

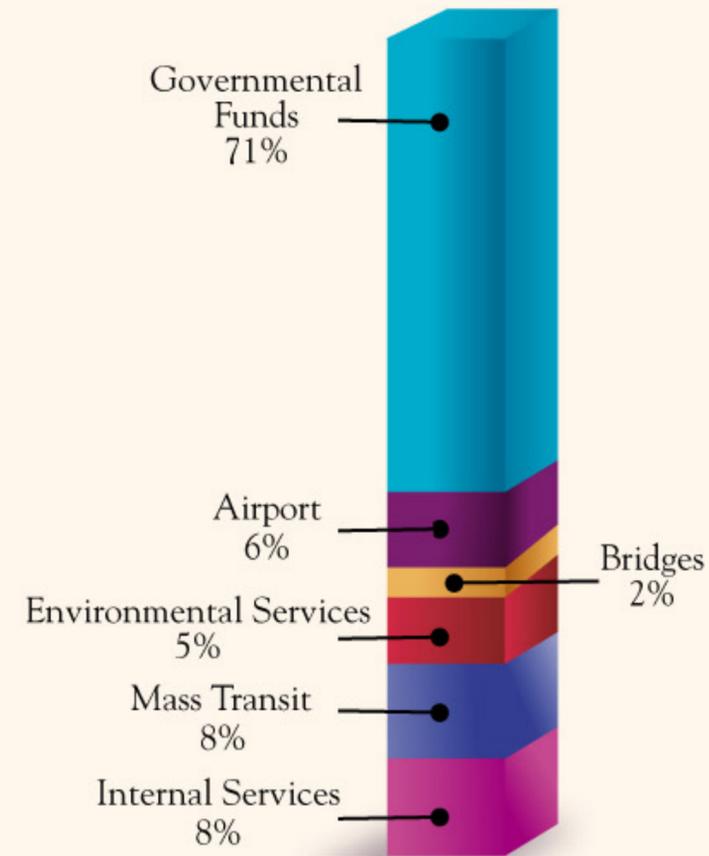
Financial Overview

The City of El Paso is committed to ensuring the long-term financial stability and sustainability of the City government. The City continues to demonstrate this commitment, as is evident by its various recognitions [from the Government Finance Officers Association] for budgetary and reporting excellence.

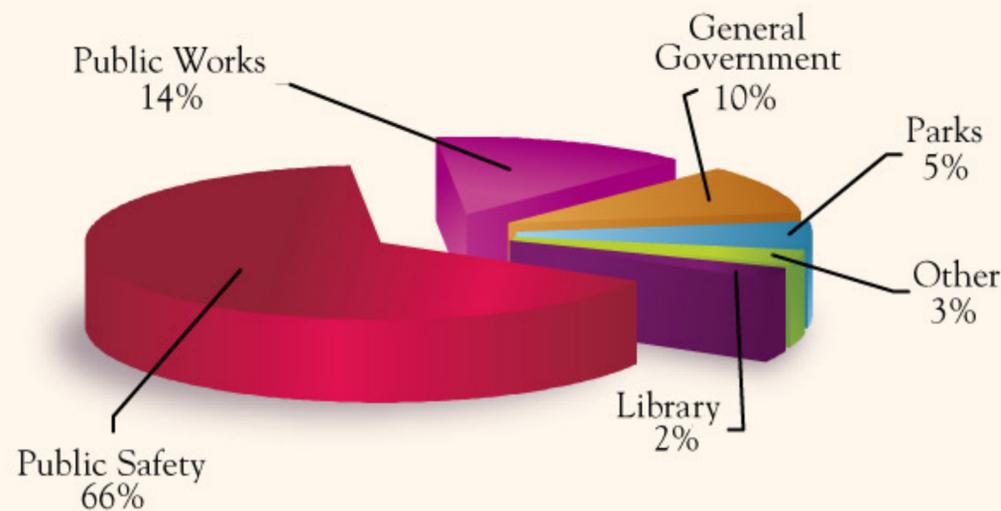
All Funds Operating Expenditures and Other Uses:

Category	Amount	% of Total
Public Safety	\$ 176,661,936	26.08%
Capital Outlay	110,492,703	16.31%
Internal Service	56,723,856	8.37%
Mass Transit	51,054,292	7.54%
Debt Service	44,636,523	6.59%
Public Works	36,898,921	5.45%
Solid Waste	35,495,099	5.24%
Airport	35,221,495	5.20%
General Government	26,344,981	3.89%
Public Health	24,874,400	3.67%
Community Development	16,975,024	2.51%
Parks Department	16,374,113	2.42%
International Bridges	14,586,625	2.15%
Non-Departmental	12,857,774	1.90%
Culture and Recreation	9,371,654	1.38%
Library	6,384,195	0.94%
Economic Development	2,545,525	0.38%
Total Operating Expenditures	\$ 677,499,116	

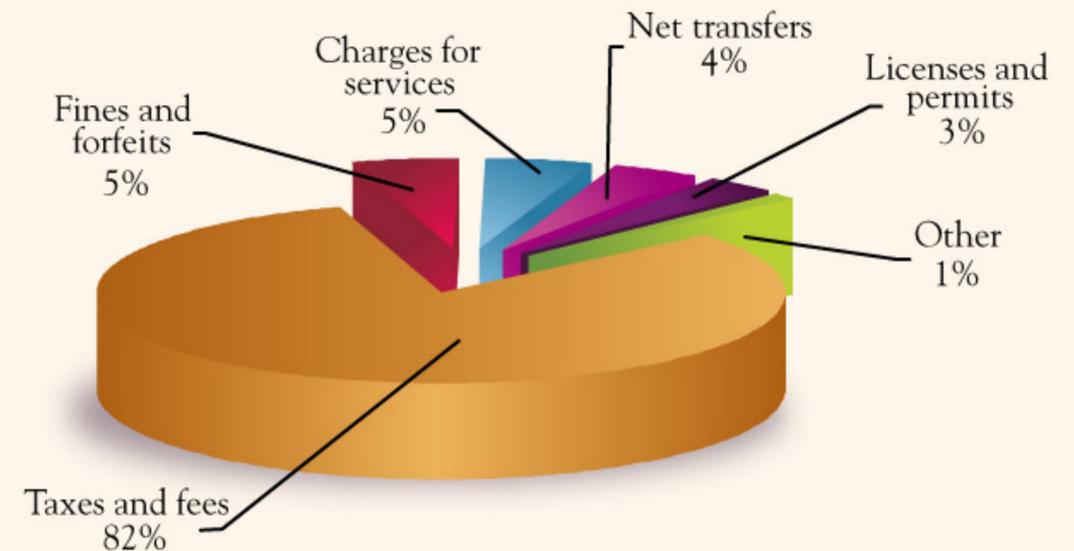
All Funds Operating Revenues and Other Sources



General Fund Operating Expenditures and Other Uses



General Fund Operating Revenues and Other Sources



CITY OF EL PASO, TEXAS

BALANCE SHEET

GOVERNMENTAL FUNDS

August 31, 2006

	General	Community Development Block Grants	Debt Service	Capital Projects	Other Governmental Funds	Total Governmental Funds
ASSETS						
Cash and Cash Equivalents	\$ 2,024,762		175,672	2,199,091	1,144,548	5,544,073
Investments	21,526,327		1,905,373	23,851,727	12,400,950	59,684,377
Receivables - Net of Allowances						
Taxes	16,858,770		2,432,389			19,291,159
Interest	818,652	390,070				1,208,722
Trade	7,303,133				239,366	7,542,499
Notes		31,342,585				31,342,585
Other	40,171,965			1,146,761		41,318,726
Due from Other Government Agencies	108,235	4,481,274		53,000	8,121,606	12,764,115
Prepaid Items						
Due from Other Funds	3,796,446				4,618,812	8,415,258
Due from Component Unit	753,927	165,388				919,315
Inventory	3,087,141				51,538	3,138,679
Total Assets	\$ 96,449,358	36,379,317	4,513,434	27,250,579	26,576,820	191,169,508
LIABILITIES						
Accounts Payable	\$ 3,956,060	959,169	12,992		1,178,668	6,106,889
Accrued Payroll	7,284,181	108,852		5,379	1,140,793	8,539,205
Due to Other Funds	640,720	1,288,712		508,091	3,978,092	6,415,615
Taxes Payable	1,190,508				1	1,190,509
Deferred Revenue	39,178,802	33,996,594			3,441,412	76,616,808
Deferred Ad Valorem Taxes	6,628,869		2,183,066			8,811,935
Construction Contracts and Retainage Payable	7,121	25,990		7,353,999		7,387,110
Total Liabilities	58,886,261	36,379,317	2,196,058	7,867,469	9,738,966	115,068,071
FUND BALANCES						
Reserved for:						
Debt Service			1,475,335			1,475,335
Cash Reserve	16,000,000					16,000,000
Inventory	3,087,141				51,538	3,138,679
Unreserved:						
Designated for Subsequent Years			842,041			842,041
Designated for Contingencies	1,000,000					1,000,000
Undesignated-Special Revenue Funds					16,786,316	16,786,316
Undesignated	17,475,956			19,383,110		36,859,066
Total Fund Balances	37,563,097		2,317,376	19,383,110	16,837,854	76,101,437
Total Liabilities and Fund Balances	\$ 96,449,358	36,379,317	4,513,434	27,250,579	26,576,820	191,169,508

