

General Fund  
Comparative Projections  
Controller's Office and Finance and Administration  
For the period ended December 31, 2007  
(amounts expressed in thousands)

|   | Unaudited<br>Preliminary<br>FY2007 | FY2008            |                   |                |                            | Variance<br>between |                       |
|---|------------------------------------|-------------------|-------------------|----------------|----------------------------|---------------------|-----------------------|
|   |                                    | Adopted<br>Budget | Current<br>Budget | % of<br>Budget | Controller's<br>Projection | F & A<br>Projection | Controller<br>and F&A |
| <b>Revenues</b>                               |                                    |                   |                   |                |                            |                     |                       |
| General Property Taxes                        | \$ 748,792                         | \$ 796,368        | \$ 796,368        | 47%            | \$ 829,249                 | \$ 829,743          | 494                   |
| Industrial Assessments                        | 15,823                             | 15,700            | 15,700            | 1%             | 15,100                     | 15,700              | 600                   |
| Sales Tax                                     | 461,467                            | 477,217           | 477,217           | 28%            | 485,000                    | 485,377             | 377                   |
| Other Taxes                                   | 10,018                             | 10,163            | 10,163            | 1%             | 10,225                     | 10,163              | (62)                  |
| Electric Franchise                            | 99,534                             | 98,080            | 98,080            | 6%             | 98,080                     | 98,080              | 0                     |
| Telephone Franchise                           | 50,434                             | 48,000            | 48,000            | 3%             | 48,000                     | 49,150              | 1,150                 |
| Gas Franchise                                 | 20,790                             | 21,507            | 21,507            | 1%             | 21,507                     | 21,507              | 0                     |
| Other Franchise                               | 18,792                             | 16,890            | 15,965            | 1%             | 18,400                     | 18,625              | 225                   |
| Licenses and Permits                          | 18,637                             | 19,053            | 19,978            | 1%             | 20,000                     | 19,980              | (20)                  |
| Intergovernmental                             | 40,550                             | 35,339            | 35,339            | 2%             | 34,461                     | 34,461              | 0                     |
| Charges for Services                          | 45,135                             | 43,385            | 42,290            | 2%             | 41,905                     | 42,284              | 379                   |
| Direct Interfund Services                     | 42,052                             | 47,281            | 47,281            | 3%             | 47,281                     | 47,281              | 0                     |
| Indirect Interfund Services                   | 12,712                             | 14,354            | 14,354            | 1%             | 11,029                     | 11,029              | 0                     |
| Municipal Courts Fines and Forfeits           | 45,545                             | 42,572            | 42,572            | 2%             | 38,800                     | 42,572              | 3,772                 |
| Other Fines and Forfeits                      | 5,241                              | 2,758             | 2,758             | 0%             | 2,500                      | 2,757               | 257                   |
| Interest                                      | 15,906                             | 11,950            | 11,950            | 1%             | 13,130                     | 11,950              | (1,180)               |
| Miscellaneous/Other                           | 7,431                              | 7,372             | 7,372             | 0%             | 8,725                      | 9,684               | 959                   |
| <b>Total Revenues</b>                         | <b>1,658,859</b>                   | <b>1,707,989</b>  | <b>1,706,894</b>  | <b>100%</b>    | <b>1,743,392</b>           | <b>1,750,343</b>    | <b>6,951</b>          |
| <b>Expenditures</b>                           |                                    |                   |                   |                |                            |                     |                       |
| Affirmative Action                            | 1,640                              | 2,285             | 2,285             | 0%             | 2,285                      | 2,285               | 0                     |
| City Council                                  | 4,084                              | 5,069             | 5,069             | 0%             | 5,059                      | 5,059               | 0                     |
| City Secretary                                | 652                                | 740               | 740               | 0%             | 740                        | 740                 | 0                     |
| Controller                                    | 6,125                              | 6,711             | 6,711             | 0%             | 6,711                      | 6,711               | 0                     |
| Convention & Entertainment                    | 5,769                              | 1,154             | 1,154             | 0%             | 1,154                      | 1,154               | 0                     |
| Finance and Administration                    | 23,534                             | 27,897            | 28,373            | 2%             | 28,373                     | 28,373              | 0                     |
| Fire  | 360,518                            | 387,775           | 388,275           | 22%            | 386,113                    | 386,113             | 0                     |
| General Services                              | 41,926                             | 43,151            | 43,151            | 2%             | 43,151                     | 43,151              | 0                     |
