



With 20,000 participants, 250,000 spectators and 5,000 volunteers, the Chevron Houston Marathon is billed as Houston's largest single day sporting event. It marks its 34th year in 2006.



## **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, 2005**  
**(With comparative totals for 2004)**  
*amounts expressed in thousands*

		<b>Firefighters' Relief and Retirement Pension Trust Fund</b>
<b>Assets</b>		
Cash	\$	3,055
Investments		
U.S. government and agency securities		
Corporate bonds		-
Other fixed income securities		737,221
Commingled equity funds		-
Common and preferred stock		982,680
Real estate and partnerships		421,255
Short-term investment funds		116,399
Invested securities lending collateral		542,084
Receivables, net of allowances		
Due from broker		130
Contributions		1,798
Accrued interest and dividends		10,641
Other		78,564
Other assets		1,569
Land		541
Building		7,784
Total assets		2,903,721
 <b>Liabilities and plan net asset</b>		
Liabilities		
Accounts payable		12,911
Securities lending collateral		542,084
Foreign funds contracts payable		62,639
Other liabilities		83
<b>Total liabilities</b>		617,717
 <b>Plan net assets held in trust for pension benefits</b>	 \$	 2,286,004

(Continued)

<b>Municipal Employees' Pension Trust Fund</b>	<b>Police Officers' Pension Trust Fund</b>	<b>2005</b>	<b>2004</b>
\$ 875	\$ 131	\$ 4,061	\$ 11,863
62,840	-	62,840	88,750
73,687	-	73,687	100,820
-	424,028	1,161,249	930,348
420,920	-	420,920	291,694
458,702	1,527,437	2,968,819	2,762,436
372,738	-	793,993	759,160
97,408	442,562	656,369	576,472
95,636	536,932	1,174,652	1,158,465
11,172	18,973	30,275	40,583
1,005	1,006	3,809	4,804
16,363	8,476	35,480	22,215
303,449	72	382,085	545,352
54,781	-	56,350	8,967
-	-	541	541
-	-	7,784	8,085
<u>1,969,576</u>	<u>2,959,617</u>	<u>7,832,914</u>	<u>7,310,555</u>
34,247	19,824	66,982	83,869
95,636	288,266	925,986	860,877
11,185	-	73,824	540,069
3,656	319	4,058	3,344
<u>144,724</u>	<u>308,409</u>	<u>1,070,850</u>	<u>1,488,159</u>
<u>\$ 1,824,852</u>	<u>\$ 2,651,208</u>	<u>\$ 6,762,064</u>	<u>\$ 5,822,396</u>

**CITY OF HOUSTON, TEXAS**  
**PENSION TRUST FUNDS**  
**Combining Statement of Changes in Plan Net Assets**  
**For the Year Ended June 30, 2005**  
**(With comparative totals for 2004)**  
*amounts expressed in thousands*

	<b>Firefighters' Relief and Retirement Pension Trust Fund</b>
<b>Additions:</b>	
Contributions	
City of Houston	\$ 32,689
Members	16,355
Total Contributions	49,044
Investment income	
Interest	40,658
Net appreciation in fair value of investments	281,384
Dividends	19,361
Income on securities lending	10,459
Earnings from real estate, limited partnerships real estate investments, and other investments	10,873
Other income	9,821
Total investment and other income (loss)	372,556
Less - investment expense	(14,326)
Less - cost of securities lending	(9,319)
Total additions (reductions)	397,955
<b>Deductions:</b>	
Benefits paid to members	85,857
Refunds to members	74
Other	6,923
Total deductions	92,854
<b>Net increase (decrease)</b>	305,101
Plan net assets held in trust for pension benefits, beginning of year	1,980,903
<b>Plan net assets held in trust for pension benefits, end of year</b>	\$ 2,286,004

(Continued)

