



OFFICE OF THE CITY CONTROLLER
CITY OF HOUSTON
TEXAS

CHRIS B. BROWN

To: Mayor Sylvester Turner
City Council Members

From: Chris B. Brown
City Controller

Date: July 6, 2018

Subject: May 2018
Financial Report

Attached is the Monthly Financial Report for the period ending May 31, 2018.

GENERAL FUND

The Controller's Office is projecting an ending fund balance of \$283.1 million for FY2018. This is \$6.3 million lower than the projection of the Finance Department. The difference is due to a \$6.3 million higher revenue projection from the Finance Department. Based on our current projections, the fund balance will be \$61.5 million above the City's target of holding 7.5% of total expenditures, excluding debt service and Pay As You Go (PAYGO), in reserve.

Our revenue projection increased \$9.8 million from the April report. We increased our projection for Sales Tax revenues by \$8.8 million, recognizing higher receipts earned through April. We also increased Interest \$1 million for continued higher earnings.

The major differences are in one category:

- (1) Sales Tax is \$2.3 million lower, as Controller's is projecting the last two months flat.

Expenditure projections are unchanged from the April report.

ENTERPRISE FUNDS

In the Convention and Entertainment Operating Fund, we are projecting an increase in Non-Operating Revenues of \$1.8 million, reflecting increases in Hotel Occupancy Tax receipts.

We are projecting no material changes in the Aviation Operating Fund, Combined Utility Operating Fund, Dedicated Drainage & Street Renewal Fund, and the Stormwater Fund this month.

**Mayor Sylvester Turner
City Council Members
May Monthly Financial Report**

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. As of May 31, 2018, the ratio of unhedged variable rate debt for each type of outstanding debt was:

General Obligation	1.58%
Combined Utility System	2.94%
Aviation	12.06%
Convention and Entertainment	22.29%

Respectfully submitted,



Chris B. Brown
City Controller



CITY OF HOUSTON

Finance Department

Sylvester Turner

Mayor

Finance Department
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To: Mayor Sylvester Turner
City Council Members

Date: July 6, 2018

Subject: 11+1 Financial Report

Attached is the 11+1 Financial Report for the period ending May 31, 2018. Fiscal Year 2018 projections are based on eleven months of actual results and one month of projections.

General Fund

Our revenue projection is \$999.5 million higher than the Adopted Budget and \$13.6 million higher than the 10+2 Report. The variance from the prior month's projections is primarily due to:

- \$10.4 million increase in Sales Tax due to higher than anticipated receipts,
- \$1.5 million increase in Charges for Services primarily due to higher than anticipated fee collections and public safety reimbursements,
- \$1 million increase in Interest to reflect higher cash receipts,
- \$733,000 increase in Licenses and Permits primarily due to service related permits.

General Fund Revenues (amounts expressed in thousands)

Category	FY17 Actual	FY18 Adopted Budget	FY18 Current Projection	Variance Over/(Under)
Property Tax	\$1,153,991	\$1,158,297	\$1,172,376	14,079
Sales Tax	631,993	627,000	665,100	38,100
Franchise Fees	190,586	180,082	184,037	3,955
Other	375,245	360,833	1,304,202	943,369
Total	\$2,351,815	\$2,326,212	\$3,325,715	999,503

Our expenditure projection is \$933.5 million higher than the Adopted Budget and remains unchanged from the 10+2 Report.

General Fund Expenditures (amounts expressed in thousands)

Category	FY17 Actual	FY18 Adopted Budget	FY18 Current Projection	Variance Over/(Under)
Police	\$826,716	\$827,311	\$1,585,281	757,970
Fire	504,629	481,151	495,172	14,021
Other Departments	694,952	696,063	874,957	178,894
Debt Service/PAYGO	293,156	367,893	350,524	(17,369)
Total	\$2,319,453	\$2,372,418	\$3,305,934	933,516

We are currently projecting an ending fund balance of \$289.4 million, which is approximately 9.8% of estimated expenditures less debt service and pay-as-you-go (PAYGO) transfers.

Fund Balance (amounts expressed in thousands)

Category	FY17 Actual	FY18 Adopted *Budget	FY18 Current Projection	Variance Over/(Under)
Fund Balance - Beginning of Year	\$236,947	\$225,277	\$269,560	44,283
Changes to Designated Fund Balance	-	107	107	-
Budgeted Increase/(Decrease) in Fund Balance	32,362	(46,206)	19,781	65,987
Change in Inventory/Prepaid Items/Imprest Cash	251	-	-	-
Fund Balance, End of Year	\$269,560	\$179,178	\$289,448	\$110,270
% of Expenditures Less Debt Service and PAYGO	13.3%	8.9%	9.8%	0.9%

* The estimated beginning fund balance at the time of budget adoption.

A summary of all variances from the Adopted Budget that have been reported year to date is included in the attachment to this letter.

Enterprise, Special Revenue and Other Funds

We are projecting the following forecast changes in Enterprise Funds, Special Revenue Funds and other funds from the 10+2 Report.

Convention & Entertainment

Non-Operating Revenues increased by \$1.8 million due to higher than anticipated Hotel Occupancy Tax (HOT) collections.

Asset Forfeiture Fund

Revenues increased by \$774,000 due to higher than anticipated confiscations.

Contractor Responsibility Fund

Revenues decreased by \$434,000 due to lower than anticipated Pay-or-Play revenues.

Disaster Recovery

Requests – As of May 31, 2018, a total of twenty-four projects were submitted to FEMA totaling \$100.5 million and more projects are planned for submission in the upcoming weeks.

<i>FEMA Category (amounts expressed in millions)</i>	<i>Requested Value</i>	<i>Federal Share</i>	<i>Funds Received</i>
<i>Project Submissions:</i>			
* Emergency Protective Services – Cat B	\$ 81.9	\$ 81.9	\$ 21.2
Buildings and Equipment – Cat E	\$ 18.6	\$ 16.7	\$ -
Total	\$ 100.5	\$ 98.6	\$ 21.2

* \$21.2 million received for Cat B was submitted as part of the advanced funding request.

Sincerely,

Tantri Emo
Director



General Fund (Fund 1000)
 (amounts expressed in thousands)

Finance - Major Variances from Adopted Budget

<u>Revenues</u>		Variance Over/(Under)*	
Month Reported	Revenue Detail		
October	Intergovernmental Increase in Ambulance Supplemental Payment Program (ASPP) reimbursement	7,456	
December	Sales Tax Increase to reflect higher than anticipated sales tax receipts	10,000	
	Telephone Franchise Increase to reflect higher than anticipated telephone franchise tax	1,299	
	Licenses and Permits Decrease due to lower than anticipated dumpster permit fees	(807)	
	Intergovernmental Decrease primarily due to delays in reporting of the 1115 Health Waiver program	(1,024)	
	Charges for Services Decrease due to lower than anticipated demolition & weed cutting activities	(370)	
	Other Fines and Forfeits Decrease due to lower than anticipated fines & forfeits related to liens collection	(350)	
	Interest Increase to reflect higher than anticipated cash receipts	3,000	
	February	Industrial Assessments Increase due to higher than anticipated taxable valuation	1,460
		Sales Tax Increase due to higher than anticipated sales tax receipts	17,700
		Telephone Franchise Increase due to higher than anticipated telephone franchise fees	349
Other Franchise Increase primarily due to higher than anticipated cable TV franchise fees		2,153	
Licenses and Permits Decrease due to lower than anticipated permits issuance and renewals		(1,581)	
Charges for Services Decrease primarily due to lower than anticipated ambulance transports		(5,016)	
Direct Interfund Services Decrease primarily due to lower chargeback for police services		(747)	
Municipal Courts Fines and Forfeits Decrease primarily due to court closures and lower citation issuance during Hurricane Harvey		(522)	
Other Fines and Forfeits Decrease primarily due to lower than anticipated false alarm penalties		(219)	
Sale of Capital Assets Decrease primarily due to the delays in real estate sales		(10,478)	
March		General Property Taxes Increase due to higher taxable value assessments	14,079
		Telephone Franchise Increase due to higher than anticipated telecommunication franchise fees	156
		Licenses and Permits Decrease in licenses and permits primarily due to anticipated receipts	(720)
	Miscellaneous/Other Increase due to Towers' lawsuit settlement	40,058	
	Other Financing Sources (Uses) Increase due to Pension Obligation Bond proceeds and issuance	909,990	
	May	Sales Tax Increase due to higher than anticipated sales tax receipts	10,400
Licenses and Permits Increase due to service related permits		733	
Charges for Services Increase primarily due to higher than anticipated fee collections, and public safety reimbursements		1,502	
Interest Increase to reflect higher than anticipated cash receipts		1,000	
Total Revenues		999,501	
	Fund Balance Additional Beginning Fund Balance	44,283	
Total Financial Resources		1,043,784	



