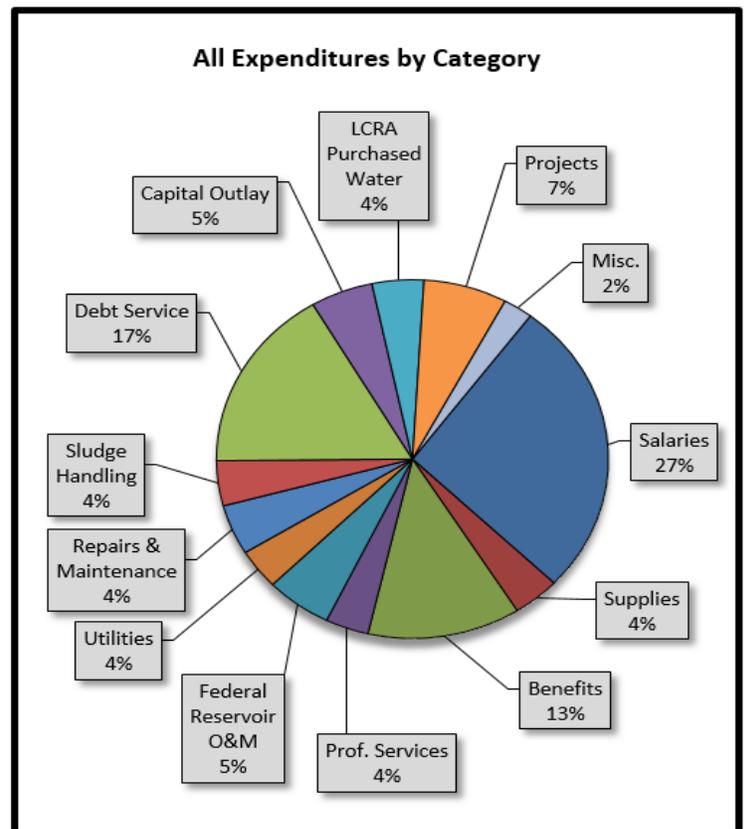
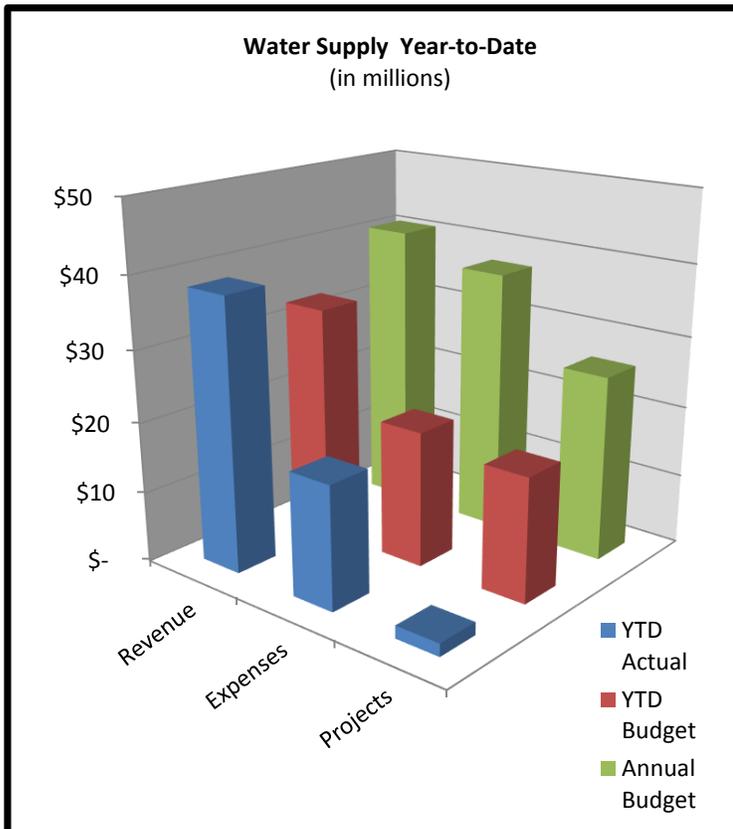




