



Extraordinary Taste

A delicious example of folk art in Houston's East End, the Orange Show is the late artist Jefferson Davis McKissack's monument to the wonder of everyday life. Built single-handedly over a 23-year period, the 3,000 square-foot edifice is constructed of concrete, brick, steel and found objects and includes an oasis, a wishing well, a pond, and a stage. The appeal of the Orange Show is in its details; it is revealed uniquely to every observer.

Photo courtesy of: The Orange Show

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Statistical Section

The statistical section sets forth relevant financial and non-financial data depicting the City's historical trends on a multi-year basis and other significant information.

CITY OF HOUSTON, TEXAS
GENERAL REVENUES BY SOURCE⁽¹⁾
Last Ten Fiscal Years
(amounts expressed in thousands)

Fiscal Year	General Property Taxes	City Sales Tax	Other Taxes	Licenses and Permits	Charges for Services
1993	\$ 402,945	\$ 213,165	\$ 117,850	\$ 9,736	\$ 62,619
%	46.01	24.34	13.46	1.11	7.15
1994	\$ 412,870	\$ 226,361	\$ 125,440	\$ 10,697	\$ 86,314
%	44.70	24.51	13.58	1.16	9.35
1995	\$ 433,863	\$ 236,879	\$ 127,780	\$ 12,269	\$ 94,552
%	44.45	24.27	13.09	1.26	9.69
1996	\$ 442,833	\$ 247,915	\$ 129,606	\$ 13,236	\$ 97,736
%	43.83	24.54	12.83	1.31	9.67
1997	\$ 447,238	\$ 262,149	\$ 146,418	\$ 13,585	\$ 100,841
%	42.64	24.99	13.96	1.30	9.61
1998	\$ 470,389	\$ 291,899	\$ 155,205	\$ 13,282	\$ 108,280
%	42.07	26.11	13.88	1.19	9.68
1999	\$ 503,925	\$ 305,472	\$ 164,146	\$ 13,653	\$ 99,068
%	43.21	26.19	14.07	1.17	8.49
2000	\$ 542,777	\$ 313,864	\$ 171,703	\$ 13,126	\$ 98,465
%	44.81	25.91	14.17	1.08	8.13
2001	\$ 572,432	\$ 329,705	\$ 200,040	\$ 12,581	\$ 104,360
%	44.54	25.66	15.57	0.98	8.12
2002	\$ 623,101	\$ 341,952	\$ 198,767	\$ 12,559	\$ 119,760
%	45.56	25.00	14.53	0.92	8.76

(1) Includes the General Fund only.

Fines, Forfeits, Penalties	Interest	Inter- government	Other	Total
\$ 34,089 3.89	\$ 14,909 1.70	\$ 4,726 0.54	\$ 15,786 1.80	\$ 875,825 100.00
\$ 35,054 3.80	\$ 6,569 0.71	\$ 4,777 0.52	\$ 15,532 1.68	\$ 923,614 100.00
\$ 36,699 3.76	\$ 9,602 0.98	\$ 4,568 0.47	\$ 19,899 2.04	\$ 976,111 100.00
\$ 39,946 3.95	\$ 11,090 1.10	\$ 12,349 1.22	\$ 15,613 1.55	\$ 1,010,324 100.00
\$ 43,449 4.14	\$ 9,537 0.91	\$ 12,358 1.18	\$ 13,304 1.27	\$ 1,048,879 100.00
\$ 48,181 4.31	\$ 8,783 0.79	\$ 12,462 1.11	\$ 9,673 0.87	\$ 1,118,154 100.00
\$ 53,320 4.57	\$ 8,594 0.74	\$ 7,223 0.62	\$ 10,935 0.94	\$ 1,166,336 100.00
\$ 43,977 3.63	\$ 8,202 0.68	\$ 8,040 0.66	\$ 11,246 0.93	\$ 1,211,400 100.00
\$ 43,035 3.35	\$ 11,548 0.90	\$ 698 0.05	\$ 10,691 0.83	\$ 1,285,090 100.00
\$ 37,587 2.75	\$ 8,775 0.64	\$ 12,263 0.90	\$ 12,812 0.94	\$ 1,367,576 100.00

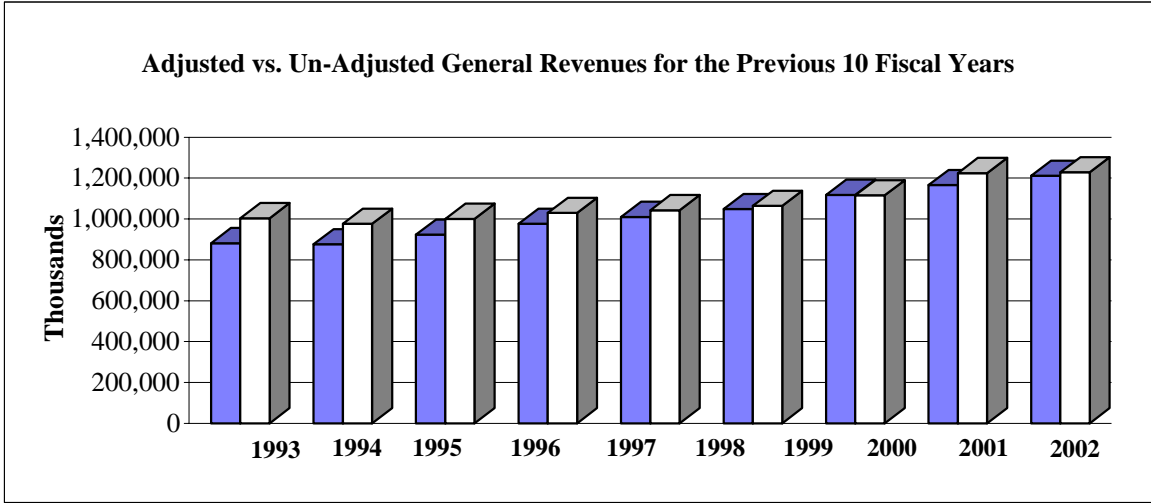
CITY OF HOUSTON, TEXAS
GENERAL EXPENDITURES BY FUNCTION⁽¹⁾
Last Ten Fiscal years
(amounts expressed in thousands)

Fiscal Year	General Government	Public Safety	Public Works and Solid Waste Management	Health Department	Parks and Recreation Department
1993	\$ 98,529	\$ 459,641	\$ 104,021	\$ 46,867	\$ 33,525
%	10.39	48.46	10.97	4.94	3.53
1994	\$ 88,290	\$ 490,377	\$ 105,685	\$ 48,668	\$ 40,776
%	8.77	48.72	10.50	4.83	4.05
1995	\$ 83,129	\$ 514,862	\$ 113,895	\$ 50,496	\$ 46,420
%	7.91	48.99	10.84	4.80	4.42
1996	\$ 85,893	\$ 536,146	\$ 108,711	\$ 52,243	\$ 45,314
%	7.92	49.46	10.03	4.82	4.18
1997	\$ 89,616	\$ 557,657	\$ 112,282	\$ 53,468	\$ 47,339
%	7.83	48.75	9.81	4.67	4.14
1998	\$ 92,440	\$ 594,771	\$ 117,382	\$ 54,228	\$ 49,356
%	7.58	48.79	9.63	4.45	4.05
1999	\$ 88,376	\$ 631,212	\$ 121,132	\$ 55,201	\$ 50,157
%	7.11	50.77	9.74	4.44	4.03
2000	\$ 94,506	\$ 656,846	\$ 125,184	\$ 56,547	\$ 53,932
%	7.25	50.39	9.60	4.34	4.14
2001	\$ 93,754	\$ 652,764	\$ 148,598	\$ 55,793	\$ 55,196
%	6.93	48.26	10.99	4.13	4.08
2002	\$ 108,691	\$ 715,329	\$ 191,031	\$ 55,077	\$ 55,999
%	7.42	48.80	13.03	3.76	3.82

(1) Includes the General Fund plus Debt Service Fund.

<u>Library</u>	<u>Retiree Benefits</u>	<u>Equipment Acquisition</u>	<u>Debt Service</u>	<u>Miscellaneous</u>	<u>Total</u>
\$ 21,881 2.31	\$ 9,543 1.01	\$ 36,951 3.90	\$ 122,497 12.91	\$ 15,056 1.59	\$ 948,511 100.00
\$ 23,558 2.34	\$ 9,090 0.90	\$ 40,752 4.05	\$ 139,705 13.88	\$ 19,681 1.96	\$ 1,006,582 100.00
\$ 24,799 2.36	\$ 6,929 0.66	\$ 34,981 3.33	\$ 149,420 14.22	\$ 26,101 2.48	\$ 1,051,032 100.00
\$ 27,495 2.54	\$ 9,067 0.84	\$ 38,044 3.51	\$ 161,995 14.95	\$ 19,000 1.75	\$ 1,083,908 100.00
\$ 27,983 2.45	\$ 8,720 0.76	\$ 39,977 3.49	\$ 182,283 15.93	\$ 24,698 2.16	\$ 1,144,023 100.00
\$ 31,057 2.55	\$ 9,133 0.75	\$ 64,981 5.33	\$ 178,900 14.67	\$ 26,901 2.21	\$ 1,219,149 100.00
\$ 33,823 2.72	\$ 8,941 0.72	\$ 35,488 2.85	\$ 184,173 14.81	\$ 34,811 2.80	\$ 1,243,314 100.00
\$ 35,758 2.74	\$ 9,597 0.74	\$ 41,008 3.15	\$ 198,656 15.24	\$ 31,531 2.42	\$ 1,303,565 100.00
\$ 36,240 2.68	\$ 11,675 0.86	\$ 50,299 3.72	\$ 212,066 15.68	\$ 36,079 2.67	\$ 1,352,464 100.00
\$ 35,264 2.41	\$ 17,787 1.21	\$ 43,750 2.98	\$ 203,142 13.86	\$ 39,658 2.71	\$ 1,465,728 100.00

CITY OF HOUSTON, TEXAS

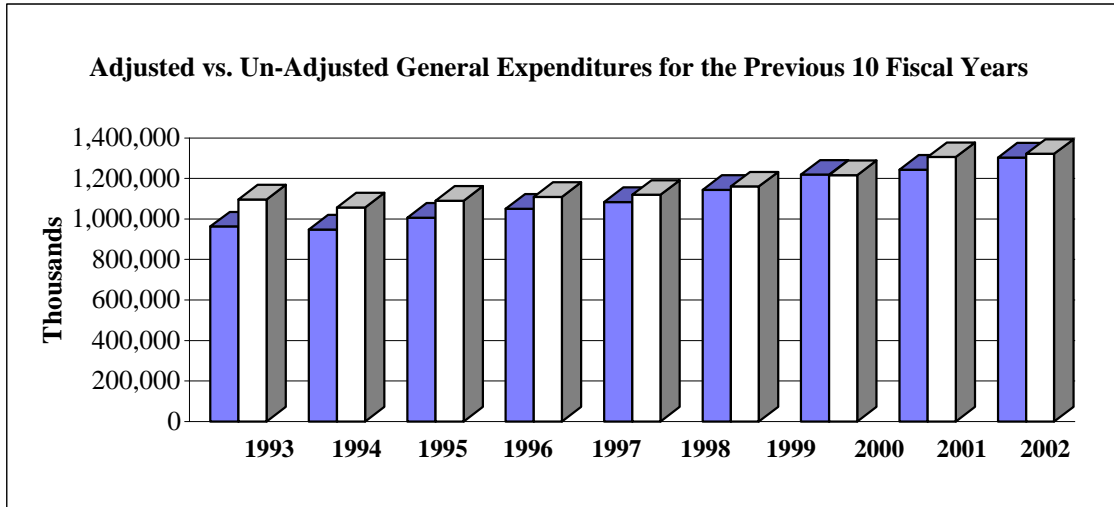


Represents actual dollars

Represents adjusted dollars

Both revenues and expenses are adjusted by the U.S. State & Local Government Expenditures Implicit Deflator, which is derived from the overall GDP (Gross domestic Product) Implicit Deflator. FY02 is the base year. The factors used to divide into the actual (nominal) values are as follows: FY93 = 0.88, FY94 = 0.90, FY95 = 0.92, FY96 = .95, FY97 = .97, FY98 = .99, FY99 = 1.00, FY00 = .95 and FY01= .99.

CITY OF HOUSTON, TEXAS



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CITY OF HOUSTON, TEXAS
PROPERTY TAX LEVIES AND COLLECTIONS
Last Ten Fiscal Years
(amounts expressed in thousands)

Fiscal Year	Tax Year	Total Tax Levy	Net Tax Levy	Current Tax Collections (a)	Percent of Current Tax Collected
1993	1992	\$ 435,855	\$ 397,505	\$ 380,185	87.23%
1994	1993	\$ 439,262	\$ 399,530	\$ 385,954	87.86%
1995	1994	\$ 466,909	\$ 423,165	\$ 409,561	87.72%
1996	1995	\$ 476,909	\$ 430,825	\$ 417,170	87.47%
1997	1996	\$ 485,606	\$ 437,589	\$ 425,536	87.63%
1998	1997	\$ 513,643	\$ 461,904	\$ 448,279	87.27%
1999	1998	\$ 548,622	\$ 493,913	\$ 479,856	87.47%
2000	1999	\$ 594,899	\$ 536,599	\$ 522,302	87.80%
2001	2000	\$ 642,834	\$ 574,325	\$ 574,325	89.34%
2002	2001	\$ 702,547	\$ 625,283	\$ 608,337	86.59%

(a) These figures represent collections as of June 30 of each year. Tax delinquency date ordinarily is February 1 of the year following the Tax Year, but such date will be postponed for taxpayers whose tax bills are mailed by the City after January 10 of the year following the Tax Year.

Prior Years Delinquent Tax Collections	Total Tax Collections	Ratio of Total Tax Collections to Current Tax Levy	Outstanding Delinquent Taxes by Tax Year	Ratio of Delinquent Taxes to Current Tax Levy
\$ 16,333	\$ 396,518	99.8%	\$ 4,621	1.2%
\$ 19,710	\$ 405,664	101.5%	\$ 4,875	1.2%
\$ 18,243	\$ 427,804	101.1%	\$ 5,286	1.2%
\$ 17,585	\$ 434,755	100.9%	\$ 6,019	1.4%
\$ 15,726	\$ 441,262	100.8%	\$ 7,717	1.8%
\$ 14,250	\$ 462,530	100.1%	\$ 11,609	2.5%
\$ 18,950	\$ 627,287	127.0%	\$ 27,708	5.6%
\$ 15,302	\$ 537,604	100.2%	\$ 26,728	5.0%
\$ 17,315	\$ 575,508	100.2%	\$ 27,544	4.8%
\$ 18,950	\$ 627,287	100.3%	\$ 27,708	4.4%

CITY OF HOUSTON, TEXAS
TAXABLE VALUES AND TAX LEVIES
Last Ten Fiscal Years
(amounts expressed in thousands)

Fiscal Year	Tax Year	Real Property	Personal Property	Taxable Value (b)
1993	1992	\$ 48,040,440	\$ 15,491,705	\$ 63,532,145
1994	1993	\$ 48,447,953	\$ 15,522,639	\$ 63,970,592
1995	1994	\$ 48,367,126	\$ 15,545,980	\$ 63,913,106
1996	1995	\$ 48,972,216	\$ 16,113,132	\$ 65,085,348
1997	1996	\$ 49,228,191	\$ 16,747,637	\$ 65,975,828
1998	1997	\$ 52,201,769	\$ 17,257,527	\$ 69,459,296
1999	1998	\$ 56,101,316	\$ 18,171,308	\$ 74,272,625
2000	1999	\$ 61,997,865	\$ 18,693,686	\$ 80,691,551
2001	2000	\$ 69,004,424	\$ 18,678,764	\$ 87,683,188
2002	2001	\$ 75,855,543	\$ 19,607,584	\$ 95,463,127

(a) The Texas Constitution limits the maximum ad valorem tax rate to \$2.50 per \$100 of assessed valuation for home rule cities such as the City. A voter-approved 1982 amendment to the City's home-rule charter (the "Charter") limits the tax rate for general purposes to \$0.50 per \$100 of assessed valuation, but that Charter limitation does not apply to taxes levied to pay debt service on the Tax Bonds, Tax Certificates, Commercial Paper Notes and Assumed Bonds. The \$0.50 general purpose tax limit can be changed only by amending the Charter at an election (held no more than once every two years) or by State law. The most recent Charter election held in November 1999 did not include a proposition to amend the City's general purpose tax limit.

(b) These amounts do not include revenue from certain property within Industrial Districts created by the City or revenues received from similar agreements with property owners outside of the City's corporate limits. Industrial Districts have a term from seven to ten years and allow property owners to make payments to the City in lieu of paying ad valorem taxes. Similarly, certain other property owners outside of the City's corporate limits have contracted with the City to pay a certain sum in consideration for the City agreeing not to annex their property. These payments are structured like Industrial District payments, but with a minimum payment, by each property owner.