General Fund (Fund 1000)
 (amounts expressed in thousands)

Finance - Major Variances from Adopted Budget

Expenditures

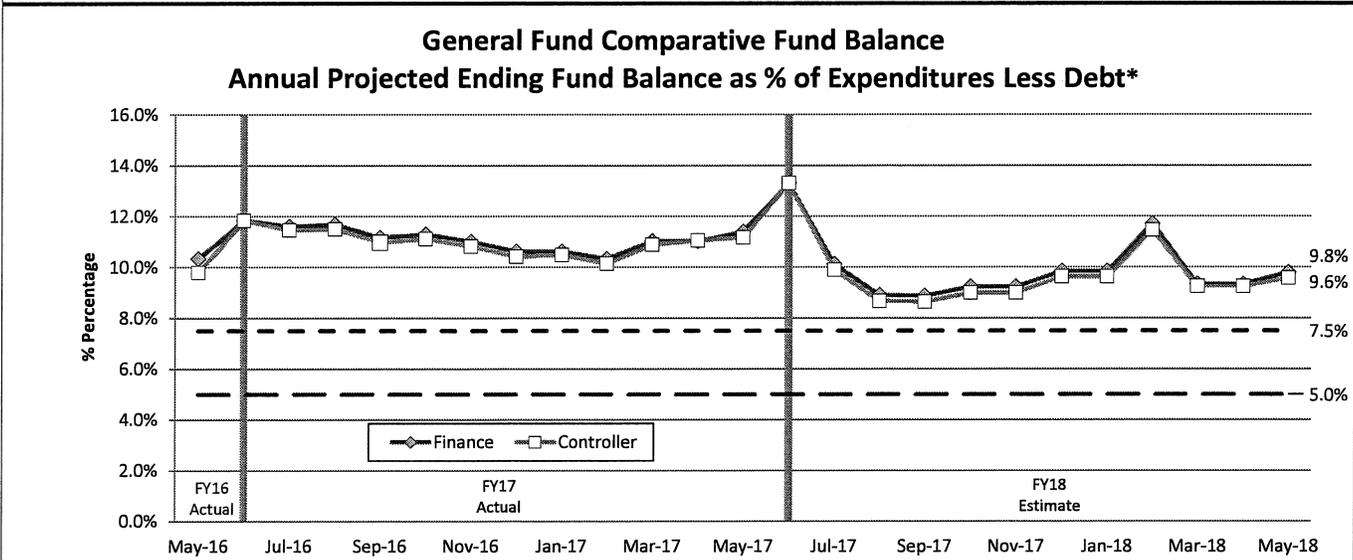
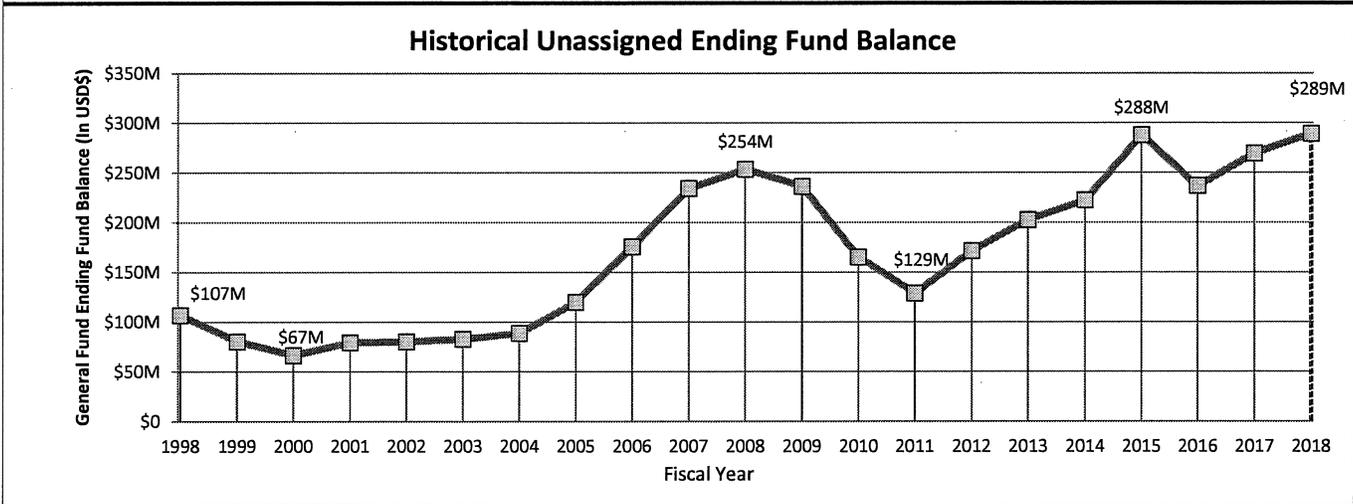
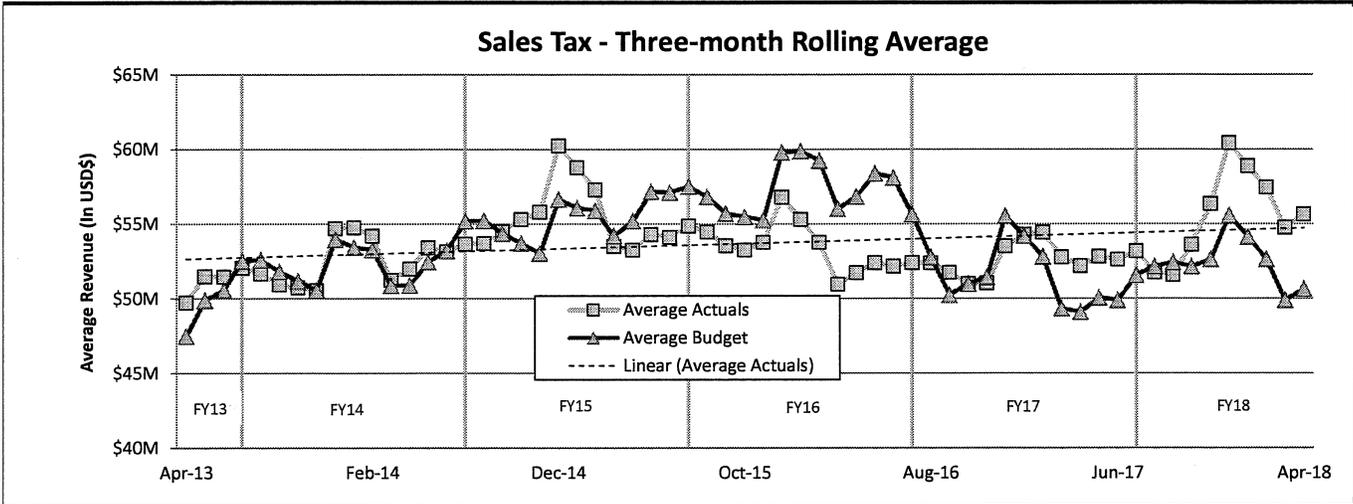
Month Reported	Expenditure Detail	
	Public Safety	
July	Increase to reflect an adjustment to the fire classified pension contribution rate	13,300
	Increase to fund classified fire employee pay raises	6,000
	Increase to fund an additional police cadet class	982
October	Increase primarily due to ASPP billing and collection fees	897
December	Increase in Police due to redeployment of classified personnel	4,356
March	Increase in Police due to Pension Obligation Bond proceeds and issuance	753,890
	Increase to fund overtime for Anti-Gang initiative	500
	Total Public Safety	779,925
	Other Adjustments	
July	Increase due to elimination of one-time deferral of the interlocal payment to the Houston Zoo	5,000
	Increase due to elimination of one-time deferral lease payment to Public Works for 611 Walker	4,888
August	Increase to reflect unanticipated costs related to Hurricane Harvey not reimbursed by FEMA	11,000
December	Decrease primarily due to delays in reporting of the 1115 Health Waiver program	(1,109)
	Increase primarily due to complete communities project	150
	Decrease in General Government contingency	(4,356)
February	Decrease primarily due to the delayed issuance of the Pension Obligation Bonds (POB)	(17,370)
	Decrease primarily due to restricted accounts adjustment	(6,216)
	Decrease in General Government primarily due to lower than anticipated claims and judgements, retirees' health benefits costs, and legal services	(10,000)
	Other expenditure adjustments	501
March	Increase in General Government due to Pension Obligation Bond proceeds and issuance	156,100
	Increase due to legal fees related to Towers' lawsuit settlement	11,000
	Increase to reflect unanticipated costs related to Hurricane Harvey not reimbursed by FEMA	4,000
	Total Other Adjustments	153,588
	Total Expenditures	933,513

*Total may reflect slight variances due to rounding.



