

**OFFICE OF THE CITY CONTROLLER**

**CITY OF HOUSTON  
INTEROFFICE CORRESPONDENCE**

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

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

**Date:** July 28, 2006

**Subject: June 2006 Financial Report**

Attached is the Monthly Financial and Operations Report for the period ending June 30, 2006.

**GENERAL FUND**

We are currently projecting a \$35.4 million surplus for the General Fund for Fiscal Year 2006, an increase of \$5.8 million from last month. This is the net impact of various changes in both revenues and expenditures.

Revenues

- Sales Taxes are up another \$5 million from the previous month as our receipts from the state continue to exceed expectations.
- Interest Income increased by \$1 million due to ongoing increases in interest rates.
- Gas Franchise Fees are up \$700,000 to reflect actual year-to-date receipts.

Expenditures

- Fire Department expenditures are up \$850,000 because of increased overtime needed to maintain adequate staffing levels until new cadets are on duty.
- Parks and Recreation Department expenditures are up \$800,000 due to higher than expected use of seasonal and temporary employees.
- The above increases are offset by an overall decrease of \$800,000 in various projections to mirror actual expenditures at year's end.

**ENTERPRISE FUNDS**

The Aviation Fund reflects a net \$5.3 million increase in Income Before Operating Transfers. This is largely attributed to \$5.2 million in lower electricity rates, \$826,000 in lower-than-anticipated personnel costs and a \$588,000 increase in revenues for salary recovery. These changes are offset by a decline of \$1.1 million in year-to-date projections for Land, Building and Ground Area revenues.

The Convention and Entertainment Fund shows an increase in Income Before Operating Transfer of \$1.6 million. This is due to higher than expected revenues for facility rentals, increased Hotel Occupancy Taxes and the delay of some capital expenditures.

The Combined Utility System Operating Fund's Income Before Operating Transfers is up by \$5.3 million. The main reason for this is a \$4 million increase in Water and Sewer Sales, reflecting increased consumption. In addition, there was a \$1.3 million decrease in Contracts and Other Payment Expenses due to reimbursement of \$850,000 from the contract with American Water and a \$450,000 reduction in insurance premiums.

**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	19.9%
Combined Utility System	21.4%
Aviation	22.1%
Convention and Entertainment	28.0%

**SWAP REPORT**

The City's Swap Policy requires a quarterly report on the financial implications of its swap agreements. The report includes a summary of key terms of the agreements, mark-to-market values, exposure to counterparties, credit ratings of counterparties or guarantors, summary of risks, and disclosure of any collateral posted as a result of the swaps. The report for June 30, 2006 is attached.

Respectfully submitted,



Annise D. Parker  
City Controller

**City of Houston, Texas**  
**Swap Agreements Disclosure**  
**June 30, 2006**

**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: On a notional value of \$200 million, the City pays an amount equal to the market standard BMA Index rate divided by .667, up to a maximum of 10%, and receives the taxable six-month US Dollar LIBOR rate plus a constant of 69 basis points. Payments will be received or made every six months based on indices for the prior 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 received \$500,000 on March 1, 2005, representing debt service savings of 50 basis points (0.5%) on the underlying bonds. Receipts for Fiscal Year 2006 totaled \$499,000 (25 basis points savings). Receipts for Fiscal Year 2007 will total \$758,000 (savings of 38 basis points). Future payments will be received or made every six months based on the indices for the prior budget period.

Fair value: The fair value of the swap was positive \$2,275,000 on June 30, 2006. The value was calculated using the zero coupon method.

Credit risk: The City is exposed to credit risk when the swap has a positive fair market 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, ("Ambac"). Ambac's is rated Aaa by Moody's, AAA by Standard and Poor's, and AAA by Fitch. 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-exempt 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**

### **A. Combined Utility System Synthetic Fixed Rate Swap**

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 three firms selected all matched the lowest fixed-rate bid of 3.78%.

**Objective:** The objective of the swaps is to hedge against the potential of rising interest rates associated with the City's Combined Utility System 2004B auction rate variable interest 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 3.78% and receive a floating rate equal to 57.6% of One-Month US Dollar LIBOR plus 37 basis points. All agreements were effective June 10, 2004, the date of issuance of the 2004B Bonds. The termination date is May 15, 2034.

**Receipts and Payments:** The City earned \$18.7 million in swap receipts for its Combined Utility System, Series 2004B swaps, and it paid \$18.9 million interest on the underlying auction rate securities for the fiscal year ended March 31, 2006. The contractual rate for the City's swap payment is 3.78%. The average effective rate for the 2004B bonds, including interest for the Series 2004B variable rate bonds, the City's swap payments, and its dealer and auction fees, reduced by swap receipts, was 4.07%. 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 changed, the swaps had a total negative fair value of \$6,743,000 on June 30, 2006. This value was calculated using the zero-coupon method.

**Credit risk:** As of this date, the City was not exposed to credit risk because the swaps had a negative fair value. However, should interest rates 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 this date, 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 and swap fair value. No collateral has been required to date.

Counterparty	Notional Amount	Fair Value	Counterparty Credit Rating (Moody's/S&P/Fitch)
Goldman Sachs Capital Markets Inc.	\$ 353,325,000	\$ (3,647,000)	Aa3 /A+ /AA-
Bear Stearns Financial Products Inc.	150,000,000	(1,548,000)	Aaa / AAA / --
UBS AG	150,000,000	(1,548,000)	Aa2 /AA+ /AA+
	<u>\$ 653,325,000</u>	<u>\$ (6,743,000)</u>	

**Basis risk:** The City is exposed to basis risk on the swaps because the variable payment received is based on a taxable index other than the tax-exempt rate paid by the City on the bonds. Should the relationship between taxable LIBOR and tax-exempt rates move to convergence (because of reductions in tax rates, for example), the expected cost savings may not be realized. For the entire fiscal year, the variable rate paid on the underlying tax-exempt bonds was 2.86%, which was 4 basis points higher than the 2.82% LIBOR-based rate received for the swap. At June 30, 2006 the average interest rate in effect for the underlying bonds was 3.86%, which was 50 basis points higher than the 3.36% rate of the swap receipts.

**Remarketing risk:** The City faces a risk that the remarketing agent will not be able to sell the auction rate debt at a competitive rate. Rates may vary considerably as investors shift in and out of the tax-exempt variable rate sector. This is a common problem during the April to June quarter when there is a lower supply of short-term investment funds.

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

## **B. Combined Utility System Forward Rate Lock**

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

**Objective:** The objective of the swap is to hedge against rising interest rates by locking in a historically low long-term interest rate on a synthetic basis. The deal was done in anticipation of issuing fixed-rate bonds to refund variable-rate debt at the end of 2007.

**Terms:** The notional amount of the swap is \$249,075,000 with the underlying bonds being part of the Combined Utility System Series 2004C Auction Rate Bonds that will convert to a tax-exempt status in December 2007. The swap agreement contains scheduled reductions to the outstanding notional amount that follows anticipated payments of principal of the 2004C Bonds during the years 2028 to 2034.

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

Receipts and Payments: No receipts or payments are scheduled until December 2007.

Fair value: Because interest rates have changed, the swap had a positive fair value of \$9,630,000 on June 30, 2006. This value was calculated using the zero-coupon method.

Credit risk: The City's swap policy generally requires that swap counterparties be rated double-A or better by at least one nationally recognized rating agency. As of this date, RBC met this requirement with ratings of Aa2/AA-/AA-. Also, under the agreement, if RBC's credit rating falls below double-A, collateral must be posted in varying amounts depending on the credit rating and swap fair value. No collateral has been required to date.

Basis risk: The City will be exposed to basis risk on the swap because the variable payment received is based on a taxable index other than the tax-exempt rate paid by the City on the bonds. In the future, if tax-exempt rates move to convergence with the taxable LIBOR index (because of reductions in tax rates, for example), the expected cost savings may not be realized, resulting in a higher synthetic rate.

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



# CITY OF HOUSTON

Finance and Administration  
Department

## Interoffice

Correspondence

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

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

**Date:** July 28, 2006

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

Attached is the Monthly Financial and Operations Report for the period ending June 30, 2006.

### **General Fund Revenues**

Our estimation for FY2006 General Fund revenues is \$5.8 million more than projected last month primarily due to Sales Tax Revenue being increased by \$4.4 million to reflect payments received through July for collections through May. The sales tax received in July 2006 is 26.5% higher than the sales tax received in July 2005. Total revenues for FY2006 are estimated to be \$48.2 million more than budgeted.

### **General Fund Expenditures**

Our estimation for FY2006 General Fund expenditures is approximately \$1.3 million higher than projected last month. Fire department expenditures are estimated to be \$850 thousand higher primarily due to additional classified overtime. Total expenditures for FY2006 are estimated to be \$1.4 million lower than budgeted.

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

We are estimating the ending unreserved undesignated fund balance to be approximately \$158 million, which is approximately 11.48% of estimated expenditures less debt service. This does not include the rainy day fund or sign abatement fund. The total unreserved fund balance is estimated to be approximately \$180 million.

### **Aviation Operating Fund**

- The estimate for Operating Expenses has been decreased by \$4.3 million primarily due to lower building maintenance and personnel costs.
- The estimate for Debt Service Interest has been decreased by \$1.8 million due to unanticipated grant revenues available for CIP debt.

July 28, 2006

**Convention & Entertainment Facilities Operating Fund**

- The estimate for the Hotel Occupancy Tax revenue has been increased by \$913 thousand due to an increase in average room rates and occupancy.

**Combined Utility System Fund**

- The estimate for Operating Revenues has been increased by \$4 million as a result of higher than expected water/sewer sales revenue.
- The estimate for Operating Expenses has been decreased by \$1.5 million primarily due to a reimbursement received from American Water for unused contingency funds.
- The estimate for Total Operating Transfers was decreased by \$9.5 million due to a savings of \$14 million resulting from a refunding of debt offset by an increase in variable rate debt of \$5.5 million.

**Katrina Aid & Recovery Fund**

Cost estimates through the end of June are \$258.6 million. Through the date of this letter, \$256.8 million has been approved by FEMA, leaving about \$1.8 million, which is expected to be approved by the end of July.

We continue to transition to the FEMA Individual Assistance program. FEMA also approved the payment of utilities through December for those evacuees on the individual assistance program.

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 June 30, 2006  
(amounts expressed in thousands)

	FY2005 Actual	FY2006			Controller's Projection	F & A Projection	Variance between Controller and F&A
		Adopted Budget	Current Budget	% of Budget			
<b>Revenues</b>							
General Property Taxes	\$ 671,294	\$ 690,246	\$ 690,246	46%	\$ 704,000	\$ 704,070	70
Industrial Assessments	14,635	13,830	13,830	1%	14,250	14,250	0
Sales Tax	370,583	395,845	395,845	26%	420,000	420,435	435
Electric Franchise	77,760	88,100	88,100	6%	88,300	88,100	(200)
Telephone Franchise	49,714	48,960	48,960	3%	49,000	49,300	300
Gas Franchise	18,520	18,767	18,767	1%	21,900	21,975	75
Other Franchise	16,269	15,801	15,801	1%	16,507	16,571	64
Licenses and Permits	17,692	19,073	19,073	1%	18,047	18,047	0
Intergovernmental	27,571	36,432	36,432	2%	36,214	36,915	701
Charges for Services	39,856	43,490	43,490	3%	40,671	42,143	1,472
Direct Interfund Services	61,233	44,345	44,345	3%	41,577	41,531	(46)
Indirect Interfund Services	11,031	14,887	14,887	1%	14,463	14,463	0
Municipal Courts Fines and Forfeits	48,827	47,806	47,806	3%	43,595	43,392	(203)
Other Fines and Forfeits	2,424	2,768	2,768	0%	3,759	3,450	(309)
Interest	6,414	6,500	6,500	0%	11,009	11,009	0
Miscellaneous/Other	16,253	12,764	12,764	1%	22,293	22,245	(48)
<b>Total Revenues</b>	<b>1,450,076</b>	<b>1,499,614</b>	<b>1,499,614</b>	<b>100%</b>	<b>1,545,585</b>	<b>1,547,896</b>	<b>2,311</b>
<b>Expenditures</b>							
Affirmative Action	1,714	1,637	1,637	0%	1,649	1,649	0
Building Services	24,632	27,731	36,804	2%	37,660	37,660	0
City Council	4,266	4,498	4,495	0%	4,382	4,382	0
City Secretary	626	727	727	0%	638	638	0
Controller	5,959	6,054	6,054	0%	5,860	5,860	0
Convention & Entertainment	0	0	1,924	0%	1,991	1,991	0
Finance and Administration	19,431	20,820	20,732	1%	19,737	19,737	0
Fire	291,352	323,502	323,502	21%	326,303	326,303	0
Health and Human Services	50,311	50,780	46,319	3%	44,519	44,519	0
Human Resources	2,217	2,371	2,371	0%	2,297	2,297	0
Information Technology	12,278	12,653	12,643	1%	11,824	11,824	0
Legal	10,675	11,435	11,428	1%	11,039	11,039	0
Library	33,222	29,641	29,459	2%	29,319	29,319	0
Mayor's Office	1,849	1,928	2,163	0%	2,135	2,135	0
Municipal Courts - Administration	16,350	16,780	16,472	1%	16,752	16,752	0
Municipal Courts - Justice	4,213	4,284	4,284	0%	4,282	4,282	0
Parks and Recreation	47,592	47,613	47,935	3%	48,727	48,727	0
Planning and Development	7,155	7,417	7,417	0%	6,996	6,996	0
Police	497,867	542,379	543,682	35%	540,989	540,989	0
Public Works and Engineering	88,865	70,966	78,549	5%	78,443	78,443	0
Solid Waste Management	66,989	69,031	66,322	4%	68,646	68,646	0
<b>Total Departmental Expenditures</b>	<b>1,187,563</b>	<b>1,252,247</b>	<b>1,264,919</b>	<b>81%</b>	<b>1,264,188</b>	<b>1,264,188</b>	<b>0</b>
<b>Non-Departmental Expenditures and Other Uses</b>							
General Government	91,654	123,367	110,695	7%	110,003	110,003	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>305,695</b>	<b>19%</b>	<b>305,003</b>	<b>305,003</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>1,569,191</b>	<b>1,569,191</b>	<b>0</b>
Net Current Activity	(17,141)	(71,000)	(71,000)		(23,606)	(21,295)	2,311
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		\$ 177,506	\$ 179,817	
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		\$ 155,436	\$ 157,747	

General Fund  
Controller's Office  
For the period ended June 30, 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	\$ 6,844	\$ 706,337	\$ 704,000	\$ 13,754	2.0%
Industrial Assessments	14,635	13,830	13,830	2,582	14,212	14,250	420	3.0%
Sales Tax	370,583	395,845	395,845	45,467	416,231	420,000	24,155	6.1%
Electric Franchise	77,760	88,100	88,100	7,890	97,274	88,300	200	0.2%
Telephone Franchise	49,714	48,960	48,960	3,785	48,942	49,000	40	0.1%
Gas Franchise	18,520	18,767	18,767	1,308	21,900	21,900	3,133	16.7%
Other Franchise	16,269	15,801	15,801	1,364	16,571	16,507	706	4.5%
Licenses and Permits	17,692	19,073	19,073	1,711	18,047	18,047	(1,026)	-5.4%
Intergovernmental	27,571	36,432	36,432	(973)	33,982	36,214	(2,18)	-0.6%
Charges for Services	39,856	43,490	43,490	4,598	38,022	40,671	(2,819)	-6.5%
Direct Interfund Services	61,233	44,345	44,345	5,218	41,577	41,577	(2,768)	-6.2%
Indirect Interfund Services	11,031	14,887	14,887	1,165	10,383	14,463	(424)	-2.8%
Municipal Courts Fines and Forfeits	48,827	47,806	47,806	4,338	41,667	43,595	(4,211)	-8.8%
Other Fines and Forfeits	2,424	2,768	2,768	712	3,450	3,759	991	35.8%
Interest	6,414	6,500	6,500	1,353	11,009	11,009	4,509	69.4%
Miscellaneous/Other	16,253	12,764	12,764	3,197	22,068	22,293	9,529	74.7%
<b>Total Revenues</b>	<b>1,450,076</b>	<b>1,499,614</b>	<b>1,499,614</b>	<b>90,559</b>	<b>1,541,672</b>	<b>1,545,585</b>	<b>45,971</b>	<b>3.1%</b>
<b>Expenditures</b>								
Affirmative Action	1,714	1,637	1,637	171	1,644	1,649	(12)	-0.7%
Building Services	24,632	27,731	36,804	3,780	37,368	37,660	(856)	-2.3%
City Council	4,266	4,498	4,495	384	4,382	4,382	113	2.5%
City Secretary	626	727	727	60	625	638	89	12.2%
Controller	5,959	6,054	6,054	659	5,846	5,860	194	3.2%
Convention & Entertainment	0	0	1,924	224	1,795	1,991	(67)	-3.5%
Finance and Administration	19,431	20,820	20,732	1,969	19,631	19,737	995	4.8%
Fire	291,352	323,502	323,502	27,814	326,360	326,303	(2,801)	-0.9%
Health and Human Services	50,311	50,780	46,319	4,556	43,758	44,519	1,800	3.9%
Human Resources	2,217	2,371	2,371	202	2,252	2,297	74	3.1%
Information Technology	12,278	12,653	12,643	1,537	11,824	11,824	819	6.5%
Legal	10,675	11,435	11,428	1,041	11,031	11,039	389	3.4%
Library	33,222	29,641	29,459	3,049	29,312	29,319	140	0.5%
Mayor's Office	1,849	1,928	2,163	358	2,124	2,135	28	1.3%
Municipal Courts - Administration	16,350	16,780	16,472	1,479	16,702	16,752	(280)	-1.7%
Municipal Courts - Justice	4,213	4,284	4,284	423	4,282	4,282	2	0.0%
Parks and Recreation	47,592	47,613	47,935	4,863	48,596	48,727	(792)	-1.7%
Planning and Development	7,155	7,417	7,417	591	6,769	6,996	421	5.7%
Police	497,867	542,379	543,682	48,666	543,209	540,989	2,693	0.5%
Public Works and Engineering	88,865	70,966	78,549	5,550	74,716	78,443	106	0.1%
Solid Waste Management	66,989	69,031	66,322	401	62,431	68,646	(2,324)	-3.5%
<b>Total Departmental Expenditures</b>	<b>1,187,563</b>	<b>1,252,247</b>	<b>1,264,919</b>	<b>107,777</b>	<b>1,254,657</b>	<b>1,264,188</b>	<b>731</b>	<b>0.1%</b>
<b>Non-Departmental Expenditures and Other Uses</b>								
General Government	91,654	123,367	110,695	15,038	103,947	110,003	692	0.6%
Debt Service Transfer	188,000	195,000	195,000	0	195,000	195,000	0	0.0%
<b>Total Non-Dept. Exp. And Other Uses</b>	<b>279,654</b>	<b>318,367</b>	<b>305,695</b>	<b>15,038</b>	<b>298,947</b>	<b>305,003</b>	<b>692</b>	<b>0.2%</b>
<b>Total Expenditures and Other Uses</b>	<b>1,467,217</b>	<b>1,570,614</b>	<b>1,570,614</b>	<b>122,815</b>	<b>1,553,604</b>	<b>1,569,191</b>	<b>1,423</b>	<b>0.1%</b>
<b>Net Current Activity</b>	<b>(17,141)</b>	<b>(71,000)</b>	<b>(71,000)</b>	<b>(32,256)</b>	<b>(11,932)</b>	<b>(23,606)</b>	<b>47,394</b>	
Amount Needed to Balance the Budget						0		
Transfers from other funds	1,028	-	-	0	-	-	0	
Pension Bond Proceeds	48,599	71,000	71,000	0	59,000	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	109,856	189,180	177,506	59,394	
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>\$ 109,856</b>	<b>\$ 189,180</b>	<b>\$ 155,436</b>	<b>\$ 35,394</b>	

General Fund  
Finance and Administration  
For the period ended June 30, 2006  
(amounts expressed in thousands)

	FY2005 Actual	FY2006						
		Adopted Budget	Current Budget	Current Month	YTD	F & A Projection	Variance from Current Budget	% Variance
<b>Revenues</b>								
General Property Taxes	\$ 671,294	\$ 690,246	690,246	\$ 6,844	\$ 706,337	\$ 704,070	13,824	2.0%
Industrial Assessments	14,635	13,830	13,830	2,582	14,212	14,250	420	3.0%
Sales Tax	370,583	395,845	395,845	45,467	416,231	420,435	24,590	6.2%
Electric Franchise	77,760	88,100	88,100	7,890	97,274	88,100	0	0.0%
Telephone Franchise	49,714	48,960	48,960	3,785	48,942	49,300	340	0.7%
Gas Franchise	18,520	18,767	18,767	1,308	21,900	21,975	3,208	17.1%
Other Franchise	16,269	15,801	15,801	1,364	16,571	16,571	770	4.9%
Licenses and Permits	17,692	19,073	19,073	1,711	18,047	18,047	(1,026)	-5.4%
Intergovernmental	27,571	36,432	36,432	(973)	33,982	36,915	483	1.3%
Charges for Services	39,856	43,490	43,490	4,598	38,022	42,143	(1,347)	-3.1%
Direct Interfund Services	61,233	44,345	44,345	5,218	41,577	41,531	(2,814)	-6.3%
Indirect Interfund Services	11,031	14,887	14,887	1,165	10,383	14,463	(424)	-2.8%
Municipal Courts Fines and Forfeits	48,827	47,806	47,806	4,338	41,667	43,392	(4,414)	-9.2%
Other Fines and Forfeits	2,424	2,768	2,768	712	3,450	3,450	682	24.6%
Interest	6,414	6,500	6,500	1,353	11,009	11,009	4,509	69.4%
Miscellaneous/Other	16,253	12,764	12,764	3,197	22,068	22,245	9,481	74.3%
<b>Total Revenues</b>	<b>1,450,076</b>	<b>1,499,614</b>	<b>1,499,614</b>	<b>90,559</b>	<b>1,541,672</b>	<b>1,547,896</b>	<b>48,282</b>	<b>3.2%</b>
<b>Expenditures</b>								
Affirmative Action	1,714	1,637	1,637	171	1,644	1,649	(12)	-0.7%
Building Services	24,632	27,731	36,804	3,780	37,368	37,660	(856)	-2.3%
City Council	4,266	4,498	4,495	384	4,382	4,382	113	2.5%
City Secretary	626	727	727	60	625	638	89	12.2%
Controller	5,959	6,054	6,054	659	5,846	5,860	194	3.2%
Convention & Entertainment	0	0	1,924	224	1,795	1,991	(67)	-3.5%
Finance and Administration	19,431	20,820	20,732	1,969	19,631	19,737	995	4.8%
Fire	291,352	323,502	323,502	27,814	326,360	326,303	(2,801)	-0.9%
Health and Human Services	50,311	50,780	46,319	4,556	43,758	44,519	1,800	3.9%
Human Resources	2,217	2,371	2,371	202	2,252	2,297	74	3.1%
Information Technology	12,278	12,653	12,643	1,537	11,824	11,824	819	6.5%
Legal	10,675	11,435	11,428	1,041	11,031	11,039	389	3.4%
Library	33,222	29,641	29,459	3,049	29,312	29,319	140	0.5%
Mayor's Office	1,849	1,928	2,163	358	2,124	2,135	28	1.3%
Municipal Courts - Administration	16,350	16,780	16,472	1,479	16,702	16,752	(280)	-1.7%
Municipal Courts - Justice	4,213	4,284	4,284	423	4,282	4,282	2	0.0%
Parks and Recreation	47,592	47,613	47,935	4,863	48,596	48,727	(792)	-1.7%
Planning and Development	7,155	7,417	7,417	591	6,769	6,996	421	5.7%
Police	497,867	542,379	543,682	48,666	543,209	540,989	2,693	0.5%
Public Works and Engineering	88,865	70,966	78,549	5,550	74,716	78,443	106	0.1%
Solid Waste Management	66,989	69,031	66,322	401	62,431	68,646	(2,324)	-3.5%
<b>Total Departmental Expenditures</b>	<b>1,187,563</b>	<b>1,252,247</b>	<b>1,264,919</b>	<b>107,777</b>	<b>1,254,657</b>	<b>1,264,188</b>	<b>731</b>	<b>0.1%</b>
<b>Non-Departmental Expenditures and Other Uses</b>								
General Government	91,654	123,367	110,695	15,038	103,947	110,003	692	0.6%
Debt Service Transfer	188,000	195,000	195,000	0	195,000	195,000	0	0.0%
<b>Total Non-Dept. Exp. and Other Uses</b>	<b>279,654</b>	<b>318,367</b>	<b>305,695</b>	<b>15,038</b>	<b>298,947</b>	<b>305,003</b>	<b>692</b>	<b>0.2%</b>
<b>Total Expenditures and Other Uses</b>	<b>1,467,217</b>	<b>1,570,614</b>	<b>1,570,614</b>	<b>122,815</b>	<b>1,553,604</b>	<b>1,569,191</b>	<b>1,423</b>	<b>0.1%</b>
<b>Net Current Activity</b>	<b>(17,141)</b>	<b>(71,000)</b>	<b>(71,000)</b>	<b>(32,256)</b>	<b>(11,932)</b>	<b>(21,295)</b>	<b>49,705</b>	
Transfers from other funds	1,028	-	-	-	-	-	0	
Pension Bond Proceed	48,599	71,000	71,000	-	59,000	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	109,856	189,180	179,817	37,705	
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>\$ 109,856</b>	<b>\$ 189,180</b>	<b>\$ 157,747</b>	<b>\$ 37,705</b>	

