



FY 2013 Budget



Little Village Park Improvements - 2012

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Brushy Creek Municipal Utility District Annual Budget
For the Fiscal Year
October 1, 2012 to September 30, 2013

DISTRICT LEADERSHIP

REBECCA B. TULLOS
Place 1 Director

RUSS SHERMER
Place 2 Director

JEFFREY D. GOLDSTEIN
Place 3 Director

PAUL TISCH
Place 4 Director

SHEAN R. DALTON
Place 5 Director

Staff

MIKE PETTER
General Manager

MARGIE ANTHES
Executive Assistant

TOM YANTIS
Chief Administrative Officer



General Manager's Budget Message

Dear President and Board of Directors:

Enclosed is the budget that the Brushy Creek Municipal Utility District Board of Directors has approved for fiscal year 2013 which includes significant improvements to the District's utility infrastructure and parks and trails system. This budget reflects the Board's intentions to continue to improve and expand amenities and services without increasing tax rates.

In 2010, the Board directed staff to develop an aggressive water leak repair and leak detection program to reduce the amount of unaccounted for water. At the same time, staff was directed to increase the overall supply of raw water for the District to minimize the impact of drought on our water services. The unaccounted water loss has been reduced by nearly half and we have increased our raw water supply by 25%. The 2013 budget includes funding to help continue to reduce the water loss and increase our raw water supply.

During the next year, we will begin the process of analyzing water line performance to determine which lines may need to be replaced.

In the fiscal year that just ended, the District filmed more than 40% of our 250,000 linear feet of sewer lines. The required repairs identified during this filming process will be made to sewer lines in FY2013.

In 2011, the Board approved the District's Parks and Open Spaces Master Plan. In the past year, staff has been working with the Parks and Recreation Advisory Committee to refine the plan and identify specific projects for specific parks. Some of these improvements were completed in FY2012 including pool shade covers at Cat Hollow and Sendero Springs pools, and the Little Village Park playscape, benches, and trail.

Park projects planned for 2013 include refurbishing the basketball court at Cat Hollow Park, the tennis courts at Cat Hollow and Creekside Parks, a new basketball court at Sendero Springs Park, replacement of the playscape at Racine Woods Park, and new benches, waste cans, and drinking fountains at the parks and along the trails. The largest park improvement is planned for Shirley McDonald Park. The pond dam will be reinforced, the pond bottom dredged to make it deeper and a ground water well added to maintain the level of the pond. The trails and retaining walls that were damaged from recent storms will be repaired and much of the park irrigated and re-vegetated.

Sincerely,

Mike Petter
General Manager



Budget Summary and Overview

Budget Summary & Overview

Fiscal Year 2013 Goals

On May 3, 2012 the Board adopted the following goals to guide the preparation of the FY 2013 budget.

- 1. Prepare a budget based on detailed costs of operations and maintenance with consideration of the financial impact on District assets and property values.**
 - a) Establish a detailed operating budget for each department that complies with the District's 5 year financial plan annually.
 - b) Fund an annual replacement program for the District's assets.

- 2. Complete a long range operational plan.**
 - a) Determine and document the level of services provided to the residents.

- 3. Identify opportunities for the District to enhance services through inter-local agreements.**
 - a) Identify what services could be offered and what services are needed.

- 4. Improve public safety and the sense of security our residents feel living in Brushy Creek.**
 - a) Establish programs that protect the District's assets while promoting a safe environment for all of our residents.
Measurements:
Gather resident input about sense of safety (360 evaluation)
Continued implementation of the MOU with Wilco Sheriff Department

- 5. Enhance the overall appearance of the District by focusing on the following objectives.**
 - a) Identify the financial impact of the Parks Master Plan and incorporate projects into the long term financial planning tool.
 - b) Identify funding sources within the operating budget for Parks and Recreation projects and establish funding plans for those projects that cannot be funded by the operating budget.
 - c) Complete Parks Master Plan project plans by end of FY13.
Measurements:
Completed Long Range Financial Planning Tool and Completed Project Plans for all Master Plan items.

- 6. Maintain and/or enhance the quality of life for all residents within the District.**
 - a) Fund projects that improve the quality of life and also provide the tax payers a return on their investments within the BCMUD.
 - Fund and Complete projects from the Parks Master Plan that were prioritized for FY2013.
 - Complete a "shovel-ready plan" for the expansion of the Community Center
 - Complete the project plan for the identification of raw water and waste water capacity for the District's build out..

- Complete the residential water meter change out program by 12-31-2013

Measurements:

Complete Parks Projects with celebrations.

Project Plans supported by the Water and Waste Water Committee and approved by the Board.

Committee supported and Board approved design and bid documents for the Community Center

All residential customers have AMR meters.

Changes Reflected in the Fiscal Year 2013 Budget

The FY 2013 budget reflects a significant change in the way the District funds programs.

In 2009, the Board approved a funding plan that identified the sources of revenues that would be used to cover specific expenses. In that year and in each subsequent year, staff presented budgets that reflected this plan. In general, the plan called for operation and maintenance tax revenue (OM) to fund administrative and maintenance costs. Additionally, 10% of all utility and recreation revenues would be transferred back to administration to cover overhead costs. This allowed the District to maintain a relatively flat OM tax rate even when maintenance costs were increasing.

Utility revenues would fund the costs associated with water, waste water, water facility, and solid waste. Utility revenues in an amount equal to \$120 per connection were transferred to recreation. In addition to the transfer of revenue from Utilities, recreation revenues would cover all other costs related to its programming and operations.

This plan assisted staff in recommending and setting pricing and rates.

When this plan was presented to the Board, staff was very clear that this did not address funding for Parks capital costs. Due to legal limitations, the District does not use OM tax revenues for new capital in parks and recreation. Due to these limitations, the District has always used current year utility revenues or surpluses from previous years to fund new parks and recreation capital.

In December 2011, the Board approved and accepted the Parks and Open Spaces Master Plan.

Since that time, the District has funded no less than seven projects from that plan. The source of funding has been reserves or the current year's utility operating revenues. The FY2013 budget includes three new projects from the Master Plan, all funded with reserves previously established by the Board for such projects. These funds are identified in the fund balance as assigned funds. There are potentially dozens more projects to be funded over the next ten years.

Staff, working with the Board and Committees, is currently refining the scope and design related to those projects. The costliest proposed improvement is the expansion of the Community Center.

The FY 2013 budget reflects a modification to the funding plan in order to establish an ongoing, sustainable fund for Parks and Recreation capital expenditures.

The FY 2013 budget suspends the 10% of water revenues that under the funding plan would be transferred back to Administration to cover overhead costs. The benefit of this change is that it will create a surplus in utilities that can be used for future parks and recreation improvements.

With this change, the funds available for Administrative operations would need to be offset by other sources of funds in order to balance the FY 2013 budget. During the past several years, the

District has been able to maintain the overall tax rate at \$.50 per \$100 valuation. In order to accommodate the Administrative operations, the FY 2013 budget allocates \$.25 to OM and \$.25 to Debt Service.

The Debt Service tax rate does not generate enough revenue to cover the annual debt service costs. The District has used reserves from the Debt Service Fund and moneys from water impact fees to cover this shortfall. The Debt Service Fund balance is still over 140% of the annual debt payments. This is because the District has typically based the decision on the debt service tax rate assuming no growth in future assessed values and this has not been the case. Staff is proposing to reduce the debt service fund balance to below 100% of the annual payments. One method to accomplish this is to reduce the debt service tax rate. This would allow a shifting in the allocation of the OM tax rate without impacting the overall tax rate.

What is the risk of converting debt service tax rates to OM tax rates? There are risks but they are less than if the District reduced the overall tax rate. The funds would be set aside in reserves for future improvements. If the District did not experience growth as projected in any given year, the Board would make the decision whether or not to use the reserves. The risk would exist only if the Board chose to expend the funds before we knew what the growth rate was for the assessed values.

While the FY 2013 budget represents a significant change to the District's funding plan, the net impact on the District's tax payers is that their tax rate will remain unchanged for 2012.

Significant Projects, Capital Purchases and New Items

Utilities

- Expansion of the water meter replacement program, \$350,000
- Increased funding for hydrant and valve maintenance, \$19,000
- Increased funds for leak detection and repair services, \$65,000
- Elimination of one FTE in Utilities to provide funding for contract labor, (\$45,000)
- Funding for contract labor for wet pond maintenance, \$25,000
- Funding for contract labor for erosion control inspections, \$17,000
- Engineering study for Water Facility filter racks, \$30,000
- Replacement or addition of a filter rack at the Water Facility, \$325,000

- Rehabilitation of well # 5, \$100,000
- New pump for Highland Horizon lift station to provide additional capacity, \$30,000
- Sewer line repairs, \$25,000
- Maintenance of the elevated water storage tanks, \$10,000
- New equipment (excavator & trailer), \$48,000
- Replacement vehicle, \$25,000

Parks & Recreation

- Replacement of Racine Woods playground, \$35,000
- Replacement vehicle, \$20,000
- New vehicle and equipment, \$18,300
- Trail improvements to prevent washouts, \$125,000
- Thermal cover & reel for Highland pool, \$12,000
- ADA compliant chair lifts for pools, \$12,000
- Pump/filter replacement for Sendero pool, \$45,000
- Contract to create shaded fuel breaks for wildfire protection, \$78,000
- Shirley McDonald Park and Pond repairs and improvements, \$350,000
- Landscape improvements at Shirley McDonald Park, \$40,000
- New and replacement furniture for Cat Hollow pool, \$10,000
- Community Center parking lot repairs, \$14,000
- Community Center interior painting, \$15,000
- Community Center gym equipment safety inspection, \$5,000
- Replacement of the District's recreation software, \$60,000
- Replacement backboards in the Community Center gym, \$7,000
- New basketball court in Sendero Springs Park, \$75,000
- New parks maintenance staff position for trail maintenance, \$40,000

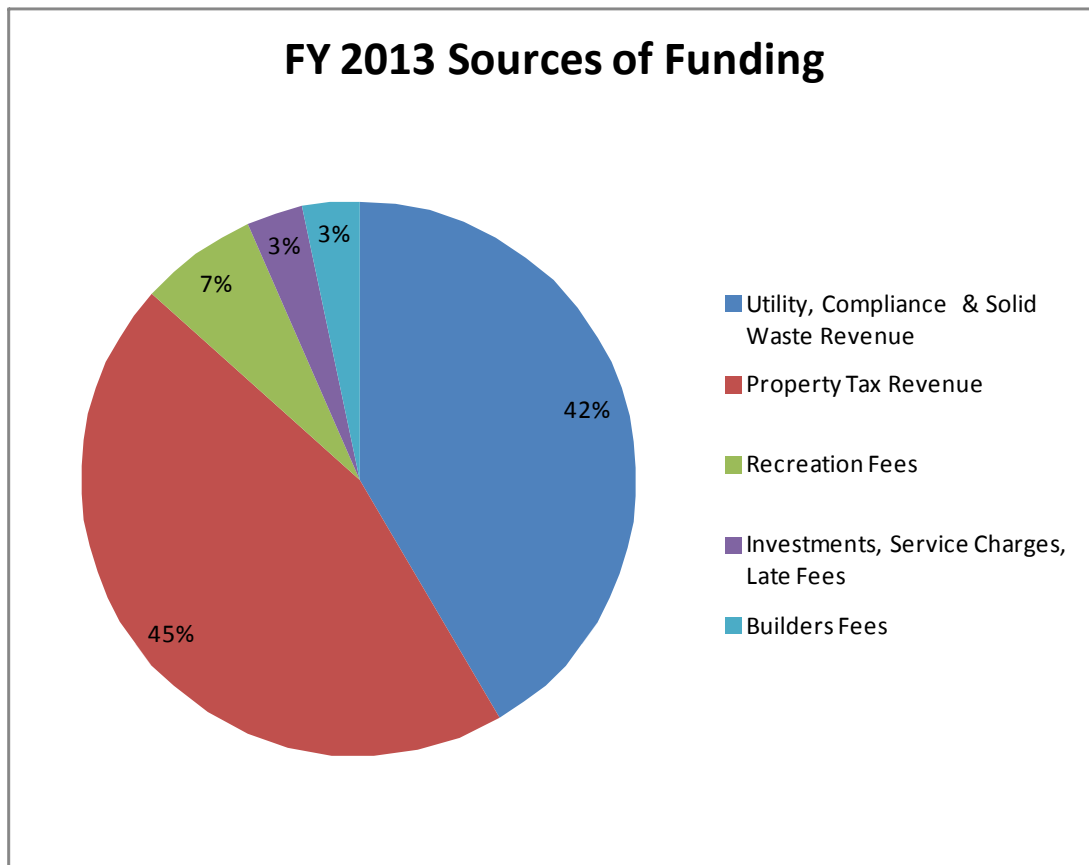
Administration

- Board Contingency (2% of revenue plus identified projects)
 - Water Line Repairs - \$120,000
 - Leak Detection Equipment - \$75,000
 - Unplanned Expenditures - \$189,816
- Replacement Board Dais, \$12,000
- Computer replacements, \$8,000
- 3% merit based salary adjustment pool, \$6,071 (annualized = \$72,852)
- Document imaging and cataloging, \$7,500
- Off-site records storage, \$2,500

Funding Overview

The District funds its operational expenses and capital projects with a variety of revenue sources. These sources include property taxes, charges for services such as water and wastewater, solid waste and stormwater utilities, recreational program fees and builder fees assessed on new construction. The following table summarizes the District's funding sources and shows how they have changed over the past several fiscal years.

Brushy Creek Sources of Funding	FY 2013	% change	FY2012	% change	FY2011	% change	FY2010	% change	FY2009
Utility, Compliance & Solid Waste Revenue	\$5,998,542	7.86%	\$5,561,383	1.21%	\$5,494,651	0.21%	\$5,483,286	9.45%	\$5,009,910
Property Tax Revenue	\$6,527,656	2.97%	\$6,339,349	5.73%	\$5,996,065	2.37%	\$5,857,188	1.45%	\$5,773,240
Recreation Fees	\$983,011	-3.48%	\$1,018,461	4.87%	\$971,135	3.21%	\$940,917	7.99%	\$871,280
Investments, Service Charges, Late Fees	\$475,144	22.27%	\$388,600	2.64%	\$378,600	-6.07%	\$403,060	-53.74%	\$871,296
Builders Fees	\$468,862	12.20%	\$417,871	0.11%	\$417,414	0.47%	\$415,463	0.45%	\$413,586
Bond revenue, Reserve Transfers, Etc	\$0		\$0	-100.00%	\$95,000		\$0		\$0
Total	\$14,453,215	5.30%	\$13,725,664	2.79%	\$13,352,865	1.93%	\$13,099,914	1.24%	\$12,939,312



How the Funding is Allocated

This District's funding plan allocates revenues to expense categories in the following way:

Property Tax Revenue

- \$0.25 of the tax rate pays for Administrative and Maintenance expenses
- \$0.25 of the tax rate pays for District debt service obligations

Utility Compliance and Solid Waste Revenue

- Funds Water, Waste Water, Water Treatment Facility, Regulatory Compliance and Solid Waste operating expenses
- Funds \$120 per utility connection for Recreation expenses - \$616,680
- Funds Administrative overhead expenses at 10% of all non-Water revenue - \$295,960
- Funds a reserve for future capital projects of \$310,024

Recreation Fees

- Fund Community Center, Aquatics and Parks programming expenses
- Fund Administrative overhead expenses at 10% of revenue - \$98,501

Investments, Service Charges and Late Fees

- Fund Administrative expenses
- Fund Parks Maintenance expenses
- Fund annual debt service payments
- Fund impact fee reserves

Builder Fees

- Fund park fees fund balance
- Fund annual debt service for long-term water projects
- Fund regional waste water capital charges

