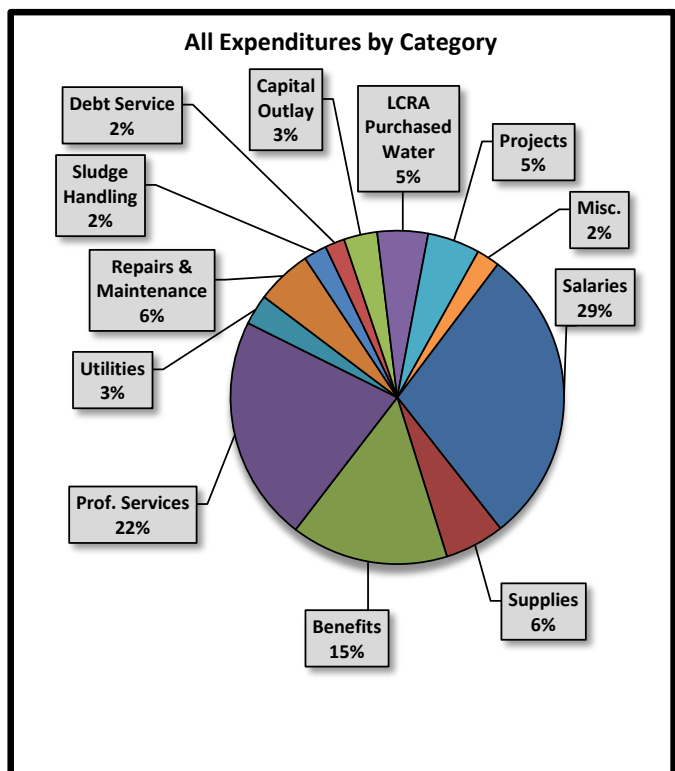
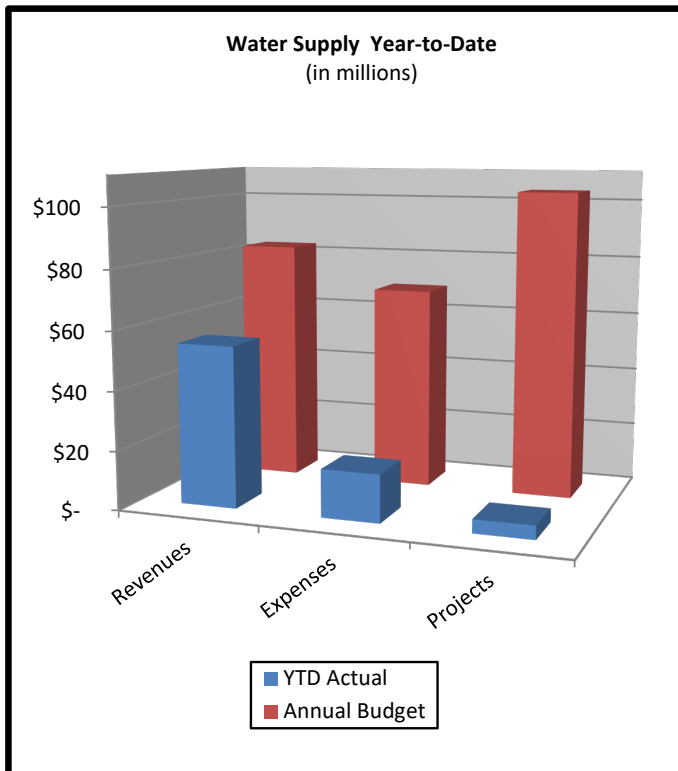




**BRAZOS RIVER AUTHORITY
SUMMARY
QUARTERLY BUDGET REPORT - 1st QUARTER FY 2026
(in thousands)**

	Annual Budget	Year-to-Date Actual	Variance
<u>Water Supply</u>			
Beginning Working Capital	\$ 104,643	\$ 121,395	\$ 16,752
Revenues	82,695	54,523	(28,172)
Less: Expenses	62,917	15,796	47,121
Less: Debt Service	5,920	386	5,534
Less: Operating Projects	5,715	566	5,149
Surplus/(Deficit)	8,143	37,775	29,632
Less: Capital Improvement Projects	97,877	4,049	93,828
Ending Working Capital	\$ 14,909	\$ 155,121	\$ 140,212

<u>Cost Reimbursable</u>			
Revenues	\$ 22,541	\$ 3,513	\$ (19,028)
Less: Expenses	22,541	3,513	19,028
Surplus/(Deficit)	\$ -	\$ -	\$ -





BRAZOS RIVER AUTHORITY
WATER SUPPLY OPERATIONS
QUARTERLY BUDGET REPORT - 1st QUARTER FY 2026
(in thousands)

