

Monthly Financial and Operations Report
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OFFICE OF THE CITY CONTROLLER
CITY OF HOUSTON
TEXAS

RONALD C. GREEN

To: Mayor Annise D. Parker
City Council Members

From: Ronald C. Green
City Controller

Date: November 8, 2013

**Subject: September 2013
Financial Report**

Attached is the Monthly Financial Report for the period ending September 30, 2013.

GENERAL FUND

The Controller's Office is projecting an ending fund balance of \$163.2 million for FY2014. This is \$18.6 million lower than the projection of the Finance Department. The difference is due to a \$18.6 million higher revenue projection from the Finance Department. Based on our current projections, the fund balance will be \$25.2 million above the City's target of holding 7.5% of total expenditures, excluding debt service, in reserve.

We have increased our projection for Other Taxes \$1 million for Mixed Beverage taxes, due to a change in state law increasing the percent paid. We also decreased our projection for Intergovernmental by \$370,000, reflecting the reallocation of federal funding for the Family Planning Program.

The major differences are in six categories:

- (1) Industrial Assessments are \$1 million lower as Controller's Office is using a lower collection rate than Finance.
- (2) Sales Tax revenues are \$9.3 million lower, as the Controller's Office is using Dr. Gilmer's April 2013 growth estimate, discounted by 1%.
- (3) Charges for Services are \$1.7 million lower. Controller's Office is projecting slightly lower Ambulance collections.
- (4) Municipal Courts are \$2.4 million lower, as the Controller's Office expects lower ticket issuance than Finance.
- (5) Interest is \$1 million lower reflecting lower cash balances and lower interest rates.
- (6) Miscellaneous/Other is \$1.3 million lower for one-time revenues. Our revenue projections agree with those from our FY2014 Trends report.

Expenditure projections in total have not changed over last months' projection, although there were several budget transfers from General Government (\$6.4 million) to various departments. Fire increased \$4.9 million for additional ambulances and EMT training. General Services increased \$1 million, and Parks increased \$500,000 for increased maintenance renewal and replacement.

Please remember that all FY2013 numbers are preliminary estimates and subject to change until the annual audit is completed and the Comprehensive Annual Financial Report is published.

ENTERPRISE FUNDS

In the Aviation Operating Fund, we have increased our projection for Operating Revenues \$2.5 million primarily for increases in Parking and Concessions. Operating Expenses decreased \$5.5 million mainly for savings in personnel. These changes caused Operating Transfers to increase \$8 million.

**Mayor Annise D. Parker
City Council Members
September Monthly Financial Report**

Our projection for the Combined Utility System Operating expenses decreased \$3.6 million primarily for delays in filling vacant positions. Operating Transfers Out decreased \$1.9 million for vehicles being received in FY2013, earlier than expected.

In the Dedicated Drainage & Street Renewal Fund, we have decreased our expenditure projection \$1.6 million reflecting personnel savings of \$500,000 and lower drainage assessment inventory contract costs of \$1.1 million.

Our projection for the Storm Water Fund, Operating Transfers In decreased \$1.1 million and Operating Expenditures decreased \$683,000 for the lower drainage assessment inventory contract mentioned above.

We are currently projecting the Convention & Entertainment Operating Fund at budget.

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. As of September 30, 2013, the ratio of unhedged variable rate debt for each type of outstanding debt was:

General Obligation	6.2%
Combined Utility System	0.0%
Aviation	17.4%
Convention and Entertainment	18.3%

Respectfully submitted,



Ronald C. Green
City Controller

City of Houston, Texas
Quarterly Swap Agreements Disclosure
September 30, 2013

I. Combined Utility System Swaps

A. Combined Utility System Synthetic Fixed Rate Swap

On June 10, 2004 the City entered into three pay-fixed, receive-variable rate swap agreements (“the 2004B Swaps”) related to the Combined Utility System 2004B auction rate variable interest bonds (“the 2004B Bonds”). The City pre-qualified six firms to submit competitive bids on the swaps. The three firms selected all matched the lowest fixed rate bid of 3.78%. As of August 15, 2012 the City had converted all of the 2004B bonds from auction rate to variable rate demand bonds (“the 2004B bonds”) and SIFMA-Index notes (“the 2012A and 2012B Refunding Bonds”), collectively referred to herein as the “Bonds.”

Objective. The objective of the swaps is to hedge against the potential of rising interest rates associated with the Bonds and to achieve a lower fixed rate than the market rate for traditional fixed rate debt at time of issuance. The City’s goal is that its variable receipts under these swaps equal the variable payments made on the bonds, leaving the fixed payment on the swap, plus dealer and liquidity fees and the fixed spread to SIFMA, as its net interest cost.

Terms. The notional amounts of the swap agreements total \$653.3 million, the principal amount of the associated Bonds. The City’s swap agreements contain scheduled reductions to outstanding notional amounts that follow anticipated payments of principal of the Bonds in varying amounts during the years 2028 to 2034.

Under the terms of the swaps, the City will pay a fixed rate of 3.78% and receive a floating rate equal to 57.6% of One-Month US Dollar LIBOR plus 37 basis points. All agreements were effective June 10, 2004, the original date of issuance of the Bonds. The termination date is May 15, 2034.

Receipts and Payments. For the three months ended September 30, 2013, the City earned \$799,670 in swap revenue for these swaps and paid \$80,017 of interest on the underlying securities. The contractual rate for the City’s swap payment is 3.78%. The average effective rate for the 2004B bonds, including interest for the Series 2004B bonds, the City’s swap payments, and its dealer and liquidity fees, reduced by swap receipts, was 3.92%. In contrast, the comparable fixed rate the City paid on its Combined Utility System Series 2004A bonds was 5.08%.

Fair value. Because interest rates have changed, the swaps had an estimated negative fair value of \$133.9 million on September 30, 2013. This value was calculated using the zero-coupon method.

Credit risk. As of this date, the City was not exposed to credit risk because the swaps had a negative fair value. However, should interest rates change and the fair value of the swap become positive, the City would be exposed to credit risk on the swap in the amount of its fair value. If a counterparty’s credit rating falls below rating thresholds established by the agreements, collateral must be posted in varying amounts depending on the credit rating and swap fair value. No collateral has been required to date.

Counterparty	Notional Amount	Fair Value	Counterparty Credit Rating (Moody’s/S&P/Fitch)
Goldman Sachs Capital Markets Inc.	\$ 353,325,000	\$ (72,396,000)	A3 /A- /A
JP Morgan Chase	150,000,000	(30,742,000)	A2/ A/A+
UBS AG	150,000,000	(30,742,000)	A2 /A /A
	<u>\$ 653,325,000</u>	<u>\$ (133,880,000)</u>	

Basis risk. The City is exposed to basis risk on the swaps because the variable payment received is based on a different taxable index from the tax-exempt rate paid by the City on the bonds. Should the relationship between taxable LIBOR and tax-exempt rates move to convergence (because of reductions in tax rates, for example), the expected cost savings may not be realized. For the three months ended September 30, 2013 the swap generated positive cash flow with the average variable rate paid on the underlying tax-exempt bonds at 0.05%, or 0.46% lower than the average 0.51% LIBOR-based rate received for the swap. On September 30, 2013, the interest rate in effect for the underlying bonds was 0.18%, 0.32% lower than the 0.50% rate in effect for swap receipts.

Remarketing risk. The City faces a risk that the remarketing agent will not be able to sell the variable rate demand bonds at a competitive rate each week. There is no remarketing risk associated with the SIFMA index notes until the end of the respective maturities in 2015 and 2017. Rates may vary considerably as investors shift in and out of the tax-exempt variable rate sector.

Termination risk. The City may terminate for any reason. A counterparty may terminate a swap if the City fails to perform under the terms of the contract. The City's on-going payment obligations under the swap (and to a limited extent, its termination payment obligations) are insured, and counterparties cannot terminate so long as the insurer does not fail to perform. If a swap is terminated, the associated variable-rate bonds would no longer carry synthetic fixed interest rates. Also, if the swap has a negative fair value at termination, the City would be liable to the counterparty for a payment equal to the swap's fair value.

B. Combined Utility System Forward Rate Lock/Synthetic Fixed Rate Swap

On November 1, 2005 the City priced a floating to fixed interest rate exchange agreement swap with Royal Bank of Canada ("RBC") on a forward basis. The City pre-qualified eight firms to submit competitive bids, and RBC submitted the lowest bid of 3.761%.

Objective. The City entered the swap agreement to hedge against the potential of rising interest rates and to achieve a lower fixed rate than the market rate for traditional fixed rate debt. This swap was previously assigned to the 2008A variable rate demand bonds and the 2010B SIFMA Indexed Notes. The swap is currently associated with the 2012C SIFMA Indexed Notes, which refunded the 2010 SIFMA Indexed Notes. The addition of the SIFMA-Indexed Notes diversifies the System's variable rate debt portfolio. Rates on the notes are calculated at SIFMA +60 bps, and the notes expire in 2016.

Terms. The notional amount of the swap is \$249.1 million with the underlying bonds being the Series 2012C Notes. The swap agreement contains scheduled reductions to the outstanding notional amount during the years 2028 to 2034.

Under terms of the swap, the City pays a fixed rate of 3.761% and receives a floating rate equal to 70% of One-Month US Dollar LIBOR. The agreement became effective December 3, 2007 with a termination date of May 15, 2034.

Receipts and Payments. For the three months ended September 30, 2013, the City earned \$84,283.89 swap revenue for its 2012C swap and paid \$35,621.13 on the underlying notes. The contractual rate for the City's swap payment is 3.761%. The average effective rate for the bonds, including the City's swap payments and a fixed component of 0.52%, was 4.28%.

Fair value. Because interest rates have changed, the swap had an estimated negative fair value of \$49 million on September 30, 2013. This value was calculated using the zero-coupon method.

Credit risk. The City's swap policy generally requires that swap counterparties be rated double-A or better by at least one nationally recognized rating agency. As of this date, RBC met this requirement with ratings of Aa3/AA-/AA. Also, under the agreement, if RBC's credit rating falls below double-A, collateral may be requested in varying amounts depending on the credit rating and swap fair value. No collateral has been required to date.

Basis risk. The City will be exposed to basis risk on the swap because the variable payment received is based on a taxable index other than the tax-exempt SIFMA based rate paid by the City on the bonds. In the future, if tax-exempt rates move to convergence with the taxable LIBOR index (because of reductions in tax rates, for example), the expected cost savings may not be realized, resulting in a higher synthetic rate. For the three months ended September 30, 2013, the average variable rate paid on the underlying tax-exempt bonds, excluding the fixed credit spread component, was 0.13%, 0.03% lower than the average 0.16% LIBOR-based rate received for the swap. At September 30, 2013, the overall rate in effect for the underlying bonds, excluding the fixed spread component, was 0.18%, 0.03% higher than the 0.15% rate in effect for the swap receipts.

Termination risk. The City may terminate for any reason. RBC may terminate a swap if the City fails to perform under the terms of the contract. The City's on-going payment obligations under the swap (and to a limited extent, its termination payment obligations) are insured, and RBC cannot terminate so long as the insurer does not fail to perform. If a swap is terminated, the associated variable-rate bonds would no longer carry synthetic fixed interest rates. Also, if the swap has a negative fair value at termination, the City would be liable to the counterparty for a payment equal to the swap's fair value.



CITY OF HOUSTON

Finance Department

Annise D. Parker

Mayor

Finance Department
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To: Mayor Annise D. Parker
City Council Members

Date: November 8, 2013

Subject: 3+9 Financial Report

Attached is the 3+9 Financial Report for the period ending September 30, 2013. Fiscal Year 2014 projections are based on three months of actual results and nine months of projections.

General Fund

We are currently projecting an ending fund balance of \$181.8 million, which is approximately \$1.4 million higher than last month and represents 9.9% of expenditures less debt service payments. This fund balance is based on the FY2013 unaudited preliminary ending fund balance.

The projection for Revenues and Other Sources increased by \$630,000 due to the following forecast changes:

- The Mixed Beverage Tax projection increased by \$1.0 million due to a change in the tax allocation from the State to cities and counties that rose from 8.3% to 10.7% and went in effect on September 1, 2013,
- Intergovernmental revenues decreased by \$370,000 due to the reallocation of federal funding for the Family Planning Program.

Our projection for Expenditures and Other Uses remains unchanged from last month. It reflects budget transfers among various departments for the following:

- Budget transfer of \$6.4 million from General Government to:
 - o Fire Department to fund additional ambulances and EMT training in the amount of \$4.9 million per the adopted budget;
 - o General Services Department in the amount of \$1.0 million and Parks Department in the amount of \$500,000 to fund increased maintenance renewal and replacement activities included in the adopted budget,
- Budget transfer of \$237,000 from the Planning and Development Department to the Houston Information Technology Services Department due to Enterprise Geographic Information System support consolidation.

Enterprise, Special Revenue and Other Funds

We are projecting no change in Enterprise Funds, Special Revenue Funds and all other funds from the 2+10 Report, with the exceptions of the following:

Aviation

Operating Revenues increased by \$2.5 million mainly due to parking, concessions and ground rental revenues. Operating Expenditures decreased by \$5.5 million mainly due to personnel savings. As a result, Operating Transfers-Out increased by approximately \$8.0 million.

Combined Utility System

Operating Expenditures decreased by \$3.6 million mainly due to delays in filling vacant positions. Operating Transfers-Out decreased by \$1.9 million due to vehicles being received in FY2013, earlier than anticipated.

Dedicated Drainage & Street Renewal Fund

Operating Expenditures decreased by \$1.6 million reflecting personnel savings of \$500,000 and reduced Transfers-Out by \$1.1 million due to a lower than anticipated cost for the drainage assessment inventory contract.

Storm Water Fund

As a result of the cost for drainage assessment contract being less than anticipated, the Operating Transfers-In decreased by \$1.1 million and the Operating Expenditures decreased by \$683,000.

Building Inspection Fund

Expenditures decreased by \$377,000 mainly due to delays in filling vacant positions.

If you have any questions, please feel free to contact me.

