

Monthly Financial and Operations Report  
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**OFFICE OF THE CITY CONTROLLER**

**CITY OF HOUSTON  
INTEROFFICE CORRESPONDENCE**

**TO:** Mayor Bill White  
City Council Members

**From:** Annise D. Parker  
City Controller

**Date:** March 3, 2006

**Subject:** **January 2006  
Financial Report**

Attached is the Monthly Financial and Operations Report for the period ending January 31, 2006.

**GENERAL FUND**

We are currently projecting a \$2.9 million surplus for the General Fund for Fiscal Year 2006. The main factor in this decrease is a \$12 million reduction in anticipated Pension Bond Proceeds. The remaining factors affecting the change are:

**Revenues**

- We are projecting an increase of \$4 million in Sales Tax Revenues due to higher than expected receipts through the end of January 2006.
- Higher than expected receipts from grant awards to date have prompted a \$2.5 million increase in our projection for Intergovernmental revenues.
- Higher than expected receipts are also the reason for a \$200,000 increase in projected Gas Franchise revenues.

**Expenditures**

- We project a decrease in Solid Waste Management expenditures of \$1.9 million due to receipt of the settlement payment from Republic Waste.
- General Government Expenditures have increased \$2.3 million. Of this amount, \$2 million is for increased Limited Purpose Annexation Payments, which is a direct offset to the higher sales tax revenues. The remaining \$320,000 of the increase is the result of increased Insurance premiums that followed hurricanes Katrina and Rita.
- There was a \$500,000 increase in Municipal Court – Administration expenditures due to overtime costs related to implementation of the new Case Management System.

**ENTERPRISE FUND**

The Aviation Operating Fund reflects a \$3.1 million increase in Income Before Operating Transfers. This is attributed to an increase of \$1.7 million in higher than expected billings for tenant services and an increase of \$1.4 million in Other Non-operating Revenues that is tied to the sale of land and vehicles.

The Convention and Entertainment Operating Fund shows an increase of \$1.9 million in Income Before Operating Transfers due to higher than expected revenues from the Houston Convention Center Hotel Corporation.

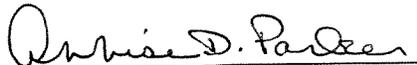
The Combined Utility System Operating Fund shows an increase of \$7.2 million in Income Before Operating Transfers. This is largely due to increased water and sewer billings tied to the lack of rain over the last six to eight months.

**COMMERCIAL PAPER AND BONDS**

The City's practice has been to maintain no more than 20% of the total outstanding debt for each type of debt in a variable rate structure. At month-end, the ratio for each type of outstanding debt was:

General Obligation	16.8%
Combined Utility System	19.3%
Aviation	21.7%
Convention and Entertainment	28.0%

Respectfully submitted,



Annise D. Parker  
City Controller



**CITY OF HOUSTON**  
Finance and Administration  
Department

**Interoffice**

Correspondence

**To:** Mayor Bill White  
Members of City Council

**From:** Judy Gray Johnson, Director  
Finance and Administration

**Date:** March 3, 2006

**Subject:** **JANUARY MONTHLY FINANCIAL  
AND OPERATIONS REPORT**

Attached is the Monthly Financial and Operations Report for the period ending January 31, 2006.

**General Fund Revenues**

Our projection for FY06 General Fund revenues is \$2.6 million higher than last month.

- The projection for Sales Tax Revenue has been increased by \$2.6 million. The payment for December sales was 12.62%, or \$5.3 million higher than the same month last year. The new projection of \$402.9 million assumes that the remaining months in FY2006 will return to the previously budgeted levels.

**General Fund Expenditures**

Our projection for FY06 General Fund expenditures is \$845 thousand higher than last month.

- The projection for Municipal Courts Administration has been increased by \$448 thousand due to additional overtime from the scanning of documents for the implementation of the Integrated Case Management System.
- The projection for the Solid Waste Department has been decreased by \$1.9 million due to the Compromise and Settlement Agreement between the City and Republic Services of Texas.
- The projection for General Government has been increased by \$2.3 million, \$2 million due to higher than budgeted payments to municipal utility districts for their share of the increase in sales tax receipts and by \$320 thousand due to expected increases in property insurance premiums.

### **Pension Bond Proceeds**

The amount projected for FY2006 Pension Bond Proceeds has been lowered to include only the police and municipal pension funds. Issuance of these bonds was approved by City Council this week and the bond sale will proceed next Tuesday. The City may issue pension bonds for the Firefighter's Relief and Retirement Fund later in this fiscal year, but if so they will be for a smaller amount than originally budgeted.

### **General Fund Ending Fund Balance**

We are projecting an ending unreserved undesignated fund balance of approximately \$127 million, which is approximately 9.25% of estimated expenditures less debt service. This does not include the rainy day fund or sign abatement fund. The total unreserved fund balance is projected to be \$149 million.

### **Aviation Operating Fund**

- The projection for Other Operating Revenues has been increased by approximately \$1.7 million due to higher than budgeted Miscellaneous Revenues from providing tenant services.
- The projection for Other Non-Operating Revenues has been increased by \$1.4 million due to the sale of land and obsolete vehicles.

### **Convention & Entertainment Facilities Operating Fund**

- The projection for Other Non-Operating Revenues has been increased as the annual payment the Hilton Americas Hotel Corp. makes to C&E is \$1.9 million more than the debt service paid by C&E this fiscal year for debt incurred by the corporation.

### **Combined Utility System Fund**

- The projection for Water Sales Revenue and Sewer Sales Revenue has been increased by \$6.5 million due to the increase in usage resulting from the continued lack of rain.
- The projection for Sale of Property has been increased by approximately \$700 thousand for real estate sales that were not expected.
- The projection for the Operating Transfer for Equipment Acquisition has been increased by \$900 thousand to reflect a carryover from FY2005.

### **Katrina Aid & Recovery Fund**

The Interim Housing Program stopped placing new leases during the month of January and total units under lease as of the end of January is approximately 34,500. This number may increase slightly during February due to landlords turning in vouchers that were issued and approved prior to the cutoff date for execution of a new lease. FEMA has approved funding

March 3, 2006  
Page Three

through February 28th for 25,000 units. An additional funding request of \$24 million is in the process.

Also, the City and FEMA have been working on an agreement in principle which defines the terms under which FEMA would extend the Interim Housing Program beyond February 28th. The City has requested that the housing program be extended through early calendar year 2007 so that all 12 month leases could conclude at the termination of the lease.

Through January 31st, FEMA has paid to the City \$105 million with another \$40 million approved to be paid when needed.

Please let me know if you have any questions.

  
\_\_\_\_\_  
Judy Gray Johnson, Director

General Fund  
Comparative Projections  
Controller's Office and Finance and Administration  
For the period ended January 31, 2006  
(amounts expressed in thousands)

	FY2006						Variance between Controller and F&A
	FY2005 Actual	Adopted Budget	Current Budget	% of Budget	Controller's Projection	F & A Projection	
<b>Revenues</b>							
General Property Taxes	\$ 671,294	\$ 690,246	\$ 690,246	46%	\$ 688,894	\$ 688,421	(473)
Industrial Assessments	14,635	13,830	13,830	1%	13,830	13,830	0
Sales Tax	370,583	395,845	395,845	26%	403,000	402,916	(84)
Electric Franchise	77,760	88,100	88,100	6%	88,100	88,100	0
Telephone Franchise	49,714	48,960	48,960	3%	49,074	48,000	(1,074)
Gas Franchise	18,520	18,767	18,767	1%	23,200	21,975	(1,225)
Other Franchise	16,269	15,801	15,801	1%	15,728	15,801	73
Licenses and Permits	17,692	19,073	19,073	1%	17,522	19,073	1,551
Intergovernmental	27,571	36,432	36,432	2%	38,856	39,601	745
Charges for Services	39,856	43,490	43,490	3%	40,671	42,603	1,932
Direct Interfund Services	61,233	44,345	44,345	3%	44,345	44,345	0
Indirect Interfund Services	11,031	14,887	14,887	1%	14,887	14,887	0
Municipal Courts Fines and Forfeits	48,827	47,806	47,806	3%	42,900	44,067	1,167
Other Fines and Forfeits	2,424	2,768	2,768	0%	2,500	2,768	268
Interest	6,414	6,500	6,500	0%	8,000	9,000	1,000
Miscellaneous/Other	16,253	12,764	12,764	1%	20,799	20,990	191
<b>Total Revenues</b>	<b>1,450,076</b>	<b>1,499,614</b>	<b>1,499,614</b>	<b>100%</b>	<b>1,512,306</b>	<b>1,516,377</b>	<b>4,071</b>
<b>Expenditures</b>							
Affirmative Action	1,714	1,637	1,637	0%	1,637	1,637	0
Building Services	24,632	27,731	33,161	2%	33,685	33,685	0
City Council	4,266	4,498	4,533	0%	4,533	4,533	0
City Secretary	626	727	727	0%	727	727	0
Controller	5,959	6,054	6,054	0%	6,054	6,054	0
Convention & Entertainment	0	0	1,838	0%	1,838	1,838	0
Finance and Administration	19,431	20,820	20,722	1%	20,722	20,722	0
Fire	291,352	323,502	323,502	21%	323,502	323,502	0
Health and Human Services	50,311	50,780	45,344	3%	45,344	45,344	0
Human Resources	2,217	2,371	2,371	0%	2,371	2,371	0
Information Technology	12,278	12,653	12,653	1%	12,653	12,653	0
Legal	10,675	11,435	11,428	1%	11,428	11,428	0
Library	33,222	29,641	29,454	2%	29,454	29,454	0
Mayor's Office	1,849	1,928	2,163	0%	2,163	2,163	0
Municipal Courts - Administration	16,350	16,780	14,942	1%	16,558	16,558	0
Municipal Courts - Justice	4,213	4,284	4,284	0%	4,284	4,284	0
Parks and Recreation	47,592	47,613	47,813	3%	47,885	47,885	0
Planning and Development	7,155	7,417	7,417	0%	7,417	7,417	0
Police	497,867	542,379	543,662	35%	543,662	543,662	0
Public Works and Engineering	88,865	70,966	70,966	5%	79,059	79,059	0
Solid Waste Management	66,989	69,031	68,241	4%	66,322	66,322	0
<b>Total Departmental Expenditures</b>	<b>1,187,563</b>	<b>1,252,247</b>	<b>1,252,912</b>	<b>80%</b>	<b>1,261,298</b>	<b>1,261,298</b>	<b>0</b>
<b>Non-Departmental Expenditures and Other Uses</b>							
General Government	91,654	123,367	122,702	8%	112,084	112,084	0
Debt Service Transfer	188,000	195,000	195,000	12%	195,000	195,000	0
<b>Total Non-Dept. Exp. and Other Uses</b>	<b>279,654</b>	<b>318,367</b>	<b>317,702</b>	<b>20%</b>	<b>307,084</b>	<b>307,084</b>	<b>0</b>
<b>Total Expenditures and Other Uses</b>	<b>1,467,217</b>	<b>1,570,614</b>	<b>1,570,614</b>	<b>100%</b>	<b>1,568,382</b>	<b>1,568,382</b>	<b>0</b>
<b>Net Current Activity</b>	<b>(17,141)</b>	<b>(71,000)</b>	<b>(71,000)</b>		<b>(56,076)</b>	<b>(52,005)</b>	<b>4,071</b>
Amount Needed to Balance the Budget					0		
Transfers from other funds	1,028	-	-		-	-	
Pension Bond Proceeds	48,599	71,000	71,000		59,000	59,000	
Disaster Recovery Fund Transfer	-	-	-		-	-	
Change in Misc Other Reserves	(660)	-	-		-	-	
Unreserved Fund Balance, Beginning of Year	110,286	142,112	142,112		142,112	142,112	
Unreserved Fund Balance, End of Year	\$ 142,112	\$ 142,112	\$ 142,112		\$ 145,036	\$ 149,107	
Designated for Sign Abatement	(2,070)	(2,070)	(2,070)		(2,070)	(2,070)	
Designated for Rainy Day Fund	(20,000)	(20,000)	(20,000)		(20,000)	(20,000)	
Undesignated Fund Balance, End of Year	\$ 120,042	\$ 120,042	\$ 120,042		\$ 122,966	\$ 127,037	

General Fund  
Controller's Office  
For the period ended January 31, 2006  
(amounts expressed in thousands)

	FY2005 Actual	FY2006						
		Adopted Budget	Current Budget	Current Month	YTD	Controller's Projection	Variance from Current Budget	% Variance
<b>Revenues</b>								
General Property Taxes	\$ 671,294	\$ 690,246	\$ 690,246	\$ 322,433	\$ 404,324	\$ 688,894	\$ (1,352)	-0.2%
Industrial Assessments	14,635	13,830	13,830	1,153	8,116	13,830	0	0.0%
Sales Tax	370,583	395,845	395,845	32,468	234,411	403,000	7,155	1.8%
Electric Franchise	77,760	88,100	88,100	8,465	56,868	88,100	0	0.0%
Telephone Franchise	49,714	48,960	48,960	8,926	29,031	49,074	114	0.2%
Gas Franchise	18,520	18,767	18,767	5,140	12,257	23,200	4,433	23.6%
Other Franchise	16,269	15,801	15,801	536	9,768	15,728	(73)	-0.5%
Licenses and Permits	17,692	19,073	19,073	1,884	9,560	17,522	(1,551)	-8.1%
Intergovernmental	27,571	36,432	36,432	17,308	25,907	38,856	2,424	6.7%
Charges for Services	39,856	43,490	43,490	4,058	19,186	40,671	(2,819)	-6.5%
Direct Interfund Services	61,233	44,345	44,345	5,816	21,586	44,345	0	0.0%
Indirect Interfund Services	11,031	14,887	14,887	841	6,052	14,887	0	0.0%
Municipal Courts Fines and Forfeits	48,827	47,806	47,806	4,002	22,011	42,900	(4,906)	-10.3%
Other Fines and Forfeits	2,424	2,768	2,768	194	1,031	2,500	(268)	-9.7%
Interest	6,414	6,500	6,500	769	3,621	8,000	1,500	23.1%
Miscellaneous/Other	16,253	12,764	12,764	1,458	13,148	20,799	8,035	63.0%
<b>Total Revenues</b>	<b>1,450,076</b>	<b>1,499,614</b>	<b>1,499,614</b>	<b>415,451</b>	<b>876,877</b>	<b>1,512,306</b>	<b>12,692</b>	<b>0.8%</b>
<b>Expenditures</b>								
Affirmative Action	1,714	1,637	1,637	136	966	1,637	0	0.0%
Building Services	24,632	27,731	33,161	4,185	22,141	33,685	(524)	-1.6%
City Council	4,266	4,498	4,533	363	2,650	4,533	0	0.0%
City Secretary	626	727	727	58	372	727	0	0.0%
Controller	5,959	6,054	6,054	480	3,121	6,054	0	0.0%
Convention & Entertainment	0	0	1,838	186	636	1,838	0	0.0%
Finance and Administration	19,431	20,820	20,722	1,720	11,254	20,722	0	0.0%
Fire	291,352	323,502	323,502	26,601	187,962	323,502	0	0.0%
Health and Human Services	50,311	50,780	45,344	3,200	24,450	45,344	0	0.0%
Human Resources	2,217	2,371	2,371	175	1,248	2,371	0	0.0%
Information Technology	12,278	12,653	12,653	1,237	6,426	12,653	0	0.0%
Legal	10,675	11,435	11,428	973	6,346	11,428	0	0.0%
Library	33,222	29,641	29,454	2,586	16,671	29,454	0	0.0%
Mayor's Office	1,849	1,928	2,163	121	979	2,163	0	0.0%
Municipal Courts - Administration	16,350	16,780	14,942	1,429	9,828	16,558	(1,616)	-10.8%
Municipal Courts - Justice	4,213	4,284	4,284	368	2,456	4,284	0	0.0%
Parks and Recreation	47,592	47,613	47,813	3,711	28,768	47,885	(72)	-0.2%
Planning and Development	7,155	7,417	7,417	572	3,866	7,417	0	0.0%
Police	497,867	542,379	543,662	45,835	313,015	543,662	0	0.0%
Public Works and Engineering	88,865	70,966	70,966	7,442	43,270	79,059	(8,093)	-11.4%
Solid Waste Management	66,989	69,031	68,241	6,429	42,938	66,322	1,919	2.8%
<b>Total Departmental Expenditures</b>	<b>1,187,563</b>	<b>1,252,247</b>	<b>1,252,912</b>	<b>107,807</b>	<b>729,363</b>	<b>1,261,298</b>	<b>(8,386)</b>	<b>-0.7%</b>
<b>Non-Departmental Expenditures and Other Uses</b>								
General Government	91,654	123,367	122,702	7,023	53,568	112,084	10,618	8.7%
Debt Service Transfer	188,000	195,000	195,000	0	0	195,000	0	0.0%
<b>Total Non-Dept. Exp. And Other Uses</b>	<b>279,654</b>	<b>318,367</b>	<b>317,702</b>	<b>7,023</b>	<b>53,568</b>	<b>307,084</b>	<b>10,618</b>	<b>3.3%</b>
<b>Total Expenditures and Other Uses</b>	<b>1,467,217</b>	<b>1,570,614</b>	<b>1,570,614</b>	<b>114,830</b>	<b>782,931</b>	<b>1,568,382</b>	<b>2,232</b>	<b>0.1%</b>
<b>Net Current Activity</b>	<b>(17,141)</b>	<b>(71,000)</b>	<b>(71,000)</b>	<b>300,621</b>	<b>93,946</b>	<b>(56,076)</b>	<b>14,924</b>	
Amount Needed to Balance the Budget						0	0	
Transfers from other funds	1,028	-	-	0	-	-	0	
Pension Bond Proceeds	48,599	71,000	71,000	0	-	59,000	12,000	
Disaster Recovery Fund Transfer	-	-	-	0	-	-	-	
Change in Misc. Other Reserves	(660)	-	-	0	-	-	-	
Unreserved Fund Balance, Beg. of Year	110,286	142,112	142,112	142,112	142,112	142,112	0	
Unreserved Fund Balance, End of Year	142,112	142,112	142,112	442,733	236,058	145,036	26,924	
Designated for Sign Abatement	(2,070)	(2,070)	(2,070)	-	-	(2,070)	0	
Designated for Rainy Day Fund	(20,000)	(20,000)	(20,000)	-	-	(20,000)	0	
<b>Undesignated Fund Balance, End of Year</b>	<b>\$ 120,042</b>	<b>\$ 120,042</b>	<b>\$ 120,042</b>	<b>\$ 442,733</b>	<b>\$ 236,058</b>	<b>\$ 122,966</b>	<b>\$ 2,924</b>	

