



**BRAZOS RIVER AUTHORITY
SUMMARY
QUARTERLY BUDGET REPORT - 2nd QUARTER FY 2012
(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	103,802	104,932	1,130	91,034	91,034	-	91,034
Revenues	7,766	7,701	(65)	29,477	29,959	482	37,714
Less: Expenses	11,113	9,932	1,181	19,450	17,662	1,788	35,393
Less: Project Expenditures	258	273	(15)	414	455	(41)	893
Surplus/(Deficit)	(3,604)	(2,504)	1,101	9,613	11,842	2,229	1,428
Less: Capital Projects	883	882	1	1,332	1,330	2	31,475
Plus: PK Divestiture Proceeds	-	-	-	-	-	-	7,500
Less: Bond Retirement	-	-	-	-	-	-	-
Less: Transfer Agreement	-	-	-	-	-	-	6,000
Ending Reserves	99,315	101,546	2,231	99,315	101,546	2,231	62,486
<u>Cost Reimbursable</u>							
Revenues	5,691	5,310	(381)	12,581	11,922	(660)	23,607
Less: Expenses	5,993	4,092	1,901	12,580	10,067	2,513	23,607
Surplus/(Deficit)	(302)	1,218	1,520	1	1,855	1,853	-



BRAZOS RIVER AUTHORITY
WATER SUPPLY OPERATIONS
QUARTERLY BUDGET REPORT - 2nd QUARTER FY 2012
(in thousands)

	Current Quarter			Year-to Date			Annual Budget
	Budget	Actual	Variance	Budget	Actual	Variance	
Beginning Uncommitted Reserves	103,802	104,932	1,130	91,034	91,034	-	91,034
Revenues							
Raw Water Sales - Non-System	2,847	2,812	(35)	7,464	7,667	204	9,098
Raw Water Sales - System	1,791	1,756	(35)	16,828	16,784	(44)	19,374
Georgetown WW	375	376	1	750	861	111	1,500
East Williamson County RWS	405	386	(19)	810	951	141	1,620
Sugar Land WW	488	455	(33)	975	915	(60)	1,950
Lake Operations	1,198	1,208	10	1,332	1,328	(4)	1,534
Hydroelectric	-	-	-	-	-	-	-
Grants - Operations only	179	233	54	358	439	81	716
Management Fees	184	135	(49)	369	350	(19)	747
Interest Income	281	307	26	563	628	65	1,125
Miscellaneous	19	31	12	30	37	7	50
Total Revenues	7,766	7,701	(65)	29,477	29,959	482	37,714
Operating Expenses							
Upper Basin							
Upper Basin Management	621	443	178	758	579	179	1,003
PK Lake	1,298	1,104	194	2,427	2,158	269	4,862
Lake Granbury	610	431	179	1,202	947	255	2,243
Hydroelectric	27	28	(2)	73	72	1	173
West Central Brazos WDS	124	119	5	259	242	17	516
Central Basin							
Central Basin Management	279	260	19	663	561	102	1,251
Georgetown WWTP	392	304	88	771	638	133	1,509
East Williamson County RWS	309	306	4	642	631	11	1,281
Lower Basin							
Lake Limestone	425	337	88	821	667	154	1,589
Sugar Land	428	356	72	870	781	89	1,726
Allens Creek	15	12	3	24	20	4	40
Technical Services							
Management	105	87	18	210	187	23	420
Construction	46	40	5	113	103	11	205
Water Services	187	144	43	380	323	57	754
Federal Reservoirs	1,691	1,462	228	3,290	2,943	347	6,518
Engineering	136	153	(17)	328	317	12	653
Environmental Services	311	284	27	673	637	35	1,296
Emergency, Safety & Compliance	90	52	38	182	102	80	386
Planning Services							
Strategic Planning	59	53	7	119	112	7	237
Planning & Development	43	41	2	91	88	3	177
Central Services							
Board of Directors	37	25	12	73	45	28	132
General Administration	133	126	7	290	283	7	557
Legal	114	104	10	232	212	20	461
Government & Customer Relations	182	161	21	387	350	36	788
Human Resources	137	103	34	274	214	60	547
Finance & Administration	381	332	50	796	741	54	1,498
Information Technology	301	238	63	977	884	94	1,684
<i>Less Central Services allocated to:</i>							
Contract Operations & Projects	(1,286)	(1,089)	(197)	(3,029)	(2,729)	(300)	(5,668)
Debt Service							
Possum Kingdom	736	736	-	736	736	-	1,002
Lake Granbury	160	160	-	1,203	1,203	-	1,793
East Williamson County	2,201	2,201	-	2,201	2,201	-	2,975
Allens Creek	-	-	-	-	-	-	351
Federal Reservoirs	818	818	-	1,414	1,414	-	2,429
Project Expenditures	258	273	(15)	414	455	(41)	893
Total Expenses	11,371	10,205	1,166	19,864	18,117	1,747	36,286
Surplus/(Deficit) before CIP	(3,604)	(2,504)	1,101	9,613	11,842	2,229	1,428
Less: Capital Improvement Projects	883	882	1	1,332	1,330	2	31,475
Plus: PK Divestiture Proceeds	-	-	-	-	-	-	7,500
Less: Bond Retirement	-	-	-	-	-	-	-
Less: Transfer Agreement	-	-	-	-	-	-	6,000
Ending Uncommitted Reserves	99,315	101,546	2,231	99,315	101,546	2,231	62,486



