

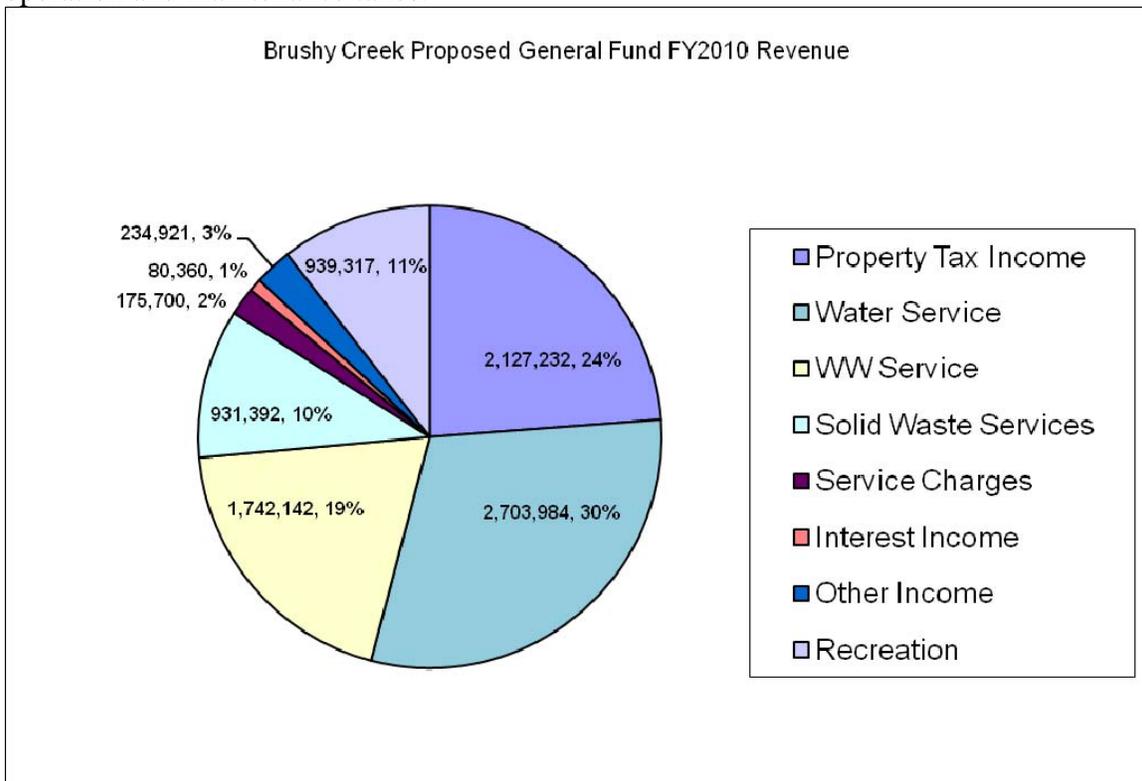
Brushy Creek Municipal Utility District
Fiscal Year 2009-2010 Budget
Overview of the General Fund (Operations)

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**. We have also moved the budget for **Builders Park Fees** to the General Fund from the Capital Fund.

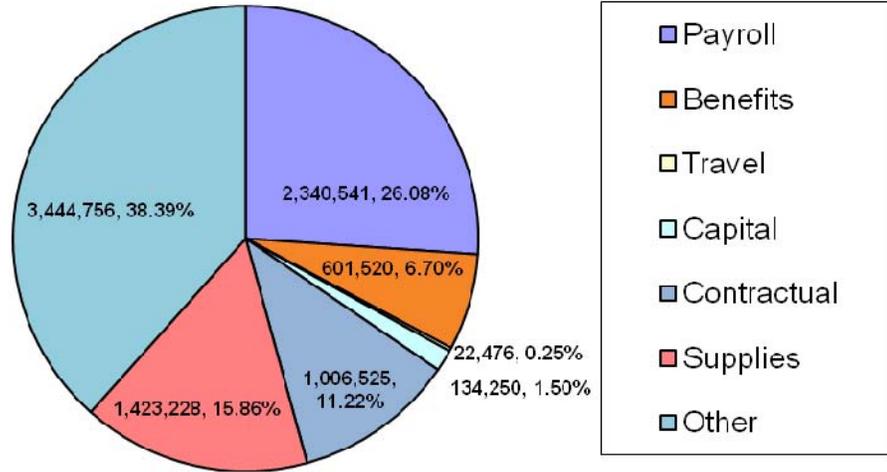
In February 2009, the Board approved the funding plan for each of these cost centers. The expectation was that it would take several years to get the expenditures in line with the funding plan. Still unresolved was the funding of future capital projects, particularly in Parks and Recreation.

The goals for FY2010 as provided by the Board includes the development of a five year financial plan including future projects and recommended action plans for their completion and funding. Tasks to be funded in the FY2010 budget primarily focus on maintaining and improving existing facilities.

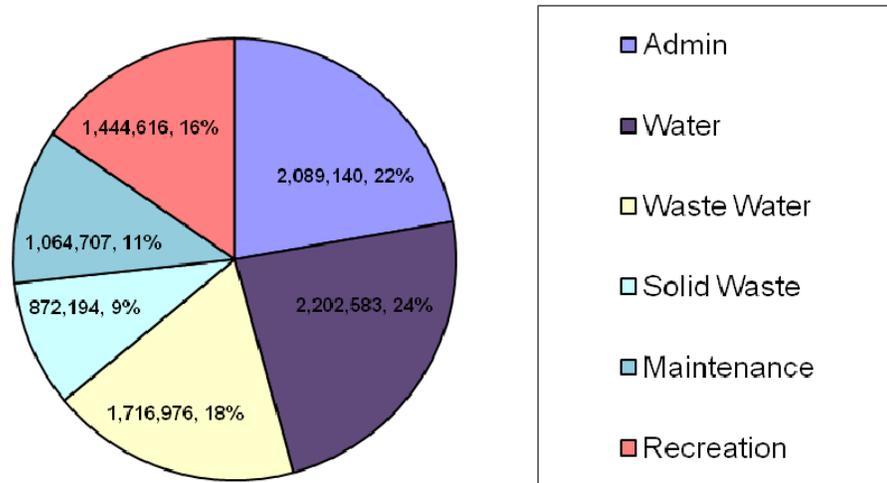
There are several significant unknown expenditures that will not be resolved before the Board must approve the FY2010 budget and tax rates. These include the potential sale of the Regional Waste Water plant from LCRA to the participating cities, the costs of the expansion of the BRA water lines, and the costs of the repairs to the Lake Georgetown intake structure. Staff are also preparing a analysis of possibly adding a water conservation rate. Although the Districts utilities will incur costs associated with these projects, staff are hesitant to recommend changes in utility rates until all the data is available. Until then, we will continue to recommend funding of utility costs with operation and maintenance taxes.



Brushy Creek FY2010 Proposed General Fund Expenses by Category



Brushy Creek Proposed General Fund FY2010 Expenses by Department



Other Expense Category includes, but not limited to, the following;

The Regional Wastewater Contract	- \$1,334,101
Solid Waste contractor	\$ 852,000
Utilities and Streetlights	\$ 533,100
Revenue Bond Payments	\$ 102,270

Brushy Creek Municipal Utility District
 Operating Budget
 Fiscal Year:2010
 Cost Center: Operating Summary

Account	FY2009		% of Annual Budget	Fiscal Year 2010 Total
	Revised	7 months 58.33%		
Property Tax Income	1,857,578	1,918,513	103.28%	2,116,649
Delinquent Property Tax Income	9,288	6,220	66.96%	10,583
Defined Area Tax	0	36,130	#DIV/0!	0
Plan Review Income	3,000	5,100	170.00%	2,300
Inspection Fees	22,500	13,226	58.78%	27,000
Builders Fees	0	0	#DIV/0!	64,553
Water Service	2,512,868	957,801	38.12%	2,581,324
WW Service	1,433,400	576,398	40.21%	1,735,390
Water Connection	23,850	1,950	8.18%	18,000
WW Connections	6,752	1,890	27.99%	6,752
New Connection Fees	5,400	4,425	81.94%	5,400
Garbage Services	928,700	376,714	40.56%	931,392
Raw Water Sales	104,340	44,893	43.03%	104,660
Regulatory Compliance Income	0	0	#DIV/0!	105,768
Service Charges	70,600	19,800	28.05%	51,000
Donations	0	13,664	#DIV/0!	0
Late Charges	90,000	56,035	62.26%	90,000
Interest Income	270,000	53,903	19.96%	80,360
Other Income	21,220	2,018	9.51%	21,100
Programs (80/20)	100,000	18,768	18.77%	93,758
Rental Income	140,400	34,531	24.59%	143,338
Programming Events	45,560	41,612	91.33%	83,206
Camp Income	60,000	1,852	3.09%	44,805
New Memberships	8,000	4,800	60.00%	10,000
Memberships	264,000	107,634	40.77%	300,000
Season Passes	55,800	1,313	2.35%	71,000
Day Passes	18,400	6,646	36.12%	31,000
Fitness	238,000	132,193	55.54%	202,530
Senior Programs	180	95	52.78%	180
Child Programs / Child Play	3,820	1,310	34.29%	3,000
TOTAL REVENUE	8,293,655	4,439,432	53.53%	8,935,047
Salary	2,145,107	753,728	35.14%	2,271,365
Merit Salary	55,390	0	0.00%	60,537
Overtime	66,756	39,637	59.38%	49,748
Total Payroll	2,267,253	793,365	34.99%	2,381,650
FICA / Medicare	209,966	59,408	28.29%	215,459
Health	410,818	87,867	21.39%	400,752
Vision Insurance	0	2,371	#DIV/0!	0
Dental	0	6,988	#DIV/0!	0
Life	0	1,349	#DIV/0!	0
Disability Insurance	0	3,697	#DIV/0!	0
Workers Compensation	0	21,030	#DIV/0!	0
Unemployment Insurance	0	133	#DIV/0!	0
Retirement	0	38,011	#DIV/0!	0
Total Benefits	620,784	220,854	35.58%	616,211
Airfare	2,750	228	8.27%	1,050
Lodging	13,876	1,627	11.72%	6,840
Cab Fare / local transportation	492	0	0.00%	330
Parking	304	68	22.37%	280
Travel Meals	2,640	146	5.53%	2,910
Mileage	5,120	1,264	24.69%	5,170
Total Travel	25,182	3,332	13.23%	16,580
Capital Equipment	803,000	357,075	44.47%	154,860
Contractual-Legal	140,000	60,079	42.91%	145,000
Contractual Legal - Open Records	10,000	878	8.78%	10,000
Contractual/Auditing	43,000	41,075	95.52%	38,000
Contractual/ Trainers- Instructors	38,000	25,187	66.28%	13,100
Contractual/Network maint/dev.	29,000	8,515	29.36%	26,900
Contractual/Website	0	0	#DIV/0!	4,000
Contractual/Publications Layout	0	2,115	#DIV/0!	4,400
Security	65,500	26,765	40.86%	65,025
Appraisal Fees	1,000	0	0.00%	3,000
Depository Contract	62,800	22,976	36.59%	63,600
Maintenance Contracts	270,000	71,035	26.31%	250,270
Plumbing Inspections	22,500	10,495	46.64%	22,500
Engineering Fees	25,000	0	0.00%	50,000
Contractual/Contract Labor	255,600	38,182	14.94%	256,730

Brushy Creek Municipal Utility District
 Operating Budget
 Fiscal Year:2010
 Cost Center: Operating Summary

Account	FY2009		% of Annual Budget	Fiscal Year 2010 Total
	Revised	7 months 58.33%		
Total Contractual	962,400	307,300	31.93%	952,525
Minor Equipment	27,420	9,971	36.36%	27,900
General Office Supplies	27,400	9,793	35.74%	24,400
Materials & Supplies	126,600	42,928	33.91%	159,050
Chemicals	140,000	78,228	55.88%	248,000
Lab Supplies	12,500	3,722	29.78%	12,500
Uniforms	14,162	5,294	37.38%	13,688
Fuel / Oil	35,100	7,844	22.35%	28,960
Furniture	4,850	3,044	62.77%	16,750
Major Equipment	22,000	11,569	52.58%	32,000
Computer Supplies	16,450	195	1.19%	12,500
Software	82,500	3,247	3.94%	42,800
Copier/Laser Printer Supplies	2,300	488	21.22%	4,700
Business Meals	8,000	2,445	30.56%	4,550
Fitness	118,000	40,181	34.05%	88,797
Programs	56,500	18,349	32.48%	97,434
Water Purchases	463,888	86,434	18.63%	499,699
Water Meters	136,400	1,604	1.18%	100,000
Building Materials	2,000	494	24.68%	3,500
Pipes and Components	21,000	3,456	16.46%	18,000
New Installs	8,500	0	0.00%	0
Training Materials	6,000	235	3.92%	3,400
T-Shirts/Pins/Etc.	2,650	78	2.93%	600
Total Supplies	1,334,220	329,597	24.70%	1,439,228
Rent Expense	0	0	#DIV/0!	250
Building Maintenance	13,000	4,742	36.48%	21,250
District Vehicle Expense	19,100	903	4.73%	13,000
Equipment Rent Expense	29,800	7,215	24.21%	39,180
Postage Expense	34,455	12,603	36.58%	36,084
Express Mail/Parcel	1,200	190	15.85%	900
Shipping	200	359	179.46%	1,000
RR Refuse Garbage Service	842,400	333,442	39.58%	852,000
Telephone Expense	31,300	17,834	56.98%	44,000
Pager / Cell Phone	34,060	8,096	23.77%	15,400
Utility Bill Expenses	19,740	9,891	50.11%	23,644
Fees/Dues/Subscription Expense	35,700	8,141	22.80%	22,425
TCEQ Regulatory Fees	15,000	5,350	35.67%	15,000
WW Capacity Charges	1,250,164	523,755	41.89%	1,334,101
Professional Development Fees	12,025	2,844	23.65%	16,050
Repair/Mtc/Warranty Expense	702,275	73,048	10.40%	161,090
Printing Expense	31,300	9,202	29.40%	21,050
Advertising	3,700	158	4.26%	775
Recruiting Expense	11,600	3,034	26.16%	4,150
Program Meals	9,450	4,355	46.09%	2,500
Utilities Expense	468,300	203,852	43.53%	533,100
Contingency	349,325	36,853	10.55%	390,200
Professional Liability Insurance	66,600	34,413	51.67%	67,832
Streetlights	91,500	28,682	31.35%	82,000
Community Activities	23,700	11,852	50.01%	24,500
TWDB Bonds Principal	60,000	0	0.00%	65,000
TWDB Bonds Interest	39,970	19,985	50.00%	37,270
Total Other Expenses	4,195,864	1,360,800	32.43%	3,829,161
Total Expenses	10,208,703	3,372,324	33.03%	9,390,214
Transfer From -	2,031,841	0	0.00%	1,735,261
Transfer To	116,792	132,943	113.83%	1,280,094
Revenue in Excess of Expenses	1	934,165	87135547.39%	(0)

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.

