

Combined Utility System Fund  
For the period ending September 30, 2014  
(amounts expressed in thousands)

	Unaudited	FY2015				
	Preliminary FY2014	Adopted Budget	Current Budget	YTD	Controller's Projection	Finance Projection
<b>Operating Revenues</b>						
Water Sales	\$ 499,912	\$ 510,712	\$ 510,712	\$ 138,861	\$ 508,462	\$ 508,462
Sewer Sales	441,300	449,414	449,414	117,413	446,664	446,664
Penalties	9,456	16,000	16,000	4,644	16,000	16,000
Other	10,650	10,310	10,310	2,687	10,310	10,310
Total Operating Revenues	<u>961,318</u>	<u>986,436</u>	<u>986,436</u>	<u>263,605</u>	<u>981,436</u>	<u>981,436</u>
<b>Operating Expenses</b>						
Personnel	157,463	176,418	176,418	40,958	172,660	172,660
Supplies	40,200	45,653	45,653	9,825	44,940	44,940
Electricity and Gas	47,224	51,123	51,123	11,901	51,123	51,123
Contracts & Other Payments	137,713	153,301	153,877	21,796	154,214	154,214
Non-Capital Equipment	2,562	4,371	4,376	543	4,371	4,371
Total Operating Expenses	<u>385,162</u>	<u>430,866</u>	<u>431,447</u>	<u>85,023</u>	<u>427,308</u>	<u>427,308</u>
Operating Income (Loss)	<u>576,156</u>	<u>555,570</u>	<u>554,989</u>	<u>178,582</u>	<u>554,128</u>	<u>554,128</u>
<b>Non-Operating Revenues (Expenses)</b>						
Interest Income	4,956	5,519	5,519	1,269	5,519	5,519
Sale of Property, Mains and Scrap	2,713	400	400	1,093	400	400
Other	6,449	14,441	14,441	3,181	14,441	14,441
Impact Fees	27,238	21,000	21,000	0	26,000	26,000
CWA & TRA Contracts (P & I)	(18,875)	(18,064)	(18,064)	(7,970)	(18,064)	(18,064)
Total Non-Operating Rev (Exp)	<u>22,481</u>	<u>23,296</u>	<u>23,296</u>	<u>(2,427)</u>	<u>28,296</u>	<u>28,296</u>
Income (Loss) Before Operating Transfers	<u>598,637</u>	<u>578,866</u>	<u>578,285</u>	<u>176,155</u>	<u>582,424</u>	<u>582,424</u>
<b>Operating Transfers</b>						
Debt Service Transfer	395,911	428,210	428,210	6,980	428,210	428,210
Interfund Transfer	784	0	0	0	0	0
Transfer to PIB - Water & Sewer	13,094	12,039	12,039	1,337	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	626	4,732	4,732
Equipment Acquisition	17,046	25,593	25,012	2,042	25,593	25,593
Transfer to Stormwater	27,564	42,002	42,002	9,580	42,002	42,002
Total Operating Transfers	<u>569,104</u>	<u>577,576</u>	<u>576,995</u>	<u>85,565</u>	<u>577,576</u>	<u>577,576</u>
Net Current Activity						
Operating Fund Only	<u>\$ 29,533</u>	<u>\$ 1,290</u>	<u>\$ 1,290</u>	<u>\$ 90,590</u>	<u>\$ 4,848</u>	<u>\$ 4,848</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.