<b>Municipal Employees' Pension Trust Fund</b>		<b>Police Officers' Pension Trust Fund</b>		<b>2005</b>	<b>2004</b>
\$	363,247	\$	37,125	\$ 433,061	\$ 122,430
	23,488		28,410	68,253	66,820
	<u>386,735</u>		<u>65,535</u>	<u>501,314</u>	<u>189,250</u>
	11,101		36,655	88,414	77,609
	124,002		273,556	678,942	843,820
	9,891		26,314	55,566	46,507
	19,057		1,332	30,848	5,785
	45,070		-	55,943	29,251
	888		282	10,991	1,450
	<u>210,009</u>		<u>338,139</u>	<u>920,704</u>	<u>1,004,422</u>
	(5,996)		(16,246)	(36,568)	(24,625)
	(2,343)		(456)	(12,118)	(9,737)
	<u>588,405</u>		<u>386,972</u>	<u>1,373,332</u>	<u>1,159,310</u>
	175,480		153,861	415,198	329,518
	992		1,198	2,264	1,584
	5,806		3,473	16,202	13,545
	<u>182,278</u>		<u>158,532</u>	<u>433,664</u>	<u>344,647</u>
	406,127		228,440	939,668	814,663
	<u>1,418,725</u>		<u>2,422,768</u>	<u>5,822,396</u>	<u>5,007,733</u>
\$	<u>1,824,852</u>	\$	<u>2,651,208</u>	<u>\$ 6,762,064</u>	<u>\$ 5,822,396</u>

**CITY OF HOUSTON, TEXAS**  
**AGENCY FUNDS**  
**Combining Statement of Changes in Assets and Liabilities**  
**For the Year Ended June 30, 2005**  
*amounts expressed in thousands*

	<u>June 30, 2004</u>	<u>Additions</u>	<u>Deletions</u>	<u>June 30, 2005</u>
<b>Payroll Revolving Fund</b>				
<b>Assets</b>				
Equity in pooled cash and investments	\$ 1,865	\$ 3,698,500	\$ 3,676,713	\$ 23,652
Accounts receivable	120	1,510	1,510	120
Total assets	<u>\$ 1,985</u>	<u>\$ 3,700,010</u>	<u>\$ 3,678,223</u>	<u>\$ 23,772</u>
<b>Liabilities</b>				
Accounts payable	<u>\$ 1,985</u>	<u>\$ 1,822,682</u>	<u>\$ 1,800,895</u>	<u>\$ 23,772</u>
Total liabilities	<u>\$ 1,985</u>	<u>\$ 1,822,682</u>	<u>\$ 1,800,895</u>	<u>\$ 23,772</u>
<b>City Deposit Fund</b>				
<b>Assets</b>				
Equity in pooled cash and investments	\$ 130	\$ 7	\$ 7	\$ 130
Total assets	<u>\$ 130</u>	<u>\$ 7</u>	<u>\$ 7</u>	<u>\$ 130</u>
<b>Liabilities</b>				
Advances and deposits	<u>\$ 130</u>	<u>\$ 3</u>	<u>\$ 3</u>	<u>\$ 130</u>
Total liabilities	<u>\$ 130</u>	<u>\$ 3</u>	<u>\$ 3</u>	<u>\$ 130</u>
<b>Tax Clearing Fund</b>				
<b>Assets</b>				
Equity in pooled cash and investments	\$ 3,370	\$ 189,901	\$ 171,904	\$ 21,367
Accounts receivable	49	-	49	-
Total assets	<u>\$ 3,419</u>	<u>\$ 189,901</u>	<u>\$ 171,953</u>	<u>\$ 21,367</u>
<b>Liabilities</b>				
Accounts payable	<u>\$ 3,419</u>	<u>\$ 150,128</u>	<u>\$ 132,180</u>	<u>\$ 21,367</u>
Total liabilities	<u>\$ 3,419</u>	<u>\$ 150,128</u>	<u>\$ 132,180</u>	<u>\$ 21,367</u>
<b>Totals - All Agency Funds</b>				
<b>Assets</b>				
Equity in pooled cash and investments	\$ 5,365	\$ 3,888,408	\$ 3,848,624	\$ 45,149
Accounts receivable	169	1,510	1,559	120
Total assets	<u>\$ 5,534</u>	<u>\$ 3,889,918</u>	<u>\$ 3,850,183</u>	<u>\$ 45,269</u>
<b>Liabilities</b>				
Accounts payable	\$ 5,404	\$ 1,972,810	\$ 1,933,075	\$ 45,139
Advances and deposits	130	3	3	130
Total liabilities	<u>\$ 5,534</u>	<u>\$ 1,972,813</u>	<u>\$ 1,933,078</u>	<u>\$ 45,269</u>