General Fund  
General Government  
For the period ended June 30, 2006  
(amounts expressed in thousands)

	FY2006							
	FY2005 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	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	18,689	1,338	18,099	96.8%	18,099	18,099
Pension-Police	0	0	0	0	0	0.0%	0	0
Insurance-Classified (Retirees)	15,565	26,377	24,186	1,804	24,103	99.7%	24,103	24,103
Long Term Disability	(42)	0	0	0	0	0.0%	0	0
Compensation Contingency	0	0	0	0	0	0.0%	0	0
<b>Total Personnel Services</b>	<b>28,997</b>	<b>49,340</b>	<b>42,875</b>	<b>3,142</b>	<b>42,202</b>	<b>98.4%</b>	<b>42,202</b>	<b>42,202</b>
Insurance Fees	1,153	1,283	1,556	59	1,516	97.4%	1,516	1,516
Accounting and Auditing Svcs	890	865	865	470	1,133	131.0%	1,133	1,133
Advertising Svcs	278	225	225	4	122	54.2%	122	122
Legal Services	2,282	1,356	1,356	210	1,537	113.3%	1,537	1,537
Management Consulting Svcs.	334	232	232	19	304	131.0%	304	304
Misc Support Svcs	280	250	250	16	7	2.8%	75	75
Real Estate Lease	9,000	8,069	8,069	415	5,919	73.4%	5,919	5,919
Parking Space Rental	1	0	0	94	94	0.0%	0	0
METRO Commuter Passes	516	600	600	3	561	93.5%	561	561
Electricity	0	5,816	0	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	1,718	13,093	83.5%	17,686	17,686
Print Shop Services	4	0	0	10	10	0.0%	10	10
Printing and Reproduction Svcs.	2	0	0	0	1	0.0%	1	1
Tax Appraisal Fees	5,003	5,140	5,141	0	5,045	98.1%	5,045	5,045
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	1,334	2,400	2,400	17	2,294	95.6%	2,294	2,294
Claims and Judgments	5,813	5,000	5,000	714	4,579	91.6%	5,772	5,772
Contingency/Reserve	0	0	550	0	0	0.0%	0	0
Zoo Contract	7,494	7,687	7,687	641	7,687	100.0%	7,687	7,687
Misc Other Services and Charges	1,946	2,136	2,009	369	2,036	101.3%	2,245	2,245
Membership and Professional Fees	656	734	734	100	592	80.7%	592	592
Mgmt Initiative Savings	0	0	0	0	0	0.0%	0	0
<b>Total Other Services and Charges</b>	<b>50,390</b>	<b>58,229</b>	<b>53,110</b>	<b>4,859</b>	<b>47,280</b>	<b>89.0%</b>	<b>53,249</b>	<b>53,249</b>
Other Financing Uses								
Debt Service-Interest	3,194	6,100	5,012	4,782	4,992	99.6%	4,992	4,992
Transfers to TRANS Debt Service	620	0	0	0	0	0.0%	0	0
Transfers to Conv & Entertain	442	1,428	1,428	189	1,203	84.2%	1,289	1,289
Transfers to Special Revenues	7,659	8,270	8,270	2,067	8,270	100.0%	8,270	8,270
Transfers to Capital Projects	352	0	0	0	0	0.0%	0	0
<b>Total Other Financing Uses</b>	<b>12,267</b>	<b>15,798</b>	<b>14,710</b>	<b>7,038</b>	<b>14,465</b>	<b>98.3%</b>	<b>14,551</b>	<b>14,551</b>
<b>Total General Government</b>	<b>91,654</b>	<b>123,367</b>	<b>110,695</b>	<b>15,039</b>	<b>103,947</b>	<b>93.9%</b>	<b>110,003</b>	<b>110,003</b>
Debt Service Transfers								
Transfers to PIB Debt Svc	184,000	190,000	190,000	0	188,680	99.3%	188,680	188,680
Transfers to CO Debt Svc	4,000	5,000	5,000	0	6,320	126.4%	6,320	6,320
<b>Total Debt Service Transfers</b>	<b>188,000</b>	<b>195,000</b>	<b>195,000</b>	<b>0</b>	<b>195,000</b>	<b>100.0%</b>	<b>195,000</b>	<b>195,000</b>
<b>Total Non-Dept. Exp and Other Uses</b>	<b>\$ 279,654</b>	<b>\$ 318,367</b>	<b>\$ 305,695</b>	<b>\$ 15,039</b>	<b>\$ 298,947</b>	<b>97.8%</b>	<b>\$ 305,003</b>	<b>\$ 305,003</b>

**Katrina Aid & Recovery Fund**  
**For the period ended June 30, 2006**  
(amounts expressed in dollars)

<u>RECOVERIES &amp; REIMBURSEMENT</u>	<u>From Inception To 06/30/06</u>
<b>FEMA Grants</b>	
Housing	\$ 244,173,460
Non-Housing	13,334,708
<b>FEMA Grant Administration Fees:</b>	
Housing	1,237,117
Non-Housing	86,423
<b>Subtotal FEMA Reimbursements</b>	<u>258,831,708</u>
Interest Income on Pooled Investments	\$ 1,060,642
Contributions from Others	1,030,050
<b>Total Receipts</b>	<u>\$ 260,922,400</u>
 <b><u>EXPENDITURES - HOUSING</u></b>	
<b>Direct Assistance - Housing</b>	
Rent	\$ 155,041,761
Utilities	25,892,115
Furniture	36,752,544
Household Goods	1,227,470
Subtotal Direct Assistance	<u>\$ 218,913,890</u>
Program Delivery & Management	\$ 38,870,008
Other Materials & Services	845,312
<b>Total Housing Expenses</b>	<u>\$ 258,629,210</u>
 <b><u>EXPENDITURES - NON HOUSING</u></b>	
City Dept Personnel Costs	
City Personnel - Labor & Benefits S/T	\$ 341,886
City Personnel - Labor & Benefits O/T	13,708,200
Subtotal City Personnel	<u>\$ 14,050,086</u>
Other City Dept Costs:	
Materials & Supplies	\$ 467,037
Force Equipment	181,245
Rentals - Equipment & Other	420,956
Contract Services	5,772,041
Professional Services (incl PW Admin)	1,058,840
Subtotal Other:	<u>\$ 7,900,119</u>
<b>Total Non Housing Expenses</b>	<u>21,950,205</u>
<b>Grand Total Housing &amp; Non Housing</b>	<u>\$ 280,579,415</u>
Excess (deficiency) of FEMA reimbursements over expenses	<u>\$ (19,657,016)</u>
 <b><u>Other Receipts and Sources of Funding</u></b>	
Advances from Fund 405	\$ 10,000,000
Subtotal Other Sources of Funding	<u>\$ 10,000,000</u>
<b>Excess (deficiency) of FEMA reimbursements and other funding sources over expenses</b>	<u>\$ (9,657,016)</u>

Disaster Recovery Fund  
For the period ended June 30, 2006  
(amounts expressed in thousands)

	Inception To Date	F & A Projection
<b>Revenues</b>		
Recoveries and Refund		
Insurance	\$ 32,724 (1)	\$ 32,724 (2)
FEMA	18,488	20,839
Miscellaneous	8	8
Interest Income	2,762	3,000
Total Revenues	53,982	56,571
<b>Expenditures</b>		
Personnel	1,986	1,986
Supplies	1,113	1,113
Contracts	51,071	52,102
Equipment	1,648	1,648
Total Expenditures	55,818	56,849 (3)
Net Current Activity	(1,836)	(278)
<b>Other financing sources</b>		
Advances:		
ALP Fund	25,000	25,000
Convention and Entertainment	17,165	17,165
Other Funds	-	47
Total other financing sources	42,165	42,212
<b>Other uses</b>		
Transfers out:		
General Fund	15,000	15,000
Convention and Entertainment	14,185	16,325
Police Special Services	600	600
Water/Sewer	-	991
Capital Equipment Acquisition	4,000	4,000
Future Available	-	5,018 (4)
Total other uses	33,785	41,934
Excess (deficiency) of revenues and other financing sources over expenditures and other (uses)	\$ 6,544	\$ -

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

(2) Final settlement on insurance claims.

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

(4) Assumed available when 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 June 30, 2006  
(amounts expressed in thousands)

	<u>Month Ended</u>	<u>YTD</u>
Cash Balance, Beginning of Month	\$ 234,068	\$ 67,142
<b>RECEIPTS:</b>		
Balance Sheet Transactions	6,276	43,110
TRANS Proceeds	0	184,021
Short-Term Borrowing	0	0
Taxable Note Proceeds	17	947
Ad Valorem Tax	8,712	736,249
Sales Tax	33,679	409,243
Mix Beverage Tax	0	8,865
Intergovernmental	4,404	26,767
Franchise Fees	12,879	195,051
Industrial Assessments	2,586	14,400
Licenses and Permits	1,826	17,757
Municipal Courts Fines	5,859	42,127
Interfund - Any Lawful Purpose	38,736	59,579
Interfund - Disaster Recovery Fund	0	0
Interfund - all other funds	16,337	71,569
Interest Appointment	2,628	11,800
Other	13,502	108,765
Total Receipts	<u>147,440</u>	<u>1,930,249</u>
<b>DISBURSEMENTS:</b>		
Balance Sheet Transactions	(1,004)	(38,274)
Payroll	(94,398)	(1,075,504)
Workers Compensation	(1,651)	(9,025)
Operating Transfer Out	(2,257)	(11,373)
Supplies	(3,300)	(44,186)
Contract Services	(10,449)	(99,133)
Rental & Leasings	(1,058)	(10,677)
Utilities	(7,846)	(65,628)
TRANS Repayment	(128,803)	(188,803)
TIRZ Payment	0	(30,423)
Interfund - Transfer to Rainy Day Fund	0	0
Interfund - Transfer to Debt Service	0	(195,000)
Interfund - all other funds	(688)	(19,293)
Capital Outlay	(269)	(5,027)
Other	(8,031)	(83,291)
Total Disbursements	<u>(259,754)</u>	<u>(1,875,637)</u>
Net Increase (Decrease) in Cash	<u>(112,314)</u>	<u>54,612</u>
Cash Balance, End of Month	<u>\$ 121,753</u>	<u>\$ 121,753</u>

Note: Totals may not add up due to rounding.

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

	FY2001		FY2002		FY2003	
	Actual	% of Total	Actual	% of Total	Actual	% of Total
<b>Revenues</b>						
General Property Taxes	\$ 572,432	45.0%	\$ 623,100	46.0%	\$ 636,028	47.1%
Industrial Assessments	16,906	1.3%	15,642	1.2%	15,014	1.1%
Sales Tax	329,705	25.9%	341,952	25.2%	322,538	23.9%
Electric Franchise	87,324	6.9%	91,455	6.8%	76,605	5.7%
Telephone Franchise	58,290	4.6%	58,695	4.3%	56,435	4.2%
Gas Franchise	17,672	1.4%	13,740	1.0%	14,693	1.1%
Other Franchise	12,473	1.0%	11,469	0.8%	12,941	1.0%
License and Permits	12,580	1.0%	12,559	0.9%	15,335	1.1%
Intergovernmental	8,074	0.6%	20,028	1.5%	23,202	1.7%
Charges for Services	31,020	2.4%	31,560	2.3%	37,422	2.8%
Direct Interfund Services	46,015	3.6%	62,590	4.6%	62,099	4.6%
Indirect Interfund Services	16,961	1.3%	15,095	1.1%	15,859	1.2%
Muni Courts Fines and Forfeits	40,236	3.2%	35,208	2.6%	42,433	3.1%
Other Fines and Forfeits	2,800	0.2%	2,379	0.2%	2,185	0.2%
Interest	11,108	0.9%	8,394	0.6%	6,893	0.5%
Miscellaneous/Other	9,053	0.7%	10,994	0.8%	11,057	0.8%
<b>Total Revenues</b>	<b>1,272,649</b>	<b>100.0%</b>	<b>1,354,860</b>	<b>100.0%</b>	<b>1,350,739</b>	<b>100.0%</b>
<b>Expenditures</b>						
Affirmative Action	1,806	0.1%	1,712	0.1%	1,808	0.1%
Building Services	25,562	2.0%	31,273	2.3%	28,265	2.1%
City Council	4,101	0.3%	4,220	0.3%	3,961	0.3%
City Secretary	808	0.1%	695	0.1%	686	0.0%
Controller	6,243	0.5%	6,214	0.5%	5,836	0.4%
Convention & Entertainment						
Finance and Administration	29,358	2.3%	31,221	2.3%	17,468	1.3%
Fire	235,392	18.6%	271,598	19.8%	279,618	20.3%
Health and Human Services	55,793	4.4%	55,076	4.0%	51,413	3.7%
Housing and Community Dev.	232	0.0%	206	0.0%	-	0.0%
Human Resources	3,380	0.3%	2,872	0.2%	2,581	0.2%
Information Technology	-	0.0%	-	0.0%	11,059	0.8%
Legal	11,121	0.9%	10,911	0.8%	10,710	0.8%
Library	36,240	2.9%	35,263	2.6%	33,485	2.4%
Mayor's Office	2,299	0.2%	1,924	0.1%	1,858	0.1%
Municipal Courts - Admin	15,257	1.2%	16,099	1.2%	15,776	1.1%
Municipal Courts - Justice	3,866	0.3%	3,743	0.3%	3,925	0.3%
Parks and Recreation	55,196	4.4%	55,999	4.1%	54,200	3.9%
Planning and Development	9,059	0.7%	8,319	0.6%	15,210	1.1%
Police	416,470	32.9%	443,750	32.3%	449,624	32.6%
Public Works and Engineering	55,288	4.4%	102,570	7.5%	85,692	6.2%
Solid Waste Management	60,123	4.7%	60,812	4.4%	61,535	4.5%
<b>Total Departmental</b>	<b>1,027,594</b>	<b>81.1%</b>	<b>1,144,477</b>	<b>83.2%</b>	<b>1,134,710</b>	<b>82.4%</b>
General Government	51,271	4.0%	61,683	4.5%	65,056	4.7%
Debt Service Transfer	162,000	12.8%	169,000	12.3%	178,000	12.9%
Operating Transfer	26,543	2.1%	0	0.0%	0	0.0%
<b>Total Expenditures</b>	<b>1,267,408</b>	<b>100.0%</b>	<b>1,375,160</b>	<b>100.0%</b>	<b>1,377,766</b>	<b>100.0%</b>
<b>Net Current Activity</b>	<b>5,241.00</b>		<b>(20,300.00)</b>		<b>(27,027.00)</b>	
<b>Change in Reserve for Working Capital</b>	<b>0</b>		<b>0</b>		<b>0</b>	
<b>Transfers from other funds</b>			<b>24,100</b>		<b>34,440</b>	
<b>Other Fin. Sources/Expen. Reductions</b>						
<b>Pension Bond Proceed</b>	<b>5,598</b>		<b>0</b>		<b>0</b>	
<b>Disaster Recovery Fund Transfer</b>	<b>0</b>		<b>0</b>		<b>15,000</b>	
<b>Change in Misc. Other Reserves</b>					<b>(2,594)</b>	
<b>Unreserved Fund Balance, Beg. of Year</b>	<b>70,666</b>		<b>81,482</b>		<b>85,282</b>	
<b>Unreserved Fund Balance, End of Year</b>	<b>81,482</b>		<b>85,282</b>		<b>142,112</b>	
<b>Designated for Sign Abatement</b>	<b>(2,073)</b>		<b>(2,073)</b>		<b>(2,074)</b>	
<b>Designated for Rainy Day Fund</b>			<b>(5,000)</b>		<b>(20,000)</b>	
<b>Designated for Capital Projects</b>	<b>0</b>		<b>0</b>		<b>0</b>	
<b>Designated for PIP</b>	<b>0</b>		<b>0</b>		<b>0</b>	
<b>Undesignated Fund Balance, End of Year</b>	<b>\$79,409</b>		<b>\$78,209</b>		<b>\$120,038</b>	

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

	FY2004		FY2005		FY2006	
	Actual	% of Total	Actual	% of Total	Projection	% of Total
<b>Revenues</b>						
General Property Taxes	\$ 660,999	47.3%	\$ 671,294	46.3%	\$ 704,070	45.5%
Industrial Assessments	15,153	1.1%	14,635	1.0%	14,250	0.9%
Sales Tax	347,982	24.9%	370,583	25.6%	420,435	27.2%
Electric Franchise	76,394	5.5%	77,760	5.4%	88,100	5.7%
Telephone Franchise	52,926	3.8%	49,714	3.4%	49,300	3.2%
Gas Franchise	16,535	1.2%	18,520	1.3%	21,975	1.4%
Other Franchise	15,524	1.1%	16,269	1.1%	16,571	1.1%
License and Permits	15,271	1.1%	17,692	1.2%	18,047	1.2%
Intergovernmental	19,524	1.4%	27,571	1.9%	36,915	2.4%
Charges for Services	40,526	2.9%	39,856	2.7%	42,143	2.7%
Direct Interfund Services	57,056	4.1%	61,233	4.2%	41,531	2.7%
Indirect Interfund Services	14,647	1.0%	11,031	0.8%	14,463	0.9%
Muni Courts Fines and Forfeits	45,005	3.2%	48,827	3.4%	43,392	2.8%
Other Fines and Forfeits	2,131	0.2%	2,424	0.2%	3,450	0.2%
Interest	5,130	0.4%	6,414	0.4%	11,009	0.7%
Miscellaneous/Other	11,946	0.9%	16,253	1.1%	22,245	1.4%
<b>Total Revenues</b>	<b>1,396,749</b>	<b>100.0%</b>	<b>1,450,076</b>	<b>100.0%</b>	<b>1,547,896</b>	<b>100.0%</b>
<b>Expenditures</b>						
Affirmative Action	1,655	0.1%	1,714	0.1%	1,649	0.1%
Building Services	24,554	1.8%	24,632	1.7%	37,660	2.4%
City Council	3,916	0.3%	4,266	0.3%	4,382	0.3%
City Secretary	777	0.1%	626	0.0%	638	0.0%
Controller	5,774	0.4%	5,959	0.4%	5,860	0.4%
Convention & Entertainment			0	0.0%	1,991	0.1%
Finance and Administration	18,624	1.3%	19,431	1.3%	19,737	1.3%
Fire	280,513	20.1%	291,352	19.9%	326,303	20.8%
Health and Human Services	50,873	3.6%	50,311	3.4%	44,519	2.8%
Housing and Community Dev.	0	0.0%		0.0%	-	0.0%
Human Resources	2,351	0.2%	2,217	0.2%	2,297	0.1%
Information Technology	12,443	0.9%	12,278	0.8%	11,824	0.8%
Legal	11,054	0.8%	10,675	0.7%	11,039	0.7%
Library	32,382	2.3%	33,222	2.3%	29,319	1.9%
Mayor's Office	1,822	0.1%	1,849	0.1%	2,135	0.1%
Municipal Courts - Admin	16,234	1.2%	16,350	1.1%	16,752	1.1%
Municipal Courts - Justice	3,942	0.3%	4,213	0.3%	4,282	0.3%
Parks and Recreation	43,050	3.1%	47,592	3.2%	48,727	3.1%
Planning and Development	13,966	1.0%	7,155	0.5%	6,996	0.4%
Police	470,865	33.8%	497,867	33.9%	540,989	34.5%
Public Works and Engineering	86,595	6.2%	88,865	6.1%	78,443	5.0%
Solid Waste Management	61,401	4.4%	66,989	4.6%	68,646	4.4%
<b>Total Departmental</b>	<b>1,142,791</b>	<b>81.9%</b>	<b>1,187,563</b>	<b>80.9%</b>	<b>1,264,188</b>	<b>80.6%</b>
General Government	86,909	6.2%	91,654	6.2%	110,003	7.0%
Debt Service Transfer	165,000	11.8%	188,000	12.8%	195,000	12.4%
Operating Transfer	0	0.0%	0	0.0%	0	0.0%
<b>Total Expenditures</b>	<b>1,394,700</b>	<b>100.0%</b>	<b>1,467,217</b>	<b>100.0%</b>	<b>1,569,191</b>	<b>100.0%</b>
<b>Net Current Activity</b>	<b>2,049</b>		<b>(17,141)</b>		<b>(21,295)</b>	
<b>Change in Reserve for Working Capital</b>			<b>0</b>		<b>0</b>	
<b>Transfers from other funds</b>	<b>6,800</b>		<b>1,028</b>		<b>0</b>	
<b>Other Fin. Sources/Expen. Reductions</b>					<b>0</b>	
<b>Pension Bond Proceed</b>			<b>48,599</b>		<b>59,000</b>	
<b>Disaster Recovery Fund Transfer</b>			<b>0</b>		<b>0</b>	
<b>Change in Misc. Other Reserves</b>			<b>(339)</b>		<b>0</b>	
<b>Unreserved Fund Balance, Beg. of Year</b>	<b>105,101</b>		<b>110,286</b>		<b>142,112</b>	
<b>Unreserved Fund Balance, End of Year</b>	<b>113,950</b>		<b>179,817</b>		<b>179,817</b>	
<b>Designated for Sign Abatement</b>	<b>(2,074)</b>		<b>(2,070)</b>		<b>(2,070)</b>	
<b>Designated for Rainy Day Fund</b>	<b>(20,000)</b>		<b>(20,000)</b>		<b>(20,000)</b>	
<b>Designated for Capital Projects</b>			<b>0</b>		<b>0</b>	
<b>Designated for PIP</b>			<b>0</b>		<b>0</b>	
<b>Undesignated Fund Balance, End of Year</b>	<b>\$ 91,876</b>		<b>\$ 120,042</b>		<b>\$ 157,747</b>	

Aviation Operating Fund  
For the period ended June 30, 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	101,257	\$ 102,626	\$ 102,626
Bldg and Ground Area	151,417	183,241	183,241	179,344	179,867	179,867
Parking and Concession	97,286	105,349	105,349	108,969	109,382	109,382
Other	2,866	1,274	1,274	4,416	4,416	4,416
Total Operating Revenues	<u>353,641</u>	<u>395,049</u>	<u>395,049</u>	<u>393,986</u>	<u>396,291</u>	<u>396,291</u>
<b>Operating Expenses</b>						
Personnel	113,892	79,377	79,377	78,172	78,172	78,172
Supplies	5,710	6,449	7,195	6,601	6,813	6,813
Services	103,654	118,632	126,286	117,002	117,803	117,803
Non-Capital Outlay	716	1,010	1,010	640	875	875
Total Operating Expenses	<u>223,972</u>	<u>205,468</u>	<u>213,868</u>	<u>202,415</u>	<u>203,663</u>	<u>203,663</u>
Operating Income (Loss)	<u>129,669</u>	<u>189,581</u>	<u>181,181</u>	<u>191,571</u>	<u>192,628</u>	<u>192,628</u>
<b>Nonoperating Revenues (Expenses)</b>						
Interest Income	10,435	9,500	9,500	17,742	17,742	17,742
Other	4,175	0	0	1,453	1,453	1,453
<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>19,195</u>	<u>19,195</u>	<u>19,195</u>
Income (Loss) Before Operating Transfers	<u>144,279</u>	<u>199,081</u>	<u>190,681</u>	<u>210,766</u>	<u>211,823</u>	<u>211,823</u>
<b>Operating Transfers</b>						
Interfund Transfer - Oper Reserve	2,842	3,000	3,000	4,421	4,421	4,421
Debt Service Principal	28,182	31,727	31,727	31,727	33,362	33,362
Debt Service Interest	58,743	93,122	93,122	60,424	63,982	63,982
Renewal and Replacement	0	500	500	0	0	0
Capital Improvement	54,561	70,732	70,432	114,194	110,058	110,058
Total Operating Transfers	<u>144,328</u>	<u>199,081</u>	<u>198,781</u>	<u>210,766</u>	<u>211,823</u>	<u>211,823</u>
Net Income (Loss)						
Operating Fund Only	\$ <u>(49)</u>	\$ <u>0</u>	\$ <u>(8,100)</u>	<u>0</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 June 30, 2006  
 (amounts expressed in thousands)