CITY OF EL PASO, TEXAS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
For the year ended August 31, 2006

	General	Community Development Block Grants	Debt Service	Capital Projects	Other Governmental Funds	Total Governmental Funds
REVENUES						
Property Taxes	\$ 108,555,669		39,477,155			148,032,824
Penalties and Interest-Delinquent taxes	1,408,524		477,854			1,886,378
Sales Taxes	60,918,071			2,538,380	4,617,870	68,074,321
Franchise Fees	37,369,409					37,369,409
Charges for Services	12,319,214	1,024,272	1,097,610	6,633,313	6,947,745	28,022,154
Fines and Forfeits	12,947,396				875,635	13,823,031
Licenses and Permits	8,684,994				1,937,698	10,622,692
Intergovernmental Revenues		21,930,663		273,768	35,099,283	57,303,714
County Participation	108,252				2,083,180	2,191,432
Interest	1,679,678	243,051	1,417,073	494,397	26,795	3,860,994
Rents and Other	1,380,897	5,160,149		15,000	2,537,976	9,094,022
Net Decrease in the Fair Value of Investments	(276,034)					(276,034)
Total revenues	245,096,070	28,358,135	42,469,692	9,954,858	54,126,182	380,004,937
EXPENDITURES						
Current:						
General Government	26,041,471	275,614		132,331	303,510	26,752,926
Public Safety	165,519,150				11,142,786	176,661,936
Public Works	36,015,371			840,990	883,550	37,739,911
Public Health					24,874,400	24,874,400
Parks Department	12,979,149	144,972			3,394,964	16,519,085
Library	6,056,651				327,544	6,384,195
Non Departmental	1,485,256					1,485,256
Culture and Recreation	4,766,913			41,935	4,604,741	9,413,589
Economic Development	916,846				1,628,679	2,545,525
Solid Waste					195,848	195,848
Mass Transportation					33,675	33,675
Community and Human Development	407,586	15,061,512			1,085,340	16,554,438
Debt Service:						
Principal			25,390,920			25,390,920
Interest Expense			17,105,175			17,105,175
Interest Expense - Commercial Paper			2,172,070			2,172,070
Fiscal Fees			(31,642)	710,249		678,607
Capital Outlay	338,397	12,876,037		85,689,227	8,077,814	106,981,475
Total expenditures	254,526,790	28,358,135	44,636,523	87,414,732	56,552,851	471,489,031
Excess (Deficiency) of revenues over expenditures	\$ (9,430,720)		(2,166,831)	(77,459,874)	(2,426,669)	(91,484,094)
OTHER FINANCING SOURCES (USES)						
Transfers from other funds	21,420,544		1,774,170	5,308,135	5,613,686	34,116,535
Transfers Out	(10,764,426)			(1,785,723)	(608,092)	(13,158,241)
Face Amount of Bonds Issued				56,350,000		56,350,000
Face Amount of Commercial Paper Issued				20,000,000		20,000,000
Premium on Issuance of Bonds				2,190,648		2,190,648
Proceeds from Sale of Capital Assets			85,049	1,631,936		1,716,985
Total other financing sources (uses)	10,656,118		1,859,219	83,694,996	5,005,594	101,215,927
Net change in fund balances	1,225,398		(307,612)	6,235,122	2,578,925	9,731,833
Fund balances - beginning of year	36,337,699		2,624,988	13,147,988	14,258,929	66,369,604
Fund balances - end of year	\$ 37,563,097		2,317,376	19,383,110	16,837,854	76,101,437