**BRAZOS RIVER AUTHORITY
SUMMARY
QUARTERLY BUDGET REPORT - 2nd QUARTER FY 2017
(in thousands)**

	Year-to Date			Annual Budget
	Budget	Actual	Variance	
Water Supply				
Beginning Working Capital	\$ 67,926	\$ 67,926	\$ -	\$ 67,926
Revenues	32,814	38,351	5,537	40,629
Less: Expenses	16,162	14,394	1,768	32,058
Less: Debt Service	3,094	3,094	-	5,128
Less: Project Expenditures	853	403	450	1,706
Surplus/(Deficit)	12,705	20,460	7,755	1,737
Less: Capital Projects	16,747	1,432	15,315	24,457
Ending Working Capital	\$ 63,884	\$ 86,954	\$ 23,069	\$ 45,206

Cost Reimbursable				
Revenues	\$ 9,665	\$ 9,682	\$ 17	\$ 17,453
Less: Expenses	8,971	7,162	1,809	17,453
Surplus/(Deficit)	\$ 694	\$ 2,520	\$ 1,826	\$ -





BRAZOS RIVER AUTHORITY
WATER SUPPLY OPERATIONS
QUARTERLY BUDGET REPORT - 2nd QUARTER FY 2017
(in thousands)

	Year-to Date			Annual Budget
	Budget	Actual	Variance	
Beginning Working Capital	\$ 67,926	\$ 67,926	\$ -	\$ 67,926
Revenues				
Raw Water Sales - System	23,490	27,616	4,126	26,742
Raw Water Sales - Non-System	5,682	7,171	1,490	7,523
East Williamson County RWS	1,233	1,235	3	2,113
Sugar Land WW	1,324	1,057	(268)	2,270
Lake Operations	256	276	20	360
Grants - Operations only	255	252	(3)	513
Management Fees	298	243	(55)	596
Interest Income	228	408	181	455
Miscellaneous	48	93	45	57
Total Revenues	32,814	38,351	5,537	40,629
Operating Expenses				
<u>Upper Basin</u>				
Upper Basin Management	314	260	54	714
PK Lake	3,525	3,312	213	7,323
Lake Granbury	1,364	1,265	99	2,828
<u>Central Basin</u>				
Central Basin Management	963	881	82	1,573
East Williamson County RWS	731	694	37	1,559
Trinity Wells	54	-	54	104
<u>Lower Basin</u>				
Lake Limestone	923	800	123	2,001
Sugar Land	1,300	980	320	2,313
Allens Creek	173	25	148	200
<u>Technical Services</u>				
Management	183	178	5	357
Construction	228	261	(33)	386
Water Services	438	389	49	838
Federal Reservoirs	4,156	3,724	432	8,399
Engineering	675	555	120	1,279
Environmental Services	858	808	50	1,643
Emergency, Safety & Compliance	164	150	14	314
<u>Planning Services</u>				
Planning & Development	115	111	4	227
<u>Central Services</u>				
Board of Directors	65	37	28	122
General Administration	285	272	13	545
Legal	318	311	7	616
Government & Customer Relations	507	468	39	981
Human Resources	391	354	37	768
Finance & Administration	1,032	880	152	1,870
Information Technology	1,310	1,193	117	2,451
Less: Central Services Allocated	(3,908)	(3,515)	(393)	(7,352)
Total Operating Expenses	16,162	14,394	1,768	32,058
Debt Service				
East Williamson County	2,118	2,118	-	2,535
Allens Creek	-	-	-	641
Federal Reservoirs	976	976	-	1,952
Total Debt Service	3,094	3,094	-	5,128
Project Expenditures	853	403	450	1,706
Total Expenses	20,109	17,891	2,218	38,891
Surplus/(Deficit) before CIP	12,705	20,460	7,755	1,737
Less: Capital Improvement Projects	16,747	1,432	15,315	24,457
Ending Working Capital	\$ 63,884	\$ 86,954	\$ 23,069	\$ 45,206



BRAZOS RIVER AUTHORITY
COST REIMBURSABLE OPERATIONS
QUARTERLY BUDGET REPORT - 2nd QUARTER FY 2017
(in thousands)