	FY2005 Actual	FY2006				
		Adopted Budget	Current Budget	YTD	Controllers Projection	F & A Projection
<b>Operating Revenues</b>						
Facility Rentals	\$ 6,673	\$ 5,951	\$ 5,951	\$ 6,251	\$ 6,515	\$ 6,515
Parking	8,882	9,252	9,252	8,364	9,018	9,018
Food and Beverage Concessions	3,373	2,788	2,788	3,844	3,864	3,864
Contract Cleaning	248	192	192	260	260	260
Total Operating Revenues	<u>19,176</u>	<u>18,183</u>	<u>18,183</u>	<u>18,719</u>	<u>19,657</u>	<u>19,657</u>
<b>Operating Expenses</b>						
Personnel	10,672	7,068	7,483	7,395	7,395	7,395
Supplies	562	682	751	605	614	614
Services	21,284	25,304	25,425	22,991	23,045	23,045
Total Operating Expenses	<u>32,518</u>	<u>33,054</u>	<u>33,659</u>	<u>30,991</u>	<u>31,054</u>	<u>31,054</u>
Operating Income (Loss)	<u>(13,342)</u>	<u>(14,871)</u>	<u>(15,476)</u>	<u>(12,272)</u>	<u>(11,397)</u>	<u>(11,397)</u>
<b>Nonoperating Revenues (Expenses)</b>						
Hotel Occupancy Tax						
Current	40,850	45,000	45,000	52,053	52,053	52,053
Delinquent	1,416	900	900	1,163	1,163	1,163
Advertising Services	(9,892)	(10,350)	(10,350)	(8,478)	(10,350)	(10,350)
Promotion Contracts	(8,172)	(8,550)	(8,550)	(8,550)	(8,550)	(8,550)
Contracts/Sponsorships	<u>(1,745)</u>	<u>(2,577)</u>	<u>(2,547)</u>	<u>(1,951)</u>	<u>(1,951)</u>	<u>(1,951)</u>
Net Hotel Occupancy Tax	<u>22,457</u>	<u>24,423</u>	<u>24,453</u>	<u>34,237</u>	<u>32,365</u>	<u>32,365</u>
Interest Income	1,028	1,000	1,000	1,540	1,540	1,540
Capital Outlay	(1)	(2,969)	(3,763)	(1,028)	(1,028)	(1,028)
Non-Capital Outlay	(57)	(128)	(140)	(103)	(103)	(103)
Other Interest	(276)	(900)	(900)	(880)	(880)	(880)
Other	4,518	2,162	2,162	4,093	4,093	4,093
<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>22,812</u>	<u>37,859</u>	<u>35,987</u>	<u>35,987</u>
Income (Loss) Before Operating Transfers	<u>14,327</u>	<u>8,717</u>	<u>7,336</u>	<u>25,587</u>	<u>24,590</u>	<u>24,590</u>
<b>Operating Transfers</b>						
Transfers for Interest	6,538	8,633	7,252	7,138	7,138	7,138
Transfers for Principal	6,548	7,230	7,230	7,230	7,230	7,230
Interfund Transfers Out	1,644	0	0	11	746	746
Miller Outdoor Theater Transfer	(442)	(1,119)	(1,119)	(1,000)	(1,000)	(1,000)
Transfers to(from) Special	<u>(2,500)</u>	<u>(1,700)</u>	<u>(1,700)</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Operating Transfers	<u>11,788</u>	<u>13,044</u>	<u>11,663</u>	<u>13,379</u>	<u>14,114</u>	<u>14,114</u>
Net Income (Loss)						
Operating Fund Only	<u>\$ 2,539</u>	<u>\$ (4,327)</u>	<u>\$ (4,327)</u>	<u>\$ 12,208</u>	<u>\$ 10,476</u>	<u>\$ 10,476</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 June 30, 2006  
(amounts expressed in thousands)

	FY2005 Actual	FY2006				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F&A Projection
<b>Operating Revenues</b>						
Water Sales	\$ 301,227	\$ 313,361	\$ 313,361	\$ 334,052	\$ 334,052	\$ 334,052
Sewer Sales	288,459	302,653	302,653	310,373	310,373	310,373
Penalties	4,605	4,005	4,005	5,085	5,085	5,085
Other	4,583	4,078	4,078	4,931	4,931	4,931
Total Operating Revenues	<u>598,874</u>	<u>624,097</u>	<u>624,097</u>	<u>654,441</u>	<u>654,441</u>	<u>654,441</u>
<b>Operating Expenses</b>						
Personnel	176,786	130,480	120,214	116,550	116,895	116,895
Supplies	29,313	29,107	31,002	28,895	29,305	29,305
Electricity and Gas	49,825	52,421	64,862	63,952	67,625	67,625
Contracts & Other Payments	75,865	100,583	101,334	89,290	93,262	93,262
Non-Capital Equipment	1,011	1,468	1,552	1,271	1,271	1,271
Total Operating Expenses	<u>332,800</u>	<u>314,059</u>	<u>318,964</u>	<u>299,958</u>	<u>308,358</u>	<u>308,358</u>
Operating Income (Loss)	<u>266,074</u>	<u>310,038</u>	<u>305,133</u>	<u>354,483</u>	<u>346,083</u>	<u>346,083</u>
<b>Nonoperating Revenues (Expenses)</b>						
Interest Income	7,872	5,300	5,300	15,571	15,571	15,571
Sale of Property, Mains and Scrap	1,035	808	808	5,360	5,360	5,360
Other	0	7,614	7,614	8,778	8,778	8,778
<b>Other Financing Sources - Pension Bond</b>						
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	15,558	15,558	15,558
CIP Salary Recovery	0	3,140	3,140	0	0	0
HAWC	(1,677)	(9,075)	(7,709)	(6,242)	(6,242)	(6,242)
CWA & TRA Contracts (P & I)	<u>(31,546)</u>	<u>(32,219)</u>	<u>(27,819)</u>	<u>(32,219)</u>	<u>(32,219)</u>	<u>(32,219)</u>
Total Nonoperating Rev (Exp)	<u>(8,819)</u>	<u>(10,432)</u>	<u>(4,666)</u>	<u>6,806</u>	<u>6,806</u>	<u>6,806</u>
Income (Loss) Before Operating Transfers	<u>257,255</u>	<u>299,606</u>	<u>300,467</u>	<u>361,289</u>	<u>352,889</u>	<u>352,889</u>
<b>Operating Transfers</b>						
Debt Service Transfer	188,270	232,730	232,730	223,226	223,226	223,226
Transfer to PIB - Water & Sewer	27,822	26,282	26,282	26,257	26,257	26,257
Discretionary Debt	0	1,605	7,016	4,483	4,483	4,483
Equipment Acquisition	0	13,357	14,215	7,557	8,387	8,387
Transfer to Stormwater	30,000	31,300	31,300	31,300	31,300	31,300
Total Operating Transfers	<u>246,092</u>	<u>305,274</u>	<u>311,543</u>	<u>292,823</u>	<u>293,653</u>	<u>293,653</u>
Net Current Activity						
Operating Fund Only	\$ <u>11,163</u>	\$ <u>(5,668)</u>	\$ <u>(11,076)</u>	\$ <u>68,466</u>	\$ <u>59,236</u>	\$ <u>59,236</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 June 30, 2006  
(amounts expressed in thousands)

	FY2005 Actual	FY2006				
		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	\$ 162	\$ 162	\$ 162
Total Revenues	<u>45</u>	<u>50</u>	<u>50</u>	<u>162</u>	<u>162</u>	<u>162</u>
<b>Expenditures</b>						
Personnel	16,134	18,010	16,953	16,045	16,072	16,072
Supplies	1,556	1,347	1,884	1,778	1,884	1,884
Other Services	10,438	13,429	12,867	10,962	11,768	11,768
Capital Outlay	123	2,445	2,982	1,794	2,584	2,584
Total Expenditures	<u>28,251</u>	<u>35,231</u>	<u>34,686</u>	<u>30,579</u>	<u>32,308</u>	<u>32,308</u>
<b>Other Financing Sources (Uses)</b>						
Interest Income	106	100	100	79	79	79
Operating Transfers In	30,000	31,300	31,300	31,300	31,300	31,300
Operating Transfers Out	0	0	(545)	(545)	(545)	(545)
Total Other Financing Sources (Uses)	<u>30,106</u>	<u>31,400</u>	<u>30,855</u>	<u>30,834</u>	<u>30,834</u>	<u>30,834</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing (Uses)						
	1,900	(3,781)	(3,781)	417	(1,312)	(1,312)
<b>Pension Bond Proceeds</b>						
	436	1,000	1,000	1,000	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>\$ 5,445</u>	<u>\$ 3,716</u>	<u>\$ 3,716</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 June 30, 2006  
(amounts expressed in thousands)

	FY2006					
	FY2005 Actual	Adopted Budget	Current Budget	YTD	Controller's Projection	F & A Projection
<b>Operating Revenues</b>						
City Medical Plans	\$ 200,879	\$ 234,349	\$ 234,349	\$ 215,967	\$ 215,967	\$ 215,967
City Dental Plans	7,811	8,483	8,483	7,973	7,973	7,973
City Life Insurance Plans	5,230	5,565	5,565	5,413	5,413	5,413
Health Flexible Spending Account	0	0	0	72	72	72
Dependent Care Reimbursement	139	160	160	154	154	154
<b>Operating Revenues</b>	<u>214,059</u>	<u>248,557</u>	<u>248,557</u>	<u>229,579</u>	<u>229,579</u>	<u>229,579</u>
<b>Operating Expenses</b>						
City Medical Plan Claims	198,162	231,299	215,865	212,607	212,607	212,607
City Dental Plan Claims	7,811	8,483	8,050	7,973	7,973	7,973
City Life Insurance Plans	5,226	5,565	5,517	5,409	5,409	5,409
Administrative Costs	2,651	3,450	3,450	3,104	3,104	3,104
Health Flexible Spending Account	0	0	35	39	39	39
Dependent Care	139	160	160	154	154	154
<b>Operating Expenses</b>	<u>213,989</u>	<u>248,957</u>	<u>233,077</u>	<u>229,286</u>	<u>229,286</u>	<u>229,286</u>
Operating Income (Loss)	70	(400)	15,480	293	293	293
<b>Nonoperating Revenues (Expenses)</b>						
Interest Income	437	350	350	390	390	390
Prior Year Expense Recovery	2	50	50	1,007	1,007	1,007
<b>Nonoperating Revenues (Expenses)</b>	<u>439</u>	<u>400</u>	<u>400</u>	<u>1,397</u>	<u>1,397</u>	<u>1,397</u>
Pension Bond Proceeds	0	0	0	0	0	0
Net Income (Loss)	509	0	15,880	1,690	1,690	1,690
Net Assets, Beginning of Year	768	1,277	1,277	1,277	1,277	1,277
Net Assets, End of Year	<u>\$ 1,277</u>	<u>\$ 1,277</u>	<u>\$ 17,157</u>	<u>\$ 2,967</u>	<u>\$ 2,967</u>	<u>\$ 2,967</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 June 30, 2006  
(amounts expressed in thousands)

	FY2006					
	FY2005 Actual	Adopted Budget	Current Budget	YTD	Controller's Projection	F & A Projection
<b>Operating Revenues</b>						
Contributions	\$ 1,315	\$ 2,090	\$ 2,090	\$ 2,262	\$ 2,262	\$ 2,262
GASB 10 Operating Transfer	0	0	0	0	0	0
<b>Operating Revenues</b>	<u>1,315</u>	<u>2,090</u>	<u>2,090</u>	<u>2,262</u>	<u>2,262</u>	<u>2,262</u>
<b>Operating Expenses</b>						
Management Consulting Services	11	12	12	11	11	11
Claims Payment Services	142	155	155	140	140	140
Employee Medical Claims	1,240	2,082	2,272	1,467	1,467	1,467
<b>Operating Expenses</b>	<u>1,393</u>	<u>2,249</u>	<u>2,439</u>	<u>1,618</u>	<u>1,618</u>	<u>1,618</u>
Operating Income (Loss)	(78)	(159)	(349)	644	644	644
<b>Nonoperating Revenues (Expenses)</b>						
Interest Income	165	158	158	280	280	280
Prior Year Expense Recovery	0	0	0	0	0	0
<b>Nonoperating Revenues (Expenses)</b>	<u>165</u>	<u>158</u>	<u>158</u>	<u>280</u>	<u>280</u>	<u>280</u>
Net Income (Loss)	87	(1)	(191)	924	924	924
Net Assets, Beginning of Year	(70)	17	17	17	17	17
Net Assets, End of Year	<u>\$ 17</u>	<u>\$ 16</u>	<u>\$ (174)</u>	<u>\$ 941</u>	<u>\$ 941</u>	<u>\$ 941</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 June 30, 2006  
(amounts expressed in thousands)

	FY2005 Actual	FY2006				F & A Projection
		Adopted Budget	Current Budget	YTD	Controller's Projection	
<b>Operating Revenues</b>						
Interfund Legal Services	\$ 13,327	\$ 20,791	\$ 20,791	\$ 14,453	\$ 15,912	\$ 15,912
Recoveries, Prior and Misc.	1	0	0	3	3	3
<b>Operating Revenues</b>	<u>13,328</u>	<u>20,791</u>	<u>20,791</u>	<u>14,456</u>	<u>15,915</u>	<u>15,915</u>
<b>Operating Expenses</b>						
Personnel	2,243	2,427	2,427	2,151	2,151	2,151
Supplies	36	49	49	39	39	39
Services:						
Insurance Fees/Adm.	6,441	7,103	7,103	8,755	8,755	8,755
Claims and Judgments	2,900	8,880	8,880	3,587	3,587	3,587
Other Services	1,708	2,332	2,332	1,383	1,383	1,383
Capital Outlay	0	0	0	0	0	0
<b>Operating Expenses</b>	<u>13,328</u>	<u>20,791</u>	<u>20,791</u>	<u>15,915</u>	<u>15,915</u>	<u>15,915</u>
Operating Income (Loss)	0	0	0	(1,459)	0	0
<b>Nonoperating Revenues (Expenses)</b>						
Interest Income	0	0	0	0	0	0
<b>Nonoperating Revenues (Expenses)</b>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Pension Bond Proceeds</b>	0	0	0	0	0	0
Net Income (Loss)	0	0	0	(1,459)	0	0
Net Assets, Beginning of Year	84	84	84	84	84	84
Net Assets, End of Year	<u>\$ 84</u>	<u>\$ 84</u>	<u>\$ 84</u>	<u>\$ (1,375)</u>	<u>\$ 84</u>	<u>\$ 84</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 June 30, 2006  
(amounts expressed in thousands)

	FY2005 Actual	FY2006				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F & A Projection
<b>Operating Revenues</b>						
Contributions	\$ 22,411	\$ 27,665	\$ 27,665	\$ 18,709	\$ 18,709	\$ 18,709
<b>Operating Revenues</b>	<u>22,411</u>	<u>27,665</u>	<u>27,665</u>	<u>18,709</u>	<u>18,709</u>	<u>18,709</u>
<b>Operating Expenses</b>						
Personnel	1,989	2,241	2,241	1,930	1,930	1,930
Supplies	28	40	42	36	36	36
Current Year Claims	20,195	24,989	24,989	15,963	15,963	15,963
Services	364	477	476	409	409	409
Capital Outlay	24	0	0	0	0	0
Non-Capital Outlay	12	6	6	6	6	6
<b>Operating Expenses</b>	<u>22,612</u>	<u>27,754</u>	<u>27,754</u>	<u>18,344</u>	<u>18,344</u>	<u>18,344</u>
Operating Income (Loss)	(201)	(89)	(89)	365	365	365
<b>Nonoperating Revenues (Expenses)</b>						
Interest Income	117	85	85	66	66	66
Prior Year Recoveries	13	0	0	0	0	0
Other	4	4	4	6	6	6
<b>Nonoperating Revenues (Expenses)</b>	<u>134</u>	<u>89</u>	<u>89</u>	<u>72</u>	<u>72</u>	<u>72</u>
<b>Pension Bond Proceeds</b>	67	0	0	0	0	0
Net Income (Loss)	0	0	0	437	437	437
Net Assets, Beginning of Year	0	0	0	0	0	0
Net Assets, End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 437</u>	<u>\$ 437</u>	<u>\$ 437</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.

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### **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.

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### **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.

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### **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.

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### **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.

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### **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.

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### **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.

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### **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.

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### **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.

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### **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.

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### **Supplemental Environmental Protection Fund (Fund 236)**

Environmental Investigations or Rat-On-a-Rat (ROAR) use Supplemental Environmental Funds for the advancement of the goals of clean air, water, and to enhance the community environment impacted by criminal environmental violators.

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### **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.

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Asset Forfeiture Special Revenue Fund  
For the period ended June 30, 2006  
(amounts expressed in thousands)

	FY2005 Actual	FY2006				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F&A Projection
<b>Revenues</b>						
Confiscations	\$ 4,237	\$ 3,981	\$ 3,981	\$ 6,844	\$ 6,844	\$ 6,844
Interest Income	38	19	19	214	214	214
Other	0	0	0	0	0	0
Total Revenues	<u>4,275</u>	<u>4,000</u>	<u>4,000</u>	<u>7,057</u>	<u>7,058</u>	<u>7,057</u>
<b>Expenditures</b>						
Personnel	1,335	2,250	2,000	1,994	1,994	1,994
Supplies	363	453	453	386	392	392
Other Services	688	1,097	1,097	634	629	629
Capital Outlay	16	100	1,525	186	186	186
Non-Capital Outlay	53	100	125	103	103	103
Total Expenditures	<u>2,455</u>	<u>4,000</u>	<u>5,200</u>	<u>3,303</u>	<u>3,304</u>	<u>3,304</u>
Net Current Activity	1,820	0	(1,200)	3,755	3,754	3,754
Fund Balance, Beginning of Year	<u>667</u>	<u>2,487</u>	<u>2,487</u>	<u>2,487</u>	<u>2,487</u>	<u>2,487</u>
Fund Balance, End of Year	<u>\$ 2,487</u>	<u>\$ 2,487</u>	<u>\$ 1,287</u>	<u>\$ 6,241</u>	<u>\$ 6,241</u>	<u>\$ 6,241</u>

Auto Dealers  
For the period ended June 30, 2006  
(amounts expressed in thousands)

	FY2005 Actual	FY2006				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F&A Projection
<b>Revenues</b>						
Auto Dealers Licenses	\$ 805	\$ 1,921	\$ 1,921	1,223	\$ 1,223	\$ 1,223
Vehicle Storage Notification	288	220	220	367	367	367
Vehicle Auction Fees	796	374	374	405	405	405
Interest Income	63	55	55	56	56	56
Other	1,354	1,350	1,350	1,749	1,749	1,749
Total Revenues	<u>3,306</u>	<u>3,920</u>	<u>3,920</u>	<u>3,801</u>	<u>3,801</u>	<u>3,801</u>
<b>Expenditures</b>						
Personnel	2,109	2,293	2,293	2,251	2,259	2,259
Supplies	195	247	247	194	194	194
Other Services	460	1,849	670	358	358	358
Capital Outlay	6	0	80	79	79	79
Transfer Out	1,029	0	1,100	1,028	1,028	1,028
Total Expenditures	<u>3,799</u>	<u>4,389</u>	<u>4,389</u>	<u>3,911</u>	<u>3,918</u>	<u>3,918</u>
Pension Bond Proceeds	91	0	0	0	0	0
Net Current Activity	(402)	(469)	(469)	(109)	(117)	(117)
Fund Balance, Beginning of Year	<u>1,264</u>	<u>862</u>	<u>862</u>	<u>862</u>	<u>862</u>	<u>862</u>
Fund Balance, End of Year	<u>\$ 862</u>	<u>\$ 393</u>	<u>\$ 393</u>	<u>753</u>	<u>\$ 745</u>	<u>\$ 745</u>

Building Inspection Special Revenue Fund  
For the period ended June 30, 2006  
(amounts expressed in thousands)

	FY2005 Actual	Adopted Budget	Current Budget	FY2006		
				YTD	Controller's Projection	F&A Projection
<b>Revenues</b>						
Permits and Licenses	\$ 19,067	\$ 20,430	\$ 20,430	\$ 20,850	\$ 20,850	\$ 20,850
Charges for Services	3,591	3,228	3,228	3,458	3,458	3,458
Other	619	6,757	6,757	4,576	4,576	4,576
Interest Income	184	229	229	185	185	185
<b>Total Revenues</b>	<u>23,461</u>	<u>30,644</u>	<u>30,644</u>	<u>29,069</u>	<u>29,069</u>	<u>29,069</u>
<b>Expenditures</b>						
Personnel	18,681	26,119	26,119	25,717	25,718	25,718
Supplies	432	920	920	617	654	654
Other Services	3,429	6,023	6,023	3,821	4,420	4,420
Capital Outlay	1,261	1,212	1,212	529	529	529
Non-Capital Outlay	0	498	498	154	154	154
<b>Total Expenditures</b>	<u>23,803</u>	<u>34,772</u>	<u>34,772</u>	<u>30,838</u>	<u>31,475</u>	<u>31,475</u>
Net Current Activity	<u>(342)</u>	<u>(4,128)</u>	<u>(4,128)</u>	<u>(1,769)</u>	<u>(2,406)</u>	<u>(2,406)</u>
<b>Other financing sources (uses)</b>						
Operating Transfers Out	0	0	0	(733)	(733)	(733)
<b>Total other financing sources (uses)</b>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(733)</u>	<u>(733)</u>	<u>(733)</u>
<b>Pension Bond Proceeds</b>	567	2,000	2,000	2,000	2,000	2,000
Net Current Activity	(342)	(4,128)	(4,128)	(2,502)	(3,139)	(3,139)
Fund Balance, Beginning of Year	6,164	6,389	6,389	6,389	6,389	6,389
Fund Balance, End of Year	<u>\$ 6,389</u>	<u>\$ 4,261</u>	<u>\$ 4,261</u>	<u>\$ 5,887</u>	<u>\$ 5,250</u>	<u>\$ 5,250</u>

Building Security Fund  
For the period ending June 30, 2006  
(amounts expressed in thousands)

	FY2005 Actual	Adopted Budget	Current Budget	FY2006		
				YTD	Controller's Projection	F&A Projection
<b>Revenues</b>						
Current Revenues	\$ 709	\$ 904	\$ 904	\$ 972	\$ 972	\$ 972
<b>Total Revenues</b>	<u>709</u>	<u>904</u>	<u>904</u>	<u>972</u>	<u>972</u>	<u>972</u>
<b>Expenditures</b>						
Personnel	681	794	794	786	786	786
Supplies	0	6	6	5	5	4
Other Services	99	206	216	105	105	106
Equipment	0	430	420	84	84	84
<b>Total Expenditures</b>	<u>780</u>	<u>1,435</u>	<u>1,435</u>	<u>980</u>	<u>980</u>	<u>980</u>
Net Current Activity	(71)	(532)	(532)	(8)	(8)	(8)
<b>Pension Bond Proceeds</b>	24	0	0	0	-	-
Fund Balance, Beginning of Year	879	832	832	832	832	832
Fund Balance, End of Year	<u>\$ 832</u>	<u>\$ 300</u>	<u>\$ 300</u>	<u>\$ 824</u>	<u>\$ 824</u>	<u>\$ 824</u>

Cable TV  
For the period ended June 30, 2006  
(amounts expressed in thousands)

	FY2005 Actual	FY2006				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F&A Projection
<b>Revenues</b>						
Current Revenues	\$ 1,841	\$ 1,810	\$ 1,810	\$ 1,982	\$ 1,982	\$ 1,982
Total Revenues	<u>1,841</u>	<u>1,810</u>	<u>1,810</u>	<u>1,982</u>	<u>1,982</u>	<u>1,982</u>
<b>Expenditures</b>						
Maintenance and Operations	1,629	1,804	1,739	1,066	1,314	1,314
Equipment	19	100	165	133	133	133
Debt Services	0	0	0	0	0	0
TOTAL EXPENDITURES	<u>1,648</u>	<u>1,904</u>	<u>1,904</u>	<u>1,199</u>	<u>1,447</u>	<u>1,447</u>
Net Current Activity	193	(94)	(94)	783	535	535
Pension Bond Proceeds	19	0	0	0	0	0
FUND BALANCE, Beginning of Year	<u>465</u>	<u>677</u>	<u>677</u>	<u>677</u>	<u>677</u>	<u>677</u>
FUND BALANCE, End of Year	<u>\$ 677</u>	<u>\$ 583</u>	<u>\$ 583</u>	<u>\$ 1,460</u>	<u>\$ 1,212</u>	<u>\$ 1,212</u>

Child Safety Fund  
For the period ended June 30, 2006  
(amounts expressed in thousands)

	FY2005 Actual	FY2006				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F&A Projection
<b>Revenues</b>						
Interest on Investments	\$ 31	\$ 45	\$ 45	67	\$ 67	\$ 67
Municipal Courts Collections	1,128	2,040	2,040	895	895	895
Harris County Collections	2,138	1,300	1,300	2,186	2,186	2,186
Total Revenues	<u>3,297</u>	<u>3,385</u>	<u>3,385</u>	<u>3,148</u>	<u>3,148</u>	<u>3,148</u>
<b>Expenditures</b>						
School Crossing Guard Program	3,739	3,382	3,382	1,882	3,145	3,145
Miscellaneous Parts and Supplies	3	3	3	3	3	3
Total Expenditures	<u>3,742</u>	<u>3,385</u>	<u>3,385</u>	<u>1,885</u>	<u>3,148</u>	<u>3,148</u>
Net Current Activity	(445)	0	0	1,262	0	0
Fund Balance, Beginning of Year	<u>447</u>	<u>2</u>	<u>2</u>	<u>2</u>	<u>2</u>	<u>2</u>
Fund Balance, End of Year	<u>\$ 2</u>	<u>\$ 2</u>	<u>\$ 2</u>	<u>1,264</u>	<u>\$ 2</u>	<u>\$ 2</u>

