

Combined Utility System Fund
For the period ending December 31, 2014
(amounts expressed in thousands)

	FY2014 Actual	FY2015				Finance Projection
		Adopted Budget	Current Budget	YTD	Controller's Projection	
Operating Revenues						
Water Sales	\$ 499,912	\$ 510,712	\$ 510,712	\$ 261,822	\$ 501,260	\$ 501,260
Sewer Sales	441,300	449,414	449,414	225,103	438,562	438,562
Penalties	9,456	16,000	16,000	3,385	16,000	16,000
Other	10,650	10,310	10,310	5,364	10,310	10,310
Total Operating Revenues	<u>961,318</u>	<u>986,436</u>	<u>986,436</u>	<u>495,674</u>	<u>966,132</u>	<u>966,132</u>
Operating Expenses						
Personnel	157,463	176,418	176,418	81,857	169,524	169,524
Supplies	40,200	45,653	45,038	19,420	43,594	43,594
Electricity and Gas	47,224	51,123	51,123	24,852	51,123	51,123
Contracts & Other Payments	137,687	153,301	154,061	53,992	153,517	153,517
Non-Capital Equipment	2,562	4,371	4,376	1,094	4,436	4,436
Total Operating Expenses	<u>385,136</u>	<u>430,866</u>	<u>431,016</u>	<u>181,215</u>	<u>422,194</u>	<u>422,194</u>
Operating Income (Loss)	<u>576,182</u>	<u>555,570</u>	<u>555,420</u>	<u>314,459</u>	<u>543,938</u>	<u>543,938</u>
Non-Operating Revenues (Expenses)						
Interest Income	4,956	5,519	5,519	2,640	5,519	5,519
Sale of Property, Mains and Scrap	2,713	400	400	1,260	1,260	1,260
Other	6,449	14,441	14,441	8,920	15,879	15,879
Impact Fees	27,238	21,000	21,000	15,279	33,908	33,908
CWA & TRA Contracts (P & I)	(18,875)	(18,064)	(18,064)	(16,841)	(18,064)	(18,064)
Total Non-Operating Rev (Exp)	<u>22,481</u>	<u>23,296</u>	<u>23,296</u>	<u>11,258</u>	<u>38,502</u>	<u>38,502</u>
Income (Loss) Before Operating Transfers	<u>598,663</u>	<u>578,866</u>	<u>578,716</u>	<u>325,717</u>	<u>582,440</u>	<u>582,440</u>
Operating Transfers						
Debt Service Transfer	395,911	428,210	428,210	234,378	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	25,443	6,074	25,601	25,601
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>577,426</u>	<u>316,995</u>	<u>577,584</u>	<u>577,584</u>
Net Current Activity						
Operating Fund Only	<u>\$ 29,559</u>	<u>\$ 1,290</u>	<u>\$ 1,290</u>	<u>\$ 8,722</u>	<u>\$ 4,856</u>	<u>\$ 4,856</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.