BRAZOS RIVER AUTHORITY
COST REIMBURSABLE OPERATIONS
QUARTERLY BUDGET REPORT - 2nd QUARTER FY 2012
(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	1,411	1,082	(329)	2,822	2,461	(361)	5,644
WCRRWL	255	255	-	594	594	-	1,018
TBRSS	668	620	(47)	1,495	1,448	(47)	2,608
BCRWS	1,187	1,194	7	2,798	2,806	7	4,776
Hutto	153	153	-	356	356	-	611
Georgetown R&R	30	30	-	60	100	40	120
Sandy Creek	272	264	(8)	626	618	(8)	1,080
Clute	196	177	(19)	432	413	(19)	759
Dimebox	36	36	-	371	83	(288)	443
Liberty Hill	74	73	(1)	170	169	(1)	293
Interest Income	-	12	12	-	22	22	-
Supplemental Revenues	57	86	29	114	158	44	228
Debt Service Revenues							
Lake Granbury SWATS	828	828	-	1,634	1,634	-	3,760
WCRRWL	500	500	-	1,058	1,058	-	2,167
Total Revenues	5,691	5,310	(381)	12,581	11,922	(660)	23,607
Operating Expenses							
<u>Upper Basin</u>							
Lake Granbury SWATS	1,569	557	1,012	3,638	2,521	1,117	5,644
<u>Central Basin</u>							
WCRRWL	271	399	(128)	716	866	(150)	1,018
TBRSS	923	447	476	1,607	1,076	531	2,708
BCRWS	1,150	983	167	2,415	2,125	290	4,905
Hutto	158	87	71	286	190	96	611
Georgetown R&R	30	12	18	60	38	22	120
Liberty Hill	76	53	23	151	120	31	293
Sandy Creek	275	224	51	571	532	39	1,080
<u>Lower Basin</u>							
Clute	338	146	192	482	272	211	759
Dimebox	36	36	(1)	371	63	309	443
Debt Service Expenses							
Lake Granbury SWATS	605	605	-	1,209	1,209	-	3,760
WCRRWL	512	512	-	1,023	1,023	-	2,167
TBRSS	-	-	-	-	-	-	-
Total Expenses	5,993	4,092	1,901	12,580	10,067	2,513	23,607
Surplus/(Deficit)	(302)	1,218	1,520	1	1,855	1,853	-



**BRAZOS RIVER AUTHORITY
DIRECTOR'S FEES AND EXPENSES
2ND QUARTER FY 2012**

	Total Annual	Current Quarter			Year to Date		
	Budget	Budget	Actual	Variance	Budget	Actual	Variance
Director Fees	27,300	6,825	6,750	75	13,650	10,293	3,357
Telephone/Communications	12,500	3,448	678	2,770	10,948	7,721	3,227
Professional Development	15,900	3,972	400	3,572	7,944	1,900	6,044
Transportation	25,000	6,249	5,582	667	12,498	10,154	2,344
Lodging	18,300	4,575	2,682	1,893	9,150	3,309	5,841
Meals	19,000	4,749	3,221	1,528	9,498	5,680	3,818
Materials & Supplies	5,600	1,399	2,015	(616)	2,798	2,364	434
Postage & Delivery	2,500	627	56	571	1,254	64	1,190
Bonds/Insurance	4,787	4,787	3,185	1,602	4,787	3,185	1,602
Rental	1,500	126	-	126	252	-	252
Total Directors' Expense	\$ 132,387	\$ 36,757	\$ 24,570	\$ 12,187	\$ 72,779	\$ 44,671	\$ 28,108



