



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:** September 24, 2021

**Subject:** August 2021  
Financial Report

Attached is the Monthly Financial Report for the period ending August 31, 2021.

**GENERAL FUND**

The Controller's Office is projecting an ending fund balance of \$253.6 million for FY2022. This is \$13.5 million lower than the projection of the Finance Department. The difference is due to a \$13.5 million lower revenue projection than the Finance Department. Based on our current projections, the fund balance will be \$89 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 projections are unchanged from the July report.

**ENTERPRISE FUNDS**

We are projecting no changes from the Adopted Budget amounts in the Aviation Operating Fund, Combined Utility System Fund, Convention and Entertainment Operating Fund, the Storm Water Fund, or the Dedicated Drainage and Street Renewal Funds this month.

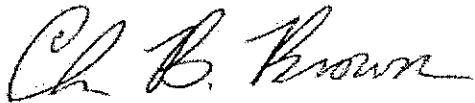
**Mayor Sylvester Turner  
City Council Members  
August Monthly Financial Report**

**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 August 31, 2021, the ratio of unhedged variable rate debt for each type of outstanding debt was:

General Obligation	1.28%
Combined Utility System	0.00%
Aviation	1.20%
Convention and Entertainment	4.71%

Respectfully submitted,



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Chris B. Brown  
City Controller



# CITY OF HOUSTON

Finance Department

**Sylvester Turner**

Mayor

Finance Department  
P.O. Box 1562  
Houston, Texas 77251-1562

T. 832-393-9051  
F. 832-393-9116  
www.houstontx.gov

**To:** Mayor Sylvester Turner  
City Council Members

**Date:** September 24, 2021

**Subject:** 2+10 Financial Report

Attached is the 2+10 Financial Report for the period ending August 31, 2021. Fiscal Year 2022 projections are based on two months of actual results and ten months of projections.

**General Fund**

Both our revenue and expenditure projections remain unchanged from the Adopted Budget and 1+11 Report.

**General Fund Revenues (amounts expressed in thousands)**

Category	Unaudited Preliminary FY2021	FY22 Adopted Budget	FY22 Current Projection	FY22 Variance Over/(Under)
Property Tax	\$1,254,016	\$1,230,985	\$1,230,985	-
Sales Tax	706,829	703,000	703,000	-
Franchise Fees	153,601	149,319	149,319	-
Other	332,663	518,450	518,450	-
<b>Total</b>	<b>\$2,447,109</b>	<b>\$2,601,754</b>	<b>\$2,601,754</b>	<b>-</b>

**General Fund Expenditures (amounts expressed in thousands)**

Category	Unaudited Preliminary FY2021	FY22 Adopted Budget	FY22 Current Projection	FY22 Variance Over/(Under)
Police	\$922,910	\$955,813	\$955,813	-
Fire	500,532	535,459	535,459	-
Other Departments	626,773	703,054	703,054	-
Debt Service/PAYGO	397,586	415,633	415,633	-
<b>Total</b>	<b>\$2,447,801</b>	<b>\$2,609,959</b>	<b>\$2,609,959</b>	<b>-</b>

We are currently projecting the ending fund balance of \$267.1 million, which is \$67 million higher than the Adopted Budget and 12.2% of estimated expenditures less debt service and pay-as-you-go (PAYGO).

**Fund Balance (amounts expressed in thousands)**

Category	Unaudited Preliminary FY2021	FY22 Adopted Budget*	FY22 Current Projection	FY22 Variance Over/(Under)
Fund Balance - Beginning of Year	\$282,068	\$214,175	\$281,126	66,951
Changes to Designated Fund Balance	-	(5,792)	(5,792)	-
Budgeted Increase/(Decrease) in Fund Balance	(692)	(8,205)	(8,205)	-
Change in Inventory/Prepaid Items/Imprest Cash	(250)	-	-	-
<b>Fund Balance, End of Year</b>	<b>\$281,126</b>	<b>\$200,178</b>	<b>\$267,129</b>	<b>\$66,951</b>
% of Expenditures Less Debt Service and PAYGO	13.7%	9.1%	12.2%	3.1%

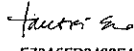
\* The estimated beginning fund balance at the time of budget adoption.

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 no forecast changes in Enterprise Funds, Special Revenue Funds and other funds from the 1+11 Report.