	<u>Executive Cost Center</u>	<u>Administrative Cost Center</u>	<u>Customer Service Cost Center</u>	<u>Total</u>
Non-Tax Revenue	0	296,560	0	296,560
Expenses	754,097	1,146,379	188,664	2,089,140
Net	(754,097)	(849,819)	(188,664)	(1,792,580)
Transfer of 10% Revenue from other Cost Centers				656,951
Transfer from Reserves				305,000
Net Surplus / (Deficit)				(830,629)
Required OM Tax Rate				0.075

Executive Cost Center

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

Changes reflected in the FY2010 budget include the following;

- Funding for the District elections
- The contingency is being funded at \$85,200 plus an additional \$305,000 for FY2009 projects carried forward to FY2010.
- \$15,000 is included in Community Activities for the BBQ cook-off.
- Staff is requesting a 3% pool for pay increases. This equates to \$56,000.
- Employee contributions to the TCDRS plan are budgeted to increase from 5% to 6% and the District contribution increased from 10% to 12%. This follows the staff recommendations related to the 2007 Wage and Compensation survey in which the District's share of health care would reduce and the share of retirement contributions would increase over a three year period. The estimated cost of the increase to the District would be \$21,000.
- Also related to the 2007 Wage and Compensation study is the reduction in the District's contributions to employee health coverage. In FY2009, the District reduced contributions for family and dependant coverage. The goal is to eliminate dependant coverage by the District by FY2012.
- Overall benefits, as a percentage of total payroll are budgeted to decrease by 1% in FY2010.

Brushy Creek Municipal Utility District
 Operating Budget
 Fiscal Year:2010
 Cost Center: Executive

Object Code	Account	FY2009	FY2009	% of	PROPOSED				Fiscal Year 2010 Total	
		Budget Revised	7 months Actual	Annual Budget	Quarter 1	Quarter 2	Quarter 3	Quarter 4		
4402	Donations	0	750	#DIV/0!					0	
	TOTAL REVENUE	0	750	#DIV/0!	0	0	0	0	0	
5010	Salary	36,000	13,300	36.94%	9,000	9,000	9,000	9,000	36,000	
	Total Payroll	36,000	13,300	36.94%	9,000	9,000	9,000	9,000	36,000	
5020	FICA / Medicare	3,060	1,007	32.91%	765	765	765	765	3,060	
5040	Workers Compensation	0	623	#DIV/0!					0	
5050	Unemployment Insurance	0	23	#DIV/0!					0	
	Total Benefits	3,060	1,653	54.02%	765	765	765	765	3,060	
5201	Airfare	1,600	0	0.00%	250		250		500	
5202	Lodging	6,376	183	2.87%	1,550		1,550		3,100	
5204	Cab Fare / local transportation	192	0	0.00%	25		25		50	
5205	Parking	152	0	0.00%	55		55		110	
5206	Travel Meals	1,500	0	0.00%	400		400		800	
5207	Mileage	600	121	20.17%	220		220		440	
	Total Travel	10,420	304	2.92%	2,500	0	2,500	0	5,000	
5900	Capital Equipment	0	0	#DIV/0!					0	
6010	Contractual-Legal	140,000	88,582	63.27%	36,250	36,250	36,250	36,250	145,000	
6011	Contractual Legal - Open Records	10,000	990	9.90%	2,500	2,500	2,500	2,500	10,000	
6025	Contractual/Auditing	43,000	41,075	95.52%		35,000		3,000	38,000	Financial and Arbitrage Audit
6040	Contractual/Network maint/dev.	4,000	0	0.00%		500			500	
6055	Security	65,500	38,142	58.23%	16,250	16,250	16,250	16,250	65,000	Maintain FY2009 budget
6080	Contractual/Contract Labor	23,200	10,000	43.10%	5,000	5,000	8,000	5,000	23,000	Investment Advisor & elections
	Total Contractual	285,700	178,789	62.58%	60,000	95,500	63,000	63,000	281,500	
6110	General Office Supplies	6,200	409	6.60%	375	375	375	375	1,500	\$500 Board photos
6115	Materials & Supplies	1,000	687	68.70%	250	250	250	250	1,000	
6130	Furniture	1,200	0	0.00%					0	
6150	Business Meals	3,800	1,808	47.58%	1,750	250	250	250	2,500	\$200 per Director +
6180	T-Shirts/Pins/Etc.	1,000	0	0.00%					0	\$1500 for Joint Comm -Board m
	Total Supplies	13,200	2,904	22.00%	2,375	875	875	875	5,000	
6222	Express Mail/Parcel	200	39	19.26%	25	25	25	25	100	
6310	Fees/Dues/Subsription Expense	600	0	0.00%	975				975	
6314	Professional Development Fees	2,500	489	19.56%	500	500	500	500	2,000	
6322	Printing Expense	200	0	0.00%			50	50	100	
6405	Longevity Pay	0	0	#DIV/0!	5,410				5,410	
	Contingency	349,325	42,749	12.24%	96,300	96,300	96,300	101,300	390,200	1% of Operating Budget plus \$305
6416	Professional Liability Insurance	1,000	100	10.00%	63	63	63	63	252	From Reserves
6450	Community Activities	23,700	23,240	98.06%	5,000	1,500	16,500	1,500	24,500	Includes \$15,000 Cook-Off,
6461	Fiscal Agent Fees	0	0	#DIV/0!					0	\$5,000 Hairy Man
6468	Principal - 2004 Bond	0	0	#DIV/0!					0	\$1500 Egg Hunt
6469	Prinicpal - 2008 Bond	0	0	#DIV/0!					0	\$1500 4th of July
	Total Other Expenses	377,525	66,617	17.65%	108,273	98,388	113,438	103,438	423,537	\$1500 Scout Projects
	Total Expenses	725,905	263,567	36.31%	182,913	204,528	189,578	177,078	754,097	
	Transfer From -	737,000	0	0.00%				305,000	305,000	Includes funding for **
	Transfer To	0	0	#DIV/0!				0	0	
	Revenue in Excess of Expenses	11,095	(262,817)	-2368.79%	(182,913)	(204,528)	(189,578)	127,922	(449,097)	

** Disc Golf Lot, Parks Audit,
 Phase II Signs, Server Replacement
 Water Facility Upgrades, 901 Refurbishing
 Maintenance Yard, Wet Well Lid Replacement
 Water Facility Security, Dam Repairs

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 FY2009 was \$.17 per \$100 of Assessed value (AV). The District's certified AV remained constant due to the housing slowdown. Based on the FY2010 AV, each \$.01 of tax rate generates \$112,528 in revenue. For the average homeowner in the District, each \$.01 amounts to \$20.15 in taxes based on an average 2010 AV of \$201,545.

In February 2009, the Board approved a funding mechanism in which the OM tax revenue funds both the Administrative cost centers and the Maintenance cost centers. For FY2010, staff request budgets for Administrative cost centers that requires a \$7.5 cent OM tax rate.

Significant changes reflected in the FY2010 Budget include the following;

- Staff are recommending increasing the Operation and Maintenance Tax rate to \$.19 per \$100 of Assessed Value (AV). The total District tax rate would remain \$.50 per \$100 of AV.
- The investment interest is budgeted at 1.00% slightly higher than what the District is currently earning.
- Rental income has been increased pending a new cell tower lease.
- Funding of a Public Works certification pay program of \$10,000.
- Funding of \$16,000 for the staff computer replacement program.
- Addition of fire-proof filing cabinets at the District office at 901 Great Oaks for record maintenance.

Brushy Creek Municipal Utility District
 Operating Budget
 Fiscal Year:2010
 Cost Center: Administrative

Object Code	Account	FY2009	FY2009	% of Annual Budget	PROPOSED				Fiscal Year 2010 Total	
		Budget Revised	7 months Actual		Quarter 1	Quarter 2	Quarter 3	Quarter 4		
4101	Property Tax Income	1,857,578	1,944,290	104.67%	1,291,157	804,327	10,583	10,581	2,116,649	Based on \$1,125,279,771 @ 99% & \$.19
4102	Delinquent Property Tax Income	9,288	7,180	77.30%	1,058	1,058	3,175	5,292	10,583	Based .5% collection
4103	Defined Area Tax	0	36,130	#DIV/0!					0	Increase OM Tax by \$.02
4110	Plan Review Income	3,000	5,100	170.00%		2,300			2,300	
4112	Inspection Fees	22,500	18,595	82.64%	6,750	6,750	6,750	6,750	27,000	Based on 90 new LUEs in FY2009
4220	New Connection Fees	5,400	6,730	124.63%	1,350	1,350	1,350	1,350	5,400	Based on 90 new LUEs in FY2009
4401	Service Charges	70,000	24,375	34.82%	12,500	12,500	12,500	12,500	50,000	
4403	Late Charges	90,000	77,714	86.35%	22,500	22,500	22,500	22,500	90,000	
4405	Interest Income	270,000	63,600	23.56%	18,290	19,590	20,590	19,890	78,360	Based on 1.00% interest rate
4501	Rental Income	44,700	19,282	43.14%	9,375	9,375	12,375	12,375	43,500	Includes new Cell lease
	TOTAL REVENUE	2,372,466	2,204,273	92.91%	1,362,981	879,751	89,823	91,238	2,423,792	
5010	Salary	523,360	274,617	52.47%	137,790	137,790	137,790	137,790	551,160	Includes increased hours for records
5011	Merit Salary	16,001	0	0.00%				18,933	18,933	Includes 3% Merit Increase & Cert. Pay
5012	Overtime	16,000	9,222	57.64%	2,650	2,650	2,650	2,650	10,600	
	Total Payroll	555,361	283,839	51.11%	140,440	140,440	140,440	159,373	580,693	
5020	FICA / Medicare	51,340	20,010	38.98%	13,131	13,131	13,131	13,131	52,524	
5030	Health	96,620	23,799	24.63%	20,678	20,678	20,678	20,678	82,712	
5031	Vision Insurance	0	739	#DIV/0!					0	
5032	Dental	0	2,396	#DIV/0!					0	
5034	Life	0	466	#DIV/0!					0	
5035	Disability Insurance	0	1,374	#DIV/0!					0	
5040	Workers Compensation	0	7,962	#DIV/0!					0	
5050	Unemployment Insurance	0	528	#DIV/0!					0	
5070	Retirement	0	13,929	#DIV/0!					0	
	Total Benefits	147,960	71,203	48.12%	33,809	33,809	33,809	33,809	135,236	
5201	Airfare	400	228	56.88%	50	50	50	50	200	
5202	Lodging	5,200	978	18.81%	350	350	350	350	1,400	
5204	Cab Fare / local transportation	300	11	3.67%	10		10	10	30	
5205	Parking	152	69	45.39%	20	20	20	10	70	
5206	Travel Meals	480	45	9.38%	75	75	75	75	300	
5207	Mileage	2,000	1,806	90.30%	500	500	500	500	2,000	
	Total Travel	8,532	3,137	36.76%	1,005	995	1,005	995	4,000	Travel for Conferences and Prof Dev
5900	Capital Equipment	0	0	#DIV/0!		40,000			40,000	Replacement Servers
6030	Contractual/ Trainers- Instructors	2,000	2,373	118.65%	400	400	400	400	1,600	Employee Trainings
6040	Contractual/Network maint/dev.	10,000	1,890	18.90%	1,250	1,250	1,250	1,250	5,000	
6045	Contractual/Website	0	0	#DIV/0!	4,000				4,000	Web Modifications by Qsend
6060	Appraisal Fees	1,000	0	0.00%	750	750	750	750	3,000	
6065	Depository Contract	26,800	20,318	75.81%	7,500	7,500	7,500	7,500	30,000	
6070	Maintenance Contracts	12,180	5,463	44.85%	905	905	7,905	4,905	14,620	\$1,920 Qsend, \$1,200 website,
6078	Plumbing Inspections	22,500	14,455	64.24%	5,625	5,625	5,625	5,625	22,500	\$7,000 UMS, \$4,000 MIP
6079	Engineering Fees	0	3,936	#DIV/0!					0	
6080	Contractual/Contract Labor	34,000	10,828	31.85%	1,250	16,250	1,250	1,250	20,000	Includes Revised Rate Study
	Total Contractual	108,480	59,263	54.63%	21,680	32,680	24,680	21,680	100,720	
6105	Minor Equipment	2,600	5,233	201.27%	2,670		3,330		6,000	Scanner, Shelving for Records
6110	General Office Supplies	11,000	6,769	61.54%	2,000	2,000	2,000	2,000	8,000	
6115	Materials & Supplies	14,000	3,806	27.19%	1,250	1,250	1,250	1,250	5,000	
6122	Uniforms	0	62	#DIV/0!					0	
6130	Furniture	2,150	250	11.63%	750	14,400			15,150	File Cabinets for Records
6140	Computer Supplies	5,000	251	5.02%	1,500	1,500	1,500	1,500	6,000	
6145	Software	80,000	4,979	6.22%	4,000	4,000	4,000	4,000	16,000	PC replacement and software upgrades
6148	Copier/Laser Printer Supplies	0	233	#DIV/0!	500	500	500	500	2,000	
6150	Business Meals	2,500	634	25.36%	125	125	125	125	500	
6180	T-Shirts/Pins/Etc.	1,250	179	14.32%	50	50	50	50	200	
	Total Supplies	118,500	22,396	18.90%	12,845	23,825	12,755	9,425	58,850	
6216	Equipment Rent Expense	14,000	8,425	60.18%	3,500	3,500	3,500	3,500	14,000	copiers rental
6220	Postage Expense	8,000	4,370	54.63%	2,000	2,000	2,000	2,000	8,000	
6222	Express Mail/Parcel	1,000	171	17.10%	200	200	200	200	800	
6224	Shipping	200	169	84.45%	200	200	200	200	800	
6300	Telephone Expense	9,000	7,109	78.99%	3,200	3,200	3,200	3,200	12,800	
6304	Pager / Cell Phone	3,000	2,161	72.03%	375	375	375	375	1,500	
6310	Fees/Dues/Subscription Expense	4,000	3,139	78.48%	325	325	325	325	1,300	
6314	Professional Development Fees	6,000	3,432	57.20%	500	500	500	500	2,000	
6320	Repair/Mtc/Warranty Expense	21,000	6,948	33.09%	3,500	3,500	3,500	3,500	14,000	
6322	Printing Expense	11,800	2,933	24.86%	1,500	1,500	1,500	1,500	6,000	
6325	Recruiting Expense	6,000	668	11.13%	300	300	300	300	1,200	
6327	Program Meals	8,650	4,698	54.31%	1,750	250	250	250	2,500	Staff holiday party, 4 Brown Bags
6400	Utilities Expense	12,000	6,140	51.17%	3,100	3,100	3,100	3,100	12,400	
6416	Professional Liability Insurance	65,600	50,406	76.84%	16,895	16,895	16,895	16,895	67,580	
6430	Streetlights	91,500	39,299	42.95%	20,500	20,500	20,500	20,500	82,000	
	Total Other Expenses	261,750	140,270	53.59%	57,845	56,345	56,345	56,345	226,880	
	Total Expenses	1,200,583	580,108	48.32%	267,624	328,094	269,034	281,627	1,146,379	
	Transfer From -	15,000	34,273	228.49%	157,086	133,668	164,551	189,165	644,470	10% of other Revenue to Admin
	Transfer To	0	475,553	#DIV/0!					0	
	Revenue in Excess of Expenses	1,186,883	1,182,885	99.66%	1,252,442	685,325	(14,659)	(1,224)	1,921,884	

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. The FY2010 budget does not reflect any new expenditures or staff.