General Fund  
Finance and Administration  
For the period ended January 31, 2006  
(amounts expressed in thousands)

	FY2006							Variance from Current Budget	% Variance
	FY2005 Actual	Adopted Budget	Current Budget	Current Month	YTD	F & A Projection			
<b>Revenues</b>									
General Property Taxes	\$ 671,294	\$ 690,246	690,246	\$ 322,433	\$ 404,324	\$ 688,421	(1,825)	-0.3%	
Industrial Assessments	14,635	13,830	13,830	1,153	8,116	13,830	0	0.0%	
Sales Tax	370,583	395,845	395,845	32,468	234,411	402,916	7,071	1.8%	
Electric Franchise	77,760	88,100	88,100	8,465	56,868	88,100	0	0.0%	
Telephone Franchise	49,714	48,960	48,960	8,926	29,031	48,000	(960)	-2.0%	
Gas Franchise	18,520	18,767	18,767	5,140	12,257	21,975	3,208	17.1%	
Other Franchise	16,269	15,801	15,801	536	9,768	15,801	0	0.0%	
Licenses and Permits	17,692	19,073	19,073	1,884	9,560	19,073	0	0.0%	
Intergovernmental	27,571	36,432	36,432	17,308	25,907	39,601	3,169	8.7%	
Charges for Services	39,856	43,490	43,490	4,058	19,186	42,603	(887)	-2.0%	
Direct Interfund Services	61,233	44,345	44,345	5,816	21,586	44,345	0	0.0%	
Indirect Interfund Services	11,031	14,887	14,887	841	6,052	14,887	0	0.0%	
Municipal Courts Fines and Forfeits	48,827	47,806	47,806	4,002	22,011	44,067	(3,739)	-7.8%	
Other Fines and Forfeits	2,424	2,768	2,768	194	1,031	2,768	0	0.0%	
Interest	6,414	6,500	6,500	769	3,621	9,000	2,500	38.5%	
Miscellaneous/Other	16,253	12,764	12,764	1,458	13,148	20,990	8,226	64.4%	
<b>Total Revenues</b>	<b>1,450,076</b>	<b>1,499,614</b>	<b>1,499,614</b>	<b>415,451</b>	<b>876,877</b>	<b>1,516,377</b>	<b>16,763</b>	<b>1.1%</b>	
<b>Expenditures</b>									
Affirmative Action	1,714	1,637	1,637	136	966	1,637	0	0.0%	
Building Services	24,632	27,731	33,161	4,185	22,141	33,685	(524)	-1.6%	
City Council	4,266	4,498	4,533	363	2,650	4,533	0	0.0%	
City Secretary	626	727	727	58	372	727	0	0.0%	
Controller	5,959	6,054	6,054	480	3,121	6,054	0	0.0%	
Convention & Entertainment	0	0	1,838	186	636	1,838	0	0.0%	
Finance and Administration	19,431	20,820	20,722	1,720	11,254	20,722	0	0.0%	
Fire	291,352	323,502	323,502	26,601	187,962	323,502	0	0.0%	
Health and Human Services	50,311	50,780	45,344	3,200	24,450	45,344	0	0.0%	
Human Resources	2,217	2,371	2,371	175	1,248	2,371	0	0.0%	
Information Technology	12,278	12,653	12,653	1,237	6,426	12,653	0	0.0%	
Legal	10,675	11,435	11,428	973	6,346	11,428	0	0.0%	
Library	33,222	29,641	29,454	2,586	16,671	29,454	0	0.0%	
Mayor's Office	1,849	1,928	2,163	121	979	2,163	0	0.0%	
Municipal Courts - Administration	16,350	16,780	14,942	1,429	9,828	16,558	(1,616)	-10.8%	
Municipal Courts - Justice	4,213	4,284	4,284	368	2,456	4,284	0	0.0%	
Parks and Recreation	47,592	47,613	47,813	3,711	28,768	47,885	(72)	-0.2%	
Planning and Development	7,155	7,417	7,417	572	3,866	7,417	0	0.0%	
Police	497,867	542,379	543,662	45,835	313,015	543,662	0	0.0%	
Public Works and Engineering	88,865	70,966	70,966	7,442	43,270	79,059	(8,093)	-11.4%	
Solid Waste Management	66,989	69,031	68,241	6,429	42,938	66,322	1,919	2.8%	
<b>Total Departmental Expenditures</b>	<b>1,187,563</b>	<b>1,252,247</b>	<b>1,252,912</b>	<b>107,807</b>	<b>729,363</b>	<b>1,261,298</b>	<b>(8,386)</b>	<b>-0.7%</b>	
<b>Non-Departmental Expenditures and Other Uses</b>									
General Government	91,654	123,367	122,702	7,023	53,568	112,084	10,618	8.7%	
Debt Service Transfer	188,000	195,000	195,000	0	0	195,000	0	0.0%	
<b>Total Non-Dept. Exp. and Other Uses</b>	<b>279,654</b>	<b>318,367</b>	<b>317,702</b>	<b>7,023</b>	<b>53,568</b>	<b>307,084</b>	<b>10,618</b>	<b>3.3%</b>	
<b>Total Expenditures and Other Uses</b>	<b>1,467,217</b>	<b>1,570,614</b>	<b>1,570,614</b>	<b>114,830</b>	<b>782,931</b>	<b>1,568,382</b>	<b>2,232</b>	<b>0.1%</b>	
<b>Net Current Activity</b>	<b>(17,141)</b>	<b>(71,000)</b>	<b>(71,000)</b>	<b>300,621</b>	<b>93,946</b>	<b>(52,005)</b>	<b>18,995</b>		
Transfers from other funds	1,028	-	-	-	-	-	0		
Pension Bond Proceed	48,599	71,000	71,000	-	-	59,000	(12,000)		
Disaster Recovery Fund Transfer	-	-	-	-	-	-	-		
Change in Misc. Other Reserves	(660)	-	-	-	-	-	-		
Unreserved Fund Balance, Beg. of Year	110,286	142,112	142,112	142,112	142,112	142,112	0		
Unreserved Fund Balance, End of Year	142,112	142,112	142,112	442,733	236,058	149,107	6,995		
Designated for Sign Abatement	(2,070)	(2,070)	(2,070)	-	-	(2,070)	-		
Designated for Rainy Day Fund	(20,000)	(20,000)	(20,000)	-	-	(20,000)	-		
<b>Undesignated Fund Balance, End of Year</b>	<b>\$ 120,042</b>	<b>\$ 120,042</b>	<b>\$ 120,042</b>	<b>\$ 442,733</b>	<b>\$ 236,058</b>	<b>\$ 127,037</b>	<b>\$ 6,995</b>		

General Fund  
General Government  
For the period ended January 31, 2006  
(amounts expressed in thousands)

	FY2005 Actual	FY2006						Controller's Projection	F&A Projection
		Adopted Budget	Current Budget	Current Month	YTD	YTD as % of Current Budget			
Non-Dept. Exp. and Other Uses									
General Government									
Pension-Civilian	0	0	0	0	0	0.0%	0	0	
Insurance-Civilian (Active)	(12)	0	0	0	0	0.0%	0	0	
Insurance-Civilian (Retirees)	13,486	22,963	22,963	1,531	10,692	46.6%	18,822	18,822	
Pension-Police	0	0	0	0	0	0.0%	0	0	
Insurance-Classified (Retirees)	15,565	26,377	26,377	2,068	14,164	53.7%	24,954	24,954	
Long Term Disability	(42)	0	0	0	0	0.0%	0	0	
Compensation Contingency	0	0	0	0	0	0.0%	0	0	
Total Personnel Services	<u>28,997</u>	<u>49,340</u>	<u>49,340</u>	<u>3,599</u>	<u>24,856</u>	50.4%	<u>43,776</u>	<u>43,776</u>	
Insurance Fees	1,153	1,283	1,283	20	61	4.8%	1,988	1,988	
Accounting and Auditing Svcs	890	865	865	0	585	67.6%	865	865	
Advertising Svcs	278	225	225	9	64	28.4%	225	225	
Legal Services	2,282	1,356	1,356	42	767	56.6%	1,356	1,356	
Management Consulting Svcs.	334	232	232	27	131	56.5%	232	232	
Misc Support Svcs	280	250	250	33	(36)	-14.4%	250	250	
Real Estate Lease	9,000	8,069	8,069	488	4,978	61.7%	6,744	6,744	
Parking Space Rental	1	0	0	0	0	0.0%	0	0	
METRO Commuter Passes	516	600	600	0	432	72.0%	600	600	
Electricity	0	5,816	5,816	0	0	0.0%	0	0	
Other Interfund Services	0	0	0	0	0	0.0%	0	0	
Limited Purpose Annexation Pmts.	12,654	15,686	15,686	1,327	5,250	33.5%	17,686	17,686	
Print Shop Services	4	0	0	0	0	0.0%	0	0	
Printing and Reproduction Svcs.	2	0	0	0	1	0.0%	1	1	
Tax Appraisal Fees	5,003	5,140	5,140	0	2,544	49.5%	5,140	5,140	
Tax Refunds	0	0	0	0	0	0.0%	0	0	
Billing and Collection Svcs	750	750	750	0	451	60.1%	750	750	
Elections	1,334	2,400	2,400	15	905	37.7%	2,400	2,400	
Claims and Judgments	5,813	5,000	5,000	593	2,994	59.9%	5,000	5,000	
Contingency/Reserve	0	0	550	0	0	0.0%	0	0	
Zoo Contract	7,494	7,687	7,687	641	4,484	58.3%	7,687	7,687	
Misc Other Services and Charges	1,946	2,136	2,009	120	194	9.7%	2,008	2,008	
Membership and Professional Fees	656	734	734	72	208	28.3%	665	665	
Mgmt Initiative Savings	0	0	0	0	0	0.0%	0	0	
Total Other Services and Charges	<u>50,390</u>	<u>58,229</u>	<u>58,652</u>	<u>3,387</u>	<u>24,013</u>	40.9%	<u>53,597</u>	<u>53,597</u>	
Other Financing Uses									
Debt Service-Interest	3,194	6,100	5,012	0	210	4.2%	5,012	5,012	
Transfers to TRANS Debt Service	620	0	0	0	0	0.0%	0	0	
Transfers to Conv & Entertain	442	1,428	1,428	37	354	24.8%	1,428	1,428	
Transfers to Special Revenues	7,659	8,270	8,270	0	4,135	50.0%	8,270	8,270	
Transfers to Capital Projects	352	0	0	0	0	0.0%	0	0	
Total Other Financing Uses	<u>12,267</u>	<u>15,798</u>	<u>14,710</u>	<u>37</u>	<u>4,699</u>	31.9%	<u>14,710</u>	<u>14,710</u>	
<b>Total General Government</b>	<u>91,654</u>	<u>123,367</u>	<u>122,702</u>	<u>7,023</u>	<u>53,568</u>	43.7%	<u>112,084</u>	<u>112,084</u>	
Debt Service Transfers									
Transfers to PIB Debt Svc	184,000	190,000	190,000	0	0	0.0%	190,000	190,000	
Transfers to CO Debt Svc	4,000	5,000	5,000	0	0	0.0%	5,000	5,000	
Total Debt Service Transfers	<u>188,000</u>	<u>195,000</u>	<u>195,000</u>	<u>0</u>	<u>0</u>	0.0%	<u>195,000</u>	<u>195,000</u>	
<b>Total Non-Dept. Exp and Other Uses</b>	<u>\$ 279,654</u>	<u>\$ 318,367</u>	<u>\$ 317,702</u>	<u>\$ 7,023</u>	<u>\$ 53,568</u>	16.9%	<u>\$ 307,084</u>	<u>\$ 307,084</u>	

Katrina Aid & Recovery Fund  
For the period ended January 31, 2006  
(amounts expressed in thousands)

<b>Revenues</b>	<u>From Inception To 01/31/06</u>
Recoveries and Refund	
FEMA Grants - Received	\$ 105,330
FEMA Grants - Receiveable	40,219
FEMA Grants - Admin Fees Received	250
FEMA Grants - Admin Fees Receivable	514
FEMA Grants - Subtotal	<u>146,313</u>
Contributions from Others	1,040
Interest on Pooled Investments	699
<b>Total Revenue</b>	<u><u>148,052</u></u>
<b>Expenditures</b>	
City Personnel (O/T) & Equipment	
City Personnel - Labor Costs (O/T)	7,722
City Department - Other Costs	9,969
Total Dept. Costs (PW's):	<u>17,691</u>
Contracts	
Housing Costs:	
Rent	64,543
Furniture	32,185
Household Goods	1,065
Utilities	15,053
Professional services	8,682
Other Costs:	
Materials	55
Services	3,731
Total Housing & Other:	<u>125,314</u>
<b>Grand Total:</b>	<u><u>143,005</u></u>
	<u><u>5,047</u></u>
<b>Net Current Activity</b>	
<b>Other financing sources</b>	
Advances:	
Fund 405	10,000
Total other Funding:	<u><u>10,000</u></u>
<b>Other uses</b>	
None	-
Total other uses	<u><u>-</u></u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	<u><u>\$ 15,047</u></u>

Aviation Operating Fund  
For the period ended January 31, 2006  
(amounts expressed in thousands)

	FY2005 Actual	FY2006				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F&A Projection
<b>Operating Revenues</b>						
Landing Area	\$ 102,072	\$ 105,185	\$ 105,185	60,541	\$ 105,185	\$ 105,185
Bldg and Ground Area	151,417	183,241	183,241	113,646	183,241	183,241
Parking and Concession	97,286	105,349	105,349	66,278	105,349	105,349
Other	2,866	1,274	1,274	2,511	3,003	3,003
Total Operating Revenues	<u>353,641</u>	<u>395,049</u>	<u>395,049</u>	<u>242,976</u>	<u>396,778</u>	<u>396,778</u>
<b>Operating Expenses</b>						
Personnel	113,892	79,376	79,376	45,337	79,376	79,376
Supplies	5,710	6,449	6,449	3,972	6,449	6,449
Services	103,654	118,633	118,633	68,411	121,377	121,377
Non-Capital Outlay	716	1,010	1,010	488	1,010	1,010
Total Operating Expenses	<u>223,972</u>	<u>205,468</u>	<u>205,468</u>	<u>118,208</u>	<u>208,212</u>	<u>208,212</u>
Operating Income (Loss)	<u>129,669</u>	<u>189,581</u>	<u>189,581</u>	<u>124,768</u>	<u>188,566</u>	<u>188,566</u>
<b>Nonoperating Revenues (Expenses)</b>						
Interest Income	10,435	9,500	9,500	9,201	14,500	14,500
Other	4,175	0	0	1,370	1,370	1,370
<b>Other Financing Sources - Pension Bonds</b>	0	0	0	0	0	0
Total Nonoperating Rev (Exp)	<u>14,610</u>	<u>9,500</u>	<u>9,500</u>	<u>10,571</u>	<u>15,870</u>	<u>15,870</u>
Income (Loss) Before Operating Transfers	<u>144,279</u>	<u>199,081</u>	<u>199,081</u>	<u>135,339</u>	<u>204,436</u>	<u>204,436</u>
<b>Operating Transfers</b>						
Interfund Transfer - Oper Reserve	2,842	3,000	3,000	0	3,000	3,000
Debt Service Principal	28,182	31,727	31,727	17,593	31,727	31,727
Debt Service Interest	58,743	93,122	93,122	53,176	92,122	92,122
Renewal and Replacement	0	500	500	0	500	500
Capital Improvement	54,561	70,732	70,732	60,757	77,087	77,087
Total Operating Transfers	<u>144,328</u>	<u>199,081</u>	<u>199,081</u>	<u>131,526</u>	<u>204,436</u>	<u>204,436</u>
Net Income (Loss)						
Operating Fund Only	<u>\$ (49)</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>3,813</u>	<u>\$ 0</u>	<u>\$ 0</u>

**About the Fund:**

The Aviation Operating Fund is an enterprise fund which accounts for operation of the City's airport system. The airport system is comprised of the George Bush Intercontinental Airport/Houston, William P. Hobby Airport, and Ellington Field. Activities of the department include: operations, maintenance, planning and construction, public service and administration. The Department coordinates its activities with the Federal Aviation Administration (FAA), other federal and state agencies, the airlines, and tenants of the airport facilities.

