617	\$593,892	\$545,392	\$27,393	\$53,151	\$27,892
Fund Balance - June 30	\$593,892	\$545,392	\$516,646	\$53,151	\$27,892	\$27,892

City of Cleveland, Tennessee
 2013-2015 Summary of Financial Sources and Uses
 Governmental Funds by Fund Type

	Special Revenue Funds, Continued					
	Metropolitan Planning Organization			2009 COPS Hiring Recovery Grant		
	2013 Actual	2014 Budgeted	2015 Proposed	2013 Actual	2014 Budgeted	2015 Proposed
Financial Sources:						
Taxes	\$0	\$0	\$0	\$0	\$0	\$0
Licenses & permits	0	0	0	0	0	0
Intergovernmental	94,372	200,000	200,000	149,415	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:	\$94,372	\$200,000	\$200,000	\$149,415	\$0	\$0
Other financial sources:						
Operating transfers in	\$40,000	\$40,000	\$57,000	\$0	\$0	\$0
Capital lease	0	0	0	0	0	0
Proceeds from bonds	0	0	0	0	0	0
Total Financial Sources	\$134,372	\$240,000	\$257,000	\$149,415	\$0	\$0
Expenditures:						
General government	\$0	\$0	\$0	\$0	\$0	\$0
Community development	112,223	234,800	238,200	0	0	0
Public safety	0	0	0	149,415	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	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:	\$112,223	\$239,300	\$242,700	\$149,415	\$0	\$0
Other financing uses:						
Operating transfers out	0	0	0	0	0	0
Total Use of Resources:	\$112,223	\$239,300	\$242,700	\$149,415	\$0	\$0
Net Increase(Decrease) in Fund Balance	22,149	700	14,300	0	0	0
Fund Balance - July 1	\$28,246	\$50,395	\$51,095	\$0	\$0	\$0
Fund Balance - June 30	\$50,395	\$51,095	\$65,395	\$0	\$0	\$0

City of Cleveland, Tennessee
 2013-2015 Summary of Financial Sources and Uses
 Governmental Funds by Fund Type

	Special Revenue Funds, Continued					
	THDA Neighborhood Grant			Schools Federal Projects		
	2013 Actual	2014 Budgeted	2015 Proposed	2013 Actual	2014 Budgeted	2015 Proposed
Financial Sources:						
Taxes	\$0	\$0	\$0	\$0	\$0	\$0
Licenses & permits	0	0	0	0	0	0
Intergovernmental	21,228	0	0	3,731,299	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:	\$21,228	\$0	\$0	\$3,731,299	\$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	\$21,228	\$0	\$0	\$3,731,299	\$0	\$0
Expenditures:						
General government	\$0	\$0	\$0	\$0	\$0	\$0
Community development	0	0	0	0	0	0
Public safety	0	0	0	0	0	0
Public works	0	0	0	0	0	0
Health and welfare	0	0	0	0	0	0
Culture and recreation	0	0	0	0	0	0
Education	0	0	0	3,682,969	0	0
Appropriations	0	0	0	0	0	0
Capital outlay	29	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:	\$29	\$0	\$0	\$3,682,969	\$0	\$0
Other financing uses:						
Operating transfers out	21,199	0	0	11,845	13,000	13,000
Total Use of Resources:	\$21,228	\$0	\$0	\$3,694,814	\$13,000	\$13,000
Net Increase(Decrease) in Fund Balance	0	0	0	36,485	(13,000)	(13,000)
Fund Balance - July 1	\$0	\$0	\$0	\$13,247	\$49,732	\$36,732
Fund Balance - June 30	\$0	\$0	\$0	\$49,732	\$36,732	\$23,732

City of Cleveland, Tennessee
 2013-2015 Summary of Financial Sources and Uses
 Governmental Funds by Fund Type

Special Revenue Funds, Continued

	Recycling Grant			Total Special Revenue Funds		
	2013 Actual	2014 Budgeted	2015 Proposed	2013 Actual	2014 Budgeted	2015 Proposed
Financial Sources:						
Taxes	\$0	\$0	\$0	\$0	\$0	\$0
Licenses & permits	0	0	0	0	0	0
Intergovernmental	926	26,074	14,000	42,027,572	39,040,414	39,280,262
Fines & forfeitures	0	0	0	14,025	15,000	15,000
Charges for services	0	0	0	3,339,681	3,415,131	3,531,431
Interest	0	0	0	12,177	7,650	7,650
Miscellaneous	0	0	0	357,942	376,771	351,590
Subtotal:	\$926	\$26,074	\$14,000	\$45,751,397	\$42,854,966	\$43,185,933
Other financial sources:						
Operating transfers in	\$4,000	\$0	\$0	\$7,007,977	\$6,843,645	\$7,097,300
Capital lease	0	0	0	0	0	0
Proceeds from bonds	0	0	0	0	0	0
Total Financial Sources	\$4,926	\$26,074	\$14,000	\$52,759,374	\$49,698,611	\$50,283,233
Expenditures:						
General government	\$0	\$0	\$0	\$0	\$0	\$0
Community development	0	0	0	352,346	484,060	477,523
Public safety	0	0	0	553,772	86,788	38,500
Public works	926	26,074	14,000	4,190,566	4,531,474	4,184,500
Health and welfare	0	0	0	0	0	0
Culture and recreation	0	0	0	1,201,465	1,341,634	1,390,346
Education	0	0	0	44,673,856	42,726,920	42,904,806
Appropriations	0	0	0	0	0	0
Capital outlay	0	0	0	221,186	541,794	260,785
Debt service principal	0	0	0	167,376	0	0
Debt service int. & other	0	0	0	18,878	0	0
Subtotal:	\$926	\$26,074	\$14,000	\$51,379,445	\$49,712,670	\$49,256,460
Other financing uses:						
Operating transfers out	0	0	0	891,944	1,026,147	1,022,819
Total Use of Resources:	\$926	\$26,074	\$14,000	\$52,271,389	\$50,738,817	\$50,279,279
Net Increase(Decrease) in Fund Balance	4,000	0	0	487,985	(1,040,206)	3,954
Fund Balance - July 1	\$0	\$4,000	\$4,000	\$5,414,111	\$5,902,096	\$4,874,890
Fund Balance - June 30	\$4,000	\$4,000	\$4,000	\$5,902,096	\$4,861,890	\$4,865,844

City of Cleveland, Tennessee
2013-2015 Summary of Financial Sources and Uses
Governmental Funds by Fund Type

	Debt Service Fund		
	2013 Actual	2014 Budgeted	2015 Proposed
Financial Sources:			
Taxes	\$0	\$0	\$0
Licenses & permits	0	0	0
Intergovernmental	79,284	146,100	146,600
Fines & forfeitures	0	0	0
Charges for services	0	0	0
Interest	7,179	4,000	5,000
Miscellaneous	83,500	266,600	264,550
Subtotal:	\$169,963	\$416,700	\$416,150
Other financial sources:			
Operating transfers in	4,856,600	5,640,847	5,789,998
Proceeds from bonds	0	0	0
Total Financial Sources	\$5,026,563	\$6,057,547	\$6,206,148
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	2,197,000	2,914,000	3,489,000
Debt service int. & other	2,696,605	3,111,304	2,682,000
Subtotal:	\$4,893,605	\$6,025,304	\$6,171,000
Other financing uses:			
Pymt to ref. bond escrow	0	0	0
Operating transfers out	0	0	0
Total Use of Resources:	\$4,893,605	\$6,025,304	\$6,171,000
Net Increase(Decrease) in Fund Balance	\$132,958	\$32,243	\$35,148
Fund Balance - July 1	2,548,507	2,681,465	2,713,708
Fund Balance - June 30	\$2,681,465	\$2,713,708	\$2,748,856

City of Cleveland, Tennessee
2013-2015 Summary of Financial Sources and Uses
Governmental Funds by Fund Type

	Capital Project Funds					
	Sales Tax Capital Projects Fund			Capital Improvement Program		
	2013 Actual	2014 Budgeted	2015 Proposed	2013 Actual	2014 Budgeted	2015 Proposed
Financial Sources:						
Taxes	\$4,968,239	\$4,023,548	\$4,099,073	\$0	\$0	\$0
Licenses & permits	0	0	0	0	0	0
Intergovernmental	0	0	0	2,102,006	5,029,793	1,500,000
Fines & forfeitures	0	0	0	0	0	0
Charges for services	0	0	0	0	0	0
Interest	28,145	27,800	18,800	2,772	1,700	1,000
Miscellaneous	0	0	0	43,655	47,500	0
Subtotal:	\$4,996,384	\$4,051,348	\$4,117,873	\$2,148,433	\$5,078,993	\$1,501,000
Other financial sources:						
Operating transfers in	0	0	0	809,069	679,000	6,311,960
Proceeds notes/bonds	0	0	0	0	0	0
Total Financial Sources	\$4,996,384	\$4,051,348	\$4,117,873	\$2,957,502	\$5,757,993	\$7,812,960
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	4,795,544	5,658,315	3,682,862	4,197,585	7,238,224	8,085,105
Debt service principal	259,577	330,000	331,000	0	0	0
Debt service int. & other	67,184	105,500	103,800	0	0	0
Subtotal:	\$5,122,305	\$6,093,815	\$4,117,662	\$4,197,585	\$7,238,224	\$8,085,105
Other financing uses:						
Operating transfers out	0	0	0	0	0	0
Total Use of Resources:	\$5,122,305	\$6,093,815	\$4,117,662	\$4,197,585	\$7,238,224	\$8,085,105
Net Increase(Decrease) in Fund Balance	(\$125,921)	(\$2,042,467)	\$211	(\$1,240,083)	(\$1,480,231)	(\$272,145)
Fund Balance - July 1	\$2,169,042	\$2,043,121	\$654	\$2,992,459	\$1,752,376	\$272,145
Fund Balance - June 30	\$2,043,121	\$654	\$865	\$1,752,376	\$272,145	\$0

City of Cleveland, Tennessee
2013-2015 Summary of Financial Sources and Uses
Governmental Funds by Fund Type

	Capital Project Funds, Continued					
	Fletcher Park Trust Fund			Greenway Fund		
	2013 Actual	2014 Budgeted	2015 Proposed	2013 Actual	2014 Budgeted	2015 Proposed
Financial Sources:						
Taxes	\$0	\$0	\$0	\$0	\$0	\$0
Licenses & permits	0	0	0	0	0	0
Intergovernmental	0	0	0	13,586	35,500	0
Fines & forfeitures	0	0	0	0	0	0
Charges for services	0	0	0	0	0	0
Interest	0	0	0	56	0	0
Miscellaneous	0	0	0	25,450	2,500	0
Subtotal:	\$0	\$0	\$0	\$39,092	\$38,000	\$0
Other financial sources:						
Operating transfers in	0	0	0	0	0	0
Proceeds notes/bonds	0	0	0	0	0	0
Total Financial Sources	\$0	\$0	\$0	\$39,092	\$38,000	\$0
Expenditures:						
General government	\$0	\$0	\$0	\$0	\$0	\$0
Community development	0	0	0	0	0	0
Public safety	0	0	0	0	0	0
Public works	0	0	0	0	0	0
Health and welfare	0	0	0	0	0	0
Culture and recreation	0	0	0	0	0	0
Education	0	0	0	0	0	0
Appropriations	0	0	0	0	0	0
Capital outlay	0	5,403	0	26,435	50,850	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	\$26,435	\$50,850	\$0
Other financing uses:						
Operating transfers out	0	0	0	0	0	0
Total Use of Resources:	\$0	\$5,403	\$0	\$26,435	\$50,850	\$0
Net Increase(Decrease) in Fund Balance	\$0	(\$5,403)	\$0	\$12,657	(\$12,850)	\$0
Fund Balance - July 1	\$5,403	\$5,403	\$0	\$3,132	\$15,789	\$2,939
Fund Balance - June 30	\$5,403	\$0	\$0	\$15,789	\$2,939	\$2,939

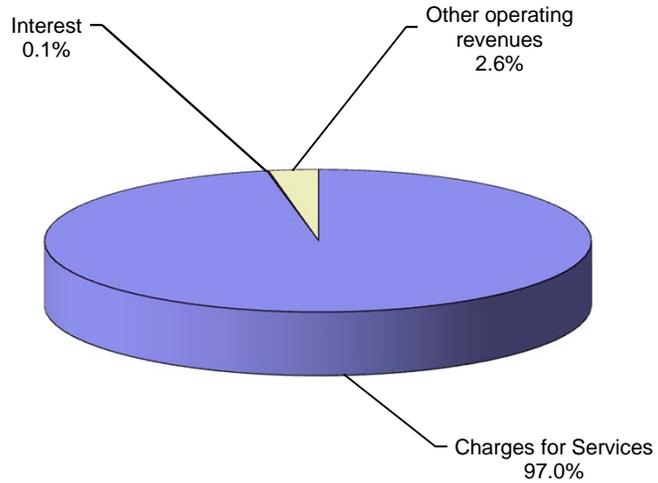
City of Cleveland, Tennessee
2013-2015 Summary of Financial Sources and Uses
Governmental Funds by Fund Type

	Capital Project Funds, Continued					
	ARRA Grant Projects Fund			Spring Branch Industrial Park Fund		
	2013 Actual	2014 Budgeted	2015 Proposed	2013 Actual	2014 Budgeted	2015 Proposed
Financial Sources:						
Taxes	\$0	\$0	\$0	\$0	\$0	\$0
Licenses & permits	0	0	0	0	0	0
Intergovernmental	423	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	10,522	0	0
Miscellaneous	0	0	0	0	0	0
Subtotal:	\$423	\$0	\$0	\$10,522	\$0	\$0
Other financial sources:						
Operating transfers in	0	0	0	0	0	0
Proceeds notes/bonds	0	0	0	5,260,075	581,769	0
Total Financial Sources	\$423	\$0	\$0	\$5,270,597	\$581,769	\$0
Expenditures:						
General government	\$0	\$0	\$0	\$0	\$0	\$0
Community development	0	0	0	0	0	0
Public safety	0	0	0	0	0	0
Public works	0	0	0	0	0	0
Health and welfare	0	0	0	0	0	0
Culture and recreation	0	0	0	0	0	0
Education	0	0	0	0	0	0
Appropriations	0	0	0	0	0	0
Capital outlay	423	0	0	3,437,346	581,769	0
Debt service principal	0	0	0	0	0	0
Debt service int. & other	0	0	0	36,000	0	0
Subtotal:	\$423	\$0	\$0	\$3,473,346	\$581,769	\$0
Other financing uses:						
Operating transfers out	0	0	0	0	0	0
Total Use of Resources:	\$423	\$0	\$0	\$3,473,346	\$581,769	\$0
Net Increase(Decrease) in Fund Balance	\$0	\$0	\$0	\$1,797,251	\$0	\$0
Fund Balance - July 1	\$0	\$0	\$0	\$0	\$1,797,251	\$1,797,251
Fund Balance - June 30	\$0	\$0	\$0	\$1,797,251	\$1,797,251	\$1,797,251

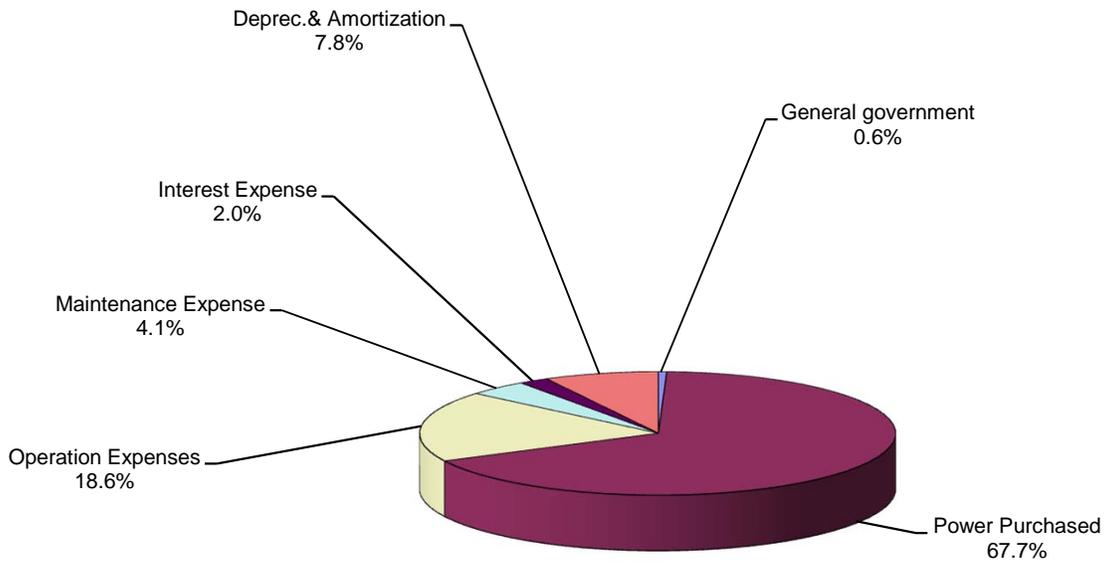
City of Cleveland, Tennessee
2013-2015 Summary of Financial Sources and Uses
Governmental Funds by Fund Type

Capital Project Funds, Continued			
Total Capital Project Funds			
	2013	2014	2015
	Actual	Budgeted	Proposed
Financial Sources:			
Taxes	\$4,968,239	\$4,023,548	\$4,099,073
Licenses & permits	0	0	0
Intergovernmental	2,116,015	5,065,293	1,500,000
Fines & forfeitures	0	0	0
Charges for services	0	0	0
Interest	41,495	29,500	19,800
Miscellaneous	69,105	50,000	0
Subtotal:	\$7,194,854	\$9,168,341	\$5,618,873
Other financial sources:			
Operating transfers in	809,069	679,000	6,311,960
Proceeds notes/bonds	5,260,075	581,769	0
Total Financial Sources	\$13,263,998	\$10,429,110	\$11,930,833
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	12,457,333	13,534,561	11,767,967
Debt service principal	259,577	330,000	331,000
Debt service int. & other	103,184	105,500	103,800
Subtotal:	\$12,820,094	\$13,970,061	\$12,202,767
Other financing uses:			
Operating transfers out	0	0	0
Total Use of Resources:	\$12,820,094	\$13,970,061	\$12,202,767
Net Increase(Decrease) in Fund Balance	\$443,904	(\$3,540,951)	(\$271,934)
Fund Balance - July 1	\$5,170,036	\$5,613,940	\$2,072,989
Fund Balance - June 30	\$5,613,940	\$2,072,989	\$1,801,055

City of Cleveland Summary of Proprietary Funds Revenues By Use - FY2015



Expenses By Use - FY2015



City of Cleveland, Tennessee
2013-2015 Summary of Financial Sources and Uses
Proprietary Funds

	Enterprise Funds			Internal Service Funds		
	2013 Actual	2014 Budgeted	2015 Proposed	2013 Actual	2014 Budgeted	2015 Proposed
Operating Revenues:						
Charges for services	\$115,929,403	\$121,558,947	\$121,827,888	\$624,283	\$675,156	\$573,677
Other operating revenues	3,347,309	3,347,682	3,689,096	0	0	0
Total Operating Revenues	\$119,276,712	\$124,906,629	\$125,516,984	\$624,283	\$675,156	\$573,677
Operating Expenses:						
General government	\$0	\$0	\$0	\$675,777	\$706,500	\$690,400
Public works	\$0	\$0	\$0	0	0	0
Recreation	\$0	\$0	\$0	0	0	0
Power purchased	\$79,304,189	\$82,763,510	\$81,593,901	0	0	0
Operation expenses	\$19,688,401	\$21,725,900	\$22,624,896	0	0	0
Maintenance expense	\$5,839,510	\$5,219,458	\$4,949,397	0	0	0
Depreciation and amortization	8,864,693	9,143,350	9,407,143	32,931	33,100	31,400
Total Operating Expenses:	\$113,696,793	\$118,852,218	\$118,575,337	\$708,708	\$739,600	\$721,800
Operating Income (Loss)	\$5,579,919	\$6,054,411	\$6,941,647	(\$84,425)	(\$64,444)	(\$148,123)
Nonoperating Revenues (Expenses):						
Interest income	55,945	53,941	151,205	263	100	100
Interest expense	(2,254,469)	(2,439,359)	(2,527,784)	0	0	0
Other income	(286,733)	0	(59,956)	0	200	200
Total Nonoperating Revenues (Expenses):	(2,485,257)	(2,385,418)	(2,436,535)	263	300	300
Change In Net Assets Before Capital Contributions and Transfers:	\$3,094,662	\$3,668,993	\$4,505,112	(\$84,162)	(\$64,144)	(\$147,823)
Capital contributions	9,622,580	0	0	0	0	0
Operating transfers in	426,200	0	0	0	0	0
Operating transfers out	(2,042,726)	(2,200,384)	(2,207,218)	0	0	0
Change In Net Assets	\$11,100,716	\$1,468,609	\$2,297,894	(\$84,162)	(\$64,144)	(\$147,823)
Est. Net Assets - July 1	153,886,522	130,354,101	131,822,710	1,458,872	1,374,710	1,310,566
Est. Net Assets - June 30	\$164,987,238	\$131,822,710	\$134,120,604	\$1,374,710	\$1,310,566	\$1,162,743

City of Cleveland, Tennessee
2013-2015 Summary of Financial Sources and Uses
Proprietary Funds

	Total Proprietary Funds		
	2013 Actual	2014 Budgeted	2015 Proposed
Operating Revenues:			
Charges for services	\$116,553,686	\$122,234,103	\$122,401,565
Other operating revenues	\$3,347,309	\$3,347,682	\$3,689,096
Total Operating Revenues	\$119,900,995	\$125,581,785	\$126,090,661
Operating Expenses:			
General government	\$675,777	\$706,500	\$690,400
Public works	0	0	0
Recreation	0	0	0
Power purchased	79,304,189	82,763,510	81,593,901
Operation expenses	19,688,401	21,725,900	22,624,896
Maintenance expense	5,839,510	5,219,458	4,949,397
Depreciation and amortization	8,897,624	9,176,450	9,438,543
Total Operating Expenses:	\$114,405,501	\$119,591,818	\$119,297,137
Operating Income (Loss)	\$5,495,494	\$5,989,967	\$6,793,524
Nonoperating Revenues (Expenses):			
Interest income	56,208	54,041	151,305
Interest expense	(2,254,469)	(2,439,359)	(2,527,784)
Other income	(286,733)	200	(59,756)
Total Nonoperating Revenues (Expenses):	(2,484,994)	(2,385,118)	(2,436,235)
Change In Net Assets Before Capital Contributions and Transfers:	\$3,010,500	\$3,604,849	\$4,357,289
Capital contributions	9,622,580	0	0
Operating transfers in	426,200	0	0
Operating transfers out	(2,042,726)	(2,200,384)	(2,207,218)
Change In Net Assets	\$11,016,554	\$1,404,465	\$2,150,071
Est. Net Assets - July 1	155,345,394	131,728,811	133,133,276
Est. Net Assets - June 30	\$166,361,948	\$133,133,276	\$135,283,347

City of Cleveland, Tennessee
2013-2015 Summary of Estimated Revenues, Expenses and Changes in Net Assets
Enterprise Funds

	Enterprise Funds					
	Cleveland Utilities Electric Division			Cleveland Utilities Water/Wastewater Division		
	2013 Actual	2014 Budgeted	2015 Proposed	2013 Actual	2014 Budgeted	2015 Proposed
Operating Revenues:						
Charges for services	\$94,707,658	\$98,798,508	\$98,052,087	\$21,097,904	\$22,760,439	\$23,775,801
Other operating revenues	1,438,381	1,503,921	1,543,376	1,908,928	1,843,761	2,145,720
Total Operating Revenues	\$96,146,039	\$100,302,429	\$99,595,463	\$23,006,832	\$24,604,200	\$25,921,521
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	79,304,189	82,763,510	81,593,901	0	0	0
Operation expenses	6,823,118	7,984,295	8,367,147	12,488,456	13,741,605	14,257,749
Maintenance expense	3,035,186	2,719,966	2,451,118	2,804,324	2,499,492	2,498,279
Depreciation and amortization	3,584,496	3,736,314	3,882,992	5,093,470	5,407,036	5,524,151
Total Operating Expenses:	\$92,746,989	\$97,204,085	\$96,295,158	\$20,386,250	\$21,648,133	\$22,280,179
Operating Income (Loss)	\$3,399,050	\$3,098,344	\$3,300,305	\$2,620,582	\$2,956,067	\$3,641,342
Nonoperating Revenues (Expenses):						
Interest income	27,756	42,056	57,692	27,966	11,885	93,513
Interest expense	(447,343)	(561,982)	(654,811)	(1,797,392)	(1,877,377)	(1,872,973)
Other income (expense)	(288,558)	0	(59,956)	0	0	0
Total Nonoperating Revenues (Expenses):	(708,145)	(519,926)	(657,075)	(1,769,426)	(1,865,492)	(1,779,460)
Change in Net Assets Before Contributions and Transfers:	\$2,690,905	\$2,578,418	\$2,643,230	\$851,156	\$1,090,575	\$1,861,882
Capital contributions	331,830	0	0	142,492	0	0
Operating transfers in	0	0	0	0	0	0
Operating transfers out	(1,837,680)	(1,991,384)	(1,994,997)	(205,046)	(209,000)	(212,221)
Change in Net Assets	\$1,185,055	\$587,034	\$648,233	\$788,602	\$881,575	\$1,649,661
Est. Net Assets, July 1	61,055,796	62,240,851	62,827,885	67,324,648	68,113,250	68,994,825
Est. Net Assets, June 30	\$62,240,851	\$62,827,885	\$63,476,118	\$68,113,250	\$68,994,825	\$70,644,486

City of Cleveland, Tennessee
2013-2015 Summary of Estimated Revenues, Expenses and Changes in Net Assets
Enterprise Funds

Enterprise Funds, Continued

	Cleveland Municipal Airport Authority			Total Enterprise Funds		
	2013	2014	2015	2013	2014	2015
	Actual	Budgeted	Proposed	Actual	Budgeted	Proposed
Operating Revenues:						
Charges for services	\$123,841	\$0	\$0	\$115,929,403	\$121,558,947	\$121,827,888
Other operating revenues	0	0	0	3,347,309	3,347,682	3,689,096
Total Operating Revenues	\$123,841	\$0	\$0	\$119,276,712	\$124,906,629	\$125,516,984
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	79,304,189	82,763,510	81,593,901
Operation expenses	376,827	0	0	19,688,401	21,725,900	22,624,896
Maintenance expense	0	0	0	5,839,510	5,219,458	4,949,397
Depreciation and amortization	186,727	0	0	8,864,693	9,143,350	9,407,143
Total Operating Expenses:	\$563,554	\$0	\$0	\$113,696,793	\$118,852,218	\$118,575,337
Operating Income (Loss)	(\$439,713)	\$0	\$0	\$5,579,919	\$6,054,411	\$6,941,647
	0	0	0			
Nonoperating Revenues	0	0	0			
(Expenses):	0	0	0			
Interest income	223	0	0	55,945	53,941	151,205
Interest expense	(9,734)	0	0	(2,254,469)	(2,439,359)	(2,527,784)
Other income (expense)	1,825	0	0	(286,733)	0	(59,956)
Total Nonoperating Revenues						
(Expenses):	(7,686)	0	0	(2,485,257)	(2,385,418)	(2,436,535)
Change in Net Assets Before Contributions and Transfers:	(\$447,399)	\$0	\$0	\$3,094,662	\$3,668,993	\$4,505,112
	\$0	\$0	\$0			
Capital contributions	9,148,258	0	0	9,622,580	0	0
Operating transfers in	426,200	0	0	426,200	0	0
Operating transfers out	0	0	0	(2,042,726)	(2,200,384)	(2,207,218)
Change in Net Assets	\$9,127,059	\$0	\$0	\$11,100,716	\$1,468,609	\$2,297,894
Est. Net Assets, July 1	25,506,078	0	0	153,886,522	130,354,101	131,822,710
Est. Net Assets, June 30	\$34,633,137	\$0	\$0	\$164,987,238	\$131,822,710	\$134,120,604

City of Cleveland, Tennessee
2013-2015
Summary of Estimated Revenues, Expenses and Changes in Net Assets
Internal Service Funds

	Internal Service Funds					
	Fleet Management			Total Internal Service Funds		
	2013 Actual	2014 Budgeted	2015 Proposed	2013 Actual	2014 Budgeted	2015 Proposed
Operating Revenues:						
Charges for services	\$624,283	\$675,156	\$573,677	\$624,283	\$675,156	\$573,677
Other operating revenues	0	0	0	0	0	0
Total Operating Revenues	\$624,283	\$675,156	\$573,677	\$624,283	\$675,156	\$573,677
Operating Expenses:						
General government	\$675,777	\$706,500	\$690,400	\$675,777	\$706,500	\$690,400
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	32,931	33,100	31,400	32,931	33,100	31,400
Total Operating Expenses:	\$708,708	\$739,600	\$721,800	\$708,708	\$739,600	\$721,800
Operating Income (Loss)	(\$84,425)	(\$64,444)	(\$148,123)	(\$84,425)	(\$64,444)	(\$148,123)
Nonoperating Revenues (Expenses):						
Interest income	263	100	100	263	100	100
Interest expense	0	0	0	0	0	0
Other income(expense)	0	200	200	0	200	200
Total Nonoperating Revenues (Expenses):	263	300	300	263	300	300
Change in Net Assets Before Operating Transfers:	(\$84,162)	(\$64,144)	(\$147,823)	(\$84,162)	(\$64,144)	(\$147,823)
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	(\$84,162)	(\$64,144)	(\$147,823)	(\$84,162)	(\$64,144)	(\$147,823)
Est. Net Assets, July 1	1,458,872	1,374,710	1,310,566	1,458,872	1,374,710	1,310,566
Est. Net Assets, June 30	\$1,374,710	\$1,310,566	\$1,162,743	\$1,374,710	\$1,310,566	\$1,162,743

City of Cleveland, Tennessee
2013-2015 Summary of Financial Sources and Uses
Fiduciary Funds by Fund Type

	Meiler Estate Animal Shelter Nonexpendable Trust Fund		
	2013	2014	2015
	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	4,254	1,000	1,000
Miscellaneous	0	0	0
Subtotal:	\$4,254	\$1,000	\$1,000
Other financial sources:			
Operating transfers in	0	0	0
Proceeds from bonds	0	0	0
Total Financial Sources	\$4,254	\$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	0	0	0
Total Use of Resources:	\$0	\$0	\$0
Net Increase(Decrease) in Fund Balance	4,254	1,000	1,000
Fund Balance - July 1	\$459,952	\$464,206	\$465,206
Fund Balance - June 30	\$464,206	\$465,206	\$466,206

City of Cleveland , Tennessee
 Long-Range Financial Planning
 3-Year Forecast FY 2015 - 2017

	2013 Actual	2014 Projected	2015 Budgeted	2016 Projected	2017 Projected
Revenues:					
Taxes	\$ 34,059,819	\$ 35,351,336	\$ 36,434,573	\$ 36,981,092	\$ 37,535,808
Licenses & permits	432,178	428,625	468,400	2,477,768	2,514,935
Intergovernmental	49,121,532	49,189,207	45,985,862	46,675,650	47,375,785
Fines & forfeitures	2,086,591	855,580	908,000	926,160	940,052
Charges for services	120,427,999	126,398,834	126,692,446	129,629,463	132,978,851
Interest	135,822	110,691	192,255	193,562	129,836
Other operating revenue	3,347,309	3,347,682	3,689,096	3,769,796	3,844,268
Miscellaneous	748,627	1,421,025	1,740,740	1,766,851	1,793,354
Subtotal:	\$ 210,359,877	\$ 217,102,980	\$ 216,111,372	\$ 222,420,342	\$ 227,112,889
Other financial sources:					
Operating transfers in	15,142,572	15,363,876	21,406,476	20,605,362	15,655,000
Capital contributions	9,622,580	-	-	-	-
Proceeds from debt	5,260,075	581,769	-	11,000,000	2,000,000
Total Financial Sources	\$ 240,385,104	\$ 233,048,625	\$ 237,517,848	\$ 254,025,704	\$ 244,767,889
Expenditures and Expenses					
General government	\$ 2,850,430	\$ 3,007,880	\$ 3,110,980	\$ 3,149,867	\$ 3,173,491
Community development	1,388,387	1,623,045	1,674,973	1,695,910	1,708,629
Public safety	16,364,461	16,991,112	17,528,461	17,703,746	17,792,264
Public works	7,568,094	9,159,800	9,116,075	9,230,026	9,299,251
Power purchased	79,304,189	82,763,510	81,593,901	82,923,254	84,274,264
Operation expenses	19,688,401	21,725,900	22,624,896	31,826,115	32,621,050
Maintenance expense	5,839,510	5,219,458	4,949,397	4,855,556	4,995,601
Health and welfare	654,628	643,483	568,686	575,795	580,113
Culture and recreation	3,864,417	4,146,075	4,301,264	4,355,030	4,387,693
Education	44,673,856	42,726,920	42,904,806	43,333,854	43,658,858
Appropriations	1,074,137	1,190,936	1,097,536	1,111,255	1,119,590
Capital outlay	12,678,519	14,076,355	12,028,752	10,100,000	6,900,000
Depreciation and amortization	8,897,624	9,176,450	9,438,543	9,508,388	9,722,328
Debt service principal	2,623,953	3,244,000	3,820,000	3,530,000	3,860,000
Debt service interest and other	5,359,869	5,656,163	5,373,340	4,989,422	4,941,509
Subtotal:	\$ 212,830,475	\$ 221,351,087	\$ 220,131,610	\$ 228,888,218	\$ 229,034,641
Other financing uses:					
Pymt. to ref. bond escrow	-	-	-	-	-
Operating transfers out	15,142,572	15,363,876	21,406,476	20,605,362	15,655,000
Total Use of Resources:	\$ 227,973,047	\$ 236,714,963	\$ 241,538,086	\$ 249,493,580	\$ 244,689,641
Net Increase (Decrease) in Fund Balance	\$ 12,412,057	\$ (3,666,338)	\$ (4,020,238)	\$ 4,532,124	\$ 78,248
Fund Balance or Net Assets - July 1	181,003,684	158,782,604	155,116,266	151,096,028	155,628,152
Fund Balance or Net Assets-June 30	\$ 193,415,741	\$ 155,116,266	\$ 151,096,028	\$ 155,628,152	\$ 155,706,400

City of Cleveland Tennessee 3-Year Forecast Assumptions

Long-term Goals: Continue to maintain a low property tax rate, expand the city's infrastructure, maximize services for citizens and provide fair compensation & benefits for employees.

Revenue: Growth in taxes has been conservatively estimated at 1 ½ percent for FY2016 and FY2017. In FY2015, the city completed a flood study by the Army Corps of Engineers and implemented a storm water user fee. The estimated \$2 million revenue, as reflected in licenses and permits in FY2016 and FY2017, will fund storm water projects within the city. In FY2016, the city intends to issue bonds to repay the costs associated with the construction of the Cleveland High School gym. The construction was started using the city's General Fund Balance as reflected in FY2015. Also, in FY2017 the city will issue \$2 million in bonds to build and equip Cleveland Fire Station 6. When completed, this station will serve the I-75 Exit 20 area which is experiencing new development.

Expenses: General operating expenses are budgeted in a conservative manner. A 3.5% step increase was given to city employees in FY2015 and only moderate increases in operating budgets are reflected in FY2016 and FY2017. Power purchased, operation and maintenance expenses are based on Cleveland Utilities long term forecast. Capital outlay includes the completion of the CHS gym and the Station 6 as well as storm water projects within the city. Debt service remains reasonable in comparison to the city's borrowing capacity.

Conclusion: The main challenge for the city is to fund growth as the region capitalizes on economic opportunities that abound. Additionally, Cleveland must continue to provide a high level of quality services and recreational activities to its citizens. All this must be accomplished while keeping a low property tax rate and a balanced financial structure.

FUND DESCRIPTION MATRIX

Department/Agency	GOVERNMENTAL			PROPRIETARY	
	General Fund	Capital Projects	Other Govt.	Solid Waste	Enterprise Funds
City Departments					
Administration and Finance	x	x			
Animal Control	x		x		
Development and Engineering Services	x	x	x		
Fire	x	x			
Fleet					x
Legislative and Judicial	x				
Parks and Recreation	x	x	x		
Police	x	x	x		
Public Works	x	x	x	x	
Regional Jetport	x	x	x		
Other Agencies					
City Schools	x	x			
Cleveland/Bradley Public Library	x				
Cleveland Utilities					x

This table illustrates the funds each Department and Agency is a part of in the budget.

ORDINANCE NO: 2014-16

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 \$237,517,848. All of these sources are available for appropriation.

Anticipated Revenues	2012-2013 <u>(ACTUAL)</u>	2013-2014 <u>(ESTIMATED)</u>	2014-2015 <u>PROPOSED</u>
Revenues:			
General Fund	\$37,282,206	\$39,025,947	\$40,647,450
Special Revenue Funds:			
Solid Waste Management	2,376,132	2,421,000	2,426,300
State Street Aid	1,063,324	1,000,000	1,077,000
General Purpose School	34,043,601	35,054,125	35,260,475
Schools Food Service	2,778,613	2,787,550	2,981,550
Cleveland Public Library	682,962	757,151	772,400
Drug Enforcement	30,901	15,100	15,100
2013 Byrne Mem. Justice Asst. Grant	0	45,788	0
2012 Byrne Mem. Justice Asst. Grant	28,237	0	0
2011 Byrne Mem. Justice Asst. Grant	0	0	0
2010 Byrne Mem. Justice Asst. Grant	0	0	0
2009 Byrne Mem. Justice Asst. Grant	0	0	0
Targeted Crime Reduction Grant	304,703	0	0
2009 COPS Hiring Recovery Grant	149,415	0	0
2009 Justice Assistance Grant-ARRA	0	0	0
Dept. of Justice Asset Forfeiture Fund	0	0	0
Storm Water Mgmt. Fund	0	0	0
Community Dev. Block Grant	445,684	548,178	439,108
THDA Neighborhood Grant	21,228	0	0
Recycling Grant	926	26,074	14,000
2009 Justice Assistance Grant - ARRA	0	0	0
Schools Federal Projects	3,731,299	0	0
Metropolitan Planning Organization	94,372	200,000	200,000
Debt Service	169,963	416,700	416,150

Anticipated Revenues, cont'd:	2012-2013 (ACTUAL)	2013-2014 (ESTIMATED)	2014-2015 PROPOSED
Revenues:			
Capital Projects Funds:			
THDA Home Grant	0	0	0
Fletcher Park	0	0	0
Greenway Fund	39,092	38,000	0
Capital Improvements Program	2,148,433	5,078,993	1,501,000
ARRA Grant Projects Fund	423	0	0
Sales Tax Capital Projects Fund	4,996,384	4,051,348	4,117,873
Spring Branch Industrial Park Fund	10,522	0	0
2009 Bradley Build America Bonds	0	0	0
Enterprise Funds:			
Cleveland Municipal Airport Authority	124,064	0	0
Cleveland Utilities Electric Division	96,173,795	100,344,485	99,653,255
Cleveland Utilities Water Division	23,034,798	24,616,085	26,015,034
Nonexpendable Trust Fund:			
Meiler Trust Fund	4,254	1,000	1,000
Internal Service Fund:			
Fleet Management	624,546	675,456	573,677
Total Revenues	210,359,877	217,102,980	216,111,372
Other financial sources			
Operating transfers in:			
General Fund:	2,042,726	2,200,384	2,207,218
Special Revenue Funds:			
Solid Waste Management	1,226,000	1,047,545	1,108,000
State Street Aid	0	0	0
General Purpose School	5,131,845	5,133,000	5,286,600
Cleveland Public Library	567,933	608,100	625,700
Community Dev. Block Grant	38,199	15,000	20,000
Storm Water Mgmt. Fund	0	0	0
Recycling Grant	4,000	0	0
Metropolitan Planning Organization	40,000	40,000	57,000
Debt Service	4,856,600	5,640,847	5,789,998
Capital Projects Funds:			
Capital Improvement Program	809,069	679,000	6,311,960
Greenway Fund	0	0	0
Enterprise Funds:			
Cleveland Municipal Airport Authority	426,200	0	0
Total Operating Transfer In:	\$15,142,572	\$15,363,876	\$21,406,476

Anticipated Revenues	2012-2013 (ACTUAL)	2013-2014 (ESTIMATED)	2014-2015 PROPOSED
Other financial sources:			
Operating transfers in, cont'd:			
Capital Contributions			
Enterprise Funds:			
Cleveland Municipal Airport Authority	9,148,258	0	0
Cleve. Utilities - Electric Division	331,830	0	0
Cleve. Utilities - Water/Wastewater	142,492	0	0
Total Capital Contributions:	9,622,580	0	0
Bond & Note Proceeds and Capital Lease			
General Purpose School	0	0	0
Capital Improvement Program	0	0	0
Spring Branch Industrial Park	5,260,075	581,769	0
Total Bond & Note Proceeds:	\$5,260,075	\$581,769	\$0
Total Other Financing Sources	\$30,025,227	\$15,945,645	\$21,406,476
Total Revenues and Other Financing Sources	\$240,385,104	\$233,048,625	\$237,517,848

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	2012-2013 (ACTUAL)	2013-2014 (ESTIMATED)	2014-2015 PROPOSED
General Fund	\$26,790,628	\$29,611,875	\$30,616,706
Special Revenue Funds:			
Solid Waste Management	3,635,615	3,786,300	3,534,300
State Street Aid	554,025	719,100	636,200
General Purpose School	38,520,271	39,959,570	39,923,256
Schools Food Service	2,656,870	2,893,350	2,981,550
Cleveland Public Library	1,204,620	1,413,751	1,426,846
Drug Enforcement	66,377	41,000	38,500
2013 Byrne Mem. Justice Asst. grant	0	45,788	0
2012 Byrne Mem. Justice Asst. Grant	28,237	0	0
2011 Byrne Mem. Justice Asst. Grant	3,729	0	0
2010 Byrne Mem. Justice Asst. Grant	0	0	0
2009 Byrne Mem. Justice Asst. Grant	0	0	0
Targeted Crime Reduction Grant	304,703	0	0
2009 COPS Hiring Recovery Grant	149,415	0	0
2009 Justice Assistance Grant-ARRA	0	0	0
Dept. of Justice Asset Forfeiture Fund	1,311	0	0
Storm Water Mgmt. Fund	0	0	0
Community Dev. Block Grant	458,125	588,437	459,108
THDA Neighborhood Grant	29	0	0
Recycling Grant	926	26,074	14,000
Schools Federal Project	3,682,969	0	0
Metropolitan Planning Organization	112,223	239,300	242,700
Debt Service	4,893,605	6,025,304	6,171,000
Capital Projects Funds:			
THDA Home Grant	0	0	0
Fletcher Park	0	5,403	0
Greenway Fund	26,435	50,850	0
Capital Improvements Program	4,197,585	7,238,224	8,085,105
ARRA Grant Projects Fund	423	0	0
Sales Tax Capital Projects Fund	5,122,305	6,093,815	4,117,662
Spring Branch Industrial Park Fund	3,473,346	581,769	0
2009 Bradley Build America Bonds	0	0	0
Enterprise Funds:			
Cleveland Municipal Airport Authority	571,463	0	0
Cleveland Utilities Electric Division	93,482,890	97,766,067	97,009,725
Cleveland Util. Water/Wastewater Div.	22,183,642	23,525,510	24,153,152
Nonexpendable Trust Fund:			
Meiler Estate Trust Fund	0	0	0
Internal Service Fund:			
Fleet Management	708,708	739,600	721,800
Total Expenditures	212,830,475	221,351,087	220,131,610

Other Financing Uses	2012-2013 (ACTUAL)	2013-2014 (ESTIMATED)	2014-2015 PROPOSED
Operating Transfers Out			
General Fund	12,207,902	12,137,345	18,176,439
Special Revenue Funds:			
State Street Aid	371,900	387,500	386,000
General Purpose School	487,000	625,647	623,819
Storm Water Mgmt. Fund	0	0	0
Schools Federal Project	11,845	13,000	13,000
THDA Neighborhood Grant	21,199		
Debt Service	0	0	0
Capital Projects Funds:			
Capital Improv. Projects Fund	0	0	0
Enterprise Funds:			
Cleveland Utilities - Electric Division	1,837,680	1,991,384	1,994,997
Cleveland Utilities - Water/Wastewater Div.	205,046	209,000	212,221
Nonexpendable Trust Funds:			
Meiler Estate Trust Fund	0	0	0
Total Other Financing Uses	15,142,572	15,363,876	21,406,476
Total Expenditures and Other Financing Uses	227,973,047	236,714,963	241,538,086

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	2012-2013 (ACTUAL)	2013-2014 (ESTIMATED)	2014-2015 PROPOSED
General Fund	326,402	(522,889)	(5,938,477)
Special Revenue Funds:			
Solid Waste Management	(33,483)	(317,755)	0
State Street Aid	137,399	(106,600)	54,800
General Purpose School	168,175	(398,092)	0
Schools Food Service	121,743	(105,800)	0
Cleveland Public Library	46,275	(48,500)	(28,746)
Drug Enforcement	(35,476)	(25,900)	(23,400)
2013 Byrne Mem. Justice Asst. Grant	0	0	0
2012 Byrne Mem. Justice Asst. Grant	0	0	0
2011 Byrne Mem. Justice Asst. Grant	(3,729)	0	0
2010 Byrne Mem. Justice Asst. Grant	0	0	0
2009 Byrne Mem. Justice Asst. Grant	0	0	0
Targeted Crime Reduction Grant	0	0	0

Increase (Use) of Fund Balance or Net Assets	2012-2013 (ACTUAL)	2013-2014 (ESTIMATED)	2014-2015 PROPOSED
Special Revenue Funds cont'd:			
2009 COPS Hiring Recovery Grant	0	0	0
2009 Justice Assistance Grant-ARRA	0	0	0
Dept. of Justice Asset Forfeiture Fund	(1,311)	0	0
Storm Water Mgmt. Fund	0	0	0
Commun. Development Block Grant	25,758	(25,259)	0
Schools Federal Project	36,485	(13,000)	(13,000)
Metro. Planning Organization (MPO)	22,149	700	14,300
THDA Neighborhood Grant	0	0	0
Recycling Grant	4,000		
Debt Service	132,958	32,243	35,148
Capital Projects Funds:			
Capital Improvements Program	(1,240,083)	(1,480,231)	(272,145)
THDA Home Grant	0	0	0
Fletcher Park	0	(5,403)	0
Greenway Fund	12,657	(12,850)	0
Sales Tax Capital Projects Fund	(125,921)	(2,042,467)	211
2009 Bradley Build America Bonds	0	0	0
ARRA Grant Projects Fund	0	0	0
Spring Branch Industrial Park Fund	1,797,251	0	0
Enterprise Funds:			
Cleveland Municipal Airport Authority	9,127,059	0	0
Cleveland Utilities Electric Division	1,185,055	587,034	648,533
Cleveland Utilities Water Division	788,602	881,575	1,649,661
Internal Service Fund:			
Fleet Management	(84,162)	(64,144)	(148,123)
Nonexpendable Trust Fund:			
Meiler Estate Trust Fund	4,254	1,000	1,000
Total Incr. (Use) of Fund Balance or Net Assets	12,412,057	(3,666,338)	(4,020,238)

SECTION 3: **STATEMENT OF BALANCE/DEFICIT.** At end of the current fiscal year, the City of Cleveland estimates that it will use \$5,938,477 of its \$12,392,086 General Fund fund balance and none of the \$2,681,465 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 12, 2014
Final Reading: May 27, 2014

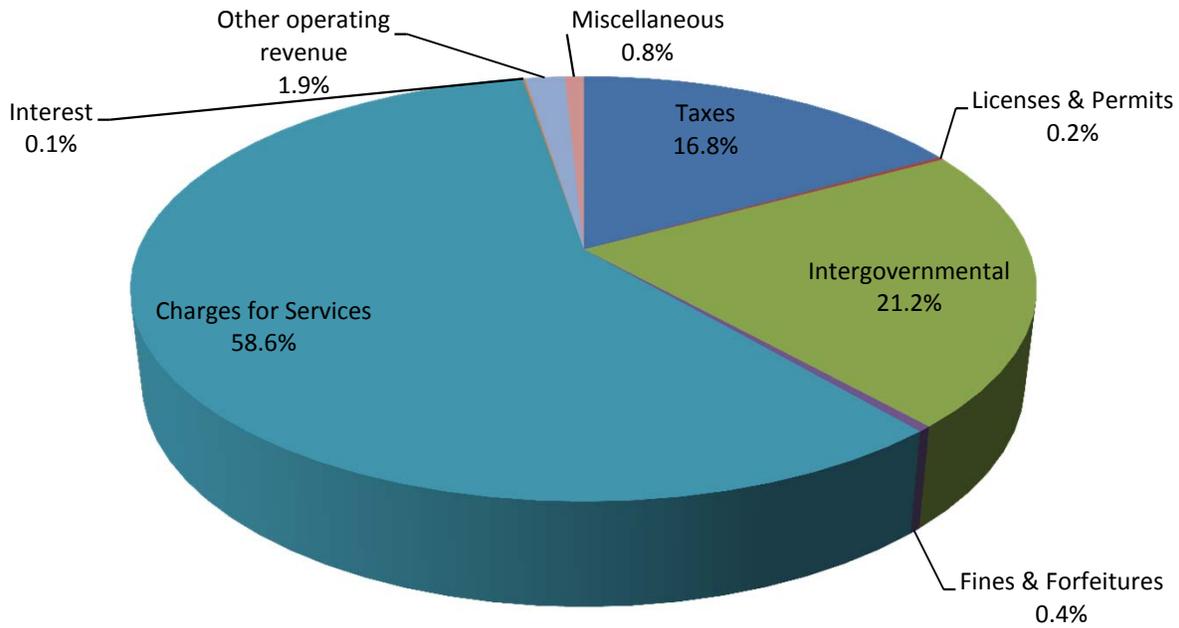
APPROVED AS TO FORM:

/s/John F. Kimball
City Attorney

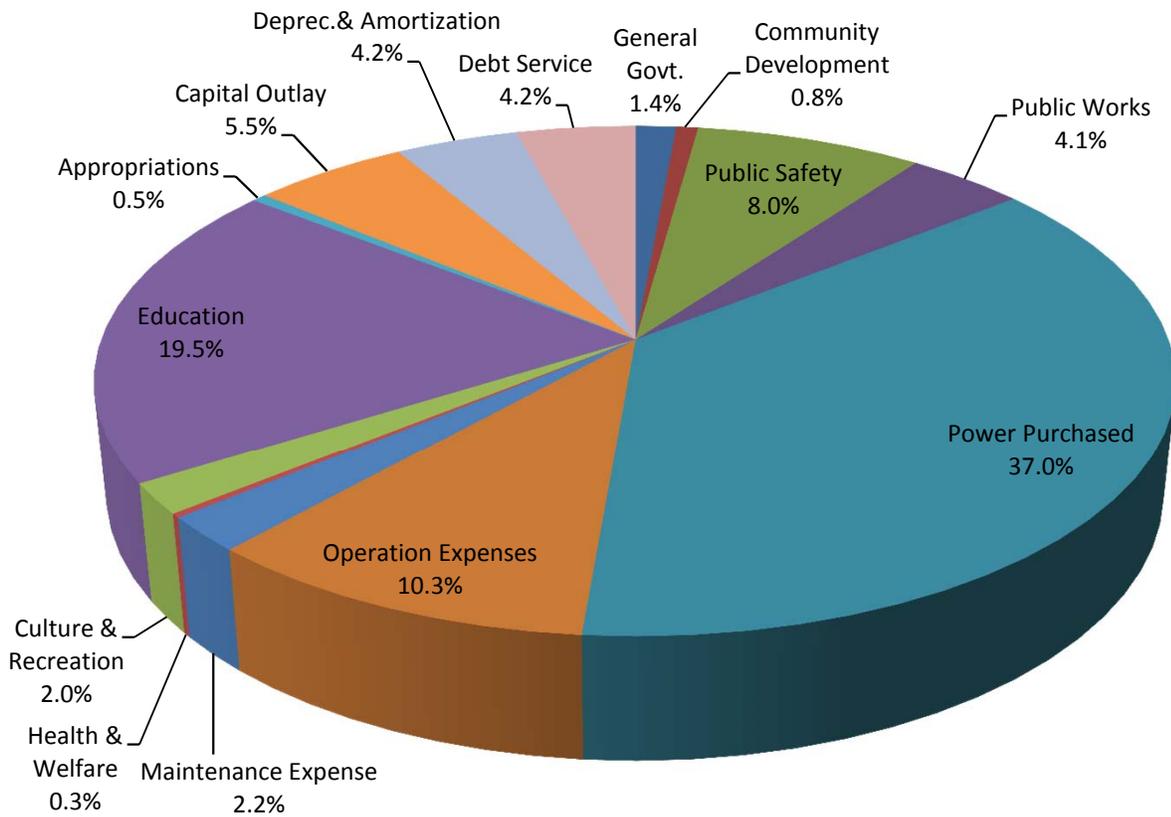
/s/ Tom Rowland
Mayor

/s/Shawn McKay
City Clerk

Revenues By Source - FY2015



Expenditures and Expenses By Use - FY2015



**City of Cleveland, Tennessee
Schedule of Debt Payments
For Fiscal Year 2015**

Loan Type	Loan Name	Authorized and Unissued at 6/30/14	Amount Outstanding at 6/30/14	Payment Fund	Principal	Interest	Total Debt Service
FY2015 Debt Requirement Excluding Cleveland Utilities							
Loan Agreements:							
	Loan - 2008 TMBF-County	0	1,452,000	County's General Fund	74,000	72,600	146,600
	Energy Efficient School Loan	0	88,088	School Fund	65,760	1,740	67,500
	Lights @ CMS Athletic Facility	0	243,859	School Fund	118,979	12,094	131,073
	2009 QSCB	0	3,164,953	School Fund	259,577	67,184	326,761
	Loan - 2012 TMBF-Whirlpool	0	904,000	General Fund	54,000	36,160	90,160
	Loan - 2012 TMBF-LIC	0	1,573,000	School Fund	71,000	36,494	107,494
	Loan - 2012 TMBF-Airport Terminal Bldg.	0	1,356,000	Airport	82,000	54,240	136,240
	Loan - 2012 TMBF-Spring Branch Ind Park	0	5,700,000	General Fund	312,000	228,000	540,000
	Loan - 2014 TMBF-Airport	0	4,300,000	Airport	160,000	109,105	269,105
	Loan - 2014 TMBF-Refunding		24,786,480	General Fund	936,000	622,141	1,558,141
	Total Loan Agreements:	\$ -	\$ 43,568,380		\$ 2,133,316	\$ 1,239,758	\$ 3,373,074
General Obligation Bonds:							
	Gen Impr Refund.Bonds - Series 2005	0	9,010,000	General Fund	383,500	247,837	631,337
				State St.Aid	206,500	133,451	339,951
	Gen Improv Bonds - Series 2007-A	0	5,075,000	General Fund	95,575	83,997	179,572
				School Fund	154,425	135,716	290,141
	Gen Improv. Bonds - Series 2009-C	0	14,235,000	General Fund	170,000	583,950	753,950
				911 Center	80,000	4,550	84,550
	Gen Improv. Bonds - Series 2009-D	0	7,165,000	General Fund	665,000	225,052	890,052
				State St.Aid	30,000	19,473	49,473
	Total Gen. Oblig. Bonds:	\$ -	\$ 35,485,000		\$ 1,785,000	\$ 1,434,026	\$ 3,219,026
Total Long-term Debt Excluding Cleveland Utilities		\$ -	\$ 79,053,380		\$ 3,918,316	\$ 2,673,784	\$ 6,592,100

**City of Cleveland, Tennessee
Schedule of Debt Payments
For Fiscal Year 2015**

FY2015 Debt Requirement for Cleveland Utilities

Loan Type	Loan Name	Authorized and Unissued at 6/30/14	Amount Outstanding at 6/30/14	Payment Fund	Principal	Interest	Total Debt Service
Tax and Revenue Refunding Bonds :							
	Series 2009-B	0	490,000	Water/Sewer	490,000	2,450	492,450
	Series 2009-C	0	9,635,000	Water/Sewer	895,000	357,229	1,252,229
	Series 2009-D	0	5,290,000	Electric	560,000	185,383	745,383
	Series 2009-D	0	11,565,000	Water/Sewer	440,000	404,958	844,958
	Series 2014-Refunding		8,835,000	Water/Sewer	965,000	278,194	1,243,194
	Total Tax & Revenue Refunding Bonds:	\$ -	\$ 35,815,000		\$ 3,350,000	\$ 1,228,214	\$ 4,578,214
Tax and Revenue Bonds:							
	Series 2007B	0	\$ 1,035,000	Electric	\$ 75,000	\$ 42,813	\$ 117,813
	Series 2007B	0	6,775,000	Water/Sewer	105,000	296,000	401,000
	Series 2010	0	5,525,000	Electric	325,000	156,422	481,422
	Series 2010	0	2,005,000	Water	90,000	58,825	148,825
	Total Tax and Revenue Bonds:	\$ -	\$ 15,340,000		\$ 595,000	\$ 554,060	\$ 1,149,060
Tax and Revenue Loan:							
	Series 2012 TMBF	0	\$ 3,375,000	Water	\$ 375,000	\$ 31,250	\$ 406,250
	Series 2014 TMBF	0	\$ 2,731,000	Electric	\$ 136,550	\$ 139,538	\$ 276,088
	Total Tax & Revenue Loan:	\$ -	\$ 6,106,000		\$ 511,550	\$ 170,788	\$ 682,338
State Revolving Fund Loan:							
	SRF Loan	0	\$ 582,733	Sewer	\$ 29,666	\$ 12,010	\$ 41,676
	ARRA Loan	0	\$ 116,547	Sewer	\$ 5,933	\$ 2,402	\$ 8,335
	SRF-CWO 319	0	\$ 828,193	Sewer	\$ 10,188	\$ 16,785	\$ 26,973
	SRF-CWO 320	0	\$ 4,500,000	Sewer	\$ 55,350	\$ 99,859	\$ 155,209
	Total State Revolving Fund Loan:	\$ -	\$ 6,027,473		\$ 101,137	\$ 131,056	\$ 232,193
Total Long-term Debt-Cleveland Utilities		\$ -	\$ 63,288,473		\$ 4,557,687	\$ 2,084,118	\$ 6,641,805

Combined Debt Requirement for FY2015

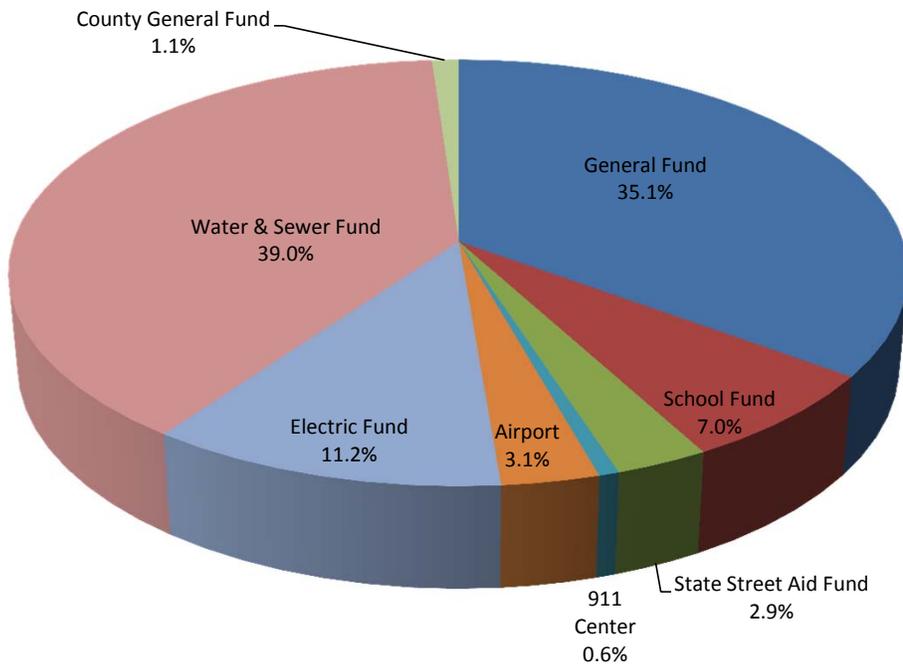
Loan Type	Loan Name	Authorized and Unissued at 6/30/14	Amount Outstanding at 6/30/14	Principal	Interest	Total Debt Service
Loan Agreements		0	43,568,380	2,133,316	1,239,758	3,373,074
General Obligation Bonds		0	35,485,000	1,785,000	1,434,026	3,219,026
Tax & Revenue Refunding Bonds		0	35,815,000	3,350,000	1,228,214	4,578,214
Tax & Revenue Bonds		0	15,340,000	595,000	554,060	1,149,060
Tax & Revenue Loan		0	6,106,000	511,550	170,788	682,338
State Revolving Fund Loan		0	6,027,473	101,137	131,056	232,193
Combined Debt Requirement:		\$ -	\$ 142,341,853	\$ 8,476,003	\$ 4,757,902	\$13,233,905

**City of Cleveland, Tennessee
Schedule of Debt Payments
For Fiscal Year 2015**

FY2015 Debt Service By Fund:

Fund	FY2015 Debt Service By Fund:		Debt
	Principal	Interest	Service
General Fund	2,616,075	2,027,137	4,643,212
School Fund	669,741	253,228	922,969
State Street Aid Fund	236,500	152,924	389,424
911 Center	80,000	4,550	84,550
Airport	242,000	163,345	405,345
Electric Fund	1,096,550	384,618	1,481,168
Water & Sewer Fund	3,461,137	1,699,500	5,160,637
County General Fund	74,000	72,600	146,600
Total:	\$ 8,476,003	\$ 4,757,902	\$ 13,233,905

Debt Service by Fund



ORDINANCE NO: 2014-17

TAX ORDINANCE - YEAR 2014

AN ORDINANCE TO PROVIDE AND FIX FOR THE CITY OF CLEVELAND, TENNESSEE, FOR THE YEAR 2014, 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 2014, and each subsequent year thereafter be, and is, \$1.7655 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 \$1.7655 for each one hundred dollars (\$100.00) of assessed valuation.

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

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

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

Signed in Open Meeting:

/s/Charlie McKenzie

Councilman McKenzie

/s/Bill Estes

Councilman Estes

/s/Shawn McKay

Shawn McKay, City Clerk

/s/Avery Johnson

Councilman Johnson

/s/David May, Jr.

Councilman May

APPROVED AS TO FORM:

/s/Dale Hughes

Councilman Hughes

/s/John F. Kimball

John F. Kimball, City Attorney

/s/Richard L. Banks

Councilman Banks

/s/Tom Rowland

Tom Rowland, Mayor

/s/George Poe, Jr.

Councilman Poe

RESOLUTION

**CITY OF CLEVELAND
APPROPRIATION RESOLUTION**

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

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

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

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

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Cleveland, Tennessee that these contributions be made for FY 2014-2015:

Adopted this 27th day of May 2014.

Approved as to form:

/s/John F. Kimball
City Attorney

/s/Tom Rowland
Mayor

/s/Shawn McKay
City Clerk

FUND 110-GENERAL FUND		DEPT-51500- APPROPRIATIONS				
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
Operating expenditures:						
General government:						
700	JOINTLY FUNDED	0	4,100	3,843	4,100	4,100
701	CLEVE/BRAD REG MUSEUM	43,000	42,300	42,300	42,300	42,300
702	MTAS - BENCHMARKING	0	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	8,257	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%)	59,148	59,400	59,400	59,400	59,400
709	KEEP AMERICA BEAUTIFUL(50%)	28,100	28,100	28,100	28,200	28,200
710	JUVENILE COURT MATCH	1,100	1,100	1,100	1,100	1,100
711	UNITED WAY SUPPORTERS	998	1,000	1,000	1,000	1,000
712	SETHRA-TRANSIT	135,000	135,000	135,000	135,000	135,000
	Total General government	364,705	372,200	372,200	372,300	372,300
Public safety:						
713	CLEVE/BRAD COMM CTR (49.5%)	450,000	450,000	544,500	450,000	450,000
714	EMERGENCY MGMT (20%)	74,715	87,300	87,300	87,300	87,300
716	SETDD LEGAL FEES	0	1,000	0	1,000	1,000
	Total Public Safety	524,715	538,300	631,800	538,300	538,300
Health & welfare:						
717	VETERANS AFFAIRS (20%)	22,875	22,600	22,600	22,600	22,600
718	BEHAVIORAL RESEARCH	2,000	2,000	2,000	2,000	2,000
720	DEVELOPMENTAL SVCS (20%)	6,200	6,200	6,200	6,200	6,200
721	COMMUNITY SVCS AGCY (50%)	94,306	94,400	94,400	94,400	94,400
723	HVAC @ BRAD/CLEV COMM SVS	11,600	0	0	0	0
	Total Health & welfare	136,981	125,200	125,200	125,200	125,200
Parks & recreation:						
726	AQUA TIGER EQUIPMENT	2,000	2,000	2,000	2,000	2,000
727	BOYS AND GIRLS CLUB	0	14,000	14,000	14,000	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	39,500	39,500	39,500	39,500
Education:						
735	VOCATIONAL SCHOOL (20%)	22,236	22,236	22,236	22,236	22,236
	Total Education	22,236	22,236	22,236	22,236	22,236
TOTAL DEPARTMENT 51500		1,074,137	1,097,436	1,190,936	1,097,536	1,097,536

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 \$1,994,997 in tax equivalents for FY2015.

Section 2. This resolution shall become effective July 1, 2014 the public welfare requiring it.

Adopted this 27th day of May 2014.

Approved as to form:

/s/John F. Kimball
City Attorney

/s/Tom Rowland
Mayor

/s/Shawn McKay
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 \$212,221 in tax equivalents for FY2015.

Section 2. This resolution shall become effective July 1, 2014 the public welfare requiring it.

Adopted this 27th day of May 2014.

Approved as to form:

/s/John F. Kimball
City Attorney

/s/Tom Rowland
Mayor

/s/Shawn McKay
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 27th day of May, 2014, 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 27th day of May, 2014.

Approved as to form:

/s/John F. Kimball
City Attorney

/s/Tom Rowland
Mayor

/s/Shawn McKay
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 FY2015. 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, 2015.

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, 2013.

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.

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. 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.

The City's financial policies impact the development of the budget. The City's operating budget policies require a budget retreat in the spring and planning session in the fall to develop a plan for long range major capital improvements. The operating budget policies also require a balanced budget and that all enterprise funds be self-supporting from their fees and charges. These policies also require that the City's annual budget meet the requirements to receive the Distinguished Budget Presentation Award from Government Finance Officers Association.

In accordance with its capital budget policies, staff prepares the capital improvements plan annually. Improvements requested for the next five years are included in the City's Capital Improvement Needs Inventory (CINI). Staff has also developed a fifteen-year equipment replacement program with funding from the City's Sales Tax Capital Projects Fund. The City's revenue policies require that revenues are budgeted conservatively, that all fees and charges are reviewed to assure that they are adjusted for inflation and that the City will not become too dependent on one source of revenue. Reserve Policies establish reserve targets for every operating fund of the City. The reserve targets are reviewed annually when the budget is prepared. Debt policies are strictly adhered to. The City limits debt to 10% of the total assessed value of property within the City. A firm source of revenue must be identified by the City Council before any bond or capital outlay note is issued.

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 FY2015 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 13 City Manager conducts planning session with City Council and Department Heads to establish city-wide goals and priorities.
- January 24 Finance Director releases budget preparation memo to Departmental Budget Officers.
- January 27 City Council sets date for Budget Session to be held at Municipal Building.
- February 19 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 17-21 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.
- April 21-25 Finance Director's Office prepares Agenda packets, including budget requests, CINI, and distributes to the City Council.
- April 28 City Council Budget Session at Municipal Building.
- April 28-May9 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 28 City Council schedules a Public Hearing on the Budget for the May 12th City Council Meeting.
- May 9 Budget distributed to the City Council, Department Heads, and News Media.
- May 12 City Council holds Public Hearing concerning the Budget
- May 12 City Council adopts the Budget and Tax Rate Ordinance on First Reading.
- May 27 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 terminate 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 14 day payroll schedule and Fire remained on their 28-day schedule, as they are subject to the 14 and 28-day work period exemptions respectively 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 to maintain their status as police officers or firefighters. Certified firefighters are also required to undergo a complete medical examination annually. 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.

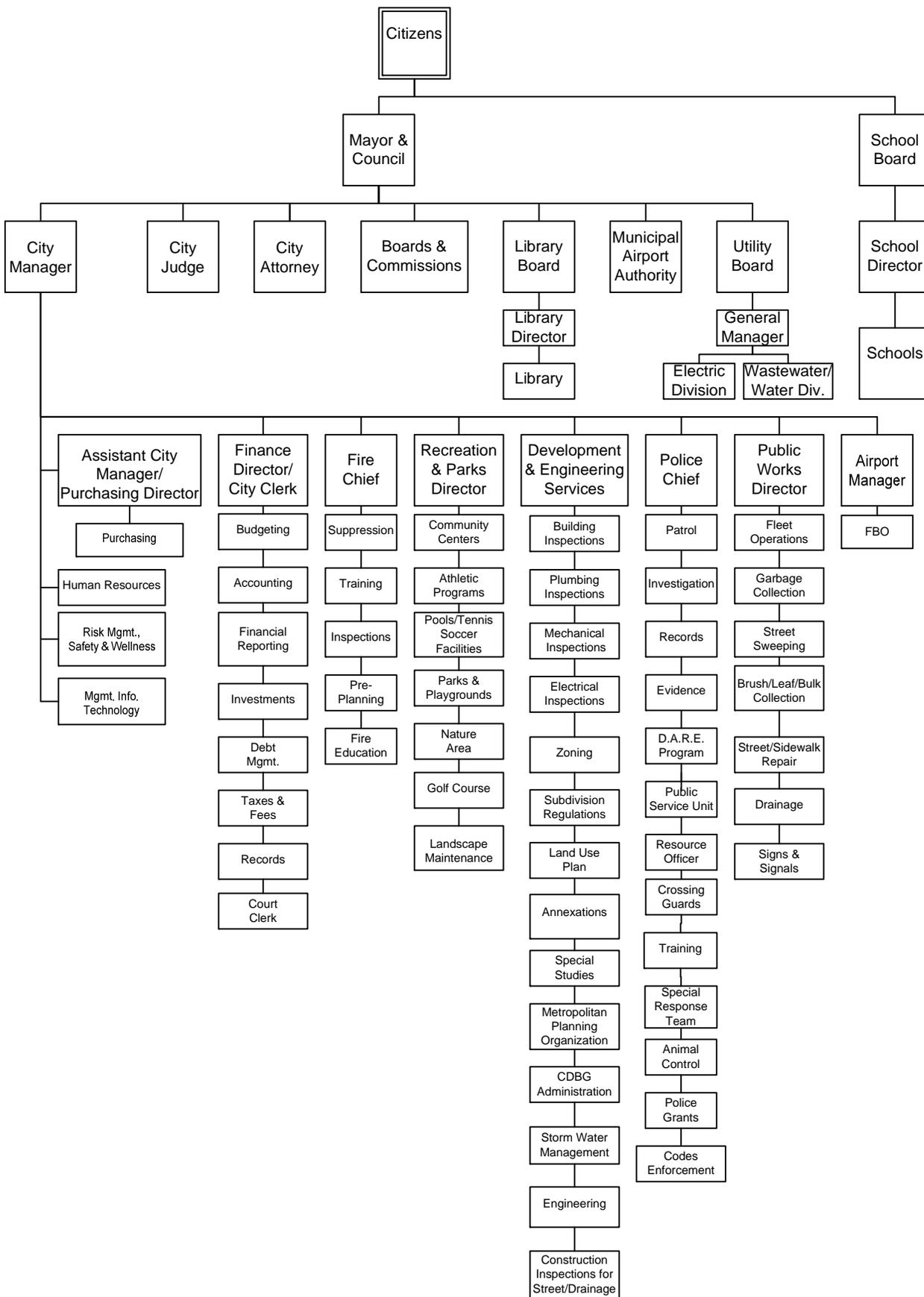
The City participates in the Tennessee Consolidated Retirement System (TCRS), the state system that is open to local government employees also. When the State institutes a benefit enhancement, local governments can choose whether to offer that as an option.

