



**CITY OF CLEVELAND, TEXAS
ADOPTED BUDGET**

FOR FISCAL YEAR OCTOBER 1, 2015 TO SEPTEMBER 30, 2016

NIKI COATS
MAYOR

MIKE PENRY
COUNCIL MEMBER, POSITION 1

OTIS COHN
COUNCIL MEMBER, POSITION 2

CAROLYN MCWATERS
COUNCIL MEMBER, POSITION 3
MAYOR PRO-TEM

JAMES FRANKLIN
COUNCIL MEMBER, POSITION 4

DELORES TERRY
COUNCIL MEMBER, POSITION 5

PRESENTED BY:
KELLY MCDONALD
CITY MANAGER

BOBBY PENNINGTON
FINANCE DIRECTOR

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MEMORANDUM

TO: Mayor and City Council
FROM: Kelly McDonald, City Manager
DATE: October 1, 2015
SUBJECT: Fiscal Year 2015-16 Adopted Budget

The City Manager is pleased to submit the Annual Budget for the City of Cleveland, Texas in accordance with Texas Statute and the City Charter. This budget is for the fiscal year beginning October 1, 2015 and ending September 30, 2016. The budget is published to provide the City Council, City staff, our citizens, and other interested parties with detailed information concerning the financial condition and activities of the City government.

The adoption of the budget is the single most important action taken by the City Council each year. The budget establishes the fiscal plan to address various challenges and opportunities presented throughout the year. The foundation of this budget is the council and staff's commitment to a pattern of conservative spending. Expenditures for next year have been closely scrutinized to be certain that the city allocates its resources wisely.

The budget includes the purchase of a Fire Pumper with a 1,500 gallon per minute pump or greater, 1,000 gallon water capacity, with a four person cab. The purchase of the Fire Pumper will help improve our ISO rating requiring the City to maintain a Ladder Truck, and 3 Pumpers. The Fire Pumper is the highest priority item listed in the CIP due to the age of the other apparatus.

Staff originally proposed that the swimming pool rehabilitation be included in this year's budget which is necessary for the City to reopen the facility. No major repair to the facility has been done since the pool began operations in 1988. Council requested that a citizen survey be conducted on the importance of continuing the swimming pool operation and the results from that survey affirmed that street improvements were more important to citizens polled. The adopted budget has appropriated an additional \$100,000 to street improvements and permanent closure of the swimming pool.

Other non-recurring General Fund items include professional services for an annexation study currently being performed by Public Management, Library fire alarm replacement due to the age and safety requirements of the facility, replacement of the City Hall security camera, and City Hall fire alarm panel re-program for the security of the facility, replacement of Library HVAC, Fire Station #2 roof repairs and replacement of the Police IT server. Salaries and Benefits account for the largest portion of new recurring items with the addition of a full-time Fire Captain, and conversion of the Deputy Court Clerk. The addition of a full-time Fire Captain will help improve our ISO rating requiring the City to maintain the adequate level in staffing the City Fire Department. The Deputy Court Clerk conversion from part-time to full-time will assist in improving the demand in case processing. Salaries and Benefits include a 2.5%

cost of living adjustment and longevity. Longevity is an incentive tool which will be helpful in the city retaining employees long term. The City experiences a decrease in premiums for employee benefits this fiscal year in which longevity can be offset below the savings in the premium costs.

General Fund recurring items include the purchase and programmed replacement of 2 police patrol vehicles, a five-year financing of the fire pumper truck, increase in street materials, Library ELS certification, tree trimming services, and an increase in the base budget for maintenance in the Streets Department.

The budget adopts a debt service tax rate of \$0.2380 per \$100 assessed valuation, a slight reduction from \$0.2405 in the prior year. Due the decrease in the required tax obligations for 2016, the debt service will support additional debt. The budget allows new debt, although limited, to finance future capital projects prioritized in the Capital Improvement Plan without increasing current debt service tax rate.

The Enterprise Fund includes regular annual maintenance service on the chlorination equipment at the water and sewer plants; and by performing this maintenance; we will limit excursions with the TCEQ. Also, an increase in the amount of base budget in the Water Sewer Fund for sludge removal, as the current budget is underfunded for the amount of solids that are required to be removed from the sewer plants. By not removing the solids in a timely manner the plant becomes overloaded and additional rental cost are required to bring the plant back to a normal operation level.

The Water System requires an internal inspection of the existing ground storage and elevated tanks and is appropriated in this fiscal year. The last inspection was completed five years ago on the City's water system storage tanks and updated information is necessary to determine the condition of these vessels. Without proper inspection, the tanks could unknowingly deteriorate past the point of cost effective repair.

Additional training and certification for Water Production employees is appropriated to improve the level of certification within the department. The city has a limited number of employees that are certified in water and or sewer and the city is further limited to the number of these employees that are qualified to work in both water and sewer. Several employees are considered Operator In Training (OIT) and are required to become certified within a two year period.

Two additional full time crew workers are budgeted, and with the addition, the supervisor will be able to create two separate crews. One crew could be dedicated to line extensions and replacement of small lines and the second crew dedicated to valve and hydrant repair. A crew will consist of an operator plus three laborers and having the additional staff will allow for flushing lines and hydrants on a regular basis and keeping the system water moving. By working on small line replacement and looping of the dead end lines, the City will greatly enhance the operation of the water supply. Also a valve operation program can ensure the system is operating at its peak performance level. Additional staff will insure the City is responsive to daily calls for service and repairs.

The Equipment Replacement Fund was recently created to support the equipment needs of the Enterprise Fund. The Replacement Fund is budgeted for a five-year purchase agreement in obtaining a jet vacuum truck and a Gradall. Also budgeted is a sewer pump and refurbishment of a backhoe.

The Hotel/Motel Occupancy Tax Fund includes HVAC System Upgrade/Maintenance, Civic Center Interior Painting, Civic Center and a modest increase in Advertising and Promotion. Also included are improvements for climate control on garage doors in the back of the building, gutters along the back of the building over the delivery zone, and drainage enhancements for the parking lot. The fiscal year 2015 budget was amended to include \$30,000 for carpet replacement in the civic center and this appropriation is to be rolled into fiscal year 2016.

City budget is a complex document that not everyone will agree with, but most importantly it must balance the needs of the community as a whole. With a new budget year comes new objectives as we focus on long the term goals for Cleveland. As Employees, as Council and as Citizens, we must continuously ask the question, "Is the City better than it was last year and what must we do to be better next year?" The budget presented to you is a fresh start, and renewed focus, that is our guide in providing a sustainable level of service to this great community.

Sincerely,

A handwritten signature in cursive script that reads "Kelly McDonald".

Kelly McDonald
City Manager

FISCAL YEAR 2016 °) \ h u E D B U D G E T

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CITY OF CLEVELAND, TEXAS

PRINCIPAL CITY OFFICIALS

Elected Officials

Niki Coats
Mike Penry
Otis Cohn
Carolyn McWaters

James Franklin
Delores Terry

Position

Mayor
Council Member, Position 1
Council Member, Position 2
Council Member, Position 3
Mayor Pro-Tem
Council Member, Position 4
Council Member, Position 5

Appointed Officials

Kelly McDonald
David Olson
Bob Steely

City Manager
City Attorney
Municipal Court Judge

City Management

Angela Smith
Glen Barnhill
Bobby Pennington
Sean Anderson
Mary Cohn
Mary Ann Harrison
Darrel Broussard
Rod Hainey
Frieda Joyce

City Secretary, Human Resources
Development Services
Finance Director
Fire Chief
Library Director
Municipal Court Clerk
Police Chief
Public Works Director
Tourism & Marketing Director

BUDGET INTRODUCTION

Location

Cleveland is a city in the U.S. state of Texas, within Houston – The Woodlands – Sugar Land metropolitan area. The population was 7,954 at the 2010 census. Located in Liberty County, Cleveland lies 45 miles north of Houston on U.S. Highway 59 / Interstate 69. Centered among mixed pine and hardwood forests and surrounded by the East Fork, and San Jacinto Rivers; the Cleveland area is a beautiful environment where one can find most everything they need to live a good life. The forests around Cleveland, including Sam Houston National Forest, which is located just to its north, are a resort for many inhabitants of the Houston area, who come to camp, hike, hunt, and fish.

City History

The recorded history of the Cleveland area began in 1836 when the Texas General Land Office began giving land grants in exchange for service in the Army. In 1854, a Church and convent was built by Father Peter La Cour near the town's present site. The community formed after 1878 when Charles Lander Cleveland, a local judge, deeded 63.6 acres of land to the Houston, East and West Texas Railway for only one dollar, with the request that a station bear his name.

In 1900 the Gulf, Colorado, and Santa Fe railroad appeared so Cleveland served as a junction for these major railways. Soon the echoes of saws and steam engines filled the forests around Cleveland as sawmill towns proliferated and East Texas's lumber industry grew up amidst these railroad towns. The Cleveland area was incorporated in 1939. In 1965 Liberty County was added to the Houston Standard Metropolitan Statistical Area.

Transportation

The major route traveling through Cleveland is U.S. Highway 59 / Interstate 69, traveling southwest towards Houston and northeast into East Texas. As of March 2015, a 74.9 mile

section of US-59 has been designated as I-69 through the Houston Metropolitan Area, nicknamed the NAFTA Superhighway because it would help trade with Canada and Mexico spurred by the North American Free Trade Agreement. US-59/I-69, between Houston and Livingston, is mostly a limited-access freeway with I-69 designation ending at the Montgomery-Liberty county line. Washington Avenue, known as US-59 "Business" runs north and south through the center of Cleveland. Houston Street, known as State Highway 105, travels east and west with Cleveland being halfway between Beaumont and Navasota. SH-105 runs concurrently with State Highway 321 until SH-105 splits, going eastbound to Beaumont, while SH-321 continues further south into Dayton. SH-105 has recently been improved with a loop near Pin Oak Road, along the southern side of Cleveland, crossing US-59/I-69, and terminating near New Salem Road.

Cleveland is the meeting point of two major rail lines. One is a north/south Union Pacific line that closely follows the path of Interstate 69 and the other is an east/west Burlington Northern Santa Fe line that roughly follows FM-787 to the east and SH-105 west towards Conroe. Union Tank Car Company has a tank repair/maintenance facility along the BNSF line on the outskirts of Cleveland off of FM-787.

Cleveland Municipal Airport is a general aviation airport located in Cleveland with George Bush Intercontinental Airport to the south offering commercial airline service.

Public Schools

Cleveland Independent School District is a public school district based in Cleveland, Texas. In addition to Cleveland, the district serves the cities of North Cleveland and Plum Grove as well as portions of San Jacinto and Montgomery counties. The Tarkington Independent School District, located east southeast of the city of Cleveland, also has a Cleveland zip code.

BUDGET INTRODUCTION

BUDGET OBJECTIVES

The budget has been prepared in an effort to clearly communicate to the citizens and staff of the City the overall policies and goals of the City Council and City Management and who we are and what we do, enabling the reader to gain valuable information about the City without detailed accounting or budgetary knowledge. The budget document includes various activities and programs of the City, and comparative performance indicators for each program or activity, where available.

BUDGET PHILOSOPHY

Budget philosophy depends upon the local needs and concerns of the citizens. Other factors also affect budget philosophy, such as the state of the local economy, the needs of the organization, the demands of the public for increased services, unfunded mandates and requirements of federal and state regulatory agencies. The budget prepared by the City takes a conservative perspective with regard to both revenues and expenditures. Although historical trends are very useful, current data will sometimes take precedence over prior year trends. This means budgeting from a “conservative” perspective in that revenues are often anticipated either at or slightly above prior levels, unless there are other known factors that will significantly affect anticipated revenues. In addition, expenditures are also estimated conservatively. As a result, over the years this method increases in actual fund reserves when compared to budgeted or projected fund reserves. The City does not use unreasonable projections, which could have an adverse impact on the City’s reserves.

BASIS OF BUDGETING

GOVERNMENTAL FUNDS: The governmental fund types use the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are budgeted when they are measurable and available and expenditures are budgeted in the period in which the liability is incurred, which is in accordance with

Generally Accepted Accounting Principles. “Measurable” means the amount of the transaction can be determined and “available” means the collectible period. The City considers the majority of its major revenues as available when collected. Expenditures are recorded when the related fund liability is incurred. Principal and interest on general long-term debt are recorded as liabilities when due. Those revenues susceptible to accrual under the modified accrual method are property taxes and other taxes, intergovernmental revenue, and interest revenue. Licenses and permits, including fines and forfeitures revenues, are not susceptible to accrual because generally they are not measurable until received in cash. The fund balance approach of governmental funds or working capital approach can be identified as current assets less current liabilities. Governmental funds budget capital outlays as expenditures, but do not budget for non-cash expenditures such as accruals for sick and vacation liabilities and depreciation.

PROPRIETARY and INTERNAL SERVICE FUNDS: The Water and Sewer Enterprise Fund, Solid Waste Fund, and Property Insurance Fund are budgeted using a flow of economic resources, which is similar to the accrual basis of accounting, with exceptions listed below. Available balances are determined using the cash equivalent approach.

- Revenues are budgeted in the period they are earned and measurable,
- Expenses are budgeted in the period in which the liability was incurred,
- Depreciation of assets is not budgeted,
- Capital outlay is budgeted as an expense in the year purchased,
- Principal payments are budgeted as an expense rather than a reduction to the liability,
- Proceeds from bond sales are budgeted as revenue,
- Transfer of bond proceeds to the Capital Projects Fund is budgeted as an expense.

BUDGET INTRODUCTION

BASIS OF ACCOUNTING

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental and fiduciary funds are accounted for using the modified accrual basis. Revenues are recognized in the accounting period when they are measurable and available. Revenues subject to accrual include interest income and charges for services. Expenditures are recognized in the accounting period in which the liability is incurred, if measurable. Capital outlays are recorded as additions to fixed assets at fiscal year-end and the cost of those assets are depreciated over their estimated useful lives for the government-wide financial statements. All proprietary funds are accounted for on an accrual basis. Revenues are recognized in the period in which they are earned and become measurable, and expenses in the period in which they are incurred and measurable. Proprietary funds also record depreciation and amortization. Payment of principal is recorded as a reduction to the long-term liability.

BUDGET PROCEDURES

The budget process begins with the distribution of budget worksheets for its respective operations, personnel requirements, and capital outlay. This financial information is to be used by the department heads as a guide to complete the proposed budget. Using the budget worksheets, each department head projects the financial needs of their department. Supplemental requests for capital, annexation, growth and development or other items outside normal operating budgets are requested and justified separately. Upon completion, each department head then meets with the City Manager and Finance Director to review their budget. During this meeting, the budget is refined and adjustments made. The Finance Department prepares the revenue budget, with review by appropriate departments. Property tax revenue is budgeted using data provided in the preliminary or certified tax rolls received from the Appraisal

District. All other revenues are budgeted with the use of comparative financial information provided by the prior year's actual revenue, current year estimated revenue, and known factors that may affect receipt of revenue. The City Manager and Finance Director then submit a balanced budget of expenditures and revenues to the City Council for review. The following procedures are followed for formal adoption of the budget:

1. The City Manager submits to the City Council a proposed operating budget for the fiscal year commencing October 1, which must be adopted by the last scheduled Council meeting of September.
2. Public notices and hearings are conducted pursuant to state law.
3. The budget is legally enacted through passage of an ordinance.
4. The legal level of control is the total approved budget for each fund.
5. All funds are included in the budget development process and submitted to the Council for adoption each year and are monitored by department administrators during the year.
6. Operating fund appropriations lapse at year-end.

PROCEDURE TO AMENDING THE BUDGET

EMERGENCY APPROPRIATIONS: The Council may make emergency appropriations to meet a pressing need for public expenditure, to protect the public health, safety or welfare. Such appropriations shall be by ordinance adopted by the majority vote of the Council members at one special or regular meeting.

TRANSFER OF APPROPRIATIONS: The City Manager may approve an amendment to the budget that transfers part or all of any unencumbered appropriation balance among programs within a department, or division. The City Council must approve any budget amendments that increase the appropriation for any fund.

BUDGET CALENDAR

FY 2015-2016

May 18	Distribution of Budget Packets to Directors/Department Heads by Finance
June 5	Budget Requests Submitted To Finance Department with All Supporting Documents Preliminary Revenue Estimates Issued By Finance for Current and Next Fiscal Year
June 8 - 12	Discussion of Budget Requests With Departments Finalize Preliminary Income Statements For General Fund And Debt Service Fund. Complete and Update Final Payroll Information
June 15 - 19	Review with City Manager and Departments
June 22 - 26	Review Funding Requests, Impact on Funds
June 29 - July 2	Review All Funds and Totals with City Manager
July 6 -10	Final Adjustments Made and Budget Submitted To City Manager
July 13 - 30	Finalize Budget Document, Write Transmittal Letter, Budget Packets Prepared, Agenda and PowerPoint Prepared
July 31	City Manager's Recommended Budget Filed with City Secretary ¹
August 5	Mission/Goals/Performance Measures Due
August 13	City Council Budget Workshop #1; Including CIP Send Public Notice of Budget and Effective Tax Rate to Cleveland Advocate set for August 19 th Publication ^{3,4}
August 19	Public Notice of Budget and Effective Tax Rate Published in Cleveland Advocate
August 25	City Council Budget Workshop #2 Consider Dates for Public Hearings on Tax Rate and Budget for FY 2015-16 Send to Cleveland Advocate the "Notice of Public Hearing on Tax Increase" For Publication; Put on City's Website.
September 3	First Public Hearing on the Tax Rate for 2015 City Council Budget Workshop #3 (if necessary) Reading of Ordinance to Adopt the 2015 Tax Rate ^{1,2,5}
September 8	Second Public Hearing on the Tax Rate for 2015 City Council Budget Workshop #4 (if necessary)
September 11	Send "Notice of Tax Revenue Increase" (if necessary) to Cleveland Advocate for Publication; Put on City's Website
September 16	"Notice of Tax Revenue Increase" (if necessary) to Cleveland Advocate for Publication
September 22	Public Hearing on Proposed Budget Consider an Ordinance to Amend Current Year Budget Consider an Ordinance Adopting a Fee Schedule for Fiscal Year 2015-16 Consider a Tax Rate for Maintenance and Operation for Budget Year 2015-16 Consider a Tax Rate for Debt Service for Budget Year 2015-16 Consider an Ordinance Providing for the Assessment, Levy and Collection of Ad Valorem Taxes for 2015 Consider an Ordinance Adopting the Budget for the Fiscal Year 2015-16 Consider an Ordinance Adopting the Five-Year Capital Improvement Program (CIP 2016-2020)
October 1	Beginning of Fiscal Year 2015-16

- ¹ The budget officer shall file the proposed budget with the municipal clerk before the 30th day before the date the governing body of the municipality makes its tax levy for the fiscal year (Sec. 102.005; a).
- ² The governing body shall set the budget public hearing for a date occurring after the 15th day after the date the proposed budget is filed with the municipal clerk but before the date the governing body makes its tax levy (Sec. 102.006).
- ³ The governing body shall provide for public notice of the date, time, and location of the hearing. The notice must include, in type of a size at least equal to the type used for other items in the notice, any statement required to be included in the proposed budget under Section 102.005; b; (Sec. 102.006).
- ⁴ The governing body of a municipality shall publish notice before a public hearing relating to a budget in at least one newspaper of general circulation in the county in which the municipality is located and notice under this section shall be published not earlier than the 30th or later than the 10th day before the date of the hearing. (Sec. 102.0065 a, b)
- ⁵ At the conclusion of the public hearing, the governing body of the municipality shall take action on the proposed budget. A vote to adopt the budget must be a record vote.
- ⁶ The Meeting to Vote on the Tax Rate Must Take Place No Less Than Three Days and No More Than Fourteen Days after the Second Public Hearing.

FINANCIAL MANAGEMENT POLICY STATEMENTS

Purpose

The Financial Management Policy Statements assembles all of the City's financial policies into one document. These statements are the tools used to ensure that the City is financially able to meet its current and future service needs. The individual statements contained herein serve as guidelines for both the financial planning and internal financial management of the City. Municipal resources must be wisely used to ensure adequate funding for the services, public facilities, and infrastructure necessary to meet immediate and long-term needs. These policy statements safeguard the fiscal stability required to achieve the City's objectives and ensure long-term financial health.

Objectives

- A. To guide City Council and management policy decisions that has significant fiscal impact.
- B. To maintain appropriate financial capacity for present and future needs.
- C. To maintain sufficient reserves so as to maintain service levels during periods of economic downturn.
- D. To protect the City's credit rating and provide for adequate resources to meet the provisions of the City's debt obligations on all municipal debt.

I.

ACCOUNTING, AUDITING, AND FINANCIAL REPORTING

Maintain accounting practices that conform to generally accepted accounting principles and comply with prevailing federal, state, and local statutes and regulations. Provide for, prepare and present regular reports that analyze and evaluate the City's financial performance and economic condition.

A. Accounting Practices and Principles

The City will maintain accounting practices that conform to generally accepted accounting principles (GAAP) as set forth by the Governmental Accounting Standards Board (GASB), the authoritative standard setting body for units of local government. All City financial documents, except monthly interim financial reports, including official statements accompanying debt issues, Comprehensive Annual Financial Reports and continuing disclosures statements will meet these standards. Monthly interim financial reports are on a cash basis and will be reported as budgeted. At year-end, the general ledger and financials will be converted to GAAP and GASB.

B. Financial and Management Reporting

Interim Financial Reports will be provided monthly to City Council that explain key economic and fiscal developments and note significant deviations from the budget.

C. Annual Audit

Pursuant to State Statute, the City shall have its records and accounts audited annually and shall have an annual financial statement prepared based on the audit. The audit shall be performed by certified public accounting (CPA) firm, licensed to practice in the State of Texas. The audit firm shall also provide a Single Audit of Federal and State grants, when necessary. An official Comprehensive Annual Financial Report (CAFR) shall be issued no later than six (6) months following the end of the fiscal year. The Director of Finance shall be responsible for establishing a process to ensure timely resolution of audit recommendations.

FINANCIAL MANAGEMENT POLICY STATEMENTS

II.

BUDGET AND LONG RANGE FINANCIAL PLANNING

A. Balanced Budget

The City Manager shall file annually, a structurally balanced budget for the ensuing fiscal year with City Council pursuant to the prevailing state and local law. A structurally balanced budget is further defined as recurring revenues funding recurring expenditures and adherence to fund balance policies.

B. Tax Rate

The City Manager will recommend a tax rate that the City finances require in order to operate efficiently, yet effectively, and pay its debt.

C. Revenue Estimating for Budgeting

1. In order to protect the City from revenue shortfalls and to maintain a stable level of service, the City shall use a conservative, objective, reasonable and analytical approach when preparing revenue estimates.
2. The process shall include historical collection rates, trends, development, and probable economic changes. This approach is intended to reduce the likelihood of actual revenues falling short of budget estimates.
3. The City whenever possible, will seek outside sources of revenue, such as federal, state, and local grants, in order to leverage local dollars.

D. Budget Preparation

1. Department Directors have primary responsibility for formulating budget proposals. New or expanded services should support City Council goals, City Manager priority direction and department goals. Departments are charged with implementing them once they are approved.
2. All competing requests for City resources will be weighted within the formal annual budget process.
3. The Budget will be presented in a way that clearly communicates to the public.

E. Budget Management

The City Council shall delegate authority to the City Manager in managing the budget after it is formally adopted by the City Council, including the transfer of funds within departments. The City Manager may further delegate levels of authority for the daily operations of the budget. Expenditures/expenses are legally adopted by the fund level. Expenditures/expenses should not exceed the adopted budget, plus subsequent changes approved by the City Council.

F. Operating Deficits

The City shall take immediate corrective action if at any time during the fiscal year expenditure and revenue re-estimates are such that "net income" is lower than budgeted. Corrective actions include:

- Deferral of capital equipment purchases
- Deferral of pay-as-you go capital improvements
- Expenditure reductions
- Deferral of certain positions
- Hiring freezes
- Use of fund balance
- Use of volunteers

FINANCIAL MANAGEMENT POLICY STATEMENTS

- Increase fees
- Reduce work hours with subsequent reduction in pay
- Eliminate positions which may require laying-off employees if there are no other vacant positions for which they are qualified.

The use of fund balance, which is a one-time revenue source, may be used to fund an annual operating deficit, only with a subsequent approval of a plan to replenish the fund balance if it is brought down below policy level.

G. Long-Range Financial Plans

1. The City shall develop and maintain a five-year Financial Forecast for each major operating fund, in conjunction with the annual budget process. Major operating funds are as follows:

General Fund
Debt Service Fund
Water/Sewer Fund
Economic Development Corporation

III. REVENUES

Design, maintain and administer a revenue system that will assure reliable, equitable, diversified and sufficient revenue stream to support desired City services.

A. Balance and Diversification in Revenue Sources

The City shall strive to maintain a balanced and diversified revenue system to protect the City from fluctuations in any one source due to changes in local economic conditions, which may adversely impact that source.

B. User Fees - General Fund

1. For services that benefit specific users, the City shall establish and collect fees to recover the costs of those services. Where services provide a general public benefit, the City shall recover the costs of those services through property and sales taxes.
2. User fees should be reviewed every two to three years and adjusted to avoid severe changes.
3. Factors in setting fees shall include, but not be limited to: market and competitive pricing, effect of demand for services, and impact on users.
4. The City may set a different fee for residents versus non-residents.
5. User fees should be adopted by Council Ordinance and included in the Annual Fee Schedule.

C. User Fees - Enterprise Funds

1. Utility rates and other Enterprise Fund user fees shall be set at levels sufficient to cover operating expenditures, meet debt obligations and debt service coverage and provide adequate levels of working capital.
2. The City may set a different fee for residents versus non-residents.
3. The Five-Year Financial Plan and proposed operating budget shall serve as the basis for rate change considerations.

FINANCIAL MANAGEMENT POLICY STATEMENTS

4. When necessary, the Five-Year Financial Plan will be built around small rate increases annually versus higher rate increases periodically.

IV.

EXPENDITURES

Identify services, establish appropriate service levels and administer the expenditure of available resources to assure fiscal stability and the effective and efficient delivery of those services.

A. Maintenance of Capital Assets

Within the resources available each fiscal year, the City shall maintain capital assets and infrastructure at sufficient level to protect the City's investment, to minimize future replacement and maintenance costs, and to maintain service levels.

B. Purchasing

All City purchases of goods and services shall be made in accordance with the City's current Purchasing Policy.

V.

FUND BALANCE AND RESERVES

Maintain the fund balance and working capital of the various operating funds at levels sufficient to protect the City's credit worthiness as well as its financial position during emergencies or economic fluctuations.

A. General Fund Unrestricted Fund Balance

The City shall maintain the General Fund unrestricted fund balance equivalent to 3 months of recurring operating expenditures, based on current year expenditures. If the fund balance exceeds this amount, funding non-recurring expenditures in the following fiscal year may be used to draw down the balance.

B. Water/Sewer Unreserved Working Capital

The City shall maintain a working capital sufficient to provide for reserves for emergencies and revenue shortfalls. A cash equivalent operating reserve will be established and maintained at 25% of the current year's budget appropriation for recurring operating expenses.

C. Debt Service Fund Unrestricted Fund Balance

The City shall maintain the debt service fund balance at 25% of annual debt service requirements OR a fund balance reserve as required by bond ordinances, whichever is greater.