Tax Rate (a)			
General Purpose	Debt Service	Total	Levy
0.48868	0.14132	0.63000	\$ 405,476
0.49306	0.13694	0.63000	\$ 427,806
0.49273	0.17227	0.66500	\$ 424,287
0.48733	0.17767	0.66500	\$ 436,773
0.47911	0.18589	0.66500	\$ 437,589
0.47998	0.18502	0.66500	\$ 461,904
0.46070	0.20430	0.66500	\$ 493,913
0.46973	0.19527	0.66500	\$ 536,599
0.46682	0.18818	0.65500	\$ 574,325
0.47601	0.17899	0.65500	\$ 625,283

CITY OF HOUSTON, TEXAS
PROPERTY TAX RATES – ALL DIRECT AND OVERLAPPING GOVERNMENTS^(B)
Last Ten Fiscal Years

Purpose	2002	2001	2000	1999	1998
City of Houston ^(A)	0.655	0.655	0.665	0.665	0.665
Aldine I.S.D.	1.25	1.519	1.519	1.515	1.51
Alief I.S.D.	1.675	1.64	1.64	1.6995	1.6995
Clear Creek I.S.D.	1.725	1.70084	1.70084	1.64152	1.64152
Clear Lake City Water Authority ^(A)	0.33	0.33	0.33	0.33	0.32
Conroe I.S.D.	0.2025	1.7025	1.7025	1.6905	1.7505
Crosby I.S.D.	1.67	1.68	1.68	1.68	1.68
Cypress-Fairbanks I.S.D.	1.709	1.709	1.709	1.77	1.77
Deer Park I.S.D.	1.6898	1.69	1.67	1.58	1.58
Fort Bend County ^(A)	0.5641	0.6041	0.6241	0.6241	0.6291
Galena Park I.S.D.	1.68352	1.68352	1.68352	1.6768	1.6768
Harris County ^{(A)(C)}	0.6692	0.64173	0.64173	0.64173	0.64173
Houston I.S.D.	1.58	1.519	1.459	1.459	1.384
Huffman I.S.D.	1.68	1.74	1.74	1.88	1.88
Humble I.S.D.	1.74	1.68	1.68	1.66	1.81
Katy I.S.D.	1.92	1.8675	1.695	1.83	1.83
Klein I.S.D.	1.72	1.67	1.67	1.78	1.78
Montgomery County	0.471	0.04747	0.4747	0.4747	0.4897
New Caney I.S.D.	1.6554	1.7696	1.69	1.83	1.83
North Forest I.S.D.	1.7444	1.744	1.6423	1.7923	1.7923
North Harris County Jr. College District ^(A)	0.11	0.11	0.1174	0.1198	0.1198
Northwood M.U.D. #1	1.25	1.25	1.25	1.25	1.25
Pasadena I.S.D.	1.66	1.61	1.52	1.55	1.5535
San Jacinto Jr. College District ^(A)	0.1307	0.126	0.126	0.11	0.11
Sheldon I.S.D.	1.633	1.457	1.538	1.52	1.52
Spring I.S.D.	1.70	1.69	1.74	1.86	1.86
Spring Branch I.S.D.	1.81	1.79	1.79	1.82	1.82

(A) The tax rates are based on a 100% assessment ratio. Tax rates are stated per \$100 assessed value.

(B) Includes all major taxing jurisdictions; excludes certain minor overlapping portions.

(C) Harris County includes the Harris County Flood Control District, Port of Houston Authority, Harris County Hospital District and the Harris County Board of Education.

1997	1996	1995	1994	1993
0.665	0.665	0.665	0.63	0.63
1.485	1.485	1.47	1.4459	1.4459
1.6995	1.6995	1.6995	1.6995	1.7995
1.515	1.47	1.47	1.46	1.42563
0.33	0.295	0.295	0.295	0.285
1.6355	1.5955	1.5655	1.5455	N/A
1.68	1.65	1.5899	1.6	1.542
1.75	1.75	1.75	1.72	1.68
1.53	1.53	1.53	1.48	1.362
0.647	0.647	0.657	0.6598	0.66
1.6168	1.5868	1.5868	1.5868	1.417
0.64735	0.62462	0.62665	0.60044	0.60032
1.384	1.384	1.384	1.384	1.384
1.92	1.97	2.03	1.83	1.83
1.79	1.79	1.792	1.732	1.732
1.75	1.73	1.67	1.63	1.692
1.78	1.78	1.73	1.67	1.702
0.4897	0.4927	0.4927	0.4927	0.4877
1.6874	1.6874	1.6874	1.6874	1.6874
1.68	1.68	1.68	1.68	1.682
0.1228	0.1002	0.099	0.099	0.06
9.96	10.25	10.25	10.25	10.25
1.48	1.45	1.43	1.43	1.43
0.11	0.11	0.11	0.1	0.1
1.52	1.52	1.52	1.432	1.432
1.79	1.74	1.74	1.7	1.742
1.78	1.78	1.78	1.78	1.662

CITY OF HOUSTON, TEXAS
RATIO OF GENERAL BONDED DEBT TO TAXABLE VALUE AND BONDED DEBT PER CAPITA
Last Ten Fiscal Years
(amounts expressed in thousands, except for bonded debt per capita)

Fiscal Year	Gross Bonded Debt⁽¹⁾	Bonded Debt Supported by Revenues	Tax Obligation Bonded Debt⁽²⁾			Taxable Value⁽⁴⁾
			Gross	Less Sinking Fund⁽³⁾	Net	
1993	\$ 3,382,144	\$ 2,134,202	\$ 1,247,942	\$ 111,789	\$ 1,136,153	\$ 63,532,145
1994	\$ 3,387,641	\$ 2,087,208	\$ 1,300,433	\$ 94,781	\$ 1,205,652	\$ 63,970,592
1995	\$ 3,630,760	\$ 2,286,746	\$ 1,344,014	\$ 96,113	\$ 1,247,901	\$ 63,913,106
1996	\$ 4,355,761	\$ 2,934,165	\$ 1,421,596	\$ 88,963	\$ 1,332,633	\$ 65,085,348
1997	\$ 4,842,762	\$ 3,246,050	\$ 1,596,712	\$ 82,837	\$ 1,513,875	\$ 65,975,828
1998	\$ 5,077,608	\$ 3,364,015	\$ 1,713,593	\$ 84,792	\$ 1,628,801	\$ 69,459,296
1999	\$ 5,873,155	\$ 4,117,088	\$ 1,756,067	\$ 88,744	\$ 1,667,323	\$ 74,272,625
2000	\$ 6,023,277	\$ 4,195,464	\$ 1,827,813	\$ 86,373	\$ 1,741,440	\$ 80,691,551
2001	\$ 7,420,564	\$ 5,554,520	\$ 1,866,044	\$ 89,603	\$ 1,776,441	\$ 87,683,188
2002	\$ 7,667,358	\$ 5,745,424	\$ 1,921,934	\$ 105,253	\$ 1,816,681	\$ 95,463,127

Notes:

- (1) Gross Bonded Debt represents the total amount of outstanding bonds issued by the City of Houston in its own name or assumed through annexations.
- (2) Tax Obligation Bonded Debt represents the amount of outstanding bonds which are supported primarily by ad valorem taxes, including all Public Improvement Bonds, Tax and Revenue Certificates of Obligation, and General Obligation Bonds.
- (3) Represents the fund balance available for Debt Service at fiscal year-end.

Ratio of Bond Debt to Taxable Value (Percent)			Population (Est.) ⁽⁵⁾	Bonded Debt Per Capita		
Gross Bonded Debt	Tax Obligation Bonded Debt			Gross Bonded Debt	Tax Obligation Bonded Debt	
	Gross	Net			Gross	Net
5.32	1.96	1.79	1,703	\$ 1,985.99	\$ 732.79	\$ 667.15
5.30	2.03	1.88	1,690	\$ 2,004.52	\$ 769.49	\$ 713.40
5.68	2.10	1.95	1,719	\$ 2,112.13	\$ 781.86	\$ 725.95
6.69	2.18	2.05	1,749	\$ 2,490.43	\$ 812.81	\$ 761.94
7.34	2.42	2.29	1,819	\$ 2,662.32	\$ 877.80	\$ 832.26
7.31	2.47	2.34	1,841	\$ 2,758.07	\$ 930.79	\$ 884.74
7.91	2.36	2.24	1,880	\$ 3,124.02	\$ 934.08	\$ 886.87
7.46	2.27	2.16	1,902	\$ 3,166.81	\$ 961.00	\$ 915.58
8.46	2.13	2.03	1,954	\$ 3,797.63	\$ 954.99	\$ 909.13
8.03	2.01	1.90	1,954	\$ 3,923.93	\$ 983.59	\$ 929.72

(4) Taxable Value is the assessed value of property, less all exemptions. Taxable Value is as of the following dates; 1992 when the value is as of June 30, 1992; 1993 when value is as of September 8, 1993; 1994 when the value is as of August 31, 1994; 1995 when value is as of August 3, 1995; 1996 when value is as of August 19, 1996; 1997 when value is as of September 24, 1997; 1998 when value is as of September 21, 1998; 1999 when value is as of September 8, 1999; 2000 when value is as of October 3, 2000; 2001 when value is as of October 4, 2001 and 2002 when the value is as of August 9, 2002.

(5) Population figures represent the latest available official estimate in each year from the U.S. Department of Commerce, Bureau of Census as of January 1, 2000.

CITY OF HOUSTON, TEXAS
AD VALOREM TAX OBLIGATION PERCENTAGES
BY TAX YEAR

Fiscal Year	Tax Year	Tax-Supported Debt at December 31 (in thousands)	Tax Roll ^(a) (in thousands)	Tax-Supported Debt as a Percentage of Tax Roll	Tax-Supported Per Capita ^(b)	Debt Service Requirement Payable from Taxes ^(c) (in thousands)
1998	1997	\$ 1,684,881	\$ 69,407,505	2.42%	\$ 926	\$ 183,777
1999	1998	\$ 1,765,406	\$ 74,101,075	2.38%	\$ 959	\$ 178,973
2000	1999	\$ 1,822,927	\$ 80,544,031	2.26%	\$ 970	\$ 200,611
2001	2000	\$ 1,880,688	\$ 87,406,476	2.14%	\$ 963	\$ 224,598
2002	2001	\$ 1,934,789	\$ 95,538,761	2.03%	\$ 990	\$ 205,352

(a) The tax rolls reflect the total appraised value (net of exemptions) based on the certified tax rolls provided by the Appraisal District. The total assessed value for the tax year 2001 (including exempt property values) is \$107,270 (in thousands), which is the appraised value used to determine the statutory limitation of \$10.7 billion relating to the total bonded indebtedness.

(b) Per capita debt figures are based on a population estimate according to the Texas State Data Center, which were by tax year as follows : 1997 - 1,818,613; 1998 - 1,841,064; 1999 - 1,879,912; and 2000 and 2001 are based on the 2000 U. S. Census population number of 1,953,631.

(c) These amounts have not been reduced by the ending fund balances in the Debt Service Fund, which were as follows for the Fiscal Years 1998 through 2001: 1998 - \$84,792,000; 1999 - \$88,744,000; 2000 - \$86,373,000; 2001- \$89,604,000 and 2002 - \$103,596,000.

CITY OF HOUSTON, TEXAS
COMPUTATION OF LEGAL DEBT MARGIN
June 30, 2002
(amounts expressed in thousands)

Assessed Value(1)			\$	107,259,109
Less:				
Tax Exemptions				11,795,982
Taxable Value			\$	<u>95,463,127</u>
Legal debt limitation, 10% of assessed value(2)			\$	10,725,911
Debt applicable to limitation:				
Public Improvement Bonds	\$	1,467,340		
General Obligation Bonds		3,365		
Aviation		1,509,240		
Commercial Paper - General Obligation		319,300		
Annexed District Bonds assumed		97,401		
Tax and Revenue Certificates of Obligation		<u>34,528</u>		
Total		3,431,174		
Less:				
Amount available for repayment of general obligation debt		<u>(105,253)</u>		(3,325,921)
Total debt applicable to limitation				<u>(3,325,921)</u>
Legal debt margin			\$	<u>7,399,990</u>

(1) Assessed Value for the 2001 tax year is based on the appraised value of property prior to any deductions for exemptions. The Assessed Value is derived from the certified valuations provided by the Harris County Appraisal District.

(2) See Vernon's Annotated Civil Statutes, Article 835p, Section 1 and 2.

CITY OF HOUSTON, TEXAS
COMPUTATION OF DIRECT AND OVERLAPPING DEBT
June 30, 2002
(amounts expressed in thousands)

	<u>Net Direct Debt</u>		<u>% of Debt Applicable to Houston</u>	<u>City of Houston Share of Debt</u>
	<u>Amount</u>	<u>As of</u>		
Aldine I.S.D.	\$ 196,423	06/30/02	52.67%	\$ 103,456
Alief I.S.D.	238,818	08/31/02	79.27%	189,311
Clear Creek I.S.D.	271,707	06/30/02	27.31%	74,203
Clear Lake City Water Authority	73,315	09/30/01	47.39%	34,744
Conroe I.S.D.	304,985	06/30/02	0.80%	2,440
Crosby I.S.D.	52,723	06/30/02	0.37%	195
Cypress-Fairbanks I.S.D.	582,221	06/30/02	15.40%	89,662
Deer Park I.S.D.	100,351	07/01/02	0.14%	140
Fort Bend County	85,340	06/30/02	4.62%	3,943
Galena Park I.S.D.	152,426	08/31/01	15.65%	23,855
Harris County (including Toll Road Bonds)	1,821,137	06/30/02	56.87%	1,035,681
Harris County Flood Control	74,872	06/30/02	56.87%	42,580
Houston I.S.D.	1,216,014	07/31/02	31.47%	382,680
Huffman I.S.D.	19,915	06/30/02	30.99%	6,172
Humble I.S.D.	135,658	06/30/02	3.50%	4,748
Katy I.S.D.	360,590	06/30/02	24.60%	88,705
Klein I.S.D.	202,469	06/30/02	2.49%	5,041
Montgomery County	100,711	06/30/02	0.06%	60
New Caney I.S.D.	3,392	08/31/01	0.38%	13
North Forest I.S.D.	77,244	06/30/02	79.24%	61,208
N. Harris–Montgomery Community College District	114,442	06/30/02	19.49%	22,305
Northwood Municipal Utility District #1	5,253	10/30/02	100.00%	5,253
Pasadena I.S.D.	170,115	08/31/01	41.21%	70,104
Port of Houston Authority	307,621	06/30/02	56.87%	174,944
San Jacinto Jr. College District	52,166	06/30/02	12.97%	6,766
Sheldon I.S.D.	48,795	06/30/02	0.12%	59
Spring I.S.D.	139,542	08/31/01	2.61%	3,642
Spring Branch I.S.D.	325,447	08/31/01	82.18%	267,452
Total overlapping debt	<u>7,233,692</u>			<u>2,699,362</u>
City of Houston - direct	<u>\$ 1,816,681</u>	06/30/02	100.00%	<u>\$ 1,816,681</u>
Total direct and overlapping debt	<u><u>\$ 9,050,373</u></u>			<u><u>\$ 4,516,043</u></u>

Note:

The net direct debt amounts above, except for that which relates to the City of Houston, were provided by the individual government entities. The percentage of debt applicable to Houston was provided by the Municipal Advisory Council of Texas. Net Direct Debt is equal to the outstanding principal amount less sinking fund balances.

CITY OF HOUSTON, TEXAS
RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR GENERAL BONDED DEBT TO
TOTAL GENERAL GOVERNMENTAL EXPENDITURES
Last Ten Fiscal Years
(amounts expressed in thousands)

Fiscal Year	Principal⁽¹⁾	Interest⁽²⁾	Total Debt Service	Total General Expenditures⁽³⁾	Ratio of Debt Service to General Governmental Expenditures (Percent)
1993	\$ 36,820	\$ 56,048	\$ 92,868	\$ 948,511	9.79
1994	\$ 66,165	\$ 72,831	\$ 138,996	\$ 1,006,582	13.81
1995	\$ 76,505	\$ 72,050	\$ 148,555	\$ 1,051,032	14.13
1996	\$ 81,210	\$ 79,807	\$ 161,017	\$ 1,083,908	14.86
1997	\$ 100,725	\$ 80,539	\$ 181,264	\$ 1,144,023	15.84
1998	\$ 91,940	\$ 82,763	\$ 174,703	\$ 1,219,149	14.33
1999	\$ 93,627	\$ 85,644	\$ 179,271	\$ 1,243,314	14.42
2000	\$ 104,710	\$ 91,847	\$ 196,557	\$ 1,303,565	15.08
2001	\$ 114,425	\$ 93,928	\$ 208,353	\$ 1,352,464	15.41
2002	\$ 110,060	\$ 87,830	\$ 197,890	\$ 1,465,728	13.50

Notes:

- (1) Includes principal on public improvement bonds, annexed district bonds assumed, tax and revenue certificates of obligation, and general obligation bonds.
- (2) Includes interest on public improvement bonds, annexed district bonds assumed, tax and revenue certificates of obligation, and general obligation bonds.
- (3) Includes General Fund expenditures with equipment and principal, interest, paying agent fees, and advanced refunding escrow on tax obligation bonded debt from the Debt Service Fund.

