

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: January 25, 2008

**Subject: December 2007
Financial Report**

Attached is the Monthly Financial and Operations Report for the period ending December 31, 2007.

GENERAL FUND

We are projecting an approximately balanced budget. This represents a change of \$4.1 million from last month's report. Projected revenues are up by \$3.6 million and departmental spending is down by \$556,000.

Our projection for Sales Tax revenue has increased \$2.5 million due to higher than expected receipts for the fifth month of FY 2008. We have also increased our projection for Other Franchise revenues by \$600,000 to account for higher than expected Cable and Solid Waste Hauler fees. Miscellaneous/Other revenues have increased by \$525,000 to account for Decorative Lighting fees paid to Public Works by various agencies and groups that have agreements with the city for special lighting. The fees paid by these groups cover the costs of the additional electricity used by the special lights. There has been a \$1.1 million transfer from out of Charges for Services and into Transfers From Other Funds to correctly reflect monies received from the Auto Dealers Fund.

Our projection for General Fund expenditures has decreased \$556,000 from last month's report. This is due mainly to savings from continued lower than expected absenteeism at the fire department, which has resulted in reduced overtime costs.

ENTERPRISE FUNDS

We are not projecting any significant changes in the Stormwater and Parking Management enterprise funds this month.

The operating expense projection for Aviation has decreased by \$3.1 million. This is attributed to a \$1.6 million decrease in Services, and decreases of \$844,000 in Personnel and \$623,000 in Supplies. These changes, combined with an increased projection of \$2 million in Interest Income, have caused a \$5 million increase in the operating transfer to the Capital Improvement fund.

In the Convention & Entertainment Operating fund, we have decreased our projection for operating expenses by \$714,000. This is attributed to reductions in Electricity of \$465,000 and Janitorial Services of \$285,000. We have also increased our projection for Transfers for Principal by \$1 million, for payment on Pension Obligation Bonds.

Mayor Bill White
City Council Members
December 2007 Monthly Financial and Operations Report
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The higher than expected rainfall of the last couple of months has resulted in another revenue decrease for Water and Sewer Sales of \$2.7 million. This is partially offset by an increase in Water and Sewer Penalties of \$1.9 million and an increase of \$450,000 for Interest Income. The projection for Personnel has been reduced by an additional \$4.5 million this month to reflect anticipated staffing levels at Public Works for the remainder of the year, with total anticipated savings of \$8.3 million in FY 2008.

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. The City plans to refund most of its Airport System commercial paper in the spring. The Airport System also maintains high investment balances that hedge against increases in variable rate debt payments. Convention and Entertainment issued a higher percentage of variable rate debt based on agreements with the Hotel Corporation.

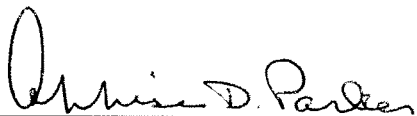
As of December 31, 2007, the ratio for each type of outstanding debt was:

General Obligation	15.3%
Combined Utility System	11.3%
Aviation	22.5%
Convention and Entertainment	29.5%

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 December 31, 2007 is attached. Since November 2007 the City has been paying considerably higher auction rates than it has been receiving on its LIBOR based swap indexes. The City is actively working to convert most of its auction rate products to other modes of debt.

Respectfully submitted,



Annise D. Parker
City Controller

City of Houston, Texas
Swap Agreements Disclosure
December 31, 2007

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. Through December 31, 2007 the City has received \$2.3 million from the swap. Revenue for fiscal year 2008 will total \$1.4 million. Future payments will be received or made every six months based on the indices for the prior budget period.

Fair value. The estimated fair value of the swap was positive \$5.1 million on December 31, 2007. 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 also insures the City's obligations under the swap. As of January 22, 2008, Ambac is rated Aaa by Moody's, AAA by Standard and Poor's, and AA by Fitch. All the rating agencies have Ambac on credit watch. Should Ambac's ratings 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 (“the 2004B Swaps”) related to the Combined Utility System 2004B auction rate variable interest bonds (“the 2004B Bonds”). The City pre-qualified six firms to submit competitive bids on the swaps. 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 2004B Bonds and to achieve a lower fixed rate than the market rate for traditional fixed rate debt at time of issuance of the 2004B Bonds. The City’s goal is that its variable receipts under these swaps equal the variable payments made on the auction rate bonds, leaving the fixed payment on the swap, plus dealer and auction fees, as its net interest cost.

Terms. The notional amounts of the swap agreements total \$653.3 million, 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. For the six months ended December 31, 2007, the City earned \$11.3 million in swap revenue for its 2004B swaps and paid \$12.4 million interest on the underlying auction rate securities. 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 bonds, the City’s swap payments, and its dealer and auction fees, reduced by swap receipts, was 4.36%. In contrast, the fixed rate the City paid on its Combined Utility System Series 2004A fixed rate bonds, priced a month earlier with a comparable maturity, was 5.08%.

Fair value. Because interest rates have changed, the swaps had an estimated negative fair value of \$50.1 million on December 31, 2007. 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 change 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.

<u>Counterparty</u>	<u>Notional Amount</u>	<u>Fair Value</u>	<u>Counterparty Credit Rating (Moody's/S&P/Fitch)</u>
Goldman Sachs Capital Markets Inc.	\$ 353,325,000	\$ (11,501,000)	Aa3 /AA- /AA-
Bear Stearns Financial Products Inc.	150,000,000	(11,501,000)	Aaa / AAA / --
UBS AG	150,000,000	(27,089,000)	Aaa /AA /AA+
	<u>\$ 653,325,000</u>	<u>\$ (50,091,000)</u>	

Basis risk. The City is exposed to basis risk on the swaps because the variable payment received is based on a different taxable index from 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 six months ended December 31, 2007 the average variable rate paid on the underlying tax-exempt bonds was 3.72%, 33 basis points higher than the average 3.39% LIBOR-based rate received for the swap. At December 31, 2007 the interest rate in effect for the underlying bonds was 4.41%, 136 basis points higher than the 3.05% rate in effect for 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.

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/Synthetic Fixed Rate Swap

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 the potential of rising interest rates associated with its Combined Utility System Series 2004-C2 Auction Rate Bonds ("the 2004C Bonds") and to achieve a lower fixed rate than the market rate for traditional fixed rate debt. The City's goal is that its variable receipts under these swaps equal the variable payments made on the auction rate bonds, leaving the fixed payment on the swap, plus dealer and auction fees, as its net interest cost.

Terms. The notional amount of the swap is \$249.1 million with the underlying bonds being part of the Series 2004C Bonds that converted to 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 pays a fixed rate of 3.761% and receives a floating rate equal to 70% of One-Month US Dollar LIBOR. The agreement became effective December 3, 2007 with a termination date of May 15, 2034.

Receipts and Payments. The City received a partial month payment of \$304,000 in December 2007.

Fair value. Because interest rates have changed, the swap had an estimated negative fair value of \$9.4 million on December 31, 2007. 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 Aaa/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.

C. Combined Utility System Constant Maturity Swap

On August 31, 2006 the City priced a constant maturity swap with Goldman Sachs Capital Markets, Inc. ("Goldman") on a forward basis. Seven firms submitted bids, and Goldman submitted the highest bid of 64.29% of Ten-Year LIBOR in exchange for the City's payment of 70% of One-Month US Dollar LIBOR. This swap was approved by the Attorney General and executed in November 2006.

Objective. This swap essentially trades receipts on the forward rate lock with RBC for receipts based on a longer index. The objective of the swap is to minimize interest expense associated with the 2004C Bonds. The City's goal is that over time, as the yield curve returns to its normal ascending slope, receipts from this swap will exceed the payments made on the swap.

Terms. The notional amount of the swap is \$249.1 million with the underlying bonds being part of the 2004-C2 Bonds that converted to 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 pays a variable rate of 70% of One-Month LIBOR (equal to its receipts on the RBC forward rate lock swap) and receives a variable rate equal to 64.29% of Ten-Year US Dollar LIBOR. The agreement became effective December 3, 2007 with a termination date of May 15, 2034.

Receipts and Payments. Because the yield curve was still inverted, the City paid \$58,000 in December 2007.

Fair value. As a result of changes in the swap yield curve, the estimated fair value of the swap at December 31, 2007 was positive \$5.0 million. The amount 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, Goldman met this requirement with ratings of Aa3/AA-/AA-. Also, under the agreement, if Goldman'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 is exposed to basis risk on the swap because the variable payment received is based on a longer-term index than the rate paid by the City on the swap. The economics of the swap for the City are dependent on an upwardly sloping yield curve. If the 10-year LIBOR rate is not sufficiently above the One-Month LIBOR index, the expected cost savings will not be realized, resulting in a higher synthetic rate. This type of basis risk is also known as yield curve risk.

Termination risk. The City may terminate for any reason. Goldman may terminate a swap if the City fails to perform under the terms of the contract. If the swap is terminated, the City would revert to receipts on the One-Month LIBOR index on its 2004C Bonds. Also, if the swap has a negative fair value at termination, the City would be liable to Goldman 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: January 25, 2008

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

Attached is the Monthly Financial and Operations Report for the period ending December 31, 2007.

General Fund Revenues

Our projection for FY2008 General Fund revenue is \$2.6 million higher than last month mainly due to the following:

- Sales tax receipts for November were \$2.4 million (6.55%) more than budgeted and 10.09% more than last year's November receipts. As a result, we have increased our estimate for the year by \$2.4 million, and are projecting receipts for the remaining months of the fiscal year at budget.
- Our projection for Other Franchise Fees increased by \$770,000 due to audit recovery receipt from Cable TV Franchise Fees.
- Our projection for Miscellaneous/Other increased by \$525,000 due to prior year receipt from decorative lighting revenues.
- Our projection for Charges for Services decreased by \$1.1 million to reflect a reclassification of Auto Dealers Fund's transfer.

General Fund Expenditures

Our projection for Fire Department decreased by \$556,000 as a result of low absenteeism over the first half of this year. Currently, the Fire Department is projecting a decrease of \$3 million, however, this projected savings is offset by an increase in fuel consumption of \$836,000.

General Fund Ending Fund Balance

We are projecting an ending unreserved undesignated fund balance of approximately \$243 million, which is approximately 15.7% of estimated expenditures less debt service. This does not include the rainy day fund or sign abatement fund. The total unreserved fund balance is projected to be \$265 million.

Aviation

- Our projection for Operating revenues is unchanged from the previous month.
- Our projection for Operating expenditures decreased by \$3 million primarily due to a savings in multiple service contracts, supplies and personnel hiring being lower than anticipated.
- Our projection for Non-operating revenues increased by \$2 million due to higher interest rate.

Convention and Entertainment Facilities

- Our projection for Operating expenditures decreased by \$750,000 mainly due to a decrease in janitorial services and electricity costs being lower than anticipated.
- Our projection for Operating Transfers increased by \$1 million to reflect Principal payment of the Pension Obligation Bond.

Combined Utility System

- Our projection for Water and Sewer sales decreased by \$2.7 million as a result of lower than anticipated water pumpage and various large one-time sewer credit corrections. We project an increase of \$1.9 million in penalties, resulting in an overall decrease of \$554,000 in revenues.
- Our projection for Operating expenditures decreased by \$4.1 million primarily due to personnel hiring being lower than anticipated, resulting in a reduction of approximately 198 FTE's.
- Our projection for Non-operating revenues increased by \$450,000 due to higher interest rate.

Health Benefits

- Our projection for Operating revenues decreased by \$3.8 million due to a decrease in the projected number of participants.
- Our projection for Operating expenditures decreased by \$2.3 million due to lower than projected HMO contract rate and a decreased number in participants.

Property & Casualty

- Our projection for Property and Casualty decreased by \$4.7 million due to a reduction of claims and judgments.

Workers' Compensation Fund

- Our projection for Worker's Compensation decreased by \$1.7 million due to a decrease in the number of claims received.

Building Inspection Special Revenue Fund

- Our projection for Operating expenditures decreased by \$1.7 million due to contract implementation delays related to the 3300 Main Street project.

January 25, 2008

Police Special Services Fund

- Our projection for Operating revenues increased by \$1.3 million due to receipt of TIRZ – Municipal Service Fees.
- Our projection for Operating expenditures decreased by \$2.1 million due to delay in purchase of a helicopter. The purchase is scheduled for FY2009.

Technology Fee Fund

As a result of not accepting the Integrated Case Management System in FY2008, we are projecting a decrease in debt service by \$775,000.

Katrina Aid & Recovery Fund

Federal Emergency Management Agency (FEMA) has advised the City that Project Worksheet (PW) 749-0 for Professional Services in the amount of \$1.8 million was denied. An appeal for this PW has been submitted to the FEMA regional director.

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 December 31, 2007
(amounts expressed in thousands)

	Unaudited Preliminary FY2007	FY2008				Variance between	
		Adopted Budget	Current Budget	% of Budget	Controller's Projection	F & A Projection	Controller and F&A
Revenues							
General Property Taxes	\$ 748,792	\$ 796,368	\$ 796,368	47%	\$ 829,249	\$ 829,743	494
Industrial Assessments	15,823	15,700	15,700	1%	15,100	15,700	600
Sales Tax	461,467	477,217	477,217	28%	485,000	485,377	377
Other Taxes	10,018	10,163	10,163	1%	10,225	10,163	(62)
Electric Franchise	99,534	98,080	98,080	6%	98,080	98,080	0
Telephone Franchise	50,434	48,000	48,000	3%	48,000	49,150	1,150
Gas Franchise	20,790	21,507	21,507	1%	21,507	21,507	0
Other Franchise	18,792	16,890	15,965	1%	18,400	18,625	225
Licenses and Permits	18,637	19,053	19,978	1%	20,000	19,980	(20)
Intergovernmental	40,550	35,339	35,339	2%	34,461	34,461	0
Charges for Services	45,135	43,385	42,290	2%	41,905	42,284	379
Direct Interfund Services	42,052	47,281	47,281	3%	47,281	47,281	0
Indirect Interfund Services	12,712	14,354	14,354	1%	11,029	11,029	0
Municipal Courts Fines and Forfeits	45,545	42,572	42,572	2%	38,800	42,572	3,772
Other Fines and Forfeits	5,241	2,758	2,758	0%	2,500	2,757	257
Interest	15,906	11,950	11,950	1%	13,130	11,950	(1,180)
Miscellaneous/Other	7,431	7,372	7,372	0%	8,725	9,684	959
Total Revenues	1,658,859	1,707,989	1,706,894	100%	1,743,392	1,750,343	6,951
Expenditures							
Affirmative Action	1,640	2,285	2,285	0%	2,285	2,285	0
City Council	4,084	5,069	5,069	0%	5,059	5,059	0
City Secretary	652	740	740	0%	740	740	0
Controller	6,125	6,711	6,711	0%	6,711	6,711	0
Convention & Entertainment	5,769	1,154	1,154	0%	1,154	1,154	0
Finance and Administration	23,534	27,897	28,373	2%	28,373	28,373	0
Fire	360,518	387,775	388,275	22%	386,113	386,113	0
General Services	41,926	43,151	43,151	2%	43,151	43,151	0
Health and Human Services	47,169	50,231	50,700	3%	50,700	50,700	0
Housing and Community Dev.	317	513	513	0%	513	513	0
Houston Emergency Center	9,728	10,837	10,837	1%	10,837	10,837	0
Human Resources	2,449	2,689	2,689	0%	2,535	2,535	0
Information Technology	14,120	13,626	13,626	1%	13,626	13,626	0
Legal	12,921	14,160	14,160	1%	14,160	14,160	0
Library	32,257	34,824	34,824	2%	34,824	34,824	0
Mayor's Office	3,059	3,002	3,002	0%	3,002	3,002	0
Municipal Courts - Administration	14,165	15,276	16,277	1%	16,277	16,277	0
Municipal Courts - Justice	4,586	4,824	4,824	0%	4,850	4,850	0
Parks and Recreation	60,634	62,765	62,765	4%	62,765	62,765	0
Planning and Development	7,532	8,336	8,336	0%	8,157	8,157	0
Police	581,547	601,869	606,869	34%	606,869	606,869	0
Public Works and Engineering	83,466	92,169	92,169	5%	92,068	92,068	0
Solid Waste Management	70,702	72,392	72,531	4%	72,531	72,531	0
Total Departmental Expenditures	1,388,900	1,462,295	1,469,880	82%	1,467,300	1,467,300	0
General Government	73,324	76,581	74,496	4%	74,496	74,496	0
Total Expenditures Other Than Debt	1,462,224	1,538,876	1,544,376	86%	1,541,796	1,541,796	0
Debt Service Transfer	209,000	229,600	243,100	14%	243,100	243,100	0
Total Expenditures and Other Uses	1,671,224	1,768,476	1,787,476	100%	1,784,896	1,784,896	0
Net Current Activity	(12,365)	(60,487)	(80,582)		(41,504)	(34,553)	6,951
Transfers from other funds	4,542	9,500	10,595		10,595	10,595	
Transfers to other funds	-	-	(6,000)		(6,000)	(6,000)	
Pension Bond Proceeds	63,000	35,000	35,000		35,000	35,000	
Proceeds from Contracts	-	-	-		-	-	
Sale of Capital Assets	4,757	3,500	3,500		2,000	2,000	
Change in Misc Other Reserves	-	-	-		-	-	
Unreserved Fund Balance, Beginning of Year	197,904	257,838	257,838		257,838	257,838	
Unreserved Fund Balance, End of Year	\$ 257,838	\$ 245,351	\$ 220,351		\$ 257,929	\$ 264,880	
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	\$ 235,768	\$ 223,281	\$ 198,281		\$ 235,859	\$ 242,810	

General Fund
 Controller's Office
 For the period ended December 31, 2007
 (amounts expressed in thousands)

	FY2008							
	Unaudited Preliminary FY2007	Adopted Budget	Current Budget	Current Month	YTD	Controller's Projection	Variance from Current Budget	% Variance
Revenues								
General Property Taxes	\$ 748,792	\$ 796,368	\$ 796,368	\$ 82,489	\$ 105,756	\$ 829,249	\$ 32,881	4.1%
Industrial Assessments	15,823	15,700	15,700	1,309	7,917	15,100	(600)	-3.8%
Sales Tax	461,467	477,217	477,217	54,668	246,297	485,000	7,783	1.6%
Other Taxes	10,018	10,163	10,163	0	2,693	10,225	62	0.6%
Electric Franchise	99,534	98,080	98,080	8,092	48,690	98,080	0	0.0%
Telephone Franchise	50,434	48,000	48,000	4,599	24,513	48,000	0	0.0%
Gas Franchise	20,790	21,507	21,507	1,792	10,753	21,507	0	0.0%
Other Franchise	18,792	16,890	15,965	2,158	9,573	18,400	2,435	15.3%
Licenses and Permits	18,637	19,053	19,978	1,996	9,020	20,000	22	0.1%
Intergovernmental	40,550	35,339	35,339	78	9,009	34,461	(878)	-2.5%
Charges for Services	45,135	43,385	42,290	2,777	15,963	41,905	(385)	-0.9%
Direct Interfund Services	42,052	47,281	47,281	3,509	7,986	47,281	0	0.0%
Indirect Interfund Services	12,712	14,354	14,354	1,560	4,165	11,029	(3,325)	-23.2%
Municipal Courts Fines and Forfeits	45,545	42,572	42,572	2,520	17,489	38,800	(3,772)	-8.9%
Other Fines and Forfeits	5,241	2,758	2,758	255	2,068	2,500	(258)	-9.4%
Interest	15,906	11,950	11,950	404	5,088	13,130	1,180	9.9%
Miscellaneous/Other	7,431	7,372	7,372	1,448	6,282	8,725	1,353	18.4%
Total Revenues	1,658,859	1,707,989	1,706,894	169,654	533,262	1,743,392	36,498	2.1%
Expenditures								
Affirmative Action	1,640	2,285	2,285	167	964	2,285	0	0.0%
City Council	4,084	5,069	5,069	409	2,328	5,059	10	0.2%
City Secretary	652	740	740	52	309	740	0	0.0%
Controller	6,125	6,711	6,711	481	3,002	6,711	0	0.0%
Convention & Entertainment	5,769	1,154	1,154	0	288	1,154	0	0.0%
Finance and Administration	23,534	27,897	28,373	3,244	12,797	28,373	0	0.0%
Fire	360,518	387,775	388,275	31,946	185,950	386,113	2,162	0.6%
General Services	41,926	43,151	43,151	3,321	20,326	43,151	0	0.0%
Health and Human Services	47,169	50,231	50,700	3,764	22,192	50,700	0	0.0%
Housing and Community Dev.	317	513	513	10	23	513	0	0.0%
Houston Emergency Center	9,728	10,837	10,837	2,707	5,420	10,837	0	0.0%
Human Resources	2,449	2,689	2,689	197	1,158	2,535	154	5.7%
Information Technology	14,120	13,626	13,626	1,316	7,343	13,626	0	0.0%
Legal	12,921	14,160	14,160	1,086	6,600	14,160	0	0.0%
Library	32,257	34,824	34,824	3,819	15,999	34,824	0	0.0%
Mayor's Office	3,059	3,002	3,002	224	1,427	3,002	0	0.0%
Municipal Courts - Administration	14,165	15,276	16,277	1,229	7,045	16,277	0	0.0%
Municipal Courts - Justice	4,586	4,824	4,824	394	2,357	4,850	(26)	-0.5%
Parks and Recreation	60,634	62,765	62,765	4,716	29,072	62,765	0	0.0%
Planning and Development	7,532	8,336	8,336	587	3,626	8,157	179	2.1%
Police	581,547	601,869	606,869	50,105	295,935	606,869	0	0.0%
Public Works and Engineering	83,466	92,169	92,169	6,880	39,301	92,068	101	0.1%
Solid Waste Management	70,702	72,392	72,531	5,382	33,886	72,531	0	0.0%
Total Departmental Expenditures	1,388,900	1,462,295	1,469,880	122,036	697,348	1,467,300	2,580	0.2%
General Government	73,324	76,581	74,496	7,633	31,039	74,496	0	0.0%
Total Expenditures Other Than Debt	1,462,224	1,538,876	1,544,376	129,669	728,387	1,541,796	2,580	
Debt Service Transfer	209,000	229,600	243,100	0	0	243,100	0	0.0%
Total Expenditures and Other Uses	1,671,224	1,768,476	1,787,476	129,669	728,387	1,784,896	2,580	0.1%
Net Current Activity	(12,365)	(60,487)	(80,582)	39,985	(195,125)	(41,504)	39,078	
Transfers from other funds	4,542	9,500	10,595	4,053	5,553	10,595	0	
Transfers to other funds	-	-	(6,000)	0	-	(6,000)	0	
Pension Bond Proceeds	63,000	35,000	35,000	0	-	35,000	0	
Proceeds from Contracts	-	-	-	-	-	-	-	
Sale of Capital Assets	4,757	3,500	3,500	(793)	2,106	2,000	(1,500)	
Change in Misc Other Reserves	-	-	-	-	-	-	-	
Unreserved Fund Balance, Beg. of Year	197,904	257,838	257,838	257,838	257,838	257,838	0	
Unreserved Fund Balance, End of Year	257,838	245,351	220,351	301,083	70,372	257,929	37,578	
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	
Undesignated Fund Balance, End of Year	\$ 235,768	\$ 223,281	\$ 198,281	\$ 301,083	\$ 70,372	\$ 235,859	\$ 12,578	

General Fund
Finance and Administration
For the period ended December 31, 2007
(amounts expressed in thousands)

	FY2008							
	Unaudited Preliminary FY2007	Adopted Budget	Current Budget	Current Month	YTD	F & A Projection	Variance from Current Budget	% Variance
Revenues								
General Property Taxes	\$ 748,792	\$ 796,368	796,368	\$ 82,489	\$ 105,756	\$ 829,743	33,375	4.2%
Industrial Assessments	15,823	15,700	15,700	1,309	7,917	15,700	0	0.0%
Sales Tax	461,467	477,217	477,217	54,668	246,297	485,377	8,160	1.7%
Other Taxes	10,018	10,163	10,163	0	2,693	10,163	0	0.0%
Electric Franchise	99,534	98,080	98,080	8,092	48,690	98,080	0	0.0%
Telephone Franchise	50,434	48,000	48,000	4,599	24,513	49,150	1,150	2.4%
Gas Franchise	20,790	21,507	21,507	1,792	10,753	21,507	0	0.0%
Other Franchise	18,792	16,890	15,965	2,158	9,573	18,625	2,660	16.7%
Licenses and Permits	18,637	19,053	19,978	1,996	9,020	19,980	2	0.0%
Intergovernmental	40,550	35,339	35,339	78	9,009	34,461	(878)	-2.5%
Charges for Services	45,135	43,385	42,290	2,777	15,963	42,284	(6)	0.0%
Direct Interfund Services	42,052	47,281	47,281	3,509	7,986	47,281	0	0.0%
Indirect Interfund Services	12,712	14,354	14,354	1,560	4,165	11,029	(3,325)	-23.2%
Municipal Courts Fines and Forfeits	45,545	42,572	42,572	2,520	17,489	42,572	0	0.0%
Other Fines and Forfeits	5,241	2,758	2,758	255	2,068	2,757	(1)	0.0%
Interest	15,906	11,950	11,950	404	5,088	11,950	0	0.0%
Miscellaneous/Other	7,431	7,372	7,372	1,448	6,282	9,684	2,312	31.4%
Total Revenues	1,658,859	1,707,989	1,706,894	169,654	533,262	1,750,343	43,449	2.5%
Expenditures								
Affirmative Action	1,640	2,285	2,285	167	964	2,285	0	0.0%
City Council	4,084	5,069	5,069	409	2,328	5,059	10	0.2%
City Secretary	652	740	740	52	309	740	0	0.0%
Controller	6,125	6,711	6,711	481	3,002	6,711	0	0.0%
Convention & Entertainment	5,769	1,154	1,154	0	288	1,154	0	0.0%
Finance and Administration	23,534	27,897	28,373	3,244	12,797	28,373	0	0.0%
Fire	360,518	387,775	388,275	31,946	185,950	386,113	2,162	0.6%
General Services	41,926	43,151	43,151	3,321	20,326	43,151	0	0.0%
Health and Human Services	47,169	50,231	50,700	3,764	22,192	50,700	0	0.0%
Housing and Community Dev.	317	513	513	10	23	513	0	0.0%
Houston Emergency Center	9,728	10,837	10,837	2,707	5,420	10,837	0	0.0%
Human Resources	2,449	2,689	2,689	197	1,158	2,535	154	5.7%
Information Technology	14,120	13,626	13,626	1,316	7,343	13,626	0	0.0%
Legal	12,921	14,160	14,160	1,086	6,600	14,160	0	0.0%
Library	32,257	34,824	34,824	3,819	15,999	34,824	0	0.0%
Mayor's Office	3,059	3,002	3,002	224	1,427	3,002	0	0.0%
Municipal Courts - Administration	14,165	15,276	16,277	1,229	7,045	16,277	0	0.0%
Municipal Courts - Justice	4,586	4,824	4,824	394	2,357	4,850	(26)	-0.5%
Parks and Recreation	60,634	62,765	62,765	4,716	29,072	62,765	0	0.0%
Planning and Development	7,532	8,336	8,336	587	3,626	8,157	179	2.1%
Police	581,547	601,869	606,869	50,105	295,935	606,869	0	0.0%
Public Works and Engineering	83,466	92,169	92,169	6,880	39,301	92,068	101	0.1%
Solid Waste Management	70,702	72,392	72,531	5,382	33,886	72,531	0	0.0%
Total Departmental Expenditures	1,388,900	1,462,295	1,469,880	122,036	697,348	1,467,300	2,580	0.2%
General Government	73,324	76,581	74,496	7,633	31,039	74,496	0	0.0%
Total Expenditures Other Than Debt	1,462,224	1,538,876	1,544,376	129,669	728,387	1,541,796	2,580	0.2%
Debt Service Transfer	209,000	229,600	243,100	0	0	243,100	0	0.0%
Total Expenditures and Other Uses	1,671,224	1,768,476	1,787,476	129,669	728,387	1,784,896	2,580	0.1%
Net Current Activity	(12,365)	(60,487)	(80,582)	39,985	(195,125)	(34,553)	46,029	
Transfers from other funds	4,542	9,500	10,595	4,053	5,553	10,595	0	
Transfers to other funds	-	-	(6,000)	-	-	(6,000)	0	
Pension Bond Proceed	63,000	35,000	35,000	-	-	35,000	0	
Proceeds from Contracts	-	-	-	-	-	-	-	
Sale of Capital Assets	4,757	3,500	3,500	(793)	2,106	2,000	(1,500)	
Change in Misc Other Reserves	-	-	-	-	-	-	-	
Unreserved Fund Balance, Beg. of Year	197,904	257,838	257,838	257,838	257,838	257,838	0	
Unreserved Fund Balance, End of Year	257,838	245,351	220,351	301,083	70,372	264,880	44,529	
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)	-	
Undesignated Fund Balance, End of Year	\$ 235,768	\$ 223,281	\$ 198,281	\$ 301,083	\$ 70,372	\$ 242,810	\$ 44,529	

General Fund
General Government
For the period ended December 31, 2007
(amounts expressed in thousands)

