

Monthly Financial and Operations Report
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OFFICE OF THE CITY CONTROLLER

**CITY OF HOUSTON
INTEROFFICE CORRESPONDENCE**

TO: Mayor Bill White
City Council Members

From: Annise D. Parker
City Controller

Date: November 23, 2005

Subject: October 2005 Financial Report

Attached is the Monthly Financial and Operations Report for the period ending October 31, 2005.

GENERAL FUND – Fiscal Year 2006

We are currently projecting a \$2.9 million surplus for the General Fund for Fiscal Year 2006, or a \$10.4 million net increase in revenues over last month's numbers. \$9.6 million of the increase is due to three factors: a one-time sale of land, reimbursement received as a result of the Reliant rate case and higher than expected interest earnings. The remaining \$800,000 is attributed to an adjustment in electricity costs in Building Services.

ENTERPRISE FUNDS

Aviation reflects a \$4 million decrease in Income before Operating Transfers. This is the net after a \$5 million increase in interest earnings on investments and a \$9 million increase in utility costs.

Operating Income for Convention and Entertainment increased by \$200,000 due to increased collections of delinquent Hotel Occupancy Taxes. Non-operating Service Expenditures increased by \$1 million due to higher than expected utility rates, resulting in an overall decrease in Income before Operating Transfers of \$800,000.

Operating Income for the Combined Utility System decreased by \$21 million. The net change consists of \$23.8 million in increased Electricity and Gas expenditures that are the result of higher rates. These higher utility costs are offset by a \$600,000 decrease in Supplies that are attributed to reduced fuel usage and a \$2.2 million decrease in Contracts and Other Payments.

Non-operating revenues increased by \$5.8 million. The increase is attributed to \$2.4 million from the release of escrow proceeds and \$4.4 million in Sale of Property. This is offset by an increase of \$1 million in HAWC Debt Service expenditures.

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	19.2%
Combined Utility System	18.3%
Aviation	21.7%
Convention and Entertainment	28.0%

Respectfully submitted,



Annise D. Parker
Annise D. Parker
City Controller



CITY OF HOUSTON
Finance and Administration
Department

Interoffice

Correspondence

To: Mayor Bill White
Members of City Council

From: Judy Gray Johnson, Director
Finance and Administration

Date: November 23, 2005

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

Attached is the Monthly Financial and Operations Report for the period ending October 31, 2005.

General Fund Revenues

- Our projection for FY06 General Fund revenues is \$9.2 million higher than last month.
- The projection for Interest revenues is \$1 million higher due to increases in interest rates.
- The projection for Miscellaneous/Other revenues is \$8.2 million higher due to \$5 million for a one-time sale of land at the Public Works facility on Gillette and \$3.2 million for an electricity rate case reimbursement from Reliant Energy.

General Fund Expenditures

- Our projection for FY06 General Fund expenditures is \$784 thousand lower than last month due to a reduction in projected expenditures by Building Services for electricity. All of the projected electricity costs in this month's report are based on the same assumptions using the natural gas futures market prices for the remaining months of the fiscal year.
- The transfer of Parking Management from Municipal Courts to Convention & Entertainment effective October 1, 2005 is reflected in the General Fund presentations in this report.

General Fund Ending Fund Balance

We are projecting an ending unreserved undesignated fund balance of \$129.96 million, which is approximately 9.4% of estimated expenditures less debt service.

Combined Utility System Fund

- The projection for Electricity and Gas is \$23.8 million higher than last month due to an increase in projected expenditures for electricity which was shown at budget last month.
- Expenditures for Contracts and Other Payments are projected to be \$2.2 million lower than last month. Expenditures for electricity for the Houston Area Water Corporation (HAWC) were originally budgeted in Contracts and Other Payments but now are included in the projection for Electricity and Gas mentioned above.
- Sale of Property revenue is \$4.4 million higher than budgeted primarily due to a sale of property at 306 McGowen.
- Other Revenue has been increased by \$2.4 million to reflect a refund of bond escrow funds relating to Harris County Utility District #5.
- The projection for Debt Service payments for the Houston Area Water Corporation (HAWC) is \$980 thousand higher than last month.

Stormwater Fund

- Personnel costs are projected to be \$1.8 million lower than budgeted due to higher than expected employee turnover.
- The projection for the Transfer In from the Combined Utility System is \$1.7 million lower than budgeted due to the decrease in projected expenditures for personnel.

Convention & Entertainment Facilities Operating Fund

- Collections of Hotel Occupancy Taxes as of November 15, 2005 are up \$3 million compared with the first half of last year. As a result, revenues from the Hotel Occupancy Tax are still projected to reach the original budgeted total.
- Expenditures for electricity are \$1 million higher than budgeted.

Aviation Operating Fund

- Expenditures for electricity are projected to be \$9 million more than budgeted.
- The projection for Interest revenue is \$5 million higher than last month due to expected increases in interest rates.

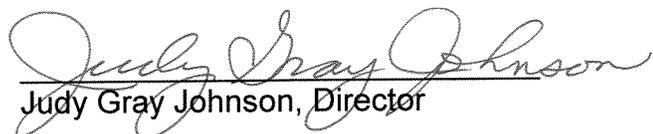
November 23, 2005
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- The projection for Interest expense is \$1 million lower than last month due to an increase in expected additional grant funding which will be used to directly pay the interest expense.

Katrina Aid & Recovery Fund

City of Houston officials and staff continue to dedicate considerable time and effort toward working with FEMA to fund expenditures Houston has incurred as a result of Hurricane Katrina. Approximately \$27 million expenditures have been incurred through October 31, 2005 and approximately \$40 million in funding has been received from FEMA and other sources (slightly more than \$39 million from FEMA and slightly more than \$1 million from donations and other sources). In November an additional \$105.5 million has been obligated by FEMA and the City has requested advances of \$61 million, which should be received by the end of next week. As of November 19th, the Joint Housing Task Force has helped place over 20,000 evacuee households in apartments in the Houston area.

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 October 31, 2005
(amounts expressed in thousands)

	Unaudited Preliminary FY2005	FY2006				Controller's Projection	F & A Projection	Variance between Controller and F&A
		Adopted Budget	Current Budget	% of Budget				
Revenues								
General Property Taxes	\$ 671,294	\$ 690,246	\$ 690,246	46%	\$ 688,894	\$ 688,421	(473)	
Industrial Assessments	14,635	13,830	13,830	1%	13,830	13,830	0	
Sales Tax	370,780	395,845	395,845	26%	394,432	394,554	122	
Electric Franchise	77,760	88,100	88,100	6%	88,100	88,100	0	
Telephone Franchise	49,714	48,960	48,960	3%	49,074	48,000	(1,074)	
Gas Franchise	18,520	18,767	18,767	1%	23,000	21,975	(1,025)	
Other Franchise	16,269	15,801	15,801	1%	15,728	15,801	73	
Licenses and Permits	17,692	19,073	19,073	1%	17,522	19,073	1,551	
Intergovernmental	30,739	36,432	36,432	2%	33,187	36,432	3,245	
Charges for Services	39,932	43,490	43,490	3%	40,671	42,603	1,932	
Direct Interfund Services	61,705	44,345	44,345	3%	44,345	44,345	0	
Indirect Interfund Services	11,031	14,887	14,887	1%	14,887	14,887	0	
Municipal Courts Fines and Forfeits	51,709	47,806	47,806	3%	48,005	44,921	(3,084)	
Other Fines and Forfeits	2,424	2,768	2,768	0%	4,179	4,268	89	
Interest	6,414	6,500	6,500	0%	7,400	7,500	100	
Miscellaneous/Other	16,129	12,764	12,764	1%	20,799	20,990	191	
Total Revenues	1,456,747	1,499,614	1,499,614	100%	1,504,053	1,505,700	1,647	
Expenditures								
Affirmative Action	1,714	1,637	1,637	0%	1,637	1,637	0	
Building Services	24,632	27,731	33,117	2%	36,344	36,344	0	
City Council	4,266	4,498	4,498	0%	4,498	4,498	0	
City Secretary	626	727	727	0%	727	727	0	
Controller	5,959	6,054	6,054	0%	6,054	6,054	0	
Convention & Entertainment	0	0	1,838	0%	1,838	1,838	0	
Finance and Administration	19,873	20,820	20,662	1%	20,662	20,662	0	
Fire	291,352	323,502	323,502	21%	323,502	323,502	0	
Health and Human Services	50,311	50,780	45,344	3%	45,344	45,344	0	
Human Resources	2,217	2,371	2,371	0%	2,371	2,371	0	
Information Technology	12,278	12,653	12,653	1%	12,653	12,653	0	
Legal	10,675	11,435	11,428	1%	11,428	11,428	0	
Library	33,222	29,641	29,641	2%	29,641	29,641	0	
Mayor's Office	1,849	1,928	2,153	0%	2,153	2,153	0	
Municipal Courts - Administration	16,350	16,780	14,942	1%	15,842	15,842	0	
Municipal Courts - Justice	4,213	4,284	4,284	0%	4,284	4,284	0	
Parks and Recreation	47,592	47,613	47,603	3%	47,603	47,603	0	
Planning and Development	7,155	7,417	7,417	0%	7,417	7,417	0	
Police	498,487	542,379	543,534	35%	537,434	537,434	0	
Public Works and Engineering	88,840	70,966	70,966	5%	76,405	76,405	0	
Solid Waste Management	66,989	69,031	68,241	4%	68,241	68,241	0	
Total Departmental Expenditures	1,188,600	1,252,247	1,252,612	80%	1,256,078	1,256,078	0	
Non-Departmental Expenditures and Other Uses								
General Government	91,213	123,367	123,002	8%	121,084	121,084	0	
Debt Service Transfer	188,000	195,000	195,000	12%	195,000	195,000	0	
Total Non-Dept. Exp. and Other Uses	279,213	318,367	318,002	20%	316,084	316,084	0	
Total Expenditures and Other Uses	1,467,813	1,570,614	1,570,614	100%	1,572,162	1,572,162	0	
Net Current Activity	(11,066)	(71,000)	(71,000)		(68,109)	(66,462)	1,647	
Amount Needed to Balance the Budget					0			
Transfers from other funds	1,028	-	-		-	-		
Pension Bond Proceeds	47,905	71,000	71,000		71,000	71,000		
Disaster Recovery Fund Transfer	-	-	-		-	-		
Change in Misc Other Reserves	(631)	-	-		-	-		
Unreserved Fund Balance, Beginning of Year	110,260	147,496	147,496		147,496	147,496		
Unreserved Fund Balance, End of Year	\$ 147,496	\$ 147,496	\$ 147,496		\$ 150,387	\$ 152,034		
Designated for Sign Abatement	(2,074)	(2,074)	(2,074)		(2,074)	(2,074)		
Designated for Rainy Day Fund	(20,000)	(20,000)	(20,000)		(20,000)	(20,000)		
Undesignated Fund Balance, End of Year	\$ 125,422	\$ 125,422	\$ 125,422		\$ 128,313	\$ 129,960		

General Fund
Controller's Office
For the period ended October 31, 2005
(amounts expressed in thousands)

	Unaudited Preliminary FY2005	FY2006						
		Adopted Budget	Current Budget	Current Month	YTD	Controller's Projection	Variance from Current Budget	% Variance
Revenues								
General Property Taxes	\$ 671,294	\$ 690,246	\$ 690,246	\$ 3,659	\$ 17,421	\$ 688,894	\$ (1,352)	-0.2%
Industrial Assessments	14,635	13,830	13,830	1,154	4,658	13,830	0	0.0%
Sales Tax	370,780	395,845	395,845	28,516	125,767	394,432	(1,413)	-0.4%
Electric Franchise	77,760	88,100	88,100	191	32,379	88,100	0	0.0%
Telephone Franchise	49,714	48,960	48,960	5,096	17,524	49,074	114	0.2%
Gas Franchise	18,520	18,767	18,767	2,190	5,371	23,000	4,233	22.6%
Other Franchise	16,269	15,801	15,801	1,301	5,264	15,728	(73)	-0.5%
Licenses and Permits	17,692	19,073	19,073	1,430	4,974	17,522	(1,551)	-8.1%
Intergovernmental	30,739	36,432	36,432	2,221	2,414	33,187	(3,245)	-8.9%
Charges for Services	39,932	43,490	43,490	2,682	8,981	40,671	(2,819)	-6.5%
Direct Interfund Services	61,705	44,345	44,345	1,161	11,404	44,345	0	0.0%
Indirect Interfund Services	11,031	14,887	14,887	310	2,182	14,887	0	0.0%
Municipal Courts Fines and Forfeits	51,709	47,806	47,806	3,120	12,993	48,005	199	0.4%
Other Fines and Forfeits	2,424	2,768	2,768	125	596	4,179	1,411	51.0%
Interest	6,414	6,500	6,500	470	2,394	7,400	900	13.8%
Miscellaneous/Other	16,129	12,764	12,764	8,258	10,743	20,799	8,035	63.0%
Total Revenues	1,456,747	1,499,614	1,499,614	61,884	265,065	1,504,053	4,439	0.3%
Expenditures								
Affirmative Action	1,714	1,637	1,637	132	545	1,637	0	0.0%
Building Services	24,632	27,731	33,117	3,589	11,139	36,344	(3,227)	-9.7%
City Council	4,266	4,498	4,498	353	1,473	4,498	0	0.0%
City Secretary	626	727	727	52	211	727	0	0.0%
Controller	5,959	6,054	6,054	455	1,728	6,054	0	0.0%
Convention & Entertainment	0	0	1,838	100	100	1,838	0	0.0%
Finance and Administration	19,873	20,820	20,662	1,761	6,392	20,662	0	0.0%
Fire	291,352	323,502	323,502	27,849	103,049	323,502	0	0.0%
Health and Human Services	50,311	50,780	45,344	3,994	14,824	45,344	0	0.0%
Human Resources	2,217	2,371	2,371	205	727	2,371	0	0.0%
Information Technology	12,278	12,653	12,653	1,008	3,415	12,653	0	0.0%
Legal	10,675	11,435	11,428	971	3,640	11,428	0	0.0%
Library	33,222	29,641	29,641	2,608	9,331	29,641	0	0.0%
Mayor's Office	1,849	1,928	2,153	(245)	492	2,153	0	0.0%
Municipal Courts - Administration	16,350	16,780	14,942	1,498	5,805	15,842	(900)	-6.0%
Municipal Courts - Justice	4,213	4,284	4,284	343	1,399	4,284	0	0.0%
Parks and Recreation	47,592	47,613	47,603	4,248	16,880	47,603	0	0.0%
Planning and Development	7,155	7,417	7,417	565	2,208	7,417	0	0.0%
Police	498,487	542,379	543,534	49,392	184,038	537,434	6,100	1.1%
Public Works and Engineering	88,840	70,966	70,966	6,485	22,174	76,405	(5,439)	-7.7%
Solid Waste Management	66,989	69,031	68,241	6,801	24,183	68,241	0	0.0%
Total Departmental Expenditures	1,188,600	1,252,247	1,252,612	112,164	413,753	1,256,078	(3,466)	-0.3%
Non-Departmental Expenditures and Other Uses								
General Government	91,213	123,367	123,002	7,136	27,093	121,084	1,918	1.6%
Debt Service Transfer	188,000	195,000	195,000	0	0	195,000	0	0.0%
Total Non-Dept. Exp. And Other Uses	279,213	318,367	318,002	7,136	27,093	316,084	1,918	0.6%
Total Expenditures and Other Uses	1,467,813	1,570,614	1,570,614	119,300	440,846	1,572,162	(1,548)	-0.1%
Net Current Activity	(11,066)	(71,000)	(71,000)	(57,416)	(175,781)	(68,109)	2,891	
Amount Needed to Balance the Budget						0		
Transfers from other funds	1,028	-	-	0	-	-	0	
Pension Bond Proceeds	47,905	71,000	71,000	0	-	71,000	0	
Disaster Recovery Fund Transfer	-	-	-	0	-	-		
Change in Misc. Other Reserves	(631)	-	-	0	-	-		
Unreserved Fund Balance, Beg. of Year	110,260	147,496	147,496	147,496	28,658	147,496	0	
Unreserved Fund Balance, End of Year	147,496	147,496	147,496	90,080	(147,123)	150,387	2,891	
Designated for Sign Abatement	(2,074)	(2,074)	(2,074)	(2,074)	(2,074)	(2,074)	0	
Designated for Rainy Day Fund	(20,000)	(20,000)	(20,000)	(20,000)	(20,000)	(20,000)	0	
Undesignated Fund Balance, End of Year	\$ 125,422	\$ 125,422	\$ 125,422	\$ 68,006	\$ (169,197)	\$ 128,313	\$ 2,891	

