

Monthly Financial and Operations Report
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OFFICE OF THE CITY CONTROLLER

CITY OF HOUSTON
INTEROFFICE CORRESPONDENCE

TO: Mayor Bill White
City Council Members

From: Annise Parker
City Controller

Date: August 25, 2006

Subject: July 31, 2006 Financial Report

Attached is the Monthly Financial and Operations Report for the period ending July 31, 2006.

GENERAL FUND – Fiscal Year 2007

Our current revenue projections are \$481,000 lower than the Controller's Trends Report issued back in May 2006. Although the overall amount of change is small, there are significant adjustments in several individual categories. We have reduced our property tax projection by \$8 million in anticipation of a property tax rollback to comply with Proposition 1. The latest census figures are smaller than the population estimate used for our original Prop. 1 calculation. As a result, we revised downward our property tax projections. Neither our numbers nor the census estimate took into account the influx of Katrina evacuees. In addition, we are increasing our projections for sales taxes and interest revenues by \$6 million and \$1.5 million, respectively. These increases are based on higher than anticipated collections in FY 06.

The amount needed to balance the budget is projected to be \$23.6 million. Part of this is attributed to the anticipated property tax rate adjustment mentioned above. In addition, the FY 07 Adopted Budget anticipates drawing down the fund balance by \$17.3 million.

ENTERPRISE FUNDS

We are currently projecting the Aviation Operating Fund, Convention and Entertainment Facilities Operating Fund, Combined Utility System, and Stormwater Fund at budget. It is important to note that in SAP (Systems Applications and Products) financial information is available in a financial reporting module and in a budget-reporting module. Asset purchases are not recognized as expenses in our financial reporting module. The monthly financial reports for the enterprise funds are prepared using the budget-reporting module from SAP, which yields different results than the financial reporting module.

COMMERCIAL PAPER AND BONDS

The City's practice has been to maintain no more than 20% of the total outstanding debt for each type of debt in a variable rate structure. At month-end, the ratio for each type of outstanding debt was:

General Obligation	20.3%
Combined Utility System	20.8%
Aviation	22.4%
Convention and Entertainment	28.0%

Respectfully submitted,



Annise D. Parker
City Controller



CITY OF HOUSTON

Finance and Administration
Department

Interoffice

Correspondence

To: Mayor Bill White
Members of City Council

From: Judy Gray Johnson, Director
Finance and Administration

Date: August 25, 2006

**Subject: JULY MONTHLY FINANCIAL AND
OPERATIONS REPORT**

Attached is the Monthly Financial and Operations Report for the period ending July 31, 2006.

Fiscal Year 2006

The unaudited preliminary figures are shown for each fund. In accordance with government accounting standards for governmental funds, the final revenues for FY2006 will include revenues earned through June 30 only if they are collected by the end of August. Expenditures through June 30 will include spending incurred before the end of June. As a result, there will be additional adjustments made for both revenue and expenditures. We expect the final undesignated fund balance for the General Fund to be about \$181 million.

Fiscal Year 2007

The City of Houston continues to experience robust growth in sales tax revenue. The final sales tax revenue for FY2006 was \$27 million (6.8%) higher than budgeted. The FY2007 budget assumed growth at 4.27%. We are not projecting an increase at this time, however, as there are signs of a weakening national economy and some Texas cities have experienced negative growth comparing June 2006 to June 2005.

Although our projection for total FY2006 expenditures is the same as budgeted, we are projecting \$1 million for election expenses in General Government that were not budgeted. This election will provide voters the opportunity to authorize \$625 million to support CIP activities, to amend the City Charter by removing enterprise fund revenues from revenue cap calculations, and to permit the City to increase funding to enhance public safety.

We are estimating the ending unreserved undesignated fund balance to be approximately \$169 million, which is approximately 11.5% of estimated expenditures less debt service. This does not include the rainy day fund or sign abatement fund. The total unreserved fund balance is estimated to be approximately \$191 million.

Please let me know if you have any questions.


Judy Gray Johnson, Director

General Fund
Comparative Projections
Controller's Office and Finance and Administration
For the period ended July 31, 2006
(amounts expressed in thousands)

	Unaudited Preliminary FY2006	FY2007				Controller's Projection	F & A Projection	Variance between
		Adopted Budget	Current Budget	% of Budget	Controller and F&A			
Revenues								
General Property Taxes	\$ 704,834	\$ 730,520	\$ 730,520	46%	\$ 722,515	\$ 730,520	8,005	
Industrial Assessments	14,270	13,609	13,609	1%	13,830	13,609	(221)	
Sales Tax	422,805	431,219	431,219	27%	435,489	431,219	(4,270)	
Other Taxes	9,350	9,450	9,450	1%	9,450	9,450	0	
Electric Franchise	97,274	99,058	99,058	6%	99,058	99,058	0	
Telephone Franchise	48,942	45,600	45,600	3%	45,100	45,600	500	
Gas Franchise	21,746	18,902	18,902	1%	18,902	18,902	0	
Other Franchise	16,572	16,448	16,448	1%	16,057	16,448	391	
Licenses and Permits	18,086	18,152	18,152	1%	18,000	18,152	152	
Intergovernmental	28,229	34,691	34,691	2%	34,550	34,691	141	
Charges for Services	40,803	45,376	45,376	3%	43,370	45,376	2,006	
Direct Interfund Services	41,930	46,252	46,252	3%	46,252	46,252	0	
Indirect Interfund Services	14,895	14,198	14,198	1%	14,198	14,198	0	
Municipal Courts Fines and Forfeits	43,667	45,583	45,583	3%	45,000	45,583	583	
Other Fines and Forfeits	3,482	2,144	2,144	0%	2,063	2,144	81	
Interest	11,009	10,395	10,395	1%	11,000	10,395	(605)	
Miscellaneous/Other	21,096	12,527	12,527	1%	13,000	12,527	(473)	
Total Revenues	1,558,990	1,594,124	1,594,124	100%	1,587,834	1,594,124	6,290	
Expenditures								
Affirmative Action	1,649	1,936	1,936	0%	1,936	1,936	0	
Building Services	37,398	40,067	40,368	2%	40,368	40,368	0	
City Council	4,388	4,501	4,502	0%	4,502	4,502	0	
City Secretary	625	742	742	0%	742	742	0	
Controller	5,849	6,347	6,347	0%	6,347	6,347	0	
Convention & Entertainment	1,825	6,436	6,436	0%	6,436	6,436	0	
Finance and Administration	19,492	24,328	24,218	1%	24,218	24,218	0	
Fire	327,084	363,329	363,329	22%	363,329	363,329	0	
Health and Human Services	44,452	47,920	47,920	3%	47,920	47,920	0	
Housing and Community Dev.	0	518	518	0%	518	518	0	
Houston Emergency Center	0	9,834	9,834	1%	9,834	9,834	0	
Human Resources	2,264	2,565	2,565	0%	2,565	2,565	0	
Information Technology	11,774	14,126	14,126	1%	14,126	14,126	0	
Legal	11,033	13,410	13,410	1%	13,410	13,410	0	
Library	29,327	33,438	33,438	2%	33,438	33,438	0	
Mayor's Office	2,126	2,994	3,000	0%	3,000	3,000	0	
Municipal Courts - Administration	16,716	14,366	14,366	1%	14,366	14,366	0	
Municipal Courts - Justice	4,283	4,498	4,498	0%	4,498	4,498	0	
Parks and Recreation	48,661	59,954	59,963	4%	59,963	59,963	0	
Planning and Development	6,806	8,111	8,111	0%	8,111	8,111	0	
Police	536,215	575,752	575,752	34%	575,752	575,752	0	
Public Works and Engineering	78,311	89,144	89,144	5%	89,144	89,144	0	
Solid Waste Management	68,350	71,528	71,528	4%	71,528	71,528	0	
Total Departmental Expenditures	1,258,628	1,395,844	1,396,051	83%	1,396,051	1,396,051	0	
General Government	110,289	72,576	72,369	4%	72,369	72,369	0	
Total Expenditures Other Than Debt	1,368,917	1,468,420	1,468,420	88%	1,468,420	1,468,420	0	
Debt Service Transfer	195,000	209,000	209,000	12%	209,000	209,000	0	
Total Expenditures and Other Uses	1,563,917	1,677,420	1,677,420	100%	1,677,420	1,677,420	0	
Net Current Activity	(4,927)	(83,296)	(83,296)		(89,586)	(83,296)	6,290	
Amount Needed to Balance the Budget					23,636			
Transfers from other funds	177	2,950	2,950		2,950	2,950		
Pension Bond Proceeds	59,000	63,000	63,000		63,000	63,000		
Sale of Capital Assets	6,439	-	-		-	-		
Unreserved Fund Balance, Beginning of Year	142,112	202,801	202,801		202,801	208,601		
Unreserved Fund Balance, End of Year	\$ 202,801	\$ 185,455	\$ 185,455		\$ 202,801	\$ 191,255		
Designated for Sign Abatement	(2,070)	(2,070)	(2,070)		(2,070)	(2,070)		
Designated for Rainy Day Fund	(20,000)	(20,000)	(20,000)		(20,000)	(20,000)		
Undesignated Fund Balance, End of Year	\$ 180,731	\$ 163,385	\$ 163,385		\$ 180,731	\$ 169,185		

General Fund
Controller's Office
For the period ended July 31, 2006
(amounts expressed in thousands)

	FY2007							
	Unaudited Preliminary FY2006	Adopted Budget	Current Budget	Current Month	YTD	Controller's Projection	Variance from Current Budget	% Variance
Revenues								
General Property Taxes	\$ 704,834	\$ 730,520	\$ 730,520	\$ 5,378	\$ 5,378	\$ 722,515	\$ (8,005)	-1.1%
Industrial Assessments	14,270	13,609	13,609	1,150	1,150	13,830	221	1.6%
Sales Tax	422,805	431,219	431,219	30,840	30,840	435,489	4,270	1.0%
Other Taxes	9,350	9,450	9,450	2,455	2,455	9,450	0	0.0%
Electric Franchise	97,274	99,058	99,058	8,047	8,047	99,058	0	0.0%
Telephone Franchise	48,942	45,600	45,600	4,560	4,560	45,100	(500)	-1.1%
Gas Franchise	21,746	18,902	18,902	1,076	1,076	18,902	0	0.0%
Other Franchise	16,572	16,448	16,448	1,261	1,261	16,057	(391)	-2.4%
Licenses and Permits	18,086	18,152	18,152	1,019	1,019	18,000	(152)	-0.8%
Intergovernmental	28,229	34,691	34,691	149	149	34,550	(141)	-0.4%
Charges for Services	40,803	45,376	45,376	2,246	2,246	43,370	(2,006)	-4.4%
Direct Interfund Services	41,930	46,252	46,252	(224)	(224)	46,252	0	0.0%
Indirect Interfund Services	14,895	14,198	14,198	0	0	14,198	0	0.0%
Municipal Courts Fines and Forfeits	43,667	45,583	45,583	2,740	2,740	45,000	(583)	-1.3%
Other Fines and Forfeits	3,482	2,144	2,144	190	190	2,063	(81)	-3.8%
Interest	11,009	10,395	10,395	837	837	11,000	605	5.8%
Miscellaneous/Other	21,096	12,527	12,527	353	353	13,000	473	3.8%
Total Revenues	1,558,990	1,594,124	1,594,124	62,077	62,077	1,587,834	(6,290)	-0.4%
Expenditures								
Affirmative Action	1,649	1,936	1,936	119	119	1,936	0	0.0%
Building Services	37,398	40,067	40,368	891	891	40,368	0	0.0%
City Council	4,388	4,501	4,502	337	337	4,502	0	0.0%
City Secretary	625	742	742	52	52	742	0	0.0%
Controller	5,849	6,347	6,347	371	371	6,347	0	0.0%
Convention & Entertainment	1,825	6,436	6,436	165	165	6,436	0	0.0%
Finance and Administration	19,492	24,328	24,218	1,390	1,390	24,218	0	0.0%
Fire	327,084	363,329	363,329	28,791	28,791	363,329	0	0.0%
Health and Human Services	44,452	47,920	47,920	2,476	2,476	47,920	0	0.0%
Housing and Community Dev.	0	518	518	0	0	518	0	0.0%
Houston Emergency Center	0	9,834	9,834	0	0	9,834	0	0.0%
Human Resources	2,264	2,565	2,565	177	177	2,565	0	0.0%
Information Technology	11,774	14,126	14,126	725	725	14,126	0	0.0%
Legal	11,033	13,410	13,410	887	887	13,410	0	0.0%
Library	29,327	33,438	33,438	2,097	2,097	33,438	0	0.0%
Mayor's Office	2,126	2,994	3,000	126	126	3,000	0	0.0%
Municipal Courts - Administration	16,716	14,366	14,366	903	903	14,366	0	0.0%
Municipal Courts - Justice	4,283	4,498	4,498	342	342	4,498	0	0.0%
Parks and Recreation	48,661	59,954	59,963	4,175	4,175	59,963	0	0.0%
Planning and Development	6,806	8,111	8,111	509	509	8,111	0	0.0%
Police	536,215	575,752	575,752	46,168	46,168	575,752	0	0.0%
Public Works and Engineering	78,311	89,144	89,144	2,197	2,197	89,144	0	0.0%
Solid Waste Management	68,350	71,528	71,528	(369)	(369)	71,528	0	0.0%
Total Departmental Expenditures	1,258,628	1,395,844	1,396,051	92,529	92,529	1,396,051	0	0.0%
General Government	110,289	72,576	72,369	5,016	5,016	72,369	0	0.0%
Total Expenditures Other Than Debt	1,368,917	1,468,420	1,468,420	97,545	97,545	1,468,420	0	0.0%
Debt Service Transfer	195,000	209,000	209,000	0	0	209,000	0	0.0%
Total Expenditures and Other Uses	1,563,917	1,677,420	1,677,420	97,545	97,545	1,677,420	0	0.0%
Net Current Activity	(4,927)	(83,296)	(83,296)	(35,468)	(35,468)	(89,586)	(6,290)	
Amount Needed to Balance the Budget						23,636		
Transfers from other funds	177	2,950	2,950	0	-	2,950	0	
Pension Bond Proceeds	59,000	63,000	63,000	0	-	63,000	0	
Sale of Capital Assets	6,439	-	-	0	-	-	0	
Unreserved Fund Balance, Beg. of Year	142,112	202,801	202,801	202,801	202,801	202,801	0	
Unreserved Fund Balance, End of Year	202,801	185,455	185,455	167,333	167,333	202,801	(6,290)	
Designated for Sign Abatement	(2,070)	(2,070)	(2,070)	-	-	(2,070)	0	
Designated for Rainy Day Fund	(20,000)	(20,000)	(20,000)	-	-	(20,000)	0	
Undesignated Fund Balance, End of Year	\$ 180,731	\$ 163,385	\$ 163,385	\$ 167,333	\$ 167,333	\$ 180,731	\$ 17,346	

General Fund
Finance and Administration
For the period ended July 31, 2006
(amounts expressed in thousands)

	FY2007							
	Unaudited Preliminary FY2006	Adopted Budget	Current Budget	Current Month	YTD	F & A Projection	Variance from Current Budget	% Variance
Revenues								
General Property Taxes	\$ 704,834	\$ 730,520	730,520	\$ 5,378	\$ 5,378	\$ 730,520	0	0.0%
Industrial Assessments	14,270	13,609	13,609	1,150	1,150	13,609	0	0.0%
Sales Tax	422,805	431,219	431,219	30,840	30,840	431,219	0	0.0%
Other Taxes	9,350	9,450	9,450	2,455	2,455	9,450	0	0.0%
Electric Franchise	97,274	99,058	99,058	8,047	8,047	99,058	0	0.0%
Telephone Franchise	48,942	45,600	45,600	4,560	4,560	45,600	0	0.0%
Gas Franchise	21,746	18,902	18,902	1,076	1,076	18,902	0	0.0%
Other Franchise	16,572	16,448	16,448	1,261	1,261	16,448	0	0.0%
Licenses and Permits	18,086	18,152	18,152	1,019	1,019	18,152	0	0.0%
Intergovernmental	28,229	34,691	34,691	149	149	34,691	0	0.0%
Charges for Services	40,803	45,376	45,376	2,246	2,246	45,376	0	0.0%
Direct Interfund Services	41,930	46,252	46,252	(224)	(224)	46,252	0	0.0%
Indirect Interfund Services	14,895	14,198	14,198	0	0	14,198	0	0.0%
Municipal Courts Fines and Forfeits	43,667	45,583	45,583	2,740	2,740	45,583	0	0.0%
Other Fines and Forfeits	3,482	2,144	2,144	190	190	2,144	0	0.0%
Interest	11,009	10,395	10,395	837	837	10,395	0	0.0%
Miscellaneous/Other	21,096	12,527	12,527	353	353	12,527	0	0.0%
Total Revenues	1,558,990	1,594,124	1,594,124	62,077	62,077	1,594,124	0	0.0%
Expenditures								
Affirmative Action	1,649	1,936	1,936	119	119	1,936	0	0.0%
Building Services	37,398	40,067	40,368	891	891	40,368	0	0.0%
City Council	4,388	4,501	4,502	337	337	4,502	0	0.0%
City Secretary	625	742	742	52	52	742	0	0.0%
Controller	5,849	6,347	6,347	371	371	6,347	0	0.0%
Convention & Entertainment	1,825	6,436	6,436	165	165	6,436	0	0.0%
Finance and Administration	19,492	24,328	24,218	1,390	1,390	24,218	0	0.0%
Fire	327,084	363,329	363,329	28,791	28,791	363,329	0	0.0%
Health and Human Services	44,452	47,920	47,920	2,476	2,476	47,920	0	0.0%
Housing and Community Dev.	0	518	518	0	0	518	0	0.0%
Houston Emergency Center	0	9,834	9,834	0	0	9,834	0	0.0%
Human Resources	2,264	2,565	2,565	177	177	2,565	0	0.0%
Information Technology	11,774	14,126	14,126	725	725	14,126	0	0.0%
Legal	11,033	13,410	13,410	887	887	13,410	0	0.0%
Library	29,327	33,438	33,438	2,097	2,097	33,438	0	0.0%
Mayor's Office	2,126	2,994	3,000	126	126	3,000	0	0.0%
Municipal Courts - Administration	16,716	14,366	14,366	903	903	14,366	0	0.0%
Municipal Courts - Justice	4,283	4,498	4,498	342	342	4,498	0	0.0%
Parks and Recreation	48,661	59,954	59,963	4,175	4,175	59,963	0	0.0%
Planning and Development	6,806	8,111	8,111	509	509	8,111	0	0.0%
Police	536,215	575,752	575,752	46,168	46,168	575,752	0	0.0%
Public Works and Engineering	78,311	89,144	89,144	2,197	2,197	89,144	0	0.0%
Solid Waste Management	68,350	71,528	71,528	(369)	(369)	71,528	0	0.0%
Total Departmental Expenditures	1,258,628	1,395,844	1,396,051	92,529	92,529	1,396,051	0	0.0%
General Government	110,289	72,576	72,369	5,016	5,016	72,369	0	0.0%
Total Expenditures Other Than Debt	1,368,917	1,468,420	1,468,420	97,545	97,545	1,468,420	0	0.0%
Debt Service Transfer	195,000	209,000	209,000	0	0	209,000	0	0.0%
Total Expenditures and Other Uses	1,563,917	1,677,420	1,677,420	97,545	97,545	1,677,420	0	0.0%
Net Current Activity	(4,927)	(83,296)	(83,296)	(35,468)	(35,468)	(83,296)	0	
Transfers from other funds	177	2,950	2,950	-	-	2,950	0	
Pension Bond Proceed	59,000	63,000	63,000	-	-	63,000	0	
Sale of Capital Assets	6,439	6,439	-	-	-	-	-	
Unreserved Fund Balance, Beg. of Year	142,112	202,801	202,801	202,801	202,801	208,601	5,800	
Unreserved Fund Balance, End of Year	202,801	191,894	185,455	167,333	167,333	191,255	(639)	
Designated for Sign Abatement	(2,070)	(2,070)	(2,070)	-	-	(2,070)	-	
Designated for Rainy Day Fund	(20,000)	(20,000)	(20,000)	-	-	(20,000)	-	
Undesignated Fund Balance, End of Year	\$ 180,731	\$ 169,824	\$ 163,385	\$ 167,333	\$ 167,333	\$ 169,185	\$ (639)	

