

OFFICE OF CITY CONTROLLER
CITY OF HOUSTON
INTER OFFICE CORRESPONDENCE

To	Mayor Bill White City Council Members	From	Annise D. Parker City Controller
		Date	January 28, 2005
		Subject	December 2004 Financial Report

Attached is the Monthly Financial and Operations Report for the period ending December 31, 2004.

GENERAL FUND

We are currently projecting a \$17.2 million shortfall for the general fund in FY05, or \$6.5 million less than predicted in November 2004. Overall, we are projecting a net \$387 thousand increase in revenues and a net decrease of \$6.1 million in expenditures. The more significant changes can be summarized as follows:

Revenues

- The property tax estimate has increased by \$1.269 million based on updated property value estimates received from HCAD and an increase in our estimate of delinquent collections.
- The sales tax estimate increased by \$2.5 million based on higher than anticipated receipts through December.
- Electric franchise revenues have increased by \$1 million and gas franchise revenues have increased by \$500 due to higher than anticipated receipts.
- Charges for services (primarily ambulance fees) have decreased by \$3.4 million and Municipal Courts fines and forfeits have decreased by \$1.388 million. Based on year-to-date activity, we do not believe that ambulance fees and moving violations will come in at levels originally expected.

Expenditures

- The Police Department's expense projection was decreased by \$5.4 million (back to current budget) to reflect the use of bond funds to purchase the tasers and to reflect departmental savings.

Note that General Government expenses are shown to have increased by \$22.4 million. This is because the negative police pension expense budget that was shown in previous MFORS (\$22.9 million) has been removed since the City has now received the pension bond proceeds (\$22.8 million) that this line item represented. This is not an actual increase in expenses, but rather a presentation issue. General Government expenses actually decreased by \$483 thousand for various minor projection changes.

ENTERPRISE FUNDS

There are no significant changes in the Aviation or Convention and Entertainment Facilities Funds this month.

Revenues for the Combined Utility System Fund were reduced by \$21.8 million based on an analysis of year to date receipts by PWE.

**Mayor Bill White
City Council Members
December 2004 Monthly Financial and Operations Report**

COMMERCIAL PAPER AND BONDS

In December, the City refunded \$160.9 million of general obligation commercial paper with Public Improvement Bonds Series 2004B. The City also issued a \$22.9 million variable rate note for the Houston Police Pension Officers Pension System.

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. At month-end, the ratio for each type of outstanding debt was:

General Obligation	14.5%
Combined Utility System	19.5%
Aviation	17.4%
Convention and Entertainment	27.4%

SWAP REPORT

The City's Swap Policy specifies that the City will track and report on the financial implications of its swap agreements on a quarterly basis. The report is to include a summary of key terms of the agreements, mark-to-market value, exposure to counterparties, credit ratings of counterparties or guarantors, and any collateral posted as a result of the Swap agreements. The report for December 31, 2004 is included as an attachment to this letter.

Respectfully submitted,



Annise D. Parker
City Controller

City of Houston, Texas
Swap Agreements Disclosure
December 31, 2004

I. General Obligation Swap

On February 20, 2004 the City entered into a basis swap referred to as a synthetic reduced variance coupon swap with RFPC, LLC ("RFPC"). This swap was a negotiated transaction.

Objective. The objective of the swap is for the City to reduce its fixed rate debt service costs through a swap structure that takes on basis risk.

Terms. The City will pay a variable rate and receive a fixed rate of return on a notional principal value of \$200,000,000, with the underlying bonds being various maturities of PIBS issued between 1998 and 2002. The City pays an amount equal to 5% plus the tax-exempt market standard BMA Index rate divided by .667 minus the taxable six-month US Dollar LIBOR rate minus a constant of 69 basis points, up to a maximum of 10%. The City receives a fixed rate of 5% from RFPC. Because the two 5% fixed rates offset one another, the City is effectively making payments based on BMA and receiving payments based on LIBOR plus a fixed spread. The variable rate is fixed for each budget period. The agreement is effective from March 1, 2004 to March 1, 2025. Starting in fiscal year 2017, the notional value of the swap declines as the principal amount of the associated debt is repaid in varying amounts until the debt is retired in 2023.

Receipts. Based on the initial agreement, the City will receive its first payment of \$500,000 on March 1, 2005. After that date a payment will be received or made every six months based on the indexes for the prior budget period. The receipt on September 1, 2005 will be \$297,200, resulting in an effective rate of 4.89% for the underlying bonds, or a savings of 30 basis points (0.30%).

Fair value. The fair value of the swap was negative \$2,403,000 as of December 31, 2004. The value was calculated using the zero coupon method. This method calculates the future net settlement payments required by the swap, assuming that the current forward rates implied by the yield curve correctly anticipate future spot interest rates. These net payments are then discounted using the spot rates implied by the current yield curve for hypothetical zero-coupon bonds due on the date of each future net settlement on the swaps.

Credit risk. As of December 31, 2004, the City was not exposed to credit risk because the swap had a negative fair value. However, if interest rates change and the fair value of the swap becomes positive, the City will be exposed to credit risk on the swap in the amount of its fair value. RFPC has not been rated by the rating agencies. To mitigate the potential credit risk, the City required RFPC to purchase a surety bond from Ambac Assurance Corporation, a AAA rated insurance company. Ambac also insures the City's obligations under the swap. Should Ambac's rating decline in the future, RFPC will be required to post collateral for the City's benefit.

Interest rate risk. The City has an exposure to interest rate risk because it is paying a variable rate on the swap. However, this risk is mitigated because the payment formula has a BMA-based variable component that is offset by subtracting a LIBOR variable component.

Basis risk. The City is exposed to basis risk based on changes in the relationship between the taxable six-month US Dollar LIBOR index and the tax-free BMA index. The City entered into the swap in anticipation of savings that would be produced based on the historical trading patterns of BMA and LIBOR in different interest rate, tax, and economic environments over the past two decades. If, however, future trading patterns prove to be significantly different from historical ones, the City's anticipated savings could fail to materialize, and it could be exposed to additional costs. Among the factors that could cause this trading relationship to change would be a major reduction in marginal income tax rates, repeal of the tax-exemption for municipal bond interest, or other changes in federal policy that would reduce the benefit that municipal bonds currently enjoy in comparison to taxable investments.

Termination risk. The City may terminate the swap for any reason. RFPC may terminate the swap if both the City and the City's insurer fail to perform under the terms of the contract. If the swap has a negative fair value at the time of termination, the City will be liable to RFPC for that payment. The City's termination risk is significantly mitigated by a provision in the swap agreement that allows the City to make the termination payment in equal annual installments from time of termination up to the termination date of the agreement in 2025.

II. Combined Utility System Swaps

On June 10, 2004 the City entered into three pay-fixed, receive-variable rate swap agreements with identical rates. The City pre-qualified six firms to submit competitive bids on the swap. The bidding took place on June 7, 2004. The three firms selected all matched the lowest fixed rate bid of 3.7784%.

Objective. The objective of the swaps is to protect against the potential of rising interest rates in conjunction with the City's Combined Utility System 2004B auction rate variable interest bonds ("2004B Bonds") and to achieve a lower fixed rate than the market rate for traditional fixed rate debt at time of issuance of the 2004B Bonds.

Terms. The notional amounts of the swap agreements total \$653,325,000, the principal amount of the associated 2004B Bonds. The City's swap agreements contain scheduled reductions to outstanding notional amounts that follow anticipated payments of principal of the 2004B Bonds in varying amounts during the years 2028 to 2034.

Under the terms of the swaps, the City will pay a fixed rate of 3.7784% (lower than the rate for fixed rate debt at time of issuance) 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 date of issuance of the 2004B Bonds. The termination date is May 15, 2034.

Receipts and Payments. The City received \$5.0 million total in swap receipts for its Combined Utility System, Series 2004B swap, through December 31, 2004, and it paid \$5.4 million on the underlying auction rate securities. The contractual rate for the City's swap payment is 3.78%. Its average effective rate for the 2004B bonds, including payments for the Series 2004B variable rate bonds, the City's swap payments, and its dealer and auction fees, reduced by swap receipts, was 4.09%. In contrast, the fixed rate the City paid on its Combined Utility System Series 2004A fixed rate bonds, which have a comparable maturity, was 5.08%.

Fair value. Because interest rates have declined, the swaps had a negative fair value of \$41,800,000 as of December 31, 2004. This value was calculated using the zero-coupon method. This method calculates the future net settlement payments required by the swap, assuming that the current forward rates implied by the yield curve correctly anticipate future spot interest rates. These net payments are then discounted using the spot rates implied by the current yield curve for hypothetical zero-coupon bonds due on the date of each future net settlement on the swaps.

Credit risk. As of December 31, 2004, the City was not exposed to credit risk because the swaps had a negative fair value. However, should interest rates increase 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. 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 December 31, 2004, the ratings of the three swap counterparties all met this standard (see below). Also, under the agreements, if a counterparty's credit rating falls below double-A, collateral must be posted in varying amounts depending on the credit rating. No collateral has been required to date.

<u>Counterparty</u>	<u>Notional Amount</u>	<u>Fair Value</u>	<u>Counterparty Credit Rating (Moody's /S&P /Fitch)</u>
Goldman Sachs Capital Markets LP	\$353,325,000	\$(22,606,000)	Aa3 /A+ /AA-
Bear Stearns Capital Markets Inc.	150,000,000	(9,597,000)	Aaa / AAA / --
UBS AG	<u>150,000,000</u>	<u>(9,597,000)</u>	Aa2 /AA+ /AA+
TOTAL	<u>\$653,325,000</u>	<u>\$(41,800,000)</u>	

Basis risk. The City is exposed to basis risk on the swaps because the variable payment received is based on an index other than BMA. Should the relationship between LIBOR and BMA move to convergence (because of reductions in tax rates, for example), the expected cost savings may not be realized. The City has issued tax-exempt auction rate bonds with an average rate of 1.78% (not including dealer and auction agent fees) on December 31, 2004, whereas the associated LIBOR-based rate of the swap receipts at that time was 1.75%.

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 should be terminated, the associated variable-rate bonds would no longer carry synthetic fixed interest rates. Also, if at the time of the termination the swap has a negative fair value, the City would be liable to the counterparty for a payment equal to the swap's fair value.



CITY OF HOUSTON

Finance and Administration
Department

Interoffice

Correspondence

To: Mayor Bill White
Members of City Council

From: Judy Gray Johnson, Director

Date: January 28, 2005

Subject: **December Monthly Financial
and Operations Report**

Attached is the Monthly Financial and Operations Report for the period ending December 31, 2004.

General Fund Revenues

Our revenue estimates for the General Fund decreased by \$1.185 million from last month. Highlights of our revenue estimates are as follows:

Sales Taxes

Sales tax revenues continue to be strong, with receipts in January – 11.8% higher than January, 2004. Of course, the February receipts are always the highest receipts of the year, and we will know that amount on Wednesday, February 9, 2005.

Natural Gas Franchise

We have increased our estimate of natural gas franchise revenues by \$700 thousand, due to higher prices for natural gas.

Charges for Services

We have reduced our estimate for ambulance revenue collections by \$1.275 million. As we discussed at the Fiscal Affairs and Management Initiatives Committee meeting in January, our rates of collection from insurance companies have been below expectations due to higher denial rates on claims. Collections in January are much improved, but we are likely to be below budget for the year.

Direct Interfund Services

We have reduced our estimated revenues for direct interfund services for the Public Works and Engineering Department by \$370 thousand.

Other Fines and Forfeitures

We have reduced our estimate for Library fines by \$240,000.

General Fund Expenditures

After six months, most departments' spending is very close to budget. The Police Department's spending is now expected to be close to the original budget. The reduced payout of termination pay, due to the changes approved in the Meet and Confer Agreement, including the new phase-down options, is expected to offset the cost of the cadet class, the debt service on the Tasers, and the cost of the crime lab investigation for this fiscal year. We have also reduced the estimated spending for Public Works and Engineering, equal to the reduction in direct interfund revenues.

We have received the final bills related to the election, and the cost is about \$200 less than our previous estimate.

The net result is a reduction in projected spending of \$6.1 million from last month.

The Police Pension Note was issued in December, and is reflected as pension bond proceeds of \$22.776 million.

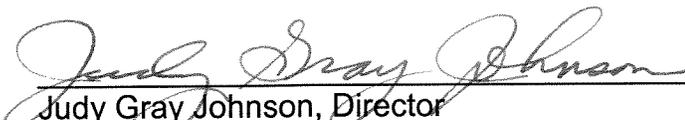
Ending Fund Balance

The final audit adjustments are reflected in the opening fund balance, resulting in a change of \$1.7 million. Overall, although our projected revenues are down, projected spending is down even more, and we are projecting a healthy ending fund balance of \$86.7 million.

Combined Utility System

Water and Sewer revenues continue to be below budget due to higher than normal rainfall, but this is partially offset by reduced spending. Net revenues are expected to be about \$7 million below budget.

If you have any questions, please let me know.


Judy Gray Johnson, Director
Finance and Administration Department

General Fund
Comparative Projections
Controller's Office and Finance and Administration
For the period ended December 31, 2004
(amounts expressed in thousands)

	FY2004 Actual	FY2005				Variance between Controller and F&A	
		Adopted Budget	Current Budget	% of Budget	Controller's Projection		F & A Projection
Revenues							
General Property Taxes	\$ 660,999	\$ 671,553	\$ 671,553	46%	\$ 669,685	\$ 672,804	3,119
Industrial Assessments	15,167	14,406	14,406	1%	14,400	14,406	6
Sales Tax	347,982	371,548	371,548	26%	370,100	373,000	2,900
Electric Franchise	76,394	77,384	77,384	5%	77,000	77,384	384
Telephone Franchise	52,926	51,000	51,000	4%	51,200	51,000	(200)
Gas Franchise	16,535	16,568	16,568	1%	18,500	18,700	200
Other Franchise	15,524	15,447	15,447	1%	15,400	15,447	47
Licenses and Permits	15,271	15,355	15,355	1%	16,440	16,595	155
Intergovernmental	19,524	30,664	30,664	2%	30,000	30,664	664
Charges for Services	39,875	41,534	41,534	3%	37,100	39,638	2,538
Direct Interfund Services	57,056	65,961	65,961	5%	63,632	63,632	0
Indirect Interfund Services	14,647	10,419	10,419	1%	10,419	10,419	0
Municipal Courts Fines and Forfeits	45,005	47,601	47,601	3%	45,112	46,601	1,489
Other Fines and Forfeits	2,131	4,540	4,540	0%	2,300	4,300	2,000
Interest	5,130	5,000	5,000	0%	5,200	5,000	(200)
Miscellaneous/Other	16,046	11,939	11,939	1%	11,876	12,539	663
Total Revenues	1,400,212	1,450,919	1,450,919	100%	1,438,364	1,452,129	13,765
Expenditures							
Affirmative Action	1,668	1,632	1,585	0%	1,619	1,619	0
Building Services	24,629	23,253	22,942	2%	22,942	22,942	0
City Council	3,920	4,203	4,203	0%	4,203	4,203	0
City Secretary	821	707	707	0%	707	707	0
Controller	5,786	5,837	5,837	0%	5,837	5,837	0
Finance and Administration	18,631	19,806	20,117	1%	20,160	20,160	0
Fire	281,525	292,942	292,942	20%	292,942	292,942	0
Health and Human Services	51,121	49,430	49,430	3%	49,430	49,430	0
Human Resources	2,351	2,287	2,287	0%	2,287	2,287	0
Information Technology	12,562	12,394	12,394	1%	12,394	12,394	0
Legal	11,125	10,798	10,798	1%	10,734	10,734	0
Library	32,456	32,891	32,891	2%	32,891	32,891	0
Mayor's Office	1,859	1,768	1,852	0%	1,893	1,893	0
Municipal Courts - Administration	16,274	16,217	16,217	1%	16,217	16,217	0
Municipal Courts - Justice	3,949	3,992	3,992	0%	4,111	4,111	0
Parks and Recreation	43,186	46,993	46,956	3%	46,956	46,956	0
Planning and Development	13,986	13,456	7,169	0%	7,169	7,169	0
Police	473,222	516,002	522,289	36%	522,289	522,289	0
Public Works and Engineering	86,938	88,671	88,671	6%	86,342	86,342	0
Solid Waste Management	61,673	61,130	61,130	4%	64,419	64,419	0
Total Departmental Expenditures	1,147,682	1,204,409	1,204,409	83%	1,205,542	1,205,542	0
Non-Departmental Expenditures and Other Uses							
General Government	88,314	62,497	62,497	4%	86,834	86,834	0
Debt Service Transfer	165,000	188,000	188,000	13%	188,000	188,000	0
Total Non-Dept. Exp. and Other Uses	253,314	250,497	250,497	17%	274,834	274,834	0
Total Expenditures and Other Uses	1,400,996	1,454,907	1,454,907	100%	1,480,376	1,480,376	0
Net Current Activity	(784)	(3,988)	(3,988)		(42,012)	(28,247)	13,765
Amount Needed to Balance the Budget	-	-	-		17,236	-	
Transfers from other funds	6,800	3,500	3,500		2,000	3,500	
Pension Bond Proceeds	-	-	-		22,776	22,776	
Disaster Recovery Fund Transfer	-	-	-		-	-	
Change in Misc Other Reserves	(339)	-	-		-	-	
Unreserved Fund Balance, Beginning of Year	105,101	110,778	110,778		110,778	110,778	
Unreserved Fund Balance, End of Year	\$ 110,778	\$ 110,290	\$ 110,290		\$ 110,778	\$ 108,807	
Designated for Sign Abatement	(2,119)	(2,074)	(2,074)		(2,119)	(2,074)	
Designated for Rainy Day Fund	(20,473)	(20,000)	(20,000)		(20,473)	(20,000)	
Undesignated Fund Balance, End of Year	\$ 88,186	\$ 88,216	\$ 88,216		\$ 88,186	\$ 86,733	

General Fund
 Controller's Office
 For the period ended December 31, 2004
 (amounts expressed in thousands)

	FY2004 Actual	FY2005				Controller's Projection	Variance from Current Budget	% Variance
		Adopted Budget	Current Budget	Current Month	YTD			
Revenues								
General Property Taxes	\$ 660,999	\$ 671,553	\$ 671,553	\$ 132,414	\$ 166,057	\$ 669,685	\$ (1,868)	-0.3%
Industrial Assessments	15,167	14,406	14,406	1,201	7,435	14,400	(6)	0.0%
Sales Tax	347,982	371,548	371,548	41,355	185,473	370,100	(1,448)	-0.4%
Electric Franchise	76,394	77,384	77,384	6,110	41,900	77,000	(384)	-0.5%
Telephone Franchise	52,926	51,000	51,000	4,647	25,660	51,200	200	0.4%
Gas Franchise	16,535	16,568	16,568	1,230	6,819	18,500	1,932	11.7%
Other Franchise	15,524	15,447	15,447	1,259	7,851	15,400	(47)	-0.3%
Licenses and Permits	15,271	15,355	15,355	1,518	7,705	16,440	1,085	7.1%
Intergovernmental	19,524	30,664	30,664	172	2,959	30,000	(664)	-2.2%
Charges for Services	39,875	41,534	41,534	2,366	15,994	37,100	(4,434)	-10.7%
Direct Interfund Services	57,056	65,961	65,961	4,557	25,885	63,632	(2,329)	-3.5%
Indirect Interfund Services	14,647	10,419	10,419	1,139	5,459	10,419	0	0.0%
Municipal Courts Fines and Forfeits	45,005	47,601	47,601	3,549	21,051	45,112	(2,489)	-5.2%
Other Fines and Forfeits	2,131	4,540	4,540	157	1,104	2,300	(2,240)	-49.3%
Interest	5,130	5,000	5,000	184	1,599	5,200	200	4.0%
Miscellaneous/Other	16,046	11,939	11,939	537	4,393	11,876	(63)	-0.5%
Total Revenues	1,400,212	1,450,919	1,450,919	202,395	527,344	1,438,364	(12,555)	-0.9%
Expenditures								
Departmental								
Affirmative Action	1,668	1,632	1,585	121	799	1,619	(34)	-2.1%
Building Services	24,629	23,253	22,942	2,312	10,813	22,942	0	0.0%
City Council	3,920	4,203	4,203	369	2,064	4,203	0	0.0%
City Secretary	821	707	707	10	277	707	0	0.0%
Controller	5,786	5,837	5,837	467	2,763	5,837	0	0.0%
Finance and Administration	18,631	19,806	20,117	1,653	9,564	20,160	(43)	-0.2%
Fire	281,525	292,942	292,942	23,880	140,106	292,942	0	0.0%
Health and Human Services	51,121	49,430	49,430	3,299	24,354	49,430	0	0.0%
Human Resources	2,351	2,287	2,287	178	1,099	2,287	0	0.0%
Information Technology	12,562	12,394	12,394	1,055	5,973	12,394	0	0.0%
Legal	11,125	10,798	10,798	827	5,032	10,734	64	0.6%
Library	32,456	32,891	32,891	2,505	16,002	32,891	0	0.0%
Mayor's Office	1,859	1,768	1,852	105	928	1,893	(41)	-2.2%
Municipal Courts - Administration	16,274	16,217	16,217	1,366	7,526	16,217	0	0.0%
Municipal Courts - Justice	3,949	3,992	3,992	362	1,975	4,111	(119)	-3.0%
Parks and Recreation	43,186	46,993	46,956	3,546	22,388	46,956	0	0.0%
Planning and Development	13,986	13,456	7,169	(52)	3,519	7,169	0	0.0%
Police	473,222	516,002	522,289	36,088	256,450	522,289	0	0.0%
Public Works and Engineering	86,938	88,671	88,671	8,979	40,256	86,342	2,329	2.6%
Solid Waste Management	61,673	61,130	61,130	5,181	32,300	64,419	(3,289)	-5.4%
Total Departmental Expenditures	1,147,682	1,204,409	1,204,409	92,251	584,188	1,205,542	(1,133)	-0.1%
Non-Departmental Expenditures and Other Uses								
General Government	88,314	62,497	62,497	11,114	36,827	86,834	(24,337)	-38.9%
Debt Service Transfer	165,000	188,000	188,000	0	0	188,000	0	0.0%
Total Non-Dept. Exp. And Other Uses	253,314	250,497	250,497	11,114	36,827	274,834	(24,337)	-9.7%
Total Expenditures and Other Uses	1,400,996	1,454,907	1,454,907	103,365	621,015	1,480,376	(25,470)	-1.8%
Net Current Activity	(784)	(3,988)	(3,988)	99,030	(93,671)	(42,012)	(38,024)	
Amount Needed to Balance the Budget								
Transfers from other funds	6,800	3,500	3,500	0	-	17,236	(1,500)	
Pension Bond Proceeds	-	-	-	22,776	22,776	2,000	(22,776)	
Disaster Recovery Fund Transfer	-	-	-	-	-	-	-	
Change in Misc. Other Reserves	(339)	-	-	-	-	-	-	
Unreserved Fund Balance, Beg. of Year	105,101	110,778	110,778	110,778	110,778	110,778	0	
Unreserved Fund Balance, End of Year	110,778	110,290	110,290	232,584	39,883	110,778	(62,300)	
Designated for Sign Abatement	(2,119)	(2,074)	(2,074)	-	-	(2,119)	(45)	
Designated for Rainy Day Fund	(20,473)	(20,000)	(20,000)	-	-	(20,473)	(473)	
Undesignated Fund Balance, End of Year	\$ 88,186	\$ 88,216	\$ 88,216	\$ 232,584	\$ 39,883	\$ 88,186	\$ (30)	

General Fund
Finance and Administration
For the period ended December 31, 2004
(amounts expressed in thousands)

	FY2004 Actual	FY2005				F & A Projection	Variance from Current Budget	% Variance
		Adopted Budget	Current Budget	Current Month	YTD			
Revenues								
General Property Taxes	\$ 660,999	\$ 671,553	671,553	\$ 132,414	\$ 166,057	\$ 672,804	1,251	0.2%
Industrial Assessments	15,167	14,406	14,406	1,201	7,435	14,406	0	0.0%
Sales Tax	347,982	371,548	371,548	41,355	185,473	373,000	1,452	0.4%
Electric Franchise	76,394	77,384	77,384	6,110	41,900	77,384	0	0.0%
Telephone Franchise	52,926	51,000	51,000	4,647	25,660	51,000	0	0.0%
Gas Franchise	16,535	16,568	16,568	1,230	6,819	18,700	2,132	12.9%
Other Franchise	15,524	15,447	15,447	1,259	7,851	15,447	0	0.0%
Licenses and Permits	15,271	15,355	15,355	1,518	7,705	16,595	1,240	8.1%
Intergovernmental	19,524	30,664	30,664	172	2,959	30,664	0	0.0%
Charges for Services	39,875	41,534	41,534	2,366	15,994	39,638	(1,896)	-4.6%
Direct Interfund Services	57,056	65,961	65,961	4,557	25,885	63,632	(2,329)	-3.5%
Indirect Interfund Services	14,647	10,419	10,419	1,139	5,459	10,419	0	0.0%
Municipal Courts Fines and Forfeits	45,005	47,601	47,601	3,549	21,051	46,601	(1,000)	-2.1%
Other Fines and Forfeits	2,131	4,540	4,540	157	1,104	4,300	(240)	-5.3%
Interest	5,130	5,000	5,000	184	1,599	5,000	0	0.0%
Miscellaneous/Other	16,046	11,939	11,939	537	4,393	12,539	600	5.0%
Total Revenues	1,400,212	1,450,919	1,450,919	202,395	527,344	1,452,129	1,210	0.1%
Expenditures								
Departmental								
Affirmative Action	1,668	1,632	1,585	121	799	1,619	(34)	-2.1%
Building Services	24,629	23,253	22,942	2,312	10,813	22,942	0	0.0%
City Council	3,920	4,203	4,203	369	2,064	4,203	0	0.0%
City Secretary	821	707	707	10	277	707	0	0.0%
Controller	5,786	5,837	5,837	467	2,763	5,837	0	0.0%
Finance and Administration	18,631	19,806	20,117	1,653	9,564	20,160	(43)	-0.2%
Fire	281,525	292,942	292,942	23,880	140,106	292,942	0	0.0%
Health and Human Services	51,121	49,430	49,430	3,299	24,354	49,430	0	0.0%
Human Resources	2,351	2,287	2,287	178	1,099	2,287	0	0.0%
Information Technology	12,562	12,394	12,394	1,055	5,973	12,394	0	0.0%
Legal	11,125	10,798	10,798	827	5,032	10,734	64	0.6%
Library	32,456	32,891	32,891	2,505	16,002	32,891	0	0.0%
Mayor's Office	1,859	1,768	1,852	105	928	1,893	(41)	-2.2%
Municipal Courts - Administration	16,274	16,217	16,217	1,366	7,526	16,217	0	0.0%
Municipal Courts - Justice	3,949	3,992	3,992	362	1,975	4,111	(119)	-3.0%
Parks and Recreation	43,186	46,993	46,956	3,546	22,388	46,956	0	0.0%
Planning and Development	13,986	13,456	7,169	(52)	3,519	7,169	0	0.0%
Police	473,222	516,002	522,289	36,088	256,450	522,289	0	0.0%
Public Works and Engineering	86,938	88,671	88,671	8,979	40,256	86,342	2,329	2.6%
Solid Waste Management	61,673	61,130	61,130	5,181	32,300	64,419	(3,289)	-5.4%
Total Departmental Expenditures	1,147,682	1,204,409	1,204,409	92,251	584,188	1,205,542	(1,133)	-0.1%
Non-Departmental Expenditures and Other Uses								
General Government	88,314	62,497	62,497	11,114	36,827	86,834	(24,337)	-38.9%
Debt Service Transfer	165,000	188,000	188,000	0	0	188,000	0	0.0%
Total Non-Dept. Exp. and Other Uses	253,314	250,497	250,497	11,114	36,827	274,834	(24,337)	-9.7%
Total Expenditures and Other Uses	1,400,996	1,454,907	1,454,907	103,365	621,015	1,480,376	(25,470)	-1.8%
Net Current Activity	(784)	(3,988)	(3,988)	99,030	(93,671)	(28,247)	(24,260)	
Transfers from other funds	6,800	3,500	3,500	-	-	3,500	-	
Pension Bond Proceed	-	-	-	22,776	22,776	22,776	-	
Disaster Recovery Fund Transfer	-	-	-	-	-	-	-	
Change in Misc. Other Reserves	(339)	-	-	-	-	-	-	
Unreserved Fund Balance, Beg. of Year	105,101	110,778	110,778	110,778	110,778	110,778	0	
Unreserved Fund Balance, End of Year	110,778	110,290	110,290	232,584	39,883	108,807	(24,260)	
Designated for Sign Abatement	(2,119)	(2,074)	(2,074)	-	-	(2,074)	-	
Designated for Rainy Day Fund	(20,473)	(20,000)	(20,000)	-	-	(20,000)	-	
Undesignated Fund Balance, End of Year	\$ 88,186	\$ 88,216	\$ 88,216	\$ 232,584	\$ 39,883	\$ 86,733	\$ (1,483)	