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 was 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

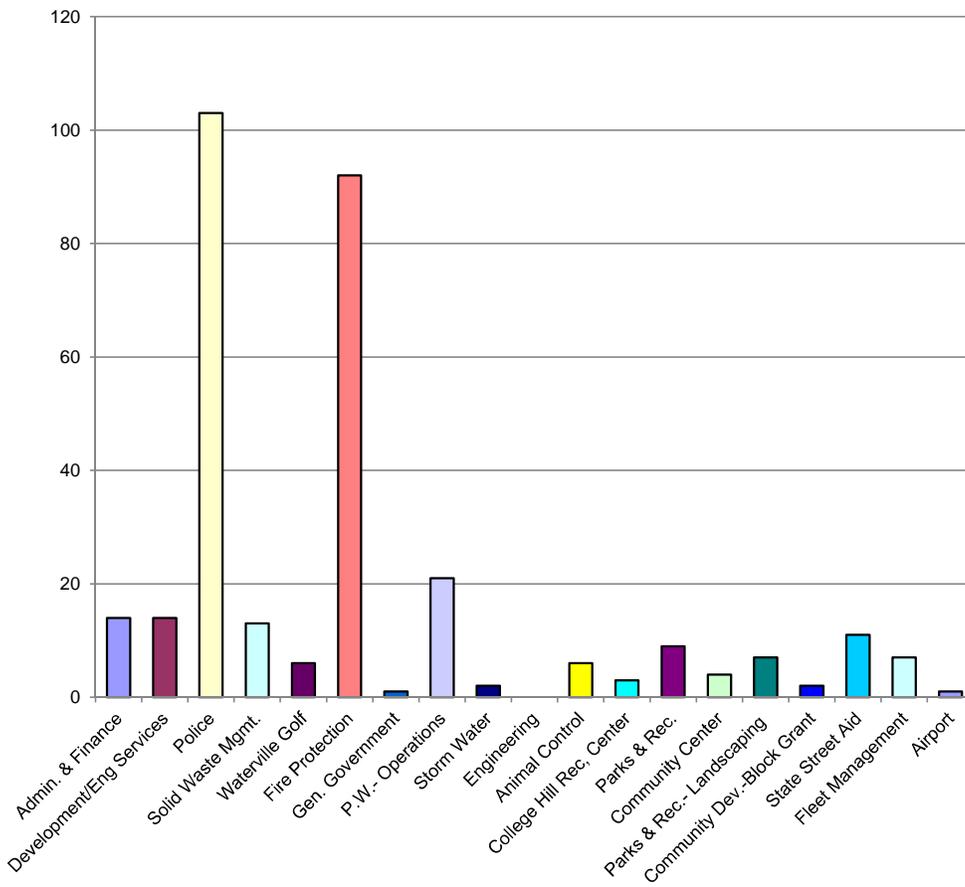
The City opened a new airport facility in 2013, the Cleveland Regional Jetport. The Cleveland Municipal Airport Authority hired an Airport Manager who works for the City Manager and in conjunction with the Cleveland Municipal Airport Authority and the airport Fixed Base Operator (FBO) to ensure the airport 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. Pay grades/classifications and benefits can be found in Appendix 3.

STAFFING COMPARISON BY DEPARTMENT
FULL TIME EMPLOYEES: FUNDED

Departments	2010/11 Adopted	2011/12 Adopted	2012/13 Adopted	2013/14 Adopted	2014/15 Adopted
Admin. & Finance	15	14	14	14	14
Development/Eng Services	8	9	8	14	14
Police	106	106	96	103	103
Solid Waste Mgmt.	14	14	13	13	13
Waterville Golf	6	6	6	6	6
Fire Protection	95	95	90	92	92
Gen. Government	1	1	1	1	1
P.W.- Operations	26	26	20	21	21
Storm Water	2	2	2	2	2
Engineering	7	5	4	0	0
Animal Control	8	8	8	8	6
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	7	7	7	7	7
Community Dev.-Block Grant	2	2	2	2	2
State Street Aid	11	11	10	11	11
Fleet Management	8	8	8	7	7
Airport	0	0	0	1	1
Total FTE's	332	330	305	318	316

2014/15 Staffing By Department



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 and 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.

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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
- Stormwater Management
- 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

	FY2013 ACTUAL BUDGET	FY2014 ORIGINAL BUDGET	FY2014 AMENDED BUDGETED	FY2015 PROPOSED BUDGET	% OF TOTAL
<i>Revenues and Other Financial Resources</i>					
Local Taxes	\$29,091,580	\$31,238,500	\$31,327,788	\$32,335,500	75.5%
Licenses and Permits	\$432,178	\$430,125	\$428,625	\$468,400	1.1%
Intergovernmental Revenues	\$4,898,661	\$4,782,300	\$4,937,400	\$5,059,000	11.8%
Charges for Services	\$2,072,566	\$1,007,555	\$840,580	\$893,000	2.1%
Fines and Forfeitures	\$534,632	\$750,600	\$749,600	\$759,450	1.8%
Interest (Investment) Income	\$14,509	\$14,500	\$14,500	\$7,500	0.0%
Miscellaneous Revenues	\$238,080	\$444,800	\$727,454	\$1,124,600	2.6%
Transfer from Other Funds	\$2,042,726	\$2,010,000	\$2,200,384	\$2,207,218	5.2%
<i>Total Revenues and Other Financial Resources</i>	\$39,324,932	\$40,678,380	\$41,226,331	\$42,854,668	100.0%
<i>Expenditures and Other Financing Uses</i>					
Legislative and Judicial	\$327,104	\$398,270	\$392,970	\$432,475	0.9%
Administration and Finance	\$1,847,549	\$1,893,815	\$1,908,410	\$1,988,105	4.1%
Development and Engineering Services	\$686,792	\$1,138,985	\$1,138,985	\$1,197,450	2.5%
Engineering Division	\$349,249	\$0	\$0	\$0	0.0%
FEMA Storm Damage	\$2,696	\$0	\$0	\$0	0.0%
Police Department	\$8,146,278	\$8,895,530	\$8,920,050	\$9,186,551	18.8%
Fire Department	\$7,567,592	\$7,846,007	\$7,868,404	\$8,182,240	16.8%
Public Works Department :					
Operations Division	\$1,973,161	\$2,183,200	\$2,323,122	\$2,136,275	4.4%
Street Lighting and Signals	\$1,234,952	\$1,207,900	\$1,401,784	\$1,384,800	2.8%
Stormwater Management	\$166,719	\$224,350	\$195,320	\$332,400	0.7%
Cleveland Regional Jetport	\$0	\$534,800	\$708,100	\$1,078,100	2.2%
Animal Control	\$654,628	\$662,203	\$643,483	\$568,686	1.2%
Safety Program	\$96,819	\$104,370	\$115,870	\$121,170	0.2%
Parks and Recreation :					
Administration and Maintenance	\$728,039	\$726,975	\$760,932	\$828,325	1.7%
Landscape Maintenance	\$493,884	\$514,350	\$541,383	\$535,713	1.1%
College Hill Recreation Center	\$361,342	\$378,000	\$371,748	\$372,450	0.8%
Cleveland Community Center	\$368,719	\$349,450	\$352,350	\$376,750	0.8%
Tinsley Park	\$225,662	\$235,800	\$239,875	\$241,400	0.5%
Waterville Golf Course	\$485,306	\$529,775	\$538,153	\$556,280	1.1%
Grants and Other Agency Support	\$1,074,137	\$1,097,436	\$1,190,936	\$1,097,536	2.2%
Transfers to Other Funds	\$12,207,902	\$11,770,700	\$12,137,345	\$18,176,439	37.3%
<i>Total Expenditures and Other Financing Uses</i>	\$38,998,530	\$40,691,916	\$41,749,220	\$48,793,145	100.0%
<i>Increase (Decrease) in Fund Balance</i>	\$ 326,402	\$ (13,536)	\$ (522,889)	\$ (5,938,477)	
<i>Fund Balance at Beginning of FY</i>	\$ 12,065,684	\$ 12,392,086	\$ 12,392,086	\$ 11,869,197	
<i>Fund Balance at End of FY</i>	\$ 12,392,086	\$ 12,378,550	\$ 11,869,197	\$ 5,930,720	

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 and the State Street Aid Fund. (See Tab VIII.)

REVENUES:

Overview:

Revenues for FY2014 are estimated to be \$1,901,399 higher than FY2013. The significant differences for FY2014 are primarily due to an increase in property tax revenue as a result of the 18.51 cent property tax increase and higher Jetport revenues due to increased demand for aviation fuel.

The local economy continues to show signs of growth after several years of decline. For FY2015, property taxes are projected to grow \$539,000, which is an estimated 2.9% increase. The property tax rate will remain the same at \$1.7655 and the monthly sanitation fee will continue to be \$6.95. Street cut permits will increase to \$265 for a 48 square foot cut. This increase is necessary to cover Public Works actual costs associated with the cut. In addition, a proposed stormwater fee for Cleveland Utilities sewer customers that reside inside the city will generate approximately \$215,000 for the city's stormwater program.

Local sales tax is projected to increase \$193,500 or 2.3%. The Cleveland Regional Jetport is estimated to generate \$1,078,100 in revenues from fuel sales, t-hanger rentals, ground and land leases, and special events held at the facility.

The City has budgeted to use \$6,000,000 of the General Fund balance in FY2015 for construction of the Cleveland High School gym.

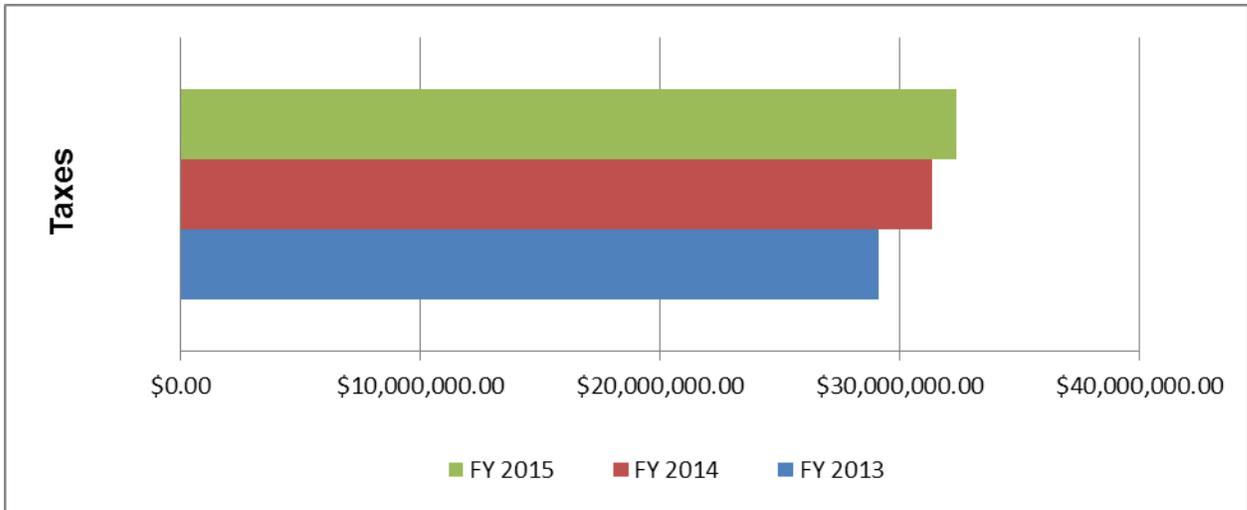
Local Taxes:

The City Council will adopt the same tax rate as FY2014 of \$1.7655 per \$100 of assessed value. Property tax is the largest source of revenue in the General Fund. At \$19,436,500 it represents 45% of total General Fund revenues.

The Local Option Sales Tax is projected to increase in FY2015 by 2.3%. This is the second largest revenue source in the General Fund at \$8,708,000, representing 20% of total General Fund revenues.

Local Taxes represent \$32,335,500 of the \$42,854,668 General Fund revenues, or 75.5%. Combined, the Property Tax and Local Option Sales Tax represent 65.7% of the total General Fund.

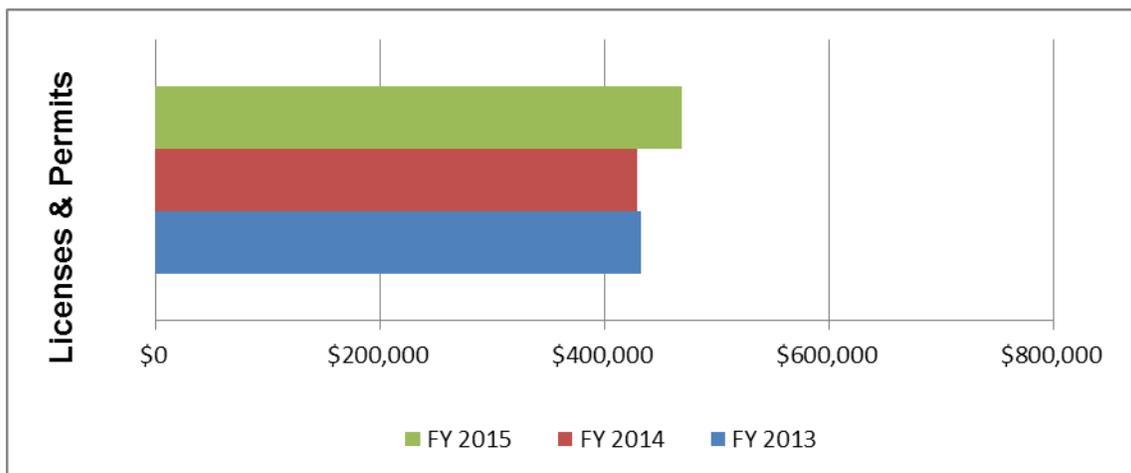
Taxes	FY 2013	FY 2014	% (+/-)	FY 2015	% (+/-)
Property Tax	\$16,628,885	\$18,889,288	13.6%	\$19,436,500	2.9%
Interest & Penalty on Tax	232,828	225,000	-3.4%	230,000	2.2%
In Lieu of Tax	247,399	256,000	3.5%	262,000	2.3%
Local Sales Tax	8,454,653	8,514,500	0.7%	8,708,000	2.3%
Wholesale Beer Tax	1,514,062	1,565,000	3.4%	1,612,000	3.0%
Gross Receipts Tax	1,139,178	1,075,000	-5.6%	1,207,000	12.3%
Franchise Tax	874,575	803,000	-8.2%	880,000	9.6%
Total Taxes	\$29,091,580	\$31,327,788	7.7%	\$32,335,500	3.2%



Licenses and Permits:

Licenses and Permits are projected to increase by 9.3%. Street cut permits comprises the largest portion of this increase. At \$468,400 Licenses and Permits represent 1.1% of total General Fund revenues.

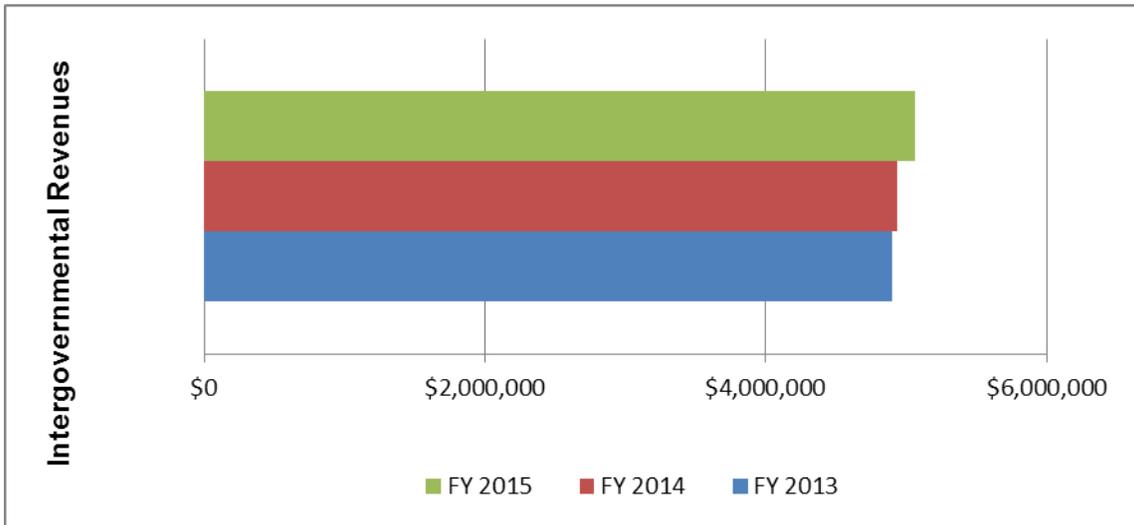
	FY 2013	FY 2014	% (+/-)	FY 2015	% (+/-)
Licenses & Permits					
Beer Licenses	\$4,175	\$5,600	34.1%	\$6,000	7.1%
Beer Renewal Fee	13,117	12,700	-3.2%	13,500	6.3%
Liquor License	0	2,000	N/A	0	-100.0%
Liquor License Renewal	22,440	22,000	-2.0%	22,500	2.3%
Building Permits	185,500	200,000	7.8%	200,000	0.0%
Electrical Permits	7,160	7,300	2.0%	7,300	0.0%
Electrical Licenses	17,373	17,500	0.7%	17,500	0.0%
Mechanical Permits	18,425	14,000	-24.0%	14,000	0.0%
Mechanical Licenses	6,800	3,500	-48.5%	6,800	94.3%
Plumbing Permits	39,152	38,000	-2.9%	40,000	5.3%
Plumbing Licenses	10,225	9,000	-12.0%	10,500	16.7%
Street Cut Permits	55,585	55,000	-1.1%	80,875	47.0%
Land Disturbance Permits	9,415	6,000	-36.3%	7,500	25.0%
Tree Permit	10	0	-100.0%	0	N/A
Rezoning Fee	4,200	3,000	-28.6%	4,000	33.3%
PUD Rezoning Fee	650	650	0.0%	650	0.0%
Zoning Appeal Fee	2,850	750	-73.7%	2,000	166.7%
Zoning Letter Fee	1,150	1,250	8.7%	1,250	0.0%
Minor Encroachment Fee	100	0	-100.0%	0	N/A
Certificate of Appropriateness	950	800	-15.8%	800	0.0%
Recr. Permits/Maint. Fee	6,365	5,200	-18.3%	6,500	25.0%
Plat Review Fee	2,555	2,500	-2.2%	2,500	0.0%
Plans Review Fee	16,906	15,000	-11.3%	17,000	13.3%
Certificate of Occupancy	6,050	6,500	7.4%	6,500	0.0%
Alley/Street Abandonment	600	150	-75.0%	500	233.3%
Wrecker Permit Fees	425	225	-47.1%	225	0.0%
Total	\$432,178	\$428,625	-0.8%	\$468,400	9.3%



Intergovernmental Revenues:

Intergovernmental Revenues are projected to increase 2.5%. These revenues are recovering slightly as the State's economy continues to slowly improve. 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 \$5,059,000, this revenue source is 11.8% of the total General Fund.

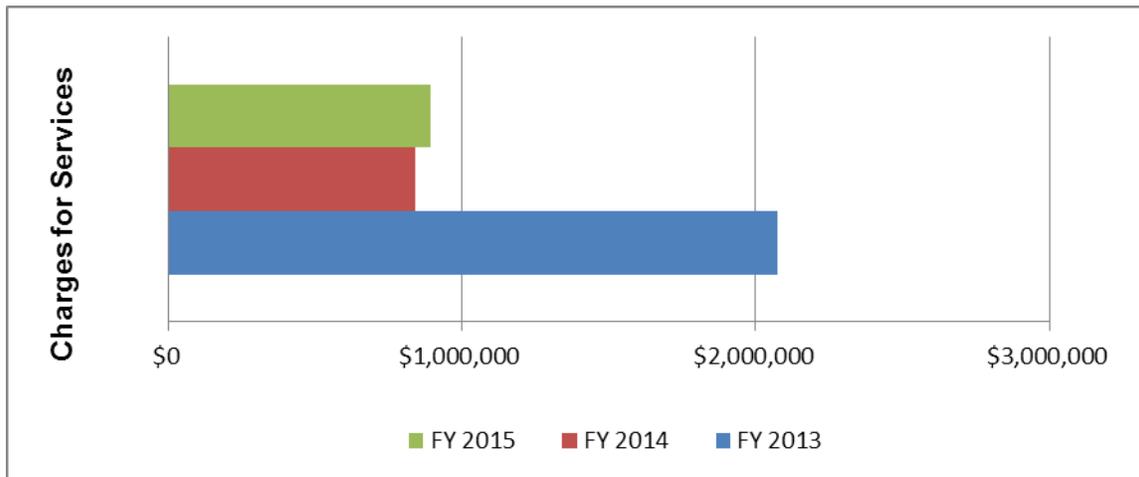
	FY 2013	FY 2014	% (+/-)	FY 2015	% (+/-)
Intergovernmental					
Federal Grant-Prot. Vests	\$2,926	\$0	-100.0%	\$0	N/A
Police Training Supp.	49,800	48,600	-2.4%	55,200	13.6%
Fire Training Supplement	48,000	52,800	10.0%	52,800	0.0%
State-Highway Safety Grant	0	5,000	N/A	0	-100.0%
State Sales Tax	2,857,391	2,915,000	2.0%	3,030,000	3.9%
State Income Tax	955,854	925,000	-3.2%	900,000	-2.7%
State Beer Tax	20,411	20,500	0.4%	20,500	0.0%
State Mixed Drink Tax	120,629	100,000	-17.1%	130,000	30.0%
State Gas Inspection Tax	84,592	85,000	0.5%	85,000	0.0%
State Hwy Maintenance	194,579	194,500	0.0%	194,500	0.0%
TVA-In Lieu of Taxes	471,568	472,000	0.1%	472,000	0.0%
State Excise Tax	92,911	119,000	28.1%	119,000	0.0%
Total	\$4,898,661	\$4,937,400	0.8%	\$5,059,000	2.5%



Charges for Services:

Charges for Services are projected to increase by 6.2% to \$893,000. This increase is attributed to the implementation of the stormwater fee. The revenue generated from this fee will be used to hire a consultant to develop the city's stormwater plan. Additional funds will be used to cover various stormwater projects. At \$893,000, this revenue source represents 2.1% of total General Fund revenues.

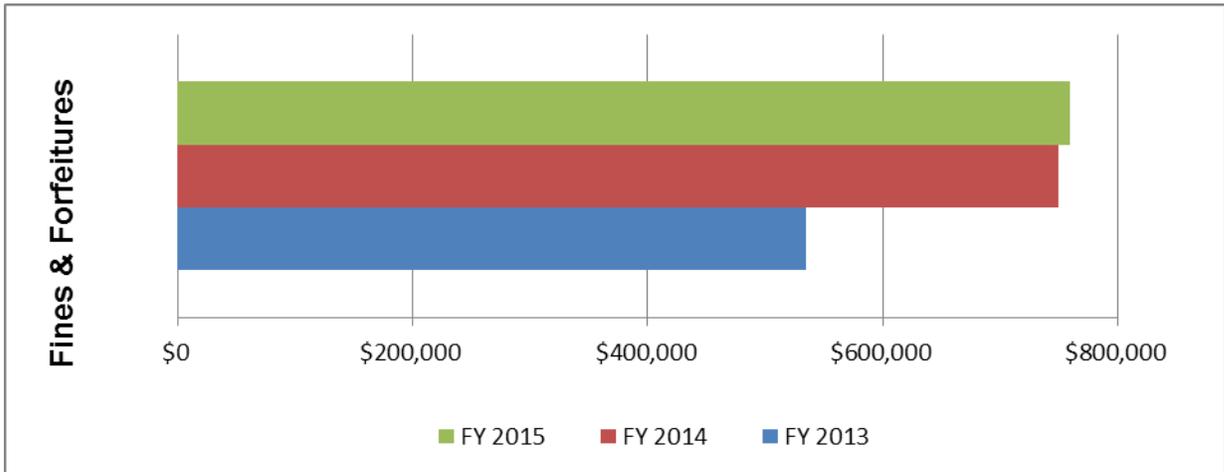
	FY 2013	FY 2014	% (+/-)	FY 2015	% (+/-)
Charges for services					
CHA Police Protection	\$50,000	\$50,000	0.0%	\$50,000	0.0%
Fire Inspection Fees	1,350	1,500	11.1%	1,500	0.0%
Police Dept-Cont Svcs	51,286	37,560	-26.8%	0	-100.0%
Airport Grounds Maintenance	14,152	15,000	6.0%	0	-100.0%
Stormwater Fee	0	0	N/A	215,400	N/A
Animal Control-Sale/BD Fees	103,423	57,500	-44.4%	57,500	0.0%
Animal Control-Animal Friendly	150	0	-100.0%	0	N/A
County-Animal Control	325,000	120,000	-63.1%	0	-100.0%
County-Fire Protection	911,100	0	-100.0%	0	N/A
County-Fire Tax	177,569	0	-100.0%	0	N/A
Wellness Program Dues	8,941	9,100	1.8%	9,100	0.0%
Waterville Golf Course	139,137	200,500	44.1%	202,500	1.0%
Tinsley Park	58,256	69,000	18.4%	73,000	5.8%
Cleveland Comm Center	10,705	6,000	-44.0%	10,000	66.7%
College Hill Recreation Center	15,155	18,920	24.8%	18,500	-2.2%
Parks & Rec-Misc	3,346	2,500	-25.3%	2,500	0.0%
SRO-City Schools	202,996	253,000	24.6%	253,000	0.0%
Total	\$2,072,566	\$840,580	-59.4%	\$893,000	6.2%



Fines and Forfeitures:

Fines and Forfeitures are projected to increase by 1.3%. The largest revenue source by far is traffic tickets from Municipal Court, followed by fines from General Sessions Court and drug fines. At \$759,450, this revenue source is 1.8% of total General Fund revenues.

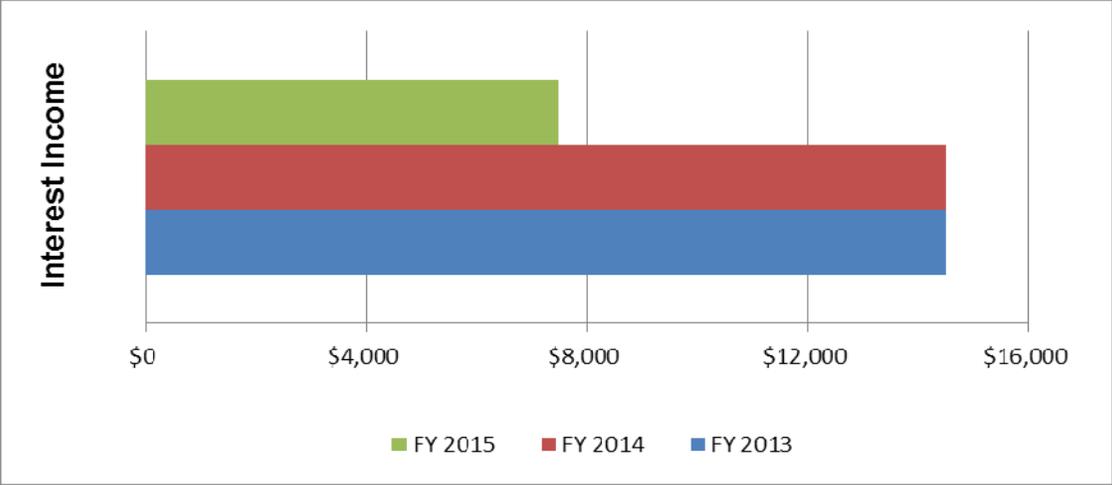
	FY 2013	FY 2014	% (+/-)	FY 2015	% (+/-)
Fines & Forfeitures					
Traffic Tickets	\$357,199	\$560,000	56.8%	\$560,000	0.0%
Parking Tickets	17,405	30,000	72.4%	30,000	0.0%
Animal Shelter	500	600	20.0%	600	0.0%
Code Enforcement Fines	2,600	2,000	-23.1%	2,000	0.0%
Beer Fines	1,000	0	-100.0%	0	N/A
Court Clerk Fees	2,418	3,500	44.7%	3,500	0.0%
Bradley Co.-Drug Fines	12,796	14,000	9.4%	16,000	14.3%
Sessions Court	43,709	43,000	-1.6%	46,500	8.1%
Circuit Court	13,851	10,000	-27.8%	13,850	38.5%
Officers-Sessions	68,332	72,500	6.1%	72,500	0.0%
Officers-Circuit	6,367	5,500	-13.6%	6,000	9.1%
State Refunds	355	500	40.8%	500	0.0%
Sex Offender Registry	8,100	8,000	-1.2%	8,000	0.0%
	\$534,632	\$749,600	40.2%	\$759,450	1.3%



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, the projected income from this revenue source has decreased in FY2015.

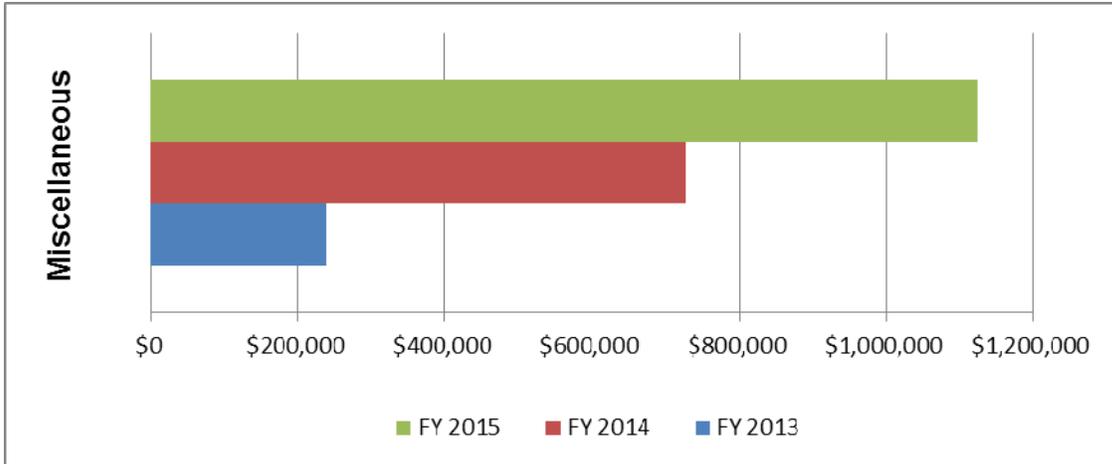
	FY 2013	FY 2014	% (+/-)	FY 2015	% (+/-)
Interest Income					
Interest Income	\$14,509	\$14,500	-0.1%	\$7,500	-48.3%
	\$14,509	\$14,500	-0.1%	\$7,500	-48.3%



Miscellaneous Revenues:

Miscellaneous Revenues are projected to decrease by \$397,146, or 55%. The Cleveland Regional Jetport is estimated to generate \$1,078,100 in revenue 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 \$1,124,600 this revenue source is 2.6% of total General Fund revenues.

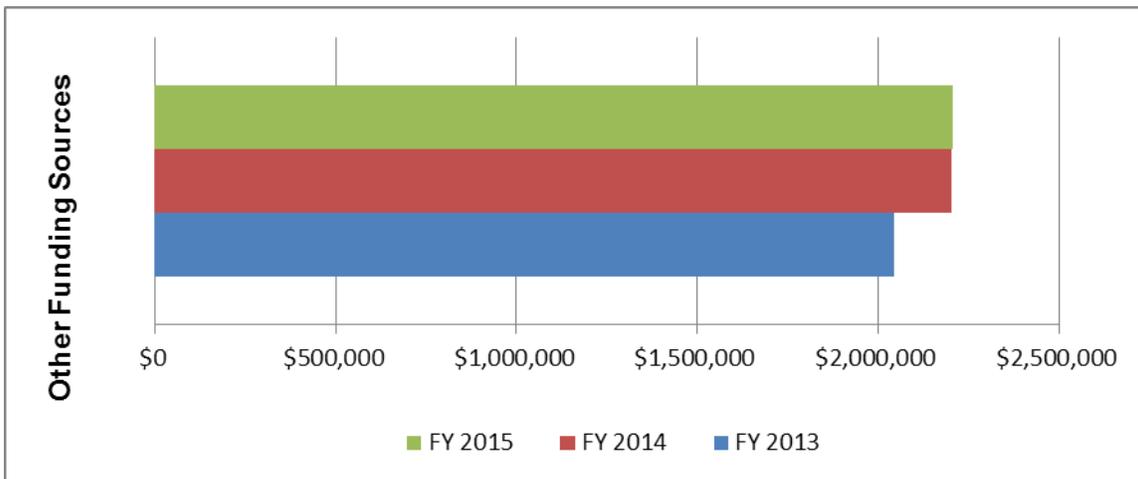
	FY 2013	FY 2014	% (+/-)	FY 2015	% (+/-)
Miscellaneous					
Taser Court Reimbursement	\$12	\$0	-100.0%	\$0	N/A
Auction-Sale of Equipment	22,035	0	-100.0%	0	N/A
Sale of Scrap Metal	4,257	6,000	40.9%	5,000	-16.7%
Donation-Memorial Trees	10,170	7,250	-28.7%	0	-100.0%
Old Timers Banquet Revenue	1,420	2,500	76.1%	1,500	-40.0%
Greenway Pac	6,287	5,450	-13.3%	0	-100.0%
Sign/Decal Reimbursement	3,262	3,500	7.3%	3,000	-14.3%
Donations-Fire Dept	1,000	10,566	956.6%	0	-100.0%
Donations-Police Memorial	7,836	0	-100.0%	0	N/A
Police-Misc Donations	750	0	-100.0%	0	N/A
TML Safety Grant-Matching	2,000	2,000	0.0%	0	-100.0%
TML Package Bonus	5,000	5,000	0.0%	5,000	0.0%
TML Driver Safety Grant	0	5,000	N/A	0	-100.0%
Misc. Insurance Revenue	7,844	0	-100.0%	0	N/A
TML Reimbursement-PW Truck	4,774	39,900	735.8%	0	-100.0%
Animal Control Donations	2,017	1,000	-50.4%	0	-100.0%
Animal Control Sponser Adoptions	15,073	7,176	-52.4%	0	-100.0%
Donations-National Night Out	500	500	0.0%	0	-100.0%
TML Reimb.-Police Vehicle	11,613	0	-100.0%	0	N/A
Fire Misc/Reports	99	0	-100.0%	0	N/A
TML-Reimb. for Property Damage	3,389	39,834	1075.4%	0	-100.0%
TML-Work Comp Salary Reimb	447	0	-100.0%	0	N/A
Employee Jury Duty Reimb.	66	0	-100.0%	0	N/A
Sundry Income	21,728	33,478	54.1%	32,000	-4.4%
Insurance Rebate – Cigna	89,964	0	-100.0%	0	N/A
Temp Coll - Business Tax	385	0	-100.0%	0	N/A
Temporary Collection	36	0	-100.0%	0	N/A
Misc. Seized/Confiscated Funds	16,035	0	-100.0%	0	N/A
BTA-Booth Renewal Fee	81	0	-100.0%	0	N/A
Jetport - Jet Fuel	0	312,000	N/A	713,300	128.6%
Jetport – AvGas	0	151,000	N/A	185,200	22.6%
Jetport - Ground/Land Lease	0	14,700	N/A	50,300	242.2%
Jetport - T-Hangar Rent	0	67,200	N/A	67,800	0.9%
Jetport - Terminal Bldg Rental	0	5,500	N/A	7,500	36.4%
Jetport - Tie Downs	0	1,500	N/A	1,500	0.0%
Jetport - Community Hangar	0	1,400	N/A	1,400	0.0%
Jetport - Video Advertisement	0	5,000	N/A	15,000	200.0%
Jetport - Ramp Fee	0	0	N/A	15,600	N/A
Jetport - Special Events	0	0	N/A	20,500	N/A
Total	\$238,080	\$727,454	205.6%	\$1,124,600	54.6%



Other Funding Sources:

Payments received as a transfer from Cleveland Utilities include \$212,221 for In-Lieu of Tax – Water Revenue, which is based upon the value of the Water Division assets, net of depreciation and \$1,994,997 as a transfer from Cleveland Utilities Electric Division which represents the amount of property tax the Electric Division would pay if they were a privately owned company. No transfer of profits is made from Cleveland Utilities to the General Fund, as is done in some other states. This revenue source is 5.2% of the total General Fund revenues.

	FY 2013	FY 2014	% (+/-)	FY 2015	% (+/-)
Other Funding Sources					
Transfer from CU - Water	\$205,046	\$209,000	1.9%	\$212,221	1.5%
Transfer from CU - Electric	\$1,837,680	\$1,991,384	8.4%	\$1,994,997	0.2%
	\$2,042,726	\$2,200,384	7.7%	\$2,207,218	0.3%



FUND #110 - GENERAL FUND						
REVENUES						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
Tax Revenues:						
31110	PROPERTY TAXES-REAL/PP	16,284,761	18,500,000	18,500,000	19,039,500	19,039,500
31120	PROPERTY TAXES-UTILITY	344,124	390,000	389,288	397,000	397,000
31310	INT AND PENALTY ON TAXES	232,828	225,000	225,000	230,000	230,000
31510	IN LIEU OF TAXES	247,399	256,000	256,000	262,000	262,000
31610	LOCAL SALES TAX	8,454,653	8,424,500	8,514,500	8,708,000	8,708,000
31710	WHOLESALE BEER TAX	1,514,062	1,565,000	1,565,000	1,612,000	1,612,000
31820	GROSS RCPTS TX/BUSINESS	1,139,178	1,075,000	1,075,000	1,207,000	1,207,000
31910	FRANCHISE TAXES-GAS	435,777	380,000	380,000	420,000	420,000
31911	FRANCHISE TAXES-CHARTER	438,798	423,000	423,000	460,000	460,000
Subtotal:		29,091,580	31,238,500	31,327,788	32,335,500	32,335,500
Licenses & permits:						
32210	BEER LICENSES	4,175	5,600	5,600	6,000	6,000
32211	BEER RENEWAL FEES	13,117	12,700	12,700	13,500	13,500
32220	LIQUOR LICENSE	0	2,000	2,000	0	0
32221	LIQUOR LICENSE RENEWAL	22,440	22,000	22,000	22,500	22,500
32610	BUILDING PERMITS	185,500	200,000	200,000	200,000	200,000
32620	ELECTRICAL PERMITS	7,160	7,300	7,300	7,300	7,300
32622	ELECTRICIANS LICENSES	17,373	19,000	17,500	17,500	17,500
32625	MECHANICAL PERMITS	18,425	14,000	14,000	14,000	14,000
32626	MECHANICAL LICENSES	6,800	3,500	3,500	6,800	6,800
32630	PLUMBING PERMITS	39,152	38,000	38,000	40,000	40,000
32632	PLUMBING LICENSES	10,225	9,000	9,000	10,500	10,500
32650	STREET CUT PERMITS	55,585	55,000	55,000	55,500	80,875
32651	LAND DISTURBANCE PERMITS	9,415	6,000	6,000	7,500	7,500
32652	TREE PERMIT	10	0	0	0	0
32660	REZONING FEE	4,200	3,000	3,000	4,000	4,000
32661	PUD REZONING FEE	650	650	650	650	650
32662	ZONING APPEAL FEE	2,850	750	750	2,000	2,000
32663	ZONING LETTER FEE	1,150	1,250	1,250	1,250	1,250
32664	MINOR ENCROACHMENT FEE	100	0	0	0	0
32665	CERTIFICATE OF APPROPRIATENESS	950	800	800	800	800
32690	RECR. PERMITS/MAINT FEE	6,365	5,200	5,200	6,500	6,500
32691	PLAT REVIEW FEE	2,555	2,500	2,500	2,500	2,500
32692	PLANS REVIEW FEE	16,906	15,000	15,000	17,000	17,000
32693	CERTIFICATE OF OCCUPANCY	6,050	6,500	6,500	6,500	6,500
32694	ALLEY/STREET ABANDONMENT	600	150	150	500	500
32991	WRECKER PERMIT FEES	425	225	225	225	225
Subtotal:		432,178	430,125	428,625	443,025	468,400
Intergovernmental:						
33200	FEDERAL GRANT-PRO VEST	2,926	0	0	0	0
33410	POLICE TRAINING SUPPLEMENT	49,800	49,800	48,600	55,200	55,200
33411	FIRE TRAINING SUPPLEMENT	48,000	48,000	52,800	52,800	52,800
33412	STATE-HIGHWAY SAFETY GRANT	0	0	5,000	0	0
33510	STATE SALES TAX	2,857,391	2,915,000	2,915,000	3,030,000	3,030,000
33520	STATE INCOME TAX	955,854	800,000	925,000	900,000	900,000
33530	STATE BEER TAX	20,411	20,500	20,500	20,500	20,500
33540	STATE MIXED DRINK TAX	120,629	100,000	100,000	130,000	130,000
33552	STATE GAS INSPECTION TAX	84,592	85,000	85,000	85,000	85,000
33559	STATE HWY MAINTENANCE	194,579	200,000	194,500	194,500	194,500
33591	TVA-IN LIEU OF TAXES	471,568	472,000	472,000	472,000	472,000
33593	STATE EXCISE TAX	92,911	92,000	119,000	119,000	119,000
Subtotal:		4,898,661	4,782,300	4,937,400	5,059,000	5,059,000

FUND #110 - GENERAL FUND						
REVENUES						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
Charges for services:						
34211	CHA POLICE PROTECTION	50,000	50,000	50,000	50,000	50,000
34221	FIRE INSPECTION FEES	1,350	1,500	1,500	1,500	1,500
34260	POLICE-CONTRACTED SVCS	51,286	0	37,560	0	0
34316	AIRPORT GROUNDS MAINT.	14,152	15,000	15,000	0	0
34351	STORMWATER FEE	0	0	0	0	215,400
34510	ANIMAL CONTROL-SALES/BD FEES	103,423	85,000	57,500	57,500	57,500
34512	ANIMAL CONTROL-ANIMAL FRIENDLY	150	0	0	0	0
34513	COUNTY-ANIMAL CONTROL	325,000	298,455	120,000	0	0
34514	COUNTY-FIRE PROTECTION	911,100	0	0	0	0
34515	COUNTY-FIRE TAX	177,569	0	0	0	0
34700	WELLNESS PROGRAM DUES - CITY	8,941	9,100	9,100	9,100	9,100
34701	WATERVILLE -MISCELLANEOUS REV	1,930	2,000	2,000	2,000	2,000
34702	PERMITS-JR/SR	14,453	20,000	20,000	20,000	20,000
34703	PERMITS-INDIVIDUAL	4,758	7,000	7,000	7,000	7,000
34704	PERMITS-FAMILY	770	2,000	2,000	2,000	2,000
34705	WATERVILLE -TOURNAMENTS/LEAGUES	5,808	10,000	10,000	10,000	10,000
34706	WATERVILLE -SPECIALS/PROMOTIONS	59,454	80,000	80,000	80,000	80,000
34707	CART RENTAL FEE	12,888	17,000	17,000	17,000	17,000
34709	CART SHED RENTAL	1,450	1,500	1,500	1,500	1,500
34710	GREEN FEE-WKDAY REG	455	2,000	2,000	2,000	2,000
34711	GREEN FEE-WKDAY 9 HOLE	2,556	3,500	3,500	4,500	4,500
34712	GREEN FEE-WKDAY JR/SR	4,610	9,000	9,000	9,000	9,000
34713	GREEN FEE-WKEND REG	799	2,000	2,000	2,000	2,000
34714	GREEN FEE-WKEND 9 HOLE	868	3,000	3,000	3,000	3,000
34715	WATERVILLE -CONCESSIONS	19,457	30,000	30,000	30,000	30,000
34716	WATERVILLE -PRO-SHOP INCOME	2,186	3,500	3,500	4,500	4,500
34717	WELLNESS PROG. DUES-SCHOOLS	2,773	3,000	3,000	3,000	3,000
34719	WELLNESS PROG. DUES - CU	3,922	5,000	5,000	5,000	5,000
34721	TINSLEY-POOL GATE	20,236	25,000	25,000	25,000	25,000
34722	TINSLEY-POOL CONCESSIONS	7,728	7,000	7,000	7,500	7,500
34732	TINSLEY-POOL RENTAL	4,110	5,500	5,500	5,500	5,500
34741	TINSLEY-PARK GATE (TOURN)	0	4,000	4,000	4,000	4,000
34742	TINSLEY-PARK CONCESSIONS	24,432	25,000	25,000	27,500	27,500
34743	TINSLEY-PARK RENTAL	1,750	2,500	2,500	3,500	3,500
34744	CLEVE COMMUNITY CTR	10,705	6,000	6,000	10,000	10,000
34745	COLLEGE HILL RECREATION	5,517	9,000	9,000	9,000	9,000
34746	COLLEGE HILL CHEERLEADING	968	0	270	0	0
34747	COLLEGE HILL FOOTBALL	1,064	0	1,150	0	0
34791	COLLEGE HILL PROGRAM FEES	7,606	8,500	8,500	9,500	9,500
34799	PARKS & REC MISCELLANEOUS	3,346	2,500	2,500	2,500	2,500
34912	SRO-CITY SCHOOLS	202,996	203,000	253,000	253,000	253,000
34912	SRO-2 ADDTL CITY SCHOOLS	0	50,000	0	0	0
Subtotal:		2,072,566	1,007,555	840,580	677,600	893,000
Fines & forfeits:						
35110	TRAFFIC TICKETS	357,199	560,000	560,000	560,000	560,000
35111	PARKING TICKETS	17,405	30,000	30,000	30,000	30,000
35112	ANIMAL SHELTER	500	600	600	600	600
35113	CODE ENFORCEMENT FINES	2,600	3,000	2,000	2,000	2,000
35114	BEER FINES	1,000	0	0	0	0
35116	COURT CLERK FEES	2,418	3,500	3,500	3,500	3,500
35140	BRADLEY CO-DRUG FINES	12,796	14,000	14,000	16,000	16,000
35160	SESSIONS COURT	43,709	43,000	43,000	46,500	46,500
35161	CIRCUIT COURT	13,851	10,000	10,000	13,850	13,850
35162	OFFICERS-SESSIONS	68,332	72,500	72,500	72,500	72,500
35163	OFFICERS-CIRCUIT	6,367	5,500	5,500	6,000	6,000
35164	STATE REFUNDS	355	500	500	500	500
35166	SEX OFFENDER REGISTRY	8,100	8,000	8,000	8,000	8,000
Subtotal:		534,632	750,600	749,600	759,450	759,450

FUND #110 - GENERAL FUND						
REVENUES						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
Interest income:						
36110	INTEREST INCOME	14,509	14,500	14,500	7,500	7,500
Subtotal:		14,509	14,500	14,500	7,500	7,500
Miscellaneous:						
36201	TASER COURT REIMBURSEMENT	12	0	0	0	0
36330	AUCTION-SALE OF EQUIPMENT	22,035	0	0	0	0
36514	SALE OF SCRAP METAL	4,257	6,000	6,000	5,000	5,000
36704	DONATION-TREES-MEMORIAL	10,170	0	7,250	0	0
36706	OLD TIMERS BANQUET REVENUE	1,420	2,500	2,500	1,500	1,500
36708	GREENWAY PUBLIC ARTS COMM	6,287	0	5,450	0	0
36710	SIGN/DECAL REIMBURSEMENT	3,262	3,500	3,500	3,000	3,000
36712	DONATIONS-FIRE DEPT	1,000	0	10,566	0	0
36715	DONATIONS - POLICE MEMORIAL	7,836	0	0	0	0
36716	POLICE-MISC DONATIONS	750	0	0	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	0	0	5,000	0	0
36728	MISC INSURANCE REVENUE	7,844	0	0	0	0
36729	REIMB-PUBLIC WORKS TRUCK	4,774	0	39,900	0	0
36731	ANIMAL CONTROL-DONATIONS	2,017	0	1,000	0	0
36732	ANIMAL CONTROL SPONSER ADOPTIONS	15,073	10,000	7,176	0	0
36734	DONATIONS - NATIONAL NIGHT OUT	500	0	500	0	0
36980	TML REIMB-POLICE VEH.	11,613	0	0	0	0
36982	FIRE MISC/REPORTS	99	0	0	0	0
36983	TML-REIMB. FOR PROP. DAMAGE	3,389	0	39,834	0	0
36984	TML-WORK COMP SALARY REIMB	447	0	0	0	0
36985	EMPLOYEE JURY DUTY REIMB	66	0	0	0	0
36990	SUNDRY INCOME	5,693	15,000	21,478	15,000	15,000
36991	INSURANCE REBATE - CIGNA	89,964	0	0	0	0
36992	SUNDRY INCOME - COPIES	0	0	0	0	0
36993	SUNDRY INC - CLERK & MASTER	16,035	12,000	12,000	17,000	17,000
36994	TEMP COLL - BUSINESS TAX	385	0	0	0	0
36995	TEMPORARY COLLECTION	36	0	0	0	0
36996	MISC. SEIZED/CONFISCATED FUNDS	16,035	0	0	0	0
36998	BTA - BOOTH RENEWAL FEE	81	0	0	0	0
37511	JETPORT- JET FUEL	0	210,000	312,000	713,300	713,300
37513	JETPORT - AVGAS	0	90,500	151,000	185,200	185,200
37514	JETPORT - GROUND/LAND LEASE	0	14,700	14,700	50,300	50,300
37516	JETPORT - T-HANGAR RENT	0	67,200	67,200	67,800	67,800
37517	JETPORT - TERMINAL BLDG RENTAL	0	5,500	5,500	7,500	7,500
37518	JETPORT - TIE DOWNS	0	1,500	1,500	1,500	1,500
37519	JETPORT - COMMUNITY HANGAR	0	1,400	1,400	1,400	1,400
37522	JETPORT - VIDEO ADVERTISEMENT	0	0	5,000	15,000	15,000
37523	JETPORT - RAMP FEE	0	0	0	15,600	15,600
37524	JETPORT - SPECIAL EVENTS	0	0	0	20,500	20,500
Subtotal:		238,080	444,800	727,454	1,124,600	1,124,600
TOTAL REVENUES 110		37,282,206	38,668,380	39,025,947	40,406,675	40,647,450
Other Funding Sources:						
37198	TRANSFER FROM C.U. - WATER	205,046	209,000	209,000	212,221	212,221
37398	TRANSFER FROM C.U. - ELECTRIC	1,837,680	1,801,000	1,991,384	1,994,997	1,994,997
TOTAL OTHER FUNDING SOURCES		2,042,726	2,010,000	2,200,384	2,207,218	2,207,218
TOTAL FUNDING AVAILABLE:		39,324,932	40,678,380	41,226,331	42,613,893	42,854,668

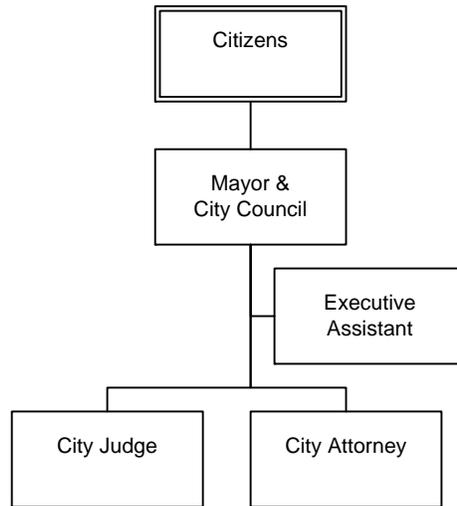
Legislative and Judicial



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 ordinances 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 2013 Actual	FY 2014 Budgeted	FY 2015 Proposed	Percentage Increase
Personnel Expenditures	\$264,659	\$289,020	\$292,525	1.2%
Operating Expenditures	\$61,234	\$101,750	\$137,750	35.4%
Capital Outlay & Debt Service	\$1,211	\$2,200	\$2,200	0%
Total Expenditures	\$327,104	\$392,970	\$432,475	10.1%
FTE's	1	1	1	

Goals and Objectives:

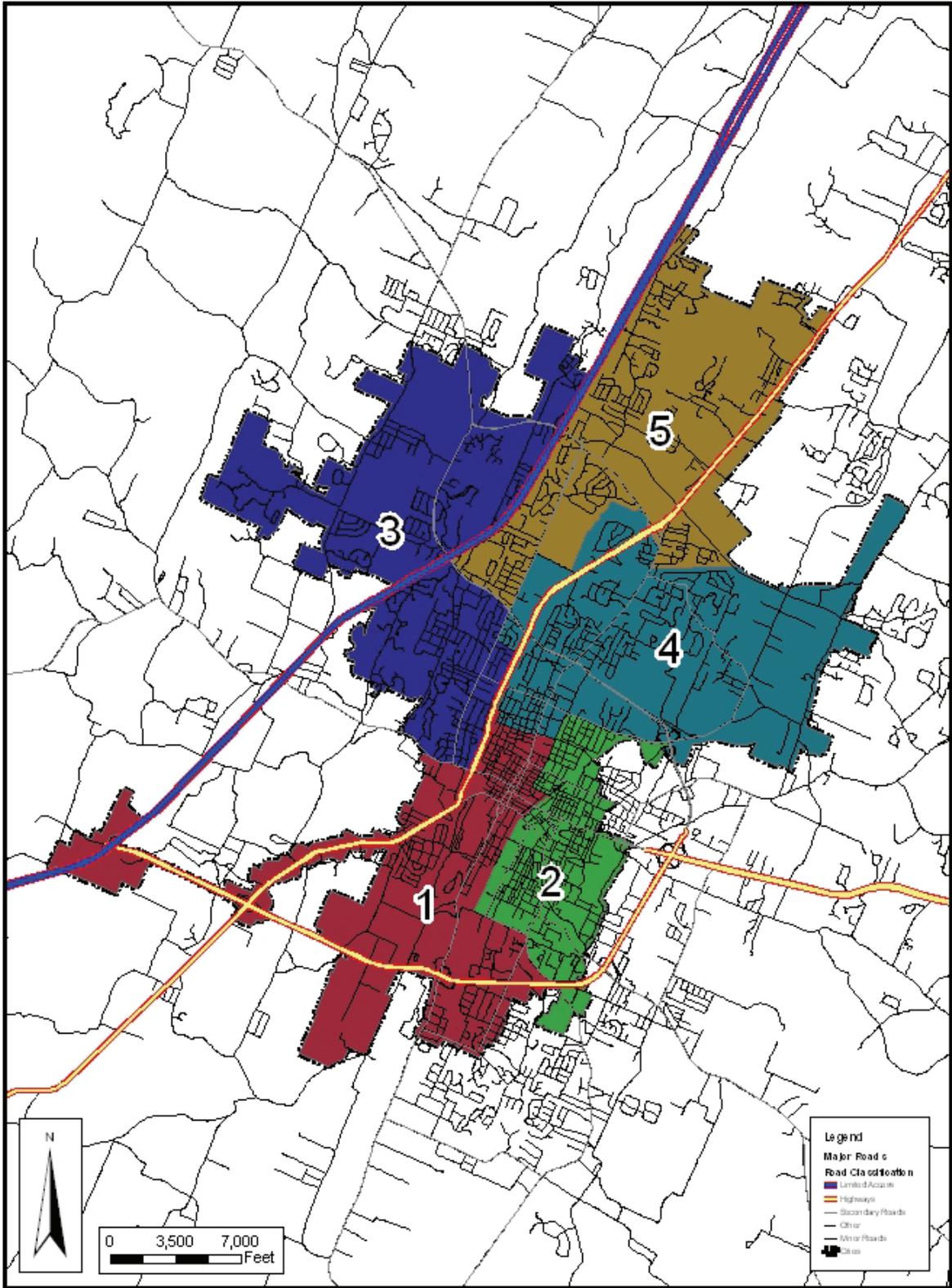
- To provide political leadership to the community in order to enhance the quality of life for all residents.
- Maintain the financial position of the City while providing high quality municipal services.
- Develop long-range financial plans to assure that community goals can be obtained.
- Hold annual Council Planning Retreat to determine City-wide needs and priorities.
- To increase the number of jobs recruited by 5% in FY2015.
- Attract five new retail businesses and three restaurants in FY2015.

- 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.
- Design and install infrastructure for new industrial park.

Performance Measures:

Measure Description	FY2012 (Actual)	FY2013 (Actual)	FY2014 (Estimated)	FY2015 (Projected)
Number of City Council Meetings	22	22	22	23
City's Bond Rating by Moody's/S&P	Aa3/A+	Aa3/A+	AA/Aa3	AA/Aa3
Six-Year CIP Adopted	YES	YES	YES	YES
# New Industries Recruited	8	5	7	2
# of Jobs Created	80	65	100	200
# of new restaurants	3	3	3	4
# of new retail businesses	2	2	2	3

OBJECT CODE	FUND 110-GENERAL	DEPT-41110- LEGISLATIVE & JUDICIAL				
		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
Personnel and fringe benefits:						
111	SALARIES-ADMIN	61,415	63,550	63,550	65,775	65,775
112	SALARIES-CITY COUNCIL	62,475	62,400	62,400	62,400	62,400
113	SALARIES-JUDICIAL	34,830	34,900	34,900	36,020	36,020
114	PART TIME WAGES	0	1,200	1,200	0	0
131	SERVICE AWARDS	0	700	725	700	700
132	LONGEVITY WAGES	3,600	4,000	3,700	3,850	3,850
133	SOLD VACATIONS	1,180	1,200	1,250	1,300	1,300
134	CHRISTMAS BONUS WAGES	742	400	325	430	430
140	DENTAL INSURANCE	4,276	6,720	6,720	6,720	6,720
141	SOCIAL SECURITY TAXES	11,222	12,600	12,600	12,980	12,980
142	HEALTH INSURANCE EXP	61,458	69,000	69,000	69,000	69,000
143	RETIREMENT EXP	22,187	27,500	27,500	28,200	28,200
144	LIFE/DISABILITY INSURANCE	1,274	5,150	5,150	5,150	5,150
Subtotal:		264,659	289,320	289,020	292,525	292,525
Operating expenditures:						
172	ELECTION	0	0	0	15,000	15,000
211	POSTAGE	156	500	500	500	500
221	PRINTING EXPENSE	495	1,500	1,500	1,500	1,500
233	SUBSC. & MEMBERSHIPS	665	5,200	5,200	5,200	5,200
237	ADVERTISING	941	3,000	3,000	3,000	3,000
245	TELEPHONE AND PAGER EXP	13,922	11,000	13,000	11,000	11,000
250	CONTRACTED SVS	0	0	11,000	24,000	24,000
255	ADMINSTRATIVE OFFICER SVCS	0	16,000	5,000	16,000	16,000
256	GOV'T CONSULTING SVCS	6,000	8,000	3,000	0	0
262	EQUIPMENT REPAIR/REPLCMNT	772	1,600	1,600	1,600	1,600
263	CONT SVC-ELEVATOR/COPIER	3,902	4,500	4,500	4,500	4,500
266	BUILDING MAINTENANCE	0	0	200	0	0
267	EMER REPAIRS-CITY BLDGS	8,490	15,000	15,000	15,000	15,000
283	TRAINING/TRAVEL EXP	5,131	12,000	12,000	12,000	12,000
287	COUNCIL WORK SESSIONS	2,080	3,000	3,000	3,000	3,000
288	COMPLIMENTARY MEALS	681	1,500	1,500	1,500	1,500
319	OFFICE EXPENSE	4,272	4,000	4,000	4,000	4,000
324	JANITORIAL EXP	0	400	400	400	400
513	INSURANCE-GENERAL LIABILITY	1,154	950	950	950	950
514	WORKER'S COMPENSATION	(31)	1,200	1,200	1,200	1,200
532	RENT-PARKING LOTS	0	1,800	1,800	1,800	1,800
593	SERVICE PINS-ALL DEPTS	538	900	900	900	900
595	EMPLOYEE C-MAS DINNER	0	2,200	0	2,200	2,200
596	EMPLOYEE PICNIC	12,038	12,000	12,000	12,000	12,000
599	MISCELLANEOUS EXP	28	500	500	500	500
Subtotal:		61,234	106,750	101,750	137,750	137,750
Capital outlay and debt service:						
947	OFFICE MACHINERY & EQUIP	11	700	700	700	700
949	COUNCIL ROOM EQUIPMENT	1,200	1,500	1,500	1,500	1,500
Subtotal:		1,211	2,200	2,200	2,200	2,200
TOTAL	DEPARTMENT 41110	327,104	398,270	392,970	432,475	432,475



City of Cleveland Voting Districts

Administration and Finance



City Manager Janice Casteel

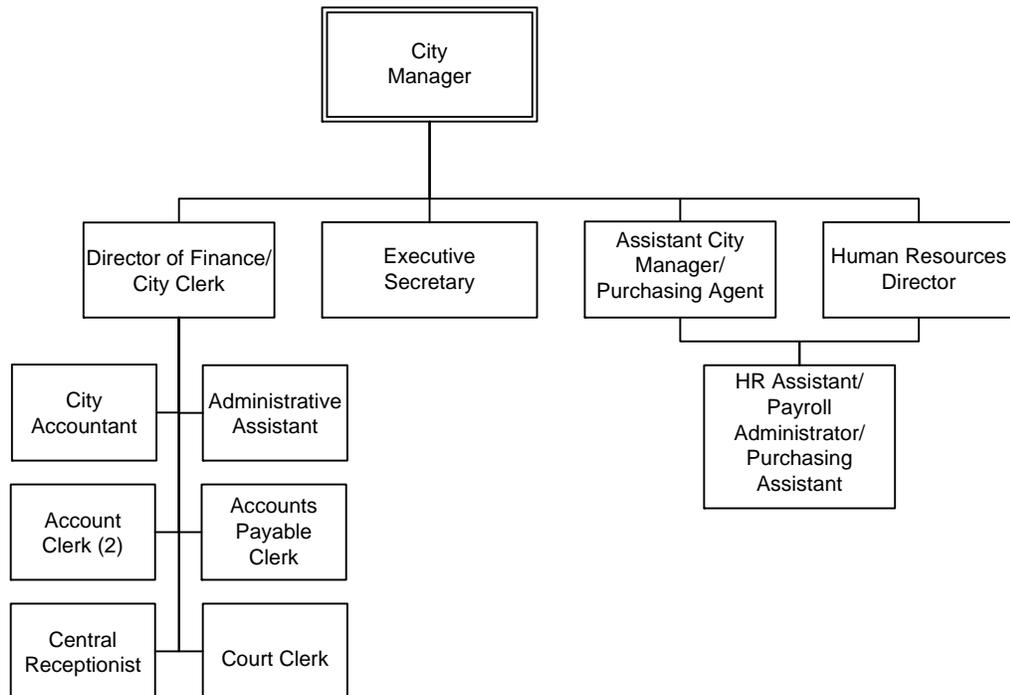


Director of Finance Shawn McKay



Administrative Assistant Christy Bryant and Accountant Amy Newman

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 due to the large number of fixed assets which fall in this category, and because 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 \$438,100 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 aid the department in its 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 earns 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 2013 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 2013 Actual	FY 2014 Budgeted	FY 2015 Proposed	Percentage Increase
Personnel Expenditures	\$1,042,637	\$1,054,330	\$1,095,530	3.9%
Operating Expenditures	\$804,543	\$844,280	\$891,075	5.5%
Capital Outlay & Debt Service	\$369	\$9,800	\$1,500	-84.7%
Total Expenditures	\$1,847,549	\$1,908,410	\$1,988,105	4.2%
FTE's	14.58	14.58	14.58	

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 FY2015.
- To add 10 new vendors to continue to aggressively pursue competitive purchasing to assure best pricing.
- Increasing the scanning of documents required by the City's Record Retention Policy by 5% by next year.
- Implement collection of traffic citations online.
- Continue to improve and update City's website.
- Continue use of procurement cards to purchase materials and provide online access to City departments.
- Begin installation of laptop computers in fire truck.
- Update software for e-ticketing compatibility.
- 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.
- Maintain and update departmental 15-year equipment programs.

Performance Measures:

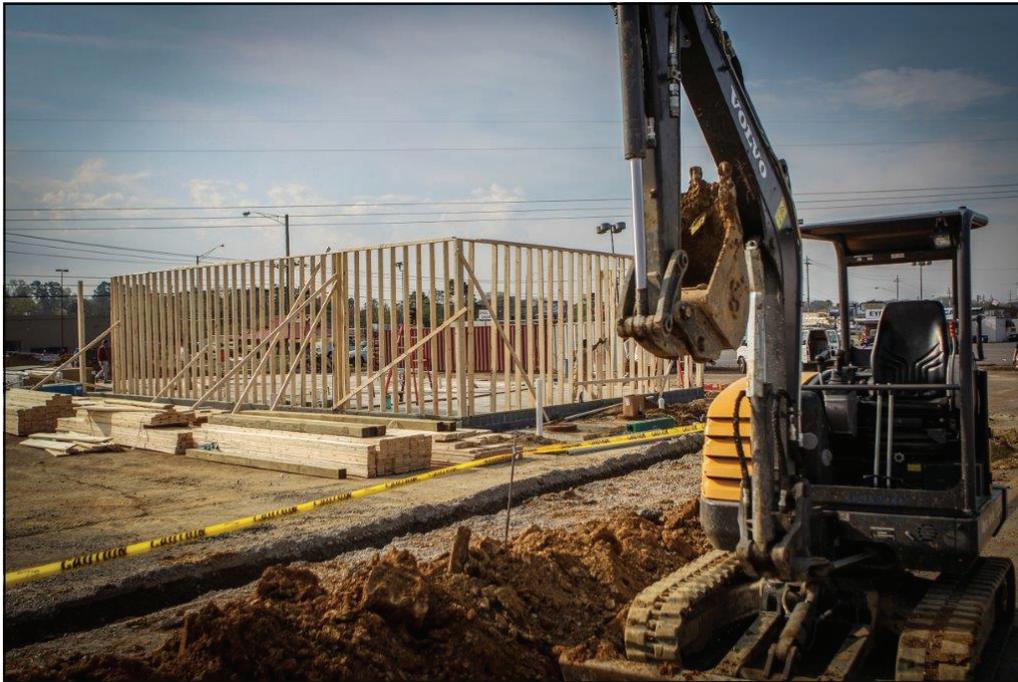
Measure Description	FY2012 (Actual)	FY2013 (Actual)	FY2014 (Estimated)	FY2015 (Projected)
Clean Audit Opinion Received	Yes	Yes	Yes	Yes
Bad Debt Write-off	\$3,338	\$17,159	\$30,000	\$30,000
# of Financial Policies Not Met	None	None	None	None
# of Transactions Processed by Revenue Collection Division	45,057	40,510	40,645	42,069
# of online Property Tax Payments	171	140	176	180
Combined Current and Delinquent Property Tax Collection as % of Current Tax Levy	93.9%	93.5%	99.8%	99.8%
# of Municipal Court Cases Handled	1,667	1,514	1,425	1,470
Dollar amount of Garnishments collected	\$176	\$0	\$0	\$0
# of Purchase Orders Issued	1,468	1,464	1,350	1,325
# of Checks written	4,121	4,491	4,500	4,500
Dollar amount of Procurement Card purchases	\$519,048	\$541,518	\$545,000	\$545,000
# of Bids	26	13	26	24
% of Employees Utilizing Payroll Direct Deposit	49%	47%	53%	55%
# of Moving Citations Entered	5,604	4,061	3,900	6,000
# of Parking Citations Entered	1,130	1,080	1,401	1,420
% of moving Citations Collected (written during this fiscal year)	85%	84%	76%	80%
% of parking Citations collected (written during this fiscal year)	82%	85%	86%	86%
% of moving Citations outstanding	9%	10%	12%	11%
% of parking Citations outstanding	12%	11%	14%	12%

*Number decreased due to new City website.

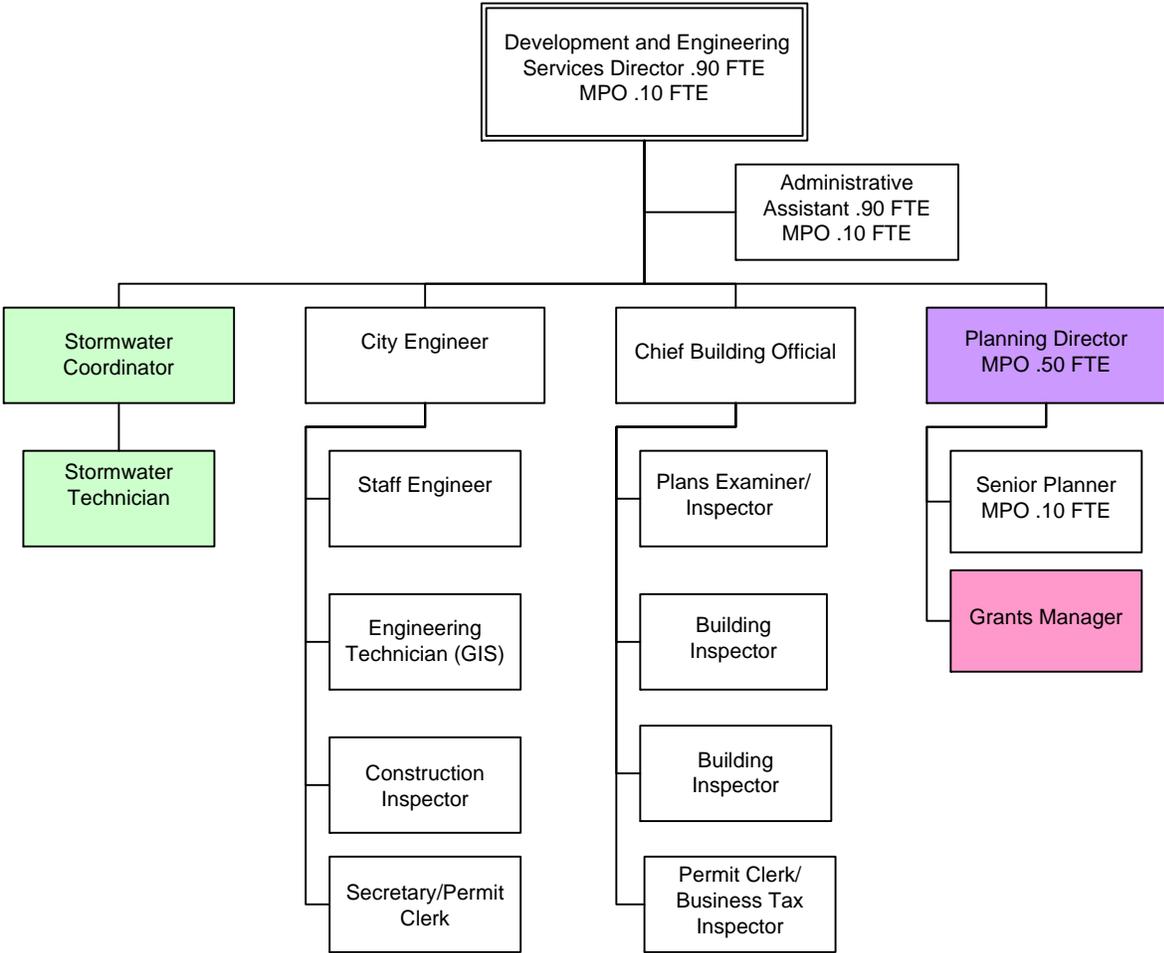
	FUND 110- GENERAL FUND		DEPT-41580- ADMINISTRATION & FINANCE			
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
Personnel and fringe benefits:						
111	SALARIES	660,576	682,100	670,500	708,000	708,000
112	OVERTIME WAGES	16,681	10,000	10,000	15,000	15,000
114	PART TIME WAGES	46,892	33,000	33,000	3,400	3,400
131	SERVICE AWARDS	475	100	100	300	300
132	LONGEVITY WAGES	9,000	10,000	10,000	11,600	11,600
133	SOLD VACATIONS	8,482	10,000	10,000	10,000	10,000
134	CHRISTMAS BONUS	7,927	1,500	1,500	1,500	1,500
135	COLLEGE PAY	1,965	2,000	2,000	2,300	2,300
140	DENTAL INSURANCE	5,499	6,500	6,500	6,500	6,500
141	SOCIAL SECURITY TAXES	53,732	57,300	57,300	59,500	59,500
142	HEALTH INSURANCE EXP	95,713	106,000	106,000	122,000	122,000
143	RETIREMENT EXP	108,532	119,000	114,000	119,000	119,000
144	LIFE/DISABILITY INSURANCE	7,614	8,500	8,500	8,500	8,500
147	EMPLOYEE ASSISTANCE PROG.	8,876	9,500	9,500	9,500	9,500
148	EDUCATION REIMBURSEMENT	2,860	1,430	1,430	1,430	1,430
149	WORKER'S COMPENSATION	2,100	0	0	0	0
150	FLEX. SP. PROG. CITY-WIDE	5,333	12,000	12,000	12,000	12,000
191	LAUNDRY & DRY CLEANING	380	2,400	1,000	5,000	5,000
193	PRE-EMPLOYMENT EXPENSES	0	0	1,000	0	0
Subtotal:		1,042,637	1,071,330	1,054,330	1,095,530	1,095,530
Operating expenditures:						
211	POSTAGE EXP	19,855	27,500	27,500	27,500	25,000
212	POSTAGE MACHINE EXPENSE	660	700	700	700	700
221	PRINTING EXP	7,887	10,000	10,000	10,000	9,000
222	PRINTING-STATE-PROP TAXES	4,751	10,000	10,000	10,000	10,000
223	CITIZENS NEWSLETTER	1,621	1,650	1,650	1,650	1,650
233	SUBSC. & MEMBERSHIPS	6,439	6,000	6,000	6,000	6,000
237	ADVERTISING EXP	9,024	10,500	10,500	10,500	9,500
241	UTILITIES	28,403	30,000	30,000	30,000	30,000
242	UTILITIES-SIGN SHOP	144	0	0	0	0
245	TELEPHONE EXP	33,114	29,000	29,000	29,000	29,000
250	CONT SVCS-CPTR SYS ADMIN	245,865	242,000	242,000	276,000	276,000
251	DRUG & ALCOHOL TESTS	1,595	3,500	3,500	3,500	3,500
252	LEGAL EXP	102,932	105,000	105,000	105,000	105,000
253	AUDIT EXP	49,000	49,000	49,000	49,000	49,000
254	REAPPRAISAL/CITY SHARE	74,582	51,500	51,500	51,500	51,500
257	APPRAISAL FEES	0	1,500	1,500	1,500	1,500
258	ACTUARIAL SERVICES	2,500	10,500	10,500	10,500	5,000
261	VEHICLE EXPENSE	566	3,000	3,000	3,000	3,000
262	SMALL EQUIP REP/REPLCMNT	480	750	2,650	2,650	2,650
263	COPIER MAINTENANCE	2,728	2,200	2,200	2,200	2,200
266	BLDG/GROUND MAINTENANCE	20,499	20,000	39,695	45,000	42,500
267	OTHER BLDG MAINTENANCE	990	0	1,300	1,300	1,300
282	CAR ALLOWANCE	12,250	12,600	12,600	16,800	16,800
283	TRAINING/TRAVEL EXP	8,643	20,000	19,000	22,500	20,000
288	DEPARTMENT WK SESSIONS	3,058	2,000	3,000	2,000	2,000
290	CREDIT CARD FEES	18,985	20,000	20,000	20,000	20,000
298	PEST CONTROL-MUN BLDG	1,004	1,000	1,000	1,000	1,000
319	OFFICE EXPENSE	29,877	31,000	31,000	31,000	31,000
322	FIRST AID/SAFETY SUPPLIES	33	100	100	100	100
324	JANITORIAL SUPPLIES	1,904	2,000	2,000	2,000	2,000
331	GASOLINE EXPENSE	2,874	2,500	2,500	2,500	2,500

	FUND 110- GENERAL FUND		DEPT-41580- ADMINISTRATION & FINANCE			
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
511	INS-BLDGS & CONTENTS	4,452	4,700	4,700	5,300	5,300
512	INS-VEHICLES	321	400	400	450	450
513	INS-GENERAL LIABILITY	5,070	5,400	5,400	5,400	5,400
514	WORKER'S COMPENSATION	2,590	2,835	2,835	3,050	3,050
515	INS-PROFESSIONAL LIABILITY	55,390	58,275	58,275	61,200	61,200
519	INS-EMPLOYEE BONDS	605	1,275	1,275	1,275	1,275
547	CONT SVCS-SECURITY	1,500	1,500	1,500	1,500	1,500
595	EMPLOYEE APPREC DAY	10,397	11,000	11,000	12,500	12,500
599	MISCELLANEOUS EXP	1,509	500	500	500	500
741	BAD DEBTS EXP	17,158	30,000	30,000	30,000	30,000
799	INS. REBATE - CIGNA	13,288	0	0	0	0
Subtotal:		804,543	821,385	844,280	906,075	891,075
Capital outlay and debt service:						
947	EQUIPMENT	369	1,100	9,800	1,500	1,500
Subtotal:		369	1,100	9,800	1,500	1,500
TOTAL	DEPARTMENT 41580	1,847,549	1,893,815	1,908,410	2,003,105	1,988,105

Development and Engineering Services



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, administration of funding programs, engineering design, stormwater 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 FY2013. In FY2015, the positions of the Property Maintenance Official and the Chief Building Official were combined, with the position retaining the name Chief Building Official. With a highly trained Chief Building Official, citizens and government officials will be able to resolve any regulation issues in a quick and effective manner. The Chief Building Official will also administer and enforce the new 2012 International Code Council building codes.

