



CLEVELAND
HEIGHTS

CITY OF CLEVELAND HEIGHTS

2025 Draft Budget

2025 Total Budgeted Revenues

- Total 2025 Budgeted Revenues are \$97.4 million
 - 3.3% increase from the Total 2024 budgeted revenues
- The main reason for the increase is the property taxes estimation provided by Cuyahoga County that includes the new property valuations
- The administration does expect several of the 2024 revenues to decrease
- General Fund revenues are expected to increase by 6%

2025 Total Budget Revenue Comparison

| | Revenue Classification | 2024 Adopted Budget Revenue | 2025 Budgeted Revenues | \$ Difference | % Difference |
|---|-------------------------------|--------------------------------|---------------------------|--------------------|-----------------|
| A | Property Taxes | \$10,410,000 | \$14,671,450 | \$4,261,450 | 40.94% |
| B | Municipal Income Tax | 36,225,000 | 36,728,000 | 503,000 | 1.39% |
| | Other Local Tax | 600,200 | 605,100 | 4,900 | 0.82% |
| | State Levied Shared Taxes | 4,072,900 | 4,105,900 | 33,000 | 0.81% |
| C | Intergov't Grant Contract | 10,938,271 | 8,994,991 | (1,943,280) | -17.77% |
| D | Charges for Services | 18,437,370 | 19,367,850 | 930,480 | 5.05% |
| E | Fees, Licenses, Permit | 4,270,800 | 3,738,620 | (532,180) | -12.46% |
| F | Interest Earnings | 2,258,100 | 3,011,250 | 753,150 | 33.35% |
| | Special Assessments | 2,120,000 | 2,100,000 | (20,000) | -0.94% |
| | Fines and Forfeitures | 1,410,000 | 1,420,000 | 10,000 | 0.71% |
| G | All Other Revenue | 2,302,170 | 2,723,450 | 421,280 | 18.30% |
| H | Operating Transfers-In | 592,455 | 0 | (592,455) | -100.00% |
| I | Other Financing Sources | 676,000 | 1,000 | (675,000) | 100.00% |
| | Sale of Assets | 5,000 | 5,000 | 0 | 0.00% |
| | Total Budgeted Revenue | \$94,318,266 | \$97,472,611 | \$3,154,345 | 3.34% |

Budget Notes:

- A- There is an increase in property taxes based on the estimate provided by Cuyahoga County which includes the new property values
- B- There is an increase in Muni Income Tax Revenues based on projections by R.I.TA.
- C- There is a decrease in Intergovernmental Grant Revenues due to the City receiving less grants in 2025
- D- The main reason for the increase in the Charges for Services is there is an increase in the hospitalization revenues which are offset by
- E- The City expects the Fees., Licenses, & Permits to decrease do to decreased building permit collections
- F- There is an increase in Interest Earnings due to the City having larger bank balances and higher interest rates
- G- There is an increase in All Other Revenues because based on the numbers from Cuyahoga County the City expects increased collections for delinquent water and sewer accounts.
- H- The City does not have to budget as many transfers due to the transfers being done at the end of 2024.
- I- The decrease in Other Financing Sources is due to the City being reimbursed \$676,000 in the Lead Safe Grant in 2024

2025 Total Budgeted Expenses

- Total 2025 Budgeted Expenses are \$98.3 million
 - 26% decrease from the Total 2024 adopted budgeted expenses
- Reasons for the decrease in 2025 budgeted expenses
 - Decrease in Capital Budget
 - Administration is budgeting minimum Capital Request for the 2025 Budget
 - Additional Request for 2025 Capital will be in the Year 2025
 - Decrease in O.T.P.S
 - Required to encumber all ARPA funds by the end of December 31, 2024
 - All ARPA funds need to be spent by the end of December 31, 2026
- The 2025 Personnel Services increased by 10%
 - Requesting additional staff
 - Contractual obligation for raises, and increase cost of hospitalization and workers' comp

