

Combined Utility System Fund
For the period ending June 30, 2012
(amounts expressed in thousands)

	FY2011 Actual	FY2012				
		Adopted Budget	Current Budget	YTD	Controller's Projection	Finance Projection
Operating Revenues						
Water Sales	\$ 459,261	\$ 451,022	\$ 451,022	\$ 487,956	\$ 480,696	\$ 480,696
Sewer Sales	410,941	412,465	412,465	422,512	418,772	418,772
Penalties	9,871	8,000	8,000	10,004	10,004	10,004
Other	3,949	3,830	3,830	6,415	6,415	6,415
Total Operating Revenues	<u>884,022</u>	<u>875,317</u>	<u>875,317</u>	<u>926,887</u>	<u>915,887</u>	<u>915,887</u>
Operating Expenses						
Personnel	141,322	152,873	142,634	147,787	147,952	147,952
Supplies	39,905	50,837	52,833	47,234	48,707	48,707
Electricity and Gas	58,391	60,521	60,046	63,150	63,447	63,447
Contracts & Other Payments	96,805	133,178	165,045	121,866	133,905	133,905
Non-Capital Equipment	1,627	3,389	4,234	2,945	3,373	3,373
Total Operating Expenses	<u>338,050</u>	<u>400,798</u>	<u>424,792</u>	<u>382,982</u>	<u>397,384</u>	<u>397,384</u>
Operating Income (Loss)	<u>545,972</u>	<u>474,519</u>	<u>450,525</u>	<u>543,905</u>	<u>518,503</u>	<u>518,503</u>
Non-Operating Revenues (Expenses)						
Interest Income	10,175	11,600	11,600	8,340	8,340	8,340
Sale of Property, Mains and Scrap	850	308	308	868	868	868
Other	15,266	7,920	7,920	9,221	9,221	9,221
Impact Fees	9,248	9,100	9,100	16,651	16,651	16,651
CWA & TRA Contracts (P & I)	(21,285)	(19,131)	(20,414)	(20,389)	(20,389)	(20,389)
Total Non-Operating Rev (Exp)	<u>14,254</u>	<u>9,797</u>	<u>8,514</u>	<u>14,691</u>	<u>14,691</u>	<u>14,691</u>
Income (Loss) Before Operating Transfers	<u>560,226</u>	<u>484,316</u>	<u>459,039</u>	<u>558,596</u>	<u>533,194</u>	<u>533,194</u>
Operating Transfers						
Debt Service Transfer	359,115	416,682	391,264	381,332	381,154	381,154
Transfer to PIB - Water & Sewer	21,744	21,163	21,163	21,163	21,163	21,163
Transfer to Capital Project Fund	0	10,000	50,000	50,000	50,000	50,000
Pension Liability Interest	3,659	3,814	3,814	2,542	3,814	3,814
Equipment Acquisition	12,273	20,583	20,756	14,607	15,695	15,695
Transfer to Stormwater	54,848	50,116	50,083	40,625	44,049	44,049
Total Operating Transfers	<u>451,639</u>	<u>522,358</u>	<u>537,080</u>	<u>510,269</u>	<u>515,875</u>	<u>515,875</u>
Net Current Activity						
Operating Fund Only	<u>\$ 108,587</u>	<u>\$ (38,042)</u>	<u>\$ (78,041)</u>	<u>\$ 48,327</u>	<u>\$ 17,319</u>	<u>\$ 17,319</u>

About the Fund:

The Combined Utility System Fund, which includes Fund 8300, Fund 8301, and Fund 8305, is an enterprise fund which accounts for operation of the City's water and wastewater facilities. The fund provides for the operation of the City's treated and untreated water, as well as, receive and process wastewater generated in a service area that includes the City, certain municipalities and unincorporated communities in the Houston metropolitan area. Some of the City's largest customers are other cities and water authorities which supply water to their own customers.