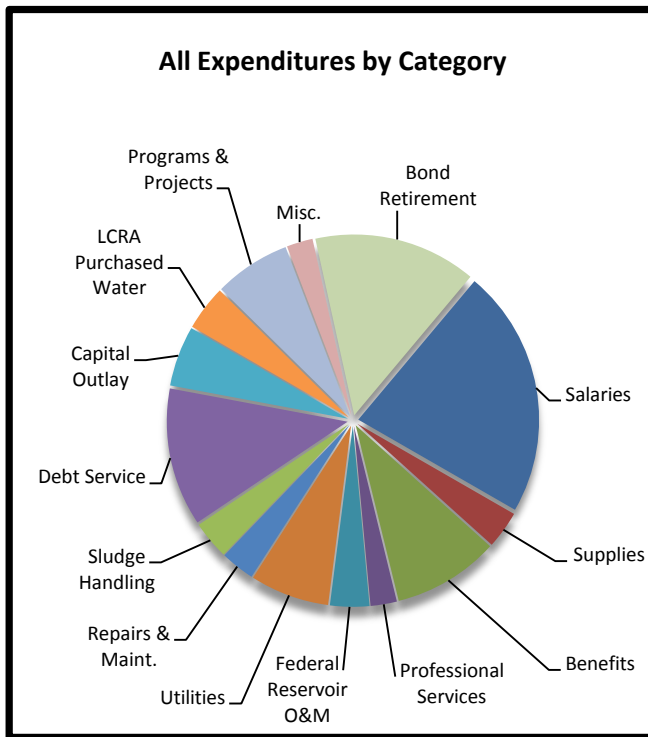
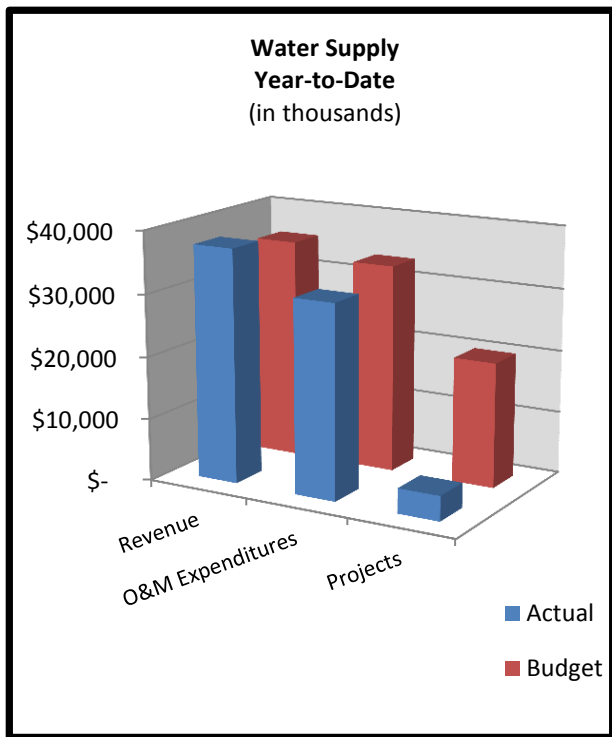




**BRAZOS RIVER AUTHORITY
SUMMARY
QUARTERLY BUDGET REPORT - 4th QUARTER FY 2014
(in thousands)**

	<u>Year-to Date</u>			<u>Annual</u>
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Budget</u>
<u>Water Supply</u>				
Beginning Reserves	\$ 53,442	\$ 53,442	\$ -	\$ 53,442
Revenues	35,437	37,496	2,059	35,437
Less: Expenses	33,359	31,073	2,286	33,359
Less: Project Expenditures	1,217	508	709	1,217
Surplus/(Deficit)	861	5,915	5,054	861
Less: Capital Projects	18,842	3,496	15,346	18,842
Less: Bond Retirement	-	8,535	(8,535)	-
Ending Reserves	\$ 35,461	\$ 47,326	\$ 11,865	\$ 35,461

<u>Cost Reimbursable</u>				
Revenues	\$ 14,012	\$ 13,353	\$ (659)	\$ 14,012
Less: Expenses	14,012	13,353	659	14,012
Surplus/(Deficit)	\$ -	\$ -	\$ -	\$ -