| Health and Human Services                     | 47,169                             | 50,231            | 50,700            | 3%             | 50,700                     | 50,700              | 0                     |
| Housing and Community Dev.                    | 317                                | 513               | 513               | 0%             | 513                        | 513                 | 0                     |
| Houston Emergency Center                      | 9,728                              | 10,837            | 10,837            | 1%             | 10,837                     | 10,837              | 0                     |
| Human Resources                               | 2,449                              | 2,689             | 2,689             | 0%             | 2,535                      | 2,535               | 0                     |
| Information Technology                        | 14,120                             | 13,626            | 13,626            | 1%             | 13,626                     | 13,626              | 0                     |
| Legal   | 12,921                             | 14,160            | 14,160            | 1%             | 14,160                     | 14,160              | 0                     |
| Library                                       | 32,257                             | 34,824            | 34,824            | 2%             | 34,824                     | 34,824              | 0                     |
| Mayor's Office                                | 3,059                              | 3,002             | 3,002             | 0%             | 3,002                      | 3,002               | 0                     |
| Municipal Courts - Administration             | 14,165                             | 15,276            | 16,277            | 1%             | 16,277                     | 16,277              | 0                     |
| Municipal Courts - Justice                    | 4,586                              | 4,824             | 4,824             | 0%             | 4,850                      | 4,850               | 0                     |
| Parks and Recreation                          | 60,634                             | 62,765            | 62,765            | 4%             | 62,765                     | 62,765              | 0                     |
| Planning and Development                      | 7,532                              | 8,336             | 8,336             | 0%             | 8,157                      | 8,157               | 0                     |
| Police  | 581,547                            | 601,869           | 606,869           | 34%            | 606,869                    | 606,869             | 0                     |
| Public Works and Engineering                  | 83,466                             | 92,169            | 92,169            | 5%             | 92,068                     | 92,068              | 0                     |
| Solid Waste Management                        | 70,702                             | 72,392            | 72,531            | 4%             | 72,531                     | 72,531              | 0                     |
| <b>Total Departmental Expenditures</b>        | <b>1,388,900</b>                   | <b>1,462,295</b>  | <b>1,469,880</b>  | <b>82%</b>     | <b>1,467,300</b>           | <b>1,467,300</b>    | <b>0</b>              |
| General Government                            | 73,324                             | 76,581            | 74,496            | 4%             | 74,496                     | 74,496              | 0                     |
| <b>Total Expenditures Other Than Debt</b>     | <b>1,462,224</b>                   | <b>1,538,876</b>  | <b>1,544,376</b>  | <b>86%</b>     | <b>1,541,796</b>           | <b>1,541,796</b>    | <b>0</b>              |
| Debt Service Transfer                         | 209,000                            | 229,600           | 243,100           | 14%            | 243,100                    | 243,100             | 0                     |
| <b>Total Expenditures and Other Uses</b>      | <b>1,671,224</b>                   | <b>1,768,476</b>  | <b>1,787,476</b>  | <b>100%</b>    | <b>1,784,896</b>           | <b>1,784,896</b>    | <b>0</b>              |
| <b>Net Current Activity</b>                   | <b>(12,365)</b>                    | <b>(60,487)</b>   | <b>(80,582)</b>   |                | <b>(41,504)</b>            | <b>(34,553)</b>     | <b>6,951</b>          |
| Transfers from other funds                    | 4,542                              | 9,500             | 10,595            |                | 10,595                     | 10,595              |                       |
| Transfers to other funds                      | -                                  | -                 | (6,000)           |                | (6,000)                    | (6,000)             |                       |
| Pension Bond Proceeds                         | 63,000                             | 35,000            | 35,000            |                | 35,000                     | 35,000              |                       |
| Proceeds from Contracts                       | -                                  | -                 | -                 |                | -                          | -                   |                       |
| Sale of Capital Assets                        | 4,757                              | 3,500             | 3,500             |                | 2,000                      | 2,000               |                       |
| Change in Misc Other Reserves                 | -                                  | -                 | -                 |                | -                          | -                   |                       |
| Unreserved Fund Balance, Beginning of Year    | 197,904                            | 257,838           | 257,838           |                | 257,838                    | 257,838             |                       |
| <b>Unreserved Fund Balance, End of Year</b>   | <b>\$ 257,838</b>                  | <b>\$ 245,351</b> | <b>\$ 220,351</b> |                | <b>\$ 257,929</b>          | <b>\$ 264,880</b>   |                       |
| 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)            |                       |
| <b>Undesignated Fund Balance, End of Year</b> | <b>\$ 235,768</b>                  | <b>\$ 223,281</b> | <b>\$ 198,281</b> |                | <b>\$ 235,859</b>          | <b>\$ 242,810</b>   |                       |