Sincerely,

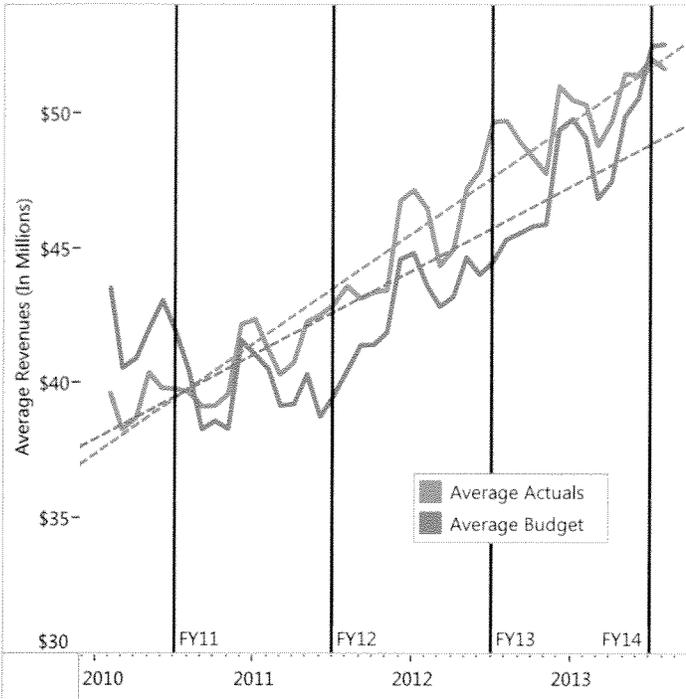


Kelly Dowe

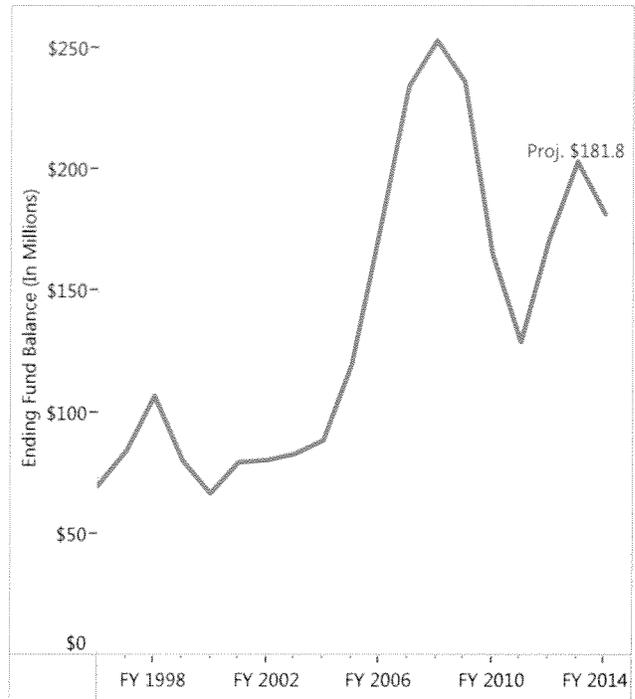
Director

General Fund Sales Tax Growth & Comparative Fund Balance

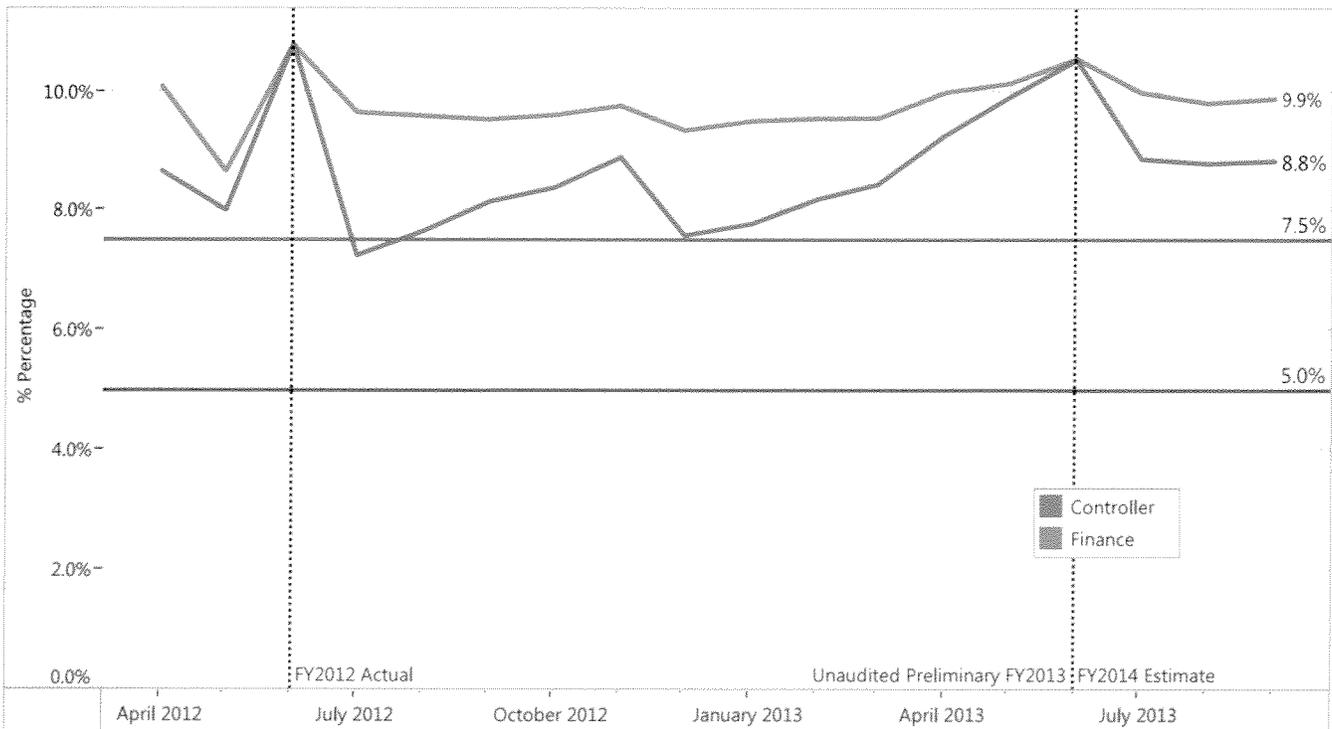
Sales Tax - Three-Month Rolling Average



Historical Unassigned Ending Fund Balance



General Fund Comparative Fund Balance Annual Projected Ending Fund Balance as % of Expenditures Less Debt





General Fund (Fund 1000)
 For the period ended September 30, 2013
 (amounts expressed in thousands)

Actual YTD
 Current Budget

	FY2014						Controller - Finance	Controller
	Unaudited Preliminary FY2013	Current Budget	Controller's Projection	Finance Projection	Actual YTD	Finance Variance		
Revenues								
General Property Taxes	910,034	945,408	967,578	968,487	8,555	(909)		
Industrial Assessments	29,845	15,000	14,000	15,000	232	(1,000)		
Sales Tax	600,558	629,602	620,272	629,602	153,600	(9,330)		
Other Taxes	10,184	9,995	11,000	10,995	70	5		
Electric Franchise	103,941	100,526	100,526	100,526	24,830	-		
Telephone Franchise	45,143	44,623	44,623	44,623	11,162	-		
Gas Franchise	19,194	16,492	16,492	16,492	4,123	-		
Other Franchise	27,026	26,812	26,812	26,812	6,783	-		
Licenses and Permits	34,220	32,819	32,275	32,820	7,826	(545)		
Intergovernmental	12,354	21,063	20,693	20,693	119	-		
Charges for Services	42,232	47,759	46,027	47,759	5,168	(1,732)		
Direct Interfund Services	43,520	46,455	46,455	46,455	10,321	-		
Indirect Interfund Services	16,908	20,558	20,558	20,558	4,910	-		
Municipal Courts Fines and Forfeits	31,814	33,799	31,375	33,799	6,261	(2,424)		
Other Fines and Forfeits	4,666	4,648	4,279	4,648	1,078	(369)		
Interest	3,081	3,000	2,000	3,000	494	(1,000)		
Miscellaneous/Other	11,586	8,058	6,725	8,059	1,979	(1,334)		
Total Revenues	1,946,306	2,006,617	2,011,690	2,030,328	247,511	(18,638)		
Expenditures								
Administration & Regulatory Affairs	28,148	26,012	26,012	26,012	11,988	-		
City Council	6,012	6,613	6,613	6,613	1,524	-		
City Secretary	775	862	862	862	176	-		
Controller	7,689	8,398	8,398	8,398	1,937	-		
Finance	10,267	17,922	17,922	17,922	2,493	-		
Fire	433,176	452,290	452,290	452,290	111,322	-		
General Services	48,641	48,879	49,879	49,879	10,094	-		
Health and Human Services	43,955	55,834	55,834	55,834	10,623	-		
Housing and Community Dev.	2,483	1,348	1,348	1,348	250	-		
Houston Emergency Center	11,856	12,171	12,171	12,171	3,043	-		
Human Resources	3,467	3,494	3,494	3,494	726	-		
Information Technology	18,394	21,263	21,500	21,500	4,643	-		
Legal	13,779	15,233	15,233	15,233	3,525	-		
Library	33,315	38,360	38,360	38,360	7,808	-		
Mayor's Office	6,125	7,072	7,072	7,072	1,674	-		
Municipal Courts	22,185	25,366	25,366	25,366	6,012	-		
Neighborhoods	10,090	11,327	11,327	11,327	2,511	-		
Office of Business Opportunity	2,253	2,574	2,574	2,574	568	-		
Parks and Recreation	64,098	65,963	66,463	66,463	15,559	-		
Planning and Development	7,120	7,995	7,758	7,758	1,779	-		
Police	697,417	722,745	722,745	722,745	175,457	-		
Public Works and Engineering	37,383	35,119	35,119	35,119	8,402	-		
Solid Waste Management	68,935	70,555	70,555	70,555	15,330	-		
Total Departmental Expenditures	1,577,563	1,657,395	1,658,895	1,658,895	397,445	-		
General Government	129,091	170,800	180,541	180,541	8,106	-		
Total Expenditures Other Than Debt	1,706,654	1,828,195	1,839,436	1,839,436	405,550	-		
Debt Service Transfer	240,203	243,000	243,813	243,813	-	-		
Total Expenditures and Other Uses	1,946,857	2,071,195	2,083,249	2,083,249	405,550	-		
Net Current Activity	(551)	(64,578)	(71,559)	(52,921)	(158,039)	(18,638)		
Other Financing Sources (Uses)								
Proceeds from Notes	10,666	-	-	-	-	-		
Transfers from Other Funds	30,685	27,770	27,770	27,770	2,174	-		
Sale of Capital Assets	4,602	2,500	2,500	2,500	655	-		
Total Other Financing Sources (Uses)	45,953	30,270	30,270	30,270	2,829	-		
Fund Balances								
Fund Balance - Beginning of Year	171,677	203,440	203,440	203,440	203,440	-		
Changes to Designated Fund Balance*	(15,000)	1,000	1,000	1,000	-	-		
Budgeted Increase/(Decrease) in Fund Balance	45,402	(34,308)	(34,308)	(34,308)	(155,210)	-		
Change in Inventory/Prepaid Items/Imprest Cash	1,361	-	-	-	-	-		
(Budgeted Gap)/Increase in Fund Balance**	-	-	(6,981)	11,657	-	(18,638)		
Fund Balance, End of Year***	203,440	170,132	163,151	181,789	48,230	(18,638)		

*The Rainy Day Fund of \$20 million became unassigned in FY2011. In FY2012, the City reassigned \$5M to the Rainy Day Fund and another \$15M in FY2013. The total designation for the Rainy Day Fund is currently \$20M. In FY2014, the City designated \$1.72M out of the General Fund fund balance as restricted in the event that DARLEP collections are insufficient (Ordinance 2012-98)

**A negative number in the Controller or Finance projections represents a gap between sources and uses of funds that was not included in the adopted budget. If this gap was not addressed by decreasing uses or increasing the sources of funds, it would require a drawdown of fund balance in order to balance the budget. A positive number represents a projected increase in fund balance.

***The City desires to maintain an ending fund balance equal to 7.5% of expenditures less Debt Service which is \$137,958 based on current projections. Ordinance 2003-474 requires a 5% fund balance of expenditures less Debt Service. The City will be \$25,193 above 7.5% based on the Controllers Projections for FY2014.

- Indicates projection exceeds 5% or \$5M of budget expenditures or projected revenues are 5% or \$5M less than current budget

Aviation Operating Fund
For the period ended September 30, 2013
(amounts expressed in thousands)

	Unaudited Preliminary FY2013	FY2014				
		Adopted Budget	Current Budget	YTD	Controller's Projection	Finance Projection
Operating Revenues						
Landing Area	\$ 91,059	\$ 91,929	\$ 91,929	\$ 23,453	\$ 91,929	\$ 91,929
Bldg and Ground Area	181,701	191,418	191,418	48,450	191,678	191,678
Parking and Concession	155,361	153,706	153,706	40,990	155,106	155,106
Other	4,872	3,827	3,827	1,099	4,627	4,627
Total Operating Revenues	<u>432,993</u>	<u>440,880</u>	<u>440,880</u>	<u>113,992</u>	<u>443,340</u>	<u>443,340</u>
Operating Expenses						
Personnel	104,162	106,492	106,492	24,722	101,242	101,242
Supplies	7,344	9,145	9,145	2,132	9,468	9,468
Services	140,019	160,824	160,798	34,015	160,209	160,209
Non-Capital Outlay	1,112	1,922	1,948	121	1,948	1,948
Total Operating Expenses	<u>252,637</u>	<u>278,383</u>	<u>278,383</u>	<u>60,990</u>	<u>272,867</u>	<u>272,867</u>
Operating Income (Loss)	<u>180,356</u>	<u>162,497</u>	<u>162,497</u>	<u>53,002</u>	<u>170,473</u>	<u>170,473</u>
Non-Operating Revenues (Expenses)						
Interest Income	7,029	6,301	6,301	1,377	6,311	6,311
Other	2,001	3,156	3,156	119	3,156	3,156
Total Non-Operating Rev (Exp)	<u>9,030</u>	<u>9,457</u>	<u>9,457</u>	<u>1,496</u>	<u>9,467</u>	<u>9,467</u>
Income (Loss) Before Operating Transfers	<u>189,386</u>	<u>171,954</u>	<u>171,954</u>	<u>54,498</u>	<u>179,940</u>	<u>179,940</u>
Operating Transfers						
Interfund Transfer - Oper Reserve	2,767	2,000	2,000	0	2,000	2,000
Debt Service Principal	43,882	46,515	46,515	11,629	46,515	46,515
Debt Service Interest	75,655	74,299	74,299	9,979	74,299	74,299
Capital Improvement	65,343	49,140	49,140	10,723	57,126	57,126
Total Operating Transfers	<u>187,647</u>	<u>171,954</u>	<u>171,954</u>	<u>32,331</u>	<u>179,940</u>	<u>179,940</u>
Net Income (Loss)						
Operating Fund Only	\$ <u>1,739</u>	\$ <u>0</u>	\$ <u>0</u>	<u>22,167</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 and the airlines and tenants of the airport facilities.