BRAZOS RIVER AUTHORITY
WATER SUPPLY OPERATIONS
QUARTERLY BUDGET REPORT - 4th QUARTER FY 2014
(in thousands)

	Year-to Date			Annual Budget
	Budget	Actual	Variance	
Beginning Uncommitted Reserves	\$ 53,442	\$ 53,442	\$ -	\$ 53,442
Revenues				
Raw Water Sales - Non-System	8,874	8,995	121	8,874
Raw Water Sales - System	20,075	21,878	1,803	20,075
Georgetown WW	135	132	(3)	135
East Williamson County RWS	1,604	1,790	186	1,604
Sugar Land WW	1,967	1,945	(22)	1,967
Lake Operations	1,038	934	(104)	1,038
Grants - Operations only	888	792	(96)	888
Management Fees	442	502	60	442
Interest Income	385	456	71	385
Miscellaneous	29	72	43	29
Total Revenues	35,437	37,496	2,059	35,437
Operating Expenses				
<u>Upper Basin</u>				
Upper Basin Management	540	492	48	540
PK Lake	5,150	4,729	421	5,150
Lake Granbury	2,684	2,375	309	2,684
West Central Brazos WDS	651	612	39	651
<u>Central Basin</u>				
Central Basin Management	1,382	1,077	305	1,382
Georgetown WWTP	129	137	(8)	129
East Williamson County RWS	1,467	1,247	220	1,467
<u>Lower Basin</u>				
Lake Limestone	2,030	1,615	415	2,030
Sugar Land	1,827	1,827	-	1,827
Allens Creek	48	39	9	48
<u>Technical Services</u>				
Management	406	365	41	406
Construction	125	177	(52)	125
Water Services	674	630	44	674
Federal Reservoirs	7,988	7,985	3	7,988
Engineering	1,077	944	133	1,077
Environmental Services	1,343	1,298	45	1,343
Emergency, Safety & Compliance	307	225	82	307
<u>Planning Services</u>				
Strategic Planning	177	115	62	177
Planning & Development	193	189	4	193
<u>Central Services</u>				
Board of Directors	137	71	66	137
General Administration	559	545	14	559
Legal	516	494	22	516
Government & Customer Relations	813	793	20	813
Human Resources	659	548	111	659
Finance & Administration	1,478	1,453	25	1,478
Information Technology	1,731	1,685	46	1,731
<i>Less Central Services allocated to:</i>				
Contract Operations & Projects	(5,893)	(5,589)	(304)	(5,893)
Total Operating Expenses	28,198	26,078	2,120	28,198
Debt Service				
East Williamson County	2,974	2,808	166	2,974
Allens Creek	351	351	-	351
Federal Reservoirs	1,836	1,836	-	1,836
Project Expenditures	1,217	508	709	1,217
Total Expenses	34,576	31,581	2,995	34,576
Surplus/(Deficit) before CIP	861	5,915	5,054	861
Less: Capital Improvement Projects	18,842	3,496	15,346	18,842
Less: Bond Retirement	-	8,535	(8,535)	-
Ending Uncommitted Reserves	\$ 35,461	\$ 47,326	\$ 11,865	\$ 35,461



BRAZOS RIVER AUTHORITY
COST REIMBURSABLE OPERATIONS
QUARTERLY BUDGET REPORT - 4th QUARTER FY 2014
(in thousands)

	<u>Year to Date</u>			<u>Annual Budget</u>
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	
Operating Revenues				
WCRRWL	\$ 1,134	\$ 1,249	\$ 115	\$ 1,134
TBRSS	2,418	2,078	(339)	2,418
BCRWS	4,972	4,695	(278)	4,972
Hutto	732	618	(114)	732
Georgetown R&R	10	18	8	10
Sandy Creek	977	1,102	124	977
Clute	814	630	(183)	814
Liberty Hill	355	310	(45)	355
Interest Income	-	12	12	-
Supplemental Revenues	255	356	101	255
Debt Service Revenues				
WCRRWL	2,245	2,246	1	2,245
Total Revenues	<u>14,012</u>	<u>13,353</u>	<u>(659)</u>	<u>14,012</u>
Operating Expenses				
<u>Central Basin</u>				
WCRRWL	1,134	1,253	(119)	1,134
TBRSS	2,518	2,266	252	2,518
BCRWS	5,127	4,866	261	5,127
Hutto	732	621	112	732
Georgetown R&R	10	18	(8)	10
Liberty Hill	355	310	45	355
Sandy Creek	977	1,104	(126)	977
<u>Lower Basin</u>				
Clute	814	632	182	814
Debt Service Expenses				
WCRRWL	2,245	2,246	(1)	2,245
Total Expenses	<u>14,012</u>	<u>13,353</u>	<u>659</u>	<u>14,012</u>
Surplus/(Deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>