	Year to Date			Annual Budget
	Budget	Actual	Variance	
Operating Revenues				
WCRRL	\$ 763	\$ 767	\$ 4	\$ 1,308
Temple-Belton	1,920	1,931	11	3,391
BCRWS	3,536	3,536	-	6,089
BCRWS R&R	60	60	-	120
Hutto	976	977	1	1,757
Sandy Creek	681	681	-	1,196
Clute	534	535	1	916
Debt Service Revenues				
WCRRL	1,195	1,195	-	2,676
Total Revenues	9,665	9,682	17	17,453
Operating Expenses				
	<u>Central Basin</u>			
WCRRL	461	117	344	1,308
Temple-Belton	1,821	1,715	106	3,391
BCRWS	3,285	2,674	611	6,089
Hutto	1,042	391	651	1,757
Sandy Creek	643	571	72	1,196
	<u>Lower Basin</u>			
Clute	381	356	25	916
Debt Service Expenses				
WCRRL	1,338	1,338	-	2,676
Total Expenses	8,971	7,162	1,809	17,453
Surplus/(Deficit)	\$ 694	\$ 2,520	\$ 1,826	\$ -



**BRAZOS RIVER AUTHORITY
DIRECTOR'S FEES AND EXPENSES
2ND QUARTER FY 2017**

	Year to Date			Total Annual Budget
	Budget	Actual	Variance	
Director Fees	\$ 15,648	\$ 7,800	\$ 7,848	\$ 31,300
Telephone/Communications	7,495	5,274	2,221	11,490
Professional Development	3,702	1,557	2,145	7,400
Transportation	11,826	7,080	4,746	23,650
Lodging	5,400	3,164	2,236	10,795
Meals	9,324	4,846	4,478	18,650
Materials & Supplies	6,044	2,497	3,547	11,580
Postage & Delivery	348	145	203	690
Bonds/Insurance	4,799	4,215	584	4,799
Rental	750	-	750	1,500
Total Directors' Expense	\$ 65,336	\$ 36,579	\$ 28,757	\$ 121,854



BRAZOS RIVER AUTHORITY
STATEMENTS OF NET POSITION
FEBRUARY 28, 2017 and FEBRUARY 29, 2016
(unaudited)
(in thousands)

	2017	2016
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES		
CURRENT ASSETS:		
UNRESTRICTED:		
Cash and cash equivalents	\$ 39,839	\$ 9,277
Investments	55,734	68,706
Accounts receivable	3,866	3,679
Other receivables	49	34
Other current assets	1,963	2,019
TOTAL UNRESTRICTED	101,451	83,715
RESTRICTED:		
Cash and cash equivalents	2,989	3,046
Investments	6,459	6,432
Interest	8	5
TOTAL RESTRICTED	9,456	9,483
TOTAL CURRENT ASSETS	110,907	93,198
NONCURRENT ASSETS:		
CAPITAL ASSETS:		
Land, storage and water rights	90,233	90,279
Reservoirs, water treatment & sewerage facilities	139,472	139,432
Building, structure & improvements	105,119	105,164
Vehicle, furniture & equipment	17,615	17,832
Construction in progress	36,153	30,299
TOTAL CAPITAL ASSETS	388,592	383,006
Less accumulated depreciation	(104,962)	(97,938)
NET CAPITAL ASSETS	283,630	285,068
OTHER NONCURRENT ASSETS:		
Net pension asset	-	274
Bond related costs	326	455
Other assets	1,756	1,841
TOTAL OTHER NONCURRENT ASSETS	2,082	2,570
DEFERRED OUTFLOWS OF RESOURCES:		
Deferred amount on refunding	376	400
Pension Plans	5,947	2,505
TOTAL DEFERRED OUTFLOWS OF RESOURCES	6,323	2,905
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	\$ 402,942	\$ 383,741



BRAZOS RIVER AUTHORITY
STATEMENTS OF NET POSITION (continued)
FEBRUARY 28, 2017 and FEBRUARY 29, 2016
(unaudited)
(in thousands)