CITY OF HOUSTON, TEXAS
OUTSTANDING PRINCIPAL AMOUNT OF OBLIGATIONS
PAYABLE FROM AD VALOREM TAXES AND OTHER REVENUE SOURCES
June 30, 2002

Payable from Ad Valorem Taxes	Original Par (in thousands)	Carrying Value ⁽ⁱ⁾ (in thousands)
Tax Bonds ^{(a)(b)}	\$ 1,470,705	\$ 1,481,025
Commercial Paper Notes ^(c)	319,300	319,300
Tax Certificates	34,528	35,257
Assumed Bonds ^(d)	97,401	98,923
Subtotal:	<u>1,921,934</u>	<u>1,934,505</u>
Payable from sources other than Ad Valorem Taxes		
Water and Sewer System Revenue Bonds ^(e)	3,609,644	3,682,823
Contract Revenue Obligations ^(f)	252,916	259,599
Airport System Revenue Bonds ^(g)	1,509,240	1,479,475
Convention and Entertainment Facilities Revenue Bonds and Notes	626,540	637,221
Houston Area Water Corporation	130,260	129,350
Subtotal:	<u>6,128,600</u>	<u>6,188,468</u>
Total Bonds Payable by the City ^(h)	<u>\$ 8,050,534</u>	<u>\$ 8,122,973</u>

- (a) A portion of the debt service for Tax Bonds and Assumed Bonds is paid by transfers of certain revenues derived from the City's Water and Sewer System.
- (b) Under Texas law, the City can incur total bonded indebtedness through the issuance of ad valorem tax obligations in an amount not to exceed 10% of the total assessed valuation. Based on the 2001 total assessed valuation as of June 30, 2002, the legal limitation on such bonds is approximately \$10.4 billion.
- (c) The City has authorized a \$348 million Series A General Obligation Commercial paper Program, \$166.3 million Series B General Obligation Commercial paper Program, \$100 million Series C General Obligation Commercial Paper Program, and \$165 million Series D General Obligation Commercial Paper Program.
- (d) This amount excludes the principal amount of bonds issued by the Clear Lake City Water authority, which as of June 30, 2002, was approximately \$114,224,399, in unlimited tax and revenue debt. The City may be required to assume a portion of such debt upon dissolution of such entity. The City has no plan to dissolve this entity.
- (e) This amount includes \$120 million of the \$500 million Series A Water and Sewer System Commercial Paper Program. None of the \$200 million Series B Water and Sewer System Commercial Paper Program is outstanding.
- (f) Contract Revenue Obligations consist of obligations under certain contracts between the City and the Trinity River Authority (Livingston Project) and the Coastal Water Authority, which are payable, as to both principal and interest, as operating expenses of the City's Water and Sewer System.
- (g) This amount includes \$20 million of the \$150 million Series A Airport System Commercial Paper Program. None of the Series C is outstanding.
- (h) This amount does not include certain leases entered into by the City nor does it include debt from the public improvement district and reinvestment zone which are discretely presented component units of the City. Of these entities, one reinvestment zone and one public improvement district has issued bonds in the amount of \$2,200,000 and \$500,000, respectively.
- (i) Carrying Value reflects the current accreted value of any capital appreciation bonds and unamortized balances from deferred gains on debt refunding transaction.

**CITY OF HOUSTON, TEXAS
PRINCIPAL TAXPAYERS
June 30, 2002
(amounts expressed in thousands)**

<u>The Ten Largest Taxpayers</u>	<u>2002 Taxable Valuation</u>	<u>Percentage of Total Taxable Valuation</u>
1. Reliant Energy H L & P	\$ 1,251,761	1.31%
2. Hines Interests Ltd Partnership	966,669	1.01%
3. Southwestern Bell	898,838	0.94%
4. Crescent Real Estate	494,735	0.52%
5. Anheuser Busch, Inc.	435,768	0.46%
6. Exxon Corp.	404,697	0.42%
7. Crescent Real Estate Equities	363,183	0.38%
8. Trizec Hahn Allen Center LP	360,628	0.38%
9. Continental Airlines, Inc.	618,703	0.65%
10. Weingarten Realty	247,725	0.26%
Total :	<u>\$ 6,042,707</u>	<u>6.32%</u>

Source: Harris County Appraisal District
Based on taxable values at September 30, 2002

Mixed Beverage Taxes

<u>Fiscal Year</u>	<u>Mixed Beverage Taxes (in thousands)</u>
1999	6,142
2000	6,469
2001	7,102
2002	7,514
2003 (budgeted)	8,000

**CITY OF HOUSTON, TEXAS
EMPLOYMENT STATISTICS
June 30, 2002**

Employment

The following table indicates the Houston PMSA estimated annual average labor force for the years 1992 through 2001 according to the Texas Employment Commission:

**Houston PMSA Labor Force Estimates
(Employees in thousands)**

	<u>1992</u>	<u>1993</u>
Civilian Labor Force ^(A)	1,900	1,929
Employed	1,764	1,787
Unemployed	136	141
Percent unemployed	7.10%	7.30%
Nonfarm Payroll Employment ^(B)	1,637	1,665
Manufacturing	179	179
Mining	67	65
Contract construction	109	108
Transp/Pub Utils/Communications	112	114
Trade	386	394
Finance/Insurance/Real Estate	96	98
Services & Miscellaneous	464	477
Government	224	230

(A) Includes resident wage and salary workers, self-employed, unpaid family workers and domestics in private households, agricultural workers, and workers involved in labor-management disputes.

(B) Includes the non-agricultural wage and salary jobs estimated to exist in Houston PMSA without reference to place of residence of workers.

1994	1995	1996	1997	1998	1999	2000	2001
1,965	1,994	2,013	2,054	2,174	2,185	2,163	2,201
1,838	1,879	1,908	1,951	2,075	2,089	2,073	2,107
127	114	105	103	98	97	89	94
6.50%	5.70%	5.20%	5.00%	4.50%	4.40%	4.13%	4.29%
1,710	1,766	1,814	1,892	1,805	1,864	2,082	2,118
183	189	199	209	215	206	210	215
66	64	65	68	65	63	64	69
114	120	126	127	143	154	154	159
119	123	126	133	144	151	152	154
401	414	422	435	462	476	474	478
99	95	96	100	110	117	114	116
493	518	534	570	626	633	646	659
237	243	246	249	256	272	269	269

**CITY OF HOUSTON, TEXAS
CONSTRUCTION AND BANK DEPOSITS
Last Ten Fiscal Years**

Construction

The City of Houston is the largest U.S. city that has no zoning ordinances. In 2001, the City of Houston issued 8,478 building permits for new structures with an approximate value of \$2.750 million. The following table shows that value of new building permits issued by the City for privately owned structures for each of the last ten years as reported by the City of Houston Department of Public Works.

City of Houston Building Permits

<u>Calendar Year</u>	<u>Residential New Structures</u>	<u>Value (in thousands)</u>	<u>Non-Residential New Structures</u>	<u>Value (in thousands)</u>
2001	5,187	\$ 1,053,480	3,291	\$ 1,696,164
2000	5,826	\$ 1,094,375	3,811	\$ 1,755,779
1999	5,204	1,041,019	3,620	1,133,165
1998	5,632	1,323,465	3,370	1,227,233
1997	4,543	918,333	3,011	452,897
1996	3,391	549,054	2,568	477,398
1995	2,631	527,450	2,331	308,226
1994	2,669	443,693	2,176	410,869
1993	1,988	310,158	1,903	287,859
1992	1,774	288,494	1,577	272,837

These figures exclude permits issued for additions and improvements to existing structures.

Bank Deposits

The following table sets forth the domestic deposits for banks chartered in the Houston CMSA, as reported by the Federal Depository Insurance Corporation:

**Deposits of Commercial Banks
(in thousands)**

<u>At June 30</u>	<u>Houston CMSA Chartered Banks</u>
2001	\$ 58,058,000
2000	43,592,000
1999	42,417,000
1998	40,259,000
1997	36,511,007
1996	34,312,040
1995	33,109,000
1994	31,972,000
1993	33,420,000
1992	27,072,000

**CITY OF HOUSTON
GENERAL FUND BUDGET FOR FISCAL YEAR 2003**

Budgeted Resources	Amount (in thousands)
Revenues:	
Ad Valorem Taxes (current and delinquent)	\$ 654,070
Sales and Use Tax	361,087
Franchise Fees	160,020
Municipal Courts Fines and Forfeits	44,940
Miscellaneous	208,796
Total Current Revenues	1,428,913
Beginning Fund Balance as of July 1, 2002 (a)	85,184
Disaster Recovery Fund Transfer	14,712
Total Budgeted Resources	\$ 1,528,809
Budgeted Expenditures	
Administrative Services and Public Finance	\$ 57,467
Public Safety	766,019
Development and Maintenance Services	198,599
Human and Cultural Services	146,266
General Government	74,748
Transfers to Debt Service Fund	178,000
Transfer out	7,763
Total Budgeted Expenditures	1,428,863
Designated "Sign Abatement" Amount	2,074
Designated "Rainy Day" Amount	19,712
Budgeted Ending Fund Balance as of June 30, 2003	78,161
Total Budgeted Expenditures and Reserves	\$ 1,528,809

(a) This amount represents an estimate of the beginning fund balance which was used in preparing the Fiscal Year 2003 Budget.

**CITY OF HOUSTON
TAX SUPPORTED DEBT SERVICE FUNDS**

Tax Bond Debt Service Fund for Fiscal Year 2003(a)

	Amount (in thousands)
Budgeted Resources	
Beginning Fund Balance Estimate as of July 1, 2002	\$ 100,245
Interest Earnings on Debt Reserves and Bond Funds	589
Transfers in from:	
General Fund	164,000
Water and Sewer Operating Fund	40,749
Other Sources	4,054
Total Budgeted Resources	\$ 309,637
Budgeted Expenditures	
Debt Service Requirements	
Tax Bonds	\$ 199,475
Assumed Bonds	15,260
Miscellaneous	1,200
Total Budgeted Expenditures	215,935
Budgeted Ending Fund Balance as of June 30, 2003	93,702
Total Budgeted Expenditures and Reserves	\$ 309,637

(a) These funds include the debt service funds for the City's fixed rate Tax Bonds, variable rate Tax Bonds, and Commercial Paper Notes.

Tax Certificates Debt Service Fund for Fiscal Year 2003

	Amount (in thousands)
Budgeted Resources	
Beginning Fund Balance Estimate as of July 1, 2002	\$ 3,351
Interest Earnings on Debt Reserves and Bond Funds	100
Transfers from General Fund	14,000
Other Sources	-
Total Budgeted Resources	\$ 17,451
Budgeted Expenditures	
Debt Service Requirements	\$ 9,984
Total Budgeted Expenditures	9,984
Budgeted Ending Fund Balance as of June 30, 2003	7,467
Total Budgeted Expenditures and Reserves	\$ 17,451

CITY OF HOUSTON, TEXAS
June 30, 2002
CONTINUING DEBT DISCLOSURE INFORMATION

Capital Improvement Plan

The tax supported components of the 2003-2007 CIP consist of the facilities described in the following chart. (The 2003-2007 CIP also includes proposed improvements for the Water and Sewer, Airport System and Convention and Entertainment Facilities, which would be financed primarily with revenues of those systems).

	Amount (in thousands)
Streets, Bridges and Traffic Control	\$ 875,774
Storm Sewers and Drainage	231,439
Parks and Recreation	96,012
Police Department	68,901
Fire Department	66,212
General Government	64,793
Public Library	66,745
Public Health	25,794
Solid Waste Management	13,400
Housing	39,000
Total :	\$ 1,548,070 (*)

(*) The tax supported components of the 2003-2007 CIP will be funded primarily with Commercial Paper Notes.

General Fund Indirect Charges to Other City Funds

A charge is made by the General Fund to the Water and Sewer System, Airport System, and Convention and Entertainment Facilities Funds, and to certain grant and special revenue funds for indirect charges incurred by the General Fund on behalf of such funds. The total amount of these charges for the past four fiscal years are set forth below:

Fiscal Year	Total Indirect Charges (in thousands)
2002	\$ 14,980
2001	16,961
2000	16,631
1999	16,903
1998	17,765

Industrial District Contracts

Fiscal Year	Contract Amount (in thousands)
1999	18,317
2000	17,614
2001	16,906
2002	15,276
2003 (budgeted).....	16,000

CITY OF HOUSTON, TEXAS
June 30, 2002
CONTINUING DEBT DISCLOSURE INFORMATION

Compensated Absences and Other Liabilities

Long-Term Disability Fund	Fiscal Year 2002 (in thousands)
Assets Available for Future Long-Term Disability Obligations	\$ 4,672
Claims Payable on Long-Term Disability Obligations	4,590
Unrestricted Net Assets	<u>\$ 82</u>

Compensated Absence Liability (a)	Fiscal Year 2002
General Fund Liability	\$ 6,319
Internal Service Funds	94
Long-Term Liability	<u>346,891</u>
Total Governmental	353,304
Enterprise Funds Liability	<u>28,777</u>
Total :	<u>\$ 382,081</u>

(a) Funding currently is provided for liabilities recorded in the General Fund and the Enterprise Funds. No funding has been provided for compensated absences' long-term liability.

General Fund Specific Charges to Other City Funds

An additional charge is made by the General Fund to the Water and Sewer, Airport, Convention and Entertainment Facilities Funds, the Capital Projects Fund and certain other funds of the City for specific services provided to such funds by the General Fund. The total amounts of these charges for the past five Fiscal Years are set forth below. In 1999, revenues from other departments for legal services were reclassified, thereby reducing these amounts.

Fiscal Year	Charges for Specific Services (in thousands)
2002	\$ 73,221
2001	56,283
2000	55,450
1999	55,106
1998	64,590

CITY OF HOUSTON, TEXAS
June 30, 2002
PENSION PLANS

<u>Fiscal Year 2002</u>	<u>Police</u>	<u>Fire</u>	<u>Municipal</u>	<u>Total</u>
Additions (Deductions)	(\$130.2)	(\$3.0)	(\$53.5)	(\$186.7)
Deductions	64.3	63.3	82.6	210.2
Net Increase (Decrease)	<u>(194.5)</u>	<u>(66.3)</u>	<u>(136.1)</u>	<u>(396.9)</u>
City's Total Contribution	<u>\$32.6</u>	<u>\$28.5</u>	<u>\$40.8</u>	<u>\$101.9</u>

(a) The City's funding policies provide for actuarially determined periodic contributions at rates such that overtime will remain level as a percentage of payroll. The contribution rate for normal cost is determined by using the entry age normal cost method. The pension plans use the level percentage of payroll method to amortize the unfunded actuarially accrued liability (or surplus) over 40 years from January 1, 1993.

CITY OF HOUSTON, TEXAS
June 30, 2002
PRINCIPAL AND INTEREST PAYABLE FROM AD VALOREM TAXES
(EXCLUDING COMMERCIAL PAPER NOTES)

The following schedule presents the City's annual principal and interest requirements for Fiscal Years 2003 through 2023 for the outstanding Tax Bonds, Tax Certificates and Assumed Bonds. Commercial Paper notes debt services is not reflected in the schedule below. As of June 30, 2002, \$319.3 million of such Commercial Paper Notes was outstanding.