Convention and Entertainment Facilities Operating Fund
For the period ended September 30, 2013
(amounts expressed in thousands)

	Unaudited Preliminary FY2013	FY2014				
		Adopted Budget	Current Budget	YTD	Controllers Projection	Finance Projection
Operating Revenues						
Facility Rentals	\$ 1,380	\$ 1,380	\$ 1,380	\$ 1,380	\$ 1,380	\$ 1,380
Parking	8,992	8,317	8,317	1,993	8,317	8,317
Contract Cleaning	(1)	0	0	0	0	0
Total Operating Revenues	<u>10,371</u>	<u>9,697</u>	<u>9,697</u>	<u>3,373</u>	<u>9,697</u>	<u>9,697</u>
Operating Expenses						
Personnel	428	280	280	31	280	280
Supplies	0	0	0	0	0	0
Services	865	864	907	18	907	907
Total Operating Expenses	<u>1,293</u>	<u>1,144</u>	<u>1,187</u>	<u>49</u>	<u>1,187</u>	<u>1,187</u>
Operating Income (Loss)	<u>9,078</u>	<u>8,553</u>	<u>8,510</u>	<u>3,324</u>	<u>8,510</u>	<u>8,510</u>
Non-Operating Revenues (Expenses)						
Hotel Occupancy Tax						
Current	73,185	76,000	76,000	21,768	76,000	76,000
Delinquent	1,421	1,520	1,520	118	1,520	1,520
Net Hotel Occupancy Tax	<u>74,606</u>	<u>77,520</u>	<u>77,520</u>	<u>21,886</u>	<u>77,520</u>	<u>77,520</u>
Interest Income	144	400	400	64	400	400
Capital Outlay	0	0	0	0	0	0
Other Interest	(61)	(472)	(472)	(13)	(472)	(472)
Other	119	292	292	0	292	292
Total Non-Operating Rev (Exp)	<u>74,808</u>	<u>77,740</u>	<u>77,740</u>	<u>21,937</u>	<u>77,740</u>	<u>77,740</u>
Income (Loss) Before Operating Transfers	<u>83,886</u>	<u>86,293</u>	<u>86,250</u>	<u>25,261</u>	<u>86,250</u>	<u>86,250</u>
Operating Transfers						
Transfers for Interest	5,104	4,386	4,343	1,199	4,343	4,343
Transfers for Principal	16,085	17,719	17,719	4,223	17,719	17,719
Transfer to Component Unit	57,702	62,467	62,467	17,813	62,467	62,467
Transfers to General Fund	1,380	1,380	1,380	1,380	1,380	1,380
Transfers to Debt Service	0	0	0	0	0	0
Total Operating Transfers	<u>80,271</u>	<u>85,952</u>	<u>85,909</u>	<u>24,615</u>	<u>85,909</u>	<u>85,909</u>
Net Income (Loss)						
Operating Fund Only	\$ <u>3,615</u>	\$ <u>341</u>	\$ <u>341</u>	\$ <u>646</u>	\$ <u>341</u>	\$ <u>341</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: Jesse H. Jones Hall, Bayou Place, Houston Center for The Arts, Gus S. Wortham Center, George R. Brown Convention Center, Tranquility Park garage and Civic Center garage.

Combined Utility System Fund
For the period ending September 30, 2013
(amounts expressed in thousands)

	Unaudited Preliminary FY2013	FY2014				
		Adopted Budget	Current Budget	YTD	Controller's Projection	Finance Projection
Operating Revenues						
Water Sales	\$ 486,018	\$ 520,454	\$ 520,454	\$ 150,529	\$ 520,454	\$ 520,454
Sewer Sales	426,888	444,996	444,996	124,627	444,996	444,996
Penalties	9,456	9,000	9,000	4,410	9,000	9,000
Other	9,474	10,762	10,762	2,554	10,762	10,762
Total Operating Revenues	<u>931,836</u>	<u>985,212</u>	<u>985,212</u>	<u>282,120</u>	<u>985,212</u>	<u>985,212</u>
Operating Expenses						
Personnel	152,069	170,089	170,089	40,634	166,510	166,510
Supplies	41,047	49,119	49,119	11,339	49,119	49,119
Electricity and Gas	58,498	48,469	48,469	12,953	48,469	48,469
Contracts & Other Payments	125,469	141,638	141,638	21,139	141,638	141,638
Non-Capital Equipment	2,520	3,140	3,140	354	3,140	3,140
Total Operating Expenses	<u>379,603</u>	<u>412,455</u>	<u>412,455</u>	<u>86,419</u>	<u>408,876</u>	<u>408,876</u>
Operating Income (Loss)	<u>552,233</u>	<u>572,757</u>	<u>572,757</u>	<u>195,701</u>	<u>576,336</u>	<u>576,336</u>
Non-Operating Revenues (Expenses)						
Interest Income	6,059	5,729	5,729	1,227	5,729	5,729
Sale of Property, Mains and Scrap	1,292	400	400	1,436	400	400
Other	16,458	13,717	13,717	3,627	13,717	13,717
Impact Fees	17,382	17,500	17,500	11,166	17,500	17,500
CWA & TRA Contracts (P & I)	(19,663)	(18,875)	(18,875)	(8,172)	(18,875)	(18,875)
Total Non-Operating Rev (Exp)	<u>21,528</u>	<u>18,471</u>	<u>18,471</u>	<u>9,284</u>	<u>18,471</u>	<u>18,471</u>
Income (Loss) Before Operating Transfers	<u>573,761</u>	<u>591,228</u>	<u>591,228</u>	<u>204,985</u>	<u>594,807</u>	<u>594,807</u>
Operating Transfers						
Debt Service Transfer	399,144	439,574	439,574	6,399	439,574	439,574
Interfund Transfer	0	800	800	0	800	800
Transfer to PIB - Water & Sewer	15,807	13,094	13,094	1,590	13,094	13,094
Transfer to Capital Project Fund	55,212	65,000	65,000	65,000	65,000	65,000
Pension Liability Interest	3,814	4,724	4,724	636	4,724	4,724
Equipment Acquisition	11,715	26,792	26,950	4,142	24,941	24,941
Transfer to Stormwater	38,774	45,557	45,399	11,113	45,557	45,557
Total Operating Transfers	<u>524,466</u>	<u>595,541</u>	<u>595,541</u>	<u>88,880</u>	<u>593,690</u>	<u>593,690</u>
Net Current Activity						
Operating Fund Only	\$ <u>49,295</u>	\$ <u>(4,313)</u>	\$ <u>(4,313)</u>	\$ <u>116,105</u>	\$ <u>1,117</u>	\$ <u>1,117</u>

About the Fund:

The Combined Utility System Fund, which includes Fund 8300, Fund 8301, and Fund 8305, 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, receives 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.

Dedicated Drainage & Street Renewal Fund - 2310
For the period ending September 30, 2013
(amounts expressed in thousands)

	Unaudited Preliminary FY2013	FY2014				
		Adopted Budget	Current Budget	YTD	Controller's Projection	Finance Projection
Revenues						
Drainage Charge Revenue ⁽¹⁾	\$ 104,932	\$ 103,258	\$ 103,258	\$ 28,730	\$ 103,258	\$ 103,258
Interfund Drainage Fee	6,850	1,622	1,622	0	1,622	1,622
Charges for Services	496	1,294	1,294	110	1,294	1,294
Licenses & Permits	1,104	918	918	302	918	918
Street Milling and Sales Earnings	1,210	950	950	198	950	950
Metro Intergovernmental Revenue	51,200	56,103	56,103	0	56,103	56,103
Operating Recoveries & Refunds	0	1,000	1,000	0	1,000	1,000
Miscellaneous/Other	145	162	162	15	162	162
Total Revenues	165,937	165,307	165,307	29,355	165,307	165,307
Expenditures						
Personnel	29,010	32,481	32,481	7,478	31,960	31,960
Supplies	12,152	12,983	12,839	2,823	12,983	12,983
Other Services	11,829	16,308	16,171	3,707	16,086	16,086
Capital Outlay	2,006	3,485	3,766	1,295	3,707	3,707
Total Expenditures	54,997	65,257	65,257	15,303	64,736	64,736
Net Current Activity	110,940	100,050	100,050	14,052	100,571	100,571
Other Financing Sources (Uses)						
Interest Income	824	500	500	162	500	500
Transfer In - General Fund ⁽²⁾	10,897	11,100	11,100	26	22,110	22,110
Transfer Out - Commercial Paper Agent Fees	(765)	(800)	(800)	(82)	(800)	(800)
Transfer Out - Capital Projects	(93,513)	(110,000)	(110,000)	(5,126)	(110,000)	(110,000)
Transfer Out - Special Revenue	(11,154)	(10,000)	(10,000)	(8,897)	(8,897)	(8,897)
Total Other Financing Sources (Uses)	(93,711)	(109,200)	(109,200)	(13,917)	(97,087)	(97,087)
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing (Uses)	17,229	(9,150)	(9,150)	135	3,484	3,484
Fund Balance, Beginning of Year	76,070	93,299	93,299	93,299	93,299	93,299
Fund Balance, End of Year	\$ 93,299	\$ 84,149	\$ 84,149	\$ 93,434	\$ 96,783	\$ 96,783

Note:

- The Drainage Charge Revenue YTD includes all amounts billed. There is typically a 21 day lag between the billed and collected amounts.
- This amount is based on the Captured Ad Valorem Tax Revenue as calculated below:

	FY2014		
	Adopted Budget	Projection	Year to Date Actual
Property Tax Revenue - General Fund (\$0.118 of City's Ad Valorem Tax Levy)	\$ 166,976	\$ 177,986	\$ 0
Less Street & Drainage Debt Service (General Fund)	(155,876)	(155,876)	0
Captured Revenues ⁽²⁾ (to be transferred to Dedicated Drainage & Street Renewal Fund)	11,100	22,110	0

Note:

Ordinance 2010-879 requires funding in the amount equivalent to proceeds from \$0.118 of the City's ad valorem tax levy minus an amount equal to debt service for drainage and streets to the Dedicated Drainage & Street Renewal Fund. Total outstanding debt payable from ad valorem taxes (as of September 30, 2013) is \$3.38 billion. The portion of the debt associated with drainage and street improvements is estimated at \$1.54 billion.

The Dedicated Drainage and Street Renewal Fund is not technically an enterprise fund, but is grouped with the Combined Utility System for clarity.

Storm Water Fund
For the period ending September 30, 2013
(amounts expressed in thousands)

	Unaudited	FY2014				
	Preliminary FY2013	Adopted Budget	Current Budget	YTD	Controller's Projection	Finance Projection
Revenues						
Other Interfund Services	\$ 0	\$ 88	\$ 88	\$ 0	\$ 88	\$ 88
Miscellaneous	7	30	30	2	30	30
Total Revenues	<u>7</u>	<u>118</u>	<u>118</u>	<u>2</u>	<u>118</u>	<u>118</u>
Expenditures						
Personnel	20,347	21,794	21,794	5,186	21,719	21,719
Supplies	2,203	2,600	2,600	575	2,599	2,599
Other Services	10,417	16,868	16,867	2,640	16,261	16,261
Capital Outlay	2,179	3,748	3,749	4	3,748	3,748
Total Expenditures	<u>35,146</u>	<u>45,010</u>	<u>45,010</u>	<u>8,405</u>	<u>44,327</u>	<u>44,327</u>
Net Current Activity	(35,139)	(44,892)	(44,892)	(8,403)	(44,209)	(44,209)
Other Financing Sources (Uses)						
Interest Income	37	50	50	11	50	50
Transfers In - CUS	49,927	45,557	45,557	11,113	45,557	45,557
Transfers In - DD&SRF	0	10,000	10,000	8,897	8,897	8,897
Transfer Out - Pension Liability Interest	(565)	(606)	(606)	(283)	(606)	(606)
Transfer Out - Capital Projects	(67)	0	0	0	0	0
Discretionary Debt - Drainage	(11,786)	(13,109)	(13,109)	(5,432)	(13,109)	(13,109)
Total Other Financing Sources (Uses)	<u>37,546</u>	<u>41,892</u>	<u>41,892</u>	<u>14,306</u>	<u>40,789</u>	<u>40,789</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing (Uses)	2,407	(3,000)	(3,000)	5,903	(3,420)	(3,420)
Fund Balance, Beginning of Year	<u>2,593</u>	<u>5,000</u>	<u>5,000</u>	<u>5,000</u>	<u>5,000</u>	<u>5,000</u>
Fund Balance, End of Year	<u>\$ 5,000</u>	<u>\$ 2,000</u>	<u>\$ 2,000</u>	<u>\$ 10,903</u>	<u>\$ 1,580</u>	<u>\$ 1,580</u>

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

Health Benefits Fund
For the period ended September 30, 2013
(amounts expressed in thousands)

	Unaudited Preliminary FY2013	FY2014				
		Adopted Budget	Current Budget	YTD	Controller's Projection	Finance Projection
Operating Revenues						
City Medical Plans	\$ 313,256	\$ 334,668	\$ 334,668	\$ 83,113	\$ 334,668	\$ 334,668
City Dental Plans	9,726	10,037	10,037	2,452	10,037	10,037
City Life Insurance Plans	5,810	6,430	6,430	1,392	6,430	6,430
Vision	369	3,275	3,275	569	3,275	3,275
Health Flexible Spending Account	1,938	2,200	2,200	711	2,200	2,200
Dependent Care Reimbursement	235	260	260	70	260	260
Operating Revenues	<u>331,334</u>	<u>356,870</u>	<u>356,870</u>	<u>88,307</u>	<u>356,870</u>	<u>356,870</u>
Operating Expenses						
Medicare Advantage	18,256	19,114	19,114	4,745	19,114	19,114
City Medical Plan Claims - Cigna	271,499	309,429	309,429	67,182	309,429	309,429
City Dental Plan Claims	9,726	10,037	10,037	2,452	10,037	10,037
Vision	369	3,275	3,275	569	3,275	3,275
City Life Insurance Plans	5,810	6,430	6,430	977	6,430	6,430
Administrative Costs	5,104	6,363	6,363	1,217	6,363	6,363
Health Flexible Spending Account	1,940	2,200	2,200	711	2,200	2,200
Dependent Care	235	260	260	70	260	260
Operating Expenses	<u>312,939</u>	<u>357,108</u>	<u>357,108</u>	<u>77,923</u>	<u>357,108</u>	<u>357,108</u>
Operating Income (Loss)	18,395	(238)	(238)	10,384	(238)	(238)
Non-Operating Revenues (Expenses)						
Interest Income	213	200	200	79	200	200
Prior Year Expense Recovery	262	0	0	0	0	0
Miscellaneous Revenue	4,491	0	0	0	0	0
Performance Guarantees	0	0	0	0	0	0
Medicare Part D - Subsidy	0	0	0	0	0	0
Medicare Part D - Distribution	0	0	0	0	0	0
Non-Operating Revenues (Expenses)	<u>4,966</u>	<u>200</u>	<u>200</u>	<u>79</u>	<u>200</u>	<u>200</u>
Net Income (Loss)	23,361	(38)	(38)	10,463	(38)	(38)
Net Assets, Beginning of Year	(14,128)	9,233	9,233	9,233	9,233	9,233
Net Assets, End of Year	\$ <u>9,233</u>	\$ <u>9,195</u>	\$ <u>9,195</u>	\$ <u>19,696</u>	\$ <u>9,195</u>	\$ <u>9,195</u>

About the Fund:

The Health Benefits Fund, an Internal Service Fund administered by the Human Resources Department, was established in 1984 to centralize the financial transactions for the City's benefit plans.

Effective May 1, 2011, the City elected to be substantially self-insured and awarded CIGNA a three year contract with two (2) one-year renewal options for 4 new health plans. The new health benefits model is composed of four (4) plans, all of which have heavy emphasis on a wellness component, and includes; 1) a limited network HMO-type plan, 2) an open access PPO-type plan with no out-of-network coverage, 3) a consumer driven high deductible Health Plan (CDHP), partnered with a health reimbursement account, and 4) a specific plan for retirees, mostly those under age 65, who live outside the limited network service area but who live in Texas. Effective 08/01/11 all 65+ Medicare eligible retirees must enroll in the 6 MA plans or opt out. These plans are supported by contributions from the city and participants.

The Fund also includes a vision plan, two dental plans, a dental/health maintenance organization (DHMO) and a dental indemnity plan. All three plans are supported exclusively by participants.

