

## **GENERAL FUND DEBT SERVICE AND PAY-AS-YOU-GO CAPITAL TRANSFERS**

The largest revenue source for the General Debt Service Fund is the General Fund, which transfers a portion of ad valorem taxes (property tax receipts) required for principal and interest payments on tax supported debt.

The largest revenue source for Pay-As-You-Go (PAYGO) capital transfers is ad valorem taxes, and the largest recipient of funds is the Dedicated Drainage and Street Renewal Fund (DDSRF).



**FISCAL YEAR 2017 BUDGET**

**Business Area Budget Summary**

Fund Name : General Fund  
 Business Area : General Debt Service  
 Fund No. /Bus. Area No. : 1000 / 9700

		FY2015 Actual	FY2016 Current Budget	FY2016 Estimate	FY2017 Budget
Expenditures	Other Adjustments	0	27,758,000	27,758,000	<b>(23,544,022)</b>
	Captured Revenue Transfer to DDSRF	0	22,288,000	22,288,000	<b>34,741,000</b>
	Trans to PIB Bonds Debt Service	264,500,000	295,954,000	295,954,000	<b>281,959,000</b>
	Debt Service & Other Uses	264,500,000	346,000,000	346,000,000	<b>293,155,978</b>
	<b>Total Expenditure</b>	<b>264,500,000</b>	<b>346,000,000</b>	<b>346,000,000</b>	<b>293,155,978</b>

Revenues	(550)	0	0	0
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Staffing	Full-Time Equivalents - Civilian	0.0	0.0	0.0	0.0
	Full-Time Equivalents - Classified	0.0	0.0	0.0	0.0
	Full-Time Equivalents - Cadets	0.0	0.0	0.0	0.0
	Total	0.0	0.0	0.0	0.0
	Full-Time Equivalents - Overtime	0	0	0	0

**Significant Budget Changes and Highlights**

- o In FY2016, the City refinanced debt across all credits, achieving an estimated present value savings of \$176 million.
- o On March 16, 2016, Moody's Investors Service downgraded the City of Houston's, TX General Obligation Limited Tax long term rating to Aa3 from Aa2; outlook is negative.
- o On March 18, 2016, Standard & Poor's downgraded the Houston, Texas General Obligation long term rating to AA from AA+; outlook is negative.
- o On April 26, 2016, Fitch Ratings affirmed the Houston, Texas General Obligation long term rating of a AA; outlook is stable.
- o Other Adjustments in FY2016 includes transfer to special fund and FY2017 includes debt prepayment from the Building Inspection Fund.

**General Debt Service  
Current Budget vs Actual Expenditures**