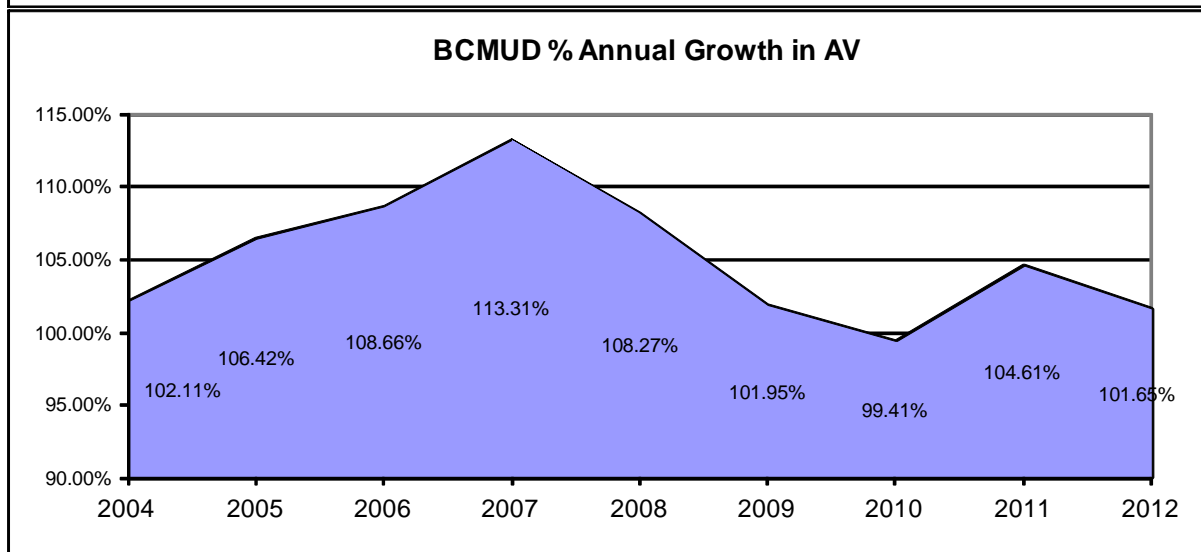
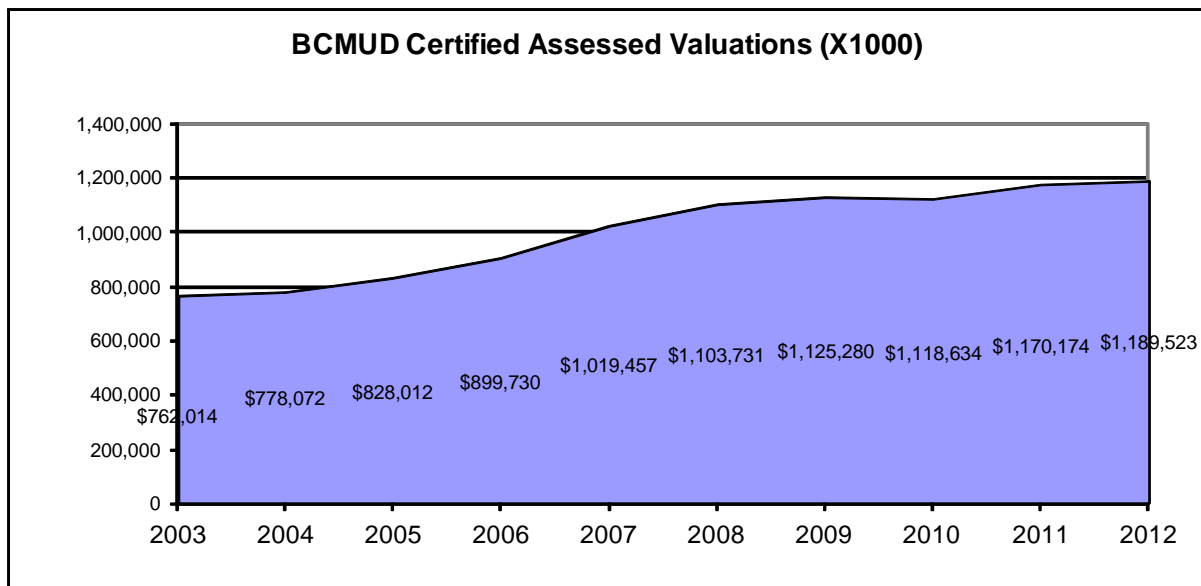


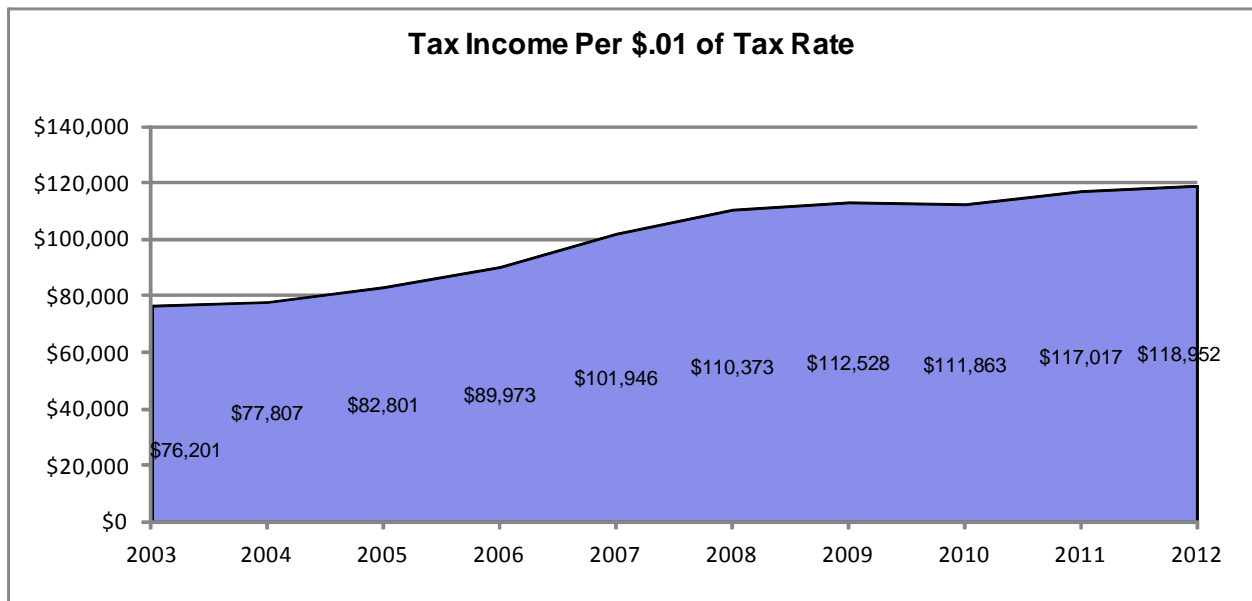
Tax Rate Information

Assessed Values and Property Taxes

As the District continues to grow its overall assessed valuation continues to increase as well. This growth has enabled the District to keep the tax rate relatively steady while funding increased costs related to the provision of services and the maintenance of parks and facilities. This year, the District is making a shift in the tax rate to move \$0.05 per \$100 valuation from the debt service tax rate to the operations and maintenance tax rate. This is possible due to the District's valuations increasing, a significant balance in the debt service reserves and the debt service obligations decreasing over time. The additional operations and maintenance revenue is needed to keep pace with the growing need for maintenance of the District's assets and the increased costs of providing services to a growing population.

The following charts show the District's growth in assessed valuation and in taxes generated from that valuation.





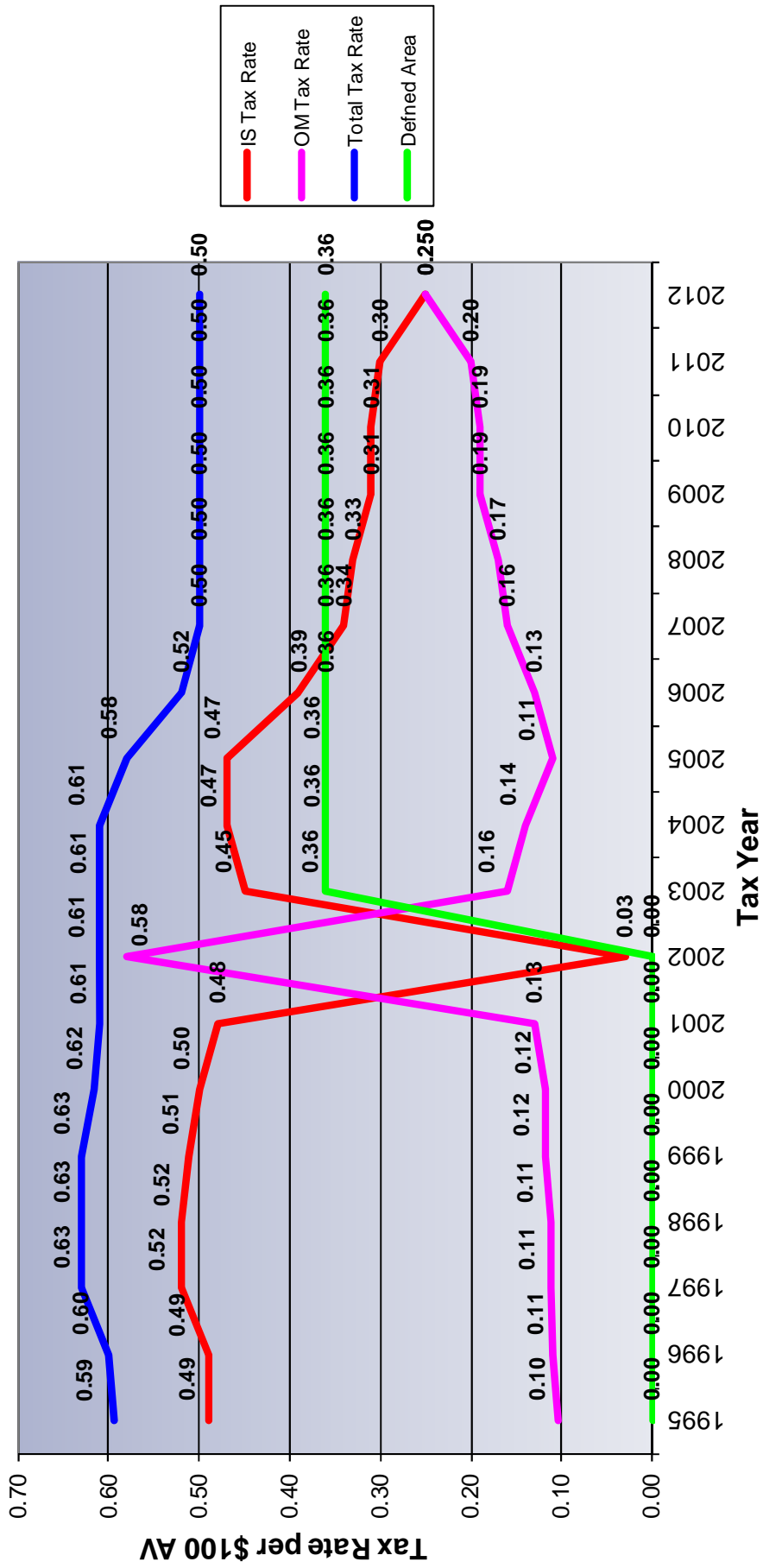
For FY 2013, 1 cent of tax rate generates \$118,952 District-wide.

Tax Rates

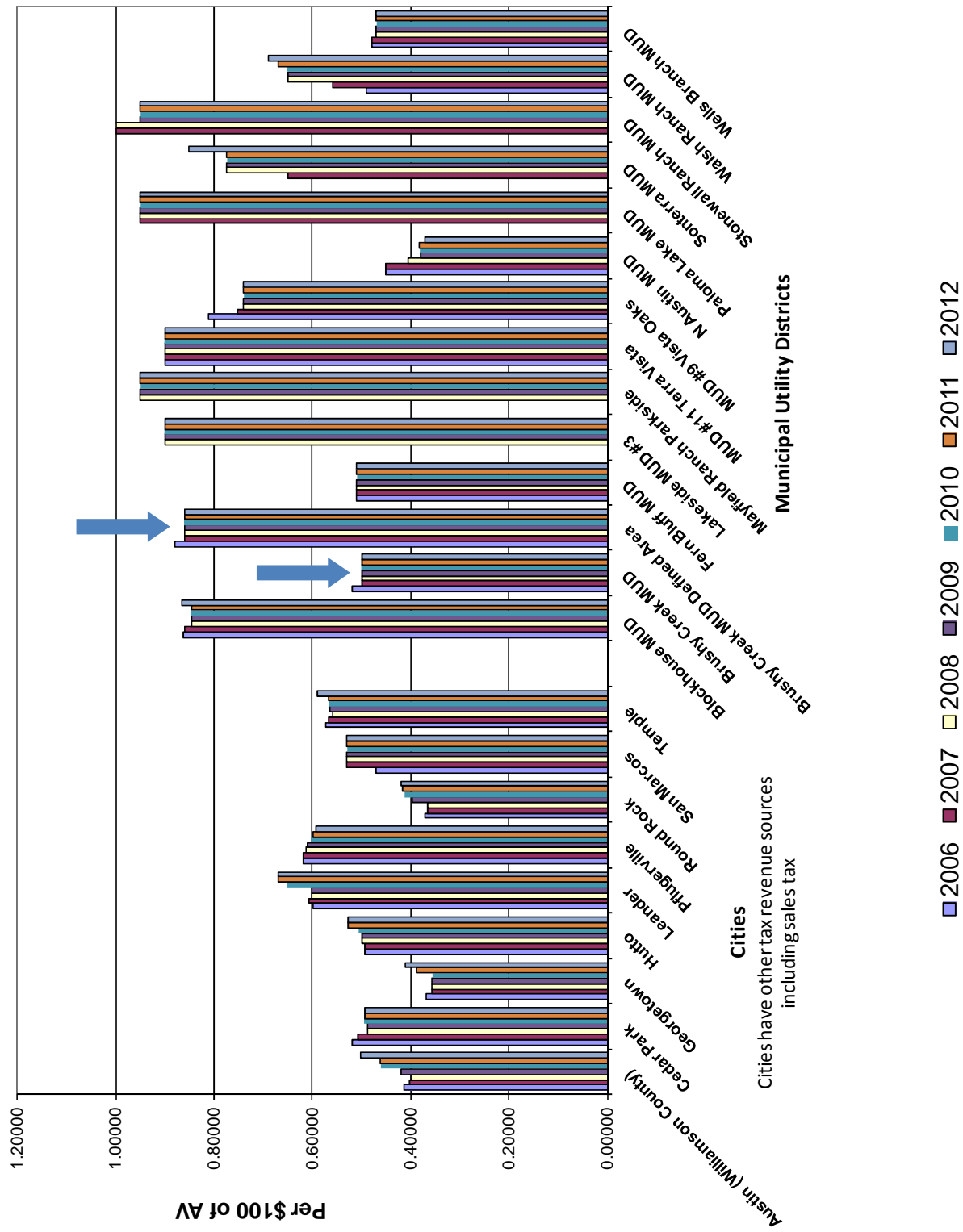
<u>District</u>	<u>Tax Year 2011</u>	<u>Tax Year 2012</u>
Operation	\$.20 per \$100 AV	\$.25 per \$100 AV
Debt Service	<u>\$.30</u> per \$100 AV	<u>\$.25</u> per \$100 AV
TOTAL	\$.50	\$.50

<u>Defined Area</u>	<u>Tax Year 2011</u>	<u>Tax Year 2012</u>
Operation	\$.00 per \$100 AV	\$.00 per \$100 AV
Debt Service	<u>\$.36</u> per \$100 AV	<u>\$.36</u> per \$100 AV
TOTAL	\$.36	\$.36

Brushy Creek MUD Tax History



Comparison of Local Property Tax Rates





Water & Wastewater Rates

Water and Wastewater Rates

Water Rates

In-District

Base Rate	\$14.00
Winter Rate	\$2.10 per 1,000 gallons
Summer Rate	\$2.75 per 1,000 gallons
State Assessment	½ %

Out-of-District

Base Rate	\$37.82
Winter Rate	\$2.10 per 1,000 gallons
Summer Rate	\$2.75 per 1,000 gallons
State Assessment	½ %

Wastewater Rates

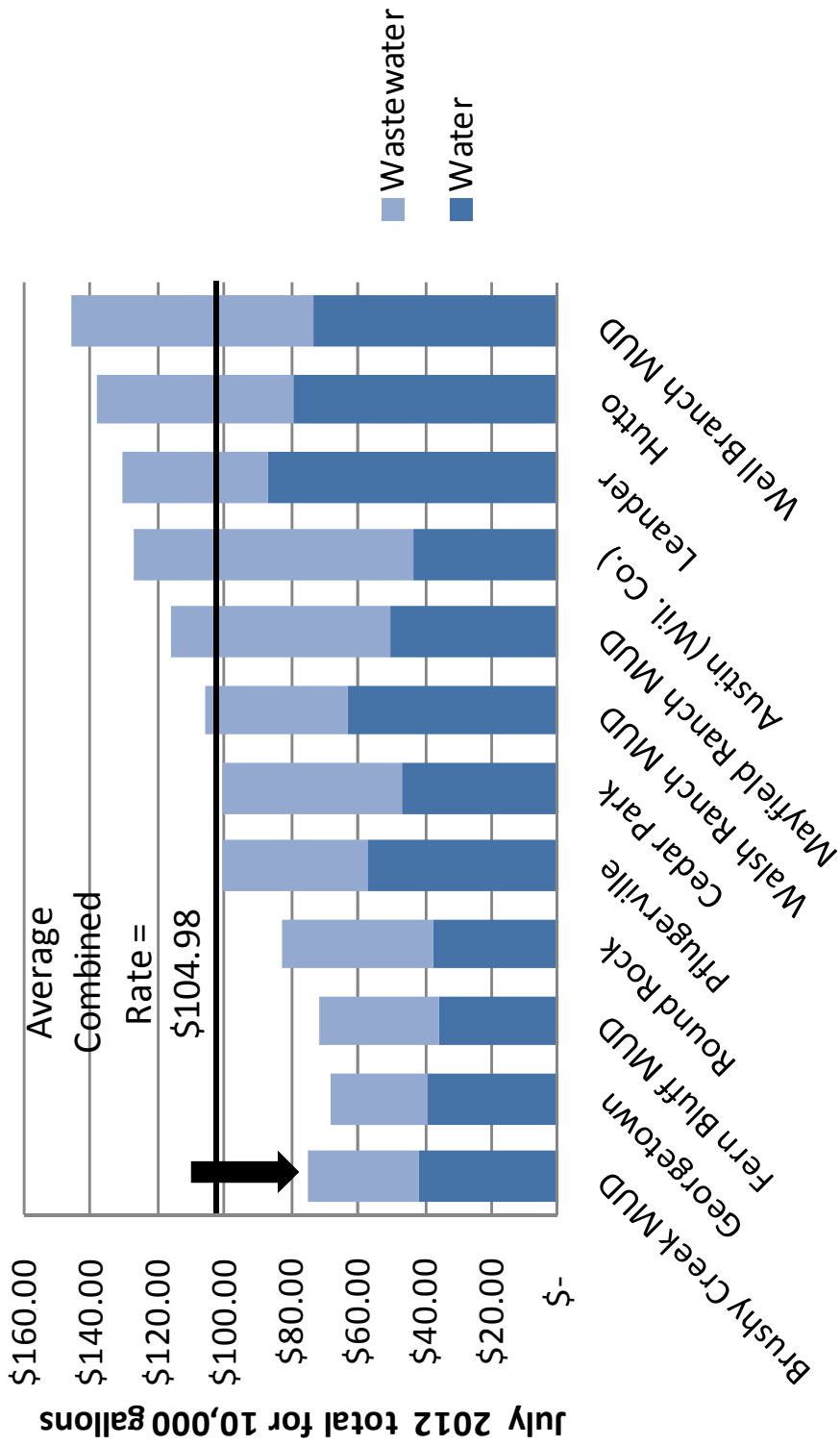
In-District

Base Rate	\$6.00
Volume Charge	\$2.70 per 1,000 gallons

A District homeowner using 10,000 gallons of water per month will pay for Water and Wastewater Service:

<i>Winter</i>	<i>\$68.00</i>
<i>Summer</i>	<i>\$74.50</i>

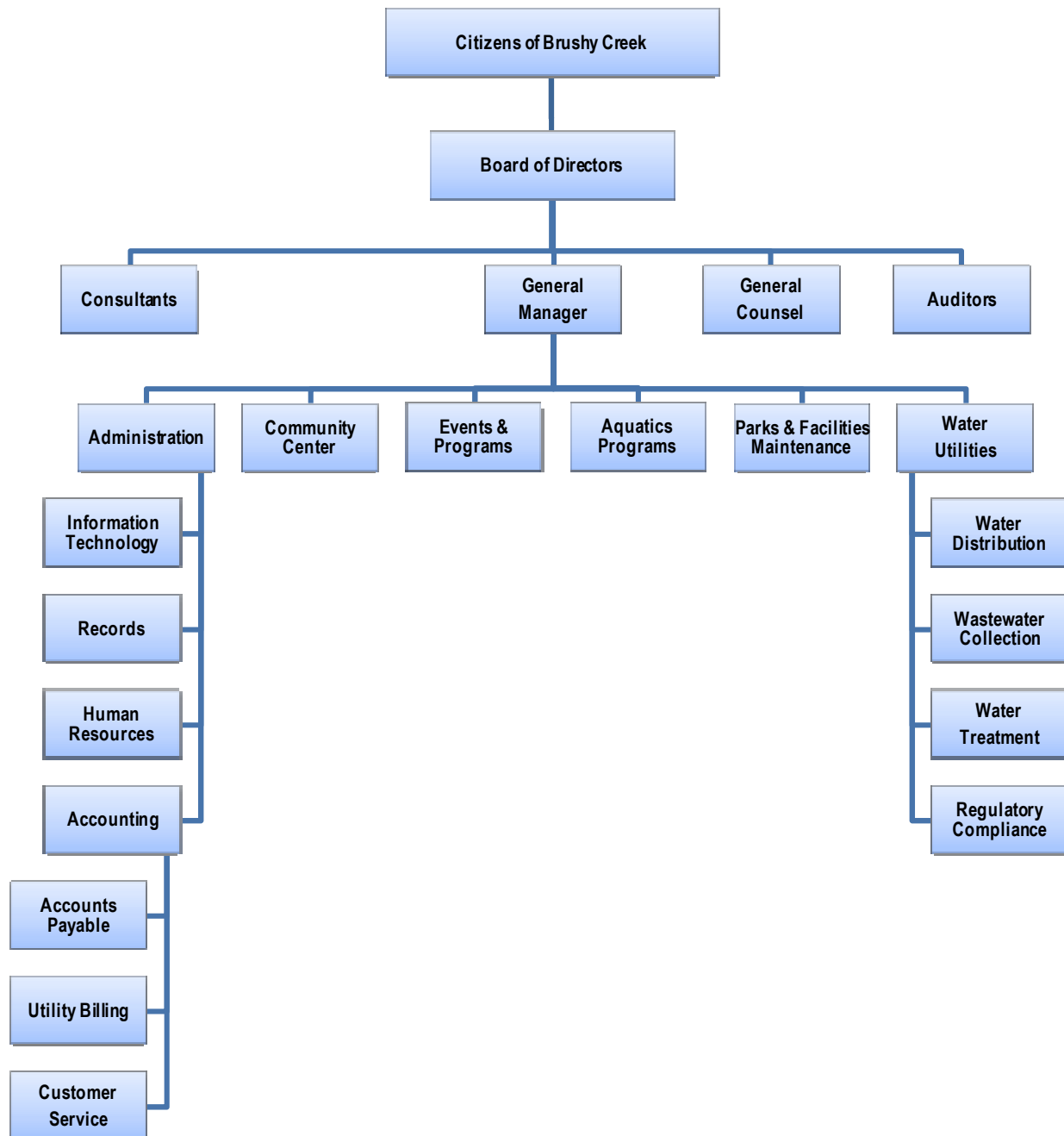
Comparison of Local Utility Rates





Budgeted Positions

Brushy Creek Municipal Utility District Organizational Chart



BUDGETED POSITIONS				
EMPLOYEE	FY2012		Proposed FY2013	
	Numbers	FTE	Numbers	FTE
Administration				
General Manager	1	1.00	1	1.00
Executive Assistant	1	1.00	1	1.00
Chief Administrative Officer	1	1.00	1	1.00
Records Specialist	1	0.50	1	0.50
IT Specialist	1	1.00	1	1.00
Administrative Assistant	1	1.00	0	0.00
Administrative Services Specialist	0	0.00	1	1.00
Accounting Team Lead	1	1.00	1	1.00
AP/AR Clerk	1	1.00	1	1.00
Human Resources Specialist	1	1.00	1	1.00
Utility Billing Specialist	1	1.00	1	1.00
Customer Service Representative	4	3.50	3	2.50
Customer Service Team Lead	1	1.00	1	1.00
Maintenance				
Parks & Facilities Maint. Coordinator	1	1.00	1	1.00
Operator II Parks	1	1.00	1	1.00
Operator I Parks	4	4.00	5	5.00
Facility Maintenance Specialist	1	1.00	1	1.00
Recreation				
Aquatics Coordinator	1	1.00	1	1.00
Head Lifeguards	8 S	3.60	5 S	2.32
Lifeguards	40 S	6.95	60 S	7.63
Head Swim Instructor	1	0.50	1	0.50
Community Center Coordinator	1	1.00	1	1.00
Information & Rental Specialist	1	1.00	1	1.00
Sports & Fitness Lead	1	1.00	1	1.00
Fitness Specialist	1	1.00	1	1.00
Recreation Assistant	6	3.50	6	3.25
Youth League Specialist	1	1.00	1	1.00
Adult League Specialist	1	0.50	1	0.50
Instructor Specialist	10	1.35	10	1.35
CC Member Services Lead	1	1.00	1	1.00
Member Services Support	5	2.07	5	2.30
Child Play Attendant	2 pt	0.95	2 pt	0.95
Personal Trainer	1	0.50	1	0.50
Programs & Events Coordinator	1	1.00	1	1.00
Program Support	8 pt/s	3.91	8 pt/s	4.00
Program Support - Camp Specialist	1 pt/s	0.30	1 pt/s	0.30
Event Specialist	1	0.80	1	0.80
Utilities				
Utility System Coordinator	1	1.00	1	1.00
Public Works Admin Assistant	1	1.00	1	1.00
Utility Systems Team Lead	1	1.00	1	1.00
Utility Systems Operator	6	6.00	5	5.00
Regulatory Compliance Specialist	1	1.00	0	0.00
Maintenance & Compliance Specialist	0	0.00	1	1.00
Water Facility Lead	1	1.00	1	1.00
Utility Systems Operator @ WTF	3	3.00	3	3.00
TOTAL	128.0	67.93	159.0	66.40

fte – full time equivalent **pt** – part time **s** – seasonal **t** – limited term

Denotes change in FTE status since last FTE list was approved



General Fund Summary

General Fund Summary

The General Fund represents the cost centers associated with the day-to-day operations of the District. This includes **Administration**, **Services** including utilities and solid waste, **Maintenance** of parks, pools and facilities, and **Recreation**.

In February 2009, the Board approved the funding plan for each of these cost centers. Staff has been able to present a budget that reflects the funding strategy with no overall rate increases. The General Fund expenses for FY2013 represents an 11% increase over FY2012 budgeted expenses. Revenue is budgeted to increase 12%.

There are several significant impacts to the FY2013 operating budget.

Major Capital Items

- The budget includes \$350,000 for the purchase of automated read water meters (AMRs) to accelerate the complete conversion of the District's meters to the AMR type meters. This represents an increase of \$250,000 over the FY 2012 meter budget and will put the District on track to complete the conversion by the end of calendar year 2013. These meters will allow for more efficient meter reading, more accurately account for water use and provide useful information about water consumption for District customers.
- There is \$75,000 in the Board contingency fund for the purchase of new leak detection equipment to help identify leaks in order to reduce unaccounted water.
- There is \$325,000 in the Water Facility capital budget for the replacement of one of the filter racks. These funds have been set aside in reserves in anticipation of replacing the filters over time.
- The budget also includes \$60,000 funding for recreation software to replace the current software. The new software will improve the customer on-line registration process and provide enhanced functionality for recreation programming.
- \$75,000 is included in the Parks Programs cost center to fund a new sport court in Sendero Springs Park as was identified in the Parks Master Plan.

Significant Maintenance Items

- There is funding in the Water Facility of \$100,000 to rehabilitate well number 5 pending a cost-benefit study to further diversify the District's raw water sources and to provide additional raw water for projected needs at build out.
- Because parts of the District's water system are now more than 30 years old, there is \$120,000 budgeted in Board contingency to begin a program of water line replacements for aging water lines. This program will also help reduce unaccounted water.

Additional Staffing

- The only new staff position is in Parks Maintenance and the position would be responsible for the maintenance of the District's trails, greenbelts and overseeing the contractor maintenance of the Great Oaks medians.
- The total number of full-time equivalents (FTEs) is reduced in fiscal year 2013 due to the consolidation of duties between two utility positions and reduced part-time hours in other departments.

Brushy Creek Municipal Utility District
 Operating Budget
 Fiscal Year:2013
 General Fund Summary

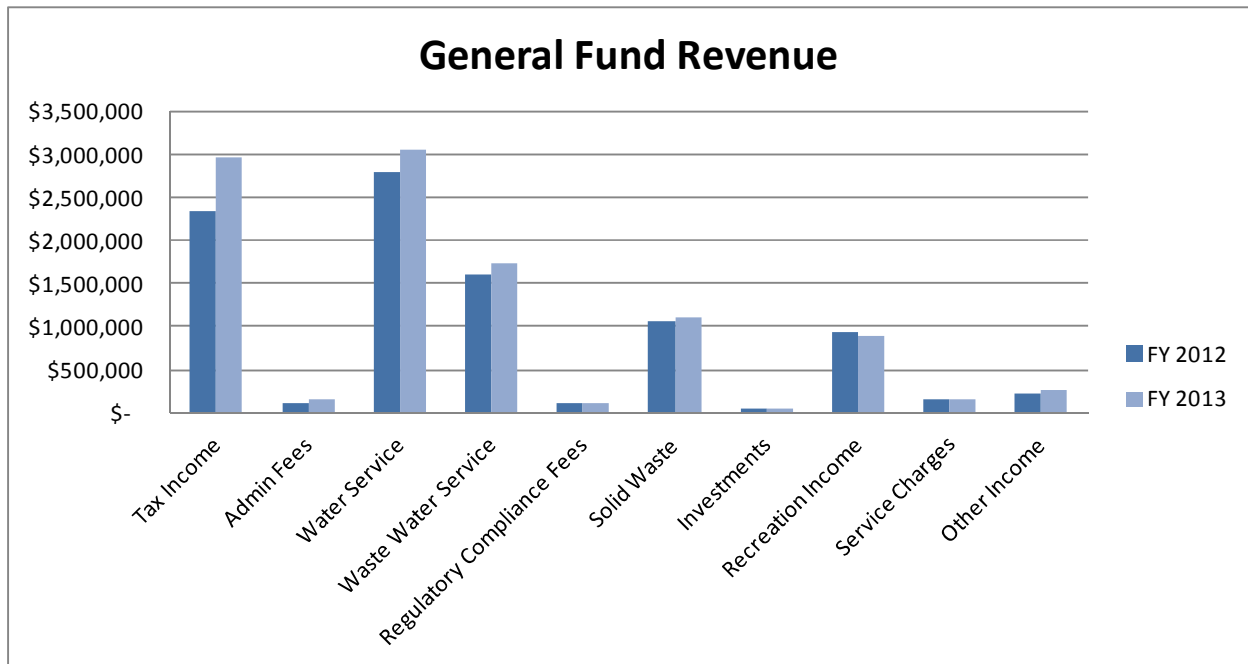
Object Code	Account	FY 2012 Budget	FY 2012 March Total (50%)	FY 2013 Total
REVENUE				
4101	Property Tax Income	2,316,945	2,320,352	2,944,070
4201	Water Service	2,671,295	1,196,387	2,914,281
4203	WW Service	1,589,388	891,639	1,727,155
4230	Solid Waste Services	1,054,400	544,618	1,104,000
4501	Rental Income	196,800	103,302	227,192
4505	Program Revenue (80/20)	167,093	96,734	153,326
4510	Programming Events Income	55,753	15,853	50,130
4515	Camp Income	112,600	8,866	114,500
4520	Memberships	308,000	143,156	295,000
4521	Season Passes	77,000	4,570	62,500
4523	Fitness Revenue	165,465	112,638	165,105
	All Other Revenue	617,696	325,472	685,148
	TOTAL REVENUE	9,332,435	5,763,588	10,442,406
EXPENSES				
			0	
5010	Salary	2,406,974	978,743	2,464,275
	Other Payroll Expenses	47,975	18,899	57,212
	TOTAL Payroll	2,454,949	997,643	2,521,487
	TOTAL Benefits	637,572	274,853	656,423
	TOTAL Travel	19,035	3,588	16,475
5900	CAPITAL	224,000	166,561	1,000,200
6010	Contractual-Legal	165,000	62,571	165,000
6079	Engineering Fees	58,800	40,689	83,800
6080	Contractual/Contract Labor	168,700	130,688	353,700
	All Other Contractual Expenses	569,400	289,711	748,200
	TOTAL Contractual	961,900	523,659	1,350,700
6153	Water Purchases	482,200	129,819	536,538
6154	Water Meters	100,000	102,160	350,000
	All Other Supplies Expenses	887,956	361,887	945,126
	TOTAL Supplies	1,470,156	593,866	1,831,664
6250	Solid Waste Service	960,000	485,029	982,300
6312	WW Capacity Charges	1,183,940	411,001	787,778
6320	Repair/Mtc/Warranty Expense	295,750	24,278	147,950
6400	Utilities Expense	486,715	182,542	523,059
	Contingency	453,096	26,657	384,816
6467	Interest 2007 Refunding	70,000	0	70,000
6477	Principal 2007 Refunding	31,064	15,531	27,598
6478	Sendero Springs Pool Debt	14,780	13,095	0
	All Other Expenses	507,296	223,093	556,367
	TOTAL Other Expenses	4,002,641	1,381,228	3,479,868
	TOTAL EXPENSES	9,770,253	3,941,397	10,856,816
	Transfer From	1,801,504	624,626	1,860,061
	Transfer To	1,363,686	624,626	1,445,652
	REVENUE IN EXCESS OF EXPENSES	0	1,822,191	(0)

General Fund Revenue

Major Changes for FY 2013

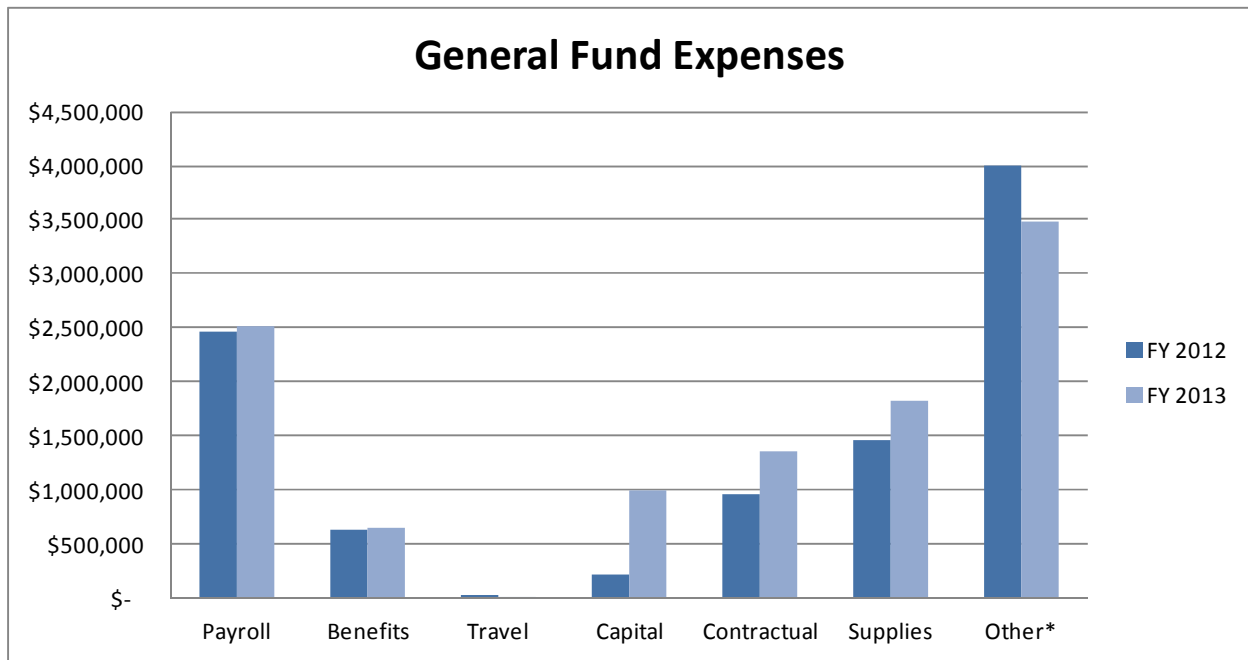
Total budgeted revenue in the General Fund for fiscal year 2013 is \$10,442,406. This represents an 11.9% increase over fiscal year 2012. The primary drivers for the increase in budgeted revenue for FY 2013 are:

- The shift of \$0.05 per \$100 valuation from the debt service portion of the tax rate to the operations and maintenance portion. This represents \$588,000 of additional revenue in the General Fund in FY 2013;
- Following the District’s budgeting strategy for Water Service revenue, the six year average reflects an increase in water consumption. However, for FY 2013 the Water Service revenue projection does not include the significant revenue increase for the drought in FY 2011. Even so, the projected Water Service revenue continues to increase due to both customer growth and increases in average consumption. The FY 2013 budget assumes 100 new living unit equivalents (LUEs) will be added, in FY 2012 the budget included 90 new LUEs however the actual number was 125.5.