Long-Term Disability Fund
For the period ended September 30, 2013
(amounts expressed in thousands)

	Unaudited Preliminary FY2013	FY2014				
		Adopted Budget	Current Budget	YTD	Controller's Projection	Finance Projection
Operating Revenues						
Contributions	\$ 1,222	\$ 1,221	\$ 1,221	\$ 312	\$ 1,221	\$ 1,221
Operating Revenues	<u>1,222</u>	<u>1,221</u>	<u>1,221</u>	<u>312</u>	<u>1,221</u>	<u>1,221</u>
Operating Expenses						
Management Consulting Services	17	65	65	0	65	65
Claims Payment Services	130	170	170	9	170	170
Employee Medical Claims	1,779	1,245	1,245	300	1,245	1,245
Operating Expenses	<u>1,926</u>	<u>1,480</u>	<u>1,480</u>	<u>309</u>	<u>1,480</u>	<u>1,480</u>
Operating Income (Loss)	(704)	(259)	(259)	3	(259)	(259)
Non-Operating Revenues (Expenses)						
Interest Income	85	105	105	17	105	105
Non-Operating Revenues (Expenses)	<u>85</u>	<u>105</u>	<u>105</u>	<u>17</u>	<u>105</u>	<u>105</u>
Net Income (Loss)	(619)	(154)	(154)	20	(154)	(154)
Net Assets, Beginning of Year	<u>1,063</u>	<u>444</u>	<u>444</u>	<u>444</u>	<u>444</u>	<u>444</u>
Net Assets, End of Year	\$ <u>444</u>	\$ <u>290</u>	\$ <u>290</u>	\$ <u>464</u>	\$ <u>290</u>	\$ <u>290</u>

About the Fund:

The Long Term Disability (LTD) Plan is a self-insured program accounted for as an internal service fund. Established in 1985 and revised in 1996 as part of the Income Protection Plan (IPP) (renamed the Compensable Sick Leave Plan (CSL) in October 1996), the plan provides paid long-term sick leave for City employees.

Property and Casualty Fund
For the period ended September 30, 2013
(amounts expressed in thousands)

	Unaudited Preliminary FY2013	FY2014				Finance Projection
		Adopted Budget	Current Budget	YTD	Controller's Projection	
Operating Revenues						
Interfund Legal Services	\$ 24,595	\$ 35,766	\$ 35,766	\$ 374	\$ 35,766	\$ 35,766
Operating Revenues	<u>24,595</u>	<u>35,766</u>	<u>35,766</u>	<u>374</u>	<u>35,766</u>	<u>35,766</u>
Operating Expenses						
Personnel	6,332	7,730	7,730	1,749	7,730	7,730
Supplies	118	167	167	8	167	167
Services:						
Insurance Fees/Adm.	11,752	13,243	13,243	216	13,243	13,243
Claims and Judgments	4,729	12,825	12,825	453	12,825	12,825
Other Services	1,660	1,795	1,795	81	1,795	1,795
Capital Outlay	0	7	7	7	7	7
Operating Expenses	<u>24,591</u>	<u>35,766</u>	<u>35,766</u>	<u>2,514</u>	<u>35,766</u>	<u>35,766</u>
Operating Income (Loss)	4	0	0	(2,140)	(0)	(0)
Net Assets, Beginning of Year	<u>73</u>	<u>77</u>	<u>77</u>	<u>77</u>	<u>77</u>	<u>77</u>
Net Assets, End of Year	\$ <u>77</u>	\$ <u>77</u>	\$ <u>77</u>	\$ <u>(2,063)</u>	\$ <u>77</u>	\$ <u>77</u>

About the Fund:

The Property and Casualty Fund was established to monitor the financial requirements of the Property and Risk Management Programs. This activity is primarily self-funded. The revenue is generated from assessed premiums to the other funds. These premiums are based upon projected expenditures. All risk to the City's assets (except Workers Compensation, Life, Health Benefits, and Long Term Disability) fall within the scope of this fund.

Workers' Compensation Fund
For the period ended September 30, 2013
(amounts expressed in thousands)

	Unaudited Preliminary FY2013	FY2014				Finance Projection
		Adopted Budget	Current Budget	YTD	Controller's Projection	
Operating Revenues						
Contributions	\$ 19,547	\$ 21,310	\$ 21,310	\$ 6,768	\$ 21,310	\$ 21,310
Operating Revenues	<u>19,547</u>	<u>21,310</u>	<u>21,310</u>	<u>6,768</u>	<u>21,310</u>	<u>21,310</u>
Operating Expenses						
Personnel	2,588	3,287	3,279	666	3,279	3,279
Supplies	41	54	54	6	54	54
Current Year Claims	16,448	17,550	17,550	5,615	17,550	17,550
Services	762	435	443	69	443	443
Capital Outlay	5	0	0	0	0	0
Non-Capital Outlay	52	6	6	0	6	6
Operating Expenses	<u>19,896</u>	<u>21,332</u>	<u>21,332</u>	<u>6,356</u>	<u>21,332</u>	<u>21,332</u>
Operating Income (Loss)	(349)	(22)	(22)	412	(22)	(22)
Non-Operating Revenues (Expenses)						
Interest Income	16	22	22	3	22	22
Other	333	0	0	0	0	0
Non-Operating Revenues (Expenses)	<u>349</u>	<u>22</u>	<u>22</u>	<u>3</u>	<u>22</u>	<u>22</u>
Net Income (Loss)	0	0	0	415	0	0
Net Assets, Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Assets, End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 415</u>	<u>\$ 0</u>	<u>\$ 0</u>

About the Fund:

The Workers' Compensation Fund is a revolving fund administered by the Human Resources Department. The Fund was established to centralize the financial transactions in the areas of Accident Prevention, Loss Control and Workers' Compensation.

Asset Forfeiture Special Revenue Fund
For the period ended September 30, 2013
(amounts expressed in thousands)

	Unaudited	FY2014				
	Preliminary FY2013	Adopted Budget	Current Budget	YTD	Controller's Projection	Finance Projection
Revenues						
Confiscations	\$ 9,142	\$ 6,578	\$ 6,578	\$ 2,103	\$ 6,578	\$ 6,578
Interest Income	47	51	51	13	51	51
Total Revenues	<u>9,189</u>	<u>6,629</u>	<u>6,629</u>	<u>2,116</u>	<u>6,629</u>	<u>6,629</u>
Expenditures						
Personnel	3,680	3,000	3,000	412	3,000	3,000
Supplies	972	4,263	4,218	154	4,218	4,218
Other Services	1,457	1,995	1,885	196	1,885	1,885
Capital Purchases	384	0	228	25	228	228
Non-Capital Purchases	276	3,342	3,269	20	3,269	3,269
Total Expenditures	<u>6,769</u>	<u>12,600</u>	<u>12,600</u>	<u>808</u>	<u>12,600</u>	<u>12,600</u>
Net Current Activity	2,420	(5,971)	(5,971)	1,308	(5,971)	(5,971)
Fund Balance, Beginning of Year	<u>4,080</u>	<u>6,500</u>	<u>6,500</u>	<u>6,500</u>	<u>6,500</u>	<u>6,500</u>
Fund Balance, End of Year	<u>\$ 6,500</u>	<u>\$ 529</u>	<u>\$ 529</u>	<u>\$ 7,808</u>	<u>\$ 529</u>	<u>\$ 529</u>

Auto Dealers
For the period ended September 30, 2013
(amounts expressed in thousands)

	Unaudited	FY2014				
	Preliminary FY2013	Adopted Budget	Current Budget	YTD	Controller's Projection	Finance Projection
Revenues						
Auto Dealers Licenses	\$ 3,151	\$ 3,264	\$ 3,264	\$ 650	\$ 3,264	\$ 3,264
Vehicle Storage Notification	230	220	220	63	220	220
Vehicle Auction Fees	206	242	242	48	242	242
Interest Income	35	42	42	8	42	42
Other	3,593	3,027	3,027	1,025	3,027	3,027
Total Revenues	<u>7,215</u>	<u>6,795</u>	<u>6,795</u>	<u>1,794</u>	<u>6,795</u>	<u>6,795</u>
Expenditures						
Personnel	3,149	3,536	3,536	735	3,536	3,536
Supplies	230	335	335	115	335	335
Other Services	1,260	1,243	1,243	349	1,243	1,243
Capital Purchases	607	400	400	42	400	400
Non-Capital Purchases	0	0	0	0	0	0
Total Expenditures	<u>5,246</u>	<u>5,514</u>	<u>5,514</u>	<u>1,241</u>	<u>5,514</u>	<u>5,514</u>
Other Financing Sources (Uses)						
Transfers Out	(1,095)	(1,263)	(1,263)	(253)	(1,263)	(1,263)
Total Other Financing Sources (Uses)	<u>(1,095)</u>	<u>(1,263)</u>	<u>(1,263)</u>	<u>(253)</u>	<u>(1,263)</u>	<u>(1,263)</u>
Net Current Activity	874	18	18	300	18	18
Fund Balance, Beginning of Year	<u>2,885</u>	<u>3,759</u>	<u>3,759</u>	<u>3,759</u>	<u>3,759</u>	<u>3,759</u>
Fund Balance, End of Year	<u>\$ 3,759</u>	<u>\$ 3,777</u>	<u>\$ 3,777</u>	<u>\$ 4,059</u>	<u>\$ 3,777</u>	<u>\$ 3,777</u>

BARC Special Revenue Fund
For the period ended September 30, 2013
(amounts expressed in thousands)

	Unaudited Preliminary FY2013	FY2014				
		Adopted Budget	Current Budget	YTD	Controller's Projection	Finance Projection
Revenues						
Licenses & Fees	\$ 1,091	\$ 1,047	\$ 1,047	\$ 322	\$ 1,047	\$ 1,047
Interest	35	49	49	12	49	49
Animal Adoption	193	251	251	49	239	239
Contributions	89	40	40	52	52	52
Other Revenue	17	0	0	0	0	0
Total Revenues	<u>1,425</u>	<u>1,387</u>	<u>1,387</u>	<u>434</u>	<u>1,387</u>	<u>1,387</u>
Expenditures						
Personnel	5,506	6,252	6,252	1,408	6,252	6,252
Supplies	840	942	1,022	299	1,022	1,022
Other Services	1,588	1,729	1,646	260	1,646	1,646
Capital Outlay	0	0	0	0	0	0
Non-Capital Outlay	16	0	2	2	2	2
Total Expenditures	<u>7,950</u>	<u>8,923</u>	<u>8,922</u>	<u>1,970</u>	<u>8,922</u>	<u>8,922</u>
Other Financing Sources (Uses)						
Operating Transfers - In	6,329	7,176	7,176	7,176	7,176	7,176
Total Other Financing Sources (Uses)	<u>6,329</u>	<u>7,176</u>	<u>7,176</u>	<u>7,176</u>	<u>7,176</u>	<u>7,176</u>
Net Current Activity	(196)	(360)	(359)	5,640	(359)	(359)
Fund Balance, Beginning of Year	<u>979</u>	<u>783</u>	<u>783</u>	<u>783</u>	<u>783</u>	<u>783</u>
Fund Balance, End of Year	<u>\$ 783</u>	<u>\$ 423</u>	<u>\$ 424</u>	<u>\$ 6,423</u>	<u>\$ 424</u>	<u>\$ 424</u>

Building Inspection Special Revenue Fund
For the period ended September 30, 2013
(amounts expressed in thousands)

	Unaudited Preliminary FY2013	FY2014				
		Adopted Budget	Current Budget	YTD	Controller's Projection	Finance Projection
Revenues						
Permits and Licenses	\$ 46,932	\$ 43,397	\$ 43,397	\$ 13,264	\$ 43,397	\$ 43,397
Charges for Services	14,854	15,980	15,980	3,754	15,980	15,980
Other	2,033	2,405	2,405	436	2,405	2,405
Interest Income	165	171	171	38	171	171
Total Revenues	<u>63,984</u>	<u>61,953</u>	<u>61,953</u>	<u>17,492</u>	<u>61,953</u>	<u>61,953</u>
Expenditures						
Personnel	38,451	45,034	45,034	10,410	44,510	44,510
Supplies	792	1,077	1,077	192	1,077	1,077
Other Services	8,992	12,619	12,619	1,729	12,766	12,766
Capital Outlay	486	6,603	6,603	(69)	6,603	6,603
Non-Capital Outlay	109	219	219	4	219	219
Total Expenditures	<u>48,830</u>	<u>65,552</u>	<u>65,552</u>	<u>12,266</u>	<u>65,175</u>	<u>65,175</u>
Other Financing Sources (Uses)						
Operating Transfers Out	<u>(10,962)</u>	<u>(962)</u>	<u>(962)</u>	<u>0</u>	<u>(962)</u>	<u>(962)</u>
Total Other Financing Sources (Uses)	<u>(10,962)</u>	<u>(962)</u>	<u>(962)</u>	<u>0</u>	<u>(962)</u>	<u>(962)</u>
Net Current Activity	4,192	(4,561)	(4,561)	5,226	(4,184)	(4,184)
Fund Balance, Beginning of Year	<u>10,975</u>	<u>15,167</u>	<u>15,167</u>	<u>15,167</u>	<u>15,167</u>	<u>15,167</u>
Fund Balance, End of Year	<u>\$ 15,167</u>	<u>\$ 10,606</u>	<u>\$ 10,606</u>	<u>\$ 20,393</u>	<u>\$ 10,983</u>	<u>\$ 10,983</u>

Building (Court) Security Fund
For the period ended September 30, 2013
(amounts expressed in thousands)

	Unaudited Preliminary FY2013	FY2014				
		Adopted Budget	Current Budget	YTD	Controller's Projection	Finance Projection
Revenues						
Current Revenues	\$ 892	\$ 900	\$ 900	\$ 183	\$ 900	\$ 900
Total Revenues	<u>892</u>	<u>900</u>	<u>900</u>	<u>183</u>	<u>900</u>	<u>900</u>
Expenditures						
Personnel	882	-	-	0	-	-
Other Services	0	763	763	107	763	763
Total Expenditures	<u>882</u>	<u>763</u>	<u>763</u>	<u>107</u>	<u>763</u>	<u>763</u>
Net Current Activity	10	137	137	76	137	137
Fund Balance, Beginning of Year	<u>12</u>	<u>22</u>	<u>22</u>	<u>22</u>	<u>22</u>	<u>22</u>
Fund Balance, End of Year	<u>\$ 22</u>	<u>\$ 159</u>	<u>\$ 159</u>	<u>\$ 98</u>	<u>\$ 159</u>	<u>\$ 159</u>

Cable TV
For the period ended September 30, 2013
(amounts expressed in thousands)

	Unaudited Preliminary FY2013	FY2014				
		Adopted Budget	Current Budget	YTD	Controller's Projection	Finance Projection
Revenues						
Current Revenues	\$ 4,131	\$ 4,214	\$ 4,214	\$ 10	\$ 4,214	\$ 4,214
Total Revenues	<u>4,131</u>	<u>4,214</u>	<u>4,214</u>	<u>10</u>	<u>4,214</u>	<u>4,214</u>
Expenditures						
Maintenance and Operations	3,806	5,941	6,338	389	6,338	6,338
Equipment	3	342	0	0	0	0
Debt Services	0	358	303	0	303	303
Total Expenditures	<u>3,809</u>	<u>6,641</u>	<u>6,641</u>	<u>389</u>	<u>6,641</u>	<u>6,641</u>
Net Current Activity	322	(2,427)	(2,428)	(380)	(2,427)	(2,427)
Fund Balance, Beginning of Year	<u>2,569</u>	<u>2,891</u>	<u>2,891</u>	<u>2,891</u>	<u>2,891</u>	<u>2,891</u>
Fund Balance, End of Year	<u>\$ 2,891</u>	<u>\$ 464</u>	<u>\$ 463</u>	<u>\$ 2,511</u>	<u>\$ 464</u>	<u>\$ 464</u>

