



OFFICE OF THE CITY CONTROLLER
CITY OF HOUSTON
TEXAS

CHRIS B. BROWN

To: Mayor Sylvester Turner
City Council Members

From: Chris B. Brown
City Controller

Date: February 28, 2020

Subject: January 2020
Financial Report

Attached is the Monthly Financial Report for the period ending January 31, 2020.

GENERAL FUND

The Controller's Office is projecting an ending fund balance of \$196 million for FY2020. This is \$10 million lower than the projection of the Finance Department. The difference is due to a \$10 million lower revenue projection from the Finance Department. Based on our current projections, the fund balance will be \$35 million above the City's target of holding 7.5% of total expenditures, excluding debt service and Pay As You Go (PAYGO), in reserve.

Our revenue projection increased by \$7 million from the December 2019 report mainly due to the following:

- Sales Tax revenue increased by \$5.7 million, reflecting higher than expected receipts in December.
- Sale of Capital Assets increased by \$665,000 due to higher than anticipated easement sales.

Expenditure estimates mostly remained unchanged and is \$8.8 million higher than the Adopted Budget.

ENTERPRISE FUNDS

We are projecting no material changes in the Enterprise Funds this month.

**Mayor Sylvester Turner
City Council Members
January Monthly Financial Report**

COMMERCIAL PAPER AND BONDS

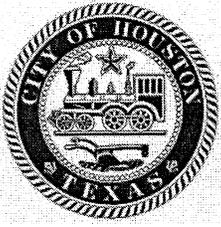
The City's practice has been to maintain no more than 20% of the total outstanding debt for each type of debt in a variable rate structure. As of January 31, 2020, the ratio of unhedged variable rate debt for each type of outstanding debt was:

General Obligation	1.91%
Combined Utility System	0.96%
Aviation	6.74%
Convention and Entertainment	1.47%

Respectfully submitted,



Chris B. Brown
City Controller



CITY OF HOUSTON

Finance Department

Sylvester Turner

Mayor

Finance Department
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To: Mayor Sylvester Turner
City Council Members

Date: February 28, 2020

Subject: 7+5 Financial Report

Attached is the 7+5 Financial Report for the period ending January 31, 2020. Fiscal Year 2020 projections are based on seven months of actual results and five months of projections.

General Fund

Our revenue projection is \$6.5 million higher than the Adopted Budget and \$1.0 million higher than the 6+6 Report. The variance from the prior month's projections is primarily due to:

- \$665,000 increase in Sale of Capital Assets to reflect higher than anticipated easement sales,
- \$326,000 increase in Intergovernmental due to higher than anticipated 1115 Health Waiver Program reimbursement. As a result, expenditures will also increase.

General Fund Revenues (amounts expressed in thousands)

Category	FY2019 Actual	FY20 Adopted Budget	FY20 Current Projection	FY20 Variance Over/(Under)
Property Tax	\$1,190,243	\$1,215,687	\$1,215,687	-
Sales Tax	692,271	694,567	702,567	8,000
Franchise Fees	179,640	158,411	158,411	-
Other	394,128	349,316	347,798	(1,518)
Total	\$2,456,282	\$2,417,981	\$2,424,463	6,482

Our expenditure projection is \$8.8 million higher than the Adopted Budget and \$326,000 higher than the 6+6 Report to reflect increase in Houston Health Department due to higher than anticipated reimbursement for 1115 Health Waiver Program.

General Fund Expenditures (amounts expressed in thousands)

Category	FY2019 Actual	FY20 Adopted Budget	FY20 Current Projection	FY20 Variance Over/(Under)
Police	\$861,974	\$899,879	\$903,477	3,598
Fire	523,617	507,076	507,028	(48)
Other Departments	687,081	724,936	730,229	5,293
Debt Service/PAYGO	389,627	399,203	399,203	-
Total	\$2,462,299	\$2,531,094	\$2,539,937	8,843

We are currently projecting an ending fund balance of \$205.5 million, which is \$665,000 higher than the 6+6 Report and 9.6% of estimated expenditures less debt service and pay-as-you-go (PAYGO).

Fund Balance (amounts expressed in thousands)

Category	FY2019 Actual	FY20 Adopted Budget*	FY20 Current Projection	FY20 Variance Over/(Under)
Fund Balance - Beginning of Year	\$328,347	\$299,212	\$321,439	22,227
Changes to Designated Fund Balance	-	(452)	(452)	-
Budgeted Increase/(Decrease) in Fund Balance	(6,017)	(113,114)	(115,474)	(2,360)
Change in Inventory/Prepaid Items/Imprest Cash	(891)	-	-	-
Fund Balance, End of Year	\$321,439	\$185,646	\$205,513	\$19,867
% of Expenditures Less Debt Service and PAYGO	15.5%	8.7%	9.6%	0.9%

* The estimated beginning fund balance at the time of budget adoption.

A summary of all variances from the Adopted Budget that have been reported year-to-date is included in the attachment to this letter.

Enterprise, Special Revenue and Other Funds

We are projecting the following forecast changes in the Enterprise Funds, Special Revenue Funds and other funds from the 6+6 Report.

Asset Forfeiture Fund

Revenues increased by \$466,000 primarily due to higher than anticipated confiscations.

Essential Public Health Services Fund

Revenues increased by \$886,000 due to higher than anticipated 1115 Waiver Program reimbursement.

Sincerely,

A handwritten signature in black ink, appearing to read "Tantri Emo". The signature is written in a cursive, flowing style.

