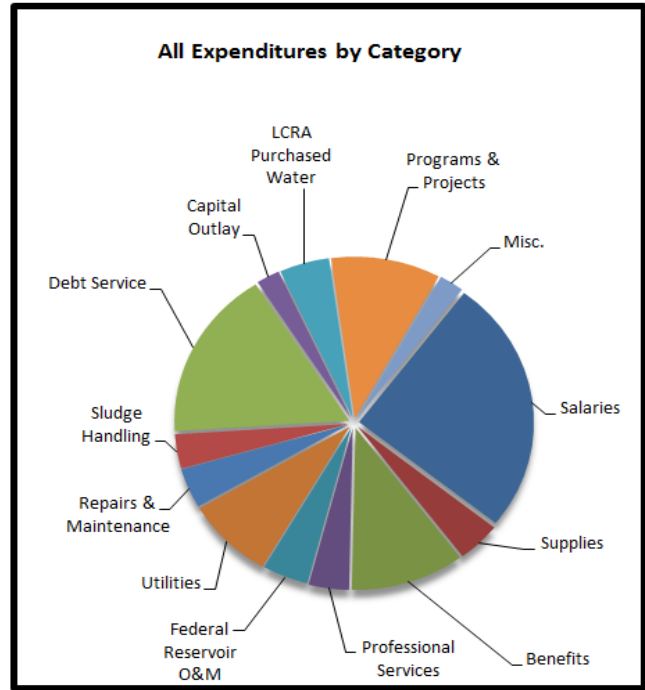
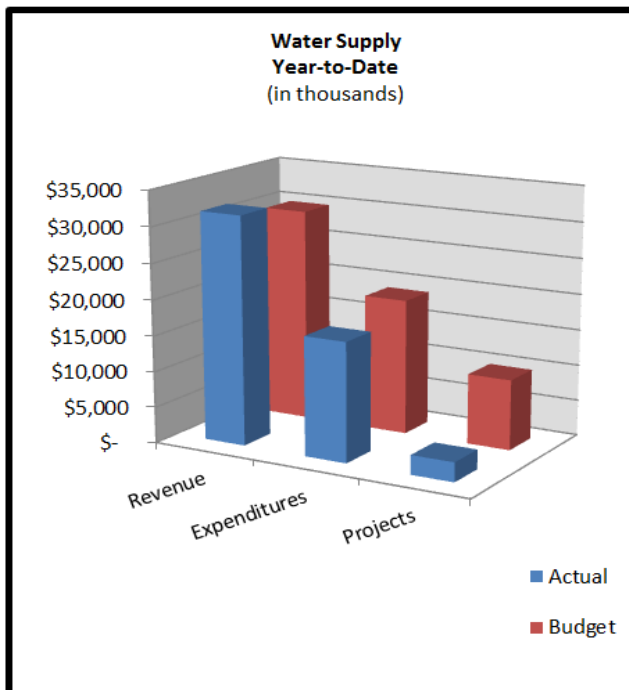




**BRAZOS RIVER AUTHORITY
SUMMARY
QUARTERLY BUDGET REPORT - 2nd QUARTER FY 2015
(in thousands)**

	Year-to Date			Annual Budget
	Budget	Actual	Variance	
<u>Water Supply</u>				
Beginning Reserves	\$ 46,354	\$ 46,354	\$ -	\$ 46,354
Revenues	29,763	31,858	2,094	36,953
Less: Expenses	18,899	16,639	2,259	34,663
Less: Project Expenditures	780	514	266	1,560
Surplus/(Deficit)	10,084	14,705	4,619	730
Less: Capital Projects	9,041	2,212	6,828	18,081
Ending Reserves	\$ 47,397	\$ 58,847	\$ 11,450	\$ 29,003

<u>Cost Reimbursable</u>				
Revenues	\$ 7,694	\$ 7,831	\$ 138	# \$ 13,768
Less: Expenses	6,756	7,051	(295)	# 13,768
Surplus/(Deficit)	\$ 938	\$ 780	\$ (157)	# \$ -





BRAZOS RIVER AUTHORITY
WATER SUPPLY OPERATIONS
QUARTERLY BUDGET REPORT - 2nd QUARTER FY 2015
(in thousands)