	FY2008							
	Unaudited Preliminary FY2007	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								
Insurance-Civilian (Retirees)	18,801	19,134	19,134	1,544	9,316	48.7%	19,134	19,134
Total Personnel Services	<u>18,801</u>	<u>19,134</u>	<u>19,134</u>	<u>1,544</u>	<u>9,316</u>	48.7%	<u>19,134</u>	<u>19,134</u>
Accounting and Auditing Svcs	(21)	40	40	0	0	0.0%	40	40
Advertising Svcs	168	225	225	26	106	47.1%	225	225
Legal Services	1,542	1,285	1,285	30	207	16.1%	1,285	1,285
Management Consulting Svcs.	299	183	183	0	23	12.6%	183	183
Misc Support Svcs	5	0	0	0	0	0.0%	0	0
Real Estate Lease	4,462	4,978	4,978	2,858	4,858	97.6%	4,978	4,978
Parking Space Rental	2	0	0	0	0	0.0%	0	0
METRO Commuter Passes	593	600	600	47	216	36.0%	600	600
Limited Purpose Annexation Pmts.	19,982	22,005	22,800	0	5,517	24.2%	22,800	22,800
Tax Appraisal Fees	5,272	6,018	6,043	1,589	4,474	74.0%	6,043	6,043
Elections	2,471	2,400	2,400	739	1,157	48.2%	2,400	2,400
Claims and Judgments	9,009	6,000	6,000	0	3,809	63.5%	6,000	6,000
Contingency/Reserve	0	6,622	4,010	0	0	0.0%	4,010	4,010
Misc Other Services and Charges	1,271	1,229	1,229	705	834	67.9%	1,229	1,229
Membership and Professional Fees	672	726	726	73	256	35.3%	726	726
Total Other Services and Charges	<u>45,727</u>	<u>52,311</u>	<u>50,519</u>	<u>6,067</u>	<u>21,457</u>	42.5%	<u>50,519</u>	<u>50,519</u>
Other Financing Uses								
Debt Service-Interest	5,296	4,752	4,460	0	244	5.5%	4,460	4,460
Transfers to Conv & Entertain	0	383	383	22	22	5.7%	383	383
Transfers to Consolidated Fund	3,500	0	0	0	0	0.0%	0	0
Total Other Financing Uses	<u>8,796</u>	<u>5,135</u>	<u>4,843</u>	<u>22</u>	<u>266</u>	5.5%	<u>4,843</u>	<u>4,843</u>
Total General Government	<u><u>73,324</u></u>	<u><u>76,581</u></u>	<u><u>74,496</u></u>	<u><u>7,633</u></u>	<u><u>31,039</u></u>	<u><u>41.7%</u></u>	<u><u>74,496</u></u>	<u><u>74,496</u></u>

**KATRINA AID & RECOVERY
MONTHLY FINANCIAL & OPERATING REPORT
As of December 31, 2007**

Amounts in Whole Dollars

RECOVERIES & REIMBURSEMENT	Received	Receivable (Payable)	Total I-T-D Thru Dec'07 (A)	Projected Jan'08 - EOP	Total I-T-D Thru EOP	% of Total
FEMA Grants:						
Housing	\$296,677,849	(\$12,655,731)	\$284,022,118	(\$20,173)	\$284,001,944	92.5%
Non-Housing	\$21,122,200	(\$33,400)	\$21,088,800	\$235,441	\$21,324,241	6.9%
FEMA Grant Administration Fees:						
Housing	\$202,555	\$1,233,806	\$1,436,361	(\$101)	\$1,436,260	0.5%
Non-Housing	\$105,323	\$21,472	\$126,795	(\$424)	\$126,370	0.0%
Subtotal FEMA Reimbursements	\$318,107,926	(\$11,433,853)	\$306,674,073	\$214,743	\$306,888,816	100.0%
TOTAL RECOVERIES & REIMBURSEMENT	\$318,107,926	(\$11,433,853)	\$306,674,073	\$214,743	\$306,888,816	100.0%

EXPENDITURES - HOUSING	Actual Paid Inception to Date	Other Expended/ Incurred (B)	Total I-T-D Thru Dec'07	Projected Jan'08 - EOP (C)	Total I-T-D Thru EOP	% of Total
Direct Assistance - Housing						
Rent	\$154,450,315	\$712,868	\$155,163,183	\$0	\$155,163,183	54.5%
Utilities	\$40,739,509	\$353,120	\$41,092,629	\$0	\$41,092,629	14.4%
Furniture	\$36,984,387	\$0	\$36,984,387	\$0	\$36,984,387	13.0%
Household Goods	\$1,227,470	\$0	\$1,227,470	\$0	\$1,227,470	0.4%
Subtotal Direct Assistance	\$233,401,681	\$1,065,988	\$234,467,669	\$0	\$234,467,669	82.3%
Program Delivery & Management	\$50,037,679	(\$23,251)	\$50,014,427	(\$0)	\$50,014,427	17.6%
Other Materials & Services	\$479,076	\$0	\$479,076	\$0	\$479,076	0.2%
Total Housing Expenses	\$283,918,436	\$1,042,737	\$284,961,172	(\$0)	\$284,961,172	100.0%
EXPENDITURES - NON HOUSING						
City Dept Personnel Costs						
City Personnel - Labor & Benefits (S/T)	\$182,021	\$11,411	\$193,432	\$0	\$193,432	0.8%
City Personnel - Labor & Benefits (O/T)	\$6,638,322	\$6,071,563	\$12,709,885	\$0	\$12,709,885	53.7%
Subtotal City Personnel	\$6,820,343	\$6,082,974	\$12,903,317	\$0	\$12,903,317	54.5%
Other City Dept Costs						
Materials & Supplies	\$335,888	\$33,524	\$369,412	\$0	\$369,412	1.6%
Force Equipment	\$180,037	\$1,025,542	\$1,205,579	\$0	\$1,205,579	5.1%
Rentals - Equipment & Other	\$531,541	\$0	\$531,541	\$0	\$531,541	2.2%
Contract Services	\$6,459,808	\$0	\$6,459,808	\$0	\$6,459,808	27.3%
Professional Services	\$0	\$0	\$0	\$0	\$0	0.0%
Subtotal City Depts	\$14,327,617	\$7,142,040	\$21,469,657	\$0	\$21,469,657	90.8%
Katrina Administration Costs						
PW Administration	\$1,139,490	\$0	\$1,139,490	\$0	\$1,139,490	4.8%
Financial & Operations Management	\$734,085	\$256,743	\$990,828	\$57,000	\$1,047,828	4.4%
Subtotal Katrina Administration	\$1,873,575	\$256,743	\$2,130,318	\$57,000	\$2,187,318	9.2%
Total Non Housing Expenses	\$16,201,192	\$7,398,783	\$23,599,974	\$57,000	\$23,656,974	100.0%
Grand Total Housing & Non Housing	\$300,119,627	\$8,441,520	\$308,561,147	\$57,000	\$308,618,146	

Excess (deficiency) of FEMA reimbursements over expenses - Housing	(\$939,055)	(\$959,228)
Excess (deficiency) of FEMA reimbursements over expenses - Non Housing	(\$948,019)	(\$770,103)
Total Excess (Deficiency) of FEMA Reimbursements	(\$1,887,074)	(\$1,729,331)
Other Receipts and Sources of Funding		
Advance from Fund 405	\$10,000,000	\$10,000,000
Transfer Back to General Fund	(\$2,200,000)	(\$10,000,000)
Net Fund 405 Advance Available to Katrina Fund	\$7,800,000	\$0
Interest Earned on Pooled Investments	\$2,899,327	\$3,069,327
Interest Repaid/Repayable to FEMA	(\$1,874,568)	(\$1,974,568)
Interest Attributable to Fund 405 Advance & Contributions	(\$1,024,759)	(\$1,094,759)
Net Interest Available to Katrina Fund	\$0	\$0
Contributions from Others	\$1,030,050	\$1,030,050

REFERENCES

- (A) Non Housing FEMA Grants include \$7,142,038 recorded in the General Fund
 (B) Includes expenses through month end that have been invoiced and not yet paid, or expenses incurred that have not yet been invoiced.
 Other Expended/Incurred amount includes \$7,142,038 of expenses recorded in General Fund.
 (C) Includes expenses to be incurred after the month of the report

Disaster Recovery Fund
For the period ended December 31, 2007
(amounts expressed in thousands)

	<u>Inception To Date</u>	<u>F & A Projection</u>
Revenues		
Recoveries and Refund		
Insurance	\$ 32,724 (1)	\$ 32,724 (2)
FEMA	20,589	20,589
Miscellaneous	38	38
Interest Income	<u>3,265</u>	<u>3,477</u>
Total Revenues	<u>56,616</u>	<u>56,828</u>
Expenditures		
Personnel	1,986	1,986
Supplies	1,113	1,113
Contracts	51,150	52,102
Equipment	<u>1,648</u>	<u>1,648</u>
Total Expenditures	<u>55,897</u>	<u>56,849 (3)</u>
Net Current Activity	<u>719</u>	<u>(21)</u>
Other financing sources		
Advances:		
ALP Fund	25,000	25,000
Convention and Entertainment	17,165	17,165
Other Funds	-	47
Total other financing sources	<u>42,165</u>	<u>42,212</u>
Other uses		
Transfers out:		
General Fund	15,000	15,000
Convention and Entertainment	14,185	16,325
Police Special Services	600	600
Water/Sewer	1,020	1,020
Capital Equipment Acquisition	4,000	4,000
Future Available	-	5,246 (4)
Total other uses	<u>34,805</u>	<u>42,191</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other (uses)	<u>\$ 8,079</u>	<u>\$ 0</u>

(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 December 31, 2007
(amounts expressed in thousands)

	<u>Month Ended</u>	<u>FY2008 YTD</u>
Cash Balance, Beginning of Month	\$ 66,188	\$ 171,835
RECEIPTS:		
Balance Sheet Transactions	4,022	72,367
TRANS Proceeds	-	115,885
Short-term Borrowings	-	-
Taxable Note Proceeds	-	-
Ad Valorem Tax	82,117	105,286
Industrial Assessments	-	425
Sales Tax	37,618	237,832
Bingo Tax	-	144
Mixed Beverage Tax	-	5,186
Electric Franchise Fees	8,092	40,649
Telephone Franchise Fees	610	24,829
Natural Gas Franchise Fees	1,792	8,961
Other Franchise Fees	1,093	10,242
Licenses and Permits	1,650	8,350
Intergovernmental	7,698	16,142
Charge for Services	3,022	19,779
Direct Interfund Services	3,556	17,154
Indirect Interfund Services	1,560	(3,447)
Municipal Courts Fines	2,521	17,762
Interfund - Any Lawful Purpose	-	-
Interfund - Disaster Recovery Fund	-	-
Interfund - all other funds	-	-
Other Fines & Forfeitures	265	2,311
Interest Apportionment	404	6,636
Other	4,362	14,577
Total Receipts - F&A	<u>160,381</u>	<u>721,070</u>
DISBURSEMENTS:		
Balance Sheet Transactions	(3,932)	(44,724)
Vendor Payment	(15,693)	(87,438)
Payroll Expenses	(91,245)	(583,560)
Workers' Compensation	(1,314)	(7,311)
Operating Transfer Out	(2,762)	(7,031)
Supplies	(1,368)	(10,225)
Contract Services	(2,970)	(10,831)
Rental & Leasings	(2,898)	(5,270)
Utilities	(5,003)	(29,848)
TRANS/BORROWING Repayment	-	-
Taxable Note Principal and Interest	-	-
TIRZ Payment	-	-
Interfund - Transfer to Rainy Day Fund	-	-
Interfund - Transfer to Debt Service	-	-
Interfund - all other funds	(72)	(754)
Capital Outlay	-	-
Other	(15)	(6,616)
Total Disbursements - F&A	<u>(127,272)</u>	<u>(793,608)</u>
Net Increase (Decrease) in Cash	33,109	(72,538)
Cash Balance, End of Month	<u>\$ 99,297</u>	<u>\$ 99,297</u>

Note: Totals may not add up exactly due to rounding

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

	FY2003		FY2004		FY2005	
	Actual	% of Total	Actual	% of Total	Actual	% of Total
Revenues	\$		\$		\$	
General Property Taxes	636,028	47.1%	660,999	47.2%	671,294	46.3%
Industrial Assessments	15,014	1.1%	15,167	1.1%	14,635	1.0%
Sales Tax	322,538	23.9%	347,982	24.9%	370,583	25.6%
Other Taxes	0		0		0	
Electric Franchise	76,605	5.7%	76,394	5.5%	77,759	5.4%
Telephone Franchise	56,435	4.2%	52,926	3.8%	49,714	3.4%
Gas Franchise	14,693	1.1%	16,535	1.2%	18,520	1.3%
Other Franchise	12,941	1.0%	15,524	1.1%	16,269	1.1%
License and Permits	15,335	1.1%	15,271	1.1%	17,692	1.2%
Intergovernmental	23,202	1.7%	19,524	1.4%	27,493	1.9%
Charges for Services	37,422	2.8%	39,876	2.8%	39,933	2.8%
Direct Interfund Services	62,099	4.6%	57,056	4.1%	61,234	4.2%
Indirect Interfund Services	15,859	1.2%	14,647	1.0%	11,031	0.8%
Muni Courts Fines and Forfeits	42,433	3.1%	45,005	3.2%	48,827	3.4%
Other Fines and Forfeits	2,185	0.2%	2,131	0.2%	2,424	0.2%
Interest	6,893	0.5%	5,130	0.4%	6,414	0.4%
Miscellaneous/Other	11,057	0.8%	16,046	1.1%	16,253	1.1%
Total Revenues	1,350,739	100.0%	1,400,213	100.0%	1,450,075	100.0%
Expenditures						
Affirmative Action	1,808	0.1%	1,668	0.1%	1,714	0.1%
City Council	3,961	0.3%	3,920	0.3%	4,266	0.3%
City Secretary	686	0.0%	821	0.1%	626	0.0%
Controller	5,836	0.4%	5,786	0.4%	5,959	0.4%
Convention & Entertainment					0	0.0%
Finance and Administration	17,468	1.3%	18,631	1.3%	19,873	1.4%
Fire	279,618	20.3%	281,525	20.1%	291,352	19.8%
General Services	28,265	2.1%	24,629	1.8%	24,632	1.7%
Health and Human Services	51,413	3.7%	51,121	3.6%	50,311	3.4%
Housing and Community Dev.	-	0.0%	0	0.0%	0	0.0%
Houston Emergency Center	-	0.0%	0	0.0%	0	0.0%
Human Resources	2,581	0.2%	2,351	0.2%	2,217	0.2%
Information Technology	11,059	0.8%	12,562	0.9%	12,278	0.8%
Legal	10,710	0.8%	11,121	0.8%	10,675	0.7%
Library	33,485	2.4%	32,456	2.3%	33,222	2.3%
Mayor's Office	1,858	0.1%	1,859	0.1%	1,849	0.1%
Municipal Courts - Admin	15,776	1.1%	16,275	1.2%	16,350	1.1%
Municipal Courts - Justice	3,925	0.3%	3,949	0.3%	4,213	0.3%
Parks and Recreation	54,200	3.9%	43,186	3.1%	47,592	3.2%
Planning and Development	15,210	1.1%	13,986	1.0%	7,155	0.5%
Police	449,624	32.6%	473,223	33.8%	498,187	33.9%
Public Works and Engineering	85,692	6.2%	86,938	6.2%	89,193	6.1%
Solid Waste Management	61,535	4.5%	61,673	4.4%	66,989	4.6%
Total Departmental	1,134,710	82.4%	1,147,680	81.9%	1,188,653	81.0%
General Government	65,056	4.7%	88,314	6.3%	91,224	6.2%
Debt Service Transfer	178,000	12.9%	165,000	11.8%	188,000	12.8%
Operating Transfer	0	0.0%	0	0.0%	0	0.0%
Total Expenditures	1,377,766	100.0%	1,400,994	100.0%	1,467,877	100.0%
Net Current Activity	(27,027.00)		(781)		(17,802)	
Change in Reserve for Working Capital	0				0	
Transfers from other funds	34,440		6,800		1,029	
Transfers to other funds						
Other Fin. Sources/Expen. Reductions						
Pension Bond Proceed	0				48,600	
Sale of Capital Assets					0	
Disaster Recovery Fund Transfer	15,000				0	
Change in Misc. Other Reserves	(2,594)		(835)		0	
Unreserved Fund Balance, Beg. of Year	85,282		105,101		110,285	
Unreserved Fund Balance, End of Year	105,101		110,285		142,112	
Designated for Sign Abatement	(2,074)		(2,074)		(2,070)	
Designated for Rainy Day Fund	(20,000)		(20,000)		(20,000)	
Designated for Capital Projects	0		0		0	
Designated for PIP	0		0		0	
Undesignated Fund Balance, End of Year	\$83,027		\$ 88,211		\$ 120,042	

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

	FY2006		FY2007		FY2008	
	Actual	% of Total	Projection	% of Total	Projection	% of Total
Revenues	\$		\$		\$	
General Property Taxes	705,952	45.4%	748,792	45.1%	829,743	47.4%
Industrial Assessments	14,314	0.9%	15,823	1.0%	15,700	0.9%
Sales Tax	422,598	27.2%	461,467	27.8%	485,377	27.7%
Other Taxes	9,279		10,018	0.6%	10,163	0.6%
Electric Franchise	97,274	6.3%	99,534	6.0%	98,080	5.6%
Telephone Franchise	50,167	3.2%	50,434	3.0%	49,150	2.8%
Gas Franchise	21,866	1.4%	20,790	1.3%	21,507	1.2%
Other Franchise	17,200	1.1%	18,792	1.1%	18,625	1.1%
License and Permits	18,086	1.2%	18,637	1.1%	19,980	1.1%
Intergovernmental	26,989	1.7%	40,550	2.4%	34,461	2.0%
Charges for Services	41,115	2.6%	45,135	2.7%	42,284	2.4%
Direct Interfund Services	39,497	2.5%	42,052	2.5%	47,281	2.7%
Indirect Interfund Services	14,895	1.0%	12,712	0.8%	11,029	0.6%
Muni Courts Fines and Forfeits	45,319	2.9%	45,545	2.7%	42,572	2.4%
Other Fines and Forfeits	3,681	0.2%	5,241	0.3%	2,757	0.2%
Interest	8,600	0.6%	15,906	1.0%	11,950	0.7%
Miscellaneous/Other	17,016	1.1%	7,431	0.4%	9,684	0.6%
Total Revenues	1,553,848	99.4%	1,658,859	100.0%	1,750,343	100.0%
Expenditures						
Affirmative Action	1,650	0.1%	1,640	0.1%	2,285	0.1%
City Council	4,404	0.3%	4,084	0.2%	5,059	0.3%
City Secretary	627	0.0%	652	0.0%	740	0.0%
Controller	5,863	0.4%	6,125	0.4%	6,711	0.4%
Convention & Entertainment	1,825	0.1%	5,769	0.3%	1,154	0.1%
Finance and Administration	19,715	1.3%	23,534	1.4%	28,373	1.6%
Fire	327,323	20.9%	360,518	21.6%	386,113	21.6%
General Services	39,376	2.5%	41,926	2.5%	43,151	2.4%
Health and Human Services	43,851	2.8%	47,169	2.8%	50,700	2.8%
Housing and Community Dev.	0	0.0%	317	0.0%	513	0.0%
Houston Emergency Center	0	0.0%	9,728	0.6%	10,837	0.6%
Human Resources	2,405	0.2%	2,449	0.1%	2,535	0.1%
Information Technology	11,807	0.8%	14,120	0.8%	13,626	0.8%
Legal	11,056	0.7%	12,921	0.8%	14,160	0.8%
Library	29,603	1.9%	32,257	1.9%	34,824	2.0%
Mayor's Office	2,113	0.1%	3,059	0.2%	3,002	0.2%
Municipal Courts - Admin	16,812	1.1%	14,165	0.8%	16,277	0.9%
Municipal Courts - Justice	4,271	0.3%	4,586	0.3%	4,850	0.3%
Parks and Recreation	49,161	3.1%	60,634	3.6%	62,765	3.5%
Planning and Development	6,839	0.4%	7,532	0.5%	8,157	0.5%
Police	535,502	34.2%	581,547	34.8%	606,869	34.0%
Public Works and Engineering	75,552	4.8%	83,466	5.0%	92,068	5.2%
Solid Waste Management	68,417	4.4%	70,702	4.2%	72,531	4.1%
Total Departmental	1,258,172	80.5%	1,388,900	83.1%	1,467,300	82.2%
General Government	110,574	7.1%	73,324	4.4%	74,496	4.2%
Debt Service Transfer	195,000	12.5%	209,000	12.5%	243,100	13.6%
Operating Transfer	0	0.0%	0	0.0%	0	0.0%
Total Expenditures	1,563,746	100.0%	1,671,224	100.0%	1,784,896	100.0%
Net Current Activity	(9,898)		(12,365)		(34,553)	
Change in Reserve for Working Capital	0		0		0	
Transfers from other funds	2,041		4,542		10,595	
Transfers to other funds					(6,000)	
Other Fin. Sources/Expen. Reductions			0		0	
Pension Bond Proceed	59,000		63,000		35,000	
Sale of Capital Assets	6,439					
Disaster Recovery Fund Transfer	0		4,757		2,000	
Change in Misc. Other Reserves	0		0		0	
Unreserved Fund Balance, Beg. of Year	142,112		197,904		257,838	
Unreserved Fund Balance, End of Year	199,694		257,838		264,880	
Designated for Sign Abatement	(2,070)		(2,070)		(2,070)	
Designated for Rainy Day Fund	(20,000)		(20,000)		(20,000)	
Designated for Capital Projects	0		0		0	
Designated for PIP	0		0		0	
Undesignated Fund Balance, End of Year	\$ 177,624		\$ 235,768		\$ 242,810	

Aviation Operating Fund
For the period ended December 31, 2007
(amounts expressed in thousands)

	Unaudited	FY2008				
	Preliminary FY2007	Adopted Budget	Current Budget	YTD	Controller's Projection	F&A Projection
Operating Revenues						
Landing Area	\$ 93,681	\$ 111,924	\$ 111,924	\$ 50,690	\$ 100,726	\$ 100,726
Bldg and Ground Area	200,563	200,987	200,987	105,074	209,729	209,729
Parking and Concession	119,994	122,178	122,178	64,638	130,895	130,895
Other	4,284	3,405	3,405	1,557	3,383	3,383
Total Operating Revenues	<u>418,522</u>	<u>438,494</u>	<u>438,494</u>	<u>221,959</u>	<u>444,733</u>	<u>444,733</u>
Operating Expenses						
Personnel	89,601	93,889	88,985	42,211	86,460	86,460
Supplies	7,383	8,514	8,522	2,777	7,648	7,648
Services	116,063	135,185	134,566	59,028	126,344	126,344
Non-Capital Outlay	957	1,098	1,113	392	1,041	1,041
Total Operating Expenses	<u>214,004</u>	<u>238,686</u>	<u>233,186</u>	<u>104,408</u>	<u>221,493</u>	<u>221,493</u>
Operating Income (Loss)	<u>204,518</u>	<u>199,808</u>	<u>205,308</u>	<u>117,551</u>	<u>223,240</u>	<u>223,240</u>
Nonoperating Revenues (Expenses)						
Interest Income	26,847	26,000	26,000	15,809	31,000	31,000
Other	979	0	0	49	49	49
Total Nonoperating Rev (Exp)	<u>27,826</u>	<u>26,000</u>	<u>26,000</u>	<u>15,858</u>	<u>31,049</u>	<u>31,049</u>
Income (Loss) Before Operating Transfers	<u>232,344</u>	<u>225,808</u>	<u>231,308</u>	<u>133,409</u>	<u>254,289</u>	<u>254,289</u>
Operating Transfers						
Interfund Transfer - Oper Reserve	1,115	2,000	2,000	0	2,000	2,000
Debt Service Principal	33,385	45,245	45,245	22,623	45,245	45,245
Debt Service Interest	88,081	99,538	99,538	61,264	99,586	99,586
Renewal and Replacement	0	4,700	4,700	0	4,700	4,700
Capital Improvement	109,763	74,325	74,325	30,968	102,758	102,758
Total Operating Transfers	<u>232,344</u>	<u>225,808</u>	<u>225,808</u>	<u>114,855</u>	<u>254,289</u>	<u>254,289</u>
Net Income (Loss)						
Operating Fund Only	\$ <u>0</u>	\$ <u>0</u>	\$ <u>5,500</u>	<u>18,554</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 December 31, 2007
(amounts expressed in thousands)

	Unaudited Preliminary FY2007	FY2008				
		Adopted Budget	Current Budget	YTD	Controllers Projection	F & A Projection
Operating Revenues						
Facility Rentals	\$ 6,617	\$ 5,732	\$ 5,732	\$ 2,506	\$ 5,732	\$ 5,732
Parking	9,010	9,297	9,297	3,461	9,297	9,297
Food and Beverage Concessions	4,722	4,446	4,446	747	3,955	3,955
Contract Cleaning	204	200	200	156	200	200
Total Operating Revenues	<u>20,553</u>	<u>19,675</u>	<u>19,675</u>	<u>6,870</u>	<u>19,184</u>	<u>19,184</u>
Operating Expenses						
Personnel	8,904	8,659	8,659	4,367	8,691	8,691
Supplies	1,224	625	988	716	1,009	1,009
Services	<u>25,439</u>	<u>29,586</u>	<u>30,096</u>	<u>10,023</u>	<u>29,204</u>	<u>29,204</u>
Total Operating Expenses	<u>35,567</u>	<u>38,870</u>	<u>39,743</u>	<u>15,106</u>	<u>38,904</u>	<u>38,904</u>
Operating Income (Loss)	<u>(15,014)</u>	<u>(19,195)</u>	<u>(20,068)</u>	<u>(8,236)</u>	<u>(19,720)</u>	<u>(19,720)</u>
Nonoperating Revenues (Expenses)						
Hotel Occupancy Tax						
Current	57,635	52,000	52,000	30,073	58,000	58,000
Delinquent	1,074	900	900	577	900	900
Advertising Services	(13,014)	(11,960)	(11,960)	(3,407)	(13,340)	(13,340)
Promotion Contracts	(10,921)	(10,036)	(10,036)	(2,859)	(11,194)	(11,194)
Contracts/Sponsorships	<u>(1,784)</u>	<u>(2,050)</u>	<u>(2,055)</u>	<u>(738)</u>	<u>(2,055)</u>	<u>(2,055)</u>
Net Hotel Occupancy Tax	<u>32,990</u>	<u>28,854</u>	<u>28,849</u>	<u>23,646</u>	<u>32,311</u>	<u>32,311</u>
Interest Income	2,694	2,400	2,400	1,320	2,650	2,650
Capital Outlay	16	(4,975)	(4,097)	(100)	(4,154)	(4,154)
Non-Capital Outlay	(43)	(97)	(97)	(16)	(100)	(100)
Other Interest	(1,261)	(2,000)	(2,000)	(902)	(1,863)	(1,863)
Other	<u>3,891</u>	<u>1,796</u>	<u>1,796</u>	<u>1,480</u>	<u>2,216</u>	<u>2,216</u>
Total Nonoperating Rev (Exp)	<u>38,287</u>	<u>25,978</u>	<u>26,851</u>	<u>25,428</u>	<u>31,060</u>	<u>31,060</u>
Income (Loss) Before Operating Transfers	<u>23,273</u>	<u>6,783</u>	<u>6,783</u>	<u>17,192</u>	<u>11,340</u>	<u>11,340</u>
Operating Transfers						
Transfers for Interest	7,511	7,848	7,848	2,929	7,760	7,760
Transfers for Principal	8,300	10,200	10,200	3,748	10,200	10,200
Interfund Transfers Out	93	820	820	0	820	820
Miller Outdoor Theater Transfer	(1,187)	(1,154)	(1,154)	(288)	(1,154)	(1,154)
Transfers to(from) Special	<u>0</u>	<u>(277)</u>	<u>(277)</u>	<u>0</u>	<u>(277)</u>	<u>(277)</u>
Total Operating Transfers	<u>14,717</u>	<u>17,437</u>	<u>17,437</u>	<u>6,389</u>	<u>17,349</u>	<u>17,349</u>
Net Income (Loss)						
Operating Fund Only	<u>\$ 8,556</u>	<u>\$ (10,654)</u>	<u>\$ (10,654)</u>	<u>\$ 10,803</u>	<u>\$ (6,009)</u>	<u>\$ (6,009)</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.

