



**BRAZOS RIVER AUTHORITY
SUMMARY
QUARTERLY BUDGET REPORT - 2nd QUARTER FY 2011
(in thousands)**

	<u>Current Quarter</u>			<u>Year-to Date</u>			<u>Annual</u>
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Budget</u>
<u>Water Supply</u>							
Beginning Reserves	108,355	111,289	2,934	45,886	45,886	-	45,886
Revenues	8,955	8,406	(549)	30,392	31,688	1,296	38,665
Less: Expenses	11,571	10,063	1,508	19,776	17,590	2,187	36,576
Less: Project Expenditures	69	(3)	73	138	48	91	277
Surplus/(Deficit)	(2,686)	(1,654)	1,032	10,478	14,051	3,573	1,813
Less: Capital Projects	1,329	431	897	2,022	1,035	987	10,439
Plus: PK Divestiture Proceeds	-	-	-	50,000	50,302	302	57,500
Ending Reserves	104,341	109,204	4,863	104,341	109,204	4,863	94,760
<u>Cost Reimbursable</u>							
Revenues	6,092	5,555	(537)	12,954	12,451	(503)	25,315
Less: Expenses	7,653	4,136	3,517	12,956	8,690	4,266	25,315
Surplus/(Deficit)	(1,561)	1,419	2,980	(2)	3,762	3,763	-



**BRAZOS RIVER AUTHORITY
WATER SUPPLY OPERATIONS
QUARTERLY BUDGET REPORT - 2nd QUARTER FY 2011
(in thousands)**

	Current Quarter			Year-to Date			Annual Budget
	Budget	Actual	Variance	Budget	Actual	Variance	
Beginning Uncommitted Reserves	108,355	111,289	2,934	45,886	45,886	-	45,886
Revenues							
Raw Water Sales - Non-System	3,149	2,844	(306)	7,670	7,380	(290)	9,311
Raw Water Sales - System	2,597	2,380	(217)	17,207	17,158	(48)	19,613
Georgetown WW	375	369	(6)	750	834	84	1,500
East Williamson County RWS	413	375	(37)	963	891	(71)	1,650
Sugar Land WW	436	450	15	871	856	(15)	1,742
Lake Operations	1,109	1,221	113	1,180	3,187	2,007	1,390
Hydroelectric	-	-	-	-	-	-	-
Grants - Operations only	185	201	16	369	349	(20)	739
Management Fees	189	128	(61)	355	266	(88)	767
Interest Income	478	388	(91)	978	706	(273)	1,853
Miscellaneous	25	50	25	50	61	11	100
Total Revenues	8,955	8,406	(549)	30,392	31,688	1,296	38,665
Operating Expenses							
<u>Upper Basin</u>							
Upper Basin Management	140	111	29	282	226	56	564
PK Lake	1,253	1,096	157	2,482	2,182	300	4,781
Lake Granbury	528	413	115	1,053	843	209	2,038
Hydroelectric	149	62	87	314	183	131	630
West Central Brazos WDS	209	157	52	357	248	109	636
<u>Central Basin</u>							
Central Basin Management	183	149	34	402	358	43	753
Georgetown WWTP	368	305	64	741	647	94	1,457
East Williamson County RWS	343	272	71	698	626	73	1,345
<u>Lower Basin</u>							
Lower Basin Management	105	79	26	217	188	29	428
Lake Limestone	643	307	336	1,056	661	396	1,832
Sugar Land	422	375	47	862	806	56	1,692
Allens Creek	13	13	-	26	22	3	51
<u>Technical Services</u>							
Management	103	87	17	208	185	23	415
Construction	41	57	(17)	77	121	(44)	120
Water Services	151	117	35	304	242	62	606
Federal Reservoirs	1,669	1,467	203	3,127	2,782	345	6,657
Engineering	241	98	143	415	246	170	745
Environmental Services	354	286	68	713	633	80	1,403
Emergency, Safety & Compliance	81	46	35	167	125	42	328
<u>Planning Services</u>							
Strategic Planning	57	52	5	120	112	8	234
Planning & Development	44	42	2	88	87	1	175
<u>Central Services</u>							
Board of Directors	36	20	16	83	58	25	156
General Administration	149	142	7	299	290	10	598
Legal	115	102	13	232	209	22	462
Government & Customer Relations	181	168	13	365	343	22	727
Human Resources	136	95	42	276	211	65	548
Finance & Administration	339	338	-	728	724	4	1,461
Information Technology	296	235	60	918	827	91	1,510
<i>Less Central Services allocated to:</i>							
Contract Operations & Projects	(1,252)	(1,101)	(151)	(2,902)	(2,662)	(240)	(5,462)
Debt Service							
Possum Kingdom	1,376	1,376	-	1,376	1,376	-	1,780
Lake Granbury	168	168	-	1,167	1,167	-	1,778
East Williamson County	2,192	2,192	-	2,192	2,192	-	2,972
Allens Creek	-	-	-	-	-	-	298
Federal Reservoirs	737	737	-	1,333	1,333	-	2,534
Project Expenditures	69	(3)	73	138	48	91	277
Total Expenses	11,640	10,059	1,581	19,914	17,637	2,277	36,853
Surplus/(Deficit) before CIP	(2,686)	(1,654)	1,032	10,478	14,051	3,573	1,813
Less: Capital Improvement Projects	1,329	431	897	2,022	1,035	987	10,439
Plus: PK Divestiture Proceeds	-	-	-	50,000	50,302	302	57,500
Ending Uncommitted Reserves	104,341	109,204	4,863	104,341	109,204	4,863	94,760