This department has four main divisions: planning, engineering, building inspections and stormwater, 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), Community Development Block Grant (CDBG) program, Cleveland Municipal Planning Commission and Board of Zoning Appeals, and 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 Engineering division includes staff for engineering design, stormwater 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. In May 2014, the City adopted the 2012 International Code Council building code.

In February 2014, the Stormwater Management Fund was moved from special revenue funds to the general fund as it did not have a separate revenue source. The Stormwater Management Fund was established in FY2003 to implement mandated stormwater quality functions of the National Pollutant Discharge Elimination System (NPDES).

The City's Stormwater 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 stormwater functions. City staff utilizes this data for watershed modeling necessary to do studies on flooding in areas within the City. City staff partners with the community for stream clean up and continues to provide water quality education.

The city's MS4 Phase II program has completed the first phase of the NPDES permit, and is now under the second phase. 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 stormwater program will be a continuum of improving local water quality to preserve the designated uses of the 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 stormwater mandate for FY2015 will be implementing the new MS4 Phase II permit. Staff will continue to enter collected Total Daily Maximum Loads (TDML) data along with stormwater infrastructure into the City's geographic information system (GIS). Minor capital improvement drainage projects to address stormwater quantity will continue to be a priority of the engineering division with in-house engineering and construction material purchases from the stormwater fund.

Stormwater management will also cover the debt service for the hydraulic excavator (track hoe) and trailer that were purchased for the Public Works Department fleet in 2005. Adding this equipment enables more drainage and roadway projects to be completed "in-house", thus eliminating the need for rental equipment.

In FY2015, the city will implement a stormwater fee to Cleveland Utilities Sewer inside the city limits. The monthly fee will be \$1.00 for residential property, and a monthly fee of \$2.00 for non-residential properties with 2,500 square feet of impervious area or greater. The fee is expected to generate approximately \$215,000 which will be used to fund Stormwater projects and to hire a consultant to prepare an analysis of the impervious surface of each parcel within the city limits, determine the average equivalent residential unit (ERU) rate, establish a credit system for green infrastructure, and determine the Stormwater fee necessary to fund Cleveland stormwater program including the projects identified by the Army Corp of Engineers flood study scheduled to be completed in 2015.

Development & Engineering Expenditures:

EXPENDITURE SUMMARY	FY 2013 Actual	FY 2014 Budgeted	FY 2015 Proposed	Percentage Increase
Personnel Expenditures	\$589,843	\$924,950	\$1,010,800	9.8%
Operating Expenditures	\$96,099	\$174,050	\$185,650	6.6%
Capital Outlay & Debt Service	\$850	\$39,985	\$1,000	-97.5%
Total Expenditures	\$686,792	\$1,138,985	\$1,197,450	5.1%
FTE's	8.38	14.38	14.38	

Development & Engineering Goals and Objectives:

- Implement planning tasks for the Cleveland Municipal Planning Commission*
- Continue transportation planning program tasks for Cleveland Urban Area Metropolitan Planning Organization (CUAMPO)* coordinated with the Rural Planning Organization (RPO)
 - Attend MPO and RPO meetings
 - Continue planning for more than \$6 million in transportation projects for next two years.
- Continue implementing Community Development Block Grant Consolidated Plan
- Continue to update and improve City land development regulations
- Continue plan review, permitting, and inspections
 - City of Cleveland adopts and implements the 2012 International Code Council Building Codes
 - Prepare and store records digitally for improved accessibility and research capabilities
- Continue preparation of a Strategic Plan and a Comprehensive Plan
- Continue implementation of Historic Zoning through the Historic Preservation Commission
 - Serve as staff for the Historic Preservation Commission
 - Prepare educational flyer for residents of the historic preservation area
- 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.
 - Hold meetings with government and community representatives to begin redevelopment plan.
 - Apply for redevelopment grants
- Implement 5 and 10-year annexation plans.
- Improve major intersections in Cleveland.
 - Continue work with TDOT to identify needed intersection improvement projects
 - Redesign Paul Huff/Adkisson intersection to accommodate increased traffic
- Complete Local Interstate Connector roads in conjunction with proposed APD-40 Interchange and planned improvements for Exit 20.
 - Design Local Interstate Connector – North road project.

Development & Engineering Performance Measures:

Measure Description	FY2012 (Actual)	FY2013 (Actual)	FY2014 (Estimated)	FY2015 (Projected)
Population (Estimate)	42,114	42,386	42,810	43,238
# of Building Permits	360	261	300	350
Value of Building Permits	\$193,135	\$179,782	\$239,709	\$250,000
Value of Construction Permitted	\$63,587,703	\$57,164,602	\$39,615,410	\$50,000,000
# of Plumbing Permits	632	513	770	700
# of Mechanical Permits	315	158	208	250
# of Rezoning Cases	20	23	20	25
# of Subdivision Plats Approved	28	28	56	60
# of Business Licenses Processed	2,076	2119	2076	2225
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	\$333,000	\$455,046	\$353,451	\$352,335
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.

Stormwater Expenditure Summary

EXPENDITURE SUMMARY	FY 2013 Actual	FY 2014 Budgeted	FY 2015 Proposed	Percentage Increase
Personnel Expenditures	\$128,438	\$137,600	\$139,200	1.2%
Operating Expenditures	\$29,981	\$37,450	\$185,900	39.6%
Capital Outlay & Debt Service	\$8,300	\$20,270	\$7,300	-63.9%
Total Expenditures	\$166,719	\$195,320	\$332,400	70.2%
FTE's	2	2	2	

Stormwater Goals and Objectives

- Implement MS4 software the City will uses to maintain city stormwater 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 Water Quality 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 stormwater 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 FY2015.
- 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.
- Revise the existing stormwater ordinance to reflect changes required by TDEC
- Continue to work with Army Corp of Engineers on flood study of Candies Creek and Mouse Creek drainage basins.
- Hire consultant to prepare an analysis of the impervious surface of each parcel within the city, determine the average equivalent residential unit (ERU) rate, establish a credit system for green infrastructure, and determine the stormwater fee necessary to fund Cleveland’s Stormwater program including the projects identified by the Army Corp of Engineers flood study.

Stormwater Performance Measures

Measure Description	FY2012 (Actual)	FY2013 (Actual)	FY2014 (Estimated)	FY2015 (Projected)
Number of Drainage Projects Completed	1	3	3	4
Public Education and Outreach	4	4	4	4
Contractor and Developer Training Classes	0	1	1	1
Percentage of Storm Sewer Outfall Inventory	10%	25%	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

	FUND 110-GENERAL FUND	DEPT-41710- DEVELOPMENT AND ENGINEERING SERVICES				
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
Personnel and fringe benefits:						
111	SALARIES	394,177	642,700	621,000	675,300	668,500
112	OVERTIME WAGES	531	2,100	2,100	2,100	2,100
114	PART TIME WAGES	4,180	8,500	8,500	9,000	9,000
131	SERVICE AWARDS	200	300	300	300	100
132	LONGEVITY PAY	4,050	4,800	6,100	5,600	4,800
133	SOLD VACATIONS	3,001	11,800	11,400	12,800	12,700
134	CHRISTMAS BONUS	3,710	1,400	1,400	1,400	1,400
135	COLLEGE PAY	625	700	700	700	700
140	DENTAL INSURANCE	4,725	7,800	8,300	8,300	8,600
141	SOCIAL SECURITY TAXES	28,388	48,100	46,400	53,200	52,700
142	HEALTH INSURANCE EXP	73,871	109,735	104,850	121,000	121,000
143	RETIREMENT EXP	66,863	104,600	102,300	114,200	112,900
144	LIFE/DISABILITY INSURANCE	3,836	8,300	8,100	8,600	8,500
148	EDUCATION REIMBURSEMENT	1,430	5,600	1,900	5,600	5,400
149	WORKER'S COMP CLAIMS	0	400	400	400	400
191	LAUNDRY & DRY CLEANING	256	1,200	1,200	2,050	2,000
Subtotal:		589,843	958,035	924,950	1,020,550	1,010,800
Operating Expenditures:						
211	POSTAGE EXPENSE	1,703	5,400	5,400	5,400	4,000
212	SCANNER/COPIER LEASE	4,683	4,700	4,700	4,700	4,700
221	PRINTING & ARTWORK EXP	291	2,800	1,700	2,800	2,000
233	SUBSC. & MEMBERSHIPS	3,368	6,100	6,100	6,500	5,500
237	ADVERTISING EXPENSE	433	2,500	2,500	2,500	1,700
241	UTILITIES	9,379	11,000	11,000	11,600	11,600
245	TELEPHONE EXPENSE	18,929	21,700	21,700	23,000	22,000
254	ENGINEERING SERVICES	0	20,000	20,000	20,000	18,000
257	SURVEY EXPENSE	0	7,000	7,000	7,000	7,000
261	VEHICLE MAINTENANCE	1,497	12,800	12,800	13,000	12,000
262	OFFICE EQUIP MAINT	1,470	3,000	3,000	5,000	5,000
266	BUILDING MAINTENANCE	4,193	4,000	5,000	5,000	5,000
282	CAR ALLOWANCE	4,200	4,200	4,200	4,200	4,200
283	TRAVEL/TRAINING EXPENSE	7,680	15,000	15,000	17,000	14,000
288	DEPTMENTAL WORK SESSION	1,039	1,200	1,200	1,200	1,200
290	CREDIT CARD FEES	3,927	4,500	4,500	4,700	4,500
297	CODE VIOLATIONS EXPENSE	0	0	0	0	10,100
298	CONT SVCS-PEST CONTROL	172	300	300	300	300
316	CAMERA/PHOTO SUPPLIES	750	750	750	750	750
319	OFFICE EXPENSE	8,695	10,000	10,000	13,000	13,000
322	O.S.H.A.-FIRST AID KITS	54	200	200	300	200
324	JANITORIAL SUPPLIES	151	1,400	1,400	1,500	1,200
326	CLOTHING EXPENSE	2,125	4,400	4,400	5,500	5,200
331	GASOLINE EXPENSE	5,342	9,800	9,800	10,300	10,300
511	INS-BLDGS & CONTENTS	1,079	1,200	1,200	1,400	1,400
512	INS-VEHICLES & EQUIP	967	2,300	2,100	2,400	2,400
513	INS-GENERAL LIABILITY	2,182	3,300	3,600	3,600	3,600
514	WORKER'S COMPENSATION	7,461	8,500	8,500	9,100	9,100
519	INS-EMPLOYEE BONDS	50	100	100	100	100
591	PLANNING COMMISSION	2,674	4,000	4,000	4,000	3,500
592	BOARD OF ZONING APPEALS	515	700	700	900	900
593	HISTORIC ZONING COMMISSION	874	700	700	700	700
599	MISCELLANEOUS EXP	216	500	500	500	500
Subtotal:		96,099	174,050	174,050	187,950	185,650

FUND 110-GENERAL FUND		DEPT-41710- DEVELOPMENT AND ENGINEERING SERVICES				
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
Capital outlay and debt service:						
941	VEHICLES	0	0	33,085	0	0
948	FURNITURE	0	0	0	0	0
949	OFFICE EQUIPMENT	850	6,900	6,900	6,900	1,000
Subtotal:		850	6,900	39,985	6,900	1,000
TOTAL	DEPARTMENT 41710	686,792	1,138,985	1,138,985	1,215,400	1,197,450

CITY OF CLEVELAND						
DEPT -43150- STORM WATER MANAGEMENT						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
Personnel and fringe benefits:						
111	SALARIES	82,926	83,000	83,000	89,000	89,000
112	OVERTIME	1,752	1,000	3,600	1,500	1,500
119	CONTRACT LABOR	0	0	4,800	7,500	0
132	LONGEVITY	950	1,100	1,100	1,200	1,200
133	SOLD VACATION	0	1,600	400	1,800	0
134	CHRISTMAS BONUS	1,060	200	300	300	300
140	DENTAL INSURANCE	1,008	1,100	1,100	1,100	1,100
141	SOCIAL SECURITY TAXES	5,546	6,600	6,600	7,100	7,100
142	HEALTH INSURANCE EXPENSE	19,352	19,600	19,600	22,500	22,500
143	RETIREMENT EXPENSE	14,396	14,500	15,500	15,300	15,300
144	LIFE/DISABILITY INSURANCE EXPENSE	1,448	1,100	1,300	1,200	1,200
148	EDUCATION REIMBURSEMENT	0	3,000	300	3,000	0
Subtotal:		128,438	132,800	137,600	151,500	139,200
Operating expenditures:						
211	POSTAGE EXPENSE	93	200	200	300	300
221	PRINTING EXPENSE	150	2,200	900	2,500	1,000
223	PUBLIC EDUCATION PROGRAMS	9,860	7,500	7,500	8,000	7,500
233	SUBSC. & MEMBERSHIPS	611	1,400	1,400	2,000	1,550
237	ADVERTISING	46	200	200	200	200
245	TELEPHONE EXPENSE	2,812	3,200	3,200	3,400	3,400
256	STORMWATER CONSULTANT	0	0	0	0	150,000
283	TRAVEL & TRAINING	4,682	6,000	4,900	6,500	6,000
288	WORK SESSION/COMP MEALS	1,173	2,500	2,500	2,500	2,000
293	NPDES PERMIT FEE	3,460	3,500	3,500	3,500	3,500
319	OFFICE EXPENSE	1,072	1,200	1,200	1,200	1,200
321	OPERATING & FIELD SUPPLIES	599	1,500	2,500	3,000	2,000
322	BENTHIC SAMPLING/LABWORK	0	7,000	0	7,000	0
326	UNIFORM EXPENSE	997	1,000	1,000	1,000	1,000
331	GASOLINE EXPENSE	2,103	2,900	2,900	3,100	3,100
332	REPAIRS & PARTS	1,210	2,500	3,900	3,500	1,500
512	INSUR-VEHICLES & EQUIPMENT	516	550	550	550	550
513	INSUR-GENERAL LIABILITY	566	600	700	700	700
514	WORKERS COMPENSATION	0	400	400	400	400
599	MISCELLANEOUS	31	100	0	0	0
Subtotal:		29,981	44,450	37,450	49,350	185,900
Capital outlay and debt service:						
761	TRANSFER TO DEBT SERVICE	0	18,100	0	0	0
928	VEHICLES	7,848	0	0	0	0
934	BENJAMIN CREST LOT 38	0	0	0	43,500	0
935	TRASH RECEPTACLES	30	6,300	12,570	6,300	6,300
939	COMPUTER SOFTWARE & MAINT.	0	6,700	6,700	6,700	0
941	OFFICE FURNITURE/EQUIP	422	1,000	1,000	1,000	1,000
950	OCOE CROSSING GREENWAY	0	15,000	0	15,000	0
951	STORMWATER PROJECTS	0	0	0	18,100	0
Subtotal:		8,300	47,100	20,270	90,600	7,300
	TOTAL EXPENDITURES	166,719	224,350	195,320	291,450	332,400

	FUND 110-GENERAL FUND	DEPT-41920 - FEMA STORM DAMAGE				
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
Operating Expenditures:						
290	TORNADO STORM DAMAGE	2,696	0	0	0	0
Subtotal:		2,696	0	0	0	0
TOTAL	DEPARTMENT 44190	2,696	0	0	0	0

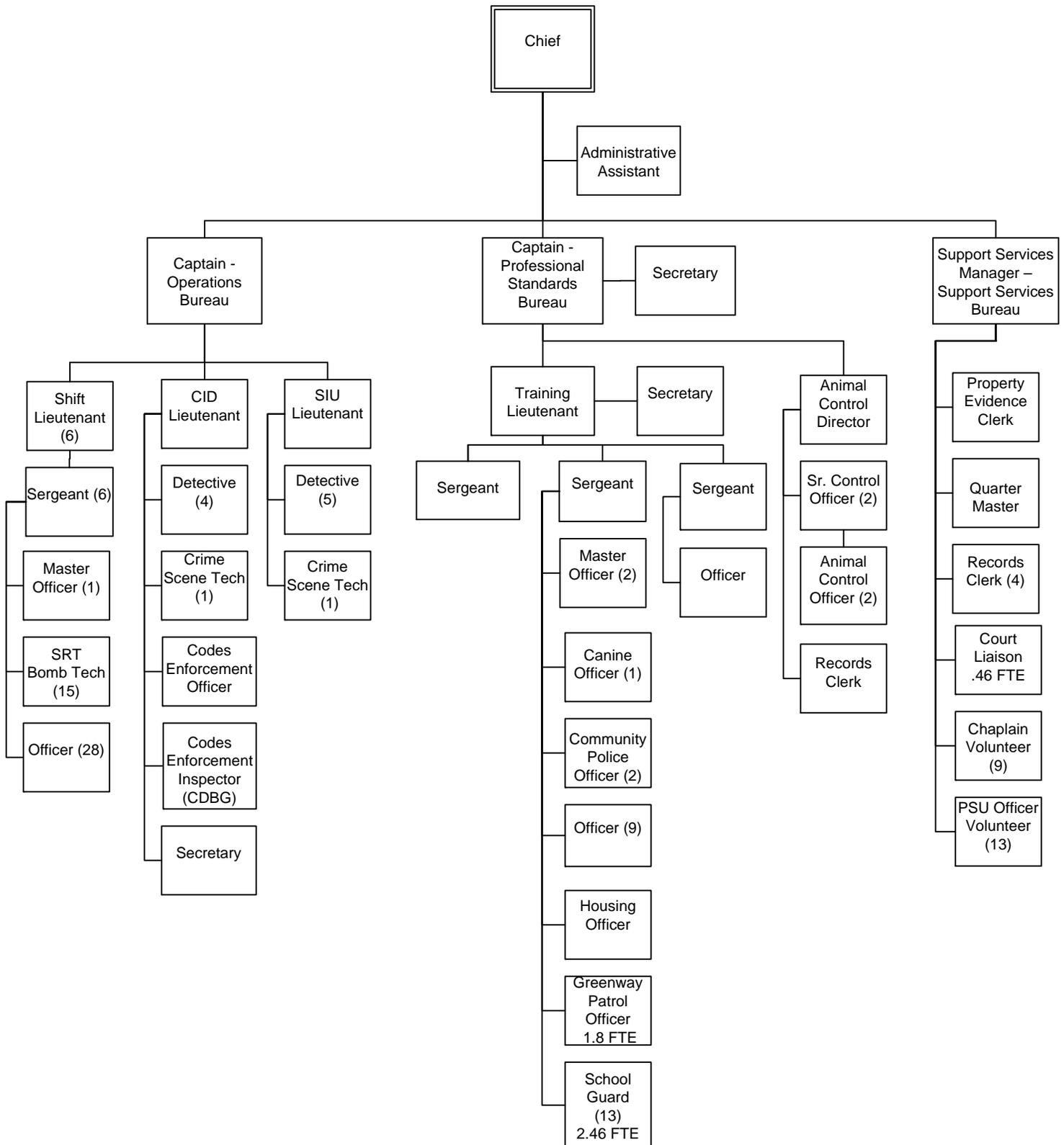
Cleveland Police Department



Chief of Police David Bishop



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 2013 JAG grant to continue our in-vehicle video camera program.

The department is authorized for 91 sworn officers. These positions are assigned through the department; Patrol Teams, Detectives, Crime Scene Techs, School Resource Officers, Community Enforcement Officers, Housing Officer, Training Officer, Accreditation Officer, and Media Relations Officer.

In FY2015 the department will be authorized for 2.10 officers per 1,000 citizens in Cleveland and is managed by the Chief of Police. The department has three bureaus: Operations, Professional Standards and Support Services. Operations and Professional Standards is commanded by a Captain and Support Services is commanded by the Support Services Manager. The department provides services 24 hours a day, 7 days a week. The Operations Bureau 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 Professional Standards Bureau includes Training, Accreditation, Internal Affairs, School Resource Officers, Downtown Officer, Media Relations, Housing Officer, School Crossing Guards and Budget/Personnel. The Support Services Bureau includes Records Unit, Property and Evidence Unit, Quartermaster, 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, 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 2013 Actual	FY 2014 Budgeted	FY 2015 Proposed	Percentage Increase
Personnel Expenditures	\$6,664,454	\$7,269,705	\$7,563,341	4.0%
Operating Expenditures	\$1,447,821	\$1,609,995	\$1,586,210	-1.5%
Capital Outlay & Debt Service	\$49,064	\$46,135	\$29,500	-36.1%
Total Expenditures	\$8,146,278	\$8,920,050	\$9,186,551	3.0%
FTE's	98.92	105.92	107.72	

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
- Increase CID/SIU clearance rate by 5%
- Continue to place a high priority on safety within City schools
- Replace SWAT team's old and worn weapons with H&K UMP45 Submachine Guns
- Update Level 27 Promotion test to be more job specific
- Purchase IAPro software for Internal Affairs reporting and file maintenance
- Purchase new body cameras for police patrol personnel
- Continue to fill vacant positions caused by recent retirements
- Continue training program for law enforcement personnel
- Continue with annual vehicle replacement program

Performance Measures:

Measure Description	FY2012 (Actual)	FY2013 (Actual)	FY2014 (Estimated)	FY2015 (Projected)
Population (Estimate)	41,697	42,386	42,810	43,238
# of Sworn Officers	95	84	91	91
Sworn Officers per 1,000 Population	2.27	2.32	2.12	2.10
# Job-related Injuries requiring medical treatment	12	8	5	8
Traffic Accidents	2,833	2,828	2,777	2,700
Traffic Accidents w/ Injury	352	317	272	260
Traffic Accidents – Alcohol Related	62	39	21	20
Response Time (in minutes)	8.48	7.18	7.25	7.15
DUI Citations/Arrests	180	128	75	70
Homicide	1	0	1	1
Rape	35	22	20	15
Robbery	38	35	40	40
Assault	1,080	834	782	775
Burglary	437	420	460	450
Larceny	1,766	1,863	1,957	1,875
Automobile Theft	79	97	138	100

	FUND 110-GENERAL FUND	DEPT-42100-POLICE DEPARTMENT				
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
Personnel and fringe benefits:						
111	SALARIES	3,836,595	4,421,550	4,298,790	4,560,427	4,560,427
	6 PATROL OFFICERS	0	0	0	628,939	0
	1 PART-TIME EVIDENCE CLERK	0	0	0	14,195	0
	4 PART-TIME GREENWAY PATROL	0	0	0	66,268	48,000
	1 FROZEN DETECTIVE	0	0	0	117,285	0
112	OVERTIME	447,068	242,000	381,500	300,000	260,000
114	PART TIME WAGES	12,781	12,900	13,050	12,916	12,916
115	ACCUMULATED HOLIDAY PAY	6,439	10,861	12,861	4,776	4,776
117	SALARIES-SCHOOL PATROL	74,192	83,400	89,700	95,062	95,062
119	SUPPLEMENTAL PAY	1,780	1,800	1,800	1,800	1,800
121	STATE GRANT-IN SERVICE	49,200	55,200	48,600	55,200	55,200
122	OVERTIME-CONT SVCS	44,492	0	37,560	0	0
131	SERVICE AWARDS	2,675	2,225	2,225	2,625	2,625
132	LONGEVITY	50,725	60,250	55,250	54,850	54,850
133	SOLD VACATION	42,372	46,000	46,000	47,610	47,610
134	CHRISTMAS BONUS	50,132	12,450	12,350	12,669	12,669
135	COLLEGE PAY	6,165	5,920	6,045	5,295	5,295
140	DENTAL INSURANCE	47,042	52,900	50,400	54,788	54,788
141	SOCIAL SECURITY TAXES	332,837	379,024	386,524	394,222	391,162
142	HEALTH INSURANCE EXP	702,081	806,100	751,100	864,000	864,000
143	RETIREMENT EXP	870,563	938,200	967,200	988,415	965,915
144	LIFE/DISABILITY INSURANCE	48,296	55,700	52,200	57,666	57,666
147	UNEMPLOYMENT COMP	733	1,500	1,500	1,500	1,500
148	EDUCATION REIMBURSEMENT	2,860	4,350	7,150	8,580	8,580
149	WORKER'S COMP CLAIMS	8,889	10,000	10,000	10,000	10,000
191	LAUNDRY & DRY CLEANING	14,391	24,000	12,000	24,000	24,000
192	EMPLOYEE PHYSICALS	5,511	14,500	17,900	15,000	15,000
193	PROMOTION/PRE-EMPLOYMENT	2,604	3,000	3,000	4,500	4,500
194	UNIFORMS-SCHOOL PATROL	4,031	5,000	5,000	5,000	5,000
Subtotal:		6,664,454	7,248,830	7,269,705	8,407,588	7,563,341
Operating expenditures:						
211	POSTAGE EXPENSE	2,129	2,500	2,500	2,500	2,500
214	GPS SERVICES	0	0	34,660	34,700	34,700
215	800 mhz RADIO MAINT/LIC	256	21,000	21,000	21,500	21,500
216	LEASE-RADIO MAINT TOWER	4,900	5,000	5,000	5,000	5,000
217	CONT SVCS-VEHICLES	5,419	5,600	5,600	5,600	5,600
218	COMMUN. REPL.- NON-MOBILE	3,635	10,300	10,300	10,300	10,300
221	PRINTING EXPENSE	2,177	8,000	8,000	8,000	8,000
233	SUBSC & MEMBERSHIPS	3,694	8,450	8,450	8,500	8,500
235	ACCREDITATION	8,854	10,000	8,000	10,000	12,000
237	ADVERTISING EXPENSE	568	500	700	700	700
241	UTILITIES	88,555	95,000	95,000	99,750	99,750
245	TELEPHONE EXPENSE	136,352	149,200	149,200	156,660	156,660
249	NCIC COMPUTER LINE	8,000	8,000	8,000	8,000	8,000
261	VEHICLE MAINTENANCE	358,187	335,000	325,650	325,000	325,000
262	SMALL EQUIP REP/REPLCMNT	694	1,000	1,000	1,000	1,000
263	COPIER MAINTENANCE	1,734	1,500	1,950	1,800	1,800
266	BUILDING MAINTENANCE	21,992	24,000	27,000	24,500	24,500
283	TRAVEL/TRAINING EXPENSE	31,370	59,000	59,000	60,000	60,000
284	RECRUIT EXPENSE	4,348	8,500	8,500	8,500	8,500
288	DEPT/WORK SESSION	1,124	1,000	1,000	1,000	1,000
290	BR CO EQUIPMENT MAINTENANCE	14,372	1,950	1,950	1,950	1,950
299	JANITORIAL CONTRACT	29,940	30,000	30,000	31,500	31,500

FUND 110-GENERAL FUND		DEPT-42100-POLICE DEPARTMENT				
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
311	POLICE SUPPLIES	4,323	6,000	20,250	20,250	6,000
313	BATTERIES	1,052	2,000	2,000	2,500	2,500
314	DVD-VIDEO/AUDIO	579	1,000	1,000	1,000	1,000
317	CRIME SCENE UNIT SUPPLIES	1,587	2,000	2,000	2,500	2,500
318	SRT/EOD (BOMB UNIT) SUPPLIES	7,355	7,500	7,500	7,500	7,500
319	OFFICE EXPENSE	25,985	28,000	28,000	28,000	28,000
320	PROTECTIVE VESTS-FED GRANT	7,320	0	683	0	0
321	PROTECT. VESTS-CITY FUNDED	0	11,600	11,600	11,600	11,600
322	OSHA SAFETY SUPPLIES	525	800	1,700	1,000	1,000
324	JANITORIAL SUPPLIES	3,017	3,000	3,000	3,500	3,500
326	UNIFORMS	35,661	52,750	52,750	53,000	53,000
327	AMMUNITION	32,451	40,000	40,000	40,000	40,000
329	FIRING RANGE	2,588	3,200	4,000	4,000	4,000
330	CODES ENFORCEMENT EDU SUPPLIES	559	1,000	1,000	1,000	1,000
331	GASOLINE EXPENSE	279,626	337,500	307,500	330,000	300,000
396	CANINE EXPENSE	3,264	3,000	3,000	2,500	2,500
511	INS-BLDGS & CONTENTS	11,635	12,200	11,200	11,200	11,200
512	INS-VEHICLES & EQUIP	74,473	78,750	68,750	68,750	68,750
513	INS-GENERAL LIABILITY	58,923	61,950	57,950	57,950	57,950
514	WORKER'S COMPENSATION	137,243	168,000	143,000	143,000	143,000
521	INS-EMPLOYEE BONDS	400	500	500	500	500
542	COMPUTER SOFTWARE SUPPORT	1,500	2,500	17,600	3,000	3,000
599	MISCELLANEOUS	645	500	500	500	500
770	HONOR GUARD EXPENSES	10,370	500	500	750	750
771	VOLUNTEER SERVICES	1,930	2,500	3,500	3,500	3,500
772	INVESTIGATIVE FUNDS	1,496	1,500	1,500	1,500	1,500
773	MAINSTREET BLOCK PARTY	0	0	0	0	2,500
774	SEX OFFENDER REGISTRY	2,448	0	6,052	0	0
776	NATIONAL NIGHT OUT	802	500	500	500	500
777	POLICE MEMORIAL EXP	11,764	0	0	0	0
Subtotal:		1,447,821	1,614,250	1,609,995	1,625,960	1,586,210
Capital outlay and debt service:						
941	GUNS/TASERS REPLACEMENT	24,295	30,950	30,950	31,000	31,000
942	SMALL EQUIPMENT	8,371	1,500	4,400	2,500	2,500
943	HWY SAFETY GRANT EQUIPMENT	0	0	5,000	0	0
947	OFFICE EQUIPMENT	0	0	0	1,000	1,000
948	COMPUTER EQUIPMENT	1,337	0	0	2,500	2,500
Subtotal:		34,003	32,450	40,350	37,000	37,000
TOTAL	DEPARTMENT 42100	8,146,278	8,895,530	8,920,050	10,070,548	9,186,551

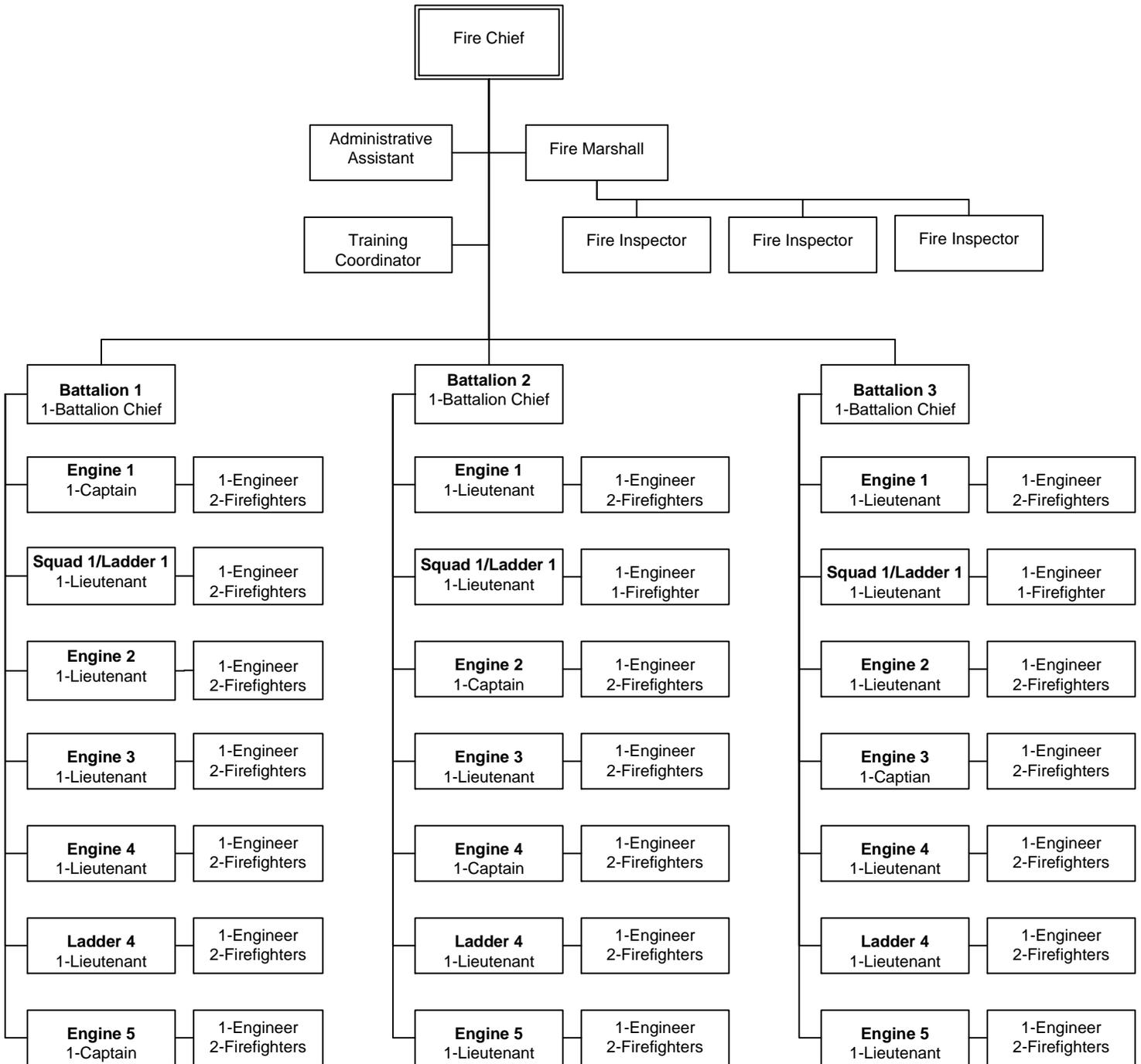
Cleveland Fire Department



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 Marshal, 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.

Cleveland Fire Department continues to respond to all Priority One medical calls within the city limits. This is to enhance medical responses with the Bradley County Emergency Medical Service and does not involve medical transport. The calls for service in FY2013 for this type of incidents were 1,449.

The Cleveland Fire Department responded to 2,994 calls for service during FY2013. The estimated value of the property saved was \$53,948,170 and estimated property loss due to fire was \$1,947,338.

Cleveland residents continued to enjoy an Insurance Services Office Class 3 rating.

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 FY2013. Through continuous training, Cleveland firefighters have shown their dedication and commitment to their community, citizens, and their fellow firefighters.

Our Inspections Division conducted 2,220 Life Safety Inspections at commercial occupancies inside the city limits in FY2013.

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 5,981 children and adults. Free fire extinguisher training was provided to several local industries and medical facilities.

EXPENDITURE SUMMARY	FY 2013 Actual	FY 2014 Budgeted	FY 2015 Proposed	Percentage Increase
Personnel Expenditures	\$6,858,391	\$7,023,657	\$7,398,740	5.3%
Operating Expenditures	\$687,551	\$788,408	\$738,900	-6.3%
Capital Outlay & Debt Service	\$21,650	\$56,339	\$44,600	-20.8%
Total Expenditures	\$7,567,592	\$7,868,404	\$8,182,240	3.9%
FTE's	90	92	92	

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.
- Purchase new self-contained breathing apparatus equipment for Fire Personnel.
- Purchase additional fire safety materials and provide additional training classes.
- Replace fire administration and inspection vehicles over the next several years.

Performance Measures:

Measure Description	FY2012 (Actual)	FY2013 (Actual)	FY2014 (Estimated)	FY15 (Projected)
Property Loss (\$) due to fire in City	\$13,866,001	\$1,251,277	\$2,112,994	\$2,134,123
Property Saved (\$) in City	*\$387,431,584	\$50,191,426	\$15,587,580	\$15,743,455
Property Loss (\$) due to fire in Fringe Area	\$1,833,792	\$696,061	N/A	N/A
Property Saved (\$) in Fringe Area	\$8,325,160	\$3,756,644	N/A	N/A
# of Fatalities in City/Fringe Area	4	0	0	0
# of Injuries in City/Fringe Area	10	4	5	5
# of Certified Fire Personnel	85	85	91	92
# of First Responders	42	39	50	51
# of EMTs	31	35	35	35
# of Paramedics	5	5	5	5
<i>Population</i>				
City	42,114	42,386	42,810	43,283
Fringe	23,643	23,877	N/A	N/A
Fire Service cost per 1,000 population (City and Fringe)	\$113,863	\$114,211	N/A	N/A
Fire Inspections per 1,000 population (City only)	60.38	52.37	42.23	42.19
# of Buildings inspected (City only)	2,453	2,220	1,808	1,826
# of Fire education classes in schools & day cares	65	65	70	70
Structure/Vehicle fire calls per 1,000 population (City and Fringe)	4.98	4.98	4.43	4.44
# of Structure/vehicle fire calls in City	177	169	190	192
# of Structure/vehicle fire calls in Fringe Area	151	161	N/A	N/A
Fire Cause Determined	98%	98%	98%	98%
Restricted duty during the year	0	0	0	0
Cost per Structure/vehicle fire call	\$22,827	\$22,932	\$41,413	\$42,696
Average Response Time from Dispatch (City)	4 min/33 sec	4 min/31 sec	4 min/27 sec	4 min/20 sec
Average Response Time from Dispatch (Fringe)	6 min/34 sec	6 min/05 sec	N/A	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		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
Personnel and fringe benefits:						
111	SALARIES	4,030,535	4,275,616	4,212,866	4,565,783	4,407,775
111	TRAINING COORDINATOR CAPTAIN	0	0	0	10,423	10,423
112	OVERTIME	268,924	210,000	260,000	250,000	233,500
118	FIRE RUNS	2,319	10,000	4,000	10,000	4,000
119	SUPPLEMENTAL PAY	71,937	68,000	68,000	69,600	69,600
121	STATE GRANT-IN SVC	48,600	48,000	52,800	52,800	52,800
131	SERVICE AWARDS	1,625	2,800	2,700	2,050	2,050
132	LONGEVITY	53,777	55,750	53,750	54,762	54,762
133	SOLD VACATION	13,494	15,000	15,100	15,000	15,000
134	CHRISTMAS BONUS	46,635	8,700	10,700	10,290	10,290
135	COLLEGE PAY	280	0	0	0	0
140	DENTAL INSURANCE	53,291	55,550	55,550	57,746	57,746
141	SOCIAL SECURITY TAXES	324,931	353,879	353,879	384,817	373,067
142	HEALTH INSURANCE EXP	910,031	875,464	875,464	1,006,000	1,006,000
143	RETIREMENT EXP	899,333	934,748	934,748	998,090	970,367
144	LIFE/DISABILITY INSURANCE	51,708	49,000	49,000	56,460	56,460
148	EDUCATION REIMBURSEMENT	6,934	7,700	7,700	7,500	7,500
149	WORKER'S COMP CLAIMS	1,564	6,500	6,500	6,500	6,500
191	LAUNDRY & DRY CLEANING	18,056	18,400	18,400	18,400	18,400
192	IMMUNIZATIONS & PHYSICALS	50,220	51,500	42,500	42,500	42,500
195	RECRUIT TESTING	4,197	0	0	0	0
Subtotal:		6,858,391	7,046,607	7,023,657	7,618,721	7,398,740
Operating expenditures:						
211	POSTAGE EXPENSE	805	500	500	500	500
215	RADIO MAINTENANCE FEE	183	6,000	0	6,000	6,000
216	RADIO REPEATER MAINTENANCE	3,900	4,200	4,200	4,200	4,200
218	COMMUNICATIONS REPLACEMENT	370	3,000	15,000	3,000	3,000
221	PRINTING EXPENSE	326	500	500	500	500
233	SUBSC. & MEMBERSHIPS	3,428	3,200	3,200	3,200	3,200
235	LICENSE/CERTIFICATION RENEWAL	1,973	2,400	2,400	2,400	2,400
237	ADVERTISING EXPENSE	556	0	0	0	0
241	UTILITIES	95,897	115,500	115,500	121,300	121,300
245	TELEPHONE EXPENSE	103,112	67,500	83,500	68,000	68,000
260	APPARATUS/EQUIP TESTS	1,965	3,900	3,900	3,900	3,900
261	VEHICLE MAINTENANCE	93,881	90,000	99,242	90,000	80,000
262	SMALL EQUIP-REPAIR/REPLC	2,640	3,000	3,000	3,000	3,000
263	COPIER MAINTENANCE	2,464	2,500	2,500	2,500	2,500
265	EXTRICATION REPAIR/TEST	2,800	6,000	5,000	6,000	6,000
266	BUILDING MAINTENANCE	41,930	40,000	49,000	50,000	50,000
283	TRAINING/TRAVEL	11,979	21,000	18,000	21,000	16,000
284	TRAINING/EDUCATIONAL MATERIAL	767	4,000	4,000	4,000	4,000
288	MUTUAL AID MEALS	3,313	2,000	2,000	2,500	2,500
309	TOWELS/CLOTHS	418	800	800	800	800
313	BATTERIES	832	1,000	1,000	1,000	1,000
319	OFFICE EXPENSE	6,832	6,500	6,500	6,500	6,500
320	ARSON EXPENSE	113	1,500	1,500	1,500	1,500
322	SAFETY EXPENSE	3,411	4,500	4,500	4,500	4,500
323	MEDICAL SUPPLIES/EQUIPMENT	1,715	9,000	9,000	9,000	6,000
324	JANITORIAL SUPPLIES	15,049	16,000	16,000	16,000	16,000
325	BEDDING	0	1,000	12,000	20,000	2,000
326	UNIFORM EXPENSE	12,975	25,000	12,500	42,000	20,000
329	OPERATING SUPPLIES	6,363	6,500	4,500	6,500	6,500
331	GASOLINE EXPENSE	63,721	70,000	70,000	73,500	73,500
338	APPLIANCES-REPAIR/REPLC	5,632	5,500	5,500	5,500	5,500

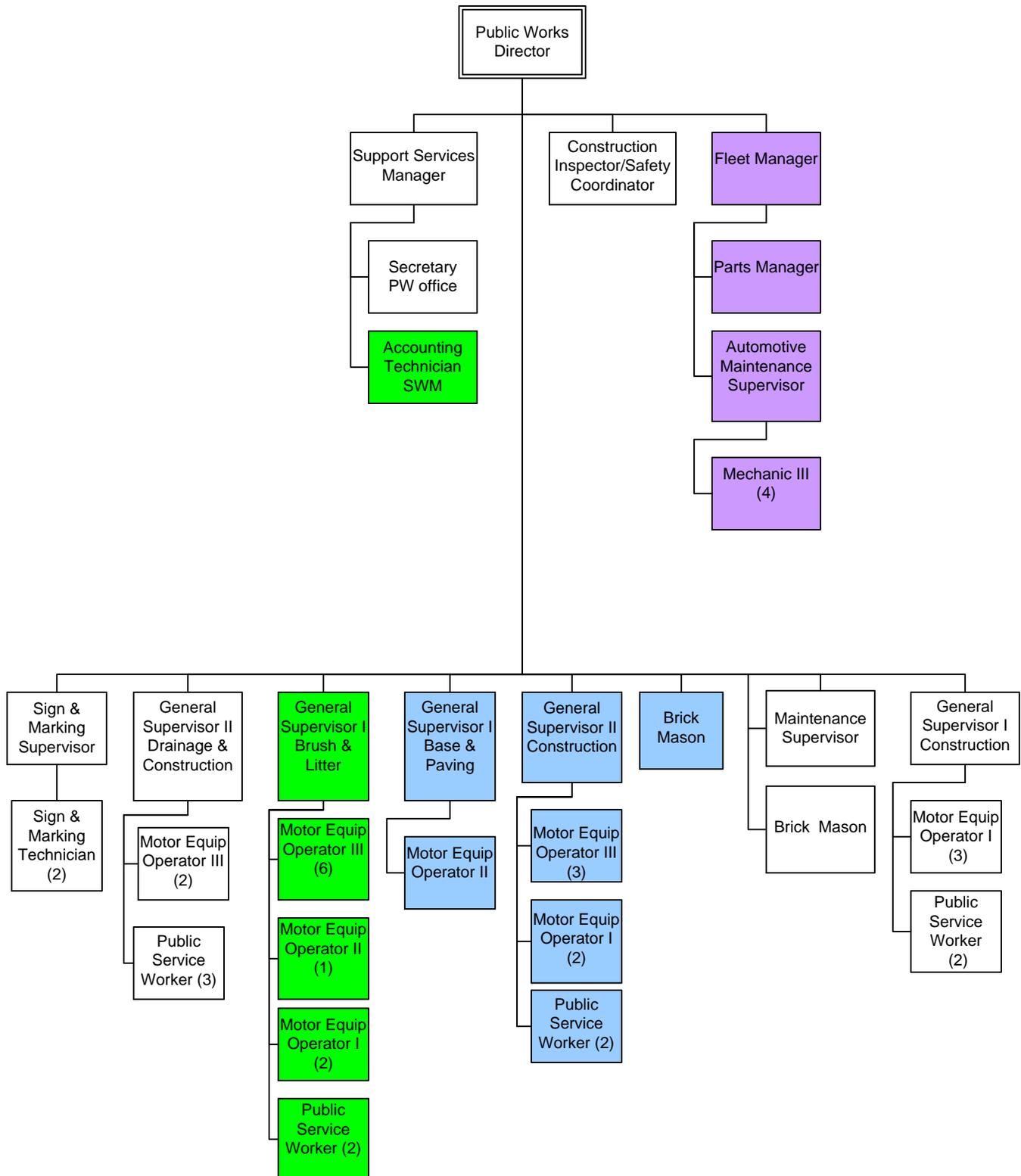
	FUND 110- GENERAL FUND	DEPT-42200- FIRE PROTECTION				
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
344	PPE EQUIPMENT	11,471	25,000	20,000	20,000	15,000
398	EXTINGUISHER REFILLS	576	2,000	2,000	2,000	2,000
399	HAZMAT SUPPLIES	2,244	5,000	5,000	5,000	5,000
511	INS-BLDGS & CONTENTS	8,306	8,800	8,800	8,800	8,800
512	INS-VEHICLES & EQUIP	26,345	28,350	28,350	28,350	28,350
513	INS-GENERAL LIABILITY	40,907	43,050	44,901	44,901	44,901
514	WORKER'S COMPENSATION	104,884	110,200	108,349	108,349	108,349
599	MISCELLANEOUS	0	500	500	500	500
770	DONATIONS-HONOR GUARD	0	0	9,416	0	0
771	PUBLIC INFORMATION	0	500	500	500	500
772	CITY FUNDED-HONOR GUARD	773	1,000	1,000	1,000	1,000
773	FIRE PREVENTION PROG	2,695	3,200	3,700	3,700	3,700
777	DONATION EXPENSE	0	0	650	0	0
Subtotal:		687,551	750,100	788,408	801,900	738,900
Capital outlay and debt service:						
941	TRUCK EQUIPMENT	0	11,800	16,800	10,000	10,000
942	ISO FIREFIGHTING EQUIP	7,552	15,000	15,000	20,000	20,000
943	OFFICE EQUIPMENT	551	400	2,900	500	500
946	EQUIP-BREATHING APPARATUS	8,196	15,000	15,000	15,000	7,500
947	FURNITURE	400	2,000	1,000	1,000	1,000
949	COMPUTER EQUIPMENT	587	0	0	0	0
953	SMALL EQUIPMENT	2,032	1,600	1,600	1,600	1,600
957	RADIO EQUIPMENT	2,332	3,500	4,039	11,000	4,000
Subtotal:		21,650	49,300	56,339	59,100	44,600
TOTAL	DEPARTMENT 42200	7,567,592	7,846,007	7,868,404	8,479,721	8,182,240

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. 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 Stormwater 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 on a twice-a-month schedule, while brush and refuse collection occurs weekly. 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 crew 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.

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.

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.

PW Operations Division:

EXPENDITURE SUMMARY	FY 2013 Actual	FY 2014 Budgeted	FY 2015 Proposed	Percentage Increase
Personnel Expenditures	\$1,113,443	\$1,190,300	\$1,243,400	4.5%
Operating Expenditures	\$843,464	\$1,128,022	\$888,075	-21.3%
Capital Outlay & Debt Service	\$16,254	\$4,800	\$4,800	0%
Total Expenditures	\$1,973,161	\$2,323,122	\$2,136,275	-8.0%
FTE's	20.975	21.375	21.04	

PW Street Lighting and Signals:

EXPENDITURE SUMMARY	FY 2013 Actual	FY 2014 Budgeted	FY 2015 Proposed	Percentage Increase
Personnel Expenditures	\$0	\$0	\$0	0%
Operating Expenditures	\$1,166,817	\$1,400,784	\$1,380,800	-1.4%
Capital Outlay & Debt Service	\$68,135	\$1,000	\$4,000	300%
Total Expenditures	\$1,234,952	\$1,401,784	\$1,384,800	-1.2%

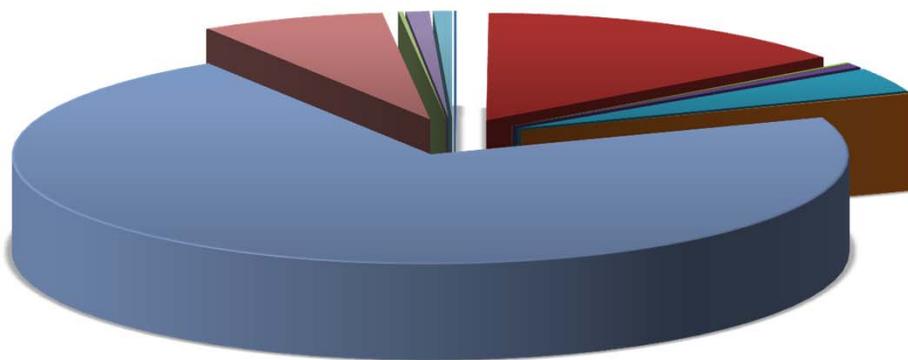
Goals and Objectives:

- Continue to inspect and repave all utility cuts.
- Increase the level of pothole patching.
- 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.
- Continue study of signal timing and traffic patterns.
- Study new technology and methods to prevent failure of street cuts.
- Continue work with TDOT to identify needed intersection improvement projects.

Performance Measures:

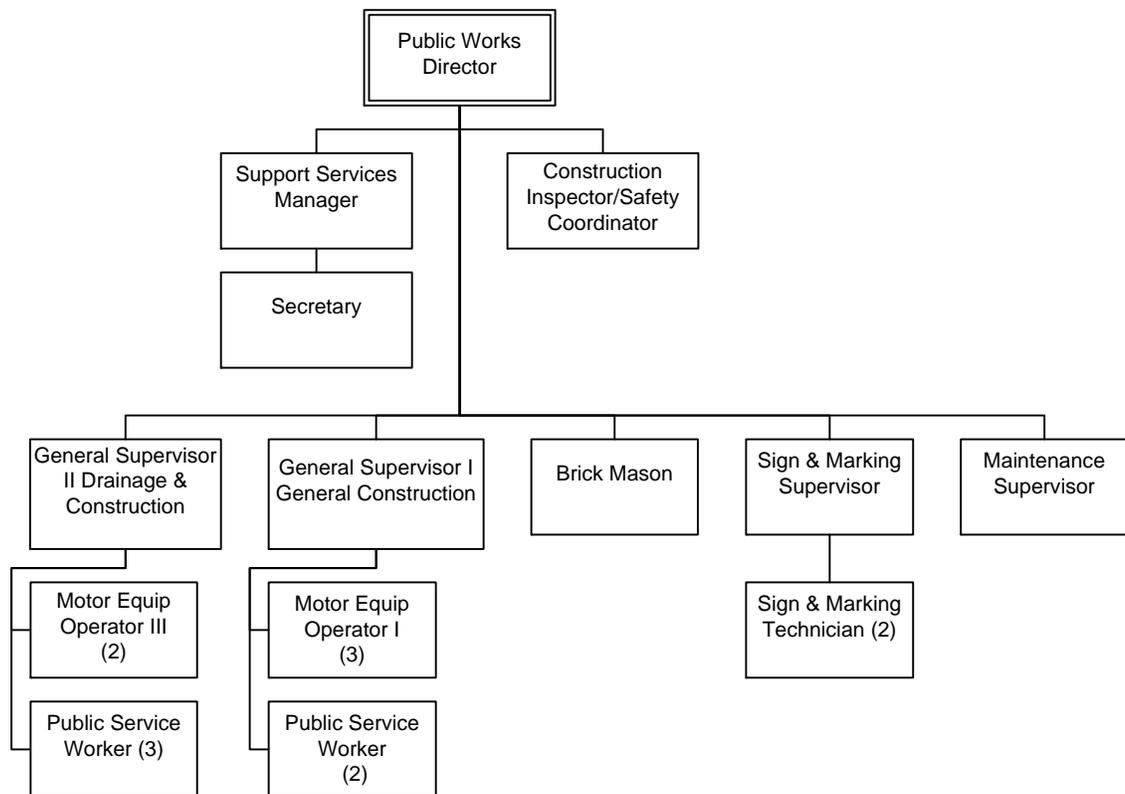
Measure Description	FY2012 (Actual)	FY2013 (Actual)	FY2014 (Estimated)	FY2015 (Projected)
Value of Street Repaving Contract	\$772,423	\$1,062,881	\$943,081	\$1,000,000
Value of Sidewalk, Curb, & Gutter Construction	\$407,341	\$20,181	\$23,086	\$30,000
# of Major Drainage Projects Completed	10	4	5	5
New Drainage Construction Costs (GASB)	\$288,034	\$317,201	\$195,000	\$120,000
Linear Feet of Drainage Pipe Installed	6,024	5,919	3,172	5,038
# of Stormwater Structures Installed	102	144	133	126
# of Utility Cut Permits	200	229	300	275
Value of Utility Cut Permits	\$50,293	\$55,185	\$67,565	\$80,875
# of Tons of Asphalt Used on Potholes	1,155	1,248	1,251	1,308
# Cubic Yards of Concrete/Flowable Fill for Street Cut Repair & Drainage Projects	615.00	606.50	1,028	748
# of CalLink complaints/work order requests	1,519	1,091	958	1,189
% of CalLink complaint/work orders completed/closed	91.00%	84.00%	76.00%	83.00%
# of CalLink complaint/work orders per 1,000 population	36.06	25.00	22.00	27.00

**City of Cleveland
CALLink System - Work Requests
FY 2012-13
Total Requests 1,091
Total Completed 918 (84.14%)**



- Addressing - 1
- Building Maintenance - 162
- Cleveland Utilities - 2
- Engineering - 6
- Landscaping Maint. - 40
- Police Department - 1
- Public Works Operations - 781
- Sign Shop - 78
- Solid Waste - 2
- Storm Water Engineering - 10
- Traffic Engineering - 8

Public Works Operations Division

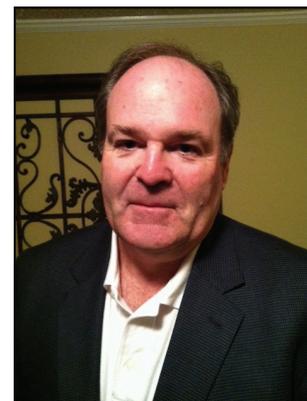


FUND 110-GENERAL FUND		DEPT-43110- PUBLIC WORKS OPERATIONS DIVISION				
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
Personnel and fringe benefits:						
111	SALARIES	708,232	761,200	761,200	792,500	776,600
112	OVERTIME	9,357	10,400	10,400	10,800	10,800
114	PART-TIME	6,754	7,000	7,000	7,000	7,000
119	SUPPLEMENTAL PAY	591	700	700	700	700
131	SERVICE AWARDS	425	900	900	600	600
132	LONGEVITY	12,700	13,700	13,700	15,200	15,200
133	SOLD VACATION	7,407	9,700	9,700	10,100	10,100
134	CHRISTMAS BONUS	10,599	2,300	2,300	2,300	2,200
135	COLLEGE PAY	125	200	200	200	200
140	DENTAL INSURANCE	9,952	10,600	10,600	10,600	10,300
141	SOCIAL SECURITY TAXES	55,007	61,700	61,700	64,300	63,000
142	HEALTH INSURANCE EXP	153,765	162,900	162,900	195,000	195,000
143	RETIREMENT EXPENSE	124,614	132,900	132,900	138,400	135,700
144	LIFE/DISABILITY INSURANCE	9,027	10,100	10,100	10,500	10,300
149	WORKER'S COMP CLAIMS	2,375	2,000	2,000	2,000	2,000
191	LAUNDRY & DRY CLEANING	37	600	600	600	600
192	PRE-EMPLOYMENT TESTING	64	500	500	200	200
197	SAFETY SHOES	2,412	2,900	2,900	2,900	2,900
Subtotal:		1,113,443	1,190,300	1,190,300	1,263,900	1,243,400
Operating expenditures:						
211	POSTAGE EXPENSE	77	300	300	200	200
215	800 MHZ RADIO EXPENSE	3,000	3,000	3,000	3,000	3,000
216	GPS	6,208	6,300	6,600	6,900	6,900
221	PRINTING EXPENSE	0	200	200	200	200
233	SUBSC. & MEMBERSHIPS	204	400	400	400	400
237	ADVERTISING EXPENSE	1,421	300	400	300	300
241	UTILITIES	29,443	33,000	33,000	34,200	34,200
245	TELEPHONE EXPENSE	25,793	28,000	28,000	25,000	25,000
257	SURVEYS	610	3,000	3,000	3,000	3,000
262	SMALL EQUIPMENT MAINT-SIGNS	0	1,700	1,700	0	0
266	BUILDING MAINTENANCE	12,397	9,000	8,000	11,000	11,000
267	INS REIMB - HVAC UNIT	0	0	44,900	0	0
283	TRAVEL & TRAINING EXP	200	1,000	1,000	1,000	1,000
288	DEPT WK SESSION	10	0	500	0	0
298	CONT SVCS-PEST CONTROL	879	1,000	1,000	1,000	1,000
319	OFFICE EXPENSE	3,987	6,800	6,400	5,800	5,800
321	OPERATING SUPPLIES	4,881	4,000	4,000	5,000	5,000
322	SAFETY SUPPLIES	1,909	1,500	1,500	1,500	1,500
324	JANITORIAL SUPPLIES	1,311	1,500	1,500	1,500	1,500
326	UNIFORM EXPENSE	9,298	10,300	10,300	10,000	10,000
331	GASOLINE EXPENSE	125,666	142,000	142,000	135,000	135,000
332	REPAIRS & PARTS	212,207	250,000	250,000	200,000	200,000
341	SIGN SHOP SUPPLIES	2,458	2,800	2,800	4,500	4,500
342	SIGN PARTS & SUPPLIES	15,036	40,000	72,400	50,000	50,000
344	MAJOR SAFETY MARKINGS	74,867	80,000	80,000	80,000	5,000
345	THERMOPLASTIC CONTRACT	2,024	40,000	33,600	40,000	40,000
471	PAVING & MATERIALS	242,069	250,000	320,022	290,000	275,375
511	INS-BLDGS & CONTENTS	5,714	6,000	6,000	4,900	4,900
512	INS-VEHICLES & EQUIP	14,775	15,600	16,700	16,700	16,700
513	INS-GENERAL LIABILITY	11,787	12,400	13,000	13,000	13,000
514	WORKER'S COMPENSATION	31,904	33,500	31,800	29,100	29,100
599	MISCELLANEOUS	424	500	500	500	500
799	INCENTIVE PROGRAM	2,905	4,000	3,500	4,000	4,000
Subtotal:		843,464	988,100	1,128,022	977,700	888,075

FUND 110-GENERAL FUND		DEPT-43110- PUBLIC WORKS OPERATIONS DIVISION				
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
Capital outlay and debt service:						
941	SMALL EQUIPMENT	7,660	3,000	3,000	3,000	3,000
942	SMALL EQUIPMENT-SIGNS	8,594	1,800	1,800	1,800	1,800
Subtotal:		16,254	4,800	4,800	4,800	4,800
TOTAL	DEPARTMENT 43110	1,973,161	2,183,200	2,323,122	2,246,400	2,136,275

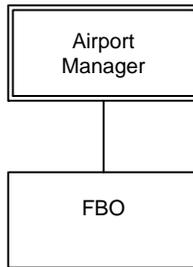
FUND 110-GENERAL FUND		DEPT-43130- STREET LIGHTING & SIGNALS				
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
Operating expenditures:						
241	STREET LIGHTING - ENERGY	715,891	442,500	821,500	822,500	796,100
242	STREET LIGHTING - INVESTMENT	1,884	380,000	0	0	0
245	TELEPHONE EXPENSE	32,145	0	0	0	0
247	TRAFFIC LIGHT UTILITY SVC	9,629	45,000	45,000	35,000	35,000
248	POLE ATTACHMENTS	105,238	3,000	6,500	4,300	4,800
249	ITS MAINTENANCE SERVICES	0	0	1,000	1,000	1,000
264	TRAFFIC LIGHT REP/MAINT	302,030	320,000	510,384	540,900	540,900
343	TRAFFIC SIGNAL SUPPLIES	0	0	0	3,000	3,000
349	SIGNAL PREMPTION-CU	0	16,400	16,400	0	0
Subtotal:		1,166,817	1,206,900	1,400,784	1,406,700	1,380,800
Capital outlay and debt service:						
941	SMALL EQUIPMENT	8,135	1,000	1,000	4,000	4,000
942	CU-GREENWAY	60,000	0	0	0	0
Subtotal:		68,135	1,000	1,000	4,000	4,000
TOTAL	DEPARTMENT 43130	1,234,952	1,207,900	1,401,784	1,410,700	1,384,800

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 (KRZR). This state-of-the-art facility is located adjacent to Dry Valley Road, NE, approximately 2 miles east of Hardwick Field. In March 2014, the TN Department of Transportation Aeronautics Division awarded the jetport with the “Airport of the Year” designation.

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 Cleveland Municipal Airport Authority also plans to request funding for the design and construction for the 700’ runway extension. The additional 700’ will provide enhanced capabilities for the larger corporate aircraft that frequently visit KRZR. The justification study and environmental assessment for this project are already underway.

Two ten-unit t-hangars were completed last fiscal year. These are already at capacity and future plans allow for construction of additional units. Several private hangars have also been constructed at the airport.

The Director, who oversees daily operations at the new facility, continues to work with State and Federal 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 \$42,497,364. The Authority’s share of the estimated cost is \$6,039,429. The proceeds from the sale of Hardwick Field will offset this cost.

The Airport Authority also contracts with Crystal Air, Inc. for FBO services at the Jetport.

EXPENDITURE SUMMARY	FY 2013 Actual	FY 2014 Budgeted	FY 2015 Proposed	Percentage Increase
Personnel Expenditures	\$0	\$190,000	\$182,700	-3.8%
Operating Expenditures	\$0	\$517,100	\$894,000	72.9%
Capital Outlay & Debt Service	\$0	\$1,000	\$1,400	40%
Total Expenditures	\$0	\$708,100	\$1,078,100	52.25%
FTE’s	0	1	1	

Goals and Objectives:

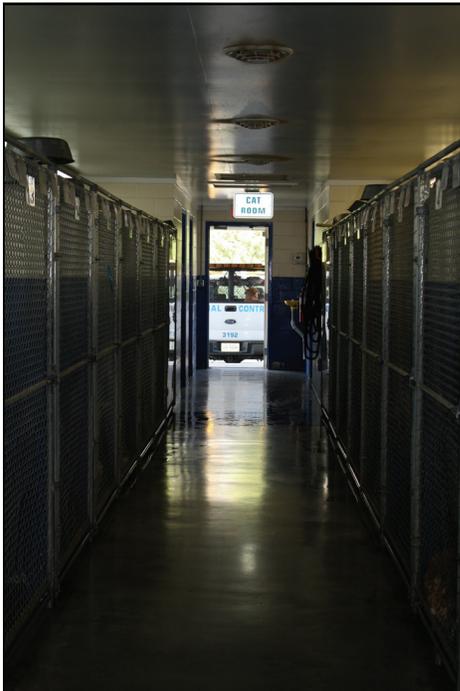
- Improve utilization of the Cleveland Regional Jetport, while maintaining a safe and functional facility.
- Development and certification of GPS-based Instrument Approach Procedures to serve flights operating in inclement weather conditions.
- Complete 700' runway expansion.
- Raise awareness among 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.
- Completion of south area development in advance of corporate hangar construction.

Performance Measures:

Measure Description	FY2012 (Actual)	FY2013 (Actual)	FY2014 (Estimated)	FY2015 (Projected)
Total number of meetings booked for conference rooms	0	18	48	53
Total number of special events held	0	1	2	3
Total number of hangars on site	0	2	25	26
Total number of hangars occupied	0	2	25	26
Total aircraft based at airport	0	9	41	45
Total gallons of fuel sold	0	17,789	90,000	290,500
Number of inspections by State departments	0	1	2	2
Number of public meetings held by Airport Authority	0	11	12	12

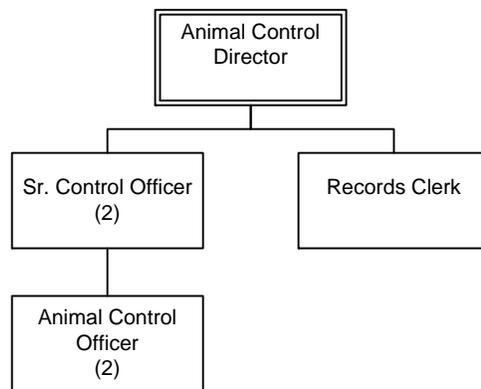
	FUND 110-GENERAL FUND	DEPT-52500- CLEVELAND REGIONAL JETPORT				
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
Personnel and fringe benefits:						
111	SALARIES	0	68,500	68,500	70,900	70,900
119	CONTRACTED SERVICES-FBO	0	90,000	100,400	90,000	90,000
133	SOLD VACATIONS	0	1,400	1,400	1,400	1,400
134	CHRISTMAS BONUS	0	200	200	200	200
140	DENTAL INSURANCE	0	600	0	0	0
141	SOCIAL SECURITY TAXES	0	5,400	5,700	5,600	5,600
142	HEALTH INSURANCE EXP	0	9,800	0	0	0
143	RETIREMENT EXP	0	11,700	11,700	12,100	12,100
144	LIFE/DISABILITY INSURANCE	0	900	900	1,000	1,000
149	WORKER'S COMP CLAIMS	0	500	500	500	500
191	LAUNDRY & DRY CLEANING	0	600	300	600	600
197	CLOTHING ALLOWANCE	0	400	400	400	400
Subtotal:		0	190,000	190,000	182,700	182,700
Operating Expenditures:						
211	POSTAGE/SHIPPING EXPENSE	0	300	300	300	300
221	PRINTING EXPENSE	0	500	500	500	500
228	SERVICE AGREEMENT-CU	0	0	300	0	0
237	ADVERTISING	0	2,000	4,500	5,000	5,000
239	SUBSC & MEMBERSHIP	0	700	1,100	1,000	1,000
241	UTILITIES EXPENSE	0	21,000	47,300	46,900	46,900
245	TELEPHONE EXPENSE	0	6,500	14,100	7,500	7,500
251	CONTRACTED SERV-SECURITY	0	0	2,000	0	2,200
254	AIRPORT MASTERPLAN	0	5,000	5,000	0	0
266	BUILDING MAINTENANCE	0	0	3,500	3,000	3,000
267	GROUNDS MAINTENANCE	0	0	2,000	1,200	1,200
282	CAR ALLOWANCE	0	4,200	4,200	4,200	4,200
283	TRAVEL & TRAINING	0	2,500	2,500	4,500	4,500
288	DEPT/WORK SESSION MEALS	0	0	0	1,500	1,500
290	CREDIT CARD FEES	0	7,000	12,000	12,000	12,000
291	LEASE AGREEMENT EXPENSE	0	30,000	30,000	30,000	30,000
319	OFFICE SUPPLIES	0	1,200	700	1,200	1,200
331	GASOLINE EXPENSE	0	5,000	3,000	2,000	2,000
332	REPAIRS & PARTS	0	2,000	2,000	1,500	1,500
333	AVGAS & JETFUEL PURCHASE	0	244,400	370,000	370,000	757,500
511	INS-BLDGS & CONTENTS	0	5,000	7,600	7,600	8,500
512	INS-VEHICLES & EQUIP	0	1,500	0	0	0
513	INS-GENERAL LIABILITY	0	1,500	3,000	3,000	3,000
599	MISCELLANEOUS	0	3,500	1,500	500	500
Subtotal:		0	343,800	517,100	503,400	894,000
Capital outlay and debt service:						
942	SMALL EQUIPMENT	0	1,000	1,000	1,400	1,400
Subtotal:		0	1,000	1,000	1,400	1,400
TOTAL	DEPARTMENT 41710	0	534,800	708,100	687,500	1,078,100

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. Until March 17, 2014 the department provided animal control services throughout Bradley County under a renewable annual contract. FY2015 budget includes Animal Control Services only within the city limits of Cleveland. The department also receives funding from the Meiler Estate Animal Shelter Trust Fund.

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 shelter.

