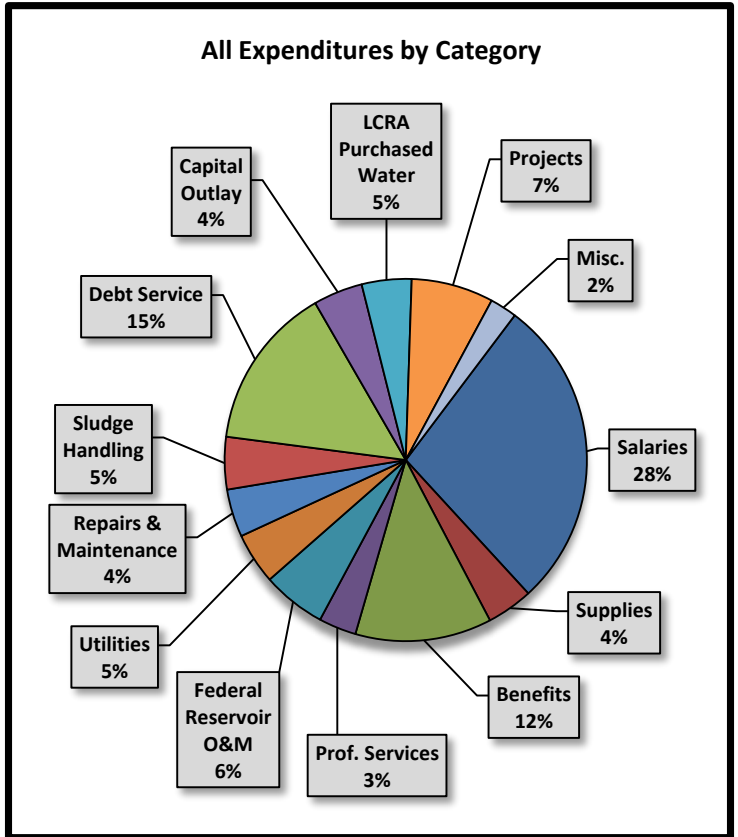
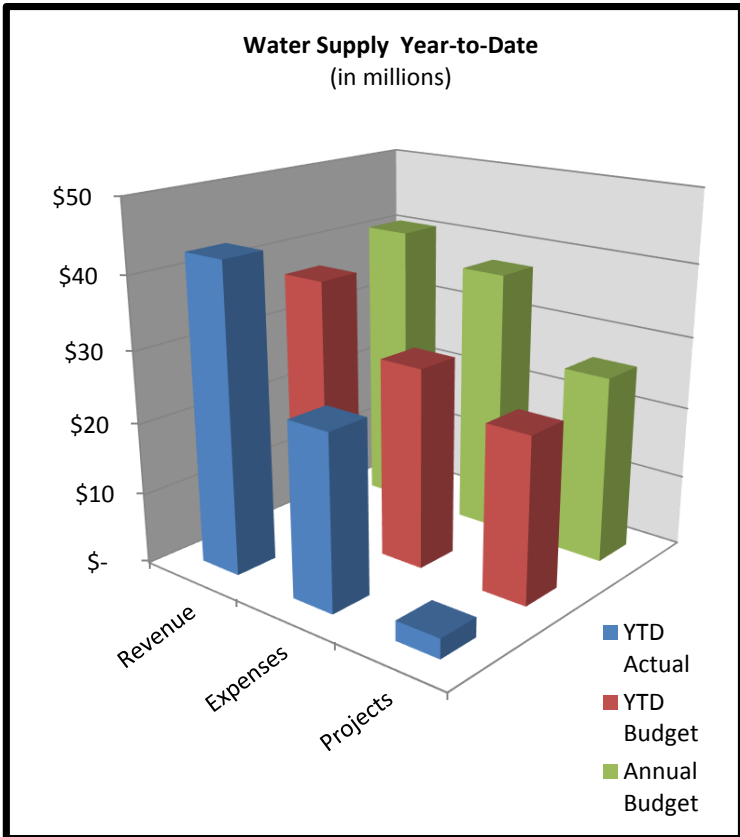