Child Safety Fund
For the period ended September 30, 2013
(amounts expressed in thousands)

	Unaudited Preliminary FY2013	FY2014				
		Adopted Budget	Current Budget	YTD	Controller's Projection	Finance Projection
Revenues						
Interest on Investments	\$ 12	\$ 20	\$ 20	\$ 3	\$ 20	\$ 20
Municipal Courts Collections	2,424	2,300	2,300	621	2,300	2,300
Harris County Collections	862	770	770	196	770	770
Total Revenues	<u>3,298</u>	<u>3,090</u>	<u>3,090</u>	<u>820</u>	<u>3,090</u>	<u>3,090</u>
Expenditures						
School Crossing Guard Program	3,311	3,087	3,087	937	3,087	3,087
Miscellaneous Parts and Supplies	3	3	3	0	3	3
Total Expenditures	<u>3,314</u>	<u>3,090</u>	<u>3,090</u>	<u>937</u>	<u>3,090</u>	<u>3,090</u>
Net Current Activity	(16)	0	0	(116)	0	0
Fund Balance, Beginning of Year	<u>225</u>	<u>209</u>	<u>209</u>	<u>209</u>	<u>209</u>	<u>209</u>
Fund Balance, End of Year	<u>\$ 209</u>	<u>\$ 209</u>	<u>\$ 209</u>	<u>\$ 93</u>	<u>\$ 209</u>	<u>\$ 209</u>

Contractors Responsibility Fund
For the period ended September 30, 2013
(amounts expressed in thousands)

	Unaudited Preliminary FY2013	FY2014				
		Adopted Budget	Current Budget	YTD	Controller's Projection	Finance Projection
Revenues						
Current Revenues	\$ 738	\$ 472	\$ 472	\$ 107	\$ 472	\$ 472
Total Revenues	<u>738</u>	<u>472</u>	<u>472</u>	<u>107</u>	<u>472</u>	<u>472</u>
Expenditures						
Personnel	112	118	118	30	118	118
Supplies	0	0	0	0	0	0
Other Services	386	593	593	225	593	593
Non-Capital Purchases	0	0	0	0	0	0
Capital Purchases	0	0	0	0	0	0
Debt Services and Other Uses	0	400	400	0	400	400
Total Expenditures	<u>498</u>	<u>1,111</u>	<u>1,111</u>	<u>255</u>	<u>1,111</u>	<u>1,111</u>
Net Current Activity	240	(639)	(639)	(148)	(639)	(639)
Fund Balance, Beginning of Year	<u>2,835</u>	<u>3,075</u>	<u>3,075</u>	<u>3,075</u>	<u>3,075</u>	<u>3,075</u>
Fund Balance, End of Year	<u>\$ 3,075</u>	<u>\$ 2,436</u>	<u>\$ 2,436</u>	<u>\$ 2,927</u>	<u>\$ 2,436</u>	<u>\$ 2,436</u>

Digital Automated Red Light Enforcement Program Fund
For the period ended September 30, 2013
(amounts expressed in thousands)

	Unaudited Preliminary FY2013	Adopted Budget	Current Budget	FY2014		
				YTD	Controller's Projection	Finance Projection
Revenues						
Red Light Enforcement Revenue	\$ 159	\$ 3,032	\$ 3,032	\$ 154	\$ 3,032	\$ 3,032
Interest Income	1	20	20	0	20	20
Total Revenues	<u>160</u>	<u>3,052</u>	<u>3,052</u>	<u>154</u>	<u>3,052</u>	<u>3,052</u>
Expenditures						
Personnel	0	0	0	0	0	0
Supplies	0	2	2	0	2	2
Other Services	281	1,992	1,992	15	1,992	1,992
Debt Service	0	0	0	0	0	0
State of Texas' Share	0	519	519	0	519	519
Total Expenditures	<u>281</u>	<u>2,513</u>	<u>2,513</u>	<u>15</u>	<u>2,513</u>	<u>2,513</u>
Net Current Activity	(121)	539	539	139	539	539
Fund Balance, Beginning of Year	<u>121</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance, End of Year	<u>\$ 0</u>	<u>\$ 539</u>	<u>\$ 539</u>	<u>\$ 139</u>	<u>\$ 539</u>	<u>\$ 539</u>

Digital Houston Fund
For the period ended September 30, 2013
(amounts expressed in thousands)

	Unaudited Preliminary FY2013	Adopted Budget	Current Budget	FY2014		
				YTD	Controller's Projection	Finance Projection
Revenues						
Interest Income	\$ 14	\$ 12	\$ 12	\$ 2	\$ 12	\$ 12
Total Revenues	<u>14</u>	<u>12</u>	<u>12</u>	<u>2</u>	<u>12</u>	<u>12</u>
Expenditures						
Personnel	177	439	439	72	439	439
Supplies	11	10	10	1	10	10
Other Services	205	123	123	9	123	123
Capital Equipment	-	0	0	0	0	0
Non-Capital Equipment	26	25	25	3	25	25
Total Expenditures	<u>419</u>	<u>598</u>	<u>598</u>	<u>84</u>	<u>598</u>	<u>598</u>
Net Current Activity	(405)	(586)	(586)	(82)	(586)	(586)
Fund Balance, Beginning of Year	<u>1,597</u>	<u>\$ 1,192</u>	<u>\$ 1,192</u>	<u>\$ 1,192</u>	<u>\$ 1,192</u>	<u>\$ 1,192</u>
Fund Balance, End of Year	<u>\$ 1,192</u>	<u>\$ 606</u>	<u>\$ 606</u>	<u>\$ 1,110</u>	<u>\$ 606</u>	<u>\$ 606</u>

Essential Public Health Services Fund
For the period ended September 30, 2013
(amounts expressed in thousands)

	Unaudited Preliminary FY2013	FY2014				
		Adopted Budget	Current Budget	YTD	Controller's Projection	Finance Projection
Revenues						
Current Revenues	\$ 2,560	\$ 14,279	\$ 14,279	\$ 4	\$ 14,291	\$ 14,291
Total Revenues	<u>2,560</u>	<u>14,279</u>	<u>14,279</u>	<u>4</u>	<u>14,291</u>	<u>14,291</u>
Expenditures						
Personnel	0	7,439	7,439	245	7,439	7,439
Supplies	0	524	350	0	350	350
Other Services	0	7,378	7,195	13	7,195	7,195
Non-Capital Purchases	0	591	784	0	784	784
Capital Purchases	0	0	164	0	164	164
Total Expenditures	<u>0</u>	<u>15,932</u>	<u>15,932</u>	<u>258</u>	<u>15,932</u>	<u>15,932</u>
Net Current Activity	2,560	(1,653)	(1,653)	(254)	(1,641)	(1,641)
Fund Balance, Beginning of Year	<u>0</u>	<u>2,560</u>	<u>2,560</u>	<u>2,560</u>	<u>2,560</u>	<u>2,560</u>
Fund Balance, End of Year	\$ <u>2,560</u>	\$ <u>907</u>	\$ <u>907</u>	\$ <u>2,306</u>	\$ <u>919</u>	\$ <u>919</u>

Forensic Transition Special Fund
For the period ended September 30, 2013
(amounts expressed in thousands)

	Unaudited Preliminary FY2013	FY2014				
		Adopted Budget	Current Budget	YTD	Controller's Projection	Finance Projection
Revenues						
Current Revenues	\$ 0	\$ 19,918	\$ 19,918	\$ 30	\$ 19,918	\$ 19,918
Unclaimed Fines & Forfeitures	0	0	0	0	0	0
Recoveries & Refunds	0	0	0	0	0	0
Total Revenues	<u>0</u>	<u>19,918</u>	<u>19,918</u>	<u>30</u>	<u>19,918</u>	<u>19,918</u>
Expenditures						
Personnel	0	15,434	15,434	3,878	15,434	15,434
Supplies	0	617	617	154	617	617
Other Services	0	3,627	3,627	558	3,627	3,627
Capital Purchases	0	0	0	0	0	0
Non-Capital Purchases	0	240	240	3	240	240
Total Expenditures	<u>0</u>	<u>19,918</u>	<u>19,918</u>	<u>4,592</u>	<u>19,918</u>	<u>19,918</u>
Net Current Activity	0	0	0	(4,562)	0	0
Fund Balance, Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance, End of Year	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>(4,562)</u>	\$ <u>0</u>	\$ <u>0</u>

Health Special Revenue Fund
For the period ended September 30, 2013
(amounts expressed in thousands)

	FY2014					
	Unaudited Preliminary FY2013	Adopted Budget	Current Budget	YTD	Controller's Projection	Finance Projection
Revenues						
Current Revenues	\$ 2,222	\$ 2,488	\$ 2,488	\$ 832	\$ 2,424	\$ 2,424
Total Revenues	<u>2,222</u>	<u>2,488</u>	<u>2,488</u>	<u>832</u>	<u>2,424</u>	<u>2,424</u>
Expenditures						
Personnel	983	918	918	182	918	918
Supplies	400	520	506	59	509	509
Other Services	571	1,669	1,683	114	1,680	1,680
Non-Capital Purchases	77	34	34	9	34	34
Capital Purchases	0	365	365	0	365	365
Total Expenditures	<u>2,031</u>	<u>3,506</u>	<u>3,506</u>	<u>364</u>	<u>3,506</u>	<u>3,506</u>
Operating Transfers						
Operating Transfers In (Out)	0	400	400	0	400	400
Total Operating Transfers	<u>0</u>	<u>400</u>	<u>400</u>	<u>0</u>	<u>400</u>	<u>400</u>
Net Current Activity	191	(618)	(618)	468	(682)	(682)
Fund Balance, Beginning of Year	<u>4,203</u>	<u>4,394</u>	<u>4,394</u>	<u>4,394</u>	<u>4,394</u>	<u>4,394</u>
Fund Balance, End of Year	<u>\$ 4,394</u>	<u>\$ 3,776</u>	<u>\$ 3,776</u>	<u>\$ 4,862</u>	<u>\$ 3,712</u>	<u>\$ 3,712</u>

Historic Preservation Fund
For the period ended September 30, 2013
(amounts expressed in thousands)

	FY2014					
	Unaudited Preliminary FY2013	Adopted Budget	Current Budget	YTD	Controller's Projection	Finance Projection
Revenues						
Interest Income	\$ 8	\$ 13	\$ 13	\$ 1	\$ 13	\$ 13
Charges for Services	240	200	200	81	200	200
Other Interfund Services	5	0	0	0	0	0
Total Revenues	<u>253</u>	<u>213</u>	<u>213</u>	<u>82</u>	<u>\$ 213</u>	<u>\$ 213</u>
Expenditures						
Supplies & Other Services	<u>157</u>	<u>652</u>	<u>652</u>	<u>43</u>	<u>652</u>	<u>652</u>
Total Expenditures	<u>157</u>	<u>652</u>	<u>652</u>	<u>43</u>	<u>652</u>	<u>652</u>
Net Current Activity	96	(439)	(439)	39	(439)	(439)
Fund Balance, Beginning of Year	<u>839</u>	<u>935</u>	<u>935</u>	<u>935</u>	<u>935</u>	<u>935</u>
Fund Balance, End of Year	<u>\$ 935</u>	<u>\$ 496</u>	<u>\$ 496</u>	<u>\$ 974</u>	<u>\$ 496</u>	<u>\$ 496</u>

Houston Emergency Center
For the period ended September 30, 2013
(amounts expressed in thousands)

	Unaudited Preliminary FY2013	FY2014				
		Adopted Budget	Current Budget	YTD	Controller's Projection	Finance Projection
Revenues						
Current Revenues	\$ 23,262	\$ 25,190	\$ 25,190	\$ 4,477	\$ 25,190	\$ 25,190
Total Revenues	<u>23,262</u>	<u>25,190</u>	<u>25,190</u>	<u>4,477</u>	<u>25,190</u>	<u>25,190</u>
Expenditures						
Maintenance and Operations	<u>22,384</u>	<u>25,190</u>	<u>25,190</u>	<u>5,147</u>	<u>25,190</u>	<u>25,190</u>
Total Expenditures	<u>22,384</u>	<u>25,190</u>	<u>25,190</u>	<u>5,147</u>	<u>25,190</u>	<u>25,190</u>
Net Current Activity	878	0	0	(670)	0	0
Fund Balance, Beginning of Year	<u>2,523</u>	<u>3,401</u>	<u>3,401</u>	<u>3,401</u>	<u>3,401</u>	<u>3,401</u>
Fund Balance, End of Year	<u>\$ 3,401</u>	<u>\$ 3,401</u>	<u>\$ 3,401</u>	<u>\$ 2,731</u>	<u>\$ 3,401</u>	<u>\$ 3,401</u>

Houston Transtar Center
For the period ended September 30, 2013
(amounts expressed in thousands)

	Unaudited Preliminary FY2013	FY2014				
		Adopted Budget	Current Budget	YTD	Controller's Projection	Finance Projection
Revenues						
Other Grant Awards	\$ 1,626	\$ 1,861	\$ 1,861	\$ 442	\$ 1,861	\$ 1,861
Other Service Charges	606	629	629	161	629	629
Misc. Revenue	(3)	0	0	0	0	0
Interest Income	20	23	23	4	23	23
Total Revenues	<u>2,249</u>	<u>2,513</u>	<u>2,513</u>	<u>607</u>	<u>2,513</u>	<u>2,513</u>
Expenditures						
Maintenance and Operations	<u>2,010</u>	<u>2,861</u>	<u>2,861</u>	<u>392</u>	<u>2,861</u>	<u>2,861</u>
Total Expenditures	<u>2,010</u>	<u>2,861</u>	<u>2,861</u>	<u>392</u>	<u>2,861</u>	<u>2,861</u>
Net Current Activity	239	(348)	(348)	215	(348)	(348)
Fund Balance, Beginning of Year	<u>2,047</u>	<u>2,286</u>	<u>2,286</u>	<u>2,286</u>	<u>2,286</u>	<u>2,286</u>
Fund Balance, End of Year	<u>\$ 2,286</u>	<u>\$ 1,938</u>	<u>\$ 1,938</u>	<u>\$ 2,501</u>	<u>\$ 1,938</u>	<u>\$ 1,938</u>

Juvenile Case Manager
For the period ended September 30, 2013
(amounts expressed in thousands)

	Unaudited	FY2014				
	Preliminary FY2013	Adopted Budget	Current Budget	YTD	Controller's Projection	Finance Projection
Revenues						
Current Revenues	\$ 1,241	\$ 1,246	\$ 1,246	\$ 296	\$ 1,246	\$ 1,246
Total Revenues	<u>1,241</u>	<u>1,246</u>	<u>1,246</u>	<u>296</u>	<u>1,246</u>	<u>1,246</u>
Expenditures						
Personnel	1,066	1,308	1,247	284	1,247	1,247
Supplies	4	4	4	1	4	4
Other Services and Charges	48	95	156	33	156	156
Total Expenditures	<u>1,118</u>	<u>1,407</u>	<u>1,407</u>	<u>318</u>	<u>1,407</u>	<u>1,407</u>
Net Current Activity	123	(161)	(161)	(22)	(161)	(161)
Fund Balance, Beginning of Year	<u>1,627</u>	<u>1,750</u>	<u>1,750</u>	<u>1,750</u>	<u>1,750</u>	<u>1,750</u>
Fund Balance, End of Year	<u>\$ 1,750</u>	<u>\$ 1,589</u>	<u>\$ 1,589</u>	<u>\$ 1,728</u>	<u>\$ 1,589</u>	<u>\$ 1,589</u>

