Comprehensive Annual Financial Report

City of El Paso, Texas

For Fiscal Year Ended
August 31, 2005

Teamwork · Cooperation
Collaboration

CITY OF EL PASO, TEXAS
COMPREHENSIVE ANNUAL FINANCIAL REPORT
YEAR ENDED AUGUST 31, 2005
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INTRODUCTORY SECTION

JOHN COOK
MAYOR

Joyce Wilson
CITY MANAGER

CITY COUNCIL
ANN MORGAN LILLY, DISTRICT 1
SUSANNAH M. BYRD, DISTRICT 2
J. ALEXANDRO LOZANO, DISTRICT 3
MELINA CASTRO, DISTRICT 4
PRESI ORTEGA, JR., DISTRICT 5
EDDIE HOLGUIN JR., DISTRICT 6
STEVE ORTEGA, DISTRICT 7
BETO O'ROURKE, DISTRICT 8

OFFICE OF THE CITY MANAGER

Mayor John Cook
City Council Members and
Citizens of the City of El Paso

We submit the City of El Paso, Texas (City) Comprehensive Annual Financial Report (CAFR) for the fiscal year ended August 31, 2005. This report was prepared by the City's staff and audited by the firm of KPMG LLP. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the City.

Section 7.21 of the City Charter requires an annual audit by an independent certified accountant of all City accounts. The CAFR is the summary of the City's activities for the past fiscal year. We believe this CAFR is accurate in all material aspects; that it presents fairly the financial position and results of operations of the City measured by the financial activity of its various funds; and all disclosures necessary to enable the reader to gain an understanding of the City's financial affairs have been included.

This report is presented in three sections: introductory, financial, and statistical. The introductory section includes this transmittal letter, the City's organization chart and a list of principal officials. The financial section includes the auditors' report on the financial statements and schedules, Management's Discussion and Analysis (MD&A), Government-wide and Major Fund presentations, Notes to the Financial Statements, Required Supplementary Information and combining and individual fund statements and schedules. This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. MD&A can be found immediately following the report of the independent auditors on page xvii. The statistical section includes selected unaudited financial and demographic information generally presented on a multi-year basis.

The City's management is responsible for establishing and maintaining internal controls designed to provide reasonable assurance that the assets of the government are protected from loss, theft or misuse, and that reliable accounting data are compiled to allow for preparation of financial statements in conformity with generally accepted accounting principles. The concept of reasonable assurance recognizes the cost of a control should not exceed the benefits likely to be derived and the evaluation of costs and benefits requires estimates and judgments by management. A goal of the independent audit is to provide reasonable assurance that the financial statements are free of material misstatements.

Additionally, because the City receives federal and state assistance, it is responsible for ensuring adequate internal control is in place to comply with applicable laws, regulations, contracts and grants related to those programs. A separate report, including a schedule of expenditures of federal and state financial assistance, findings and questioned costs and the independent auditors' report on compliance and on internal control over financial reporting is issued.

In fiscal year 2005, the City's Internal Auditor's Office reported directly to the City Manager. The internal auditor's primary responsibility is measuring and evaluating the effectiveness of the accounting and administrative controls. We believe that the City's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

The City's investment policy is to minimize credit and market risks while maintaining a competitive yield on its portfolio. Accordingly, deposits are either insured by Federal depository insurance or collateralized. All collateral on deposits is held either by the City's agent or by the depository's safekeeping department, as pledged to the City, while awaiting transfer to joint custodial account at the Federal Reserve Bank. The City's investment policy follows the provisions outlined in Texas statutes.

In addition, the City maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the City Council. Activities of the General Fund and Debt Service Fund are included in the annual appropriated budget. Project-length financial plans

are adopted for the Capital Projects Fund. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established by fund, activity, and object (a summarization of specific category of expenditure type). The City also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Appropriation and encumbrance balances lapse at year end. However, these commitments are re-appropriated and honored during the subsequent year through a budget revision.

GENERAL INFORMATION

Location

El Paso is located in far west Texas on the international boundary between the United States and the Republic of Mexico. Situated on the Rio Grande River, the City straddles the lowest altitude all-weather pass through the Rocky Mountains. It is approximately equidistant from the cities of Houston, Texas; Denver, Colorado; and Los Angeles, California. The area comprising the City of El Paso (population 604,156), the remainder of El Paso County (population 125,635) and Ciudad Juarez, Mexico (population 1,368,175) has a population in excess of 2,097,966. El Paso is the fifth largest city in Texas and the largest American city on the border with Mexico. The City's corporate limits encompass 247.4 square miles. The City of El Paso, Texas, incorporated in 1873, operates under a Home Rule Charter with a Council-Manager form of government.

The City provides a full range of services to the general public. These services include police and fire protection; emergency medical and health services; sanitation services; public transportation; construction and maintenance of streets and infrastructure; recreational activities; and cultural events.

Financial Reporting Entity

The financial statements presented in this report conform to the reporting requirements of the Governmental Accounting Standards Board (GASB), which establishes combined statements as the required reporting level for governmental entities that present financial statements in accordance with GAAP.

The basic criterion for determining whether another governmental organization should be included in a primary governmental unit's reporting entity is accountability. Accountability includes the appointment of a voting majority of the organization's governing body and the ability of the primary government to impose its will on the organization or the existence of a financial benefit/burden relationship (an organization which is fiscally dependent on the primary government should be included as part of the reporting entity).

These financial statements present the City of El Paso (the primary government and its component unit). The following component units, although legally separate from the City, are reported as part of the primary government:

El Paso Water Utilities

The component unit column in the entity wide financial statements (pages 1 and 2) includes the financial data of the City's component unit, El Paso Water Utilities (EPWU). City Council appoints the majority of the Public Service Board and is accountable for its operation. EPWU is reported discretely in a separate column as "Component Unit – El Paso Water Utilities".

City Employees' Pension Fund

The City contributes to the City Employees' Pension Fund which is a single-employer defined benefit retirement system established under legal authority of the City Charter and administered by the City. Although not under the direct control of the City, the City Employees' Retirement Fund serves only City and Public Service Board employees and, because of the scope of service, is included in the City's financial statements as a Trust Fund.

Firemen and Policemen's Pension Fund (FPPF)

Uniformed fire fighters and police officers participate in the FPPF, which is divided into two divisions: the firemen division and policemen division. The plan is a single-employer defined benefit retirement plan established under legal authority of State Statutes and the City Charter and is administered by a Board of Trustees (FPPF Board). Although not under the direct control of the City, the FPPF serves only City employees and, because of the scope of service, is included in the City's financial statements as a Trust Fund.

Debt Administration

During the fiscal year, the City issued $152,190,000 in refunding general obligation bonds, $17,315,000 in revenue bonds and $39,500,000 in commercial paper. At August 31, 2005, the City had $431,320,000 of debt issues outstanding for which property taxes are levied for principal and interest payments. These issues include $262,955,000 of general obligation bonds, $79,500,000 of commercial paper and $88,865,000 of certificates of obligation. Additionally, the City has $42,515,090 in revenue bonds and notes payable for which airport, bridge

system and solid waste disposal system revenues are pledged to make principal and interest payments. For more detailed information about the City's general long-term debt see Note 8 to the financial statements.

As voted by the citizens, there remained $254,655,000 of bonds authorized but not issued available for sale as of August 31, 2005. City Council approved the issuance of $100,000,000 in commercial paper notes to serve as interim financing until the bonds are issued. The City has issued commercial paper notes in the principal amount of $80,000,000 as of August 31, 2005.

The debt service property tax rate during the report period was $0.172015 per $100 of assessed value. In 2005, the total tax rate decreased to $0.69667; the total tax rate for fiscal years 2002 through 2004 had remained constant at $0.719833. The 2005 operating tax rate of $.524662 remains well within the $1.85 tax rate limit established by the City Charter.

The City has obtained, through purchase of insurance, an "AAA" rating from Standard and Poor's and "Aaa" rating from Moody's Investors Service in its last two bond issuances.

Pension Trust Funds Operations

Two pension and retirement funds exist for the employees of the City. They are the City Employees' Retirement Plan (CEPF) and the Firemen and Policemen's Pension Funds (FPPF), which is comprised of two divisions - Firemen Division and Policemen Division. Mellon Trust Company is the custodian for all pension plan assets. An independent audit of each of the pension funds has been completed and separate reports have been issued.

The CEPF's most recent actuarial study is dated September 1, 2004 and indicates the actuarially computed value of benefits exceed fund assets by $83,014,000. The FPPF's most recent actuarial study is dated December 31, 2003 and indicates the actuarially computed value of benefits exceed fund assets by $258,233,000.

More detailed pension information is available in Note 14 to the financial statements and pension schedules in the Required Supplementary Information other than MD&A.

Risk Management

The City retains the risk for its general liability, police officers' liability, workers' compensation, unemployment compensation, group health, and auto liability. The City's liability for causes of action based on tort is limited by the Texas Tort Claims Act to $250,000 per person injured or $500,000 per incident and $100,000 for property damage. Generally, however, there is no liability limit for causes of action based on claims for Civil Rights violations or claims arising from a breach of contract. Excluded from self-insurance are Mass Transit vehicles, liability insurance for the Airport, police auto liability, and certain other catastrophic liability occurrences. Property, casualty, boiler, and machinery insurance is provided by a commercial carrier.

ECONOMIC OUTLOOK

The City of El Paso is positioned to take advantage of tremendous growth as a result of the Military Base Realignment and Closure (BRAC) process completed in late 2005. Over 20,000 new troops and 30,000 accompanying family members are projected to become part of the City population during the next five years. The resulting seven percent increase in population will be in addition to an already healthy normal growth projection. The increase in population will spur substantial demand driven growth in all portions of the service and retail sectors of the economy.

The maquiladora industry in Cuidad Juarez and the surrounding Mexican states have achieved renewed interest and growth. As a result, greater numbers of Mexican workers are being employed and thus higher levels of expandable income are being generated. In addition, the opportunities for international trade are increased as greater demand for "just in time" manufacturing materials and components are generated on both sides of the border.

El Paso-Juarez border crossings by passenger vehicle are the highest anywhere on the U.S./Mexican Border. In excess of 10 million individuals cross into the U.S. at El Paso from Mexico each year, many of which come to El Paso for retail, recreation and entertainment purposes. As the employment and wages grow on the Mexican side of the border, so do the opportunities for greater sales revenues in El Paso.

As of the end of October 2005, 283,200 persons were employed within the El Paso Metropolitan Statistical Area out of a total Civilian Labor Force of 301,900 persons. The resulting unemployment rate was 6.2 percent, a decline of 1.2 percent from October 2004. Notable gains in employment took place in the professional and business services, retail and education/health services sectors.

Strategic planning efforts are underway within the City and the region in an effort to appropriately focus economic development and workforce efforts to attract new businesses, while expanding and retaining the current business base. The City of El Paso launched the Business First! Program in 2005 to connect existing businesses with a network of over 25 business service providers.

Given the population growth attributable to the BRAC Process, continued steady normal population growth patterns and focused business attraction and expansion efforts, the economic outlook for El Paso's future is extremely bright. Through effective strategic planning and management of resources, the City will be positioned to meet its growing service demands while maintaining a solid financial foundation and achieving its vision of "establishing El Paso as the premier community of the Southwest".

MAJOR INITIATIVES

Change in Structure – Strong Mayor to City Manager

In 2005, the City adopted a budget that reflected the change in governance approved by voters in February 2004. The people voted in the affirmative to change the City Charter to a Council-Manager form of government effective September 1, 2004. The City began its transition in August 2004 with the appointment of its first City Manager, Joyce Wilson. She officially took office in late September 2004. The 2005 CAFR reflects the changes to this new form of government.

BRAC Realignment Impact on El Paso

In 2005, the City welcomed the news of the Military Base Realignment and Closure (BRAC) process. It is anticipated that over 20,000 new troops and 30,000 accompanying family members will become part of the City population during the next five years. As a result of this new population growth, various City departments are taking steps to ensure that the City is prepared to handle the inflow of people. The Developmental and Infrastructure Portfolio acts as the liaison group between Fort Bliss and the City to ensure that lines of communication are open and the City will be able to provide necessary services as troops arrive.

Neighborhoods First

In 2005, the Neighborhood Services program for the City of El Paso announced the formation of the Neighborhood Council of El Paso (NCEP). The NCEP is an elected body of five registered neighborhood association leaders that represent the different planning areas in the City of El Paso.

The purpose of the NCEP is to review and discuss neighborhood related issues that affect the quality of life and enhancement of El Paso's neighborhoods. The NCEP will work to offer suggestions to elected officials, City staff and other city leaders as issues and concerns arise. Furthermore, the NCEP will work as a network system for all the registered neighborhood associations to ensure that communication and cooperation is being applied as issues and concerns are brought forward to the organization.

The NCEP will meet monthly and will work in collaboration with City staff to set the monthly agenda and to provide insight towards concerns that the neighborhood associations are recognizing.

Public Safety

For the third year in a row the City of El Paso has been named as the Second Safest City in the United States with a population of over 500,000 residents. El Paso was ranked as the second safest city in the United States for the first time in 2003 and again in 2004. Previously El Paso had been ranked as the third safest city for the preceding six years. This rating, developed by the Morgan Quitno Press, compares cities with a population of more than 500,000 people. Morgan Quitno Press is an independent research firm that conducts various safety studies of cities, metropolitan areas and states.

Police administration attributes this rating to community policing and the many partnerships that the El Paso Police Department has developed with the citizens, other law enforcement agencies, city departments and various civic groups throughout El Paso. Additionally, this success could not have been accomplished without the hard work and dedication of each and every El Paso Police Officer and civilian employee that work each day to make El Paso a safer place to live and work.

The Plaza Theater

A long-regarded jewel of downtown past, the Plaza Theater is undergoing a $32.4 million renovation designed to convert this historical theater to a multi-purpose performing arts and cultural event venue. This project is a public/private partnership between the City and the El Paso Community Foundation and is scheduled for completion in March 2006.

AWARDS AND ACKNOWLEDGEMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of El Paso for its Comprehensive Annual Financial Report for the fiscal year ended August 31, 2004. This was the seventh consecutive year that the government has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both accounting principles generally accepted in the United States and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current Comprehensive Annual Financial Report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of this Comprehensive Annual Financial Report was made possible by the dedicated service of the employees of the Department of the Comptroller. Each member of the department has our sincere appreciation for the contributions made in the preparation of this report. Additionally, the effort of the City's component unit (El Paso Water Utilities) and their external auditors is appreciated.

We would also like to thank the Mayor, City Council and City Department Directors for their interest and support in planning and conducting the financial operation of the City in a responsible and progressive manner.

Respectfully submitted,

Joyce Wilson
City Manager

William Studer
Deputy City Manager – Financial and Administrative Services

Carmen Arrieta-Candelaria
Chief Financial Officer/Comptroller

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of El Paso, Texas

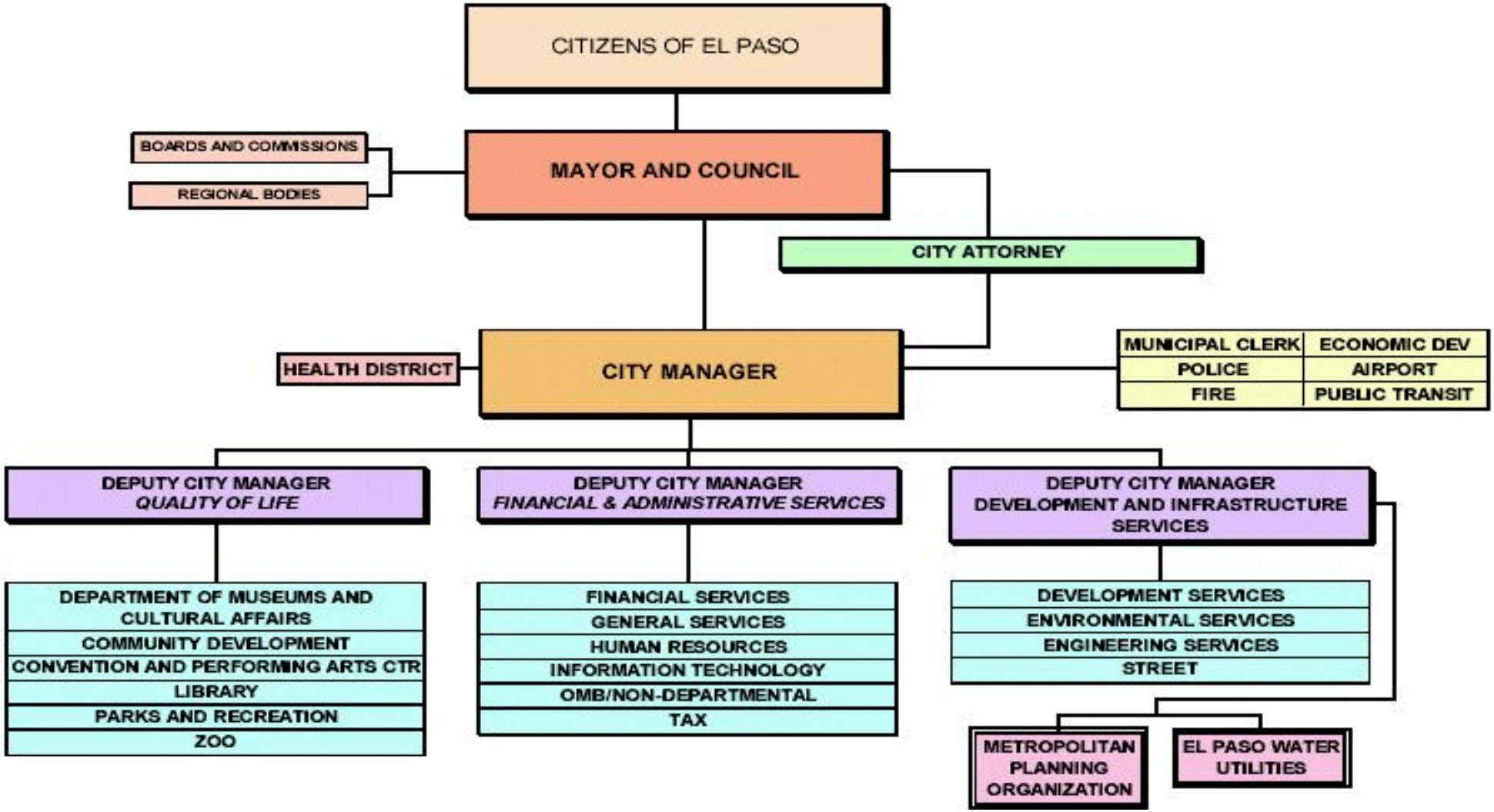
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
August 31, 2004

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.

President

Executive Director

City of El Paso Organization Chart



LIST OF PRINCIPAL OFFICIALS

JOHN COOK
MAYOR

ANN MORGAN LILLY
DISTRICT NO. 1

PRESI ORTEGA, JR.
DISTRICT NO. 5

SUSANNAH M. BYRD
DISTRICT NO. 2

EDDIE HOLGUIN, JR.
DISTRICT NO. 6

J. ALEXANDRO LOZANO
DISTRICT NO. 3

STEVE ORTEGA
DISTRICT NO. 7

MELINA CASTRO
DISTRICT NO. 4

BETO O'ROURKE
DISTRICT NO. 8

JOYCE WILSON
CITY MANAGER

PAT ADAUTO
DEPUTY CITY MANAGER - DEVELPOMENT AND INFRASTRUCTURE SERVICES

DEBORAH HAMLYN
DEPUTY CITY MANAGER - QUALITY OF LIFE

WILLIAM STUDER
DEPUTY CITY MANAGER - FINANCIAL AND ADMINISTRATIVE SERVICES

DEPARTMENT DIRECTORS

Patrick Abeln
El Paso International Airport

Betty Jaraba (Interim)
Arts & Culture

Charles McNabb
City Attorney

Jorge C. Magaña, MD
El Paso City/County Health Dept.

Alan R. Shubert
Building Permits & Inspections

Robert Salinas
Community Development

Carmen Arrieta-Candelaria
Comptroller

David G. Dobson
Economic Development

Patrick E. Connor
Engineering

Roberto Rivera
El Paso Fire Department

Jeffrey Belles
Fleet Services

Terry Bond
Human Resources

Tony Montoya
Information Technology

Vacant
El Paso Zoo

Carol Brey-Casino
El Paso Public Library System

Richarda Duffy-Momsen
Municipal Clerk

Vacant
Municipal Services

Museums

David R. Almonte
Office of Management and Budget

Norman C. Merrifield
Parks and Recreation

George G. Sarmiento
Planning, Research & Development

Richard Wiles
El Paso Police Department

Byron E. Johnson
Purchasing

Ellen A. Smyth
Solid Waste Management

Daryl Cole
Streets

Terry Lee Scott
Sun Metro-Mass Transit

Juan Sandoval
Tax

FINANCIAL SECTION

KPMG LLP
Suite 1300
221 N. Kansas Street
PO Box 522551
El Paso, TX 79999-0010

Independent Auditors' Report

To the Honorable Mayor and Members of the City Council
City of El Paso, Texas:

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of El Paso, Texas (the City), as of and for the year ended August 31, 2005, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Public Service Board – City of El Paso (El Paso Water Utilities), which represents 100% of the assets and revenues of the discretely presented component unit in the accompanying statement of net assets and statement of activities. We did not audit the financial statements of the Firemen and Policemen's Pension Fund (FPPF), a component unit, which represents 51% of the assets of the aggregate remaining fund information. The financial statements of El Paso Water Utilities and of FPPF were audited by other auditors whose reports thereon have been furnished to us, and our opinions, insofar as they relate to the amounts included for El Paso Water Utilities and FPPF, are based on the reports of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. The financial statements of the City Employees' Pension Fund and FPPF were not audited in accordance with *Government Auditing Standards*. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the reports of other auditors provide a reasonable basis for our opinions.

In our opinion, based on our audit and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City as of August 31, 2005, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with U.S. generally accepted accounting principles.

KPMG LLP, a U.S. limited liability partnership, is the U.S. member firm of KPMG International, a Swiss cooperative.

In accordance with *Government Auditing Standards*, we have also issued our report dated April 10, 2006 on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The Management's Discussion and Analysis on pages xvii through xxviii, the General Fund Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual on page 63, and the Schedule of Funding Progress on page 64 are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We and the other auditors have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, the combining and individual fund financial statements and schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund statements and schedules have been subjected to the auditing procedures applied by us and the other auditors in the audit of the basic financial statements and, in our opinion, based on our audit and the report of other auditors, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical section have not been subjected to the auditing procedures applied by us and the other auditors in the audit of the basic financial statements and, accordingly, we express no opinion on them.

KPMG LLP

April 10, 2006

CITY OF EL PASO

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the City of El Paso (City), we offer readers of the City's financial statements this overview and analysis of the financial activities of the City for the fiscal year ended August 31, 2005. This document is designed to:

- Provide a concise overview of the City's financial activity, comparing current year to prior year and identifying specific economic factors contributing to changes;
- Help users of the financial statements understand the relationship of the results reported in the government-wide financial statements related to governmental activities and the results reported in the major governmental funds financial statements;
- Help the reader focus on the City's financial condition as a whole, describing currently known facts, decisions or conditions expected to impact the City's financial condition and the availability of fund resources for future years; and
- Identify significant variances between the adopted budget, final budget and actual expenditures, discussing the impact of these variances on future liquidity.

Since Management's Discussion and Analysis (MD&A) is designed to focus on the current year's activities and resulting changes, it should be considered in conjunction with the letter of transmittal and the City's financial statements. The information contained in these three sections of this Comprehensive Annual Financial Report (CAFR) complements each other.

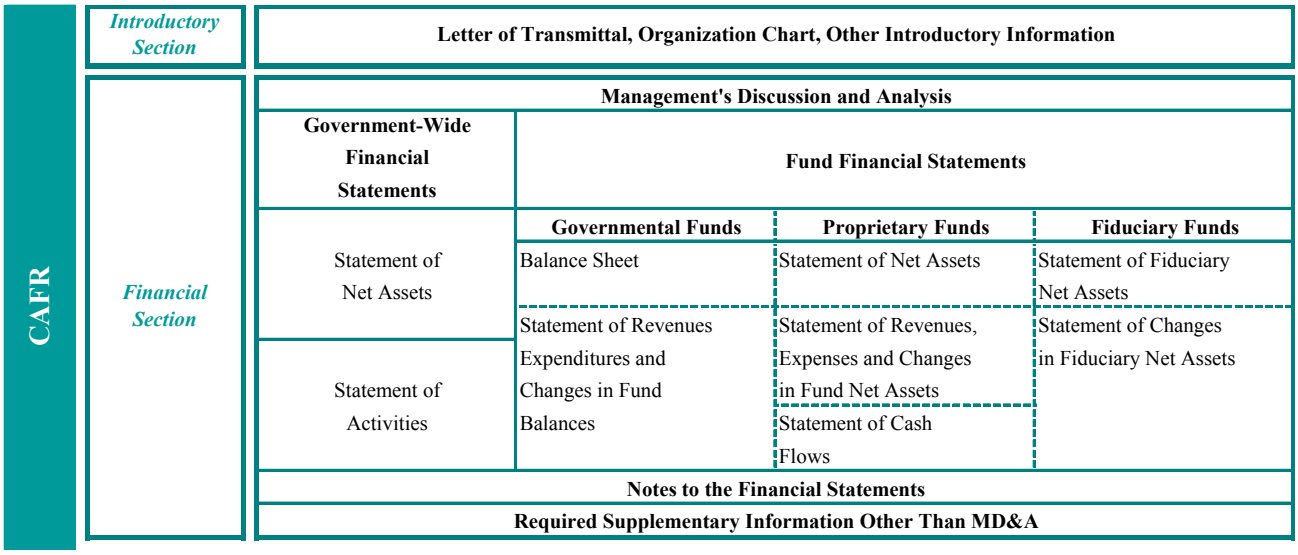
FINANCIAL HIGHLIGHTS

- On a government-wide basis, the Primary Government total assets exceeded its liabilities at August 31, 2005 by $403.3 million. There is $25.2 million unrestricted net asset deficit.
- The Primary Government's total net assets decreased by $21.8 million. Governmental activities decreased net assets by $44.8 million and increases from business-type activities totaled $23 million.
- The Primary Government's total expenses were $21.8 million more than the $488.8 million generated in charges for services, grants, taxes and other revenues. The Primary Government's Net Pension Obligation increased $14.1 million to $61.2 million in fiscal 2005.
- The cost of the Primary Government's governmental activities was $413.4 million for the 2005 fiscal year.
- As of August 31, 2005, the City's governmental funds reported combined ending fund balances of $66.4 million, a decrease of $14.4 million compared with the prior year. Approximately 66.5% of the combined fund balances or $44.1 million is unreserved, undesignated and available for the discrete purposes for which these funds are collected.
- The unreserved, undesignated fund balance in the General Fund was $16.7 million or 6.5% of total General Fund current year expenditures.
- In fiscal year 2005, the City issued $56.815 million in debt to finance projects. There was a net increase of **$48.9** million in long-term liabilities from the prior year.

OVERVIEW OF THE FINANCIAL STATEMENTS

The CAFR includes introductory, financial and statistical sections. The financial section of the CAFR consists of three components: this discussion and analysis, the basic "liftable" financial statements and related notes to the financial statements, and the unaudited required supplementary information.

These components of the Comprehensive Annual Financial Report are graphically illustrated below:



The basic financial statements include both government-wide and fund financial statements. These statements differ in scope, measurement focus and basis of accounting, as well as in the information provided. The following chart illustrates these differences:

	Government-Wide Statement	Fund Financial Statements		
		Governmental	Proprietary	Fiduciary
Scope	Entire entity (except fiduciary funds)	The day-to-day operating activities of the City for basic governmental services	The day-to-day operating activities of the City for business-type enterprises	Instances in which the City administers resources on behalf of others, such as property tax and pension
Accounting basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual and current financial resources measurement focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus; except agency funds do not have measurement focus
Type of asset and liability information	All assets and liabilities, both financial and capital, short-term and long-term	Current assets and liabilities that come due during the year or soon thereafter; capital assets and long-term liabilities	All assets and liabilities, both financial and capital, short-term and long-term	All assets held in a trustee or agency capacity for others and all liabilities
Type of inflow and outflow information	All revenues and expenses during the year, regardless of when cash is received or paid	Revenues for which cash is received during the year or soon thereafter; expenditures when goods or services have been received and the related liability is due and payable	All revenues and expenses during the year, regardless of when cash is received or paid	All additions and deductions during the year, regardless of when cash is received or paid

Government-wide Financial Statements

The government-wide financial statements are designed to resemble those of private-sector entities in that all governmental and business-type activities are consolidated into columns which add to a total for the Primary Government.

The *Statement of Net Assets* is designed to provide asset and liability information with the difference between the two presented as Net Assets. This statement combines governmental fund's current financial resources (short-term spendable resources) with capital assets and long-term obligations.

Component Units, which are other governmental units over which City Council, acting as a group, can exercise influence and/or may be obligated to provide financial subsidy, are presented as a separate column in the government-wide statements and as individual activities in the Fund Financial Statements. The focus of the statements is clearly on the Primary Government and the presentation allows the user to address the relative relationship with the Component Units.

The *Statement of Activities* is focused on both the gross and net cost of various functions (including governmental, business-type and component unit) supported by the government's general tax and other revenues. This is intended to summarize and simplify the user's analysis of the costs of various governmental services and/or subsidies to various business-type activities and/or component units.

Governmental Activities reflect the City's basic services, including police, fire, public works and community services. Property and sales taxes finance the majority of these services.

Business-type Activities reflect private sector type operations (Solid Waste, Airport, International Bridges and Mass Transit), where fees for services typically cover all or most of the cost of operations, including depreciation.

Fund Financial Statements

A fund is a grouping of related accounts used to maintain control over resources that have been segregated for specific activities or objectives. Fund accounting is based upon compliance with finance-related legal requirements underlying each fund. Traditional users of governmental financial statements will find the fund financial statements presentation more familiar. The focus is now on major funds, rather than fund types.

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on how cash and other financial assets can readily be converted as available resources, as well as on the balances at the end of the fiscal year that are available for spending. Such information may be useful in determining what financial resources are available in the near future to finance the City's operations.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the Governmental Funds Balance Sheet and the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City maintains numerous governmental funds, as needed, to insure proper accountability. Information is presented separately in the Governmental Funds Balance Sheet and in the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances for the General Fund, Community Development Block Grants Fund, Debt Service Fund and Capital Projects Fund, all of which are considered to be major funds. Data from the remaining Special Revenue funds are combined into a single column, titled Other Governmental Funds. Individual fund data for each of these non-major governmental funds is provided following the required supplementary information in the form of combining financial statements and schedules. These fund financial statements follow the basic financial statements in this CAFR.

Proprietary Funds

Proprietary funds are generally used to account for services for which the City charges customers–either outside customers or internal cost centers of the City. Proprietary funds provide a more detailed report of the same type of information as shown in the government-wide financial statements. The City maintains two types of proprietary funds:

- Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its airport, mass transit, sanitation and international bridge operations.
- Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses its internal services funds to account for its employee health benefits and welfare programs, risk management, fleet services, printing and mail services. As these internal services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

The proprietary funds financial statements provide separate information for the enterprise funds (i.e., El Paso International Airport, Solid Waste Management and Sun Metro (Mass Transit)) since they are considered major funds of the City. Because the International Bridges fund is the only remaining enterprise fund, it is being presented separately even though it does not meet the criteria of a major fund established in GASB Statement No. 34. All internal service funds are combined into a single aggregated presentation on the proprietary fund financial statements. Individual fund data for the internal services funds is provided in the form of combining statements and schedules.

While the total column on the business-type fund financial statements for enterprise funds is the same as the business-type column on the government-wide financial statement, the governmental major funds total column requires a reconciliation because of the different measurement focus which is reflected on the page following each statement. The flow of current financial resources will reflect bond proceeds and inter-fund transfers as other financial sources as well as capital expenditures and bond principal payments as expenditures. The reconciliation will eliminate these transactions and incorporate the capital assets and long-term obligations into the Governmental Activities column in the government-wide statements.

Fiduciary Funds

Fiduciary funds are used to account for resources held by the City in a trustee capacity or as an agent for the benefit of parties outside the City, individuals, private organizations or other governmental entities. Fiduciary funds include both trust and agency type funds. Trust fund statements allow the City to present its blended component unit, the City employee's pension trust fund, as well as other private purpose trusts. Agency funds include tax office collections on behalf of the other taxing entities and the treasury fund, which acts as a clearing fund for payroll liabilities and investment earnings. While these funds represent a trust responsibility, these assets are restricted in purpose and do not represent discretionary resources of the government. Therefore, these assets are not presented as part of the government-wide financial statements.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes immediately follow the financial statements.

Required Supplementary Information

In addition to the basic financial statements and accompanying notes, the CAFR also presents certain required supplementary information. These schedules include the budgetary comparison and information concerning the City's funding of its pension benefit's obligation.

Other Information

Following the required supplementary information are additional schedules such as the combining statements referred to above in connection with non-major governmental funds, internal service funds and fiduciary funds and schedules of expenditures for capital projects.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Comparative information for the current and preceding year is presented below:

City of El Paso, Texas
Condensed Schedule of Net Assets

	Governmental Activities		Business-type Activities		Total		%
	2005	2004	2005	2004	2005	2004	Change
Current and other assets	$ 182,914,777	188,121,575	85,011,497	93,891,147	267,926,274	282,012,722	-5.0%
Capital assets	542,829,659	507,798,534	256,473,501	241,055,480	799,303,160	748,854,014	6.7%
Total assets	725,744,436	695,920,109	341,484,998	334,946,627	1,067,229,434	1,030,866,736	3.5%
Other liabilities	30,291,831	21,704,698	7,196,635	6,499,220	37,488,466	28,203,918	32.9%
Long-term liabilities	542,752,556	476,735,890	83,727,466	100,882,737	626,480,022	577,618,627	8.5%
Total liabilities	573,044,387	498,440,588	90,924,101	107,381,957	663,968,488	605,822,545	9.6%
Net assets:							
Invested in capital assets, net of related debt	130,003,295	124,115,981	215,569,993	206,129,774	345,573,288	330,245,755	4.6%
Restricted	59,196,922	57,817,272	23,721,769	22,536,194	82,918,691	80,353,466	3.2%
Unrestricted	(36,500,168)	15,546,268	11,269,135	(1,101,298)	(25,231,033)	14,444,970	-274.7%
Total net assets	$ 152,700,049	197,479,521	250,560,897	227,564,670	403,260,946	425,044,191	-5.1%

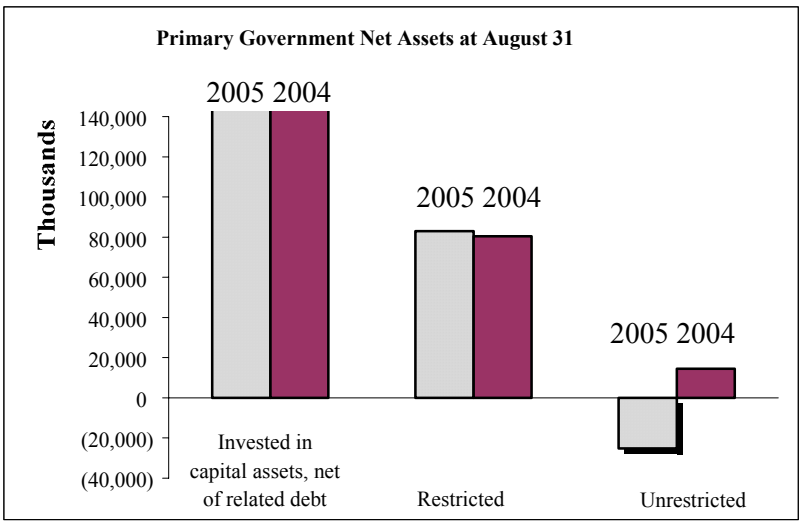
Analysis of the City's Net Assets

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the City of El Paso, assets exceeded liabilities by $403.3 million at August 31, 2005.

The largest portion of the City's net assets, 80.6%, reflects its investments in capital assets (e.g. land, building, equipment, improvements, construction in progress and infrastructure), less any outstanding debt used to acquire those assets. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

A portion of the City's net assets, 19.4%, represents resources that are subject to external restrictions on how they may be used. These restricted net assets include reserves for debt service, reserves for amounts restricted by other funding agencies, as well as a $16 million cash reserve required by the City Charter. Restricted net assets increased 3.2% over the prior year.

Generally, all net assets generated by governmental activities are either externally restricted or invested in capital assets. Unrestricted governmental activities net assets showed a $25.2 million deficit at the end of this year. This deficit indicates that the City has long-term commitments that exceed its net capital assets.



Unrestricted net assets in business-type activities totaled $11.3 million, increasing $12.4 million from 2004.

Analysis of the City's Operations

The following table provides a summary of the City's operations for the year ended August 31, 2005. Governmental activities decreased the City of El Paso's net assets by $44.8 million offset by a increase in the business-type activities of the City of $23 million resulting in a net asset decrease of $21.8 million.

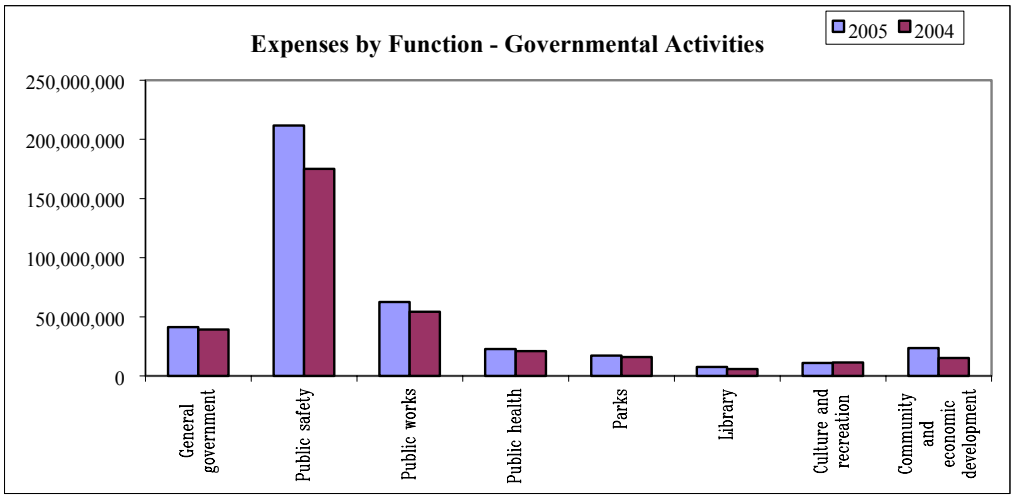
City of El Paso, Texas
Condensed Schedule of Changes in Net Assets

	Governmental Activities		Business-type Activities		Total		
	2005	2004	2005	2004	2005	2004	% Change
Revenues:							
Program revenues:							
Charges for services	$ 54,336,956	61,939,950	80,046,596	76,049,239	134,383,552	137,989,189	-2.6%
Operating grants and contributions	43,994,501	37,667,385	9,863,996	13,203,546	53,858,497	50,870,931	5.9%
Capital grants and contributions	10,189,398	12,933,126	22,081,292	9,943,357	32,270,690	22,876,483	41.1%
General revenues:							
Ad valorem taxes	142,815,161	136,847,063			142,815,161	136,847,063	4.4%
Sales tax	61,122,021	58,255,358	26,679,844	25,747,419	87,801,865	84,002,777	4.5%
Franchise taxes	32,867,495	30,630,964			32,867,495	30,630,964	7.3%
Investment earnings	2,791,459	1,740,215	1,970,016	926,350	4,761,475	2,666,565	78.6%
Total revenues	348,116,991	340,014,061	140,641,744	125,869,911	488,758,735	465,883,972	4.9%
Expenses:							
Governmental activities:							
General government	41,324,544	39,267,475			41,324,544	39,267,475	5.2%
Public safety	211,655,591	175,113,112			211,655,591	175,113,112	20.9%
Public works	62,590,505	54,184,948			62,590,505	54,184,948	15.5%
Public health	22,917,380	21,013,400			22,917,380	21,013,400	9.1%
Parks	17,324,834	16,020,341			17,324,834	16,020,341	8.1%
Library	7,581,934	5,828,037			7,581,934	5,828,037	30.1%
Culture and recreation	10,842,574	11,348,870			10,842,574	11,348,870	-4.5%
Community and economic development	23,449,341	15,167,888			23,449,341	15,167,888	54.6%
Interest on long-term debt	15,749,939	18,012,558			15,749,939	18,012,558	-12.6%
Business-type activities:							
El Paso International Airport			32,202,892	28,818,394	32,202,892	28,818,394	11.7%
International Bridges			3,550,111	3,029,436	3,550,111	3,029,436	17.2%
Solid Waste Management			15,498,416	28,703,259	15,498,416	28,703,259	-46.0%
Mass Transit			45,853,919	45,231,636	45,853,919	45,231,636	1.4%
Total expenses	413,436,642	355,956,629	97,105,338	105,782,725	510,541,980	461,739,354	10.6%
Excess (deficiency) before transfers	(65,319,651)	(15,942,568)	43,536,406	20,087,186	(21,783,245)	4,144,618	-625.6%
Transfers	20,540,179	21,191,700	(20,540,179)	(21,191,700)			
Increase (decrease) in net assets	(44,779,472)	5,249,132	22,996,227	(1,104,514)	(21,783,245)	4,144,618	-625.6%
Net assets - September 1	197,479,521	192,230,389	227,564,670	228,669,184	425,044,191	420,899,573	1.0%
Net assets - August 31	$ 152,700,049	197,479,521	250,560,897	227,564,670	403,260,946	425,044,191	-5.1%

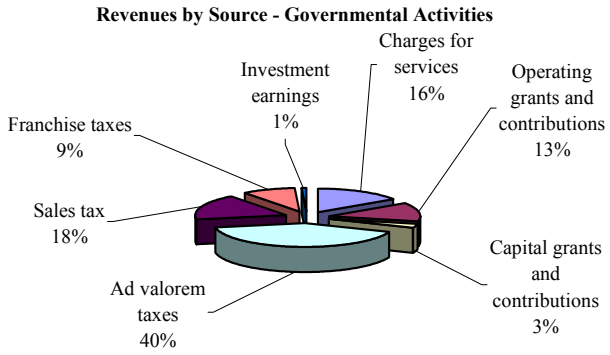
The total cost of all programs and services was $510.5 million. Governmental activities cover a range of typical City services and are directly supported by charges for these services, grants and contributions. As illustrated in the following chart, without exception, these revenues are inadequate to support the cost of the services with public safety creating the greatest burden on the taxpayer. Consequently, general revenues cover any net expense after program-specific revenues are applied. These general revenues include taxes, investment earnings and gains on sales of capital assets.

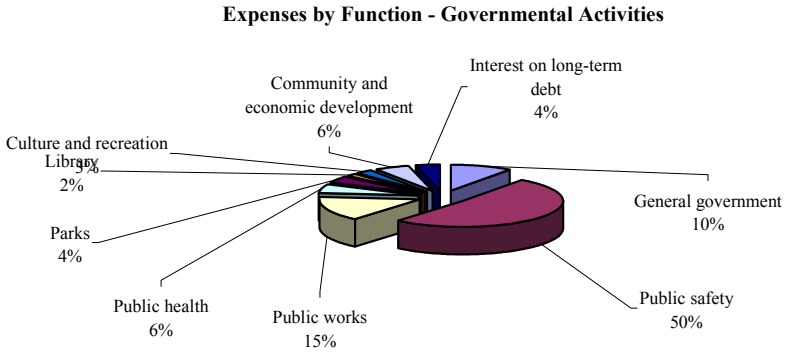
The City's total revenue on a government-wide basis was $488.8 million. Revenues for governmental activities totaled $348.1 million. Taxes, in the form of property, sales and franchise taxes, represent 68% of the City's governmental activities revenues and charges for services make up another 15.6% with the remaining funds coming from state and federal aid, interest earnings and other miscellaneous revenues.

The following chart compares the City's governmental activities expenses to the prior year.

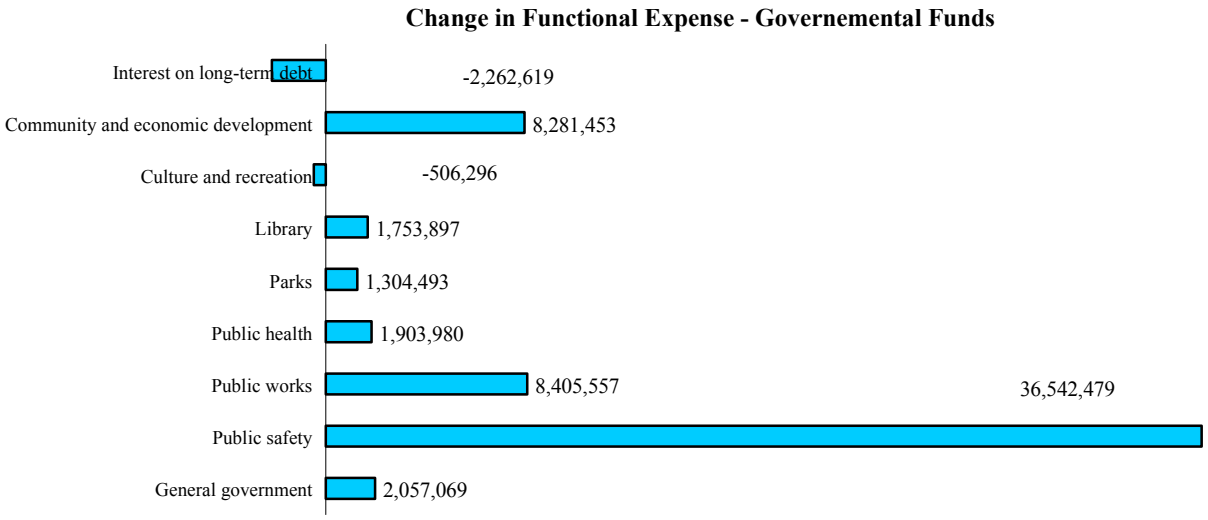


The following charts break down the City's governmental activities revenues by source and expenses by function for the current fiscal year. General revenues such as taxes and investment earnings are not reflected in program revenues but are included in the governmental activities revenues chart to illustrate their significance.





The following chart shows the change in functional expenses from the prior year.



Total expenses for business-type activities decreased $8.7 million to $97.1 million while program revenues increased $12.8 million to $112 million.

	Expenses	Program Revenues
International Airport Operations	$ 29,278,370	36,584,277
Industrial Park Operations and Other Operations	2,924,522	5,917,634
International Bridges	3,550,111	14,192,515
Solid Waste Management	15,498,416	28,609,380
Mass Transit	45,853,919	26,688,078
	$ 97,105,338	111,991,884

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

Governmental funds – At the end of the current fiscal year, the City of El Paso's governmental funds reported combined ending fund balances of $66.4 million, a decrease of $14.4 million from 2004. Approximately 66.5% of this total amount or $44.1 million constitutes unreserved, undesignated fund balance. The remainder of the fund balance is reserved or designated to indicate that is not available for new spending because it has already been committed (i.e., $16 million to provide a cash reserve, $3.1 million to provide for inventory and $.5 million to pay for subsequent years expenditures and contingencies).

The General Fund is the general operating fund of the City. As of August 31, 2005, the fund balance for the General Fund totaled $36.3 million, decreasing $11,267 from the prior year. The unreserved and undesignated portion of the fund balance increased by $.3 million, to $16.7 million at August 31, 2005. As a measure of the General Fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved and undesignated fund balance represents 6.5% of total fund expenditures, while total fund balance represents 14.1%.

The Community Development Block Grants Fund is the only Special Revenue Fund designated as a major fund for reporting purposes. These grant-related activities generated $23.2 million in revenues for the year ended August 31, 2005 with $32.0 in deferred revenues consisting primarily of $32.0 in notes receivable.

Fund balance for debt service increased $2.1 million from 2004 primarily as a result of a transfer from the General Fund of $1.2 million.

Capital Projects Fund expenditures totaled $82.5 million for the 2005 fiscal year. $39.5 million in commercial paper was issued, taking advantage of the low interest rates available for these short-term arrangements along with $17.3 million in combination tax and revenue bonds. Revenues generated amounted to $6.3 million resulting in a fund balance decrease of $17.9 million from the prior year.

The following schedules provide an overview of General Fund revenues by source and expenditures by function, highlighting changes from the prior fiscal year.