	2017	2016
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION		
CURRENT LIABILITIES:		
PAYABLE FROM CURRENT ASSETS:		
Accounts payable	\$ 6,451	\$ 3,317
Contracts payable	40	39
Accrued interest	195	213
Unearned revenues	3,758	3,420
TOTAL PAYABLE FROM CURRENT ASSETS	10,444	6,989
PAYABLE FROM RESTRICTED ASSETS:		
Accrued interest	678	675
Construction contracts payable	947	1,142
Other	937	501
TOTAL PAYABLE FROM RESTRICTED ASSETS	2,562	2,318
TOTAL CURRENT LIABILITIES	13,006	9,307
NONCURRENT LIABILITIES:		
Revenue bonds payable, net of current portion	67,930	70,466
Contracts payable, net of current portion	22,659	23,819
Net pension liability	11,711	8,081
Unearned revenues	361	406
Other liabilities	831	843
TOTAL NONCURRENT LIABILITIES	103,492	103,615
TOTAL LIABILITIES	116,498	112,922
DEFERRED INFLOWS OF RESOURCES	1,100	538
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	\$ 117,598	\$ 113,460
NET POSITION:		
Invested in capital assets	192,756	190,457
Restricted for construction and debt service	7,646	8,094
Unrestricted	84,942	71,730
TOTAL NET POSITION	\$ 285,344	\$ 270,281



BRAZOS RIVER AUTHORITY
STATEMENTS OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
FOR THE SIX MONTHS ENDED
FEBRUARY 28, 2017 and FEBRUARY 29, 2016
(unaudited)
(in thousands)

OPERATING REVENUES:	2017	2016
Water Supply System:		
Raw water sales-non-system	\$ 7,171	\$ 7,213
Raw water sales-system	27,616	25,260
Treated water	1,235	1,233
Wastewater treatment	1,057	1,024
Lake operations	276	571
Grants	376	355
Other	547	544
Cost Reimbursable Operations:		
Water conveyance	1,992	1,988
Water treatment	686	584
Wastewater treatment	6,826	6,109
TOTAL OPERATING REVENUES	47,782	44,881
OPERATING EXPENSES:		
Personnel services	10,129	9,450
Materials and supplies	1,031	1,041
Utilities	1,246	1,267
Outside services	2,858	2,421
Repair and maintenance	1,203	1,228
Landfill and sludge hauling	1,151	1,221
Purchased water	1,134	1,290
Other	1,716	1,396
TOTAL OPERATING EXPENSES	20,468	19,314
OPERATING INCOME	27,314	25,567
NON-OPERATING REVENUES (EXPENSES):		
Investment income	416	293
Gain on sale of capital assets	17	1,202
Interest expense	(1,818)	(1,865)
Debt service - principal	(2,613)	(2,555)
Other (expenses)/income	(16)	(11)
TOTAL NET NON-OPERATING EXPENSES	(4,014)	(2,936)
INCOME BEFORE CONTRIBUTIONS	23,300	22,631
Capital contributions	108	343
CHANGE IN NET POSITION	23,408	22,974
NET POSITION, BEGINNING	261,936	247,307
NET POSITION, ENDING	\$ 285,344	\$ 270,281