General Fund
Finance and Administration
For the period ended October 31, 2005
(amounts expressed in thousands)

	Unaudited Preliminary FY2005	FY2006					F & A Projection	Variance from Current Budget	% Variance
		Adopted Budget	Current Budget	Current Month	YTD				
Revenues									
General Property Taxes	\$ 671,294	\$ 690,246	690,246	\$ 3,659	\$ 17,421	\$ 688,421	(1,825)	-0.3%	
Industrial Assessments	14,635	13,830	13,830	1,154	4,658	13,830	0	0.0%	
Sales Tax	370,780	395,845	395,845	28,516	125,767	394,554	(1,291)	-0.3%	
Electric Franchise	77,760	88,100	88,100	191	32,379	88,100	0	0.0%	
Telephone Franchise	49,714	48,960	48,960	5,096	17,524	48,000	(960)	-2.0%	
Gas Franchise	18,520	18,767	18,767	2,190	5,371	21,975	3,208	17.1%	
Other Franchise	16,269	15,801	15,801	1,301	5,264	15,801	0	0.0%	
Licenses and Permits	17,692	19,073	19,073	1,430	4,974	19,073	0	0.0%	
Intergovernmental	30,739	36,432	36,432	2,221	2,414	36,432	0	0.0%	
Charges for Services	39,932	43,490	43,490	2,682	8,981	42,603	(887)	-2.0%	
Direct Interfund Services	61,705	44,345	44,345	1,161	11,404	44,345	0	0.0%	
Indirect Interfund Services	11,031	14,887	14,887	310	2,182	14,887	0	0.0%	
Municipal Courts Fines and Forfeits	51,709	47,806	47,806	3,120	12,993	44,921	(2,885)	-6.0%	
Other Fines and Forfeits	2,424	2,768	2,768	125	596	4,268	1,500	54.2%	
Interest	6,414	6,500	6,500	470	2,394	7,500	1,000	15.4%	
Miscellaneous/Other	16,129	12,764	12,764	8,258	10,743	20,990	8,226	64.4%	
Total Revenues	1,456,747	1,499,614	1,499,614	61,884	265,065	1,505,700	6,086	0.4%	
Expenditures									
Affirmative Action	1,714	1,637	1,637	132	545	1,637	0	0.0%	
Building Services	24,632	27,731	33,117	3,589	11,139	36,344	(3,227)	-9.7%	
City Council	4,266	4,498	4,498	353	1,473	4,498	0	0.0%	
City Secretary	626	727	727	52	211	727	0	0.0%	
Controller	5,959	6,054	6,054	455	1,728	6,054	0	0.0%	
Convention & Entertainment	0	0	1,838	100	100	1,838	0	0.0%	
Finance and Administration	19,873	20,820	20,662	1,761	6,392	20,662	0	0.0%	
Fire	291,352	323,502	323,502	27,849	103,049	323,502	0	0.0%	
Health and Human Services	50,311	50,780	45,344	3,994	14,824	45,344	0	0.0%	
Human Resources	2,217	2,371	2,371	205	727	2,371	0	0.0%	
Information Technology	12,278	12,653	12,653	1,008	3,415	12,653	0	0.0%	
Legal	10,675	11,435	11,428	971	3,640	11,428	0	0.0%	
Library	33,222	29,641	29,641	2,608	9,331	29,641	0	0.0%	
Mayor's Office	1,849	1,928	2,153	(245)	492	2,153	0	0.0%	
Municipal Courts - Administration	16,350	16,780	14,942	1,498	5,805	15,842	(900)	-6.0%	
Municipal Courts - Justice	4,213	4,284	4,284	343	1,399	4,284	0	0.0%	
Parks and Recreation	47,592	47,613	47,603	4,248	16,880	47,603	0	0.0%	
Planning and Development	7,155	7,417	7,417	565	2,208	7,417	0	0.0%	
Police	498,487	542,379	543,534	49,392	184,038	537,434	6,100	1.1%	
Public Works and Engineering	88,840	70,966	70,966	6,485	22,174	76,405	(5,439)	-7.7%	
Solid Waste Management	66,989	69,031	68,241	6,801	24,183	68,241	0	0.0%	
Total Departmental Expenditures	1,188,600	1,252,247	1,252,612	112,164	413,753	1,256,078	(3,466)	-0.3%	
Non-Departmental Expenditures and Other Uses									
General Government	91,213	123,367	123,002	7,136	27,093	121,084	1,918	1.6%	
Debt Service Transfer	188,000	195,000	195,000	0	0	195,000	0	0.0%	
Total Non-Dept. Exp. and Other Uses	279,213	318,367	318,002	7,136	27,093	316,084	1,918	0.6%	
Total Expenditures and Other Uses	1,467,813	1,570,614	1,570,614	119,300	440,846	1,572,162	(1,548)	-0.1%	
Net Current Activity	(11,066)	(71,000)	(71,000)	(57,416)	(175,781)	(66,462)	4,538		
Transfers from other funds	1,028	-	-	-	-	-	0		
Pension Bond Proceed	47,905	71,000	71,000	-	-	71,000	0		
Disaster Recovery Fund Transfer	-	-	-	-	-	-	-		
Change in Misc. Other Reserves	(631)	-	-	-	-	-	-		
Unreserved Fund Balance, Beg. of Year	110,260	147,496	147,496	147,496	28,658	147,496	0		
Unreserved Fund Balance, End of Year	147,496	147,496	147,496	90,080	(147,123)	152,034	4,538		
Designated for Sign Abatement	(2,074)	(2,074)	(2,074)	-	-	(2,074)	-		
Designated for Rainy Day Fund	(20,000)	(20,000)	(20,000)	(20,000)	-	(20,000)	-		
Undesignated Fund Balance, End of Year	\$ 125,422	\$ 125,422	\$ 125,422	\$ 70,080	\$ (147,123)	\$ 129,960	\$ 4,538		

General Fund
General Government
For the period ended October 31, 2005
(amounts expressed in thousands)

	Unaudited Preliminary FY2005	FY2006						
		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	22,963	1,530	6,123	26.7%	22,963	22,963
Pension-Police	0	0	0	0	0	0.0%	0	0
Insurance-Classified (Retirees)	15,565	26,377	26,377	2,010	8,050	30.5%	26,377	26,377
Long Term Disability	(42)	0	0	0	0	0.0%	0	0
Compensation Contingency	0	0	0	0	0	0.0%	0	0
Total Personnel Services	28,997	49,340	49,340	3,540	14,173	28.7%	49,340	49,340
Insurance Fees	1,153	1,283	1,283	0	24	1.9%	1,283	1,283
Accounting and Auditing Svcs	890	865	865	236	436	50.4%	865	865
Advertising Svcs	278	225	225	7	36	16.0%	225	225
Legal Services	2,282	1,356	1,356	93	549	40.5%	1,356	1,356
Management Consulting Svcs.	334	232	232	12	73	31.5%	233	232
Misc Support Svcs	280	250	250	105	0	0.0%	250	250
Real Estate Lease	9,000	8,069	8,069	(15)	1,449	18.0%	6,874	6,874
Parking Space Rental	1	0	0	0	0	0.0%	0	0
METRO Commuter Passes	516	600	600	32	359	59.8%	600	600
Electricity	0	5,816	5,816	0	0	0.0%	5,816	5,816
Other Interfund Services	0	0	0	0	0	0.0%	0	0
Limited Purpose Annexation Pmts.	12,654	15,686	15,686	1,235	1,235	7.9%	15,686	15,686
Print Shop Services	4	0	0	0	0	0.0%	0	0
Printing and Reproduction Svcs.	2	0	0	(1)	0	0.0%	0	0
Tax Appraisal Fees	5,003	5,140	5,140	0	1,244	24.2%	5,140	5,140
Tax Refunds	0	0	0	0	0	0.0%	0	0
Billing and Collection Svcs	750	750	750	147	392	52.3%	750	750
Elections	1,334	2,400	2,400	681	681	28.4%	2,400	2,400
Claims and Judgments	5,813	5,000	5,000	417	1,177	23.5%	5,000	5,000
Contingency/Reserve	0	0	723	0	0	0.0%	0	0
Zoo Contract	7,494	7,687	7,687	640	2,562	33.3%	7,687	7,687
Misc Other Services and Charges	2,645	2,136	2,136	6	20	0.9%	2,136	2,136
Membership and Professional Fees	656	734	734	100	100	13.6%	733	734
Mgmt Initiative Savings	0	0	0	0	0	0.0%	0	0
Total Other Services and Charges	51,089	58,229	58,952	3,695	10,337	17.5%	57,034	57,034
Other Financing Uses								
Debt Service-Interest	3,194	6,100	5,012	0	210	4.2%	5,012	5,012
Transfers to General Fund	0	0	0	0	0	0.0%	0	0
Transfers to Conv & Entertain	274	1,428	1,428	(99)	305	21.4%	1,428	1,428
Transfers to Special Revenues	7,659	8,270	8,270	0	2,068	25.0%	8,270	8,270
Total Other Financing Uses	11,127	15,798	14,710	(99)	2,583	17.6%	14,710	14,710
Total General Government	91,213	123,367	123,002	7,136	27,093	22.0%	121,084	121,084
Debt Service Transfers								
Transfers to PIB Debt Svc	184,000	190,000	190,000	0	0	0.0%	190,000	190,000
Transfers to CO Debt Svc	4,000	5,000	5,000	0	0	0.0%	5,000	5,000
Total Debt Service Transfers	188,000	195,000	195,000	0	0	0.0%	195,000	195,000
Total Non-Dept. Exp and Other Uses	\$ 279,213	\$ 318,367	\$ 318,002	\$ 7,136	\$ 27,093	8.5%	\$ 316,084	\$ 316,084

Katrina Aid & Recovery Fund
For the period ended October 31, 2005
(amounts expressed in thousands)

Revenues	<u>From Inception To 10/31/05</u>
Recoveries and Refund	
FEMA Grants	\$ 39,242
Contributions from Others	1,019
Total Revenue	<u>40,261</u>
Expenditures	
City Personnel (O/T) & Equipment	6,162
City Personnel (mainly O/T)	
Supplies	-
Contracts	
Housing (landlord, utils, transport)	8,715
Furnishings & Other Goods	8,678
Professional services	2,190
Other	1,285
Total Expenditures	<u>27,030</u>
Net Current Activity	<u>13,231</u>
Other financing sources	
Advances:	
Fund 405	10,000
Total other financing sources	<u>10,000</u>
Other uses	
Transfers out:	-
Total other uses	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	<u>\$ 23,231</u>

Aviation Operating Fund
For the period ended October 31, 2005
(amounts expressed in thousands)

	Unaudited Preliminary FY2005	FY2006				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F&A Projection
Operating Revenues						
Landing Area	\$ 102,159	\$ 105,185	\$ 105,185	38,192	\$ 105,185	\$ 105,185
Bldg and Ground Area	152,541	183,241	183,241	60,255	183,241	183,241
Parking and Concession	98,350	105,349	105,349	35,245	105,349	105,349
Other	2,869	1,274	1,274	1,698	1,274	1,274
Total Operating Revenues	<u>355,919</u>	<u>395,049</u>	<u>395,049</u>	<u>135,390</u>	<u>395,049</u>	<u>395,049</u>
Operating Expenses						
Personnel	71,884	79,376	79,376	25,790	79,376	79,376
Supplies	5,717	6,449	6,449	1,963	6,449	6,449
Services	104,518	118,633	118,633	37,415	127,633	127,633
Non-Capital Outlay	2,996	1,010	1,010	152	1,010	1,010
Total Operating Expenses	<u>185,115</u>	<u>205,468</u>	<u>205,468</u>	<u>65,320</u>	<u>214,468</u>	<u>214,468</u>
Operating Income (Loss)	<u>170,804</u>	<u>189,581</u>	<u>189,581</u>	<u>70,070</u>	<u>180,581</u>	<u>180,581</u>
Nonoperating Revenues (Expenses)						
Interest Income	10,435	9,500	9,500	4,907	14,500	14,500
Other	4,494	0	0	1,314	0	0
Other Financing Sources - Pension Bonds	0	0	0	0	0	0
Total Nonoperating Rev (Exp)	<u>14,929</u>	<u>9,500</u>	<u>9,500</u>	<u>6,221</u>	<u>14,500</u>	<u>14,500</u>
Income (Loss) Before Operating Transfers	<u>185,733</u>	<u>199,081</u>	<u>199,081</u>	<u>76,291</u>	<u>195,081</u>	<u>195,081</u>
Operating Transfers						
Interfund Transfer - Oper Reserve	2,842	3,000	3,000	0	3,000	3,000
Debt Service Principal	26,690	31,727	31,727	10,576	31,727	31,727
Debt Service Interest	56,788	93,122	93,122	36,955	92,122	92,122
Renewal and Replacement	0	500	500	0	500	500
Capital Improvement	45,037	70,732	70,732	21,496	67,732	67,732
Total Operating Transfers	<u>131,357</u>	<u>199,081</u>	<u>199,081</u>	<u>69,027</u>	<u>195,081</u>	<u>195,081</u>
Net Income (Loss)						
Operating Fund Only	<u>\$ 54,376</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>7,264</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 October 31, 2005
(amounts expressed in thousands)

	Unaudited Preliminary FY2005	Adopted Budget	Current Budget	FY2006		
				YTD	YTD	Controllors Projection
Operating Revenues						
Facility Rentals	\$ 6,255	\$ 5,951	\$ 5,951	\$ 1,236	\$ 5,651	\$ 5,651
Parking	8,882	9,252	9,252	1,731	9,147	9,147
Food and Beverage Concessions	3,372	2,788	2,788	335	2,624	2,624
Contract Cleaning	247	192	192	23	192	192
Total Operating Revenues	<u>18,756</u>	<u>18,183</u>	<u>18,183</u>	<u>3,325</u>	<u>17,614</u>	<u>17,614</u>
Operating Expenses						
Personnel	6,655	7,068	7,068	2,496	7,068	7,068
Supplies	562	682	682	151	682	682
Services	20,841	25,304	25,404	5,012	26,304	26,304
Total Operating Expenses	<u>28,058</u>	<u>33,054</u>	<u>33,154</u>	<u>7,659</u>	<u>34,054</u>	<u>34,054</u>
Operating Income (Loss)	<u>(9,302)</u>	<u>(14,871)</u>	<u>(14,971)</u>	<u>(4,334)</u>	<u>(16,440)</u>	<u>(16,440)</u>
Nonoperating Revenues (Expenses)						
Hotel Occupancy Tax						
Current	41,202	45,000	45,000	16,937	45,000	45,000
Delinquent	1,416	900	900	350	1,100	1,100
Advertising Services	(9,892)	(10,350)	(10,350)	(2,820)	(10,350)	(10,350)
Promotion Contracts	(7,969)	(8,550)	(8,550)	(2,330)	(8,550)	(8,550)
Contracts/Sponsorships	(1,745)	(2,577)	(2,577)	(608)	(2,577)	(2,577)
Net Hotel Occupancy Tax	<u>23,012</u>	<u>24,423</u>	<u>24,423</u>	<u>11,529</u>	<u>24,623</u>	<u>24,623</u>
Interest Income	1,042	1,000	1,000	444	1,300	1,300
Capital Outlay	(8,521)	(2,969)	(2,869)	(805)	(2,969)	(2,969)
Non-Capital Outlay	(57)	(128)	(128)	(2)	(128)	(128)
Other Interest	(219)	(900)	(900)	(423)	(900)	(900)
Other	4,638	2,162	2,162	61	2,162	2,162
Other Financing Sources - Pension Bonds	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Nonoperating Rev (Exp)	<u>19,895</u>	<u>23,588</u>	<u>23,688</u>	<u>10,804</u>	<u>24,088</u>	<u>24,088</u>
Income (Loss) Before Operating Transfers	<u>10,593</u>	<u>8,717</u>	<u>8,717</u>	<u>6,470</u>	<u>7,648</u>	<u>7,648</u>
Operating Transfers						
Transfers for Interest	6,538	8,633	8,633	2,449	8,633	8,633
Transfers for Principal	6,548	7,230	7,230	2,370	7,230	7,230
Interfund Transfers Out	1,644	0	0	11	11	11
Miller Outdoor Theater Transfer	(442)	(1,119)	(1,119)	(280)	(1,119)	(1,119)
Transfers to(from) Special	(2,500)	(1,700)	(1,700)	0	(1,700)	(1,700)
Total Operating Transfers	<u>11,788</u>	<u>13,044</u>	<u>13,044</u>	<u>4,550</u>	<u>13,055</u>	<u>13,055</u>
Net Income (Loss)						
Operating Fund Only	<u>\$ (1,195)</u>	<u>\$ (4,327)</u>	<u>\$ (4,327)</u>	<u>\$ 1,920</u>	<u>\$ (5,407)</u>	<u>\$ (5,407)</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 October 31, 2005
(amounts expressed in thousands)