Tantri Emo

Director



General Fund (Fund 1000)
 (amounts expressed in thousands)

Finance - Major Variances from Adopted Budget

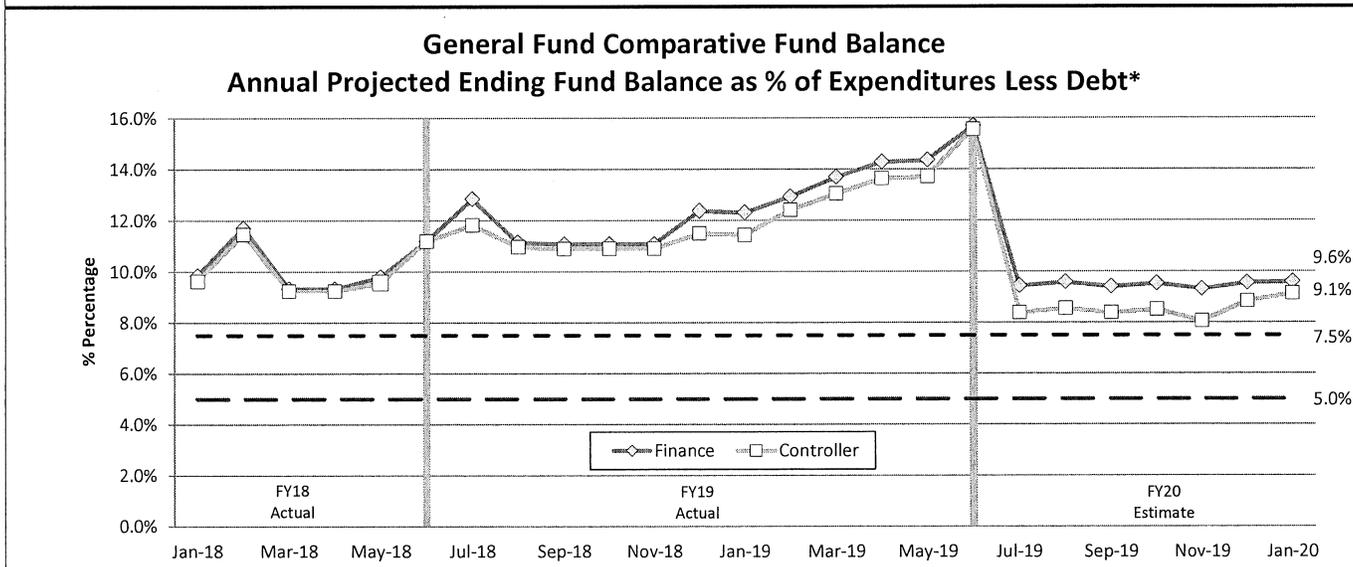
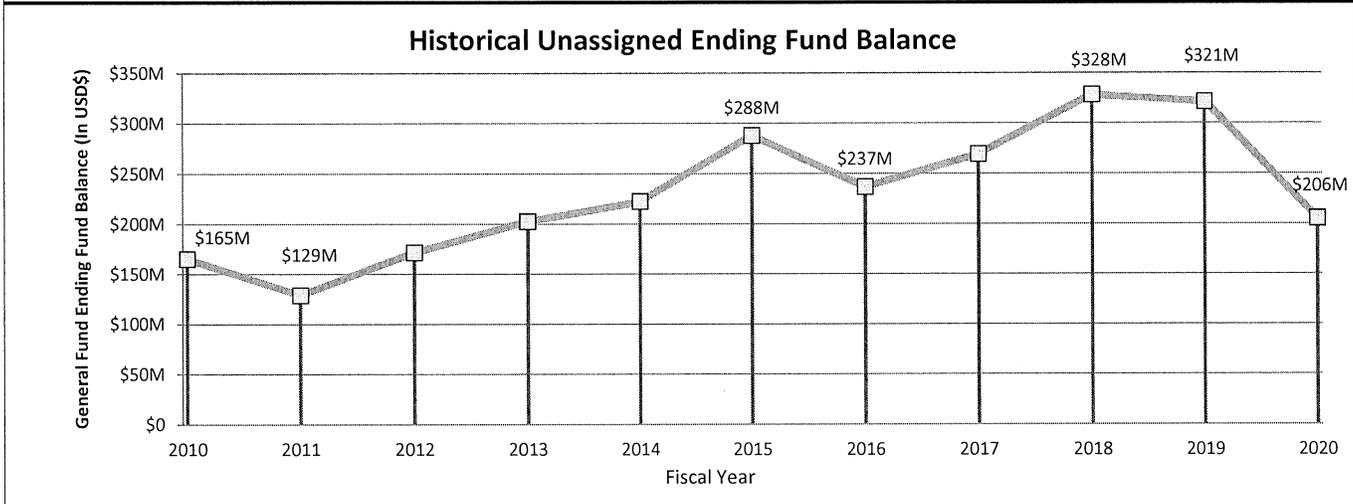
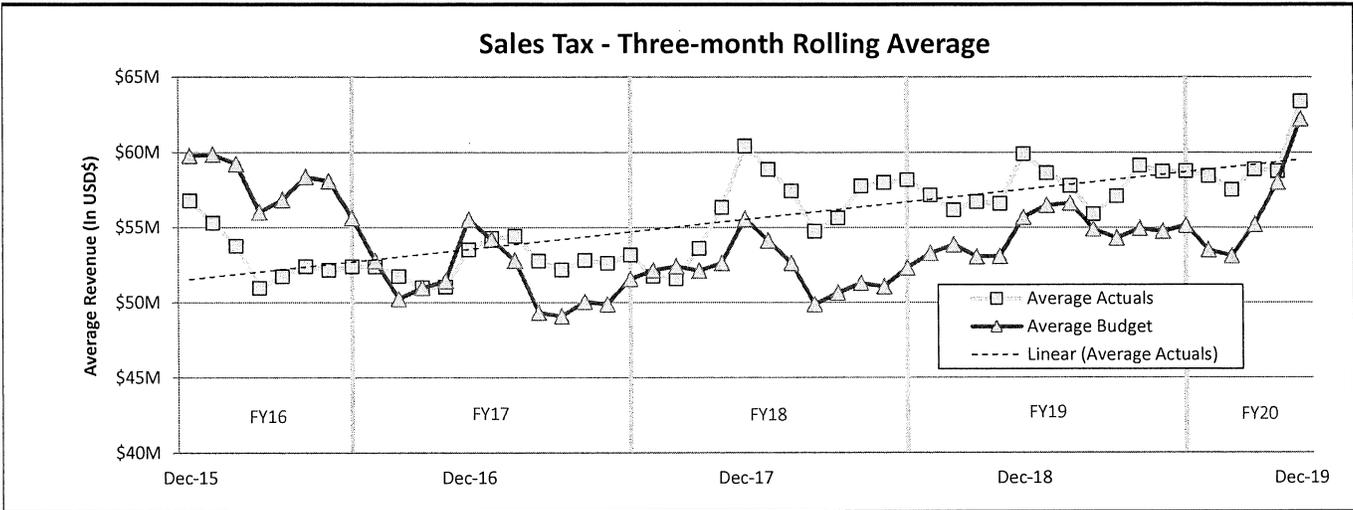
<u>Revenues</u>		Variance Over/(Under)*
Month Reported	Revenue Detail	
November	Intergovernmental	
	Decrease in Ambulance Supplemental Payment Program (ASPP) reimbursement	(9,594)
	Charges for Services	
	Increase due to higher than anticipated ambulance fees collections	5,000
December	Sales Tax	
	Increase due to higher than anticipated sales tax receipts	8,000
	Sale of Capital Assets	
	Increase to reflect higher than anticipated easement sales	1,227
	Transfers from Other Funds	
	Increase due to reimbursement receipts from FEMA for damaged refuse disposal carts during Hurricane Harvey	857
January	Intergovernmental	
	Increase due to higher than anticipated 1115 Health Waiver Program reimbursements	326
	Sale of Capital Assets	
	Increase to reflect higher than anticipated easement sales	665
Total Revenues		6,481
Fund Balance		
Additional Beginning Fund Balance		22,227
Total Financial Resources		28,708
<u>Expenditures</u>		
Month Reported	Expenditure Detail	
July	Public Safety	
	Increase in Police overtime to enhance public safety	1,500
December	Decrease in Fire to reflect vacancy savings	(227)
	Increase in Police due to Microsoft Cloud software purchase	1,752
	Increase in Police due to Tropical Storm Imelda response	261
September	Total Public Safety	3,286
	Other Adjustments	
	Increase in City Council to reflect prior year unutilized Council District Service Fund	1,252
	Increase in Solid Waste Department to reflect recycling collection services	790
	Increase in General Government to reflect consultants for managed competition	200
	Increase in various departments to reflect funding allocation for unspent City Council funds from prior year	413
	Decrease in various departments to reflect vacancy savings	(3,346)
December	Increase in Solid Waste Department to reflect unanticipated Tropical Storm Imelda costs	1,800
	Increase in Solid Waste Department to reflect trash removal activities to prevent mosquito and disease control	1,407
	Increase in Solid Waste Department to reflect compensation plan adjustments	935
	Increase in Solid Waste Department to reflect refuse disposal carts purchase reimbursed from FEMA	846
	Increase in Houston Public Library to restore frontline vacant positions	461
	Increase in Parks and Recreation Department to maintain and improve historic buildings in Sam Houston Park	350
	Other Adjustments	126
January	Increase in Houston Health Department due to higher than anticipated reimbursement for 1115 Health Waiver Program	326
Total Other Adjustment		5,560
Total Expenditures		8,846