EXPENDITURE SUMMARY	FY 2013 Actual	FY 2014 Budgeted	FY 2015 Proposed	Percentage Increase
Personnel Expenditures	\$415,039	\$405,570	\$360,499	-11.1%
Operating Expenditures	\$238,294	\$236,813	\$207,087	-12.5%
Capital Outlay & Debt Service	\$1,295	\$1,100	\$1,100	0%
Total Expenditures	\$654,628	\$643,483	\$568,686	-11.6%
FTE's	8	8	6	

Goals and Objectives:

- Continue to provide high quality animal control services throughout the City.
- Continue to be pro-active in adoptions.
- Increase educational programs on the need for spay, neutering and vaccinations of all cats and dogs.
- Continue to actively respond to citizen complaints regarding animals and animal cruelty.

Performance Measures:

Measure Description	FY2012 (Actual)	FY2013 (Actual)	FY2014* (Estimated)	FY2015* (Projected)
# of Animals Picked-up in City	1,847	1,550	1,699	1,625
# of Calls in City	3,579	3,470	3,525	3,497
# of Animals Picked-up in County	3,287	2,807	893	0
# of Calls in County	3,829	3,718	1,488	0
# of Animals Adopted	772	2,237	866	828
# of Animals Euthanized	3,567	368	203	195
# of Animals Handled per Employee	642	545	283	271
Cost per Animal Handled	\$97.01	\$150.25	\$248.26	\$349.96
% of Animals Adopted vs. Euthanized	21.6%	.06%	.04%	.04%
# of Animals Brought in from other Counties	1	0	1	1
# of Complaints Regarding Animals	7,408	7,188	3,525	3,498
# of Complaints Regarding Animal Cruelty	17	5	177	88
# of Educational Programs	1	1	1	1
# of Employees	8	8	6	6
# of Certified Animal Control Officers	4	4	4	4

*As previously noted the contract with Bradley County ended on March 17, 2014.

	FUND 110-GENERAL FUND		DEPT-44110- ANIMAL CONTROL			
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
Personnel and fringe benefits:						
111	SALARIES	256,352	272,950	252,950	222,891	222,891
112	OVERTIME	25,517	18,630	21,330	20,000	20,000
114	PART-TIME WAGES	2,665	2,070	2,070	2,000	2,000
131	SERVICE AWARDS	425	150	0	300	300
132	LONGEVITY	4,850	5,450	5,450	5,000	5,000
133	SOLD VACATIONS	0	700	0	700	700
134	CHRISTMAS BONUS	4,240	900	870	650	650
140	DENTAL INSURANCE	1,817	2,600	2,500	2,029	2,029
141	SOCIAL SECURITY EXPENSE	22,157	23,000	23,000	19,243	19,243
142	HEALTH INSURANCE EXP	42,356	46,500	41,000	35,801	35,801
143	RETIREMENT EXP	46,758	49,600	47,100	42,323	42,323
144	LIFE/DISABILITY INSURANCE	3,238	3,400	3,150	2,832	2,832
148	EDUCATION REIMBURSEMENT	0	1,500	0	1,430	1,430
149	WORKER'S COMP CLAIMS	0	1,000	1,000	1,000	1,000
191	LAUNDRY AND DRY CLEANING	4,458	4,750	4,250	3,500	3,500
192	EMPLOYEE PHYSICALS	150	600	600	500	500
193	PROTECTIVE IMMUNIZATIONS	56	300	300	300	300
Subtotal:		415,039	434,100	405,570	360,499	360,499
Operating expenditures:						
211	POSTAGE EXPENSE	270	100	250	200	200
217	CONTRACTED SVCS-VEHICLES	587	900	400	500	500
218	COMMUNICATION REPAIR/REPLACE	0	500	300	500	500
221	PRINTING EXPENSE	1,746	2,000	1,000	2,000	2,000
233	SUBSCRIPTIONS/MEMBERSHIPS	995	1,100	1,100	1,100	1,100
237	ADVERTISING EXPENSE	0	300	300	300	300
241	UTILITIES/PAGER	9,738	12,075	12,075	12,679	12,679
245	TELEPHONE	12,428	14,000	14,000	14,000	14,000
248	SPONSER ADOPTIONS	12,990	0	10,234	0	0
249	STATE GRANT SPAY/NEUTER	50	0	0	0	0
258	ADOPTION SPAY/NEUTER EXPENSE	92,845	100,000	85,000	85,000	85,000
259	SICK/VETERINARY EXPENSE	19,766	5,000	20,000	10,000	10,000
261	VEHICLE MAINTENANCE	20,843	15,000	16,794	12,000	12,000
263	COPIER MAINTENANCE	579	600	600	600	600
265	GROUNDS IMPR & MAINT	265	0	0	0	0
266	BUILDING/GROUND MAINTENANCE	6,993	6,500	6,500	6,500	6,500
283	TRAINING & TRAVEL EXP	1,234	1,500	0	1,500	1,500
290	CREDIT CARD FEES	1,510	2,500	2,500	2,500	2,500
295	LANDFILL EXPENSE	1,050	1,500	1,000	1,200	1,200
299	JANITORIAL CONTRACT	6,000	6,400	6,400	6,720	6,720
319	OFFICE EXPENSE	2,186	2,500	2,500	2,500	2,500
322	OSHA SAFETY SUPPLIES	63	500	500	500	500
324	JANITORIAL SUPPLIES	5,978	6,500	6,500	6,700	6,700
326	UNIFORMS & SAFETY SHOES	2,215	5,000	5,000	3,000	3,000
327	AMMUNITION	0	500	500	500	500
331	GASOLINE EXPENSE	20,610	20,000	18,000	18,000	15,000
395	EUTHANASIA SUPPLIES	0	3,000	3,000	2,500	2,500
396	PET FOOD/ANIMAL SUPPLIES	6,547	7,500	11,000	10,000	7,500
430	DONATIONS-SHELTER VOLUNTEERS	218	0	282	0	0
511	INS-BLDGS & CONTENTS	297	315	438	315	500
512	INS-VEHICLES & EQUIP	1,432	1,575	1,385	1,575	1,450
513	INS-GENERAL LIABILITY	1,618	1,785	1,873	1,785	1,785
514	WORKER'S COMPENSATION	7,002	7,353	6,882	7,353	7,353
599	MISCELLANEOUS EXP	239	500	500	500	500
Subtotal:		238,294	227,003	236,813	212,527	207,087

FUND 110-GENERAL FUND		DEPT-44110- ANIMAL CONTROL				
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
Capital outlay and debt service:						
949	REPLACEMENT EQUIPMENT	1,295	1,100	1,100	1,100	1,100
Subtotal:		1,295	1,100	1,100	1,100	1,100
TOTAL	DEPARTMENT 44110	654,628	662,203	643,483	574,126	568,686

Wellness, Safety & Risk Management Program



Hazard Communication Standard Pictogram

As of June 1, 2015, the Hazard Communication Standard (HCS) will require pictograms on labels to alert users of the chemical hazards to which they may be exposed. Each pictogram consists of a symbol on a white background framed within a red border and represents a distinct hazard(s). The pictogram on the label is determined by the chemical hazard classification.

HCS Pictograms and Hazards

<p>Health Hazard</p>  <ul style="list-style-type: none"> ▪ Carcinogen ▪ Mutagenicity ▪ Reproductive Toxicity ▪ Respiratory Sensitizer ▪ Target Organ Toxicity ▪ Aspiration Toxicity 	<p>Flame</p>  <ul style="list-style-type: none"> ▪ Flammables ▪ Pyrophorics ▪ Self-Heating ▪ Emits Flammable Gas ▪ Self-Reactives ▪ Organic Peroxides 	<p>Exclamation Mark</p>  <ul style="list-style-type: none"> ▪ Irritant (skin and eye) ▪ Skin Sensitizer ▪ Acute Toxicity ▪ Narcotic Effects ▪ Respiratory Tract Irritant ▪ Hazardous to Ozone Layer (Non-Mandatory)
<p>Gas Cylinder</p>  <ul style="list-style-type: none"> ▪ Gases Under Pressure 	<p>Corrosion</p>  <ul style="list-style-type: none"> ▪ Skin Corrosion/Burns ▪ Eye Damage ▪ Corrosive to Metals 	<p>Exploding Bomb</p>  <ul style="list-style-type: none"> ▪ Explosives ▪ Self-Reactives ▪ Organic Peroxides
<p>Flame Over Circle</p>  <ul style="list-style-type: none"> ▪ Oxidizers 	<p>Environment (Non-Mandatory)</p>  <ul style="list-style-type: none"> ▪ Aquatic Toxicity 	<p>Skull and Crossbones</p>  <ul style="list-style-type: none"> ▪ Acute Toxicity (fatal or toxic)

For more information:
OSHA® Occupational Safety and Health Administration
 U.S. Department of Labor
www.osha.gov (800) 321-OSHA (6742)

OSHA 3491-02 2012

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 funding for some OSHA mandated training, CPR/AED First Aid training, 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 2013 Actual	FY 2014 Budgeted	FY 2015 Proposed	Percentage Increase
Personnel Expenditures	\$70,444	\$76,545	\$79,890	4.4%
Operating Expenditures	\$26,3754	\$39,325	\$41,280	4.9%
Capital Outlay & Debt Service	\$0	\$0	\$0	0%
Total Expenditures	\$96,819	\$115,870	\$121,170	4.6%

Goals and Objectives:

- Maintain MSDS inventory
- Schedule and conduct required safety training for employees
- Ensure the City of Cleveland remains in compliance with OSHA and TOSHA mandates and regulations
- 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
- Manage maintenance of 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	FY2012 (Actual)	FY2013 (Actual)	FY2014 (Estimated)	FY2015 (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	32	32
# of OSHA/TOSHA Citations issued	0	0	0	0
Lost Time Accidents	5	5	7	5
Total number of recordable injuries	8	8	16	10
Wellness Programs offered to employees	2	2	3	3
Fitness Classes provided to employees	100	100	260	300
Safety training session provided to employees	3	3	6	5

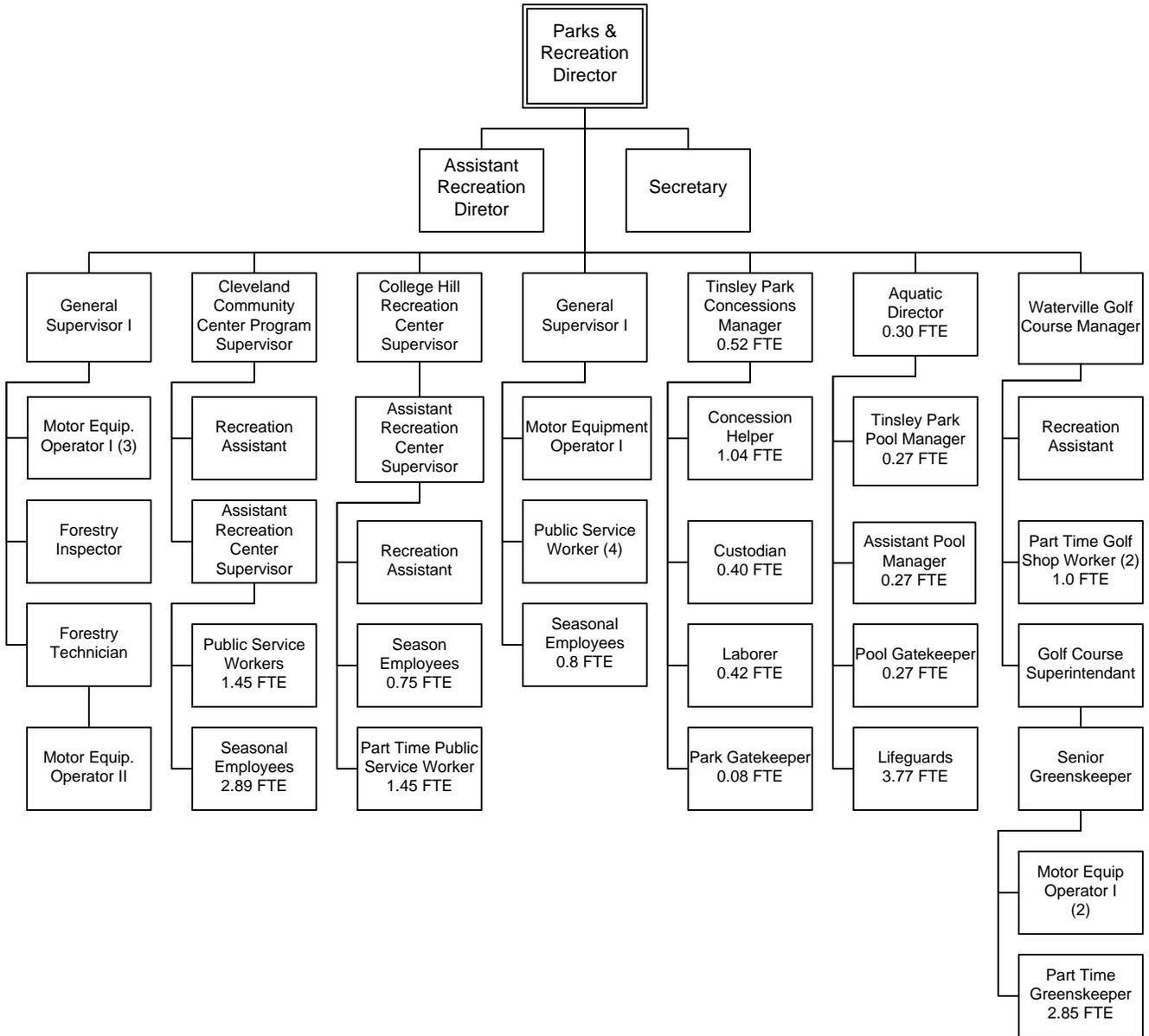
A safety incentive program was implemented as an effort to reduce the lost time injury statistics. The city reports work-related injuries to OSHA (Occupational Safety and Health Administration) as required on a calendar-year basis.

	FUND 110-GENERAL FUND	DEPT-44190- WELLNESS, SAFETY & RISK MANAGEMENT PROGRAM				
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
Personnel and fringe benefits:						
111	SALARIES	49,711	53,820	53,820	55,703	55,703
131	SERVICE AWARDS	250	0	0	0	0
132	LONGEVITY	1,200	1,250	1,250	1,300	1,300
133	SOLD VACATIONS	955	1,000	1,000	1,000	1,000
134	CHRISTMAS BONUS	530	100	100	100	100
135	COLLEGE PAY	280	300	300	280	280
140	DENTAL INSURANCE	(289)	300	300	300	300
141	SOCIAL SECURITY TAXES	3,938	4,200	4,200	4,457	4,457
142	HEALTH INSURANCE	4,101	5,500	5,500	6,300	6,300
143	RETIREMENT EXPENSES	8,790	9,100	9,100	9,470	9,470
144	LIFE/DISABILITY INSURANCE	628	625	625	630	630
197	CLOTHING ALLOWANCE	350	350	350	350	350
Subtotal:		70,444	76,545	76,545	79,890	79,890
Operating expenditures:						
239	HAZARD COMM/CPR/AED	453	450	450	100	200
245	TELEPHONE	1,018	1,100	2,570	2,570	1,100
262	EQUIPMENT MAINTENANCE	0	4,600	8,875	9,400	9,400
266	BUILDING MAINTENANCE	0	0	0	5,000	4,000
283	TRAINING AND TRAVEL	1,299	1,500	1,500	1,500	1,500
299	JANITORIAL CONTRACT	0	5,950	5,950	6,000	6,000
319	OFFICE SUPPLIES	162	100	100	100	100
324	WELLNESS CTR OPERATIONS	15,142	1,500	3,530	5,000	3,530
329	SAFETY SUPPLIES	383	300	300	100	100
331	GASOLINE EXPENSE	180	200	200	200	200
343	TML DRIVER SAFETY GRANT	0	5,000	10,000	10,000	10,000
344	TML SAFETY GRANT	3,132	2,000	4,000	4,000	4,000
512	INS-VEHICLES	321	350	350	350	350
513	INS-GENERAL LIABILITY	283	300	300	300	300
599	MISCELLANEOUS EXPENSE	188	200	700	200	500
799	INCENTIVE PROGRAM	3,814	4,275	500	1,000	0
Subtotal:		26,375	27,825	39,325	45,820	41,280
TOTAL	DEPARTMENT 44190	96,819	104,370	115,870	125,710	121,170

Parks and Recreation



Parks & Recreation Department



Parks and Recreation Department

Programs, Services, and Functions:

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

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

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

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

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

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

- Greater Cleveland Soccer Association, which has helped the City develop the Mouse Creek Road soccer complex
- Bradley/Cleveland Youth Football Program
- Aqua Tigers Swim Team
- Cleveland Youth Softball
- Water Dog Swim Team
- 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 1, 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 opening 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 an important 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. In May 2014, Mosby Park will be opening for the summer with 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 FY2014 they received a new roof, which was funded through an energy grant, a new basketball court and a storage building. We are currently in the process of getting new restrooms that will be compliant with ADA standards.

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 2013 Actual	FY 2014 Budgeted	FY 2015 Proposed	Percentage Increase
Personnel Expenditures	\$545,311	\$544,275	\$569,725	4.7%
Operating Expenditures	\$182,330	\$207,907	\$251,600	21.0%
Capital Outlay & Debt Service	\$398	\$8,750	\$7,000	-20.0%
Total Expenditures	\$728,039	\$760,932	\$828,325	8.8%
FTE's	13	13	9.8	

Landscape Maintenance:

EXPENDITURE SUMMARY	FY 2013 Actual	FY 2014 Budgeted	FY 2015 Proposed	Percentage Increase
Personnel Expenditures	\$362,842	\$368,606	\$382,463	3.7%
Operating Expenditures	\$130,298	\$165,777	\$149,250	-9.9%
Capital Outlay & Debt Service	\$744	\$7,000	\$7,000	0%
Total Expenditures	\$493,884	\$541,383	\$535,713	-1.0%
FTE's	7	7	7	

College Hill Recreation Center:

EXPENDITURE SUMMARY	FY 2013	FY 2014	FY 2015	Percentage Increase
	Actual	Budgeted	Proposed	
Personnel Expenditures	\$231,081	\$231,700	\$230,550	-0.5%
Operating Expenditures	\$134,273	\$139,048	\$140,900	1.3%
Capital Outlay & Debt Service	\$3,988	\$1,000	\$1,000	0%
Total Expenditures	\$361,342	\$371,748	\$372,450	0.2%
FTE's	5.2	5.2	5.2	

Cleveland Community Center:

EXPENDITURE SUMMARY	FY 2013	FY 2014	FY 2015	Percentage Increase
	Actual	Budgeted	Proposed	
Personnel Expenditures	\$267,449	\$261,650	\$279,150	6.7%
Operating Expenditures	\$93,270	\$87,150	\$91,400	4.9%
Capital Outlay & Debt Service	\$8,000	\$3,550	\$6,200	74.6%
Total Expenditures	\$368,719	\$352,350	\$376,750	6.9%
FTE's	7.34	7.34	7.34	

Tinsley Park Operations:

EXPENDITURE SUMMARY	FY 2013	FY 2014	FY 2015	Percentage Increase
	Actual	Budgeted	Proposed	
Personnel Expenditures	\$103,360	\$131,450	\$129,450	-1.5%
Operating Expenditures	\$115,821	\$108,425	\$111,950	3.2%
Capital Outlay & Debt Service	\$6,481	\$7,500	\$0	-100%
Total Expenditures	\$225,662	\$239,875	\$241,400	0.6%
FTE's	7.04	7.34	7.34	

Waterville Golf Course:

EXPENDITURE SUMMARY	FY 2013	FY 2014	FY 2015	Percentage Increase
	Actual	Budgeted	Proposed	
Personnel Expenditures	\$316,664	\$359,475	\$373,900	4.0%
Operating Expenditures	\$139,162	\$148,561	\$152,900	2.9%
Capital Outlay & Debt Service	\$29,480	\$30,117	\$29,480	-2.1%
Total Expenditures	\$485,306	\$538,153	\$556,280	3.4%
FTE's	9.85	9.85	9.85	

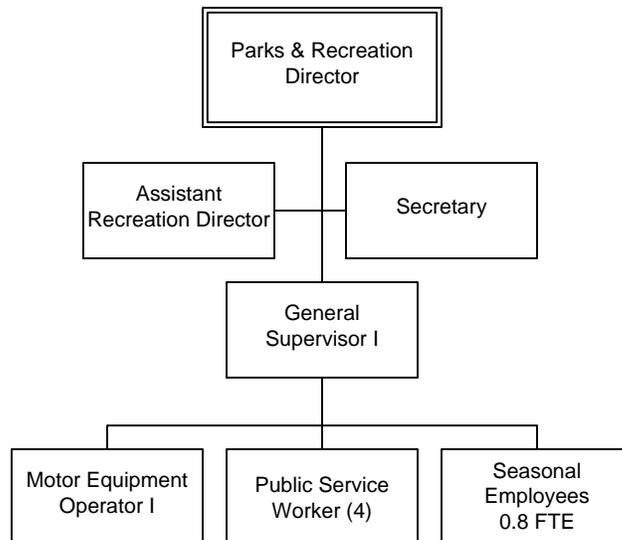
Goals and Objectives:

- Increase recreational opportunities for the entire community.
- Increase basketball participants in the city by 20% in FY2015.
- 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:

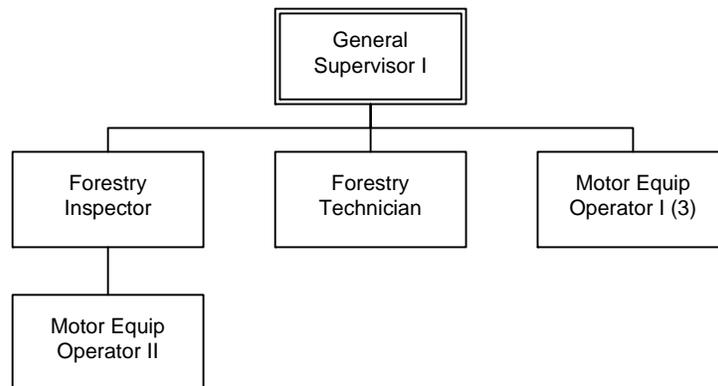
Measure Description	FY2012 (Actual)	FY2013 (Actual)	FY2014 (Estimated)	FY2015 (Projected)
# of Softball League Participants	1,620	1,630	1,650	1,700
# of Basketball League Participants	260	270	275	300
# of Soccer League Participants	975	985	1,000	1,050
# of Football League Participants	260	270	275	300
# of Aqua Tigers Participants	130	135	140	150
# Mosby Park Water Dogs	115	115	120	130
# of Sports for Youth Participants	650	675	700	750
# of Softball Tournaments	15	17	20	20
# Acres of Parks and Recreation Facilities	191	191	191	191
Number of Golf Rounds Played	6,000	6000	7,000	8,000
Dollars per Golf Round	\$13.00	\$13.00	\$13.00	\$13.00
CSGC Memberships	89	39	93	200
Sr/Jr	34	27	25	68
Single	36	8	39	81
Family	19	4	29	51
# of Trees Trimmed Annually	915	871	1,000	1,100
# Trees Trimmed per employee	305	290	333	366
# of Trees Planted Annually	345	298	400	420

Parks & Recreation Administration & Maintenance Division



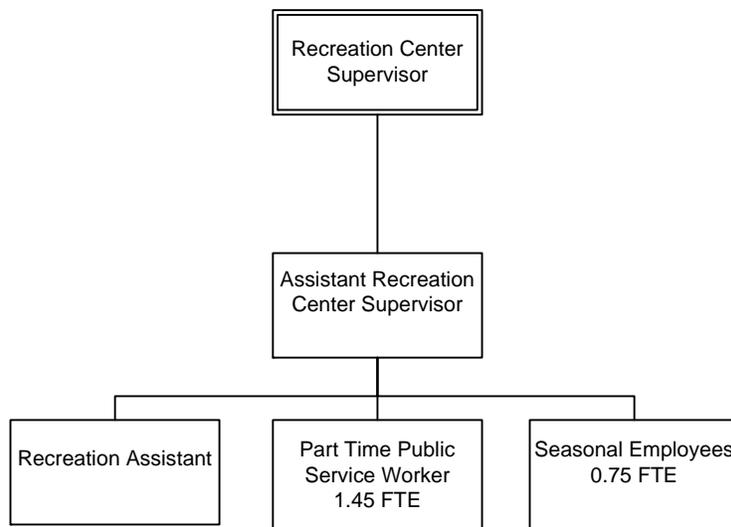
	FUND 110-GENERAL FUND		DEPT-44420- PARKS & RECREATION				
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET	
Personnel and fringe benefits:							
111	SALARIES	344,038	340,600	340,600	352,600	352,600	
112	OVERTIME	1,755	3,500	3,500	3,500	2,500	
114	PART TIME WAGES	15,495	20,000	20,000	20,000	19,000	
131	SERVICE AWARDS	350	250	350	0	0	
132	LONGEVITY	3,800	3,800	4,200	4,400	4,400	
133	SOLD VACATION	1,459	2,600	2,600	2,600	2,600	
134	CHRISTMAS BONUS	4,769	100	1,100	1,000	1,000	
135	COLLEGE PAY	125	125	125	125	125	
140	DENTAL INSURANCE	4,200	4,000	4,000	4,500	4,500	
141	SOCIAL SECURITY TAXES	26,534	28,500	28,500	29,400	29,400	
142	HEALTH INSURANCE EXP	77,933	75,300	75,300	87,000	87,000	
143	RETIREMENT EXP	59,807	58,300	58,300	63,900	60,800	
144	LIFE/DISABILITY INSURANCE	3,661	4,300	4,300	4,400	4,400	
147	UNEMPLOYMENT COMP	365	0	0	0	0	
149	WORKER'S COMP CLAIMS	745	900	900	900	900	
191	LAUNDRY & DRY CLEANING	275	500	500	500	500	
Subtotal:		545,311	542,775	544,275	574,825	569,725	
Operating expenditures:							
211	POSTAGE EXPENSE	122	200	200	200	200	
216	GPS SERVICES	0	0	8,900	0	0	
233	MEMBERSHIP	775	700	820	1,500	1,500	
237	ADVERTISING	66	300	300	300	300	
241	UTILITIES	9,447	9,400	10,600	11,200	11,200	
245	TELEPHONE EXPENSE	10,758	9,000	9,000	9,000	9,000	
261	VEHICLE MAINTENANCE	45,937	44,000	36,000	44,000	42,000	
262	EQUIPMENT REPAIRS	1,889	5,500	3,750	5,500	4,500	
265	GROUNDS MAINT EXPENSE	22,959	23,000	28,000	28,000	24,000	
266	PLAYGROUND MULCH	0	0	0	0	15,000	
267	FLETCHER BLDG EXP	11,265	9,000	7,800	9,000	9,000	
268	GREENWAY UTILITIES	0	0	17,000	48,000	48,000	
269	GREENWAY MAINTENANCE	0	0	0	10,000	10,000	
282	CAR ALLOWANCE	4,200	4,200	4,200	4,200	4,200	
283	TRAINING/TRAVEL EXP	4,324	4,500	4,500	4,500	4,500	
319	OFFICE EXPENSE	1,546	1,300	1,180	1,300	1,300	
326	UNIFORM EXPENSE	1,391	3,500	3,500	3,500	3,500	
331	GASOLINE EXPENSE	45,777	40,000	40,000	40,000	40,000	
511	INS-BLDGS & CONTENTS	3,712	4,000	4,000	4,000	4,000	
512	INS-VEHICLES & EQUIP	4,744	5,100	5,100	6,300	6,300	
513	INS-GENERAL LIABILITY	4,419	4,800	4,800	4,700	4,700	
514	WORKER'S COMPENSATION	5,313	5,700	5,700	5,400	5,400	
599	MISCELLANEOUS EXP	103	500	500	500	500	
731	OLD TIMERS BANQUET	1,403	2,500	2,500	2,500	2,500	
732	GREENWAY PUBLIC ARTS COMM	2,180	0	9,557	0	0	
Subtotal:		182,330	177,200	207,907	243,600	251,600	
Capital expenditures and debt service:							
948	EQUIPMENT LEASE-MOWERS	0	6,000	6,000	6,000	6,000	
949	SMALL EQUIPMENT	398	1,000	2,750	1,000	1,000	
950	PLAYGROUND	0	0	0	0	0	
Subtotal:		398	7,000	8,750	7,000	7,000	
TOTAL	DEPARTMENT 44420	728,039	726,975	760,932	825,425	828,325	

Parks & Recreation Landscape Maintenance



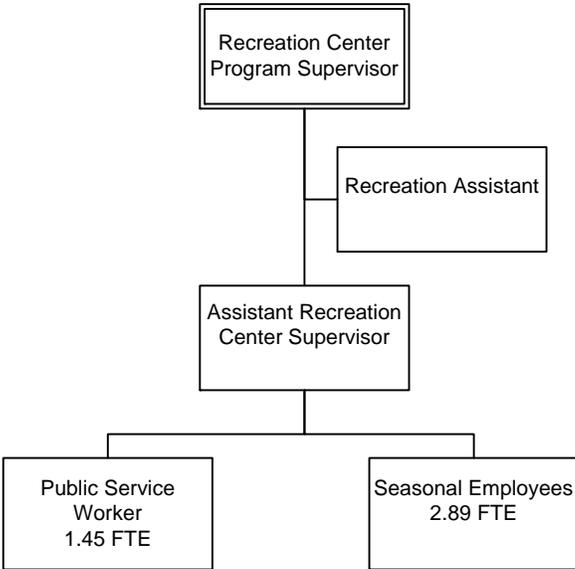
	FUND 110-GENERAL FUND	DEPT-43140 - PARKS & RECREATION				
				LANDSCAPE MAINTENANCE		
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
Personnel and fringe benefits:						
111	SALARIES	238,932	235,800	240,456	244,000	244,000
	MEO1	0	0	0	38,100	0
112	OVERTIME	3,170	900	900	900	900
114	PART-TIME	2,990	0	0	0	0
131	SERVICE AWARDS	175	0	0	250	250
132	LONGEVITY	3,700	4,000	4,000	4,300	4,300
133	SOLD VACATIONS	526	1,900	1,900	1,900	1,900
134	CHRISTMAS BONUS	4,240	800	800	800	800
140	DENTAL INSURANCE	2,356	3,000	3,000	3,100	3,100
141	SOCIAL SECURITY EXPENSE	18,003	18,600	18,600	19,300	19,300
142	HEALTH INSURANCE EXP	47,438	53,800	53,800	61,713	61,713
143	RETIREMENT EXP	38,294	40,450	40,450	42,000	42,000
144	LIFE AND DISABILITY INSUR.	3,018	3,600	3,600	3,100	3,100
149	WORKER'S COMP CLAIMS	0	500	1,000	1,000	1,000
192	PRE-EMPLOYMENT TESTING	0	100	100	100	100
Subtotal:		362,842	363,450	368,606	420,563	382,463
Operating expenditures:						
211	POSTAGE EXPENSE	34	100	100	100	100
221	PRINTING EXPENSE	0	400	400	400	400
233	SUBSCRIPTIONS & MEMBERSHIPS	415	1,500	1,500	1,500	1,500
237	ADVERTISING	0	200	200	200	200
241	UTILITIES	1,611	3,300	3,300	3,500	3,500
245	TELEPHONE/PAGER EXPENSE	4,425	4,600	4,600	4,600	4,600
261	VEHICLE MAINTENANCE	54,758	60,000	57,500	60,000	56,000
262	EQUIPMENT REPAIRS	109	1,800	1,800	1,800	1,800
283	TRAINING & TRAVEL EXP	1,803	2,600	3,100	3,600	3,600
288	WORK SESSIONS/COMP MEALS	36	0	200	200	200
290	CONTRACTED SERVICES	825	300	1,200	1,200	1,200
291	LEE UNIVERSITY MONUMENT EXP	762	0	0	800	800
319	OFFICE EXPENSE	345	500	500	500	500
321	BOTANICAL/OPERATING SUPP	10,858	11,000	13,500	12,000	12,000
326	UNIFORMS & SAFETY SHOES	3,410	3,500	3,500	3,500	3,500
327	TREE EXPENSE	5,772	7,500	7,500	7,500	7,500
329	DONATION-MEMORIAL TREE	1,184	0	19,677	0	0
331	GASOLINE EXPENSE	27,625	29,000	29,000	30,500	30,500
512	INSUR-VEHICLE/EQUIPMENT	5,355	5,700	6,300	6,300	6,300
513	INSUR-GENERAL LIABILITY	3,102	3,400	3,400	3,400	3,500
514	WORKER'S COMPENSATION	7,526	8,000	8,000	8,000	8,000
599	MISCELLANEOUS EXP	343	500	500	500	550
Subtotal:		130,298	143,900	165,777	150,100	146,250
Capital outlay and debt service:						
948	EQUIPMENT LEASE-MOWERS	0	6,000	6,000	6,000	6,000
949	SMALL EQUIPMENT	744	1,000	1,000	1,000	1,000
Subtotal:		744	7,000	7,000	7,000	7,000
TOTAL	DEPARTMENT 43140	493,884	514,350	541,383	577,663	535,713

College Hill Recreation Center



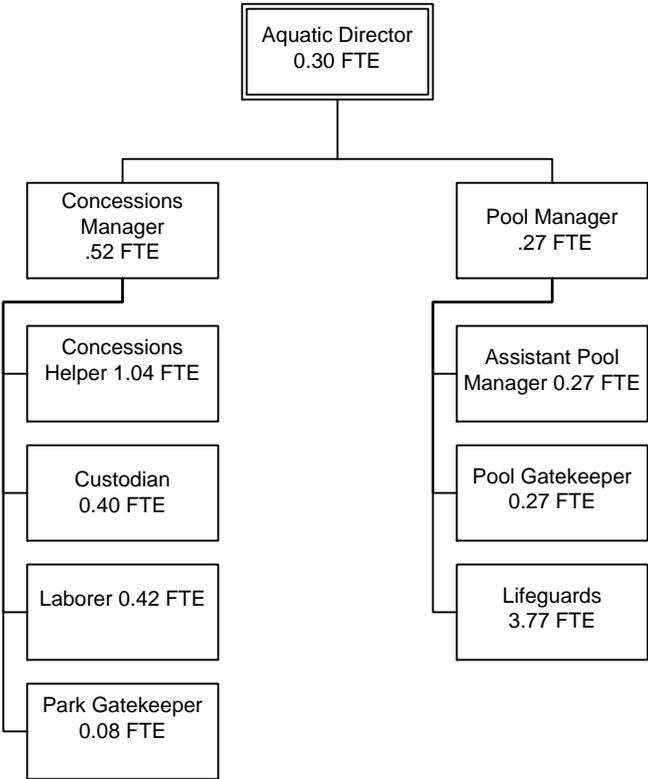
	FUND 110-GENERAL FUND		DEPT-44410- COLLEGE HILL RECREATION CENTER			
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
Personnel and fringe benefits:						
111	SALARIES	100,190	104,600	104,600	102,300	102,300
112	OVERTIME WAGES	4,192	5,000	5,000	5,000	5,000
114	PART TIME WAGES	60,874	60,000	60,000	60,000	59,000
131	SERVICE AWARDS	0	150	150	100	100
132	LONGEVITY	2,300	2,450	2,450	1,950	1,950
133	SOLD VACATION	1,925	2,000	2,000	2,000	2,000
134	CHRISTMAS BONUS	1,590	400	400	400	400
140	DENTAL INSURANCE	536	1,200	1,200	1,200	1,200
141	SOCIAL SECURITY TAXES	12,642	13,400	13,400	13,200	13,200
142	HEALTH INSURANCE EXP	19,237	21,600	21,600	24,800	24,800
143	RETIREMENT EXP	18,320	19,000	19,000	28,600	18,700
144	LIFE/DISABILITY INSURANCE	1,275	1,300	1,300	1,300	1,300
148	EDUCATION REIMBURSEMENT	0	400	400	400	400
149	WORKER'S COMP CLAIMS	0	200	200	200	200
Subtotal:		223,081	231,700	231,700	241,450	230,550
Operating expenditures:						
241	UTILITIES	43,768	50,000	44,000	52,500	52,500
245	TELEPHONE EXP	5,898	5,500	6,500	6,500	6,500
266	PARK & BLDG MAINTENANCE	17,906	20,700	22,028	20,700	14,000
289	TEAM COMPETITION/TRIPS	2,556	2,600	2,600	2,600	2,600
319	OFFICE EXPENSE	1,083	1,600	2,100	1,600	1,600
324	JANITORIAL SUPPLIES	3,099	3,500	3,500	3,500	3,500
325	CONCESSION SUPPLIES	4,025	3,500	3,500	3,500	3,500
331	GASOLINE EXPENSE	0	400	200	400	400
391	POOL EXPENSE	7,060	7,500	5,500	7,500	7,500
392	ATHLETIC SUPPLIES	3,710	3,000	2,500	3,000	2,000
399	PROGRAM DEVELOPMENT	5,774	6,000	6,000	6,000	6,000
511	INS-BLDGS & CONTENTS	4,460	4,800	4,800	4,600	6,300
513	INS-GENERAL LIABILITY	2,306	2,600	2,600	2,500	2,500
514	WORKER'S COMPENSATION	4,785	4,800	4,800	4,800	4,200
596	FOOTBALL FUNDRAISER-DON	660	0	1,150	0	0
597	CHEERLEADING PROGRAM	450	0	270	0	0
598	PROGRAM EXPENSE	4,878	6,000	6,000	6,000	6,000
599	MISCELLANEOUS	536	500	700	500	500
721	BCCSA ACTIVITIES	15,924	15,000	15,000	15,000	16,000
777	TEAM EXPENSE - DONATIONS	1,082	0	0	0	0
783	YOUTH ACHIEVEMENT PROG	2,313	5,300	5,300	5,300	5,300
784	WATER DOGS	2,000	2,000	0	0	0
Subtotal:		134,273	145,300	139,048	146,500	140,900
Capital outlay and expenditures:						
949	SMALL EQUIPMENT	3,988	1,000	1,000	1,000	1,000
Subtotal:		3,988	1,000	1,000	1,000	1,000
TOTAL	DEPARTMENT 44410	361,342	378,000	371,748	388,950	372,450

Cleveland Community Center



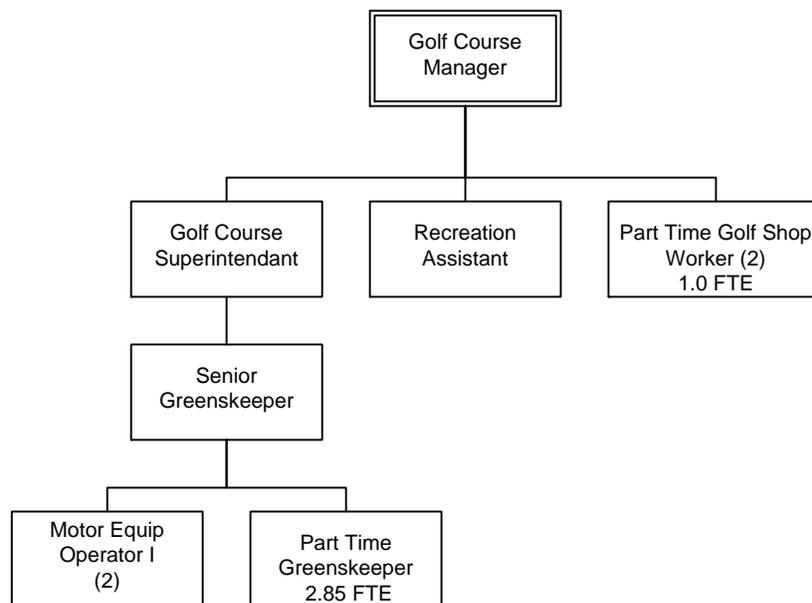
	FUND 110-GENERAL FUND		DEPT-44430- CLEVELAND COMMUNITY CENTER			
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
Personnel and fringe benefits:						
111	SALARIES	138,845	143,400	143,400	153,300	153,300
112	OVERTIME	0	0	550	1,000	1,000
114	PART TIME	59,638	40,000	45,000	45,000	44,000
131	SERVICE AWARDS	150	0	0	250	250
132	LONGEVITY	4,300	5,400	5,300	5,300	5,300
133	SOLD VACATION	1,642	1,650	1,650	1,700	1,700
134	CHRISTMAS BONUS	2,120	500	600	550	550
140	DENTAL INSURANCE	529	1,300	1,300	2,400	2,400
141	SOCIAL SECURITY TAXES	15,350	14,600	14,600	15,900	15,900
142	HEALTH INSURANCE EXP	19,190	22,000	22,000	25,300	25,300
143	RETIREMENT EXPENSE	22,902	25,100	25,100	34,500	27,100
144	LIFE/DISABILITY INSURANCE	1,566	1,800	1,800	2,000	2,000
149	WORKER'S COMP CLAIMS	1,217	100	350	350	350
Subtotal:		267,449	255,850	261,650	287,550	279,150
Operating expenditures:						
237	ADVERTISING	137	0	0	0	0
241	UTILITIES	41,389	42,000	35,000	44,100	40,000
245	TELEPHONE EXPENSE	5,564	5,000	5,000	5,000	5,000
261	VEHICLE EXPENSE	485	500	500	500	500
266	BUILDING MAINTENANCE	12,441	9,500	11,500	11,500	9,500
289	TEAM TRIPS/COMPETITIONS	1,329	1,500	1,750	1,500	1,500
319	OFFICE EXPENSE	666	700	1,200	1,000	1,000
324	JANITORIAL SUPPLIES	1,806	3,500	3,500	3,500	3,500
391	POOL EXPENSE	7,803	7,500	7,500	7,500	7,500
392	ATHLETIC SUPPLIES	1,192	1,500	1,500	1,500	1,500
399	CRAFT SUPPLIES	0	500	200	500	500
511	INS-BLDGS & CONTENTS	3,203	3,300	3,300	3,300	3,300
513	INS-GENERAL LIABILITY	2,125	2,200	2,300	2,300	2,300
514	WORKER'S COMPENSATION	2,214	2,500	2,500	2,500	2,500
546	CONT SVCS-FLOOR MAINT	1,731	2,000	2,000	2,000	2,000
547	CONT SVCS-SECURITY	1,589	1,600	1,600	1,600	1,600
548	ARCHITECT POOL EXPENSE	557	0	0	0	0
599	MISCELLANEOUS EXP	338	500	500	500	500
784	WATER DOGS	4,544	2,000	2,000	2,000	2,000
785	JUNIOR PRO BASKETBALL	1,008	3,000	2,800	3,000	3,000
786	CARDINAL ACCOUNT	3,149	3,700	2,500	3,700	3,700
Subtotal:		93,270	93,000	87,150	97,500	91,400
Capital outlay and debt service:						
941	SMALL EQUIPMENT	0	600	3,550	6,200	6,200
942	HVAC UNIT	8,000	0	0	0	0
Subtotal:		8,000	600	3,550	6,200	6,200
TOTAL	DEPARTMENT 44430	368,719	349,450	352,350	391,250	376,750

Tinsley Park



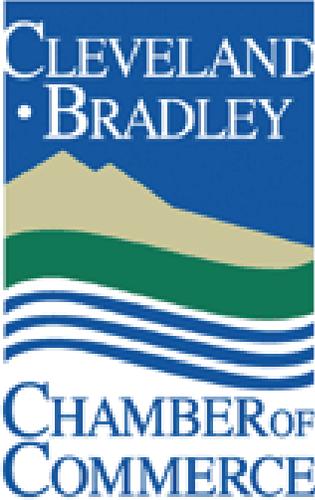
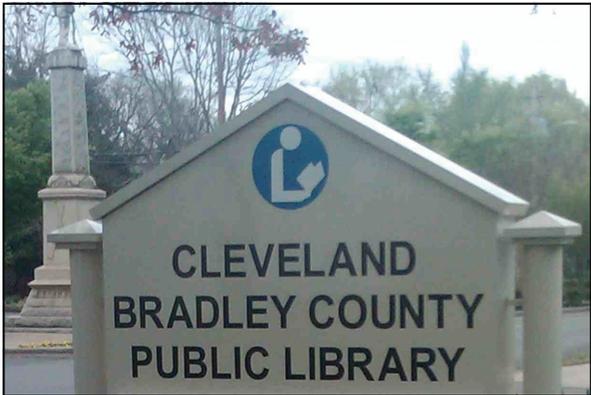
	FUND 110-GENERAL FUND		DEPT-44700- TINSLEY PARK				
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET	
Personnel and fringe benefits:							
111	SALARIES	94,753	119,750	119,750	119,750	117,750	
112	OVERTIME	1,000	2,500	2,500	2,500	2,500	
141	SOCIAL SECURITY EXPENSE	7,306	9,200	9,200	9,200	9,200	
147	UNEMPLOYMENT COMP	301	0	0	0	0	
Subtotal:		103,360	131,450	131,450	131,450	129,450	
Operating expenditures:							
241	UTILITIES	29,969	36,750	36,250	38,600	38,600	
245	TELEPHONE EXPENSE	2,158	1,300	1,800	1,800	1,800	
265	MAINTENANCE/REPAIRS	22,196	10,000	11,375	10,000	15,000	
283	LIFEGUARD TRAINING	1,191	1,000	1,000	1,000	1,000	
324	JANITORIAL SUPPLIES	5,376	3,000	3,000	3,000	3,000	
325	TOURNAMENT EXPENSE	5,262	6,000	9,000	6,000	6,000	
391	POOL EXPENSE	21,994	17,000	17,000	17,000	17,000	
393	CONCESSION SUPPLIES	20,790	22,000	22,000	22,000	22,000	
511	INS-BLDGS & CONTENTS	2,751	2,800	2,800	2,800	3,150	
513	INS-GENERAL LIABILITY	1,404	1,500	1,500	1,550	1,500	
514	WORKER'S COMPENSATION	2,730	3,000	2,700	2,700	2,900	
Subtotal:		115,821	104,350	108,425	106,450	111,950	
Capital outlay and debt service:							
949	EQUIPMENT	6,481	0	0	0	0	
Subtotal:		6,481	0	0	0	0	
TOTAL	DEPARTMENT 44700	225,662	235,800	239,875	237,900	241,400	

Waterville Golf Course



	FUND 110-GENERAL FUND	DEPT-44800-WATERVILLE GOLF COURSE				
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
Personnel and fringe benefits:						
111	SALARIES	159,867	192,200	192,200	198,900	198,900
112	OVERTIME	9,234	6,000	6,000	6,000	6,000
114	PART TIME	46,371	43,000	43,000	43,000	41,000
131	SERVICE AWARDS	200	175	175	0	0
132	LONGEVITY	2,400	300	2,600	3,000	3,000
133	SOLD VACATION	3,182	2,500	2,600	2,600	2,600
134	CHRISTMAS BONUS	2,650	700	700	700	700
140	DENTAL INSURANCE	1,807	2,800	2,800	2,800	2,800
141	SOCIAL SECURITY TAXES	15,812	18,900	18,900	19,400	19,400
142	HEALTH INSURANCE EXP	43,057	53,100	53,100	61,000	61,000
143	RETIREMENT EXPENSE	29,499	34,000	34,000	42,200	35,000
144	LIFE/DISABILITY INSURANCE	2,585	2,400	2,400	2,500	2,500
149	WORKER'S COMP CLAIMS	0	100	1,000	1,000	1,000
Subtotal:		316,664	356,175	359,475	383,100	373,900
Operating expenditures:						
233	SUBSC. & MEMBERSHIPS	215	500	600	600	600
237	ADVERTISING/MKTG EXP	888	1,800	1,300	1,800	1,800
241	UTILITIES	28,753	27,300	27,300	28,700	28,700
245	TELEPHONE EXPENSE	10,115	9,200	12,700	9,200	9,200
261	VEHICLE MAINTENANCE	1,019	1,300	1,300	1,300	1,300
262	EQUIP PARTS & MAINT	19,500	19,000	15,500	19,000	18,000
265	SOD/SEED & COURSE MAINT	12,960	8,000	9,400	9,400	9,400
266	BUILDING MAINTENANCE	7,290	7,000	8,500	7,000	7,000
269	GOLF CART MAINTENANCE	754	0	1,561	0	0
283	TRAVEL/TRAINING EXPENSE	0	900	0	900	900
290	CREDIT CARD FEES	1,670	3,500	3,500	3,500	3,500
298	CONT SVCS-PEST CONTROL	196	300	300	300	300
319	OFFICE EXPENSE	780	700	700	700	700
324	JANITORIAL EXPENSE	2,110	1,500	1,500	1,500	1,500
326	UNIFORM EXPENSE	2,465	3,000	3,000	3,000	3,000
329	GOLF COURSE ACCESSORIES	793	1,000	1,000	1,000	1,000
334	TIRES, TUBES, ETC	0	900	400	900	900
339	IRRIGATION & DRAINAGE SUPP	973	2,000	3,900	5,000	5,000
392	PRO SHOP EXPENSE	2,397	7,000	7,000	7,000	7,000
393	CONCESSION SUPPLIES	18,735	17,000	17,000	17,000	17,000
394	SMALL SUPPLIES-PENCILS	0	500	500	500	500
453	FERTILIZER & CHEMICALS	13,159	20,000	16,500	20,000	20,000
511	INS-BLDGS & CONTENTS	1,857	1,900	1,900	1,900	2,200
513	INS-GENERAL LIABILITY	4,129	2,500	4,200	4,200	4,200
514	WORKER'S COMPENSATION	5,725	5,600	5,800	5,800	5,800
547	CONT SVCS-SECURITY	2,576	2,700	2,700	2,700	2,900
599	MISCELLANEOUS	103	500	500	500	500
Subtotal:		139,162	145,600	148,561	153,400	152,900
Capital outlay and debt service:						
949	EQUIPMENT LEASE CARTS	29,480	28,000	30,117	28,000	29,480
Subtotal:		29,480	28,000	30,117	28,000	29,480
	TOTAL EXPENDITURES	485,306	529,775	538,153	564,500	556,280

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		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
Operating expenditures:						
General government:						
700	JOINTLY FUNDED	0	4,100	3,843	4,100	4,100
701	CLEVE/BRAD REG MUSEUM	43,000	42,300	42,300	42,300	42,300
702	MTAS - BENCHMARKING	0	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	8,257	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%)	59,148	59,400	59,400	59,400	59,400
709	KEEP AMERICA BEAUTIFUL(50%)	28,100	28,100	28,100	28,200	28,200
710	JUVENILE COURT MATCH	1,100	1,100	1,100	1,100	1,100
711	UNITED WAY SUPPORTERS	998	1,000	1,000	1,000	1,000
712	SETHRA-TRANSIT	135,000	135,000	135,000	135,000	135,000
	Total General government	364,705	372,200	372,200	372,300	372,300
Public safety:						
713	CLEVE/BRAD COMM CTR (49.5%)	450,000	450,000	544,500	450,000	450,000
714	EMERGENCY MGMT (20%)	74,715	87,300	87,300	87,300	87,300
716	SETDD LEGAL FEES	0	1,000	0	1,000	1,000
	Total Public Safety	524,715	538,300	631,800	538,300	538,300
Health & welfare:						
717	VETERANS AFFAIRS (20%)	22,875	22,600	22,600	22,600	22,600
718	BEHAVIORAL RESEARCH	2,000	2,000	2,000	2,000	2,000
720	DEVELOPMENTAL SVCS (20%)	6,200	6,200	6,200	6,200	6,200
721	COMMUNITY SVCS AGCY (50%)	94,306	94,400	94,400	94,400	94,400
723	HVAC @ BRAD/CLEV COMM SVS	11,600	0	0	0	0
	Total Health & welfare	136,981	125,200	125,200	125,200	125,200
Parks & recreation:						
726	AQUA TIGER EQUIPMENT	2,000	2,000	2,000	2,000	2,000
727	BOYS AND GIRLS CLUB	0	14,000	14,000	14,000	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	39,500	39,500	39,500	39,500
Education:						
735	VOCATIONAL SCHOOL (20%)	22,236	22,236	22,236	22,236	22,236
	Total Education	22,236	22,236	22,236	22,236	22,236
TOTAL DEPARTMENT 51500		1,074,137	1,097,436	1,190,936	1,097,536	1,097,536

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 FY2013, the latest state statistics available, Bradley County spent \$8,054 per student for total operating costs of the Bradley County School System (BCSS). The State average was \$9,293, which means the BCSS was \$1,239, or 13% below the State average. In FY2013 Cleveland City Schools spent \$9,147 per pupil on operating costs. This is \$1,093 more than the BCSS, or 14% and 1.6% less than the State average. The bulk of this additional operating money comes from the city. This supplement for FY2015 is \$5,273,600.

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 FY2015 is \$2,335,118. The transfer to the Debt Service Fund for the city is \$2,239,038.

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 \$625,700.

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 \$1,108,000 subsidizes the remaining costs.

The General Fund will transfer \$57,000 to the Metropolitan Planning Organization Fund to match Federal and State grants and \$20,000 to the Community Development Block Grant Fund. In total, the General Fund is budgeted to transfer \$18,176,439 in FY2015 to these other funds.

	FUND 110-GENERAL FUND		DEPT-51600- TRANSFERS TO OTHER FUNDS			
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
761	TRANSFER TO SCHOOL FUND	5,120,000	5,120,000	5,120,000	5,120,000	5,273,600
762	TRANSFER TO DEBT SVC	1,333,400	1,930,400	1,930,400	1,930,400	2,239,038
763	TRANSFER TO LIBRARY FUND	567,933	608,100	608,100	608,100	625,700
764	TRANS-SOLID WASTE MGMT	1,226,000	1,226,000	1,047,545	1,047,545	1,108,000
766	TRANSFER TO CIP	809,069	152,000	226,400	239,560	239,560
765	TRANSFER TO CIP NEW GYM	0	0	333,900	6,000,000	6,000,000
767	TRANSFER TO JETPORT FUND	426,200	0	0	0	0
768	TRANS-DEBT SVC-FIRE	260,300	269,900	269,900	269,900	187,523
769	TRANS-DEBT SVC-SCHOOLS	2,404,000	2,409,300	2,409,300	2,409,300	2,335,118
770	TRANSFER TO DEBT SVC-STMWTR	0	0	18,100	18,500	18,500
772	TRANSFER TO CIP/STORMWATER	0	0	118,700	7,000	72,400
776	TRANSFER TO MPO FUND	40,000	40,000	40,000	40,000	57,000
782	TRANSFER TO CDBG	17,000	15,000	15,000	15,000	20,000
783	TRANSFER TO RECYCLING GRANT	4,000	0	0	0	0
TOTAL	DEPARTMENT 51600	12,207,902	11,770,700	12,137,345	17,705,305	18,176,439
	GRAND TOTAL EXPENSES	38,998,530	40,691,916	41,749,220	49,325,664	48,793,145

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.

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 Justice Assistance Grants: This fund is 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, 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, 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 7.0% 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 14.1% 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, \$1,108,000 to the Solid Waste Management program, \$625,700 to support the Cleveland Public Library, \$57,000 for the Metropolitan Planning program, and \$20,000 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

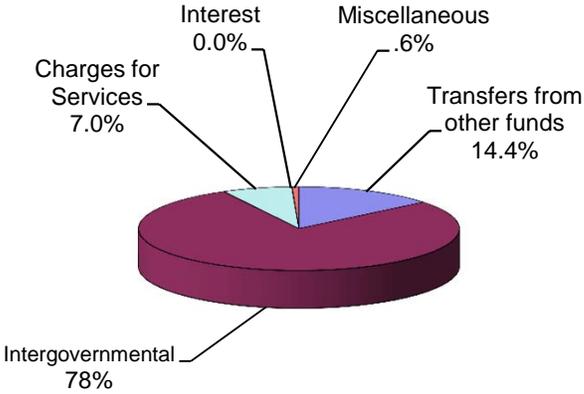
More than 85%, or \$42.9 million, of the \$50.4 million in total expenditures and other financing uses of the Special Revenue Funds is spent on education. Almost 8.3% is spent on public works including projects and programs within the State Street Aid Fund and Solid Waste Management Fund.

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.

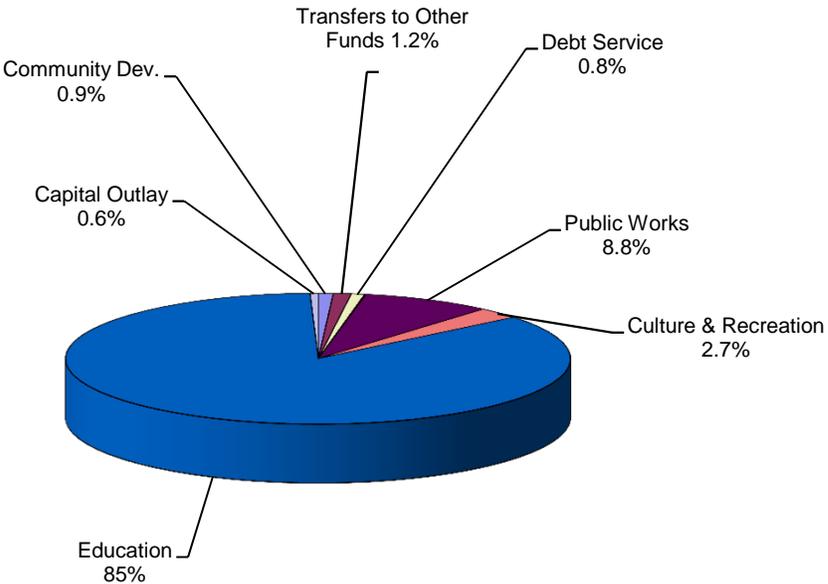
Special Revenue Funds Budget Summary

	FY2013 ACTUAL BUDGET	FY2014 ORIGINAL BUDGET	FY2014 AMENDED BUDGETED	FY2015 PROPOSED BUDGET	% OF TOTAL BUDGET
<i>Revenues and Other</i>					
<i>Financial Resources</i>					
Intergovernmental Revenues	\$42,027,572	\$38,045,657	\$39,391,518	\$39,280,262	78.1%
Charges for Services	\$3,339,681	\$3,543,631	\$3,415,131	\$3,531,431	7.0%
Fines and Forfeitures	\$14,025	\$40,000	\$15,000	\$15,000	0.0%
Interest (Investment) Income	\$12,177	\$6,250	\$7,650	\$7,650	0.0%
Miscellaneous Revenues	\$357,942	\$339,453	\$376,771	\$351,590	0.7%
Transfer from Other Funds	\$7,007,977	\$7,185,200	\$6,844,845	\$7,097,300	14.1%
Capital Lease	\$0	\$0	\$0	\$0	0.0%
<i>Total Revenues and Other</i>					
<i>Financial Resources</i>	\$52,759,374	\$49,160,191	\$50,050,915	\$50,283,233	100.0%
<i>Expenditures and Other</i>					
<i>Financing Uses</i>					
Community Development	\$352,346	\$447,500	\$484,060	\$477,523	1.0%
Public Safety	\$553,772	\$595,800	\$41,000	\$38,500	0.1%
Public Works	\$4,190,566	\$4,408,100	\$4,531,474	\$4,184,500	8.3%
Culture and Recreation	\$1,201,465	\$1,281,200	\$1,341,634	\$1,390,346	2.8%
Education	\$44,673,856	\$41,231,645	\$42,726,920	\$42,904,806	85.4%
Capital Outlay	\$221,186	\$210,000	\$541,794	\$260,785	0.5%
Debt Service Principal	\$167,376	\$0	\$270,244	\$275,760	0.5%
Debt Service Interest & Other	\$18,878	\$0	\$160,703	\$153,359	0.3%
Transfers to Other Funds	\$891,944	\$1,015,446	\$582,200	\$575,000	1.1%
<i>Total Expenditures and</i>					
<i>Other Financing Uses</i>	\$52,271,389	\$49,189,691	\$50,680,029	\$50,260,579	100.0%
<i>Increase (Decrease) in Fund Balance</i>	\$ 487,985	\$ (29,500)	\$ (629,114)	\$ 22,654	
<i>Fund Balance at Beginning of FY</i>	\$ 5,414,111	\$ 5,902,096	\$ 5,902,096	\$ 5,272,982	
<i>Fund Balance at End of FY</i>	\$ 5,902,096	\$ 5,872,596	\$ 5,272,982	\$ 5,295,636	

**City of Cleveland Summary of Special Revenue Funds
Revenue and Other Sources - FY 2015**



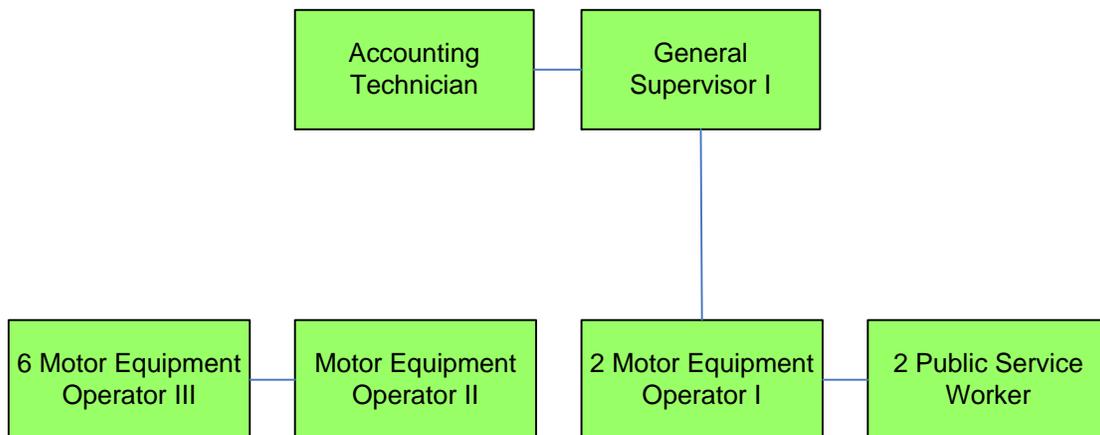
**City of Cleveland Summary of Special Revenue Funds
Expenditures and Other Uses - FY 2015**



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 City rebid the contract for solid waste services in 2013. The lowest bidder, Waste Connections, Inc. was awarded the five year contract which began January 1, 2014. The Council felt that in order to keep the rates low for both the City and the citizens, it was 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 \$5.93 per month per household serviced. Landfill costs of \$19.72 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 \$1.55 per cubic yard. Transfer station landfill costs of \$19.72 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 \$1.40 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: Two knucklebooms and a dump truck were added to the solid waste fleet last year. This equipment allows older equipment to essentially be used as spares. Spares are used while similar 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 \$19.72 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. Although 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 including brush pickup, flagging, tile installation, and shoveling asphalt for pot-hole repair.

EXPENDITURE SUMMARY	FY 2013 Actual	FY 2014 Budgeted	FY 2015 Proposed	Percentage Increase
Personnel Expenditures	\$725,619	\$793,200	\$807,100	2%
Operating Expenditures	\$2,743,687	\$2,675,300	\$2,579,400	-4%
Capital Outlay & Debt Service	\$166,309	\$317,800	\$147,800	-53%
Total Expenditures	\$3,635,615	\$3,786,300	\$3,534,300	-7%
FTE's	13.23	13	13	

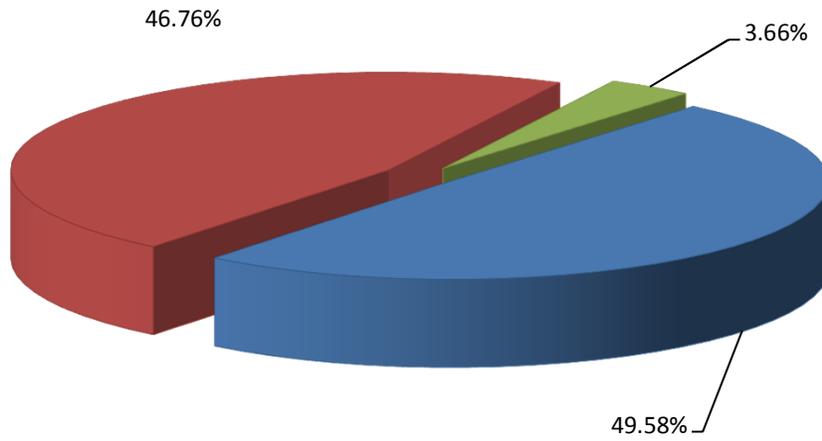
Goals and Objectives:

- 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	FY2012 (Actual)	FY2013 (Actual)	FY2014 (Estimated)	FY2015 (Projected)
Solid Waste Contract:				
Number of residential customers	13,720	13,719	13,730	13,740
Number of commercial customers	987	993	1,000	1,010
Total residential tons collected	11,534	11,656	11,920	12,160
Total commercial tons collected	16,549	17,021	17,357	17,837
Number of residential tons collected per 1,000 population	273	274	278	281
Number of residential tons collected per 1,000 collection points – curbside	835	849	868	885
Cost per ton collected – curbside	\$94.82	\$96.95	\$93.93	\$94.38
Cost per collection point – curbside	\$79.71	\$82.37	\$81.55	\$83.53
Cost to the city per residential unit	\$6.77	\$5.93	\$6.08	\$6.23
Cost to the city per cubic yard for commercial collection	\$1.80	\$1.55	\$1.59	\$1.63
Cost to the city for commercial recycling	\$1.58	\$1.40	\$1.44	\$1.48
Number of lost days due to inclement weather	0	0	2	0
% of CPI increase and gas index on contracts	+5.00%	0	2.5%	2.5%
Brush Chipping:				
Number of days chipped	48	68	40	52
Number of hours chipped	322	413	288	341
Number of tons chipped (collection by PW)	9,660	12,390	8,640	10,230
Average number of hours of run time per day	6.70	6.07	7.11	6.55
Chipping cost per hour	\$325	\$335.08	\$340.11	\$350.31
Public Works Route System:				
Number of days loose leaves were collected	51	39	26	38
Number of tons of loose leaves collected	903	1,632	1,745	1,426
Landfill tonnage from route collections	5,549	5,600	5,035	5,550
Number of delayed route collection days	38	20	20	20

**Solid Waste Management
2013-14 Service Contract
\$2,145,400**

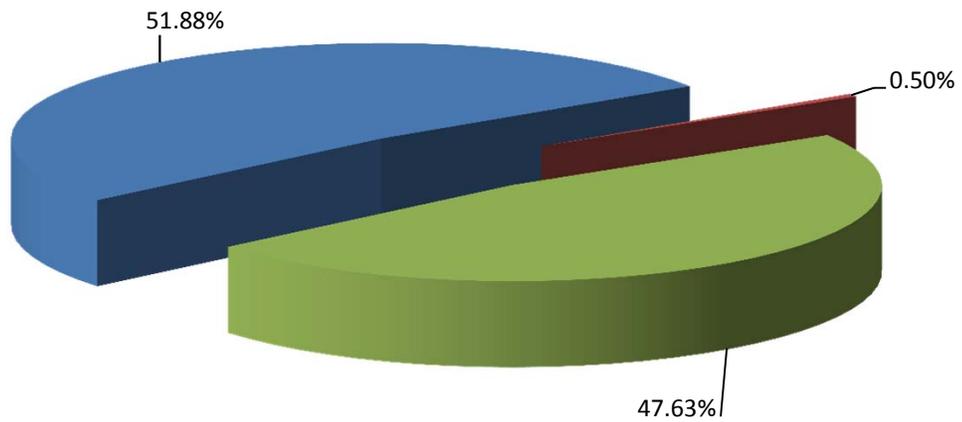


■ Residential Standard \$1,063,700

■ Commercial Standard \$1,003,200

■ Commercial Recycle \$78,500

**Solid Waste Management
2013-14 Disposal Expenses
\$240,000**



■ Waste Connections Transfer Station-\$124,500

■ Bradley County Landfill-\$1,200

■ Contracted Brush Chipping-\$114,300

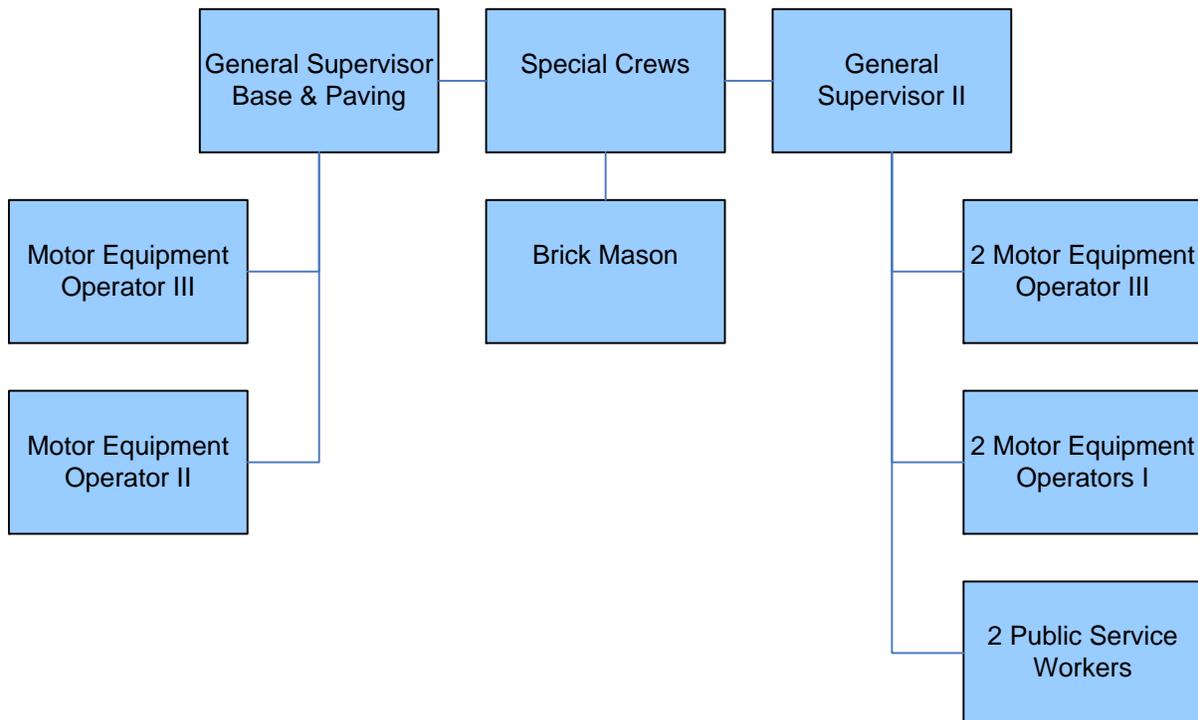
CITY OF CLEVELAND						
FUND #121 - SOLID WASTE MANAGEMENT						
REVENUES						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
34412	COMMERCIAL GARBAGE	963,054	965,000	1,000,000	1,006,000	1,006,000
34413	RESIDENTIAL GARBAGE	1,409,559	1,420,000	1,420,000	1,419,300	1,419,300
36110	INTEREST INCOME	1,788	1,000	1,000	1,000	1,000
36810	TRANS FROM GENERAL FUND	1,226,000	1,226,000	1,047,545	1,108,000	1,108,000
	TOTAL REVENUES	3,600,401	3,612,000	3,468,545	3,534,300	3,534,300
EXPENDITURES						
DEPARTMENT #43210						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
Personnel and fringe benefits:						
111	SALARIES	478,703	519,200	519,200	531,600	531,600
112	OVERTIME	9,263	15,600	15,600	16,200	16,200
119	SUPPLEMENT PAY	100	700	700	700	700
131	SERVICE AWARDS	591	0	0	300	300
132	LONGEVITY	10,550	11,200	11,200	11,800	11,800
133	SOLD VACATION	3,192	3,300	3,300	3,500	3,500
134	CHRISTMAS BONUS	6,889	1,600	1,600	1,600	1,600
140	DENTAL INSURANCE	4,902	5,800	5,800	5,700	5,700
141	SOCIAL SECURITY TAXES	36,495	42,200	42,200	43,300	43,300
142	HEALTH INSURANCE EXPENSE	81,559	91,500	91,500	87,700	87,700
143	RETIREMENT EXPENSE	84,577	91,700	91,700	94,100	94,100
144	LIFE/DISABILITY INSURANCE EXPENSE	6,000	6,900	6,900	7,100	7,100
149	WORKERS COMP CLAIMS	1,413	1,500	1,500	1,500	1,500
197	SAFETY SHOES	1,385	2,000	2,000	2,000	2,000
	Subtotal:	725,619	793,200	793,200	807,100	807,100
Operating expenditures:						
211	POSTAGE EXPENSE	10	200	200	100	100
216	GPS SERVICES	3,547	3,600	3,900	5,100	5,100
221	PRINTING EXPENSE	0	200	200	200	200
233	SUBSC. & MEMBERSHIPS	69	100	100	100	100
237	ADVERTISING EXPENSE	308	100	200	200	200
283	TRAINING/TRAVEL EXPENSE	0	400	400	400	400
294	TIRE DISPOSAL	2,499	5,000	4,600	2,500	2,500
295	LANDFILL EXPENSE	285,767	290,000	240,000	290,000	290,000
296	RESIDENTIAL ACCOUNT	1,130,069	1,143,900	1,063,700	997,400	997,400
298	COMMERCIAL ACCOUNT	1,032,409	1,034,900	1,003,200	944,500	944,500
299	COMMERCIAL RECYCLING	74,483	73,900	78,500	74,200	74,200
319	OFFICE EXPENSE	1,461	1,800	1,700	1,800	1,800
321	OPERATING SUPPLIES	1,918	2,000	2,000	2,000	2,000
322	SAFETY SUPPLIES	798	800	800	800	800
324	JANITORIAL SUPPLIES	384	600	700	600	600
326	UNIFORM EXPENSE	3,028	4,200	4,200	4,200	4,200
331	GASOLINE EXPENSE	60,457	65,600	65,600	70,000	70,000
332	REPAIRS & PARTS	114,648	160,000	160,000	140,000	140,000
511	INS-PROPERTY	310	400	400	400	400
512	INS-VEHICLE & EQUIPMENT	4,256	4,500	9,900	9,900	9,900

EXPENDITURES						
DEPARTMENT #43210						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
513	INS-GENERAL LIABILITY	10,366	10,900	10,300	10,300	10,300
514	WORKERS COMPENSATION	16,702	17,600	24,200	24,200	24,200
543	CPTR MAINT & SUPPORT	0	4,000	0	0	0
599	MISCELLANEOUS	198	500	500	500	500
Subtotal:		2,743,687	2,825,200	2,675,300	2,579,400	2,579,400
Capital outlay and debt service:						
791	BRADLEY COUNTY-RECYCLING	20,000	20,000	20,000	20,000	20,000
941	EQUIPMENT	440	800	800	800	800
942	KNUCKLEBOOM REPLACEMENT	124,000	0	252,900	127,000	127,000
943	PW DUMP TRUCK	0	0	6,100	0	0
944	LEAF MACHINE	0	0	38,000	0	0
945	STREET SWEEPER	21,869	0	0	0	0
Subtotal:		166,309	20,800	317,800	147,800	147,800
	TOTAL EXPENDITURES	3,635,615	3,639,200	3,786,300	3,534,300	3,534,300

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 \$30.6 million in state revenue and yields approximately \$654.6 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 \$242.2 million, goes to cities and counties
- Approximately .7 cent, or \$22 million, goes to the State General Fund
- Approximately 12.8 cents, or \$390.4 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 2013 Actual	FY 2014 Budgeted	FY 2015 Proposed	Percentage Increase
Personnel Expenditures	\$540,206	\$606,000	\$617,100	1.8%
Operating Expenditures	\$13,819	\$113,100	\$19,100	-83%
Capital Outlay & Debt Service	\$371,900	\$387,500	\$386,000	-0.4%
 Total Expenditures	 \$925,925	 \$1,106,600	 \$1,022,200	 -7.6%
 FTE's	 10	 11	 11	

Goals and Objectives:

The goals and objectives of the Public Works Department are listed in the General Fund. As funds are available, this budget provides 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:

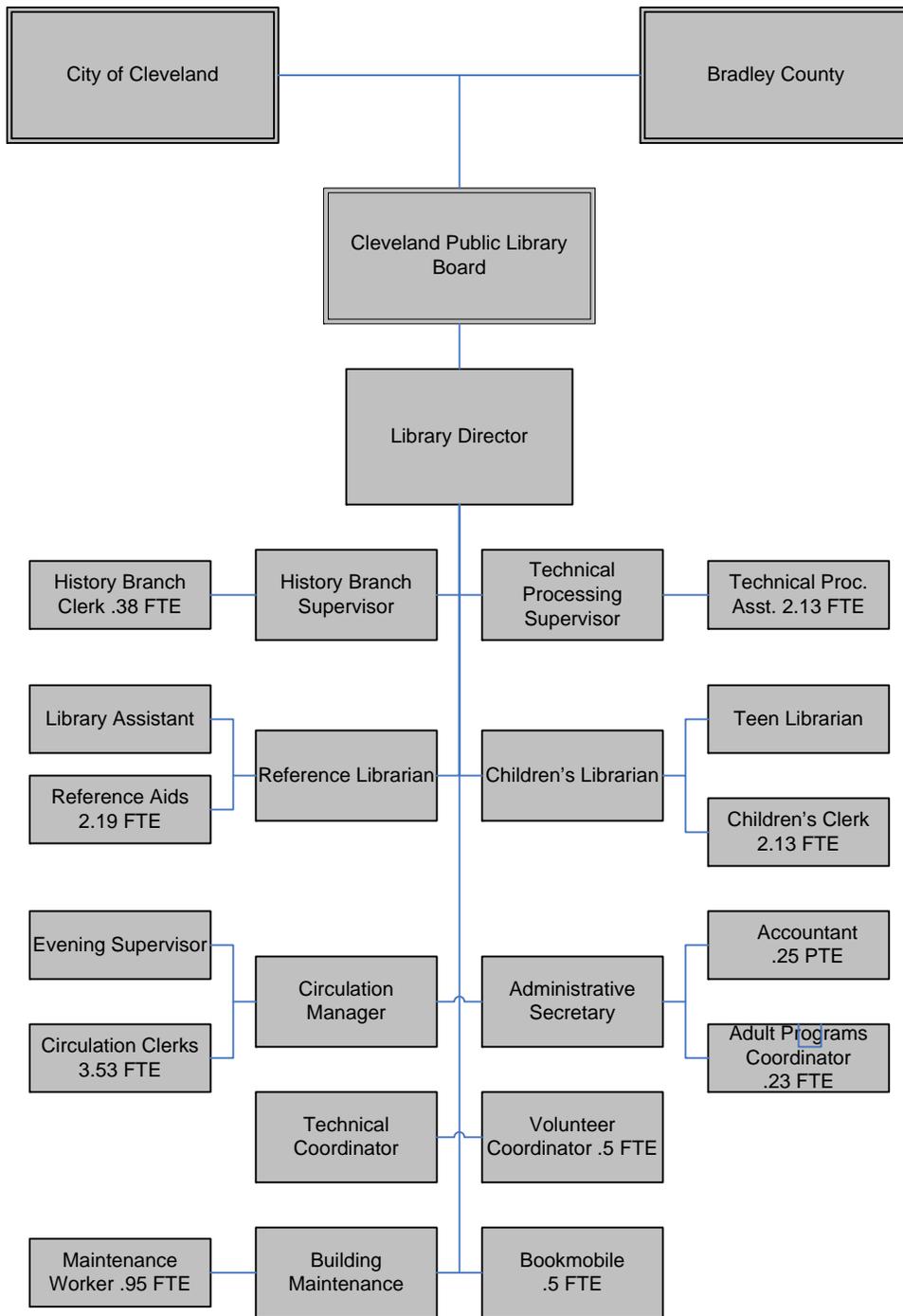
This fund pays a portion of the debt service for street equipment and roadway projects as well as providing current funding for equipment and infrastructure improvements. Therefore, this fund has an impact on the performance measures of the Public Works Department, which are located in the General Fund. 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		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
33551	STATE GAS TAX	1,062,605	1,000,000	1,000,000	1,077,000	1,077,000
36110	INTEREST INCOME	719	0	0	0	0
	TOTAL REVENUES	1,063,324	1,000,000	1,000,000	1,077,000	1,077,000
PENDITURES						
DEPARTMENT #43190						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
Personnel and fringe benefits:						
111	SALARIES	354,033	397,200	388,200	408,500	408,500
112	OVERTIME	3,228	6,200	9,700	6,500	6,500
131	SERVICE AWARDS	75	500	500	500	500
132	LONGEVITY	6,950	7,700	7,700	8,200	8,200
133	SOLD VACATION	2,100	3,400	3,900	4,100	4,100
134	CHRISTMAS BONUS	5,299	1,200	1,200	1,200	1,200
140	DENTAL INSURANCE	4,365	5,200	5,200	5,100	5,100
141	SOCIAL SECURITY TAXES	26,691	31,900	31,900	32,900	32,900
142	HEALTH INSURANCE EXPENSE	67,862	80,400	80,400	71,000	71,000
143	RETIREMENT EXPENSE	61,675	69,200	69,200	71,300	71,300
144	LIFE/DISABILITY INSURANCE EXPENSE	4,420	5,200	5,200	5,400	5,400
149	WORKERS COMP CLAIMS	2,097	500	1,000	500	500
192	PRE-EMPLOYMENT TESTING	28	200	200	200	200
197	SAFETY SHOES	1,383	1,700	1,700	1,700	1,700
	Subtotal:	540,206	610,500	606,000	617,100	617,100
Operating Expenditures:						
471	CENTENARY DRAINAGE PROJECT	0	0	94,000	0	0
514	WORKERS COMPENSATION	13,819	14,600	19,100	19,100	19,100
	Subtotal:	13,819	14,600	113,100	19,100	19,100
Capital outlay and debt service:						
623	TRANS-DEBT SVC-99 SERIES	219,700	231,900	231,900	334,800	340,500
626	TRANS-DEBT SVC-2009 B SERIES	105,700	109,100	109,100	45,500	45,500
627	TRANS-DEBT SVC-2009 C SERIES	46,500	46,500	46,500	0	0
	Subtotal:	371,900	387,500	387,500	380,300	386,000
	TOTAL EXPENDITURES	925,925	1,012,600	1,106,600	1,016,500	1,022,200

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, 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 2013-14:

Programs

The Cleveland Bradley County Public Library is a very active place. The library offers many informational and entertainment programs throughout the year for all ages. Nearly 10,000 children, tweens, teens, adults, and senior adults will have attended the programs offered through the library by the end of this fiscal year.