Fiscal Year Ending June 30	Tax Bonds	Tax Certificates	Assumed Bonds	Total Debt Service
2003	\$182,994,481	\$9,073,360	\$15,259,915	\$207,327,756
2004	178,305,681	4,008,455	14,960,669	197,274,805
2005	180,876,731	4,444,530	14,111,356	199,432,617
2006	189,221,941	5,573,480	13,296,335	208,091,756
2007	183,317,213	2,741,780	13,245,180	199,304,173
2008	158,461,010	2,729,318	13,303,049	174,493,377
2009	138,853,335	2,194,218	11,552,406	152,599,959
2010	136,245,650	2,192,043	10,266,851	148,704,544
2011	101,100,338	11,964,155	4,587,826	117,652,319
2012	95,745,988	2,198,020	4,581,248	102,525,256
2013	88,091,581	2,198,580	3,406,275	93,696,436
2014	82,135,781	2,195,785	3,114,068	87,445,634
2015	74,641,950	2,198,905	1,832,463	78,673,318
2016	72,853,194	2,197,960	1,852,701	76,903,855
2017	68,696,319	2,202,484	1,434,448	72,333,251
2018	64,962,638	2,201,915	743,580	67,908,133
2019	28,766,263	2,200,285	182,725	31,149,273
2020	22,240,000	2,203,635	184,200	24,627,835
2021	18,018,750	2,201,400	189,988	20,410,138
2022	18,020,500	1,018,500	190,088	19,229,088
2023	18,023,250			18,023,250
Total	<u>\$2,101,572,594</u>	<u>\$67,938,808</u>	<u>\$128,295,371</u>	<u>\$2,297,806,773</u>

CITY OF HOUSTON, TEXAS
June 30, 2002
VOTER-AUTHORIZED OBLIGATIONS

The following schedule sets forth the categories of bond authorization approved by the voters in elections held in November of 1991 (the "1991 Election"), November of 1997 (the "1997 Election") and November of 2001 (the "2001 Election") and the amount of such authorization approved by City Council for issuance as Commercial Paper Notes.

November 1991 Election

<u>Purposes</u>	<u>Voter Authorized</u>	<u>Approved by City Council for Issuance as Commercial Paper Notes</u>	<u>Commercial Paper Issued</u>	<u>Commercial Paper Notes Approved by City Council but Unissued</u>
Streets, Bridges and Traffic Control	\$274,520	\$274,520	\$274,520	\$0
Storm Sewers and Drainage	40,210	40,210	40,210	0
Parks and Recreation	20,300	20,300	20,300	0
Police Department	32,950	32,950	25,070	7,880
Fire Department	7,800	7,800	7,800	0
Permanent and General Imp.	77,120	77,120	77,120	0
Public Libraries	7,200	7,200	7,200	0
Public Health	12,600	12,600	12,114	486
Low Income Housing	20,000	20,000	20,000	0
Solid Waste Management	7,300	7,300	7,300	0
Total	\$500,000	\$500,000	\$491,634	\$8,366

November 1997 Election

<u>Purposes</u>	<u>Voter Authorized</u>	<u>Approved by City Council for Issuance as Commercial Paper Notes</u>	<u>Commercial Paper Issued</u>	<u>Commercial Paper Notes Approved by City Council but Unissued</u>
Streets, Bridges, Traffic Control				
Storm Sewers and Drainage	\$350,000	\$350,000	\$207,448	\$142,552
Parks and Recreation	30,000	30,000	23,984	6,016
Police Department	23,450	23,450	0	23,450
Fire Department	29,710	29,710	11,151	18,559
Permanent and General Imp.	91,840	91,840	42,999	48,841
Low Income Housing	20,000	20,000	13,396	6,604
Total	\$545,000	\$545,000	\$298,978	\$246,022

CITY OF HOUSTON, TEXAS
June 30, 2002
VOTER-AUTHORIZED OBLIGATIONS

November 2001 Election

<u>Purposes</u>	<u>Voter Authorized</u>	<u>Approved by City Council for Issuance as Commercial Paper Notes</u>	<u>Commercial Paper Issued</u>	<u>Commercial Paper Notes Approved by City Council but Unissued</u>
Streets, Bridges, Traffic Control				
Storm Sewers and Drainage	\$474,000	\$115,000	\$0	\$115,000
Parks and Recreation	80,000	20,000	0	20,000
Police and Fire Departments	82,000	5,000	0	5,000
General Public Imp.	80,000	20,000	0	20,000
Library	40,000	0	0	0
Low Income Housing	20,000	5,000	0	5,000
Total	\$776,000	\$165,000	\$0	\$165,000
Combined total	\$1,821,000	\$1,210,000	\$790,612	\$419,388

CITY OF HOUSTON, TEXAS
June 30, 2002
SALES AND USE TAX AND FRANCHISE CHARGES AND FEES

<u>Fiscal Year</u>	<u>Sales and Use Tax</u> (in thousands)	<u>Charges and Fees</u> (in thousands)
1999	\$305,472	\$139,477
2000	\$313,864	\$147,349
2001	\$329,705	\$175,759
2002	\$341,952	\$175,360
2003 (budgeted)	\$361,087	\$160,020 (a)

(a) The projected amount of franchise charges and fees was reduced from the previous years to recognize the effect of electric deregulation.

CITY OF HOUSTON, TEXAS
June 30, 2002
SUMMARY OF GENERAL FUND ENDING UNDESIGNATED FUND BALANCE

The following schedule sets forth the undesignated fund balances for the General Fund for the period shown.

<u>Fiscal Year</u>	<u>Undesignated General Fund Balance</u> (in thousands)
1999	\$80,408
2000	\$70,668
2001	\$79,409
2002	\$78,376
2003 (budgeted)	\$78,161

CITY OF HOUSTON, TEXAS
STATISTICAL SECTION
JUNE 30, 2002

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CITY OF HOUSTON, TEXAS
CONVENTION AND ENTERTAINMENT FACILITIES FUND REVENUES AND EXPENSES
Last Ten Fiscal Years
(amounts expressed in thousands)

Total Annual Revenues Last Ten Fiscal Years	<u>1993</u>	<u>1994</u>	<u>1995</u>
Operating Revenues			
Fees charged to users, net	\$ 9,547	\$ 9,286	\$ 9,048
Total Operating Revenues	<u>9,547</u>	<u>9,286</u>	<u>9,048</u>
Nonoperating Revenues			
Interest	2,338	1,708	2,064
Hotel occupancy tax (including penalty & interest)	26,214	26,643	28,699
Other income	<u>1,252</u>	<u>250</u>	<u>430</u>
Total Nonoperating Revenues	<u>29,804</u>	<u>28,601</u>	<u>31,193</u>
Total Revenues	<u><u>\$ 39,351</u></u>	<u><u>\$ 37,887</u></u>	<u><u>\$ 40,241</u></u>
Total Annual Expenses Last Ten Fiscal Years	<u>1993</u>	<u>1994</u>	<u>1995</u>
Operating Expenses			
Maintenance and operating	\$ 17,521	\$ 16,375	\$ 13,541
Depreciation	5,842	14,237	5,491
Bad debt expense	<u>-</u>	<u>-</u>	<u>-</u>
Total Operating Expenses	<u>23,363</u>	<u>30,612</u>	<u>19,032</u>
Nonoperating Expenses			
Interest on long-term debt	9,473	9,187	8,850
Promotional contracts & other expenses	<u>9,889</u>	<u>-</u>	<u>-</u>
Total Nonoperating Expenses	<u>19,362</u>	<u>9,187</u>	<u>8,850</u>
Total Expenses	<u><u>\$ 42,725</u></u>	<u><u>\$ 39,799</u></u>	<u><u>\$ 27,882</u></u>

1996	1997	1998	1999	2000	2001	2002
\$ 9,975	\$ 10,277	\$ 11,018	\$ 15,576	\$ 16,835	\$ 17,469	\$ 15,521
9,975	10,277	11,018	15,576	16,835	17,469	15,521
2,735	2,690	3,268	3,174	3,642	9,846	23,766
30,118	34,354	38,270	42,459	42,550	46,123	43,452
489	567	1,599	1,042	133	181	696
33,342	37,611	43,137	46,675	46,325	56,150	67,914
\$ 43,317	\$ 47,888	\$ 54,155	\$ 62,251	\$ 63,160	\$ 73,619	\$ 83,435

1996	1997	1998	1999	2000	2001	2002
\$ 13,980	\$ 17,636	\$ 14,378	\$ 16,421	\$ 19,886	\$ 20,331	\$ 21,721
5,318	6,274	6,412	6,640	6,684	6,356	12,405
-	-	-	-	-	-	-
19,298	23,910	20,790	23,061	26,570	26,687	34,126
8,891	7,884	7,685	7,469	7,194	12,655	28,410
6,000	6,000	6,431	9,565	10,974	20,698	20,596
14,891	13,884	14,116	17,034	18,168	33,353	49,006
\$ 34,189	\$ 37,794	\$ 34,906	\$ 40,095	\$ 44,738	\$ 60,040	\$ 83,132

CITY OF HOUSTON, TEXAS
CONVENTION AND ENTERTAINMENT FACILITIES STATISTICS
For Fiscal Year 2002

HISTORICAL PLEDGED REVENUES

Fiscal Year	Pledged HOT (a)	% Change	Pledged Parking Revenues (d)	% Change	Tax Rebates	% Change	Total (e)
1996	\$ 24,310	4.9%	\$ 3,289	9.4%	\$ --	-- %	\$ 27,599
1997	27,728	14.1%	3,260	-0.9%	--	--	30,988
1998 (b)	30,889	11.4%	4,037	23.8%	--	--	34,926
1999 (c)	34,270	10.9%	6,847	69.6%	--	--	41,117
2000	34,344	0.2%	8,152	19.1%	--	--	42,496
2001	37,228	8.4%	9,402	15.3%	--	--	46,630
2002	35,072	-5.8%	7,834	-16.7%	--	--	42,906

- (a) The Pledged Hotel Occupancy Tax (HOT) revenues are revenues (including penalties, interest and delinquencies, if any) received from that portion of the City HOT equal to 5.65% of the cost of substantially all hotel room rentals in the City (excluding any portion thereof attributable to the Hotel during its first ten years of operation). The City HOT is currently imposed at a rate of 7%.
- (b) In 1998 the City began receiving revenues from Lot C and Lot H.
- (c) In 1999 the City began receiving revenues from the Fannin Garage.
- (d) The City's pledge of Pledged Parking Revenues is subordinate to the City's pledge of the first \$1,200,000 of such gross revenues, charges and tolls to the payment of its \$1,000,000 annual obligation under the Music Hall Lease, unless such obligation is paid, defeased, matures or is otherwise restructured.
- (e) Does not include investment earnings, which are included in Pledged Revenues.

CITY OF HOUSTON, TEXAS
CONVENTION AND ENTERTAINMENT FACILITIES STATISTICS
Last Ten Fiscal Years

Schedule of Hotel Occupancy Tax and Occupancy Rates

Fiscal Year	Occupancy % Rate (1)	Average Daily Rate (1)	Tax % Rate	Gross Hotel Occupancy Tax Revenues (in thousands)
1993	63.4%	65.52	7%	26,124
1994	65.6%	67.61	7%	26,643
1995	64.5%	70.30	7%	28,699
1996	65.4%	72.98	7%	30,118
1997	68.4%	80.59	7%	34,354
1998	66.7%	85.88	7%	38,270
1999	63.6%	86.92	7%	42,459
2000	65.6%	90.02	7%	42,550
2001	68.5%	90.11	7%	46,123
2002	65.3%	89.63	7%	43,452

(1) Source: Greater Houston Partnership.

**CITY OF HOUSTON, TEXAS
CONVENTION AND ENTERTAINMENT FACILITIES STATISTICS
For Fiscal Year 2002**

Schedule of Hotel Occupancy Tax Collections

The Twelve Largest Taxpayers	Gross Hotel Occupancy Tax Collections
Hyatt Regency	\$ 2,233,794
Four Seasons Houston Center	1,321,138
JW Marriott Galleria	1,318,232
Westin Galleria	1,007,717
Marriott Hotel	978,980
Doubletree Hotel Post Oak	933,367
Westin Oaks Houston	877,794
Houstonian	871,431
Doubletree Allen Center	835,578
Adams Mark Hotel	796,422
Marriott Medical Center	793,152
Omni Hotel	764,611
Total:	\$ <u><u>12,732,216</u></u>

**CITY OF HOUSTON, TEXAS
CONVENTION AND ENTERTAINMENT FACILITIES STATISTICS
For Fiscal Year 2002**

Parking Facilities Rates

Facility	City Employee Monthly Contract (1)	Other Monthly Contract (2)	Daily Transient (2)	Event Rate (2)
Theater District Garage	\$70.00	\$125.00 \$61.00 (3)	\$2.00 per hour \$8.00 Maximum	\$4.00
City Hall Annex Parking Garage	\$51.76	\$56.00	n/a	\$4.00
City Hall Annex Parking Meters	n/a	n/a	\$.40 per hour	\$4.00
Fannin Garage	\$70.00	\$76.20	\$2.00 per hour \$5.00 Maximum	\$4.00
Lots C and H	\$44.33	\$48.00	n/a	\$3.00

(1) Does not include sales and use tax of 8.25%

(2) Includes sales and use tax of 8.25%

(3) Rates paid by Conventions & Entertainment Facilities departmental contractors

Source: City of Houston, Convention & Entertainment Facilities Department

CITY OF HOUSTON, TEXAS
CONVENTION AND ENTERTAINMENT FACILITIES STATISTICS
Debt Service Schedule
For Fiscal Year 2002

Fiscal Year Ending June 30	Series 2001 A Bonds	Series 2001 B Bonds	Series 2001 C Bonds (1)	Total Debt Service
2003	13,751,456	11,188,594	8,227,397	33,167,447
2004	13,755,956	11,188,594	7,478,022	32,422,572
2005	13,759,581	11,188,594	7,476,114	32,424,289
2006	13,761,581	17,761,406	8,227,397	39,750,384
2007	13,766,081	18,122,738	7,479,452	39,368,271
2008	13,733,281	20,075,231	8,225,490	42,034,002
2009	13,731,419	20,190,150	7,476,114	41,397,683
2010	13,742,113	21,718,544	8,227,397	43,688,054
2011	13,727,994	22,556,050	7,479,452	43,763,496
2012	13,731,719	22,829,244	8,225,490	44,786,453
2013	13,737,953	24,382,988	7,476,591	45,597,532
2014	13,735,941	24,521,616	7,479,452	45,737,009
2015	13,738,425	24,440,238	8,227,397	46,406,060
2016	13,743,525	16,325,319	7,478,022	37,546,866
2017	8,756,572	22,986,963	8,224,059	39,967,594
2018	9,696,281	22,698,700	7,479,452	39,874,433
2019	4,548,731	21,654,794	14,257,239	40,460,764
2020	5,512,031	22,066,819	13,542,616	41,121,466
2021	6,561,881	21,094,119	13,513,440	41,169,440
2022		29,121,925	14,182,230	43,304,155
2023		29,261,563	13,567,055	42,828,618
2024		30,597,669	14,113,786	44,711,455
2025		30,932,488	13,535,769	44,468,257
2026		32,207,594	14,008,312	46,215,906
2027		32,889,456	13,568,395	46,457,851
2028		33,368,825	13,547,081	46,915,906
2029		34,620,331	13,851,037	48,471,368
2030		35,123,056	13,582,094	48,705,150
2031		36,179,756	13,767,752	49,947,508
2032		36,631,363	13,549,042	50,180,405
2033		36,734,713	13,652,467	50,387,180
2034		39,636,331	11,813,346	51,449,677
Total	<u>\$ 227,492,521</u>	<u>\$ 814,295,771</u>	<u>\$ 342,938,959</u>	<u>\$ 1,384,727,251</u>

(1) Assumes a rate of interest of the Series 2001C ARCs equal to 5.2%

CITY OF HOUSTON, TEXAS
CONVENTION AND ENTERTAINMENT FACILITIES STATISTICS
For Fiscal Year 2002

Convention & Entertainment Budget for Fiscal Year 2003

Budgeted Resources

Operating Revenues

Facility Rentals	\$ 4,662
Parking	9,978
Food and Beverage Concessions	2,320
Contract Cleaning	237
Total Operating Revenues	<u>17,197</u>

Operating Expenses

Personnel	5,057
Supplies	464
Services	30,779
Total Operating Expenses	<u>36,300</u>
Operating Income (Loss)	<u>(19,103)</u>

Nonoperating Revenues (Expenses)

Hotel Occupancy Tax	
Current	46,000
Delinquent	750
Advertising Services	(10,580)
Promotion Contracts	(8,740)
Contracts/Sponsorships	(2,160)
Net Hotel Occupancy Tax	<u>25,270</u>
Investment Income (Loss)	1,850
Capital Outlay	(4,231)
Non-Capital Outlay	(172)
Other	281
Total nonoperating Rev (Exp)	<u>22,998</u>
Income (Loss) Before Operating Transfers	<u>3,895</u>

Operating Transfers

Transfers to Interest	(6,500)
Transfers to Principal	(6,200)
Interfund Transfers	-
Transfers to Special	4,500
Contingency/Reserve	-
Total Operating Transfers	<u>(8,200)</u>

Net Income (Loss) Operating Fund \$ (4,305)

CITY OF HOUSTON, TEXAS
WATER AND SEWER SYSTEM FUND REVENUES AND EXPENSES
Last Ten Fiscal Years
(amounts expressed in thousands)