*Total may reflect slight variances due to rounding.



General Fund (Fund 1000)

Sales Tax Growth and Comparative Fund Balance



*According to the financial policies, Ordinance 2014-1078, the City is required to maintain an ending fund balance equal to 7.5% of expenditures before debt service and pay-as-you-go (PAYGO).



General Fund (Fund 1000)
 For the period ended January 31, 2020
 (amounts expressed in thousands)

Actual YTD
 Current Budget

	FY2020								
	FY2019 Actual	Adopted Budget	Current Budget	Controller's Projection	Finance Projection	Actual YTD	Controller - Finance Variance		
Revenues									
General Property Taxes	1,190,243	1,215,687	1,215,687	1,215,745	1,215,687	965,959	58		✓
Industrial Assessments	19,755	19,550	19,550	19,000	19,550	33	(550)		✓
Sales Tax	692,271	694,567	694,567	700,281	702,567	409,657	(2,286)		✓
Other Taxes	18,248	19,024	19,024	18,750	19,024	9,598	(274)		✓
Electric Franchise	100,590	100,774	100,774	100,450	100,774	58,397	(324)		✓
Telephone Franchise	37,501	25,220	25,220	23,050	25,220	17,225	(2,170)		✓
Gas Franchise	12,324	12,386	12,386	12,000	12,386	7,225	(386)		✓
Other Franchise	29,225	20,031	20,031	17,665	20,031	14,006	(2,366)		✓
Licenses and Permits	35,301	33,969	33,969	33,969	33,969	19,269	-		✓
Intergovernmental	60,205	61,051	61,051	51,783	51,783	22,392	-		✓
Charges for Services	63,839	58,352	58,352	63,059	63,353	40,473	(294)		✓
Direct Interfund Services	62,214	63,249	63,249	63,249	63,249	34,706	-		✓
Indirect Interfund Services	26,603	27,691	27,691	27,691	27,691	14,484	-		✓
Municipal Courts Fines and Forfeits	21,702	22,572	22,572	22,100	22,572	10,502	(472)		✓
Other Fines and Forfeits	3,933	3,965	3,965	3,500	3,965	1,715	(465)		✓
Interest	11,802	9,011	9,011	9,011	9,011	3,663	-		✓
Miscellaneous/Other	23,844	13,607	13,607	13,358	13,607	7,017	(249)		✓
Total Revenues	2,409,600	2,400,706	2,400,706	2,394,661	2,404,439	1,636,321	(9,778)		✓
Expenditures									
Administration & Regulatory Affairs	28,378	29,671	29,671	29,245	29,245	15,337	-		✓
City Council	9,902	10,694	10,694	11,946	11,946	4,833	-		✓
City Secretary	824	957	957	1,029	1,029	604	-		✓
Controller	7,862	8,467	8,467	8,467	8,467	4,323	-		✓
Finance	16,522	18,881	18,888	17,913	17,913	10,591	-		✓
Fire	523,617	507,076	507,255	507,028	507,028	290,899	-		✓
General Services	41,975	45,197	45,097	45,097	45,097	19,729	-		✓
Housing and Community Development	612	516	516	516	516	371	-		✓
Houston Emergency Center	9,762	9,617	9,617	9,617	9,617	2,404	-		✓
Houston Health Department	58,525	58,540	58,540	58,866	58,866	37,169	-		✓
Houston Public Works	30,914	32,083	32,083	31,973	31,973	14,464	-		✓
Human Resources	2,598	2,566	2,566	2,128	2,128	1,350	-		✓
Information Technology	16,114	6,779	6,779	6,779	6,779	3,428	-		✓
Legal	14,493	15,455	15,455	14,767	14,767	8,480	-		✓
Library	40,560	42,048	42,048	42,509	42,509	23,457	-		✓
Mayor's Office	7,341	7,434	7,534	7,534	7,534	4,503	-		✓
Municipal Courts	28,464	29,832	29,832	29,712	29,712	16,034	-		✓
Neighborhoods	10,909	11,209	11,252	11,252	11,252	5,888	-		✓
Office of Business Opportunity	2,942	3,562	3,562	3,616	3,616	2,001	-		✓
Parks and Recreation	74,956	78,557	78,615	78,375	78,375	39,927	-		✓
Planning and Development	3,366	4,337	4,337	4,337	4,337	2,212	-		✓
Police	861,974	899,879	899,964	903,477	903,477	528,374	-		✓
Solid Waste Management	87,716	84,957	84,997	90,773	90,773	52,895	-		✓
Total Departmental Expenditures	1,880,326	1,908,312	1,908,725	1,916,955	1,916,955	1,089,273	-		✓
General Government	192,346	223,579	223,166	223,779	223,779	104,202	-		✓
Total Expenditures Other Than Debt	2,072,672	2,131,891	2,131,891	2,140,734	2,140,734	1,193,475	-		✓
Other Adjustments*	(3,384)	(5,200)	(5,200)	(5,200)	(5,200)	-	-		✓
Captured Revenue Transfer to DDSRF	47,422	47,103	47,103	47,103	47,103	-	-		✓
Debt Service Transfer	345,589	357,300	357,300	357,300	357,300	-	-		✓
Total Expenditures and Other Uses	2,462,299	2,531,094	2,531,094	2,539,937	2,539,937	1,193,475	-		✓
Net Current Activity	(52,699)	(130,388)	(130,388)	(145,276)	(135,498)	442,846	(9,778)		✓
Other Financing Sources (Uses)									
Transfers from Other Funds	20,660	15,099	15,099	15,956	15,956	6,867	-		✓
Sale of Capital Assets	26,022	2,176	2,176	4,068	4,068	4,030	-		✓
Total Other Financing Sources (Uses)	46,682	17,275	17,275	20,024	20,024	10,899	-		✓
Fund Balances									
Fund Balance - Beginning of Year	328,347	321,439	321,439	321,439	321,439	321,439	-		✓
Changes to Designated Fund Balance**	-	(452)	(452)	(452)	(452)	-	-		✓
Budgeted Increase/(Decrease) in Fund Balance	(6,017)	(113,113)	(113,113)	(113,113)	(113,113)	453,745	-		✓
Change in Inventory/Prepaid Items/Imprest Cash	(891)	-	-	-	-	-	-		✓
(Budgeted Gap)/Increase in Fund Balance***	-	-	-	(12,139)	(2,361)	-	(9,778)		✓
Fund Balance, End of Year****	321,439	207,874	207,874	195,735	205,513	775,184	(9,778)		✓

*Adjustments includes debt prepayment from Building Inspection Fund.

**The total designation for the Budget Stabilization Fund is approximately \$11.3 million. \$20 million was transferred to the Disaster Recovery Fund in FY2018, \$10 million remains in the Disaster Recovery Fund.

***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.

****According to the financial policies, Ordinance 2014-1078, the City is required to maintain an ending fund balance equal to 7.5% of expenditures less Debt Service and Pay-As-You-Go (PAYGO) which is \$160,555 based on current projections. The City will be \$35,180 above 7.5% based on the Controller's Projections for FY2020.

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

Total may reflect slight variances due to rounding.





Fund Summary - Other Funds

For the period ended January 31, 2020

(amounts expressed in thousands)