	Unaudited Preliminary FY2005	FY2006				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F&A Projection
Operating Revenues						
Water Sales	\$ 304,459	\$ 313,361	\$ 313,361	\$ 120,820	\$ 313,361	\$ 313,361
Sewer Sales	288,459	302,653	302,653	109,285	302,653	302,653
Penalties	4,605	4,005	4,005	1,906	4,005	4,005
Other	4,583	4,078	4,078	1,548	4,078	4,078
Total Operating Revenues	<u>602,106</u>	<u>624,097</u>	<u>624,097</u>	<u>233,559</u>	<u>624,097</u>	<u>624,097</u>
Operating Expenses						
Personnel	114,377	130,480	130,480	38,303	119,153	119,153
Supplies	29,313	29,107	29,107	8,822	29,696	29,696
Electricity and Gas	49,825	52,421	52,421	19,948	76,190	76,190
Contracts & Other Payments	90,838	100,583	100,564	18,320	93,799	93,799
Non-Capital Equipment	1,011	1,468	1,487	199	1,487	1,487
Total Operating Expenses	<u>285,364</u>	<u>314,059</u>	<u>314,059</u>	<u>85,592</u>	<u>320,325</u>	<u>320,325</u>
Operating Income (Loss)	<u>316,742</u>	<u>310,038</u>	<u>310,038</u>	<u>147,967</u>	<u>303,772</u>	<u>303,772</u>
Nonoperating Revenues (Expenses)						
Interest Income	10,560	5,300	5,300	4,662	13,127	13,127
Sale of Property, Mains and Scrap	1,035	808	808	721	5,211	5,211
Other	9,525	7,614	7,614	4,016	9,901	9,901
Other Financing Sources - Pension Bonds	0	0	0	0	0	0
Gain on escrow restructure	31,838	0	0	0	0	0
Gross Revenue Contrib. from Water Auth.	0	0	0	0	0	0
Impact Fees	15,497	14,000	14,000	6,395	14,000	14,000
CIP Salary Recovery	0	3,140	3,140	0	1,345	1,345
HAWC	(1,677)	(9,075)	(9,075)	0	(6,355)	(6,355)
CWA & TRA Contracts (P & I)	<u>(31,546)</u>	<u>(32,219)</u>	<u>(32,219)</u>	<u>(16,822)</u>	<u>(32,219)</u>	<u>(32,219)</u>
Total Nonoperating Rev (Exp)	<u>35,232</u>	<u>(10,432)</u>	<u>(10,432)</u>	<u>(1,028)</u>	<u>5,010</u>	<u>5,010</u>
Income (Loss) Before Operating Transfers	<u>351,974</u>	<u>299,606</u>	<u>299,606</u>	<u>146,939</u>	<u>308,782</u>	<u>308,782</u>
Operating Transfers						
Debt Service Transfer	188,270	232,730	232,730	38,914	232,730	232,730
Transfer to PIB - Water & Sewer	27,822	26,282	26,282	11,704	26,282	26,282
Discretionary Debt	0	1,605	1,605	75	5,516	5,516
Equipment Acquisition	11,090	13,357	13,357	2,274	13,357	13,357
Transfer to Stormwater	30,000	31,300	31,300	7,300	29,559	29,559
Total Operating Transfers	<u>257,182</u>	<u>305,274</u>	<u>305,274</u>	<u>60,267</u>	<u>307,444</u>	<u>307,444</u>
Net Current Activity						
Operating Fund Only	<u>\$ 94,792</u>	<u>\$ (5,668)</u>	<u>\$ (5,668)</u>	<u>\$ 86,672</u>	<u>\$ 1,338</u>	<u>\$ 1,338</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 October 31, 2005
(amounts expressed in thousands)

	Unaudited		FY2006			
	Preliminary FY2005	Adopted Budget	Current Budget	YTD	Controller's Projection	F&A Projection
Revenues						
Other Interfund Services	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Miscellaneous	\$ 45	\$ 50	\$ 50	\$ 23	\$ 69	\$ 69
Total Revenues	<u>45</u>	<u>50</u>	<u>50</u>	<u>23</u>	<u>69</u>	<u>69</u>
Expenditures						
Personnel	16,134	18,010	18,010	5,290	16,170	16,170
Supplies	1,556	1,347	1,347	481	1,443	1,443
Other Services	10,438	13,429	13,429	2,827	13,014	13,014
Capital Outlay	123	2,445	2,445	78	2,860	2,860
Total Expenditures	<u>28,251</u>	<u>35,231</u>	<u>35,231</u>	<u>8,676</u>	<u>33,487</u>	<u>33,487</u>
Other Financing Sources (Uses)						
Interest Income	106	100	100	26	78	78
Operating Transfers In	30,000	31,300	31,300	7,300	29,559	29,559
Operating Transfers Out	0	0	0	0	0	0
Total Other Financing Sources (Uses)	<u>30,106</u>	<u>31,400</u>	<u>31,400</u>	<u>7,326</u>	<u>29,637</u>	<u>29,637</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing (Uses)						
	1,900	(3,781)	(3,781)	(1,327)	(3,781)	(3,781)
Pension Bond Proceeds						
	436	1,000	1,000	0	1,000	1,000
Fund Balance, Beginning of Year	<u>1,692</u>	<u>3,781</u>	<u>3,781</u>	<u>4,028</u>	<u>4,028</u>	<u>4,028</u>
Fund Balance, End of Year	<u>\$ 4,028</u>	<u>\$ 1,000</u>	<u>\$ 1,000</u>	<u>\$ 2,701</u>	<u>\$ 1,247</u>	<u>\$ 1,247</u>

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

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

City of Houston, Texas
Commercial Paper Issued and Available
October 31, 2005
(amounts expressed in millions)

COMMERCIAL PAPER	Draws FY06	Draws during Month	Amount Available to be Drawn	Amount Outstanding
	(millions)	(millions)	(millions)	(millions)
General Obligation				
<i>(Series A & B)</i>				
<i>Public Improvement Bonds</i>	\$ 9.00	\$ 0.00	\$ 28.00	\$ 216.80
<i>(Series D)</i>	15.00	0.00	315.00	185.00
<i>(Series E)</i>				
<i>Equipment</i>	8.00	0.00	88.70	42.29
<i>Metro Street Projects</i>	0.00	0.00	61.89	28.11
<i>Cotswold Project</i>	0.00	0.00	2.01	2.00
<i>(Series F) Drainage</i>	<u>13.00</u>	<u>5.00</u>	<u>121.50</u>	<u>18.00</u>
Total General Obligation	45.00	5.00	617.10	492.20
Combined Utility System	85.00	40.00	835.00	65.00
<i>(Series A)</i>				
Airport System	0.00	0.00	251.50	48.50
<i>(Series A,B, & C)</i>				
Convention & Entertainment	<u>0.00</u>	<u>0.00</u>	<u>52.50</u>	<u>22.50</u>
<i>(Series A)</i>				
Totals	\$ <u>130.00</u>	\$ <u>45.00</u>	\$ <u>1,756.10</u>	\$ <u>628.20</u>

City of Houston, Texas
Summarized Construction/Bond Fund Status Report
For the period ended October 31, 2005
(amounts expressed in thousands)

Purpose	Available for Appropriation
Equipment and Miscellaneous	
Total Dangerous Building Funds	\$ 83
Total Equipment Acquisition Funds	22,956
Certificates of Obligation Lamar Terrace 2000A	11
Total Equipment and Miscellaneous	23,050
Public Improvement	
Total Fire Department	10,552
Total Housing	6,347
Total General Improvement	17,869
Total Public Health and Welfare	3,294
Total Public Library	16,948
Total Parks and Recreation	16,560
Total Police Department	8,837
Total Solid Waste	4,250
Total Storm Sewer	32,038
Total Street & Bridge	118,977
Total Public Improvement	235,673
Airport	
Total Airport	478,265
Convention and Entertainment Facilities	
Total Convention and Entertainment	56,700
Combined Utility System	
Total Combined Utility System	351,930
Total All Purposes	\$ 1,145,617

City of Houston, Texas
Total Outstanding Debt
October 31, 2005 and October 31, 2004
(amounts expressed in thousands)

	October 31, 2005	October 31, 2004
Payable from Ad Valorem Taxes		
Public Improvement Bonds (a)	\$ 1,654,545	\$ 1,556,435
GO Commercial Paper Notes (b)	492,200	485,300
Pension Obligations	373,868	0
Certificates of Obligations (c)	28,288	33,519
Assumed Bonds	11,180	11,975
Subtotal	2,560,081	2,087,229
Payable from Sources Other Than Ad Valorem Taxes		
Combined Utility System		
Combined Utility System Revenue Bonds	3,424,940	3,029,170
Combined Utility System Commercial Paper Notes (d)	65,000	30,000
Water and Sewer System Revenue Bonds (e)	811,188	1,045,499
Airport System		
Airport System Revenue Bonds	2,148,055	2,172,515
Airport System Sr. Lien Commercial Paper Notes (f)	48,500	25,000
Airport System Inferior Lien Contracts (g)	56,810	0
Airport Special Facilities Revenue Bonds (h)	594,380	675,795
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	374,270	391,730
Subtotal	8,139,693	7,999,939
Total Debt Payable by the City	\$ 10,699,774	\$ 10,087,168

- (a) Tax bonds authorized by voters in 1997 but unissued total \$28.0 million of which \$28.0 million is authorized commercial paper that has not been drawn (Series A&B). In November 2001 the voters authorized \$776 million in tax bonds of which \$200 million is authorized commercial paper that has not been drawn (Series D).
- (b) The City has authorized maximum issuance of General Obligation Commercial Paper Programs Series A: \$219.0 million, B: \$25.8 million, D: \$500.0 million, E: \$225.0 million, and F: \$139.5 million. As of the date above, the following amounts were outstanding: Series A: \$210.8 million, B: \$6.0 million, D: \$185 million, E: \$72.4 million, and F: \$18.0 million.
- (c) Excludes \$1.6 million accreted value of capital appreciation certificates, or 5.5% of face value.
- (d) The City has authorized issuance of \$900 million Combined Utility System Commercial Paper Notes.
- (e) Excludes \$159.5 million accreted value of capital appreciation bonds, or 15.4% of face value.
- (f) City Council has authorized \$150 million Airport Senior Lien Commercial Paper Notes Series A and B and \$150 million Inferior Lien Commercial Paper Notes Series C.
- (g) Under a sublease agreement, the City has agreed to make sublease payments equal to the debt service payments on the Series 1997A Special Facilities Bonds that financed the Automated People Mover ("APM") at George Bush Intercontinental Airport. The City assumed responsibility for operations and debt service payments for the APM in January 2005. These sublease payments constitute "Inferior Lien Bonds" under the Airport bond ordinances.
- (h) All Special Facility Revenue Bonds are secured solely from Special Facility Lease Revenues. Does not include \$56,810,000 for Series 1997A Special Facilities Bonds. See footnote (g).
- (i) Excludes \$31.9 million accreted value of capital appreciation bonds, or 5.3% of face value.
- (j) The City has authorized \$75 million Subordinate Lien Hotel Occupancy Tax and Parking Revenue Commercial Paper.

CITY OF HOUSTON

**PENSION FUND PAYMENTS AND
UNFUNDED LIABILITY SUMMARY**

10/31/2005

PAYMENTS

	FY05 Actual (\$1,000)	FY 06			Year to Date (\$1,000)
		City Payment Rate	Employee Payment Rate	Annual Payment (\$1,000)	
Firefighters Plan					
General Fd. & Other Fds.	32,455	23.8%	9.0%	31,290	15,596
Pension Bonds	<u>0</u>			<u>12,000</u>	<u>0</u>
Total Firefighters Plan	32,455			43,290	15,596
Police Plan					
General Fd. & Other Fds.	13,780	Note 1	9.0%	23,000	15,664
Pension Bonds	<u>22,865</u>			<u>30,000</u>	<u>0</u>
Total Police Plan	36,645			53,000	15,664
Municipal Plan					
General Fund	9,865	Note 2	5.0%	4,934	1,578
Other Funds	23,135	Note 2	5.0%	31,066	9,934
Pension Bonds	<u>33,000</u>			<u>33,000</u>	<u>0</u>
Total Municipal Plan (Note 2)	66,000			69,000	11,512
Total All Three Plans	<u>135,100</u>			<u>165,290</u>	<u>42,772</u>

UNFUNDED ACCRUED LIABILITY AND FUNDED STATUS

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

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

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

**DEPARTMENTAL PERFORMANCE MEASURES
FOR THE MONTH ENDING OCTOBER 31, 2005 (33.33% OF FISCAL YEAR)**

Department Performance Measure	FY2005			FY2006		
	Actual	YTD	% Actual	Objective	YTD	% Objective
AFFIRMATIVE ACTION						
Applications Processed	1,847	664	36.0%	1,700	563	33.1%
Days to Process New Applicants	63	61	96.8%	90	28	327.3%
Field Audits	1,931	536	27.8%	1,520	540	35.5%
Payrolls Audited	15,093	5,135	34.0%	11,300	2,188	19.4%
SBE/MWDBE Owners Trained	7,600	2,217	29.2%	4,100	626	15.3%
City Employees Trained	3,503	913	26.1%	1,600	1,092	68.3%
MOPD Citizens Assistance Request	4,306	1,652	38.4%	3,000	1,826	60.9%
OSBC Getting Started Packets Distributed	6,957	2,366	34.0%	7,500	2,448	32.6%
MWBE Monitoring Correspondence	115,640	17,156	14.8%	125,000	57,851	46.3%
AVIATION						
Passenger Enplanements	46,315,000	12,764,000	27.6%	48,269,000	16,535,000	34.3%
Cargo Tonnage	774,579,000	251,559,000	32.5%	799,736,000	242,259,000	30.3%
Cost per Enplanement	\$7.61	\$8.72	NA	< \$8.00	\$7.89	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%
BUILDING SERVICES						
Design & Construction						
Days to Issue Notice to Proceeds (NTP)	39.6	34.3	115.5%	30	30.0	100.0%
Property Mgmt. (Work Orders Compl.)	22,273	6,069	27.2%	32,000	7,273	22.7%
Security Management						
Number or Reported Incidents						
Investigated upon Receipts	424	110	25.9%	350	204	58.3%
CONVENTION & ENTERTAINMENT FACILITIES						
Days Booked-GRB Convention Center	2,955	1,379	46.7%	2,900	1,304	45.0%
Days Booked-Wortham Theatre Center	528	132	25.0%	535	115	21.5%
Days Booked-Jones Hall	368	140	38.0%	295	108	36.6%
Occupancy Days-GRB Convention Center	2,093	827	39.5%	2,079	360	17.3%
Occupancy Days-Wortham Theatre Center	638	137	21.5%	593	110	18.5%
Occupancy Days-Jones Hall	258	77	29.8%	265	67	25.3%
Occupancy Days-Theatre District Parks Hall	183	49	26.8%	166	36	21.7%
Customer Satisfaction (Periodic)-GRB Convention Center	92.6%	90.5%	NA	92.0%	89.1%	N/A
Customer Satisfaction (Periodic)-Wortham Theatre Center	95.6%	93.8%	NA	94.0%	89.9%	N/A
Customer Satisfaction (Periodic)-Jones Hall	95.7%	100.0%	NA	95.0%	100.0%	N/A
Customer Satisfaction (Periodic)-Houston Center	96.5%	95.7%	NA	100.0%	N/A	N/A
Customer Satisfaction (Periodic)- Fannin Garage	N/A	N/A	NA	82.0%	46.0%	N/A
Customer Satisfaction (Periodic)-Theater District Parking	N/A	N/A	NA	77.0%	N/A	N/A
FINANCE & ADMINISTRATION						
Avg Days to Award Procurement Contracts	138	150	NA	130	95	NA
3-1-1 Avg Time Customer in Queue (seconds)	67.64	140.00	NA	30.00	72.38	NA
Liens Collections	\$4,085,166	\$1,175,712	28.8%	\$2,568,000	\$913,432	35.6%
Ambulance Revenue per Transport	\$174.84	\$118.50	67.8%	\$198.57	\$198.93	100.2%
Cable Company Complaints	850	201	23.6%	737	1,067	144.8%
Deferred Compensation Participation	71.30%	65.07%	NA	75.00%	71.55%	N/A
Audits Completed	25	9	36.0%	25	4	16.0%