Sincerely,

DocuSigned by:  
  
 E73A5FD3483F467...  
**Tantri Emo**  
 Director



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

**Finance - Major Variances from Adopted Budget**

Revenues		Variance Over/(Under)*
Month Reported	Revenue Detail	
	Total Revenues	
	Fund Balance	
	Additional Beginning Fund Balance	66,951
	Total Financial Resources	66,951

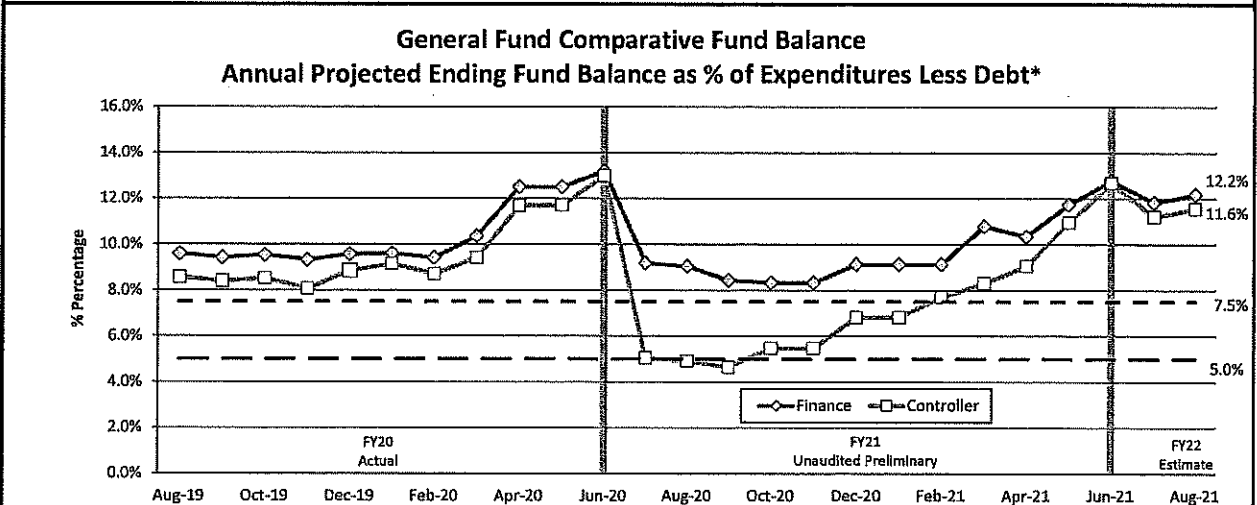
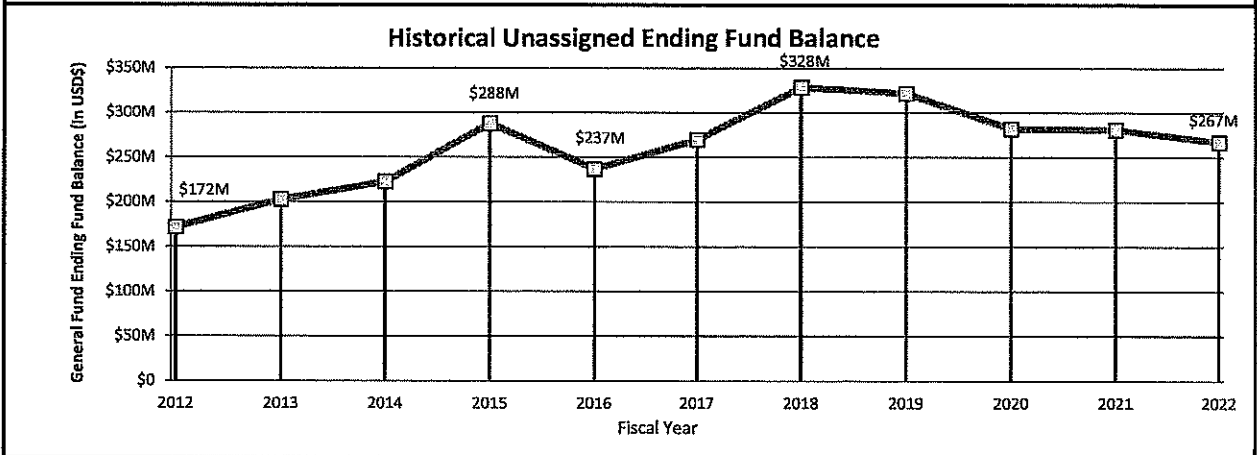
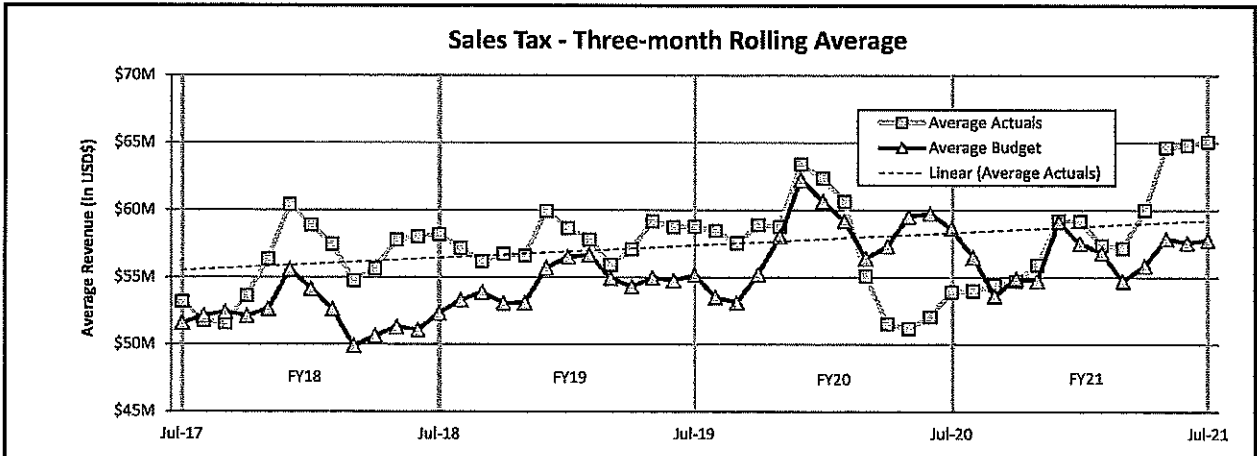
Expenditures	
Month Reported	Expenditure Detail
	Total Expenditures