Convention and Entertainment Facilities Operating Fund  
For the period ended January 31, 2006  
(amounts expressed in thousands)

	FY2005 Actual	FY2006				F & A Projection
		Adopted Budget	Current Budget	YTD	Controllers Projection	
<b>Operating Revenues</b>						
Facility Rentals	\$ 6,673	\$ 5,951	\$ 5,951	\$ 2,959	\$ 5,651	\$ 5,651
Parking	8,882	9,252	9,252	4,348	9,147	9,147
Food and Beverage Concessions	3,373	2,788	2,788	1,401	2,624	2,624
Contract Cleaning	248	192	192	110	192	192
Total Operating Revenues	<u>19,176</u>	<u>18,183</u>	<u>18,183</u>	<u>8,818</u>	<u>17,614</u>	<u>17,614</u>
<b>Operating Expenses</b>						
Personnel	10,672	7,068	7,068	4,147	7,068	7,068
Supplies	562	682	666	286	666	666
Services	21,284	25,304	25,444	11,569	25,444	25,444
Total Operating Expenses	<u>32,518</u>	<u>33,054</u>	<u>33,178</u>	<u>16,002</u>	<u>33,178</u>	<u>33,178</u>
Operating Income (Loss)	<u>(13,342)</u>	<u>(14,871)</u>	<u>(14,995)</u>	<u>(7,184)</u>	<u>(15,564)</u>	<u>(15,564)</u>
<b>Nonoperating Revenues (Expenses)</b>						
Hotel Occupancy Tax						
Current	40,850	45,000	45,000	27,870	45,000	45,000
Delinquent	1,416	900	900	815	1,100	1,100
Advertising Services	(9,892)	(10,350)	(10,350)	(5,430)	(10,350)	(10,350)
Promotion Contracts	(8,172)	(8,550)	(8,550)	(4,485)	(8,550)	(8,550)
Contracts/Sponsorships	(1,745)	(2,577)	(2,547)	(1,031)	(2,547)	(2,547)
Net Hotel Occupancy Tax	<u>22,457</u>	<u>24,423</u>	<u>24,453</u>	<u>17,739</u>	<u>24,653</u>	<u>24,653</u>
Interest Income	1,028	1,000	1,000	786	1,300	1,300
Capital Outlay	(1)	(2,969)	(2,924)	(808)	(2,924)	(2,924)
Non-Capital Outlay	(57)	(128)	(129)	(10)	(129)	(129)
Other Interest	(276)	(900)	(900)	(603)	(900)	(900)
Other	4,518	2,162	2,162	4,090	4,100	4,100
<b>Other Financing Sources - Pension Bonds</b>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Nonoperating Rev (Exp)	<u>27,669</u>	<u>23,588</u>	<u>23,662</u>	<u>21,194</u>	<u>26,100</u>	<u>26,100</u>
Income (Loss) Before Operating Transfers	<u>14,327</u>	<u>8,717</u>	<u>8,667</u>	<u>14,010</u>	<u>10,536</u>	<u>10,536</u>
<b>Operating Transfers</b>						
Transfers for Interest	6,538	8,633	8,583	4,243	8,583	8,583
Transfers for Principal	6,548	7,230	7,230	4,193	7,230	7,230
Interfund Transfers Out	1,644	0	0	11	11	11
Miller Outdoor Theater Transfer	(442)	(1,119)	(1,119)	(280)	(1,119)	(1,119)
Transfers to(from) Special	(2,500)	(1,700)	(1,700)	0	(1,700)	(1,700)
Total Operating Transfers	<u>11,788</u>	<u>13,044</u>	<u>12,994</u>	<u>8,167</u>	<u>13,005</u>	<u>13,005</u>
Net Income (Loss)						
Operating Fund Only	<u>\$ 2,539</u>	<u>\$ (4,327)</u>	<u>\$ (4,327)</u>	<u>\$ 5,843</u>	<u>\$ (2,469)</u>	<u>\$ (2,469)</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 January 31, 2006  
(amounts expressed in thousands)

	FY2006					
	FY2005 Actual	Adopted Budget	Current Budget	YTD	Controller's Projection	F&A Projection
<b>Operating Revenues</b>						
Water Sales	\$ 301,227	\$ 313,361	\$ 313,361	\$ 199,596	\$ 326,861	\$ 326,861
Sewer Sales	288,459	302,653	302,653	182,497	303,653	303,653
Penalties	4,605	4,005	4,005	3,194	5,216	5,216
Other	4,583	4,078	4,078	2,537	4,078	4,078
Total Operating Revenues	<u>598,874</u>	<u>624,097</u>	<u>624,097</u>	<u>387,824</u>	<u>639,808</u>	<u>639,808</u>
<b>Operating Expenses</b>						
Personnel	176,786	130,480	129,576	68,380	119,153	119,153
Supplies	29,313	29,107	28,832	15,880	30,368	30,368
Electricity and Gas	49,825	52,421	52,451	43,238	58,297	58,297
Contracts & Other Payments	75,865	100,583	100,809	42,993	93,920	93,920
Non-Capital Equipment	1,011	1,468	1,487	464	1,487	1,487
Total Operating Expenses	<u>332,800</u>	<u>314,059</u>	<u>313,155</u>	<u>170,955</u>	<u>303,225</u>	<u>303,225</u>
Operating Income (Loss)	<u>266,074</u>	<u>310,038</u>	<u>310,942</u>	<u>216,869</u>	<u>336,583</u>	<u>336,583</u>
<b>Nonoperating Revenues (Expenses)</b>						
Interest Income	7,872	5,300	5,300	8,463	14,127	14,127
Sale of Property, Mains and Scrap	1,035	808	808	5,063	5,958	5,958
Other	0	7,614	7,614	5,842	8,294	8,294
<b>Other Financing Sources - Pension Bonds</b>	0	0	0	0	0	0
Gain on escrow restructure	0	0	0	0	0	0
Gross Revenue Contrib. from Water Auth.	0	0	0	0	0	0
Impact Fees	15,497	14,000	14,000	6,395	15,558	15,558
CIP Salary Recovery	0	3,140	3,140	0	1,375	1,375
HAWC	(1,677)	(9,075)	(9,075)	(2,505)	(6,355)	(6,355)
CWA & TRA Contracts (P & I)	(31,546)	(32,219)	(32,219)	(26,288)	(32,219)	(32,219)
Total Nonoperating Rev (Exp)	<u>(8,819)</u>	<u>(10,432)</u>	<u>(10,432)</u>	<u>(3,030)</u>	<u>6,738</u>	<u>6,738</u>
Income (Loss) Before Operating Transfers	<u>257,255</u>	<u>299,606</u>	<u>300,510</u>	<u>213,839</u>	<u>343,321</u>	<u>343,321</u>
<b>Operating Transfers</b>						
Debt Service Transfer	188,270	232,730	232,730	113,156	232,730	232,730
Transfer to PIB - Water & Sewer	27,822	26,282	26,282	7,793	26,257	26,257
Discretionary Debt	0	1,605	1,605	3,986	5,516	5,516
Equipment Acquisition	0	13,357	14,261	4,482	14,261	14,261
Transfer to Stormwater	30,000	31,300	31,300	13,800	30,659	30,659
Total Operating Transfers	<u>246,092</u>	<u>305,274</u>	<u>306,178</u>	<u>143,217</u>	<u>309,423</u>	<u>309,423</u>
Net Current Activity						
Operating Fund Only	<u>\$ 11,163</u>	<u>\$ (5,668)</u>	<u>\$ (5,668)</u>	<u>\$ 70,622</u>	<u>\$ 33,898</u>	<u>\$ 33,898</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 January 31, 2006  
(amounts expressed in thousands)

	Unaudited	FY2006				
	Preliminary FY2005	Adopted Budget	Current Budget	YTD	Controller's Projection	F&A Projection
<b>Revenues</b>						
Other Interfund Services	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Miscellaneous	\$ 45	\$ 50	\$ 50	\$ 39	\$ 67	\$ 67
Total Revenues	<u>45</u>	<u>50</u>	<u>50</u>	<u>39</u>	<u>67</u>	<u>67</u>
<b>Expenditures</b>						
Personnel	16,134	18,010	18,010	9,458	16,674	16,674
Supplies	1,556	1,347	1,347	954	1,766	1,766
Other Services	10,438	13,429	13,429	6,499	12,692	12,692
Capital Outlay	123	2,445	2,445	834	2,922	2,922
Total Expenditures	<u>28,251</u>	<u>35,231</u>	<u>35,231</u>	<u>17,745</u>	<u>34,054</u>	<u>34,054</u>
<b>Other Financing Sources (Uses)</b>						
Interest Income	106	100	100	41	70	70
Operating Transfers In	30,000	31,300	31,300	13,800	30,659	30,659
Operating Transfers Out	0	0	0	0	523	523
Total Other Financing Sources (Uses)	<u>30,106</u>	<u>31,400</u>	<u>31,400</u>	<u>13,841</u>	<u>31,252</u>	<u>31,252</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing (Uses)						
	1,900	(3,781)	(3,781)	(3,865)	(2,735)	(2,735)
<b>Pension Bond Proceeds</b>						
	436	1,000	1,000	0	1,000	1,000
Fund Balance, Beginning of Year	<u>1,692</u>	<u>4,028</u>	<u>4,028</u>	<u>4,028</u>	<u>4,028</u>	<u>4,028</u>
Fund Balance, End of Year	<u>\$ 4,028</u>	<u>\$ 1,247</u>	<u>\$ 1,247</u>	<u>\$ 163</u>	<u>\$ 2,293</u>	<u>\$ 2,293</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.

**City of Houston, Texas**  
**Commercial Paper Issued and Available**  
**January 31, 2006**  
(amounts expressed in millions)

<b>COMMERCIAL PAPER</b>	<b>Draws FY06</b>	<b>Draws Month</b>	<b>Refunded FY06</b>	<b>Amount Available to be Drawn</b>	<b>Amount Outstanding</b>
<b>General Obligation</b>					
<i>(Series A &amp; B)</i>					
<i>Public Improvement Bonds</i>	\$ 16.50	\$ 4.50	\$ (100.80)	\$ 20.50	\$ 123.50
<i>(Series D)</i>	45.00	0.00	0.00	285.00	215.00
<i>(Series E)</i>					
<i>Equipment</i>	19.00	0.00	0.00	80.70	50.29
<i>Metro Street Projects</i>	18.50	10.00	(13.40)	59.29	30.71
<i>Cotswold Project</i>	0.50	0.00	0.00	1.50	2.50
<i>(Series F) Drainage</i>	<u>23.00</u>	<u>5.00</u>	<u>(7.20)</u>	<u>114.70</u>	<u>24.80</u>
<b>Total General Obligation</b>	122.50	19.50	(121.40)	561.69	446.80
<b>Combined Utility System</b>	135.00	0.00	(200.00)	785.00	115.00
<i>(Series A )</i>					
<b>Airport System</b>	0.00	0.00	0.00	251.50	48.50
<i>(Series A,B, &amp; C)</i>					
<b>Convention &amp; Entertainment</b>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>52.50</u>	<u>22.50</u>
<i>(Series A)</i>					
<b>Totals</b>	<u>\$ 257.50</u>	<u>\$ 19.50</u>	<u>\$ (321.40)</u>	<u>\$ 1,650.69</u>	<u>\$ 632.80</u>

**City of Houston, Texas**  
**Summarized Construction/Bond Fund Status Report**  
**For the period ended January 31, 2006**  
**(amounts expressed in thousands)**

<b>Purpose</b>	<b>Available for Appropriation</b>
<b>Equipment Acquisition and Other</b>	
Total Dangerous Buildings Funds	\$ 271
Total Equipment Acquisition Funds	21,718
Certificates of Obligation Lamar Terrace 2000A	11
Total	22,000
 <b>Public Improvement</b>	
Total Fire Department	9,977
Total Housing	7,675
Total General Improvement	16,855
Total Public Health and Welfare	2,133
Total Public Library	16,388
Total Parks and Recreation	11,651
Total Police Department	9,307
Total Solid Waste	4,223
Total Storm Sewer	25,397
Total Street & Bridge	86,733
Total Public Improvement	190,338
 <b>Airport</b>	
Total Airport	450,683
 <b>Convention and Entertainment Facilities</b>	
Total Convention and Entertainment	35,207
 <b>Combined Utility System</b>	
Total Combined Utility System	290,270
<b>Total All Purposes</b>	<b>\$ 988,498</b>

**City of Houston, Texas**  
**Total Outstanding Debt**  
**January 31, 2006 and January 31, 2005**  
**(amounts expressed in thousands)**

	January 31, 2006	January 31, 2005
<b>Payable from Ad Valorem Taxes</b>		
Public Improvement Bonds (a)	\$ 1,750,285	\$ 1,734,730
GO Commercial Paper Notes (b)	446,800	358,600
Pension Obligations	373,868	322,900
Certificates of Obligations (c)	81,733	33,519
Assumed Bonds	11,180	11,975
Subtotal	2,663,866	2,461,724
<b>Payable from Sources Other Than Ad Valorem Taxes</b>		
Combined Utility System		
Combined Utility System Revenue Bonds	3,424,940	3,029,170
Combined Utility System Commercial Paper Notes (d)	115,000	85,000
Water and Sewer System Revenue Bonds (e)	799,832	1,031,468
Airport System		0
Airport System Revenue Bonds	2,148,055	
Airport System Sr. Lien Commercial Paper Notes (f)	48,500	2,172,515
Airport System Inferior Lien Contracts (g)	56,810	35,000
Airport Special Facilities Revenue Bonds (h)	592,845	673,640
Hotel Occupancy Tax and Civic Parking		
Facilities Revenue Bonds (i)	594,050	607,730
Hotel Occupancy Tax Commercial Paper (j)	22,500	22,500
Contract Revenue Obligations - CWA, HAWC, TRA	357,765	376,270
Subtotal	8,160,297	8,033,293
<b>Total Debt Payable by the City</b>	<b>\$ 10,824,163</b>	<b>\$ 10,495,017</b>

- (a) Tax bonds authorized by voters in 1997 but unissued total \$25.0 million of which \$28.0 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 \$285 million is authorized commercial paper that has not been drawn (Series D).
- (b) The City has authorized maximum issuance of General Obligation Commercial Paper Programs Series A: \$119.0 million, B: \$25.8 million, D: \$500.0 million, E: \$225.0 million, and F: \$139.5 million. As of the date above, the following amounts were outstanding: Series A: \$116.5 million, B: \$7.0 million, D: \$215.0 million, E: \$83.5 million, and F: \$24.8 million.
- (c) Excludes \$1.6 million accreted value of capital appreciation certificates, or 5.5% of face value as of this date.
- (d) The City has authorized issuance of \$900 million Combined Utility System Commercial Paper Notes.
- (e) Excludes \$158.2 million accreted value of capital appreciation bonds, or 15.4% of face value as of this date.
- (f) City Council has authorized \$150 million Airport Senior Lien Commercial Paper Notes Series A and B and \$150 million Inferior Lien Commercial Paper Notes Series C.
- (g) Under a sublease agreement, the City has agreed to make sublease payments equal to the debt service payments on the Series 1997A Special Facilities Bonds that financed the Automated People Mover ("APM") at George Bush Intercontinental Airport. The City assumed responsibility for operations and debt service payments for the APM in January 2005. These sublease payments constitute "Inferior Lien Bonds" under the Airport bond ordinances.
- (h) All Special Facility Revenue Bonds are secured solely from Special Facility Lease Revenues. Does not include \$56,810,000 for Series 1997A Special Facilities Bonds. See footnote (g).
- (i) Excludes \$31.9 million accreted value of capital appreciation bonds, or 5.3% of face value as of this date.
- (j) The City has authorized \$75 million Subordinate Lien Hotel Occupancy Tax and Parking Revenue Commercial Paper.