**DEPARTMENTAL PERFORMANCE MEASURES
FOR THE MONTH ENDING OCTOBER 31, 2005 (33.33% OF FISCAL YEAR)**

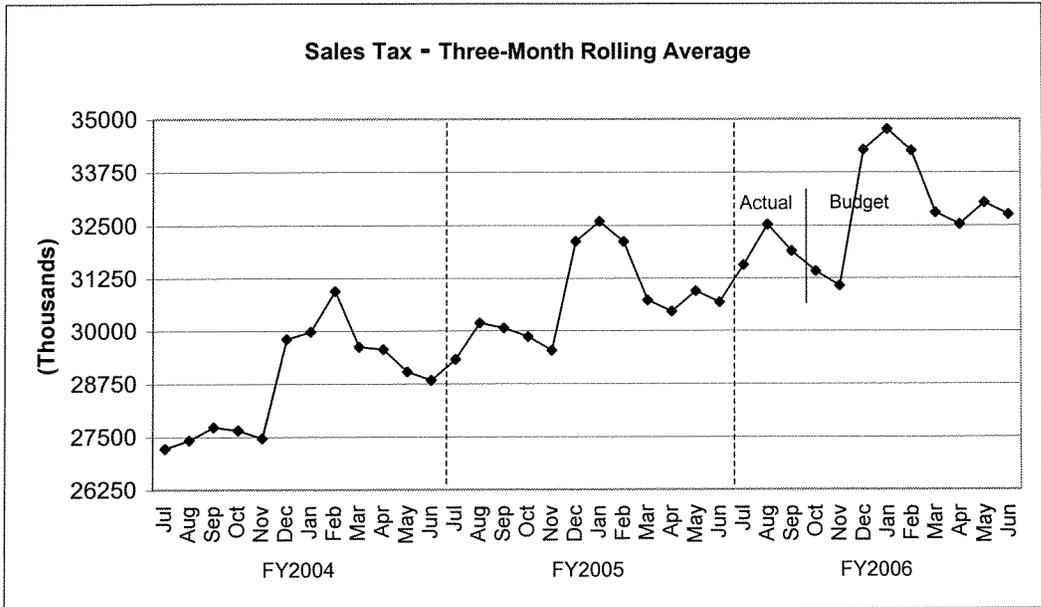
Department Performance Measure	FY2005			FY2006		
	Actual	YTD	% Actual	Objective	YTD	% Objective
FIRE DEPARTMENT *						
First Response Time (Minutes)	8.1	7.9	N/A	7.5	8.1	N/A
First Response Time-EMS (Minutes)	8.5	8.5	N/A	9.5	8.6	N/A
Ambulance Response Time (Minutes)	10.4	10.4	N/A	10.0	10.4	N/A
HEALTH & HUMAN SERVICES						
Environmental Inspections	69,702	23,428	33.6%	69,702	15,850	22.7%
First Trimester Prenatal Enrollment	45.4%	39.4%	N/A	42.0%	35.6%	N/A
WIC Client Satisfaction	95.0%	95.0%	N/A	95.0%	86.6%	N/A
Immunization Compliance (2 Yr. Olds)	88.0%	88.0%	N/A	87.0%	87.0%	N/A
TB Therapy Completed	92.1%	92.1%	N/A	90.5%	93.7%	N/A
HOUSING						
Housing Units Assisted	4,396	1,567	35.6%	5,000	672	13.4%
Council Actions on HUD Projects	142	33	23.2%	75	13	17.3%
Annual Spending (Millions)	\$53	\$14	26.4%	\$55	\$15	27.3%
HUMAN RESOURCES						
Total Jobs Filled - (As Vacancies Occur)	4,206	1,722	40.9%	4,500	1,443	32.1%
Days to Fill Jobs	60	60	100.0%	60	60	100.0%
Training Courses Conducted	151	36	23.8%	135	47	34.8%
Lost Time Injuries (As They Occur)	218	107	49.1%	280	74	26.4%
LEGAL						
Deed Restriction Complaints Received	1,154	241	20.9%	944	231	24.5%
Deed Restriction Lawsuits Filed	39	3	7.7%	33	28	84.8%
Deed Restriction Warning Letters Sent	721	146	20.2%	483	167	34.6%
LIBRARY						
Total Circulation	5,875,231	1,980,327	33.7%	5,685,707	2,025,085	35.6%
Juvenile Circulation	2,954,979	1,021,661	34.6%	3,036,291	989,978	32.6%
Customer Satisfaction(Three/Year)	88%	88%	100.0%	88%	N/A	N/A
Reference Questions Answered	3,890,267	898,784	23.1%	3,068,282	1,022,752	33.3%
In-House Computer Users	1,461,133	445,184	30.5%	1,330,282	443,428	33.3%
Public Computer Training Classes Held	822	252	30.7%	740	258	34.9%
Public Computer Training Attendance	7,021	2,236	31.8%	6,544	2,700	41.3%
MUNICIPAL COURTS						
Total Case Filings	1,326,341	411,606	31.0%	1,276,408	357,259	28.0%
Total Disposition	1,035,435	297,453	28.7%	869,283	289,761	33.3%
Cost per Disposition	\$15.58	\$16.42	N/A	\$17.19	\$20.03	N/A
Incomplete Docket Reduction (Cases/Day)	33.05	12.05	N/A	14	29.00	N/A
PARKS & RECREATION						
Registrants in Youth Sports Programs	20,891	7,260	34.8%	20,100	4,791	23.8%
Registrants in Adult Fitness & Craft Programs	4,358	1,830	42.0%	5,200	1,574	30.3%
Number of Teams in Adult Sports Programs	1,087	293	27.0%	1,400	369	26.4%
Vehicle Downtime-Days out of Service (avg)	16	16	NA	20	18	NA
Golf Rounds Played at Privatized Courses	87,559	32,720	37.4%	93,500	26,499	28.3%
Golf Rounds Played at COH - Operated Courses	173,366	59,759	34.5%	175,386	55,325	31.5%
Work Orders Completed-Parks and Comm. Ctr Facilities	20,481	6,755	33.0%	21,900	7,145	32.6%
Grounds Maintenance Cycle-Days:						
Esplanades	13	14	NA	10	9	NA
Parks & Plazas	12	13	NA	10	8	NA
Bikes & Hikes Trails	12	16	NA	10	10	NA

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

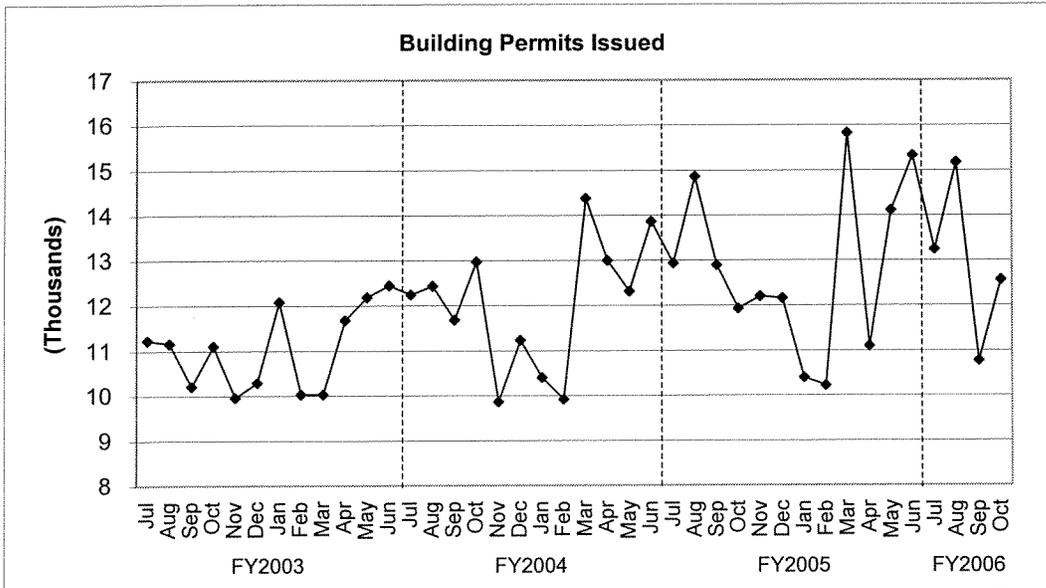
**DEPARTMENTAL PERFORMANCE MEASURES
FOR THE MONTH ENDING OCTOBER 31, 2005 (33.33% OF FISCAL YEAR)**

Department Performance Measure	FY2005			FY2006		
	Actual	YTD	% Actual	Objective	YTD	% Objective
PLANNING & DEVELOPMENT						
Development Plats	1,189	N/A	0.0%	1,100	412	37.5%
Plats Recorded	1,499	N/A	0.0%	1,500	488	32.5%
Subdivision Plats Reviewed	4,467	930	20.8%	2,450	1,393	56.9%
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%
HOUSTON POLICE						
Response Time (Code 1)-Minutes	4.7	4.6	97.9%	4.9	4.8	98.0%
Violent Crime Clearance Rate	25.4%	26.4%	103.9%	38.8%	23.2%	59.8%
Crime Lab Cases Completed	87.7%	88.6%	101.0%	90.0%	62.1%	69.0%
Fleet Availability	96.7%	96.4%	99.7%	90.0%	95.7%	106.3%
Complaints - Total Cases	415	303	73.0%	878	36	4.1%
Tot. Cases Reviewed by Citizens Rev. Com.	173	76	43.9%	564	57	10.1%
Records Processed	534,765	706,871	132.2%	663,276	452,507	68.2%
PUBLIC WORKS AND ENGINEERING						
Maintenance and Right-of-Way						
Potholes/Skin Patches (Tons)	18,272	7,254	39.7%	16,000	5,903	36.9%
Roadside Ditch Regrading/Cleaned (Miles)	307	121	39.4%	305	108	35.4%
Storm Sewers Cleaned (Miles)	384	105	27.3%	350	114	32.6%
Storm Sewer Inlets/Manholes Cleaned/Inspected	135,053	50,655	37.5%	130,900	34,332	26.2%
In-House Overlay (Lane Miles)	285	102	35.8%	280	125	44.6%
ECRE						
Storm/Street Annual Appropriation as of % of CIP	80.3%	3.6%	4.5%	100.0%	9.6%	9.6%
Waste/Wastewater Annual Appropriation as of % of CIP	110.8%	14.5%	13.1%	100.0%	6.7%	6.7%
Safe Sidewalk Program - PAR -% completed in 180 days	N/A	N/A	0.0%	90.0%	0	0.0%
Safe Sidewalk Program - Schools/Thourghfares -% completed in 18 months	N/A	N/A	0.0%	90.0%	0	0.0%
Overlay of thourghfares (Lane miles, by contract)	N/A	N/A	0.0%	200	0	0.0%
Traffic and Transportation						
Traffic Signal Maintenance Completed within 72 hours	97.6%	N/A	0.0%	95.0%	97.2%	102.3%
Roadway & Sidewalk Obstruction Permits processed within 7 days	99.5%	N/A	0.0%	100.0%	100.0%	100.0%
Water and Sewer - Utility Maintenance						
Rehabilitate/renew 950,000 linear feet (3%) of collection system annually	1,039,000	410,217	39.5%	950,000	334,466	35.2%
Rehabilitate or renew 1000 fire hydrants (2%) annually	1,075	73	6.8%	1,000	521	52.1%
Rehabilitate or replace 8 storage tanks (5%) annually	8	0	0.0%	8	0	0.0%
Water repairs completed within 12 days for calls received from 311	95.0%	97.0%	102.1%	90.0%	91.0%	101.1%
Wastewater repairs completed within 15 days for calls received from 311	80.0%	82.0%	102.5%	90.0%	89.0%	98.9%
Utility Customer Service						
Percent of meters read and located monthly	95.0%	95.3%	100.3%	97.0%	93.2%	96.1%
Collection Rate	101.3%	100.7%	99.4%	99.0%	95.9%	96.9%
Planning & Development						
Complete Plan Review on new single family residence in 7 days	70.4%	N/A	0.0%	90.0%	97.0%	107.8%
Average number of Re-submittals in Plan Review	1.92	N/A	0.0%	2	3	165.0%
Customer service rating (Scale of 1-5)	3.45	N/A	0.0%	4	4	91.3%
SOLID WASTE MANAGEMENT						
Cost per Unit Served-Excludes Recycling and Special Collections Programs	\$13.87	\$12.81	92.4%	\$15.05	\$13.87	92.2%
Units with Recycling	162,000	152,080	93.9%	162,000	162,000	100.0%
Tires Disposed	238,614	64,351	27.0%	220,000	28,997	13.2%