General Fund
General Government
For the period ended July 31, 2006
(amounts expressed in thousands)

	FY2007							
	Unaudited Preliminary FY2006	Adopted Budget	Current Budget	Current Month	YTD	YTD as % of Current Budget	Controller's Projection	F&A Projection
Non-Dept. Exp. and Other Uses								
General Government								
Pension-Civilian	0	0	0	0	0	0.0%	0	0
Insurance-Civilian (Active)	0	0	0	0	0	0.0%	0	0
Insurance-Civilian (Retirees)	18,100	19,412	19,412	1,574	1,574	8.1%	19,406	19,406
Pension-Police	0	0	0	0	0	0.0%	0	0
Insurance-Classified (Retirees)	24,103	0	0	6	6	0.0%	6	6
Long Term Disability	0	0	0	0	0	0.0%	0	0
Compensation Contingency	0	0	0	0	0	0.0%	0	0
Total Personnel Services	42,203	19,412	19,412	1,580	1,580	8.1%	19,412	19,412
Insurance Fees	1,516	0	0	0	0	0.0%	0	0
Accounting and Auditing Svcs	1,133	85	85	0	0	0.0%	85	85
Advertising Svcs	122	225	225	0	0	0.0%	225	225
Legal Services	1,537	1,920	1,920	0	0	0.0%	1,920	1,920
Management Consulting Svcs.	343	187	187	(7)	(7)	-3.7%	187	187
Misc Support Svcs	22	0	0	0	0	0.0%	0	0
Real Estate Lease	5,919	4,587	4,587	415	415	9.0%	4,587	4,587
Parking Space Rental	94	0	0	0	0	0.0%	0	0
METRO Commuter Passes	561	600	600	265	265	44.2%	600	600
Electricity	0	0	0	0	0	0.0%	0	0
Other Interfund Services	0	0	0	0	0	0.0%	0	0
Limited Purpose Annexation Pmts.	13,093	19,686	19,686	1,380	1,380	7.0%	19,686	19,686
Print Shop Services	11	0	0	0	0	0.0%	0	0
Printing and Reproduction Svcs.	0	0	0	0	0	0.0%	0	0
Tax Appraisal Fees	5,045	5,141	5,141	0	0	0.0%	5,141	5,141
Tax Refunds	0	0	0	0	0	0.0%	0	0
Billing and Collection Svcs	750	0	0	0	0	0.0%	0	0
Elections	2,294	0	0	0	0	0.0%	1,000	1,000
Claims and Judgments	6,031	5,000	5,000	1,343	1,343	26.9%	5,000	5,000
Contingency/Reserve	0	7,361	7,154	0	0	0.0%	6,154	6,154
Zoo Contract	7,687	0	0	0	0	0.0%	0	0
Misc Other Services and Charges	2,248	1,188	1,188	(220)	(220)	-18.5%	1,188	1,188
Membership and Professional Fees	592	665	665	0	0	0.0%	665	665
Mgmt Initiative Savings	0	0	0	0	0	0.0%	0	0
Total Other Services and Charges	48,998	46,645	46,438	3,176	3,176	6.8%	46,438	46,438
Other Financing Uses								
Debt Service-Interest	4,992	6,188	6,188	260	260	4.2%	6,188	6,188
Transfers to TRANS Debt Service	0	0	0	0	0	0.0%	0	0
Transfers to Conv & Entertain	1,326	333	333	0	0	0.0%	333	333
Transfers to Special Revenues	8,270	0	0	0	0	0.0%	0	0
Transfers to Capital Projects	0	0	0	0	0	0.0%	0	0
Total Other Financing Uses	14,588	6,521	6,521	260	260	4.0%	6,521	6,521
Total General Government	105,789	72,576	72,369	5,016	5,016	6.9%	72,369	72,369

**KATRINA AID & RECOVERY
MONTHLY FINANCIAL REPORT
For the Period Ended July 31, 2006**

Amounts in Whole Dollars

<u>RECOVERIES & REIMBURSEMENT</u>	<u>Received</u>	<u>Receivable</u>	<u>Total I-T-D Thru Jul'06</u>	<u>% of Total</u>
FEMA Grants:				
Housing	\$245,820,825	\$9,381,775	\$255,202,600	93.8%
Non-Housing	\$13,334,708	\$31,323	\$13,366,031	4.9%
FEMA Grant Administration Fees:				
Housing	\$202,555	\$1,089,708	\$1,292,263	0.5%
Non-Housing	\$77,569	\$9,010	\$86,579	0.0%
Subtotal FEMA Reimbursements	\$259,435,657	\$10,511,816	\$269,947,473	99.2%
Interest Income on Pooled Investments	\$1,060,642	\$0	\$1,060,642	0.4%
Contributions from Others	\$1,030,050	\$0	\$1,030,050	0.4%
TOTAL RECEIPTS	\$261,526,349	\$10,511,816	\$272,038,165	100.0%

<u>EXPENDITURES - HOUSING</u>	<u>Actual Paid Inception to Date</u>	<u>Other Expended/ Incurred (A)</u>	<u>Total I-T-D Thru Jul'06</u>	<u>% of Total</u>
Direct Assistance - Housing				
Rent	\$141,257,144	\$18,136,807	\$159,393,951	58.1%
Utilities	\$16,539,388	\$18,129,282	\$34,668,670	12.6%
Furniture	\$36,734,508	\$0	\$36,734,508	13.4%
Household Goods	\$1,227,470	\$0	\$1,227,470	0.4%
Subtotal Direct Assistance	\$195,758,510	\$36,266,089	\$232,024,599	84.6%
Program Delivery & Management	\$28,898,073	\$12,662,021	\$41,560,094	15.2%
Other Materials & Services	\$719,116	\$0	\$719,116	0.3%
Total Housing Expenses	\$225,375,699	\$48,928,110	\$274,303,809	100.0%
EXPENDITURES - NON HOUSING				
City Dept Personnel Costs				
City Personnel - Labor & Benefits (S/T)	\$182,020	\$0	\$182,020	0.9%
City Personnel - Labor & Benefits (O/T)	\$12,886,338	\$0	\$12,886,338	60.2%
Subtotal City Personnel	\$13,068,358	\$0	\$13,068,358	61.0%
Other City Dept Costs				
Materials & Supplies	\$236,589	\$0	\$236,589	1.1%
Force Equipment	\$180,034	\$0	\$180,034	0.8%
Rentals - Equipment & Other	\$420,956	\$0	\$420,956	2.0%
Contract Services	\$6,347,650	\$0	\$6,347,650	29.6%
Professional Services (incl PW Admin)	\$838,494	\$320,346	\$1,158,840	5.4%
Subtotal Other:	\$8,023,723	\$320,346	\$8,344,069	39.0%
Total Non Housing Expenses	\$21,092,082	\$320,346	\$21,412,428	100.0%
Grand Total Housing & Non Housing	\$246,467,780	\$49,248,456	\$295,716,237	

Excess (deficiency) of FEMA reimbursements over expenses	<u>(\$23,678,071)</u>
Other Receipts and Sources of Funding	
Advance from Fund 405	<u>\$10,000,000</u>
Subtotal Other Sources of Funding	<u>\$10,000,000</u>
Excess (deficiency) of FEMA reimbursements and other funding sources over expenses	<u>(\$13,678,071)</u>

REFERENCES

(A) Includes expenses through month end that have been invoiced and not yet paid, and expenses incurred that have not yet been invoiced

Aviation Operating Fund
For the period ended July 31, 2006
(amounts expressed in thousands)

	Unaudited Preliminary FY2006	FY2007				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F&A Projection
Operating Revenues						
Landing Area	\$ 102,689	\$ 112,952	\$ 112,952	(78)	\$ 112,952	\$ 112,952
Bldg and Ground Area	180,252	195,251	195,251	10,883	195,251	195,251
Parking and Concession	108,631	112,605	112,605	8,202	112,605	112,605
Other	3,465	3,000	3,000	58	3,000	3,000
Total Operating Revenues	<u>395,037</u>	<u>423,808</u>	<u>423,808</u>	<u>19,065</u>	<u>423,808</u>	<u>423,808</u>
Operating Expenses						
Personnel	77,811	86,503	86,503	6,755	86,503	86,503
Supplies	6,596	8,473	8,461	200	8,461	8,461
Services	116,706	135,557	135,569	(1,510)	135,569	135,569
Non-Capital Outlay	454	1,463	1,463	(4)	1,463	1,463
Total Operating Expenses	<u>201,567</u>	<u>231,996</u>	<u>231,996</u>	<u>5,441</u>	<u>231,996</u>	<u>231,996</u>
Operating Income (Loss)	<u>193,470</u>	<u>191,812</u>	<u>191,812</u>	<u>13,624</u>	<u>191,812</u>	<u>191,812</u>
Nonoperating Revenues (Expenses)						
Interest Income	17,742	18,500	18,500	1,614	18,500	18,500
Other	1,453	0	0	0	0	0
Other Financing Sources - Pension Bonds	0	0	0	0	0	0
Total Nonoperating Rev (Exp)	<u>19,195</u>	<u>18,500</u>	<u>18,500</u>	<u>1,614</u>	<u>18,500</u>	<u>18,500</u>
Income (Loss) Before Operating Transfers	<u>212,665</u>	<u>210,312</u>	<u>210,312</u>	<u>15,238</u>	<u>210,312</u>	<u>210,312</u>
Operating Transfers						
Interfund Transfer - Oper Reserve	4,421	4,772	4,772	0	4,772	4,772
Debt Service Principal	33,362	33,385	33,385	2,782	33,385	33,385
Debt Service Interest	63,982	98,029	98,029	9,040	98,029	98,029
Renewal and Replacement	0	7,000	7,000	0	7,000	7,000
Capital Improvement	88,737	67,126	67,126	4,600	67,126	67,126
Total Operating Transfers	<u>190,502</u>	<u>210,312</u>	<u>210,312</u>	<u>16,422</u>	<u>210,312</u>	<u>210,312</u>
Net Income (Loss)						
Operating Fund Only	<u>\$ 22,163</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>(1,184)</u>	<u>\$ 0</u>	<u>\$ 0</u>

About the Fund:

The Aviation Operating Fund is an enterprise fund which accounts for operation of the City's airport system. The airport system is comprised of the George Bush Intercontinental Airport/Houston, William P. Hobby Airport, and Ellington Field. Activities of the department include: operations, maintenance, planning and construction, public service and administration. The Department coordinates its activities with the Federal Aviation Administration (FAA), other federal and state agencies, the airlines, and tenants of the airport facilities.

Convention and Entertainment Facilities Operating Fund
For the period ended July 31, 2006
(amounts expressed in thousands)

	Unaudited Preliminary FY2006	FY2007				
		Adopted Budget	Current Budget	YTD	Controllers Projection	F & A Projection
Operating Revenues						
Facility Rentals	\$ 6,544	\$ 6,041	\$ 6,041	\$ 111	\$ 6,041	\$ 6,041
Parking	9,033	9,673	9,673	80	9,673	9,673
Food and Beverage Concessions	3,920	3,768	3,768	81	3,768	3,768
Contract Cleaning	260	250	250	0	250	250
Total Operating Revenues	<u>19,757</u>	<u>19,732</u>	<u>19,732</u>	<u>272</u>	<u>19,732</u>	<u>19,732</u>
Operating Expenses						
Personnel	7,037	8,073	8,073	800	8,073	8,073
Supplies	633	1,066	1,350	19	1,350	1,350
Services	23,627	29,654	29,654	596	29,654	29,654
Total Operating Expenses	<u>31,297</u>	<u>38,793</u>	<u>39,077</u>	<u>1,415</u>	<u>39,077</u>	<u>39,077</u>
Operating Income (Loss)	<u>(11,540)</u>	<u>(19,061)</u>	<u>(19,345)</u>	<u>(1,143)</u>	<u>(19,345)</u>	<u>(19,345)</u>
Nonoperating Revenues (Expenses)						
Hotel Occupancy Tax						
Current	52,053	47,000	47,000	932	47,000	47,000
Delinquent	1,163	1,000	1,000	7	1,000	1,000
Advertising Services	(10,350)	(11,270)	(11,270)	0	(11,270)	(11,270)
Promotion Contracts	(8,550)	(9,310)	(9,310)	0	(9,310)	(9,310)
Contracts/Sponsorships	<u>(2,018)</u>	<u>(2,100)</u>	<u>(2,100)</u>	<u>0</u>	<u>(2,100)</u>	<u>(2,100)</u>
Net Hotel Occupancy Tax	<u>32,298</u>	<u>25,320</u>	<u>25,320</u>	<u>939</u>	<u>25,320</u>	<u>25,320</u>
Interest Income	1,540	1,525	1,525	143	1,525	1,525
Capital Outlay	(1,028)	(2,170)	(1,886)	(7)	(1,886)	(1,886)
Non-Capital Outlay	(103)	(160)	(160)	(4)	(160)	(160)
Other Interest	(880)	(2,300)	(2,300)	(115)	(2,300)	(2,300)
Other	4,095	2,601	2,601	61	2,601	2,601
Other Financing Sources - Pension Bonds	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Nonoperating Rev (Exp)	<u>35,922</u>	<u>24,816</u>	<u>25,100</u>	<u>1,017</u>	<u>25,100</u>	<u>25,100</u>
Income (Loss) Before Operating Transfers	<u>24,382</u>	<u>5,755</u>	<u>5,755</u>	<u>(126)</u>	<u>5,755</u>	<u>5,755</u>
Operating Transfers						
Transfers for Interest	7,138	8,271	8,271	0	8,271	8,271
Transfers for Principal	7,230	8,300	8,300	0	8,300	8,300
Interfund Transfers Out	11	0	0	0	0	0
Miller Outdoor Theater Transfer	(1,000)	(1,137)	(1,137)	0	(1,137)	(1,137)
Transfers to(from) Special	<u>0</u>	<u>(2,000)</u>	<u>(2,000)</u>	<u>0</u>	<u>(2,000)</u>	<u>(2,000)</u>
Total Operating Transfers	<u>13,379</u>	<u>13,434</u>	<u>13,434</u>	<u>0</u>	<u>13,434</u>	<u>13,434</u>
Net Income (Loss)						
Operating Fund Only	<u>\$ 11,003</u>	<u>\$ (7,679)</u>	<u>\$ (7,679)</u>	<u>\$ (126)</u>	<u>\$ (7,679)</u>	<u>\$ (7,679)</u>

About the Fund:

The Convention and Entertainment Facilities operating fund is an enterprise fund that accounts for the operation of the City's six major entertainment centers and City-owned parking garages. These centers include the following: Jesse H. Jones Hall; Bayou Place; Houston Center for The Arts; Gus S. Wortham Center; George R. Brown Convention Center and the Tranquility Park and Civic Center garages.