**BRAZOS RIVER AUTHORITY
SUMMARY
QUARTERLY BUDGET REPORT - 3rd QUARTER FY 2017
(in thousands)**

	Year-to Date			Annual Budget
	Budget	Actual	Variance	
Water Supply				
Beginning Working Capital	\$ 67,926	\$ 67,926	\$ -	\$ 67,926
Revenues	36,851	42,899	6,046	40,629
Less: Expenses	24,557	20,951	3,606	32,058
Less: Debt Service	3,582	3,582	-	5,128
Less: Operating Programs	1,279	741	538	1,706
Surplus/(Deficit)	7,433	17,625	10,190	1,737
Less: Capital Improvement Projects	22,000	2,068	19,932	24,457
Ending Working Capital	\$ 53,359	\$ 83,483	\$ 30,121	\$ 45,206

Cost Reimbursable				
Revenues	\$ 14,499	\$ 14,266	\$ (233)	\$ 17,453
Less: Expenses	13,520	10,562	2,957	17,453
Surplus/(Deficit)	\$ 979	\$ 3,704	\$ 2,724	\$ -





BRAZOS RIVER AUTHORITY
WATER SUPPLY OPERATIONS
QUARTERLY BUDGET REPORT - 3rd 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	25,137	29,482	4,345	26,742
Raw Water Sales - Non-System	6,516	8,014	1,499	7,523
East Williamson County RWS	1,761	1,765	4	2,113
Sugar Land WW	1,892	1,607	(285)	2,270
Lake Operations	320	308	(12)	360
Grants - Operations only	385	459	74	513
Management Fees	447	362	(85)	596
Interest Income	341	658	317	455
Miscellaneous	52	244	191	57
Total Revenues	36,851	42,899	6,046	40,629
Operating Expenses				
<u>Upper Basin</u>				
Upper Basin Management	562	412	150	714
PK Lake	5,647	4,776	871	7,323
Lake Granbury	2,166	1,839	327	2,828
<u>Central Basin</u>				
Central Basin Management	1,266	1,145	121	1,573
East Williamson County RWS	1,196	1,022	174	1,559
Trinity Wells	79	-	79	104
<u>Lower Basin</u>				
Lake Limestone	1,538	1,225	313	2,001
Sugar Land	1,806	1,498	308	2,313
Allens Creek	173	39	134	200
<u>Technical Services</u>				
Management	270	259	11	357
Construction	306	358	(52)	386
Water Services	638	566	72	838
Federal Reservoirs	6,272	5,430	842	8,399
Engineering	978	799	179	1,279
Environmental Services	1,251	1,193	58	1,643
Emergency, Safety & Compliance	239	224	15	314
<u>Planning Services</u>				
Planning & Development	171	165	6	227
<u>Central Services</u>				
Board of Directors	94	57	37	122
General Administration	415	399	16	545
Legal	467	429	38	616
Government & Customer Relations	744	675	69	981
Human Resources	580	542	38	768
Finance & Administration	1,426	1,251	175	1,870
Information Technology	1,880	1,669	211	2,451
Less: Central Services Allocated	(5,605)	(5,022)	(583)	(7,352)
Total Operating Expenses	24,557	20,951	3,606	32,058
Debt Service				
East Williamson County	2,118	2,118	-	2,535
Allens Creek	-	-	-	641
Federal Reservoirs	1,464	1,464	-	1,952
Total Debt Service	3,582	3,582	-	5,128
Operating Programs	1,279	741	538	1,706
Total Expenses	29,418	25,274	4,144	38,891
Surplus/(Deficit) before CIP	7,433	17,625	10,192	1,737
Less: Capital Improvement Projects	22,000	2,068	19,932	24,457
Ending Working Capital	\$ 53,359	\$ 83,483	\$ 30,123	\$ 45,206



BRAZOS RIVER AUTHORITY
COST REIMBURSABLE OPERATIONS
QUARTERLY BUDGET REPORT - 3rd QUARTER FY 2017
(in thousands)

