



**CITY OF HOUSTON**  
Finance and Administration  
Department

**Interoffice**

Correspondence

**To:** Mayor Bill White  
Members of City Council

**From:** Judy Gray Johnson, Director  
Finance and Administration

**Date:** March 30, 2007

**Subject: FEBRUARY MONTHLY FINANCIAL AND  
OPERATIONS REPORT**

Attached is the Monthly Financial and Operations Report for the period ending February 28, 2007.

**General Fund Revenues**

Our projection for FY2007 General Fund revenue is \$3.6 million higher than last month.

- Sales tax receipts for January were \$2.5 million (7.8%) more than budgeted and 10% more than last year's January receipts. As a result, we have increased our estimate for the year by another \$2.5 million, and are projecting receipts for the remaining months of the fiscal year at budget.

**General Fund Expenditures**

Our projection for FY07 General Fund expenditures is \$1.9 million lower than last month.

- The projection for Public Works and Engineering increased by \$1.8 million due to estimated savings in Personnel and some services.
- The projection for General Government decreased because the Harris County appraisal district has lowered their estimate of costs for FY07 by \$165,000.

**General Fund Ending Fund Balance**

We are projecting an ending unreserved undesignated fund balance of approximately \$185 million, which is approximately 13% of estimated expenditures less debt service. This does not include the rainy day fund or sign abatement fund. The total unreserved fund balance is projected to be \$207 million.

March 30, 2007

### **Aviation**

- The projection for Parking and Concession decreased by \$639,000 due to competition from privately owned lots.
- The projection for Operating Expenditures decreased by \$949,000 due to vacant personnel positions.
- The projection for Interest Income increased by \$4 million due to higher interest rates from investments.

### **Convention and Entertainment**

- The projection for Hotel Occupancy Tax increased by \$2 million due to higher room rates.
- The projection for Interest Income increased by \$294,000 due to higher interest rates.

### **Combined Utility System**

- The projection for Water and Sewer Sales decreased by \$4.5 million due to higher than average year-to-date rainfall.
- The projection for Operating Expenditures increased by \$4.6 million due to personnel and contract payments.
- The projection for Nonoperating Revenues (Expenses) decreased by \$3.6 due to an expected sale of property to Aviation

### **Katrina Aid & Recovery Fund**

FEMA has advised the City that they have now obligated a project work sheet for interim housing in the amount of \$741,136. Additional project work sheets are being prepared for submittal to FEMA.

Please let me know if you have any questions.

  
Judy Gray Johnson, Director