



CITY OF HOUSTON

Finance Department

Annise D. Parker

Mayor

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To: Mayor Annise D. Parker
City Council Members

Date: March 1, 2013

Subject: 7+5 Financial and
Operations Report

Attached is the 7+5 Financial and Operations Report for the period ending January 31, 2013. Fiscal Year 2013 projections are based on seven months of actual results and five months of projections.

General Fund

We are currently projecting ending fund balance of \$163.7 million. This is approximately \$2.5 million higher than last month and 9.51% of expenditures less debt. The fund balance reflects the designation of the full \$20 million fund balance to the Rainy Day Fund. This is an additional reimbursement of \$10 million from the Adopted Budget.

The projection for Revenues and Other Sources increased by \$474,000 from last month due to the following forecast changes:

- Telephone Franchise increased by \$607,000 due to higher than anticipated 2nd quarter receipt,
- Licenses and Permits increased by \$567,000 mainly due to liquor licenses and health permits being higher than anticipated,
- Charges for Services increased by \$300,000 mainly due to higher ambulance fees collections,
- Interest decreased by \$1 million due to lower cash balances and interest rates.

The projection for Expenditures and Other Uses decreased by \$2 million from last month mainly due to DNA testing that will be funded through grants in FY13 and General Fund in FY14.

Enterprise, Special Revenue and Other Funds

We are projecting no change in Enterprise Funds, Special Revenue Funds and all other funds from the 6+6 Report, with the exception of the following:

Health Benefits Funds

Operating Revenues decreased by \$16 million due to lower subscribers than anticipated. As a result of the lower subscribers, Operating Expenditures decreased by \$13.3 million. Non-operating revenues increased by \$2.9 million due to pharmaceutical rebates.

Police Special Service Fund

Revenues increased by \$800,000 mainly due to a sale of helicopters.

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

Sincerely,

A handwritten signature in cursive script that reads "Kelly Dowe".

Kelly Dowe
Director