General Fund
 General Government
 For the period ended December 31, 2004
 (amounts expressed in thousands)

	FY2005							
	FY2004 Actual	Adopted Budget	Current Budget	Current Month	YTD	YTD as % of Current Budget	Controller's Projection	F&A Projection
Non-Dept. Exp. and Other Uses								
General Government								
Pension-Civilian	0	(14,595)	(14,595)	0	0	0.0%	(14,595)	(14,595)
Insurance-Civilian (Active)	(101)	0	0	0	0	0.0%	0	0
Insurance-Civilian (Retirees)	11,965	13,667	13,667	1,159	6,808	49.8%	13,667	13,667
Pension-Police	0	(22,905)	(22,905)	0	0	0.0%	0	0
Insurance-Classified (Retirees)	14,705	16,042	16,042	1,329	7,857	49.0%	16,042	16,042
Long Term Disability	12	0	0	0	0	0.0%	0	0
Compensation Contingency	0	7,600	7,600	0	0	0.0%	7,600	7,600
Total Personnel Services	26,581	(191)	(191)	2,488	14,665	-7678.0%	22,714	22,714
Insurance Fees	1,191	1,470	1,470	0	43	2.9%	1,470	1,470
Accounting and Auditing Svcs	865	608	608	257	481	79.1%	826	826
Advertising Svcs	167	200	200	8	164	82.0%	200	200
Legal Services	2,412	2,262	2,262	121	839	37.1%	2,262	2,262
Management Consulting Svcs.	1,106	372	372	(41)	153	41.1%	372	372
Misc Support Svcs	236	280	280	26	27	9.6%	260	260
Real Estate Lease	9,069	9,228	9,228	4,636	4,636	50.2%	9,228	9,228
Parking Space Rental	1	0	0	15	76	0.0%	0	0
METRO Commuter Passes	541	645	645	0	321	49.8%	638	638
Electricity	0	500	500	0	0	0.0%	500	500
Other Interfund Services	0	0	0	0	0	0.0%	0	0
Limited Purpose Annexation Pmts.	9,131	13,128	13,128	936	2,528	19.3%	13,128	13,128
Print Shop Services	0	0	0	4	4	0.0%	4	4
Printing and Reproduction Svcs.	8	0	0	0	0	0.0%	0	0
Tax Appraisal Fees	5,082	5,489	5,489	1,254	2,505	45.6%	5,489	5,489
Tax Refunds	0	0	0	0	0	0.0%	0	0
Billing and Collection Svcs	750	750	750	0	750	100.0%	750	750
Elections	3,440	1,000	1,000	17	855	85.5%	1,400	1,400
Claims and Judgments	4,550	6,000	6,000	486	2,060	34.3%	5,750	5,750
Contingency/Reserve	0	0	0	0	0	0.0%	0	0
Zoo Contract	7,372	7,494	7,494	624	3,747	50.0%	7,494	7,494
Misc Other Services and Charges	3,372	2,473	2,473	196	201	8.1%	2,347	2,347
Membership and Professional Fees	649	780	780	103	234	30.0%	747	747
Mgmt Initiative Savings	0	0	0	0	0	0.0%	0	0
Total Other Services and Charges	49,942	52,679	52,679	8,642	19,624	37.3%	52,865	52,865
Other Financing Uses								
Debt Service-Interest	1,793	2,000	2,000	0	261	13.1%	3,246	3,246
Transfers to General Fund	0	0	0	0	0	0.0%	0	0
Transfers to Conv & Entertain	163	350	350	(16)	0	0.0%	350	350
Transfers to Special Revenues	9,835	7,659	7,659	0	2,277	29.7%	7,659	7,659
Total Other Financing Uses	11,791	10,009	10,009	(16)	2,538	25.4%	11,255	11,255
Total General Government	88,314	62,497	62,497	11,114	36,827	58.9%	86,834	86,834
Debt Service Transfers								
Transfers to PIB Debt Svc	147,850	184,000	184,000	0	0	0.0%	184,000	184,000
Transfers to CO Debt Svc	17,150	4,000	4,000	0	0	0.0%	4,000	4,000
Total Debt Service Transfers	165,000	188,000	188,000	0	0	0.0%	188,000	188,000
Total Non-Dept. Exp and Other Uses	\$ 253,314	\$ 250,497	\$ 250,497	\$ 11,114	\$ 36,827	14.7%	\$ 274,834	\$ 274,834

Disaster Recovery Fund
For the period ended December 31, 2004
(amounts expressed in thousands)

	<u>Inception To Date</u>	<u>F & A Projection</u>
Revenues		
Recoveries and Refund		
Insurance	\$ 30,272 (1)	\$ 31,668 (2)
FEMA	17,682	20,625
Miscellaneous	8	8
Interest Income	<u>2,254</u>	<u>2,300</u>
Total Revenues	<u>50,216</u>	<u>54,601</u>
Expenditures		
Personnel	1,986	2,521
Supplies	1,113	1,113
Contracts	50,757	53,287
Equipment	<u>1,648</u>	<u>3,578</u>
Total Expenditures	<u>55,504</u>	<u>60,499 (3)</u>
Net Current Activity	<u>(5,288)</u>	<u>(5,898)</u>
Other financing sources		
Advances:		
ALP Fund	25,000	25,000
Convention and Entertainment	17,165	17,165
Other Funds	<u>-</u>	<u>47</u>
Total other financing sources	42,165	42,212
Other uses		
Transfers out:		
General Fund	15,000	15,000
Convention and Entertainment	14,185	17,937
Police Special Services	600	600
Future Available	<u>-</u>	<u>2,777 (4)</u>
Total other uses	<u>29,785</u>	<u>36,314</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other (uses)	<u>\$ 7,092</u>	<u>\$ -</u>

(1) Includes \$2.406 million insurance reimbursement for Business Interruption claims for Convention and Entertainment.

(2) Assumes that the City of Houston wins lawsuit brought by Zurich and Royal over flood-zone designation for Tranquility Parking Garage.

(3) Assumes current damage estimates are correct when final repairs completed.

(4) Assumed available when lawsuit, insurance claims, and FEMA claims are final.

About the Fund:

The Disaster Recovery Fund was established to separately account for all cost associated with flood damage and recovery resulting from Tropical Storm Allison.

General Fund
Statement of Cash Transactions
For the period ended December 31, 2004
(amounts expressed in thousands)

	Month Ended	YTD
Cash Balance, Beginning of Month	\$ 26,626	\$ 45,050
RECEIPTS:		
Balance Sheet Transactions	2,545	27,699
TRANS Proceeds	0	180,000
Short-Term Borrowing	0	0
Ad Valorem Tax	122,070	155,296
Sales Tax	26,784	177,589
Mix Beverage Tax	0	4,127
Intergovernmental	(58)	1,564
Franchise Fees	2,951	78,803
Industrial Assessments	0	291
Licenses and Permits	1,114	7,153
Municipal Courts Fines	3,384	22,192
Interfund - Any Lawful Purpose	0	0
Interfund - Disaster Recovery Fund	0	0
Interfund - all other funds	11,336	73,043
Interest Appointment	169	1,869
Other	17,128	47,999
Total Receipts	187,422	777,625
DISBURSEMENTS:		
Balance Sheet Transactions	(914)	(24,692)
Payroll	(89,759)	(525,696)
Workers Compensation	(1,111)	(8,264)
Operating Transfer Out	357	(1,558)
Supplies	(201)	(18,081)
Contract Services	(7,667)	(44,886)
Rental & Leasings	(4,972)	(6,386)
Utilities	(6,499)	(24,866)
TRANS Repayment	0	0
TIRZ Payment	0	0
Interfund - Transfer to Rainy Day Fund	0	0
Interfund - Transfer to Debt Service	0	0
Interfund - all other funds	(6,875)	(46,191)
Capital Outlay	(188)	(1,905)
Other	(3,789)	(27,721)
Total Disbursements	(121,620)	(730,247)
Net Increase (Decrease) in Cash	65,803	47,378
Cash Balance, End of Month	\$ 92,428	\$ 92,428

Note: Totals may not add up due to rounding.

General Fund
Five Year History and Current Year Projection
(amounts expressed in thousands)

	FY2000		FY2001		FY2002	
	Actual	% of Total	Actual	% of Total	Actual	% of Total
Revenues						
	\$		\$		\$	
General Property Taxes	542,777	45.3%	572,432	45.0%	623,100	46.0%
Industrial Assessments	17,614	1.5%	16,906	1.3%	15,642	1.2%
Sales Tax	313,864	26.2%	329,705	25.9%	341,952	25.2%
Electric Franchise	73,734	6.2%	87,324	6.9%	91,455	6.8%
Telephone Franchise	53,393	4.5%	58,290	4.6%	58,695	4.3%
Gas Franchise	9,481	0.8%	17,672	1.4%	13,740	1.0%
Other Franchise	10,742	0.9%	12,473	1.0%	11,469	0.8%
License and Permits	13,122	1.1%	12,580	1.0%	12,559	0.9%
Intergovernmental	14,702	1.2%	8,074	0.6%	20,028	1.5%
Charges for Services	26,353	2.2%	31,020	2.4%	31,560	2.3%
Direct Interfund Services	44,559	3.7%	46,015	3.6%	62,590	4.6%
Indirect Interfund Services	16,631	1.4%	16,961	1.3%	15,095	1.1%
Muni Courts Fines and Forfeits	41,708	3.5%	40,236	3.2%	35,208	2.6%
Other Fines and Forfeits	2,269	0.2%	2,800	0.2%	2,379	0.2%
Interest	7,636	0.6%	11,108	0.9%	8,394	0.6%
Miscellaneous/Other	8,794	0.7%	9,053	0.7%	10,994	0.8%
Total Revenues	1,197,379	100.0%	1,272,649	100.0%	1,354,860	100.0%
Expenditures						
Affirmative Action	1,795	0.1%	1,806	0.1%	1,712	0.1%
Building Services	9,815	0.8%	25,562	2.0%	31,273	2.3%
City Council	4,357	0.4%	4,101	0.3%	4,220	0.3%
City Secretary	761	0.1%	808	0.1%	695	0.1%
Controller	6,255	0.5%	6,243	0.5%	6,214	0.5%
Finance and Administration	30,409	2.5%	29,358	2.3%	31,221	2.3%
Fire	229,366	18.9%	235,392	18.6%	271,598	19.8%
Health and Human Services	56,548	4.6%	55,793	4.4%	55,076	4.0%
Housing and Community Dev.	238	0.0%	232	0.0%	206	0.0%
Human Resources	3,180	0.3%	3,380	0.3%	2,872	0.2%
Information Technology			-		-	0.0%
Legal	10,632	0.9%	11,121	0.9%	10,911	0.8%
Library	35,758	2.9%	36,240	2.9%	35,263	2.6%
Mayor's Office	1,920	0.2%	2,299	0.2%	1,924	0.1%
Municipal Courts - Admin	15,756	1.3%	15,257	1.2%	16,099	1.2%
Municipal Courts - Justice	3,768	0.3%	3,866	0.3%	3,743	0.3%
Parks and Recreation	53,418	4.4%	55,196	4.4%	55,999	4.1%
Planning and Development	9,114	0.7%	9,059	0.7%	8,319	0.6%
Police	422,049	34.7%	416,470	32.9%	443,750	32.3%
Public Works and Engineering	53,114	4.4%	55,288	4.4%	102,570	7.5%
Solid Waste Management	52,966	4.4%	60,123	4.7%	60,812	4.4%
Total Departmental	1,001,219	82.3%	1,027,594	81.1%	1,144,477	83.2%
General Government	46,741	3.8%	51,271	4.0%	61,683	4.5%
Debt Service Transfer	152,000	12.5%	162,000	12.8%	169,000	12.3%
Operating Transfer	16,200	1.3%	26,543	2.1%	0	0.0%
Total Expenditures	1,216,160	100.0%	1,267,408	100.0%	1,375,160	100.0%
Net Current Activity	(18,781)		5,241		(20,300)	
Change in Reserve for Working Capital	(40)		0		0	
Transfers from other funds					24,100	
Residual Equity Transfers	0		5,598		0	
Miscellaneous Reserves	0		0		0	
Fund Balance, Beginning of Year	89,487		70,666		81,482	
Fund Balance, End of Year	70,666		81,482		85,282	
Avail. for Non-Rec. Items/Des. for Sign Abat.	0		(2,073)		(2,073)	
Designated for Rainy Day Fund					(5,000)	
Designated for Capital Projects	0		0		0	
Designated for PIP	0		0		0	
Undesignated Fund Balance, End of Year	\$70,666		\$79,409		\$78,209	

General Fund
Five Year History and Current Year Projection (cont'd)
(amounts expressed in thousands)

	FY2003		FY2004		FY2005	
	Actual	% of Total	Actual	% of Total	Projection	% of Total
Revenues						
General Property Taxes	\$ 636,028	47.1%	\$ 660,999	47.2%	\$ 672,804	46.3%
Industrial Assessments	15,014	1.1%	15,167	1.1%	14,406	1.0%
Sales Tax	322,538	23.9%	347,982	24.9%	373,000	25.7%
Electric Franchise	76,605	5.7%	76,394	5.5%	77,384	5.3%
Telephone Franchise	56,435	4.2%	52,926	3.8%	51,000	3.5%
Gas Franchise	14,693	1.1%	16,535	1.2%	18,700	1.3%
Other Franchise	12,941	1.0%	15,524	1.1%	15,447	1.1%
License and Permits	15,335	1.1%	15,271	1.1%	16,595	1.1%
Intergovernmental	23,202	1.7%	19,524	1.4%	30,664	2.1%
Charges for Services	37,422	2.8%	39,875	2.8%	39,638	2.7%
Direct Interfund Services	62,099	4.6%	57,056	4.1%	63,632	4.4%
Indirect Interfund Services	15,859	1.2%	14,647	1.0%	10,419	0.7%
Muni Courts Fines and Forfeits	42,433	3.1%	45,005	3.2%	46,601	3.2%
Other Fines and Forfeits	2,185	0.2%	2,131	0.2%	4,300	0.3%
Interest	6,893	0.5%	5,130	0.4%	5,000	0.3%
Miscellaneous/Other	11,057	0.8%	16,046	1.1%	12,539	0.9%
Total Revenues	1,350,739	100.0%	1,400,212	100.0%	1,452,129	100.0%
Expenditures						
Affirmative Action	1,808	0.1%	1,668	0.1%	1,619	0.1%
Building Services	28,265	2.1%	24,629	1.8%	22,942	1.5%
City Council	3,961	0.3%	3,920	0.3%	4,203	0.3%
City Secretary	686	0.0%	821	0.1%	707	0.0%
Controller	5,836	0.4%	5,786	0.4%	5,837	0.4%
Finance and Administration	17,468	1.3%	18,631	1.3%	20,160	1.4%
Fire	279,618	20.3%	281,525	20.1%	292,942	19.8%
Health and Human Services	51,413	3.7%	51,121	3.6%	49,430	3.3%
Housing and Community Dev.	-	0.0%	-	0.0%	-	0.0%
Human Resources	2,581	0.2%	2,351	0.2%	2,287	0.2%
Information Technology	11,059	0.8%	12,562	0.9%	12,394	0.8%
Legal	10,710	0.8%	11,125	0.8%	10,734	0.7%
Library	33,485	2.4%	32,456	2.3%	32,891	2.2%
Mayor's Office	1,858	0.1%	1,859	0.1%	1,893	0.1%
Municipal Courts - Admin	15,776	1.1%	16,274	1.2%	16,217	1.1%
Municipal Courts - Justice	3,925	0.3%	3,949	0.3%	4,111	0.3%
Parks and Recreation	54,200	3.9%	43,186	3.1%	46,956	3.2%
Planning and Development	15,210	1.1%	13,986	1.0%	7,169	0.5%
Police	449,624	32.6%	473,222	33.8%	522,289	35.3%
Public Works and Engineering	85,692	6.2%	86,938	6.2%	86,342	5.8%
Solid Waste Management	61,535	4.5%	61,673	4.4%	64,419	4.4%
Total Departmental	1,134,710	82.4%	1,147,682	81.9%	1,205,542	81.4%
General Government	65,056	4.7%	88,314	6.3%	86,834	5.9%
Debt Service Transfer	178,000	12.9%	165,000	11.8%	188,000	12.7%
Operating Transfer	0	0.0%	0	0.0%	0	0.0%
Total Expenditures	1,377,766	100.0%	1,400,996	100.0%	1,480,376	100.0%
Net Current Activity	(27,027)		(784)		(28,247)	
Change in Reserve for Working Capital	0		0		0	
Transfers from other funds	34,440		6,800		3,500	
Pension Bond Proceed	0		0		22,776	
Disaster Recovery Fund Transfer	15,000		0		0	
Change in Misc. Other Reserves	(2,594)		(339)		0	
Unreserved Fund Balance, Beg. of Year	85,282		105,101		110,778	
Unreserved Fund Balance, End of Year	105,101		110,778		108,807	
Designated for Sign Abatement	(2,074)		(2,119)		(2,074)	
Designated for Rainy Day Fund	(20,000)		(20,473)		(20,000)	
Designated for Capital Projects	0		0		0	
Designated for PIP	0		0		0	
Undesignated Fund Balance, End of Year	\$83,027		\$88,186		\$86,733	

Aviation Operating Fund
For the period ended December 31, 2004
(amounts expressed in thousands)

	FY2004 Actual	FY2005				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F&A Projection
Operating Revenues						
Landing Area	\$ 57,011	\$ 97,754	\$ 97,754	31,469	\$ 97,754	\$ 97,754
Bldg and Ground Area	115,777	146,739	146,739	63,378	146,739	146,739
Parking and Concession	94,537	92,128	92,128	49,403	92,128	92,128
Other	3,088	1,289	1,289	1,112	1,289	1,289
Total Operating Revenues	<u>270,413</u>	<u>337,910</u>	<u>337,910</u>	<u>145,362</u>	<u>337,910</u>	<u>337,910</u>
Operating Expenses						
Personnel	65,312	69,217	70,097	34,426	69,097	69,097
Supplies	4,516	5,932	5,932	2,624	5,932	5,932
Services	98,253	112,555	112,555	47,561	112,555	112,555
Non-Capital Outlay	842	830	830	361	830	830
Total Operating Expenses	<u>168,923</u>	<u>188,534</u>	<u>189,414</u>	<u>84,972</u>	<u>188,414</u>	<u>188,414</u>
Operating Income (Loss)	<u>101,490</u>	<u>149,376</u>	<u>148,496</u>	<u>60,390</u>	<u>149,496</u>	<u>149,496</u>
Nonoperating Revenues (Expenses)						
Interest Income	7,562	8,700	8,700	4,442	8,700	8,700
Other	128	0	0	43	0	0
Total Nonoperating Rev (Exp)	<u>7,690</u>	<u>8,700</u>	<u>8,700</u>	<u>4,485</u>	<u>8,700</u>	<u>8,700</u>
Income (Loss) Before Operating Transfers	<u>109,180</u>	<u>158,076</u>	<u>157,196</u>	<u>64,874</u>	<u>158,196</u>	<u>158,196</u>
Operating Transfers						
Interfund Transfer - Oper Reserve	3,726	3,000	3,000	0	3,000	3,000
Debt Service Principal	18,865	25,165	25,165	12,583	25,165	25,165
Debt Service Interest	24,257	84,802	84,802	17,435	84,802	84,802
Renewal and Replacement	0	500	500	0	500	500
Capital Improvement	66,297	44,609	43,729	12,951	44,729	44,729
Total Operating Transfers	<u>113,145</u>	<u>158,076</u>	<u>157,196</u>	<u>42,969</u>	<u>158,196</u>	<u>158,196</u>
Net Income (Loss)						
Operating Fund Only	<u>\$ (3,965)</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>21,905</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, the Central Business District Heliport, 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
For the period ended December 31, 2004
(amounts expressed in thousands)

	FY2004 Actual	FY2005				
		Adopted Budget	Current Budget	YTD	Controllers Projection	F & A Projection
Operating Revenues						
Facility Rentals	\$ 5,804	\$ 5,094	\$ 5,094	\$ 3,148	\$ 5,088	\$ 5,088
Parking	9,325	10,499	10,499	3,384	9,745	9,745
Food and Beverage Concessions	1,840	2,346	2,346	1,037	2,352	2,352
Contract Cleaning	176	246	246	73	246	246
Total Operating Revenues	<u>17,145</u>	<u>18,185</u>	<u>18,185</u>	<u>7,642</u>	<u>17,431</u>	<u>17,431</u>
Operating Expenses						
Personnel	6,640	6,010	6,096	3,163	6,096	6,096
Supplies	468	533	494	242	494	494
Services	19,799	23,295	23,200	8,075	23,200	23,200
Total Operating Expenses	<u>26,907</u>	<u>29,838</u>	<u>29,790</u>	<u>11,480</u>	<u>29,790</u>	<u>29,790</u>
Operating Income (Loss)	<u>(9,762)</u>	<u>(11,653)</u>	<u>(11,605)</u>	<u>(3,838)</u>	<u>(12,359)</u>	<u>(12,359)</u>
Nonoperating Revenues (Expenses)						
Hotel Occupancy Tax						
Current	44,993	44,000	44,000	20,683	44,000	44,000
Delinquent	1,149	900	900	591	900	900
Advertising Services	(9,545)	(10,120)	(10,120)	(2,707)	(10,120)	(10,120)
Promotion Contracts	(7,885)	(8,360)	(8,360)	(2,237)	(8,360)	(8,360)
Contracts/Sponsorships	(3,184)	(2,192)	(2,192)	(758)	(2,192)	(2,192)
Net Hotel Occupancy Tax	<u>25,528</u>	<u>24,228</u>	<u>24,228</u>	<u>15,572</u>	<u>24,228</u>	<u>24,228</u>
Interest Income	480	1,050	1,050	488	1,050	1,050
Capital Outlay	(105)	(5,379)	(12,088)	(8,181)	(12,088)	(12,088)
Non-Capital Outlay	15	(59)	(63)	(3)	(63)	(63)
Other Interest	(104)	(550)	(550)	0	(550)	(550)
Other	2,550	60	60	4,438	4,438	4,438
Total Nonoperating Rev (Exp)	<u>28,364</u>	<u>19,350</u>	<u>12,637</u>	<u>12,314</u>	<u>17,015</u>	<u>17,015</u>
Income (Loss) Before Operating Transfers	<u>18,602</u>	<u>7,697</u>	<u>1,032</u>	<u>8,476</u>	<u>4,656</u>	<u>4,656</u>
Operating Transfers						
Transfers for Interest	6,064	7,100	7,100	3,047	7,100	7,100
Transfers for Principal	6,536	6,900	6,900	3,083	6,900	6,900
Interfund Transfers	1,531	0	1,309	1,309	1,309	1,309
Transfers to Special	(3,591)	(2,500)	(2,500)	(2,500)	(2,500)	(2,500)
Total Operating Transfers	<u>10,540</u>	<u>11,500</u>	<u>12,809</u>	<u>4,939</u>	<u>12,809</u>	<u>12,809</u>
Net Income (Loss)						
Operating Fund Only	<u>\$ 8,062</u>	<u>\$ (3,803)</u>	<u>\$ (11,777)</u>	<u>\$ 3,537</u>	<u>\$ (8,153)</u>	<u>\$ (8,153)</u>

About the Fund:

The Convention and Entertainment Facilities operating fund is an enterprise fund that accounts for the operation of the City's six major entertainment centers and City-owned parking garages. These centers include the following: Jesse H. Jones Hall; Bayou Place; Houston Center for The Arts; Gus S. Wortham Center; George R. Brown Convention Center and the Tranquility Park and Civic Center garages.