	Beginning of Year Fund Balance	Revenues*				Controller's Projection	Finance Projection	Finance	Controller
		FY2019 Actual	FY2020 Current Budget	FY2020 Actual YTD					
Enterprise									
Aviation		518,711	545,410	319,747	545,410	545,410	✓	✓	
Convention and Entertainment Facilities		97,383	100,606	66,228	100,606	100,606	✓	✓	
Combined Utility System		1,119,041	1,184,897	701,848	1,194,897	1,194,897	✓	✓	
Dedicated Drainage & Street Renewal**	68,738	218,115	221,110	65,919	221,110	221,110	✓	✓	
Storm Water**	6,604	55,837	66,020	23,633	66,020	66,020	✓	✓	
Risk Management									
Health Benefits	37,106	393,407	411,789	234,326	411,789	411,789	✓	✓	
Long-Term Disability	2,535	289	1,448	858	1,448	1,448	✓	✓	
Property and Casualty	73	30,529	49,750	7,018	49,750	49,750	✓	✓	
Worker's Compensation	-	28,870	31,628	17,702	31,628	31,628	✓	✓	
Special Revenue									
Asset Forfeiture Fund	7,547	7,104	4,904	5,369	5,369	5,369	✓	✓	
Auto Dealers Special Revenue Fund	2,103	8,015	7,653	4,266	7,653	7,653	✓	✓	
BARC Special Revenue Fund	3,106	11,415	11,361	5,824	11,361	11,361	✓	✓	
Bayou Greenway 2020 Fund	1,038	1,435	1,381	718	1,381	1,381	✓	✓	
Building Inspection Special Fund	34,728	89,379	87,717	53,439	87,717	87,717	✓	✓	
Cable Television Special Fund	3,863	5,020	4,833	1,051	4,833	4,833	✓	✓	
Child Safety Fund	85	3,521	3,420	1,920	3,420	3,420	✓	✓	
Contractors Responsibility Fund	2,535	510	495	452	495	495	✓	✓	
Essential Public Health Services Fund	7,062	13,879	13,016	13,894	13,902	13,902	✓	✓	
Forensic Transition Special Fund	27	1,424	943	235	943	943	✓	✓	
Health Special Revenue Fund	5,303	4,122	3,726	2,452	3,726	3,726	✓	✓	
Historic Preservation Fund	1,887	303	286	193	286	286	✓	✓	
Houston Emergency Center Fund	5,467	25,383	26,574	9,394	26,574	26,574	✓	✓	
Houston Transtar Center Fund	2,707	3,181	3,083	1,640	3,083	3,083	✓	✓	
Laboratory Operations & Maintenance Fund	194	416	525	257	525	525	✓	✓	
Local Truancy Prevention & Diversion Fund	957	1,119	1,180	559	1,180	1,180	✓	✓	
Maintenance Renewal & Replacement Fund	8,228	21,116	24,461	12,369	24,556	24,556	✓	✓	
Municipal Court Building Security Fund	93	564	597	283	597	597	✓	✓	
Municipal Court Technology Fee Fund	2,329	1,088	1,127	597	1,127	1,127	✓	✓	
Municipal Jury Fund	-	-	-	-	2	2	✓	✓	
Parking Management Fund	2,112	21,049	20,985	10,781	20,985	20,985	✓	✓	
Parks Golf Special Fund	726	4,232	5,382	1,800	5,382	5,382	✓	✓	
Parks Special Revenue Fund	3,150	2,165	2,214	1,148	2,214	2,214	✓	✓	
Planning & Development Special Rev. Fund	5,516	7,913	7,311	4,812	7,382	7,382	✓	✓	
Police Special Services Fund	6,432	9,538	7,706	3,292	7,706	7,706	✓	✓	
Recycling Revenue Fund	864	4,185	4,248	224	4,248	4,248	✓	✓	
Special Waste Transportation & Inspection Fund	1,957	4,475	4,496	2,611	4,496	4,496	✓	✓	
Swimming Pool Safety Fund	765	1,325	1,279	669	1,279	1,279	✓	✓	
Tourism Promotion Special Revenue Fund	2,395	19,487	20,014	9,852	20,114	20,114	✓	✓	

* Revenues include non-operating revenues

** Dedicated Drainage Fund and Storm Water Fund are not technically Enterprise Funds, but are grouped with the Combined Utility System for clarity

⚠ Indicates projected revenues are 5% or \$5M less than Current Budget



Fund Summary - Other Funds

For the period ended January 31, 2020

(amounts expressed in thousands)

