

FY2018 ANNUAL FINANCING PLAN

The FY2018 Annual Financing Plan (AFP) is a projected schedule for the sale of City bonds, notes and other financings expected in FY2018. The AFP lists the projected amount of issuance, the timing of the sale, the security for the issue, the issue type (a new issue, redemption or refunding) and the method of sale.

In FY2018, four transactions are being planned (separate or combined) along with continued issuance under the City's commercial paper programs for a total ranging from \$50 million to \$2.6 billion. The uses for the proceeds from the debt issuances include pension obligations, capital improvements, equipment purchases, and cash flow needs. Included in the range provided above, are seven liquidity facilities with expiration dates in FY2018 that will need to be either renewed or replaced after a review of whether such liquidity is still needed.

As the name expresses, the AFP is a plan. The timing and amounts of the sales may vary, but the stated programs will generally be carried out within the parameters cited. The FY2018 AFP is outlined below.

Issue	City Component	Planned Issue Size (\$ millions)	Timing of Sale	Security for Issue	Issue Type	Planned Method of Sale	Notes
POB	GO	1,000	TBD	Tax Revenue	New Money	Negotiated	
CP Refunding	HAS	100-300	Fall'18	System Revenues	Refunding	Negotiated	
CP Refunding	GO	50-200	Fall'18	Tax Revenue	Refunding	Negotiated	
CP Refunding	CUS	50-200	Spr'18	System Revenues	Refunding	Negotiated	
TRANS	GO	100-300	Spr '18	Tax Revenue	New	Competitive	

FY 2018 Liquidity Needs

Series	City Component	Size (\$ millions)	Expiration Date	Purpose
H-2	GO	100	10/13/2017	CIP – Voter Authorized
G-2	GO	125	11/28/2017	CIP – Voter Authorized
2010	HAS	93.73	12/22/2017	CIP – Airport
B-3	CUS	75	1/16/2018	Water & Wastewater Capital Projects
G-1	GO	75	2/19/2018	CIP – Voter Authorized
2004B-6	CUS	78.33	4/3/2018	Water & Wastewater Capital Projects
2004B-3	CUS	75	4/3/2018	Water & Wastewater Capital Projects

Abbreviations

- CEF – Convention & Entertainment Facilities
- CP – Commercial Paper
- CUS – Combined Utility System
- GO – General Obligation
- HAS – Houston Airport System
- POB – Pension Obligation Bond
- TRANS – Tax and Revenue Anticipation Notes