	Year-to Date			Annual Budget
	Budget	Actual	Variance	
Beginning Uncommitted Reserves	\$ 46,354	\$ 46,354	\$ -	\$ 46,354
Revenues				
Raw Water Sales - Non-System	7,038	6,854	(184)	8,765
Raw Water Sales - System	19,142	21,043	1,901	21,255
East Williamson County RWS	1,170	1,233	63	2,005
Sugar Land WW	1,035	965	(70)	2,125
Lake Operations	321	582	261	604
Grants - Operations only	602	612	10	1,270
Management Fees	263	255	(8)	526
Interest Income	180	241	61	360
Miscellaneous	12	73	60	43
Total Revenues	29,763	31,858	2,094	36,953
Operating Expenses				
<u>Upper Basin</u>				
Upper Basin Management	267	260	7	523
PK Lake	3,418	2,823	595	5,589
Lake Granbury	1,482	1,194	287	2,803
West Central Brazos WDS	407	279	128	739
<u>Central Basin</u>				
Central Basin Management	769	636	133	1,382
East Williamson County RWS	857	599	258	1,572
<u>Lower Basin</u>				
Lake Limestone	770	723	47	2,027
Sugar Land	1,011	901	110	2,085
Allens Creek	21	21	-	43
<u>Technical Services</u>				
management	195	172	22	511
Construction	169	157	12	286
Water Services	429	305	125	838
Federal Reservoirs	3,751	3,603	148	7,733
Engineering	634	536	98	1,235
Environmental Services	768	722	46	1,459
Emergency, Safety & Compliance	140	128	12	268
<u>Planning Services</u>				
Planning & Development	103	101	2	203
<u>Central Services</u>				
Board of Directors	64	38	26	118
General Administration	304	251	53	513
Legal	277	246	31	542
Government & Customer Relations	419	376	43	822
Human Resources	328	302	26	644
Finance & Administration	826	784	42	1,541
Information Technology	1,225	1,010	215	2,127
<i>Less Central Services allocated to:</i>				
Contract Operations & Projects	(3,443)	(3,007)	(436)	(6,307)
Total Operating Expenses	15,419	13,160	2,258	29,166
Debt Service				
East Williamson County	2,361	2,360	1	2,707
Allens Creek	-	-	-	641
Federal Reservoirs	1,119	1,119	-	2,147
Project Expenditures	780	514	266	1,560
Total Expenses	19,679	17,153	2,525	36,221
Surplus/(Deficit) before CIP	10,084	14,705	4,621	732
Less: Capital Improvement Projects	9,041	2,212	6,828	18,081
Ending Uncommitted Reserves	\$ 47,397	\$ 58,847	\$ 11,450	\$ 29,005



BRAZOS RIVER AUTHORITY
COST REIMBURSABLE OPERATIONS
QUARTERLY BUDGET REPORT - 2nd QUARTER FY 2015
(in thousands)

	<u>Year to Date</u>			<u>Annual Budget</u>
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	
Operating Revenues				
WCRRL	\$ 744	\$ 744	\$ -	\$ 1,276
Temple-Belton	1,294	1,294	-	2,359
BCRWS	2,864	2,916	52	4,958
Hutto	490	485	(5)	837
Sandy Creek	613	607	(6)	1,051
Clute	409	409	-	701
Interest Income	-	3	3	-
Supplemental Revenues	91	184	93	235
Debt Service Revenues				
WCRRL	1,129	1,129	-	2,232
Total Revenues	<u>7,694</u>	<u>7,831</u>	<u>138</u>	<u>13,768</u>
Operating Expenses				
	<u>Central Basin</u>			
WCRRL	635	847	(211)	1,276
Temple-Belton	1,178	1,325	(148)	2,359
BCRWS	2,598	2,655	(57)	5,193
Hutto	328	271	57	837
Sandy Creek	500	550	(50)	1,051
	<u>Lower Basin</u>			
Clute	399	299	100	701
Debt Service Expenses				
WCRRL	1,058	1,059	(1)	2,232
Total Expenses	<u>6,756</u>	<u>7,051</u>	<u>(295)</u>	<u>13,768</u>
Surplus/(Deficit)	<u>\$ 938</u>	<u>\$ 780</u>	<u>\$ (157)</u>	<u>\$ -</u>



**BRAZOS RIVER AUTHORITY
DIRECTOR'S FEES AND EXPENSES
2ND QUARTER FY 2015**

	Year to Date			Total Annual Budget
	Budget	Actual	Variance	
Director Fees	\$ 13,902	\$ 7,350	\$ 6,552	\$ 27,800
Telephone/Communications	7,794	6,053	1,741	11,185
Professional Development	3,702	1,493	2,209	7,400
Transportation	12,678	8,297	4,381	25,350
Lodging	6,852	2,849	4,003	13,700
Meals	9,126	7,301	1,825	18,250
Materials & Supplies	2,748	650	2,098	6,000
Postage & Delivery	450	43	407	900
Bonds/Insurance	5,527	4,331	1,196	5,527
Rental	750	-	750	1,500
Total Directors' Expense	\$ 63,529	\$ 38,365	\$ 25,164	\$ 117,612