	Expenditures*					Net Current Activity (Proj.)	End of Year Fund Balance (Proj.)	Finance	Controller
	FY2019 Actual	FY2020 Current Budget	FY2020 Actual YTD	Controller's Projection	Finance Projection				
Enterprise									
Aviation	500,332	545,410	259,712	545,410	545,410	-		✓	✓
Convention and Entertainment Facilities	99,674	105,104	65,979	105,104	105,104	(4,498)		✓	✓
Combined Utility System	1,132,796	1,232,818	614,003	1,230,773	1,230,773	(35,876)		✓	✓
Dedicated Drainage & Street Renewal**	214,765	258,519	111,070	258,519	258,519	(37,409)	31,329	✓	✓
Storm Water**	56,460	72,118	25,610	71,425	71,425	(5,404)	1,200	✓	✓
Risk Management									
Health Benefits	385,530	410,635	221,016	410,635	410,635	1,154	38,260	✓	✓
Long-Term Disability	1,844	1,390	762	1,390	1,390	58	2,593	✓	✓
Property and Casualty	30,538	49,750	9,356	49,750	49,750	-	73	✓	✓
Worker's Compensation	28,870	31,628	17,396	31,628	31,628	-	-	✓	✓
Special Revenue									
Asset Forfeiture Fund	5,877	8,950	3,501	8,950	8,950	(3,581)	3,966	✓	✓
Auto Dealers Special Revenue Fund	7,984	8,614	4,836	8,614	8,614	(961)	1,142	✓	✓
BARC Special Revenue Fund	11,134	13,481	6,696	13,481	13,481	(2,120)	986	✓	✓
Bayou Greenway 2020 Fund	1,095	1,423	509	1,423	1,423	(42)	996	✓	✓
Building Inspection Special Fund	88,380	110,164	46,612	110,164	110,164	(22,447)	12,281	✓	✓
Cable Television Special Fund	3,981	4,949	1,666	4,949	4,949	(115)	3,748	✓	✓
Child Safety Fund	3,556	3,420	(1,079)	3,420	3,420	-	85	✓	✓
Contractors Responsibility Fund	1,112	1,892	150	1,892	1,892	(1,397)	1,138	✓	✓
Essential Public Health Services Fund	22,598	20,019	8,783	20,019	20,019	(6,117)	945	✓	✓
Forensic Transition Special Fund	1,403	943	410	943	943	-	27	✓	✓
Health Special Revenue Fund	5,087	6,389	2,721	6,389	6,389	(2,663)	2,640	✓	✓
Historic Preservation Fund	237	572	99	572	572	(286)	1,601	✓	✓
Houston Emergency Center Fund	25,118	29,449	15,013	29,449	29,449	(2,875)	2,592	✓	✓
Houston Transtar Center Fund	2,048	3,261	1,216	3,156	3,156	(73)	2,634	✓	✓
Laboratory Operations & Maintenance Fund	495	569	264	569	569	(44)	150	✓	✓
Local Truancy Prevention & Diversion Fund	824	1,473	458	1,473	1,473	(293)	664	✓	✓
Maintenance Renewal & Replacement Fund	20,047	24,828	9,314	24,828	24,828	(72)	7,956	✓	✓
Municipal Court Building Security Fund	590	660	227	660	660	(63)	30	✓	✓
Municipal Court Technology Fee Fund	764	1,219	880	1,219	1,219	(92)	2,237	✓	✓
Municipal Jury Fund	-	-	-	-	-	2	2	✓	✓
Parking Management Fund	21,047	21,938	9,944	21,938	21,938	(953)	1,159	✓	✓
Parks Golf Special Fund	4,781	5,634	3,074	5,634	5,634	(252)	474	✓	✓
Parks Special Revenue Fund	5,931	3,002	1,064	3,002	3,002	(788)	2,362	✓	✓
Planning & Development Special Rev. Fund	6,172	9,006	3,572	9,006	9,006	(1,624)	3,892	✓	✓
Police Special Services Fund	7,890	12,293	3,829	12,293	12,293	(4,587)	1,845	✓	✓
Recycling Revenue Fund	4,848	4,434	646	4,434	4,434	(186)	678	✓	✓
Special Waste Transportation & Inspection Fund	5,224	5,359	2,753	5,359	5,359	(862)	1,095	✓	✓
Swimming Pool Safety Fund	1,356	1,475	727	1,475	1,475	(196)	569	✓	✓
Tourism Promotion Special Revenue Fund	19,684	20,106	9,376	20,206	20,206	(92)	2,303	✓	✓

* Expenditures include non-operating expenditures

** Dedicated Drainage Fund and Storm Water Fund are not technically Enterprise Funds, but are grouped with the Combined Utility System for clarity

† Indicates projection exceeds 5% or \$5M of budget expenditures

City of Houston, Texas
Commercial Paper Issued and Available
For the period end January 31, 2020
(amounts expressed in millions)

COMMERCIAL PAPER	Draws FY20	Draws Month	Refunded FY20	Amount Available to be Drawn	Amount Outstanding
General Obligation					
<i><u>Voter Authorized 2001 & 2006 & 2012 Election</u></i>					
Series G-1	0.00	0.00	0.00	75.00	0.00
Series G-2	5.00	0.00	65.00	125.00	0.00
Series H-2	30.00	0.00	40.00	70.00	30.00
Series J	0.00	0.00	0.00	125.00	0.00
<i><u>Non-Voter Authorized</u></i>					
Series E1-Equipment & Capital	15.00	0.00	40.00	75.00	25.00
Series E2- Equipment & Capital	43.90	5.00	5.00	41.10	28.90
Series E2- Metro Street Projects	0.00	0.00	0.00	30.00	0.00
Series K-1	0.00	0.00	0.00	200.00	0.00
Series K-2	0.00	0.00	0.00	100.00	0.00
Total General Obligation	93.90	5.00	150.00	841.10	83.90
Combined Utility System					
Series B-1	65.00	20.00	40.00	35.00	65.00
Series B-2	0.00	0.00	0.00	75.00	0.00
Series B-3	0.00	0.00	60.00	75.00	0.00
Series B-4	0.00	0.00	85.00	100.00	0.00
Series B-5	0.00	0.00	0.00	250.00	0.00
Series B-6	85.00	0.00	85.00	100.00	0.00
Total Combined Utility System	150.00	20.00	270.00	635.00	65.00
Airport System					
Series A&B	53.50	5.00	0.00	48.03	101.97
Total Airport System	53.50	5.00	0.00	48.03	101.97
Convention & Entertainment					
Series A	0.00	0.00	43.00	75.00	0.00
Series B	0.00	0.00	0.00	50.00	0.00
Total Convention and Entertainment	0.00	0.00	43.00	125.00	0.00
Totals	\$297.40	\$30.00	\$463.00	\$1,649.13	\$250.87

City of Houston, Texas
Total Outstanding Debt
For the period end January 31, 2020
(amounts expressed in thousands)

	January 31, 2020	January 31, 2019
Payable from Ad Valorem Taxes		
Public Improvement Bonds ^(a)	2,287,475	2,195,915
Commercial Paper Notes ^(b)	83,900	120,000
Pension Obligations	1,536,930	1,576,435
Certificates of Obligations	13,535	14,670
Subtotal	3,921,840	3,907,020
Payable from Sources Other Than Ad Valorem Taxes		
Combined Utility System		
Combined Utility System Revenue Bonds	6,063,225	5,928,790
Combined Utility System Commercial Paper Notes ^(c)	65,000	85,000
Water and Sewer System Revenue Bonds ^(d)	161,478	175,443
Contract Revenue Obligations - CWA	56,955	64,300
Combined Utility System Subordinate Lien	430,805	441,895
Airport System		
Airport System Subordinate Lien	1,855,340	1,935,450
Airport System Sr. Lien Commercial Paper Notes ^(e)	101,970	34,473
Airport Special Facilities Revenue Bonds ^(f)	923,290	929,250
Hotel Occupancy Tax and Civic Parking		
Facilities Revenue Bonds ^(g)	606,659	575,096
Hotel Occupancy Tax And Parking Revenue		
Flexible Rate Notes, Series A&B (h)	0	75,000
Subtotal	10,264,722	10,244,697
Total Debt Payable by the City	\$14,186,562	\$14,151,717