SUPPLEMENTAL AND CAPITAL REQUESTS

GENERAL FUND - ADOPTED

		*****EXPENDITURES*****			
		NON-			
<u>General Fund</u>	<u>DEPARTMENT</u>	<u>REVENUES</u>	<u>RECURRING</u>	<u>RECURRING</u>	<u>TOTAL</u>
1	Salary Adjustment (2.5% COLA)		70,415		70,415
2	Employee Longevity		20,820		20,820
3	Annexation - Professional Services			17,000	17,000
4	Pumper Fire Truck - 1500gpm pump; 4 person cab	370,000		370,000	370,000
	Annual Financing (6%)		85,838		85,838
5	Fire Captain (1)		62,348		62,348
6	Library Fire Alarm Replacement			9,000	9,000
7	City Hall Fire Alarm Panel Re-program			1,000	1,000
8	City Hall Security Camera			5,200	5,200
9	Police Patrol Vehicle Replacement (2)		76,000		76,000
10	Deputy Court Clerk - F/T		21,720		21,720
11	Street Materials		35,000	100,000	135,000
12	Pool Demolition			17,863	17,863
13	Tree Trimming Services		3,000		3,000
14	Facility Maintenance -Streets		3,000		3,000
15	Library ELS Certification		15,000		15,000
16	Library Facility Maintenance			13,500	13,500
17	Fire Station #2 Roof Repairs			8,500	8,500
18	Police Server			11,000	11,000
TOTAL GENERAL FUND		370,000	393,141	553,063	946,204

GENERAL FUND - NON-PROPOSED / UNFUNDED

		*****EXPENDITURES*****			
		NON-			
<u>General Fund</u>	<u>DEPARTMENT</u>	<u>REVENUES</u>	<u>RECURRING</u>	<u>RECURRING</u>	<u>TOTAL</u>
12	Capital Funding for Swimming Pool Reconstruction	12,000		123,410	123,410
19	Police Patrol Vehicle Replacement (2)			76,000	76,000
20	Fire Captain (1)		62,348		62,348
21	Vehicle Safety Light Bars			1,000	1,000
22	Capital Funding for Splash Pad			150,000	150,000
23	Laborer - F/T (2)		47,327		47,327
24	Learning Materials - Lego WeDo			1,400	1,400
25	Librarian P/T		17,667		17,667
26	Laserfich		11,140	41,101	52,241
27	Learning Materials - AIO Touch Screen (2 Sets)			7,880	7,880
28	Reciept Printers (2)			600	600
29	Wet/Dry Vacuum			750	750
30	Baby Changing Stations (2)			640	640
31	Tractor			37,131	37,131
32	Sweeper			132,050	132,050
33	Street Materials		15,000		15,000
34	Public Works Security Camera			12,200	12,200
35	Work Station (2)				3,000
36	Garage Lift			45,000	45,000
TOTAL GENERAL FUND		12,000	153,482	629,162	785,644

SUPPLEMENTAL AND CAPITAL REQUESTS

WATER & SEWER FUND - ADOPTED

		*****EXPENDITURES*****		
		NON-		
<u>DEPARTMENT</u>	<u>REVENUES</u>	<u>RECURRING</u>	<u>RECURRING</u>	<u>TOTAL</u>
<u>Water/Sewer Fund</u>				
1	Salary Adjustment (2.5% COLA)	All	17,579	17,579
2	Employee Longevity	All	3,826	3,826
3	Crew Worker I - F/T (2)	Production	91,785	91,785
4	Overtime	Sewer	12,000	12,000
5	Chlorinator Maintenance	Production	5,000	5,000
6	Chlorinator Maintenance	Sewer	1,100	1,100
7	Tank Inspection	Production	3,500	3,500
8	Sludge Removal	Sewer	10,000	10,000
9	Training and Certification	Production	2,100	2,100
10	Clarifier Modificatins	Sewer	45,000	45,000
TOTAL WATER/SEWER FUND			143,390	48,500
			191,890	191,890

SUPPLEMENTAL AND CAPITAL REQUESTS

WATER & SEWER CAPITAL EQUIPMENT FUND - ADOPTED

		*****EXPENDITURES*****			
		NON-			
<u>DEPARTMENT</u>	<u>REVENUES</u>	<u>RECURRING</u>	<u>RECURRING</u>	<u>TOTAL</u>	
<u>Water/Sewer Capital Equipment Fund</u>					
1 Sewer Pump			45,000	45,000	
2 Backhoe Refurbishment			31,000	31,000	
3 Vacuum / Jet Truck	240,000		240,000	240,000	
Annual Financing (6%)		55,678		55,678	
4 Gradall			280,000	280,000	
Annual Financing (6%)		64,958		64,958	
TOTAL WATER/SEWER CAPITAL EQUIPMENT FUND	520,000	120,637	596,000	716,637	

WATER & SEWER CAPITAL EQUIPMENT FUND - NON-PROPOSED / UNFUNDED

		*****EXPENDITURES*****			
		NON-			
<u>DEPARTMENT</u>	<u>REVENUES</u>	<u>RECURRING</u>	<u>RECURRING</u>	<u>TOTAL</u>	
<u>Water/Sewer Capital Equipment Fund</u>					
5 Portable Belt Press			250,000	250,000	
TOTAL WATER/SEWER CAPITAL EQUIPMENT FUND		-	250,000	250,000	

SUPPLEMENTAL AND CAPITAL REQUESTS

HOTEL / MOTEL FUND - ADOPTED

		*****EXPENDITURES*****		
		NON-		
<u>DEPARTMENT</u>	<u>REVENUES</u>	<u>RECURRING</u>	<u>RECURRING</u>	<u>TOTAL</u>
<u>Hotel/Motel Fund</u>				
1	Salary Adjustment (2.5% COLA)	CVB	1,294	1,294
1	HVAC System Upgrade/Maintenance	CVB	16,000	16,000
2	Civic Center Interior Painting	CVB	12,000	12,000
3	Advertising Increase/Promotion	CVB	5,000	5,000
4	Civic Center CIP Improvements	CVB	15,000	15,000
TOTAL HOTEL/MOTEL FUND			22,294	49,294

SUPPLEMENTAL AND CAPITAL REQUESTS

SPECIAL REVENUE FUND - ADOPTED

		*****EXPENDITURES*****		
		NON-		
<u>DEPARTMENT</u>	<u>REVENUES</u>	<u>RECURRING</u>	<u>RECURRING</u>	<u>TOTAL</u>
<u>Special Revenue Fund</u>				
1	Police Patrol Vehicle #1	RLC	38,000	38,000
1	Coban System #1	RLC	8,000	8,000
2	Vehicle/Equipment/Material	RLC	1,087	1,087
3	Body Camera (13)	RLC	6,500	6,500
TOTAL SPECIAL REVENUE FUND			-	53,587

ECONOMIC DEVELOPMENT FUND - ADOPTED

		*****EXPENDITURES*****			
		NON-			
	<u>DEPARTMENT</u>	<u>REVENUES</u>	<u>RECURRING</u>	<u>RECURRING</u>	<u>TOTAL</u>
<u>Economic Development</u>					
1	Industrial Park Road Improvements			100,000	100,000
	Pipeline Easement	200,000			-
2	Industrial Park Sewer Line			179,840	179,840
		<hr/>		279,840	279,840
		200,000	-		

ECONOMIC DEVELOPMENT FUND - NON-PROPOSED / UNFUNDED

		*****EXPENDITURES*****			
		NON-			
	<u>DEPARTMENT</u>	<u>REVENUES</u>	<u>RECURRING</u>	<u>RECURRING</u>	<u>TOTAL</u>
<u>Economic Development</u>					
3	Restroom Facilities			70,000	70,000
4	Infield Groomer (EDC)			12,000	12,000
5	Downtown Improvements - Service Fees			\$24,000	24,000
6	Downtown Improvements Phase I			\$295,000	295,000
7	Swimming Pool Rehabilitation			123,410	123,410
8	Field Lights - Additional Softball Field			56,000	56,000
9	Field Lights - T-Ball Field			16,000	16,000
10	Playground Equipment			24,000	24,000
11	Pavillion Structure and FF&E			12,500	12,500
				<hr/>	
				-	632,910
					632,910

GENERAL FUND FISCAL YEAR 2016 ADOPTED BUDGET

SUMMARY

The General Fund, also known as Fund 100, provides the financing for all of the City of Cleveland's basic services except water and sewer, which is accounted for through the Water & Sewer Fund. The principal sources of revenue include property taxes, sales, franchise and other taxes, licenses and permits, use fees from charges for services, and court revenue from fines and forfeitures. Expenditures are comprised of several functional areas including City Council, Administration, Civic/Community, Municipal Court, Technology, Police, Animal Control, Development Services, Streets, Airport, Garage, Library, Cemetery/Parks, Sports Facility, Fire Department, and Emergency Management. Fire, Police, and Emergency Management provides all emergency services to the citizens of Cleveland and accounts for nearly half (48.6%) of total expenditures.

Fiscal Year 2014-2015:

For fiscal year 2015 revenues are expected to be \$6,410,097, \$290,535 greater than the amended budget, due to the higher than budgeted sales tax remittances and proceeds for the allowance of a pipeline easement traversing the airport property. Although overall revenue is higher than budgeted, licenses and permits, and use fees are lower than budgeted. The fiscal year 2015 maintained a conservative outlook on sales tax receipts, 3.9% lower than 2014 actuals. However, sales tax remittances are higher than last year, showing signs of growth in economic activity with a projection of \$2,505,454, \$174,171, or 7.5% higher than the amended budget. Franchise Fees of \$486,193 is \$1,807 less due to slightly lower expectations due to an accounting accrual from the prior year. License and Permit revenue of \$50,800 is lower than budget by \$21,400 and lower than fiscal year 2014 by \$43,107. This is mainly the result of the number and added value related to commercial permits in 2014. Use Fees total \$199,750 and are \$56,800 less than budget due to Stancil Park and Civic Center rental activity and closure of Campbell Park Pool. Other Revenue total \$267,685 and is expected to be higher than budget by \$76,435, mainly due to the proceeds from the pipeline easement.

Fiscal year 2015 expenditures total \$6,099,258 and are less than budget by \$89,467 (1.4%) mainly due to personnel savings from vacancies. Fund balance at 9/30/2015 is anticipated to be \$2,679,667, \$380,002, more than budgeted and \$1.15 million over a reserve requirement of 3 months. These funds can be used to fund non-recurring items in the fiscal year 2016 budget.

Fiscal Year 2015-2016:

Fiscal year 2016 revenues total \$6,702,513, which is \$292,416, or 4.6% higher than fiscal year 2015 projections and \$582,951, or 9.5% higher than the fiscal year 2015 budget. Excluding Non-Operating financing sources, revenues total \$5,902,513, \$39,838 less than projections. The budget does not incorporate an increase in sales tax receipts, which is related to the uncertainty in collection growth due to the regional job market in oil and gas. Increases are expected in property tax collection without an increase to the current property tax rate and the increase is directly related to higher values and new value. In addition, franchise fees increases by \$31,235 and over the fiscal year 2015 projection as does licenses and permits by \$13,900. Other revenue decreases by \$58,535 due to the sale of property in fiscal year 2015.

Expenditures total \$6,702,513, a \$603,255, increase from the 2015 projections and \$513,788 increase from the 2015 amended budget. Although the budget shows an increase from the prior year, the actual base budget is reduced to accommodate the following non-recurring items:

Pumper Fire Truck	\$370,000
Swimming Pool Demolition	17,863
Street Paving	100,000
Annexation	17,000
Library Facility Maintenance	13,500
Police Server	11,000
Library Fire Alarm Replacement	9,000
Fire Station #2 Roof Repairs	8,500
City Hall Security Camera	5,200
City Hall Fire Alarm Panel Re-program	1,000
	\$553,063

The budget includes the purchase of a Fire Pumper with a 1,500 gallon per minute pump or greater, 1,000 gallon water capacity, with a four person cab. Ladders will be included with the truck but hand tools, hose and SCBA will be stock on hand or purchased through the regular budget or billing once the program is started. The purchase of the Fire Pumper will help improve our ISO rating requiring the City to maintain a Ladder Truck, and 3 Pumpers. The Fire Pumper is the highest priority item listed in the CIP due to the age of the other apparatus.

Other major non-recurring items are street paving and swimming pool demolition. Code required electrical upgrades in order for the City to reopen the facility. No major repair to the facility has been done since the pool began operations in 1988. Due to the expense in maintaining the City pool and community survey results regarding the facility, Council agreed to use \$100,000 toward road improvements and forgo rehabilitation of the swimming pool.

Other non-recurring items include professional services for an annexation study currently being performed by Public Management, Library fire alarm replacement due to the age and safety requirements of the facility, replacement of the City Hall security camera, and City Hall fire alarm panel re-program for the security of the facility, replacement of Library HVAC, Fire Station #2 roof repairs and replacement of the Police IT server.

The budget includes recurring items to be incorporated in the succeeding budget years. Salaries and Benefits account for the largest portion of new recurring items with the addition of a full-time Fire Captain, and conversion of the Deputy Court Clerk. The addition of a full-time Fire Captain will help improve our ISO rating requiring the City to maintain the adequate level in staffing the City Fire Department. The Deputy Court Clerk conversion from part-time to full-time will proactively accommodate for improvement in court revenue and case processing. The part-time staff member has been allowed to work 40 hours a week due to the case load and staff supports the use of a full-time clerk over an addition of part-time due to the specialized knowledge required for court operations. Salaries and Benefits include a 2.5% cost of living adjustment and \$70,415 is distributed to the employees assigned to the General Fund.

Other recurring items include the purchase and programmed replacement of 2 police patrol vehicles, a five-year financing of the fire pumper truck, increase in street materials, Library ELS certification, tree trimming services, and an increase in the base budget for maintenance in the Streets Department.

Several of our police vehicles have over 100,000 miles as well as idle time that is standard operation for a patrol vehicle, but create additional wear on the vehicle that is not normally found in other typical vehicle uses. The goal is to include 2 police vehicles for replacement, as a recurring budget item, until the fleet has replaced all of its high mileage vehicles that are critical for emergency call-out.

Over the last five years the base budget for street material has been reduced. The department needs to improve the level of repairs and patching on the asphalt roads by increasing the amount and type of street materials used by the department. Goal of both council and the department is to improve the quality of the riding surface on our roads. Maintenance increase in the Streets Department is required to meet the cost of maintenance on the older facilities. By fixing the issues promptly and not causing expensive replacement in the future, the City we will meet the goal of improving overall expenditures. Tree trimming service is for hiring an outside professional vendor to remove dead trees from the City's right-of-ways and these services are to be utilized around power lines and other hazards. The drought a few years ago has left a number of trees vulnerable to disease and dangerous trees that perish in the right-of-ways are the responsibility of the City.

An additional \$15,000 has been included as recurring in the library budget in order to maintain certification requirements as a Texas public library. Certification is important to for the library to maintain, allowing eligibility to receive State and Federal grants.

Revenues and expenditures are balanced, with non-recurring expenditures totaling \$553,063, the General Fund is adequately funded in sustaining a balanced budget without reducing current services. Ending balance at 9/30/2016 is estimated to be \$2,679,667, which is over the three month reserve by \$1,004,039. The dollar amount over can be used to fund non-recurring expenditures.

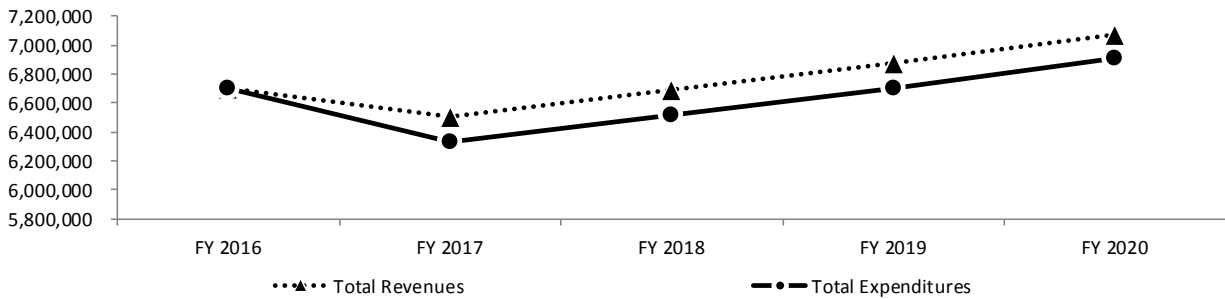
GENERAL FUND FISCAL YEAR 2016 ADOPTED BUDGET

FIVE YEAR PLAN

A five year plan is programmed for forecasting purposes only. It is projected that Fund 100 will maintain a balanced budget for fiscal years ending 2016 through 2020. The plan consists of maintaining or improving our current levels of services that are funded by the General Fund.

The following five year plan and chart is provided for planning purposes only, as the budget is adopted by the Council annually:

	FY 2016 ADOPTED	FY 2017 PROJECTED	FY 2018 PROJECTED	FY 2019 PROJECTED	FY 2020 PROJECTED
Total Revenues	6,702,513	6,509,588	6,691,976	6,879,835	7,073,330
Total Expenditures	6,702,513	6,325,645	6,512,839	6,705,649	6,904,243
Revenues Over Expenditures	0	183,943	179,137	174,186	169,087
Fund Balance - Beginning	2,679,667	2,863,610	3,226,691	3,580,014	3,923,287
Fund Balance - Ending	\$ 2,679,667	\$ 3,047,554	\$ 3,405,828	\$ 3,754,200	\$ 4,092,374
Reserve Requirement (25%)	1,675,628	1,581,411	1,628,210	1,676,412	1,726,061
Excess/(Deficit)	1,004,039	1,466,143	1,777,618	2,077,788	2,366,313



GENERAL FUND - 100
FISCAL YEAR 2016 ADOPTED BUDGET

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
Property Taxes	1,698,594	1,834,218	1,850,000	1,877,671
Sales Taxes	2,425,184	2,331,333	2,505,454	2,504,760
Franchise Taxes	529,300	488,000	486,193	517,428
Other Taxes	112,641	110,846	110,904	110,904
Licenses & Permits	80,759	72,200	50,800	64,700
Use Fees	233,776	256,550	199,750	202,250
Court Revenue	303,847	303,100	320,000	322,000
Police Revenue	2,395	3,750	2,618	3,200
Other Revenue	210,614	191,250	267,685	209,150
Interest	21,553	26,300	26,135	28,450
Grants	40,568	20,500	60,812	0
Emergency Services Revenue	69,766	50,000	62,000	62,000
Non-Operating	414,038	431,515	467,746	800,000
Total Revenues	\$6,143,036	\$6,119,562	\$6,410,097	\$6,702,513
City Council	28,981	32,075	30,442	32,335
Administration	704,725	899,519	878,724	819,366
Civic/Community	198,941	253,538	261,394	243,786
Municipal Court	132,054	167,018	168,468	187,431
Technology	258,249	365,179	332,467	343,579
Police	1,790,600	2,016,584	1,993,575	2,177,059
Animal Control	67,568	79,339	69,555	63,118
Development Services	189,512	228,111	216,576	218,898
Street Department	374,335	351,825	367,655	507,408
Airport Department	48,733	192,400	190,828	49,101
Garage Department	11,122	12,988	10,107	10,927
Library Department	282,893	331,835	332,525	367,034
Cemetery/Parks	343,159	408,777	410,323	412,904
Cleveland Sports Facility	85,443	129,204	116,104	102,820
Fire Department	709,980	695,430	651,591	1,066,130
Emergency Management	0	0	0	14,778
Lease Obligations	52,983	19,904	63,925	85,838
Grants - All Depts	2,410	4,999	4,999	0
Total Expenditures	\$5,281,687	\$6,188,725	\$6,099,258	\$6,702,513
Revenues Over Expenditures	861,349	(69,163)	310,839	0
Fund Balance - Beginning	1,507,479	2,368,828	2,368,828	2,679,667
Fund Balance - Ending	\$ 2,368,828	\$ 2,299,665	\$ 2,679,667	\$ 2,679,667
Reserve Requirement (25%)		1,547,181	1,524,815	1,675,628
Excess/(Deficit)		752,484	1,154,852	1,004,039

GENERAL FUND - 100
FISCAL YEAR 2016 ADOPTED BUDGET

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
REVENUES:				
<u>PROPERTY TAXES</u>				
100-4000-01-0801 CURRENT TAXES	1,509,338	1,684,218	1,660,000	1,690,671
100-4000-01-0802 DELINQUENT TAXES	113,365	90,000	117,000	112,000
100-4000-01-0803 P & I/ATTORNEY FEES	75,891	60,000	73,000	75,000
TOTAL PROPERTY TAXES	1,698,594	1,834,218	1,850,000	1,877,671
<u>SALES TAXES</u>				
100-4000-02-0807 SALES TAX	2,944,772	2,800,000	3,024,000	3,024,000
100-4000-02-0808 EDC TRANSFERS	(521,373)	(466,667)	(504,000)	(504,000)
100-4000-02-0808.N.CLEVELAND AGREEMENT	(26,846)	(22,000)	(30,240)	(30,240)
100-4000-02-0809 MIXED BEVERAGE TAX	28,631	20,000	15,694	15,000
TOTAL SALES TAXES	2,425,184	2,331,333	2,505,454	2,504,760
<u>FRANCHISE TAXES</u>				
100-4000-03-0811 ENTERGY	361,729	335,000	305,000	335,000
100-4000-03-0812 TELECOMMUNICATIONS	20,068	22,000	20,670	22,000
100-4000-03-0813 NEW WAVE (WAS CMA CABLE)	17,933	11,000	16,136	16,000
100-4000-03-0814 CENTERPOINT ENTEX	35,001	35,000	37,959	38,000
100-4000-03-0815 WASTE MGMT FRANCHISE FEE	30,744	30,000	30,900	30,900
100-4000-03-8016 STREET FEE FOR PAVING	63,825	55,000	75,528	75,528
TOTAL FRANCHISE TAXES	529,300	488,000	486,193	517,428
<u>OTHER TAXES</u>				
100-4000-04-0815 GEO SOURCE	108,246	108,246	108,246	108,246
100-4000-04-0816 HOUSING AUTHORITY	4,395	2,600	2,658	2,658
TOTAL OTHER TAXES	112,641	110,846	110,904	110,904
<u>LICENSES & PERMITS</u>				
100-4000-05-0822 OCCUPATIONAL LICENSE	540	2,000	2,300	2,300
100-4000-05-0823 ELECT. PERMITS/INSPECTIONS	6,760	8,000	5,500	6,000
100-4000-05-0824 BUILDING PERMITS	60,001	50,000	33,000	45,000
100-4000-05-0825 PLUMBING/GAS PERMITS	11,552	11,000	9,000	10,000
100-4000-05-0826 ZONING/BOA FEES	1,350	700	600	800
100-4000-05-0865 LIBRARY CARDS	551	500	400	600
100-4000-05-0895 OVER / (SHORT)	4	0	0	0
TOTAL LICENSES & PERMITS	80,759	72,200	50,800	64,700

GENERAL FUND - 100
FISCAL YEAR 2016 ADOPTED BUDGET

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
<u>USE FEES</u>				
100-4000-06-0859 CIVIC CENTER DANCE FLOOR	2,112	1,500	1,700	2,200
100-4000-06-0860 CIVIC CENTER-ROOM RENTAL	62,672	75,000	60,000	60,000
100-4000-06-0860.CIVIC CENTER TICKET SALES	6,038	5,000	0	0
100-4000-06-0861 FORFEITED DEPOSITS-CIVIC CENTE	2,044	1,000	1,400	1,400
100-4000-06-0862 CEMETERY INCOME	20,493	22,000	24,000	24,000
100-4000-06-0863 CAMPBELL PARK(POOL)	13,054	15,000	0	0
100-4000-06-0864 LIBRARY SERVICES/FEES	8,328	8,000	8,800	8,800
100-4000-06-0865 STANCIL PARK	21,857	20,000	18,000	20,000
100-4000-06-0866 EDC - REIMB. SPORTS PARK MAINT	86,436	100,000	75,000	75,000
100-4000-06-0890 LOST/DAMAGED CHARGES	37	50	350	350
100-4000-06-0891 LIBRARY TRM COPIES	10,705	9,000	10,500	10,500
TOTAL USE FEES	233,776	256,550	199,750	202,250
<u>COURT REVENUE</u>				
100-4000-07-0880 RECAPTURE OF JURY COSTS	58	100	0	0
100-4000-07-0881 TRAFFIC/CRIMINAL FEES	223,076	225,000	250,000	250,000
100-4000-07-0882 WARRANT OFFICER INCOME	50,378	45,000	60,000	60,000
100-4000-07-0883 COURT SHORT/OVER	2	0	0	0
100-4000-07-0884 COURT SERV FEES-STATE	6,250	15,000	0	0
100-4000-07-0887 JUVENILE FAILURE TO ATTEND	24,083	18,000	10,000	12,000
TOTAL COURT REVENUE	303,847	303,100	320,000	322,000
<u>POLICE REVENUE</u>				
100-4000-08-0887 POLICE MISC.INCOME	1,292	1,500	1,500	1,500
100-4000-08-0887 ANIMAL CONTROL FEES	903	2,000	800	1,500
100-4000-08-0887 QUARANTINE FEES	200	250	0	200
100-4000-08-0887 POLICE DONATIONS	0	0	318	0
TOTAL POLICE REVENUE	2,395	3,750	2,618	3,200
<u>OTHER REVENUE</u>				
100-4000-09-0816 FIRE DEPARTMENT DONATIONS	698	0	0	0
100-4000-09-0822 DRILLING-NEW CENTURY EXPLOR.	15,819	15,000	0	15,000
100-4000-09-0850 PROCEEDS FROM INSURANCE	32,749	20,000	30,000	22,500
100-4000-09-0861 AIRPORT	103,060	106,000	106,000	107,000
100-4000-09-0864 CHILDREN'S PROGRAMS	1,324	1,000	1,000	1,000
100-4000-09-0866 LIBRARY MEMORIAL DONATIONS	115	50	1,200	1,000
100-4000-09-0867 LIBRARY MISC DONATION	223	200	150	150
100-4000-09-0872 REIMB FOR CIVIC CTR EXP (HOT\$)	30,000	30,000	30,000	30,000
100-4000-09-0887 DEMOLITION/CLEANUP REIMBURSE.	3,502	3,500	0	0
100-4000-09-0895 MISCELLANEOUS	9,161	15,000	20,000	22,000
100-4000-09-0898 VENDING MACHINES	463	500	335	500
100-4000-09-0899 SALE OF ASSETS	13,500	0	79,000	10,000
TOTAL OTHER REVENUE	210,614	191,250	267,685	209,150

GENERAL FUND - 100
FISCAL YEAR 2016 ADOPTED BUDGET

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
<u>INTEREST</u>				
100-4000-10-0894 INTEREST	16,571	17,000	21,000	23,000
100-4000-10-0900 CREDIT CARD FEES - COURT	3,634	5,000	4,200	4,200
100-4000-10-0900 CREDIT CARD FEES - DEV SERV	660	3,500	310	500
100-4000-10-0900 CREDIT CARD FEES - CIVIC CTR	189	200	175	250
100-4000-10-0900 CREDIT CARD FEES - LIB	501	600	450	500
TOTAL INTEREST	21,553	26,300	26,135	28,450
<u>GRANTS</u>				
100-4000-13-0100 EMPG-0400 GRANT	28,297	0	31,396	0
100-4000-13-0200 HGAC - TRASH OFF GRANT	0	0	0	0
100-4000-13-0890 GRANT PROCEEDS-POLICE	0	0	0	0
100-4000-13-0892 AIRPORT GRANT & R.A.M.P.	9,457	20,500	20,500	0
100-4000-13-0901 LIBRARY GRANTS	2,366	0	5,740	0
100-4000-13-0904 FIRE - TEXAS FORESTRY SERVICE	448	0	0	0
100-4000-13-0906 ANTI TERRORISM GRANT-2012	0	0	0	0
100-4000-13-0907 GLO FEMA GRANT DRS220028	0	0	3,176	0
TOTAL GRANTS	40,568	20,500	60,812	0
<u>EMERGENCY SERVICES REVENUE</u>				
100-4000-14-0872 LIBERTY CO SUBSIDY	0	0	0	0
100-4000-14-0880 LIBERTY COUNTY FIRE RUNS	62,750	50,000	62,000	62,000
100-4000-14-0885 ACUTE MEDICAL UTILITIES/SERVIC	7,000	0	0	0
100-4000-14-0890 EMS COLLECTED REVENUE	25	0	0	0
100-4000-14-0895 BILLING & COLLECTION FEE	(9)	0	0	0
TOTAL EMS REVENUE	69,766	50,000	62,000	62,000
<u>NON-OPERATING</u>				
100-4000-99-0900 TRANSFERS IN	436,734	431,515	431,515	430,000
100-4000-99-0907 OTHER FINANCING SOURCES	(22,695)	0	36,231	370,000
TOTAL NON-OPERATING	414,038	431,515	467,746	800,000
TOTAL REVENUES	\$6,143,036	\$6,119,562	\$6,410,097	\$6,702,513

**GENERAL FUND - 100
FISCAL YEAR 2016 ADOPTED BUDGET**

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
EXPENDITURES:				
<u>CITY COUNCIL</u>				
<u>SALARIES & BENEFITS</u>				
100-5110-01-1010 SALARIES	2,100	2,100	2,100	2,460
TOTAL SALARIES & BENEFITS	2,100	2,100	2,100	2,460
<u>PROFESSIONAL SERVICES</u>				
100-5110-02-2090 OTHER PROFESS.SERVICES	6,990	10,500	10,500	10,500
100-5110-02-2095 PUBLIC OFFICIAL BOND	575	575	575	575
TOTAL PROFESSIONAL SERVICES	7,565	11,075	11,075	11,075
<u>OTHER SERVICES</u>				
100-5110-04-2720 ADVERTISING	3,602	6,000	6,000	6,000
100-5110-04-2750 DUES & MEMBERSHIP	0	600	307	500
100-5110-04-2830 SEMINARS & SCHOOLS	5,244	4,000	2,160	4,000
TOTAL OTHER SERVICES	8,846	10,600	8,467	10,500
<u>SUPPLIES</u>				
100-5110-05-3030 MEETING EXPENSES	310	300	300	300
100-5110-05-3100 OTHER OPERATING SUPPLIES	779	1,500	1,500	1,500
TOTAL SUPPLIES	1,090	1,800	1,800	1,800
<u>OTHER EXPENDITURES</u>				
100-5110-06-5060 ELECTION EXPENSES	8,460	6,500	7,000	6,500
100-5110-06-5070 COUNCIL EQUIPMENT	920	0	0	0
TOTAL OTHER EXPENDITURES	9,380	6,500	7,000	6,500
TOTAL CITY COUNCIL	\$28,981	\$32,075	\$30,442	\$32,335