Total Annual Revenues Last Ten Fiscal Years	<u>1993</u>	<u>1994</u>	<u>1995</u>	<u>1996</u>
Operating Revenues				
Water sales	\$ 228,179	\$ 248,804	\$ 245,634	\$ 250,721
Waste water system user charges	234,302	250,020	252,314	255,989
Penalties	3,412	3,880	3,706	3,963
Other services and charges	3,006	2,401	2,538	2,607
Total Operating Revenues	<u>468,899</u>	<u>505,105</u>	<u>504,192</u>	<u>513,280</u>
Nonoperating Revenues				
Interest	34,541	27,152	32,061	40,671
Other income	4,677	14,539	7,727	8,644
Total Nonoperating Revenues	<u>39,218</u>	<u>41,691</u>	<u>39,788</u>	<u>49,315</u>
Total Revenues	<u>\$ 508,117</u>	<u>\$ 546,796</u>	<u>\$ 543,980</u>	<u>\$ 562,595</u>
Total Annual Expenses Last Ten Fiscal Years	<u>1993</u>	<u>1994</u>	<u>1995</u>	<u>1996</u>
Operating Expenses				
Maintenance and operating	\$ 222,282	\$ 240,938	\$ 240,459	\$ 252,026
Depreciation	93,453	407,512	112,454	163,034
Bad debt expense	680	892	986	1,290
Total Operating Expenses	<u>316,415</u>	<u>649,342</u>	<u>353,899</u>	<u>416,350</u>
Nonoperating Expenses				
Interest on long-term debt	136,710	135,164	110,142	127,672
Other expenses	-	-	-	12,040
Total Nonoperating Expenses	<u>136,710</u>	<u>135,164</u>	<u>110,142</u>	<u>139,712</u>
Total Expenses	<u>\$ 453,125</u>	<u>\$ 784,506</u>	<u>\$ 464,041</u>	<u>\$ 556,062</u>

1997	1998	1999	2000	2001	2002
\$ 239,978	\$ 262,481	\$ 266,381	\$ 281,757	\$ 271,553	\$ 271,098
250,821	264,576	264,076	275,782	268,492	265,091
3,938	3,957	3,947	3,493	4,440	4,214
3,273	3,178	2,962	3,006	2,807	2,993
<u>498,010</u>	<u>534,192</u>	<u>537,366</u>	<u>564,038</u>	<u>547,292</u>	<u>543,396</u>
41,176	41,078	37,978	32,019	56,914	41,677
10,819	12,193	18,116	20,641	22,511	32,368
<u>51,995</u>	<u>53,271</u>	<u>56,094</u>	<u>52,660</u>	<u>79,425</u>	<u>74,045</u>
<u>\$ 550,005</u>	<u>\$ 587,463</u>	<u>\$ 593,460</u>	<u>\$ 616,698</u>	<u>\$ 626,717</u>	<u>\$ 617,441</u>

1997	1998	1999	2000	2001	2002
\$ 224,641	\$ 222,930	\$ 212,877	\$ 225,258	\$ 248,603	\$ 245,943
166,244	174,994	190,205	212,846	256,959	226,144
1,733	1,071	740	1,000	-	-
<u>392,618</u>	<u>398,995</u>	<u>403,822</u>	<u>439,104</u>	<u>505,562</u>	<u>472,087</u>
143,123	160,253	155,201	164,650	172,749	164,482
9,498	7,225	4,863	4,057	3,315	9,958
<u>152,621</u>	<u>167,478</u>	<u>160,064</u>	<u>168,707</u>	<u>176,064</u>	<u>174,440</u>
<u>\$ 545,239</u>	<u>\$ 566,473</u>	<u>\$ 563,886</u>	<u>\$ 607,811</u>	<u>\$ 681,626</u>	<u>\$ 646,527</u>

CITY OF HOUSTON, TEXAS
WATER AND SEWER REVENUE BOND COVERAGE
For the Year Ended June 30, 2002
(amounts expressed in thousands)

	Water and Sewer System (in thousands)
Operating Revenues	
Sales of water, net	\$ 271,098
Sewer system user charges	265,091
Penalties	4,214
Other services and charges	2,994
Total operating revenues	<u>543,397</u>
Non Operating Revenues	<u>47,192</u>
Total gross revenues	<u>590,589</u>
Operating Expenses	
Maintenance and Operations	245,943
Total operating expenses	<u>245,943</u>
Non Operating Expenses	
Coastal Water & Sewer ("CWA")	
Debt Service	30,091
Trinity River Authority ("TRA")	
Debt Service	2,140
Total Non Operating Expenses	<u>32,231</u>
Total Expenses	<u>278,174</u>
NET REVENUES UNDER BOND ORDINANCE	<u><u>\$ 312,415</u></u>
BOND DEBT SERVICE	
Prior Lien Bonds	32,041
Junior Lien Bonds	179,210
Total Debt Service	<u><u>\$ 211,251</u></u>
BOND DEBT SERVICE COVERAGE	
Prior Lien Bond Coverage	9.75x
Junior Lien Bond Coverage	1.74x
TOTAL COVERAGE	1.48x

Water and Sewer:

Net revenues include all income less operating expenses (net of depreciation) of the water and sewer system. Net revenues in each fiscal year are required to be at least equal to 120% of the current year debt service prior lien bonds plus required additions to the Prior Lien Reserve Fund, plus 110% of the current year debt service requirements on the junior lien bonds.

**CITY OF HOUSTON, TEXAS
WATER AND SEWER SYSTEM STATISTICS**

System Budget (Fiscal Year 2003)

The following is the summary of the Fiscal Year 2003 Budget for the System as adopted by City Council:

Revenues	(in thousands)
Beginning Fund Balance (July 1, 2002)	\$ 40,375
Current Revenues	<u>581,473</u>
Total Revenues	<u><u>\$ 621,848</u></u>
Expenditures	
Maintenance and Operations	\$ 255,608
CWA Debt Service	30,002
TRA Debt Service	2,188
Debt Service (including Prior Lien Bonds, Junior Lien Bonds and Commercial Paper)	<u>227,856</u>
Total Expenditures	515,654
Other	
Renewal and Replacement Fund (including Discretionary Debt Service)	65,819
Planned Fund Balance (June 30, 2003)	<u>40,375</u>
Total Expenditures and Reserves	<u><u>\$ 621,848</u></u>

**CITY OF HOUSTON, TEXAS
WATER AND SEWER SYSTEM STATISTICS**

The following calculation shows coverage by Net Revenues of Maximum Annual Debt Service on the Prior Lien Bonds and Junior Lien Bonds after issuance of the Bonds:

Maximum Annual Prior Lien Principal and Interest Requirements (2003)	\$ 29,151,196
Maximum Annual Junior Lien Principal and Interest Requirements (2025)	241,982,925
Total Maximum Annual Principal and Interest Requirements (2017)	257,705,885
Net Revenues for Fiscal Year ended June 30, 2002	312,415,000
Coverage of Total Maximum Annual Principal and Interest Requirements (2025)	1.29x

THE SYSTEM - Sewer Facilities General

The Sewer Facilities receive and process wastewater generated in a service area that includes the City and certain municipalities and unincorporated communities in the Houston metropolitan area. The Sewer Facilities consist of sanitary sewer lines, permitted wastewater treatment plants, sludge treatment facilities, pumping stations and a centralized laboratory. The general condition of the collection lines of the Sewer Facilities varies depending on age, location and type of construction. The average daily wastewater flow through the Sewer Facilities for Fiscal Year 2002 was 255.13 mgd. The effective treatment capacity of the Sewer Facilities, as reflected by State permits, was 563.45 mgd as of June 30, 2002.

THE SYSTEM - Annexation Program - In-City Districts

The City has created reinvestment zones and public improvement districts in which infrastructure improvements, including water and wastewater facilities, will be financed by the respective district or zone through bonds supported by assessments within the districts and by a tax increment fund into which will be deposited the amount of ad valorem taxes collected in the reinvestment zones in excess of the amount calculated on the basis of the property tax appraisals in effect at the time of creation of the particular reinvestment zone. Under State law, the City can create a public improvement district both within the corporate limits of the City and within its extraterritorial jurisdiction. One reinvestment zone and one public improvement district have issued \$2,280,000 and \$800,000 in bonds, respectively. Harris County Improvement District No. 1, created by the Texas Legislature and located within the corporate limits of the City, has issued \$11,000,000 in bonds.

**CITY OF HOUSTON, TEXAS
WATER AND SEWER SYSTEM STATISTICS**

Funding of Proposed System Improvements

It is anticipated that the system improvements contemplated in the Department's Fiscal Year 2003 - 2007 CIP will be financed approximately as follows:

Proposed Source of Funding	Amount (in millions)
System Revenue Bonds (Net Proceeds and interest earnings)	\$ 1,641 (*)
Other sources	0
Total	<u>\$ 1,641</u>

(*) The department's fiscal year 2003 - 2007 CIP anticipates the periodic issuance of additional Prior Lien Bonds, Junior Lien Bonds and Subordinate Lien Commercial Paper. City Council must approve each issuance of bonds.

Obligations Payable from System Revenues

The following sets forth the total outstanding principal amount of the system obligations payable from revenues of the system as of June 30, 2002:

Contract Revenue Bonds Payable from System Gross Revenues	Amount
CWA Bonds (1)	\$ 241,416,420
TRA Bonds (2)	11,500,000
HAWC Bonds (3)	130,260,000
	<u>383,176,420</u>
System Revenue Bonds Payable from System Net Revenues (3)	
Prior Lien Bonds	232,710,000
Junior Lien Bonds	3,256,934,015
Subordinate Lien Obligations (4)	120,000,000
	<u>3,609,644,015</u>
Total - All Bonds Payable from System Revenues	<u>\$ 3,992,820,435</u>

(1) Under a 1968 agreement, as amended and superseded in part, and a 1995 agreement, CWA agreed to construct the CWA conveyance system and certain other projects and the City agreed to pay, as a maintenance and operation expense of the System, amounts calculated to be sufficient to cover maintenance and operation expenses of the CWA Conveyance System plus debt service of the CWA Bonds. CWA has reserved the right to issue an unlimited amount of additional bonds on parity with those currently outstanding, however, such issuances are subject to the approval of the City.

(2) Under the 1964 agreement, as supplemented, the City and TRA agreed to construct Lake Livingston, and the City agreed to pay, as a maintenance and operation expense of the System, amounts calculated to be sufficient to cover the maintenance and operation expenses of Lake Livingston, plus debt service on the TRA (Livingston Project) Bonds, less recoupment of a maximum of 30 percent of such cost.

(3) Under a 2001 agreement, the City contracted with HAWC to cause the construction of the NEWPP, and, pursuant to the treated water supply contract, the City agreed to pay, as a maintenance and operating expense of the System, debt service on HAWC's first series of bonds which were issued in the principal amount of \$130,260,000, in May, 2002 to finance the NEWPP, along with all maintenance and operating expenses relating to the NEWPP and HAWC.

**CITY OF HOUSTON, TEXAS
WATER AND SEWER SYSTEM STATISTICS**

Discretionary Debt Service Paid by the System

The total amount of Discretionary Debt Service paid from Net Revenues of the System of the past five Fiscal Years and the amount budgeted for Fiscal year 2003 is set forth below:

<u>Fiscal Year</u>	<u>Discretionary Debt Service (in millions)</u>
2003 (budgeted)	\$ 35.9
2002	36.5
2001	38.6
2000	34.0
1999	37.9
1998	34.5

Indirect Charges Paid by the System

In October 1992, the City enacted an ordinance imposing a charge against the System equal to 2% of its net (after adjustments) water and sewer service charge revenues to compensate the City's General Fund for costs incurred in ditch and storm sewer maintenance as a result of operations of the System. Beginning in fiscal year 1997, the charge was increased to 4%. For Fiscal Year 1998, such charge was \$20.6 million; Fiscal Year 1999, \$20.9 million; Fiscal Year 2000, \$20.9 million, Fiscal Year 2001, \$21.3 million and Fiscal Year 2002, \$21.6 million.

The total amounts of such indirect charges, excluding the annual 4% service charge, for the past five Fiscal Years and the amount budgeted for Fiscal Year 2003 are set forth below:

<u>Fiscal Year</u>	<u>Indirect Charges (in thousands)</u>
2003 (budgeted)	\$ 6,877
2002	6,877
2001	7,637
2000	7,463
1999	7,963
1998	5,651

- (3) Excludes the principal amount of bonds payable from Discretionary Debt Service Transfers of the City Debt Service Fund.
- (4) The City currently issues water and sewer system commercial paper notes pursuant to an ordinance authorizing the issuance of Water and Sewer System Commercial Paper Notes, Series A (the "Series A Notes") in an aggregate amount not to exceed \$500,000,000. The program is structured as a revolving commercial paper program. An ordinance authorizing the Water and Sewer Commercial Paper Notes, Series B (the "Series B Notes"), in the aggregate principal amount of \$200,000,000 (the Series A Notes and the Series B Notes, collectively the "Commercial Paper Notes"), was adopted by the City Council on March 1, 1995. The City has no current plans to issue more than \$500,000,000 in the aggregate of the Commercial Paper Notes. The Commercial Paper Notes are secured by lines of credit from Wesdeutsche Landesbank Gironzentrale, New York Branch, and Bayerische Landesbank Gironzentrale, New York Branch.

**CITY OF HOUSTON, TEXAS
WATER AND SEWER SYSTEM STATISTICS**

Largest Sewer Customers

The following schedule presents information concerning the ten largest customers of the Sewer Facilities for the twelve month period ended June 30, 2002. The total charges to such customers represent approximately 3.8% of the System Gross Revenues and 8.5% of Sewer Facilities' gross charges during such period.

Customer	Gross Charges
1. Anheuser-Busch, Inc.	\$ 7,412,567
2. City of Houston	2,641,860
3. Houston Independent School District	2,267,425
4. Harris County	2,161,140
5. General Foods, Inc.	1,910,176
6. University of Houston	1,831,121
7. Gerald D. Hines	1,351,778
8. Memorial Hermann Hospital	1,034,218
9. Methodist Hospital	966,550
10. Exxon Mobil	910,952
Total	\$ 22,487,787

Current Rates

Current water rates are based on customer class. The amount of the bill is the sum of the minimum charge based on meter size and an additional charge based on the volume of consumption above a minimum volume. The water rates vary from \$1.92 per thousand gallons for multi-family customers to \$4.30 for outdoor customers.

Usage of the Sewer Facilities is not metered for rate purposes. Instead, sewer rates vary from \$1.08 per thousand gallons for wholesale customers to \$3.98 for industrial customers. Additionally, industrial customers may be subject to a sewer surcharge based on the quality of their wastewater discharge.

The bill for a typical single family residential customer using 7,000 gallons per month would be \$41.96 for both water and sewer services. However, the City has lower-user rates ranging from \$8.50 to \$29.88 per month for water and sewer services for single-family residential customers using less than 6,000 gallons per month, which are below the cost of providing services.