Revenues by Source - General Fund

	Actuals		% of Total Revenue		Increase (Decrease)	
	2005	2004	2005	2004	$	%
Property Taxes	$ 108,976,974	103,682,275	45.6%	45.9%	$ 5,294,699	5.1%
Sales Taxes	54,685,006	52,320,461	22.9%	23.1%	2,364,545	4.5%
Franchise Fees	32,867,495	30,630,964	13.7%	13.6%	2,236,531	7.3%
Fines and Forfeits	14,271,535	15,444,043	6.0%	6.8%	(1,172,508)	-7.6%
Charges for Services	13,111,692	12,161,317	5.5%	5.4%	950,375	7.8%
Licenses and Permits	10,119,783	8,656,832	4.2%	3.8%	1,462,951	16.9%
Intergovernmental Revenues	2,148,899	2,480,537	0.9%	1.1%	(331,638)	-13.4%
Interest	1,201,414	359,939	0.5%	0.2%	841,475	233.8%
Rents and Other	1,775,961	294,287	0.7%	0.1%	1,481,674	503.5%
Total Revenue	$ 239,158,759	226,030,655			$ 13,128,104	5.8%

Expenditures by Function - General Fund

	Actuals		% of Total Expenditures		Increase (Decrease)	
	2005	2004	2005	2004	$	%
Public Safety	$ 159,692,742	155,461,974	62.11%	61.74%	$ 4,230,768	2.72%
Public Works	35,493,590	35,411,993	13.81%	14.06%	81,597	0.23%
General Government	27,696,002	26,545,873	10.77%	10.54%	1,150,129	4.33%
Parks	12,073,411	12,298,652	4.70%	4.88%	(225,241)	-1.83%
Public Health	9,317,164	10,028,690	3.62%	3.98%	(711,526)	-7.09%
Library	5,335,738	5,348,625	2.08%	2.12%	(12,887)	-0.24%
Culture and Recreation	4,312,568	4,575,163	1.68%	1.82%	(262,595)	-5.74%
Economic Development	817,171	927,204	0.32%	0.37%	(110,033)	-11.87%
Non-departmental	1,771,003	891,060	0.69%	0.35%	879,943	98.75%
Community and Human Development	306,381	323,929	0.12%	0.13%	(17,548)	-5.42%
Capital Outlay	288,470		0.11%		288,470	100.00%
Total Expenditures	$ 257,104,240	251,813,163			$ 5,291,077	2.10%

Proprietary funds – The City's proprietary fund statements provide the same type of information found in the government-wide financial statements but in more detail.

Unrestricted net assets of the respective proprietary funds are shown on the Balance Sheet for these funds. The funds had a net assets increase (decrease) in 2005 and 2004 as follows:

	2005	2004
Airport	$ 9,974,320	6,659,608
International Bridges	537,080	69,650
Solid Waste Management	8,715,938	(3,981,015)
Mass Transit	3,768,889	(3,852,757)
Net asset increase	$ 22,996,227	(1,104,514)

GENERAL FUND BUDGETARY HIGHLIGHTS

In the General Fund, the City originally budgeted for a decrease in the fund balance of $9 million. Actual revenues and transfers were $4.4 million more than estimated while actual expenditures were $6.2 million less than anticipated, resulting in a net decrease of $11,267 in fund balance at the end of 2005.

City Council voted to reduce its property tax rate for both maintenance and operations and debt service to $0.69667 per $100 in value for 2005 that resulted in an increase in the amount of fund balance to be used in 2005 as compared to 2004.

In early 2004, the City adopted a new form of governance that impacted restructuring in certain departments. Significant staffing changes were delayed until the new City Manager was hired on September 1, 2004. The administration left various positions vacant during 2005 that contributed to keeping expenditures at 98% of budget.

During the year, the City made revisions to the original appropriations approved by City Council. These changes resulted in an increase in the use of fund balance from the original budget by $1.6 million. The majority of the revisions were done to meet critical departmental needs particularly overtime for firemen.

CAPITAL ASSETS

The City of El Paso's investment in capital assets for its governmental and business-type activities as of August 31, 2005, amounts to $799.3 million (net of accumulated depreciation).

Infrastructure Assets

General capital assets include land, improvements to land, easements, buildings, vehicles, machinery and equipment, infrastructure and all other tangible assets that are used in operations and that have initial useful lives greater than two years and exceed the government's capitalization threshold (see Note 5). The City has capitalized all purchased assets with a cost of $5,000 or more.

Historically, a government's largest group of assets (infrastructure – roads, bridges, traffic signals) have not been reported nor depreciated in governmental financial statements. GASB 34 requires that these assets be valued and reported within the Governmental column of the Government-wide Statements. Additionally, the government must elect to either (a) depreciate these assets over their estimated useful life or (b) develop a system of asset management designed to maintain the service delivery potential to near perpetuity. The City chooses to depreciate infrastructure assets over their estimated useful lives.

CAPITAL ASSETS AT YEAR-END
(NET OF ACCUMULATED DEPRECIATION)

	Governmental Activities	Business-Type Activities	Total
Land	$ 137,449,695	8,977,418	146,427,113
Buildings	119,475,160	100,957,604	220,432,764
Equipment	35,929,418	29,498,968	65,428,386
Improvements	2,078,399	82,773,289	84,851,688
Infrastructure	150,871,042		150,871,042
Construction in Progress	97,025,945	34,266,222	131,292,167
Total	$ 542,829,659	256,473,501	799,303,160

This year's major capital expenditures included:

Land	$ 576,260
Vehicles, Equipment, Other	13,407,279
Buildings	2,194,563
Drainage	299,594
Flood control	52,001
Health District	2,314
History Museum	3,317,477
Infrastructure	10,449,196
Libraries	8,833,374
Parks	8,239,964
Plaza Theatre	14,444,409
Quality of Life - Parks	6,220,157
Quality of Life - Zoo	1,556,966
Streets	526,030
Zoo	3,170,741

DEBT ADMINISTRATION

At the end of the fiscal year, the City of El Paso had total debt and notes payable of $473,835,090. Of this amount, $431,320,000 is comprised of bonded debt backed by the full faith and credit of the government. Bonds of $33,930,000 and Notes Payable of $8,585,090 are secured solely by fees for services rendered. The Notes Payable pertain to financing agreements between the City of El Paso and the State Infrastructure Bank, as well as the Federal Highway Administration to provide funding for design, construction and improvement of the International Bridges.

OUTSTANDING DEBT AT YEAR-END
BONDS AND NOTES PAYABLE

	Governmental Activities	Business-Type Activities	Total
General Obligations	$ 262,955,000		262,955,000
Revenue Bonds Payable		33,930,000	33,930,000
Certificate of Obligations	70,387,095	18,477,905	88,865,000
Commercial Paper	79,500,000		79,500,000
Notes Payable		8,585,090	8,585,090
Unamortized discount (premium)	13,333,579	(586,364)	12,747,215
Total	$ 426,175,674	60,406,631	486,582,305

During the fiscal year, the City issued $152,190,000 in refunding general obligation bonds, 17,315,000 in revenue bonds, $39,500,000 in commercial paper. Commercial paper proceeds are used to pay costs of land acquisition and improvements, construction and building improvements.

The City's General Obligation, Revenue Bonds, Certificate of Obligations, and Contractual Obligations ratings are listed below:

	Moody's Investors Service	Standard & Poor's
General Obligations	Aa3	AA
Revenue Bonds Payable	A	A-
Certificate of Obligations	Aa3	AA
Contractual Obligations	Aa3	AA
Commercial Paper	P-1	A-1+

Several of the City's Bonds are insured, thus holding a AAA credit rating from both Moody's and Standard & Poor's. The City's rating on commercial paper is the highest rating given.

Additional information on the City of El Paso's long-term debt can be found in Note 8 of this CAFR.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

According to recent reports by the Texas State Comptroller (Comptroller), the Upper Rio Grande region of Texas is expected to have stable economic growth. Unemployment rates for the City dropped from 10.3% in August 2003 to 7.5% through the end of August 2004. The annual unemployment rate for 2003 for the City was 9.7% and was 7.1% through the end of October 2004. This is in line with the overall State experience where the unemployment rate has decreased from 6.8% in August 2003 to 5.7% in August 2004.

Retail sales continue to increase for the state overall. As reported by the Comptroller, sales tax collections increased by 8% statewide through October 2004 compared to October 2003. The City of El Paso also reflected a 6.8% growth from the prior year in sales tax collection. The City also increased its bridge revenues by 8.2% by increasing its bridge fees in 2004. And although the City maintained its tax rate at the same rate as in 2003, the City was able to collect an additional 4% over the prior year due to an increase in property values.

Investment earnings have still not reached the amounts that had been earned in years prior to 2003, however, this year's decline in investment earnings was only 3% compared to last year's decline of 63%. Investments were limited to short-term investments such as government investment pools due to market conditions. Investment strategies are being reviewed to seek out additional earnings opportunities.

For 2005, the budget was prepared with a use of fund balance of approximately $9 million or 55% of its projected fund balance at the end of August 2004. Contractual obligations, incurred for wage adjustments in the area of public safety, had the greatest impact on the 2005 budget. This has necessitated action in reducing costs and increasing revenues derived from services provided by the City. Through the recent implementation of Activity-Based Costing, certain fees have been analyzed and adjusted to adequately recover costs for providing certain services.

In February 2004, the citizenry of the City of El Paso voted to approve a change in the structure of the City government, from a strong mayor form of government to a council-manager form of government. The City Manager is the chief administrative officer of the City, responsible to the Council for the administration of all City affairs. The budget passed for 2005 approved by the Council and Mayor was the last approved under the former government structure. The 2005 budget reflected the many challenges facing the City of El Paso in the future such as growing demands for services, evidenced by an approximate 2% population increase, new funding commitments driven by the 2000 Quality of Life bond projects and increasing operating costs.

The City will attempt to adopt budgets which do not utilize excess fund balance. The 2005 budget eliminated over 100 positions across various departments. The City will strive to maintain adequate reserves while continuously searching for revenue opportunities and cost containment strategies.

REQUEST FOR INFORMATION

The City of El Paso's Comprehensive Annual Financial Report is designed to provide citizens, customers, investors and creditors with a general overview of the City's finances. It is available at the following website: http://www.elpasotexas.gov/financial_services/financial_afr.aspp. If you have questions about this report or need any additional information, contact:

Financial Services
Attention: Financial Accounting and Reporting Division
2 Civic Center Plaza – 7th Floor
El Paso, Texas 79901-1196
(915) 541-4436
e-mail: ketonfw@ci.el-paso.tx.us

CITY OF EL PASO, TEXAS

STATEMENT OF NET ASSETS

August 31, 2005

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	El Paso Water Utilities - February 28, 2005
ASSETS				
Cash and Cash Equivalents (Note 2)	$ 49,950,562	25,172,882	75,123,444	8,094,663
Investments (Note 2)	4,994,500		4,994,500	3,987,687
Receivables, Net of Allowances (Note 4)	122,730,139	11,993,510	134,723,649	12,963,153
Prepaid Items		174,770	174,770	1,903,729
Internal Balances (Note 6)	(1,410,940)	1,410,940		
Due from Component Unit	996,113	2,289,553	3,285,666	
Inventory	3,767,262	2,175,733	5,942,995	2,746,127
Restricted Cash and Cash Equivalents (Note 2)		41,065,479	41,065,479	68,559,269
Restricted Investments (Note 2)				58,949,899
Restricted Trade and Other Receivables, Net of Allowances		728,630	728,630	1,828,730
Unamortized Bond Issue Expense	1,887,141		1,887,141	4,907,974
Capital Assets, not being depreciated (Note 5)	234,475,640	43,243,640	277,719,280	205,093,209
Capital Assets, being depreciated, Net (Note 5)	308,354,019	213,229,861	521,583,880	622,049,469
Total assets	725,744,436	341,484,998	1,067,229,434	991,083,909
LIABILITIES				
Accounts Payable	8,674,777	3,629,967	12,304,744	18,190,622
Accrued Payroll	7,565,418	1,467,284	9,032,702	
Internal Balances (Note 6)				
Due to Primary Government				2,611,126
Taxes and Fees Payable	1,312,623	213,016	1,525,639	
Accrued Interest Payable	749,987	416,104	1,166,091	13,492,008
Deferred Revenue	538,396	710,685	1,249,081	
Other Current Liabilities				6,698,143
Construction Contracts and Retainage Payable	11,450,630	759,579	12,210,209	2,191,995
Long-term Liabilities-Current (Note 8)	171,085,054	8,476,746	179,561,800	16,314,658
Long-term Liabilities-Non-current (Note 8)	371,667,502	75,250,720	446,918,222	377,771,241
Total liabilities	573,044,387	90,924,101	663,968,488	437,269,793
NET ASSETS				
Invested in Capital Assets, net of related debt	130,003,295	215,569,993	345,573,288	502,643,526
Restricted for:				
Debt Service	4,486,927	8,334,371	12,821,298	31,576,106
Cash Reserve	16,000,000		16,000,000	
Passenger Facilities		3,218,184	3,218,184	
Airport Operations		12,169,214	12,169,214	
Capital Projects				4,067,110
Municipal Courts	3,751,835		3,751,835	
Parks	2,082,786		2,082,786	
Community Services	32,875,374		32,875,374	
Unrestricted	(36,500,168)	11,269,135	(25,231,033)	15,527,374
Total net assets	$ 152,700,049	250,560,897	403,260,946	553,814,116

The accompanying notes are an integral part of these financial statements.

CITY OF EL PASO, TEXAS
STATEMENT OF ACTIVITIES
For the year ended August 31, 2005

		Program Revenues			Net (Expense) Revenue and Changes in Net Assets			
					Primary Government			Component Units
Functions/Programs	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total	El Paso Water Utilities - February 28, 2005
Primary Government:								
Governmental Activities:								
General government	$ 41,324,544	3,814,092	1,670,298	261,145	(35,579,009)		(35,579,009)	
Public Safety	211,655,591	28,741,771	9,797,011	2,366,291	(170,750,518)		(170,750,518)	
Public Works	62,590,505	15,374,828	155,734	532,595	(46,527,348)		(46,527,348)	
Public Health	22,917,380	2,390,038	13,202,337	1,056,763	(6,268,242)		(6,268,242)	
Parks	17,324,834	2,739,742	239,882	251,146	(14,094,064)		(14,094,064)	
Library	7,581,934	25,701	546,627	210,662	(6,798,944)		(6,798,944)	
Culture and Recreation	10,842,574	1,061,798			(9,780,776)		(9,780,776)	
Community and Economic Development	23,449,341	188,986	18,382,612	5,510,796	633,053		633,053	
Interest on Long-term Debt	15,749,939				(15,749,939)		(15,749,939)	
Total governmental activities	413,436,642	54,336,956	43,994,501	10,189,398	(304,915,787)		(304,915,787)	
Business-type Activities:								
International Airport Operations	29,278,370	24,203,962	4,288,683	8,091,632		7,305,907	7,305,907	
Industrial Park Operations and Other Operations	2,924,522	5,917,634				2,993,112	2,993,112	
International Bridges Operations	3,550,111	14,192,515				10,642,404	10,642,404	
Solid Waste Disposal Operations	15,498,416	28,609,380				13,110,964	13,110,964	
Mass Transit Operations	45,853,919	7,123,105	5,575,313	13,989,660		(19,165,841)	(19,165,841)	
Total business-type activities	97,105,338	80,046,596	9,863,996	22,081,292		14,886,546	14,886,546	
Total Primary Government	$ 510,541,980	134,383,552	53,858,497	32,270,690	(304,915,787)	14,886,546	(290,029,241)	
Component Units:								
Water	$ 63,395,057	84,059,296		5,633,603				26,297,842
Wastewater and reclaimed water	52,759,520	47,932,657		5,562,699				735,836
Total Component Units	$ 116,154,577	131,991,953		11,196,302				27,033,678

General revenues:				
Taxes:				
Property Taxes, levied for general purposes	108,572,878		108,572,878	
Property Taxes, levied for debt service	34,242,283		34,242,283	
Franchise Taxes	32,867,495		32,867,495	
Sales Taxes	61,122,021	26,679,844	87,801,865	
Investment Earnings	2,791,459	1,970,016	4,761,475	1,945,364
Transfers	20,540,179	(20,540,179)		
Total general revenues and transfers	260,136,315	8,109,681	268,245,996	1,945,364
Change in net assets	(44,779,472)	22,996,227	(21,783,245)	28,979,042
Net assets - beginning, as previously reported	197,479,521	227,564,670	425,044,191	523,799,704
Prior period adjustment				1,035,370
Net assets - beginning, restated	197,479,521	227,564,670	425,044,191	524,835,074
Net assets - ending	$ 152,700,049	250,560,897	403,260,946	553,814,116

The accompanying notes are an integral part of these financial statements.

CITY OF EL PASO, TEXAS

BALANCE SHEET

GOVERNMENTAL FUNDS

August 31, 2005

	General	Community Development Block Grants	Debt Service	Capital Projects	Other Governmental Funds	Total Governmental Funds
ASSETS						
Cash and Cash Equivalents	$ 25,808,677	166,175	2,335,519	7,329,114	14,311,077	49,950,562
Investments	4,994,500					4,994,500
Receivables - Net of Allowances						
Taxes	16,187,875		2,660,802			18,848,677
Interest	37,875					37,875
Trade	1,079,532			114,130	239,839	1,433,501
Notes		32,006,880				32,006,880
Other	47,527,207			17,711,613		65,238,820
Due from Other Government Agencies	246,301	1,633,652		34,969	3,225,591	5,140,513
Due from Other Funds (Note 6)	1,876,839				1,902,385	3,779,224
Due from Component Unit	940,153	2,960		53,000		996,113
Inventory	3,134,781					3,134,781
Total Assets	$ 101,833,740	33,809,667	4,996,321	25,242,826	19,678,892	185,561,446
LIABILITIES						
Accounts Payable	$ 4,850,309	1,694,691	9,945		1,530,453	8,085,398
Accrued Payroll	6,568,672	101,095		6,560	726,688	7,403,015
Due to Other Funds (Note 6)				1,426,671	1,902,385	3,329,056
Taxes Payable	1,312,623					1,312,623
Deferred Revenue	45,596,091	32,013,881			471,414	78,081,386
Deferred Ad Valorem Taxes	7,168,346		2,361,388			9,529,734
Construction Contracts and Retainage Payable				10,661,607	789,023	11,450,630
Total Liabilities	65,496,041	33,809,667	2,371,333	12,094,838	5,419,963	119,191,842
FUND BALANCES						
Reserved for:						
Debt Service			2,125,539			2,125,539
Cash Reserve	16,000,000					16,000,000
Inventory	3,134,781					3,134,781
Unreserved:						
Designated for Subsequent Years			499,449			499,449
Designated for Contingencies	500,000					500,000
Undesignated-Special Revenue Funds					14,258,929	14,258,929
Undesignated	16,702,918			13,147,988		29,850,906
Total Fund Balances	36,337,699		2,624,988	13,147,988	14,258,929	66,369,604
Total Liabilities and Fund Balances	$ 101,833,740	33,809,667	4,996,321	25,242,826	19,678,892	185,561,446

The accompanying notes are an integral part of these financial statements.

CITY OF EL PASO, TEXAS

RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS

GOVERNMENTAL FUNDS

August 31, 2005

Fund balances - total governmental funds balance sheet		$ 66,369,604
Amounts reported for governmental activities in the statement of assets are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		
Governmental capital assets	1,158,400,255	
Accumulated depreciation	(615,858,212)	
		542,542,043
Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the funds.		
Unamortized bond issuance expense	1,887,141	
Deferred revenue	417,353	
Property taxes	9,529,734	
Deferred revenue from low income housing loans	32,006,880	
Deferred revenue from fines and forfeits, net	45,118,757	
		88,959,865
Internal service funds are used to charge the costs of certain activities, such as health insurance, workers' compensation, unemployment, postage, copy center and equipment maintenance to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets.		(20,322,427)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.		
Accrued interest payable	(749,987)	
Arbitrage rebate payable	(30,227)	
Claims and judgements	(1,515,948)	
Compensated absences	(41,059,063)	
Net pension obligation	(61,201,692)	
Deferred amount on refunding	5,717,470	
Unamortized bond issuance premium	(13,333,579)	
Bonds, notes and commercial paper payable	(412,676,010)	
		(524,849,036)
Net assets of governmental activities		$ 152,700,049

CITY OF EL PASO, TEXAS

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

GOVERNMENTAL FUNDS

For the year ended August 31, 2005

	General	Community Development Block Grants	Debt Service	Capital Projects	Other Governmental Funds	Total Governmental Funds
REVENUES						
Property Taxes	$ 107,692,879		33,956,712			141,649,591
Penalties and Interest-Delinquent taxes	1,284,095		421,044			1,705,139
Sales Taxes	54,685,006			2,295,799	4,141,216	61,122,021
Franchise Fees	32,867,495					32,867,495
Charges for Services	13,111,692	214,897	269,904	2,416,411	4,168,280	20,181,184
Fines and Forfeits	14,271,535				886,583	15,158,118
Licenses and Permits	10,119,783					10,119,783
Intergovernmental Revenues	2,148,899	21,950,207		431,058	26,988,858	51,519,022
Interest	1,024,272	295,937	931,531	599,458	21,181	2,872,379
Rents and Other	1,775,961	708,702	467,761	520,500	4,170,638	7,643,562
Net Increase in the Fair Value of Investments	177,142					177,142
Total revenues	239,158,759	23,169,743	36,046,952	6,263,226	40,376,756	345,015,436
EXPENDITURES						
Current:						
General Government	27,696,002	284,062		324,312	301,676	28,606,052
Public Safety	159,692,742				9,864,079	169,556,821
Public Works	35,493,590			1,694,254	62,813	37,250,657
Public Health	9,317,164				12,634,810	21,951,974
Parks Department	12,073,411	147,427			2,913,473	15,134,311
Library	5,335,738				347,169	5,682,907
Non Departmental	1,771,003					1,771,003
Culture and Recreation	4,312,568				4,716,664	9,029,232
Economic Development	817,171	(779)			1,419,751	2,236,143
Solid Waste					25,634	25,634
Community and Human Development	306,381	17,223,012			1,438,555	18,967,948
Debt Service:						
Principal			19,416,716			19,416,716
Interest Expense - Bonds			15,610,905			15,610,905
Interest Expense - Commercial Paper			1,079,111			1,079,111
Payment to Refunding Bond Escrow Agent			1,508,975			1,508,975
Fiscal Fees			1,720,111	260,810		1,980,921
Capital Outlay	288,470	5,516,021		80,189,374	5,461,619	91,455,484
Total expenditures	257,104,240	23,169,743	39,335,818	82,468,750	39,186,243	441,264,794
Excess (Deficiency) of revenues over expenditures	(17,945,481)		(3,288,866)	(76,205,524)	1,190,513	(96,249,358)
OTHER FINANCING SOURCES (USES)						
Transfers from other funds	20,939,913		3,055,848	1,200,700	223,211	25,419,672
Transfers Out	(3,005,699)			(1,854,681)	(19,113)	(4,879,493)
Face Amount of Bonds Issued				17,315,000		17,315,000
Face Amount of Commercial Paper Issued				39,500,000		39,500,000
Face Amount of Refunding Bonds Issued			152,190,000			152,190,000
Premium on Issuance of Bonds			9,643,994	584,019		10,228,013
Payment to Refunding Bond Escrow Agent			(160,486,753)			(160,486,753)
Proceeds from Sale of Capital Assets			1,000,000	1,594,325		2,594,325
Total other financing sources (uses)	17,934,214		5,403,089	58,339,363	204,098	81,880,764
Net change in fund balances	(11,267)		2,114,223	(17,866,161)	1,394,611	(14,368,594)
Fund balances - beginning of year	36,348,966		510,765	31,014,149	12,864,318	80,738,198
Fund balances - end of year	$ 36,337,699		2,624,988	13,147,988	14,258,929	66,369,604

The accompanying notes are an integral part of these financial statements.

CITY OF EL PASO, TEXAS

RECONCILIATION OF THE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE TO THE STATEMENT OF ACTIVITIES
GOVERNMENTAL FUNDS
For the year ended August 31, 2005

Change in net assets reported for governmental activities in the statement of activities are different because:		
Net change in fund balances - total governmental funds		$ (14,368,594)
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.		
Capital acquisitions	70,727,856	
Depreciation	(31,149,130)	
		39,578,726
The net effect of various miscellaneous transactions involving capital assets (I.e., sales, disposals) is to decrease net assets.		
Cost of disposed assets	(5,691,799)	
Accumulated depreciation on disposed assets	1,215,278	
		(4,476,521)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenue in the funds.		
Deferred revenue	(485,393)	
Deferred revenue from fines and forfeits	4,066,517	
Deferred revenue from low income housing loans	32,006,880	
Property taxes	(539,569)	
		35,048,435
The issuance of long-term debt (e.g., bonds) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets.		
Issuance of long-term debt and commercial paper	(209,005,000)	
Repayments	19,416,716	
Face amount of debt refunded	155,875,000	
Amount deferred on refunding	5,717,470	
Unamortized bond issuance costs	1,887,141	
Premium on issuance of bonded debt	(10,228,013)	
		(36,336,686)
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.		
Increase in compensated absences	(3,049,694)	
Increase in net pension obligation	(61,201,692)	
Decrease in accrued interest expense	33,719	
Amortization of premium on bonds issued	1,369,616	
		(62,848,051)
Internal service funds are used by management to charge the costs of health insurance, worker's compensation, unemployment benefits, postage, copy center and fleet maintenance to individual funds. The net expense of the internal service funds is reported by function within governmental activities.		(1,376,781)
Change in net assets of governmental activities		$ (44,779,472)

The accompanying notes are an integral part of these financial statements.

CITY OF EL PASO, TEXAS
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
August 31, 2005

	Business Type Activities - Enterprise Funds					
	El Paso International Airport	International Bridges	Department of Solid Waste Management	Mass Transit	Totals	Governmental Activities - Internal Service Funds
ASSETS						
Cash and Cash Equivalents	$ 16,464,445	550,305	8,084,299	73,833	25,172,882	
Receivables - Net of Allowances:						
Taxes				4,109,927	4,109,927	
Trade	2,318,266		449,291	46,795	2,814,352	23,873
Due From Component Unit			2,289,553		2,289,553	
Due From Other Government Agencies	4,495,327			573,904	5,069,231	
Prepaid Items	104,518			70,252	174,770	
Due From Other Funds		150,000	1,260,940		1,410,940	15,731
Inventory	720,261		60,971	1,187,795	1,969,027	574,559
Fuel Inventory	9,180			197,526	206,706	57,922
Total current assets	24,111,997	700,305	12,145,054	6,260,032	43,217,388	672,085
Restricted Cash and Cash Equivalents	22,553,952	5,552,653	12,958,874		41,065,479	
Restricted Trade Receivables, Net of Allowances	728,630				728,630	
Capital Assets:						
Land	1,382,217	850,007		6,745,194	8,977,418	
Buildings, Improvements & Equipment, Net	144,802,414	6,458,464	12,061,529	49,907,454	213,229,861	287,616
Construction in Progress	19,473,662	224,150	7,090,710	7,477,700	34,266,222	
Total non-current assets	188,940,875	13,085,274	32,111,113	64,130,348	298,267,610	287,616
TOTAL ASSETS	$ 213,052,872	13,785,579	44,256,167	70,390,380	341,484,998	959,701
LIABILITIES						
Current liabilities:						
Accounts Payable	$ 1,605,827	32,256	330,745	1,661,139	3,629,967	589,379
Accrued Payroll	319,527	58,758	372,207	716,792	1,467,284	162,403
Current Portion - Bonds and Notes Payable	460,525	1,023,893	4,388,010		5,872,428	
Certificate of Obligation Bonds - Current						105,239
Due to Other Funds						1,876,839
Taxes Payable	33,812		178,240	964	213,016	
Interest Payable on Bonds and Notes	19,071	312,988	84,045		416,104	
Deferred Revenue	405,942			304,743	710,685	
Construction Contracts and Retainage Payable	705,875			53,704	759,579	
Compensated Absences - Current	953,791	55,616	434,064	800,847	2,244,318	120,615
Claims and Judgments - Current				360,000	360,000	
Total current liabilities	4,504,370	1,483,511	5,787,311	3,898,189	15,673,381	2,854,475
Long-term liabilities:						
Certificates of Obligation Bonds		63,690	15,095,374		15,159,064	60,846
Revenue Bonds, Net	9,650,248	1,330,000	20,503,744		31,483,992	
Notes Payable		7,891,146			7,891,146	
Hydrocarbon Clean Up				921,754	921,754	
Compensated Absences	269,018	15,687	122,428	225,880	633,013	34,019
Landfill Closure Costs			18,270,613		18,270,613	
Delta Transfer Station Closure Costs			101,426		101,426	
Claims and Judgments				789,712	789,712	18,332,788
Total non-current liabilities	9,919,266	9,300,523	54,093,585	1,937,346	75,250,720	18,427,653
TOTAL LIABILITIES	14,423,636	10,784,034	59,880,896	5,835,535	90,924,101	21,282,128
NET ASSETS						
Invested in capital assets, net of related debt	155,547,520	2,507,200	(6,615,075)	64,130,348	215,569,993	137,262
Restricted for:						
Debt Service	7,915,026	419,345			8,334,371	
Airport Operations	12,169,214				12,169,214	
Passenger Facilities	3,218,184				3,218,184	
Unrestricted:						
Unrestricted	19,779,292	75,000	(9,009,654)	424,497	11,269,135	(20,459,689)
Unrestricted net assets	19,779,292	75,000	(9,009,654)	424,497	11,269,135	(20,459,689)
Total net assets (deficit)	198,629,236	3,001,545	(15,624,729)	64,554,845	250,560,897	(20,322,427)
TOTAL LIABILITIES AND NET ASSETS (DEFICIT)	$ 213,052,872	13,785,579	44,256,167	70,390,380	341,484,998	959,701

The accompanying notes are an integral part of these financial statements.

CITY OF EL PASO, TEXAS

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS(DEFICIT)

PROPRIETARY FUNDS

For the year ended August 31, 2005

	Business Type Activities - Enterprise Funds					
	El Paso International Airport	International Bridges	Department of Solid Waste Management	Mass Transit	Total	Governmental Activities - Internal Service Funds
OPERATING REVENUES:						
Charges of Rentals and Fees	$ 30,121,596		28,609,181		58,730,777	
Charges of Tolls		13,841,261			13,841,261	
Charges of Fares and Fees				7,123,105	7,123,105	
Sales to Departments						12,006,798
Premium Contributions						41,530,802
General Revenues		351,254	199		351,453	1,161,599
Total Operating Revenues	30,121,596	14,192,515	28,609,380	7,123,105	80,046,596	54,699,199
OPERATING EXPENSES:						
Personnel Services	12,278,293	1,375,948	9,791,749	27,516,829	50,962,819	3,854,971
Contractual Services	265,203		128,092	10,363	403,658	
Professional Services	587,377	4,216	182,481	153,727	927,801	156,030
Outside Contracts	2,011,220	424,713	327,389	2,034,697	4,798,019	2,672,079
Fuel and Lubricants	173,508		1,361,703	4,628,917	6,164,128	4,382,115
Materials and Supplies	516,215	25,474	3,640,326	2,707,218	6,889,233	3,466,186
Communications	142,954	10,389	51,521	89,866	294,730	14,860
Utilities	2,060,933	28,028	31,661	422,397	2,543,019	15,736
Operating Leases	17,505	341,476	5,562	405,681	770,224	63,196
Travel and Entertainment	79,209	7,274	16,076	17,164	119,723	5,943
Benefits Provided				30,362	30,362	40,553,780
Maintenance and Repairs	744,049	39,974	8,590	112,320	904,933	777,159
Landfill and Transfer Station Utilization			(8,856,508)		(8,856,508)	
Other Operating Expenses	1,267,907	6,997	1,578,808	1,076,220	3,929,932	37,211
Depreciation	11,461,779	804,835	5,658,072	6,650,034	24,574,720	62,871
Total Operating Expenses	31,606,152	3,069,324	13,925,522	45,855,795	94,456,793	56,062,137
Operating Income (Loss)	(1,484,556)	11,123,191	14,683,858	(38,732,690)	(14,410,197)	(1,362,938)
NON-OPERATING REVENUES (EXPENSES):						
Interest Revenue	1,162,736	257,771	544,623	4,886	1,970,016	
Interest Expense	(668,952)	(480,787)	(2,042,867)		(3,192,606)	(13,843)
Gain (Loss) on Sale of Equipment and Land	72,212		469,973	1,876	544,061	
Passenger Facility Charge	4,288,683				4,288,683	
Sales Tax				26,679,844	26,679,844	
FTA Subsidy				5,575,313	5,575,313	
Total Non-Operating Revenues (Expenses	4,854,679	(223,016)	(1,028,271)	32,261,919	35,865,311	(13,843)
Income (Loss) Before Capital Contribution and Transfers	3,370,123	10,900,175	13,655,587	(6,470,771)	21,455,114	(1,376,781)
Capital Contributions	8,091,632			13,989,660	22,081,292	
Transfers Out	(1,868,056)	(10,363,095)	(4,939,649)	(3,750,000)	(20,920,800)	
Transfers In	380,621				380,621	
Change in net assets	9,974,320	537,080	8,715,938	3,768,889	22,996,227	(1,376,781)
Total Net Assets(Deficit)-beginning	188,654,916	2,464,465	(24,340,667)	60,785,956	227,564,670	(18,945,646)
Total Net Assets(Deficit)-ending	$ 198,629,236	3,001,545	(15,624,729)	64,554,845	250,560,897	(20,322,427)

The accompanying notes are an integral part of these financial statements.

CITY OF EL PASO, TEXAS

STATEMENT OF CASH FLOWS

PROPRIETARY FUNDS

For the year ended August 31, 2005

	Business Type Activities - Enterprise Funds					
	El Paso International Airport	International Bridges	Department of Solid Waste Management	Mass Transit	Totals	Governmental Activities - Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES						
Receipts from Customers	$ 29,832,757	14,192,524	28,511,845	6,981,338	79,518,464	54,695,734
Payments to Suppliers	(7,910,651)	(1,026,929)	(7,142,259)	(11,143,538)	(27,223,377)	(51,373,664)
Payments to Employees	(11,684,201)	(1,368,172)	(9,727,087)	(27,414,764)	(50,194,224)	(3,863,690)
Net cash provided (used) by operating activities	10,237,905	11,797,423	11,642,499	(31,576,964)	2,100,863	(541,620)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES						
Transfers to Other Funds	(1,868,056)	(10,363,095)	(4,939,649)	(3,750,000)	(20,920,800)	
Transfers from Other Funds	380,621				380,621	641,345
Sales Tax				26,549,058	26,549,058	
FTA Subsidy				8,628,757	8,628,757	
Passenger Facility Charge	4,288,683				4,288,683	
Net cash provided (used) by noncapital financing activities	2,801,248	(10,363,095)	(4,939,649)	31,427,815	18,926,319	641,345
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES						
Capital Contributions from Federal Government	3,711,790			13,989,660	17,701,450	
Purchases of Capital Assets	(18,370,695)	(45,477)	(2,943,377)	(15,678,128)	(37,037,677)	18,099
Principal Paid on Capital Debt	(3,320,525)	(983,210)	(4,315,625)		(8,619,360)	(104,181)
Interest Paid on Capital Debt	(674,899)	(496,473)	(2,050,849)		(3,222,221)	(13,843)
Other Receipts (Payments)	72,212		469,973	(102,485)	439,700	
Net cash (used) by capital and related financing activities	(18,582,117)	(1,525,160)	(8,839,878)	(1,790,953)	(30,738,108)	(99,925)
CASH FLOWS FROM INVESTING ACTIVITIES						
Proceeds from sales and maturities of investments		580,178			580,178	
Interest	1,162,736	253,491	544,623	4,886	1,965,736	
Net cash provided by investing activities	1,162,736	833,669	544,623	4,886	2,545,914	
Net increase (decrease) in cash and cash equivalents	(4,380,228)	742,837	(1,592,405)	(1,935,216)	(7,165,012)	(200)
Cash and Cash Equivalents - beginning of the year	43,398,625	5,360,121	22,635,578	2,009,049	73,403,373	200
Cash and Cash Equivalents - end of the year	$ 39,018,397	6,102,958	21,043,173	73,833	66,238,361	

The accompanying notes are an integral part of these financial statements.

CITY OF EL PASO, TEXAS

STATEMENT OF CASH FLOWS

PROPRIETARY FUNDS

For the year ended August 31, 2005

	Business Type Activities - Enterprise Funds					
	El Paso International Airport	International Bridges	Department of Solid Waste Management	Mass Transit	Totals	Governmental Activities - Internal Service Funds
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:						
Operating Income (Loss)	$ (1,484,556)	11,123,191	14,683,858	(38,732,690)	(14,410,197)	(1,362,938)
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities:						
Depreciation Expense	11,461,779	804,835	5,658,072	6,650,034	24,574,720	62,871
Change in Assets and Liabilities:						
Receivables, Net	(212,403)		(106,889)	(12,082)	(331,374)	(3,465)
Inventories	(92,591)		101,749		9,158	(24,096)
Other Assets	3,178		2,359	68,830	74,367	
Accounts and other payables	47,473	(138,379)	95,196	503,735	508,025	61,512
Accrued Expenses	515,025	7,776	(8,791,846)	(54,791)	(8,323,836)	724,496
Net cash provided by operating activities	$ 10,237,905	11,797,423	11,642,499	(31,576,964)	2,100,863	(541,620)
SCHEDULE OF NON-CASH INVESTING, CAPITAL AND FINANCING ACTIVITIES						
Capital Assets Purchased by Other Fund	$		(2,843,772)		(2,843,772)	

The accompanying notes are an integral part of these financial statements.

CITY OF EL PASO, TEXAS

STATEMENT OF FIDUCIARY NET ASSETS

FIDUCIARY FUNDS

August 31, 2005

	Pension Trust Funds	Private-Purpose Trusts	Agency Funds
ASSETS			
Cash and Cash Equivalents	$ 22,349,602	10,429,042	1,142,125
Investments:			
United States Government Securities	72,061,010		
Corporate Bonds	30,270,767		
Corporate Stocks	233,122,403		
Bank Collective Investment Funds	112,600,712		
Foreign Exchange Contract	136,890		
Fixed Income Securities	191,640,578		
Domestic Equities	212,840,944		
International Equities	163,280,786		
Receivables - Net of Allowances			
Commission Credits Receivable	70,873		
Due from Brokers For Securities Sold	1,759,084		
Employer Contributions	866,127		
Employee Contributions	650,063		
Accrued Interest and Dividends	937,140		
Delinquent Property Taxes			48,862,402
Prepaid Items	16,538		
Due from Other Funds			5,662,096
Capital Assets:			
Buildings, Improvements & Equipment, Net	644,552		
Total assets	1,043,248,069	10,429,042	55,666,623
LIABILITIES			
Accounts Payable	5,028,176	7,984	
Accrued Payroll		4,554	
Payable to other taxing entities			843,545
Due to Other Funds		5,662,096	
Prepaid Property Taxes			1,129,297
Deferred Revenue - Commission Credits	70,873		
Property Taxes Subject to Refund			4,831,379
Foreign Exchange Contract	138,765		
Uncollected Property Taxes			48,862,402
Compensated Absences		4,084	
Total liabilities	5,237,814	5,678,718	55,666,623
NET ASSETS			
Held in Trust for Pension Benefits and Other Purposes	$ 1,038,010,255	4,750,324	

The accompanying notes are an integral part of these financial statements.

CITY OF EL PASO, TEXAS

STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS

FIDUCIARY FUNDS

For the year ended August 31, 2005

	Pension Trust Funds	Private-Purpose Trusts
ADDITIONS (REDUCTIONS)		
Contributions:		
Employer	$ 30,496,916	
Employee	21,201,750	
Total contributions	51,698,666	
Rental vehicle sales tax		2,385,277
Miscellaneous	225	197,040
Investment earnings (loss):		
Net increase in fair value of investments	121,454,928	
Interest	4,489,722	103,980
Dividends	2,179,770	
Securities lending income	1,451,725	
Securities lending fees	(1,298,830)	
Decrease in commission credits receivable	54,352	
Investment advisor fees	(3,501,620)	
Net investment income	124,830,047	103,980
Total additions	176,528,938	2,686,297
DEDUCTIONS		
Benefits paid to participants	56,156,094	
Refunds of contributions	3,442,727	
Administrative expenses	1,695,752	
Benefits paid for other purposes		2,583,143
Total deductions	61,294,573	2,583,143
Change in net assets	115,234,365	103,154
Net assets - beginning of the year	922,775,890	4,647,170
Net assets - end of the year	$ 1,038,010,255	4,750,324

NOTES TO THE FINANCIAL STATEMENTS
Year Ended August 31, 2005
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The City of El Paso, Texas (City) was incorporated in 1873. The government of the City is operated by authority of its charter exercising all powers conferred upon constitutional home rule cities in the State of Texas and exercises these powers as a municipal corporation, subject to the Constitution and the laws of the State of Texas. The city charter was amended in February 2004 to adopt a Council/City Manager form of government.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying financial statements have been prepared in conformity with U.S. generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following is a summary of significant accounting policies of the City.

A. Reporting Entity

The accompanying financial statements include the City and its component unit, collectively referred to as "the financial reporting entity." In accordance with GASB Statement Number 14, as amended by GASB Statement Number 39, the component units discussed below have been included in the City's reporting entity because of the significance of their operational or financial relationship with the City.

City Employees' Pension Fund (CEPF)

Substantially all full-time employees of the City are eligible to participate in the CEPF, except for uniformed fire fighters and police officers who are covered under separate plans. The plan is a single-employer defined benefit retirement plan established under legal authority of the City Charter and administered by a Board of Trustees (CEPF Board). The CEPF Board is comprised of the Mayor, two citizens designated by the Mayor who are not officers or employees of the City, four elected City employees, a retiree and two City district representatives. Employees contribute 6.75% of their covered compensation and the City contributes 10.25% of covered compensation to the CEPF. The CEPF is included in the accompanying financial statements under Pension Trust Funds.

Firemen and Policemen's Pension Fund (FPPF)

Uniformed fire fighters and police officers participate in the FPPF, which is divided into two divisions: the firemen division and policemen division. The plan is a single-employer defined benefit retirement plan established under legal authority of State Statutes and the City Charter and is administered by a Board of Trustees (FPPF Board). The FPPF Board is comprised of the Mayor, two citizens designated by the Mayor, the Chief of Police (or his designee), the Fire Chief (or his designee), three policemen and three firemen elected by the membership of their respective divisions. Firemen contribute 15.28% and policemen contribute 11.89% of their covered compensation while the City contributes 18% of covered compensation to the FPPF. The FPPF is included in the accompanying financial statements under Pension Trust Funds.

El Paso Water Utilities (EPWU)

As specified by City Ordinance No. 752, adopted May 22, 1952, complete management and control of EPWU is vested in a five-member board of trustees known as the Public Service Board (PSB). The PSB consists of the Mayor and four residents of El Paso County, Texas. With the exception of the Mayor, all other trustees are appointed by the City Council. EPWU is reported discretely as a component unit in the accompanying financial statements and the financial information included in these statements is as of EPWU's latest fiscal year end, February 28, 2005.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

A. Reporting Entity (Continued)

Financial statements for CEPF, FPPF or EPWU may be requested from the respective entity's administrative offices:

CEPF - City Employees' Pension Fund	City of El Paso Employees' Pension Fund Two Civic Center Plaza El Paso, Texas 79901
FPPF - Firemen and Policemen's Pension Fund	El Paso Firemen & Policemen's Pension Fund 1155 Westmoreland, Suite 223 El Paso, Texas 79925
EPWU - El Paso Water Utilities	El Paso Water Utilities P. O. Box 511 El Paso, Texas 79961

Related Organizations

Related organizations and jointly governed organizations provide services within the City that are administered by separate boards or commissions, but the City is not financially accountable, and such organizations are therefore, not component units of the City, even though the City Council may appoint a voting majority of an organization's board. Consequently, financial information for the following entities is not included in these financial statements:

El Paso Housing Authority

The El Paso Housing Authority (Authority) is an independent organization that has a scope of public service within the geographic boundaries of the City of El Paso. Under Texas State Statutes, the responsibility for the administration and operations of the Authority is vested solely with the Authority's Board. The Authority is dependent on Federal funds from the Department of Housing and Urban Development and, as a result, is not financially dependent on the City of El Paso. In addition, the City is not responsible for any deficits incurred and has no fiscal management control.

El Paso County 911 District

The El Paso County 911 District (District) is a special communications district authorized by the 911 Emergency Act of 1983. The responsibility for the administration and operation of the District is vested solely with the District's Board of Managers. The City appoints two of the six board members. The District is not a component unit because the City has no significant influence over the management, budget or policies of the District. The District is dependent on service fees levied by the District on telephone customers within the participating jurisdictions.

Not-for-profit Corporations

The directors of each corporation are appointed by the City Council and all activity must be approved from time to time by ordinance or resolution duly adopted by the City Council.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

A. Reporting Entity (Continued)

Not-for-profit Corporations (Continued)

El Paso Health Facilities Development Corporation (EPHFDC)

Incorporated September 2, 1981, under Chapter 221 of the Texas Local Government Code, for the purpose of acquiring, constructing, providing, improving, financing and refinancing health facilities in order to assist the maintenance of public health and public welfare. Its board consists of six directors who serve six-year terms of office.

El Paso Property Finance Authority, Inc. (EPPFA)

Incorporated March 10, 1987, pursuant to the Texas Non-Profit Corporation Act, for the purpose of establishing a Permanent Public Improvements Program. Its board consists of six directors who serve two-year terms or until a successor is appointed.

El Paso Housing Finance Corporation (EPHFC)

Incorporated September 10, 1979, under Chapter 394 of the Texas Local Government Code, for the purpose of providing a means of financing the costs of residential ownership and development that will provide decent, safe, affordable and sanitary housing for persons of low and moderate income. Its board consists of six directors who serve six-year terms of office.

City of El Paso Industrial Development Corporation (EPIDC)

Incorporated October 18, 1979, under Article 5190.6 of the Texas Revised Civil Statutes, for the purpose of promoting and developing commercial, industrial, manufacturing and medical research enterprises to promote and encourage employment, public health and public welfare. Its board consists of nine directors who serve six-year terms of office.

B. Basic Financial Statements

The government-wide financial statements (Statement of Net Assets and Statement of Activities) report on the City and its component unit as a whole, excluding fiduciary activities. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. All activities, both governmental and business-type, are reported in the government-wide financial statements using the economic resources measurement focus and the accrual basis of accounting, which includes long-term assets and receivables as well as long-term debt and obligations. The government-wide financial statements focus more on the sustainability of the City as an entity and the change in aggregate financial position resulting from the activities of the fiscal period.

Generally, the effect of interfund activity has been eliminated from the government-wide financial statement. Exceptions are made when the elimination would distort the measurement of the cost of individual functional activities. Net interfund activity and balances between governmental activities and business-type activities are shown in the government-wide financial statements.

Services performed by one function for another are credited as operating revenue to the performing department and an operating charge to the receiving department to reflect the accurate costs of programs. The rates used are intended to reflect full costs.

Certain indirect costs have been included as part of program expenses reported for the various functional activities.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basic Financial Statements (Continued)

The government-wide Statement of Net Assets reports all financial and capital resources of the government (excluding fiduciary funds). It is displayed in a format of assets less liabilities equals net assets, with the assets and liabilities shown in order of their relative liquidity. Net assets are required to be displayed in three components: 1) invested in capital assets, net of related debt, 2) restricted and 3) unrestricted. Invested in capital assets, net of related debt consists of capital assets net of accumulated depreciation reduced by the outstanding balance of any bonds, notes or other borrowings (excluding unspent proceeds) that are attributable to the acquisition, construction or improvements of capital assets. Restricted net assets are those with external constraints placed on their use by either: 1) creditors (such as through debt covenants), grantors, contributors or law or regulations of other governments or 2) by law through constitutional provisions or enabling legislation. All net assets not otherwise classified as invested in capital assets, net of related debt or restricted, are shown as unrestricted. Generally, the City would first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

Reservations or designations of net assets imposed by the reporting government, whether by administrative policy or legislative actions of the reporting government, are not shown as restricted net assets on the government-wide financial statements.

The government-wide Statement of Activities demonstrates the degree to which the direct expenses of the various functions and segments of the City are offset by program revenues. Direct expenses are those that are easily identifiable with a specific function or segment. Interest on long-term debt is not allocated to the various functions. Program revenues include: 1) charges to customers or users who purchase, use or directly benefit from goods, services or privileges provided by a particular function or segment such as licenses, permits, park user fees, etc. and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes, investment income and other revenues not identifiable with particular functions or segments are included as general revenues. The general revenues support the net costs of the functions and segments not covered by program revenues.

Also, part of the basic financial statements are fund financial statements for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. The focus of the fund financial statements is on major funds, as defined by GASB Statement Number 34. Although the new model sets forth minimum criteria for determination of major funds (a percentage of assets, liabilities, revenues or expenditures/expenses of the fund category and of the governmental and enterprise funds combined), it also gives governments the option of displaying other funds as major funds. The City has opted to add the International Bridges Fund as a major fund. Other non-major funds are combined in a single column on the fund financial statements.

The governmental fund financial statements are prepared on a current financial resources measurement focus and modified accrual basis of accounting. This is the traditional basis of accounting for governmental funds. This presentation is deemed most appropriate to: 1) demonstrate legal and covenant compliance; 2) demonstrate the sources and uses of liquid resources; and 3) demonstrate how the City's actual revenues and expenditures conform to the annual budget. Since the governmental fund financial statements are presented on a different basis than the governmental activities column of the government-wide financial statements, a reconciliation is provided immediately following each fund statement. These reconciliations explain the adjustments necessary to transform the fund financial statements into the governmental activities column of the government-wide financial statements.

The proprietary (enterprise and internal service) funds and fiduciary fund financial statements are prepared on the same basis (economic resources measurement focus and accrual basis of accounting) as the government-wide financial statements. Therefore, most lines for the total enterprise funds on the proprietary fund financial statements will directly reconcile to the business-type activities column on the government-wide financial statements. Because the enterprise funds are combined into a single business-type activities column on the government-wide financial statements, certain interfund activities between these funds may be eliminated in the consolidation for the government-wide financial statements, but be included in the fund columns in the proprietary fund financial statements.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Fund Accounting

The City uses funds to report its financial position and the results of its operations. Fund accounting segregates funds according to their intended purpose and is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain governmental functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts, which includes assets, liabilities, fund balances, revenues and expenditures.