**BRAZOS RIVER AUTHORITY
PROGRAMS AND PROJECTS
QUARTERLY BUDGET REPORT - 2nd QUARTER FY 2012
(in thousands)**

	FY 2012 Budget				Year to Date Actual				Inception to Date		
	Bonds, Grants, Other Funding	BRA Reserves Funding	Amendments	Total	Bonds, Grants, Other Funding	BRA Reserves Funding	Total	Variance	Budget	Actual	Balance
Water Supply System Programs											
Repair & Replacement Assessment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 45	\$ 45	\$ (45)	\$ 100	\$ 76	\$ 24
Chloride Model for Environmental Lab	-	220	-	220	-	211	211	9	360	256	105
Reservoir Volumetric Surveys	-	93	-	93	-	50	50	43	2,993	111	2,882
Corps of Engineers Pool Rise	-	224	-	224	-	-	-	224	1,205	606	599
Lake Granbury WPP Implementation Grant	106	71	-	176	-	1	1	175	532	1	531
PK Rec Development-Observation Point	-	40	-	40	-	43	43	(3)	433	43	390
PK Rec Development-Bug Beach	-	50	-	50	-	1	1	49	835	1	834
PK Rec Development-South D&D	-	40	-	40	-	35	35	5	1,400	35	1,365
PK Rec Development-Scenic Cove	-	20	-	20	-	4	4	16	840	128	711
PK Rec Development-Sandy Beach	-	90	-	90	-	53	53	37	829	179	651
PK Rec Development-North D&D	-	46	-	46	-	13	13	33	670	241	429
Total Water Supply Programs	\$ 106	\$ 893	\$ -	\$ 999	\$ -	\$ 455	\$ 455	\$ 544	\$ 10,197	\$ 1,676	\$ 8,521
Water Supply System Projects											
PK Property Management Study	\$ -	\$ 150	\$ -	\$ 150	\$ -	\$ 20	\$ 20	\$ 130	\$ 3,211	\$ 3,091	\$ 120
PK Nose Baffles & Pier 8	432	828	-	1,260	370	9	379	881	4,042	2,941	1,101
PK Dam Webplate Repairs	-	379	-	379	26	-	26	353	500	184	316
PK Dam 12-inch Waterline & Handrail	-	519	-	519	35	1	36	483	684	171	513
PK Dam Bay #9 Weir Box	-	171	-	171	3	1	3	168	329	38	291
PK Dam Elevator Upgrade	-	27	-	27	12	-	12	15	67	31	36
PK Dam Levelloggers	-	-	-	-	24	-	24	(24)	35	24	11
PK Dam Pier 8 Internal Ladders & Platforms	-	100	-	100	1	-	1	99	140	26	114
PK Dam Pier 14 Low Flow Gates	-	84	-	84	46	8	53	31	84	76	8
PK Hydro Decommissioning	-	4,354	4,750	9,104	24	501	526	8,578	9,300	731	8,569
PK Hearth & Bank Erosion Repair	-	695	-	695	163	25	187	508	1,439	341	1,098
PK Dam Spillway Pump - Storage Bldg	-	23	-	23	-	-	-	23	68	68	-
PK & Lk Granbury Boating Capacity Study	-	150	-	150	-	-	-	150	2,000	-	2,000
LG Boat Ramp/Courtesy Dock	165	45	-	210	-	-	-	210	301	81	220
DeCordova Inspection Walkway Lighting System	-	350	-	350	-	1	1	349	480	4	476
Decordova Bend Dam Improvements-Low Flow Facilities	-	2,979	-	2,979	-	127	127	2,851	3,651	801	2,851
Decordova Bend Trolley Replacement	-	150	-	150	-	1	1	149	817	9	808
Granbury Parks Sewer Connections	-	71	-	71	-	-	-	71	213	-	213
Lake Granbury Hunter Park Improvements	-	120	-	120	-	-	-	120	120	-	120
Lake Granbury Road Repairs	-	355	-	355	-	1	1	354	430	1	429
WCB Pump Installation & Modifications	-	265	-	265	-	5	5	260	465	5	460
WCB Hydraulic Evaluation	-	15	-	15	-	7	7	8	30	7	23
WCB BASA Pipeline Relocation	-	59	-	59	-	-	-	59	59	-	59
WCB Encasement	-	75	38	113	-	97	97	16	138	126	12
SWATS Capacity Replacement to 15.5 MGD	-	1,331	-	1,331	-	15	15	1,316	3,580	72	3,508
Graham Flood Control	-	2,058	-	2,058	-	-	-	2,058	5,740	3,683	2,058
Lake Granger/Groundwater Intakes	18,610	3,835	(2,000)	20,445	3,374	-	3,374	17,071	23,000	6,242	16,758
Granger Lake Water Supply Maintenance	-	-	2,000	2,000	-	27	27	1,973	2,000	27	1,973
Groundwater Study/Evaluation	-	234	-	234	-	-	-	234	971	732	239
Trinity Groundwater	-	5,501	(450)	5,051	-	-	-	5,051	33,004	-	33,004
Sterling C Robertson Dam Steel Re-coating	985	-	-	985	2	-	2	983	1,258	2	1,256
Lake Belton/Stillhouse Pipeline	-	50	-	50	-	-	-	50	31,000	-	31,000
Allens Creek Reservoir (BRA Portion)	-	200	-	200	-	-	-	200	67,198	7,228	59,970
Two Data Collection Initiatives	42	-	-	42	7	-	7	35	133	80	53
System Permit Application	-	1,515	450	1,965	-	484	484	1,481	19,440	9,872	9,568
Total Water Supply Projects	\$ 20,233	\$ 26,686	\$ 4,788	\$ 51,708	\$ 4,087	\$ 1,329	\$ 5,416	\$ 46,292	\$ 215,927	\$ 36,692	\$ 179,235
Cost Reimbursable Projects											
SWATS SH 121 Pipeline re-route	\$ 449	\$ -	\$ -	\$ 449	\$ -	\$ -	\$ -	\$ 449	\$ 533	\$ 83	\$ 450
SWATS UF/RO Building Ventilation	450	-	-	450	-	-	-	450	450	-	450
WCRRWL Phase II Pumping	-	-	-	-	837	-	837	(837)	7,400	7,400	-
WCRRWL SH 195 Relocation	396	-	-	396	16	-	16	380	446	44	402
Total Cost Reimbursable Projects	\$ 1,295	\$ -	\$ -	\$ 1,295	\$ 853	\$ -	\$ 853	\$ 442	\$ 8,829	\$ 7,527	\$ 1,302