**BRAZOS RIVER AUTHORITY
PROGRAMS AND PROJECTS
QUARTERLY BUDGET REPORT - 2nd QUARTER FY 2015**

	FY 2015 Annual Budget			FY 2015 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											
Replace Riverbed Equipment	-	174	174	-	174	174	-	174	174	-	
Network Firewalls	-	65	65	-	65	65	-	65	65	-	
Polycom RMX Bridge and CMA/DMA Server	-	94	94	-	83	83	11	94	83	11	
Reservoir Volumetric Surveys	-	132	132	-	5	5	128	2,993	174	2,819	
Corps of Engineers Pool Rise Feasibility	-	163	163	-	-	-	163	1,216	756	460	
Lower Basin Floodplain Protection Study	467	7	475	53	1	54	421	1,063	54	1,009	
Lake Granbury Generator Replacement	-	60	60	-	-	-	60	126	33	93	
PK Rec Development-South D&D	-	158	158	-	134	134	25	1,061	235	826	
PK Rec Development-Scenic Cove	-	81	81	-	-	-	81	364	134	230	
PK Dam Sedimentation Survey	-	158	158	-	53	53	105	318	104	214	
Total Water Supply Programs	467	1,093	1,560	53	514	567	993	7,473	1,811	5,662	
Water Supply System Projects											
Upper Basin											
PK Property Management Study	-	234	234	-	140	140	94	3,571	3,452	120	
PK Dam Miscellaneous Maintenance	-	986	986	-	431	431	554	2,229	1,455	774	
PK Buttress Corbels & Deck Panels	-	650	650	-	18	18	632	1,000	43	957	
PK Dam 12-inch Waterline	-	966	966	-	20	20	945	1,578	223	1,355	
PK RSMU Waterline Replace	-	50	50	-	8	8	42	392	44	347	
PK Hearth & Bank Erosion Repair	-	150	150	-	33	33	117	1,139	667	471	
PK COC Tailrace Access Platforms	-	441	441	-	23	23	418	441	23	418	
Lake Granbury Boat Ramp/Courtesy Dock	15	35	50	16	4	20	30	408	349	59	
DeCordova Bend Dam Improvements-Low Flow Facilities	-	424	424	-	76	76	348	4,004	3,681	323	
DeCordova Bend Trolley Replacement	-	1,112	1,112	-	2	2	1,110	1,623	169	1,454	
Lk Granbury Hunter Park Improvements	-	196	196	-	80	80	116	219	218	1	
Lk Granbury Rough Creek Park Improvements	1	188	188	-	117	117	71	192	124	68	
Lake Granbury Maint Bldg Expansion	-	160	160	-	12	12	148	173	12	161	
Lake Granbury Admin Office Expansion	-	170	170	-	18	18	152	198	18	180	
WCB Pump Installation & Modifications	-	15	15	-	11	11	4	464	462	2	
WCB Pipeline Air & Vacuum Relief	-	20	20	-	-	-	20	120	-	120	
WCB Pipeline MCC Replacement	-	323	323	-	13	13	310	398	75	323	
WCB Pipeline Segment Replacement	-	85	85	-	-	-	85	175	19	156	
Graham Flood Control	-	1,300	1,300	-	-	-	1,300	6,840	5,191	1,649	
Subtotal - Upper Basin Projects	15	7,505	7,520	16	1,007	1,023	6,496	25,163	16,226	8,937	
Central Basin											
Trinity Groundwater	2	547	2,953	3,500	13	23	36	3,464	30,241	1,279	28,962
Groundwater Study/Evaluation	-	25	25	-	-	-	25	767	732	35	
Lake Granger/Groundwater Intake	-	500	500	5	32	38	462	20,640	18,945	1,695	
Lake Belton/Stillhouse Pipeline	-	55	55	-	18	18	38	31,158	127	31,031	
Subtotal - Central Basin Projects	547	3,533	4,080	19	73	91	3,989	82,806	21,083	61,723	