CITY OF EL PASO, TEXAS
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
August 31, 2006

	Business Type Activities - Enterprise Funds					Governmental Activities - Internal Service Funds
	El Paso International Airport	International Bridges	Department of Solid Waste Management	Mass Transit	Totals	
ASSETS						
Cash and Cash Equivalents	\$ 4,197,962	518,771	1,643,399	185,737	6,545,869	
Investments	20,418,005	551,110	5,693,169	2,006,398	28,668,682	
Receivables - Net of Allowances:						
Taxes				4,700,097	4,700,097	
Trade	1,292,859		384,394	76,333	1,753,586	6,227
Due From Component Unit			2,873,846		2,873,846	
Due From Other Government Agencies	1,209,029			2,891,653	4,100,682	
Prepaid Items	81,793		32,325	27,449	141,567	
Due From Other Funds		150,000	354,560		504,560	3,531
Inventory	899,835		55,884	1,488,217	2,443,936	659,305
Fuel Inventory	11,249			149,167	160,416	69,241
Total current assets	<u>28,110,732</u>	<u>1,219,881</u>	<u>11,037,577</u>	<u>11,525,051</u>	<u>51,893,241</u>	<u>738,304</u>
Restricted Cash and Cash Equivalents						
Restricted Investments	25,097,568	5,118,308	12,008,866		42,224,742	
Restricted Trade Receivables	500,779				500,779	
Capital Assets:						
Land	1,382,217	850,007		8,104,061	10,336,285	
Buildings, Improvements & Equipment, Net	143,054,660	5,653,629	11,739,810	48,811,088	209,259,187	277,163
Construction in Progress	20,345,258	441,878	7,005,686	7,148,382	34,941,204	
Total non-current assets	<u>190,380,482</u>	<u>12,063,822</u>	<u>30,754,362</u>	<u>64,063,531</u>	<u>297,262,197</u>	<u>277,163</u>
TOTAL ASSETS	<u>\$ 218,491,214</u>	<u>13,283,703</u>	<u>41,791,939</u>	<u>75,588,582</u>	<u>349,155,438</u>	<u>1,015,467</u>
LIABILITIES						
Current liabilities:						
Accounts Payable	\$ 1,455,107	55,285	509,625	1,900,970	3,920,987	760,319
Accrued Payroll	416,358	67,181	476,178	819,691	1,779,408	181,421
Current Portion - Bonds and Notes Payable	475,525	1,051,969	3,751,658		5,279,152	
Due to Other Funds						2,507,734
Hydrocarbon Clean Up - Current				216,390	216,390	
Taxes Payable	36,692		222,277	1,788	260,757	
Interest Payable on Bonds and Notes	18,340	292,736	75,918		386,994	
Deferred Revenue	514,600		2,047	336,486	853,133	
Other Payables			2,000,000		2,000,000	
Construction Contracts and Retainage Payable	701,483			12,212	713,695	
Compensated Absences - Current	1,291,927	70,461	506,039	952,344	2,820,771	132,880
Claims and Judgments - Current				218,104	218,104	
Total current liabilities	<u>4,910,032</u>	<u>1,537,632</u>	<u>7,543,742</u>	<u>4,457,985</u>	<u>18,449,391</u>	<u>3,582,354</u>
Long-term liabilities:						
Certificates of Obligation Bonds		32,494	12,477,210		12,509,704	60,846
Revenue Bonds	9,174,723	1,020,000	19,369,659		29,564,382	
Notes Payable		7,382,916			7,382,916	
Hydrocarbon Clean Up				865,559	865,559	
Compensated Absences	364,390	19,873	142,729	268,610	795,602	37,479
Landfill Closure Costs			16,862,440		16,862,440	
Delta Transfer Station Closure Costs			103,657		103,657	
Claims and Judgments						17,210,846
Total non-current liabilities	<u>9,539,113</u>	<u>8,455,283</u>	<u>48,955,695</u>	<u>1,134,169</u>	<u>68,084,260</u>	<u>17,309,171</u>
TOTAL LIABILITIES	<u>14,449,145</u>	<u>9,992,915</u>	<u>56,499,437</u>	<u>5,592,154</u>	<u>86,533,651</u>	<u>20,891,525</u>
NET ASSETS						
Invested in capital assets, net of related debt	155,131,887	2,796,443	(4,489,605)	64,063,531	217,502,256	219,848
Restricted for:						
Debt Service	7,377,256	419,345			7,796,601	
Capital Projects						
Airport Operations	12,843,624				12,843,624	
Passenger Facilities	5,398,039				5,398,039	
Unrestricted:						
Unrestricted	23,291,263	75,000	(10,217,893)	5,932,897	19,081,267	(20,095,906)
Unrestricted net assets	<u>23,291,263</u>	<u>75,000</u>	<u>(10,217,893)</u>	<u>5,932,897</u>	<u>19,081,267</u>	<u>(20,095,906)</u>
Total net assets (deficit)	<u>204,042,069</u>	<u>3,290,788</u>	<u>(14,707,498)</u>	<u>69,996,428</u>	<u>262,621,787</u>	<u>(19,876,058)</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 218,491,214</u>	<u>13,283,703</u>	<u>41,791,939</u>	<u>75,588,582</u>	<u>349,155,438</u>	<u>1,015,467</u>