Combined Utility System Fund
For the period ended July 31, 2006
(amounts expressed in thousands)

	FY2006 Unaudited	FY2007				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F&A Projection
Operating Revenues						
Water Sales	\$ 334,052	\$ 334,137	\$ 334,137	\$ 28,310	\$ 334,137	\$ 334,137
Sewer Sales	310,373	312,645	312,645	25,669	312,645	312,645
Penalties	5,085	4,996	4,996	458	4,996	4,996
Other	4,605	4,582	4,349	355	4,582	4,582
Total Operating Revenues	<u>654,115</u>	<u>656,360</u>	<u>656,127</u>	<u>54,792</u>	<u>656,360</u>	<u>656,360</u>
Operating Expenses						
Personnel	116,655	131,844	131,844	10,039	131,844	131,844
Supplies	32,466	30,603	30,603	(26)	30,603	30,603
Electricity and Gas	65,552	76,818	76,818	1,960	76,818	76,818
Contracts & Other Payments	96,860	93,746	109,246	14,643	93,746	93,746
Non-Capital Equipment	1,314	1,436	1,465	(71)	1,436	1,436
Total Operating Expenses	<u>312,847</u>	<u>334,447</u>	<u>349,976</u>	<u>26,545</u>	<u>334,447</u>	<u>334,447</u>
Operating Income (Loss)	<u>341,268</u>	<u>321,913</u>	<u>306,151</u>	<u>28,247</u>	<u>321,913</u>	<u>321,913</u>
Nonoperating Revenues (Expenses)						
Interest Income	15,571	17,283	17,283	1,373	17,283	17,283
Sale of Property, Mains and Scrap	5,357	1,129	1,129	7	1,129	1,129
Other	9,122	7,473	7,706	547	7,473	7,473
Other Financing Sources - Pension Bond	0	0	0	0	0	0
Gain on escrow restructure	0	0	0	0	0	0
Gross Revenue Contrib. from Water Auth.	0	0	0	0	0	0
Impact Fees	15,558	17,519	17,519	0	17,519	17,519
CIP Salary Recovery	0	0	0	0	0	0
HAWC	(6,242)	(9,077)	(9,077)	(753)	(9,077)	(9,077)
CWA & TRA Contracts (P & I)	<u>(32,219)</u>	<u>(32,875)</u>	<u>(17,375)</u>	0	<u>(32,875)</u>	<u>(32,875)</u>
Total Nonoperating Rev (Exp)	<u>7,147</u>	<u>1,452</u>	<u>17,185</u>	<u>1,174</u>	<u>1,452</u>	<u>1,452</u>
Income (Loss) Before Operating Transfers	<u>348,415</u>	<u>323,365</u>	<u>323,336</u>	<u>29,421</u>	<u>323,365</u>	<u>323,365</u>
Operating Transfers						
Debt Service Transfer	223,226	260,725	260,725	2,600	260,725	260,725
Transfer to PIB - Water & Sewer	26,257	24,604	24,604	0	24,604	24,604
Discretionary Debt	4,912	4,566	4,566	0	4,566	4,566
Equipment Acquisition	8,645	16,684	16,655	(293)	16,684	16,684
Transfer to Stormwater	31,300	34,837	34,837	0	34,837	34,837
Total Operating Transfers	<u>294,340</u>	<u>341,416</u>	<u>341,387</u>	<u>2,307</u>	<u>341,416</u>	<u>341,416</u>
Net Current Activity						
Operating Fund Only	<u>\$ 54,075</u>	<u>\$ (18,051)</u>	<u>\$ (18,051)</u>	<u>\$ 27,114</u>	<u>\$ (18,051)</u>	<u>\$ (18,051)</u>

About the Fund:

The Combined Utility System Fund is an enterprise fund which accounts for operation of the City's water and wastewater facilities. The fund provides for the operation of the City's treated and untreated water, as well as, receive and process wastewater generated in a service area that includes the City, certain municipalities and unincorporated communities in the Houston metropolitan area. Some of the City's largest customers are other cities and water authorities which supply water to their own customers.

Stormwater Fund
For the period ending July 31, 2006
(amounts expressed in thousands)

	FY2006 Unaudited	FY2007				F&A Projection
		Adopted Budget	Current Budget	YTD	Controller's Projection	
Revenues						
Other Interfund Services	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Miscellaneous	\$ 162	\$ 70	\$ 70	\$ 1	\$ 70	\$ 70
Total Revenues	<u>162</u>	<u>70</u>	<u>70</u>	<u>1</u>	<u>70</u>	<u>70</u>
Expenditures						
Personnel	16,064	18,974	18,974	1,592	18,974	18,974
Supplies	2,147	1,758	1,758	54	1,758	1,758
Other Services	11,714	12,409	12,409	96	12,409	12,409
Capital Outlay	2,943	2,721	2,721	1,497	1,501	1,501
Total Expenditures	<u>32,868</u>	<u>35,862</u>	<u>35,862</u>	<u>3,239</u>	<u>34,642</u>	<u>34,642</u>
Other Financing Sources (Uses)						
Interest Income	79	100	100	18	100	100
Operating Transfers In	31,300	34,837	34,837	0	34,837	34,837
Operating Transfers Out	(545)	(3,521)	(3,521)	0	(3,521)	(3,521)
Total Other Financing Sources (Uses)	<u>30,834</u>	<u>31,416</u>	<u>31,416</u>	<u>18</u>	<u>31,416</u>	<u>31,416</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing (Uses)						
	(1,872)	(4,376)	(4,376)	(3,220)	(3,156)	(3,156)
Pension Bond Proceeds						
	1,000	0	0	0	0	0
Fund Balance, Beginning of Year	<u>4,028</u>	<u>4,376</u>	<u>4,376</u>	<u>3,156</u>	<u>3,156</u>	<u>3,156</u>
Fund Balance, End of Year	<u>\$ 3,156</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (64)</u>	<u>\$ 0</u>	<u>\$ 0</u>

The Stormwater Fund provides for the maintenance and repair of streets, rights-of-way and drainage infrastructure, such as storm sewers and roadside ditches. The City undertook a major restructuring of its water, sewer and drainage financing at the end of FY2004. This restructuring created a new Combined Utility System with the capacity to transfer funds from its surplus amounts to the Stormwater Fund to support stormwater drainage operations and maintenance.

Note: The Stormwater Fund is not technically an enterprise fund, but is grouped with the Combined Utility System for clarity.

City of Houston, Texas
Commercial Paper Issued and Available
July 31, 2006
(amounts expressed in millions)

COMMERCIAL PAPER	Draws FY07	Draws Month	Refunded FY07	Amount Available to be Drawn	Amount Outstanding
General Obligation					
<i>(Series A & B)</i>					
<i>Public Improvement Bonds</i>	\$ 6.00	\$ 6.00	\$ 0.00	\$ 6.60	\$ 136.40
<i>(Series D)</i>	0.00	0.00	0.00	235.00	265.00
<i>(Series E)</i>					
<i>Equipment</i>	10.00	10.00	0.00	46.43	80.27
<i>Metro Street Projects</i>	0.00	0.00	(3.80)	71.52	18.49
<i>Cotswold Project</i>	0.00	0.00	0.00	0.91	3.10
<i>West Eleventh Street Park</i>	0.00	0.00	0.00	4.07	0.03
<i>Friends of Libraries</i>	0.00	0.00	0.00	0.20	0.00
<i>(Series F) Drainage</i>	0.00	0.00	0.00	86.00	53.50
Total General Obligation	16.00	16.00	(3.80)	450.72	556.78
Combined Utility System	0.00	0.00	0.00	673.20	226.80
<i>(Series A)</i>					
Airport System	0.00	0.00	0.00	241.00	59.00
<i>(Series A, B, & C)</i>					
Convention & Entertainment	0.00	0.00	0.00	52.50	22.50
<i>(Series A)</i>					
Totals	\$ 16.00	\$ 16.00	\$ (3.80)	\$ 1,417.42	\$ 865.08

City of Houston, Texas
Summarized Construction/Bond Fund Status Report
For the period ended July 31, 2006
(amounts expressed in thousands)

<u>Purpose</u>	<u>Available for Appropriation</u>
Dangerous Buildings	
Total Dangerous Buildings Funds	\$ 421
Equipment Acquisition	
Total Equipment Acquisition Funds	11,641
Public Improvement	
Total Fire Department	3,069
Total Housing	1,498
Total General Improvement	6,440
Total Public Health and Welfare	1,500
Total Public Library	6,134
Total Parks and Recreation	7,264
Total Police Department	5,934
Total Solid Waste	1,833
Total Storm Sewer	9,422
Total Street & Bridge - Any Purpose	59,106
Street & Bridge - Metro Projects	20,063
Total Public Improvement	122,262
Airport	
Total Airport	495,583
Convention and Entertainment Facilities	
Total Convention and Entertainment	34,073
Combined Utility System	
Total Combined Utility System - Any Purpose	54,214
Combined Utility System - Restricted Purposes	187,460
Total Combined Utility System	241,674
Total All Purposes	\$ 905,655

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

	July 31, 2006	July 31, 2005
Payable from Ad Valorem Taxes		
Public Improvement Bonds (a)	\$ 1,658,020	\$ 1,654,545
GO Commercial Paper Notes (b)	556,775	453,700
Pension Obligations	437,608	357,165
Certificates of Obligations (c)	81,401	28,288
Assumed Bonds	10,835	11,650
Subtotal	2,744,639	2,505,348
Payable from Sources Other Than Ad Valorem Taxes		
Combined Utility System		
Combined Utility System Revenue Bonds	3,547,080	3,029,170
Combined Utility System Commercial Paper Notes (d)	226,800	180,000
Water and Sewer System Revenue Bonds (e)	799,832	1,033,433
Airport System		
Airport System Revenue Bonds	2,119,770	2,148,055
Airport System Sr. Lien Commercial Paper Notes (f)	59,000	48,500
Airport System Inferior Lien Contracts (g)	53,360	56,810
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	8,369,637	8,115,043
Total Debt Payable by the City	\$ 11,114,276	\$ 10,620,391

- (a) Tax bonds authorized by voters in 1997 but unissued total \$6.6 million, which has been authorized as commercial paper but not yet drawn (Series A&B). In November 2001 the voters authorized \$776 million in tax bonds, including \$235 million authorized as commercial paper but not yet drawn (Series D) and \$276 million not yet authorized as commercial paper.
- (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: \$115.9 million, B: \$20.5 million, D: \$265.0 million, E: \$101.875 million, and F: \$53.5 million.
- (c) Excludes \$1.8 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 \$169.4 million accreted value of capital appreciation bonds, or 21.8% 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 \$39.0 million accreted value of capital appreciation bonds, or 6.6% of face value as of this date.
- (j) The City has authorized \$75 million Subordinate Lien Hotel Occupancy Tax and Parking Revenue Commercial Paper.

CITY OF HOUSTON

**PENSION FUND PAYMENTS AND
UNFUNDED LIABILITY SUMMARY**

7/31/2006

PAYMENTS

	FY06 Actual (\$1,000)	FY 07			Year to Date (\$1,000)
		City Payment Rate	Employee Payment Rate	Annual Payment (\$1,000)	
Firefighters Plan					
General Fd. & Other Fds.	48,738	23.8%	9.0%	50,897	4,536
Pension Bonds	0			0	0
Total Firefighters Plan	<u>48,738</u>			<u>50,897</u>	<u>4,536</u>
Police Plan					
General Fd. & Other Fds.	23,000	Note 1	9.0%	28,000	4,492
Pension Bonds	30,000			30,000	0
Total Police Plan	<u>53,000</u>			<u>58,000</u>	<u>4,492</u>
Municipal Plan					
General Fund	4,934	Note 2	5.0%	2,849	430
Other Funds	31,066	Note 2	5.0%	36,151	5,458
Pension Bonds	33,000			33,000	0
Total Municipal Plan (Note 2)	<u>69,000</u>			<u>72,000</u>	<u>5,888</u>
Total All Three Plans	<u>170,738</u>			<u>180,897</u>	<u>14,916</u>

UNFUNDED ACCRUED LIABILITY AND FUNDED STATUS

	Date of Most Recent Valuation or Estimate	Unfunded Accrued Liability (\$ millions)	Assets as % of Liabilities
Firefighters Plan	7/1/2005	341.9	86%
Police Plan	7/1/2004	873.2	74%
Municipal Plan	7/1/2005	947.6	65%

Note 1: City contribution based on Meet and Confer Agreement with Houston Police Officers Pension System

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

**CITY OF HOUSTON PERFORMANCE REPORT
FOR THE MONTH ENDING JULY 31, 2006 (8.33% OF FISCAL YEAR)**

Department Performance Measure	FY2006			FY2007		
	Actual	YTD	% Actual	Objective	YTD	% Objective
AFFIRMATIVE ACTION						
Applications Processed	1,536	142	9.2%	1,500	136	9.1%
Days to Process New Applicants	24	20	83.3%	30	16	381.6%
Field Audits	1,119	74	6.6%	1,700	46	2.7%
Payrolls Audited	6,683	483	7.2%	10,000	1,117	11.2%
SBE/MWDBE Owners Trained	6,527	98	1.5%	2,500	119	4.8%
City Employees Trained	3,971	216	5.4%	3,000	262	8.7%
MOPD Citizens Assistance Request	4,864	393	8.1%	3,000	461	15.4%
OSBC Getting Started Packets Distributed	7,551	553	7.3%	7,500	598	8.0%
MWBE Monitoring Correspondence	221,023	12,434	5.6%	125,000	23,708	19.0%
AVIATION						
Passenger Enplanements	45,454,000	4,401,000	9.7%	Data Not Available	Data Not Available	N/A
Cargo Tonnage	713,920,000	64,297,000	9.0%	Data Not Available	Data Not Available	N/A
Cost per Enplanement	\$8.24	\$5.14	62.4%	< \$8.00	\$8.11	101.4%
Passenger Processing Time Index	2.3	N/A	N/A	2.5 - 3.0	2.3	N/A
Environmental Index (discharges, noise, etc.)	2.9	N/A	N/A	2.5 - 3.0	2.9	N/A
Third Party Incidents (accident/injury to 3rd party)	131	N/A	N/A	< 315	131	41.6%
# Customer Info. Portals (communication/productivity)	7.0	N/A	N/A	10	7.0	70.0%
BUILDING SERVICES						
Design & Construction						
Days to Issue Notice to Proceeds (NTP)	30.0	30.0	100.0%	30	30.0	100.0%
Property Mgmt. (Work Orders Compl.)	28,109	1,972	7.0%	32,000	3,880	12.1%
Security Management						
Number or Reported Incidents Investigated upon Receipts	756	77	10.2%	500	79	15.8%
CONVENTION & ENTERTAINMENT FACILITIES						
Days Booked-GRB Convention Center	2,574	753	29.3%	2,508	136	5.4%
Days Booked-Wortham Theatre Center	491	5	1.0%	525	4	0.8%
Days Booked-Jones Hall	315	1	0.3%	300	0	0.0%
Occupancy Days-GRB Convention Center	1,931	60	3.1%	2,000	152	7.6%
Occupancy Days-Wortham Theatre Center	527	16	3.0%	521	25	4.8%
Occupancy Days-Jones Hall	239	13	5.4%	247	12	4.9%
Occupancy Days-Theatre District Parks Hall	151	5	3.3%	153	5	3.3%
Customer Satisfaction (Periodic)-GRB Convention Center	88.6%	92.6%	104.5%	98.0%	88.6%	90.4%
Customer Satisfaction (Periodic)-Wortham Theatre Center	92.8%	95.6%	103.0%	94.0%	92.8%	98.7%
Customer Satisfaction (Periodic)-Jones Hall	97.9%	95.7%	97.8%	95.0%	97.9%	103.1%
Customer Satisfaction (Periodic)-Houston Center	N/A	96.5%	N/A	N/A	N/A	N/A
Customer Satisfaction (Periodic)-Fannin Garage	46.0%	N/A	N/A	75.0%	46.0%	61.3%
Customer Satisfaction (Periodic)-Theater District Parking	N/A	N/A	N/A	73.0%	N/A	N/A
FINANCE & ADMINISTRATION						
Avg Days to Award Procurement Contracts	113	89	NA	130	118	N/A
3-1-1 Avg Time Customer in Queue (seconds)	86.79	48.90	NA	30.00	129.80	N/A
Liens Collections	\$4,032,409	\$287,842	7.1%	\$2,700,000	\$212,209	7.9%
Ambulance Revenue per Transport	\$169.48	\$197.02	116.2%	\$200.00	\$183.64	91.8%
Cable Company Complaints	1,819	84	4.6%	1,182	28	2.4%
Deferred Compensation Participation	70.78%	71.40%	NA	75.00%	68.17%	N/A
Audits Completed	12	1	8.3%	24	1	4.2%