Houston Emergency Center  
For the period ended June 30, 2006  
(amounts expressed in thousands)

	FY2005 Actual	FY2006				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F&A Projection
<b>Revenues</b>						
Current Revenues	\$ 13,569	\$ 17,403	\$ 17,403	\$ 14,414	\$ 16,083	\$ 16,083
Total Revenues	<u>13,569</u>	<u>17,403</u>	<u>17,403</u>	<u>14,414</u>	<u>16,083</u>	<u>16,083</u>
<b>Expenditures</b>						
Maintenance and Operations	13,952	19,351	19,351	15,249	15,614	15,614
Total Expenditures	<u>13,952</u>	<u>19,351</u>	<u>19,351</u>	<u>15,249</u>	<u>15,614</u>	<u>15,614</u>
<b>Pension Bond Proceeds</b>	383	1,000	1,000	1,000	1,000	1,000
Net Current Activity	(383)	(1,948)	(1,948)	(835)	469	469
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>\$ (948)</u>	<u>\$ (948)</u>	<u>\$ 165</u>	<u>\$ 1,469</u>	<u>\$ 1,469</u>

Houston Transtar Center  
For the period ended June 30, 2006  
(amounts expressed in thousands)

	FY2005 Actual	FY2006				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F&A Projection
<b>Revenues</b>						
Other Grant Awards	\$ 1,237	\$ 1,220	\$ 1,220	\$ 994	\$ 1,220	\$ 1,220
Other Service Charges	458	476	476	476	476	476
Misc. Revenue	1	1	1	2	2	2
Interest Income	10	9	9	11	11	11
Total Revenues	<u>1,706</u>	<u>1,706</u>	<u>1,706</u>	<u>1,483</u>	<u>1,709</u>	<u>1,709</u>
<b>Expenditures</b>						
Maintenance and Operations	1,611	1,735	1,735	1,602	1,677	1,677
Total Expenditures	<u>1,611</u>	<u>1,735</u>	<u>1,735</u>	<u>1,602</u>	<u>1,677</u>	<u>1,677</u>
Net Current Activity	95	(29)	(29)	(119)	32	32
<b>Pension Bond Proceeds</b>	14	0	0	0	0	0
Fund Balance, Beginning of Year	<u>24</u>	<u>133</u>	<u>133</u>	<u>133</u>	<u>133</u>	<u>133</u>
Fund Balance, End of Year	<u>\$ 133</u>	<u>\$ 104</u>	<u>\$ 104</u>	<u>\$ 14</u>	<u>\$ 165</u>	<u>\$ 165</u>

Parks Special Revenue Fund  
For the period ended June 30, 2006  
(amounts expressed in thousands)

	FY2005 Actual	FY2006				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F&A Projection
<b>Revenues</b>						
Concessions	\$ 1,426	\$ 1,456	\$ 1,456	\$ 1,496	\$ 1,496	\$ 1,496
Zoo/Facility Admissions	28	28	28	22	22	22
Program Fees	331	347	347	350	350	350
Rental of Property	1,290	1,265	1,265	1,336	1,336	1,336
Licenses and Permits	116	96	96	150	150	150
Interest Income	64	60	60	108	108	108
Golf and Tennis	2,816	2,800	2,800	2,966	2,966	2,966
Other	177	113	113	77	77	77
<b>Total Revenues</b>	<b>6,248</b>	<b>6,165</b>	<b>6,165</b>	<b>6,505</b>	<b>6,505</b>	<b>6,505</b>
<b>Expenditures</b>						
Personnel	3,872	4,184	4,184	4,042	4,042	4,042
Supplies	929	935	986	862	872	872
Other Services	964	1,069	1,163	909	913	913
Capital Outlay	0	231	231	0	0	0
Non-Capital Outlay	0	0	0	0	0	0
<b>Total Expenditures</b>	<b>5,765</b>	<b>6,419</b>	<b>6,564</b>	<b>5,813</b>	<b>5,827</b>	<b>5,827</b>
<b>Operating Transfers</b>						
Operating Transfers Out	0	350	350	350	350	350
<b>Total Operating Transfers Out</b>	<b>0</b>	<b>350</b>	<b>350</b>	<b>350</b>	<b>350</b>	<b>350</b>
<b>Pension Bond Proceeds</b>	<b>97</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Net Current Activity	580	(604)	(749)	342	328	328
Fund Balance, Beginning of Year	1,967	2,547	2,547	2,547	2,547	2,547
<b>Fund Balance, End of Year</b>	<b>\$ 2,547</b>	<b>\$ 1,943</b>	<b>\$ 1,798</b>	<b>\$ 2,889</b>	<b>\$ 2,875</b>	<b>\$ 2,875</b>

Police Special Services Fund  
For the period ended June 30, 2006  
(amounts expressed in thousands)

	FY2005 Actual	FY2006				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F&A Projection
<b>Revenues</b>						
Police Fees	\$ 7,882	\$ 10,874	\$ 10,874	\$ 8,414	\$ 10,214	\$ 10,214
Interest Income	130	120	120	255	255	255
Other	968	586	586	(489)	(489)	(489)
Interfund Transfers	0	0	0	0	0	0
<b>Total Revenues</b>	<b>8,980</b>	<b>11,579</b>	<b>11,579</b>	<b>8,181</b>	<b>9,981</b>	<b>9,981</b>
<b>Expenditures</b>						
Personnel	3,477	5,715	5,715	2,969	4,144	4,144
Supplies	1,106	1,686	1,683	1,464	1,464	1,464
Other Services	1,569	5,543	5,543	2,504	2,504	2,504
Equipment	346	1,349	1,349	828	828	828
Non-Capital Outlay	0	0	3	10	10	10
Interfund Transfers	2,480	577	577	0	0	0
<b>Total Expenditures</b>	<b>8,978</b>	<b>14,870</b>	<b>14,870</b>	<b>7,775</b>	<b>8,950</b>	<b>8,950</b>
<b>Pension Bond Proceeds</b>	<b>5</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Net Current Activity	2	(3,291)	(3,291)	405	1,031	1,031
Fund Balance, Beginning of Year	4,097	4,104	4,104	4,104	4,104	4,104
<b>Fund Balance, End of Year</b>	<b>\$ 4,104</b>	<b>\$ 814</b>	<b>\$ 814</b>	<b>\$ 4,510</b>	<b>\$ 5,136</b>	<b>\$ 5,136</b>

Sign Administration  
For the period ending June 30, 2006  
(amounts expressed in thousands)

	FY2005 Actual	FY2006				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F&A Projection
<b>Revenues</b>						
Sign and Permit Fees	\$ 1,841	\$ 1,832	\$ 1,832	\$ 2,068	\$ 2,068	\$ 2,068
Interest Income	41	38	38	67	67	67
Miscellaneous	7	0	0	9	9	9
<b>Total Revenues</b>	<u>1,889</u>	<u>1,870</u>	<u>1,870</u>	<u>2,144</u>	<u>2,144</u>	<u>2,144</u>
<b>Expenditures</b>						
Maintenance and Operations	1,777	2,548	2,548	2,135	2,168	2,168
<b>Total Expenditures</b>	<u>1,777</u>	<u>2,548</u>	<u>2,548</u>	<u>2,135</u>	<u>2,168</u>	<u>2,168</u>
Net Current Activity	112	(678)	(678)	9	(24)	(24)
<b>Other financing sources (uses)</b>						
Operating Transfers Out	0	0	0	0	0	0
<b>Total other financing sources (uses)</b>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Pension Bond Proceeds</b>	53	0	0	0	0	0
Net Current Activity	112	(678)	(678)	9	(24)	(24)
Fund Balance, Beginning of Year	1,309	1,474	1,474	1,474	1,474	1,474
Fund Balance, End of Year	<u>\$ 1,474</u>	<u>\$ 796</u>	<u>\$ 796</u>	<u>\$ 1,483</u>	<u>\$ 1,450</u>	<u>\$ 1,450</u>

Supplemental Environmental Protection  
For the period ended June 30, 2006  
(amounts expressed in thousands)

	FY2005 Actual	FY2006				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F&A Projection
<b>Revenues</b>						
Current Revenues	\$ 545	\$ 15	\$ 15	\$ 71	\$ 71	\$ 71
<b>Total Revenues</b>	<u>545</u>	<u>15</u>	<u>15</u>	<u>71</u>	<u>71</u>	<u>71</u>
<b>Expenditures</b>						
Supplies	0	60	60	0	0	0
Other Services	3	60	60	8	19	19
Equipment	45	60	60	9	36	36
<b>Total Expenditures</b>	<u>48</u>	<u>180</u>	<u>180</u>	<u>17</u>	<u>55</u>	<u>55</u>
Net Current Activity	497	(165)	(165)	54	16	16
Fund Balance, Beginning of Year	27	524	524	524	524	524
Fund Balance, End of Year	<u>\$ 524</u>	<u>\$ 359</u>	<u>\$ 359</u>	<u>\$ 578</u>	<u>\$ 540</u>	<u>\$ 540</u>

Technology Fee Fund  
For the period ending June 30, 2006  
(amounts expressed in thousands)

	FY2005 Actual	FY2006				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F & A Projection
<b>Revenues</b>						
Current Revenues	\$ 1,833	\$ 1,431	\$ 1,431	\$ 1,691	\$ 1,691	\$ 1,691
Total Revenues	<u>1,833</u>	<u>1,431</u>	<u>1,431</u>	<u>1,691</u>	<u>1,691</u>	<u>1,691</u>
<b>Expenditures</b>						
Personnel	0	595	270	144	144	144
Other Services	9	828	1,978	1,952	1,952	1,952
Equipment	171	655	830	780	780	780
Debt Service	236	400	400	344	344	344
Total Expenditures	<u>416</u>	<u>2,478</u>	<u>3,478</u>	<u>3,220</u>	<u>3,220</u>	<u>3,220</u>
Net Current Activity	1,417	(1,047)	(2,047)	(1,530)	(1,530)	(1,530)
Fund Balance, Beginning of Year	<u>3,108</u>	<u>4,525</u>	<u>4,525</u>	<u>4,525</u>	<u>4,525</u>	<u>4,525</u>
Fund Balance, End of Year	<u>\$ 4,525</u>	<u>\$ 3,478</u>	<u>\$ 2,478</u>	<u>\$ 2,995</u>	<u>\$ 2,995</u>	<u>\$ 2,995</u>

**City of Houston, Texas**  
**Commercial Paper Issued and Available**  
**June 30, 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>	\$ 24.40	\$ 0.20	\$ (101.80)	\$ 12.60	\$ 130.40
<i>(Series D)</i>	95.00	25.00	0.00	235.00	265.00
<i>(Series E)</i>					
<i>Equipment</i>	38.97	0.00	0.00	56.43	70.26
<i>Metro Street Projects</i>	29.90	0.00	(33.23)	67.71	22.29
<i>Cotswold Project</i>	1.10	0.00	0.00	0.91	3.10
<i>West Eleventh Street Park</i>	0.03	0.00	0.00	4.07	0.03
<i>Friends of Libraries</i>	0.00	0.00	0.00	0.20	0.00
<i>(Series F) Drainage</i>	<u>58.00</u>	<u>0.00</u>	<u>(13.50)</u>	<u>86.00</u>	<u>53.50</u>
<b>Total General Obligation</b>	247.40	25.20	(148.53)	462.92	544.58
<b>Combined Utility System</b>	250.00	25.00	(203.20)	673.20	226.80
<i>(Series A)</i>					
<b>Airport System</b>	10.50	5.00	0.00	241.00	59.00
<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>\$ 507.90</u>	<u>\$ 55.20</u>	<u>\$ (351.73)</u>	<u>\$ 1,429.62</u>	<u>\$ 852.88</u>

**City of Houston, Texas**  
**Summarized Construction/Bond Fund Status Report**  
**For the period ended June 30, 2006**  
**(amounts expressed in thousands)**

<u>Purpose</u>	<u>Available for Appropriation</u>
<b>Dangerous Buildings</b>	
Total Dangerous Buildings Funds	\$ 421
<b>Equipment Acquisition</b>	
Total Equipment Acquisition Funds	11,441
<b>Public Improvement</b>	
Total Fire Department	1,149
Total Housing	7,828
Total General Improvement	4,103
Total Public Health and Welfare	204
Total Public Library	3,483
Total Parks and Recreation	6,906
Total Police Department	8,680
Total Solid Waste	1,154
Total Storm Sewer	2,677
Total Street & Bridge	76,596
Total Public Improvement	112,778
<b>Airport</b>	
Total Airport	495,583
<b>Convention and Entertainment Facilities</b>	
Total Convention and Entertainment	34,122
<b>Combined Utility System</b>	
Total Combined Utility System	186,942
<b>Total All Purposes</b>	\$ 841,288

City of Houston, Texas  
Construction/Bond Fund Status Report  
For the period ended June 30, 2006  
(amounts expressed in thousands)

Fund No.	Fund Name	Original Amount	Cash/ Investments	Draw down Available	Net Resources Available	Unexpended (a) Appropriation	Available for Appropriation
<b>Equipment and Miscellaneous</b>							
10F	Dangerous Building Demolition Series 2005C	3,500	1,642	0	103	0	103
12W	Dangerous Building Demolition Series 2006C	3,500	3,529	0	29	0	29
12A	Dangerous Bldg. Consolidations	n/a	1	n/a	5,040	4,751	289
	<b>Total Dangerous Building Funds</b>	<b>7,000</b>	<b>5,172</b>	<b>0</b>	<b>5,172</b>	<b>4,751</b>	<b>421</b>
12X	Equipment Acquisition Series E	126,695	2,890	56,430	316	0	316
113	Equipment Acquisition Consolidated Fund	n/a	0	n/a	57,283	46,158	11,125
	<b>Total Equipment Acquisition Funds</b>	<b>126,695</b>	<b>2,890</b>	<b>56,430</b>	<b>57,599</b>	<b>46,158</b>	<b>11,441</b>
404	Certificates of Obligation Lamar Terrace 2000A	5,298	185	0	185	185	1
	<b>Total Equipment and Miscellaneous</b>	<b>138,993</b>	<b>8,247</b>	<b>56,430</b>	<b>62,956</b>	<b>51,093</b>	<b>11,863</b>
<b>Public Improvement</b>							
48A	Fire Dept. Capital Projects	755	5,274	0	5,244	5,171	73
4DC	Fire Dept CP Series D	32,500		8,000	0	0	0
413	Fire Bond Consolidated	n/a	883	n/a	8,634	7,558	1,076
	<b>Total Fire Department</b>	<b>33,255</b>	<b>6,157</b>	<b>8,000</b>	<b>13,878</b>	<b>12,729</b>	<b>1,149</b>
47K	Housing CP Series A (00)	2,000	0	0	0	0	0
4DK	Housing CP Series D	14,600	0	13,200	0	0	0
415	Housing Consolidated Fund	n/a	319	0	13,313	5,486	7,828
	<b>Total Housing</b>	<b>16,600</b>	<b>319</b>	<b>13,200</b>	<b>13,313</b>	<b>5,486</b>	<b>7,828</b>
4AF	Perm. & Gen. Imprv. CP Series B (01)	2,840	0	0	0	0	0
4DF	Perm. & Gen. Imprv. CP Series D	30,700	0	25,300	0	0	0
441	General Improvement Consolidated Fund	n/a	543	0	25,595	24,197	1,397
49F	Certificates of Obligation Series 2001A (Cotswold)	12,200	1,736	0	1,736	846	890
49J	MUD Series 2001A	9,235	4,618	0	4,618	3,717	900
49K	Certificates of Obligation Series 2002A (Cotswold)	12,400	3,486	0	3,486	2,682	804
49N	MUD PIBS Series 2003A-1	2,100	965	0	965	876	89
49P	Cotswald Project Series E	4,005	82	905	987	965	22
	<b>Total General Improvement</b>	<b>73,480</b>	<b>11,431</b>	<b>26,205</b>	<b>37,387</b>	<b>33,284</b>	<b>4,103</b>
47H	Public Health CP Series A (00)	6,600	0	0	0	0	0
4AH	Public Health CP Series B (01)	3,100	0	0	0	0	0
4DH	Public Health CP Series D	8,000	0	8,000	0	0	0
440	Public Health Consolidated Fund	n/a	206	0	7,956	7,752	204
	<b>Total Public Health &amp; Welfare</b>	<b>17,700</b>	<b>206</b>	<b>8,000</b>	<b>7,956</b>	<b>7,752</b>	<b>204</b>
49A	Library Capital Projects Fund	3,256	1,761	0	1,761	434	1,327
49V	Friends of Libraries Series E (06)	200	0	200	200	200	0
47E	Public Library CP Series A (00)	3,000	0	0	0	0	0
4AE	Public Library CP Series B (01)	11,110	0	4,345	0	0	0
4DE	Public Library CP Series D	17,000	0	17,000	0	0	0
439	Public Library Consolidated Fund	n/a	345	0	21,542	19,387	2,156
	<b>Total Public Library</b>	<b>34,566</b>	<b>2,106</b>	<b>21,545</b>	<b>23,503</b>	<b>20,020</b>	<b>3,483</b>
465	Parks Capital Project Fund	n/a	784	0	785	500	285
491	Parks Special Fund	n/a	1,163	0	1,163	59	1,104
49T	West Eleventh Street Park Fund Series E	4,100	0	4,075	4,075	4,075	0
47B	Parks & Recreation CP Series A (00)	10,200	0	0	0	0	0
4DB	Parks & Recreation CP Series D	62,500	0	15,500	0	0	0
421	Parks Consolidated Fund	n/a	2,569	0	17,349	11,832	5,517
	<b>Total Parks and Recreation</b>	<b>76,800</b>	<b>4,516</b>	<b>19,575</b>	<b>23,372</b>	<b>16,466</b>	<b>6,906</b>
47A	Police CP Series A (00)	9,700	0	0	0	0	0
4AA	Police CP Series B (01)	8,750	0	6,955	0	0	0
4DA	Police CP Series D (05)	8,000	0	8,000	0	0	0
435	Police Consolidated Fund	n/a	250	0	14,578	5,898	8,680
	<b>Total Police Department</b>	<b>72,510</b>	<b>250</b>	<b>14,955</b>	<b>14,578</b>	<b>5,898</b>	<b>8,680</b>
233	Solid Waste Special Revenue Fund	n/a	332	0	332	0	332
47D	Solid Waste Mgt. CP Series A (00)	2,200	0	471	0	0	0
4DD	Solid Waste Mgt. CP Series D (04-05)	2,300	0	2,300	0	0	0
427	Solid Waste Consolidated Fund	n/a	169	0	2,911	2,089	822
	<b>Total Solid Waste</b>	<b>4,500</b>	<b>502</b>	<b>2,771</b>	<b>3,243</b>	<b>2,089</b>	<b>1,154</b>

City of Houston, Texas  
Construction/Bond Fund Status Report  
For the period ended June 30, 2006  
(amounts expressed in thousands)

Fund No.	Fund Name	Original Amount	Cash/ Investments	Draw down Available	Net Resources Available	Unexpended (a) Appropriation	Available for Appropriation
47J	Storm Sewer CP Series A (00)	15,000	0	0	0	0	0
4DJ	Storm Sewer CP Series D	61,800	0	6,700	0	0	0
436	Storm Sewer Consolidated Fund	n/a	233	0	6,212	6,212	0
49R	Series F Drainage Improvement Commercial Paper	139,500	4,124	86,000	89,094	86,427	2,667
49G	Series C Commercial Paper Storm & Overlay Fund	19,100	2,845	0	2,834	2,824	10
	<b>Total Storm Sewer</b>	<b>235,400</b>	<b>7,202</b>	<b>92,700</b>	<b>98,141</b>	<b>95,464</b>	<b>2,677</b>
47G	St., Bridges & Traf. CP Series A (00)	68,500	0	0	0	0	0
4DG	St., Bridges & Traf. CP Series D	255,600	0	124,829	0	0	0
437	Street & Bridge Consolidated Fund	n/a	5,911	0	122,280	99,958	22,322
405	Street & Bridge Construction Fund	62,695	42,743	0	43,816	7,440	36,376
419	MTA Construction Fund	n/a	1,897	0	1,891	664	1,227
49S	St., Bridges Utility Relocation Set-Aside	7,000	0	7,000	7,000	0	7,000
49M	Metro Street Fund Series E (04)	90,000	3,227	67,716	70,575	60,905	9,670
	<b>Total Street &amp; Bridge</b>	<b>483,795</b>	<b>53,779</b>	<b>199,545</b>	<b>245,562</b>	<b>168,966</b>	<b>76,596</b>
	<b>Total Public Improvement</b>	<b>1,048,606</b>	<b>86,467</b>	<b>406,495</b>	<b>480,933</b>	<b>368,155</b>	<b>112,778</b>
<b>Airport</b>							
54C	Airport System Construction 2002A (AMT)	129,120	19,738	0	73	0	73
548	Airport System Consolidated 2001 (AMT)	200,000	19,666	n/a	12,662	7,734	4,928
	Sub-Total	329,120	39,404	0	12,735	7,734	5,001
54D	Airport System 2002B (Non-AMT) Const.	213,347	8,114	0	34	0	34
54B	Airport System Commercial Paper 2001 (Non-AMT)	n/a	2,359	0	8	0	8
549	Airport System Consolidated 2001 (Non-AMT)	100,000	0	0	9,501	3,728	5,773
	Sub-Total	313,347	10,473	0	9,543	3,728	5,815
540	Airport System RevBd 2000A (AMT)	327,225	13,597	0	58	0	58
530	Airport System Consolidated Const 2000 (AMT)	n/a	0	0	12,322	8,002	4,320
	Sub-Total	327,225	13,597	0	12,380	8,002	4,378
54F	Airport System Commercial Paper 2004 (AMT)	200,000	2,510	174,500	7	0	7
550	Airport System Consolidated Const. 2004 (AMT)	n/a	0	0	176,482	52,899	123,583
	Sub-Total	200,000	2,510	174,500	176,489	52,899	123,590
54G	Airport System Commercial Paper 2004 (Non-AMT)	100,000	2,593	66,500	6	0	6
552	Airport System Consolidated Const. 2004 (Non-AMT)	n/a	0	0	68,494	11,542	56,952
	Sub-Total	100,000	2,593	66,500	68,499	11,542	56,957
	<b>Total Airport Consolidated Funds</b>	<b>1,269,692</b>	<b>68,577</b>	<b>241,000</b>	<b>279,645</b>	<b>83,904</b>	<b>195,741</b>
535	Airport System Rev Bd fund - 1998B (AMT)	395,643	12,999	0	13,810	11,982	1,828
536	Airport System Rev Bd fund - 1998C (Non-AMT)	99,028	145	0	95	9	86
553	Airport System R & R Fund	n/a	12,949	0	12,886	14	12,873
561	Airport System Improvement Fund	n/a	345,759	0	344,926	60,809	284,117
538	Airport System RevBd 2000B (Non-AMT) Const.	269,240	7,810	0	6,927	5,988	939
	<b>Total Other Funds</b>	<b>763,911</b>	<b>379,663</b>	<b>0</b>	<b>378,644</b>	<b>78,802</b>	<b>299,842</b>
	<b>Total Airport</b>	<b>2,033,603</b>	<b>448,240</b>	<b>241,000</b>	<b>658,289</b>	<b>162,706</b>	<b>495,583</b>
<b>Convention &amp; Entertainment Facilities</b>							
651	GRB Construction Fund Ser. 2001A&B	137,516	3,303	0	46	0	46
650	GRB Consolidated Construction Fund	n/a	0	n/a	2,473	2,345	129
	<b>Total GRB Construction Funds</b>	<b>137,516</b>	<b>3,303</b>	<b>0</b>	<b>2,519</b>	<b>2,345</b>	<b>175</b>
661	Hotel Construction Fund 2001C A&B	150,112	215	0	51	0	51
660	Hotel Consolidated Construction Fund	n/a	n/a	n/a	165	0	165
	<b>Total Hotel Construction Funds</b>	<b>150,112</b>	<b>215</b>	<b>0</b>	<b>215</b>	<b>0</b>	<b>215</b>
602	Convention & Ent. Commercial Paper-Ser E	22,000	0	0	0	0	0
626	Convention & Ent. Comm. Paper-Ser A - 2003	53,500	0	31,000	31,000	0	31,000
628	Convention & Ent. Underground Parking	21,500	0	21,500	21,500	21,500	0
605	Theater District R&R	n/a	158	0	158	56	102
607	C&E Commercial Paper Series B	n/a	21	0	21	16	5
614	Civic Center Construction Fund - 1995	5,738	163	0	163	133	30
616	George R. Brown Construction Fund - 1995	n/a	164	0	164	152	12
618	C & E Construction Fund	n/a	4,538	0	4,404	1,822	2,582
	<b>Total Civic Center</b>	<b>390,366</b>	<b>8,563</b>	<b>52,500</b>	<b>60,145</b>	<b>26,023</b>	<b>34,122</b>

City of Houston, Texas  
 Construction/Bond Fund Status Report  
 For the period ended June 30, 2006  
 (amounts expressed in thousands)

Fund No.	Fund Name	Original Amount	Cash/ Investments	Draw down Available	Net Resources Available	Unexpended (a) Appropriation	Available for Appropriation
<b>Combined Utility System</b>							
734	Water & Sewer Construction Series Fund A1 - A2	n/a	0	0	0	0	0
75C	Combined Utility System CP Fund	898,000	16,222	671,200	535	0	535
755	W&S Consolidated Construction	n/a	(4,855) (b)	0	642,123	592,636	49,487
	<b>Total Combined Utility System Consolidated Func</b>	<b>898,000</b>	<b>11,367</b>	<b>671,200</b>	<b>642,658</b>	<b>592,636</b>	<b>50,022</b>
757	Harris County MUD #254	4,100	923	0	1,084	820	264
758	Harris County MUD #159	1,100	356	0	353	0	353
76A	Harris County MUD #107	n/a	70	0	65	42	23
76C	Harris County MUD #48	n/a	427	0	427	0	427
76D	Harris County MUD #58	n/a	269	0	269	0	269
	<b>Total MUDs</b>	<b>5,200</b>	<b>2,045</b>	<b>0</b>	<b>2,198</b>	<b>861</b>	<b>1,337</b>
704	Water & Sewer Utility Relocation Set-Aside	2,000	0	2,000	2,000	0	2,000
708	Combined Utility System General Purpose Fund	n/a	196,415	0	174,468	72,646	101,822
726	Water & Sewer Revenue Bonds, Series 1992A	998	0	0	0	0	0
733	Water Contributed Capital Fund	n/a	51,922	0	45,399	16,558	28,841
742	Sewer Reg Cap Recovery Fd	n/a	4,920	0	4,920	0	4,920
754	Accumulated Unexpended Funds	n/a	50	0	50	50	0
951	Water & Sewer Bond Project Trust Account 04 A1	84,385	7,266	0	7,266	0	7,266
952	Water & Sewer Bond Project Trust Account 04 A2	96,705	60,628	0	60,628	0	60,628
	<b>Total Combined Utility System</b>	<b>1,087,288</b>	<b>266,719</b>	<b>673,200</b>	<b>869,693</b>	<b>682,751</b>	<b>186,942</b>
	<b>Total All Funds</b>	<b>\$ 4,698,856</b>	<b>\$ 818,235</b>	<b>\$ 1,429,625</b>	<b>\$ 2,132,017</b>	<b>\$ 1,290,728</b>	<b>\$ 841,288</b>

(a) Net Resources Available is equal to Current Assets less Current Liabilities.