**BRAZOS RIVER AUTHORITY
PROGRAMS AND PROJECTS
QUARTERLY BUDGET REPORT - 2nd QUARTER FY 2015**

	FY 2015 Annual Budget			FY 2015 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)	-	2,500	2,500	-	7	7	2,493	70,169	7,236	62,933	
Sterling C Robertson Dam Stoplog Hoist	185	-	185	-	1	1	184	1,438	1	1,437	
Sterling C Robertson Dam Concrete Assessment	3	-	3	-	-	-	3	358	-	358	
Sterling C Robertson Dam Upstream Embankment	3	-	3	-	-	-	3	315	-	315	
Sterling C Robertson Dam Hydrostatic Relief	305	-	305	-	11	11	294	365	11	354	
Sterling C Robertson Dam Low Flow Facility	160	-	160	-	1	1	159	1,673	1	1,672	
Sterling C Robertson Dam Tainter Gate Power	185	-	185	-	2	2	183	1,828	2	1,826	
Sterling C Robertson Dam Tainter Gate Repairs	408	-	408	-	16	16	391	1,513	16	1,497	
Sterling C Robertson Emergency Personnel Retrieval	53	-	53	-	-	-	53	723	-	723	
Subtotal - Lower Basin Projects	1,300	2,500	3,800	-	37	37	3,763	78,380	7,267	71,113	
Basin Wide											
Environmental Laboratory	-	101	101	-	-	-	101	4,001	-	4,001	
Central Office HVAC/Flooring/Bldg Automation	3	-	949	-	8	8	941	1,967	41	1,926	
Enterprise Financial Software	-	812	812	-	-	-	812	860	49	811	
Groundwater Conjunctive Use	-	100	100	-	-	-	100	313,662	-	313,662	
Central Office Telephone System	18	59	77	-	48	48	29	147	118	29	
Central Office Landscaping Phase II	-	166	166	-	64	64	102	291	71	220	
Lab Management Software Replacement	-	193	193	-	-	-	193	218	-	218	
System Permit Application	-	1,915	1,915	-	975	975	940	23,703	14,775	8,929	
Potential Future Water Management Strategies	-	250	250	-	-	-	250	5,000	5	4,995	
Subtotal - Basin Wide Projects	18	4,544	4,562	-	1,095	1,095	3,467	349,850	15,059	334,790	
Total Water Supply Projects	1,881	18,081	19,962	35	2,212	2,247	17,715	536,199	59,635	476,564	
Cost Reimbursable Projects											
WCRRWL Phase II Pumping	4	175	-	175	24	-	24	151	8,183	7,979	204
WCRRWL Encasement Bud Stockton	-	520	-	520	529	-	529	(9)	947	595	352
Total Cost Reimbursable Projects		695	-	695	552	-	552	143	9,130	8,574	556

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
FEBRUARY 28, 2015 AND FEBRUARY 28, 2014
(unaudited)
(in thousands)

ASSETS	<u>2015</u>	<u>2014</u>
CURRENT ASSETS:		
UNRESTRICTED:		
Cash and cash equivalents	\$ 12,401	\$ 25,654
Investments	56,884	49,953
Accounts receivable	5,070	3,655
Other receivables	27	35
Other current assets	<u>2,177</u>	<u>1,430</u>
TOTAL UNRESTRICTED	<u>76,559</u>	<u>80,727</u>
RESTRICTED:		
Cash and cash equivalents	5,112	7,518
Investments	6,155	4,416
Interest	<u>4</u>	<u>4</u>
TOTAL RESTRICTED	<u>11,271</u>	<u>11,938</u>
TOTAL CURRENT ASSETS	<u>87,830</u>	<u>92,665</u>
NONCURRENT ASSETS:		
CAPITAL ASSETS:		
Land, storage and water rights	89,984	90,526
Reservoirs, water treatment & sewerage facilities	139,628	130,087
Building, structure & improvements	105,013	121,171
Vehicle, furniture & equipment	16,780	18,367
Construction in progress	<u>28,166</u>	<u>32,833</u>
TOTAL CAPITAL ASSETS	<u>379,571</u>	<u>392,984</u>
Less accumulated depreciation	<u>(91,724)</u>	<u>(100,731)</u>
NET CAPITAL ASSETS	<u>287,847</u>	<u>292,253</u>
OTHER NONCURRENT ASSETS:		
Contract receivable, net of current portion	0	184
Bond related costs	987	1,510
Other assets	<u>1,926</u>	<u>2,011</u>
TOTAL OTHER NONCURRENT ASSETS	<u>2,913</u>	<u>3,705</u>
TOTAL NONCURRENT ASSETS	<u>290,760</u>	<u>295,958</u>
TOTAL ASSETS	<u>\$ 378,590</u>	<u>\$ 388,623</u>



BRAZOS RIVER AUTHORITY
STATEMENTS OF NET POSITION (continued)
FEBRUARY 28, 2015 AND FEBRUARY 28, 2014
(unaudited)
(in thousands)