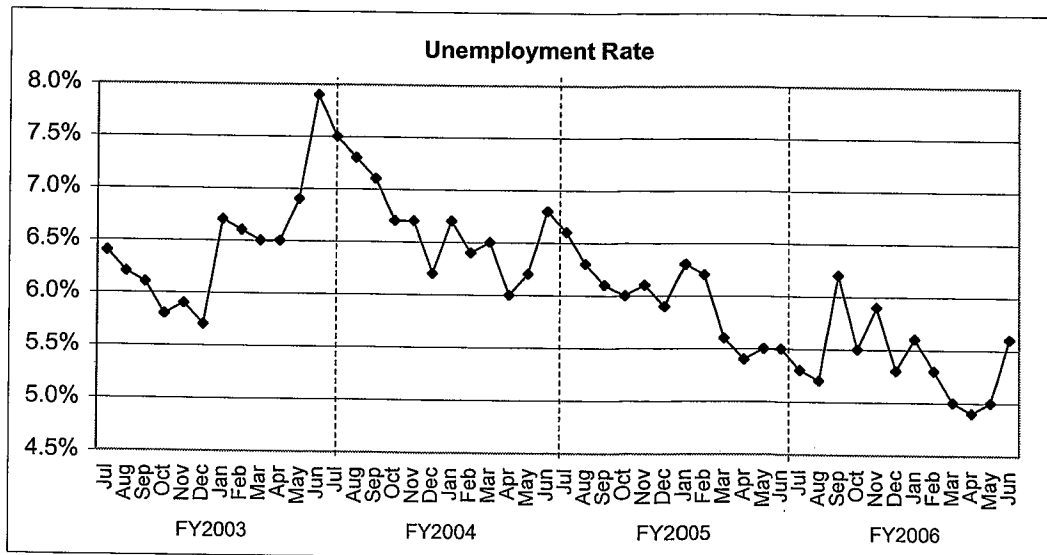
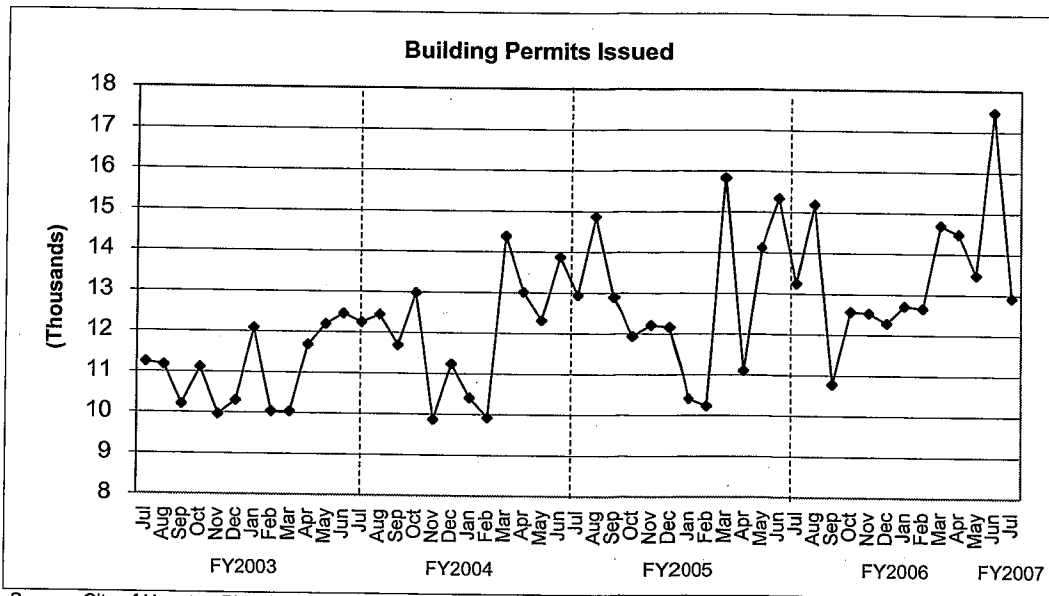
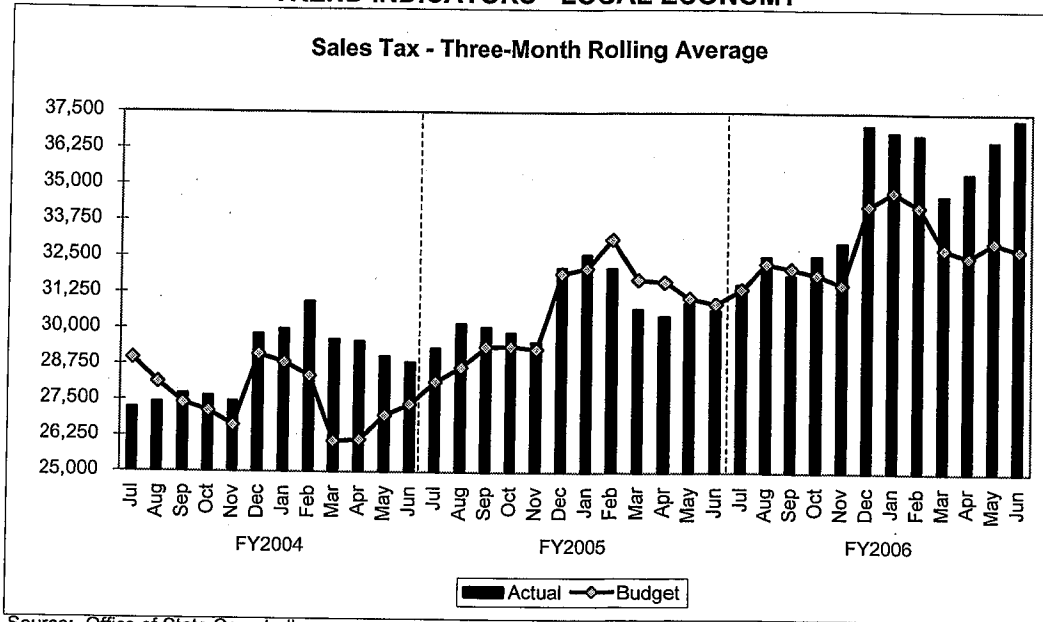
**CITY OF HOUSTON PERFORMANCE REPORT
FOR THE MONTH ENDING JULY 31, 2006 (8.33% OF FISCAL YEAR)**

Department Performance Measure	FY2006			FY2007		
	Actual	YTD	% Actual	Objective	YTD	% Objective
FIRE DEPARTMENT						
First Response Time (Minutes)	8.1	8.3	N/A	7.3	8.2	N/A
First Response Time-EMS (Minutes)	9.0	9.0	N/A	9.7	8.5	N/A
Ambulance Response Time (Minutes)	10.4	10.7	N/A	10.0	10.4	N/A
HEALTH & HUMAN SERVICES						
Environmental Inspections	69,702	5,518	7.9%	102,600	6,381	6.2%
First Trimester Prenatal Enrollment	45.4%	50.3%	N/A	42.0%	32.1%	N/A
WIC Client Satisfaction	95.0%	86.6%	N/A	95.0%	0.0%	N/A
Immunization Compliance (2 Yr. Olds)	88.0%	87.0%	N/A	87.0%	0.0%	N/A
TB Therapy Completed	92.1%	90.5%	N/A	90.0%	88.2%	N/A
HOUSING						
Housing Units Assisted	4,396	19	0.4%	1,610	44	2.7%
Council Actions on HUD Projects	142	7	4.9%	155	2	1.3%
Annual Spending (Millions)	\$53	\$2	3.8%	\$59	\$7	11.9%
HUMAN RESOURCES						
Total Jobs Filled - (As Vacancies Occur)	5,464	356	6.5%	5,000	394	7.9%
Days to Fill Jobs	60	60	100.0%	60	60	100.0%
Training Courses Conducted	132	12	9.1%	135	2	1.5%
Lost Time Injuries (As They Occur)	282	19	6.7%	362	11	3.0%
LEGAL						
Deed Restriction Complaints Received	834	49	5.9%	938	50	5.3%
Deed Restriction Lawsuits Filed	38	7	18.4%	38	2	5.3%
Deed Restriction Warning Letters Sent	423	39	9.2%	572	19	3.3%
LIBRARY						
Total Circulation	5,848,144	576,376	9.9%	5,085,000	560,444	11.0%
Juvenile Circulation	2,711,437	304,294	11.2%	2,539,000	314,738	12.4%
Customer Satisfaction(Three/Year)	88%	88%	100.0%	90%	Data Not Available	N/A
Reference Questions Answered	3,938,112	255,688	6.5%	2,036,000	79,960	3.9%
In-House Computer Users	1,260,298	110,857	8.8%	931,000	103,178	11.1%
Public Computer Training Classes Held	951	78	8.2%	750	97	12.9%
Public Computer Training Attendance	7,871	666	8.5%	5,400	591	10.9%
MUNICIPAL COURTS						
Total Case Filings	945,729	92,823	9.8%	1,120,002	82,863	7.4%
Total Disposition	993,550	71,179	7.2%	882,576	73,548	8.3%
Cost per Disposition	Data not available	\$19.64	N/A	\$18.34	\$13.88	N/A
Incomplete Docket Reduction (Cases/Day)	Data not available	33.95	N/A	14	39	N/A
PARKS & RECREATION						
Registrants in Youth Sports Programs	20,891	2,583	12.4%	20,100	3,177	15.8%
Registrants in Adult Fitness & Craft Programs	4,358	253	5.8%	7,500	258	3.4%
Number of Teams in Adult Sports Programs	1,087	22	2.0%	1,400	17	1.2%
Golf Rounds Played at Privatized Courses	87,559	7,872	9.0%	93,500	6,402	6.8%
Golf Rounds Played at COH - Operated Courses	173,366	14,114	8.1%	182,750	12,684	6.9%
Work Orders Completed-Parks and Comm. Ctr Facilities	20,481	1,877	9.2%	25,000	1,406	5.6%
Vehicle Downtime-Days out of Service (avg):						
Light Duty	N/A	N/A	NA	14	13	N/A
Tractors	N/A	N/A	NA	14	20	N/A
Heavy	N/A	N/A	NA	14	14	N/A
Mower	N/A	N/A	NA	7	19	N/A
Parts	N/A	N/A	NA	5	9	N/A
Kelly	N/A	N/A	NA	10	8	N/A
Grounds Maintenance Cycle-Days:						
Esplanades	13	8	NA	14	8	
Parks & Plazas	12	9	NA	10	8	N/A
Bikes & Hikes Trails	12	10	NA	14	7	N/A

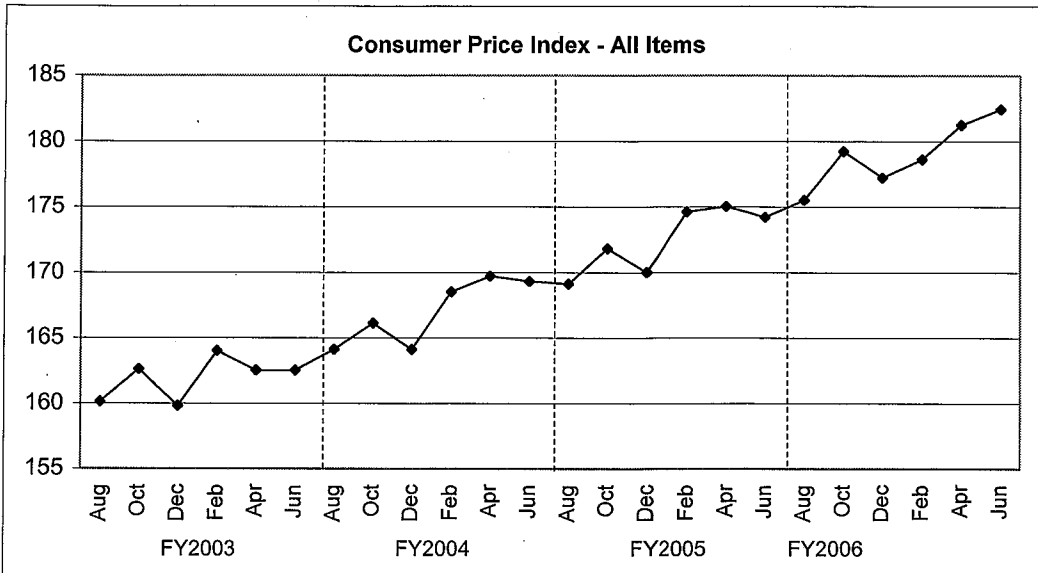
**CITY OF HOUSTON PERFORMANCE REPORT
FOR THE MONTH ENDING JULY 31, 2006 (8.33% OF FISCAL YEAR)**

Department Performance Measure	FY2006			FY2007		
	Actual	YTD	% Actual	Objective	YTD	% Objective
PLANNING & DEVELOPMENT						
Development Plats	1,284	230	17.9%	1,300	106	8.2%
Plats Recorded	1,432	236	16.5%	1,858	130	7.0%
Subdivision Plats Reviewed	4,845	811	16.7%	3,252	356	10.9%
Develop Houston Hope Plans	N/A	N/A	0.0%	6	0	0.0%
Houston Hope Committee Meetings	N/A	N/A	0.0%	10	0	0.0%
HOUSTON POLICE						
Response Time (Code 1)-Minutes	4.9	5.0	102.0%	4.9	4.9	100.0%
Violent Crime Clearance Rate	24.4%	24.9%	102.0%	38.8%	24.4%	62.9%
Crime Lab Cases Completed	72.4%	36.1%	49.9%	90.0%	12.4%	13.8%
Fleet Availability	95.0%	95.9%	100.9%	90.0%	95.0%	105.6%
Complaints - Total Cases	118	4	3.4%	878	4	0.5%
Tot. Cases Reviewed by Citizens Rev. Com.	137	8	5.8%	564	8	1.4%
Records Processed	372,109	509,390	136.9%	663,276	36,571	5.5%
PUBLIC WORKS AND ENGINEERING						
Maintenance and Right-of-Way						
Asphalt For Potholes/Skin Patches (Tons)	16,104	749	4.7%	16,000	1,692	10.6%
Roadside Ditch Regrading/Cleaned (Miles)	316	29	9.2%	345	19	5.5%
Storm Sewers Cleaned (Miles)	386	22	5.7%	350	20	5.7%
Storm Sewer Inlets/Manholes Cleaned/Inspected	140,428	8,926	6.4%	130,900	6,743	5.2%
In-House Overlay (Lane Miles)	281	34	12.1%	280	14	5.0%
ECRE						
Storm/Street Annual Appropriation as of % of CIP	104.8%	7.3%	7.0%	100.0%	0.0%	0.0%
Waste/Wastewater Annual Appropriation as of % of CIP	101.2%	0.3%	0.3%	100.0%	2.5%	2.5%
Safe Sidewalk Program - PAR -% completed in 180 days	N/A	0	0.0%	N/A	0	0.0%
Safe Sidewalk Program - Schools/Thourghfares -% completed in 18 months	N/A	0	0.0%	N/A	0	0.0%
Overlay of thourghfares (Lane miles, by contract)	N/A	0	0.0%	N/A	0	0.0%
Traffic and Transportation						
Traffic Signal Maintenance Completed within 72 hours	97.4%	95.6%	0.0%	95.0%	99.59%	0.0%
Roadway & Sidewalk Obstruction Permits processed within 7 days	100.0%	100.0%	0.0%	100.0%	97.28%	0.0%
Water and Sewer - Utility Maintenance						
Rehabilitate/renew 950,000 linear feet (3%) of collection system annually	1,038,264	70,733	6.8%	950,000	74,476	7.8%
Rehabilitate or renew 1000 fire hydrants (2%) annually	1,082	84	7.8%	1,250	94	7.5%
Rehabilitate or replace 8 storage tanks (5%) annually	6	0	0.0%	8	0	0.0%
Water repairs completed within 12 days for calls received from 311	95.0%	91.0%	95.8%	90.0%	90.0%	100.0%
Wastewater repairs completed within 15 days for calls received from 311	80.0%	89.0%	111.3%	90.0%	89.0%	98.9%
Utility Customer Service						
Percent of meters read and located monthly	94.4%	94.8%	100.4%	97.0%	94.8%	97.7%
Collection Rate	98.8%	91.6%	92.7%	99.0%	93.9%	94.8%
Planning & Development						
Complete Plan Review on new single family residence in 7 days	99.0%	81.0%	0.0%	90.0%	83.0%	92.2%
Average number of Re-submittals in Plan Review	2.86	3	0.0%	2	3	133.0%
Customer service rating (Scale of 1-5)	3.48	2	0.0%	4	3	78.8%
SOLID WASTE MANAGEMENT						
Cost per Unit Served-Excludes Recycling and Special Collections Programs	\$13.77	\$13.87	100.7%	\$14.86	\$13.87	93.3%
Units with Recycling	162,000	162,000	100.0%	162,000	162,000	100.0%
Tires Disposed	238,614	-	0.0%	220,000	37,559	17.1%