GENERAL FUND - 100
FISCAL YEAR 2016 ADOPTED BUDGET

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
<u>ADMINISTRATION</u>				
<u>SALARIES & BENEFITS</u>				
100-5112-01-1010 SALARIES	305,241	356,054	356,054	303,110
100-5112-01-1011 OVERTIME	3,485	1,500	1,500	1,500
100-5112-01-1015 CAR ALLOW.	4,262	5,000	5,000	5,000
100-5112-01-1020 GROUP INSURANCE	36,870	63,197	63,197	43,777
100-5112-01-1030 SOCIAL SECURITY CONTRIB	23,774	27,735	27,735	23,685
100-5112-01-1040 RETIREMENT CONTRIB.	30,385	37,880	37,880	29,045
100-5112-01-1050 UNEMPLOYMENT COMP	1,257	1,409	1,409	1,202
100-5112-01-1060 WORKERS' COMPENSATION	967	1,678	1,678	1,406
100-5112-01-1080 MEDICAL EXAMS	50	200	200	0
TOTAL SALARIES & BENEFITS	406,290	494,653	494,653	408,724
<u>PROFESSIONAL SERVICES</u>				
100-5112-02-2010 LEGAL/GENERAL	63,401	70,000	52,053	60,000
100-5112-02-2040 ACCOUNTING/AUDIT	28,200	37,400	37,400	37,400
100-5112-02-2060 GRANT ADMINISTRATOR	1,200	1,200	1,200	1,200
100-5112-02-2070 HEALTH DEPT. RETAINER	900	900	900	900
100-5112-02-2075 ADP PROCESSING FEES	0	29,000	26,212	27,000
100-5112-02-2089 AMBULANCE CONTRACT	0	59,000	50,000	50,000
100-5112-02-2090 OTHER PROFESS.SERVICES	26,044	10,000	20,881	38,000
TOTAL PROFESSIONAL SERVICES	119,745	207,500	188,646	214,500
<u>PROPERTY SERVICES</u>				
100-5112-03-2220 ELECTRICITY	14,343	13,000	13,000	13,260
100-5112-03-2430 FACILITIES MAINTENANCE	23,519	25,000	25,000	25,000
TOTAL PROPERTY SERVICES	37,863	38,000	38,000	38,260
<u>OTHER SERVICES</u>				
100-5112-04-2115 SENIOR CITIZENS GAS/REPAIR	5,000	5,000	5,000	5,000
100-5112-04-2130 BRAZOS TRANSIT	12,258	14,700	14,712	14,712
100-5112-04-2420 EQUIPMENT REPAIR	0	300	125	300
100-5112-04-2700 PROPERTY INSURANCE	4,790	9,000	8,014	8,100
100-5112-04-2720 ADVERTISING	0	1,000	1,000	1,000
100-5112-04-2730 PRINTING & BINDING	0	500	500	750
100-5112-04-2750 DUES & MEMBERSHIP	5,446	3,500	3,500	3,500
100-5112-04-2770 LIBERTY CTY TAX ASSESSOR	1,565	1,565	1,569	1,686
100-5112-04-2780 LIBERTY CTY APPRAISAL	66,791	70,847	68,136	70,380
100-5112-04-2830 SEMINARS & SCHOOLS	12,034	10,000	10,000	10,000
TOTAL OTHER SERVICES	107,884	116,412	112,556	115,428

GENERAL FUND - 100
FISCAL YEAR 2016 ADOPTED BUDGET

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
<u>SUPPLIES</u>				
100-5112-05-3010 OFFICE	5,661	6,500	4,688	6,000
100-5112-05-3020 BOOKS & PERIODICALS	189	750	750	750
100-5112-05-3030 EMPLOYEE RELATIONS	3,903	4,000	4,000	4,000
100-5112-05-3100 OTHER OPERATING SUPPLIES	4,358	7,500	12,291	7,500
100-5112-05-3110 COPIER LEASE	1,828	4,704	4,704	4,804
100-5112-05-3115 JANITORIAL SUPPLIES	1,231	1,000	1,263	1,300
100-5112-05-3130 POSTAGE	2,498	4,000	3,547	3,600
TOTAL SUPPLIES	19,669	28,454	31,243	27,954
<u>OTHER EXPENDITURES</u>				
100-5112-06-5060 FURNITURE/FIXTURES	778	1,500	625	1,500
100-5112-06-5065 COMPUTER EQUIPMENT/SOFTWARE	2,000	0	0	0
100-5112-06-5070 OFFICE EQUIPMENT	0	500	500	500
100-5112-06-5095 CONTINGENCY	0	12,500	12,500	12,500
100-5112-06-9999 WRITE-OFFS (NSF, A/R)	10,497	0	0	0
TOTAL OTHER EXPENDITURES	13,275	14,500	13,625	14,500
 TOTAL ADMINISTRATION	 \$704,725	 \$899,519	 \$878,724	 \$819,366

GENERAL FUND - 100
FISCAL YEAR 2016 ADOPTED BUDGET

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
<u>CIVIC/COMMUNITY</u>				
<u>SALARIES & BENEFITS</u>				
100-5113-01-1010 SALARIES	88,790	108,839	108,839	108,144
100-5113-01-1011 OVERTIME	1,995	2,000	2,000	2,000
100-5113-01-1015 AUTO ALLOWANCE	1,194	1,775	1,775	0
100-5113-01-1020 GROUP INSURANCE	12,100	30,534	30,534	22,333
100-5113-01-1030 SOCIAL SECURITY CONTRIB	6,985	8,615	8,615	8,426
100-5113-01-1040 RETIREMENT CONTRIB	6,276	12,134	12,134	11,158
100-5113-01-1050 UNEMPLOYMENT CONTRIB	894	805	805	805
100-5113-01-1060 WORKERS' COMP	1,131	2,036	2,036	2,200
100-5113-01-1080 MEDICAL EXAMS	269	0	55	0
TOTAL SALARIES & BENEFITS	119,635	166,738	166,793	155,066
<u>PROFESSIONAL SERVICES</u>				
100-5113-02-2090 OTHER PROFESSIONAL SERVICES	0	2,000	500	1,000
TOTAL PROFESSIONAL SERVICES	0	2,000	500	1,000
<u>PROPERTY SERVICES</u>				
100-5113-03-2220 ELECTRICITY	37,118	31,000	38,000	38,000
100-5113-03-2410 MOTOR VEHICLE REPAIR	257	300	520	520
100-5113-03-2430 FACILITIES MAINTENANCE	13,133	11,400	24,059	12,000
TOTAL PROPERTY SERVICES	50,507	42,700	62,579	50,520
<u>OTHER SERVICES</u>				
100-5113-04-2110 MARKETING/PROMOTION	2,180	6,000	3,000	6,000
100-5113-04-2700 PROPERTY INSURANCE	6,421	7,600	6,720	6,800
100-5113-04-2750 DUES/MEMBERSHIPS	293	600	600	600
100-5113-04-2830 SEMINARS/SCHOOLS	712	1,500	852	1,500
100-5113-04-9900 CREDIT CARD FEES	610	700	800	900
TOTAL OTHER SERVICES	10,216	16,400	11,972	15,800
<u>SUPPLIES</u>				
100-5113-05-3010 OFFICE SUPPLIES	2,450	4,000	4,000	4,000
100-5113-05-3020 PERIODICALS/MAGAZINES	0	50	0	0
100-5113-05-3030 EMPLOYEE RELATIONS	225	300	300	450
100-5113-05-3040 GASOLINE/DIESEL	0	750	0	0
100-5113-05-3050 OIL/LUBE	0	150	0	0
100-5113-05-3100 OTHER OPERATING SUPPLIES	4,404	4,000	4,000	4,000
100-5113-05-3110 COPIER LEASE	2,913	4,200	4,500	4,500
100-5113-05-3115 JANITORIAL SUPPLIES	3,250	4,000	3,000	3,200
100-5113-05-3120 UNIFORMS	346	750	500	500
100-5113-05-3130 POSTAGE	153	500	250	250
TOTAL SUPPLIES	13,741	18,700	16,550	16,900

GENERAL FUND - 100
FISCAL YEAR 2016 ADOPTED BUDGET

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
<u>OTHER EXPENDITURES</u>	0	0	0	0
100-5113-06-5060 FURNITURE/FIXTURES	1,984	0	0	0
100-5113-06-5065 COMPUTER EQUIPMENT/SOFTWARE	1,750	0	0	0
100-5113-06-5070 OFFICE EQUIPMENT	67	2,000	500	1,000
100-5113-06-5090 EVENTS	1,041	5,000	2,500	3,500
TOTAL OTHER EXPENDITURES	4,842	7,000	3,000	4,500
TOTAL CIVIC/COMMUNITY	\$198,941	\$253,538	\$261,394	\$243,786

GENERAL FUND - 100
FISCAL YEAR 2016 ADOPTED BUDGET

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
<u>MUNICIPAL COURT</u>				
<u>SALARIES & BENEFITS</u>				
100-5114-01-1010 SALARIES	71,214	91,418	91,418	104,512
100-5114-01-1011 OVERTIME	2,324	5,000	5,000	5,000
100-5114-01-1020 GROUP INSURANCE	13,941	23,374	23,374	26,165
100-5114-01-1030 SOCIAL SECURITY CONTRIB	5,626	7,376	7,376	8,378
100-5114-01-1040 RETIREMENT CONTRIB.	3,871	7,560	7,560	8,238
100-5114-01-1050 UNEMPLOYMENT COMP	688	679	679	679
100-5114-01-1060 WORKERS' COMPENSATION	207	411	411	459
100-5114-01-1080 MEDICAL EXAMS	314	150	0	0
TOTAL SALARIES & BENEFITS	98,184	135,968	135,818	153,431
<u>PROFESSIONAL SERVICES</u>				
100-5114-02-2090 OTHER PROFESS.SERVICES	0	0	0	0
100-5114-02-2120 LEGAL - COURT SERVICES	6,500	6,000	6,000	6,500
100-5114-02-2180 INMATE EXPENSES	15,394	10,000	10,000	10,000
TOTAL PROFESSIONAL SERVICES	21,894	16,000	16,000	16,500
<u>PROPERTY SERVICES</u>				
100-5114-03-2430 FACILITIES MAINTENANCE	496	500	700	600
TOTAL PROPERTY SERVICES	496	500	700	600
<u>OTHER SERVICES</u>				
100-5114-04-2700 PROPERTY INSURANCE	1,903	2,200	2,000	2,000
100-5114-04-2720 ADVERTISING	0	250	0	300
100-5114-04-2730 PRINTING & BINDING	695	1,000	1,200	1,200
100-5114-04-2750 DUES & MEMBERSHIP	135	500	350	350
100-5114-04-2800 JURY COSTS	59	500	500	500
100-5114-04-2830 SEMINARS & SCHOOLS	1,321	3,000	2,500	2,750
100-5114-04-9900 CREDIT CARD FEES	3,196	5,000	4,000	4,200
TOTAL OTHER SERVICES	7,310	12,450	10,550	11,300
<u>SUPPLIES</u>				
100-5114-05-3010 OFFICE	1,236	0	2,000	2,000
100-5114-05-3020 BOOKS & PERIODICALS	36	200	200	200
100-5114-05-3030 EMPLOYEE RELATIONS	200	400	200	400
100-5114-05-3100 OTHER OPERATING SUPPLIES	1,350	0	500	500
100-5114-05-3130 POSTAGE	1,347	1,500	2,500	2,500
TOTAL SUPPLIES	4,170	2,100	5,400	5,600

**GENERAL FUND - 100
FISCAL YEAR 2016 ADOPTED BUDGET**

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
<u>OTHER EXPENDITURES</u>				
100-5114-06-5060 FURNITURE/FIXTURES	0	0	0	0
TOTAL OTHER EXPENDITURES	0	0	0	0
TOTAL MUNICIPAL COURT	\$132,054	\$167,018	\$168,468	\$187,431

GENERAL FUND - 100
FISCAL YEAR 2016 ADOPTED BUDGET

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
<u>TECHNOLOGY</u>				
<u>PROFESSIONAL SERVICES</u>				
100-5115-02-2090 NSD - CONTRACT SERVICES	92,893	45,108	45,108	45,108
100-5115-02-2112 SOFTWARE LICENSES ADMIN	21,816	69,000	69,000	69,000
100-5115-02-2113 SOFTWARE LICENSES CIVIC CENTER	9,176	1,000	1,000	1,000
100-5115-02-2120 SOFTWARE LICENSES POLICE	1,713	49,000	49,000	49,000
100-5115-02-2123 DEVELOPMENT SERVICES DEV.SERV.	1,110	11,998	11,998	11,998
100-5115-02-2130 SOFTWARE LICENSES STREET	18,491	2,300	2,300	2,300
100-5115-02-2160 SOFTWARE LICENSES LIBRARY	1,584	20,244	20,244	20,244
100-5115-02-2170 SOFTWARE LICENSES FIRE	12,445	2,014	2,014	2,014
100-5115-02-2310 SOFTWARE LICENSES WATER ADMIN	0	13,515	13,515	13,515
TOTAL PROFESSIONAL SERVICES	159,227	214,179	214,179	214,179
<u>OTHER SERVICES</u>				
100-5115-04-2310 TELEPHONE/INTERNET WATER ADM	4,492	4,000	5,136	5,200
100-5115-04-2330 TELEPHONE/INTERNET WATER PROD.	6,494	6,000	7,776	7,800
100-5115-04-2350 TELEPHONE/INTERNET SEWER	2,837	3,000	3,552	3,600
100-5115-04-2712 TELEPHONE/INTERNET ADMIN	8,266	18,000	8,784	9,000
100-5115-04-2713 TELEPHONE/INTERNET CIVIC CENT	2,897	4,500	2,976	3,100
100-5115-04-2714 TELEPHONE/INTERNET COURT	194	3,500	2,016	2,100
100-5115-04-2720 TELEPHONE/INTERNET POLICE	14,140	21,000	32,280	33,000
100-5115-04-2722 TELEPHONE/INTERNET ANIMAL CONT	612	2,000	624	650
100-5115-04-2723 TELEPHONE/INTERNET DEVELOP	3,702	5,500	3,612	3,750
100-5115-04-2730 TELEPHONE/INTERNET STREET	4,904	6,000	5,436	5,500
100-5115-04-2740 TELEPHONE/INTERNET GARAGE	364	700	384	400
100-5115-04-2760 TELEPHONE/INTERNET LIBRARY	5,465	8,300	6,084	6,200
100-5115-04-2761 TELEPHONE/INTERNET PARKS	1,054	1,500	1,344	1,400
100-5115-04-2770 TELEPHONE/INTERNET FIRE	6,374	12,000	5,784	5,800
TOTAL OTHER SERVICES	61,795	96,000	85,788	87,500
<u>SUPPLIES</u>				
100-5115-05-3010 OFFICE SUPPLIES	0	0	0	0
100-5115-05-3100 OTHER OPERATING SUPPLIES	0	1,400	0	1,200
TOTAL SUPPLIES	0	1,400	0	1,200
<u>OTHER EXPENDITURES</u>				
100-5115-06-5065 COMPUTER EQUIPMENT/SOFTWARE	0	0	0	5,200
100-5115-06-5123 SUPPLIES DEV.SERV.	1,844	2,000	1,800	1,800
100-5115-06-5160 SUPPLIES-LIBRARY	1,086	1,500	1,500	1,500
100-5115-06-5212 SUPPLIES/ADMIN	18,207	27,000	12,000	15,000
100-5115-06-5213 SUPPLIES CIVIC CENTER	3,872	4,500	4,000	4,000
100-5115-06-5214 COMPUTER SUPPLIES COURT	1,700	1,700	1,200	1,200
100-5115-06-5215 SUPPLIES TECHNOLOGY	1,500	1,500	1,000	1,000
100-5115-06-5220 SUPPLIES POLICE	4,467	7,000	4,500	4,500
100-5115-06-5222 SUPPLIES ANIMAL CONTROL	0	500	500	500
100-5115-06-5230 SUPPLIES STREET	1,223	2,200	1,500	1,500

GENERAL FUND - 100
FISCAL YEAR 2016 ADOPTED BUDGET

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
100-5115-06-5270 COMPUTER SUPPLIES FIRE	10	1,700	1,000	1,000
100-5115-06-5310 SUPPLIES WATER ADMIN	3,317	4,000	3,500	3,500
TOTAL OTHER EXPENDITURES	37,227	53,600	32,500	40,700
TOTAL TECHNOLOGY	\$258,249	\$365,179	\$332,467	\$343,579

GENERAL FUND - 100
FISCAL YEAR 2016 ADOPTED BUDGET

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
<u>POLICE</u>				
<u>SALARIES & BENEFITS</u>				
100-5120-01-1010 SALARIES	1,024,160	1,121,717	1,121,717	1,173,545
100-5120-01-1011 OVERTIME	75,116	45,000	45,000	70,000
100-5120-01-1020 GROUP INSURANCE	274,669	369,719	369,719	360,085
100-5120-01-1030 SOCIAL SECURITY CONTRIB	80,064	89,254	89,254	95,131
100-5120-01-1040 RETIREMENT CONTRIB.	109,123	125,795	125,795	124,818
100-5120-01-1050 UNEMPLOYMENT COMP	6,654	6,417	6,417	6,417
100-5120-01-1060 WORKERS' COMPENSATION	19,329	32,123	32,123	34,973
100-5120-01-1080 MEDICAL EXAMS	1,320	1,029	0	0
TOTAL SALARIES & BENEFITS	1,590,435	1,791,054	1,790,025	1,864,969
<u>PROFESSIONAL SERVICES</u>				
100-5120-02-2090 OTHER PROFESS.SERVICES	820	5,000	2,500	4,000
100-5120-02-2100 MOBILE DATA SERVICE	10,266	9,750	11,600	11,600
100-5120-02-2180 INMATE EXPENSES	5,853	6,000	6,400	6,500
TOTAL PROFESSIONAL SERVICES	16,939	20,750	20,500	22,100
<u>PROPERTY SERVICES</u>				
100-5120-03-2210 NATURAL GAS	1,581	2,000	1,500	1,750
100-5120-03-2220 ELECTRICITY	17,240	17,000	16,800	17,640
100-5120-03-2410 MOTOR VEHICLE REPAIR	13,173	15,000	16,000	16,000
100-5120-03-2420 EQUIPMENT REPAIR	0	2,000	400	2,000
100-5120-03-2430 FACILITIES MAINTENANCE	20,856	20,000	25,000	25,000
TOTAL PROPERTY SERVICES	52,850	56,000	59,700	62,390
<u>OTHER SERVICES</u>				
100-5120-04-2700 PROPERTY INSURANCE	20,071	23,000	21,600	21,600
100-5120-04-2720 ADVERTISING	208	1,800	500	500
100-5120-04-2730 PRINTING & BINDING	60	180	0	0
100-5120-04-2750 DUES & MEMBERSHIP	630	900	900	900
100-5120-04-2830 SEMINARS & SCHOOLS	6,042	11,000	11,000	11,000
TOTAL OTHER SERVICES	27,011	36,880	34,000	34,000
<u>SUPPLIES</u>				
100-5120-05-3010 OFFICE	5,642	7,000	7,000	7,000
100-5120-05-3020 BOOKS & PERIODICALS	0	0	0	0
100-5120-05-3030 EMPLOYEE RELATIONS	2,650	3,200	2,850	3,200
100-5120-05-3040 GAS/DIESEL	67,399	74,000	55,000	70,000
100-5120-05-3050 OIL/LUBE	1,790	2,000	2,000	2,000
100-5120-05-3080 UNIFORM EXPENSE	2,775	4,500	4,500	4,500
100-5120-05-3100 OTHER OPERATING SUPPLIES	3,189	7,000	5,500	6,000

GENERAL FUND - 100
FISCAL YEAR 2016 ADOPTED BUDGET

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
100-5120-05-3110 COPIER LEASE	8,400	5,400	5,400	5,800
100-5120-05-3130 POSTAGE	2,199	1,800	1,800	2,000
TOTAL SUPPLIES	94,044	104,900	84,050	100,500
<u>DETECTIVE</u>				
100-5120-16-2190 UNDERCOVER	0	1,800	1,800	1,800
100-5120-16-3160 FINGERPRINT/INVEST.SUPPLIES	1,037	2,000	1,000	1,800
100-5120-16-3170 RANGE SUPPLIES	1,681	3,200	2,500	2,500
TOTAL DETECTIVE	2,718	7,000	5,300	6,100
<u>OTHER EXPENDITURES</u>				
100-5120-06-5020 IMPROV. BUILDINGS	6,230	0	0	0
100-5120-06-5050 VEHICLE	193	0	0	76,000
100-5120-06-5060 FURNITURE/FIXTURES	180	0	0	0
100-5120-06-5065 COMPUTER EQUIPMENT/SOFTWARE	0	0	0	11,000
TOTAL OTHER EXPENDITURES	6,603	0	0	87,000
TOTAL POLICE	\$1,790,600	\$2,016,584	\$1,993,575	\$2,177,059

GENERAL FUND - 100
FISCAL YEAR 2016 ADOPTED BUDGET

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
<u>ANIMAL CONTROL</u>				
<u>SALARIES & BENEFITS</u>				
100-5122-01-1010 SALARIES	28,988	28,301	28,301	23,452
100-5122-01-1011 OVERTIME	2,482	4,000	4,000	2,500
100-5122-01-1020 GROUP INSURANCE	13,668	15,651	15,651	7,165
100-5122-01-1030 SOCIAL SECURITY CONTRIB	2,091	2,471	2,471	1,985
100-5122-01-1040 RETIREMENT CONTRIB.	3,129	3,543	3,543	2,629
100-5122-01-1050 UNEMPLOYMENT COMP	176	207	207	207
100-5122-01-1060 WORKERS' COMPENSATION	722	1,166	1,166	1,181
100-5122-01-1080 MEDICAL EXAMS	0	0	108	0
TOTAL SALARIES & BENEFITS	51,256	55,339	55,447	39,118
<u>PROFESSIONAL SERVICES</u>				
100-5122-02-2140 VETERINARIAN EXPENSES	3,118	4,750	2,526	4,750
100-5122-02-2145 VET. QUARANTINE FEES	0	250	104	250
TOTAL PROFESSIONAL SERVICES	3,118	5,000	2,630	5,000
<u>PROPERTY SERVICES</u>				
100-5122-03-2220 ELECTRICITY	3,221	4,200	3,259	4,200
100-5122-03-2410 MOTOR VEHICLE REPAIR	598	1,250	1,552	1,250
100-5122-03-2420 EQUIPMENT REPAIR	0	100	42	100
100-5122-03-2430 FACILITIES MAINTENANCE	2,445	3,650	2,543	3,650
TOTAL PROPERTY SERVICES	6,265	9,200	7,395	9,200
<u>OTHER SERVICES</u>				
100-5122-04-2700 PROPERTY INSURANCE	2,653	3,000	200	3,000
100-5122-04-2830 SEMINARS & SCHOOLS	237	225	169	225
TOTAL OTHER SERVICES	2,890	3,225	369	3,225
<u>SUPPLIES</u>				
100-5122-05-3010 OFFICE	2	500	208	500
100-5122-05-3030 EMPLOYEE RELATIONS	100	150	163	150
100-5122-05-3040 GASOLINE & DIESEL	3,469	4,000	2,486	4,000
100-5122-05-3050 OIL & LUBE	109	175	73	175
100-5122-05-3080 UNIFORM EXPENSE	138	150	118	150
100-5122-05-3100 OTHER OPERATING SUPPLIES	222	1,600	667	1,600
TOTAL SUPPLIES	4,040	6,575	3,715	6,575
<u>OTHER EXPENDITURES</u>				
100-5122-06-5060 FURNITURE/FIXTURES	0	0	0	0
TOTAL OTHER EXPENDITURES	0	0	0	0
TOTAL ANIMAL CONTROL	\$67,568	\$79,339	\$69,555	\$63,118

GENERAL FUND - 100
FISCAL YEAR 2016 ADOPTED BUDGET

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
<u>DEVELOPMENT SERVICES</u>				
<u>SALARIES & BENEFITS</u>				
100-5123-01-1010 SALARIES	109,867	117,660	117,660	121,438
100-5123-01-1011 OVERTIME	1,042	300	300	300
100-5123-01-1020 GROUP INSURANCE	26,542	39,057	39,057	29,347
100-5123-01-1030 SOCIAL SECURITY CONTRIB	8,150	9,024	9,024	9,313
100-5123-01-1040 RETIREMENT CONTRIB.	10,877	12,940	12,940	12,332
100-5123-01-1050 UNEMPLOYMENT COMP	806	621	621	621
100-5123-01-1060 WORKERS' COMPENSATION	738	1,023	1,023	1,028
100-5123-01-1080 MEDICAL EXAMS	494	0	108	0
TOTAL SALARIES & BENEFITS	158,516	180,625	180,733	174,378
<u>PROFESSIONAL SERVICES</u>				
100-5123-02-2050 JUNK VEHICLES	279	1,500	763	1,440
100-5123-02-2055 FILING FEES	38	700	292	630
100-5123-02-2086 INTERIM BUILDING OFFICIAL	4,050	0	0	0
100-5123-02-2100 DEMOLITION/CLEANUP	8,467	18,500	13,704	16,650
TOTAL PROFESSIONAL SERVICES	12,834	20,700	14,759	18,720
<u>PROPERTY SERVICES</u>				
100-5123-03-2410 MOTOR VEHICLE REPAIR	649	3,000	1,328	2,600
100-5123-03-2420 EQUIPMENT REPAIR	0	250	144	250
100-5123-03-2430 FACILITIES MAINTENANCE	160	250	104	1,250
TOTAL PROPERTY SERVICES	808	3,500	1,576	4,100
<u>OTHER SERVICES</u>				
100-5123-04-2700 PROPERTY INSURANCE	307	366	367	375
100-5123-04-2720 ADVERTISING	0	500	852	500
100-5123-04-2730 PRINTING & BINDING	0	500	208	400
100-5123-04-2750 DUES & MEMBERSHIP	205	500	208	400
100-5123-04-2751 CERTIFICATION / LICENSE	779	500	1,543	1,500
100-5123-04-2830 SEMINARS & SCHOOLS	3,307	5,500	4,148	4,200
100-5123-04-5000 EMERGENCY MANAGEMENT	3,248	0	0	0
100-5123-04-9900 CREDIT CARD FEES	1,356	950	912	1,000
TOTAL OTHER SERVICES	9,203	8,816	8,239	8,375
<u>SUPPLIES</u>				
100-5123-05-3010 OFFICE	913	1,500	1,454	1,350
100-5123-05-3020 BOOKS & PERIODICALS	0	1,000	1,000	1,000
100-5123-05-3030 EMPLOYEE RELATIONS	200	300	300	300
100-5123-05-3040 GASOLINE & DIESEL	1,877	6,500	3,807	5,550
100-5123-05-3050 OIL & LUBE	73	250	198	225
100-5123-05-3080 CLEANING ALLOWANCE	307	0	58	100
100-5123-05-3100 OTHER OPERATING SUPPLIES	1,819	1,500	1,461	1,500

**GENERAL FUND - 100
FISCAL YEAR 2016 ADOPTED BUDGET**

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
100-5123-05-3110 COPIER LEASE	2,193	2,420	2,373	2,400
100-5123-05-3130 POSTAGE	769	1,000	618	900
TOTAL SUPPLIES	8,151	14,470	11,269	13,325
<u>OTHER EXPENDITURES</u>				
100-5123-06-5070 OFFICE EQUIPMENT	0	0	0	0
TOTAL OTHER EXPENDITURES	0	0	0	0
 TOTAL DEVELOPMENT SERVICES	 \$189,512	 \$228,111	 \$216,576	 \$218,898

GENERAL FUND - 100
FISCAL YEAR 2016 ADOPTED BUDGET

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
<u>STREET DEPARTMENT</u>				
<u>SALARIES & BENEFITS</u>				
100-5130-01-1010 SALARIES	58,114	75,766	75,766	78,788
100-5130-01-1011 OVERTIME	1,427	1,600	1,600	1,600
100-5130-01-1020 GROUP INSURANCE	23,719	34,902	34,902	29,721
100-5130-01-1030 SOCIAL SECURITY CONTRIB	4,142	5,918	5,918	2,965
100-5130-01-1040 RETIREMENT CONTRIB.	5,963	8,487	8,487	8,077
100-5130-01-1050 UNEMPLOYMENT COMP	397	518	518	518
100-5130-01-1060 WORKERS' COMPENSATION	3,958	8,069	8,069	7,891
100-5130-01-1080 MEDICAL EXAMS	0	0	100	0
TOTAL SALARIES & BENEFITS	97,719	135,260	135,360	129,559
<u>PROFESSIONAL SERVICES</u>				
100-5130-02-2089 STREET RESURFACING	65,159	60,000	60,000	60,000
100-5130-02-2090 OTHER PROFESS.SERVICES	4,485	2,000	2,000	5,000
TOTAL PROFESSIONAL SERVICES	69,644	62,000	62,000	65,000
<u>PROPERTY SERVICES</u>				
100-5130-03-2210 NATURAL GAS	1,402	1,600	1,100	1,300
100-5130-03-2220 ELECTRICITY	2,741	2,000	0	2,800
100-5130-03-2410 MOTOR VEHICLE REPAIR	2,590	3,000	4,000	4,000
100-5130-03-2420 EQUIPMENT REPAIR	14,164	6,000	8,000	8,000
100-5130-03-2430 FACILITIES MAINTENANCE	10,713	5,000	7,073	10,500
TOTAL PROPERTY SERVICES	31,610	17,600	20,173	26,600
<u>OTHER SERVICES</u>				
100-5130-04-2700 PROPERTY INSURANCE	9,588	12,000	11,500	10,000
100-5130-04-2720 ADVERTISING	0	0	300	500
100-5130-04-2750 DUES & MEMBERSHIP	0	0	0	0
100-5130-04-2830 SEMINARS & SCHOOLS	120	200	200	200
100-5130-04-2840 FEES/LICENSES	25	200	200	200
TOTAL OTHER SERVICES	9,733	12,400	12,200	10,900
<u>SUPPLIES</u>				
100-5130-05-3010 OFFICE	650	565	750	750
100-5130-05-3030 EMPLOYEE RELATIONS	200	300	200	300
100-5130-05-3040 GASOLINE & DIESEL	28,553	25,000	28,500	28,500
100-5130-05-3050 OIL & LUBE	305	500	500	500
100-5130-05-3060 TOOLS AND EQUIPMENT	1,371	3,000	3,000	3,000
100-5130-05-3070 TRAFFIC SIGNS/PAINT	1,431	2,000	2,500	2,500
100-5130-05-3080 UNIFORM EXPENSE	1,213	1,400	1,400	1,400
100-5130-05-3090 STREET LIGHTS	92,266	78,000	85,331	87,100
100-5130-05-3100 OTHER OPERATING SUPPLIES	5,590	4,000	4,000	4,000
100-5130-05-3110 STREET MATERIALS	15,354	9,000	10,941	146,500