	Year to Date			Annual Budget
	Budget	Actual	Variance	
Operating Revenues				
WCRRL	\$ 1,090	\$ 1,098	\$ 8	\$ 1,308
Temple-Belton	2,807	2,790	(17)	3,391
BCRWS	5,058	5,063	5	6,089
BCRWS R&R	90	90	-	120
Hutto	1,464	1,397	(67)	1,757
Sandy Creek	997	980	(17)	1,196
Clute	763	764	1	916
Debt Service Revenues				
WCRRL	2,230	2,084	(146)	2,676
Total Revenues	14,499	14,266	(233)	17,453
Operating Expenses				
	<u>Central Basin</u>			
WCRRL	1,001	165	836	1,308
Temple-Belton	2,716	2,378	338	3,391
BCRWS	4,763	4,000	763	6,089
Hutto	1,359	671	688	1,757
Sandy Creek	920	844	76	1,196
	<u>Lower Basin</u>			
Clute	753	497	256	916
Debt Service Expenses				
WCRRL	2,007	2,007	-	2,676
Total Expenses	13,520	10,562	2,957	17,453
Surplus/(Deficit)	\$ 979	\$ 3,704	\$ 2,724	\$ -



**BRAZOS RIVER AUTHORITY
DIRECTOR'S FEES AND EXPENSES
3RD QUARTER FY 2017**

	Year to Date			Total Annual Budget
	Budget	Actual	Variance	
Director Fees	\$ 23,472	\$ 12,900	\$ 10,572	\$ 31,300
Telephone/Communications	9,490	8,056	1,434	11,490
Professional Development	5,553	2,307	3,246	7,400
Transportation	17,739	11,872	5,867	23,650
Lodging	8,100	6,295	1,805	10,795
Meals	13,986	7,215	6,771	18,650
Materials & Supplies	8,816	3,521	5,295	11,580
Postage & Delivery	522	157	365	690
Bonds/Insurance	4,799	4,405	394	4,799
Rental	1,125	-	1,125	1,500
Total Directors' Expense	\$ 93,602	\$ 56,730	\$ 36,872	\$ 121,854



BRAZOS RIVER AUTHORITY
STATEMENTS OF NET POSITION
MAY 31, 2017 and MAY 31, 2016
(unaudited)
(in thousands)

	2017	2016
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES		
CURRENT ASSETS:		
UNRESTRICTED:		
Cash and cash equivalents	\$ 45,756	\$ 16,196
Investments	45,811	66,737
Accounts receivable	3,710	3,741
Other receivables	49	41
Other current assets	1,474	1,438
TOTAL UNRESTRICTED	96,800	88,153
RESTRICTED:		
Cash and cash equivalents	4,680	4,703
Investments	6,473	6,445
Interest	9	5
TOTAL RESTRICTED	11,162	11,153
TOTAL CURRENT ASSETS	107,962	99,306
NONCURRENT ASSETS:		
CAPITAL ASSETS:		
Land, storage and water rights	90,233	90,249
Reservoirs, water treatment & sewerage facilities	139,472	139,432
Building, structure & improvements	105,119	105,179
Vehicle, furniture & equipment	16,083	17,971
Construction in progress	37,014	33,593
TOTAL CAPITAL ASSETS	387,921	386,424
Less accumulated depreciation	(103,440)	(98,337)
NET CAPITAL ASSETS	284,481	288,087
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	\$ 400,848	\$ 392,868



BRAZOS RIVER AUTHORITY
STATEMENTS OF NET POSITION (continued)
MAY 31, 2017 and MAY 31, 2016
(unaudited)
(in thousands)

	2017	2016
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION		
CURRENT LIABILITIES:		
PAYABLE FROM CURRENT ASSETS:		
Accounts payable	\$ 4,728	\$ 4,217
Contracts payable	40	39
Accrued interest	393	424
Unearned revenues	3,764	3,457
TOTAL PAYABLE FROM CURRENT ASSETS	8,925	8,137
PAYABLE FROM RESTRICTED ASSETS:		
Accrued interest	1,173	1,173
Construction contracts payable	947	1,147
Other	932	502
TOTAL PAYABLE FROM RESTRICTED ASSETS	3,052	2,822
TOTAL CURRENT LIABILITIES	11,977	10,959
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	832	844
TOTAL NONCURRENT LIABILITIES	103,493	103,616
TOTAL LIABILITIES	115,470	114,575
DEFERRED INFLOWS OF RESOURCES	1,100	538
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	\$ 116,570	\$ 115,113
NET POSITION:		
Invested in capital assets	193,607	193,471
Restricted for construction and debt service	8,664	9,054
Unrestricted	82,007	75,230
TOTAL NET POSITION	\$ 284,278	\$ 277,755