(b) Negative balances have been cleared since report ran.

City of Houston, Texas  
Commercial Paper (CP) Notes Status Report  
For the period ended June 30, 2006  
(amounts expressed in thousands)

Fund No.	Fund Name	Authorized Amount	CP Notes Issued	Authorized but Unissued	Available for Appropriation	Combined Available for Appropriation
<b>General Obligation</b>						
47A	Police & Law CP Series A (00)	\$ 9,700	\$ 9,700	\$ 0	\$ 0	\$
4AA	Police & Law CP Series B (01)	8,750	1,795	6,955	680	
4DA	Police & Law CP Series D (05)	8,000	0	8,000	8,000	8,680
47B	Parks & Recreation CP Series A(00)	10,200	10,200	0	0	
4DB	Parks & Recreation CP Series D	62,500	47,000	15,500	5,517	5,517
49T	West Eleventh Street Park Fund Series E	4,100	25	4,075	4,075	0
4DC	Fire Dept CP Series D (04)	32,500	24,500	8,000	1,076	1,076
47D	Solid Waste Mgt. CP Series A (00)	2,200	1,729	471		
4DD	Solid Waste Mgt. CP Series D (04-05)	2,300	0	2,300	822	822
49V	Friends of Libraries Series E	200	0	200	0	
47E	Public Library CP Series A (00)	3,000	3,000	0	0	
4AE	Public Library CP Series B (01)	11,110	6,765	4,345	0	
4DE	Public Library CP Series D	17,000	0	17,000	2,156	2,156
4AF	Perm. & Gen. Imprv. CP Series B (01)	2,840	2,840	0	0	
4DF	Perm. & Gen. Imprv. CP Series D	30,700	5,400	25,300	1,397	1,397
47G	St., Bridges & Traf. CP Series A (00)	68,500	68,500	0	0	
4DG	St., Bridges & Traf. CP Series D	255,600	130,771	124,829	22,322	22,322
49S	St. Utility Relocation Set-Aside Series D	7,000	0	7,000	7,000	7,000
49M	Metro Street Projects, Series E	90,000	22,284	67,716	9,670	9,670
47H	Public Health CP Series A (00)	6,600	6,600	0	0	
4AH	Public Health CP Series B (01)	3,100	3,100	0	0	
4DH	Public Health CP Series D	8,000	0	8,000	204	204
47J	Storm Sewer CP Series A (00)	15,000	15,000	0		
4DJ	Storm Sewer CP Series D (03)	61,800	55,100	6,700	0	0
49R	Drainage Projects Series F	139,500	53,500	86,000	2,667	2,667
47K	Homeless & Housing CP Series A (00)	2,000	2,000	0		
4DK	Housing CP Series D	14,600	1,400	13,200	7,828	7,828
12X	Equipment Acquisition, Series E	126,695	70,265	56,430	11,125	11,125
49P	Cotswald Project Series E	4,005	3,100	905	22	22
	<b>Total General Obligation CP Notes</b>	<b>1,007,500</b>	<b>544,575 (a)</b>	<b>462,925</b>	<b>84,560</b>	<b>80,485</b>
<b>Airport</b>						
54F	Airport System 2004 (AMT)	200,000	25,500	174,500	123,583	123,583
54G	Airport System 2004 (Non-AMT)	100,000	33,500	66,500	56,952	56,952
		<u>300,000</u>	<u>59,000</u>	<u>241,000</u>	<u>180,534</u>	<u>180,534</u>
<b>Convention and Entertainment</b>						
626	Equipment Acquisition, C&E	53,500	22,500	31,000	31,000	31,000
628	Convention & Ent. Underground Parking	21,500	0	21,500	0	0
		<u>75,000</u>	<u>22,500</u>	<u>52,500</u>	<u>31,000</u>	<u>31,000</u>
<b>Combined Utility System</b>						
75C	Combined Utility System CP	898,000	226,800	671,200	49,487	49,487
704	Water & Sewer Utility Relocation Set-Asid	2,000	0	2,000	2,000	2,000
		<u>900,000</u>	<u>226,800</u>	<u>673,200</u>	<u>51,487</u>	<u>51,487</u>
	<b>Total All Commercial Paper</b>	<b>\$ 2,282,500</b>	<b>\$ 852,875</b>	<b>\$ 1,429,625</b>	<b>\$ 345,582</b>	<b>\$ 341,507</b>

(a) May not foot due to rounding.

**City of Houston, Texas**  
**Total Outstanding Debt**  
**June 30, 2006 and June 30, 2005**  
**(amounts expressed in thousands)**

	June 30, 2006	June 30, 2005
<b>Payable from Ad Valorem Taxes</b>		
Public Improvement Bonds (a)	\$ 1,658,020	\$ 1,618,000
GO Commercial Paper Notes (b)	544,575	445,700
Pension Obligations	437,608	357,165
Certificates of Obligations (c)	81,401	30,068
Assumed Bonds	10,835	11,650
Subtotal	2,732,439	2,462,583
<b>Payable from Sources Other Than Ad Valorem Taxes</b>		
Combined Utility System		
Combined Utility System Revenue Bonds	3,415,940	3,029,170
Combined Utility System Commercial Paper Notes (d)	226,800	180,000
Water and Sewer System Revenue Bonds (e)	799,832	1,031,468
Airport System		
Airport System Revenue Bonds	2,146,205	2,173,870
Airport System Sr. Lien Commercial Paper Notes (f)	59,000	48,500
Airport System Inferior Lien Contracts (g)	56,810	60,065
Airport Special Facilities Revenue Bonds (h)	592,845	613,575
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	354,400	375,270
Subtotal	8,268,382	8,142,148
<b>Total Debt Payable by the City</b>	<b>\$ 11,000,821</b>	<b>\$ 10,604,731</b>

- (a) Tax bonds authorized by voters in 1997 but unissued total \$12.6 million, which has been authorized as commercial paper but not yet drawn (Series A&B). In November 2001 the voters authorized \$776 million in tax bonds, including \$235 million authorized as commercial paper but not yet drawn (Series D) and \$276 million not yet authorized as commercial paper.
- (b) The City has authorized maximum issuance of General Obligation Commercial Paper Programs Series A: \$117.2 million, B: \$25.8 million, D: \$500.0 million, E: \$225.0 million, and F: \$139.5 million. As of the date above, these amounts were outstanding: Series A: \$115.9 million, B: \$14.5 million, D: \$265.0 million, E: \$95.675 million, and F: \$53.5 million.
- (c) Excludes \$1.8 million accreted value of capital appreciation certificates, or 2.2% of face value as of this date.
- (d) The City has authorized issuance of \$900 million Combined Utility System Commercial Paper Notes.
- (e) Excludes \$169.4 million accreted value of capital appreciation bonds, or 21.8% 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 that include the debt service payments on the Series 1997A Special Facilities Bonds that financed the Automated People Mover ("APM") at George Bush Airport. These sublease payments constitute Inferior Lien Obligations 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 \$39.0 million accreted value of capital appreciation bonds, or 6.6% of face value as of this date.
- (j) The City has authorized \$75 million Subordinate Lien Hotel Occupancy Tax and Parking Revenue Commercial Paper.



**JUNE 2006**

# FY2006 FULL TIME EQUIVALENT (FTE) REPORT (1 FTE equals 2,088 Hours per year)

DEPARTMENT / FUND	FY2005 Actual	FY2006 Budget	FY2006 (1) Current Month	FY2006 (1) YTD Avg.	Overtime FY2005 Actual	Overtime FY2006 Budget	Overtime(1) FY2006 YTD	Temp Svcs(1) FY2006 YTD
<b>ENTERPRISE FUNDS</b>								
Aviation	1,389.5	1,567.4	1,542.0	1,492.6	76.6	60.7	77.0	0.0
Convention and Entertainment Facilities	90.8	101.0	111.9	102.9	2.9	4.8	6.4	0.0
Public Works and Engineering	1,999.1	2,306.2	2,085.8	2,021.3	142.2	125.2	137.3	0.0
<b>TOTAL ENTERPRISE FUNDS</b>	<b>3,479.4</b>	<b>3,974.6</b>	<b>3,739.7</b>	<b>3,616.8</b>	<b>221.7</b>	<b>190.7</b>	<b>220.6</b>	<b>0.0</b>
<b>GENERAL FUND MUNICIPAL</b>								
Building Services	175.9	192.5	198.3	203.2	5.3	4.7	8.1	0.0
City Secretary	12.1	13.6	12.1	12.1	0.0	0.1	0.0	0.0
Controller's Office	74.9	73.9	69.2	68.6	0.0	0.0	2.1	0.0
Convention and Entertainment Facilities	58.4	72.8	52.9	62.5			0.5	0.0
Council Office	68.6	73.8	70.5	71.3	0.0	0.0	0.0	0.0
Finance & Administration	304.8	324.0	311.2	300.9	3.6	1.2	2.9	0.0
Fire Department	306.2	291.4	284.3	279.4	12.9	11.0	9.3	0.0
Health & Human Services	874.6	734.0	672.5	780.3	23.8	6.5	17.6	0.0
Human Resources	37.4	40.7	39.4	38.2	0.0	0.0	0.0	0.0
Information Technology	137.9	149.2	124.6	126.3	0.4	0.5	0.9	0.0
Legal	146.4	149.3	139.8	144.0	0.0	0.0	0.0	0.0
Library	492.7	481.7	465.7	469.9	1.7	3.6	3.2	0.0
Mayor's Affirmative Action	20.5	27.7	25.6	25.7	0.0	0.0	0.0	0.0
Mayor's Office	26.9	21.0	45.0	48.8	0.0	0.0	0.0	0.0
Municipal Courts - Administration	283.2	291.3	313.9	305.0	5.6	4.2	21.9	0.0
Municipal Courts - Justice	41.6	45.8	45.4	45.3	0.0	0.0	0.0	0.0
Parks & Recreation	732.1	885.9	784.6	763.0	8.7	7.3	9.8	0.0
Planning & Development	103.9	105.6	87.2	99.3	0.3	0.0	0.3	0.0
Police Department	1,068.9	1,161.0	1,143.8	1,106.5	39.5	42.9	66.6	0.0
Public Works and Engineering	737.6	525.4	487.6	497.8	56.0	31.0	42.1	0.0
Solid Waste Management	510.7	524.6	527.9	525.8	52.5	51.3	50.6	0.0
<b>SUBTOTAL MUNICIPAL</b>	<b>6,215.3</b>	<b>6,185.2</b>	<b>5,901.5</b>	<b>5,974.0</b>	<b>210.5</b>	<b>164.3</b>	<b>236.1</b>	<b>0.0</b>
<b>GENERAL FUND CADETS</b>								
Fire Department	174.8	120.6	0.0	58.6	10.6	0.0	0.0	0.0
Police Department	26.1	86.2	0.0	48.5	0.0	0.0	0.0	0.0
<b>SUBTOTAL CADETS</b>	<b>200.9</b>	<b>206.8</b>	<b>0.0</b>	<b>107.1</b>	<b>10.6</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

# FY2006 FULL TIME EQUIVALENT (FTE) REPORT (1 FTE equals 2,088 Hours per year)

DEPARTMENT / FUND	FY2005 Actual	FY2006 Budget	FY2006 Current Month	FY2006 (1) YTD Avc.	Overtime FY2005 Actual	Overtime FY2006 Budget	Overtime(1) FY2006 YTD	Temp Svcs(1) FY2006 YTD
<b>GENERAL FUND CLASSIFIED</b>								
Fire Department	3,716.4	3,938.4	3,792.5	3,807.7	191.2	112.5	363.7	0.0
Police Department	4,884.3	4,795.7	4,695.3	4,733.5	237.9(2)	123.3	453.9(2)	0.0
<b>SUBTOTAL CLASSIFIED</b>	<b>8,600.7</b>	<b>8,734.1</b>	<b>8,487.9</b>	<b>8,541.1</b>	<b>429.2</b>	<b>235.8</b>	<b>817.5</b>	<b>0.0</b>
<b>TOTAL GENERAL FUND</b>	<b>15,016.9</b>	<b>15,126.1</b>	<b>14,389.4</b>	<b>14,622.3</b>	<b>650.3</b>	<b>400.1</b>	<b>1,053.7</b>	<b>0.0</b>
<b>GRANTS &amp; SPECIAL FUNDS</b>								
Building Services	31.5	57.0	50.4	50.7	1.1	0.4	1.7	0.0
Finance & Administration	10.3	11.2	10.0	11.0			0.0	
Health & Human Services	274.1	0.0	443.2	360.5	9.6	0.0	6.9	0.0
Housing & Community Development	105.6	0.0	133.5	115.7	0.6	0.0	0.6	0.0
Human Resources	70.4	79.5	68.6	69.6	0.1	0.0	0.0	0.0
Information Technology	1.6	2.0	34.5	28.6	0.0	0.0	0.0	0.0
Legal	44.5	36.0	45.0	44.6	0.0	0.0	0.0	0.0
Library	9.6	0.0	6.0	4.4	0.1	0.0	0.0	0.0
Mayor's Office	235.9	257.5	241.2	227.5	0.2	0.0	21.4	0.0
Parks & Recreation	91.5	106.7	103.3	100.3	6.4	7.5	5.7	0.0
Police Department - Classified	18.1	23.0	19.0	19.1	1.7	2.3	2.9	0.0
Police Department - Municipal	36.7	39.0	65.5	64.1	1.7	0.3	4.6	0.0
Public Works and Engineering	745.6	1,345.2	1,251.2	1,210.1	0.0	0.6	80.2	0.0
<b>TOTAL SPECIAL FUNDS</b>	<b>1,675.4</b>	<b>1,957.1</b>	<b>2,471.3</b>	<b>2,306.2</b>	<b>21.4</b>	<b>11.1</b>	<b>124.1</b>	<b>0.0</b>
<b>CITY-WIDE TOTAL</b>	<b>20,171.7</b>	<b>21,057.8</b>	<b>20,600.4</b>	<b>20,545.2</b>	<b>893.4</b>	<b>601.9</b>	<b>1,398.3</b>	<b>0.0</b>

(1) FY2006 Current Month begins 6/1/2006 . YTD begins 6/19/2005 and both end 6/30/2006.

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

CITY OF HOUSTON

**PENSION FUND PAYMENTS AND  
UNFUNDED LIABILITY SUMMARY**

6/30/2006

**PAYMENTS**

	FY05 Actual (\$1,000)	FY 06			Year to Date (\$1,000)
		City Payment Rate	Employee Payment Rate	Annual Payment (\$1,000)	
<b>Firefighters Plan</b>					
General Fd. & Other Fds.	32,455	23.8%	9.0%	48,738	48,738
Pension Bonds	<u>0</u>			<u>0</u>	<u>0</u>
<b>Total Firefighters Plan</b>	<b>32,455</b>			<b>48,738</b>	<b>48,738</b>
<b>Police Plan</b>					
General Fd. & Other Fds.	13,780	Note 1	9.0%	23,000	23,000
Pension Bonds	<u>22,865</u>			<u>30,000</u>	<u>30,000</u>
<b>Total Police Plan</b>	<b>36,645</b>			<b>53,000</b>	<b>53,000</b>
<b>Municipal Plan</b>					
General Fund	9,865	Note 2	5.0%	4,934	4,934
Other Funds	23,135	Note 2	5.0%	31,066	31,066
Pension Bonds	<u>33,000</u>			<u>33,000</u>	<u>33,000</u>
<b>Total Municipal Plan (Note 2)</b>	<b>66,000</b>			<b>69,000</b>	<b>69,000</b>
<b>Total All Three Plans</b>	<b><u>135,100</u></b>			<b><u>170,738</u></b>	<b><u>170,738</u></b>

**UNFUNDED ACCRUED LIABILITY AND FUNDED STATUS**

	<u>Date of Most Recent Valuation or Estimate</u>	<u>Unfunded Accrued Liability (\$ millions)</u>	<u>Assets as % of Liabilities</u>
Firefighters Plan	7/1/2005	341.9	86%
Police Plan	7/1/2004	873.2	74%
Municipal Plan	7/1/2005	947.6	65%

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 JUNE 30, 2006 (100% OF FISCAL YEAR)**

Department Performance Measure	FY2005			FY2006		
	Actual	YTD	% Actual	Objective	YTD	% Objective
<b>AFFIRMATIVE ACTION</b>						
Applications Processed	1,847	1,847	100.0%	1,700	1,536	90.4%
Days to Process New Applicants	63	63	100.0%	90	24	381.6%
Field Audits	1,931	1,931	100.0%	1,520	1,119	73.6%
Payrolls Audited	15,093	15,093	100.0%	11,300	6,683	59.1%
SBE/MWDBE Owners Trained	7,600	7,600	100.0%	4,100	6,527	159.2%
City Employees Trained	3,503	3,503	100.0%	1,600	3,971	248.2%
MOPD Citizens Assistance Request	4,306	4,306	100.0%	3,000	4,864	162.1%
OSBC Getting Started Packets Distributed	6,957	6,957	100.0%	7,500	7,551	100.7%
MWBE Monitoring Correspondence	115,640	115,640	100.0%	125,000	221,023	176.8%
<b>AVIATION</b>						
Passenger Enplanements	46,315,000	46,315,000	100.0%	48,269,000	45,454,000	N/A
Cargo Tonnage	774,579,000	774,579,000	100.0%	799,736,000	713,920,000	N/A
Cost per Enplanement	\$7.61	\$7.61	NA	< \$8.00	\$8.24	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	22,273	100.0%	32,000	28,109	87.8%
<b>Security Management</b>						
Number of Reported Incidents						
Investigated upon Receipts	424	424	100.0%	350	756	216.0%
<b>CONVENTION &amp; ENTERTAINMENT FACILITIES</b>						
Days Booked-GRB Convention Center	2,955	2,955	100.0%	2,900	2,574	88.8%
Days Booked-Wortham Theatre Center	528	528	100.0%	535	491	91.8%
Days Booked-Jones Hall	368	368	100.0%	295	315	106.8%
Occupancy Days-GRB Convention Center	2,093	2,093	100.0%	2,079	1,931	92.9%
Occupancy Days-Wortham Theatre Center	638	638	100.0%	593	527	88.9%
Occupancy Days-Jones Hall	258	258	100.0%	265	239	90.2%
Occupancy Days-Theatre District Parks Hall	183	183	100.0%	166	151	91.0%
Customer Satisfaction (Periodic)-GRB Convention Center	92.6%	92.6%	NA	92.0%	88.6%	N/A
Customer Satisfaction (Periodic)-Wortham Theatre Center	95.6%	95.6%	NA	94.0%	92.8%	N/A
Customer Satisfaction (Periodic)-Jones Hall	95.7%	95.7%	NA	95.0%	97.9%	N/A
Customer Satisfaction (Periodic)-Houston Center	96.5%	96.5%	NA	100.0%	N/A	N/A
Customer Satisfaction (Periodic)-Fannin Garage	NA	NA	NA	82.0%	46.0%	N/A
Customer Satisfaction (Periodic)-Theater District Parking	NA	NA	NA	77.0%	N/A	N/A
<b>FINANCE &amp; ADMINISTRATION</b>						
Avg Days to Award Procurement Contracts	138	138	NA	130	113	N/A
3-1-1 Avg Time Customer in Queue (seconds)	67.64	67.54	NA	30.00	86.79	N/A
Liens Collections	\$4,085,166	\$4,085,166	100.0%	\$2,568,000	\$4,032,409	157.0%
Ambulance Revenue per Transport	\$174.84	\$174.84	100.0%	\$198.57	\$169.48	85.4%
Cable Company Complaints	850	850	100.0%	737	1,819	246.8%
Deferred Compensation Participation	71.30%	71.30%	NA	75.00%	70.78%	N/A
Audits Completed	25	25	100.0%	25	12	48.0%

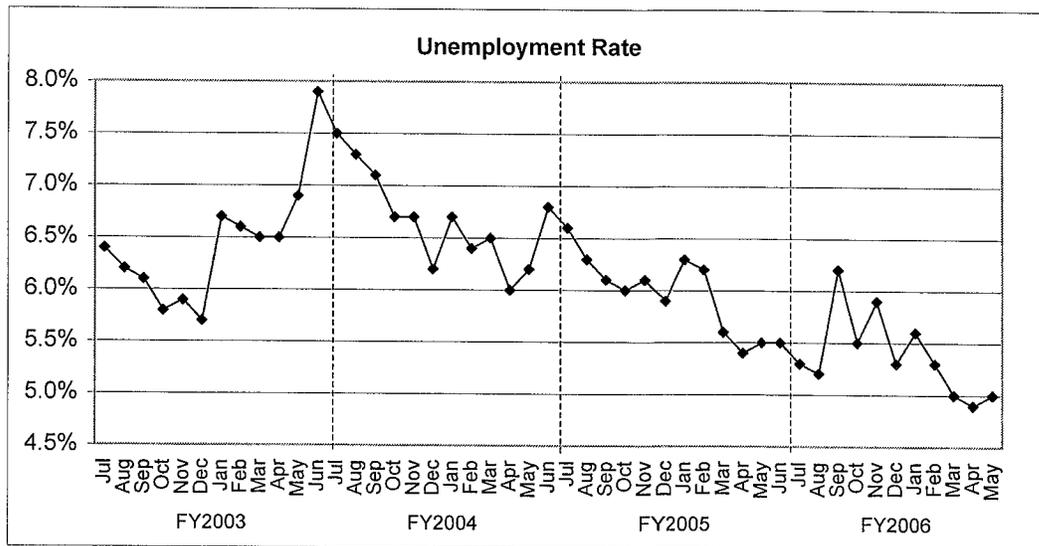
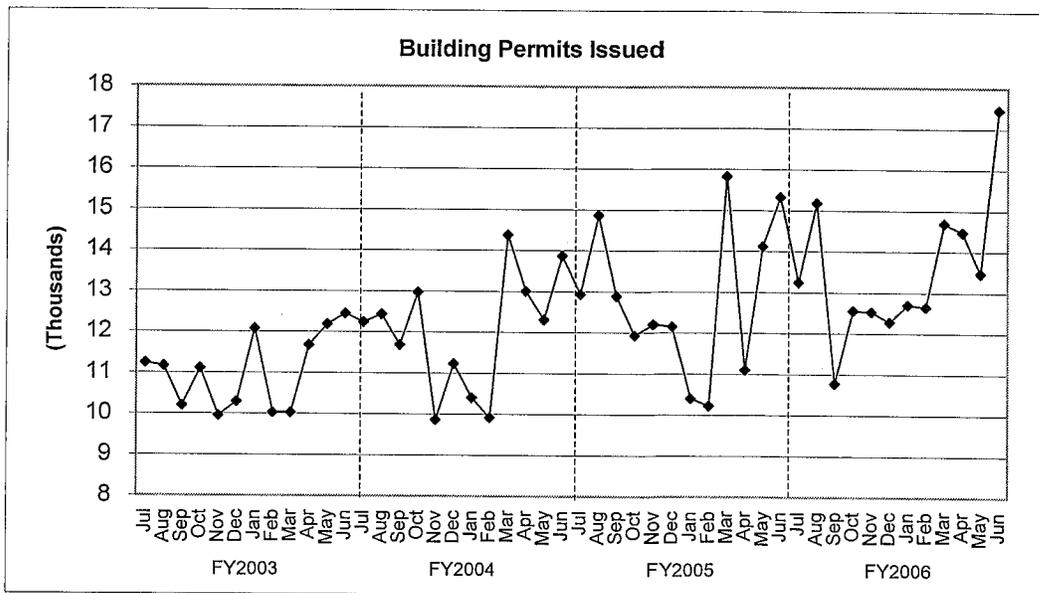
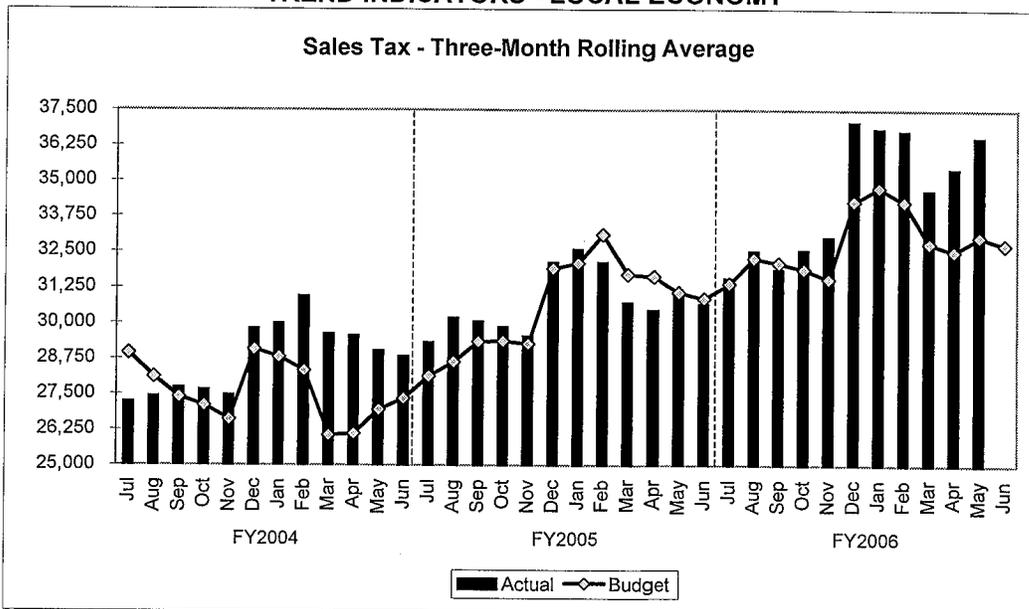
**DEPARTMENTAL PERFORMANCE MEASURES  
FOR THE MONTH ENDING JUNE 30, 2006 (100% OF FISCAL YEAR)**