Combined Utility System Fund
For the period ended December 31, 2004
(amounts expressed in thousands)

	FY2004 Actual	FY2005				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F&A Projection
Operating Revenues						
Water Sales	\$ 265,272	\$ 311,068	\$ 311,068	\$ 155,948	\$ 294,093	\$ 294,093
Sewer Sales	257,224	299,253	299,253	145,699	288,626	288,626
Penalties	4,150	3,741	3,741	2,469	3,841	3,841
Other	4,562	4,360	4,360	2,236	4,417	4,417
Total Operating Revenues	<u>531,208</u>	<u>618,422</u>	<u>618,422</u>	<u>306,352</u>	<u>590,977</u>	<u>590,977</u>
Operating Expenses						
Personnel	124,054	122,241	122,241	57,604	115,000	115,000
Supplies	23,141	26,007	26,007	13,310	26,700	26,700
Electricity and Gas	35,200	47,169	47,169	20,896	47,048	47,048
Contracts & Other Payments	70,388	92,013	92,013	33,081	78,925	78,925
Total Operating Expenses	<u>252,783</u>	<u>287,430</u>	<u>287,430</u>	<u>124,891</u>	<u>267,673</u>	<u>267,673</u>
Operating Income (Loss)	<u>278,425</u>	<u>330,992</u>	<u>330,992</u>	<u>181,461</u>	<u>323,304</u>	<u>323,304</u>
Nonoperating Revenues (Expenses)						
Interest Income	6,889	5,161	5,161	3,517	5,261	5,261
Sale of Property, Mains and Scrap	664	508	508	601	693	693
Other	9,934	7,863	7,863	3,717	7,863	7,863
Impact Fees	15,580	14,000	14,000	7,056	14,000	14,000
HAWC	(6,391)	(4,608)	(4,608)	(1,677)	(4,608)	(4,608)
CWA & TRA Contracts (P & I)	<u>(31,454)</u>	<u>(32,317)</u>	<u>(32,317)</u>	<u>(23,558)</u>	<u>(32,317)</u>	<u>(32,317)</u>
Total Nonoperating Rev (Exp)	<u>(4,778)</u>	<u>(9,393)</u>	<u>(9,393)</u>	<u>(10,344)</u>	<u>(9,108)</u>	<u>(9,108)</u>
Income (Loss) Before Operating Transfers	<u>273,647</u>	<u>321,599</u>	<u>321,599</u>	<u>171,117</u>	<u>314,196</u>	<u>314,196</u>
Operating Transfers						
Debt Service Principal	67,492	12,675	12,675	7,014	12,675	12,675
Debt Service Interest	154,238	179,902	179,902	85,797	179,902	179,902
Discretionary Debt	29,572	28,934	28,934	5,626	28,934	28,934
Other Contractual Obligations	0	474	474	0	474	474
Equipment Acquisition	8,145	17,862	17,862	2,583	17,862	17,862
CUS General Purpose Fund	0	49,752	49,752	55,097	42,349	42,349
Transfer to General Fund	4,100	2,000	2,000	0	2,000	2,000
Transfer to Combined Utility System	0	0	0	0	0	0
Transfer to Stormwater	10,100	30,000	30,000	15,000	30,000	30,000
Total Operating Transfers	<u>273,647</u>	<u>321,599</u>	<u>321,599</u>	<u>171,117</u>	<u>314,196</u>	<u>314,196</u>
Net Current Activity						
Operating Fund Only	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>

About the Fund:

The Combined Utility System Fund 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, receive 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.

Stormwater Fund
For the period ending December 31, 2004
(amounts expressed in thousands)

	FY2004 Actual	FY2005				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F&A Projection
Revenues						
Miscellaneous	\$ 164	\$ 145	\$ 145	\$ 28	\$ 145	\$ 145
Total Revenues	<u>164</u>	<u>145</u>	<u>145</u>	<u>28</u>	<u>145</u>	<u>145</u>
Expenditures						
Personnel	15,129	17,492	17,492	8,137	17,492	17,492
Supplies	1,226	1,290	1,290	593	1,290	1,290
Other Services	10,010	11,142	11,142	3,637	11,142	11,142
Capital Outlay	862	131	131	118	131	131
Total Expenditures	<u>27,227</u>	<u>30,055</u>	<u>30,055</u>	<u>12,485</u>	<u>30,055</u>	<u>30,055</u>
Other Financing Sources (Uses)						
Interest Income	(123)	310	310	37	310	310
Operating Transfers In	10,100	30,000	30,000	15,000	30,000	30,000
Operating Transfers Out	0	(400)	(400)	0	(400)	(400)
Total Other Financing Sources (Uses)	<u>9,977</u>	<u>29,910</u>	<u>29,910</u>	<u>15,037</u>	<u>29,910</u>	<u>29,910</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing (Uses)						
	(17,086)	0	0	2,580	0	0
Fund Balance, Beginning of Year	<u>18,778</u>	<u>1,692</u>	<u>1,692</u>	<u>1,692</u>	<u>1,692</u>	<u>1,692</u>
Fund Balance, End of Year	<u>\$ 1,692</u>	<u>\$ 1,692</u>	<u>\$ 1,692</u>	<u>\$ 4,272</u>	<u>\$ 1,692</u>	<u>\$ 1,692</u>

The Stormwater Fund provides for the maintenance and repair of streets, rights-of-way and drainage infrastructure, such as storm sewers and roadside ditches. The City undertook a major restructuring of its water, sewer and drainage financing at the end of FY2004. This restructuring created a new Combined Utility System with the capacity to transfer funds from its surplus amounts to the Stormwater Fund to support stormwater drainage operations and maintenance.

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

Health Benefits Fund
For the period ended December 31, 2004
(amounts expressed in thousands)

	FY2004 Actual	FY2005				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F & A Projection
Operating Revenues						
City Medical Plans	\$ 171,051	\$ 213,699	\$ 213,699	\$ 101,257	\$ 202,620	\$ 202,620
City Dental Plans	7,707	8,381	8,381	3,885	7,927	7,927
City Life Insurance Plans	5,486	5,456	5,456	2,617	5,444	5,444
Dependent Care Reimbursement	143	160	160	74	160	160
Operating Revenues	<u>184,387</u>	<u>227,696</u>	<u>227,696</u>	<u>107,833</u>	<u>216,151</u>	<u>216,151</u>
Operating Expenses						
City Medical Plan Claims	169,205	210,843	210,843	96,981	199,513	199,513
City Dental Plan Claims	7,707	8,381	8,381	3,885	7,927	7,927
City Life Insurance Plans	5,383	5,456	5,456	2,615	5,444	5,444
Administrative Costs	2,649	3,225	3,225	1,152	3,225	3,225
Dependent Care	143	160	160	74	160	160
Operating Expenses	<u>185,087</u>	<u>228,065</u>	<u>228,065</u>	<u>104,707</u>	<u>216,269</u>	<u>216,269</u>
Operating Income (Loss)	(700)	(369)	(369)	3,126	(118)	(118)
Nonoperating Revenues (Expenses)						
Interest Income	210	300	300	171	300	300
Prior Year Expense Recovery	222	50	50	1	50	50
Nonoperating Revenues (Expenses)	<u>432</u>	<u>350</u>	<u>350</u>	<u>172</u>	<u>350</u>	<u>350</u>
Net Income (Loss)	(268)	(19)	(19)	3,298	232	232
Net Assets, Beginning of Year	1,036	768	768	768	768	768
Net Assets, End of Year	<u>\$ 768</u>	<u>\$ 749</u>	<u>\$ 749</u>	<u>\$ 4,066</u>	<u>\$ 1,000</u>	<u>\$ 1,000</u>

About the Fund:

The Health Benefits Fund is an Internal Service Fund administered by the Human Resources Department. The Fund was established in 1984 to centralize the financial transactions for the City's benefit plans. In May 1994, the entire health benefits delivery system was revamped with a new system that employs aggressive managed care features. HMOBlueTexas (HMOBTX) provides Health Maintenance Organization (HMO) and Point of Service (POS) plan, with limits on annual increases. 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
For the period ended December 31, 2004
(amounts expressed in thousands)

	FY2004 Actual	FY2005				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F & A Projection
Operating Revenues						
Contributions	\$ 1,308	\$ 2,060	\$ 2,060	\$ 1,034	\$ 2,077	\$ 2,077
GASB 10 Operating Transfer	0	0	0	0	0	0
Operating Revenues	<u>1,308</u>	<u>2,060</u>	<u>2,060</u>	<u>1,034</u>	<u>2,077</u>	<u>2,077</u>
Operating Expenses						
Management Consulting Services	14	12	12	0	12	12
Claims Payment Services	133	140	140	56	140	140
Employee Medical Claims	1,311	2,062	2,062	1,031	1,988	1,988
Operating Expenses	<u>1,458</u>	<u>2,214</u>	<u>2,214</u>	<u>1,087</u>	<u>2,140</u>	<u>2,140</u>
Operating Income (Loss)	(150)	(154)	(154)	(53)	(63)	(63)
Nonoperating Revenues (Expenses)						
Interest Income	33	153	153	72	153	153
Prior Year Expense Recovery	0	0	0	0	0	0
Nonoperating Revenues (Expenses)	<u>33</u>	<u>153</u>	<u>153</u>	<u>72</u>	<u>153</u>	<u>153</u>
Net Income (Loss)	(117)	(1)	(1)	19	90	90
Net Assets, Beginning of Year	<u>47</u>	<u>(70)</u>	<u>(70)</u>	<u>(70)</u>	<u>(70)</u>	<u>(70)</u>
Net Assets, End of Year	<u>\$ (70)</u>	<u>\$ (71)</u>	<u>\$ (71)</u>	<u>\$ (51)</u>	<u>\$ 20</u>	<u>\$ 20</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 December 31, 2004
(amounts expressed in thousands)

	FY2004 Actual	FY2005				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F & A Projection
Operating Revenues						
Interfund Legal Services	\$ 12,214	\$ 23,619	\$ 23,619	\$ 2,534	\$ 23,618	\$ 23,618
Recoveries, Prior and Misc.	97	0	0	1	1	1
Operating Revenues	<u>12,311</u>	<u>23,619</u>	<u>23,619</u>	<u>2,535</u>	<u>23,619</u>	<u>23,619</u>
Operating Expenses						
Personnel	2,057	2,113	2,113	1,040	2,113	2,113
Supplies	25	41	41	11	41	41
Services:						
Insurance Fees/Adm.	6,760	7,995	7,995	40	7,995	7,995
Claims and Judgments	2,375	11,217	11,217	1,161	11,217	11,217
Other Services	1,076	2,253	2,253	809	2,253	2,253
Capital Outlay	0	0	0	0	0	0
Operating Expenses	<u>12,293</u>	<u>23,619</u>	<u>23,619</u>	<u>3,061</u>	<u>23,619</u>	<u>23,619</u>
Operating Income (Loss)	18	0	0	(526)	0	0
Nonoperating Revenues (Expenses)						
Interest Income	0	0	0	0	0	0
Nonoperating Revenues (Expenses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Income (Loss)	18	0	0	(526)	0	0
Net Assets, Beginning of Year	<u>62</u>	<u>80</u>	<u>80</u>	<u>80</u>	<u>80</u>	<u>80</u>
Net Assets, End of Year	<u>\$ 80</u>	<u>\$ 80</u>	<u>\$ 80</u>	<u>\$ (446)</u>	<u>\$ 80</u>	<u>\$ 80</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 December 31, 2004
(amounts expressed in thousands)

	FY2004 Actual	FY2005				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F & A Projection
Operating Revenues						
Contributions	\$ 25,212	\$ 29,879	\$ 29,879	\$ 13,599	\$ 29,879	\$ 29,879
Operating Revenues	<u>25,212</u>	<u>29,879</u>	<u>29,879</u>	<u>13,599</u>	<u>29,879</u>	<u>29,879</u>
Operating Expenses						
Personnel	2,074	2,165	2,165	986	2,165	2,165
Supplies	29	45	45	7	45	45
Current Year Claims	22,861	27,125	27,125	12,278	27,125	27,125
Services	348	562	562	97	562	562
Capital Outlay	0	38	38	0	38	38
Non-Capital Outlay	0	18	18	0	18	18
Operating Expenses	<u>25,312</u>	<u>29,953</u>	<u>29,953</u>	<u>13,368</u>	<u>29,953</u>	<u>29,953</u>
Operating Income (Loss)	(100)	(74)	(74)	231	(74)	(74)
Nonoperating Revenues (Expenses)						
Interest Income	79	70	70	48	70	70
Prior Year Recoveries	0	0	0	0	0	0
Other	21	4	4	2	4	4
Nonoperating Revenues (Expenses)	<u>100</u>	<u>74</u>	<u>74</u>	<u>50</u>	<u>74</u>	<u>74</u>
Net Income (Loss)	0	0	0	281	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>\$ 281</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 Unemployment Compensation.

Asset Forfeiture (Fund 212)

The Houston Police Department receives asset forfeiture proceeds under guidelines set forth by the U.S. Department of Justice, the U.S. Treasury Department, and the State of Texas. These forfeiture proceeds are generated as a result of law enforcement efforts against illegal and criminal activity. Proceeds received under the various guidelines must be used for law enforcement purposes.

Auto Dealers (Fund 204)

The Auto Dealers Division of the Houston Police Department issues licenses to automotive businesses and vehicle/used parts salesmen. The Auto Dealers Division also monitors private storage facilities/salvage yards, auctions abandoned motor vehicles, and investigates complaints against automotive businesses/salesmen. The revenues generated from the fees are placed in the Auto Dealers Fund.

Building Inspection (Fund 214)

The Public Works and Engineering Department administers the Building Inspection Special Revenue Fund, which ensures that buildings and structures constructed and maintained within the City adhere to the standards set by the City of Houston's Building Code. Permits and Licenses revenue make up approximately 75% of the revenue in this fund. This revenue is derived from the issuance of electrical, plumbing, AC and Boiler and construction permits.

Building Security (Fund 219)

The Building Security Fund began in FY1997 generating revenue from a \$3.00 fee charged to defendants convicted of a misdemeanor offense. The purpose of the fund is to aid in ensuring the safety of civilians and civil service employees while conducting business in Municipal Courts buildings.

Cable TV (Fund 208)

Operation of the Municipal Access Channel and its facilities is the responsibility of the Cable Communications Division of the Finance and Administration Department. The mission of the division is to effectively communicate to the public relevant information concerning municipal and related governmental and community services. The Cable Television Fund is supported through contributions of the cable television companies in Houston. The contributions are based upon a rate per subscriber and support public, educational, and municipal programming in Houston.

Child Safety Fund (Fund 948)

The Child Safety Fund was established to account for monies collected for public, parochial, and private school crossing guard programs. Revenues to the fund come from an assessment of a Municipal Court fee of \$5.00 on non-criminal municipal violations and an additional \$1.50 fee for each vehicle registration authorized by Harris County. If there is a surplus of funds, the City is allowed to keep 10% of the funds received for administrative fees. If a surplus exists after the payment of all covered contract expenses, the excess can be used to pay for programs designed to enhance child safety, health, or nutrition and administration costs of these programs.

Houston Emergency Center (Fund 218)

The City of Houston's Neutral Public Safety Answering Point is one of the thirty-seven answering stations in the Greater Harris County Houston Emergency Center. Emergency calls from Houston citizens are referred to the appropriate emergency agency, such as police, fire, and ambulance services. Calls are also referred to Harris county agencies such as Juvenile Crisis Hotline, Poison Control and Emergency Management Operations. The City of Houston is reimbursed from the special district for salaries, fringe benefits and other operating expenses for the answering station.

Houston Transtar Center (Fund 221)

Houston TranStar Center formerly known as the Greater Houston Transportation & Emergency Management Center. The Houston TranStar 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.

Parks Special Revenue Fund (Fund 206)

The Parks and Recreation Department administers the Parks Special Revenue Fund. The Fund receives revenue from the following activities: Seven municipal golf courses, rental of park facilities, and three tennis centers.

Police Special Services Fund (Fund 205)

The Police Special Services Fund was created to properly account for funds received from other agencies or organizations to reimburse HPD for cost of services for specific law enforcement purposes. These special services include HPD participation in joint police operations, security, traffic control for activities such as "fun runs", parade and festivals.

Sign Administration (Fund 210)

The Public Works and Engineering Department administers the Sign Administration Special Revenue Fund. The Fund oversees sign codes within both the Houston city limits and the City's extra-territorial jurisdiction (ETJ). The code requires the licensing of sign contractors, construction permits for new signs including examination/plan approval, operating permits for new and existing signs, and the impoundment and confiscation of signs found located on the public rights-of-way.

Technology Fee Fund (Fund 261)

The Technology Fee Fund was established in FY2001 to account for revenue generated from a \$4.00 technology fee for convictions on all traffic and non-traffic misdemeanor offenses occurring on or after June 26, 2000. The purpose of the fund is to finance technological enhancements for the Municipal Courts including computer systems, networks, hardware, software, imaging systems, electronic ticket-writers and docket management systems.

TxDOT Signal Maintenance Fund (Fund 234)

In FY1996, the City entered into an agreement with the Texas Department of Transportation (TxDOT) to operate and maintain TxDOT traffic signals on selected state owned roadways located within the City. Funding is electrical power costs and emergency replacement costs of traffic signals covered under the agreement. The fund is administered by the Maintenance and Right-of-Way group of the Public Works and Engineering Department.

Asset Forfeiture Special Revenue Fund
For the period ended December 31, 2004
(amounts expressed in thousands)

	FY2004 Actual	FY2005				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F&A Projection
Revenues						
Confiscations	\$ 3,843	\$ 5,552	\$ 5,552	\$ 1,642	\$ 5,552	\$ 5,552
Interest Income	19	28	28	16	28	28
Other	0	0	0	0	0	0
Total Revenues	<u>3,862</u>	<u>5,580</u>	<u>5,580</u>	<u>1,658</u>	<u>5,580</u>	<u>5,580</u>
Expenditures						
Personnel	1,560	3,600	3,600	911	3,600	3,600
Supplies	1,052	602	602	28	602	602
Other Services	1,205	1,163	1,163	281	1,163	1,163
Capital Outlay	53	100	100	35	100	100
Non-Capital Outlay	80	112	112	0	112	112
Total Expenditures	<u>3,950</u>	<u>5,577</u>	<u>5,577</u>	<u>1,255</u>	<u>5,577</u>	<u>5,577</u>
Net Current Activity	(88)	3	3	403	3	3
Fund Balance, Beginning of Year	<u>755</u>	<u>667</u>	<u>667</u>	<u>667</u>	<u>667</u>	<u>667</u>
Fund Balance, End of Year	<u>\$ 667</u>	<u>\$ 670</u>	<u>\$ 670</u>	<u>\$ 1,070</u>	<u>\$ 670</u>	<u>\$ 670</u>

Auto Dealers
For the period ended December 31, 2004
(amounts expressed in thousands)

	FY2004 Actual	FY2005				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F&A Projection
Revenues						
Auto Dealers Licenses	\$ 1,190	\$ 1,265	\$ 1,265	774	\$ 1,265	\$ 1,265
Vehicle Storage Notification	192	180	180	182	180	180
Vehicle Auction Fees	402	418	418	174	418	418
Interest Income	3	55	55	18	55	55
Other	681	1,850	1,850	784	1,850	1,850
Total Revenues	<u>2,468</u>	<u>3,768</u>	<u>3,768</u>	<u>1,932</u>	<u>3,768</u>	<u>3,768</u>
Expenditures						
Personnel	1,688	2,440	2,440	1,050	2,440	2,440
Supplies	141	211	211	161	211	211
Other Services	378	2,018	2,018	382	2,012	2,012
Capital Outlay	0	0	0	6	6	6
Total Expenditures	<u>2,207</u>	<u>4,669</u>	<u>4,669</u>	<u>1,599</u>	<u>4,669</u>	<u>4,669</u>
Net Current Activity	261	(901)	(901)	333	(901)	(901)
Fund Balance, Beginning of Year	<u>1,003</u>	<u>1,264</u>	<u>1,264</u>	<u>1,264</u>	<u>1,264</u>	<u>1,264</u>
Fund Balance, End of Year	<u>\$ 1,264</u>	<u>\$ 363</u>	<u>\$ 363</u>	<u>1,597</u>	<u>\$ 363</u>	<u>\$ 363</u>

Building Inspection Special Revenue Fund
For the period ended December 31, 2004
(amounts expressed in thousands)

	FY2004 Actual	FY2005				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F&A Projection
Revenues						
Permits and Licenses	\$ 18,127	\$ 19,571	\$ 19,571	\$ 9,714	\$ 19,571	\$ 19,571
Charges for Services	2,966	3,095	3,095	1,730	2,940	3,095
Other	270	171	171	60	326	171
Interest Income	132	286	286	85	286	286
Total Revenues	<u>21,495</u>	<u>23,123</u>	<u>23,123</u>	<u>11,590</u>	<u>23,123</u>	<u>23,123</u>
Expenditures						
Personnel	17,537	19,472	19,472	9,185	19,472	19,472
Supplies	417	798	798	185	798	798
Other Services	3,838	6,662	6,662	1,089	6,662	6,662
Capital Outlay	844	1,418	1,418	92	1,418	1,418
Non-Capital Outlay	0	0	0	0	0	0
Total Expenditures	<u>22,636</u>	<u>28,350</u>	<u>28,350</u>	<u>10,551</u>	<u>28,350</u>	<u>28,350</u>
Net Current Activity	<u>(1,141)</u>	<u>(5,227)</u>	<u>(5,227)</u>	<u>1,039</u>	<u>(5,227)</u>	<u>(5,227)</u>
Other financing sources (uses)						
Operating Transfers Out	0	0	0	0	0	0
Total other financing sources (uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing (uses)	(1,141)	(5,227)	(5,227)	1,039	(5,227)	(5,227)
Fund Balance, Beginning of Year	<u>7,305</u>	<u>6,164</u>	<u>6,164</u>	<u>6,164</u>	<u>6,164</u>	<u>6,164</u>
Fund Balance, End of Year	<u>\$ 6,164</u>	<u>\$ 937</u>	<u>\$ 937</u>	<u>\$ 7,203</u>	<u>\$ 937</u>	<u>\$ 937</u>

Building Security Fund
For the period ending December 31, 2004
(amounts expressed in thousands)

	FY2004 Actual	FY2005				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F&A Projection
Revenues						
Current Revenues	<u>\$ 200</u>	<u>\$ 1,083</u>	<u>\$ 1,083</u>	<u>\$ 224</u>	<u>\$ 1,083</u>	<u>\$ 735</u>
Total Revenues	<u>200</u>	<u>1,083</u>	<u>1,083</u>	<u>224</u>	<u>1,083</u>	<u>735</u>
Expenditures						
Personnel	0	775	775	342	775	750
Other Services	134	275	275	50	275	275
Equipment	3	869	869	0	869	546
Total Expenditures	<u>137</u>	<u>1,919</u>	<u>1,919</u>	<u>392</u>	<u>1,919</u>	<u>1,571</u>
Net Current Activity	63	(836)	(836)	(168)	(836)	(836)
Fund Balance, Beginning of Year	<u>817</u>	<u>880</u>	<u>880</u>	<u>880</u>	<u>880</u>	<u>880</u>
Fund Balance, End of Year	<u>\$ 880</u>	<u>\$ 44</u>	<u>\$ 44</u>	<u>\$ 712</u>	<u>\$ 44</u>	<u>\$ 44</u>

Cable TV
For the period ended December 31, 2004
(amounts expressed in thousands)

	FY2004 Actual	FY2005				F&A Projection
		Adopted Budget	Current Budget	YTD	Controller's Projection	
Revenues						
Current Revenues	\$ 1,705	\$ 1,810	\$ 1,810	\$ 1,262	\$ 1,810	\$ 1,810
Total Revenues	<u>1,705</u>	<u>1,810</u>	<u>1,810</u>	<u>1,262</u>	<u>1,810</u>	<u>1,810</u>
Expenditures						
Maintenance and Operations	1,640	1,869	1,869	662	1,869	1,869
Total Expenditures	<u>1,640</u>	<u>1,869</u>	<u>1,869</u>	<u>662</u>	<u>1,869</u>	<u>1,869</u>
Net Current Activity	65	(59)	(59)	600	(59)	(59)
Fund Balance, Beginning of Year	<u>400</u>	<u>465</u>	<u>465</u>	<u>465</u>	<u>465</u>	<u>465</u>
Fund Balance, End of Year	<u>\$ 465</u>	<u>\$ 406</u>	<u>\$ 406</u>	<u>\$ 1,065</u>	<u>\$ 406</u>	<u>\$ 406</u>

Child Safety Fund
For the period ended December 31, 2004
(amounts expressed in thousands)

	FY2004 Actual	FY2005				F&A Projection
		Adopted Budget	Current Budget	YTD	Controller's Projection	
Revenues						
Interest on Investments	\$ 51	\$ 45	\$ 45	21	\$ 45	\$ 45
Municipal Courts Collections	1,065	2,000	2,000	554	2,000	2,000
Harris County Collections	2,092	1,500	1,500	1,017	1,500	1,500
Total Revenues	<u>3,208</u>	<u>3,545</u>	<u>3,545</u>	<u>1,592</u>	<u>3,545</u>	<u>3,545</u>
Expenditures						
School Crossing Guard Program	3,308	4,025	4,025	9	3,989	3,989
Miscellaneous Parts and Supplies	3	3	3	0	3	3
Total Expenditures	<u>3,311</u>	<u>4,028</u>	<u>4,028</u>	<u>9</u>	<u>3,992</u>	<u>3,992</u>
Net Current Activity	(103)	(483)	(483)	1,583	(447)	(447)
Fund Balance, Beginning of Year	<u>550</u>	<u>447</u>	<u>447</u>	<u>447</u>	<u>447</u>	<u>447</u>
Fund Balance, End of Year	<u>\$ 447</u>	<u>\$ (36)</u>	<u>\$ (36)</u>	<u>2,030</u>	<u>\$ 0</u>	<u>\$ 0</u>

Houston Emergency Center
For the period ended December 31, 2004
(amounts expressed in thousands)

	FY2004 Actual	FY2005				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F&A Projection
Revenues						
Current Revenues	\$ 17,740	\$ 16,473	\$ 16,473	\$ 3,458	\$ 16,473	\$ 16,473
Total Revenues	<u>17,740</u>	<u>16,473</u>	<u>16,473</u>	<u>3,458</u>	<u>16,473</u>	<u>16,473</u>
Expenditures						
Maintenance and Operations	17,740	16,473	16,473	5,965	16,473	16,473
Total Expenditures	<u>17,740</u>	<u>16,473</u>	<u>16,473</u>	<u>5,965</u>	<u>16,473</u>	<u>16,473</u>
Net Current Activity	0	0	0	(2,507)	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>\$ (2,507)</u>	<u>\$ 0</u>	<u>\$ 0</u>