2025 Total Budget Expense Comparison

| Expense Classification | 2024 Adopted Budget Expenses | 2025 Budgeted Expenses | \$ Difference | % Difference |
|----------------------------------|---------------------------------|---------------------------|-----------------------|-----------------|
| A Personnel Services | \$56,753,652 | \$62,623,173 | \$5,869,521 | 10.34% |
| B O.T.P.S | 42,654,990 | 31,281,006 | (11,373,984) | -26.67% |
| C Capital | 33,361,241 | 4,436,179 | (28,925,062) | -86.70% |
| D Non-Government | 126,050 | 31,650 | (94,400) | -74.89% |
| E Operating Transfers-Out | 592,455 | 17,455 | (575,000) | -97.05% |
| Total Budgeted Expenses | \$133,488,388 | \$98,389,463 | (\$35,098,925) | -26.29% |

* Amended 2023 Budget as of October 31, 2023 *

Budget Notes

- A - The reason for the increase in this the administration is requesting several new employees in several departments. Also, contractually obligated raises, and increased Hospitalization and worker comp costs all contributed to the increase.
- B - The main reason for the decrease is this the operating expenses is the City budgeted \$15 million in ARPA expenses in 2024
- C - One of the reasons the capital is decreased is due to all of the ARPA projects were budgeted in 2024. The majority of the department's 2025 capital still has to be determined and approved.
- D - There is a decrease in Non-Governmental Expenses due to some of the Agency Funds having a smaller budget in 2025.
- E - There is a decrease in the Operating Transfers Out due to most of the transfers will be done in 2024.

2025 General Fund Budget

2025 General Fund Budget

- 2025 General Fund Budgeted Revenues - \$59.5 million