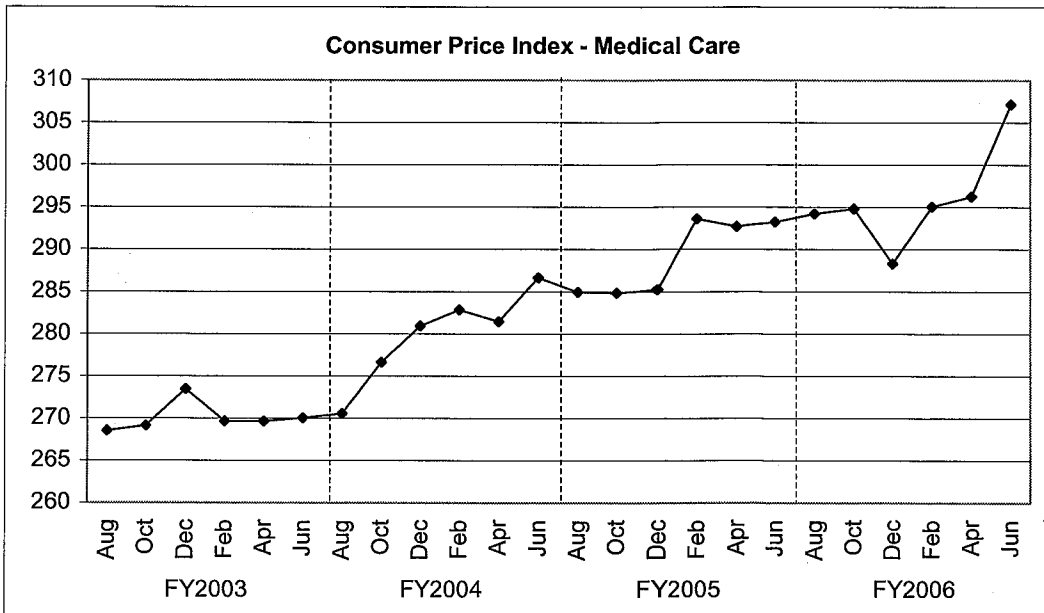
TREND INDICATORS - LOCAL ECONOMY



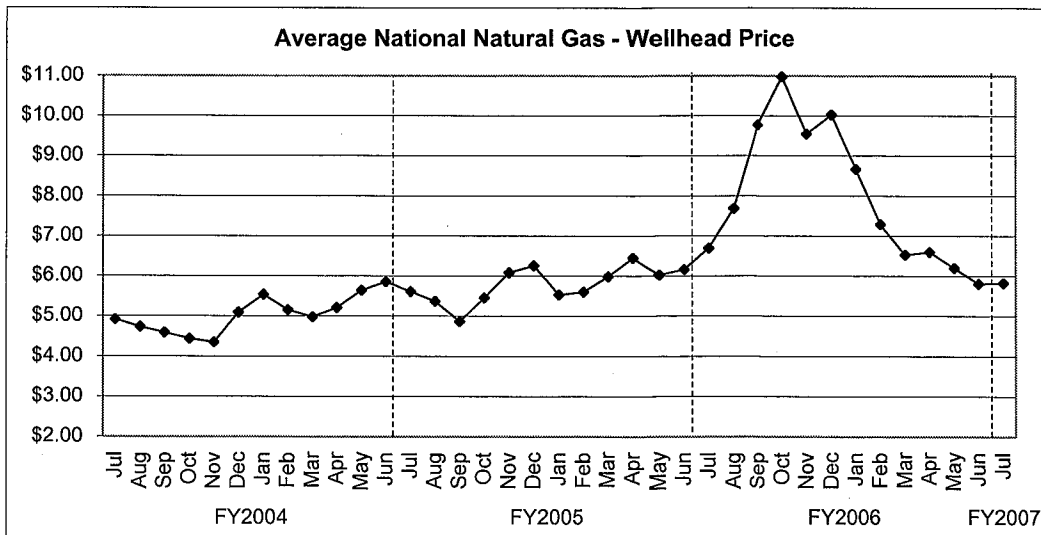
TREND INDICATORS - LOCAL ECONOMY



Source: Bureau of Labor Statistics - Houston, Galveston, Brazoria TX



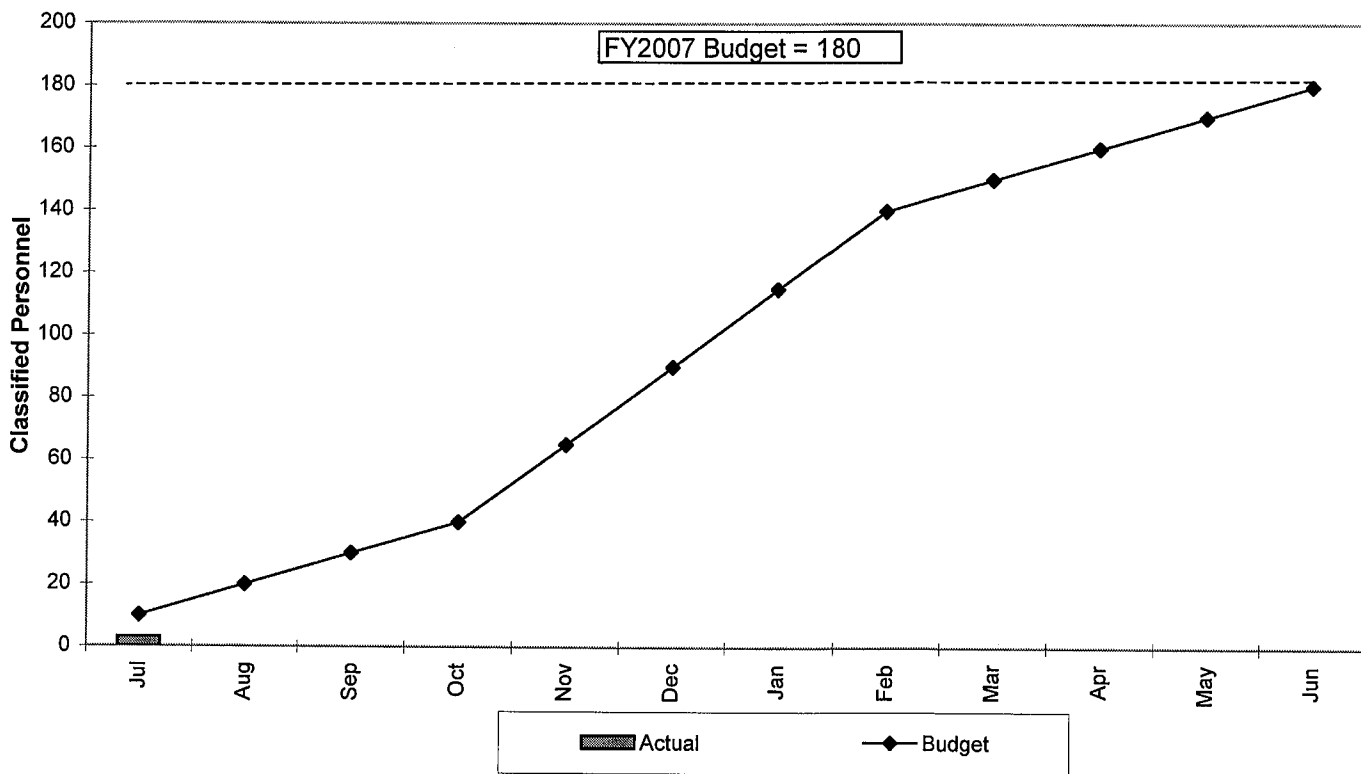
Source: Bureau of Labor Statistics - Houston, Galveston, Brazoria TX



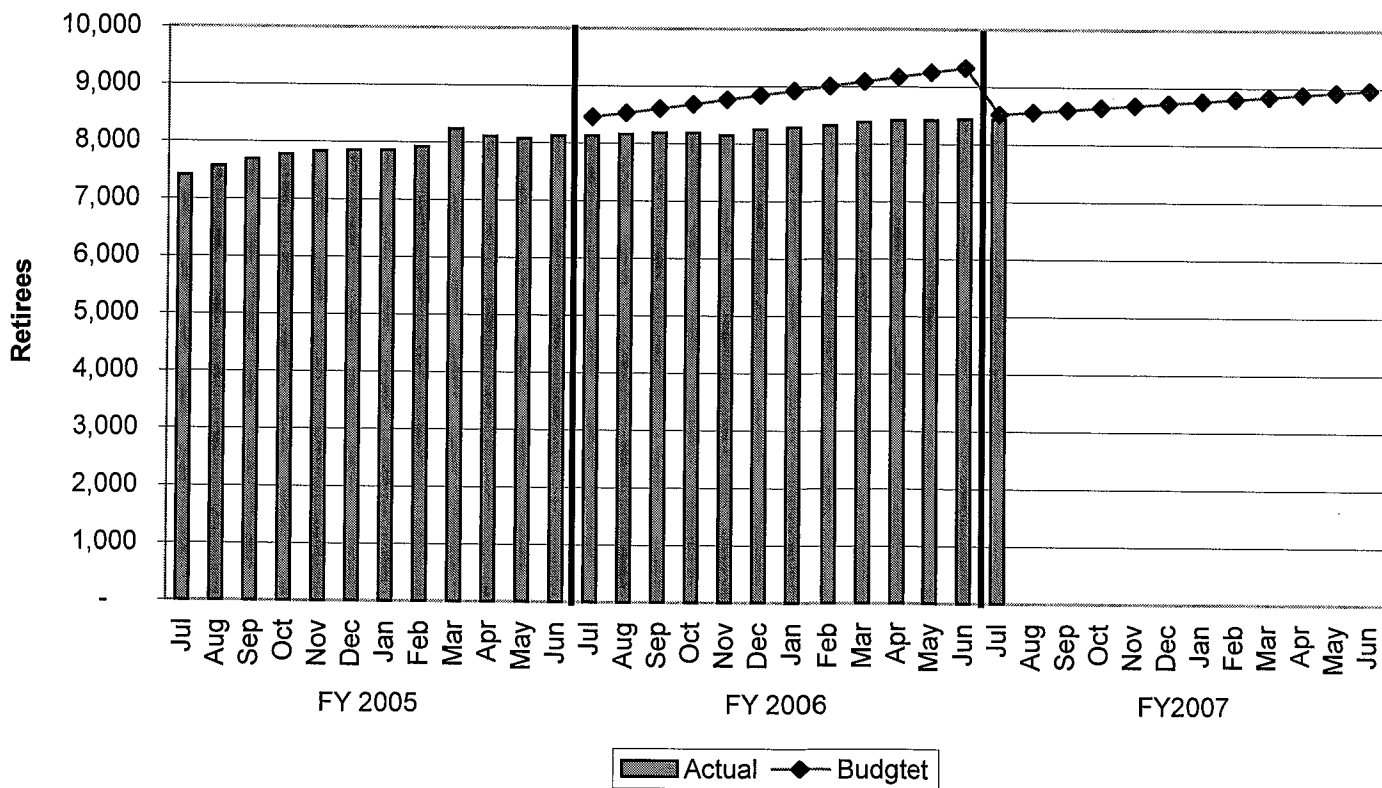
Source: Energy Information Administration/Natural Gas Monthly

TREND INDICATORS - RETIREMENTS

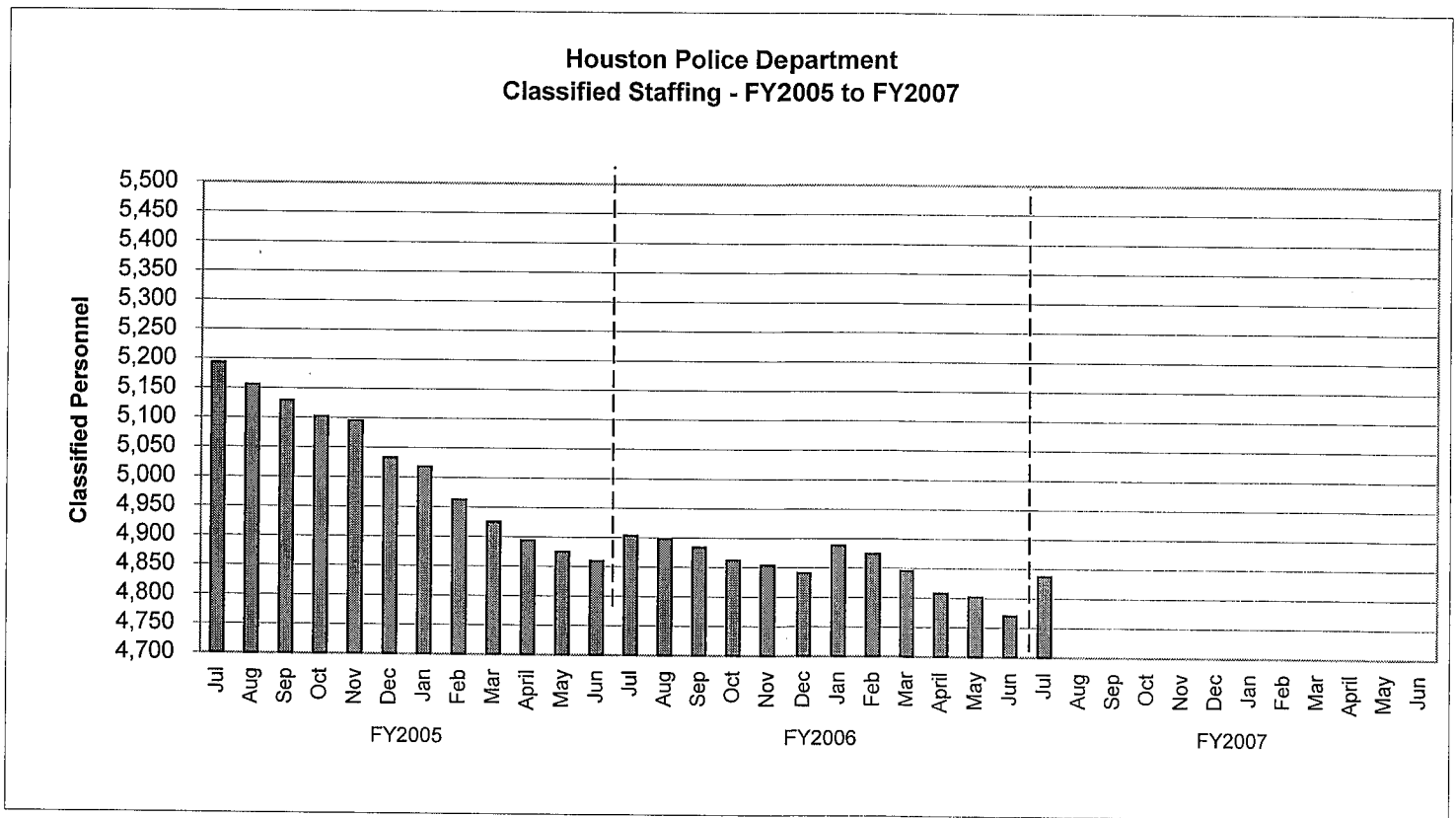
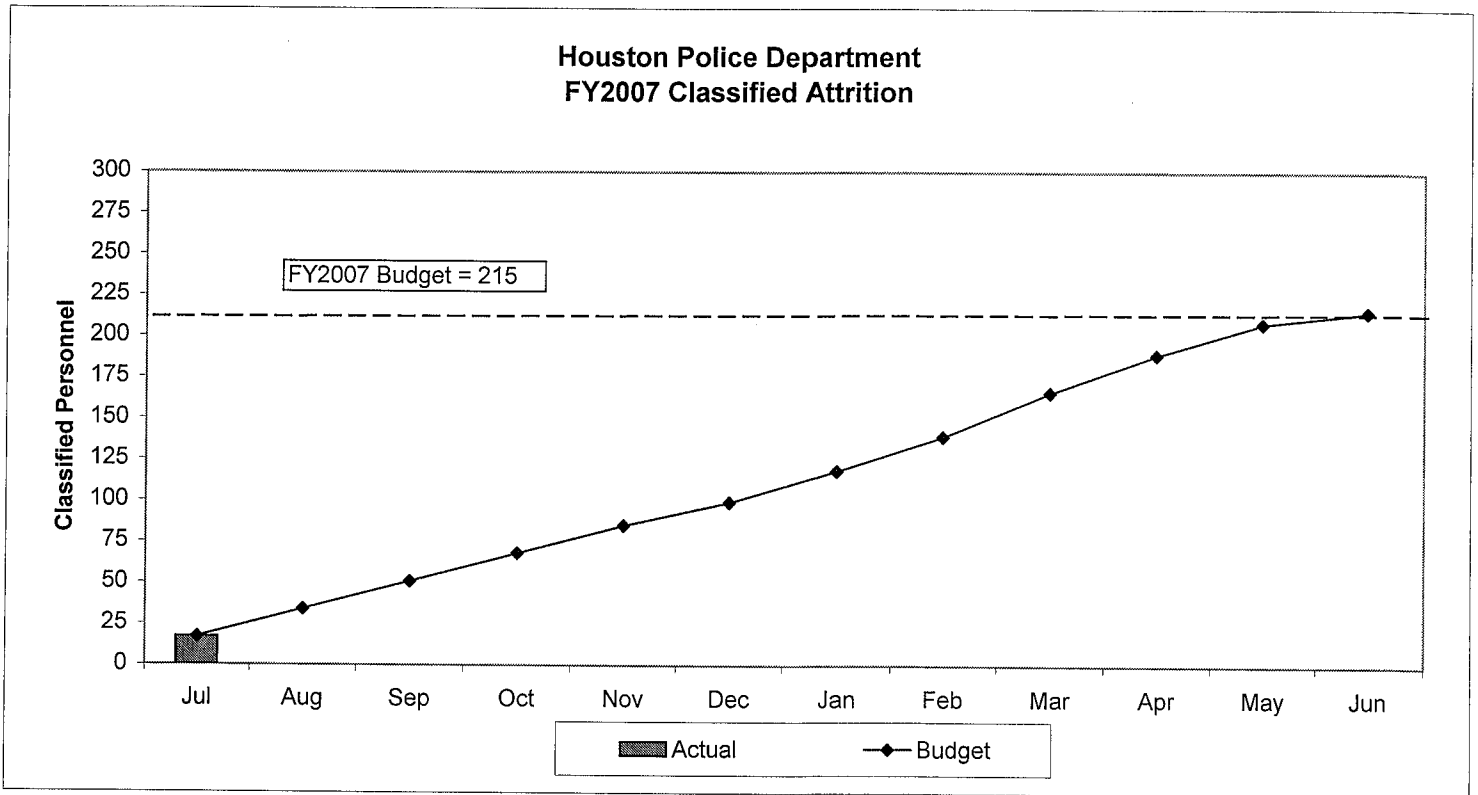
Houston Fire Department
FY2007 Classified Attrition