Rate Adjustments

In recent years, the water and sewer rates have been adjusted on the average as follows:

Date of Change	Average Percent Rate Increase (Decrease)	
	Water	Sewer
January 1983	31.0%	
July 1983		20.0%
July 1985		22.0%
September 1986	20.0%	21.7%
April 1987		32.3%
August 1987	21.0%	
November 1987		(5.0)%
July 1988	8.5%	7.6%
August 1989	6.0%	7.5%
July 1990	5.5%	7.5%
February 1992	2.0%	6.0%
March 1993	2.5%	4.0%

CITY OF HOUSTON, TEXAS
WATER AND SEWER SYSTEM STATISTICS
Debt Service Schedule

Fiscal Year Ending June 30	Total Payable From System Gross Revenues ⁽¹⁾	Payable From System Net Revenues			Total Debt Service
		Prior Lien Bonds	Junior Lien Bonds	Total Payable From System Net Revenues	
2003	\$ 36,394,929	\$ 29,151,196	\$ 204,156,563	\$ 233,307,759	\$ 269,702,688
2004	38,285,596	22,150,664	212,341,387	234,492,051	272,777,647
2005	37,151,371	22,136,231	222,147,347	244,283,578	281,434,949
2006	39,420,453	22,523,464	230,997,796	253,521,260	292,941,713
2007	39,842,274	20,835,746	231,146,930	251,982,676	291,824,950
2008	39,609,814	22,577,321	232,054,901	254,632,222	294,242,036
2009	35,069,799	22,588,676	234,341,619	256,930,295	292,000,094
2010	30,783,116	22,593,556	234,341,869	256,935,425	287,718,541
2011	28,333,510	20,558,716	234,339,200	254,897,916	283,231,426
2012	27,553,453	20,584,266	234,340,946	254,925,212	282,478,665
2013	26,806,325	20,606,325	234,340,018	254,946,343	281,752,668
2014	26,011,503	20,645,591	234,340,434	254,986,025	280,997,528
2015	25,215,725	23,339,944	234,336,281	257,676,225	282,891,950
2016	24,513,750	23,354,000	234,337,080	257,691,080	282,204,830
2017	14,036,556	23,367,750	234,338,135	257,705,885	271,742,441
2018	13,231,706	9,920,750	234,342,540	244,263,290	257,494,996
2019	13,219,006	5,647,750	234,338,294	239,986,044	253,205,050
2020	13,221,781		241,722,220	241,722,220	254,944,001
2021	13,216,131		241,974,509	241,974,509	255,190,640
2022	13,205,681		241,981,095	241,981,095	255,186,776
2023	13,202,769		241,982,252	241,982,252	255,185,021
2024	13,192,044		241,979,415	241,979,415	255,171,459
2025	13,186,831		241,982,925	241,982,925	255,169,756
2026	13,179,475		241,981,650	241,981,650	255,161,125
2027	9,076,606		241,977,806	241,977,806	251,054,412
2028	9,076,950		241,977,244	241,977,244	251,054,194
2029	9,074,613		241,977,119	241,977,119	251,051,732
2030	9,073,825		121,638,869	121,638,869	130,712,694
2031	9,078,563		121,850,194	121,850,194	130,928,757
2032	9,077,544		96,842,103	96,842,103	105,919,647
2033			96,841,381	96,841,381	96,841,381
Total	<u>\$ 642,341,699</u>	<u>\$ 352,581,946</u>	<u>\$ 6,767,290,122</u>	<u>\$ 7,119,872,068</u>	<u>\$ 7,762,213,767</u>

(1) Includes CWA Bonds and TRA Bonds and Houston Area Water Corporation Bonds (HAWC)

CITY OF HOUSTON, TEXAS
WATER AND SEWER SYSTEM STATISTICS
Water Supply

Capacity, Production, and Sales

The following schedule sets forth information concerning Water Facilities capacity, production and sales for Fiscal Year 2002 (million gallons per day):

	<u>Available</u>	<u>Capacity</u>	<u>Daily</u>	<u>Peak</u>	<u>Sales</u>
Ground	137.2	333.0	114.8	169.8	N/A
Surface	1,135.0	1,169.0	532.6	588.9	N/A
Total	1,272.2	1,502.0	647.4	758.7	560.2
Treated					309.0
Untreated					251.2
Total					<u>560.2</u>

Sources of System Revenues - General

As of June 30, 2002, the Water Facilities and the Sewer Facilities served approximately 412,000 and 397,800 active service connections, respectively. During Fiscal Year 2002 approximately 46% of System Gross Revenues were derived from the sale of water (88% from treated water and 12% from untreated water), approximately 45% from providing wastewater treatment services, 6% from interest income and the remaining 3% from various other sources. Of the treated water sales, 92% of revenues were from retail customers and 8% from bulk sales to other governmental entities.

CITY OF HOUSTON, TEXAS
WATER AND SEWER SYSTEM STATISTICS
Water Supply

Largest Treated Water Customers

The following schedule presents information concerning the ten largest treated water customers of the System for the twelve month period ended June 30, 2002. The total charges to such customers during such period represent approximately 3.4% of the System Gross Revenues and 7.4% of total water sales revenues for such period.

<u>Customers</u>	<u>Charges</u>
1. City of Pasadena	\$ 4,677,025
2. North Channel Water Authority	2,658,990
3. Clear Lake City Water Authority	2,352,908
4. Anheuser-Busch, Inc.	2,315,952
5. Gulf Coast Water Authority	1,709,541
6. Houston Independent School District	1,554,303
7. Harris County	1,494,876
8. University of Houston	1,250,090
9. Texas Medical Center	1,017,966
10. City of West University Place	976,932
	<u>\$ 20,008,583</u>

Largest Untreated Water Customers

The following schedule presents information concerning the ten largest untreated water customers of the System for a twelve month period ended June 30, 2002. The total of the contract payments by these ten customers during such period represents approximately 3.6% of the System Gross Revenues and 7.9% of total water sales revenues for such period.

<u>Customers</u>	<u>Charges</u>
1. Equistar Chemicals LP	\$ 3,915,503
2. Shell Oil Company	3,893,391
3. Battleground Water Company	2,395,448
4. Lyondell - Citgo Refining Company LTD	2,217,434
5. Chevron Phillips Chemical Company, LP	2,067,667
6. Air Liquide America Corporation	1,866,780
7. Baytown Water Authority	1,621,684
8. Occidental Chemical Corporation	1,283,459
9. Hoescht Celanese Chemical Group, LTD	1,223,254
10. Donohue Industries, Inc.	915,103
	<u>\$ 21,399,723</u>

CITY OF HOUSTON, TEXAS
STATISTICAL SECTION
JUNE 30, 2002

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CITY OF HOUSTON, TEXAS
AIRPORT SYSTEM FUND REVENUES AND EXPENSES
Last Ten Fiscal Years
(amounts expressed in thousands)

Total Annual Revenues Last Ten Fiscal Years	1993	1994	1995	1996
Operating Revenues				
Landing area fees	\$ 38,306	\$ 35,239	\$ 38,951	\$ 41,741
Building and ground area fees	41,068	44,603	49,592	50,824
Parking, concession and other revenues	53,141	55,438	61,762	66,654
Total Operating Revenues	<u>132,515</u>	<u>135,280</u>	<u>150,305</u>	<u>159,219</u>
Nonoperating Revenues				
Interest income	14,150	7,023	7,805	10,871
Other nonoperating revenues	426	328	665	236
Total Nonoperating Revenues	<u>14,576</u>	<u>7,351</u>	<u>8,470</u>	<u>11,107</u>
Total Revenues	<u>\$ 147,091</u>	<u>\$ 142,631</u>	<u>\$ 158,775</u>	<u>\$ 170,326</u>
Total Annual Expenses Last Ten Fiscal Years	1993	1994	1995	1996
Operating Expenses				
Maintenance and operating	\$ 78,883	\$ 84,430	\$ 90,488	\$ 91,836
Depreciation	32,345	33,451	36,638	37,932
Total Operating Expenses	<u>111,228</u>	<u>117,881</u>	<u>127,126</u>	<u>129,768</u>
Nonoperating Expenses				
Interest expense and others	33,897	21,003	20,502	20,180
Total Nonoperating Expenses	<u>33,897</u>	<u>21,003</u>	<u>20,502</u>	<u>20,180</u>
Total Expenses	<u>\$ 145,125</u>	<u>\$ 138,884</u>	<u>\$ 147,628</u>	<u>\$ 149,948</u>

1997	1998	1999	2000	2001	2002
\$ 43,371	\$ 43,739	\$ 37,506	\$ 40,930	\$ 48,298	\$ 50,826
54,362	54,479	59,921	72,988	74,168	84,752
69,272	75,827	84,944	95,217	99,708	91,877
<u>167,005</u>	<u>174,045</u>	<u>182,371</u>	<u>209,135</u>	<u>222,174</u>	<u>227,455</u>
10,894	13,213	21,762	25,027	66,846	37,629
56	664	207	188	828	2,725
<u>10,950</u>	<u>13,877</u>	<u>21,969</u>	<u>25,215</u>	<u>67,674</u>	<u>40,354</u>
<u>\$ 177,955</u>	<u>\$ 187,922</u>	<u>\$ 204,340</u>	<u>\$ 234,350</u>	<u>\$ 289,848</u>	<u>\$ 267,809</u>

1997	1998	1999	2000	2001	2002
\$ 93,471	\$ 100,040	\$ 117,206	\$ 113,442	\$ 122,594	\$ 138,091
39,002	43,166	42,537	46,390	52,410	60,088
<u>132,473</u>	<u>143,206</u>	<u>159,743</u>	<u>159,832</u>	<u>175,004</u>	<u>198,179</u>
18,859	18,376	32,471	44,354	65,387	28,977
18,859	18,376	32,471	44,354	65,387	28,977
<u>\$ 151,332</u>	<u>\$ 161,582</u>	<u>\$ 192,214</u>	<u>\$ 204,186</u>	<u>\$ 240,391</u>	<u>\$ 227,156</u>

**CITY OF HOUSTON, TEXAS
AIRPORT SYSTEM STATISTICS
Passenger Statistics**

Fiscal Year	Domestic Passengers					
	Intercontinental		Hobby		Ellington Field	
	Enplanements	Percentage	Enplanements	Percentage	Enplanements	Percentage
	& Deplanements (in thousands)	Change	& Deplanements (in thousands)	Change	& Deplanements (in thousands)	Change
1992	16,126	1.7%	8,032	1.8%	89	14.1%
1993	17,490	8.5%	8,496	5.8%	120	34.8%
1994	18,243	4.3%	8,276	-2.6%	114	-5.0%
1995	21,282	16.7%	8,199	-0.9%	105	-7.9%
1996	22,541	5.9%	8,209	0.1%	89	-15.2%
1997	23,839	5.8%	8,330	1.5%	101	13.5%
1998	25,543	7.1%	8,597	3.2%	113	11.9%
1999	27,271	6.8%	8,795	2.3%	100	-11.5%
2000	28,892	5.9%	9,053	2.9%	89	-11.0%
2001	30,105	4.2%	9,038	-0.2%	64	-28.1%
2002	28,168	-6.4%	8,192	-9.4%	68	6.3%

Domestic Passengers		International Passengers		Total Passengers	
Total		Intercontinental			
Enplanements & Deplanements (in thousands)	Percentage Change	Enplanements & Deplanements (in thousands)	Percentage Change	Enplanements & Deplanements (in thousands)	Percentage Change
24,247	1.8%	2,195	4.5%	26,442	2.0%
26,106	7.7%	2,417	10.1%	28,523	7.9%
26,633	2.0%	2,679	10.8%	29,312	2.8%
29,586	11.1%	2,868	7.1%	32,454	10.7%
30,839	4.2%	3,148	9.8%	33,987	4.7%
32,270	4.6%	3,614	14.8%	35,884	5.6%
34,253	6.1%	4,161	15.1%	38,414	7.1%
36,166	5.6%	4,801	15.4%	40,967	6.6%
38,034	5.2%	5,340	11.2%	43,374	5.9%
39,207	3.1%	5,811	8.8%	45,018	3.8%
36,428	-7.1%	5,556	-4.4%	41,984	-6.7%

CITY OF HOUSTON, TEXAS
AIRPORT SYSTEM STATISTICS
Airline Market Shares

Domestic

Airlines	Intercontinental				Hobby			
	Fiscal Year 2001		Fiscal Year 2002		Fiscal Year 2001		Fiscal Year 2002	
	Total Passengers	Market Share	Total Passengers	Market Share	Total Passengers	Market Share	Total Passengers	Market Share
Air Tran	0	0.0%	0	0.0%	343,043	3.8%	299,122	3.7%
America West	385,201	1.1%	384,875	1.1%	0	0.0%	0	0.0%
American	1,086,819	3.0%	944,591	3.0%	225,574	2.5%	108,013	1.3%
American Eagle	0	0.0%	0	0.0%	323,349	3.6%	272,240	3.3%
Atlantic Southeast	66,248	0.2%	55,539	0.2%	57,825	0.6%	73,967	0.9%
Charter Airlines	51,547	0.1%	25,726	0.1%	3,920	0.0%	2,561	0.0%
Comair	75,380	0.2%	74,317	0.2%	49,721	0.6%	54,088	0.7%
Continental	21,661,979	60.3%	20,302,674	60.3%	0	0.0%	0	0.0%
Continental Express	3,485,304	9.7%	3,435,860	9.7%	24,521	0.3%	4,349	0.1%
Delta	617,677	1.7%	580,115	1.7%	337,497	3.7%	358,486	4.4%
Frontier	17,140	0.0%	72,087	0.0%	0	0.0%	0 #	0.0%
Mesa	0	0.0%	17,985	0.1%	0	0.0%	0	0.0%
NW Airlink Express One	0	0.0%	0	0.0%	31,438	0.3%	0	0.0%
Northwest	752,275	2.1%	717,255	2.1%	0	0.0%	0	0.0%
Skywest	0	0.0%	35,126	0.1%	0	0.0%	0	0.0%
Southwest	278,787	0.8%	192,490	0.6%	7,641,311	84.5%	7,018,951	85.7%
Sun Country Airways	28,832	0.1%	1,055	0.0%	0	0.0%	0	0.0%
TWA	227,633	0.6%	81,051	0.2%	0	0.0%	0	0.0%
United	794,256	2.2%	708,067	2.1%	0	0.0%	0	0.0%
US Airways	575,919	1.6%	538,768	1.6%	0	0.0%	0	0.0%
Total Domestic	30,104,997	83.8%	28,167,581	83.8%	9,038,199	100.0%	8,191,777	100.0%

International

	Fiscal Year 2001		Fiscal Year 2002		Fiscal Year 2001		Fiscal Year 2002	
	Total	Market	Total	Market	Total	Market	Total	Market
	Passengers	Share	Passengers	Share	Passengers	Share	Passengers	Share
AeroMexico	148,573	0.4%	152,164	0.5%				
Aerolitoral	9,179	0.0%	2,084	0.0%				
Air Canada	144,121	0.4%	143,254	0.4%				
Air France	151,649	0.4%	144,514	0.4%				
Air Jamaica	4,299	0.0%	40,636	0.0%				
Aviacsa	44,158	0.1%	60,151	0.2%				
British Airways	209,987	0.6%	185,141	0.5%				
Canadian Airlines	9,784	0.0%	0	0.0%				
Cayman	27,389	0.1%	21,393	0.1%				
Charter Airlines	65,588	0.2%	4,099,766	12.2%				
Continental	4,326,957	12.0%	242,659	0.7%				
Continental Express	231,455	0.6%	162,779	0.5%				
KLM	173,006	0.5%	114,687	0.3%				
Lufthansa	137,732	0.4%	0	0.0%				
Sun Country Airlines	62,714	0.2%	66,003	0.2%				
TACA	64,181	0.2%	120,885	0.4%				
Total International	5,810,772	16.2%	5,556,116	16.5%				
Total Airlines	35,915,769	100.0%	33,723,697	100.0%	9,038,199	100.0%	8,191,777	100.0%

Domestic only

Ellington Field				Houston Airport System			
Fiscal Year 2001		Fiscal Year 2002		Fiscal Year 2001		Fiscal Year 2002	
Total Passengers	Market Share	Total Passengers	Market Share	Total Passengers	Market Share	Total Passengers	Market Share
0	0.0%	0	0.0%	343,043	0.8%	299,122	0.7%
0	0.0%	0	0.0%	385,201	0.9%	384,875	0.9%
0	0.0%	0	0.0%	1,312,393	2.9%	1,052,604	2.5%
0	0.0%	0	0.0%	323,349	0.7%	272,240	0.6%
0	0.0%	0	0.0%	124,073	0.3%	129,506	0.3%
0	0.0%	0	0.0%	55,467	0.1%	28,287	0.1%
0	0.0%	0	0.0%	125,101	0.3%	128,405	0.3%
0	0.0%	0	0.0%	21,661,979	48.1%	20,302,674	48.4%
63,729	100.0%	67,696	100.0%	3,573,554	7.9%	3,507,905	8.4%
0	0.0%	0	0.0%	955,174	2.1%	938,601	2.2%
0	0.0%	0	0.0%	17,140	0.0%	72,087	0.2%
0	0.0%	0	0.0%	0	0.0%	17,985	0.0%
0	0.0%	0	0.0%	31,438	0.1%	0	0.0%
0	0.0%	0	0.0%	752,275	1.7%	717,255	1.7%
0	0.0%	0	0.0%	0	0.0%	35,126	0.1%
0	0.0%	0	0.0%	7,920,098	17.6%	7,211,441	17.2%
0	0.0%	0	0.0%	28,832	0.1%	1,055	0.0%
0	0.0%	0	0.0%	227,633	0.5%	81,051	0.2%
0	0.0%	0	0.0%	794,256	1.8%	708,067	1.7%
0	0.0%	0	0.0%	575,919	1.3%	538,768	1.3%
63,729	100.0%	67,696	100.0%	39,206,925	87.2%	36,427,054	86.8%

				Houston Airport System			
Fiscal Year 2001		Fiscal Year 2002		Fiscal Year 2001		Fiscal Year 2002	
Total Passengers	Market Share	Total Passengers	Market Share	Total Passengers	Market Share	Total Passengers	Market Share
				148,573	0.3%	152,164	0.4%
				9,179	0.0%	2,084	0.0%
				144,121	0.3%	143,254	0.3%
				151,649	0.3%	144,514	0.3%
				4,299	0.0%	40,636	0.1%
				44,158	0.1%	60,151	0.1%
				209,987	0.5%	185,141	0.4%
				9,784	0.0%	0	0.0%
				27,389	0.1%	21,393	0.1%
				65,588	0.1%	4,099,766	9.8%
				4,326,957	9.6%	242,659	0.6%
				231,455	0.5%	162,779	0.4%
				173,006	0.4%	114,687	0.3%
				137,732	0.3%	0	0.0%
				62,714	0.1%	66,003	0.2%
				64,181	0.1%	120,885	0.3%
				5,810,772	12.9%	5,556,116	13.2%
63,729	100.0%	67,696	100.0%	45,017,697	100.0%	41,983,170	100.0%

