

RULE 15c2-12 FILING COVER SHEET

This cover sheet is sent with all submissions to the Municipal Securities Rulemaking Board (the Nationally Recognized Municipal Securities Information Repository) and any applicable State Information Depository pursuant to Securities and Exchange Commission (SEC) Rule 15c2-12 or any analogous state statute.

Issuer Name: City of Cleveland, Texas

Issue(s):

- \$ 555,000 Combination Tax and Revenue Certificates of Obligation Series 2009
- \$ 2,360,000 Combination Tax and Revenue Certificates of Obligation, Series 2011
- \$ 3,370,000 Combination Tax and Revenue Certificates of Obligation, Series 2012
- \$ 2,470,000 Combination Tax and Revenue Certificates of Obligation, Series 2012A
- \$ 7,860,000 General Obligation Refunding Bonds, Series 2013
- \$ 3,920,000 Combination Tax and Revenue Certificates of Obligation, Series 2017

Filing Format X electronic ___ paper; If available on the Internet, give URL: _____

CUSIP Numbers to which the information filed relates (optional):

X Nine-digit number(s) (see following page(s)):

___ Six-digit number if information filed relates to all securities of the issuer

* * *

Financial & Operating Data Disclosure Information

- X Annual Financial Report or CAFR
- X Financial Information & Operating Data
- ___ Other (describe) _____

X Fiscal Period Covered: FYE 2018

___ Monthly ___ Quarterly X Annual ___ Other: _____

* * *

I hereby represent that I am authorized by the issuer or its agent to distribute this information publicly:

Signature: 

Name: Robert Pennington Title: Finance Director

Employer: City of Cleveland, Texas

Voice Telephone Number: 281-592-2667

Email Address: bpennington@clevelandtexas.com

DESCRIPTION OF ISSUES COVERED BY THIS REPORT

Combination Tax and Revenue Certificates of Obligation Series 2009

<u>Date</u>	<u>Principal</u>	<u>CUSIP</u>
03/01/20	\$ 25,000	186594 GN1
03/01/21	30,000	186594 GP6
03/01/22	30,000	186594 GQ4
03/01/23	30,000	186594 GR2
03/01/24	35,000	186594 GS0
03/01/25	35,000	186594 GT8
03/01/26	35,000	186594 GU5
03/01/27	35,000	186594 GV3
03/01/28	40,000	186594 GW1
03/01/29	40,000	186594 GX9
	<u>\$ 335,000</u>	

Combination Tax and Revenue Certificates of Obligation, Series 2011

<u>Date</u>	<u>Principal</u>	<u>CUSIP</u>
03/01/20	\$ 110,000	186594 HG5
03/01/21	110,000	186594 HH3
03/01/22	115,000	186594 HJ9
03/01/23	120,000	186594 HK6
03/01/24	120,000	186594 HL4
03/01/25	125,000	186594 HM2
03/01/26	130,000	186594 HN0
03/01/27	135,000	186594 HP5
03/01/28	140,000	186594 HQ3
03/01/29	145,000	186594 HR1
03/01/30	150,000	186594 HS9
03/01/31	155,000	186594 HT7
	<u>\$ 1,555,000</u>	

Combination Tax and Revenue Certificates of Obligation, Series 2012

<u>Date</u>	<u>Principal</u>	<u>CUSIP</u>
03/01/20	\$ 130,000	186594JB4
03/01/22	270,000	186594JD0
03/01/24	295,000	186594JF5
03/01/26	310,000	186594JH1
03/01/29	520,000	186594JL2
03/01/32	585,000	186594JP3
	<u>\$ 2,110,000</u>	

Combination Tax and Revenue Certificates of Obligation, Series 2012A

<u>Date</u>	<u>Principal</u>	<u>CUSIP</u>
03/01/20	\$ 110,000	186594JW8
03/01/21	115,000	186594JX6
03/01/23	235,000	186594JY4
03/01/25	245,000	186594JZ1
03/01/27	255,000	186594KA4
03/01/29	275,000	186594KB2
03/01/31	295,000	186594KC0
03/01/33	315,000	186594KD8
	<u>\$ 1,845,000</u>	