## CITY OF HOUSTON

# PENSION FUND PAYMENTS AND UNFUNDED LIABILITY SUMMARY

1/31/2006

## PAYMENTS

	FY05 Actual (\$1,000)	FY 06			Year to Date (\$1,000)
		City Payment Rate	Employee Payment Rate	Annual Payment (\$1,000)	
Firefighters Plan					
General Fd. & Other Fds.	32,455	23.8%	9.0%	43,290	26,978
Pension Bonds	0			0	0
Total Firefighters Plan	32,455			43,290	26,978
Police Plan					
General Fd. & Other Fds.	13,780	Note 1	9.0%	23,000	23,000
Pension Bonds	22,865			30,000	0
Total Police Plan	36,645			53,000	23,000
Municipal Plan					
General Fund	9,865	Note 2	5.0%	4,934	2,824
Other Funds	23,135	Note 2	5.0%	31,066	17,784
Pension Bonds	33,000			33,000	0
Total Municipal Plan (Note 2)	66,000			69,000	20,608
Total All Three Plans	135,100			165,290	70,586

## UNFUNDED ACCRUED LIABILITY AND FUNDED STATUS

	Date of Most Recent Valuation or Estimate	Unfunded Accrued Liability (\$ millions)	Assets as % of Liabilities
Firefighters Plan	7/1/2004	266.5	88%
Police Plan	7/1/2004	873.2	74%
Municipal Plan	7/1/2004	1,132.6	57%

Note 1: City contribution based on Meet and Confer Agreement with Houston Police Officers Pension System

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

**DEPARTMENTAL PERFORMANCE MEASURES  
FOR THE MONTH ENDING JANUARY 31, 2006 (58.33% OF FISCAL YEAR)**

Department Performance Measure	FY2005			FY2006		
	Actual	YTD	% Actual	Objective	YTD	% Objective
<b>AFFIRMATIVE ACTION</b>						
Applications Processed	1,847	1,039	56.3%	1,700	870	51.2%
Days to Process New Applicants	63	70	111.1%	90	28	326.4%
Field Audits	1,931	984	51.0%	1,520	767	50.5%
Payrolls Audited	15,093	8,616	57.1%	11,300	3,487	30.9%
SBE/MWDBE Owners Trained	7,600	3,110	40.9%	4,100	2,098	51.2%
City Employees Trained	3,503	1,662	47.4%	1,600	2,267	141.7%
MOPD Citizens Assistance Request	4,306	2,605	60.5%	3,000	2,804	93.5%
OSBC Getting Started Packets Distributed	6,957	3,852	55.4%	7,500	3,997	53.3%
MWBE Monitoring Correspondence	115,640	35,461	30.7%	125,000	115,324	92.3%
<b>AVIATION</b>						
Passenger Enplanements	46,315,000	18,812,000	40.6%	48,269,000	28,616,000	59.3%
Cargo Tonnage	774,579,000	381,816,000	49.3%	799,736,000	441,021,000	55.1%
Cost per Enplanement	\$7.61	\$9.05	NA	< \$8.00	\$8.25	N/A
Passenger Processing Time Index	N/A New Performance Measure for FY2006			2.5 - 3.0	2.3	N/A
Environmental Index (discharges, noise, etc.)	N/A New Performance Measure for FY2006			2.5 - 3.0	2.9	N/A
Third Party Incidents (accident/injury to 3rd party)	N/A New Performance Measure for FY2006			< 315	131	41.6%
# Customer Info. Portals (communication/productivity)	N/A New Performance Measure for FY2006			10	7.0	70.0%
<b>BUILDING SERVICES</b>						
<b>Design &amp; Construction</b>						
Days to Issue Notice to Proceeds (NTP)	39.6	39.6	100.0%	30	30.0	100.0%
Property Mgmt. (Work Orders Compl.)	22,273	12,747	57.2%	32,000	13,549	42.3%
<b>Security Management</b>						
Number or Reported Incidents						
Investigated upon Receipts	424	234	55.2%	350	409	116.9%
<b>CONVENTION &amp; ENTERTAINMENT FACILITIES</b>						
Days Booked-GRB Convention Center	2,955	2,089	70.7%	2,900	1,523	52.5%
Days Booked-Wortham Theatre Center	528	294	55.7%	535	313	58.5%
Days Booked-Jones Hall	368	203	55.2%	295	224	75.9%
Occupancy Days-GRB Convention Center	2,093	1,077	51.5%	2,079	893	43.0%
Occupancy Days-Wortham Theatre Center	638	266	41.7%	593	252	42.5%
Occupancy Days-Jones Hall	258	127	49.2%	265	127	47.9%
Occupancy Days-Theatre District Parks Hall	183	100	54.6%	166	85	51.2%
Customer Satisfaction (Periodic)-GRB Convention Center	92.6%	90.5%	NA	92.0%	89.8%	N/A
Customer Satisfaction (Periodic)-Wortham Theatre Center	95.6%	93.8%	NA	94.0%	90.6%	N/A
Customer Satisfaction (Periodic)-Jones Hall	95.7%	100.0%	NA	95.0%	97.5%	N/A
Customer Satisfaction (Periodic)-Houston Center	96.5%	95.7%	NA	100.0%	N/A	N/A
Customer Satisfaction (Periodic)- Fannin Garage	N/A	N/A	NA	82.0%	46.0%	N/A
Customer Satisfaction (Periodic)-Theater District Parking	N/A	N/A	NA	77.0%	N/A	N/A
<b>FINANCE &amp; ADMINISTRATION</b>						
Avg Days to Award Procurement Contracts	138	126	NA	130	105	NA
3-1-1 Avg Time Customer in Queue (seconds)	67.64	93.23	NA	30.00	59.93	NA
Liens Collections	\$4,085,166	\$2,402,201	58.8%	\$2,568,000	\$2,292,745	89.3%
Ambulance Revenue per Transport	\$174.84	\$150.72	86.2%	\$198.57	\$195.24	98.3%
Cable Company Complaints	850	375	44.1%	737	1,573	213.4%
Deferred Compensation Participation	71.30%	71.49%	NA	75.00%	71.56%	N/A
Audits Completed	25	14	56.0%	25	6	24.0%

**DEPARTMENTAL PERFORMANCE MEASURES  
FOR THE MONTH ENDING JANUARY 31, 2006 (58.33% OF FISCAL YEAR)**

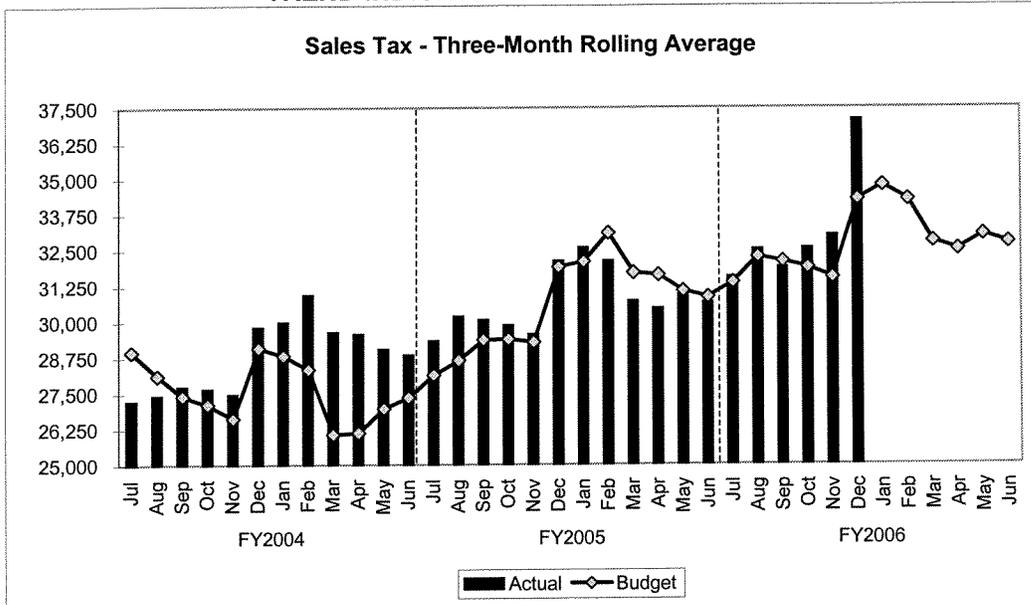
Department Performance Measure	FY2005			FY2006		
	Actual	YTD	% Actual	Objective	YTD	% Objective
<b>FIRE DEPARTMENT *</b>						
First Response Time (Minutes)	8.1	7.9	N/A	7.5	8.0	N/A
First Response Time-EMS (Minutes)	8.5	8.5	N/A	9.5	8.5	N/A
Ambulance Response Time (Minutes)	10.4	10.4	N/A	10.0	10.4	N/A
<b>HEALTH &amp; HUMAN SERVICES</b>						
Environmental Inspections	69,702	40,115	57.6%	72,740	26,497	36.4%
First Trimester Prenatal Enrollment	45.4%	40.9%	N/A	42.0%	45.0%	N/A
WIC Client Satisfaction	95.0%	94.7%	N/A	95.0%	86.6%	N/A
Immunization Compliance (2 Yr. Olds)	88.0%	87.0%	N/A	87.0%	65.5%	N/A
TB Therapy Completed	92.1%	92.1%	N/A	90.5%	93.7%	N/A
<b>HOUSING</b>						
Housing Units Assisted	4,396	3,798	86.4%	5,000	743	14.9%
Council Actions on HUD Projects	142	75	52.8%	75	17	22.7%
Annual Spending (Millions)	\$53	\$28	52.8%	\$55	\$33	60.0%
<b>HUMAN RESOURCES</b>						
Total Jobs Filled - (As Vacancies Occur)	4,206	2,926	69.6%	4,500	2,729	60.6%
Days to Fill Jobs	60	60	100.0%	60	60	100.0%
Training Courses Conducted	151	55	36.4%	135	69	51.1%
Lost Time Injuries (As They Occur)	218	176	80.7%	280	115	41.1%
<b>LEGAL</b>						
Deed Restriction Complaints Received	1,154	565	49.0%	944	387	41.0%
Deed Restriction Lawsuits Filed	39	8	20.5%	33	30	90.9%
Deed Restriction Warning Letters Sent	721	284	39.4%	483	237	49.1%
<b>LIBRARY</b>						
Total Circulation	5,875,231	3,308,698	56.3%	5,685,707	3,410,125	60.0%
Juvenile Circulation	2,954,979	1,671,544	56.6%	3,036,291	1,637,114	53.9%
Customer Satisfaction(Three/Year)	88%	88%	100.0%	88%	82%	93.2%
Reference Questions Answered	3,890,267	1,944,299	50.0%	3,068,258	1,966,061	64.1%
In-House Computer Users	1,461,133	810,817	55.5%	1,330,282	769,220	57.8%
Public Computer Training Classes Held	822	409	49.8%	740	493	66.6%
Public Computer Training Attendance	7,021	3,582	51.0%	6,544	4,700	71.8%
<b>MUNICIPAL COURTS</b>						
Total Case Filings	1,326,341	750,555	56.6%	1,276,408	662,160	51.9%
Total Disposition	1,035,435	501,613	48.4%	880,913	513,866	58.3%
Cost per Disposition	\$15.58	\$17.88	N/A	\$16.96	\$19.13	N/A
Incomplete Docket Reduction (Cases/Day)	33.05	49.90	N/A	14	68.00	N/A
<b>PARKS &amp; RECREATION</b>						
Registrants in Youth Sports Programs	20,891	9,291	44.5%	20,100	9,209	45.8%
Registrants in Adult Fitness & Craft Programs	4,358	2,869	65.8%	5,200	2,384	45.8%
Number of Teams in Adult Sports Programs	1,087	328	30.2%	1,400	413	29.5%
Vehicle Downtime-Days out of Service (avg)	16	18	NA	20	22	NA
Golf Rounds Played at Privatized Courses	87,559	51,469	58.8%	93,500	45,502	48.7%
Golf Rounds Played at COH - Operated Courses	173,366	90,560	52.2%	175,386	96,618	55.1%
Work Orders Completed-Parks and Comm. Ctr Facilities	20,481	11,357	55.5%	21,900	10,557	48.2%
<b>Grounds Maintenance Cycle-Days:</b>						
Esplanades	13	14	NA	10	11	NA
Parks & Plazas	12	13	NA	10	10	NA
Bikes & Hikes Trails	12	14	NA	10	9	NA

\*=FY05 YTD is as of 3/31/05

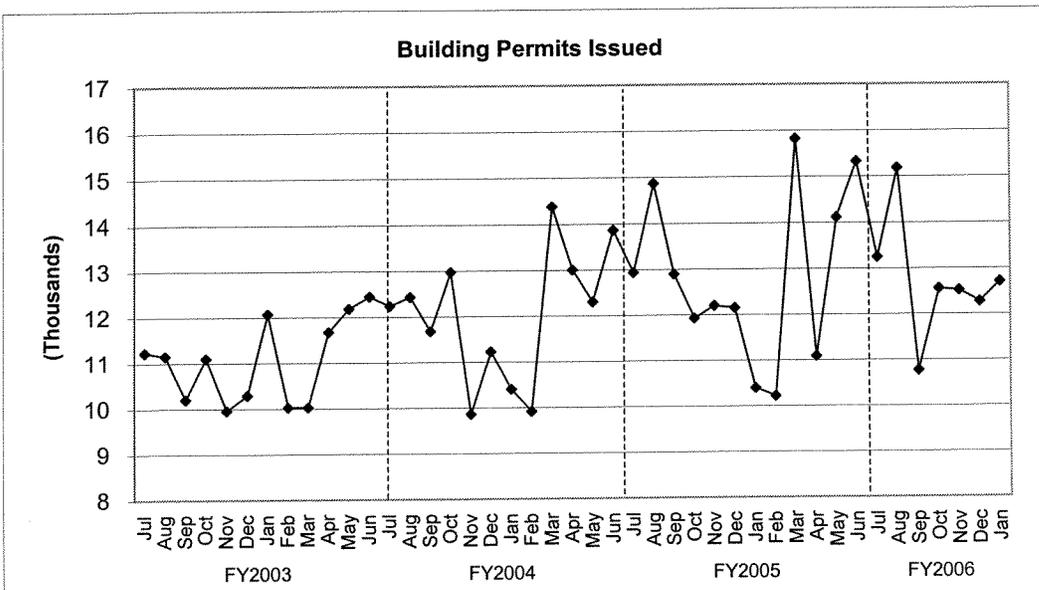
**DEPARTMENTAL PERFORMANCE MEASURES  
FOR THE MONTH ENDING JANUARY 31, 2006 (58.33% OF FISCAL YEAR)**

Department Performance Measure	FY2005			FY2006		
	Actual	YTD	% Actual	Objective	YTD	% Objective
<b>PLANNING &amp; DEVELOPMENT</b>						
Development Plats	1,189	N/A	0.0%	1,100	726	66.0%
Plats Recorded	1,499	N/A	0.0%	1,500	873	58.2%
Subdivision Plats Reviewed	4,467	2,448	54.8%	2,450	2,502	102.1%
Develop Houston Hope Plans	N/A	N/A	0.0%	6	0	0.0%
Houston Hope Committee Meetings	N/A	N/A	0.0%	12	0	0.0%
<b>HOUSTON POLICE</b>						
Response Time (Code 1)-Minutes	4.7	4.9	104.3%	4.9	5.0	102.0%
Violent Crime Clearance Rate	25.4%	28.7%	113.0%	38.8%	22.2%	57.2%
Crime Lab Cases Completed	87.7%	88.7%	101.1%	90.0%	67.9%	75.4%
Fleet Availability	96.7%	95.6%	98.9%	90.0%	94.0%	104.4%
Complaints - Total Cases	415	389	93.7%	878	65	7.4%
Tot. Cases Reviewed by Citizens Rev. Com.	173	118	68.2%	564	73	12.9%
Records Processed	534,765	657,859	123.0%	663,276	422,094	63.6%
<b>PUBLIC WORKS AND ENGINEERING</b>						
<b>Maintenance and Right-of-Way</b>						
Asphalt For Potholes/Skin Patches (Tons)	18,272	11,986	65.6%	16,000	9,675	60.5%
Roadside Ditch Regrading/Cleaned (Miles)	307	193	62.9%	305	187	61.3%
Storm Sewers Cleaned (Miles)	384	194	50.5%	350	204	58.3%
Storm Sewer Inlets/Manholes Cleaned/Inspected	135,053	84,032	62.2%	130,900	83,211	63.6%
In-House Overlay (Lane Miles)	285	163	57.2%	280	205	73.2%
<b>ECRE</b>						
Storm/Street Annual Appropriation as of % of CIP	80.3%	12.4%	15.4%	100.0%	38.8%	38.8%
Waste/Wastewater Annual Appropriation as of % of CIP	110.8%	36.6%	33.0%	100.0%	67.4%	67.4%
Safe Sidewalk Program - PAR -% completed in 180 days	N/A	N/A	0.0%	90.0%	0	0.0%
Safe Sidewalk Program - Schools/Thourghfares -% completed in 18 months	N/A	N/A	0.0%	90.0%	0	0.0%
Overlay of thourghfares (Lane miles, by contract)	N/A	N/A	0.0%	200	0	0.0%
<b>Traffic and Transportation</b>						
Traffic Signal Maintenance Completed within 72 hours	97.6%	N/A	0.0%	95.0%	97.1%	102.2%
Roadway & Sidewalk Obstruction Permits processed within 7 days	99.5%	N/A	0.0%	100.0%	100.0%	100.0%
<b>Water and Sewer - Utility Maintenance</b>						
Rehabilitate/renew 950,000 linear feet (3%) of collection system annually	1,039,000	626,821	60.3%	950,000	527,791	55.6%
Rehabilitate or renew 1000 fire hydrants (2%) annually	1,075	380	35.3%	1,000	881	88.1%
Rehabilitate or replace 8 storage tanks (5%) annually	8	-	0.0%	8	6	75.0%
Water repairs completed within 12 days for calls received from 311	95.0%	96.0%	101.1%	90.0%	91.0%	101.1%
Wastewater repairs completed within 15 days for calls received from 311	80.0%	83.0%	103.8%	90.0%	88.0%	97.8%
<b>Utility Customer Service</b>						
Percent of meters read and located monthly	95.0%	95.0%	100.0%	97.0%	93.8%	96.7%
Collection Rate	101.3%	99.2%	97.9%	99.0%	97.4%	98.4%
<b>Planning &amp; Development</b>						
Complete Plan Review on new single family residence in 7 days	70.4%	N/A	0.0%	90.0%	100.0%	111.1%
Average number of Re-submittals in Plan Review	1.92	N/A	0.0%	2	3	141.0%
Customer service rating (Scale of 1-5)	3.45	N/A	0.0%	4	4	99.3%
<b>SOLID WASTE MANAGEMENT</b>						
Cost per Unit Served-Excludes Recycling and Special Collections Programs	\$13.77	\$12.81	93.0%	\$15.05	\$13.87	92.2%
Units with Recycling	162,000	152,080	93.9%	162,000	162,000	100.0%
Tires Disposed	238,614	120,834	50.6%	220,000	63,455	28.8%

