

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

	FY2013 Actual	FY2014				
		Adopted Budget	Current Budget	YTD	Controller's Projection	Finance Projection
Operating Revenues						
Water Sales	\$ 485,485	\$ 520,454	\$ 520,454	\$ 275,466	\$ 520,454	\$ 520,454
Sewer Sales	426,888	444,996	444,996	230,900	444,996	444,996
Penalties	9,456	9,000	9,000	9,762	9,000	9,000
Other	9,474	10,762	10,762	4,972	10,762	10,762
Total Operating Revenues	<u>931,303</u>	<u>985,212</u>	<u>985,212</u>	<u>521,100</u>	<u>985,212</u>	<u>985,212</u>
Operating Expenses						
Personnel	152,069	170,089	170,089	80,256	164,892	164,892
Supplies	41,047	49,119	49,119	21,342	48,086	48,086
Electricity and Gas	58,498	48,469	48,469	23,980	48,469	48,469
Contracts & Other Payments	125,233	141,638	141,638	55,959	143,026	143,026
Non-Capital Equipment	2,520	3,140	3,140	1,081	3,086	3,086
Total Operating Expenses	<u>379,367</u>	<u>412,455</u>	<u>412,455</u>	<u>182,618</u>	<u>407,559</u>	<u>407,559</u>
Operating Income (Loss)	<u>551,936</u>	<u>572,757</u>	<u>572,757</u>	<u>338,482</u>	<u>577,653</u>	<u>577,653</u>
Non-Operating Revenues (Expenses)						
Interest Income	6,059	5,729	5,729	2,576	5,729	5,729
Sale of Property, Mains and Scrap	1,292	400	400	1,718	400	400
Other	16,223	13,717	13,717	7,928	13,717	13,717
Impact Fees	17,382	17,500	17,500	11,166	20,500	20,500
CWA & TRA Contracts (P & I)	(19,663)	(18,875)	(18,875)	(16,345)	(18,875)	(18,875)
Total Non-Operating Rev (Exp)	<u>21,293</u>	<u>18,471</u>	<u>18,471</u>	<u>7,043</u>	<u>21,471</u>	<u>21,471</u>
Income (Loss) Before Operating Transfers	<u>573,229</u>	<u>591,228</u>	<u>591,228</u>	<u>345,525</u>	<u>599,124</u>	<u>599,124</u>
Operating Transfers						
Debt Service Transfer	399,144	439,574	439,574	212,638	420,874	420,874
Interfund Transfer	0	800	800	176	800	800
Transfer to PIB - Water & Sewer	15,807	13,094	13,094	1,590	13,094	13,094
Transfer to Capital Project Fund	55,212	65,000	65,000	65,000	65,000	65,000
Pension Liability Interest	3,814	4,724	4,724	636	4,724	4,724
Equipment Acquisition	11,715	26,792	26,950	5,995	24,941	24,941
Transfer to Stormwater	38,774	45,557	45,399	26,282	45,557	45,557
Total Operating Transfers	<u>524,466</u>	<u>595,541</u>	<u>595,541</u>	<u>312,317</u>	<u>574,990</u>	<u>574,990</u>
Net Current Activity						
Operating Fund Only	<u>\$ 48,763</u>	<u>\$ (4,313)</u>	<u>\$ (4,313)</u>	<u>\$ 33,208</u>	<u>\$ 24,134</u>	<u>\$ 24,134</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, receives 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.