**BRAZOS RIVER AUTHORITY
DIRECTOR'S FEES AND EXPENSES
4TH QUARTER FY 2014**

	Year to Date			Total Annual Budget
	Budget	Actual	Variance	
Director Fees	\$ 31,000	\$ 16,650	\$ 14,350	\$ 31,000
Telephone/Communications	12,050	11,331	719	12,050
Professional Development	13,000	2,643	10,357	13,000
Transportation	31,500	16,531	14,969	31,500
Lodging	18,000	5,735	12,265	18,000
Meals	18,000	12,507	5,493	18,000
Materials & Supplies	6,000	2,081	3,919	6,000
Postage & Delivery	900	392	508	900
Bonds/Insurance	5,030	3,582	1,448	5,030
Rental	1,500	-	1,500	1,500
Total Directors' Expense	\$ 136,980	\$ 71,452	\$ 65,528	\$ 136,980



**BRAZOS RIVER AUTHORITY
PROGRAMS AND PROJECTS
QUARTERLY BUDGET REPORT - 4TH QUARTER FY 2014**

	FY 14 Annual Budget			FY 14 Year to Date Actual				Inception to Date			
	Bonds, Grants, Other Expenditures	BRA Reserves Expenditures	Total Annual Budget	Grants, Other Expenditures	BRA Reserves Expenditures	Total Actual Expenditures	Budget vs. Actual Variance	Budget	Actual	Balance	
Water Supply System Programs											
Microfilm Archiving	-	25	25	-	7	7	18	50	16	34	
Reservoir Volumetric Surveys	-	38	38	-	11	11	27	2,993	169	2,823	
Corps of Engineers Pool Rise	-	160	160	-	-	-	160	1,216	756	460	
Lake Granbury WPP Implementation	289	-	289	196	(21)	175	115	532	312	220	
Lake Granbury Generator Replacement	-	248	248	-	32	32	215	248	32	215	
Lk Granbury Dam Boathouse	-	209	209	-	184	184	25	214	208	6	
PK Rec Development-South D&D	-	40	40	-	20	20	20	1,057	101	956	
PK Rec Development-North D&D	-	125	125	-	124	124	1	752	368	384	
PK Rec Development-Sandy Beach	-	110	110	-	100	100	10	1,040	470	570	
PK Dam Sedimentation Survey	-	263	263	-	51	51	212	350	51	299	
Total Water Supply Programs	289	1,217	1,507	196	508	704	803	8,451	2,484	5,967	
Water Supply System Projects											
Upper Basin											
PK Property Management Study	-	457	457	-	195	195	262	3,571	3,311	260	
PK Dam Miscellaneous Maintenance	-	1,243	1,243	-	1,024	1,024	220	1,954	1,024	930	
PK Buttress Corbels & Deck Panels	-	980	980	-	5	5	975	1,000	25	975	
PK Dam 12-inch Waterline	-	1,107	1,107	-	-	-	1,107	1,327	203	1,125	
PK RSMU Waterline Replace	-	313	313	-	-	-	313	350	36	314	
PK Dam Pier 8 Spray Deflector	-	25	25	-	-	-	25	49	28	21	
PK Hydro Decommissioning	-	886	886	-	372	372	513	9,300	8,143	1,157	
PK Hearth & Bank Erosion Repair	-	279	279	-	49	49	230	1,139	634	505	
LG Boat Ramp/Courtesy Dock	83	143	226	44	18	61	164	486	330	157	
DeCordova Inspection Walkway Lighting System	-	594	594	-	5	5	589	853	68	785	
DeCordova Concrete Reinforced Components	-	1,145	1,145	-	-	-	1,145	1,405	3	1,402	
DeCordova Bend Dam Improvements-Low Flow Facilities	1	407	407	-	105	105	302	4,344	3,605	739	
DeCordova Bend Trolley Replacement	-	926	926	-	6	6	920	1,480	167	1,313	
Lk Granbury Hunter Park Improvements	-	179	179	-	134	134	44	179	138	41	
Lk Granbury DeCordova Park Improvements	-	169	169	-	156	156	13	177	167	11	
Lk Granbury Rough Creek Park Improvements	-	40	40	-	7	7	33	177	7	170	
Lake Granbury Maint Bldg Expansion	-	131	131	-	-	-	131	131	-	131	
Lake Granbury Admin Office Expansion	-	191	191	-	-	-	191	191	-	191	
WCB Pump Installation & Modifications	-	170	170	-	151	151	19	452	451	1	
WCB Pipeline MCC Replacement	-	350	350	-	63	63	287	350	63	287	
WCB Pipeline Segment Replacement	-	48	48	-	19	19	29	218	19	199	
Graham Flood Control	-	1,595	1,595	-	-	-	1,595	6,840	5,191	1,649	
Subtotal - Upper Basin Projects	83	11,376	11,459	44	2,308	2,351	9,107	35,973	23,611	12,362	
Central Basin											
Lake Granger/Groundwater Intakes	2	1,707	-	1,707	227	87	314	1,393	23,000	18,907	4,093
Groundwater Study/Evaluation	-	25	25	-	-	-	25	996	732	264	
Trinity Groundwater	-	1,330	795	2,125	1,233	(366)	867	1,258	30,241	1,242	28,999
Lake Belton/Stillhouse Pipeline	-	509	509	-	32	32	477	31,630	110	31,521	
Subtotal - Central Basin Projects	3,037	1,329	4,366	1,460	(248)	1,213	3,154	85,868	20,992	64,876	



