

Dedicated Drainage & Street Renewal Fund - 2310
For the period ending February 29, 2012
(amounts expressed in thousands)

| | FY2011 Actual | FY2012 | | | | |
|--|------------------|-------------------|-------------------|----------------|----------------------------|-----------------------|
| | | Adopted Budget | Current Budget | YTD | Controller's Projection | Finance Projection |
| Revenues | | | | | | |
| Drainage Charge Revenue ⁽¹⁾ | \$ 0 | \$ 115,826 | \$ 115,826 | \$ 81,557 | \$ 99,900 | \$ 99,900 |
| Interfund Drainage Fee | 0 | 9,174 | 9,174 | 3,306 | 16,900 | 16,900 |
| Charges for Services | 0 | 1,909 | 1,909 | 926 | 1,920 | 1,920 |
| Licenses & Permits | 0 | 996 | 996 | 504 | 665 | 665 |
| Street Milling and Sales Earnings | 0 | 800 | 800 | 572 | 900 | 900 |
| Metro Intergovernmental Revenue | 0 | 50,600 | 50,600 | 30,624 | 52,200 | 52,200 |
| Miscellaneous/Other | 0 | 59 | 59 | 157 | 183 | 183 |
| Total Revenues | 0 | 179,364 | 179,364 | 117,646 | 172,668 | 172,668 |
| Expenditures | | | | | | |
| Personnel | 0 | 29,746 | 29,972 | 18,592 | 28,497 | 28,497 |
| Supplies | 0 | 14,095 | 14,033 | 6,871 | 13,204 | 13,204 |
| Other Services | 0 | 12,959 | 12,923 | 7,745 | 14,088 | 14,088 |
| Capital Outlay | 0 | 2,070 | 2,292 | 455 | 1,077 | 1,077 |
| Total Expenditures | 0 | 58,870 | 59,220 | 33,663 | 56,866 | 56,866 |
| Net Current Activity | 0 | 120,494 | 120,144 | 83,983 | 115,802 | 115,802 |
| Other Financing Sources (Uses) | | | | | | |
| Interest Income | 0 | 0 | 0 | 141 | 275 | 275 |
| Transfer In - General Fund ⁽²⁾ | 0 | 0 | 0 | 0 | 9,193 | 9,193 |
| Transfer In - Metro CIP Projects | 0 | 54,590 | 54,590 | 0 | 0 | 0 |
| Transfer In - TXDOT CIP Projects | 0 | 2,000 | 2,000 | 0 | 0 | 0 |
| Transfer Out - Commercial Paper Agent Fees | 0 | (1,800) | (1,800) | 0 | (604) | (604) |
| Transfer Out - Capital Projects | 0 | (112,909) | (112,559) | (5,699) | (59,208) | (59,208) |
| Transfer Out - Others | 0 | (2,889) | (2,889) | 0 | 0 | 0 |
| Total Other Financing Sources (Uses) | 0 | (61,008) | (60,658) | (5,558) | (50,344) | (50,344) |
| Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing (Uses) | 0 | 59,486 | 59,486 | 78,425 | 65,458 | 65,458 |
| Fund Balance, Beginning of Year | 0 | 0 | 0 | 0 | 0 | 0 |
| Fund Balance, End of Year | \$ 0 | \$ 59,486 | \$ 59,486 | \$ 78,425 | \$ 65,458 | \$ 65,458 |

Note:

1. Drainage Charge Revenue includes the amount billed by PW&E with the projected FY2012 collection rate of 87%. Currently, the total amount expected to be billed this fiscal year is \$132.7 million.
2. The projected amount includes repayment of fees for the next two years from Combined Utility System and Aviation.
3. This amount is based on the Captured Ad Valorem Tax Revenue as calculated below:

| Dedicated Drainage & Street Renewal Captured Ad Valorem Tax Revenue (amounts expressed in thousands) | | | |
|--|-------------------|--------------|------------------------|
| | FY2012 | | |
| | Adopted Budget | Projection | Year to Date Actual |
| Property Tax Revenue (General Fund) (\$0.118 of City's Ad Valorem Tax Levy) | \$ 152,992 | \$ 156,570 | \$ 0 |
| Less Street & Drainage Debt Service (General Fund) | (153,336) | (147,377) | 0 |
| Captured Revenues ⁽¹⁾ (to be transferred to Dedicated Drainage & Street Renewal Fund) | 0 | 9,193 | 0 |

Note:
Ordinance 2010-879 requires funding in the amount equivalent to proceeds from \$0.118 of the City's ad valorem tax levy minus an amount equal to debt service for drainage and streets to the Dedicated Drainage & Street Renewal Fund. Total outstanding debt payable from ad valorem taxes (as of February 29, 2012) is \$3.509 billion. The portion of the debt associated with drainage and street improvements is estimated at \$1.71 billion.

The Dedicated Drainage and Street Renewal Fund is not technically an enterprise fund, but is grouped with the Combined Utility for clarity.