BRAZOS RIVER AUTHORITY
COST REIMBURSABLE OPERATIONS
QUARTERLY BUDGET REPORT - 2nd QUARTER FY 2011
(in thousands)

	<u>Current Quarter</u>			<u>Year to Date</u>			<u>Annual</u>
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Budget</u>
Operating Revenues							
Lake Granbury SWATS	1,525	1,086	(438)	2,975	2,534	(440)	6,098
WCRRWL	228	228	-	532	532	-	911
TBRSS	627	625	(2)	1,461	1,459	(2)	2,509
BCRWS	1,250	1,252	2	2,926	2,929	2	4,999
Hutto	146	146	-	341	341	-	585
Georgetown R&R	31	19	(12)	62	69	7	124
Sandy Creek	283	270	(13)	641	628	(13)	1,133
Clute	171	159	(13)	383	371	(13)	686
Dimebox	124	35	(89)	191	102	(89)	439
Liberty Hill	79	68	(11)	167	156	(11)	315
Interest Income	-	12	12	-	24	24	-
Supplemental Revenues	58	80	23	115	142	27	230
Debt Service Revenues							
Lake Granbury SWATS	831	835	4	1,661	1,666	4	3,765
WCRRWL	569	569	-	1,072	1,072	-	3,095
TBRSS	170	170	-	426	426	-	426
Total Revenues	6,092	5,555	(537)	12,954	12,451	(503)	25,315
Operating Expenses							
<u>Upper Basin</u>							
Lake Granbury SWATS	2,905	756	2,148	4,056	1,709	2,347	6,098
<u>Central Basin</u>							
WCRRWL	225	43	182	462	110	352	911
TBRSS	716	477	239	1,421	1,068	353	2,609
BCRWS	1,482	1,134	348	2,708	2,267	441	5,129
Hutto	143	116	27	299	223	76	585
Georgetown R&R	31	34	(3)	62	79	(17)	124
Liberty Hill	80	66	14	165	125	40	315
Sandy Creek	297	203	94	578	394	183	1,133
<u>Lower Basin</u>							
Clute	268	100	168	410	224	186	686
Dimebox	335	35	300	370	65	305	439
Debt Service Expenses							
Lake Granbury SWATS	623	623	-	1,246	1,246	-	3,765
WCRRWL	377	377	-	755	755	-	3,095
TBRSS	170	170	-	426	426	-	426
Total Expenses	7,653	4,136	3,517	12,956	8,690	4,266	25,315
Surplus/(Deficit)	(1,561)	1,419	2,980	(2)	3,762	3,763	-



**BRAZOS RIVER AUTHORITY
DIRECTOR'S FEES AND EXPENSES
2ND QUARTER FY 2011**

	Total Annual	Current Quarter			Year to Date		
	Budget	Budget	Actual	Variance	Budget	Actual	Variance
Director Fees	26,100	6,525	4,050	2,475	13,050	12,900	150
Telephone/Communications	12,000	1,918	681	1,237	8,168	6,992	1,176
Professional Development	20,700	5,175	725	4,450	10,350	725	9,625
Transportation	32,000	8,000	6,675	1,325	16,002	13,593	2,409
Lodging	22,500	5,625	5,606	19	11,250	10,254	996
Meals	22,000	5,500	1,897	3,603	10,998	6,659	4,339
Materials & Supplies	9,600	2,400	916	1,484	4,800	1,706	3,094
Postage & Delivery	2,000	500	-	500	1,002	236	766
Bonds/Insurance	6,240	-	(64)	64	6,240	4,887	1,353
Rental	3,000	750	-	750	1,500	-	1,500
Total Directors' Expense	\$ 156,140	\$ 36,393	\$ 20,487	\$ 15,906	\$ 83,360	\$ 57,952	\$ 25,408