BRAZOS RIVER AUTHORITY
STATEMENTS OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
FOR THE NINE MONTHS ENDED
MAY 31, 2017 and MAY 31, 2016
(unaudited)
(in thousands)

OPERATING REVENUES:	<u>2017</u>	<u>2016</u>
Water Supply System:		
Raw water sales-non-system	\$ 8,014	\$ 7,626
Raw water sales-system	29,482	26,410
Treated water	1,765	1,761
Wastewater treatment	1,607	1,533
Lake operations	308	341
Grants	651	521
Other	792	773
Cost Reimbursable Operations:		
Water conveyance	3,222	3,211
Water treatment	987	834
Wastewater treatment	9,754	8,704
TOTAL OPERATING REVENUES	<u><u>56,582</u></u>	<u><u>51,714</u></u>
 OPERATING EXPENSES:		
Personnel services	14,755	13,851
Materials and supplies	1,615	1,555
Utilities	1,854	2,001
Outside services	4,143	3,407
Repair and maintenance	1,715	1,657
Landfill and sludge hauling	1,790	1,721
Purchased water	1,700	1,856
Other	1,941	1,847
TOTAL OPERATING EXPENSES	<u><u>29,513</u></u>	<u><u>27,895</u></u>
 OPERATING INCOME	<u><u>27,069</u></u>	<u><u>23,819</u></u>
 NON-OPERATING REVENUES (EXPENSES):		
Investment income	674	475
Gain on sale of capital assets	73	11,381
Interest expense	(2,511)	(2,573)
Debt service - principal	(3,077)	(3,003)
Other (expenses)/income	(30)	(23)
TOTAL NET NON-OPERATING EXPENSES	<u><u>(4,871)</u></u>	<u><u>6,257</u></u>
 INCOME BEFORE CONTRIBUTIONS	<u><u>22,198</u></u>	<u><u>30,076</u></u>
Capital contributions	<u>144</u>	<u>372</u>
 CHANGE IN NET POSITION	<u><u>22,342</u></u>	<u><u>30,448</u></u>
 NET POSITION, BEGINNING	<u><u>261,936</u></u>	<u><u>247,307</u></u>
 NET POSITION, ENDING	<u><u>\$ 284,278</u></u>	<u><u>\$ 277,755</u></u>



**BRAZOS RIVER AUTHORITY
PROGRAMS AND PROJECTS
QUARTERLY BUDGET REPORT - 3RD 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 Operating 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	-	121	121	13	134	121	13
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	34	2	36	12	104	87	17
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	129	2	131	79	1,063	886	177
LB-OT-Lower Basin Floodplain Protection Study, Phase II	176	59	235	142	50	192	43	552	254	298
UB-PK-Dam Fiber Optic Cable Replacement	-	65	65	-	-	-	65	65	-	65
UP-PK-Natural Resource Inventory	-	100	100	-	48	48	52	150	48	102
UB-PK-Recreational Development	-	315	315	-	200	200	115	4,290	837	3,453
UB-PK-Southside Boathouse	-	105	105	-	-	-	105	65	-	65
Total Water Supply Programs	\$ 529	\$ 1,706	\$ 2,235	\$ 336	\$ 741	\$ 1,077	\$ 1,157	\$ 17,322	\$ 3,492	\$ 13,830
Water Supply System Capital Improvement 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	-	156	156	751	4,116	3,771	345
UB-LG-Reinforced Concrete Components	-	437	437	-	3	3	434	1,201	41	1,161
UP-LG-Rip Rap Repair	-	103	103	-	-	-	103	931	-	931
UB-LG-Road Repair	-	408	408	-	40	40	368	483	66	417
UB-LG-Tainter Gates Trans Sys Mods.	-	3	3	-	-	-	3	1,226	-	1,226
UB-LG-Trolley Replacement	-	2,208	2,208	-	296	296	1,912	2,552	643	1,908
UB-PK-12-inch Waterline	2 -	270	270	-	267	267	3	5,008	4,725	283
UB-PK-CAASLE	-	1,765	1,765	-	24	24	1,740	3,192	341	2,850
UB-PK-COC Access Platforms	-	826	826	-	2	2	825	925	84	841
UB-PK-Hearth & Bank Erosion Repair	-	200	200	-	64	64	136	1,393	777	616
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	4 -	1,651	1,651	-	(28)	(28)	1,680	6,843	1,620	5,223
Subtotal - Upper Basin Projects	\$ -	\$ 10,547	\$ 10,547	\$ -	\$ 924	\$ 924	\$ 9,623	\$ 32,183	\$ 12,963	\$ 19,220
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	-	139	139	1,802	20,817	2,938	17,879
CB-OT-Williamson County Sludge Disposal Study	123	50	173	-	-	-	173	173	-	173
Subtotal - Central Basin Projects	\$ 123	\$ 2,116	\$ 2,239	\$ -	\$ 139	\$ 139	\$ 2,101	\$ 137,306	\$ 3,074	\$ 134,232