The City uses the following fund categories:

Governmental Funds

Governmental funds are those through which most of the governmental functions of the City are financed. The measurement focus is based upon determination of changes in financial position rather than upon net income determination.

The City reports the following major governmental funds:

General Fund

The General Fund is the City's primary operating fund. It accounts for all financial resources except those required to be accounted for in another fund. The General Fund is always a major fund in the basic financial statements.

Community Development Block Grant Fund

This fund accounts for the proceeds of Federal grants approved by the Department of Housing and Urban Development (HUD) for community development projects.

Debt Service Fund

This fund accounts for the resources accumulated for and the payment of long-term debt principal, interest and related costs of governmental funds.

Capital Projects Fund

This fund accounts for the proceeds of debt issuances, private donations and internal funding for the completion of capital construction projects and equipment purchases outside the scope of general operations.

The City reports the following non-major governmental fund:

Special Revenue Funds

Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

Proprietary Funds

Proprietary funds are used to account for the City's ongoing organizations and activities, which are similar to those found in the private sector and where cost recovery and the determination of net income is useful or necessary for sound fiscal management. The measurement focus is based upon determination of net income, changes in net assets, financial position and cash flows.

Enterprise Funds

Enterprise funds are used to account for operations that provide services to the general public for a fee. Under GASB Statement Number 34, enterprise funds are also required for any activity whose principal revenue sources meet any of the following criteria: 1) any activity that has issued debt backed solely by the fees and charges of the activity, 2) if the cost of providing services for an activity, including capital costs such as depreciation or debt service, must legally be recovered through fees and charges or 3) it is the policy of the City to establish activity fees or charges to recover the cost of providing services, including capital costs.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Fund Accounting

The City reports on the following major enterprise funds:

El Paso International Airport (Airport)

This fund accounts for the activities of the Airport including aviation operations and leasing activities on Airport properties.

International Bridges

This fund accounts for the operations and maintenance activities of the three international bridges it controls.

Solid Waste Management

This fund accounts for the activities of the City-operated refuse collection, transfer and storage operations.

Mass Transit

This fund accounts for the activities of the City-operated bus and para transit operations (Sun Metro).

Internal Service Funds

These funds account for photocopying, postage and fleet management services provided to other departments of the City and to other governments and organizations on a cost reimbursement basis and for the risk management activities of the self-insured health, workers' compensation and unemployment compensation programs.

Fiduciary Funds

Fiduciary funds are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations or other governmental units. The reporting focus is upon net assets and changes in net assets and employs accounting principles similar to proprietary funds. Fiduciary funds are not included in the government-wide financial statements since they do not represent assets of the City to support City programs.

Pension Trust Fund

Pension trust funds are used to report resources that are required to be held in trust for the members and beneficiaries of defined benefit pension plans, defined contribution plans, other post-employment benefit plans or other employee benefit plans. The City has two pension trust funds to account for the activities of the CEPF and FPPF.

Private Purpose Trust Fund

This fund is used to account for resources of various trusts, the most significant of which is the car rental tax collections used for supporting the funding of the Sun Bowl Association. All resources of this fund, including any earnings on invested resources, may be used to support activities. There is no requirement that any portion of these resources be preserved as capital.

Agency Funds

Agency funds are used to account for assets held by a governmental unit as an agent for individuals, private organizations and other governmental units. Agency funds accounted for include property taxes collected for other taxing entities and certain payroll-related liabilities.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Measurement Focus and Basis of Accounting

The government-wide financial statements present information about the City as a whole. Government-wide financial statements exclude fiduciary funds. The Statement of Net Assets and the Statement of Activities are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenue in the year they are levied. Other taxes and fees are recognized as revenue in the year they are earned. Revenue from most grants and similar items are recognized in the fiscal year the qualifying expenditure is made, if applicable, and all other eligibility requirements are satisfied.

Governmental funds are accounted for using the current financial resources measurement focus and the modified accrual basis of accounting. This means that only current assets and current liabilities are generally included on their balance sheet. Revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The City considers grant revenues to be available if they are collected within one year after year-end and all other revenues to be available if they are collected within 60 days after year-end. Expenditures are recorded when the related fund liability is incurred. However, compensated absences, debt service expenditures, claims and judgments and arbitrage liabilities are recorded only when the liability has matured.

Revenues susceptible to accrual include property taxes, sales taxes, franchise taxes, fines and forfeits and interest earned on investments. Charges for services, licenses and permits and miscellaneous revenues are recorded when received in cash since they are generally not measurable until actually received which is the same as the date the services are rendered or the license or permits are issued.

In applying the susceptible to accrual concept to intergovernmental revenues, the legal and contractual requirements of the numerous individual programs are used as guidance. There are essentially two types of these revenues. In one, monies must be expended on the specific purpose or project before any amounts will be paid to the City; therefore, revenues are recognized based upon the expenditures recorded. In the other, monies are virtually unrestricted as to purpose of expenditure and are usually revocable only for failure to comply with prescribed compliance requirements. These resources are reflected as revenues at the time of receipt or earlier if the susceptible to accrual criteria are met.

The reported fund balance for each fund is considered a measure of "current financial resources". Governmental fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they present a summary of sources and uses of "current financial resources" during the period.

Special reporting treatments are applied to governmental fund inventories and prepaid expenditures to indicate that they do not represent "current financial resources", since they do not represent net expendable current assets. Such amounts are offset by fund balance reserve accounts.

Proprietary and fiduciary funds are accounted for using the accrual basis of accounting. Revenues are recognized when they are earned and expenses are recognized when incurred. These funds are accounted for on a flow of economic resources measurement focus whereby all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net total assets.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with the fund's principal ongoing operations. Operating expenses for proprietary funds include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating items.

GASB Statement Number 20 requires that governments' proprietary activities apply all applicable GASB pronouncements as well as the following pronouncements issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements: Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins. Governments

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Measurement Focus and Basis of Accounting (Continued)

are given the option whether or not to apply all FASB Statements and Interpretations issued after November 30, 1989, except for those that conflict with or contradict GASB pronouncements. The City has elected not to implement FASB Statements and Interpretations issued after November 30, 1989. However, EPWU has elected to implement such pronouncements.

Agency funds are custodial in nature and do not measure results of operations or have a measurement focus.

E. Cash, Cash Equivalents and Investments

Cash balances of City funds, except for all Component Units, Pension Trust Funds, a portion of the Airport relating to passenger facility charge revenue and certain agency funds, are pooled and invested. Earnings from pooled investments are allocated to funds based upon their share of pooled cash. Each fund's equity in the pooled cash and investments is presented as "Cash and Cash Equivalents" and the negative balances have been reclassified to due to/from other funds. The City reports cash in demand deposit accounts and investment pools as "Cash and Cash Equivalents."

Capital projects funded through bonds with future debt service requirements transfer all investment interest earned during the year to the Debt Service Fund if the debt covenants require the transfer. When projects are completed, any remaining cash is transferred to the debt service fund as prescribed by the debt covenants.

For both the general government and the component units, all investments with an original maturity greater than one year from date of purchase are stated at fair value based on quoted market prices as of year-end. Investments with an original maturity of less than one year are reported at amortized cost. Premiums and discounts on investments are amortized or accreted using the straight-line method, which approximates the interest method, over the terms of the related securities.

F. Inventories and Prepaid Items

Inventories of materials and supplies consist primarily of expendable items held for consumption. They are stated at the lower of cost, based on a first-in, first-out method or market for all governmental and proprietary funds and on the statement of net assets for governmental activity and business-type activity. Inventories of the Component Unit - El Paso Water Utilities are stated at the lower of average cost or market. The "consumption" method is used to account for inventories. Under the consumption method, inventory acquisitions are recorded in inventory accounts and charged as expenditures (governmental fund types) or expenses (proprietary fund types and Component Unit - El Paso Water Utilities) when used. On the government-wide statement of activities consumption of inventory is recorded as an expense.

Prepaid items, recorded in both government-wide (including Component Unit - El Paso Water Utilities) and fund financial statements are goods or services that are paid for in advance and are applicable to future accounting periods. Using the consumption method, prepaid items are recorded as expenditures (governmental fund types) or expenses (proprietary fund types) as the goods or services are used. On the government-wide statement of activities consumption of prepaid items is recorded as an expense.

G. Capital Assets

GASB Statement Number 34 requires that all capital assets, whether owned by governmental activities or business-type activities, be recorded and depreciated in the government-wide financial statements. In the governmental fund statements capital assets are not reported as they do not fit in the current financial resources measurement focus.

Capital assets, including public domain infrastructure (e.g., roads, bridges, sidewalks and other assets that are immovable and of value only to the City) are defined as assets with an initial, individual cost of more than $5,000 and an estimated useful life greater than one year. Capital assets are recorded at cost (if purchased or constructed) or estimated historical cost. Donated capital assets are recorded at estimated fair value at the date of donation.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

G. Capital Assets (Continued)

Major outlays for capital assets and improvements are capitalized as the projects are constructed. Interest incurred during the construction phase of projects is reflected in the capitalized value of the asset constructed for the enterprise funds. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Major improvements are capitalized and depreciated over the estimated remaining useful lives of the related capital assets.

Capital assets of the primary government (including Airport, International Bridges, Department of Solid Waste Management and Mass Transit funds) are depreciated or amortized using the straight-line method and the following estimated useful lives:

Land improvements	15 to 20 years
Building and improvements	5 to 50 years
Vehicles and major equipment	3 to 12 years
Data processing	3 to 5 years
Infrastructure	12 to 100 years
Other fixed assets	5 to 15 years

When fixed assets are retired from service or otherwise disposed of, a gain or loss, if any, on disposal of assets is recognized. Capital assets transferred between funds are transferred at their net book value (cost less accumulated depreciation) or net realizable value, if lower, as of the date of the transfer.

Component Unit – EPWU

EPWU utility plant in service is recorded on the basis of cost. Assets acquired through contributions are capitalized and recorded in the plant accounts at estimated fair value at date of donation. EPWU does not capitalize interest costs on assets constructed. Maintenance, repairs and minor renewals are charged to operating expense, while major plant replacements are capitalized. It is the policy of EPWU to capitalize infrastructure fixed assets.

EPWU provides for depreciation of the utility plant on the straight-line method applied to individual assets. The following estimated average useful lives are used in providing for depreciation of EPWU utility plant:

Building and shops	25 to 33 years
Vehicles and heavy equipment	5 years
Equipment and tools	3 to 33 years
Water plant	10 to 50 years
Sewer plant	5 to 50 years

H. Insurance

Activity for certain self-insurance programs is recorded in the City's Internal Service Self-Insurance Fund. Assets and obligations related to employee health benefits, workers' compensation and unemployment compensation are included in the Self-Insurance Fund.

The City is self-insured for general liability (excluding the Mass Transit Department's fleet of vehicles, liability insurance for the Airport and certain other catastrophic liability insurance). Expenditures for these liabilities are accounted for in the General Fund, which will pay any liabilities incurred.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

H. Insurance (Continued)

Additionally, the City maintains insurance policies acquired from independent insurance carriers covering all structural property.

The City provides employee health and workers' compensation benefits under its self-insurance programs. Employee health and workers' compensation benefit liabilities are accrued in the Internal Service Funds based upon actuarially determined estimates of the aggregate liability for unpaid benefits. The City records all health and workers' compensation claims liabilities, including an estimate for claims incurred but not reported. In addition, the City has a stop loss policy for health claims.

The City is subject to the State of Texas Employment Commission Act. Under this act, the City's method for providing unemployment compensation is to reimburse the State of Texas (State) for claims paid by the State.

I. Deferred Revenue and Uncollectible Loans

Deferred revenue represents amounts that have been collected or billed in advance of revenue recognition criteria. It consists primarily of $45,118,757 in deferred fines and forfeits in the General Fund and $32,006,880 in deferred low-income housing loans in the Community Development Block Grants Fund. Notes receivable of $37,601,544, an allowance for estimated uncollectible notes receivable in the amount of $5,594,664 and deferred revenue of $32,006,880 is reported for these low-income housing loans in the Governmental Funds Balance Sheet.

J. Interfund Transactions

1. Interfund Receivables and Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds."

2. Transactions Between Funds

Transactions between funds, which would have been treated as revenues, expenditures or expenses if they involved organizations external to the governmental unit, are accounted for as revenues, expenditures or expenses in the funds involved. Transactions which constitute reimbursements of a fund for expenditures or expenses initially made from that fund which are properly applicable to another fund are recorded as expenditures or expenses in the reimbursing fund and as reductions of the expenditure or expense in the fund reimbursed. All other transfers are included in the results of operations of both Governmental and Proprietary Funds.

K. Federal and State Grants

Grants and entitlements received for purposes normally financed through the general government are accounted for within the Special Revenue Funds. Revenues are recognized when the expenditures of Federal and State grant funds are made and all eligibility requirements have been met. Amounts owed to the City at August 31, 2005 for grants and entitlements are reflected as "Due From Other Government Agencies" and the City expects to collect these balances during the subsequent fiscal year.

Grants received by Proprietary Funds are reported in the applicable Proprietary Fund.

L. Compensated Absences

City employees, excluding uniformed Police Department and Fire Department employees, earn vacation leave, which may either be taken or accumulated (up to a maximum of 240 hours) until paid upon termination or retirement. For uniformed Police Department and Fire Department employees only, all unused leave and holiday hours are accumulated and paid upon termination, retirement or death.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

L. Compensated Absences (Continued)

Leave benefits are accrued as a liability as the benefits are earned by employees, but only to the extent that it is probable that the City will compensate the employees through paid time off or cash payments conditioned on the employee's termination or retirement. For governmental funds, a liability for these amounts is reported only if they have matured as a result of termination or retirement. For the government-wide financial statements and enterprise fund financial statements, all of the outstanding compensated absences are recorded as a liability.

M. Long-Term Obligations, Bond Premiums, Discounts and Issuance Costs

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities or proprietary fund type statement of net assets. In these statements, bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

N. Restrictions and Designations of Fund Balances/Net Assets

Restricted net assets (proprietary and fiduciary funds) are legally segregated for a specific use. Designated portions of fund balance (governmental funds) indicate tentative future spending plans, which may be changed and are subject to subsequent authorization before expenditures can be made. The nature and purpose of these restrictions and designations are explained below:

Restrictions

Restricted net assets of the Airport Fund were $23,302,424 and relate to funds restricted by the FAA for future airport maintenance and for debt service requirements.

Restricted net assets of the International Bridges Fund were $419,345 and relate to bond requirements that certain amounts be set aside for future debt service, repairs and maintenance of the Zaragoza Bridge.

Restricted for Employee Retirement

Pension trust fund balances are restricted for future payments to beneficiaries of the City Employees' Pension Fund and Firemen and Policemen's Pension Fund.

Restricted for Debt Service

The majority of fund balance has been restricted in the Debt Service Fund for future payment of debt service.

Restricted for Cash Reserve

In compliance with the City charter, the General Fund has restricted $16,000,000 of its fund balance to be used at the discretion of the City Council, in lieu of short-term borrowing. If utilized, this cash reserve must be replenished annually.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

N. Restrictions and Designations of Fund Balances/Net Assets (Continued)

Designations

Designated for Subsequent Year's Expenditures

The unreserved portion of fund balance designated for subsequent year's expenditures is the amount that has been authorized by City Council to be used in the following year's budget.

Designated for Contingencies

The City Council has designated $500,000 for the payment of contingent claims in addition to amounts already accrued in the Enterprise and Internal Service Funds.

O. Statement of Cash Flows

For purposes of the statement of cash flows, the City considers cash and cash equivalents to be currency on hand, cash held by trustee, demand deposits with banks and all amounts included in pooled cash and investment pools. The City considers all highly liquid investments with an original maturity of approximately ninety days or less to be cash equivalents.

P. Claims and Judgments

Claims and judgments are accrued as expenditures in governmental funds for the amount expected to be liquidated with expendable available financial resources to the extent they mature each period. The entire liability for claims and judgments is reported in the government-wide financial statements and in the enterprise fund financial statements when it is probable that a liability has been incurred.

Q. Solid Waste Landfill Closure and Post-closure Cost

Solid waste landfill closure and post-closure costs are accounted for in accordance with guidelines recommended by GASB Statement Number 18, *Accounting for Municipal Solid Waste Landfill Closure and Post-closure Care Costs*. The liability, based upon landfill capacity used to date, is recorded in the Department of Solid Waste Management Enterprise Fund. An explanation of the liability and its calculation is in Note 8.

R. Fiscal-year Inconsistencies

The City's component unit, EPWU, operates on a fiscal year ending on the last day of February. Therefore, the following amounts reported by the primary government are inconsistent with amounts reported by EPWU:

Primary Government - Due From Component Unit		
Governmental funds:		
General Fund	$	940,153
Community Development Block Grants		2,960
Capital Projects		53,000
Proprietary funds:		
Department of Solid Waste Management		2,289,553
Due From Component Unit at August 31, 2005	$	3,285,666
Component unit - EPWU - Due To Primary Government - at February 28, 2005	$	2,611,126

NOTE 2. DEPOSITS AND INVESTMENTS

Combined cash and cash equivalents and investments are presented below to provide an indication of the proportionate amount of cash and investments held.

	Statement of Net Assets		Statement of Net Assets-Fiduciary Funds			
	Primary Government	Component Unit-El Paso Water Utilities (1)	Pension Trust Funds	Private Purpose Trusts	Agency Funds	Total
Cash and Cash Equivalents	$ 116,188,923	76,653,932	22,349,602	10,429,042	1,142,125	226,763,624
Investments	$ 125,024,434	129,399,232	1,015,954,090			1,270,377,756
Less: Investments in Mutual funds and investments with original maturities of less than ninety days included in cash equivalents	(120,029,934)	(66,461,646)				(186,491,580)
Total	$ 4,994,500	- 62,937,586	1,015,954,090	-	-	1,083,886,176

(1) February 28, 2005

Pooled Cash and Investments

The City maintains a cash and investment pool that is available for use by funds, excluding component units, a portion of the Airport Fund relating to the airport passenger facility charge revenue, Pension Trust Funds (CEPF and FPPF) and a portion of Capital Projects Fund, Non-Major Governmental Funds, International Bridges Fund and Agency Funds, which are held separately. Each fund's portion of this pool is displayed on the statements as "Cash and cash equivalents." The cash and investment pool was comprised of the following at August 31, 2005:

Cash in bank	$ (2,700,811)
Investment pools	114,520,102
	$ 111,819,291

Earnings from the cash and investment pool are allocated based upon each fund's daily equity in the cash and investment pool and in accordance with the City's investment policy.

NOTE 2. DEPOSITS AND INVESTMENTS (Continued)

Pooled Cash and Investments (Continued)

A summary of cash and cash equivalents at August 31, 2005 follows:

	Pooled	Non-Pooled	Total
Primary Government:			
General Fund	$ 25,764,833	43,844	25,808,677
Community Development Block Grants Fund	166,175		166,175
Debt Service Fund	2,335,519		2,335,519
Capital Projects Fund	3,986,426	3,342,688	7,329,114
Non-Major Governmental Funds	14,179,251	131,826	14,311,077
Enterprise Funds			
El Paso International Airport	33,504,922	5,513,475	39,018,397
International Bridges	338,867	5,764,091	6,102,958
Department of Solid Waste Management	21,042,423	750	21,043,173
Mass Transit	71,833	2,000	73,833
Cash and Cash Equivalents - Statement of Net Assets			116,188,923
Fiduciary Funds:			
Pension Trust Funds		22,349,602	22,349,602
Private Purpose Trusts	10,429,042		10,429,042
Agency Funds	-	1,142,125	1,142,125
Component Unit:			
EPWU		76,653,932	76,653,932
Cash and Cash Equivalents	$ 111,819,291	114,944,333	226,763,624

Deposits

Deposits of the City at August 31, 2005 are as follows:

	Carrying Amount	Bank Balance	
Primary Government			
Cash and investment pool:			
With financial institutions	$ (2,700,811)	2,067,916	(1)
Cash held separately:			
With financial institutions	14,700,080	14,700,080	(1)
Fiduciary Funds			
With financial institutions:			
CEPF	11,977,731	11,977,731	
FPPF-Firemen Division	3,694,716	3,694,716	
FPPF-Policemen's Division	6,677,155	6,677,155	
Agency Fund	1,142,125	2,582,673	(1)
Component unit - EPWU	10,192,286	11,999,014	(2)

(1) Insured by FDIC $100,000. The remainder secured by a pledge of $23,692,887 of U.S. Government securities held by an agent in the City's name.

(2) Insured by FDIC $100,000. Remaining balance secured by a $30,000,000 surety bond.

NOTE 2. DEPOSITS AND INVESTMENTS (Continued)

Investments

Investments of the Primary Government at August 31, 2005 are as follows:

Type	Primary Government	Custodial Risk
Obligations of the U.S. Government:		
$5,000,000 par value Federal Home Loan Note - 3.03% coupon, maturing 11/09/06	$ 4,994,500	Held by City agent in City's name
		Credit Quality Rating
External investment pools:		
TEXPOOL	$ 19,228,157	AAAm
LOGIC	73,800,817	Aaa/MR1
MBIA	6,144,409	AAA
TexSTAR	15,346,719	AAAm
Wells Fargo Government Investment Fund	5,509,832	AAAm
	$ 120,029,934	

The City follows GASB Statement Number 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*. This statement requires that governmental entities report investments at fair value and that all investment income, including changes in the fair value of investments, be reported as revenue in the operating statement. The City reports the change in fair value as "Net Increase (Decrease) in Fair Value of Investments."

The City participates in TEXPOOL, LOGIC, MBIA, TexSTAR and Wells Fargo Government Investment Fund, which are external investment pools. The State Comptroller of Public Accounts maintains oversight responsibility for TEXPOOL. This responsibility includes the ability to influence operations, designation of management and accountability for fiscal matters. LOGIC, MBIA and TexSTAR are public funds investment pools organized in conformity with the Interlocal Cooperation Act, Chapter 791 of the Texas Government Code and the Public Funds Investment Act, Chapter 2256 of the Texas Government Code and are privately managed. Although TEXPOOL, LOGIC, MBIA, TexSTAR and Wells Fargo Government are not registered with the SEC as investment companies, they operate in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940. GASB Statement 31 allows 2a7-like pools to use amortized cost (which excludes unrealized gains and losses) rather than fair value to report net assets to compute share price. The fair value of the City's position in TEXPOOL, LOGIC, MBIA, TexSTAR and Wells Fargo Government is the same as the value of TEXPOOL, LOGIC, MBIA, TexSTAR and Wells Fargo Government shares.

NOTE 2. DEPOSITS AND INVESTMENTS (Continued)

Credit Risk, Concentration of Credit Risk and Interest Rate Risk – Primary Government, Private Purpose Trusts and Agency Funds (Continued)

The external investment pools consisted of the following:

Investment type	TEXPOOL	LOGIC	MBIA	TexStar	Wells Fargo Government Investment Fund
U.S. Government Securities, Agencies and Instruments	27.80%	42.04%	21.38%	58.44%	44.00%
Taxable municipal bond			3.18%		
Repurchase agreements	72.20%	8.06%	2.00%	41.56%	56.00%
Variable rate notes		49.90%	73.44%		
Portfolio maturity:					
1-7 days	66.60%	17.87%		42.43%	
1-14 days					67.00%
15-29 days					7.00%
8-30 days	13.70%	30.12%		18.41%	
31-90 days	11.20%	38.01%		32.02%	16.00%
91-180 days	4.20%	3.24%		4.85%	7.00%
181-390 days	4.30%	10.76%		2.29%	3.00%
Dollar Weighted Average Maturity			42		

The City has adopted an investment policy to minimize the inherent risks associated with deposits and investments. The primary objective of the City's investment policy is to invest funds to provide for the maximum safety of principal. After consideration of the City's safety and liquidity requirements, this policy seeks the highest possible investment return. The policy defines:

- The requirements for authorized financial institutions, depositories and broker/dealers.
- Investments authorized and prohibited.
- The maximum maturity for any single investment as three years.
- The maximum dollar-weighted average maturity for investment pools as two years.

Investments Authorized

Chapter 2256, Texas Government Code (The Public Funds Investment Act) and the City of El Paso Investment Policy authorize the City to invest in:

A. Obligations of the United States or its agencies and instrumentalities.

B. Direct obligations of the State of Texas or its agencies and instrumentalities.

C. Other obligations, the principal of and interest on which are unconditionally guaranteed or insured by the State of Texas or the United States or its agencies and instrumentalities.

D. Obligations of states, agencies, counties or cities rated A or better by a national investment rating firm.

E. Certificates of deposit that are insured by the Federal Deposit Insurance Corporation or the Federal Savings and Loan Insurance Corporation or its successor or secured by obligations described in (A) through (D) above and having a market value of at least the principal amount of the certificates.

F. Fully collateralized direct and reverse repurchase agreements. State statutes require that securities underlying repurchase agreements must have a market value of at least 100% of the repurchase agreement's cost. Money received by the City under the terms of a reverse security repurchase agreement may be used to acquire additional authorized securities, but the term of the authorized security acquired must mature not later than the expiration date stated in the reverse security repurchase agreement.

NOTE 2. DEPOSITS AND INVESTMENTS (Continued)

Credit Risk, Concentration of Credit Risk and Interest Rate Risk – Primary Government, Private Purpose Trusts and Agency Funds (Continued)

Investments Authorized (Continued)

G. SEC-regulated, no load money market mutual funds with a dollar weighted average portfolio maturity of 90 days or less, whose assets consist exclusively of securities described in (a) through (h) above and whose investment objectives include seeking to maintain a stable net asset value of $1 per share.

H. Local government investment pools such as the Texas Local Government Investment Pool (TEXPOOL) organized in accordance with Chapter 791, Texas Government Code (The Interlocal Cooperation Act), Local Government Investment Cooperative (LOGIC) and Texas STAR (TexSTAR), whose assets consist of the obligations described in (A) through (D) above. A public funds investment pool must be continuously rated no lower than AAA, AAA-m or at an equivalent rating by at least one nationally recognized rating service.

I. Share certificates issued by State or Federal credit unions domiciled in Texas that are guaranteed or issued by the National Credit Union Share Insurance Fund or its successor or secured by obligations described in (A) through (D) above having a market value of at least the principal amount of the certificates.

J. State statutes permit the City to enter into certain repurchase agreements. That is, a sale of securities with a simultaneous agreement to repurchase them in the future at the same price plus a contract rate of interest. All sales of investments under reverse repurchase agreements must be for fixed terms. In investing the proceeds of reverse repurchase agreements, the term to maturity of the investments is the same as the term of the reverse repurchase agreement. During fiscal year 2005, the City did not enter into any reverse repurchase agreements.

Custodial Risk - Primary Government, Private Purpose Trusts and Agency Funds

The City's investment policy requires that financial institutions, broker/dealers, intermediaries and advisers must meet certain conditions and provide certain information prior to entering into investment activities with the City.

Collateralization is required for deposits in demand deposit accounts, certificates of deposit and repurchase agreements. The collateralization level is 105% of principal and accrued interest. Collateral is held in the City's name by an independent third party with whom the City has a current custodial agreement and collateral instruments are limited to those instruments identified in A. – J. above.

Credit Risk, Concentration of Credit Risk and Interest Rate Risk – EPWU and FPPF

Disclosures promulgated by GASB 40 were not required at the fiscal year end of these entities and are not included in these statements.

NOTE 2. DEPOSITS AND INVESTMENTS (Continued)

Cash, Investments and Security Lending - CEPF

The CEPF's investments are managed by various investment managers who have discretionary authority over the assets managed by them, within the investment guidelines established by the Board, under contracts with the CEPF. The investments are held by the CEPF's custodian in the CEPF's name. The investments are uninsured and generally consist of short-term securities, U.S. and foreign government securities, and domestic and foreign corporate debt and equity securities. Certain investment managers have invested in certain bank collective investment funds which invest primarily in U.S. corporate stocks and government bonds. The bank collective funds may also invest in foreign exchange contracts, stock index futures, and temporary collective investment funds and may enter into collateralized securities lending transactions.

Through adherence to the CEPF's Investment Rules and Regulations, management attempts to limit or mitigate certain risks. Certain of these requirements are listed below.

Bonds – The CEPF's current policies only allow for investment grade bonds. In the corporate bond portfolio, the CEPF has a minimum rating of BBB or Baa2 as minimum ratings for 80% of the bond portfolio. There is a provision for an immediate sell should the quality of the bonds dip below BBB or Baa2 for 80% of the portfolio. The remainder of the bond portfolio may be invested in BBB- or Baa3 bonds. Should these bonds fall below this grade, it triggers an immediate sale.

Mortgage-backed securities – The CEPF has adopted special investment rules with regard to mortgage-backed securities. These rules limit the duration of the purchased mortgage-related securities. Each security must satisfy a FLUX score of 15 or lower. This test must be satisfied at the time of purchase and quarterly thereafter. The average FLUX score for the portfolio's aggregate Collateralized Mortgage Obligation position shall not exceed the FLUX score of the current coupon mortgage pass-through or exceed seven years in duration. Mortgage-backed derivatives are prohibited.

Fixed income portfolios – The annual standard deviation of returns for the CEPF's domestic fixed income portfolio shall not exceed 1.33% of the annual standard deviation of the Lehman Brothers Aggregate Bond Index.

Index bond portfolios – The index must maintain a risk level, as measured by the standard deviation of quarterly returns that equals the risk of the Lehman Brothers Government Index Fund or the Lehman Aggregate Bond index if longer duration bonds are included in the portfolio.

Laddered bond portfolios – These investments are laddered in six-month increments. These instruments will be held until maturity.

Equity managers – Under current policies, equity managers cannot invest in Bank and/or insurance companies rated less than A- by S&P, cannot invest in the stock in non-public corporations, cannot invest in short sales of any type, cannot invest in letter or restricted stock, cannot invest in the use of margin, cannot invest in the entity in which the manager is employed, cannot invest more than 25% in any one industry, cannot hold more than 10% of the portfolio in any one company, and cannot hold more than 20% of the managed portfolio in American Depository Receipts.

Credit Risk, Concentration of Credit Risk, and Interest Rate Risk

At August 31, 2005 and 2004, the CEPF held corporate bonds in the aggregate fair value of $30,270,767 and $54,643,882, respectively. At August 31, 2005, $21,154,236 in corporate bonds had Moody's Investment Services ratings of A or better. The remaining $9,116,531 had ratings of BAA or better. All corporate bonds held at August 31, 2005 were rated as investment grade by Moody's Investment Services.

NOTE 2. DEPOSITS AND INVESTMENTS (Continued)

Cash, Investments and Security Lending – CEPF (Continued)

As of August 31, 2005, the CEPF had the following investments and maturities.

		Investment maturities (in years)			
Investment type	Fair value	Less than 1	1 - 5	6 - 10	More than 10
U.S. Treasuries	$ 38,107,251	13,179,618	17,662,378	727,870	6,537,385
U.S. agencies	33,953,759	10,847,126	11,091,366	—	12,015,267
Corporate bonds	30,270,767	562,117	12,222,902	13,574,046	3,911,702
Mutual bond fund	41,747,755	41,747,755	—	—	—
	$144,079,532	66,336,616	40,976,646	14,301,916	22,464,354

The following table presents the fair value of investments that represents 5% or more of the CEPF's net assets available for benefits at August 31, 2005 and 2004. These investments are in bank collective investment funds, which consist of diversified portfolios of investments as described above.

	Shares/ par value	Fair value
August 31, 2005:		
EB Stock Index Fund – Mellon Capital Management Corporation	51,852	$ 70,736,735
EB MCM Government Bond Index Fund – Mellon Capital Management Corporation	207,238	41,747,919
FMTC International Growth Fund – Fidelity Investments	1,973,852	43,799,762
August 31, 2004:		
EB Stock Index Fund – Mellon Capital Management Corporation	35,038	$ 41,214,084
EB MCM Government Bond Index Fund – Mellon Capital Management Corporation	187,588	36,977,046

Foreign Currency Risk

The CEPF's exposure to foreign currency risk at August 31, 2005 was as follows:

Investment	Currency	Fair value
Cash and equivalents	(1)	$ 345,442
Corporate stocks	Australian dollar	1,100,628
Corporate stocks	British pound	5,764,953
Corporate stocks	European euro	8,275,881
Corporate stocks	Japanese yen	5,147,646
Corporate stocks	Swiss franc	1,557,726
Corporate stocks	Swedish krona	562,293
Corporate stocks	(2)	701,519
Total		$ 23,456,088

NOTE 2. DEPOSITS AND INVESTMENTS (Continued)

Cash, Investments and Security Lending – CEPF (Continued)

(1) Investments in cash and cash equivalents ranging from $9,000 to $93,000 were held in Australian dollars, British pounds, Danish krones, European euros, New Zealand dollars, Norwegian krones, Singapore dollars, and Swiss francs.

(2) Investments in corporate stocks ranging from $122,000 to $362,000 were held in Danish krones, Hong Kong dollars, and Singapore dollars.

Security Lending Transactions

State statutes and board of trustees policies permit the CEPF to lend its securities to broker-dealers and other entities with a simultaneous agreement to return the collateral for the same securities in the future. The CEPF's custodian lends securities of the type on loan at year-end for collateral in the form of U.S. Treasury securities at 102 percent.

At year-end, the CEPF has no credit risk exposure to borrowers because the amounts the CEPF owes the borrowers exceed the amounts the borrowers owe the CEPF. The contract with the CEPF's custodian requires it to indemnify the CEPF if the borrowers fail to return the securities and if the collateral is inadequate to replace the securities lent or fail to pay the CEPF for income distributions by the securities' issuers while the securities are on loan.

All securities loans can be terminated on demand by either the CEPF or the borrower, although the average term of the loans is one week. The relationship between the maturities of the investment pool and the system's loans is affected by the maturities of the securities loans made by other entities that can use the agent's pool, which the CEPF cannot determine. The CEPF cannot pledge or sell collateral securities received unless the borrower defaults.

Fair value of securities loaned by type of investment at August 31 was as follows:

	2005	2004
U.S. government securities	$ 49,009,485	-
Corporate bonds	872,557	2,760,227
Corporate stocks	13,733,748	21,001,052
Agency securities	11,157,857	10,965,433
Total	$ 74,773,647	34,726,712

NOTE 3. PROPERTY TAXES

Levy, Assessment and Collection

The City's property tax is levied each October 1 on the assessed value listed as of January 1 for all real and personal property located in the City. A receivable for property taxes is recognized and recorded at the levy date. The adjusted assessed value for the roll as of January 1, 2004, upon which the 2005 levy was based, was $19,771,024,642.

Taxes are due by January 31 following the October 1 levy date. During the fiscal year, 97.41% of the current tax levy (October 2004) was collected. The statutory lien date is January 1.

The methods of property assessment and tax collection are determined by Texas statute. The statutes provide for a property tax code, countywide appraisal districts and certain exemptions from taxation, such as intangible personal property, household goods and family-owned automobiles.

The appraisal of property within the City is the responsibility of the El Paso Central Appraisal District. The El Paso Central Appraisal District is required under the Property Tax Code to assess all property within the appraisal district on the basis of 100% of its appraised value and is prohibited from applying any assessment ratios. The value of property within the appraisal district must be reviewed every three years; however, the City may require more frequent reviews of appraised values at its own expense. The City may challenge appraised values established by the appraisal district through various appeals and, if necessary, legal action.

The City is authorized to set tax rates on property within the City limits. However, if the adopted tax rate for operations exceeds the effective operating rate as calculated pursuant to the property tax code for the previous year by more than 8%, qualified voters of the City may petition for an election to determine whether to limit the tax rate increase to no more than 8%.

Through a contractual arrangement, the City of El Paso bills and collects property taxes for several other governmental entities as well as the City. The City is permitted by Article II, Section 5 of the State of Texas Constitution to levy taxes up to $2.50 per $100 of assessed valuation for general governmental services, including the payment of principal and interest on general obligation long-term debt. Under the City Charter, a limit on taxes levied for general governmental services, exclusive of payments of principal and interest on general obligation long-term debt, has been established at $1.85 per $100 assessed valuation.

The tax rate to finance general governmental purposes, other than the payment of principal and interest on general obligation long-term debt, for the year ended August 31, 2005, was $.524662 per $100 assessed valuation. The City has a tax margin for general governmental purposes of $1.325338 per $100 assessed valuation and could levy $235,526,143 in additional taxes from the assessed valuation of $19,771,024,642 before the legislative limit is reached.

Property taxes that are measurable and available (receivable within the current period and collected within the current period or within 60 days thereafter to be used to pay liabilities of the current period) are recognized as revenue in the year of levy. Property taxes that are measurable, but not available, are recorded, net of estimated uncollectible amounts, as deferred revenues in the year of levy. Such deferred revenues are recognized as revenue in the fiscal year in which they become available.

The balance of delinquent property taxes receivable and property tax assessments included in deferred revenues are as follows:

	General Fund		Debt Service Fund	
	August 31, 2005	August 31, 2004	August 31, 2005	August 31, 2004
Property Taxes Receivable	$ 8,158,849	8,254,224	2,687,679	2,721,665
Less allowance for uncollectibles	81,589	82,543	26,877	27,217
Net property taxes receivable	$ 8,077,260	8,171,681	2,660,802	2,694,448
Deferred Ad Valorem Taxes	$ 7,168,346	7,572,442	2,361,388	2,496,861

NOTE 4. RECEIVABLES

Receivables are summarized below:

	Governmental actvities						
	General Fund	Community Development Block Grants Fund	Debt Service	Capital Projects	Other Governmental Funds	Internal Service Funds	Total
Property Taxes	$ 8,158,849		2,687,679				10,846,528
Sales Taxes	8,110,614						8,110,614
Trade	1,944,976			114,130		41,839	2,100,945
Interest	37,875						37,875
Other	59,981				239,839		299,820
Bond proceeds receivable				17,711,613			17,711,613
Fines and forfeits	79,327,672						79,327,672
Due from Other Government Agencies	246,301	1,633,652		34,969	3,225,591		5,140,513
Notes receivable - low income housing loans		37,601,544					37,601,544
Allowance for doubtful accounts	(32,807,478)	(5,594,664)	(26,877)			(17,966)	(38,446,985)
	$ 65,078,790	33,640,532	2,660,802	17,860,712	3,465,430	23,873	122,730,139

	Business-type activities			
	El Paso International Airport	Department of Solid Waste Management	Mass Transit	Total
Unrestricted:				
Sales Taxes	$		4,109,927	4,109,927
Trade	3,005,803	830,788	47,251	3,883,842
Due from other government agencies	4,495,327		573,904	5,069,231
Allowance for doubtful accounts	(687,537)	(381,497)	(456)	(1,069,490)
Receivables, Net of Allowances	6,813,593	449,291	4,730,626	11,993,510
Restricted:				
Trade	728,630			728,630
	$ 7,542,223	449,291	4,730,626	12,722,140

NOTE 5. CAPITAL ASSETS

Capital asset activity for the government-wide financial statements was as follows:

	Balances September 1, 2004	Transfers	Increases	Decreases	Balances August 31, 2005
Governmental Activities: [1]					
Capital assets not being depreciated					
Land	$ 136,873,435		576,260		137,449,695
Construction in progress	86,863,388	(46,617,958)	56,780,515	-	97,025,945
Total capital assets not being depreciated	223,736,823	(46,617,958)	57,356,775		234,475,640
Capital assets being depreciated					
Buildings	170,167,274	40,625,776	-	(4,513,788)	206,279,262
Improvements other than buildings	21,190,238	(1,727,725)	-		19,462,513
Vehicles and major equipment	78,142,632	(1,846,752)	11,855,772	(1,204,319)	86,947,333
Data processing equipment and software	9,482,159	566,419	1,533,408		11,581,986
Other capital assets	2,129,117	716,191	-		2,845,308
Infrastructure	590,253,594	8,487,987	-		598,741,581
Total capital assets, being depreciated	871,365,014	46,821,896	13,389,180	(5,718,107)	925,857,983
Less accumulated depreciation for:					
Buildings	83,105,630	(413,276)	4,202,024	(90,276)	86,804,102
Improvements other than buildings	16,924,404	(21,138)	480,848		17,384,114
Vehicles and major equipment	49,759,454	930,840	7,826,362	(1,125,002)	57,391,654
Data processing equipment and software	1,699,562	547,847	2,960,838		5,208,247
Other capital assets	2,129,117	(978,954)	1,695,145		2,845,308
Infrastructure	433,685,136	138,619	14,046,784		447,870,539
Total accumulated depreciation	587,303,303	203,938	31,212,001	(1,215,278)	617,503,964
Total capital assets, being depreciated, net	284,061,711	46,617,958	(18,630,523)	(5,238,168)	308,354,019
Governmental activities capital assets, net	$ 507,798,534	-	38,726,252	(5,238,168)	542,829,659

Depreciation expense was charged to governmental functions/programs in the government-wide financial statements as follows:

Governmental Activities[1]	
General government	$ 1,526,909
Public safety	8,286,931
Public Works	17,562,963
Public health	482,651
Parks	1,443,746
Library	181,013
Culture and recreation	1,635,684
Community and economic development	29,233
Total Depreciation Expense - Governmental Activities	31,149,130
Internal Service Funds	62,871
Depreciation Expense	$ 31,212,001

[1] The capital assets of Internal Service Funds are included in governmental activities. In fiscal year 2005, Internal Service Funds capital assets decreased by $8,209 (additions of $18,099 and reductions of $26,308) resulting in an ending balance of $1,737,096. Depreciation expense of $62,871 resulted in an ending accumulated depreciation balance of $1,449,480 to arrive at a net book value of $287,616.

NOTE 5. CAPITAL ASSETS (Continued)

	Balance September 1, 2004	Transfers	Increases	Decreases	Balance August 31, 2005
Business-type activities:					
El Paso International Airport					
Capital assets not being depreciated:					
Land	$ 1,382,217				1,382,217
Construction in progress	11,008,899	(9,384,818)	17,849,581		19,473,662
Total capital assets not being depreciated	12,391,116	(9,384,818)	17,849,581	-	20,855,879
Capital assets being depreciated:					
Buildings	110,862,268	3,288,219			114,150,487
Improvements other than buildings	135,978,007	6,096,599	10,000		142,084,606
Vehicles and major equipment	10,893,593		597,907	(1,046,223)	10,445,277
Total capital assets being depreciated	257,733,868	9,384,818	607,907	(1,046,223)	266,680,370
Less accumulated depreciation for:					
Buildings	33,936,189		3,829,155		37,765,344
Improvements other than buildings	68,876,010		6,930,163		75,806,173
Vehicles and major equipment	8,650,201		702,461	(1,046,223)	8,306,439
Total accumulated depreciation	111,462,400	-	11,461,779	(1,046,223)	121,877,956
Total capital assets, being depreciated, net	146,271,468	9,384,818	(10,853,872)	-	144,802,414
El Paso International Airport capital assets, net	158,662,584	-	6,995,709	-	165,658,293
International Bridges					
Capital assets not being depreciated:					
Land	$ 850,007				850,007
Construction in progress	3,200,826	(3,022,153)	45,477		224,150
Total capital assets not being depreciated	4,050,833	(3,022,153)	45,477	-	1,074,157
Capital assets being depreciated:					
Buildings	8,387,747	2,742,983			11,130,730
Vehicles and major equipment	2,676,689	279,170			2,955,859
Total capital assets being depreciated	11,064,436	3,022,153	-	-	14,086,589
Less accumulated depreciation for:					
Buildings	4,620,412		606,957		5,227,369
Improvements other than buildings					-
Vehicles and major equipment	2,202,878		197,878		2,400,756
Total accumulated depreciation	6,823,290	-	804,835	-	7,628,125
Total capital assets, being depreciated, net	4,241,146	3,022,153	(804,835)	-	6,458,464
International Bridges capital assets, net	$ 8,291,979	-	(759,358)	-	7,532,621
Department of Solid Waste Management					
Capital assets not being depreciated:					
Construction in progress	$ 1,303,561		5,787,149		7,090,710
Total capital assets not being depreciated	1,303,561	-	5,787,149	-	7,090,710
Capital assets being depreciated:					
Buildings	512,100				512,100
Improvements other than buildings	487,780				487,780
Vehicles and major equipment	37,336,077				37,336,077
Total capital assets being depreciated	38,335,957	-	-	-	38,335,957
Less accumulated depreciation for:					
Buildings	325,836		10,242		336,078
Improvements other than buildings	476,056		21,278		497,334
Vehicles and major equipment	19,814,464		5,626,552		25,441,016
Total accumulated depreciation	20,616,356	-	5,658,072	-	26,274,428
Total capital assets, being depreciated, net	17,719,601	-	(5,658,072)	-	12,061,529
Department of Solid Waste Management capital assets, net	$ 19,023,162	-	129,077	-	19,152,239

NOTE 5. CAPITAL ASSETS (Continued)

	Balance September 1, 2004	Transfers	Increases	Decreases	Balance August 31, 2005
Business-type activities (continued):					
Mass Transit					
Capital assets not being depreciated:					
Land	$ 4,234,775		2,510,419		6,745,194
Construction in progress	3,291,757		4,185,943		7,477,700
Total capital assets not being depreciated	7,526,532	-	6,696,362	-	14,222,894
Capital assets being depreciated:					
Buildings	25,601,630				25,601,630
Improvements other than buildings	25,013,706		83,053		25,096,759
Vehicles and major equipment	51,642,222		8,923,212		60,565,434
Total capital assets being depreciated	102,257,558	-	9,006,265	-	111,263,823
Less accumulated depreciation for:					
Buildings	6,256,619		851,932		7,108,551
Improvements other than buildings	7,292,785		1,299,566		8,592,351
Vehicles and major equipment	41,156,931		4,498,536		45,655,467
Total accumulated depreciation	54,706,335	-	6,650,034	-	61,356,369
Total capital assets, being depreciated, net	47,551,223	-	2,356,231	-	49,907,454
Mass Transit capital assets, net	$ 55,077,755	-	9,052,593	-	64,130,348
All business-type activities:					
Capital assets not being depreciated:					
Land	$ 6,466,999	-	2,510,419	-	8,977,418
Construction in progress	18,805,043	(12,406,971)	27,868,150	-	34,266,222
Total capital assets not being depreciated	25,272,042	(12,406,971)	30,378,569	-	43,243,640
Capital assets being depreciated:					
Buildings	145,363,745	6,031,202	-	-	151,394,947
Improvements other than buildings	161,479,493	6,096,599	93,053	-	167,669,145
Vehicles and major equipment	102,548,581	279,170	9,521,119	(1,046,223)	111,302,647
Total capital assets being depreciated	409,391,819	12,406,971	9,614,172	(1,046,223)	430,366,739
Less accumulated depreciation for:					
Buildings	45,139,056	-	5,298,286	-	50,437,342
Improvements other than buildings	76,644,851	-	8,448,885	-	85,093,736
Vehicles and major equipment	71,824,474	-	10,827,549	(1,046,223)	81,605,800
Total accumulated depreciation	193,608,381	-	24,574,720	(1,046,223)	217,136,878
Total capital assets, being depreciated, net	215,783,438	12,406,971	(14,960,548)	-	213,229,861
All business-type activities capital assets, net	$ 241,055,480	-	15,418,021	-	256,473,501

Depreciation expense was charged to business-type activities as follows:

International airport operations	$ 11,461,779
International bridges operations	804,835
Solid waste operations	5,658,072
Mass transit operations	6,650,034
	$ 24,574,720

Interest costs incurred on the Airport revenue bonds totaled $668,952 in 2005. Interest cost as a component of the cost of construction in progress, is reported in accordance with Statements of Financial Accounting Standards Number 34 and Number 62.

NOTE 5. CAPITAL ASSETS (Continued)

Construction Commitments

As of August 31, 2005	Fund Equity Available	Remaining Commitment
Governmental funds	$ 29,850,906	7,783,212
Proprietary funds	32,448,003	888,028
Total	$ 62,298,909	8,671,240

Component Unit – EPWU

Capital asset activity for EPWU was as follows:

	Beginning Balance Mar. 1, 2004	Increases	Decreases	Ending Balance Feb. 28, 2005
Capital assets, not being depreciated:				
Land and right-of-way	$ 4,362,982	1,482,859	-	5,845,841
Land not in service	44,734,258	10,757,494	6,864	55,484,888
Construction work in progress	107,070,812	92,059,263	55,367,595	143,762,480
Total capital assets, not being depreciated	156,168,052	104,299,616	55,374,459	205,093,209
Capital assets, being depreciated:				
Wastewater plant	459,431,254	40,103,488	41,102	499,493,640
Water plant	488,600,368	18,086,308	826,383	505,860,293
Equipment and tools	22,500,767	1,753,717	249,799	24,004,685
Vehicles	10,753,677	981,967	674,789	11,060,855
Buildings and shops	8,325,880	20,000		8,345,880
Total capital assets, being depreciated	989,611,946	60,945,480	1,792,073	1,048,765,353
Less accumulated depreciation	396,358,881	32,149,076	1,792,073	426,715,884
Component unit capital assets, net	$ 749,421,117	133,096,020	55,374,459	827,142,678

Land not in service is essentially unimproved land that EPWU has purchased for its surface and ground water rights and for watershed management and source water protection.