Brushy Creek Municipal Utility District
 Operating Budget
 Fiscal Year:2010
 Cost Center: Customer Service

Object Code	Account	FY2009		% of Annual Budget	PROPOSED				Fiscal Year 2010 Total
		Budget Revised	7 months Actual		58.33%	Quarter 1	Quarter 2	Quarter 3	
	TOTAL REVENUE	0	0	#DIV/0!	0	0	0	0	0
5010	Salary	136,752	77,954	57.00%	34,405	34,405	34,405	34,405	137,620
5011	Merit Salary	3,533	0	0.00%				3,647	3,647
5012	Overtime	1,400	5,344	381.71%	645	645	645	645	2,580
	Total Payroll	141,685	83,298	58.79%	35,050	35,050	35,050	38,697	143,847
5020	FICA / Medicare	15,140	6,347	41.92%	3,267	3,267	3,267	3,267	13,067
5030	Health	21,736	6,096	28.05%	5,900	5,900	5,900	5,900	23,600
5031	Vision Insurance	0	185	#DIV/0!					0
5032	Dental	0	525	#DIV/0!					0
5034	Life	0	118	#DIV/0!					0
5035	Disability Insurance	0	297	#DIV/0!					0
5040	Workers Compensation	0	1,732	#DIV/0!					0
5050	Unemployment Insurance	0	151	#DIV/0!					0
5070	Retirement	0	4,121	#DIV/0!					0
	Total Benefits	36,876	19,572	53.08%	9,167	9,167	9,167	9,167	36,667
5207	Mileage	200	17	8.25%	25	25	25	25	100
	Total Travel	200	17	8.25%	25	25	25	25	100
5900	Capital Equipment	0	0	#DIV/0!					0
6030	Contractual/ Trainers- Instructors	6,000	3,300	55.00%	1,000		1,000		2,000
	Total Contractual	6,000	3,300	55.00%	1,000	0	1,000	0	2,000
6105	Minor Equipment	2,000	1,501	75.05%		500			500
6110	General Office Supplies	0	267	#DIV/0!	300	300	300	300	1,200
6115	Materials & Supplies	1,800	0	0.00%	60	60	60	70	250
6122	Uniforms	100	0	0.00%	25	25	25	25	100
6130	Furniture	500	0	0.00%	500		500		1,000
6148	Copier/Laser Printer Supplies	800	604	75.50%	300	300	300	300	1,200
6150	Business Meals	0	50	#DIV/0!					0
	Total Supplies	5,200	2,422	46.58%	1,185	1,185	1,185	695	4,250
6310	Fees/Dues/Subscription Expense	2,000	400	20.00%	100	300	100	100	600
6322	Printing Expense	300	94	31.40%	250	250	250	250	1,000
6325	Recruiting Expense	0	88	#DIV/0!	50	50	50	50	200
	Total Other Expenses	2,300	582	25.31%	400	600	400	400	1,800
	Total Expenses	192,261	109,191	56.79%	46,827	46,027	46,827	48,984	188,664
	Transfer From -	0	0	#DIV/0!					0
	Transfer To	0	0	#DIV/0!	0	0	0	0	0
	Revenue in Excess of Expenses	(192,261)	(109,191)	56.79%	(46,827)	(46,027)	(46,827)	(48,984)	(188,664)

Cust Serv Training, Cash Handling

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.

	Parks Maintenance Cost Center	Pools Maintenance Cost Center	Grounds Cost Center	Facility Maintenance Cost Center	Total
Non-Tax Revenue	0	0	20,500	0	20,500
Expenses	232,458	279,882	413,914	138,453	1,064,707
Net	-232,458	(279,882)	(393,414)	(138,453)	(1,044,207)
Transfer of 10% Revenue to Administration					(2,050)
Net Surplus / (Deficit)					(1,046,257)
Required OM Tax Rate					0.094

For both Administration and Maintenance funding, the required OM tax rate is \$16.90 cents per \$100 of assessed value.

Parks Maintenance Cost Center

The focus on Parks Maintenance for FY2010 will be the maintenance of existing parks and facilities while the department prepares a long term maintenance and capital improvement plan. During the previous two years there have been significant additions to Parks capital projects including new trails, a new pavilion, and a new disc golf parking lot.

Brushy Creek Municipal Utility District
 Operating Budget
 Fiscal Year:2010
 Cost Center: Park Maintenance

Object Code	Account	FY2009	FY2009	% of	PROPOSED				Fiscal Year 2010 Total	
		Budget Revised	7 months Actual	Annual Budget	Quarter 1	Quarter 2	Quarter 3	Quarter 4		
	TOTAL REVENUE	0	0	#DIV/0!	0	0	0	0	0	
5010	Salary	68,212	34,741	50.93%	21,630	21,630	21,630	21,630	86,520	
5011	Merit Salary	2,046	0	0.00%				2,163	2,163	
5012	Overtime	4,028	4,999	124.11%	840	840	840	840	3,360	
	Total Payroll	74,286	39,740	53.50%	22,470	22,470	22,470	24,633	92,043	
5020	FICA / Medicare	6,760	3,032	44.85%	2,055	2,055	2,055	2,055	8,219	
5030	Health	20,216	7,402	36.61%	6,800	6,800	6,800	6,800	27,200	
5031	Vision Insurance	0	175	#DIV/0!					0	
5032	Dental	0	583	#DIV/0!					0	
5034	Life	0	89	#DIV/0!					0	
5035	Disability Insurance	0	234	#DIV/0!					0	
5040	Workers Compensation	0	1,029	#DIV/0!					0	
5050	Unemployment Insurance	0	81	#DIV/0!					0	
5070	Retirement	0	1,998	#DIV/0!					0	
	Total Benefits	26,976	14,623	54.21%	8,855	8,855	8,855	8,855	35,419	
5206	Travel Meals	0	0	#DIV/0!	75	75	75	75	300	
5207	Mileage	0	0	#DIV/0!	100	100	100	100	400	
	Total Travel	0	0	#DIV/0!	175	175	175	175	700	
5900	Capital Equipment	0	0	#DIV/0!					0	
6070	Maintenance Contracts	11,000	7,118	64.71%	2,750	2,750	2,750	2,750	11,000	
6080	Contractual/Contract Labor	46,000	8,922	19.40%	1,250	1,250	1,250	1,250	5,000	Miscellaneous repairs
	Total Contractual	57,000	16,040	28.14%	4,000	4,000	4,000	4,000	16,000	
6105	Minor Equipment	2,000	127	6.35%	750	750	750	750	3,000	
6110	General Office Supplies	600	54	9.00%					0	
6115	Materials & Supplies	20,000	24,350	121.75%	10,000	18,000	10,000	10,000	48,000	Granite, Kiddie Cushion, table and BBQ pit re
6120	Chemicals	1,000	0	0.00%	1,250	1,250	1,250	1,250	5,000	Pesticides % Weed killer
6122	Uniforms	972	1,253	128.91%	948		948		1,896	
6124	Fuel / Oil	5,000	2,134	42.68%	1,250	1,250	1,250	1,250	5,000	
6135	Major Equipment	5,000	0	0.00%	1,750	1,750	1,750	1,750	7,000	
6140	Computer Supplies	400	0	0.00%	100	100	100	100	400	
6180	T-Shirts/Pins/Etc.	400	0	0.00%	100	100	100	100	400	
	Total Supplies	35,372	27,970	79.07%	16,148	23,200	16,148	15,200	70,696	
6213	District Vehicle Expense	4,000	439	10.98%	500	500	500	500	2,000	
6216	Equipment Rent Expense	2,000	1,956	97.80%	750	750	750	750	3,000	
6250	RR Refuse Garbage Service	400	0	0.00%					0	
6300	Telephone Expense	1,000	384	38.40%	100	100	100	100	400	
6304	Pager / Cell Phone	6,240	1,098	17.60%	400	400	400	400	1,600	
6310	Fees/Dues/Subscription Expense	0	20	#DIV/0!					0	
6314	Professional Development Fees	2,000	111	5.55%	900	900	900	900	3,600	Certification of Parks Personnel
6320	Repair/Mtc/Warranty Expense	43,000	16,710	38.86%					0	
6322	Printing Expense	2,000	119	5.95%	500	500	500	500	2,000	Park Signs
6324	Advertising	0	31	#DIV/0!					0	
6400	Utilities Expense	6,000	2,491	41.52%	1,250	1,250	1,250	1,250	5,000	
	Total Other Expenses	66,640	23,359	35.05%	4,400	4,400	4,400	4,400	17,600	
	Total Expenses	260,274	121,732	46.77%	56,048	63,100	56,048	57,263	232,458	
	Transfer From -	0	0	#DIV/0!					0	
	Transfer To	0	0	#DIV/0!	0	0	0	0	0	10% of Revenue to Admin
	Revenue in Excess of Expenses	(260,274)	(121,732)	46.77%	(56,048)	(63,100)	(56,048)	(57,263)	(232,458)	

Pools Maintenance Cost Center

Pools maintenance plans several repair and replacement projects for FY2010 including the following;

- The replacement of the Sendero Pool cover, \$25,000.
- Repairs to the Cat Hollow pool skimmer, \$7,500
- Resurfacing of the Cat Hollow pool deck, \$26,000
- Repair to the Cat Hollow restroom roofs, \$6,800

Brushy Creek Municipal Utility District
 Operating Budget
 Fiscal Year:2010
 Cost Center: Pool Maintenance

Object Code	Account	FY2009	FY2009	% of	PROPOSED				Fiscal	
		Budget Revised	7 months Actual	Annual Budget	Quarter 1	Quarter 2	Quarter 3	Quarter 4	Year 2010 Total	
	TOTAL REVENUE	0	0	#DIV/0!	0	0	0	0	0	
5010	Salary	68,212	34,740	50.93%	13,420	13,420	13,420	13,420	53,680	
5011	Merit Salary	2,046	0	0.00%				1,342	1,342	
5012	Overtime	4,028	4,999	124.11%	375	375	375	375	1,500	
	Total Payroll	74,286	39,739	53.49%	13,795	13,795	13,795	15,137	56,522	
5020	FICA / Medicare	6,760	3,022	44.70%	1,275	1,275	1,275	1,275	5,100	
5030	Health	20,216	7,403	36.62%	4,140	4,140	4,140	4,140	16,560	
5031	Vision Insurance	0	175	#DIV/0!					0	
5032	Dental	0	585	#DIV/0!					0	
5034	Life	0	90	#DIV/0!					0	
5035	Disability Insurance	0	235	#DIV/0!					0	
5040	Workers Compensation	0	1,029	#DIV/0!					0	
5050	Unemployment Insurance	0	81	#DIV/0!					0	
5070	Retirement	0	1,998	#DIV/0!					0	
	Total Benefits	26,976	14,618	54.19%	5,415	5,415	5,415	5,415	21,660	
5206	Travel Meals	0	0	#DIV/0!	50	50	50	50	200	
5207	Mileage	0	0	#DIV/0!	100	100	100	100	400	
	Total Travel	0	0	#DIV/0!	150	150	150	150	600	
5900	Capital Equipment	0	0	#DIV/0!	25,000				25,000	Sendero Pool Cover
6030	Contractual/ Trainers- Instructors	1,000	540	54.00%		500			500	CPO Training
6080	Contractual/Contract Labor	4,000	3,752	93.80%	1,000	1,000	1,000	1,000	4,000	
	Total Contractual	5,000	4,292	85.84%	1,000	1,500	1,000	1,000	4,500	
6110	General Office Supplies	400	30	7.50%	100	100	100	100	400	
6115	Materials & Supplies	15,000	6,704	44.69%	3,000	3,000	3,000	3,000	12,000	
6120	Chemicals	25,000	11,081	44.32%	7,500	7,500	7,500	7,500	30,000	Poolsure Contract
6122	Uniforms	1,800	470	26.11%	0		0		0	
6124	Fuel / Oil	0	59	#DIV/0!					0	
6135	Major Equipment	0	1,278	#DIV/0!					0	
6156	Pipes and Components	0	16	#DIV/0!					0	
	Total Supplies	42,200	20,563	48.73%	10,600	10,600	10,600	10,600	42,400	
6212	Building Maintenance	2,000	0	0.00%	250	250	250	250	1,000	
6213	District Vehicle Expense	4,000	0	0.00%	300	300	300	300	1,200	
6216	Equipment Rent Expense	1,000	0	0.00%	100	100	100	100	400	
6300	Telephone Expense	7,400	7,696	104.00%	3,600	3,600	3,600	3,600	14,400	Time Warner cable and phone
6310	Fees/Dues/Subscription Expense	1,000	0	0.00%					0	
6314	Professional Development Fees	0	0	#DIV/0!					0	CH Skimmer Repair (\$7.5)
6320	Repair/Mtc/Warranty Expense	90,275	77,076	85.38%		40,300	14,000		54,300	CH Resurface Deck (\$26K)
6322	Printing Expense	200	0	0.00%	100	100	100	100	400	CH Repair restroom roof (\$6.8K)
6324	Advertising	0	61	#DIV/0!					0	CS Refurbish Restroom (\$2K)
6400	Utilities Expense	70,000	31,114	44.45%	12,500	20,000	12,500	12,500	57,500	Sendero Repair pump room roof
	Total Other Expenses	175,875	115,947	65.93%	16,850	64,650	30,850	16,850	129,200	
	Total Expenses	324,337	195,159	60.17%	72,810	96,110	61,810	49,152	279,882	
	Transfer From -	0	0	#DIV/0!					0	
	Transfer To	0	0	#DIV/0!	0	0	0	0	0	10% of Revenue to Admin
	Revenue in Excess of Expenses	(324,337)	(195,159)	60.17%	(72,810)	(96,110)	(61,810)	(49,152)	(279,882)	

Grounds Cost Center

The Grounds Cost Center includes those costs associated with maintaining the trails and landscaping at the Districts parks.