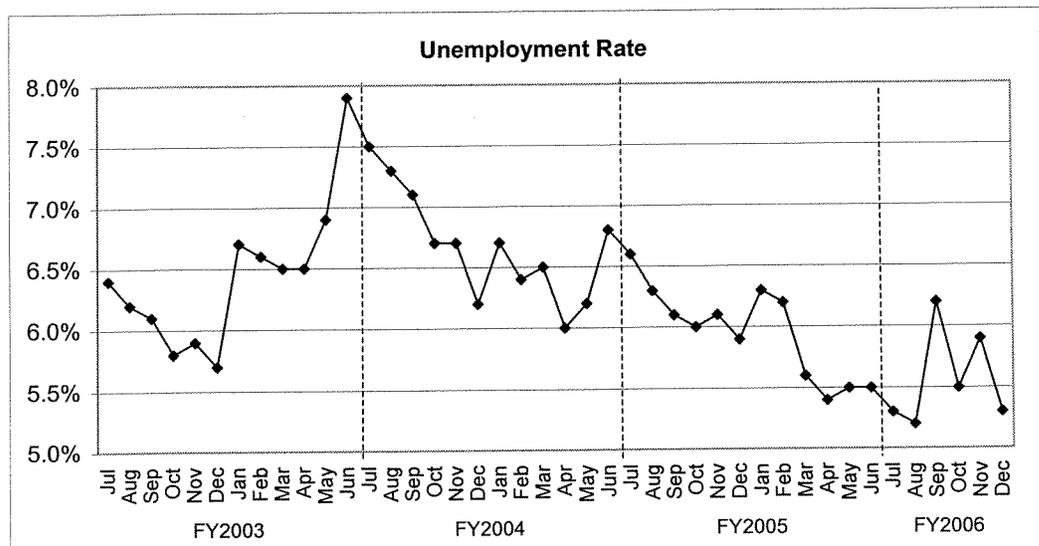
## TREND INDICATORS - LOCAL ECONOMY



Source: Office of State Comptroller

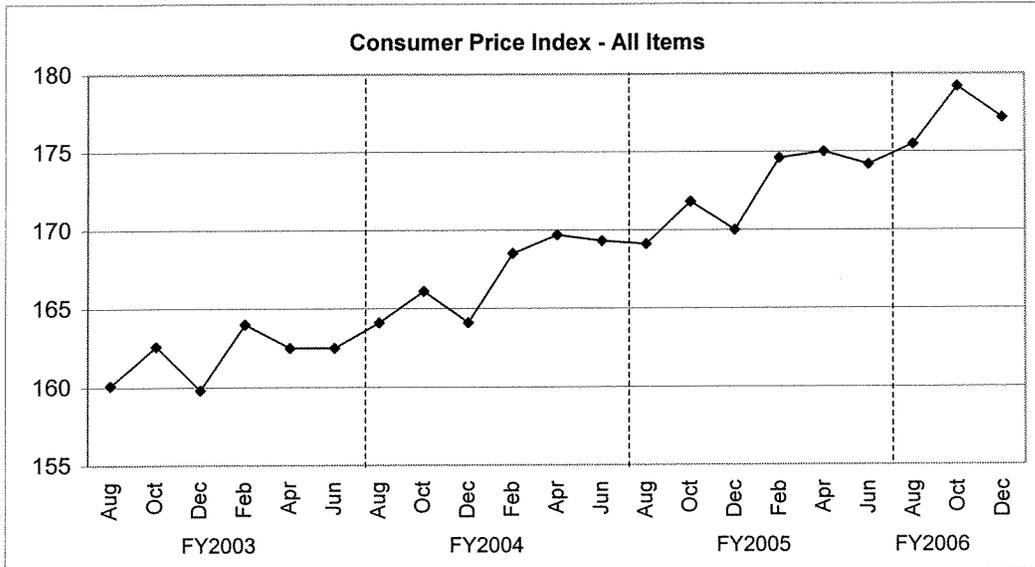


Source: City of Houston Planning and Development Department

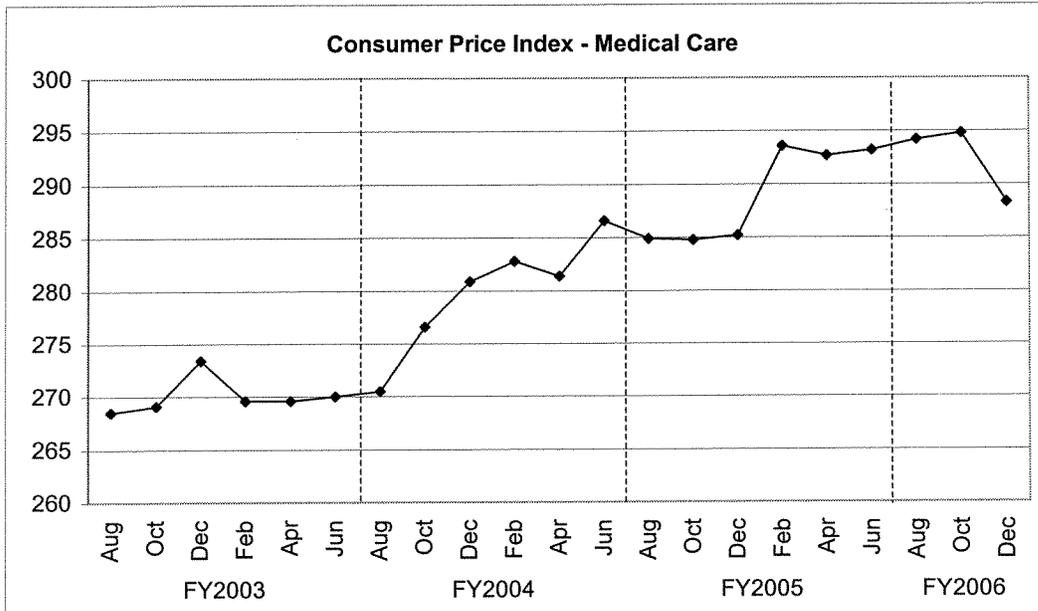


Source: Databook Houston; University of Houston Center for Public Policy; not seasonally adjusted

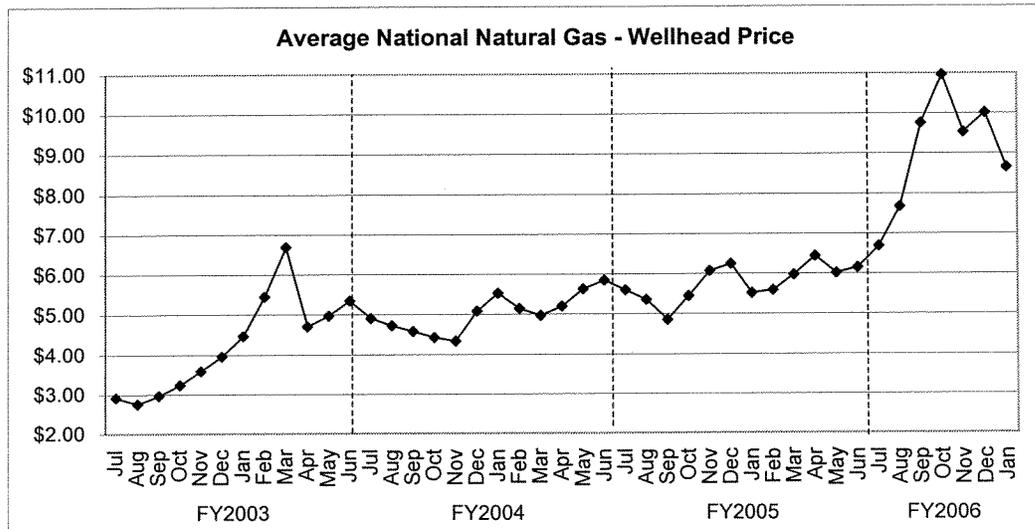
## TREND INDICATORS - LOCAL ECONOMY



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



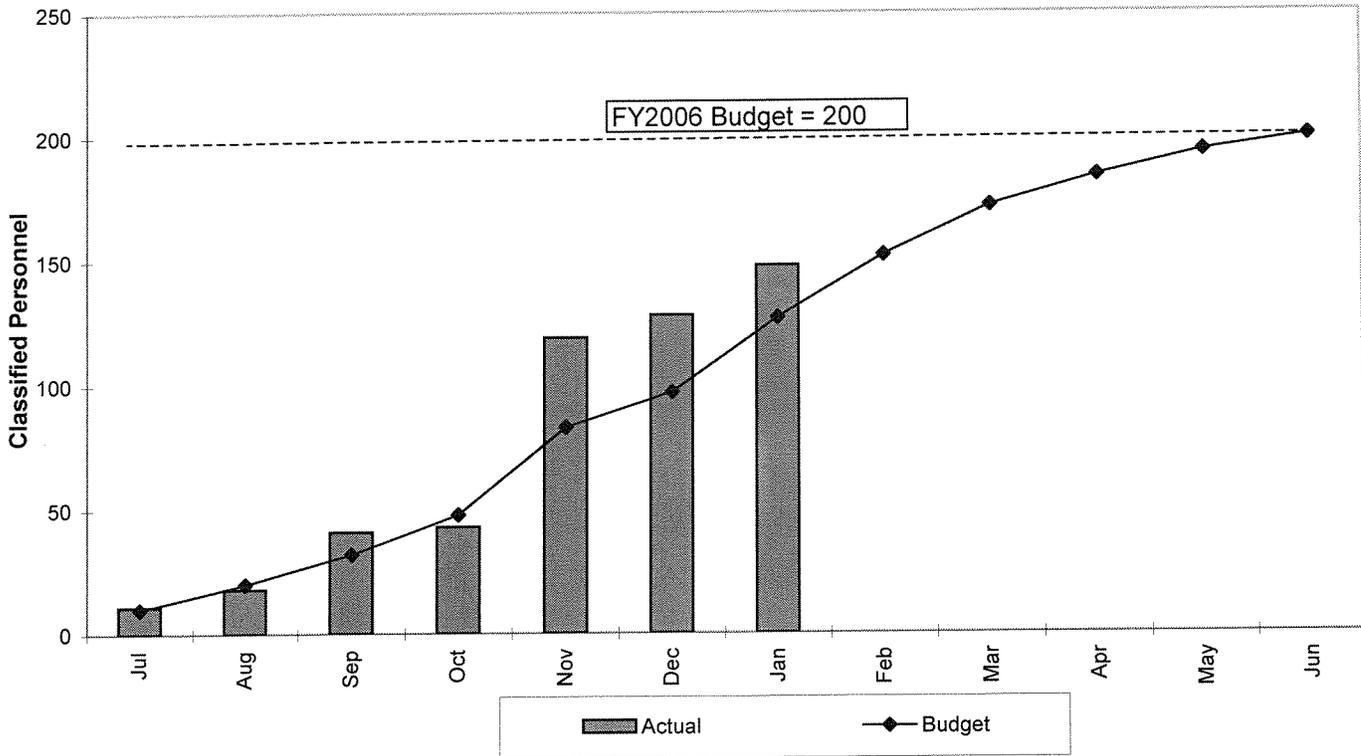
Source: Bureau of Labor Statistics - Houston, Galveston, Brazoria TX



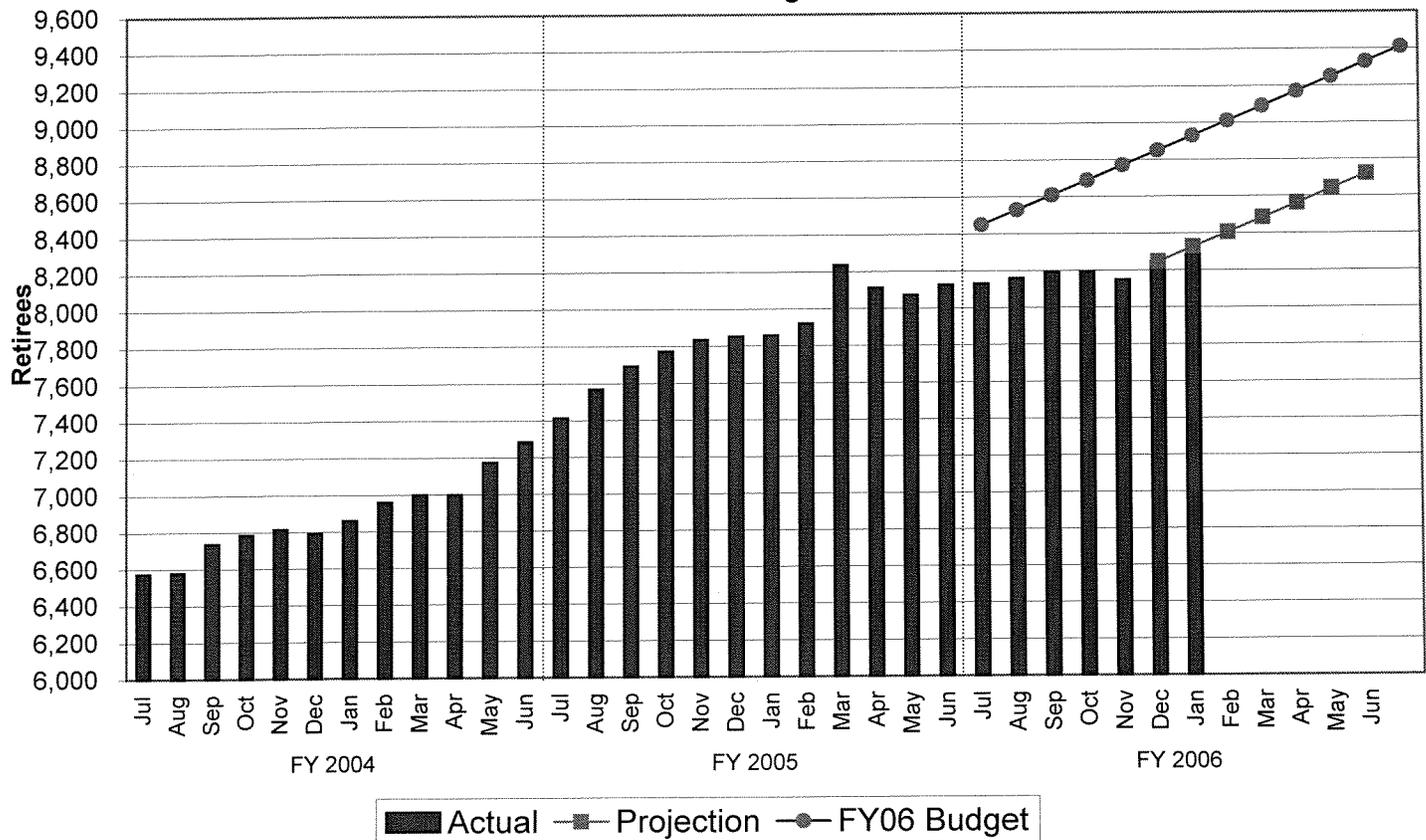
Source: Energy Information Administration/Natural Gas Monthly

