

City of Austin, Texas

\$142,335,000

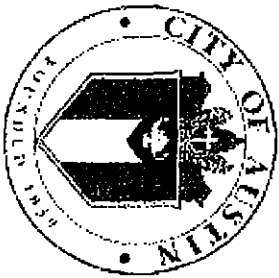
Water and Wastewater System Revenue Refunding Bonds, Series 2005A



The PFM Group

Public Financial Management, Inc.
PFM Asset Management, LLC
9001 Lakeside Drive

**Pricing Report
October 20, 2005**



\$142,335,000

Water and Wastewater System Revenue Refunding Bonds, Series 2005A

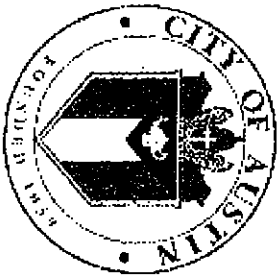
Refunding Bonds – The Bonds are being issued to refund \$6,560,000 of the City's outstanding Contract Revenue Bonds for debt service savings and \$135,000,000 for the City's outstanding Tax-Exempt Commercial Paper issued for the Water and Wastewater System.

The refunding of the Contract Revenue Bonds will result in net present value savings of \$416,529.36 to the City or 6.35% of the refunded bonds.



The PFM Group

Public Financial Management, Inc.
Public Asset Management LLC
PFM Advisors



\$142,335,000

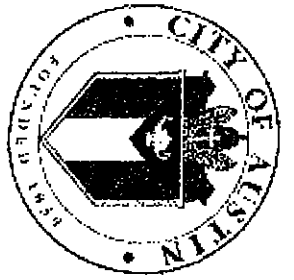
Water and Wastewater System Revenue Refunding Bonds, Series 2005A

ISSUER	City of Austin, Texas
TYPE OF SALE	Competitive
PURCHASER	Lehman Brothers
BOND COUNSEL	Fulbright & Jaworski, L.L.P.
AUDITOR	KPMG LLP/R. Mendoza & Company, PC
FINANCIAL ADVISOR	Public Financial Management