Laboratory Operations and Maintenance Fund
For the period ended September 30, 2013
(amounts expressed in thousands)

	Unaudited	FY2014				
	Preliminary FY2013	Adopted Budget	Current Budget	YTD	Controller's Projection	Finance Projection
Revenues						
Current Revenues	\$ 483	\$ 399	\$ 399	\$ 126	\$ 449	\$ 449
Total Revenues	<u>483</u>	<u>399</u>	<u>399</u>	<u>126</u>	<u>449</u>	<u>449</u>
Expenditures						
Personnel	0	0	0	0	0	0
Supplies	161	88	88	62	88	88
Other Services	316	505	505	210	505	505
Non-Capital Purchases	0	0	0	0	0	0
Capital Purchases	0	0	0	0	0	0
Total Expenditures	<u>477</u>	<u>593</u>	<u>593</u>	<u>272</u>	<u>593</u>	<u>593</u>
Net Current Activity	6	(194)	(194)	(146)	(144)	(144)
Fund Balance, Beginning of Year	<u>317</u>	<u>323</u>	<u>323</u>	<u>323</u>	<u>323</u>	<u>323</u>
Fund Balance, End of Year	<u>\$ 323</u>	<u>\$ 129</u>	<u>\$ 129</u>	<u>\$ 177</u>	<u>\$ 179</u>	<u>\$ 179</u>

Parking Management Special Revenue Fund
For the period ended September 30, 2013
(amounts expressed in thousands)

	Unaudited		FY2014			
	Preliminary FY2013	Adopted Budget	Current Budget	YTD	Controller's Projection	Finance Projection
Revenues						
Parking Violations	\$ 10,443	\$ 10,022	\$ 10,022	\$ 2,537	\$ 10,022	\$ 10,022
Parking Fees	8,416	8,390	8,390	1,840	8,390	8,390
Permit Fees	308	312	312	78	312	312
Other Revenue	18	10	10	22	10	10
Interest Income	47	50	50	9	50	50
Total Revenues	<u>19,232</u>	<u>18,784</u>	<u>18,784</u>	<u>4,486</u>	<u>18,784</u>	<u>18,784</u>
Expenses						
Personnel	3,960	4,708	4,708	1,069	4,708	4,708
Supplies	724	583	574	36	574	574
Other Services	3,107	6,251	6,251	1,038	6,251	6,251
Capital Outlay	13	94	94	19	94	94
Non-Capital Outlay	12	220	228	0	228	228
Total Expenses	<u>7,816</u>	<u>11,856</u>	<u>11,856</u>	<u>2,162</u>	<u>11,856</u>	<u>11,856</u>
Net Current Activity	<u>11,416</u>	<u>6,928</u>	<u>6,928</u>	<u>2,324</u>	<u>6,927</u>	<u>6,927</u>
Other Financing Sources (Uses)						
Operating Transfers - In (Out)	(9,494)	(7,500)	(7,500)	(1,875)	(7,500)	(7,500)
Transfers for Interest	<u>(1,513)</u>	<u>(1,519)</u>	<u>(1,519)</u>	<u>0</u>	<u>(1,519)</u>	<u>(1,519)</u>
Total Other Financing Sources (Uses)	<u>(11,007)</u>	<u>(9,019)</u>	<u>(9,019)</u>	<u>(1,875)</u>	<u>(9,019)</u>	<u>(9,019)</u>
Net Current Activity	409	(2,092)	(2,092)	449	(2,091)	(2,091)
Fund Balance, Beginning of Year	<u>2,542</u>	<u>2,951</u>	<u>2,951</u>	<u>2,951</u>	<u>2,951</u>	<u>2,951</u>
Fund Balance, End of Year	<u>\$ 2,951</u>	<u>\$ 859</u>	<u>\$ 859</u>	<u>\$ 3,400</u>	<u>\$ 858</u>	<u>\$ 858</u>

Parks Golf Special Revenue Fund
For the period ended September 30, 2013
(amounts expressed in thousands)

	Unaudited		FY2014			
	Preliminary FY2013	Adopted Budget	Current Budget	YTD	Controller's Projection	Finance Projection
Revenues						
Concessions	\$ 1,558	\$ 1,379	\$ 1,379	\$ 445	\$ 1,379	\$ 1,379
Rental of Property	1,014	1,141	1,141	236	1,141	1,141
Interest Income	6	5	5	2	5	5
Golf	3,407	3,566	3,566	755	3,566	3,566
Other	26	44	44	10	44	44
Total Revenues	<u>6,011</u>	<u>6,135</u>	<u>6,135</u>	<u>1,448</u>	<u>6,135</u>	<u>6,135</u>
Expenses						
Personnel	3,722	4,219	4,219	1,031	4,219	4,219
Supplies	716	951	916	234	916	916
Other Services	858	1,004	1,039	311	1,039	1,039
Total Expenses	<u>5,296</u>	<u>6,174</u>	<u>6,174</u>	<u>1,576</u>	<u>6,174</u>	<u>6,174</u>
Net Current Activity	715	(39)	(39)	(128)	(39)	(39)
Fund Balance, Beginning of Year	<u>369</u>	<u>1,084</u>	<u>1,084</u>	<u>1,084</u>	<u>1,084</u>	<u>1,084</u>
Fund Balance, End of Year	<u>\$ 1,084</u>	<u>\$ 1,045</u>	<u>\$ 1,045</u>	<u>\$ 956</u>	<u>\$ 1,045</u>	<u>\$ 1,045</u>

Parks Special Revenue Fund
For the period ended September 30, 2013
(amounts expressed in thousands)

	Unaudited	FY2014				
	Preliminary FY2013	Adopted Budget	Current Budget	YTD	Controller's Projection	Finance Projection
Revenues						
Concessions	\$ 346	\$ 363	\$ 363	\$ 95	\$ 363	\$ 363
Facility Admissions/User Fees	70	62	62	18	62	62
Program Fees	465	483	483	116	483	483
Rental of Property	590	579	579	41	579	579
Licenses and Permits	463	202	202	94	202	202
Interest Income	52	70	70	11	70	70
Golf	203	190	190	50	190	190
Other	114	78	78	28	78	78
Total Revenues	<u>2,303</u>	<u>2,027</u>	<u>2,027</u>	<u>453</u>	<u>2,027</u>	<u>2,027</u>
Expenses						
Personnel	464	517	517	118	517	517
Supplies	315	579	579	13	579	579
Other Services	480	1,156	1,156	147	1,156	1,156
Total Expenses	<u>1,259</u>	<u>2,252</u>	<u>2,252</u>	<u>278</u>	<u>2,252</u>	<u>2,252</u>
Operating Transfers						
Operating Transfers (Out)	0	0	0	0	0	0
Total Operating Transfers	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Current Activity	1,044	(225)	(225)	175	(225)	(225)
Fund Balance, Beginning of Year	4,866	5,910	5,910	5,910	5,910	5,910
Fund Balance, End of Year	<u>\$ 5,910</u>	<u>\$ 5,685</u>	<u>\$ 5,685</u>	<u>\$ 6,085</u>	<u>\$ 5,685</u>	<u>\$ 5,685</u>

Police Special Services Fund
For the period ended September 30, 2013
(amounts expressed in thousands)

	Unaudited	FY2014				
	Preliminary FY2013	Adopted Budget	Current Budget	YTD	Controller's Projection	Finance Projection
Revenues						
Police Fees	\$ 2,476	\$ 2,697	\$ 2,697	\$ 201	\$ 2,697	\$ 2,697
Interest Income	59	200	200	10	200	200
Other	910	915	915	183	915	915
Interfund Transfers	6,513	4,925	4,925	0	4,925	4,925
Total Revenues	<u>9,958</u>	<u>8,737</u>	<u>8,737</u>	<u>394</u>	<u>8,737</u>	<u>8,737</u>
Expenditures						
Personnel	7,298	7,741	7,741	1,175	7,741	7,741
Supplies	232	420	420	20	420	420
Other Services	900	2,802	2,274	269	2,274	2,274
Capital Purchases	120	0	1,588	1,546	1,588	1,588
Non-Capital Purchases	17	1,060	0	0	0	0
Total Expenditures	<u>8,567</u>	<u>12,023</u>	<u>12,023</u>	<u>3,009</u>	<u>12,023</u>	<u>12,023</u>
Net Current Activity	1,391	(3,286)	(3,286)	(2,616)	(3,286)	(3,286)
Fund Balance, Beginning of Year	5,439	6,830	6,830	6,830	6,830	6,830
Fund Balance, End of Year	<u>\$ 6,830</u>	<u>\$ 3,544</u>	<u>\$ 3,544</u>	<u>\$ 4,214</u>	<u>\$ 3,544</u>	<u>\$ 3,544</u>

Recycling Expansion Program Fund
For the period ended September 30, 2013
(amounts expressed in thousands)

	Unaudited		FY2014			
	Preliminary FY2013	Adopted Budget	Current Budget	YTD	Controller's Projection	Finance Projection
Revenues						
Current Revenues	\$ 941	\$ 1,995	\$ 1,995	\$ 171	\$ 1,995	\$ 1,995
Interest Income	19	38	38	3	38	38
Miscellaneous	44	47	47	17	47	47
Interfund Transfers	0	0	0	0	0	0
Total Revenues	<u>1,004</u>	<u>2,080</u>	<u>2,080</u>	<u>191</u>	<u>2,080</u>	<u>2,080</u>
Expenditures						
Personnel	245	255	255	21	255	255
Supplies	1	134	134	2	134	134
Other Services	601	421	421	8	421	421
Capital/Non-Capital Purchases	7	0	0	0	0	0
Capital Purchases	0	0	0	0	0	0
Non-Capital Purchases	0	0	0	0	0	0
Total Expenditures	<u>854</u>	<u>810</u>	<u>810</u>	<u>31</u>	<u>810</u>	<u>810</u>
Operating Transfers						
Operating Transfers In	0	0	0	0	0	0
Operating Transfers (Out)	(460)	(1,882)	(1,882)	0	(1,882)	(1,882)
Total Operating Transfers	<u>(460)</u>	<u>(1,882)</u>	<u>(1,882)</u>	<u>0</u>	<u>(1,882)</u>	<u>(1,882)</u>
Net Current Activity	(310)	(612)	(612)	160	(612)	(612)
Fund Balance, Beginning of Year	<u>2,001</u>	<u>1,691</u>	<u>1,691</u>	<u>1,691</u>	<u>1,691</u>	<u>1,691</u>
Fund Balance, End of Year	<u>\$ 1,691</u>	<u>\$ 1,079</u>	<u>\$ 1,079</u>	<u>\$ 1,851</u>	<u>\$ 1,079</u>	<u>\$ 1,079</u>

Special Waste Fund
For the period ended September 30, 2013
(amounts expressed in thousands)

	Unaudited		FY2014			
	Preliminary FY2013	Adopted Budget	Current Budget	YTD	Controller's Projection	Finance Projection
Revenues						
Current Revenues	\$ 2,430	\$ 2,588	\$ 2,588	\$ 544	\$ 2,588	\$ 2,588
Total Revenues	<u>2,430</u>	<u>2,588</u>	<u>2,588</u>	<u>544</u>	<u>2,588</u>	<u>2,588</u>
Expenditures						
Personnel	1,946	2,090	2,090	462	2,090	2,090
Supplies	34	80	80	7	80	80
Other Services	66	949	949	11	949	949
Non-Capital Purchases	25	185	185	0	185	185
Capital Purchases	0	1,576	1,576	0	1,576	1,576
Total Expenditures	<u>2,071</u>	<u>4,880</u>	<u>4,880</u>	<u>480</u>	<u>4,880</u>	<u>4,880</u>
Net Current Activity	359	(2,292)	(2,292)	64	(2,292)	(2,292)
Fund Balance, Beginning of Year	<u>2,940</u>	<u>3,299</u>	<u>3,299</u>	<u>3,299</u>	<u>3,299</u>	<u>3,299</u>
Fund Balance, End of Year	<u>\$ 3,299</u>	<u>\$ 1,007</u>	<u>\$ 1,007</u>	<u>\$ 3,363</u>	<u>\$ 1,007</u>	<u>\$ 1,007</u>

Supplemental Environmental Protection
For the period ended September 30, 2013
(amounts expressed in thousands)

	Unaudited		FY2014			
	Preliminary FY2013	Adopted Budget	Current Budget	YTD	Controller's Projection	Finance Projection
Revenues						
Current Revenues	\$ 85	\$ 102	\$ 102	\$ 49	\$ 102	\$ 102
Interest Income	1	2	2	0	2	2
Total Revenues	<u>86</u>	<u>104</u>	<u>104</u>	<u>49</u>	<u>104</u>	<u>104</u>
Expenditures						
Supplies	52	49	49	4	49	49
Other Services	18	41	41	0	41	41
Capital Purchases	0	110	110	0	110	110
Non-Capital Purchases	6	0	0	0	0	0
Total Expenditures	<u>76</u>	<u>200</u>	<u>200</u>	<u>5</u>	<u>200</u>	<u>200</u>
Net Current Activity	10	(96)	(96)	44	(96)	(96)
Fund Balance, Beginning of Year	<u>121</u>	<u>131</u>	<u>131</u>	<u>131</u>	<u>131</u>	<u>131</u>
Fund Balance, End of Year	\$ <u>131</u>	\$ <u>35</u>	\$ <u>35</u>	\$ <u>175</u>	\$ <u>35</u>	\$ <u>35</u>

Swimming Pool Safety Fund
For the period ended September 30, 2013
(amounts expressed in thousands)

	Unaudited		FY2014			
	Preliminary FY2013	Adopted Budget	Current Budget	YTD	Controller's Projection	Finance Projection
Revenues						
Current Revenues	\$ 983	\$ 975	\$ 975	\$ 262	\$ 975	\$ 975
Total Revenues	<u>983</u>	<u>975</u>	<u>975</u>	<u>262</u>	<u>975</u>	<u>975</u>
Expenditures						
Personnel	655	730	730	178	730	730
Supplies	15	26	26	3	26	26
Other Services	40	158	158	6	158	158
Non-Capital Purchases	1	2	2	0	2	2
Capital Purchases	0	12	12	0	12	12
Total Expenditures	<u>711</u>	<u>928</u>	<u>928</u>	<u>187</u>	<u>928</u>	<u>928</u>
Net Current Activity	272	47	47	75	47	47
Fund Balance, Beginning of Year	<u>187</u>	<u>459</u>	<u>459</u>	<u>459</u>	<u>459</u>	<u>459</u>
Fund Balance, End of Year	\$ <u>459</u>	\$ <u>506</u>	\$ <u>506</u>	\$ <u>534</u>	\$ <u>506</u>	\$ <u>506</u>

Technology Fee Fund
For the period ended September 30, 2013
(amounts expressed in thousands)