CITY OF EL PASO, TEXAS
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS(DEFICIT)
PROPRIETARY FUNDS
For the year ended August 31, 2006

	Business Type Activities - Enterprise Funds					Governmental Activities - Internal Service Funds
	El Paso International Airport	International Bridges	Department of Solid Waste Management	Mass Transit	Total	
OPERATING REVENUES:						
Charges of Rentals and Fees	\$ 30,879,727		33,031,836		63,911,563	
Charges of Tolls		14,262,134			14,262,134	
Charges of Fares and Fees				7,551,341	7,551,341	
Sales to Departments			1,806,846		1,806,846	14,330,081
Premium Contributions						41,754,227
General Revenues		351,254	28,881		380,135	1,085,896
Total Operating Revenues	30,879,727	14,613,388	34,867,563	7,551,341	87,912,019	57,170,204
OPERATING EXPENSES:						
Personnel Services	13,354,937	1,446,523	10,527,274	28,486,897	53,815,631	3,693,183
Contractual Services	154,885		121,073	5,880	281,838	
Professional Services	719,638	3,500	292,872	157,374	1,173,384	122,655
Outside Contracts	1,634,210	510,392	752,386	2,699,328	5,596,316	2,862,594
Fuel and Lubricants	234,951		2,013,904	4,893,586	7,142,441	6,126,204
Materials and Supplies	770,914	29,571	3,770,526	2,705,786	7,276,797	3,699,176
Communications	158,187	12,187	58,827	99,122	328,323	14,000
Utilities	2,113,656	37,707	35,808	557,538	2,744,709	18,296
Operating Leases	15,284	341,650	6,680	439,948	803,562	76,129
Travel and Entertainment	112,218	6,781	40,047	12,630	171,676	21,097
Benefits Provided						39,156,010
Maintenance and Repairs	686,206	88,464	(36,624)	162,374	900,420	820,646
Landfill and Transfer Station Utilization			807,347		807,347	
Other Operating Expenses	944,399	4,270	3,504,828	537,451	4,990,948	39,805
Depreciation	12,384,640	804,835	5,923,508	6,512,703	25,625,686	62,304
Total Operating Expenses	33,284,125	3,285,880	27,818,456	47,270,617	111,659,078	56,712,099
Operating Income (Loss)	(2,404,398)	11,327,508	7,049,107	(39,719,276)	(23,747,059)	458,105
NON-OPERATING REVENUES (EXPENSES):						
Interest Revenue	1,974,077	262,480	1,089,026		3,325,583	
Interest Expense	(537,370)	(634,990)	(2,338,256)		(3,510,616)	(11,757)
Gain(Loss) on Sale of Equipment and Land	4,784		259,893	25,250	289,927	21
Passenger Facility Charge	4,398,121				4,398,121	
Sales Tax				29,710,436	29,710,436	
FTA Subsidy				11,558,300	11,558,300	
Total Non-Operating Revenues (Expenses)	5,839,612	(372,510)	(989,337)	41,293,986	45,771,751	(11,736)
Income (Loss) Before Capital Contributions and Transfers	3,435,214	10,954,998	6,059,770	1,574,710	22,024,692	446,369
Capital Contributions	3,377,619			7,616,873	10,994,492	
Transfers Out	(1,400,000)	(10,665,755)	(5,142,539)	(3,750,000)	(20,958,294)	
Change in net assets	5,412,833	289,243	917,231	5,441,583	12,060,890	446,369
Total Net Assets(Deficit)-beginning	198,629,236	3,001,545	(15,624,729)	64,554,845	250,560,897	(20,322,427)
Total Net Assets(Deficit)-ending	\$ 204,042,069	3,290,788	(14,707,498)	69,996,428	262,621,787	(19,876,058)