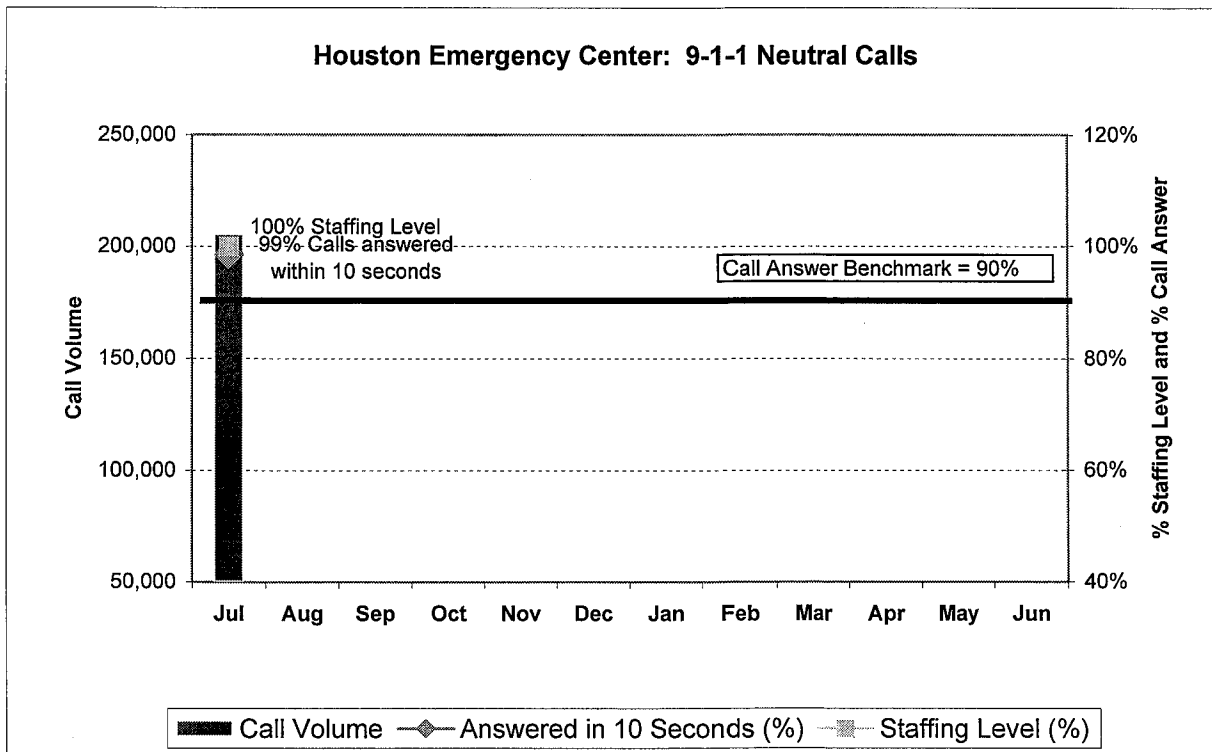
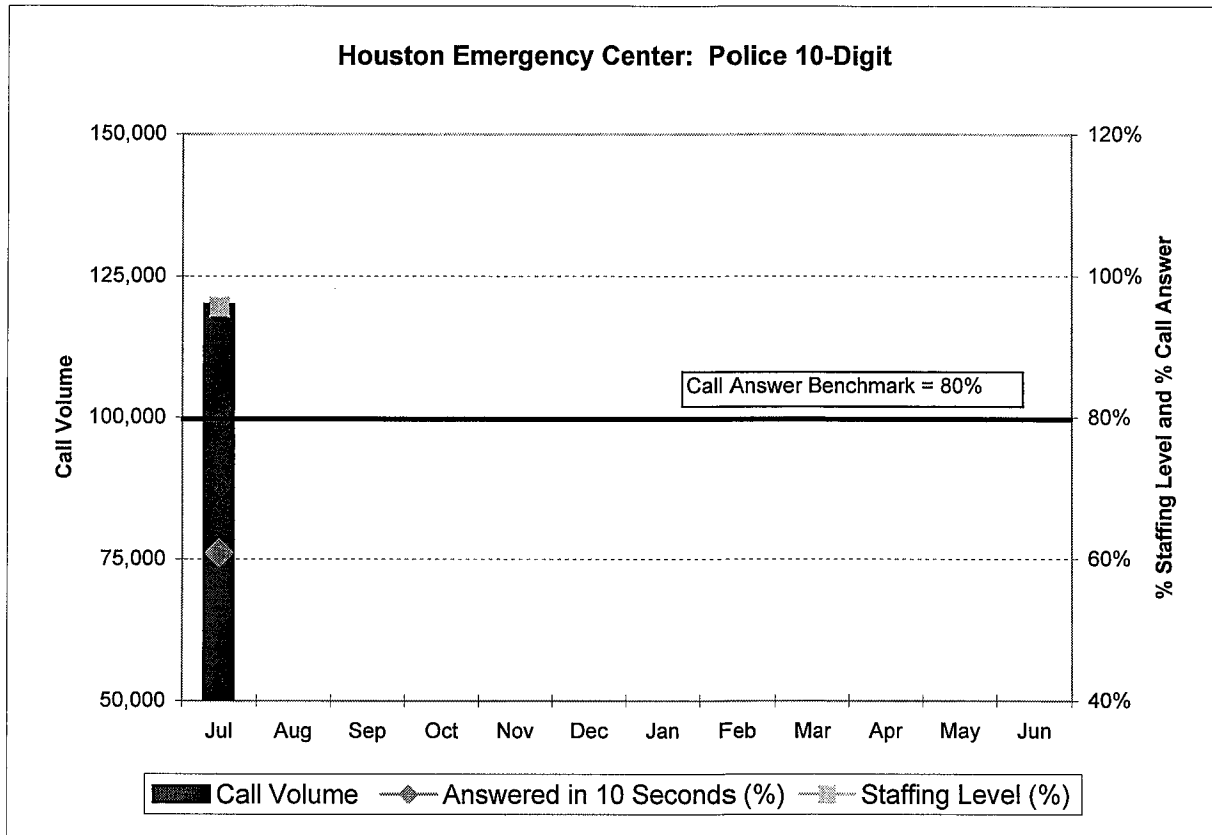
Retirees Receiving Health Benefits



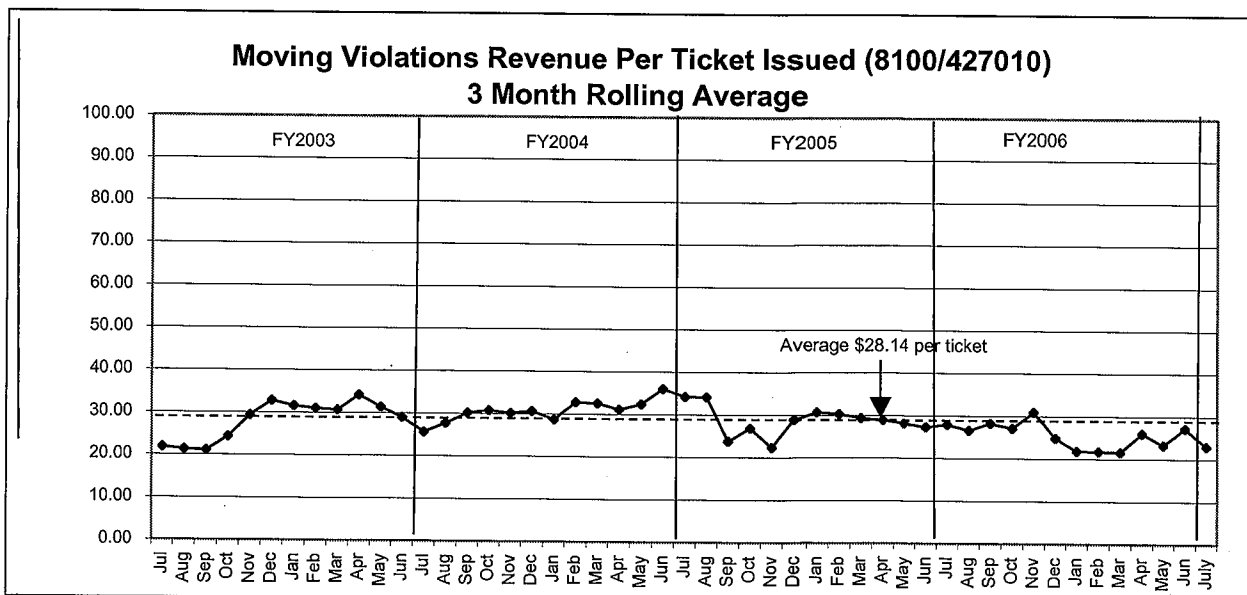
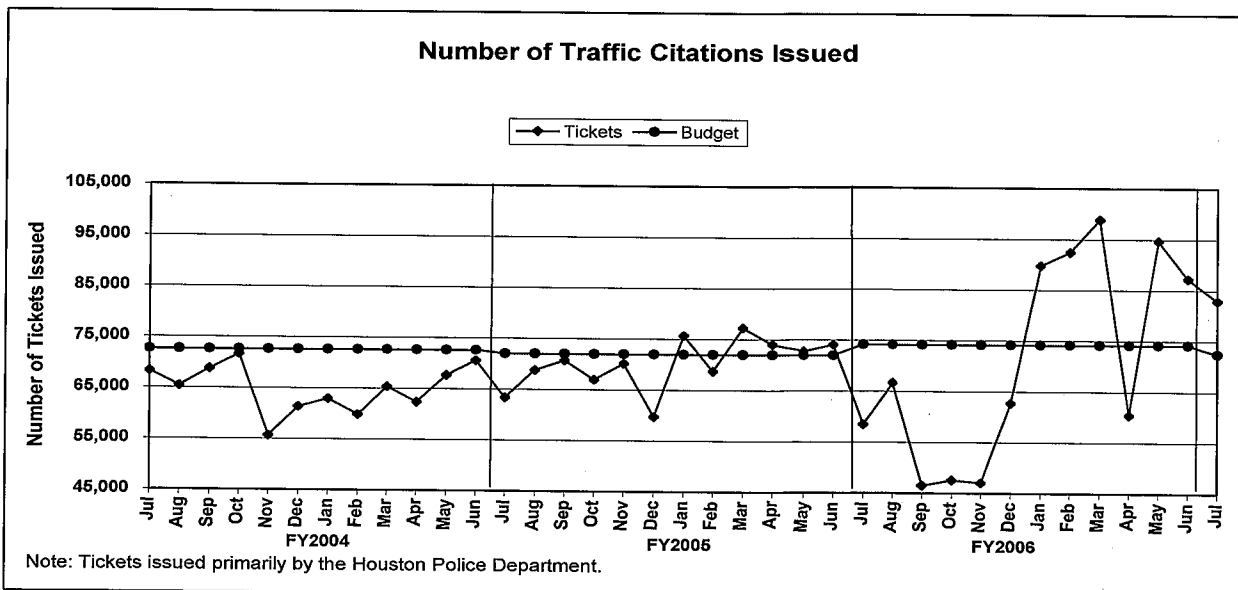
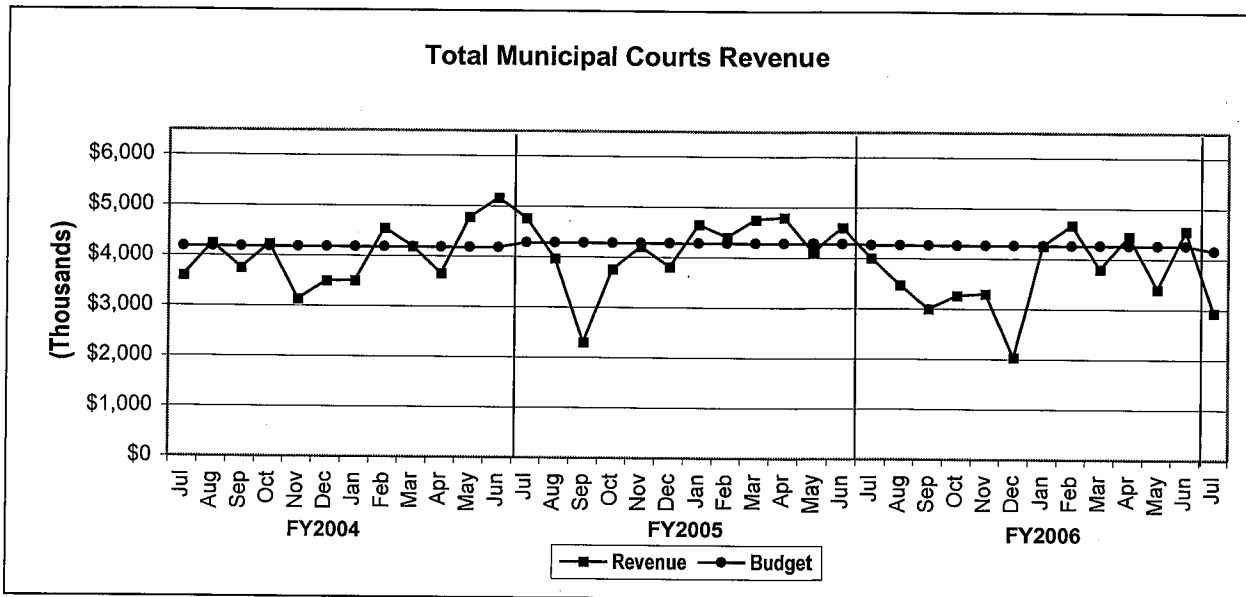
TREND INDICATORS - HIRING AND RETIREMENTS



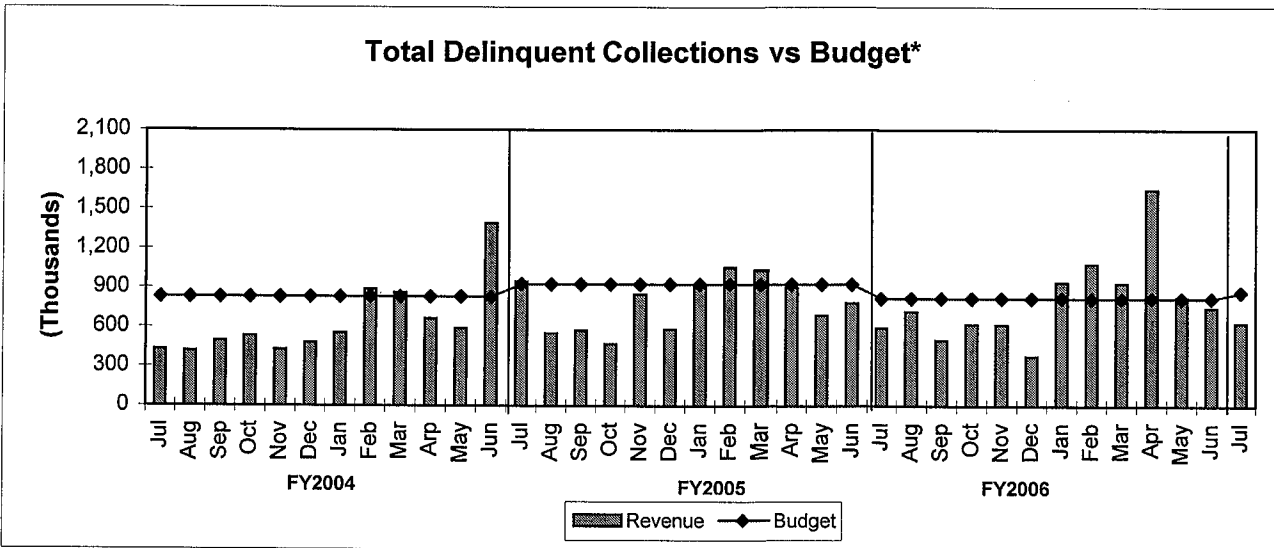
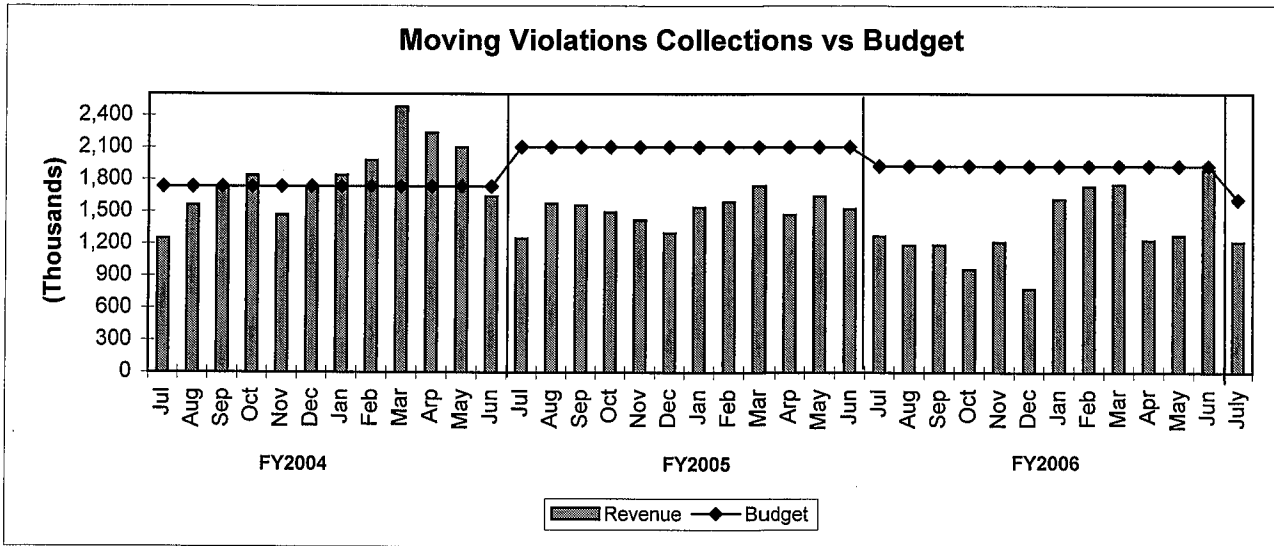
TREND INDICATORS - HOUSTON EMERGENCY CENTER