Meeting Rooms

Another element that has proved very popular in recent years is the library's public meeting rooms. These rooms offer free meeting space for nonprofit organizations. This fiscal year, there will be over 700 meetings held at the library. For the coming 2014–2015 fiscal year, the library is looking to open up the History Branch parlor as an additional meeting space. This will enable the library to reach out to our business community and allow for smaller business meetings.

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 has been exploring implementing RFID technology (Radio Frequency ID) over the last two years. This technology can help many areas of the library including circulation and inventory 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 and it offers occupational health and safety benefits through reduced handling... processes are more automated.

After moving to a new library automation system in November, the library has been actively pursuing this RFID technology. In February, Request for Proposals were sent out to library RFID vendors. In March, bids were opened, and the winning bid was awarded to 3M. Beginning this summer, the library will transition to this new technology which will help the library better serve our community in a more efficient manner.

EXPENDITURE SUMMARY	FY 2013 Actual	FY 2014 Budgeted	FY 2015 Proposed	Percentage Increase
Personnel Expenditures	\$851,549	\$920,000	\$961,900	4.5%
Operating Expenditures	\$341,599	\$415,783	\$428,446	3.0%
Capital Outlay & Debt Service	\$11,472	\$77,968	\$36,500	-53%
Total Expenditures	\$1,204,620	\$1,413,751	\$1,426,846	.93%

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 FY2015.

- 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:

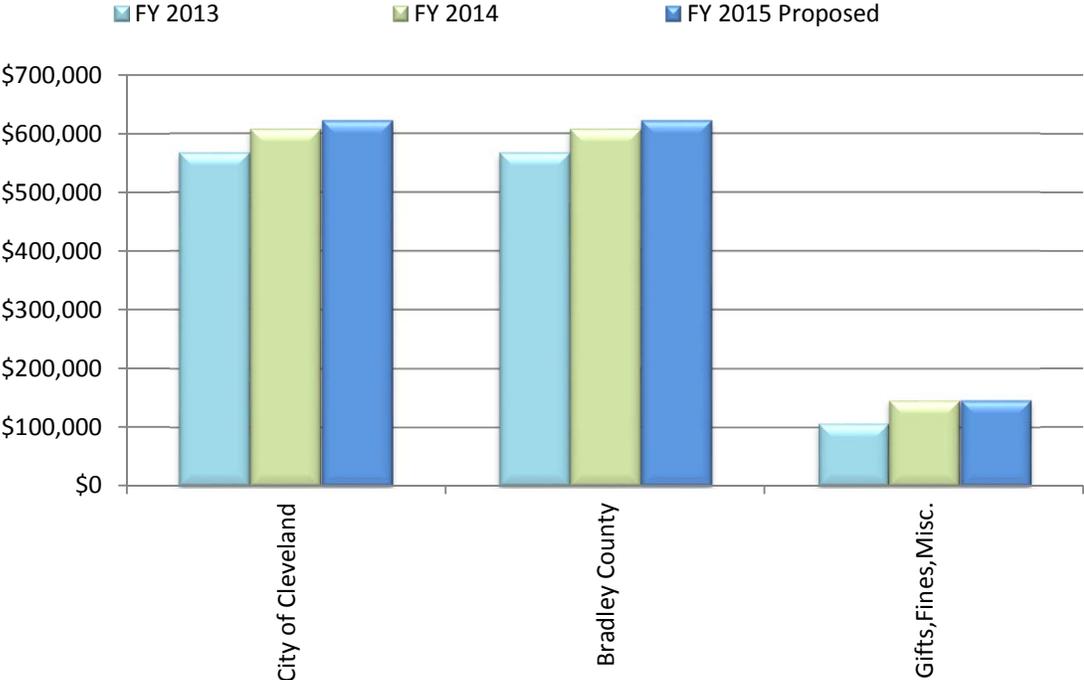
Measure Description	FY2012 (Actual)	FY2013 (Actual)	FY2014 (Estimated)	FY2015 (Projected)
Circulation	421,792	409,206	400,000	410,000
Patrons	307,291	270,860	260,000	265,000
Reference inquiries	26,551	21,389	22,000	22,500
Meeting Room Usage	469	679	700	752
Bradley County population (given by state)	98,963	100,049	101,134	102,200
Staff per capita, Bradley County (1,000)	.251	0.25	.26	.255
State public library staff average (1,000)	0.29	0.30	0.30	0.30
Material collection*	235,037	274,200	290,000	310,000
Items per capita**	2.37	2.74	2.87	3.03
Items per capita (w/o Regional Materials)	1.84	1.88	1.90	1.93
State recommended items per capita	2.00	2.00	2.00	2.00
Spending per capita	\$11.48	\$11.35	\$12.02	\$12.15
Number who attended library programs	8,486	10,403	11,000	11,250
Number of grants secured to assist with funding	3	3	2	3

*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		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
33191	LIBRARY ARCHIVE GRANT	435	0	0	0	0
33491	E-RATE MONEY-TELEPHONE	0	0	0	0	0
33492	STATE GRANT-TECHNOLOGY	2,576	0	2,351	0	0
33493	GRANTS	5,000	0	0	0	0
33711	BRADLEY COUNTY	567,933	608,100	608,100	625,700	625,700
34761	GIFTS, FINES, & MISC	70,428	76,600	76,600	76,600	76,600
34765	GIFTS	34,297	70,000	70,000	70,000	70,000
36110	INTEREST INCOME	2,293	100	100	100	100
36810	TRANS-CITY GENERAL FUND	567,933	608,100	608,100	625,700	625,700
	TOTAL REVENUES	1,250,895	1,362,900	1,365,251	1,398,100	1,398,100
EXPENDITURES						
DEPARTMENT # 44800						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
Personnel and fringe benefits:						
111	SALARIES	666,529	742,800	719,300	722,600	722,600
141	BENEFITS	185,020	217,100	200,700	210,400	210,400
	STEP INCREASE-FULL TIME				19,200	19,200
	STEP INCREASE-PART TIME				9,700	9,700
Subtotal:		851,549	959,900	920,000	961,900	961,900
Operating Expenditures:						
211	SUPPLIES	61,680	67,300	67,300	67,700	67,700
212	BOOKS	127,509	141,000	156,400	156,446	156,446
241	UTILITIES	65,018	84,000	84,000	84,000	84,000
262	EQUIPMENT REPAIR/REPLACE	20,797	15,300	15,300	15,300	15,300
266	BUILDING & GROUND MAINT.	8,023	5,000	3,883	16,100	16,100
511	INSURANCE-BLDGS & CONTENTS	18,876	18,900	18,900	18,900	18,900
599	GIFT & MEMORIAL EXPENSES	39,696	70,000	70,000	70,000	70,000
Subtotal:		341,599	401,500	415,783	428,446	428,446
Debt service and capital outlay:						
923	GRANT EXPENDITURES	8,317	0	5,851	0	0
931	LOT PAVING	1,930	0	0	0	0
941	CIP EQUIPMENT	193	0	10,617	0	0
942	CIP EQUIP-RFID-SELF CHECKOUT	0	0	60,000	35,000	35,000
949	FURNITURE	1,032	1,500	1,500	1,500	1,500
Subtotal:		11,472	1,500	77,968	36,500	36,500
	TOTAL EXPENDITURES	1,204,620	1,362,900	1,413,751	1,426,846	1,426,846

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 2013 Actual	FY 2014 Budgeted	FY 2015 Proposed	Percentage Increase
Personnel Expenditures	\$0	\$0	\$0	0%
Operating Expenditures	\$86,800	\$32,500	\$37,500	15.3%
Capital Outlay & Debt Service	\$20,000	\$8,500	\$1,000	-88.2%
Total Expenditures	\$106,000	\$41,000	\$38,500	-6.0%

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	FY2012 (Actual)	FY2013 (Actual)	FY2014 (Estimated)	FY2015 (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		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
35140	BRADLEY COUNTY COURT	12,809	15,000	15,000	15,000	15,000
35200	CONFISCATED FUNDS	1,216	0	0	0	0
36110	INTEREST INCOME	227	0	100	100	100
36131	SALE OF VEHICLES	16,149	0	0	0	0
36990	MISCELLANEOUS	500	0	0	0	0
	TOTAL REVENUES	30,901	15,000	15,100	15,100	15,100
EXPENDITURES						
DEPARTMENT #42129						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
Operating expenditures:						
215	SEIZED VEHICLE EXPENSE	3,008	2,500	2,500	2,500	2,500
233	SUBSCRIPTIONS	900	0	0	0	0
236	INVESTIGATIVE FUNDS	41,000	31,000	23,500	31,000	31,000
245	TELEPHONE EXPENSE	3,277	0	0	0	0
261	VEHICLE MAINTENANCE	2,894	0	0	0	0
283	TRAVEL/TRAINING EXPENSE	2,537	0	0	0	0
290	BRADLEY CO-EQUIP MAINT	0	4,000	4,000	4,000	4,000
315	DETECTIVE SUPPLIES	506	0	0	0	0
319	OFFICE EXPENSE	15	0	0	0	0
326	UNIFORM EXPENSE	1,400	0	0	0	0
328	DRUG EDUCATION	2,500	2,500	2,500	0	0
331	GASOLINE EXPENSE	6,586	0	0	0	0
599	MISCELLANEOUS	105	0	0	0	0
	Subtotal:	64,728	40,000	32,500	37,500	37,500
Capital outlay and debt service:						
944	VEHICLE	0	0	7,500	0	0
949	EQUIPMENT	1,649	1,000	1,000	1,000	1,000
	Subtotal:	1,649	1,000	8,500	1,000	1,000
	TOTAL EXPENDITURES	66,377	41,000	41,000	38,500	38,500

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 from 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 FY2015.

EXPENDITURE SUMMARY	FY 2013 Actual	FY 2014 Budgeted	FY 2015 Proposed	Percentage Increase
Personnel Expenditures	\$0	\$0	\$0	0%
Operating Expenditures	\$0	\$0	\$0	0%
Capital Outlay & Debt Service	\$1,311	\$0	\$0	0%
Total Expenditures	\$1,311	\$0	\$0	0%

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		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 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		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
Capital outlay and debt service:						
949	EQUIPMENT	1,311	0	0	0	0
TOTAL EXPENDITURES		1,311	0	0	0	0

BYRNE MEMORIAL JUSTICE ASSISTANCE GRANTS



2011-2013 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 FY2015.

EXPENDITURE SUMMARY	FY 2013 Actual	FY 2014 Budgeted	FY 2015 Proposed	Percentage Increase
Personnel Expenditures	\$0	\$0	\$0	0%
Operating Expenditures	\$0	\$0	\$0	0%
Capital Outlay & Debt Service	\$31,966	\$45,788	\$0	-100%
Total Expenditures	\$31,966	\$0	\$0	0%

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 #148 2011 BYRNE MEMORIAL JUSTICE ASSISTANCE GRANT						
REVENUES						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
33130	FED GRANT-2011 BYRNE MEMORIAL	0	0	0	0	0
	TOTAL REVENUES	0	0	0	0	0
EXPENDITURES						
DEPARTMENT #42100						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
Capital outlay and debt service:						
945	IN-CAR CAMERAS/SERVER	3,729	0	0	0	0
	TOTAL EXPENDITURES	3,729	0	0	0	0
CITY OF CLEVELAND						
FUND #149 2012 BYRNE MEMORIAL JUSTICE ASSISTANCE GRANT						
REVENUES						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
33130	FED GRANT-2012 BYRNE MEMORIAL	28,237	0	0	0	0
	TOTAL REVENUES	28,237	0	0	0	0
EXPENDITURES						
DEPARTMENT #42100						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
Capital outlay and debt service:						
945	IN-CAR CAMERAS	28,237	0	0	0	0
	TOTAL EXPENDITURES	28,237	0	0	0	0

CITY OF CLEVELAND						
FUND #152 2013 BYRNE MEMORIAL JUSTICE ASSISTANCE GRANT						
REVENUES						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
33130	FED GRANT-2013 BYRNE MEMORIAL	0	0	45,788	0	0
	TOTAL REVENUES	0	0	45,788	0	0
EXPENDITURES						
DEPARTMENT #42100						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
Capital outlay and debt service:						
721	BR CO DISPARATE PYMT	0	0	18,288	0	0
945	IN-CAR CAMERAS	0	0	27,500	0	0
	TOTAL EXPENDITURES	0	0	45,788	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 2013 Actual	FY 2014 Budgeted	FY 2015 Proposed	Percentage Increase
Personnel Expenditures	\$149,415	\$0	\$0	0%
Operating Expenditures	\$0	\$0	\$0	0%
Capital Outlay & Debt Service	\$0	\$0	\$0	0%
Total Expenditures	\$149,415	\$0	\$0	0%

Goals and Objectives:

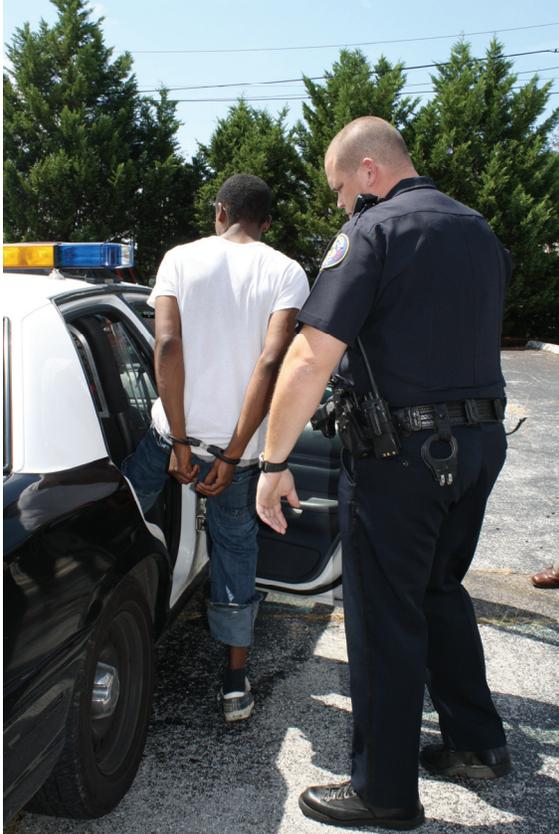
Goals and objectives are included in the Police Department general fund.

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		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
33190	FED GRANT-2009 COPS RECOVERY	149,415	0	0	0	0
	TOTAL REVENUES	149,415	0	0	0	0
EXPENDITURES						
DEPARTMENT #42100						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
Personnel and fringe benefits						
111	SALARIES	98,750	0	0	0	0
134	CHRISTMAS BONUS	1,590	0	0	0	0
140	DENTAL INSURANCE	650	0	0	0	0
141	SOCIAL SECURITY EXPENSE	7,680	0	0	0	0
142	HEALTH INSURANCE	11,774	0	0	0	0
143	RETIREMENT EXPENSE	23,200	0	0	0	0
144	LIFE/DISABILITY INSURANCE EXPENSE	985	0	0	0	0
514	WORKER'S COMPENSATION	4,786	0	0	0	0
	TOTAL EXPENDITURES	149,415	0	0	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 ended in June FY2013.

EXPENDITURE SUMMARY	FY 2013 Actual	FY 2014 Budgeted	FY 2015 Proposed	Percentage Increase
Personnel Expenditures	\$106,474	\$0	\$0	0%
Operating Expenditures	\$198,229	\$0	\$0	0%
Capital Outlay & Debt Service	\$0	\$0	\$0	0%
Total Expenditures	\$304,703	\$0	\$0	0%

Goals and Objectives:

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

Performance Measures:

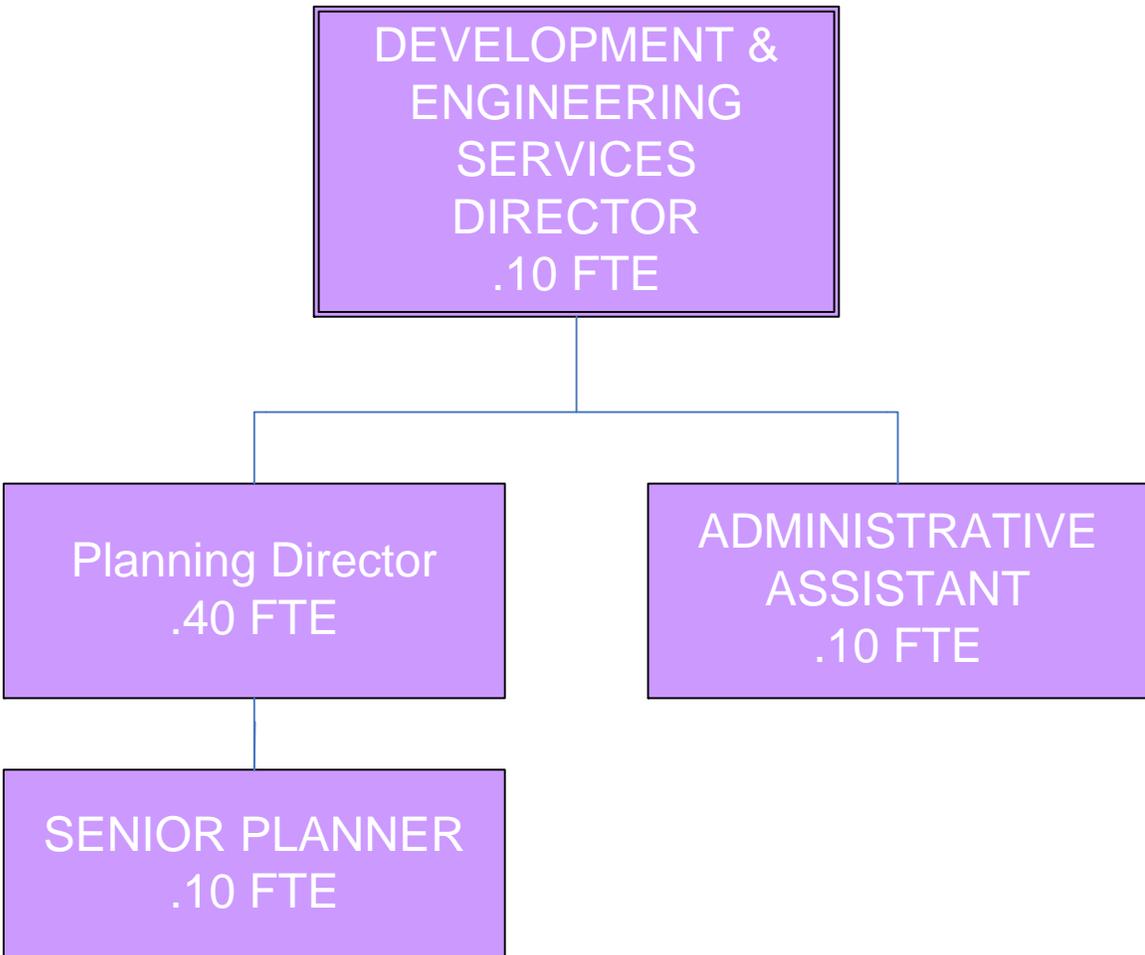
Performance measures are discussed in the Police Department general fund.

CITY OF CLEVELAND						
FUND #147 TARGETED CRIME REDUCTION GRANT						
REVENUES						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
33130	GRANT FUNDS	304,703	0	0	0	0
	TOTAL REVENUES	304,703	0	0	0	0
EXPENDITURES						
DEPARTMENT #42110						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
Personnel and fringe benefits:						
111	SALARIES	74,983	0	0	0	0
140	DENTAL INSURANCE	738	0	0	0	0
141	SOCIAL SECURITY TAXES	5,544	0	0	0	0
142	HEALTH INSURANCE EXP	9,254	0	0	0	0
143	RETIREMENT EXP	15,092	0	0	0	0
144	LIFE/DISABILITY INSURANCE	863	0	0	0	0
192	EMPLOYEE PHYSICALS	0	0	0	0	0
	Subtotal:	106,474	0	0	0	0
Operating expenditures:						
211	POSTAGE EXPENSE	0	0	0	0	0
221	PRINTING EXPENSE	42	0	0	0	0
283	TRAVEL/TRAINING EXPENSE	148	0	0	0	0
319	OFFICE EXPENSE	0	0	0	0	0
322	NEIGHBORHOOD WATCH SIGNS	0	0	0	0	0
326	UNIFORMS	0	0	0	0	0
331	GASOLINE EXPENSE	0	0	0	0	0
800	POSITIVE ACTION PROG (B&G CLUB)	84,379	0	0	0	0
805	RPT PROGRAM-JUVENILE COURT	36,333	0	0	0	0
810	GRAAB DIRECTOR	0	0	0	0	0
811	GRAAB ASSISTANT	0	0	0	0	0
813	GRAAB OFFICE SUPPLIES	0	0	0	0	0
814	EVALUATOR	18,000	0	0	0	0
815	PROJECT LIASON	12,400	0	0	0	0
820	BEHAVIORAL RESEARCH INST	46,927	0	0	0	0
	Subtotal:	198,229	0	0	0	0
Capital outlay and debt service:						
901	VEHICLE	0	0	0	0	0
902	OFFICER EQUIPMENT	0	0	0	0	0
	Subtotal:	0	0	0	0	0
	TOTAL EXPENDITURES	304,703	0	0	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 and the urbanized portions of Bradley County. The MPO Executive Board members include the Governor of Tennessee, (usually represented by a TDOT official), City of Cleveland Mayor, City of Cleveland Vice-Mayor, County Mayor, and Executive Director of the South East Tennessee Human Resources Agency. The MPO's purpose is allocation and distribution of highway and transit project funds and transportation planning within the MPO boundary area. Federal Law mandates that Census-designated Urbanized Areas (areas with more than 50,000 people at 1000 people or more per square mile) are required to have an MPO. The MPO's focus is the set of roads that are part of the classified road network of interstate highways, arterial streets, and collector streets. The MPO must address all highway-oriented transportation modes including vehicles on the classified street network, transit (busses), and bicycle/pedestrian; as well as the interface with non-highway modes (rail, air, water). The MPO must address both the movement of people (passengers) and goods (freight). The Cleveland MPO's project area encompasses the urbanized portions of Cleveland and unincorporated Bradley County, including areas anticipated to be urbanized, but the MPO planning area encompasses all of Bradley County.

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

The MPO has a planning staff that consists of an MPO coordinator. Other staff (planner, engineers, and 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 2013 Actual	FY 2014 Budgeted	FY 2015 Proposed	Percentage Increase
Personnel Expenditures	\$101,188	\$219,100	\$222,300	1.5%
Operating Expenditures	\$8,985	\$15,700	\$15,900	1.3%
Capital Outlay & Debt Service	\$2,050	\$4,500	\$4,500	0%
Total Expenditures	\$112,223	\$239,300	\$242,700	1.4%
FTE's	0.70	0.70	0.70	

Goals and Objectives

- Continue training of MPO staff
- Update FY2014-FY2017 transportation improvement plan as needed throughout the year
- Manage 2035 RTP and initiate new RTP consistent with MAP-21 legislation
- Manage the 2014-2015 Unified Planning Work Program and update as needed throughout the year

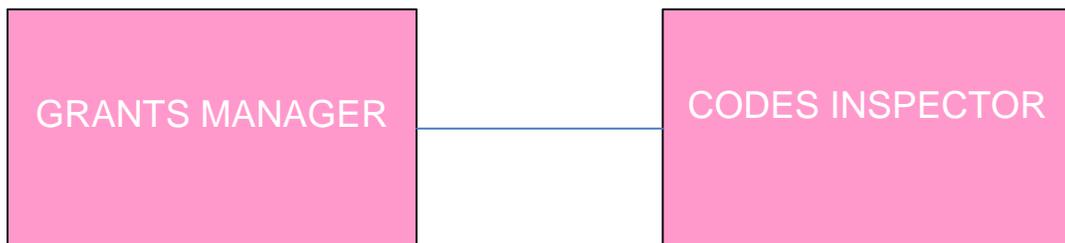
Performance Measures

Measure Description	FY2012 (Actual)	FY2013 (Estimated)	FY2014 (Estimated)	FY2015 (Projected)
Percentage of completion of long range transportation plan	70%	100%	100%	50%
Number of training sessions attended by MPO Staff	5	5	6	5
Number of public meetings	16	16	16	14
Percentage of completion of transportation improvement program	80%	90%	100%	100%
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		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
33111	FEDERAL GOVERNMENT	94,372	200,000	200,000	200,000	200,000
36810	TRANSFER GENERAL FUND	40,000	40,000	40,000	40,000	57,000
	TOTAL REVENUES	134,372	240,000	240,000	240,000	257,000
EXPENDITURES						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
MPO-77: 41777 - FY 2013						
Personnel and fringe benefits:						
111	SALARIES	25,685	0	0	0	0
112	CONSULTING SERVICES	66,710	0	0	0	0
149	BENEFITS	8,793	0	0	0	0
	Subtotal:	101,188	0	0	0	0
Operating Expenses:						
212	POSTAGE & SHIPPING	5	0	0	0	0
221	PRINTING & PUBLICATIONS	2,298	0	0	0	0
245	TELEPHONE	1,611	0	0	0	0
283	TRAVEL/TRAINING EXPENSE	3,330	0	0	0	0
319	SUPPLIES	1,741	0	0	0	0
	Subtotal:	8,985	0	0	0	0
Capital outlay and debt service:						
948	CAPITAL PURCHASE	2,050			0	0
	Subtotal:	2,050	0	0	0	0
	Total MPO-77: 41777	112,223	0	0	0	0
MPO-88: 41788 - FY 2014						
Personnel and fringe benefits:						
111	SALARIES	0	51,200	51,200	0	0
112	CONSULTING SERVICES	0	150,000	150,000	0	0
149	BENEFITS	0	17,900	17,900	0	0
	Subtotal:	0	219,100	219,100	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	1,800	1,800	0	0
283	TRAVEL/TRAINING EXPENSE	0	2,800	2,800	0	0
319	SUPPLIES	0	5,600	5,600	0	0
	Subtotal:	0	15,700	15,700	0	0
Capital outlay and debt service:						
948	CAPITAL PURCHASE	0	4,500	4,500	0	0
	Subtotal:	0	4,500	4,500	0	0
	Total MPO-88: 41788	0	239,300	239,300	0	0

EXPENDITURES						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
MPO-99: 41799 - FY 2015						
Personnel and fringe benefits:						
111	SALARIES	0	0	0	54,400	54,400
112	CONSULTING SERVICES	0	0	0	150,000	150,000
149	BENEFITS	0	0	0	17,900	17,900
Subtotal:		0	0	0	222,300	222,300
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	3,000	3,000
319	SUPPLIES	0	0	0	5,600	5,600
Subtotal:		0	0	0	15,900	15,900
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-99: 41799		0	0	0	242,700	242,700
TOTAL EXPENDITURES		112,223	239,300	239,300	242,700	242,700

Community Development Block Grant



Community Development Block Grant

Programs, Services and Functions:

The City of Cleveland anticipates receiving \$352,335 from the United States Department of Housing and Urban Development (HUD) through the Community Development Block Grant Entitlement Program (CDBG) in FY2015. The City will provide an additional \$20,000 in funding. Funds must be administered 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 compliance with all applicable laws 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.

As requested by citizen input and by the City Council, a concentrated codes enforcement program within the CDBG target area was implemented during FY2006 and will continue this year. The codes enforcement officer is currently working on pro-active codes enforcement and educational awareness programs designed to improve the housing and living environment through increased public awareness and enforcement. Over 855 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 planning and design of infrastructure development for Phase II of Victory Cove which will allow better utilization of the land. Infrastructure installation will allow Habitat to continue its mission of providing affordable, single-family housing within the CDBG target area. When construction of the infrastructure and homes are complete, the development will be home to 27 low and moderate income families. CDBG funding previously assisted in acquisition of the Victory Cove property and anticipates assisting with the infrastructure in FY15-16.

The following activities are recommended to the City Council:

Codes Enforcement	\$ 62,550
Capital Projects	\$ 219,785
Administration	<u>\$ 90,000</u>
TOTAL	\$ 372,335

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

EXPENDITURE SUMMARY	FY 2013 Actual	FY 2014 Budgeted	FY 2015 Proposed	Percentage Increase
Personnel Expenditures	\$128,834	\$132,350	\$136,600	3.2%
Operating Expenditures	\$111,289	\$116,910	\$102,723	-12.1%
Capital Outlay & Debt Service	\$218,002	\$339,177	\$219,785	-35.2%
Total Expenditures	\$458,125	\$588,437	\$459,108	-21.9%
FTE's	2	2	2	

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 planning in conjunction with Habitat for Humanity for continued 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 2014-2019 CDBG Consolidated Plan and develop and implement one-year action plan

Performance Measures

Measure Description	FY2012 (Actual)	FY2013 (Actual)	FY2014 (Estimated)	FY2015 (Projected)
Number of grant years funding remaining at year end	.50	.35	.25	.50
Percentage of low and moderate income expenditures	100%	100%	100%	100%
CDBG funds spent	\$329,805	\$458,125	\$450,000	\$352,335
Number of target area code enforcement contacts	883	855	855	750
Number of LMI families assisted into homeownership	10	8	6	6

FUND #139 COMMUNITY DEVELOPMENT BLOCK GRANT						
REVENUES						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
33117	FEDERAL GRANT-2011 CDBG	132,748	0	0	0	0
33118	FEDERAL GRANT-2012 CDBG	207,941	0	117,266	0	0
33119	FEDERAL GRANT-2013 CDBG	0	332,936	353,451	0	0
33120	FEDERAL GRANT-2014 CDBG	0	0	0	352,335	352,335
33490	THDA EMERGENCY SHELTER GT-FY11	57,974	68,000	17,027	0	0
33492	THDA EMERGENCY SHELTER GT-FY12	47,021	0	60,434	0	0
33493	THDA EMERGENCY SHELTER GT-FY13	0	0	0	86,773	86,773
36810	TRANSFER FROM GENERAL FUND	17,000	15,000	15,000	20,000	20,000
36811	TRANSFER FROM THDA	21,199	0	0	0	0
	TOTAL REVENUES	483,883	415,936	563,178	459,108	459,108
EXPENDITURES						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
	2013 CDBG					
54100	Administrative					
111	SALARIES	52,393	0	0	0	0
132	LONGEVITY	350	0	0	0	0
134	CHRISTMAS BONUS	530	0	0	0	0
140	DENTAL INSURANCE	534	0	0	0	0
141	SOCIAL SECURITY	3,758	0	0	0	0
142	HEALTH INSURANCE	10,049	0	0	0	0
143	RETIREMENT	8,854	0	0	0	0
144	LIFE & DISABILITY	660	0	0	0	0
	Subtotal:	77,128	0	0	0	0
	Operating Expenditures					
221	PRINTING EXPENSE	312	0	0	0	0
237	ADVERTISING	354	0	0	0	0
245	TELEPHONE EXPENSE	696	0	0	0	0
283	TRAVEL AND TRAINING	204	0	0	0	0
319	OFFICE SUPPLIES	0	0	0	0	0
331	GASOLINE	224	0	0	0	0
599	MISCELLANEOUS	23	0	0	0	0
	Subtotal:	1,813	0	0	0	0
	Subtotal Planning & Administration:	78,941	0	0	0	0
	53200 Recreation Projects					
	Capital Outlay and Debt Service					
936	LAND ACQUISITION-SHEPHARD FIELD	45,602	0	0	0	0
940	SCCC-SPLASH PAD	87,363	0	0	0	0
	Subtotal:	132,965	0	0	0	0
	54400 Housing					
	Capital Outlay and Debt Service					
719	DOWN PAYMENT ASSISTANCE	24,000	0	0	0	0
934	ACQUISITION FOR HOUSING	61,037	0	0	0	0
	Subtotal:	85,037	0	0	0	0
	Subtotal Capital Outlay and Debt Service:	218,002	0	0	0	0

EXPENDITURES						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
54500	Codes Enforcement					
Personnel and Fringe Benefits						
111	SALARIES	35,892	0	0	0	0
132	LONGEVITY	350	0	0	0	0
134	CHRISTMAS BONUS	530	0	0	0	0
140	DENTAL INSURANCE	290	0	0	0	0
141	SOCIAL SECURITY	2,851	0	0	0	0
142	HEALTH INSURANCE	5,234	0	0	0	0
143	RETIREMENT	6,112	0	0	0	0
144	LIFE & DISABILITY	448	0	0	0	0
Subtotal:		51,707	0	0	0	0
Operating Expenditures						
237	ADVERTISING	37	0	0	0	0
245	TELEPHONE EXPENSE	734	0	0	0	0
261	VEHICLE MAINTENANCE	1,216	0	0	0	0
283	TRAVEL/TRAINING	100	0	0	0	0
319	SUPPLIES	130	0	0	0	0
326	CLOTHING ALLOWANCE	130	0	0	0	0
331	GASOLINE	1,873	0	0	0	0
512	INS-VEHICLES & EQUIPMENT	260	0	0	0	0
Subtotal:		4,480	0	0	0	0
Subtotal Codes Enforcement:		56,187	0	0	0	0
64100	Emergency Shelter Grant-FY 11					
Operating Expenditures						
259	SHELTER OPERATIONS	57,974	0	0	0	0
591	ADMINISTRATION COSTS	0	0	0	0	0
Subtotal:		57,974	0	0	0	0
64200	Emergency Shelter Grant-FY13					
259	SHELTER OPERATIONS	47,022	0	0	0	0
591	ADMINISTRATION COSTS	0	0	0	0	0
Subtotal:		47,022	0	0	0	0
Subtotal Emergency Shelter Grants:		104,996	0	0	0	0
	TOTAL 2013 EXPENDITURES	458,126	0	0	0	0
2014 CDBG						
55100	Administrative					
111	SALARIES	0	54,000	54,000	0	0
132	LONGEVITY	0	400	400	0	0
134	CHRISTMAS BONUS	0	100	100	0	0
140	DENTAL INSURANCE	0	600	600	0	0
141	SOCIAL SECURITY	0	4,200	4,200	0	0
142	HEALTH INSURANCE	0	9,800	9,800	0	0
143	RETIREMENT	0	9,100	9,100	0	0
144	LIFE & DISABILITY	0	700	700	0	0
Subtotal:		0	78,900	78,900	0	0
Operating Expenditures						
221	PRINTING EXPENSE	0	400	400	0	0
237	ADVERTISING	0	800	800	0	0
245	TELEPHONE EXPENSE	0	1,450	1,450	0	0
283	TRAVEL AND TRAINING	0	1,200	1,200	0	0
319	OFFICE SUPPLIES	0	1,200	1,200	0	0
331	GASOLINE	0	1,000	1,000	0	0
599	MISCELLANEOUS	0	1,000	1,000	0	0
Subtotal:		0	7,050	7,050	0	0
Subtotal Planning & Administration:		0	85,950	85,950	0	0

EXPENDITURES						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
55200	Recreation Projects					
Capital Outlay and Debt Service						
937	SCCC-COURT AND STORAGE BUILDING	0	0	109,000	0	0
940	MOSBY PARK POOL REPLACEMENT	0	0	200,177	0	0
Subtotal:		0	0	309,177	0	0
55300	Consultant Services					
256	THE HOUSING FUND	0	0	25,000	0	0
Subtotal:		0	0	25,000	0	0
55400	Housing					
Capital outlay and debt service						
719	DOWN PAYMENT ASSISTANCE	0	0	30,000	0	0
934	PROJECTS TO BE DETERMINED	0	205,536	0	0	0
Subtotal:		0	205,536	30,000	0	0
Subtotal Capital Outlay and Debt Service:		0	205,536	364,177	0	0
55500	Codes Enforcement					
Personnel and Fringe Benefits						
111	SALARIES	0	37,200	37,200	0	0
132	LONGEVITY	0	400	400	0	0
134	CHRISTMAS BONUS	0	100	100	0	0
140	DENTAL INSURANCE	0	300	300	0	0
141	SOCIAL SECURITY	0	2,900	2,900	0	0
142	HEALTH INSURANCE	0	5,200	5,200	0	0
143	RETIREMENT	0	6,300	6,300	0	0
144	LIFE & DISABILITY	0	450	450	0	0
191	LAUNDRY & DRY CLEANING	0	600	600	0	0
Subtotal:		0	53,450	53,450	0	0
Operating Expenditures						
221	PRINTING	0	400	400	0	0
237	ADVERTISING	0	100	100	0	0
245	TELEPHONE EXPENSE	0	1,500	1,500	0	0
252	LEGAL EXPENSE	0	300	300	0	0
261	VEHICLE MAINTENANCE	0	1,500	1,500	0	0
283	TRAVEL/TRAINING	0	500	500	0	0
319	SUPPLIES	0	300	300	0	0
326	CLOTHING ALLOWANCE	0	400	400	0	0
331	GASOLINE	0	1,500	1,500	0	0
512	INS-VEHICLES & EQUIPMENT	0	500	500	0	0
599	MISCELLANEOUS	0	400	400	0	0
Subtotal:		0	7,400	7,400	0	0
Subtotal Codes Enforcement:		0	60,850	60,850	0	0
64100	Emergency Shelter Grant					
Operating Expenditures						
259	SHELTER OPERATIONS	0	0	13,651	0	0
591	ADMINISTRATION COSTS	0	0	3,375	0	0
Subtotal:		0	0	17,026	0	0
64200	Emergency Shelter Grant					
Operating Expenditures						
259	SHELTER OPERATIONS	0	0	55,598	0	0
591	ADMINISTRATION COSTS	0	0	4,836	0	0
Subtotal:		0	0	60,434	0	0
Subtotal Emergency Shelter Grants:		0	0	77,460	0	0
	TOTAL 2014 EXPENDITURES	0	352,336	588,437	0	0

EXPENDITURES						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
2015 CDBG						
56100	Administrative					
111	SALARIES	0	0	0	56,000	56,000
132	LONGEVITY	0	0	0	450	450
134	CHRISTMAS BONUS	0	0	0	100	100
140	DENTAL INSURANCE	0	0	0	600	600
141	SOCIAL SECURITY	0	0	0	4,400	4,400
142	HEALTH INSURANCE	0	0	0	9,800	9,800
143	RETIREMENT	0	0	0	9,400	9,400
144	LIFE & DISABILITY	0	0	0	700	700
Subtotal:		0	0	0	81,450	81,450
Operating Expenditures						
221	PRINTING EXPENSE	0	0	0	400	400
237	ADVERTISING	0	0	0	800	800
245	TELEPHONE EXPENSE	0	0	0	1,450	1,450
283	TRAVEL AND TRAINING	0	0	0	1,200	1,200
319	OFFICE SUPPLIES	0	0	0	1,200	1,200
331	GASOLINE	0	0	0	1,000	1,000
599	MISCELLANEOUS	0	0	0	2,500	2,500
Subtotal:		0	0	0	8,550	8,550
Subtotal Planning & Administration:		0	0	0	90,000	90,000
56400	Housing					
Capital Outlay and Debt Service:						
934	PROJECTS TO BE DETERMINED	0	0	0	219,785	219,785
Subtotal:		0	0	0	219,785	219,785
Subtotal Capital Outlay and Debt Service:		0	0	0	219,785	219,785
56500	Codes Enforcement					
Personnel and Fringe Benefits:						
111	SALARIES	0	0	0	38,500	38,500
132	LONGEVITY	0	0	0	450	450
134	CHRISTMAS BONUS	0	0	0	100	100
140	DENTAL INSURANCE	0	0	0	300	300
141	SOCIAL SECURITY	0	0	0	3,000	3,000
142	HEALTH INSURANCE	0	0	0	5,200	5,200
143	RETIREMENT	0	0	0	6,500	6,500
144	LIFE & DISABILITY	0	0	0	500	500
191	LAUNDRY & DRY CLEANING	0	0	0	600	600
Subtotal:		0	0	0	55,150	55,150
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	62,550	62,550

EXPENDITURES						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
65100	Emergency Shelter Grant					
Operating Expenditures						
259	SHELTER OPERATIONS	0	0	0	82,868	82,868
591	ADMINISTRATION COSTS	0	0	0	3,905	3,905
Subtotal:		0	0	0	86,773	86,773
	TOTAL 2015 EXPENDITURES	0	0	0	459,108	459,108
	TOTAL ALL EXPENDITURES	458,126	352,336	588,437	459,108	459,108

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 closed in FY 2013.

EXPENDITURE SUMMARY	FY 2013 Actual	FY 2014 Budgeted	FY 2015 Proposed	Percentage Increase
Personnel Expenditures	\$0	\$0	\$0	0.00%
Operating Expenditures	\$21,198	\$0	\$0	0.00%
Capital Outlay & Debt Service	\$30	\$0	\$0	0.00%
Total Expenditures	\$21,228	\$0	\$0	0.00%

Goals and Objectives

- There are no goals and objectives since this fund closed in FY2013.

Performance Measures

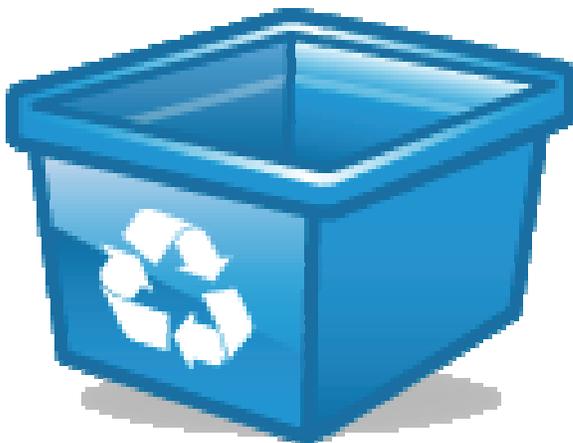
Measure Description	FY 2012 (Actual)	FY 2013 (Actual)	FY 2014 (Estimated)	FY 2015 (Projected)
NSP funds spent	\$178,482	\$21,228	N/A	N/A
Number of LMI families assisted into homeownership	4	0	N/A	N/A
Percentage of low and moderate income expenditures	100%	100%	N/A	N/A

CITY OF CLEVELAND						
FUND #150 - THDA NEIGHBORHOOD STABILIZATION PROGRAM						
REVENUES						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
33110	THDA STABILIZATION PROGRAM	21,228	0	0	0	0
	TOTAL REVENUES	21,228	0	0	0	0
EXPENDITURES						
DEPARTMENT 46240						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
Operating expenditures:						
256	ADMINISTRATION FEES	29	0	0	0	0
	Subtotal:	29	0	0	0	0
Capital outlay and debt service:						
924	HOUSING CONSTRUCTION	0	0	0	0	0
	Subtotal:	0	0	0	0	0
	TOTAL EXPENDITURES	29	0	0	0	0

RECYCLING GRANT



CLEAN & green
CLEVELAND



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:

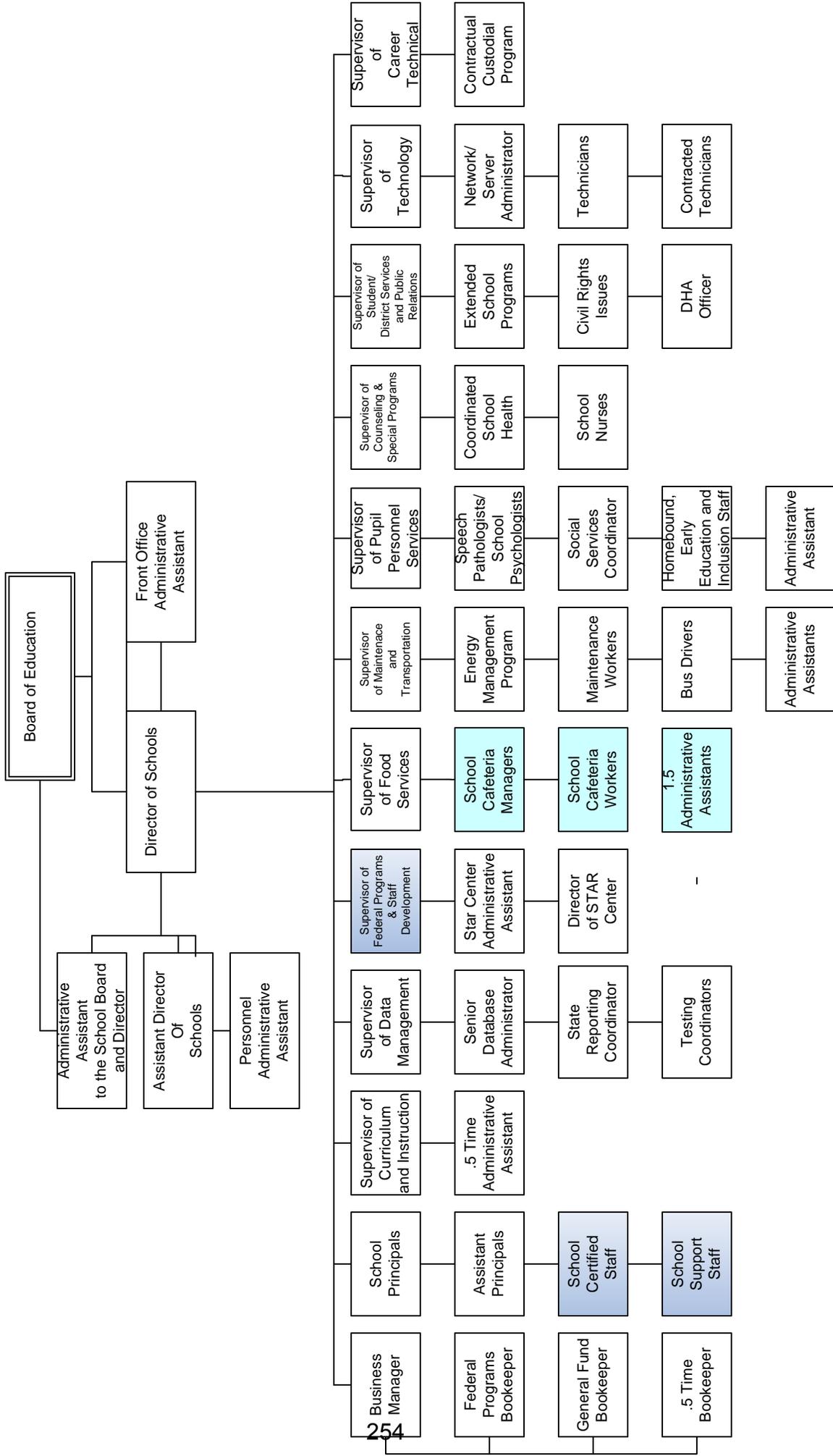
Measure Description	FY 2012 (Actual)	FY 2013 (Actual)	FY 2014 (Estimated)	FY 2015 (Projected)
Number of residential tons of garbage collected per 1,000 people	273	274	278	281
Average commercial tons of garbage collected per customer	16.7	17.14	17.36	17.66
Total tonnage taken to the landfill on route collections	5,549	5,600	5,036	5,300
Total tonnage received at recycling facilities	Data currently unavailable			
Total number of commercial recycling customers	74	87	89	94

CITY OF CLEVELAND						
FUND #151 - RECYCLING GRANT						
REVENUES						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
33400	STATE-RECYCLING GRANT	926	15,000	26,074	14,000	14,000
36810	TRANS FROM GEN FUND	4,000	0	0	0	0
TOTAL REVENUES		4,926	15,000	26,074	14,000	14,000
EXPENDITURES						
DEPARTMENT # 41910						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
239	LITTER GRANT EXP	926	14,500	25,574	13,500	13,500
283	TRAINING & TRAVEL EXP	0	500	500	500	500
TOTAL EXPENDITURES		926	15,000	26,074	14,000	14,000

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 in the City School System.

EXPENDITURE SUMMARY	FY 2013 Actual	FY 2014 Budgeted	FY 2015 Proposed	Percentage Increase
Personnel & Operating Expenditures	\$38,334,017	\$39,833,570	\$39,923,256	0.2%
Capital Outlay & Debt Service	\$ 186,254	\$556,947	\$429,119	-22.9%
Transfers to Other Funds	\$487,000	\$194,700	\$194,700	0%
Total Expenditures	\$39,007,271	\$40,585,217	\$40,547,075	-0.9%

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 classrooms
- 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
- Purchase mobile carts equipped with 30 laptops each.
- Increase the number of wireless access points in each school.
- Construct a new gymnasium for Cleveland High School
- Update long-range capital replacement plan.

Performance Measures

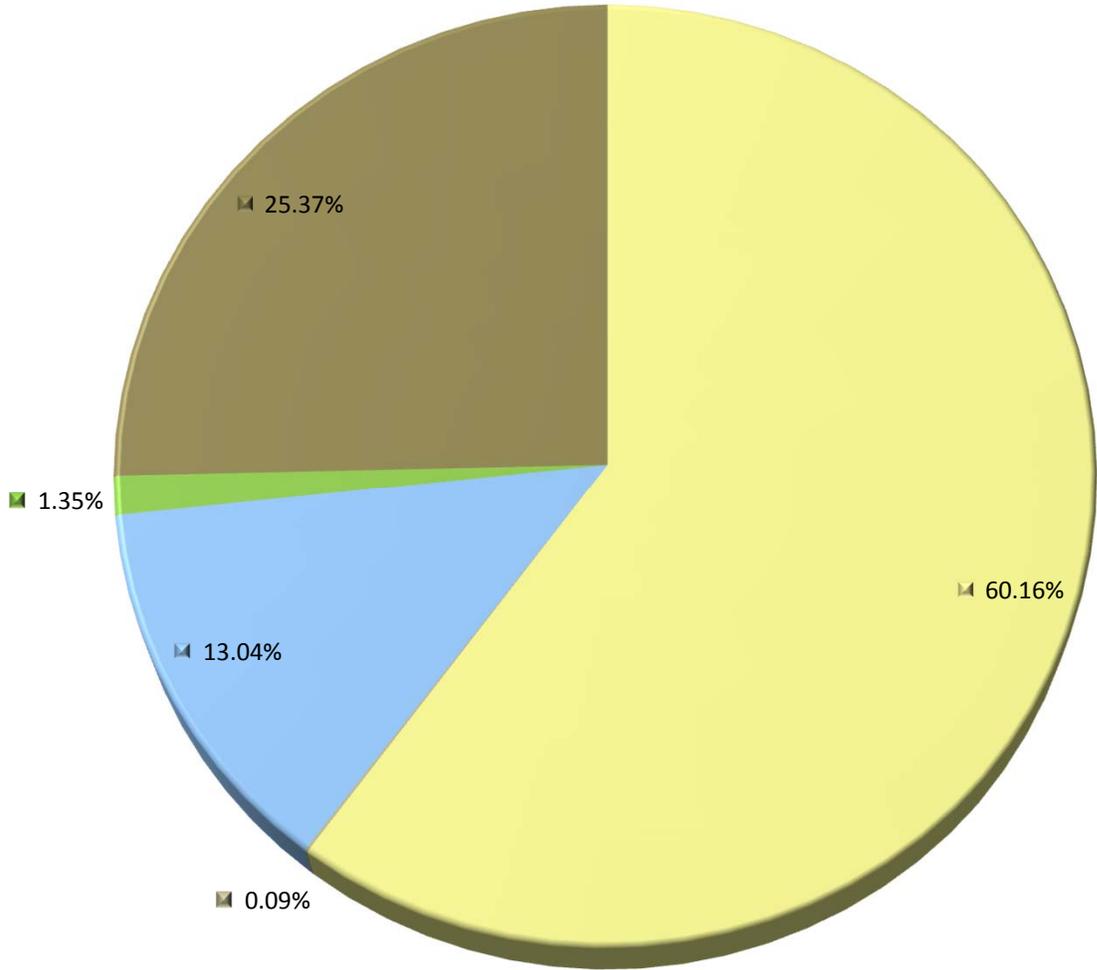
The Tennessee Department of Education provides excellent performance measures as part of its State Report Card. Anyone wishing to see more information on those measures can do so on the Internet by using the following steps:

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

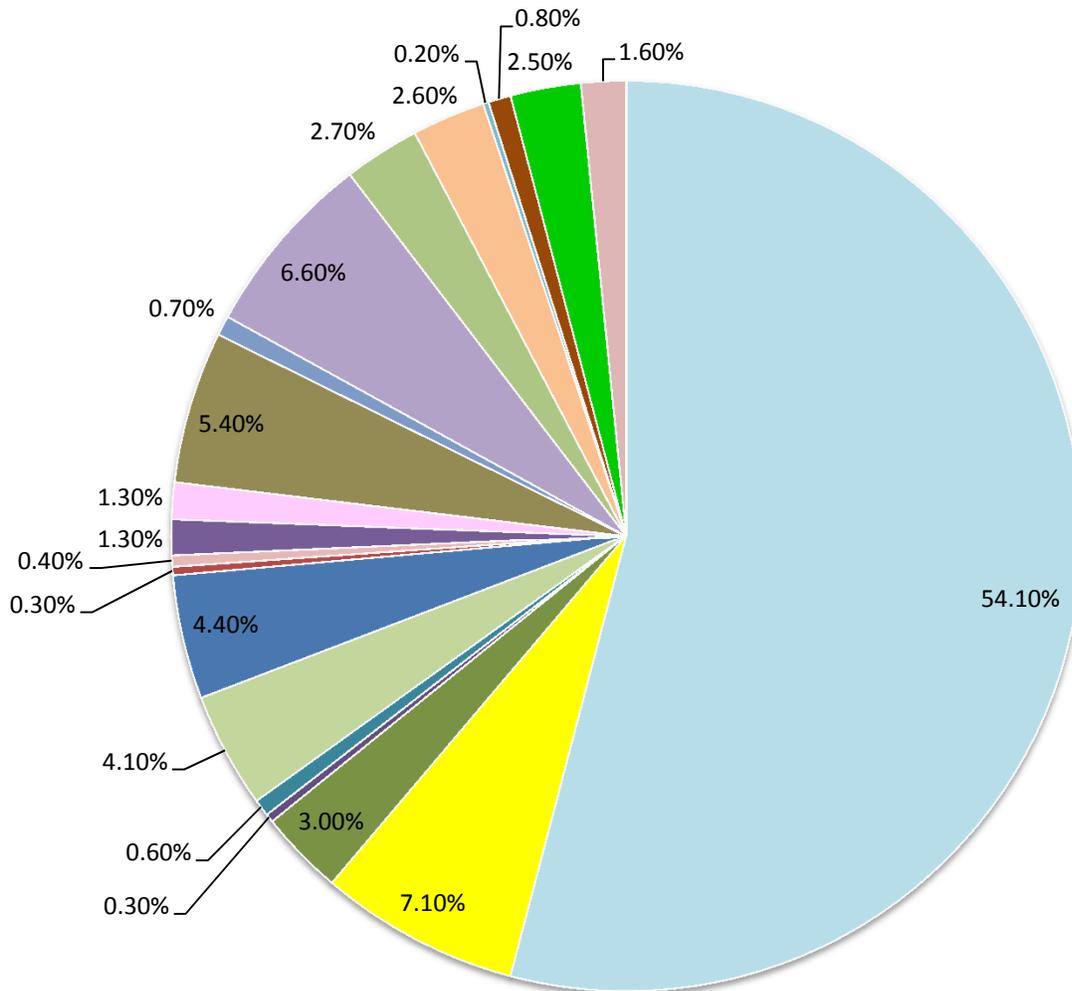
	FY 2012 ACTUAL	FY 2013 ACTUAL	FY 2014 BUDGETED	FY 2015 PROPOSED	% OF TOTAL
<i>Revenues and Other</i>					
<i>Financial Sources</i>					
Federal Government	\$254,834	\$212,584	\$36,462	\$36,462	0.1%
State of Tennessee	\$22,231,654	\$23,047,750	\$24,381,013	\$24,392,151	60.2%
Bradley County	\$10,071,157	\$10,236,770	\$10,471,390	\$10,284,891	25.4%
Other Revenues	\$507,219	\$546,497	\$562,152	\$546,971	1.3%
Other Financing Sources:					
Transfers from Other Funds	\$5,123,117	\$5,131,845	\$5,133,000	\$5,286,600	13.0%
<i>Total Revenues and Other</i>					
<i>Financial Sources</i>	\$38,187,981	\$39,175,446	\$40,584,017	\$40,547,075	100.0%
<i>Expenditures and Other</i>					
<i>Financing uses</i>					
Regular Instruction	\$20,333,228	\$21,004,422	\$21,916,456	\$21,918,912	54.1%
Special Education	\$2,666,114	\$2,812,689	\$2,878,211	\$2,895,701	7.1%
Vocational Education	\$1,115,622	\$1,098,613	\$1,196,443	\$1,209,594	3.0%
Attendance	\$103,999	\$109,268	\$115,319	\$116,752	0.3%
Health Services	\$225,959	\$217,860	\$236,934	\$239,818	0.6%
Other Student Support	\$1,590,803	\$1,688,159	\$1,650,474	\$1,686,021	4.2%
Instructional Staff	\$1,639,849	\$1,707,480	\$1,823,760	\$1,825,557	4.5%
Special Education Program	\$117,997	\$112,916	\$113,297	\$114,204	0.3%
Vocational Education Program	\$121,319	\$130,217	\$156,077	\$143,947	0.4%
General Administration	\$433,527	\$479,393	\$508,830	\$508,830	1.3%
Office of the Superintendent	\$566,171	\$553,012	\$526,279	\$533,311	1.3%
Office of the Principal	\$1,911,074	\$2,057,075	\$2,214,456	\$2,209,771	5.4%
Business Administration	\$241,365	\$246,280	\$262,982	\$268,346	0.7%
Operation of Plant	\$2,629,915	\$2,535,684	\$2,651,550	\$2,656,887	6.6%
Maintenance of Plant	\$1,106,970	\$1,066,537	\$1,113,091	\$1,108,895	2.7%
Transportation	\$1,066,747	\$1,074,117	\$1,051,245	\$1,065,649	2.6%
Food Service	\$58,033	\$72,015	\$75,165	\$76,704	0.2%
Community Services	\$306,640	\$319,628	\$329,397	\$330,753	0.8%
Early Childhood Education	\$999,356	\$1,048,652	\$1,013,604	\$1,013,604	2.5%
Capital Outlay	\$354,870	\$0	\$126,000	\$0	0.0%
Debt Service	\$197,505	\$186,254	\$430,947	\$429,119	1.1%
Other Financing Uses:					
Transfers to other Funds	\$486,800	\$487,000	\$194,700	\$194,700	0.5%
<i>Total Expenditures and</i>					
<i>Other Financing uses</i>	\$38,273,863	\$39,007,271	\$40,585,217	\$40,547,075	100.0%
<i>Increase (Decrease) in Fund Balance</i>	(\$85,882)	\$168,175	(\$1,200)	\$0	
<i>Fund Balance at Beginning of FY</i>	\$1,884,614	\$1,798,732	\$1,966,907	\$1,965,707	
<i>Fund Balance at End of FY</i>	\$1,798,732	\$1,966,907	\$1,965,707	\$1,965,707	

2014-2015 REVENUES SUMMARY



- State of Tennessee
- City General Fund Trans.
- Bradley County
- Federal Government
- Other Local Revenues

Summary of Expenditures by Category



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

CLEVELAND CITY SCHOOLS						
REVENUES						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
INTERGOVERNMENTAL						
FEDERAL GOVERNMENT						
47143	EDUCATION OF HANDICAPPED	51,759	51,759	36,462	36,462	36,462
47990	OTHER DIRECT REVENUE	160,825	0	0	0	0
Subtotal:		212,584	51,759	36,462	36,462	36,462
STATE OF TENNESSEE						
46511	BASIC EDUCATION PROGRAM	21,263,078	22,399,000	22,177,000	22,514,000	22,514,000
46520	SCHOOL FOOD SERVICE	27,047	25,663	27,275	27,275	27,275
46530	ENERGY EFFICIENT SCHOOL INITIATE	0	0	21,962	0	0
46550	DRIVER EDUCATION	8,000	8,000	8,000	8,000	8,000
46590	OTHER STATE EDUCATION	332,810	287,000	600,900	297,000	297,000
46610	CAREER LADDER PROGRAM	154,098	224,648	224,648	224,648	224,648
46612	CAREER LADDER-EXT CONT	63,300	164,793	164,793	164,793	164,793
46820	INCOME TAX	40,938	30,427	40,841	40,841	40,841
46850	MIXED DRINK TAX	109,827	101,990	101,990	101,990	101,990
46980	OTHER STATE GRANTS	1,048,652	967,624	1,013,604	1,013,604	1,013,604
Subtotal:		23,047,750	24,209,145	24,381,013	24,392,151	24,392,151
BRADLEY COUNTY						
40110	CURRENT PROPERTY TAX	5,473,321	5,703,208	5,590,308	5,475,500	5,475,500
40120	TRUSTEE'S COLLECTION	213,605	182,061	182,061	182,061	182,061
40130	CIR CLK/CLK & MASTER	125,921	116,000	116,000	116,000	116,000
40140	INTEREST & PENALTY	32,939	31,369	31,369	31,369	31,369
40162	PYMTS IN LIEU-LOCAL	1,798	1,305	3,805	3,805	3,805
40163	PAYMENTS IN LIEU-OTHER	106,852	91,317	101,717	101,717	101,717
40210	LOCAL OPTION SALES TAX	4,259,194	4,422,978	4,422,978	4,351,287	4,351,287
40320	BANK EXCISE TAX	17,504	18,201	18,201	18,201	18,201
40350	INTERSTATE TELECOMM. TAX	2,951	2,126	2,126	2,126	2,126
41110	MARRIAGE LICENSES	2,685	2,825	2,825	2,825	2,825
Subtotal:		10,236,770	10,571,390	10,471,390	10,284,891	10,284,891
CHARGES FOR SERVICES						
43511	TUITION-REGULAR DAY	104,179	101,935	101,935	101,935	101,935
43581	COMM SVCS FEES-CHILDREN	134,191	152,396	142,396	152,396	152,396
43583	TBI CRIMINAL BACKGROUND	888	4,800	4,800	4,800	4,800
Subtotal:		239,258	259,131	249,131	259,131	259,131
INTEREST						
44110	INTEREST EARNED	6,974	6,250	6,250	6,250	6,250
Subtotal:		6,974	6,250	6,250	6,250	6,250
MISCELLANEOUS						
44146	E-RATE FUNDING	52,639	0	12,901	0	0
44170	MISCELLANEOUS REFUNDS	59,735	98,841	98,841	98,841	98,841
44530	SALE OF EQUIPMENT	24,396	10,000	10,000	10,000	10,000
44560	DAMAGES RECOVERED	914	1,800	1,800	1,800	1,800
44570	CONTRIBUTIONS & GIFTS	153,291	137,929	153,229	143,488	143,488
44990	OTHER LOCAL REVENUES	9,290	30,000	30,000	27,461	27,461
Subtotal:		300,265	278,570	306,771	281,590	281,590
OTHER FINANCING USES						
49800	OPERATING TRANSFERS (FED)	11,845	13,000	13,000	13,000	13,000
49810	CITY GENERAL FUND TRANS	5,120,000	5,120,000	5,120,000	5,273,600	5,273,600
Subtotal:		5,131,845	5,133,000	5,133,000	5,286,600	5,286,600
	TOTAL REVENUES	39,175,446	40,509,245	40,584,017	40,547,075	40,547,075