	Annual Budget	Year-to-Date Actual	\$ Variance	% of Annual Budget
Beginning Working Capital	\$ 104,643	\$ 121,395	\$ 16,752	
Revenues				
Raw Water Sales - System	51,766	43,974	(7,792)	85%
Raw Water Sales - Non-System	8,255	3,740	(4,515)	45%
East Williamson County RWS	10,120	3,371	(6,749)	33%
Sugar Land WW	5,111	1,123	(3,988)	22%
Lake Operations	540	51	(489)	9%
Grants	1,953	182	(1,771)	9%
Management Fees	661	120	(541)	18%
Interest Income	4,238	1,955	(2,283)	46%
Miscellaneous	51	7	(44)	14%
Total Revenues	82,695	54,523	(28,172)	66%
Operating Expenses				
<u>Reservoir, Water Supply & Treatment Operations</u>				
Operations Management	1,346	299	1,047	22%
Possum Kingdom Lake	11,595	2,653	8,942	23%
Lake Granbury	5,094	896	4,198	18%
Lake Limestone	4,042	743	3,299	18%
Allens Creek Reservoir	682	155	527	23%
East Williamson County RWS	3,534	763	2,771	22%
Sugar Land WW	5,732	1,190	4,542	21%
<u>Project Delivery Division</u>				
Project Delivery Division Management	1,250	333	917	27%
Project Management	2,214	720	1,494	33%
Construction Services	868	218	650	25%
Engineering	1,861	754	1,107	41%
<u>Water Services</u>				
Water Services	2,237	506	1,731	23%
Federal Reservoirs	17,123	5,395	11,728	32%
<u>Environmental Services</u>				
Environmental Services	4,434	954	3,480	22%
<u>Special Projects & Strategic Initiatives</u>				
Special Projects & Strategic Initiatives	906	217	689	24%
<u>Central Services</u>				
Board of Directors	120	45	75	38%
General Administration	1,324	315	1,009	24%
Legal	1,805	341	1,464	19%
Public Information	788	172	616	22%
Legislative Government Affairs	763	100	663	13%
Human Resources	1,715	409	1,306	24%
Finance & Administration	2,627	694	1,933	26%
Information Technology	4,000	934	3,066	23%
Less Central Services allocated	(13,143)	(3,011)	(10,132)	23%
Total Operating Expenses	62,917	15,796	47,121	25%
Debt Service				
East Williamson County	2,538	-	2,538	0%
Allens Creek	1,934	-	1,934	0%
Federal Reservoirs	1,448	386	1,062	27%
Total Debt Service	5,920	386	5,534	7%
Operating Projects	5,715	566	5,149	10%
Total Expenses	74,552	16,749	57,804	22%
Surplus/(Deficit) before CIP	8,143	37,775	29,632	
Less: Capital Improvement Projects	97,877	4,049	93,828	4%
Ending Working Capital	\$ 14,909	\$ 155,121	\$ 140,212	



**BRAZOS RIVER AUTHORITY
WATER SUPPLY OPERATIONS
QUARTERLY BUDGET REPORT - 1st QUARTER FY 2026
VARIANCE DISCUSSION - 25% OF FISCAL YEAR ELAPSED**

REVENUES			
Category	% of Budget	Status	Discussion
Raw Water Sales - System	85%		As expected. Most System Water contracts are invoiced at the beginning of the fiscal year. Some customers choose to be invoiced quarterly or monthly.
Raw Water Sales - Non-System	45%		As expected. Most Two-Tier contracts and Residential/Commercial Water Permits are invoiced on a calendar year.
East Williamson County RWS	33%		As expected. Four months of revenue recorded in Q1.
Sugar Land WW	22%		As expected. Actuals are close to 25%
Lake Operations	9%		As expected. The majority of these contracts are invoiced on a calendar year.
Grants	9%		As expected. Spending on Brazos G and Region 8 is expected to ramp up in Q2 and Q3.
Management Fees	18%		As expected. Expenses in cost reimbursable operations is usually lower in Q1.
Interest Income	46%		Better than expected. Beginning reserves were \$16M higher than budgeted, CIP spending was fairly low during the first quarter and interest rates are better than the 4% return assumed in the budget (4.20% YTD).
Miscellaneous	14%		As expected. The bulk of this revenue is the rebate on our P-card program which usually happens in January.