General Fund Expenses

Major Changes for FY 2013



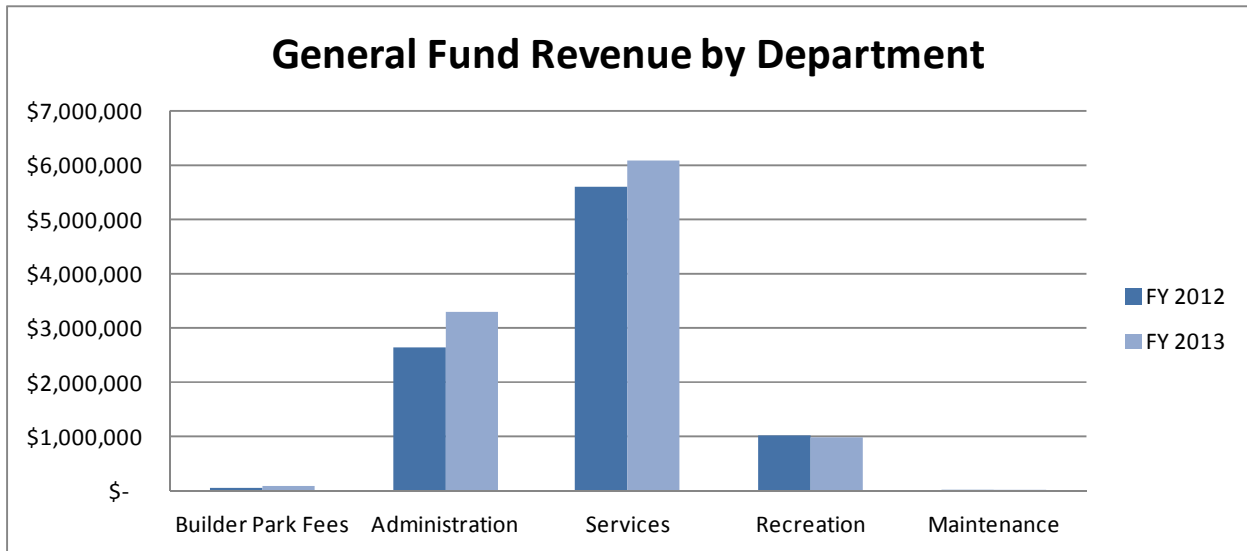
*The Other expense category includes, but is not limited to, the following:

- Regional Wastewater Contract \$787,778**
- Solid Waste (Trash/Recycling) Contract \$982,300
- Utilities and Streetlights \$643,059
- Revenue Bond Payments \$ 97,598
- Board Contingency \$384,816

** The regional wastewater contract cost for FY 2013 is less than FY 2012 due to a one time capital payment that was a part of the FY 2012 budget.

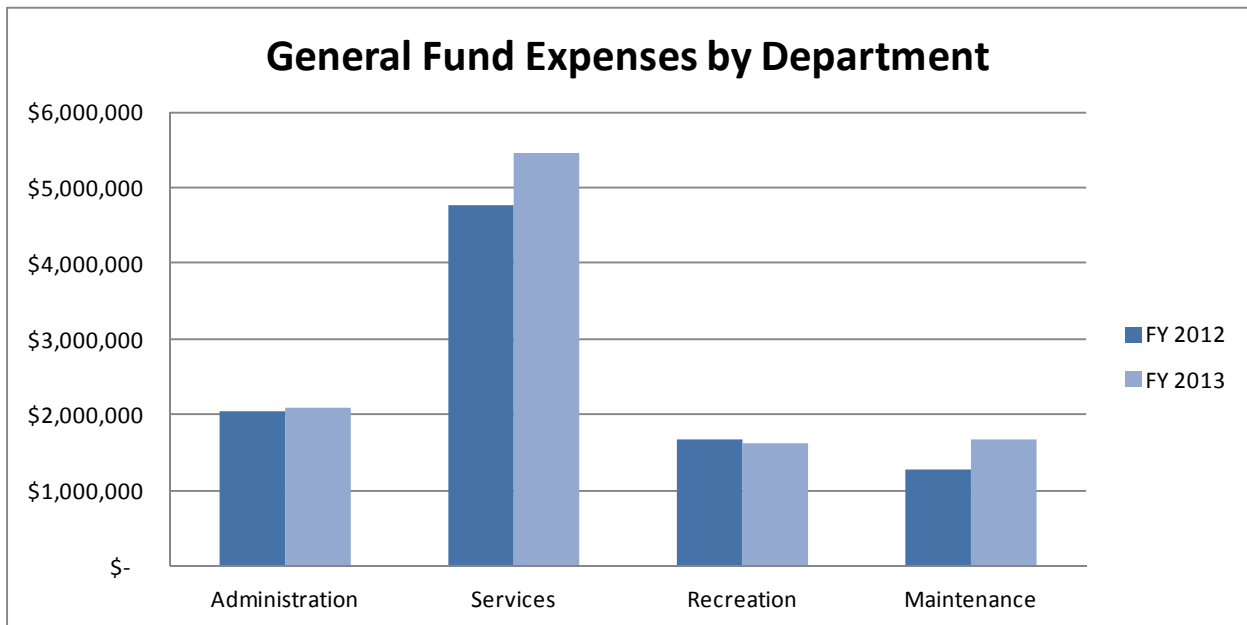
Revenue by Department

Major Changes for FY 2013



Expenses by Department

Major Changes for FY 2013



Administrative Departments

The Administrative Departments are funded by Operation and Maintenance Tax receipts, late fees and service charges, interest income and revenue from cell tower leases. Additionally, 10% of all revenue generated by other departments is transferred to Administration to support overhead costs.

Due to growth in the assessed values (AV) and the accumulated retained earnings in the Debt Service Fund, the District is able to reduce the Debt Service tax rate by \$.05 per \$100 of AV and increase the Operation and Maintenance tax rate by the same, to \$.25 therefore, leaving the overall District tax rate at \$.50 per \$100 of AV.

FY2013 Budget						
Funding Administrative Cost Centers						
	<u>Executive Cost Center</u>	<u>Administrative Cost Center</u>	<u>Open Records Cost Center</u>	<u>Customer Service Cost Center</u>	<u>FY2013 Total</u>	<u>FY2012 Total</u>
Non-Tax Revenue	0	354,022	0	0	354,022	319,585
Expenses	821,718	1,091,009	20,194	148,644	2,081,565	2,050,475
Net	(821,718)	(736,987)	(20,194)	(148,644)	(1,727,543)	(1,730,890)
Transfer of 10% Revenue from other Cost Centers					396,511	662,894
Net Surplus / (Deficit)					(1,331,032)	1,248,949
Required OM Tax Rate					0.1130	0.09241

Executive Cost Center

The Executive Cost Center budget includes items related to the Board of Directors.

Changes reflected in the FY2012 budget include the following:

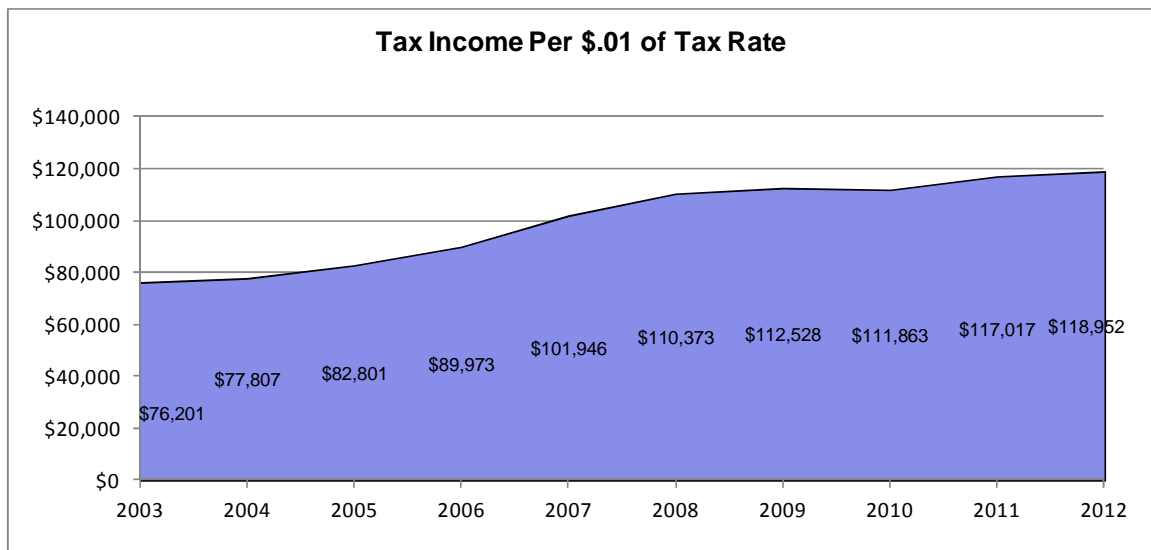
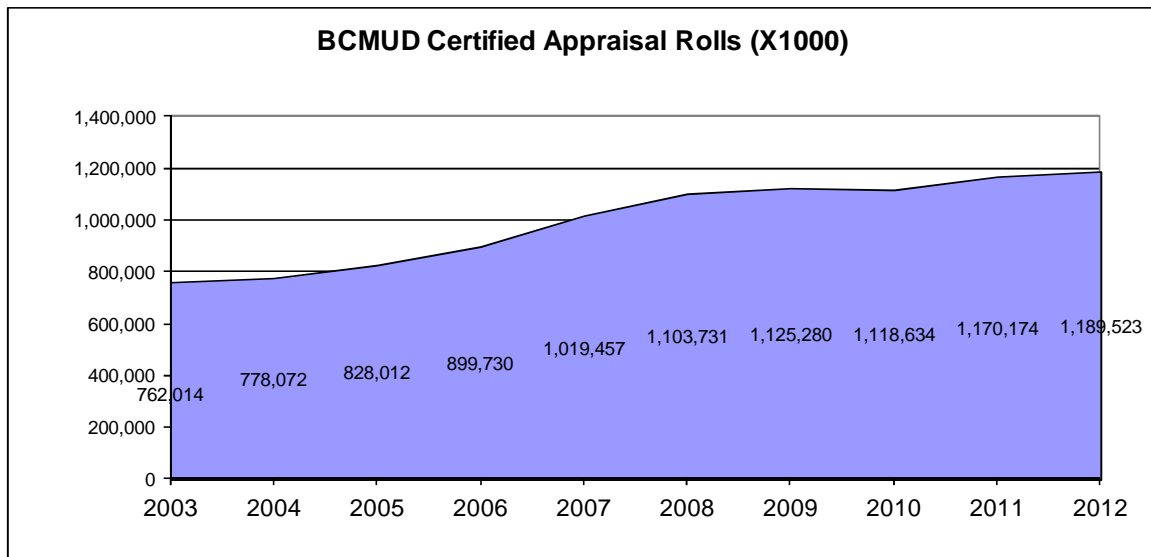
- The contingency is being funded at \$384,815.59. Detail is in the chart below.
- \$12,000 is included in Capital for the replacement of the Board dais.
- Staff is requesting a 3% pool for pay increases. This would equate to \$72,852 but the actual impact to the FY2013 budget is just \$6,071 because raises will be implemented in the last month of the fiscal year.

Brushy Creek MUD				
Board Contingency FY 2013				
Original Budget	\$ 384,815.59			
Projects Assigned	Original	Revised	Expended 10/1/2012	Status
Leak Detection Equipment	\$ 75,000.00	\$ -	\$ -	
Water Line Repair/Replacement	\$ 120,000.00	\$ -	\$ -	
Assigned Total	<u>\$ 195,000.00</u>	<u>\$ -</u>	<u>\$ -</u>	
Unassigned Total	\$ 189,815.59			

Administration Cost Center

The Administration Cost Center budget includes the costs associated with the General Manager's office, Accounting, Information Technology, and Human Resources. Property tax revenue and interest revenue from General Fund reserve accounts are reflected here.

The District Operation and Maintenance (OM) property tax for last year was \$.20 per \$100 of Assessed value (AV). This year, the District's certified AV increased slightly. Based on this year's AV, each \$.01 of tax rate generates \$118,952 in revenue. For the average homeowner in the District, each \$.01 of property tax rates equates to \$20.20 in taxes based on the average 2012 taxable property value of \$201,984.



In February 2009, the Board approved a funding plan in which the OM tax revenue funds both the Administrative cost centers and the Maintenance cost centers. For FY2013, the budgets for Administrative cost centers require a \$.113 cent OM tax rate. This is an increase in the OM portion of the tax rate over the prior year primarily due to the shifting of a portion of the tax rate

from debt service to operations and maintenance and the elimination of the 10% revenue transfer to Administration from the Water cost center.

Significant changes reflected in the FY2013 Budget include the following:

- The staff is recommending increasing the Operation and Maintenance Tax rate to \$.25 per \$100 of Assessed Value (AV). The total District tax rate would remain \$.50 per \$100 of AV.
- The investment interest is budgeted at 1/2% of fund values.
- Contractual costs have increased due to the increased costs for election services.
- Banking costs have increased due to increased credit card processing fees.
- Streetlight costs have increased due to an increase in the wholesale rate from Oncor.

Open Records Cost Center

This cost center was created in FY2010 to track the expenses related to staff time and legal costs for open records requests.

There are no significant changes reflected in the FY2013 Budget.

Customer Service Cost Center

Customer Service supports the Recreation and Utility billing customers and responds to all inquiries for information or services within the District. Customer Service is the primary point of contact for residents and handles the creation of work orders for utility and maintenance issues. The FY2013 budget is increased to recognize the increased benefits costs associated with changing a part time position to full time in FY 2012 these expenses were not correctly accounted for in the FY 2012 budget.