Changes in the FY2010 budget include;

- Repairs to the irrigation system in the medians and other District facilities.
- Development of an inventory and action plan for landscaping of the District's public spaces including the tree replacement along Great Oaks.
- \$35,000 for tree replacement and tree trimming

Brushy Creek Municipal Utility District
 Operating Budget
 Fiscal Year:2010
 Cost Center: Grounds

Object Code	Account	FY2009	FY2009	% of Annual Budget	PROPOSED				Fiscal Year 2010 Total	
		Budget Revised	7 months Actual		58.33%	Quarter 1	Quarter 2	Quarter 3		
4402	Donations	0	13,664	#DIV/0!					0	
4500	Other Income	20,500	0	0.00%			20,500		20,500	
	TOTAL REVENUE	20,500	13,664	66.65%	0	0	20,500	0	20,500	
5010	Salary	75,496	35,415	46.91%	20,575	20,575	20,575	20,575	82,300	
5011	Merit Salary	2,265	0	0.00%				2,058	2,058	
5012	Overtime	900	2,143	238.11%	30	30	30	30	120	
	Total Payroll	78,661	37,558	47.75%	20,605	20,605	20,605	22,663	84,478	
5020	FICA / Medicare	7,144	2,886	40.40%	1,929	1,929	1,929	1,929	7,716	
5030	Health	9,528	3,910	41.04%	4,130	4,130	4,130	4,130	16,520	
5031	Vision Insurance	0	102	#DIV/0!					0	
5032	Dental	0	274	#DIV/0!					0	
5034	Life	0	85	#DIV/0!					0	
5035	Disability Insurance	0	223	#DIV/0!					0	
5040	Workers Compensation	0	1,092	#DIV/0!					0	
5050	Unemployment Insurance	0	86	#DIV/0!					0	
5070	Retirement	0	1,880	#DIV/0!					0	
	Total Benefits	16,672	10,538	63.21%	6,059	6,059	6,059	6,059	24,236	
5202	Lodging	0	0	#DIV/0!	1,000				1,000	Keep Tx Beautiful Conference
5205	Parking	0	0	#DIV/0!	100	0	0	0	100	
5206	Travel Meals	0	0	#DIV/0!	300				300	
5207	Mileage	0	0	#DIV/0!	175	25	25	25	250	
	Total Travel	0	0	#DIV/0!	1,575	25	25	25	1,650	
5900	Capital Equipment	0	0	#DIV/0!					0	
6065	Depository Contract	0	42	#DIV/0!					0	
6070	Maintenance Contracts	192,000	94,310	49.12%	50,000	50,000	50,000	50,000	200,000	Mowing Contract
6080	Contractual/Contract Labor	0	0	#DIV/0!	5,000	5,000	5,000	5,000	20,000	Irrigation repairs
	Total Contractual	192,000	94,352	49.14%	55,000	55,000	55,000	55,000	220,000	
6105	Minor Equipment	6,000	440	7.34%	500	500	500	500	2,000	
6110	General Office Supplies	0	0	#DIV/0!	150	150	150	150	600	
6115	Materials & Supplies	25,000	21,920	87.68%	31,250	6,250	6,250	6,250	50,000	Plant Materials
6120	Chemicals	5,000	434	8.68%	1,250	1,250	1,250	1,250	5,000	
6122	Uniforms	648	855	131.94%	250	250	250	250	1,000	Includes \$648 reimbursable and \$
6124	Fuel / Oil	2,000	0	0.00%					0	
6140	Computer Supplies	750	0	0.00%	525	525	525	525	2,100	GPS Equipment
6145	Software	0	0	#DIV/0!	375	375	375	375	1,500	Autocad software
6155	Building Materials	1,000	450	45.03%	250	250	250	250	1,000	
6156	Pipes and Components	5,000	0	0.00%	750	750	750	750	3,000	
6160	Training Materials	0	0	#DIV/0!				700	700	Instructional program materials
	Total Supplies	45,398	24,100	53.09%	35,300	10,300	10,300	11,000	66,900	
6213	District Vehicle Expense	2,000	89	4.45%	500	500	500	500	2,000	
6216	Equipment Rent Expense	1,000	0	0.00%	250	250	250	250	1,000	
6220	Postage Expense	0	0	#DIV/0!				200	200	Thank you notes to volunteers
6300	Telephone Expense	2,000	809	40.45%					0	
6304	Pager / Cell Phone	4,560	803	17.61%	300	300	300	300	1,200	
6310	Fees/Dues/Subsription Expense	2,000	120	6.00%	375	375	375	375	1,500	Keep Tx Beautiful fees, etc
6314	Professional Development Fees	0	0	#DIV/0!	1,250	750	750	500	3,250	Conf Fees, Continuing Ed
6320	Repair/Mtc/Warranty Expense	5,000	1,817	36.34%	1,250	1,250	1,250	1,250	5,000	
6322	Printing Expense	4,000	347	8.68%	500	500	500	500	2,000	
6324	Advertising	1,000	0	0.00%	200	200	50	50	500	
6327	Program Meals	0	15	#DIV/0!					0	
	Total Other Expenses	21,560	4,000	18.55%	4,625	4,125	3,975	3,925	16,650	
	Total Expenses	354,291	170,548	48.14%	123,164	96,114	95,964	98,672	413,914	
	Transfer From -	0	0	#DIV/0!					0	
	Transfer To	0	0	#DIV/0!	0	0	2,050	0	2,050	10% of Revenue to Admin
	Revenue in Excess of Expenses	(333,791)	(156,884)	47.00%	(123,164)	(96,114)	(77,514)	(98,672)	(395,464)	

Facility Maintenance Cost Center

The budget for Facility Maintenance includes the cost of one maintenance employee and continuing costs of outsourcing housekeeping. The only significant increase in the budget is the cost of re-painting the Community Center at \$15,000.

Brushy Creek Municipal Utility District
 Operating Budget
 Fiscal Year:2010
 Cost Center: Facility Maintenance

Object Code	Account	FY2009	FY2009	% of	PROPOSED				Fiscal	
		Budget Revised	7 months 58.33% Actual	Annual Budget	Quarter 1	Quarter 2	Quarter 3	Quarter 4	Year 2010 Total	
	TOTAL REVENUE	0	0	#DIV/0!	0	0	0	0	0	
5010	Salary	39,384	12,241	31.08%	9,275	9,275	9,275	9,275	37,100	
5011	Merit Salary	1,671	0	0.00%				928	928	
5012	Overtime	8,200	403	4.91%	1,500	1,500	1,500	1,500	6,000	
	Total Payroll	49,255	12,644	25.67%	10,775	10,775	10,775	11,703	44,028	
5020	FICA / Medicare	5,976	968	16.20%	1,015	1,015	1,015	1,015	4,060	
5030	Health	7,652	751	9.81%	3,200	3,200	3,200	3,200	12,800	
5031	Vision Insurance	0	25	#DIV/0!					0	
5032	Dental	0	50	#DIV/0!					0	
5034	Life	0	15	#DIV/0!					0	
5035	Disability Insurance	0	39	#DIV/0!					0	
5040	Workers Compensation	0	909	#DIV/0!					0	
5050	Unemployment Insurance	0	28	#DIV/0!					0	
5070	Retirement	0	638	#DIV/0!					0	
	Total Benefits	13,628	3,423	25.12%	4,215	4,215	4,215	4,215	16,860	
5207	Mileage	100	0	0.00%					0	
	Total Travel	100	0	0.00%	0	0	0	0	0	
5900	Capital Equipment	0	0	#DIV/0!					0	
6055	Security	0	0	#DIV/0!	25				25	
6070	Maintenance Contracts	37,320	13,351	35.77%	3,825	2,075	2,075	2,075	10,050	Zamboni, HVAC, Fire Controls, Trans
6080	Contractual/Contract Labor	0	1,636	#DIV/0!	6,750	6,750	6,750	6,750	27,000	Housekeeping Contractor, Window a
	Total Contractual	37,320	14,987	40.16%	10,600	8,825	8,825	8,825	37,075	Carpet Cleaning
6105	Minor Equipment	0	0	#DIV/0!				200	200	
6110	General Office Supplies	400	0	0.00%					0	
6115	Materials & Supplies	12,000	6,267	52.23%	2,800	1,400	4,300	2,350	10,850	Cleaning checmicals, trash bag, toilet
6122	Uniforms	300	0	0.00%					0	
	Total Supplies	12,700	6,267	49.35%	2,800	1,400	4,300	2,550	11,050	
6212	Building Maintenance	6,000	9,602	160.03%	1,400	13,950	1,450	1,450	18,250	Paint Community Center
6304	Pager / Cell Phone	420	118	28.10%	75	75	75	75	300	
6305	Utility Bill Expenses	0	0	#DIV/0!					0	
6310	Fees/Dues/Subscription Expense	0	245	#DIV/0!					0	
6320	Repair/Mtc/Warranty Expense	8,000	7,140	89.25%	1,000	4,300	4,500	1,090	10,890	Maintenance Calls; Fox, HSP,
	Total Other Expenses	14,420	17,105	118.62%	2,475	18,325	6,025	2,615	29,440	Cothrons
	Total Expenses	127,423	54,426	42.71%	30,865	43,540	34,140	29,908	138,453	
	Transfer From -	0	0	#DIV/0!					0	
	Transfer To	0	0	#DIV/0!	0	0	0	0	0	10% of Revenue to Admin
	Revenue in Excess of Expenses	(127,423)	-54,426	42.71%	(30,865)	(43,540)	(34,140)	(29,908)	(138,453)	

Service Departments

The Services departments include utility services (water and wastewater) and solid waste services. The District funding plan for Services is that fee and rate revenue would support all utility costs, the 10% of revenue transfer back to Administration and funding of Recreation services at \$120 per District connection. This funding plan will be implemented over several years so as to not produce a rate shock to customers. Until rates can support these services, the District will continue to transfer Waster Water impact fees to support waste water costs and use Operation and Maintenance tax to fund utility services.

Additionally, a new cost center has been established for the Regulatory Compliance services. This department will be funded by fees charged to all in-District water customers.

FY2010 Budget						
Funding Service Cost Centers						
	<u>Water Cost Center</u>	<u>Water Facility Cost Center</u>	<u>Waste Water Cost Center</u>	<u>Compliance Cost Center</u>	<u>Solid Waste Cost Center</u>	<u>Total</u>
Non-Tax Revenue	2,703,984	0	1,742,142	105,768	931,392	5,483,286
Expenses	558,928	1,557,515	1,716,976	86,140	872,194	4,791,753
Net	2,145,056	(1,557,515)	25,166	19,628	59,198	691,533
Transfer of 10% Revenue to Administration						(548,329)
Transfer of \$120 per connection to Recreation						(583,431)
Transfer from Waste Water Impact Fee revenue and Reserves (\$162,360 from CY revenue and \$40,000 from reserves)						202,360
Net Surplus / (Deficit)						(237,867)
Required OM Tax Rate						0.021

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 FY2010 budget reflects revenue based on current rates and average peak and off peak consumptions from FY2007 and FY2008.

Changes included in the FY2009 budget include;

- Replacement of up to 500 residential meters in the District that have 1.5 million gallons or more. This is a continuation of the replacement program begun at the end of FY2009.
- The funding of the Recreation programs is reflected as a transfer in this costs center of 4,855 connections at \$120.

Brushy Creek Municipal Utility District
 Operating Budget
 Fiscal Year:2010
 Cost Center: Water

Object Code	Account	FY2009		% of Annual Budget	PROPOSED				Fiscal Year 2010 Total	
		FY2009 Budget Revised	FY2009 7 months Actual		Quarter 1	Quarter 2	Quarter 3	Quarter 4		
4201	Water Service	2,512,868	1,381,659	54.98%	629,843	407,849	640,168	903,463	2,581,324	Based on 5,095 Connections @99%
4211	Water Connection	23,850	2,850	11.95%	4,500	4,500	4,500	4,500	18,000	
4240	Raw Water Sales	104,340	69,759	66.86%	24,415	24,415	27,915	27,915	104,660	
	TOTAL REVENUE	2,641,058	1,454,268	55.06%	658,758	436,764	672,583	935,878	2,703,984	
5010	Salary	161,780	68,173	42.14%	40,070	40,070	40,070	40,070	160,280	
5011	Merit Salary	3,608	0	0.00%				4,247	4,247	
5012	Overtime	5,712	4,457	78.03%	1,367	1,367	1,367	1,367	5,468	
	Total Payroll	171,100	72,630	42.45%	41,437	41,437	41,437	45,684	169,995	
5020	FICA / Medicare	15,128	5,524	36.52%	3,807	3,807	3,807	3,807	15,227	
5030	Health	48,128	11,981	24.89%	9,985	9,985	9,985	9,985	39,940	
5031	Vision Insurance	0	309	#DIV/0!					0	
5032	Dental	0	1,017	#DIV/0!					0	
5034	Life	0	166	#DIV/0!					0	
5035	Disability Insurance	0	429	#DIV/0!					0	
5040	Workers Compensation	0	2,637	#DIV/0!					0	
5050	Unemployment Insurance	0	129	#DIV/0!					0	
5070	Retirement	0	3,596	#DIV/0!					0	
	Total Benefits	63,256	25,788	40.77%	13,792	13,792	13,792	13,792	55,167	
5207	Mileage	400	112	28.00%	50	50	50	50	200	
	Total Travel	400	112	28.00%	50	50	50	50	200	
5900	Capital Equipment	100,000	19,640	19.64%					0	
6030	Contractual/ Trainers- Instructors	0	140	#DIV/0!					0	
6040	Contractual/Network maint/dev.	3,000	280	9.33%	750	750	750	750	3,000	
6070	Maintenance Contracts	1,500	0	0.00%	500	500	500	500	2,000	
6080	Contractual/Contract Labor	30,400	2,658	8.74%	1,500	10,500	10,500	1,500	24,000	
	Total Contractual	34,900	3,078	8.82%	2,750	11,750	11,750	2,750	29,000	
6105	Minor Equipment	4,000	1,750	43.74%	1,000	1,000	1,000	1,000	4,000	
6110	General Office Supplies	600	440	73.33%	150	150	150	150	600	
6115	Materials & Supplies	8,800	2,882	32.75%	1,250	1,250	1,250	1,250	5,000	
6120	Chemicals	1,000	0	0.00%	250	250	250	250	1,000	
6121	Lab Supplies	500	910	182.00%	250		250		500	
6122	Uniforms	1,296	984	75.93%	948		948		1,896	\$810 reimbursable, \$450 Shirts, \$636 for boot: non-street wear
6124	Fuel / Oil	15,000	7,190	47.93%	3,750	3,750	3,750	3,750	15,000	
6135	Major Equipment	8,000	0	0.00%	2,000	2,000	2,000	2,000	8,000	
6140	Computer Supplies	400	444	111.00%	200		200		400	
6150	Business Meals	0	183	#DIV/0!					0	
6154	Water Meters	136,400	1,604	1.18%			50,000	50,000	100,000	500 meters for replacement program
6156	Pipes and Components	6,000	2,364	39.40%	2,000	2,000	2,000	2,000	8,000	
6160	Training Materials	2,000	0	0.00%	500	500	500	500	2,000	
	Total Supplies	192,496	18,750	9.74%	12,298	10,900	62,298	60,900	146,396	
6213	District Vehicle Expense	5,000	848	16.96%	1,250	1,250	1,250	1,250	5,000	
6216	Equipment Rent Expense	5,000	655	13.11%	750	750	750	750	3,000	
6220	Postage Expense	8,500	4,237	49.85%	2,250	2,250	2,250	2,250	9,000	
6222	Express Mail/Parcel	0	19	#DIV/0!					0	
6300	Telephone Expense	1,800	1,825	101.39%	625	625	625	625	2,500	
6304	Pager / Cell Phone	6,760	2,986	44.17%	850	850	850	850	3,400	
6305	Utility Bill Expenses	8,000	4,090	51.13%	2,000	2,000	2,000	2,000	8,000	
6310	Fees/Dues/Subscription Expense	3,000	1,408	46.93%	500	500	500	500	2,000	
6311	TCEQ Regulatory Fees	10,000	5,717	57.17%	2,500	2,500	2,500	2,500	10,000	
6314	Professional Development Fees	0	284	#DIV/0!					0	
6320	Repair/Mtc/Warranty Expense	14,000	2,473	17.66%	2,000	2,000	2,000	2,000	8,000	
6322	Printing Expense	3,000	153	5.10%	750	750	750	750	3,000	Signs
6324	Advertising	0	521	#DIV/0!					0	
6325	Recruiting Expense	2,000	2,315	115.75%	500	500	500	500	2,000	
6327	Program Meals	500	100	20.09%	0	0	0	0	0	
6400	Utilities Expense	800	868	108.50%					0	
6425	Bad Debt Expense	0	5,078	#DIV/0!					0	
6467	TWDB Bonds Principal	60,000	0	0.00%			65,000		65,000	TWDB Revenue Bond
6477	TWDB Bonds Interest	39,970	19,985	50.00%	18,635		18,635		37,270	TWDB Revenue Bond
	Total Other Expenses	168,330	53,563	31.82%	32,610	13,975	97,610	13,975	158,170	
	Total Expenses	730,482	193,561	26.50%	102,937	91,904	226,937	137,151	558,928	
	Transfer From -	75,000	0	0.00%					0	
	Transfer To	116,792	132,943	113.83%	211,526	189,326	212,908	240,069	853,829	10% of Revenue to Admin + Funding of PARD at \$120 X 4,855 Water Connections
	Revenue in Excess of Expenses	1,868,784	1,127,764	60.35%	344,296	155,534	232,738	558,658	1,291,227	