Construction in progress in the component unit represents additional water treatment and wastewater plants and a management information system. EPWU restated its fiscal year 2004 financial statements to properly present interest expense related to construction projects that was eligible for capitalization. The effect of this adjustment was to increase total capital assets and net assets by $1,035,370 and is reported as a prior period adjustment in the Statement of Activities.

The component unit was committed to open contracts relating to construction projects totaling $184,754,632 as of February 28, 2005.

NOTE 6. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

A. Interfund Receivables and Payables

Interfund receivable and payable balances at August 31, 2005 were as follows:

	Due From:			
	Governmental Activites:			
Due To:	Capital Projects	Other Governmental Funds	Internal Service Funds	Total
Governmental Activities:				
General Fund	$ -		1,876,839	1,876,839
Other Governmental Funds		1,902,385		1,902,385
Internal Service Funds	15,731			15,731
Total Governmental Activities	15,731	1,902,385	1,876,839	3,794,955
Business-type Activities:				
International Bridges	150,000			150,000
Department of Solid Waste Management	1,260,940			1,260,940
Total Business-type Activities	1,410,940	-	-	1,410,940
Total	$ 1,426,671	1,902,385	1,876,839	5,205,895

The balance of $1,426,671 due from Capital Projects Fund is the result of management's decision to record certain proceeds from debt issued to acquire capital assets for proprietary funds in the Capital Projects Fund. Liquidation of these balances occurs when management decides to acquire capital assets in the respective proprietary fund.

The balances of $1,876,839 due from Internal Service Funds and $1,902,385 due from Other Governmental Funds are the funds overdraft in the pooled cash and investment pool. The City intends to repay this balance in the next fiscal year.

NOTE 6. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS (Continued)

B. Transfers

Transfers are made as required by the annual budget resolution or subsequent City Council action. Interfund transfers made during the year were as follows:

	Transfer To:					
Transfer From:	General Fund	Debt Service	Capital Projects	Other Governmental Funds	El Paso International Airport	Total
Governmental Activities:						
General Fund	$ -	1,201,167 (7)	1,200,700 (8)	223,211 (4)	380,621 (9)	3,005,699
Capital Projects		1,854,681 (5)				1,854,681
Other Governmental Funds	19,113 (6)					19,113
Total Governmental Activities	19,113	3,055,848	1,200,700	223,211	380,621	4,879,493
Business-type Activities:						
El Paso International Airport	1,868,056 (1)					1,868,056
International Bridges	10,363,095 (2)					10,363,095
Department of Solid Waste Management	4,939,649 (3)					4,939,649
Mass Transit	3,750,000 (1)					3,750,000
Total	$ 20,939,913	3,055,848	1,200,700	223,211	380,621	25,800,293

(1) Indirect cost (PILOT)

(2) Routine transfer of excess revenues to General Fund

(3) Cost recovery for street usage	$ 4,500,000
Grafitti clean up	439,649
	$ 4,939,649
(4)	
Fund lobbyist	$ 119,000
Fund City Council Special Projects	85,211
Fund Parks Department summer camps	19,000
	$ 223,211
(5)	
Transfer debt service requirement	$ 1,592,248
Residual equity transfer - closed projects	262,433
	$ 1,854,681
(6)	
Fund City Council Discretionary projects	$ 19,003
Fund Parks Department Logan Heights reserve	110
	$ 19,113

(7) Increase fund balance in Debt Service Fund

(8) Interest earnings on $16mm cash reserve	$ 382,960
Vehicle inventory tax	78,895
Fund capital expenditures	250,000
Property taxes not subject to refund	488,845
	$ 1,200,700

(9) Transfer Airport lease revenues

NOTE 7. OPERATING LEASES

A. Primary Government

The City, as lessee, leases buildings, office space and equipment under various lease agreements. Generally, these lease agreements provide for cancellation in the event the City Council does not appropriate funding in subsequent fiscal years. Therefore, the City is not obligated beyond each fiscal year. Management expects the leases to continue. These leases are treated as operating leases for accounting purposes. Operating lease expenditures for the year ended August 31, 2005 amounted to $3,146,685.

Additionally, the City, as lessor, leases certain buildings and equipment under various monthly lease agreements, which are cancelable.

A substantial portion of the airport terminal building and other areas are leased to third parties through operating leases. The majority of these include certified passenger airline leases, commercial and noncommercial aviation ground leases, industrial site leases, auto rental concession leases and food and beverage concession leases. These leases are for varying periods and require the payment of minimum annual rentals. Leases with concessionaires also require payment of percentage rents based on sales in excess of stipulated amounts. Rental income in connection with these operating leases and various other monthly rental agreements for the year ended August 31, 2005, was $15,212,493 including percentage contingent rents of $2,896,571.

The following is a schedule of airport revenue from future minimum rentals on non-cancelable operating leases as of August 31, 2005:

YEAR ENDING		
2006	$	11,218,526
2007		7,610,010
2008		6,056,411
2009		5,840,947
2010		5,650,420
2011 - 2015		27,883,188
2016 - 2020		27,336,053
2021 - 2025		19,861,392
2026 - 2030		11,882,104
2031 - 2035		7,389,731
2036 - 2040		1,971,263
2041 - 2045		467,419
TOTAL	$	133,167,464

Historical costs of these leased assets and related accumulated depreciation were $106,873,246 and $36,652,005 respectively, as of August 31, 2005.

NOTE 7. OPERATING LEASES (Continued)

B. Component Unit - EPWU

1. Leasing Arrangements with EPWU as Lessor

EPWU, as lessor, leases real properties under various long-term lease agreements under the operating method of accounting for leases. Minimum future rentals to be received on non-cancelable leases as of February 28, 2005 for each of the next five years and in the aggregate are:

Year Ended the last day of February	Amount
2006	$ 1,171,381
2007	1,108,284
2008	1,001,042
2009	890,379
2010	842,030
2011 and thereafter	8,970,704
Total Minimum Future Rentals	$ 13,983,820

2. Leasing Arrangements with EPWU as Lessee

EPWU leases computer equipment and copiers under various long-term lease agreements under the operating method of accounting for leases. Rental expense for the year ended February 28, 2005 was $349,738. Minimum future payments as of February 28, 2005 for each of the next five years and in the aggregate are:

Year Ended the last day of February	Amount
2006	$ 297,573
2007	149,818
2008	59,029
2009	13,728
	$ 520,148

NOTE 8. LONG-TERM OBLIGATIONS

A. Primary Government

1. General Obligation Debt - Capital Projects Funding

The Capital Projects Fund is used to account for the acquisition and construction of general government capital assets. Capital projects are funded primarily by the issuance of general obligation debt, other tax supported debt and intergovernmental revenues.

General obligation debt, which includes general obligation bonds, certificates of obligation and contractual obligations, is collateralized by the full faith and credit of the City and is reported as an obligation in the Statements of Net Assets, Governmental and Business-type Activities. The City intends to retire its general obligation debt, plus interest, from future ad valorem tax levies and is required by ordinance to create from such tax revenues a sinking fund sufficient to pay the current interest due thereon and each installment of principal as it becomes due. The tax rate to finance the payment of principal and interest on general obligation long-term debt for the year ended August 31, 2005 was $.172015 per $100 assessed valuation.

The City Charter states that all indebtedness of the City that is supported by property tax shall not exceed ten percent of the total assessed valuation of the City's tax rolls. Ten percent of the fiscal year 2005 total assessed valuation base equals approximately $1,983,249,286. The City's legal debt margin was $1,549,304,299. General obligation debt sold to fund fixed assets of proprietary funds is reported as an obligation of these proprietary funds, although they are not obligated by the applicable bond indentures to repay any portion of principal and interest on outstanding general obligation debt. However, the City intends for the proprietary funds to meet the debt service requirements.

There are a number of limitations and restrictions contained in the various general obligation bond indentures. The City believes it is in compliance with all significant limitations and restrictions.

2. Revenue Bonds

The City issues revenue bonds for which income derived from the assets acquired or constructed with the debt proceeds are pledged to repay the principal and interest on bonds. The bond ordinances for the Zaragoza Bridge revenue bonds contain limitations and restrictions, including but not limited to the establishment of a sinking fund equal to 1.25 times the average annual debt service on the bonds. A reserve of net assets in the amount of $419,345 in the International Bridges Fund has been established to comply with that requirement. The bond ordinance for the Plaza Theatre combination tax and revenue certificates of obligation bonds pledges revenues of the International Bridges Fund. The City believes it is in compliance with all significant limitations and restrictions of its revenue bond ordinances

3. Notes Payable

The City has received loans in the International Bridges Fund for which income derived from the assets acquired or constructed with the loan proceeds are pledged to repay the principal and interest on loans. These loans are repayable from bridge tolls collected by the City and are not repayable from general revenues of the City.

NOTE 8. LONG-TERM OBLIGATIONS (Continued)

A. Primary Government (Continued)

4. Long-Term Debt

The following summarizes significant facts about general obligation bonds, certificates of obligation, contractual obligations, revenue bonds and notes payable:

	Interest Rates		
	at Issue date	August 31, 2005	Amount
Governmental activities	2.50 - 8.00%	2.50 - 7.00%	$ 412,842,095
Business-type activities	3.00 -6.00%	3.30 - 5.00%	60,992,995
			$ 473,835,090

5. Bonded and Other Indebtedness Issued during Fiscal Year Ended August 31, 2005

a. In fiscal year 2005, the City issued $39,500,000 of commercial paper for projects approved by the 2000 election that authorized the issuance of general obligation bonds. Ultimately, the City will issue general obligation bonds to liquidate the commercial paper debt, $79,500,000 as of August 31, 2005. The commercial paper bears interest at rates from 1.00% to 2.95%.

b. On April 1, 2005, the City issued $152,190,000 in general obligation bonds to advance refund $155,875,000 in outstanding obligations ($111,955,000 of various certificate of obligation bonds and $43,920,000 of various general obligation bonds). The net proceeds of $160,486,753 and $1,508,975 of Debt Service Fund monies were deposited in an irrevocable trust with an escrow agent. The trust agreement required the escrow agent to invest in essentially risk free U.S. Government securities sufficient to provide for future debt service requirements. As a result, the bonds are considered to be defeased and the liability is no longer reported.

The refunding bonds, issued at a premium of $9,643,995 with issuance costs of $1,697,240, were issued in order to lower the overall annual debt service requirement of the City and pay the costs associated with the bonds. The City in effect reduced its aggregate debt service payments by $6,664,710 and obtained an economic gain of $6,153,130. The accounting loss of $5,928,560 has been deferred in the government-wide financial statements and will be amortized over the remaining life of the refunded bonds using a method approximating the effective interest method.

The premium and issuance costs have been deferred in the government-wide financial statements and will be amortized over the remaining life of the refunded bonds using a method approximating the effective interest method. These bonds bear interest at rates ranging from 3.50% to 5.25%. Principal repayment began August 15, 2005 and the final principal payment is due on August 15, 2019**.**

c. On August 23, 2005, the City issued $17,315,000 of combination tax and revenue certificates of obligation bonds to finance the renovation of the Plaza Theater and to pay costs associated with the issuance of the certificates. These bonds bear interest at rates ranging from 2.95% to 5.00% with principal repayment beginning August 15, 2007. The final principal payment is due on August 15, 2026. The bonds are payable from Net Revenues of the City's International Bridges and ad valorem tax levies. The bonds were issued at a premium of $584,019 with issuance costs of $260,810. These amounts have been deferred in the government-wide financial statements and will be amortized over the life of the new bonds using a method approximating the effective interest method.

NOTE 8. LONG-TERM OBLIGATIONS (Continued)

A. Primary Government (Continued)

6. Bonds Authorized and Unissued (Continued)

Authorized and unissued bonds consisted of general obligation bonds of $254,655,000. The following is a schedule of authorized but unissued bonds at August 31, 2005.

				Approved by City Council for Issuance as Commercial Paper Projects Authorized		Commercial Paper	
Purpose	Amount Authorized May 6, 2000	Amount Authorized February 7, 2004	Bonds Unissued August 31, 2004	May 6, 2000	February 7, 2004	Amount Issued FY 2005	Cumulative Amount Issued
Parks Improvements	$ 75,000,000	4,560,000	79,560,000	31,313,000	995,000	6,747,600	32,308,000
Library Facilities	26,095,000	535,000	26,630,000	8,052,000	345,000	1,267,322	8,396,922
Zoo Improvements	33,360,000	150,000	33,510,000	7,985,000	150,000	1,650,000	8,135,000
Museum Facilities	6,650,000		6,650,000	2,650,000		1,325,000	2,650,000
Flood Control Improvements		1,380,000	1,380,000		145,000	145,000	145,000
Street Improvements		79,620,000	79,620,000		34,650,000	16,453,154	16,453,154
Fire Department Facilities		11,595,000	11,595,000		4,325,000	2,621,498	2,621,498
Health Facilities		950,000	950,000		440,000	340,426	340,426
Municipal Facilities		200,000	200,000		25,000	25,000	25,000
Police Facilities		7,355,000	7,355,000		4,260,000	4,260,000	4,260,000
Equipment Purchases		7,205,000	7,205,000		4,665,000	4,665,000	4,665,000
Total	$ 141,105,000	113,550,000	254,655,000	50,000,000	50,000,000	39,500,000	80,000,000

NOTE 8. LONG-TERM OBLIGATIONS (Continued)

A. Primary Government (Continued)

7. Debt Service Requirements

Bonded Debt Requirements (General Obligation Bonds, Certificate of Obligation Bonds, Contractual Obligation Bonds and Commercial Paper)

Year Ending	Governmental Activities		Business-type Activities		Total	
August 31	Principal	Interest	Principal	Interest	Principal	Interest
2006	$ 104,996,159	16,227,539	3,318,841	881,530	$ 108,315,000	17,109,069
2007	26,845,648	14,923,280	2,649,352	726,686	29,495,000	15,649,966
2008	26,937,187	13,610,729	1,442,813	580,087	28,380,000	14,190,816
2009	25,995,715	12,384,120	1,454,285	517,771	27,450,000	12,901,891
2010	26,129,775	11,187,614	1,500,225	462,657	27,630,000	11,650,271
2011-2015	97,309,770	38,963,698	5,095,230	1,474,473	102,405,000	40,438,171
2016-2020	51,666,239	20,241,296	1,843,761	505,888	53,510,000	20,747,184
2021-2025	44,316,602	8,580,526	1,173,398	115,149	45,490,000	8,695,675
2026-2028	8,645,000	701,844			8,645,000	701,844
Total	$ 412,842,095	136,820,646	18,477,905	5,264,241	431,320,000	142,084,887

Revenue Bond Debt Service Requirements

Year Ending	Business-type Activities	
August 31	Principal	Interest
2006	$ 1,920,000	1,547,608
2007	1,980,000	1,485,205
2008	2,465,000	1,398,713
2009	2,540,000	1,295,948
2010	1,925,000	1,186,643
2011-2015	8,900,000	4,813,106
2016-2020	5,325,000	2,931,794
2021-2025	5,135,000	1,760,688
2026-2028	3,740,000	389,754
Total	$ 33,930,000	16,809,459

NOTE 8. LONG-TERM OBLIGATIONS (Continued)

A. Primary Government (Continued)

7. Debt Service Requirements (Continued)

Notes Payable

Year Ending August 31,	Business-type Activities Principal	Interest
2006	$ 693,943	379,459
2007	719,483	348,919
2008	746,120	317,282
2009	773,904	284,498
2010	802,881	250,521
2011-2015	4,198,759	697,399
2016-2020	500,000	106,250
2021-2022	150,000	7,500
	$ 8,585,090	2,391,827

8. Advanced Refundings and Defeased Debt

In prior years, the City legally defeased certain outstanding general obligation bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments of the old bonds. Accordingly, the trust accounts and the legally defeased bonds are not included in the City's financial statements.

At August 31, 2005, the remaining outstanding balance of legally defeased bonds is $158,450,000.

NOTE 8. LONG-TERM OBLIGATIONS (Continued)

A. Primary Government (Continued)

9. Long-Term Obligations and Amounts Due Within One Year

	Balance September 1, 2004	Additions	Refunding	Reductions	Balance August 31, 2005	Due Within One Year
Governmental Activities:						
Bonds/Commercial Paper Payable:						
General Obligation Bonds	$ 162,330,000	152,190,000	(43,920,000)	7,645,000	262,955,000	16,155,000
Certificates of Obligation	176,402,992	17,315,000	(111,955,000)	11,375,897	70,387,095	9,341,159
Commercial Paper - Short Term Obligation	40,500,000	39,500,000		500,000	79,500,000	79,500,000
Less: Unamortized Premium	4,475,182	10,228,013	(192,168)	1,177,448	13,333,579	1,728,213
Deferred Loss on Refunding			(5,928,560)	(211,090)	(5,717,470)	(566,716)
Total Bonds/Commercial Paper Payable	383,708,174	219,233,013	(161,995,728)	20,487,255	420,458,204	106,157,656
Compensated Absences	38,182,713	39,640,900		36,609,916	41,213,697	32,146,684
Arbitrage Rebate Liability	30,227				30,227	30,227
Accrued Health Claims	17,599,573	40,552,393		39,819,178	18,332,788	14,299,575
Net Pension Obligation		78,990,695		17,789,003	61,201,692	17,895,504
Claims and Judgements	1,515,948	954,231		954,231	1,515,948	555,409
Governmental Activities long-term liabilities	$ 441,036,635	379,371,232	(161,995,728)	115,659,583	542,752,556	171,085,054

Bonds/Commercial Paper Payable will be paid by the Debt Service Fund. Accrued Health Claims will be paid by the Self Insurance Fund.
The City estimates the following funds will be charged for compensated absences in the following percentages:
General Fund 95.7%
Federal Grants 2.2%
State Grants 1.2%
CDBG, Other Grants, Non-Grants, Supply and Support and Self Insurance will each pay less than .05%.

Business-type Activities:						
El Paso International Airport:						
Bonds Payable:						
Revenue Bonds	$ 14,625,000			3,420,000	11,205,000	560,000
Less: Unamortized Discount	(1,193,702)			(99,475)	(1,094,227)	(99,475)
Total Bonds Payable	13,431,298			3,320,525	10,110,773	460,525
Compensated Absences	702,325	1,659,014		1,138,530	1,222,809	953,791
Total El Paso International Airport	$ 14,133,623	1,659,014		4,459,055	11,333,582	1,414,316
International Bridges:						
Bonds/Notes Payable:						
Certificates of Obligation	$ 122,394			28,754	93,640	29,950
Revenue Bonds	1,915,000			285,000	1,630,000	300,000
Notes Payable	9,254,546			669,456	8,585,090	693,943
Total Bonds/Notes Payable	11,291,940			983,210	10,308,729	1,023,893
Compensated Absences	69,147	65,161		63,005	71,303	55,616
Total International Bridges	$ 11,361,087	65,161		1,046,215	10,380,032	1,079,509
Department of Solid Waste Management:						
Certificates of Obligation	$ 21,634,614			3,250,349	18,384,265	3,288,891
Revenue Bonds	22,120,000			1,025,000	21,095,000	1,060,000
Less: Unamortized Discount	548,139			40,276	507,863	39,119
Total Bonds/Notes Payable	44,302,753			4,315,625	39,987,128	4,388,010
Landfill Closure and Post-Closure	27,129,304			8,858,691	18,270,613	-
Delta Transfer Station Post-Closure	99,243			(2,183)	101,426	
Compensated Absences	507,091	536,112		486,711	556,492	434,064
Total Department of Solid Waste Management	$ 72,038,391	536,112		13,938,328	58,915,659	4,822,074
Mass Transit:						
Compensated Absences	1,016,953	825,198		815,424	1,026,727	800,847
Claims and Judgements	1,306,568			156,856	1,149,712	360,000
Hydrocarbon Clean-up	1,026,115			104,361	921,754	
Total Mass Transit	$ 3,349,636	825,198		1,076,641	3,098,193	1,160,847
Business-type activities Long-term liabilities	$ 100,882,737	3,085,485		20,520,239	83,727,466	8,476,746

NOTE 8. LONG-TERM OBLIGATIONS (Continued)

A. Primary Government (Continued)

10. Long-Term-Debt Outstanding

	Date Issued	Amount Issued	Interest Rate Range	September 1, 2004	Issued	Refunded	Reduction	August 31, 2005
Certificates of Obligation Bonds:								
SERIES 1994-A	03/01/94	$ 15,710,000	5.000 to 8.000%	$ 800,000			800,000	-
SERIES 1994-B	03/01/94	9,835,000	4.900 to 8.000%	500,000			500,000	-
SERIES 1995-A	12/01/95	6,470,000	5.000 to 7.000%	7,970,000		(6,470,000)	500,000	1,000,000
SERIES 1996-A	04/15/96	3,175,000	5.000 to 8.000%	1,365,000		(1,225,000)	140,000	-
SERIES 1997-A	04/29/97	7,200,000	4.950 to 6.875%	5,600,000		(5,000,000)	300,000	300,000
SERIES 1998-A	04/14/98	21,090,000	4.250 to 5.500%	11,730,000		(5,540,000)	1,820,000	4,370,000
SERIES 1998	04/14/98	18,250,000	4.250 to 5.500%	14,475,000		(12,880,000)	735,000	860,000
SERIES 1998-B	11/17/98	31,350,000	4.250 to 5.000%	27,580,000		(23,910,000)	855,000	2,815,000
SERIES 2000	04/01/00	39,235,000	5.100 to 5.875%	39,235,000		(35,990,000)	1,025,000	2,220,000
SERIES 2001	01/15/01	26,850,000	4.500 to 5.500%	25,545,000		(20,940,000)	690,000	3,915,000
SERIES 2001-A	01/16/02	33,970,000	3.250 to 5.250%	21,710,000			4,145,000	17,565,000
SERIES 2003	04/03/03	44,010,000	3.000 to 5.000%	41,650,000			3,145,000	38,505,000
SERIES 2005 Combination Tax and Revenue bonds (Plaza Theatre)	08/23/05	17,315,000	2.950 to 4.970%		17,315,000			17,315,000
Total Certificate of Obligation Bonds				198,160,000	17,315,000	(111,955,000)	14,655,000	88,865,000
General Obligation Bonds:								
SERIES 1994	03/01/94	15,645,000	4.900 to 8.000%	800,000			800,000	-
SERIES 1995	12/01/95	19,105,000	5.000 to 6.000%	14,060,000		(12,740,000)	660,000	660,000
SERIES 1995-B	12/01/95	9,245,000	6.000 to 6.550%	535,000			165,000	370,000
SERIES 1997	04/29/97	22,375,000	5.000 to 7.000%	17,200,000		(14,000,000)	1,000,000	2,200,000
SERIES 1998	04/14/98	9,740,000	4.250 to 5.500%	7,730,000		(6,030,000)	390,000	1,310,000
SERIES 1998-A	10/15/98	8,805,000	4.250 to 5.000%	7,855,000		(6,955,000)	165,000	735,000
SERIES 1999	02/11/99	27,275,000	3.500 to 5.000%	26,450,000			165,000	26,285,000
SERIES 2000	02/15/00	10,325,000	5.100 to 5.300%	8,115,000			1,190,000	6,925,000
SERIES 2000-A	04/01/00	4,195,000	5.250 to 5.750%	4,195,000		(4,195,000)		-
SERIES 2002 Refunding bonds	06/12/02	55,090,000	3.500 to 5.750%	49,090,000			2,000,000	47,090,000
SERIES 2003	09/30/03	29,265,000	2.500 to 5.000%	26,300,000			960,000	25,340,000
SERIES 2005 Refunding bonds	04/01/05	152,190,000	3.500 to 5.250%		152,190,000		150,000	152,040,000
Total General Obligation Bonds				162,330,000	152,190,000	(43,920,000)	7,645,000	262,955,000
Commercial Paper			variable	40,500,000	39,500,000		500,000	79,500,000
Total tax supported debt				$ 400,990,000	209,005,000	(155,875,000)	22,800,000	431,320,000
Notes payable:								
Federal Loan (International Bridge revenues)	12/01/91	3,000,000	variable	$ 1,750,000			100,000	1,650,000
SIB Loan (International Bridge revenues)	10/04/99	3,634,000	4.30%	7,504,546			569,456	6,935,090
Total Notes payable				$ 9,254,546			669,456	8,585,090
Revenue bonds:								
1997 (International Bridge revenues)	05/01/98	3,010,000	3.950 to 4.850%	$ 1,915,000			285,000	1,630,000
2003 (Airport revenues)	09/15/03	18,000,000	3.000 to 4.625%	14,625,000			3,420,000	11,205,000
2004 (Solid Waste Disposal System revenues)	07/14/04	22,120,000	3.000 To 5.125%	22,120,000			1,025,000	21,095,000
Total Revenue Bonds				$ 38,660,000			4,730,000	33,930,000

NOTE 8. LONG-TERM OBLIGATIONS (Continued)

B. Component Unit – EPWU

1. Revenue Bonds

Water and Sewer Revenue Bonds, in the amount of $359,719,000 at February 28, 2005, are equally and ratably secured by and payable from an irrevocable first lien on and pledge of the net revenue of EPWU.

2. Changes in Long-Term-Debt

Revenue Bonds changes during the year and balances, excluding deferred gains and losses include the following individual issues:

	Dated	Original Amount	Interest Rates	Balance Outstanding Mar. 1, 2004	Additions During Year	Deletions During Year	Balance Outstanding Feb. 28, 2005	Due Within One Year
Revenue Bonds:								
1990-B	12/01/90	$ 8,000,000	no interest	$ 8,000,000			8,000,000	-
1993 Jr Lien	09/01/93	222,000	4.50 to 6.90%	11,000		11,000	-	-
1994-A	09/14/94	18,000,000	3.05 to 4.90%	865,000		865,000	-	-
1994-B	09/27/94	8,925,000	5.25 to 7.25%	430,000		430,000	-	-
1995	12/01/95	22,880,000	3.60 to 5.10%	17,590,000		1,735,000	15,855,000	660,000
1997	03/04/97	22,000,000	2.85 to 4.55%	17,740,000		860,000	16,880,000	915,000
1997-A	07/24/97	10,000,000	3.00 to 4.75%	7,800,000		415,000	7,385,000	430,000
1997-B Jr Lien	07/24/97	602,000	4.92 to 6.25%	165,000		25,000	140,000	25,000
1998	05/20/98	15,455,000	5.35%	11,540,000		925,000	10,615,000	975,000
1998-A	08/18/98	16,125,000	4.00 to 5.00%	12,205,000		885,000	11,320,000	1,390,000
1999-A	09/23/99	211,000	4.84 to 5.89%	190,000		8,000	182,000	8,000
1999-B	09/23/99	106,000	4.84 to 5.89%	96,000		4,000	92,000	4,000
1999-C	12/02/99	15,480,000	4.30 to 5.75%	13,920,000		570,000	13,350,000	600,000
1999-D	12/20/99	15,190,000	3.20%	14,100,000		575,000	13,525,000	595,000
2000	12/19/00	13,210,000	4.875 to 5.750%	12,440,000		420,000	12,020,000	445,000
2001	08/01/01	16,265,000	2.45 to 4.50%	15,705,000		575,000	15,130,000	595,000
2001-A	12/15/01	88,780,000	4.00 to 6.00%	83,225,000		4,300,000	78,925,000	3,760,000
2002	01/01/02	7,520,000	0.15 to 3.35%	7,215,000		305,000	6,910,000	310,000
2003 Refunding	08/15/03	89,745,000	4.99%	89,745,000		1,785,000	87,960,000	2,205,000
2003-A	08/15/03	1,000,000	no interest	1,000,000		-	1,000,000	50,000
2003-B	12/01/03	10,000,000	0 to 4.19%	10,000,000		-	10,000,000	-
2004 Refunding	02/01/04	36,070,000	2.50 to 5.00%	36,070,000		-	36,070,000	890,000
2004-A	11/15/04	14,360,000	2.50 to 5.25%		14,360,000		14,360,000	-
Total Revenue Bonds:				360,052,000	14,360,000	14,693,000	359,719,000	13,857,000
Deferred Gain on refunding bond issues				5,875,269	872,996	1,067,763	5,680,502	1,111,414
Commercial Paper Payable				10,000,000	20,000,000	15,000,000	15,000,000	
Self Insurance Claims				1,330,569	1,164,709	1,164,709	1,330,569	
Land Notes Payable		12,355,828	3.95 to 5.00%	10,372,878	2,478,574	495,624	12,355,828	1,346,244
Total Component Unit - EPWU				$ 387,630,716	38,876,279	32,421,096	394,085,899	16,314,658

Interest costs incurred on revenue bonds totaled $15,937,849 in 2005 of which $1,184,522 was capitalized.

NOTE 8. LONG-TERM OBLIGATIONS (Continued)

3. Annual Revenue Bond and Land Notes Payable Debt Service Requirements

Year Ending last day of February	Principal		Interest		Total	
	Revenue Bonds	Land Notes	Revenue Bonds	Land Notes	Revenue Bonds	Land Notes
2005	$ 13,857,000	1,346,244	18,755,025	613,926	32,612,025	1,960,170
2006	15,247,000	1,371,880	19,288,699	546,980	34,535,699	1,918,860
2007	18,763,000	1,398,784	15,556,735	478,766	34,319,735	1,877,550
2008	19,164,000	600,827	14,664,029	409,222	33,828,029	1,010,049
2009	19,420,000	630,457	13,747,814	379,592	33,167,814	1,010,049
2010 - 2014	89,464,000	3,601,241	54,954,309	1,399,604	144,418,309	5,000,845
2015 - 2019	84,979,000	3,406,395	35,190,514	436,178	120,169,514	3,842,573
2020 - 2024	70,065,000		15,375,178		85,440,178	-
2025 - 2029	28,760,000		2,644,610		31,404,610	-
Totals	$ 359,719,000	12,355,828	190,176,913	4,264,268	549,895,913	16,620,096

4. Land Notes Payable

During the fiscal year ended February 28, 2005, EPWU purchased one parcels of land totaling 3,004.33 acres in order to obtain the water rights attached to the land. A note was issued for $2,478,574 with an interest rate of 5.00%. The note is for a period of 3 years and payable in annual installments of $826,191 with payments due in May.

5. Debt Covenants

The bond ordinances require EPWU to maintain revenues in each fiscal year, after deduction for maintenance and operation expenses, in the amount of at least 1.5 times the debt service requirements in such year. EPWU believes it is in compliance with this covenant.

6. Commercial Paper

In August 1997, the PSB-City of El Paso approved a Commercial Paper Program in the amount of $50,000,000. The purpose of the Commercial Paper Program is to provide funds for the interim financing of a portion of the costs of capital improvements to the system.

The borrowings under the Commercial Paper Program are equally and ratably secured by and are payable from (i) the proceeds from the sale of bonds or additional borrowing under the Commercial Paper Program and (ii) borrowing under and pursuant to the revolving credit agreement.

EPWU and JP Morgan Chase Bank (Bank) have entered into a revolving credit agreement (Credit Agreement) pursuant to which the Bank is obligated under the Credit Agreement to loan to the City amounts not to exceed $50,000,000 as amended, for the purpose of paying amounts due on the Commercial Paper Program. Any borrowing under the Credit Agreement is equally and ratably secured by and payable from the above-described sources pledged for payment of the Commercial Paper Program and from a pledge of the net revenues of the system, such pledge being subordinate to the pledge of net revenues securing all senior lien obligations. Management intends to continue the re-marketing of the tax-exempt commercial paper notes as it intends to maintain a portion of its debt in variable rates.

NOTE 8. LONG-TERM OBLIGATIONS (Continued)

6. Commercial Paper (Continued)

Since the commercial paper represents activity that is the result of EPWU's long-term financing plan, the amounts outstanding are presented as long term. The commercial paper can be sold in $100,000 increments and matures from one to 270 days. As of February 28, 2005, the following amounts were outstanding:

February 28, 2005	Maturity Date	Interest Rate
$ 10,875,000	March 2, 2005	1.87%
2,125,000	March 3, 2005	1.83%
2,000,000	March 1, 2005	1.89%
$ 15,000,000		

C. Solid Waste Landfill Closure And Post-Closure Care Cost

The City owns and operates two landfills located in the East (Clint) and Northeast (McCombs) areas of the City of El Paso. Closure and post-closure care of the landfills are subject to the requirements of Subtitle D of the Resource Conservation and Recovery Act (P.L. 94/580) and Sections 330.250-256 of Title 30 of the *Texas Administrative Code* administered by the Texas Commission on Environmental Quality (TCEQ), formerly the Texas Natural Resource Conservation Commission (TNRCC). These regulations require the City to place a final cover on each landfill when it ceases to accept waste and to perform certain maintenance and monitoring functions for thirty years after the closure of each landfill.

During fiscal year 2004, the City hired independent consultants to prepare a revised estimate of the total closure and post-closure costs for the landfills. The estimated total closure and post-closure costs, adjusted by an inflation factor specified by the TCEQ, is $57 million at August 31, 2005. This estimate is approximately $9 million lower than the previous estimate primarily due to changes in final cover design. The recognized portion of the total liability, $18.3 million, is computed based on the percentage of landfill capacity used, approximately 33.3%, as of August 31, 2005. The remaining estimated total current cost of closure and post closure care remaining to be recognized is $38.7 million.

Clint Landfill – This landfill is currently accepting solid waste and capacity used is 37.8% at August 31, 2005. The estimated closure and post-closure cost liability of $12.8 million is included in the recorded liability. A permit application to TCEQ for additional landfill capacity is pending.

McCombs Landfill – This landfill is currently accepting solid waste and capacity used is 26.6% at August 31, 2005. The estimated closure and post-closure cost liability of $5.5 million is included in the recorded liability. Estimated remaining useful life is 35 years.

TCEQ review of the revised closure/post-closure cost estimate is pending. Management believes TCEQ will accept the new estimate. At August 31, 2005, the estimated total liability is $57 million, reflecting an inflation factor applied to the previous liability as prescribed by TCEQ.

Actual costs may be higher due to inflation, changes in technology or changes in regulations. The Department of Solid Waste Management, an enterprise fund and part of the City will meet closure and post-closure care financial requirements.

Sections 330.280-286 of Title 30 of the *Texas Administrative Code* requires landfill owners to demonstrate financial assurance that they will have sufficient financial resources to satisfy closure and post-closure care expenses at such time as these become payable. The regulations provide various means by which a municipality may demonstrate financial assurance. For the year ended August 31, 2004, the City met all of the financial tests required by the TCEQ and will demonstrate financial assurance to the TCEQ by way of the City's most recent bond rating and/or financial ratios computed using the audited financial statements of this Comprehensive Annual Financial Report.

NOTE 8. LONG-TERM OBLIGATIONS (Continued)

D. Solid Waste Management Transfer Station

The City owns and operates a transfer process facility for solid waste near Delta Street in El Paso (called Delta Transfer Station). Beginning in March 2000, Section 330.282 of Title 30, the *Texas Administrative Code*, administered by the TCEQ, required "a detailed written cost estimate, in current dollars, showing the cost of hiring a third party to close the process facility by cleaning up the litter and debris from the site and the equipment, hauling the litter and debris to an approved landfill and to render the facility closed by dismantling vital operational parts and locking up the facility." At August 31, 2005, the estimated total cost of closure of the Delta Transfer Station is $92,972. The TCEQ, pending review and acceptance of this estimate, utilizes the previous estimate of $275,705.

E. Arbitrage Rebate Payable

The City's financial advisor has determined that the City may have earned interest revenue on unused bond proceeds in excess of amounts allowed by applicable Federal regulations that may have to be rebated to the Federal government. This estimated amount, $30,227 at August 31, 2005, is recorded as a liability in the Basic Financial Statements.

NOTE 9. RESTRICTED NET ASSETS

Airport

The Airport has various assets that are restricted for specific use in accordance with an agreement with the United States Government entered into in 1950 whereby 1,907 acres of land were donated to the Airport. Any revenues derived from the sale, lease or other use of this land must be utilized for the development, improvement, operation and maintenance of the Airport subject to the approval of the Federal Aviation Administration. Earnings from invested funds may be used for the purposes previously described. Under this agreement, advances to other Airport funds for development and improvement of Airport facilities are permitted, subject to approval from the Federal Aviation Administration.

International Bridges

The International Bridges Fund is required by bond debt requirements to restrict certain amounts for future debt service, repairs and maintenance of the Zaragoza Bridge.

Component Unit - EPWU

Based upon certain bond covenants and other requirements, EPWU is required to establish and maintain prescribed amounts of resources (consisting of cash and temporary investments) that can be used only to service outstanding debt and other activities specifically restricted (construction, improvements and customer deposits).

Business-type Activities

The balances of the restricted net assets accounts in the enterprise funds are as follows:

Restricted for debt service:		
El Paso International Airport	$	7,915,026
International Bridges		419,345
Restricted by Federal Aviation Administration:		
El Paso International Airport		12,169,214
Restricted for passenger facilities:		
El Paso International Airport		3,218,184
Total restricted net assets	$	23,721,769

NOTE 10. RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters.

Claim liabilities are estimated considering the effects of inflation, recent claim settlement trends including frequency and amounts of payouts and other economic and social factors, including the effects of specific, incremental claim adjustment expense, salvage and subrogation.

A. Internal Service Funds

Provisions under various types of risk are presented below:

Internal Service Funds account for certain self-insured activities. These include Workers' Compensation, Group Health and Unemployment Compensation. The premiums are recognized as revenues in the Internal Service Funds and as expenditures or expenses in the Governmental and Proprietary fund types, as appropriate. Accruals for unpaid claims and claims incurred but not reported are reflected in the accompanying Basic Financial Statements as Claims and Judgments. This provision is based upon City experience, including recoveries, since the inception of the insurance programs and represents the loss and an allocated loss expense. The total estimated claims payable at August 31, 2005 is $18,332,788 of which $13,344,331 represents workers' compensation claims reserve losses. Employees of EPWU (the proprietary component unit) also participate in the group health plan that is managed by the City. The total claims liability reported in the Internal Service Funds at August 31, 2005, is based on the requirements of GASB Statement Number 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. No settlements in excess of insurance coverage were made in any of the prior three fiscal years.

Changes in the Funds' claims liability amount in fiscal 2004 and 2005 were:

	Workers' Compensation	Group Health	Unemployment Compensation	Total
Claims liability at August 31, 2003	$ 14,209,155	4,205,000		18,414,155
Incurred claims	8,148,489	26,415,650	262,770	34,826,909
Payment on claims	(8,979,190)	(26,399,531)	(262,770)	(35,641,491)
Claims liability at August 31, 2004	13,378,454	4,221,119	-	17,599,573
Incurred claims	8,755,629	31,529,874	266,890	40,552,393
Payment on claims	(8,789,752)	(30,762,536)	(266,890)	(39,819,178)
Claims liability at August 31, 2005	$ 13,344,331	4,988,457	-	18,332,788

B. General Liability Insurance

The City is self-insured for general, police officers and automobile liability, with the exception of the Mass Transit Department's fleet of vehicles, liability for the Airport, police auto liability and certain other catastrophic liability for which the City is insured. Expenditures for self-insured liabilities are accounted for in the General Fund, which will pay any liabilities incurred.

The City has joined together with other governments in the Texas Municipal League Intergovernmental Risk Pool (Pool). The City pays an annual premium to the Pool for its police auto and motor pool vehicles insurance coverage. The interlocal agreement with the Pool provides that the Pool will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of $500,000 to $1,000,000 for each insurance event. The City anticipates no contingent losses.

The Pool has published its own financial report that can be obtained from the Texas Municipal League Intergovernmental Risk Pool, Austin, Texas.

The City continues to carry commercial fidelity bonds for elected officials and for management.

NOTE 10. RISK MANAGEMENT (Continued)

C. Property and Casualty Insurance

Property, casualty, boiler and machinery insurance is provided by a commercial carrier.

D. Workers' Compensation Insurance

The City self-insures against workers' compensation claims.

E. Group Health and Life Insurance

The City maintains a group health insurance plan for active and retired employees and their eligible dependents through two self-insured plans of benefits. Texas Municipal League administers one plan and Access HealthSource, Inc administers a second plan. Reinsurance coverage limits the annual liability. Contributions to the fund are provided by both the City and participating employees. A commercial carrier provides the group life insurance plan. Costs are recorded in the fund from which the employees' compensation is paid.

F. Unemployment Compensation Insurance

The City self-insures for unemployment compensation claims through an agreement with the Texas Workforce Commission (TWC). Under the agreement, TWC administers all claims and is reimbursed by the City for claims incurred plus administrative charges.

NOTE 11. COMMITMENTS AND CONTINGENCIES

A. Litigation and Claims

Various claims and lawsuits are pending against the City in addition to those accrued at August 31, 2005. Accruals have not been made for these lawsuits because of the remote possibility the plaintiff's will prevail. The City estimates the exposure between $425,000 and $730,000 and believes that resolution of these matters will not have a material adverse effect on the financial condition of the City.

B. Environmental

In May 1991, diesel fuel was discovered to be leaking from underground storage tanks at the City's bus maintenance facility. City management believes the leak began during 1990, with over 875,000 gallons of diesel fuel leaking into and contaminating the soil and water table surrounding and underneath the maintenance facility. The TCEQ was notified of the leak and clean up procedures began. The TCEQ is monitoring the clean up process, which involves five phases, including the assessment phase and four product recovery and soil remediation phases.

The estimated total clean up cost for the entire project is $7,280,109. The City has expended approximately $4,360,855 to date, net of reimbursement from the TCEQ Petroleum Storage Tank Remediation Fund of approximately $1,997,500. The City paid $104,361 during the current fiscal year. The City anticipates the clean up process will be completed in fiscal year 2006. As of August 31, 2005, the City has a liability recorded in the Mass Transit Fund of $921,754 for the remaining liability.

Due to the uncertainties surrounding this type of clean up project, it is possible that actual clean up costs may be higher than estimated.

C. Grants

The City has received Federal and State financial assistance in the form of grants and entitlements that are subject to review and audit by the grantor agencies. Such audits could result in requests for reimbursement by the grantor agency for expenditures disallowed under terms and conditions specified in the grant agreements. In the opinion of City management, such disallowances, if any, will not be significant.

D. Mass Transit – Financial Management Oversight Review

As part of the Federal Transit Administration's review and audit process as a Federal grantor, a Financial Management Oversight Review of Mass Transit was requested and is in process for fiscal 2005. The preliminary report states that Mass Transit did not appear to have any local funding available to match the approximate $19.6 million in Federal funding received and therefore has questioned the entire amount. In the opinion of City management, local match is adequate and was utilized appropriately in order to qualify for the approximate $19.6 million in Federal grants.

NOTE 11. COMMITMENTS AND CONTINGENCIES (Continued)

E. Other Bond Issues

The City has, in prior years, participated in several issues of Industrial Revenue Bonds and International Airport Special Facilities Revenue and Refunding Bonds, issued for the purposes of constructing privately owned manufacturing, commercial and other related facilities within the City. These bonds are neither direct nor contingent liabilities of the City, as the revenue from the lease agreements and property purchased with the bond proceeds are pledged for the total payment of the principal and interest on the bonds and the bondholders can look only to these sources for repayment.

At August 31, 2005, no Industrial Revenue Bonds issued by the City were outstanding.

On November 19, 1991, the City issued $13,975,000 in City of El Paso International Airport Special Facilities Revenue Refunding Bonds (Marriott Corporation Project). These bonds refunded a 1981 issue and extended principal payments to March 1, 2016 with interest at 7.75% per annum. At August 31, 2005, all of these bonds remained outstanding (the first principal payment is not scheduled until March 1, 2012).

F. Unfunded Pension Liabilities

In February 2004, the voters of the City authorized the City to contract with the FPPF to make a one-time contribution to the FPPF solely for the purpose of addressing the unfunded liabilities of the FPPF, subject to receipt of certain agreements between the City and the FPPF. As of January 1, 2004, the latest actuarial valuation reflected unfunded liabilities of $135,767,625 for the FPPF-Firemen Division and $122,464,946 for the FPPF-Policemen Division.

In September 2003, the voters of Texas ratified an amendment to the Texas Constitution, Article 16, Sec. 66 which provides: "The political subdivision or subdivisions and the retirement system that finance benefits under the retirement system are jointly responsible for ensuring that benefits under this section are not reduced or otherwise impaired." In the event of a conflict between a City Charter provision and a provision of the Constitution, the Constitution provision would likely prevail, in which case the City could be obligated to make additional contributions to the FPPF. The nature and amount of under funding of the FPPF and the amount the City may be required to contribute is unknown at this time.

NOTE 12. COST SHARING ARRANGEMENTS

City-County Health District

The City participates with the County of El Paso, Texas in an agreement for the operation of the City-County Health District (Health District). As lead agency, the City is responsible for the planning, budgeting and operation of the Health District. The City provides personnel, financing and accepts Federal and State grants on behalf of the Health District. The County reimbursed the City $2,148,899 in fiscal year 2005.

The City holds title to the Health District's assets and the Health District's operations are reported in the General Fund of the City.

NOTE 13. POST-EMPLOYMENT HEALTH CARE BENEFITS

In addition to providing pension benefits, the City provides certain health care benefits for retired employees. Substantially all of the City's employees may become eligible for those benefits if they reach normal retirement age while working for the City. Retirees pay premiums ranging from $156.47 per month to $761.99 per month depending on the coverage elected. The City's adopted budget policy is that retirees must pay 50% of the cost of coverage. The cost of retiree health care benefits is recognized as an expense in the Internal Service Self-Insurance Fund as liabilities are incurred. Of 2,871 retirees eligible, there were 950 retirees covered under this plan at August 31, 2005. Dependent coverage was provided for 382 of the retirees. Total benefits paid to retirees during fiscal year 2005 were $6,824,632.

NOTE 14. PENSION PLANS

The employees of City of El Paso and EPWU participate in one of two single-employer defined benefit pension plans: the City Employees' Pension Fund (CEPF) and the Firemen and Policemen's Pension Funds (FPPF), which consists of separate divisions for firemen (FPPF-Firemen Division) and policemen (FPPF-Policemen Division). Separate boards of trustees administer these pension plans as described in Note 1. The CEPF was established in accordance with authority granted by Chapter 2.64 of the El Paso City Code and is reported as a blended component unit of the City. The FPPF was established in accordance with authority granted by Article 6243b of *Vernon's Annotated Texas Statutes* and is not a component unit of the City. Each pension plan issues stand-alone financial statements that may be obtained from the respective funds' administrative offices.

Firemen and Policemen's Pension Funds	8201 Lockheed Drive Suite 229 El Paso, TX 79925
City Employees' Pension Fund	City of El Paso Two Civic Center Plaza El Paso, TX 79901

A. Membership

Membership of each plan consisted of the following:

	August 31, 2005	December 31, 2004	
	CEPF	FPPF-Firemen Division	FPPF-Policemen Division
Retirees and beneficiaries receiving benefits	1,669	528	674
Terminated plan members entitled to but not yet receiving benefits	57	1	1
Active plan members	3,823	768	1,087
Total	5,549	1,297	1,762

B. City Employees' Pension Fund

1. Plan Description

The CEPF covers substantially all full-time employees of the City except for uniformed fire fighters and police officers who are covered under the FPPF. Non-employer contributions are limited to participating employees of the City. The designated purpose of the CEPF is to provide retirement, death and disability benefits to participants or their beneficiaries.

Membership is mandatory for classified employees (except permanent part-time employees). For non-classified employees, membership is mandatory after July 1997. Classified employees include all persons who are permanent, full-time employees and are not otherwise excluded from the CEPF.

Participants who leave the plan before completion of five years of service receive a refund of their contributions. Participants leaving the plan with more than five years of service receive their contributions plus interest at 5.5%, compounded annually, provided they are not eligible for normal retirement. Participants become vested after ten years of service. Normal retirement is the earlier of (i) fifty-five years of age with ten years of service or (ii) thirty years of service regardless of age. Participants who have both completed ten years of service and attained age forty may retire but defer receiving pension payments until they reach normal retirement age.

Alternatively, such vested participants may elect an early retirement that will provide an actuarially reduced pension benefit payment upon termination.

NOTE 14. PENSION PLANS (Continued)

B. City Employees' Pension Fund (Continued)

1. Plan Description (Continued)

Persons retiring and eligible to receive benefits receive monthly pension payments in the amount of 2.5% of average monthly gross earnings received by the employee during the three years immediately prior to retirement or 2.5% of the average monthly base salary and longevity pay received by the employee during the year immediately prior to retirement or 2.5% of the monthly base salary and longevity pay for the month immediately prior to retirement, whichever is greater, multiplied by the number of completed years of service, plus .2083 of 1% of such average for each additional completed or fractional part of a month of service. A reduced pension benefit is available to surviving spouses and dependents.

2. Basis of Accounting

The CEPF financial statements are prepared using the accrual basis of accounting. Employer and plan members' contributions are recognized in the period in which employees provide services to the entity. Benefits and refunds are recognized when paid in accordance with the terms of each plan.

3. Method Used to Value Investments

Investments are reported at fair value. The fair value of investments is determined by the latest bid price or by the closing exchange price at balance sheet dates (market value). The fair value of investments in bank collective investment funds is determined by the third party investment managers based on the market values of the underlying securities in the funds. Purchases and sales of securities are recorded on a trade-date basis. Interest income is recorded on the accrual basis. Dividends are recorded on the ex-dividend date.