General Fund (Fund 1000)

Sales Tax Growth and Comparative Fund Balance



*According to the financial policies, Ordinance 2014-1078, the City is required to maintain an ending fund balance equal to 7.5% of expenditures before debt service and pay-as-you-go (PAYGO).



General Fund (Fund 1000)

For the period ended May 31, 2018
(amounts expressed in thousands)

Actual YTD
 Current Budget

	FY2018						Controller - Finance Variance	Finance	Controller
	FY2017 Actual	Adopted Budget	Current Budget	Controller's Projection	Finance Projection	Actual YTD			
Revenues									
General Property Taxes	1,153,991	1,158,297	1,158,297	1,172,237	1,172,376	1,167,555	(139)		
Industrial Assessments	19,291	17,917	17,917	19,000	19,377	5,795	(377)		
Sales Tax	631,993	627,000	627,000	662,764	665,100	598,590	(2,336)		
Other Taxes	16,896	17,413	17,413	17,000	17,413	12,491	(413)		
Electric Franchise	102,654	102,270	102,270	102,000	102,270	92,815	(270)		
Telephone Franchise	41,928	37,215	37,215	38,216	39,018	36,421	(802)		
Gas Franchise	15,016	13,791	13,791	13,500	13,791	12,641	(291)		
Other Franchise	30,988	26,806	26,806	28,320	28,958	27,166	(638)		
Licenses and Permits	38,020	35,342	35,342	33,099	32,967	30,669	132		
Intergovernmental	71,040	71,062	71,062	77,494	77,494	49,399	-		
Charges for Services	60,046	60,830	60,830	56,152	56,949	52,755	(797)		
Direct Interfund Services	53,523	54,859	54,859	54,112	54,112	46,986	-		
Indirect Interfund Services	27,399	29,001	29,001	29,001	29,001	23,014	-		
Municipal Courts Fines and Forfeits	22,122	21,371	21,371	20,893	20,849	18,588	44		
Other Fines and Forfeits	4,778	4,094	4,094	3,268	3,527	3,267	(259)		
Interest	5,051	3,000	3,000	7,000	7,000	6,393	-		
Miscellaneous/Other	25,876	13,138	13,138	53,002	53,195	50,862	(193)		
Total Revenues	2,320,612	2,293,406	2,293,406	2,387,058	2,393,397	2,235,407	(6,339)		
Expenditures									
Administration & Regulatory Affairs	29,369	28,143	28,179	28,179	28,179	21,119	-		
City Council	10,728	9,978	10,893	10,893	10,893	7,635	-		
City Secretary	708	889	910	910	910	730	-		
Controller	8,175	8,621	8,613	8,613	8,613	7,874	-		
Finance	17,281	19,052	19,053	19,053	19,053	15,637	-		
Fire	504,629	481,151	495,172	495,172	495,172	453,013	-		
General Services	39,715	42,209	42,002	42,002	42,002	32,895	-		
Housing and Community Development	520	493	501	501	501	388	-		
Houston Emergency Center	10,248	9,762	9,762	9,762	9,762	7,322	-		
Houston Health Department	65,631	67,131	66,093	66,093	66,093	61,487	-		
Houston Public Works	30,618	33,339	29,660	29,660	29,660	28,137	-		
Human Resources	2,981	3,171	3,189	3,189	3,189	2,714	-		
Information Technology	21,391	17,068	17,230	17,230	17,230	14,843	-		
Legal	15,078	16,094	16,084	16,084	16,084	13,485	-		
Library	41,532	40,569	40,693	40,693	40,693	36,026	-		
Mayor's Office	7,648	7,473	7,458	7,458	7,458	7,007	-		
Municipal Courts	27,492	30,434	30,335	30,335	30,335	26,331	-		
Neighborhoods	11,143	11,486	11,358	11,358	11,358	9,833	-		
Office of Business Opportunity	2,915	3,049	3,332	3,332	3,332	2,704	-		
Parks and Recreation	72,462	70,215	74,563	74,563	74,563	61,326	-		
Planning and Development	3,989	3,508	3,645	3,645	3,645	3,079	-		
Police	826,716	827,311	1,585,281	1,585,281	1,585,281	1,521,833	-		
Solid Waste Management	84,111	80,161	80,490	80,490	80,490	62,425	-		
Total Departmental Expenditures	1,835,080	1,811,307	2,584,496	2,584,496	2,584,496	2,397,843	-		
General Government	191,217	193,218	370,914	370,914	370,914	293,271	-		
Total Expenditures Other Than Debt	2,026,297	2,004,525	2,955,410	2,955,410	2,955,410	2,691,114	-		
Transfer to Special Revenues	-	-	-	-	-	-	-		
Captured Revenue Transfer to DDSRF	34,741	34,109	34,109	34,399	34,399	-	-		
Debt Service Transfer	258,415	333,784	333,784	316,125	316,125	316,124	-		
Total Expenditures and Other Uses	2,319,453	2,372,418	3,323,303	3,305,934	3,305,934	3,007,238	-		
Net Current Activity	1,159	(79,012)	(1,029,897)	(918,876)	(912,537)	(771,831)	(6,339)		
Other Financing Sources (Uses)									
Transfers from Other Funds	20,901	18,265	18,265	18,314	18,314	13,407	-		
Pension Bond Proceeds	-	-	-	909,990	909,990	909,990	-		
Sale of Capital Assets	10,302	14,540	14,540	4,014	4,014	3,875	-		
Total Other Financing Sources (Uses)	31,203	32,806	32,806	932,318	932,318	927,273	-		
Fund Balances									
Fund Balance - Beginning of Year	236,947	269,560	269,560	269,560	269,560	269,560	-		
Changes to Designated Fund Balance*	-	107	107	107	107	-	-		
Budgeted Increase/(Decrease) in Fund Balance	32,362	(46,206)	(997,091)	(997,091)	(997,091)	155,442	-		
Change in Inventory/Prepaid Items/Imprest Cash	251	-	-	-	-	-	-		
(Budgeted Gap)/Increase in Fund Balance**	-	-	-	1,010,533	1,016,872	-	(6,339)		
Fund Balance, End of Year***	269,560	223,461	(727,424)	283,109	289,448	425,002	(6,339)		

*The total designation for the Budget Stabilization Fund is approximately \$45 thousand. \$20 million was transferred to the Disaster Recovery Fund.

**A negative number in the Controller or Finance projections represents a gap between sources and uses of funds that was not included in the adopted budget. If this gap was not addressed by decreasing uses or increasing the sources of funds, it would require a drawdown of fund balance in order to balance the budget. A positive number represents a projected increase in fund balance.

***According to the financial policies, Ordinance 2014-1078, the City is required to maintain an ending fund balance equal to 7.5% of expenditures less Debt Service and Pay-As-You-Go (PAYGO) which is \$221,656 based on current projections. The City will be \$61,453 above 7.5% based on the Controller's Projections for FY2018.

§ Indicates projection exceeds 5% or \$5M of budget expenditures or projected revenues are 5% or \$5M less than current budget.

Harvey - Disaster Recovery Funds (5303, 5304, 8044, 8386)
For the period ended May 31, 2018
(in thousands)

	MTD Actual	YTD Actual	Inception to-date Actual	Projection		City Share	Total Projection
				Current Fiscal Year	Inception To-date		
Cash Inflows							
FEMA Cash Advance Category A	\$ -	\$ 105,081	\$ 105,081	\$ 233,513	\$ 233,513		
FEMA Cash Advance Category B	-	57,935	57,935	128,745	128,745		
FEMA Reimbursements	-	-	-	-	-		
State Assistance	-	50,000	50,000	50,000	50,000		
Transfer from Budget Stabilization Fund	-	20,000	20,000	20,000	20,000		
Transfer from Other Funds	-	5,000	5,000	5,000	5,000		
Insurance Advance	-	100,000	100,000	100,000	100,000		
Total Inflows	\$ -	\$ 338,016	\$ 338,016	\$ 537,258	\$ 537,258		
Cash Outflows				FEMA Share			
Debris Removal (Category A)	9,188	47,079	47,079	233,513	233,513	25,946	259,459
Emergency Protective Measures (Category B)*	3,350	34,929	34,929	128,745	128,745	TBD	128,745
Roads and Bridges (Category C) *	-	-	-	TBD	TBD	65,000	650,000
Water Control Facilities (Category D)*	-	133	133	TBD	TBD	100,000	1,000,000
Buildings and Equipment (Category E)*	-	193	193	11,815	11,815	26,927	269,269
Utilities (Category F)*	-	-	-	TBD	TBD	13,979	139,785
Parks Recreational Areas, and Other Facilities (Category G)*	-	-	-	TBD	TBD	2,783	27,827
Direct/Indirect Administrative Cost	1,107	3,297	3,297	TBD	TBD	TBD	TBD
Insurance Premium	22,958	24,674	24,674	TBD	TBD	TBD	24,674
Transfer to Other Funds	-	5,000	5,000	NA	NA	NA	5,000
Insurance Proceeds Allocation	10,000	10,000	10,000	NA	NA	NA	100,000
Total Outflows	\$ 46,603	\$ 125,304	\$ 125,304	\$ 374,073	\$ 374,073	\$ 234,634	\$ 2,604,760
Net Current Flows	\$ (46,603)	\$ 212,711	\$ 212,712	\$ 163,185	\$ 163,185		