\*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 August 31, 2021  
 (amounts expressed in thousands)

Actual YTD  
 Current Budget

	FY2022								
	Unaudited Preliminary FY2021	Adopted Budget	Current Budget	Controller's Projection	Finance Projection	Actual YTD	Controller - Finance Variance	Finance	Controller
<b>Revenues</b>									
General Property Taxes	1,254,016	1,230,985	1,230,985	1,230,985	1,230,985	1,345	-		
Industrial Assessments	25,435	21,813	21,813	19,902	21,813	-	(1,911)		
Sales Tax	706,829	703,000	703,000	697,904	703,000	110,807	(5,096)		
Other Taxes	14,561	15,983	15,983	15,000	15,983	-	(983)		
Electric Franchise	98,834	95,878	95,878	94,919	95,878	15,756	(959)		
Telephone Franchise	21,576	20,816	20,816	20,400	20,816	-	(416)		
Gas Franchise	13,034	13,083	13,083	12,821	13,083	2,180	(262)		
Other Franchise	20,157	19,542	19,542	19,151	19,542	88	(391)		
Licenses and Permits	31,386	31,067	31,067	30,446	31,067	5,510	(621)		
Intergovernmental	67,258	250,394	250,394	250,394	250,394	67,785	-		
Charges for Services	65,570	69,014	69,014	67,634	69,014	11,600	(1,380)		
Direct Interfund Services	59,308	61,766	61,766	61,766	61,766	9,237	-		
Indirect Interfund Services	24,688	23,118	23,118	23,118	23,118	1,282	-		
Municipal Courts Fines and Forfeits	14,994	15,090	15,090	14,788	15,090	2,583	(302)		
Other Fines and Forfeits	3,023	3,349	3,349	3,282	3,349	200	(67)		
Interest	5,133	5,511	5,511	4,600	5,511	178	(911)		
Miscellaneous/Other	12,733	11,269	11,269	11,044	11,269	1,225	(225)		
<b>Total Revenues</b>	<b>2,438,535</b>	<b>2,591,678</b>	<b>2,591,678</b>	<b>2,578,154</b>	<b>2,591,678</b>	<b>229,776</b>	<b>(13,524)</b>		
<b>Expenditures</b>									
Administration & Regulatory Affairs	26,813	30,302	30,302	30,302	30,302	2,588	-		
City Council	10,048	13,604	13,604	13,604	13,604	1,233	-		
City Secretary	760	941	941	941	941	123	-		
Controller	7,814	8,548	8,548	8,548	8,548	1,284	-		
Finance	16,214	19,014	19,014	19,014	19,014	2,307	-		
Fire	500,532	535,459	535,459	535,459	535,459	82,920	-		
General Services	41,643	41,905	41,905	41,905	41,905	3,098	-		
Housing and Community Development	498	418	418	418	418	162	-		
Houston Emergency Center	9,617	9,617	9,617	9,617	9,617	-	-		
Houston Health Department	57,217	59,869	59,869	59,869	59,869	16,977	-		
Houston Public Works	24,331	22,000	22,000	22,000	22,000	304	-		
Human Resources	2,420	3,978	3,978	3,978	3,978	861	-		
Legal	14,575	16,695	16,695	16,695	16,695	2,296	-		
Library	39,150	44,113	44,113	44,113	44,113	5,476	-		
Mayor's Office	7,286	7,576	7,576	7,576	7,576	927	-		
Municipal Courts	27,224	29,207	29,207	29,207	29,207	4,094	-		
Neighborhoods	9,919	12,330	12,330	12,330	12,330	1,560	-		
Office of Business Opportunity	3,481	3,947	3,947	3,947	3,947	759	-		
Parks and Recreation	53,978	67,260	67,260	67,260	67,260	7,825	-		
Planning and Development	3,187	3,868	3,868	3,868	3,868	478	-		
Police	922,910	955,813	955,813	955,813	955,813	145,019	-		
Solid Waste Management	87,660	89,363	89,363	89,363	89,363	9,989	-		
<b>Total Departmental Expenditures</b>	<b>1,867,277</b>	<b>1,975,825</b>	<b>1,975,825</b>	<b>1,975,825</b>	<b>1,975,825</b>	<b>290,280</b>	<b>-</b>		
General Government	182,938	218,501	218,501	218,501	218,501	33,533	-		
<b>Total Expenditures Other Than Debt</b>	<b>2,050,215</b>	<b>2,194,327</b>	<b>2,194,327</b>	<b>2,194,327</b>	<b>2,194,327</b>	<b>323,813</b>	<b>-</b>		
Captured Revenue Transfer to DDSRF	86,291	75,894	75,894	75,894	75,894	-	-		
Debt Service Transfer*	311,295	339,739	339,739	339,739	339,739	-	-		
<b>Total Expenditures and Other Uses</b>	<b>2,447,801</b>	<b>2,609,959</b>	<b>2,609,959</b>	<b>2,609,959</b>	<b>2,609,959</b>	<b>323,813</b>	<b>-</b>		
<b>Net Current Activity</b>	<b>(9,266)</b>	<b>(18,281)</b>	<b>(18,281)</b>	<b>(31,805)</b>	<b>(18,281)</b>	<b>(94,037)</b>	<b>(13,524)</b>		
<b>Other Financing Sources (Uses)</b>									
Transfers from Other Funds	6,031	6,771	6,771	6,771	6,771	322	-		
Sale of Capital Assets	2,543	3,305	3,305	3,305	3,305	428	-		
<b>Total Other Financing Sources (Uses)</b>	<b>8,574</b>	<b>10,076</b>	<b>10,076</b>	<b>10,076</b>	<b>10,076</b>	<b>751</b>	<b>-</b>		
<b>Fund Balances</b>									
Fund Balance - Beginning of Year	282,068	281,126	281,126	281,126	281,126	281,126	-		
Changes to Designated Fund Balance**	-	(5,792)	(5,792)	(5,792)	(5,792)	-	-		
Budgeted Increase/(Decrease) in Fund Balance	(692)	(8,205)	(8,205)	(8,205)	(8,205)	(93,286)	-		
Change in Inventory/Prepaid Items/Imprest Cash	(250)	-	-	-	-	-	-		
(Budgeted Gap)/Increase in Fund Balance***	-	-	-	(13,524)	-	-	(13,524)		
<b>Fund Balance, End of Year****</b>	<b>281,126</b>	<b>267,129</b>	<b>267,129</b>	<b>253,605</b>	<b>267,129</b>	<b>187,840</b>	<b>(13,524)</b>		

