



CITY OF HOUSTON

Finance Department

Annise D. Parker

Mayor

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To: Mayor Annise D. Parker
City Council Members

Date: April 24, 2015

Subject: 9+3 Financial Report

Attached is the 9+3 Financial Report for the period ending March 31, 2015. Fiscal Year 2015 projections are based on nine months of actual results and three months of projections.

General Fund

We are currently projecting ending fund balance of \$209.9 million, which is \$6.9 million higher than last month and 10.6% of expenditures less debt service.

The projection for Revenues and Other Sources increased by \$6 million from last month due to the following forecast changes:

- Property Taxes increased by \$1.4 million due to higher taxable value,
- Other Taxes increased by \$901,000 due to higher receipts for Mixed Beverage Tax,
- Licenses and Permits increased by \$868,000 mainly due to Plan Review Fees, Miscellaneous Health Permits and Limousine Permits being higher than anticipated,
- Intergovernmental increased by \$339,000 in Tax Incremental Reinvestment Zones (TIRZ) administrative fees due to higher TIRZ taxable values,
- Charges for Services increased by \$225,000 mainly due to Fire Fighting Services, Police Public Safety Reports Fees, and Passport Service Fees being higher than anticipated,
- Direct Interfund Services increased by \$672,000 mainly due to higher than anticipated Interfund Airport Police Services,
- Indirect Interfund Services decreased by \$305,000 due to lower cost recovery from other funds,

- Municipal Courts Fines and Forfeits decreased by \$1.7 million mainly due to lower ticket issuance,
- Miscellaneous/Other revenue increased by \$3.6 million mainly due to higher than anticipated Payment in Lieu of Taxes from Houston Refining.

The projection for Expenditures and Other Uses decreased by \$854,000 from last month mainly due to the following:

- \$1.6 million decrease in Fire Department due to lower than anticipated cost for the Work Demands Analysis,
- Adjustment in various departments for increases in Interfund Vehicle Services (\$3 million) and Application Services (\$700,000) which are offset by savings in Fuel of \$3 million.

Enterprise, Special Revenue and Other Funds

We are projecting no change in Enterprise Funds, Special Revenue Funds and all other funds from the 8+4 Report, with the exception of the following:

Aviation

Operating Expenses decreased by \$3 million mainly due to lower property insurance fees, electricity and natural gas consumption, and interfund vehicle services. Non-Operating Revenues increased by \$378,000 due to reclassification in the sale of land from grant fund to operating fund. As a result, Operating Transfers increased by \$3.3 million.

Health Benefits

Revenues increased by \$412,000 mainly due to refunds for performance guarantees.

Workers' Compensation

Operating Revenues and Expenditures decreased by \$3.7 million mainly due to lower claims than anticipated.

Asset Forfeiture Fund

Revenues decreased by \$709,000 due to lower confiscation. Expenditures decreased by \$2.8 million mainly due to delays in equipment purchases.

Houston Civic Events Special Revenue Fund

Expenditures increased by \$261,000 due to personnel cost for the Protocol office.

Houston Emergency Center

Expenditures increased by \$250,000 due to the cost of renovation at the Houston Emergency Center.

Parks Special Revenue Fund

Expenditures decreased by \$538,000 due to delays in Phase II construction project of Houston Wilderness Park.

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

Sincerely,

A handwritten signature in black ink, appearing to read 'Kelly Dowe', with a long horizontal flourish extending to the right.

Kelly Dowe
Director