4. Concentration of Investments

The following table presents the fair value of investments that represent 5% or more of the CEPF's net assets available for benefits at August 31, 2005. These investments are in bank collective investment funds that consist of diversified portfolios of investments.

	Shares	Fair Value
EB Stock Index Fund		
Mellon Capital Management Corporation	51,852	$ 70,736,735
EB MCM Intermediate Government Bond Index Fund		
Mellon Capital Management Corporation	207,238	41,747,919
FMTC International Growth Fund		
Fidelity Investments	1,973,852	43,799,762

5. Contributions

Contribution rates for the CEPF are based upon local statutes and are not actuarially determined. However, each time a new actuarial valuation is performed, contribution requirements are compared to the actuarially determined amount necessary to fund service costs and amortize the unfunded actuarial accrued liability (using entry-age-normal cost method) over thirty years. The City contributes 10.25% and employees contribute 6.75% of covered payroll.

NOTE 14. PENSION PLANS (Continued)

B. City Employees' Pension Fund (Continued)

6. Securities Lending

The CEPF entered into securities lending transactions during fiscal 2005 with brokers/dealers for which fees were paid to the CEPF. The CEPF Board may legally and contractually authorize the use of CEPF's securities for lending transactions. Parameters are set with CEPF's investment guidelines for securities lending transactions. These guidelines require that all securities lending occur with specified broker/dealers and securities be collateralized using U.S. Treasuries at 102% of the fair value of the securities. U.S. Treasuries used as collateral are marked to market on a daily basis to ensure that 102% collateralization of the fair value of investments is always maintained. The CEPF may not pledge or sell the collateral securities except on default of the borrower. Because of this, CEPF administration believes there is minimal credit risk associated with securities lending transactions. There is no loss indemnification provided to CEPF by the investment managers or broker/dealers. There is no cost associated with securities lending. As of August 31, 2005, securities loaned to others, at fair value, consisted of:

United States government securities	$ 49,009,485
Corporate bonds	872,558
Corporate stocks	13,733,748
Agency securities	11,157,857
Total	$ 74,773,648

7. Funding Progress, Employer Contributions, Net Pension Obligation and Actuarial Information

The latest actuarial valuation date was September 1, 2004.

Funding Progress:

Year	Annual Required Contribution (ARC)	Interest on NPO	Adjustment to ARC	Annual Pension Cost	Contributions Made	Increase (Decrease) in NPO	% Pension Cost Contributed
8/31/2005	12,707,913	(23,933)	15,887	12,699,867	12,707,913	(8,046)	100.06%
8/31/2004	12,987,074	(24,042)	25,403	12,988,435	12,987,074	1,361	99.99%
8/31/2003	12,588,093	(24,151)	25,519	12,589,461	12,588,093	1,368	99.99%

Employer Contributions and Net Pension Obligation (NPO):

Actuarial valuation date	Actuarial value of assets	Actuarial accrued liability (AAL) entry age	Unfunded AAL (UAAL)	Funded ratio	Covered payroll	UAAL as a percentage of covered payroll
		(dollars expressed in thousands)				
9/1/2004	$ 429,153	512,168	83,014	83.8%	$ 121,111	68.5%
9/1/2002	406,923	455,860	48,937	89.3%	113,682	43.0%
9/1/2000	366,692	390,296	23,604	94.0%	98,112	24.1%

Acturial Information:

Actuarial valuation date	September 1, 2004
Actuarial Cost Method	Entry age
Method Used to Value Assets	Five-year smoothed market
Assumed Inflation Rate	4.25%
Assumed Investment Return	8.00%
Assumed Projected Salary Increases	4.75% - 10.25%
Assumed Postretirement Benefit Increases	None
Amortization Method	Level percent open
Remaining Amortization Period	32 years
Factors that significantly affect the identification of trends in the amounts reported in required schedules:	Change Overtime Assumption to 1%.

NOTE 14. PENSION PLANS (Continued)

C. Firemen and Policemen's Pension Fund

1. Plan Description

The designated purpose of the FPPF is to provide retirement, death and disability benefits to participants or their beneficiaries.

The FPPF is a defined benefit pension plan covering uniformed firefighters and police officers employed by the City of El Paso. Non-employer contributions are limited to participating employees. The City of El Paso is the only participating employer. The City's contributions to the FPPF are limited to 18% of compensation as provided by the City Charter.

The FPPF - Firemen Division is a defined benefit, contributory retirement plan covering uniformed employees of the Fire Department. Participants are required to contribute 15.28% of their compensation to the FPPF.

The FPPF - Policemen Division is a defined benefit, contributory retirement plan covering uniformed employees of the Police Department. Participants are required to contribute 11.89% of their compensation to the FPPF.

Under both divisions, membership is mandatory and effective upon commencement of the probationary period. Participant contributions are not refunded if a participant terminates with less than five years of service and all benefits under the FPPF are terminated. Participant contributions (without interest) are refunded upon request if a participant terminates with five or more years of service but less than twenty years of service. All benefits under the FPPF are terminated if contributions are refunded.

A provision was added to allow active members who are fifty years old and have twenty and one-half years of service to elect the Back Deferred Retirement Option Program (Back DROP) for a minimum of six months and for not more than 36 months.

Upon completion of ten or more years of service, a participant may terminate his service for reasons other than disability or death and receive a pension commencing at age fifty or immediately upon date of termination of service if at least fifty years of age at the time of termination. The pension benefit is equal to 2.75% times final compensation, times the number of years of service, not to exceed 28 years. Normal retirement occurs when employees reach age forty-five and have twenty years of service. Retirement benefits are computed based upon 2.75% of the participant's final compensation times the number of years of service, not to exceed 77% of a participant's final compensation multiplied by the applicable actuarial reduction factor (early retirement). A reduced pension benefit is permitted with twenty years of service and before age forty-five. The pension benefit is equal to 2.75% times final compensation times the number of years of service, not to exceed twenty-eight, multiplied by the appropriate actuarial reduction factor.

Final compensation is based upon the participant's highest wages in any calendar month within the 12 months preceding retirement excluding overtime pay. Except for disability pensions, a participant's final rank must have been held for at least six months in order to use the monthly pay at the higher rank. A surviving spouse receives 100% of the retiree's pension subject to certain provisions. A participant may receive disability benefits resulting from a total and permanent disability from an injury in the line of duty or any injury not due to the member's own fault. The disability benefit is equal to 2.75% of final compensation times the number of years of service, not to exceed twenty-eight years, with a minimum benefit of 50% of final compensation. Cost-of-living adjustments are granted to individuals retiring after March 23, 1980, subject to applicable waiting periods, except for deferred retirees.

2. Basis of Accounting

The FPPF is maintained under the provisions of Article 6243b of *Vernon's Annotated Texas Statutes.* All current FPPF provisions are set forth in a resolution entitled "City of El Paso, Texas Firemen and Policemen's Pension Fund" effective October 16, 1996 and amended July 17, 2002, as well as state statute. Benefit provisions, contribution obligations and funding policy of the FPPF are established and amended in accordance with authority granted by Article 6243b of *Vernon's Annotated Texas Statutes.* The costs of administering the FPPF are paid out of the Fund's assets.

The FPPF financial statements are prepared using the accrual basis of accounting. Employer and participant contributions are recognized in the period in which employees provide services to the entity. Benefits and refunds are recognized when paid in accordance with the terms of each plan

NOTE 14. PENSION PLANS (Continued)

C. Firemen and Policemen's Pension Fund (Continued)

3. Method Used to Value Investments

Investments are reported at fair value. The fair value of investments is determined by the latest bid price or by the closing exchange price at balance sheet dates (market value). Purchases and sales of securities are recorded on trade-date basis. Interest income is recorded on the accrual basis. Dividends are recorded on the ex-dividend date.

4. Contributions Required and Contributions Made

Funding policies provide for periodic employer and participant contributions as established by the City Charter, the Board of Trustees and a vote of active participants in accordance with Article 6243b of *Vernon's Annotated Texas Statutes*. Actuarial valuations are prepared biennially for the FPPF. The FPPF's actuary has indicated that, under the current contribution rate, the FPPF will never accumulate sufficient assets to cover the Unfunded Actuarial Accrued Liability (UAAL). Based upon the results of the actuarial evaluations, if present contribution requirements are insufficient to accumulate sufficient assets to amortize the unfunded actuarial accrued liability, the FPPF's Board of Trustees, after approval by secret ballot of the rank and file policemen or firemen, could increase participant contributions or decrease participant benefits to maintain the actuarial integrity of the system. The City's contribution is determined by a formula set forth in the City Charter.

5. Securities Lending

The FPPF entered into securities lending transactions with its custodian bank, Mellon Bank, N.A. (the Lending Agent), under which FPPF owned investments are loaned to one or more borrowers for a fee. The Lending Agent is responsible for collecting all required collateral in the form of U.S. dollar cash, securities issued or guaranteed by the United States Government or its agencies or instrumentalities, or irrevocable letters of credit issued by banks independent of the borrowers.

Concurrent with the delivery of the FPPF's securities to a borrower, the Lending Agent obtains from the borrower collateral in an amount equal, as of such date, to the required percentage, of the market value of any security loaned, including accrued interest. The required percentage is 102% with respect to U.S. securities and 105% with respect to foreign securities except in the case of loans of foreign securities which are denominated and payable in U.S. dollars, in which event the required percentage is 102%.

At December 31, 2004, $7,340,000 of FPPF owned investments were loaned to others.

NOTE 14. PENSION PLANS (Continued)

D. Firemen and Policemen's Pension Fund (Continued)

6. Funding Progress, Employer Contributions, Net Pension Obligation and Actuarial Information

The latest actuarial valuation date was January 1, 2004:

Funding Progress:

Year	Annual Required Contribution (ARC)	Interest on NPO	Adjustment to ARC	Annual Pension Cost	Contributions Made	Increase (Decrease) in NPO	NPO	% Pension Cost Contributed
Firemen Division								
12/31/2004	13,019,605	2,159,133	(1,332,798)	13,845,940	7,133,709	6,712,231	33,701,395	51.52%
12/31/2003	5,491,478	967,208	(597,042)	5,861,644	3,052,691	2,808,953	26,989,164	52.08%
6/30/2003	10,353,117	1,547,226	(955,078)	10,945,265	6,105,382	4,839,883	24,180,211	55.78%
Policemen Division								
12/31/2004	17,422,817	1,609,348	(993,425)	18,038,740	10,655,294	7,383,446	27,502,296	59.07%
12/31/2003	7,564,377	698,812	(430,131)	7,833,058	5,134,518	2,698,540	20,118,850	65.55%
6/30/2003	14,355,577	1,035,012	(638,896)	14,751,693	10,269,035	4,482,658	17,420,310	69.61%

Employer Contributions and Net Pension Obligation (NPO):

	Actuarial valuation date	Actuarial value of assets	Actuarial accrued liability (AAL) entry age	Unfunded AAL (UAAL)	Funded ratio	Covered payroll	UAAL as a percentage of covered payroll
			(dollars expressed in thousands)				
Firemen Division	1/1/2004	194,959	330,727	135,768	58.9%	31,486	431.2%
	7/1/2002	189,078	297,165	108,087	63.6%	27,775	389.1%
	7/1/2000	172,620	240,106	67,486	71.9%	25,641	263.2%
Policemen Division							
	1/1/2004	350,347	472,812	122,465	74.1%	49,935	245.2%
	7/1/2002	332,873	426,306	93,433	78.1%	46,881	199.3%
	7/1/2000	294,596	338,009	43,413	87.2%	42,913	101.2%

Actuarial Information:

Actuarial valuation date	January 1, 2004
Actuarial Cost Method	Entry age
Method Used to Value Assets	Five-year smoothed market
Assumed Inflation Rate	4.00%
Assumed Investment Return	8.00%
Assumed Projected Salary Increases	5.50% - 10.00%
Assumed Postretirement Benefit Increases	3.00%
Amortization Method	Level percent open
Remaining Amortization Period	40 years
Factors that significantly affect the identification of trends in the amounts reported in required schedules:	Mortality rates for healthy members were changed from the 1983 Group Annuity Mortality Table (1983 GAM) to the 1994 GAM. Retirement rates after age 49 were decreased by 10%. Projected salary increase rates were increased by .5%.

NOTE 15. FUND DEFICITS

The following funds of the City had deficit net assets as follows:

	Supply and Support Funds	Self Insurance Funds	Solid Waste Management
Net asset deficit	$ (504,260)	(19,818,167)	(15,624,729)

NOTE 16. EXCESS OF EXPENDITURES OVER APPROPRIATIONS

A summary, by department, of expenditures exceeding appropriations at the legal level of budgetary control is as follows:

General Fund	
Department:	
General government:	
Mayor and Council	$ (71,322)
Municipal Clerk	(1,615)
Purchasing	(39)
Information Technology	(166,070)
City Attorney	(9)
Office of Management and Budget	(369)
Planning	(7)
Tax Office	(237)
Public safety:	
Police Department	(36,155)
Fire Department	(413,303)
Municipal Court	(116,177)
Public works:	
Administration	(122,139)
Engineering	(12,636)
Building Services	(2,411)
Streets	(410)
City-County Health	(67,683)
Parks Department	(77,998)
Culture and recreation:	
Foreign Trade Zone	(11)
Community and human development	(832)
Nondepartmental:	
Operating contingency, salary reserve and transfers to other funds	(1,331,582)

Expenditures exceeding appropriations were funded through revenue sources in excess of the budget or unexpended appropriations within the same department or function. Fund balance was not utilized.

NOTE 17. SUBSEQUENT EVENTS

Commercial Paper Issuances

On January 4, 2006, the City issued $10,000,000 of new commercial paper debt. This debt is scheduled to be renewed on March 3, 2006. The annual percentage interest rate upon issuance was 3.08%.

On February 3, 2006, the City issued $10,000,000 of new commercial paper debt. This debt is scheduled to be renewed on April 4, 2006. The annual percentage interest rate upon issuance was 3.07%.

Settlement on Combination Tax and Revenue Certificates of Obligation

On September 20, 2005, the City received $17,711,613 from the issuance of Combination Tax and Revenue Obligations on August 23, 2005.

REQUIRED SUPPLEMENTARY INFORMATION OTHER THAN MD&A

CITY OF EL PASO, TEXAS

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

GENERAL FUND

For the year ended August 31, 2005

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Resources (inflows):				
Property taxes	$ 106,084,077	106,084,077	107,692,879	1,608,802
Penalties and Interest-Delinquent taxes	1,550,000	1,550,000	1,284,095	(265,905)
Sales taxes	54,274,720	54,274,720	54,685,006	410,286
Franchise fees	31,304,795	31,304,795	32,867,495	1,562,700
Licenses and permits	9,121,751	9,121,751	10,119,783	998,032
Fines and forfeits	14,989,345	14,989,345	14,271,535	(717,810)
Charges for services	14,539,438	14,539,438	13,111,692	(1,427,746)
Intergovernmental revenues	878,576	878,576	2,148,899	1,270,323
Rents and other	1,004,000	1,004,000	1,775,961	771,961
Interest	500,000	500,000	1,201,414	701,414
Transfers from other funds	21,446,803	21,446,803	20,939,913	(506,890)
Amounts available for appropriation from current year resources	255,693,505	255,693,505	260,098,672	4,405,167
Charges to appropriations (outflows):				
General government:				
Mayor and Council	1,271,144	1,080,715	1,098,235	(17,520)
City Manager	576,238	597,907	583,745	14,162
Municipal Clerk	941,461	895,101	697,389	197,712
Financial Services	2,007,724	1,853,547	1,774,774	78,773
Information Technology	7,116,485	7,090,831	6,406,314	684,517
City Attorney	3,990,262	5,085,353	5,145,570	(60,217)
Office of Management and Budget	968,787	926,045	908,281	17,764
Planning	1,566,783	1,505,641	1,486,911	18,730
Personnel	1,833,181	1,799,734	1,780,632	19,102
Purchasing	1,215,293	1,181,250	1,158,211	23,039
Tax Office	7,079,770	7,061,192	6,735,885	325,307
Public safety:				
Police Department	97,043,649	94,247,609	93,665,175	582,434
Fire Department	60,524,447	62,456,101	62,580,737	(124,636)
Municipal Court	3,590,936	3,605,027	3,517,903	87,124
Public works:				
Administration	13,292,418	13,045,749	12,665,861	379,888
Engineering	4,573,951	3,987,710	3,863,223	124,487
Building Services	5,340,136	5,138,504	5,020,709	117,795
Streets	15,108,505	14,482,422	14,215,466	266,956
City-County Health	8,081,276	9,430,088	9,325,462	104,626
Parks department	12,682,475	12,357,909	12,146,898	211,011
Library	5,881,211	5,455,840	5,369,736	86,104
Culture and recreation:				
Art Museum	1,106,847	1,070,096	1,066,195	3,901
Arts Resources	391,847	448,445	430,801	17,644
History Museum	211,752	199,769	191,275	8,494
Wilderness Park Museum	177,220	175,323	173,165	2,158
Zoo	2,656,071	2,451,132	2,451,132	
Economic development	1,321,482	1,215,559	817,171	398,388
Community and human development	335,951	311,097	306,381	4,716
Nondepartmental:				
Operating contingency	1,686,871	1,502,016	1,655,746	(153,730)
Salary reserve	1,800,000	4,004,805		4,004,805
Non Departmental	115,015	115,090	115,257	(167)
Transfers to other funds	219,000	1,563,896	2,755,699	(1,191,803)
Total charges to appropriations	264,708,188	266,341,503	260,109,939	6,231,564
Increase (Decrease) in fund balance	(9,014,683)	(10,647,998)	(11,267)	10,636,731
Budgetary fund balance, September 1	9,014,683	10,647,998	36,348,966	25,700,968
Budgetary fund balance, August 31	$ -	-	36,337,699	36,337,699

The General Fund budget is prepared on a basis in conformity with U.S. generally accepted accounting principles (GAAP) as applied to governmental units.

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES

GENERAL FUND

CITY OF EL PASO, TEXAS

General Fund

Schedule of Expenditures - Budget and Actual

Legal Level of Budgetary Control

For the year ended August 31, 2005

Object	Adopted Budget	Adjusted Budget	Actuals	Under (Over) Budget
Salaries and Wages	$ 61,263	69,130	69,130	
Employee Benefits	10,412	10,412	10,558	(146)
Other Operating Expenditures	35,229	(10,489)	12,731	(23,220)
Transfers Out	-	49,918	26,664	23,254
COUNCIL DISTRICT 01	106,904	118,971	119,083	(112)
Salaries and Wages	52,924	53,626	53,626	
Employee Benefits	8,703	8,703	5,295	3,408
Other Operating Expenditures	43,083	7,754	14,859	(7,105)
Transfers Out	-	39,418	31,983	7,435
COUNCIL DISTRICT 02	104,710	109,501	105,763	3,738
Salaries and Wages	75,901	62,009	62,009	
Employee Benefits	8,852	8,852	8,836	16
Contractual Services	-	11,000	2,934	8,066
Other Operating Expenditures	14,476	12,663	12,719	(56)
Transfers Out	-	1,813	1,852	(39)
COUNCIL DISTRICT 03	99,229	96,337	88,350	7,987
Salaries and Wages	89,246	79,717	79,717	
Employee Benefits	8,939	8,939	9,200	(261)
Other Operating Expenditures	14,476	5,452	9,417	(3,965)
Transfers Out	-	10,387	6,032	4,355
COUNCIL DISTRICT 04	112,661	104,495	104,366	129
Salaries and Wages	48,469	59,208	59,208	
Employee Benefits	11,310	11,310	7,902	3,408
Other Operating Expenditures	35,229	22,412	21,976	436
Transfers Out	-	27,522	27,957	(435)
COUNCIL DISTRICT 05	95,008	120,452	117,043	3,409
Salaries and Wages	92,142	95,337	95,337	
Employee Benefits	12,193	12,193	12,339	(146)
Other Operating Expenditures	14,476	6,698	14,095	(7,397)
Transfers Out	-	9,385	3,168	6,217
COUNCIL DISTRICT 06	118,811	123,613	124,939	(1,326)
Salaries and Wages	82,160	65,441	65,441	
Employee Benefits	14,755	14,755	14,901	(146)
Other Operating Expenditures	14,476	(5,919)	13,819	(19,738)
Transfers Out	-	20,395	598	19,797
COUNCIL DISTRICT 07	111,391	94,672	94,759	(87)
Salaries and Wages	88,590	88,375	88,375	
Employee Benefits	14,773	14,773	14,919	(146)
Other Operating Expenditures	14,476	(3)	8,519	(8,522)
Transfers Out	-	14,295	5,957	8,338
COUNCIL DISTRICT 08	$ 117,839	117,440	117,770	(330)

(Continued)

CITY OF EL PASO, TEXAS

General Fund

Schedule of Expenditures - Budget and Actual

Legal Level of Budgetary Control

For the year ended August 31, 2005

Object	Adopted Budget	Adjusted Budget	Actuals	Under (Over) Budget
Salaries and Wages	$ 269,648	234,939	234,939	
Employee Benefits	25,417	25,417	25,389	28
Contractual Services	5,000	7,707	7,707	
Professional Services	5,500	5,500		5,500
Outside Contracts	11,800	4,593	4,032	561
Interfund Services	11,300	12,700	8,529	4,171
Operating Leases	3,600	3,600	3,197	403
Fuel and Lubricants	1,176	1,176	754	422
Supplies and Materials	22,050	32,250	15,412	16,838
Communications	10,300	12,300	10,481	1,819
Travel	29,000	23,800	16,392	7,408
Other Operating Expenditures	9,800	7,900	7,056	844
OFFICE OF THE MAYOR	404,591	371,882	333,888	37,994
Salaries and Wages	269,841	335,388	335,388	
Employee Benefits	34,609	36,077	35,366	711
Professional Services	-	22,263	22,263	
Outside Contracts	31,000	12,737	12,093	644
Interfund Services	3,500	9,500	6,604	2,896
Operating Leases	2,500	2,500	1,200	1,300
Supplies and Materials	8,200	13,875	12,473	1,402
Communications	2,000	8,000	6,986	1,014
Travel	16,500	13,400	12,667	733
Other Operating Expenditures	27,600	19,025	14,600	4,425
CITY MANAGER	395,750	472,765	459,640	13,125
Salaries and Wages	164,070	102,209	102,209	
Employee Benefits	10,868	10,868	10,868	
Outside Contracts	400	400	241	159
Interfund Services	450	300	4	296
Supplies and Materials	2,200	5,750	5,184	566
Travel	1,500	700	700	
Other Operating Expenditures	1,000	1,400	1,384	16
INTERNAL AUDIT	180,488	121,627	120,590	1,037
Salaries and Wages	334,601	288,241	288,241	
Employee Benefits	25,109	25,109	25,109	
Outside Contracts	542,876	542,876	362,214	180,662
Interfund Services	4,100	4,773	3,583	1,190
Operating Leases	18,000	17,327	7,665	9,662
Supplies and Materials	9,275	9,275	6,968	2,307
Travel	800	800		800
Other Operating Expenditures	6,700	6,700	3,609	3,091
MUNICIPAL CLERK-CITY CLERK	$ 941,461	895,101	697,389	197,712

(Continued)

CITY OF EL PASO, TEXAS

General Fund

Schedule of Expenditures - Budget and Actual

Legal Level of Budgetary Control

For the year ended August 31, 2005

Object	Adopted Budget	Adjusted Budget	Actuals	Under (Over) Budget
Salaries and Wages	$ 807,824	734,769	734,769	
Employee Benefits	62,260	62,260	62,260	
Contractual Services	8,000	-		
Professional Services	94,000	94,000	94,000	
Outside Contracts	12,500	14,500	14,051	449
Interfund Services	27,900	26,690	23,731	2,959
Operating Leases	5,500	4,710	2,544	2,166
Supplies and Materials	25,000	36,145	35,270	875
Communications	500	500	181	319
Travel	7,800	3,803	3,375	428
Other Operating Expenditures	5,000	5,952	2,977	2,975
Capital Expenditures	-	42,000	23,469	18,531
COMPTROLLER ACCOUNTING	1,056,284	1,025,329	996,627	28,702
Salaries and Wages	61,982	65,526	65,526	
Employee Benefits	5,178	5,178	5,178	
Professional Services	124,000	124,000	124,000	
Supplies and Materials	1,550	1,550	1,310	240
Travel	1,300	1,300		1,300
Other Operating Expenditures	240	240		240
COMPTROLLER GRANT ACCOUNTING	194,250	197,794	196,014	1,780
Salaries and Wages	197,844	158,932	158,932	
Employee Benefits	12,751	12,751	12,751	
COMPTROLLER TREASURY MGMT	210,595	171,683	171,683	
Salaries and Wages	244,355	129,232	129,232	
Employee Benefits	10,301	8,923	8,923	
Outside Contracts	1,850	41,850	10,500	31,350
Interfund Services	900	900	111	789
Supplies and Materials	3,950	3,950	2,741	1,209
Communications	330	330	53	277
Travel	3,000	3,000	265	2,735
GRANTS ADMINISTRATION	264,686	188,185	151,825	36,360
Salaries and Wages	222,276	210,923	210,923	
Employee Benefits	11,333	11,333	12,948	(1,615)
Outside Contracts	39,100	39,100	29,025	10,075
Interfund Services	100	100	1	99
Supplies and Materials	2,500	2,500	1,579	921
Communications	1,600	1,600	92	1,508
Travel	5,000	5,000	4,057	943
FINANCIAL & ADMIN SERVICES DEPT	281,909	270,556	258,625	11,931
Salaries and Wages	210,499	215,614	215,614	
Employee Benefits	13,809	13,809	13,809	
Interfund Services	700	700	582	118
Operating Leases	1,100	1,100	500	600
Supplies and Materials	1,500	2,500	2,539	(39)
Travel	4,000	4,000	80	3,920
Other Operating Expenditures	2,400	1,400	120	1,280
INFORMATION TECHNOLOGY ADMIN	$ 234,008	239,123	233,244	5,879

(Continued)

CITY OF EL PASO, TEXAS

General Fund

Schedule of Expenditures - Budget and Actual

Legal Level of Budgetary Control

For the year ended August 31, 2005

Object	Adopted Budget	Adjusted Budget	Actuals	Under (Over) Budget
Salaries and Wages	$ 220,290	226,211	226,211	
Employee Benefits	8,567	8,567	8,567	
Professional Services	7,500	5,000	5,000	
Outside Contracts	86,500	79,000	74,678	4,322
Interfund Services	2,500	2,500	491	2,009
Supplies and Materials	5,000	7,500	7,455	45
Communications	250	250	27	223
Travel	2,000	9,500	5,486	4,014
Other Operating Expenditures	3,000	3,000	(795)	3,795
GEOGRAPHIC INFORMATION SYSTEMS	335,607	341,528	327,120	14,408
Salaries and Wages	1,339,899	1,288,205	1,288,205	
Employee Benefits	89,301	89,301	89,301	
Professional Services	81,000	81,000	80,012	988
Outside Contracts	1,195,682	1,110,042	942,222	167,820
Interfund Services	8,280	19,081	16,056	3,025
Operating Leases	700,100	700,100	692,707	7,393
Fuel and Lubricants	1,200	1,439	1,439	
Supplies and Materials	31,000	34,500	29,138	5,362
Communications	6,500	7,600	7,283	317
Travel	4,000	4,000	3,453	547
Other Operating Expenditures	8,000	8,000	4,995	3,005
Capital Expenditures	-	70,000	37,859	32,141
INFORMATION SERVICES	3,464,962	3,413,268	3,192,670	220,598
Salaries and Wages	381,114	396,118	396,118	
Employee Benefits	20,358	20,358	20,358	
Outside Contracts	1,162,936	1,217,336	1,015,549	201,787
Interfund Services	2,500	2,500	2,092	408
Operating Leases	27,750	27,002	21,979	5,023
Fuel and Lubricants	2,100	2,900	2,578	322
Supplies and Materials	10,600	10,400	8,314	2,086
Maintenance and Repairs	2,000	2,000		2,000
Communications	1,470,050	1,415,050	1,183,824	231,226
Travel	2,000	2,000	1,640	360
Other Operating Expenditures	500	1,248	828	420
PUBLIC SAFETY TECHNOLOGY	3,081,908	3,096,912	2,653,280	443,632
Salaries and Wages	341,596	288,480	288,480	
Employee Benefits	26,033	26,033	27,050	(1,017)
Contractual Services	2,750	37,750	37,805	(55)
ATTORNEYS AND PARALEGALS	370,379	352,263	353,335	(1,072)
Salaries and Wages	929,379	1,181,875	1,181,875	
Employee Benefits	41,949	41,949	41,949	
LEGAL SECRETARIAL STAFF	$ 971,328	1,223,824	1,223,824	

(Continued)

CITY OF EL PASO, TEXAS

General Fund

Schedule of Expenditures - Budget and Actual

Legal Level of Budgetary Control

For the year ended August 31, 2005

Object	Adopted Budget	Adjusted Budget	Actuals	Under (Over) Budget
Salaries and Wages	$ -	(62,865)	(62,865)	
Professional Services	-	75,000	15,426	59,574
Outside Contracts	8,500	28,500	13,992	14,508
Interfund Services	9,650	9,650	14,360	(4,710)
Operating Leases	7,000	7,000	6,294	706
Supplies and Materials	20,100	25,100	18,733	6,367
Communications	1,200	1,200	89	1,111
Travel	6,200	6,200	4,833	1,367
Other Operating Expenditures	14,800	14,800	12,321	2,479
Other Non-Operating Expenditures	-	-	(2,000)	2,000
Transfers Out	219,000	119,000	119,000	
LEGAL SUPPORT STAFF	286,450	223,585	140,183	83,402
Salaries and Wages	1,175,611	766,522	766,522	
Employee Benefits	56,494	56,494	56,494	
Professional Services	-	161,577	161,577	
Other Non-Operating Expenditures	-	9,423	8,670	753
LEGAL OPERATING EXPENSE	1,232,105	994,016	993,263	753
Salaries and Wages	-	(28,335)	(28,335)	
Contractual Services	-	-	52	(52)
Professional Services	111,000	111,000	173,198	(62,198)
Interfund Services	4,500	4,500	4	4,496
Operating Leases	5,000	5,000	3,711	1,289
Supplies and Materials	1,100	1,100	1,735	(635)
Travel	6,000	6,000	5,584	416
Other Operating Expenditures	7,700	7,700	2,002	5,698
Other Non-Operating Expenditures	750,000	950,000	944,911	5,089
TRIAL OPERATING EXP & DAMAGE	885,300	1,056,965	1,102,862	(45,897)
Professional Services	463,700	1,345,300	1,440,549	(95,249)
Other Operating Expenditures	-	8,400	10,554	(2,154)
OUTSIDE COUNSEL SERVICES	463,700	1,353,700	1,451,103	(97,403)
Salaries and Wages	784,009	741,267	741,267	
Employee Benefits	69,028	69,028	69,028	
Outside Contracts	65,600	63,600	60,497	3,103
Interfund Services	19,200	19,200	11,396	7,804
Operating Leases	8,500	8,500	5,582	2,918
Fuel and Lubricants	3,600	5,600	5,182	418
Supplies and Materials	10,550	10,550	9,613	937
Communications	1,000	1,000	294	706
Travel	3,500	3,500	3,509	(9)
Other Operating Expenditures	3,800	3,800	1,913	1,887
OFFICE OF MGMT & BUDGET	$ 968,787	926,045	908,281	17,764

(Continued)

CITY OF EL PASO, TEXAS

General Fund

Schedule of Expenditures - Budget and Actual

Legal Level of Budgetary Control

For the year ended August 31, 2005

Object	Adopted Budget	Adjusted Budget	Actuals	Under (Over) Budget
Salaries and Wages	$ 190,491	208,817	208,817	
Employee Benefits	11,134	11,134	11,134	
Professional Services	-	(369)		(369)
Outside Contracts	7,800	4,900	4,687	213
Interfund Services	27,500	26,356	26,319	37
Operating Leases	8,250	8,250	4,772	3,478
Supplies and Materials	2,025	5,038	4,545	493
Communications	775	1,475	1,104	371
Travel	3,100	5,200	5,127	73
Other Operating Expenditures	2,460	1,960	1,422	538
PLANNING ADMINISTRATION	253,535	272,761	267,927	4,834
Salaries and Wages	571,104	509,016	509,016	
Employee Benefits	44,798	44,798	44,798	
Contractual Services	-	1,071	1,052	19
Professional Services	5,000	5,000	2,200	2,800
Outside Contracts	11,000	15,966	6,316	9,650
Supplies and Materials	5,125	11,259	10,703	556
LAND DEVELOPMENT	637,027	587,110	574,085	13,025
Salaries and Wages	393,051	331,264	331,264	
Employee Benefits	22,801	22,801	22,801	
Supplies and Materials	3,275	3,275	2,839	436
PLANNING-LONG RANGE	419,127	357,340	356,904	436
Salaries and Wages	232,988	264,324	264,324	
Employee Benefits	19,381	19,381	19,381	
Supplies and Materials	4,725	4,325	4,290	35
Travel	-	400		400
PLANNING DATA MANAGEMENT SUPPOR	257,094	288,430	287,995	435
Salaries and Wages	413,474	412,451	412,451	
Employee Benefits	28,229	28,229	28,229	
Contractual Services	-	3,500	3,500	
Outside Contracts	32,300	32,300	31,924	376
Interfund Services	12,500	9,000	9,007	(7)
Supplies and Materials	1,600	1,600	1,546	54
Communications	700	2,700	1,627	1,073
Travel	100	100	41	59
Other Operating Expenditures	3,850	3,850	3,834	16
HUMAN RESOURCES ADMIN	492,753	493,730	492,159	1,571
Salaries and Wages	76,763	65,044	65,044	
Employee Benefits	2,008	2,008	2,008	
Supplies and Materials	1,000	1,000	858	142
Other Operating Expenditures	100	100	59	41
CLASSIFICATION & COMPENSATION	$ 79,871	68,152	67,969	183

(Continued)

CITY OF EL PASO, TEXAS

General Fund

Schedule of Expenditures - Budget and Actual

Legal Level of Budgetary Control

For the year ended August 31, 2005

Object	Adopted Budget	Adjusted Budget	Actuals	Under (Over) Budget
Salaries and Wages	$ 306,861	305,947	305,947	
Employee Benefits	23,279	23,279	23,279	
Professional Services	43,000	32,000	31,591	409
Outside Contracts	9,300	15,300	11,015	4,285
Interfund Services	6,400	6,400	4,585	1,815
Operating Leases	12,500	12,500	12,475	25
Supplies and Materials	6,350	6,350	6,102	248
Other Operating Expenditures	3,300	6,300	6,287	13
RECRUITMENT & EXAMINATIONS	410,990	408,076	401,281	6,795
Salaries and Wages	222,771	222,906	222,906	
Employee Benefits	14,416	14,416	14,416	
Outside Contracts	500	500	500	
Interfund Services	2,500	2,500	1,901	599
Supplies and Materials	2,050	2,050	1,380	670
Travel	100	100		100
Other Operating Expenditures	129,000	129,000	128,069	931
ORGANIZATIONAL DEVELOPMENT	371,337	371,472	369,172	2,300
Salaries and Wages	209,596	205,789	205,789	
Employee Benefits	18,593	18,593	18,593	
Contractual Services	-	1,713	1,713	
Outside Contracts	-	21,000	14,450	6,550
Interfund Services	4,000	2,287	1,610	677
Supplies and Materials	4,000	4,000	3,192	808
HRIS AND CERTIFICATION	236,189	253,382	245,347	8,035
Salaries and Wages	222,643	185,524	185,524	
Employee Benefits	17,698	17,698	17,698	
Outside Contracts	500	500	374	126
Supplies and Materials	1,200	1,200	1,108	92
PAYROLL AND RECORDS	242,041	204,922	204,704	218
Salaries and Wages	638,436	623,083	623,083	
Employee Benefits	50,981	50,981	50,981	
Outside Contracts	8,600	6,600	153	6,447
Interfund Services	8,300	8,300	7,119	1,181
Operating Leases	5,800	7,800	7,423	377
Supplies and Materials	6,450	8,850	7,446	1,404
Communications	750	750	565	185
Travel	2,400	-		
Other Operating Expenditures	2,600	2,600	2,425	175
PURCHASING ADMINISTRATION	724,317	708,964	699,195	9,769
Salaries and Wages	122,962	112,748	112,748	
Employee Benefits	20,157	20,157	20,157	
Interfund Services	5,050	5,050	1,706	3,344
Operating Leases	550	550	411	139
Fuel and Lubricants	2,500	2,500	1,688	812
Supplies and Materials	3,795	3,795	3,519	276
Maintenance and Repairs	1,000	1,000	808	192
Communications	1,305	1,305	905	400
CAPITAL ASSETS MANAGEMENT	$ 157,319	147,105	141,942	5,163

(Continued)

CITY OF EL PASO, TEXAS

General Fund

Schedule of Expenditures - Budget and Actual

Legal Level of Budgetary Control

For the year ended August 31, 2005

Object	Adopted Budget	Adjusted Budget	Actuals	Under (Over) Budget
Salaries and Wages	$ 291,235	262,759	262,759	
Employee Benefits	30,097	30,097	30,097	
Interfund Services	4,500	4,500	2,677	1,823
Operating Leases	3,000	3,000	2,546	454
Supplies and Materials	4,300	4,300	3,908	392
Communications	525	525	401	124
Capital Expenditures	-	20,000	14,686	5,314
CONSTRUCTION BIDDING	333,657	325,181	317,074	8,107
Salaries and Wages	831,511	812,933	812,933	
Employee Benefits	66,504	66,504	66,504	
Professional Services	2,335,075	2,317,660	2,059,033	258,627
Outside Contracts	3,721,400	3,729,220	3,670,932	58,288
Interfund Services	88,150	93,080	89,497	3,583
Operating Leases	830	830	780	50
Supplies and Materials	26,750	26,750	22,521	4,229
Travel	8,150	8,150	8,387	(237)
Other Operating Expenditures	1,400	1,400	1,303	97
Other Non-Operating Expenditures	-	65	64	1
Capital Expenditures	-	4,600	3,931	669
TAX OFFICE COLLECTIONS	7,079,770	7,061,192	6,735,885	325,307
Salaries and Wages	67,571,358	65,769,917	65,769,917	
Employee Benefits	7,848,798	7,861,834	7,861,834	
Professional Services	7,500	7,500	7,200	300
Outside Contracts	427,034	427,034	431,846	(4,812)
Interfund Services	3,000	3,000	2,883	117
Supplies and Materials	19,200	22,200	18,125	4,075
Maintenance and Repairs	300	300	300	
Other Operating Expenditures	218,000	215,000	189,405	25,595
Grant Match	1,114,840	1,114,840	676,550	438,290
Transfers Out	-	1,201,167	1,201,167	
CHIEF'S OFFICE	77,210,030	76,622,792	76,159,227	463,565
Salaries and Wages	26,804	19,493	19,493	
Employee Benefits	1,762	1,762	1,762	
Interfund Services	250	65	65	
Operating Leases	74,198	74,198	74,198	
Supplies and Materials	7,475	7,660	6,805	855
INTERNAL AFFAIRS	110,489	103,178	102,323	855
Salaries and Wages	739,741	731,298	731,298	
Employee Benefits	114,104	114,104	114,104	
Professional Services	68,000	67,000	61,288	5,712
Outside Contracts	2,500	1,800	561	1,239
Interfund Services	10,000	10,000	8,958	1,042
Supplies and Materials	273,200	274,900	260,603	14,297
TRAINING	$ 1,207,545	1,199,102	1,176,812	22,290

(Continued)

CITY OF EL PASO, TEXAS

General Fund

Schedule of Expenditures - Budget and Actual

Legal Level of Budgetary Control

For the year ended August 31, 2005

Object	Adopted Budget	Adjusted Budget	Actuals	Under (Over) Budget
Salaries and Wages	$ 182,391	212,730	212,730	
Employee Benefits	12,688	12,688	12,688	
Professional Services	-	2,891	2,891	
Outside Contracts	7,000	2,109	579	1,530
Interfund Services	200	200	178	22
Supplies and Materials	6,200	8,200	5,747	2,453
PLANNING AND RESEARCH	208,479	238,818	234,813	4,005
Outside Contracts	74,300	71,819	65,658	6,161
Interfund Services	1,850,000	1,564,000	1,578,273	(14,273)
Fuel and Lubricants	914,500	1,194,500	1,192,060	2,440
Supplies and Materials	250	250	161	89
Maintenance and Repairs	25,000	33,481	28,988	4,493
VEHICLE OPERATIONS	2,864,050	2,864,050	2,865,140	(1,090)
Salaries and Wages	4,493,416	3,791,348	3,791,348	
Employee Benefits	433,560	433,560	433,560	
Professional Services	1,000	1,000	840	160
Outside Contracts	10,450	250	203	47
Interfund Services	1,200	1,200	987	213
Supplies and Materials	69,100	79,300	71,415	7,885
Other Operating Expenditures	200	200	200	
COMMUNICATIONS	5,008,926	4,306,858	4,298,553	8,305
Salaries and Wages	1,647,577	1,645,507	1,645,507	
Employee Benefits	200,766	200,766	200,766	
Outside Contracts	19,937	14,937	12,833	2,104
Interfund Services	50,500	50,500	58,735	(8,235)
Supplies and Materials	29,650	34,650	24,182	10,468
Communications	6,000	6,000	5,933	67
RECORDS	1,954,430	1,952,360	1,947,956	4,404
Interfund Services	9,500	9,500	1,484	8,016
Supplies and Materials	493,325	493,325	473,725	19,600
POLICE SUPPLY	502,825	502,825	475,209	27,616
Salaries and Wages	490,787	450,694	450,694	
Employee Benefits	47,644	47,644	47,644	
Outside Contracts	161,865	154,265	152,693	1,572
Interfund Services	400	400	169	231
Operating Leases	85,000	95,500	94,925	575
Supplies and Materials	4,000	3,247	2,265	982
Communications	82,000	61,100	60,851	249
Other Operating Expenditures	2,607,322	2,630,275	2,630,186	89
FINANCIAL SERVICES	3,479,018	3,443,125	3,439,427	3,698
Salaries and Wages	90,655	207,824	207,824	
Employee Benefits	7,977	7,977	7,977	
Outside Contracts	79,603	79,603	76,316	3,287
Interfund Services	4,500	4,500	4,086	414
Operating Leases	27,730	27,730	25,917	1,813
Supplies and Materials	77,478	87,478	86,854	624
Other Operating Expenditures	200	200	195	5
SPECIAL SERVICES	$ 288,143	415,312	409,169	6,143

(Continued)

CITY OF EL PASO, TEXAS

General Fund

Schedule of Expenditures - Budget and Actual

Legal Level of Budgetary Control

For the year ended August 31, 2005

Object	Adopted Budget	Adjusted Budget	Actuals	Under (Over) Budget
Salaries and Wages	$ 533,769	446,156	446,156	
Employee Benefits	62,796	62,796	62,796	
Outside Contracts	100	100	93	7
Interfund Services	8,500	8,500	7,665	835
Supplies and Materials	33,588	33,588	31,816	1,772
CENTRAL REGIONAL COMMAND	638,753	551,140	548,526	2,614
Salaries and Wages	229,195	196,151	196,151	
Employee Benefits	22,537	22,537	22,537	
Outside Contracts	1,470	904	805	99
Interfund Services	4,000	4,000	3,979	21
Supplies and Materials	18,600	19,166	19,013	153
MISSION VALLEY REGIONAL COMMAND	275,802	242,758	242,485	273
Salaries and Wages	232,047	160,141	160,141	
Employee Benefits	23,810	23,810	23,810	
Outside Contracts	500	500	346	154
Interfund Services	4,500	4,100	4,075	25
Supplies and Materials	18,600	19,000	18,309	691
Other Operating Expenditures	200	200	190	10
NORTHEAST REGIONAL COMMAND	279,657	207,751	206,871	880
Salaries and Wages	229,332	234,741	234,741	
Employee Benefits	22,948	22,948	22,948	
Outside Contracts	2,950	2,426	1,908	518
Interfund Services	7,625	7,625	7,418	207
Supplies and Materials	35,271	35,795	34,907	888
Other Operating Expenditures	400	400	285	115
PEBBLE HILLS REGIONAL COMMAND	298,526	303,935	302,207	1,728
Salaries and Wages	170,370	171,280	171,280	
Employee Benefits	19,383	19,383	19,383	
Outside Contracts	-	250	250	
Interfund Services	3,500	3,666	3,665	1
Supplies and Materials	17,700	17,469	15,918	1,551
Other Operating Expenditures	300	115	110	5
WESTSIDE REGIONAL COMMAND	211,253	212,163	210,606	1,557
Salaries and Wages	856,844	124,093	124,093	
Employee Benefits	106,125	106,125	106,125	
Professional Services	10,800	10,200	10,128	72
Outside Contracts	28,500	46,483	43,404	3,079
Interfund Services	2,500	2,500	2,501	(1)
Operating Leases	73,000	11,766	6,000	5,766
Supplies and Materials	55,800	104,217	100,641	3,576
Other Operating Expenditures	39,600	25,034	25,034	
OPERATIONAL SUPPORT	$ 1,173,169	430,418	417,926	12,492

(Continued)

CITY OF EL PASO, TEXAS

General Fund

Schedule of Expenditures - Budget and Actual

Legal Level of Budgetary Control

For the year ended August 31, 2005

Object	Adopted Budget	Adjusted Budget	Actuals	Under (Over) Budget
Salaries and Wages	$ 600,236	558,623	558,623	
Employee Benefits	55,555	55,555	55,555	
Outside Contracts	15,300	18,040	26,729	(8,689)
Interfund Services	900	1,205	1,036	169
Operating Leases	105,480	102,740	75,865	26,875
Supplies and Materials	24,150	23,900	22,383	1,517
Travel	3,450	2,010	365	1,645
Other Operating Expenditures	100	1,485	1,485	
DIRECTED INVESTIGATIONS	805,171	763,558	742,041	21,517
Salaries and Wages	246,161	807,010	807,010	
Employee Benefits	27,322	27,722	27,722	
Professional Services	131,000	86,683	84,983	1,700
Outside Contracts	31,000	73,527	73,527	
Interfund Services	3,500	1,947	1,920	27
Operating Leases	42,210	42,210	42,210	
Supplies and Materials	44,690	45,693	45,693	
Other Operating Expenditures	1,500	3,841	3,986	(145)
CRIMINAL INVESTIGATIONS	527,383	1,088,633	1,087,051	1,582
Salaries and Wages	939,829	1,074,351	1,074,351	
Employee Benefits	73,201	73,201	73,201	
Contractual Services	16,000	-		
Professional Services	739,708	806,708	787,644	19,064
Outside Contracts	1,236,500	1,171,575	1,440,772	(269,197)
Interfund Services	31,000	31,819	31,130	689
Operating Leases	23,500	21,619	20,926	693
Supplies and Materials	28,750	51,250	44,554	6,696
Communications	21,000	16,881	6,057	10,824
Travel	40,000	36,081	33,810	2,271
Other Operating Expenditures	28,600	26,200	23,878	2,322
Grant Match	86,000	86,465	86,000	465
Capital Expenditures	-	2,460	2,460	
FIRE DEPARTMENT ADMINISTRATION	3,264,088	3,398,610	3,624,783	(226,173)
Salaries and Wages	1,299,260	1,164,910	1,164,910	
Employee Benefits	89,936	89,936	89,936	
Outside Contracts	17,800	-		
Operating Leases	12,500	12,500	12,442	58
Fuel and Lubricants	5,000	4,600	4,594	6
Supplies and Materials	54,745	72,945	71,298	1,647
FIRE FIGHTING TRAINING	1,479,241	1,344,891	1,343,180	1,711
Salaries and Wages	41,532,688	43,570,047	43,570,047	
Employee Benefits	4,262,575	4,262,575	4,262,575	
Outside Contracts	25,000	32,000	30,178	1,822
Operating Leases	525,000	475,000	474,973	27
Supplies and Materials	376,300	346,774	332,005	14,769
Travel	-	5,500	4,025	1,475
Other Operating Expenditures	53,604	41,964	40,565	1,399
Capital Expenditures	-	78,666	69,436	9,230
FD EMERGENCY OPERATIONS	$ 46,775,167	48,812,526	48,783,804	28,722

(Continued)