\*Includes debt prepayment from Building Inspection Fund.

\*\*The total designation for the Budget Stabilization Fund is approximately \$22 million. In FY2020, \$5 million was transferred to the COVID-19 Disaster Fund (Fund 5306) and in FY2021, \$10 million was transferred to the Disaster Recovery Fund (Fund 5303) for Winter Storm Uri. In FY2022, the Budget Stabilization Fund will be fully replenished.

\*\*\*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 \$164,574 based on current projections. The City will be \$89,030 above 7.5% based on the Controller's Projections for FY2022.

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

Total may reflect slight variances due to rounding.



## Fund Summary - Other Funds

For the period ended August 31, 2021

(amounts expressed in thousands)

	Beginning of FY2022 Fund Balance	Revenues*				Controller's Projection	Finance Projection	Finance	Controller
		Unaudited Preliminary FY2021	FY2022 Current Budget	FY2022 Actual YTD					
<b>Enterprise</b>									
Aviation		333,012	436,241	82,327		436,241	436,241	✓	✓
Convention and Entertainment Facilities		42,205	66,073	18,087		66,073	66,073	✓	✓
Combined Utility System		1,181,723	1,232,266	203,320		1,232,266	1,232,266	✓	✓
DDSRF-Ad Valorem**	82,799	135,343	76,394	98		76,394	76,394	✓	✓
DDSRF-Drainage Charge**	73,953	119,366	112,997	25,365		112,997	112,997	✓	✓
DDSRF-Metro ET AL**	1,980	69,108	84,949	259		84,949	84,949	✓	✓
Storm Water**	7,263	63,829	68,329	4,834		68,329	68,329	✓	✓
<b>Risk Management</b>									
Health Benefits	25,921	387,850	415,208	66,252		415,208	415,208	✓	✓
Long-Term Disability	1,582	196	783	176		783	783	✓	✓
Property and Casualty	2	33,761	53,738	495		53,738	53,738	✓	✓
Worker's Compensation	21	30,778	39,267	4,823		39,267	39,267	✓	✓
<b>Special Revenue</b>									
Asset Forfeiture Fund	3,779	3,239	2,032	300		2,032	2,032	✓	✓
Auto Dealers Special Revenue Fund	1,654	8,193	7,690	1,138		7,690	7,690	✓	✓
BARC Special Revenue Fund	2,174	10,994	11,994	196		11,994	11,994	✓	✓
Bayou Greenway 2020 Fund	1,334	1,244	1,019	162		1,019	1,019	✓	✓
Building Inspection Special Fund	22,728	81,388	84,365	15,494		84,365	84,365	✓	✓
Cable Television Special Fund	5,192	4,383	4,543	8		4,543	4,543	✓	✓
Child Safety Fund	526	3,487	3,460	298		3,460	3,460	✓	✓
Contractors Responsibility Fund	1,933	705	653	183		653	653	✓	✓
Essential Public Health Services Fund	21,259	26,066	23,731	21,645		23,731	23,731	✓	✓
Forensic Transition Special Fund	21	672	731	57		731	731	✓	✓
Health Special Revenue Fund	4,843	5,201	5,439	995		5,439	5,439	✓	✓
Historic Preservation Fund	1,763	79	120	19		120	120	✓	✓
Houston Emergency Center Fund	4,985	26,292	27,375	(10)		27,375	27,375	✓	✓
Houston Transtar Center Fund	3,833	3,136	3,011	4		3,011	3,011	✓	✓
Laboratory Operations & Maintenance Fund	280	436	491	66		491	491	✓	✓
Local Truancy Prevention & Diversion Fund	775	597	598	111		598	598	✓	✓
Maintenance Renewal & Replacement Fund	3,468	15,088	31,631	7		31,631	31,631	✓	✓
Municipal Court Building Security Fund	303	523	538	101		538	538	✓	✓
Municipal Court Technology Fee Fund	1,852	786	794	90		794	794	✓	✓
Municipal Jury Fund	11	9	10	2		10	10	✓	✓
Parks Golf Special Fund	1,411	6,855	7,046	1,393		7,046	7,046	✓	✓
ParkHouston Special Revenue Fund	2,115	15,645	17,358	2,119		17,358	17,358	✓	✓
Parks Special Revenue Fund	1,447	1,616	2,886	424		2,886	2,886	✓	✓
Planning & Development Special Rev. Fund	7,014	8,851	8,149	1,706		8,149	8,149	✓	✓
Police Special Services Fund	10,643	10,303	7,875	239		7,875	7,875	✓	✓
Recycling Revenue Fund	1,257	4,219	4,276	51		4,276	4,276	✓	✓
Special Waste Transportation & Inspection Fund	1,836	4,543	4,552	480		4,552	4,552	✓	✓
Swimming Pool Safety Fund	1,154	1,461	1,376	285		1,376	1,376	✓	✓
Tourism Promotion Special Revenue Fund	3,578	9,719	14,370	9		14,370	14,370	✓	✓

\* 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 August 31, 2021

(amounts expressed in thousands)