Parking Management Operating Fund
For the period ended December 31, 2007
(amounts expressed in thousands)

	FY2008				
	Adopted Budget	Current Budget	YTD	Controllers Projection	F & A Projection
Operating Revenues					
Parking Violations	\$ 7,400	\$ 7,400	\$ 3,662	\$ 7,400	\$ 7,400
Residential Parking Permit	26	26	15	26	26
Boot Fees	126	126	96	176	176
Metered Parking	2,442	2,442	1,518	2,930	2,930
Surface Lot Parking	1,300	1,300	587	1,300	1,300
Contract Parking Fees	334	334	211	449	449
Valet Parking Operator Permit Fee	0	0	1	25	25
Commercial Vehicle Permit Fee	0	0	0	120	120
Total Operating Revenues	<u>11,628</u>	<u>11,628</u>	<u>6,090</u>	<u>12,426</u>	<u>12,426</u>
Operating Expenses					
Personnel	2,921	2,921	1,350	2,921	2,921
Supplies	194	185	52	184	184
Services	965	963	174	872	872
Total Operating Expenses	<u>4,080</u>	<u>4,069</u>	<u>1,576</u>	<u>3,977</u>	<u>3,977</u>
Operating Income (Loss)	<u>7,548</u>	<u>7,559</u>	<u>4,514</u>	<u>8,449</u>	<u>8,449</u>
Nonoperating Revenues (Expenses)					
Interest Income	0	0	13	50	50
Capital Outlay	(149)	(151)	0	(151)	(151)
Non-Capital Outlay	0	(9)	(2)	(5)	(5)
Other	0	0	0	0	0
Total Nonoperating Rev (Exp)	<u>(149)</u>	<u>(160)</u>	<u>11</u>	<u>(106)</u>	<u>(106)</u>
Income (Loss) Before Operating Transfers	<u>7,399</u>	<u>7,399</u>	<u>4,525</u>	<u>8,343</u>	<u>8,343</u>
Operating Transfers					
Transfers for Interest	228	228	0	150	150
Transfers for Principal	0	0	0	0	0
Interfund Transfers Out	6,000	6,000	1,500	6,000	6,000
Transfers to(from) Special	1,107	1,107	0	1,107	1,107
Total Operating Transfers	<u>7,335</u>	<u>7,335</u>	<u>1,500</u>	<u>7,257</u>	<u>7,257</u>
Net Income (Loss)					
Operating Fund Only	\$ <u>64</u>	\$ <u>64</u>	\$ <u>3,025</u>	\$ <u>1,086</u>	\$ <u>1,086</u>

About the Fund:

The Parking Management Facilities Operating Fund is an enterprise fund that accounts for the operation of the City's on-street parking management program which includes metered parking and curb space management. The Parking Management Division of the Convention & Entertainment Facilities Department manages this fund. It is the Division's goal to provide safe and sufficient parking to residents, businesses and guests.

Combined Utility System Fund
For the period ended December 31, 2007
(amounts expressed in thousands)

	Unaudited Preliminary FY2007	FY2008				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F&A Projection
Operating Revenues						
Water Sales	\$ 317,640	\$ 350,277	\$ 350,277	\$ 168,345	\$ 338,176	338,176
Sewer Sales	296,885	324,530	324,530	153,294	310,642	310,642
Penalties	6,736	6,300	6,300	4,137	8,200	8,200
Other	5,742	6,794	6,794	3,001	6,175	6,175
Total Operating Revenues	<u>627,003</u>	<u>687,901</u>	<u>687,901</u>	<u>328,777</u>	<u>663,193</u>	<u>663,193</u>
Operating Expenses						
Personnel	123,056	139,181	139,181	60,957	130,907	130,907
Supplies	36,023	34,162	34,162	16,414	36,926	36,926
Electricity and Gas	65,454	66,665	66,665	32,596	66,487	66,487
Contracts & Other Payments	96,896	101,114	101,114	39,782	101,114	101,114
Non-Capital Equipment	1,652	4,433	4,433	184	4,208	4,208
Total Operating Expenses	<u>323,081</u>	<u>345,555</u>	<u>345,555</u>	<u>149,933</u>	<u>339,642</u>	<u>339,642</u>
Operating Income (Loss)	<u>303,922</u>	<u>342,346</u>	<u>342,346</u>	<u>178,844</u>	<u>323,551</u>	<u>323,551</u>
Nonoperating Revenues (Expenses)						
Interest Income	21,232	19,453	19,453	11,720	22,000	22,000
Sale of Property, Mains and Scrap	4,626	2,268	2,268	1,630	2,458	2,458
Other	8,600	7,790	7,790	6,490	8,008	8,008
Impact Fees	20,999	21,578	21,578	12,537	27,134	27,134
HAWC	(8,999)	0	0	8	0	0
CWA & TRA Contracts (P & I)	<u>(32,875)</u>	<u>(32,642)</u>	<u>(32,642)</u>	<u>(26,220)</u>	<u>(32,642)</u>	<u>(32,642)</u>
Total Nonoperating Rev (Exp)	<u>13,583</u>	<u>18,447</u>	<u>18,447</u>	<u>6,165</u>	<u>26,958</u>	<u>26,958</u>
Income (Loss) Before Operating Transfers	<u>317,505</u>	<u>360,793</u>	<u>360,793</u>	<u>185,009</u>	<u>350,509</u>	<u>350,509</u>
Operating Transfers						
Debt Service Transfer	259,389	287,539	287,539	140,277	279,249	279,249
Transfer to PIB - Water & Sewer	24,651	26,066	26,066	4,241	26,066	26,066
Discretionary Debt-Stormwater	0	0	0	0	0	0
Pension Liability Interest	4,566	4,566	4,566	1,126	4,566	4,566
Equipment Acquisition	7,772	17,270	17,270	1,468	17,430	17,430
Transfer to Stormwater	<u>34,056</u>	<u>37,735</u>	<u>37,735</u>	<u>17,750</u>	<u>37,735</u>	<u>37,735</u>
Total Operating Transfers	<u>330,434</u>	<u>373,176</u>	<u>373,176</u>	<u>164,862</u>	<u>365,046</u>	<u>365,046</u>
Net Current Activity						
Operating Fund Only	\$ <u>(12,929)</u>	\$ <u>(12,383)</u>	\$ <u>(12,383)</u>	\$ <u>20,147</u>	\$ <u>(14,537)</u>	\$ <u>(14,537)</u>

About the Fund:

The Combined Utility System Fund is an enterprise fund which accounts for operation of the City's water and wastewater facilities. The fund provides for the operation of the City's treated and untreated water, as well as, receive and process wastewater generated in a service area that includes the City, certain municipalities and unincorporated communities in the Houston metropolitan area. Some of the City's largest customers are other cities and water authorities which supply water to their own customers.

Stormwater Fund
For the period ending December 31, 2007
(amounts expressed in thousands)

	Unaudited Preliminary FY2007	FY2008				F&A Projection
		Adopted Budget	Current Budget	YTD	Controller's Projection	
Revenues						
Miscellaneous	\$ 109	\$ 70	\$ 70	\$ 8	\$ 70	\$ 70
Total Revenues	<u>109</u>	<u>70</u>	<u>70</u>	<u>8</u>	<u>70</u>	<u>70</u>
Expenditures						
Personnel	18,728	19,201	19,201	8,727	18,138	18,138
Supplies	2,115	2,232	2,232	1,091	2,429	2,429
Other Services	11,441	11,368	11,368	3,613	10,609	10,609
Capital Outlay	(1,126)	1,683	1,683	43	2,710	2,710
Total Expenditures	<u>31,158</u>	<u>34,484</u>	<u>34,484</u>	<u>13,474</u>	<u>33,886</u>	<u>33,886</u>
Other Financing Sources (Uses)						
Interest Income	335	251	251	93	251	251
Transfers In - CUS	34,056	37,735	37,735	17,750	37,735	37,735
Transfer Out - Pension Liability Interest	(662)	(666)	(666)	(626)	(666)	(666)
Transfer Out - Discretionary Debt Stormwater	(2,130)	(5,170)	(5,170)	(1,175)	(5,170)	(5,170)
Total Other Financing Sources (Uses)	<u>31,599</u>	<u>32,150</u>	<u>32,150</u>	<u>16,042</u>	<u>32,150</u>	<u>32,150</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing (Uses)						
	550	(2,264)	(2,264)	2,576	(1,666)	(1,666)
Pension Bond Proceeds						
	0	0	0	0	0	0
Fund Balance, Beginning of Year	<u>2,762</u>	<u>3,312</u>	<u>3,312</u>	<u>3,312</u>	<u>3,312</u>	<u>3,312</u>
Fund Balance, End of Year	<u>\$ 3,312</u>	<u>\$ 1,048</u>	<u>\$ 1,048</u>	<u>\$ 5,888</u>	<u>\$ 1,646</u>	<u>\$ 1,646</u>

The Stormwater Fund provides for the maintenance and repair of 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.

Fleet/Equipment Internal System Fund
 For the period ended December 31, 2007
 (amounts expressed in thousands)

	Unaudited Preliminary FY2007	FY2008				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F&A Projection
Nonoperating Revenues (Expenses)						
Interest Income	0	0	0	0	0	0
Sale of Property, Mains and Scrap	0	0	0	0	0	0
Other	0	0	6,000	0	6,000	6,000
Interfund Billing Fleet	0	20,250	20,250	0	20,250	20,250
Total Nonoperating Rev (Exp)	<u>0</u>	<u>20,250</u>	<u>26,250</u>	<u>0</u>	<u>26,250</u>	<u>26,250</u>
Operating Transfers						
Transfer to PIB Bond Debt Service	0	20,250	26,250	0	26,250	26,250
Total Operating Transfers	<u>0</u>	<u>20,250</u>	<u>26,250</u>	<u>0</u>	<u>26,250</u>	<u>26,250</u>
Net Current Activity						
Operating Fund Only	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

About the Fund:

The Equipment Acquisition Revolving Fund is a new Internal Service Fund that is being created in the FY2008 Budget. This Fund will allocate and collect the full costs of operations, maintenance, depreciation and financing cost of equipments to the departments.

Health Benefits Fund
For the period ended December 31, 2007
(amounts expressed in thousands)

	Unaudited Preliminary FY2007	FY2008				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F & A Projection
Operating Revenues						
City Medical Plans	\$ 232,986	252,280	\$ 252,280	\$ 124,247	\$ 249,062	\$ 249,062
City Dental Plans	7,641	7,806	7,806	3,880	7,784	7,784
City Life Insurance Plans	5,778	6,219	6,219	3,041	6,128	6,128
Health Flexible Spending Account	453	1,000	1,000	244	500	500
Dependent Care Reimbursement	162	175	175	78	170	170
Operating Revenues	<u>247,020</u>	<u>267,480</u>	<u>267,480</u>	<u>131,490</u>	<u>263,644</u>	<u>263,644</u>
Operating Expenses						
City Medical Plan Claims	227,852	251,369	251,369	123,814	250,067	250,067
City Dental Plan Claims	7,641	7,806	7,806	3,880	7,784	7,784
City Life Insurance Plans	5,774	6,219	6,219	2,939	6,126	6,126
Administrative Costs	3,059	3,585	3,585	1,374	3,246	3,246
Health Flexible Spending Account	420	1,000	1,000	215	500	500
Dependent Care	162	175	175	78	170	170
Operating Expenses	<u>244,908</u>	<u>270,154</u>	<u>270,154</u>	<u>132,300</u>	<u>267,893</u>	<u>267,893</u>
Operating Income (Loss)	2,112	(2,674)	(2,674)	(810)	(4,249)	(4,249)
Nonoperating Revenues (Expenses)						
Interest Income	657	500	500	358	700	700
Prior Year Expense Recovery	0	50	50	0	50	50
Medicare Part D - Subsidy	2,125	1,611	1,611	0	1,611	1,611
Medicare Part D - Distribution	(2,125)	(1,611)	(1,611)	0	(1,611)	(1,611)
Nonoperating Revenues (Expenses)	<u>657</u>	<u>550</u>	<u>550</u>	<u>358</u>	<u>750</u>	<u>750</u>
Pension Bond Proceeds	0	0	0	0	0	0
Net Income (Loss)	2,769	(2,124)	(2,124)	(452)	(3,499)	(3,499)
Net Assets, Beginning of Year	<u>2,990</u>	<u>5,759</u>	<u>5,759</u>	<u>5,759</u>	<u>5,759</u>	<u>5,759</u>
Net Assets, End of Year	\$ <u>5,759</u>	\$ <u>3,635</u>	\$ <u>3,635</u>	\$ <u>5,307</u>	\$ <u>2,260</u>	\$ <u>2,260</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 Preferred Provider (PPO) plan, with limits on annual increases. These plans are supported by contributions from the City and participants. The Fund also includes two dental plans, a dental/health maintenance organization (DHMO) and a dental indemnity plan. Both plans are supported exclusively by participants.

Long-Term Disability Fund
For the period ended December 31, 2007
(amounts expressed in thousands)

	Unaudited Preliminary 2007	FY2008				F & A Projection
		Adopted Budget	Current Budget	YTD	Controller's Projection	
Operating Revenues						
Contributions	\$ 2,158	\$ 1,936	\$ 1,936	\$ 1,029	\$ 2,053	\$ 2,053
Operating Revenues	<u>2,158</u>	<u>1,936</u>	<u>1,936</u>	<u>1,029</u>	<u>2,053</u>	<u>2,053</u>
Operating Expenses						
Management Consulting Services	11	11	11	(11)	11	11
Claims Payment Services	130	160	160	43	160	160
Employee Medical Claims	1,497	2,115	2,115	1,057	2,115	2,115
Operating Expenses	<u>1,638</u>	<u>2,286</u>	<u>2,286</u>	<u>1,089</u>	<u>2,286</u>	<u>2,286</u>
Operating Income (Loss)	520	(350)	(350)	(60)	(233)	(233)
Nonoperating Revenues (Expenses)						
Interest Income	496	350	350	254	500	500
Prior Year Expense Recovery	0	0	0	0	0	0
Nonoperating Revenues (Expenses)	<u>496</u>	<u>350</u>	<u>350</u>	<u>254</u>	<u>500</u>	<u>500</u>
Net Income (Loss)	1016	0	0	194	267	267
Net Assets, Beginning of Year	<u>888</u>	<u>1,904</u>	<u>1,904</u>	<u>1904</u>	<u>1,904</u>	<u>1,904</u>
Net Assets, End of Year	<u>\$ 1,904</u>	<u>\$ 1,904</u>	<u>\$ 1,904</u>	<u>\$ 2,098</u>	<u>\$ 2,171</u>	<u>\$ 2,171</u>

About the Fund:

The Long Term Disability (LTD) Plan is a self-insured program accounted for as an internal service fund. Established in 1985 and revised in 1996 as part of the Income Protection Plan (IPP) (renamed the Compensable Sick Leave Plan (CSL) in October 1996), the plan provides paid long-term sick leave for City employees.

Property and Casualty Fund
 For the Period ended December 31, 2007
 (amounts expressed in thousands)

	Unaudited Preliminary 2007	FY2008				F & A Projection
		Adopted Budget	Current Budget	YTD	Controller's Projection	
Operating Revenues						
Interfund Legal Services	\$ 19,555	\$ 31,336	\$ 31,336	\$ 4,208	\$ 26,659	\$ 26,659
Recoveries, Prior and Misc.	4	0	0	0	0	0
Operating Revenues	<u>19,559</u>	<u>31,336</u>	<u>31,336</u>	<u>4,208</u>	<u>26,659</u>	<u>26,659</u>
Operating Expenses						
Personnel	2,378	2,759	2,759	1,176	2,490	2,490
Supplies	83	94	94	9	93	93
Services:						
Insurance Fees/Adm.	9,568	12,845	11,332	83	12,844	12,844
Claims and Judgments	4,631	12,232	887	2,838	8,718	8,718
Other Services	2,901	3,406	3,406	887	2,514	2,514
Capital Outlay	0	0	0	0	0	0
Operating Expenses	<u>19,561</u>	<u>31,336</u>	<u>18,478</u>	<u>4,993</u>	<u>26,659</u>	<u>26,659</u>
Operating Income (Loss)	(2)	0	12,858	(785)	0	0
Nonoperating Revenues (Expenses)						
Interest Income	0	0	0	2	2	2
Nonoperating Revenues (Expenses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>2</u>	<u>2</u>	<u>2</u>
Pension Bond Proceeds	0	0	0	0	0	0
Net Income (Loss)	(2)	0	12,858	(783)	2	2
Net Assets, Beginning of Year	<u>84</u>	<u>82</u>	<u>82</u>	<u>82</u>	<u>82</u>	<u>82</u>
Net Assets, End of Year	<u>\$ 82</u>	<u>\$ 82</u>	<u>\$ 12,940</u>	<u>\$ (701)</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 December 31, 2007
(amounts expressed in thousands)

	Unaudited Preliminary 2007	FY2008				F & A Projection
		Adopted Budget	Current Budget	YTD	Controller's Projection	
Operating Revenues						
Contributions	\$ 18,355	24,568	\$ 24,568	\$ 9,771	\$ 22,876	22,876
Operating Revenues	<u>18,355</u>	<u>24,568</u>	<u>24,568</u>	<u>9,771</u>	<u>22,876</u>	<u>22,876</u>
Operating Expenses						
Personnel	2,179	2,338	2,328	1,044	2,019	2,019
Supplies	37	60	62	26	62	62
Current Year Claims	15,811	21,465	21,465	8,167	20,082	20,082
Services	395	722	739	182	739	739
Capital Outlay	31	83	74	0	74	74
Non-Capital Outlay	19	6	6	(1)	6	6
Operating Expenses	<u>18,472</u>	<u>24,674</u>	<u>24,674</u>	<u>9,418</u>	<u>22,982</u>	<u>22,982</u>
Operating Income (Loss)	(117)	(106)	(106)	353	(106)	(106)
Nonoperating Revenues (Expenses)						
Interest Income	113	85	85	52	85	85
Other	4	21	21	2	21	21
Nonoperating Revenues (Expenses)	<u>117</u>	<u>106</u>	<u>106</u>	<u>54</u>	<u>106</u>	<u>106</u>
Pension Bond Proceeds	0	0	0	0	0	0
Net Income (Loss)	0	0	0	407	0	0
Net Assets, Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Assets, End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 407</u>	<u>\$ 0</u>	<u>\$ 0</u>

About the Fund:

The Workers' Compensation Fund is a revolving fund administered by the Human Resources Department. The Fund was established to centralize the financial transactions in the areas of Accident Prevention, Loss Control and Workers' Compensation.

Asset Forfeiture (Fund 2202,2203,2204)

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

Auto Dealers (Fund 2200)

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

Building Inspection (Fund 2301)

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

Building Security (Fund 2206)

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

Cable TV (Fund 2401)

Operation of the Municipal Access Channel and its facilities is the responsibility of the Cable Communications Division of the Mayor's Office. 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 Houston.

Child Safety Fund (Fund 2209)

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.

Digital Houston Fund (2422)

EarthLink has been chosen by the City of Houston to build a citywide wireless broadband network, pending contract negotiations. The Wi-Fi mesh network will provide affordable high-speed Internet access for residents of and visitors to Houston. It will also enable municipal employees to work in the field without having to return to the office to use traditional landlines to complete their task. The fund will be necessary to receive payments from EarthLink and to allow the City to fund inclusion programs for low income and other individuals.

Houston Emergency Center (Fund 2205)

The City of Houston's Neutral Public Safety Answering Point is one of the thirty-seven answering stations in 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 2402)

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.

Mobility Response Team Fund (Fund 2304)

The mission of the Mobility Response Team will be responding to and mitigating significant traffic congestion resulting from malfunctioning traffic signals, accidents, and other mobility issues throughout the City. The team is a partnership between the Police and Public Works and Engineering (PWE) Departments. Dedicated resources will be deployed 5:00 AM - 9:00 PM. They will specifically 1) respond to and mitigate acute traffic congestion throughout the City, 2) be dispatched via personnel at TranStar to identified areas, 3) Traffic Engineering staff will diagnose and provide solutions to operational and design problems, and 4) work together with PWE engineers to develop long term traffic management solutions.

Parks Special Revenue Fund (Fund 2100)

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

Police Special Services Fund (Fund 2201)

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

Sign Administration (Fund 2300)

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.

Supplemental Environmental Protection Fund (Fund 2404)

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.

Technology Fee Fund (Fund 2207)

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.

Asset Forfeiture Special Revenue Fund
For the period ended December 31, 2007
(amounts expressed in thousands)

	Unaudited Preliminary FY2007	FY2008				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F&A Projection
Revenues						
Confiscations	\$ 6,081	\$ 5,359	\$ 5,359	\$ 2,222	\$ 5,059	\$ 5,059
Interest Income	415	132	132	160	332	332
Other	(81)	0	0	0	0	0
Total Revenues	<u>6,415</u>	<u>5,490</u>	<u>5,490</u>	<u>2,382</u>	<u>5,391</u>	<u>5,391</u>
Expenditures						
Personnel	4,134	3,318	3,318	634	3,318	3,318
Supplies	647	1,765	1,660	892	1,660	1,660
Other Services	1,401	2,458	2,372	1,066	2,372	2,372
Non-Capital Purchases	56	172	199	15	199	199
Capital Purchases	488	1,075	1,239	244	1,239	1,239
Total Expenditures	<u>6,726</u>	<u>8,787</u>	<u>8,787</u>	<u>2,851</u>	<u>8,787</u>	<u>8,787</u>
Net Current Activity	(311)	(3,296)	(3,297)	(469)	(3,396)	(3,396)
Fund Balance, Beginning of Year	<u>6,230</u>	<u>5,919</u>	<u>5,919</u>	<u>5,919</u>	<u>5,919</u>	<u>5,919</u>
Fund Balance, End of Year	<u>\$ 5,919</u>	<u>\$ 2,623</u>	<u>\$ 2,622</u>	<u>\$ 5,450</u>	<u>\$ 2,523</u>	<u>\$ 2,523</u>

Auto Dealers
For the period ended December 31, 2007
(amounts expressed in thousands)

	Unaudited Preliminary FY2007	FY2008				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F&A Projection
Revenues						
Auto Dealers Licenses	\$ 1,287	\$ 1,199	\$ 1,199	540	\$ 1,199	\$ 1,199
Vehicle Storage Notification	385	380	380	167	380	380
Vehicle Auction Fees	403	400	400	192	400	400
Interest Income	83	50	50	41	50	50
Other	1,833	1,522	1,522	1,021	1,522	1,522
Total Revenues	<u>3,991</u>	<u>3,551</u>	<u>3,551</u>	<u>1,961</u>	<u>3,551</u>	<u>3,551</u>
Expenditures						
Personnel	2,145	2,373	2,373	1,082	2,235	2,235
Supplies	176	208	197	189	202	202
Other Services	341	595	595	332	453	453
Capital Outlay	0	0	11	0	11	11
Transfer Out	1,112	1,095	1,095	553	1,095	1,095
Total Expenditures	<u>3,774</u>	<u>4,271</u>	<u>4,271</u>	<u>2,156</u>	<u>3,996</u>	<u>3,996</u>
Net Current Activity	217	(720)	(720)	(195)	(445)	(445)
Fund Balance, Beginning of Year	<u>838</u>	<u>1,055</u>	<u>1,055</u>	<u>1,055</u>	<u>1,055</u>	<u>1,055</u>
Fund Balance, End of Year	<u>\$ 1,055</u>	<u>\$ 335</u>	<u>\$ 335</u>	<u>860</u>	<u>\$ 610</u>	<u>\$ 610</u>

Building Inspection Special Revenue Fund
For the period ended December 31, 2007
(amounts expressed in thousands)

	Unaudited Preliminary FY2007	FY2008				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F&A Projection
Revenues						
Permits and Licenses	\$ 32,755	\$ 35,408	\$ 35,408	\$ 17,345	\$ 34,270	\$ 34,270
Charges for Services	5,472	6,987	6,987	3,656	7,547	7,547
Other	217	289	289	201	548	548
Interest Income	426	302	302	364	706	706
Total Revenues	<u>38,870</u>	<u>42,986</u>	<u>42,986</u>	<u>21,566</u>	<u>43,071</u>	<u>43,071</u>
Expenditures						
Personnel	25,099	28,816	28,816	13,526	28,424	28,424
Supplies	714	1,066	1,066	246	750	750
Other Services	4,614	9,299	9,063	1,427	8,057	8,057
Capital Outlay	1,236	2,825	2,825	0	2,797	2,797
Non-Capital Outlay	347	285	521	24	521	521
Total Expenditures	<u>32,010</u>	<u>42,291</u>	<u>42,291</u>	<u>15,223</u>	<u>40,549</u>	<u>40,549</u>
Net Current Activity	<u>6,860</u>	<u>695</u>	<u>695</u>	<u>6,343</u>	<u>2,522</u>	<u>2,522</u>
Other financing sources (uses)						
Operating Transfers Out	(955)	(1,229)	(1,229)	(862)	(1,157)	(1,157)
Total other financing sources (uses)	<u>(955)</u>	<u>(1,229)</u>	<u>(1,229)</u>	<u>(862)</u>	<u>(1,157)</u>	<u>(1,157)</u>
Pension Bond Proceeds	2,029	0	0	0	0	0
Net Current Activity	5,905	(534)	(534)	5,481	1,365	1,365
Fund Balance, Beginning of Year	<u>6,167</u>	<u>14,101</u>	<u>14,101</u>	<u>14,101</u>	<u>14,101</u>	<u>14,101</u>
Fund Balance, End of Year	<u>\$ 14,101</u>	<u>\$ 13,567</u>	<u>\$ 13,567</u>	<u>\$ 19,582</u>	<u>\$ 15,466</u>	<u>\$ 15,466</u>

Building Security Fund
For the period ending December 31, 2007
(amounts expressed in thousands)

	Unaudited Preliminary FY2007	FY2008				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F&A Projection
Revenues						
Current Revenues	\$ 1,088	\$ 1,017	\$ 1,017	\$ 452	\$ 1,017	\$ 1,017
Total Revenues	<u>1,088</u>	<u>1,017</u>	<u>1,017</u>	<u>452</u>	<u>1,017</u>	<u>1,017</u>
Expenditures						
Personnel	858	963	963	442	883	883
Supplies	1	4	4	1	4	4
Other Services	426	137	137	6	137	137
Equipment	0	300	300	0	300	300
Total Expenditures	<u>1,285</u>	<u>1,404</u>	<u>1,404</u>	<u>449</u>	<u>1,324</u>	<u>1,324</u>
Net Current Activity	(197)	(387)	(387)	3	(307)	(307)
Fund Balance, Beginning of Year	<u>843</u>	<u>646</u>	<u>646</u>	<u>646</u>	<u>646</u>	<u>646</u>
Fund Balance, End of Year	<u>\$ 646</u>	<u>\$ 259</u>	<u>\$ 259</u>	<u>\$ 649</u>	<u>\$ 339</u>	<u>\$ 339</u>

Cable TV
For the period ended December 31, 2007
(amounts expressed in thousands)

	Unaudited Preliminary FY2007	FY2008				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F&A Projection
Revenues						
Current Revenues	\$ 4,766	\$ 2,056	\$ 2,056	\$ 689	\$ 1,709	\$ 1,709
Total Revenues	<u>4,766</u>	<u>2,056</u>	<u>2,056</u>	<u>689</u>	<u>1,709</u>	<u>1,709</u>
Expenditures						
Maintenance and Operations	1,760	1,529	1,529	654	1,459	1,459
Equipment	(28)	4	4	0	4	4
TOTAL EXPENDITURES	<u>1,732</u>	<u>1,533</u>	<u>1,533</u>	<u>654</u>	<u>1,463</u>	<u>1,463</u>
Net Current Activity	3,034	523	523	35	246	246
FUND BALANCE, Beginning of Year	<u>683</u>	<u>3,717</u>	<u>3,717</u>	<u>3,717</u>	<u>3,717</u>	<u>3,717</u>
FUND BALANCE, End of Year	<u>\$ 3,717</u>	<u>\$ 4,240</u>	<u>\$ 4,240</u>	<u>\$ 3,752</u>	<u>\$ 3,963</u>	<u>\$ 3,963</u>

Child Safety Fund
For the period ended December 31, 2007
(amounts expressed in thousands)

	Unaudited Preliminary FY2007	FY2008				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F&A Projection
Revenues						
Interest on Investments	\$ 118	\$ 40	\$ 40	44	\$ 80	\$ 80
Municipal Courts Collections	906	2,100	2,100	425	900	900
Harris County Collections	2,303	900	900	1,145	2,100	2,100
Total Revenues	<u>3,327</u>	<u>3,040</u>	<u>3,040</u>	<u>1,614</u>	<u>3,080</u>	<u>3,080</u>
Expenditures						
School Crossing Guard Program	3,142	3,037	3,037	0	3,037	3,037
Miscellaneous Parts and Supplies	3	3	3	0	3	3
Total Expenditures	<u>3,145</u>	<u>3,040</u>	<u>3,040</u>	<u>0</u>	<u>3,040</u>	<u>3,040</u>
Net Current Activity	182	0	0	1,614	40	40
Fund Balance, Beginning of Year	<u>(12)</u>	<u>170</u>	<u>170</u>	<u>170</u>	<u>170</u>	<u>170</u>
Fund Balance, End of Year	<u>\$ 170</u>	<u>\$ 170</u>	<u>\$ 170</u>	<u>1,784</u>	<u>\$ 210</u>	<u>\$ 210</u>

Digital Houston Fund
For the period ending December 31, 2007
(amounts expressed in thousands)

	Unaudited Preliminary FY2007	FY2008				F&A Projection
		Adopted Budget	Current Budget	YTD	Controller's Projection	
Revenues						
WIFI Revenues	\$ -	\$ -	\$ -	\$ 5,000	\$ 5,000	\$ 5,000
Interest Income				69	192	192
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,069</u>	<u>5,192</u>	<u>5,192</u>
Expenditures						
Personnel	-	264	264	-	61	61
Other Services	-	300	300	143	450	450
Equipment	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Total Expenditures	<u>-</u>	<u>564</u>	<u>564</u>	<u>143</u>	<u>511</u>	<u>511</u>
Net Current Activity	-	(564)	(564)	4,926	4,681	4,681
Fund Balance, Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ -</u>	<u>\$ (564)</u>	<u>\$ (564)</u>	<u>\$ 4,926</u>	<u>\$ 4,681</u>	<u>\$ 4,681</u>