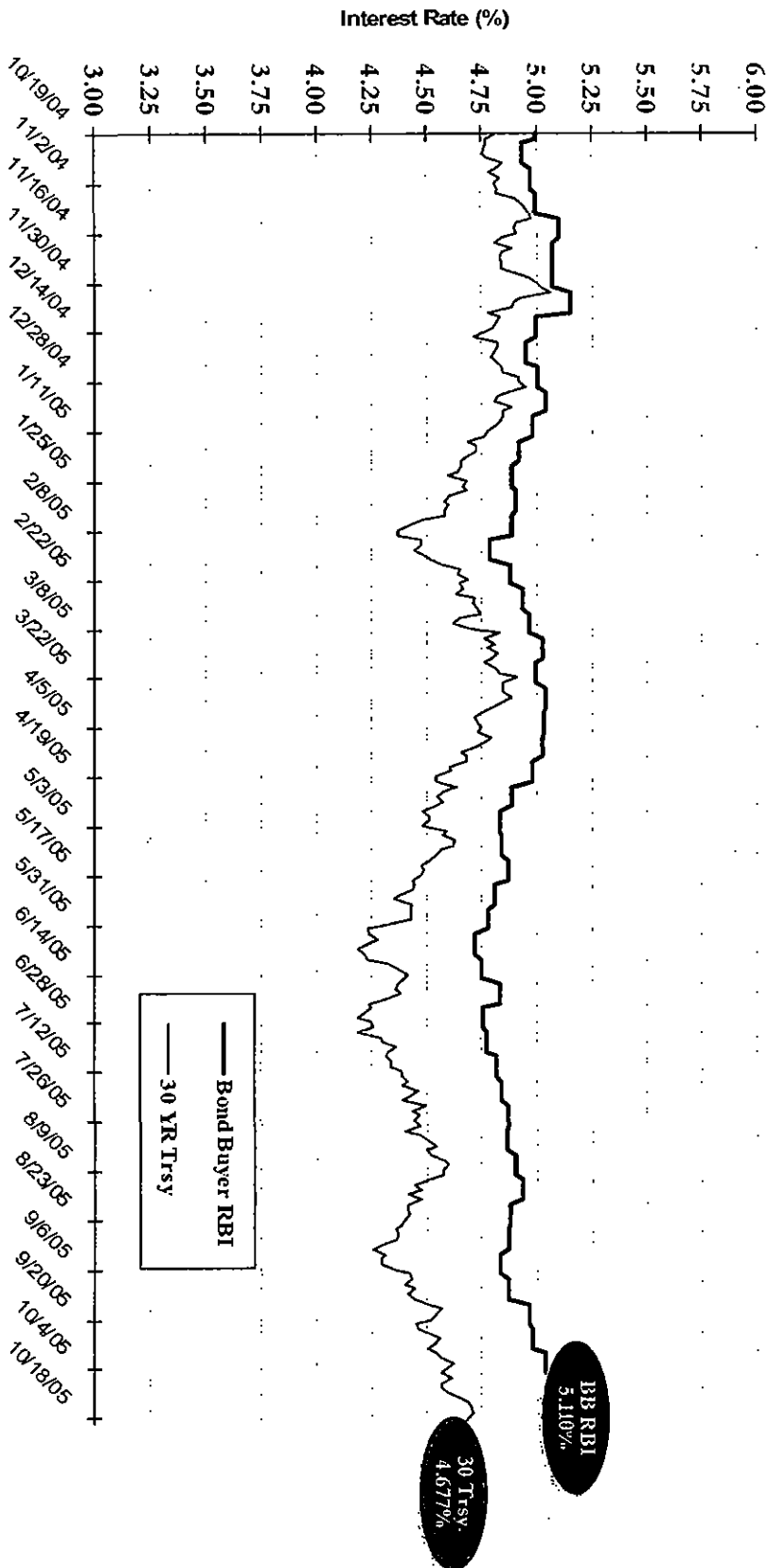


The PFM Group

Public Financial Management, Inc.
11111 Aspen Meadows Road, Suite 200
Dallas, Texas 75241
214.343.1111



Bond Buyer Revenue Bond Index vs. 30 Year Treasury *October 2004 through October 2005*



The PFM Group

Bond Buyer Revenue Management, Inc.
 5000 West Loop South, Suite 100
 Houston, Texas 77056
 PFM 469.7082



Municipal Markets Calendar

COMPETITIVE

Week of	Amount	Issuer	State	Issue	Manager
October 17, 2005	\$ 142,610,000	City of Austin	TX	Wtr & Wstrvr Ref Ref	Lehman Brothers
October 17, 2005	\$ 110,000,000	South Carolina	SC	GO	Goldman Sachs
October 17, 2005	\$ 214,255,000	Nashville Metro Gov	TN	GO	Banc of America
October 17, 2005	\$ 114,530,000	New Jersey Env Infra	NJ	Rev	Prager Sealy
October 17, 2005	\$ 188,000,000	Nevada	NV	GO	Merrill Lynch
October 17, 2005	\$ 121,700,000	Virginia Coll Bldg Auth	VA	Rev	Morgan Stanley
October 17, 2005	\$ 27,190,000	Colorado Wtr Res Pwr Dev	CO	Wtr Rev	Morgan Stanley
October 17, 2005	\$ 676,750,000	Univ of Maine Sys	ME	Rev	Prager Sealy
October 17, 2005	\$ 150,000,000	Florida Dept of Env Prot	FL	Rev	
October 24, 2005	\$ 500,000,000	Clark Co SD	NV	GO	