Domestic only

CITY OF HOUSTON, TEXAS
AIRPORT SYSTEM STATISTICS
Selected Financial Information

	1993	1994
Operating Revenues		
Landing Area Fees:		
Landing Fees	\$36,860	\$33,911
Aviation Fuel	970	896
Aircraft Parking	476	432
Subtotal	38,306	35,239
Building and Ground Area Revenues:		
Terminal Space	35,531	38,563
Cargo Building	944	1,230
Other Building	657	709
Hangar Rental	557	650
Ground Rental	3,379	3,451
Concourse Security	1,207	1,190
Flight Information Display System	248	406
Public Address System	576	596
Subtotal	43,099	46,795
Parking, Concession and other Revenues:		
Terminal Concessions	12,655	13,257
Auto Parking	26,648	28,397
Auto Rental	8,769	8,853
Ground Transportation	2,455	2,434
Other Operating Income	583	305
Subtotal	51,110	53,246
Total Operating Revenues	\$132,515	\$135,280
Nonoperating Revenues		
Interest on Investments	9,406	4,125
Other	426	328
Subtotal	9,832	4,453
Total Gross Revenues	\$142,347	\$139,733
Operation and Maintenance Expenses		
Personnel and Other Current Expenses	\$78,878	\$84,428
Bad Debt Expense	5	3
Total Operating and Maintenance Expenses	\$78,883	\$84,431
Net Revenues	\$63,464	\$55,302
Debt Service Requirements of Outstanding Bonds	\$35,548	\$31,170
Less: grant revenue available for debt service	-	-
Net Debt Service Requirement	\$35,548	\$31,170
Coverage of Debt Service Requirements by Net Revenues	x 1.79 x	x 1.77 x

Fiscal Years
(dollars in thousands)

1995	1996	1997	1998	1999	2000	2001	2002
\$37,526	\$40,232	\$41,930	\$42,275	\$35,930	\$39,116	\$46,735	\$49,424
933	1,022	1,062	1,111	978	1,259	895	838
492	486	379	353	598	555	668	564
<u>38,951</u>	<u>41,740</u>	<u>43,371</u>	<u>43,739</u>	<u>37,506</u>	<u>40,930</u>	<u>48,298</u>	<u>50,826</u>
42,630	42,154	42,855	42,892	47,775	62,738	63,172	73,116
1,803	1,898	2,035	2,084	2,075	2,077	1,923	1,863
737	1,551	2,135	2,075	2,103	2,036	2,078	2,262
903	1,202	1,001	1,063	1,039	1,251	1,605	1,902
3,519	4,018	3,701	3,838	4,296	4,886	5,388	5,607
1,318	1,288	1,287	1,270	1,287	-	2	2
456	538	571	531	566	-	-	-
682	753	777	726	780	-	-	-
<u>52,048</u>	<u>53,402</u>	<u>54,362</u>	<u>54,479</u>	<u>59,921</u>	<u>72,988</u>	<u>74,168</u>	<u>84,752</u>
13,474	14,366	14,670	16,455	19,802	25,262	23,721	22,444
31,861	33,242	36,794	39,213	42,304	46,662	51,285	46,955
10,498	12,719	14,412	15,828	15,423	18,326	18,787	16,886
2,565	2,619	2,906	3,334	4,701	2,549	4,535	3,274
908	1,131	490	997	2,714	2,418	1,380	2,318
<u>59,306</u>	<u>64,077</u>	<u>69,272</u>	<u>75,827</u>	<u>84,944</u>	<u>95,217</u>	<u>99,708</u>	<u>91,877</u>
<u>\$150,305</u>	<u>\$159,219</u>	<u>\$167,005</u>	<u>\$174,045</u>	<u>\$182,371</u>	<u>\$209,135</u>	<u>\$222,174</u>	<u>\$227,455</u>
6,269	8,629	6,080	9,813	9,631	9,677	12,396	12,816
665	236	56	95	207	99	680	5,520
<u>6,934</u>	<u>8,865</u>	<u>6,136</u>	<u>9,908</u>	<u>9,838</u>	<u>9,776</u>	<u>13,076</u>	<u>18,336</u>
<u>\$157,239</u>	<u>\$168,084</u>	<u>\$173,141</u>	<u>\$183,953</u>	<u>\$192,209</u>	<u>\$218,911</u>	<u>\$235,250</u>	<u>\$245,791</u>
\$90,501	\$91,886	\$95,020	\$100,032	\$117,189	\$113,042	\$122,542	\$138,018
(13)	(50)	8	8	17	400	52	73
<u>\$90,488</u>	<u>\$91,836</u>	<u>\$95,028</u>	<u>\$100,040</u>	<u>\$117,206</u>	<u>\$113,442</u>	<u>\$122,594</u>	<u>\$138,091</u>
<u>\$66,751</u>	<u>\$76,248</u>	<u>\$78,113</u>	<u>\$83,913</u>	<u>\$75,003</u>	<u>\$105,469</u>	<u>\$112,656</u>	<u>\$107,700</u>
\$31,045	\$33,035	\$32,220	\$32,955	\$33,942	\$38,455	\$50,027	\$51,611
-	-	-	-	-	-	(2,798)	(37,153)
<u>\$31,045</u>	<u>\$33,035</u>	<u>\$32,220</u>	<u>\$32,955</u>	<u>\$33,942</u>	<u>\$38,455</u>	<u>\$47,229</u>	<u>\$14,458</u>
x <u>2.15</u> x	<u>2.31</u> x	<u>2.42</u> x	<u>2.55</u> x	<u>2.21</u> x	<u>2.74</u> x	<u>2.39</u> x	<u>7.45</u>

CITY OF HOUSTON, TEXAS
AIRPORT SYSTEM STATISTICS
Total Aircraft Operations and Aircraft Landing Weight

Fiscal Year	Aircraft Operations (in thousands)			Aircraft Landed Weight (in thousand pounds)		
	Total	Increase (Decrease)	Percentage Change	Total	Increase (Decrease)	Percentage Change
1991	696	5	0.72%	23,119	744	3.33%
1992	656	(40)	-5.75%	23,714	595	2.57%
1993	680	24	3.66%	25,099	1,385	5.84%
1994	667	(13)	-1.91%	24,768	(331)	-1.32%
1995	712	45	6.75%	26,610	1,842	7.44%
1996	734	22	3.09%	26,078	(532)	-2.00%
1997	768	34	4.63%	26,822	744	2.85%
1998	789	21	2.73%	28,253	1,431	5.34%
1999	796	7	0.89%	30,119	1,866	6.60%
2000	827	31	3.89%	31,495	1,376	4.57%
2001	823	(4)	-0.48%	32,083	588	1.87%
2002	790	(33)	-4.01%	30,496	(1,587)	-4.95%

CITY OF HOUSTON, TEXAS
AIRPORT SYSTEM STATISTICS
Summary of Certain Fees and Charges

	Bush Intercontinental		Hobby	
	Fiscal Year	Fiscal Year	Fiscal Year	Fiscal Year
	2001	2002	2001	2002
Landing Rates (1)	\$1.269	\$1.518	\$1.817	\$1.905
Terminal Space Rentals (2)	\$23.96-\$53.25	\$40.72	\$31.38-\$50.01	\$33.63 - 51.68
Apron (2)	\$0.632 - 3.281	\$2.454 - 22.540	\$1.175	\$1.936
Parking Rates (maximum per day)				
Economy	\$5.00	\$6.00	\$5.00	\$6.00
Structured	\$10.00	\$12.00	\$10.00	\$12.00
Surface	\$7.00 - \$9.00	\$8.00	--	--
Short-Term	30	\$30.00	\$30.00	\$30.00
Sure Park	\$5.00 - 15.00	\$5.00 - 15.00	--	--

(1) Per 1,000 pounds for landing weight

(2) Range per square foot

(3) Maximum per day

CITY OF HOUSTON, TEXAS
AIRPORT SYSTEM STATISTICS
System Debt Service Schedule

The following table sets forth the Debt Service Requirements on all Airport Bonds Outstanding after issuance of the Series 2000 Bonds, assuming scheduled mandatory redemption of any term bonds. The amounts do not include the Airport System's Senior Lien Commercial Paper Notes.

Fiscal Year (ending June 30)	Subordinate Lien Bonds Debt Service		Total
	Principal	Interest	
2002	\$ 4,380,000	\$ 80,292,699	\$ 84,672,699
2003	17,985,000	79,363,859	97,348,859
2004	18,865,000	78,483,634	97,348,634
2005	26,690,000	77,901,512	104,591,512
2006	28,285,000	76,312,858	104,597,858
2007	29,725,000	74,866,864	104,591,864
2008	31,255,000	73,319,709	104,574,709
2009	32,950,000	71,655,074	104,605,074
2010	34,715,000	69,860,572	104,575,572
2011	36,605,000	67,985,269	104,590,269
2012	38,590,000	66,004,447	104,594,447
2013	40,705,000	63,888,462	104,593,462
2014	42,845,000	61,733,522	104,578,522
2015	45,230,000	59,378,221	104,608,221
2016	47,655,000	56,922,219	104,577,219
2017	50,230,000	54,376,123	104,606,123
2018	52,910,000	51,693,965	104,603,965
2019	55,710,000	48,877,004	104,587,004
2020	58,630,000	45,962,527	104,592,527
2021	61,570,000	42,995,245	104,565,245
2022	65,645,000	39,630,316	105,275,316
2023	69,115,000	36,191,615	105,306,615
2024	72,755,000	32,544,150	105,299,150
2025	76,615,000	28,682,105	105,297,105
2026	80,730,000	24,571,722	105,301,722
2027	85,060,000	20,227,523	105,287,523
2028	89,610,000	15,682,292	105,292,292
2029	94,460,000	10,831,702	105,291,702
2030	99,720,000	5,567,410	105,287,410
	\$ 1,489,240,000	\$ 1,515,802,620	\$ 3,005,042,620

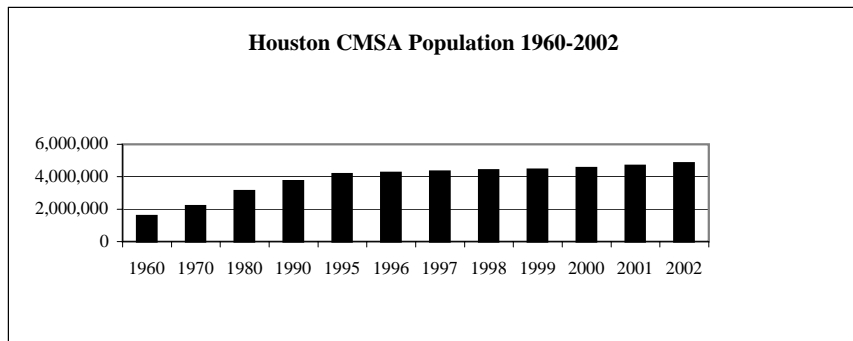
**CITY OF HOUSTON, TEXAS
AIRPORT SYSTEM STATISTICS
Service Area**

The airports service region for the Houston Airport System consists of (1) the seven county Houston-Galveston-Brazoria Consolidated Metropolitan Statistical Area (Brazoria, Fort Bend, Galveston, Harris, Liberty, Montgomery, and Waller counties)--referred to as the Houston CMSA, and (2) a large secondary area surrounding the Houston CMSA. The limits of this secondary area are generally defined by the range and quality of airline service at other air carrier airports, including Beaumont Jefferson County Airport to the east, Dallas/Fort Worth International Airport and Dallas Love Field to the north, Corpus Christi International Airport to the southwest, and Austin-Bergstrom International Airport and San Antonio International Airport to the west.

Houston, the nation's fourth most populous city, is the largest in the South and Southwest. The Houston CMSA ranks 10th in population among the nation's metropolitan areas.

Service Area Population

<u>Year</u>	<u>Houston CMSA Population</u>
1960	1,581,117
1970	2,181,315
1980	3,118,080
1990	3,731,131
1995	4,164,393
1996	4,239,927
1997	4,320,041
1998	4,407,579
1999	4,440,938
2000	4,538,022
2001	4,669,571
2002	4,825,964



Source: Texas State Data Center

2002 Largest Private Employers Houston-CMSA

Aramark
Continental Airlines/Continental Express
Memorial Herman Healthcare Systems
UTMB Galveston
Kroger Company
U. T. - MD Anderson Cancer Center

Reliant Energy
H.C.A. Health
B.P. America
Pappas Restaurant
SBC Southwestern Bell
Shell Oil

Sources: Greater Houston Partnership; Business Houston

**CITY OF HOUSTON, TEXAS
DEMOGRAPHIC STATISTICS
June 30, 2002**

GENERAL

GEOGRAPHY

The City is the seat of Harris County, Texas and is located on the upper Texas Gulf Coast 50 miles from the Gulf of Mexico. The City covers 617.34 square miles and lies in three counties: Harris (606.326 square miles), Fort Bend (8.080 square miles) and Montgomery (2.937 square miles). The Houston Primary Metropolitan Statistical Area ("PMSA") includes Chambers, Fort Bend, Harris, Liberty, Montgomery and Waller Counties and covers 6,304.31 square miles. The Houston-Galveston-Brazoria Consolidated Metropolitan Statistical Area ("CMSA") consists of the Houston PMSA, the Galveston-Texas City PMSA and the Brazoria PMSA, and covers 8,778.31 square miles.

HISTORY

Houston was founded in 1836 by the Allen brothers on land near the head waters of Buffalo Bayou. This location was chosen because it was as close to central Texas colonies as river boats could travel from the Gulf, making it a marketing and distribution site. The City was named after General Sam Houston, first president of the Republic of Texas and commander of the Texas army that won independence from Mexico in April 1836. The discovery of oil in southeast Texas at Spindletop in 1901 and the opening of the man-made Houston Ship Channel in 1914 stimulated rapid development of petroleum refining and metal fabrication. Petrochemical manufacturing on a large scale began during World War II.

WEATHER

Houston averages 21.3 dates per year of freezing weather and 95.5 dates with high temperatures of 90°F or more. The City averages 46.07" of annual precipitation, and thunderstorms occur 103.4 days per year with 208 days of sunshine.

CITY GOVERNMENT

STRUCTURE

Incorporated under the laws of the Republic of Texas in 1837, and again under the Laws of the State of Texas in 1905, the City operates under a Home Rule Charter. The City has a Mayor-Council form of government in which the Mayor and a fourteen member council serve as the legislative body. The Mayor and City Controller are elected by all voters in the City. Nine council members are elected by districts, and five council members are elected at-large. The Mayor, all members of the Council, and the City Controller are elected for two-year terms that run concurrently. Term limits provide that no elected city official may serve in any one position for more than three consecutive terms. The present term of office for all elected officials expires on January 2, 2004.

The Mayor appoints the directors of the various departments of the City, subject to the confirmation of the City Council, and exercises administrative control over these departments.

The City Controller is the City's chief financial officer. The Controller supervises the fiscal affairs of the City; maintains the books of accounts; prepares financial statements; conducts sales of City bonds; certifies the availability of funds before the City incurs any financial obligation; and countersigns, with the Mayor, all warrants, contracts, and orders for payment of any money by the City.

**CITY OF HOUSTON, TEXAS
DEMOGRAPHIC STATISTICS
June 30, 2002**

The following table shows the number of City employees at the end of each of the last ten fiscal years per the City Personnel Department:

<u>Year</u>	<u>Total Employees</u>	<u>Year</u>	<u>Municipal</u>	<u>Fire</u>	<u>Police</u>	<u>Water & Sewer</u>	<u>Total Employees</u>
1992	20,671	1997	12,072	3,124	5,354	2,685	23,235
1993	21,670	1998	12,120	3,235	5,362	2,498	23,215
1994	23,010	1999	12,218	3,291	5,426	2,190	23,125
1995	23,466	2000	12,170	3,233	5,406	2,142	22,951
1996	23,381	2001	12,171	3,320	5,355	2,125	22,971
		2002	11,621	3,309	5,420	2,062	22,412

SERVICES

The City provides water, sanitary sewer, airport, library and park services. The City also has the responsibility of maintaining its storm drainage facilities, bridges, and streets; providing local law enforcement, fire protection, solid waste disposal services, building inspection and civil defense services; and maintaining preventive health service through numerous health facilities within the community.