BRAZOS RIVER AUTHORITY
STATEMENTS OF NET ASSETS
FEBRUARY 29, 2012 and FEBRUARY 28, 2011
 (unaudited)
 (in thousands)

ASSETS	<u>2012</u>	<u>2011</u>
CURRENT ASSETS:		
UNRESTRICTED:		
Cash and cash equivalents	\$ 16,581	\$ 10,900
Investments	86,967	101,120
Accounts receivable	3,510	5,729
Other receivables	211	47
Other current assets	917	3,279
TOTAL UNRESTRICTED	<u>108,186</u>	<u>121,075</u>
RESTRICTED:		
Cash and cash equivalents	16,966	9,928
Investments	16,160	23,685
Interest	14	30
TOTAL RESTRICTED	<u>33,140</u>	<u>33,643</u>
TOTAL CURRENT ASSETS	<u>141,326</u>	<u>154,718</u>
NONCURRENT ASSETS:		
CAPITAL ASSETS:		
Land and land rights	84,427	84,500
Reservoirs, water treatment & sewerage facilities	175,912	169,260
Building, structure & improvements	106,176	106,454
Vehicle, furniture & equipment	17,441	18,725
Construction in progress	28,288	22,536
TOTAL CAPITAL ASSETS	<u>412,244</u>	<u>401,475</u>
Less accumulated depreciation	<u>(122,729)</u>	<u>(117,518)</u>
NET CAPITAL ASSETS	<u>289,515</u>	<u>283,957</u>
OTHER NONCURRENT ASSETS:		
Contract receivable, net	538	709
Bond Related costs	2,400	2,759
Other assets	2,181	2,475
TOTAL OTHER NONCURRENT ASSETS	<u>5,119</u>	<u>5,943</u>
TOTAL NONCURRENT ASSETS	<u>294,634</u>	<u>289,900</u>
TOTAL ASSETS	<u>\$ 435,960</u>	<u>\$ 444,618</u>



BRAZOS RIVER AUTHORITY
STATEMENTS OF NET ASSETS (continued)
FEBRUARY 29, 2012 and FEBRUARY 28, 2011
(unaudited)
(in thousands)