Capital Summary

Cost Center	Item	Cost	Funding Source
<i>Executive</i>	Board Dais	\$ 12,000	O&M
<i>Administration</i>	Computer Lease	\$ 8,000	O&M

Other Expenses

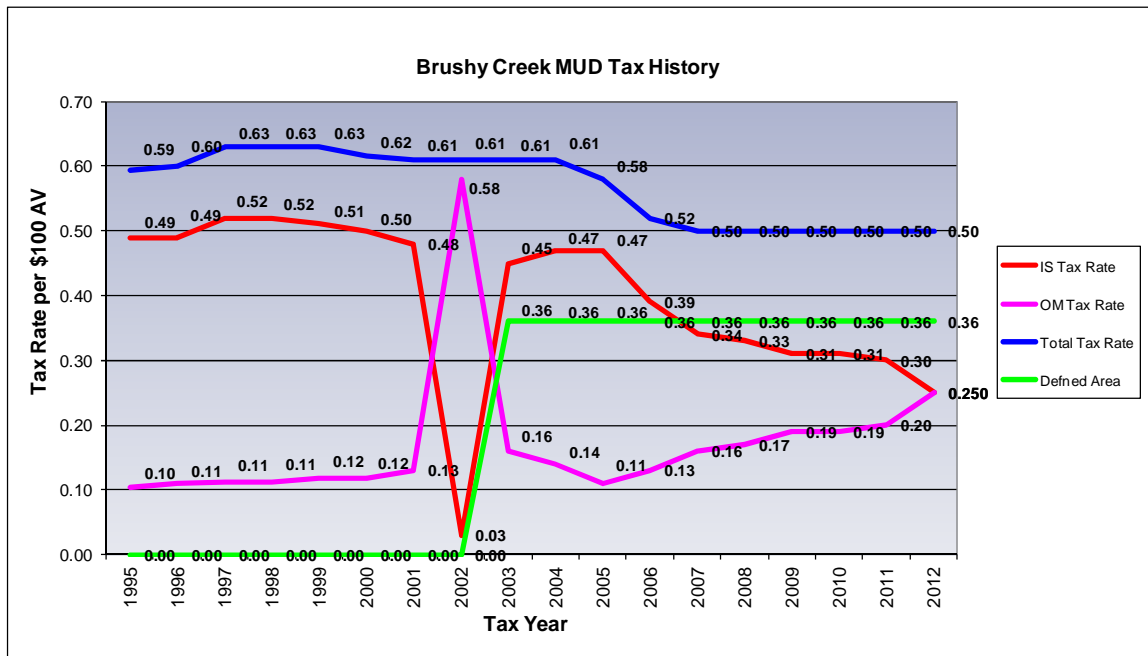
General Fund	Merit Salary Increase Budget	\$ 6,071
	3% of payroll applied in last pay period	
Executive	Board Contingency	\$384,816
	• ~2% of Revenue –	\$189,816
	• Leak Detection Equipment –	\$ 75,000
	• Water Line Repairs -	\$120,000

Maintenance Departments

Maintenance of the Parks, Pools, Grounds and other Facilities is funded with Operations and Maintenance taxes as approved by the Board in February 2009. New capital purchases are not budgeted in any of the Maintenance cost centers to avoid using tax revenue for capital improvement. However, repair and replacement projects are budgeted in Maintenance.

FY2013 Budget					
Funding Maintenance Cost Centers					
	Parks & Grounds Maintenance Cost Center	Pools Maintenance Cost Center	Facility Maintenance Cost Center	FY2013 Total	FY2012 Total
Non-Tax Revenue	20,500	0	0	20,500	20,500
Expenses	1,244,061	256,004	179,422	1,679,488	1,264,899
Net	(1,223,561)	(256,004)	(179,422)	(1,658,988)	(1,244,399)
Transfer of 10% Revenue to Administration				(2,050)	(2,050)
Transfer from Reserves for Park Improvements & Vehicles				48,000	
Net Surplus / (Deficit)				(1,613,038)	(1,246,449)
Required OM Tax Rate				0.1370	0.10759

For both Administration and Maintenance funding, the required OM tax rate is \$.25 cents per \$100 of assessed value. This is \$.05 more than in FY2012.



Parks Maintenance Cost Center

Significant improvements and maintenance is planned for the parks in FY2013. Significant items in the budget include:

- Landscaping and irrigation repairs at Shirley McDonald Park.
- New playground equipment at Racine Woods Park.
- Funding to improve drainage along the trails to prevent future washouts.
- 1 new and 1 replacement vehicle.

Pools Maintenance Cost Center

In FY2011, the District anticipates accepting the Highland Horizon pool from the developer and providing maintenance and programming. The cost of maintaining the fourth pool is included in the budget. Several repair and replacement projects for existing pools in FY2012 including the following:

- Repairs to the Sendero Springs Pool pump and filter system.
- Thermal covers and reels at Highland Horizon Pool.
- ADA compliant chair lifts for Sendero Springs and Highland Horizon Pools.

Facility Maintenance Cost Center

Facility maintenance includes the costs to repair, clean and maintain the Community Center. Costs associated with repairing, cleaning, and maintaining other facilities such as the Water Facility, 901 Great Oaks, or the parks and pools are charged to those cost centers although they may be coordinated by the Facility Maintenance Coordinator.

Changes to the Facility Maintenance budget include:

- Funding for an inspection of the gym equipment.
- Funding for resurfacing and restriping the parking lot.
- Funding for repainting the meeting rooms.

Capital Summary

Cost Center	Item	Cost	Funding Source
<i>Parks Maintenance</i>	Racine Woods Playground	\$ 35,000	GASB 54 Park Reserves
	Trail Markers	\$ 5,700	O&M
	Rock Breaker for Skid Steer	\$ 5,300	O&M
	Replacement Truck	\$ 20,000	O&M
	New Truck	\$ 13,000	Surplus Reserves
	Protect Trails from Washouts	\$ 125,000	O&M
	<i>Subtotal</i>	\$ 204,000	
<i>Pool Maintenance</i>	Thermal Covers & Reels for Highland Pool	\$ 12,000	O&M
	ADA Compliant Chair Lift for Pools	\$ 12,000	O&M
	Pump/Filter Replacement for Sendero Pool	\$ 45,000	O&M
	<i>Subtotal</i>	\$ 69,000	

Other Expenses

<i>Parks Maintenance</i>	Shaded Fuel Break Maintenance	\$ 55,000
<i>Parks Maintenance</i>	Shirley McDonald Park Landscaping	\$ 40,000
<i>Parks Maintenance</i>	Landscape Maintenance Contract	\$330,000

Service Departments

The Services departments include utility services (water and wastewater), regulatory compliance, and solid waste services. The District's funding plan for Services is that fee and rate revenue would support:

- all utility costs,
- the 10% of revenue transferred back to Administration,
- and funding of Recreation services at \$120 per District connection.

The replacement of the one of the filter racks at the Water Facility is budgeted in FY 2013. The District has designated reserve funding for the filter replacement and therefore will be transferring \$325,000 from reserves in addition to the Waste Water Impact Fees and an additional \$150,000 from reserves for the purchase of additional AMR meters. We are also transferring an additional \$43,475 from utility services to Recreation to help offset the cost of the new recreation software.

FY2013 Budget							
Funding Service Cost Centers							
	<u>Water Cost Center</u>	<u>Water Facility Cost Center</u>	<u>Waste Water Cost Center</u>	<u>Regulatory Compliance</u>	<u>Solid Waste Cost Center</u>	FY2013 Total	FY2012 Total
Non-Tax Revenue	3,100,241	0	1,733,155	112,446	1,114,000	6,059,842	5,587,983
Expenses	988,729	2,048,037	1,327,248	101,092	1,001,993	5,467,098	4,760,575
Net	2,111,512	(2,048,037)	405,907	11,354	112,008	592,744	827,408
Transfer of 10% Revenue to Administration (excluding Water)						(295,960)	(558,798)
Transfer of \$120 per connection to Recreation						(616,680)	(602,760)
Transfer of 10% Water Revenue to Reserve for Parks Capital						(310,024)	
Transfer from Waste Water Impact Fee revenue and Reserves						673,395	380,000
Park Improvement & Capital Purchases funded by Utilities						(43,475)	(45,850)

Water Distribution Cost Center

The Water Distribution cost center reflects revenue related to water sales and the expenses associated with distributing that water to customers. The FY2013 budget reflects revenue based on current rates and average consumptions from FY 2005 through FY 2010 and excluding consumption from FY 2011 due to the severe drought and higher than normal consumption.

Changes included in the FY2013 budget include:

- A major increase over the FY 2012 budget in the number of AMR meters to be installed. The total budget for FY 2013 is \$350,000 which will fund up to 1,750 meters. This is a continuation of the replacement program begun at the end of FY2009.
- An increase in the Pipes and Components budget to provide a budget for the hydrant maintenance program that was begun in FY 2012.

- Increased funds for contract labor and materials to assist with leak detection and leak repairs.
- The combination of the Inventory & Maintenance position and the Regulatory Compliance position into one full time position overseeing both programs.
- The funding of the Recreation programs is reflected as a transfer in this costs center of 5,139 connections at \$120.
- Funding of \$43,475 to Park Programs to help fund the new recreation software purchase.

Waste Water Cost Center

The Waste Water cost center reflects the costs of maintaining the District's waste water and storm water infrastructure and the related revenue to support those costs. The primary expense is the contractual costs associated with participating in the regional waste water treatment plant. Revenue is based on current rates and increases due to new connections.

The cost of the regional waste water plant contract is funded in part by waste water impact fees collected from builders for new connections to the District's system. For FY2013, staff has budgeted a transfer of \$198,395 from impact fees from FY2013 impact fee revenue and impact fee reserves. The cost of the regional waste water contract has increased due to improvements to the West Plant.

Changes included in the FY2013 budget:

- Addition of one new staff position to assist with inventory management and equipment preventative maintenance. The cost is split with the Water Cost Center.
- The addition of a pump in the Highland Horizon lift station to add capacity for growth.
- The purchase of a new mini-excavator to facilitate the staff being able to perform more maintenance work in-house.
- The replacement of one truck that meets the replacement criteria.
- Continued funding for lift station maintenance and sewer line filming.

Water Treatment Facility Cost Center

This cost center reflects the costs of operating and maintaining the District's water intake structure and the plant that produces water. The FY2013 budget increased compared to the FY 2012 budget primarily due to funding of capital items.

For FY2013, the primary projects will be:

- Analyzing the need to replace a filter rack or add an additional rack. Engineering fees \$30,000 and the cost of one rack \$325,000 are included in the budget.
- Bringing well number 5 back on-line, \$100,000.
- Cleaning and inspection of the elevated water storage tanks, \$10,000.

Regulatory Compliance Cost Center

The Regulatory Compliance Cost Center tracks expenditures related to the mandated storm water permit, inspections of storm water inlets and the District's drainage system. The costs are recovered through a fee charged to each District water customer at \$1.50 per LUE.

Significant items included in the FY2013 budget include:

- Combining the duties of the Regulatory Compliance Specialist and the Inventory and Maintenance Specialist which will reduce payroll expenses in this cost center.
- Contracting for the ongoing maintenance of the District’s wet ponds, \$25,000.
- Contracting for the inspection of erosion control for new construction, \$17,000.

Solid Waste Services Cost Center

The District contracts with a third party vendor to provide solid waste services to the residential accounts in the District. The revenue and expenses in the FY2013 budget reflects the growing number of customers and an increasing percentage of customers that are recycling.

Capital Summary

Cost Center	Item	Cost	Funding Source
Water Facility	Chlorine Analyzer	\$ 3,900	O&M
	Turbidimeter	\$ 2,300	O&M
	Reverse Filtration Pumps (2)	\$ 9,000	O&M
	Treatment Emergency Backup	\$ 9,500	O&M
	Filtration Emergency Backup	\$ 12,500	O&M
	Filter Rack Replacement	\$ 325,000	GASB 54 Filter Reserves
	Well # 5 Rehab	\$ 100,000	O&M
	<i>Subtotal</i>	\$ 462,200	
Waste Water	Replacement Truck	\$ 25,000	O&M
	Mini Excavator	\$ 40,000	O&M
	Dump Trailer	\$ 8,000	O&M
	Additional Lift Station Pump for Highland	\$ 30,000	Impact Fees
		<i>Subtotal</i>	\$ 103,000
Grand Total		\$ 925,200	

Other Expenses

Water	Water Meters	\$ 350,000	\$150K from Reserves
Waste Water	Sewer Line Repairs	\$ 25,000	O&M

Parks and Recreation Departments

Parks and Recreation includes revenue and costs associated with the Community Center and programming at the parks and pools.

The Parks and Recreation department operates in a deficit. For fiscal year 2013 the Department funds 59% of its operating expenses including Facility Maintenance. The deficit is funded by revenue from the Services departments at a level equivalent to \$120 per 5,139 District water connections. Utility Services is also transferring an additional \$43,475 for capital costs associated with the new recreation software.

FY2013 Budget						
Funding Parks and Recreation Cost Centers						
	<u>Parks Programs Cost Center</u>	<u>Pool Programs Cost Center</u>	<u>Community Center Cost Center</u>	<u>Builders Park Fee</u>	<u>FY2013 Total</u>	<u>FY2012 Total</u>
Non-Tax Revenue	49,800	145,900	789,311	78,962	1,063,972	1,087,422
Expenses	146,824	323,607	1,158,233	0	1,628,665	1,691,805
Net	(97,024)	(177,707)	(368,923)	78,962	(564,693)	(604,383)
Transfer to Park Fee Capital Reserve					(78,962)	(52,181)
Transfer of 10% Revenue to Administration					(98,501)	(102,046)
Net Surplus / (Deficit)					(742,155)	(758,610)
Funding of \$120 per connection from Utility Services					616,680	602,760
Park Improvement funded by Utilities					43,475	45,850
Transfer from Reserves for Park Improvements					82,000	110,000
Net Surplus / (Deficit)					(0)	(0)

Community Center Cost Center

The Community Center cost center includes revenue and expenses related to Recreation management, Programming, Fitness, Memberships, Concierge and Child Play.

The Community Center budget for FY2013 includes the following;

- Revenue projections have been increased for contractor programming recognizing significant growth in those programs in FY 2012.
- Revenue projections for all other revenue categories are the same or slightly decreased to match FY 2012 actual revenues.
- The replacement of the District's recreation software, \$60,000.
- The replacement of the backboards in the gym.

Park Programs Cost Center

This cost center includes revenue and expenses related to any Programming and Fitness activities that occur in the parks. Additionally, any new capital investments to the Parks are budgeted in this cost center.

The Park Programs budget for FY2013 includes;

- \$75,000 budgeted for a new sport court in Sendero Springs park.
- Increased revenue projections for rental, contractor and camp revenues.

Pool Programs Cost Center

This cost center includes the cost of operating the pools and the related programming, including lessons, meets, rentals, and open swimming. The Sendero Springs Pool is open year-round and in FY2012, the District added the Highland Horizons pool as a second year-round pool.

The FY 2013 budget includes changes to the revenue mix to reflect the conversion of the Sailfish/SPEED contractor program to a rental. The rental revenue projections have increased significantly due to the additional income from the Sailfish and Forest North rentals.

FY2013 Proposed Budget						
Funding Parks and Recreation (exclusive of Capital)						
	RECREATIONAL ACTIVITIES				<u>Total</u>	<u>Revenue as % of Expenses</u>
	<u>Community Center</u>	<u>Facility Mntnc</u>	<u>Parks Programs</u>	<u>Pool Programs</u>		
Revenue	789,311	0	49,800	145,900	985,011	59.12%
Expenses	1,091,233	179,422	71,824	323,607	1,666,087	
Net	(301,923)	(179,422)	(22,024)	(177,707)	(681,076)	
% of Gross Services Revenue	4.98%	2.96%	0.36%	2.93%	11.24%	

Builders Park Fee (BPF)

Builder's park fee revenue is used to purchase capital improvements for the District's parks. The park fees collected from Sendero Springs is dedicated to the debt related to the purchase of the Sendero Springs Pool.

The FY2013 budget is based on the sale of 100 LUEs an increase of 10 LUEs over the FY 2012 budget projection to reflect increased growth. Funds collected are being transferred to the Park Fee fund balance.

Capital Summary

Cost Center	Item	Cost	Funding Source
<i>Parks Programs</i>	Sendero Springs Basketball Court	\$ 75,000	Reserves
<i>Community Center Operations</i>	Replacement Backboards	\$ 7,000	Reserves
	Recreation Software	\$ 60,000	O&M
	<i>Subtotal</i>	<i>\$ 67,000</i>	



Debt Service Fund Summary

Debt Service Fund Summary

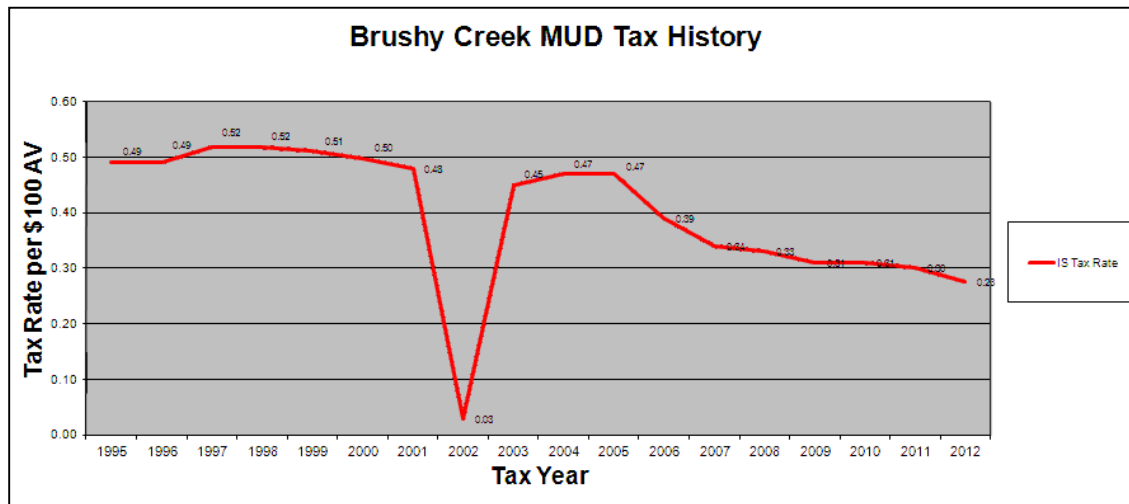
FY 2013 Debt Service Budget

The chart below reflects the summary budget for the Debt Service Fund for FY2012-2013. The detail budget can be found following this summary.