**These figures represent currently estimated disaster related expenditures. Damage assessments are ongoing and these estimates are highly fluid.*

Notes:

1. DR 4332 - Disaster Incident Period: August 23, 2017 through September 15, 2017.
2. FEMA Disaster Declaration made August 25, 2017.
3. Disaster cost shares: All categories A-G are Federal 90% COH 10%. Category B is Federal 100% for the first 30 days (08/23/17 to 09/22/17).
4. Emergency Purchase Orders (EPOs) and Congregate Sheltering costs are included in Cash Advance Category B projections.
5. Amounts transferred from the Budget Stabilization Fund per Ord. #2017-667, are to be replenished by FY2020.
6. This analysis tracks inflows, outflows based on entries into SAP by the spending departments.
7. Category A Debris Removal cash flows can be updated quarterly, whereas updates for the other categories will not be available until the projects progress further.
8. Received the maximum payout of \$100M for City's flooding policies.
9. Projections include reimbursements for City properties managed by Local Government Corporations (LGC) such as Houston First.
10. Includes \$65K of the Houston Airport System's Harvey expenses, which may not be reimbursable by FEMA.
11. \$5M has been loaned to HCD as seed money for the Direct Assistance for Limited Home Repair (DALHR) until reimbursement from the Texas General Land Office (GLO).
12. Insurance proceeds have been allocated pursuant to lease agreement amendment approved by City Council on 05-22-2018.

Harvey - General Government Disaster Recovery Fund 5303
For the period ended May 31, 2018
(in thousands)

	MTD Actual	YTD Actual	Inception to-date Actual	Projection		City Share	Total Projection
				Current Fiscal Year	Inception To-date		
Cash Inflows							
FEMA Cash Advance Category A	\$ -	\$ 105,081	\$ 105,081	\$ 233,513	\$ 233,513		
FEMA Cash Advance Category B	-	57,935	57,935	128,745	128,745		
FEMA Reimbursements	-	-	-	-	-		
State Assistance	-	50,000	50,000	50,000	50,000		
Transfer from Budget Stabilization Fund	-	20,000	20,000	20,000	20,000		
Transfer from Other Funds	-	-	-	-	-		
Insurance Advance	-	100,000	100,000	100,000	100,000		
Total Inflows	\$ -	\$ 333,016	\$ 333,016	\$ 532,258	\$ 532,258		
Cash Outflows							
				FEMA Share			
Debris Removal (Category A)	9,188	47,076	47,076	233,513	233,513	25,946	259,459
Emergency Protective Measures (Category B)*	-	27,481	27,481	128,745	128,745	TBD	128,745
Roads and Bridges (Category C) *	-	-	-	TBD	TBD	65,000	650,000
Water Control Facilities (Category D)*	-	-	-	-	-	-	-
Buildings and Equipment (Category E)*	-	-	-	11,815	11,815	26,514	265,140
Utilities (Category F)*	-	-	-	-	-	-	-
Parks Recreational Areas, and Other Facilities (Category G)*	-	-	-	TBD	TBD	2,783	27,827
Direct/Indirect Administrative Cost	1,107	3,297	3,297	TBD	TBD	TBD	TBD
Insurance Premium	22,958	24,674	24,674	TBD	TBD	TBD	24,674
Transfer to Other Funds	-	5,000	5,000	NA	NA	NA	5,000
Insurance Proceeds Allocations	10,000	10,000	10,000	NA	NA	NA	100,000
Total Outflows	\$ 43,253	\$ 117,528	\$ 117,528	\$ 374,073	\$ 374,073	\$ 120,243	\$ 1,460,846
Net Current Flows	\$ (43,253)	\$ 215,488	\$ 215,488	\$ 158,185	\$ 158,185		

**These figures represent currently estimated disaster related expenditures. Damage assessments are ongoing and these estimates are highly fluid.*

Notes:

- DR 4332 - Disaster Incident Period: August 23, 2017 through September 15, 2017.
- FEMA Disaster Declaration made August 25, 2017.
- Disaster cost shares: All categories A-G are Federal 90% COH 10%. Category B is Federal 100% for the first 30 days (08/23/17 to 09/22/17).
- Emergency Purchase Orders (EPOs) and Congregate Sheltering costs are included in Cash Advance Category B projections.
- Amounts transferred from the Budget Stabilization Fund per Ord. #2017-667, are to be replenished by FY2020.
- This analysis tracks inflows, outflows based on entries into SAP by the spending departments.
- Category A Debris Removal cash flows can be updated quarterly, whereas updates for the other categories will not be available until the projects progress further.
- Received the maximum payout of \$100M for City's flooding policies.
- Projections include reimbursements for City properties managed by Local Government Corporations (LGC) such as Houston First.
- \$5M has been loaned to HCD as seed money for the Direct Assistance for Limited Home Repair (DALHR) until reimbursement from the Texas General Land Office (GLO).
- Insurance proceeds have been allocated pursuant to lease agreement amendment approved by City Council on 05-22-2018.

Harvey - Storm Water Disaster Recovery Fund 5304
For the period ended May 31, 2018
(in thousands)

	MTD Actual	YTD Actual	Inception to-date Actual	Projection		City Share	Total Projection
				Current Fiscal Year	Inception To-date		
Cash Inflows							
FEMA Cash Advance Category A	\$ -	\$ -	\$ -	\$ -	\$ -		
FEMA Cash Advance Category B	-	-	-	-	-		
FEMA Reimbursements	-	-	-	-	-		
Insurance Reimbursements	-	-	-	-	-		
Transfer from Budget Stabilization Fund	-	-	-	-	-		
Transfer from Other Funds	-	-	-	-	-		
Insurance Advance	-	-	-	TBD	TBD		
Total Inflows	\$ -	\$ -	\$ -	TBD	TBD		
Cash Outflows				FEMA Share			
Debris Removal (Category A)	-	-	-	-	-	-	-
Emergency Protective Measures (Category B)*	-	3	3	TBD	TBD	TBD	TBD
Roads and Bridges (Category C) *	-	-	-	-	-	-	-
Water Control Facilities (Category D)*	-	-	-	-	-	-	-
Buildings and Equipment (Category E)*	-	-	-	-	-	-	-
Utilities (Category F)*	-	-	-	-	-	-	-
Parks Recreational Areas, and Other Facilities (Category G)*	-	-	-	-	-	-	-
Direct/Indirect Administrative Cost	-	-	-	-	-	-	-
Insurance Premium	-	-	-	-	-	-	-
Total Outflows	\$ -	\$ 3	\$ 3	TBD	TBD	TBD	TBD
Net Current Flows	-	(3)	(3)	TBD	TBD		

**These figures represent currently estimated disaster related expenditures. Damage assessments are ongoing and these estimates are highly fluid.*

Notes:

1. DR 4332 - Disaster Incident Period: August 23, 2017 through September 15, 2017.
2. FEMA Disaster Declaration made August 25, 2017.
3. Disaster cost shares: All categories A-G are Federal 90% COH 10%. Category B is Federal 100% for the first 30 days (08/23/17 to 09/22/17).
4. Emergency Purchase Orders (EPOs) and Congregate Sheltering costs are included in Cash Advance Category B projections.
5. Amounts transferred from the Budget Stabilization Fund per Ord. #2017-667, are to be replenished by FY2020.
6. This analysis tracks inflows, outflows based on entries into SAP by the spending departments.
7. Category A Debris Removal cash flows can be updated quarterly, whereas updates for the other categories will not be available until the projects progress further.
8. Received the maximum payout of \$100M for City's flooding policies.