	Expenditures*					Net Current Activity (Proj.)	End of FY2022 Fund Balance (Proj.)	Finance	Controller
	Unaudited Preliminary FY2021	FY2022 Current Budget	FY2022 Actual YTD	Controller's Projection	Finance Projection				
<b>Enterprise</b>									
Aviation	290,238	436,241	44,442	436,241	436,241	-		✓	✓
Convention and Entertainment Facilities	41,888	85,912	18,095	85,912	85,912	(19,838)		✓	✓
Combined Utility System	1,161,677	1,305,762	127,880	1,305,762	1,305,762	(73,496)		✓	✓
DDSRF-Ad Valorem**	52,544	105,830	3,209	105,830	105,830	(29,436)	53,363	✓	✓
DDSRF-Drainage Charge**	139,401	120,999	11,350	120,999	120,999	(8,002)	65,951	✓	✓
DDSRF-Metro ET AL**	67,128	83,187	8,276	83,187	83,187	1,762	3,742	✓	✓
Storm Water**	59,381	74,994	5,018	74,994	74,994	(6,665)	598	✓	✓
<b>Risk Management</b>									
Health Benefits	400,976	414,810	70,922	414,810	414,810	398	26,319	✓	✓
Long-Term Disability	1,040	1,468	144	1,468	1,468	(685)	897	✓	✓
Property and Casualty	33,836	53,738	2,440	53,738	53,738	-	2	✓	✓
Worker's Compensation	30,757	39,267	3,193	39,267	39,267	-	-	✓	✓
<b>Special Revenue</b>									
Asset Forfeiture Fund	6,834	4,950	694	4,950	4,950	(2,920)	862	✓	✓
Auto Dealers Special Revenue Fund	8,285	8,723	1,634	8,723	8,723	(1,033)	621	✓	✓
BARC Special Revenue Fund	11,504	13,685	1,741	13,685	13,685	(1,691)	483	✓	✓
Bayou Greenway 2020 Fund	1,074	1,219	191	1,219	1,219	(200)	1,134	✓	✓
Building Inspection Special Fund	93,683	103,047	11,955	103,047	103,047	(18,682)	4,046	✓	✓
Cable Television Special Fund	3,827	4,455	311	4,455	4,455	88	5,280	✓	✓
Child Safety Fund	2,974	3,460	-	3,460	3,460	-	526	✓	✓
Contractors Responsibility Fund	1,068	1,254	28	1,254	1,254	(601)	1,332	✓	✓
Essential Public Health Services Fund	11,406	18,322	1,744	18,322	18,322	5,409	26,668	✓	✓
Forensic Transition Special Fund	674	731	118	731	731	-	21	✓	✓
Health Special Revenue Fund	5,335	8,270	791	8,270	8,270	(2,831)	2,012	✓	✓
Historic Preservation Fund	157	529	2	529	529	(409)	1,354	✓	✓
Houston Emergency Center Fund	26,288	29,901	3,358	29,901	29,901	(2,526)	2,459	✓	✓
Houston Transtar Center Fund	2,483	3,246	245	3,246	3,246	(235)	3,598	✓	✓
Laboratory Operations & Maintenance Fund	378	567	93	567	567	(76)	204	✓	✓
Local Truancy Prevention & Diversion Fund	779	872	107	872	872	(274)	501	✓	✓
Maintenance Renewal & Replacement Fund	24,683	27,616	1,401	27,616	27,616	4,015	7,483	✓	✓
Municipal Court Building Security Fund	410	666	25	666	666	(128)	175	✓	✓