Houston Transtar Center
For the period ended December 31, 2004
(amounts expressed in thousands)

	FY2004 Actual	FY2005				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F&A Projection
Revenues						
Other Grant Awards	\$ 1,215	\$ 1,237	\$ 1,237	\$ 619	\$ 1,316	\$ 1,237
Other Service Charges	429	457	457	235	477	457
Misc. Revenue	17	0	0	1	17	1
Interest Income	<u>2</u>	<u>5</u>	<u>5</u>	<u>4</u>	<u>6</u>	<u>4</u>
Total Revenues	<u>1,663</u>	<u>1,699</u>	<u>1,699</u>	<u>859</u>	<u>1,816</u>	<u>1,699</u>
Expenditures						
Maintenance and Operations	1,663	1,699	1,699	600	1,657	1,666
Total Expenditures	<u>1,663</u>	<u>1,699</u>	<u>1,699</u>	<u>600</u>	<u>1,657</u>	<u>1,666</u>
Net Current Activity	(0)	0	0	259	159	33
Fund Balance, Beginning of Year	<u>24</u>	<u>24</u>	<u>24</u>	<u>24</u>	<u>24</u>	<u>24</u>
Fund Balance, End of Year	<u>\$ 24</u>	<u>\$ 24</u>	<u>\$ 24</u>	<u>\$ 283</u>	<u>\$ 183</u>	<u>\$ 57</u>

Parks Special Revenue Fund
For the period ended December 31, 2004
(amounts expressed in thousands)

	FY2004 Actual	FY2005				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F&A Projection
Revenues						
Concessions	\$ 1,336	\$ 1,445	\$ 1,445	\$ 688	\$ 1,445	\$ 1,445
Zoo/Facility Admissions	25	34	34	11	34	34
Program Fees	318	337	337	119	337	337
Rental of Property	1,110	1,397	1,397	593	1,397	1,397
Licenses and Permits	96	100	100	37	100	100
Interest Income	5	60	60	30	60	60
Golf and Tennis	2,638	2,969	2,969	1,316	2,969	2,969
Other	92	94	94	137	94	94
Total Revenues	5,620	6,436	6,436	2,931	6,436	6,436
Expenditures						
Personnel	4,043	4,149	4,149	1,980	4,149	4,149
Supplies	783	1,116	1,116	428	1,116	1,116
Other Services	952	1,125	1,125	408	1,125	1,125
Capital Outlay	140	10	10	0	10	10
Non-Capital Outlay	0	0	0	0	0	0
Total Expenditures	5,918	6,400	6,400	2,816	6,400	6,400
Operating Transfers						
Operating Transfers Out	0	560	560	0	0	0
Total Operating Transfers Out	0	560	560	0	0	0
Net Current Activity	(298)	(524)	(524)	115	36	36
Fund Balance, Beginning of Year	2,265	1,967	1,967	1,967	1,967	1,967
Fund Balance, End of Year	\$ 1,967	\$ 1,443	\$ 1,443	\$ 2,082	\$ 2,003	\$ 2,003

Police Special Services Fund
For the period ended December 31, 2004
(amounts expressed in thousands)

	FY2004 Actual	FY2005				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F&A Projection
Revenues						
Police Fees	\$ 10,290	\$ 7,995	\$ 7,995	\$ 2,308	\$ 7,995	\$ 7,995
Interest Income	(3)	120	120	54	120	120
Other	884	2,477	2,477	136	2,477	2,477
Interfund Transfers	600	0	0	0	0	0
Total Revenues	11,771	10,592	10,592	2,498	10,592	10,592
Expenditures						
Personnel	7,912	3,730	3,730	342	3,730	3,730
Supplies	1,648	2,223	2,223	110	2,223	2,223
Other Services	1,184	3,791	3,791	305	3,791	3,791
Equipment	930	2,085	2,085	128	2,085	2,085
Interfund Transfers	309	710	710	0	710	710
Total Expenditures	11,983	12,539	12,539	885	12,539	12,539
Net Current Activity	(212)	(1,947)	(1,947)	1,613	(1,947)	(1,947)
Fund Balance, Beginning of Year	4,307	4,095	4,095	4,095	4,095	4,095
Fund Balance, End of Year	\$ 4,095	\$ 2,148	\$ 2,148	\$ 5,708	\$ 2,148	\$ 2,148

Sign Administration
For the period ending December 31, 2004
(amounts expressed in thousands)

	FY2004 Actual	FY2005				F&A Projection
		Adopted Budget	Current Budget	YTD	Controller's Projection	
Revenues						
Sign and Permit Fees	\$ 2,098	\$ 1,802	\$ 1,802	\$ 897	\$ 1,802	\$ 1,802
Interest Income	6	38	38	20	38	38
Miscellaneous		0	0	0	0	0
Total Revenues	<u>2,104</u>	<u>1,839</u>	<u>1,839</u>	<u>916</u>	<u>1,839</u>	<u>1,839</u>
Expenditures						
Maintenance and Operations	2,013	2,531	2,531	833	2,531	2,531
Total Expenditures	<u>2,013</u>	<u>2,531</u>	<u>2,531</u>	<u>833</u>	<u>2,531</u>	<u>2,531</u>
Net Current Activity	<u>91</u>	<u>(692)</u>	<u>(692)</u>	<u>82</u>	<u>(692)</u>	<u>(692)</u>
Other financing sources (uses)						
Operating Transfers Out	0	0	0	0	0	0
Total other financing sources (uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing (uses)						
	91	(692)	(692)	82	(692)	(692)
Fund Balance, Beginning of Year	<u>1,218</u>	<u>1,309</u>	<u>1,309</u>	<u>1,309</u>	<u>1,309</u>	<u>1,309</u>
Fund Balance, End of Year	<u>\$ 1,309</u>	<u>\$ 617</u>	<u>\$ 617</u>	<u>\$ 1,391</u>	<u>\$ 617</u>	<u>\$ 617</u>

Technology Fee Fund
For the period ending December 31, 2004
(amounts expressed in thousands)

	FY2004 Actual	FY2005				F&A Projection
		Adopted Budget	Current Budget	YTD	Controller's Projection	
Revenues						
Current Revenues	\$ 1,451	\$ 1,444	\$ 1,444	\$ 864	\$ 1,444	\$ 1,744
Total Revenues	<u>1,451</u>	<u>1,444</u>	<u>1,444</u>	<u>864</u>	<u>1,444</u>	<u>1,744</u>
Expenditures						
Other Services	1,308	50	50	0	50	50
Equipment	0	1,182	1,182	0	1,182	1,182
Debt Service	0	500	500	0	500	500
Total Expenditures	<u>1,308</u>	<u>1,732</u>	<u>1,732</u>	<u>0</u>	<u>1,732</u>	<u>1,732</u>
Net Current Activity	143	(288)	(288)	864	(288)	12
Fund Balance, Beginning of Year	<u>2,965</u>	<u>3,108</u>	<u>3,108</u>	<u>3,108</u>	<u>3,108</u>	<u>3,108</u>
Fund Balance, End of Year	<u>\$ 3,108</u>	<u>\$ 2,820</u>	<u>\$ 2,820</u>	<u>\$ 3,972</u>	<u>\$ 2,820</u>	<u>\$ 3,120</u>

TxDOT Signal Maintenance Fund
For the period ending December 31, 2004
(amounts expressed in thousands)

	FY2004 Actual	FY2005				F&A Projection
		Adopted Budget	Current Budget	YTD	Controller's Projection	
Revenues						
Current Revenues	\$ 558	\$ 533	\$ 533	\$ 117	\$ 748	\$ 533
Total Revenues	<u>558</u>	<u>533</u>	<u>533</u>	<u>117</u>	<u>748</u>	<u>533</u>
Expenditures						
Maintenance and Operations	535	527	527	225	742	527
Interfund Transfers	<u>5</u>	<u>5</u>	<u>5</u>	<u>3</u>	<u>6</u>	<u>5</u>
Total Expenditures	<u>540</u>	<u>533</u>	<u>533</u>	<u>228</u>	<u>748</u>	<u>533</u>
Net Current Activity	18	0	0	(111)	0	0
Fund Balance, Beginning of Year	<u>0</u>	<u>18</u>	<u>18</u>	<u>18</u>	<u>18</u>	<u>18</u>
Fund Balance, End of Year	<u>\$ 18</u>	<u>\$ 18</u>	<u>\$ 18</u>	<u>\$ (93)</u>	<u>\$ 18</u>	<u>\$ 18</u>



DECEMBER 2004

City of Houston, Texas
Commercial Paper Issued and Available
For the period ended December 31, 2004
(amounts expressed in millions)

COMMERCIAL PAPER	Draws FY05 (millions)	Draws during Month (millions)	(Refunded) Increased Authorization (millions)	Amount Available to be Drawn (millions)	Amount Outstanding (millions)
General Obligation					
<i>(Series A & B)</i>					
<i>Public Improvement Bonds</i>	\$ 8.50	\$ 0.00	\$ (132.70)	\$ 47.50	\$ 198.10
<i>(Series D)</i>	40.00	15.00	110.00	275.00	110.00
<i>(Series E)</i>					
<i>Equipment</i>	20.00	0.00	(25.80)	71.61	16.29
<i>Metro Street Projects</i>	4.00	0.00	(3.30)	57.79	5.21
<i>Cotswold Project</i>	0.00	0.00	(3.49)	4.01	0.00
<i>Downtown Streetscape</i>	0.00	0.00	(5.41)	0.09	0.00
<i>(Series F) Drainage</i>	0.00	0.00	_____	139.50	0.00
Total General Obligation	72.50	15.00	(60.70)	595.50	329.60
Combined Utility System	85.00	30.00	(40.00)	815.00	85.00
<i>(Series A)</i>					
Airport System	15.00	0.00		265.00	35.00
<i>(Series A,B, & C)</i>					
Convention & Entertainment	0.00	0.00		52.50	22.50
<i>(Series A)</i>					
Totals	<u>\$ 172.50</u>	<u>\$ 45.00</u>	<u>\$ (100.70)</u>	<u>\$ 1,728.00</u>	<u>\$ 472.10</u>

City of Houston, Texas
Summarized Construction/Bond Fund Status Report
For the period ended December 31, 2004
(amounts expressed in thousands)

Purpose	Available for Appropriation
Equipment and Miscellaneous	
Total Dangerous Building Funds	\$ 57
Total Equipment Acquisition Funds	37,709
Certificates of Obligation Lamar Terrace 2000A	329
Total Equipment and Miscellaneous	38,095
Public Improvement	
Total Fire Department	12,908
Total Housing	4,420
Total General Improvement	11,967
Total Public Health and Welfare	7,347
Total Public Library	12,592
Total Parks and Recreation	15,331
Total Police Department	14,796
Total Solid Waste	2,653
Total Storm Sewer	122,341
Total Street & Bridge	129,911
Total Public Improvement	334,267
Airport	
Total Airport	414,239
Convention and Entertainment Facilities	
Total Convention and Entertainment	57,188
Combined Utility System	
Total Combined Utility System	364,856
Total All Purposes	\$ 1,208,645

City of Houston, Texas
Construction/Bond Fund Status Report
For the period ended December 31, 2004
(amounts expressed in thousands)

Fund No.	Fund Name	Original Amount	Cash/ Investments	Draw down Available	Net Resources Available	Unexpended (a) Appropriation	Available for Appropriation
Equipment and Miscellaneous							
12Y	Dangerous Building Demolition Series 2003B	2,210	1,806	0	57	0	57
12A	Dangerous Bldg. Consolidations	n/a	0	n/a	1,744	1,744	1
	Total Dangerous Building Funds	2,210	1,806	0	1,801	1,744	57
12X	Equipment Acquisition Series E	87,890	4,302	71,612	34,762	0	34,762
113	Equipment Acquisition Consolidated Fund	n/a	417	n/a	41,036	38,090	2,946
	Total Equipment Acquisition Funds	87,890	4,719	71,612	75,799	38,090	37,709
404	Certificates of Obligation Lamar Terrace 2000A	5,298	531	0	493	164	329
	Total Equipment and Miscellaneous	95,398	7,057	71,612	78,092	39,997	38,095
Public Improvement							
48A	Fire Dept. Capital Projects	755	5,047	0	5,047	1,832	3,216
46C	Fire Dept CP Series A (99)	7,000	0	0	0	0	0
47C	Fire Dept CP Series A (00)	6,000	0	0	0	0	0
4BC	Fire Dept CP Series D (02)	6,500	0	5,499	0	0	0
4CC	Fire Dept CP Series D (03)	9,000	0	9,000	0	0	0
4DC	Fire Dept CP Series D (04)	12,000	0	12,000	0	0	0
413	Fire Bond Consolidated	n/a	0	n/a	26,364	16,672	9,693
	Total Fire Department	41,255	5,047	26,499	31,412	18,503	12,908
46K	Housing CP Series A (99)	3,000	0	1,538	0	0	0
47K	Housing CP Series A (00)	2,000	0	2,000	0	0	0
4BK	Housing CP Series D (02)	5,000	0	5,000	0	0	0
4CK	Housing CP Series D (03)	2,600	0	2,600	0	0	0
4DK	Housing CP Series D (04)	3,000	0	3,000	0	0	0
415	Housing Consolidated Fund	n/a	(68) (c)	n/a	13,955	9,535	4,420
	Total Housing	15,600	(68)	14,138	13,955	9,535	4,420
45F	Perm. & Gen. Imprv. CP Series A (99)	10,000	0	0	0	0	0
46F	Perm. & Gen. Imprv. CP Series A (99)	3,000	0	0	0	0	0
47F	Perm. & Gen. Imprv. CP Series A (00)	10,000	0	1,055	0	0	0
4AF	Perm. & Gen. Imprv. CP Series B (01)	2,840	0	2,840	0	0	0
4BF	Perm. & Gen. Imprv. CP Series D (02)	6,000	0	6,000	0	0	0
4DF	Perm. & Gen. Imprv. CP Series D (04)	10,000	0	10,000	0	0	0
441	General Improvement Consolidated Fund	n/a	0	n/a	19,737	9,966	9,771
49F	Certificates of Obligation Series 2001A (Cotswold)	12,200	2,014	0	2,319	1,519	800
49H	Southeast Downtown Streetscape CP Series E	93	0	93	93	0	93
49J	MUD Series 2001A	9,235	4,543	0	4,543	3,888	655
49K	Certificates of Obligation Series 2002A (Cotswold)	12,400	4,236	0	4,236	3,631	605
49N	MUD PIBS Series 2003A-1	2,100	915	0	1,795	1,756	39
49P	Cotswold Project Series E	4,005	215	4,005	4,220	4,216	4
	Total General Improvement	81,873	11,923	23,993	36,942	24,976	11,967
46H	Public Health CP Series A (98)	100	0	0	0	0	0
47H	Public Health CP Series A (00)	6,600	0	3,294	1	0	1
4AH	Public Health CP Series B (01)	3,100	0	3,100	0	0	0
4DH	Public Health CP Series D (04)	5,000	0	5,000	0	0	0
440	Public Health Consolidated Fund	n/a	0	n/a	11,078	3,733	7,345
	Total Public Health & Welfare	14,800	0	11,394	11,080	3,733	7,347
49A	Library Capital Projects Fund	3,256	1,670	0	1,669	434	1,236
47E	Public Library CP Series A (00)	3,000	0	0	0	0	0
4AE	Public Library CP Series B (01)	11,110	0	11,110	0	0	0
4DE	Public Library CP Series D (04)	5,000	0	5,000	0	0	0
439	Public Library Consolidated Fund	n/a	0	n/a	15,985	4,629	11,356
	Total Public Library	22,366	1,670	16,110	17,654	5,062	12,592
465	Parks Capital Project Fund	n/a	489	0	476	345	130
491	Parks Special Fund	n/a	1,080	0	1,080	695	386
47B	Parks & Recreation CP Series A (00)	10,200	0	0	0	0	0
4BB	Parks & Recreation CP Series D (02)	21,500	0	2,215	0	0	0
4CB	Parks & Recreation CP Series D (03)	15,000	0	15,000	0	0	0
4DB	Parks & Recreation CP Series D (04)	15,000	0	15,000	0	0	0
421	Parks Consolidated Fund	n/a	0	n/a	32,018	17,203	14,815
	Total Parks and Recreation	61,700	1,570	32,215	33,574	18,243	15,331
44A	Police & Law CP Series A (98)	5,000	0	2,605	0	0	0
47A	Police CP Series A (00)	9,700	0	9,700	0	0	0
4AA	Police CP Series B (01)	8,750	0	8,750	0	0	0
435	Police Consolidated Fund	n/a	(25) (c)	n/a	20,879	6,083	14,796
	Total Police Department	69,510	(25)	21,055	20,879	6,083	14,796

City of Houston, Texas
Construction/Bond Fund Status Report
For the period ended December 31, 2004
(amounts expressed in thousands)

Fund No.	Fund Name	Original Amount	Cash/ Investments	Draw down Available	Net Resources Available	Unexpended (a) Appropriation	Available for Appropriation
233	Solid Waste Special Revenue Fund	n/a	315	0	315	0	315
46D	Solid Waste Mgt. CP Series A (99)	2,000	0	1,474	0	0	0
47D	Solid Waste Mgt. CP Series A (00)	200	0	200	0	0	0
4DD	Solid Waste Mgt. CP Series D (04)	2,000	0	2,000	0	0	0
427	Solid Waste Consolidated Fund	n/a	0	n/a	3,670	1,332	2,338
	Total Solid Waste	4,200	315	3,674	3,985	1,332	2,653
47J	Storm Sewer CP Series A (00)	15,000	0	0	0	0	0
4BJ	Storm Sewer CP Series D (02)	41,000	0	2,857	0	0	0
4CJ	Storm Sewer CP Series D (03)	20,800	0	20,800	0	0	0
436	Storm Sewer Consolidated Fund	n/a	0	n/a	22,819	22,143	675
49R	Series F Drainage Improvement Commercial Paper	139,500	0	139,500	139,500	19,143	120,357
49G	Series C Commercial Paper Storm & Overlay Fund	19,100	2,799	0	2,794	1,486	1,309
	Total Storm Sewer	235,400	2,799	163,157	165,113	42,772	122,341
46G	St., Bridges & Traf. CP Series A (99)	66,700	0	0	0	0	0
47G	St., Bridges & Traf. CP Series A (00)	70,300	0	0	0	0	0
4BG	St., Bridges & Traf. CP Series D (02)	85,000	0	41,004	0	0	0
4CG	St., Bridges & Traf. CP Series D (03)	62,600	0	62,600	0	0	0
4DG	St., Bridges & Traf. CP Series D (04)	58,000	0	58,000	0	0	0
437	Street & Bridge Consolidated Fund	n/a	2,112 (c)	n/a	157,141	89,771	67,371
405	Street & Bridge Construction Fund	62,695	47,301	0	47,162	2,405	44,757
419	MTA Construction Fund	n/a	1,800	0	1,800	686	1,114
49M	Metro Street Fund Series E (04)	63,000	946	57,791	61,766	45,096	16,670
	Total Street & Bridge	468,295	52,159	219,394	267,869	137,958	129,911
	Total Public Improvement	1,014,999	75,391	531,629	602,463	268,197	334,267
Airport							
54E	Airport System 2002C - D2 (AMT) Const.	239,216	1	0	0	0	0
54A	Airport System Commercial Paper 2001 (AMT)	n/a	0	0	0	0	0
54C	Airport System Construction 2002A (AMT)	129,120	71,953	0	184	0	184
548	Airport System Consolidated 2001 (AMT)	200,000	13	n/a	65,094	63,157	1,936
	Sub-Total	568,336	71,967	0	65,277	63,157	2,120
54D	Airport System 2002B (Non-AMT) Const.	213,347	23,697	0	60	0	60
54B	Airport System Commercial Paper 2001 (Non-AMT)	n/a	2,237	0	9	0	9
549	Airport System Consolidated 2001 (Non-AMT)	100,000	0	n/a	22,949	20,589	2,359
	Sub-Total	313,347	25,933	0	23,018	20,589	2,428
539	Airport System PARS 2000 (AMT)	100,000	0	0	0	0	0
540	Airport System RevBd 2000A (AMT)	327,225	32,812	0	138	0	138
530	Airport System Consolidated Const 2000 (AMT)	n/a	0	n/a	30,252	29,117	1,135
	Sub-Total	427,225	32,812	0	30,390	29,117	1,273
54F	Airport System Commercial Paper 2004 (AMT)	200,000	7,470	190,000	38	0	38
550	Airport System Consolidated Const. 2004 (AMT)	n/a	0	0	195,456	18,493	176,963
	Sub-Total	200,000	7,470	190,000	195,493	18,493	177,001
54G	Airport System Commercial Paper 2004 (Non-AMT)	100,000	2,223	75,000	10	0	10
552	Airport System Consolidated Const. 2004 (Non-AMT)	n/a	0	0	78,424	22,233	56,191
	Sub-Total	100,000	2,223	75,000	78,433	22,233	56,201
	Total Airport Consolidated Funds	1,608,908	140,405	265,000	392,611	153,589	239,023
535	Airport System Rev Bd fund - 1998B (AMT)	395,643	26,436	0	19,171	18,238	933
536	Airport System Rev Bd fund - 1998C (Non-AMT)	99,028	3,895	0	3,218	2,293	926
553	Airport System R & R Fund	n/a	12,903	0	12,886	506	12,381
561	Airport System Improvement Fund	n/a	265,324	0	260,166	102,802	157,364
538	Airport System RevBd 2000B (Non-AMT) Const.	269,240	22,335	0	19,672	16,060	3,613
	Total Other Funds	763,911	330,893	0	315,114	139,897	175,216
	Total Airport	2,372,819	471,298	265,000	707,725	293,486	414,239
Convention & Entertainment Facilities							
652	GRB Construction Fund Ser. 2001C ARCS	28,451	0	0	0	0	0
651	GRB Construction Fund Ser. 2001A&B	137,516	5,815	0	261	0	261
650	GRB Consolidated Construction Fund	n/a	0	n/a	2,634	2,045	590
	Total GRB Construction Funds	165,967	5,815	0	2,896	2,045	851
662	Hotel Construction Fund 2001C ARCS	93,490	0	0	0	0	0
661	Hotel Construction Fund 2001C A&B	150,112	1,066	0	1,961	0	1,961
660	Hotel Consolidated Construction Fund	n/a	n/a	n/a	554	0	554
	Total Hotel Construction Funds	243,602	1,066	0	2,515	0	2,515
602	Convention & Ent. Commercial Paper-Ser E	22,000	365	0	365	360	5
626	Convention & Ent. Comm. Paper-Ser A - 2003	75,000	54	52,500	52,554	54	52,500
605	Theater District R&R	n/a	170	0	170	158	13
607	C&E Commercial Paper Series B	n/a	20	0	20	16	4
614	Civic Center Construction Fund - 1995	5,738	221	0	143	137	6
616	George R. Brown Construction Fund - 1995	n/a	181	0	181	176	5
618	C & E Construction Fund	n/a	7,481	0	4,370	3,079	1,291
620	Convention & Entertainment Expansion	n/a	0	0	0	0	0
	Total Civic Center	512,307	15,374	52,500	63,213	6,025	57,188

City of Houston, Texas
Construction/Bond Fund Status Report
For the period ended December 31, 2004
(amounts expressed in thousands)

Fund No.	Fund Name	Original Amount	Cash/ Investments	Draw down Available	Net Resources Available	Unexpended (a) Appropriation	Available for Appropriation
Combined Utility System							
75A	W&S CP Ser A Constr. Fund	n/a	0	0	210	0	210
734	Water & Sewer Construction Series Fund A1 - A2	n/a	(150) (c)	0	150	0	150
75C	Combined Utility System CP Fund	900,000	47,817	815,000	74	0	74
755	W&S Consolidated Construction	n/a	(1,144) (c)	n/a	829,820	487,432	342,388
Total Combined Utility System Consolidated Func		900,000	46,523	815,000	830,253	487,432	342,822
757	Harris County MUD #254	4,100	886	0	1,046	835	211 (b)
758	Harris County MUD #159	1,100	339	0	335	0	335
76A	Harris County MUD #107	n/a	67	0	62	42	20
76C	Harris County MUD #48	n/a	405	0	405	0	405
76D	Harris County MUD #58	n/a	258	0	258	0	258
Total MUDs		5,200	1,955	0	2,106	877	1,229
708	Combined Utility System General Purpose Fund	n/a	59,372	0	58,952	62,267	(3,315) (d)
726	Water & Sewer Revenue Bonds, Series 1992A	998	105	0	105	0	105
733	Water Contributed Capital Fund	n/a	52,831	0	68,793	60,294	8,499
742	Sewer Reg Cap Recovery Fd	n/a	4,665	0	4,665	0	4,665
744	Impact Fees	n/a	10,378	0	10,378	0	10,378
754	Accumulated Unexpended Funds	n/a	1,594	0	1,594	1,120	474
951	Water & Sewer Bond Project Trust Account 04 A1	n/a	18,366	0	18,366	0	18,366
952	Water & Sewer Bond Project Trust Account 04 A2	n/a	85,113	0	85,113	0	85,113
Total Combined Utility System		906,198	177,422	815,000	976,845	611,989	364,856
Total All Funds		\$ 4,901,721	\$ 746,541	\$ 1,735,741	\$ 2,428,340	\$ 1,219,695	\$ 1,208,645

- (a) Net Resources Available is equal to Current Assets less Current Liabilities.
- (b) These construction funds have been added as a result of the FY95 annexation program.
- (c) Controller's Office will research and make proper accounting adjustments.
- (d) Will be generated by operations by fiscal year end.