# TREND INDICATORS - RETIREMENTS

Houston Fire Department  
FY2006 Classified Attrition

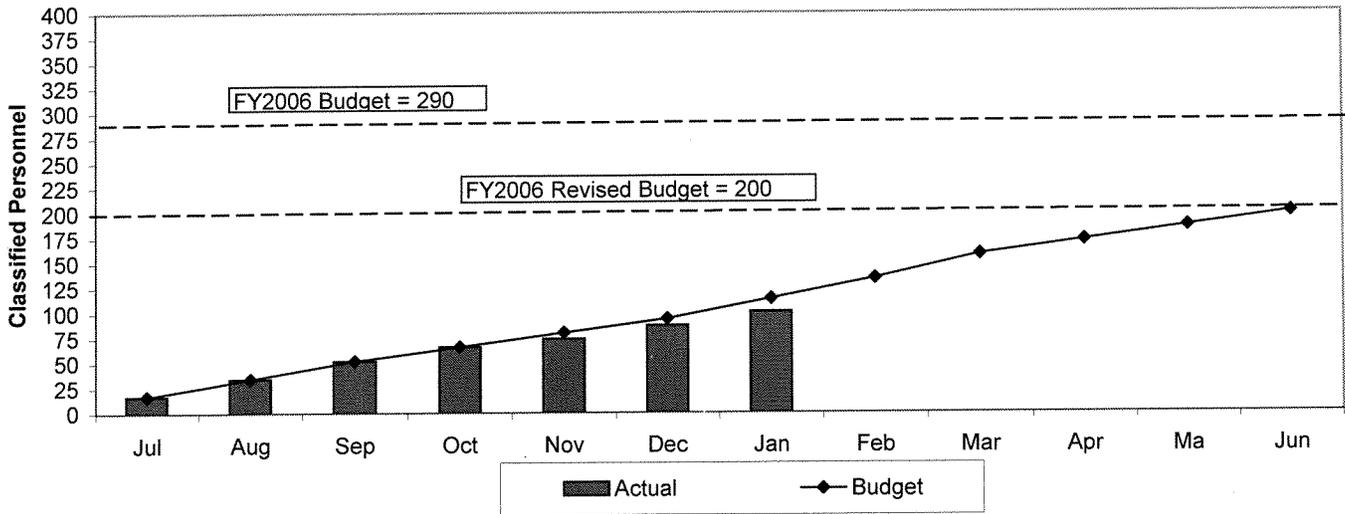


Retirees Receiving Health Benefits

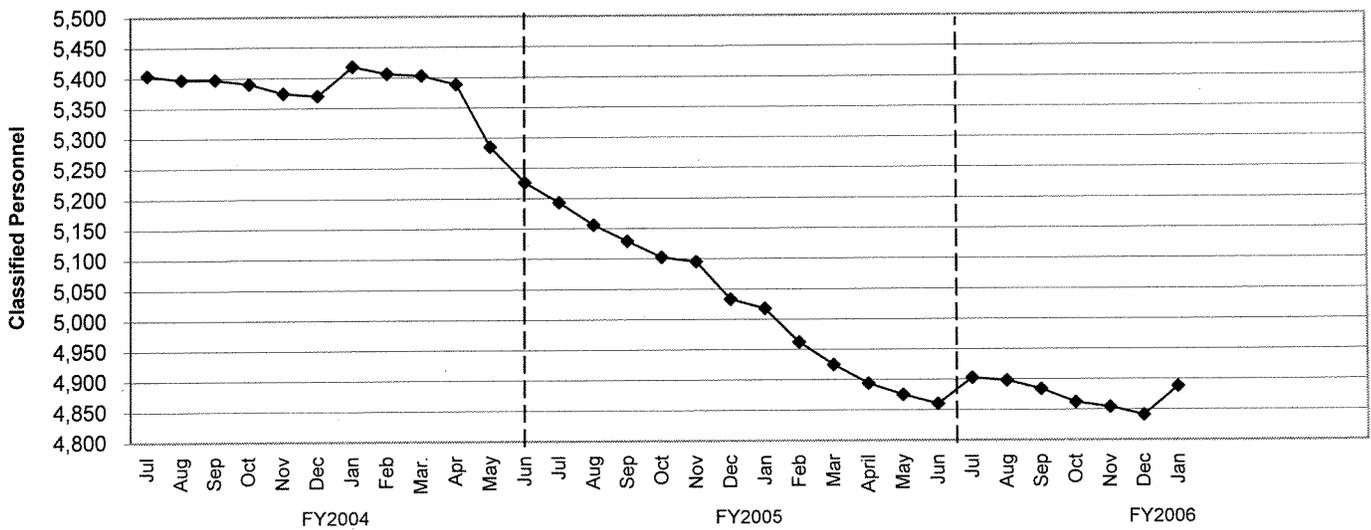


## TREND INDICATORS - HIRING AND RETIREMENTS

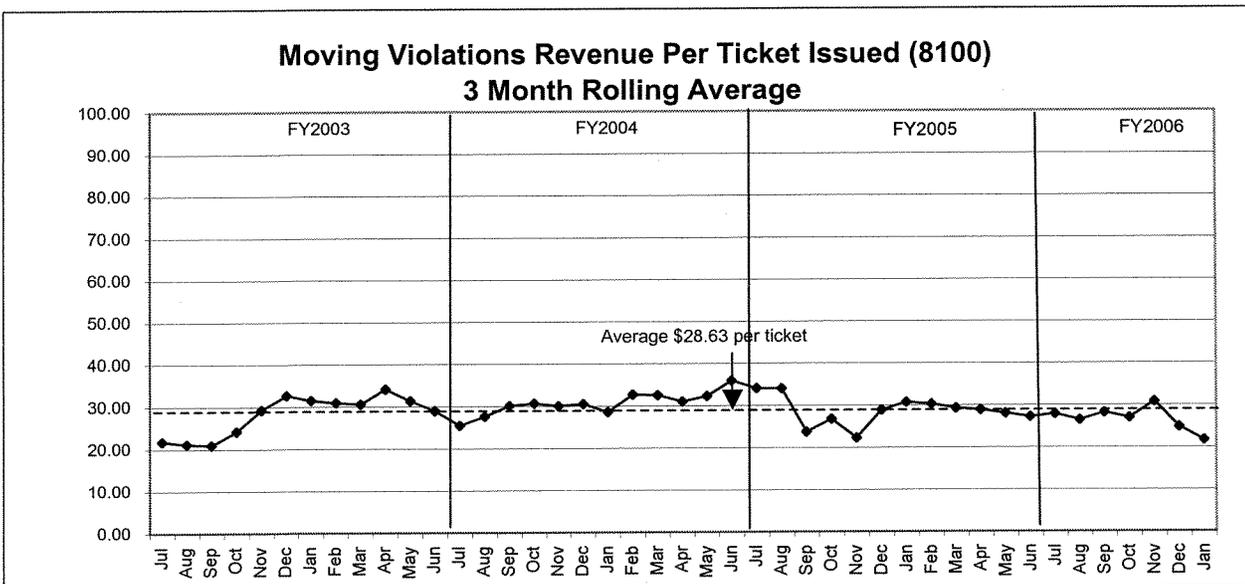
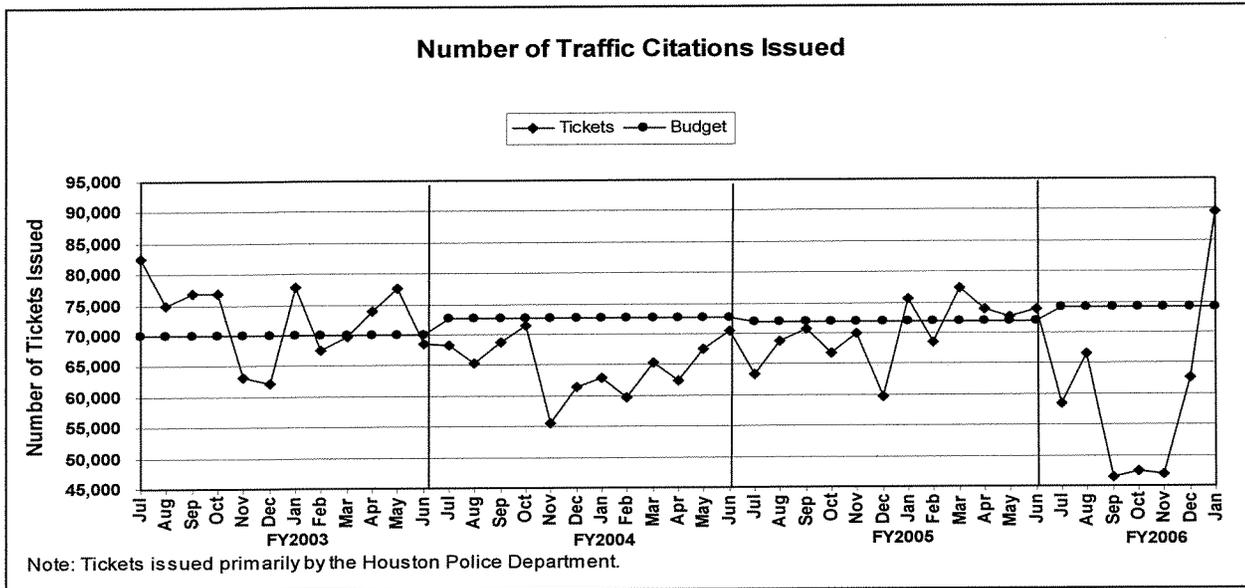
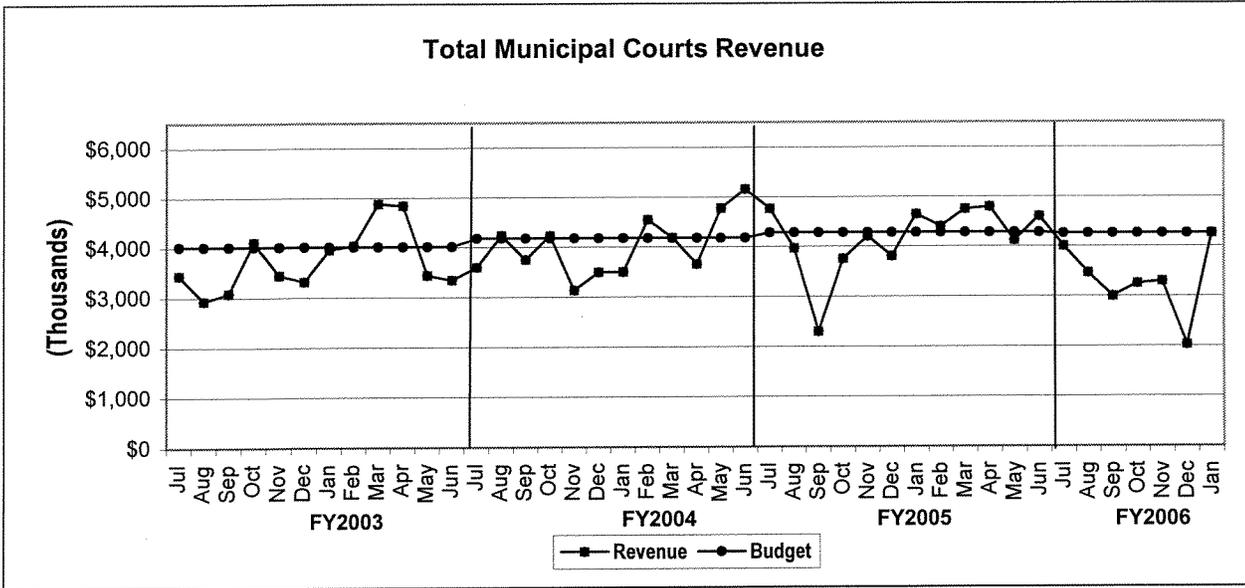
**Houston Police Department  
FY2006 Classified Attrition**



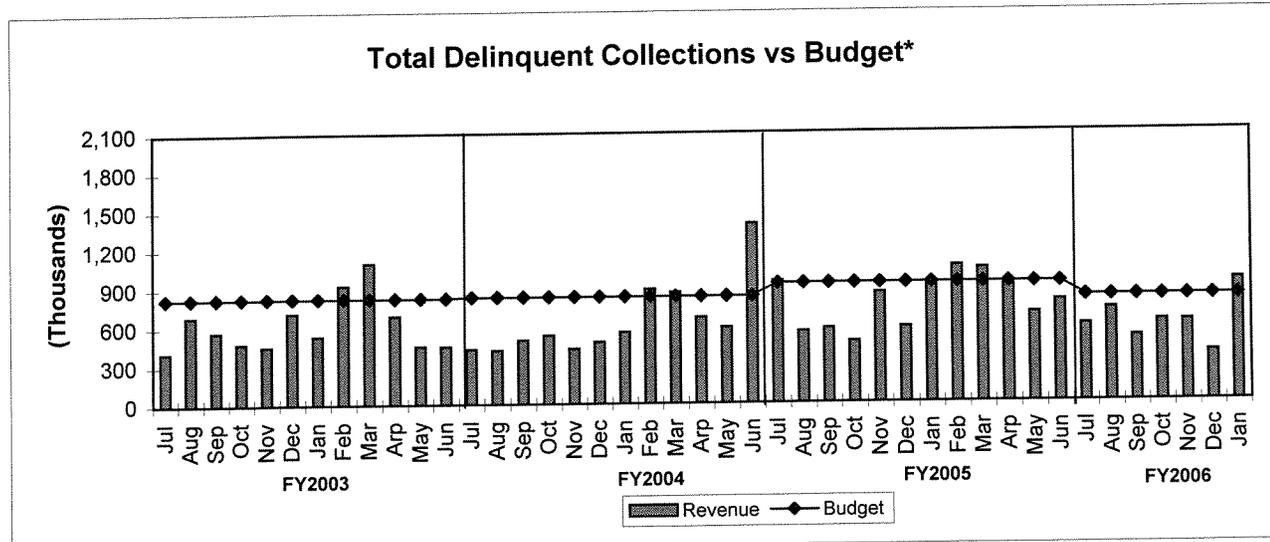
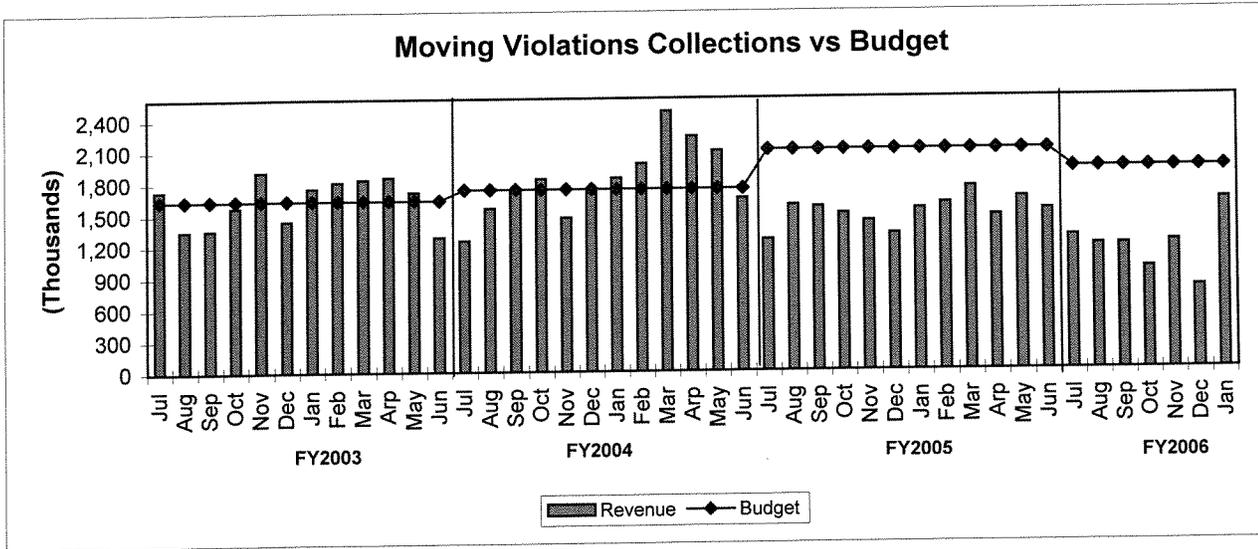
**Houston Police Department  
Classified Staffing - FY2004 to FY2006**