**BRAZOS RIVER AUTHORITY
PROGRAMS AND PROJECTS
QUARTERLY BUDGET REPORT - 4TH QUARTER FY 2014**

	FY 14 Annual Budget			FY 14 Year to Date Actual				Inception to Date		
	Bonds, Grants, Other Expenditures	BRA Reserves Expenditures	Total Annual Budget	Grants, Other Expenditures	BRA Reserves Expenditures	Total Actual Expenditures	Budget vs. Actual Variance	Budget	Actual	Balance
Lower Basin										
Allens Creek Reservoir (BRA Portion)	-	301	301	-	-	-	301	67,298	7,230	60,069
Sterling C Robertson Dam Stoplog Hoist	233	-	233	-	-	-	233	2,328	-	2,328
Sterling C Robertson Emergency Personnel Retrieval	58	-	58	-	-	-	58	373	-	373
Sterling C Robertson Dam Steel Re-coating	2,070	-	2,070	6	-	6	2,064	5,938	224	5,714
Subtotal - Lower Basin Projects	2,360	301	2,661	6	-	6	2,655	75,936	7,454	68,482
Basin Wide										
Environmental Laboratory	-	100	100	-	-	-	100	4,000	-	4,000
Central Office Mold Remediation	3	200	200	-	14	14	186	7,200	6,316	884
Central Office HVAC/Flooring/Bldg Automation	-	1,976	1,976	-	33	33	1,943	1,976	33	1,943
Central Office Telephone System	-	70	70	-	70	70	-	143	70	73
Central Office Landscaping Phase II	-	125	125	-	7	7	118	125	7	118
Enterprise Financial Software	-	740	740	-	49	49	691	740	49	691
System Permit Application	3	2,365	2,368	-	1,258	1,258	1,111	21,794	13,800	7,994
Potential Future Water Management Strategies	-	260	260	-	5	5	255	5,000	5	4,995
Subtotal - Basin Wide Projects	3	5,836	5,839	-	1,435	1,435	4,404	40,978	20,279	20,698
Total Water Supply Projects	5,482	18,842	24,325	1,510	3,496	5,005	19,319	238,754	72,335	166,418
Cost Reimbursable Projects										
WCRRWL SH 195 Relocation	200	-	200	5	-	5	195	1,142	992	150
WCRRWL Phase II Pumping	4	660	660	372	-	372	288	8,185	7,956	229
WCRRWL Encasement Bud Stockton	477	-	477	63	-	63	414	477	66	411
Total Cost Reimbursable Projects	1,337	-	1,337	440	-	440	897	9,804	9,014	790

