

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

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

The largest revenue source for Pay-As-You-Go (PAYGO) capital transfers is ad valorem taxes, and the largest recipient is the DDSRF - Ad Valorem Tax Fund (Fund 2311), effective with the start of FY2021. Previously it was combined in the Dedicated Drainage and Street Renewal Fund (Fund 2310).

FISCAL YEAR 2027 BUDGET

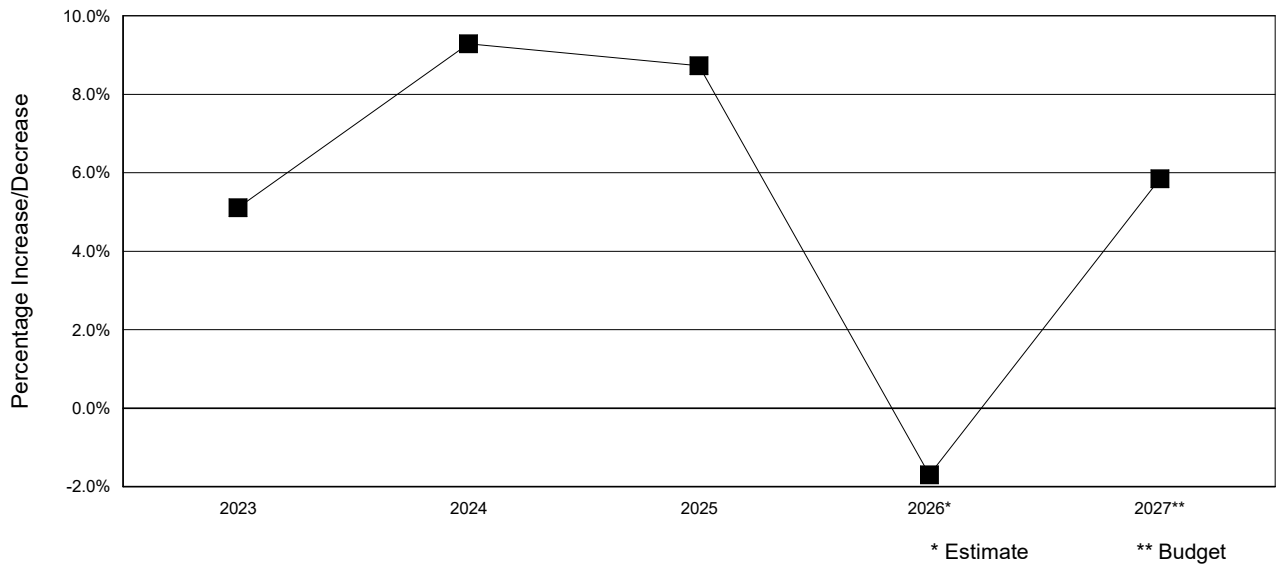
Business Area Budget Summary

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

	FY2025 Actual	FY2026 Current Budget	FY2026 Estimate	FY2027 Budget	
Expenditures	Captured Revenue Transfer to DDSRF	135,946,652	183,834,744	183,834,744	215,031,733
	Trans to PIB Bonds Debt Service	380,860,426	324,168,146	324,168,146	322,705,042
	Debt Service & Other Uses	516,807,078	508,002,890	508,002,890	537,736,775
	Total Expenditure	516,807,078	508,002,890	508,002,890	537,736,775
Revenues	0	0	0	0	
Staffing	Full-Time Equivalents - Civilian	0.0	0.0	0.0	0.0
	Full-Time Equivalents - Classified	0.0	0.0	0.0	0.0
	Full-Time Equivalents - Cadets	0.0	0.0	0.0	0.0
	Total	0.0	0.0	0.0	0.0
	Full-Time Equivalents - Overtime	0.0	0.0	0.0	0.0

- Significant Budget Changes and Highlights**
- o An estimated \$47.3 million is included in FY2027 General Fund for debt service attributed to the Pension Obligation Bonds, Series 2017.
 - o The FY2027 Budget includes approximately \$32.3 million for debt service related to the firefighter settlement.
 - o On September 5, 2025, Moody's Investor Service affirmed the Houston (TX) General Obligation Limited Tax long-term rating at Aa3; with an outlook of Stable.
 - o On September 8, 2025, Fitch Investors Service affirmed the Houston (TX) General Obligation Limited Tax long-term rating at AA; with an outlook of Negative.
 - o An increase of \$31.2 million for transfer to DDSRF to comply with the Jones Watson Settlement Agreement.

**General Fund
 General Debt Service
 Year over Year Expenditure Change**



FISCAL YEAR 2027 BUDGET

Business Area Program Summary

Business Area: General Debt Service

Bus. Area No : 9700

Budget By Program (\$ in thousands):

Program	FY2025 Actual		FY2026 Estimate		FY2027 Budget	
	Revs	Exps	Revs	Exps	Revs	Exps
Debt Service and Interfund Transfers	0	516,807	0	508,003	0	537,737

FTEs by Program:

Program	FY2025 Actual		FY2026 Estimate		FY2027 Budget	
	FTEs	OT FTEs	FTEs	OT FTEs	FTEs	OT FTEs
Debt Service and Interfund Transfers	0.0	0.0	0.0	0.0	0.0	0.0

FISCAL YEAR 2027 BUDGET

Business Area Program Detail

Business Area : General Debt Service

Bus Area No. : 9700

Debt Service and Interfund Transfers

Description:

Budget allocations included in this section reflect debt service payments and/or interfund transfers.

Goal:

To effectively manage debt service payments and interfund transfers.

Mayor's Priority: Government that Works

(\$ in thousands)

Fund	FY2025 Actual		FY2026 Estimate		FY2027 Budget	
	Revs	Exps	Revs	Exps	Revs	Exps
General Fund	0	516,807	0	508,003	0	537,737