Harvey - Aviation Disaster Recovery O&M Fund 8044
For the period ended May 31, 2018
(in thousands)

	MTD Actual	YTD Actual	Inception to-date Actual	Projection		City Share	Total Projection
				Current Fiscal Year	Inception To-date		
Cash Inflows							
FEMA Cash Advance Category A	\$ -	\$ -	\$ -	\$ -	\$ -		
FEMA Cash Advance Category B	-	-	-	-	-		
FEMA Reimbursements	-	-	-	-	-		
Insurance Reimbursements	-	-	-	-	-		
Transfer from Budget Stabilization Fund	-	-	-	-	-		
Transfer from Other Funds	-	5,000	5,000	5,000	5,000		
Insurance Advance	-	-	-	TBD	TBD		
Total Inflows	\$ -	\$ 5,000	\$ 5,000	\$ 5,000	\$ 5,000		
Cash Outflows							
				FEMA Share			
Debris Removal (Category A)	-	3	3	TBD	TBD	TBD	TBD
Emergency Protective Measures (Category B)*	-	67	67	TBD	TBD	TBD	TBD
Roads and Bridges (Category C) *	-	-	-	-	-	-	-
Water Control Facilities (Category D)*	-	-	-	-	-	-	-
Buildings and Equipment (Category E)*	-	85	85	TBD	TBD	413	4,129
Utilities (Category F)*	-	-	-	-	-	-	-
Parks Recreational Areas, and Other Facilities (Category G)*	-	-	-	-	-	-	-
Direct/Indirect Administrative Cost	-	-	-	-	-	-	-
Insurance Premium	-	-	-	-	-	-	-
Total Outflows	\$ -	\$ 155	\$ 155	TBD	TBD	\$ 413	\$ 4,129
Net Current Flows	-	\$ 4,845	\$ 4,845	TBD	TBD		

**These figures represent currently estimated disaster related expenditures. Damage assessments are ongoing and these estimates are highly fluid.*

Notes:

1. DR 4332 - Disaster Incident Period: August 23, 2017 through September 15, 2017.
2. FEMA Disaster Declaration made August 25, 2017.
3. Disaster cost shares: All categories A-G are Federal 90% COH 10%. Category B is Federal 100% for the first 30 days (08/23/17 to 09/22/17).
4. Emergency Purchase Orders (EPOs) and Congregate Sheltering costs are included in Cash Advance Category B projections.
5. Amounts transferred from the Budget Stabilization Fund per Ord. #2017-667, are to be replenished by FY2020.
6. This analysis tracks inflows, outflows based on entries into SAP by the spending departments.
7. Category A Debris Removal cash flows can be updated quarterly, whereas updates for the other categories will not be available until the projects progress further.
8. Received the maximum payout of \$100M for City's flooding policies..
9. Includes \$65K of the Houston Airport System's Harvey expenses, which may not be reimbursable by FEMA.

Harvey - Combined Utility System Disaster Recovery Fund 8386
For the period ended May 31, 2018
(in thousands)

	MTD Actual	YTD Actual	Inception to-date Actual	Projection		City Share	Total Projection
				Current Fiscal Year	Inception To-date		
Cash Inflows							
FEMA Cash Advance Category A	\$ -	\$ -	\$ -	\$ -	\$ -		
FEMA Cash Advance Category B	-	-	-	-	-		
FEMA Reimbursements	-	-	-	-	-		
Insurance Reimbursements	-	-	-	-	-		
Transfer from Budget Stabilization Fund	-	-	-	-	-		
Transfer from Other Funds	-	-	-	-	-		
Insurance Advance	-	-	-	TBD	TBD		
Total Inflows	\$ -	\$ -	\$ -	TBD	TBD		
Cash Outflows				FEMA Share			
Debris Removal (Category A)	-	-	-	-	-	-	-
Emergency Protective Measures (Category B)*	3,350	7,378	7,378	TBD	TBD	TBD	TBD
Roads and Bridges (Category C) *	-	-	-	-	-	-	-
Water Control Facilities (Category D)*	-	133	133	TBD	TBD	100,000	1,000,000
Buildings and Equipment (Category E)*	-	107	107	-	-	-	-
Utilities (Category F)*	-	-	-	TBD	TBD	13,979	139,785
Parks Recreational Areas, and Other Facilities (Category G)*	-	-	-	-	-	-	-
Direct/Indirect Administrative Cost	-	-	-	-	-	-	-
Insurance Premium	-	-	-	-	-	-	-
Total Outflows	\$ 3,350	\$ 7,619	\$ 7,619	TBD	TBD	\$ 113,979	\$ 1,139,785
Net Current Flows	(3,350)	(7,619)	(7,619)	TBD	TBD		

**These figures represent currently estimated disaster related expenditures. Damage assessments are ongoing and these estimates are highly fluid.*

Notes:

- DR 4332 - Disaster Incident Period: August 23, 2017 through September 15, 2017.
- FEMA Disaster Declaration made August 25, 2017.
- Disaster cost shares: All categories A-G are Federal 90% COH 10%. Category B is Federal 100% for the first 30 days (08/23/17 to 09/22/17).
- Emergency Purchase Orders (EPOs) and Congregate Sheltering costs are included in Cash Advance Category B projections.
- Amounts transferred from the Budget Stabilization Fund per Ord. #2017-667, are to be replenished by FY2020.
- This analysis tracks inflows, outflows based on entries into SAP by the spending departments.
- Category A Debris Removal cash flows can be updated quarterly, whereas updates for the other categories will not be available until the projects progress further.
- Received the maximum payout of \$100M for City's flooding policies..





Fund Summary - Other Funds
 For the period ended May 31, 2018
 (amounts expressed in thousands)

	Beginning of Year Fund Balance	Revenues*				Controller's Projection	Finance Projection	Finance	Controller
		FY2017 Actual	FY2018 Current Budget	FY2018 Actual YTD					
Enterprise									
Aviation		510,552	509,480	467,909	509,480	509,480	✓	✓	
Convention and Entertainment Facilities		94,284	98,060	93,748	95,151	95,151	✓	✓	
Combined Utility System		1,100,895	1,124,013	1,006,644	1,128,902	1,128,902	✓	✓	
Dedicated Drainage & Street Renewal**	57,002	210,210	201,469	146,730	209,573	209,573	✓	✓	
Storm Water**	11,987	64,400	58,462	53,775	63,523	63,523	✓	✓	
Risk Management									
Health Benefits	17,429	359,970	388,151	354,900	387,977	387,977	✓	✓	
Long-Term Disability	1,595	1,419	1,381	1,327	1,434	1,434	✓	✓	
Property and Casualty	81	24,330	49,136	31,851	48,722	48,722	✓	✓	
Worker's Compensation	-	21,831	23,855	21,791	23,855	23,855	✓	✓	
Special Revenue									
Asset Forfeiture Fund	5,684	7,183	4,849	8,670	8,942	8,942	✓	✓	
Auto Dealers Special Revenue Fund	2,301	7,436	7,010	7,054	7,822	7,822	✓	✓	
BARC Special Revenue Fund	3,531	11,482	10,155	6,527	10,306	10,306	✓	✓	
Bayou Greenway 2020 Fund	906	1,030	1,449	1,135	1,345	1,345	✓	✓	
Building Inspection Special Fund	35,762	77,243	75,761	84,925	89,551	89,551	✓	✓	
Cable Television Special Fund	1,561	4,551	3,751	3,299	4,560	4,560	✓	✓	
Child Safety Fund	3	3,433	3,429	3,104	3,346	3,346	✓	✓	
Contractors Responsibility Fund	3,191	1,339	1,181	707	757	757	✓	✓	
Essential Public Health Services Fund	12,911	22,501	25,447	24,247	24,269	24,269	✓	✓	
Forensic Transition Special Fund	24	6,180	7,239	2,334	4,573	4,573	✓	✓	
Health Special Revenue Fund	6,100	3,714	4,081	2,535	3,603	3,603	✓	✓	
Historic Preservation Fund	1,741	259	263	281	281	281	✓	✓	
Houston Emergency Center Fund	4,812	25,884	25,635	18,600	25,933	25,933	✓	✓	
Houston Transtar Center Fund	1,277	2,436	2,450	1,727	2,450	2,450	✓	✓	
Juvenile Case Manager Fee Fund	877	1,164	1,165	968	1,130	1,130	✓	✓	
Laboratory Operations & Maintenance Fund	197	468	531	452	543	543	✓	✓	
Maintenance Renewal & Replacement Fund	3,434	17,922	20,922	10,520	20,966	20,966	✓	✓	
Municipal Court Building Security Fund	89	592	641	493	622	622	✓	✓	
Municipal Court Technology Fee Fund	1,472	1,049	1,098	1,017	1,116	1,116	✓	✓	
Parking Management Fund	2,480	21,153	20,550	17,017	19,136	19,136	✓	✓	
Parks Golf Special Fund	1,049	5,626	5,862	5,006	5,476	5,476	✓	✓	
Parks Special Revenue Fund	7,482	2,495	2,313	2,953	3,151	3,151	✓	✓	
Planning & Development Special Rev. Fund	1,996	6,633	6,613	6,750	6,750	6,750	✓	✓	
Police Special Services Fund	6,982	9,703	7,181	6,666	9,665	9,665	✓	✓	
Recycling Revenue Fund	1,273	4,478	4,069	2,216	4,169	4,169	✓	✓	
Special Waste Fund	2,527	4,107	4,137	3,548	4,137	4,137	✓	✓	
Swimming Pool Safety Fund	864	1,105	1,118	1,059	1,157	1,157	✓	✓	
Tourism Promotion Special Revenue Fund	1,387	20,374	19,256	15,352	19,264	19,264	✓	✓	

