

FY2016 ANNUAL FINANCING PLAN

The FY2016 Annual Financing Plan (AFP) is a projected schedule for the sale of City bonds, notes and other financings expected in FY2016. The AFP lists the projected amount of issuance, the timing of the sale, the security for the issue, the issue type (a new issue, redemption or refunding) and the method of sale.

In FY2016, four transactions are being planned (separate or combined) along with continued issuance under the City's commercial paper programs for a total ranging from \$600 million to \$1.5 billion. The uses for the proceeds from the debt issuances include capital improvements, equipment purchases, and cash flow needs. In addition to these transactions, there are six liquidity facilities with expiration dates in FY2016 that will need to be either renewed or replaced after a review of whether such liquidity is still needed.

As the name expresses, the AFP is a plan. The timing and amounts of the sales may vary, but the stated programs will generally be carried out within the parameters cited. The FY2016 AFP is outlined below.

Issue	City Component	Planned Issue Size (\$ millions)	Timing of Sale	Security for Issue	Issue Type	Planned Method of Sale	Notes
CP Refunding	GO	50-200	Fall '15	Tax Revenue	Refunding	Negotiated	
CP Refunding	CUS	50-200	Spr '16	System Revenues	Refunding	Negotiated	
CP Refunding	HAS	100-250	Spr '16	System Revenues	Refunding	Negotiated	
TRANS	GO	100-300	Spr '16	Tax Revenue	New	Competitive	
Commercial Paper	GO	100-150	Various	Tax Revenue	New	Competitive	
Commercial Paper	CUS	200-400	Various	System Revenues	New	Competitive	

FY2016 Liquidity Needs

Series	City Component	Size (\$ millions)	Expiration Date	Purpose
B-1	CUS	100	12/16/2015	Water & Wastewater Capital Projects
K-2	GO	100	12/27/2015	Street & Drainage Appropriations
2004B-2	CUS	100	4/4/2016	Water & Wastewater Capital Projects
2004B-4	CUS	75	4/4/2016	Water & Wastewater Capital Projects
2004B-5	CUS	100	4/4/2016	Water & Wastewater Capital Projects
E-2	GO	100	4/28/2016	CIP - Equipment

Abbreviations

- CEF – Convention & Entertainment Facilities
- CP – Commercial Paper
- CUS – Combined Utility System
- GO – General Obligation
- HAS – Houston Airport System
- TRANS – Tax and Revenue Anticipation Notes