	2012	2011
LIABILITIES		
CURRENT LIABILITIES:		
PAYABLE FROM CURRENT ASSETS:		
Accounts payable	\$ 7,542	\$ 5,717
Contracts payable	79	206
Accrued interest	285	560
Unearned revenues	5,270	3,471
TOTAL PAYABLE FROM CURRENT ASSETS	13,176	9,954
PAYABLE FROM RESTRICTED ASSETS:		
Accrued interest	1,518	1,498
Construction contracts payable	1,296	172
Revenue bonds payable	955	935
Other	4,844	5,685
TOTAL PAYABLE FROM RESTRICTED ASSETS	8,613	8,290
TOTAL CURRENT LIABILITIES	21,789	18,244
NONCURRENT LIABILITIES:		
Revenue bonds payable, net of current portion	127,382	133,297
Discount on revenue bonds payable	(867)	(1,006)
Contracts payable, net of current portion	23,723	33,765
Unearned revenues	4,498	6,633
Other liabilities	746	898
TOTAL NONCURRENT LIABILITIES	155,482	173,587
TOTAL LIABILITIES	\$ 177,271	\$ 191,831
NET ASSETS:		
Invested in capital assets, net of related debt	139,347	119,347
Restricted for construction and debt service	26,493	25,900
Unrestricted	92,849	107,540
TOTAL NET ASSETS	\$ 258,689	\$ 252,787



BRAZOS RIVER AUTHORITY
STATEMENTS OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS
FOR THE SIX MONTHS ENDED
FEBRUARY 29, 2012 and FEBRUARY 28, 2011
(unaudited)
(in thousands)

OPERATING REVENUES:	2012	2011
Water Supply System:		
Raw water sales-non-system	\$ 7,667	\$ 7,380
Raw water sales-system	16,784	17,158
Treated water	951	891
Wastewater treatment	1,876	1,760
Lake operations	1,328	3,187
Grants	448	440
Other	544	469
Cost Reimbursable Operations:		
Water conveyance	1,640	1,627
Water treatment	4,791	4,987
Wastewater treatment	5,232	5,719
TOTAL OPERATING REVENUES	41,261	43,618
OPERATING EXPENSES:		
Personnel services	8,875	8,609
Materials and supplies	1,545	1,351
Utilities	2,683	2,265
Outside services	2,145	2,133
Other	4,500	3,412
TOTAL OPERATING EXPENSES	19,748	17,770
OPERATING INCOME	21,513	25,848
NON-OPERATING REVENUES (EXPENSES):		
Investment income	650	727
Other revenues	-	50,311
Interest expense	(3,538)	(3,550)
Debt service - principal	(4,248)	(4,945)
Other non-operating expenses	(38)	(20)
Capital expenditures	(442)	(1,158)
TOTAL NET NON-OPERATING EXPENSES	(7,616)	41,365
INCOME BEFORE CONTRIBUTIONS	13,897	67,213
Capital contributions	-	611
CHANGE IN NET ASSETS	13,897	67,824
NET ASSETS, BEGINNING	244,792	184,963
NET ASSETS, ENDING	\$ 258,689	\$ 252,787



BRAZOS RIVER AUTHORITY
ACCOUNTS RECEIVABLE AGING REPORT
AS of March 31, 2012
(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	\$ 334						\$ 334
Utility Contracts	21						21
Interruptible Water Contracts	16		\$ 14				30
Transportation	12						12
Lake Operations:							
Commercial Leases	2			\$ 46			48
P.K. Dock & Water Permits		\$ 1	9	1			11
L.L. Dock & Water Permits			3				3
L.G. Dock & Water Permits	5	13					18
Water Treatment:							
Upper Basin	668						668
Central Basin	1,022						1,022
Lower Basin	234						234
	<u>\$ 2,314</u>	<u>\$ 14</u>	<u>\$ 26</u>	<u>\$ 47</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,401</u>

Interruptible Water Contracts

Pioneer Natural Resources	\$ 8
Ratliff Ready Mix, L.P.	6
	<u>\$ 14</u>

Lake Operations:

Commercial Leases

Samuel Lecomte	\$ 30
PK Sky Camp, LLC	2
Tranquility Cove	2
I Am All In , LLC (commercial dock)	3
Workbarges (7 customers)	9
	<u>\$ 46</u>

P.K. Dock & Water Permits & late fees

(approximately 64 customers)	<u>\$ 9</u>
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L.G. Dock & Water Permits & late fees

(approximately 158 customers)	<u>\$ 13</u>
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