	2015	2014
LIABILITIES		
CURRENT LIABILITIES:		
PAYABLE FROM CURRENT ASSETS:		
Accounts payable	\$ 7,437	\$ 8,622
Contracts payable	138	392
Accrued interest	190	115
Unearned revenues	6,606	5,855
TOTAL PAYABLE FROM CURRENT ASSETS	14,371	14,984
PAYABLE FROM RESTRICTED ASSETS:		
Accrued interest	900	602
Construction contracts payable	2,113	2,199
Other	476	348
TOTAL PAYABLE FROM RESTRICTED ASSETS	3,489	3,149
TOTAL CURRENT LIABILITIES	17,860	18,133
NONCURRENT LIABILITIES:		
Revenue bonds payable, net of current portion	71,794	82,690
Discount on revenue bonds payable	726	(374)
Contracts payable, net of current portion	24,998	26,590
Unearned revenues	451	2,416
Other liabilities	833	832
TOTAL NONCURRENT LIABILITIES	98,802	112,154
TOTAL LIABILITIES	\$ 116,662	\$ 130,287
NET POSITION:		
Invested in capital assets	189,065	182,267
Restricted for construction and debt service	9,705	10,873
Unrestricted	63,158	65,197
TOTAL NET POSITION	\$ 261,928	\$ 258,337



BRAZOS RIVER AUTHORITY
STATEMENTS OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
FOR THE SIX MONTHS ENDED
FEBRUARY 28, 2015 and 2014
(unaudited)
(in thousands)

OPERATING REVENUES:	<u>2015</u>	<u>2014</u>
Water Supply System:		
Raw water sales-non-system	\$ 6,855	\$ 6,507
Raw water sales-system	21,042	19,822
Treated water	1,233	930
Wastewater treatment	965	1,078
Lake operations	582	540
Grants	638	346
Other	511	439
Cost Reimbursable Operations:		
Water conveyance	1,869	1,799
Water treatment	610	577
Wastewater treatment	5,011	5,342
TOTAL OPERATING REVENUES	<u>39,316</u>	<u>37,380</u>
 OPERATING EXPENSES:		
Personnel services	8,831	8,474
Materials and supplies	1,098	972
Utilities	2,278	2,012
Outside services	2,399	1,819
Repair and maintenance	1,112	1,076
Landfill and sludge hauling	992	1,011
Purchased water	1,242	1,180
Other	556	572
TOTAL OPERATING EXPENSES	<u>18,508</u>	<u>17,116</u>
 OPERATING INCOME	<u>20,808</u>	<u>20,264</u>
 NON-OPERATING REVENUES (EXPENSES):		
Investment income	245	249
Gain on sale of capital assets	25	50
Interest expense	(1,798)	(2,023)
Debt service - principal	(2,538)	(2,196)
Other expenses	(219)	(112)
Capital expenditures	(404)	(1,505)
TOTAL NET NON-OPERATING EXPENSES	<u>(4,689)</u>	<u>(5,537)</u>
 INCOME BEFORE CONTRIBUTIONS	<u>16,119</u>	<u>14,727</u>
Capital contributions	<u>819</u>	<u>28</u>
 CHANGE IN NET POSITION	16,938	14,755
 NET POSITION, BEGINNING	<u>244,990</u>	<u>243,581</u>
 NET POSITION, ENDING	<u>\$ 261,928</u>	<u>\$ 258,336</u>



BRAZOS RIVER AUTHORITY
ACCOUNTS RECEIVABLE AGING REPORT
as of March 31, 2015
(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	\$ 214	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 214
CPI -based & Fixed-rate Contracts	-	-	-	-	-	-	-
Utility Contracts	150	-	-	-	-	-	150
Transportation	9	-	-	-	-	-	9
Lake Operations:							
Residential Leases	-	-	-	-	-	-	-
PK Cottage Site & Encroachments	-	-	-	-	-	-	-
PK Water Permits & Mooring	-	-	2	-	-	-	2
LL Water Permits	-	-	1	-	-	-	1
Fed. Res. Water Permits	-	-	-	-	-	-	-
Airport Operations	-	-	-	-	-	-	-
Other (Grass Lease)	-	-	-	-	-	-	-
Water Treatment:							
Central Basin	1,251	-	-	-	-	158	1,409
Lower Basin	227	-	-	-	-	-	227
	<u>\$ 1,851</u>	<u>\$ -</u>	<u>\$ 19</u>	<u>\$ 9</u>	<u>\$ -</u>	<u>\$ 181</u>	<u>\$ 2,060</u>

Water Treatment:

Central Basin

City of Liberty Hill

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

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Lake Operations:

Special Use Lease

Cholla Petroleum Inc.

(Disputed well drilling billing - settlement pending)

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