General Obligation Refunding Bonds, Series 2013

<u>Date</u>	<u>Principal</u>	<u>CUSIP</u>
03/01/20	\$ 630,000	186594KL0
03/01/21	505,000	186594KM8
03/01/22	520,000	186594KN6
03/01/23	540,000	186594KP1
03/01/24	550,000	186594KQ9
03/01/25	565,000	186594KR7
03/01/26	575,000	186594KS5
	<u>\$ 3,885,000</u>	

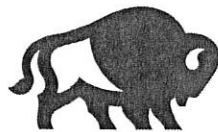
Combination Tax and Revenue Certificates of Obligation, Series 2017

<u>Date</u>	<u>Principal</u>	<u>CUSIP</u>
03/01/20	\$ 250,000	186594KV8
03/01/21	280,000	186594KW6
03/01/22	285,000	186594KX4
03/01/23	290,000	186594KY2
03/01/24	295,000	186594KZ9
03/01/25	300,000	186594LA3
03/01/26	305,000	186594LB1
03/01/27	310,000	186594LC9
03/01/29	230,000	186594LE5
03/01/31	230,000	186594LG0
03/01/33	230,000	186594LJ4
03/01/35	230,000	186594LL9
03/01/37	225,000	186594LN5
	<u>\$ 3,460,000</u>	

CONTINUING DISCLOSURE REPORT
FOR THE
FISCAL YEAR ENDED SEPTEMBER 29, 2018

CITY OF CLEVELAND, TEXAS

GENERAL OBLIGATION DEBT



HTS Continuing Disclosure Services
A Division of Hilltop Securities.

FINANCIAL STATEMENTS

The audited financial statements for the City for the fiscal year ended September 29, 2018 are being separately filed directly with the Nationally Recognized Municipal Securities Information Repository and any applicable State Information Depository, and are hereby incorporated by reference into this Annual Continuing Disclosure Report.

SIGNATURE OF ISSUER

The information set forth herein has been obtained from the City and other sources believed to be reliable, but such information is not guaranteed as to accuracy or completeness and is not to be construed as a promise or guarantee. This Annual Continuing Disclosure Report may contain, in part, estimates and matters of opinion which are not intended as statements of fact, and no representation is made as to the correctness of such estimates and opinions, or that they will be realized. The information and expressions of opinion contained herein are subject to change without notice, and the delivery of this Annual Continuing Disclosure Report will not, under any circumstances, create any implication that there has been no change in the affairs of the City or other matters described.

CITY OF CLEVELAND, TEXAS

Robert Pennington
Finance Director

Approved for Submission:

Date

CERTIFICATE OF SUBMISSION OF ANNUAL REPORT

Subject to the continuing disclosure requirements of SEC Rule 15c2-12, this Annual Continuing Disclosure Report for the City of Cleveland, Texas with respect to the issues listed on the report cover was submitted directly to the Nationally Recognized Municipal Securities Information Repository ("NRMSIR") listed below as well as to any applicable State Information Depository ("SID").

NRMSIR

Municipal Securities Rulemaking Board ("MSRB")
via the Electronic Municipal Market Access ("EMMA") system

HTS Continuing Disclosure Services, A Division of Hilltop Securities Inc.