City of Houston, Texas
Commercial Paper (CP) Notes Status Report
For the period ended December 31, 2004
(amounts expressed in thousands)

Fund No.	Fund Name	Authorized Amount	CP Notes Issued	Authorized But Unissued	Available For Appropriation	Combined Available For Appropriation
General Obligation						
44A	Police & Law CP Series A (98)	5,000	2,395	2,605	0	
47A	Police & Law CP Series A (00)	9,700	0	9,700	6,046	
4AA	Police & Law CP Series B (01)	8,750	0	8,750	8,750	14,796
47B	Parks & Recreation CP Series A(00)	10,200	10,200	0	0	
4BB	Parks & Recreation CP Series D (02)	21,500	19,285	2,215	0	
4CB	Parks & Recreation CP Series D (03)	15,000	0	15,000	(185)	
4DB	Parks & Recreation CP Series D (04)	15,000	0	15,000	15,000	14,815
46C	Fire Dept CP Series A (99)	7,000	7,000	0	0	
47C	Fire Dept CP Series A (00)	6,000	6,000	0	0	
4BC	Fire Dept CP Series D (02)	6,500	1,001	5,499	0	
4CC	Fire Dept CP Series D (03)	9,000	0	9,000	(2,307)	
4DC	Fire Dept CP Series D (04)	12,000	0	12,000	12,000	9,693
46D	Solid Waste Mgt. CP Series A (99)	2,000	526	1,474	138	
47D	Solid Waste Mgt. CP Series A (00)	200	0	200	200	
4DD	Solid Waste Mgt. CP Series D (04)	2,000	0	2,000	2,000	2,338
47E	Public Library CP Series A (00)	3,000	3,000	0	0	
4AE	Public Library CP Series B (01)	11,110	0	11,110		
4DE	Public Library CP Series D (04)	5,000	0	5,000	11,356	11,356
46F	Perm. & Gen. Imprv. CP Series A (99)	3,000	3,000	0	0	
47F	Perm. & Gen. Imprv. CP Series A (00)	10,000	8,945	1,055	0	
4AF	Perm. & Gen. Imprv. CP Series B (01)	2,840	0	2,840	0	
4BF	Perm. & Gen. Imprv. CP Series D (02)	6,000	0	6,000	(229)	
4DF	Perm. & Gen. Imprv. CP Series D (04)	10,000	0	10,000	10,000	9,771
46G	St., Bridges & Traf. CP Series A (99)	66,700	66,700	0	0	
47G	St., Bridges & Traf. CP Series A (00)	70,300	70,300	0	0	
4BG	St., Bridges & Traf. CP Series D (02)	85,000	43,996	41,004	0	
4CG	St., Bridges & Traf. CP Series D (03)	62,600	0	62,600	9,371	
4DG	St., Bridges & Traf. CP Series D (04)	58,000	0	58,000	58,000	67,371
49M	Metro Street Projects, Series E	63,000	5,209	57,791	16,670	16,670
46H	Public Health CP Series A (99)	100	100	0	0	
47H	Public Health CP Series A (00)	6,600	3,306	3,294	0	
4AH	Public Health CP Series B (01)	3,100	0	3,100	2,347	
4DH	Public Health CP Series D (04)	5,000	0	5,000	5,000	7,347
47J	Storm Sewer CP Series A (00)	15,000	15,000	0	0	
4BJ	Storm Sewer CP Series D (02)	41,000	38,143	2,857	0	
4CJ	Storm Sewer CP Series D (03)	20,800	0	20,800	675	675
49R	Drainage Projects, Series F	139,500	0	139,500	120,357	120,357
46K	Homeless & Housing CP Series A (99)	3,000	1,462	1,538	0	
47K	Homeless & Housing CP Series A (00)	2,000	0	2,000	0	
4BK	Homeless & Housing CP Series D (02)	5,000	0	5,000	0	
4CK	Homeless & Housing CP Series D (03)	2,600	0	2,600	1,420	
4DK	Housing CP Series D (04)	3,000	0	3,000	3,000	4,420
44L	G.O.C.P. Rounding Fund Series A (98)	n/a	55 (a)	(55)	n/a	n/a
46L	G.O.C.P. Rounding Fund Series A (99)	n/a	81 (a)	(81)	n/a	n/a
47L	G.O.C.P. Rounding Fund Series A (00)	n/a	11 (a)	(11)	n/a	n/a
4AL	G.O.C.P. Rounding Fund Series B (01)	n/a	0 (a)	0	n/a	n/a
4BL	G.O.C.P. Rounding Fund Series D (02)	n/a	7,594 (a)	(7,594)	n/a	n/a
4CL	G.O.C.P. Rounding Fund Series D (03)	n/a	0 (a)	0	n/a	n/a
4DL	G.O.C.P. Rounding Fund Series D (04)	n/a	0 (a)	0	n/a	n/a
49H	Southeast Downtown Streetscape, Series E	93	(0)	93	93	93
12X	Equipment Acquisition, Series E	87,902	16,290	71,612	2,946	2,946
49P	Cotswald Project Series E	4,005	0	4,005	4	4
	Total General Obligation CP Notes	925,100	329,600	595,500	282,652	282,652
Airport						
54F	Airport System 2004 (AMT)	200,000	10,000	190,000	176,963	176,963
54G	Airport System 2004 (Non-AMT)	100,000	25,000	75,000	56,191	56,191
		300,000	35,000	265,000	233,154	233,154
Convention and Entertainment						
626	Equipment Acquisition, Convention & Entertainment	75,000	22,500	52,500	52,500	52,500
Combined Utility System						
75C	Combined Utility System CP	900,000	85,000	815,000	0	342,388
		900,000	85,000	815,000	0	342,388
Total All Commercial Paper		\$ 2,200,100	\$ 472,100	\$ 1,728,000	\$ 568,306	\$ 910,694

- (a) Any amounts in the Rounding Funds will be reallocated to one of the voter authorized categories within its series on an as-needed basis.
(b) May not foot due to rounding.
(c) As of the date above, the General Obligation Commercial Paper Program Series A had issued \$760 million, of which \$561.9 million had been refunded leaving \$198.1 million outstanding. Series B had issued \$277.5 million of which \$277.5 million had been refunded leaving \$0 outstanding, Series D had issued \$110 million with \$110 million outstanding, and Series E had issued \$81.5 million of which \$60.0 million had been refunded leaving \$21.5 million outstanding.

City of Houston, Texas
Total Outstanding Debt
December 31, 2004 and December 31, 2003
(amounts expressed in thousands)

	December 31, 2004	December 31, 2003
Payable from Ad Valorem Taxes		
Tax Bonds (a)		
Public Improvement Bonds	\$ 1,734,730	\$ 1,655,230
GO Commercial Paper Notes (b)	329,600	359,800
Judgment Bonds	0	1,365
Pension Obligations Bonds	322,900	0
Certificates of Obligations (c)	33,519	41,738
Assumed Bonds	11,975	15,226
Subtotal	\$ 2,432,724	\$ 2,073,359
Payable from Sources Other Than Ad Valorem Taxes		
Combined Utility System Bonds		
Combined Utility System Revenue Bonds	\$ 3,029,170	\$ 0
Combined Utility System Commercial Paper Notes (d)	85,000	0
Water and Sewer System Revenue Bonds (e)	1,031,468	3,373,041
Water and Sewer System Commercial Paper Notes (f)	0	605,250
Airport System Bonds		
Airport System Revenue Bonds	2,172,515	2,191,380
Airport System Commercial Paper Notes (g)	35,000	0
Airport Special Facilities Revenue Bonds	674,995	680,250
Hotel Occupancy Tax and Civic Parking		
Facilities Revenue Bonds (h)	607,730	614,319
Hotel Occupancy Tax Commercial Paper (i)	22,500	22,500
Contract Revenue Obligations - CWA, HAWC, TRA	376,270	353,345
Subtotal	\$ 8,034,648	\$ 7,840,085
Total Debt Payable by the City	\$ 10,467,372	\$ 9,913,444

(a) As of the date above, the amount of tax bonds authorized by voters in 1997 but unissued totals \$47.5 million of which \$47.5 million is authorized commercial paper that has not been drawn (Series A&B). In November 2001 the voters authorized \$776 million in tax bonds of which \$275 million is authorized commercial paper that has not been drawn (Series D).

(b) The City has authorized a maximum issuance of General Obligation Commercial Paper Programs Series A: \$219.8 million, B: \$25.8 million, D: \$385.0 million, E: \$155.0 million, and F: \$139.5 million. As of the date above, the following amounts were outstanding: Series A: \$198.1 million, B: \$0.0 million, D: \$110 million, E: \$21.5 million, and F: \$0.

(c) Excludes \$1.4 million accreted value of capital appreciation certificates, or 4.1% of face value.

(d) The City authorized issuance of \$900 million Combined Utility System Commercial Paper Series A Notes as of June 10, 2004.

(e) Excludes \$149.9 million accreted value of capital appreciation bonds, or 14.5% of face value.

(f) The City discontinued Water and Sewer Commercial Paper programs on June 10, 2004 at creation of the Combined Utility System.

(g) City Council made the following authorizations for issuances of Airport System Commercial Paper: October 21, 1993: \$100 million Senior Lien Series A and B; October 1, 1998: \$50 million Inferior Lien Series C; December 28, 1999: additional \$100 million Inferior Lien Series C; January 19, 2000: additional \$50 million Senior Lien Series A&B.

(h) Excludes \$23.9 million accreted value of capital appreciation bonds, or 3.9% of face value.

(i) The City has authorized \$75 million Subordinate Lien Hotel Occupancy Tax and Parking Revenue Commercial Paper, Series A.



DECEMBER 2004

FY2005 FULL TIME EQUIVALENT (FTE) REPORT (1 FTE equals 2,088 Hours per year)

DEPARTMENT / FUND	FY2004 Actual	FY2005 Budget	FY2005 (1) Current Month	FY2005 (1) YTD Avg.	Overtime FY2004 Actual	Overtime FY2005 Budget	Overtime(1) FY2005 YTD	Temp Svcs (1) FY2005 YTD
ENTERPRISE FUNDS								
Aviation	1,185.1	1,475.9	1,413.2	1,338.4	57.3	45.6	70.6	4.4
Convention and Entertainment Facilities	87.6	91.0	89.0	88.7	1.4	2.0	1.5	3.9
Public Works and Engineering	2,047.5	2,434.2	1,990.4	1,994.3	234.9	174.6	143.3	29.2
TOTAL ENTERPRISE FUNDS	3,320.3	4,001.1	3,492.6	3,421.3	293.6	222.2	215.4	37.5
GENERAL FUND MUNICIPAL								
Building Services	235.6	180.7	179.0	176.5	7.4	4.8	5.9	0.6
City Secretary	13.4	13.8	12.2	12.1	0.4	0.1	0.0	0.0
Controller's Office	76.1	75.9	76.0	75.3	0.2	0.0	0.0	1.1
Council Office	68.2	79.1	72.4	71.4	0.0	0.0	0.0	0.0
Finance & Administration	302.3	318.5	314.7	307.0	3.4	4.7	5.2	2.8
Fire Department	265.7	280.3	263.0	265.0	50.5	18.7	31.8	1.2
Health & Human Services	757.9	785.6	968.5	820.8	18.7	16.0	21.5	10.3
Human Resources	41.4	40.8	37.0	38.6	0.0	0.0	0.0	0.3
Information Technology	146.7	148.1	138.5	140.0	0.7	0.9	0.4	5.0
Legal	153.3	151.0	147.1	144.5	0.1	0.0	0.0	0.0
Library	529.3	530.6	496.4	507.2	1.9	1.8	1.9	-0.2
Mayor's Affirmative Action	24.7	26.7	27.6	26.3	0.0	0.0	0.0	1.3
Mayor's Office	21.9	21.0	38.4	28.0	0.0	0.0	0.0	2.0
Municipal Courts - Administration	352.7	363.6	350.1	336.2	2.0	1.6	4.5	0.0
Municipal Courts - Justice	45.3	43.8	44.6	43.3	0.0	0.0	0.0	0.0
Parks & Recreation	759.5	875.1	750.5	734.7	8.7	9.8	7.7	49.4
Planning & Development	190.6	186.1	196.6	171.4	0.5	0.1	0.6	0.0
Police Department	1,320.8	1,050.5	1,086.1	1,082.3	39.5	36.9	37.5	4.7
Public Works and Engineering	778.8	870.8	724.0	729.6	51.0	43.6	53.2	10.7
Solid Waste Management	497.4	513.2	508.6	503.0	49.5	43.0	52.6	29.3
SUBTOTAL MUNICIPAL	6,581.6	6,555.2	6,431.2	6,213.4	234.4	182.0	222.8	118.7
GENERAL FUND CADETS								
Fire Department	392.8	303.6	250.6	270.6	0.0	0.0	0.0	0.0
Police Department	36.2	0.0	0.0	0.0	0.0	0.0	0.0	0.0
SUBTOTAL CADETS	429.0	303.6	250.6	270.6	0.0	0.0	0.0	0.0

FY2005 FULL TIME EQUIVALENT (FTE) REPORT

(1 FTE equals 2,088 Hours per year)

DEPARTMENT / FUND	FY2004 Actual	FY2005 Budget	FY2005 (1) Current Month	FY2005 (1) YTD Avg.	FY2004 Actual	Overtime FY2005 Budget	Overtime(1) FY2005 YTD	Temp Svcs(1) FY2005 YTD
GENERAL FUND CLASSIFIED								
Fire Department	3,460.1	3,680.0	3,723.5	3,670.3	187.6	177.6	155.5	0.0
Police Department	5,268.8	5,093.5	4,928.6	4,984.1	332.2(2)	119.8	220.9(2)	0.0
SUBTOTAL CLASSIFIED	8,728.9	8,773.5	8,652.1	8,654.5	519.8	297.4	376.4	0.0
TOTAL GENERAL FUND	15,739.5	15,632.3	15,333.9	15,138.5	754.2	479.4	599.3	118.7
GRANTS & SPECIAL FUNDS								
Building Services	21.1	31.0	33.0	29.6	0.5	0.0	1.6	0.0
Finance & Administration	12.3	11.0	10.2	10.6	0.1	0.0	0.0	0.0
Fire Department	2.0	2.0	0.0	2.0	0.0	0.0	0.0	0.0
Health & Human Services	503.2	518.3	232.4	303.5	17.4	0.0	10.8	54.0
Housing & Community Development	106.3	115.0	104.7	102.6	0.3	0.0	0.4	4.6
Houston Emergency Center	275.4	235.7	205.5	198.5	19.8	11.4	17.2	0.0
Human Resources	72.6	34.7	72.3	70.8	0.0	0.0	0.0	0.0
Information Technology	1.6	2.0	0.5	1.6	0.0	0.0	0.0	0.0
Legal	48.2	54.0	45.0	46.2	0.0	0.0	0.0	0.0
Library	12.4	17.0	11.3	7.1	0.1	0.0	0.1	0.0
Mayor's Office	45.8	58.2	32.0	37.5	0.2	0.2	0.3	0.5
Parks & Recreation	99.8	113.1	92.0	97.2	6.0	6.2	7.8	0.0
Planning & Development	351.5	389.0	315.7	311.7	13.4	13.2	17.8	6.8
Police Department - Classified	16.6	21.0	18.0	18.0	1.9	0.0	1.8	0.0
Police Department - Municipal	6.6	8.0	9.0	9.6	0.2	3.3	0.2	0.0
Public Works and Engineering	452.1	407.2	431.1	428.1	59.0	39.3	60.0	1.5
TOTAL SPECIAL FUNDS	2,027.6	2,017.2	1,612.7	1,674.6	119.0	73.6	118.0	67.5
CITY-WIDE TOTAL	21,087.4	21,650.6	20,439.1	20,234.4	1,166.8	775.2	932.6	223.6

(1) FY2005 Current Month begins 12/3/2004 . YTD begins 6/28/2004 and both end 12/31/2004.

(2) Includes overtime hours from the Asset Forfeiture and Police Special Funds.

CITY OF HOUSTON

**PENSION FUND PAYMENTS AND
UNFUNDED LIABILITY SUMMARY**

12/31/2004

PAYMENTS

	FY04 Actual (\$1,000)	FY 05			Year to Date (\$1,000)
		City Payment Rate	Employee Payment Rate	Annual Payment (\$1,000)	
Firefighters Plan	28,325	18.0%	9.0%	32,176	15,782
Police Plan					
General Fd. & Other Fds.	36,645	Note 1	9.0%	13,780	13,780
Pension Bonds		Note 1		22,865	22,865
	<u>36,645</u>			<u>36,645</u>	<u>36,645</u>
Municipal Plan					
General Fund	31,915	Note 2	5.0%	10,550	10,550
Other Funds	26,148	Note 2	5.0%	22,450	14,515
Pension Bonds				33,000	
Total Municipal Plan (Note 2)	<u>58,063</u>			<u>66,000</u>	<u>25,065</u>
Total All Three Plans	<u>123,033</u>			<u>134,821</u>	<u>77,492</u>

UNFUNDED ACCRUED LIABILITY AND FUNDED STATUS

	Date of Most Recent Valuation or Estimate	Unfunded Accrued Liability (\$ millions)	Assets as % of Liabilities
Firefighters Plan	7/1/2002	47.0	97%
Police Plan (Note 3)	7/1/2004	534.8	82%
Municipal Plan (Note 4)	7/1/2004	852.0	62%

Note 1: City contribution based on Meet and Confer Agreement with Houston Police Officers Pension System; interim pension note closed and funds delivered to HPOPS on 12/21/2004

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

Note 3: Towers Perrin estimate dated 9/15/2004

Note 4: Estimate based on information generated by Gabriel, Roeder, Smith & Company, prepared 9/2004

**DEPARTMENTAL PERFORMANCE MEASURES
FOR THE MONTH ENDING DECEMBER 31, 2004 (50.0% OF FISCAL YEAR)**

Department Performance Measure	FY2004			FY2005		
	Actual	YTD	% Actual	Objective	YTD	% Objective
AFFIRMATIVE ACTION						
Applications Processed	1,950	941	48.3%	2,100	942	44.9%
Days to Process New Applicants	40	39	97.5%	21	71	N/A
Field Audits	1,711	982	57.4%	2,300	798	34.7%
Payrolls Audited	26,449	11,841	44.8%	14,300	7,455	52.1%
SBE/MWDBE Owners Trained	7,107	1,694	23.8%	4,100	2,969	72.4%
City Employees Trained	3,659	1,630	44.5%	1,500	1,445	96.3%
MOPD Citizens Assistance Request	3,771	1,749	46.4%	3,000	2,249	75.0%
OSBC Getting Started Packets Distributed	8,350	4,170	49.9%	8,500	3,258	38.3%
MWBE Monitoring Correspondence	NA	NA	NA	20,000	33,534	167.7%
AVIATION						
Passenger Enplanements	21,768,074	10,923,430	50.2%	21,567,000	18,812,000	87.2%
Cargo Tonnage	771,715,260	373,842,749	48.4%	778,913,000	381,816,000	49.0%
Cost per Enplanement	\$7.35	\$7.20	NA	\$7.24	\$9.05	N/A
Complaints per 100,000 Enplanements	0.85	0.86	NA	0.80	Data not available	N/A
BUILDING SERVICES						
Design & Construction						
Days to issue Notice to Proceed (NTP)	20.0	13.5	148.1%	18	39.6	45.5%
Property Mgmt. (Work Orders Compl.)	17,745	8,417	47.4%	17,700	11,212	63.3%
Security Management						
Number of Reported Incidents Investigated upon Receipt	295	137	46.4%	350	199	56.9%
CONVENTION & ENTERTAINMENT FACILITIES						
Days Booked-GRB Convention Center	1,835	662	36.1%	2,430	2,089	86.0%
Days Booked-Wortham Theatre Center	518	210	40.5%	485	294	60.6%
Days Booked-Jones Hall	338	191	56.5%	290	203	70.0%
Occupancy Days-GRB Convention Center	1,640	783	47.7%	1,965	1,077	54.8%
Occupancy Days-Wortham Theatre Center	467	220	47.1%	444	266	59.9%
Occupancy Days-Jones Hall	254	105	41.3%	247	127	51.4%
Occupancy Days-Theatre District Parks Hall	168	103	61.3%	166	100	60.2%
Customer Satisfaction (Periodic)-GRB Convention Center	94.3%	96.8%	NA	94.0%	90.5%	N/A
Customer Satisfaction (Periodic)-Wortham Theatre Center	95.9%	93.8%	NA	94.0%	93.8%	N/A
Customer Satisfaction (Periodic)-Jones Hall	97.9%	100.0%	NA	95.0%	100.0%	N/A
Customer Satisfaction (Periodic)-Houston Center	93.4%	97.7%	NA	97.0%	95.7%	N/A
Customer Satisfaction (Periodic)- Fannin Garage	0.0%	N/A	NA	80.0%	N/A	N/A
Customer Satisfaction (Periodic)-Theater District Parking	74.7%	N/A	NA	80.0%	N/A	N/A

**DEPARTMENTAL PERFORMANCE MEASURES
FOR THE MONTH ENDING DECEMBER 31, 2004 (50.0% OF FISCAL YEAR)**

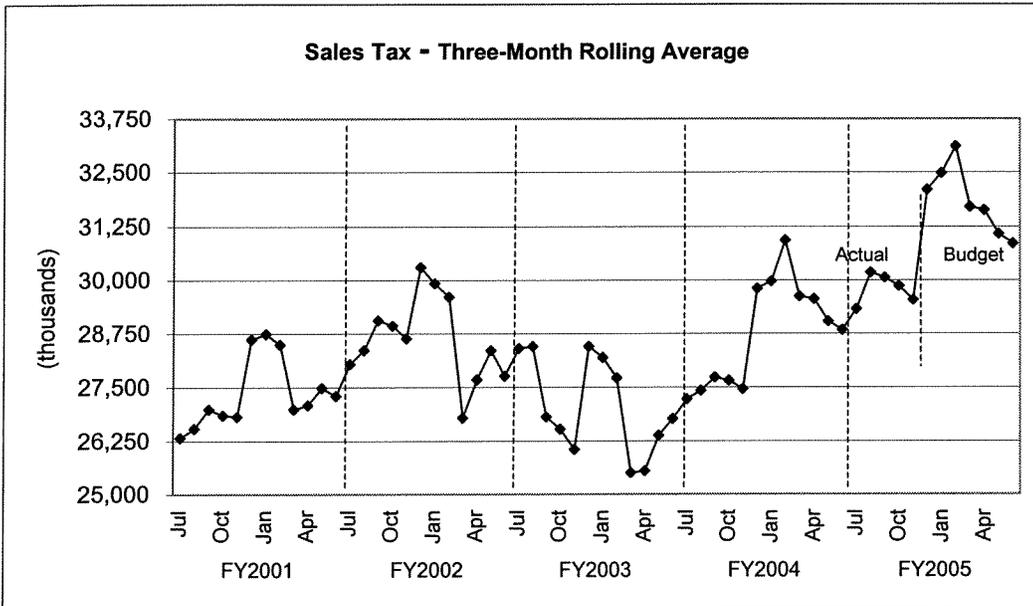
Department Performance Measure	FY2004			FY2005		
	Actual	YTD	% Actual	Objective	YTD	% Objective
FINANCE & ADMINISTRATION						
Avg Days to Award Procurement Contracts	158	146	NA	160	126	NA
3-1-1 Avg Time Customer in Queue (seconds)	66.83	70.17	NA	95.00	102.17	NA
Liens Collections	\$2,579,385	\$1,318,229	51.1%	\$2,419,501	\$1,865,599	77.1%
Ambulance Revenue per Transport	\$173.90	\$182.58	105.0%	\$198.57	\$139.28	70.1%
Cable Company Complaints	734	279	38.0%	682	308	45.2%
Deferred Compensation Participation	63.72%	61.49%	NA	66.00%	65.37%	N/A
Audits Completed	17	9	52.9%	23	12	52.2%
FIRE DEPARTMENT *						
Fire Response Time (Minutes)	8.2	8.2	N/A	7.6	Data not available	N/A
First Response Time-EMS (Minutes)	8.6	8.6	N/A	8.5	Data not available	N/A
Ambulance Response Time (Minutes)	11.3	11.3	N/A	11.0	Data not available	N/A
HEALTH & HUMAN SERVICES						
Environmental Inspections	74,281	35,820	48.2%	72,740	34,436	47.3%
First Trimester Prenatal Enrollment	40.6%	40.6%	N/A	41.0%	41.0%	N/A
WIC Client Satisfaction	95.0%	92.9%	N/A	95.0%	95.0%	N/A
Immunization Compliance (2 Yr. Olds)	88.0%	85.0%	N/A	90.0%	87.0%	N/A
TB Therapy Completed	92.1%	91.4%	N/A	91.4%	92.1%	N/A
HOUSING						
Housing Units Assisted	5,000	4,666	93.3%	5,000	2,979	59.6%
Council Actions on HUD Projects	75	65	86.7%	75	67	89.3%
Annual Spending (Millions)	\$55	\$28	50.9%	\$55	\$21	38.2%
HUMAN RESOURCES						
Total Jobs Filled-(As Vacancies Occur)	4,206	1,947	46.3%	4,500	2,495	55.4%
Days to Fill Jobs	60	60	100.0%	60	60	100.0%
Training Courses Conducted	151	63	41.7%	150	46	30.7%
Lost Time Injuries (As They Occur)	218	106	48.6%	447	162	36.2%
LEGAL						
Deed Restriction Complaints Received	734	337	45.9%	701	512	73.0%
Deed Restriction Lawsuits Filed	26	12	46.2%	32	6	18.8%
Deed Restriction Warning Letters Sent	245	106	43.3%	236	217	91.9%
LIBRARY						
Total Circulation	5,929,474	3,020,888	50.9%	5,380,003	2,834,778	52.7%
Juvenile Circulation	2,975,755	1,518,324	51.0%	2,784,085	1,438,503	51.7%
Customer Satisfaction (Three/Year)	83%	81%	97.6%	85%	88%	103.5%
Reference Questions Answered	2,881,992	1,396,052	48.4%	2,428,267	1,303,495	53.7%
In-house Computer Users	1,224,800	623,772	50.9%	1,278,676	658,296	51.5%
Public Computer Training Classes Held	638	304	47.6%	550	352	64.0%
Public Computer Training Attendance	5,678	2,936	51.7%	5,675	3,116	54.9%
MUNICIPAL COURTS						
Total Case Filings	1,240,552	617,147	49.7%	1,430,336	628,476	43.9%
Total Dispositions	1,096,377	508,891	46.4%	853,420	426,710	50.0%
Cost per Disposition	\$14.67	\$15.67	N/A	\$16.36	\$17.64	N/A
Incomplete Docket Reduction (Cases/Day)	15.52	7.05	N/A	13	26.05	N/A

* = FY04 YTD is as of 8/31/03.

