

Combined Utility System Fund
For the period ending March 31, 2013
(amounts expressed in thousands)

	FY2012 Actual	FY2013				
		Adopted Budget	Current Budget	YTD	Controller's Projection	Finance Projection
Operating Revenues						
Water Sales	\$ 485,338	\$ 494,013	\$ 494,013	\$ 360,022	\$ 490,157	\$ 490,157
Sewer Sales	421,370	427,119	427,119	315,938	424,541	424,541
Penalties	10,004	9,000	9,000	7,270	9,000	9,000
Other	6,414	8,419	8,419	6,789	8,529	8,529
Total Operating Revenues	<u>923,126</u>	<u>938,551</u>	<u>938,551</u>	<u>690,019</u>	<u>932,227</u>	<u>932,227</u>
Operating Expenses						
Personnel	148,601	162,045	161,970	114,265	154,886	154,886
Supplies	48,003	46,397	44,390	29,785	46,122	46,122
Electricity and Gas	63,863	58,555	58,555	42,587	58,562	58,562
Contracts & Other Payments	132,112	133,721	135,282	76,754	135,530	135,530
Non-Capital Equipment	3,027	2,912	3,111	1,449	3,029	3,029
Total Operating Expenses	<u>395,606</u>	<u>403,630</u>	<u>403,308</u>	<u>264,840</u>	<u>398,129</u>	<u>398,129</u>
Operating Income (Loss)	<u>527,520</u>	<u>534,921</u>	<u>535,243</u>	<u>425,179</u>	<u>534,098</u>	<u>534,098</u>
Non-Operating Revenues (Expenses)						
Interest Income	8,310	7,598	7,598	5,023	6,601	6,601
Sale of Property, Mains and Scrap	876	400	400	819	819	819
Other	5,851	8,153	8,153	8,831	10,672	10,672
Impact Fees	16,651	13,000	13,000	6,873	17,382	17,382
CWA & TRA Contracts (P & I)	(20,389)	(19,663)	(19,663)	(18,201)	(19,663)	(19,663)
Total Non-Operating Rev (Exp)	<u>11,299</u>	<u>9,488</u>	<u>9,488</u>	<u>3,345</u>	<u>15,811</u>	<u>15,811</u>
Income (Loss) Before Operating Transfers	<u>538,819</u>	<u>544,409</u>	<u>544,731</u>	<u>428,524</u>	<u>549,909</u>	<u>549,909</u>
Operating Transfers						
Debt Service Transfer	381,710	428,560	428,560	228,552	412,836	412,836
Transfer to PIB - Water & Sewer	21,163	15,807	15,807	15,807	15,807	15,807
Transfer to Capital Project Fund	50,000	50,000	50,000	50,000	55,171	55,171
Pension Liability Interest	3,814	3,814	3,814	2,542	3,814	3,814
Equipment Acquisition	19,928	21,468	21,933	5,929	12,226	12,226
Transfer to Stormwater	44,369	43,799	43,656	30,007	41,079	41,079
Total Operating Transfers	<u>520,984</u>	<u>563,448</u>	<u>563,770</u>	<u>332,837</u>	<u>540,933</u>	<u>540,933</u>
Net Current Activity						
Operating Fund Only	\$ <u>17,835</u>	\$ <u>(19,039)</u>	\$ <u>(19,039)</u>	\$ <u>95,687</u>	\$ <u>8,976</u>	\$ <u>8,976</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, receive 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.