NEGOTIATED

Sale Date	Amount	Issuer	State	Issue	Manager
October 17, 2005	\$ 53,000,000	S Ctl Connecticut Reg Wtr	CT	Water Sys Rev	Bear Stearns
October 17, 2005	\$ 275,000,000	Indiana Fin Authority	IN	Rev	Citigroup
October 17, 2005	\$ 240,150,000	Michigan Bldg Auth	MI	Rev & Ref	Bear Stearns
October 17, 2005	\$ 158,390,000	New Jersey Econ Dev Auth	NJ	Rev (Tax)	Morgan Stanley
October 17, 2005	\$ 230,060,000	Pennsylvania Conv Ctr Auth	PA	Ref Rev (Tax)	J.P. Morgan Secs



The PFM Group

Public Finance Division, an independent, non
PFM Group Managing General, LLC
2000 Avenue S



Maturity Schedules

Water and Wastewater System Revenue Refunding Bonds, Series 2005A									
Maturity	Amount	Coupon	Yield	Maturity	Amount	Coupon	Yield		
11/15/06	\$1,445,000	5.000%	3.000%	05/15/20	\$4,275,000	4.400%	4.430%		
11/15/07	1,550,000	5.000%	3.100%	05/15/21	4,450,000	4.450%	4.480%		
05/15/08	2,765,000	5.000%	3.180%	05/15/22	4,635,000	4.500%	4.520%		
11/15/08	1,640,000	5.000%	3.210%	05/15/23	4,825,000	5.000%	4.310%		
05/15/09	2,855,000	5.000%	3.310%	05/15/24	5,030,000	5.000%	4.340%		
11/15/09	1,755,000	5.000%	3.330%	05/15/25	5,245,000	4.375%	4.550%		
05/15/10	2,950,000	4.000%	3.500%	05/15/26	5,470,000	5.000%	4.400%		
05/15/11	3,050,000	4.000%	3.620%	05/15/27	5,710,000	5.000%	4.480%		
05/15/12	3,160,000	5.000%	3.700%	05/15/28	5,960,000	5.000%	4.510%		
05/15/13	3,270,000	5.000%	3.800%	05/15/29	6,220,000	5.000%	4.540%		
05/15/14	3,390,000	5.000%	3.890%	05/15/30	6,500,000	5.000%	4.560%		
05/15/15	3,520,000	5.000%	3.960%	05/15/31	6,790,000	5.000%	4.570%		
05/15/16	3,655,000	5.000%	4.050%	05/15/32	7,095,000	4.500%	4.750%		
05/15/17	3,795,000	5.000%	4.070%	05/15/33	7,415,000	4.500%	4.750%		
05/15/18	3,950,000	4.300%	4.340%	05/15/34	7,755,000	5.000%	4.570%		
05/15/19	4,105,000	4.350%	4.380%	05/15/35	8,105,000	5.000%	4.570%		

Ratings:

Moody's -

Standard & Poor's -

Fitch Inc. -

*AMBAC

** Recent Upgrade

True Interest Cost: 4.586824%

Insured*

Aaa

AAA

AAA

Underlying

A1**

A

A+



The PFM Group

PFM Financial Services, Inc.
PFM Group, Inc. (a subsidiary of PFM)
PFM Advisors



\$142,335,000

Water and Wastewater System Revenue Refunding Bonds, Series 2005A

Bidder	Bid Price	True Interest Cost
Lehman Brothers	\$146,161,832.30	4.586824%
Banc of America	\$146,602,769.91	4.593706%
UBS Financial Services	\$146,130,105.80	4.594251%
Merrill Lynch & Co.	\$144,198,181.72	4.597490%
J.P. Morgan	\$147,814,723.19	4.597553%
Goldman, Sachs & Co.	\$146,754,838.11	4.600477%
Morgan Stanley & Co.	\$146,838,662.11	4.601282%
Citigroup Global Markets	\$146,759,985.85	4.606823%
Southwest Securities	\$146,132,056.23	4.610919%
First Southwest Co.	\$145,533,505.00	4.611043%
Wachovia Bank	\$143,410,771.85	4.614416%
RBC Dain Rauscher	\$146,840,839.01	4.616553%



The PFM Group

Securities Financial Management, Inc.
PFM Asset Management LLC
PFM Advisors