CITY OF EL PASO, TEXAS

General Fund

Schedule of Expenditures - Budget and Actual

Legal Level of Budgetary Control

For the year ended August 31, 2005

Object	Adopted Budget	Adjusted Budget	Actuals	Under (Over) Budget
Salaries and Wages	$ 210,838	217,287	217,287	
Employee Benefits	17,754	17,754	17,754	
Outside Contracts	7,200	1,000	918	82
Operating Leases	350	350	189	161
Supplies and Materials	27,378	29,078	24,818	4,260
Travel	-	4,500	11	4,489
Capital Expenditures	-	-	(823)	823
SPECIAL OPERATIONS	263,520	269,969	260,154	9,815
Salaries and Wages	2,436,506	2,381,037	2,381,037	
Employee Benefits	222,617	222,617	222,617	
Professional Services	5,000	5,000	4,993	7
Outside Contracts	6,000	14,400	14,392	8
Interfund Services	-	3,900	1,180	2,720
Supplies and Materials	21,050	12,750	12,132	618
Other Operating Expenditures	5,000	1,000	940	60
FIRE PREVENTION	2,696,173	2,640,704	2,637,291	3,413
Salaries and Wages	529,869	494,007	494,007	
Employee Benefits	44,192	44,192	44,192	
Outside Contracts	2,000	1,000	933	67
Supplies and Materials	18,000	19,000	15,937	3,063
Maintenance and Repairs	10,360	10,360	9,346	1,014
Communications	24,000	24,000	21,469	2,531
FIRE COMMUNICATIONS	628,421	592,559	585,884	6,675
Professional Services	-	90,000	90,000	
Outside Contracts	110,950	90,950	70,602	20,348
Supplies and Materials	904,500	844,500	746,108	98,392
Maintenance and Repairs	47,000	37,000	25,579	11,421
SCBA AND LOGISTIC	1,062,450	1,062,450	932,289	130,161
Salaries and Wages	442,918	437,611	437,611	
Employee Benefits	36,371	36,371	36,371	
Outside Contracts	209,350	209,350	166,484	42,866
Interfund Services	100,000	100,000	94,027	5,973
Fuel and Lubricants	456,000	456,000	600,106	(144,106)
Supplies and Materials	299,700	299,700	287,768	11,932
Maintenance and Repairs	12,500	12,500	9,176	3,324
Communications	3,000	3,000	2,959	41
Other Operating Expenditures	10,000	10,000	9,890	110
MAINTENANCE	1,569,839	1,564,532	1,644,392	(79,860)
Salaries and Wages	-	(41,911)	(41,911)	
AIRPORT FIREFIGHTERS	-	(41,911)	(41,911)	
Salaries and Wages	2,500,763	2,526,986	2,526,986	
Employee Benefits	284,785	284,785	283,885	900
FIRE SUPPORT PERSONNEL	$ 2,785,548	2,811,771	2,810,871	900

(Continued)

CITY OF EL PASO, TEXAS

General Fund

Schedule of Expenditures - Budget and Actual

Legal Level of Budgetary Control

For the year ended August 31, 2005

Object	Adopted Budget	Adjusted Budget	Actuals	Under (Over) Budget
Salaries and Wages	$ 2,096,000	2,164,632	2,164,632	
Employee Benefits	193,510	193,510	193,510	
Contractual Services	-	30,000	29,726	274
Professional Services	40,000	44,000	41,060	2,940
Outside Contracts	417,700	350,731	172,120	178,611
Interfund Services	160,000	191,201	187,529	3,672
Operating Leases	66,500	64,500	60,358	4,142
Fuel and Lubricants	400	400	148	252
Supplies and Materials	27,123	29,123	27,298	1,825
Communications	1,000	1,306	1,306	
Utilities	27,280	28,586	26,423	2,163
Travel	2,000	2,000	728	1,272
Other Operating Expenditures	5,075	5,075	1,603	3,472
Other Non-Operating Expenditures	-	157	156	1
MUNICIPAL CLERK ADMIN	3,036,588	3,105,221	2,906,597	198,624
Other Non-Operating Expenditures	-	-	116,177	(116,177)
MUNICIPAL CLERK TRAFFIC VIOLATIONS	-	-	116,177	(116,177)
Salaries and Wages	478,611	424,069	424,069	
Employee Benefits	50,497	50,497	50,433	64
Outside Contracts	12,500	14,000	13,500	500
Supplies and Materials	4,340	2,840	1,358	1,482
Travel	8,400	8,400	5,769	2,631
MUNICIPAL CLERK JUDICIARY	554,348	499,806	495,129	4,677
Salaries and Wages	166,453	171,925	171,925	
Employee Benefits	9,409	9,409	9,409	
Interfund Services	1,050	1,050	139	911
Operating Leases	1,000	1,000		1,000
Supplies and Materials	1,100	1,100	812	288
Communications	700	1,500	964	536
Travel	2,800	2,000	865	1,135
Other Operating Expenditures	500	500		500
QOL DEPARTMENT	183,012	188,484	184,114	4,370
Salaries and Wages	337,884	317,939	317,939	
Employee Benefits	23,026	23,026	23,026	
Professional Services	14,000	10,800	8,645	2,155
Interfund Services	5,100	6,780	6,053	727
Operating Leases	1,500	586	586	
Fuel and Lubricants	600	600	600	
Supplies and Materials	6,500	10,814	10,139	675
Maintenance and Repairs	2,000	120	120	
Communications	1,700	1,700	1,138	562
Utilities	8,394,364	8,397,364	8,516,825	(119,461)
Travel	3,000	3,000	1,063	1,937
Other Operating Expenditures	6,800	3,800	1,800	2,000
MUNICIPAL SERVICES ADMIN	$ 8,796,474	8,776,529	8,887,934	(111,405)

(Continued)

CITY OF EL PASO, TEXAS

General Fund

Schedule of Expenditures - Budget and Actual

Legal Level of Budgetary Control

For the year ended August 31, 2005

Object	Adopted Budget	Adjusted Budget	Actuals	Under (Over) Budget
Salaries and Wages	$ -	(9,083)	(9,083)	
Interfund Services	-	173		173
Travel	-	(173)		(173)
ENGINEERING SPECIAL PROJECTS	-	(9,083)	(9,083)	
Interfund Services	-	95	7	88
Travel	-	(190)	(37)	(153)
Other Operating Expenditures	-	92		92
Other Non-Operating Expenditures	-	4		4
EPA COMPLIANCE MUNICIPAL SERVICES	-	1	(30)	31
Outside Contracts	548,601	533,601	507,349	26,252
Supplies and Materials	16,500	16,500	13,921	2,579
Maintenance and Repairs	58,000	73,000	61,217	11,783
BLDG MAINTENANCE POLICE FACILITIES	623,101	623,101	582,487	40,614
Salaries and Wages	1,344,097	1,120,982	1,120,982	
Employee Benefits	235,064	235,064	235,064	
Outside Contracts	1,075,400	1,041,912	832,799	209,113
Interfund Services	31,150	53,489	34,445	19,044
Operating Leases	2,500	1,794	1,296	498
Fuel and Lubricants	27,000	34,491	34,712	(221)
Supplies and Materials	48,000	55,067	53,510	1,557
Maintenance and Repairs	127,000	127,000	121,881	5,119
Communications	4,000	2,959	2,896	63
Travel	2,400	1,132	1,406	(274)
Other Operating Expenditures	3,900	162	2,019	(1,857)
Capital Expenditures	-	3,345		3,345
CITY WIDE BLDG MAINTENANCE NOT OT	2,900,511	2,677,397	2,441,010	236,387
Outside Contracts	182,220	186,720	167,550	19,170
Interfund Services	2,500	-		
Operating Leases	500	-		
Maintenance and Repairs	60,000	60,000	53,055	6,945
Communications	1,500	-		
BUILDING MAINTENANCE FIRE FACILITIE	246,720	246,720	220,605	26,115
Outside Contracts	46,600	46,600	38,847	7,753
Supplies and Materials	2,000	2,000	1,387	613
Maintenance and Repairs	1,500	1,500	465	1,035
BUILDING MAINTENANCE LEASED FACIL	50,100	50,100	40,699	9,401
Outside Contracts	465,000	465,000	301,698	163,302
Supplies and Materials	7,500	7,500	5,050	2,450
Maintenance and Repairs	20,000	20,000	11,377	8,623
LIBRARY MAINTENANCE COSTS	$ 492,500	492,500	318,125	174,375

(Continued)

CITY OF EL PASO, TEXAS

General Fund

Schedule of Expenditures - Budget and Actual

Legal Level of Budgetary Control

For the year ended August 31, 2005

Object	Adopted Budget	Adjusted Budget	Actuals	Under (Over) Budget
Salaries and Wages	$ 2,127,660	1,970,890	1,970,890	
Employee Benefits	181,788	181,788	186,140	(4,352)
Outside Contracts	400	3,354	3,214	140
Interfund Services	3,300	3,540	3,536	4
Operating Leases	5,200	5,200	5,031	169
Supplies and Materials	3,900	3,900	3,318	582
Communications	225	225		225
Travel	800	200	186	14
Other Operating Expenditures	6,500	6,260	5,869	391
ENGINEERING ADMIN	2,329,773	2,175,357	2,178,184	(2,827)
Salaries and Wages	94,204	62,184	62,184	
Employee Benefits	6,699	6,699	6,699	
Professional Services	10,000	3,169	1,163	2,006
Outside Contracts	670	670		670
Interfund Services	650	790	745	45
Operating Leases	7,200	6,063	6,804	(741)
Supplies and Materials	11,850	11,950	10,994	956
Travel	480	240		240
Other Operating Expenditures	2,150	3,287	839	2,448
Capital Expenditures	-	6,831	5,865	966
ENGINEERING DESIGN	133,903	101,883	95,293	6,590
Salaries and Wages	120,296	120,131	120,131	
Employee Benefits	6,536	6,536	6,536	
Outside Contracts	400	400	150	250
Interfund Services	22,200	21,400	24,179	(2,779)
Operating Leases	2,500	(431)	1,559	(1,990)
Fuel and Lubricants	22,000	24,931	27,705	(2,774)
Supplies and Materials	10,120	11,920	11,516	404
Communications	6,000	6,000	5,762	238
Travel	1,840	1,840	1,537	303
Other Operating Expenditures	2,000	1,000	1,000	
ENGINEERING CONSTRUCTION	193,892	193,727	200,075	(6,348)
Salaries and Wages	99,057	104,937	104,937	
Employee Benefits	6,874	6,874	6,874	
Outside Contracts	185,000	168,879	68,444	100,435
Interfund Services	1,950	1,950	1,859	91
Operating Leases	1,500	-		
Supplies and Materials	14,875	15,255	9,980	5,275
Communications	1,750	1,750	1,392	358
Travel	6,360	6,360	4,927	1,433
Other Operating Expenditures	9,223	10,343	7,282	3,061
Capital Expenditures	-	16,121	15,804	317
ENGINEERING PROGRAM MANAGEMENT	$ 326,589	332,469	221,499	110,970

(Continued)

CITY OF EL PASO, TEXAS

General Fund

Schedule of Expenditures - Budget and Actual

Legal Level of Budgetary Control

For the year ended August 31, 2005

Object	Adopted Budget	Adjusted Budget	Actuals	Under (Over) Budget
Salaries and Wages	$ 768,537	543,468	543,468	
Employee Benefits	72,106	72,106	72,106	
Professional Services	28,000	28,000	20,099	7,901
Outside Contracts	650	400	389	11
Interfund Services	1,000	1,200	1,185	15
Supplies and Materials	7,050	8,733	7,973	760
Communications	4,200	4,050	1,107	2,943
Travel	2,900	2,900	2,388	512
Other Operating Expenditures	4,300	2,817	2,691	126
ENGINEERING TRAFFIC	888,743	663,674	651,406	12,268
Salaries and Wages	632,173	451,722	451,722	
Employee Benefits	56,028	56,028	56,028	
Outside Contracts	1,500	-		
Interfund Services	1,000	1,000	578	422
Supplies and Materials	4,900	6,400	4,999	1,401
Communications	3,600	3,600	2,582	1,018
Other Operating Expenditures	1,850	1,732	857	875
Other Non-Operating Expenditures	-	118		118
SUBDIVISION INSPECTIONS	701,051	520,600	516,766	3,834
Salaries and Wages	69,328	8,086	8,086	
Employee Benefits	2,521	2,431	2,431	
MUNICIPAL SERVICES-EXECUTIVE	71,849	10,517	10,517	
Salaries and Wages	437,058	451,171	451,171	
Employee Benefits	22,773	22,773	22,773	
Professional Services	8,000	8,000		8,000
Outside Contracts	15,000	14,700		14,700
Interfund Services	2,800	3,100	2,722	378
Operating Leases	1,500	1,113	778	335
Supplies and Materials	2,500	3,000	2,911	89
Communications	1,040	1,040	793	247
Travel	3,000	2,553	2,273	280
Other Operating Expenditures	1,500	1,834	359	1,475
BUILDING & PLANNING SERVICES DEPT	495,171	509,284	483,780	25,504
Salaries and Wages	772,615	618,134	618,134	
Employee Benefits	68,366	68,366	68,366	
Outside Contracts	5,650	5,650	5,148	502
Interfund Services	9,800	9,800	2,736	7,064
Operating Leases	500	500		500
Supplies and Materials	19,400	19,400	14,693	4,707
Communications	200	200		200
Transfers Out	-	250,000	250,000	
PLAN REVIEW	876,531	972,050	959,077	12,973
Salaries and Wages	696,889	647,393	647,393	
Employee Benefits	106,184	106,184	106,184	
Interfund Services	10,500	10,500	5,516	4,984
Supplies and Materials	10,500	10,500	7,667	2,833
Other Operating Expenditures	4,500	4,500	4,469	31
COMMERCIAL INSPECTIONS	$ 828,573	779,077	771,229	7,848

(Continued)

CITY OF EL PASO, TEXAS

General Fund

Schedule of Expenditures - Budget and Actual

Legal Level of Budgetary Control

For the year ended August 31, 2005

Object	Adopted Budget	Adjusted Budget	Actuals	Under (Over) Budget
Salaries and Wages	$ 675,612	629,949	629,949	
Employee Benefits	104,739	104,739	104,739	
Interfund Services	17,000	23,525	23,525	
Fuel and Lubricants	13,200	17,872	17,872	
Supplies and Materials	29,000	28,916	5,707	23,209
Travel	-	84		84
RESIDENTIAL INSPECTIONS	839,551	805,085	781,792	23,293
Salaries and Wages	527,414	494,222	494,222	
Employee Benefits	53,219	53,219	53,219	
Outside Contracts	3,000	3,000	1,850	1,150
Interfund Services	15,000	19,253	14,324	4,929
Operating Leases	3,800	3,800	3,800	
Supplies and Materials	20,250	16,985	12,029	4,956
Other Non-Operating Expenditures	15,000	14,012	2,733	11,279
PERMITS & LICENSES	637,683	604,491	582,177	22,314
Salaries and Wages	258,241	135,925	135,925	
Employee Benefits	52,352	52,352	52,352	
Outside Contracts	20,000	19,511	17,310	2,201
Interfund Services	13,300	20,556	22,915	(2,359)
Operating Leases	250	250		250
Fuel and Lubricants	15,400	8,633		8,633
Supplies and Materials	7,100	7,100	6,915	185
Other Operating Expenditures	3,000	3,000	2,829	171
HOUSING COMPLIANCE	369,643	247,327	238,246	9,081
Salaries and Wages	349,635	262,996	262,996	
Employee Benefits	22,104	22,104	22,104	
Outside Contracts	1,300	13,005	11,704	1,301
Interfund Services	75,100	66,434	58,163	8,271
Operating Leases	500	500		500
Fuel and Lubricants	47,000	53,961	53,960	1
Supplies and Materials	18,700	18,700	13,379	5,321
Communications	43,200	33,200	32,647	553
Travel	10,200	10,200	9,313	887
Other Operating Expenditures	14,980	14,980	15,032	(52)
BLDG INSPECTION & PERMIT ADMIN	582,719	496,080	479,298	16,782
Salaries and Wages	559,949	636,126	636,126	
Employee Benefits	78,467	78,467	78,467	
CODE COMPLIANCE (ENVIRONMENTAL)	638,416	714,593	714,593	
Salaries and Wages	721,312	738,810	738,810	
Employee Benefits	60,230	60,230	60,230	
Outside Contracts	2,000	2,000	1,800	200
Interfund Services	7,150	7,150	7,030	120
Supplies and Materials	103,600	103,600	101,116	2,484
Communications	20,000	20,000	17,411	2,589
Travel	8,000	8,000	8,000	
Other Operating Expenditures	12,500	12,500	11,306	1,194
Grant Match	28,063	28,063	28,063	
ADMIN SUPPORT AND DATA MGMT	$ 962,855	980,353	973,766	6,587

(Continued)

CITY OF EL PASO, TEXAS

General Fund

Schedule of Expenditures - Budget and Actual

Legal Level of Budgetary Control

For the year ended August 31, 2005

Object	Adopted Budget	Adjusted Budget	Actuals	Under (Over) Budget
Salaries and Wages	$ 1,114,928	926,262	926,262	
Employee Benefits	250,839	250,839	250,839	
Outside Contracts	157,000	152,432	139,973	12,459
Operating Leases	32,500	26,500	25,968	532
Supplies and Materials	27,500	27,500	25,203	2,297
Maintenance and Repairs	78,000	94,000	94,030	(30)
STREETS STORM WATER FLOOD MGMT	1,660,767	1,477,533	1,462,275	15,258
Salaries and Wages	3,766,259	3,520,786	3,520,786	
Employee Benefits	836,663	836,663	836,663	
Outside Contracts	1,096,300	1,093,498	1,037,285	56,213
Interfund Services	940,000	906,815	902,967	3,848
Operating Leases	72,800	42,825	42,311	514
Fuel and Lubricants	392,000	494,412	494,411	1
Supplies and Materials	169,300	146,126	145,502	624
Maintenance and Repairs	463,000	473,635	325,229	148,406
Travel	7,000	7,000	6,939	61
Other Operating Expenditures	25,500	50,963	50,886	77
Transfers Out	-	70,596		70,596
STREETS & FACILITIES MAINTENANCE	7,768,822	7,643,319	7,362,979	280,340
Salaries and Wages	721,366	696,676	696,676	
Employee Benefits	134,518	134,518	134,518	
Supplies and Materials	115,100	124,900	124,350	550
Maintenance and Repairs	201,250	191,450	190,154	1,296
SIGNS AND MARKINGS	1,172,234	1,147,544	1,145,698	1,846
Salaries and Wages	1,058,239	951,967	951,967	
Employee Benefits	177,497	177,497	177,497	
Outside Contracts	3,500	20,000	17,574	2,426
Supplies and Materials	4,000	4,000	3,959	41
Maintenance and Repairs	128,000	111,497	110,123	1,374
Communications	200	203	203	
TRAFFIC SIGNALS	1,371,436	1,265,164	1,261,323	3,841
Salaries and Wages	102,846	74,745	74,745	
Employee Benefits	7,351	7,351	7,351	
Interfund Services	250	250	193	57
Operating Leases	200	200	96	104
Supplies and Materials	4,150	3,550	2,443	1,107
Maintenance and Repairs	25,000	25,600	25,980	(380)
Travel	500	500		500
PARKING METER OPERATIONS	140,297	112,196	110,808	1,388
Salaries and Wages	297,660	297,093	297,093	
Employee Benefits	49,989	49,989	49,989	
Professional Services	12,500	12,500	10,068	2,432
Interfund Services	500	500	495	5
Supplies and Materials	16,000	16,000	14,789	1,211
Maintenance and Repairs	63,000	63,000	62,607	393
STREET GRAFFITI PROGRAM	$ 439,649	439,082	435,041	4,041

(Continued)

CITY OF EL PASO, TEXAS

General Fund

Schedule of Expenditures - Budget and Actual

Legal Level of Budgetary Control

For the year ended August 31, 2005

Object	Adopted Budget	Adjusted Budget	Actuals	Under (Over) Budget
Salaries and Wages	$ 822,777	718,159	718,159	
Employee Benefits	205,168	205,168	205,168	
Interfund Services	460,000	460,000	438,129	21,871
Fuel and Lubricants	99,500	99,500	98,641	859
Supplies and Materials	5,000	5,000	3,479	1,521
STREET SWEEPING OPERATIONS	1,592,445	1,487,827	1,463,576	24,251
Salaries and Wages	963,010	935,105	935,105	
Employee Benefits	119,035	140,745	140,745	
Outside Contracts	7,500	3,277	3,277	
Interfund Services	15,750	15,750	15,567	183
Supplies and Materials	22,700	31,758	31,668	90
Other Operating Expenditures	6,200	1,326	1,329	(3)
ENVIRONMENT FOOD	1,134,195	1,127,961	1,127,691	270
Salaries and Wages	140,298	364,463	364,463	
Employee Benefits	19,979	79,865	79,865	
Outside Contracts	900	-		
Interfund Services	2,725	2,725	3,039	(314)
Operating Leases	700	700	(88)	788
Supplies and Materials	5,775	4,912	4,797	115
Maintenance and Repairs	100	-		
Other Operating Expenditures	2,075	2,075	1,990	85
ENVIRONMENT-OSSF	172,552	454,740	454,066	674
Salaries and Wages	1,284,441	1,378,309	1,378,309	
Employee Benefits	171,009	205,492	205,492	
Outside Contracts	57,000	260,800	231,663	29,137
Interfund Services	11,000	11,000	7,494	3,506
Operating Leases	5,800	4,600	4,582	18
Fuel and Lubricants	5,000	-		
Supplies and Materials	129,700	128,700	97,024	31,676
Maintenance and Repairs	500	500		500
Other Operating Expenditures	1,100	1,100	736	364
ANIMAL REGULATION & DISEASE CTRL	1,665,550	1,990,501	1,925,300	65,201
Salaries and Wages	285,977	256,768	256,768	
Employee Benefits	25,954	25,954	25,954	
Professional Services	60,150	58,590	32,303	26,287
Outside Contracts	5,060	5,700	4,431	1,269
Interfund Services	450	450	438	12
Operating Leases	500	500	500	
Supplies and Materials	22,200	22,610	20,568	2,042
Communications	150	150	149	1
Travel	3,500	3,500	1,056	2,444
Other Operating Expenditures	450	450	194	256
STD CLINICS	$ 404,391	374,672	342,361	32,311

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CITY OF EL PASO, TEXAS

General Fund

Schedule of Expenditures - Budget and Actual

Legal Level of Budgetary Control

For the year ended August 31, 2005

Object	Adopted Budget	Adjusted Budget	Actuals	Under (Over) Budget
Salaries and Wages	$ 456,039	513,942	513,942	
Employee Benefits	33,493	33,493	33,493	
Professional Services	86,000	23,080	22,826	254
Outside Contracts	20,700	11,461	10,171	1,290
Interfund Services	2,600	2,505	2,292	213
Operating Leases	800	-		
Supplies and Materials	56,250	61,840	60,406	1,434
Travel	3,200	4,759	2,940	1,819
Other Operating Expenditures	12,050	13,050	12,759	291
Capital Expenditures	-	8,300	8,298	2
DENTAL	671,132	672,430	667,127	5,303
Salaries and Wages	312,042	411,527	411,527	
Employee Benefits	29,822	41,447	41,447	
Professional Services	20,700	20,700	15,645	5,055
Outside Contracts	15,500	14,850	11,509	3,341
Interfund Services	2,500	2,500	2,449	51
Operating Leases	4,700	4,700	4,631	69
Supplies and Materials	40,510	70,155	67,419	2,736
Maintenance and Repairs	1,600	1,600	998	602
Communications	150	150	147	3
Travel	1,500	1,500	486	1,014
Other Operating Expenditures	2,200	2,100	532	1,568
NEIGHBORHOOD HEALTH CENTERS	431,224	571,229	556,790	14,439
Salaries and Wages	256,827	225,821	225,821	
Employee Benefits	22,556	22,556	22,556	
Professional Services	13,100	12,000	12,000	
Outside Contracts	21,253	23,589	21,143	2,446
Interfund Services	5,200	5,200	4,800	400
Operating Leases	500	500	401	99
Supplies and Materials	72,603	74,317	70,836	3,481
Maintenance and Repairs	600	500	487	13
Travel	2,075	1,985	1,981	4
Other Operating Expenditures	5,233	1,733	1,233	500
LABORATORY	399,947	368,201	361,258	6,943
Salaries and Wages	377,650	459,135	459,135	
Employee Benefits	50,344	79,776	79,776	
Outside Contracts	4,250	3,850	3,841	9
Interfund Services	3,100	3,100	3,021	79
Operating Leases	800	396	384	12
Supplies and Materials	89,635	89,614	89,125	489
Maintenance and Repairs	250	-		
Communications	1,000	1,000	988	12
Utilities	4,800	4,800	4,800	
Travel	1,500	1,500	1,129	371
Other Operating Expenditures	5,500	5,500	5,304	196
ENVIRONMENTAL-GENERAL	$ 538,829	648,671	647,503	1,168

(Continued)

CITY OF EL PASO, TEXAS

General Fund

Schedule of Expenditures - Budget and Actual

Legal Level of Budgetary Control

For the year ended August 31, 2005

Object	Adopted Budget	Adjusted Budget	Actuals	Under (Over) Budget
Salaries and Wages	$ 99,174	106,310	106,310	
Employee Benefits	11,485	11,759	11,759	
Interfund Services	2,000	2,000	1,208	792
Supplies and Materials	1,250	1,000	996	4
Communications	250	250	249	1
Travel	2,150	2,150	2,093	57
Other Operating Expenditures	900	800	360	440
EPIDEMIOLOGY	117,209	124,269	122,975	1,294
Salaries and Wages	311,080	629,286	629,286	
Employee Benefits	22,344	53,959	53,821	138
Contractual Services	40,000	40,000	29,960	10,040
Professional Services	-	-	12,000	(12,000)
Outside Contracts	3,500	3,500	2,627	873
Operating Leases	18,000	18,000	14,647	3,353
Supplies and Materials	11,000	11,000	9,489	1,511
Maintenance and Repairs	1,000	1,000	870	130
Travel	3,950	8,950	3,766	5,184
Other Operating Expenditures	35,000	41,936	43,011	(1,075)
Other Non-Operating Expenditures	-	-	2,650	(2,650)
Grant Match	734,849	734,849	734,849	
HEALTH ADMINISTRATION	1,180,723	1,542,480	1,536,976	5,504
Salaries and Wages	308,911	435,485	435,485	
Employee Benefits	37,117	49,907	49,907	
Outside Contracts	253,600	251,555	235,367	16,188
Interfund Services	111,000	111,000	115,674	(4,674)
Fuel and Lubricants	85,000	85,000	129,343	(44,343)
Supplies and Materials	22,300	22,300	21,432	868
Maintenance and Repairs	25,000	25,000	24,961	39
Utilities	175,206	166,414	169,038	(2,624)
HEALTH SUPPORT SERVICES	1,018,134	1,146,661	1,181,207	(34,546)
Salaries and Wages	69,935	106,035	106,035	
Employee Benefits	355	355	355	
Supplies and Materials	6,750	6,750	5,642	1,108
Communications	124,809	124,809	123,111	1,698
HEALTH INFORMATION SERVICES	201,849	237,949	235,143	2,806
Salaries and Wages	119,849	143,463	143,463	
Employee Benefits	9,292	10,961	10,961	
Interfund Services	1,500	1,000	992	8
Operating Leases	1,000	1,000	73	927
Supplies and Materials	7,750	7,750	7,592	158
Communications	150	150	150	
Travel	1,400	1,400	644	756
Other Operating Expenditures	4,600	4,600	3,190	1,410
HEALTH EDUCATION PROGRAM	$ 145,541	170,324	167,065	3,259

(Continued)

CITY OF EL PASO, TEXAS

General Fund

Schedule of Expenditures - Budget and Actual

Legal Level of Budgetary Control

For the year ended August 31, 2005

Object	Adopted Budget	Adjusted Budget	Actuals	Under (Over) Budget
Salaries and Wages	$ 403,362	415,514	415,514	
Employee Benefits	29,651	29,651	33,251	(3,600)
Outside Contracts	225,580	206,940	141,283	65,657
Interfund Services	1,600	2,784	2,477	307
PARKS ADMINISTRATION	660,193	654,889	592,525	62,364
Salaries and Wages	2,105,427	2,126,924	2,126,924	
Employee Benefits	276,129	276,129	276,129	
Operating Leases	66,000	66,440	66,135	305
Supplies and Materials	8,000	8,000	7,507	493
Other Operating Expenditures	11,400	11,400	17,373	(5,973)
RECREATION CENTER ADMINISTRATION	2,466,956	2,488,893	2,494,068	(5,175)
Salaries and Wages	236,732	230,860	230,860	
Employee Benefits	23,828	23,828	23,828	
ACQUATICS ADMINISTRATION	260,560	254,688	254,688	
Salaries and Wages	200,218	188,124	188,124	
Employee Benefits	15,625	15,625	15,625	
Outside Contracts	400	400	352	48
Interfund Services	250	250	195	55
Operating Leases	700	700	503	197
Supplies and Materials	1,500	1,517	1,504	13
Other Operating Expenditures	2,675	2,675	2,121	554
YOUTH OUTREACH PROGRAM	221,368	209,291	208,424	867
Salaries and Wages	1,586,636	1,390,679	1,390,679	
Employee Benefits	267,721	267,721	267,821	(100)
Outside Contracts	463,660	456,463	427,148	29,315
Interfund Services	261,000	258,100	287,043	(28,943)
Operating Leases	3,200	3,162	2,873	289
Fuel and Lubricants	165,000	165,000	199,517	(34,517)
Supplies and Materials	150,150	134,257	127,479	6,778
Maintenance and Repairs	317,900	324,893	321,631	3,262
Travel	4,100	4,100	3,696	404
Other Operating Expenditures	8,200	8,200	4,880	3,320
Capital Expenditures	-	87,490	73,487	14,003
FACILITIES MAINTENANCE	3,227,567	3,100,065	3,106,254	(6,189)
Salaries and Wages	2,471,135	2,276,403	2,276,403	
Employee Benefits	438,782	438,782	438,782	
Outside Contracts	1,140,000	1,138,984	1,068,517	70,467
Interfund Services	300	300	135	165
Operating Leases	200	200	184	16
Supplies and Materials	287,900	287,900	250,840	37,060
Maintenance and Repairs	158,920	158,920	163,779	(4,859)
Communications	21,000	23,200	22,693	507
Utilities	1,310,544	1,310,544	1,255,171	55,373
Travel	8,000	8,000	7,787	213
Other Operating Expenditures	9,050	6,850	6,642	208
LAND MANAGEMENT	5,845,831	5,650,083	5,490,933	159,150
Other Operating Expenditures	-	-	6	(6)
SHELTERS GENERAL ADMINISTRATION	$ -	-	6	(6)

(Continued)

CITY OF EL PASO, TEXAS

General Fund

Schedule of Expenditures - Budget and Actual

Legal Level of Budgetary Control

For the year ended August 31, 2005

Object	Adopted Budget	Adjusted Budget	Actuals	Under (Over) Budget
Salaries and Wages	$ 961,016	975,900	975,900	
Employee Benefits	65,600	65,600	65,600	
Contractual Services	7,850	5,294	4,668	626
Professional Services	1,000	1,000	1,000	
Outside Contracts	45,685	125,430	118,710	6,720
Interfund Services	12,300	17,798	16,170	1,628
Operating Leases	6,184	6,184	4,707	1,477
Fuel and Lubricants	5,800	10,149	10,148	1
Supplies and Materials	26,070	27,070	22,136	4,934
Communications	49,496	34,996	30,904	4,092
Travel	6,309	6,309	5,403	906
Other Operating Expenditures	7,170	6,934	6,623	311
Capital Expenditures	-	28,000	28,000	
LIBRARY ADMINISTRATION	1,194,480	1,310,664	1,289,969	20,695
Salaries and Wages	492,826	460,697	460,697	
Employee Benefits	47,493	47,493	47,493	
Professional Services	41,000	32,560	32,560	
Outside Contracts	425	425	425	
Interfund Services	400	404	403	1
Operating Leases	450	450	291	159
Supplies and Materials	62,250	70,686	53,133	17,553
Communications	200	200	18	182
Travel	400	400	164	236
CATALOGING ORDERING & PROCESS	645,444	613,315	595,184	18,131
Salaries and Wages	168,577	110,256	110,256	
Employee Benefits	12,722	12,722	12,722	
Contractual Services	400	400	100	300
Professional Services	250	250	240	10
Outside Contracts	682	682	682	
Interfund Services	200	-		
Operating Leases	815	815	617	198
Supplies and Materials	5,426	5,626	5,287	339
Travel	300	300	67	233
MEMORIAL BRANCH OPERATIONS	189,372	131,051	129,971	1,080
Salaries and Wages	191,349	167,778	167,778	
Employee Benefits	17,109	17,109	17,109	
Contractual Services	400	400	135	265
Professional Services	250	250	250	
Outside Contracts	4,997	4,247	150	4,097
Interfund Services	200	200		200
Operating Leases	710	760	514	246
Supplies and Materials	4,623	5,123	4,174	949
Travel	350	550	497	53
ARMIJO BRANCH OPERATIONS	$ 219,988	196,417	190,607	5,810

(Continued)

CITY OF EL PASO, TEXAS

General Fund

Schedule of Expenditures - Budget and Actual

Legal Level of Budgetary Control

For the year ended August 31, 2005

Object	Adopted Budget	Adjusted Budget	Actuals	Under (Over) Budget
Salaries and Wages	$ 334,266	297,061	297,061	
Employee Benefits	28,769	28,769	28,769	
Contractual Services	400	400	386	14
Professional Services	140	140	135	5
Outside Contracts	9,222	9,447	9,331	116
Interfund Services	600	1	1	
Operating Leases	2,235	2,609	2,297	312
Supplies and Materials	8,950	8,950	8,752	198
Travel	1,500	1,500	1,130	370
RICHARD BURGESS BRANCH OPERATING	386,082	348,877	347,862	1,015
Salaries and Wages	176,389	75,092	75,092	
Employee Benefits	19,651	19,651	19,651	
Contractual Services	250	250	195	55
Professional Services	225	225	175	50
Outside Contracts	4,847	3,847	900	2,947
Interfund Services	200	200		200
Operating Leases	835	835	688	147
Supplies and Materials	4,385	5,385	4,924	461
Travel	1,300	1,144	957	187
Other Operating Expenditures	-	156	156	
CIELO VISTA BRANCH OPERATING	208,082	106,785	102,738	4,047
Salaries and Wages	221,915	172,812	172,812	
Employee Benefits	23,149	23,149	23,149	
Contractual Services	400	400	390	10
Professional Services	150	150	150	
Outside Contracts	1,086	1,086	1,086	
Interfund Services	250	-		
Operating Leases	913	913	772	141
Supplies and Materials	5,000	5,250	5,235	15
Travel	725	725	462	263
CLARDY FOX BRANCH OPERATING	253,588	204,485	204,056	429
Salaries and Wages	286,820	253,131	253,131	
Employee Benefits	21,843	21,843	21,843	
Contractual Services	440	440	360	80
Professional Services	300	300	200	100
Outside Contracts	4,847	4,676	4,676	
Interfund Services	500	250		250
Operating Leases	1,695	1,695	1,111	584
Supplies and Materials	6,960	6,960	6,080	880
Travel	1,000	1,421	1,188	233
IRVING SCHWARTZ BRANCH OPERATING	$ 324,405	290,716	288,589	2,127

(Continued)

CITY OF EL PASO, TEXAS

General Fund

Schedule of Expenditures - Budget and Actual

Legal Level of Budgetary Control

For the year ended August 31, 2005

Object	Adopted Budget	Adjusted Budget	Actuals	Under (Over) Budget
Salaries and Wages	$ 169,670	151,793	151,793	
Employee Benefits	14,382	14,382	14,382	
Contractual Services	400	400	140	260
Professional Services	200	200	200	
Outside Contracts	225	225	225	
Interfund Services	250	250		250
Operating Leases	1,120	1,120	724	396
Supplies and Materials	5,600	5,600	5,080	520
Travel	1,613	1,613	968	645
LOWER VALLEY BRANCH OPERATING	193,460	175,583	173,512	2,071
Salaries and Wages	264,177	238,723	238,723	
Employee Benefits	20,856	20,856	20,856	
Contractual Services	400	400	200	200
Professional Services	150	150	100	50
Outside Contracts	4,847	4,847	150	4,697
Interfund Services	450	46	46	
Operating Leases	1,150	1,150	892	258
Supplies and Materials	8,400	8,804	6,361	2,443
Travel	1,050	1,050	992	58
WESTSIDE BRANCH OPERATIONS	301,480	276,026	268,320	7,706
Salaries and Wages	226,218	215,509	215,509	
Employee Benefits	25,761	25,761	25,761	
Contractual Services	400	400	140	260
Professional Services	150	150	100	50
Outside Contracts	4,997	4,497	1,011	3,486
Interfund Services	700	700	4	696
Operating Leases	1,547	1,547	1,023	524
Supplies and Materials	6,751	7,251	7,143	108
Travel	3,000	3,000	1,472	1,528
YSLETA BRANCH OPERATIONS	269,524	258,815	252,163	6,652
Salaries and Wages	1,280,593	1,171,315	1,171,315	
Employee Benefits	97,835	97,835	97,835	
Contractual Services	1,000	1,000	250	750
Professional Services	1,500	455		455
Outside Contracts	14,427	13,927	12,877	1,050
Interfund Services	300	300	113	187
Operating Leases	4,580	4,580	772	3,808
Supplies and Materials	18,382	19,127	15,180	3,947
Communications	5,500	5,500	5,500	
Travel	250	1,050	1,029	21
MAIN LIBRARY	$ 1,424,367	1,315,089	1,304,871	10,218

(Continued)

CITY OF EL PASO, TEXAS

General Fund

Schedule of Expenditures - Budget and Actual

Legal Level of Budgetary Control

For the year ended August 31, 2005

Object	Adopted Budget	Adjusted Budget	Actuals	Under (Over) Budget
Salaries and Wages	$ 226,814	183,892	183,892	
Employee Benefits	20,507	20,507	20,507	
Contractual Services	1,000	1,000	750	250
Professional Services	400	400	280	120
Outside Contracts	8,533	1,333	1,295	38
Interfund Services	450	450		450
Operating Leases	2,235	2,235	677	1,558
Supplies and Materials	9,500	9,500	8,207	1,293
Travel	1,500	1,500	288	1,212
Capital Expenditures	-	7,200	5,998	1,202
WESTSIDE REGIONAL LIBRARY	270,939	228,017	221,894	6,123
Salaries and Wages	590,566	544,989	544,989	
Employee Benefits	86,430	86,430	86,430	
Professional Services	1,250	1,250	645	605
Outside Contracts	74,725	60,292	58,200	2,092
Interfund Services	4,050	8,757	7,779	978
Operating Leases	2,500	2,241	2,074	167
Fuel and Lubricants	900	1,408	1,338	70
Supplies and Materials	8,750	8,623	8,028	595
Maintenance and Repairs	10,400	10,531	10,134	397
Communications	1,760	1,760	1,123	637
Other Operating Expenditures	2,400	11,873	13,797	(1,924)
ART MUSEUM ADMINISTRATION	783,731	738,154	734,537	3,617
Salaries and Wages	113,896	116,664	116,664	
Employee Benefits	5,541	5,541	5,541	
Outside Contracts	2,500	2,431	2,500	(69)
Interfund Services	600	793	650	143
Supplies and Materials	1,500	1,377	1,371	6
Travel	350	350	337	13
ART MUSEUM EDUCATION	124,387	127,156	127,063	93
Salaries and Wages	140,603	146,660	146,660	
Employee Benefits	12,526	12,526	12,526	
Outside Contracts	16,000	15,946	15,988	(42)
Interfund Services	1,000	300	281	19
Operating Leases	500	-		
Supplies and Materials	6,900	8,100	8,545	(445)
Maintenance and Repairs	6,200	6,200	5,638	562
Communications	12,000	14,778	14,735	43
Travel	-	54		54
Other Operating Expenditures	3,000	222	222	
ART MUSEUM CURATORIAL	$ 198,729	204,786	204,595	191

(Continued)

CITY OF EL PASO, TEXAS

General Fund

Schedule of Expenditures - Budget and Actual

Legal Level of Budgetary Control

For the year ended August 31, 2005

Object	Adopted Budget	Adjusted Budget	Actuals	Under (Over) Budget
Salaries and Wages	$ 130,468	112,066	112,066	
Employee Benefits	6,147	6,147	6,147	
Professional Services	126,732	120,732	120,269	463
Outside Contracts	3,500	75,000	72,157	2,843
Operating Leases	2,500	13,400	10,558	2,842
Communications	2,500	1,100		1,100
Community Service Projects	120,000	115,148	105,022	10,126
Grant Match	-	4,852	4,582	270
ACR ADMIN	391,847	448,445	430,801	17,644
Salaries and Wages	177,068	165,085	165,085	
Employee Benefits	18,224	18,224	18,224	
Outside Contracts	4,400	5,058	1,764	3,294
Interfund Services	1,400	911	304	607
Operating Leases	450	281	159	122
Supplies and Materials	4,910	4,910	3,361	1,549
Maintenance and Repairs	200	200	106	94
Communications	800	800	226	574
Travel	3,500	3,500	2,046	1,454
Other Operating Expenditures	800	800		800
HISTORY MUSEUM ADMINISTRATION	211,752	199,769	191,275	8,494
Salaries and Wages	151,046	149,149	149,149	
Employee Benefits	9,999	9,999	9,999	
Outside Contracts	5,000	4,949	3,387	1,562
Interfund Services	400	428	368	60
Operating Leases	115	115	114	1
Supplies and Materials	2,560	2,583	2,349	234
Maintenance and Repairs	2,600	2,600	2,380	220
Communications	200	200	167	33
Utilities	4,300	4,300	4,252	48
Travel	1,000	1,000	1,000	
MUSEUM OF ARCHAEOLOGY	177,220	175,323	173,165	2,158
Salaries and Wages	2,221,648	2,016,709	2,016,709	
Employee Benefits	434,423	434,423	434,423	
ZOO GENERAL OPERATIONS	2,656,071	2,451,132	2,451,132	
Salaries and Wages	130,805	116,531	116,531	
Employee Benefits	8,117	8,117	8,117	
Contractual Services	-	3,978	2,127	1,851
Professional Services	9,000	8,430	6,163	2,267
Outside Contracts	756	1,302	1,186	116
Interfund Services	800	1,000	625	375
Operating Leases	11,180	8,444	3,208	5,236
Fuel and Lubricants	200	450	414	36
Supplies and Materials	3,875	5,445	5,159	286
Maintenance and Repairs	-	100	111	(11)
Communications	650	650	647	3
Travel	1,550	1,550	1,449	101
Other Operating Expenditures	7,750	8,390	6,534	1,856
FOREIGN TRADE ZONE	$ 174,683	164,387	152,271	12,116

(Continued)

CITY OF EL PASO, TEXAS

General Fund

Schedule of Expenditures - Budget and Actual

Legal Level of Budgetary Control

For the year ended August 31, 2005

Object	Adopted Budget	Adjusted Budget	Actuals	Under (Over) Budget
Salaries and Wages	$ 608,835	384,208	384,208	
Employee Benefits	45,164	45,164	45,164	
Contractual Services	-	5,000		5,000
Outside Contracts	315,550	389,550	123,510	266,040
Interfund Services	2,800	2,800	960	1,840
Operating Leases	5,000	5,000	1,309	3,691
Supplies and Materials	5,950	7,950	7,508	442
Communications	1,950	3,950	2,536	1,414
Travel	30,550	22,550	7,743	14,807
Other Operating Expenditures	6,000	10,000	8,068	1,932
Grant Match	-	50,000		50,000
ECONOMIC DEV ADMINISTRATION	1,021,799	926,172	581,006	345,166
Outside Contracts	125,000	125,000	83,894	41,106
PLAZA THEATRE	125,000	125,000	83,894	41,106
Salaries and Wages	44,815	17,880	17,880	
Employee Benefits	2,189	2,189	2,189	
Interfund Services	146	146	96	50
Supplies and Materials	50	50		50
Other Operating Expenditures	1,085	1,085	487	598
Grant Match	138,849	138,849	138,849	
CD AGING SERVICES	187,134	160,199	159,501	698
Salaries and Wages	67,765	69,991	69,991	
Employee Benefits	6,108	6,108	6,108	
Professional Services	16,000	16,000	16,000	
Outside Contracts	2,358	2,358	774	1,584
Interfund Services	1,710	1,710	1,003	707
Operating Leases	750	750	681	69
Supplies and Materials	1,950	1,950	603	1,347
Communications	72	72		72
Travel	2,550	2,350	1,538	812
Other Operating Expenditures	1,300	1,500	1,341	159
ACCESSIBILITY COMPLIANCE GEN FUND	100,563	102,789	98,039	4,750
Salaries and Wages	42,024	41,879	41,879	
Employee Benefits	4,430	4,430	4,430	
Interfund Services	1,700	1,700	2,532	(832)
Supplies and Materials	100	100		100
RELOCATION SERVICES GEN FUND	$ 48,254	48,109	48,841	(732)

(Continued)

CITY OF EL PASO, TEXAS

General Fund

Schedule of Expenditures - Budget and Actual

Legal Level of Budgetary Control

For the year ended August 31, 2005

Object	Adopted Budget	Adjusted Budget	Actuals	Under (Over) Budget
Salaries and Wages	$ 17,188	142,933	142,933	
Employee Benefits	898	1,373	1,629	(256)
Professional Services	25,200	35,200	27,993	7,207
Operating Leases	75,000	75,000	69,373	5,627
Other Operating Expenditures	3,268,600	5,123,405	1,317,493	3,805,912
Community Service Projects	75,000	75,000	75,000	
Other Non-Operating Expenditures	100,000	129,000	96,577	32,423
Grant Match	40,000	40,000	40,000	
SPECIAL ITEMS	3,601,886	5,621,911	1,770,998	3,850,913
Transfers Out	-	-	287,013	(287,013)
CASH RESERVE FUND	-	-	287,013	(287,013)
Other Non-Operating Expenditures	-	-	5	(5)
Transfers Out	-	-	1,044,308	(1,044,308)
GENERAL CITY REVENUES		-	1,044,313	(1,044,313)
Total Expenditures and Transfers Out	$ 264,708,188	266,341,503	260,109,939	6,231,564

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes.

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes.

FEDERAL GRANTS - This fund accounts for grants received by the City from Federal sources including the Center for Disease Control, Office of the President, Environmental Protections Agency, National Endowments for the Humanities and the U.S. Departments of Agriculture, Interior, Justice, Health and Human Services, Education and Transportation.

STATE GRANTS - This fund accounts for grants received by the City from various State of Texas departments and agencies including Texas Department of Transportation, Texas Historical Commission, Texas State Library and Archives, Texas Arts Council, Texas Department of Health, Texas Commission on Environmental Quality and the Governor's Office of Criminal Justice.

OTHER GRANTS - This fund accounts for grants received by the City which do not belong in one of the above funds. Granting entities El Paso Community Foundation, Paso del Norte Health Foundation and local school districts.

NON-GRANTS - This fund accounts for funds received that are restricted by the donor (in the case of donations), City Council action or other legislation. Funds received include donations, Hotel/Motel occupancy tax, proceeds generated from police enforcement activities (including Federal confiscated funds) and proceeds generated by users of the Parks Department, Museums and Zoo.