Department Performance Measure	FY2005			FY2006		
	Actual	YTD	% Actual	Objective	YTD	% Objective
<b>FIRE DEPARTMENT</b>						
First Response Time (Minutes)	8.1	8.1	N/A	7.5	8.1	N/A
First Response Time-EMS (Minutes)	8.5	8.5	N/A	9.5	9.0	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	69,702	100.0%	72,740	48,122	66.2%
First Trimester Prenatal Enrollment	45.4%	45.4%	N/A	42.0%	35.5%	N/A
WIC Client Satisfaction	95.0%	86.6%	N/A	95.0%	95.0%	N/A
Immunization Compliance (2 Yr. Olds)	88.0%	87.0%	N/A	87.0%	65.5%	N/A
TB Therapy Completed	92.1%	90.5%	N/A	90.5%	95.8%	N/A
<b>HOUSING</b>						
Housing Units Assisted	4,396	4,353	99.0%	5,000	1,033	20.7%
Council Actions on HUD Projects	142	122	85.9%	75	172	229.3%
Annual Spending (Millions)	\$53	\$51	96.2%	\$55	\$59	107.3%
<b>HUMAN RESOURCES</b>						
Total Jobs Filled - (As Vacancies Occur)	5,464	5,464	100.0%	4,500	5,197	115.5%
Days to Fill Jobs	60	60	100.0%	60	60	100.0%
Training Courses Conducted	132	132	100.0%	135	136	100.7%
Lost Time Injuries (As They Occur)	282	282	100.0%	280	207	73.9%
<b>LEGAL</b>						
Deed Restriction Complaints Received	1,154	1,154	100.0%	944	834	88.3%
Deed Restriction Lawsuits Filed	39	39	100.0%	33	38	115.2%
Deed Restriction Warning Letters Sent	721	721	100.0%	483	423	87.6%
<b>LIBRARY</b>						
Total Circulation	5,875,231	5,875,231	100.0%	5,685,707	5,848,144	102.9%
Juvenile Circulation	2,954,979	2,954,979	100.0%	3,036,291	2,711,437	89.3%
Customer Satisfaction(Three/Year)	88%	88%	100.0%	88%	88%	100.0%
Reference Questions Answered	3,890,267	3,890,267	100.0%	3,068,258	3,938,112	128.4%
In-House Computer Users	1,461,133	1,461,133	100.0%	1,330,282	1,260,298	94.7%
Public Computer Training Classes Held	822	822	100.0%	740	951	128.5%
Public Computer Training Attendance	7,021	7,021	100.0%	6,544	7,871	120.3%
<b>MUNICIPAL COURTS</b>						
Total Case Filings	1,326,341	1,326,341	100.0%	1,230,402	Data Not Available	N/A
Total Disposition	1,035,435	1,035,435	100.0%	954,760	Data Not Available	N/A
Cost per Disposition	\$15.58	\$15.58	N/A	\$17.34	Data Not Available	N/A
Incomplete Docket Reduction (Cases/Day)	33.05	33.05	N/A	14	Data Not Available	N/A
<b>PARKS &amp; RECREATION</b>						
Registrants in Youth Sports Programs	20,891	20,891	100.0%	20,100	20,298	101.0%
Registrants in Adult Fitness & Craft Programs	4,358	4,358	100.0%	5,200	4,162	80.0%
Number of Teams in Adult Sports Programs	1,087	1,087	100.0%	1,400	1,276	91.1%
Vehicle Downtime-Days out of Service (avg)	16	16	NA	20	19	N/A
Golf Rounds Played at Privatized Courses	87,559	87,559	100.0%	93,500	79,908	85.5%
Golf Rounds Played at COH - Operated Courses	173,366	173,366	100.0%	175,386	175,262	99.9%
Work Orders Completed-Parks and Comm. Ctr Facilities	20,481	20,481	100.0%	21,900	19,375	88.5%
<b>Grounds Maintenance Cycle-Days:</b>						
Esplanades	13	13	NA	10	12	N/A
Parks & Plazas	12	12	NA	10	10	N/A
Bikes & Hikes Trails	12	12	NA	10	9	N/A

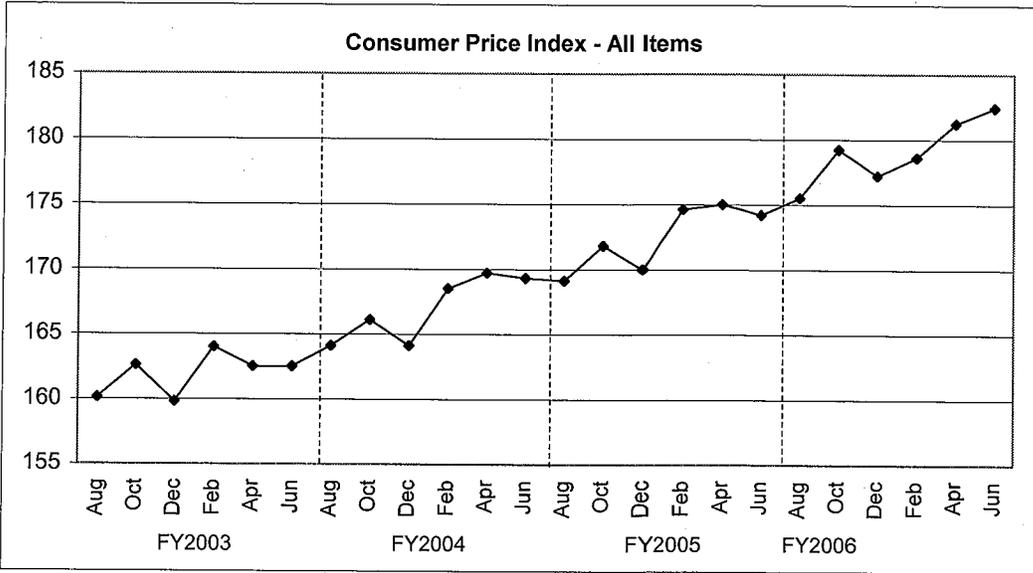
**DEPARTMENTAL PERFORMANCE MEASURES  
FOR THE MONTH ENDING JUNE 30, 2006 (100% OF FISCAL YEAR)**

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	1,284	116.7%
Plats Recorded	1,499	N/A	0.0%	1,500	1,432	95.5%
Subdivision Plats Reviewed	4,467	4,467	100.0%	2,450	4,845	197.8%
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	4.7	100.0%	4.9	4.9	100.0%
Violent Crime Clearance Rate	25.4%	25.4%	100.0%	38.8%	24.4%	62.9%
Crime Lab Cases Completed	87.7%	87.7%	100.0%	90.0%	72.4%	80.4%
Fleet Availability	96.7%	96.7%	100.0%	90.0%	95.0%	105.6%
Complaints - Total Cases	415	415	100.0%	878	118	13.4%
Tot. Cases Reviewed by Citizens Rev. Com.	173	173	100.0%	564	137	24.3%
Records Processed	534,765	534,765	100.0%	663,276	372,109	56.1%
<b>PUBLIC WORKS AND ENGINEERING</b>						
<b>Maintenance and Right-of-Way</b>						
Asphalt For Potholes/Skin Patches (Tons)	18,272	18,272	100.0%	16,000	16,104	100.7%
Roadside Ditch Regrading/Cleaned (Miles)	307	307	100.0%	305	316	103.6%
Storm Sewers Cleaned (Miles)	384	384	100.0%	350	386	110.3%
Storm Sewer Inlets/Manholes Cleaned/Inspected	135,053	135,053	100.0%	130,900	140,428	107.3%
In-House Overlay (Lane Miles)	285	285	100.0%	280	281	100.4%
<b>ECRE</b>						
Storm/Street Annual Appropriation as of % of CIP	80.3%	80.3%	100.0%	100.0%	104.8%	104.8%
Waste/Wastewater Annual Appropriation as of % of CIP	110.8%	110.8%	100.0%	100.0%	101.2%	101.2%
Safe Sidewalk Program - PAR -% completed in 180 days	N/A	N/A	0.0%	90.0%	N/A	0.0%
Safe Sidewalk Program - Schools/Thourghfares -% completed in 18 months	N/A	N/A	0.0%	90.0%	N/A	0.0%
Overlay of thourghfares (Lane miles, by contract)	N/A	N/A	0.0%	200	N/A	0.0%
<b>Traffic and Transportation</b>						
Traffic Signal Maintenance Completed within 72 hours	97.6%	97.6%	0.0%	95.0%	97.43%	0.0%
Roadway & Sidewalk Obstruction Permits processed within 7 days	99.5%	99.5%	0.0%	100.0%	99.99%	0.0%
<b>Water and Sewer - Utility Maintenance</b>						
Rehabilitate/renew 950,000 linear feet (3%) of collection system annually	1,038,264	1,038,264	100.0%	950,000	996,950	104.9%
Rehabilitate or renew 1000 fire hydrants (2%) annually	1,082	1,082	100.0%	1,000	1,470	147.0%
Rehabilitate or replace 8 storage tanks (5%) annually	8	8	100.0%	8	6	75.0%
Water repairs completed within 12 days for calls received from 311	95.0%	95.0%	100.0%	90.0%	93.0%	103.3%
Wastewater repairs completed within 15 days for calls received from 311	80.0%	80.0%	100.0%	90.0%	95.0%	105.6%
<b>Utility Customer Service</b>						
Percent of meters read and located monthly	95.0%	95.0%	100.0%	97.0%	94.4%	97.3%
Collection Rate	101.3%	101.3%	100.0%	99.0%	98.8%	99.8%
<b>Planning &amp; Development</b>						
Complete Plan Review on new single family residence in 7 days	70.4%	70.4%	0.0%	90.0%	99.0%	110.0%
Average number of Re-submittals in Plan Review	1.92	1.92	0.0%	2	2.86	143.0%
Customer service rating (Scale of 1-5)	3.45	3.45	0.0%	4	3.48	87.0%
<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	160,080	98.8%	162,000	162,000	100.0%
Tires Disposed	238,614	238,614	100.0%	220,000	144,714	65.8%

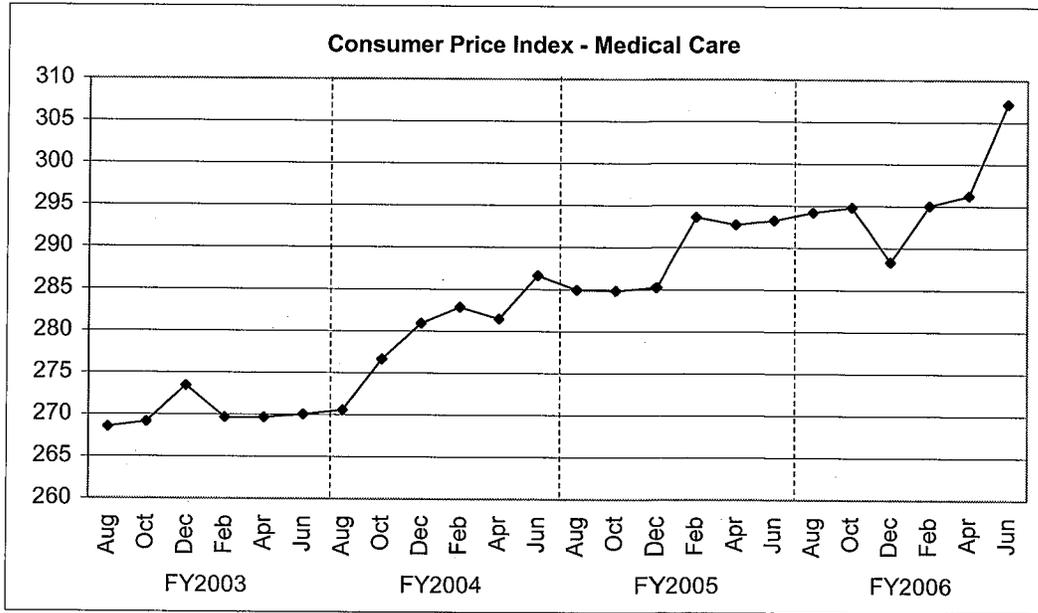
## TREND INDICATORS - LOCAL ECONOMY



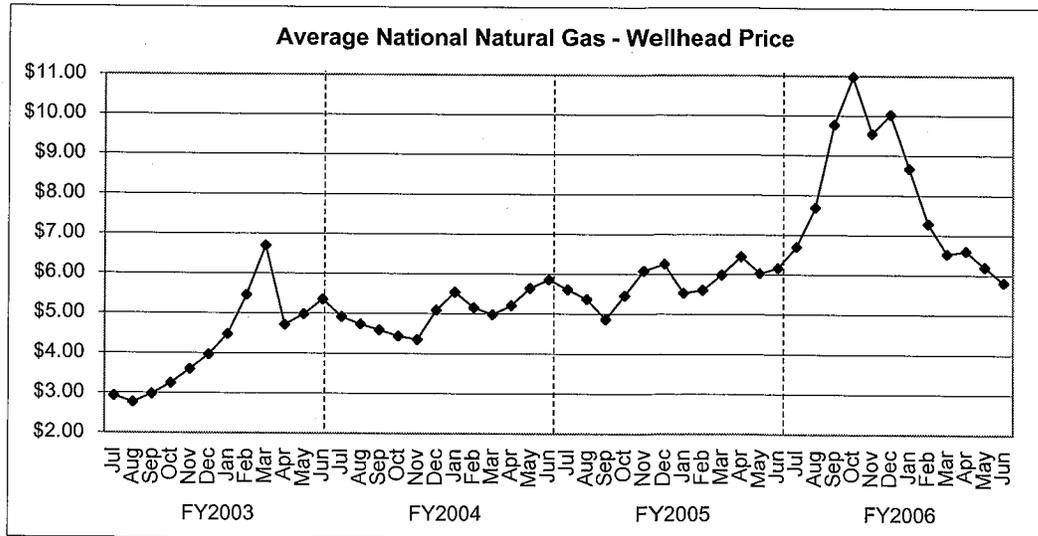
## TREND INDICATORS - LOCAL ECONOMY



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

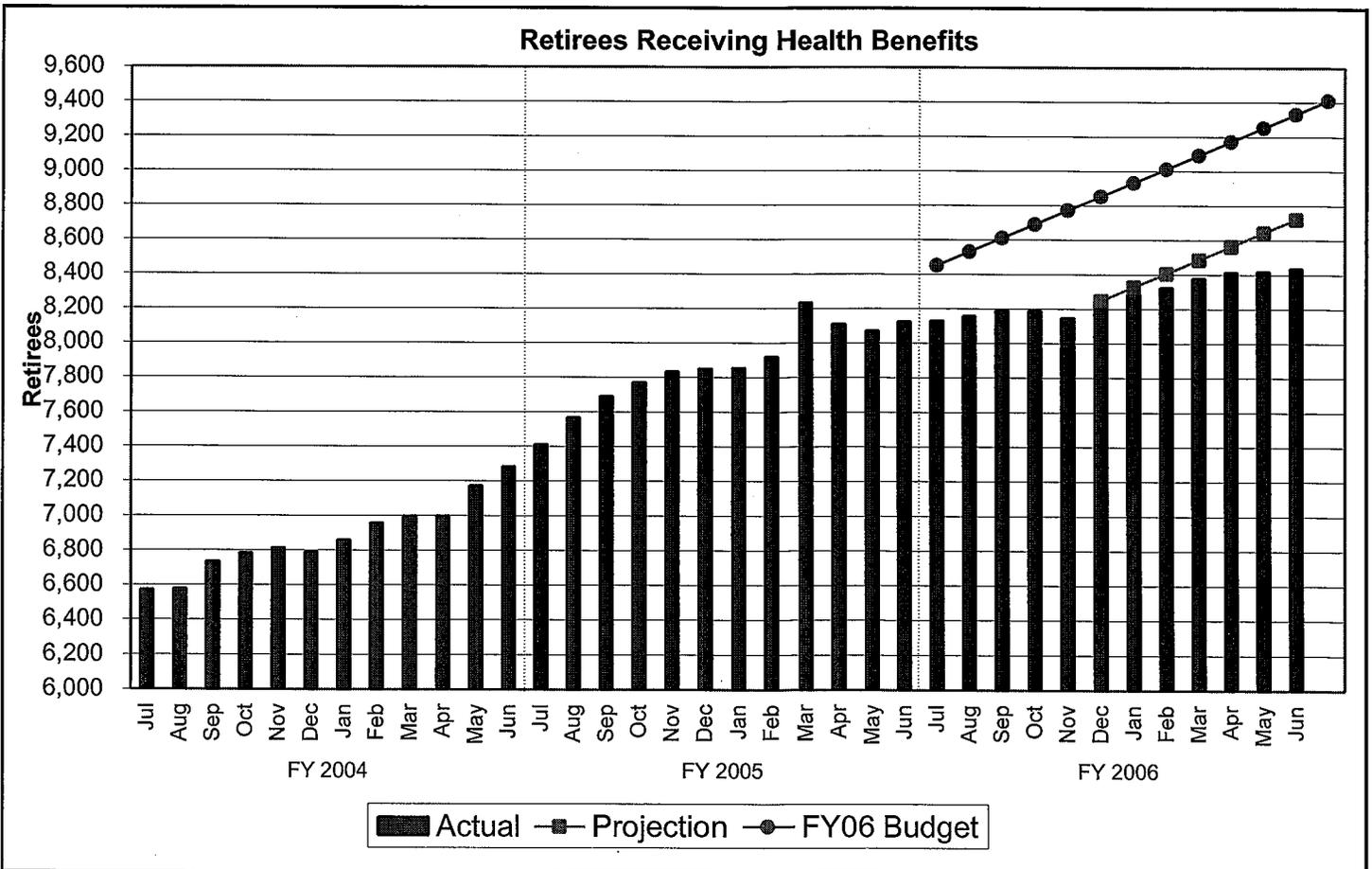
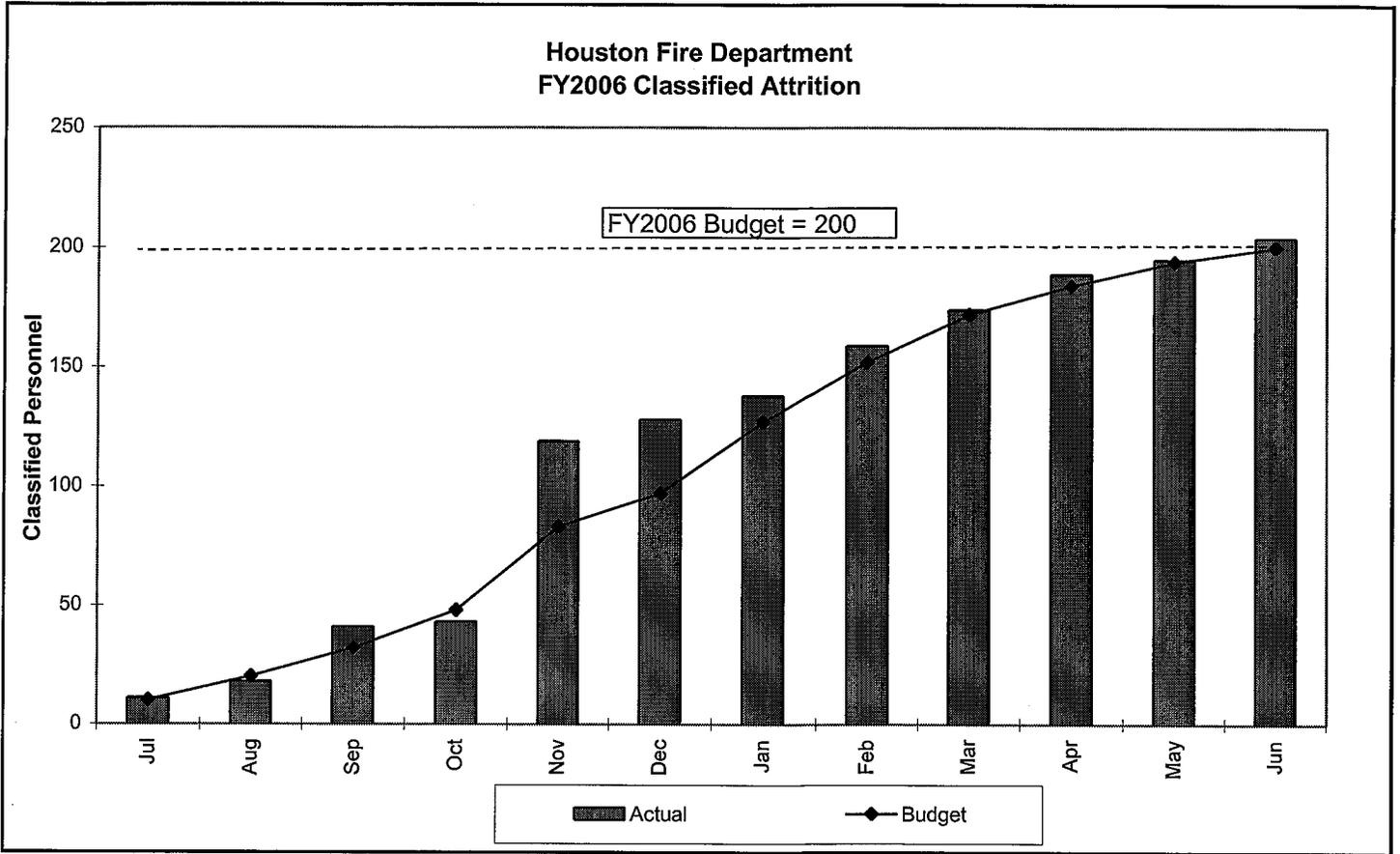