GENERAL FUND - 100
FISCAL YEAR 2016 ADOPTED BUDGET

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
100-5130-05-3120 CONSUMABLES	621	600	600	600
100-5130-05-3125 SAFETY	86	200	200	200
TOTAL SUPPLIES	147,639	124,565	137,922	275,349
<u>OTHER EXPENDITURES</u>				
100-5130-06-5040 MACHINERY	17,990	0	0	0
TOTAL OTHER EXPENDITURES	17,990	0	0	0
 TOTAL STREET DEPARTMENT	 \$374,335	 \$351,825	 \$367,655	 \$507,408

GENERAL FUND - 100
FISCAL YEAR 2016 ADOPTED BUDGET

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
<u>AIRPORT DEPARTMENT</u>				
<u>PROFESSIONAL SERVICES</u>				
100-5131-02-2090 OTHER PROFESS.SERVICES	9,295	0	0	0
TOTAL PROFESSIONAL SERVICES	9,295	0	0	0
<u>PROPERTY SERVICES</u>				
100-5131-03-2220 ELECTRICITY	10,497	9,000	10,500	10,710
100-5131-03-2420 ROUTINE AIRPORT MAINTENANCE	5,787	7,000	9,258	7,000
100-5131-03-2425 AWOS MAINTENANCE CONTRACT	780	5,500	1,600	5,500
100-5131-03-2430 FACILITIES MAINTENANCE	12,590	15,000	12,500	15,000
TOTAL PROPERTY SERVICES	29,655	36,500	33,858	38,210
<u>OTHER SERVICES</u>				
100-5131-04-2700 PROPERTY INSURANCE	8,472	10,000	8,650	8,650
100-5131-04-2710 TELEPHONE	707	700	720	740
100-5131-04-2740 TRAVEL/MEALS	0	0	0	0
100-5131-04-2840 LICENSES/PERMITS	200	500	500	500
TOTAL OTHER SERVICES	9,380	11,200	9,870	9,890
<u>SUPPLIES</u>				
100-5131-05-3100 OTHER OPERATING SUPPLIES	403	1,200	600	1,000
TOTAL SUPPLIES	403	1,200	600	1,000
<u>CAPITAL OUTLAY</u>				
100-5131-17-5090 OTHER CAPITAL OUTLAY	0	143,500	146,500	0
TOTAL CAPITAL OUTLAY	0	143,500	146,500	0
 TOTAL AIRPORT DEPARTMENT	 \$48,733	 \$192,400	 \$190,828	 \$49,101

GENERAL FUND - 100
FISCAL YEAR 2016 ADOPTED BUDGET

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
<u>GARAGE DEPARTMENT</u>				
<u>PROPERTY SERVICES</u>				
100-5140-03-2210 NATURAL GAS	1,369	1,500	1,350	1,400
100-5140-03-2220 ELECTRICITY	1,953	1,700	2,000	2,000
100-5140-03-2410 MOTOR VEHICLE REPAIR	0	1,500	700	1,000
100-5140-03-2420 EQUIPMENT REPAIR	58	1,200	606	606
100-5140-03-2430 FACILITIES MAINTENANCE	21	2,188	500	500
TOTAL PROPERTY SERVICES	3,402	8,088	5,156	5,506
<u>OTHER SERVICES</u>				
100-5140-04-2700 PROPERTY INSURANCE	952	1,300	1,200	1,200
100-5140-04-2830 SEMINARS & SCHOOLS	30	100	300	500
TOTAL OTHER SERVICES	983	1,400	1,500	1,700
<u>SUPPLIES</u>				
100-5140-05-3030 EMPLOYEE RELATIONS	0	0	0	100
100-5140-05-3040 GAS/DIESEL	719	800	800	920
100-5140-05-3050 OIL & LUBE	0	100	100	100
100-5140-05-3060 TOOLS AND EQUIPMENT	2,697	500	500	500
100-5140-05-3080 UNIFORM EXPENSE	237	300	300	300
100-5140-05-3100 OTHER OPERATING SUPPLIES	2,971	1,500	1,500	1,500
100-5140-05-3120 CONSUMABLES	95	200	200	200
100-5140-05-3125 SAFETY	19	100	50	100
TOTAL SUPPLIES	6,737	3,500	3,450	3,720
TOTAL GARAGE DEPARTMENT	\$11,122	\$12,988	\$10,107	\$10,927

GENERAL FUND - 100
FISCAL YEAR 2016 ADOPTED BUDGET

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
<u>LIBRARY DEPARTMENT</u>				
<u>SALARIES & BENEFITS</u>				
100-5160-01-1010 SALARIES	133,522	133,827	133,827	139,156
100-5160-01-1011 OVERTIME	1,118	1,500	1,500	1,500
100-5160-01-1020 GROUP INSURANCE	36,393	62,218	62,218	51,799
100-5160-01-1030 SOCIAL SECURITY CONTRIB	9,802	10,352	10,352	10,760
100-5160-01-1040 RETIREMENT CONTRIB.	11,114	13,914	13,914	13,367
100-5160-01-1050 UNEMPLOYMENT COMP	1,303	1,230	1,230	1,230
100-5160-01-1060 WORKERS' COMPENSATION	678	1,244	1,244	1,392
100-5160-01-1080 MEDICAL EXAMS	103	0	0	0
TOTAL SALARIES & BENEFITS	194,033	224,285	224,285	219,204
<u>PROFESSIONAL SERVICES</u>				
100-5160-02-2090 COLLECTION SERVICES	2,173	3,000	2,500	3,000
TOTAL PROFESSIONAL SERVICES	2,173	3,000	2,500	3,000
<u>PROPERTY SERVICES</u>				
100-5160-03-2210 NATURAL GAS	896	700	750	800
100-5160-03-2220 ELECTRICITY	13,182	14,000	14,000	14,280
100-5160-03-2420 EQUIPMENT REPAIR	141	2,100	1,000	1,000
100-5160-03-2430 FACILITIES MAINTENANCE	6,394	10,350	10,350	32,850
TOTAL PROPERTY SERVICES	20,614	27,150	26,100	48,930
<u>OTHER SERVICES</u>				
100-5160-04-2700 PROPERTY INSURANCE	8,376	9,900	10,000	10,500
100-5160-04-2720 CRAFT SUPPLIES	238	700	700	700
100-5160-04-2750 DUES & MEMBERSHIP	429	500	700	700
100-5160-04-2830 SEMINARS & SCHOOLS	1,893	2,500	2,500	3,000
100-5160-04-2900 MEMORIAL EXPENDITURES	0	0	2,701	1,000
100-5160-04-2910 PROGRAMMING	3,523	5,000	5,000	5,000
100-5160-04-9900 CREDIT CARD FEES	374	600	500	500
TOTAL OTHER SERVICES	14,834	19,200	22,101	21,400
<u>SUPPLIES</u>				
100-5160-05-3010 OFFICE	987	2,400	2,400	2,400
100-5160-05-3020 BOOKS & PERIODICALS	34,937	35,000	35,000	50,000
100-5160-05-3021 BOOK REPLACEMENTS	(512)	0	(911)	0
100-5160-05-3030 EMPLOYEE RELATIONS	500	700	550	800
100-5160-05-3080 CLEANING SUPPLIES	2,323	2,600	2,600	3,000
100-5160-05-3100 OTHER OPERATING SUPPLIES	5,756	10,000	8,000	8,000
100-5160-05-3110 COPIER SUPPLIES	2,959	2,500	4,500	4,500

**GENERAL FUND - 100
FISCAL YEAR 2016 ADOPTED BUDGET**

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
100-5160-05-3122 PATRON COMMUNICATIONS	0	1,000	0	0
100-5160-05-3130 POSTAGE	4,288	4,000	5,400	5,800
TOTAL SUPPLIES	51,239	58,200	57,539	74,500
<u>OTHER EXPENDITURES</u>				
100-5160-06-5050 VEHICLES	0	0	0	0
TOTAL OTHER EXPENDITURES	0	0	0	0
 TOTAL LIBRARY DEPARTMENT	 \$282,893	 \$331,835	 \$332,525	 \$367,034

GENERAL FUND - 100
FISCAL YEAR 2016 ADOPTED BUDGET

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
<u>CEMETERY/PARKS</u>				
<u>SALARIES & BENEFITS</u>				
100-5161-01-1010 SALARIES	174,516	221,732	221,732	222,453
100-5161-01-1011 OVERTIME	10,571	3,100	3,100	9,000
100-5161-01-1020 GROUP INSURANCE	50,677	54,467	54,467	52,449
100-5161-01-1030 SOCIAL SECURITY CONTRIB	13,562	17,200	17,200	17,706
100-5161-01-1040 RETIREMENT CONTRIB.	16,221	17,907	17,907	17,050
100-5161-01-1050 UNEMPLOYMENT COMP	1,591	2,452	2,452	2,452
100-5161-01-1060 WORKERS' COMPENSATION	4,541	9,335	9,335	9,085
100-5161-01-1080 MEDICAL EXAMS	553	500	600	0
TOTAL SALARIES & BENEFITS	272,232	326,693	326,793	330,196
<u>PROFESSIONAL SERVICES</u>				
100-5161-02-2090 OTHER PROFESS.SERVICES	6,067	20,000	20,000	1,000
TOTAL PROFESSIONAL SERVICES	6,067	20,000	20,000	1,000
<u>PROPERTY SERVICES</u>				
100-5161-03-2210 NATURAL GAS	680	700	720	720
100-5161-03-2220 ELECTRICITY	10,427	8,000	10,600	11,025
100-5161-03-2410 MOTOR VEHICLE REPAIR	1,741	1,000	1,000	1,000
100-5161-03-2420 EQUIPMENT REPAIR	3,161	5,000	5,000	5,000
100-5161-03-2430 FACILITIES MAINTENANCE	11,278	12,000	12,000	12,000
TOTAL PROPERTY SERVICES	27,287	26,700	29,320	29,745
<u>OTHER SERVICES</u>				
100-5161-04-2442 SWIMMING POOL EXPENSE	8,002	5,500	5,500	5,500
100-5161-04-2700 PROPERTY INSURANCE	3,287	3,800	4,710	3,400
100-5161-04-2720 ADVERTISING	115	0	0	200
100-5161-04-2830 SEMINARS & SCHOOLS	183	0	0	0
100-5161-04-2840 FEES/LICENSES	200	0	0	0
TOTAL OTHER SERVICES	11,787	9,300	10,210	9,100
<u>SUPPLIES</u>				
100-5161-05-3030 EMPLOYEE RELATIONS	600	600	500	500
100-5161-05-3040 GASOLINE/DIESEL	13,362	8,984	9,000	10,000
100-5161-05-3050 OIL/LUBE	314	500	500	500
100-5161-05-3060 TOOLS AND EQUIPMENT	1,982	2,000	2,000	2,000
100-5161-05-3080 UNIFORM EXPENSE	1,309	2,000	2,000	2,000
100-5161-05-3100 OTHER OPERATING SUPPLIES	3,249	6,000	4,000	4,000
100-5161-05-3110 MATERIALS	1,849	2,500	2,500	2,500
100-5161-05-3120 CONSUMABLES	2,361	3,000	3,000	3,000
100-5161-05-3125 SAFETY	759	500	500	500
TOTAL SUPPLIES	25,786	26,084	24,000	25,000

**GENERAL FUND - 100
FISCAL YEAR 2016 ADOPTED BUDGET**

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
<u>OTHER EXPENDITURES</u>				
100-5161-06-5050 VEHICLES	0	0	0	0
TOTAL OTHER EXPENDITURES	0	0	0	0
<u>CAPITAL OUTLAY</u>				
100-5131-17-5090 OTHER CAPITAL OUTLAY	0	0	0	17,863
TOTAL CAPITAL OUTLAY	0	0	0	17,863
 TOTAL CEMETERY/PARKS	 \$343,159	 \$408,777	 \$410,323	 \$412,904

GENERAL FUND - 100
FISCAL YEAR 2016 ADOPTED BUDGET

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
<u>CLEVELAND SPORTS FACILITY</u>				
<u>SALARIES & BENEFITS</u>				
100-5162-01-1010 SALARIES	47,207	50,920	50,920	0
100-5162-01-1011 OVERTIME	2,133	0	1,000	0
100-5162-01-1020 GROUP INSURANCE	20,219	15,643	15,643	0
100-5162-01-1030 SOCIAL SECURITY	3,302	3,895	3,895	0
100-5162-01-1040 RETIREMENT CONTRIBUTION	4,667	4,789	4,789	0
100-5162-01-1050 UNEMPLOYMENT (SUTA)	372	414	414	0
100-5162-01-1060 WORKERS' COMPENSATION	154	1,773	1,773	0
100-5162-01-1080 MEDICAL EXAMS	0	350	350	0
TOTAL SALARIES & BENEFITS	78,054	77,784	78,784	0
<u>PROFESSIONAL SERVICES</u>				
100-5162-02-2090 OTHER PROFESS.SERVICES	0	0	0	55,000
TOTAL SALARIES & BENEFITS	0	0	0	55,000
<u>FACILITY MAINTENANCE</u>				
100-5162-18-2400 REPLACEMENT SPRINKLERS	0	1,000	500	500
100-5162-18-2401 FENCE REPAIRS	0	500	0	500
100-5162-18-2402 FERTILIZER	1,196	800	1,200	1,200
100-5162-18-2403 WEED KILLER	0	400	0	0
100-5162-18-2404 GRASS SEED	130	200	200	200
100-5162-18-2405 PAINT/GRAFFITI REMOVER	0	200	200	200
100-5162-18-2406 EQUIP.MAINT.(OIL,BLADES,ETC)	853	2,000	1,000	1,000
100-5162-18-2407 FUEL	742	800	800	800
100-5162-18-2408 FILL DIRT (SAND)	0	200	100	100
100-5162-18-2409 CONSUMABLES (TOILET TISSUE,ETC)	0	2,000	1,000	1,000
100-5162-18-2410 UTILITIES	0	20,000	10,000	20,000
100-5162-18-2411 PROPANE	0	500	0	0
100-5162-18-2412 BAG ICE	0	1,500	1,000	1,000
100-5162-18-2413 ICE MACHINE RENTAL	0	1,320	1,320	1,320
100-5162-18-2414 VEHICLE MAINTENANCE	0	2,000	1,000	1,000
100-5162-18-2415 FACILITIES MAINTENANCE	0	10,000	10,000	10,000
100-5162-18-2490 INSURANCE (PROP.& LIABILITY)	0	5,000	5,000	5,000
100-5162-18-2499 MISC. NUTS, BOLTS,SUPPLIES	4,468	3,000	4,000	4,000
TOTAL FACILITY MAINTENANCE	7,389	51,420	37,320	47,820
<u>OTHER EXPENDITURES</u>				
100-5160-06-5050 VEHICLES	0	0	0	0
TOTAL OTHER EXPENDITURES	0	0	0	0
TOTAL CLEVELAND SPORTS FACILITY	\$85,443	\$129,204	\$116,104	\$102,820

GENERAL FUND - 100
FISCAL YEAR 2016 ADOPTED BUDGET

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
<u>FIRE DEPARTMENT</u>				
<u>SALARIES & BENEFITS</u>				
100-5170-01-1010 SALARIES	299,682	280,292	280,292	315,198
100-5170-01-1011 OVERTIME	1,171	2,000	2,000	2,000
100-5170-01-1020 GROUP INSURANCE	38,101	31,456	31,456	45,683
100-5170-01-1030 SOCIAL SECURITY CONTRIBUTION	22,480	21,595	21,595	24,266
100-5170-01-1040 RETIREMENT CONTRIBUTION	17,804	14,094	14,094	14,282
100-5170-01-1050 UNEMPLOYMENT COMP	2,909	4,761	4,761	3,726
100-5170-01-1060 WORKER'S COMPENSATION	6,219	12,582	12,582	13,726
100-5170-01-1080 MEDICAL EXAMS	1,271	850	850	0
TOTAL SALARIES & BENEFITS	389,638	367,630	367,630	418,880
<u>PROFESSIONAL SERVICES</u>				
100-5170-02-2080 PENALTIES/FINES - EMS	3,475	0	0	0
100-5170-02-2090 OTHER PROFESS. SERVICE	3,150	2,600	0	2,600
TOTAL PROFESSIONAL SERVICES	6,625	2,600	0	2,600
<u>PROPERTY SERVICES</u>				
100-5170-03-2210 NATURAL GAS	4,818	2,500	5,000	5,000
100-5170-03-2220 ELECTRICITY	15,864	10,000	16,300	16,700
100-5170-03-2410 AMBULANCE REPAIR	165	0	0	0
100-5170-03-2411 FIRE TRUCK REPAIR	71,130	33,500	33,500	35,000
100-5170-03-2420 EQUIPMENT REPAIR	2,419	2,000	2,000	2,500
100-5170-03-2421 FIRE EQUIPMENT REPAIR	13,621	25,000	25,000	25,000
100-5170-03-2430 FACILITIES MAINTENANCE	10,594	6,000	6,000	15,500
100-5170-03-2435 FACILITIES MAINTENANCE EMS BLD	4,783	0	0	0
TOTAL PROPERTY SERVICES	123,394	79,000	87,800	99,700
<u>OTHER SERVICES</u>				
100-5170-04-2700 PROPERTY INSURANCE	26,895	25,000	30,700	26,000
100-5170-04-2720 ADVERTISING	0	0	161	0
100-5170-04-2750 DUES & MEMBERSHIPS	704	1,000	2,000	2,000
100-5170-04-2830 SEMINARS & SCHOOLS	2,989	5,000	3,000	5,000
100-5170-04-2840 FEES & PERMITS	1,389	5,000	3,000	3,000
100-5170-04-2860 VOLUNTEER FIREFIGHTER PAY	51,035	85,000	48,000	60,000
100-5170-04-5000 EMERGENCY MANAGEMENT	1,780	3,000	0	0
TOTAL OTHER SERVICES	84,792	124,000	86,861	96,000
<u>SUPPLIES</u>				
100-5170-05-3010 OFFICE	3,246	2,000	2,000	2,000
100-5170-05-3020 BOOKS & PERIODICALS	264	500	250	500
100-5170-05-3030 EMPLOYEE RELATIONS	950	1,600	1,050	1,600
100-5170-05-3040 GASOLINE/DIESEL	23,744	30,000	24,000	27,600
100-5170-05-3050 OIL/LUBE	476	750	500	500
100-5170-05-3080 UNIFORM EXPENSE	4,810	5,000	5,000	5,000
100-5170-05-3082 BUNKER GEAR AND CLEANING	33,573	20,000	20,000	20,000

GENERAL FUND - 100
FISCAL YEAR 2016 ADOPTED BUDGET

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
100-5170-05-3100 MEDICAL EXPENSES	9,699	5,000	5,000	5,000
100-5170-05-3102 OTHER FIRE SUPPLIES	15,564	55,600	50,000	15,000
100-5170-05-3130 POSTAGE	157	750	500	750
TOTAL SUPPLIES	92,483	121,200	108,300	77,950
<u>OTHER EXPENDITURES</u>				
100-5170-06-5030 OTHER IMPROVEMENTS - BLDG.	12,831	0	0	0
100-5170-06-5050 VEHICLES	0	0	0	370,000
100-5170-06-5060 FURNITURES/FIXTURES	6	1,000	1,000	1,000
100-5170-06-5065 SOFTWARE PURCHASE/UPGRADES	212	0	0	0
100-5170-06-5070 OTHER EMERGENCY EQUIPMENT	0	0	0	0
TOTAL OTHER EXPENDITURES	13,048	1,000	1,000	371,000
 TOTAL FIRE DEPARTMENT	 \$709,980	 \$695,430	 \$651,591	 \$1,066,130

**GENERAL FUND - 100
FISCAL YEAR 2016 ADOPTED BUDGET**

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
<u>EMERGENCY MANAGEMENT</u>				
<u>SALARIES & BENEFITS</u>				
100-5177-01-1010 SALARIES	0	0	0	10,000
100-5177-01-1030 SOCIAL SECURITY CONTRIBUTION	0	0	0	765
100-5177-01-1040 RETIREMENT CONTRIBUTION	0	0	0	1,013
TOTAL SALARIES & BENEFITS	0	0	0	11,778
<u>OTHER SERVICES</u>				
100-5170-04-5000 EMERGENCY MANAGEMENT	0	0	0	3,000
TOTAL OTHER SERVICES	0	0	0	3,000
TOTAL EMERGENCY MANAGEMENT	\$0	\$0	\$0	\$14,778

**GENERAL FUND - 100
FISCAL YEAR 2016 ADOPTED BUDGET**

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
<u>LEASE OBLIGATIONS</u>				
<u>FINANCIAL OBLIGATIONS</u>				
100-5180-99-9900 PRINCIPAL - ADMIN	19,706	18,667	62,269	0
100-5180-99-9901 INTEREST - ADMIN	2,010	1,237	1,656	0
100-5180-99-9920 LEASE PAYMENT - PD	0	0	0	0
100-5180-99-9921 INTEREST ON LEASE - PD	0	0	0	0
100-5180-99-9930 LEASE PAYMENT - STREET	20,650	0	0	0
100-5180-99-9931 INTEREST LEASE - STREET	1,500	0	0	0
100-5180-99-9940 PRINCIPAL - FIRE	0	0	0	65,417
100-5180-99-9941 INTEREST - FIRE	0	0	0	20,421
100-5180-99-9960 LEASE PAYMENT - LIBRARY	8,344	0	0	0
100-5180-99-9961 INTEREST ON LEASE - LIBRARY	773	0	0	0
TOTAL FINANCIAL OBLIGATIONS	52,983	19,904	63,925	85,838
 TOTAL LEASE OBLIGATIONS	 \$52,983	 \$19,904	 \$63,925	 \$85,838

GENERAL FUND - 100
FISCAL YEAR 2016 ADOPTED BUDGET

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
<u>GRANTS - ALL DEPTS</u>				
<u>OTHER EXPENDITURES</u>				
100-5190-06-5070 HGAC EMPG GRANT	0	0	0	0
100-5190-06-5080 AIRPORT GRANT/RAMP EXP.	0	0	0	0
100-5190-06-5085 LIBRARY GRANT EXP.	2,365	4,999	4,999	0
100-5190-06-5100 HGAC-SOLID WASTE GRANT	0	0	0	0
TOTAL OTHER EXPENDITURES	2,365	4,999	4,999	0
<u>CAPITAL OUTLAY</u>				
100-5190-17-5765 FIRE DEPT GRANT EXPENSES	45	0	0	0
100-5190-17-5790 ANTI TERRORISM GRANT 2012	0	0	0	0
TOTAL CAPITAL OUTLAY	45	0	0	0
<u>AFFORDABLE HOUSING</u>				
100-5190-13-5708 GLO FEMA DRS220028	0	0	0	0
TOTAL AFFORDABLE HOUSING	0	0	0	0
 TOTAL GRANTS - ALL DEPTS	 \$2,410	 \$4,999	 \$4,999	 \$0

DEBT SERVICE FUND SUMMARY FY 2016 ADOPTED BUDGET

OVERVIEW

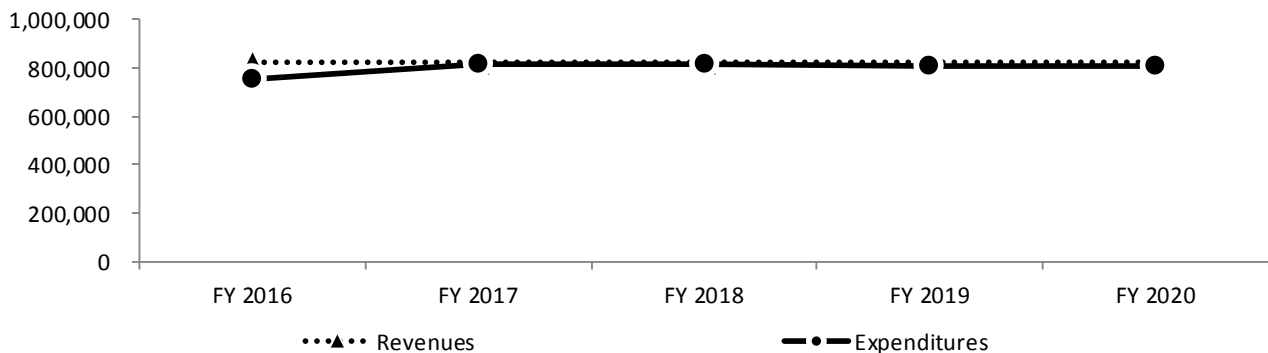
The Debt Service Fund, also known as the interest and sinking fund, is established by ordinance and accounts for the issuance of debt and provides for the payment of debt, including principal, and interest as payments become due. In the Debt Service Fund, an ad valorem (property) tax rate and tax levy are required to be computed and levied, which will be sufficient to produce the money to satisfy annual debt service requirements. The City of Cleveland has no general obligation legal debt limit other than a ceiling on the tax rate specified by the State of Texas. Under the rules of the Texas Attorney General, the City may issue general obligation debt in an amount no greater than that which can be serviced by a debt service tax rate of \$1.50 per \$100 assessed valuation, based on a 90% collection rate.

Based on the values used, the budget as adopted assumes a debt service tax rate of \$0.2380 per \$100 assessed valuation, a decrease from \$0.2405 in the prior year. Due to additional decreases in actual tax obligations for future years, the debt service will support additional debt, up to \$230,000 as an annual scheduled payment. The budget could support new debt to finance future capital projects prioritized in the Capital Improvement Plan without actually increasing current debt service tax rate of \$0.2380.

In fiscal year 2016, the tax rate generates \$742,392 in current property taxes at the current collection rate and total revenues at \$820,320. Obligated expenditures total \$652,412 for fiscal year 2016, and include \$520,000 in principal, \$132,412 in interest payments and \$3,500 for agent fees. Total principal outstanding at 9/30/2016 is anticipated to be \$5,155,000. Fund balance at 9/30/2016 is anticipated to be \$426,116; an increase of \$67,953 from the \$358,163 projected at 9/30/2015 and is \$238,024 over the reserve policy of \$188,092, or 25% of expenditures.

For fiscal years 2017 through 2020, it is forecasted that the fund will remain above reserve policy guidelines, with no tax rate increases planned in years 2017 and 2020.