Municipal Court Technology Fee Fund	1,095	1,289	45	1,289	1,289	(495)	1,357	✓	✓
Municipal Jury Fund	-	-	-	-	-	10	21	✓	✓
Parks Golf Special Fund	5,664	7,139	1,246	7,139	7,139	(93)	1,318	✓	✓
ParkHouston Special Revenue Fund	14,014	17,881	1,372	17,881	17,881	(523)	1,592	✓	✓
Parks Special Revenue Fund	1,501	3,026	297	3,026	3,026	(140)	1,307	✓	✓
Planning & Development Special Rev. Fund	8,443	13,511	1,018	13,511	13,511	(5,362)	1,652	✓	✓
Police Special Services Fund	5,576	10,683	2,569	12,783	12,783	(4,908)	5,735	✓	✓
Recycling Revenue Fund	3,950	3,986	136	3,986	3,986	290	1,547	✓	✓
Special Waste Transportation & Inspection Fund	4,598	5,986	849	5,986	5,986	(1,434)	402	✓	✓
Swimming Pool Safety Fund	1,249	1,936	160	1,936	1,936	(560)	594	✓	✓
Tourism Promotion Special Revenue Fund	9,671	14,640	550	14,640	14,640	(270)	3,308	✓	✓

\* 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 August 31, 2021**  
**(amounts expressed in millions)**

COMMERCIAL PAPER	Draws FY22	Draws Month	Refunded FY22	Amount Available to be Drawn	Amount Outstanding
<b>General Obligation</b>					
<i><b>Voter Authorized 2001; 2006; 2012 and 2017 Elections</b></i>					
Series G-1	0.00	0.00	0.00	75.00	0.00
Series G-2	0.00	0.00	68.00	125.00	0.00
Series H-2	15.00	15.00	76.00	90.00	10.00
Series J	0.00	0.00	0.00	125.00	0.00
<i><b>Non-Voter Authorized</b></i>					
Series E1-Equipment & Capital	5.00	5.00	63.00	100.00	0.00
Series E2- Equipment & Capital	0.00	0.00	15.00	37.40	32.60
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
<b>Total General Obligation</b>	<b>20.00</b>	<b>20.00</b>	<b>222.00</b>	<b>882.40</b>	<b>42.60</b>
<b>Combined Utility System</b>					
Series B-1	0.00	0.00	0.00	100.00	0.00
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	0.00	0.00	0.00	100.00	0.00
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
<b>Total Combined Utility System</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>700.00</b>	<b>0.00</b>
<b>Airport System</b>					
Series A&B	20.00	0.00	0.00	310.00	40.00
<b>Total Airport System</b>	<b>20.00</b>	<b>0.00</b>	<b>0.00</b>	<b>310.00</b>	<b>40.00</b>
<b>Convention &amp; Entertainment</b>					
Series A	0.00	0.00	0.00	49.00	26.00
Series B	0.00	0.00	0.00	49.00	1.00
<b>Total Convention and Entertainment</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>98.00</b>	<b>27.00</b>
<b>Totals</b>	<b>\$40.00</b>	<b>\$20.00</b>	<b>\$222.00</b>	<b>\$1,990.40</b>	<b>\$109.60</b>