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 new rates approved in February 2009 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 FY2010, we have budgeted an additional \$40,000 transfer from the impact fee retained earnings. There are two significant unknown factors related to the costs of the regional waste water plant. The current owner, LCRA, wants to charge the District approximately \$340,000 in FY2010 to fund debt reserves. We have not included that cost in the budget because LCRA is negotiating a sale to Round Rock and other cities. The closing date is set for December 2009. The other unknown factor is the amount of the fees the new owners may charge the District to operate the plant. As of this time, we do not have a proposed budget from the potential new owners. However, based on current costs, we anticipate requesting a rate increase to be implemented in the Spring similar to the last rate increase.

Changes included in the FY2010 budget;

- An increase in the regional waste water contract of \$84,000. This does not include funding of debt reserves.
- Expansion of the preventative maintenance plan for the lift stations.
- Continuation of the sewer monitoring plan.

Brushy Creek Municipal Utility District
 Operating Budget
 Fiscal Year:2010
 Cost Center: Waste Water

Object Code	Account	FY2009		% of Annual Budget	PROPOSED				Fiscal Year 2010 Total	
		Budget Revised	7 months Actual		58.33%	Quarter 1	Quarter 2	Quarter 3		
4203	WW Service	1,433,400	828,250	57.78%	435,050	435,050	432,645	432,645	1,735,390	Increase rates in April 2010
4213	WW Connections	6,752	2,790	41.32%	1,688	1,688	1,688	1,688	6,752	
TOTAL REVENUE		1,440,152	831,040	57.71%	436,738	436,738	434,333	434,333	1,742,142	
5010	Salary	161,780	68,173	42.14%	33,660	33,660	33,660	33,660	134,640	
5011	Merit Salary	3,608	0	0.00%				3,568	3,568	
5012	Overtime	5,712	4,457	78.03%	1,045	1,045	1,045	1,045	4,180	
Total Payroll		171,100	72,630	42.45%	34,705	34,705	34,705	38,273	142,388	
5020	FICA / Medicare	15,128	5,522	36.50%	3,198	3,198	3,198	3,198	12,791	
5030	Health	48,128	11,980	24.89%	8,075	8,075	8,075	8,075	32,300	
5031	Vision Insurance	0	308	#DIV/0!					0	
5032	Dental	0	1,015	#DIV/0!					0	
5034	Life	0	165	#DIV/0!					0	
5035	Disability Insurance	0	428	#DIV/0!					0	
5040	Workers Compensation	0	2,318	#DIV/0!					0	
5050	Unemployment Insurance	0	129	#DIV/0!					0	
5070	Retirement	0	3,596	#DIV/0!					0	
Total Benefits		63,256	25,461	40.25%	11,273	11,273	11,273	11,273	45,091	
5207	Mileage	400	0	0.00%	50	50	50	50	200	
Total Travel		400	0	0.00%	50	50	50	50	200	
5900	Capital Equipment	89,000	30,740	34.54%					0	
6070	Maintenance Contracts	10,000	0	0.00%	2,500	2,500	2,500	2,500	10,000	Generator Maintenance
6079	Engineering Fees	0	0	#DIV/0!	10,000	10,000	10,000	10,000	40,000	Sewer Monitoring
6080	Contractual/Contract Labor	40,000	10,926	27.32%	4,000	4,000	4,000	4,000	16,000	Lift Station Cleaning
Total Contractual		50,000	10,926	21.85%	16,500	16,500	16,500	16,500	66,000	
6105	Minor Equipment	3,600	739	20.53%	900	900	900	900	3,600	
6110	General Office Supplies	600	166	27.67%	150	150	150	150	600	
6115	Materials & Supplies	11,000	3,014	27.40%	2,750	2,750	2,750	2,750	11,000	
6120	Chemicals	8,000	0	0.00%	3,000	3,000	3,000	3,000	12,000	Degreaser for Lift Stations
6121	Lab Supplies	4,000	123	3.08%	1,000	1,000	1,000	1,000	4,000	
6122	Uniforms	1,296	486	37.50%	948		948		1,896	\$810 reimbursable, \$450 Shirts, \$63 non-street wear
6124	Fuel / Oil	5,000	760	15.20%	625	625	625	625	2,500	for rehab of pumps and motors
6135	Major Equipment	6,000	7,296	121.60%	2,500	2,500	2,500	2,500	10,000	
6140	Computer Supplies	400	0	0.00%	100	100	100	100	400	
6156	Pipes and Components	5,000	967	19.33%	1,000	1,000	1,000	1,000	4,000	Pipe and Repair Materials
6160	Training Materials	2,000	0	0.00%					0	
Total Supplies		46,896	13,551	28.90%	12,973	12,025	12,973	12,025	49,996	
6212	Building Maintenance	1,000	0	0.00%					0	
6213	District Vehicle Expense	0	1,100	#DIV/0!					0	
6216	Equipment Rent Expense	3,000	0	0.00%	500	500	500	500	2,000	
6220	Postage Expense	8,500	4,221	49.66%	2,250	2,250	2,250	2,250	9,000	
6300	Telephone Expense	500	809	161.80%	250	250	250	250	1,000	
6304	Pager / Cell Phone	2,000	322	16.10%	200	200	200	200	800	
6305	Utility Bill Expenses	8,000	4,090	51.13%	2,000	2,000	2,000	2,000	8,000	
6310	Fees/Dues/Subscription Expense	2,000	0	0.00%	200	200	200	200	800	
6312	WW Capacity Charges	1,250,164	654,028	52.32%	333,525	333,525	333,525	333,525	1,334,101	Does not include Debt Service Rese
6314	Professional Development Fees	0	321	#DIV/0!	400	400	400	400	1,600	
6320	Repair/Mtc/Warranty Expense	18,000	13,408	74.49%	4,000	4,000	4,000	4,000	16,000	
6325	Recruiting Expense	2,000	145	7.25%					0	
6400	Utilities Expense	45,000	13,776	30.61%	10,000	10,000	10,000	10,000	40,000	
Total Other Expenses		1,340,164	692,220	51.65%	353,325	353,325	353,325	353,325	1,413,301	
Total Expenses		1,760,816	845,528	48.02%	428,826	427,878	428,826	431,446	1,716,976	
Transfer From -		511,841	0	0.00%				202,360	202,360	From Capital WW Impact Fees
Transfer To		0	0	#DIV/0!	43,674	43,674	43,433	43,433	174,214	10% of Revenue to Admin
Revenue in Excess of Expenses		191,177	-14,488	-7.58%	(35,762)	(34,814)	(37,926)	161,814	53,312	

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.

For FY2010, the primary projects will be;

- Engineering for the intake facility repairs will be completed.
- Completion of the bulk chemical containment, \$65,000.
- Painting of the piping and floors at the facility, spread over several years at a cost of \$10,800 per year.
- Increase in the electrical cost of \$105,000 based on current costs.
- Increase of \$100,000 in chemicals based on current costs.
- Completion of the pilot study for the WTF expansion (regulatory).
- A 7.8% increase in the cost of raw water from BRA

The District has submitted a claim to our insurance carrier for the intake structure damage. The insurance proceeds will be deposited into a reserve account for future repairs.

There are several cost issues the District will have to address related to water supplies during FY2010. We expect to have the engineering report on the intake repair costs in 6 to 9 months. Staff are also reviewing costs to rehab the water well sites. The BRA is seeking feedback on funding the expansion of the water lines. For these expenses staff are reviewing several funding options including issuing debt.

Brushy Creek Municipal Utility District
 Operating Budget
 Fiscal Year:2010
 Cost Center: Water Facility

Object Code	Account	FY2009	FY2009	% of	PROPOSED				Fiscal Year 2010 Total	
		Budget Revised	7 months 58.33% Actual	Annual Budget	Quarter 1	Quarter 2	Quarter 3	Quarter 4		
	TOTAL REVENUE	0	0	#DIV/0!	0	0	0	0	0	
5010	Salary	150,364	78,665	52.32%	42,450	42,450	42,450	42,450	169,800	
5011	Merit Salary	4,400	0	0.00%				4,245	4,245	
5012	Overtime	7,016	8,424	120.07%	1,320	1,320	1,320	1,320	5,280	
	Total Payroll	161,780	87,089	53.83%	43,770	43,770	43,770	48,015	179,325	
5020	FICA / Medicare	14,714	6,663	45.28%	4,033	4,033	4,033	4,033	16,131	
5030	Health	33,256	10,576	31.80%	9,915	9,915	9,915	9,915	39,660	
5031	Vision Insurance	0	326	#DIV/0!					0	
5032	Dental	0	1,113	#DIV/0!					0	
5034	Life	0	179	#DIV/0!					0	
5035	Disability Insurance	0	476	#DIV/0!					0	
5040	Workers Compensation	0	2,217	#DIV/0!					0	
5050	Unemployment Insurance	0	182	#DIV/0!					0	
5070	Retirement	0	4,381	#DIV/0!					0	
	Total Benefits	47,970	26,113	54.44%	13,948	13,948	13,948	13,948	55,791	
5202	Lodging	500	341	68.16%		250		250	500	
5206	Travel Meals	200	108	53.87%	60	65	60	65	250	
5207	Mileage	400	296	74.00%	150	150	150	150	600	
	Total Travel	1,100	745	67.68%	210	465	210	465	1,350	
5900	Capital Equipment	614,000	321,935	52.43%		40,000			40,000	Replace Existing Day Tanks
6030	Contractual/ Trainers- Instructors	1,000	0	0.00%		500		500	1,000	
6040	Contractual/Network maint/dev.	8,000	7,039	87.99%	3,600	3,600	3,600	3,600	14,400	12 hrs month for SCADA
6070	Maintenance Contracts	0	425	#DIV/0!					0	
6079	Engineering Fees	25,000	15,815	63.26%		10,000			10,000	Engineering for Bulk Storage
6080	Contractual/Contract Labor	75,000	0	0.00%	95,000	2,000	12,800	2,000	111,800	Paint Floor & Piping at WTF (\$10,800- 20%)
	Total Contractual	109,000	23,279	21.36%	98,600	16,100	16,400	6,100	137,200	pilot study and intake engineering
6105	Minor Equipment	2,500	1,010	40.40%	1,750		1,750		3,500	
6110	General Office Supplies	700	155	22.14%	250	250	250	250	1,000	
6115	Materials & Supplies	8,000	503	6.29%	750	750	750	750	3,000	
6120	Chemicals	100,000	94,693	94.69%	45,000	50,000	50,000	50,000	195,000	
6121	Lab Supplies	8,000	2,811	35.14%	2,000	2,000	2,000	2,000	8,000	
6122	Uniforms	1,300	1,359	104.54%	600	600	600	600	2,400	
6124	Fuel / Oil	7,600	725	9.54%	750	750	750	750	3,000	
6130	Furniture	1,000	0	0.00%	150	150	150	150	600	
6135	Major Equipment	0	0	#DIV/0!	1,000	1,000	1,000	1,000	4,000	metering equipment
6140	Computer Supplies	8,500	374	4.40%	750	750	750	750	3,000	
6145	Software	2,500	0	0.00%	20,000	2,500		2,500	25,000	SCADA Upgrade
6148	Copier/Laser Printer Supplies	1,500	614	40.93%	375	375	375	375	1,500	
6150	Business Meals	500	0	0.00%	100	750	100	100	1,050	
6153	Water Purchases	463,888	129,382	27.89%	56,597	60,784	69,159	313,159	499,699	305,580 wilco pipeline,
6155	Building Materials	1,000	464	46.40%	1,250		1,250		2,500	\$244,000 raw water charge,
6156	Pipes and Components	5,000	728	14.56%	750	750	750	750	3,000	
	Total Supplies	611,988	232,818	38.04%	132,072	121,409	129,634	373,134	756,249	
6212	Building Maintenance	4,000	106	2.65%	500	500	500	500	2,000	
6213	District Vehicle Expense	2,500	(181)	-7.23%	625	625	625	625	2,500	
6216	Equipment Rent Expense	2,000	472	23.60%	300	300	300	300	1,200	
6300	Telephone Expense	2,000	2,013	100.65%	625	625	625	625	2,500	
6304	Pager / Cell Phone	6,800	2,735	40.22%	850	850	850	850	3,400	
6310	Fees/Dues/Subsription Expense	1,300	301	23.15%	125	125	125	125	500	
6311	TCEQ Regulatory Fees	5,000	1,597	31.94%	1,250	1,250	1,250	1,250	5,000	
6314	Professional Development Fees	0	0	#DIV/0!				500	500	
6320	Repair/Mtc/Warranty Expense	495,000	52,390	10.58%	12,500	12,500	12,500	12,500	50,000	sludge removal
6327	Program Meals	0	0	#DIV/0!					0	
6400	Utilities Expense	214,500	180,964	84.37%	90,000	70,000	70,000	90,000	320,000	
	Total Other Expenses	733,100	240,397	32.79%	106,775	86,775	86,775	107,275	387,600	
	Total Expenses	2,278,938	932,376	40.91%	395,374	322,467	290,737	548,937	1,557,515	
	Transfer From -	693,000	12,593	1.82%					0	
	Transfer To	0	0	#DIV/0!	0	0	0	0	0	10% of Revenue to Admin
	Revenue in Excess of Expenses	(1,585,938)	(919,783)	58.00%	(395,374)	(322,467)	(290,737)	(548,937)	(1,557,515)	

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 budget reflects the new funding plan which transfers 10% of revenue to Administration. This plan was adopted after the rates were approved and therefore there is a slight deficit in the Solid Waste cost center.