Notes

- 1) DeCordova Bend Dam Low Flow Facilities - On October 28, 2013 the Board of Directors approved an amendment of \$407,495 to the Fiscal Year 2014 budget. The total project budget remained unchanged.
- 2) Lake Granger/Groundwater Intake - On October 28, 2013 the Board of Directors approved an amendment of \$2,166,000 to the Fiscal Year 2014 budget. The total project budget remained unchanged.
- 3) Central Office Mold Remediation - On October 28, 2013 the Board of Directors approved an amendment of \$200,000 to the Fiscal Year 2014 budget. The total project budget remained unchanged.
- 4) WCRRWL Phase II Pumps - On October 28, 2013 the Board of Directors approved an amendment of \$660,000 to the Fiscal Year 2014 budget and to the total project budget.



BRAZOS RIVER AUTHORITY
STATEMENTS OF NET POSITION
AUGUST 31, 2014 and 2013
(unaudited)
(in thousands)

ASSETS	<u>2014</u>	<u>2013</u>
CURRENT ASSETS:		
UNRESTRICTED:		
Cash and cash equivalents	\$ 11,988	\$ 20,963
Investments	49,261	48,613
Accounts receivable	2,462	2,571
Other receivables	29	220
Other current assets	700	1,251
TOTAL UNRESTRICTED	<u>64,440</u>	<u>73,618</u>
RESTRICTED:		
Cash and cash equivalents	6,638	10,936
Investments	6,135	4,387
Interest	4	6
TOTAL RESTRICTED	<u>12,777</u>	<u>15,329</u>
TOTAL CURRENT ASSETS	<u>77,217</u>	<u>88,947</u>
NONCURRENT ASSETS:		
CAPITAL ASSETS:		
Land and land rights	90,398	90,526
Reservoirs, water treatment & sewerage facilities	118,297	130,087
Building, structure & improvements	119,658	121,171
Vehicle, furniture & equipment	16,453	18,361
Construction in progress	35,044	30,363
TOTAL CAPITAL ASSETS	<u>379,850</u>	<u>390,508</u>
Less accumulated depreciation	(85,353)	(98,667)
NET CAPITAL ASSETS	<u>294,497</u>	<u>291,841</u>
OTHER NONCURRENT ASSETS:		
Contract receivable, net	184	184
Bond related costs	1,510	1,510
Other assets	2,011	2,011
TOTAL OTHER NONCURRENT ASSETS	<u>3,705</u>	<u>3,705</u>
TOTAL NONCURRENT ASSETS	<u>298,202</u>	<u>295,546</u>
TOTAL ASSETS	<u>\$ 375,419</u>	<u>\$ 384,493</u>



BRAZOS RIVER AUTHORITY
STATEMENTS OF NET POSITION (continued)
AUGUST 31, 2014 and 2013
(unaudited)
(in thousands)

	2014	2013
LIABILITIES		
CURRENT LIABILITIES:		
PAYABLE FROM CURRENT ASSETS:		
Accounts payable	\$ 6,325	\$ 9,738
Contracts payable	1,845	1,457
Accrued interest	418	418
Unearned revenues	8,387	10,403
TOTAL PAYABLE FROM CURRENT ASSETS	16,975	22,016
PAYABLE FROM RESTRICTED ASSETS:		
Accrued interest	1,512	1,513
Construction contracts payable	2,110	2,335
Revenue bonds payable	2,025	1,875
Other	447	1,020
TOTAL PAYABLE FROM RESTRICTED ASSETS	6,094	6,743
TOTAL CURRENT LIABILITIES	23,069	28,759
NONCURRENT LIABILITIES:		
Revenue bonds payable, net of current portion	72,130	82,690
Discount on revenue bonds payable	(374)	(374)
Contracts payable, net of current portion	25,101	26,590
Unearned revenues	2,416	2,416
Other liabilities	833	831
TOTAL NONCURRENT LIABILITIES	100,106	112,153
TOTAL LIABILITIES	\$ 123,175	\$ 140,912
NET POSITION:		
Invested in capital assets, net of related debt	198,370	181,529
Restricted for construction and debt service	5,200	9,627
Unrestricted	48,674	52,425
TOTAL NET POSITION	\$ 252,244	\$ 243,581