 - 6% Increase from 2024 Budget
 - 2025 Municipal Income Tax revenues to increase by 1%
 - 2024 actual income tax revenues projected to increase by 4%
- 2025 General Fund Budgeted Expenses - \$60.6 million
 - 8% Increase from 2024 Adopted Budget
- The General Fund will end 2024 with a healthy fund balance
- The General Fund will be transferring money out at the end of the 2024 to assist some funds that are not financially stable as the General Fund

Fund 101 – General Fund

2025 Budget Revenue Comparison

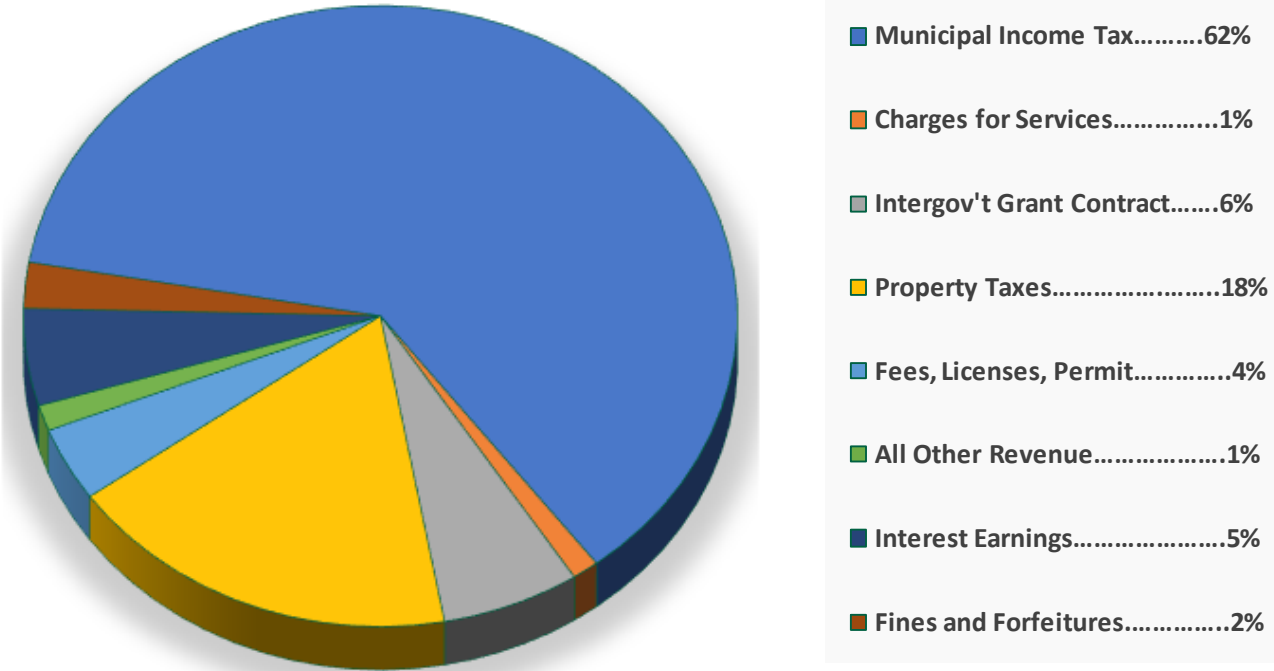
| Revenue Classification | 2024 Adopted Budget Revenue | 2025 Budgeted Revenues | \$ Difference | % Difference |
|---------------------------|--------------------------------|---------------------------|------------------|-----------------|
| A Property Taxes | \$8,150,000.00 | \$10,687,450.00 | \$2,537,450.00 | 31.13% |
| B Municipal Income Tax | 36,225,000.00 | 36,728,000.00 | 503,000.00 | 1.39% |
| Other Local Tax | 5,200.00 | 5,100.00 | (100.00) | -1.92% |
| State Levied Shared Taxes | 2,172,900.00 | 2,190,900.00 | 18,000.00 | 0.83% |
| Intergov't Grant Contract | 1,494,163.00 | 1,523,550.00 | 29,387.00 | 1.97% |
| Charges for Services | 696,300.00 | 718,350.00 | 22,050.00 | 3.17% |
| C Fees, Licenses, Permit | 2,915,200.00 | 2,291,620.00 | (623,580.00) | -21.39% |
| D Interest Earnings | 2,250,000.00 | 3,001,750.00 | 751,750.00 | 33.41% |
| Fines and Forfeitures | 1,410,000.00 | 1,420,000.00 | 10,000.00 | 0.71% |
| E All Other Revenue | 628,670.00 | 782,700.00 | 154,030.00 | 24.50% |
| Sale of Assets | 5,000.00 | 6,000.00 | 1,000.00 | 20.00% |
| Total Budgeted Revenue | \$55,952,433.00 | \$59,355,420.00 | \$3,402,987.00 | 6.08% |