Signed by:

/s/ Preston Gabriel

**CITY OF CLEVELAND, TEXAS
2019 GENERAL OBLIGATION DEBT REPORT**

TABLE 1 - VALUATION, EXEMPTIONS AND GENERAL OBLIGATION DEBT

2018/2019 Appraised Valuation Established by Liberty and Montgomery County Appraisal Districts		\$ 532,674,214
Less Exemptions/Reductions at 100% Market Value:		
Homestead Exemption	\$ 5,266,557	
Over 65 or Disabled	4,701,600	
Disabled Veterans	2,536,662	
Productivity Loss	20,807,854	
Cap Loss	1,179,075	
House Bill 366	5,440	
Tax Exempt Property	<u>95,384,683</u>	<u>129,881,871</u>
2018/2019 Taxable Assessed Valuation		\$ 402,792,343
General Obligation Debt Payable from Ad Valorem Taxes (as of 1/31/2019)		
Outstanding Certificates of Obligation	\$ 9,910,000	
Outstanding Tax Notes	395,000	
Outstanding General Obligation Bonds	<u>4,505,000</u>	<u>14,810,000</u>
Less: Self-Supporting Debt Service (as of 1/31/2019)		\$ 10,190,000
Less: General Obligation Interest and Sinking Fund Balance as of 9/30/2018		<u>595,066</u>
Net General Obligation Debt Payable from Ad Valorem Taxes		\$ 4,024,934
Ratio Net General Obligation Debt to Taxable Assessed Valuation		1.00%

2010 Census Population - 7,675
Per Capita Taxable Assessed Valuation - \$52,481
Per Capita Funded Debt - \$524

TABLE 2 - TAXABLE ASSESSED VALUATIONS BY CATEGORY

Category	Taxable Appraised Value, Fiscal Year Ending September 30					
	2019		2018		2017	
	Amount	% of Total	Amount	% of Total	Amount	% of Total
Real, Residential, Single-Family	\$ 153,865,571	28.89%	\$ 145,409,163	29.38%	\$ 138,602,246	29.16%
Real, Residential, Multi-Family	18,359,328	3.45%	17,101,564	3.46%	15,851,353	3.33%
Real, Vacant Lots/Tracts	15,887,439	2.98%	15,337,372	3.10%	13,039,698	2.74%
Real, Acreage (Land Only)*	23,497,792	4.41%	17,642,066	3.56%	17,833,521	3.75%
Real Farm and Ranch Improvements	9,795,892	1.84%	8,288,872	1.67%	3,643,620	0.77%
Real, Commercial and Industrial	134,500,928	25.25%	123,178,923	24.89%	121,202,955	25.50%
Real, Industrial	1,047,917	0.20%	1,075,811	0.22%	507,798	0.11%
Oil and Gas	15,760	0.00%	15,760	0.00%	-	0.00%
Real and Tangible Personal, Utilities	15,021,584	2.82%	15,720,874	3.18%	13,928,644	2.93%
Tangible Personal, Commercial	50,223,510	9.43%	48,994,440	9.90%	50,065,090	10.53%
Tangible Personal, Industrial	3,457,200	0.65%	4,341,210	0.88%	4,344,380	0.91%
Tangible Personal, Mobile Home	5,609,210	1.05%	5,201,500	1.05%	5,338,830	1.12%
Real Property & Special Inventory	6,557,160	1.23%	6,393,280	1.29%	5,908,890	1.24%
Totally Exempt Property	94,834,923	17.80%	86,252,890	17.43%	85,079,046	17.90%
Total Appraised Value Before Exemptions	\$ 532,674,214	100.00%	\$ 494,953,725	100.00%	\$ 475,346,071	100.00%
Less: Total Exemptions/Reductions	129,881,871		115,419,946		98,485,621	
Taxable Assessed Value	<u>\$ 402,792,343</u>		<u>\$ 379,533,779</u>		<u>\$ 376,860,450</u>	