**BRAZOS RIVER AUTHORITY
PROGRAMS AND PROJECTS
QUARTERLY BUDGET REPORT - 3RD 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	\$ 99,996
LB-LL-Dam Stoplog Hoist	-	19	19	-	-	-	19	6,966	3	6,963
LB-LL-Dam Hydrostatic Relief	-	127	127	-	2	2	125	721	239	482
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	-	128	128	697	12,467	767	11,700
Subtotal - Lower Basin Projects	\$ -	\$ 7,566	\$ 7,566	\$ -	\$ 133	\$ 133	\$ 7,434	\$ 132,112	\$ 1,208	\$ 130,903
Basin Wide										
CO-ES-Freshwater Mussel Rapid Risk Assessment	\$ -	\$ 325	\$ 325	\$ -	\$ 224	\$ 224	\$ 101	\$ 425	\$ 273	\$ 152
CO-FA-Enterprise Financial Software	-	395	395	-	31	31	364	860	191	669
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	-	672	672	353	23,761	16,303	7,458
CO-TS-HVAC/Flooring/Bldg. Automation	3	912	912	-	(62)	(62)	974	2,856	19	2,837
CO-TS-Parking Lot Pavement Repair	-	71	71	-	3	3	68	568	20	547
Subtotal - Basin Wide Projects	\$ -	\$ 4,229	\$ 4,229	\$ -	\$ 873	\$ 873	\$ 3,356	\$ 34,470	\$ 16,848	\$ 17,621
Total Water Supply Capital Improvement Projects	\$ 123	\$ 24,457	\$ 24,580	\$ -	\$ 2,068	\$ 2,068	\$ 22,513	\$ 336,071	\$ 34,093	\$ 301,977

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
- 4) Graham Flood Control - The negative expenditure in FY 2017 is due to a refund from the Corps of Engineers



BRAZOS RIVER AUTHORITY
ACCOUNTS RECEIVABLE AGING REPORT
 as of June 30, 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	383	-	-	-	-	-	383
Two Tier Water Contracts	-	-	-	-	-	-	-
CPI -based & Fixed-rate Contracts	20	-	-	-	-	-	20
Utility Contracts	22	-	-	-	-	-	22
Lake Operations:							
Commercial Permits & Leases	-	-	-	-	-	-	-
Special-Use Leases	-	-	-	-	-	22	22
PK Water Permits & Mooring	(2)	-	-	-	-	-	(2)
LL Water Permits	-	-	-	-	-	-	-
LG Water Permits & Applic.Fees	-	-	-	-	-	-	-
Airport Operations	-	-	-	-	-	-	-
Water Treatment:							
Central Basin	2,172	-	-	-	-	-	2,172
Lower Basin	251	1	-	-	-	-	251
	<u>2,846</u>	<u>1</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>22</u>	<u>2,869</u>

Lake Operations:

Residential Water Permits

Pre-paid for CY-2017 (2)

Special Use Lease

Cholla Petroleum Inc.

(Disputed well drilling billing - settlement pending)

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