CITY OF EL PASO, TEXAS

COMBINING BALANCE SHEET

NON-MAJOR GOVERNMENTAL FUNDS

August 31, 2005

	Special Revenue Funds				
	Federal Grants	State Grants	Other Grants	Non-Grants	Total
ASSETS					
Cash and Cash Equivalents	$ -	-	353,640	13,957,437	14,311,077
Receivables - Net of Allowances					
Trade	-	-	-	239,839	239,839
Due From Other Government Agencies	1,708,595	1,377,947	50,751	88,298	3,225,591
Due From Other Funds	-	-	-	1,902,385	1,902,385
TOTAL ASSETS	$ 1,708,595	1,377,947	404,391	16,187,959	19,678,892
LIABILITIES					
Accounts Payable	$ 346,533	129,065	18,076	1,036,779	1,530,453
Accrued Payroll	391,348	228,280	3,832	103,228	726,688
Due to Other Funds	881,783	1,020,602	-	-	1,902,385
Deferred Revenue	88,931	-	382,483	-	471,414
Construction Contracts and Retainage Payable				789,023	789,023
TOTAL LIABILITIES	1,708,595	1,377,947	404,391	1,929,030	5,419,963
FUND BALANCES					
Unreserved:					
Undesignated	-	-	-	14,258,929	14,258,929
TOTAL FUND BALANCES	-	-	-	14,258,929	14,258,929
TOTAL LIABILITIES AND FUND BALANCES	$ 1,708,595	1,377,947	404,391	16,187,959	19,678,892

CITY OF EL PASO, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

NON-MAJOR GOVERNMENTAL FUNDS

For the year ended August 31, 2005

	Special Revenue Funds				
	Federal Grants	State Grants	Other Grants	Non-Grants	Total
Revenues					
Sales Taxes	$ -	-	-	4,141,216	4,141,216
Charges for Services	260	327,098	-	3,840,922	4,168,280
Fines and Forfeits	-	-	-	886,583	886,583
Intergovernmental Revenues	17,724,191	8,632,525	73,424	558,718	26,988,858
Interest	3,224	-	-	17,957	21,181
Rents and Other	-	3,600	45,870	4,121,168	4,170,638
Total revenues	17,727,675	8,963,223	119,294	13,566,564	40,376,756
Expenditures					
Current:					
General Government	-	108,044	32,962	160,670	301,676
Public Safety	5,321,017	2,508,779	-	2,034,283	9,864,079
Public Works	-	62,813	-	-	62,813
Public Health	8,936,303	3,692,216	6,291	-	12,634,810
Parks Department	-	-	27,952	2,885,521	2,913,473
Library	(267)	336,232	-	11,204	347,169
Culture and Recreation	5,000	84,425	37,578	4,589,661	4,716,664
Economic Development	188,003	-	-	2,364	190,367
Planning	1,229,384	-	-	-	1,229,384
Solid Waste	-	25,634	-	-	25,634
Community and Human Development	1,438,555	-	-	-	1,438,555
Capital Outlay	609,680	2,145,080	14,511	2,692,348	5,461,619
Total expenditures	17,727,675	8,963,223	119,294	12,376,051	39,186,243
Excess (Deficiency) of revenues over (under) expenditures	-	-	-	1,190,513	1,190,513
OTHER FINANCING SOURCES (USES)					
Transfers from other funds	-	-	-	223,211	223,211
Transfers Out	-	-	-	(19,113)	(19,113)
Total other financing sources (uses):				204,098	204,098
Net change in fund balances	-	-	-	1,394,611	1,394,611
Fund balances - beginning of year	-	-	-	12,864,318	12,864,318
Fund balances - end of year	$ -	-	-	14,258,929	14,258,929

CITY OF EL PASO, TEXAS

Schedule of Expenditures - Special Revenue Funds

For the year ended August 31, 2005

		Special Revenue Funds				
Grant	Description	Federal Grants	State Grants	Other Grants	Non-Grants	Total Special Revenue Funds
G010502	2005 Economic Summit	$ -	-	28,500	-	28,500
G080301	PASO DEL NORTE CLEAN AIR	-	108,044	-	-	108,044
G090401	COMMUNITY COLLEGE EMPLOY PROG	-	-	4,462	-	4,462
G110401	JUVENILE COMPLIANCE FY04	(2,248)	-	-	-	(2,248)
G210010	COPS MORE 98 CIVILIAN AWARD	227,076	-	-	-	227,076
G210011	COPS UNIVERSAL HIRING AWARD	64,312	-	-	-	64,312
G210014	HIDTA INTELLIGENCE INIT. FY00	2,184	-	-	-	2,184
G210106	COPS HIRING GRANT	1,473,790	-	-	-	1,473,790
G210107	SWAT BLOCK GRANT FY2000	(18,425)	-	-	-	(18,425)
G210109	HIDTA - MULTIAGENCY - FY2001	(3,276)	-	-	-	(3,276)
G210115	HIDTA - STASH HOUSE - FY2001	1,477	-	-	-	1,477
G210122	COPS MORE PHASE 2	195,675	-	-	-	195,675
G210203	DART-VIOLENCE AGAINST WOMEN-02	-	46,714	-	-	46,714
G210205	ATPA BORDER PARTNERS FY2002	-	(2,308)	-	-	(2,308)
G210208	HIDTA HIJACK FY02	4,637	-	-	-	4,637
G210215	COPS IN SCHOOLS	165,043	-	-	-	165,043
G210217	HIDTA INTELLIGENCE FY02	(2,185)	-	-	-	(2,185)
G210219	HIDTA STASH HOUSE FY02	164	-	-	-	164
G210223	LLEBG EQUIP & TECHNOLOGY FY02	(66,379)	-	-	-	(66,379)
G210302	ATPA FY03	-	(7,394)	-	-	(7,394)
G210310	COPS CULTURE OF INTEGRITY	270	-	-	-	270
G210314	G210314 COPS AUTO TICKET	115,626	-	-	-	115,626
G210315	HIDTA HIJACK FY03	5,238	-	-	-	5,238
G210317	HIDTA INTELLIGENCE FY03	8,502	-	-	-	8,502
G210319	HIDTA STASH HOUSE FY03	754	-	-	-	754
G210320	G210320 PRJ SPOTLIGHT FY03	-	(15,360)	-	-	(15,360)
G210325	HIDTA HOTEL / MOTEL FY03	21,156	-	-	-	21,156
G210326	HIDTA MULTIAGENCY FY03	4,920	-	-	-	4,920
G210327	HIDTA GRAB TASK FORCE FY03	28,841	-	-	-	28,841
G210330	YOUTH OFFENDER INITIATIVE DEMO	37,229	-	-	-	37,229
G210332	TXDOT IMPAIRED DRIVING STEP	-	25,000	-	-	25,000
G210334	NIBRS GRANT	175,000	-	-	-	175,000
G210402	AUTO THEFT FY04	-	6,636	-	-	6,636
G210403	DART-VIOLENCE AGAINST WOM-03	-	(2,577)	-	-	(2,577)
G210406	OVAG - VADG FUND FY04	-	(1,458)	-	-	(1,458)
G210409	TXDOT SAFE COMMUNITY FY04	-	16,926	-	-	16,926
G210411	JUVENILE ACCT BLOCK GRANT	-	6,589	-	-	6,589
G210413	BULLETPROOF VEST PROGRAM FY04	19,618	-	-	-	19,618
G210415	LLEBG FY04 RMS	333,645	-	-	-	333,645
G210418	VCLG - VAG FUND FY03	-	(1,490)	-	-	(1,490)
G210424	UNDERAGE DRINKING FY04	-	50,367	-	-	50,367
G210425	HIDTA AIRPORT FY'04	517,330	-	-	-	517,330
G210426	HIDTA STASH HOUSE FY'04	247,360	-	-	-	247,360
G210427	HIDTA SOURCE CITY FY'04	139,531	-	-	-	139,531
G210428	HIDTA MULTI AGENCY FY'04	158,196	-	-	-	158,196
G210429	HIDTA INTELLIGENCE FY'04	103,169	-	-	-	103,169
G210430	HIDTA TRANSPORTATION FY'04	9,301	-	-	-	9,301
G210431	HIDTA ENTERPRISE FY'04	2,868	-	-	-	2,868
G210432	HIDTA GRAB FY'04	76,074	-	-	-	76,074
G210435	COPS IN SCHOOL '04	146,474	-	-	-	146,474
G210436	LLEBG FY'04 GRANT	38,792	-	-	-	38,792
G210502	210502 ATPA FY'05	-	723,918	-	-	723,918
G210503	210503 DART PROJECT FY'05	$ -	116,416	-	-	116,416

(Continued)

CITY OF EL PASO, TEXAS

Schedule of Expenditures - Special Revenue Funds

For the year ended August 31, 2005

		Special Revenue Funds				
Grant	Description	Federal Grants	State Grants	Other Grants	Non-Grants	Total Special Revenue Funds
G210504	210504 CRT RESPONSE TEAM FY'05	$ -	43,946	-	-	43,946
G210505	210505 TXDOT SAFE & SOBER '05	-	499,945	-	-	499,945
G210506	210506 VADG GRANT FY'05	-	60,841	-	-	60,841
G210508	210508 TXDOT CLICK TICKET'05	-	61,078	-	-	61,078
G210509	210509 TXDOT SAFE COMM. FY'05	-	123,107	-	-	123,107
G210510	210510 COPS SCHOOLS CODE BLUE	79,766	-	-	-	79,766
G210511	210511 JUVENILE ACCT BLOCK '05	-	135,959	-	-	135,959
G210512	210512 DHS OPS STONEGARDEN	320,068	-	-	-	320,068
G210514	G210514 TXDOT IMPAIRED DRIVER	-	17,384	-	-	17,384
G210515	210515 HUMAN TRAFFICKING GRANT	4,681	-	-	-	4,681
G210518	210518 VCLG - VAG FY'05	-	34,959	-	-	34,959
G210521	G210521 TXDOT PHOTOGRAMMETRY	-	100	-	-	100
G210525	G210525 HIDTA STING 2005	378,959	-	-	-	378,959
G210526	G210526 HIDTA INTEL 2005	29,025	-	-	-	29,025
G210527	G210527 HIDTA STASH HOUSE 2005	149,469	-	-	-	149,469
G210529	G210529 HIDTA ENTERPRISE 2005	4,207	-	-	-	4,207
G210530	G210530 HIDTA TRANSPRT. 2005	7,314	-	-	-	7,314
G210533	G210533 HIDTA CPOT-GRAB FY'05	2,315	-	-	-	2,315
G220305	FEMA EDUCATION ACCOUNT	3	-	-	-	3
G220401	EMERGENCY MGMT FY04	-	2,404	-	-	2,404
G220405	TEEX HOMELAND SECURITY GRANT	-	1,649,064	-	-	1,649,064
G220501	220501 EMERGENCY MGMT FY'05	-	241,708	-	-	241,708
G220505	G220505 TEEK 2004 SHSP	-	3,380	-	-	3,380
G220602	G220602 TEEX HMLAND SEC LETPP	-	7,534	-	-	7,534
G229903	MMRS - MEDICAL RESPONSE SYSTEM	-	1,893	-	-	1,893
G320301	TX FOREST SVC. ARBORIST	-	52,813	-	-	52,813
G320502	EVERY TREE HAS A STORY	-	10,000	-	-	10,000
G340401	ILLEGAL DUMPING & LITTER FY'04	-	17,710	-	-	17,710
G340402	EQUIPMENT FY'04	-	23,994	-	-	23,994
G340501	TCEQ WOOD CHIPPERS	-	43,293	-	-	43,293
G340502	TCEQ LIDS FOR CONTAINERS	-	7,924	-	-	7,924
G410119	HEALTH DONATIONS - SPECIAL REV	-	-	9,802	-	9,802
G4102WCADMN	WIC ADMINISTRATION FY 2002	(5,861)	-	-	-	(5,861)
G410311	TDH OFFICE OF REG PLAN FY03	-	(3,495)	-	-	(3,495)
G410317	TNRCC AIR QUALITY FY03	14	-	-	-	14
G410322	TDH BIO TERRORISM LAB FY03	-	145	-	-	145
G410325	G410325 PUBLIC HEALTH PREP F03	-	(93,098)	-	-	(93,098)
G4103WCADMN	WIC ADMIN FY03	56,965	-	-	-	56,965
G410401	CHILD LEAD PREVENTION	-	(10,793)	-	-	(10,793)
G410402	TB OUTREACH	-	97,264	-	-	97,264
G410403	OFFICE OF BORDER HEALTH	-	8,227	-	-	8,227
G410405	STD ADMIN	-	(2,654)	-	-	(2,654)
G410406	TDH IMMUNIZATION	-	1,111,378	-	-	1,111,378
G410407	TDH TUBERCULOSIS	-	1,487	-	-	1,487
G410408	TDH BUREAU W & C CORE	-	135	-	-	135
G410409	TDH TSCD ASBESTOS	(44)	-	-	-	(44)
G410411	TDH OFFICE OF REGIONAL PLANNIN	-	4,090	-	-	4,090
G410412	TDH HIV SURVEILLANCE STATE	-	(524)	-	-	(524)
G410413	TDH BUREAU W&C FEES	-	(2,886)	-	-	(2,886)
G410416	TCEQ PASS THRU	(5,845)	-	-	-	(5,845)
G410417	TCEQ AIR QUALITY	$ (10,139)	-	-	-	(10,139)

(Continued)

CITY OF EL PASO, TEXAS

Schedule of Expenditures - Special Revenue Funds

For the year ended August 31, 2005

		Special Revenue Funds				
Grant	Description	Federal Grants	State Grants	Other Grants	Non-Grants	Total Special Revenue Funds
G410418	EPA AIR POLLUTION	$ 2,381	-	-	-	2,381
G410420	SEXUALLY TRANSMITTED DIS FY04	-	120,140	-	-	120,140
G410421	TCEQ PM SAMPLING	(3,338)	-	-	-	(3,338)
G410422	TDH BIO TERRORISM LAB	-	961	-	-	961
G410423	HIV SURVEILLANCE FED	-	19,425	-	-	19,425
G410424	TCEQ BORDER AIR MONITORING	(268)	-	-	-	(268)
G410425	PUBLIC HEALTH PREP FY04	-	97,755	-	-	97,755
G410427	CARRYOVER TITLE V - FY04	-	49,655	-	-	49,655
G4104AD	WC ADMN WIC ADMIN	414,867	-	-	-	414,867
G4104BF	BF04 WIC BREASTFEEDING	17,945	-	-	-	17,945
G4104NE	NE04 WIC NUTRITION	139,300	-	-	-	139,300
G410501	TDH CHILD LEAD PREVENT FY'05	-	55,996	-	-	55,996
G410502	TDH TB OUTREACH FY'05	-	180,554	-	-	180,554
G410504	DENTAL - COLDWELL FOUNDATION	-	-	11,000	-	11,000
G410505	TDH STD/HIV ADMIN. FY'05	-	17,367	-	-	17,367
G410506	TDH IMMUNIZATION FY'05	-	61,122	-	-	61,122
G410507	TDH TUBERCULOSIS FY'05	-	582,040	-	-	582,040
G410508	TDH ACFH/POPULATION BASED FY05	-	91,065	-	-	91,065
G410509	TDH TSCD TOXIC SUBSTANCE FY'05	-	36,984	-	-	36,984
G410510	G410510 DSHS-SPAN FY'05	19,115	-	-	-	19,115
G410511	TDH OPHP/LPHS FY'05	-	199,360	-	-	199,360
G410512	TDH HIV/SURV - STATE FY'05	-	14,192	-	-	14,192
G410513	TDH TITLE V -FEES FY'05	-	151,813	-	-	151,813
G410514	TDH TITLE V- FAMILY PLANNING	-	20,491	-	-	20,491
G410516	TCEQ PASS THRU FY'05	137,529	-	-	-	137,529
G410517	TCEQ AQ COMPLIANCE FY'05	421,494	-	-	-	421,494
G410518	EPA AIR POLLUTION FY'05	318,547	-	-	-	318,547
G410519	G410519 WHOLE AIR MONITORING	79,237	-	-	-	79,237
G410520	TDH STD-FEDERAL FY'05	-	5,230	-	-	5,230
G410521	TDH TCEQ PM SAMPLING FY'05	94,295	-	-	-	94,295
G410522	TDH BIO TERRORISM LAB FY'05	-	297,446	-	-	297,446
G410523	TDH HIV/SURV - FEDERAL FY'05	-	258	-	-	258
G410524	TCEQ BORDER AIR MONITORING '05	28,501	-	-	-	28,501
G410525	TDH OPHP/BIOTERR FY'05	-	788,251	-	-	788,251
G410526	G410526 211 AREA INFO CENTER	16,669	-	-	-	16,669
G4105AD	WIC ADMIN - FY'05	3,760,831	-	-	-	3,760,831
G4105BF	WIC BREASTFEEDING FY'05	206,447	-	-	-	206,447
G4105NE	WIC NUTRITION FY'05	1,023,231	-	-	-	1,023,231
G410601	G410601 EPI-BLOOD LEAD SURV'06	-	254	-	-	254
G510202	URBAN PARK RECOVERY PROGRAM	(62,500)	-	-	-	(62,500)
G510501	NGHBRHD YOUTH OUT-WOLSLAGER	-	-	27,952	-	27,952
G530203	TSLAC FY2002	-	1,262	-	-	1,262
G530205	STEINBECK CENTENNIAL	(267)	-	-	-	(267)
G530210	G530210 BAKER & TAYLOR SETTLE	-	275	-	-	275
G530303	TSLAC FY03	-	97	-	-	97
G530309	TANG FY03	-	100	-	-	100
G530403	TSLAC FY2004	-	1,244	-	-	1,244
G530409	TSL TECHNICAL ASSISTANCE	-	403	-	-	403
G530411	E-RATE LIBRARY FUNDS	-	33,488	-	-	33,488
G530503	530503 TSLAC-SYSTEMS FY'05	-	374,225	-	-	374,225
G530507	LOAN STAR GRANT	-	44,764	-	-	44,764
G530509	530509 TANG GRANT FY'05	-	70,847	-	-	70,847
G530510	G530510 TSL - BILL GATES GRANT	-	20,138	-	-	20,138
G540006	MUSEUM GENERAL RESTRICTED	$ -	-	-	133,024	133,024

(Continued)

CITY OF EL PASO, TEXAS

Schedule of Expenditures - Special Revenue Funds

For the year ended August 31, 2005

		Special Revenue Funds				
Grant	Description	Federal Grants	State Grants	Other Grants	Non-Grants	Total Special Revenue Funds
G540007	MUSEUM INSTRUCTION	$ -	-	-	66,221	66,221
G540010	HISTORY MUSEUM SPECIAL REVENUE	-	-	-	157	157
G540109	SCHOOL SERVICES PRIVATE AWARDS	-	-	37,578	-	37,578
G540503	G540503 TEXAS FLAGS & CRAFTS	-	4,064	-	-	4,064
G550402	TCA SUBGRANT & ADMIN FY04	-	1	-	-	1
G550403	ARTS IN EDUCATION FY04	-	(280)	-	-	(280)
G550501	550501 TCA CORE '05	-	10,206	-	-	10,206
G550502	550502 TCA SUBGRANT 05	-	33,684	-	-	33,684
G550504	CHUCHUMBE FY'05	5,000	-	-	-	5,000
G550509	HAF-WOS INTERN'L GUITAR FY'05	-	3,750	-	-	3,750
G550510	NEFA - SUSAN MARSHALL FY'05	-	5,000	-	-	5,000
G550516	EPISD - ARTS IN EDUCATION FY05	-	3,000	-	-	3,000
G550517	YISD - ARTS IN EDUCATION FY'05	-	5,000	-	-	5,000
G550518	ACD STRATEGIC PLAN FY'05	-	20,000	-	-	20,000
G710301	CD SAMSA GRANT FY03	561,948	-	-	-	561,948
G7103FGCITY	FGP CITY FY03	(14)	-	-	-	(14)
G7103FGFEDR	FGP FEDERAL FY03	(33)	-	-	-	(33)
G7104FGCITY	FGCITY FOSTER GRANDP PROG F	3,988	-	-	-	3,988
G7104FGFEDR	FGFEDR FOSTER GRANDP PROG F	48,444	-	-	-	48,444
G7104RSCITY	RSCITY RETIRED SR VOL PROG	33,898	-	-	-	33,898
G7104RSFEDR	RSFEDR RETIRED SR VOL PROG	47,761	-	-	-	47,761
G7104RSSTAT	RSSTAT RETIRED SR VOL PROG	(1)	-	-	-	(1)
G7105FGCITY	7105FGCITY FOSTER GRANP FY'05	49,887	-	-	-	49,887
G7105FGFEDR	7105FGFEDR FOSRTER GRANP 05	433,293	-	-	-	433,293
G7105FGSTAT	7105FGSTAT FOSTER GRANP 05	3,211	-	-	-	3,211
G7105RSCITY	7105RSCITY RETIRED SR. PROG'05	62,368	-	-	-	62,368
G7105RSFEDR	7105RSFEDR RETIRED SR PROG'05	65,563	-	-	-	65,563
G7105RSSTAT	7105RSSTAT RETIRED SR PROG'05	27,972	-	-	-	27,972
G71HHSCGEDT	COMPUTER AND GED TRAINING	100,280	-	-	-	100,280
G720201	BROWNSFIELD SITE ASSESSMENT	16,914	-	-	-	16,914
G72BRLF	G72BRLF EPA BROWNSFIELD RLF	2,634	-	-	-	2,634
G72CAIP	COMMUNITY ADJUST & INVEST RLF	168,455	-	-	-	168,455
G780001	FHWA/TS DOT/MPO FY2000	(979)	-	-	-	(979)
G780003	TIP- PLANNING FUNDS FY2004+	260,172	-	-	-	260,172
G780204	BORDER IMPROVEMENT PROGRAM	82,246	-	-	-	82,246
G780401	FHWA/TS DOT/MPO FY04	114,038	-	-	-	114,038
G780403	HWA / NMSHTD / MPO & P FY04	2,398	-	-	-	2,398
G780404	G780404 BIP NEW MEXICO	4,593	-	-	-	4,593
G780405	G780405 BIP LOCAL PRIVATE	3,216	-	-	-	3,216
G780406	G780406 BIP AIRPORT	5,518	-	-	-	5,518
G780407	G780407 BIP CITY	914	-	-	-	914
G780501	FHWA / NMSHTD / MPO FY'05	17,318	-	-	-	17,318
G780503	FHWA / TXDOT / MPO FY'05	723,553	-	-	-	723,553
G780504	FHWA BORDER WIZARD '05	1,001	-	-	-	1,001
G780505	G780505 NM SPECIAL STUDIES	31,242	-	-	-	31,242
P500201	PARK USER FEE GEN. ADMINISTRAT	-	-	-	240,005	240,005
P500202	PARK USER FEE SPORTS	-	-	-	402,637	402,637
P500203	PARK USER FEE AQUATICS	-	-	-	863,121	863,121
P500204	PARK USE GUS & GOLDIE MARKETIN	$ -	-	-	22,795	22,795

(Continued)

CITY OF EL PASO, TEXAS

Schedule of Expenditures - Special Revenue Funds

For the year ended August 31, 2005

		Special Revenue Funds				
Grant	Description	Federal Grants	State Grants	Other Grants	Non-Grants	Total Special Revenue Funds
P500205	PARK USER SPECIAL PROMO.SEC.	$ -	-	-	58,369	58,369
P500206	PARK USER MCKELLIGON CANYON	-	-	-	485	485
P500207	PARK AGENCY ARMIJO	-	-	-	67,438	67,438
P500208	PARK AGENCY CAROLINA REC CTR	-	-	-	71,043	71,043
P500209	PARK AGENCY MISSOURI	-	-	-	21,258	21,258
P500210	PARK AGENCY NATIONS TOBIN	-	-	-	43,495	43,495
P500211	PARK AGENCY NORHTEAST	-	-	-	232,494	232,494
P500212	PARK AGENCY PAVO REAL	-	-	-	126,261	126,261
P500213	PARK AGENCY SAN JUAN	-	-	-	73,615	73,615
P500214	PARK AGENCY WESTSIDE	-	-	-	228,235	228,235
P500215	PARK AGENCY RAY GILMORE CTR	-	-	-	6,859	6,859
P500216	PARK AGENCY SEVILLE COMMUNITY	-	-	-	14,449	14,449
P500218	PARK AGENCY MEM. PARK SENIOR C	-	-	-	35,455	35,455
P500219	PARK AGENCY SACRAMENTO SENIOR	-	-	-	31,441	31,441
P500220	PARK AGENCY SAN JUAN SENIOR CT	-	-	-	22,830	22,830
P500221	PARK AGENCY S. EL PASO SR. CT.	-	-	-	23,675	23,675
P500222	PARK AGENCY WASHINGTON SENIOR	-	-	-	24,680	24,680
P500223	PARK AGENCY WELLINGTON CHEW	-	-	-	12,162	12,162
P500224	PARK AGENCY LINCOLN CTR	-	-	-	1,841	1,841
P500225	PARK AGENCY CENTER FOR THE HAN	-	-	-	100,669	100,669
P500226	PARK AGENCY EAST SIDE SENIOR C	-	-	-	58,168	58,168
P500227	PARK AGENCY SPE. EVENTS SR. CT	-	-	-	13,846	13,846
P500228	PARK AGENCY POLLY HARRIS SR. C	-	-	-	17,185	17,185
P500229	PARK AGENCY YOUTH OUTREACH PRG	-	-	-	6,253	6,253
P500230	PARK AGENCY CHIHUAHUTTA COMM.	-	-	-	103	103
P500231	FEDERAL CONFISCATED FUNDS	-	-	-	227,531	227,531
P500232	STATE CONFISCATED FUNDS	-	-	-	432,011	432,011
P500233	TREASURY CONFISCATED FUNDS	-	-	-	2,080	2,080
P500234	PD DONATED FUNDS	-	-	-	22,242	22,242
P500235	ABANDONED AUTO TRUST- RESTRICT	-	-	-	215,716	215,716
P500236	GARAGE KEEPERS LIEN-RESTRICTIO	-	-	-	843,434	843,434
P500238	CONTINUING EDUCATION TRAINING	-	-	-	5,460	5,460
P500239	BREATH ALCOHOL TESTING	-	-	-	22,058	22,058
P500243	PARK AGENCY PETER MRTNZ SR. CR	-	-	-	27,390	27,390
P500247	PARK AGENCY NOLAN RICHARSON RE	-	-	-	37,240	37,240
P500249	SPORTS SPECIAL EVENTS	-	-	-	29,406	29,406
P500251	EASTWOOD REC CENTER	-	-	-	123,560	123,560
P500252	MARTY ROBINS REC CENTER	-	-	-	52,030	52,030
P518000153	VALLEY CREEK PARK DED. REVENUE	-	-	-	13,566	13,566
P518000812	WHITE SPUR DEDICATION REVENUE	-	-	-	7,951	7,951
P518000831	PAVO REAL DEDICATION REVENUE	-	-	-	2,180	2,180
P518000834	PAVO REAL/YSLETA/MID DRAIN/CAR	-	-	-	1,200	1,200
P518000858	P518000858 TIERRA DEL ESTE PAR	-	-	-	(12,084)	(12,084)
PD10422	D10422 FY95 D1 SPEC PROJ ROLLO	-	-	-	1,943	1,943
PD20423	D20423 D2 FY95 COUNCIL ROLLOVE	-	-	-	9,095	9,095
PD30424	D30424 D3 FY95 COUNCIL ROLLOVE	-	-	-	14,983	14,983
PD40425	D40425 NE MUNI CENTER ROLLOVER	-	-	-	3,284	3,284
PD50426	D50426 D5 FY95 COUNCIL ROLLOVE	-	-	-	3,172	3,172
PD60427	D60427 D6 FY95 COUNCIL ROLLOVE	-	-	-	11,969	11,969
PD70428	D70428 D7 FY95 COUNCIL ROLLOVE	-	-	-	5,254	5,254
PD80429	D80429 D8 FY95 COUNCIL ROLLOVE	-	-	-	11,009	11,009
PHE0203	City-County Health Admin Ph 3	-	-	-	185,393	185,393
PMC0001	MUNI TECHNOLOGY REV FUND PRJCT	-	-	-	592,401	592,401
PPA05002	Chuck Heinrick Pk Police Mem	-	-	-	18,000	18,000
PPW0046004	NORTHEAST REGIONAL PARK	$ -	-	-	93,300	93,300

(Continued)

CITY OF EL PASO, TEXAS

Schedule of Expenditures - Special Revenue Funds

For the year ended August 31, 2005

		Special Revenue Funds				
Grant	Description	Federal Grants	State Grants	Other Grants	Non-Grants	Total Special Revenue Funds
PPW0203	HEALTH FACILITIES 2002	$ 1,905	-	-	55,036	56,941
PPW0310	PLAZA THEATRE	-	-	-	1,252,831	1,252,831
PPWHE04002	MEDICAL EXAMINER FCLTY RENOVAT	-	276,000	-	248,805	524,805
G210611	G210611 JUVENILE ACCT FY'06	-	9,290	-	-	9,290
G4199WCADMN	WIC ADMINISTRATION FY99	159,500	-	-	-	159,500
G4199WCNUTR	WIC NUTRITION FY99	41,095	-	-	-	41,095
G210602	G210602 ATPAFY'06	-	18,001	-	-	18,001
G210604	G210604 CRT FY'06	-	19,919	-	-	19,919
G530609	G530609 TANG GRANT FY'06	-	51	-	-	51
G4103WCBF03	WIC BREASTFEEDING FY03	8,234	-	-	-	8,234
G4103WCNE03	WIC NUTRITION FY03	43,092	-	-	-	43,092
-	CDC Non monetary assistance-vaccines	2,040,201				2,040,201
-	FEMA Non monetary assistance - TEEK	700,198				700,198
-	ART RESTRICTED FUND	-	-	-	40,903	40,903
-	TOM LEA ENDOWMENT	-	-	-	13,684	13,684
-	CONVENTION & PERF ARTS CENTER	-	-	-	3,586,209	3,586,209
-	DONATIONS	-	-	-	10,145	10,145
-	LIBRARY	-	-	-	11,204	11,204
-	MUNICIPAL COURT SECURITY	-	-	-	282,871	282,871
-	OTHER	-	-	-	102,325	102,325
-	P500231 FEDERAL CONFISCATED	-	-	-	(2,984)	(2,984)
-	ZOO OPERATIONS	-	-	-	751,979	751,979
		$ 17,727,675	8,963,223	119,294	12,376,051	39,186,243

DEBT SERVICE FUND

The Debt Service Fund is used to account for the accumulation of resources for and payment of general long-term debt principal, interest, arbitrage rebate and associated fiscal fees incurred. Revenue sources include ad-valorem property taxes.

CITY OF EL PASO, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

DEBT SERVICE FUND

For the year ended August 31, 2005

	Budgeted Amounts		Actual	Variance with Final Budget
	Adopted	Final	Amounts	Positive (Negative)
Budgetary fund balance, September 1	$ 329,242	510,765	510,765	
Resources (inflows):				
Property taxes	38,495,639	33,396,256	33,956,712	560,456
Penalties and Interest-Delinquent taxes		370,000	421,044	51,044
Interest received		703,983	931,531	227,548
Parking meter revenue	500,000	500,000	269,904	(230,096)
Other		350,000	467,761	117,761
Face amount of refunding bonds issued		152,190,000	152,190,000	
Premium on issuance of bonds		9,643,994	9,643,994	
Transfers from other funds	6,023,433	1,592,248	1,854,681	262,433
Sale of capital assets		1,000,000	1,000,000	
Additional transfer from General Fund		1,201,167	1,201,167	
Amounts available for appropriation	45,348,314	201,458,413	202,447,559	989,146
Charges to appropriations (outflows):				
Debt service:				
Principal	26,081,800	18,916,716	18,916,716	
Principal - Commercial Paper		500,000	500,000	
Interest	17,881,295	15,610,905	15,610,905	
Interest - Commercial Paper	975,000	975,000	1,079,111	(104,111)
Fiscal fees	80,977	1,778,217	1,720,111	58,106
Payment to refunding bond escrow agent:				
Refunding bond proceeds		160,486,753	160,486,753	
From current assets		1,508,975	1,508,975	
Total charges to appropriations	45,019,072	199,776,566	199,822,571	(46,005)
Budgetary fund balance, August 31	$ 329,242	1,681,847	2,624,988	943,141

This budget and this schedule are prepared on a basis consistent with accounting principles generally accepted in the United States.

CAPITAL PROJECTS FUND

The Capital Project fund is used to account for the acquisition or construction of capital facilities and the acquistion of equipment and other capital assets other than those financed by Proprietary and Trust funds.

CITY OF EL PASO, TEXAS
Schedule of Capital Projects Fund Expenditures and Transfers
For the year ended August 31, 2005

Project	Name/Description	Capital Projects
P390001	UTEP FIBER OPTIC CABLING	$ 112,816
P501072	BLUFF CHANNEL	(55)
P501380	NORTHWEST CORRAL	(3,870)
P501392	MUSEUM "EP ENERGY" DONATION	16,103
P501488	UNALLOC APPNS-EMERG REHAB-CITY	35,264
P501528	FY04 PS MIGRATION	375
P501539	BLACKIE CHESHER PARK	1,811
P501540	PLAYGROUND EQUIPMENT	83,685
P501543	VETERANS PARK SWIMMING POOL	2,017
P501545	MSC IMPROVEMENTS - FY98 CO	66,121
P501552	TSL 508.3 MEMORIAL PK LIB RENO	12,759
P501566	CIVIC CENTER CAPITAL IMPROVEME	1,673,613
P502002	P502002 CVB ROOF REHAB	121,450
P502003	93A ISSUE CITY HALL REHAB FY02	27,923
P540001	CITY AUCTIONS	30,578
P540008	CONTRACTUAL OBLIGATIONS FY98	43,867
P540009	CONTRACTUAL OBLIGATIONS FY99	284,848
P540010CTY	CAPITAL OUTLAY	660,754
P540010LEG	CAPITAL OUTLAY	40,812
PBE04AD101	BOND ISSUE COSTS PARKS PROP	7,459
PBE04AD102	BOND ISSUE COSTS FLOOD CONTROL	2,479
PBE04AD103	BOND ISSUE COSTS STREETS PROP	127,588
PBE04AD104	BOND ISSUE COSTS FIRE PROP	17,753
PBE04AD105	BOND ISSUE COSTS HEALTH PROP	2,687
PBE04AD107	BOND ISSUE COSTS ZOO PROP	657
PBE04AD109	BOND ISSUE COSTS PUBLIC SAFETY	11,137
PBE04AD111	BOND ISSUE COST EQUIPMENT PROP	11,058
PBE04FC101	AIRWAY PUMP STATION	19,911
PBE04FC102	CARLSON/ELLT PMP ST	46,341
PBE04FC103	CHANNEL #1	367,098
PBE04FC104	ROCKY BLUFF DRAIN	4,180
PBE04FI101	FIRE STATION #18	303,718
PBE04FI102	FIRE STATION #31	35,600
PBE04FI103	FIRE STATION #33	642,143
PBE04FI104	FIRE STATION #34	123,635
PBE04FI105	FIRE STATION #35 (NEW)	288,962
PBE04HE101	HENDERSON HLTH CTR	18,641
PBE04HE102	YSLETA HLTH CTR	15,685
PBE04LI101	LOWER VALLEY BRANCH	3,030
PBE04LI102	MEMORIAL PRK BRANCH	18,423
PBE04MF101	ADA COMPLIANCE	80,730
PBE04MF102	PUBLIC SAFETY COMMUNICATIO SYS	1,986,811
PBE04PA101	EASTSIDE SENIOR CTR	43,200
PBE04PA102	GALATZAN REC CTR	1,715
PBE04PA103	GENERAL PRK IMPRVMT	$ 45,407

(Continued)

CITY OF EL PASO, TEXAS
Schedule of Capital Projects Fund Expenditures and Transfers
For the year ended August 31, 2005

Project	Name/Description	Capital Projects
PBE04PA104	LEO CANCELLAR POOL2	$ 187,260
PBE04PA105	NATIONS TOBIN	145,151
PBE04PA106	PAVO REAL REC CTR	373,718
PBE04PA107	RANCHOS DEL SOL	246,042
PBE04PA108	ROGER BROWN	28,850
PBE04PA109	SHAWVER POOL PHAS 2	323,907
PBE04PA110	SUNRISE	7,483
PBE04ST101	AIRWAY	374,323
PBE04ST102	ALABAMA	504,410
PBE04ST103	BILLY THE KID PHS 1	718,278
PBE04ST103A	BILLY THE KID PHS 2	8,158
PBE04ST104	BOWEN	43,611
PBE04ST105	CEDAR GROVE PHS 10	39,914
PBE04ST106	CEDAR GROVE P 11-12	106,491
PBE04ST107	CEDAR GROVE P 1-9	1,441,224
PBE04ST108	DORBANDT	57,599
PBE04ST109	GENERAL ST IMPROVEM	35,816
PBE04ST110	GEORGE DIETER	635,099
PBE04ST112	INDIAN PLACE	66,651
PBE04ST113	LADRILLO	30,263
PBE04ST114	LND SCP & BEAUT P1	402
PBE04ST114A	LANDSCAPE & PKWY IMP D-4 DYER	480,000
PBE04ST114B	ROUND RK & CAPT VALTR CIRCLE	5,000
PBE04ST114C	LANDSCPE & PKWY D-4 ST IMPV	113,531
PBE04ST115	LEE	229,519
PBE04ST116	MARSHALL	99,000
PBE04ST117	MONTOYA HEIGHTS P 1	163,239
PBE04ST118	MONTOYA HEIGHTS P2	132,007
PBE04ST119	MONTWOOD	1,306,714
PBE04ST121	MONTWOOD MEDIAN	166,539
PBE04ST122	NORTH PARK DRAINAGE	935,327
PBE04ST123	NORTHEAST DIV CH 2	9,969
PBE04ST124	OPEN SPACE ENHANCEM	18,103
PBE04ST124A	POLLARD STREET PEDESTRIAN WAY	388,972
PBE04ST125	PASODALE	68,753
PBE04ST126	PEBBLE HILLS	119,195
PBE04ST127	ROSEWAY	184,076
PBE04ST128	SIGN REPLACEMENT	275,833
PBE04ST130	SGNL & FLASH INSTAL DIST 8	14,707
PBE04ST131	SGNL & FLASH INSTAL CITY WIDE	395,970
PBE04ST132	STREET RESURFACING CITY WIDE	49,820
PBE04ST133	STREET RESURFACING DIST 2	2,666,416
PBE04ST135	STREET RESURFACING DIST 8	529,364
PBE04ST136	UNPAVED RIGHT OF WAY CITY WIDE	500,000
PBE04ST137	UNPAVED RIGHT OF WAY DIST 2	15,151
PBE04ST138	UNPAVED RIGHT OF WAY DIST 8	245,792
PBE04ST139	UPPER VALLEY	$ 70,760

(Continued)

CITY OF EL PASO, TEXAS
Schedule of Capital Projects Fund Expenditures and Transfers
For the year ended August 31, 2005

Project	Name/Description	Capital Projects
PBE04ST140	VERDELAND	$ 101,656
PBE04ST141	WENDA	422,023
PFI05002	FIRE STATION #20 REHAB	29
PHI05001	HIST MUS EXHIBIT AREA	102,085
PMB0001130	CITY DEPTS NOC	10,091
PMB0001160	SOLID WASTE CO EQUIP	14,985
PMB0002130	CITY EQUIPMENT NOC	1,221,137
PMB0002160	SOLID WASTE EQUIPMENT	59,004
PMB0002190	EQUIPMENT MAINTENANCE	4,551
PMB0003130	FY 02 CERT OB EQUIP-CITY EQUIP	409,017
PMB0003160	FY02 CERT OB EQUIP- SW EQUIP	762,140
PMB0003190	FY02 CERT OB EQUIP-EQUIP MAINT	6,019
PMB0004130	FY03 CITY CAPITAL EQUIPMENT	436,764
PMB0005001	BE CAP ACQ PARKS	170,520
PMB0005003	BE CAP ACQ STREETS	724,518
PMB0005004	BE CAP ACQ FIRE	1,880,359
PMB0005005	BE CAP ACQ HEALTH	49,655
PMB0005007	BE CAP ACQ ZOO	126,595
PMB0005008	BE CAP ACQ LIBRARY	5,951
PMB0005009	BE CAP ACQ PUB SFTY	4,152,293
PMB0005011	BE CAP ACQ P.S. COM	1,802,018
PPA05001	COHEN STADIUM LESSOR IMPV	35,725
PPA05002	Chuck Heinrick Pk Police Mem	20,500
PPW0007190	CITY HAZARD ELIMINATION AND SA	11,510
PPW0013	LOWER VALLEY SUB-STATION REMD.	8,050
PPW0015	LIBRARY BOOK PROCESSING CENTER	5,987
PPW0023	LEE BLVD. - MONTANA TO PRATT	95,601
PPW0028002	KIMBERLY HEIGHTS SPECIAL ASSES	57
PPW0029001	FRST DRAINGE/FLOOD CNTL IMPRV	19,227
PPW0029002	MS4 FOR WATER QUALITY PHASE 1	97
PPW0029003	CW MINOR DRAINAGE IMP PH 4,5,6	531,699
PPW0032001	FIRST FACILITIES PROJECT FY 2	(446)
PPW0034003	WINDOW GASKETS/EXTERIOR REHAB/	(243)
PPW0034004A	CITY HALL MECH & LGHTNG SYSTMS	8,053
PPW0035005	SYNCHRONIZATION	84,694
PPW0035006	VEHICLE DETECTOR PHASES 1, 2 &	35,988
PPW0035007	SAN ANTONIO PLAZA	11,977
PPW0035008	AIRWAY BLVD.	53,254
PPW0035011	CBD PHASE 3 DESIGN	264,952
PPW0036001	FIRST RETROFIT OF BASINS 2000A	310,090
PPW0045	KEYSTONE HERITAGE PARK	230
PPW0046001	MISSION HILLS	13,646
PPW0046004	NORTHEAST REGIONAL PARK	576,764
PPW0046005	VISTA DEL VALLE & MULTIPURPOSE	71,252
PPW0046005A	VISTA DEL VALLE CTR TRACK/IRRI	38,835
PPW0046008	CLEVELAND SQUARE	21,874
PPW0046009	WESTSIDE COMMUNITY PARKS (VALL	134,236
PPW0046012	COHEN STADIUM - CANOPY	$ 1,850

(Continued)

CITY OF EL PASO, TEXAS
Schedule of Capital Projects Fund Expenditures and Transfers
For the year ended August 31, 2005

Project	Name/Description	Capital Projects
PPW0046015	MARWOOD	$ 35,398
PPW0046018	CRESTMONT	15
PPW0046019	PAUL HARVEY	33,228
PPW0046020	RIO GRANDE RIVER PARK	57,756
PPW0046020TE	R.G. RIVERPARK TXDOT ENHANCEME	10,819
PPW0046023	BLACKIE CHESHER	64,859
PPW0046024	ARMIJO POOL	7,500
PPW0046026YR2	MEMORIAL PARK AND POOL	2,715,960
PPW0046027YR2	NEW REC. CENTER EASTWOOD PRK	245,448
PPW0046028YR2	NEW REC. CENTER-MARTY ROBBINS	1,920,278
PPW0046029YR2	HACIENDA HEIGHTS AND POOL	153,914
PPW0046032YR2	ALETHEA	954
PPW0046034YR2	NORTH HILLS	2,373
PPW0046038YR2	STUDENT MEMORIAL	1,927
PPW0046039YR2	RIVERSIDE	(200)
PPW0046042YR2	WESTGREEN PARK	513
PPW0046044	VISTA DEL SOL	292,021
PPW0046046	MCKELLIGON CANYON	1,698,292
PPW0046047	SAN JACINTO PLAZA	296,579
PPW0047	TMC OPERATIONS CENTER	204,563
PPW0050002	C.H. RESTROOM REMODELING - ADA	15,689
PPW0050003	ADA 8929 VISCOUNT	7,900
PPW0051	ANIMAL SHELTER	434,278
PPW0052	FLASHER INSTALLATIONS	33,474
PPW0053	DODGE (HAWKINS) EXPANSION	245,465
PPW0056001	LIB PRJTS 00 ELEC-WESTSIDE LIB	647,383
PPW0056002	LIB PRJTS 00 ELEC-MAIN LIB REM	5,388,083
PPW0056003	LIB PRJTS 00 ELEC-BOOK/LIB MAT	2,743
PPW0056003YR2	BOOKS AND LIBRARY MATERIALS	906,005
PPW0056005YR2	EAST SIDE REGIONAL LIBRARY BRC	1,372,403
PPW0056006YR2	RENOVATE (SAN JOSE LIBRARY)	1,902,885
PPW0057004YR2	CONVERT POOL & SR.CTR. W. PARK	1,992,979
PPW0057005YR2	STORAGE BLDG. MISC STORAGE	348,579
PPW0057006YR2	ADMINISTRATION BLDG. ADD/RENOV	393,739
PPW0057007YR2	ANIMAL QUARANTINE	448,587
PPW0058001	HIST MUS 00 ELEC-NEW HIST MUSE	3,317,478
PPW0088	PAVEMENT CONDITION INDEXING	209,962
PPW0100	SCHUSTER SLOPE STABILITY	149,689
PPW0201	MCCOMBS LANDFILL 2002	10,637
PPW0202	CLARK FACILITIES 2002	1,000,000
PPW0203	HEALTH FACILITIES 2002	131,732
PPW0206	eVerge PeopleSoft	652,995
PPW0310	PLAZA THEATRE	13,204,177
PPWBR03006	ZARAGOZA POE WT & MOTION SCLS	89,725
PPWFA03008	MUNI. FAC. - SECURITY UPGRADES	(35)
PPWFA03009	CITY HALL RENOVATIONS	219,105
PPWFA03010	CITY HALL RENOVATIONS - 8TH FL	(82)
PPWFA03013	CLARK ST. ANNEX	$ (374)

(Continued)

CITY OF EL PASO, TEXAS
Schedule of Capital Projects Fund Expenditures and Transfers
For the year ended August 31, 2005

Project	Name/Description	Capital Projects
PPWFA03020	CH BASEMENT DOORS	$ 65,314
PPWFA03021	EMERGENCY REHAB CITY FACILITIE	79,190
PPWFL03045	WHITE SPUR DITCH-CONVERT TO CL	30,501
PPWFL03047	GSA STORM SEWER RELOCATION	21,500
PPWST03001	CBD PHASE 3	142,453
PPWST03007	RESURFACING 2003	345,209
PPWST03016	SUNLAND PARK DRIVE	46,911
PPWST03021	COTTON STREET BRIDGE	18,361
PPWST03022	EDGEMERE EXTENSION	1,649,315
PPWST03033	GEORGE DIETER & AIRWAY C.O.	17,367
PPWST03035	LOOP 375 UTILITY RELOCATION	40,000
PQLPA101	ARLINGTON PARK	2,548
PQLPA102	BUENA VISTA PARK	94
PQLPA103	CALENDAR PARK	3
PQLPA104	CHELSEA POOL	3,598
PQLPA105	CHIHUAHUITA PARK	82
PQLPA106	CIELO VISTA PARK	10,041
PQLPA107	COLONIA VERDE PARK	2,718
PQLPA108	CORK PARK	374
PQLPA109	DE VARGAS PARK	590
PQLPA110	DELGADO PARK	703
PQLPA111	DICK SHINAUT PARK	5,801
PQLPA112	DOLPHIN PARK	6,123
PQLPA113	DUNN PARK	47
PQLPA114	EASTSIDE MAINTENANCE YARD	469
PQLPA115	ESTRELLA-RIVERA PARK	668
PQLPA116	FRANKLIN PARK	3,409
PQLPA117	GRACE CHOPE PARK	293
PQLPA118	GRANDVIEW PARK & POOL	189,630
PQLPA119	H.T. PONSFORD PARK	6,649
PQLPA120	HAWKINS PARK	4,203
PQLPA121	INDIAN HEIGHTS PARK	1
PQLPA122	IRWIN J. LAMBKA PARK	159,155
PQLPA123	J.P. SHAWVER PARK	10,822
PQLPA124	JUDGE GALATZAN PARK	16,799
PQLPA125	LINCOLN PARK	1,312
PQLPA126	LORETTO-LINCOLN PARK	738
PQLPA127	MADELINE PARK	867
PQLPA128	MCARTHUR PARK	359
PQLPA129	MESA TERRACE PARK	818
PQLPA130	MILAGRO PARK	2,697
PQLPA131	MODESTO GOMEZ PARK	10,498
PQLPA132	MONTWOOD HEIGHTS PARK	276,156
PQLPA133	MOUNTAIN VIEW PARK	7
PQLPA134	MUNDY PARK	1
PQLPA135	MURCHISON PARK	1,078
PQLPA136	NEW REC CENTER WESTSIDE	307,175
PQLPA137	NEW SOCCER FACILITY	$ 33,588

(Continued)

CITY OF EL PASO, TEXAS
Schedule of Capital Projects Fund Expenditures and Transfers
For the year ended August 31, 2005

Project	Name/Description	Capital Projects
PQLPA138	NEWMAN PARK	$ 18
PQLPA140	PACIFIC PARK	902
PQLPA141	PALM GROVE PARK	761
PQLPA142	PALO VERDE PARK	3,180
PQLPA143	PASEO DE LOS HEROES PARK	726
PQLPA144	PAVO REAL PARK & POOL	1,827
PQLPA145	PEBBLE HILLS PARK	7,291
PQLPA146	PECAN GROVE 1 & 2	2,436
PQLPA147	PICO NORTE PARK	4,018
PQLPA148	RAYNOLDS MEDIAN	991
PQLPA149	ROGER BROWN BALLFIELD	527
PQLPA150	ROSE GARDEN	195,896
PQLPA151	SCENIC DRIVE PARK	1,089
PQLPA152	SHEARMAN PARK	3,809
PQLPA153	SKYLINE YOUTH PARK	3,629
PQLPA154	SNOW HEIGHTS PARK	1,089
PQLPA155	STILES PARK	9
PQLPA156	SUE YOUNG PARK	938
PQLPA157	SUFFOLK PARK	386
PQLPA158	SUMMIT-FILLMORE PARK	585
PQLPA159	SUNRISE PARK	3,078
PQLPA160	SUNSET HEIGHTS PARK	946
PQLPA161	THOMAS MANOR PARK	14,908
PQLPA162	TODD WARE PARK	792
PQLPA163	TOM LEA (LOWER) PARK	1,698
PQLPA164	TOM LEA (UPPER) PARK	375
PQLPA166	TYRONE PARK	384
PQLPA167	VETERAN (W/O BALL FLD LGHT)PRK	668,430
PQLPA168	WALTER CLARKE PARK	25
PQLPA169	WASHINGTON PARK	5,597
PQLPA170	WELLINGTON CHEW PARK	867
PQLPA171	WESTSIDE REGIONAL PARK (ALL P)	389,730
PQLPA172	WEST SPORT COMPLEX THREE HILL	248,516
PQLPA173	WHITE SPUR PARK	8
PQLPA174	YSLETA PARK	954
PQLPA176	COHEN STADIUM HVAC PROJECT	35,199
PQLPA179	Travis White Park Parking Lot	950
PQLPA181	PARK IMPROVEMENT PACK 1	1,647,359
PQLPA182	PARK IMPROVEMENT PACK 2	1,433,156
PQLPA183	PIP3 POOL RENOVATIONS	31,364
PQLPA184	PIP4 MAJOR DEVELOPMENT	30,226
PQLPA185	PIP5 SHELTER RENOVATIONS	23,682
PQLPA186	PIP6 IRRIGATION AND SITE WORK	19,000
PQLPA187	PIP7 IRRIG AND TREE PLANTING	20,911
PQLPA188	PIP8 PLYGRND AND TREE PLANTING	11,372
PQLPA189	PIP9 General Parks Improvement	360,083
PQLPA190	PIP10 WESTSIDE COMMMUNITY PARK	$ 2,209

(Continued)

CITY OF EL PASO, TEXAS
Schedule of Capital Projects Fund Expenditures and Transfers
For the year ended August 31, 2005

Project	Name/Description	Capital Projects
PQLZO101	NEW ENTRY & PUBLIC ACT CENTER	$ 332,137
PQLZO102	OLD EXHIBITS REPTILE & BIOME B	137,447
PQLZO103	ZOO PARKING GARAGE	202,059
PQLZO104	ZOO AFRICA EXPANSION	885,323
PPW0056006	RENOVATE SAN JOSE LIBRARY	266,592
	Total Expenditures and Transfers	$ 88,201,312

INTERNAL SERVICE FUNDS

Internal Service funds are used to account for the financing of goods or services provided by one department of the City to other City departments and other public units, on a cost reimbursement basis.