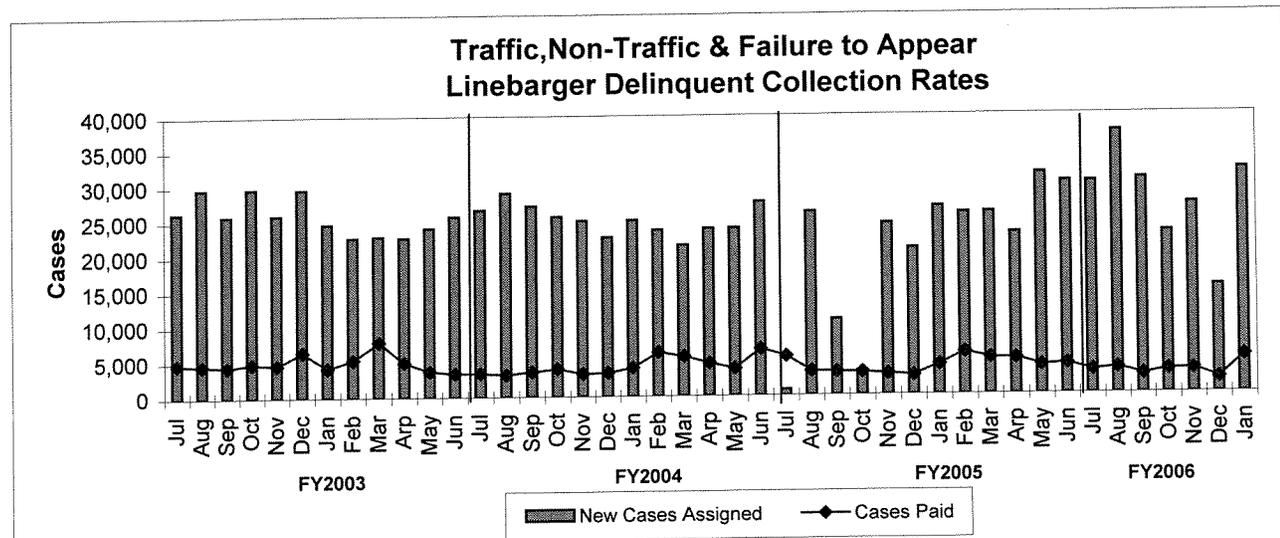
# TREND INDICATORS - MUNICIPAL COURTS



# TREND INDICATORS - MUNICIPAL COURTS

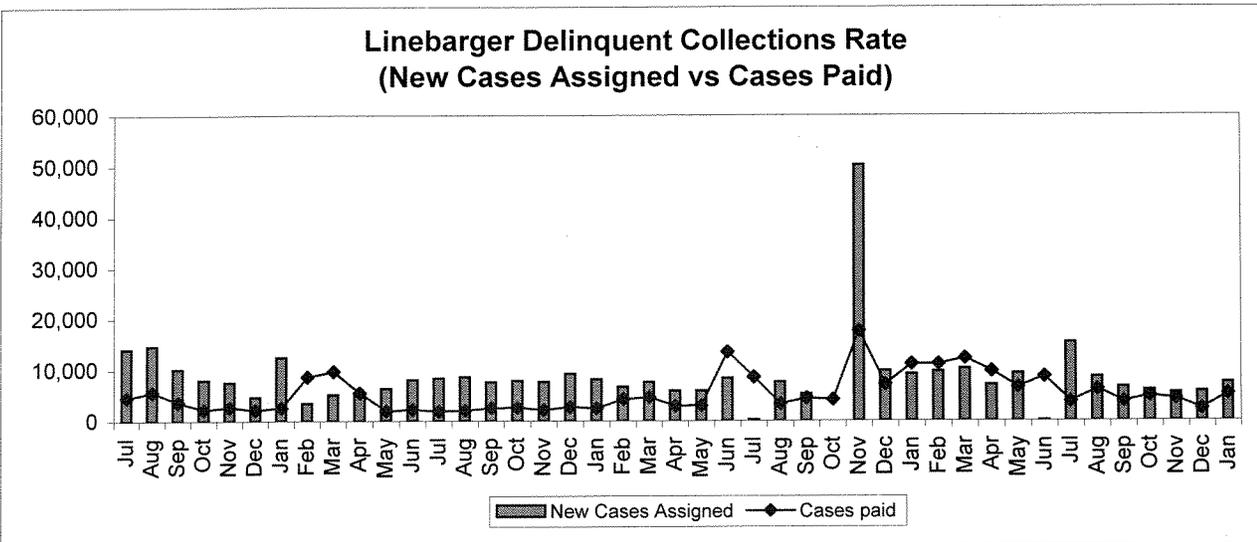
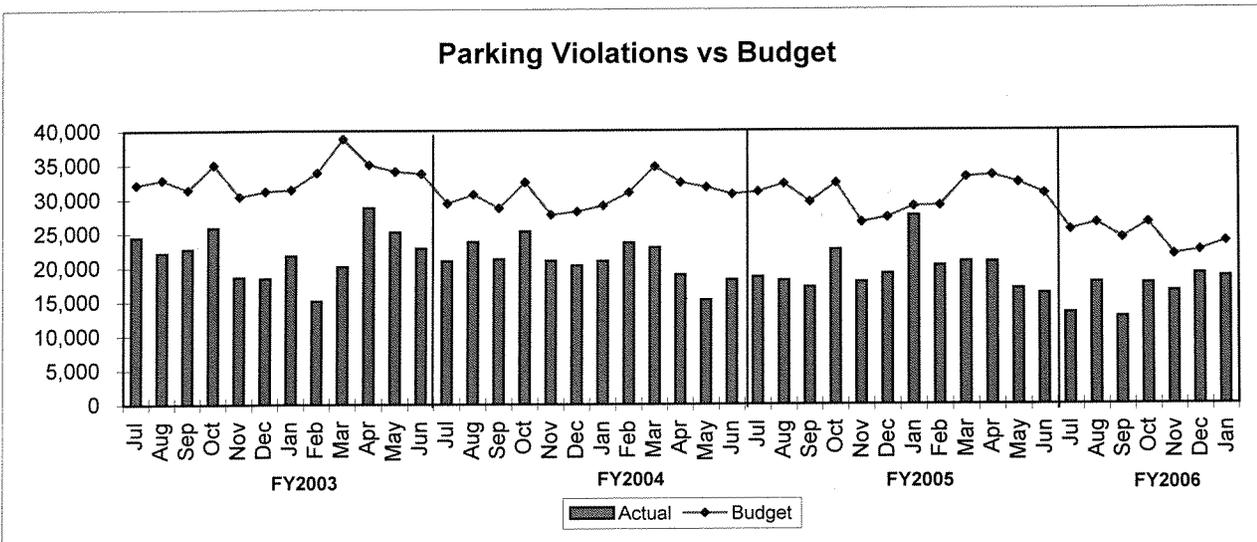
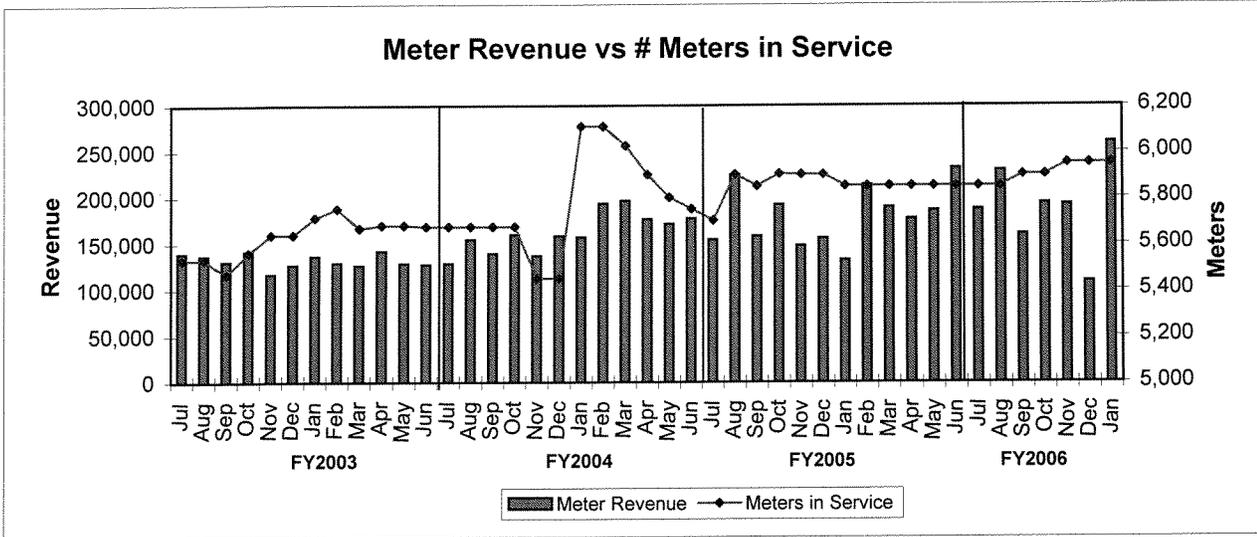


\*Net of fees and expenses paid to Linebarger



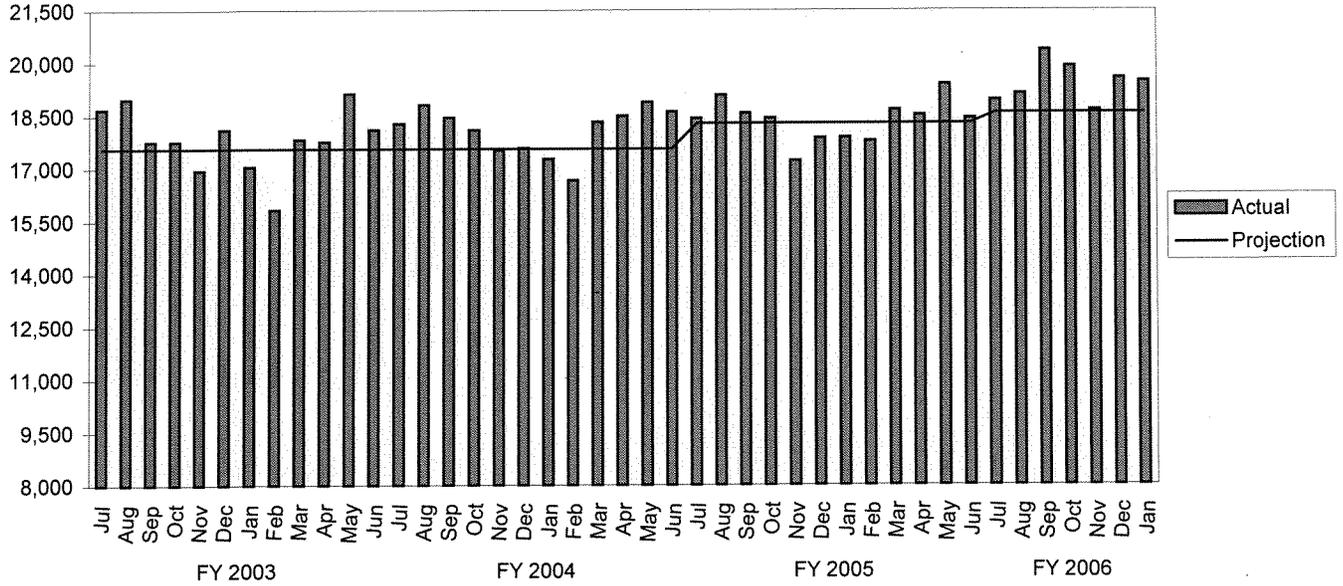
\*Excludes Delinquent Parking Collections