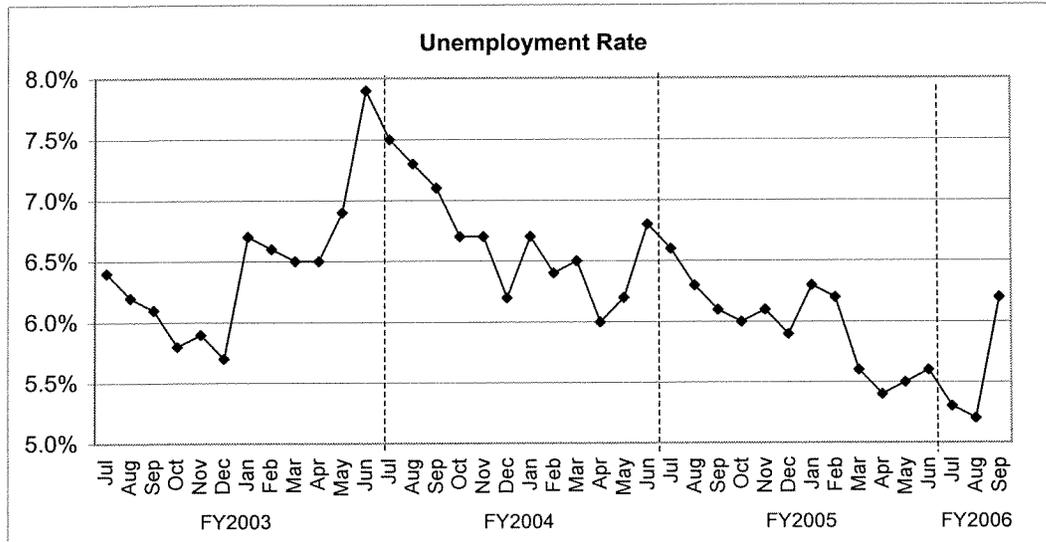
TREND INDICATORS - LOCAL ECONOMY



Source: Office of State Comptroller

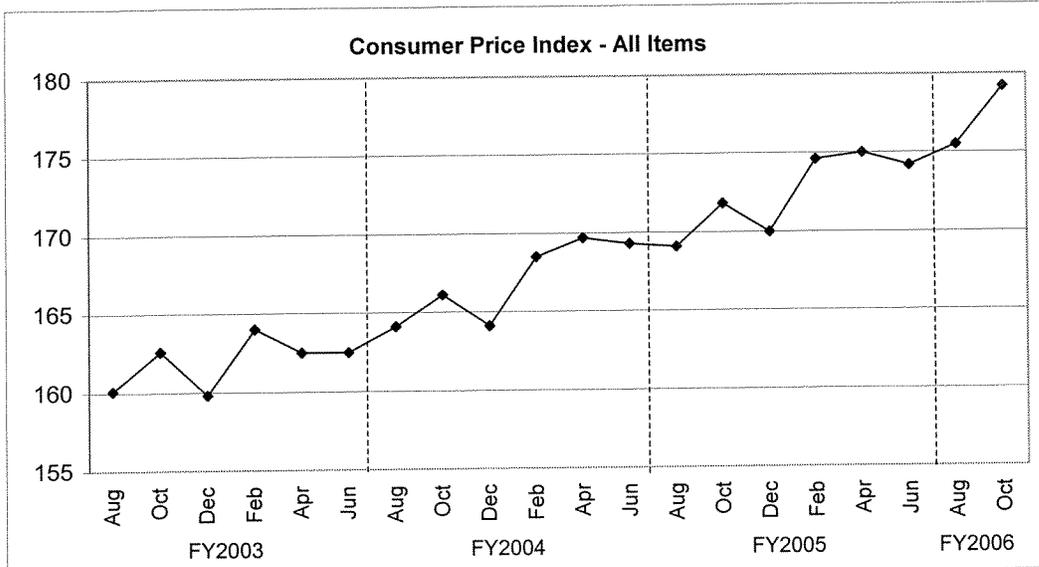


Source: City of Houston Planning and Development Department

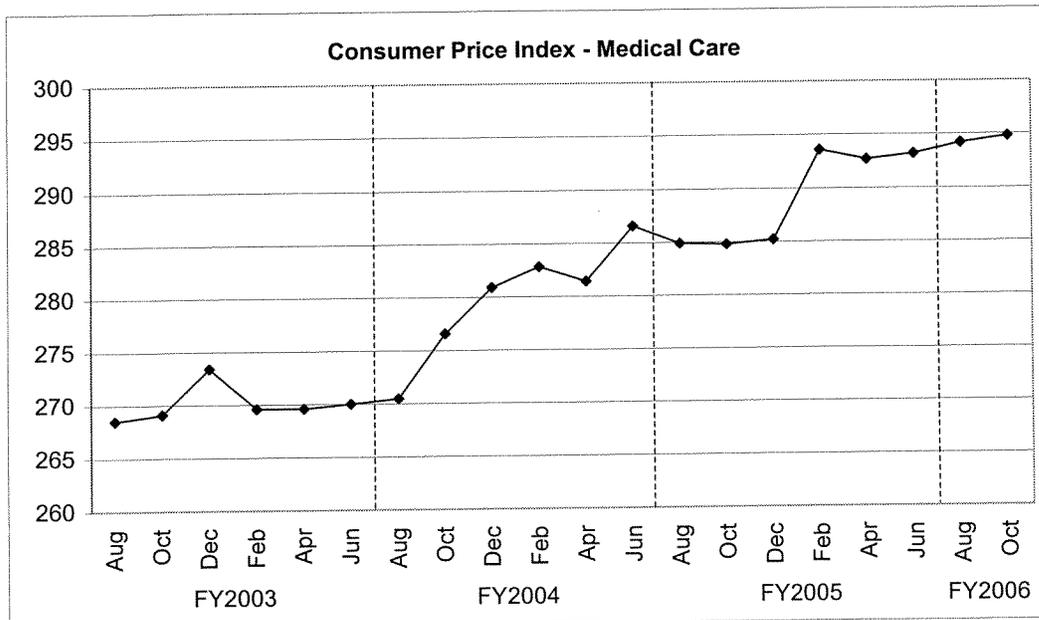


Source: Databook Houston; University of Houston Center for Public Policy; not seasonally adjusted

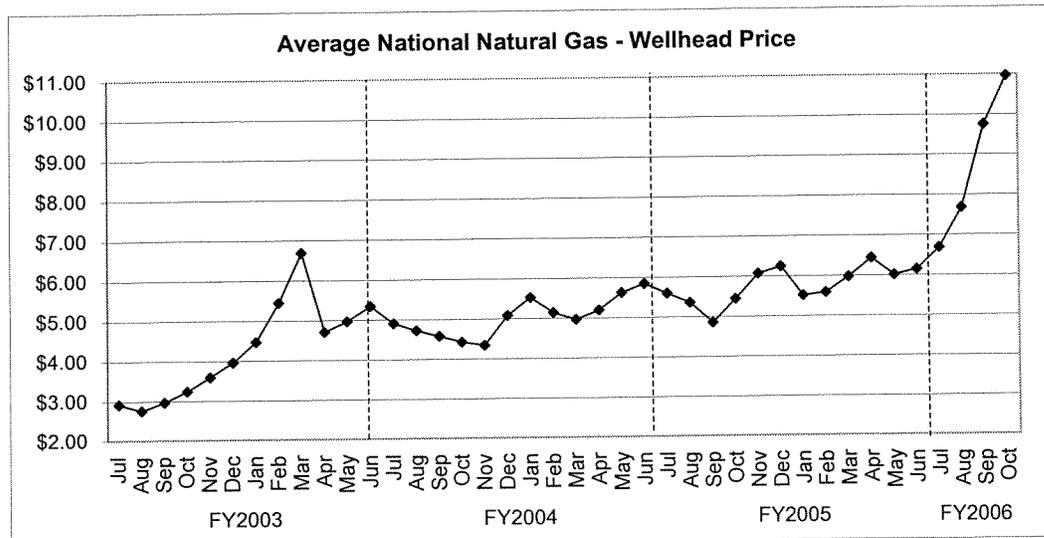
TREND INDICATORS - LOCAL ECONOMY



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

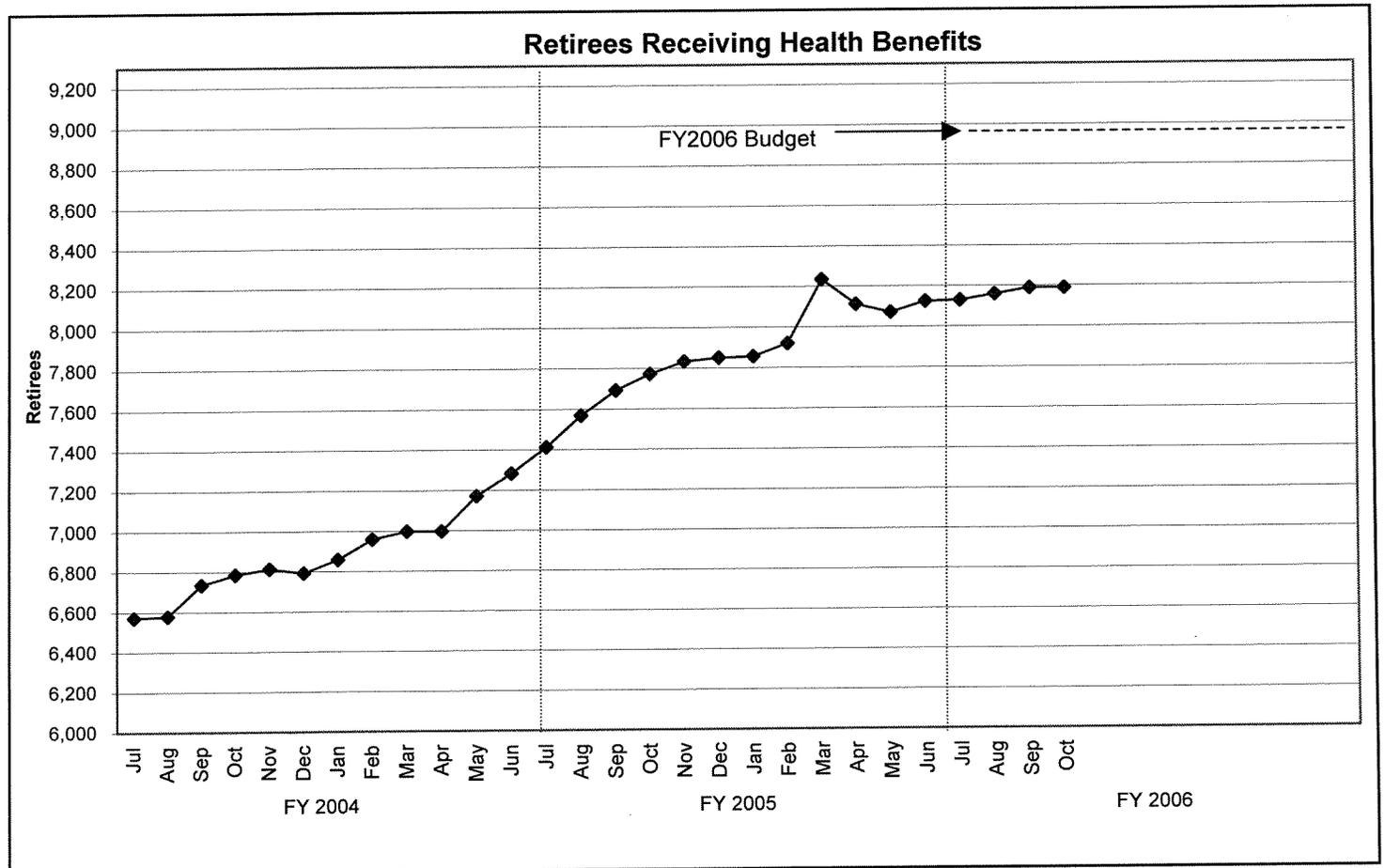
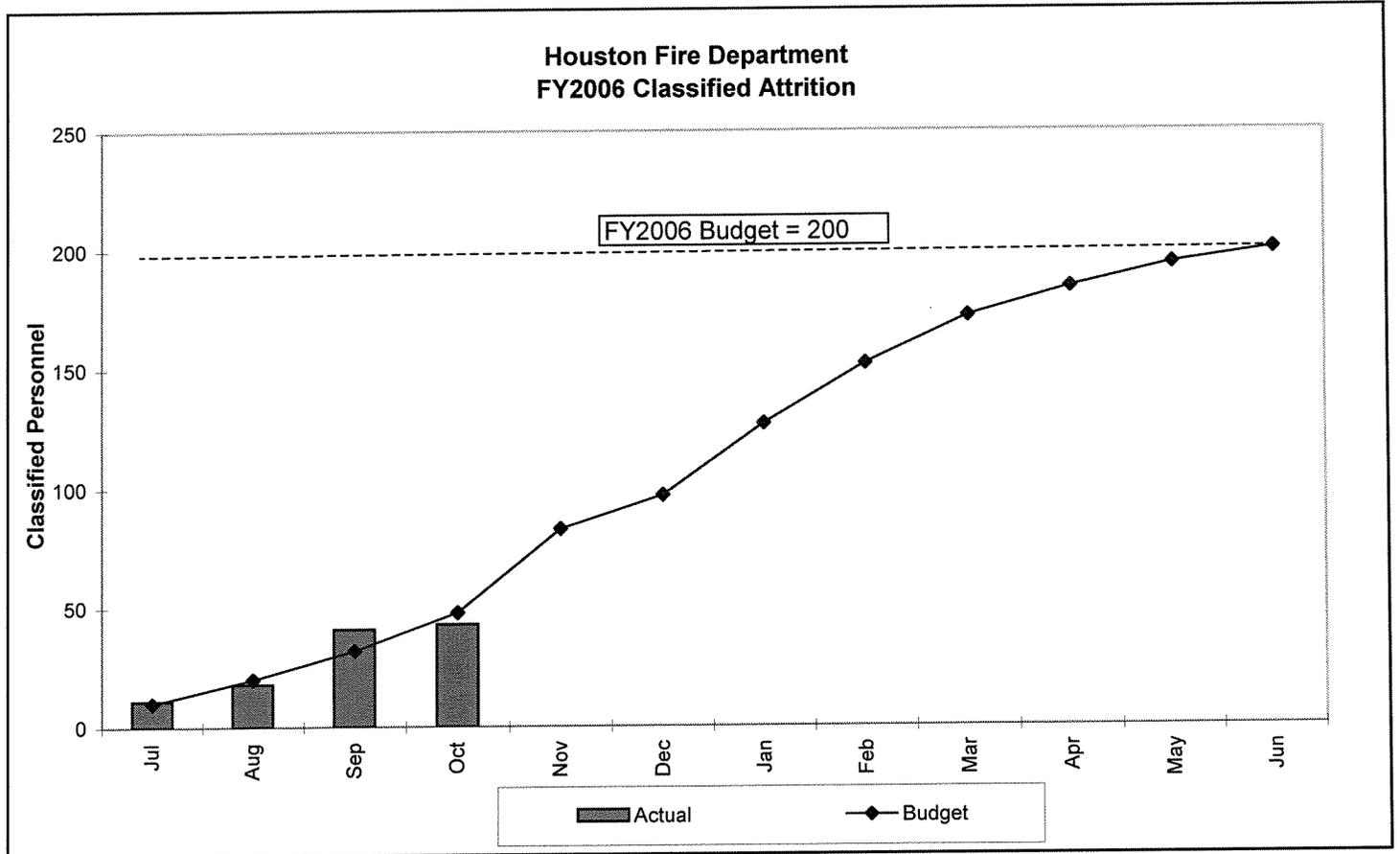


Source: Bureau of Labor Statistics - Houston, Galveston, Brazoria TX



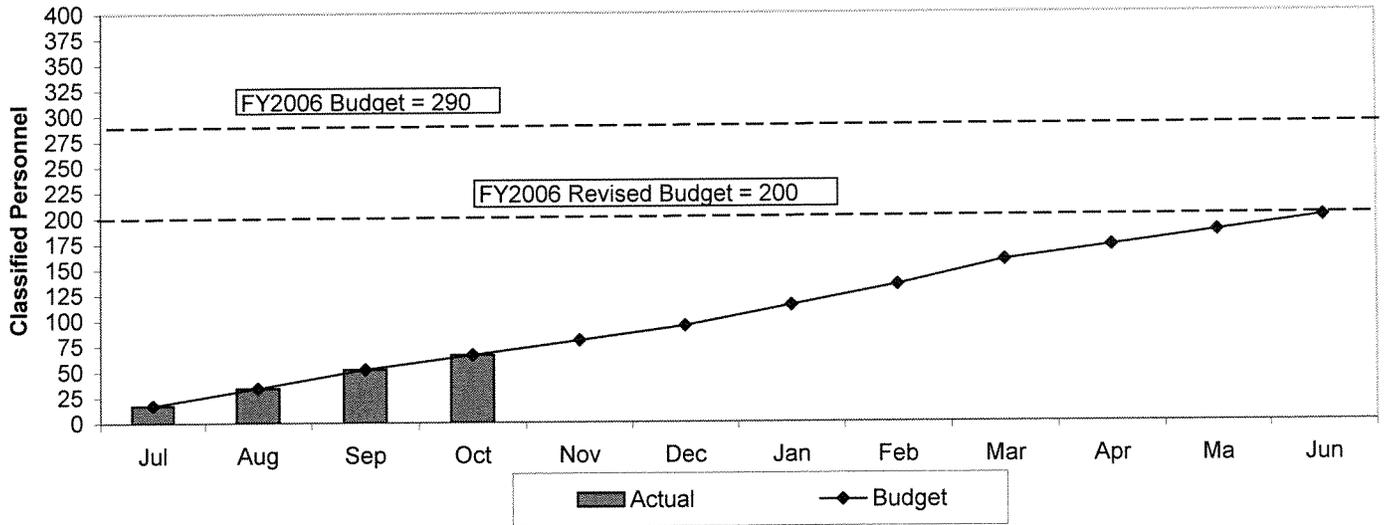
Source: Energy Information Administration/Natural Gas Monthly