The City does not operate hospitals, a school system, transit services or a higher education system and does not expend City funds in providing welfare. Special districts or other governmental entities with independent taxing authority administer the hospitals and schools maintained within the city. And, the transit system is operated by the Metropolitan Transit Authority and supported primarily by a separate \$0.01 (one cent) sales tax.

POPULATION

According to the United States Department of Commerce - Bureau of the Census 2000 census count and the City Planning Department, Houston's population was at 1,953,631 as of April 1, 2000 after annexations, making Houston the nation's 4th most populous city. According to the United States Department of Commerce - Bureau of the Census, Houston Primary Metropolitan Statistical Area's (PMSA) population was at 4,177,646 as of April 1, 2000.

The following table presents the population of the City and the Houston PMSA according to the United States Department of Commerce - Bureau of the Census, as of April 1, of the year shown:

<u>Year</u>	<u>Population</u>	
	<u>City of Houston</u>	<u>Houston PMSA</u>
2000	1,953,631	4,177,646
1990	1,668,261	3,322,025
1980	1,595,138	2,753,155
1960	938,219	1,364,569
1940	384,514	627,311

**CITY OF HOUSTON, TEXAS
DEMOGRAPHIC STATISTICS
June 30, 2002**

EDUCATION

The Houston region has 41 colleges and universities. The Houston Independent School District is the seventh largest in the U.S., with a Fall 2001-2002 enrollment of 210,993 in 286 schools of which 104 are "magnet" schools offering specialized programs. There are a total of 23 school districts partly or entirely in Harris County. Approximately 25,158 students are enrolled in accredited nonpublic schools.

Houston Independent School District

<u>Year</u>	<u>Pupils</u>	<u>Teachers</u>
2001-2002	210,993	13,114
2000-2001	209,900	12,630
1999-2000	209,916	11,674
1998-1999	210,179	11,773
1997-1998	211,197	11,605
1996-1997	209,610	11,853
1995-1996	207,000	11,513
1994-1995	202,149	11,919
1993-1994	200,613	11,405
1992-1993	198,209	11,536
1991-1992	197,413	11,251

Source: Houston Independent School District Facts, Texas Education Agency, and Texas Higher Education Coordinating Board.

HEALTH CARE

Houston has 85 hospitals with 19,390 beds of which 6,041 are in the Texas Medical Center ("TMC"). The TMC consists of 33 major institutions that occupy over 700-acre. The combined value of the TMC buildings completed or under construction represents a capital investment exceeding \$7.8 billion. Total operating budget for 2001 was estimated at \$4.6 billion; employment in 2001 was approximately 61,041, enrollment in TMC institutions was in excess of 16,547 students as of 2001, and 88,194 health professionals participated in educational and professional programs as of 2001.

SPACE SCIENCE

Johnson Space Center ("JSC"), a \$1.2 billion complex constructed in 1962, occupies a 1,620-acre site about 25 miles southeast of downtown Houston. JSC is a focal point for the U.S. manned space flight program, is responsible for the space shuttle, and is the lead institution of the space station program.

EMPLOYMENT

Houston is in the forefront of energy exploration and production technology, yet the industries that employ Houstonians are diverse. After many years of growth, employment in Houston has retreated resulting from

**CITY OF HOUSTON, TEXAS
DEMOGRAPHIC STATISTICS
June 30, 2002**

corporate collapse and downsizing after September 11th and accounting scandal. Houston ended 2001 with a 4.3% unemployment rate.

Twenty Largest Employers in Harris County
(alphabetical)

Aldine I.S.D.
Alief I.S.D.
Baylor College of Medicine
Hewlett-Packard Corporation
Continental Airlines, Inc.
Cypress Fairbanks I.S.D.
Exxon-Mobil Corporation
Harris County Risk Management
City of Houston
Houston ISD
Memorial Hospital System
Pasadena ISD
Postal Data Center
Randall's Food Market Inc.
Southwestern Bell
The Kroger Co.
The May Department Stores Co.
University of Texas System Cancer Center
University of Houston
Wal-Mart Associates Inc.

Source: Texas Workforce Commission

**CITY OF HOUSTON, TEXAS
DEMOGRAPHIC STATISTICS
June 30, 2002**

BUSINESS

Houston is a major corporate center as well as an international city that is home to more than one half of the world's 100 largest non-US-based corporations and 21 of the 2000 Forbes 500 list. A leading center for international finance, Houston leads the Southwest with 28 foreign banks representing 13 different nations.

Source: Greater Houston Partnership

INCOME

Annual average payroll employment in the Houston PMSA in 2001 rose by 36,700 (1.8%) to 2,118,200 according to the U. S. Department of Commerce & U.S. Bureau of Labor Statistics.

TRADE

The Port of Houston ranked first among U.S. ports in 2001 in amount of foreign tonnage and second in total tonnage.

By Value (\$000)		By Tonnage	
Mexico	\$ 5,159,968	Mexico	34,799,673
Germany	3,101,492	Venezuela	11,349,462
Brazil	2,461,849	Saudi Arabia	10,198,552
Venezuela	2,283,053	Iraq	7,828,746
Saudi Arabia	2,050,068	Algeria	4,799,765

SPORTS

Houston's professional teams include: the Texans (National Football League), Astros (Major League Baseball); the Back to Back NBA World Champion Houston Rockets (National Basketball Association 1994 and 1995 champions); the Four Time WNBA World Champion Houston Comets (Women National Basketball Association 1997, 1998, 1999 and 2000 champions); the 1999 Turner Cup Champions Aeros (American Hockey League); the Houston Energy (Women's Professional Football League, 2001 champions). Racing facilities include the Sam Houston Race Park (class 1 thoroughbred/quarterhorse racing), and Gulf Greyhound Park. The Texaco/Havoline Grand Prix is held each year in downtown Houston.

CITY OF HOUSTON, TEXAS
STATISTICAL SECTION
JUNE 30, 2002

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**CITY OF HOUSTON, TEXAS
SURETY BOND AND INSURANCE COVERAGE
June 30, 2002**

(amounts expressed in thousands, except for deductible amounts)

Policy Number	Insurer	Policy Expires
61BSBBK4955	Hartford Casualty Insurance Co.	12/ 31/03
61BSBBL0688	Hartford Casualty Insurance Co.	12/ 31/03
61BSBAN7522	Hartford Casualty Insurance Co.	12/ 31/03
69296859	Western Surety Company	3/ 20/03
69149047	Western Surety Company	5/ 9/03
61BSBAM5064	Hartford Casualty Insurance Co.	9/17/2002 (continuous)
6923194	Western Surety Company	1/7/2003 (continuous)
6218	Texas Minicipal League	8-16-2001/8-16-2002
6218	Texas Minicipal League	8-16-2001/8-16-2002
IMO4200061	St. Paul	10-20-2001/10-20-2002
3F 788548-02	Kemper Insurance Company	2-1-2002/2-01-2003
S67DZX80785632	Fireman's Fund Insurance	7-29-2002/7-20-2003
S67MZA80224766	Fireman's Fund Insurance	7-29-2002/7-29-2003
SBP0001047044 20000728	Texas Workers Compensation Fund	7-29-2002/7-29-2003
XYZ00084554831	Fireman's Fund Insurance	7-29-2001/7-29-2002
858 46 64	Birmingham Fire Insurance	4-27-2002/4-27-2003
061BU103549845BCM	Travelers Insurance	01/24/01- until cancelled
FPA359790-1	Westchester Fire Co.	4-1-2002/4-1-2003
FBP-HN-7318124	Hartford Steam Boiler Inspection & Ins.	2-18-2002/2-18-2003
IM04200103	St Paul Insurance Co.	6-26-2002/6-26-2003
IM04200103	St Paul Insurance Co.	6-26-2002/6-26-2003
IM04200103	St Paul Insurance Co.	6-26-2002/6-26-2003
CCP 002 76 41	Fidelity & Deposit Co. of Maryland	4-11-2000/4-11-2003
61BPEAM5075	Hartford Casualty Ins. Co.	10-29-2001/10-29-2002
61BPEAI9468	Hartford Casualty Ins. Co.	2-11-2002/2-11-2003
Various	Western Surety Company	4 yrs term per bond
SRG 805 80 52	The AIG Life Companies	Pending volunteer contract neg.
DOC 368230500	Zurich	9-09-2001/9-9-2002
04GL000068013	Mid-Continent Casualty Company	10-01-2001/10-16-2002
61UECIN5840	Hartford	10-01-2001/10-16-2002
61WECDZ1867	Hartford	10-01-2001/10-16-2002
CE1390688	National Union Fire	10-01-2001/10-16-2002
PHSD006337	Philadelphia Insurance Co.	4-10-2001/7-01-2002
DOC374969200	Zurich	4-10-2001/7-01-2002
TCLP0627693	Gulf Insurance Company	9-14-2001/9-14-2002
BAO485118	Gulf Insurance Company	9-14-2001/9-14-2002
CU6072881	Gulf Insurance Company	9-14-2001/9-14-2002
SCTAC102110901	Clamdon National Insurance Co.	9-14-2001/9-14-2002

Property at Risk	Type of Coverage	Amount of Coverage (in thousands)
Mayor	Public Official Bond	\$ 10
City Controller	Public Official Bond	\$ 50
Deputy Controller	Public Official Bond	\$ 25
Director, Municipal Courts	Public Official Bond	\$ 25
Director, Finance & Administration	Public Official Bond	\$ 25
Deputy Director, Finance & Administration	Public Official Bond	\$ 25
Deputy Assessor-Collector, Finance & Administration	Public Official Bond	\$ 25
Houston Housing Finance Corporation	Broad Form Property Insurance	\$ 2,541
Houston Housing Finance Corporation	Commercial General Liability	\$ 10,000
Houston Area Library Automated Network	Electronic Equipment (HALAN)	\$ 1,036
Houston Read Commission	Commercial Crime Policy - Public Employee Dishonesty	\$ 60
Small Business Development Corporation	Commercial General Liability	\$ 5,105
Small Business Development Corporation	Hired and Non-Owned Auto Liability	\$ 1,000
Small Business Development Corporation	Workers' Compensation/Employers Liability	\$ 3,000
Small Business Development Corporation	Commercial Excess Liability	\$ 4,000
Small Business Development Corporation	Director's, Trustee's, & Officer's Liability	\$ 1,000
Small Business Development Corporation	Employee Dishonesty	\$ 1,500
City of Houston	Blanket Bonds	\$ 4,601,292
City of Houston	Comprehensive Boiler/Other Machinery	\$ 75,000
City of Houston	Electronic Equipment for Library	\$ 819
City of Houston	Fine Arts Floater - Rare Book for Library	\$ 3,365
City of Houston	Fine Arts Floater - Film Collection for Lib.	\$ 1,000
City of Houston	Public Employee Dishonesty	\$ 2,000
Houston Parks Board	Public Employee Dishonesty	\$ 10
Library Board	Public Employee Dishonesty	\$ 10
Various City of Houston Notaries	Notary Bonds for Various City Notary	\$ 3
Adopt-A-Lot Program	Accident Insurance for Volunteers	\$ 301
Houston Convention Center Hotel Corp	Liability for Directors & Officers	\$ 10,000
Houston Convention Center Hotel Corp	General Liability	\$ 1,000
Houston Convention Center Hotel Corp	Automobile	\$ 1,000
Houston Convention Center Hotel Corp	Workers' Compensation/Employers Liability	\$ 1,000
Houston Convention Center Hotel Corp	Umbrella	\$ 25,000
Houston Area Water Corp	Director's, Trustee's, & Officer's Liability	\$ 25
Houston Area Water Corp	Director's, Trustee's, & Officer's Liability	\$ 5,000
Houston Image Group	Commercial General Liability	\$ 1,000
Houston Image Group	Automobile	\$ 1,000
Houston Image Group	Excess Liability	\$ 5,000
Houston Image Group	Workers' Compensation/Employers Liability	\$ 1,000

**CITY OF HOUSTON, TEXAS
SALARIES OF ELECTED OFFICIALS
June 30, 2002**

<u>Name and Title of Official</u>	<u>Authorized Annual Salary</u>
Lee P. Brown, Mayor	\$ 165,817
Sylvia R. Garcia, City Controller	110,544
Bruce Tatro, Council member - District A	44,218
Carol Mims Galloway, Council member - District B	44,218
Mark Goldberg, Council member - District C	44,218
Ada Edwards, Council member - District D	44,218
Addie Wiseman, Council member - District E	44,218
Mark Ellis, Council member - District F	44,218
Bert Keller, Council member - District G	44,218
Gabriel Vasquez, Council member - District H	44,218
Carol Alvarada, Council member - District I	44,218
Annise D. Parker, Council member - At Large Position #1	44,218
Gordon Quan, Council member - At Large Position #2	44,218
Shelley Sekula-Gibbs, Council member - At Large Position #3	44,218
Micheal Berry, Council member - At Large Position #4	44,218
Carroll G. Robinson, Council member - At Large Position #5	44,218

CITY OF HOUSTON, TEXAS
Schedule of Credits

Comprehensive Annual Financial Report:

Executive Division

Sylvia R. Garcia, City Controller	
Judy Gray Johnson, Chief Deputy City Controller	General Overview and Letter of Transmittal Review
Roel Garcia, Chief of Staff/General Counsel	General Overview and Letter of Transmittal Review
Sharon M. Adams, Deputy Controller Intergovernmental Affairs	
Lorie Arnett, Director, Special Projects	Design Oversight
Madeleine Appel, Division Director	Cover, Tab Design, and Printing Coordination
Harry Singh, Administration Division Manager	Printing
Lenard Polk, Administrative Supervisor	Printing
Carlethya Guillory, Administrative Specialist	Quality Control
Andrea Campos, Administrative Specialist	Letter of Transmittal Review

Financial Reporting Division

Larry Homan Jr., Director	Preparation and Coordination
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Staff:

Alicia Cai, Assistant City Controller
Wesley Dormer, Assistant City Controller
Keith Fulkerson, Assistant City Controller
Gregory Jackson, Assistant City Controller
Rosa Henderson, Assistant City Controller
Isabel Kato, Assistant City Controller
Beverly Lakes, Assistant City Controller
Toai Le , Assistant City Controller
Claudia Morales , Assistant City Controller
Chau Ngo, Intern
Chris Okeagu, Assistant City Controller
Jacqueline Brown, Administrative Associate
Beverly Riggans, Assistant City Controller
Solomon Tettey, Assistant City Controller
Suong Vu, Assistant City Controller
Dinah Walter, Assistant City Controller
Melanie West, Assistant City Controller
Bonita Wright, Assistant City Controller

Fiscal Year End Support

Operations Division

Claude Hill, Director	Technical Assistance
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Staff:

Ingrid Chang, Assistant City Controller
Courtney Satterwhite, Administrative Manager
Carolyn Goodie, Administrative Supervisor
Rachel Flores, Administrative Supervisor
Norma Walker, Administrative Supervisor
Mary Villarreal, Accountant Supervisor
Annie Nguyen, Senior Payroll Control Clerk

Systems Division

Mary Ann Grant, Director	Year End Development, Procedures and System Processing
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Staff:

Martina Lee, System Accountant
Leon Phelps, System Accountant
Brenda Jackson, Technical Hardware Specialist
Anthony Tran, Microcomputer Analyst
Romeo DeJesus, Sr. Microcomputer Analyst
Daniel Schein, Administrative Assistant

CITY OF HOUSTON, TEXAS
Schedule of Credits - Continued

Investment and Debt Management

James Moncur, Director

Debt and Investment Disclosures

Staff:

Thomas Lane, Portfolio Manager

Charisse Page Mosely, Financial Analyst

Irma Rodriquez, Financial Analyst

Wanda Wooten, Administrative Assistant

Catherine Smith, Administrative Assistant

Audit Division

Steve Schoonover, City Auditor

Consulting and general support

Rudy Garcia, Assistant City Auditor

Monika De Los Santos, Assistant City Auditor

Finance and Administration Department

Philip B. Scheps, PhD, Director

Staff:

Al Mays, Assistant Director

Gary Gray, Assistant Director

Lathenia Harris, Deputy Assistant Director

Regina Dickson, Division Manager

Ronald Headley, Division Manager

Jane Nyambura, Division Manager

Harold Jackson, Division Manager

Carl Medley, Division Manager

Houston Parks & Recreation Department

Photos

Roksan Okan-Vick, AIA, Director

Office of Marketing and Special Events

Susan Christian, Deputy Director

Staff:

Dick Putney, Division Manager

Melissa Tatum, Administration Manager

Tom Joseph, Graphic Designer

Professional Consultants

PMG Advertising and Marketing

Printing Services

KPMG, LLP

Auditors

This schedule by no means gives credit to all of the individuals who have some part in the development and production of this Comprehensive Annual Financial Report. However, we have included the major participants who made the issuance of this document possible.

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