Category	Taxable Appraised Value, Fiscal Year Ending September 30			
	2016		2015	
	Amount	% of Total	Amount	% of Total
Real, Residential, Single-Family	\$ 128,156,254	28.67%	\$ 124,405,528	28.56%
Real, Residential, Multi-Family	15,434,452	3.45%	16,090,942	3.69%
Real, Vacant Lots/Tracts	12,470,450	2.79%	12,404,080	2.85%
Real, Acreage (Land Only)	8,528,610	1.91%	7,746,722	1.78%
Real Farm and Ranch Improvements	1,988,692	0.44%	2,687,916	0.62%
Real, Commercial	121,420,032	27.17%	113,024,007	25.95%
Real, Industrial	490,694	0.11%	490,269	0.11%
Oil and Gas	-		-	0.00%
Real and Tangible Personal, Utilities	12,411,861	2.78%	10,139,041	2.33%
Tangible Personal, Commercial	51,773,960	11.58%	52,488,090	12.05%
Tangible Personal, Industrial	4,782,760	1.07%	5,675,400	1.30%
Tangible Personal, Mobile Home	4,625,720	1.03%	4,500,460	1.03%
Real Property & Special Inventory	5,625,590	1.26%	4,780,190	1.10%
Totally Exempt Property	79,257,471	17.73%	81,184,554	18.64%
Total Appraised Value Before Exemptions	\$ 446,966,546	100.00%	\$ 435,617,199	100.00%
Less: Total Exemptions/Reductions	99,101,810		100,111,611	
Taxable Assessed Value	<u>\$ 347,864,736</u>		<u>\$ 335,505,588</u>	

NOTE: Valuations shown are certified taxable assessed values reported by the Liberty County Appraisal District and Montgomery County Appraisal District to the State Comptroller of Public Accounts. Certified values are subject to change throughout the year as contested values are resolved and the Appraisal District updates records.

TABLE 3 - VALUATION AND GENERAL OBLIGATION DEBT HISTORY

Fiscal Year Ended 9/30	Estimated Population ⁽¹⁾	Taxable Assessed Valuation ⁽²⁾	Taxable Assessed Valuation Per Capita	G.O. Tax Debt Outstanding at End of Year ⁽³⁾	Ratio of G.O. Tax Debt to Taxable Assessed Valuation	G.O. Tax Debt Per Capita
2015	7,675	\$ 335,505,588	\$ 43,714	\$ 13,935,000	4.15%	\$1,816
2016	7,675	347,864,736	45,324	13,555,000	3.90%	1,766
2017	7,675	376,352,652	49,036	16,190,000	4.30%	2,109
2018	7,675	378,457,968	49,310	14,810,000	3.91%	1,930
2019	7,675	402,792,343	52,481	13,390,000 ⁽⁴⁾	3.32% ⁽⁴⁾	1,745 ⁽⁴⁾

(1) 2010 Census population held constant.

(2) As reported by the Montgomery County and Liberty County Appraisal Districts on City's annual Report of Property Value; subject to change during the ensuing year.

(3) Includes self-supporting debt. The revenue available to support general obligation debt is shown in "TABLE 10 – COMPUTATION OF SELF-SUPPORTING DEBT." It is the City's current policy to provide these payments from respective system revenues or payments from the Cleveland Economic Development Corporation; this policy is subject to change in the future.

(4) Projected.

TABLE 4 - TAX RATE, LEVY AND COLLECTION HISTORY (AS OF SEPTEMBER 30, 2018)

Fiscal Year Ended 9/30	Tax Rate	General Fund	Interest and Sinking Fund	Tax Levy	% Current Collections	% Total Collections
2015	\$ 0.7800	\$ 0.5395	\$ 0.2405	\$ 2,578,404	92.42%	100.21%
2016	0.7800	0.5420	0.2380	2,713,345	94.65%	96.10%
2017	0.7700	0.5657	0.2043	2,681,478	93.28%	97.19%
2018	0.7700	0.5357	0.2343	2,828,823	95.28%	103.55%
2019	0.7700	0.5445	0.2255	2,953,706	N/A ⁽¹⁾	N/A ⁽¹⁾

(1) In process of collection.