**BRAZOS RIVER AUTHORITY
PROGRAMS AND PROJECTS
QUARTERLY BUDGET REPORT - 2ND QUARTER FY 2017**

	FY 2017 Annual Budget			FY 2017 Year to Date Actual				Inception to Date		
	Bonds, Grants, Other Funding	BRA Reserves/ Current Revenues	Total Annual Budget	BRA			Budget vs. Actual Variance	Budget	Actual	Balance
				Bonds, Grants, Other Funding	Reserves/ Current Revenues	Total Actual Expenditures				
Water Supply System Programs										
BW-IT-Polycom Replacements	\$ -	\$ 160	\$ 160	\$ -	\$ -	\$ -	\$ 160	\$ 160	\$ -	\$ 160
BW-IT-Replacement Routers	1 -	100	100	-	99	99	1	100	99	1
BW-IT-Security Cameras	-	134	134	-	-	-	134	134	-	134
BW-WS-Corps of Engineers Pool Rise Feasibility	-	184	184	-	3	3	181	1,219	912	307
CB-OT-HB 1437 No Net Loss	100	100	200	32	36	68	132	700	68	632
CO-ES-Duck Creek Aquatic Life Assessment	48	-	48	16	1	17	30	104	69	35
CO-ES-Environmental Laboratory	-	200	200	-	-	-	200	8,500	-	8,500
CO-IT-Replacement Dell Servers	-	180	180	-	179	179	1	180	179	1
LB-OT-Lower Basin Floodplain Protection Study, Phase I	206	3	209	92	1	93	116	1,063	849	215
LB-OT-Lower Basin Floodplain Protection Study, Phase II	176	59	235	92	32	124	111	552	186	366
UB-PK-Dam Fiber Optic Cable Replacement	-	65	65	-	-	-	65	65	-	65
UP-PK-Natural Resource Inventory	-	100	100	-	4	4	96	150	4	146
UB-PK-Recreational Development	-	315	315	-	46	46	269	4,290	683	3,607
UB-PK-Southside Boathouse	-	105	105	-	-	-	105	65	-	65
Total Water Supply Programs	\$ 529	\$ 1,706	\$ 2,235	\$ 232	\$ 403	\$ 634	\$ 1,600	\$ 17,322	\$ 3,049	\$ 14,273
Water Supply System Projects										
Upper Basin										
UB-LG-Fishing Pier Replacement	\$ -	\$ 191	\$ 191	\$ -	\$ 13	\$ 13	\$ 178	\$ 221	\$ 42	\$ 179
UB-LG-Inspection Walkway Lighting	-	29	29	-	-	-	29	1,386	68	1,318
UB-LG-Low Flow Facilities	-	907	907	-	19	19	888	4,116	3,634	482
UB-LG-Reinforced Concrete Components	-	437	437	-	-	-	437	1,201	38	1,163
UP-LG-Rip Rap Repair	-	103	103	-	-	-	103	931	-	931
UB-LG-Road Repair	-	408	408	-	13	13	395	483	39	444
UB-LG-Tainter Gates Trans Sys Mods.	-	3	3	-	-	-	3	1,226	-	1,226
UB-LG-Trolley Replacement	-	2,208	2,208	-	151	151	2,057	2,552	498	2,053
UB-PK-12-inch Waterline	2 -	270	270	-	267	267	3	5,008	4,725	283
UB-PK-CAASLE	-	1,765	1,765	-	21	21	1,744	3,192	338	2,854
UB-PK-COC Access Platforms	-	826	826	-	1	1	825	925	83	842
UB-PK-Hearth & Bank Erosion Repair	-	200	200	-	42	42	158	1,393	755	638
UB-PK-Operating Pier Trash Rack Replacement	-	300	300	-	69	69	231	440	97	343
UB-PK-RSMU Waterline Replacement	-	113	113	-	7	7	106	597	464	134
UB-PK-Dam Spillway Gate Actuator Replacement	-	288	288	-	-	-	288	449	-	449
UB-PK-Spillway Gate Coating Containment	-	240	240	-	12	12	228	606	202	404
UB-PK-Dam Spillway Pump & Piping	-	609	609	-	-	-	609	615	23	592
UB-OT-Graham Flood Control	-	1,651	1,651	-	-	-	1,651	6,843	1,649	5,194
Subtotal - Upper Basin Projects	\$ -	\$ 10,547	\$ 10,547	\$ -	\$ 614	\$ 614	\$ 9,933	\$ 32,183	\$ 12,653	\$ 19,530
Central Basin										
CB-BE-Lake Belton-Stillhouse Hollow Pipeline	\$ -	\$ 25	\$ 25	\$ -	\$ -	\$ -	\$ 25	\$ 36,115	\$ 135	\$ 35,980
CB-OT-Lake Somerville Augmentation	-	100	100	-	-	-	100	80,200	-	80,200
CB-OT-Trinity Groundwater	-	1,941	1,941	-	65	65	1,875	20,817	2,865	17,952
CB-OT-Williamson County Sludge Disposal Study	123	50	173	-	-	-	173	173	-	173
Subtotal - Central Basin Projects	\$ 123	\$ 2,116	\$ 2,239	\$ -	\$ 65	\$ 65	\$ 2,174	\$ 137,306	\$ 3,000	\$ 134,306