	FY 2016 ADOPTED	FY 2017 PROJECTED	FY 2018 PROJECTED	FY 2019 PROJECTED	FY 2020 PROJECTED
Property Taxes	817,392	599,435	600,815	599,863	596,533
Property Taxes - Future Debt	0	217,955	216,575	217,527	220,857
Interest	2,928	2,930	2,930	2,930	2,930
Total Revenues	820,320	820,320	820,320	820,320	820,320
Obligated Expenditures	655,912	586,706	587,446	585,586	581,077
Future Debt Capacity	96,455	225,000	225,000	225,000	225,000
Total Expenditures	752,367	811,706	812,446	810,586	806,077



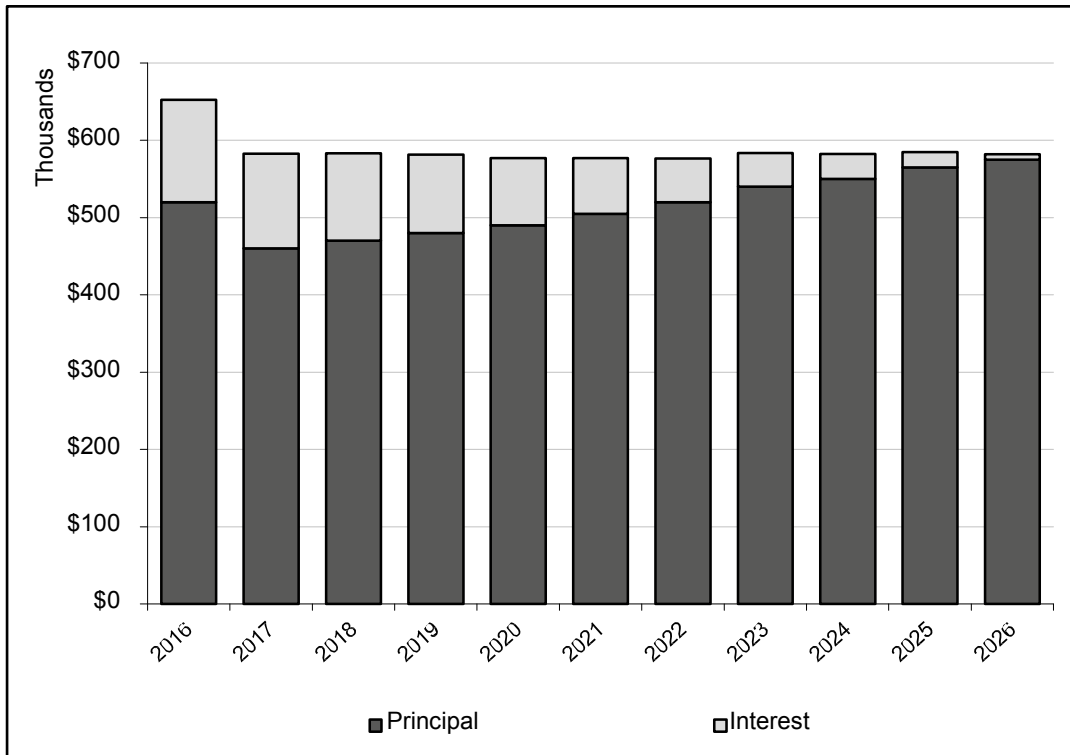
DEBT SERVICE FUND - 500
FISCAL YEAR 2016 ADOPTED BUDGET

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
<u>Property Taxes</u>				
Current Taxes	834,448	748,867	742,876	742,392
Delinquent Taxes	63,400	40,000	60,000	50,000
P & I Attorney Fees	38,644	25,000	34,000	25,000
Total Property Taxes	936,493	813,867	836,876	817,392
<u>Interest</u>				
Interest Income	1,905	2,000	2,928	2,928
Total Interest	1,905	2,000	2,928	2,928
<u>Non-Operating</u>				
Transfer In	529,525			
Total Non-Operating	529,525			
Total Revenues	\$1,467,923	\$815,867	\$839,804	\$820,320
<u>Debt Service</u>				
Tax Bond Retirement	1,080,000	600,000	600,000	520,000
Tax Bond Interest	280,509	143,423	143,423	132,412
Future Debt Reserve				96,455
Fiscal Agent Fees	2,156	3,500	3,500	3,500
Total Debt Service	1,362,665	746,923	746,923	752,367
Total Expenditures	\$1,362,665	\$746,923	\$746,923	\$752,367
Revenues Over Expenditures	105,258	68,944	92,881	67,953
Fund Balance - Beginning	160,024	265,282	265,282	358,163
Fund Balance - Ending	\$ 265,282	\$ 334,226	\$ 358,163	\$ 426,116
Reserve Requirement (25%)		186,731	186,731	188,092
Excess/(Deficit)		147,495	171,432	238,024

**GOVERNMENTAL DEBT MATURITY SCHEDULE
AS OF 9/30/2015
GENERAL LONG-TERM DEBT**

Fiscal Year	Principal	Interest	Total
2015-2016	520,000	132,412	652,412
2016-2017	460,000	122,706	582,706
2017-2018	470,000	113,406	583,406
2018-2019	480,000	101,506	581,506
2019-2020	490,000	86,956	576,956
2020-2021	505,000	72,031	577,031
2021-2022	520,000	56,656	576,656
2022-2023	540,000	43,456	583,456
2023-2024	550,000	32,213	582,213
2024-2025	565,000	20,013	585,013
2025-2026	575,000	6,828	581,828
TOTAL	5,675,000	788,184	6,463,184

Series Name	Principal Amount
Series 2011 Tax Notes	105,000
Series 2012 Airport Supported Debt	180,000
Series 2013 General Obligation Refunding Bonds	5,390,000
TOTAL	5,675,000



**GENERAL DEBT SERVICE SCHEDULE
FY 2016 ADOPTED BUDGET**

DATE	DESCRIPTION	AMOUNT ISSUED	PRINCIPAL	INTEREST	PAYMENT TOTAL	AMOUNT OUTSTANDING AS OF 9/30/16
3/1/2016	Series 2011 Tax Notes	525,000	105,000	956	105,956	
9/1/2016					0	
	Fiscal Year Total		<u>105,000</u>	<u>956</u>	<u>105,956</u>	<u>0</u>
3/1/2016	Series 2012 Airport Supported Debt	435,000	90,000	1,800	91,800	
9/1/2016				900	900	
	Fiscal Year Total		<u>90,000</u>	<u>2,700</u>	<u>92,700</u>	<u>90,000</u>
3/1/2016	Series 2013 General Obligation	6,285,000	325,000	66,003	391,003	
9/1/2016	Refunding Bonds			62,753	62,753	
	Fiscal Year Total		<u>325,000</u>	<u>128,756</u>	<u>453,756</u>	<u>5,065,000</u>
	TOTAL	<u><u>7,245,000</u></u>	<u><u>520,000</u></u>	<u><u>132,412</u></u>	<u><u>652,412</u></u>	<u><u>5,155,000</u></u>

WATER & SEWER FUND FISCAL YEAR 2016 ADOPTED BUDGET

SUMMARY

The Water & Sewer Fund, also known as Fund 300, is an enterprise fund that includes the water and sewer system operations. The fund is operated in a manner similar to private business enterprises, where costs of providing the services to the public are financed primarily through user charges. The City provides water and sewer service to residential and commercial customers. As such, the City continually monitors and evaluates the need to adjust water and sewer rates to ensure that the fund is self-supporting, that infrastructure rehabilitation is adequate, and that the fund maintains a planned reserve.

Fiscal Year 2014-2015:

For fiscal year 2015 revenues are projected at \$3,228,219, \$237,581 less than budgeted. Budgeted fiscal year 2015 water and sewer service charges are overstated and higher than currently projected. Water and Sewer funds are trending similar to last year's operating revenue actuals. However, projected revenues remain over expenses by \$137,938 and total charges for service are projected at \$2,770,539, within 1% of last year's actual. Sale of water is slightly higher than the fiscal year 2014 actual by \$11,495 and offset by lower sewer revenues by \$21,916. Union Tank Car wastewater collection is projected at \$160,000, same as originally budgeted. Other Water Fees are projected to be higher than budget by \$45,880 due to Waste Management Fees. Staff will monitor revenues and may recommend adjustments to the Adopted Budget as peak usage will occur in late summer.

Fiscal year 2015 expenses are anticipated to be \$3,090,281. This is \$18,473 less than the amended budget of \$3,108,754, and is \$42,619 higher than the fiscal year 2015 actual. Projected expenditures, though less than the amended budget, saw an increase in Wastewater Treatment due to the extraordinary amount of spring rainfall and system maintenance. This was mostly offset by a decrease in residential garbage pickup. Ending balance at 9/30/15 is estimated to be \$1,538,343; with a 54% cash reserve ratio.

Fiscal Year 2015-2016:

Fiscal Year 2016 revenues total \$3,229,580, a \$1,361 increase from the fiscal year 2015 projections and a \$236,220 decrease from fiscal year 2015 amended budget due to level trends in water and sewer collections resulting from unchanged water and sewer rates, dedicated to Fund 300. Total charges for service increase by \$1,361, over the 2015 projections. This is mainly due to limited number of new connections.

Fiscal year 2016 expenses total \$3,227,453 and include annual transfers and financial obligations of \$1,077,869. Expenses are \$137,172 or higher than the fiscal year 2015 projections and are \$118,699, higher than the amended budget.

Enhancements to the budget total \$191,890, \$143,390 recurring and \$48,500 non-recurring. Enhancements include regular annual maintenance on the chlorination equipment at both water and sewer plants. Included is an increase in the base budget for sludge removal, as the current budget is underfunded for the amount of solids that are required to be removed from the sewer plants. Timely reduction of solids will improve the operation and limit the risk of overloading the plant and save on the cost on rental equipment required to bring the plant back to normal operation levels.

The Water System requires an internal inspection of the existing ground storage and elevated tanks and is appropriated for fiscal year 2016. The last inspection was completed five years ago on the City's water system storage tanks and an updated inspection is necessary to determine the condition of these vessels.

Additional training and certification for Water Production employees is funded to improve the level of certification within the department. Several employees are required to become certified within a two year period.

Two additional full time crew workers are funded, and with the addition in staff, Public Works will create two separate crews. A crew is to be dedicated to line extensions and replacement, with the second crew dedicated to valve and hydrant repair.

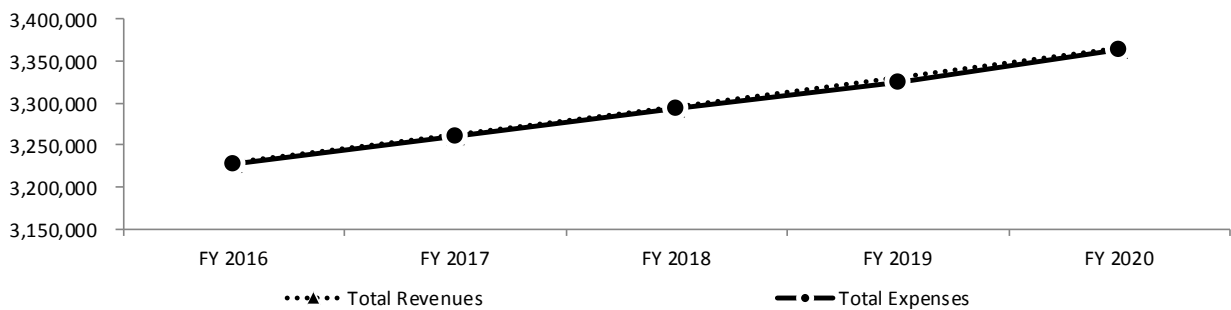
Available ending balance at 9/30/2016 is expected to be \$1,678,408 with cash reserves at 52%.

FIVE YEAR PLAN

A five year plan is programmed for forecasting purposes only. It is projected that Fund 300 will maintain a balanced budget for fiscal years ending 2016 through 2020. The plan consists of maintaining to improving our current levels of services that are funded by the Water & Sewer Fund.

The following five year plan and chart is provided for planning purposes only, as the budget is adopted by the Council annually:

	FY 2016 ADOPTED	FY 2017 PROJECTED	FY 2018 PROJECTED	FY 2019 PROJECTED	FY 2020 PROJECTED
Charges For Service	2,771,900	2,799,619	2,827,615	2,855,891	2,884,450
Interest	45,000	46,350	47,741	49,173	50,648
Other Fees	96,080	97,041	98,011	98,991	99,981
Garbage	316,600	319,766	322,964	326,193	329,455
Non-Operating	0	0	0	0	0
Total Revenues	3,229,580	3,262,776	3,296,331	3,330,249	3,364,535
Water Administration	355,202	362,306	369,552	376,943	384,482
Water Production	754,141	769,224	784,609	800,301	816,307
Sewer Department	780,450	796,059	811,980	828,220	844,784
Sanitation Department	259,790	219,086	223,468	227,937	232,496
Capital Programs	0	50,000	190,000	180,000	180,000
Financial Obligations	1,077,869	1,063,000	914,099	910,439	905,600
Total Expenses	3,227,453	3,259,675	3,293,708	3,323,840	3,363,669
Revenues Over Expenditures	2,127	3,100	2,623	6,409	865
Cash Balance - Beginning	1,676,281	1,681,508	1,687,231	1,696,262	1,703,536
Cash Balance - Ending	\$ 1,678,408	\$ 1,684,609	\$ 1,689,854	\$ 1,702,671	\$ 1,704,402
Reserve Requirement (25%)	806,863	814,919	823,427	830,960	840,917
Excess/(Deficit)	871,545	869,690	866,427	871,711	863,485



WATER & SEWER FUND - 300
FISCAL YEAR 2016 ADOPTED BUDGET

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
Charges For Service	2,787,310	3,040,872	2,770,539	2,771,900
Interest	53,927	45,000	45,000	45,000
Other Fees	96,873	50,200	96,080	96,080
Garbage	316,702	329,728	316,600	316,600
Non-Operating	510,537	0	0	0
Total Revenues	\$3,765,349	\$3,465,800	\$3,228,219	\$3,229,580
Water Administration	725,848	372,101	368,996	355,202
Water Production	1,012,834	641,795	664,176	754,141
Sewer Department	611,940	686,900	720,089	780,450
Sanitation Department	255,790	330,728	259,790	259,790
Financial Obligations	459,723	1,077,230	1,077,230	1,077,869
Total Expenses	\$3,066,135	\$3,108,754	\$3,090,281	\$3,227,453
Revenues Over Expenses	699,214	357,046	137,938	2,127
Cash Balance - Beginning	839,129	1,538,343	1,538,343	1,676,281
Cash Balance - Ending	\$ 1,538,343	\$ 1,895,389	\$ 1,676,281	\$ 1,678,408
Reserve Requirement (25%)		777,189	772,570	806,863
Excess/(Deficit)		1,118,201	903,710	871,545

WATER & SEWER FUND - 300
FISCAL YEAR 2016 ADOPTED BUDGET

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
REVENUE:				
<u>CHARGES FOR SERVICE</u>				
300-4000-09-0850 INSURANCE PROCEEDS	7,640	0	1,865	0
300-4000-09-0866 WASTE WATER REVENUE-UTC	162,823	160,000	160,000	160,000
300-4000-09-0866.WATER CHARGES	1,436,873	1,600,809	1,448,368	1,450,000
300-4000-09-0866.SEWER CHARGES	1,095,777	1,204,963	1,073,861	1,075,000
300-4000-09-0866.DIRECT WATER SALES	236	500	300	300
300-4000-09-0895-RECONNECT FEES	14,085	13,000	14,000	14,000
300-4000-09-0895.OVER / (SHORT)	(49)	0	0	0
300-4000-09-0895.RETURNED CHECK FEES	1,241	0	1,200	1,200
300-4000-09-0895.LATE CHARGES BILLED	62,789	55,000	62,700	63,000
300-4000-09-0895.MISC W&S BILLINGS	884	1,500	1,000	1,000
300-4000-09-0895.TAMPERING	100	0	375	400
300-4000-09-0895.TRANSFER FEES	100	100	50	100
300-4000-09-0895.OTHER MISC INCOME	(252)	0	120	200
300-4000-09-0895.CREDIT CHARGE FEES	5,063	5,000	6,700	6,700
TOTAL CHARGES FOR SERVICE	2,787,310	3,040,872	2,770,539	2,771,900
<u>INTEREST</u>				
300-4000-10-0894 INTEREST INCOME	53,927	45,000	45,000	45,000
TOTAL INTEREST	53,927	45,000	45,000	45,000
<u>OTHER WATER FEES</u>				
300-4000-11-0867.METER SERVICE	2,270	1,200	7,080	7,080
300-4000-11-0867.WATER TAPS	18,673	12,000	15,000	15,000
300-4000-11-0867.SEWER TAPS	779	1,000	0	0
300-4000-11-0867.STREET CUTS	875	1,000	0	0
300-4000-11-0868 WM MGMT FEES (REVENUE)	74,276	35,000	74,000	74,000
TOTAL OTHER FEES	96,873	50,200	96,080	96,080
<u>GARBAGE</u>				
300-4000-12-0873.GARBAGE PICKUP REVENUE	306,870	326,728	313,000	313,000
300-4000-12-0873.GARBAGE BAG INCOME	3,504	3,000	3,600	3,600
300-4000-12-0880 STREET FEE	6,328	0	0	0
300-4000-12-0890 CAPITAL EQUIPMENT (WATER)	0	0	0	0
300-4000-12-0895 CAPITAL EQUIPMENT (SEWER)	0	0	0	0
TOTAL GARBAGE	316,702	329,728	316,600	316,600

**WATER & SEWER FUND - 300
FISCAL YEAR 2016 ADOPTED BUDGET**

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
NON-OPERATING				
300-4000-99-0806 TCDB GRANT #712061	329,899	0	0	0
300-4000-99-1000.CONTR.CAPITAL-CAP.PROJECTS	179,013	0	0	0
300-4000-99-1002 CONTRIBUTIONS - REFUNDING	0	0	0	0
300-4000-99-1003 CONTRIBUTIONS EDC	5,300	0	0	0
300-4000-99-9000 GAIN (LOSS) ON ASSETS	(3,675)	0	0	0
300-4000-99-9800 TRANSFERS IN	0	0	0	0
TOTAL NON-OPERATING	510,537	0	0	0
TOTAL REVENUES	\$3,765,349	\$3,465,800	\$3,228,219	\$3,229,580

**WATER & SEWER FUND - 300
FISCAL YEAR 2016 ADOPTED BUDGET**

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
EXPENSES:				
<u>WATER ADMINISTRATION</u>				
<u>SALARIES & BENEFITS</u>				
300-5310-01-1010 SALARIES	156,489	164,935	163,719	166,148
300-5310-01-1011 OVERTIME	2,050	200	2,000	1,500
300-5310-01-1020 GROUP INSURANCE	28,791	38,883	38,883	37,200
300-5310-01-1030 SOCIAL SECURITY CONTRIBUTION	12,070	12,633	12,633	12,825
300-5310-01-1040 RETIREMENT CONTRIBUTION	16,084	18,115	18,115	16,983
300-5310-01-1050 UNEMPLOYMENT COMPENSATION	821	828	828	828
300-5310-01-1060 WORKERS' COMPENSATION	1,696	3,552	3,552	3,718
300-5310-01-1080 MEDICAL EXAMS	183	0	216	0
TOTAL SALARIES & BENEFITS	218,184	239,146	239,946	239,202
<u>PROFESSIONAL SERVICES</u>				
300-5310-02-2040 ACCOUNTING/AUDIT	8,000	10,000	8,000	10,000
300-5310-02-2090 OTHER PROFESS.SERVICES	52,407	60,000	60,000	40,000
TOTAL PROFESSIONAL SERVICES	60,407	70,000	68,000	50,000
<u>PROPERTY SERVICES</u>				
300-5310-03-2220 ELECTRICITY	2,965	2,500	2,800	3,100
300-5310-03-2420 EQUIPMENT REPAIR	0	721	0	500
300-5310-03-2430 FACILITIES MAINTENANCE	0	259	0	0
TOTAL PROPERTY SERVICES	2,965	3,480	2,800	3,600
<u>OTHER SERVICES</u>				
300-5310-04-2720 ADVERTISING	184	200	200	200
300-5310-04-2730 PRINTING & BINDING	2,236	3,000	3,000	3,000
300-5310-04-2750 DUES & MEMBERSHIP	0	0	0	200
300-5310-04-2830 SEMINARS & SCHOOLS	1,095	1,000	500	1,000
300-5310-04-9900 CREDIT CARD FEES	4,141	5,000	6,000	6,200
TOTAL OTHER SERVICES	7,656	9,200	9,700	10,600
<u>SUPPLIES</u>				
300-5310-05-3010 OFFICE	4,284	3,600	3,600	3,600
300-5310-05-3030 EMPLOYEE RELATIONS	400	400	350	400
300-5310-05-3100 OTHER OPERATING SUPPLIES	1,324	1,800	1,800	2,000
300-5310-05-3115 JANITORIAL SUPPLIES	0	3,200	2,000	3,000
300-5310-05-3130 POSTAGE	14,067	14,000	15,000	15,500
TOTAL SUPPLIES	20,076	23,000	22,750	24,500

**WATER & SEWER FUND - 300
FISCAL YEAR 2016 ADOPTED BUDGET**

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
<u>OTHER EXPENDITURES</u>				
300-5310-06-5060 FURNITURE/FIXTURES	545	0	0	0
300-5310-06-5065 COMPUTER EQUIPMENT/SOFTWARE	0	0	0	0
300-5310-06-5070 OFFICE EQUIPMENT	0	1,475	0	1,500
300-5310-06-5075 GARBAGE BAG EXPENSE	2,715	0	0	0
300-5310-06-5095 CONTINGENCY	0	12,500	12,500	12,500
TOTAL OTHER EXPENDITURES	3,260	13,975	12,500	14,000
<u>FINANCIAL OBLIGATIONS</u>				
300-5310-99-8000 TRANSFER OUT TO GF	400,000	0	0	0
300-5310-99-8001 TRANSFER TO TECHNOLOGY DEPT.	13,300	13,300	13,300	13,300
300-5310-99-8003 TRANSFERS OUT-CAPITAL PROJECTS	1	0	0	0
TOTAL FINANCIAL OBLIGATIONS	413,301	13,300	13,300	13,300
 TOTAL WATER ADMINISTRATION	 \$725,848	 \$372,101	 \$368,996	 \$355,202

WATER & SEWER FUND - 300
FISCAL YEAR 2016 ADOPTED BUDGET

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
<u>WATER PRODUCTION</u>				
<u>SALARIES & BENEFITS</u>				
300-5330-01-1010 SALARIES	226,129	243,477	243,221	297,716
300-5330-01-1011 OVERTIME	4,942	4,500	4,500	4,600
300-5330-01-1020 GROUP INSURANCE	90,299	108,089	108,089	132,156
300-5330-01-1030 SOCIAL SECURITY CONTRIBUTION	16,469	18,970	18,970	23,127
300-5330-01-1040 RETIREMENT CONTRIBUTION	22,947	31,399	31,399	30,625
300-5330-01-1050 UNEMPLOYMENT COMPENSATION	1,800	2,070	2,070	2,070
300-5330-01-1060 WORKERS' COMPENSATION	10,459	14,245	14,245	16,827
300-5330-01-1080 MEDICAL EXAMS	206	0	256	0
TOTAL SALARIES & BENEFITS	373,251	422,750	422,750	507,121
<u>PROFESSIONAL SERVICES</u>				
300-5330-02-2090 OTHER PROFESS.SERVICES	1,470	5,000	4,700	8,500
TOTAL PROFESSIONAL SERVICES	1,470	5,000	4,700	8,500
<u>PROPERTY SERVICES</u>				
300-5330-03-2210 NATURAL GAS	593	350	650	650
300-5330-03-2220 ELECTRICITY	55,250	48,000	56,000	57,120
300-5330-03-2410 MOTOR VEHICLE REPAIR	7,328	4,000	4,000	4,000
300-5330-03-2420 EQUIPMENT REPAIR	14,010	10,000	22,000	15,000
300-5330-03-2430 FACILITY MAINTENANCE	10,035	7,000	12,000	17,000
300-5330-03-2520 EQUIPMENT RENTAL	0	1,000	1,000	1,000
TOTAL PROPERTY SERVICES	87,217	70,350	95,650	94,770
<u>OTHER SERVICES</u>				
300-5330-04-2700 PROPERTY/LIABILITY INSURANCE	15,247	18,000	16,000	15,000
300-5330-04-2720 ADVERTISING	1,083	0	500	500
300-5330-04-2730 PRINTING & BINDING	0	45	0	0
300-5330-04-2740 MEETING EXPENSES	(4,476)	350	350	350
300-5330-04-2750 DUES & MEMBERSHIP	0	200	120	400
300-5330-04-2830 SEMINARS & SCHOOLS	0	500	758	2,600
300-5330-04-6030 LICENSE EXPENSE	6,741	7,000	6,148	7,000
TOTAL OTHER SERVICES	18,595	26,095	23,876	25,850

WATER & SEWER FUND - 300
FISCAL YEAR 2016 ADOPTED BUDGET

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
<u>SUPPLIES</u>				
300-5330-05-3030 EMPLOYEE RELATIONS	800	600	700	700
300-5330-05-3040 GASOLINE/DIESEL	18,496	18,000	18,000	18,000
300-5330-05-3050 OIL/LUBE	327	500	500	500
300-5330-05-3060 SMALL TOOLS	2,369	3,000	3,000	3,000
300-5330-05-3080 UNIFORM EXPENSE	1,494	1,500	1,500	1,700
300-5330-05-3100 OTHER OPERATING SUPPLIES	5,729	5,000	4,500	5,000
300-5330-05-3105 LAB FEES/CHEMICALS	5,263	5,000	5,100	5,000
300-5330-05-3110 MATERIALS	46,562	48,000	48,000	48,000
300-5330-05-3120 CONSUMABLES	331	1,000	1,000	1,000
300-5330-05-3125 SAFETY	675	1,000	900	1,000
TOTAL SUPPLIES	82,045	83,600	83,200	83,900
<u>OTHER EXPENDITURES</u>				
300-5330-06-2435 STREET REPAIRS	21,814	28,000	28,000	28,000
300-5330-06-5040 MACHINERY	0	0	0	0
300-5330-06-5050 VEHICLES	(1,038)	0	0	0
TOTAL OTHER EXPENDITURES	20,776	28,000	28,000	28,000
<u>CAPITAL OUTLAY</u>				
300-5330-17-5090 OTHER CAPITAL OUTLAY	0	0	0	0
TOTAL CAPITAL OUTLAY	0	0	0	0
<u>DEPRECIATION</u>				
300-5330-08-6010 DEPRECIATION	424,479	0	0	0
TOTAL DEPRECIATION	424,479	0	0	0
<u>FINANCIAL OBLIGATIONS</u>				
300-5330-99-8000 TRANSFER OUT TO TECHNOLOGY	5,000	6,000	6,000	6,000
TOTAL FINANCIAL OBLIGATIONS	5,000	6,000	6,000	6,000
TOTAL WATER PRODUCTION	\$1,012,834	\$641,795	\$664,176	\$754,141

WATER & SEWER FUND - 300
FISCAL YEAR 2016 ADOPTED BUDGET

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
<u>SEWER DEPARTMENT</u>				
<u>SALARIES & BENEFITS</u>				
300-5350-01-1010 SALARIES	175,463	197,831	197,831	204,255
300-5350-01-1011 OVERTIME	21,396	6,500	18,000	28,500
300-5350-01-1020 GROUP INSURANCE	56,475	73,454	73,454	71,623
300-5350-01-1030 SOCIAL SECURITY CONTRIBUTION	14,150	15,631	15,631	16,888
300-5350-01-1040 RETIREMENT CONTRIBUTION	20,057	22,415	22,415	22,362
300-5350-01-1050 UNEMPLOYMENT COMPENSATION	1,036	1,139	1,139	1,139
300-5350-01-1060 WORKERS' COMPENSATION	4,579	8,619	8,619	10,284
300-5350-01-1080 MEDICAL EXAMS	103	0	0	0
TOTAL SALARIES & BENEFITS	293,259	325,589	337,089	355,050
<u>PROFESSIONAL SERVICES</u>				
300-5350-02-2090 OTHER PROFESS.SERVICES	0	13,600	15,000	10,000
TOTAL PROFESSIONAL SERVICES	0	13,600	15,000	10,000
<u>PROPERTY SERVICES</u>				
300-5350-03-2220 ELECTRICITY	97,263	80,000	95,000	97,000
300-5350-03-2410 MOTOR VEHICLE REPAIR	3,513	4,000	4,000	4,000
300-5350-03-2420 EQUIPMENT REPAIR	6,049	8,000	8,000	8,000
300-5350-03-2430 FACILITY MAINTENANCE	46,054	75,000	75,000	121,100
300-5350-03-2440 SLUDGE REMOVAL	22,584	20,000	20,000	30,000
300-5350-03-2520 RENTAL EQUIPMENT	37,438	8,000	12,000	8,000
TOTAL PROPERTY SERVICES	212,901	195,000	214,000	268,100
<u>OTHER SERVICES</u>				
300-5350-04-2700 PROPERTY INSURANCE	36,433	43,000	47,000	37,600
300-5350-04-2720 ADVERTISING	0	200	200	200
300-5350-04-2740 MEETING EXPENSES	201	326	350	350
300-5350-04-2750 DUES & MEMBERSHIP	120	250	250	250
300-5350-04-2830 SEMINARS & SCHOOLS	1,266	3,100	3,100	3,100
300-5350-04-6030 LICENSE EXPENSE	9,966	20,000	14,000	14,000
300-5350-04-6035 ASSESSMENTS	0	0	4,300	4,000
TOTAL OTHER SERVICES	47,985	66,876	69,200	59,500

WATER & SEWER FUND - 300
FISCAL YEAR 2016 ADOPTED BUDGET

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
<u>SUPPLIES</u>				
300-5350-05-3030 EMPLOYEE RELATIONS	500	600	500	600
300-5350-05-3040 GASOLINE/DIESEL	19,376	17,000	15,000	16,000
300-5350-05-3050 OIL/LUBE	729	1,250	300	800
300-5350-05-3060 SMALL TOOLS	3,292	3,600	2,000	3,600
300-5350-05-3080 UNIFORM EXPENSE	1,492	1,500	1,500	1,500
300-5350-05-3100 OTHER OPERATING SUPPLIES	5,085	4,800	4,800	4,800
300-5350-05-3105 LAB FEES/CHEMICALS	47,521	45,000	45,000	45,000
300-5350-05-3110 MATERIALS	6,554	7,985	10,500	10,500
300-5350-05-3120 CONSUMABLES	552	600	1,200	1,000
300-5350-05-3125 SAFETY	949	500	1,000	1,000
300-5350-05-3130 POSTAGE	0	0	0	0
TOTAL SUPPLIES	86,051	82,835	81,800	84,800
<u>OTHER EXPENDITURES</u>				
300-5350-06-5040 MACHINERY	0	0	0	0
300-5350-06-5050 VEHICLES	(30,748)	0	0	0
TOTAL OTHER EXPENDITURES	(30,748)	0	0	0
<u>CAPITAL OUTLAY</u>				
300-5350-17-5090 OTHER CAPITAL OUTLAY	(8)	0	0	0
TOTAL CAPITAL OUTLAY	(8)	0	0	0
<u>FINANCIAL OBLIGATIONS</u>				
300-5350-99-8000 TRANSFER OUT TO TECHNOLOGY	2,500	3,000	3,000	3,000
TOTAL FINANCIAL OBLIGATIONS	2,500	3,000	3,000	3,000
TOTAL SEWER DEPARTMENT	\$611,940	\$686,900	\$720,089	\$780,450