TABLE 5 - TEN LARGEST TAXPAYERS

Name of Taxpayer	Nature of Property	2018/2019 Taxable Assessed Valuation	% of Total Taxable Assessed Valuation
Walmart Real Estate	Real Estate	\$ 8,029,950	1.99%
Entergy Texas Inc	Energy Provider	7,536,830	1.87%
McKinley Development Comp. Inc.	Developer	6,316,474	1.57%
Walmart Store #249	Retail	4,449,470	1.10%
TSM Investments LLC DBA	Real Estate	4,100,254	1.02%
Cish Acquisition LLC	Real Estate	3,969,520	0.99%
Cleveland Auto Properties	Auto	3,502,420	0.87%
Orange Marketplace LP	Mall	3,327,320	0.83%
Denera Inc.	Hotel	2,983,980	0.74%
Spring Klein Real Estate LLC	Real Estate	2,941,050	0.73%
		<u>\$ 47,157,268</u>	<u>11.71%</u>

TABLE 6 - TAX ADEQUACY

2019 Net Principal and Interest Requirements	\$	782,984 ⁽¹⁾
\$0.2137 Tax Rate at 91% Collection Produces	\$	783,298
Net Average Principal and Interest Requirements (2019-2026)	\$	631,177 ⁽¹⁾
\$0.1722 Tax Rate at 91% Collection Produces	\$	631,184
Net Maximum Principal and Interest Requirements (2019)	\$	782,984 ⁽¹⁾
\$0.2137 Tax Rate at 91% Collection Produces	\$	783,298

(1) Excludes self-supporting debt. The revenue available to support general obligation debt is shown in "TABLE 10 – COMPUTATION OF SELF-SUPPORTING DEBT". It is the City's current policy to provide these payments from the respective system revenues or payments from the Cleveland Economic Development Corporation; this policy is subject to change in the future. It is the current expectation of the City that a portion of the Bonds will be treated as self-supporting debt.

TABLE 8 - AD VALOREM TAX DEBT SERVICE REQUIREMENTS

Year End	Outstanding Debt Service Requirements			Less: Self- Supporting Debt Service ⁽¹⁾	Net General Obligation Debt Service	Total Net Debt Service Retired
	Principal	Interest	Total			
9/30						
2019	\$ 1,420,000	424,273	\$ 1,844,273	\$ 1,061,289	\$ 782,984	
2020	1,455,000	385,511	1,840,511	1,060,275	780,236	
2021	1,175,000	346,759	1,521,759	944,728	577,031	
2022	1,200,000	311,433	1,511,433	934,776	576,656	
2023	1,245,000	277,449	1,522,449	938,993	583,456	65.36%
2024	1,270,000	244,304	1,514,304	932,091	582,213	
2025	1,300,000	209,256	1,509,256	924,244	585,013	
2026	1,330,000	172,204	1,502,204	920,376	581,828	100.00%
2027	775,000	139,994	914,994	914,994	-	
2028	605,000	116,160	721,160	721,160	-	
2029	620,000	94,385	714,385	714,385	-	
2030	595,000	72,676	667,676	667,676	-	
2031	615,000	50,923	665,923	665,923	-	
2032	475,000	31,494	506,494	506,494	-	
2033	275,000	18,825	293,825	293,825	-	
2034	115,000	12,703	127,703	127,703	-	
2035	115,000	9,109	124,109	124,109	-	
2036	115,000	5,444	120,444	120,444	-	
2037	110,000	1,788	111,788	111,788	-	
	<u>\$ 14,810,000</u>	<u>\$ 2,924,689</u>	<u>\$ 17,734,689</u>	<u>\$ 12,685,271</u>	<u>\$ 5,049,417</u>	

(1) Includes a portion of the General Obligation Refunding Bonds, Series 2013, the Combination Tax and Revenue Certificates of Obligation, Series 2009, the Combination Tax and Revenue Certificates of Obligation, Series 2011, a portion of the Combination Tax and Revenue Certificates of Obligation, Series 2012, the Combination Tax and Revenue Certificates of Obligation, Series 2012A and the Combination Tax and Revenue Certificates of Obligation, Series 2017. See "TABLE 10 – COMPUTATION OF SELF-SUPPORTING DEBT". The revenue available to support general obligation debt is shown in "TABLE 10 – COMPUTATION OF SELF-SUPPORTING DEBT". It is the City's current policy to provide these payments from the respective system revenues or payments from the Cleveland Economic Development Corporation; this policy is subject to change in the future.