EXPENDITURES						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
EDUCATION						
71100 REGULAR INSTRUCTION						
116	TEACHERS	13,400,590	13,872,184	13,963,102	14,092,422	14,092,422
117	CAREER LADDER PROGRAM	88,375	129,000	129,000	129,000	129,000
127	CAREER LADDER-EXT CONT	46,000	141,211	141,211	141,211	141,211
128	HOMEBOUND TEACHERS	54,414	54,607	51,607	55,542	55,542
163	ASSISTANTS	1,070,610	1,100,545	1,108,545	1,095,502	1,095,502
189	OTHER SALARIES & WAGES	202,120	194,097	194,097	194,097	194,097
195	CERTIFIED SUBSTITUE TEACHERS	165,097	120,000	125,000	120,000	120,000
198	NON-CERTIFIED SUBSTITUTE TCHRS	101,375	92,780	102,780	92,780	92,780
201	SOCIAL SECURITY	866,922	959,418	909,418	972,819	972,819
204	STATE RETIREMENT	1,359,645	1,443,605	1,413,605	1,485,475	1,485,475
206	LIFE INSURANCE	29,253	15,607	15,607	15,607	15,607
207	MEDICAL INSURANCE	2,006,584	2,130,397	2,162,030	2,248,444	2,248,444
210	UNEMPLOYMENT COMP	13,314	18,000	18,000	18,000	18,000
212	EMPLOYER MEDICARE LIAB	205,479	224,380	214,380	227,514	227,514
299	OTHER FRINGE BENEFITS	134,647	144,000	144,000	144,000	144,000
336	MAINTENANCE & REPAIR	6,346	18,420	18,420	16,650	16,650
399	OTHER CONTRACTED SVCS	431,766	331,183	395,183	400,970	400,970
429	INSTRUCTIONAL SUPPLIES	366,386	273,065	259,565	192,361	192,361
449	TEXTBOOKS	233,592	255,000	105,000	154,996	154,996
499	OTHER SUPP & MATERIALS	27,287	28,807	283,197	27,500	27,500
599	OTHER CHARGES	10,065	9,100	9,100	9,100	9,100
722	REGULAR INSTRUCTION EQUIP	184,555	484,009	153,609	84,922	84,922
	TOTAL REGULAR INSTRUCT	21,004,422	22,039,415	21,916,456	21,918,912	21,918,912
71200 SPECIAL EDUCATION						
116	TEACHERS	1,583,144	1,627,051	1,586,632	1,600,699	1,600,699
117	CAREER LADDER PROGRAM	16,500	19,000	19,000	19,000	19,000
128	HOMEBOUND TEACHERS	4,171	1,000	1,000	1,000	1,000
163	ASSISTANTS	294,803	286,278	295,781	291,491	291,491
171	SPEECH PATHOLOGIST	255,238	256,291	256,291	248,876	248,876
195	CERTIFIED SUBSTITUE TEACHERS	13,790	4,000	8,000	4,000	4,000
198	NON-CERTIFIED SUBSTITUTE TCHRS	4,613	3,000	5,000	3,000	3,000
201	SOCIAL SECURITY	123,835	134,757	134,757	132,987	132,987
204	STATE RETIREMENT	201,910	216,596	216,596	217,455	217,455
206	LIFE INSURANCE	1,956	1,956	1,956	1,956	1,956
207	MEDICAL INSURANCE	230,361	240,299	261,980	284,000	284,000
212	EMPLOYER MEDICARE LIAB	29,824	31,516	31,516	31,102	31,102
312	CONTRACTS-PRIVATE AGENCY	18,387	22,102	22,102	22,102	22,102
336	MAINTENANCE & REPAIR	0	1,700	1,700	1,700	1,700
399	OTHER CONTRACTED SERVICES	500	0	0	0	0
429	INSTRUCTIONAL SUPPLIES	22,148	24,500	24,500	24,500	24,500
499	OTHER SUPP & MATERIALS	7,477	6,800	6,800	7,233	7,233
725	SPECIAL EDUCATION EQUIP	4,032	4,600	4,600	4,600	4,600
	TOTAL SPECIAL EDUCATION	2,812,689	2,881,446	2,878,211	2,895,701	2,895,701
71300 VOCATIONAL EDUCATION						
116	TEACHERS	756,200	788,876	821,860	836,531	836,531
127	CAREER LADDER EXTENDED CONT.	700	0	0	0	0
195	CERTIFIED SUBSTITUE TEACHERS	4,708	1,500	9,500	1,500	1,500
198	NON-CERTIFIED SUBSTITUTE TCHRS	2,970	1,000	1,000	1,000	1,000
201	SOCIAL SECURITY	43,888	48,665	48,665	51,620	51,620
204	STATE RETIREMENT	67,213	70,053	73,053	75,622	75,622
206	LIFE INSURANCE	639	639	639	639	639
207	MEDICAL INSURANCE	96,722	101,540	114,303	125,784	125,784
212	EMPLOYER MEDICARE LIAB	10,292	11,381	11,381	12,072	12,072
336	MAINTENANCE & REPAIR	19,773	8,500	8,500	8,500	8,500
356	TUITION-CERTIFICATION COURSE	0	375	375	375	375
399	OTHER CONTRACTED SVCS	12,193	4,500	4,500	4,500	4,500
429	INSTRUCTIONAL SUPPLIES	41,153	33,200	33,200	33,200	33,200
499	OTHER SUPP & MATERIALS	1,957	2,300	2,300	2,300	2,300

EXPENDITURES						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
730	VOCATIONAL INSTR EQUIP	40,205	67,167	67,167	55,951	55,951
	TOTAL VOCATIONAL EDUCATION	1,098,613	1,139,696	1,196,443	1,209,594	1,209,594
72110	ATTENDANCE					
105	SUPERVISOR/DIRECTOR	40,546	42,392	42,392	42,706	42,706
189	OTHER SALARIES AND WAGES	38,880	40,421	40,421	41,081	41,081
201	SOCIAL SECURITY	4,771	5,134	5,134	5,194	5,194
204	STATE RETIREMENT	10,062	10,482	10,482	10,688	10,688
206	LIFE INSURANCE	1,303	120	120	120	120
207	MEDICAL INSURANCE	3,590	3,295	6,569	6,748	6,748
212	EMPLOYER MEDICARE LIAB	1,116	1,201	1,201	1,215	1,215
399	OTHER CONTRACTED SERVICES	9,000	9,000	9,000	9,000	9,000
	TOTAL ATTENDANCE	109,268	112,045	115,319	116,752	116,752
72120	HEALTH SERVICES					
131	MEDICAL PERSONNEL	71,287	83,679	83,679	83,648	83,648
189	OTHER SALARIES AND WAGES	61,334	74,526	97,168	96,887	96,887
201	SOCIAL SECURITY	7,687	9,809	11,212	11,192	11,192
204	STATE RETIREMENT	6,365	15,575	13,195	15,489	15,489
206	LIFE INSURANCE	94	94	94	94	94
207	MEDICAL INSURANCE	19,840	21,660	19,329	21,660	21,660
212	EMPLOYER MEDICARE LIAB	1,798	2,294	2,622	2,618	2,618
355	TRAVEL	4,546	4,400	2,400	2,400	2,400
399	OTHER CONTRACTED SERVICES	316	3,100	500	0	0
413	DRUGS/MEDICAL SUPPLIES	1,993	2,000	2,000	2,000	2,000
499	OTHER SUPP & MATERIALS	9,857	11,500	4,035	3,830	3,830
599	OTHER CHARGES	32,743	6,125	700	0	0
	TOTAL HEALTH SERVICES	217,860	234,762	236,934	239,818	239,818
72130	OTHER STUDENT SUPPORT					
117	CARRER LADDER PROGRAM	7,000	9,000	9,000	9,000	9,000
123	GUIDANCE PERSONNEL	604,249	627,532	627,532	639,134	639,134
124	PSYCHOLOGICAL PERSONNEL	80,339	82,584	74,584	75,186	75,186
127	CAREER LADDER EXTENDED CONT.	700	0	0	0	0
130	SOCIAL WORKERS	86,786	89,595	89,595	90,717	90,717
164	ATTENDANTS	136,737	76,795	106,795	106,795	106,795
189	OTHER SALARIES AND WAGES	219,879	110,328	114,153	117,188	117,188
201	SOCIAL SECURITY	67,771	61,444	51,444	64,060	64,060
204	STATE RETIREMENT	97,829	93,396	89,396	96,253	96,253
206	LIFE INSURANCE	867	867	867	867	867
207	MEDICAL INSURANCE	77,325	86,713	77,713	81,815	81,815
212	EMPLOYER MEDICARE LIAB	15,850	14,440	14,440	15,051	15,051
322	EVALUATION AND TESTING	79,699	90,870	90,870	90,870	90,870
336	MAINTENANCE & REPAIR	0	600	600	100	100
399	OTHER CONTRACTED SVCS	202,996	292,170	297,170	292,170	292,170
499	OTHER SUPP & MATERIALS	10,132	6,315	6,315	6,815	6,815
	TOTAL OTHER STUDENT SUPP	1,688,159	1,642,649	1,650,474	1,686,021	1,686,021
INSTRUCTIONAL STAFF						
72210	REGULAR INSTRUCTION PROGRAM					
105	SUPERVISOR/DIRECTOR	363,887	367,159	381,454	383,540	383,540
117	CAREER LADDER PROGRAM	10,000	20,500	20,500	20,500	20,500
129	LIBRARIANS	469,759	481,563	468,328	471,797	471,797
132	MATERIALS COORDINATOR	43,119	43,981	43,981	43,981	43,981
161	SECRETARIES	132,374	136,275	136,275	123,856	123,856
189	OTHER PERSONNEL	141,261	160,976	186,836	194,845	194,845
201	SOCIAL SECURITY	67,488	74,205	74,205	75,946	75,946
204	STATE RETIREMENT	128,672	130,496	130,496	136,120	136,120

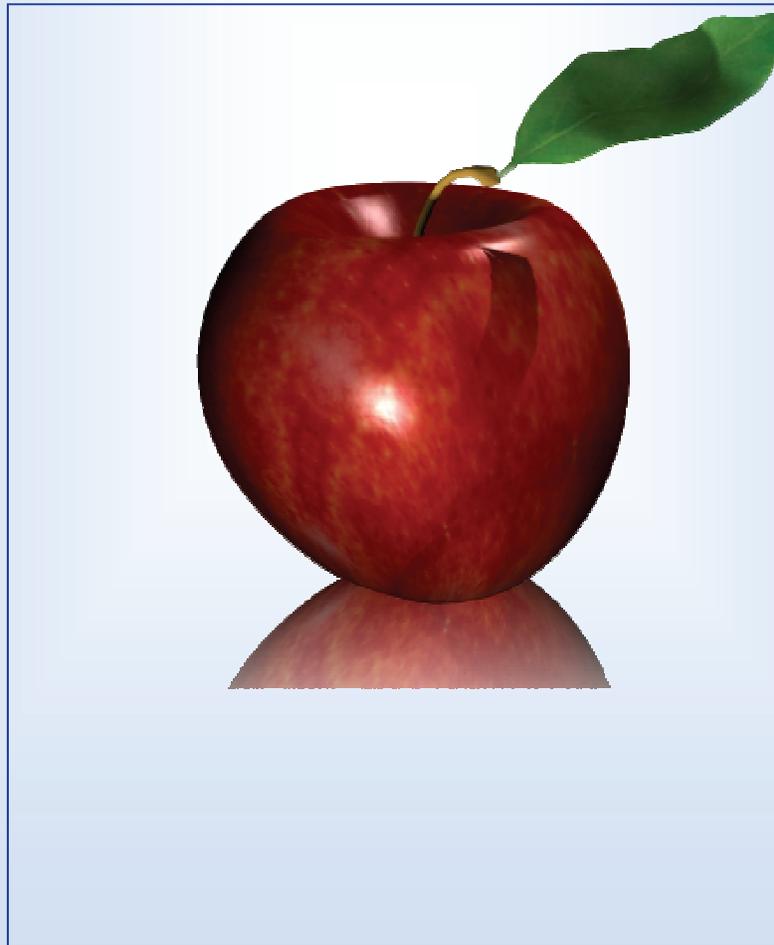
EXPENDITURES						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
206	LIFE INSURANCE	0	1,183	1,183	1,183	1,183
207	MEDICAL INSURANCE	151,238	160,593	173,549	179,707	179,707
212	EMPLOYER MEDICARE LIAB	15,783	17,354	17,354	17,761	17,761
320	DUES & SUBSCRIPTIONS	1,684	4,000	4,000	4,000	4,000
355	TRAVEL	26,507	36,000	36,000	36,000	36,000
399	CONTRACTED SERVICE	19,953	8,500	11,938	8,500	8,500
432	LIBRARY BOOKS/MEDIA	34,069	34,675	34,675	35,610	35,610
499	OTHER SUPPLIES & MATERIALS	14,981	21,650	21,650	22,116	22,116
524	IN-SERVICE/STAFF DEVELOP	76,983	75,400	77,836	66,595	66,595
790	OTHER EQUIPMENT	9,722	3,500	3,500	3,500	3,500
	TOTAL REGULAR INSTRUCT	1,707,480	1,778,010	1,823,760	1,825,557	1,825,557
	72220 SPECIAL EDUCATION PROGRAM					
105	SUPERVISOR/DIRECTOR	87,806	89,562	89,562	90,135	90,135
117	CAREER LADDER PROGRAM	1,000	1,000	1,000	1,000	1,000
201	SOCIAL SECURITY	5,468	5,615	5,615	5,650	5,650
204	STATE RETIREMENT	7,886	8,042	8,042	8,239	8,239
206	LIFE INSURANCE	29	29	29	29	29
207	MEDICAL INSURANCE	5,459	5,746	5,746	5,840	5,840
212	EMPLOYER MEDICARE LIAB	1,279	1,303	1,303	1,311	1,311
308	CONSULTANTS	0	500	500	500	500
355	TRAVEL	3,989	1,500	1,500	1,500	1,500
	TOTAL SPECIAL EDUCATION	112,916	113,297	113,297	114,204	114,204
	72230 VOCATIONAL EDUCATION					
105	SUPERVISOR/DIRECTOR	75,204	77,820	77,820	79,526	79,526
117	CAREER LADDER PROGRAM	0	3,000	3,000	3,000	3,000
161	SECRETARIES	25,524	26,395	26,395	26,756	26,756
189	OTHER SALARY & WAGES	0	0	13,934	0	0
201	SOCIAL SECURITY	6,005	6,647	7,511	6,775	6,775
204	STATE RETIREMENT	10,920	11,564	11,564	11,907	11,907
206	LIFE INSURANCE	72	72	72	72	72
207	MEDICAL INSURANCE	10,784	11,224	11,524	11,826	11,826
212	EMPLOYER MEDICARE LIAB	1,404	1,555	1,757	1,585	1,585
355	TRAVEL	304	2,500	2,500	2,500	2,500
	TOTAL VOCATIONAL EDUC	130,217	140,777	156,077	143,947	143,947
	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	0	740	740	740	740
305	AUDIT SERVICES	13,000	13,000	13,250	13,250	13,250
320	DUES AND MEMBERSHIPS	14,953	14,953	15,342	15,342	15,342
331	LEGAL SERVICES	12,133	10,000	10,000	10,000	10,000
506	LIABILITY INSURANCE	46,769	46,769	52,092	52,092	52,092
508	PREMIUMS ON SURETY BONDS	11,070	11,070	12,629	12,629	12,629
510	TRUSTEE'S COMMISSION	118,687	109,753	118,520	118,520	118,520
513	WORKER'S COMP INSURANCE	171,786	171,786	187,418	187,418	187,418
533	CRIMINAL INVESTIGATION APPL	4,992	8,000	8,000	8,000	8,000
534	REFUND APPLICANT-INVESTIGAT	678	2,000	2,000	2,000	2,000
599	OTHER CHARGES	28,485	32,000	32,000	32,000	32,000
	TOTAL BOARD OF EDUCATION	479,393	476,910	508,830	508,830	508,830
	72320 OFFICE OF THE SUPERINTENDENT					
101	ADMINISTRATIVE OFFICER	130,754	134,001	134,001	134,520	134,520
103	ASSISTANT	90,466	92,275	92,275	92,275	92,275
117	CAREER LADDER PROGRAM	1,000	1,000	1,000	1,000	1,000
161	SECRETARIES	72,325	73,768	71,220	74,259	74,259

EXPENDITURES						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
189	OTHER SALARIES & WAGES	7,200	7,200	7,200	7,200	7,200
201	SOCIAL SECURITY	16,414	18,924	16,924	18,987	18,987
204	STATE RETIREMENT	29,799	33,082	33,082	33,585	33,585
206	LIFE INSURANCE	195	195	195	195	195
207	MEDICAL INSURANCE	37,243	39,800	32,800	39,800	39,800
212	EMPLOYER MEDICARE LIAB	4,200	4,426	4,426	4,441	4,441
299	OTHER FRINGE BENEFITS	3,923	3,923	3,923	4,116	4,116
307	COMMUNICATION	85,155	90,000	45,000	45,000	45,000
320	DUES AND MEMBERSHIPS	3,005	2,624	3,433	3,433	3,433
348	POSTAL CHARGES	5,509	6,500	6,500	6,500	6,500
355	TRAVEL	7,681	4,300	13,300	7,000	7,000
399	OTHER CONTRACTED SVCS	21,943	24,600	22,600	22,600	22,600
435	OFFICE SUPPLIES	14,362	17,500	16,500	16,500	16,500
599	OTHER CHARGES	16,359	17,900	16,900	16,900	16,900
701	ADMINISTRATIVE EQUIPMENT	5,479	5,000	5,000	5,000	5,000
	TOTAL OFFICE OF SUPRNTNDT	553,012	577,018	526,279	533,311	533,311
72410	OFFICE OF THE PRINCIPAL					
104	PRINCIPALS	662,461	621,930	677,160	682,311	682,311
117	CAREER LADDER PROGRAM	7,000	10,000	10,000	10,000	10,000
139	ASSISTANT PRINCIPALS	559,001	681,072	623,189	627,436	627,436
161	SECRETARIES	314,514	325,437	325,437	309,879	309,879
162	CLERICAL PERSONNEL	25,930	26,868	26,868	27,251	27,251
201	SOCIAL SECURITY	92,851	102,008	102,008	101,485	101,485
204	STATE RETIREMENT	163,041	175,148	175,148	175,336	175,336
206	LIFE INSURANCE	1,386	1,386	1,386	1,386	1,386
207	MEDICAL INSURANCE	165,823	164,172	195,578	196,650	196,650
212	EMPLOYER MEDICARE LIAB	21,715	23,857	23,857	23,734	23,734
320	DUES & MEMBERSHIPS	1,911	2,600	2,600	2,370	2,370
336	MAINTENANCE & REPAIR	0	2,925	2,925	2,925	2,925
348	POSTAL CHARGES	5,269	7,143	7,143	6,425	6,425
355	TRAVEL	907	5,100	5,100	5,100	5,100
399	OTHER CONTRACTED SVCS	20,850	13,725	13,725	14,568	14,568
435	OFFICE SUPPLIES	7,928	10,812	10,812	10,520	10,520
599	OTHER CHARGES	1,324	625	625	625	625
701	ADMINISTRATIVE EQUIPMENT	5,164	10,895	10,895	11,770	11,770
	TOTAL OFFICE OF THE PRINCIPAL	2,057,075	2,185,703	2,214,456	2,209,771	2,209,771
72510	FISCAL SERVICES					
119	BOOKKEEPERS	173,608	183,607	183,607	184,812	184,812
201	SOCIAL SECURITY	9,419	11,384	10,384	11,458	11,458
204	STATE RETIREMENT	26,870	30,515	28,515	30,716	30,716
206	LIFE INSURANCE	163	163	163	163	163
207	MEDICAL INSURANCE	20,620	22,188	23,710	24,076	24,076
212	EMPLOYER MEDICARE LIAB	2,373	2,662	2,662	2,680	2,680
317	DATA PROCESSING SERVICES	12,844	12,844	13,441	13,441	13,441
355	TRAVEL	383	1,000	500	1,000	1,000
	TOTAL FISCAL SERVICES	246,280	264,363	262,982	268,346	268,346
OPERATION AND MAINTENANCE OF PLANT						
72610	OPERATION OF PLANT					
166	CUSTODIAL PERSONNEL	23,553	23,947	23,947	23,947	23,947
189	OTHER SALARIES & WAGES	81,145	82,767	82,767	82,767	82,767
201	SOCIAL SECURITY	6,250	6,616	6,616	6,618	6,618
204	STATE RETIREMENT	11,120	11,330	11,330	11,462	11,462
206	LIFE INSURANCE	84	84	84	84	84
207	MEDICAL INSURANCE	11,508	11,492	11,492	11,895	11,895
212	EMPLOYER MEDICARE LIAB	1,462	1,547	1,547	1,547	1,547
328	JANITORIAL SERVICES	730,980	741,780	775,740	775,740	775,740
330	OPERATING LEASE PAYMENTS	0	52,951	52,951	52,951	52,951
351	RENTALS	7,800	7,200	7,200	12,000	12,000
399	OTHER CONTRACTED SVCS	245,433	216,870	216,870	216,870	216,870

EXPENDITURES						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
415	ELECTRICITY	975,907	1,032,422	991,621	991,621	991,621
434	NATURAL GAS	88,414	130,349	110,349	110,349	110,349
454	WATER AND SEWER	133,117	139,873	139,873	139,873	139,873
499	OTHER SUPP AND MATERIALS	36,580	25,000	25,000	25,000	25,000
501	BOILER INSURANCE	8,855	8,855	10,103	10,103	10,103
502	BLDG & CONTENTS INSURANCE	171,309	171,309	184,060	184,060	184,060
599	OTHER CHARGES	2,167	0	0	0	0
	TOTAL OPERATION OF PLANT	2,535,684	2,664,392	2,651,550	2,656,887	2,656,887
72620	MAINTENANCE OF PLANT					
105	SUPERVISOR	56,939	60,566	60,566	61,168	61,168
167	MAINTENANCE PERSONNEL	386,491	398,436	403,436	401,087	401,087
189	OTHER SALARIES AND WAGES	10,513	35,000	30,000	35,000	35,000
201	SOCIAL SECURITY	25,971	30,326	29,326	30,527	30,527
204	STATE RETIREMENT	64,165	76,286	75,286	76,827	76,827
206	LIFE INSURANCE	592	592	592	592	592
207	MEDICAL INSURANCE	87,268	93,000	96,051	100,644	100,644
212	EMPLOYER MEDICARE LIAB	6,074	7,163	7,163	7,210	7,210
335	MAINTENANCE/REPAIR-BLDG	104,397	90,140	90,140	90,140	90,140
336	MAINTENANCE/REPAIR-EQUIP	0	2,000	2,000	2,000	2,000
355	TRAVEL	0	0	1,000	0	0
399	OTHER CONTRACTED SVCS	113,428	101,000	101,000	101,000	101,000
418	EQUIP/MACHINERY PARTS	74	5,200	5,200	5,200	5,200
499	OTHER SUPP AND MATERIALS	162,657	190,000	190,000	190,000	190,000
599	OTHER CHARGES	6,450	5,000	5,000	5,000	5,000
717	MAINTENANCE EQUIPMENT	41,518	2,500	16,331	2,500	2,500
	TOTAL MAINT OF PLANT	1,066,537	1,097,209	1,113,091	1,108,895	1,108,895
72710	TRANSPORTATION					
105	SUPERVISOR	33,695	35,370	35,870	35,370	35,370
142	MECHANICS	61,913	68,766	63,766	69,614	69,614
146	BUS DRIVERS	493,492	463,290	463,290	472,556	472,556
201	SOCIAL SECURITY	36,197	35,180	35,180	35,808	35,808
204	STATE RETIREMENT	15,890	17,307	17,307	17,448	17,448
206	LIFE INSURANCE	94	94	94	94	94
207	MEDICAL INSURANCE	18,513	22,188	23,374	23,389	23,389
212	EMPLOYER MEDICARE LIAB	8,467	8,228	8,228	8,374	8,374
313	CONTRACTS WITH PARENTS	0	1,000	1,000	1,000	1,000
340	MEDICAL/DENTAL SERVICES	2,325	3,500	3,500	3,500	3,500
355	TRAVEL	813	1,100	1,100	1,100	1,100
399	OTHER CONTRACTED SVCS	9,385	22,500	22,500	22,500	22,500
412	DIESEL FUEL	191,317	181,788	181,788	181,788	181,788
425	GASOLINE	19,366	20,000	20,000	20,000	20,000
433	LUBRICANTS	0	2,000	2,000	2,000	2,000
450	TIRE AND TUBES	10,643	9,962	17,290	17,290	17,290
453	VEHICLE PARTS	106,946	79,440	79,440	79,440	79,440
499	OTHER SUPP AND MATERIALS	1,257	2,000	2,000	2,000	2,000
511	VEHICLE/EQUIP INSURANCE	49,812	49,812	56,828	56,828	56,828
599	OTHER CHARGES	1,372	15,550	15,550	15,550	15,550
790	OTHER EQUIPMENT	12,620	0	1,140	0	0
	TOTAL TRANSPORTATION	1,074,117	1,039,075	1,051,245	1,065,649	1,065,649
73100	FOOD SERVICE					
189	OTHER WAGES AND SALARIES	57,150	59,398	59,398	60,586	60,586
201	SOCIAL SECURITY	3,472	3,683	3,683	3,757	3,757
204	STATE RETIREMENT	5,075	5,275	5,275	5,380	5,380
206	LIFE INSURANCE	47	47	47	47	47
207	MEDICAL INSURANCE	5,459	5,746	5,901	6,056	6,056
212	EMPLOYER MEDICARE LIAB	812	861	861	878	878
	TOTAL FOOD SERVICE	72,015	75,010	75,165	76,704	76,704
73300	COMMUNITY SERVICE					
105	SUPERVISOR	55,597	57,829	57,829	58,993	58,993
189	OTHER WAGES AND SALARIES	184,946	162,228	162,228	162,228	162,228
201	SOCIAL SECURITY	14,531	13,644	13,644	13,715	13,715

EXPENDITURES						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
204	STATE RETIREMENT	5,611	5,135	5,135	5,239	5,239
206	LIFE INSURANCE	34	34	34	34	34
207	MEDICAL INSURANCE	10,692	11,336	11,336	11,336	11,336
212	EMPLOYER MEDICARE LIAB	3,398	3,191	3,191	3,208	3,208
355	TRAVEL	1,223	4,141	4,141	4,141	4,141
399	OTHER CONTRACTED SVCS	20,146	20,000	20,000	20,000	20,000
422	FOOD SUPPLIES	9,339	30,000	30,000	30,000	30,000
499	OTHER SUPP AND MATERIALS	12,542	19,509	19,509	19,509	19,509
509	REFUNDS	0	350	350	350	350
599	OTHER CHARGES	1,569	2,000	2,000	2,000	2,000
	TOTAL COMMUNITY SERVICE	319,628	329,397	329,397	330,753	330,753
	TOTAL EDUCATION	37,285,365	38,791,174	38,819,966	38,909,652	38,909,652
73400	EARLY CHILDHOOD EDUCATION					
310	CONT. W/ OTHER PUBLIC AGENCY	1,048,652	967,624	1,013,604	1,013,604	1,013,604
	TOTAL EARLY CHILDHOOD EDUC	1,048,652	967,624	1,013,604	1,013,604	1,013,604
76100	REGULAR CAPITAL OUTLAY					
707	OTHER CAPITAL OUTLAY	0	126,000	126,000	0	0
	TOTAL REGULAR CAPITAL OUTLAY	0	126,000	126,000	0	0
82330	TRANSFERS					
999	TRANSFER TO DEBT SERVICE	487,000	194,700	194,700	194,700	194,700
	TOTAL TRANSFERS	487,000	194,700	194,700	194,700	194,700
	DEBT SERVICE					
601	PRINCIPAL ON BONDS	167,376	270,244	270,244	275,760	275,760
603	INTEREST ON BONDS	18,878	160,703	160,703	153,359	153,359
	TOTAL DEBT SERVICE	186,254	430,947	430,947	429,119	429,119
	TOTAL EXPENDITURES	39,007,271	40,510,445	40,585,217	40,547,075	40,547,075

SCHOOL FOOD SERVICES



School Food Service Fund

Programs, Services, and Functions:

This fund accounts for the monies to manage 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 2013 Actual	FY 2014 Budgeted	FY 2015 Proposed	Percentage Increase
Personnel Expenditures	\$1,250,792	\$1,359,000	\$1,414,500	4.0%
Operating Expenditures	\$1,406,078	\$1,534,600	\$1,567,050	2.1%
Capital Outlay & Debt Service	\$0	\$0	\$0	0%
Total Expenditures	\$2,656,870	\$2,893,350	\$2,981,550	3.0%

Goals and Objectives:

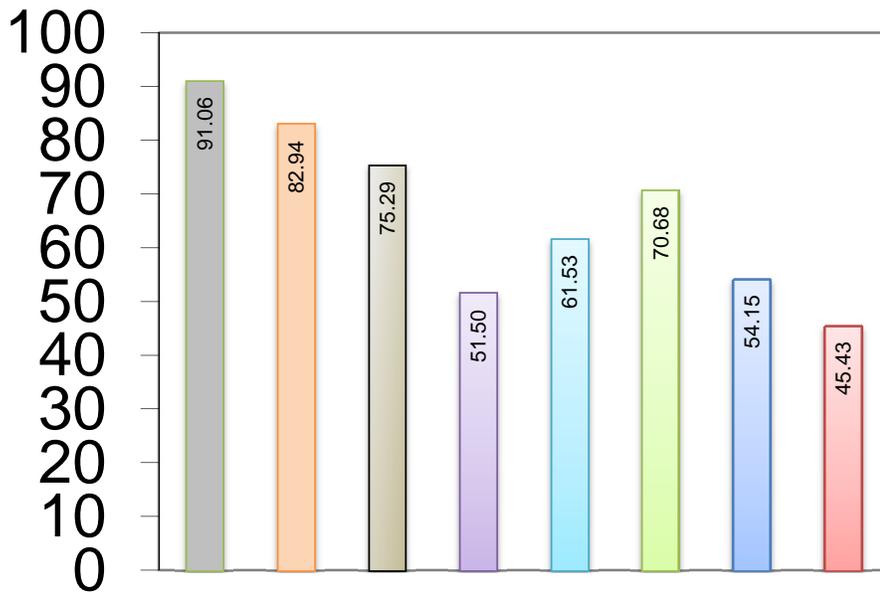
- Provide quality meals that meet federal and state nutritional guidelines for students.
- Assure that these funds are appropriated and spent in accordance with all regulations.
- Provide nutrition educational material to encourage healthy eating habits at home.

Performance Measures:

Measure Description	FY2012 (Actual)	FY2013 (Actual)	FY2014 (Estimated)	FY2015 (Projected)
Number of breakfasts served	275,000	303,000	300,000	295,500
Number of lunches served	613,000	654,000	620,000	616,000
Number of total meals served	888,000	957,000	915,000	920,000
Number of personnel in food service	66	67	67	67
Number of meals served per personnel	13,445	14,284	13,657	13,731
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	\$2.05	\$2.05	\$2.05	\$2.05
Cost of lunch-Cleveland Middle School	\$2.30	\$2.30	\$2.30	\$2.30
Cost of lunch-Cleveland High School	\$2.30	\$2.30	\$2.30	\$2.30
Cost of reduced lunch	\$0.40	\$0.40	\$0.40	\$0.40
Average grade on state inspections	93%	94%	97%	98%

CLEVELAND CITY SCHOOLS						
FOOD SERVICES FUND						
REVENUES						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
43521	STUDENT LUNCHES	576,975	670,000	592,000	685,000	685,000
43522	ADULT LUNCHES	40,127	44,000	40,000	44,500	44,500
43523	INCOME FROM BREAKFAST	2,790	4,000	2,400	1,400	1,400
43525	ALA CARTE SALES	37,490	34,000	35,000	39,500	39,500
44110	INTEREST EARNED	176	150	200	200	200
47111	CHARGES FOR SERVICES	1,400,677	1,428,000	1,407,000	1,493,000	1,493,000
47112	USDA COMMODITIES	155,430	178,000	178,000	154,000	154,000
47113	BREAKFAST	516,141	525,500	506,000	537,000	537,000
47114	GRANTS	48,807	46,950	26,950	26,950	26,950
	TOTAL REVENUES	2,778,613	2,930,600	2,787,550	2,981,550	2,981,550
EXPENDITURES						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
Personnel and fringe benefits:						
162	CLERICAL PERSONNEL	52,163	58,000	59,000	62,500	62,500
165	CAFETERIA PERSONNEL	787,437	810,000	807,000	842,500	842,500
196	IN SERVICE TRAINING	2,040	2,000	2,000	2,000	2,000
201	SOCIAL SECURITY	48,111	54,000	50,000	52,000	52,000
204	STATE RETIREMENT	115,801	122,000	122,500	128,000	128,000
206	LIFE INSURANCE	4,285	5,000	5,000	5,000	5,000
207	MEDICAL INSURANCE	207,195	265,000	276,000	283,000	283,000
210	UNEMPLOYMENT COMP	596	1,000	500	500	500
212	EMPLOYER MEDICARE LIAB	11,252	13,000	12,000	13,000	13,000
299	OTHER FRINGE BENEFITS	21,912	24,000	25,000	26,000	26,000
	Subtotal:	1,250,792	1,354,000	1,359,000	1,414,500	1,414,500
Operating Expenditures:						
307	COMMUNICATION	970	1,000	1,300	1,400	1,400
320	DUES AND MEMBERSHIPS	699	700	750	750	750
336	MAINTENANCE & REPAIR	15,673	20,000	16,000	15,000	15,000
354	TRANSPORTATION	3,518	3,500	3,500	3,500	3,500
355	TRAVEL	3,117	4,000	3,000	3,500	3,500
399	CONTRACTED SERVICES	16,529	20,000	21,000	12,500	12,500
422	FOOD SUPPLIES	1,048,345	1,163,000	1,138,000	1,202,650	1,202,650
435	OFFICE SUPPLIES	6,922	8,000	8,000	8,000	8,000
451	UNIFORMS	1,014	2,000	2,000	1,850	1,850
452	UTILITIES	4,290	4,500	3,500	3,500	3,500
457	IN SERVICE STAFF DEV.	1,324	1,300	1,300	1,300	1,300
469	USDA COMMODITIES	155,430	178,000	178,000	154,000	154,000
499	OTHER SUPPLIES	121,874	136,000	134,000	138,500	138,500
533	APPLICANT INVESTIGATION	462	600	500	600	600
710	EQUIPMENT	25,911	34,000	23,500	20,000	20,000
	Subtotal:	1,406,078	1,576,600	1,534,350	1,567,050	1,567,050
	TOTAL EXPENDITURES	2,656,870	2,930,600	2,893,350	2,981,550	2,981,550

Cleveland City Schools Free/Reduced Lunch Percentages



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 "AA" 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 no more than ten (10%) percent of the assessed valuation of property, or \$107,386,089. The City currently has \$36,167,756 available for future projects. Cleveland has a diverse tax base as evidenced by the listing of Cleveland's principal taxpayers (See Appendices under Tab XIV.) Since the assessed valuation averages about thirty (30%) percent of the appraised (fair market) valuation, this limits debt to about three (3%) percent of the appraised valuation of all property within the City. (See the estimated City's Legal Debt Margin also located behind Tab XIV).

The Debt Service Fund is used to pay all the general government debt service payments on general obligation bonds, capital outlay notes, or other debt instruments. The revenues are derived from the entity for which the debt was issued. A transfer from the General Fund pays for debt issued for the city departments. All debt issued by the city to fund new school construction is financed by transfers from the General Fund and the Schools General Fund. The State Street Aid Fund transfer finances several road projects and major street equipment. The Stormwater Management Operation 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 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, 2013, the City of Cleveland had total bonded debt outstanding of \$130,750,241. Of this amount, \$37,145,000 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 \$55,055,000 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 \$33,986,442 for city general projects and \$4,903,981 for Cleveland Utilities. The city also has a capital lease on lighting upgrades for the City Schools in the amount of \$653,351.

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.

2014 Refunding Bonds:

In April 2014, the city refinanced Series E-9-A in order to convert two interest swap agreements from variable rate debt to fixed rate debt. \$25,500,000 of the bonds was refunded to a 2.51% net interest cost to the City. The fixed rate loan will mature June 1, 2030.

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. In FY 2014, these bonds were refunded in the Series 2014 Refunding Bonds.

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.

2014 TMBF Note:

In June 2014, the City Council approved the issuance of \$4,300,000 for repayment of the new jetport construction less the proceeds from the sale of the city's former airport at Hardwick Field. This note is for 20 years and matures June 2034.

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>
12/1/2014			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>9,010,000.00</u>		<u>2,313,475.00</u>	<u>11,323,475.00</u>	

City of Cleveland, Tennessee
 General Obligation Bonds, Series 2007
 Outstanding Debt Service Requirements

Debt Service Schedule

<u>Date</u>	<u>Principal</u>	<u>Coupon</u>	<u>Interest</u>	<u>Period Total</u>	<u>Fiscal Total</u>
12/1/2014			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
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

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>
12/1/2032			10,281.25	10,281.25	
6/1/2033	85,000.00	4.38	10,281.25	95,281.25	105,562.50
12/1/2033			8,421.88	8,421.88	
6/1/2034	90,000.00	4.38	8,421.88	98,421.88	106,843.76
12/1/2034			6,453.13	6,453.13	
6/1/2035	95,000.00	4.38	6,453.13	101,453.13	107,906.26
12/1/2035			4,375.00	4,375.00	
6/1/2036	100,000.00	4.38	4,375.00	104,375.00	108,750.00
12/1/2036			2,187.50	2,187.50	
6/1/2037	100,000.00	4.38	2,187.50	102,187.50	104,375.00
	<u>5,075,000.00</u>		<u>2,137,481.50</u>	<u>7,212,481.50</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>
12/1/2014			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>14,235,000.00</u>		<u>7,753,006.38</u>	<u>21,988,006.38</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>
12/1/2014			122,262.50	122,262.50	
6/1/2015	695,000.00	2.50	122,262.50	817,262.50	939,525.00
12/1/2015			113,575.00	113,575.00	
6/1/2016	740,000.00	2.75	113,575.00	853,575.00	967,150.00
12/1/2016			103,400.00	103,400.00	
6/1/2017	870,000.00	3.00	103,400.00	973,400.00	1,076,800.00
12/1/2017			90,350.00	90,350.00	
6/1/2018	890,000.00	3.25	90,350.00	980,350.00	1,070,700.00
12/1/2018			75,887.50	75,887.50	
6/1/2019	910,000.00	3.50	75,887.50	985,887.50	1,061,775.00
12/1/2019			59,962.50	59,962.50	
6/1/2020	990,000.00	3.75	59,962.50	1,049,962.50	1,109,925.00
12/1/2020			41,400.00	41,400.00	
6/1/2021	1,040,000.00	4.00	41,400.00	1,081,400.00	1,122,800.00
12/1/2021			20,600.00	20,600.00	
6/1/2022	<u>1,030,000.00</u>	4.00	<u>20,600.00</u>	<u>1,050,600.00</u>	1,071,200.00
	<u>7,165,000.00</u>		<u>1,254,875.00</u>	<u>8,419,875.00</u>	

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>
6/30/2015	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>88,088.00</u>		<u>1,890.00</u>	<u>89,978.00</u>

City of Cleveland, Tennessee
 General Obligation Notes, Series 2008-TMBF (County's Portion)
 Outstanding Debt Service Requirements

Debt Service Schedule

<u>Date</u>	<u>Principal</u>	<u>Coupon</u>	<u>Interest</u>	<u>Period Total</u>	<u>Fiscal Total</u>
5/25/2015	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>1,452,000.00</u>		<u>601,700.00</u>	<u>2,053,700.00</u>	<u>2,053,700.00</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 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	<u>24,472.00</u>	1.50	<u>6,292.00</u>	<u>30,764.00</u>	<u>30,764.00</u>
	<u><u>3,164,953.00</u></u>		<u><u>812,500.00</u></u>	<u><u>3,977,453.00</u></u>	<u><u>3,977,453.00</u></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 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>904,000.00</u>		<u>272,760.00</u>	<u>1,176,760.00</u>	<u>1,176,760.00</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 2015	71,000.00	2.32	36,493.60	107,493.60	107,493.60
FY 2016	73,000.00	2.32	34,846.40	107,846.40	107,846.40
FY 2017	75,000.00	2.32	33,152.80	108,152.80	108,152.80
FY 2018	77,000.00	2.32	31,412.80	108,412.80	108,412.80
FY 2019	78,000.00	2.32	29,626.40	107,626.40	107,626.40
FY 2020	80,000.00	2.32	27,816.80	107,816.80	107,816.80
FY 2021	82,000.00	2.32	25,960.80	107,960.80	107,960.80
FY 2022	84,000.00	2.32	24,058.40	108,058.40	108,058.40
FY 2023	86,000.00	2.32	22,109.60	108,109.60	108,109.60
FY 2024	88,000.00	2.32	20,114.40	108,114.40	108,114.40
FY 2025	90,000.00	2.32	18,072.80	108,072.80	108,072.80
FY 2026	92,000.00	2.32	15,984.80	107,984.80	107,984.80
FY 2027	94,000.00	2.32	13,850.40	107,850.40	107,850.40
FY 2028	96,000.00	2.32	11,669.60	107,669.60	107,669.60
FY 2029	98,000.00	2.32	9,442.40	107,442.40	107,442.40
FY 2030	101,000.00	2.32	7,168.80	108,168.80	108,168.80
FY 2031	103,000.00	2.32	4,825.60	107,825.60	107,825.60
FY 2032	105,000.00	2.32	2,436.00	107,436.00	107,436.00
	<u>1,573,000.00</u>		<u>369,042.40</u>	<u>1,942,042.40</u>	<u>1,942,042.40</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 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>1,356,000.00</u>		<u>409,280.00</u>	<u>1,765,280.00</u>	<u>1,765,280.00</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 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>5,700,000.00</u>		<u>1,854,400.00</u>	<u>7,554,400.00</u>	<u>7,554,400.00</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>
7/31/2014	118,979.17	4.85	12,093.64	131,072.81
7/31/2015	124,879.67	4.85	6,193.14	131,072.81
	<u>243,858.84</u>		<u>18,286.78</u>	<u>262,145.62</u>

City of Cleveland, Tennessee
 General Obligation Notes, Series 2014-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 2015	160,000.00	2.64	109,105.33	269,105.33	269,105.33
FY 2016	171,000.00	2.64	109,296.00	280,296.00	280,296.00
FY 2017	175,000.00	2.64	104,781.60	279,781.60	279,781.60
FY 2018	180,000.00	2.64	100,161.60	280,161.60	280,161.60
FY 2019	185,000.00	2.64	95,409.60	280,409.60	280,409.60
FY 2020	189,000.00	2.64	90,525.60	279,525.60	279,525.60
FY 2021	194,000.00	2.64	85,536.00	279,536.00	279,536.00
FY 2022	199,000.00	2.64	80,414.40	279,414.40	279,414.40
FY 2023	205,000.00	2.64	75,160.80	280,160.80	280,160.80
FY 2024	210,000.00	2.64	69,748.80	279,748.80	279,748.80
FY 2025	216,000.00	2.64	64,204.80	280,204.80	280,204.80
FY 2026	221,000.00	2.64	58,502.40	279,502.40	279,502.40
FY 2027	227,000.00	2.64	52,668.00	279,668.00	279,668.00
FY 2028	233,000.00	2.64	46,675.20	279,675.20	279,675.20
FY 2029	239,000.00	2.64	40,524.00	279,524.00	279,524.00
FY 2030	246,000.00	2.64	34,214.40	280,214.40	280,214.40
FY 2031	252,000.00	2.64	27,720.00	279,720.00	279,720.00
FY 2032	259,000.00	2.64	21,067.20	280,067.20	280,067.20
FY 2033	266,000.00	2.64	14,229.60	280,229.60	280,229.60
FY 2034	273,000.00	2.64	7,207.20	280,207.20	280,207.20
	<u>4,300,000.00</u>		<u>1,287,152.53</u>	<u>5,587,152.53</u>	<u>5,587,152.53</u>

City of Cleveland, Tennessee
 General Obligation Notes, Series 2014-Refunding Bond
 Outstanding Debt Service Requirements

Debt Service Schedule

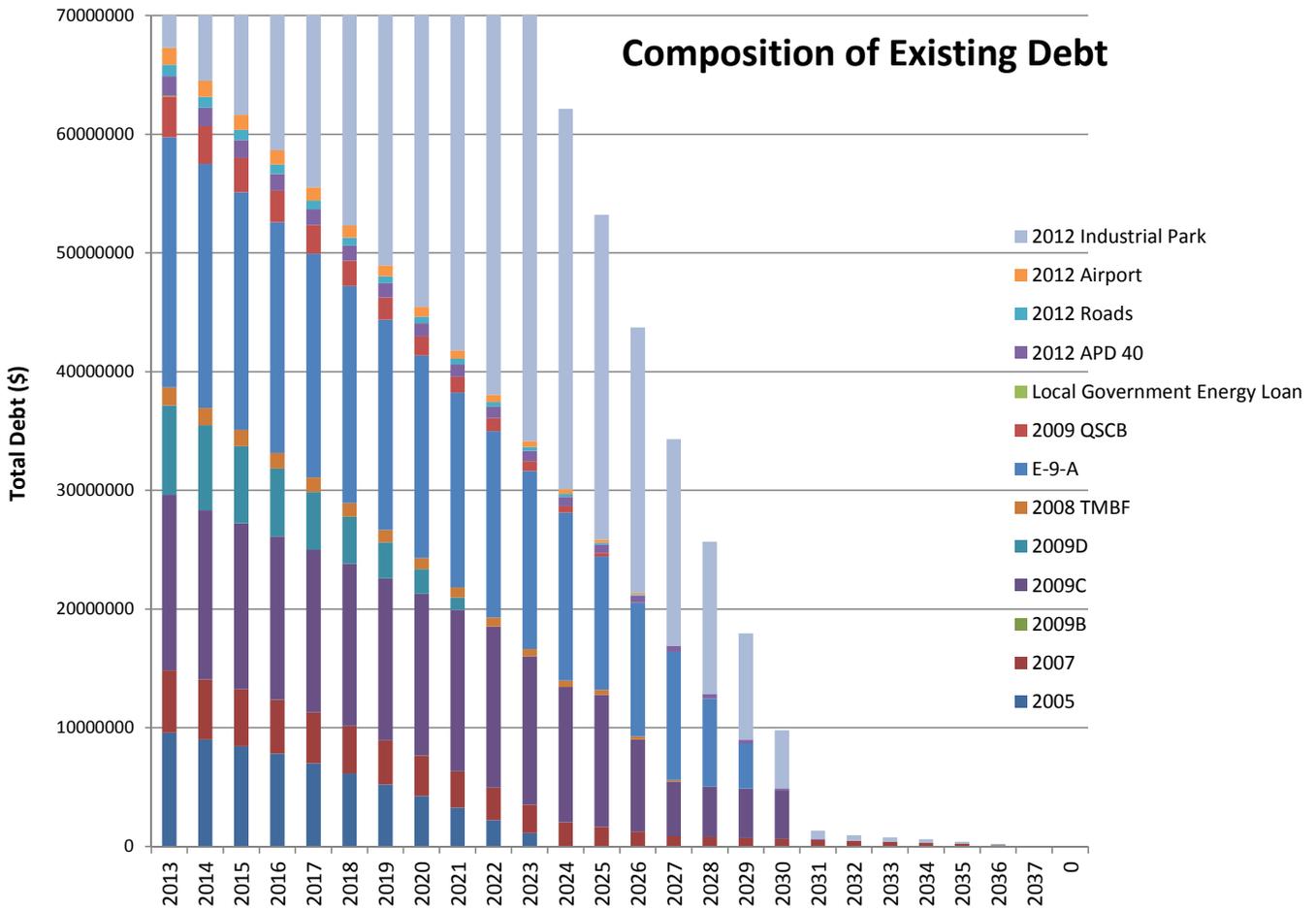
<u>Date</u>	<u>Principal</u>	<u>Coupon</u>	<u>Interest</u>	<u>Period Total</u>	<u>Fiscal Total</u>
FY 2015	936,000.00	2.51	622,141.00	1,558,141.00	1,558,141.00
FY 2016	977,000.00	2.51	598,647.00	1,575,647.00	1,575,647.00
FY 2017	973,000.00	2.51	574,124.00	1,547,124.00	1,547,124.00
FY 2018	969,480.00	2.51	549,702.00	1,519,182.00	1,519,182.00
FY 2019	979,000.00	2.51	525,368.00	1,504,368.00	1,504,368.00
FY 2020	1,004,000.00	2.51	500,795.20	1,504,795.20	1,504,795.20
FY 2021	1,033,000.00	2.51	475,594.80	1,508,594.80	1,508,594.80
FY 2022	1,050,000.00	2.51	449,666.50	1,499,666.50	1,499,666.50
FY 2023	1,088,000.00	2.51	423,311.50	1,511,311.50	1,511,311.50
FY 2024	1,286,000.00	2.51	396,002.70	1,682,002.70	1,682,002.70
FY 2025	2,305,000.00	2.51	363,724.10	2,668,724.10	2,668,724.10
FY 2026	2,295,000.00	2.51	305,868.60	2,600,868.60	2,600,868.60
FY 2027	2,370,000.00	2.51	248,264.10	2,618,264.10	2,618,264.10
FY 2028	2,550,000.00	2.51	188,777.10	2,738,777.10	2,738,777.10
FY 2029	2,565,000.00	2.51	124,772.10	2,689,772.10	2,689,772.10
FY 2030	2,406,000.00	2.51	60,390.60	2,466,390.60	2,466,390.60
	<u>24,786,480.00</u>		<u>6,407,149.30</u>	<u>31,193,629.30</u>	<u>31,193,629.30</u>

CITY OF CLEVELAND, TENNESSEE

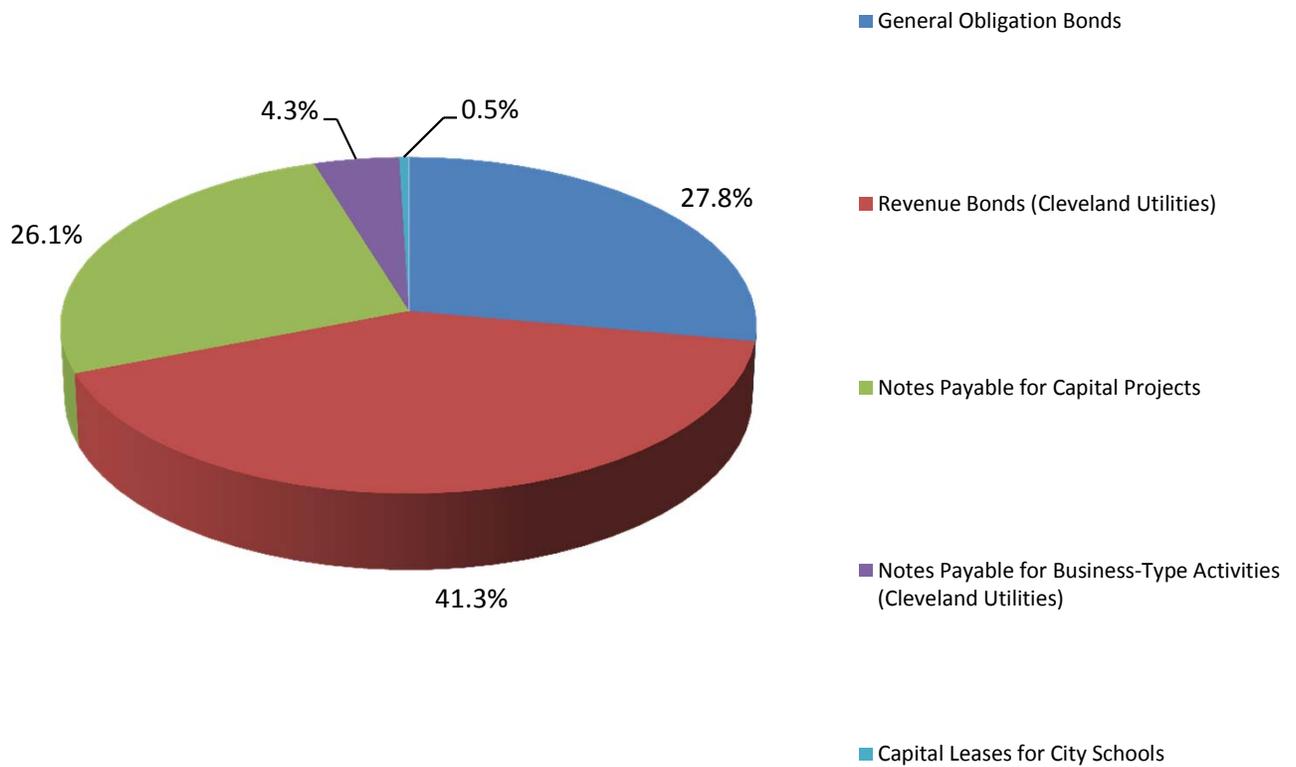
Existing/Proposed Long-term Bonded Debt Payment Schedule as of 6/30/2014

Fiscal Year	Existing Debt Principal	New Debt Principal	Total Principal	Future Debt Principal	Grand Total Principal
2015	3,918,316	0	3,918,316	0	3,918,316
2016	4,036,786	0	4,036,786	0	4,036,786
2017	4,023,577	0	4,023,577	0	4,023,577
2018	4,151,057	0	4,151,057	0	4,151,057
2019	4,270,577	0	4,270,577	0	4,270,577
2020	4,450,578	0	4,450,578	0	4,450,578
2021	4,618,577	0	4,618,577	0	4,618,577
2022	4,725,577	0	4,725,577	0	4,725,577
2023	4,884,577	0	4,884,577	0	4,884,577
2024	5,134,578	0	5,134,578	0	5,134,578
2025	4,333,578	0	4,333,578	0	4,333,578
2026	7,499,130	0	7,499,130	0	7,499,130
2027	7,100,472	0	7,100,472	0	7,100,472
2028	3,958,000	0	3,958,000	0	3,958,000
2029	3,077,000	0	3,077,000	0	3,077,000
2030	2,928,000	0	2,928,000	0	2,928,000
2031	4,485,000	0	4,485,000	0	4,485,000
2032	449,000	0	449,000	0	449,000
2033	351,000	0	351,000	0	351,000
2034	363,000	0	363,000	0	363,000
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>79,053,380</u>	<u>0</u>	<u>79,053,380</u>	<u>0</u>	<u>79,053,380</u>

Composition of Existing Debt



Long-Term Debt by Category



Cleveland Utilities Debt

Outstanding Issues Projected

As of June 30, 2014, 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) 2007 Series Revenue and Tax Issue	1,035,000	3,025,000	3,750,000
(2) 2009B Series Revenue and Tax Refunding Issue	0	165,000	325,000
(3) 2009C Series Revenue and Tax Refunding Issue	0	4,760,000	4,875,000
(4) 2009D Series Revenue and Tax Refunding Issue	5,290,000	7,470,000	4,095,000
(5) 2010 Series Revenue and Tax Issue (BAB)	5,525,000	2,005,000	0
(6) 2014 Series Revenue and Tax Refunding Issue	0	804,615	8,030,385
Total Bonds Payable	11,850,000	18,229,615	21,075,385

<u>Description Loan Issues</u>	<u>Electric</u>	<u>Water</u>	<u>Sewer</u>
(7) State Revolving Loan	0	0	699,280
(8) 2012 TMBF Loan	0	3,375,000	0
(9) 2012 TMBF Spring Branch Industrial Park	0	0	1,636,692
(10) 2014 TMBF	2,731,000	0	0
(11) State Revolving Loan CWO 13-319	0	0	828,193
(12) State Revolving Loan CWO 13-320	0	0	4,500,000
Total Bonds Payable & Loan	14,581,000	21,604,615	28,739,549

On December 5, 2013, the Board issued \$10 million loan from 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 Tennessee Revolving Loan Fund includes a debt forgiveness clause of \$451,022. Monies requested are based on actual expense connected to the SCOPE 10 project.

Pertinent information on each issue follows:

- (1) 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
- (2) 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
- (3) Issue Date: 8/12/2009
Amount: 12,540,000
Maturity: 6/1/2028
Average Rate: 3.74
Purpose: To refinance outstanding variable rate loans
- (4) Issue Date: 8/26/2009
Amount: 19,525,000
Maturity: 6/1/2024
Average Rate: 3.59
Purpose: To refinance outstanding variable rate loans
- (5) 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

(6) Issue Date: 3/18/2014
 Amount: 8,835,000
 Maturity: 9/1/2028
 Average Rate: 3.45
 Purpose: To refinance 2004 Refunding Water and Sewer Revenue and Tax Bonds

Water	804,615
Sewer	8,030,385

(7) 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

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

(9) Issue Date: 12/19/2012
 Amount: 1,736,692
 Maturity: 5/25/2028
 Average Var Rate: 4.00
 Purpose: To fund portion of Spring Branch Industrial Park in the Electric Division

(10) Issue Date: 2/27/2014
 Total Amount: 3,625,000
 to borrow FY14: 2,731,000
 Maturity: 5/25/2028
 Average Var Rate: 4.00
 Purpose: To fund capital projects in the Electric Division

(11) Issue Date: 12/5/2013
 Total Amount: 1,826,000
 Forgiveness: 451,022
 Total 1,374,978
 to borrow FY14 828,193
 Maturity: 6/20/2033
 Average Var Rate: 4.00
 Purpose: To fund capital projects in the Sewer Division

(12) Issue Date: 12/5/2013
 Total Amount: 8,174,000
 to borrow FY14 4,500,000
 Maturity: 6/20/2033
 Average Var Rate: 4.00
 Purpose: To fund capital projects in the Sewer 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, 2014) bond and/or note issues for Cleveland Utilities by fiscal year.

<u>Fiscal Year</u>	<u>Electric</u>	<u>Water</u>	<u>Sewer</u>
2015	3,644,000	3,000,000	4,046,607
2016	2,500,000	3,500,000	1,174,000
2017	2,500,000	3,000,000	4,500,000
2018	2,000,000	2,000,000	5,000,000
2019	4,000,000	2,500,000	1,500,000
2020	2,500,000	1,750,000	500,000
2021	2,000,000	1,750,000	0
2022	3,000,000	1,250,000	0
2023	2,000,000	1,000,000	0
2024	2,000,000	1,000,000	0

These issues will be necessary (projected) to complete the capital projects identified in the long-term capital improvements plan included in the fiscal year 2015 budget.

CLEVELAND UTILITIES

EXISTING DEBT (PRINCIPAL)
PAYMENT SCHEDULE AS OF 06/30/15

	ELECTRIC	WATER	SEWER	TOTAL
2015	1,200,550	1,446,973 *	1,954,163	4,601,686
2016	1,245,250	1,461,062	2,015,606	4,721,918
2017	1,243,583	1,547,875	2,021,708	4,813,166
2018	1,173,250	1,587,857	1,927,517	4,688,624
2019	1,172,917	1,590,527	1,135,654	3,899,098
2020	1,177,583	1,680,071	1,436,936	4,294,590
2021	1,202,583	1,729,616	1,473,233	4,405,432
2022	1,142,917	1,764,616	1,499,095	4,406,628
2023	1,148,250	1,489,161	1,475,428	4,112,839
2024	1,173,917	1,208,705	1,301,782	3,684,404
2025	1,194,917	1,238,304	1,877,154	4,310,375
2026	741,250	1,317,854	1,883,541	3,942,645
2027	722,583	1,322,403	1,834,948	3,879,934
2028	729,250	1,226,952	1,811,376	3,767,578
2029	506,250	656,502	1,542,823	2,705,575
2030	506,250	635,000	1,180,344	2,321,594
2031	506,250	640,000	1,170,469	2,316,719
2032	181,250	500,000	1,151,504	1,832,754
2033	181,250	317,500	1,161,499	1,660,249
2034	224,950	327,500	230,000	782,450
2035	0	195,000	240,000	435,000
2036	0	205,000	250,000	455,000
2037	0	215,000	260,000	475,000
2038	0	0	0	0
	17,375,000	24,303,478	30,834,780	72,513,258

CLEVELAND UTILITIES

PROJECTED ADDITIONAL DEBT (PRINCIPAL)
PAYMENT SCHEDULE AS OF 06/30/15

	ELECTRIC	WATER	SEWER	TOTAL
2015	0	0	0	0
2016	137,500	150,000	0	287,500
2017	262,500	325,000	50,000	637,500
2018	387,500	475,000	275,000	1,137,500
2019	487,500	575,000	525,000	1,587,500
2020	687,500	700,000	600,000	1,987,500
2021	812,500	787,500	625,000	2,225,000
2022	912,500	875,000	625,000	2,412,500
2023	1,062,500	937,500	625,000	2,625,000
2024	1,162,500	987,500	625,000	2,775,000
2025	1,262,500	1,037,500	625,000	2,925,000
2026	1,262,500	1,037,500	625,000	2,925,000
2027	1,262,500	1,037,500	625,000	2,925,000
2028	1,262,500	1,037,500	625,000	2,925,000
2029	1,262,500	1,037,500	625,000	2,925,000
2030	1,262,500	1,037,500	625,000	2,925,000
2031	1,262,500	1,037,500	625,000	2,925,000
2032	1,262,500	1,037,500	625,000	2,925,000
2033	1,262,500	1,037,500	625,000	2,925,000
2034	1,262,500	1,037,500	625,000	2,925,000
2035	1,262,500	1,037,500	625,000	2,925,000
2036	1,125,000	887,500	625,000	2,637,500
2037	1,000,000	712,500	575,000	2,287,500
2038	875,000	562,500	350,000	1,787,500
2039	775,000	462,500	100,000	1,337,500
2040	575,000	337,500	25,000	937,500
2041	450,000	250,000	0	700,000
2042	350,000	162,500	0	512,500
2043	200,000	100,000	0	300,000
2044	100,000	50,000	0	150,000
	<u>25,250,000</u>	<u>20,750,000</u>	<u>12,500,000</u>	<u>58,500,000</u>

CLEVELAND UTILITIES

TOTAL DEBT (CURRENT & PROJECTED)
PAYMENT SCHEDULE AS OF 06/30/15

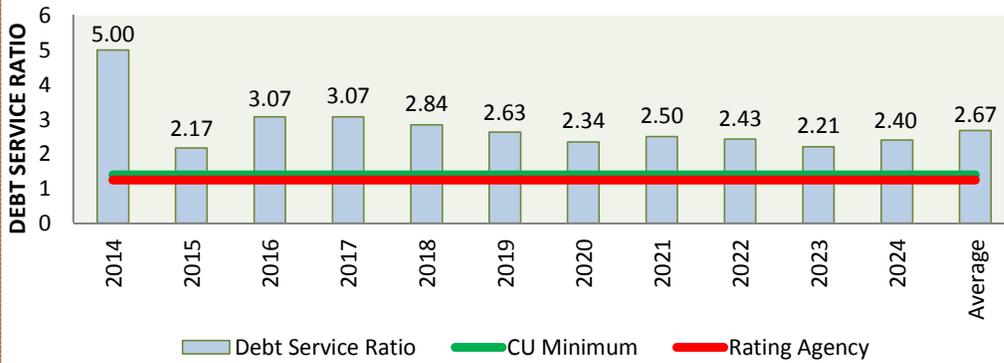
	ELECTRIC	WATER	SEWER	TOTAL
2015	1,200,550	1,446,973	1,954,163	4,601,686
2016	1,382,750	1,611,062	2,015,606	5,009,418
2017	1,506,083	1,872,875	2,071,708	5,450,666
2018	1,560,750	2,062,857	2,202,517	5,826,124
2019	1,660,417	2,165,527	1,660,654	5,486,598
2020	1,865,083	2,380,071	2,036,936	6,282,090
2021	2,015,083	2,517,116	2,098,233	6,630,432
2022	2,055,417	2,639,616	2,124,095	6,819,128
2023	2,210,750	2,426,661	2,100,428	6,737,839
2024	2,336,417	2,196,205	1,926,782	6,459,404
2025	2,457,417	2,275,804	2,502,154	7,235,375
2026	2,003,750	2,355,354	2,508,541	6,867,645
2027	1,985,083	2,359,903	2,459,948	6,804,934
2028	1,991,750	2,264,452	2,436,376	6,692,578
2029	1,768,750	1,694,002	2,167,823	5,630,575
2030	1,768,750	1,672,500	1,805,344	5,246,594
2031	1,768,750	1,677,500	1,795,469	5,241,719
2032	1,443,750	1,537,500	1,776,504	4,757,754
2033	1,443,750	1,355,000	1,786,499	4,585,249
2034	1,487,450	1,365,000	855,000	3,707,450
2035	1,262,500	1,232,500	865,000	3,360,000
2036	1,125,000	1,092,500	875,000	3,092,500
2037	1,000,000	927,500	835,000	2,762,500
2038	875,000	562,500	350,000	1,787,500
2039	775,000	462,500	100,000	1,337,500
2040	575,000	337,500	25,000	937,500
2041	450,000	250,000	0	700,000
2042	350,000	162,500	0	512,500
2043	200,000	100,000	0	300,000
2044	100,000	50,000	0	150,000
	<u>42,625,000</u>	<u>45,053,478</u>	<u>43,334,780</u>	<u>131,013,258</u>

CLEVELAND UTILITIES ELECTRIC DIVISION BOND COVERAGE 2014 - 2024

Target Ratios

Rating Agencies (1.25)

CU Minimum (1.40)



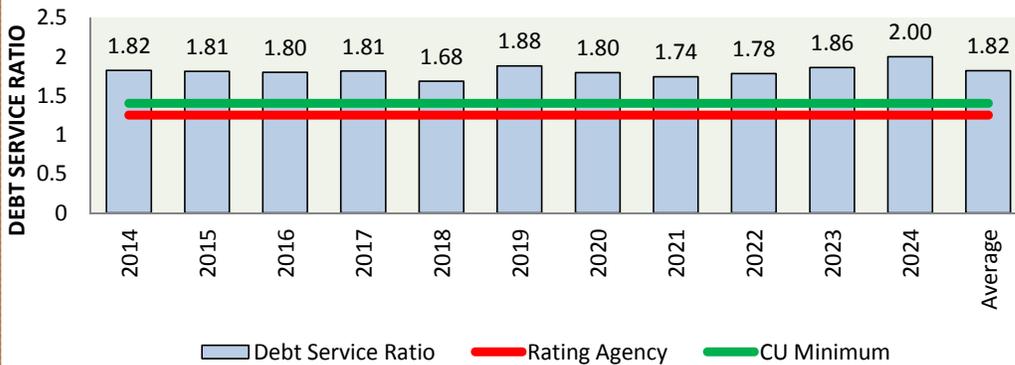
Debt Service Ratio CU Minimum Rating Agency

CLEVELAND UTILITIES WATER / WASTEWATER DIVISION BOND COVERAGE 2014 - 2024

Target Ratios

Rating Agencies (1.25)

CU Minimum (1.40)



Debt Service Ratio Rating Agency CU Minimum

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	FY2012 (Actual)	FY2013 (Actual)	FY2014 (Estimated)	FY2015 (Projected)
Debt Limit Policy % (Outstanding Net Bonded Debt/Total Assessed Valuation)	60.96%	61.66%	66.32%	61.59%
Debt Margin per Policy	\$42,692,546	42,970,066	\$36,167,756	\$42,445,340
General Government Net Bonded Debt per Capita	\$1,659	\$1,630	\$1,664	\$1,574

CITY OF CLEVELAND						
FUND #210 - DEBT SERVICE						
REVENUES						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
36110	INTEREST INCOME	7,179	6,800	4,000	5,000	5,000
36810	TRANS-GENERAL FUND	3,980,000	4,429,600	4,447,700	4,600,500	4,600,500
36811	TRANS-GEN FUND (BR CO IND PARK)	0	180,000	180,000	180,000	180,000
36820	TRANS-STATE STREET AID	371,900	387,500	387,500	386,000	386,000
36826	TRANS-STORM WATER FUND	17,700	18,100	0	0	0
36970	CBCC IMPACT PYMT	83,500	86,600	86,600	84,550	84,550
36972	BRADLEY COUNTY PYMT-LIBRARY	79,284	146,100	146,100	146,600	146,600
36973	CITY SCHOOLS-CHS/CMS	194,700	194,700	194,700	194,700	194,700
36976	CITY SCHOOLS FOR GEOTHERMAL	292,300	292,300	324,047	321,298	321,298
36977	CITY SCHOOLS FOR ARNOLD(LIC)	0	106,900	106,900	107,500	107,500
36978	CLEVELAND UTILITIES PYMT-IND PARK	0	180,000	180,000	180,000	180,000
	TOTAL REVENUES	5,026,563	6,028,600	6,057,547	6,206,148	6,206,148
EXPENDITURES						
DEPARTMENT #49000						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
Debt service - principal payments:						
620	SERIES 2005, REFUNDING	215,000	570,000	570,000	590,000	590,000
622	SERIES 2007A-SCHOOLS	170,000	175,000	175,000	250,000	250,000
627	2008 TMBF SERIES-LIB COUNTY	67,000	70,000	70,000	74,000	74,000
628	SERIES 2009 B-REFUNDING	685,000	0	0	0	0
629	SERIES 2009 C-REFUNDING	550,000	550,000	550,000	250,000	250,000
630	SERIES 2009 D-REFUNDING	330,000	365,000	365,000	695,000	695,000
631	SERIES 2009 REFUNDING E-9-A	130,000	515,000	515,000	0	0
632	SERIES 2012 LIC	0	69,000	69,000	71,000	71,000
633	SERIES 2012 DURKEE ROAD	50,000	52,000	52,000	54,000	54,000
634	SERIES 2012 AIRPORT-TERMINAL BLDG.	0	78,000	78,000	82,000	82,000
635	SERIES 2012 SPRING BRANCH IND PK	0	300,000	300,000	312,000	312,000
636	SERIES 2013 AIRPORT	0	170,000	170,000	175,000	175,000
637	SERIES 2014 REFUNDING	0	0	0	936,000	936,000
	Subtotal:	2,197,000	2,914,000	2,914,000	3,489,000	3,489,000
Debt service - interest payments:						
650	INT PYMT-SERIES 2005 REFUNDING	412,688	404,100	404,100	381,300	381,300
651	INT PYMT-SERIES 2007A-SCHOOLS	233,513	226,800	226,800	220,000	220,000
653	INT PYMT-2008 TMBF-LIB COUNTY	12,284	76,100	76,100	72,600	72,600
654	INT PYMT-2009 REFUNDING E-9-A	1,110,643	970,300	970,300	0	0
656	INT PYMT-SERIES 2009B-REFUNDING	10,275	0	0	0	0
657	INT PYMT-SERIES 2009C-REFUNDING	615,906	602,200	602,200	588,500	588,500
658	INT PYMT-SERIES 2009D-REFUNDING	261,075	253,704	253,704	244,600	244,600
660	INT PYMT-SERIES 2012 LIC	0	37,900	37,900	36,500	36,500
661	INT PYMT-SERIES 2012 DURKEE RD	9,040	38,300	38,300	36,200	36,200
662	INT PYMT-SERIES 2012 SPRING BRANCH	26,797	240,000	240,000	228,000	228,000
663	INT PYMT-SERIES 2012 AIRPORT-TERM BLDG.	0	57,400	57,400	54,300	54,300
664	INT PYMT-SERIES 2013 AIRPORT	0	200,000	200,000	193,300	193,300
665	INT PYMT-SERIES 2014 REFUNDING	0	0	0	622,200	622,200
	Subtotal:	2,692,220	3,106,804	3,106,804	2,677,500	2,677,500
Operating expenditures:						
691	BOND PAYING AGENTS FEES	4,385	4,500	4,500	4,500	4,500
	Subtotal:	4,385	4,500	4,500	4,500	4,500
	TOTAL EXPENDITURES	4,893,605	6,025,304	6,025,304	6,171,000	6,171,000

Capital Projects Funds

The Capital Projects Funds are used to account for the acquisition or construction of major capital facilities other than those financed by proprietary funds and trust funds.

Capital Improvement Program Fund: This fund accounts for city-wide capital projects funded mainly by a transfer from the city's General Fund.

Sales Tax Capital Projects Fund: This fund accounts for the proceeds of a one-half cent sales tax approved by the voters on March 10, 2009. All monies accumulated in this fund are designated for capital projects.

Greenway Fund: This fund accounts for the development of the Greenway Trail and is funded primarily by a Federal Grant administered through the Tennessee Department of Transportation.

Fletcher Park Trust Fund: This fund is used to account for funds bequeathed to the City of Cleveland by Leonard G. and Agnes W. Fletcher for the development of the Fletcher Park. It also accounts for grants received from the State and matching funds from the City for improvements to the park.

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

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.

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.

SOURCE OF CAPITAL PROJECT FUNDS FOR FY 2015

The capital projects funded in FY2015 total \$4,099,073. Major capital funds are summarized below.