WATER & SEWER FUND - 300
FISCAL YEAR 2016 ADOPTED BUDGET

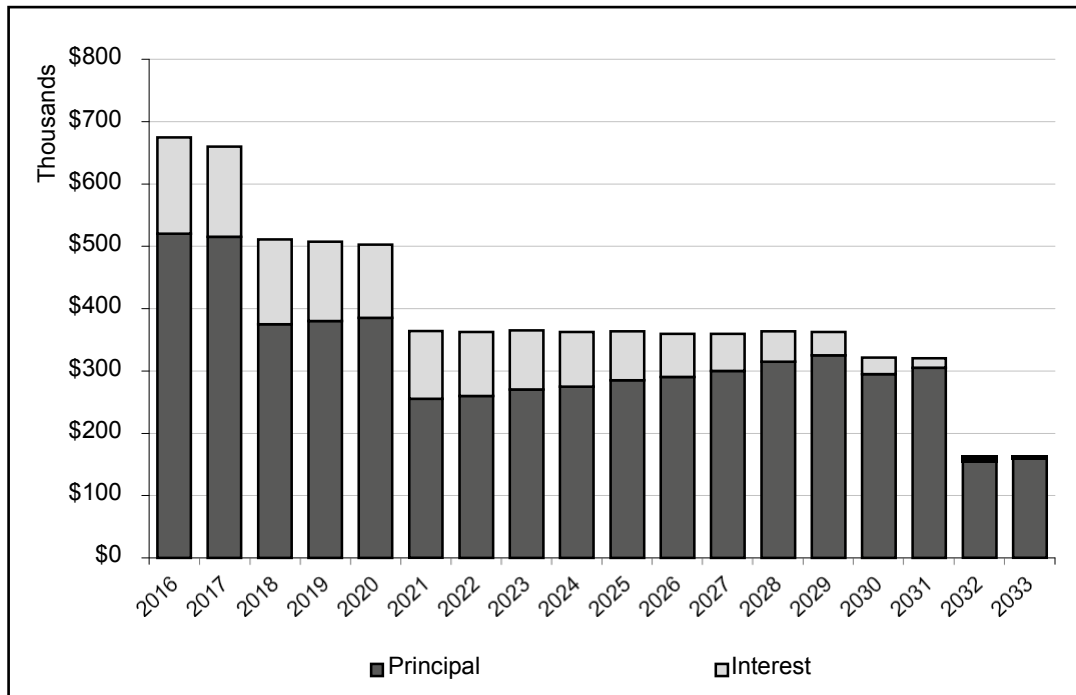
	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
<u>SANITATION DEPARTMENT</u>				
<u>GARBAGE</u>				
300-5370-07-2811 GARBAGE PICKUP-RESIDENTIAL	255,790	326,728	255,790	255,790
300-5370-07-3120 GARBAGE BAGS	0	4,000	4,000	4,000
TOTAL GARBAGE	255,790	330,728	259,790	259,790
TOTAL SANITATION DEPARTMENT	\$255,790	\$330,728	\$259,790	\$259,790
<u>BOND PAYMENTS</u>				
<u>FINANCIAL OBLIGATIONS</u>				
300-5380-99-9900 BOND PRINCIPAL PAYMENT	0	510,000	510,000	520,000
300-5380-99-9901 INTEREST ON BOND PAYMENTS	141,418	164,230	164,230	154,869
300-5380-99-9915 FISCAL AGENT FEES	1,750	3,000	3,000	3,000
300-5380-99-9920 2012A BOND ISSUE COSTS	(4,845)	0	0	0
300-5380-99-9921 TRANSFERS TO GENERAL FUND	321,400	400,000	400,000	400,000
TOTAL FINANCIAL OBLIGATIONS	459,723	1,077,230	1,077,230	1,077,869
TOTAL BOND PAYMENTS	\$459,723	\$1,077,230	\$1,077,230	\$1,077,869
TOTAL EXPENSES	\$3,066,135	\$3,108,754	\$3,090,281	\$3,227,453

**WATER & SEWER DEBT MATURITY SCHEDULE
AS OF 9/30/2015**

WATER & SEWER LONG-TERM DEBT

Fiscal Year	Principal	Interest	Total
2015-2016	520,000	154,869	674,869
2016-2017	515,000	145,000	660,000
2017-2018	375,000	136,099	511,099
2018-2019	380,000	127,439	507,439
2019-2020	385,000	117,600	502,600
2020-2021	255,000	109,316	364,316
2021-2022	260,000	102,564	362,564
2022-2023	270,000	95,306	365,306
2023-2024	275,000	87,342	362,342
2024-2025	285,000	78,669	363,669
2025-2026	290,000	69,301	359,301
2026-2027	300,000	59,244	359,244
2027-2028	315,000	48,585	363,585
2028-2029	325,000	37,360	362,360
2029-2030	295,000	26,402	321,402
2030-2031	305,000	15,698	320,698
2031-2032	155,000	7,719	162,719
2032-2033	160,000	2,600	162,600
TOTAL	5,665,000	1,421,112	7,086,112

Series Name	Principal Amount
Series 2009 Water & Sewer Revenue Bond	435,000
Series 2011 Water & Sewer Revenue Bond	1,965,000
Series 2012A Certificates of Obligation	2,270,000
Series 2013 General Obligation Refunding Bonds	995,000
TOTAL	5,665,000



**WATER/SEWER REVENUE DEBT SCHEDULE
FY 2016 ADOPTED BUDGET**

DATE	DESCRIPTION	AMOUNT ISSUED	PRINCIPAL	INTEREST	PAYMENT TOTAL	AMOUNT OUTSTANDING AS OF 9/30/16
3/1/2016	Series 2009 Water & Sewer	555,000	25,000	7,913	32,913	
9/1/2016	Revenue Bond			7,631	7,631	
	Fiscal Year Total		<u>25,000</u>	<u>15,544</u>	<u>40,544</u>	<u>410,000</u>
3/1/2016	Series 2011 Water & Sewer	2,360,000	100,000	30,813	130,813	
9/1/2016	Revenue Bond			30,213	30,213	
	Fiscal Year Total		<u>100,000</u>	<u>61,025</u>	<u>161,025</u>	<u>1,865,000</u>
3/1/2016	Series 2012A Certificates	2,470,000	105,000	29,775	134,775	
9/1/2016	of Obligation			28,725	28,725	
	Fiscal Year Total		<u>105,000</u>	<u>58,500</u>	<u>163,500</u>	<u>2,165,000</u>
3/1/2016	Series 2013 General Obligation	1,575,000	290,000	11,350	301,350	
9/1/2016	Refunding Bonds			8,450	8,450	
	Fiscal Year Total		<u>290,000</u>	<u>19,800</u>	<u>309,800</u>	<u>705,000</u>
	TOTAL	<u><u>6,960,000</u></u>	<u><u>520,000</u></u>	<u><u>154,869</u></u>	<u><u>674,869</u></u>	<u><u>5,145,000</u></u>

CAPITAL EQUIPMENT FUND FISCAL YEAR 2016 ADOPTED BUDGET

SUMMARY

The Capital Equipment Fund, also known as Fund 701, was created to set aside resources for capital equipment relating to the water and sewer utility system, also known as the city's Enterprise Fund or Fund 300. The fund was established in mid-year of fiscal year 2014 and fiscal year 2015 is the first complete year of operation. The fund is supported by charges for service to the utility customers and is set by the adoption of Council, currently part of the city's fee ordinance. Under the current fee structure, commercial consumers are charged \$14 for water and \$14 for sewer; likewise, residential consumers are charged \$2 for water and \$2 for sewer and are billed in conjunction with the main utility service fees on a monthly basis. The purpose of this fund is to provide the scheduled purchase and replacement of capital equipment and vehicles that support the city's Water and Sewer Enterprise Fund operation.

Fiscal Year 2014-2015:

Revenues for the Capital Equipment Fund are projected at \$199,800 for September 30, 2015. The city is collecting more than \$8,600 per month in the base water rate and more than \$8,000 per month in the base sewer rate. The city is projecting limited resources of interest earnings and sale of assets bringing total revenues to \$203,063.

Expenses for the Capital Equipment Fund are projected to be \$128,037. Expenses include the purchase of a dump truck, \$68,000; camera system at \$6,100; pickup truck replacement at \$23,765; tractor at \$15,086. The Kubota tractor was stolen soon after purchased but insurance proceeds replaced it for \$14,500. The fund is projected to retain collections of \$89,526. Available fund balance at 9/30/2015 is \$130,502.

Fiscal Year 2015-2016:

Revenues are estimated to be \$719,800; of which \$520,000 are proceeds from a loan instrument based on a five-year purchase agreement for obtaining a jet vacuum truck and a Gradall. Operating revenue from utility service fees remain at \$199,200 for the fiscal year. Interest income is budgeted at \$600.

Total expenses are \$716,637, and include purchase and financing of a jet vacuum truck, \$240,000 and a Gradall for \$280,000. Also budgeted is the cash purchase of a sewer pump at \$45,000 and refurbishment of a 1995 John Deere 310E backhoe at \$31,000. Total annual financial obligation for the jet vacuum truck and a Gradall is budgeted at \$120,637.

Anticipated revenues of \$719,800 exceed Fund 701 expenses, generating a surplus of \$3,163. It is expected that additional savings in Fund 300 with the purchase of the sewer pump, due to the ongoing rental cost for this type of pump. Ending cash balance at September 30, 2016, is estimated to be \$133,665.

Equipment Schedule:

Equipment/Vehicle to be Purchased	Projected Total Cost	Multi-Year Funding Schedule					
		FY 2015	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020
Other Purchases		53,937					
Dump Truck	68,000	68,000					
Camera System	6,100	6,100					
Sewer Pump	45,000		45,000				
Backhoe	31,000		31,000				
Jet Vac	240,000		55,678	55,678	55,678	55,678	55,678
Gradall	280,000		64,958	64,958	64,958	64,958	64,958
Utility Trailer	10,000			10,000			
Excavator	36,000			36,000			
Backhoe	80,000				80,000		
Belt Press	300,000					69,598	69,598
Pickup Truck Replacement	26,000			26,000			
	Total Cost	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020
Total Funding:	\$1,122,100	\$128,037	\$196,637	\$192,637	\$200,637	\$190,235	\$190,235

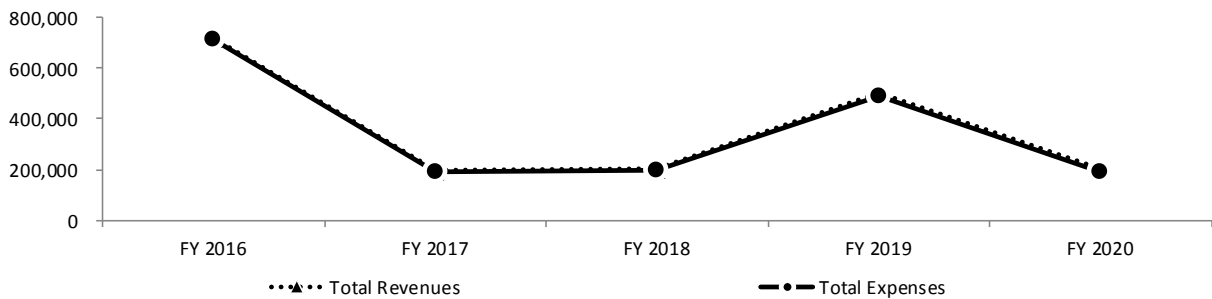
CAPITAL EQUIPMENT FUND FISCAL YEAR 2016 ADOPTED BUDGET

FIVE YEAR PLAN

A five year plan is programmed for forecasting purposes only. It is projected that Fund 701 will have a balanced budget or moderate surplus for fiscal years ending 2016 through 2020. The plan consists of major capital equipment purchases that are detailed in the equipment schedule on the previous page. Equipment is to be purchased with cash on hand with only the jet vacuum truck, Gradall and belt press being financed over a five year period.

The following five year plan and chart is provided for planning purposes only, as the budget is adopted by Council annually:

	FY 2016 ADOPTED	FY 2017 PROJECTED	FY 2018 PROJECTED	FY 2019 PROJECTED	FY 2020 PROJECTED
Charges for Service	199,200	199,200	199,200	199,200	199,200
Other Revenue	0	0	1,000	1,000	1,000
Interest	600	618	637	656	675
Non-Operating Income	520,000	0	0	300,000	0
Total Revenues	719,800	199,818	200,837	500,856	200,875
Capital Outlay	596,000	72,000	80,000	300,000	0
Financial Obligations	120,637	120,637	120,637	190,235	190,235
Total Expenses	716,637	192,637	200,637	490,235	190,235
Revenues Over Expenditures	3,163	7,181	200	10,621	10,641
Fund Balance - Beginning	130,502	140,847	148,228	159,049	180,310
Fund Balance - Ending	\$ 133,665	\$ 148,028	\$ 148,428	\$ 169,670	\$ 190,951



**CAPITAL EQUIPMENT FUND
FISCAL YEAR 2016 ADOPTED BUDGET**

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
Charges for Service	82,674	224,000	199,200	199,200
Other Revenue	0	0	17,763	0
Interest	59	0	600	600
Non-Operating Income	0	0	0	520,000
Total Revenues	\$82,733	\$224,000	\$217,563	\$719,800
Capital Outlay	41,758	217,937	128,037	596,000
Financial Obligations	0	0	0	120,637
Total Expenses	\$41,758	\$217,937	\$128,037	\$716,637
Revenues Over Expenses	40,975	6,063	89,526	3,163
Fund Balance - Beginning	0	40,975	40,975	130,502
Fund Balance - Ending	\$ 40,975	\$ 47,039	\$ 130,502	\$ 133,665

**CAPITAL EQUIPMENT FUND - 701
FISCAL YEAR 2016 ADOPTED BUDGET**

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
REVENUES				
<u>CHARGES FOR SERVICES</u>				
701-4000-01-0101 BASE WATER RATE	42,533	112,000	103,200	103,200
701-4000-01-0102 SEWER BASE RATE	39,527	112,000	96,000	96,000
701-4000-01-0103 PENALTIES	614	0	0	0
TOTAL CHARGES FOR SERVICES	82,674	224,000	199,200	199,200
<u>OTHER REVENUE</u>				
701-4000-09-0850 INSURANCE PROCEEDS	0	0	14,500	0
701-4000-09-0885 SALE OF VEHICLES	0	0	3,263	0
TOTAL OTHER REVENUE	0	0	17,763	0
<u>INTEREST</u>				
701-4000-10-0894 INTEREST	59	0	600	600
TOTAL INTEREST	59	0	600	600
<u>NON-OPERATING</u>				
701-4000-99-0907 OTHER FINANCING SOURCES	0	0	0	520,000
TOTAL NON-OPERATING	0	0	0	520,000
TOTAL REVENUES	\$82,733	\$224,000	\$217,563	\$719,800

**CAPITAL EQUIPMENT FUND - 701
FISCAL YEAR 2016 ADOPTED BUDGET**

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
EXPENDITURES				
<u>CAPITAL OUTLAY</u>				
701-5730-17-2090 EQUIPMENT PURCHASES	0	120,172	36,272	76,000
701-5730-17-2095 VEHICLE PURCHASES	41,758	97,765	91,765	520,000
TOTAL CAPITAL OUTLAY	41,758	217,937	128,037	596,000
<u>FINANCIAL OBLIGATIONS</u>				
701-5180-99-9900 PRINCIPAL - EQUIPMENT NOTE	0	0	0	91,938
701-5180-99-9901 INTEREST - EQUIPMENT NOTE	0	0	0	28,699
TOTAL FINANCIAL OBLIGATIONS	0	0	0	120,637
TOTAL EXPENDITURES	\$41,758	\$217,937	\$128,037	\$716,637

HOTEL / MOTEL OCCUPANCY TAX FUND FISCAL YEAR 2016 ADOPTED BUDGET

SUMMARY

The Hotel/Motel Occupancy Tax Fund is used to account for revenues realized from hotel occupancy taxes. Local hotel occupancy tax revenues may only be spent to establish or enhance a convention center, cover the administrative expenses for registering convention delegates, pay for tourism-related advertising and promotions, fund programs that enhance the arts or pay for historic preservation or restoration projects, and pay for sports related expenses pursuant to state law that will enhance tourism. By law, cities must spend at least 1% of hotel tax receipts on advertising, no more than 15% on art programs and a maximum of 50% on historic preservation.

Cleveland is home to several hotels and motels: Super 8, Motel 6, Budget Inn, Deluxe Inn, Best Western, Holiday Inn, and La Quinta. Hotel Occupancy Tax revenue is projected to be \$192,561 in fiscal year 2015. Expenditures for fiscal year 2015 total \$180,919 and include an amended budget for an additional \$30,000 for replacement of Civic Center carpet. Total expenditures include the proportionate use of funding for the Civic Center and Convention Visitor Bureau operation that is charged with promoting tourism to Cleveland, Texas.

Fiscal year 2016 revenue is \$192,790, with occupancy tax revenue at \$189,600 and total expenditures of \$191,654. Expenditures include the following:

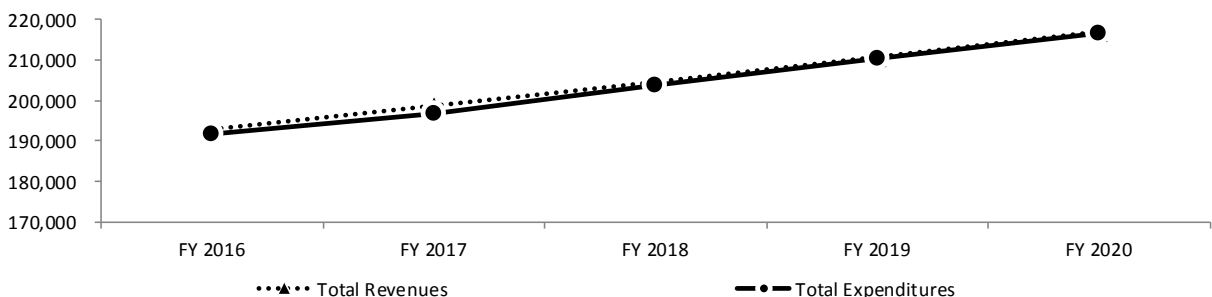
HVAC System Upgrade/Maintenance	\$16,000
Civic Center Interior Painting	12,000
Civic Center Building Improvements	15,000
Advertising/Promotion Increase	5,000
Salary Adjustment (2.5% COLA)	1,294
	\$49,294

Fund balance 9/30/16 is estimated to be \$425,479.

FIVE YEAR PLAN

A five year plan is programmed for forecasting purposes only. It is projected that Fund 600 will maintain a balanced budget for fiscal years ending 2016 through 2020. The plan consists of maintaining services while addressing Capital Improvements detailed in the Capital Improvement Plan.

	FY 2016 ADOPTED	FY 2017 PROJECTED	FY 2018 PROJECTED	FY 2019 PROJECTED	FY 2020 PROJECTED
Total Revenues	192,790	198,574	204,531	210,667	216,987
Hotel/Motel	45,000	30,900	31,827	32,782	33,765
Convention & Visitors' Bureau	146,654	123,244	126,941	130,749	134,672
Future Capital Programs	0	42,500	45,000	47,000	48,000
Total Expenditures	191,654	196,644	203,768	210,531	216,437



HOTEL / MOTEL OCCUPANCY TAX FUND - 600
FISCAL YEAR 2016 ADOPTED BUDGET

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
REVENUES				
Occupancy Tax	196,214	163,600	189,600	189,600
Interest	2,704	2,500	2,961	3,190
Total Revenues	\$198,918	\$166,100	\$192,561	\$192,790
EXPENDITURES				
Hotel/Motel	32,750	44,350	44,350	45,000
Convention & Visitors' Bureau	81,171	110,858	136,569	146,654
Total Expenditures	\$113,921	\$155,208	\$180,919	\$191,654
Revenues Over Expenses	84,996	10,892	11,642	1,136
Fund Balance - Beginning	327,705	412,701	412,701	424,343
Fund Balance - Ending	\$ 412,701	\$ 423,593	\$ 424,343	\$ 425,479
Reserve Requirement (25%)		38,802	45,230	47,914
Excess/(Deficit)		384,791	379,113	377,565

**HOTEL / MOTEL OCCUPANCY TAX FUND - 600
FISCAL YEAR 2016 ADOPTED BUDGET**

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
REVENUES				
<u>INTEREST</u>				
600-4000-10-0891 INTEREST INCOME	2,704	1,700	2,961	3,190
600-4000-10-0900 CREDIT CARD FEES	0	0	0	0
TOTAL INTEREST	2,704	1,700	2,961	3,190
<u>OCCUPANCY TAX</u>				
600-4000-15-0801 SUPER 8	18,327	30,000	15,600	15,600
600-4000-15-0802 MOTEL 6	27,936	18,000	27,600	27,600
600-4000-15-0803 BUDGET INN	3,222	3,500	2,800	2,800
600-4000-15-0804 DELUX INN	3,568	3,100	3,200	3,200
600-4000-15-0805 BEST WESTERN	38,920	32,000	34,800	34,800
600-4000-15-0810 HOLIDAY INN	56,520	30,000	57,600	57,600
600-4000-15-0815 LA QUINTA	47,721	30,000	48,000	48,000
TOTAL OCCUPANCY TAX	196,214	146,600	189,600	189,600
TOTAL REVENUES	\$198,918	\$148,300	\$192,561	\$192,790

**HOTEL / MOTEL OCCUPANCY TAX FUND - 600
FISCAL YEAR 2016 ADOPTED BUDGET**

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
EXPENDITURES				
<u>HOTEL/MOTEL</u>				
<u>PROFESSIONAL SERVICES</u>				
600-5610-02-6050 CREDIT CARD FEES/HOTEL/MOTEL	0	30,000	0	0
600-5610-02-6070 CIVIC CENTER-REIMBURSEMENT	28,896	5,000	30,000	30,000
600-5610-02-6080 ADVERTISING/BILLBOARDS	(120)	0	14,350	15,000
600-5610-02-6081 ARTS	0	0	0	0
TOTAL PROFESSIONAL SERVICES	28,776	35,000	44,350	45,000
TOTAL HOTEL/MOTEL	28,776	35,000	44,350	45,000

**HOTEL / MOTEL OCCUPANCY TAX FUND - 600
FISCAL YEAR 2016 ADOPTED BUDGET**

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
<u>CONVENTION & VISITORS' BUREAU</u>				
<u>SALARIES & BENEFITS</u>				
600-5620-01-1010 SALARIES	32,017	55,025	54,229	45,049
600-5620-01-1011 OVERTIME	44	1,030	1,000	1,000
600-5620-01-1015 AUTO ALLOWANCE	923	2,400	2,776	0
600-5620-01-1020 GROUP INSURANCE	11,610	17,555	8,600	7,816
600-5620-01-1030 FICA/MEDICARE	2,309	4,286	4,437	3,523
600-5620-01-1040 RETIREMENT	2,800	5,740	6,059	4,665
600-5620-01-1050 STATE UNEMPLOYMENT TAX	38	135	230	184
600-5620-01-1060 WORKERS COMPENSATION	366	248	257	198
600-5620-01-1080 MEDICAL EXAMS	47	200	0	0
TOTAL SALARIES & BENEFITS	50,154	86,619	77,588	62,434
<u>PROPERTY SERVICES</u>				
600-5620-03-2220 ELECTRICITY	360	360	360	360
TOTAL PROPERTY SERVICES	360	360	360	360
<u>OTHER SERVICES</u>				
	0	0	0	0
600-5620-04-2710 TELEPHONE	0	480	660	660
600-5620-04-2720 ADVERTISING	5,375	25,000	15,000	21,000
600-5620-04-2730 PROMOTIONAL MERCHANDISE	69	1,500	1,500	1,500
600-5620-04-2735 PRINTING MATERIALS	914	3,000	3,000	3,000
600-5620-04-2740 TRAVEL/MILEAGE	0	1,000	1,000	2,000
600-5620-04-2750 DUES/SUBSCRIPTIONS/MEMBERSHIP	357	500	1,050	1,100
600-5620-04-2760 TOURISM/TRADE SHOWS	231	1,500	0	1,500
600-5620-04-2770 CONVENTION SALES/SERVICING	3,372	2,000	1,000	2,000
600-5620-04-2780 VISITOR SERVICES	0	100	0	100
600-5620-04-2795 PUBLIC RELATIONS	0	300	0	300
600-5620-04-2830 SEMINARS/TRAINING	1,624	2,000	2,000	2,800
600-5620-04-3130 POSTAGE	447	1,000	750	1,000
TOTAL OTHER SERVICES	12,388	38,380	25,960	36,960
<u>SUPPLIES</u>				
600-5620-05-3010 OFFICE SUPPLIES	333	2,500	1,500	2,000
600-5620-05-3030 EMPLOYEE RELATIONS	200	200	61	400
600-5620-05-3100 OTHER OPERATING SUPPLIES	110	100	100	500
TOTAL SUPPLIES	643	2,800	1,661	2,900
<u>OTHER EXPENDITURES</u>				
600-5620-06-5060 OFFICE EQUIPMENT	44	1,000	0	0
600-5620-06-5066 SOFTWARE	153	4,000	1,000	1,000
TOTAL OTHER EXPENDITURES	196	5,000	1,000	1,000

**HOTEL / MOTEL OCCUPANCY TAX FUND - 600
FISCAL YEAR 2016 ADOPTED BUDGET**

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
<u>CAPITAL OUTLAY</u>				
600-5620-17-5090 OTHER CAPITAL OUTLAY >5,000	1,525	2,700	30,000	43,000
TOTAL CAPITAL OUTLAY	1,525	2,700	30,000	43,000
TOTAL CVB	\$65,266	\$135,859	\$136,569	\$146,654
TOTAL EXPENDITURES	\$94,043	\$170,859	\$180,919	\$191,654

**SPECIAL REVENUE - 900
FISCAL YEAR 2016 ADOPTED BUDGET**

SUMMARY

Red-light Enforcement Program:

Special Revenue Fund, or Fund 900, includes the Red-light Enforcement Program. The goal of the program is to improve public safety by changing driver behavior related to red-light running using a combination of enforcement and traffic signal operations improvements. The program includes 3 cameras at 3 intersections. Violation fees are established by Chapter 707 of the State of Texas Transportation Code. A private vendor, American Traffic Solutions (ATS), operated the City's Red-light Enforcement Program. The program is currently suspended due to the termination of contract with ATS.

Revenues from violation fees are used to cover the program's cost with a State law requirement that the City submit half of the violation fees after program expenses are subtracted to the State of Texas Trauma Fund. The remaining revenue is restricted for citywide traffic safety programs that include the installation and maintenance of traffic signs, pavement markings, traffic signals and school safety.

Money Seizures:

The City of Cleveland Police Department receives funds from the sale of assets seized in certain law enforcement activities in which the department has assisted federal and state law enforcement agencies. The process of liquidating and distributing seized assets is commonly called "asset forfeiture."

The City can receive several types of asset forfeitures, including but not limited to, Federal and State forfeitures. The Federal (Justice) Asset Forfeiture Program is authorized by the Comprehensive Crime Control Act of 1984, while the State Asset Forfeiture Program is authorized by Chapter 59 of the Texas Code of Criminal Procedure. The Treasury Asset Forfeiture Program is authorized by Title 31, Section 9703 of the U.S. Code. The HIDTA Asset Forfeiture Program was created through the Anti-Drug Abuse Act of 1988.

The main goals of asset forfeiture programs are to deprive criminals of property used in or acquired through illegal activities, to encourage joint operations among law enforcement agencies at various levels of government and to strengthen law enforcement. These programs require that the recipient law enforcement agency use the assets solely for law enforcement purposes. The City of Cleveland Police Department is responsible for the receipt, expenditure and oversight of asset forfeitures.

SPECIAL REVENUE FUND - 900
FISCAL YEAR 2016 ADOPTED BUDGET

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
Red Light Camera	508,872	495,000	369,000	0
Other Revenue	0	0	0	0
Interest	1,866	(1,600)	1,650	0
Seizures	0	0	0	1,000
Non-Operating	(3,270)	0	(4,780)	0
Total Revenues	\$507,468	\$493,400	\$365,870	\$1,000
Capital Projects	0	0	0	0
Money Seizures	4,333	0	1,000	1,000
Red Light Camera	431,039	403,016	311,380	57,000
Red Light Camera -Project	179,679	10,220	68,247	63,807
Total Expenditures	\$615,051	\$413,236	\$380,627	\$121,807
Revenues Over Expenses	(107,582)	80,164	(14,757)	(120,807)
Fund Balance - Beginning	247,719	140,137	140,137	125,380
Fund Balance - Ending	\$ 140,137	\$ 220,301	\$ 125,380	\$ 4,573

**UNITY DONATION FUND - 102
FISCAL YEAR 2016 ADOPTED BUDGET**

The Unity Donation Fund is used to account for all donations related to Unity Committee sponsored events.