EXPENSES			
Category	% of Budget	Status	Discussion
Reservoir, Water Supply & Treatment Operations	21%		As expected. All expense categories tracking as planned.
Project Delivery Division	33%		As expected. All expense categories tracking as planned.
Water Services	30%		As expected. U.S. ACE O&M charges for storage space in the Federal Reservoirs came in \$660K under budget.
Environmental Services	22%		As expected. All expense categories tracking as planned.
Special Projects & Strategic Initiatives	24%		As expected. All expense categories tracking as planned.
Central Services	23%		As expected. All expense categories tracking as planned.
Debt Service	7%		As expected. Debt service payments for EWC and Allens Creek are not due until February and August.
Operating Projects	10%		As expected. Most projects on schedule at the end of Q1.
Capital Improvement Projects	4%		As expected. It is still very early in the fiscal year, but we expect to spend most of the CIP funds in FY 26.



BRAZOS RIVER AUTHORITY
COST REIMBURSABLE OPERATIONS
QUARTERLY BUDGET REPORT - 1st QUARTER FY 2026
(in thousands)

	Annual Budget	Year-to- Date	\$ Variance	% of Annual Budget
Operating Revenues				
WCRRWL	\$ 3,083	\$ 325	\$ (2,758)	11%
Temple-Belton	5,932	1,284	(4,648)	22%
Hutto	2,528	715	(1,813)	28%
Sandy Creek	2,714	546	(2,168)	20%
Clute	1,266	178	(1,088)	14%
Debt Service Revenues				
WCRRWL	3,040	-	(3,040)	0%
Capital Project Funding				
Local Stakeholders Funding	3,978	465	(3,513)	12%
Total Revenues	22,541	3,513	(19,028)	16%
Operating Expenses				
WCRRWL	3,083	325	2,758	11%
Temple-Belton	5,932	1,284	4,648	22%
Hutto	2,528	715	1,813	28%
Sandy Creek	2,714	546	2,168	20%
Clute	1,266	178	1,088	14%
Debt Service Expenses				
WCRRWL	3,040	-	3,040	0%
Capital Improvement Projects				
WCRRWL Phase 3 Pumps	3,978	465	3,513	12%
Total Expenses	22,541	3,513	19,028	16%
Surplus/(Deficit)	\$ -	\$ -	\$ -	



BRAZOS RIVER AUTHORITY
OPERATING PROJECTS and CAPITAL IMPROVEMENT PROJECTS
QUARTERLY BUDGET REPORT - 1st QUARTER FY 2026 Period Ending October 31, 2025

	FY 2026 Annual Budget			FY 2026 Year to Date Actual				Inception to Date		
	Bonds, Grants, Other Expenditures	BRA Reserves Expenditures	Total Annual Budget	Bonds, Grants, Other Expenditures	BRA Reserves Expenditures	Total Actual Expenditures	Budget vs. Actual Variance	Budget	Actual	Balance
Operating Projects										
BW-ES-Brazos Water Snake Study	\$ -	\$ 66	\$ 66	\$ -	\$ 33	\$ 33	\$ 33	\$ 875	\$ 839	\$ 36
BW-IT-Technical Security Upgrades	-	850	850	-	227	227	623	1,050	269	781
BW-PD-Risk Based Capital Planning and Management Support	-	505	505	-	1	1	504	1,915	1,258	657
CB-WH-Lake Whitney Reallocation Study	-	500	500	-	(6)	(6)	506	2,117	1,609	509
UB-ES-Comprehensive Water Quality Modeling Tool For PK	-	1,250	1,250	-	71	71	1,179	3,250	289	2,961
UB-LG-Embankment Stability Analysis and Assessment	-	159	159	-	(3)	(3)	162	710	133	577
UB-LG-Tainter Gate Evaluation	-	700	700	-	245	245	455	2,163	1,801	362
UB-PK-Bay 9 Transition Beam Leak Remediation	-	535	535	-	-	-	535	1,439	-	1,439
UB-PK-COC Recoating and Repairs	-	750	750	-	-	-	750	2,501	-	2,501
UB-PK-Elevators Replacement	-	400	400	-	-	-	400	1,050	229	821
Total Operating Projects	\$ -	\$ 5,715	\$ 5,715	\$ -	\$ 568	\$ 568	\$ 5,147	\$ 17,070	\$ 6,428	\$ 10,644
Capital Improvement Projects										
CB-BE-Belhouse Drought Preparedness	\$ -	\$ 8,658	\$ 8,658	\$ -	\$ 835	\$ 835	\$ 7,823	\$ 179,959	\$ 3,635	\$ 176,324
CB-EW-EWCRWS 48 inch Treated Water Pipeline	-	8,530	8,530	-	62	62	8,468	37,925	1,118	36,807
CB-EW-EWCRWS Expansion Phase II	-	28,440	28,440	-	170	170	28,270	150,794	9,244	141,550
CB-EW-EWCRWS Trinity Well #1 Infrastructure	-	25,074	25,074	-	83	83	24,991	27,240	2,121	25,119
CB-WCR-WCRRWL Phase 3 Pumps	3,978	-	3,978	465	-	465	3,513	68,738	2,943	65,795
CO-ES-Environmental Services Building	1	4,427	4,427	-	1,455	1,455	2,972	13,592	11,353	2,239
CO-PD-Lake Shore Office Property	3	2,050	2,050	-	-	-	2,050	2,050	-	2,050
LB-AC-Allens Creek Reservoir	-	8,200	8,200	-	1,238	1,238	6,962	700,326	75,015	625,311
LB-LL-Hydrostatic Relief System Assessment & Replacement	-	500	500	-	-	-	500	14,152	621	13,531
LB-LL-Low Flow Facility Modifications & Improvements	-	750	750	-	-	-	750	20,312	24	20,288
LB-LL-Park 5 Access Pier and Park Upgrades	-	900	900	-	-	-	900	2,919	419	2,500
LB-LL-Tainter Gate Replacement and Improvements	-	5,187	5,187	-	(244)	(244)	5,431	52,126	22,194	29,932
UB-LG-Buttress 1 and 44 Repairs	-	425	425	-	3	3	422	3,098	854	2,244
UB-LG-Hearth Stability Analysis	-	75	75	-	-	-	75	10,141	202	9,939
UB-LG-Low Flow Facilities	-	1,600	1,600	-	370	370	1,230	9,340	7,381	1,959
UB-LG-Stoplog Replacement System	-	2,006	2,006	-	25	25	1,981	14,301	2,201	12,100
UB-PK-Bay #9 Weir Box	-	255	255	-	-	-	255	1,193	51	1,142
UB-PK-Flow Control Gate Replacement	-	800	800	-	54	54	746	2,692	1,005	1,687
Total Capital Improvement Projects	\$ 3,978	\$ 97,877	\$ 101,855	\$ 465	\$ 4,049	\$ 4,514	\$ 97,341	\$ 1,310,898	\$ 140,378	\$ 1,451,276