**City of Houston, Texas**  
**Total Outstanding Debt**  
**For the period end August 31, 2021**  
**(amounts expressed in thousands)**

	August 31, 2021	August 31, 2020
<b>Payable from Ad Valorem Taxes</b>		
Public Improvement Bonds <sup>(a)</sup>	1,781,900	1,888,435
Commercial Paper Notes <sup>(b)</sup>	42,600	131,900
Pension Obligations	1,497,630	1,523,220
Certificates of Obligations	11,085	12,340
<b>Subtotal</b>	<b>3,333,215</b>	<b>3,555,895</b>
<b>Payable from Sources Other Than Ad Valorem Taxes</b>		
<b>Combined Utility System</b>		
Combined Utility System Revenue Bonds	6,441,895	6,410,875
Combined Utility System Commercial Paper Notes <sup>(c)</sup>	0	60,000
Water and Sewer System Revenue Bonds <sup>(d)</sup>	152,627	166,669
Contract Revenue Obligations - CWA	52,995	56,955
Combined Utility System Subordinate Lien	457,590	430,805
<b>Airport System</b>		
Airport System Subordinate Lien	2,133,665	1,766,250
Airport System Sr. Lien Commercial Paper Notes <sup>(e)</sup>	40,000	150,970
Airport Special Facilities Revenue Bonds <sup>(f)</sup>	1,172,125	924,460
<b>Hotel Occupancy Tax and Civic Parking</b>		
Facilities Revenue Bonds <sup>(g)</sup>	573,530	614,824
Hotel Occupancy Tax And Parking Revenue		
Flexible Rate Notes, Series A&B <sup>(h)</sup>	27,000	21,000
<b>Subtotal</b>	<b>11,051,427</b>	<b>10,602,808</b>
<b>Total Debt Payable by the City</b>	<b>\$14,384,642</b>	<b>\$14,158,703</b>

- (a) In November 2001, voters authorized \$776 million in tax bonds. In November 2006, voters authorized \$625 million in tax bonds. In November 2012, voters authorized \$410 million in tax bonds. In November 2017, voters authorized \$495 million in tax bonds.
- (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) As of August 31, 2021, total outstanding includes \$109.334 million accreted value of capital appreciation bonds.
- (e) The City authorized the increase of Airport Senior Lien Commercial Paper Notes Series A&B from \$150 million to \$350 million. In May 2016, the Airport Inferior Lien appropriation facilities was also increased from \$225 million to \$450 million.
- (f) The City of Houston is not legally obligated for payment of the debt service for the Special Facilitated Revenue Bonds. All Special Facility Revenue Bonds are secured solely from Special Facility Lease Revenues.
- (g) As of August 31, 2021, total outstanding includes \$171.324 million accreted value of capital appreciation bonds.
- (h) The City authorized \$75 million of Subordinate Lien Hotel Occupancy Tax and Parking Revenue Flexible Rate Notes, Series A in October 2017, and authorized \$50 million of Subordinate Lien Hotel Occupancy Tax and Parking Revenue Flexible Rate Notes, Series B in May 2019.