Expenditures in fiscal year 2015 total \$18,650, including \$13,500 for Fourth of July Fireworks. Expenditures in fiscal year 2016 total \$18,650 and the estimated amount available is \$2,107 on 9/30/2016.

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
REVENUE:				
<u>INTEREST</u>				
102-4000-10-0894 INTEREST	21	0	25	25
TOTAL INTEREST	21	0	25	25
<u>COMMUNITY EVENTS</u>				
102-4000-30-0100 DONATIONS - CLEANUP CLEVELAND	0	0	500	500
102-4000-30-0110 DONATIONS - TREAT STREET	0	0	500	500
102-4000-30-0115 DONATIONS - BUNNY BLAST	340	0	300	300
102-4000-30-0120 DONATIONS - JULY FIREWORKS	9,674	0	13,500	13,500
102-4000-30-1030 DONATIONS - CHRISTMAS	900	0	3,600	3,600
102-4000-30-1040 I LOVE CLEVELAND CAMPAIGN	0	0	500	500
TOTAL COMMUNITY EVENTS	10,914	0	18,900	18,900
TOTAL REVENUES	\$10,935	\$0	\$18,925	\$18,925
 <u>EXPENDITURES</u>				
<u>COMMUNITY EVENTS</u>				
102-5100-30-1010 CLEANUP CLEVELAND	0	0	500	500
102-5100-30-1020 TREAT STREET	0	0	500	500
102-5100-30-1030 BUNNY BLAST	332	0	300	300
102-5100-30-1040 JULY FIREWORKS	9,223	0	13,100	13,100
102-5100-30-1050 HOMETOWN CHRISTMAS	120	0	3,500	3,500
102-5100-30-1060 I LOVE CLEVELAND CAMPAIGN	0	0	500	500
102-5100-30-3130 POSTAGE	189	0	250	250
TOTAL COMMUNITY EVENTS	9,864	0	18,650	18,650
TOTAL EXPENDITURES	\$9,864	\$0	\$18,650	\$18,650
Revenues Over Expenses	1,071	0	275	275
Fund Balance - Beginning	1,080	2,151	2,151	2,426
Fund Balance - Ending	\$ 2,151	\$ 2,151	\$ 2,426	\$ 2,701

CLEVELAND ECONOMIC DEVELOPMENT CORPORATION FISCAL YEAR 2016 ADOPTED BUDGET

SUMMARY

Fiscal Year 2014-2015:

Operating Revenues are projected to be \$535,483, \$60,876 above the amended budget. The Increase is due to higher than anticipated sales tax revenue, projected at \$504,000, \$37,393, or 8.0%, above the amended budget due to the growth in sales tax collection and conservative budgeting from the prior year. Revenue from the Municipal Sports Park has increased projected revenues by \$20,457.

Operating Expenses and Incentive Uses for fiscal year 2014-2015 are projected to be \$207,632, a savings of \$80,768 from the amended budget mainly due to savings in professional services and sports park maintenance. The Board elected to amend the original budget to include an additional \$10,000 for marketing with KORC, a local radio station. Business Incentives are projected at \$45,000 for unidentified potential projects that may be used in fiscal year 2014-2015. Available fund balance at 9/30/2015 is \$1,518,357, and \$141,334 greater than the amended budget.

Fiscal Year 2015-2016:

Operating Revenues are estimated to be \$737,850, of which \$504,000, or 68%, is from sales tax remittances. Sales tax is budgeted to remain steady with the fiscal year 2014-2015 projection and increases by 4.0% over the fiscal year 2013-2014 actual. A total of \$22,500 is budgeted as revenue from the Municipal Sports Park. Interest income is anticipated at \$7,650. The Corporation is in negotiations for a pipeline right-of-way through the Industrial Business Park on the south side of Highway 787 and the revenue from this transaction will support capital improvement to the Business Park, including road reconstruction and a waterline extension that will improve services for future development.

Total Expenses are \$707,390, \$240,413, more than fiscal year 2014-2015 projection. Total expenses include Other Financial Obligations of \$262,050 with \$52,709 for the annual note payments on the Business Park and \$208,475 for principal and interest on issued debt relating to the Sports Park and the Business Park water well.

For fiscal year 2015-2016, \$707,390 is required to support general operation costs, financial obligations as well as provide the same level of service for business incentives, sports park maintenance, property demolition, job training and scheduled capital improvements. Capital improvements include \$164,840 for the Industrial Park water line, \$100,000 road improvements and \$15,000 to secure a future sewer line crossing at Highway 787. Other Capital Improvements for fiscal year 2015-2016 include \$10,000 for continuation of demolition / new housing program, \$2,000 for the Industrial Park and \$55,200 for the maintenance of the Sports Park. Anticipated revenues of \$737,850 exceed the Corporation's expenses, generating a surplus of \$30,460.

Ending fund balance at September 30, 2016, is estimated to be \$1,548,817.

CLEVELAND ECONOMIC DEVELOPMENT CORPORATION FISCAL YEAR 2016 ADOPTED BUDGET

FIVE YEAR PLAN

A five year plan is programmed for forecasting purposes only. It is projected that the fund will have a surplus for fiscal years ending 2016 and 2018 through 2020. The plan consists of major infrastructure improvements without the use of additional debt. A one-time, non-recurring, use of fund balance is planned for fiscal year 2016-2017 and is due to the first implementation of improvements to the Central Business District.

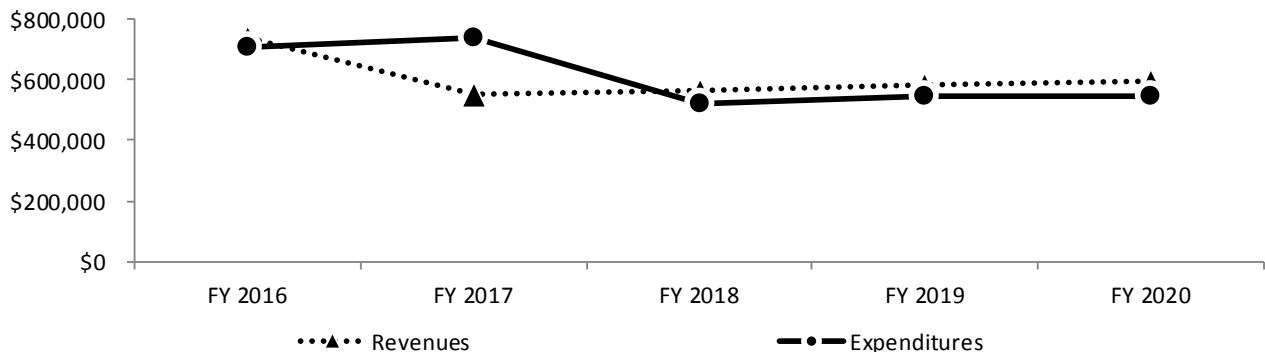
Funding for the first phase of improvements to the Central Business District is budgeted at \$295,000, requiring the Corporation to use \$188,462 of retained earnings in fiscal year 2017. The second phase of improvements are budgeted at \$105,500 in the following year and the final phase of the Central Business District improvements is scheduled in fiscal year 2019 with a total budgeted project cost of \$523,500.

In fiscal year 2020, \$130,000 is reserved for additional improvements to the Industrial Park and increasing business incentives / job training to \$100,000. Looking just beyond the five year plan, the Corporation will have paid off the loan obligation on the Industrial Park, thus providing additional resources towards airport improvements and/or increasing business incentives.

The plan includes a \$5,000 reduction each year for sports park maintenance as the City will assume a greater share of the maintenance cost beginning in 2017. In general, the five year plan includes a 2% increase in operation expenses. Sales tax revenue is projected to increase 3% each year beginning in 2017.

The following five year plan and chart is provided for planning purposes only, as the budget is adopted by the Board and Council annually:

	FY 2016 ADOPTED	FY 2017 PROJECTED	FY 2018 PROJECTED	FY 2019 PROJECTED	FY 2020 PROJECTED
Total Revenues	\$737,850	\$549,572	\$565,450	\$581,798	\$598,631
Operations and Obligations	\$315,350	\$338,033	\$312,738	\$315,790	\$274,191
Infrastructure Improvements	\$347,040	\$355,000	\$160,500	\$173,000	\$175,000
Incentives	\$45,000	\$45,000	\$45,000	\$60,000	\$100,000
Total Expenses	\$707,390	\$738,033	\$518,238	\$548,790	\$549,191
Revenues Over Expenses	30,460	(188,462)	47,211	33,008	49,440
Fund Balance - Ending	\$1,548,817	\$1,360,355	\$1,407,567	\$1,440,574	\$1,490,014
Reserve / Restricted	426,847	434,508	379,560	387,198	387,298
Excess/(Deficit)	1,121,970	925,847	1,028,007	1,053,377	1,102,717



**ECONOMIC DEVELOPMENT CORPORATION FUND - 200
FISCAL YEAR 2016 ADOPTED BUDGET**

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
<u>Sales Taxes</u>				
Sales Tax Revenues	484,680	466,607	504,000	504,000
Structure Demo Liens	13,489	0	3,584	3,500
Credit Card Fees	0	0	150	200
Total Sales Taxes	498,169	466,607	507,734	507,700
<u>Interest</u>				
Interest Revenue	8,637	8,000	7,292	7,650
Total Interest	8,637	8,000	7,292	7,650
<u>Sports Park</u>				
Sports Events/Municipal Park	831	0	20,457	22,500
Total Sports Park	831	0	20,457	22,500
<u>Non-Operating</u>				
Gain (Loss) Sale of Assets	31,166	0	0	200,000
Total Non-Operating	31,166	0	0	200,000
Total Revenues	\$538,803	\$474,607	\$535,483	\$737,850

**ECONOMIC DEVELOPMENT CORPORATION FUND - 200
FISCAL YEAR 2016 ADOPTED BUDGET**

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
<u>Professional Services</u>				
Legal/General	8,084	3,000	3,000	3,000
Accounting/Audit	3,500	3,500	3,500	3,500
Administrative-Contract	16,471	18,000	18,000	18,000
Administrative-City	7,200	7,200	7,200	7,200
Other Prof. Services	0	25,000	0	0
Total Professional Services	35,255	56,700	31,700	31,700
<u>Other Services</u>				
Marketing	3,290	15,000	15,000	10,000
Travel/Meals/Entertain	5,661	8,000	4,682	6,000
Credit Card Fee Charges	0	0	310	400
Dues & Membership	2,295	2,000	2,300	2,300
Training	1,080	2,000	1,000	1,500
Total Other Services	12,327	27,000	23,292	20,200
<u>Supplies</u>				
Office	0	100	20	100
Postage	3	100	20	100
Other Operating Supplies	628	500	1,200	1,200
Total Supplies	631	700	1,240	1,400
<u>Infrastructure</u>				
CBD Improvements	0	9,000	0	0
CBD Improvements - General	41,453	0	0	0
Industrial Park	8,821	0	2,000	281,840
Park Improvements	377,640	40,000	15,000	0
Park Maintenance	74,458	100,000	79,400	55,200
Total Infrastructure	502,373	149,000	96,400	337,040
<u>Affordable Housing</u>				
Demo/Clear - New Housing	0	10,000	10,000	10,000
Total Affordable Housing	0	10,000	10,000	10,000

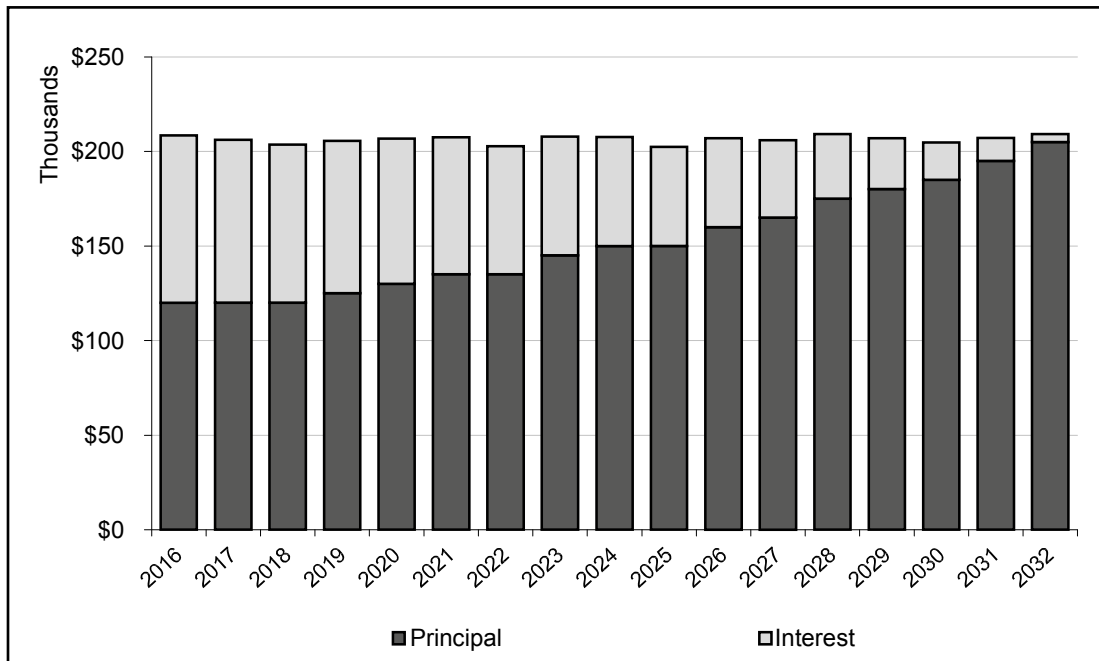
**ECONOMIC DEVELOPMENT CORPORATION FUND - 200
FISCAL YEAR 2016 ADOPTED BUDGET**

	FY 2014 YEAR END ACTUAL	FY 2015 AMENDED BUDGET	FY 2015 YEAR END PROJECTED	FY 2016 ADOPTED BUDGET
<u>Manufacturing/Industrial</u>				
Incentives - Union Tank	22,400	0	0	0
Incentives	0	30,000	30,000	30,000
Job Training (LCWA/CISD)	0	15,000	15,000	15,000
Total Manufacturing/Industrial	22,400	45,000	45,000	45,000
<u>Financial Obligations</u>				
Transfer Out	208,125	0	0	0
Contributions - W/S	5,300	0	0	0
Principal on Land Note	0	36,000	41,487	43,627
Interest on Land Note	13,281	16,709	11,223	9,082
Principal on 2012 Series	0	115,000	115,000	120,000
Interest on 2012 Series	0	90,826	90,826	88,475
Fiscal Agent Fees	1,210	500	810	866
Total Financial Obligations	227,916	259,035	259,345	262,050
Total Expenses	\$800,901	\$547,435	\$466,977	\$707,390
Revenues Over Expenses	(262,098)	(72,828)	68,506	30,460
Fund Balance - Beginning	1,711,951	1,449,851	1,449,851	1,518,357
Fund Balance - Ending	\$ 1,449,851	\$ 1,377,023	\$ 1,518,357	\$ 1,548,817
Reserve Requirement (25%)	200,225	136,859	116,744	176,847
Restricted	250,000	250,000	250,000	250,000
Excess/(Deficit)	999,626	990,164	1,151,613	1,121,970

**CORPORATION DEBT MATURITY SCHEDULE
AS OF 9/30/2015
EDC LONG-TERM DEBT**

Fiscal Year	Principal	Interest	Total
2015-2016	120,000	88,475	208,475
2016-2017	120,000	86,075	206,075
2017-2018	120,000	83,675	203,675
2018-2019	125,000	80,600	205,600
2019-2020	130,000	76,775	206,775
2020-2021	135,000	72,463	207,463
2021-2022	135,000	67,738	202,738
2022-2023	145,000	62,838	207,838
2023-2024	150,000	57,675	207,675
2024-2025	150,000	52,425	202,425
2025-2026	160,000	47,000	207,000
2026-2027	165,000	40,900	205,900
2027-2028	175,000	34,100	209,100
2028-2029	180,000	27,000	207,000
2029-2030	185,000	19,700	204,700
2030-2031	195,000	12,100	207,100
2031-2032	205,000	4,100	209,100
TOTAL	2,595,000	913,638	3,508,638

Series Name	Principal Amount
Series 2012 Sports Park	1,725,000
Series 2012 Water Well	870,000
TOTAL	2,595,000



APPENDIX
CITY OF CLEVELAND HOME RULE CHARTER
AS AMENDED MAY 20, 2014

ARTICLE VI: MUNICIPAL FINANCE

SECTION 6.01 FISCAL YEAR:

The fiscal year of the City of Cleveland shall be determined by the City Council. Such fiscal year shall also constitute the budget and accounting year.

SECTION 6.02 PREPARATION AND SUBMISSION OF BUDGET:

The City Manager, between sixty and ninety days prior to the beginning of each fiscal year shall submit to the Council a proposed budget, which budget shall provide a complete financial plan for the fiscal year, and shall contain the following:

- (a) A budget message, explanatory of the budget, which message shall contain an outline of the proposed financial policies of the City for the fiscal year, shall set forth the reasons for salient changes from the previous fiscal year in expenditure and revenue items, and shall explain any major changes in financial policy.
- (b) A consolidated statement of anticipated receipts and proposed expenditures for all funds.
- (c) An analysis of property valuations.
- (d) An analysis of tax rate.
- (e) Tax levies and tax collections by years for at least the five years immediately preceding.
- (f) General fund resources in detail.
- (g) Special fund resources in detail.
- (h) Summary of proposed expenditures by function, department, and activity.
- (i) Detailed estimates of expenditures shown separately for each activity to support the summaries.
- (j) A description of all bond issues outstanding, showing rate of interest, date of issue, maturity date, amount authorized, amount issued and amount outstanding.
- (k) A schedule of requirements for the principal and interest of each issue of bonds.
- (1) The appropriation ordinance.

- (m) The tax levying ordinance.
- (n) Anticipated revenues and proposed expenditures compared with other years. The City Manager in the preparation of the budget shall show in parallel columns opposite the various properly classified items of revenues and expenditures, the actual amount of such items for the last completed fiscal year, the estimated amount for the current fiscal year and the proposed amount for the ensuing fiscal year.

SECTION 6.03 EMERGENCY APPROPRIATIONS:

The City budget may be amended and appropriations altered in accordance therewith in cases of public necessity, the actual fact of which shall have been declared by the City Council.

SECTION 6.04 TAXES: WHEN DUE AND PAYABLE:

All taxes due the City of Cleveland shall be payable at the office of the City Assessor-Collector and may be paid at any time after the tax rolls for the year have been completed and approved, which shall be not later than October 1. Taxes shall be paid on or before February 1st of the year following assessment, and all such taxes not paid prior to such date shall be deemed delinquent and shall be subject to such penalty and interest as the City Council may provide by ordinance. The City Council may provide further by ordinance that all taxes, either current or delinquent, due the City of Cleveland may be paid in installments; however, the City Council shall be prohibited from waiving penalties or interest, or allowing discounts. Failure to levy and assess taxes through omission in preparation of the approved tax rolls shall not relieve the person, firm, or corporation so omitted from obligation to pay such current or past due taxes as shown to be payable by recheck of the rolls and receipts for the years in question.

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TITLE 4. FINANCES

SUBTITLE A. MUNICIPAL FINANCES

CHAPTER 102. MUNICIPAL BUDGET

Sec. 102.001. BUDGET OFFICER.

(a) The mayor of a municipality serves as the budget officer for the governing body of the municipality except as provided by Subsection (b).

(b) If the municipality has the city manager form of government, the city manager serves as the budget officer

Acts 1987, 70th Leg., ch. 149, Sec. 1, eff. Sept. 1, 1987.

Sec. 102.002. ANNUAL BUDGET REQUIRED.

The budget officer shall prepare each year a municipal budget to cover the proposed expenditures of the municipal government for the succeeding year.

Acts 1987, 70th Leg., ch. 149, Sec. 1, eff. Sept. 1, 1987.

Sec. 102.003. ITEMIZED BUDGET; CONTENTS.

(a) The budget officer shall itemize the budget to allow as clear a comparison as practicable between expenditures included in the proposed budget and actual expenditures for the same or similar purposes made for the preceding year. The budget must show as detailed as possible each of the projects for which expenditures are set up in the budget and the estimated amount of money carried in the budget for each project.

(b) The budget must contain a complete financial statement of the municipality that shows:

- (1) the outstanding obligations of the municipality;
- (2) the cash on hand to the credit of each fund;
- (3) the funds received from all sources during the preceding year;
- (4) the funds available from all sources during the ensuing year;
- (5) the estimated revenue available to cover the proposed budget; and
- (6) the estimated tax rate required to cover the proposed budget.

Acts 1987, 70th Leg., ch. 149, Sec. 1, eff. Sept. 1, 1987.

Sec. 102.004. INFORMATION FURNISHED BY MUNICIPAL OFFICERS AND BOARDS.

In preparing the budget, the budget officer may require any municipal officer or board to furnish information necessary for the budget officer to properly prepare the budget.

Acts 1987, 70th Leg., ch. 149, Sec. 1, eff. Sept. 1, 1987.

Sec. 102.005. PROPOSED BUDGET FILED WITH MUNICIPAL CLERK; PUBLIC INSPECTION.

(a) The budget officer shall file the proposed budget with the municipal clerk before the 30th day before the date the governing body of the municipality makes its tax levy for the fiscal year.

(b) A proposed budget that will require raising more revenue from property taxes than in the previous year must contain a cover page with the following statement in 18-point or larger type: "This budget will raise more total property taxes than last year's budget by (insert total dollar amount of increase and percentage increase), and of that amount (insert amount computed by multiplying the proposed tax rate by the value of new property added to the roll) is tax revenue to be raised from new property added to the tax roll this year."

(c) The proposed budget shall be available for inspection by any person. If the municipality maintains an Internet website, the municipal clerk shall take action to ensure that the proposed budget is posted on the website.

Acts 1987, 70th Leg., ch. 149, Sec. 1, eff. Sept. 1, 1987. Amended by: Acts 2007, 80th Leg., R.S., Ch. 924 (H.B. 3195), Sec. 1, eff. September 1, 2007.

Sec. 102.006. PUBLIC HEARING ON PROPOSED BUDGET.

(a) The governing body of a municipality shall hold a public hearing on the proposed budget.

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Any person may attend and may participate in the hearing.

(b) The governing body shall set the hearing for a date occurring after the 15th day after the date the proposed budget is filed with the municipal clerk but before the date the governing body makes its tax levy.

(c) The governing body shall provide for public notice of the date, time, and location of the hearing. The notice must include, in type of a size at least equal to the type used for other items in the notice, any statement required to be included in the proposed budget under Section 102.005(b).

Acts 1987, 70th Leg., ch. 149, Sec. 1, eff. Sept. 1, 1987. Amended by: Acts 2007, 80th Leg., R.S., Ch. 924 (H.B. 3195), Sec. 2, eff. September 1, 2007.

Sec. 102.0065. SPECIAL NOTICE BY PUBLICATION FOR BUDGET HEARING.

(a) The governing body of a municipality shall publish notice before a public hearing relating to a budget in at least one newspaper of general circulation in the county in which the municipality is located.

(b) Notice published under this section is in addition to notice required by other law, except that if another law requires the governing body to give notice, by publication, of a hearing on a budget this section does not apply.

(c) Notice under this section shall be published not earlier than the 30th or later than the 10th day before the date of the hearing.

(d) Notice under this section must include, in type of a size at least equal to the type used for other items in the notice, any statement required to be included in the proposed budget under Section 102.005(b).

Added by Acts 1993, 73rd Leg., ch. 268, Sec. 24, eff. Sept. 1, 1993. Amended by Acts 2001, 77th Leg., ch. 402, Sec. 9, eff. Sept. 1, 2001. Amended by: Acts 2007, 80th Leg., R.S., Ch. 924 (H.B. 3195), Sec. 3, eff. September 1, 2007.

Sec. 102.007. ADOPTION OF BUDGET.

(a) At the conclusion of the public hearing, the governing body of the municipality shall take

action on the proposed budget. A vote to adopt the budget must be a record vote.

(b) The governing body may make any changes in the budget that it considers warranted by the law or by the best interest of the municipal taxpayers.

(c) Adoption of a budget that will require raising more revenue from property taxes than in the previous year requires a separate vote of the governing body to ratify the property tax increase reflected in the budget. A vote under this subsection is in addition to and separate from the vote to adopt the budget or a vote to set the tax rate required by Chapter 26, Tax Code, or other law.

(d) An adopted budget must contain a cover page that includes:

(1) one of the following statements in 18-point or larger type that accurately describes the adopted budget:

(A) "This budget will raise more revenue from property taxes than last year's budget by an amount of (insert total dollar amount of increase), which is a (insert percentage increase) percent increase from last year's budget. The property tax revenue to be raised from new property added to the tax roll this year is (insert amount computed by multiplying the proposed tax rate by the value of new property added to the roll).";

(B) "This budget will raise less revenue from property taxes than last year's budget by an amount of (insert total dollar amount of decrease), which is a (insert percentage decrease) percent decrease from last year's budget. The property tax revenue to be raised from new property added to the tax roll this year is (insert amount computed by multiplying the proposed tax rate by the value of new property added to the roll)."; or

(C) "This budget will raise the same amount of revenue from property taxes as last year's budget. The property tax revenue to be raised from new property added to the tax roll this year is (insert amount computed by multiplying the proposed tax rate by the value of new property added to the roll).";

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(2) the record vote of each member of the governing body by name voting on the adoption of the budget;

(3) the municipal property tax rates for the preceding fiscal year, and each municipal property tax rate that has been adopted or calculated for the current fiscal year, including:

- (A) the property tax rate;
- (B) the effective tax rate;
- (C) the effective maintenance and operations tax rate;
- (D) the rollback tax rate; and
- (E) the debt rate; and

(4) the total amount of municipal debt obligations.

(e) In this section, "debt obligation" means an issued public security as defined by Section 1201.002, Government Code, secured by property taxes.

Acts 1987, 70th Leg., ch. 149, Sec. 1, eff. Sept. 1, 1987. Amended by: Acts 2007, 80th Leg., R.S., Ch. 924 (H.B. 3195), Sec. 4, eff. September 1, 2007. Acts 2013, 83rd Leg., R.S., Ch. 1329 (S.B. 656), Sec. 1, eff. September 1, 2013.

Sec. 102.008. APPROVED BUDGET FILED WITH MUNICIPAL CLERK: POSTING ON INTERNET.

(a) On final approval of the budget by the governing body of the municipality, the governing body shall:

- (1) file the budget with the municipal clerk; and
- (2) if the municipality maintains an Internet website, take action to ensure that:
 - (A) a copy of the budget, including the cover page, is posted on the website; and
 - (B) the record vote described by Section 102.007(d)(2) is posted on the website at least until the first anniversary of the date the budget is adopted.

(b) The governing body shall take action to ensure that the cover page of the budget is amended to include the property tax rates required by Section 102.007(d)(3) for the current fiscal year if the rates are not included on the cover page when the budget is filed with the municipal clerk. The governing body shall file an amended cover page

with the municipal clerk and take action to ensure that the amended cover page is posted on the municipality's website.

Acts 1987, 70th Leg., ch. 149, Sec. 1, eff. Sept. 1, 1987. Amended by: Acts 2007, 80th Leg., R.S., Ch. 924 (H.B. 3195), Sec. 5, eff. September 1, 2007. Acts 2013, 83rd Leg., R.S., Ch. 1329 (S.B. 656), Sec. 2, eff. September 1, 2013.

Sec. 102.009. LEVY OF TAXES AND EXPENDITURE OF FUNDS UNDER BUDGET; EMERGENCY EXPENDITURE.

(a) The governing body of the municipality may levy taxes only in accordance with the budget.

(b) After final approval of the budget, the governing body may spend municipal funds only in strict compliance with the budget, except in an emergency.

(c) The governing body may authorize an emergency expenditure as an amendment to the original budget only in a case of grave public necessity to meet an unusual and unforeseen condition that could not have been included in the original budget through the use of reasonably diligent thought and attention. If the governing body amends the original budget to meet an emergency, the governing body shall file a copy of its order or resolution amending the budget with the municipal clerk, and the clerk shall attach the copy to the original budget.

(d) After the adoption of the budget or a budget amendment, the budget officer shall provide for the filing of a true copy of the approved budget or amendment in the office of the county clerk of the county in which the municipality is located.

Acts 1987, 70th Leg., ch. 149, Sec. 1, eff. Sept. 1, 1987.

Sec. 102.010. CHANGES IN BUDGET FOR MUNICIPAL PURPOSES.

This chapter does not prevent the governing body of the municipality from making changes in the budget for municipal purposes.

Acts 1987, 70th Leg., ch. 149, Sec. 1, eff. Sept. 1, 1987.

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Sec. 102.011. CIRCUMSTANCES UNDER WHICH CHARTER PROVISIONS CONTROL.