TABLE 9 - INTEREST AND SINKING FUND BUDGET PROJECTION

Total General Obligation Debt Service Requirements, Fiscal Year Ending 9/30/2019		\$ 1,844,273
Interest and Sinking Fund Balance as of September 30, 2018	\$ 595,066	
Calculated Interest and Sinking Fund Tax Levy Collection at 91% Collection	815,078	
Estimated Transfer from Waterworks and Sanitary Sewer System Fund ⁽¹⁾	655,764	
Estimated Transfer from Economic Development Corp. Fund ⁽¹⁾	205,600	
Budgeted Delinquent Taxes, Penalties and Interest	57,000	
Budgeted Investment Income	<u>2,624</u>	<u>2,331,132</u>
Estimated Balance, 9/30/2019		\$ 486,859

(1) The revenue available to support general obligation debt is shown in "TABLE 10 – COMPUTATION OF SELF-SUPPORTING DEBT". It is the City's current policy to provide these payments from the respective system revenues or payments from the Cleveland Economic Development Corporation; this policy is subject to change in the future.

TABLE 10 - COMPUTATION OF SELF-SUPPORTING DEBT

Net Water and Sewer System Revenue Available	\$ 1,431,007
Less: Requirements for Water and Sewer Revenue Bonds, 9/30/2019	<u>-</u>
Balance Available for Other Purposes	1,431,007
Requirements for Ad Valorem Tax Debt Supported by Water and Sewer System Revenues, 9/30/2019	\$ 655,764
Percentage of Water and Sewer System General Obligation Bonds, Self-Supporting	100%
Net Economic Development Corporation Revenue Available	\$ 807,026
Less: Requirements for Economic Development Corporation Revenue Bonds, 9/30/2019 ⁽¹⁾	<u>-</u>
Balance Available for Other Purposes	807,026
Requirements for Ad Valorem Tax Debt for Park and Economic Development Projects to the City, 9/30/2019	\$ 205,600
Percentage of Economic Development Corporation General Obligation Bonds, Self-Supporting	100%

(1) The contract payments from the Cleveland Economic Development Corporation are not pledged to the payment of the ad valorem tax debt issued for the park and economic development projects, and the treatment of such debt as self-supporting is subject to change.

TABLE 11 - OTHER OBLIGATIONS

Notes Payable: Governmental Activities

The City received a grant from Texas Department of Agriculture ("TDA") and issued bonds to construct a water plant at the industrial park. Such grant included a performance clause for an entity to build a plant and hire 28 employees by December 2014. TDA extended the performance requirement to June 2017. In fiscal year 2017 the City was required to repay \$716,105 back to TDA.

The City issued a note payable to provide funds for the purchase of equipment. The note payable is secured by the equipment purchased. Debt service for the note is as follows:

Fiscal Year Ended 9/30	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2019	<u>11,207</u>	<u>114</u>	<u>11,321</u>
	<u>\$ 11,207</u>	<u>\$ 114</u>	<u>\$ 11,321</u>