	Unaudited	FY2014				
	Preliminary FY2013	Adopted Budget	Current Budget	YTD	Controller's Projection	Finance Projection
Revenues						
Municipal Court Fines	\$ 1,164	\$ 1,205	\$ 1,205	\$ 245	\$ 1,205	\$ 1,205
Interest Income	5	6	6	1	6	6
Total Revenues	<u>1,169</u>	<u>1,211</u>	<u>1,211</u>	<u>246</u>	<u>1,211</u>	<u>1,211</u>
Expenditures						
Personnel	0	0	0	0	0	0
Supplies	0	0	0	0	0	0
Other Services	1,045	1,010	1,010	136	950	950
Equipment	0	0	0	0	0	0
Debt Service	350	350	350	0	350	350
Capital Purchases	0	0	0	20	20	20
Total Expenditures	<u>1,395</u>	<u>1,360</u>	<u>1,360</u>	<u>156</u>	<u>1,320</u>	<u>1,320</u>
Net Current Activity	(226)	(149)	(149)	90	(109)	(109)
Fund Balance, Beginning of Year	<u>335</u>	<u>109</u>	<u>109</u>	<u>109</u>	<u>109</u>	<u>109</u>
Fund Balance, End of Year	<u>\$ 109</u>	<u>\$ (40)</u>	<u>\$ (40)</u>	<u>\$ 199</u>	<u>\$ -</u>	<u>\$ -</u>

City of Houston, Texas
Commercial Paper Issued and Available
For the period ended September 30, 2013
(amounts expressed in millions)

COMMERCIAL PAPER	Draws FY14	Draws Month	Refunded FY14	Amount Available to be Drawn	Amount Outstanding
General Obligation					
<i><u>Voter Authorized 2001 & 2006 Election</u></i>					
Series G-1	0.00	0.00	0.00	75.00	0.00
Series G-2	10.00	0.00	0.00	29.90	95.10
Series H-2	0.00	0.00	0.00	90.20	9.80
Series J	10.00	10.00	0.00	115.00	10.00
<i><u>Non-Voter Authorized</u></i>					
Series E1-Equipment & Capital	0.00	0.00	13.30	38.30	61.70
Series E2- Equipment & Capital	15.00	0.00	0.00	55.00	15.00
Series E2- Metro Street Projects	0.00	0.00	0.00	23.00	7.00
Series H - Drainage	0.00	0.00	0.00	0.00	0.00
Series K-1	0.00	0.00	0.00	100.00	0.00
Series K-2	0.00	0.00	0.00	100.00	0.00
Total General Obligation	35.00	10.00	13.30	626.40	198.60
Combined Utility System					
Series B-1	0.00	0.00	0.00	250.00	0.00
Series B-2	0.00	0.00	0.00	75.00	0.00
Series B-3	0.00	0.00	0.00	75.00	0.00
Series B-4	0.00	0.00	0.00	100.00	0.00
Series B-5	0.00	0.00	0.00	100.00	0.00
Series B-6	0.00	0.00	0.00	100.00	0.00
Total Combined Utility System	0.00	0.00	0.00	700.00	0.00
Airport System					
Series A&B	0.00	0.00	0.00	150.00	0.00
Total Airport System	0.00	0.00	0.00	150.00	0.00
Convention & Entertainment					
Series A	0.00	0.00	0.00	8.00	42.00
Total Convention and Entertainment	0.00	0.00	0.00	8.00	42.00
Totals	\$35.00	\$10.00	\$13.30	\$1,484.40	\$240.60

City of Houston, Texas
Total Outstanding Debt
For the period ended September 30, 2013
(amounts expressed in thousands)

	September 30, 2013	September 30, 2012
Payable from Ad Valorem Taxes		
Public Improvement Bonds ^(a)	2,561,515	2,602,570
Commercial Paper Notes ^(b)	198,600	236,900
Pension Obligations	607,775	587,525
Certificates of Obligations	11,870	17,365
Subtotal	3,379,760	3,444,360
Payable from Sources Other Than Ad Valorem Taxes		
Combined Utility System		
Combined Utility System Revenue Bonds	5,751,435	5,610,665
Combined Utility System Commercial Paper Notes ^(c)	0	0
Water and Sewer System Revenue Bonds ^(d)	285,115	346,751
Contract Revenue Obligations - CWA	112,320	125,740
Airport System		
Airport System Sr. Lien Bonds ^(e)	449,660	449,660
Airport System Subordinate Lien	1,766,285	1,818,055
Airport System Sr. Lien Commercial Paper Notes ^(f)	0	0
Airport System Inferior Lien Contracts ^(g)	23,075	28,115
Airport Special Facilities Revenue Bonds ^(h)	666,320	679,372
Hotel Occupancy Tax and Civic Parking		
Facilities Revenue Bonds ⁽ⁱ⁾	553,644	567,253
Hotel Occupancy Tax Commercial Paper ^(j)	42,000	43,000
Subtotal	9,649,855	9,668,611
Total Debt Payable by the City	\$13,029,615	\$13,112,971

(a) In Nov 2001 voters authorized \$776 million in tax bonds. In Nov 2006 voters authorized \$625million in tax bonds. In Nov 2012 voters authorized an additional \$410 million in tax bonds.

(b) The City has authorized maximum issuance of General Obligation Commercial Paper Programs Series E-1: \$100 million, E-2: \$100 million, G-1: \$75 million, G-2: \$100 million, H-2: \$100 million, J: \$125 million, K1: \$100 million and K2: \$100 million.

(c) The City has authorized \$700 million in Combined Utility System Commercial Paper Notes.

(d) Includes \$74.1 million accreted value of capital appreciation bonds at this date and \$108.1 million last year.

(e) The Houston Airport System issued Senior Lien Revenue bonds on August 20, 2009.

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

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

(h) All Special Facility Revenue Bonds are secured solely from Special Facility Lease Revenues. Does not include \$23.1 million for Series 1997A Special Facilities Bonds. See footnote (g).

(i) Includes \$116.5 million accreted value of capital appreciation bonds at this date and \$103.9 million last year.

(j) The City has authorized \$50 million of Subordinate Lien Hotel Occupancy Tax and Parking Revenue Commercial Paper.

City of Houston, Texas
Voter-Authorized Obligations
For the period ended September 30, 2013
(amounts expressed in thousands)

<u>Purposes</u>	<u>Voter Authorized</u>	<u>Approved by City Council for Issuance as Commercial Paper Notes</u>	<u>Commercial Paper Issued ^(a)</u>	<u>Commercial Paper Notes Approved by City Council but Unissued</u>	<u>All Voter Authorized but Unissued</u>
November 2001 Election					
Streets, Bridges, Traffic Control	\$ 474,000	\$ 474,000	\$ 473,000	\$ 1,000	\$ 1,000
Parks and Recreation	80,000	80,000	80,000	0	0
Police and Fire Departments	82,000	82,000	82,000	0	0
Permanent and General Improvements ^(b)	80,000	80,000	80,000	0	0
Public Libraries	40,000	40,000	40,000	0	0
Low Income Housing	20,000	20,000	16,185	3,815	3,815
Total	\$ 776,000	\$ 776,000	\$ 771,185	\$ 4,815	\$ 4,815
November 2006 Election					
Streets, Bridges, Traffic Control	\$ 320,000	\$ 219,950	\$ 76,560	\$ 143,390	\$ 243,440
Parks and Recreation	55,000	55,000	38,950	16,050	16,050
Public Safety	135,000	135,000	81,105	53,895	53,895
Permanent and General Improvements ^(b)	60,000	60,000	47,000	13,000	13,000
Public Libraries	37,000	37,000	36,350	650	650
Low Income Housing	18,000	13,633	0	13,633	18,000
Total	\$ 625,000	\$ 520,583	\$ 279,965	\$ 240,618	\$ 345,035
November 2012 Election					
Streets, Bridges, Traffic Control	\$ -	\$ -	\$ -	\$ -	\$ -
Parks and Recreation	166,000	24,190	0	24,190	166,000
Public Safety	144,000	21,793	0	21,793	144,000
Permanent and General Improvements ^(b)	57,000	18,843	0	18,843	57,000
Public Libraries	28,000	8,195	0	8,195	28,000
Low Income Housing	15,000	0	0	0	15,000
Total	\$ 410,000	\$ 73,021	\$ -	\$ 73,021	\$ 410,000
Combined Total (2001, 2006, 2012 Elections)	\$ 1,811,000	\$ 1,369,604	\$ 1,051,150	\$ 318,454	\$ 759,850

(a) As of Sep 30, 2013

(b) Includes Public Health and Solid Waste Management

Note: This schedule sets forth the categories of bond authorization approved by the voters in elections held in November of 2001 (the "2001 Election") and November of 2006 (the "2006 Election"), and November of 2012 (the "2012 Election"), the amount of each such authorization approved by City Council for issuance as Commercial Paper Notes, the amount of commercial paper issued as of year-end, and the amount of commercial paper approved but unissued. The City has issued all bonds authorized at the election held in November of 1997.

CITY OF HOUSTON

RETIREE MEDICAL UNFUNDED ACCRUED LIABILITIES

9/30/2013
(amount expressed in millions)

	<u>Date of Most Recent Valuation or Estimate</u>	<u>Present Value of Benefits ⁽²⁾</u>	<u>Unfunded Accrued Liabilities</u>	<u>Annual OPEB Cost ⁽⁴⁾</u>
Entry Age Normal ⁽¹⁾	6/30/2012	\$3,001.2	\$2,089.8 ⁽³⁾	\$214.0

Note (1) Entry Age Normal is a cost method used to identify the value of benefits for the fiscal year 2012
Present Value of Benefits is a measure of total liability at the date of valuation
Both medical and life benefits are included.

Note (2) Total present value of all expected future benefits based on actuarial assumptions
and reflects new plan provisions effective 05/01/2013.

Note (3) Based on Aon Consulting's updated estimate to reflects new plan provisions effective 05/01/2013.

Note (4) The Annual OPEB (Other Post Employment Benefits) Cost is the actuarial calculated annual amount the City should
contribute to fund the unfunded accrued liabilities over 30 years remaining average expected working life.
The City currently funds on a "pay as you go" basis. The City has paid \$9.5 million current fiscal year to date.
For FY2013 the City paid \$34.9 million for the retiree health insurance costs.

CITY OF HOUSTON

PENSION FUND PAYMENTS AND UNFUNDED LIABILITY SUMMARY

9/30/2013

PAYMENTS

(amount expressed in thousands)

	FY2013	FY 2014			
		City Payment Rate	Employee Payment Rate	Adopted Budget	Year to Date Actual
Firefighters Plan					
General Fd. & Other Fds.	\$ 61,966	23.9%	9.00%	\$ 61,592	\$ 14,718
Total Firefighters Plan	<u>61,966</u>			<u>61,592</u>	<u>14,718</u>
Police Plan					
General Fd. & Other Fds.	84,500	Note 1	9.00% / 10.25%	103,000	
Pension Bonds	0			0	23,769
Total Police Plan	<u>84,500</u>			<u>103,000</u>	<u>23,769</u>
Municipal Plan					
General Fund	47,555	Note 2	5% / None	50,892	12,119
Other Funds	65,672	Note 2	5% / None	74,613	17,440
Total Municipal Plan	<u>113,227</u>			<u>125,505</u>	<u>29,559</u>
Total All Three Plans	<u><u>\$259,693</u></u>			<u><u>\$290,097</u></u>	<u><u>\$68,046</u></u>

UNFUNDED ACCRUED LIABILITY AND FUNDED STATUS

	Date of Most Recent Valuation or Estimate	Unfunded Accrued Liability (\$ millions)	Assets as % of Liabilities
Firefighters Plan	7/1/2012	489.6	87.0%
Police Plan	7/1/2012	858.7	81.9%
Municipal Plan	7/1/2012	1,622.7	59.1%

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). The City committed to pay the flat amount of \$84.5 million in FY13.

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

(Fourth Amendment, June 27, 2007, Change in Member Contributions: effective January 1, 2008, new hires do not contribute).

The City committed to the greater of \$108.5M or 21.36% of payroll FY13.

FY2014 FULL TIME EQUIVALENT (FTE) REPORT
(1 FTE Equals 2,088 Hours per year)

	FY2013 Actual	FY2014 Budget	FY2014 (1) September	FY2014 (1) YTD AVG.	Overtime FY2013 Actual	Overtime FY2014 Budget	Overtime (1) FY2014 YTD
ENTERPRISE FUNDS							
Aviation	1,279.5	1,360.0	1,316.6	1,277.9	60.0	50.0	84.6
PW & E - Combined Utility System	2,079.4	2,261.4	2,060.8	2,064.7	158.1	135.4	180.6
TOTAL ENTERPRISE FUNDS	3,358.9	3,621.4	3,377.4	3,342.6	218.1	185.4	265.2
GENERAL FUND							
GENERAL FUND MUNICIPAL							
Administration and Regulatory Affairs	239.6	208.4	198.2	200.3	0.7	1.1	0.3
City Secretary	10.7	12.0	11.0	10.7	0.0	0.0	0.1
Controller's Office	64.9	67.1	66.0	65.7	0.0	0.0	0.0
Council Office	77.7	83.2	72.9	75.9	0.0	0.0	0.0
Finance Department	60.4	112.4	107.2	108.0	0.0	0.0	0.0
Fire Department	117.0	127.0	118.9	118.3	0.4	0.5	0.3
General Services	187.3	194.1	188.3	189.2	6.3	6.4	6.6
Health & Human Services	466.6	484.2	509.4	498.0	4.1	0.0	5.6
Housing & Community Development	2.0	2.0	2.0	2.1	0.0	0.0	0.0
Human Resources	34.4	33.0	30.0	31.6	0.0	0.0	0.0
Information Technology	142.2	155.2	147.8	145.0	2.1	1.7	2.7
Legal	116.4	120.6	118.7	118.4	0.0	0.0	0.0
Library	405.2	484.7	472.1	472.4	0.0	0.0	0.0
Mayor's Office	55.8	59.0	57.2	58.1	0.5	0.2	0.8
Municipal Courts Department	268.6	293.3	291.5	286.8	0.2	0.1	0.0
Neighborhoods	103.3	113.4	99.9	102.1	1.1	0.7	0.2
Office of Business Opportunity	25.1	27.7	26.9	26.9	0.0	0.0	0.0
Parks & Recreation	635.4	695.0	645.4	736.1	9.0	2.7	13.8
Planning & Development	75.2	79.8	77.8	78.2	0.0	0.0	0.0
Police Department	1,160.0	1,127.8	1,115.5	1,109.1	34.9	25.0	31.1
Public Works and Engineering	14.9	15.0	13.4	13.7	0.1	0.1	0.1
Solid Waste Management	442.1	441.2	436.8	432.0	28.9	29.6	24.2
SUBTOTAL MUNICIPAL	4,704.8	4,936.1	4,806.9	4,878.6	88.3	68.1	85.8
GENERAL FUND CADETS							
Fire Department	26.7	143.0	115.9	80.1	0.0	0.0	0.0
Police Department	118.1	102.9	72.0	92.0	0.0	0.0	0.0
SUBTOTAL CADETS	144.8	245.9	187.9	172.1	0.0	0.0	0.0

FY2014 FULL TIME EQUIVALENT (FTE) REPORT
(1 FTE Equals 2,088 Hours per year)