Supply and Support - This fund accounts for the Fleet Maintenance Department which operates the City motor pool and maintains and repairs City owned vehicles and major equipment, excluding the vehicles utilized by Mass Transit. In addition, the City's copy center and postage functions are also accounted for in this fund.

Self-Insurance - This fund accounts for the financing of health bendfits, workers' compensation benefits and unemployment benefits for City employees.

THE CITY OF EL PASO

TEXAS

CITY OF EL PASO, TEXAS

COMBINING BALANCE SHEET

INTERNAL SERVICE FUNDS

August 31, 2005

	SUPPLY AND SUPPORT	SELF INSURANCE	TOTALS
ASSETS			
Receivables - Net of Allowances			
Trade	$ 23,873		23,873
Due From Other Funds	15,731		15,731
Inventory	574,559		574,559
Fuel Inventory	57,922		57,922
Capital Assets:			
Buildings, Improvements & Equipment, Net	287,616		287,616
TOTAL ASSETS	$ 959,701	-	959,701
LIABILITIES			
Accounts Payable	$ 552,079	37,300	589,379
Accrued Payroll	133,716	28,687	162,403
Due to Other Funds	479,303	1,397,536	1,876,839
Certificates of Obligation Bonds	166,085		166,085
Compensated Absences	132,778	21,856	154,634
Claims and Judgments		18,332,788	18,332,788
TOTAL LIABILITIES	1,463,961	19,818,167	21,282,128
NET ASSETS			
Invested in capital assets, net of related debt	137,262		137,262
Unrestricted	(641,522)	(19,818,167)	(20,459,689)
Total net assets	(504,260)	(19,818,167)	(20,322,427)
TOTAL LIABILITIES AND NET ASSETS	$ 959,701	-	959,701

CITY OF EL PASO, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS

INTERNAL SERVICE FUNDS

For the year ended August 31, 2005

	SUPPLY AND SUPPORT	SELF INSURANCE	TOTALS
OPERATING REVENUES:			
Sales to Departments	$ 12,006,798		12,006,798
Premium Contributions		41,530,802	41,530,802
General Revenues	57,820	1,103,779	1,161,599
TOTAL OPERATING REVENUES	12,064,618	42,634,581	54,699,199
OPERATING EXPENSES:			
Personnel Services	3,323,219	531,752	3,854,971
Outside Contracts	239,797	2,432,282	2,672,079
Professional Services		156,030	156,030
Fuel and Lubricants	4,382,115		4,382,115
Materials and Supplies	3,451,488	14,698	3,466,186
Communications	13,756	1,104	14,860
Utilities	15,736		15,736
Operating Leases	63,196		63,196
Travel and Entertainment	5,643	300	5,943
Benefits Provided	1,387	40,552,393	40,553,780
Maintenance and Repairs	777,159		777,159
Other Operating Expenses	36,378	833	37,211
Depreciation	62,871		62,871
TOTAL OPERATING EXPENSES	12,372,745	43,689,392	56,062,137
OPERATING INCOME(LOSS)	(308,127)	(1,054,811)	(1,362,938)
NON-OPERATING REVENUES (EXPENSES):			
Interest Expense	(13,843)		(13,843)
TOTAL NON-OPERATING REVENUES	(13,843)		(13,843)
INCOME (LOSS)	(321,970)	(1,054,811)	(1,376,781)
Change in net assets	(321,970)	(1,054,811)	(1,376,781)
Total Net Assets-beginning	(182,290)	(18,763,356)	(18,945,646)
Total Net Assets-ending	$ (504,260)	(19,818,167)	(20,322,427)

CITY OF EL PASO, TEXAS

COMBINING STATEMENT OF CASH FLOWS

INTERNAL SERVICE FUNDS

For the year ended August 31, 2005

	SUPPLY AND SUPPORT	SELF INSURANCE	TOTALS
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers	$ 12,061,153	42,634,581	54,695,734
Payments to suppliers	(8,901,935)	(42,471,729)	(51,373,664)
Payments to employees	(3,343,521)	(520,169)	(3,863,690)
Net cash provided by operating activities	(184,303)	(357,317)	(541,620)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Transfers (to) from other funds	284,028	357,317	641,345
Net cash provided (used) by noncapital financing activities	284,028	357,317	641,345
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Purchases of capital assets	18,099		18,099
Principal paid on capital debt	(104,181)		(104,181)
Interest paid on capital debt	(13,843)		(13,843)
Net cash (used) by capital and related financing activities	(99,925)		(99,925)
Net increase (decrease) in cash and cash equivalents	(200)		(200)
Balances - beginning of the year	200		200
Balances - end of the year	$ -	-	-
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:			
Operating income (loss)	$ (308,127)	(1,054,811)	(1,362,938)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:			
Depreciation expense	62,871		62,871
Change in assets and liabilities:			
Receivables, net	(3,465)		(3,465)
Inventories	(24,096)		(24,096)
Accounts and other payables	108,816	(47,304)	61,512
Accrued expenses	(20,302)	744,798	724,496
Net cash provided by operating activities	$ (184,303)	(357,317)	(541,620)
Schedule of Non-Cash Investing, Capital and Financing Activities			
Increase in fair value of investments	$ -	-	-

THE CITY OF EL PASO

TEXAS

FIDUCIARY FUNDS

Fiduciary funds are used to account for assets held by a governmental unit in a trustee capacity or as an agent for individuals, private organizations or other governmental units.

Agency Fund - This fund is used to account for the City Tax Department, which collects property taxes for other taxing entities.

PENSION TRUST FUNDS

CITY OF EL PASO, TEXAS

COMBINING STATEMENT OF NET ASSETS

PENSION TRUST FUNDS

August 31, 2005

	CEPF Pension Trust Fund	FPPF Pension Trust Fund (as of December 31, 2004)		Total
		Firemen Division	Policemen Division	
ASSETS				
Cash and Cash Equivalents	$ 11,977,731	3,694,716	6,677,155	22,349,602
Investments:				
United States Government Securities	72,061,010			72,061,010
Corporate Bonds	30,270,767			30,270,767
Corporate Stocks	233,122,403			233,122,403
Bank Collective Investment Funds	112,600,712			112,600,712
Foreign Exchange Contract	136,890			136,890
Fixed Income Securities		68,267,082	123,373,496	191,640,578
Domestic Equities		75,819,173	137,021,771	212,840,944
International Equities		58,164,627	105,116,159	163,280,786
Receivables - Net of Allowances				
Commission Credits Receivable	70,873			70,873
Due from Brokers For Securities Sold	1,759,084			1,759,084
Employer Contributions	577,282	113,969	174,876	866,127
Employee Contributions	437,800	96,747	115,516	650,063
Accrued Interest and Dividends	937,140			937,140
Prepaid Items	16,538			16,538
Capital Assets:				
Buildings, Improvements & Equipment, Net		322,276	322,276	644,552
Total assets	463,968,230	206,478,590	372,801,249	1,043,248,069
LIABILITIES				
Accounts Payable	4,291,454	276,546	460,176	5,028,176
Deferred Revenue - Commission Credits	70,873			70,873
Foreign Exchange Contract	138,765			138,765
Total liabilities	4,501,092	276,546	460,176	5,237,814
NET ASSETS				
Held in Trust for Pension Benefits and Other Purposes	$ 459,467,138	206,202,044	372,341,073	1,038,010,255

CITY OF EL PASO, TEXAS

COMBINING STATEMENT OF CHANGES IN NET ASSETS

PENSION TRUST FUNDS

For the year ended August 31, 2005

	CEPF Pension Trust Fund	FPPF Pension Trust Fund (for the year ended December 31, 2004)		Total Pension Trust Funds
		Firemen Division	Policemen Division	
ADDITIONS (REDUCTIONS)				
Contributions:				
Employer	$ 12,707,913	7,133,709	10,655,294	30,496,916
Employee	8,492,888	5,853,139	6,855,723	21,201,750
Total contributions	21,200,801	12,986,848	17,511,017	51,698,666
Miscellaneous		225		225
Investment earnings (loss):				
Net increase in fair value of investments	54,252,571	23,957,492	43,244,865	121,454,928
Interest	4,489,414	77	231	4,489,722
Dividends	2,179,770			2,179,770
Securities lending income	1,451,725			1,451,725
Securities lending fees	(1,298,830)			(1,298,830)
Decrease in commission credits receivable	54,352			54,352
Investment advisor fees	(1,574,475)	(685,565)	(1,241,580)	(3,501,620)
Net investment (loss)	59,554,527	23,272,004	42,003,516	124,830,047
Total additions (reductions)	80,755,328	36,259,077	59,514,533	176,528,938
DEDUCTIONS				
Benefits paid to participants	23,932,789	14,186,755	18,036,550	56,156,094
Refunds of contributions	2,254,148	64,719	1,123,860	3,442,727
Administrative expenses	534,143	540,033	621,576	1,695,752
Total deductions	26,721,080	14,791,507	19,781,986	61,294,573
Change in net assets	54,034,248	21,467,570	39,732,547	115,234,365
Net assets - beginning of the year	405,432,890	184,734,474	332,608,526	922,775,890
Net assets - end of the year	$ 459,467,138	206,202,044	372,341,073	1,038,010,255

CITY OF EL PASO, TEXAS

Schedule of Changes in Assets and Liabilities

AGENCY FUNDS

For the year ended August 31, 2005

	August 31, 2004	Debits	Credits	August 31, 2005
ASSETS				
Cash and Cash Equivalents	$ 1,687,897	525,934,286	526,480,058	1,142,125
Property Taxes	60,654,837	497,338,680	509,131,115	48,862,402
Due from Other Funds	4,362,096	2,200,000	900,000	5,662,096
Total assets	$ 66,704,830	1,025,472,966	1,036,511,173	55,666,623
LIABILITIES				
Prepaid Property Taxes	$ 933,397	4,494,878	4,690,778	1,129,297
Payable to Other Taxing Entities		524,280,058	525,123,603	843,545
Property Taxes Subject to Refund	4,388,327	868,441	1,311,493	4,831,379
Uncollected Taxes	61,383,106	509,859,384	497,338,680	48,862,402
Total Net Assets	$ 66,704,830	1,039,502,761	1,028,464,554	55,666,623

CAPITAL ASSETS USED IN THE OPERATIONS OF GOVERNMENTAL FUNDS

CITY OF EL PASO, TEXAS

CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS

SCHEDULE BY SOURCE[1]

August 31, 2005

Governmental funds capital assets:		
Land	$	137,448,195
Land improvements		19,462,513
Buildings		206,279,262
Machinery and equipment		99,639,031
Infrastructure		598,741,581
Construction in progress		97,025,945
Total governmental funds capital assets	$	1,158,596,527
Investments in governmental funds capital assets by source:		
General fund	$	293,609,960
Capital projects fund		864,986,567
Total governmental funds capital assets	$	1,158,596,527

[1]This schedule presents only the capital asset balances related to governmental funds. Generally, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets.

CITY OF EL PASO, TEXAS

CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS

SCHEDULE BY FUNCTION AND ACTIVITY[1]

August 31, 2005

Function and Activity	Land	Land Improvements	Buildings	Machinery and Equipment	Infrastructure	Construction in Progress	Total
General Government:							
Mayor and Council	$ -	-	-	298,621	-	-	298,621
City Clerk	-	-	-	439,909	-	-	439,909
Legal	-	-	-	5,000	-	-	5,000
OMB	-	-	-	452,839	-	-	452,839
Comptroller	-	-	-	27,011	-	-	27,011
Tax Office	-	-	-	(10,137)	-	-	(10,137)
Purchasing	-	-	-	104,772	-	-	104,772
Planning	-	-	-	93,770	-	-	93,770
Personnel	-	-	-	310,948	-	-	310,948
OMB-Communications	-	-	-	140,774	1,964,625	-	2,105,399
Information Services	-	-	-	3,601,897	-	-	3,601,897
Other - unclassified	137,448,195	365,700	56,859,247	1,206,599	8,487,987	97,025,945	301,393,673
Total general government	137,448,195	365,700	56,859,247	6,672,003	10,452,612	97,025,945	308,823,702
Public Safety:							
Police	-	453,625	10,457,600	24,980,164	-	-	35,891,389
Fire	-	1,055,130	10,955,169	25,789,779	-	-	37,800,078
Municipal Court	-	-	-	788,974	-	-	788,974
Total public safety	-	1,508,755	21,412,769	51,558,917	-	-	74,480,441
Public Works:							
Administration	-	258,525	350,400	2,205,404	-	-	2,814,329
Street Department	-	53,200	478,500	17,506,172	588,288,969	-	606,326,841
Engineering	-	-	-	569,562	-	-	569,562
Building Services	-	-	-	251,863	-	-	251,863
Total public works	-	311,725	828,900	20,533,001	588,288,969	-	609,962,595
Health Department	-	599,710	3,509,000	6,601,308	-	-	10,710,018
Parks Department	-	15,182,823	26,370,600	9,134,794	-	-	50,688,217
Library	-	451,525	5,791,500	882,061	-	-	7,125,086
Culture and Recreation:							
Art Museum	-	132,800	7,340,000	224,542	-	-	7,697,342
History Museum	-	35,875	293,000	-	-	-	328,875
Civic Center	-	253,000	72,524,046	2,034,983	-	-	74,812,029
Zoo	-	507,000	10,259,500	1,981,459	-	-	12,747,959
Total culture and recreation	-	928,675	90,416,546	4,240,984	-	-	95,586,205
Community and economic development:							
Community & Human Development	-	113,600	1,090,700	15,963	-	-	1,220,263
Total community and economic development	-	113,600	1,090,700	15,963	-	-	1,220,263
Total governmental funds capital assets	$ 137,448,195	19,462,513	206,279,262	99,639,031	598,741,581	97,025,945	1,158,596,527

[1]This schedule presents only the capital asset balances related to governmental funds. Generally, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets.

CITY OF EL PASO, TEXAS

CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS

SCHEDULE OF CHANGES BY FUNCTION AND ACTIVITY[1]

For the year ended August 31, 2005

Function and Activity	Governmental Funds Capital Assets September 1, 2003	Additions, net of Transfers	Deductions	Governmental Funds Capital Assets August 31, 2004
General Government:				
Mayor and Council	$ 298,621	-	-	298,621
City Clerk	439,909	-	-	439,909
Legal	5,000	-	-	5,000
OMB	375,436	77,403	-	452,839
Comptroller	27,011	-	-	27,011
Tax Office	(10,137)	-	-	(10,137)
Purchasing	104,772	-	-	104,772
Planning	93,770	-	-	93,770
Personnel	310,948	-	-	310,948
OMB-Communications	2,105,399	-	-	2,105,399
Information Services	3,601,897	-	-	3,601,897
Other - unclassified	245,455,520	60,451,941	4,513,788	301,393,673
Total general government	252,808,146	60,529,344	4,513,788	308,823,702
Public Safety:				
Police	31,420,731	5,396,290	925,632	35,891,389
Fire	35,388,642	2,544,019	132,583	37,800,078
Municipal Court	788,974	-	-	788,974
Total public safety	67,598,347	7,940,309	1,058,215	74,480,441
Public Works:				
Administration	2,819,329	10,000	15,000	2,814,329
Street Department	604,248,034	2,093,993	15,186	606,326,841
Engineering	569,562	-	-	569,562
Building Services	263,205	-	11,342	251,863
Total public works	607,900,130	2,103,993	41,528	609,962,595
Health Department	10,643,763	120,437	54,182	10,710,018
Parks Department	50,615,229	97,074	24,086	50,688,217
Library	7,090,736	34,350	-	7,125,086
Culture and Recreation:				
Art Museum	7,697,342	-	-	7,697,342
History Museum	328,875	-	-	328,875
Civic Center	74,812,029	-	-	74,812,029
Zoo	12,641,672	106,287	-	12,747,959
Total culture and recreation	95,479,918	106,287	-	95,586,205
Community and economic development:				
Community & Human Development	1,220,263	-	-	1,220,263
Total community and economic development	1,220,263	-	-	1,220,263
Total governmental funds capital assets	$ 1,093,356,532	70,931,794	5,691,799	1,158,596,527

[1]This schedule presents only the capital asset balances related to governmental funds. Generally, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets.

STATISTICAL SECTION
(unaudited)

CITY OF EL PASO, TEXAS
Last Ten Fiscal Years

Government-wide Expenses by Function/Business-type Activity

Fiscal Year	General Government	Pubic Safety	Public Works	Public Health	Parks	Library	Culture & Recreation	Community and Economic Development	Interest on Long-term Debt	International airport operations	Industrial parks and other	Mass transit	International bridges	Solid waste disposal operations	Total
GASB 34 implemented in 2002. 1995-2001 are not available.															
2002	$ 26,712,552	168,101,107	64,029,296	18,323,647	15,061,696	6,513,052	10,532,736	19,082,055	21,146,790	25,877,806	1,822,987	40,295,111	2,814,122	21,834,341	442,147,298
2003	33,524,492	166,270,434	60,320,589	23,207,396	16,775,398	7,545,588	11,235,927	21,962,296	17,061,437	26,531,038	2,069,462	44,267,736	2,843,756	24,340,677	457,956,226
2004	39,267,475	175,113,112	54,184,948	21,013,400	16,020,341	5,828,037	11,348,870	15,167,888	18,012,558	26,530,227	2,288,167	45,231,636	3,029,436	28,703,259	461,739,354
2005	41,324,544	211,655,591	62,590,505	22,917,380	17,324,834	7,581,934	10,842,574	23,449,341	15,749,939	29,278,370	2,924,522	45,853,919	3,550,111	15,498,416	510,541,980

Government-wide Revenues by Source

	PROGRAM REVENUES			GENERAL REVENUES		
Fiscal Year	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Taxes	Investment Earnings	Total
GASB 34 implemented in 2002. 1995-2001 are not available.						
2002	$ 110,774,336	51,353,757	26,383,333	231,823,683	7,890,064	428,225,173
2003	125,309,457	50,886,156	17,810,182	239,062,530	1,781,773	434,850,098
2004	137,989,189	50,870,931	22,876,483	251,480,804	1,740,215	464,957,622
2005	134,383,552	53,858,497	32,270,690	263,484,521	4,761,475	488,758,735

CITY OF EL PASO, TEXAS
General Government Expenditures by Function
Last Ten Fiscal Years

Fiscal Year	General Government	Public Safety	Public Works	Public Health	Parks & Recreation	Intragovernmental Services	Library	Non Departmental	Cultural Enhancements	Total
1996	17,939,697	106,400,785	39,086,341	7,609,531	9,401,545	519,067	4,812,272	6,378,122	7,891,870	200,039,230
1997	17,880,970	110,570,867	40,708,429	6,525,157	9,639,493	529,980	4,810,481	4,012,286	8,148,839	202,826,502
1998	16,874,377	112,383,390	41,197,464	6,785,713	8,125,939	558,778	4,905,105	2,043,980	7,992,310	200,867,056
1999	18,316,904	115,277,038	39,564,432	7,029,158	8,477,619	832,234	4,634,853	668,729	6,880,438	201,681,405
2000	21,906,552	126,003,361	43,993,743	6,825,318	8,898,884	977,536	4,122,152	1,141,833	8,604,342	222,473,721
2001	24,286,081	132,935,317	46,500,209	7,880,775	10,230,514	1,277,299	4,286,382	869,403	8,875,517	237,141,497
2002	22,521,417	139,632,750	34,275,757 *	8,869,117	10,547,842	922,481	4,885,207	311,677	4,258,632	226,224,880
2003	25,713,249	145,877,624	35,335,344	10,002,458	11,574,158	1,330,368	5,367,952	881,312	4,605,753	240,688,218
2004	26,545,873	155,461,974	35,411,993	10,028,690	12,298,652	1,251,133	5,348,625	891,060	4,575,163	251,813,163
2005	27,696,002	159,692,742	35,493,590	9,317,164	12,073,411	1,123,552	5,335,738	1,771,003	4,312,568	256,815,770

This table includes only General Fund Expenditures.
* Expenditures of Solid Waste Management moved to Enterprise Fund at the start of FY 2002.

CITY OF EL PASO, TEXAS
General Government Revenues by Source
Last Ten Fiscal Years

Fiscal Year	Taxes	Intergovernmental Revenues	Licenses	Rents, Interest, Other	Franchise Fees	Charges for Services	Interfund Services	Sanitation	Municipal Court	Culture & Recreation	Total
1996	115,160,597	4,404,698	1,361,466	6,598,836	13,480,331	20,371,155	N/A	22,979,534	8,898,481	2,844,340	196,099,438
1997	116,737,749	3,153,197	1,311,581	2,935,909	14,455,598	20,931,287	N/A	21,735,943	8,098,844	2,350,325	191,710,433
1998	122,088,685	3,932,305	1,441,590	3,225,073	19,152,950	21,159,594	N/A	22,734,677	10,108,123	1,527,076	205,370,073
1999	123,627,193	4,621,194	6,330,954	4,478,157	20,891,967	14,438,618	N/A	22,766,611	10,779,782	162,069	208,096,545
2000	130,173,166	3,588,929	6,539,425	5,732,506	24,426,447	9,141,033	6,675,881	23,070,373	10,827,468	421,030	220,596,258
2001	132,395,042	3,516,575	6,569,771	5,495,916	27,390,872	9,724,074	6,809,441	23,912,644	13,956,476	493,064	230,263,875
2002	145,508,696	3,481,525	6,892,693	2,364,547	28,209,095	10,712,195	N/A	*	14,796,450	-	211,965,201
2003	149,666,073	2,521,679	7,027,975	1,113,970	28,343,827	11,921,339	N/A	*	14,756,863	-	215,351,726
2004	156,002,736	2,480,537	8,656,832	654,226	30,630,964	12,161,317	N/A	*	15,444,043	-	226,030,655
2005	163,661,981	2,148,899	10,119,783	2,977,374	32,867,495	13,111,692	N/A	*	14,271,535	-	239,158,759

This table includes only General Fund Revenues.
* Solid Waste Management moved to Enterprise Funds at the start of FY 2002.

CITY OF EL PASO, TEXAS
General Government Tax Revenues by Source
Last Ten Fiscal Years

Fiscal Year	Property Tax	Sales Tax	Hotel/Motel Tax	Other Taxes
1996	72,557,399	38,155,990	3,527,578	919,630
1997	73,804,425	39,105,623	3,099,572	728,129
1998	76,315,617	40,977,964	3,913,061	882,043
1999	77,254,646	43,316,689	2,160,431	895,427
2000	80,831,014	45,686,883	2,728,580	926,689
2001	82,102,813	47,050,469	2,274,862	966,898
2002	97,420,003	47,100,761	*	987,932
2003	100,260,388	48,425,100	*	980,585
2004	103,682,275	51,242,248	*	1,078,213
2005	107,692,880	53,556,303	*	1,128,703

This table includes only General Fund revenues.
Other Taxes includes Mixed Beverage Gross Receipts Tax.
* Hotel/Motel Tax revenues were previously reported in general government for the Convention and Visitor's Bureau. This activity is now accounted for as a Special Revenue Fund activity.

CITY OF EL PASO, TEXAS
Tax Collections

FISCAL YEAR	TAXABLE ASSESSED VALUATION		PERCENT CHANGE	PROPERTY TAX RATE PER $100 GEN FUND	PROPERTY TAX RATE PER $100 DEBT SVC	PROPERTY TAX LEVY	COLLECTIONS AS PERCENT OF LEVY PERCENT CURRENT	COLLECTIONS AS PERCENT OF LEVY PERCENT TOTAL	SALES TAX COLLECTED	PERCENT CHANGE	SALES TAX EQUIVALENT PROPERTY TAX RATE
1996	$14,195,643,300	*	11.57%	0.480947	0.172282	$92,730,060	97.69%	100.23%	$38,155,990	-0.74%	0.268787
1997	14,828,835,363		4.46%	0.474313	0.161613	94,300,422	97.91%	100.93%	39,105,623	2.49%	0.263713
1998	15,240,723,486		2.78%	0.484313	0.151613	96,919,724	98.06%	100.56%	40,977,964	4.79%	0.268872
1999	15,510,419,700		1.77%	0.487100	0.173134	102,405,065	98.32%	100.44%	43,316,689	5.71%	0.279811
2000	15,856,955,902		2.23%	0.487100	0.173134	104,693,014	97.95%	100.33%	45,686,883	5.47%	0.288119
2001	16,342,432,063		3.06%	0.487100	0.173113	107,894,861	97.48%	99.77%	47,050,469	5.71%	0.287904
2002	17,205,865,441		5.28%	0.542100	0.177733	123,853,497	97.50%	99.85%	48,088,693	2.21%	0.279490
2003	17,697,062,466		2.85%	0.542100	0.177733	127,389,296	97.40%	100.36%	49,405,685	2.74%	0.279174
2004	18,237,647,873		3.05%	0.542100	0.177733	131,298,376	97.61%	100.38%	52,320,461	5.90%	0.286881
2005	19,771,024,642		8.41%	0.524662	0.172015	137,734,528	97.86%	100.72%	54,685,006	4.52%	0.276592

* Reappraisal

Source: Financial Services & City Tax Office, City of El Paso

CITY OF EL PASO, TEXAS
Assessed and Estimated Actual Value of Property
Last Ten Fiscal Years

	Real Property		Personal Property		Exemptions		Total		Ratio of Total
Fiscal Year	Total Assessed Value	Estimated Actual Value	Total Assessed Value	Estimated Actual Value	Real Property	Personal Property	Assessed Value	Estimated Actual Value	Assessed Value To Total Estimated Actual Value
1996	11,903,494,793	13,782,354,301	2,292,148,507	3,102,785,195	1,878,859,508	810,636,688	14,195,643,300	16,885,139,496	84.07
1997	12,293,694,888	14,325,215,353	2,535,140,475	3,460,929,118	2,031,520,465	925,788,643	14,828,835,363	17,786,144,471	83.37
1998	12,619,969,776	14,686,485,694	2,620,753,710	3,560,011,565	2,066,515,918	939,257,855	15,240,723,486	18,246,497,259	83.53
1999	12,851,296,650	14,952,125,969	2,659,123,050	3,717,251,077	2,100,829,319	1,058,128,027	15,510,419,700	18,669,377,046	83.08
2000	13,120,491,276	15,379,582,838	2,736,464,626	3,891,353,533	2,265,730,772	1,148,248,697	15,856,955,902	19,270,936,371	82.28
2001	13,512,729,020	15,892,451,742	2,829,703,042	4,040,500,956	2,379,722,722	1,210,797,914	16,342,432,062	19,932,952,698	81.99
2002	14,292,256,098	16,580,600,230	2,967,016,152	4,385,506,163	2,288,344,132	1,418,490,011	17,259,272,250	20,966,106,393	82.32
2003	14,865,532,521	16,435,529,289	2,831,529,945	5,247,064,735	1,739,232,441	1,788,229,915	17,697,062,466	21,682,594,024	81.62
2004	15,215,000,744	18,080,923,310	3,022,647,129	5,247,259,264	1,771,826,327	1,834,976,740	18,237,647,873	23,328,182,574	78.18
2005	16,607,093,598	19,276,547,456	3,163,931,044	4,051,635,118	2,610,704,605	1,068,710,455	19,771,024,642	23,328,182,574	84.75

CITY OF EL PASO, TEXAS
Property Tax Rates
Direct and Overlapping Governments
Last Ten Fiscal Years

	CITY OF EL PASO			COUNTY OF EL PASO			THOMASON HOSPITAL			EL PASO COMMUNITY COLLEGE			
FISCAL YEAR	OPERATING TAX RATE	DEBT SERVICE TAX RATE	TOTAL TAX RATE	OPERATING TAX RATE	DEBT SERVICE TAX RATE	TOTAL TAX RATE	OPERATING TAX RATE	DEBT SERVICE TAX RATE	TOTAL TAX RATE	OPERATING TAX RATE	DEBT SERVICE TAX RATE	TOTAL TAX RATE	SUB TOTAL (NOTE)
1996	0.480947	0.172282	0.653229	0.190764	0.089582	0.280346	0.161555.	0.032192	0.193747	0.100280		0.100280	1.227602
1997	0.474313	0.161613	0.635926	0.220215	0.085185	0.305400	0.170147	0.023600	0.193747	0.105070		0.105070	1.240143
1998	0.484313	0.151613	0.635926	0.230603	0.084397	0.315000	0.170117	0.021187	0.191304	0.103640		0.103640	1.245870
1999	0.487100	0.173134	0.660234	0.260211	0.101229	0.361444	0.167721	0.017349	0.185070	0.115751		0.110751	1.317489
2000	0.487100	0.173134	0.661234	0.265855	0.095579	0.361434	0.168814	0.016256	0.185070	0.110751		0.110751	1.317489
2001	0.487100	0.173113	0.660213	0.268593	0.092841	0.361434	0.168944	0.016524	0.185468	0.127499		0.127499	1.334614
2002	0.542100	0.177733	0.719833	0.278269	0.083165	0.361434	0.170104	0.015364	0.185468	0.127499		0.127499	1.394034
2003	0.542100	0.177733	0.719833	0.314349	0.082261	0.396610	0.171354	0.014114	0.185468	0.131389		0.131389	1.433300
2004	0.542100	0.177733	0.719833	0.331952	0.078865	0.410817	0.172560	0.014568	0.187128	0.136357		0.136357	1.454135
2005	0.524662	0.172015	0.696677	0.356476	0.075783	0.432259	0.174411	0.013014	0.187128	0.136637		0.136637	1.452701

	CANUTILLO ISD			EL PASO ISD			SOCORRO ISD			YSLETA ISD		
FISCAL YEAR	OPERATING TAX RATE	DEBT SERVICE TAX RATE	TOTAL TAX RATE	OPERATING TAX RATE	DEBT SERVICE TAX RATE	TOTAL TAX RATE	OPERATING TAX RATE	DEBT SERVICE TAX RATE	TOTAL TAX RATE	OPERATING TAX RATE	DEBT SERVICE TAX RATE	TOTAL TAX RATE
1996	0.930000	0.643993	1.573993	1.233375	0.291311	1.524686	0.889880	0.580120	1.470000	1.403126	0.202853	1.605979
1997	1.018843	0.651157	1.670000	1.267139	0.247848	1.514987	0.922849	0.547151	1.470000	1.452215	0.197312	1.649527
1998	0.994572	0.675428	1.670000	1.273569	0.241663	1.515232	0.751130	0.628870	1.380000	1.376295	0.203956	1.580251
1999	1.045348	0.624652	1.670000	1.387770	0.266110	1.653880	0.893415	0.656585	1.550000	1.411441	0.218559	1.630000
2000	1.316615	0.219981	1.536596	1.449155	0.110995	1.560150	1.263882	0.208952	1.472834	1.500000	0.051484	1.551484
2001	1.479355	0.221361	1.700716	1.450479	0.101100	1.551579	1.342712	0.187874	1.530586	1.500000	0.049581	1.549581
2002	1.406268	0.200602	1.606870	1.480479	0.091100	1.571579	1.324893	0.233876	1.558769	1.500000	0.049581	1.549581
2003	1.500000	0.210000	1.710000	1.490479	0.081100	1.571579	1.381800	0.233700	1.615500	1.500000	0.055755	1.555755
2004	1.500000	0.200000	1.700000	1.500000	0.071100	1.571100	1.400600	0.201900	1.602500	1.500000	0.070482	1.570482
2005	1.500000	0.241537	1.741537	1.500000	0.153500	1.653500	1.368400	0.269300	1.637700	1.500000	0.257438	1.757438

Note : The appropriate Independent School District rate must be added to the subtotal for the total tax rate.

CITY OF EL PASO, TEXAS
Principal Taxpayers
For 2005 Tax Year

NAME	RANK	TAXABLE VALUE	PERCENT OF TOTAL TAXABLE VALUE *
Western Refining Company LP	1	$ 152,765,190	0.77%
El Paso Electric Co	2	145,917,309	0.74%
Southwestern Bell Telephone	3	126,006,455	0.64%
Simon Property Group	4	91,353,332	0.46%
River Oaks Properties, LTD	5	80,236,379	0.41%
Tenet Hospitals L.P.	6	64,999,721	0.33%
Phelps Dodge Refining Group	7	64,227,070	0.32%
Hoover Co	8	63,913,571	0.32%
Texas & Kansas City Cable PTNRS LP	9	49,397,000	0.25%
Texas Gas Service	10	40,003,890	0.20%
T O T A L :		$ 878,819,917	4.44%
Total Taxable Value:		$ 19,771,024,642	

* Real and Personal Property

SOURCE: ANNUAL CITY REPORTS OF PROPERTY VALUE
PREPARED BY: EL PASO COUNTY CENTRAL APPRAISAL DISTRICT

CITY OF EL PASO, TEXAS
Hotel / Motel Tax Collections

FISCAL YEAR	TOTAL COLLECTIONS	PERCENT CHANGE	TOURIST & CONV. ACTIVITIES
1996	3,527,578	5.12%	3,527,578
1997	3,099,572	-12.13%	3,099,572
1998	3,913,061	26.25%	3,913,061
1999	2,160,431	-44.79%	2,160,431
2000	2,728,580	26.30%	2,728,580
2001	2,274,862	-16.63%	2,274,862
2002	4,061,004	78.52%	4,061,004
2003	5,103,878	25.68%	5,103,878
2004	5,934,897	16.28%	5,934,897
2005	6,427,907	8.30%	6,427,907

Source: Department of the Comptroller, City of El Paso, TX.

Notes: City Hotel/Motel tax is 7.0 percent of gross room sales.

Effective September 2001 revenues for the Civic Center were recorded in the Special Revenue Fund.

CITY OF EL PASO, TEXAS
Computation of Legal Debt Margin
August 31, 2005

Assessed Value of Taxable Property		$ 19,771,024,642
Add Back: Exempt Property		61,468,220
Total Assessed Value		19,832,492,862
Debt Limitation (10 percent of assessed value)		1,983,249,286
Total Bonded Debt	$ 473,835,089	
Less: Special Revenue Bonds	(42,515,090)	
Amount available for repayment of bonded debt	2,624,988	
Debt subject to debt limitation		433,944,987
Legal Debt Margin		$ 1,549,304,299

CITY OF EL PASO, TEXAS
Ratio of Net General Obligation Bonded Debt
To Assessed Value and Net General Obligation Bonded Debt Per Capita
Last Ten Fiscal Years

Fiscal Year	Population	Taxable Assessed Value	Gross Bonded Debt	Less Debt Service Fund	Net Bonded Debt	Ratio of Net Bonded Debt to Assessed Value	Net Bonded Debt per Capita
1996	596,800	14,195,643,300	250,595,000	13,623,309	236,971,691	1.669%	397.07
1997	606,526	14,828,835,363	271,630,028	13,885,734	257,744,294	1.738%	424.95
1998	617,215	15,240,723,486	301,846,562	14,022,285	287,824,277	1.889%	466.33
1999	627,556	15,510,419,700	318,741,398	11,062,678	307,678,720	1.984%	490.28
2000	563,662	15,856,955,902	343,910,653	13,913,310	329,997,343	2.081%	585.45
2001	573,827	16,342,432,063	357,390,275	18,092,716	339,297,559	2.076%	591.29
2002	692,152	17,205,865,441	373,975,000	11,601,479	362,373,521	2.106%	523.55
2003	704,671	17,697,062,466	386,960,000	5,577,479	381,382,521	2.155%	541.22
2004	717,211	18,237,647,873	400,990,000	510,765	400,479,235	2.196%	558.38
2005	729,791	19,771,024,642	431,320,000	2,624,987	428,695,013	2.168%	587.42

CITY OF EL PASO, TEXAS

Ratio of Annual Debt Service Expenditures

For General Obligation Bonded Debt (1)

to Total General Governmental Expenditures

Last Ten Fiscal Years

Fiscal Year	Principal (1)	Interest (2)	Total Debt Service	Total General Governmental Expenditures (3)	Ratio of Debt Service to General Governmental Expenditures (4)
1996	$ 14,880,000	13,596,159	28,476,159	255,731,329	11.14%
1997	16,800,168	14,861,828	31,661,996	272,366,798	11.62%
1998	18,425,860	16,205,596	34,631,456	283,324,439	12.22%
1999	22,125,000	16,909,261	39,034,261	285,923,960	13.65%
2000	19,373,689	16,242,071	35,615,760	308,838,591	11.53%
2001	15,118,378	19,130,106	34,248,484	328,194,716	10.44%
2002	21,517,422	17,818,210	39,335,632	318,208,316	12.36%
2003	24,025,000	18,519,118	42,544,118	335,729,081	12.67%
2004	24,980,000	19,849,028	44,829,028	346,090,402	12.95%
2005	22,800,000	16,658,857	39,458,857	358,796,044	11.00%

(1) General obligation bonds reported in the internal service funds with government commitment have been excluded.
(2) Excludes bond issuance and other costs.
(3) Includes general, special revenue, and debt service funds.
(4) Does not include the cost associated with the 2002 General Obligation Bond refunding.

CITY OF EL PASO, TEXAS
Estimated Direct and Overlapping Debt

TAXING ENTITY	DEBT OUTSTANDING	AS OF	ESTIMATED PERCENT OVERLAPPING	DEBT OVERLAPPING
	OVERLAPPING DEBT			
Canutillo Independent School District	$ 46,820,000	Aug. 31, 2005	86.71	$ 40,597,622
El Paso County	140,092,000	Aug. 31, 2005	89.69	125,648,515
El Paso County Hospital District	38,995,248	Aug. 31, 2005	89.69	34,974,838
El Paso Community College District	51,680,000	Aug. 31, 2005	89.69	46,351,792
El Paso Independent School District	258,444,851	Aug. 31, 2005	100.00	258,444,851
Socorro Independent School District	211,175,000	Aug. 31, 2005	73.47	155,150,273
Ysleta Independent School District	145,251,254	Aug. 31, 2005	99.99	145,236,729
	Total Net Overlapping Debt			806,404,620
	DIRECT DEBT			
City of El Paso	817,474,000 *	Aug. 31, 2005	100.00	817,474,000
	Total Direct and Overlapping Debt			$ 1,623,878,620

Ratio of total direct and overlapping debt of assessed valuation	8.94%
Per capita direct and overlapping debt	$2,225

* Gross Debt
Source: Texas Bond Review Board

CITY OF EL PASO, TEXAS

Revenue Bond Coverage

Zaragoza International Toll Bridge

Last Ten Fiscal Years

Fiscal Year	Gross Revenues (1)	Operating Expenses (2)	Net Revenue Available for Debt Service	Debt Service Requirements (3) Principal	Interest	Total	Coverage (4)
1996	10,298,396	1,328,051	8,970,345	240,000	267,160	507,160	17.69
1997	11,069,376	1,512,693	9,556,683	250,000	247,730	497,730	19.20
1998	11,538,831	1,524,231	10,014,600	260,000	233,460	493,460	20.29
1999	11,471,830	1,512,706	9,959,124	210,000	153,405	363,405	27.41
2000	12,377,354	1,944,382	10,432,972	225,000	139,370	364,370	28.63
2001	12,152,304	1,949,537	10,202,767	240,000	127,095	367,095	27.79
2002	10,521,134	2,086,471	8,434,663	245,000	116,909	361,909	23.31
2003	11,116,917	2,525,761	8,591,156	260,000	106,113	366,113	23.47
2004	12,000,216	2,143,803	9,856,413	270,000	94,650	364,650	27.03
2005	14,192,515	2,264,489	11,928,026	285,000	82,436	367,436	32.46

(1) Total revenues.
(2) Total operating expenses exclusive of depreciation.
(3) Includes principal and interest of revenue bonds only.
(4) Net revenue available for debt service / debt service requirements.

CITY OF EL PASO, TEXAS
Revenue Bond Coverage
El Paso International Airport
Last Ten Fiscal Years

Fiscal Year		Gross Revenues (1)	Operating Expenses (2)	Net Revenue Available for Debt Service	Debt Service Requirements (3) Principal	Interest	Total	Coverage (4)
1996		16,693,738	13,013,228	3,680,510	NA	NA	NA	NA
1997	*	18,970,917	13,465,698	5,505,219	-	1,985,307	1,985,307	2.77
1998		19,256,254	13,788,266	5,467,988	1,145,000	2,516,586	3,661,586	1.49
1999		23,101,556	14,073,491	9,028,065	1,145,000	2,459,336	3,604,336	2.50
2000		22,931,924	14,957,952	7,973,972	1,390,000	2,402,086	3,792,086	2.10
2001		24,735,649	17,251,923	7,483,726	2,835,000	2,332,586	5,167,586	1.45
2002		25,611,418	19,202,056	6,409,362	3,195,000	2,190,836	5,385,836	1.19
2003		26,550,468	15,606,206	10,944,262	3,365,000	2,023,099	5,388,099	2.03
2004		27,578,045	17,263,487	10,314,558	4,479,023	920,977	5,400,000	1.91
2005		30,121,596	20,144,373	9,977,223	3,420,000	575,425	3,995,425	2.50

* Issue of $46,820,000 Revenue Bonds

(1) Total revenues.
(2) Total operating expenses exclusive of depreciation.
(3) Includes principal and interest of revenue bonds only.
(4) Net revenue available for debt service / debt service requirements.

CITY OF EL PASO, TEXAS
Debt Ratio

FISCAL YEAR	TAXABLE ASSESSED VALUE	OUTSTANDING DEBT	DEBT / VALUE RATIO	POPULATION	DEBT PER CAPITA
1996	14,195,643,300	250,595,000	1.7653%	596,800	419.90
1997	14,828,835,363	271,630,028	1.8318%	606,526	447.85
1998	15,240,723,486	301,846,562	1.9805%	617,215	489.05
1999	15,510,419,700	318,771,398	2.0552%	627,556	507.96
2000	15,856,955,902	343,910,653	2.1688%	563,662	610.14
2001	16,342,432,063	357,390,275	2.1869%	573,827	622.82
2002	17,205,865,441	373,975,000	2.1735%	692,152	540.31
2003	17,697,062,466	386,960,000	2.1866%	704,671	549.14
2004	18,237,647,873	400,990,000	2.1987%	717,211	559.10
2005	19,771,024,642	431,320,000	2.1816%	729,791	591.02

Notes:

"Taxable Assessed Value" is that value used by the El Paso Consolidated Tax Office to calculate property owners' bills in October of the year prior to the fiscal year end (e.g., The value for FY 04 would be the value as of October, 2003).

"Outstanding Debt" is that bonded debt outstanding at the end of each fiscal year and is obtained from the audited financial statements.

CITY OF EL PASO, TEXAS
Debt Service Requirements
As of August 31, 2005

FISCAL YEAR	CURRENT PRINCIPAL	CURRENT INTEREST	CURRENT TOTAL
2006	$ 108,315,000	17,109,069	125,424,069
2007	29,495,000	15,649,966	45,144,966
2008	28,380,000	14,190,816	42,570,816
2009	27,450,000	12,901,891	40,351,891
2010	27,630,000	11,650,271	39,280,271
2011	26,075,000	10,384,831	36,459,831
2012	25,360,000	9,071,956	34,431,956
2013	17,340,000	7,842,993	25,182,993
2014	18,100,000	7,023,793	25,123,793
2015	15,530,000	6,114,599	21,644,599
2016	13,075,000	5,323,086	18,398,086
2017	10,910,000	4,662,711	15,572,711
2018	11,460,000	4,116,999	15,576,999
2019	9,085,000	3,541,181	12,626,181
2020	8,980,000	3,103,206	12,083,206
2021	9,420,000	2,661,731	12,081,731
2022	9,030,000	2,197,588	11,227,588
2023	9,485,000	1,753,563	11,238,563
2024	9,955,000	1,287,188	11,242,188
2025	7,600,000	795,606	8,395,606
2026	4,720,000	419,931	5,139,931
2027	1,915,000	186,438	2,101,438
2028	2,010,000	95,475	2,105,475
T O T A L	$ 431,320,000	142,084,887	573,404,887

CITY OF EL PASO, TEXAS
Demographic Statistics

CALENDAR YEAR	(1) POPULATION	(2) PER CAPITA INCOME	(3) SCHOOL ENROLLMENT	(4) UNEMPLOYMENT RATE
1996	596,800	14,600	131,369	11.10%
1997	606,526	15,216	131,115	10.70%
1998	617,215	16,359	138,070	9.80%
1999	627,556	N/A	138,299	8.30%
2000	563,662	N/A	139,339	8.40%
2001	573,827	18,535	158,767	8.40%
2002	692,152	14,388	184,875	8.22%
2003	704,671	19,186	193,633	8.50%
2004	717,211	20,129	193,633	7.50%
2005	729,791	20,875	195,176	6.90%

Data Sources:
(1) Department of Planning, Research, & Development, City of El Paso.
Total for County of El Paso
(2) Bureau of Economic Analysis, U.S. Department of Commerce
(3) School Districts
(4) Bureau of Labor Statistics, U.S. Department of Labor

CITY OF EL PASO, TEXAS
Property Value, Construction and Bank Deposits
Last Ten Fiscal Years

Fiscal Year	Property Value (2)				Residential Construction (3)		Commercial Construction (3)		Deposits (1) (in millions)
	Residential	Commercial	Exemptions	Total	Number of Permits	Value	Number of Permits	Value	
1996	9,158,188,591	6,122,259,893	1,084,805,184	14,195,643,300	2,241	131,474,204	164	101,684,754	4,190
1997	9,613,727,016	6,709,736,479	1,494,628,132	14,828,835,363	2,160	141,451,378	164	122,301,695	4,385
1998	9,833,736,487	6,931,565,679	1,524,578,680	15,240,723,486	3,963	131,499,745	187	141,313,888	4,552
1999	9,897,812,161	7,266,181,432	1,653,573,893	15,510,419,700	5,536	205,518,899	1,590	195,251,676	4,672
2000	10,190,549,564	7,461,034,942	1,794,628,604	15,856,955,902	5,333	197,889,470	1,456	285,503,515	4,588
2001	10,428,184,444	7,827,736,157	1,913,488,538	16,342,432,063	5,432	209,121,840	1,341	247,651,056	4,969
2002	10,921,327,014	8,425,089,602	2,140,551,175	17,205,865,441	5,750	204,600,225	1,226	341,519,291	5,438
2003	11,212,970,915	8,404,309,835	1,920,218,284	17,697,062,466	5,734	230,169,605	1,347	240,662,385	5,719
2004	11,651,727,756	8,294,702,651	1,708,782,534	18,237,647,873	4,977	185,186,668	1,333	312,459,052	6,166
2005	13,717,860,099	9,231,194,322	3,178,029,779	19,771,024,642	12,152	548,012,128	1,171	332,026,026	4,632

(1) Source: Federal Deposit Insurance Corporation and National Credit Union Administration (as of June 30).
(2) Source: City Tax Office, City of El Paso
(3) Source: Building Services, City of El Paso
Effective for 1999, includes permit information for Additions, Alterations, and Conversions

CITY OF EL PASO, TEXAS

Miscellaneous Statistics

Date of Incorporation	1873
Form of Government	Council/Manager
Permanent Full-Time Employees (excluding police and fire):	2,061
Area in square miles	267
Government facilities and services:	
Miles of streets	1,900
Number of traffic lights	599
Culture and Recreation:	
Recreation Centers	16
Senior Citizen Centers	10
Parks	200
Park acreage	2,339
Swimming pools	14
Tennis courts	40
Basketball courts	59
Baseball fields	56
Football fields	22
Soccer fields	94
Playgrounds	106
Skate Parks	7
Fire Protection	
Number of stations	31
Number of uniformed fire personnel and officers	862
Number of calls answered	65,000
Number of inspections conducted	16,200
Number of first response vehicles	70
Police Protection	
Number of stations, regional commands, and offices	29
Number of police personnel and officers	1,119
Average emergency response time (minutes)	8
Percent crime reduction from prior year	4.7%
International Airport	
Total passengers	3,306,919
Tons of freight/mail	86,169
Aircraft operations	112,095

CITY OF EL PASO, TEXAS

Miscellaneous Statistics

Sewage System: 2005	
Miles of sanitary sewers	1,976
Miles of storm sewers	900
Number of treatment plants	3
Number of service connections	169,283
Daily average treatment in gallons	58,150,000
Maximum daily capacity of treatment plants in gallons	66,630,000
Water System: 2005	
Miles of water mains	2,371
Number of service connections	168,122
Number of fire hydrants	8,840
Number of treatment plants	3
Maximum daily capacity of plants in gallons	293,000,000
Daily average water demand in gallons	93,764,000

Facilities and services not included in the primary government:

Education

Public School Districts	12
Number of schools	231
Number of regular high schools	33
Total students	162,127
Total teacher full-time equivalents	11,853
Total staff full-time equivalents	23,657
El Paso Community College	
Campus Locations	5
Number of students (Fall 2005)	17,319
University of Texas at El Paso	
Number of students (Fall 2005)	19,264
Number of degree programs	
Bachelors	81
Masters	74
Doctoral	13
Medical	
Number of hospitals	12
Number of hospital beds	2201
Number of doctors and dentists	1034
Port of El Paso	
Number of Bridges	4
Value of border trade through El Paso	
Exports	$14,436,935,082
Imports	$18,871,787,725