

CITY OF HOUSTON

**PENSION FUND PAYMENTS AND  
UNFUNDED LIABILITY SUMMARY**

4/30/2007

**PAYMENTS**

|                                      | FY06<br>Actual<br>(\$1,000) | FY 07                   |                             |                                | Year to Date<br>(\$1,000) |
|--------------------------------------|-----------------------------|-------------------------|-----------------------------|--------------------------------|---------------------------|
|                                      |                             | City<br>Payment<br>Rate | Employee<br>Payment<br>Rate | Annual<br>Payment<br>(\$1,000) |                           |
| <b>Firefighters Plan</b>             |                             |                         |                             |                                |                           |
| General Fd. & Other Fds.             | 48,738                      | 23.8%                   | 9.00%                       | 50,897                         | 43,642                    |
| Pension Bonds                        | 0                           |                         |                             | 0                              | 0                         |
| <b>Total Firefighters Plan</b>       | <u>48,738</u>               |                         |                             | <u>50,897</u>                  | <u>43,642</u>             |
| <b>Police Plan</b>                   |                             |                         |                             |                                |                           |
| General Fd. & Other Fds.             | 23,000                      | Note 1                  | 9.00% /<br>10.25%           | 28,000                         | 28,000                    |
| Pension Bonds                        | 30,000                      |                         |                             | 30,000                         | 30,000                    |
| <b>Total Police Plan</b>             | <u>53,000</u>               |                         |                             | <u>58,000</u>                  | <u>58,000</u>             |
| <b>Municipal Plan</b>                |                             |                         |                             |                                |                           |
| General Fund                         | 4,934                       | Note 2                  | 5.00%                       | 2,849                          | 2,356                     |
| Other Funds                          | 31,066                      | Note 2                  | 5.00%                       | 36,151                         | 29,894                    |
| Pension Bonds                        | 33,000                      |                         |                             | 33,000                         | 33,000                    |
| <b>Total Municipal Plan (Note 2)</b> | <u>69,000</u>               |                         |                             | <u>72,000</u>                  | <u>65,250</u>             |
| <b>Total All Three Plans</b>         | <u>170,738</u>              |                         |                             | <u>180,897</u>                 | <u>166,892</u>            |

**UNFUNDED ACCRUED LIABILITY AND FUNDED STATUS**

|                   | <u>Date of Most<br/>Recent Valuation<br/>or Estimate</u> | <u>Unfunded<br/>Accrued Liability<br/>(\$ millions)</u> | <u>Assets<br/>as %<br/>of Liabilities</u> |
|-------------------|--|---|---|
| Firefighters Plan | 7/1/2005   | 341.9   | 86%                                       |
| Police Plan       | 7/1/2005   | 884.2   | 74%                                       |
| Municipal Plan    | 7/1/2006   | 1,027.0   | 65%                                       |

Note 1: City contribution based on Meet and Confer Agreement with Houston Police Officers Pension System  
(Agreement Between Houston Police Officers' Pension System and City of Houston,  
Article II - Change in Member Contributions, September 18, 2004.)

Note 2: City contribution based on Meet and Confer Agreement with Houston Municipal Employees Pension System.