- (a) In Nov 2001 voters authorized \$776 million in tax bonds. In Nov 2006 voters authorized \$625 million in tax bonds. In Nov 2012 voters authorized \$410 million in tax bonds. In Nov 2017 voters authorized \$495 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: \$125 million, H-2: \$100 million, J: \$125 million, K1: \$200 million and K2: \$100 million.
- (c) The City has authorized \$700 million in Combined Utility System Commercial Paper Notes.
- (d) As of January 2020, total outstanding includes \$111.48 million accreted value of capital appreciation bonds.
- (e) City Council has authorized Airport Senior Lien Commercial Paper Notes Series A&B with \$150 million of appropriation capacity. In May 2016 the Airport Inferior Lien appropriation facilities was also increased from \$225 million to \$450 million.
- (f) The City of Houston is not legally obligated for payment of the debt service for the Special Facilitated Revenue Bonds. All Special Facility Revenue Bonds are secured solely from Special Facility Lease Revenues.
- (g) As of January 2020, total outstanding includes \$160.32 million accreted value of capital appreciation bonds.
- (h) The City authorized \$75 million of Subordinate Lien Hotel Occupancy Tax and Parking Revenue Flexible Rate Notes, Series A October 2017, and authorized \$50 million of Subordinate Lien Hotel Occupancy Tax and Parking Revenue Flexible Rate Notes, Series B in May 2019.

City of Houston, Texas
Voter-Authorized Obligations
For the period end January 31, 2020
(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	\$ 471,300	\$ 2,700	\$ 2,700
Parks and Recreation	\$ 80,000	\$ 80,000	\$ 80,000	-	-
Police and Fire Departments	\$ 82,000	\$ 82,000	\$ 82,000	-	-
Permanent and General Improvements ^(b)	\$ 80,000	\$ 80,000	\$ 80,000	-	-
Public Libraries	\$ 40,000	\$ 40,000	\$ 40,000	-	-
Low Income Housing	\$ 20,000	\$ 20,000	\$ 20,000	-	-
Total	776,000	776,000	773,300	2,700	2,700
November 2006 Election					
Streets, Bridges, Traffic Control	\$ 320,000	\$ 219,950	\$ 75,565	\$ 144,385	\$ 244,435
Parks and Recreation	\$ 55,000	\$ 55,000	\$ 55,000	-	-
Public Safety	\$ 135,000	\$ 135,000	\$ 135,000	-	-
Permanent and General Improvements ^(b)	\$ 60,000	\$ 60,000	\$ 60,000	-	-
Public Libraries	\$ 37,000	\$ 37,000	\$ 37,000	-	-
Low Income Housing	\$ 18,000	\$ 18,000	\$ 6,031	\$ 11,969	\$ 11,969
Total	625,000	524,950	368,596	156,354	256,404
November 2012 Election					
Streets, Bridges, Traffic Control	\$ -	\$ -	\$ -	\$ -	\$ -
Parks and Recreation	\$ 166,000	\$ 166,000	\$ 93,593	72,407	72,407
Public Safety	\$ 144,000	\$ 144,000	\$ 93,175	50,825	50,825
Permanent and General Improvements ^(b)	\$ 57,000	\$ 57,000	\$ 36,616	20,384	20,384
Public Libraries	\$ 28,000	\$ 28,000	\$ 28,000	0	0
Low Income Housing	\$ 15,000	\$ 6,188	\$ 1,008	5,180	13,992
Total	410,000	401,188	252,392	148,796	157,608
November 2017 Election					
Streets, Bridges, Traffic Control	\$ -	-	\$ -	\$ -	\$ -
Parks and Recreation	\$ 104,000	40,357	\$ -	40,357	104,000
Public Safety	\$ 159,000	51,455	\$ -	51,455	159,000
Permanent and General Improvements ^(b)	\$ 109,000	65,978	\$ -	65,978	109,000
Public Libraries	\$ 123,000	42,503	\$ 1,000	41,503	122,000
Low Income Housing	\$ -	-	\$ -	-	-
Total	495,000	200,293	1,000	199,293	494,000
Combined Total (2001, 2006, 2012 and 2017 Elections)	\$ 2,306,000	\$ 1,902,431	\$ 1,395,288	\$ 507,143	\$ 910,712

(a) As of January 31, 2020

(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"), and November of 2017 (the "2017 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.

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 Airport. 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 five major entertainment centers and city-owned parking garages: Jesse H. Jones Hall, Bayou Place, Gus S. Wortham Center, George R. Brown Convention Center and Theater District 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.

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.

Storm Water Fund (2302)

This fund receives revenue from the Combined Utility System Fund and Dedicated Drainage and Street Renewal Fund. Funds are transferred to this fund to support storm water drainage operation and maintenance activities. The core purpose is to provide the best level of maintenance to the storm water infrastructure with the resources provided and to maintain flow of storm water free of debris and foreign objects that cause flooding.

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)

This fund is used to account for the long-term sick leave benefits for eligible City employees. The LTO Fund is funded solely by the City through premiums charged to the departments based on the number of employees covered by the plan. Such premiums cover the cost of all benefits (claims) to the employees and third party administrative fees. This fund is administered by the Human Resources Department.

Property and Casualty Fund (1004)

This fund records the transactions of the City's self-insurance program for lost and personnel action claims. The Administration and Regulatory Affairs Department oversees the insurance functions while the Legal Department administers the claims portion. Revenue is generated from premiums assessed to other funds; premiums are based on projected expenditures.