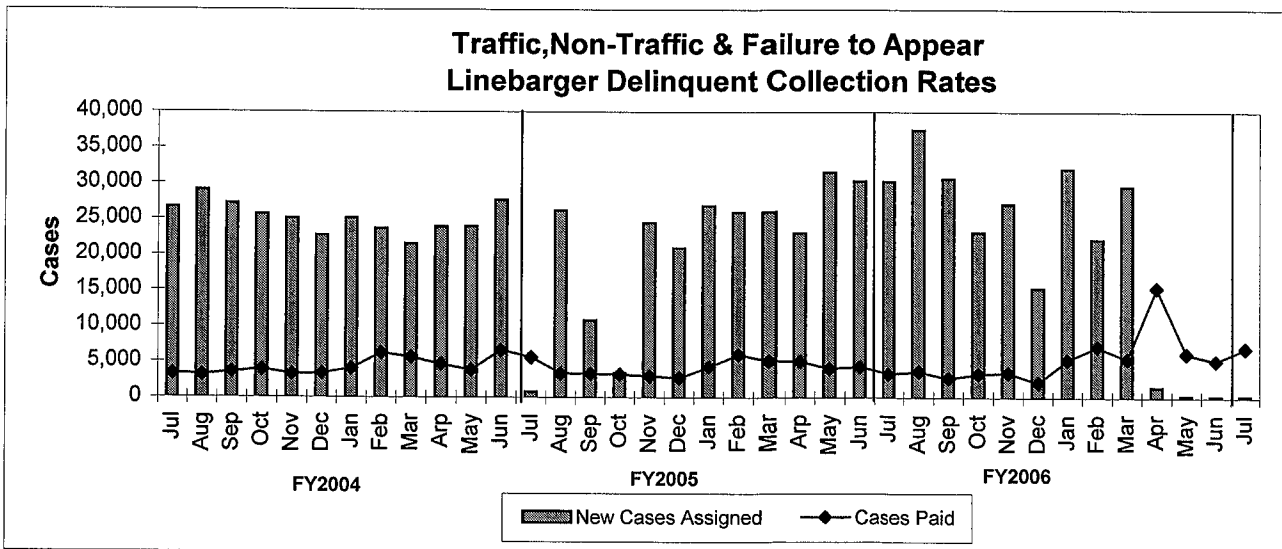
TREND INDICATORS - MUNICIPAL COURTS



TREND INDICATORS - MUNICIPAL COURTS

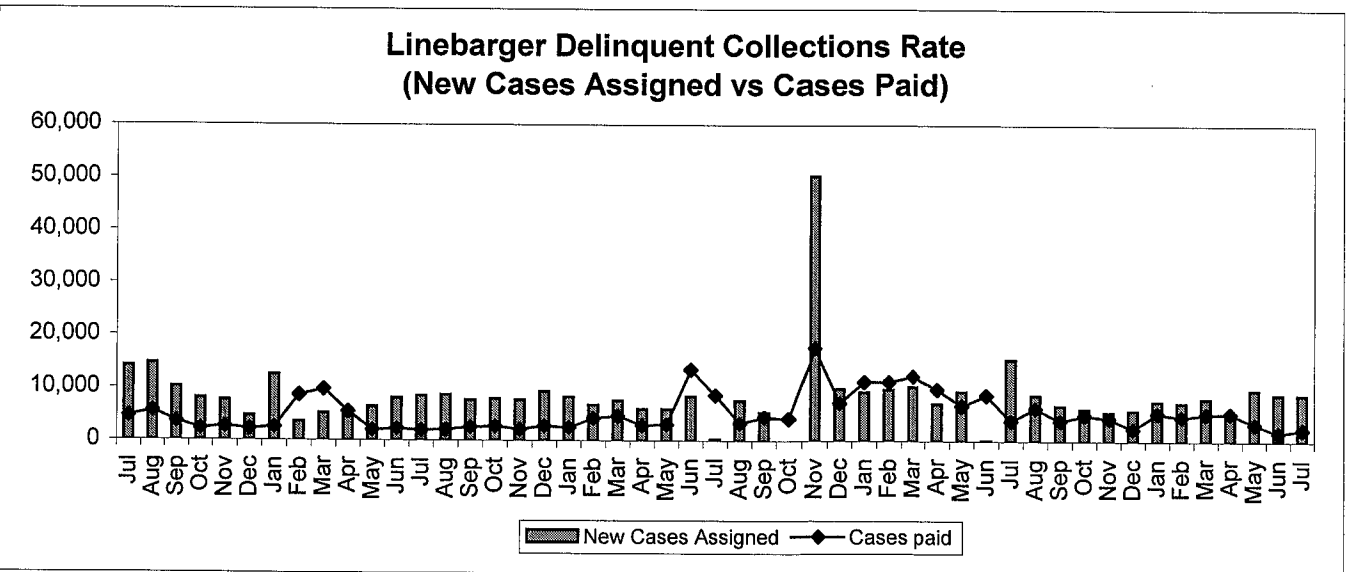
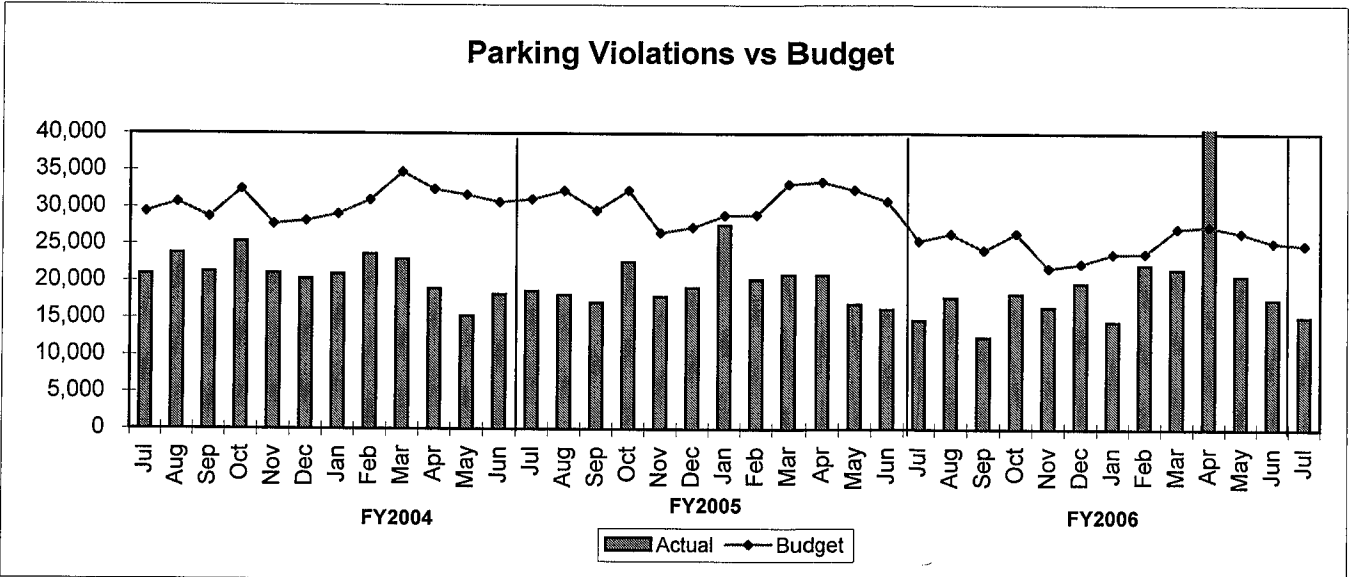
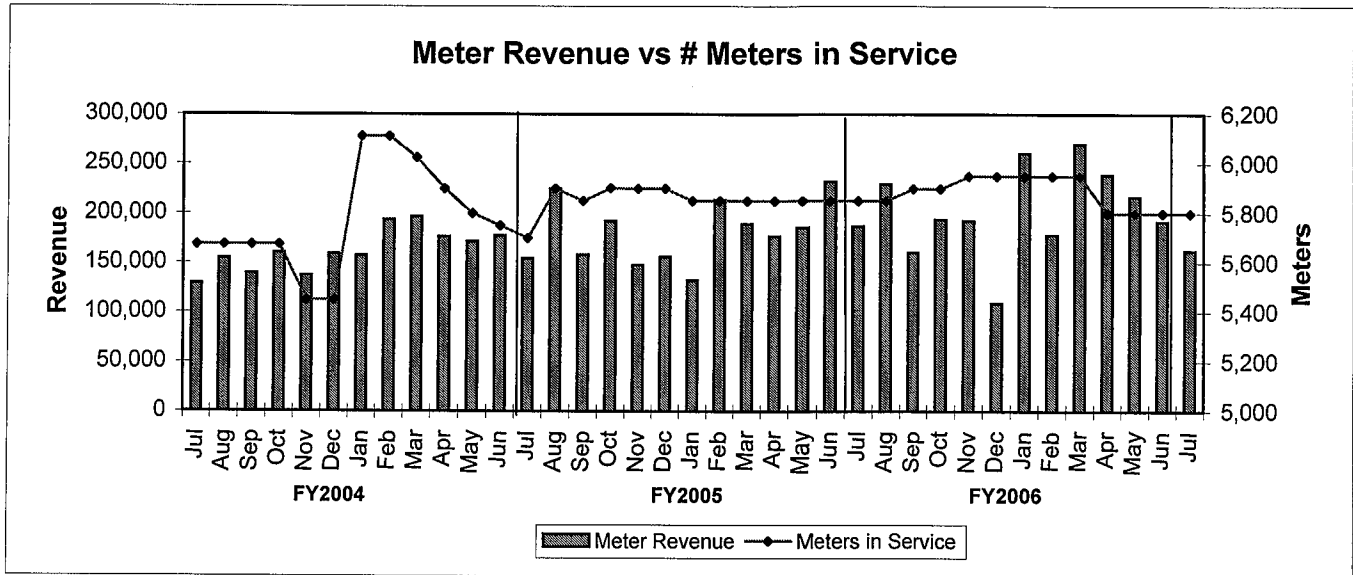


*Net of fees and expenses paid to Lineberger



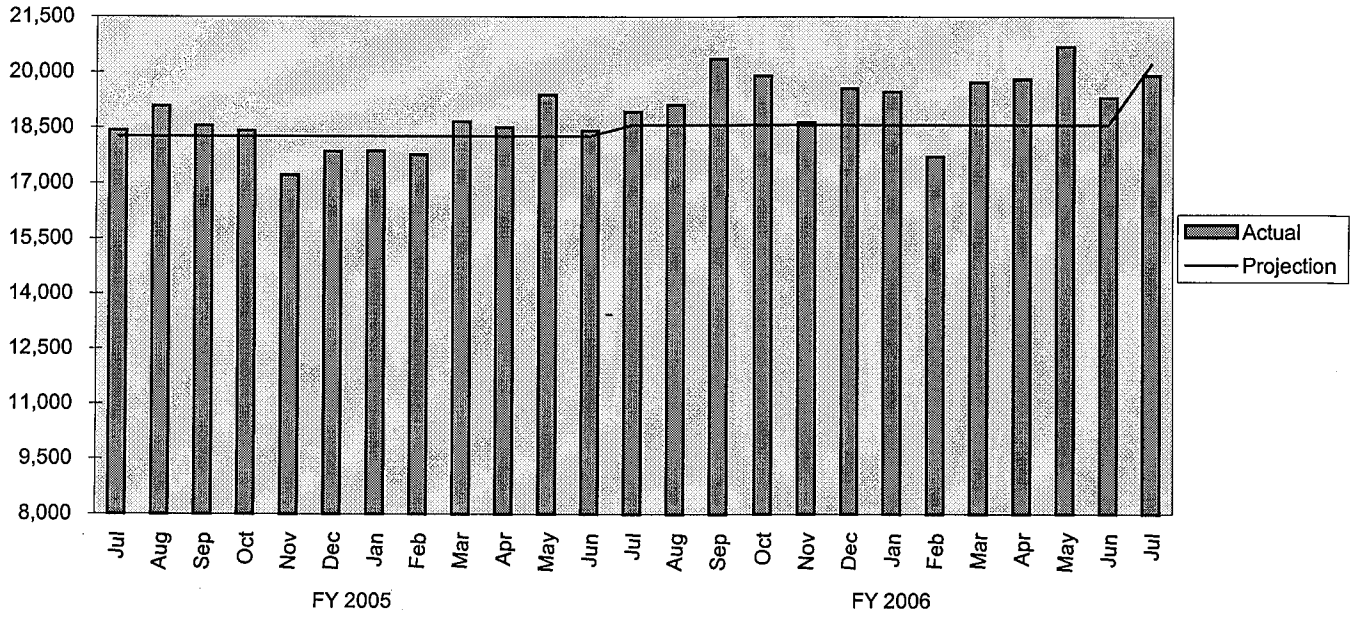
*Excludes Delinquent Parking Collections

TREND INDICATORS - MUNICIPAL COURTS

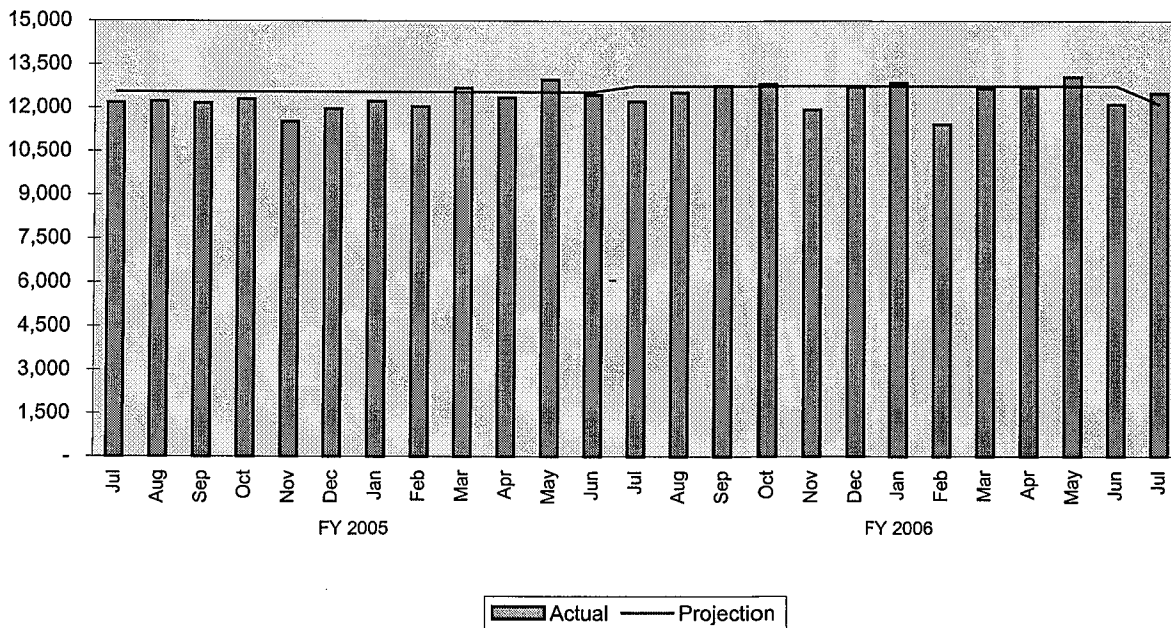


TREND INDICATORS - AMBULANCE SERVICES

EMS Incidents

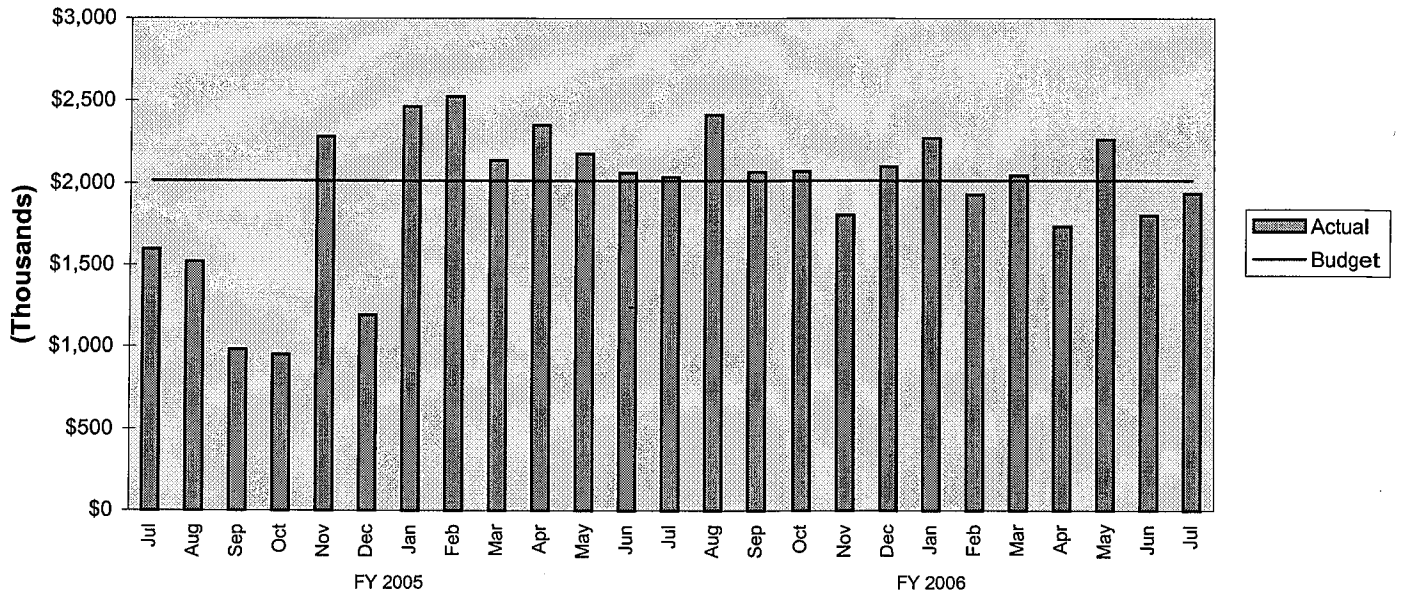


EMS Transports

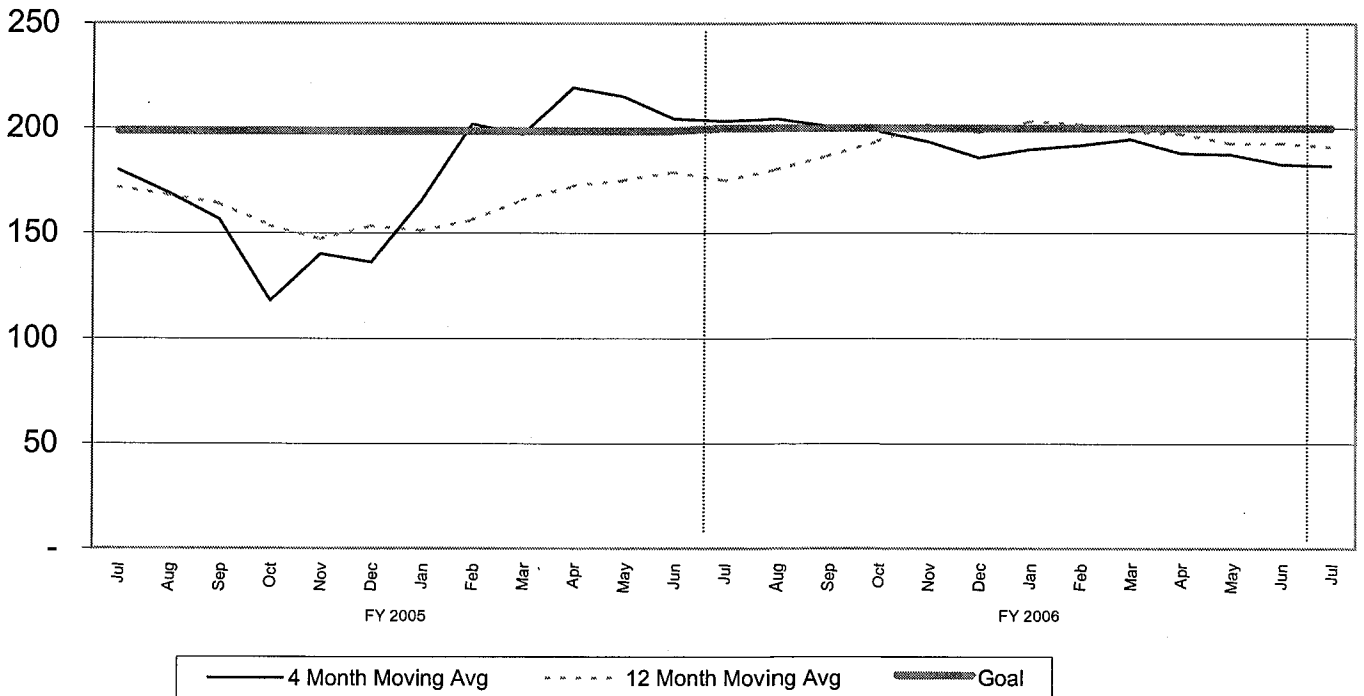


TREND INDICATORS - AMBULANCE SERVICES

EMS Revenue (Net Collections)