Houston Emergency Center
For the period ending December 31, 2007
(amounts expressed in thousands)

	Unaudited Preliminary FY2007	FY2008				F&A Projection
		Adopted Budget	Current Budget	YTD	Controller's Projection	
Revenues						
Current Revenues	\$ 18,607	\$ 21,500	\$ 21,500	\$ 8,542	\$ 21,500	\$ 21,500
Total Revenues	<u>18,607</u>	<u>21,500</u>	<u>21,500</u>	<u>8,542</u>	<u>21,500</u>	<u>21,500</u>
Expenditures						
Maintenance and Operations	19,026	21,524	21,524	8,430	21,524	21,524
Total Expenditures	<u>19,026</u>	<u>21,524</u>	<u>21,524</u>	<u>8,430</u>	<u>21,524</u>	<u>21,524</u>
Net Current Activity	(419)	(24)	(24)	112	(24)	(24)
Pension Bond Proceeds	0	0	0	0	0	0
Fund Balance, Beginning of Year	<u>630</u>	<u>211</u>	<u>211</u>	<u>211</u>	<u>211</u>	<u>211</u>
Fund Balance, End of Year	<u>\$ 211</u>	<u>\$ 187</u>	<u>\$ 187</u>	<u>\$ 323</u>	<u>\$ 187</u>	<u>\$ 187</u>

Houston Transtar Center
For the period ended December 31, 2007
(amounts expressed in thousands)

	Unaudited Preliminary FY2007	FY2008				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F&A Projection
Revenues						
Other Grant Awards	\$ 1,226	\$ 1,327	\$ 1,327	\$ 596	\$ 1,328	\$ 1,328
Other Service Charges	533	571	571	303	571	571
Misc. Revenue	2	0	0	3	3	3
Interest Income	14	10	10	13	25	25
Total Revenues	<u>1,775</u>	<u>1,908</u>	<u>1,908</u>	<u>915</u>	<u>1,927</u>	<u>1,927</u>
Expenditures						
Maintenance and Operations	<u>1,652</u>	<u>1,937</u>	<u>1,937</u>	<u>657</u>	<u>2,105</u>	<u>2,105</u>
Total Expenditures	<u>1,652</u>	<u>1,937</u>	<u>1,937</u>	<u>657</u>	<u>2,105</u>	<u>2,105</u>
Net Current Activity	123	(29)	(29)	258	(178)	(178)
Pension Bond Proceeds	0	0	0	0	0	0
Fund Balance, Beginning of Year	<u>238</u>	<u>361</u>	<u>361</u>	<u>361</u>	<u>361</u>	<u>361</u>
Fund Balance, End of Year	<u>\$ 361</u>	<u>\$ 332</u>	<u>\$ 332</u>	<u>\$ 619</u>	<u>\$ 183</u>	<u>\$ 183</u>

Mobility Response Team Fund
For the period ended December 31, 2007
(amounts expressed in thousands)

	Unaudited Preliminary FY2007	FY2008				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F&A Projection
Revenues						
Police Services	\$ -	\$ -	\$ -	\$ 1	\$ -	\$ -
Interest Income	420	350	350	249	350	350
Total Revenues	<u>420</u>	<u>350</u>	<u>350</u>	<u>250</u>	<u>350</u>	<u>350</u>
Expenditures						
Personnel	29	1,826	1,750	773	1,730	1,730
Supplies	3	79	79	12	64	64
Other Services	-	984	567	12	984	984
Non-Capital Purchases	72	-	16	16	16	16
Capital Purchases	85	-	476	76	476	476
Total Expenditures	<u>189</u>	<u>2,889</u>	<u>2,889</u>	<u>890</u>	<u>3,270</u>	<u>3,270</u>
Other Financing Sources (Uses)						
Transfer In	<u>10,000</u>	<u>950</u>	<u>950</u>	<u>-</u>	<u>950</u>	<u>950</u>
Total Other Financing Sources	<u>10,000</u>	<u>950</u>	<u>950</u>	<u>-</u>	<u>950</u>	<u>950</u>
Net Current Activity	10,231	(1,589)	(1,589)	(640)	(1,970)	(1,970)
Fund Balance, Beginning of Year	<u>-</u>	<u>10,231</u>	<u>10,231</u>	<u>10,231</u>	<u>10,231</u>	<u>10,231</u>
Fund Balance, End of Year	<u>\$ 10,231</u>	<u>\$ 8,642</u>	<u>\$ 8,643</u>	<u>\$ 9,592</u>	<u>\$ 8,261</u>	<u>\$ 8,261</u>

Parks Special Revenue Fund
For the period ended December 31, 2007
(amounts expressed in thousands)

	Unaudited Preliminary FY2007	FY2008				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F&A Projection
Revenues						
Concessions	\$ 1,535	\$ 1,543	\$ 1,543	\$ 785	\$ 1,543	\$ 1,543
Facility Admissions/User Fees	46	59	59	25	59	59
Program Fees	449	365	365	199	365	365
Rental of Property	1,327	1,437	1,437	665	1,437	1,437
Licenses and Permits	161	135	135	81	135	135
Interest Income	157	95	95	102	130	130
Golf and Tennis	3,117	3,257	3,257	1,396	3,206	3,206
Other	201	98	98	62	114	114
Total Revenues	<u>6,993</u>	<u>6,989</u>	<u>6,989</u>	<u>3,315</u>	<u>6,989</u>	<u>6,989</u>
Expenditures						
Personnel	4,090	4,416	4,416	1,997	4,313	4,313
Supplies	903	1,160	1,567	513	1,598	1,598
Other Services	1,061	1,090	1,206	527	1,278	1,278
Capital Outlay	238	1,084	560	32	560	560
Non-Capital Outlay	3	0	0	0	0	0
Total Expenditures	<u>6,295</u>	<u>7,749</u>	<u>7,749</u>	<u>3,069</u>	<u>7,749</u>	<u>7,749</u>
Operating Transfers						
Operating Transfers In	0	843	843	0	843	843
Operating Transfers Out	(100)	0	0	0	0	0
Total Operating Transfers Out	<u>(100)</u>	<u>843</u>	<u>843</u>	<u>0</u>	<u>843</u>	<u>843</u>
Net Current Activity	598	83	84	246	83	83
Fund Balance, Beginning of Year	<u>2,879</u>	<u>3,477</u>	<u>3,477</u>	<u>3,477</u>	<u>3,477</u>	<u>3,477</u>
Fund Balance, End of Year	<u>\$ 3,477</u>	<u>\$ 3,560</u>	<u>\$ 3,561</u>	<u>\$ 3,723</u>	<u>\$ 3,560</u>	<u>\$ 3,560</u>

Police Special Services Fund
For the period ended December 31, 2007
(amounts expressed in thousands)

	Unaudited Preliminary FY2007	FY2008				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F&A Projection
Revenues						
Police Fees	\$ 14,722	\$ 15,310	\$ 15,310	\$ 4,566	\$ 15,310	\$ 15,310
Interest Income	338	200	200	211	200	200
Other	32	5	5	1,129	1,325	1,325
Interfund Transfers	1,556	389	389	0	389	389
Total Revenues	<u>16,648</u>	<u>15,904</u>	<u>15,904</u>	<u>5,906</u>	<u>17,224</u>	<u>17,224</u>
Expenditures						
Personnel	4,761	7,969	7,058	3,461	7,895	7,895
Supplies	1,686	1,471	1,470	174	1,491	1,491
Other Services	3,265	4,852	5,592	1,865	4,730	4,730
Non-Capital Purchases	24	777	979	78	980	980
Capital Purchases	417	3,725	3,695	69	1,613	1,613
Interfund Transfers	0	0	0	0	0	0
Total Expenditures	<u>10,153</u>	<u>18,794</u>	<u>18,794</u>	<u>5,647</u>	<u>16,709</u>	<u>16,709</u>
Pension Bond Proceeds						
	0	0	0	0	0	0
Net Current Activity	6,495	(2,890)	(2,890)	259	515	515
Fund Balance, Beginning of Year	<u>2,870</u>	<u>9,365</u>	<u>9,365</u>	<u>9,365</u>	<u>9,365</u>	<u>9,365</u>
Fund Balance, End of Year	<u>\$ 9,365</u>	<u>\$ 6,475</u>	<u>\$ 6,475</u>	<u>\$ 9,624</u>	<u>\$ 9,880</u>	<u>\$ 9,880</u>

Sign Administration
For the period ended December 31, 2007
(amounts expressed in thousands)

	Unaudited Preliminary FY2007	FY2008				F&A Projection
		Adopted Budget	Current Budget	YTD	Controller's Projection	
Revenues						
Sign and Permit Fees	\$ 2,918	\$ 2,821	\$ 2,821	\$ 1,387	\$ 2,857	\$ 2,857
Interest Income	109	80	80	53	100	100
Miscellaneous	6	2	2	2	5	5
Total Revenues	<u>3,033</u>	<u>2,903</u>	<u>2,903</u>	<u>1,442</u>	<u>2,962</u>	<u>2,962</u>
Expenditures						
Maintenance and Operations	<u>2,781</u>	<u>3,577</u>	<u>3,577</u>	<u>1,320</u>	<u>3,246</u>	<u>3,246</u>
Total Expenditures	<u>2,781</u>	<u>3,577</u>	<u>3,577</u>	<u>1,320</u>	<u>3,246</u>	<u>3,246</u>
Net Current Activity	<u>252</u>	<u>(674)</u>	<u>(674)</u>	<u>122</u>	<u>(284)</u>	<u>(284)</u>
Fund Balance, Beginning of Year	<u>1,483</u>	<u>1,735</u>	<u>1,735</u>	<u>1,735</u>	<u>1,735</u>	<u>1,735</u>
Fund Balance, End of Year	<u>\$ 1,735</u>	<u>\$ 1,061</u>	<u>\$ 1,061</u>	<u>\$ 1,857</u>	<u>\$ 1,451</u>	<u>\$ 1,451</u>

Supplemental Environmental Protection
For the period ended December 31, 2007
(amounts expressed in thousands)

	Unaudited Preliminary FY2007	FY2008				F&A Projection
		Adopted Budget	Current Budget	YTD	Controller's Projection	
Revenues						
Current Revenues	\$ 54	\$ 30	\$ 30	\$ 18	\$ 30	\$ 30
Interest Income	27	20	20	15	20	20
Total Revenues	<u>81</u>	<u>50</u>	<u>50</u>	<u>33</u>	<u>50</u>	<u>50</u>
Expenditures						
Supplies	5	38	38	2	32	32
Other Services	39	128	128	0	72	72
Non-Capital Purchases	1	0	75	3	72	72
Capital Purchases	17	125	50	7	70	70
Total Expenditures	<u>62</u>	<u>291</u>	<u>291</u>	<u>12</u>	<u>246</u>	<u>246</u>
Net Current Activity	<u>19</u>	<u>(241)</u>	<u>(241)</u>	<u>21</u>	<u>(196)</u>	<u>(196)</u>
Fund Balance, Beginning of Year	<u>546</u>	<u>565</u>	<u>565</u>	<u>565</u>	<u>565</u>	<u>565</u>
Fund Balance, End of Year	<u>\$ 565</u>	<u>\$ 324</u>	<u>\$ 324</u>	<u>\$ 586</u>	<u>\$ 369</u>	<u>\$ 369</u>

Technology Fee Fund
For the period ending December 31, 2007
(amounts expressed in thousands)

	Unaudited Preliminary FY2007	Adopted Budget	Current Budget	FY2008		
				YTD	Controller's Projection	F& A Projection
Revenues						
Municipal Court Fines	\$ 1,675	\$ 1,502	\$ 1,502	\$ 599	\$ 1,502	\$ 1,502
Interest Income	161	170	170	81	170	170
Total Revenues	<u>1,836</u>	<u>1,672</u>	<u>1,672</u>	<u>680</u>	<u>1,672</u>	<u>1,672</u>
Expenditures						
Personnel	320	349	349	120	299	299
Supplies	36	-	-	-	-	-
Other Services	923	1,518	1,518	352	1,518	1,518
Equipment	76	550	550	-	550	550
Debt Service	356	1,178	1,178	-	454	454
Total Expenditures	<u>1,711</u>	<u>3,595</u>	<u>3,595</u>	<u>472</u>	<u>2,821</u>	<u>2,821</u>
Net Current Activity	125	(1,923)	(1,923)	208	(1,149)	(1,149)
Fund Balance, Beginning of Year	<u>3,018</u>	<u>3,143</u>	<u>3,143</u>	<u>3,143</u>	<u>3,143</u>	<u>3,143</u>
Fund Balance, End of Year	<u>\$ 3,143</u>	<u>\$ 1,220</u>	<u>\$ 1,220</u>	<u>\$ 3,351</u>	<u>\$ 1,994</u>	<u>\$ 1,994</u>

City of Houston, Texas
Commercial Paper Issued and Available
as of December 31, 2007
(amounts expressed in millions)

<u>COMMERCIAL PAPER</u>	<u>Draws FY07</u>	<u>Draws Month</u>	<u>Refunded FY07</u>	<u>Amount Available to be Drawn</u>	<u>Amount Outstanding</u>
General Obligation					
Voter Authorized 2001 Election					
<i>Series D</i>	50.00	20.00	(65.55)	80.00	354.45
<i>Series G</i>	3.00	0.00	0.00	273.00	3.00
<i>Series E:</i>					
<i>Equipment</i>	40.00	15.00	(57.90)	127.23	57.47
<i>Metro Street Projects</i>	29.15	15.00	(24.50)	46.57	43.44
<i>Cotswold Project</i>	0.85	0.00	(0.85)	0.05	0.00
<i>West Eleventh Street Park</i>	0.00	0.00	(4.05)	0.05	0.00
<i>Friends of Libraries</i>	0.00	0.00	0.00	0.00	0.20
<i>Series F: Drainage</i>	<u>30.00</u>	<u>0.00</u>	<u>(60.30)</u>	<u>137.10</u>	<u>2.40</u>
Total General Obligation	153.00	50.00	(213.15)	664.00	460.95
Combined Utility System <i>(Series A)</i>	90.00	0.00	(430.20)	800.00	100.00
Airport System <i>(Series A,B, & C)</i>	14.00	3.00	(43.00)	234.00	66.00
Convention & Entertainment <i>(Series A)</i>	<u>7.50</u>	<u>1.50</u>	<u>0.00</u>	<u>32.00</u>	<u>43.00</u>
Totals	<u>\$ 264.50</u>	<u>\$ 54.50</u>	<u>\$ (686.35)</u>	<u>\$ 1,730.00</u>	<u>\$ 669.95</u>

City of Houston, Texas
Summarized Construction/Bond Fund Status Report
Estimated for the period ended December 31, 2007
(amounts expressed in thousands)

Purpose	Available for Appropriation
Dangerous Buildings	
Total Dangerous Buildings Funds	\$ 6,200
Equipment Acquisition	
Total Equipment Acquisition Funds	78,138
Public Improvement	
Total Fire Department	6,791
Total Housing	7,097
Total General Improvement	20,174
Total Public Health and Welfare	119
Total Public Library	10,984
Total Parks and Recreation	8,788
Total Police Department	3,218
Total Solid Waste	5,084
Total Storm Sewer	57,650
Total Street & Bridge except Metro	104,318
Street & Bridge - Metro Projects	7,182
Total Public Improvement	231,404
Airport	
Total Airport	495,803
Convention and Entertainment Facilities	
Total Convention and Entertainment	35,471
Combined Utility System	
Total Combined Utility System - Any Purpose	259,588
Combined Utility System - Restricted Purposes	72,629
Total Combined Utility System	332,216
Total All Purposes	\$ 1,179,232

City of Houston, Texas
Construction/Bond Fund Status Report
Estimated for the period ended December 31, 2007
(amounts expressed in thousands)

Fund No.	Fund No.	Fund Name	Original Amount ok	Cash/ Investments ZBD01	Draw down Available ZBD01	Net Resources Available ZBD01	Unexpended (a) Appropriation calc	Available for Appropriation estimated
Equipment and Dangerous Buildings								
1801D2	12W	Dangerous Building Demolition Series 2006C	3,500	0	0	0	0	0
1801D3		Dangerous Bldg General Fund Advance	3,500	98	0	98	0	98
1801D4		Dangerous Building Demolition Series 2007B	9,000	9,031	0	31	0	31
1801	12A	Dangerous Bldg. Consolidations	n/a	163	n/a	9,252	3,182	6,070
Total Dangerous Building Funds			16,000	9,292	0	9,381	3,182	6,200
1800D1	12X	Equipment Acquisition Series E	181,697	22	127,230	57,801	0	57,801
1800	113	Equipment Acquisition Consolidated Fund	n/a	4,454	n/a	68,768	51,835	16,933
1850		Reimbursable of Equipment/Projects to Debt Serv	3,000	926	0	6,164	2,760	3,404
Total Equipment Acquisition Funds			184,697	5,401	127,230	132,732	54,595	78,138
Public Improvement								
4017	48A	Fire Dept. Emergency Alerting System	n/a	2,928	0	2,810	1,919	891
4803C	N/A	Fire Dept CP Series G	18,580	0	15,580	0	0	0
4500	413	Fire Bond Consolidated	n/a	1,249	n/a	16,420	10,520	5,899
Total Fire Department			18,580	4,177	15,580	19,230	12,439	6,791
4801P	4DK	Housing CP Series D	8,270	0	3,570	0	0	0
4803P	N/A	Housing CP Series G	11,730	0	11,730	0	0	0
4501	415	Housing Consolidated Fund	n/a	663	0	15,516	8,419	7,097
Total Housing			20,000	663	15,300	15,516	8,419	7,097
4801D	4DF	Perm. & Gen. Imprv. CP Series D	33,037	0	7,257	0	0	0
4803D	N/A	General Improvement CP Series G	22,963	0	22,963	0	0	0
4509	441	General Improvement Consolidated Fund	n/a	3,103	0	32,282	16,753	15,529
4023	49F	Certificates of Obligation Series 2001A (Cotswold)	12,200	751	0	751	751	0
4025	49J	MUD Series 2001A	9,235	3,364	0	3,364	326	3,037
4026	49K	Certificates of Obligation Series 2002A (Cotswold)	12,400	2,184	0	2,184	1,631	554
4028	49N	MUD PIBS Series 2003A-1	2,100	1,024	0	1,027	0	1,027
4029	49P	Cotswold Project Series E	53	0	53	53	26	27
Total General Improvement			91,988	10,427	30,273	39,661	19,487	20,174
4801H	4DH	Public Health CP Series D	9,295	0	3,395	0	0	0
4803H	N/A	Public Health CP Series G	2,705	0	2,705	0	0	0
4508	440	Public Health Consolidated Fund	n/a	807	0	6,454	6,335	119
Total Public Health & Welfare			12,000	807	6,100	6,454	6,335	119
4018	49A	Library Capital Projects Fund	n/a	6,625	0	6,311	3,911	2,400
4033	49V	Friends of Libraries Series E (06)	200	34	0	34	34	0
4801E	4DE	Public Library CP Series D	26,500	1,500	10,500	0	0	0
4803E	N/A	Public Library CP Series G	13,500	0	13,500	0	0	0
4507	439	Public Library Consolidated Fund	n/a	1,212	0	25,360	16,777	8,584
Total Public Library			40,200	9,371	24,000	31,706	20,722	10,984
4011	465	Parks Capital Project Fund	n/a	479	0	455	21	434
4012	491	Parks Special Fund	n/a	1,116	0	1,087	588	500
4031	49T	West Eleventh Street Park Fund Series E	50	(3)	50	69	58	11
4801F	4DB	Parks & Recreation CP Series D	35,498	0	0	0	0	0
4803F	N/A	Parks & Recreation CP Series G	16,900	0	16,900	0	0	0
4502	421	Parks Consolidated Fund	n/a	613	0	17,031	9,188	7,843
Total Parks and Recreation			52,448	2,205	16,950	18,642	9,855	8,788
4801G	4DA	Police CP Series D (05)	5,320	1,000	3,320	0	0	0
4803G	N/A	Police CP Series G (06)	23,680	0	23,680	0	0	0
4504	435	Police Consolidated Fund	n/a	24	0	27,757	24,540	3,218
Total Police Department			75,060	1,024	27,000	27,757	24,540	3,218
4001	233	Solid Waste Special Revenue Fund	n/a	358	0	358	0	358
4803L	N/A	Solid Waste Mgt. CP Series G (06)	9,022	0	9,022	0	0	0
4503	427	Solid Waste Consolidated Fund	n/a	400	0	9,295	4,568	4,727
Total Solid Waste			9,022	758	9,022	9,652	4,568	5,084
4801R	4DJ	Storm Sewer CP Series D	61,800	0	2,150	0	0	0
4505	436	Storm Sewer Consolidated Fund	n/a	1,523	0	3,991	2,111	1,881
4030	49R	Series F Drainage Improvement Commercial Paper	139,500	9,298	137,100	139,619	83,850	55,769
4024	49G	Series C Commercial Paper Storm & Overlay Fund	19,100	2,006	0	1,962	1,962	0
Total Storm Sewer			220,400	12,828	139,250	145,573	87,923	57,650

City of Houston, Texas
Construction/Bond Fund Status Report
Estimated for the period ended December 31, 2007
(amounts expressed in thousands)

Fund No.	Fund No.	Fund Name	Original Amount ok	Cash/ Investments ZBD01	Draw down Available ZBD01	Net Resources Available ZBD01	Unexpended (a) Appropriation calc	Available for Appropriation estimated
4801N	4DG	St., Bridges & Traf. CP Series D	247,730	9,900	42,808	0	0	0
4803N	N/A	St., Bridges & Traf. CP Series G	156,920	0	156,920	0	0	0
4506	437	Street & Bridge Consolidated Fund	n/a	2,797	0	209,463	145,813	63,649
4006	405	Street & Bridge Construction Fund	n/a	1,703	0	1,363	1,363	0
4034	na	Limited Use Roadway & Mobility Capital Fund	26,000	28,024	0	28,023	4,755	23,268
2304	na	Mobility Response Team	10,000	9,621	0	9,569	555	9,014
4010	419	MTA Construction Fund	n/a	2,038	0	2,038	651	1,387
4801S	49S	St.,Bridges Utility Relocation Set-Aside	7,000	0	7,000	7,000	0	7,000
		Total Street and Bridge without Metro	447,650	54,082	206,728	257,455	153,137	104,318
4027	49M	Metro Street Fund Series E (04)	90,000	21,309	46,568	65,208	58,025	7,182
		Total Public Improvement	1,077,348	117,650	536,770	636,854	405,450	231,404
Airport								
8201A1	54C	Airport System Construction 2002A (AMT)	129,120	5,343	0	22	0	22
8201	548	Airport System Consolidated 2001 (AMT)	200,000	2,041	n/a	6,766	5,839	927
		Sub-Total	329,120	7,384	0	6,788	5,839	949
8202A2	54D	Airport System 2002B (Non-AMT) Const.	213,347	9,101	0	38	0	38
8202A1	54B	Airport System Commercial Paper 2001 (Non-AMT)	n/a	19	0	0	0	0
8202	549	Airport System Consolidated 2001 (Non-AMT)	100,000	364	0	9,446	9,446	0
		Sub-Total	313,347	9,484	0	9,484	9,446	38
8200A1		Airport System Commercial Paper AMT		2	0	1,612	0	1,612
8200A2	540	Airport System RevBd 2000A (AMT)	327,225	4,589	0	19	0	19
8200	530	Airport System Consolidated Const 2000 (AMT)	n/a	2,609	0	6,549	6,187	362
		Sub-Total	327,225	7,196	0	6,568	0	381
8203A1	54F	Airport System Commercial Paper 2004 (AMT)	200,000	10	137,000	0	0	0
8203	550	Airport System Consolidated Const. 2004 (AMT)	n/a	6,911	0	142,920	24,815	118,105
		Sub-Total	200,000	6,921	137,000	142,920	24,815	118,105
8204A1	54G	Airport System Commercial Paper 2004 (Non-AMT)	0	10	0	0	0	0
8204A2	na	Airport System Commercial Paper 2008 (Non-AMT)	100,000	0	97,000	0	0	0
8204	552	Airport System Consolidated Const. 2004 (Non-AMT)	n/a	3,877	0	99,759	13,030	86,729
		Sub-Total	100,000	3,888	97,000	99,759	13,030	86,729
		Total Airport Consolidated Funds	1,269,692	34,875	234,000	265,519	53,130	206,202
8006	535	Airport System Rev Bd fund - 1998B (AMT)	395,643	13,036	0	11,289	7,414	3,874
8007	536	Airport System Rev Bd fund - 1998C (Non-AMT)	99,028	103	0	103	6	97
8008	538	Airport System RevBd 2000B (Non-AMT) Const.	269,240	5,705	0	5,432	2,747	2,685
8010	553	Airport System R & R Fund	n/a	12,900	0	12,890	12	12,878
8011	561	Airport System Improvement Fund	n/a	414,715	0	412,065	141,998	270,066
		Total Other Funds	763,911	446,460	0	441,779	152,178	289,601
		Total Airport	2,033,603	481,335	234,000	707,298	205,308	495,803
Convention & Entertainment Facilities								
8800A1	651	GRB Construction Fund Ser. 2001A&B	137,516	94	0	94	0	94
8800	650	GRB Consolidated Construction Fund	n/a	2,056	n/a	1,591	1,591	0
		Total GRB Construction Funds	137,516	2,150	0	1,685	1,591	94
8614	626	Convention & Ent. Comm. Paper-Ser A - 2003	53,500	0	31,000	31,000	0	31,000
8632	628	Convention & Ent. Underground Parking	21,500	781	1,000	21,793	21,500	293
8603	605	Theater District R&R	n/a	158	0	158	0	158
8611	618	C & E Construction Fund	n/a	4,290	0	4,290	365	3,925
		Total Civic Center	212,516	7,380	32,000	58,927	23,456	35,471
Combined Utility System - Unrestricted								
8500A2	734	Water & Sewer TWDB Available Funds	n/a	0	0	6	0	6
8500A1	75C	Combined Utility System CP Fund	898,000	41	798,000	41	0	41
8500	755	W&S Consolidated Construction	n/a	26,509	0	819,788	560,247	259,541
		Total Combined Utility System Consolidated Fun	898,000	26,550	798,000	819,835	560,247	259,588
Restricted Bond and Capital Money								
8502	704	Water & Sewer Utility Relocation Set-Aside	2,000	0	2,000	2,000	0	2,000
8319	733	Water Contributed Capital Fund	n/a	59,165	0	60,440	11,800	48,640
8327	742	Sewer Reg Cap Recovery Fd	n/a	5,291	0	5,291	0	5,291
8339	951	Water & Sewer Bond Project Trust Account 04 A1	84,385	2,862	0	2,833	0	2,833
8340	952	Water & Sewer Bond Project Trust Account 04 A2	96,705	7,545	0	2,973	0	2,973
8374	na	Water & Sewer TWDB Bond Trust Account 2006	61,545	8,174	0	7,245	0	7,245
8375	na	Water & Sewer TWDB Bond Trust Account 2006A	69,595	27,183	0	3,647	0	3,647
		Total Restricted TWDB and Other	314,230	110,219	2,000	84,429	11,800	72,629
		Total Combined Utility System	1,212,230	136,769	800,000	904,263	572,047	332,216
		Total All Funds	\$ 4,736,394	\$ 757,828	\$ 1,730,000	\$ 2,449,455	\$ 1,264,037	\$ 1,179,232

(a) Net Resources Available is equal to Current Assets less Current Liabilities.
(b) Negative balances have been referred to departments for corrections
(c) Commercial Paper drawn on 12/3/07

City of Houston, Texas
Commercial Paper (CP) Notes Status Report
For the period ended November 30, 2007
(amounts expressed in thousands)

Fund No.	Fund Name	Authorized Amount	CP Notes Issued	Authorized but Unissued	Available for Appropriation	Combined Available for Appropriation
General Obligation						
4801G	Police & Law CP Series D (05)	5,320	2,000	3,320	0	
4803G	Police & Law CP Series G (06)	23,680	0	23,680	3,218	3,218
4801F	Parks & Recreation CP Series D	35,498	35,498	0	0	
4801F	Parks & Recreation CP Series G	16,900	0	16,900	7,843	7,843
4031	West Eleventh Street Park Fund Series E	50	0	50	11	11
4803C	Fire Dept CP Series G (04)	18,580	3,000	15,580	5,899	5,899
4803L	Solid Waste Mgt. CP Series G (06)	9,022	0	9,022	4,727	4,727
4033	Friends of Libraries Series E	200	200	0	0	0
4801E	Public Library CP Series D	26,500	16,000	10,500	0	
4803E	Public Library CP Series G	13,500	0	13,500	8,584	8,584
4801D	Perm. & Gen. Imprv. CP Series D	33,037	25,780	7,257	0	
4803D	General Improvement CP Series G	22,963	0	22,963	15,529	15,529
4801N	St., Bridges & Traf. CP Series D	247,730	204,922	42,808	0	0
4803N	St., Bridges & Traf. CP Series G	156,920	0	156,920	63,649	63,649
4801S	St. Utility Relocation Set-Aside Series D	7,000	0	7,000	7,000	7,000
4027	Metro Street Projects, Series E	90,000	43,432	46,568	7,182	7,182
4801H	Public Health CP Series D	9,295	5,900	3,395	0	
4803H	Public Health CP Series G	2,705	0	2,705	119	119
4801R	Storm Sewer CP Series D (03)	61,800	59,650	2,150	1,881	1,881
4030	Drainage Projects Series F	139,500	2,400	137,100	55,769	55,769
4801P	Housing CP Series D	8,270	4,700	3,570	0	
4803P	Housing CP Series G	11,730	0	11,730	7,097	7,097
1800D1	Equipment Acquisition, Series E	181,697	54,467	127,230	16,933	16,933
1850	Equipment & Capital Reimbursables	3,000	3,000	0	3,404	3,404
4029	Cotswald Project Series E	53	0	53	27	27
	Total General Obligation CP Notes	1,124,950	460,950	664,000	208,872	208,872
Airport						
8203A1	Airport System 2004 (AMT)	200,000	63,000	137,000	118,105	118,105
8204A1	Airport System 2004 (Non-AMT)	0	0	0	0	0
8204A2	Airport System 2008 (Non-AMT)	100,000	3,000	97,000	86,729	86,729
		300,000	66,000	234,000	204,834	204,834
Convention and Entertainment						
8614	Equipment Acquisition, C&E	53,500	22,500	31,000	31,000	31,000
8632	Convention & Ent. Underground Parking	21,500	20,500	1,000	293	293
		75,000	43,000	32,000	31,293	31,293
Combined Utility System						
8500A1	Combined Utility System CP	898,000	100,000	798,000	259,541	259,541
8502	Water & Sewer Utility Relocation Set-Aside	2,000	0	2,000	2,000	2,000
		900,000	100,000	800,000	261,541	261,541
	Total All Commercial Paper	\$ 2,399,950	\$ 669,950	\$ 1,730,000	\$ 704,540	\$ 704,540

City of Houston, Texas
Total Outstanding Debt
December 31, 2007 and December 31, 2006
(amounts expressed in thousands)

	December 31, 2007	December 31, 2006
Payable from Ad Valorem Taxes		
Public Improvement Bonds (a)	\$ 1,931,880	\$ 1,884,440
GO Commercial Paper Notes (b)	460,950	413,300
Pension Obligations	532,431	452,133
Certificates of Obligations (c)	90,987	83,164
Subtotal	3,016,248	2,833,037
Payable from Sources Other Than Ad Valorem Taxes		
Combined Utility System		
Combined Utility System Revenue Bonds	4,052,865	3,547,080
Combined Utility System Commercial Paper Notes (d)	100,000	316,800
Water and Sewer System Revenue Bonds (e)	932,176	943,917
Airport System		
Airport System Revenue Bonds	2,133,030	2,119,770
Airport System Sr. Lien Commercial Paper Notes (f)	66,000	73,500
Airport System Inferior Lien Contracts (g)	49,700	53,360
Airport Special Facilities Revenue Bonds (h)	590,710	592,650
Hotel Occupancy Tax and Civic Parking		
Facilities Revenue Bonds (i)	611,259	619,770
Hotel Occupancy Tax Commercial Paper (j)	43,000	27,500
Contract Revenue Obligations - CWA, TRA	185,645	335,010
Subtotal	8,764,385	8,629,357
Total Debt Payable by the City	\$ 11,780,633	\$ 11,462,394

- (a) In November 2001 the voters authorized \$776 million in tax bonds, including \$373 million authorized as commercial paper but not yet drawn (Series D and G). In November 2006 voters authorized an additional \$625 million in tax bonds. No commercial paper has been authorized or drawn.
- (b) The City has authorized maximum issuance of General Obligation Commercial Paper Programs Series D: \$500 million, E: \$275 million, F: \$139.5 million, and G: \$276 million. As of the date above, these amounts were outstanding: Series D: \$354.5 million, E: \$101.1 million, F: \$2.7 million, and G: \$3.0 million.
- (c) Includes \$2.1 million accreted value of capital appreciation certificates at this date and \$1.8 million last year.
- (d) The City has authorized issuance of \$900 million Combined Utility System Commercial Paper Notes.
- (e) Includes \$162.0 million accreted value of capital appreciation bonds at this date and \$160.7 million last year.
- (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 \$53,360,000 for Series 1997A Special Facilities Bonds. See footnote (g).
- (i) Includes \$49.5 million accreted value of capital appreciation bonds at this date and \$40.4 million last year.
- (j) The City has authorized \$75 million Subordinate Lien Hotel Occupancy Tax and Parking Revenue Commercial Paper.