**City of Houston, Texas**  
**Voter-Authorized Obligations**  
**For the period end August 31, 2021**  
**(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 <sup>(a)</sup></u>	<u>Commercial Paper Notes Approved by City Council but Unissued</u>	<u>All Voter Authorized but Unissued</u>
<b>November 2001 Election</b>					
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 <sup>(b)</sup>	80,000	80,000	80,000	-	-
Public Libraries	40,000	40,000	40,000	-	-
Low Income Housing	20,000	20,000	20,000	-	-
<b>Total</b>	<b>776,000</b>	<b>776,000</b>	<b>773,300</b>	<b>2,700</b>	<b>2,700</b>
<b>November 2006 Election</b>					
Streets, Bridges, Traffic Control	\$ 320,000	\$ 219,950	\$ 78,565	\$ 141,385	\$ 241,435
Parks and Recreation	55,000	55,000	55,000	-	-
Public Safety	135,000	135,000	135,000	-	-
Permanent and General Improvements <sup>(b)</sup>	60,000	60,000	60,000	-	-
Public Libraries	37,000	37,000	37,000	-	-
Low Income Housing	18,000	18,000	7,531	\$ 10,469	\$ 10,469
<b>Total</b>	<b>\$ 625,000</b>	<b>\$ 524,950</b>	<b>\$ 373,096</b>	<b>\$ 151,854</b>	<b>\$ 251,904</b>
<b>November 2012 Election</b>					
Streets, Bridges, Traffic Control	\$ -	\$ -	\$ -	\$ -	\$ -
Parks and Recreation	166,000	166,000	133,311	32,689	32,689
Public Safety	144,000	144,000	133,560	10,440	10,440
Permanent and General Improvements <sup>(b)</sup>	57,000	57,000	41,974	15,026	15,026
Public Libraries	28,000	28,000	28,000	0	0
Low Income Housing	15,000	7,068	3,708	3,360	11,292
<b>Total</b>	<b>\$ 410,000</b>	<b>\$ 402,068</b>	<b>\$ 340,553</b>	<b>\$ 61,515</b>	<b>\$ 69,447</b>
<b>November 2017 Election</b>					
Streets, Bridges, Traffic Control	\$ -	-	\$ -	\$ -	\$ -
Parks and Recreation	104,000	47,457	-	47,457	104,000
Public Safety	159,000	108,299	-	108,299	159,000
Permanent and General Improvements <sup>(b)</sup>	109,000	79,021	17,565	61,456	91,435
Public Libraries	123,000	48,082	14,773	33,309	108,227
Low Income Housing	-	-	-	-	\$ -
<b>Total</b>	<b>\$ 495,000</b>	<b>\$ 282,859</b>	<b>\$ 32,338</b>	<b>\$ 250,521</b>	<b>\$ 462,662</b>
<b>Combined Total (2001, 2006, 2012 and 2017 Elections)</b>	<b>\$ 2,306,000</b>	<b>\$ 1,985,877</b>	<b>\$ 1,519,287</b>	<b>\$ 466,590</b>	<b>\$ 786,713</b>

(a) As of August 31, 2021

(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 - Drainage Charge Fund (2310)**

The Dedicated Drainage & Street Renewal Fund (DDSRF) funds group provides a dedicated, pay-as-you-go fund for enhancement, improvement and ongoing renewal of Houston's drainage and streets, as well as traffic control operations. This fund is funded by the Drainage Fee and is administered by the Houston Public Works Department. The DDSRF funds group is not technically an enterprise fund but is grouped with the Combined Utility System for clarity.

#### **Dedicated Drainage & Street Renewal Fund - Ad Valorem Tax Fund (2311)**

Prior to FY2021, this fund was a part of DDSRF Fund 2310. The DDSRF funds group provides a dedicated, pay-as-you-go fund for enhancement, improvement and ongoing renewal of Houston's drainage and streets, as well as traffic control operations. This fund is funded by Ad Valorem Tax and is administered by the Houston Public Works Department. The DDSRF funds group is not technically an enterprise fund but is grouped with the Combined Utility System for clarity.

#### **Dedicated Drainage & Street Renewal Fund - Metro ET AL Fund (2312)**

Prior to FY2021, this fund was a part of DDSRF Fund 2310. The DDSRF funds group provides a dedicated, pay-as-you-go fund for enhancement, improvement and ongoing renewal of Houston's drainage and streets, as well as traffic control operations. This fund is primarily funded by reimbursements under the Metro General Mobility Program and is administered by the Houston Public Works Department. The DDSRF funds group 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.

**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.

**Local Truancy Prevention and Diversion Fund (2211)**

This fund was formerly named the "Juvenile Case Manager Fee Fund" created in FY2009 and administered by the Municipal Courts Department (MCD). The name changed occurred in January of FY2020 and continues to be administered by MCD. The fund includes expenditures for the salary, benefits, and operational costs related to the staff. Revenue is generated from the funds portion of the local consolidated fee dictated by section 134.103 of the Texas Local Government Code. The mission of the 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 the students and families, and to limit a juvenile's exposure to the criminal justice system.

**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 FY 1997 and is administered by the Municipal Courts Department. The fund includes all security related contractual expenditures and additional security enhancements for the courts. Revenue is generated from the funds portion of the local consolidated fee dictated by section 134.103 of the Texas Local Government Code. 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, procedure, and personnel are present at all court facilities.

**Municipal Jury Fund (2215)**

The fund was created in January of FY2020 and is administered by the Municipal Courts Department. Revenue is generated from the funds portion of the local consolidated fee dictated by section 134.103 of the Texas Local Government Code. Funds shall only be used to fund juror reimbursements and otherwise finance jury services.

**Municipal Court Technology Fee Fund (2207)**

This fund was established in FY 2001 and is administered by the Municipal Courts Department. Revenue is generated from the funds portion of the local consolidated fee dictated by section 134.103 of the Texas Local Government Code. The purpose of the fund is to finance technological enhancements for the Municipal Courts and maintain systems to operate in an efficient manner.

**ParkHouston Special Revenue Fund (8700)**

This Fund was formerly named the "Parking Management Fund". 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 Transportation and Inspection 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.