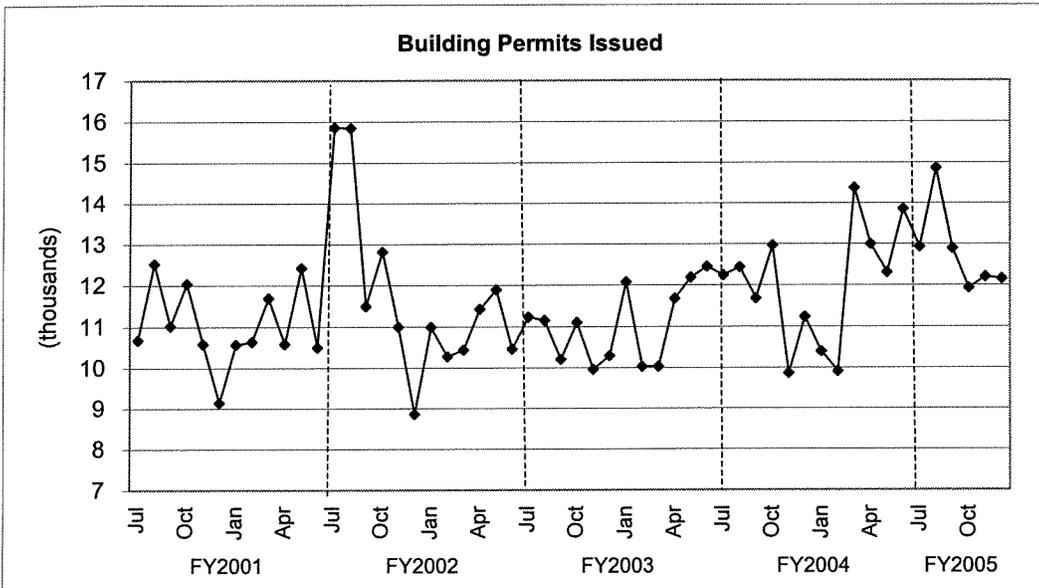
**DEPARTMENTAL PERFORMANCE MEASURES
FOR THE MONTH ENDING DECEMBER 31, 2004 (50.0% OF FISCAL YEAR)**

Department Performance Measure	FY2004			FY2005		
	Actual	YTD	% Actual	Objective	YTD	% Objective
PARKS & RECREATION						
Registrants in Youth Sports Programs	19,512	9,468	48.5%	20,100	8,595	42.8%
Registrants in Adult Fitness & Craft Programs	NA	NA	NA	5,200	2,478	47.7%
Number of Teams in Adult Sports Programs	1,052	NA	NA	1,400	328	23.4%
Vehicle Downtime-Days out of Service (avg)	20	20	NA	20	18	NA
Golf Rounds Played at Privatized Courses	98,155	53,546	54.6%	93,500	45,599	48.8%
Golf Rounds Played at COH - Operated Courses	159,744	76,652	48.0%	164,400	81,471	49.6%
Work Orders Completed-Parks and Community Ctr Facilities	21,931	9,859	45.0%	21,900	9,662	44.1%
Grounds Maintenance Cycle-Days:						
Esplanades	NA	NA	NA	14	14	NA
Parks & Plaazs	NA	NA	NA	10	13	NA
Bikes & Hikes Trails	NA	NA	NA	14	14	NA
PLANNING & DEVELOPMENT						
Subdivision Plats Reviewed	2,448	1,920	78.4%	2,448	2,118	86.5%
TIRZ Management Portfolio	0	0	0.0%	22	0	0.0%
DB's Corrected (by Owner/City)	300	225	75.0%	500	Data not available	N/A
Rail Corridor Master Plan	0	0	0.0%	2	0	0.0%
Number of Permits Sold	130,000	70,422	54.2%	130,000	76,978	59.2%
No. of Inspections Per Day Per Inspector	18	21	116.7%	15	20	133.3%
Violation Investigations	14,000	6,216	44.4%	14,000	2,726	19.5%
HOUSTON POLICE						
Response Time (Code 1)-Minutes	4.7	5.3	112.8%	4.9	4.7	95.9%
Violent Crime Clearance Rate	30.6%	28.9%	94.4%	38.8%	25.8%	66.5%
Crime Lab Cases Completed	96.6%	78.5%	81.3%	90.0%	93.2%	103.6%
Fleet Availability	96.6%	96.6%	100.0%	90.0%	95.9%	106.6%
Complaints - total cases	878	452	51.5%	861	376	43.7%
Tot. Cases Reviewed by Citizens Rev. Com.	564	242	42.9%	248	105	42.3%
Records Processed	728,329	716,187	98.3%	663,276	667,252	100.6%
PUBLIC WORKS AND ENGINEERING						
Maintenance and Right-of-Way						
In-House Overlay (Lane Miles)	284	132	46.5%	280	143	51.1%
Potholes/Skin Patches (Tonnage)	18,879	10,646	56.4%	18,000	10,474	58.2%
Roadside Ditch Regraded/Cleaned (Miles)	321	168	52.3%	250	171	68.5%
Storm Sewers Cleaned (Miles)	382	177	46.4%	350	156	44.5%
Storm Sewer Inlets/Manholes Cleaned/Inspected	143,074	66,856	46.7%	130,900	72,949	55.7%
ECRE						
PIB Appropriations as % of CIP	109.1%	27.2%	24.9%	100.0%	14.7%	14.7%
W/S Appropriations as % of CIP	88.6%	16.7%	18.8%	100.0%	32.3%	32.3%
Awarded Overlay Under Contract (Lane Miles)	221	30	0.0%	200	0	0.0%
Sidewalk Program (Miles Awarded - Design & Construction)	41	50	122.5%	50	6	12.0%
Street Light Installations Authorized	1,820	1,076	59.1%	1,700	436	25.6%
Water and Sewer						
No. of Water Repairs Completed	10,326	5,761	55.8%	12,000	5,524	46.0%
No. of Sewer Repairs Completed	3,348	1,511	45.1%	4,000	1,189	29.7%
SOLID WASTE MANAGEMENT						
Cost per Unit Served-Excludes Recycling and Special Collections Programs	\$13.50	\$13.48	99.9%	\$12.81	\$12.81	100.0%
Units with Recycling	152,080	152,080	100.0%	162,000	152,080	93.9%
Tires Disposed	133,500	87,387	65.5%	150,000	93,383	62.3%

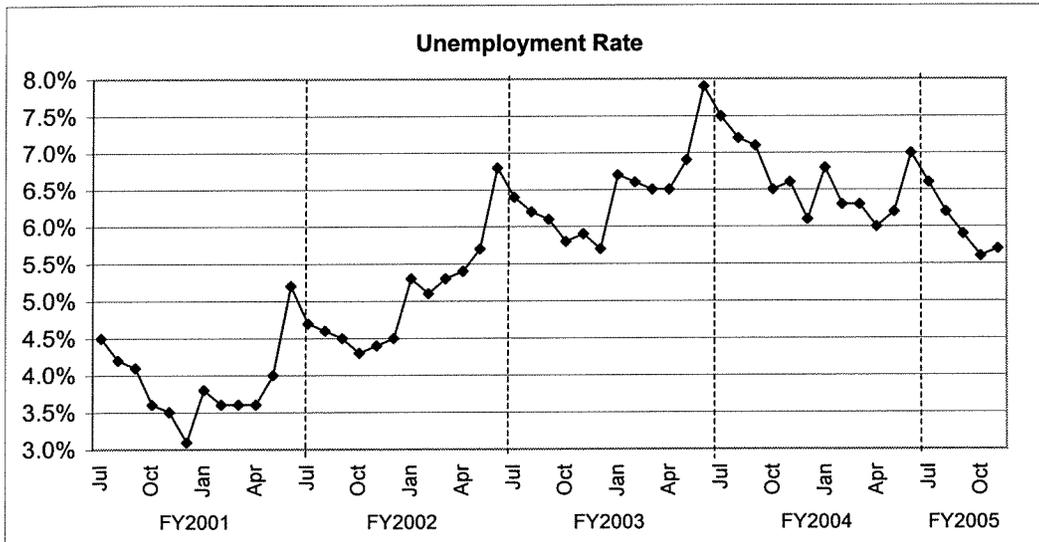
TREND INDICATORS - LOCAL ECONOMY



Source: Office of State Comptroller

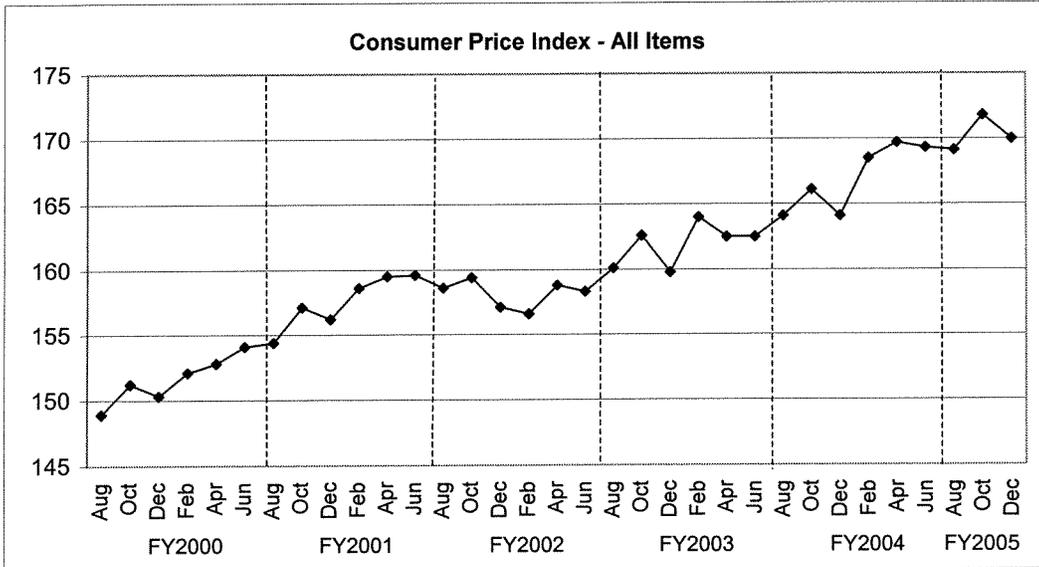


Source: City of Houston Planning and Development Department

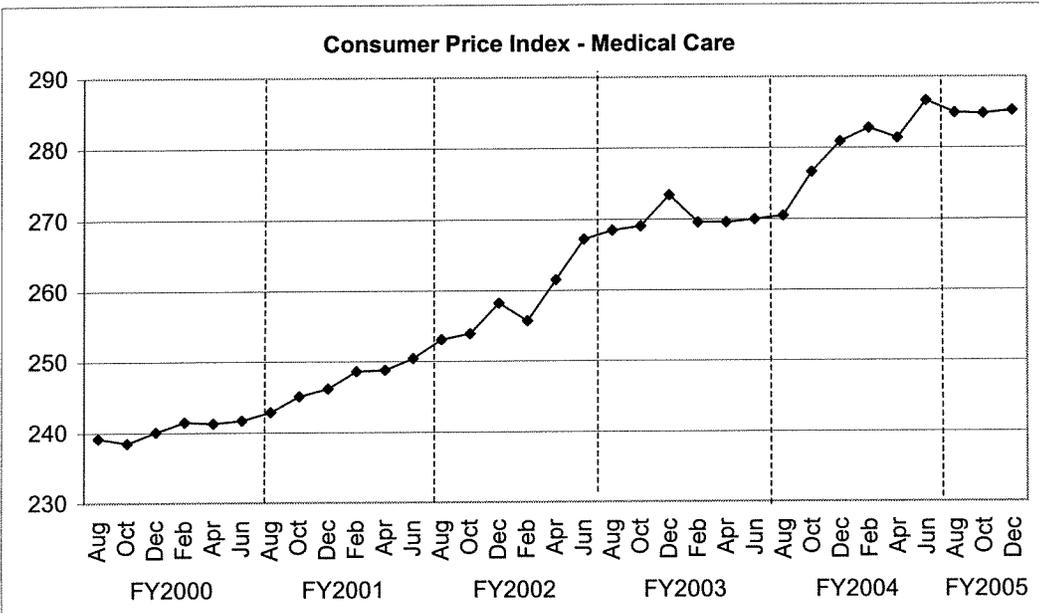


Source: Databook Houston; University of Houston Center for Public Policy; not seasonally adjusted

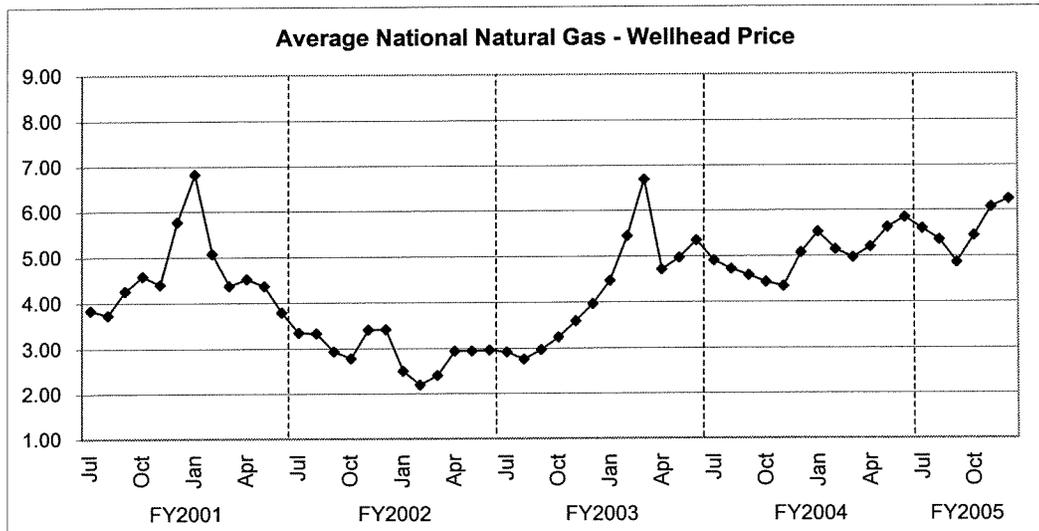
TREND INDICATORS - LOCAL ECONOMY



Source: Bureau of Labor Statistics - Houston, Galveston, Brazoria TX



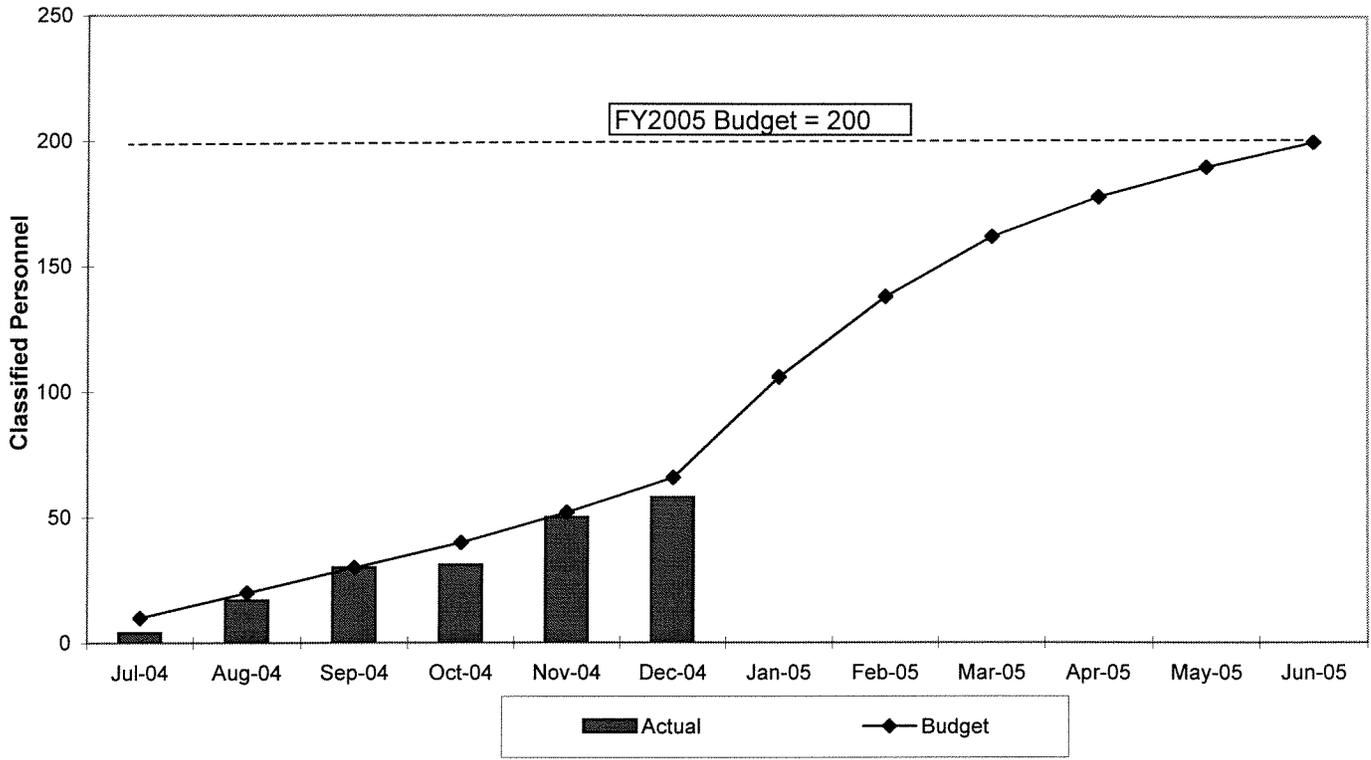
Source: Bureau of Labor Statistics - Houston, Galveston, Brazoria TX



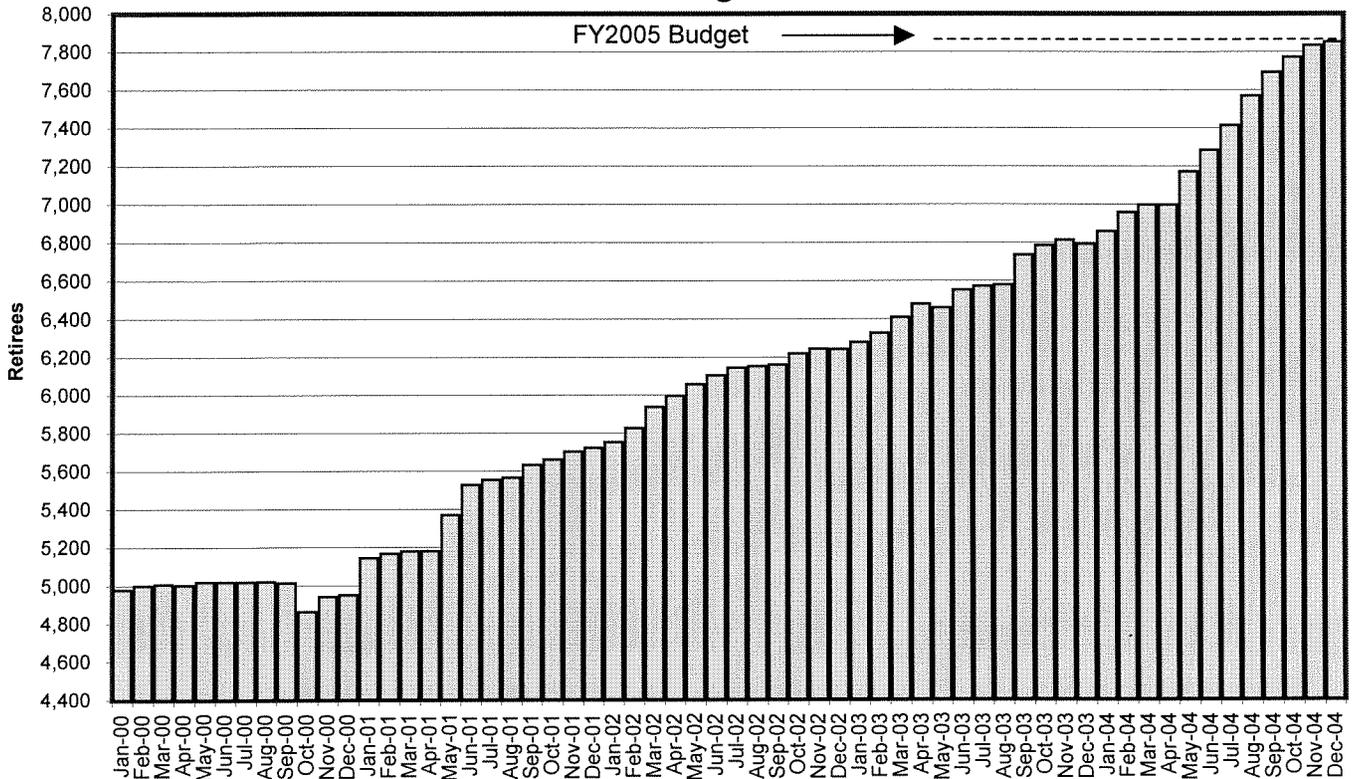
Source: Energy Information Administration/Natural Gas Monthly

TREND INDICATORS - RETIREMENTS

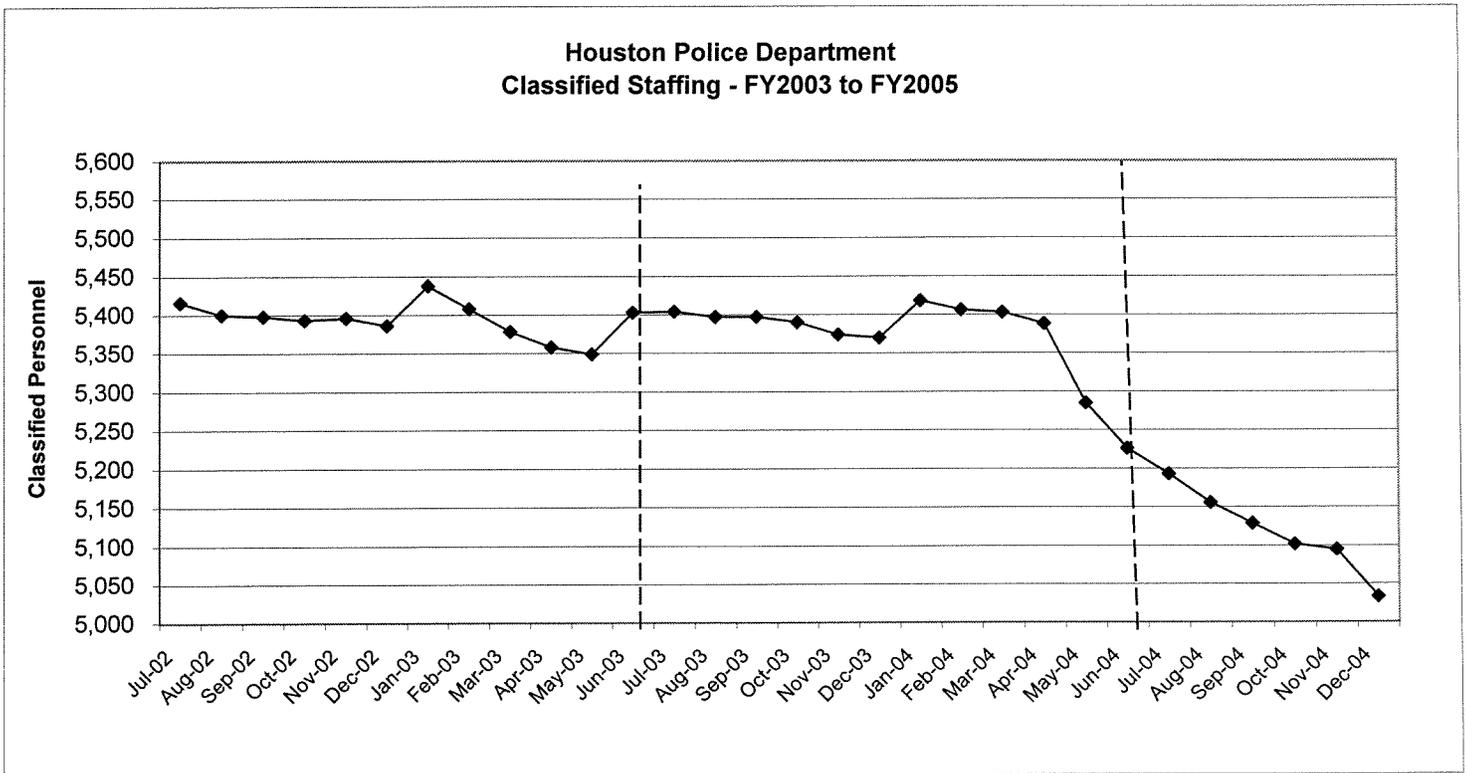
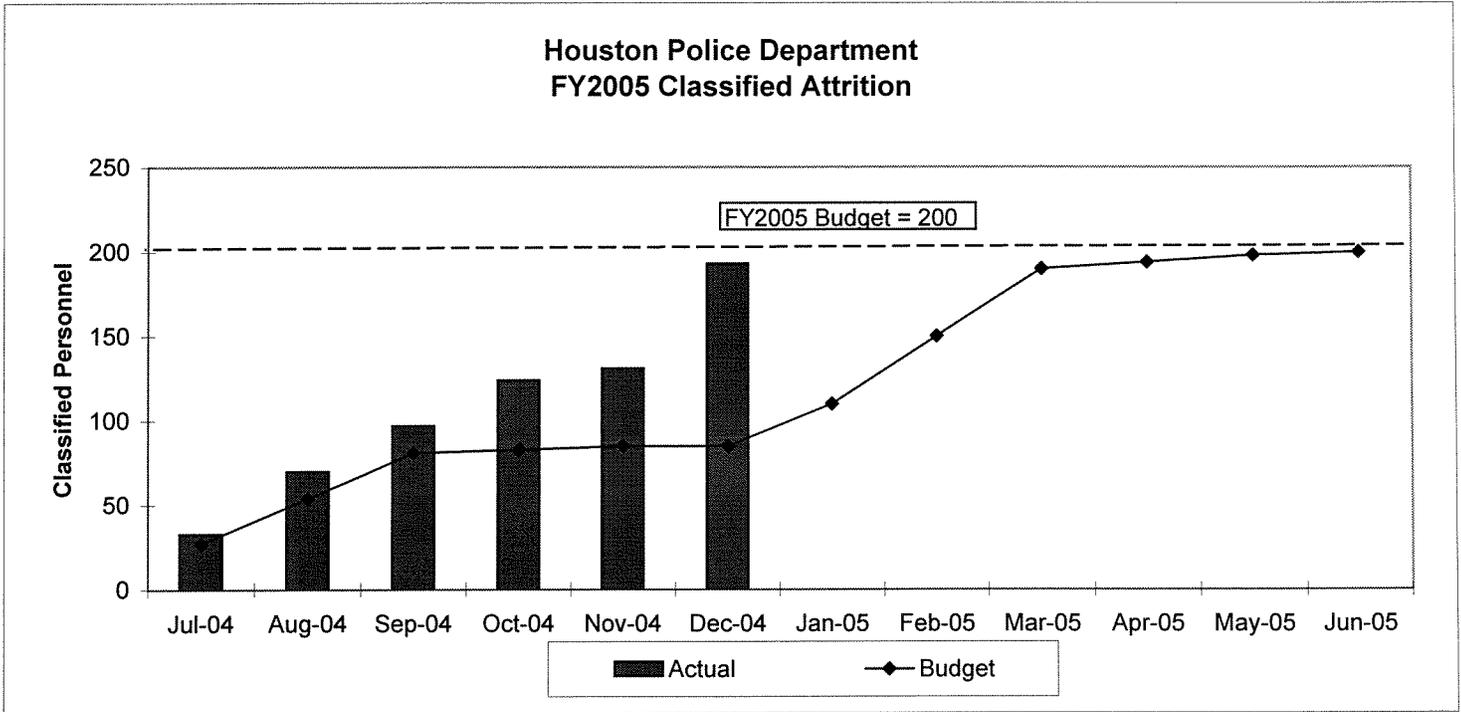
**Houston Fire Department
FY2005 Classified Attrition**