FY2008 FULL TIME EQUIVALENT (FTE) REPORT
(1 FTE Equals 2.088 Hours per year)

	FY2007 Actual	FY2008 Budget	FY2008 December	FY2008 (1) YTD AVG.	Overtime FY2007 Actual	Overtime FY2008 Budget	Overtime (1) FY2008 YTD
ENTERPRISE FUNDS							
Aviation	1,560.3	1,618.5	1,515.3	1,517.1	62.4	52.5	60.5
Convention and Entertainment Facilities	111.1	117.5	112.2	115.2	5.4	3.1	5.0
Parking Management	0.0	62.0	54.1	56.4	0.0	0.3	0.5
Public Works and Engineering	2,121.2	2,342.6	2,169.4	2,139.7	122.6	110.4	133.0
TOTAL ENTERPRISE FUNDS	3,792.6	4,140.6	3,851.0	3,828.4	190.4	166.3	199.0
GENERAL FUND MUNICIPAL							
GENERAL FUND MUNICIPAL							
City Secretary	11.6	12.6	11.1	11.0	0.0	0.0	0.0
Controller's Office	72.9	76.7	74.1	74.3	0.8	0.0	0.1
Convention and Entertainment Facilities	54.6	0.0	4.0	0.7	0.2	0.0	0.0
Council Office	68.1	77.5	72.9	71.8	0.0	0.0	0.0
Finance & Administration	308.3	354.2	338.2	328.5	1.7	1.1	1.7
Fire Department	277.6	286.0	262.1	258.1	9.4	10.0	8.5
General Services	221.1	234.0	229.9	224.5	7.1	7.3	11.2
Health & Human Services	712.8	721.4	662.5	655.4	13.0	10.5	17.3
Human Resources	37.9	42.6	39.7	38.8	0.0	0.0	0.0
Information Technology	128.6	139.1	130.4	130.3	0.4	0.9	0.2
Legal	152.8	164.6	160.5	160.4	0.0	0.0	0.0
Library	481.8	527.0	490.6	487.0	2.7	4.7	3.2
Mayor's Affirmative Action	25.8	36.1	34.0	31.2	0.0	0.0	0.0
Mayor's Office	43.5	38.5	39.4	41.4	0.0	0.0	0.0
Municipal Courts - Administration	289.0	240.9	255.4	259.9	1.9	0.8	0.2
Municipal Courts - Justice	47.6	52.6	48.4	49.1	0.0	0.0	0.0
Parks & Recreation	804.0	924.8	755.7	815.2	10.1	7.2	12.3
Planning & Development	96.6	105.2	95.6	96.5	0.0	0.0	0.0
Police Department	1,173.3	1,239.2	1,177.8	1,151.7	64.5	51.5	74.9
Public Works and Engineering	503.2	550.4	496.1	497.3	45.2	21.5	58.4
Solid Waste Management	514.9	629.0	599.4	597.8	31.7	40.1	61.1
SUBTOTAL MUNICIPAL	6,026.0	6,452.4	5,977.8	5,980.9	188.7	155.6	249.1
GENERAL FUND CADETS							
Fire Department	103.0	122.4	170.1	113.2	0.0	0.0	0.0
Police Department	130.9	202.7	206.9	189.0	0.0	0.0	0.0
SUBTOTAL CADETS	233.9	325.1	377.0	302.2	0.0	0.0	0.0

FY2008 FULL TIME EQUIVALENT (FTE) REPORT
(1 FTE Equals 2.088 Hours per year)

	FY2007 Actual	FY2008 Budget	FY2008 December	FY2008 (1) YTD AVG.	Overtime FY2007 Actual	Overtime FY2008 Budget	Overtime (1) FY2008 YTD
GENERAL FUND CLASSIFIED							
Fire Department	3,743.1	3,848.4	3,816.5 (4)	3,809.5 (4)	327.2 (4)	299.3 (4)	189.5 (4)
Police Department	4,761.3	4,930.6	4,858.6	4,809.4	539.2 (2)	179.4 (2)	457.3 (2)
SUBTOTAL CLASSIFIED	8,504.4	8,779.0	8,675.1	8,618.9	866.4	478.7	646.8
TOTAL GENERAL FUND	14,764.3	15,556.5	15,029.9	14,902.0	1,055.1	634.3	895.9
GRANTS & SPECIAL FUNDS							
Finance & Administration	6.0	6.0	4.0	5.1	0.0	0.0	0.0
General Services	57.1	90.9	66.5	65.4	0.3	1.1	0.0
Health & Human Services	428.2	0.0	469.2	491.9	7.5	0.0	8.8
Housing & Community Development	126.4	0.0	134.5	131.1	0.1	0.0	0.1
Houston Emergency Center	237.6	270.0	246.4	239.7	10.4	13.3	21.7
Human Resources	74.1	79.5	68.0	71.2	0.1	0.0	0.1
Information Technology	24.8	5.0	2.0	3.5	0.0	0.0	0.0
Legal	41.0	37.0	43.0	42.9	0.0	0.0	0.0
Library	3.4	0.0	8.5	9.7	0.0	0.0	0.1
Mayor's Office	24.5	9.0	21.5	25.8	0.2	0.7	0.0
Municipal Courts	22.8	28.6	25.9	25.6	0.0	0.0	0.0
Parks & Recreation	100.5	116.0	95.4	98.9	5.2	5.3	6.3
Planning	0.0	4.0	3.0	3.4	0.0	0.0	0.0
Police Department - Classified	19.0	40.0	31.8	30.3	2.2	100.4	5.5
Police Department - Municipal	68.8	38.0 (3)	108.5	108.6	4.9	1.1	5.3
Public Works and Engineering	1,229.8	1,403.5	1,277.3	1,254.6	84.0	67.1	97.8
TOTAL GRANTS & SPECIAL FUNDS	2,464.0	2,127.5	2,605.5	2,607.7	114.9	189.0	145.7
CITY-WIDE TOTAL	21,020.9	21,824.6	21,486.4	21,338.1	1,360.4	989.6	1,240.6

(1) YTD begins 7/01/2007 and ends 12/31/2007

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

(3) FY2008 Budget does not include Grant FTEs.

(4) Fire FTE's have been adjusted to reflect 46.7 per work week.

CITY OF HOUSTON

RETIREE MEDICAL UNFUNDED ACCRUED LIABILITIES

12/31/2007
 (amount expressed in millions)

	<u>Date of Most Recent Valuation or Estimate</u>	<u>Present Value of Benefits (2)</u>	<u>Unfunded Accrued Liabilities</u>	<u>Annual Required Contribution</u>
Entry Age Normal (1)	6/30/2006	4,718.9	3,237.7	326.5

Note (1) :Entry Age Normal is a cost method used to identify the value of benefits for the fiscal year 2007
 Present Value of Benefits is a measure of total liability or obligation
 Both medical and life benefits are included; however, life benefits account for only 0.7% of the total liability

Note (2) :Total present value of all expected future benefits, based on actuarial assumptions

CITY OF HOUSTON

**PENSION FUND PAYMENTS AND
UNFUNDED LIABILITY SUMMARY**

12/31/2007

PAYMENTS

	FY07 Actual (\$1,000)	FY 08			Year to Date (\$1,000)
		City Payment Rate	Employee Payment Rate	Annual Payment (\$1,000)	
Firefighters Plan					
General Fd. & Other Fds.	52,864	23.8%	9.00%	54,903	27,354
Total Firefighters Plan	52,864			54,903	27,354
Police Plan					
General Fd. & Other Fds.	28,000	Note 1	9.00% / 10.25%	28,000	28,000
Pension Bonds	30,000			35,000	0
Total Police Plan	58,000			63,000	28,000
Municipal Plan					
General Fund	1,289	Note 2	5.00%	36,668	18,334
Other Funds	37,711	Note 2	5.00%	38,332	19,166
Pension Bonds	33,000			0	0
Total Municipal Plan (Note 2)	72,000			75,000	37,500
Total All Three Plans	182,864			192,903	92,854

UNFUNDED ACCRUED LIABILITY AND FUNDED STATUS

	Date of Most Recent Valuation or Estimate	Unfunded Accrued Liability (\$ millions)	Assets as % of Liabilities
Firefighters Plan	7/1/2006	345.9	87%
Police Plan	7/1/2007	852.8	78%
Municipal Plan	7/1/2006	1,027.0	65%

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

(Agreement Between Houston Police Officers' Pension System and City of Houston,
Article II - Change in Member Contributions, September 18, 2004.)

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

**CITY OF HOUSTON PERFORMANCE REPORT
FOR THE MONTH ENDING December 31, 2007 (50% OF FISCAL YEAR)**

Department Performance Measure	FY2007			FY2008		
	Actual	YTD	% Actual	Objective	YTD	% Objective
AFFIRMATIVE ACTION						
Applications Processed	1,387	618	44.6%	1,500	1,058	70.5%
Days to Process New Applicants	17	17	100.0%	30	21	141.2%
Field Audits	1,152	474	41.1%	1,500	684	45.6%
Payrolls Audited	8,840	4,698	53.1%	10,000	7,172	71.7%
SBE/MWDBE Owners Trained	8,048	1,796	22.3%	2,500	3,300	132.0%
City Employees Trained	6,455	1,950	30.2%	3,000	3,250	108.3%
MOPD Citizens Assistance Request	5,064	2,575	50.8%	3,000	2,862	95.4%
OSBC Getting Started Packets Distributed	9,000	4,213	46.8%	7,500	3,535	47.1%
MWBE Monitoring Correspondence	249,699	136,648	54.7%	125,000	89,807	71.8%
AVIATION						
Passenger Enplanements	51,460,000	21,356,000	41.5%	51,460,000	0	0.0%
Cargo Tonnage	828,870,000	337,973,000	40.8%	828,870,000	0	0.0%
Cost per Enplanement	\$7.85	\$7.80	99.4%	<\$8.38	\$0.00	0.0%
Non-Airline Revenue/Enplaned Passenger (\$)	\$5.15	\$4.76	92.4%	>\$4.70	\$0.00	0.0%
Maintain fleet in service ratio of 99%	99%	99%	100.0%	99%	0%	0.0%
GENERAL SERVICES						
Design & Construction						
Days to Issue Notice to Proceeds (NTP)	30.0	30.0	100.0%	30	30.0	100.0%
Property Mgmt. (Work Orders Compl.)	44,284	21,060	47.6%	35,000	21,409	61.2%
Security Management						
Number of Reported Incidents						
Investigated upon Receipts	972	371	38.2%	575	371	64.5%
CONVENTION & ENTERTAINMENT FACILITIES						
Days Booked-GRB Convention Center	2,427	730	30.1%	2,783	1,168	42.0%
Days Booked-Wortham Theatre Center	1,067	274	25.7%	525	263	50.1%
Days Booked-Jones Hall	369	178	48.2%	300	159	53.0%
Occupancy Days-GRB Convention Center	2,009	1,112	55.4%	2,465	1,027	41.7%
Occupancy Days-Wortham Theatre Center	561	270	48.1%	578	247	42.7%
Occupancy Days-Jones Hall	254	118	46.5%	246	122	49.6%
Occupancy Days-Theatre District Parks Hall	155	70	45.2%	120	99	82.5%
Customer Satisfaction (Periodic)-GRB Convention Center	92.0%	92.0%	100.0%	98%	88.5%	90.3%
Customer Satisfaction (Periodic)-Wortham Theatre Center	99.1%	95.7%	96.6%	97%	93.8%	97.2%
Customer Satisfaction (Periodic)-Jones Hall	95.7%	100.0%	104.5%	99%	96.9%	97.6%
Customer Satisfaction (Periodic)-Theater District Parking	N/A	N/A	N/A	73%	N/A	N/A
FINANCE & ADMINISTRATION						
Avg Days to Award Procurement Contracts	95.47	84.08	NA	130	113.04	N/A
3-1-1 Avg Time Customer in Queue (seconds)	94.99		NA	30.00	68.62	N/A
Liens Collections	\$5,122,281	\$1,926,439	37.6%	\$5,122,281	\$2,389,521	46.6%
Ambulance Revenue per Transport	\$195.74	\$195.03	99.6%	\$200.00	\$250.18	125.1%
Cable Company Complaints	458	295	64.4%	1,053	202	19.2%
Deferred Compensation Participation	70.28%	68.94%	NA	75.00%	70.38%	N/A
Audits Completed	61	5	8.2%	90	35	38.9%
FIRE DEPARTMENT						
First Response Time (Minutes)	7.5	8.0	N/A	7.5	7.4	N/A
First Response Time-EMS (Minutes)	8.3	8.4	N/A	9.7	7.8	N/A
Ambulance Response Time (Minutes)	10.3	10.4	N/A	10.3	9.8	N/A
HEALTH & HUMAN SERVICES						
Environmental Inspections	89,927	45,943	51.1%	102,000	45,209	44.3%
First Trimester Prenatal Enrollment	29.9%	33.0%	N/A	42.0%	26.2%	N/A
WIC Client Satisfaction	95.0%	92.5%	N/A	95.0%	93.7%	N/A
Immunization Compliance (2 Yr. Olds)	76.6%	76.6%	N/A	75.0%	75.9%	N/A
TB Therapy Completed	90.2%	89.1%	N/A	90.0%	95.2%	N/A

**CITY OF HOUSTON PERFORMANCE REPORT
FOR THE MONTH ENDING December 31, 2007 (50% OF FISCAL YEAR)**

Department Performance Measure	FY2007			FY2008		
	Actual	YTD	% Actual	Objective	YTD	% Objective
HOUSING						
Housing Units Assisted	3,090	530	17.2%	3,627	2,376	65.5%
Council Actions on HUD Projects	186	61	32.8%	150	86	57.3%
Annual Spending (Millions)	\$4	\$4	100.0%	\$50	\$105	210.0%
HUMAN RESOURCES						
Total Jobs Filled - (As Vacancies Occur)	4,091	2,330	57.0%	4,000	1,985	49.6%
Days to Fill Jobs	60	60	100.0%	60	60	100.0%
Training Courses Conducted	19	15	78.9%	140	33	23.6%
Lost Time Injuries (As They Occur)	457	77	16.8%	450	275	61.1%
LEGAL						
Deed Restriction Complaints Received	738	351	47.6%	786	404	51.4%
Deed Restriction Lawsuits Filed	34	20	58.8%	36	13	36.1%
Deed Restriction Warning Letters Sent	380	167	43.9%	401	230	57.4%
LIBRARY						
Total Circulation	5,202,524	2,846,475	54.7%	6,107,300	2,764,282	45.3%
Juvenile Circulation	2,701,005	1,509,500	55.9%	2,820,900	1,408,271	49.9%
Customer Satisfaction(Three/Year)	94%	N/A	N/A	90%	N/A	N/A
Reference Questions Answered	777,237	415,121	53.4%	908,800	441,232	48.6%
In-House Computer Users	839,727	419,712	50.0%	1,214,500	556,667	45.8%
Public Computer Training Classes Held	1,183	601	50.8%	1,000	760	76.0%
Public Computer Training Attendance	7,971	4,218	52.9%	9,000	4,525	50.3%
MUNICIPAL COURTS						
Total Case Filings	1,189,904	612,551	N/A	1,247,771	491,288	39.4%
Total Dispositions	1,027,887	480,080	N/A	1,002,336	501,168	50.0%
Cost per Disposition	\$13.71	\$15.13	N/A	\$15.24	\$14.06	N/A
Average Time Defendant Spends in Court - Trial By Judge	NA	NA	NA	NA	38 minutes	NA
Average Time Defendant Spends in Court - Trial By Jury	NA	NA	NA	NA	2.6 hours	NA
Average Time Officer Spends in Court	NA	NA	N/A	NA	3.6 hours	N/A
PARKS & RECREATION						
Registrants in Youth Sports Programs	28,957	10,901	37.6%	20,100	10,367	51.6%
Registrants in Adult Fitness & Craft Programs	3,796	2,131	56.1%	4,443	2,165	48.7%
Number of Teams Registered in Adult Sports Programs	1,263	454	35.9%	1,400	411	29.4%
Golf Rounds Played at Privatized Courses	69,548	36,631	52.7%	63,500	36,829	58.0%
Golf Rounds Played at COH - Operated Courses	159,636	78,076	48.9%	160,000	71,801	44.9%
Work Orders Completed-Parks and Comm. Ctr Facilities	21,415	10,380	48.5%	21,500	10,328	48.0%
Vehicle Downtime-Days out of Service (avg):						
Light Duty	15	14	NA	14	21	N/A
Tractors	27	30	NA	14	36	N/A
Small/Heavy Equipment	44	48	NA	28	63	N/A
Mower	25	23	NA	7	18	N/A
Parts	11	11	NA	5	9.0	N/A
Kelly	12	10	NA	10	16	N/A
Grounds Maintenance Cycle-Days:						
Esplanades	8	9	NA	10	18	
Parks & Plazas	8	8	NA	10	18	N/A
Bikes & Hikes Trails	7	7	NA	10	18	N/A
PLANNING & DEVELOPMENT						
Development Plats	1,284	592	46.1%	1,200	581	48.4%
Plats Recorded	1,432	821	57.3%	1,500	737	49.1%
Subdivision Plats Reviewed	4,845	2,246	46.4%	2,054	1,989	96.8%
Develop Houston Hope Plans	0	0	0.0%	0	0	0.0%
Houston Hope Committee Meetings	0	0	0.0%	0	0	0.0%

**CITY OF HOUSTON PERFORMANCE REPORT
FOR THE MONTH ENDING December 31, 2007 (50% OF FISCAL YEAR)**

Department Performance Measure	FY2007			FY2008		
	Actual	YTD	% Actual	Objective	YTD	% Objective
HOUSTON POLICE						
Response Time (Code 1)-Minutes	5.0	4.9	98.0%	4.9	5.1	104.1%
Violent Crime Clearance Rate	25.4%	25.1%	98.8%	38.8%	25.0%	64.4%
Crime Lab Cases Completed	43.0%	38.2%	88.8%	90.0%	11.8%	13.1%
Fleet Availability	92.0%	95.0%	103.3%	90.0%	93.0%	103.3%
Complaints - Total Cases	333	6	1.8%	300	177	59.0%
Tot. Cases Reviewed by Citizens Rev. Com.	116	58	50.0%	200	57	28.5%
Records Processed	492,938	226,844	46.0%	663,276	243,855	36.8%
PUBLIC WORKS AND ENGINEERING						
Maintenance and Right-of-Way						
Asphalt For Potholes/Skin Patches (Tons)	16,178	8,098	50.1%	16,000	9,066	56.7%
Roadside Ditch Regrading/Cleaned (Miles)	327	159	48.7%	345	173	50.1%
Storm Sewers Cleaned (Miles)	372	136	36.6%	350	156	44.6%
Storm Sewer Inlets/Manholes Cleaned/Inspected	134,787	64,658	48.0%	130,900	56,376	43.1%
In-House Overlay (Lane Miles)	265	126	47.6%	280	129	46.1%
ECRE						
Storm/Street Annual Appropriation as of % of CIP	104.8%	11.2%	10.7%	100.0%	26.8%	26.8%
Waste/Wastewater Annual Appropriation as of % of CIP	101.2%	16.5%	16.3%	100.0%	30.1%	30.1%
Safe Sidewalk Program - PAR -% completed in 180 days	N/A	N/A	0.0%	N/A	N/A	0.0%
Safe Sidewalk Program - Schools/Thourghfares -% completed in 18 months	N/A	N/A	0.0%	N/A	N/A	0.0%
Overlay of thourghfares (Lane miles, by contract)	N/A	N/A	0.0%	N/A	N/A	0.0%
Traffic and Transportation						
Traffic Signal Maintenance Completed within 72 hours	99.00%	98.6%	99.6%	95.0%	98.5%	103.7%
Roadway & Sidewalk Obstruction Permits processed within 7 days	98.61%	99.0%	100.4%	100.0%	97.2%	97.2%
Water and Sewer - Utility Maintenance						
Rehabilitate/renew 950,000 linear feet (3%) of collection system annually	990,650	517,350	52.2%	950,000	470,936	49.6%
Rehabilitate or renew 1000 fire hydrants (2%) annually	1,729	617	35.7%	1,500	740	49.3%
Water repairs completed within 12 days for calls received from 311	94.0%	94.0%	100.0%	90.0%	96.0%	106.7%
Wastewater repairs completed within 15 days for calls received from 311	93.0%	92.0%	98.9%	90.0%	92.0%	102.2%
Percent of meters read and located monthly	95.10%	94.9%	99.8%	97.0%	89.6%	92.4%
Collection Rate	99.67%	99.3%	99.6%	99.0%	98.3%	99.3%
Planning & Development						
Complete Plan Review on new single family residence in 7 days	98.0%	96.0%	0.0%	90.0%	99.0%	110.0%
Average number of Re-submittals in Plan Review	3	3	0.0%	2	3	143.0%
Customer service rating (Scale of 1-5)	3	3	0.0%	4	3	80.8%
SOLID WASTE MANAGEMENT						
Cost per Unit Served-Excludes Recycling and Special Collections Programs	\$14.14	\$13.87	98.1%	\$14.78	\$14.91	100.9%
Units with Recycling	162,000	162,000	100.0%	162,000	162,000	100.0%
Tires Disposed	98,866	48,383	48.9%	100,000	36,439	36.4%

**HOUSTON POLICE DEPARTMENT
FOR THE MONTH ENDING DECEMBER 31, 2007 (50.00% OF FISCAL YEAR)
DIGITAL AUTOMATED RED LIGHT ENFORCEMENT PROGRAM**

PROGRAM MEASUREMENTS

Notice Disposition	December	FY2008
Notices Issued	21,670	110,295
Notices Dismissed / Undeliverable-Admin or Hearing	869	2,779
Notices Paid	2,901	47,178
Notices Outstanding	17,900	60,338
Percentage of Notices Paid	13%	43%

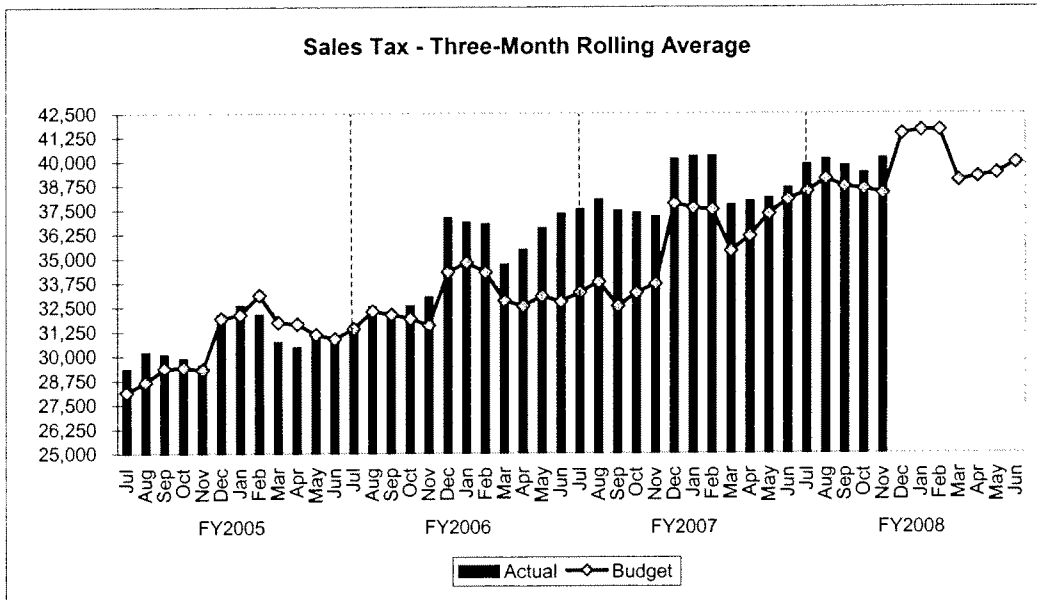
Funds	December	FY2008
Revenue received	\$1,183,176	\$5,097,033
Expenses paid	\$313,978	\$1,864,105
FY2008 Program Total	<u>\$869,198</u>	<u>\$3,232,928</u>
State of Texas Pro-rata Share	\$434,599	\$1,063,130

Issuances	December	FY2008
Average (weighted) events for all individual sites per month	314	676