* Revenues include non-operating revenues

** Dedicated Drainage Fund and Storm Water Fund are not technically Enterprise Funds, but are grouped with the Combined Utility System for clarity

‡ Indicates projected revenues are 5% or \$5M less than Current Budget



Fund Summary - Other Funds
 For the period ended May 31, 2018
 (amounts expressed in thousands)

	Expenditures*					Net Current Activity (Proj.)	End of Year Fund Balance (Proj.)	Finance	Controller
	FY2017 Actual	FY2018 Current Budget	FY2018 Actual YTD	Controller's Projection	Finance Projection				
	Enterprise								
Aviation	452,867	509,480	418,822	509,480	509,480	-		✓	✓
Convention and Entertainment Facilities	97,696	97,604	93,657	97,604	97,604	(2,453)		✓	✓
Combined Utility System	1,033,027	1,168,734	986,312	1,127,436	1,127,436	1,466		✓	✓
Dedicated Drainage & Street Renewal**	203,598	215,954	162,528	213,340	213,340	(3,767)	53,235	✓	✓
Storm Water**	58,237	68,271	59,314	68,271	68,271	(4,747)	7,240	✓	✓
Risk Management									
Health Benefits	366,509	387,765	341,993	380,841	380,841	7,136	24,565	✓	✓
Long-Term Disability	1,062	1,665	1,472	1,665	1,665	(231)	1,364	✓	✓
Property and Casualty	24,324	49,136	36,311	48,722	48,722	-	81	✓	✓
Worker's Compensation	21,831	23,855	20,789	23,855	23,855	-		✓	✓
Special Revenue									
Asset Forfeiture Fund	6,805	10,000	5,889	8,382	8,382	559	6,244	✓	✓
Auto Dealers Special Revenue Fund	7,341	8,288	6,916	7,693	7,693	129	2,430	✓	✓
BARC Special Revenue Fund	11,486	13,169	9,918	12,037	12,037	(1,731)	1,800	✓	✓
Bayou Greenway 2020 Fund	887	1,476	878	1,340	1,340	5	911	✓	✓
Building Inspection Special Fund	75,679	96,835	80,394	96,835	96,835	(7,284)	28,478	✓	✓
Cable Television Special Fund	4,237	4,211	2,820	4,210	4,210	351	1,911	✓	✓
Child Safety Fund	3,539	3,350	2,476	3,349	3,349	(3)	-	✓	✓
Contractors Responsibility Fund	712	877	435	877	877	(120)	3,071	✓	✓
Essential Public Health Services Fund	21,110	29,149	19,825	23,768	23,768	501	13,412	✓	✓
Forensic Transition Special Fund	6,182	4,597	2,697	4,573	4,573	-	24	✓	✓
Health Special Revenue Fund	3,420	5,805	2,980	3,698	3,698	(95)	6,005	✓	✓
Historic Preservation Fund	357	437	176	437	437	(156)	1,585	✓	✓
Houston Emergency Center Fund	25,205	27,773	22,897	27,773	27,773	(1,840)	2,972	✓	✓
Houston Transtar Center Fund	2,733	2,860	1,916	2,435	2,435	15	1,292	✓	✓
Juvenile Case Manager Fee Fund	1,662	1,876	1,216	1,367	1,367	(237)	640	✓	✓
Laboratory Operations & Maintenance Fund	589	630	366	630	630	(87)	110	✓	✓
Maintenance Renewal & Replacement Fund	16,018	22,419	13,506	22,419	22,419	(1,453)	1,981	✓	✓
Municipal Court Building Security Fund	612	705	635	653	653	(31)	58	✓	✓
Municipal Court Technology Fee Fund	347	765	507	647	647	469	1,941	✓	✓
Parking Management Fund	21,021	21,093	14,135	19,726	19,726	(590)	1,889	✓	✓
Parks Golf Special Fund	5,683	5,996	4,769	5,546	5,546	(70)	979	✓	✓
Parks Special Revenue Fund	2,084	4,798	3,202	4,798	4,798	(1,647)	5,835	✓	✓
Planning & Development Special Rev. Fund	5,053	6,670	4,713	6,436	6,436	314	2,310	✓	✓
Police Special Services Fund	9,798	12,388	9,783	12,388	12,388	(2,723)	4,259	✓	✓
Recycling Revenue Fund	3,805	4,367	1,155	4,367	4,367	(198)	1,075	✓	✓
Special Waste Fund	3,971	4,298	3,763	4,298	4,298	(161)	2,366	✓	✓
Swimming Pool Safety Fund	1,160	1,298	1,110	1,298	1,298	(141)	723	✓	✓
Tourism Promotion Special Revenue Fund	19,229	19,256	14,159	19,065	19,065	199	1,586	✓	✓

* Expenditures include non-operating expenditures

** Dedicated Drainage Fund and Storm Water Fund are not technically Enterprise Funds, but are grouped with the Combined Utility System for clarity

‡ Indicates projection exceeds 5% or \$5M of budget expenditures

City of Houston, Texas
Commercial Paper Issued and Available
For the period end May 31, 2018
(amounts expressed in millions)

COMMERCIAL PAPER	Draws FY18	Draws Month	Refunded FY18	Amount Available to be Drawn	Amount Outstanding
General Obligation					
<i>Voter Authorized 2001 & 2006 & 2012 Election</i>					
Series G-1	0.00	0.00	0.00	75.00	0.00
Series G-2	20.00	0.00	95.10	110.00	15.00
Series H-2	35.00	10.00	89.80	85.00	15.00
Series J	0.00	0.00	10.00	125.00	0.00
<i>Non-Voter Authorized</i>					
Series E1-Equipment & Capital	40.00	0.00	45.00	80.00	20.00
Series E2- Equipment & Capital	10.00	0.00	35.00	60.00	10.00
Series E2- Metro Street Projects	0.00	0.00	0.00	30.00	0.00
Series K-1	0.00	0.00	0.00	200.00	0.00
Series K-2	0.00	0.00	0.00	100.00	0.00
Total General Obligation	105.00	10.00	274.90	865.00	60.00
Combined Utility System					
Series B-1	85.00	10.00	0.00	5.00	95.00
Series B-2	0.00	0.00	0.00	75.00	0.00
Series B-3	0.00	0.00	0.00	75.00	0.00
Series B-4	90.00	15.00	0.00	0.00	100.00
Series B-5	0.00	0.00	0.00	250.00	0.00
Series B-6	0.00	0.00	0.00	100.00	0.00
Total Combined Utility System	175.00	25.00	0.00	505.00	195.00
Airport System					
Series A&B	18.00	0.00	83.53	128.53	21.47
Total Airport System	18.00	0.00	83.53	128.53	21.47
Convention & Entertainment					
Series A	75.00	0.00	0.00	0.00	75.00
Total Convention and Entertainment	75.00	0.00	0.00	0.00	75.00
Totals	\$373.00	\$35.00	\$358.43	\$1,498.53	\$351.47

City of Houston, Texas
Total Outstanding Debt
For the period end May 31, 2018
(amounts expressed in thousands)

	<u>May 31, 2018</u>	<u>May 31, 2017</u>
Payable from Ad Valorem Taxes		
Public Improvement Bonds ^(a)	2,151,850	2,135,185
Commercial Paper Notes ^(b)	60,000	209,900
Pension Obligations	1,576,435	579,605
Certificates of Obligations	14,670	15,750
Subtotal	3,802,955	2,940,440
Payable from Sources Other Than Ad Valorem Taxes		
Combined Utility System		
Combined Utility System Revenue Bonds	5,927,760	6,063,585
Combined Utility System Commercial Paper Notes ^(c)	195,000	20,000
Water and Sewer System Revenue Bonds ^(d)	169,177	160,255
Contract Revenue Obligations - CWA	64,300	67,755
Combined Utility System Subordinate Lien	276,070	88,295
Airport System		
Airport System Sr. Lien Bonds ^(e)	420,420	430,645
Airport System Subordinate Lien	1,678,775	1,590,590
Airport System Sr. Lien Commercial Paper Notes ^(f)	21,473	87,000
Airport System Inferior Lien Contracts ^(g)	0	6,240
Airport Special Facilities Revenue Bonds ^(h)	934,965	803,380
Hotel Occupancy Tax and Civic Parking		
Facilities Revenue Bonds ⁽ⁱ⁾	597,894	615,461
Hotel Occupancy Tax And Parking Revenue Commercial Paper ^(j)	75,000	0
Subtotal	10,360,834	9,933,206
Total Debt Payable by the City	\$14,163,789	\$12,873,646