BRAZOS RIVER AUTHORITY
OPERATING PROJECTS and CAPITAL IMPROVEMENT PROJECTS
QUARTERLY BUDGET REPORT - 1st QUARTER FY 2026 Period Ending October 31, 2025

Notes

1. Board of Directors approved a budget amendment to increase the FY26 CO-ES-Environmental Services Building Project Budget from \$1,364,000 to \$4,427,300 to cover timing differences at the September 29, 2025 Board Meeting.
2. Board of Directors approved a budget amendment to decrease the FY26 LB-LL-Tainter Gate Replacement and Improvements Project Budget by (\$440,052) to cover timing differences in FY25 LB-LL-Tainter Gate Replacement and Improvements Project Budget.
3. Board of Directors approved a budget amendment to increase the Capital Improvement Project budget by \$2,050,000 to purchase additional office space for the CO-PD-Lake Shore Office Property Project at the November 17, 2025 meeting.
4. Board of Directors approved a budget amendment to increase the FY26 LB-LL-Tainter Gate Replacement and Improvements Project Budget from \$3,686,948 to \$5,186,948 for mediation and litigation expenses.



**BRAZOS RIVER AUTHORITY
DIRECTOR'S FEES AND EXPENSES
1st QUARTER FY 2026**

	Budget	Actual	Variance
Director Fees	\$ 31,326	\$ 9,061	\$ 22,265
Professional Development	\$ 12,200	2,206	9,994
Transportation	\$ 22,000	6,417	15,583
Lodging	\$ 15,000	4,209	10,791
Meals	\$ 15,000	2,498	12,502
Materials & Supplies	\$ 17,800	15,907	1,893
Postage & Delivery	\$ 580	16	564
Bonds/Insurance	\$ 5,593	5,161	432
Rental	\$ 800	-	800
Total Directors' Expense	\$ 120,299	\$ 45,474	\$ 74,825



BRAZOS RIVER AUTHORITY
STATEMENTS OF NET POSITION
NOVEMBER 30, 2025 and 2024
(unaudited)
(in thousands)