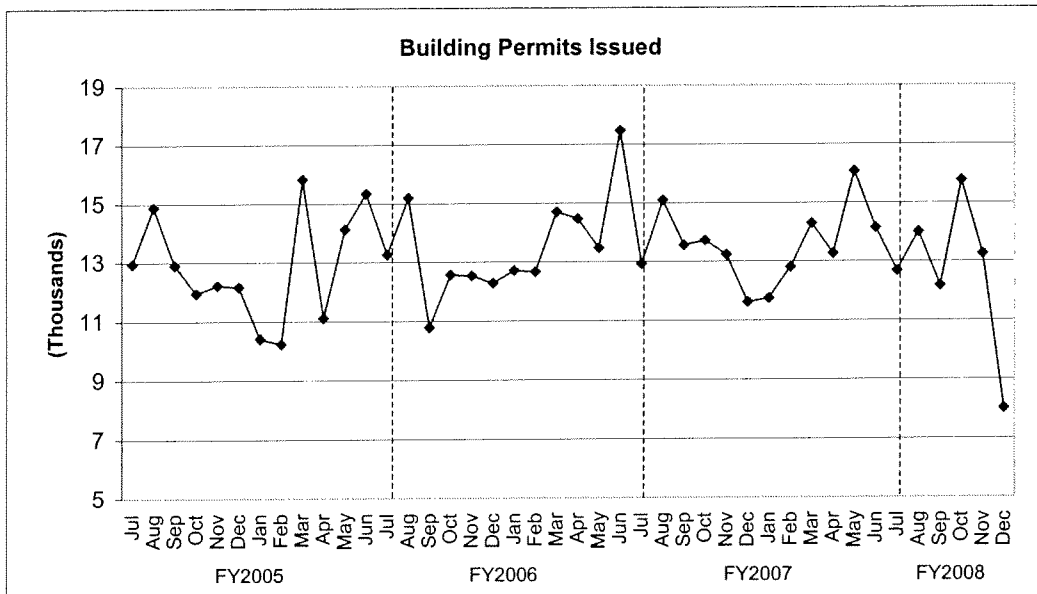
Events Per Site	December	FY2008
Highest avg. events per site (year-to-date): E/B West Road @ N Frwy W Service Rd		6,992
Lowest avg. events per site (year-to-date): N/B N Shepherd @ N Loop W S Service Road		129
Highest avg. events per site this month: S/B West Loop South, West Service Road @ Westheimer	1,104	
Lowest avg. events per site per month: N/B N Shepherd @ N Loop W S Service Road	8	

Installations	December	FY2008
# of Cameras projected FY2008	70	70
# of Cameras currently operational	70	70
# of Cameras to be installed (year-to-date)	70	70

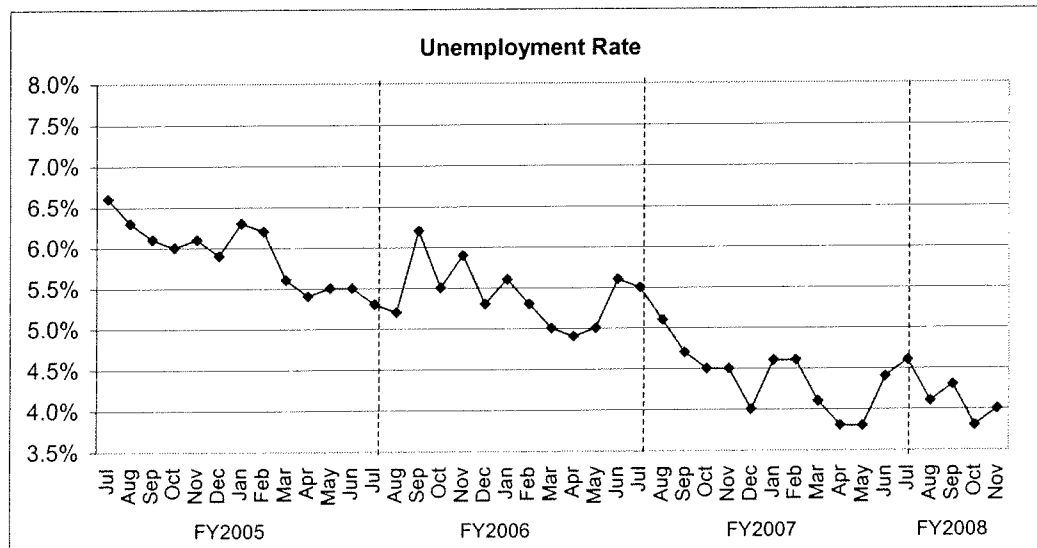
TREND INDICATORS - LOCAL ECONOMY



Source: Office of State Comptroller

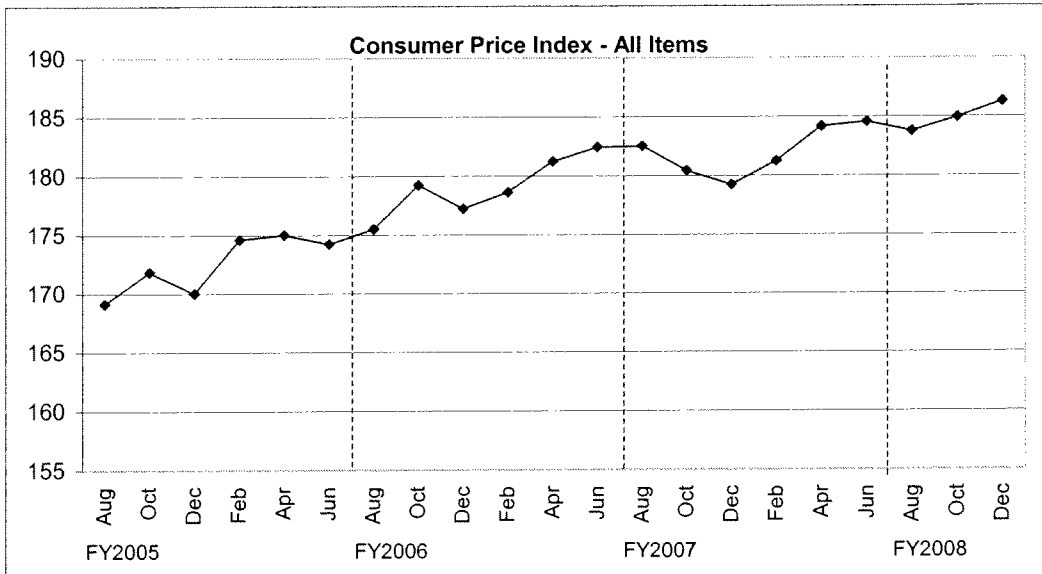


Source: City of Houston Planning and Development Department

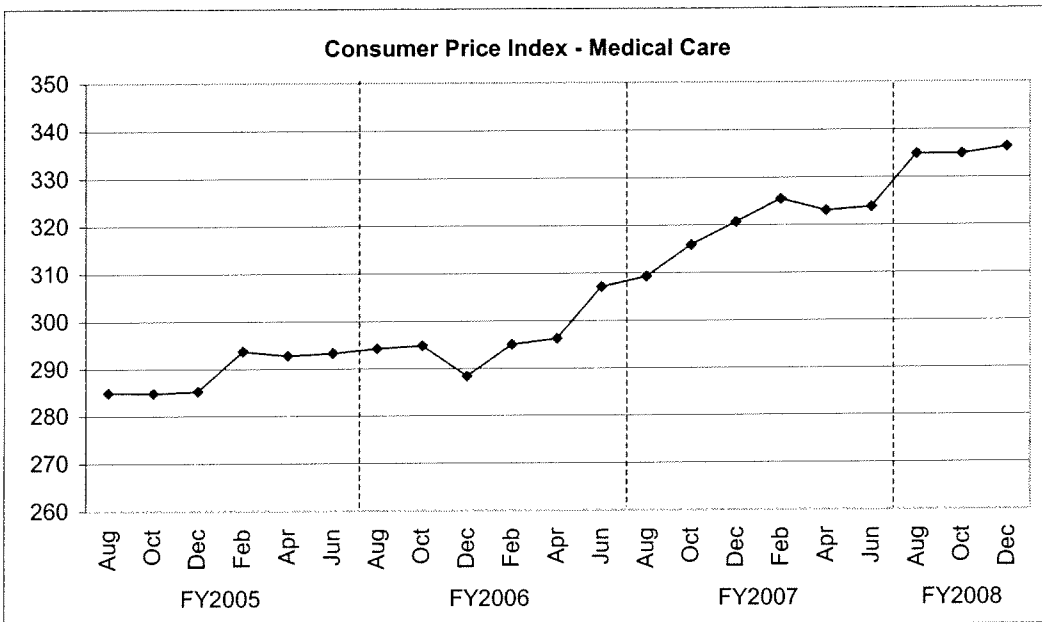


Source: Databook Houston; University of Houston Center for Public Policy; not seasonally adjusted

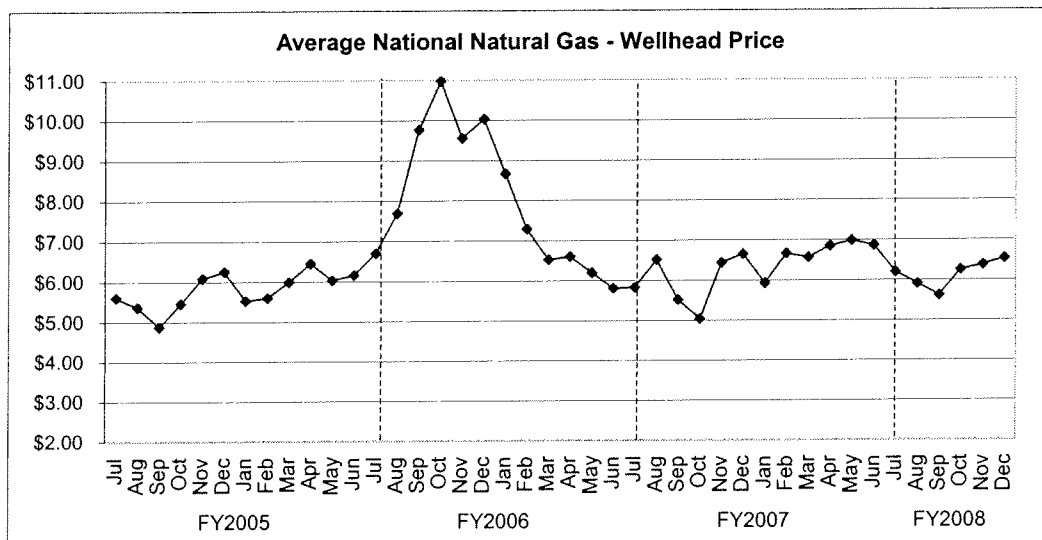
TREND INDICATORS - LOCAL ECONOMY



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



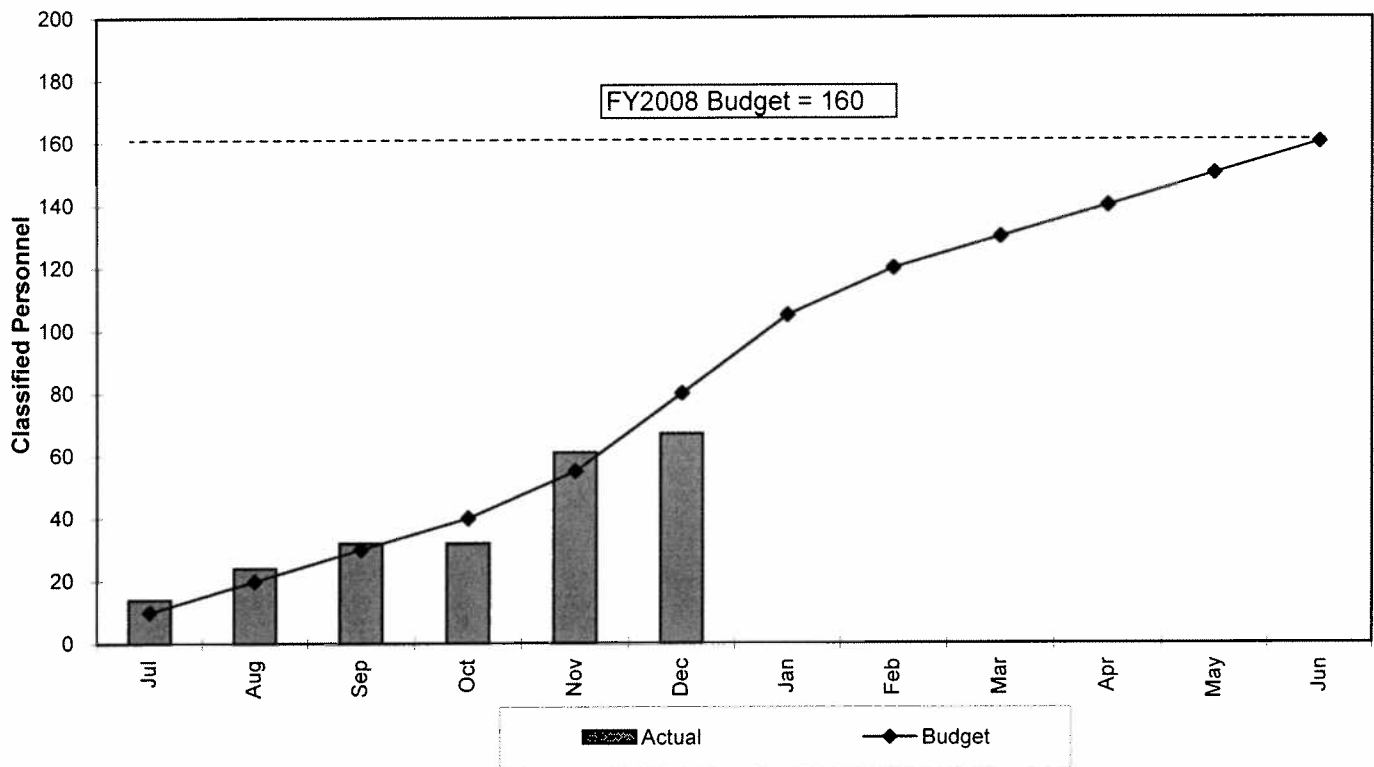
Source: Bureau of Labor Statistics - Houston, Galveston, Brazoria TX



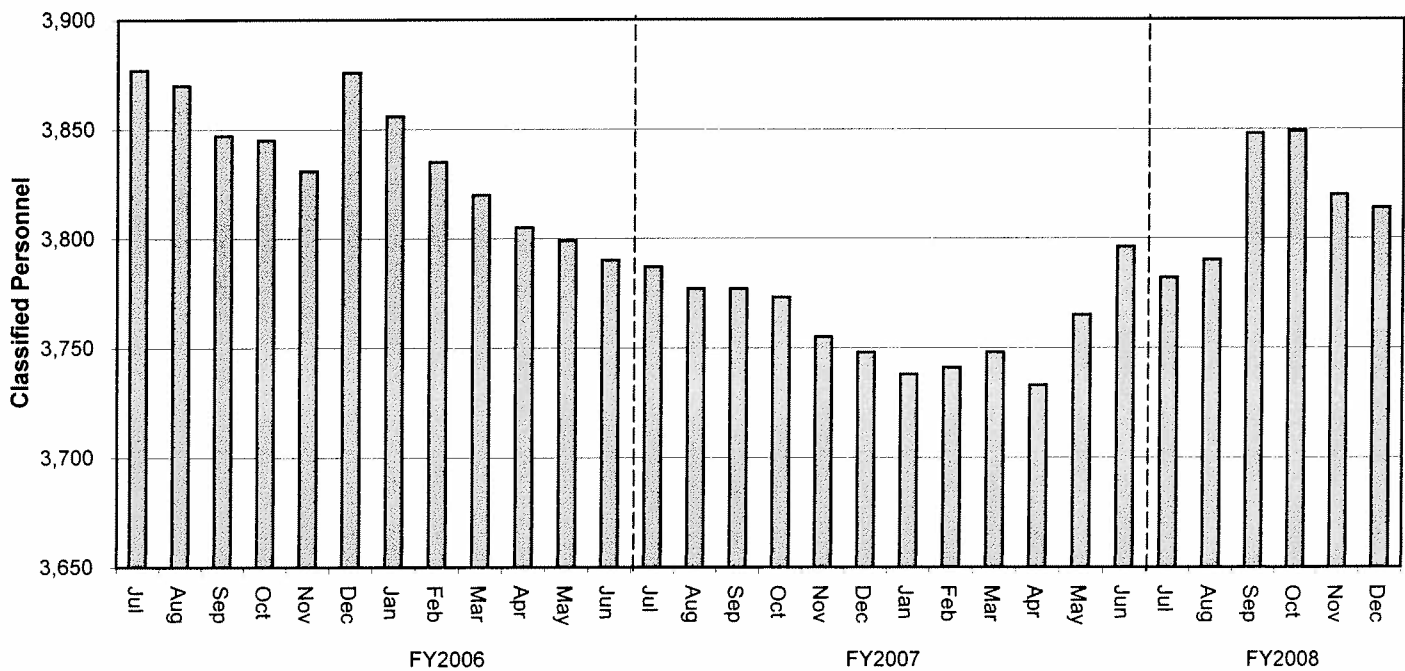
Source: Energy Information Administration/Natural Gas Monthly

TREND INDICATORS - RETIREMENTS

Houston Fire Department
FY2008 Classified Attrition

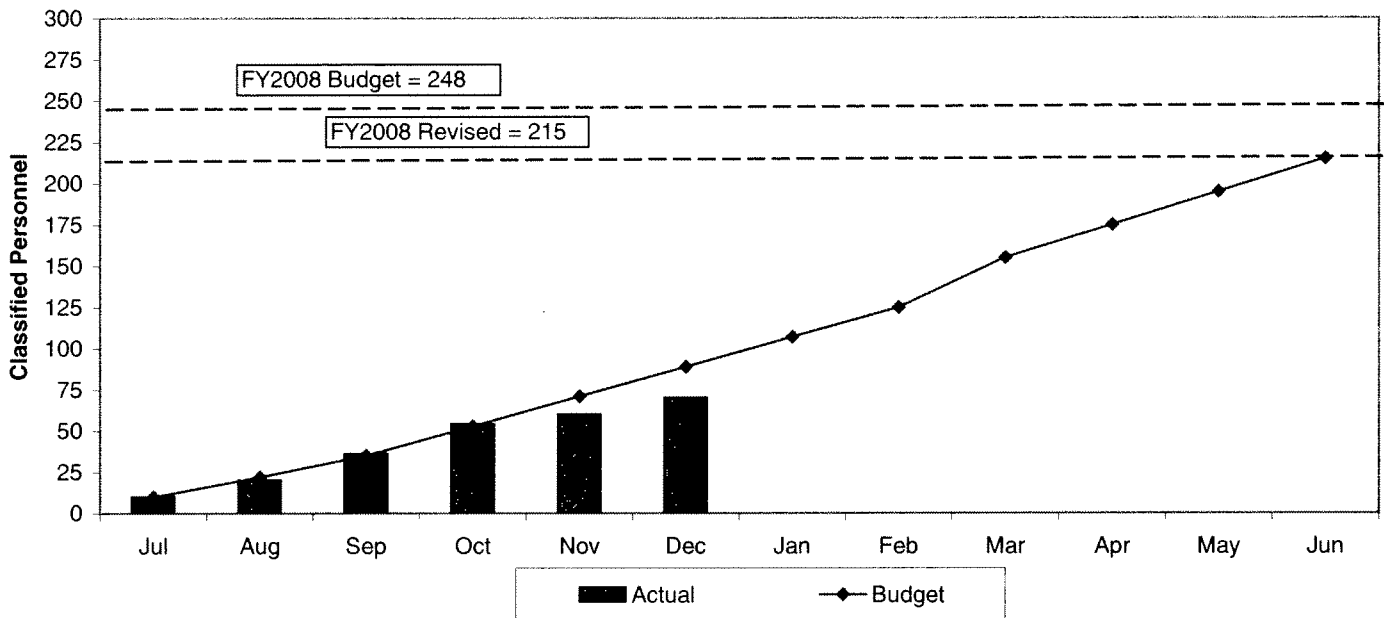


Houston Fire Department
Classified Staffing - FY2006 to FY2008

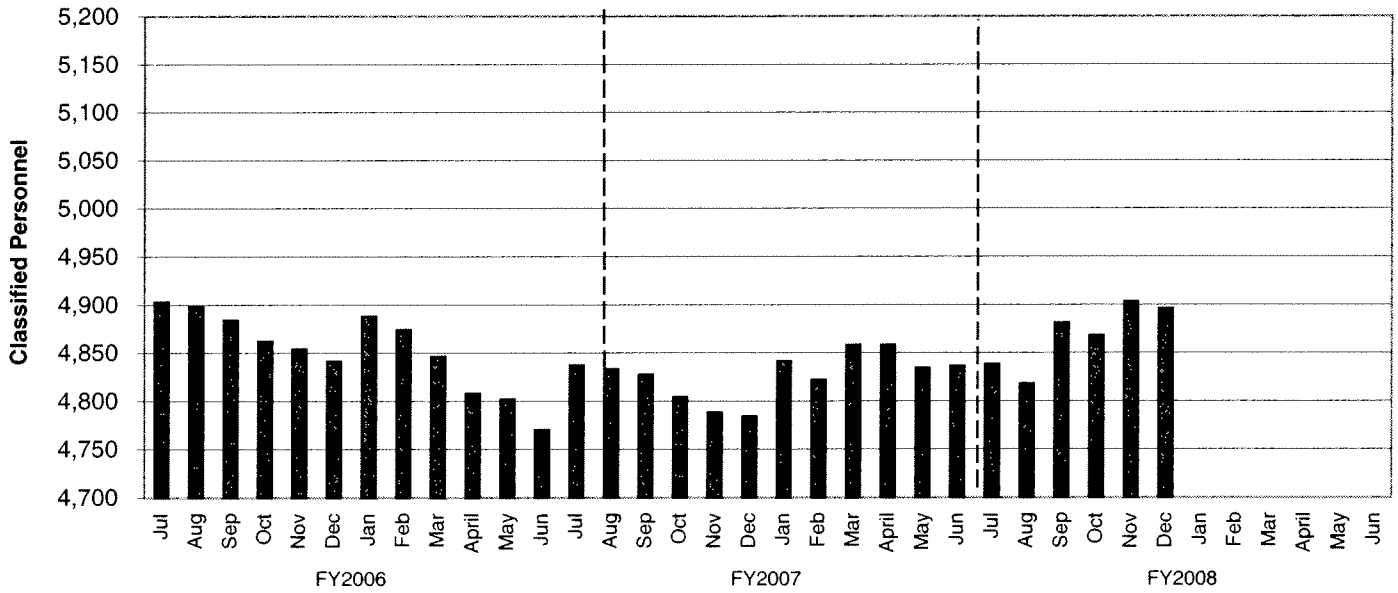


TREND INDICATORS - HIRING AND RETIREMENTS

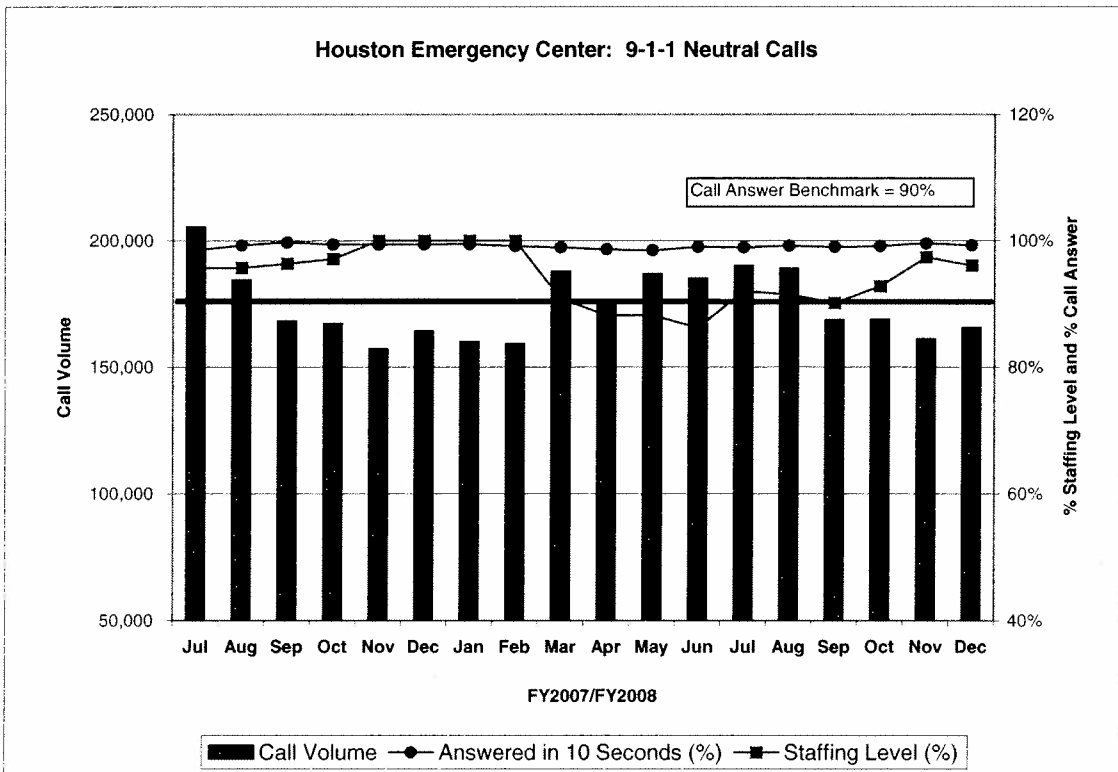
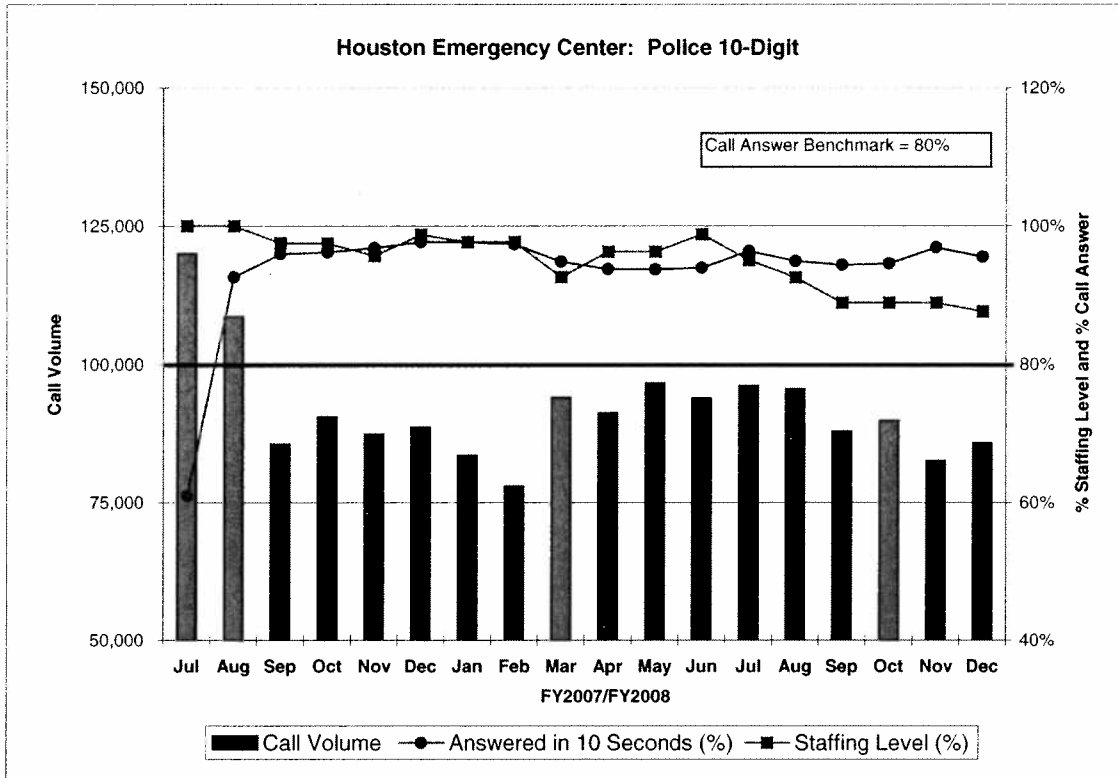
**Houston Police Department
FY2008 Classified Attrition**