Brushy Creek Municipal Utility District
 Operating Budget
 Fiscal Year:2010
 Cost Center: Solid Waste

Object Code	Account	FY2009		% of Annual Budget	PROPOSED				Fiscal Year 2010 Total	
		Budget Revised	7 months Actual		58.33%	Quarter 1	Quarter 2	Quarter 3		
4230	Garbage Services	928,700	531,644	57.25%	232,848	232,848	232,848	232,848	931,392	Average Customer bill of \$16.50 @
	TOTAL REVENUE	928,700	531,644	57.25%	232,848	232,848	232,848	232,848	931,392	
5010	Salary	3,600	4,079	113.31%	940	940	940	940	3,760	
5011	Merit Salary	108	0	0.00%				94	94	
5012	Overtime	0	391	#DIV/0!					0	
	Total Payroll	3,708	4,470	120.55%	940	940	940	1,034	3,854	
5020	FICA / Medicare	360	343	95.28%	88	88	88	88	352	
5030	Health	660	462	70.00%	175	175	175	175	700	
5031	Vision Insurance	0	13	#DIV/0!					0	
5032	Dental	0	30	#DIV/0!					0	
5034	Life	0	10	#DIV/0!					0	
5035	Disability Insurance	0	26	#DIV/0!					0	
5040	Workers Compensation	0	51	#DIV/0!					0	
5050	Unemployment Insurance	0	8	#DIV/0!					0	
5070	Retirement	0	209	#DIV/0!					0	
	Total Benefits	1,020	1,152	112.94%	263	263	263	263	1,052	
	Total Travel	0	0	#DIV/0!	0	0	0	0	0	
5900	Capital Equipment	0	0	#DIV/0!					0	
	Total Contractual	0	0	#DIV/0!	0	0	0	0	0	
	Total Supplies	0	0	#DIV/0!	0	0	0	0	0	
6220	Postage Expense	4,255	2,111	49.61%	1,911	1,911	1,911	1,911	7,644	
6250	Solid Waste Service	842,000	475,612	56.49%	213,000	213,000	213,000	213,000	852,000	
6305	Utility Bill Expenses	3,740	5,151	137.73%	1,911	1,911	1,911	1,911	7,644	
	Total Other Expenses	849,995	482,874	56.81%	216,822	216,822	216,822	216,822	867,288	
	Total Expenses	854,723	488,496	57.15%	218,025	218,025	218,025	218,119	872,194	
	Transfer From -	0	0	#DIV/0!					0	
	Transfer To	0	0	#DIV/0!	23,285	23,285	23,285	23,285	93,139	10% of revenue to Admin
	Revenue in Excess of Expenses	73,977	43,148	58.33%	(8,462)	(8,462)	(8,462)	(8,556)	(33,941)	

Regulatory Compliance Services Cost Center

This new cost center supports regulatory compliance issues related to storm water and conservation. The cost center is funded with fees charged to all In-District water customers.

Brushy Creek Municipal Utility District
 Operating Budget
 Fiscal Year:2010
 Cost Center: Regulatory Compliance

Object Code	Account	FY2009 Budget Revised	FY2009	% of Annual Budget	PROPOSED				Fiscal Year 2010 Total	
			7 months 58.33% Actual		Quarter 1	Quarter 2	Quarter 3	Quarter 4		
4301	Regulatory Compliance Income	0	0	#DIV/0!	26,442	26,442	26,442	26,442	105,768	\$1.50 per LUE per mon
TOTAL REVENUE		0	750	#DIV/0!	26,442	26,442	26,442	26,442	105,768	
5010	Salary		0	#DIV/0!	11,500	11,500	11,500	11,500	46,000	
5011	Merit Salary	0	0	#DIV/0!					0	
5012	Overtime	0	0	#DIV/0!	500	500	500	500	2,000	
Total Payroll		0	0	#DIV/0!	12,000	12,000	12,000	12,000	48,000	
5020	FICA / Medicare	0	0	#DIV/0!	1,140	1,140	1,140	1,140	4,560	
5030	Health	0	0	#DIV/0!	2,160	2,160	2,160	2,160	8,640	
Total Benefits		0	0	#DIV/0!	3,300	3,300	3,300	3,300	13,200	
5207	Mileage	0	0	#DIV/0!	100	100	100	100	400	
Total Travel		0	0	#DIV/0!	100	100	100	100	400	
5900	Capital Equipment	0	0	#DIV/0!	17,000				17,000	New Vehicle
Total Contractual		0	0	#DIV/0!	0	0	0	0	0	
6105	Minor Equipment	0	0	#DIV/0!	300	300	300	300	1,200	
6110	General Office Supplies	0	0	#DIV/0!					0	
6115	Materials & Supplies	0	0	#DIV/0!	25		25		50	
6120	Chemicals	0	0	#DIV/0!					0	
6121	Lab Supplies	0	0	#DIV/0!					0	
6122	Uniforms	0	0	#DIV/0!					0	
6124	Fuel / Oil	0	0	#DIV/0!	600	600	600	600	2,400	
6130	Furniture	0	0	#DIV/0!					0	
6135	Major Equipment	0	0	#DIV/0!	1,500				1,500	New PC
6140	Computer Supplies	0	0	#DIV/0!	50	50	50	50	200	
6145	Software	0	0	#DIV/0!	300				300	
6160	Training Materials	0	0	#DIV/0!	50	50	50	50	200	
6180	T-Shirts/Pins/Etc.	0	0	#DIV/0!					0	
Total Supplies		0	0	#DIV/0!	2,825	1,000	1,025	1,000	5,850	
6220	Postage Expense	0	0	#DIV/0!	10	10	10	10	40	
6304	Pager / Cell Phone	0	0	#DIV/0!	300	300	300	300	1,200	
6305	Utility Bill Expenses	0	0	#DIV/0!					0	
6310	Fees/Dues/Subscription Expense	0	0	#DIV/0!	250				250	
6322	Printing Expense	0	0	#DIV/0!	50	50	50	50	200	
Total Other Expenses		0	0	#DIV/0!	610	360	360	360	1,690	
Total Expenses		0	0	#DIV/0!	35,835	16,760	16,785	16,760	86,140	
Transfer From -		737,000	0	0.00%				0	0	
Transfer To		0	0	#DIV/0!	2,644	2,644	2,644	2,644	10,577	Transfer 10% Rev to Ac
Revenue in Excess of Expenses		737,000	750	0.10%	(12,037)	7,038	7,013	7,038	9,051	

Parks and Recreation Departments

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

The Parks and Recreation department operates in a deficit. The Department funds nearly 60% of its operating expenses including Facility Maintenance. This deficit is funded by revenue from the Services department at a level equivalent to \$120 per 4,855 District water connections. Other than the Builders Park Fee, there is no other funding source for Recreation capital improvement or capital replacement costs.

The staff continues to improve how they budget programs and track the actual revenue and expenses. Although the Community Center revenue budget is less, this is due to tracking more of the program revenue in the Parks and Pools. Overall, revenue projections have increased.

FY2010 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>Total</u>
Non-Tax Revenue	46,955	227,214	666,748	66,553	1,007,470
Expenses	117,420	310,733	1,002,103	14,360	1,444,616
Net	-70,465	-83,519	-335,355	52,193	-437,146
Transfer to Park Fee Capital Reserve					-52,193
Transfer of 10% Revenue to Administration					-94,092
Net Surplus / (Deficit)					-583,431
Funding of \$120 per connection from Utility Services					583,431
Shortfall					0

Community Center Cost Center

The Community Center budget for FY2010 includes only the following non recurring operational costs;

- Replacement of 1/6 of the fitness room cardio equipment, \$13,750.
- Addition of a kiosk to the lobby, \$1,500.

Brushy Creek Municipal Utility District
 Operating Budget
 Fiscal Year:2010
 Cost Center: Community Center

Object Code	Account	FY 2009 Budget		FY2009 Budget		% of Annual Budget	PROPOSED				Fiscal Year 2010 Total	
		Original	Adjustments	Revised	Actual		Quarter 1	Quarter 2	Quarter 3	Quarter 4		
4401	Service Charges	600		600	350	58.33%					1,000	
4402	Donations	0		0	50	#DIV/0!					0	
4500	Other Income	720		720	1,371	190.42%	150	150	150	150	600	
	Programs (80/20)	100,000		100,000	19,543	19.54%	3,965	5,245	14,412	10,136	33,758	Revenue moed to Parks & Pool Programming
4501	Rental Income	75,000		75,000	26,906	35.87%	18,750	18,750	18,750	18,750	75,000	
4510	Programming Events	2,000		2,000	0	0.00%	2,645	2,495	3,395	1,695	10,230	
4515	Camp Income	45,000		45,000	6,785	15.08%	6,600	8,005	9,900	20,300	44,805	Based on current trend
4519	New Memberships	8,000		8,000	7,075	88.44%	2,500	2,500	2,500	2,500	10,000	
4520	Memberships	264,000		264,000	165,111	62.54%	75,000	75,000	75,000	75,000	300,000	Slight increase expected
4522	Day Passes	8,400		8,400	7,840	93.33%	3,000	3,000	3,000	3,000	12,000	
4523	Fitness	216,000		216,000	135,471	62.72%	61,260	51,990	32,510	30,415	176,175	Revenue moved to Parks
4524	Senior Programs	180		180	95	52.78%	45	45	45	45	180	
4525	Child Programs / Child Play	3,820		3,820	1,593	41.70%	750	750	750	750	3,000	
	TOTAL REVENUE	724,520	0	724,520	372,190	51.37%	174,915	168,180	160,662	162,991	666,748	
5010	Salary	450,911		450,911	247,244	54.83%	127,725	127,725	127,725	127,725	510,900	
5011	Merit Salary	11,027		11,027	0	0.00%				12,773	12,773	
5012	Overtime	6,920		6,920	3,232	46.71%	1,530	1,530	1,530	1,530	6,120	
	Total Payroll	468,858	0	468,858	250,476	53.42%	129,255	129,255	129,255	142,028	529,793	
5020	FICA / Medicare	42,807		42,807	19,132	44.69%	12,006	12,006	12,006	12,006	48,025	
5030	Health	72,214		72,214	23,337	32.32%	19,330	19,330	19,330	19,330	77,320	
5031	Vision Insurance	0		0	421	#DIV/0!					0	
5032	Dental	0		0	1,684	#DIV/0!					0	
5034	Life	0		0	307	#DIV/0!					0	
5035	Disability Insurance	0		0	848	#DIV/0!					0	
5040	Workers Compensation	0		0	6,865	#DIV/0!					0	
5050	Unemployment Insurance	0		0	484	#DIV/0!					0	
5070	Retirement	0		0	11,651	#DIV/0!					0	
	Total Benefits	115,021	0	115,021	64,729	56.28%	31,336	31,336	31,336	31,336	125,345	
5201	Airfare	750		750	0	0.00%		350			350	
5202	Lodging	1,200		1,200	125	10.42%		840			840	
5204	Cab Fare / local transportation	0		0	0	#DIV/0!		250			250	
5206	Travel Meals	360		360	0	0.00%		710			710	
5207	Mileage	420		420	566	134.76%	0	80	0	0	80	
	Total Travel	2,730	0	2,730	698	25.57%	0	2,230	0	0	2,230	
5900	Capital Equipment	0		0	0	#DIV/0!					0	
6030	Contractual/ Trainers- Instructors	10,000		10,000	3,946	39.46%	2,000	2,000	2,000	2,000	8,000	
6040	Contractual/Network maint/dev.	0	4,000	4,000	995	24.88%	1,000	1,000	1,000	1,000	4,000	
6050	Contractual/Publications Layout	0		0	2,115	#DIV/0!		2,200		2,200	4,400	
6065	Depository Contract	40,000	-4,000	36,000	14,497	40.27%	8,400	8,400	8,400	8,400	33,600	
6070	Maintenance Contracts	6,000		6,000	1,240	20.67%	650	650	650	650	2,600	
6080	Contractual/Contract Labor	1,000		1,000	622	62.22%	1,000	250	600	4,080	5,930	
	Total Contractual	57,000	0	57,000	23,415	41.08%	13,050	14,500	12,650	18,330	58,530	
6105	Minor Equipment	2,000		2,000	0	0.00%	250	200	750	700	1,900	
6110	General Office Supplies	6,500		6,500	6,436	99.02%	2,500	2,500	2,500	2,500	10,000	
6115	Materials & Supplies	8,000		8,000	5,680	71.00%	2,000	2,000	2,000	2,000	8,000	
6122	Uniforms	4,400		4,400	1,664	37.82%	700		1,200	500	2,400	
6130	Furniture	0		0	4,403	#DIV/0!					0	
6135	Major Equipment	0		0	0	#DIV/0!			1,500		1,500	Kiosk, \$1,500
6140	Computer Supplies	1,000		1,000	0	0.00%					0	
6150	Business Meals	1,200		1,200	125	10.42%	125	125	125	125	500	
	Fitness	108,000		108,000	56,472	52.29%	7,530	28,350	29,705	4,982	70,567	
	Programs	50,000		50,000	17,226	34.45%	9,478	10,007	13,980	11,719	45,184	
6160	Training Materials	0		0	0	#DIV/0!		500			500	
	Total Supplies	181,100	0	181,100	92,006	50.80%	22,583	43,682	51,760	22,526	140,551	
6212	Building Maintenance	0		0	(366)	#DIV/0!					0	
6213	District Vehicle Expense	0		0	250	#DIV/0!					0	
6216	Equipment Rent Expense	500		500	0	0.00%	3,645	3,645	3,645	3,645	14,580	Rental of Fitness Equipment
6220	Postage Expense	5,200		5,200	2,229	42.87%		1,100		1,100	2,200	
6222	Express Mail/Parcel	0		0	0	#DIV/0!					0	
6224	Shipping	0		0	207	#DIV/0!		200			200	
6250	RR Refuse Garbage Service	0		0	0	#DIV/0!					0	
6300	Telephone Expense	4,800		4,800	5,002	104.21%	2,000	2,000	2,000	2,000	8,000	
6302	LD/expense	0		0	0	#DIV/0!					0	
6304	Pager / Cell Phone	2,880		2,880	1,437	49.90%	300	300	300	300	1,200	
6305	Utility Bill Expenses	0		0	0	#DIV/0!					0	
6310	Fees/Dues/Subsription Expense	16,000		16,000	7,003	43.77%	2,500	4,500	2,000	2,000	11,000	Includes background checks
6314	Professional Development Fees	1,200		1,200	509	42.42%	500	750	500	500	2,250	Instructor to attend ACSM in Austin,
6320	Repair/Mtc/Warranty Expense	8,000		8,000	1,427	17.84%	1,000	500	400		1,900	National Parks and Rec Assoc annual meeti
6322	Printing Expense	9,000		9,000	5,722	63.58%	2,500	3,600	200		6,300	TRAPS Regional and ACA National in Hunt,
6324	Advertising	2,700		2,700	0	0.00%			275		275	
6325	Recruiting Expense	1,600		1,600	227	14.19%	250	150	100	250	750	
6327	Program Meals	300		300	0	0.00%					0	
6400	Utilities Expense	120,000		120,000	40,060	33.38%	27,000	25,000	25,000	20,000	97,000	
	Total Other Expenses	172,180	0	172,180	63,738	37.02%	39,695	41,745	34,420	29,795	145,655	
	Total Expenses	996,889	0	996,889	495,062	49.66%	235,919	262,748	259,421	244,015	1,002,103	
	Transfer From -	0		0	0	#DIV/0!				402,030	402,030	Funding of PARD at \$120 X 4,855
	Transfer To	0		0	0	#DIV/0!	17,492	16,818	16,066	16,299	66,675	in-District connections (of \$582,6C 10% of Revenue to Admin
	Revenue in Excess of Expenses	(272,369)	0	(272,369)	(122,872)	45.11%	(78,496)	(111,386)	(114,825)	304,707	0	

Park Programs Cost Center

There are no substantial changes to the Parks Program budget for FY2010.