Source: Bureau of Labor Statistics - Houston, Galveston, Brazoria TX



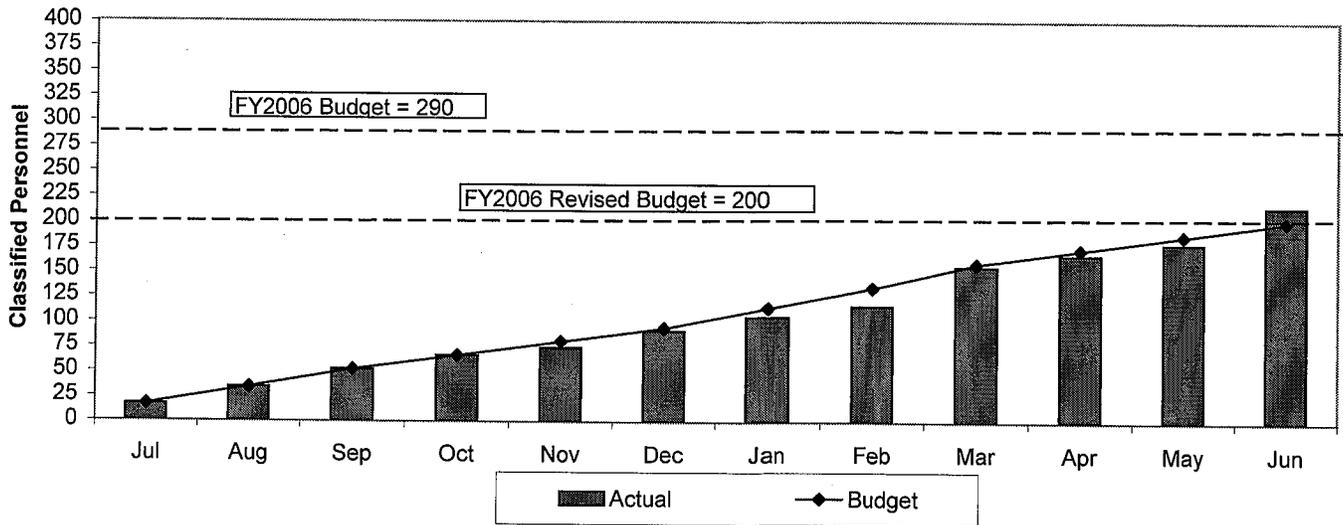
Source: Energy Information Administration/Natural Gas Monthly

# TREND INDICATORS - RETIREMENTS

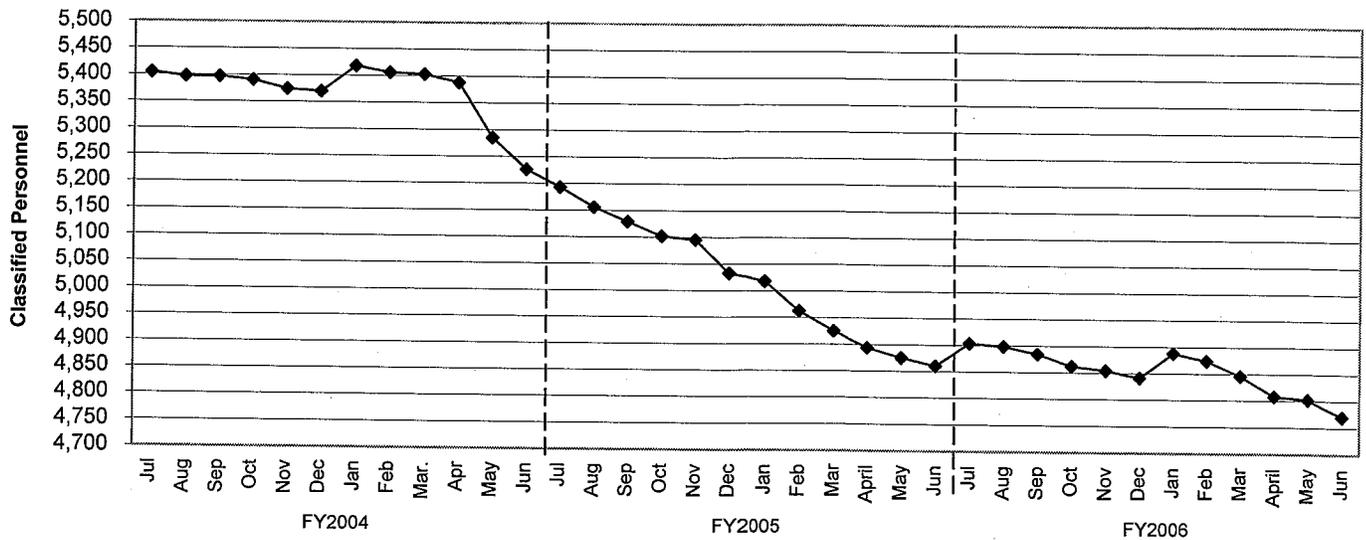


## TREND INDICATORS - HIRING AND RETIREMENTS

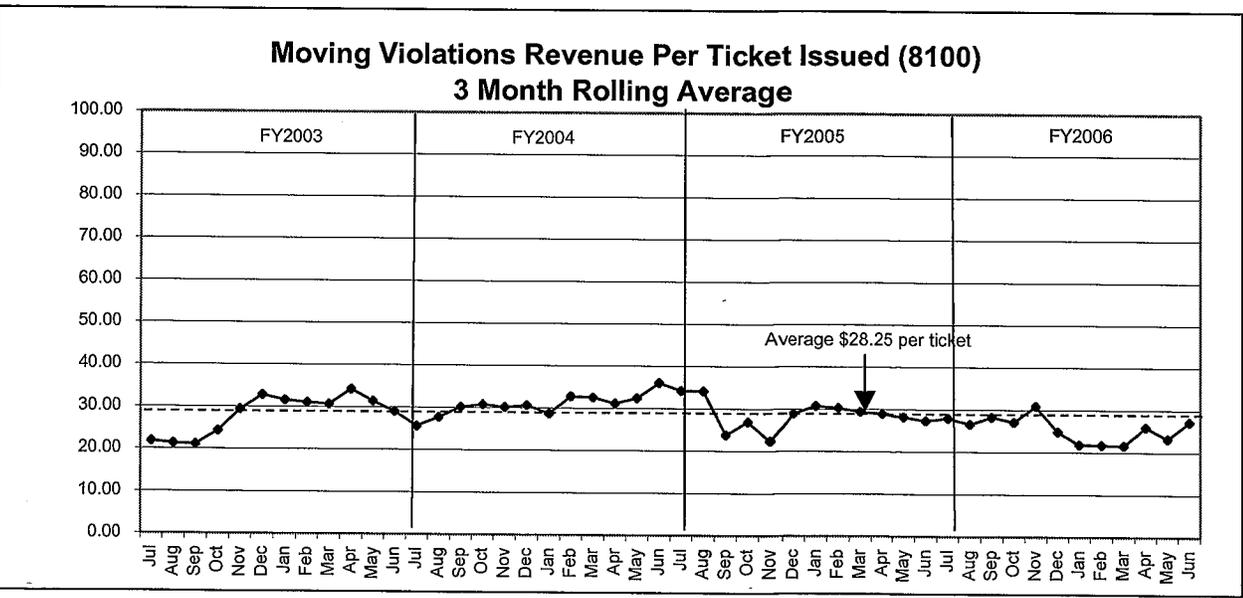
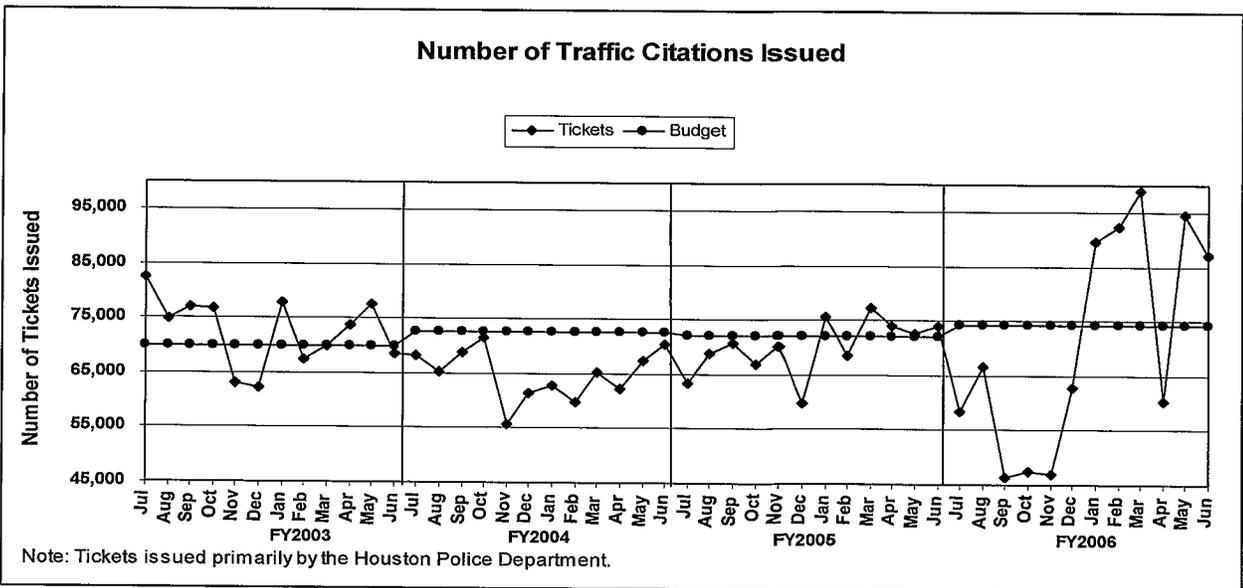
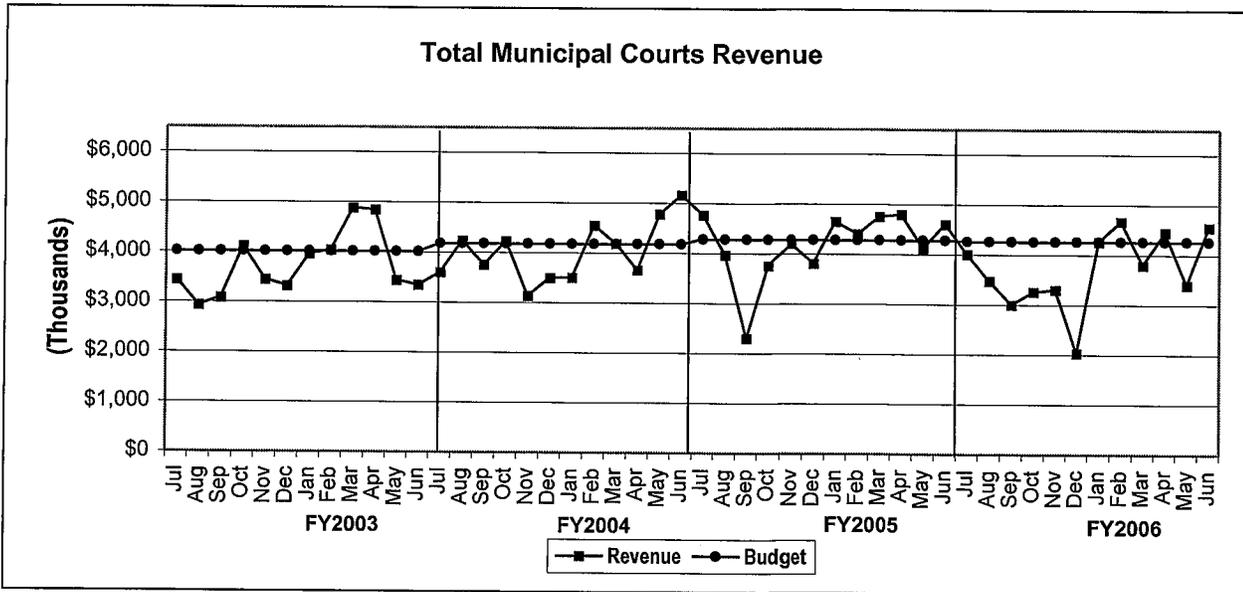
### Houston Police Department FY2006 Classified Attrition



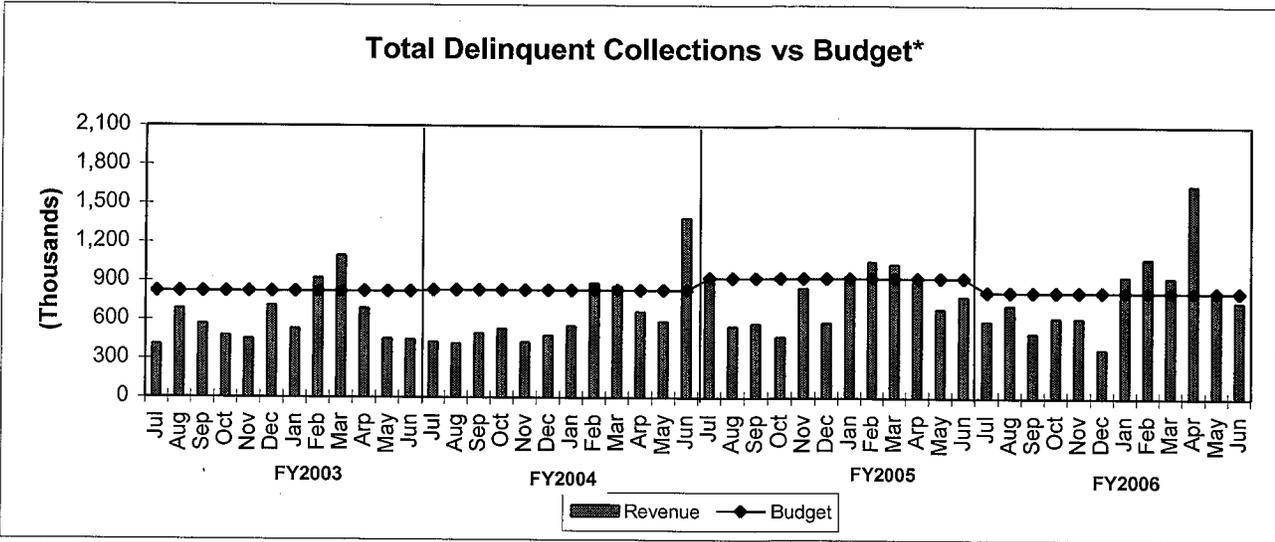
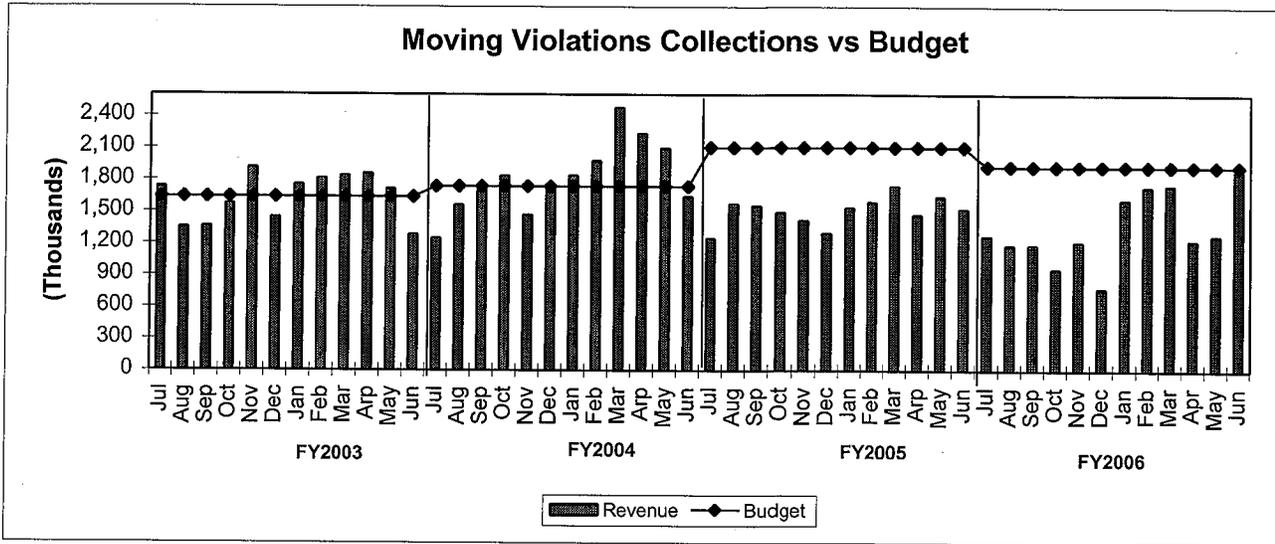
### Houston Police Department Classified Staffing - FY2004 to FY2006



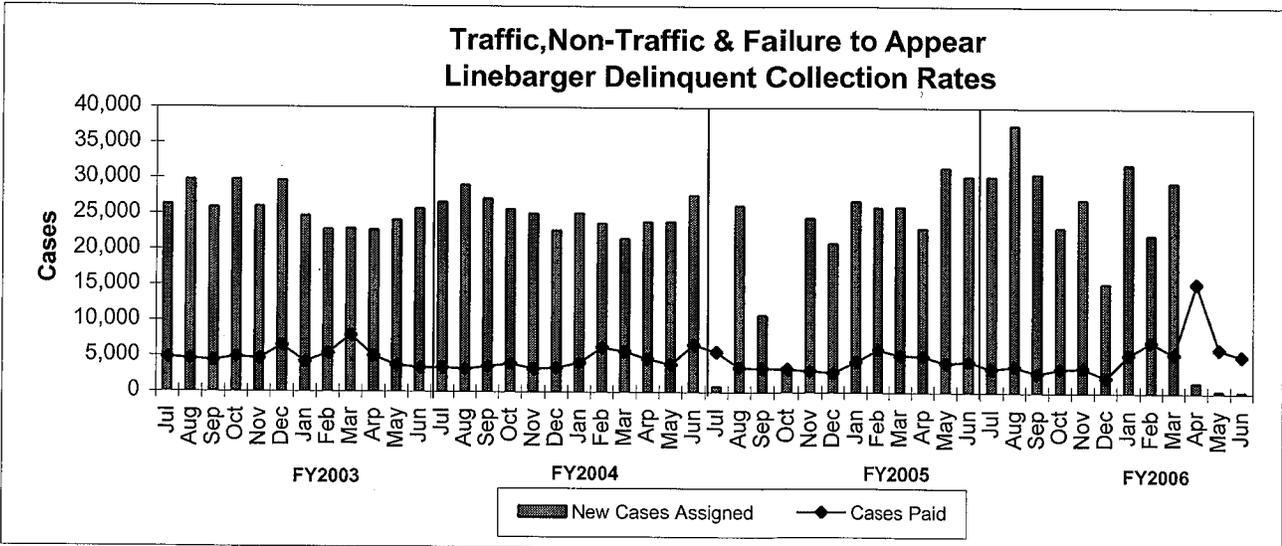
# TREND INDICATORS - MUNICIPAL COURTS



# TREND INDICATORS - MUNICIPAL COURTS



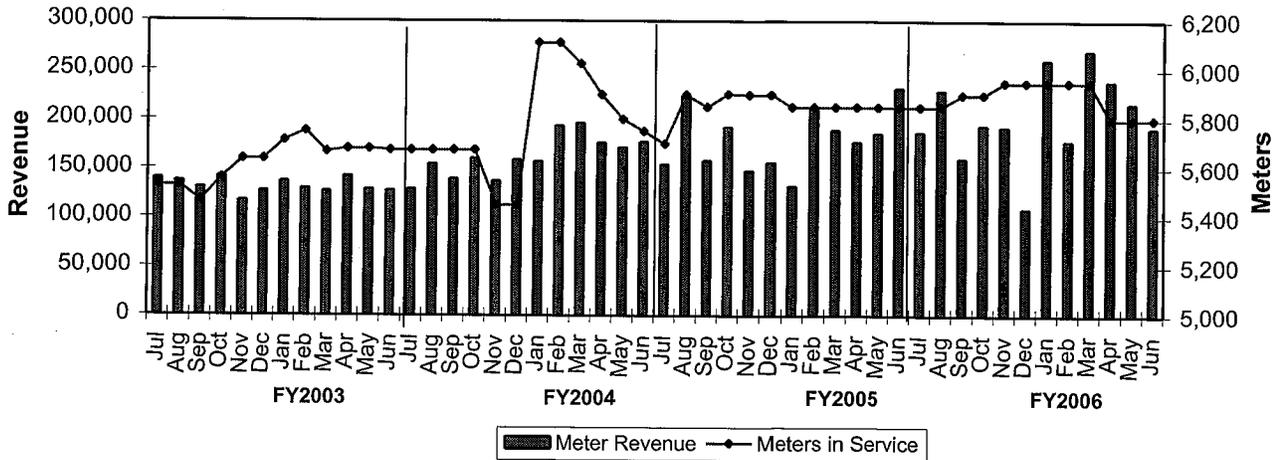
\*Net of fees and expenses paid to Linebarger



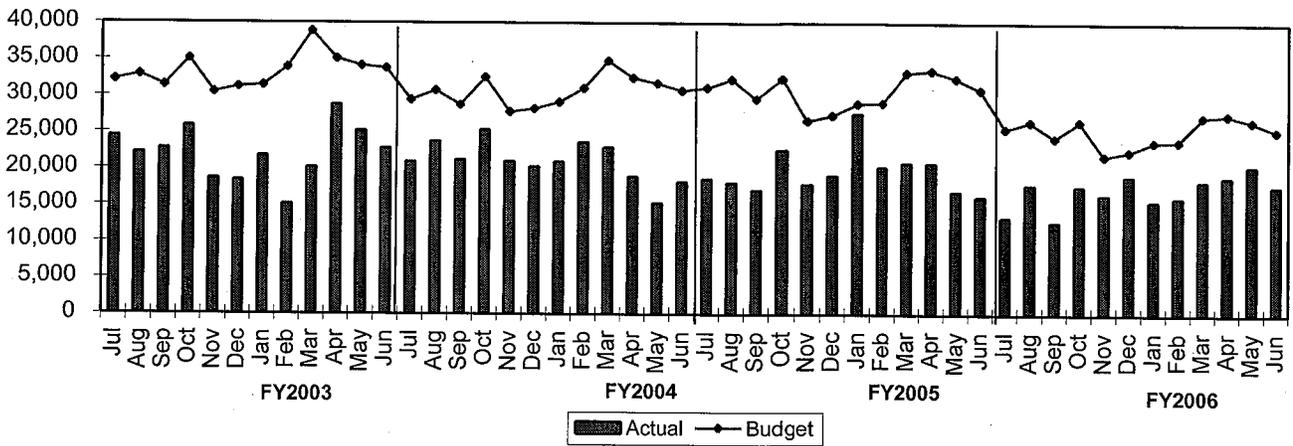
\*Excludes Delinquent Parking Collections

