

Convention and Entertainment Facilities Operating Fund
For the period ended February 29, 2008
(amounts expressed in thousands)

	Unaudited Preliminary FY2007	FY2008				
		Adopted Budget	Current Budget	YTD	Controllars Projection	Finance Projection
Operating Revenues						
Facility Rentals	\$ 6,617	\$ 5,732	\$ 5,732	\$ 3,795	\$ 6,171	\$ 6,171
Parking	9,010	9,297	9,297	5,909	9,598	9,598
Food and Beverage Concessions	4,722	4,446	4,446	1,188	4,144	4,144
Contract Cleaning	204	200	200	206	332	332
Total Operating Revenues	<u>20,553</u>	<u>19,675</u>	<u>19,675</u>	<u>11,098</u>	<u>20,245</u>	<u>20,245</u>
Operating Expenses						
Personnel	8,904	8,659	8,659	5,898	8,908	8,908
Supplies	1,224	625	1,291	811	1,252	1,252
Services	25,349	29,586	30,073	14,938	27,525	27,525
Total Operating Expenses	<u>35,477</u>	<u>38,870</u>	<u>40,023</u>	<u>21,647</u>	<u>37,685</u>	<u>37,685</u>
Operating Income (Loss)	<u>(14,924)</u>	<u>(19,195)</u>	<u>(20,348)</u>	<u>(10,549)</u>	<u>(17,440)</u>	<u>(17,440)</u>
Nonoperating Revenues (Expenses)						
Hotel Occupancy Tax						
Current	57,635	52,000	52,000	45,291	58,000	58,000
Delinquent	1,074	900	900	718	900	900
Advertising Services	(13,014)	(11,960)	(11,960)	(6,615)	(13,340)	(13,340)
Promotion Contracts	(10,921)	(10,036)	(10,036)	(5,551)	(11,194)	(11,194)
Contracts/Sponsorships	<u>(1,784)</u>	<u>(2,050)</u>	<u>(2,055)</u>	<u>(1,075)</u>	<u>(1,961)</u>	<u>(1,961)</u>
Net Hotel Occupancy Tax	<u>32,990</u>	<u>28,854</u>	<u>28,849</u>	<u>32,768</u>	<u>32,405</u>	<u>32,405</u>
Interest Income	2,694	2,400	2,400	1,736	2,600	2,600
Capital Outlay	16	(4,975)	(4,391)	(405)	(2,485)	(2,485)
Non-Capital Outlay	(44)	(97)	(98)	(25)	(63)	(63)
Other Interest	(1,262)	(2,000)	(2,000)	(1,242)	(1,741)	(1,741)
Other	4,019	1,796	1,796	1,494	2,231	2,231
Total Nonoperating Rev (Exp)	<u>38,413</u>	<u>25,978</u>	<u>26,556</u>	<u>34,326</u>	<u>32,947</u>	<u>32,947</u>
Income (Loss) Before Operating Transfers	<u>23,489</u>	<u>6,783</u>	<u>6,208</u>	<u>23,777</u>	<u>15,507</u>	<u>15,507</u>
Operating Transfers						
Transfers for Interest	7,511	7,848	7,848	4,949	8,198	8,198
Transfers for Principal	8,300	10,200	9,565	5,305	9,199	9,199
Transfers to Capital Projects	0	0	60	60	60	60
Interfund Transfers Out	93	820	820	0	820	820
Miller Outdoor Theater Transfer	(1,187)	(1,154)	(1,154)	(577)	(1,304)	(1,304)
Transfers to(from) Special	0	(277)	(277)	0	(177)	(177)
Total Operating Transfers	<u>14,717</u>	<u>17,437</u>	<u>16,862</u>	<u>9,737</u>	<u>16,796</u>	<u>16,796</u>
Net Income (Loss)						
Operating Fund Only	<u>\$ 8,772</u>	<u>\$ (10,654)</u>	<u>\$ (10,654)</u>	<u>\$ 14,040</u>	<u>\$ (1,289)</u>	<u>\$ (1,289)</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.