TREND INDICATORS - RETIREMENTS

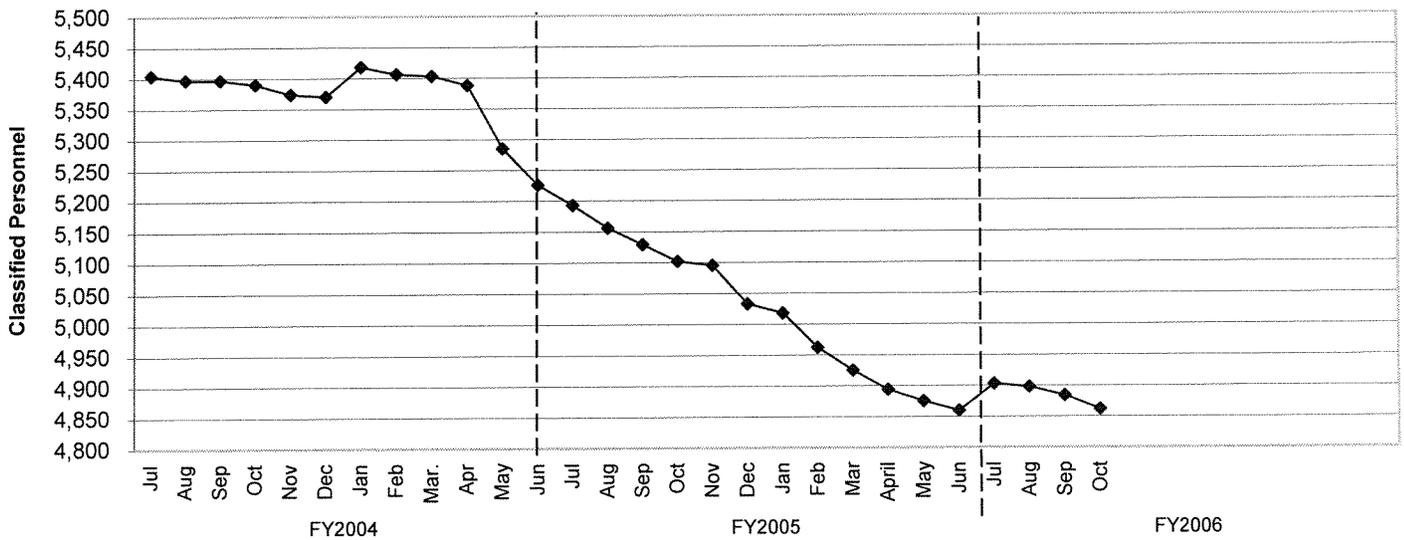


TREND INDICATORS - HIRING AND RETIREMENTS

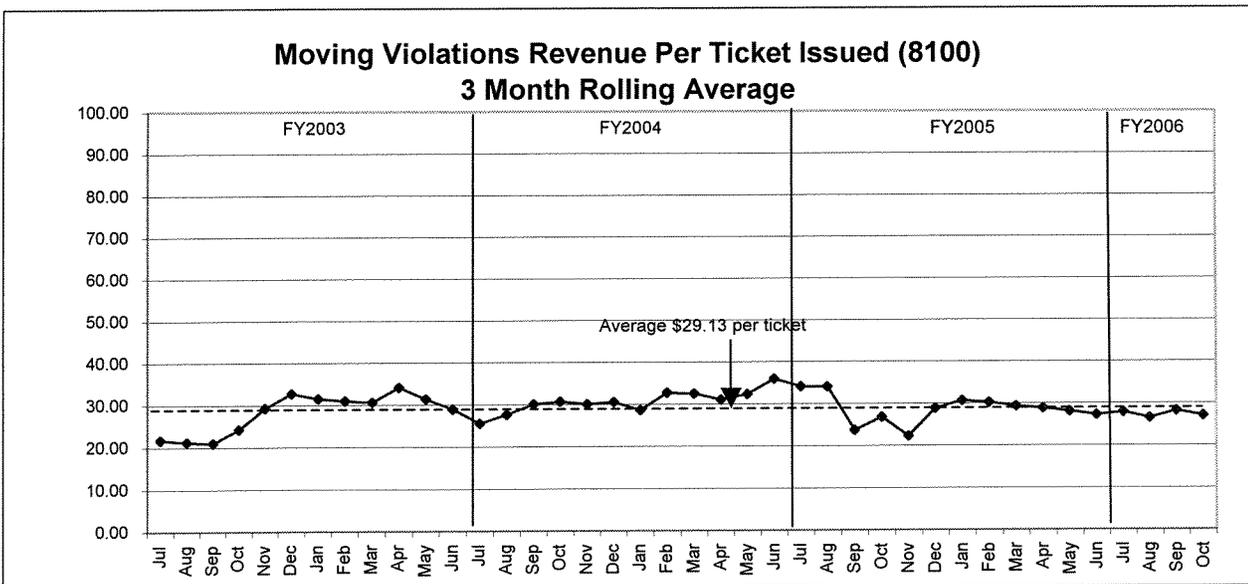
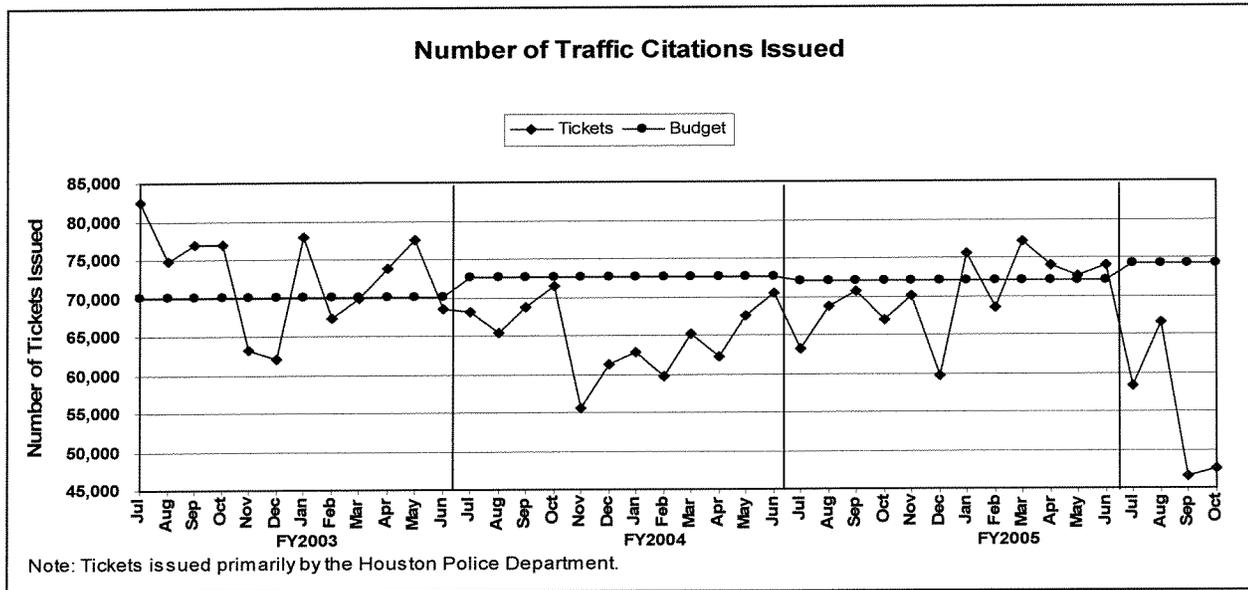
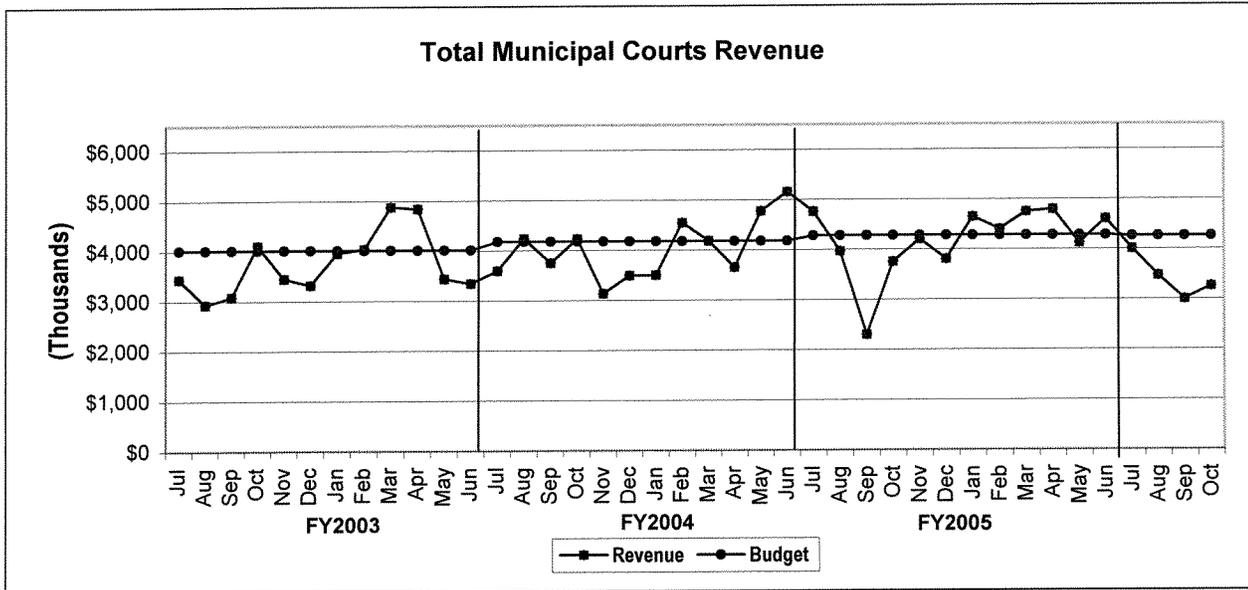
Houston Police Department FY2006 Classified Attrition



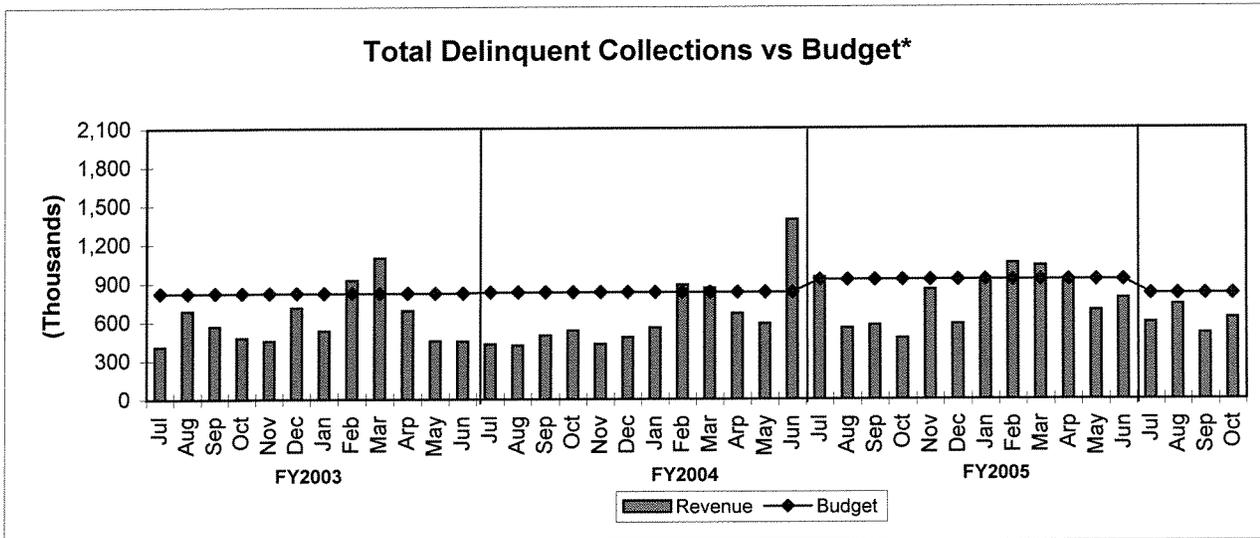
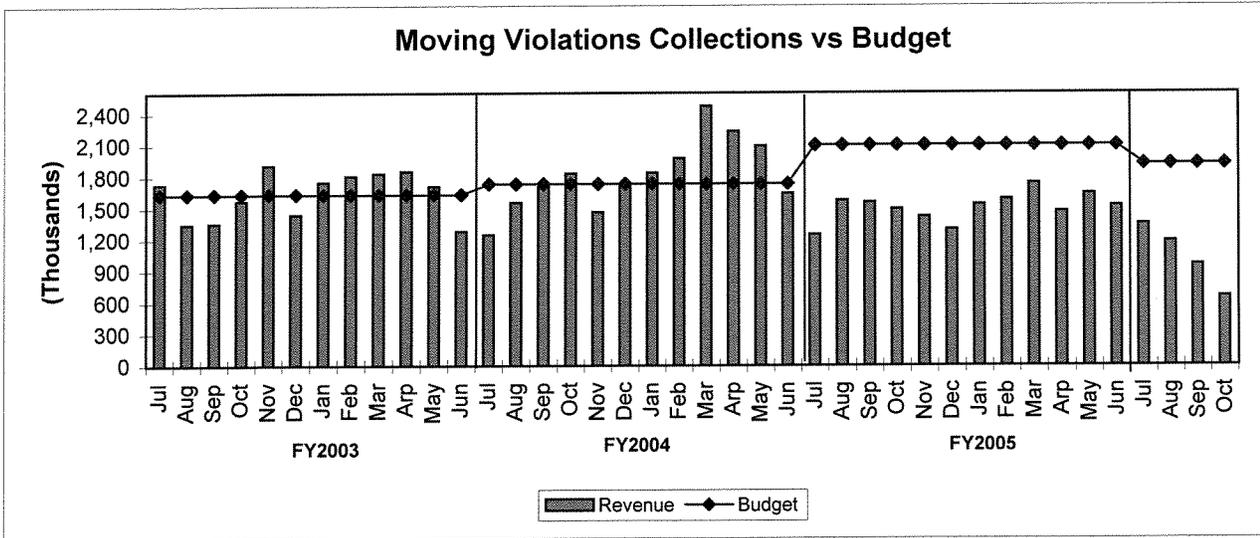
Houston Police Department Classified Staffing - FY2004 to FY2006



