

Combined Utility System Fund
For the period ending August 31, 2011
(amounts expressed in thousands)

	Unaudited Preliminary FY2011	FY2012				
		Adopted Budget	Current Budget	YTD	Controller's Projection	Finance Projection
Operating Revenues						
Water Sales	\$ 459,059	\$ 451,022	\$ 451,022	\$ 97,098	\$ 451,022	\$ 451,022
Sewer Sales	410,853	412,465	412,465	79,200	412,465	412,465
Penalties	9,871	8,000	8,000	1,956	8,000	8,000
Other	3,949	3,830	3,830	730	3,830	3,830
Total Operating Revenues	<u>883,732</u>	<u>875,317</u>	<u>875,317</u>	<u>178,984</u>	<u>875,317</u>	<u>875,317</u>
Operating Expenses						
Personnel	142,081	152,873	152,873	24,837	152,873	152,873
Supplies	39,859	50,837	50,837	6,578	50,837	50,837
Electricity and Gas	58,391	60,521	60,521	9,520	60,521	60,521
Contracts & Other Payments	100,046	133,178	133,178	4,850	133,178	133,178
Non-Capital Equipment	1,598	3,389	3,389	177	3,389	3,389
Total Operating Expenses	<u>341,975</u>	<u>400,798</u>	<u>400,798</u>	<u>45,962</u>	<u>400,798</u>	<u>400,798</u>
Operating Income (Loss)	<u>541,757</u>	<u>474,519</u>	<u>474,519</u>	<u>133,022</u>	<u>474,519</u>	<u>474,519</u>
Non-Operating Revenues (Expenses)						
Interest Income	10,090	11,600	11,600	1,440	11,600	11,600
Sale of Property, Mains and Scrap	850	308	308	14	308	308
Other	10,355	7,920	7,920	1,372	7,920	7,920
Impact Fees	9,248	9,100	9,100	0	9,100	9,100
CWA & TRA Contracts (P & I)	(21,285)	(19,131)	(19,131)	(5,485)	(19,131)	(19,131)
Total Non-Operating Rev (Exp)	<u>9,258</u>	<u>9,797</u>	<u>9,797</u>	<u>(2,659)</u>	<u>9,797</u>	<u>9,797</u>
Income (Loss) Before Operating Transfers	<u>551,015</u>	<u>484,316</u>	<u>484,316</u>	<u>130,363</u>	<u>484,316</u>	<u>484,316</u>
Operating Transfers						
Debt Service Transfer	359,115	416,682	416,682	24,957	416,682	416,682
Transfer to PIB - Water & Sewer	21,744	21,163	21,163	0	21,163	21,163
Transfer to Capital Project Fund	0	10,000	10,000	0	10,000	10,000
Pension Liability Interest	3,659	3,814	3,814	(1,271)	3,814	3,814
Equipment Acquisition	12,273	20,583	20,616	2,814	20,583	20,583
Transfer to Stormwater	54,848	50,116	50,083	4,833	50,116	50,116
Total Operating Transfers	<u>451,639</u>	<u>522,358</u>	<u>522,358</u>	<u>31,333</u>	<u>522,358</u>	<u>522,358</u>
Net Current Activity						
Operating Fund Only	<u>\$ 99,376</u>	<u>\$ (38,042)</u>	<u>\$ (38,042)</u>	<u>\$ 99,030</u>	<u>\$ (38,042)</u>	<u>\$ (38,042)</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.