Budget Notes

- A - The General Fund Property Taxes are increasing based on projections from the Cuyahoga County property valuations.
- B - There is an increase in Muni Income Tax Revenues based on projections by R.I.TA.
- C - The City expects the Fees., Licenses, & Permits to decrease due to decreased building permit revenues, because there was some large building projects in 2024
- D - There is a large increase in Interest Earnings due to the City having larger bank balances and higher interest rates
- E - There is an increase in All Other Revenue due to collecting money in 2025 for the Cedar Lee SID.

2025 General Fund Revenue Pie Chart

General Fund Revenue Budget Summary



Fund 101 – General Fund

2025 Budget Expense Comparison

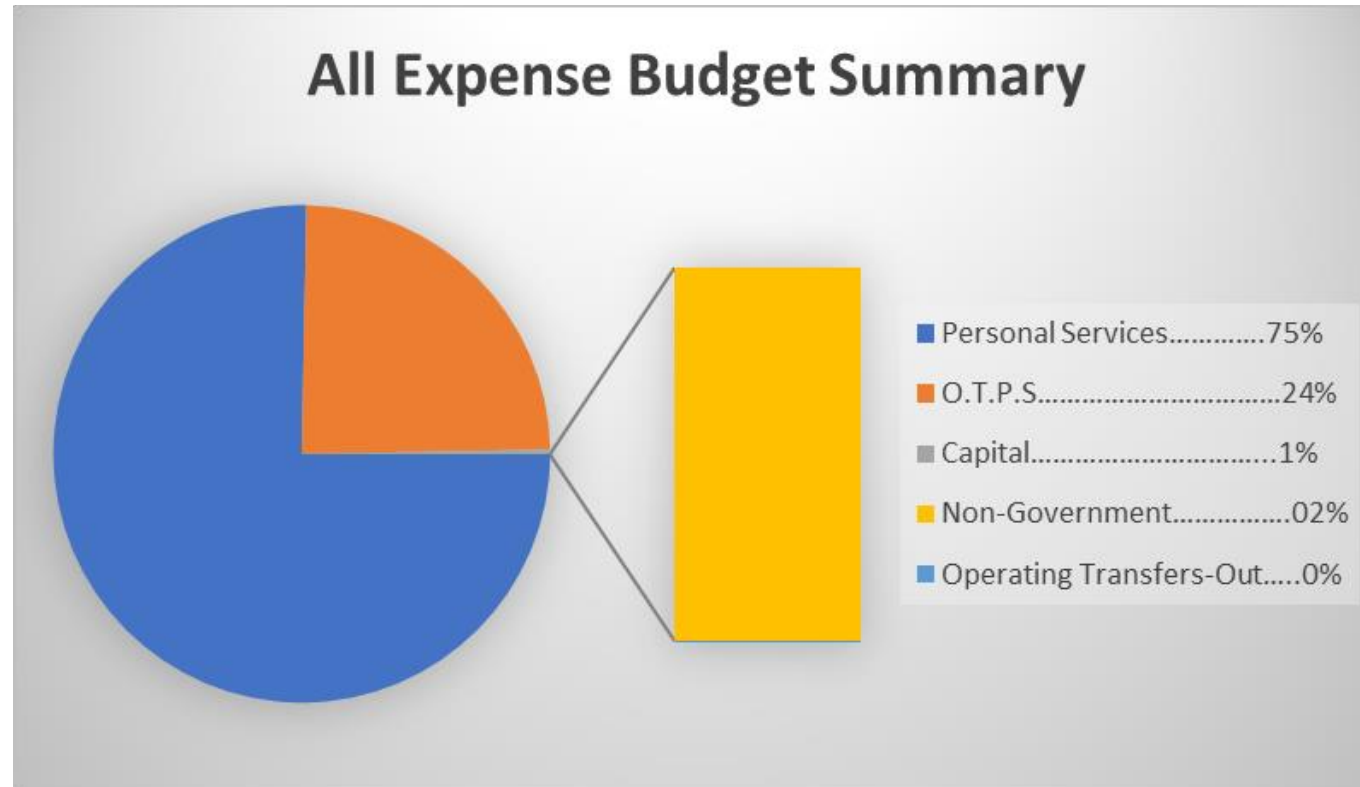
| | 2024 Budgeted | 2025 Budgeted | \$ | % |
|---------------------------|-----------------|-----------------|----------------|------------|
| Expense Classification | Expense | Expenses | Difference | Difference |
| A Personal Services | \$40,914,213.00 | \$45,623,928.00 | \$4,709,715.00 | 11.51% |
| B O.T.P.S | 14,298,336.00 | 14,797,988.00 | 499,652.00 | 3.49% |
| Capital | 144,240.00 | 166,100.00 | 21,860.00 | 15.16% |
| Non-Government | 11,400.00 | 10,600.00 | (800.00) | -7.02% |
| C Operating Transfers-Out | 575,000.00 | 0.00 | (575,000.00) | -100.00% |
| Total Budgeted Expenses | \$55,943,189.00 | \$60,598,616.00 | \$4,655,427.00 | 8.32% |

* Amended 2023 Budget as of October 31, 2023 *

Budget Notes

- A - The reason for the increase in this the administration is requesting several new employees. Contractually obligated raises, and increased Hospitalization and worker comp costs all contributed to the increase.
- B - The O.T.P.S. have increased slightly from 2024.
- C - There is a decrease in the Operating Transfers Out, mostly due to the City transferring out at the end of 2024.

2024 General Fund Expense Types



City of Cleveland Heights Full-Time Budgeted Employees

| Department | 2022 | 2023 | 2024 | 2025 |
|----------------------------------|------------|------------|------------|------------|
| Total Council | 7 | 8 | 8 | 8 |
| Total Mayor | 7 | 6 | 7 | 7 |
| Total IT | 4 | 3 | 4 | 4 |
| Total Finance | 8 | 10 | 9 | 10 |
| Total Community Relations | 4 | 4 | 6 | 7 |
| Total Law | 8 | 8 | 8 | 8 |
| Total Planning | 30 | 32 | 36 | 38 |
| Total DPW | 101 | 101 | 102 | 103 |
| Total Police | 102 | 103 | 103 | 103 |
| Total Fire | 80 | 80 | 80 | 87 |
| Total Parks & Recreation | 34 | 34 | 37 | 40 |
| Total Courts | 22 | 22 | 20 | 20 |
| Full-Time Personnel Total | 407 | 409 | 409 | 435 |