**BRAZOS RIVER AUTHORITY
PROGRAMS AND PROJECTS
QUARTERLY BUDGET REPORT - 2nd QUARTER FY 2011
(in thousands)**

	Current Quarter			Year to Date Actual					Inception to Date		
	Budget	Actual	Variance	Annual Budget	Bonds, Grants, Other Funding	BRA Reserves Funding	Total	Variance	Budget	Actual	Balance
Water Supply System Programs											
Repair & Replacement Assessment 2011 Update	-	-	-	100	-	-	-	100	100	-	100
Leon WPP	-	-	-	-	3	(3)	-	-	481	481	-
PK ADA Restrooms/Boat Ramps	-	31	(31)	20	63	39	101	(81)	695	694	2
PK Recreational Development (Trails)	-	-	-	-	10	(10)	-	-	678	344	333
PK Rec Development-Observation Point	-	-	-	25	-	-	-	25	558	-	558
PK Rec Development-Sandy Beach & River Park	6	6	-	22	-	6	6	16	863	125	738
PK Rec Development-North D&D	16	16	-	130	-	16	16	114	701	115	586
Total Water Supply Programs	22	53	(31)	297	76	48	123	173	4,077	1,760	2,317
Water Supply System Projects											
PK Property Management Study	-	(5)	5	87	-	79	79	8	3,211	3,048	163
PK Nose Baffles & Pier 8	388	388	-	1,274	680	-	680	594	4,042	2,262	1,781
PK ESP Ph II asbestos & lead paint	70	69	1	1,081	168	-	168	913	4,603	2,873	1,731
PK Hydro Decom Lic Surr	30	30	-	1,120	-	30	30	1,090	6,966	30	6,936
PK Crane Replacement	847	800	47	847	800	-	800	47	847	800	47
PK Embankment Rip-Rap Addition	15	14	1	150	14	-	14	136	225	14	211
PK Erosion D/S Left Bank	2	1	1	730	1	-	1	729	1,009	110	899
LG Boat Ramp/Courtesy Dock	-	-	-	115	-	-	-	115	316	-	316
DeCordova Structural Stability Analysis	7	6	1	55	-	9	9	46	55	9	46
DeCordova Inspection Walkway Lighting System	-	-	-	159	-	-	-	159	259	-	259
Decordova Bend Dam Improvements-Low Flow Facilities	43	42	1	1,813	-	92	92	1,721	2,357	494	1,863
Decordova Bend Dam Improvements-Tainter Gates	-	13	(13)	-	-	19	19	(19)	4,432	4,353	79
DeCordova Bend Hoist Building Relocation	-	-	-	113	-	-	-	113	613	-	613
WCB Pump Installation & Modifications	-	-	-	190	-	-	-	190	465	-	465
WCB Hydraulic Evaluation	-	-	-	30	-	-	-	30	30	-	30
WCB Encasement	3	2	1	100	-	2	2	98	100	2	98
Graham Flood Control	-	-	-	2,056	-	-	-	2,056	5,740	3,682	2,058
Lake Granger/Groundwater Intakes	80	77	3	19,829	223	-	223	19,606	25,000	2,358	22,642
Central Office Fire Suppression	-	-	-	300	-	-	-	300	300	-	300
Central Office Roof Replacement	-	-	-	220	-	130	130	90	220	130	90
Groundwater Study/Evaluation	-	-	-	303	-	-	-	303	971	722	249
Groundwater Acquisition	-	-	-	100,000	-	-	-	100,000	142,000	-	142,000
Allens Creek Reservoir (BRA Portion)	-	-	-	739	-	-	-	739	67,198	7,228	59,970
Chloride Model for Environmental Lab	-	-	-	185	-	-	-	185	360	-	360
Two Data Collection Initiatives	13	13	-	61	26	-	26	34	146	62	84
System Permit Application	382	382	-	1,084	62	673	735	349	9,583	8,095	1,489
Corps of Engineers Pool Rise	-	-	-	200	-	-	-	200	1,205	607	598
Total Water Supply Projects	1,880	1,833	47	132,841	1,974	1,034	3,009	129,832	282,254	36,878	245,375
Cost Reimbursable Projects											
SWATS SH 121 Pipeline re-route	-	-	-	-	2	-	2	(2)	533	82	451
TBRSS Expansion	20	16	4	2,968	38	-	38	2,930	46,512	316	46,196
WCRRWL SH 195 Relocation	12	11	1	306	13	-	13	293	306	13	293
WCRRWL Phase II Pumping	1,575	1,568	7	5,717	2,065	-	2,065	3,652	7,400	3,537	3,863
Total Cost Reimbursable Projects	1,607	1,596	11	8,991	2,117	-	2,117	6,874	54,752	3,948	50,804