CITY OF EL PASO, TEXAS
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
August 31, 2006

	<u>Pension Trust Funds</u>	<u>Private- Purpose Trusts</u>	<u>Agency Funds</u>
ASSETS			
Cash and Cash Equivalents	\$ 18,648,887	849,763	3,311,950
Investments:			
United States Government Securities	40,095,236	9,216,684	
Corporate Bonds	20,285,355		
Corporate Stocks	255,800,294		
Bank Collective Investment Funds	167,562,884		
Fixed Income Securities	197,370,568		
Domestic Equities	225,012,206		
International Equities	189,283,843		
Receivables - Net of Allowances			
Commission Credits Receivable	40,418		
Due from Brokers For Securities Sold	2,416,173		
Employer Contributions	1,035,603		
Employee Contributions	708,494		
Accrued Interest and Dividends	752,665		
Delinquent Property Taxes			47,245,209
Prepaid Items	17,151		
Due from Other Funds			5,662,096
Capital Assets:			
Buildings, Improvements & Equipment, Net	823,334		
Total assets	<u>1,119,853,111</u>	<u>10,066,447</u>	<u>56,219,255</u>
LIABILITIES			
Accounts Payable	2,809,497	12,880	
Taxes Payable		33	
Accrued Payroll		7,438	
Due to Other Funds		5,662,096	
Prepaid Property Taxes			1,297,039
Deferred Revenue - Commission Credits	40,418		
Property Taxes Subject to Refund			5,683,268
Uncollected Property Taxes			47,245,209
Total liabilities	<u>2,849,915</u>	<u>5,682,447</u>	<u>54,225,516</u>
NET ASSETS			
Held in Trust for Pension Benefits and Other Purposes	<u>\$ 1,117,003,196</u>	<u>4,384,000</u>	

CITY OF EL PASO, TEXAS
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
For the year ended August 31, 2006

	<u>Pension Trust Funds</u>	<u>Private- Purpose Trusts</u>
ADDITIONS (REDUCTIONS)		
Contributions:		
Employer	\$ 32,117,095	
Employee	22,269,146	
Total contributions	<u>54,386,241</u>	
Rental vehicle sales tax		2,556,898
Miscellaneous		209,242
Investment earnings (loss):		
Net increase in fair value of investments	88,634,467	
Interest	3,574,613	194,473
Dividends	2,515,490	
Securities lending income	3,113,765	
Securities lending fees	(2,904,645)	
Increase in commission credits receivable	30,455	
Investment advisor fees	(4,645,892)	
Net investment (loss)	<u>90,318,253</u>	<u>194,473</u>
Total additions (reductions)	<u>144,704,494</u>	<u>2,960,613</u>
DEDUCTIONS		
Benefits paid to participants	60,307,115	
Refunds of contributions	3,614,002	
Administrative expenses	1,790,436	
Benefits paid for other purposes		3,326,937
Total deductions	<u>65,711,553</u>	<u>3,326,937</u>
Change in net assets	78,992,941	(366,324)
Net assets - beginning of the year	1,038,010,255	4,750,324
Net assets - end of the year	<u>\$ 1,117,003,196</u>	<u>4,384,000</u>