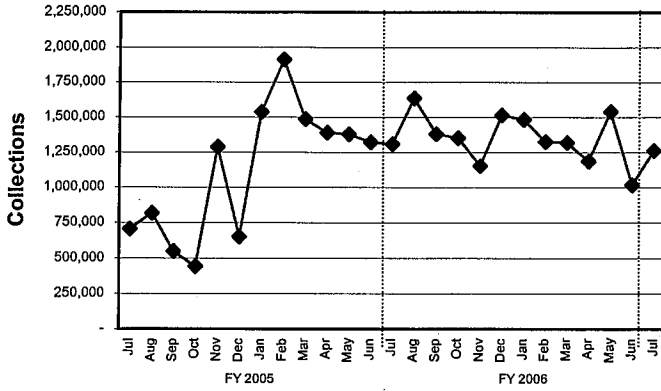


4 Month and 12 Month Moving Average EMS Revenue Per Transport

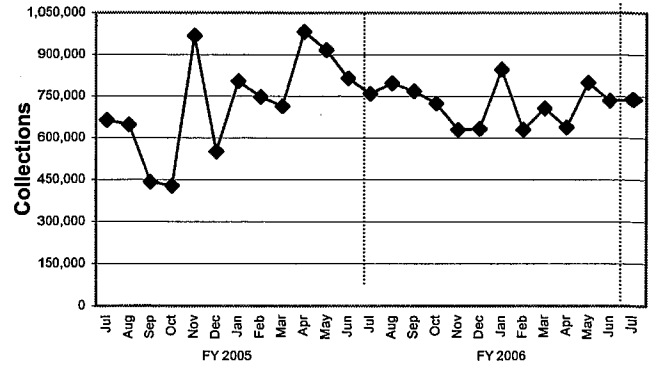


TREND INDICATORS - AMBULANCE SERVICES

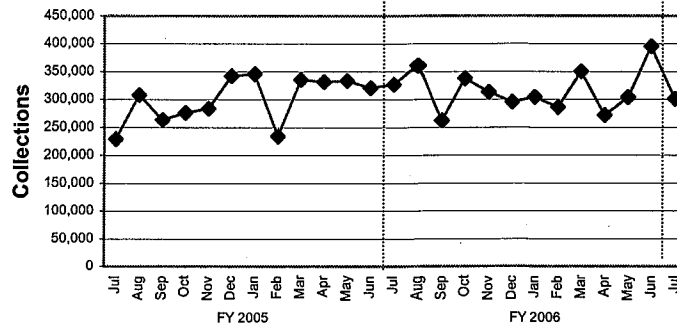
EMS - Gross Medicare/Caid Revenue



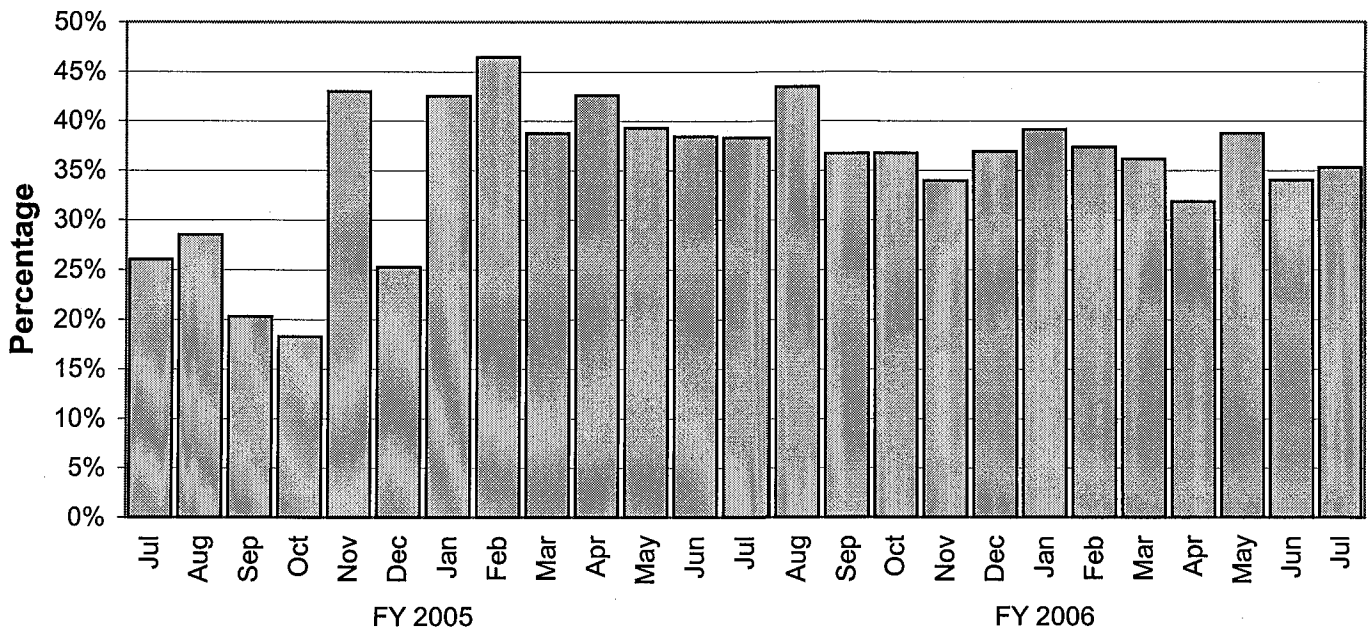
EMS - Gross Private Insurance Revenue



EMS - Gross Self-Pay Revenue

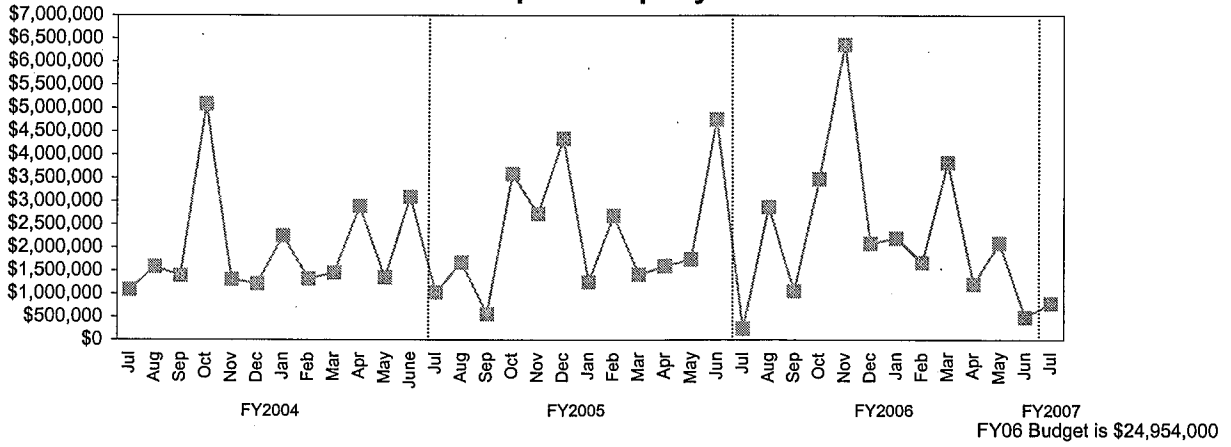


EMS - Gross Collection Percentage

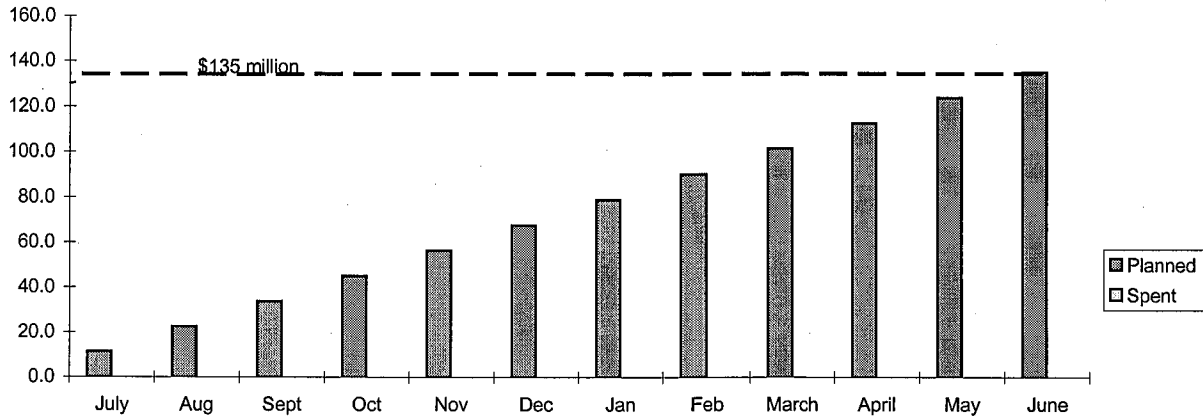


TREND INDICATORS - MISCELLANEOUS

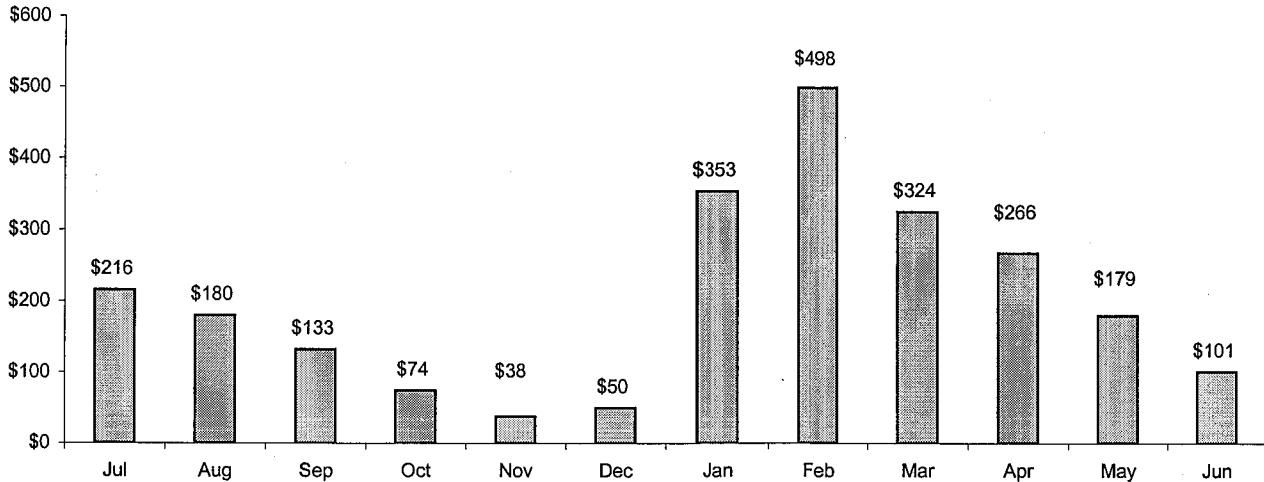
Delinquent Property Tax



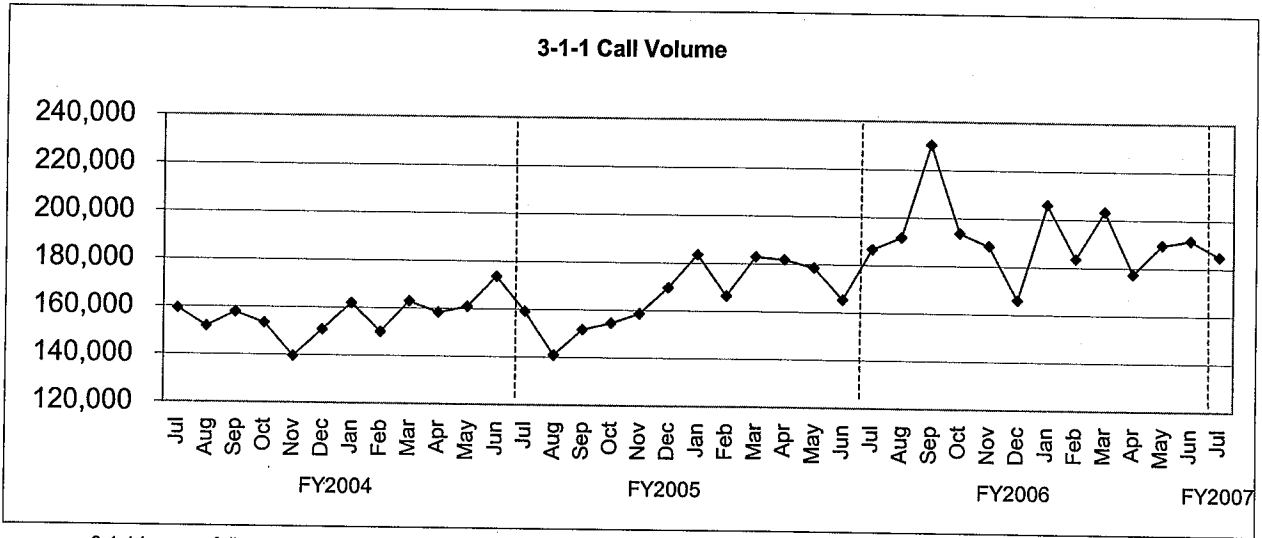
FY2007 Public Improvement Bonds Commercial Paper Planned vs Spent (\$Millions)



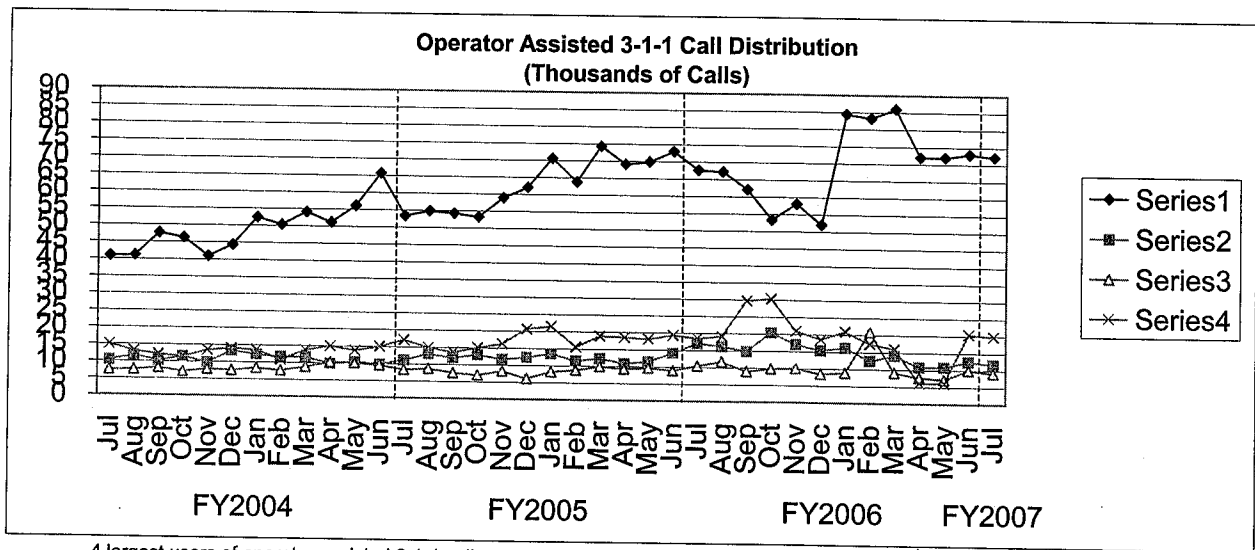
FY2007 Projected City of Houston General Fund Ending Cash Balances (In Millions \$)



TREND INDICATORS - MISCELLANEOUS



3-1-1 became fully operational in August 2001



4 largest users of operator assisted 3-1-1 calls.