



CITY OF HOUSTON

Finance Department

Annise D. Parker

Mayor

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To: Mayor Annise D. Parker
City Council Members

Date: December 2, 2011

Subject: 4+8 Financial and
Operations Report

Attached is the 4+8 Financial and Operations Report for the period ending October 31, 2011. Fiscal Year 2012 projections are based on four months of actual results and eight months of projections.

General Fund

We are currently projecting ending fund balance of \$136.7 million, which is approximately \$2.3 million lower than last month. This is largely due to \$3.5 million lower than anticipated FY2011 unaudited ending fund balance.

Projection for Revenues and Other Sources increased by \$523,000 due to the following:

- Licenses and Permits increased by \$653,000 due to higher than anticipated special fire permits and additional administrative fees that was previously recorded in Building Inspection Fund
- Intergovernmental decreased by \$130,000 due to reduced state funding for Medicaid Title XX.

Projection for Expenditures and Other Uses decreased by \$633,000 mainly due to the following:

- \$1 million decrease in the Police Department due to the available funding in Police Special Revenue Fund to fund traffic enforcement as a result of higher than anticipated Burglar Alarm permits and False Alarm penalties revenue
- \$475,000 increase in the Fire Department due to personnel costs being transferred from Building Inspection Fund of \$155,000 and Fire station facilities repair costs of \$320,000 higher than budget
- Additionally, General Government decreased by \$320,000 to fund the Fire station facilities costs mentioned above.

Enterprise, Special Revenue and Other Funds

We are projecting no change in Enterprise Funds, Special Revenue Funds and all other funds from the 3+9 Report, with the exception of the following:

Aviation

Operating Expenditures decreased approximately \$386,000 mainly due to savings in supplies and services. As a result, Operating Transfers increased \$571,000.

Police Special Services

Revenues increased by \$1.1 million primarily due to higher than anticipated revenue from Burglar Alarm permits and False Alarm penalties. As a result, the expenditure projection increased by \$1 million to fund traffic enforcement.

If you have any questions, please feel free to contact me.

Sincerely,

A handwritten signature in black ink that reads "Kelly Dowe". The signature is written in a cursive style with a large, looping initial "K".

Kelly Dowe

Director