	2025	2024
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES		
CURRENT ASSETS:		
UNRESTRICTED:		
Cash and cash equivalents	\$ 69,932	\$ 51,672
Investments	102,310	121,130
Accounts receivable	4,029	3,648
Other receivables	383	420
Other current assets	884	2,159
TOTAL UNRESTRICTED	177,538	179,029
TOTAL CURRENT ASSETS	177,538	179,029
NONCURRENT ASSETS:		
RESTRICTED:		
Cash and cash equivalents	4,701	4,795
Investments	15,014	15,289
TOTAL RESTRICTED	19,715	20,084
CAPITAL ASSETS:		
Land, storage and water rights	185,722	185,755
Reservoirs, water treatment & sewerage facilities	142,719	139,472
Building, structure & improvements	126,408	122,503
Vehicle, furniture & equipment	25,964	24,193
Construction in progress	70,073	46,787
TOTAL CAPITAL ASSETS	550,886	518,710
Less accumulated depreciation	(171,512)	(165,785)
NET CAPITAL ASSETS	379,374	352,925
OTHER NONCURRENT ASSETS:		
Net pension asset	-	915
Other assets	1,041	1,119
TOTAL OTHER NONCURRENT ASSETS	1,041	2,034
TOTAL NONCURRENT ASSETS	400,130	375,043
DEFERRED OUTFLOWS OF RESOURCES:		
Deferred amount on refunding	129	147
Pension Plans	1,458	2,382
TOTAL DEFERRED OUTFLOWS OF RESOURCES	1,587	2,529
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	\$ 579,255	\$ 556,601



BRAZOS RIVER AUTHORITY
STATEMENTS OF NET POSITION (continued)
NOVEMBER 30, 2025 and 2024
(unaudited)
(in thousands)

	2025	2024
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION		
CURRENT LIABILITIES:		
PAYABLE FROM CURRENT ASSETS:		
Accounts payable	\$ 11,796	\$ 8,954
Contracts payable	1,328	963
Accrued interest	353	374
Unearned revenues	12,705	11,505
TOTAL PAYABLE FROM CURRENT ASSETS	26,182	21,796
PAYABLE FROM RESTRICTED ASSETS:		
Accrued interest	70	73
Construction contracts payable	-	199
Revenue bonds payable	2,835	2,765
Unearned revenues	3,084	3,316
TOTAL PAYABLE FROM RESTRICTED ASSETS	5,989	6,353
TOTAL CURRENT LIABILITIES	32,171	28,149
NONCURRENT LIABILITIES:		
Revenue bonds payable, net of current portion	76,755	82,409
Contracts payable, net of current portion	14,275	14,779
Allens Creek contingent compensation liability	15,000	15,000
Net pension liability	2,791	6,614
Other liabilities	2,576	1,364
TOTAL NONCURRENT LIABILITIES	111,397	120,166
TOTAL LIABILITIES	143,568	148,315
DEFERRED INFLOWS OF RESOURCES	884	459
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	144,452	148,774
NET POSITION:		
Invested in capital assets	269,310	236,957
Restricted for construction and debt service	16,208	16,321
Restricted for pension assets	-	915
Unrestricted	149,285	153,634
TOTAL NET POSITION	434,803	407,827
TOTAL LIABILITIES, DERERRED INFLOWS OF RESOURCES AND NET POSITION	\$ 579,255	556,601



BRAZOS RIVER AUTHORITY
STATEMENTS OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
FOR THE THREE MONTHS ENDED
NOVEMBER 30, 2025 and 2024
(unaudited)
(in thousands)

	2025	2024
OPERATING REVENUES:		
Water Supply System:		
Raw water sales-system and non-system	\$ 47,714	\$ 44,553
Treated water	3,371	3,177
Wastewater treatment	1,122	898
Lake operations	51	48
Other	228	198
Cost Reimbursable Operations:		
Water conveyance	290	273
Water treatment	523	536
Wastewater treatment	2,114	1,656
TOTAL OPERATING REVENUES	55,413	51,339
OPERATING EXPENSES:		
Personnel services	8,981	8,245
Materials and supplies	1,207	1,403
Utilities	626	667
Outside services	4,750	2,448
Repair and maintenance	1,219	991
Landfill and sludge hauling	455	328
Purchased water	996	22
Other	941	815
TOTAL OPERATING EXPENSES	19,175	14,919
OPERATING INCOME	36,238	36,420
NON-OPERATING REVENUES (EXPENSES):		
Investment income	2,067	2,410
Grants	182	135
Interest expense	(164)	(174)
Debt service - principal	(223)	(218)
Other (expenses)/income	(6)	(5)
TOTAL NET NON-OPERATING EXPENSES	1,856	2,148
INCOME BEFORE CONTRIBUTIONS	38,094	38,568
Capital contributions	500	-
CHANGE IN NET POSITION	38,594	38,568
NET POSITION, BEGINNING	396,209	369,259
NET POSITION, ENDING	\$ 434,803	\$ 407,827