BRAZOS RIVER AUTHORITY
STATEMENTS OF NET ASSETS
FEBRUARY 28, 2011 and FEBRUARY 28, 2010
(unaudited)
(in thousands)

ASSETS	<u>2011</u>	<u>2010</u>
CURRENT ASSETS:		
UNRESTRICTED:		
Cash and cash equivalents	\$ 10,900	\$ 11,084
Investments	101,120	46,908
Accounts receivable	5,729	5,208
Other receivables	47	44
Other current assets	3,279	2,821
TOTAL UNRESTRICTED	<u>121,075</u>	<u>66,065</u>
RESTRICTED:		
Cash and cash equivalents	9,928	8,309
Investments	23,685	28,830
Interest	30	49
TOTAL RESTRICTED	<u>33,643</u>	<u>37,188</u>
TOTAL CURRENT ASSETS	<u>154,718</u>	<u>103,253</u>
NONCURRENT ASSETS:		
CAPITAL ASSETS:		
Land and land rights	84,500	28,587
Reservoirs, water treatment & sewerage facilities	169,260	169,260
Building, structure & improvements	106,454	105,304
Vehicle, furniture & equipment	18,725	18,160
Construction in progress	22,536	17,375
TOTAL CAPITAL ASSETS	<u>401,475</u>	<u>338,686</u>
Less accumulated depreciation	<u>(117,518)</u>	<u>(107,130)</u>
NET CAPITAL ASSETS	<u>283,957</u>	<u>231,556</u>
OTHER NONCURRENT ASSETS:		
Storage rights, net	-	26,144
Contract receivable, net	709	875
Bond Related costs	2,759	2,761
Other assets	2,475	2,585
TOTAL OTHER NONCURRENT ASSETS	<u>5,943</u>	<u>32,365</u>
TOTAL NONCURRENT ASSETS	<u>289,900</u>	<u>263,921</u>
TOTAL ASSETS	<u><u>\$ 444,618</u></u>	<u><u>\$ 367,174</u></u>



BRAZOS RIVER AUTHORITY
STATEMENTS OF NET ASSETS (continued)
FEBRUARY 28, 2011 and FEBRUARY 28, 2010
(unaudited)
(in thousands)

	2011	2010
LIABILITIES		
CURRENT LIABILITIES:		
PAYABLE FROM CURRENT ASSETS:		
Accounts payable	\$ 5,717	\$ 4,221
Contracts payable	206	194
Accrued interest	560	587
Unearned revenues	3,471	4,115
TOTAL PAYABLE FROM CURRENT ASSETS	9,954	9,117
PAYABLE FROM RESTRICTED ASSETS:		
Accrued interest	1,498	1,570
Construction contracts payable	172	-
Revenue bonds payable	935	895
Other	5,685	6,061
TOTAL PAYABLE FROM RESTRICTED ASSETS	8,290	8,526
TOTAL CURRENT LIABILITIES	18,244	17,643
NONCURRENT LIABILITIES:		
Revenue bonds payable, net of current portion	133,297	140,527
Discount on revenue bonds payable	(1,006)	(1,132)
Contracts payable, net of current portion	33,765	34,951
Unearned revenues	6,633	7,843
Other liabilities	898	892
TOTAL NONCURRENT LIABILITIES	173,587	183,081
TOTAL LIABILITIES	\$ 191,831	\$ 200,724
NET ASSETS:		
Invested in capital assets, net of related debt	113,629	78,252
Restricted for construction and debt service	26,460	29,557
Unrestricted	112,698	58,641
TOTAL NET ASSETS	\$ 252,787	\$ 166,450



BRAZOS RIVER AUTHORITY
STATEMENTS OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS
FOR THE SIX MONTHS ENDED
FEBRUARY 28, 2011 and FEBRUARY 28, 2010
(unaudited)
(in thousands)

