

Combined Utility System Fund  
For the period ending March 31, 2015  
(amounts expressed in thousands)

	FY2014 Actual	FY2015				Finance Projection
		Adopted Budget	Current Budget	YTD	Controller's Projection	
<b>Operating Revenues</b>						
Water Sales	\$ 499,912	\$ 510,712	\$ 510,712	\$ 369,211	\$ 501,260	\$ 501,260
Sewer Sales	441,300	449,414	449,414	324,628	438,562	438,562
Penalties	9,456	16,000	16,000	6,333	10,000	10,000
Other	10,650	10,310	10,310	7,864	10,310	10,310
Total Operating Revenues	<u>961,318</u>	<u>986,436</u>	<u>986,436</u>	<u>708,036</u>	<u>960,132</u>	<u>960,132</u>
<b>Operating Expenses</b>						
Personnel	157,463	176,418	174,605	122,220	166,138	166,138
Supplies	40,200	45,653	45,638	30,826	42,112	42,112
Electricity and Gas	47,224	51,123	51,123	37,157	50,857	50,857
Contracts & Other Payments	137,687	153,301	155,274	90,019	150,118	150,118
Non-Capital Equipment	2,562	4,371	4,376	1,657	3,674	3,674
Total Operating Expenses	<u>385,136</u>	<u>430,866</u>	<u>431,016</u>	<u>281,879</u>	<u>412,899</u>	<u>412,899</u>
Operating Income (Loss)	<u>576,182</u>	<u>555,570</u>	<u>555,420</u>	<u>426,157</u>	<u>547,233</u>	<u>547,233</u>
<b>Non-Operating Revenues (Expenses)</b>						
Interest Income	4,956	5,519	5,519	3,887	5,519	5,519
Sale of Property, Mains and Scrap	2,713	400	400	1,944	1,937	1,937
Other	6,449	14,441	14,441	10,662	14,316	14,316
Impact Fees	27,238	21,000	21,000	15,279	33,908	33,908
CWA & TRA Contracts (P & I)	(18,875)	(18,064)	(18,064)	(17,002)	(18,064)	(18,064)
Total Non-Operating Rev (Exp)	<u>22,481</u>	<u>23,296</u>	<u>23,296</u>	<u>14,770</u>	<u>37,616</u>	<u>37,616</u>
Income (Loss) Before Operating Transfers	<u>598,663</u>	<u>578,866</u>	<u>578,716</u>	<u>440,927</u>	<u>584,849</u>	<u>584,849</u>
<b>Operating Transfers</b>						
Debt Service Transfer	395,911	428,210	428,210	235,749	423,710	423,710
Interfund Transfer	784	0	0	0	0	0
Transfer to PIB - Water & Sewer	13,094	12,039	12,039	12,039	12,039	12,039
Transfer to Capital Project Fund	110,000	65,000	65,000	65,000	65,000	65,000
Pension Liability Interest	4,705	4,732	4,732	3,479	4,732	4,732
Equipment Acquisition	17,046	25,593	25,443	8,352	19,269	19,269
Transfer to Stormwater	27,564	42,002	42,002	24,929	42,002	42,002
Total Operating Transfers	<u>569,104</u>	<u>577,576</u>	<u>577,426</u>	<u>349,548</u>	<u>566,752</u>	<u>566,752</u>
Net Current Activity						
Operating Fund Only	<u>\$ 29,559</u>	<u>\$ 1,290</u>	<u>\$ 1,290</u>	<u>\$ 91,379</u>	<u>\$ 18,097</u>	<u>\$ 18,097</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.