For FY 2013 the IS tax rate for the District is being reduced by \$.05 to \$.25 per \$100 of AV. This will generate \$2.94 million in tax revenue. The District's assessed value for tax year 2012 has slightly increased, allowing a reduction in the debt service tax rate. Long term growth projections also indicate that the District can lower its debt service rate.

Additional revenue includes interest revenue budgeted at an estimated .5% earnings on the fund balance (\$48,000), water impact fees (\$209,500) and \$1.06 million from the fund balance that will contribute to the FY2013 debt service and related expenses.

The amount transferred from the Fund Balance represents approximately 17.9% of the overall available debt service fund.



Debt Service Fund Balance

The Debt Service Fund balance is projected to be \$7.225 million as of 10-1-2012. All Debt Service funds are Restricted to making debt payments.

Projected Total Fund Balance	<u>\$7,225,000</u>
Restricted to District Debt	\$5,935,000
Restricted to Defined Area Debt	\$1,290,000
Unassigned	\$ 0

Brushy Creek Municipal Utility District
 Operating Budget
 Fiscal Year: 2013
 Cost Center: Debt Service Summary

Object Code	Account	FY 2012 Budget	FY 2012 March Total (50%)	FY 2013 Budget
REVENUE				
4101	Property Tax Income	3,475,418	3,476,724	2,944,070
4103	Defined Area Tax	518,024	518,883	610,076
	All Other Income	44,877	37,104	62,609
	TOTAL REVENUE	4,038,319	4,032,712	3,616,755
EXPENSES				
	TOTAL Payroll	0	0	0
	TOTAL Benefits	0	0	0
	TOTAL Travel	0	0	0
5900	CAPITAL		0	0
	TOTAL Contractual	52,000	27,510	53,560
	TOTAL Supplies	0	0	0
6459	Principal - 2009 Refunding	500,000	0	1,460,000
6460	Principal - 2005 Bond	100,000	0	100,000
6461	Fiscal Agent Fees	6,000	1,500	6,000
6462	Principal-2011 Series (DA)	0	0	65,000
6463	Principal & Interest- 1997 Issue	0	0	0
6464	Principal -2009 Series (DA)	50,000	0	50,000
6465	Principal -2011 Refunding (2004)	0	0	5,000
6466	Interest - 2009 Refunding	325,619	162,809	310,619
6467	Interest 2007 Refunding	309,600	154,800	308,663
6468	Principal - 2004 Bond	115,000	0	120,000
6469	Principal - 2008 Bond Defined Area	55,000	0	60,000
6470	Principal - 2010 Refunding	1,820,000	0	985,000
6471	Interest - 2010 Refunding	562,175	281,088	525,775
6472	Interest-2011 Series (DA)	89,250	35,700	107,100
6473	Interest -2011 Refunding (2004)	0	16,902	79,872
6474	Interest -2009 Series (DA)	129,350	64,675	126,850
6475	Interest - 2004 Issue	133,880	21,208	36,666
6476	Interest - 2005 Issue	376,398	188,199	370,898
6477	Principal 2007 Refunding	25,000	0	25,000
6478	Sendero Springs Pool Debt		0	0
6479	Interest - 2008 Bond Defined Area	96,980	48,490	93,680
	TOTAL Other Expenses	4,694,252	975,415	4,836,123
	TOTAL EXPENSES	4,746,252	1,002,925	4,889,683
	Transfer From	805,377	0	1,273,795
	Transfer To	97,444	785,672	0
	REVENUE IN EXCESS OF EXPENSES		2,244,115	867

FY 2013 Debt Service Obligations

Fiscal Year 2012-2013

The required bond debt service payments for fiscal year 2012-2013 is in the following chart. The bond interest payments are made in equal installments in November and May and the principal payment made in May.

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Revenue Bonds	\$ 70,000	\$ 27,598	\$ 97,598
Non-Revenue Defined Area Bonds	\$ 175,000	\$ 327,630	\$ 502,630
Non-Revenue District Bonds	<u>\$2,695,000</u>	<u>\$1,632,492</u>	<u>\$4,327,492</u>
Total	\$2,940,000	\$1,987,720	\$4,927,720

Other Debt Service Expenditures

The only other expenditures charged to the debt service fund are (1) the costs associated with the fiscal agents, and (2) the costs charged by Williamson County Appraisal District to process the appraisals, issue tax bills, and collect and transmit tax receipts on behalf of the District.

Debt Service Revenue Sources

Property Taxes - District

The primary source of revenue for the District's debt service expenditures is Interest and Sinking (I&S) tax revenue. I&S tax revenue is derived from property taxes collected from all District residents on the District's behalf by the Williamson County Appraisal District. The 2012 I&S tax rate is \$0.25 per \$100 of assessed value.

Water Capital Recovery Fee Revenue

The District charges a Water Capital Recovery Fee (CRF) as part of the Builder's fee to connect to the District water distribution system. The Water CRF revenue is transferred to the Debt Service fund to contribute to the cost of the debt associated with the Long Term Water Project (Bond Series 2003 and 2005).

Defined Area

The primary source of revenue for the Defined Area's debt service is Interest and Sinking (I&S) tax revenue specifically from the Defined Area. Tax revenue is derived from property taxes collected from Defined Area residents on the District's behalf by the Williamson County Appraisal District. In FY2012, the IS tax rate for the Defined Area was \$.36 per \$100 of AV.

Fund Balance

The District also transfers funds from the Debt Service retained earnings for current year obligations. The Debt Service fund balance is projected to be \$5.93 million at the end of FY2012 plus an additional \$1.29 million for the Defined Area.

Interest from the debt service fund balance also contributes to the annual debt payments.

Overview of Outstanding Debt

At the beginning of the 2012-2013 fiscal year, the Brushy Creek Municipal Utility District bonded indebtedness will be \$48.710 million. This includes a revenue bond from the Texas Water Development Board and the Defined Area bonds.

The residents of the District approved the issuance of up to \$74,100,000 in bond principal payable in whole or part from taxes. To date, \$72,000,000 in Bond principal has been issued and the District has remaining \$2,100,000 in authorized but un-issued bonds to finance a water supply project to serve all the land within the District. The outstanding principal on the issued bonds will be \$41,740,000 at the beginning of FY2012-2013.

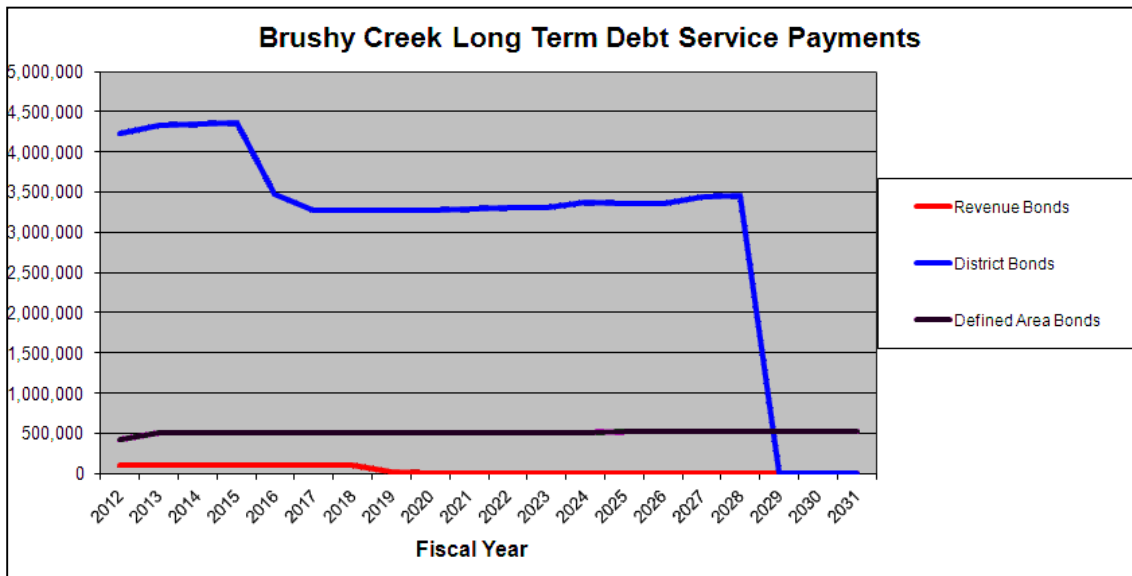
Brushy Creek Municipal Utility District				
Bond Debt - Outstanding				
At the start of Fiscal Year 2012-2013				
Name of Issue	Original Principal	Amount Retired	Amount Outstanding	
Series 2011 (Refunding)	2,085,000	5,000	2,080,000	
Series 2010 (Refunding)	17,190,000	1,925,000	15,265,000	
Series 2009 (Refunding)	7,975,000	1,030,000	6,945,000	
Series 2004	3,285,000	2,455,000	830,000	
Series 2005	9,500,000	600,000	8,900,000	
Series 2007 (Refunding)	7,840,000	120,000	7,720,000	
TOTAL	47,875,000	6,135,000	41,740,000	

The residents of the Defined Area of the District approved the issuance of up to \$24,500,000 in bond principal payable all or in part from taxes. The purpose of the debt is for purchasing, constructing, operating and maintaining a water, wastewater, and drainage system within the Sendero Springs and Cornerstone Defined Area. There have been three bond issues to date totaling \$6,755,000, of which \$6,455,000 will be outstanding as of 9-30-2012.

Brushy Creek Municipal Utility District Bond Debt - Outstanding-Defined Area At the start of Fiscal Year 2012-2013			
<u>Name of Issue</u>	<u>Original Principal</u>	<u>Amount Retired</u>	<u>Amount Outstanding</u>
Series 2011 (DA)	2,370,000	0	2,370,000
Series 2008 (DA)	2,020,000	205,000	1,815,000
Series 2009 (DA)	2,365,000	95,000	2,270,000
TOTAL	6,755,000	300,000	6,455,000

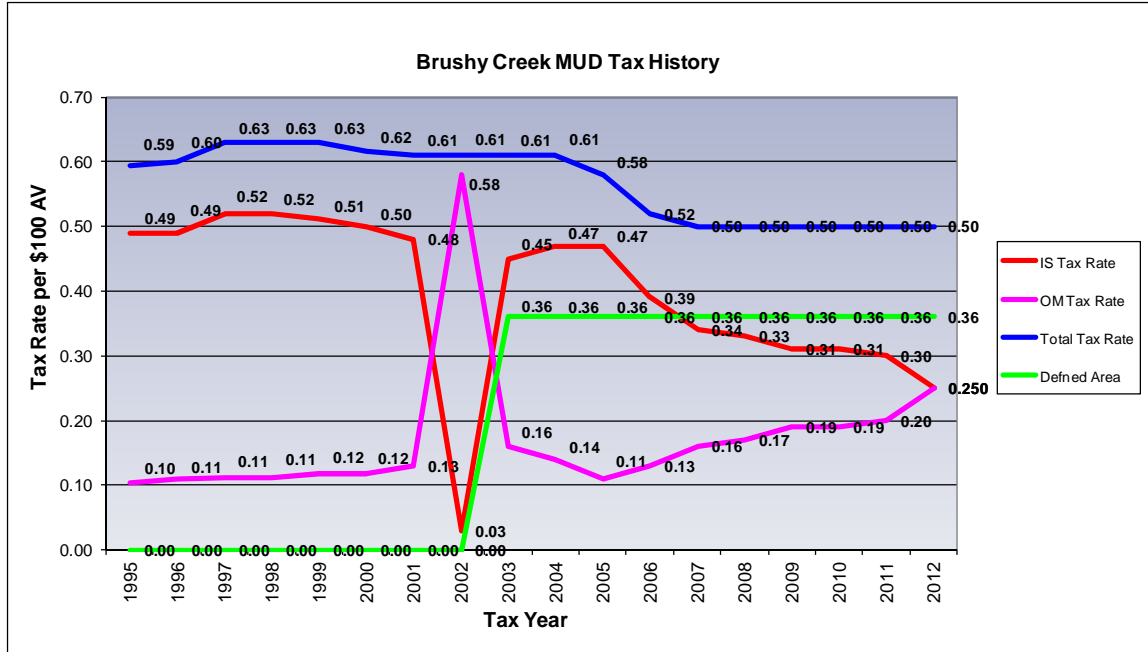
The District issued a \$1,500,000 revenue bond in 2002 to pay for the construction of the Neenah Water Tank. The outstanding principal on that bond as of the start of FY2012-2013 will be \$515,000. The revenue bond debt payments are funded by water utility revenue.

Brushy Creek Municipal Utility District Revenue Bond Debt - Outstanding At the start of Fiscal Year 2012-2013			
<u>Name of Issue</u>	<u>Original Principal</u>	<u>Amount Retired</u>	<u>Amount Outstanding</u>
Series 2002 Revenue	1,500,000	985,000	515,000
TOTAL	1,500,000	985,000	515,000



The debt to Highland Resources for the purchase of the Sendero Springs Pool was incurred at the start of FY 2004-2005 for a total principal amount of \$1,131,594. The debt payments were in two forms. Principal of \$633,816 is to be repaid as a simple loan with annual principal payments of \$126,763 plus interest. This part of the debt was paid in full in FY2009. Principal amount of \$497,778 that was to be repaid using the Builders Park fee revenue from the Sendero Springs development was paid in full in March 2012.

Brushy Creek Municipal Utility District Non-Bond Debt - Outstanding At the start of Fiscal Year 2012-2013			
Name of Issue	Original Principal	Amount Retired	Amount Outstanding
Sendero Pool - Simple Loan	633,816	633,816	0
Sendero Pool - Builder Fees	497,778	497,778	0
TOTAL	1,131,594	1,131,594	0





Capital Fund Summary

Capital Fund Summary

FY 2013 Budget

The FY 2013 capital fund revenue is based on the sale of 100 LUEs which is an increase of 10 LUEs over the budget formula used in previous fiscal years. All of the Water and Waste Water impact fee revenue is being transferred to other Funds.

Revenue collected from the sale of Water impact fees is transferred to Debt Service for debt payments related to the long term water project. In the FY2013 budget, this amount is \$209,500. Revenue collected from the sale of Waste Water impact fees is transferred to the Waste Water cost center to cover a portion of the capital charges related to the Regional Waste Water contract. In FY2013 this is proposed to be \$180,400. We are proposing to transfer an additional \$17,995 from Waste Water Impact fee retained earnings for a total contribution to the Capital charges of \$198,395.

Park fees will be transferred to Park Fee reserve balance.

Capital Fund - Fund Balance

The Capital Fund balance is projected to be \$1.10 million as of 10-1-2012.

Projected Total Fund Balance	<u>\$1,100,000</u>
Restricted to Water Capital improvements	\$ 400,000
Restricted to Waste Water Capital improvements	\$ 700,000
Unassigned	\$ 0

Capital Fund Revenue Sources

The Capital Fund consists of two primary sources of revenue both related to the Builders fee. The District charges each builder a fee to connect to the water and wastewater infrastructure. The fee is based on the number of Living Unit Equivalents (LUEs) associated with the size of the water meter being installed. The standard 5/8 residential water meter represents one LUE.

The current Builders Fee for one LUE is \$5,386.95. This fee is recorded as follows;

<u>Fee Amount</u>	<u>Purpose</u>	<u>Fund</u>	<u>Department</u>
\$2,095	Water CRF	Capital	Capital
\$1,804	Waste Water CRF	Capital	Capital
\$777.95	Parks Fee	General	Builders Park Fee
\$250	Inspection Fee	General	Administration
\$50	Permit	General	Administration
\$30	Connection	General	Administration

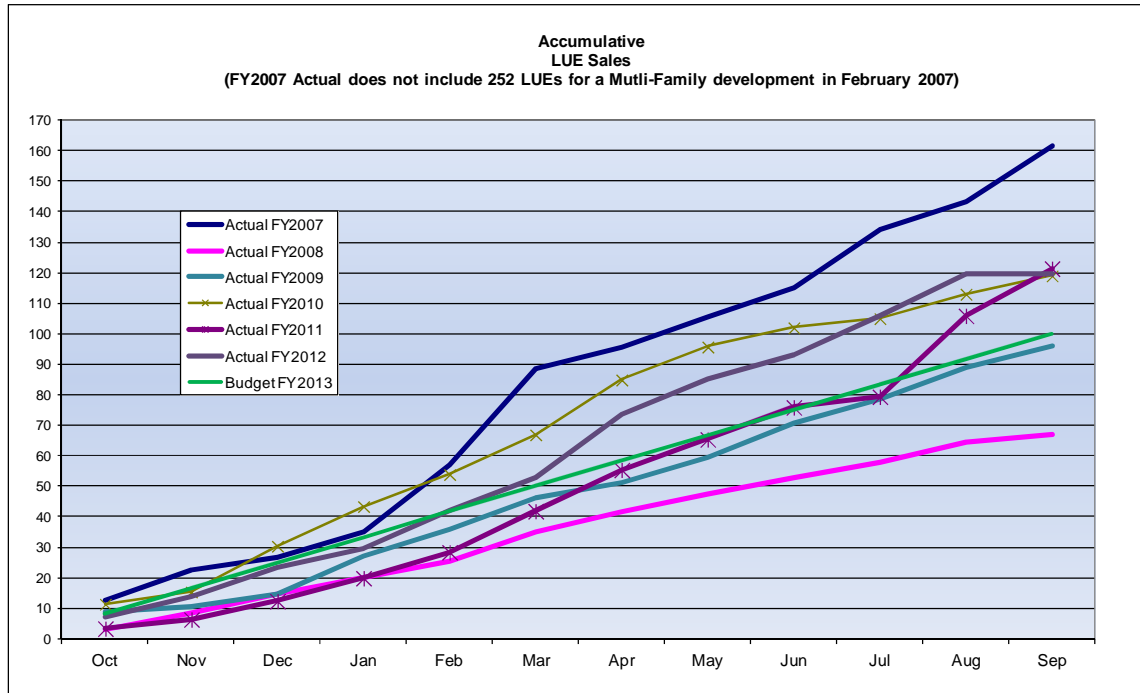
Brushy Creek Municipal Utility District
 Operating Budget
 Fiscal Year: 2013
 Cost Center: Capital Summary

Object Code	Account	FY 2012 Budget	FY 2012 March Total (50%)	FY 2013 Budget
	<u>REVENUE</u>			
4202	CRF - Water	188,550	111,035	209,500
4204	CRF - WW	162,360	93,808	180,400
	All Other Revenue	4,000	1,585	6,453
	TOTAL REVENUE	354,910	206,428	396,353
	<u>EXPENSES</u>			
	TOTAL Payroll	0	0	0
	TOTAL Benefits	0	0	0
	TOTAL Travel	0	0	0
5900	CAPITAL		175,724	0
	TOTAL Contractual	0	0	0
	TOTAL Supplies	0	0	0
6312	WW Capacity Charges	0	0	0
	TOTAL Other Expenses	0		0
	TOTAL EXPENSES	0	175,724	0
	Transfer From	213,640	366,002	0
	Transfer To	568,550	188,199	389,900
	REVENUE IN EXCESS OF EXPENSES		208,508	6,453

\$220	Water Tap	General	Water
\$60	Waste Water Tap	General	Waste Water
\$100	Deposit	Recorded as a liability to be refunded when resident terminates service	

The Parks Fee increases each April 1 by 3%.