TABLE 12 - CHANGE IN NET ASSETS

	For Fiscal Year Ended September 30				
	2018	2017	2016	2015	2014
Revenues:					
Charges for Services	\$ 1,258,350	\$ 891,005	\$ 997,557	\$ 1,239,578	\$ 1,246,376
Operating Grants and Contributions	230,653	311,487	299,135	329,660	298,828
Capital Grants and Contributions	-	17,375	1,977,877	358,958	601,858
Property Taxes	2,901,329	2,760,419	2,677,409	2,721,030	2,609,697
Sales and Other Taxes	3,268,102	3,004,420	3,096,142	2,858,816	2,734,039
Franchise Taxes	522,006	490,642	497,207	468,169	529,300
Earnings on Investment	65,180	51,997	46,808	33,378	23,661
Proceeds from Insurance	125,738	28,826	29,941	40,852	32,749
Gain on sale of Assets	147,514	3,830	2,860	79,000	-
Miscellaneous	731,065	20,132	9,676	62,866	40,425
Total Revenues	<u>\$ 9,249,937</u>	<u>\$ 7,580,133</u>	<u>\$ 9,634,612</u>	<u>\$ 8,192,307</u>	<u>\$ 8,116,933</u>
Expenditures:					
General Government	\$ 1,285,000	\$ 1,183,915	\$ 1,103,435	\$ 1,137,071	\$ 1,032,297
Public Safety	3,555,562	3,436,830	3,337,458	3,309,784	3,338,605
Public Works	485,250	196,678	216,938	194,942	201,985
Transportation	678,439	933,812	752,884	510,621	555,593
Culture and Recreation	1,243,431	1,254,290	1,161,286	1,175,514	1,183,225
Grants	-	716,105	-	4,999	2,410
Economic Development	272,960	204,066	198,116	111,417	113,922
Debt Service	316,888	368,281	269,796	245,038	267,293
Total Expenditures	<u>\$ 7,837,530</u>	<u>\$ 8,293,977</u>	<u>\$ 7,039,913</u>	<u>\$ 6,689,386</u>	<u>\$ 6,695,330</u>
Change in Net Assets Before Transfers	\$ 1,412,407	\$ (713,844)	\$ 2,594,699	\$ 1,502,921	\$ 1,421,603
Transfers	1,543,083	(1,343,617)	307,167	395,893	573,188
Change in Net Assets	<u>\$2,955,490</u>	<u>(\$2,057,461)</u>	<u>\$2,901,866</u>	<u>\$1,898,814</u>	<u>\$1,994,791</u>
Beginning in Net Assets	12,356,093	14,413,554	11,270,854	10,596,345	8,601,554
Prior Period Adjustment	(196,210)	-	240,834	(1,224,305) ⁽¹⁾	-
Ending Net Assets	<u>\$15,115,373</u>	<u>\$ 12,356,093</u>	<u>\$ 14,413,554</u>	<u>\$ 11,270,854</u>	<u>\$ 10,596,345</u>

(1) The prior period adjustment is the result of the City of Cleveland implementing GASB Statement No. 68 and 71 in Fiscal year 2015.

