



# ***FY 2021 Budget Amendment***

***Presented by  
David Thompson  
Chief Financial Officer***

***Meeting Date: January 25, 2021***



# ***Cost Reimbursable Operations***

- **The Brazos River Authority operates the Sandy Creek Water Treatment Plant (Plant) under a cost reimbursable agreement with the City of Leander**
- **The Plant has been treating record amounts of water due to increased population, dry weather, and the unavailability of the City's other source of treated water**
- **The existing lagoons which collect the waste sludge from the Plant were not enlarged during the last plant expansion and therefore cannot keep up with the amount of sludge being produced, resulting in more costly sludge handling**
- **The City of Leander is exploring the possibility of installing a belt press at the Plant to help alleviate this problem in the future**
- **In the meantime, the FY 21 Budget for sludge handling at the Sandy Creek Plant needs to be increased from \$144,000 to \$600,000 (\$456,000) to provide adequate funds for lagoon cleaning.**



# ***Financial Impact on FY 2021 Budget***

(amounts in 000's)

	<b>FY 2021 Budget (before amendment)</b>	<b>FY 2021 Projected</b>	<b>Variance</b>	<b>Proposed Amendment</b>	<b>FY 2021 Budget (after amendment)</b>
<b>Operating Revenues</b>					
Sandy Creek	2,053	2,509	(456)	456	2,509
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	2,053	2,509	(456)	456	2,509
<b>Operating Expenses</b>					
Sandy Creek	2,053	2,509	(456)	456	2,509
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	2,053	2,509	(456)	456	2,509



**“BE IT RESOLVED that the Board of Directors of the Brazos River Authority hereby authorizes and approves amendments to the Fiscal Year 2021 Cost Reimbursable Operating Budget as follows:**

**Increase the Cost Reimbursable FY 2021 Operating Budget and corresponding Revenues by \$456,000, from its current level of \$14,229,273, to \$14,685,273.”**



# Brazos River Authority