The level of revenue generated by the builder's fee is tied very closely to the housing market. The chart below reflects the historical sale of LUEs.



The two Capital Fund revenues include the Water Capital Recovery Fee and the Waste Water Capital Recovery Fee. Park fees are tracked in the General Fund.

Capital Fund Expenditures

Water Capital Recovery Fee (CRF)

The revenue received from the water impact fee is transferred to the Debt Service fund to contribute to the debt payments for the long term water project.

Waste Water Capital Recovery Fee (CRF)

The revenue received from the waste water impact fee is transferred to the Operating fund to contribute toward the cost of the regional waste water contract cost if current year revenues do not cover all current year expenses.

Fund Balance

The retained earnings from the Water impact fees is projected to be more than \$400,000 at the start of FY2013. The Wastewater impact fee retained earnings is projected to be more than \$700,000 at the start of FY2013.

Builders Park Fee (BPF)

Builder's park fee revenue is used to purchase capital improvements for the District's parks. This revenue is regarded as General Fund revenue. The Builder Park fund balance is projected to be \$630,000 at the start of FY2013.



Administration Cost Centers Budgets

Brushy Creek Municipal Utility District
 Operating Budget
 Fiscal Year:2013
 Cost Center: Executive

Object Code	Account	FY 2012 Budget	FY 2012 March Total (50%)	FY 2013 Total	Notes
<u>REVENUE</u>					
4402	Donations	0	350	0	
	TOTAL REVENUE	0	350	0	
<u>EXPENSES</u>					
5010	Salary	36,000	7,650	36,000	
	TOTAL Payroll	36,000	7,650	36,000	
	TOTAL Benefits	3,240	1,011	3,060	
	TOTAL Travel	5,000	0	5,000	1
5900	CAPITAL	0	0	12,000	
6010	Contractual-Legal	165,000	62,571	165,000	
6080	Contractual/Contract Labor	34,500	15,638	47,000	2
	All Other Contractual Expenses	120,000	63,914	120,000	3
	TOTAL Contractual	319,500	142,124	332,000	
	TOTAL Supplies	4,600	3,235	6,500	4
	Contingency	453,096	26,657	384,816	5
	All Other Expenses	36,500	13,859	42,342	6
	TOTAL Other Expenses	489,596	40,516	427,158	
	TOTAL EXPENSES	857,936	194,536	821,718	
	Transfer From	305,000		0	
	Transfer To	0			
	REVENUE IN EXCESS OF EXPENSES	(552,936)	(194,186)	(821,718)	

Notes

- 1 \$1000 per Director
- 2 Investment Advisor, Elections, Mgmt Support
- 3 Auditing Services, Wilco Sheriff Contract
- 4 Includes Committee Dinner
- 5 Refere to Board Contingency Report
- 6 Includes Community Events, Employee Events, Town Hall Meetings

Brushy Creek Municipal Utility District
 Operating Budget
 Fiscal Year:2013
 Cost Center: Administration

Object Code	Account	FY 2012 Budget	FY 2012 March Total (50%)	FY 2013 Proposed	Notes
REVENUE					
4101	Property Tax Income	2,316,945	2,320,352	2,944,070	1
4501	Rental Income	120,000	65,572	131,192	2
	All Other Income	199,585	104,723	222,830	3
	TOTAL REVENUE	2,636,530	2,490,647	3,298,092	
EXPENSES					
5010	Salary	517,724	238,280	533,601	
	Other Payroll Expenses	10,138	2,880	9,602	
	TOTAL Payroll	527,862	241,161	543,203	
	TOTAL Benefits	143,036	64,811	143,666	
	TOTAL Travel	2,800	522	2,800	
5900	CAPITAL	16,000	7,268	8,000	4
6080	Contractual/Contract Labor	6,000	-	13,500	5
	All Other Contractual Expenses	76,400	50,138	83,300	6
	TOTAL Contractual	82,400	50,138	96,800	
	TOTAL Supplies	24,000	8,113	30,500	7
6320	Repair/Mtc/Warranty Expense	4,000	-	4,000	
6400	Utilities Expense	7,340	2,180	7,340	
	All Other Expenses	227,400	118,125	254,700	8
	TOTAL Other Expenses	238,740	120,305	266,040	
	TOTAL EXPENSES	1,034,838	492,317	1,091,009	
	Transfer From	-	323,246	396,511	
	Transfer To	931,566	-	0	
	REVENUE IN EXCESS OF EXPENSES	1,060,134	2,321,576	2,603,594	

Notes

- 1 Based upon AV of \$1,189,523,109 at 99% collection and \$0.25 tax rate
- 2 Rent house and cell tower leases
- 3 Late Fees, Service Charges, Interest Income, etc.
- 4 Computer leases
- 5 Temporary employees and contract labor for document imaging
- 6 Depository contract, employee workshops, IT support contracts, web site contract
- 7 Office supplies, general IT supplies and equipment
- 8 Streetlights, professional development fees, equipment rentals, phone & internet service

Brushy Creek Municipal Utility District
 Operating Budget
 Fiscal Year:2013
 Cost Center: Open Records

Object Code	Account	FY 2012 Budget	FY 2012 March Total (50%)	FY 2013 Total	Notes
	<u>REVENUE</u>				
	TOTAL REVENUE	0	33	0	
	<u>EXPENSES</u>				
5010	Salary	6,448	3,968	6,267	
	Other Payroll Expenses	16	0	16	
	TOTAL Payroll	6,464	3,968	6,283	
	TOTAL Benefits	1,028	710	1,031	
	TOTAL Travel	60	0	60	
5900	CAPITAL	0	0	0	
6080	Contractual/Contract Labor	1,200	265	1,200	
	All Other Contractual Expenses	10,000	1,635	10,000	
	TOTAL Contractual	11,200	1,900	11,200	
	TOTAL Supplies	900	122	900	
6400	Utilities Expense	300	155	300	
	All Other Expenses	420	145	420	
	TOTAL Other Expenses	720	300	720	
	TOTAL EXPENSES	20,372	7,001	20,194	
	Transfer From	0	0	0	
	Transfer To	0	0	0	
	REVENUE IN EXCESS OF EXPENSES	(20,372)	(6,968)	(20,194)	

Brushy Creek Municipal Utility District
 Operating Budget
 Fiscal Year:2013
 Cost Center: Customer Service

Object Code	Account	FY 2012 Budget	FY 2012 March Total (50%)	FY 2013 Total	Notes
	<u>REVENUE</u>				
	TOTAL REVENUE	0	0	0	
	<u>EXPENSES</u>				
5010	Salary	104,576	46,046	104,169	
	Other Payroll Expenses	861	187	1,001	
	TOTAL Payroll	105,437	46,232	105,170	
	TOTAL Benefits	26,892	16,059	37,864	1
	TOTAL Travel	50	0	150	
5900	CAPITAL	0	0	0	
	TOTAL Contractual	2,000	0	500	
	TOTAL Supplies	1,650	864	3,100	
6320	Repair/Mtc/Warranty Expense	300	0	300	
	All Other Expenses	1,000	171	1,560	
	TOTAL Other Expenses	1,300	171	1,860	
	TOTAL EXPENSES	137,329	63,327	148,644	
	Transfer From	0	0	0	
	Transfer To	0	0	0	
	REVENUE IN EXCESS OF EXPENSES	(137,329)	(63,327)	(148,644)	

Notes

1 Benefits for 3 full time employees



Services Cost Centers Budgets

Brushy Creek Municipal Utility District
Operating Budget
Fiscal Year:2013
Cost Center: Water

Object Code	Account	FY 2012 Budget	FY 2012 March Total (50%)	FY 2013 Total	Notes
REVENUE					
4201	Water Service	2,671,295	1,196,387	2,914,281	1
	All Other Revenue	158,260	102,141	185,960	2
	TOTAL REVENUE	2,829,555	1,298,528	3,100,241	
EXPENSES					
5010	Salary	172,940	71,981	167,170	3
	Other Payroll Expenses	5,012	3,741	6,457	
	TOTAL Payroll	177,952	75,721	173,627	
	TOTAL Benefits	58,588	23,548	56,784	
	TOTAL Travel	1,500	157	1,800	
5900	CAPITAL	0	0	0	
6079	Engineering Fees	28,800	15,246	28,800	
6080	Contractual/Contract Labor	10,000	61,467	75,000	4
	All Other Contractual Expenses	26,800	18,496	47,600	5
	TOTAL Contractual	65,600	95,210	151,400	
6154	Water Meters	100,000	102,160	350,000	6
	All Other Supplies	67,350	62,611	94,120	7
	TOTAL Supplies	167,350	164,771	444,120	
6320	Repair/Mtc/Warranty Expense	4,000	585	4,000	
6400	Utilities Expense	2,972	877	3,000	
6467	Interest 2007 Refunding	70,000	0	70,000	
6477	Principal 2007 Refunding	31,064	15,531	27,598	
	All Other Expenses	38,500	14,985	56,400	
	TOTAL Other Expenses	146,536	31,978	160,998	
	TOTAL EXPENSES	617,526	391,384	988,729	
	Transfer From	0	0	150,000	8
	Transfer To	931,566	431,233	970,179	9
	REVENUE IN EXCESS OF EXPENSES	1,280,134	475,910	1,291,333	

Notes

- 1 Based on 6 year average not including FY 2011 and 100 new LUEs
- 2 Raw water sales and inspection fees for 100 new LUEs
- 3 Minus 1/4 FTE
- 4 Ongoing funding for leak detection, leak repair, hydrant maintenance
- 5 Increased expenses for inspection services for increased LUEs
- 6 Meter replacement program
- 7 Increased funding for in-house leak repairs and hydrant/valve maintenance
- 8 Transfer from reserves for meters
- 9 120 per connection to PARD + \$43,475 for Rec Center Capital + 10% revenue to reserves

Brushy Creek Municipal Utility District
 Operating Budget
 Fiscal Year:2013
 Cost Center: Water Facility

Object Code	Account	FY 2012 Budget	FY 2012 March Total (50%)	FY 2013 Total	Notes
	REVENUE				
	TOTAL REVENUE	0	0	0	
	EXPENSES				
5010	Salary	196,032	82,718	202,850	
	Other Payroll Expenses	7,082	2,296	7,775	
	TOTAL Payroll	203,114	85,014	210,625	
	TOTAL Benefits	67,344	28,409	65,139	
	TOTAL Travel	1,100	410	1,265	
5900	CAPITAL	0	19,246	462,200	1
6079	Engineering Fees	10,000	21,480	40,000	2
6080	Contractual/Contract Labor	21,000	14,059	20,000	
	All Other Contractual Expenses	24,400	3,255	29,000	
	TOTAL Contractual	55,400	38,794	89,000	
6153	Water Purchases	482,200	129,819	536,538	3
	All Other Supplies	231,000	65,166	256,700	
	TOTAL Supplies	713,200	194,985	793,238	
6320	Repair/Mtc/Warranty Expense	30,000	10,068	20,000	
6400	Utilities Expense	336,000	119,064	360,000	4
	All Other Expenses	46,400	17,477	46,570	
	TOTAL Other Expenses	412,400	146,609	426,570	
	TOTAL EXPENSES	1,452,558	513,466	2,048,037	
	Transfer From	0	0	325,000	5
	Transfer To	0	0	0	
		0			
	REVENUE IN EXCESS OF EXPENSES	(1,452,558)	(513,466)	(1,723,037)	

Notes

- 1 Filter rack replacement and other plant equipment replacement
- 2 Engineering evaluation of filter racks
- 3 Raw water contract with BRA
- 4 Increase for well site
- 5 Transfer from reserves for filter replacement

Brushy Creek Municipal Utility District
 Operating Budget
 Fiscal Year:2013
 Cost Center: WasteWater

Object Code	Account	FY 2012 Budget	FY 2012 March Total (50%)	FY 2013 Total	Notes
REVENUE					
4203	WW Service	1,589,388	891,639	1,727,155	1
	All Other Revenue	5,400	3,120	6,000	
	TOTAL REVENUE	1,594,788	894,759	1,733,155	
EXPENSES					
5010	Salary	172,940	72,171	167,170	2
	Other Payroll Expenses	5,012	3,740	6,457	
	TOTAL Payroll	177,952	75,911	173,627	
	TOTAL Benefits	58,588	23,543	56,784	
	TOTAL Travel	1,150	0	600	
5900	CAPITAL	0	0	103,000	3
6079	Engineering Fees	20,000	3,374	15,000	4
6080	Contractual/Contract Labor	20,000	19,086	25,000	5
	All Other Contractual Expenses	11,600	6,827	11,600	
	TOTAL Contractual	51,600	29,287	51,600	
	TOTAL Supplies	40,200	14,876	44,100	
6312	WW Capacity Charges	1,183,940	411,001	787,778	6
6320	Repair/Mtc/Warranty Expense	56,000	3,846	56,000	7
6400	Utilities Expense	24,000	9,340	24,000	
	All Other Expenses	23,760	11,919	29,760	
	TOTAL Other Expenses	1,287,700	436,106	897,538	
	TOTAL EXPENSES	1,617,190	579,722	1,327,248	
	Transfer From	202,360	0	198,395	8
	Transfer To	174,214	89,476	173,316	9
	REVENUE IN EXCESS OF EXPENSES	5,744	225,561	430,986	

Notes

- 1 Based on current wastewater billing + 100 new connections for 6 months
- 2 Minus 1/4 FTE
- 3 Replacement vehicle
- 4 Sewer line filming review contract
- 5 Lift station de-greasing contract, repairs
- 6 Regional system charges
- 7 Lift station pump maintenance
- 8 \$180,400 from Wastewater CRF, \$17,995 from Wastewater reserves
- 9 10% of revenue to Administration

Brushy Creek Municipal Utility District
 Operating Budget
 Fiscal Year:2013
 Cost Center: Regulatory Compliance

Object Code	Account	FY 2012 Budget	FY 2012 March Total (50%)	FY 2013 Total	Notes
	<u>REVENUE</u>				
4301	Regulatory Compliance Fee	109,240	54,709	112,446	
	TOTAL REVENUE	109,240	54,709	112,446	
	<u>EXPENSES</u>				
5010	Salary	51,960	21,943	30,779	1
	Other Payroll Expenses	1,918	743	1,104	
	TOTAL Payroll	53,878	22,686	31,883	
	TOTAL Benefits	16,316	6,841	11,029	
	TOTAL Travel	1,050	800	400	
5900	CAPITAL	0	0	0	
6080	Contractual/Contract Labor	15,000	13	17,000	2
	All Other Contractual Expenses	400	118	25,000	3
	TOTAL Contractual	15,400	131	42,000	
	TOTAL Supplies	7,000	2,208	5,100	
6320	Repair/Mtc/Warranty Expense	0	38	200	
6400	Utilities Expense	400	466	2,200	4
	All Other Expenses	9,100	2,674	8,280	
	TOTAL Other Expenses	9,500	3,178	10,680	
	TOTAL EXPENSES	103,144	35,844	101,092	
	Transfer From	0	0	0	
	Transfer To	10,924	5,471	11,245	5
		0			
	REVENUE IN EXCESS OF EXPENSES	(4,828)	13,395	109	

Notes

- 1 Reduction of staff by 1/2 FTE
- 2 Erosion control inspection contract
- 3 Wet pond maintenance contract
- 4 Corrected allocation formula for utilities (includes pond meters)
- 5 10% of revenue to Administration

