

Combined Utility System Fund
For the period ending July 31, 2012
(amounts expressed in thousands)

	Unaudited Preliminary FY2012	FY2013				
		Adopted Budget	Current Budget	YTD	Controller's Projection	Finance Projection
Operating Revenues						
Water Sales	\$ 487,956	\$ 494,013	\$ 494,013	\$ 44,177	\$ 494,013	\$ 494,013
Sewer Sales	422,512	427,119	427,119	37,605	427,119	427,119
Penalties	10,004	9,000	9,000	907	9,000	9,000
Other	6,415	8,419	8,419	715	8,419	8,419
Total Operating Revenues	<u>926,887</u>	<u>938,551</u>	<u>938,551</u>	<u>83,404</u>	<u>938,551</u>	<u>938,551</u>
Operating Expenses						
Personnel	147,797	162,045	162,045	12,898	162,045	162,045
Supplies	47,989	46,397	46,397	2,295	46,397	46,397
Electricity and Gas	63,863	58,555	58,555	8,682	58,555	58,555
Contracts & Other Payments	126,145	133,721	133,621	5,043	133,721	133,721
Non-Capital Equipment	3,027	2,912	3,012	136	2,912	2,912
Total Operating Expenses	<u>388,821</u>	<u>403,630</u>	<u>403,630</u>	<u>29,054</u>	<u>403,630</u>	<u>403,630</u>
Operating Income (Loss)	<u>538,066</u>	<u>534,921</u>	<u>534,921</u>	<u>54,350</u>	<u>534,921</u>	<u>534,921</u>
Non-Operating Revenues (Expenses)						
Interest Income	8,340	7,598	7,598	566	7,598	7,598
Sale of Property, Mains and Scrap	868	400	400	(2)	400	400
Other	9,221	8,153	8,153	777	8,153	8,153
Impact Fees	16,651	13,000	13,000	0	13,000	13,000
CWA & TRA Contracts (P & I)	(20,389)	(19,663)	(19,663)	(2,790)	(19,663)	(19,663)
Total Non-Operating Rev (Exp)	<u>14,691</u>	<u>9,488</u>	<u>9,488</u>	<u>(1,449)</u>	<u>9,488</u>	<u>9,488</u>
Income (Loss) Before Operating Transfers	<u>552,757</u>	<u>544,409</u>	<u>544,409</u>	<u>52,901</u>	<u>544,409</u>	<u>544,409</u>
Operating Transfers						
Debt Service Transfer	381,001	428,560	428,560	12,315	428,560	428,560
Transfer to PIB - Water & Sewer	21,163	15,807	15,807	0	15,807	15,807
Transfer to Capital Project Fund	50,000	50,000	50,000	50,000	50,000	50,000
Pension Liability Interest	2,542	3,814	3,814	0	3,814	3,814
Equipment Acquisition	15,258	21,468	21,468	176	21,468	21,468
Transfer to Stormwater	44,369	43,799	43,799	2,380	43,799	43,799
Total Operating Transfers	<u>514,333</u>	<u>563,448</u>	<u>563,448</u>	<u>64,871</u>	<u>563,448</u>	<u>563,448</u>
Net Current Activity						
Operating Fund Only	<u>\$ 38,424</u>	<u>\$ (19,039)</u>	<u>\$ (19,039)</u>	<u>\$ (11,970)</u>	<u>\$ (19,039)</u>	<u>\$ (19,039)</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.