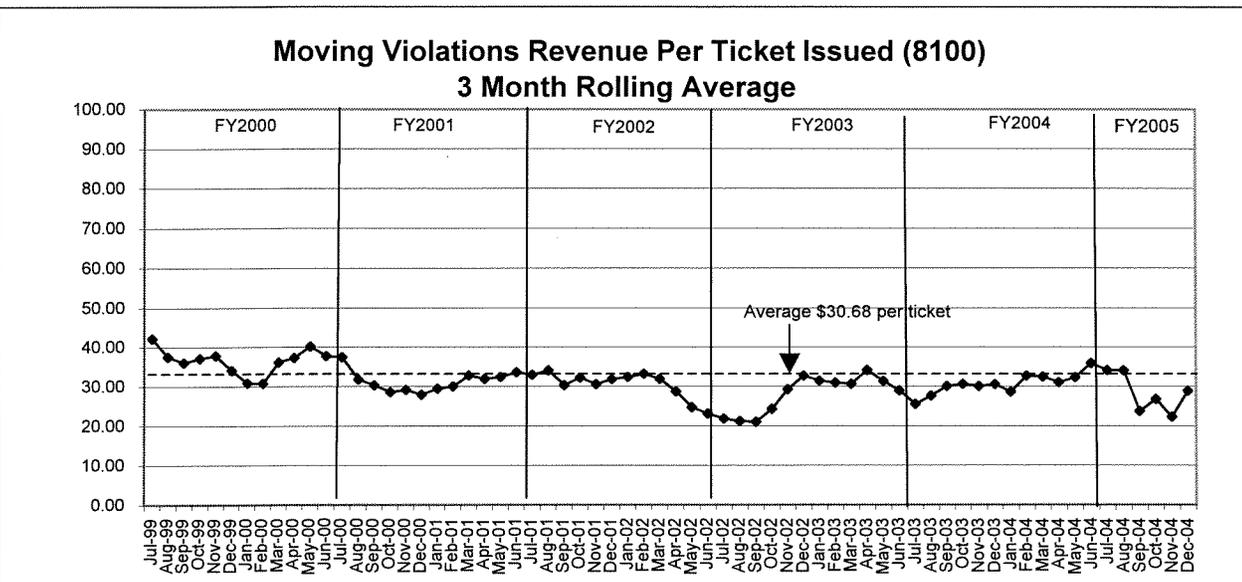
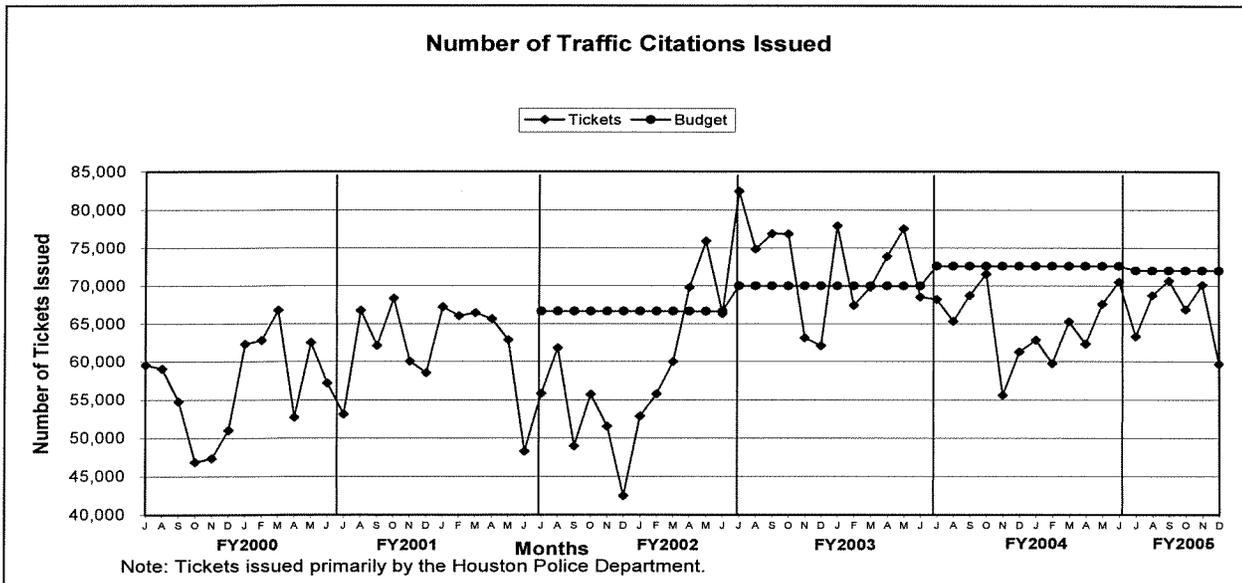
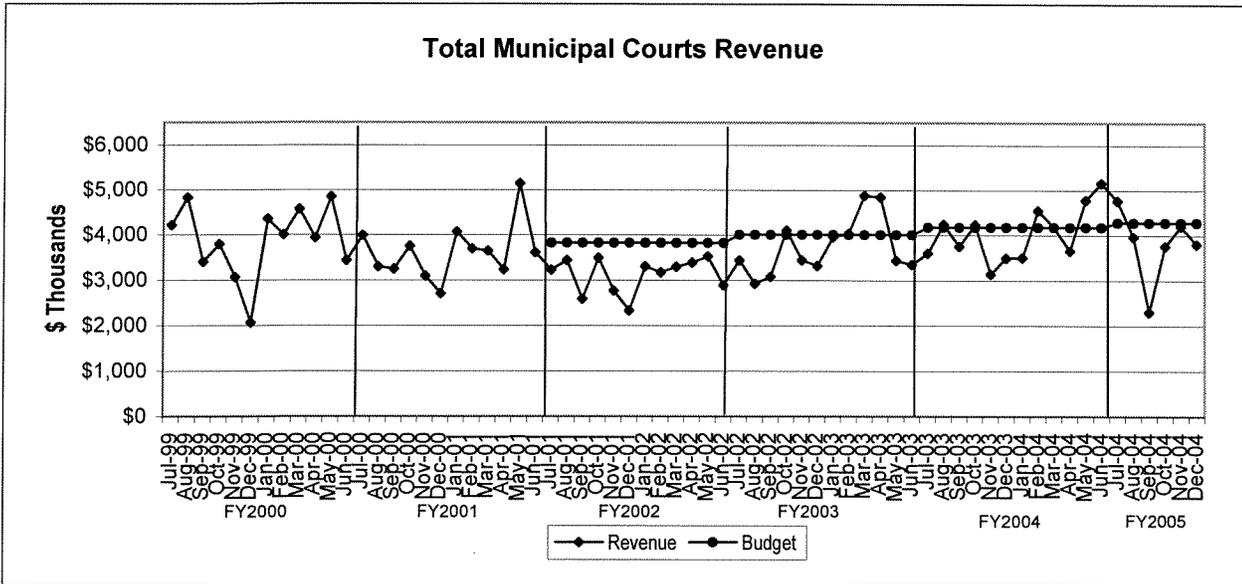
Retirees Receiving Health Benefits



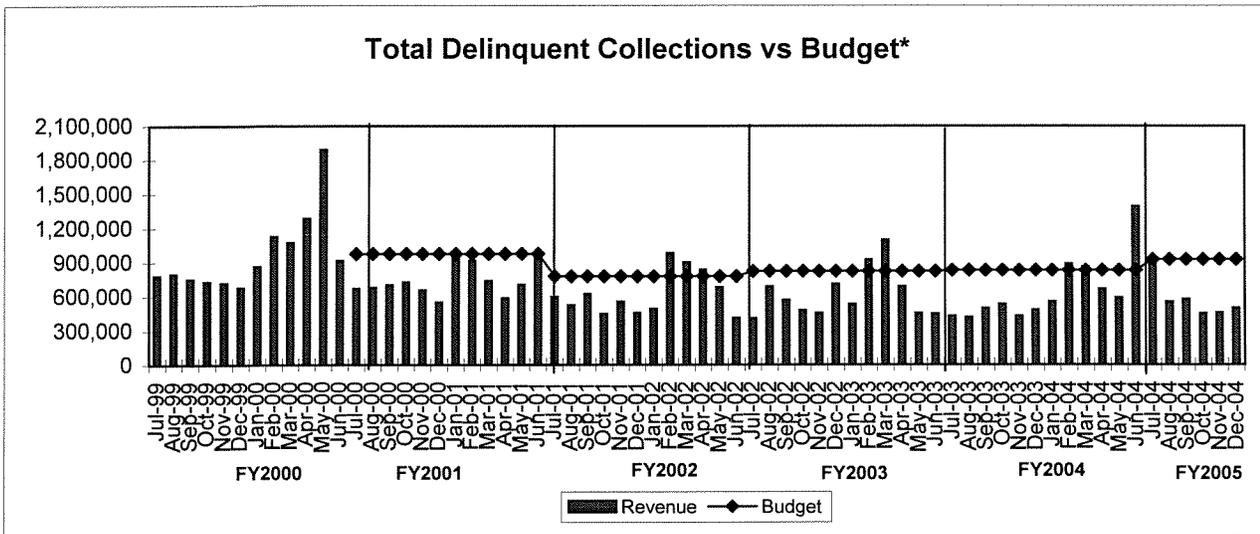
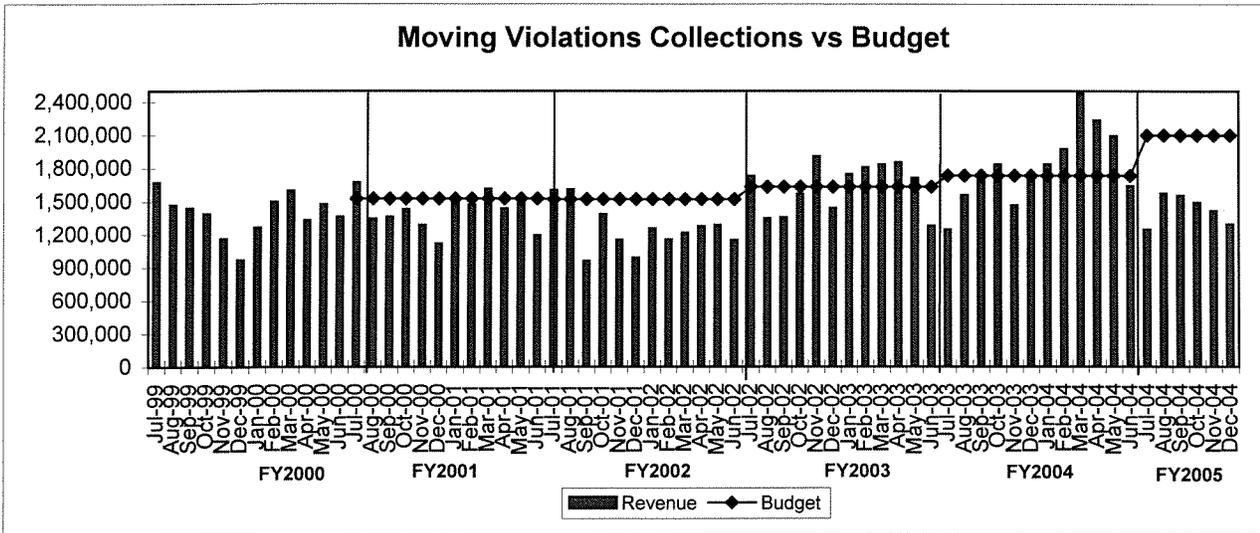
TREND INDICATORS - HIRING AND RETIREMENTS



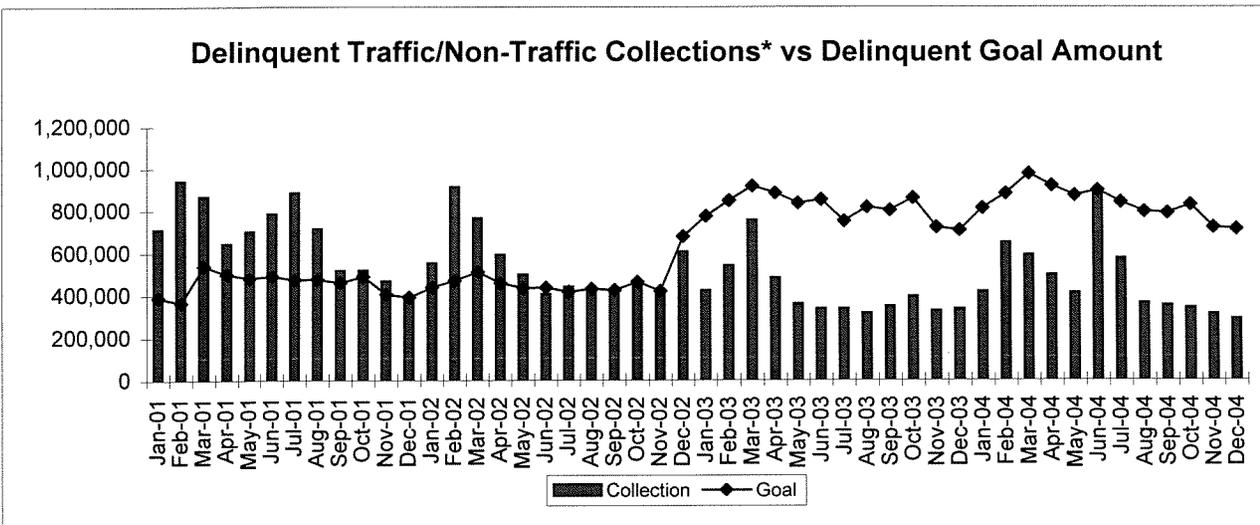
TREND INDICATORS - MUNICIPAL COURTS



TREND INDICATORS - MUNICIPAL COURTS

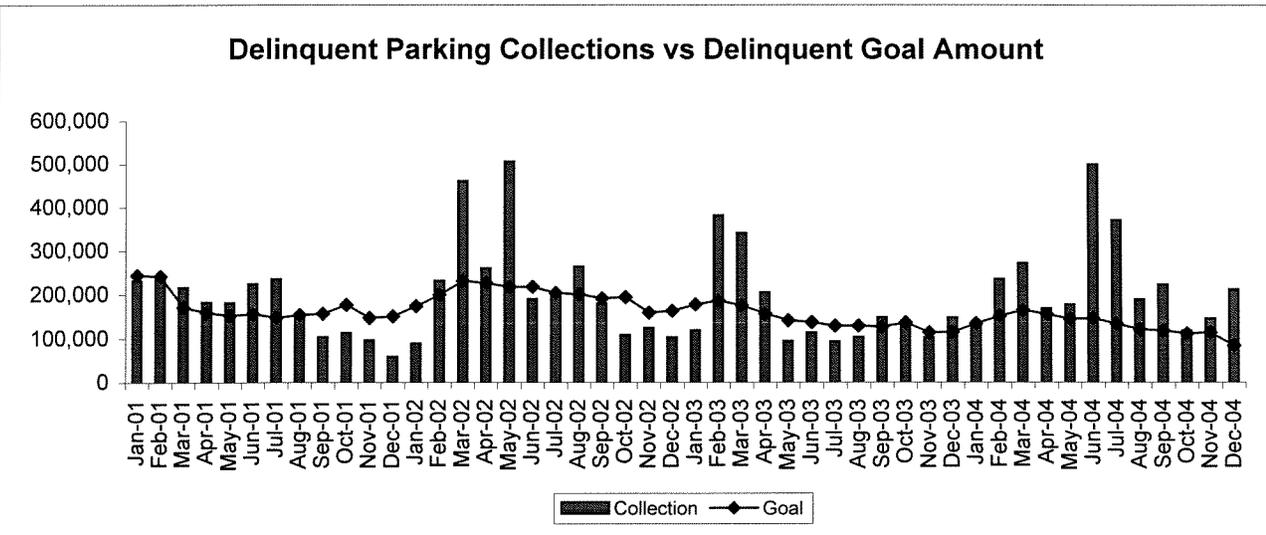
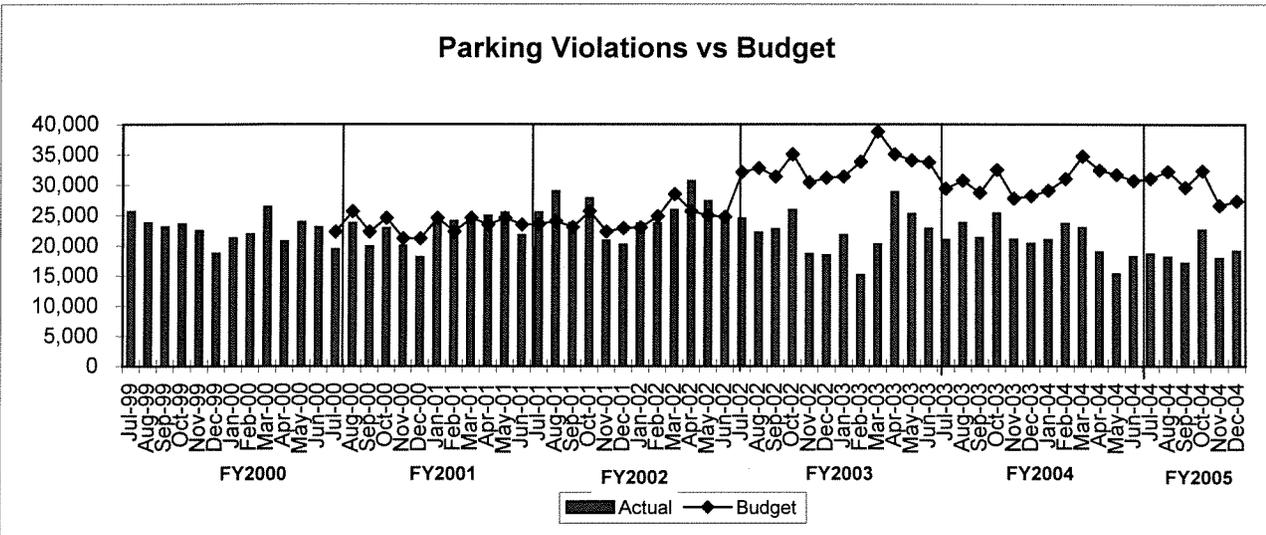
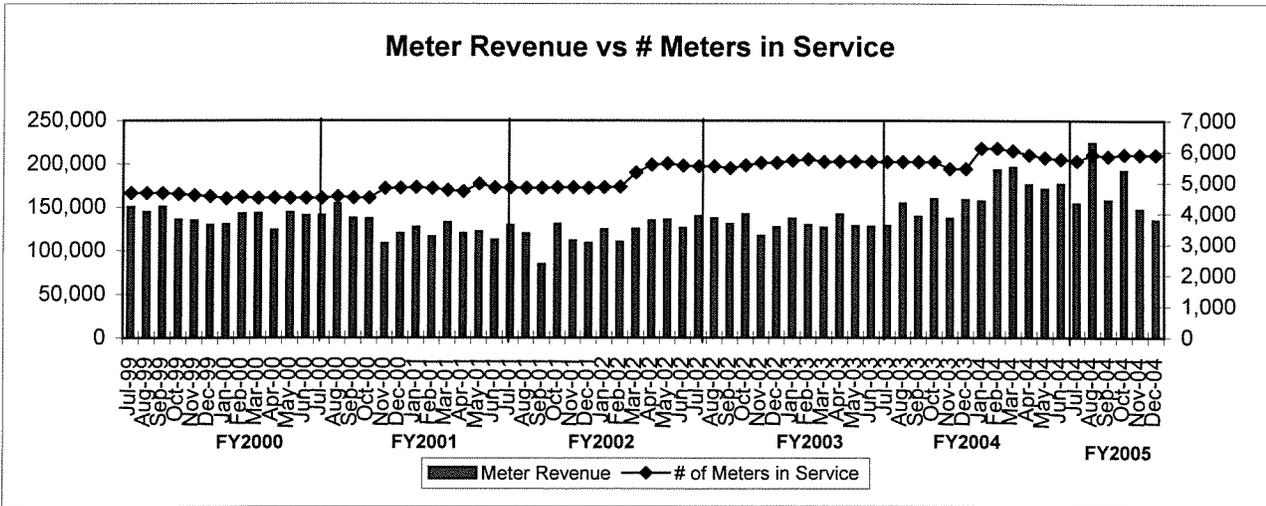


*Net of fees and expenses paid to Linebarger

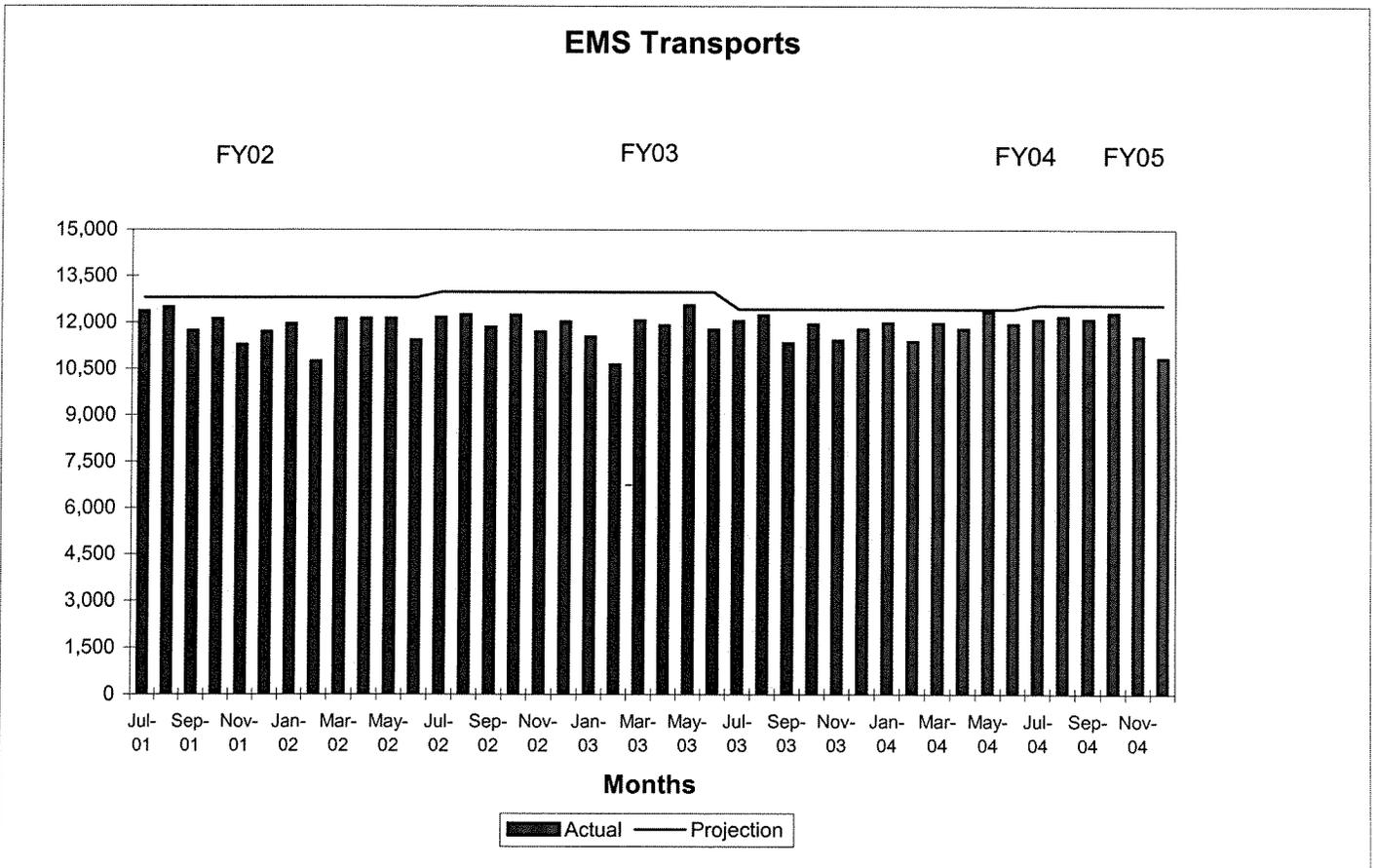
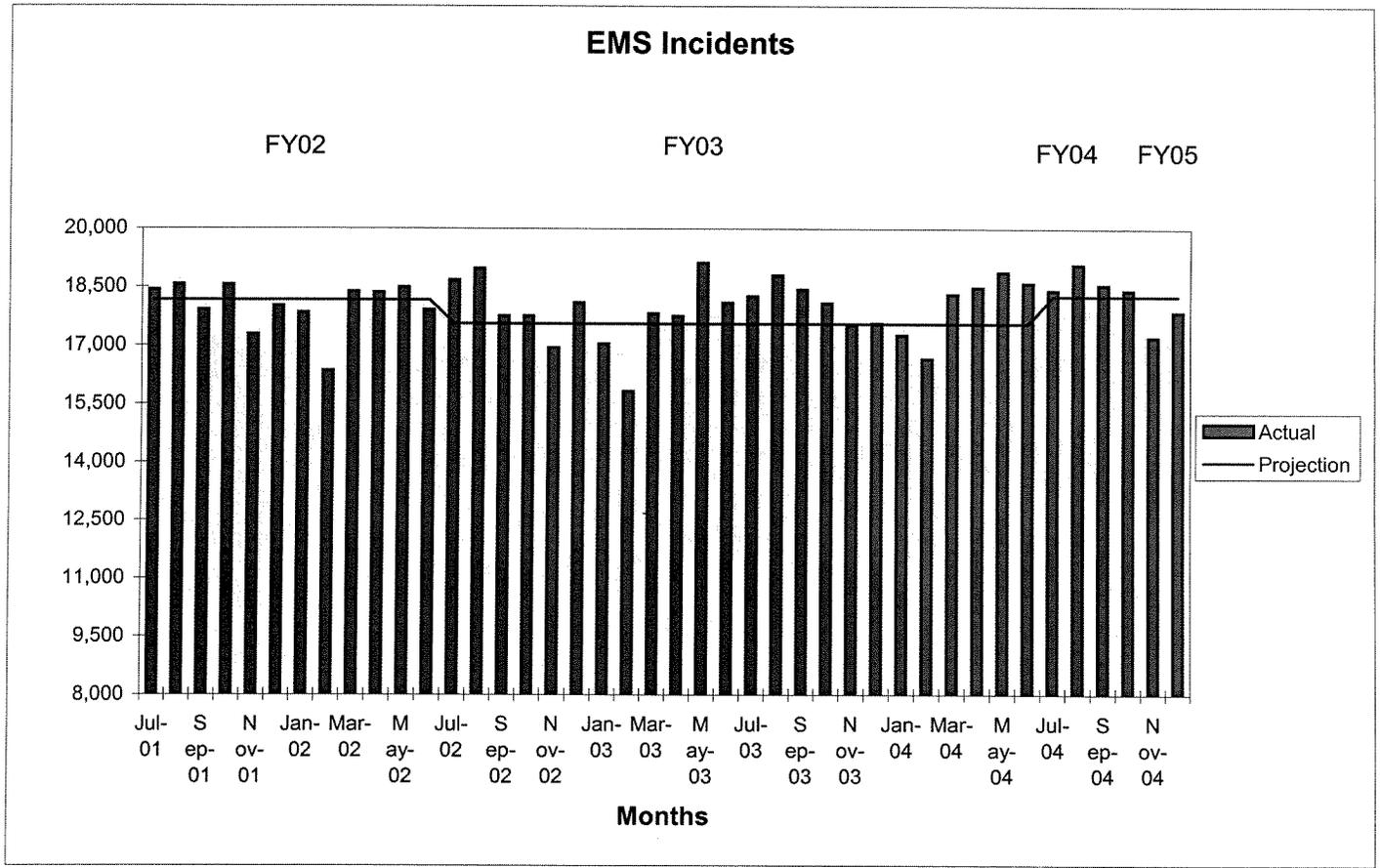