- (a) In Nov 2001 voters authorized \$776 million in tax bonds. In Nov 2006 voters authorized \$625 million in tax bonds. In Nov 2012 voters authorized \$410 million in tax bonds and Nov 2017 an additional \$495 million.
- (b) The City has authorized maximum issuance of General Obligation Commercial Paper Programs Series E-1: \$100 million, E-2: \$100 million, G-1: \$75 million, G-2: \$125 million, H-2: \$100 million, J: \$125 million, K1: \$200 million and K2: \$100 million.
- (c) The City has authorized \$700 million in Combined Utility System Commercial Paper Notes.
- (d) Includes \$111.8 million accreted value of capital appreciation bonds at this date and \$103.0 million last year.
- (e) The Houston Airport System issued Senior Lien Revenue bonds on August 20, 2009.
- (f) City Council has authorized Airport Senior Lien Commercial Paper Notes Series A&B with \$150 million of appropriation capacity. In May 2016 the Airport Inferior Lien appropriation facilities was also increased from \$225 million to \$450 million.
- (g) Under a sublease agreement, the Houston Airport System 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 Series 1997A Special Facilities Bonds which was paid off on July 5, 2017.
- (i) Includes \$158.2 million accreted value of capital appreciation bonds at this date and \$154.0 million last year.
- (j) The City authorized \$75 million of Subordinate Lien Hotel Occupancy Tax and Parking Revenue Commercial Paper in Oct 2013.

City of Houston, Texas
Voter-Authorized Obligations
For the period end May 31, 2018
(amounts expressed in thousands)

<u>Purposes</u>	<u>Voter Authorized</u>	<u>Approved by City Council for Issuance as Commercial Paper Notes</u>	<u>Commercial Paper Issued ^(a)</u>	<u>Commercial Paper Notes Approved by City Council but Unissued</u>	<u>All Voter Authorized but Unissued</u>
November 2001 Election					
Streets, Bridges, Traffic Control	\$ 474,000	\$ 474,000	\$ 471,300	\$ 2,700	\$ 2,700
Parks and Recreation	80,000	80,000	80,000	-	-
Police and Fire Departments	82,000	82,000	82,000	-	-
Permanent and General Improvements ^(b)	80,000	80,000	80,000	-	-
Public Libraries	40,000	40,000	40,000	-	-
Low Income Housing	20,000	20,000	20,000	-	-
Total	776,000	776,000	773,300	2,700	2,700
November 2006 Election					
Streets, Bridges, Traffic Control	\$ 320,000	\$ 219,950	\$ 76,565	\$ 143,385	\$ 243,435
Parks and Recreation	55,000	55,000	55,000	-	-
Public Safety	135,000	135,000	135,000	-	-
Permanent and General Improvements ^(b)	60,000	60,000	59,500	500	500
Public Libraries	37,000	37,000	36,900	100	100
Low Income Housing	18,000	18,000	6,031	11,969	11,969
Total	\$ 625,000	\$ 524,950	\$ 368,996	\$ 155,954	\$ 256,004
November 2012 Election					
Streets, Bridges, Traffic Control	\$ -	\$ -	\$ -	\$ -	\$ -
Parks and Recreation	166,000	143,880	59,633	84,247	106,367
Public Safety	144,000	138,558	39,511	99,048	104,489
Permanent and General Improvements ^(b)	57,000	57,000	20,891	36,109	36,109
Public Libraries	28,000	28,000	23,212	4,788	4,788
Low Income Housing	15,000	4,208	8	4,200	14,992
Total	\$ 410,000	\$ 371,646	\$ 143,254	\$ 228,392	\$ 266,746
November 2017 Election					
Streets, Bridges, Traffic Control	\$ -	-	\$ -	\$ -	\$ -
Parks and Recreation	104,000	-	-	-	104,000
Public Safety	159,000	-	-	-	159,000
Permanent and General Improvements ^(b)	109,000	6,831	-	6,831	109,000
Public Libraries	123,000	2,797	-	2,797	123,000
Low Income Housing	-	-	-	-	-
Total	\$ 495,000	\$ 9,628	\$ -	\$ 9,628	\$ 495,000
Combined Total (2001, 2006, 2012 and 2017 Elections)	\$ 2,306,000	\$ 1,682,224	\$ 1,285,550	\$ 396,674	\$ 1,020,450

(a) As of May 31, 2018

(b) Includes Public Health and Solid Waste Management

Note: This schedule sets forth the categories of bond authorization approved by the voters in elections held in November of 2001 (the "2001 Election") and November of 2006 (the "2006 Election"), and November of 2012 (the "2012 Election"), and November of 2017 (the "2017 Election") the amount of each such authorization approved by City Council for issuance as Commercial Paper Notes, the amount of commercial paper issued as of year-end, and the amount of commercial paper approved but unissued. The City has issued all bonds authorized at the election held in November of 1997.

Fund Descriptions

General Fund (1000)

General Revenues (i.e. property taxes, sales taxes, franchise fees, municipal courts fines, etc.) are budgeted and received in the General Fund for the support of most basic City services. Operations and services for public safety, financial services, libraries; solid waste management, health, most parks and recreation services, street traffic control, esplanade mowing and citywide administration are included in the General Fund.

Enterprise Funds

Aviation Operating Fund (8001)

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 Airport. 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 (8601)

The Convention and Entertainment Facilities Operating Fund is an enterprise fund that accounts for the operation of the City's five major entertainment centers and city-owned parking garages: Jesse H. Jones Hall, Bayou Place, Gus S. Wortham Center, George R. Brown Convention Center and Theater District Garage.

Combined Utility System Fund (8300, 8301, 8305)

The Combined Utility System is composed of three separate funds: the Water and Sewer System Operating Fund, the Combined Utility System Operating Fund and the Combined Utility System General Purpose Fund. The fund provides for the operation of the City's treated and untreated water, as well as, receives 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. This fund is administered by the Public Works & Engineering Department.

Dedicated Drainage & Street Renewal Fund (2310)

Ordinance 2010-879 requires funding in the amount equivalent to proceeds from \$0.118 of the City's ad valorem tax levy minus an amount equal to debt service for drainage and streets to the Dedicated Drainage & Street Renewal Fund. Total outstanding debt payable from ad valorem taxes (as of December 31, 2012) is \$3.47 billion. The portion of the debt associated with drainage and street improvements is estimated at \$1.69 billion. The Dedicated Drainage and Street Renewal Fund is not technically an enterprise fund, but is grouped with the Combined Utility System for clarity.

Storm Water Fund (2302)

This fund receives revenue from the Combined Utility System Fund and Dedicated Drainage and Street Renewal Fund. Funds are transferred to this fund to support storm water drainage operation and maintenance activities. The core purpose is to provide the best level of maintenance to the storm water infrastructure with the resources provided and to maintain flow of storm water free of debris and foreign objects that cause flooding.

Risk Management Funds

Health Benefits Fund (9000)

The Health Benefits Fund, an Internal Service Fund administered by the Human Resources Department, was established in 1984 to centralize the financial transactions for the City's benefit plans. Health Benefits Effective May 1, 2011, the City elected to be substantially self-insured and awarded CIGNA a three-year contract with two (2) one-year renewal options for 4 new health plans. The new health benefits model is composed of four (4) plans, all of which have heavy emphasis on a wellness component, and includes; 1) a limited network HMO-type plan, 2) an open access PPO-type plan with no out-of-network coverage, 3) a consumer driven high deductible Health Plan (CDHP), partnered with a health reimbursement account, and 4) a specific plan for retirees, mostly those under age 65, who live outside the limited network service area but who live in Texas. Effective 08/01/11, all 65+ Medicare eligible retirees must enroll in the 6 MA plans or opt out. 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 (9001)

This fund is used to account for the long-term sick leave benefits for eligible City employees. The LTO Fund is funded solely by the City through premiums charged to the departments based on the number of employees covered by the plan. Such premiums cover the cost of all benefits (claims) to the employees and third party administrative fees. This fund is administered by the Human Resources Department.

Property and Casualty Fund (1004)

This fund records the transactions of the City's self-insurance program for lost and personnel action claims. The Administration and Regulatory Affairs Department oversees the insurance functions while the Legal Department administers the claims portion. Revenue is generated from premiums assessed to other funds; premiums are based on projected expenditures.

Workers' Compensation Fund (1011)

This fund was established to collect and report all costs of compliance to statutes related to Workers Compensation. The revenues are derived through charging the departments an administrative premium semi-monthly per employee plus all direct costs related to claim expenditures, which includes indemnity, medical and disability payments. This fund is administered by the Human Resources Department. 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.