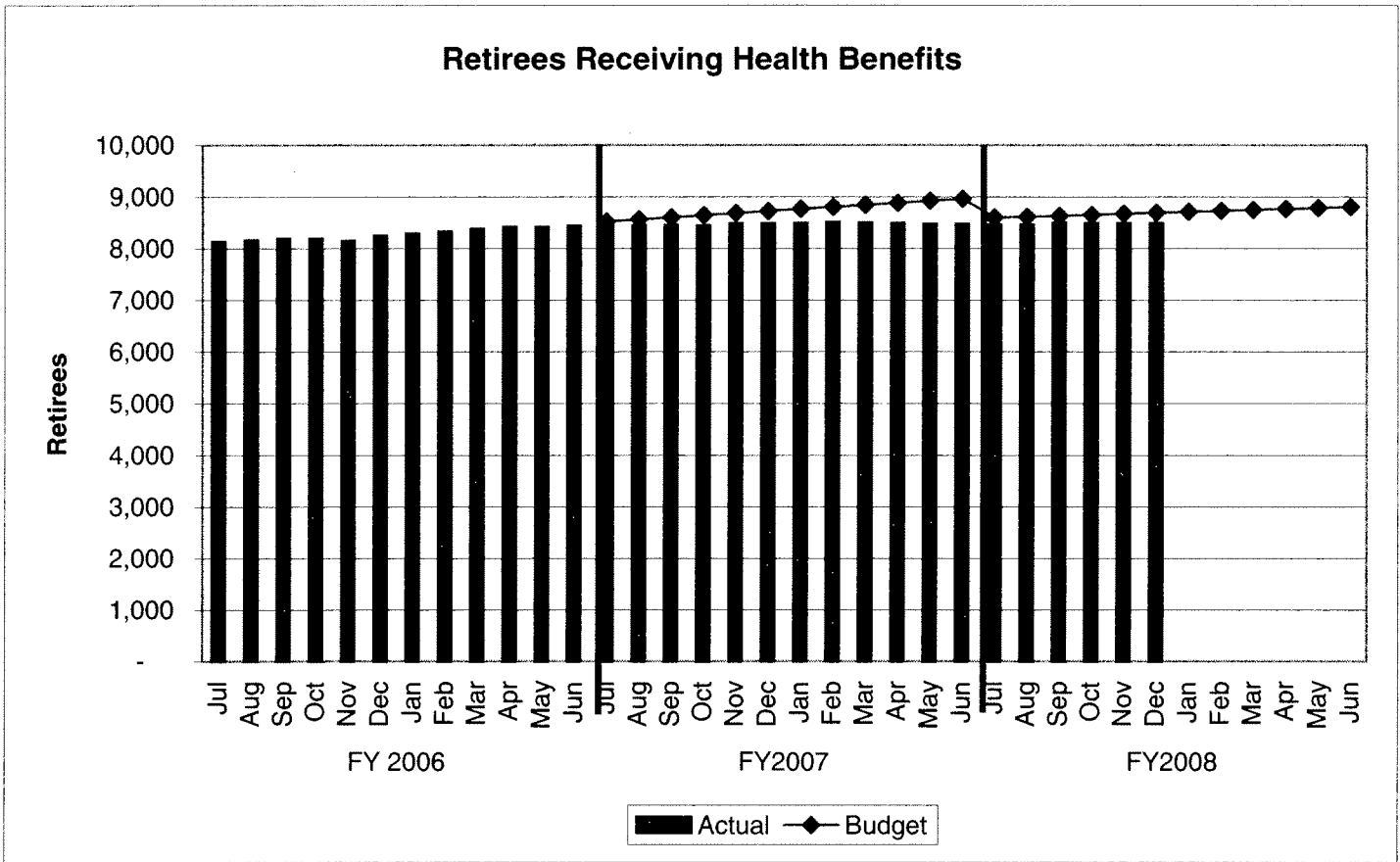
**Houston Police Department
Classified Staffing - FY2006 to FY2008**



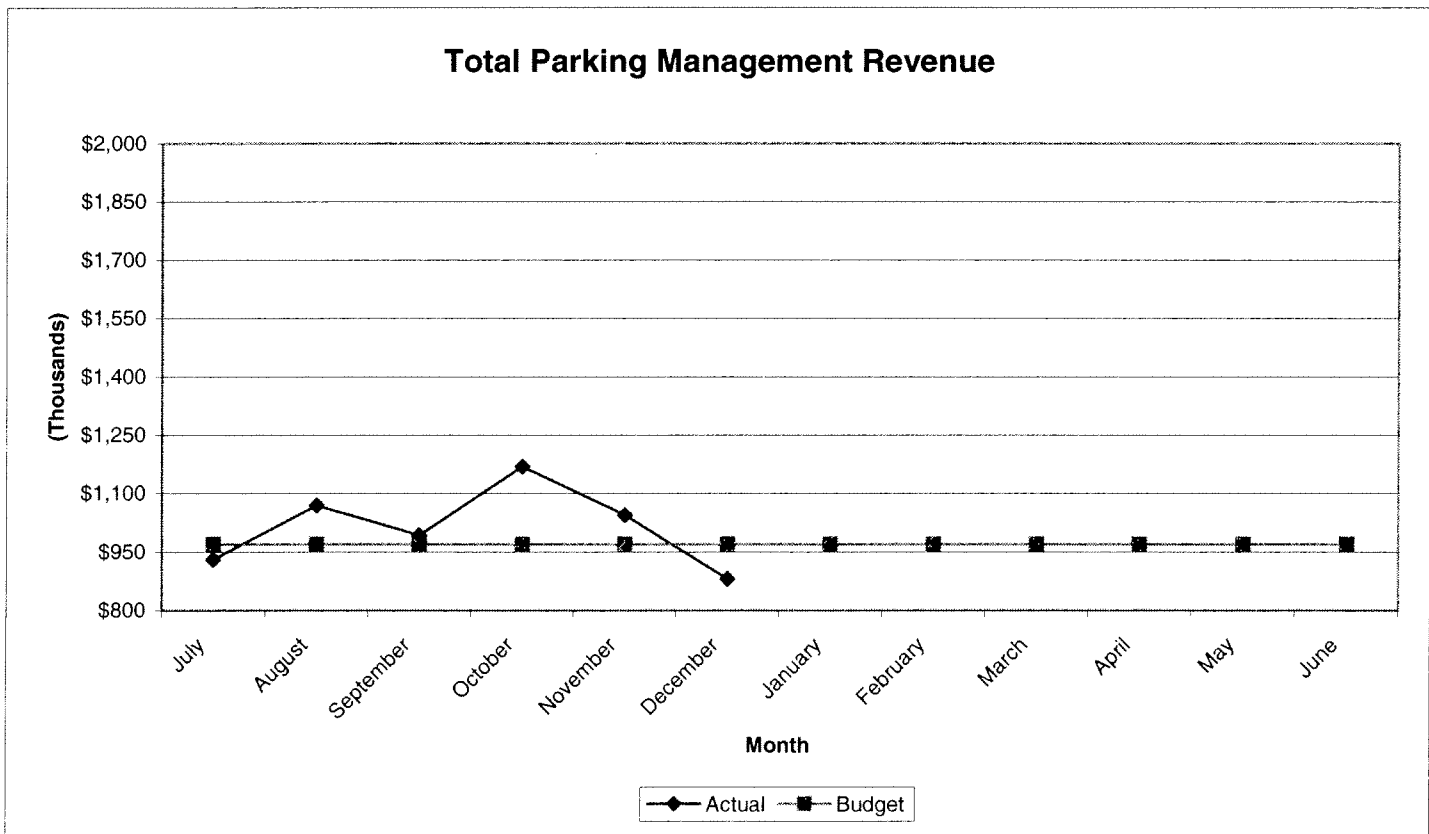
TREND INDICATORS - HOUSTON EMERGENCY CENTER



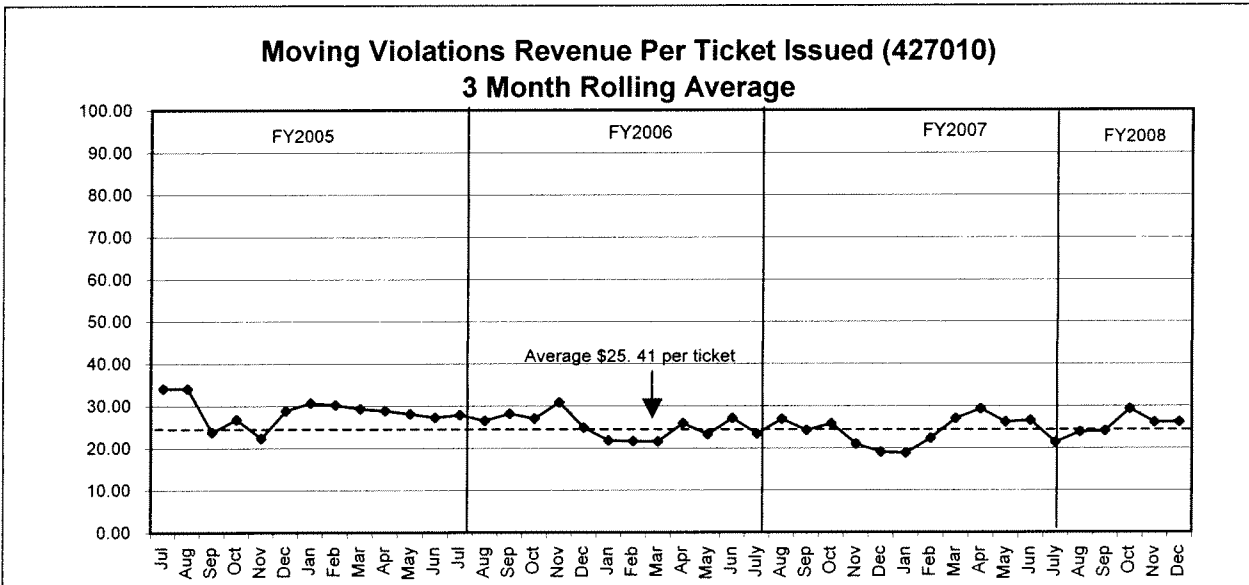
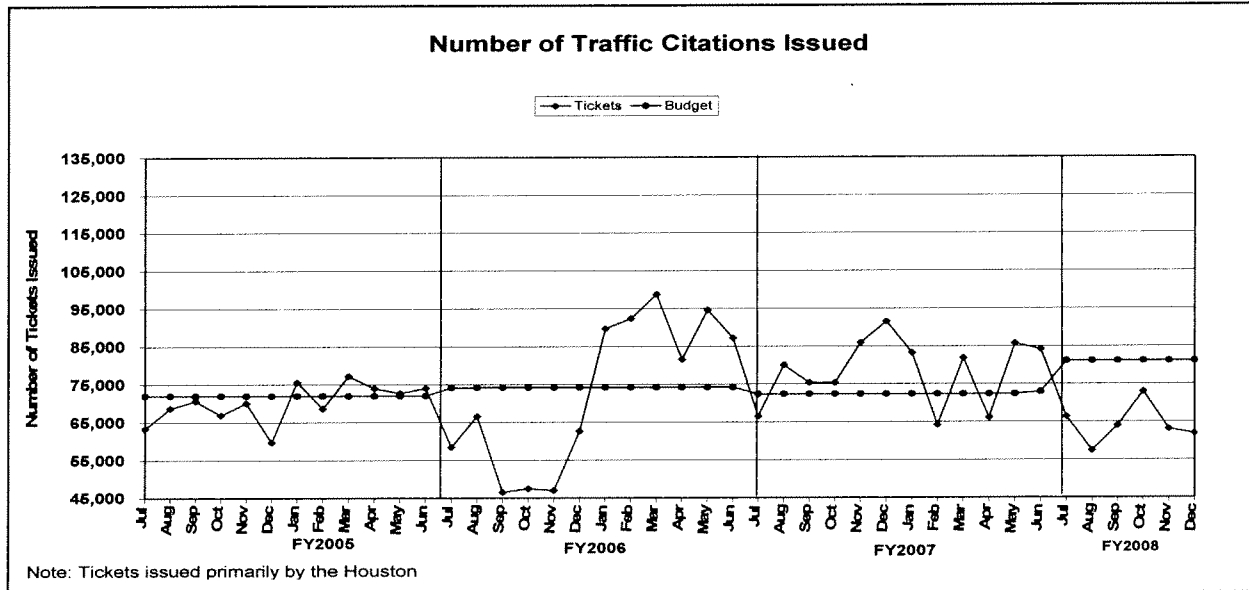
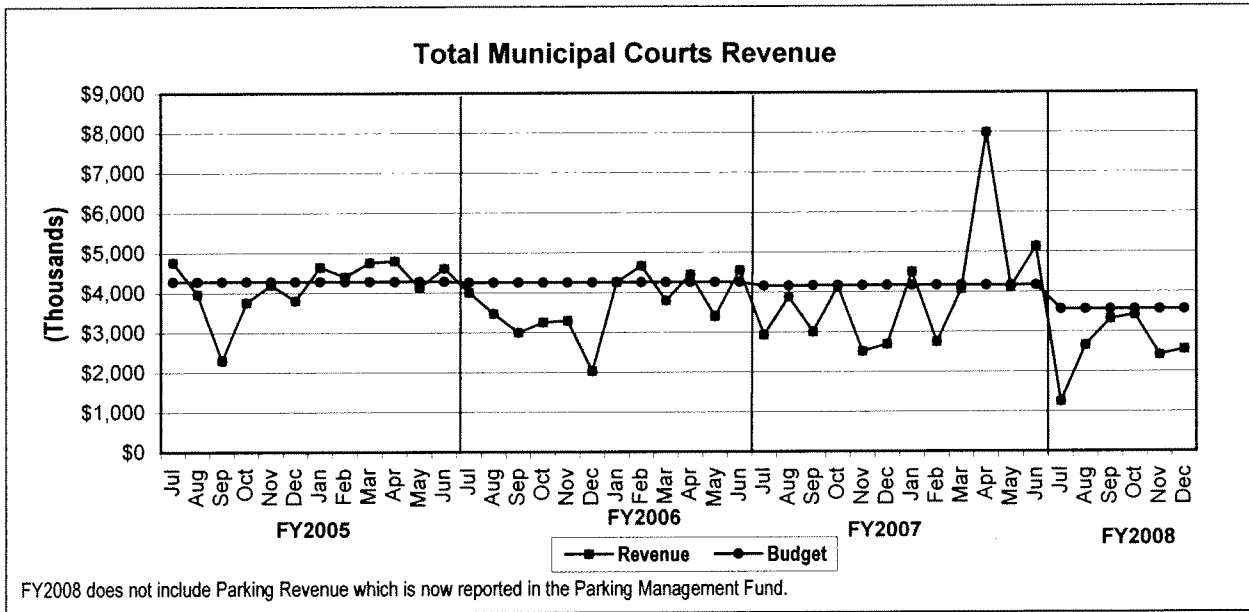
TREND INDICATORS - RETIREMENTS



TREND INDICATORS - PARKING MANAGEMENT

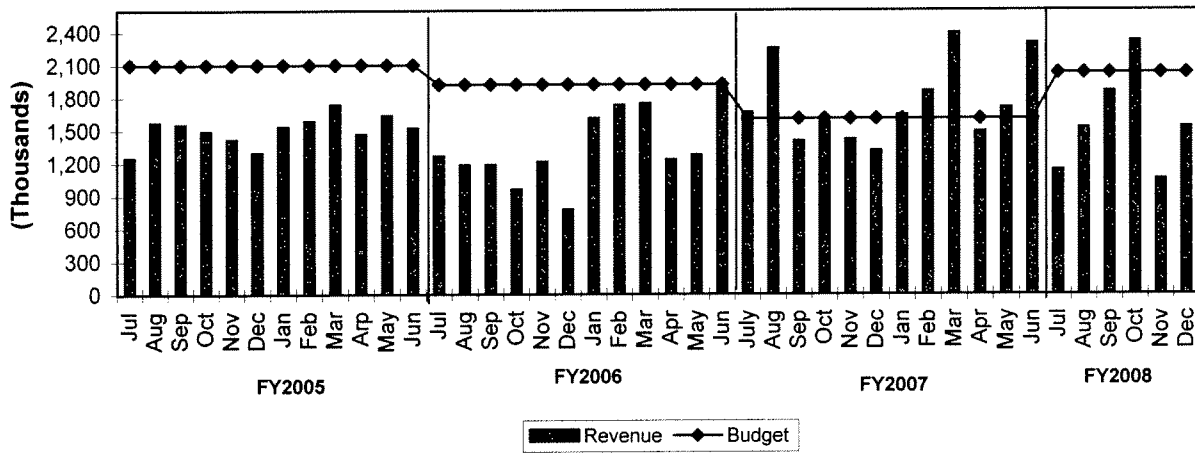


TREND INDICATORS - MUNICIPAL COURTS

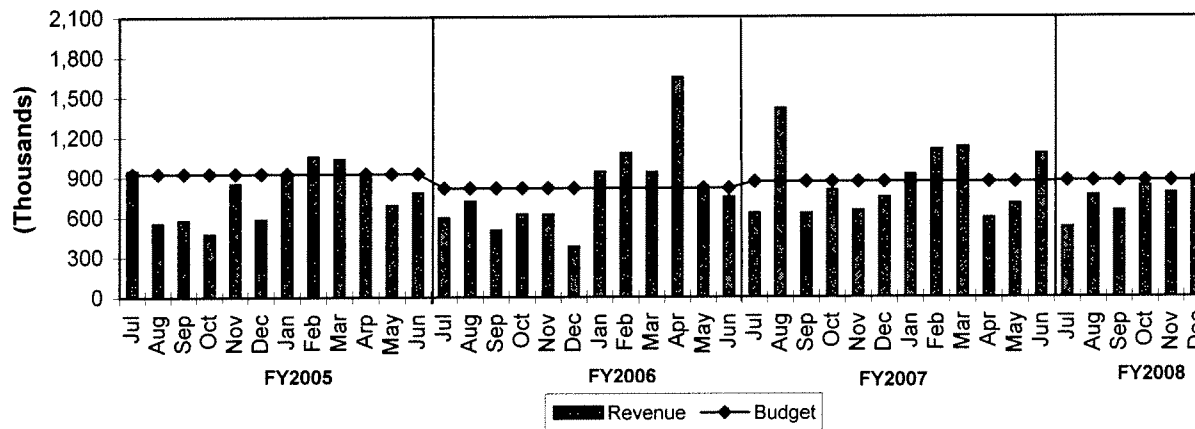


TREND INDICATORS - MUNICIPAL COURTS

Moving Violations Collections vs Budget

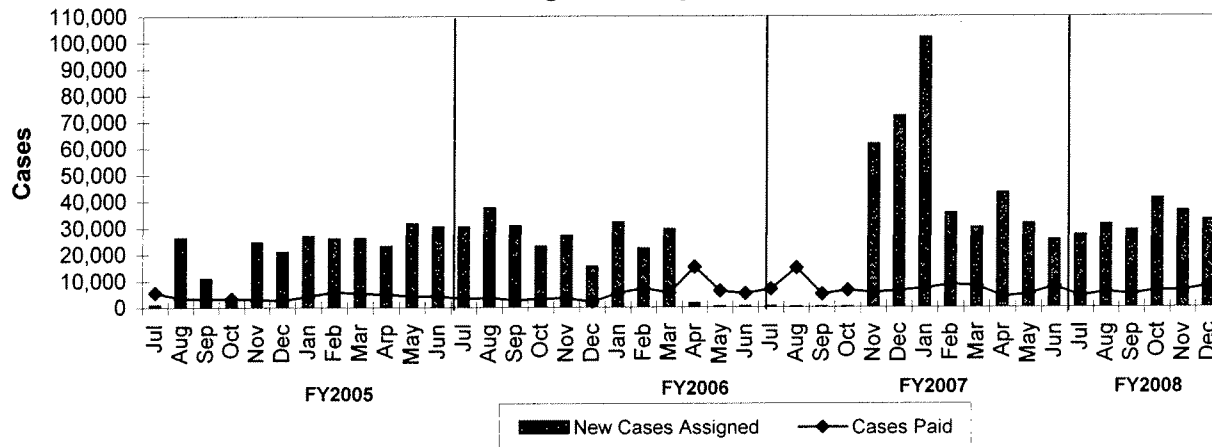


Total Delinquent Collections vs Budget*



*Net of fees and expenses paid to Linebarger

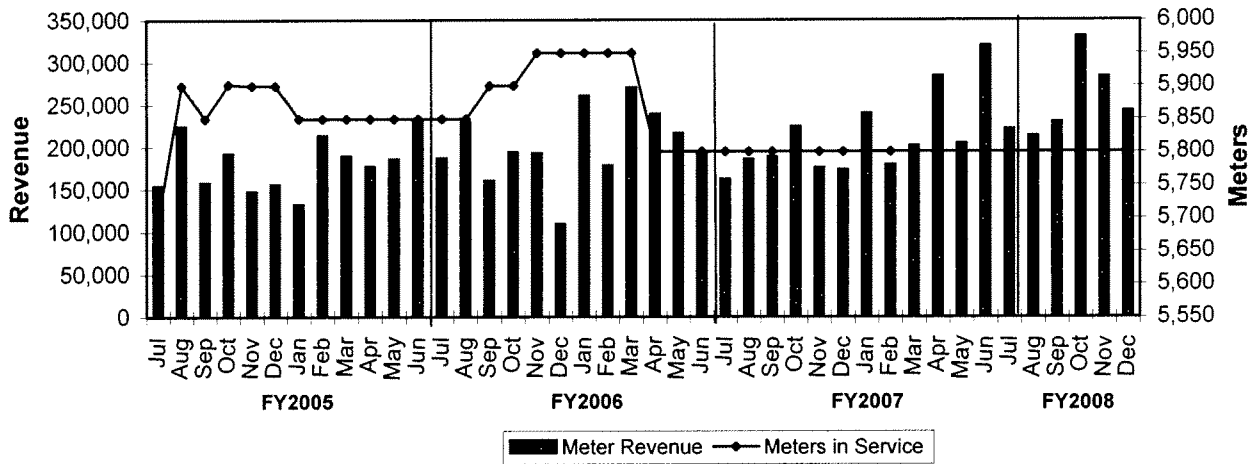
Traffic, Non-Traffic & Failure to Appear Linebarger Delinquent Collection Rates



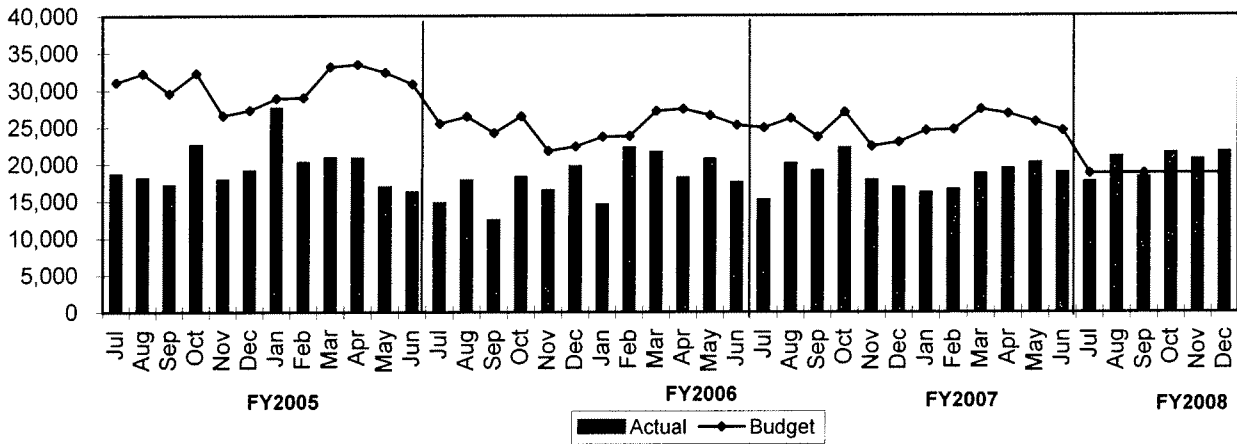
*Excludes Delinquent Parking Collections