If a municipality has already adopted charter provisions that require the preparation of an annual budget covering all municipal expenditures and if the municipality conducts a public hearing on the budget as provided by Section 102.006 and otherwise complies with the provisions of this chapter relating to property tax increases, the charter provisions control. After the budget has been finally prepared and approved, a copy of the budget and the amendments to the budget shall be filed with the county clerk, as required for other budgets under this chapter.

Acts 1987, 70th Leg., ch. 149, Sec. 1, eff. Sept. 1, 1987 Amended by: Acts 2007, 80th Leg., R.S., Ch. 924 (H.B. 3195), Sec. 6, eff. September 1, 2007.

**SERIES 2011 TAX NOTES
AS OF 9/30/2015
GENERAL LONG-TERM DEBT**

Fiscal Year	Principal	Interest	Total
2015-2016	105,000	956	105,956
2016-2017			-
2017-2018			-
2018-2019			-
2019-2020			-
2020-2021			-
2021-2022			-
2022-2023			-
2023-2024			-
2024-2025			-
2025-2026			-
TOTAL	105,000	956	105,956

**SERIES 2012 AIRPORT SUPPORTED DEBT
AS OF 9/30/2015
GENERAL LONG-TERM DEBT**

Fiscal Year	Principal	Interest	Total
2015-2016	90,000	2,700	92,700
2016-2017	90,000	900	90,900
2017-2018			-
2018-2019			-
2019-2020			-
2020-2021			-
2021-2022			-
2022-2023			-
2023-2024			-
2024-2025			-
2025-2026			-
TOTAL	180,000	3,600	183,600

**SERIES 2013 GENERAL OBLIGATION REFUNDING BONDS
AS OF 9/30/2015
GENERAL LONG-TERM DEBT**

Fiscal Year	Principal	Interest	Total
2015-2016	325,000	128,756	453,756
2016-2017	370,000	121,806	491,806
2017-2018	470,000	113,406	583,406
2018-2019	480,000	101,506	581,506
2019-2020	490,000	86,956	576,956
2020-2021	505,000	72,031	577,031
2021-2022	520,000	56,656	576,656
2022-2023	540,000	43,456	583,456
2023-2024	550,000	32,213	582,213
2024-2025	565,000	20,013	585,013
2025-2026	575,000	6,828	581,828
TOTAL	5,390,000	783,628	6,173,628

**SERIES 2009 WATER & SEWER REVENUE BOND
AS OF 9/30/2015**

WATER & SEWER LONG-TERM DEBT

Fiscal Year	Principal	Interest	Total
2015-2016	25,000	15,544	40,544
2016-2017	25,000	14,950	39,950
2017-2018	25,000	14,300	39,300
2018-2019	25,000	13,600	38,600
2019-2020	25,000	12,825	37,825
2020-2021	30,000	11,888	41,888
2021-2022	30,000	10,815	40,815
2022-2023	30,000	9,698	39,698
2023-2024	35,000	8,454	43,454
2024-2025	35,000	7,071	42,071
2025-2026	35,000	5,636	40,636
2026-2027	35,000	4,175	39,175
2027-2028	40,000	2,580	42,580
2028-2029	40,000	860	40,860
2029-2030			
2030-2031			
2031-2032			
2032-2033			
TOTAL	435,000	132,395	567,395

**SERIES 2011 WATER & SEWER REVENUE BOND
AS OF 9/30/2015
WATER & SEWER LONG-TERM DEBT**

Fiscal Year	Principal	Interest	Total
2015-2016	100,000	61,025	161,025
2016-2017	100,000	59,600	159,600
2017-2018	105,000	57,699	162,699
2018-2019	105,000	55,389	160,389
2019-2020	110,000	52,725	162,725
2020-2021	110,000	49,728	159,728
2021-2022	115,000	46,349	161,349
2022-2023	120,000	42,558	162,558
2023-2024	120,000	38,538	158,538
2024-2025	125,000	34,310	159,310
2025-2026	130,000	29,815	159,815
2026-2027	135,000	25,044	160,044
2027-2028	140,000	19,955	159,955
2028-2029	145,000	14,575	159,575
2029-2030	150,000	8,933	158,933
2030-2031	155,000	3,023	158,023
2031-2032			
2032-2033			
TOTAL	1,965,000	599,266	2,564,266

**SERIES 2012A CERTIFICATES OF OBLIGATION
AS OF 9/30/2015
WATER & SEWER LONG-TERM DEBT**

Fiscal Year	Principal	Interest	Total
2015-2016	105,000	58,500	163,500
2016-2017	105,000	56,400	161,400
2017-2018	105,000	54,300	159,300
2018-2019	110,000	52,150	162,150
2019-2020	110,000	49,950	159,950
2020-2021	115,000	47,700	162,700
2021-2022	115,000	45,400	160,400
2022-2023	120,000	43,050	163,050
2023-2024	120,000	40,350	160,350
2024-2025	125,000	37,288	162,288
2025-2026	125,000	33,850	158,850
2026-2027	130,000	30,025	160,025
2027-2028	135,000	26,050	161,050
2028-2029	140,000	21,925	161,925
2029-2030	145,000	17,469	162,469
2030-2031	150,000	12,675	162,675
2031-2032	155,000	7,719	162,719
2032-2033	160,000	2,600	162,600
TOTAL	2,270,000	637,401	2,907,401

**SERIES 2013 GENERAL OBLIGATION REFUNDING BONDS
AS OF 9/30/2015
WATER & SEWER LONG-TERM DEBT**

Fiscal Year	Principal	Interest	Total
2015-2016	290,000	19,800	309,800
2016-2017	285,000	14,050	299,050
2017-2018	140,000	9,800	149,800
2018-2019	140,000	6,300	146,300
2019-2020	140,000	2,100	142,100
2020-2021			
2021-2022			
2022-2023			
2023-2024			
2024-2025			
2025-2026			
2026-2027			
2027-2028			
2028-2029			
2029-2030			
2030-2031			
2031-2032			
2032-2033			
TOTAL	995,000	52,050	1,047,050

**SERIES 2012 SPORTS PARK
AS OF 9/30/2015
EDC LONG-TERM DEBT**

Fiscal Year	Principal	Interest	Total
2015-2016	80,000	58,800	138,800
2016-2017	80,000	57,200	137,200
2017-2018	80,000	55,600	135,600
2018-2019	85,000	53,525	138,525
2019-2020	85,000	50,975	135,975
2020-2021	90,000	48,125	138,125
2021-2022	90,000	44,975	134,975
2022-2023	95,000	41,738	136,738
2023-2024	100,000	38,325	138,325
2024-2025	100,000	34,825	134,825
2025-2026	105,000	31,238	136,238
2026-2027	110,000	27,200	137,200
2027-2028	115,000	22,700	137,700
2028-2029	120,000	18,000	138,000
2029-2030	125,000	13,100	138,100
2030-2031	130,000	8,000	138,000
2031-2032	135,000	2,700	137,700
TOTAL	1,725,000	607,025	2,332,025

**SERIES 2012 WATER WELL
AS OF 9/30/2015
EDC LONG-TERM DEBT**

Fiscal Year	Principal	Interest	Total
2015-2016	40,000	29,675	69,675
2016-2017	40,000	28,875	68,875
2017-2018	40,000	28,075	68,075
2018-2019	40,000	27,075	67,075
2019-2020	45,000	25,800	70,800
2020-2021	45,000	24,338	69,338
2021-2022	45,000	22,763	67,763
2022-2023	50,000	21,100	71,100
2023-2024	50,000	19,350	69,350
2024-2025	50,000	17,600	67,600
2025-2026	55,000	15,763	70,763
2026-2027	55,000	13,700	68,700
2027-2028	60,000	11,400	71,400
2028-2029	60,000	9,000	69,000
2029-2030	60,000	6,600	66,600
2030-2031	65,000	4,100	69,100
2031-2032	70,000	1,400	71,400
TOTAL	870,000	306,613	1,176,613

**ECONOMIC DEVELOPMENT CORPORATION
AMORTIZATION SCHEDULE**

2009 LAND - LOAN #7912300

DATE	PRINCIPAL	INTEREST	PAYMENT	REMAINING	DATE	PRINCIPAL	INTEREST	PAYMENT	REMAINING	DATE	PRINCIPAL	INTEREST	PAYMENT	REMAINING			
					47	10/23/13	3,225.53	1,166.92	4,392.45	275,157.71	95	10/23/17	3,940.11	452.34	4,392.45	103,970.06	
					48	11/23/13	3,200.60	1,191.85	4,392.45	271,957.11	96	11/23/17	3,942.10	450.35	4,392.45	100,027.96	
1	12/23/09	2,664.60	1,727.85	4,392.45	409,535.40	49	12/23/13	3,252.47	1,139.98	4,392.45	268,704.64	97	12/23/17	3,973.15	419.30	4,392.45	96,054.81
2	1/23/10	2,618.54	1,773.91	4,392.45	406,916.86	50	1/23/14	3,228.55	1,163.90	4,392.45	265,476.09	98	1/23/18	3,976.39	416.06	4,392.45	92,078.42
3	2/23/10	2,629.89	1,762.56	4,392.45	404,286.97	51	2/23/14	3,242.54	1,149.91	4,392.45	262,233.55	99	2/23/18	3,993.61	398.84	4,392.45	88,084.81
4	3/23/10	2,810.75	1,581.70	4,392.45	401,476.22	52	3/23/14	3,366.51	1,025.94	4,392.45	258,867.04	100	3/23/18	4,047.83	344.62	4,392.45	84,036.98
5	4/23/10	2,653.45	1,739.00	4,392.45	398,822.77	53	4/23/14	3,271.17	1,121.28	4,392.45	255,595.87	101	4/23/18	4,028.44	364.01	4,392.45	80,008.54
6	5/23/10	2,720.67	1,671.78	4,392.45	396,102.10	54	5/23/14	3,321.05	1,071.40	4,392.45	252,274.82	102	5/23/18	4,057.07	335.38	4,392.45	75,951.47
7	6/23/10	2,676.73	1,715.72	4,392.45	393,425.37	55	6/23/14	3,299.72	1,092.73	4,392.45	248,975.10	103	6/23/18	4,063.47	328.98	4,392.45	71,888.00
8	7/23/10	2,743.30	1,649.15	4,392.45	390,682.07	56	7/23/14	3,348.80	1,043.65	4,392.45	245,626.30	104	7/23/18	4,091.11	301.34	4,392.45	67,796.89
9	8/23/10	2,700.21	1,692.24	4,392.45	387,981.86	57	8/23/14	3,328.52	1,063.93	4,392.45	242,297.78	105	8/23/18	4,098.79	293.66	4,392.45	63,698.10
10	9/23/10	2,711.90	1,680.55	4,392.45	385,269.96	58	9/23/14	3,342.94	1,049.51	4,392.45	238,954.84	106	9/23/18	4,116.54	275.91	4,392.45	59,581.56
11	10/23/10	2,777.48	1,614.97	4,392.45	382,492.48	59	10/23/14	3,390.80	1,001.65	4,392.45	235,564.04	107	10/23/18	4,142.70	249.75	4,392.45	55,438.86
12	11/23/10	2,735.68	1,656.77	4,392.45	379,756.80	60	11/23/14	3,372.10	1,020.35	4,392.45	232,191.94	108	11/23/18	4,152.32	240.13	4,392.45	51,286.54
13	12/23/10	2,800.59	1,591.86	4,392.45	376,956.21	61	12/23/14	3,419.15	973.30	4,392.45	228,772.79	109	12/23/18	4,177.47	214.98	4,392.45	47,109.07
14	1/23/11	2,759.66	1,632.79	4,392.45	374,196.55	62	1/23/15	3,401.52	990.93	4,392.45	225,371.27	110	1/23/19	4,188.40	204.05	4,392.45	42,920.67
15	2/23/11	2,771.62	1,620.83	4,392.45	371,424.93	63	2/23/15	3,416.25	976.20	4,392.45	221,955.02	111	2/23/19	4,206.54	185.91	4,392.45	38,714.13
16	3/23/11	2,939.31	1,453.14	4,392.45	368,485.62	64	3/23/15	3,524.09	868.36	4,392.45	218,430.93	112	3/23/19	4,240.99	151.46	4,392.45	34,473.14
17	4/23/11	2,796.35	1,596.10	4,392.45	365,689.27	65	4/23/15	3,446.31	946.14	4,392.45	214,984.62	113	4/23/19	4,243.13	149.32	4,392.45	30,230.01
18	5/23/11	2,859.56	1,532.89	4,392.45	362,829.71	66	5/23/15	3,491.28	901.17	4,392.45	211,493.34	114	5/23/19	4,265.73	126.72	4,392.45	25,964.28
19	6/23/11	2,820.85	1,571.60	4,392.45	360,008.86	67	6/23/15	3,476.37	916.08	4,392.45	208,016.97	115	6/23/19	4,279.99	112.46	4,392.45	21,684.29
20	7/23/11	2,883.37	1,509.08	4,392.45	357,125.49	68	7/23/15	3,520.49	871.96	4,392.45	204,496.48	116	7/23/19	4,301.55	90.90	4,392.45	17,382.74
21	8/23/11	2,845.56	1,546.89	4,392.45	354,279.93	69	8/23/15	3,506.67	885.78	4,392.45	200,989.81	117	8/23/19	4,317.16	75.29	4,392.45	13,065.58
22	9/23/11	2,857.88	1,534.57	4,392.45	351,422.05	70	9/23/15	3,521.86	870.59	4,392.45	197,467.95	118	9/23/19	4,335.86	56.59	4,392.45	8,729.72
23	10/23/11	2,919.37	1,473.08	4,392.45	348,502.68	71	10/23/15	3,564.71	827.74	4,392.45	193,903.24	119	10/23/19	4,355.86	36.59	4,392.45	4,373.86
24	11/23/11	2,882.91	1,509.54	4,392.45	345,619.77	72	11/23/15	3,552.56	839.89	4,392.45	190,350.68	120	11/23/19	4,373.86	18.95	4,392.81	0.00
25	12/23/11	2,943.69	1,448.76	4,392.45	342,676.08	73	12/23/15	3,594.54	797.91	4,392.45	186,756.14						
26	1/23/12	2,908.15	1,484.30	4,392.45	339,767.93	74	1/23/16	3,583.51	808.94	4,392.45	183,172.63						
27	2/23/12	2,920.74	1,471.71	4,392.45	336,847.19	75	2/23/16	3,599.04	793.41	4,392.45	179,573.59						
28	3/23/12	3,027.53	1,364.92	4,392.45	333,819.66	76	3/23/16	3,664.81	727.64	4,392.45	175,908.78						
29	4/23/12	2,946.51	1,445.94	4,392.45	330,873.15	77	4/23/16	3,630.50	761.95	4,392.45	172,278.28						
30	5/23/12	3,005.50	1,386.95	4,392.45	327,867.65	78	5/23/16	3,670.30	722.15	4,392.45	168,607.98						
31	6/23/12	2,972.29	1,420.16	4,392.45	324,895.36	79	6/23/16	3,662.12	730.33	4,392.45	164,945.86						
32	7/23/12	3,030.56	1,361.89	4,392.45	321,864.80	80	7/23/16	3,701.03	691.42	4,392.45	161,244.83						
33	8/23/12	2,998.29	1,394.16	4,392.45	318,866.51	81	8/23/16	3,694.02	698.43	4,392.45	157,550.81						
34	9/23/12	3,011.28	1,381.17	4,392.45	315,855.23	82	9/23/16	3,710.02	682.43	4,392.45	153,840.79						
35	10/23/12	3,068.45	1,324.00	4,392.45	312,786.78	83	10/23/16	3,747.58	644.87	4,392.45	150,093.21						
36	11/23/12	3,037.61	1,354.84	4,392.45	309,749.17	84	11/23/16	3,742.32	650.13	4,392.45	146,350.89						
37	12/23/12	3,094.05	1,298.40	4,392.45	306,655.12	85	12/23/16	3,778.98	613.47	4,392.45	142,571.91						
38	1/23/13	3,064.17	1,328.28	4,392.45	303,590.95	86	1/23/17	3,774.90	617.55	4,392.45	138,797.01						
39	2/23/13	3,077.44	1,315.01	4,392.45	300,513.51	87	2/23/17	3,791.25	601.20	4,392.45	135,005.76						
40	3/23/13	3,216.74	1,175.71	4,392.45	297,296.77	88	3/23/17	3,864.26	528.19	4,392.45	131,141.50						
41	4/23/13	3,104.71	1,287.74	4,392.45	294,192.06	89	4/23/17	3,824.41	568.04	4,392.45	127,317.09						
42	5/23/13	3,159.26	1,233.19	4,392.45	291,032.80	90	5/23/17	3,858.76	533.69	4,392.45	123,458.33						
43	6/23/13	3,131.84	1,260.61	4,392.45	287,900.96	91	6/23/17	3,857.69	534.76	4,392.45	119,600.64						
44	7/23/13	3,185.63	1,206.82	4,392.45	284,715.33	92	7/23/17	3,891.11	501.34	4,392.45	115,709.53						
45	8/23/13	3,159.20	1,233.25	4,392.45	281,556.13	93	8/23/17	3,891.25	501.20	4,392.45	111,818.28						
46	9/23/13	3,172.89	1,219.56	4,392.45	278,383.24	94	9/23/17	3,908.11	484.34	4,392.45	107,910.17						

FISCAL YEAR	PRINCIPAL	INTEREST	PAYMENT	REMAINING
FY 2010	26,930	16,994	43,925	385,270
FY 2011	33,848	18,861	52,709	351,422
FY 2012	35,567	17,143	52,709	315,855
FY 2013	37,472	15,237	52,709	278,383
FY 2014	39,428	13,281	52,709	238,955
FY 2015	41,487	11,223	52,709	197,468
FY 2016	43,627	9,082	52,709	153,841
FY 2017	45,931	6,779	52,709	107,910
FY 2018	48,329	4,381	52,709	59,582
FY 2019	50,852	1,858	52,709	8,730
FY 2020	8,730	56	8,785	0

Funding:				\$412,200.00
Fixed Rate:				5.1%
Number of Scheduled Payments:				120
Regular Payment Amount:				\$4,392.45

GLOSSARY

ACCOUNT – A term used to identify an individual asset, liability, expenditure control, revenue control, encumbrance control, or fund balance.

ACCOUNTS PAYABLE – A short-term liability account reflecting amounts owed to private persons or organizations for goods and services received by a government.

ACCOUNT RECEIVABLE – An asset account reflecting amounts due from private persons or organizations for goods and services furnished by a government.

ACCOUNTING SYSTEM – The total set of records and procedures, which are used to record, classify, and report information on the financial status and operations of an entity.

ACCRUAL ACCOUNTING – A basis of accounting in which revenues are recognized in the period in which they are earned and become measurable, and expenses are recognized in the period incurred instead of when cash is actually received or spent.

ACCRUED INTEREST – Interest that has been earned and recorded, but has not been received.

AD VALOREM TAX – A tax based on value of land and improvements (property tax).

AGENDA – A formal listing of items to be discussed during a public meeting. Agendas for public meetings are posted 72 hours in advance, in compliance with the open meetings act.

APPROPRIATION – An authorization granted by City Council to make expenditures and to incur obligations for a specific purpose. Usually limited in amount and as to the time when it may be expended.

ASSESSED VALUATION – A valuation set upon real estate or other property by government as a basis for levying taxes.

ASSETS – Property owned by a government, which has economic value, especially which could be converted to cash.

BALANCE SHEET – A statement purporting to present the financial position of an entity by disclosing the value of its assets, liabilities, and equities as of a specified date.

BALANCED BUDGET – Total recurring expenditures for any fiscal year shall not exceed total recurring revenues for that same fiscal year.

BOND – A written promise to pay a specified sum of money, called the face value or principal amount, at a specified date or dates in the future, called the maturity date(s), together with periodic interest at a specified rate.

BOND REFERENDUM – A bond referendum is an opportunity for voters to decide if the city will be authorized to borrow funds to address specific capital project needs for which ad valorem taxes are pledged for repayment.

BUDGET – A plan of financial operation embodying an estimate of proposed expenditures for a given period and the proposed means of financing them. The term is also sometimes used to denote the officially approved expenditure ceiling under which a government and its departments operate.

BUDGET CALENDAR – The schedule of key dates or milestones, which a government follows in the preparation and adoption of the budget.

BUDGET DOCUMENT – The instrument used by the budget making authority to present a comprehensive financial program to the appropriating governing body.

BUDGETARY CONTROL – The control or management of a government or enterprise in accordance with an approved budget to keep expenditures within limitations of available appropriation and available revenues.

CAPITAL ASSETS – Long-term assets, such as buildings, equipment, and infrastructure, intended to be held or used in operations.

CAPITAL PROJECTS – Acquisition or construction of major capital facilities.

CAPITAL IMPROVEMENT PROGRAM – A plan for capital expenditures to be incurred each year over a fixed period of several future years setting forth each capital project, identifying the expected beginning and ending date for each project, the amount to be expended in each year, and the method of financing those expenditures.

CAPITAL OUTLAY – Expenditures for the acquisition of capital assets.

GLOSSARY

CAPITAL PROJECT FUNDS – Capital Project Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds, special assessment funds and trust funds).

CASH BASIS – A method of accounting in which revenues and expenses are recognized and recorded when received, not necessarily when earned.

CERTIFICATE OF DEPOSIT – A negotiable or non-negotiable receipt for monies deposited in a bank or other financial institution for a specified period for a specified rate of interest.

CERTIFICATE OF OBLIGATION – A debt instrument that is issued by the City and has the same legal status as a general obligation bond. Proceeds from the issuance of the certificates may be used for the construction of public works or payment of contractual obligations for professional services. These certificates do not require voter approval.

CHARTER – Written instrument setting forth principles and laws of government within boundaries of the City.

CHART OF ACCOUNTS – The classification system used by the City to organize the accounting for various funds.

CHECK – A bill of exchange drawn on a bank and payable on demand.

COMPONENT UNIT – A component unit is defined as a legally separate organization for which elected officials of the primary government (the City) are financially accountable.

CONTINGENCY – Funds set aside in a reserve account for major expenditures or for emergencies.

CURRENT ASSETS – Cash and other assets expected to be converted to cash, sold, or consumed either in a year or in the operating cycle.

CURRENT LIABILITIES – Debt or other legal obligations arising out of transactions in the past which must be liquidated, renewed or refunded within one year.

DEBT SERVICE FUND – A fund used to account for the accumulation of resources for, and the payment of, general long-term debt principal interest, and related costs. Also called a Sinking Fund.

DEFICIT – The excess of expenditures over revenues during an accounting period; or in the case of Enterprise and Intra-governmental Service Funds, the excess of expense over income during an accounting period.

DEPARTMENT – A distinct, usually specialized division of a large organization.

DELINQUENT TAXES – Taxes remaining unpaid on and after the date to which a penalty for nonpayment is attached.

DEPRECIATION – A non-cash expense that reduces the value of an asset as a result of wear and tear, deterioration, action of the physical elements, inadequacy or obsolescence.

EFFECTIVE TAX RATE – The tax rate required to generate the same amount of revenue as in the preceding year on the same properties.

ENTERPRISE FUND – A fund used to account for the acquisition, operation and maintenance of governmental facilities and services which are entirely or predominantly self-supporting by user charges. The significant characteristic of Enterprise Funds is that the accounting system must make it possible to show whether the activity is operated at a profit or loss, similar to comparable private enterprises. Thus, the reports of enterprise funds self-contained and creditors, legislators or the general public can evaluate the performance of the municipal enterprise on the same basis as they can the performance of investor-owner enterprises in the same industry.

EXPENDITURES – Where accounts are kept on the accrual or modified accrual basis of accounting, the cost of goods received or services rendered whether cash payments have been made or not. Where accounts are kept on a cash basis, expenditures are recognized only when the cash payments for the above purposes are made.

FISCAL YEAR – A twelve-month period of time to which the annual budget applies, and at the end of which, the City determines its financial position and results of operations.

FIXED ASSETS – Long-lived tangible assets obtained or controlled as a result of past transactions, events or circumstances. Fixed assets include buildings, equipment, and improvements other than buildings and land.

GLOSSARY

FRANCHISE – A special privilege granted by a government, permitting the continued use of public property, such as City streets, and usually involving the elements of monopoly and regulation.

FUND – An independent fiscal and accounting entity with a self-balancing set of accounts recording cash and/or other resources together with all related liabilities, obligations, reserves, and equities, which are segregated for the purpose of carrying on specific activities or attaining certain objective.

FUND BALANCE – The excess of an entity's assets over its liabilities.

GENERAL FIXED ASSETS – Capital assets that are not assets of any particular fund, but of the government unit as a whole. Most often these assets arise from the expenditure of the financial resources of governmental (as opposed to proprietary or fiduciary) funds.

GENERAL FUND – The General Fund is the general operating fund of the City. It is used to account for the resources devoted to finance the services traditionally associated with local government, except those activities that are required to be accounted for in another fund. Transactions are recorded on the modified accrual basis.

GENERAL OBLIGATION BONDS – When a government pledges its full faith and credit to the payment of the bonds it issues, that those bonds are general obligation bonds.

GENERALLY ACCEPTED ACCOUNTING PRINCIPLES (GAAP) – Uniform minimum standards and guidelines for financial accounting and reporting.

GOVERNMENTAL FUNDS – Funds generally used to account for tax-supported activities. The acquisition, use and financial resources and the related current liabilities are accounted for through governmental funds (General, Special Revenue, Capital Projects and Debt Service).

GRANTS – A contribution by one government unit to another. The contribution is usually made to aid in the support of a specific function, purpose, activity or facility.

INCOME – A term used in proprietary fund-type accounting to represent (1) revenues or (2) the excess of revenues over expenses.

INFRASTRUCTURE - Fixed assets that are immovable and have value only to the governmental

unit. Common examples of infrastructure include roads, sidewalks, bridges and streetlights.

ISO RATING – The Insurance Service Office (ISO) performs surveys to assist insurance organizations with setting up the insurance ratings for the communities. The ISO will perform a survey to assign a public protection grade to each fire department, which is used in the development of insurance rates for all properties within the protected area. Grading starts at 1, which is the best possible score and ends at 10, which is considered unacceptable.

LEASE/PURCHASE – A financing tool utilized to fund large capital outlays where the city may not have cash immediately available for purchase. This arrangement allows the city to use the item while payments are being made.

LEVY - To impose taxes or special assessments. The total of taxes or special assessments imposed by a governmental unit.

LIABILITIES – Debt or other legal obligations arising out of transactions in the past, which must be liquidated, renewed or refunded at some future date.

LONG-TERM DEBT – Debt with a maturity of more than one year after date of issuance.

MODIFIED ACCRUAL BASIS – The basis of accounting under which expenditures other than accrued interest on general long-term debt are recorded at the time liabilities are incurred and revenues are recorded when received in cash, except for material and/or available revenues, which should be accrued to reflect properly the taxes levied and revenue earned.

NOTE PAYABLE – An unconditional written promise signed by the maker, to pay a certain sum in money on demand or at a fixed or determinable future time, either to the bearer or to the order of a person designated.

OPERATING BUDGET – Plans of current expenditures and the proposed means of financing them.

ORDINANCE – A formal legislative enactment by the governing body of a municipality.

PROJECTION – A forecast of future trends in the operation of financial activities done through the remainder of the fiscal year to gain a better picture of the City's finances. The projections are adopted

GLOSSARY

as the revised budget during the budget adoption process.

PROPERTY TAX – An annual or semi-annual tax paid to one or more governmental jurisdictions based on the real and personal property's assessed valuation and the tax rate, done in compliance with the State Property Tax Code.

RATINGS – Designations used by credit rating agencies to give relative indications of credit quality. Municipal bonds rated Baa or BBB and above are considered to be investment-grade.

REFUNDING BONDS – Bonds issued to retire bonds already outstanding.

RESERVE – An account used to indicate that a portion of fund equity is legally restricted for a specific purpose or not available for appropriation and subsequent spending.

RETAINED EARNINGS – The accumulated earnings of an enterprise or internal service fund which have been retained in the fund and which are not reserved for any specific purpose.

REVENUES – The term designates an increase to a fund's assets. An item of income.

REVENUE BONDS – Bond whose principal and interest are payable exclusively from earnings of an enterprise fund.

ROLLBACK RATE – If a unit adopts a tax rate that is higher than the rollback rate, voters in the unit can

circulate a petition calling for an election to limit the size of the tax increase.

SALES TAX – A state tax of 6.25% is imposed on all retail sales, leases and rentals of most goods, as well as taxable services. Texas cities and counties have the option of imposing additional local sales taxes for a combined total of state and local taxes of 8.25%.

SHORT-TERM DEBT – Debt with a maturity of one year or less after the date of issuance.

SPECIAL REVENUE FUNDS - Fund is used to account for the proceeds of specific revenue sources (other than expendable trusts or for major capital projects) that are legally restricted to expenditure for specified purposes.

TAX LEVY – The total amount to be raised by general property taxes for intentions specified in the Tax Levy Ordinance.

TAX LEVY ORDINANCE – An ordinance through which taxes are levied.

TAX RATE – The rate at which a municipality may levy a tax. Tax levied for each \$100 of assessed valuation. The amount of tax stated in terms of a unit of the tax base.

TAX ROLL – The official list showing the amount of taxes levied against each taxpayer or property.

TAXES – Compulsory charges levied by a governmental unit for the purpose of financing services performed for the common benefit.