Special Revenue Funds**Asset Forfeiture Fund (2202, 2203, 2204)**

This fund is administered by the Houston Police Department (HPD). The City receives forfeited funds resulting from HPD's role in drug-related seizures. This fund provides resources beyond HPD's General Fund budget for crime enforcement. Specifically, this fund is used to address the drug problem in a manner consistent with the department's Comprehensive Narcotics Plan.

Auto Dealers Special Revenue Fund (2200)

This fund is budgeted to collect the license fees paid by tow truck drivers and various automotive sales, repair, storage and salvage dealers to finance a portion of the Houston Police Department's enforcement efforts regarding privately owned storage lots. This fund is also administered by the Houston Police Department.

BARC Special Revenue Fund (2427)

BARC (Bureau of Animal Regulation and Care) is authorized to receive funds from any source for the purpose of supporting the maintenance and operation of the City's animal shelter facilities and programs. This fund is administered by the Administration and Regulatory Affairs Department.

Bayou Greenway 2020 Fund (2106)

This fund is administered by the Houston Parks and Recreation Department (HPARD). This fund was created to manage the HPARD's maintenance of the White Oak Bayou Trail based upon the Bayou Greenways 2020 initiative agreement entered between the City of Houston and the Houston Parks Board, Inc. in December 2013.

Building Inspection Special Fund (2301)

This fund includes all construction and building permit revenues and expenditures for inspections and permitting activities. Outdoor sign license fees are received in this fund for enforcement of the City's sign ordinance. This fund is administered by the Public Works and Engineering (PWE) Department.

Cable Television Special Fund (2401, 2428)

This fund, under certain cable television franchise agreements with the City, receives contributions on a subscriber basis. This fund is used for public access cable television programming and related costs. The Mayor's Office is responsible for administering this fund.

Child Safety Fund (2209)

This fund is used to account for monies received for public, parochial and private school crossing guard programs. Revenues to the fund come from an assessment of Municipal Court fees on non-criminal municipal violations and a portion of each vehicle registration authorized by Harris County. The Police Department administers this fund.

Contractor Responsibility Fund (2424)

This fund is managed by the Office of Business Opportunity (OBO) and governed by Executive Order 1-7. Funds are collected through the implementation of the Pay or Play Program, which is administered by OBO. The revenue collected in the Contractor Responsibility Fund is used to offset the cost of uninsured citizens in the Houston and Harris County area.

Essential Public Health Services Fund (2010)

This fund was created for the purpose of offsetting costs associated with the administration of Medicaid Transformation Waiver projects and to perform other essential public health services as defined by Chapter 121 of the Texas Health and Safety Code. This fund is administered by the Houston Health Department.

Forensic Transition Special Fund (2213)

The Forensic Transition Special Fund was created for the transition of forensic operations from the Houston Police Department to the independent Houston Forensics Science Local Government Corporation (LGC). The funds budget covers City of Houston employees that provide services to the Houston Forensic Science LGC.

Health Special Revenue Fund (2002)

This fund includes several programs that are supported by ordinances including ambulance permits, food and drug, vital statistics, international travel immunizations, Geriatric Dental Program and specific public health purposes. This fund is administered by the Houston Health Department.

Historic Preservation Fund (2306)

This fund is administered by the Planning and Development Department and the Houston Public Library. This fund was established in FY2010 to utilize funds set aside from the sale of historic fire stations by the City in FY2009. This fund is used to promote historic preservation programs. It utilizes City funds as seed money to encourage private investment, attract grant funds, and support educational programs that will further preservation efforts in Houston. This fund also provides future funding for the maintenance needs of the historic Julia Ideson Building.

Houston Emergency Center Fund (2205)

This fund consolidates the City's four separate emergency services (Police, Fire/EMS computer Aided Dispatch System, Radio System and Records Management Systems) into one state of the art facility. This fund is administered by the Houston Emergency Center Department.

Houston TranStar Center Fund (2402)

This fund was established for planning, design, operation and maintenance of transportation and emergency management operations within the greater Houston area. Funding is derived from revenue received from member agencies and is prorated based on occupancy and use of center facilities. This fund is administered by the Public Works and Engineering Department.

Juvenile Case Manager Fee Fund (2211)

This fund was established FY2009 and is administered by the Municipal Courts Department. This fund includes expenditures for the salary, benefits, and operational costs related to the Juvenile Case Manager staff. Revenue is generated by the collection of a court fee for each paid conviction as allowed by State law. The mission of the Juvenile Case Manager Fee Fund is to partner with school districts within the City of Houston in an effort to increase school attendance and reduce truancy through early identification, assessment and prevention services, to enhance the accountability of students and families, and to limit a juvenile's exposure to the criminal justice system.

Laboratory Operations and Maintenance Fund (2008)

This fund is solely designated for laboratory operations and maintenance for the retention of all revenue from laboratory fees. It pertains to Ordinance Amending Chapter 21 of the Code of Ordinance relating to laboratory fee. This fund is administered by the Houston Health Department.

Maintenance Renewal and Replacement Fund (MRR) (2105)

This fund is to provide funds needed to maintain and replace systems in buildings and assets as well as to protect the City of Houston's investments. This fund recognizes the shared responsibility of the City and its departments to maintain, upgrade, or replace building systems as they approach the end of their life cycle. This fund also addresses development and maintenance of the physical infrastructure of these facilities. This fund is administered, in partnership, by General Services Department and Parks and Recreation Department.

Municipal Court Building Security Fund (2206)

This Fund was established in FY1997 and is administered by the Municipal Courts Department. This fund includes all security related contractual expenditures and additional security enhancements for the courts. Revenue is generated by the collection of a court fee for each paid conviction as allowed by State law. The mission of the Municipal Court Building Security Fund is to protect the health and welfare of civilians and employees by ensuring that adequate equipment, procedures, and personnel are present at all court facilities.

Municipal Court Technology Fee Fund (2207)

This Fund was established in FY2001 and is administered by the Municipal Courts Department. Revenue is generated by the collection of a court fee for each paid conviction as allowed by State law. The purpose of the fund is to finance technological enhancements for the Municipal Courts and maintain systems to operate in an efficient manner.

Parking Management Fund (8700)

This fund is responsible for managing and providing on-street parking alternatives to the citizens in the Greater Houston area. This fund is administered by the Administration and Regulatory Affairs Department.

Parks Golf Special Revenue Fund (2104)

This fund was created to receive the revenues derived from all golf facilities, whether operated by the City or private entities, including all related concession fee revenues which are to be used exclusively for the maintenance, operation and improvement to any or all such golf courses.

Parks Special Revenue Fund (2100)

This is a Parks and Recreation Department fund for revenue from revenue generating activities and certain expenditures related to operations of the City's municipal tennis centers. As well as supplementing youth programs.

Planning and Development Special Revenue Fund (2308)

This fund was established in FY2016 to support development-related services such as: subdivision plat review, permit review and one half of the lot size/minimum building line program. The fund is administered by the Planning and Development Department.

Police Special Services Fund (2201)

This fund is used to account for activities that are not covered under the General Fund Budget. The activities include: joint police operations, security and traffic control, undercover support services and use of Houston Police Department facilities. The Houston Police Department administers this fund.

Recycling Revenue Fund (2305)

This fund was created to allocate dedicated funds to be used for the expansion and implementation of the City's Recycling Programs. Efforts include citywide tree waste recycling, additional neighborhood depository sites, curbside recycling and increased education and outreach. These efforts allow the City to improve its current landfill diversion rate. This fund is administered by the Solid Waste Management Department.

Special Waste Fund (2423)

The purpose of this fund is to prevent the infiltration of fats, oils, and grease into the sanitary sewer system, and to assure that the City's infrastructure and health of the citizens are protected. All fees collected are expended only for the costs of permitting, inspecting, monitoring, controlling, educating and enforcing any violation pertaining to the management and disposal of the City-regulated waste. This fund is administered by the Houston Health Department.

Swimming Pool Safety Fund (2009)

This fund receives proceeds from enforcing municipal, state and federal pool and spa safety standards. State and federal pool and safety standards apply to all pools and spas serving more than two dwellings; in accordance with the requirements, operators of pool and spas at apartment or condominium projects are required to obtain permits and to comply with the standards. The fees collected in pursuant of swimming pool and spa safety are used for the purposes of activities related to permitting, inspecting, monitoring, abating, controlling, educating and enforcement of municipal, state and federal standards. This fund is administered by the Houston Health Department.

Tourism Promotion Special Revenue Fund (2429)

Previously known as the Houston Civic Events Fund, this fund is administered by the Mayor's Office. This fund was created to promote tourism through management and coordination of the civic celebration program, city's art and cultural plan, promote business travel and hotel occupancy in the City of Houston as well as protocol services.