**BRAZOS RIVER AUTHORITY
PROGRAMS AND PROJECTS
QUARTERLY BUDGET REPORT - 2ND QUARTER FY 2017**

	FY 2017 Annual Budget			FY 2017 Year to Date Actual				Inception to Date		
	Bonds, Grants, Other Funding	BRA Reserves/ Current Revenues	Total Annual Budget	BRA			Budget vs. Actual Variance	Budget	Actual	Balance
				Bonds, Grants, Other Funding	Reserves/ Current Revenues	Total Actual Expenditures				
Lower Basin										
LB-AC-Allens Creek Reservoir	\$ -	\$ 5,749	\$ 5,749	\$ -	\$ 2	\$ 2	\$ 5,747	\$ 99,999	\$ 2	\$ 99,997
LB-LL-Dam Stoplog Hoist	-	19	19	-	-	-	19	6,966	3	6,963
LB-LL-Dam Hydrostatic Relief	-	127	127	-	1	1	126	721	238	483
LB-LL-Dam Low Flow Facility	-	527	527	-	-	-	527	3,862	7	3,854
LB-LL-Stilling Basin Dewatering Design and Construction	-	312	312	-	-	-	312	1,777	-	1,777
LB-LL-Dam Tainter Gate Power	-	7	7	-	-	-	7	6,320	190	6,130
LB-LL-Dam Tainter Gate Repairs	-	825	825	-	111	111	714	12,467	750	11,717
Subtotal - Lower Basin Projects	\$ -	\$ 7,566	\$ 7,566	\$ -	\$ 114	\$ 114	\$ 7,452	\$ 132,112	\$ 1,190	\$ 130,922
Basin Wide										
CO-ES-Freshwater Mussel Rapid Risk Assessment	\$ -	\$ 325	\$ 325	\$ -	\$ 174	\$ 174	\$ 151	\$ 425	\$ 224	\$ 201
CO-FA-Enterprise Financial Software	-	395	395	-	28	28	366	860	188	672
BW-PD-Off Channel Reservoirs	-	1,000	1,000	-	-	-	1,000	1,000	-	1,000
BW-PD-Potential Future Water Management Strategies	-	500	500	-	5	5	495	5,000	41	4,959
BW-PD-System Permit Application	-	1,026	1,026	-	504	504	522	23,761	16,135	7,626
CO-TS-HVAC/Flooring/Bldg. Automation	3	912	912	-	(73)	(73)	985	2,856	8	2,848
CO-TS-Parking Lot Pavement Repair	-	71	71	-	1	1	70	568	18	549
Subtotal - Basin Wide Projects	\$ -	\$ 4,229	\$ 4,229	\$ -	\$ 639	\$ 639	\$ 3,590	\$ 34,470	\$ 16,614	\$ 17,855
Total Water Supply Projects	\$ 123	\$ 24,457	\$ 24,580	\$ -	\$ 1,432	\$ 1,432	\$ 23,148	\$ 336,071	\$ 33,458	\$ 302,613

Notes

- 1) Replacement Routers - The FY 2017 budget includes a \$20,000 operating transfer to cover an unexpected cost increase
- 2) PK Dam 12 inch Waterline - On October 24, 2016 the Board of Directors approved an amendment of \$125,000 to the Fiscal Year 2017 budget.
- 3) Central Office HVAC/Flooring/Bldg Automation - The negative expenditure in FY 2017 includes a settlement that was received from a vendor



BRAZOS RIVER AUTHORITY
ACCOUNTS RECEIVABLE AGING REPORT
 as of March 31, 2017
 (in thousands)

Type	CURRENT	1-30 DAYS	31-60 DAYS	61-90 DAYS	91-120 DAYS	OVER 120 DAYS	TOTALS
Water Sales:							
Long Term System Contracts	185	-	-	-	-	-	185
Two Tier Water Contracts	6	-	-	-	-	-	6
CPI -based & Fixed-rate Contracts	73	-	-	-	-	-	73
Utility Contracts	235	-	-	-	-	-	235
Lake Operations:							
Commercial Permits & Leases	1	-	-	8	-	-	9
Special-Use Leases	-	-	-	-	-	22	22
PK Water Permits & Mooring	-	-	-	2	-	-	2
LL Water Permits	-	-	-	1	-	-	1
LG Water Permits & Applic.Fees	-	-	-	4	-	-	4
Airport Operations	-	-	-	-	-	-	-
Water Treatment:							
Central Basin	1,144	-	-	-	-	-	1,144
Lower Basin	272	-	-	-	-	-	272
	<u>1,916</u>	<u>-</u>	<u>-</u>	<u>15</u>	<u>-</u>	<u>22</u>	<u>1,953</u>

Lake Operations:

Commercial Permits

Mabe Lakeview (new - under dispute) 7
 Rio Welding Supply (work-barge permit) 1

8

Residential Water Permits and Applic. Fees (101 customers)

7

Special Use Lease

Cholla Petroleum Inc.
 (Disputed well drilling billing - settlement pending)

22