Brushy Creek Municipal Utility District
 Operating Budget
 Fiscal Year:2010
 Cost Center: Park Programs

Object Code	Account	FY2009		% of Annual Budget	PROPOSED				Fiscal Year 2010 Total	
		FY2009 Budget Revised	7 months 58.33% Actual		Quarter 1	Quarter 2	Quarter 3	Quarter 4		
4501	Rental Income	1,900	1,108	58.32%	1,100	1,100	1,100	1,100	4,400	Pavilions & Farmers Market
4510	Programming Events	7,260	16,101	221.78%	3,750	3,750	3,750	3,750	15,000	Outdoor Programming
4515	Camp Income	15,000	0	0.00%					0	
4521	Season Passes	0	50	#DIV/0!	300	300	300	300	1,200	
4522	Day Passes	0	175	#DIV/0!					0	
4523	Fitness	12,500	4,088	32.70%	9,960	675	2,375	13,345	26,355	Park leagues and outdoor fitness
	TOTAL REVENUE	36,660	21,522	58.71%	15,110	5,825	7,525	18,495	46,955	
5010	Salary	70,540	35,199	49.90%	18,640	18,640	18,640	18,640	74,560	
5011	Merit Salary	2,116	0	0.00%				1,864	1,864	
5012	Overtime	1,248	1,030	82.53%	25	25	25	25	100	
	Total Payroll	73,904	36,229	49.02%	18,665	18,665	18,665	20,529	76,524	
5020	FICA / Medicare	6,712	2,732	40.70%	1,761	1,761	1,761	1,761	7,046	
5030	Health	12,444	4,380	35.20%	2,140	2,140	2,140	2,140	8,560	
5031	Vision Insurance	0	77	#DIV/0!					0	
5032	Dental	0	350	#DIV/0!					0	
5034	Life	0	69	#DIV/0!					0	
5035	Disability Insurance	0	198	#DIV/0!					0	
5040	Workers Compensation	0	1,026	#DIV/0!					0	
5050	Unemployment Insurance	0	71	#DIV/0!					0	
5070	Retirement	0	1,805	#DIV/0!					0	
	Total Benefits	19,156	10,708	55.90%	3,901	3,901	3,901	3,901	15,606	
5207	Mileage	400	0	0.00%					0	
	Total Travel	400	0	0.00%	0	0	0	0	0	
5900	Capital Equipment	0	0	#DIV/0!					0	
	Total Contractual	0	0	#DIV/0!	0	0	0	0	0	
6105	Minor Equipment	2,720	0	0.00%					0	
6115	Materials & Supplies	0	57	#DIV/0!	400	300	400	800	1,900	Related to free events
6122	Uniforms	0	65	#DIV/0!	50		50		100	Related to free events
6124	Fuel / Oil	0	0	#DIV/0!	90	90	90	90	360	
6135	Major Equipment	3,000	2,995	99.83%					0	
	Fitness Programs	10,000	5,735	57.35%	8,350	7,250	930	1,700	18,230	
	Programs	6,500	8,459	130.14%	1,500			1,750	3,250	
	Total Supplies	22,220	17,311	77.91%	10,390	7,640	1,470	4,340	23,840	
6210	Rent Expense	0	0	#DIV/0!				250	250	
6216	Equipment Rent Expense	1,300	0	0.00%					0	
6400	Utilities Expense	0	0	#DIV/0!				1,200	1,200	
	Total Other Expenses	1,300	0	0.00%	0	0	0	1,450	1,450	
	Total Expenses	116,980	64,248	54.92%	32,956	30,206	24,036	30,220	117,420	
	Transfer From -	0	0	#DIV/0!				75,160	75,160	Funding of PARD at \$120 X 4,855
	Transfer To	0	0	#DIV/0!	1,511	583	753	1,850	4,696	in-District connections (of \$582,610% of Revenue to Admin
	Revenue in Excess of Expenses	(80,320)	(42,726)		(19,357)	(24,964)	(17,264)	61,585	(0)	

Pool Programs Cost Center

The FY2010 budget for pool programs includes a significant increase in revenue for 80/20 programs, rental income, and season passes. The expenses related to the 80/20 program were increased in the budget. The only other new items include;

- A shade cover for Creekside pool, \$18,500
- New roof over the pumps and heaters at Sendero pool, \$12,000

Brushy Creek Municipal Utility District
 Operating Budget
 Fiscal Year:2010
 Cost Center: Pool Programs

Object Code	Account	FY2009 Budget Revised	FY2009 7 months Actual	% of Annual Budget	PROPOSED				Fiscal Year 2010 Total
					Quarter 1	Quarter 2	Quarter 3	Quarter 4	
4500	Other Income	0	154	#DIV/0!					0
	Programs (80/20)	0	0	#DIV/0!	15,000	15,000	15,000	15,000	60,000
4501	Rental Income	18,800	8,850	47.07%	4,013	4,013	10,613	1,800	20,438
4510	Programming Events	36,300	42,072	115.90%	4,785	8,621	22,609	21,961	57,976
4521	Season Passes	55,000	5,273	9.59%	1,500	1,500	33,400	33,400	69,800
4522	Day Passes	10,000	1,508	15.08%	750	750	9,000	8,500	19,000
4523	Fitness	9,500	2,482	26.13%					0
	TOTAL REVENUE	129,600	60,339	46.56%	26,048	29,884	90,622	80,661	227,214
5010	Salary	198,716	78,577	39.54%	44,928	46,386	47,960	47,771	187,045
5011	Merit Salary	2,961	0	0.00%				4,676	4,676
5012	Overtime	5,592	1,363	24.37%	610	610	610	610	2,440
	Total Payroll	207,269	79,940	38.57%	45,538	46,996	48,570	53,057	194,161
5020	FICA / Medicare	18,937	6,096	32.19%	4,223	4,360	4,508	4,490	17,582
5030	Health	20,020	5,297	26.46%	3,560	3,560	3,560	3,560	14,240
5031	Vision Insurance	0	73	#DIV/0!					0
5032	Dental	0	391	#DIV/0!					0
5034	Life	0	100	#DIV/0!					0
5035	Disability Insurance	0	284	#DIV/0!					0
5040	Workers Compensation	0	3,018	#DIV/0!					0
5050	Unemployment Insurance	0	156	#DIV/0!					0
5070	Retirement	0	3,896	#DIV/0!					0
	Total Benefits	38,957	19,311	49.57%	7,783	7,920	8,068	8,050	31,822
5202	Lodging	600	0	0.00%					0
5206	Travel Meals	100	0	0.00%		50			50
5207	Mileage	200	0	0.00%		100			100
	Total Travel	900	0	0.00%	0	150	0	0	150
5900	Capital Equipment	0	0	#DIV/0!			18,500		18,500
									CS Pool Shade Cover
6030	Contractual/ Trainers- Instructors	18,000	20,277	112.65%					0
6080	Contractual/Contract Labor	2,000	0	0.00%					0
	Total Contractual	20,000	20,277	101.39%	0	0	0	0	0
6105	Minor Equipment	0	837	#DIV/0!			2,000		2,000
6110	General Office Supplies	400	101	25.25%	100	100	100	200	500
6115	Materials & Supplies	2,000	209	10.45%	200	100	1,200	1,500	3,000
6122	Uniforms	2,050	0	0.00%	800		1,200		2,000
6124	Fuel / Oil	500	187	37.32%	200	150	200	150	700
	Programs	0	0	#DIV/0!	12,000	12,000	12,000	13,000	49,000
6160	Training Materials	2,000	919	45.95%					0
6180	T-Shirts/Pins/Etc.	0	95	#DIV/0!					0
	Total Supplies	6,950	2,356	33.90%	13,300	12,350	16,700	14,850	57,200
6213	District Vehicle Expense	1,600	296	18.52%	300				300
6300	Telephone Expense	2,800	1,038	37.07%	600	600	600	600	2,400
6304	Pager / Cell Phone	1,400	428	30.57%	200	200	200	200	800
6310	Fees/Dues/Subscription Expense	3,800	286	7.53%	300	300	2,600	300	3,500
6314	Professional Development Fees	325	225	69.23%		850			850
6320	Repair/Mtc/Warranty Expense	0	0	#DIV/0!	250	250	250	250	1,000
6322	Printing Expense	800	0	0.00%			50		50
	Total Other Expenses	10,725	2,273	21.20%	1,650	2,200	3,700	1,350	8,900
	Total Expenses	284,801	124,157	43.59%	68,271	69,616	95,538	77,308	310,733
	Transfer From -	0	0	#DIV/0!				106,241	106,241
	Transfer To	0	0	#DIV/0!	2,605	2,988	9,062	8,066	22,721
	Revenue in Excess of Expenses	(155,201)	(63,818)	41.12%	(44,828)	(42,721)	(13,979)	101,528	(0)

Funding of PARD at \$120 X 4,855
 in-District connections (of \$582,610)
 10% of Revenue to Admin

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 Pool. This revenue is regarded as General Fund revenue and staff are moving the budget for Park Fees to the General Fund.

The FY2010 budget is based on the sale of 90 LUEs. Funds collected from sales of LUEs in Sendero Springs are used to fund the debt related to the purchase of the Sendero Pool. Funds collected from the rest of the District are being transferred to the Park Fee fund balance.

Brushy Creek Municipal Utility District
 Capital Budget
 Fiscal Year:2010
 Cost Center: Builders Park Fees

Object Code	Account	FY2009	FY2009	% of Annual Budget	PROPOSED				Fiscal Year 2010 Total	
		Budget Revised	7 months Actual		58.33%	Quarter 1	Quarter 2	Quarter 3		
4130	Builders Fees	62,676	34,804	55.53%	16,020	16,020	16,020	16,493	64,553	
4405	Interest Income	3,375	312	9.24%	500	500	500	500	2,000	Based on 2% earnings
	TOTAL REVENUE	66,051	35,116	53.17%	16,520	16,520	16,520	16,993	66,553	
	Total Payroll	0	0	#DIV/0!	0	0	0	0	0	
	Total Benefits	0	0	#DIV/0!	0	0	0	0	0	
	Total Travel	0	0	#DIV/0!	0	0	0	0	0	
5900	Capital Equipment	182,843	182,843	100.00%	3,565	3,565	3,565	3,665	14,360	Sendero Parks fees for Sendero Pool debt
	Total Contractual	0	0	#DIV/0!	0	0	0	0	0	
	Total Supplies	0	0	#DIV/0!	0	0	0	0	0	
	Total Other Expenses	0	0	#DIV/0!	0	0	0	0	0	
	Total Expenses	182,843	182,843	100.00%	3,565	3,565	3,565	3,665	14,360	
	Transfer From -	116,792	132,943	113.83%					0	
	Transfer To	0	0	#DIV/0!				52,193	52,193	Transfer to BPF Fund B
	Revenue in Excess of Expenses	(0)	(14,784)	3285351.11%	12,955	12,955	12,955	(38,866)	(1)	

Brushy Creek Municipal Utility District
 Fiscal Year 2009-2010 Budget
 Overview of the Debt Service Fund

At the beginning of the 2009-2010 fiscal year, the Brushy Creek Municipal Utility District bonded indebtedness will be \$54.1 million. This includes a revenue bond from the Texas Water Development Board and the newly issued Defined Area Series 2009 bond. The District also has outstanding debt with Highland Resources for the purchase of the Sendero Pool.

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 \$49,045,000 at the beginning of FY2009-2010.

Brushy Creek Municipal Utility District						
Bond Debt - Outstanding						
At the start of Fiscal Year 2009-2010						
<u>Name of Issue</u>		<u>Original Principal</u>		<u>Amount Retired</u>		<u>Amount Outstanding</u>
Series 1996		3,700,000		2,425,000		1,275,000
Series 1997		4,235,000		1,955,000		2,280,000
Series 2001 (&Refunding)		13,250,000		5,135,000		8,115,000
Series 2003		27,500,000		10,305,000		17,195,000
Series 2004		3,285,000		100,000		3,185,000
Series 2005		9,500,000		300,000		9,200,000
Series 2007 (Refunding)		7,840,000		45,000		7,795,000
	TOTAL	69,310,000		20,265,000		49,045,000

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 two bond issues to date totaling \$4,385,000, of which \$4.34 million will be outstanding as of 9-30-09.