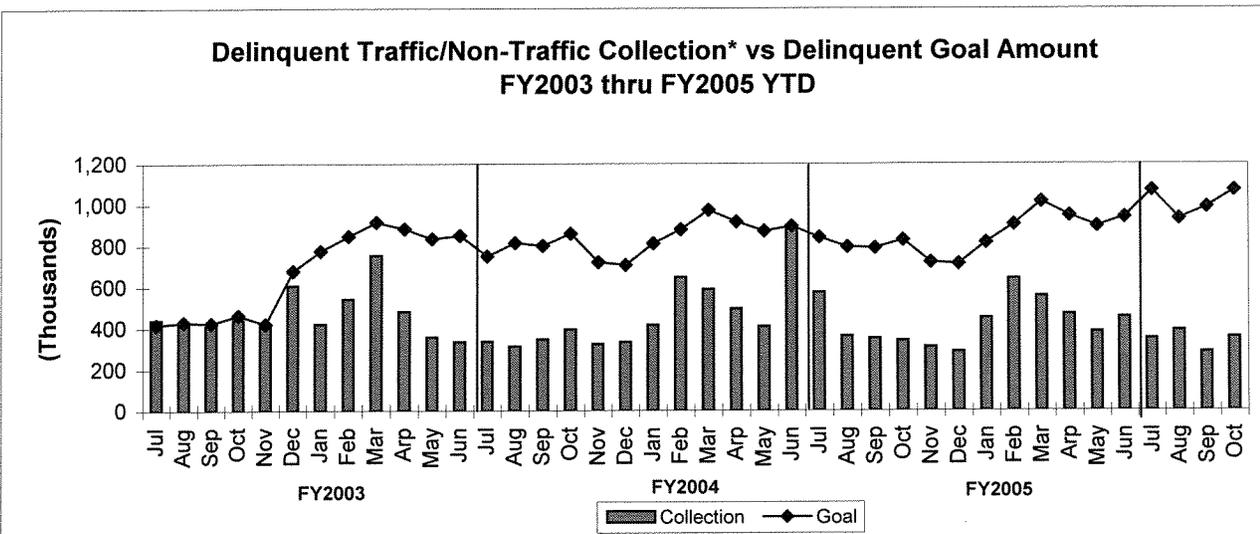
TREND INDICATORS - MUNICIPAL COURTS



TREND INDICATORS - MUNICIPAL COURTS

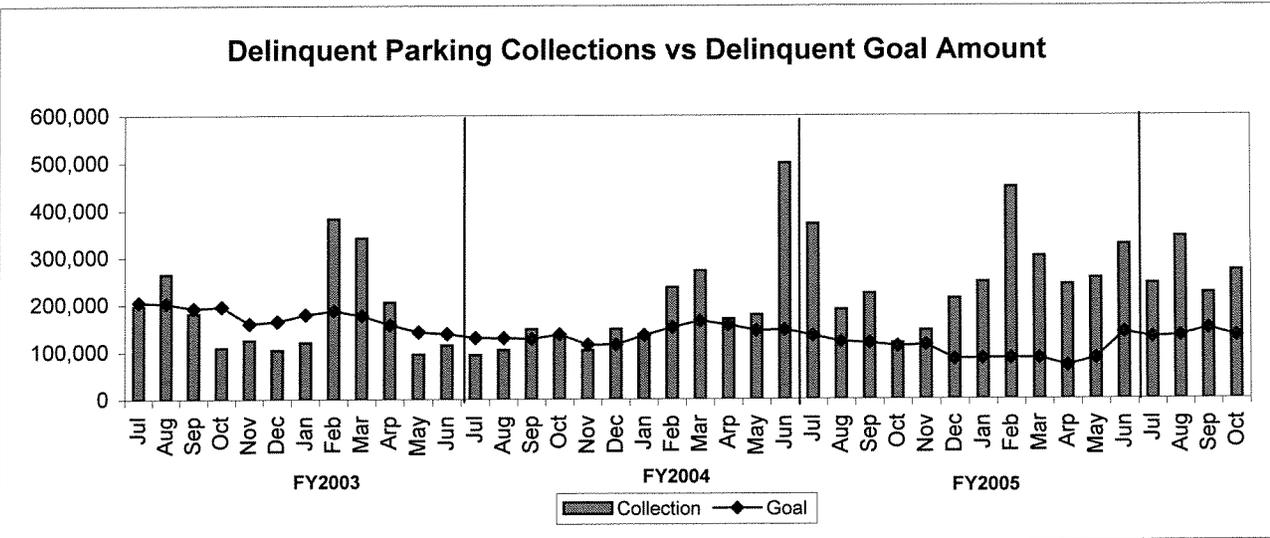
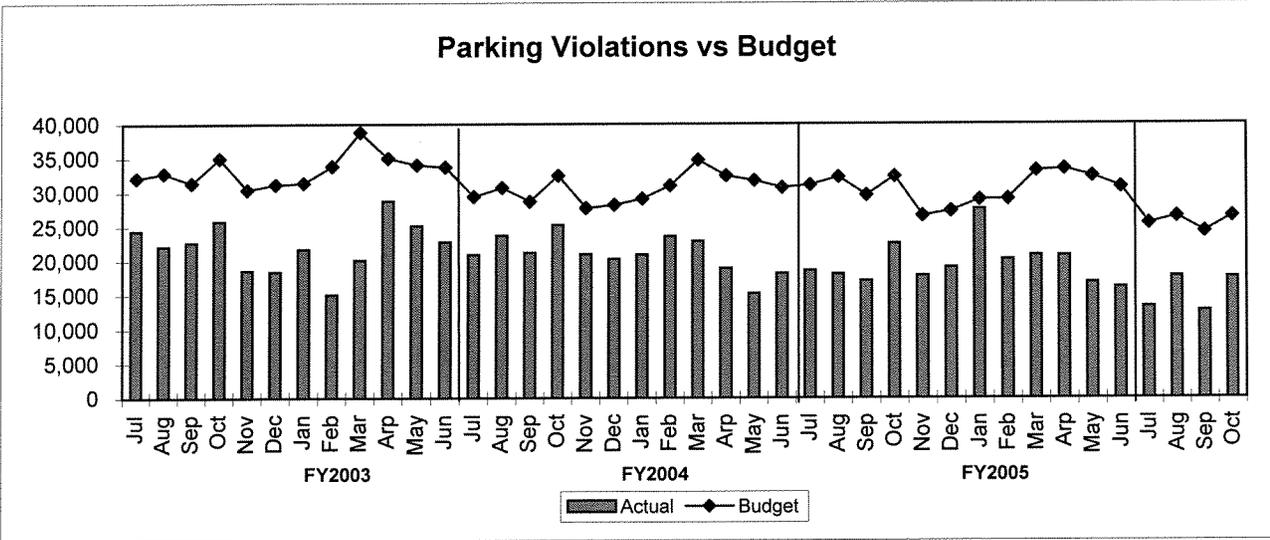
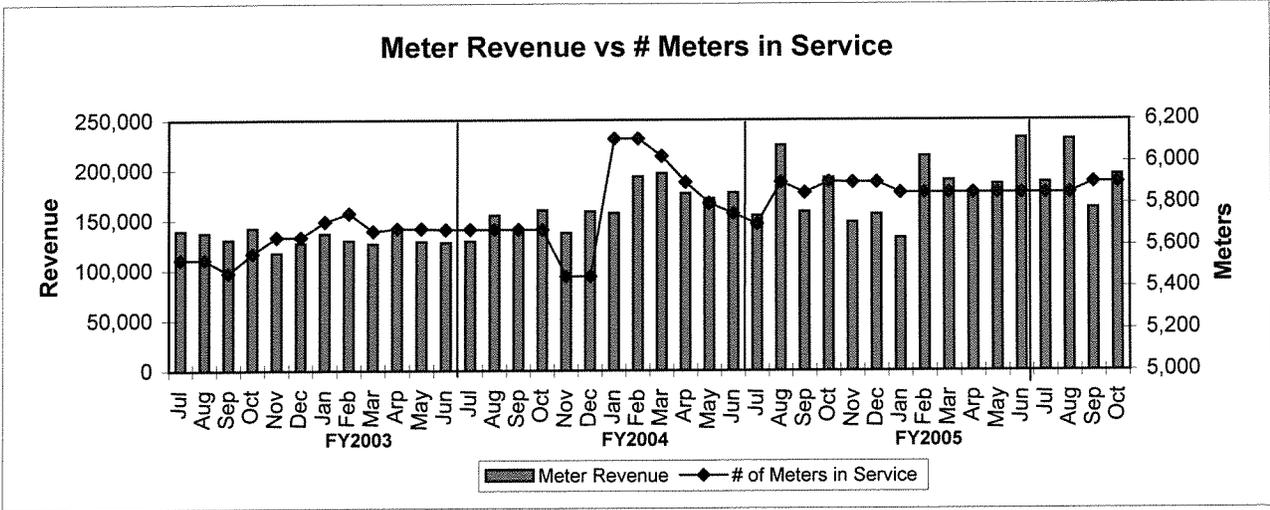


*Net of fees and expenses paid to Linebarger



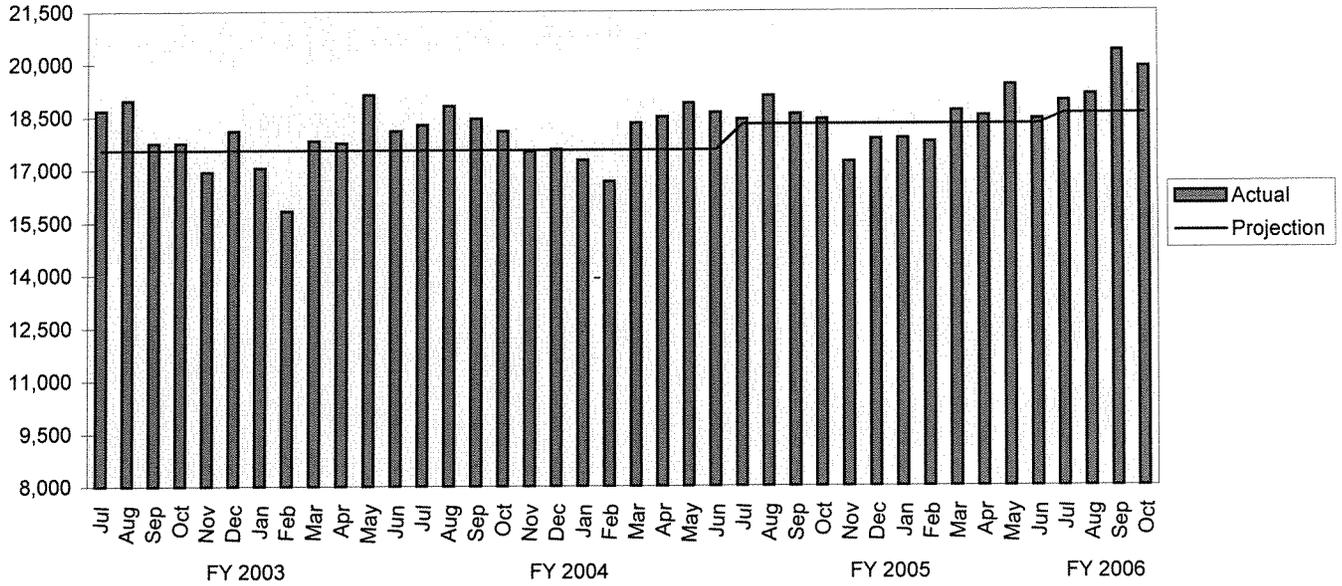
*Excludes Delinquent Parking Collections