TREND INDICATORS - MUNICIPAL COURTS

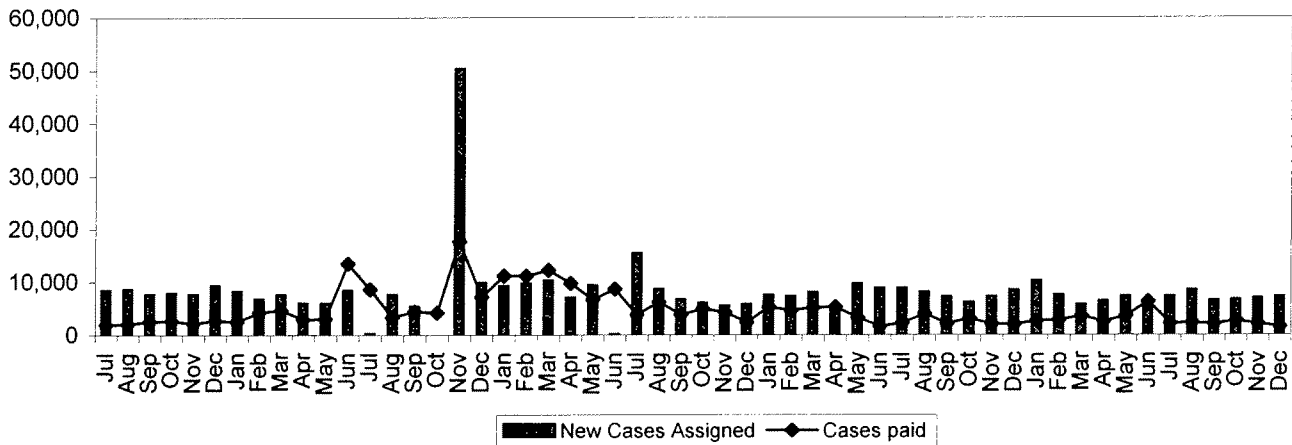
Meter Revenue vs # Meters in Service



Parking Violations vs Budget

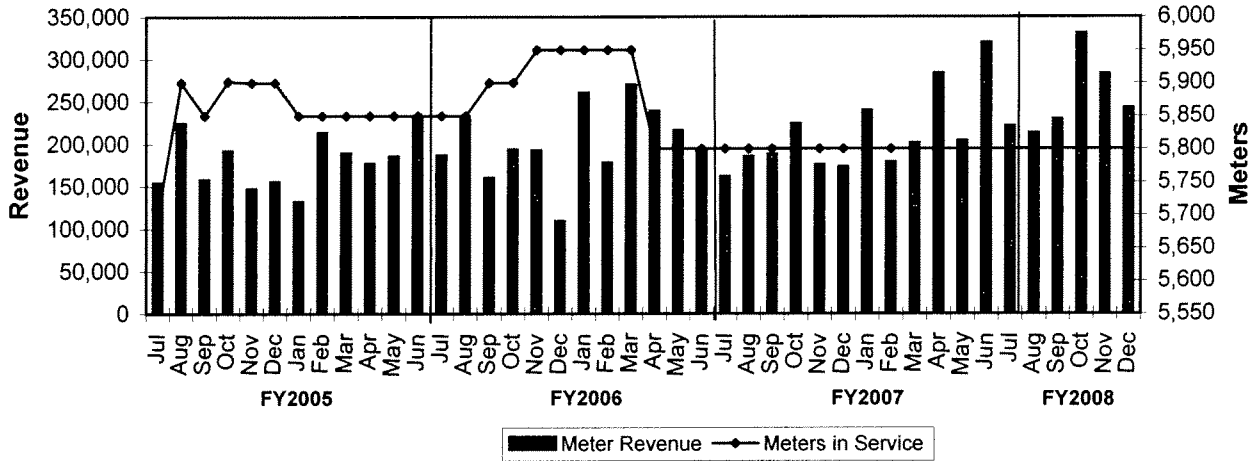


Parking Meter Violations Linearger Delinquent Collections Rate

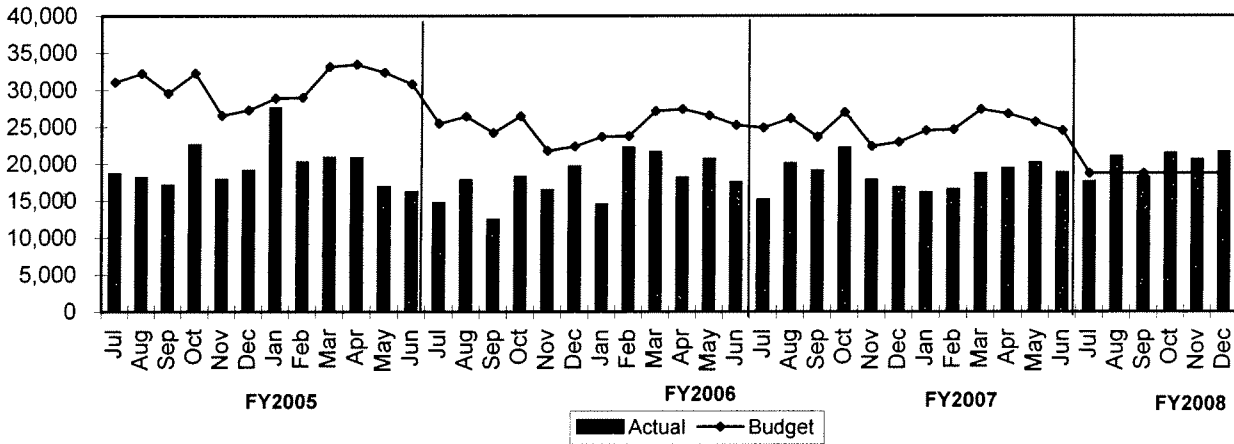


TREND INDICATORS - MUNICIPAL COURTS

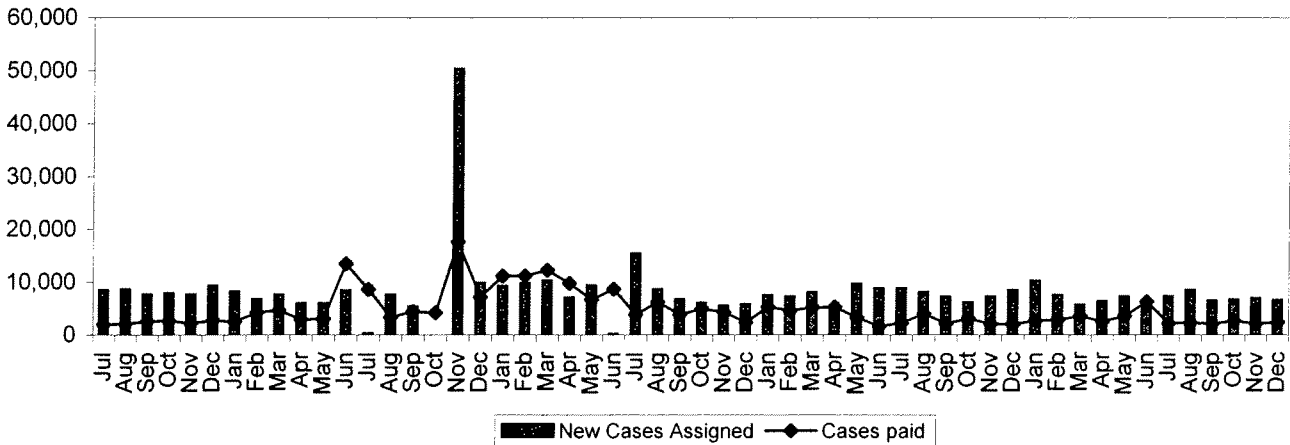
Meter Revenue vs # Meters in Service



Parking Violations vs Budget

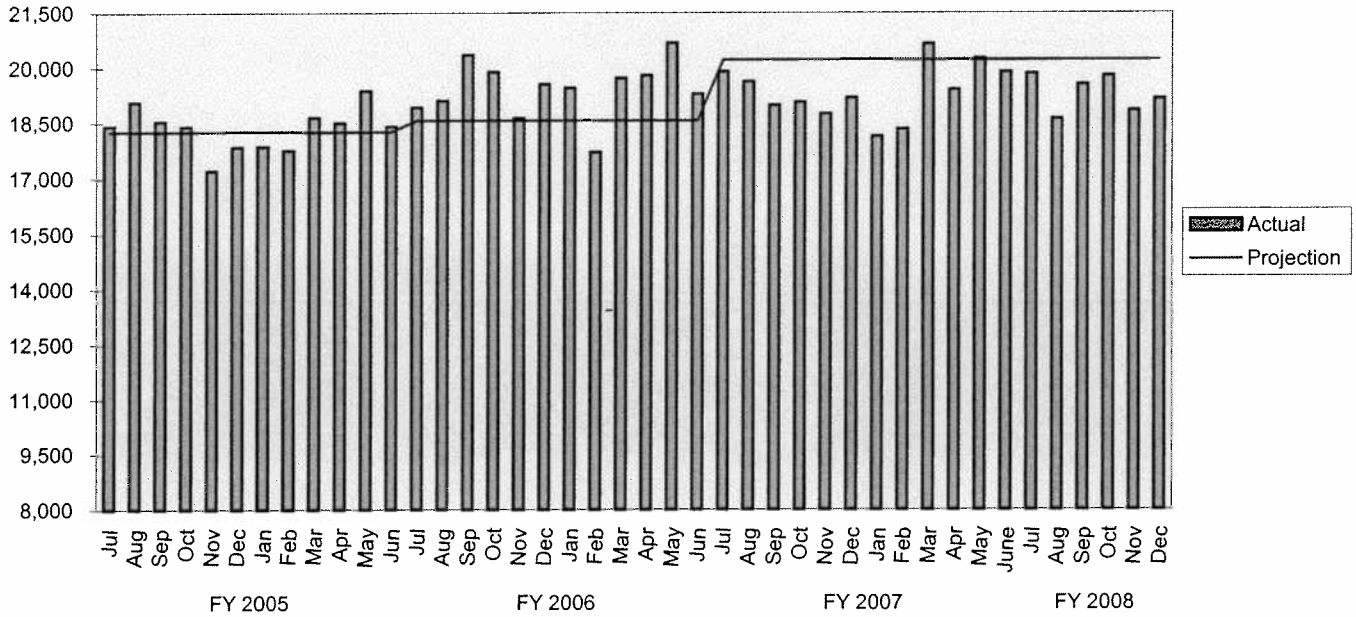


Parking Meter Violations Lineberger Delinquent Collections Rate

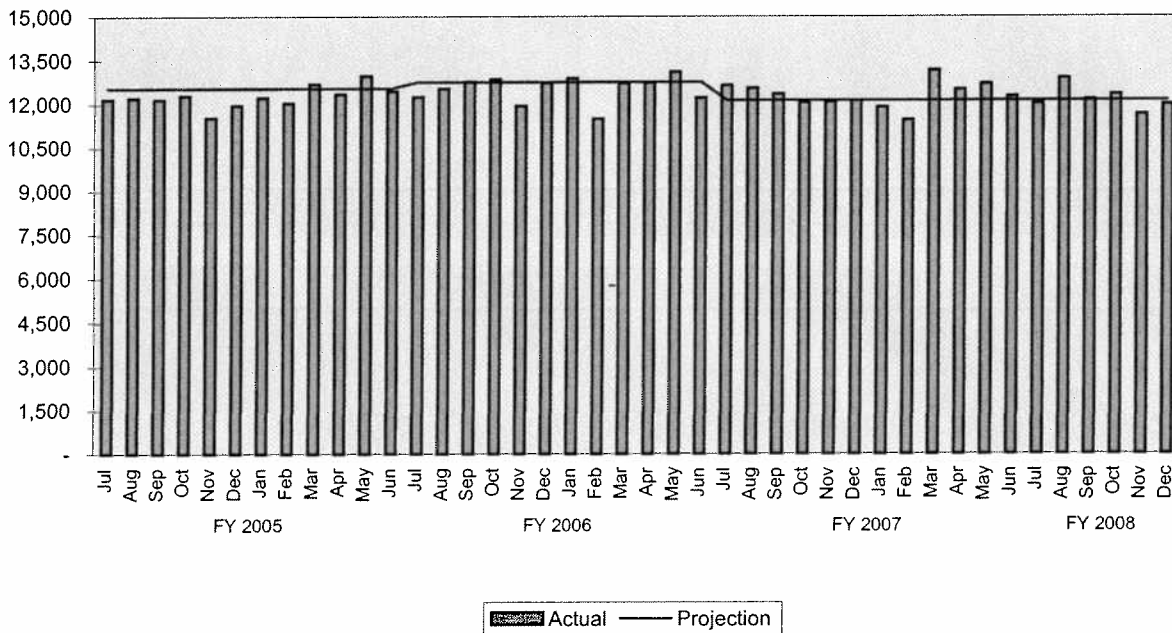


TREND INDICATORS - AMBULANCE SERVICES

EMS Incidents

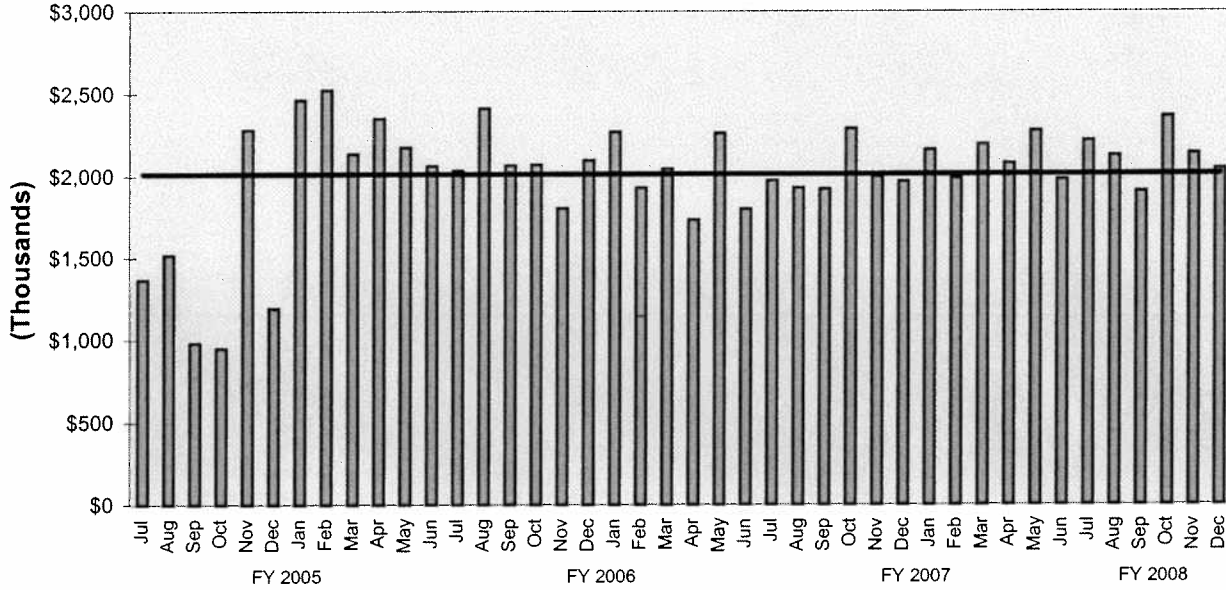


EMS Transports



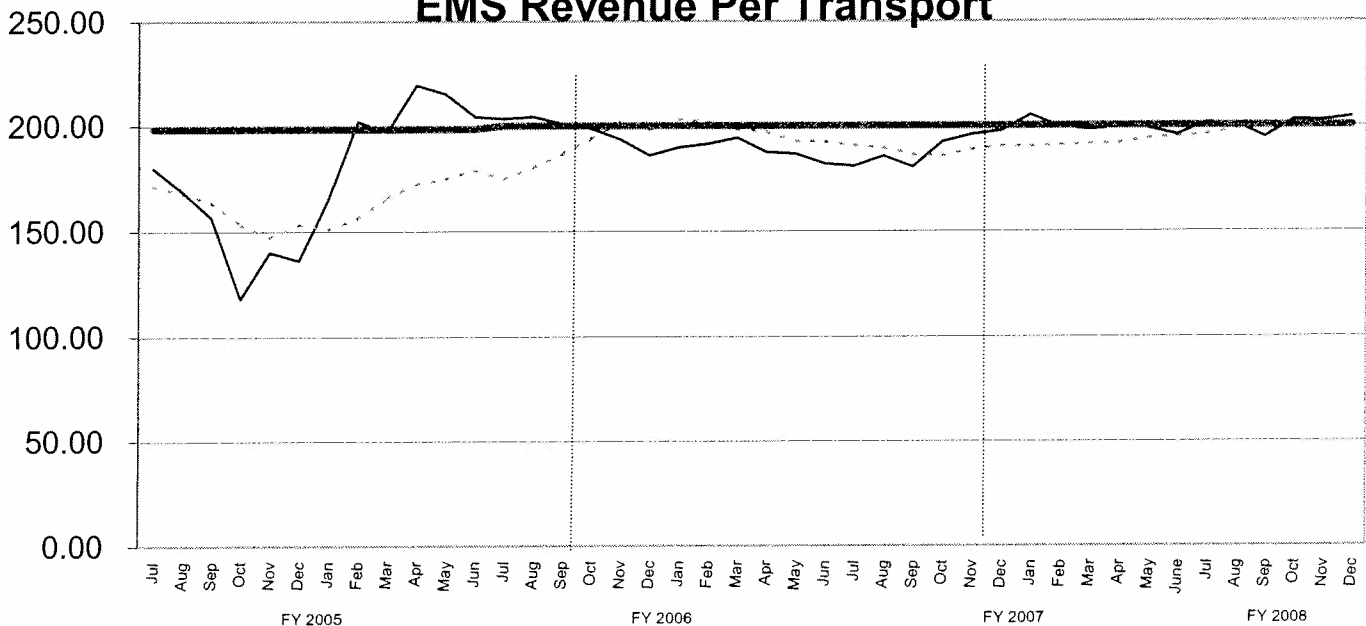
TREND INDICATORS - AMBULANCE SERVICES

EMS Revenue (Net Collections **)



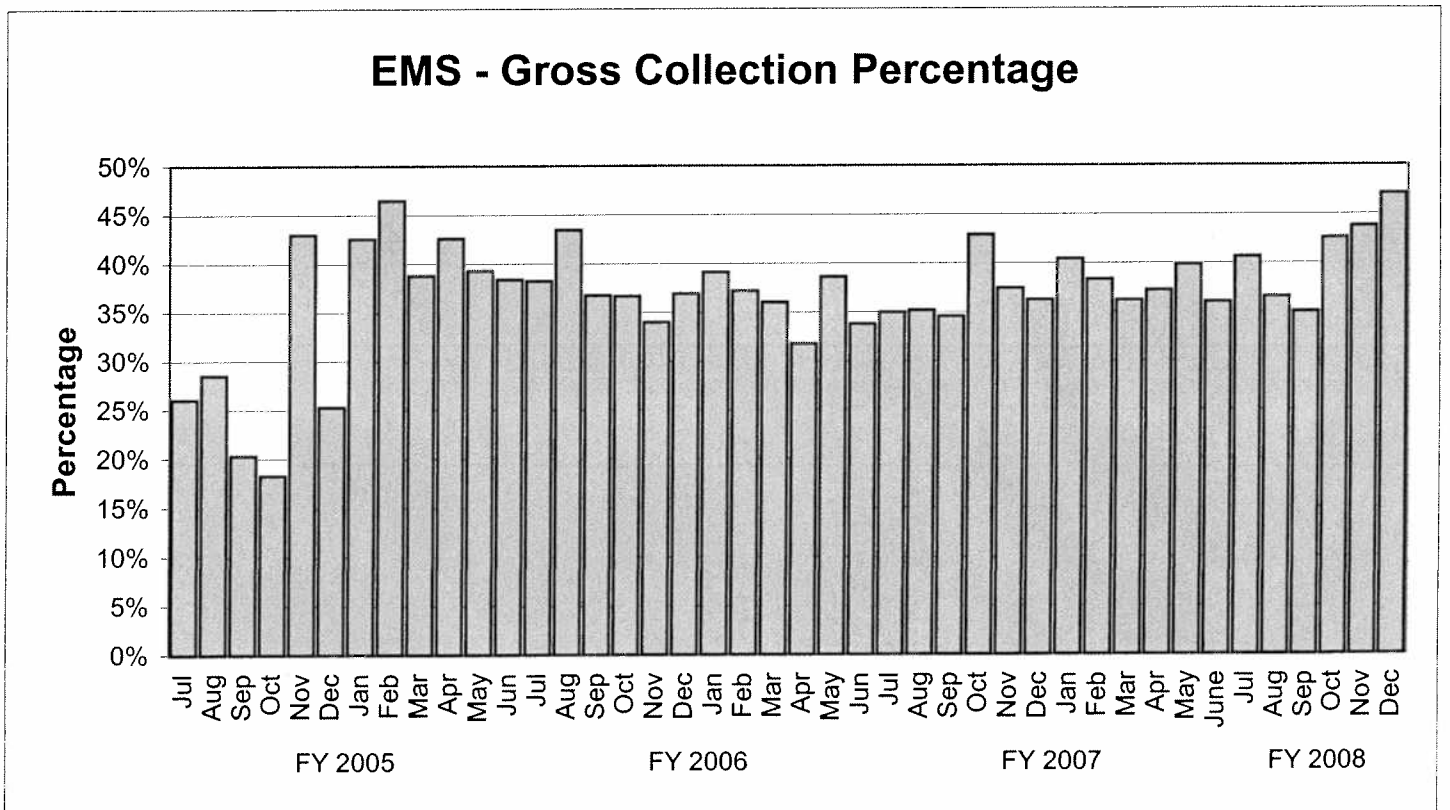
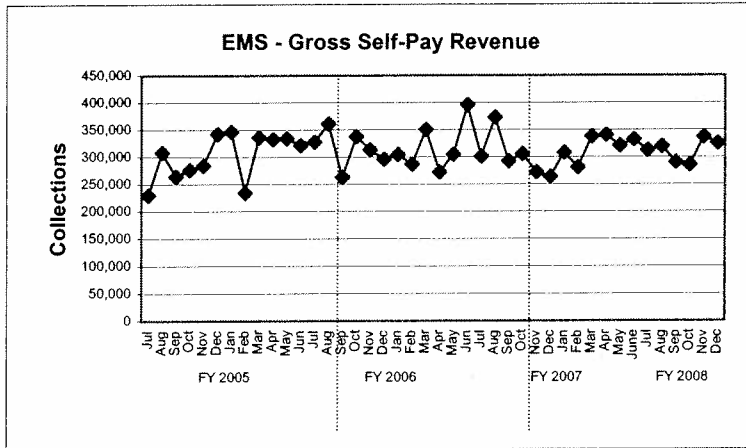
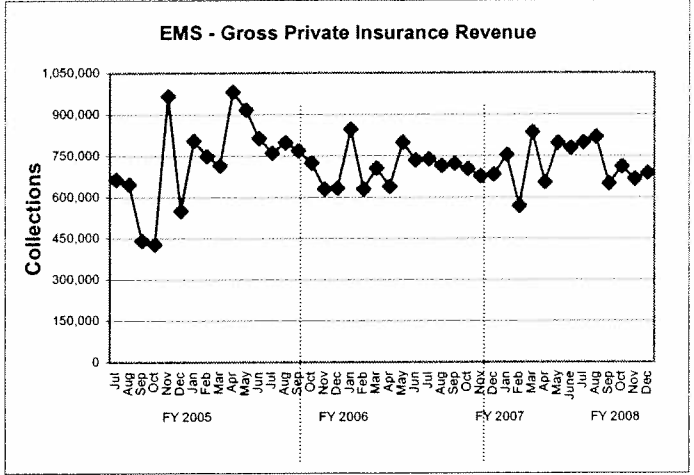
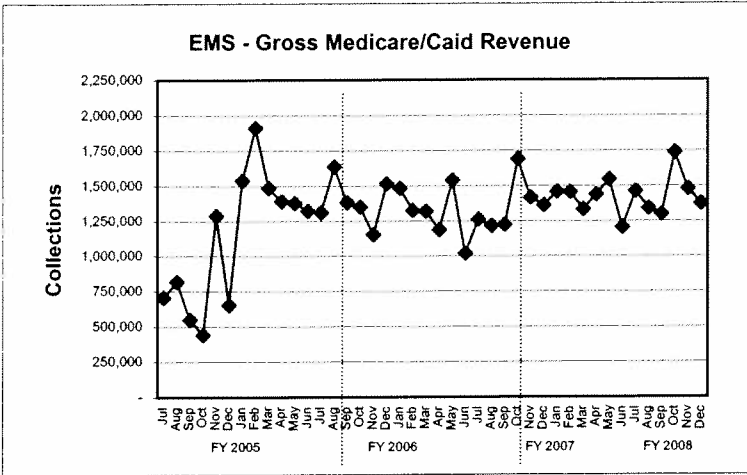
** The net collections for the current month were computed using a 12-month average of the Contractor's invoice.

4 Month and 12 Month Moving Average EMS Revenue Per Transport

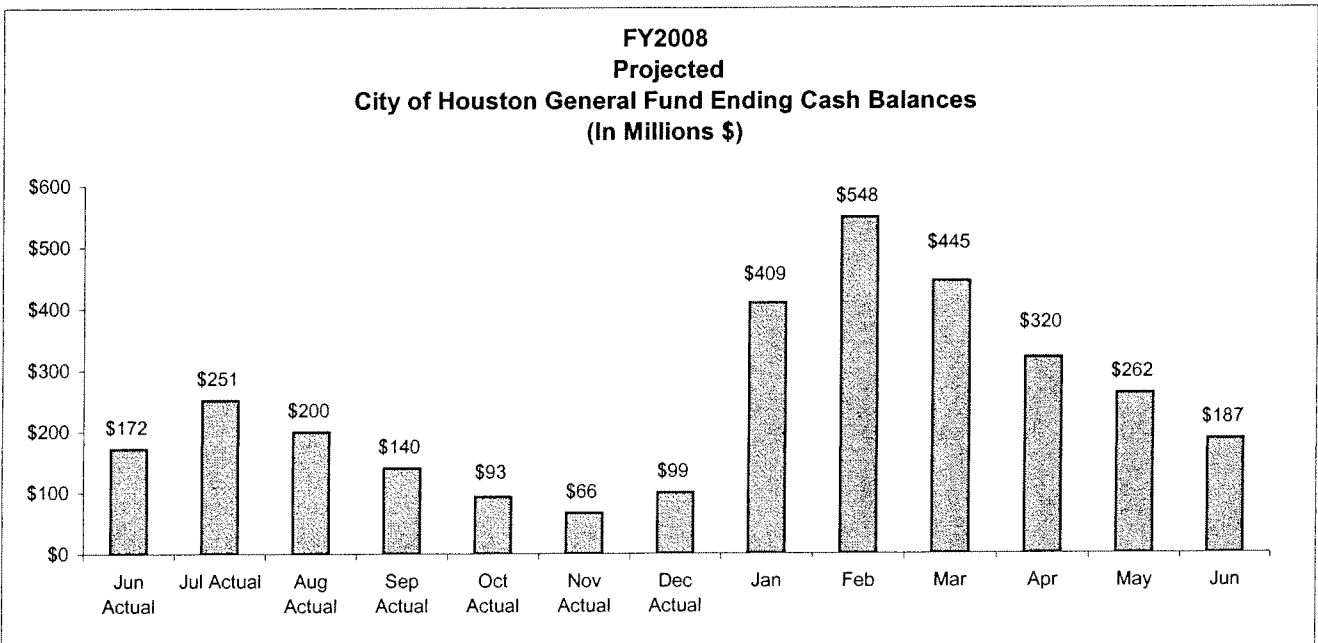
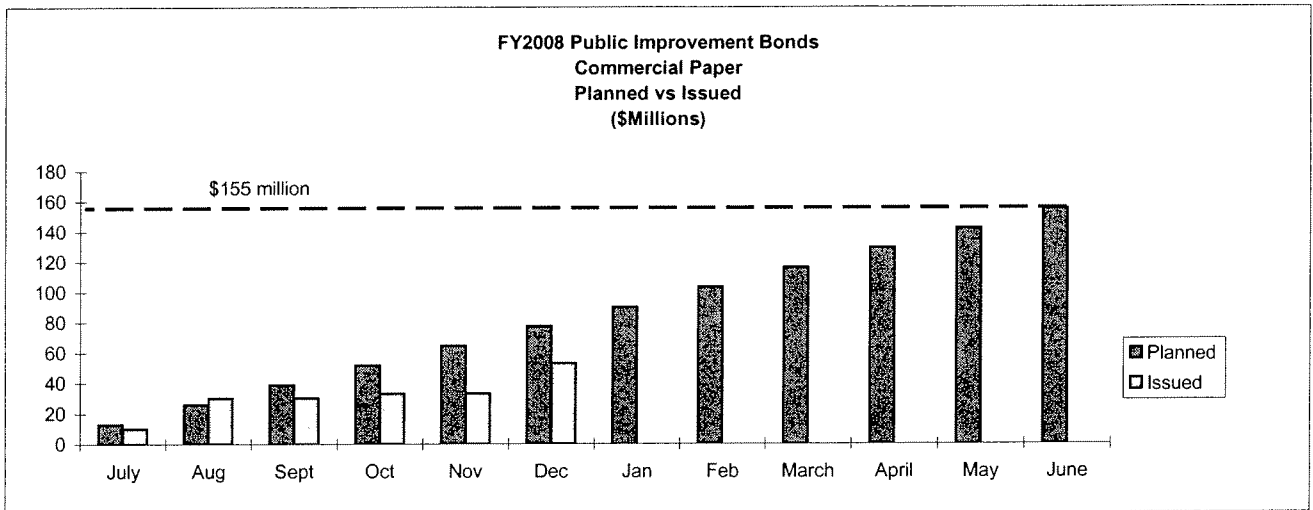
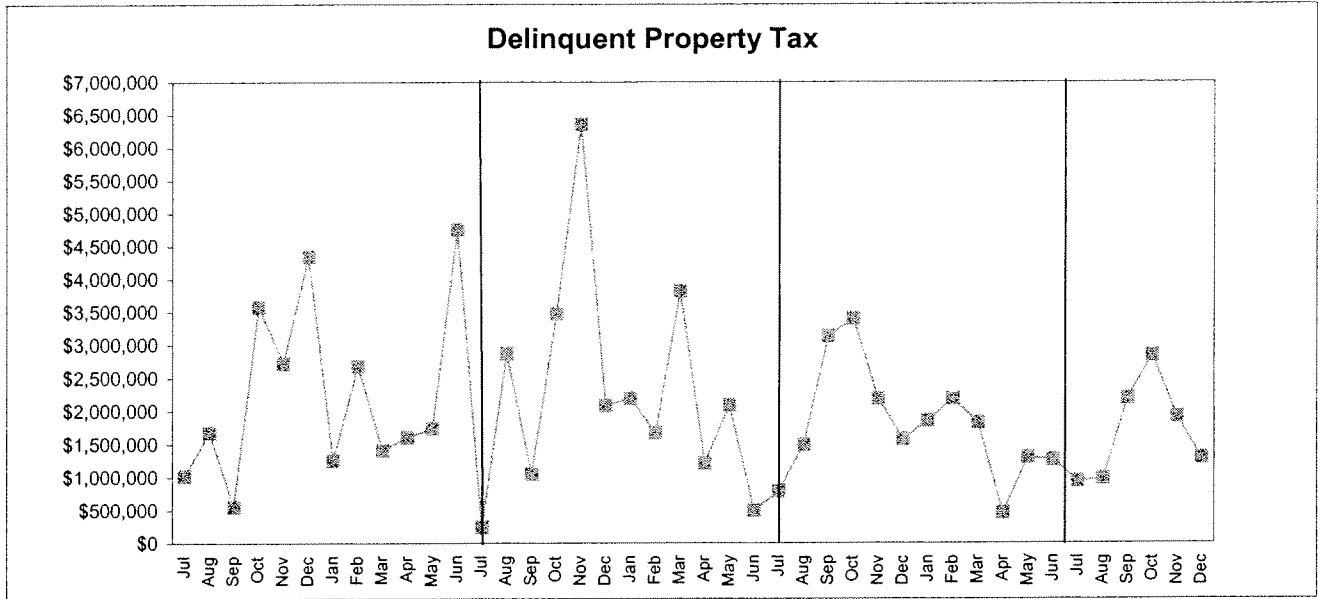


— 4 Month Moving Avg - - - - 12 Month Moving Avg ■ Goal

TREND INDICATORS - AMBULANCE SERVICES

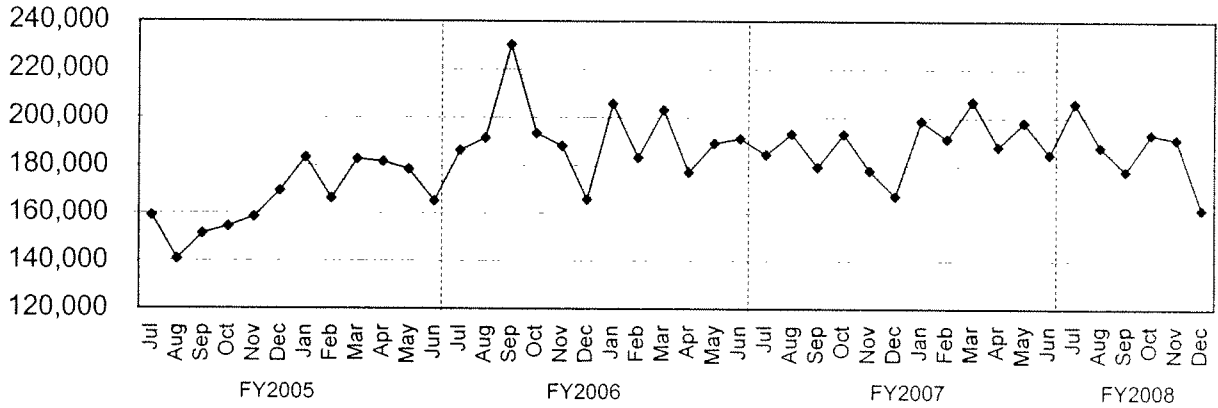


TREND INDICATORS - MISCELLANEOUS



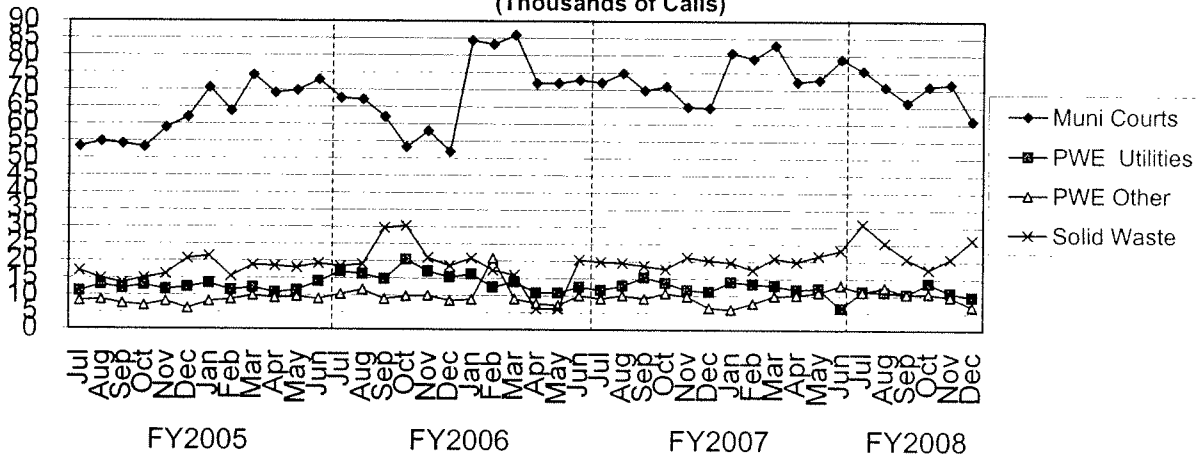
TREND INDICATORS - MISCELLANEOUS

3-1-1 Call Volume



3-1-1 became fully operational in August 2001

Operator Assisted 3-1-1 Call Distribution (Thousands of Calls)



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



DECEMBER 2007