BRAZOS RIVER AUTHORITY
STATEMENTS OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
FOR THE YEAR ENDED
AUGUST 31, 2014 and 2013
(unaudited)
(in thousands)

OPERATING REVENUES:	2014	2013
Water Supply System:		
Raw water sales	\$ 30,873	\$ 31,916
Treated water	1,790	1,587
Wastewater treatment	2,095	3,585
Lake operations	934	1,638
Grants	988	800
Other	930	867
Cost Reimbursable Operations:		
Water conveyance	3,373	3,557
Water treatment	973	994
Wastewater treatment	9,025	7,892
TOTAL OPERATING REVENUES	50,981	52,836
OPERATING EXPENSES:		
Personnel services	17,337	15,540
Materials and supplies	2,012	2,206
Utilities	4,329	3,792
Depreciation and amortization	-	9,343
Outside services	3,868	4,578
Repair and maintenance	1,891	2,638
Landfill and sludge hauling	2,236	2,355
Purchased water	2,360	2,361
Other	1,028	1,123
TOTAL OPERATING EXPENSES	35,061	43,936
OPERATING INCOME	15,920	8,900
NON-OPERATING REVENUES (EXPENSES):		
Investment income	470	592
Interest expense	(4,217)	(4,183)
Debt service - principal	(3,021)	-
Other non-operating expenses (Loss on sale of assets)	(38)	(1,165)
Capital expenditures	(558)	(547)
TOTAL NET NON-OPERATING EXPENSES	(7,364)	(5,303)
INCOME BEFORE CONTRIBUTIONS & SPECIAL ITEM	8,556	3,597
Capital contributions	107	892
CHANGE IN NET POSITION	8,663	4,489
NET POSITION, BEGINNING	243,581	239,092
NET POSITION, ENDING	\$ 252,244	\$ 243,581



BRAZOS RIVER AUTHORITY
ACCOUNTS RECEIVABLE AGING REPORT
as of September 30, 2014
(in thousands)

Type	CURRENT	1-30 DAYS	31-60 DAYS	61-90 DAYS	91-120 DAYS	OVER 120 DAYS	TOTALS
Water Sales:							
Short Term System Contracts	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Long Term System Contracts	1,016	3,824					4,840
CPI -based & Fixed-rate Contracts							-
Utility Contracts	150	150	20				321
Transportation	3						3
Stream Gauging							-
Lake Operations:							
Commercial Leases & Docks						(216)	(216)
Special-Use Leases						22	22
Watercraft User Fees - PK	2					-	2
PK Cottage Site & Encroachments						-	-
PK Water Permits & Mooring						(49)	(49)
LL Water Permits						(20)	(20)
LG Water Permits & Applic.Fees						(48)	(48)
Fed. Res. Water Permits						(8)	(8)
Water Treatment:							
Central Basin	955	2		66	1	75	1,099
Lower Basin	61						61
	<u>\$ 2,188</u>	<u>\$ 3,976</u>	<u>\$ 20</u>	<u>\$ 66</u>	<u>\$ 1</u>	<u>\$ (245)</u>	<u>\$ 6,007</u>

Water Treatment:

Central Basin

(Payment due for Under-Recovery of O&M in FY-2013 with late fees & for Under-recovery in FY-2014)

City of Liberty Hill

67

including fees

79

including fees

Lake Operations:

Special Use Lease

Cholla Petroleum Inc.

22

(Disputed well drilling billing - settlement pending)

Water Sales:

TXU (Luminant)

\$ 20

(In bankruptcy; settlement due by 10/17/14)

All Commercial Docks and Commercial Water

\$ (342)

and Residential water invoices were reversed to begin billing in arrears;
prepays for 2014 result in negative balance