## City of Houston, Texas
## Total Outstanding Debt
## May 31, 2006 and May 31, 2005
## (amounts expressed in thousands)

| | May 31, 2006 | May 31, 2005 |
|---|---|---|
| **Payable from Ad Valorem Taxes** | | |
| Public Improvement Bonds (a) | $ 1,658,020 | $ 1,618,000 |
| GO Commercial Paper Notes (b) | 550,500 | 414,700 |
| Pension Obligations | 437,608 | 357,165 |
| Certificates of Obligations (c) | 81,401 | 30,068 |
| Assumed Bonds | 10,835 | 11,650 |
| Subtotal | 2,738,364 | 2,431,583 |
| **Payable from Sources Other Than Ad Valorem Taxes** | | |
| Combined Utility System | | |
| Combined Utility System Revenue Bonds | 3,415,940 | 3,029,170 |
| Combined Utility System Commercial Paper Notes (d) | 201,800 | 145,000 |
| Water and Sewer System Revenue Bonds (e) | 799,832 | 1,031,468 |
| Airport System | | |
| Airport System Revenue Bonds | 2,148,055 | 2,172,515 |
| Airport System Sr. Lien Commercial Paper Notes (f) | 54,000 | 43,000 |
| Airport System Inferior Lien Contracts (g) | 56,810 | 60,065 |
| Airport Special Facilities Revenue Bonds (h) | 592,845 | 613,575 |
| Hotel Occupancy Tax and Civic Parking | | |
| Facilities Revenue Bonds (i) | 594,050 | 607,730 |
| Hotel Occupancy Tax Commercial Paper (j) | 22,500 | 22,500 |
| Contract Revenue Obligations - CWA, HAWC, TRA | 354,400 | 375,270 |
| Subtotal | 8,240,232 | 8,100,293 |
| Total Debt Payable by the City | $ 10,978,596 | $ 10,531,876 |

(a) Tax bonds authorized by voters in 1997 but unissued total $12.8 million of which $12.8 million is authorized commercial paper that has not been drawn (Series A&B). In November 2001 the voters authorized $776 million in tax bonds of which $235 million is authorized commercial paper that has not been drawn (Series D).

(b) The City has authorized maximum issuance of General Obligation Commercial Paper Programs Series A: $117.2 million. B: $25.8 million, D: $500.0 million, E: $225.0 million, and F: $139.5 million. As of the date above, these amounts were outstanding: Series A: $115.7 million, B: $14.5 million, D: $265.0 million, E: $101.8 million, and F: $53.5 million.

(c ) Excludes $1.7 million accreted value of capital appreciation certificates, or 2.2% of face value as of this date.

(d) The City has authorized issuance of $900 million Combined Utility System Commercial Paper Notes.

(e) Excludes $158.2 million accreted value of capital appreciation bonds, or 15.4% of face value as of this date.

(f) City Council has authorized $150 million Airport Senior Lien Commercial Paper Notes Series A and B and $150 million Inferior Lien Commercial Paper Notes Series C.

(g) Under a sublease agreement, the City has agreed to make sublease payments that include the debt service payments on the Series 1997A Special Facilities Bonds that financed the Automated People Mover ("APM") at George Bush Airport. These sublease payments constitute Inferior Lien Obligations under the Airport bond ordinances.

(h) All Special Facility Revenue Bonds are secured solely from Special Facility Lease Revenues. Does not include $56,810,000 for Series 1997A Special Facilities Bonds. See footnote (g).

( i) Excludes $36.2 million accreted value of capital appreciation bonds, or 6.1% of face value as of this date.

(j) The City has authorized $75 million Subordinate Lien Hotel Occupancy Tax and Parking Revenue Commercial Paper.