	FY2013 Actual	FY2014 Budget	FY2014 (1) September	FY2014 (1) YTD AVG.	Overtime FY2013 Actual	Overtime FY2014 Budget	Overtime (1) FY2014 YTD
GENERAL FUND CLASSIFIED							
Fire Department	3,768.1	3,741.1	3,664.7 (4)	3,683.4 (4)	243.6	227.6	339.3
Police Department	5,196.1	5,172.0	5,151.3	5,138.5	260.8 (2)	95.6 (2)	227.6
SUBTOTAL CLASSIFIED	8,964.2	8,913.1	8,816.0	8,821.9	504.4	323.2	566.9
TOTAL GENERAL FUND	13,813.8	14,095.1	13,810.8	13,872.6	592.7	391.3	652.7
GRANTS & OTHER FUNDS (3)							
Administration and Regulatory Affairs	158.7	174.1	158.2	159.3	0.8	1.0	0.9
Finance Department	7.7	24.7	5.9	5.0	0.1	0.1	0.0
Fleet Management	257.6	300.9	276.3	272.5	10.1	9.1	11.5
General Services	58.9	60.0	59.1	59.8	0.1	0.8	0.1
Health & Human Services	513.2	146.8	584.1	537.4	2.3	0.7	2.0
Housing & Community Development	159.0	0.0	151.5	173.3	0.0	0.0	0.2
Houston Emergency Center	228.5	242.3	234.3	235.9	14.0	10.4	8.4
Human Resources	200.2	234.6	212.0	212.0	0.6	0.1	0.8
Information Technology	45.5	57.2	50.0	48.0	0.1	0.0	0.0
Legal	47.5	56.9	51.3	51.4	0.0	0.0	0.0
Library	48.2	5.0	21.0	32.2	0.0	0.0	0.0
Mayor's Office	28.5	17.5	26.9	27.6	0.0	0.2	0.1
Municipal Courts Department	35.0	20.0	17.0	22.5	0.0	0.0	0.0
Neighborhoods	50.0	0.0	50.6	50.6	1.1	0.0	0.1
Office of Business Opportunity	2.0	2.0	2.0	2.0	0.0	0.0	0.0
Parks & Recreation	88.1	91.0	81.7	101.3	3.9	4.4	8.2
Planning	11.9	17.5	15.2	15.9	0.0	0.0	0.0
Police Department - Cadet	29.8	0.0	0.0	34.3	0.0	0.0	0.0
Police Department - Classified	65.6	101.0	167.9	172.7	3.0	109.2	6.0
Police Department - Municipal	34.7	102.2	126.5	138.3	1.0 (2)	1.8	3.7
Public Works and Engineering	1,673.6	1,820.0	1,680.0	1,682.6	104.2	84.6	107.8
Solid Waste Management	2.9	3.0	1.0	1.1	0.0	0.0	0.0
TOTAL GRANTS & SPECIAL FUNDS	3,747.1	3,476.7	3,972.5	4,035.7	141.3	222.4	149.8
CITY-WIDE TOTAL	20,919.8	21,193.2	21,160.7	21,250.9	952.1	799.1	1,067.7

(1) YTD numbers measure the periods 07/01/2013 through 9/30/2013.
(2) Includes overtime hours from grants and special funds except Auto Dealers
(3) FY2014 Budget does not include Grant FTEs.
(4) Fire department FTEs do not include classified employees on phasedown.

Fund Descriptions

General Fund (1000)

General Revenues (i.e. property taxes, sales taxes, franchise fees, Municipal Courts fines, etc.) are budgeted and received in the General Fund for the support of most basic city services. Operations and services for public safety, financial services, libraries, solid waste management, health, most parks and recreation services, street traffic control, esplanade mowing and citywide administration are included in the General Fund.

Enterprise Funds

Aviation Operating Fund (8001)

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 (8601)

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: Jesse H. Jones Hall, Bayou Place, Houston Center for The Arts, Gus S. Wortham Center, George R. Brown Convention Center, Tranquility Park garage and Civic Center garage.

Combined Utility System Fund (8300, 8301, 8305)

The Combined Utility System is composed of three separate funds: the Water and Sewer System Operating Fund; the Combined Utility System Operating Fund and the Combined Utility System General Purpose Fund. The fund provides for the operation of the City's treated and untreated water, as well as, receives 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. This fund is administered by the Public Works & Engineering Department.

Risk Management Funds

Health Benefits Fund (9000)

The Health Benefits Fund, an Internal Service Fund administered by the Human Resources Department, was established in 1984 to centralize the financial transactions for the City's benefit plans. Health Benefits Effective May 1, 2011, the City elected to be substantially self-insured and awarded CIGNA a three year contract with two (2) one-year renewal options for 4 new health plans. The new health benefits model is composed of four (4) plans, all of which have heavy emphasis on a wellness component, and includes; 1) a limited network HMO-type plan, 2) an open access PPO-type plan with no out-of-network coverage, 3) a consumer driven high deductible Health Plan (CDHP), partnered with a health reimbursement account, and 4) a specific plan for retirees, mostly those under age 65, who live outside the limited network service area but who live in Texas. Effective 08/01/11, all 65+ Medicare eligible retirees must enroll in the 6 MA plans or opt out. These plans are supported by contributions from the city and participants. The Fund also includes two dental plans, a dental/health maintenance organization (DHMO) and a dental indemnity plan. Both plans are supported exclusively by participants.

Long Term Disability Fund (9001)

The Long Term Disability (LTD) Plan is a self-insured program accounted for as an internal service fund. Established in 1985 and revised in 1996 as part of the Income Protection Plan (IPP) (renamed the Compensable Sick Leave Plan (CSL) in October 1996), the plan provides paid long-term sick leave for City employees.

Property and Casualty Fund (1004)

The Property and Casualty Fund was established to monitor the financial requirements of the Property and Risk Management Programs. This activity is primarily self-funded. The revenue is generated from assessed premiums to the other funds. These premiums are based upon projected expenditures. All risk to the City's assets (except Workers Compensation, Life, Health Benefits, and Long Term Disability) fall within the scope of this fund.

Workers' Compensation Fund (1011)

The Workers' Compensation Fund is a revolving fund administered by the Human Resources Department. The Fund was established to centralize the financial transactions in the areas of Accident Prevention, Loss Control and Workers' Compensation.

Special Revenue Funds

Asset Forfeiture Fund (2202, 2203, 2204)

This fund is administered by the Houston Police Department (HPD). The City receives forfeited funds resulting from HPD's role in drug-related seizures. This fund provides resources beyond HPD's General Fund budget for crime enforcement. Specifically, this fund is used to address the drug problem in a manner consistent with the department's Comprehensive Narcotics Plan.

Auto Dealers Fund (2200)

This fund is budgeted to pay the license fees paid by tow truck drivers and various automotive sales, repair, storage and salvage dealers to finance a portion of the Police Department's enforcement efforts regarding privately owned storage lots. This fund is also administered by the Police Department.

BARC Special Revenue Fund (2427)

BARC (Bureau of Animal Regulation and Care) is authorized to receive funds from any source for the purpose of supporting the maintenance and operation of the City's animal shelter facilities and programs. This fund is administered by the Administration and Regulatory Affairs Department.

Building Inspection Fund (2301)

This fund includes all construction and building permit revenues and expenditures for inspections and permitting activities. Outdoor sign license fees are received in this fund for enforcement of the City's sign ordinance. This fund is administered by the Public Works and Engineering (PWE) Department.

Building (Court) Security Fund (2206)

This Fund was established in FY1997 and is administered by the Municipal Courts Department. This fund includes all security related contractual expenditures and additional security enhancements for the courts. Revenue is generated by the collection of a court fee for each paid conviction as allowed by State law. The mission of the Municipal Court Building Security Fund is to protect the health and welfare of civilians and employees by ensuring that adequate equipment, procedures, and personnel are present at all court facilities.

Cable TV Fund (2401, 2428)

This fund, under certain cable television franchise agreements with the City, receives contributions on a subscriber basis. This fund is used for public access cable television programming and related costs in the Cable Television Special Fund. The Mayor's Office is responsible for administering this fund.

Child Safety Fund (2209)

This fund is used to account for monies received for public, parochial and private school crossing guard programs. Revenues to the fund comes from an assessment of Municipal Court fee's on non-criminal municipal violations and a portion of each vehicle registration authorized by Harris County. The Police Department administers this fund.

Contractors Responsibility (2424)

The Contractors Responsibility Fund was created for the Pay or Play Program (POP), which is administered by the Office of Business Opportunity. The Pay or Play program is designated to foster the health care options for the citizens of Houston and Harris County area, create a level playing field for contractors bidding on City of Houston projects and defray the cost of the local uninsured workforce.

Dedicated Drainage & Street Renewal Fund (2310)

Ordinance 2010-879 requires funding in the amount equivalent to proceeds from \$0.118 of the City's ad valorem tax levy minus an amount equal to debt service for drainage and streets to the Dedicated Drainage & Street Renewal Fund. Total outstanding debt payable from ad valorem taxes (as of December 31, 2012) is \$3.47 billion. The portion of the debt associated with drainage and street improvements is estimated at \$1.69 billion. The Dedicated Drainage and Street Renewal Fund is not technically an enterprise fund, but is grouped with the Combined Utility System for clarity.

Digital Automated Red Light Enforcement Program Fund (2212)

This fund tracks the financial and accounting balances from all penalties and fees collected and all costs associated with the operation and enforcement of the photographic traffic monitoring system. While no new tickets will be issued, this fund remains open while the City collects outstanding penalties and fees and pays the fund's expenses. This fund is administered by the Finance Department.

Digital Houston Fund (2422)

This fund is used by the City of Houston to build a citywide wireless broadband Wi-Fi mesh network that will provide affordable high-speed internet access for residents and visitors to Houston; thus creating a digital future for Houstonians through a digital literacy effort in support of achieving Houston's educational workforce and educational goals. This fund is administered by the Library Department.

Essential Public Health Services (2010)

The Essential Public Health Services Fund was created for the purpose of offsetting costs associated with the administration of Medicaid Transformation Waiver projects and to perform other essential public health services. This fund will capture the costs and reimbursement of the expenses for the projects. The expected reimbursements are for costs that are incurred for the expansion of health and human services.

Forensic Transition Special Fund (2213)

The Forensic Transition Special Fund was created for the transition of forensic operations from the Houston Police Department to the independent Houston Forensics Science Local Government Corporation (LGC). The funds budget covers City of Houston employees that provide services to the Houston Forensic Science LGC.

Health Special Revenue Fund (2002)

Health Special Revenue Fund contains several revenue generating activities that are supported by ordinances, including the following: Consumer Foods Technology Fee, Ambulance Permit Fee, Vital Statics, Geriatric Dental Program, and donated fund for community activities or special events coordinated by Children and Family Services Division and Community Health Services Division.

Historic Preservation Fund (2306)

This fund is administered by the Planning and Development Department and the Houston Public Library. This fund was established in FY2010 to utilize funds set aside from the sale of historic fire stations by the City in FY2009. This fund is used to promote historic preservation programs. It utilizes City funds as seed money to encourage private investment, attract grant funds, and support educational programs that will further preservation efforts in Houston. This fund also provides future funding for the maintenance needs of the historic Julia Ideson Building.

Houston Emergency Center Fund (2205)

This fund consolidates the City's four separate emergency services into one state of the art facility. This fund is administered by the Houston Emergency Center.

Houston TranStar Center Fund (2402)

Houston TranStar Center, formerly known as the Greater Houston Transportation & Emergency Management Center, was built through a cooperative effort among the City of Houston, Harris County, Metropolitan Transit Authority (METRO) and the Texas Department of Transportation (TxDOT). The center houses personnel responsible for and/or involved with transportation and emergency management planning and operations in the Houston/Harris County area. Funding for the center is received from each member agency and is prorated based on occupancy and use of center facilities.

Juvenile Case Manager Fund (2211)

This Fund was established in FY2009 and is administered by the Municipal Courts Department. This fund includes expenditures for the salary, benefits, and operational costs related to the Juvenile Case Manager staff. Revenue is generated by the collection of a court fee for each paid conviction as allowed by State law. The mission of the Juvenile Case Manager Fee Fund is to partner with school districts within the City of Houston in an effort to increase school attendance and reduce truancy through early identification, assessment and prevention services, to enhance the accountability of students and families, and to limit a juvenile's exposure to the criminal justice system.

Laboratory Operation and Maintenance Fund (2008)

The Laboratory Operations and Maintenance Fund is designated for the retention of all revenues from laboratory fees. All laboratory fees charged and revenues collected are to defray the costs associated with the purchase, maintenance, operation, and utilization of City Laboratories, including but not limited to, infrastructure, equipment, supplies, software, and hardware systems, and with performing public health surveillance tests.

Parking Management Fund (8700)

This fund is responsible for managing and providing on-street parking alternatives to the citizens in the Greater Houston area. This fund is administered by the Administration and Regulatory Affairs Department.

Parks Golf Special Fund (2104)

This fund was created to receive all City revenues derived from all City-owned golf facilities, whether operated by the City or private entities, including all related concessions fees, to be used exclusively for the maintenance, operating and improvements of any or all such golf courses.

Parks Special Revenue Fund (2100)

This fund is used to account for revenues and certain expenditures related to operations of the City's municipal golf courses and youth programs. This fund is administered by the Parks and Recreation Department.

Police Special Services Fund (2201)

This fund is used to account for activities that are not covered under the General Fund Budget. The activities include joint police operations, security and traffic control, undercover support services and use of HPD facilities. The Police Department administers this fund.

Recycling Expansion Program Fund (2305)

This fund was created to allocate dedicated funds to be used for the expansion and implementation of the City's Recycling Programs. Efforts include citywide tree waste recycling, additional neighborhood depository sites, curbside recycling and increased education and outreach. These efforts allow the City to improve its current landfill diversion rate. This fund is administered by the Solid Waste Management Department.

Special Waste Fund (2423)

The Health and Human Services Special Waste Fund pertains to fees issuance of permits or registration certificate. The Fats, Oil, and Grease (FOG) section is responsible for the permitting of all special waste generators, transporters and biological pretreaters in the City of Houston. The goal of the FOG program is to prevent the infiltration of fats, oils, and grease into the sanitary sewer, and to assure that the City's infrastructure and the health of the citizens are protected.

Supplemental Environmental Protection Fund (2404)

This fund is for the advancement of the goals of clean air and water and to enhance the community environment impacted by criminal environmental violators. This fund is administered by the Police Department.

Swimming Pool Safety Fund (2009)

This fund receives proceeds from enforcing municipal, state and federal pool and spa safety standards. State and federal pool and safety standards apply to all pools and spas serving more than two dwellings; in accordance with the requirements, operators of pool and spas at apartment or condominium projects are required to obtain permits and to comply with the standards. The fees collected in pursuant of swimming pool and spa safety are used for the purposes of activities related to permitting, inspecting, monitoring, abating, controlling, educating and enforcement of municipal, state and federal standards. This fund is administered by the Health and Human Services Department.

Technology Fee Fund (2207)

This Fund was established in FY2001 and is administered by the Municipal Courts Department. This fund includes expenditures for hardware/software maintenance and support, and debt repayment for the court's current case management system (ICMS). The final debt service payment is planned for FY14. Revenue is generated by the collection of a court fee for each paid conviction as allowed by State law. The purpose of the fund is to finance technological enhancements for the Municipal Courts and maintain systems to operate in an efficient manner.