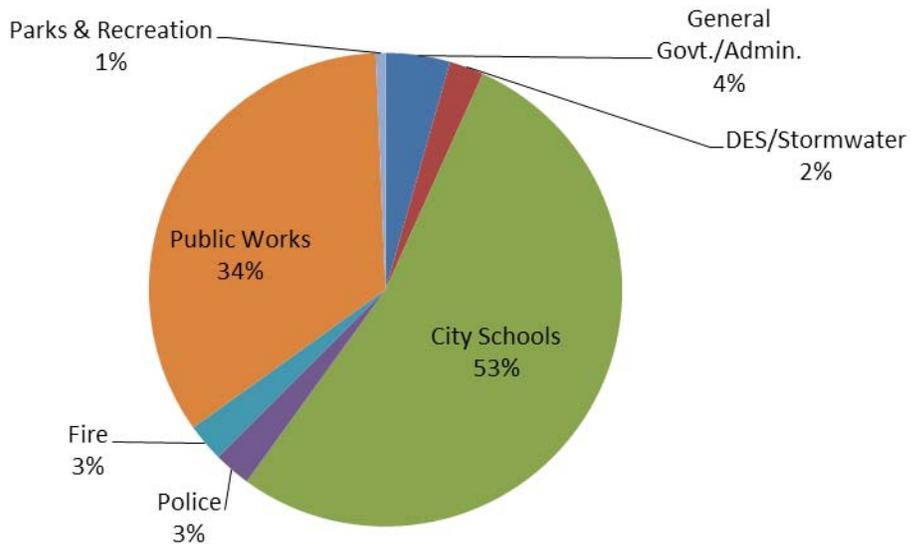
Sales Tax Capital Projects Fund:

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 \$3,174,073 has been budgeted in FY2015 for city projects and \$925,000 for school projects.

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

Capital Improvement Program Fund \$7,812,960

FY2015 Major Uses of Capital Project Funds



Sales Tax Capital Projects Fund

Public Safety

Police – Patrol Cars	\$	<u>285,000</u>
Estimated maintenance cost savings	\$	<u>30,000</u>

This funding will allow for the replacement of patrol cars that have high mileage and high maintenance costs. Because of a lack of funding over the past several years the age of the fleet has increased and maintenance cost also increased.

Fire-Replace Extrication Tools	\$	<u>113,000</u>
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Replacing extrication tools that are currently out of warranty and unable to repair. There is currently more current technology for new materials used in vehicles.

Fire-Apparatus Replacement Program	\$	<u>180,000</u>
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This program will assist in providing new equipment and transportation needs for medical and rescue incidents.

Administration & Finance

One vehicle	\$	<u>25,000</u>
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Replacing the 1996 Jeep that has high mileage and high maintenance cost with a vehicle that is more fuel efficient.

Development & Engineering Services

One Inspector vehicle	\$	<u>24,000</u>
Estimated maintenance cost savings	\$	<u>13,648</u>

Replacing the 1999 Chevrolet Truck that has high mileage and high maintenance costs with standard equipment and better fuel economy.

City-Wide Computer Info Systems

Computer software and hardware Computer and replacement costs	\$	<u>281,000</u>
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Replacing older computer equipment improves the efficiency of the employees. 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 – Stuart Rd. 3R Project	\$ 149,893
MPO – Adkisson Dr. and Norman Chapel	160,832
MPO – Mouse Creek Rd. 3R	16,000
MPO – 20 th Street Sidewalk Project	71,000
MPO – 17 th Street 3R Project	<u>100,000</u>
	\$ <u>497,725</u>

These funds are being used in conjunction with Federal and State grants to fund the following projects. The \$149,893 is the twenty percent match for repaving Stuart Road in the City. The \$160,832 will assist in paving the Adkisson Road project. The remaining \$16,000 will be used for safety and drainage improvements on Mouse Creek Road.

Public Works Equipment

Loader/Backhoe	\$ <u>131,000</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.

Roadscapes Phase II	\$ <u>30,000</u>
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This will allow us to finish the construction of the 25th Street beautification project from Peerless Road to Interstate 75.

Multi-Modal Access Grant \$ 48,082

This grant will provide sidewalks and sidewalk repair and three bus shelters. The project area is from Wildwood Avenue down 9th Street to the Blythe Avenue Neighborhood Services Center, and on Wildwood Avenue/Dalton Pike from 9th Street to Treasury Drive. This city match is 5% of the \$961,624 amount.

Smart Communities Grant \$ 100,000

The UTK Smart Communities Initiative (SCI) will provide planning, design, data, and other valuable assistance on 19 projects. These projects will help to implement various aspects of the city's comprehensive plan and long range transportation plan. The per project costs to the city will range from \$3,000 to \$9,000 and the city has set aside \$100,000 for this effort.

Local Interstate Connector (LIC)

Project at the new APD 40 Interchange \$ 177,855

The remaining amount to assist with the north portion of the APD 40 Interchange.

Stormwater

Stormwater mapping \$ 75,000

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

Mowing Equipment (Leasing) \$ 30,000
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.

One Crew Cab Truck \$ 45,000

Replacing the 1996 Crew Cab Truck that has high mileage and high maintenance cost.

CITY OF CLEVELAND						
6-Year Capital Equipment and Facilities Funding Summary						
DEPARTMENT	FY2015	FY2016	FY2017	FY2018	FY2019	FY2020
Administration/Finance	306,000	281,000	290,000	290,000	315,000	295,000
Development & Engineering	24,000	24,000	26,000	26,500	27,000	27,500
City Schools	6,000,000	5,000,000	-	-	-	-
Fire	113,000	-	2,000,000	540,000	75,000	85,000
Parks & Recreation	75,000	30,000	40,000	40,000	42,500	43,000
Police	285,000	292,000	297,000	297,000	300,000	300,000
Public Works	131,000	170,000	175,000	175,000	185,000	185,000
Total:	6,934,000	5,797,000	2,828,000	1,368,500	944,500	935,500
IMPACT ON OPERATIONS:						
Administration/Finance	-	-	-	-	-	-
Development & Engineering	(2,275)	-	(2,275)	-	(2,275)	(2,275)
Fire	-	-	-	850,000	850,000	850,000
Parks & Recreation	-	-	-	-	-	-
Police	(5,000)	(7,250)	(13,000)	(10,150)	(5,000)	(5,000)
Public Works	-	(2,500)	(3,500)	(3,500)	-	(3,750)
Required Funding:	6,926,725	5,787,250	2,809,225	2,204,850	1,787,225	1,774,475
Funding Source:						
<i>Sales Tax & CIP Funds</i>						
Administration/Finance	(306,000)	(281,000)	(290,000)	(290,000)	(315,000)	(297,500)
Development & Engineering	(24,000)	(24,000)	(26,000)	(26,500)	(27,000)	(27,000)
Fire	(293,000)	(180,000)	(180,000)	(180,000)	(255,000)	(265,000)
Parks & Recreation	(75,000)	(30,000)	(40,000)	(40,000)	(42,500)	(40,000)
Police	(285,000)	(292,000)	(297,000)	(297,000)	(300,000)	(295,000)
Public Works	(131,000)	(170,000)	(175,000)	(175,000)	(187,000)	(185,000)
Subtotal:	(1,114,000)	(977,000)	(1,008,000)	(1,008,500)	(1,126,500)	(1,109,500)
<i>Bond Issues</i>		(11,000,000)	(2,000,000)			
<i>Tax Growth from Development</i>				(850,000)	(850,000)	(850,000)
Total Funding:	(1,114,000)	(11,977,000)	(3,008,000)	(1,858,500)	(1,976,500)	(1,959,500)
Use (Source) of Fund Balance:	5,812,725	(6,189,750)	(198,775)	346,350	(189,275)	(185,025)

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 FY2015 budget includes funding for the Local Interstate Connector (LIC) north project at the new APD 40 Interchange. This is a joint venture with the city and county each contributing \$ 500,000 and the state funding \$1,000,000 on the LIC projects. The city's Information Technology will receive \$157,100 transfer from the General Fund to cover some of the City's maintenance cost related to our computers and servers. The city will also transfer from the General Fund Balance \$6,000,000 to cover the cost associated with the new Cleveland High School Gym.

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		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
33438	STATE GRT-TDEC/MOSBY POOL	0	0	250,000	0	0
33439	STATE GRT-TDEC/SCCC ROOF	0	0	39,110	0	0
33451	STATE ROADSCAPES PHASE II	0	0	119,200	0	0
33452	STATE ROADSCAPES PHASE III	0	0	117,850	0	0
33453	JETPORT-LIGHTING	0	0	1,485	0	0
33454	JETPORT-SITE IMPROVEMENTS	0	0	41,000	0	0
33455	JETPORT-RUNWAY EXT JUST STUDY	0	0	66,500	0	0
33456	JETPORT-SOUTHSIDE CORPORATE	0	0	712,500	0	0
33457	JETPORT-TAXILANE ADDITION	0	0	958,550	0	0
33458	JETPORT-T/HANGARS CONSTRUCTION	0	0	943,766	0	0
33459	JETPORT-PHASE II CONSTRUCTION	0	0	26,844	0	0
33460	JETPORT-PHASE III CONSTRUCTION	0	0	174,680	0	0
33461	JETPORT-GAS LINE	0	0	156,433	0	0
33462	JETPORT-SECURITY ENHANCEMENT	0	0	9,600	0	0
33463	JETPORT-ENVIRONMENTAL MONITORING	0	0	92,910	0	0
33464	JETPORT-ALP & EXHIBIT A	0	0	90,250	0	0
33465	JETPORT-HARDWICK FIELD DISPOSAL	0	0	30,875	0	0
33466	JETPORT-LAND OPTIONS/PURCHASE	0	0	30,600	0	0
33498	STATE GRANT-LIC SOUTH/NORTH	1,380,200	500,000	743,402	1,000,000	1,000,000
33499	FEDERAL-EDA GRANT	42,774	0	10,650	0	0
36110	INTEREST INCOME	2,714	500	1,600	1,000	1,000
36190	INTEREST-LGIP MOUSECREEK	58	0	100	0	0
36341	SALE OF RECREATION EQUIP	4,160	0	15,200	0	0
36342	SALE OF PUBLIC WORKS EQUIP	0	0	24,700	0	0
36343	SALE OF POLICE EQUIP	0	0	5,487	0	0
36710	VETERANS PARK	10,750	0	0	0	0
36721	MISC-RECREATION BID PLANS	0	0	1,700	0	0
36730	DONATION-ESTATE OF ROBINSON	0	0	10,000	0	0
36810	TRANS-GENERAL FUND	809,069	152,000	226,400	239,560	239,560
36811	TRANS-GEN FUND/NEW GYM	0	0	333,900	6,000,000	6,000,000
36812	TRANS-GEN FUND/STORMWATER	0	0	118,700	7,000	72,400
36983	TML-REIMB-VEHICLES	4,655	0	0	0	0
36984	TML-REIMB-EQUIPMENT	10,750	0	0	0	0
36994	SUNDRY INCOME	13,340	0	32,300	0	0
36999	LIC-BRADLEY COUNTY	649,820	250,000	371,701	500,000	500,000
37000	LIC-CITY OF CLEVELAND	0	250,000	0	0	0
37001	BRADLEY CO-COMP PLAN	24,212	0	0	0	0
37002	CHARLESTON-COMP PLAN	5,000	0	0	0	0
	TOTAL REVENUES	2,957,502	1,152,500	5,757,993	7,747,560	7,812,960
EXPENDITURES						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
GENERAL GOVERNMENT: 41110						
959	VETERANS TREE	292	0	13,669	0	0
961	WHIRLPOOL INVESTMENT	0	0	0	0	0
963	CONTINGENCY	0	0	22,793	16,460	16,460
	Subtotal:	292	0	36,462	16,460	16,460

EXPENDITURES						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
ADMINISTRATION & FINANCE: 41580						
941	OFFICE FURNITURES-CHAIRS	1,924	0	0	0	0
Subtotal:		1,924	0	0	0	0
DEVELOPMENT & ENGINEERING: 41710						
947	COMPREHENSIVE PLAN	77,768	0	21,300	0	0
Subtotal:		77,768	0	21,300	0	0
CITY-WIDE CPTR INFO SYSTEMS: 41990						
256	SOFTWARE MAINTENANCE	143,299	146,700	197,600	152,100	152,100
283	TRAVEL & TRAINING	6,076	5,200	9,300	5,000	5,000
599	MISCELLANEOUS EXPENSE	55	100	100	0	0
940	CITY-WIDE SYSTEM	71	0	0	0	0
Subtotal:		149,501	152,000	207,000	157,100	157,100
POLICE DEPARTMENT: 42100						
939	E-TICKETING EQUIPMENT	0	0	10,500	0	0
944	PATROL VEHICLES	0	0	19,989	0	0
954	800 MHZ RADIOS	0	0	0	0	0
955	TML-VEH HAIL DAMAGE	14,212	0	11,900	0	0
957	HVAC EQUIPMENT	11,250	0	0	0	0
Subtotal:		25,462	0	42,389	0	0
FIRE DEPARTMENT: 42200						
968	CPAT EQUIPMENT	0	0	0	0	0
970	FIRE TRUCK EQUIPMENT	3,513	0	0	0	0
971	FIRE TONE ALERT SYSTEM	0	0	0	0	0
972	FIRE GRANT-MDT'S	0	0	0	0	0
973	BUNKER GEAR EQUIPMENT	0	0	160,000	0	0
Subtotal:		3,513	0	160,000	0	0
PUBLIC WORKS-OPERATIONS: 43110						
927	STREET PAVING	420,568	0	14,168	0	0
950	DUMP TRUCK	0	0	0	0	0
951	PUBLIC WORKS EQUIPMENT	0	0	24,700	0	0
961	MOUSE CREEK BRIDGE	0	0	0	0	0
970	ROADSCAPES GRANT PHASE I	51	0	0	0	0
971	CITY-WIDE ITS SYSTEM	936	0	0	0	0
973	SAFE ROUTES TO SCHOOLS	0	0	0	0	0
974	LIC NORTH ON APD 40	169,694	1,000,000	724,814	1,823,145	1,823,145
976	ROADSCAPES GRANT-PHASE II	0	0	149,000	0	0
977	ROADSCAPES MATCH-PHASE III	0	0	147,300	0	0
978	LIC SOUTH-STONE LAKE ROAD	2,579,976	0	762,286	0	0
979	DALTON PIKE	0	0	41,500	0	0
981	DURKEE ROAD PROJECT	610,671	0	332,000	0	0
Subtotal:		3,781,896	1,000,000	2,195,768	1,823,145	1,823,145
STORMWATER: 43150						
934	BENJAMIN CREST LOT 38	0	0	43,500	0	0
935	OCOEE CROSSING GRNWAY	0	0	15,000	0	0
936	BENTHIC SAMPLING/LABWORK	0	0	2,200	7,000	7,000
937	STORMWATER PROJECTS	0	0	0	0	65,400
Subtotal:		0	0	60,700	7,000	72,400

EXPENDITURES						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
PUBLIC WORKS-STATE STREET AID: 43190						
932	ITS-APD 40	0	0	50,000	0	0
933	25TH ST/PEERLESS INTERSECTION	0	0	40,000	0	0
Subtotal:		0	0	90,000	0	0
ANIMAL SHELTER: 44110						
945	CAPITAL NEEDS	0	0	10,000	0	0
Subtotal:		0	0	10,000	0	0
PARKS & RECREATION: 44420						
929	GRNWAY RESTROOMS PERMIT FEES	0	0	5,000	0	0
939	MOSBY POOL REPLACEMENT	0	0	322,674	0	0
940	SCCC ROOF	0	0	39,110	0	0
948	MOWING EQUIPMENT (LEASE)	0	0	6,900	0	0
953	USED FAIRWAY/GREENS MOWER	9,986	0	0	0	0
954	TRENCHER AND EQUIPMENT	13,000	0	0	0	0
976	COMMUNITY CENTER POOL	65,260	0	0	0	0
977	COMMUNITY CENTER SPLASH PARK	59,946	0	0	0	0
979	ATV'S	0	0	5,830	0	0
980	MOHAWK DRIVE TRAILHEAD	0	0	113	0	0
981	MOWER @ COLLEGE HILL	0	0	8,000	0	0
982	RECREATION EQUIPMENT	0	0	7,200	0	0
Subtotal:		148,192	0	394,827	0	0
WATERVILLE: 44800						
931	DALTON PIKE WIDENING	8,465	0	8,271	0	0
932	LIGHTNING DAMAGE REPAIRS	0	0	3,747	0	0
934	ROOF REPAIRS	572	0	856	0	0
Subtotal:		9,037	0	12,874	0	0
EDUCATION: 44900						
921	NEW CLEVELAND HIGH GYM	0	0	333,900	6,000,000	6,000,000
Subtotal:		0	0	333,900	6,000,000	6,000,000
REGIONAL JETPORT: 52500						
911	LAND OPTIONS/PURCHASE	0	0	34,000	0	0
918	AIRPORT MITIGATION	0	0	2,400	0	0
919	RUNWAY EXT JUST STUDY	0	0	70,000	0	0
932	SOUTHSIDE CORPORATE AREA	0	0	750,000	0	0
933	ENVIRONMENTAL MONITORING	0	0	97,800	0	0
934	ALP & EXHIBIT A	0	0	95,000	0	0
935	HARDWICK FIELD DISPOSAL	0	0	32,500	0	0
936	PHASE II CONSTRUCTION	0	0	29,827	0	0
937	T-HANGARS CONSTRUCTION	0	0	993,437	0	0
938	TAXILANES CONSTRUCTION	0	0	1,009,000	0	0
939	SECURITY ENHANCEMENT-GATE	0	0	9,600	0	0
940	PHASE III CONSTRUCTION	0	0	194,089	0	0
941	GAS LINE EXPENDITURE	0	0	312,866	0	0
949	LIGHTING GRANT	0	0	1,485	0	0
950	SITE IMPROVEMENTS	0	0	41,000	0	0
951	SNOW REMOVAL BLADE	0	0	0	16,000	16,000
Subtotal:		0	0	3,673,004	16,000	16,000
TOTAL EXPENDITURES		4,197,585	1,152,000	7,238,224	8,019,705	8,085,105

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		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
31610	LOCAL SALES TAX	2,168,337	2,529,475	2,529,475	2,605,000	2,605,000
31630	SCHOOLS 1/2 CENT SALES TAX	943,706	925,000	925,000	925,000	925,000
36110	INTEREST	3,215	3,000	1,800	1,800	1,800
36130	INTEREST-SCHOOLS SINKING FUND	24,930	16,000	26,000	17,000	17,000
36220	LAWSUIT-CITY'S SHARE	1,667,314	0	0	0	0
36230	LAWSUIT-SCHOOL'S SHARE	188,882	0	0	0	0
36240	LAWSUIT-CITY'S SHARE (BRAD CO)	0	340,132	340,132	340,132	340,132
36250	LAWSUIT-SCHOOL'S SHARE (BRAD CO)	0	228,941	228,941	228,941	228,941
	TOTAL REVENUES	4,996,384	4,042,548	4,051,348	4,117,873	4,117,873
EXPENDITURES						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
Capital outlay:						
41810 GENERAL GOVERNMENT						
925	VEHICLE REPLACEMENT PROGRAM - A&F	0	0	0	25,000	25,000
927	STREET PAVING	1,062,882	1,000,000	1,205,420	1,000,000	1,000,000
928	POLICE VEHICLES	368,527	285,000	336,877	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	50	0	1,950	0	0
941	GUTHRIE DRIVE DRAINAGE	28,720	0	0	0	0
944	COMPREHENSIVE PLAN	0	0	2,500	0	0
989	CONTINGENCY	0	0	0	0	0
Subtotal:		1,870,282	1,326,000	1,592,307	1,310,000	1,310,000
41710 DEVELOPMENT & ENGINEERING						
921	EQUIPMENT	0	0	9,300	0	0
928	INSPECTOR VEHICLES	0	24,000	14,700	24,000	24,000
Subtotal:		0	24,000	24,000	24,000	24,000
41990 CITY-WIDE CPTR INFO SYSTEMS						
255	ELEC DOC MGMT	34,738	5,000	12,000	5,000	5,000
940	HARDWARE	83,528	107,000	128,472	135,000	135,000
953	GIS PROGRAM	67,274	78,000	88,726	78,000	78,000
954	LICENSE FEES	0	25,000	50,000	53,000	53,000
956	GIS FLYOVER	0	5,000	10,000	5,000	5,000
957	GIS ROVER	0	5,000	10,000	5,000	5,000
Subtotal:		185,540	225,000	299,198	281,000	281,000
42100 POLICE						
939	E-TICKETING EQUIPMENT	0	0	72,000	0	0
Subtotal:		0	0	72,000	0	0

EXPENDITURES						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
42200	FIRE PROTECTION					
921	FIRE BUILDING IMPROVEMENTS	0	20,000	20,000	0	0
928	INSPECTOR VEHICLES	0	70,000	70,000	0	0
929	REFURBISH 1997 PIERCE ENGINE #5	0	190,000	190,000	0	0
940	OPTICOM SIGNAL EQUIP-REPLACE	15,000	0	1,250	0	0
941	BREATHING APPARATUS	0	300,000	300,000	0	0
942	FIRE APPAR REPLACEMENT PROG	0	180,000	180,000	180,000	180,000
943	EXTRICATION EQUIPMENT	0	0	100,000	113,000	113,000
Subtotal:		15,000	760,000	861,250	293,000	293,000
43110	PUBLIC WORKS					
933	GEORGETOWN/25TH INTERSECT	6,145	0	0	0	0
934	STORMWATER MAPPING	150,000	225,000	375,000	75,000	75,000
935	DURKEE RD ROW-WHIRLPOOL	0	0	0	0	0
936	DRAINAGE PROJECTS	98,646	120,000	132,320	120,000	120,000
937	SIDEWALK PROJECTS	20,182	30,000	33,221	30,000	30,000
941	8TH/BOWMAN/OCOEE DRAINAGE	7,390	0	50,610	0	0
943	STREET SWEEPER	180,000	0	0	0	0
944	MPO-CENTRAL AVE 3R PROJECT	0	14,330	166,400	0	0
945	MPO-20TH STREET SIDEWALK PROJ	0	13,997	41,035	71,000	71,000
946	MPO-17TH STREET 3R PROJECT	0	14,720	66,140	100,000	100,000
947	MPO-STUART RD 3R PROJECT	0	149,893	0	149,893	149,893
948	MPO-GRNWAY OCOEE CONNECTOR	0	15,600	97,600	0	0
949	MPO-ADKISSON	0	160,832	0	160,832	160,832
950	MPO-GEORGETOWN RD @ 25TH ST	0	125,720	125,720	0	0
951	MPO-MOUSE CRK RD 3R	0	44,800	28,800	16,000	16,000
952	MPO-PLANNING & OVERRUN	0	36,583	36,583	0	0
953	SIDEWALK PROJ-OCOEE CROSSING	0	75,000	75,000	0	0
954	PW-EQUIP REPLACEMENT PROGRAM	0	150,000	150,000	150,000	131,000
955	MPO-INTERCHANGE LIGHTING @ EXIT 20	0	0	45,000	0	0
956	ROADSCAPES PHASE II	0	0	0	30,000	30,000
957	MULTI-MODAL ACCESS GRANT	0	0	0	48,082	48,082
958	SMART COMMUNITIES GRANT (UTK)	0	0	0	100,000	100,000
959	DRAINAGE PROJECTS(CONTINGENCY)	0	0	0	0	0
960	LIC-NORTH/CITY'S SHARE	0	0	0	177,855	177,855
Subtotal:		462,363	1,176,475	1,423,429	1,228,662	1,209,662
44420	PARKS AND RECREATION					
291	MOWING EQUIPMENT (LEASE)	0	24,000	24,000	30,000	30,000
928	VEHICLE REPLACEMENT PROGRAM	0	0	0	45,000	45,000
932	TINSLEY PARK TENNIS LIGHTS	7,645	0	0	0	0
934	TINSLEY PARK PLAYGROUND	95	0	0	0	0
935	GREENWAY-WILLOW SURVEY	0	0	20,000	0	0
936	WATERVILLE IMPROVEMENTS	125,235	0	48,765	0	0
937	TINSLEY PARK RENOVATION	83,760	0	6,610	0	0
938	GREENWAY-MOHAWK DRIVE EXT	0	0	60,000	0	0
939	MOSBY POOL REPLACEMENT	0	150,000	277,079	0	0
940	SOUTH CLEVE COMM CTR ROOF	0	150,000	45,000	0	0
941	WILLOW ST SOUTH EXTENSION	0	0	75,000	0	0
942	MOSBY GYM REPAIR	0	0	15,000	0	0
943	SCCC ADA RESTROOMS	0	0	85,000	0	0
Subtotal:		216,735	324,000	656,454	75,000	75,000

EXPENDITURES						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
44900	CITY SCHOOLS					
630	QSCB PRINCIPAL PAYMENTS	259,577	238,000	260,000	260,000	260,000
631	QSCB INTEREST PAYMENTS	63,024	63,000	63,100	63,100	63,100
632	QSCB ADMIN FEES	4,160	4,000	4,200	4,200	4,200
633	ARNOLD SCHOOL RENOV - PRIN	67,200	106,900	70,000	71,000	71,000
634	ARNOLD SCHOOL RENOV - INTEREST	37,803	0	38,200	36,500	36,500
921	SCHOOL CAPITAL PROJECTS	1,217,544	529,100	729,677	490,200	490,200
922	SCHOOL LAND PURCHASE	723,077	0	0	0	0
Subtotal:		2,372,385	941,000	1,165,177	925,000	925,000
	TOTAL EXPENDITURES	5,122,305	4,776,475	6,093,815	4,136,662	4,117,662

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 contributed \$60,000 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 1,200 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 received a Transportation Alternative Grant from TDOT for the Ocoee Greenway Connector in August 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 and the cost estimate for preliminary engineering and design is \$78,000. The Federal construction match is \$495,978, the local City match is \$201,600 and the Urban STP fund match is \$310,400.

Greenway South of Willow Street:

The City Council has approved \$70,000 for Greenway construction along the East side of Mouse Creek from Willow Street to the South end of the Barker Apartment complex located on Brown Avenue. This section will consist of constructing 1,000 linear feet of 10 feet wide path that will continue from Willow Street to the South end of the Barker Apartment complex located on Brown Avenue. Engineering is currently working on acquiring easements on 3 properties for construction. Public Works plan to start construction after property acquisition.

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 Willow Street to the Village Green at Inman Street.
- Continue the Greenway path north of Mohawk drive to the Greater Cleveland Soccer Fields.

CITY OF CLEVELAND						
FUND #135 GREENWAY FUND						
REVENUES						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
33441	STATE GRANT	13,586	0	0	0	0
33712	HOSPITAL GRANT BRADLEY CO	0	0	35,500	0	0
36110	INTEREST INCOME	56	0	0	0	0
36720	SALE OF GREENWAY BENCHES	25,450	0	2,500	0	0
	TOTAL REVENUES	39,092	0	38,000	0	0
EXPENDITURES						
DEPARTMENT # 44420						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
Capital outlay and debt service:						
239	DUES	0	0	950	0	0
241	UTILITIES	0	0	0	0	0
265	GROUND MAINTENANCE	0	0	0	0	0
730	DONATION-PCL RESTROOM	0	0	1,000	0	0
948	GREENWAY PHASE IV-RAIDER/TINSLEY	16,772	0	0	0	0
949	GREENWAY PHASE VI HCI FUNDED	0	0	0	0	0
950	PLAYGROUND	0	0	0	0	0
951	GREENWAY BENCHES	9,663	0	13,400	0	0
955	HCI-MOHAWK GRNWAY EXTENSION	0	0	35,500	0	0
	TOTAL EXPENDITURES	26,435	0	50,850	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		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 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		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 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		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
36110	INTEREST	10,522	0	0	0	0
36930	NOTE PROCEEDS	0	353,925	581,769	0	0
	TOTAL REVENUES	10,522	353,925	581,769	0	0
EXPENDITURES						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
Capital outlay:						
41110	LEGISLATIVE & JUDICIAL					
921	LAND PURCHASE	3,181,536	0	0	0	0
922	REIMB: CHAMBER FOR ENVIRO	255,810	0	0	0	0
923	DEVELOPMENT COST	0	353,925	581,769	0	0
Subtotal:		3,437,346	353,925	581,769	0	0
49600	ISSUANCE COST					
612	BOND SALE EXPENSE	36,000	0	0	0	0
614	BOND INSURANCE	0	0	0	0	0
799	CONTINGENCY	0	0	0	0	0
Subtotal:		36,000	0	0	0	0
	TOTAL EXPENDITURES	3,473,346	353,925	581,769	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		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
33190	GRANT REVENUE - FREEWILL	0	0	0	0	0
33191	GRANT REVENUE - RAIDER	0	0	0	0	0
33192	GRANT REVENUE - SIDEWALKS	0	0	0	0	0
33193	GRANT REVENUE - GREENWAY	0	0	0	0	0
33194	GRANT REVENUE - DEPOT	0	0	0	0	0
33195	GRANT REVENUE - ENERGY ROOFS	0	0	0	0	0
33196	GRANT REVENUE - ENERGY HVAC	0	0	0	0	0
33198	GRANT REVENUE-LIGHTS	0	0	0	0	0
33199	SETHRA REIMB-DEPOT	423	0	0	0	0
	TOTAL REVENUES	423	0	0	0	0
EXPENDITURES						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
Capital outlay:						
41580	GEN GOV'T/ADMIN					
939	ROOFS	0	0	0	0	0
949	HVAC	0	0	0	0	0
950	FIRST STREET SQUARE LIGHTS	0	0	0	0	0
951	TENNIS COURT LIGHTS	0	0	0	0	0
Subtotal:		0	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	0	0	0	0	0
933	RESTROOMS	0	0	0	0	0
934	TRAIN DEPOT	423	0	0	0	0
Subtotal:		423	0	0	0	0
	TOTAL EXPENDITURES	423	0	0	0	0

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 was used to create and establish a Municipal Airport Authority in fulfilling the aviation needs of the community. During FY 2014, this fund was moved to the General Fund and is now discussed under the Public Works section of the General Fund as the new Cleveland Regional Jetport.

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 FAA fully decommissioned and released Hardwick Field for disposal. The Airport Authority will sell Hardwick Field Airport in June 2014 in a manner that will generate the most revenue. This could mean selling the property as a whole or in tracts by auction. This revenue will be used to pay down the debt issued for the construction of the Cleveland Regional Jetport.

The Cleveland Municipal Airport Fund was moved to the General Fund in FY2014. Additional discussion of the new Cleveland Regional Jetport can be found within the Public Works section of the General Fund.

EXPENSE SUMMARY	FY 2013 Actual	FY 2014 Budgeted	FY 2015 Proposed	Percentage Increase
Personnel Expenses	\$100,287	\$0	\$0	0%
Operating Expenses	\$401,050	\$0	\$0	0%
Capital Outlay & Debt Service	\$71,351	\$0	\$0	0%
Total Expenses	\$572,688	\$0	\$0	0%

CITY OF CLEVELAND						
FUND #128 CLEVELAND MUNICIPAL AIRPORT AUTHORITY						
REVENUES						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
33470	APPROACH CLEARING	16,625	0	0	0	0
33471	GROUND MAINT EQUIP	60,000	0	0	0	0
33472	TAXILANES GRANT	63,924	0	0	0	0
33474	T-HANGERS GRANT	66,015	0	0	0	0
33475	SECURITY ENHANCEMENTS GRANT	148,324	0	0	0	0
33476	FUEL FARM GRANT	171,256	0	0	0	0
33477	MAINTENANCE HANGAR GRANT	344,392	0	0	0	0
33478	SITE IMPROVEMENTS GRANT	246,054	0	0	0	0
33479	LIGHTING GRANT	605,328	0	0	0	0
33481	PHASE I CONSTRUCTION	72,788	0	0	0	0
33482	PHASE II CONSTRUCTION	170,952	0	0	0	0
33483	PHASE III ENGINEERING	79,354	0	0	0	0
33484	PHASE III CONSTRUCTION	6,285,942	0	0	0	0
33485	AIRPORT MITIGATION	266,346	0	0	0	0
33486	TERMINAL BUILDING	289,322	0	0	0	0
33487	STATE/BUSINESS PLAN	0	0	0	0	0
33491	STATE MAINTENANCE GRANTS	12,443	0	0	0	0
33492	STATE/FED GRANT-LAND OPTIONS	158,793	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	0	0	0	0
35001	DONATIONS-TERMINAL BLDG	90,400	0	0	0	0
36110	INTEREST INCOME	223	0	0	0	0
36530	SALE OF CONSTRUCTION PLANS	1,825	0	0	0	0
36961	TRANSFER FROM GEN FUND	426,200	0	0	0	0
36990	MISCELLANEOUS	9,102	0	0	0	0
37511	JET FUEL - JETPORT	44,302	0	0	0	0
37512	AVIATION GASOLINE	161	0	0	0	0
37513	AVGAS - JETPORT	41,689	0	0	0	0
37514	GROUND/LAND LEASE - JETPORT	11,074	0	0	0	0
37515	HANGER RENTALS	12,757	0	0	0	0
37516	T-HANGAR RENTS - JETPORT	4,500	0	0	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	255	0	0	0	0
37520	PROPERTY RENTALS	0	0	0	0	0
	TOTAL REVENUES	9,700,346	0	0	0	0
EXPENSES						
DEPARTMENT #43110						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
Personnel and fringe benefits:						
111	SALARIES	24,529	0	0	0	0
119	CONTRACTED SERVICES	73,549	0	0	0	0
140	DENTAL INSURANCE	0	0	0	0	0
141	SOCIAL SECURITY TAXES	1,859	0	0	0	0
142	HEALTH INSURANCE EXP	0	0	0	0	0
143	RETIREMENT EXP	0	0	0	0	0
144	LIFE/DISABILITY INSURANCE	0	0	0	0	0
149	WORKER'S COMP CLAIMS	0	0	0	0	0
191	LAUNDRY & DRY CLEANING	0	0	0	0	0
197	CLOTHING ALLOWANCE	350	0	0	0	0
Subtotal:		100,287	0	0	0	0

EXPENSES						
DEPARTMENT #43110						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
Operating Expenses:						
211	POSTAGE/SHIPPING EXPENSE	653	0	0	0	0
221	PRINTING EXPENSE	1,080	0	0	0	0
228	LIGHTING MAINTENANCE	1,418	0	0	0	0
237	ADVERTISING	4,213	0	0	0	0
241	UTILITIES/PHONE EXPENSE	24,228	0	0	0	0
245	TELEPHONE EXPENSE	2,821	0	0	0	0
252	LEGAL SERVICES	0	0	0	0	0
256	NDB CONTRACTS	0	0	0	0	0
259	WEATHER SATELLITE FEE	517	0	0	0	0
266	BUILDING MAINTENANCE	553	0	0	0	0
267	GROUNDS MAINTENANCE	14,834	0	0	0	0
282	CAR ALLOWANCE	3,850	0	0	0	0
283	TRAVEL & TRAINING	824	0	0	0	0
290	CREDIT CARD FEES	1,634	0	0	0	0
291	LEASE AGREEMENT EXPENSE	15,000	0	0	0	0
319	OFFICE SUPPLIES	1,449	0	0	0	0
331	GASOLINE EXPENSE	1,006	0	0	0	0
333	AVGAS & JETFUEL PURCHASES	76,328	0	0	0	0
499	NEW AIRPORT OPERATIONS	8,509	0	0	0	0
513	INSURANCE	3,175	0	0	0	0
540	DEPRECIATION EXPENSE	183,480	0	0	0	0
551	FUNDRAISING EXPENSE	51,814	0	0	0	0
599	MISCELLANEOUS	3,664	0	0	0	0
Subtotal:		401,050	0	0	0	0
Capital outlay and debt service:						
613	AMORTIZATION BUSINESS PLAN	3,246	0	0	0	0
631	PRIN/INT PYMT 2012 TMBF TERM BLDG	9,134	0	0	0	0
911	LAND OPTIONS/PURCHASE	0	0	0	0	0
914	CONSTRUCTION - PHASE I	0	0	0	0	0
945	SUPERUNICOM	0	0	0	0	0
942	SMALL EQUIPMENT	58,971	0	0	0	0
Subtotal:		71,351	0	0	0	0
	TOTAL EXPENSES	572,688	0	0	0	0

Cleveland Utilities



Cleveland Utilities

History and Current Operations

The City of Cleveland, Board of Mayor and Commissioners, acquired the properties of the Tennessee Electric Power Company on August 16, 1939, and on this date established Cleveland Electric System.

Cleveland Water Works began its operation in 1895 under the direction of Commissioners of the Cleveland Water System. In 1959, the Board of Mayor and Commissioners instructed the Cleveland Water System to be under the direction of the Board of Mayor and Commissioners.

In March of 1976, the Board of Mayor and Commissioners directed the Cleveland Water System and Cleveland Electric System to merge operations after years of research. The new organization adopted the name of Cleveland Utilities. A Board of Public Utilities for the City of Cleveland was established in 1981. The Board consists of five members appointed by the City Council. The Board of Public Utilities meets the fourth Thursday of each month in the Tom Wheeler Training Center at 3:00 p.m.

Cleveland Utilities now serves approximately 30,300 electric customers, 30,400 water customers, and 18,000 sewer customers in the City of Cleveland and a large portion of Bradley County.

All financial transactions of Cleveland Utilities take place in one of two enterprise funds. The transactions of the electric division are recorded in the "electric" fund and those of the water/wastewater operations are recorded in the "water/wastewater" fund. Entries in the water/wastewater fund are maintained individually throughout the year for rate-setting and monitoring purposes and combined at year-end for audit reporting purposes.

Cleveland Utilities is operated by the Board of Public Utilities for the City of Cleveland. The Board appoints a General Manager with the responsibility of managing the daily operation of the utility. The rates, annual budget, and long-term bonded debt of the utility require the approval of the City Council. In addition, the electric rates require the approval of the Tennessee Valley Authority.

The annual budget for Cleveland Utilities is prepared individually for the electric, water and wastewater operating departments of the utility. The budget for Cleveland Utilities is not an appropriated budget. Other than for the purchase of goods and services in the normal course of business, no transfers are made from any fund of the City of Cleveland to the enterprise funds of Cleveland Utilities. Transfers are made to the City general fund from the electric and water funds for in lieu of tax payments. The budgets are flexible operating budgets. The accuracy of the

revenues and expenses in the budgets will be determined in a large part by the demand for the goods and services provided by Cleveland Utilities. The demand for those goods and services will be determined by uncontrollable weather and economic factors. An increase in demand will not only increase revenues but will also increase expenses. Historical averages, along with known changes, are used in the preparation of the budgets, but averages can be subject to significant variances from year to year.

Selected FY 2015 budget highlights are presented in the following table.

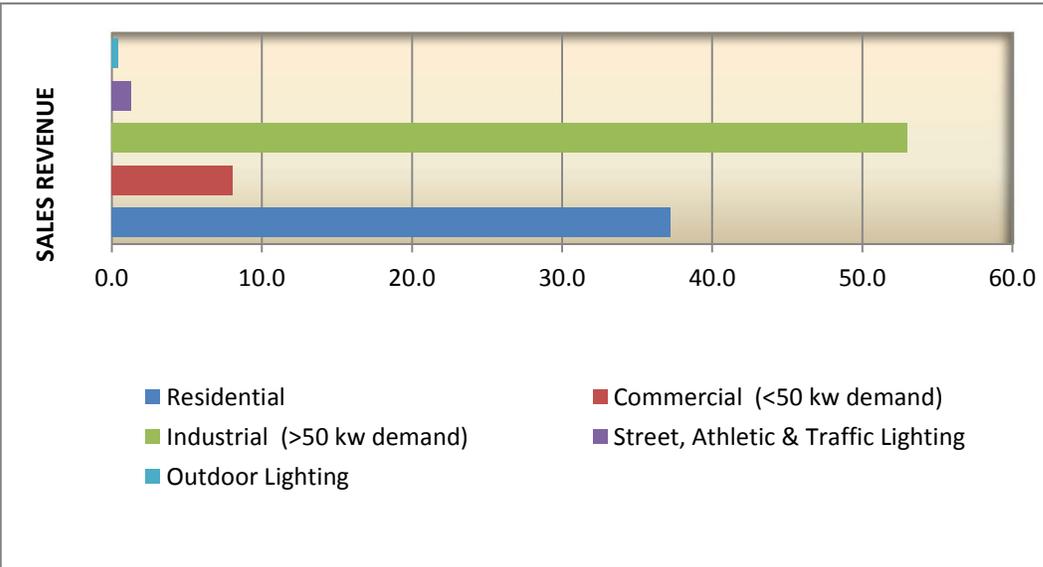
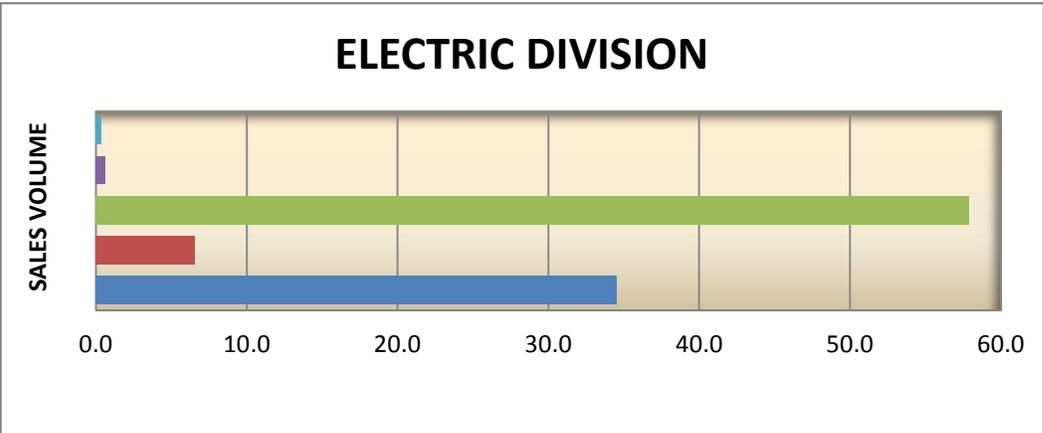
		Electric	Water	Sewer
Volume	KWH's	1,100,820,199		
Volume	Gallons		2,731,639,850	1,848,659,892
Avg Revenue	KWH	8.91		
Avg Revenue	1000 Gallons		\$4.80	\$5.78
Rate Adjustments		0.37%	5.19%	4.00%
Revenue (Sales and Other)		99,653,155	14,350,627	11,664,407
Expenses		99,004,921	13,593,108	10,772,265
Net Income		648,233	757,519	892,141
Tax Equivalents		1,994,997	212,221	n/a
Depreciation (Expensed)		3,815,799	2,282,135	3,224,016
Cash Generated		3,064,679	3,414,006	4,321,545
Additions to Plant		5,127,000	6,516,500	7,043,496
Beginning Bond Balance		14,581,000	23,515,462	26,880,357
Additional Bonds		3,644,000	3,000,000	4,046,607
Bond Payments		1,096,550	1,446,973	1,954,163
Ending Bond Balance		17,128,450	25,068,489	28,972,801
Bond Coverage		2.17	1.83	1.80

FY 15 Budget Details

Electric

The electric budget for FY 15 is based on the assumption 1,100,820,199 kilowatt hours of electricity will be sold at an average price of 8.91 cents per kilowatt hour. This volume represents a .56% increase over the anticipated FY 14 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	34.53	37.24
Commercial (<50 kw demand)	6.54	8.07
Industrial (>50 kw demand)	57.90	52.99
Street, Athletic & Traffic Lighting	0.63	1.28
Outdoor Lighting	0.39	0.41



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 7.392 cents per kilowatt hour. The margin expected to be generated between the sale of electricity and the cost of electricity is \$16,458,185. 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 \$3,815,799 and a transfer to the city general fund for tax equivalents of \$1,994,997.

The expected net income in the electric department for FY 15 is \$648,233. This level of net income will produce a net cash generation amount of \$3,336,003 when adjusted for non-cash items. When added to the anticipated cash balance of \$8,768,224 at the beginning of the year, \$12,782,222 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 \$5,127,000 and debt retirement of \$1,200,550.

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

CLEVELAND UTILITIES-ELECTRIC
CAPITAL EXPENDITURES - 2015

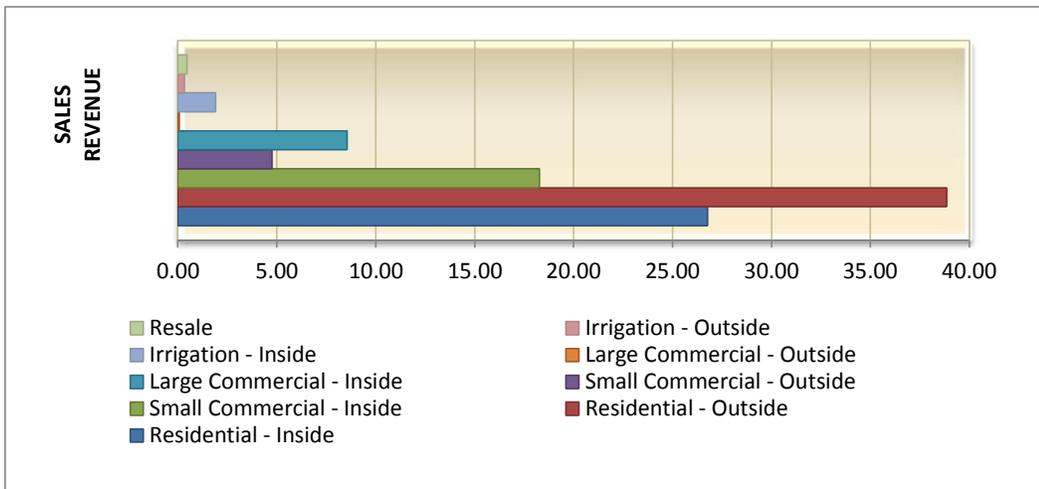
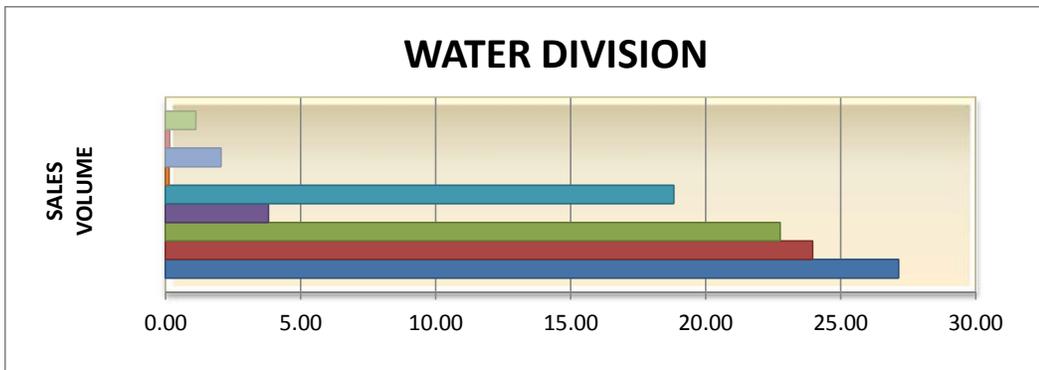
BUILDINGS AND GROUNDS	\$ 636,000
COMPUTERS	155,000
SUPERVISORY CONTROL SYSTEM	60,000
ENGINEERING	12,000
TRANSPORTATION AND GARAGE	353,000
GEOGRAPHIC INFORMATION SYSTEM	11,000
COMMERCIAL	150,000
INDUSTRIAL	150,000
RESIDENTIAL-OVERHEAD	20,000
RESIDENTIAL-UNDERGROUND	600,000
LINE	1,648,000
METER LAB	143,000
SUBSTATIONS	430,000
OFFICE	12,000
METER READING	5,000
ELECTRONICS & COMMUNICATIONS	53,000
STOREROOM	65,000
TRAFFIC LIGHTING	315,000
STREET LIGHTING	189,000
SECURITY LIGHTING	120,000
 TOTAL	 <u>\$ 5,127,000</u>

The anticipated cash balance at year end is \$10,073,346 of which \$3,284,745 represents the balance on hand from deposits paid by customers to guarantee payment of utility bills.

Water

The water department budget for FY 15 is based on the assumption 2,731,600,000 gallons of water will be sold at an average retail price of \$4.80 per 1,000 gallons. The rate charged for water will increase 5.19% from FY 14. This volume represents a .091% change over the anticipated FY 14 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> %
Residential - Inside	27.15	26.77
Residential - Outside	23.97	38.86
Small Commercial - Inside	22.76	18.27
Small Commercial - Outside	3.81	4.76
Large Commercial - Inside	18.83	8.56
Large Commercial - Outside	0.13	0.08
Irrigation - Inside	2.06	1.91
Irrigation - Outside	0.16	0.33
Resale	1.13	0.46



The expected revenue from the sale of the water, plus revenue from other sources, is \$14,350,627 for FY 15. Anticipated expenses, including depreciation of \$2,282,135 and tax equivalents of \$212,221, total \$13,593,108 leaving revenue in excess of expenses of \$757,519. These results will produce a net cash generation amount of \$3,414,006 when adjusted for non-cash items. When added to the anticipated cash balance of \$2,523,625 at the beginning of the year, \$5,937,631 of cash will be available for reinvestment in plant assets and for debt retirement. In addition, a \$3,000,000 bond issue is planned for FY 15. The demands on this anticipated cash reserve will come from the anticipated cost of capital requirements of \$6,516,500 and debt retirement of \$1,446,973. The anticipated cash balance at year end is \$974,158 of which \$668,523 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.

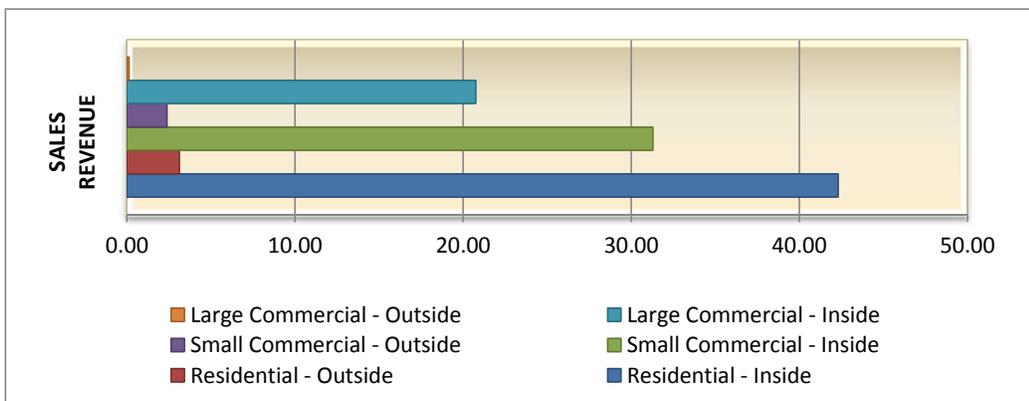
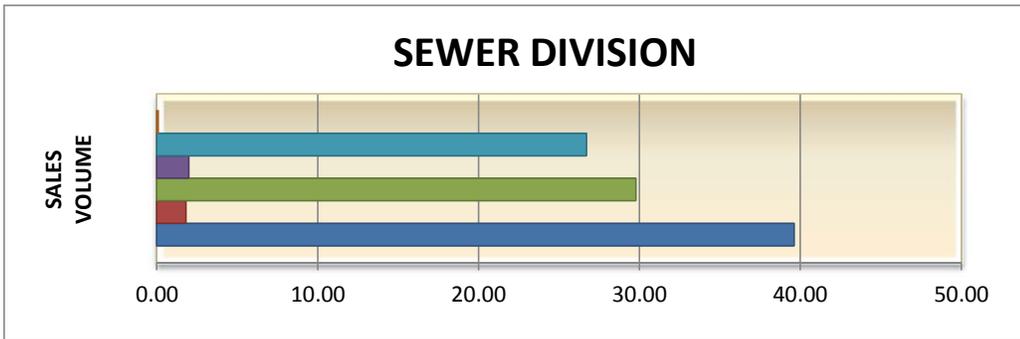
CLEVELAND UTILITIES-WATER
CAPITAL EXPENDITURES - 2015

ENGINEERING - DISTRIBUTION	\$ 3,550,000
WATER - DISTRIBUTION	850,000
FACILITIES MAINTENANCE DEPARTMENT	162,500
WATER TREATMENT FACILITIES	938,500
ENGINEERING - OFFICE	2,000
INFORMATION SYSTEMS (Includes AMI)	746,000
OFFICE EQUIPMENT	2,500
TRANSPORTATION	245,000
BUILDINGS AND GROUNDS	20,000
TOTAL	<u><u>\$ 6,516,500</u></u>

Wastewater

The wastewater department budget for FY 15 is based on the assumption 1,848,700,000 gallons of wastewater will be billed for treatment by Cleveland Utilities. The average price paid by these customers will be \$5.78 per 1,000 gallons. The rate charged will increase 4.00% from FY 14. This volume represents a .487% change over the anticipated FY 14 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	39.62	42.30
Residential - Outside	1.82	3.13
Small Commercial - Inside	29.78	31.28
Small Commercial - Outside	1.98	2.39
Large Commercial - Inside	26.72	20.76
Large Commercial - Outside	0.08	0.14



The expected revenue from this volume, plus revenue from other sources, is \$11,664,407 for FY 15. Anticipated expenses, including depreciation of \$3,224,016 total \$10,772,265, leaving revenue in excess of expenses totaling \$892,141. These results will produce a net cash generation amount of \$4,321,545 when adjusted for other items. When added to the anticipated cash balance of \$3,565,040 at the beginning of the year, \$7,886,585 of cash will be available for reinvestment in plant assets and for debt retirement. In addition, a \$4,046,607 bond issue is planned for FY 15. The demands on this anticipated cash reserve will come from the anticipated cost of capital requirements of \$7,043,496 and debt retirement of \$1,954,163. The anticipated balance at year end is \$5,259,147 of which \$1,281,560 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 - 2015

ENGINEERING - COLLECTION	\$ 900,000
WASTEWATER REHABILITATION DEPARTMENT	4,872,046
FACILITIES MAINTENANCE DEPARTMENT	189,000
WASTEWATER COLLECTION	112,000
WASTEWATER TREATMENT PLANT	708,450
MACHINERY & EQUIPMENT	10,000
INFORMATION SYSTEMS	37,000
ENGINEERING - OFFICE	15,000
TRANSPORTATION	180,000
ADMINISTRATION - BUILDINGS AND GROUNDS	20,000
TOTAL	<u><u>\$ 7,043,496</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 FY 15 budget covers fiscal year 2016 through 2024. This is believed to be worthwhile for several reasons.

1. Providing utility services is a capital intensive undertaking and plans must be in place to meet capital financing requirements.
2. Because of the tremendous capital requirements of the utility, a significant debt load is required, and there must be assurance that debt service requirements are being met in a timely manner.
3. Future plans must be made for rate adjustments in order to avoid unexpected increases.
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 along with statistical modeling assist in creating 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 in project expenses in 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 Forward – FY 2015 & Beyond

As Cleveland Utilities begins to look into the near and far future, we must be reminded of where we have come from and where we are going. With these two items in mind the task of projecting the next ten years becomes slightly easier. Although the budgeting process is nothing new in the history of Cleveland Utilities, we are always striving to innovate and be on the cutting edge of technology. To reach these goals we must keep in the mind the fiscal and financial impacts that will be felt by the entire community of Cleveland, TN. All of these items are kept in mind on a daily basis as we follow our budget and prepare our future budgets.

As a method of comparison we look back at the history of Cleveland Utilities by looking at the growth of our customer base, division assets, and revenue volumes. All of these factors give an indication towards the direction of the utility and its progression. Presented below is a comparison of this information for FY 1997 and FY 2013 as of June 30.

FY 1997 v FY 2013 Comparison (*in 000s)

	<u>Electric</u>		<u>Water</u>		<u>Wastewater</u>	
	<u>1997</u>	<u>2013</u>	<u>1997</u>	<u>2013</u>	<u>1997</u>	<u>2013</u>
Customers	25,537	29,937	24,053	30,167	13,536	17,859
Total Assets*	\$49,568	93,014	\$22,875	52,797	\$39,648	66,962
Volume*	929,037	1,072,904	2,683,031	2,734,647	1,766,033	1,799,202

The first step in the budgeting process is to look at where you have come from and compare that to where you are going. Presented below are the fiscal year (FY) 2013 results compared to that of the FY 2013 budget. This information assists in evaluating where we are, and where we would like to be in fiscal year 2015 and beyond.

Fiscal Year 2013 Comparison (in 000s)

	<u>Electric</u>		<u>Water</u>		<u>Wastewater</u>	
	<u>Budget</u>	<u>Actual</u>	<u>Budget</u>	<u>Actual</u>	<u>Budget</u>	<u>Actual</u>
Volume	1,102,007	1,072,904	2,858,200	2,734,600	1,808,800	1,799,200
Revenue	\$101,862	\$96,418	\$13,213	\$12,753	\$10,179	\$10,336
Expense	\$99,914	\$95,237	\$12,909	\$12,290	\$9,834	\$10,151
Net Inc.	\$1,948	\$1,180	\$304	\$464	\$345	\$185
Capital Inv.	\$7,588	\$6,087	\$5,502	\$5,713	\$4,768	\$4,034

From analyzing FY 2013, it can be seen that budgeted revenues were overestimated for two of the three divisions. However, the most important factor in looking at this information is comparing expense amounts to that of budget. The same story holds true in that two of the three divisions operated at an expense amount less than budget. This is extremely important, as it must be remembered that Cleveland Utilities' revenue is driven by temperatures, rain fall, and social impacts. These three factors can be extremely difficult to estimate. With all of that said, it is important to mention that capital investments matched very closely to budget. This is extremely important for the community as Cleveland Utilities strives to provide the most up to date infrastructure to aid in the economic development of the entire Cleveland community. This is one of our community's strongest assets, and Cleveland Utilities must plan far into the future to meet these growing needs.

As we continue to look forward into the future we must continue to focus our attention on the immediate and future infrastructure needs of our community. Presented below are a list of the top priority capital investments in each of the three divisions, these projects will be directly financed through operating income and debt service. Each of these items has been included in the budgets for FY 2015 and beyond. A detailed breakdown of expected completion years is provided within the FY 2015 Cleveland Utilities Budget.

<u>Electric Capital Investments – FY 2015</u>	<u>Investment (\$)</u>
• Construct New Line to Spring Branch Industrial Park – Phase 1:	\$350,000
• Re-conductor South Cleveland SC-624 – Phase 1:	\$300,000
• Distribution Tie Line between Circuits E-234 & CC-244 – Phase 1:	\$200,000
• Completion of Maintenance Building Expansion:	\$200,000
• Replace two 69kW Relay Panels at East Cleveland Transmission Substation:	\$100,000
<u>Water Capital Investments – FY 2015</u>	
• Design and Construction of 20" & 24" Waterline to HUC – Phase 2:	\$2,800,000
• Advanced Metering Infrastructure – 4,300 Meters:	\$700,000
• Installation & Purchase of one 2 MGD VFD High Service Pump:	\$230,000
• Replacement of Control Valves at Water Treatment Plant:	\$225,000
• Extension of Waterline to Spring Branch Industrial Park:	\$150,000
<u>Wastewater Capital Investments – FY 2015</u>	
• Sewer Rehabilitation Basin 10-36 & Basin 31-45:	\$3,383,196
• Sewer Rehabilitation Wildwood Ave & Inman Street:	\$1,230,284
• Collection Sewer System Improvements:	\$600,000
• Rehabilitation of Spiral Lift Pump:	\$162,750
• Primary Treatment Evaluation & Replacement Project:	\$100,000

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 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.

Utility rates are presented in the Appendix. There are five major rate categories of 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.

Mission and Vision:

Mission: The mission of Cleveland Utilities is to provide our customers with excellent and reliable water, wastewater, electric, and supporting services through innovative business practices, a process of continual improvement, and a demonstrated commitment to our community and Core Principles.

Vision: Cleveland Utilities aspires to be an organization of the highest quality, working collaboratively and responsibly to meet the evolving utility needs of our community into the foreseeable future.

CLEVELAND UTILITIES
Electric
Performance Measures

	FY 2013 Actual	FY 2014 Projected	FY 2015 Projected
KWH Purchased	1,103,372,115	1,134,425,907	1,140,746,114
KWH Sold	1,072,904,012	1,094,721,000	1,100,820,000
KWH Unsold (line loss)	30,468,103	39,704,907	39,926,114
% KWH in Line Loss	2.76%	3.50%	3.50%
Average Retail Price of KWH (Based on kwh's Sold)	8.85	7.39	7.39
Number of Customers			
Residential	25,420	25,718	26,019
Commercial	3,720	3,775	3,830
Industrial	608	604	600
Other	189	185	181
Total	29,937	30,282	30,630
Total Revenues	96,417,939	98,414,482	99,653,155
Net Income	1,185,055	910,064	648,233
Additional Investment in Plant	6,087,288	4,772,953	5,127,000
Long-term Debt	15,475,000	14,581,000	17,128,450
Number of Customers per Employee	361	365	369

Cleveland Utilities-Electric Fund Budget Summary

	FY 2013 ACTUAL	FY 2014 BUDGETED	FY 2015 PROPOSED
Revenues for Electric System			
Residential	\$ 36,037,321	\$ 36,662,688	\$ 36,518,270
Commercial	7,993,818	7,896,776	7,917,499
Industrial	49,178,702	52,424,999	51,960,873
Street, Athletic, & Traffic	1,143,215	1,189,112	1,255,331
Outdoor Lighting	617,957	624,933	400,114
Change in Accrued Revenue	(60,233)		
Total Electric Sales Revenue	\$ 94,910,780	\$ 98,798,508	\$ 98,052,087
Other Operating Revenue	\$ 1,479,402	\$ 1,503,921	\$ 1,543,376
Interest	27,756	42,056	57,692
Total Other Revenues	\$ 1,507,158	\$ 1,545,977	\$ 1,601,069
Total Revenues	\$ 96,417,939	\$ 100,344,485	\$ 99,653,156
Operating Expense			
Purchased Power	\$ 79,304,189	\$ 82,763,510	\$ 81,593,901
Other Operating Expenses	7,168,815	7,806,040	8,156,904
Maintenance	2,653,491	2,719,966	2,451,118
Depreciation and Amortization	3,590,580	3,736,314	3,866,629
Tax Equivalents & FICA	2,074,550	2,169,639	2,272,433
Total Operating Expenses	\$ 94,791,625	\$ 99,195,469	\$ 98,340,985
Interest Expense	\$ 441,259	\$ 561,982	\$ 654,811
Total Other Expenses	\$ 441,259	\$ 561,982	\$ 654,811
Total Expenses	\$ 95,232,884	\$ 99,757,451	\$ 99,004,921
Net Revenues	\$ 1,185,055	\$ 587,034	\$ 648,233

**CLEVELAND UTILITIES - ELECTRIC
CASH FLOW ANALYSIS
FY 2015**

Sources of Cash:

Net Income **\$ 648,233**

Add: Non-Cash Items

Depreciation - Expensed \$ 3,815,799

Depreciation - Cleared 275,629

Amortization 33,239

Total Non-Cash Items 4,124,666

Total Cash Generated From Operations **\$ 4,772,900**

Add: Beginning Cash Balance 8,768,224

Bond Issues (Net) 3,644,000

GASB 45 Adjustment 271,324

Anticipated FEMA Reimbursement 677,996

Working Capital Adjustments (1,708,221)

Total Cash Available **\$ 16,426,222**

Uses of Available Cash:

Debt Repayment - Bonds/Loans \$ 1,200,550

Capital Improvements & Additions 5,127,000

Bond Cost 25,326

Total Uses of Cash **\$ 6,352,876**

Cash at End of Year **\$ 10,073,346**

Less Estimated Customer Deposits \$ 3,284,745

Unrestricted **\$ 6,788,601**

**CLEVELAND UTILITIES - ELECTRIC
FINANCIAL FORECAST
FOR THE YEAR ENDING JUNE 30, 2015**

2015 BUDGET						
	1ST QTR	2ND QTR	3RD QTR	4TH QTR	TOTAL	KWHs (000)
REVENUES						
Residential	10,214,701	7,702,369	11,113,402	7,487,796	36,518,270	380,131
Commercial	2,379,309	1,710,899	1,956,776	1,870,516	7,917,499	72,046
Industrial	14,875,789	12,188,421	11,788,179	13,108,484	51,960,873	637,416
Street, Athletic & Traffic	321,971	311,506	297,672	324,181	1,255,331	6,952
Outdoor Lighting	99,086	99,738	100,645	100,642	400,114	4,275
Total Electric Sales Revenue	27,890,856	22,012,933	25,256,674	22,891,619	98,052,086	1,100,820
Purchased Power	23,209,336	18,318,030	21,017,304	19,049,226	81,593,901	
Operating Margin:	4,681,520	3,694,903	4,239,370	3,842,393	16,458,185	
OTHER REVENUE						
Customer Penalties	106,313	83,908	96,272	87,256	373,749	
Service Revenue	111,474	87,982	100,946	91,493	391,896	
Rents	183,342	183,342	183,342	183,342	733,362	
Miscellaneous Income	12,621	9,961	11,429	10,361	44,370	
Interest	16,411	12,952	14,860	13,468	57,692	
Total Other Revenue	430,161	378,145	406,849	385,920	1,601,068	
TOTAL REVENUE	5,111,681	4,073,048	4,646,219	4,228,313	18,059,253	
EXPENSES						
Transmission-Operations	11,342	11,342	11,342	11,342	45,369	
Transmission-Maintenance	11,314	11,314	11,314	11,314	45,256	
Distribution-Operations	455,636	455,636	455,636	455,636	1,822,543	
Distribution-Maintenance	601,466	601,466	601,466	601,466	2,405,862	
Meter Reading	39,490	39,490	39,490	39,490	157,959	
Billing & Collecting	272,406	272,406	272,406	272,406	1,089,622	
Customer Service & Information	54,180	54,180	54,180	54,180	216,721	
Rebates & Inspections	19,850	19,850	19,850	19,850	79,400	
Administrative O & M	512,816	512,816	512,816	512,816	2,051,265	
Economic Development	16,798	16,798	16,798	16,798	67,193	
Employee Benefits, FICA & Safety	726,067	726,067	726,067	726,067	2,904,268	
Depreciation	915,792	944,410	963,489	992,108	3,815,799	
Tax Equivalents	498,749	498,749	498,749	498,749	1,994,997	
Acquisition Adjustment	7,232	7,232	7,232	7,232	28,929	
Interest on Deposits	2,282	2,282	2,282	2,282	9,127	
Interest on Bonds	150,607	160,429	166,977	176,799	654,811	
Bond Cost Amortization	5,475	5,475	5,475	5,475	21,901	
TOTAL EXPENSES	4,301,502	4,339,942	4,365,569	4,404,010	17,411,020	
NET INCOME	810,179	(266,894)	280,650	(175,697)	648,233	

**CLEVELAND UTILITIES
ELECTRIC DIVISION
CAPITAL BUDGET FY 2015**

		FY 2015
	DESCRIPTION	
B Buildings & Grounds		
1	Window Replacement in IT department	40,000
2	Completion of Maintenance Building Expansion	200,000
3	Heating and Air for main building Phase I	225,000
4	Cost of architectural services for plans to upgrade the main buildings exterior, to include drive thru plans	15,000
5	Purchase and install XFMR racks on pole yard	40,000
6	Purchase and install metal shelving and drum rack for back store room of the garage	4,000
7	Purchase Port-a-Cool evaporative cooling system for summer months in the garage	4,000
8	Purchase and install metal shelving in Harrison Building	4,000
9	Office renovation in the operations building	15,000
10	Purchase shelving for new transformer warehouse expansion	8,000
11	Construct new parking area west of the main building (require fence to be relocated)	75,000
12	Replace existing fence from the storeroom to the corner with new fencing that includes lace	6,000
	Total	636,000
Computers		
C 1	Network components and upgrades IS dept.	15,000
2	Virtualization servers, memory, and components	10,000
3	AMI equipment maintenance and replacement	3,000
4	Barracuda upgrade	10,000
5	Network storage devices	7,000
6	Network printers	10,000
7	Phone system upgrade	75,000
8	Business Services module	25,000
	Total	155,000
Supervisory Control		
D 1	Redundant Dispatch Center at the Harrison Building	60,000
	Total	60,000
Engineering		
E 1	Transformer loading report from ElectSolve	12,000
	Total	12,000
Transportation		
F 1	Replace Unit #117A and trailer, 1989 Model Ditch Witch 4010 Trencher (replaced with a RT55)	90,000
2	Replace Unit #120, Operations SUV (trade in 2005 with approx 70k miles)	28,000
3	Replace Unit #143, Standby Bucket Truck (2008 Int 4300)	200,000
4	Replace pickup truck #129 (meter reader)	26,000
5	Purchase 3-ton engine load leveler, with straps, chains, and rigging	2,000
6	Purchase 22-ton air/hydraulic floor jack for large trucks and forklifts	2,000
7	Purchase 20-ton truck ramps to gain ground clearance for repairs	1,000
8	Purchase 1-ton air/hydraulic transmission jack with differential adaptor to replace existing jack	3,000
9	Purchase 1-ton under lift jack stand to support engines, transmissions, and componenets while repairs are made	1,000
	Total	353,000
Geographical Information System		
G 1	GIS server virtualization	8,000
2	Wi-Fi equipment	1,000
3	Fleet Management additions	2,000
	Total	11,000
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	20,000
	Total	20,000
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 FY 2015**

FY 2015

Line Construction			
L	1	Copper to AAC conversion projects.	25,000
	2	Install 4 new gang operated topper switches 13KV.	50,000
	3	Construct New 3-Phase Line for New South Industrial Park Phase I	350,000
	4	South Cleveland 69KV S-624 Parallel Conductor - Line Construction	300,000
	5	Replace Switch Gear at Merk	130,000
	6	Peach Orchard Hill Rd. Tie Circuit from Benton Pike to Existing 3-Phase Dead-end off Michigan Ave.	200,000
	7		80,000
	8	Purchase and installation of equipment for Distribution Automation Project	150,000
	9	Purchase of 4-600 kVAR capacitor banks	16,000
	10	Construct new 3-phase line from Chatata Creek to Durkee Rd to include two recloser	80,000
	11	Purchase and install new 69kV gang operated switch to include interrupters	50,000
	12	Purchase 2-sets of retrofitted interrupters for 69kV switches	15,000
	13	Purchase A.B.Chance, pre-formed, insulated line covers (100 pieces)	7,000
	14	Replacement of underground equipment discovered during underground maintenance project	55,000
	15	Distribution line work on Pleasant Grove Church Rd	110,000
	16	Installation of overhead fault indicators	15,000
	17	Installation of single-phase trip savers	15,000
		Total	1,648,000
Meter Lab			
M	1	Purchase new AMI single and three phase meters	100,000
	2	Purchase primary rack storage shelves	3,000
	3	Purchase of metering transformers	5,000
	4	Purchase Powermaster 7302 - 3 phase metering site analyzer	35,000
		Total	143,000
Substation			
N	1	Replace 2-69KV relay panels @ East Cleveland SS	100,000
	2	Replace 69KV air operated breaker @ South Cleveland SS	120,000
	3	Replace 69kV isolation switches at Burlington Substation, 3's and 5's with hook style	12,000
	4	Replace aging batteries at Fletcher Sub and Valleyhead Sub	18,000
	5	Purchase and install nitrogen blanket system on transformer at Ocoee Sub	4,000
	6	Purchase and install nitrogen blanket system on T1 at Sequoia Sub	4,000
	7	Replace aging porcelain arrestors on T1 and T2 at South Cleveland Sub	18,000
	8	Purchase nitrogen tank generator and filler	18,000
	9	Purchase Omicron SEL 651R Test Cable	4,000
	10	Purchase one set of personnel grounds for substation work	3,000
	11	Purchase and install privacy/security fence on three sides of Mouse Creek Substation	100,000
	12	Purchase and install remaining bird guards at Springbrook Substation	20,000
	13	Install lace in fencing at Springbrook Substation	9,000
		Total	430,000
Office			
O	1	Office furniture and equipment	12,000
		Total	12,000
Meter Reading			
P	1	Meter reading equipment	5,000
		Total	5,000
Electronic/Communications/Fiber			
Q	1	Replace remaining Electric Division radios with digital units with narrow band compliance and GPS capabilities	10,000
	2	Purchase and installation of fiber for Distribution Automation project	40,000
	3	Replace remaining analog desk sets after digital conversion	3,000
		Total	53,000
Storeroom			
R	1	Outdoor sheds on the pole yard	65,000
		Total	65,000

**CLEVELAND UTILITIES
ELECTRIC DIVISION
CAPITAL BUDGET FY 2015**

FY 2015

Traffic Lighting			
T	1	Purchase Portable Opticom test set to use on preemption system	4,000
	2	Purchase and installation of new intersection at Michigan Ave at 20th Street	100,000
	3	Convert video detection to radar - Freewill @ Candies	21,000
	4	LED conversions and rewiring	60,000
	5	Extend fiber / radio communications	20,000
	6	Maintenance parts and equipment	40,000
	7	Replacement and repair of existing control cabinets	40,000
	8	Purchase and installation of pedestrian signal heads	20,000
	9	Purchase and installation of modem / power supply for communications	10,000
		Total	315,000
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	Stonebriar Subdivision - 4 new poles and fixtures	4,000
	7	Airport Annexations - 36 new fixtures on new and existing poles	20,000
	8	Pleasant Grove Church Rd / Humphrey Bridge Rd - 24 fixtures on new and existing poles	15,500
	9	Stone Lake Rd / Mason Rd - 25 fixtures on new and existing poles	16,000
	10	Harriman Rd Extension - 22 new poles and fixtures	15,000
		Total	189,000
Security Lighting			
V	1	Routine security light projects	120,000
		Total	120,000
		Grand Total	5,127,000

CLEVELAND UTILITIES ELECTRIC DIVISION 5YR PROJECTED CAPITAL BUDGET FY 2016 - FY 2020								
		FY 2015	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020	TOTAL
	DESCRIPTION							
35	Replace line truck #115		310,000					310,000
36	Replace bucket truck # 144			165,000				165,000
37	Replace line truck # 175			310,000				310,000
38	Replace bucket truck # 112				275,000			275,000
39	Replace large flatbed truck # 106				75,000			75,000
40	Replace bucket truck # 138			175,000				175,000
41	Replace SUV #120	28,000						-
42	Replace pickup truck #185			28,000				28,000
43	Replace pickup truck #125				28,000			28,000
44	Replace pickup truck #105 (meter setter)-becomes water vehicle when replace							-
45	Replace pickup truck #123 (John Miles)-becomes water vehicle when replaced							-
46	Replace pickup truck #129 (meter reader)	26,000						-
47	Replace bucket truck #118					300,000		300,000
48	Replace four door pickup truck #113				30,000			30,000
49	Replace bucket truck #179					300,000		300,000
50	Replace #152 (IT department SUV)- moved to water							-
51	Replace Unit #181						250,000	250,000
52	Replace Unit #182						50,000	50,000
53	Replace Unit #149						75,000	75,000
54	Replace Unit #114							-
55	Replace Unit #118							-
	Miscellaneous Projects:							
56	Replace Main Bldg. Heat and Air Unit Phase I	212,500						-
57	Replace Main Bldg. Heat and Air Unit Phase II		225,000					225,000
58	Construct new drive thru in front of building and front building renovations		300,000	300,000			200,000	800,000
59	Industrial Park Investment	100,000						-
60	Remaining window replacement	100,000			100,000			100,000
	TOTAL	5,545,500	6,818,000	6,870,000	6,454,000	6,890,000	6,606,000	33,638,000

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 Divisions 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 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.