TABLE 12A - STATEMENT OF REVENUES, EXPENDITURES AND CHANGE IN GENERAL FUND BALANCE

	For Fiscal Year Ended September 30				
	2018	2017	2016	2015	2014
Revenues:					
Property Taxes	\$ 2,042,444	\$ 1,973,996	\$ 1,881,496	\$ 1,870,963	\$ 1,698,594
Sales and Other Taxes	3,039,971	2,801,518	2,853,315	2,655,345	2,537,825
Franchise Taxes	522,006	490,642	497,207	468,169	529,300
License and Permits	427,083	188,172	56,771	51,185	80,207
Charges for Services	427,723	373,478	392,993	391,971	350,717
Fines and Forfeitures	372,009	307,673	319,382	367,758	306,242
Intergovernmental	1,420	27,025	1,998,995	40,311	40,568
Earnings on Investments	44,607	41,868	35,552	24,631	16,592
Contributions	373,833	94,618	40,449	83,387	98,386
Miscellaneous	22,990	24,736	22,603	62,866	35,252
Total Revenues	<u>\$ 7,274,086</u>	<u>\$ 6,323,726</u>	<u>\$ 8,098,763</u>	<u>\$ 6,016,586</u>	<u>\$ 5,693,683</u>
Expenditures:					
City Council	\$ 27,768	\$ 23,462	\$ 20,182	\$ 22,557	\$ 28,981
Administration	828,813	759,480	726,439	683,285	702,725
Civic / Community	231,271	232,102	243,946	232,186	208,807
Court	247,963	209,897	179,701	161,012	132,054
Technology	337,844	333,444	287,856	300,426	248,906
Police	2,125,545	2,087,674	2,060,050	1,943,205	1,784,370
Animal Control	54,021	53,460	47,793	46,423	67,568
Development Services	221,765	178,757	205,449	184,608	189,512
Street Department	358,359	591,376	562,770	293,051	356,347
Airport Department	41,396	65,467	47,982	77,645	48,733
Garage Department	7,218	10,402	9,610	10,690	11,122
Library Department	352,033	361,704	315,745	296,423	282,890
Cemetery and Parks	338,413	321,311	309,153	323,066	343,158
Fire Department	751,673	729,805	663,664	631,802	709,980
Grants	-	716,105	-	4,999	2,410
Emergency Management	14,005	18,202	10,145	-	-
Sports Facilities	25,650	52,286	27,944	64,385	85,443
Capital Outlay	215,604	345,281	2,393,330	115,110	117,618
Debt Service	-	-	-	86,131	52,983
Total Expenditures	<u>\$ 6,179,341</u>	<u>\$ 7,090,215</u>	<u>\$ 8,111,759</u>	<u>\$ 5,477,004</u>	<u>\$ 5,373,607</u>
Proceeds from Insurance	\$ 125,738	\$ 28,826	\$ 29,941	\$ 40,852	\$ 32,749
Proceeds from Sale of Assets	147,514	3,830	2,860	79,000	13,500
Proceeds from Loans	-	-	-	-	82,055
Operating Transfers In (Out)	430,000	430,000	696,266	427,080	414,039
Total Other Financing Sources (Uses)	<u>\$ 703,252</u>	<u>\$ 462,656</u>	<u>\$ 729,067</u>	<u>\$ 546,932</u>	<u>\$ 542,343</u>
Excess (Deficit) of Revenues and					
Other Sources Over Expenditures					
and Other Financing Uses	<u>\$ 1,797,997</u>	<u>\$ (303,833)</u>	<u>\$ 716,071</u>	<u>\$ 1,086,514</u>	<u>\$ 862,419</u>
Fund Balance, Beginning of Year	4,108,414	4,412,247	3,455,342	2,368,828	1,506,409
Prior Period Adjustment	-	-	240,834	-	-
Fund Balance, End of Year	<u>\$ 5,906,411</u>	<u>\$ 4,108,414</u>	<u>\$ 4,412,247</u>	<u>\$ 3,455,342</u>	<u>\$ 2,368,828</u>

TABLE 13 - MUNICIPAL SALES TAX HISTORY

The City has adopted the Municipal Sales and Use Tax Act, Tax Code, Chapter 321, as amended, which grants the City the power to impose and levy a 1% Local Sales and Use Tax within the City; the proceeds are credited to the General Fund and are not pledged to the payment of the Bonds. Collections and enforcements are effected through the offices of the Comptroller of Public Accounts, State of Texas, which remits the proceeds of the tax, after deduction of a 2% service fee, to the City monthly. In 2001, the voters of the City approved the imposition of an additional sales and use tax of one-quarter of one percent (1/4 of 1%) for economic development and an additional one-quarter of one percent (1/4 of 1%) for property tax reduction. The sales tax for economic development is collected solely for the benefit of Cleveland Economic Development Corporation (the "Corporation"), a Type B economic development corporation, and may be pledged to secure payment of sales tax revenue bonds issued by the Corporation.

Fiscal Year Ended 9/30	Total Collected	% of Ad Valorem Tax Levy	Equivalent of Ad Valorem Tax Rate	Per Capita
2015	\$ 2,858,816	110.88%	\$ 0.86	\$ 372
2016	3,096,142	118.96%	0.93	403
2017	3,004,420	112.04%	0.86	391
2018	3,268,102	115.53%	0.89	426
2019	4,034,164	136.58%	1.05	526

TABLE 14 - CURRENT INVESTMENTS

As of September 30, 2018, the City's investable funds were invested in the following categories:

Type of Investments	Amount
TexPool	\$ 808
Total	\$ 808