TREND INDICATORS - MUNICIPAL COURTS

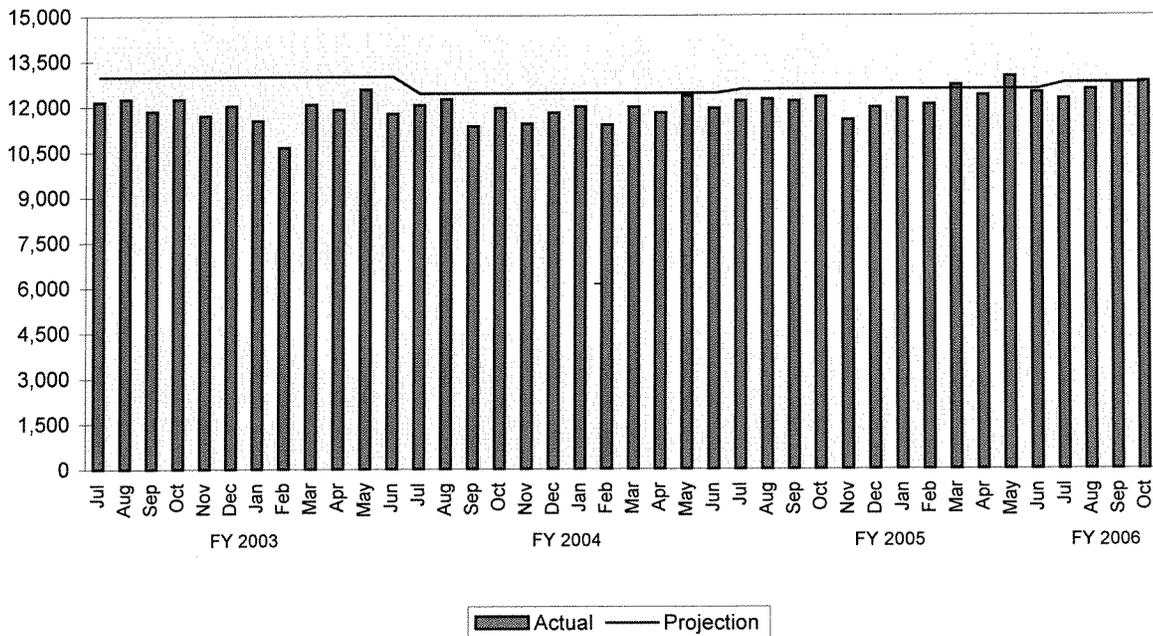


TREND INDICATORS - AMBULANCE SERVICES

EMS Incidents

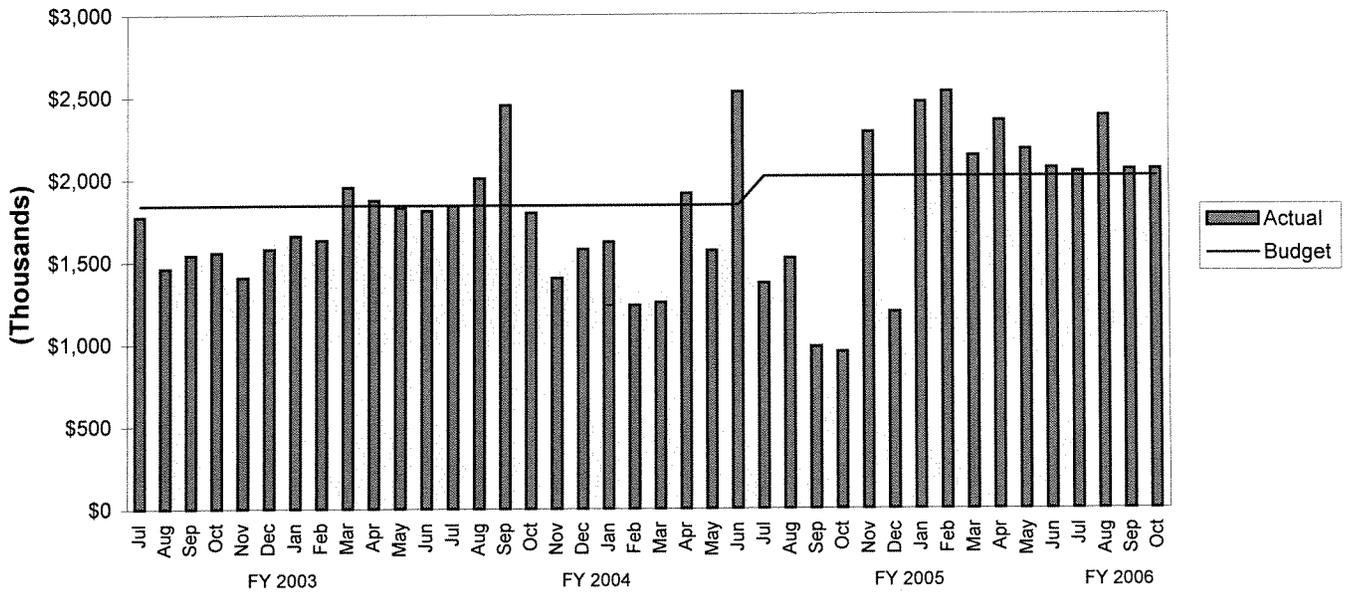


EMS Transports

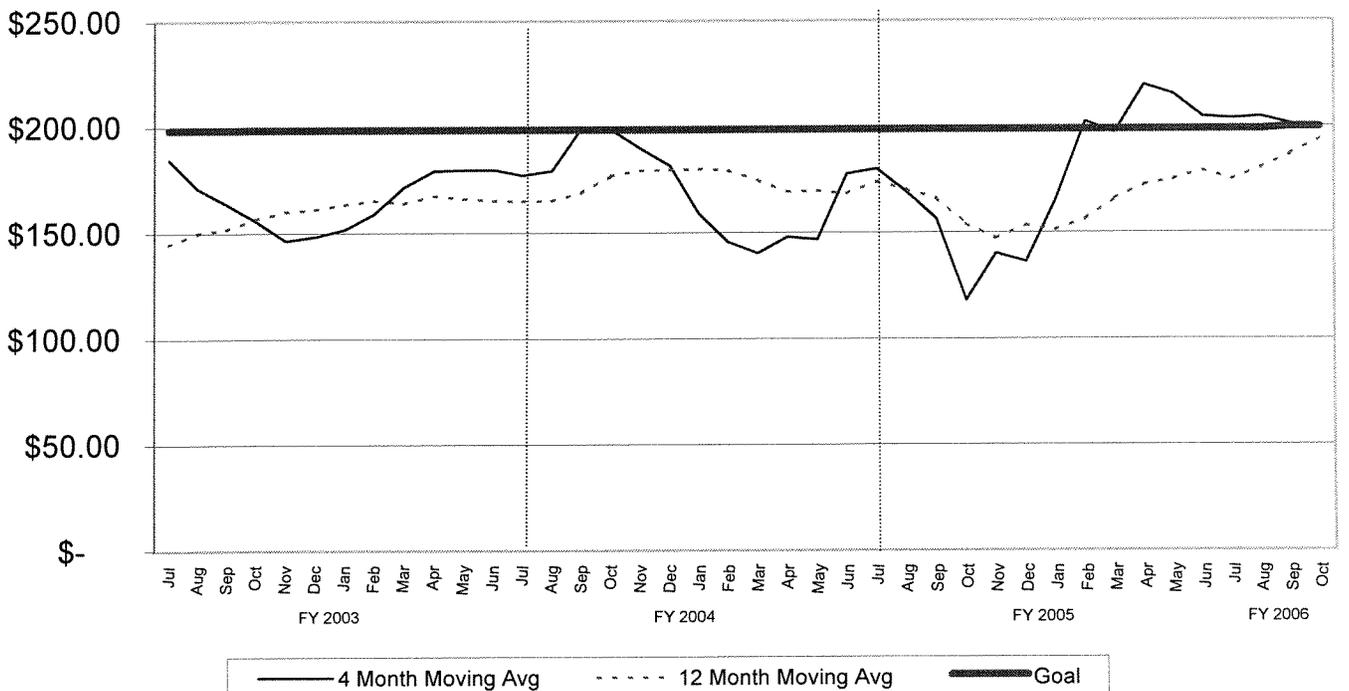


TREND INDICATORS - AMBULANCE SERVICES

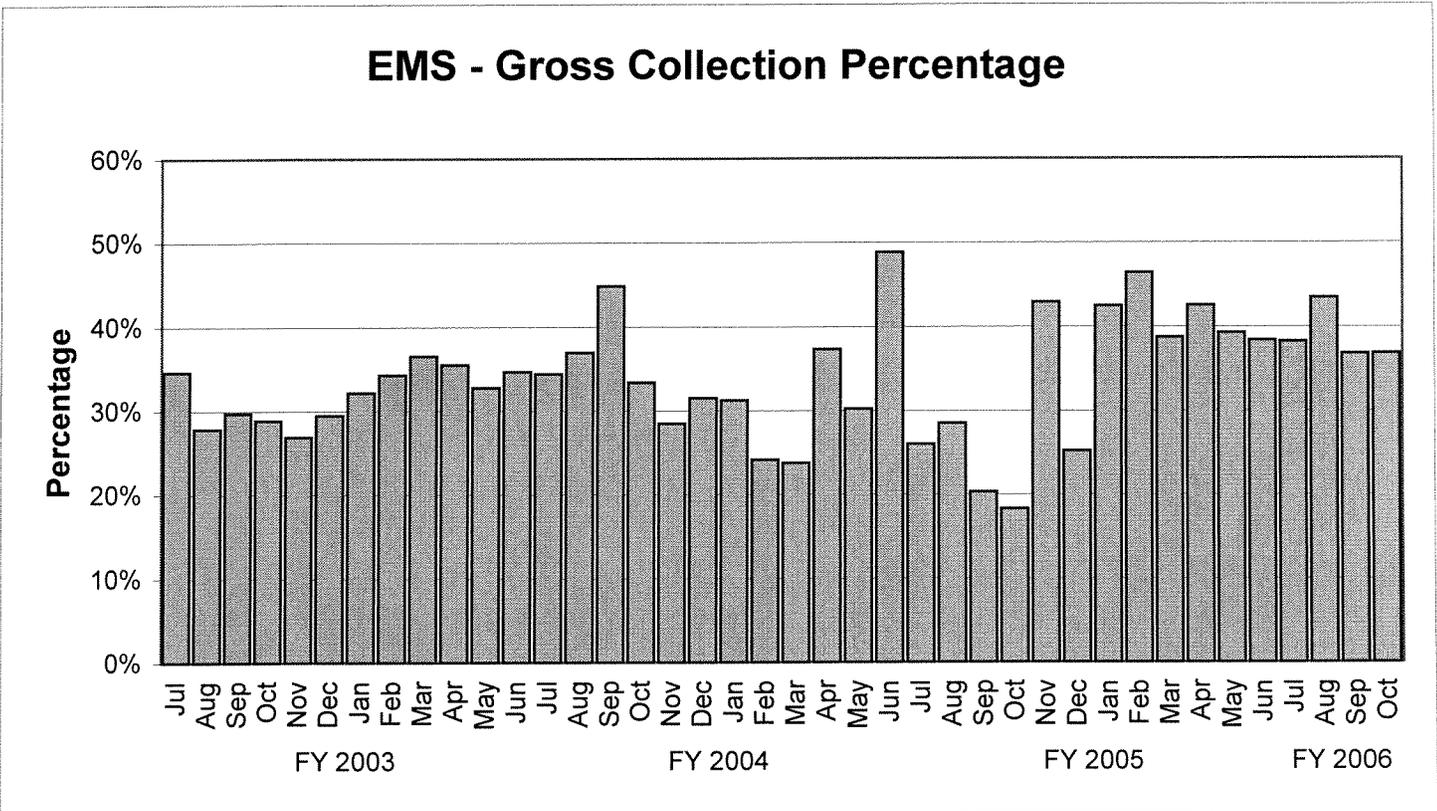
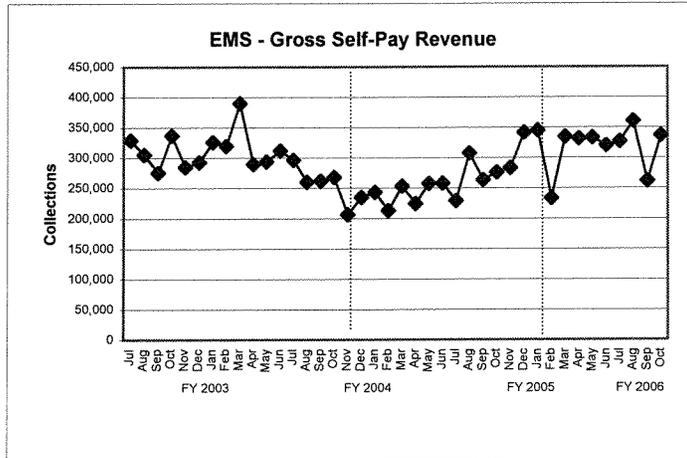
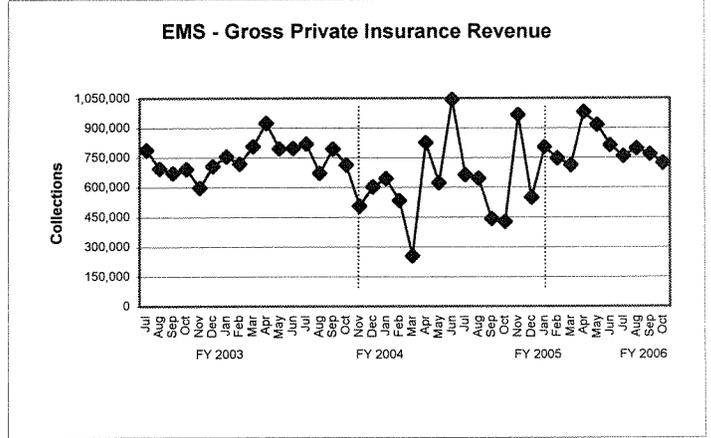
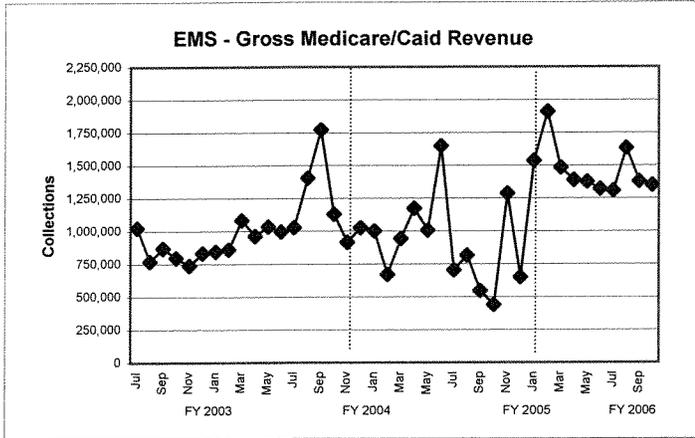
EMS Revenue (Net Collections)



4 Month and 12 Month Moving Average EMS Revenue Per Transport

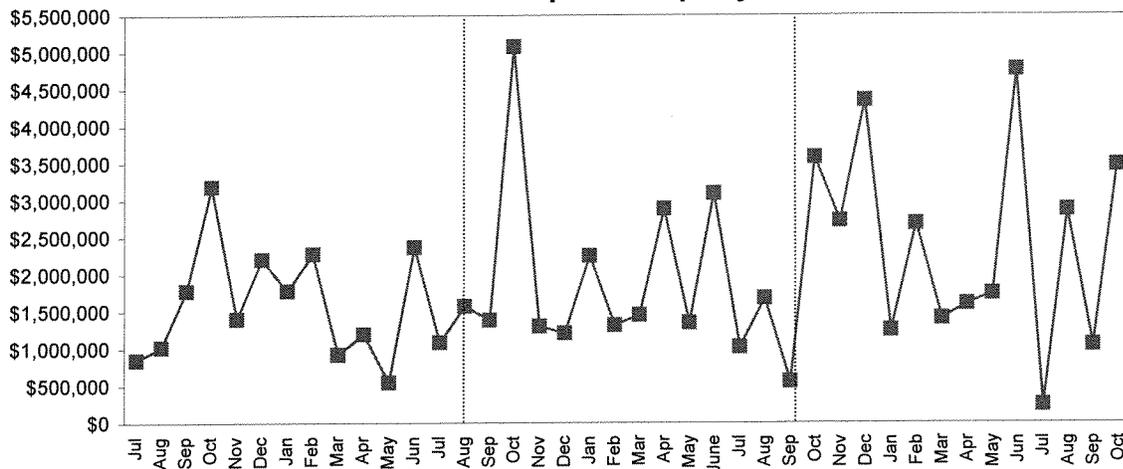


TREND INDICATORS - AMBULANCE SERVICES



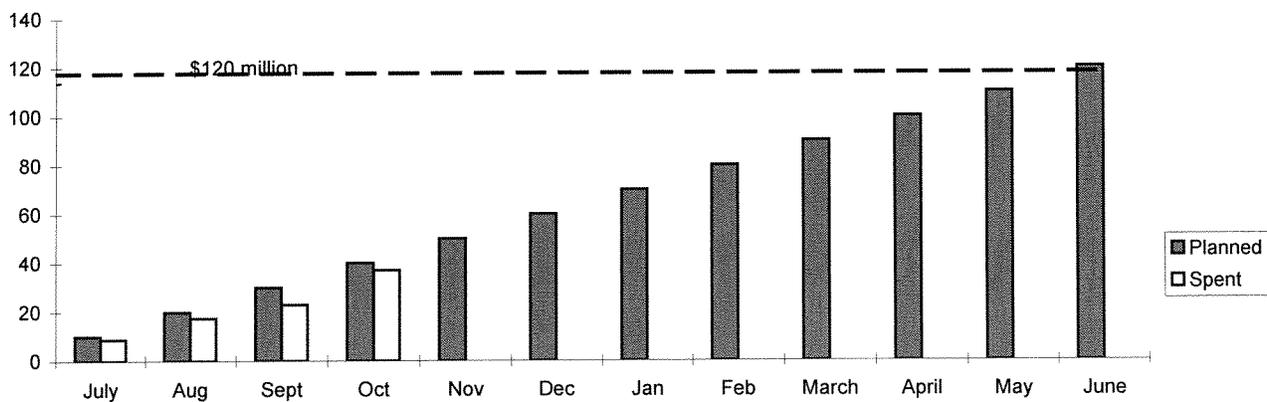
TREND INDICATORS - MISCELLANEOUS

Delinquent Property Tax

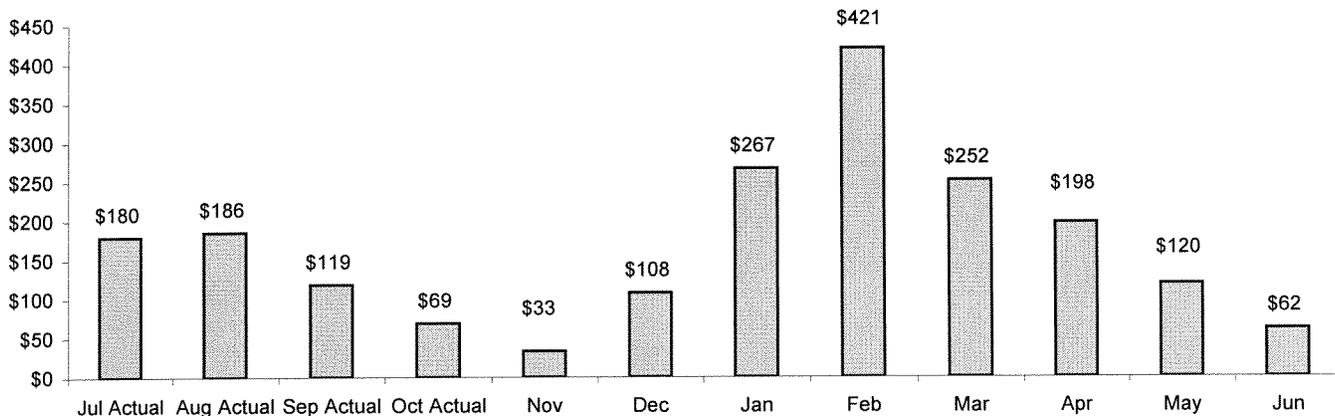


FY06 Budget is \$24,954,000

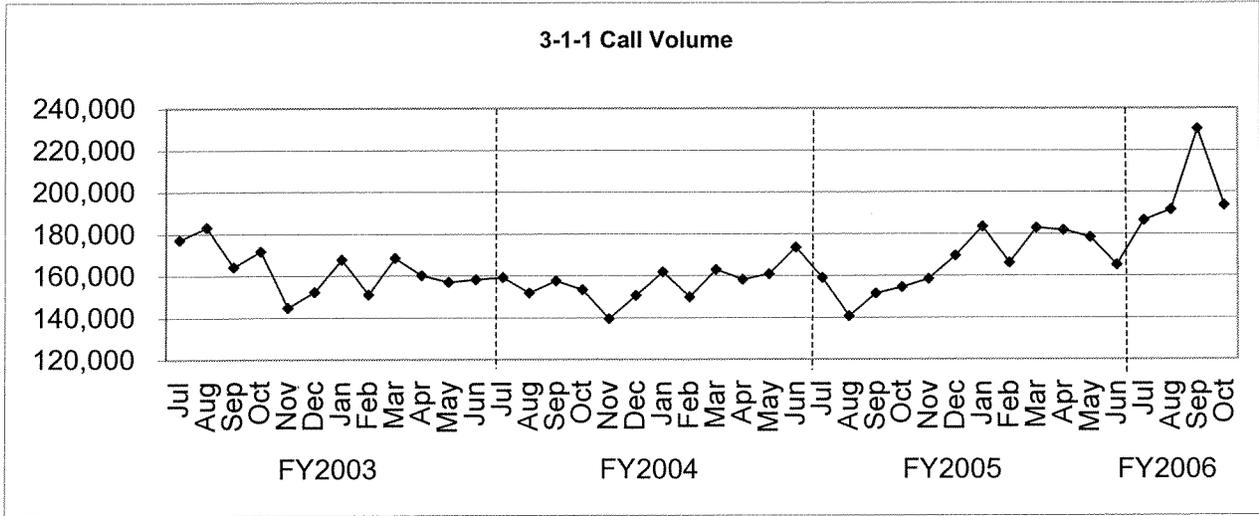
FY2006 Public Improvement Bonds Commercial Paper Planned vs Spent (\$Millions)



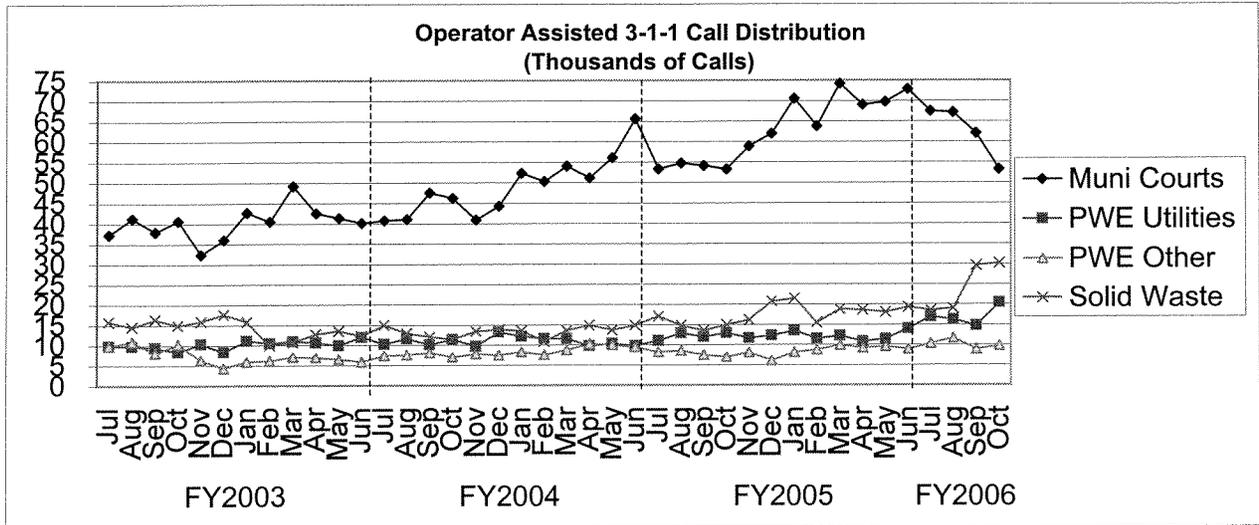
FY2006 Projected City of Houston General Fund Ending Cash Balances (In Millions \$)



TREND INDICATORS - MISCELLANEOUS



3-1-1 became fully operational in August 2001



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