

FY2014 ANNUAL FINANCING PLAN

The FY2014 Annual Financing Plan (AFP) is a projected schedule for the sale of City bonds, notes and other financings expected in FY2014. The AFP lists the projected amount of issuance, the timing of the sale, the security for the issue, the issue type (a new issue, redemption or refunding) and the method of sale.

In FY2014, four transactions are being planned (separate or combined) along with continued issuance under the City's commercial paper programs for a total ranging from \$0.49 billion to \$2.6 billion. The uses for the proceeds from the debt issuances include capital improvements, equipment purchases, and cash flow needs. In addition to these transactions, there are six liquidity facilities with expiration dates in FY2014 that will need to be either renewed or replaced after a review of whether such liquidity is still needed.

As the name expresses, the AFP is a plan. The timing and amounts of the sales may vary, but the stated programs will generally be carried out within the parameters cited. The FY2014 AFP is outlined below.

Issue	Planned Issue Size (\$millions)	Timing of Sale	Security for Issue	Issue Type	Planned Method of Sale
CEF Refunding	40-50	Sum '13	System Revenues	Refunding	Negotiated
CUS Refunding	Up to 1,500	Fall '13	System Revenues	Refunding	Negotiated
GO CP Refunding	50-200	Spr '14	Tax Revenue	Refunding	Negotiated
Tax and Revenue Anticipation Notes	100-300	Spr '14	Tax Revenue	New	Competitive
GO CP	100-150	Various	Tax Revenue	New	Competitive
CUS CP	200-400	Various	System Revenues	New	Competitive

FY2014 Liquidity Needs

Series	Size (\$millions)	Expiration Date	Purpose
CUS CP Series B-4	100	15-Jul-13	Water & Wastewater Capital Projects
CUS CP Series B-6	100	15-Jul-13	Water & Wastewater Capital Projects
GO CP Series K-2	100	2-Dec-13	Street & Drainage Appropriations
CUS CP Series B-1	250	16-Dec-13	Street & Drainage Appropriations
HAS CP Series A,B	150	23-Dec-13	Airport Capital Projects
CEF CP Series A	50	16-Jan-14	Houston First Capital Projects

Abbreviations

- CEF – Convention & Entertainment Facilities
- CP – Commercial Paper
- CUS – Combined Utility System
- GO – General Obligation
- HAS – Houston Airport System