



No barriers,
no limits,
never-ending
opportunities

Fiduciary Funds (Trust and Agency Funds)

Trust and Agency Funds are used to account for assets held by a government unit as trustee, or agent, for individuals, private organizations, other governmental units, and/or other funds.

Pension trust funds are used to account for the operation of the employee pension retirement programs. The funds include: Houston Firefighters' Relief and Retirement, Houston Municipal Employees', and Police Officers' funds.

Agency funds are custodial in nature, and assets equal liabilities with no measure of the results of operations or financial position. Agency funds include: Payroll Revolving, City Deposits, and Tax Clearing Funds.

CITY OF HOUSTON, TEXAS
PENSION TRUST FUNDS
Combining Statement of Plan Net Assets
June 30, 2003
(With comparative totals for 2002)
amounts expressed in thousands

		Firefighters' Relief and Retirement Pension Trust Fund
Assets		
Cash	\$	2,671
Investments		1,695,741
Invested securities lending collateral		201,148
Receivables, net of allowances		
Due from broker		48
Contributions		1,129
Accrued interest and dividends		10,056
Other		28,031
Other assets		3,749
Land		541
Building		8,392
Total assets		1,951,506
Liabilities and plan net asset		
Liabilities		
Accounts payable		24,652
Securities lending collateral		201,148
Foreign funds contracts payable		2,439
Other liabilities		23
Total liabilities		228,262
Plan net assets held in trust for pension benefits	\$	1,723,244

(Continued)

Municipal Employees' Pension Trust Fund		Police Officers' Pension Trust Fund		2003	2002
\$	7,153	\$	63	\$ 9,887	\$ 12,388
	1,286,581		2,024,932	5,007,254	4,852,442
	84,300		225,531	510,979	409,973
	23,043		9,081	32,172	67,585
	1,840		333	3,302	7,831
	2,864		7,597	20,517	24,268
	737		82	28,850	9,250
	-		-	3,749	1,327
	-		-	541	541
	-		-	8,392	8,687
	<u>1,406,518</u>		<u>2,267,619</u>	<u>5,625,643</u>	<u>5,394,292</u>
	39,111		23,466	87,229	80,896
	84,300		225,531	510,979	409,973
	16,766		-	19,205	22,600
	151		323	497	719
	<u>140,328</u>		<u>249,320</u>	<u>617,910</u>	<u>514,188</u>
\$	<u>1,266,190</u>	\$	<u>2,018,299</u>	<u>5,007,733</u>	<u>4,880,104</u>

CITY OF HOUSTON, TEXAS
PENSION TRUST FUNDS
Combining Statement of Changes in Plan Net Assets
For the Year Ended June 30, 2003
(With comparative totals for 2002)
amounts expressed in thousands

	Firefighters' Relief and Retirement Pension Trust Fund
Additions:	
Contributions	
City of Houston	\$ 27,989
Members	13,995
Total Contributions	41,984
Investment income	
Interest	48,917
Net decrease in fair value of investments	43,573
Dividends	10,391
Income on securities lending	2,035
Earnings from real estate, limited partnerships real estate investments, and other investments	4,668
Other income	307
Total investment and other income (loss)	109,891
Less - investment expense	(10,943)
Less - cost of securities lending	(1,568)
Total additions (reductions)	139,364
Deductions:	
Benefits paid to members	71,385
Refunds to members	126
Other	4,774
Total deductions	76,285
Net increase (decrease)	63,079
Plan net assets held in trust for pension benefits, beginning of year	1,660,165
Plan net assets held in trust for pension benefits, end of year	\$ 1,723,244

(Continued)

Municipal Employees' Pension Trust Fund		Police Officers' Pension Trust Fund		2003	2002
\$	40,622	\$	34,645	\$	103,256
	23,762		24,008		50,178
	64,384		58,653		152,032
	6,869		-		55,786
	16,981		37,084		97,638
	7,335		12,659		30,385
	1,502		914		4,451
	7,690		8,854		21,212
	114		28,976		29,397
	40,491		88,487		238,869
	(1,125)		(6,992)		(19,060)
	(5,320)		(331)		(7,219)
	98,430		139,817		377,611
	98,790		65,649		235,824
	475		992		1,593
	4,666		3,125		12,565
	103,931		69,766		249,982
	(5,501)		70,051		127,629
	1,271,691		1,948,248		4,880,104
\$	1,266,190	\$	2,018,299	\$	5,007,733
				\$	4,880,104

CITY OF HOUSTON, TEXAS
AGENCY FUNDS
Combining Statement of Changes in Assets and Liabilities
For the Year Ended June 30, 2003
amounts expressed in thousands

	<u>June 30, 2002</u>	<u>Additions</u>	<u>Deletions</u>	<u>June 30, 2003</u>
Payroll Revolving Fund				
Assets				
Equity in pooled cash and investments	\$ 10,857	\$ 3,467,536	\$ 3,476,030	\$ 2,363
Accounts receivable	47	1	-	48
Total assets	<u>\$ 10,904</u>	<u>\$ 3,467,537</u>	<u>\$ 3,476,030</u>	<u>\$ 2,411</u>
Liabilities				
Accounts payable	\$ 10,891	\$ 1,701,931	\$ 1,710,411	\$ 2,411
Due to other funds	13	-	13	-
Total liabilities	<u>\$ 10,904</u>	<u>\$ 1,701,931</u>	<u>\$ 1,710,424</u>	<u>\$ 2,411</u>
City Deposit Fund				
Assets				
Equity in pooled cash and investments	\$ 129	\$ 1	\$ -	\$ 130
Accounts receivable	-	-	-	-
Total assets	<u>\$ 129</u>	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ 130</u>
Liabilities				
Accounts payable	-	-	-	-
Advances and deposits	\$ 129	\$ 1	\$ -	\$ 130
Total liabilities	<u>\$ 129</u>	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ 130</u>
Tax Clearing Fund				
Assets				
Equity in pooled cash and investments	\$ 24,833	\$ 132,162	\$ 127,415	\$ 29,580
Accounts receivable	145	855	85	915
Total assets	<u>\$ 24,978</u>	<u>\$ 133,017</u>	<u>\$ 127,500</u>	<u>\$ 30,495</u>
Liabilities				
Accounts payable	\$ 24,978	\$ 87,375	\$ 81,858	\$ 30,495
Total liabilities	<u>\$ 24,978</u>	<u>\$ 87,375</u>	<u>\$ 81,858</u>	<u>\$ 30,495</u>
Totals - All Agency Funds				
Assets				
Equity in pooled cash and investments	\$ 35,819	\$ 3,599,699	\$ 3,603,445	\$ 32,073
Accounts receivable	192	856	85	963
Total assets	<u>\$ 36,011</u>	<u>\$ 3,600,555</u>	<u>\$ 3,603,530</u>	<u>\$ 33,036</u>
Liabilities				
Accounts payable	\$ 35,869	\$ 1,789,306	\$ 1,792,269	\$ 32,906
Due to other funds	13	-	13	-
Advances and deposits	129	1	-	130
Total liabilities	<u>\$ 36,011</u>	<u>\$ 1,789,307</u>	<u>\$ 1,792,282</u>	<u>\$ 33,036</u>