OPERATING REVENUES:	2011	2010
Water Supply System:		
Raw water sales-non-system	\$ 7,380	\$ 7,309
Raw water sales-system	17,158	16,971
Treated water	891	878
Wastewater treatment	1,760	1,776
Lake operations	3,187	2,657
Grants	440	1,019
Other	469	425
Cost Reimbursable Operations:		
Water conveyance	1,627	1,564
Water treatment	4,987	5,106
Wastewater treatment	5,719	5,392
TOTAL OPERATING REVENUES	43,618	43,097
OPERATING EXPENSES:		
Personnel services	8,609	8,949
Materials and supplies	1,351	1,277
Utilities	2,265	2,128
Outside services	2,133	3,439
Other	3,412	3,103
TOTAL OPERATING EXPENSES	17,770	18,896
OPERATING INCOME	25,848	24,201
NON-OPERATING REVENUES (EXPENSES):		
Investment income	727	661
Other revenues	50,311	-
Interest expense	(3,550)	(3,714)
Debt service - principal	(4,945)	(3,584)
Other non-operating expenses	(20)	(56)
Capital expenditures	(1,158)	(342)
TOTAL NET NON-OPERATING EXPENSES	41,365	(7,035)
INCOME BEFORE CONTRIBUTIONS	67,213	17,166
Capital contributions	611	54
CHANGE IN NET ASSETS	67,824	17,220
NET ASSETS, BEGINNING	184,963	149,230
NET ASSETS, ENDING	\$ 252,787	\$ 166,450



**BRAZOS RIVER AUTHORITY
ACCOUNTS RECEIVABLE AGING REPORT
AS of March 31, 2011**

Type	CURRENT	1-30 DAYS	31-60 DAYS	61-90 DAYS	91-120 DAYS	OVER 120 DAYS	TOTALS
Water Sales:							
Short Term System Contracts	\$ 513		\$ 3,166				\$ 3,679
Long Term System Contracts	343,817	\$ 22,710					\$ 366,527
Two Tier Water Contracts	91		10,530				10,621
Utility Contracts	20,594						20,594
Interruptible Water Contracts	10,635	1,250	3,820				15,705
Transportation	15,311	3,458					18,768
Lake Operations:							
Residential Leases	23			\$ 4,672			4,695
Waste Fees & Interest (4 cust)						\$ 424	424
Commercial Leases	2,348			8,340			10,688
Watercraft User Fees - PK	3,825						3,825
P.K. Enviromental Damage						1,521	1,521
P.K. Dock & Water Permits	970	1,819	9,841				12,630
L.L. Dock & Water Permits	19	594	2,445				3,058
L.G. Dock & Water Permits	1,367	3,668	14,855				19,890
LL Property Damage					\$ 172	1,100	1,272
Fed. Res. Water Permits			239				239
Airport Operations				1,170			1,170
Water Treatment:							
Upper Basin	696,410						696,410
Central Basin	778,127						778,127
Lower Basin	200,854	159,961					360,814
	<u>\$ 2,074,904</u>	<u>\$ 193,459</u>	<u>\$ 44,896</u>	<u>\$ 14,182</u>	<u>\$ 172</u>	<u>\$ 3,045</u>	<u>\$ 2,330,656</u>

Water Sales:

Short Term System Contracts

Lowell Underwood	\$ 41
Brazos Water Station LLC	3125
	<u>\$ 3,166</u>

Two Tier Contracts

City of McGregor	<u>\$ 10,530</u>
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Interruptible Water Contracts

Horsehoe Bend Lot Owners	\$ 627
River Ridge Golf Club	3,145
Brazos Water Station	20
Tieman Land & Cattle	28
	<u>\$ 3,820</u>

Lake Operations:

Residential Leases (2 customers)

\$ 4,672

Commercial Lease

I Am All In LLC	\$ 3,340
Workbarges (5)	5,000
	<u>\$ 8,340</u>

P.K. Enviromental Damage

William Wall	<u>\$ 1,521</u>
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Waste Fees (4 customers)

\$ 424

L.L. Property Damage

Jason Maneely	<u>\$ 172</u>	<u>1,100</u>
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P.K. Dock & Water Permits & late fees (123 customers)

\$ 9,841

L.L. Dock & Water Permits & late fees (30 customers)

\$ 2,445

L.G. Dock & Water Permits & late fees (196 customers)

\$ 14,855

F.R. Dock & Water Permits & late fees (6 customers)

\$ 239

Airport Hangar (1) & Parking (2)

\$ 1,170