Brushy Creek Municipal Utility District
 Operating Budget
 Fiscal Year:2013
 Cost Center: Solid Waste

Object Code	Account	FY 2012 Budget	FY 2012 March Total (50%)	FY 2013 Total	Notes
REVENUE					
4230	Solid Waste Services	1,054,400	544,618	1,104,000	1
	All Other Revenue	0	4,289	10,000	2
	TOTAL REVENUE	1,054,400	548,906	1,114,000	
EXPENSES					
5010	Salary	1,732	803	1,800	
	Other Payroll Expenses	0	8	5	
	TOTAL Payroll	1,732	810	1,805	
	TOTAL Benefits	648	240	588	
	TOTAL Travel	0	0	0	
5900	CAPITAL	0	0	0	
	TOTAL Contractual	0	0	0	
	TOTAL Supplies	0	970	10,000	3
6250	Solid Waste Service	960,000	483,645	979,800	
	All Other Expenses	9,800	4,016	9,800	
	TOTAL Other Expenses	969,800	487,661	989,600	
	TOTAL EXPENSES	972,180	489,681	1,001,993	
	Transfer From	0	0	0	
	Transfer To	105,440	54,891	111,400	4
	REVENUE IN EXCESS OF EXPENSES	(23,220)	4,334	608	

Notes

- 1 Based on 4900 customers in FY 2012 plus 100 new customers at avg. rate of \$18.40 per month
- 2 Recycling rebate revenue
- 3 Purchase of parks equipment from recycling rebate revenue
- 4 10% of revenue to Administration



Recreation Cost Centers Budgets

Brushy Creek Municipal Utility District
 Operating Budget
 Fiscal Year:2013
 Cost Center: Community Center

Object Code	Account	FY 2012 Budget	FY 2012 March Total (50%)	FY 2013 Total	Notes
REVENUE					
4501	Rental Income	64,000	28,091	62,000	
4505	Program Revenue (80/20)	82,973	54,242	126,476	
4510	Programming Events Income	19,053	9,597	15,280	
4515	Camp Income	109,900	8,866	110,600	
4520	Memberships	308,000	143,156	295,000	
4523	Fitness Revenue	146,090	107,236	146,805	
	All Other Revenue	36,750	16,081	33,150	
	TOTAL REVENUE	766,766	367,269	789,311	
EXPENSES					
5010	Salary	579,112	252,053	597,342	
	Other Payroll Expenses	4,012	242	4,094	
	TOTAL Payroll	583,124	252,295	601,436	
	TOTAL Benefits	129,500	58,782	133,452	
	TOTAL Travel	2,325	524	500	
5900	CAPITAL	6,000	452	67,000	1
	TOTAL Contractual	37,300	22,551	44,200	
	TOTAL Supplies	187,905	100,071	188,781	
6320	Repair/Mtc/Warranty Expense	4,500	233	4,500	
6400	Utilities Expense	76,219	24,690	76,219	
	All Other Expenses	49,145	17,855	42,145	
	TOTAL Other Expenses	129,864	42,778	122,864	
	TOTAL EXPENSES	1,076,018	477,453	1,158,233	
	Transfer From	385,928	192,964	447,854	2
	Transfer To	76,677	36,644	78,931	3
		0			
	REVENUE IN EXCESS OF EXPENSES	0	46,137	0	

Notes

- 1 Replacement scoreboards, new recreation software
- 2 \$43,475 from Utilities for capital, Utility LUE fees, \$7,000 from reserves for scoreboards
- 3 10% of revenue to Administration

Brushy Creek Municipal Utility District
 Operating Budget
 Fiscal Year:2013
 Cost Center: Park Programs

Object Code	Account	FY 2012 Budget	FY 2012 March Total (50%)	FY 2013 Total	Notes
REVENUE					
4501	Rental Income	3,000	2,010	4,000	
4505	Program Revenue (80/20)	16,000	10,386	21,100	
4510	Programming Events Income	700	0	0	
4515	Camp Income	2,700	0	3,900	
4521	Season Passes	0	705	2,500	1
4523	Fitness Revenue	19,375	5,403	18,300	
	All Other Revenue	0	10	0	
	TOTAL REVENUE	41,775	18,513	49,800	
EXPENSES					
5010	Salary	31,420	12,404	32,559	
	Other Payroll Expenses	279	9	232	
	TOTAL Payroll	31,699	12,412	32,791	
	TOTAL Benefits	6,640	2,884	6,933	
	TOTAL Travel	0	0	0	
5900	CAPITAL	160,000	0	75,000	2
	TOTAL Contractual	0	0	0	
	TOTAL Supplies	30,301	14,043	32,050	
	TOTAL Other Expenses	0	23	50	
	TOTAL EXPENSES	228,640	29,362	146,824	
	Transfer From	191,042	17,596	102,004	3
	Transfer To	4,178	1,852	4,980	4
	REVENUE IN EXCESS OF EXPENSES	0	4,896	(0)	

Notes

- 1 Tennis passes
- 2 Sendero Springs basketball court
- 3 Utility LUE fees, \$75,000 from GASB 54 Reserves for Sendero Basketball Court
- 4 10% of revenue to Administration

Brushy Creek Municipal Utility District
 Operating Budget
 Fiscal Year:2013
 Cost Center: Pool Programs

Object Code	Account	FY 2012 Budget	FY 2012 March Total (50%)	FY 2013 Total	Notes
REVENUE					
4501	Rental Income	9,800	7,629	30,000	1
4505	Program Revenue (80/20)	68,120	32,106	5,750	2
4510	Programming Events Income	36,000	6,256	34,850	
4521	Season Passes	77,000	3,865	60,000	
	All Other Revenue	21,000	242	15,300	
	TOTAL REVENUE	211,920	50,097	145,900	
EXPENSES					
5010	Salary	245,516	48,799	255,166	
	Other Payroll Expenses	1,230	0	1,995	
	TOTAL Payroll	246,746	48,799	257,161	
	TOTAL Benefits	35,472	10,886	35,371	
	TOTAL Travel	1,300	688	1,600	
5900	CAPITAL	0	60,605	0	
6079	Engineering Fees	0	588	0	
	TOTAL Contractual	0	588	0	
	TOTAL Supplies	77,950	26,808	18,825	3
	TOTAL Other Expenses	10,900	2,042	10,650	
	TOTAL EXPENSES	372,368	150,416	323,607	
	Transfer From	181,640	90,820	192,297	4
	Transfer To	21,192	5,010	14,590	5
	REVENUE IN EXCESS OF EXPENSES	0	(14,509)	0	

Notes

- 1 Increased number of rental contracts with swim teams and contractors
- 2 Conversion of CK Swim's Sailfish program to a rental
- 3 Reduction in 80/20 contractor expenses
- 4 Utility LUE fees
- 5 10% of revenue to Administration

Brushy Creek Municipal Utility District
 Operating Budget
 Fiscal Year:2013
 Cost Center: Builder Park Fees

Object Code	Account	FY 2012 Budget	FY 2012 March Total (50%)	FY 2013 Total	Notes
	<u>REVENUE</u>				
4130	Builders Fees	66,961	39,275	78,962	1
	TOTAL REVENUE	66,961	39,275	78,962	
	<u>EXPENSES</u>				
	TOTAL Payroll	0	0	0	
	TOTAL Benefits	0	0	0	
	TOTAL Travel	0	0	0	
5900	CAPITAL	0	0	0	
	TOTAL Contractual	0	0	0	
	TOTAL Supplies	0	0	0	
	TOTAL Other Expenses	14,780	13,095	0	
	TOTAL EXPENSES	14,780	13,095	0	
	Transfer From	0		0	
	Transfer To	52,181		78,962	2
	REVENUE IN EXCESS OF EXPENSES			0	

Notes

- 1 50 new LUEs at \$777.95 and 50 LUEs at 3% fee increase of \$801.28
- 2 Transfer to reserves



Maintenance Cost Centers Budgets

Brushy Creek Municipal Utility District
 Operating Budget
 Fiscal Year:2013
 Cost Center: Parks Maintenance

Object Code	Account	FY 2012 Budget	FY 2012 March Total (50%)	FY 2013 Total	Notes
REVENUE					
4500	Other Income	20,500	500	20,500	1
	TOTAL REVENUE	20,500	500	20,500	
EXPENSES					
5010	Salary	214,724	93,535	253,252	2
	Other Payroll Expenses	10,837	4,916	16,720	3
	TOTAL Payroll	225,561	98,452	269,972	
	TOTAL Benefits	69,344	28,560	84,499	4
	TOTAL Travel	1,500	390	1,500	
5900	CAPITAL	12,000	78,990	204,000	5
6080	Contractual/Contract Labor	45,000	15,957	107,000	6
	All Other Contractual Expenses	215,400	101,406	330,000	7
	TOTAL Contractual	260,400	117,363	437,000	
	TOTAL Supplies	131,550	38,187	157,000	
6250	Solid Waste Service	0	1,270	2,500	
6320	Repair/Mtc/Warranty Expense	153,000	2,751	50,000	
6400	Utilities Expense	4,184	2,398	5,000	
	All Other Expenses	23,740	13,047	32,590	8
	TOTAL Other Expenses	180,924	19,466	90,090	
	TOTAL EXPENSES	881,279	381,407	1,244,061	
	Transfer From	0	0	48,000	9
	Transfer To	2,050	50	2,050	
	REVENUE IN EXCESS OF EXPENSES	(862,829)	(380,957)	(1,177,611)	

Notes

- 1 Williamson County payments for median maintenance and Great Oaks realignment
- 2 One new position added for trails maintenance
- 3 Additional overtime funding
- 4 Additional benefits for new positions
- 5 Racine Woods playground, 1 replacement & 1 new truck, trail washout improvements
- 6 Shaded fuel break maintenance, Shirley McDonald landscaping, median/entry landscape
- 7 Landscape and irrigation maintenance contract
- 8 Increased budget for vehicle maintenance and solid waste service
- 9 Transfer 35K from GASB 54 reserves for playground and 13K from Surplus reserves for vehicle

Brushy Creek Municipal Utility District
 Operating Budget
 Fiscal Year:2013
 Cost Center: Pool Maintenance

Object Code	Account	FY 2012 Budget	FY 2012 March Total (50%)	FY 2013 Total	Notes
	REVENUE				
	TOTAL REVENUE	0	0	0	
	EXPENSES				
5010	Salary	38,208	9,083	37,373	
	Other Payroll Expenses	166	0	244	
	TOTAL Payroll	38,374	9,083	37,617	
	TOTAL Benefits	7,064	2,477	6,587	
	TOTAL Travel	0	0	0	
5900	CAPITAL	30,000	0	69,000	1
6080	Contractual/Contract Labor	4,000	620	2,000	
	All Other Contractual Expenses	400	0	0	
	TOTAL Contractual	4,400	620	2,000	
	TOTAL Supplies	67,100	17,524	81,500	
6320	Repair/Mtc/Warranty Expense	35,000	5,081	0	
6400	Utilities Expense	35,300	23,372	45,000	2
	All Other Expenses	23,300	4,993	14,300	3
	TOTAL Other Expenses	93,600	33,446	59,300	
	TOTAL EXPENSES	240,538	63,151	256,004	
	Transfer From	0	0	0	
	Transfer To	0	0	0	
	REVENUE IN EXCESS OF EXPENSES	(240,538)	(63,151)	(256,004)	

Notes

- 1 Thermal covers for Highland, handicap chair lifts, pump/filter replacement at Sendero
- 2 Increased for heating costs at Highland
- 3 Decreased internet connectivity fees

Brushy Creek Municipal Utility District
 Operating Budget
 Fiscal Year:2013
 Cost Center: Facility Maintenance

Object Code	Account	FY 2012 Budget	FY 2012 March Total (50%)	FY 2013 Total	Notes
	REVENUE				
	TOTAL REVENUE	0	0	0	
	EXPENSES				
5010	Salary	37,644	17,310	38,777	
	Other Payroll Expenses	1,414	138	1,509	
	TOTAL Payroll	39,058	17,448	40,286	
	TOTAL Benefits	13,876	6,092	13,636	
	TOTAL Travel	1,200	98	800	
5900	CAPITAL	0	0	0	
6080	Contractual/Contract Labor	12,000	3,510	46,000	1
	All Other Contractual	44,700	21,444	47,000	2
	TOTAL Contractual	56,700	24,954	93,000	
	TOTAL Supplies	16,300	7,089	15,950	
6320	Repair/Mtc/Warranty Expense	8,950	1,601	8,950	
	All Other Expenses	7,000	1,953	6,800	
	TOTAL Other Expenses	15,950	3,554	15,750	
	TOTAL EXPENSES	143,084	59,235	179,422	
	Transfer From		0	0	
	Transfer To		0	0	
	REVENUE IN EXCESS OF EXPENSES	(143,084)	(59,235)	(179,422)	

Notes

- 1 Building maintenance contracts
- 2 Gym equipment inspection, parking lot restriping, meeting room painting



Debt Service Cost Center Budget

Brushy Creek Municipal Utility District
 Operating Budget
 Fiscal Year: 2013
 Cost Center: Debt Service

Object Code	Account	FY 2012 Budget	FY 2012 March Total (50%)	FY 2013 Budget	Notes
REVENUE					
4101	Property Tax Income	3,475,418	3,476,724	2,944,070	1
4103	Defined Area Tax	518,024	518,883	610,076	2
	All Other Income	44,877	37,104	62,609	3
TOTAL REVENUE		4,038,319	4,032,712	3,616,755	
EXPENSES					
TOTAL Payroll		0	0	0	
TOTAL Benefits		0	0	0	
TOTAL Travel		0	0	0	
5900	CAPITAL		0	0	
TOTAL Contractual		52,000	27,510	53,560	
TOTAL Supplies		0	0	0	
6459	Principal - 2009 Refunding	500,000	0	1,460,000	
6460	Principal - 2005 Bond	100,000	0	100,000	
6461	Fiscal Agent Fees	6,000	1,500	6,000	
6462	Principal-2011 Series (DA)	0	0	65,000	
6463	Principal & Interest- 1997 Issue	0	0	0	
6464	Principal -2009 Series (DA)	50,000	0	50,000	
6465	Principal -2011 Refunding (2004)	0	0	5,000	
6466	Interest - 2009 Refunding	325,619	162,809	310,619	
6467	Interest 2007 Refunding	309,600	154,800	308,663	
6468	Principal - 2004 Bond	115,000	0	120,000	
6469	Principal - 2008 Bond Defined Area	55,000	0	60,000	
6470	Principal - 2010 Refunding	1,820,000	0	985,000	
6471	Interest - 2010 Refunding	562,175	281,088	525,775	
6472	Interest-2011 Series (DA)	89,250	35,700	107,100	
6473	Interest -2011 Refunding (2004)	0	16,902	79,872	
6474	Interest -2009 Series (DA)	129,350	64,675	126,850	
6475	Interest - 2004 Issue	133,880	21,208	36,666	
6476	Interest - 2005 Issue	376,398	188,199	370,898	
6477	Principal 2007 Refunding	25,000	0	25,000	
6478	Sendero Springs Pool Debt		0	0	
6479	Interest - 2008 Bond Defined Area	96,980	48,490	93,680	
TOTAL Other Expenses		4,694,252	975,415	4,836,123	
TOTAL EXPENSES		4,746,252	1,002,925	4,889,683	
Transfer From		805,377	0	1,273,795	4
Transfer To		97,444	785,672	0	
REVENUE IN EXCESS OF EXPENSES			2,244,115	867	

Notes

- 1 Based upon AV of \$1,189,523,109 at 99% collection and \$0.25 tax rate
- 2 Based upon AV of \$171,177,297 at 99% collection and \$0.36 tax rate
- 3 Interest income at 0.5% and delinquent tax collections at 0.5% of total collections
- 4 Transfer in of \$209,500 in Water capital recovery fees and \$1,064,295 from Debt Svc. Reserves



Capital Cost Center Budget

Brushy Creek Municipal Utility District
 Operating Budget
 Fiscal Year: 2013
 Cost Center: Capital Recovery Fees

Object Code	Account	FY 2012 Budget	FY 2012 March Total (50%)	FY 2013 Budget	Notes
	<u>REVENUE</u>				
4202	CRF - Water	188,550	111,035	209,500	1
4204	CRF - WW	162,360	93,808	180,400	2
	All Other Revenue	4,000	1,585	6,453	3
	TOTAL REVENUE	354,910	206,428	396,353	
	<u>EXPENSES</u>				
	TOTAL Payroll	0	0	0	
	TOTAL Benefits	0	0	0	
	TOTAL Travel	0	0	0	
5900	CAPITAL		175,724	0	
	TOTAL Contractual	0	0	0	
	TOTAL Supplies	0	0	0	
6312	WW Capacity Charges	0	0	0	
	TOTAL Other Expenses	0		0	
	TOTAL EXPENSES	0	175,724	0	
	Transfer From	213,640	366,002	0	
	Transfer To	568,550	188,199	389,900	4
	REVENUE IN EXCESS OF EXPENSES		208,508	6,453	

Notes

- 1 Based on 100 new LUEs at \$2,095
- 2 Based on 100 new LUEs at \$1,804
- 3 Interest income at 0.5%
- 4 Water CRF transferred to Debt Service, Wastewater CRF transferred to Wastewater Cost Center