*Excludes Delinquent Parking Collections

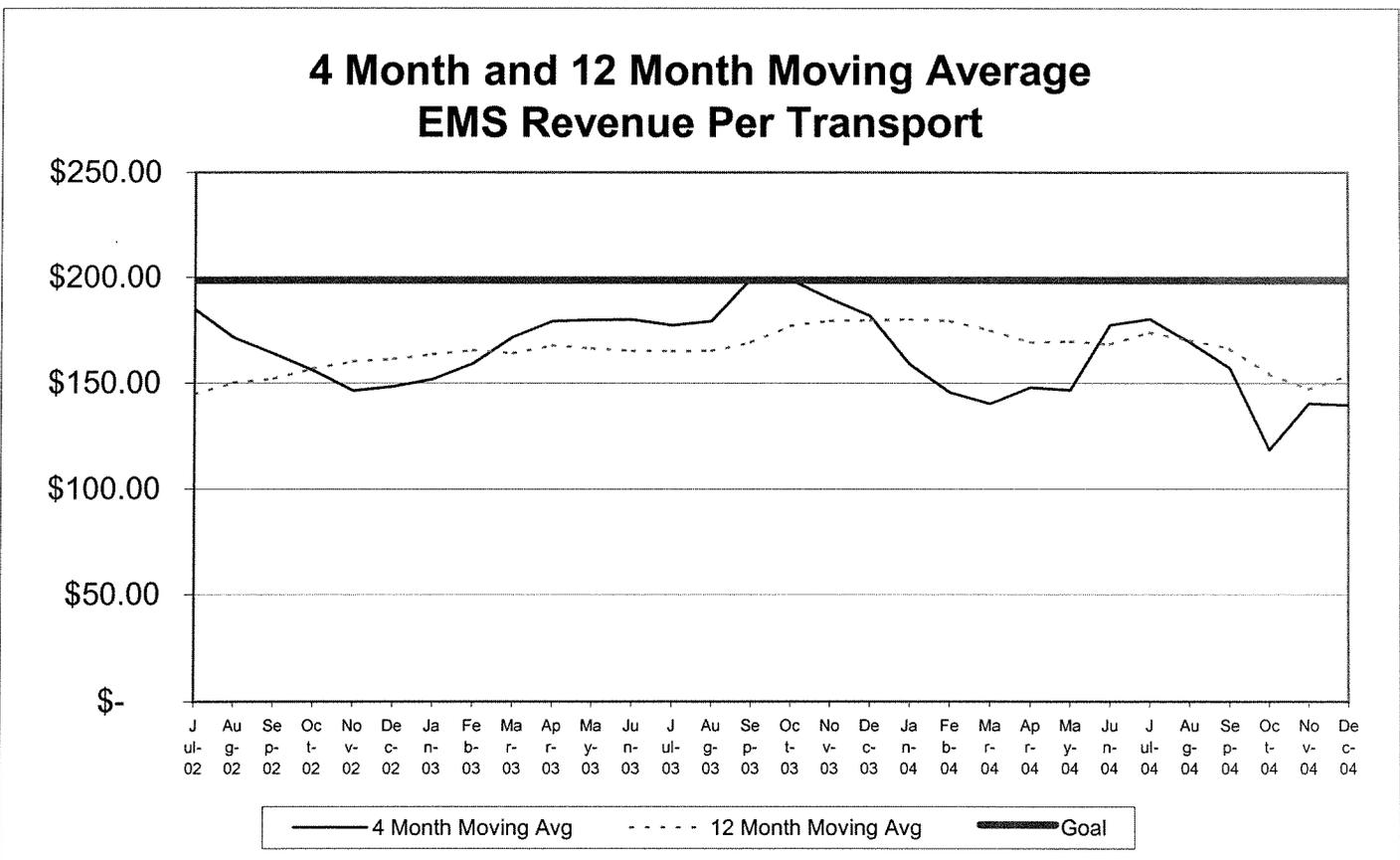
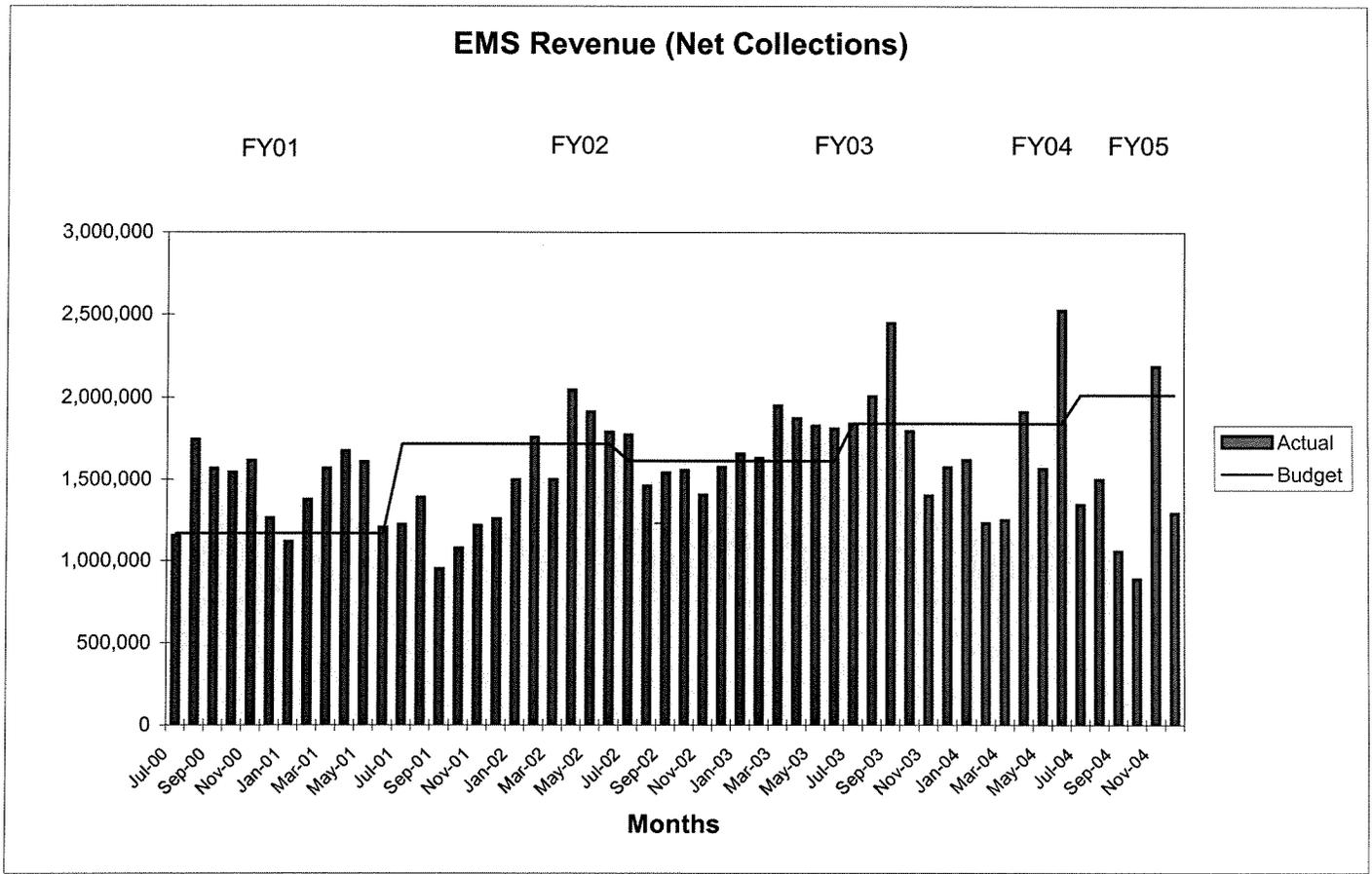
TREND INDICATORS - MUNICIPAL COURTS



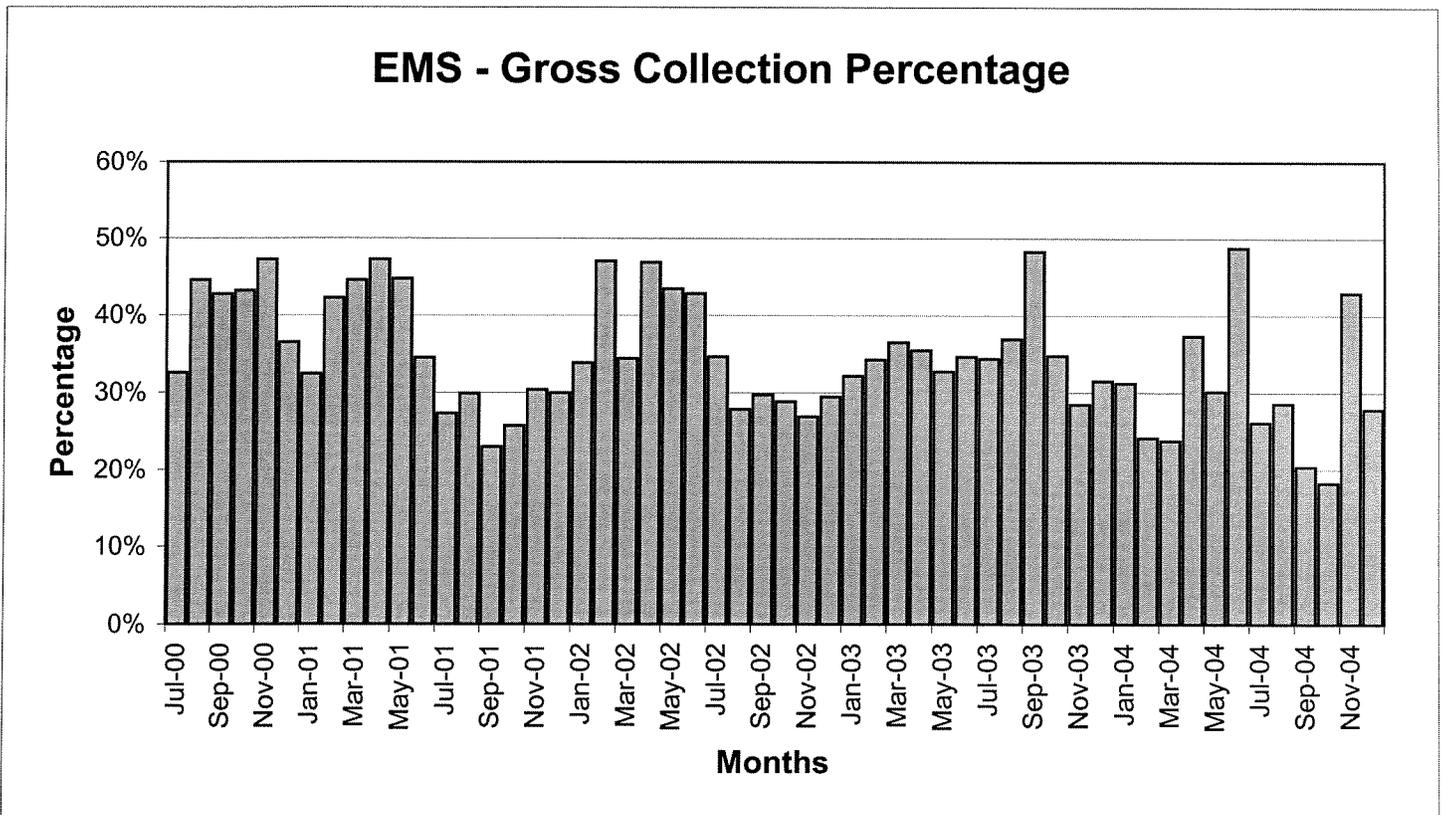
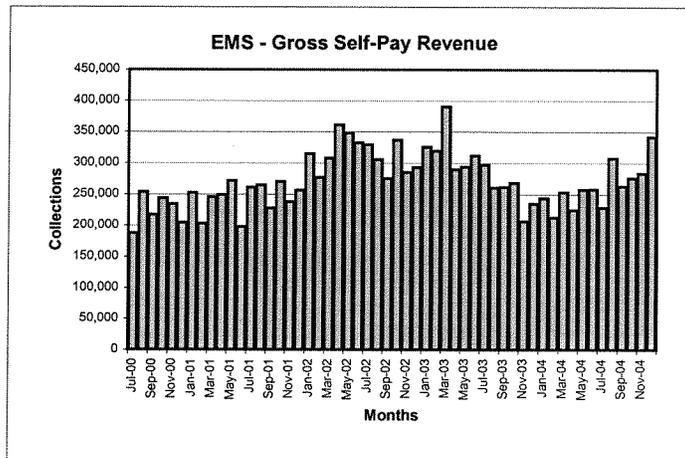
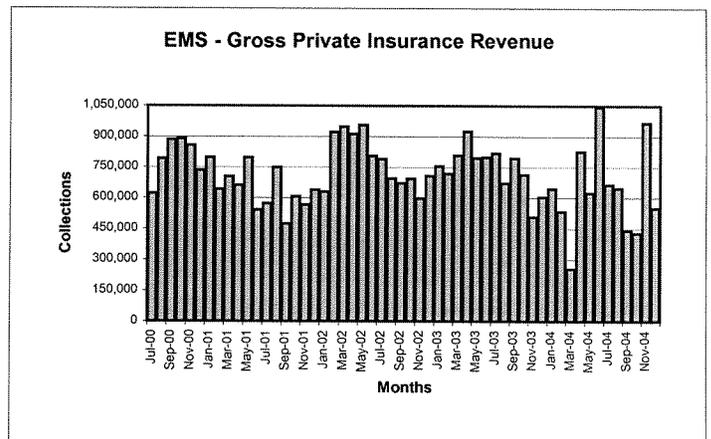
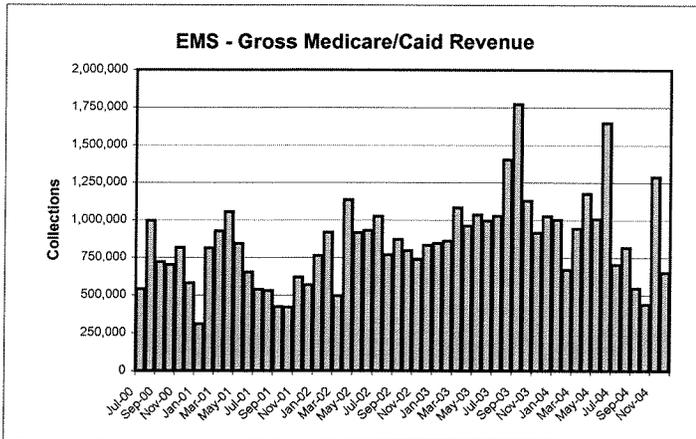
TREND INDICATORS - AMBULANCE SERVICES



TREND INDICATORS - AMBULANCE SERVICES

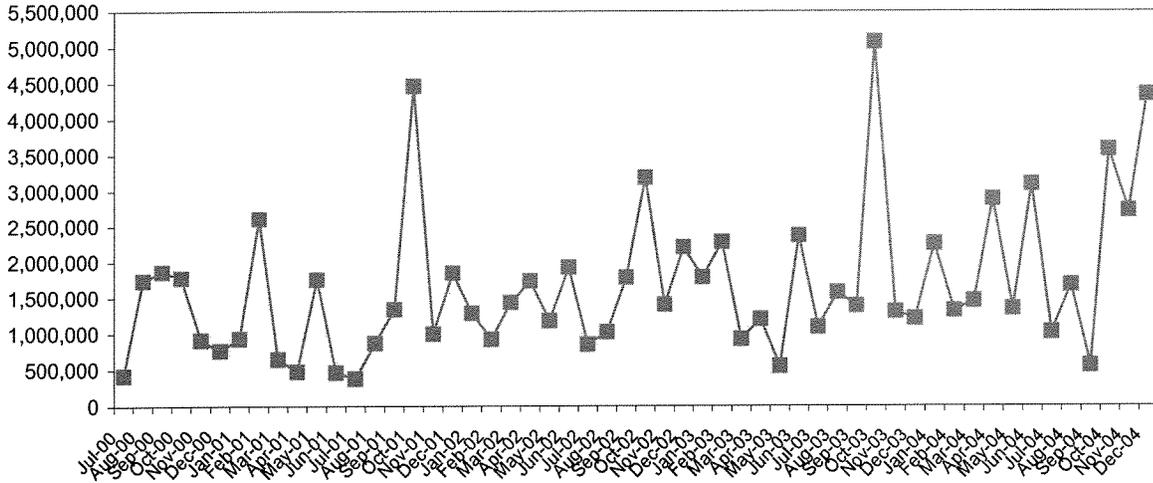


TREND INDICATORS - AMBULANCE SERVICES



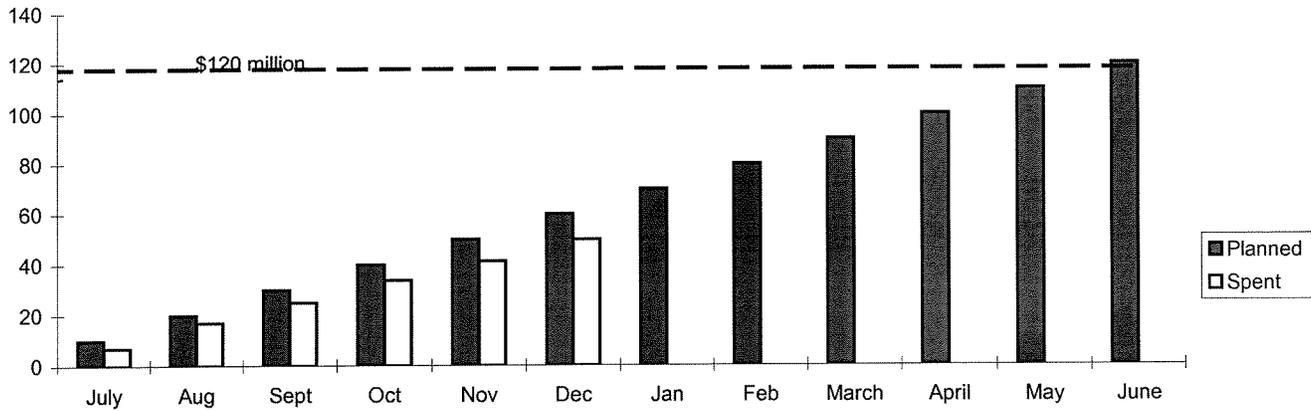
TREND INDICATORS - MISCELLANEOUS

Delinquent Property Tax

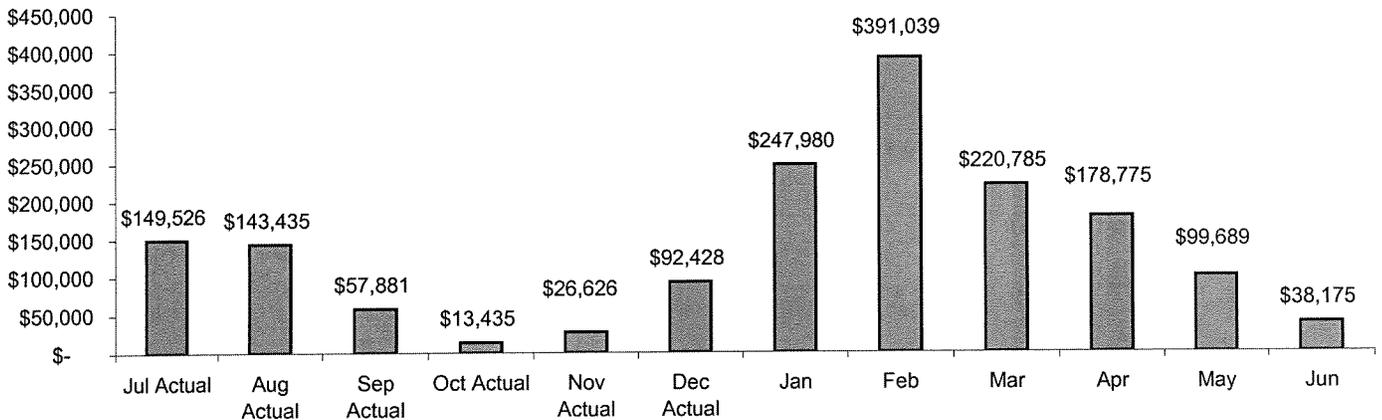


FY05 Budget is \$34,400,922

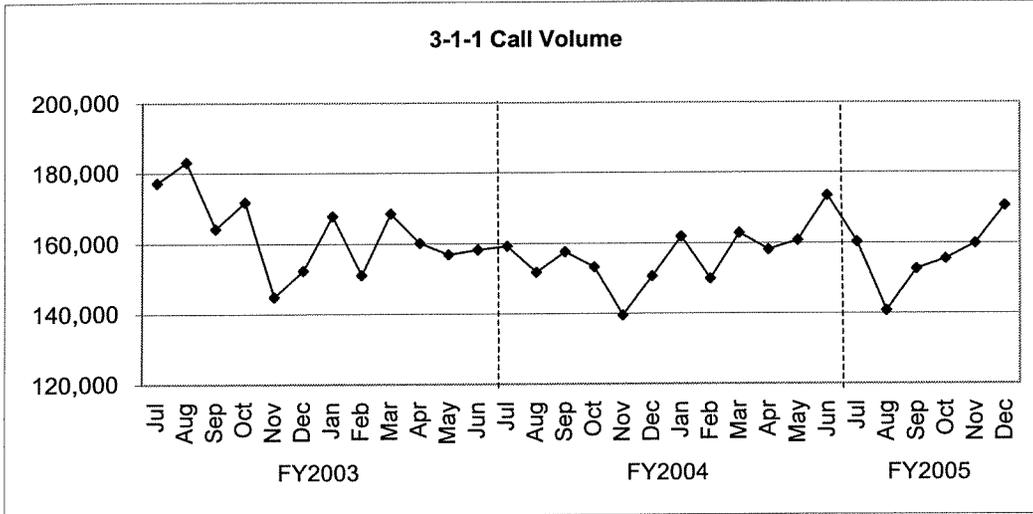
FY2005 Public Improvement Bonds Commercial Paper Planned vs Spent (\$Millions)



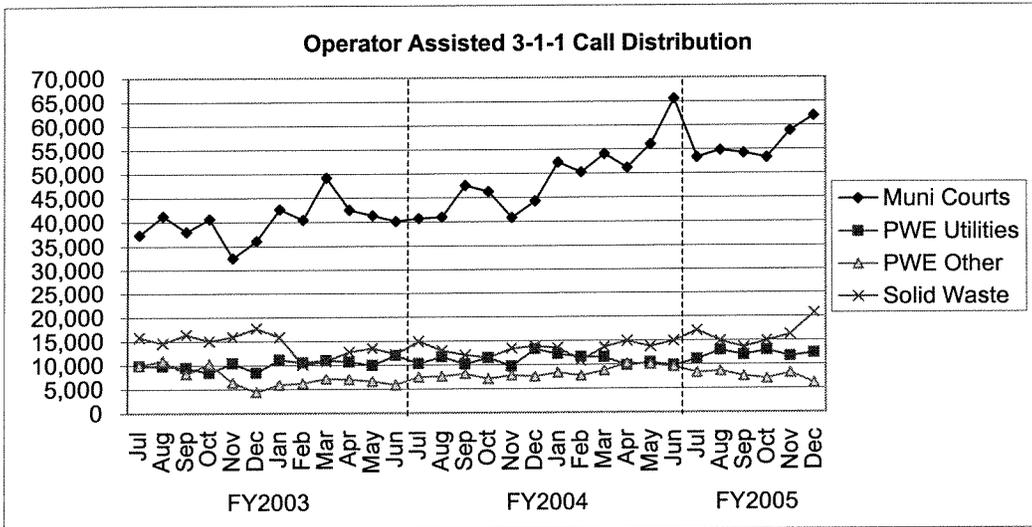
FY2005 Projected City of Houston General Fund Ending Cash Balances (In \$000)



TREND INDICATORS - MISCELLANEOUS



3-1-1 became fully operational in August 2001



4 largest users of operator assisted 3-1-1 calls.