

Combined Utility System Fund  
For the period ending May 31, 2013  
(amounts expressed in thousands)

	FY2012 Actual	FY2013				Finance Projection
		Adopted Budget	Current Budget	YTD	Controller's Projection	
<b>Operating Revenues</b>						
Water Sales	\$ 485,338	\$ 494,013	\$ 494,013	\$ 439,456	\$ 490,157	\$ 490,157
Sewer Sales	421,370	427,119	427,119	386,826	424,541	424,541
Penalties	10,004	9,000	9,000	8,691	9,000	9,000
Other	6,414	8,419	8,419	8,439	8,529	8,529
Total Operating Revenues	<u>923,126</u>	<u>938,551</u>	<u>938,551</u>	<u>843,412</u>	<u>932,227</u>	<u>932,227</u>
<b>Operating Expenses</b>						
Personnel	148,601	162,045	159,767	141,271	154,572	154,572
Supplies	48,003	46,397	44,260	36,157	42,979	42,979
Electricity and Gas	63,863	58,555	58,555	53,165	59,225	59,225
Contracts & Other Payments	132,112	133,721	141,748	102,555	130,007	130,007
Non-Capital Equipment	3,027	2,912	3,728	2,085	2,992	2,992
Total Operating Expenses	<u>395,606</u>	<u>403,630</u>	<u>408,058</u>	<u>335,233</u>	<u>389,775</u>	<u>389,775</u>
Operating Income (Loss)	<u>527,520</u>	<u>534,921</u>	<u>530,493</u>	<u>508,179</u>	<u>542,452</u>	<u>542,452</u>
<b>Non-Operating Revenues (Expenses)</b>						
Interest Income	8,310	7,598	7,598	5,872	6,601	6,601
Sale of Property, Mains and Scrap	876	400	400	1,234	819	819
Other	5,851	8,153	8,153	10,426	10,672	10,672
Impact Fees	16,651	13,000	13,000	17,382	17,382	17,382
CWA & TRA Contracts (P & I)	(20,389)	(19,663)	(19,663)	(19,175)	(19,663)	(19,663)
Total Non-Operating Rev (Exp)	<u>11,299</u>	<u>9,488</u>	<u>9,488</u>	<u>15,739</u>	<u>15,811</u>	<u>15,811</u>
Income (Loss) Before Operating Transfers	<u>538,819</u>	<u>544,409</u>	<u>539,981</u>	<u>523,918</u>	<u>558,263</u>	<u>558,263</u>
<b>Operating Transfers</b>						
Debt Service Transfer	381,710	428,560	418,460	383,165	405,336	405,336
Transfer to PIB - Water & Sewer	21,163	15,807	15,807	15,807	15,807	15,807
Transfer to Capital Project Fund	50,000	50,000	55,100	55,212	55,212	55,212
Pension Liability Interest	3,814	3,814	3,814	2,542	3,814	3,814
Equipment Acquisition	19,928	21,468	22,183	7,449	10,931	10,931
Transfer to Stormwater	44,369	43,799	43,656	35,576	40,493	40,493
Total Operating Transfers	<u>520,984</u>	<u>563,448</u>	<u>559,020</u>	<u>499,751</u>	<u>531,593</u>	<u>531,593</u>
Net Current Activity						
Operating Fund Only	<u>\$ 17,835</u>	<u>\$ (19,039)</u>	<u>\$ (19,039)</u>	<u>\$ 24,167</u>	<u>\$ 26,670</u>	<u>\$ 26,670</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.