Workers' Compensation Fund (1011)

This fund was established to collect and report all costs of compliance to statutes related to Workers Compensation. The revenues are derived through charging the departments an administrative premium semi-monthly per employee plus all direct costs related to claim expenditures, which includes indemnity, medical and disability payments. This fund is administered by the Human Resources Department. 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 Special Revenue Fund (2200)

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

Bayou Greenway 2020 Fund (2106)

This fund is administered by the Houston Parks and Recreation Department (HPARD). This fund was created to manage the HPARD's maintenance of the White Oak Bayou Trail based upon the Bayou Greenways 2020 initiative agreement entered between the City of Houston and the Houston Parks Board, Inc. in December 2013.

Building Inspection Special 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.

Cable Television Special 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. 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 come from an assessment of Municipal Court fees on non-criminal municipal violations and a portion of each vehicle registration authorized by Harris County. The Police Department administers this fund.

Contractor Responsibility Fund (2424)

This fund is managed by the Office of Business Opportunity (OBO) and governed by Executive Order 1-7. Funds are collected through the implementation of the Pay or Play Program, which is administered by OBO. The revenue collected in the Contractor Responsibility Fund is used to offset the cost of uninsured citizens in the Houston and Harris County area.

Essential Public Health Services Fund (2010)

This 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 as defined by Chapter 121 of the Texas Health and Safety Code. This fund is administered by the Houston Health Department.

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)

This fund includes several programs that are supported by ordinances including ambulance permits, food and drug, vital statistics, international travel immunizations, Geriatric Dental Program and specific public health purposes. This fund is administered by the Houston Health Department.

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 (Police, Fire/EMS computer Aided Dispatch System, Radio System and Records Management Systems) into one state of the art facility. This fund is administered by the Houston Emergency Center Department.

Houston TranStar Center Fund (2402)

This fund was established for planning, design, operation and maintenance of transportation and emergency management operations within the greater Houston area. Funding is derived from revenue received from member agencies and is prorated based on occupancy and use of center facilities. This fund is administered by the Public Works and Engineering Department.

Laboratory Operations and Maintenance Fund (2008)

This fund is solely designated for laboratory operations and maintenance for the retention of all revenue from laboratory fees. It pertains to Ordinance Amending Chapter 21 of the Code of Ordinance relating to laboratory fee. This fund is administered by the Houston Health Department.

Local Truancy Prevention and Diversion Fund (2211)

This fund was formerly named the "Juvenile Case Manager Fee Fund" created in FY2009 and administered by the Municipal Courts Department (MCD). The name changed occurred in January of FY2020 and continues to be administered by MCD. The fund includes expenditures for the salary, benefits, and operational costs related to the staff. Revenue is generated from the funds portion of the local consolidated fee dictated by section 134.103 of the Texas Local Government Code. The mission of the 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 the students and families, and to limit a juvenile's exposure to the criminal justice system.

Maintenance Renewal and Replacement Fund (MRR) (2105)

This fund is to provide funds needed to maintain and replace systems in buildings and assets as well as to protect the City of Houston's investments. This fund recognizes the shared responsibility of the City and its departments to maintain, upgrade, or replace building systems as they approach the end of their life cycle. This fund also addresses development and maintenance of the physical infrastructure of these facilities. This fund is administered, in partnership, by General Services Department and Parks and Recreation Department.

Municipal Court Building Security Fund (2206)

This Fund was established in FY 1997 and is administered by the Municipal Courts Department. The fund includes all security related contractual expenditures and additional security enhancements for the courts. Revenue is generated from the funds portion of the local consolidated fee dictated by section 134.103 of the Texas Local Government Code. 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, procedure, and personnel are present at all court facilities.

Municipal Jury Fund (2215)

The fund was created in January of FY2020 and is administered by the Municipal Courts Department. Revenue is generated from the funds portion of the local consolidated fee dictated by section 134.103 of the Texas Local Government Code. Funds shall only be used to fund juror reimbursements and otherwise finance jury services.

Municipal Court Technology Fee Fund (2207)

This fund was established in FY 2001 and is administered by the Municipal Courts Department. Revenue is generated from the funds portion of the local consolidated fee dictated by section 134.103 of the Texas Local Government Code. The purpose of the fund is to finance technological enhancements for the Municipal Courts and maintain systems to operate in an efficient manner.

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 Revenue Fund (2104)

This fund was created to receive the revenues derived from all golf facilities, whether operated by the City or private entities, including all related concession fee revenues which are to be used exclusively for the maintenance, operation and improvement to any or all such golf courses.

Parks Special Revenue Fund (2100)

This is a Parks and Recreation Department fund for revenue from revenue generating activities and certain expenditures related to operations of the City's municipal tennis centers. As well as supplementing youth programs.

Planning and Development Special Revenue Fund (2308)

This fund was established in FY2016 to support development-related services such as: subdivision plat review, permit review and one half of the lot size/minimum building line program. The fund is administered by the Planning and Development 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 Houston Police Department facilities. The Houston Police Department administers this fund.

Recycling Revenue 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 Transportation and Inspection Fund (2423)

The purpose of this fund is to prevent the infiltration of fats, oils, and grease into the sanitary sewer system, and to assure that the City's infrastructure and health of the citizens are protected. All fees collected are expended only for the costs of permitting, inspecting, monitoring, controlling, educating and enforcing any violation pertaining to the management and disposal of the City-regulated waste. This fund is administered by the Houston Health 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 Houston Health Department.

Tourism Promotion Special Revenue Fund (2429)

Previously known as the Houston Civic Events Fund, this fund is administered by the Mayor's Office. This fund was created to promote tourism through management and coordination of the civic celebration program, city's art and cultural plan, promote business travel and hotel occupancy in the City of Houston as well as protocol services.