# TREND INDICATORS - MUNICIPAL COURTS

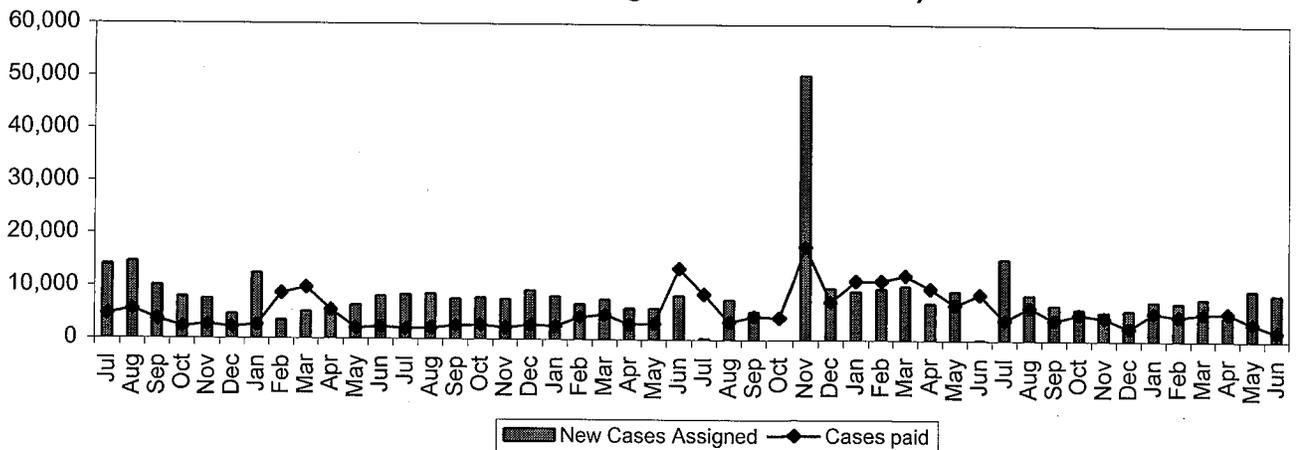
## Meter Revenue vs # Meters in Service



## Parking Violations vs Budget

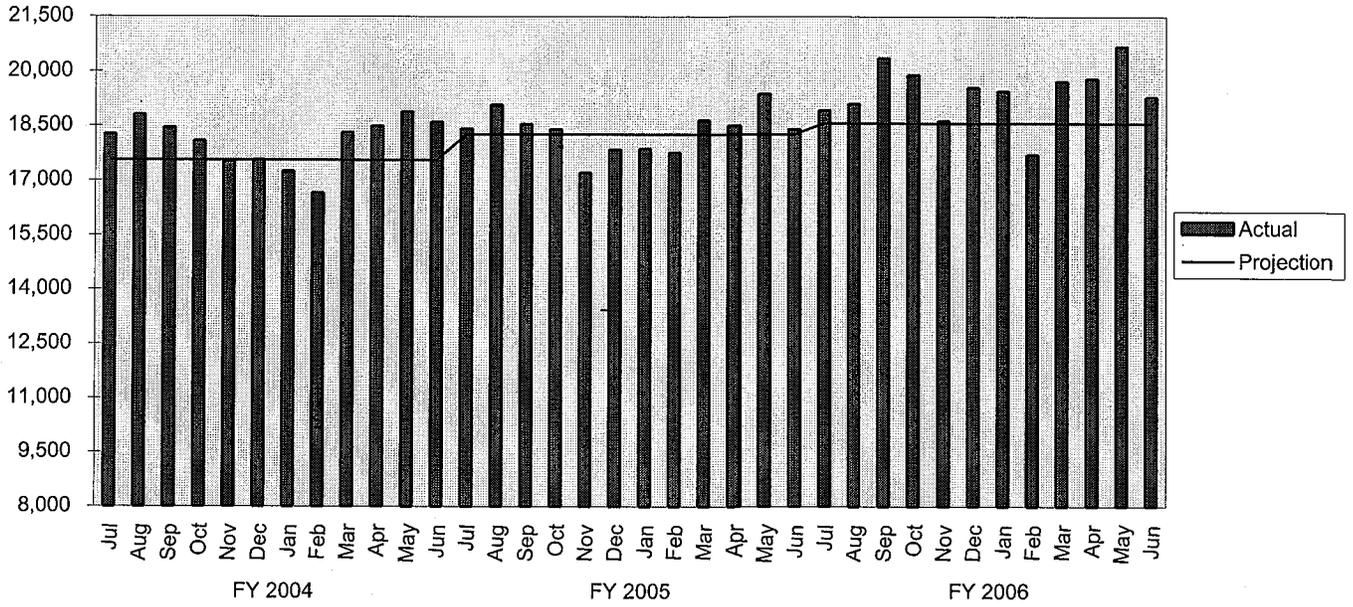


## Linebarger Delinquent Collections Rate (New Cases Assigned vs Cases Paid)

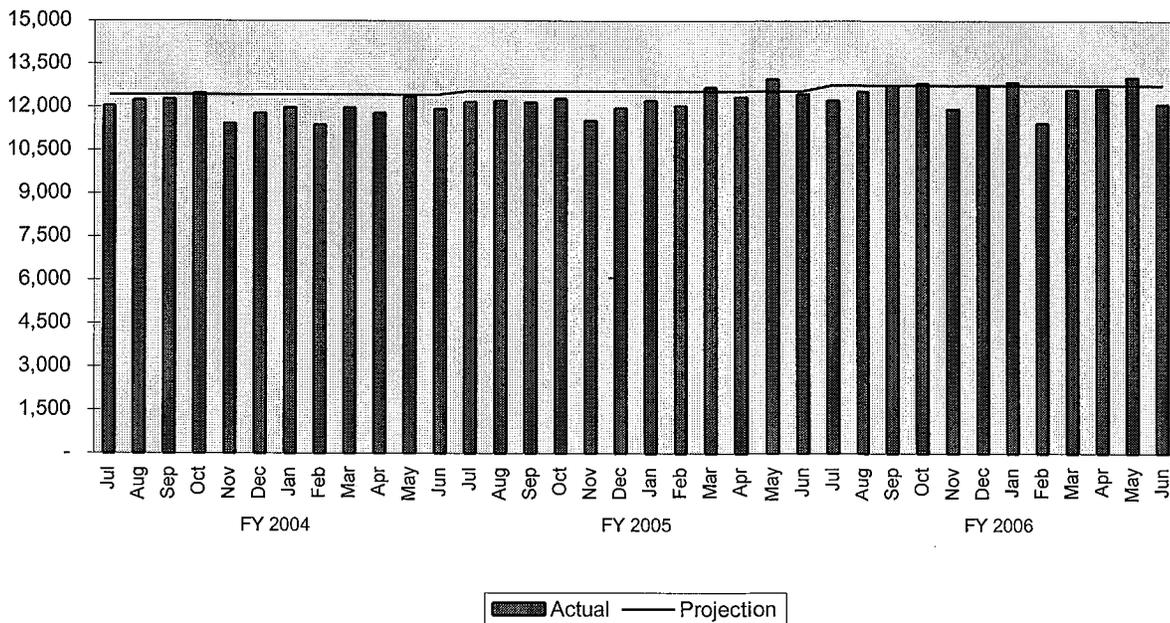


# TREND INDICATORS - AMBULANCE SERVICES

## EMS Incidents

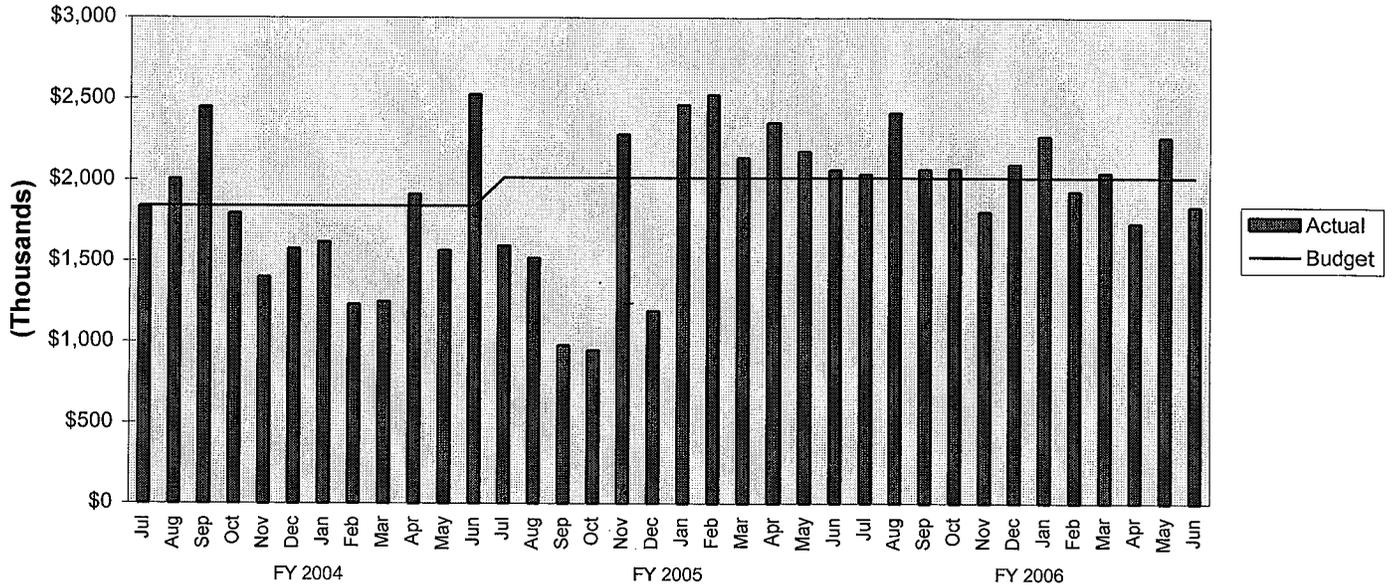


## EMS Transports

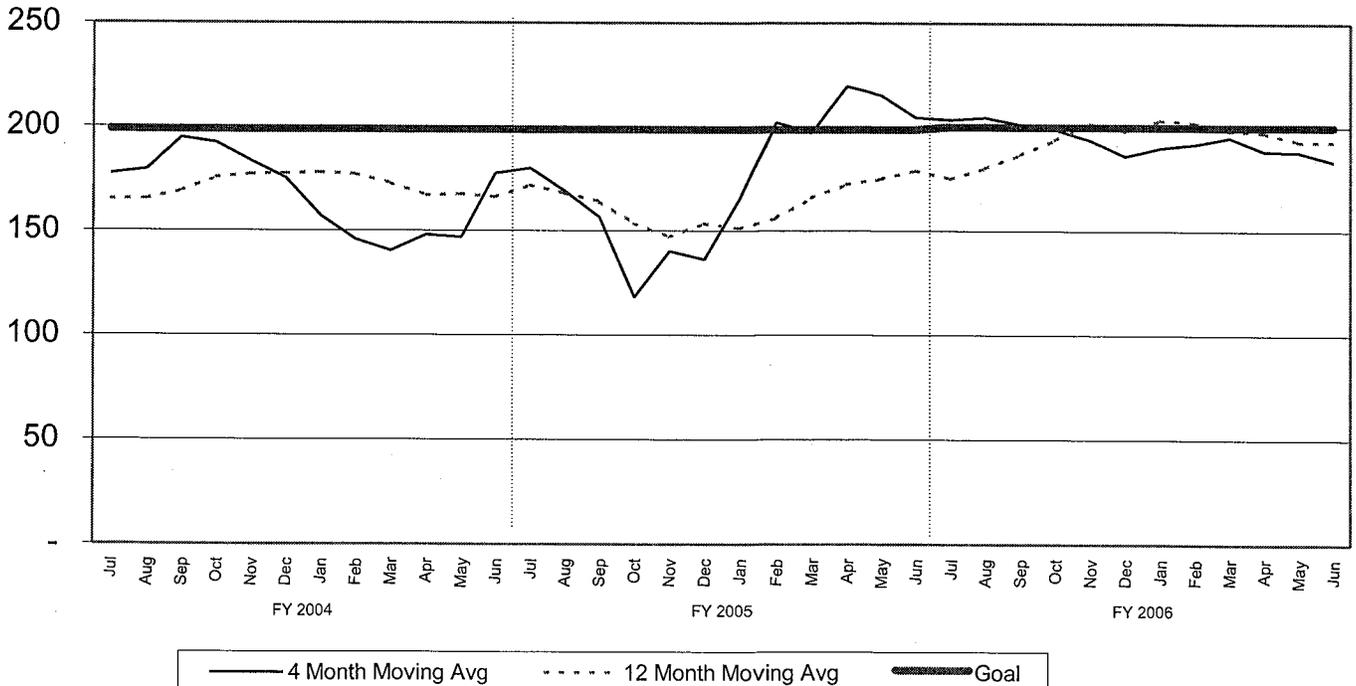


# TREND INDICATORS - AMBULANCE SERVICES

## EMS Revenue (Net Collections)

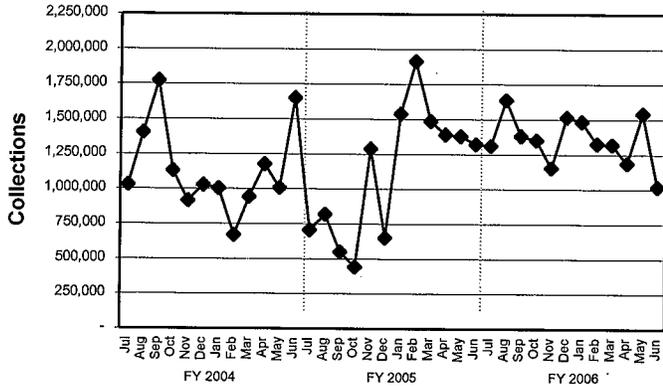


## 4 Month and 12 Month Moving Average EMS Revenue Per Transport

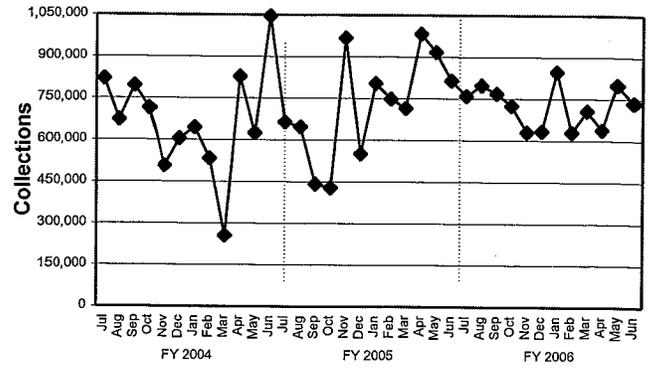


# TREND INDICATORS - AMBULANCE SERVICES

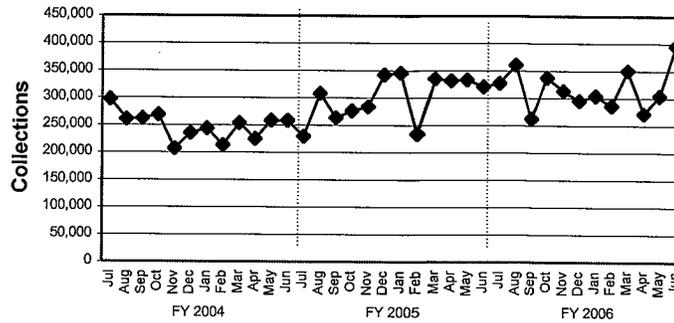
## EMS - Gross Medicare/Caid Revenue



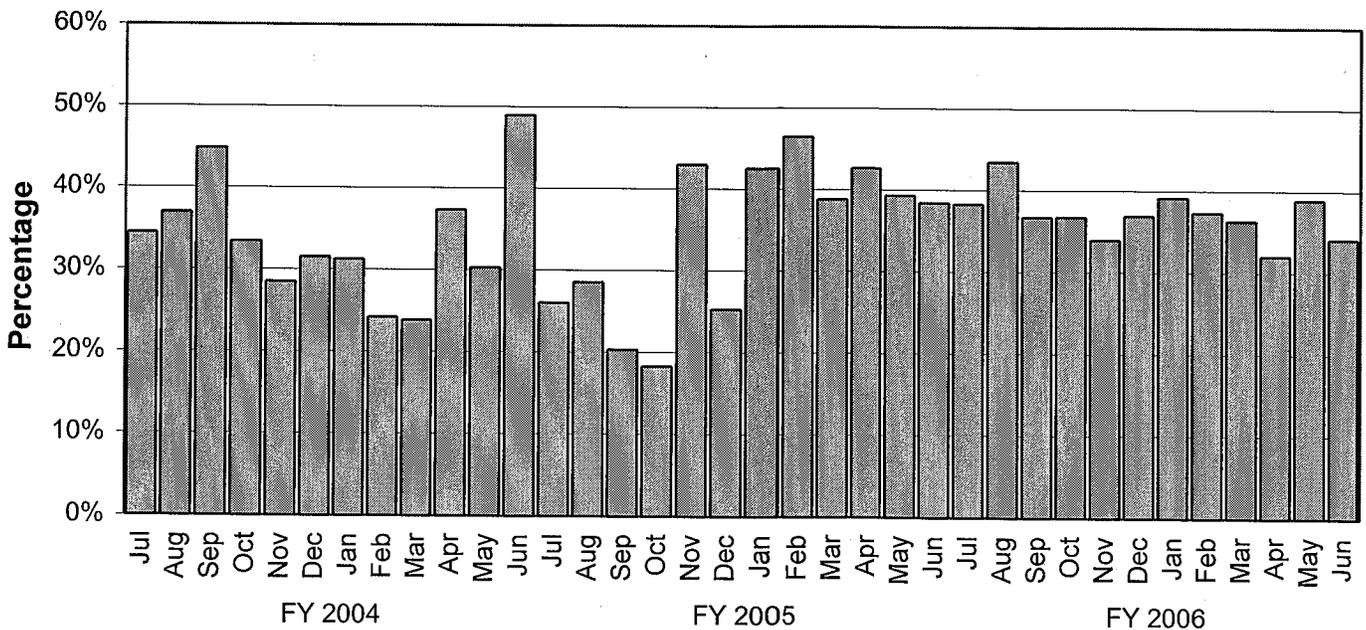
## EMS - Gross Private Insurance Revenue



## EMS - Gross Self-Pay Revenue

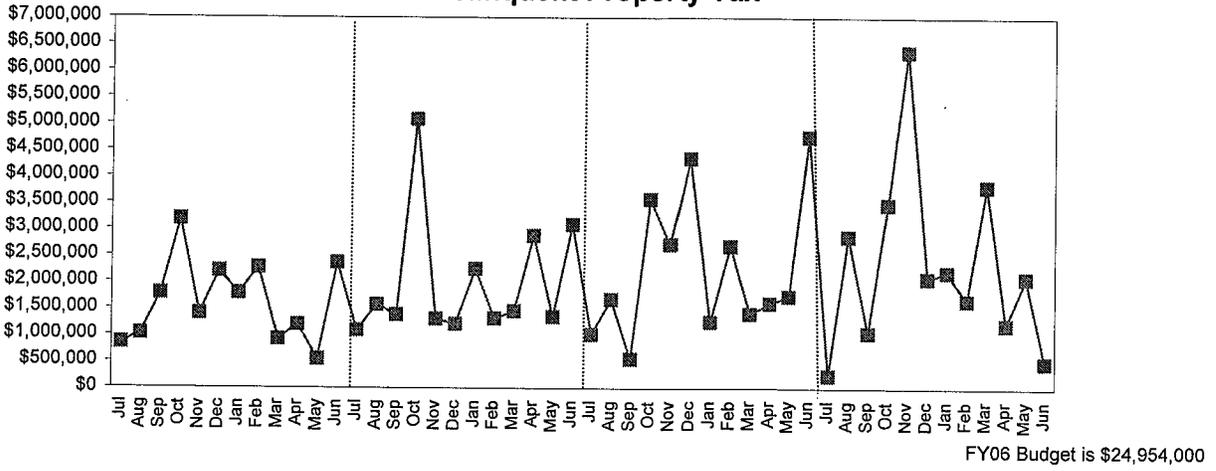


## EMS - Gross Collection Percentage

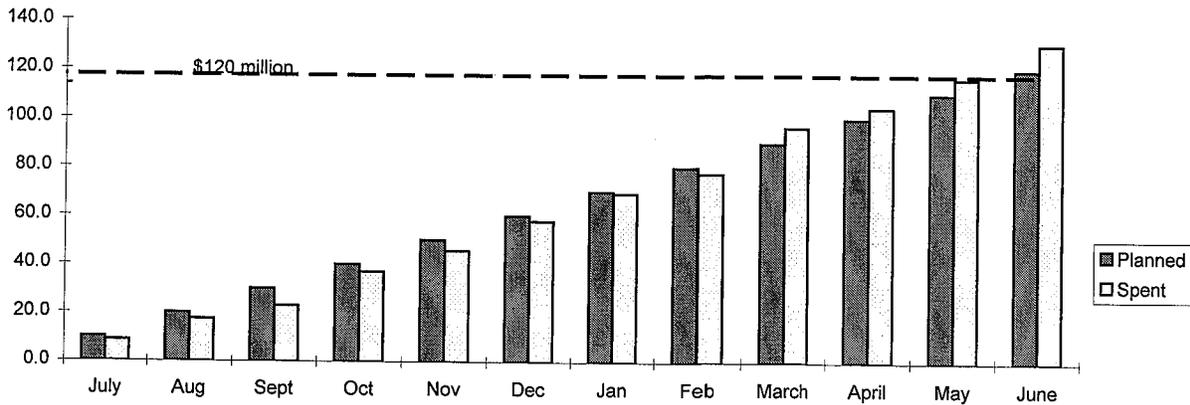


# TREND INDICATORS - MISCELLANEOUS

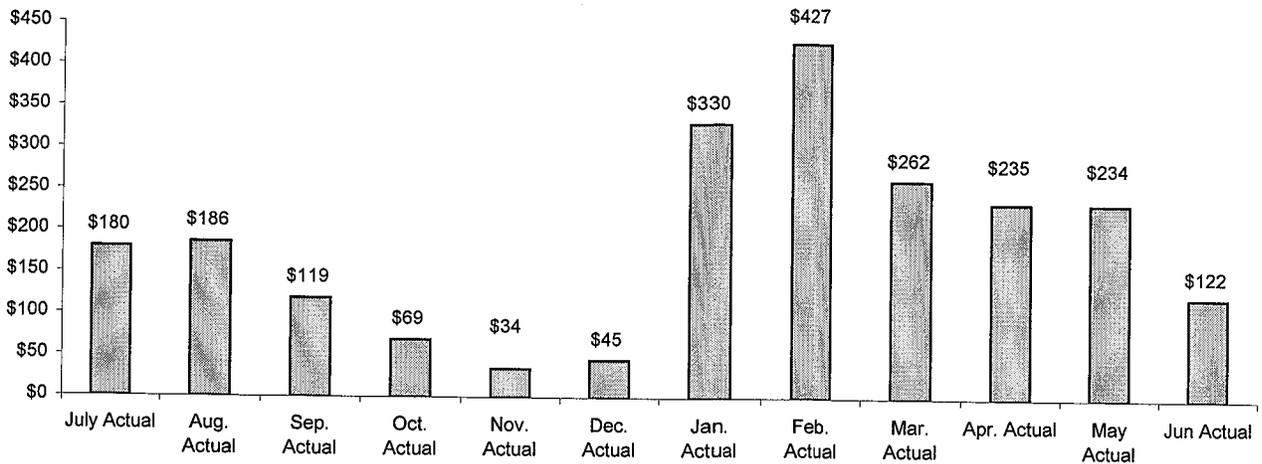
## Delinquent Property Tax



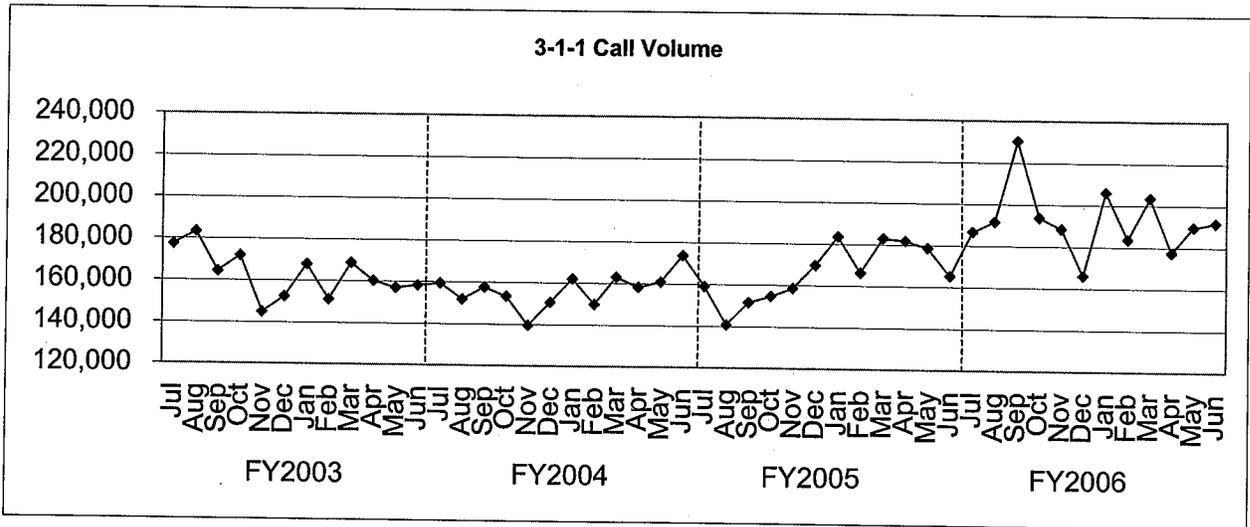
## FY2006 Public Improvement Bonds Commercial Paper Planned vs Spent (\$Millions)



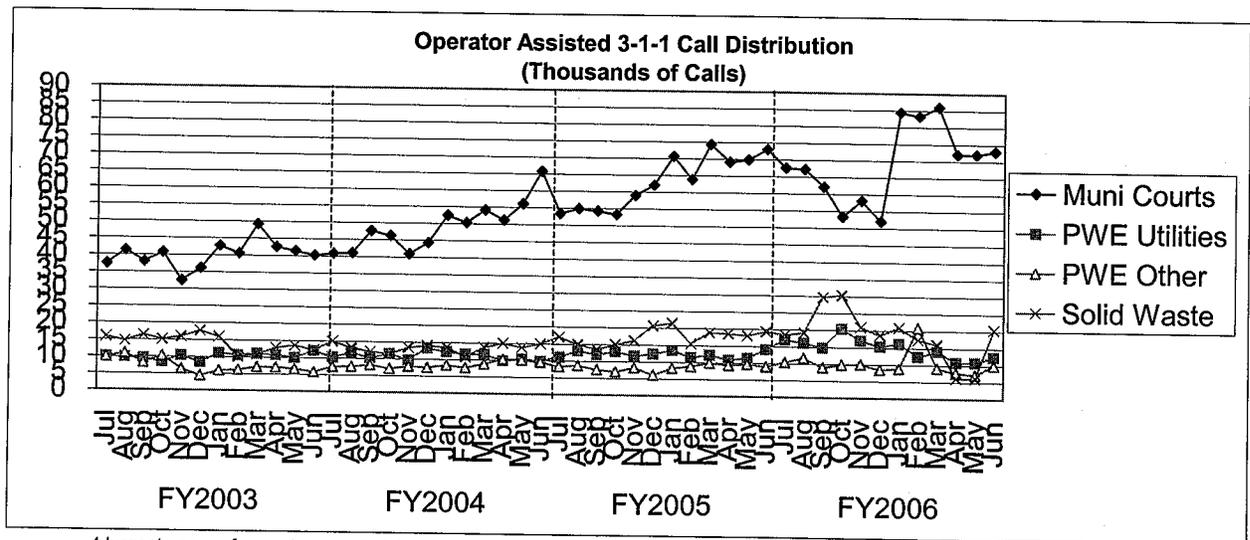
## FY2006 Projected City of Houston General Fund Ending Cash Balances (In Millions \$)



## TREND INDICATORS - MISCELLANEOUS



3-1-1 became fully operational in August 2001



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