



Prepared by:
Annise D. Parker, City Controller
Rudy Garcia, Deputy City Controller, Financial Reporting

CITY OF HOUSTON, TEXAS COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Year Ended June 30, 2005

Part I - Introductory Section	Page
Office of the City Controller	i
City Controller	ii
Organization Chart for the Office of the Controller	iii
Elected Officials	iv
Organization Chart for City Government	v
Transmittal Letter	vii
Certificate of Achievement for Excellence in Financial Reporting	xiv
Part II - Financial Section	
Independent Auditors' Report	1
Management's Discussion and Analysis - (unaudited)	3
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Assets	14
Statement of Activities	16
Fund Financial Statements:	
Balance Sheet - Governmental Funds	18
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	20
Reconciliation of the Statement of Revenues, Expenditures, and Change in Fund Balance of	
Governmental Funds to the Statement of Activities	22
Statement of Net Assets - Proprietary Funds	24
Statement of Revenues, Expenses and Changes in Fund Net Assets - Proprietary Funds	28
Statement of Cash Flows - Proprietary Funds	30
Statement of Fiduciary Net Assets	34
Statement of Changes in Fiduciary Net Assets	35
Notes to the Basic Financial Statements	37
(See this section for Table of Content of the Notes)	
Required Supplementary Information (unaudited)	
Required Supplementary Information - General Operating Fund - Budgeted & Actual (unaudited)	112
Required Supplementary Information - General Fund Budget vs. GAAP (unaudited)	116
Required Notes to the Supplementary Information (unaudited)	117
Required Pension System Supplementary Information (unaudited)	118
Individual Fund Statements and Schedules	
Governmental Funds	119
General Fund	
Balance Sheet	120
Statement of Revenues, Expenditures and Changes in Fund Balance	121
Debt Service Fund	
Balance Sheet	122
Schedule of Revenues, Expenditures and Changes in Fund Balance: Budget vs. Actual	123
Capital Projects Fund	
Balance Sheet	124
Statement of Revenues, Expenditures and Changes in Fund Balance	125
Grants Fund	
Balance Sheet	126
Statement of Revenues, Expenditures and Changes in Fund Balance	127

CITY OF HOUSTON, TEXAS COMPREHENSIVE ANNUAL FINANCIAL REPORT For the Year Ended June 30, 2005

	Page
Non-major Governmental Funds	
Combining Balance Sheet	128
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	130
Schedule of Budgeted and Actual Revenues and Expenditures:	130
Asset Forfeiture Fund	132
Auto Dealers Fund	132
	133
Building Inspection Fund Cable Television Fund	
	135
Child Safety Fund	136
Houston Transtar Fund	137
Municipal Courts Technology Fee	138
Parks Special Fund	139
Police Special Services Fund	140
Sign Administration Fund	141
Stormwater Fund	142
Signal Maintenance Fund	143
Houston Emergency Center Fund	144
Supplemental Environmental Project Fund	145
Enterprise Funds	147
Airport System	
Statement of Net Assets	148
Statement of Revenues, Expenses and Changes in Net Assets	150
Statement of Cash Flows	151
Convention & Entertainment	
Statement of Net Assets	152
Statement of Revenues, Expenses and Changes in Net Assets	154
Statement of Cash Flows	155
Combined Utility System	
Statement of Net Assets	158
Statement of Revenues, Expenses and Changes in Net Assets	160
Statement of Cash Flows	161
Houston Area Water Corporation	
Statement of Net Assets	162
Statement of Revenues, Expenses and Changes in Net Assets	163
Statement of Cash Flows	164
Internal Service Funds	165
Combining Statement of Net Assets	166
Combining Statement of Revenues, Expenses and Changes in Net Assets	167
Combining Statement of Cash Flows	168
Fiduciary Funds	169
Pension Trust Funds	
Combining Statement of Plan Net Assets	170
Combining Statement of Changes in Plan Net Assets	172
Agency Funds	
Combining Statement of Changes in Assets and Liabilities	174

CITY OF HOUSTON, TEXAS COMPREHENSIVE ANNUAL FINANCIAL REPORT For the Year Ended June 30, 2005

Page **Discretely Presented Component Units** 175 Governmental Combining Statement of Net Assets 176 Combining Statement of Activities 182 **Business Type** 187 Combining Statement of Net Assets Combining Statement of Activities 188 Combining Statement of Cash flows 190 Part III - Statistical Section (unaudited) 192 Net Assets By Component Changes in Net Assets 194 Fund Balances - Governmental Funds 196 Changes in Fund Balances of Governmental Funds 198 Tax Revenue by Source - Governmental Funds 200 Assessed Value and Estimated Value of Taxable Property 201 Direct and Overlapping Property Tax Rates 202 Principal Property Taxpayers 204 Property Tax Levies and Collections 205 Ratios of Outstanding Debt by Type 206 Ratios of General Bonded Debt Outstanding 207 Computation of Direct and Overlapping Debt 208 Computation of Legal Debt Margin 210 Pledged-Revenue Coverage 212 Demographic and Economic Statistics 213 Principal Employers 214 **Employment Statistics** 216 City of Houston Employment Information 218 Operating Indicators by Function 220 Capital Asset Statistics by Function 221 Increases/Decreases to Net Assets of Pension Plans 222 Principal and Interest Payable from Ad Valorem Taxes 223 Voter-Authorized Obligations 224 Sales and Use Tax and Franchise Charges and Fees 225 Convention and Entertainment Facilities Fund Revenues and Expenses 226 Convention and Entertainment Facilities Statistics 228 Combined Utility System Fund Revenues and Expenses 234 Combined Utility System Revenue Bond Coverage 236 Combined Utility System Statistics 237 Revenues and Expenses of the Water and Sewer System 245 Airport System Fund Revenues and Expenses 246 Airport System Statistics 248 258

260

261

Surety Bond and Insurance Coverage

Salaries of Elected Officials

Schedule of Credits