## TREND INDICATORS - MUNICIPAL COURTS

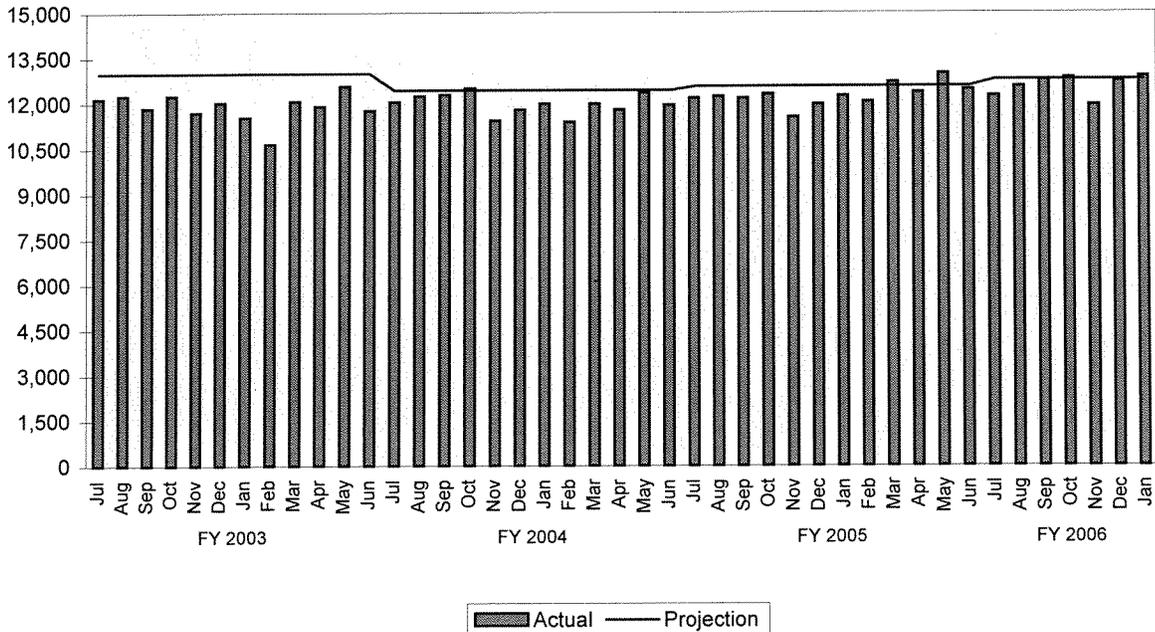


# TREND INDICATORS - AMBULANCE SERVICES

## EMS Incidents

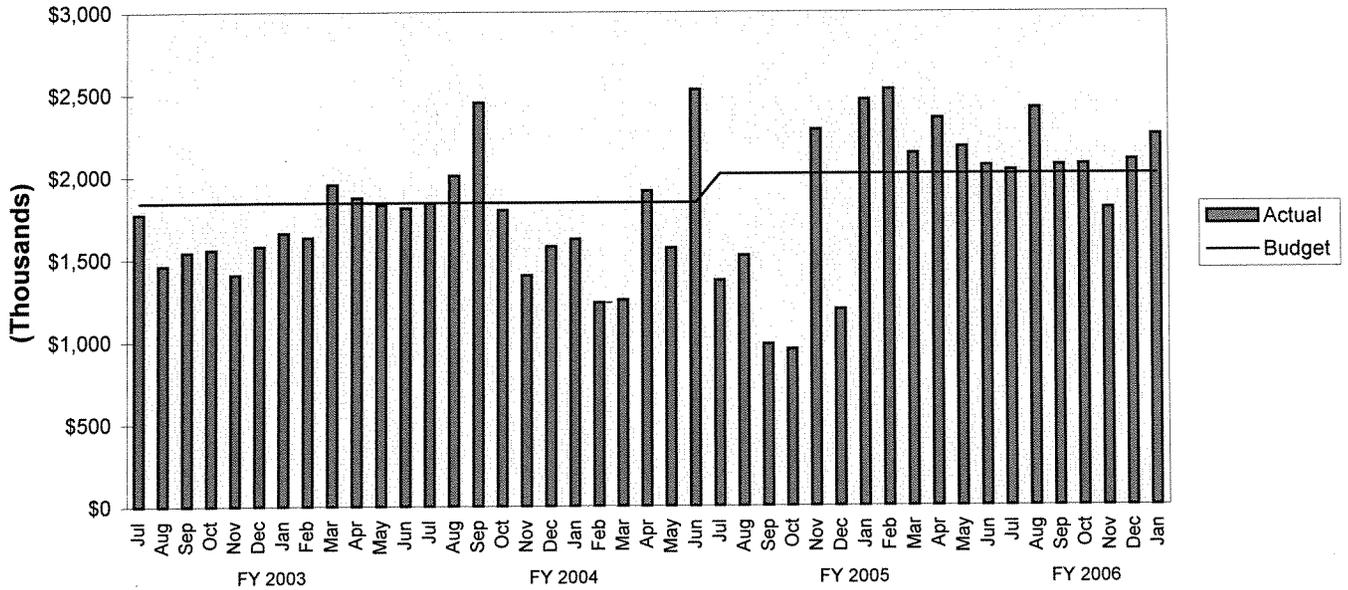


## EMS Transports

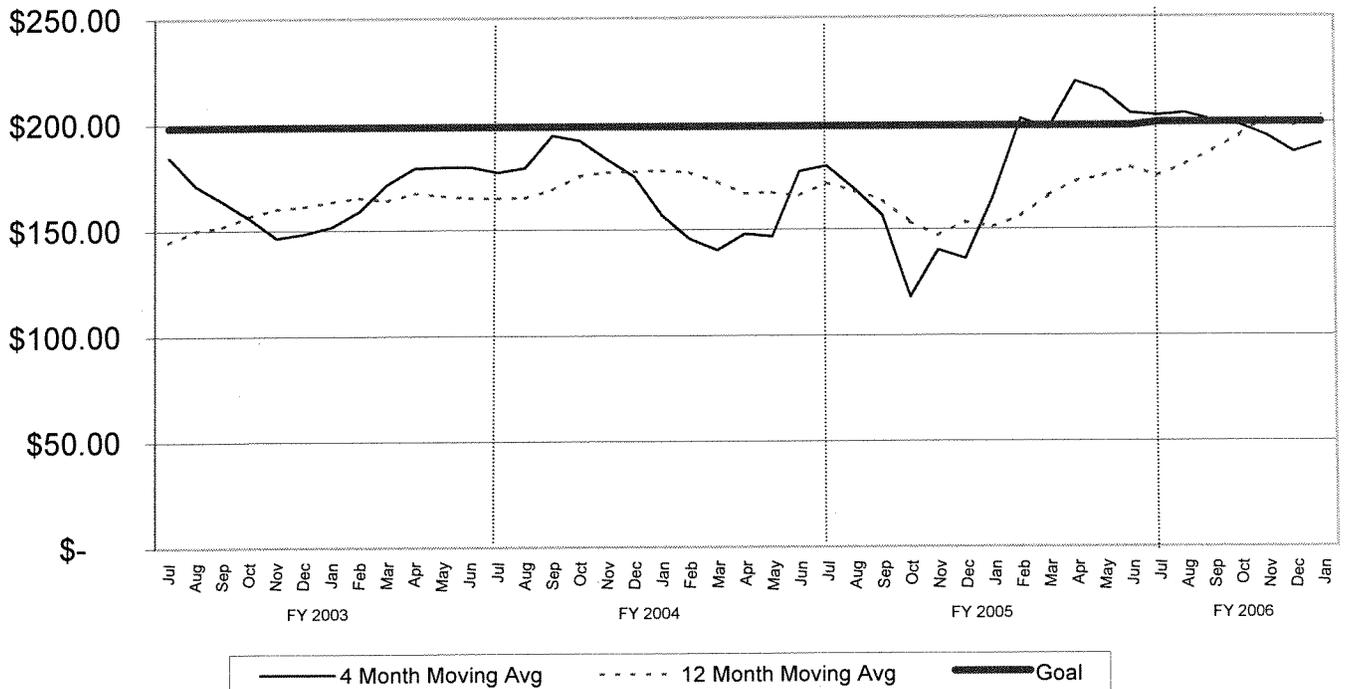


# TREND INDICATORS - AMBULANCE SERVICES

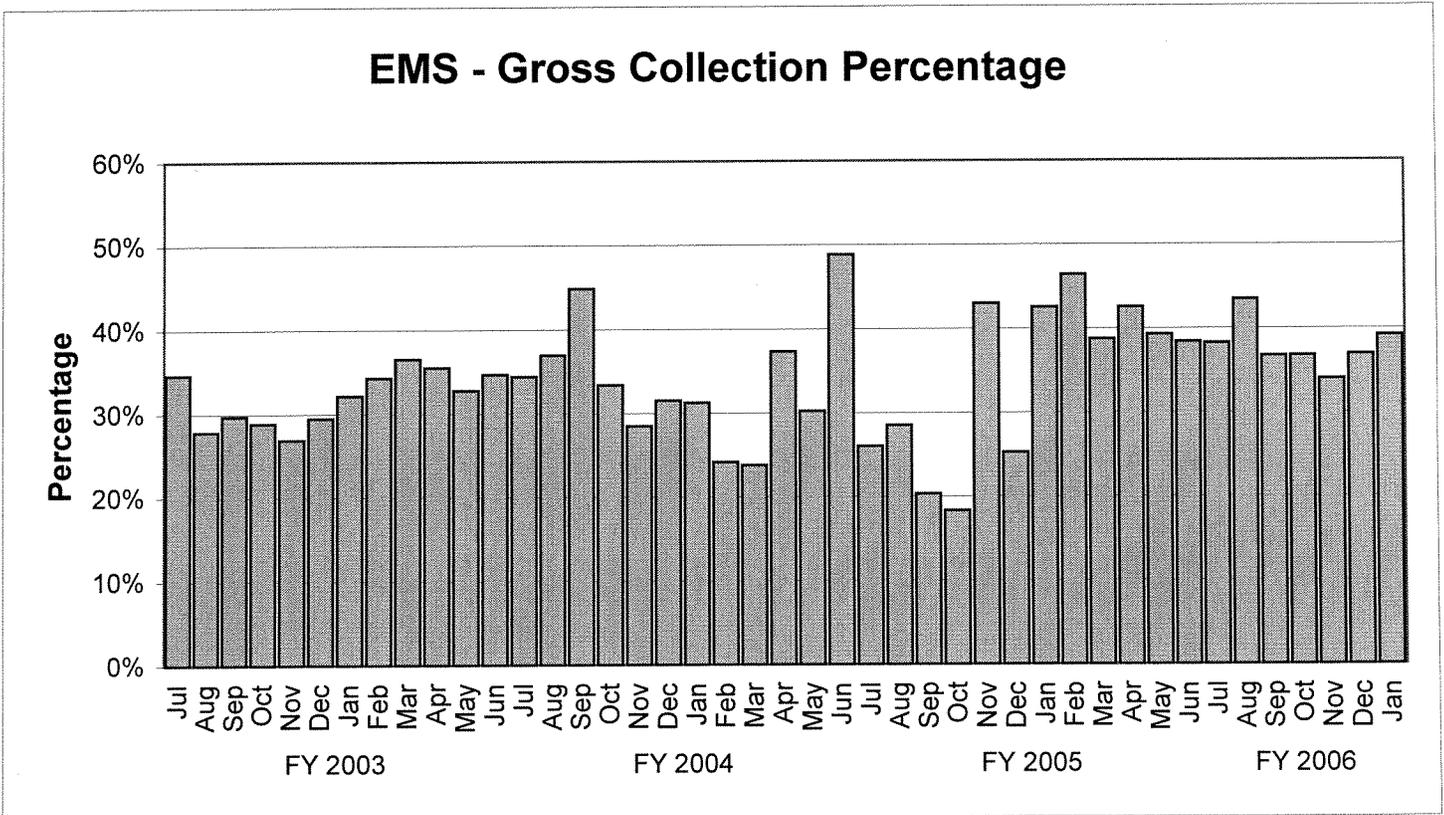
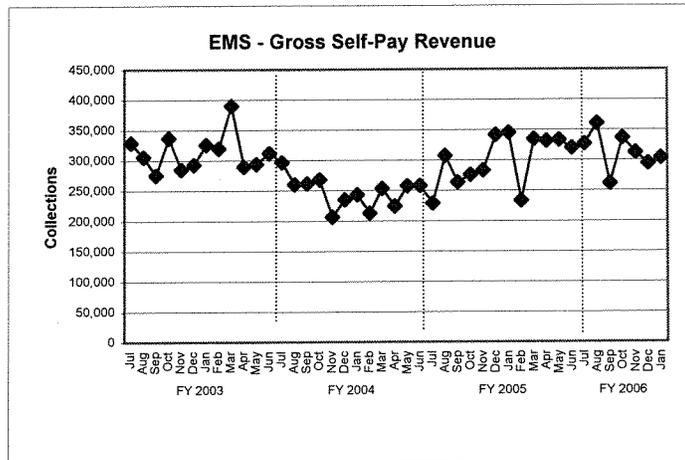
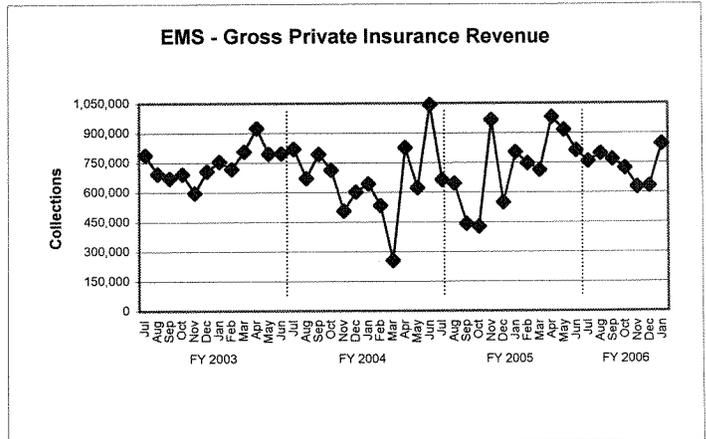
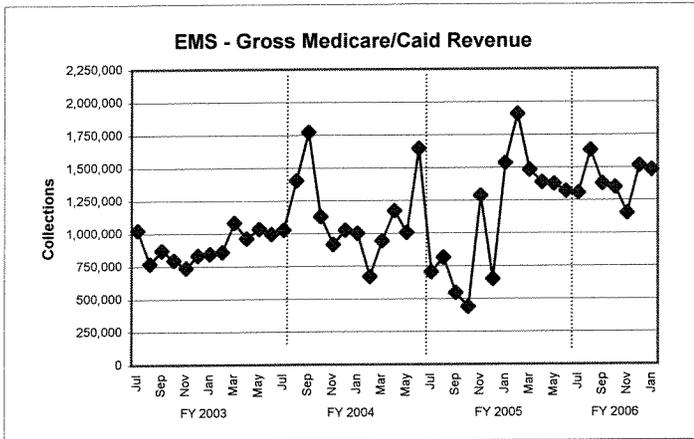
## EMS Revenue (Net Collections)



## 4 Month and 12 Month Moving Average EMS Revenue Per Transport

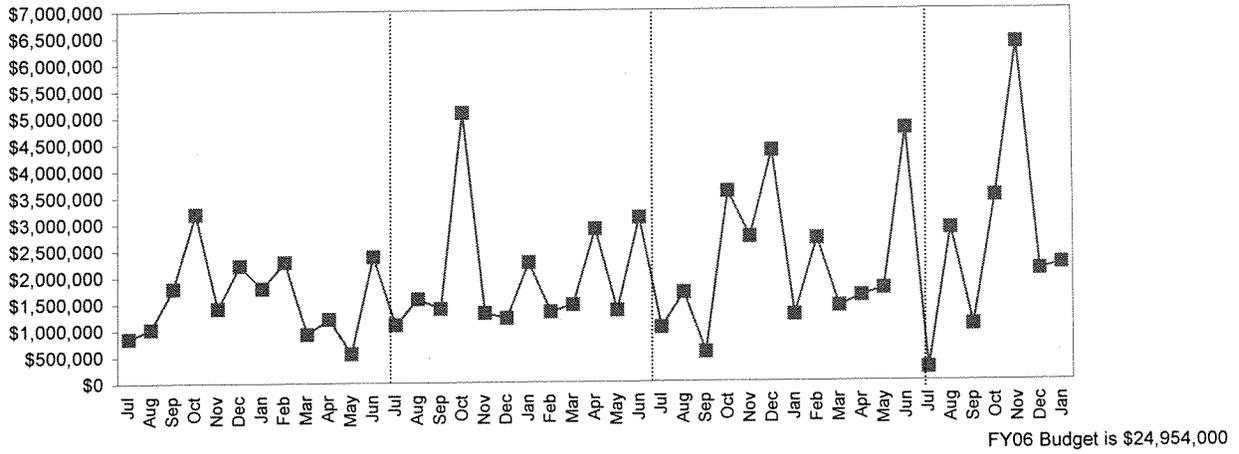


# TREND INDICATORS - AMBULANCE SERVICES



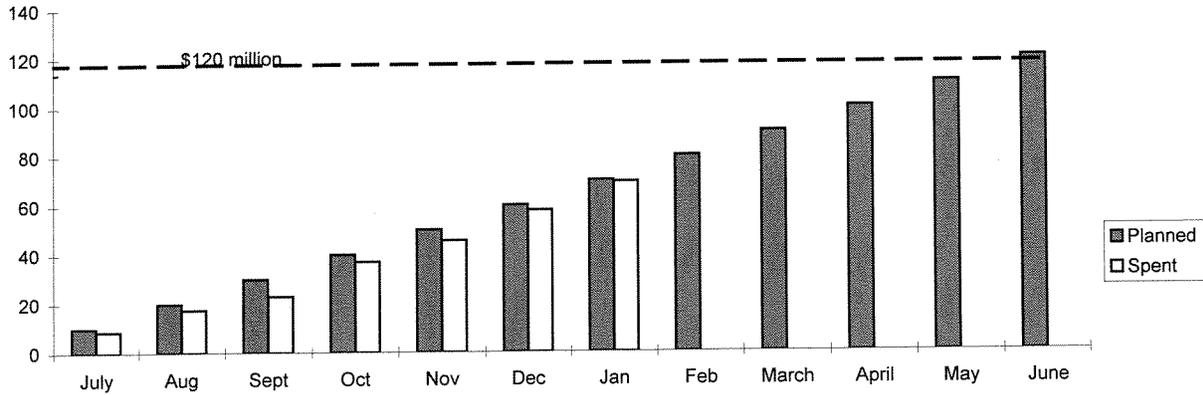
# TREND INDICATORS - MISCELLANEOUS

## Delinquent Property Tax

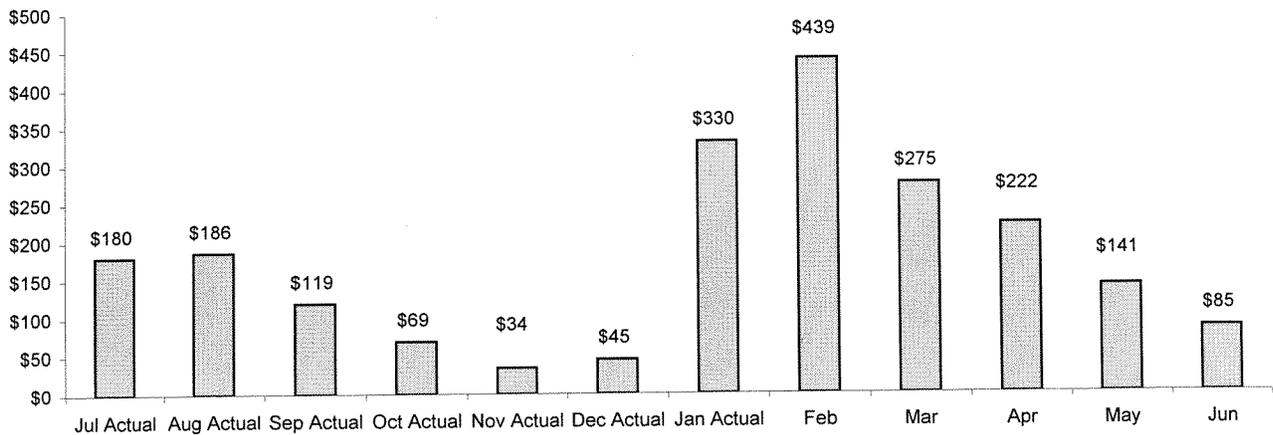


## FY2006 Public Improvement Bonds

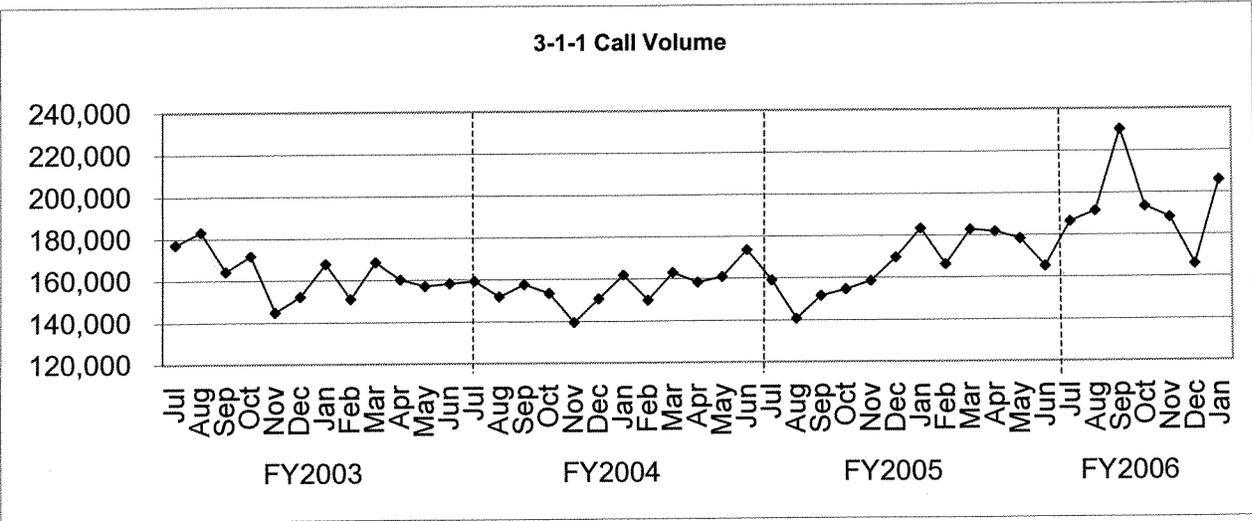
### Commercial Paper Planned vs Spent (\$Millions)



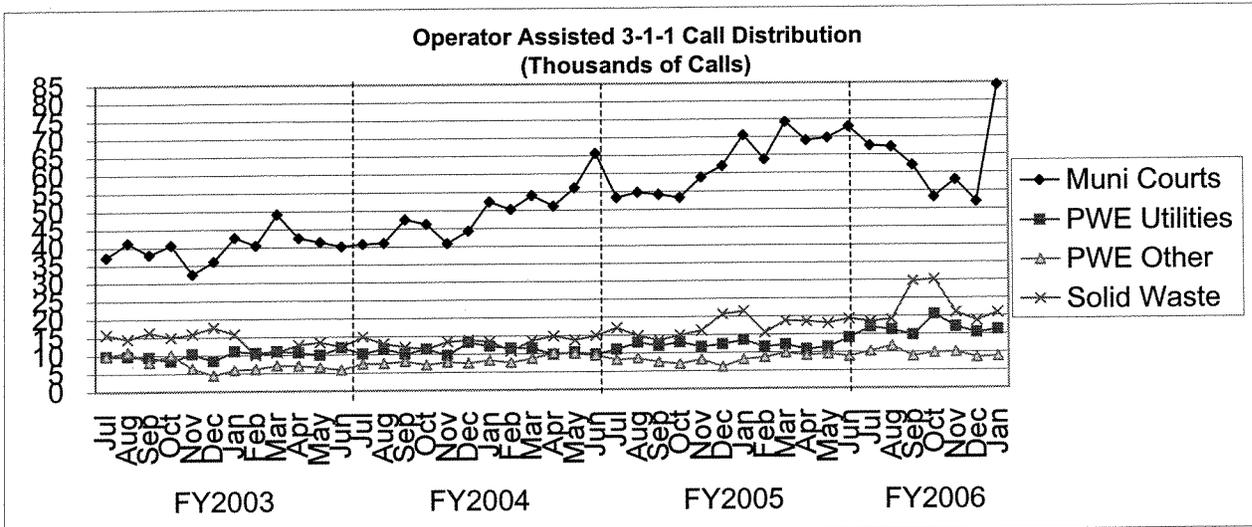
## FY2006 Projected City of Houston General Fund Ending Cash Balances (In Millions \$)



TREND INDICATORS - MISCELLANEOUS



3-1-1 became fully operational in August 2001



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