Utility rates are presented in the Appendix. There are three major rate categories for water charges: residential; small commercial and large commercial. Sewer 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 766 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 FY 2015 Budget calls for improvement in the water system totaling \$6,516,500.

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 360 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.

Mission and Vision:

Mission: The mission of Cleveland Utilities is to provide our customers with excellent and reliable water, wastewater, electric, and supporting services through innovative business practices, a process of continual improvement, and a demonstrated commitment to our community and Core Principles.

Vision: Cleveland Utilities aspires to be an organization of the highest quality, working collaboratively and responsibly to meet the evolving utility needs of our community into the foreseeable future.

CLEVELAND UTILITIES
Water and Wastewater
Performance Measures

	FY 2013 Actual	FY 2014 Projected	FY 2015 Projected
MG of Treated Water Pumped	3,443,862,738	3,591,052,632	3,594,210,526
MG of Treated Water Sold	2,734,646,250	2,729,200,000	2,731,600,000
% of Treated Water Loss	20.59%	24.00%	24.00%
MG of Treated Wastewater	3,995,860,000	3,344,909,091	3,361,272,727
% Inflow/Infiltration	54.97%	45.00%	45.00%
Number of Water Customers			
Residential	27,060	27,190	27,320
Commercial	3,043	3,080	3,118
Irrigation	64	66	68
Total	30,167	30,336	30,506
Number of Wastewater Customers			
Residential	15,267	15,348	15,429
Commercial	2,532	2,568	2,605
Industrial	60	60	60
Total	17,859	17,976	18,094
Total Revenues (Combined)	23,090,133	24,806,118	26,015,034
Net Income (Combined)	788,602	1,652,616	1,649,660
*Investment in Plant and Equipment	9,746,690	10,831,917	13,559,996
Long-term Debt	45,734,981	50,395,819	54,041,290
# of Customers per W/WW Employee	457	460	463

*Funded from revenue and debt

Cleveland Utilities-Water/Wastewater System Budget Summary

	FY 2013 ACTUAL	FY 2014 BUDGETED	FY 2015 PROPOSED
Revenues for Water System			
Residential	\$ 7,739,957	\$ 8,311,517	\$ 8,598,332
Commercial	3,547,652	3,677,557	4,208,855
Irrigation	458,201	639,570	292,413
Change in Accrued Revenue	(102,479)	-	-
Total Water Revenue	\$ 11,643,331	\$ 12,628,644	\$ 13,099,600
Sewer Revenues	\$ 9,509,907	\$ 10,131,795	\$ 10,676,201
Other Operating Revenue	1,908,928	1,843,761	2,145,720
Interest	27,966	11,885	93,513
Total Other Revenues	\$ 11,446,802	\$ 11,987,441	\$ 12,915,434
Total Revenues	\$ 23,090,133	\$ 24,616,085	\$ 26,015,034
Operating Expense			
Operations	\$ 12,524,996	\$ 13,341,718	\$ 13,841,027
Maintenance	2,452,540	2,499,492	2,498,279
Depreciation and Amortization	5,124,442	5,407,036	5,524,151
Tax Equivalent & FICA	575,625	608,887	628,943
Total Operating Expenses	\$ 20,677,602	\$ 21,857,133	\$ 22,492,400
Interest Expense	\$ 1,766,420	\$ 1,877,377	\$ 1,872,973
Total Other Expenses	\$ 1,766,420	\$ 1,877,377	\$ 1,872,973
Total Expenses	\$ 22,444,022	\$ 23,734,510	\$ 24,365,373
Operating Income (Loss)	\$ 646,110	\$ 881,575	\$ 1,649,660
Contribution In Aid of Construction	\$ 142,492	\$ -	\$ -
Net Revenues	\$ 788,602	\$ 881,575	\$ 1,649,660

**CLEVELAND UTILITIES - WATER
CASH FLOW ANALYSIS
FY 2015**

Sources of Cash:

Net Income **\$ 757,519**

Add:	Non-Cash Items	
	Depreciation - Expensed	\$ 2,282,135
	Depreciation - Cleared	168,766
	Amortization	<u>9,483</u>

Total Non-Cash Items 2,460,384

Total Cash Generated From Operations **\$ 3,217,903**

Add:	Beginning Cash Balance	\$ 2,523,625
	Bond Issues (Net)	3,000,000
	Grants & Contributions In Aid	-
	GASB 45 Adjustment	<u>196,103</u>

Total Cash Available **\$ 8,937,631**

Uses of Available Cash:

Debt Repayment - Bonds/Loans	\$ 1,446,973
Capital Improvements & Additions	<u>6,516,500</u>

Total Uses of Cash **\$ 7,963,473**

Cash at End of Year **\$ 974,158**

Less Sinking Fund Requirements 668,523

Unrestricted **\$ 305,635**

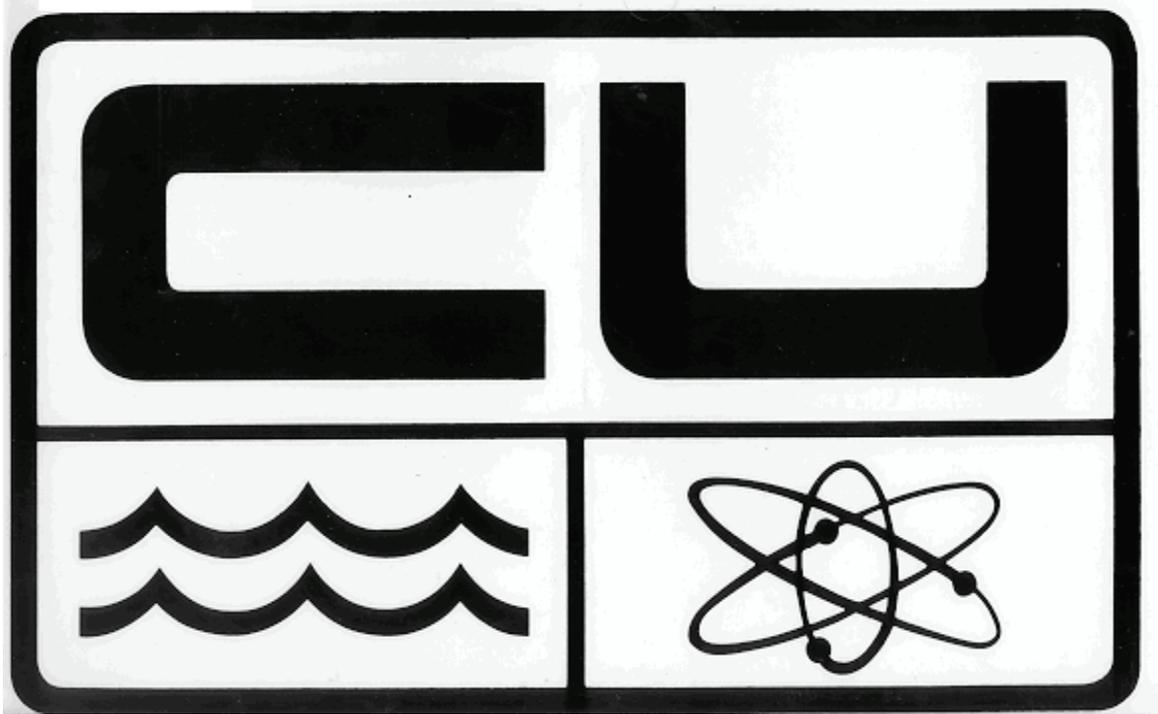
**CLEVELAND UTILITIES - WATER
FINANCIAL FORECAST
FOR THE YEAR ENDING JUNE 30, 2015**

2015 BUDGET						
	1ST QTR	2ND QTR	3RD QTR	4TH QTR	TOTAL	GALLONS (000)
REVENUES						
Residential-Inside	980,473	851,085	786,837	888,910	3,507,306	741,707
Residential-Outside	1,380,546	1,215,718	1,184,262	1,310,496	5,091,024	654,791
Small Commercial-Inside	664,072	577,955	543,253	607,607	2,392,887	621,823
Small Commercial-Outside	171,545	147,575	144,015	160,009	623,141	104,140
Large Commercial-Inside	304,182	273,172	256,371	287,221	1,120,946	514,284
Large Commercial-Outside	3,014	2,393	3,088	1,965	10,459	3,542
Irrigation-Inside	96,565	49,496	26,029	77,586	249,676	56,160
Irrigation-Outside	13,501	8,926	3,388	16,922	42,737	4,299
Resale	16,968	23,139	11,834	9,480	61,422	30,895
Total Water Revenue	3,630,866	3,149,459	2,959,077	3,360,196	13,099,600	2,731,640
OTHER REVENUE						
Sprinkler Taps & Service	57,755	50,097	47,068	53,448	208,369	
Access Fees	75,583	65,562	61,599	69,949	272,695	
HUC Reimbursement	82,927	71,931	67,583	76,744	299,186	
Customer Penalties	51,895	45,015	42,294	48,026	187,231	
Miscellaneous (Service Revenue)	75,442	65,439	61,483	69,818	272,182	
Interest	3,149	2,733	2,567	2,913	11,364	
Total Other Revenue	346,751	300,777	282,594	320,898	1,251,027	
TOTAL REVENUE	3,977,617	3,450,236	3,241,671	3,681,094	14,350,627	
EXPENSES						
Purchased Water	644,042	558,652	524,881	596,032	2,323,608	
T & D Operations	355,887	355,887	355,887	355,887	1,423,544	
T & D Maintenance	270,195	270,195	270,195	270,195	1,080,777	
Pumping Expense	394,466	342,165	321,481	365,059	1,423,170	
Meter Reading	66,795	66,795	66,795	66,795	267,185	
Billing & Collecting	131,844	131,844	131,844	131,844	527,374	
Customer Service & Information	13,419	13,419	13,419	13,419	53,672	
Administrative O & M	247,830	247,830	247,830	247,830	991,324	
Employee Benefits, FICA & Safety	506,496	506,496	506,496	506,496	2,025,981	
Depreciation	547,713	564,828	576,239	593,355	2,282,135	
Interest	221,747	236,208	245,850	260,312	964,117	
Bond Costs Amortization	4,500	4,500	4,500	4,500	18,000	
Tax Equivalent	53,055	53,055	53,055	53,055	212,221	
TOTAL EXPENSES	3,457,989	3,351,874	3,318,472	3,464,779	13,593,108	
NET INCOME (LOSS)	519,628	98,362	(76,801)	216,315	757,519	

CLEVELAND UTILITIES - WASTEWATER CASH FLOW ANALYSIS FY 2015		
Sources of Cash:		
Net Income		\$ 892,141
Add: Non-Cash Items		
Depreciation - Expensed	\$ 3,224,016	
Depreciation - Cleared	52,368	
Amortization	<u>5,896</u>	
Total Non-Cash Items		3,282,280
Total Cash Generated From Operations		\$ 4,174,422
Add: Beginning Cash Balance		3,565,040
CWSRF Loan Forgiveness (Grant)		179,393
Bond Issues (Net)		4,046,607
Grants & Contribution In Aid		2,139,221
Sale of Mouse Creek WWTP		5,000
GASB 45 Adjustment		<u>147,123</u>
Total Cash Available		\$ 14,256,806
Uses of Available Cash:		
Debt Repayment - Bonds/Loans	\$ 1,954,163	
Capital Improvements & Additions	<u>7,043,496</u>	
Total Uses of Cash		8,997,659
Cash at End of Year		\$ 5,259,147
Less Sinking Fund Requirements		\$ 1,281,560
Unrestricted		\$ 3,977,587

**CLEVELAND UTILITIES - WASTEWATER
FINANCIAL FORECAST
FOR THE YEAR ENDING JUNE 30, 2015**

2015 BUDGET						
	1ST QTR	2ND QTR	3RD QTR	4TH QTR	TOTAL	GALLONS (000)
REVENUES	0.2624	0.2495	0.2394	0.2487		
Residential-Inside	1,080,576	1,131,021	1,143,225	1,160,967	4,515,787	732,464
Residential-Outside	83,692	81,218	85,765	84,017	334,693	33,686
Small Commercial - Inside	871,779	822,196	809,776	836,229	3,339,980	550,527
Small Commercial - Outside	59,276	65,456	65,240	64,672	254,644	36,632
Large Commercial - Inside	606,014	541,717	506,113	561,953	2,215,797	493,825
Large Commercial - Outside	4,271	3,277	3,219	4,533	15,300	1,526
Total Wastewater Revenue	2,705,608	2,644,885	2,613,338	2,712,371	10,676,201	1,848,660
OTHER REVENUE						
Access Fees	73,486	71,836	70,979	73,670	289,969	
Miscellaneous Revenue	100,551	98,294	97,122	100,802	396,771	
Interest	20,818	20,351	20,108	20,871	82,149	
Customer Penalties	55,580	54,333	53,685	55,720	219,317	
Total Other Revenue	250,435	244,814	241,894	251,063	988,206	
TOTAL REVENUE	2,956,043	2,889,699	2,855,232	2,963,434	11,664,407	
EXPENSES						
Wastewater Plant-Operations	324,698	317,411	313,625	325,510	1,281,243	
Wastewater Plant-Maintenance	950	929	918	952	3,750	
Wastewater Plant-Operations-Biosolids	100,216	97,967	96,798	100,466	395,446	
Wastewater Plant-Maintenance-Biosolids	0	0	0	0	0	
Wastewater Collection Operations	50,190	50,190	50,190	50,190	200,755	
Wastewater Collection Maintenance	41,034	41,034	41,034	41,034	164,134	
Wastewater Collection Operations MOM	81,114	81,114	81,114	81,114	324,457	
Wastewater Collection Maintenance MOM	126,681	126,681	126,681	126,681	506,720	
Wastewater Rehab Operations MOM	570	570	570	570	2,283	
Wastewater Rehab Maintenance MOM	144	144	144	144	575	
Administration Operations	131,775	131,775	131,775	131,775	527,101	
Administration Operations MOM	5,940	5,940	5,940	5,940	23,764	
Engineering Operations	49,452	49,452	49,452	49,452	197,810	
Engineering Operations MOM	1,707	1,707	1,707	1,707	6,826	
E & R Wastewater Plant Operations	27,171	26,562	26,244	27,240	107,219	
E & R Wastewater Plant Maintenance	1,573	1,538	1,519	1,576	6,206	
E & R Operations FOG MOM	17,544	17,544	17,544	17,544	70,179	
E & R Maintenance FOG MOM	129	129	129	129	515	
E & R Operations SM MOM	3,330	3,330	3,330	3,330	13,322	
E & R Maintenance SM MOM	189	189	189	189	757	
Facilities Maintenance Operations WWTP	1,271	1,242	1,227	1,273	5,014	
Facilities Maintenance Maintenance WWTP	157,970	154,423	152,581	158,364	623,338	
Facilities Maintenance Operations MOM	68,205	68,205	68,205	68,205	272,815	
Facilities Maintenance Maintenance MOM	27,876	27,876	27,876	27,876	111,507	
Customer Records and Collection	87,642	87,642	87,642	87,642	350,562	
Customer Service and Assistance	17,076	17,076	17,076	17,076	68,298	
Employee Benefits, FICA & Safety	319,008	319,008	319,008	319,008	1,276,028	
Meter Reading	24,693	24,693	24,693	24,693	98,769	
Depreciation	773,764	797,944	814,064	838,244	3,224,016	
Interest	209,037	222,669	231,759	245,391	908,856	
Bond Costs Amortization	0	0	0	0	0	
TOTAL EXPENSES	2,650,949	2,674,984	2,693,034	2,753,315	10,772,265	
NET INCOME (LOSS)	305,094	214,715	162,198	210,119	892,141	



Cleveland Utilities

Internal Service Funds

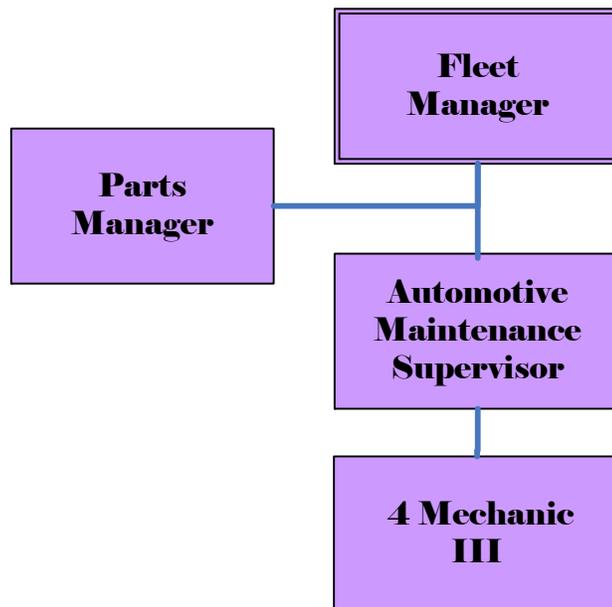
Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the government and to other government units, on a cost reimbursement basis. The City currently maintains one Internal Service Fund outlined below:

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 twelve 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, 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. 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.

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 (75 courses each, with 60 being web-based and

15 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.

EXPENDITURE SUMMARY	FY 2013 Actual	FY 2014 Budgeted	FY 2015 Proposed	Percentage Increase
Personnel Expenditures	\$489,687	\$466,300	\$483,000	4%
Operating Expenditures	\$217,589	\$264,600	\$235,100	-11%
Capital Outlay & Debt Service	\$1,432	\$8,700	\$3,700	-57%
Total Expenditures	\$708,708	\$739,600	\$721,800	-2%
FTE's	8	7	7	

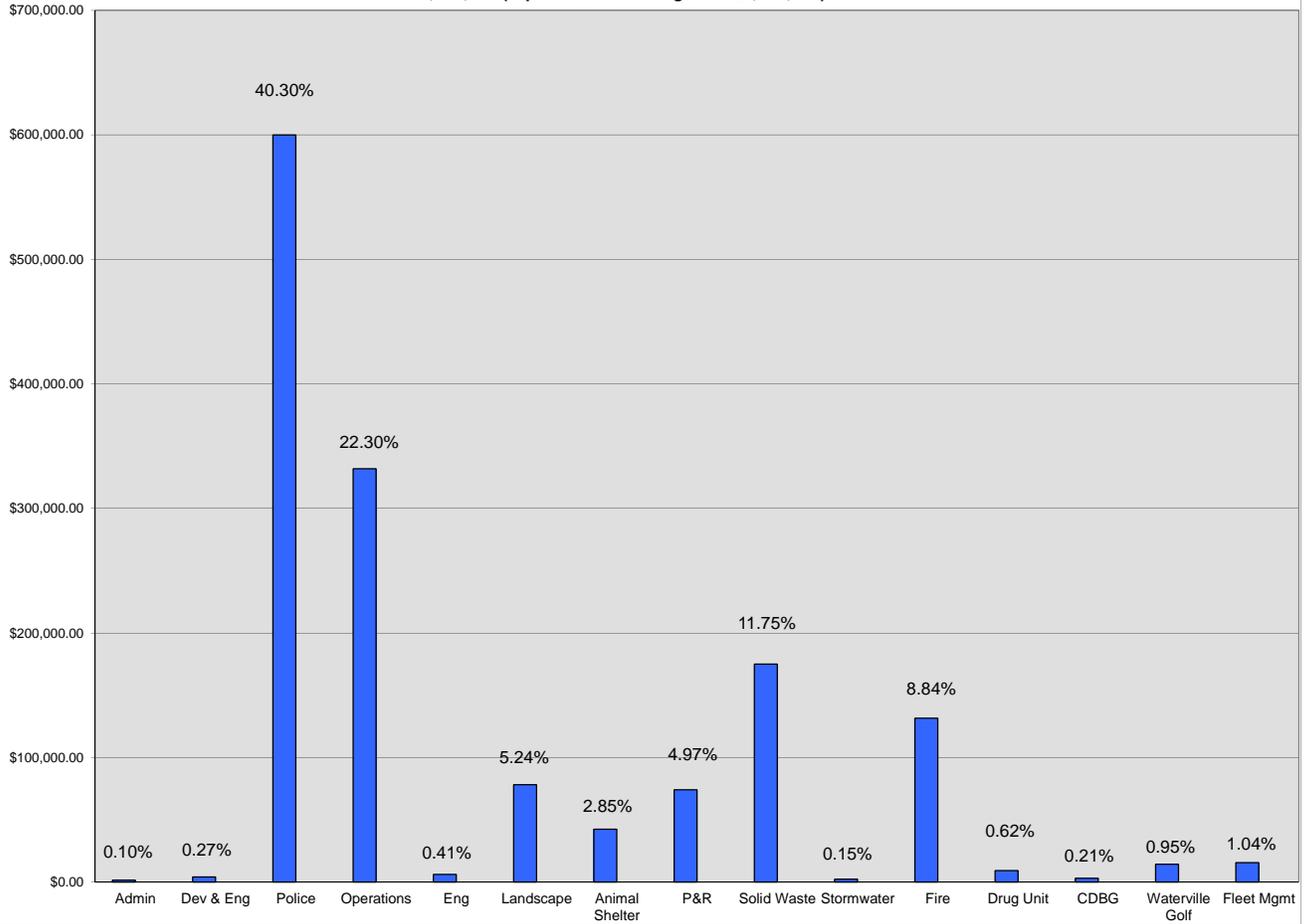
Goals and Objectives:

- 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 5%.
- Improve the training and certification levels of all staff.

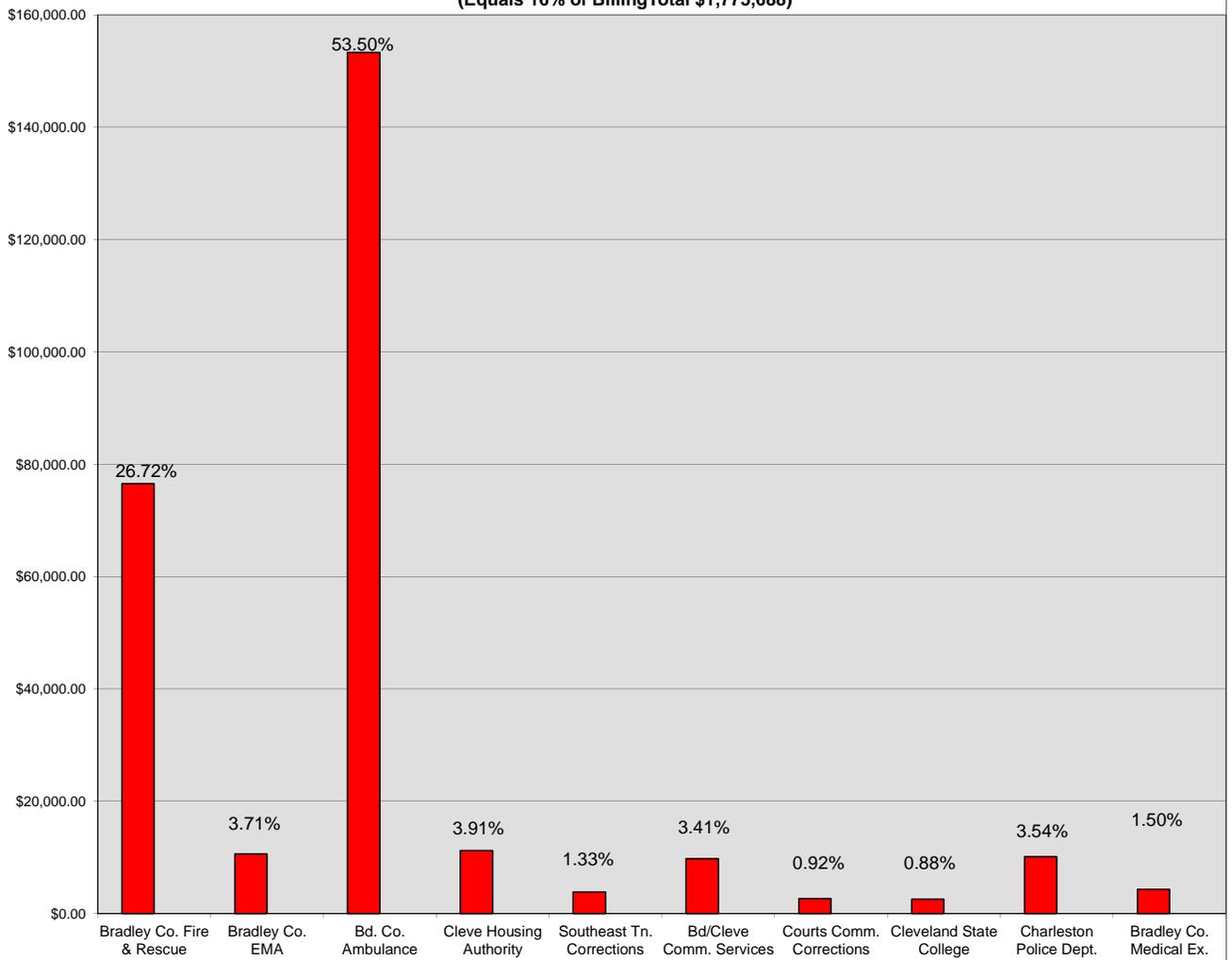
Performance Measures:

Measure Description	FY2012 (Actual)	FY2013 (Actual)	FY2014 (Estimated)	FY2015 (Projected)
# of Vehicles and Heavy Equipment	334	371	371	371
# of Mechanics	5	4	4	4
# of Other Garage Personnel	3	3	3	3
# of Training Hours	106	228	160	160
Vehicles per Mechanic	67	74	93	93
# of Repair Orders (Scheduled & Non-scheduled)	2,486	3,608	1,921	1,921
# of Repair Orders per Mechanic	497	721	480	480
# of Jobs Completed from Repair Orders	9,052	8,309	6,449	6,449
# of Emergency Repairs	156	131	120	114
Labor Rate	\$67	\$67	\$67	\$67
% of Operating Budget for Contracted Svcs.	38%	41%	30%	39%
% of Mechanic Hours Billed (Billable Hrs.)	70%	52%	58%	58%

Fleet Management
2012-13 Department Percentages of Maintenance & Fuel Cost
\$1,489,090 (Equals 84% of Billing Total \$1,775,688)



Fleet Management
2012-13 Outside Agencies Percentage of Maintenance & Fuel Cost
\$286,598
(Equals 16% of Billing Total \$1,775,688)



CITY OF CLEVELAND						
FUND #511 - FLEET MANAGEMENT FUND						
REVENUES						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
Sales Revenue:						
36512	FUELS MARKUP	52,014	52,000	52,000	52,000	52,000
36534	PARTS	470,363	575,000	575,000	425,000	425,000
36536	LESS: COST OF GOODS SOLD	(402,209)	(442,308)	(442,308)	(326,923)	(326,923)
Subtotal:		120,168	184,692	184,692	150,077	150,077
Operating Revenues:						
34330	CHARGES FOR SVCS-INTERNAL	388,183	334,464	334,464	306,600	306,600
34331	CHARGES FOR SVCS-CONTR.	115,932	156,000	156,000	117,000	117,000
Subtotal:		504,115	490,464	490,464	423,600	423,600
Other Income:						
36110	INTEREST INCOME	263	500	100	100	0
36990	MISCELLANEOUS	0	200	200	200	0
36992	SALE OF ASSET (GAIN)	0	0	0	0	0
Subtotal:		263	700	300	300	0
	TOTAL REVENUES	624,546	675,856	675,456	573,977	573,677
EXPENDITURES						
DEPARTMENT #43170						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
Personnel and fringe benefits:						
111	SALARIES	332,700	316,300	316,300	332,300	332,300
112	OVERTIME	3,220	5,200	5,200	5,400	5,400
131	SERVICE AWARDS	0	300	300	300	300
132	LONGEVITY	2,850	3,400	3,400	3,800	3,800
133	SOLD VACATION	1,775	2,100	2,100	2,200	2,200
134	CHRISTMAS BONUS	4,240	800	800	800	800
140	DENTAL INSURANCE	3,348	3,300	3,300	3,400	3,400
141	SOCIAL SECURITY TAXES	25,100	25,100	25,100	26,400	26,400
142	HEALTH INSURANCE EXP	54,794	50,300	50,300	46,100	46,100
143	RETIREMENT EXPENSE	57,600	54,900	54,900	57,400	57,400
144	LIFE & DISABILITY INSURANCE	4,061	4,100	4,100	4,400	4,400
149	WORKER'S COMP CLAIMS	0	500	500	500	500
Subtotal:		489,687	466,300	466,300	483,000	483,000
Operating expenditures:						
211	POSTAGE EXPENSE	470	600	600	500	500
221	PRINTING EXPENSE	0	200	200	200	200
237	ADVERTISING	0	200	200	200	200
239	MEMBERSHIP DUES/LICENSING	2,167	2,000	2,000	2,600	2,600
241	UTILITIES	20,047	22,000	22,000	23,100	23,100
245	TELEPHONE EXPENSE	9,116	9,000	9,000	9,600	9,600

EXPENDITURES						
DEPARTMENT #43170						
OBJECT CODE		2012-2013 ACTUAL BUDGET	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED BUDGET	2014-2015 PROPOSED BUDGET
261	VEHICLE MAINT(GARAGE)	9,870	8,000	8,000	8,000	8,000
263	CONT SVCS-VEH MAINT	87,452	120,000	120,000	90,000	90,000
266	BUILDING MAINTENANCE	3,717	8,500	8,500	8,500	8,500
269	CTRL FUEL MAINT & SUPPLIES	8,831	8,000	8,000	10,000	10,000
283	TRAVEL/TRAINING EXPENSE	129	1,000	1,000	1,000	1,000
298	CONT SVCS-PEST CONTROL	272	300	300	300	300
319	OFFICE EXPENSE	4,069	3,500	3,500	3,500	3,500
322	WASTE DISPOSAL SUPPLIES	2,252	4,000	4,000	4,000	4,000
324	JANITORIAL EXPENSE	1,342	4,400	4,400	4,400	4,400
326	UNIFORM EXPENSE	2,356	3,800	3,800	3,800	3,800
331	GASOLINE EXPENSE	5,897	6,800	6,800	6,800	6,800
511	INS-BLDGS & CONTENTS	2,045	2,200	2,200	2,300	2,300
512	INS-VEHICLES & EQUIP	651	700	700	1,400	1,400
513	INS-GENERAL LIABILITY	2,161	2,300	2,300	2,100	2,100
514	WORKER'S COMPENSATION	10,693	11,300	11,300	10,200	10,200
540	DEPRECIATION EXPENSE	32,931	33,100	33,100	31,400	31,400
545	COMPUTER SOFTWARE MAINT	11,070	12,200	12,200	10,700	10,700
599	MISCELLANEOUS	51	500	500	500	500
Subtotal:		217,589	264,600	264,600	235,100	235,100
Capital outlay and debt service:						
941	EQUIPMENT & TOOLS	1,432	7,500	7,500	2,500	2,500
942	COMPUTER EQUIPMENT	0	1,200	1,200	1,200	1,200
Subtotal:		1,432	8,700	8,700	3,700	3,700
	TOTAL EXPENDITURES	708,708	739,600	739,600	721,800	721,800

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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 2013 Actual	FY 2014 Budgeted	FY 2015 Proposed	Percentage Increase
Personnel Expenditures	\$0	\$0	\$0	0%
Operating Expenditures	\$0	\$0	\$0	0%
Capital Outlay & Debt Service	\$4,254	\$0	\$0	-100%
Total Expenditures	\$ 4,254	\$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		2012-2013 ACTUAL	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED	2014-2015 PROPOSED
36110	INTEREST INCOME	4,254	1,000	1,000	1,000	1,000
36731	ESTATE OF JOHN MEILER	0	0	0	0	0
	TOTAL REVENUES	4,254	1,000	1,000	1,000	1,000
EXPENDITURES						
DEPARTMENT # 51600						
OBJECT CODE		2012-2013 ACTUAL	2013-2014 ORIGINAL BUDGET	2013-2014 AMENDED BUDGET	2014-2015 REQUESTED	2014-2015 PROPOSED
762	TRANS TO CIP - TRUCK	0	0	0	0	0
	TOTAL EXPENDITURES	0	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	ESOL	English as a Second or Other Language
ACT	American College Test	FAA	Federal Aviation Administration
ADA	American with Disabilities Act	FASB	Financial Accounting Standards Board
ADA	Average Daily Attendance	FBO	Fixed Base Operator
AED	Automated External Defibrillator	FHWA	Federal Highway Administration
ARRA	American Recovery & Reinvestment Act	FLSA	Fair Labor Standards Act
BCEMS	Bradley County Emergency Medical Service	FMLA	Family Medical Leave Act
BCRS	Bradley County Rescue Squad	FOLA	Friends of the Library Association
BCVFD	Bradley County Volunteer Fire Department	FTA	Federal Transit Administration
BFI	Browning-Ferris Industries	FTE	Full Time Equivalency
CAFR	Comprehensive Annual Financial Report	GAAP	Generally Accepted Accounting Principles
CBCPL	Cleveland Bradley County Public Library	GASB	Governmental Accounting Standards Board
CCS	Cleveland City Schools	GED	General Equivalency Diploma
CDBG	Community Development Block Grant	GFOA	Government Finance Officer Association
CFD	Cleveland Fire Department	GIS	Geographic Information System
CHS	Cleveland High School	GLTDAG	General Long Term Debt Accounting Group
CID	Criminal Investigations Division	GO	General Obligation
CINI	Capital Improvement Needs Inventory	HCI	Healthy Community Initiative
CIP	Capital Improvements Program	HUD	Housing and Urban Development
COLA	Cost of Living Adjustment	ICEAS	Intermittent Cycle Extended Aeration System
CPI	Consumer Price Index	ISO	Insurance Services Office
CPR	Cardiopulmonary Resuscitation	KRZR	Cleveland Regional Jetport
CRJ	Cleveland Regional Jetport	KWH	Kilowatt-Hour
CSA	Central Service Association	LEAF	Law Enforcement Academic and Fitness Academy
CUAMPO	Cleveland Urban Area Metro Planning Org.	LIC	Local Interstate Connector
CUB	Cleveland Utilities Board	LMI	Low and Moderate Income
DARE	Drug Awareness and Resistance Education	L RTP	Long Range Transportation Plan
DEFY	Drug Education for Youth	MPO	Metropolitan Planning Organization
ECD	Bradley County E 911 ECD	MSDS	Material Safety Data Sheets
EDC	Economic Development Council	NDB	Non-Directional Beacon
ERU	Equivalent Residential Unit	NPDES	National Pollutant Discharge Elimination System
		OESI	Ocoee Environmental Services, Inc.

Acronyms

OSHA	Occupational Safety and Health Administration	TCA	Tennessee Code Annotated
PARTAS	Parks and Recreation Technical Assistance Svc.	TCC	Technical Coordinating Committee
PHA	Public Housing Authority	TCRS	Tennessee Consolidated Retirement System
PILOT	Payment in Lieu of Taxes	TDEC	Tennessee Department of Environment & Conservation
PSPP	Political Subdivision Pension Plan	TDOT	Tennessee Department of Transportation
RFID	Radio Frequency Identification	THDA	Tennessee Housing Development Agency
RTP	Recreation Trails Program	TIP	Transportation Improvement Plan
SBCCI	Southern Building Code Congress International	TMBF	Tennessee Municipal Bond Fund
SCI	Smart Communities Initiative	TML	Tennessee Municipal League
SETHEPP	State Employees, Teachers, and Higher Education Employee Pension Plan	TOSHA	Tennessee Occupational Safety and Health Act
SETHRA	Southeast Tennessee Human Resource Agency	TRAC	Total Resources Against Crime
SRF	TN State Revolving Loan Fund	TVA	Tennessee Valley Authority
SRT	Special Response Team	UA	US Census Urban Area
SR-2	Soil Restoration and Recycling	UPWP	Unified Planning Work Program
STP	Surface Transportation Program	VISTA	Volunteers in Service to America
TAMP	Traffic Access Management Program		

Authorized Employees By Fund, Department, and Position Classification

Position Classification by Fund and Department	Position Grade	FY 2012 BUDGET		FY 2013 BUDGET		FY 2014 BUDGET		PROJECTED FY 2015 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	0
Executive Assistant	27	1	0	1	0	1	0	1	0
ADMINISTRATION & FINANCE									
		15	1.58	14	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	0	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	90	0	92	0	92	0
Fire Chief	32	1	0	1	0	1	0	1	0
Deputy Fire Chief	30	1	0	0	0	0	0	0	0
Battalion Commander	29	3	0	3	0	3	0	3	0
Arson/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	13	0	13	0	16	0
Training Coordinator	27	1	0	1	0	0	0	1	0
Fire Inspector	27	2	0	2	0	3	0	3	0
Driver/Engineer	26	24	0	24	0	24	0	21	0
Firefighter	25	44	0	39	0	41	0	40	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 2012 BUDGET		FY 2013 BUDGET		FY 2014 BUDGET		PROJECTED FY 2015 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	14	0.38	14	0.38
DES Director	32	1	0	1	0	1	0	1	0
City Engineer	30	0	0	0	0	1	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	1	0	1	0
Senior Planner	28	1	0	1	0	0	0	1	0
Traffic Engineer	28	Transfer to CU		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	1	0	0	0
Plans Examiner/Inspector	27	0	0	0	0	1	0	1	0
Property Maintenance Official	27	0	0	0	0	1	0	1	0
Deputy Building Official	27	1	0	0	0	0	0	0	0
Building Inspector	26	0	0	1	0	1	0	1	0
Mechanical Inspector	26	1	0	0	0	0	0	0	0
Plumbing Inspector	26	1	0	1	0	0	0	0	0
Engineering Technician	26	0	0	0	0	1	0	1	0
Construction Inspector	26	0	0	0	0	1	0	1	0
Signal Technician	26	Transfer to CU		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	1	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									
		107	2.92	96	2.92	103	2.92	103	4.72
Police Chief	32	1	0	1	0	1	0	1	0
Assistant Chief	30	1	0	0	0	0	0	0	0
Captain	29	2	0	2	0	2	0	2	0
Lieutenant	28	10	0	9	0	9	0	9	0
Sergeant	27	8	0	9	0	9	0	9	0
Detective	27	10	0	9	0	9	0	9	0
Crime Scene Technician	26	3	0	2	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 (2 SRO)	25+1	3	0	3	0	3	0	3	0
Police Officer/K-9 (SRO)	25+1	3	0	3	0	2	0	1	0
Police Officer/Bomb Tech/SRT(-3 SRO)	25+1	15	0	15	0	15	0	15	0
Community Police Officers	25+1	2	0	2	0	2	0	2	0
Police Officer (3 SRO)	25	32	0	24	0	36	0	37	0
COPS Grant**	25	4	0	4	0	0	0	0	0
Housing Officer***	25	1	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
PT Court Liaison by FTE	22	0	0.46	0	0.46	0	0.46	0	0.46
PT GreenWay Patrol Officers by FTE	N/A	0	0	0	0	0	0	0	1.8
PT School Crossing Guards by FTE (13)	N/A	0	2.46	0	2.46	0	2.46	0	2.46

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 2012 BUDGET		FY 2013 BUDGET		FY 2014 BUDGET		PROJECTED FY 2015 BUDGET	
		Full-time	Part-time	Full-time	Part-time	Full-time	Part-time	Full-time	Part-time
PUBLIC WORKS-OPERATIONS									
		26	1.22	20	0.975	21	0.375	21	0.04
Director of Public Works	32	1	0	1	0	1	0	1	0
Deputy Director	30	1	0	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	0	0	0	0	0	0
Construction Inspector/Safety Coord.	26	0	0	1	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	2	0	2	0
Motor Equip. Operator II	23	1	0	1	0	0	0	0	0
Secretary	23	1	0	1	0	1	0	1	0
Accounting Technician	23	1	0	0	0	0	0	0	0
Sign Technician	22	2	0	2	0	2	0	2	0
Motor Equip. Operator I	22	5	0	2	0	3	0	3	0
Public Service Worker	21	5	0	5	0	5	0	5	0
P.T. Janitorial	N/A	0	0.62	0	0.375	0	0.375	0	0.04
P.T. Sign Technician	N/A	0	0.6	0	0.6	0	0	0	0
CLEVELAND REGIONAL JETPORT									
		0	0	0	0	1	0	1	0
Airport Manager	31	0	0	0	0	1	0	1	0
ANIMAL CONTROL									
		8	1	8	0	8	0	6	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	0	0
P.T. Clerk	21	0	1	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 2012 BUDGET		FY 2013 BUDGET		FY 2014 BUDGET		PROJECTED FY 2015 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	0.8
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	0.8
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	7.34	0	7.34
Aquatic Director	N/A	0	0	0	0	0	0.30	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 2012 BUDGET		FY 2013 BUDGET		FY 2014 BUDGET		PROJECTED FY 2015 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***									
		5	0	4	0	0	0	0	0
City Engineer	30	1	0	1	0	0	0	0	0
Traffic Engineer**	28	*Moved to Cleveland Utilities							
Staff Engineer	28	0	0	1	0	0	0	0	0
Assistant to City Engineer	28	1	0	0	0	0	0	0	0
Signal Technician**	26	*Moved to Cleveland Utilities							
Engineering Technician	26	1	0	1	0	0	0	0	0
Drafting Technician	25	1	0	0	0	0	0	0	0
Secretary	23	1	0	1	0	0	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 Services in FY 2014									
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
Other Funds:									
SOLID WASTE MANAGEMENT FUND:									
		14	0.23	13	0.23	13	0	13	0
General Supervisor	26	1	0	1	0	1	0	1	0
Construction Inspector	26	1	0	1	0	0	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	1	0.23	2	0	2	0

Authorized Employees By Fund, Department, and Position Classification

Position Classification by Fund and Department	Position Grade	FY 2012 BUDGET		FY 2013 BUDGET		FY 2014 BUDGET		PROJECTED FY 2015 BUDGET	
		Full-time	Part-time	Full-time	Part-time	Full-time	Part-time	Full-time	Part-time
STATE STREET AID FUND:									
		11	0	10	0	11	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	2	0	3	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	2	0	2	0	2	0
Public Service Worker	21	1	0	2	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	7	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	0	0	0	0
TOTALS		330	34.56	305	32.31	318	21.78	316	33.25

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
Police Lieutenant
Senior Planner
Staff Engineer
Traffic Engineer

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

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

Salary Grade 33

Assistant City Manager/Purchasing Agent

Salary Grade 34

City Manager

CITY OF CLEVELAND
FY15 Salary Schedule
40 Hour Workweek

Salary Grade	1	2	3	4	5	6	7	8	9	10	11	12	13	14
20 Annual	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	30,775.60
Monthly	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	2,564.58
Hourly	9.4606	9.7917	10.1344	10.4891	10.8563	11.2362	11.6295	12.0365	12.4578	12.8938	13.3451	13.8122	14.2956	14.7960
21 Annual	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	34,469.00
Monthly	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	2,872.36
Hourly	10.5960	10.9668	11.3507	11.7479	12.1591	12.5847	13.0252	13.4810	13.9529	14.4412	14.9467	15.4698	16.0112	16.5716
22 Annual	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	38,605.29
Monthly	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	3,217.05
Hourly	11.8675	12.2829	12.7128	13.1577	13.6182	14.0949	14.5882	15.0988	15.6272	16.1742	16.7403	17.3262	17.9326	18.5602
23 Annual	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	43,236.34
Monthly	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	3,602.96
Hourly	13.2911	13.7563	14.2378	14.7361	15.2518	15.7857	16.3382	16.9100	17.5018	18.1144	18.7484	19.4046	20.0838	20.7867
24 Annual	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	48,427.93
Monthly	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	4,035.58
Hourly	14.8870	15.4081	15.9474	16.5055	17.0832	17.6811	18.3000	18.9405	19.6034	20.2895	20.9996	21.7346	22.4953	23.2827
25 Annual	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	54,235.50
Monthly	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	4,519.54
Hourly	16.6723	17.2558	17.8598	18.4849	19.1319	19.8015	20.4945	21.2118	21.9542	22.7226	23.5179	24.3411	25.1930	26.0748
26 Annual	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	60,744.71
Monthly	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	5,061.96
Hourly	18.6733	19.3268	20.0033	20.7034	21.4280	22.1780	22.9542	23.7576	24.5891	25.4498	26.3405	27.2624	28.2166	29.2042
27 Annual	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	68,035.90
Monthly	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	5,669.55
Hourly	20.9146	21.6466	22.4043	23.1884	24.0000	24.8400	25.7094	26.6093	27.5406	28.5045	29.5022	30.5347	31.6034	32.7096
28 Annual	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	76,199.69
Monthly	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	6,349.85
Hourly	23.4242	24.2441	25.0926	25.9709	26.8798	27.8206	28.7944	29.8022	30.8452	31.9248	33.0422	34.1987	35.3956	36.6345
29 Annual	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	85,343.44
Monthly	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	7,111.82
Hourly	26.2351	27.1533	28.1037	29.0873	30.1053	31.1590	32.2496	33.3783	34.5466	35.7557	37.0072	38.3024	39.6430	41.0305

CITY OF CLEVELAND
 FY15 Salary Schedule
 40 Hour Workweek

Salary Grade	1	2	3	4	5	6	7	8	9	10	11	12	13	14
30 Annual	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	95,583.73
Monthly	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	7,965.16
Hourly	29.3830	30.4114	31.4758	32.5775	33.7177	34.8978	36.1192	37.3834	38.6918	40.0460	41.4476	42.8983	44.3997	45.9537
31 Annual	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	107,054.21
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	8,921.01
Hourly	32.9091	34.0609	35.2530	36.4869	37.7639	39.0857	40.4537	41.8696	43.3350	44.8517	46.4215	48.0463	49.7279	51.4684
32 Annual	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	119,900.24
Monthly	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	9,991.49
Hourly	36.8580	38.1481	39.4832	40.8652	42.2954	43.7758	45.3079	46.8937	48.5350	50.2337	51.9919	53.8116	55.6950	57.6443
33 Annual	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	134,359.27
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	11,196.39
Hourly	41.3028	42.7484	44.2446	45.7932	47.3959	49.0548	50.7717	52.5487	54.3879	56.2915	58.2617	60.3009	62.4114	64.5958
34 Annual	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	150,403.93
Monthly	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	12,533.42
Hourly	46.2350	47.8533	49.5281	51.2616	53.0558	54.9127	56.8347	58.8239	60.8827	63.0136	65.2191	67.5018	69.8643	72.3096

CITY OF CLEVELAND
 FY15 Salary Schedule
 28-Day including O.T.

Salary Grade	1	2	3	4	5	6	7	8	9	10	11	12	13	14
25 Annual Hourly	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	54,236.12
	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	19,1377
26 Annual Hourly	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	60,744.49
	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	21,4342
27 Annual Hourly	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	68,035.47
	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	24,0069
28 Annual Hourly	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	76,199.63
	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	26,8877

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/Vision 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	Employee Cost		City Cost		Total Cost	
	Ind	Family	Ind	Family	Ind	Family
Med	0	\$370.35	\$480.57	\$898.19	\$480.57	\$1268.54
Dental	0	\$ 18.06	\$ 24.66	\$ 45.76	\$ 24.66	\$ 63.82
Vision	0	\$ 6.30	\$ 8.00	\$ 14.30	\$ 8.00	\$ 20.60

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 \$ 0.29 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. 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, 2013 was 17.71% 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, 2013, the City's annual pension cost of \$4,912,561 to TCRS was equal to the City's required and actual contributions. The required contributions were determined as part of the July 1, 2011 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, 2011 was 12 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>
6/30/2013	\$4,912,561	100%	\$0.00
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, 2013 was 8.88 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, 2013, 2012, and 2011, were \$1,829,898, \$1,792,845, and \$1,764,065, 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, 2013, 2012, and 2011 were \$1,348,918, \$1,175,552, and \$1,126,146, 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, 2012, 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 3% 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%

**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
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 \$1.58	\$ 1.7655	\$ 1.8254	\$ 3.59
2014		\$ 1.7655	Not available	Not available

CITY OF CLEVELAND, TENNESSEE

PRINCIPAL TAXPAYERS

6/30/2014 Estimated

<u>Assessed Taxpayer</u>	<u>Type of Business</u>	<u>2013 Assessed Valuation</u>	<u>Percentage of total Valuation</u>
Ocoee Hospital Corporation	Health Care	\$36,486,674	3.47%
Mars Snackfoods	Candy Manufacture	\$25,726,290	2.45%
Life Care Centers of America	Health Care	\$23,728,859	2.26%
Duracell Company	Battery Manufacture	\$20,397,946	1.94%
Merck & Co., Inc.	Distribution Compnay	\$18,355,938	1.75%
Wal-Mart	Retail	\$10,114,381	0.96%
Peyton's Southeastern	Distribution Company	\$9,095,676	0.86%
Southeastern Container	Bottling Manufacture	\$8,056,689	0.77%
Whirlpool	Appliance Manufacture	\$7,778,105	0.74%
Johnston Coca-Cola	Beverage & Bottling Manufacture	\$7,443,233	0.71%
TOTALS		\$167,183,791	15.90%

*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.

CITY OF CLEVELAND, TENNESSEE
PRINCIPAL EMPLOYERS

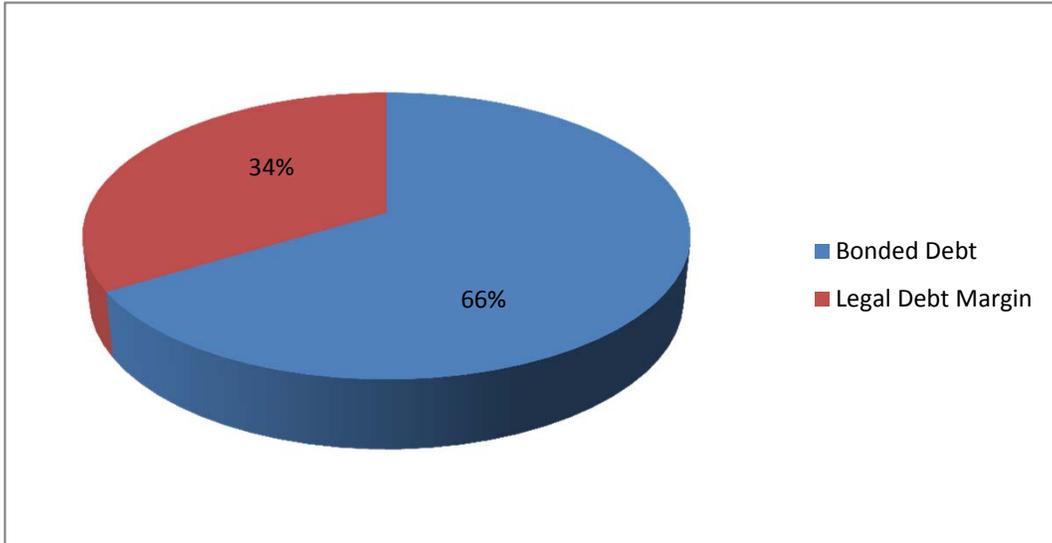
Employer	2013		
	Employees	Rank	Percentage of Total Labor Force Bradley County
Whirlpool/Maytag	1,503	1	3.00%
City Government	1,202	2	2.40%
Bradley County Schools	1,200	3	2.40%
SkyRidge Medical Center	1,147	4	2.29%
Peyton's Southeastern	950	5	1.90%
Lee University	815	6	1.63%
Wal-Mart	640	7	1.28%
Bradley County Government	620	8	1.24%
Amazon	600	9	1.20%
Mars Chocolate	577	10	1.15%
Merck (Schering Plough)	537	N/A	1.07%
Duracell	350	N/A	0.70%
Total	10,141		20.25%

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
 ESTIMATED COMPUTATION OF LEGAL DEBT MARGIN
 6/30/2014 (estimated)

Total assessed value		\$1,073,860,887
Legal debt margin:		
Debt limitation--10 percent of total assessed value as adopted by local resolution		\$107,386,089
Debt applicable to limitation:		
Total bonded debt	\$130,517,321	
Less: Revenue bonds	56,585,280	
Amount available for repayment of general obligation bonds	<u>2,713,708</u>	
Total debt applicable to limitation		<u>71,218,333</u>
Legal debt margin		<u>\$36,167,756</u>
Per Capita Debt as of June 30, 2014 (estimated)		\$1,664



**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, 2013*

Season		Retail Rates Effective June 2013					
Schedule	Summer	Revenue Adjustment		Base Plus Zero TVA Revenue Adjustment [3] = [1]+[2]	Environmental Adjustment [4]	FCA [5]	June '12 Effective Rate [6] = [3]+[4]+[5]
		Base [1]	N/A [2]				
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	0.02345	0.08841
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	0.02321	0.09970
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	0.02321	0.10103
	Additional kWh	0.03459	0.00097	0.03556	0.00190	0.02294	0.06040
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	0.02294	0.06320
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	0.02345	0.06787
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
	OnPeak kWh	0.13059	0.00369	0.13428	0.00345	0.02321	0.16094
	OffPeak kWh	0.06015	0.00152	0.06167	0.00345	0.02321	0.08833
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
	OnPeak kW	11.58	0.30	11.88	0.47		12.35
	OffPeak Excess kW	2.38	0.00	2.38	0.00		2.38
	DCC	0.00	0.00	0.00	0.00		0.00
	OnPeak kWh	0.05555	0.00133	0.05688	0.00193	0.02321	0.08202
	OffPeak kWh	0.04455	0.00099	0.04554	0.00193	0.02321	0.07068

**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, 2013

		Retail Rates Effective June 2013					June '12
Alternative Season	Summer	Base	Revenue Adjustment	Base Plus Zero TVA	Environmental	FCA	Effective Rate
		[1]	N/A [2]	Revenue Adjustment [3] = [1]+[2]	Adjustment [4]	[5]	[6] = [3]+[4]+[5]
TGSA3	Customer #1	154.05		154.05			154.05
	Customer #2	0.00		0.00			0.00
	Surcharge	0.00		0.00			0.00
	Block 1 kW	0.00	0.00	0.00	0.00		0.00
	Block 2 kW	0.00	0.00	0.00	0.00		0.00
	Block 3 kW	0.00	0.00	0.00	0.00		0.00
	OnPeak kW	10.30	0.29	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
	OnPeak kWh	0.04503	0.00127	0.04630	0.00196	0.02294	0.07120
	OffPeak kWh	0.03403	0.00093	0.03496	0.00196	0.02294	0.05986
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	0.02307	0.09567
	Summer Season OffPeak kWh - First 425 HUD	0.03471	0.00110	0.03581	0.00211	0.02307	0.06099
	Summer Season OffPeak kWh - Next 195 HUD	0.01728	0.00055	0.01783	0.00143	0.02307	0.04233
	Summer Season OffPeak kWh - Over 620 HUD	0.00250	0.00007	0.00257	0.00084	0.02307	0.02648
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	0.02307	0.08050
	Summer Season OffPeak kWh - First 425 HUD	0.02090	0.00066	0.02156	0.00158	0.02307	0.04621
	Summer Season OffPeak kWh - Next 195 HUD	0.00348	0.00011	0.00359	0.00089	0.02307	0.02755
	Summer Season OffPeak kWh - Over 620 HUD	-0.01131	-0.00037	-0.01168	0.00031	0.02307	0.01170
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	0.02307	0.09567
	Summer Season OffPeak kWh - First 425 HUD	0.03471	0.00110	0.03581	0.00211	0.02307	0.06099
	Summer Season OffPeak kWh - Next 195 HUD	0.01728	0.00055	0.01783	0.00143	0.02307	0.04233
	Summer Season OffPeak kWh - Over 620 HUD	0.00250	0.00007	0.00257	0.00084	0.02307	0.02648
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	0.02307	0.09207
	Summer Season OffPeak kWh - First 425 HUD	0.03226	0.00103	0.03329	0.00202	0.02307	0.05838
	Summer Season OffPeak kWh - Next 195 HUD	0.01482	0.00047	0.01529	0.00134	0.02307	0.03970
	Summer Season OffPeak kWh - Over 620 HUD	0.00004	-0.00001	0.00003	0.00075	0.02307	0.02385
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	0.02307	0.09054
	Summer Season OffPeak kWh - First 425 HUD	0.02986	0.00095	0.03081	0.00192	0.02307	0.05580
	Summer Season OffPeak kWh - Next 195 HUD	0.01243	0.00039	0.01282	0.00124	0.02307	0.03713
	Summer Season OffPeak kWh - Over 620 HUD	-0.00237	-0.00008	-0.00245	0.00066	0.02307	0.02128
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	0.02307	0.08050
	Summer Season OffPeak kWh - First 425 HUD	0.02090	0.00066	0.02156	0.00158	0.02307	0.04621
	Summer Season OffPeak kWh - Next 195 HUD	0.00348	0.00011	0.00359	0.00089	0.02307	0.02755
	Summer Season OffPeak kWh - Over 620 HUD	-0.01131	-0.00037	-0.01168	0.00031	0.02307	0.01170

**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, 2013

		Retail Rates Effective June 2013					
		Revenue		Base Plus Zero TVA	Environmental	FCA	June '12
		Adjustment	N/A	Revenue Adjustment	Adjustment		Effective Rate
Base		[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	0.02307	0.08132
	Summer Season OffPeak kWh - First 425 HUD	0.02076	0.00066	0.02142	0.00158	0.02307	0.04607
	Summer Season OffPeak kWh - Next 195 HUD	0.00335	0.00010	0.00345	0.00089	0.02307	0.02741
	Summer Season OffPeak kWh - Over 620 HUD	-0.01143	-0.00037	-0.01180	0.00030	0.02307	0.01157
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	0.02307	0.07964
	Summer Season OffPeak kWh - First 425 HUD	0.01924	0.00061	0.01985	0.00150	0.02307	0.04442
	Summer Season OffPeak kWh - Next 195 HUD	0.00181	0.00005	0.00186	0.00082	0.02307	0.02575
	Summer Season OffPeak kWh - Over 620 HUD	-0.01297	-0.00042	-0.01339	0.00024	0.02307	0.00992
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	0.02307	0.04856
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	0.02307	0.04869
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	0.02307	0.04163
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	0.02307	0.04090
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	0.02307	0.04059
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	0.02307	0.03347
	Customers @ June 30:						
	Residential	25,420					
	General	4,328					
	Outdoor Lighting	189					

**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, 2013*



Water and Wastewater Rates
in Effect on June 30, 2013

<u>Water Rates</u>	<u>Inside City</u>	<u>Outside City</u>
<u>RESIDENTIAL (Class 201, 202)</u>		
Customer charge	\$7.07	\$12.74
First 1,400 cu. ft.	\$2.10/100 cu. ft.	\$3.29/100 cu. ft.
Additional	\$2.18/100 cu. ft.	\$3.45/100 cu. ft.
<u>NON-RESIDENTIAL (Small Commercial) (Class 204, 205)</u>		
Customer charge	\$11.57	\$17.23
First 15,000 cu. ft.	\$2.10/100 cu. ft.	\$3.29/100 cu. ft.
Next 85,000 cu. ft.	\$1.73/100 cu. ft.	\$2.72/100 cu. ft.
Additional	\$1.26/100 cu. ft.	\$2.03/100 cu. ft.
<u>NON-RESIDENTIAL (Large Commercial) (Class 208, 209)</u>		
Customer charge	\$28.43	\$34.09
First 15,000 cu. ft.	\$2.10/100 cu. ft.	\$3.29/100 cu. ft.
Next 85,000 cu. ft.	\$1.73/100 cu. ft.	\$2.72/100 cu. ft.
Additional	\$1.26/100 cu. ft.	\$2.03/100 cu. ft.
<u>IRRIGATION ONLY (Class 211, 213)</u>		
Customer charge	\$7.07	\$12.74
All usage	\$2.18/100 cu. ft.	\$3.45/100 cu. ft.
<u>RESALE (Class 203)</u>		
Customer Charge	\$28.43	\$28.43
All usage	\$1.26/100 cu. ft.	\$1.26/100 cu. ft.
<u>Wastewater Rates</u>	<u>Inside City</u>	<u>Outside City</u>
<u>RESIDENTIAL (Class 301, 302) (April - November)</u>		
Customer charge	\$7.00	\$9.95
First 1,400 cu. ft.	\$3.45/100 cu. ft.	\$5.21/100 cu. Ft.
Additional	\$0.00/100 cu. ft.	\$0.00/100 cu. ft.
<u>RESIDENTIAL (Class 301, 302) (December - March)</u>		
Customer charge	\$7.00	\$9.95
All usage	\$3.45/100 cu. ft.	\$5.21/100 cu. Ft.
<u>NON-RESIDENTIAL (Small Commercial) (Class 304, 305) (Meter Less Than 3")</u>		
Customer charge	\$11.37	\$14.32
First 100,000 cu. ft.	\$3.45/100 cu. ft.	\$5.21/100 cu. ft.
Additional	\$2.91/100 cu. ft.	\$4.34/100 cu. ft.
<u>NON-RESIDENTIAL (Large Commercial) (Class 308, 309) (Meter 3" or Larger)</u>		
Customer charge	\$27.74	\$30.70
First 100,000 cu. ft.	\$3.45/100 cu. ft.	\$5.21/100 cu. ft.
Additional	\$2.91/100 cu. ft.	\$4.34/100 cu. ft.
<u>WASTEWATER SURCHARGE</u>		
CBOD	.1013/pound/day	.1013/pound/day
TSS	.1201/pound/day	.1201/pound/day
TKN	.1330/pound/day	.1330/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, 2013*

MINIMUM BILLS

in Effect on June 30, 2013
(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.	\$11.27	\$13.90	\$13.90	\$19.32	\$20.37	\$20.37
3/4"	002	600 cu. ft.	\$19.67	\$27.70	\$27.70	\$32.48	\$41.21	\$41.21
1"	003	800 cu. ft.	\$23.87	\$34.60	\$34.60	\$39.06	\$51.63	\$51.63
1 1/2"	005	2,000 cu. ft.	\$49.55	\$76.00	\$76.00	\$79.50	\$114.15	\$82.89
2"	006	4,000 cu. ft.	\$93.15	\$145.00	\$55.30	\$148.50	\$218.35	\$82.89

IRRIGATION (Class 211, 213)

5/8"	000	200 cu. ft.	\$11.43	N/A	\$19.64	N/A
3/4"	002	600 cu. ft.	\$20.15	N/A	\$33.44	N/A
1"	003	800 cu. ft.	\$24.51	N/A	\$40.34	N/A
1 1/2"	005	2,000 cu. ft.	\$50.67	N/A	\$81.74	N/A
2"	006	4,000 cu. ft.	\$94.27	N/A	\$150.74	N/A
3"	008	10,000 cu. ft.	\$225.07	N/A	\$357.74	N/A
4"	009	17,000 cu. ft.	\$377.67	N/A	\$599.24	N/A
6"	010	44,000 cu. ft.	\$966.27	N/A	\$1,530.74	N/A
8"	011	82,000 cu. ft.	\$1,794.67	N/A	\$2,841.74	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.	\$15.77	\$18.27	\$23.81	\$24.74
3/4"	002	600 cu. ft.	\$24.17	\$32.07	\$36.97	\$45.58
1"	003	800 cu. ft.	\$28.37	\$38.97	\$43.55	\$56.00
1 1/2"	005	2,000 cu. ft.	\$53.57	\$80.37	\$83.03	\$118.52
2"	006	4,000 cu. ft.	\$95.57	\$149.37	\$148.83	\$222.72

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

3"	008	10,000 cu. ft.	\$238.43	\$372.74	\$363.09	\$551.70
4"	009	17,000 cu. ft.	\$378.03	\$614.24	\$581.99	\$916.40
6"	010	44,000 cu. ft.	\$845.13	\$1,545.74	\$1,316.39	\$2,323.10
8"	011	82,000 cu. ft.	\$1,502.53	\$2,856.74	\$2,349.99	\$4,302.90
10"	012	115,000 cu. ft.	\$2,002.93	\$3,914.24	\$3,144.09	\$5,891.70

**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, 2013*

RESALE/FIRE SPRINKLER SYSTEM METER

3"	008	10,000 cu. ft.	\$154.43	N/A	\$154.43	N/A
4"	009	17,000 cu. ft.	\$242.63	N/A	\$242.63	N/A
6"	010	44,000 cu. ft.	\$582.83	N/A	\$582.83	N/A
8"	011	82,000 cu. ft.	\$1,061.63	N/A	\$1,061.63	N/A
10"	012	115,000 cu. ft.	\$1,477.43	N/A	\$1,477.43	N/A

Number of Customers at June 30, 2013:	Water	Wastewater
	30,167	17,859

Rates are subject to rules and regulations of Cleveland Utilities.
Rates will be subject to adjustment as rate adjustments are received from water suppliers.

AWWA WLCC Free Water Audit Software: Reporting Worksheet						Back to Instructions
Water Audit Report for: CLEVELAND UTILITIES						
Reporting Year: 2013 / 7/2012 - 6/2013						
Please enter data in the white cells below. Where available, metered values should be used; if metered values are unavailable please estimate a value. Indicate your confidence in the accuracy of the						
All volumes to be entered as: MILLION GALLONS (US) PER YEAR						
<< Enter grading in column 'E'						
WATER SUPPLIED						
Volume from own sources:	?	8	1,789.485	Million gallons (US)/yr (MG/Yr)		
Master meter error adjustment (enter positive value):	?	8		MG/Yr		
Water imported:	?	8	1,759.640	MG/Yr		
Water exported:	?	8	25.715	MG/Yr		
WATER SUPPLIED:			3,523.410	MG/Yr		
AUTHORIZED CONSUMPTION						
Billed metered:	?	9	2,710.236	MG/Yr		
Billed unmetered:	?	n/a		MG/Yr		
Unbilled metered:	?	10	87.393	MG/Yr		
Unbilled unmetered:	?	8	16.564	MG/Yr		
FALSE						
AUTHORIZED CONSUMPTION:			2,814.193	MG/Yr		
WATER LOSSES (Water Supplied - Authorized Consumption)						
			709.217	MG/Yr		
Apparent Losses						
Unauthorized consumption:	?	9	0.000	MG/Yr		
FALSE						
Customer metering inaccuracies:	?	8	111.000	MG/Yr		
Systematic data handling errors:	?	7	14.070	MG/Yr		
Apparent Losses:			125.070			
Real Losses (Current Annual Real Losses or CARL)						
Real Losses = Water Losses - Apparent Losses:			584.147	MG/Yr		
WATER LOSSES:			709.217	MG/Yr		
NON-REVENUE WATER						
NON-REVENUE WATER:			813.174	MG/Yr		
= Total Water Loss + Unbilled Metered + Unbilled Unmetered						
SYSTEM DATA						
Length of mains:	?	9	741.0	miles		
Number of active AND inactive service connections:	?	8	30,167			
Connection density:	?	8	41	conn./mile main		
Average length of customer service line:	?	6	35.0	ft	(pipe length between curbstop and customer meter or property boundary)	
Average operating pressure:	?	6	90.0	psi		
COST DATA						
Total annual cost of operating water system:	?	10	\$12,909,422	\$/Year		
Customer retail unit cost (applied to Apparent Losses):	?	8	\$4.30	\$/1000 gallons (US)		
Variable production cost (applied to Real Losses):	?	9	\$1,040.00	\$/Million gallons		
PERFORMANCE INDICATORS						
Financial Indicators						
Non-revenue water as percent by volume of Water Supplied:				23.1%		
Non-revenue water as percent by cost of operating system:				9.7%		
Annual cost of Apparent Losses:				\$537,801		
Annual cost of Real Losses:				\$607,513		
Operational Efficiency Indicators						
Apparent Losses per service connection per day:				11.36	gallons/connection/day	
Real Losses per service connection per day*:				53.05	gallons/connection/day	
Real Losses per length of main per day*:				N/A		
Real Losses per service connection per day per psi pressure:				0.59	gallons/connection/day/psi	
Unavoidable Annual Real Losses (UARL):				329.61	million gallons/year	
From Above, Real Losses = Current Annual Real Losses (CARL):				584.15	million gallons/year	
Infrastructure Leakage Index (ILI) [CARL/UARL]:				1.77		
* only the most applicable of these two indicators will be calculated						
WATER AUDIT DATA VALIDITY SCORE:						
*** YOUR SCORE IS: 82 out of 100 ***						
A weighted scale for the components of consumption and water loss is included in the calculation of the Water Audit Data Validity Score						
PRIORITY AREAS FOR ATTENTION:						
Based on the information provided, audit accuracy can be improved by addressing the following components:						
1: Volume from own sources						
2: Unauthorized consumption						
3: Water imported						
For more information, click here to see the Grading Matrix worksheet						

**CITY OF CLEVELAND, TENNESSEE
OTHER STATISTICAL DATA
June 30, 2013**

Population (Estimated) 42,386

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	298	589	11	184	1,082
Regular Part-time	1	102	35	0	138
Seasonal Part-time	87	2	0	0	89
Total	386	693	46	184	1,309

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 92

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 2,575

Per-capita fire loss \$29.59 (inside city) \$29.20 (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 13

Number of public service officers 14

**CITY OF CLEVELAND, TENNESSEE
OTHER STATISTICAL DATA - (Continued)
June 30, 2013**

Police Protection:

Criminal offenses:

TIBRS - Part A	5,346
TIBRS - Part B	1,358
Number of vehicles - all radio equipped	76
Motorola 800	76

EDUCATION - PUBLIC SCHOOL SYSTEM

	Number	ADM	ADA
High School (Grades 9, 10, 11 and 12)	1	1,312	1,229
Middle School (Grades 6 through 8)	1	1,166	1,098
Elementary Schools (Grades K through 5)	6	2,563	2,428
Ungraded - Special Education		97	90
Total Students		5,138	4,845
Certificated Staff	414.0		
Non-Certificated Personnel	278.5		
Total Personnel	692.5		

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	161,836
Number of e-books	25,548
Number of e-Audiobooks	372
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 of 3,300 feet has been closed and is set to be sold in FY 2014.
- Jetport-Cleveland owns Regional Jetport; runway 5,500 feet.