Brushy Creek Municipal Utility District					
Bond Debt - Outstanding-Defined Area					
At the start of Fiscal Year 2009-2010					
<u>Name of Issue</u>		<u>Original Principal</u>		<u>Amount Retired</u>	<u>Amount Outstanding</u>
Series 2008 (DA)		2,020,000		45,000	1,975,000
Series 2009 (DA)		2,365,000		0	2,365,000
	TOTAL	<u>4,385,000</u>		<u>45,000</u>	<u>4,340,000</u>

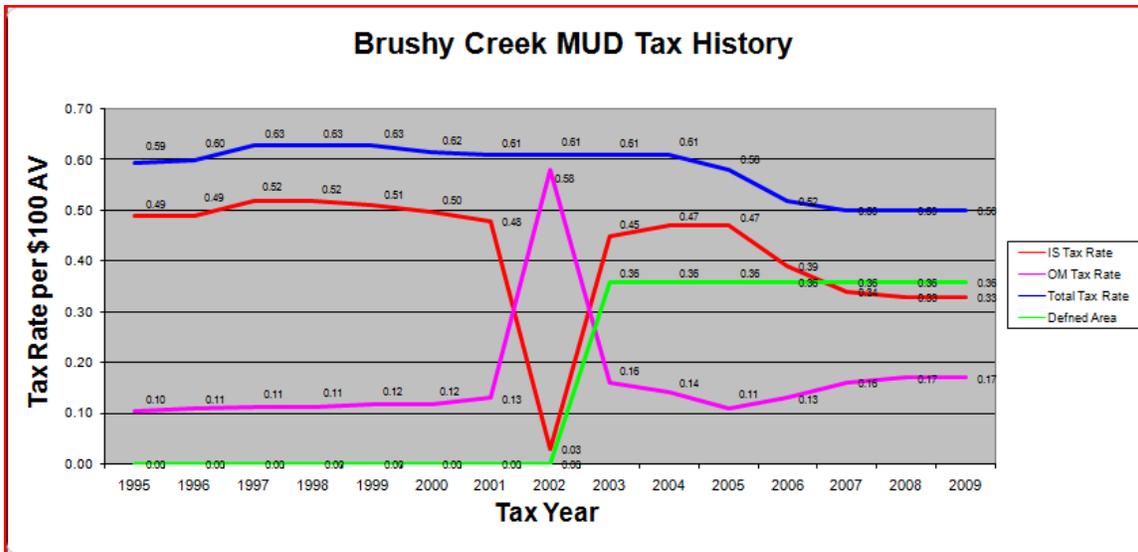
The District issued a \$1,500,000 revenue bond in 2002 to pay for the construction of the Neenah Water Tank. The outstanding principal on that bond as of the start of FY2009-2010 will be \$715,000.

Brushy Creek Municipal Utility District					
Revenue Bond Debt - Outstanding					
At the start of Fiscal Year 2009-2010					
<u>Name of Issue</u>		<u>Original Principal</u>		<u>Amount Retired</u>	<u>Amount Outstanding</u>
Series 2002 Revenue		1,500,000		785,000	715,000
	TOTAL	<u>1,500,000</u>		<u>785,000</u>	<u>715,000</u>

The debt to Highland Resources for the purchase of the Sendero 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 is to be repaid using the Builders Park fee revenue from the Sendero Springs development.

Brushy Creek Municipal Utility District			
Non-Bond Debt - Outstanding			
At the start of Fiscal Year 2009-2010 (Estimated)			
Name of Issue	Original Principal	Amount Retired	Amount Outstanding
Sendero Pool - Simple Loan	633,816	633,816	0
Sendero Pool - Builder Fees	497,778	413,356	84,422
TOTAL	1,131,594	1,047,172	84,422

The debt payments for the Sendero Pool purchase is budgeted in the Builders Park Fee cost center.



Debt Service Obligations Fiscal Year 2009-2010

The required bond debt service payments for fiscal year 2009-2010 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	\$ 65,000	\$ 37,270	\$ 102,270
Non-Revenue Defined Area Bonds	\$ 50,000	\$ 223,914	\$ 273,914
Non-Revenue District Bonds	<u>\$2,255,000</u>	<u>\$2,121,645</u>	<u>\$4,376,645</u>
Total	<u>\$2,370,000</u>	<u>\$2,382,829</u>	<u>\$4,752,829</u>

The final Sendero Pool simple loan principal payment of \$126,763 was in October 2008.

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. In FY2009, the I&S tax rate for the District was \$.33 per \$100 of Assessed Value (AV).

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. Tax revenue is derived from property taxes collected from Defined Area residents on the District's behalf by the Williamson County Appraisal District. In FY2009, 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 \$7.2 million at the end of FY2008-2009 plus an additional \$800,000 for the Defined Area.

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

FY2010 Proposed Budget

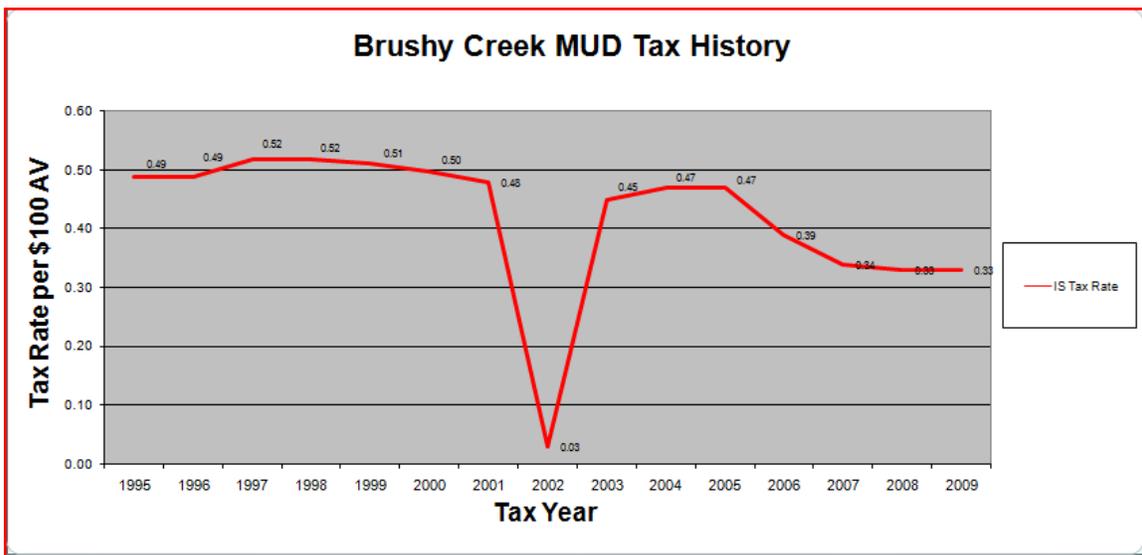
The chart on the next page reflects the summary budget for the Debt Service Fund for FY2009-2010. The detail budget can be found following this summary.

Staff is recommending the IS tax rate for the District in FY2010 be reduced to \$.31 per \$100 of AV. This will generate \$3,353,136 in tax revenue. The impact of reducing the Debt Service tax rate without a significant increase in District assessed values is that more funds are pulled from the Debt Service fund balance and the opportunity for paying down bond principal is eliminated until AV increases at such time that debt service tax revenues increase.

Additional revenue includes interest revenue budgeted at an estimated 1.00% earnings on the fund balance (\$70,000), water impact fees (\$188,550) and \$806,461 from the fund balance that will contribute to the FY2010 debt service and related expenses.

The Defined Area assessed values indicate the possibility of issuing the third defined area bond. Any expenses associated with the issuance will be recovered in bond proceeds.

The amount transferred from the Fund Balance represents approximately 12% of the overall available debt service fund.



Brushy Creek Municipal Utility District

Debt Service Budget
 Fiscal Year:2010
 Cost Center: Debt Service Summary

<u>Account</u>	FY2009	FY2009	% of	Fiscal
<u>REVENUE</u>	<u>Revised</u>	7 Months	Annual	Year
		<u>58.33%</u>	<u>Budget</u>	2010
				Total
Property Tax Income	3,605,891	3,696,139	102.50%	3,353,136
Delinquent Property Tax Income	18,029	13,338	73.98%	16,766
Defined Area Tax	282,454	278,874	98.73%	360,054
Bond Revenue	65,000	0	0.00%	20,000
Interest Income	257,322	53,390	20.75%	70,000
TOTAL REVENUE	4,228,697	4,041,741	95.58%	3,819,956
Appraisal Fees	52,600	14,082	26.77%	52,268
Contractual/Contract Labor	105,000	0	0.00%	15,000
Total Contractual	157,600	14,082	8.94%	67,268
Fees/Dues/Subscription Expense	0	500	#DIV/0!	5,000
Fiscal Agent Fees	6,000	3,470	57.83%	6,000
Principal - 2004 Bond	100,000	0	0.00%	105,000
Prinicpal - 2008 DA Bond	45,000	0	0.00%	50,000
Principal - 2005 Bond	100,000	0	0.00%	100,000
Interest - 2008 DA Bond	105,980	52,990	50.00%	103,280
Principal - 1996 Issue	225,000	0	0.00%	225,000
Principal - 1997 Issue	225,000	0	0.00%	230,000
Principal - 2003 Bond	760,000	0	0.00%	800,000
Principal - 2001 New Issue	725,000	0	0.00%	770,000
Interest - 2007 Refunding	312,413	156,206	50.00%	311,475
Interest - 1996 Issue	82,276	41,138	50.00%	70,125
Interest - 1997 Issue	112,150	56,075	50.00%	101,463
Interest - 2001 taxable	753,652	376,826	50.00%	730,851
Interest - 2001 New Issue	409,516	204,758	50.00%	378,704
Interest - 2009 Defined Area	0	0	#DIV/0!	120,634
Interest - 2004 Issue	149,630	74,815	50.00%	144,630
Interest - 2005 Issue	388,398	194,199	50.00%	384,398
Principal - 2007 Refunding	25,000	0	0.00%	25,000
Total Other Expenses	4,525,014	1,160,976	25.66%	4,661,559
Total Expenses	4,682,614	1,175,058	25.09%	4,728,827
Transfer From -	712,834	291,965	40.96%	995,011
Transfer To	258,917	0	0.00%	86,140
Revenue in Excess of Expenses	(0)	3,158,647	880353886.28%	0

Brushy Creek Municipal Utility District
 Debt Service Budget
 Fiscal Year:2010
 Cost Center: Debt Service

Object Code	Account	FY2009	FY2009	% of Annual Budget	PROPOSED				Fiscal Year 2010 Total	
		Budget Revised	7 months Actual 58.33%		Quarter 1	Quarter 2	Quarter 3	Quarter 4		
4101	Property Tax Income	3,605,891	3,746,177	103.89%	2,045,413	1,274,192	16,766	16,766	3,353,136	Based on \$1,103,731,454 @ 99% & \$.31
4102	Delinquent Property Tax Income	18,029	15,379	85.30%	1,677	1,677	5,030	8,383	16,766	
4103	Defined Area Tax	282,454	286,994	101.61%	219,633	136,820	1,800	1,800	360,054	Based on \$101,025,225 @ 99% & \$.36
4405	Interest Income	217,322	65,551	30.16%	17,500	17,500	17,500	17,500	70,000	Based on 1.00% earnings
	TOTAL REVENUE	4,123,697	4,114,101	99.77%	2,284,223	1,430,189	41,096	44,449	3,799,956	
	Total Payroll	0	0	#DIV/0!	0	0	0	0	0	
	Total Benefits	0	0	#DIV/0!	0	0	0	0	0	
	Total Travel	0	0	#DIV/0!	0	0	0	0	0	
5900	Capital Equipment	0	0	#DIV/0!					0	
6060	Appraisal Fees	52,600	26,869	51.08%	13,067	13,067	13,067	13,067	52,268	
	Total Contractual	52,600	26,869	51.08%	13,067	13,067	13,067	13,067	52,268	
	Total Supplies	0	0	#DIV/0!	0	0	0	0	0	
6461	Fiscal Agent Fees	6,000	3,970	66.17%	1,500	1,500	1,500	1,500	6,000	
6468	Principal - 2004 Bond	100,000	0	0.00%			105,000		105,000	
6469	Principal - 2008 DA Bond	45,000	0	0.00%			50,000		50,000	
6459	Principal - TWDB Bond	0	0	#DIV/0!					0	
6460	Principal - 2005 Bond	100,000	0	0.00%			100,000		100,000	
6479	Interest - 2008 DA Bond	105,980	52,990	50.00%	51,640		51,640		103,280	
6462	Principal - 1996 Issue	225,000	0	0.00%			225,000		225,000	
6463	Principal - 1997 Issue	225,000	0	0.00%			230,000		230,000	
6464	Principal - 2003 Bond	760,000	0	0.00%			800,000		800,000	
6465	Principal - 2001 New Issue	725,000	0	0.00%			770,000		770,000	
6466	Principal - 2009 Defined Area	0	0	#DIV/0!					0	
6467	Interest - 2007 Refunding	312,413	156,206	50.00%	155,738		155,738		311,475	
6470	Interest - 1996 Issue	82,276	41,138	50.00%	35,063		35,063		70,125	
6471	Interest - 1997 Issue	112,150	56,075	50.00%	50,731		50,731		101,463	
6472	Interest - 2001 taxable	753,652	376,826	50.00%	365,426		365,426		730,851	
6473	Interest - 2001 New Issue	409,516	204,758	50.00%	189,352		189,352		378,704	
6474	Interest - 2009 Defined Area	0	0	#DIV/0!	54,833		65,800		120,634	
6475	Interest - 2004 Issue	149,630	74,815	50.00%	72,315		72,315		144,630	
6476	Interest - 2005 Issue	388,398	194,199	50.00%	192,199		192,199		384,398	
6477	Principal - 2007 Refunding	25,000	0	0.00%			25,000		25,000	
	Total Other Expenses	4,525,014	1,160,976	25.66%	1,168,796	1,500	3,484,763	1,500	4,656,559	
	Total Expenses	4,577,614	1,187,845	25.95%	1,181,863	14,567	3,497,830	14,567	4,708,827	
	Transfer From -	712,834	1,141,636	160.15%				995,011	995,011	Includes \$188,550 from W Impact Fees
	Transfer To	258,917	0	0.00%				86,140	86,140	\$806,461 from DS Reserves To Defined Area DS Reserve
	Revenue in Excess of Expenses	(0)	4,067,892	-1133771523.32%	1,102,360	1,415,622	(3,456,734)	938,753	0	

Brushy Creek Municipal Utility District
 Debt Service Budget
 Fiscal Year:2010
 Cost Center: Bonds

Object Code	Account	FY2009	FY2009	% of	PROPOSED				Fiscal
		Budget	7 months	Annual	Quarter 1	Quarter 2	Quarter 3	Quarter 4	Year 2010
		Revised	Actual	Budget					Total
4120	Bond Revenue	65,000	0	0.00%		20,000			20,000
4405	Interest Income	40,000	0	0.00%					0
	TOTAL REVENUE	105,000	0	0.00%	0	20,000	0	0	20,000
	Total Payroll	0	0	#DIV/0!	0	0	0	0	0
	Total Benefits	0	0	#DIV/0!	0	0	0	0	0
	Total Travel	0	0	#DIV/0!	0	0	0	0	0
5900	Capital Equipment	0	0	#DIV/0!					0
6080	Contractual/Contract Labor	105,000	0	0.00%		15,000			15,000
	Total Contractual	105,000	0	0.00%	0	15,000	0	0	15,000
	Total Supplies	0	0	#DIV/0!	0	0	0	0	0
6310	Fees/Dues/Subscription Expense	0	500	#DIV/0!		5,000			5,000
	Total Other Expenses	0	500	#DIV/0!	0	5,000	0	0	5,000
	Total Expenses	105,000	500	0.48%	0	20,000	0	0	20,000
	Transfer From -	0	0	#DIV/0!					0
	Transfer To	0	0	#DIV/0!					0
	Revenue in Excess of Expenses	0	(500)	#DIV/0!	0	0	0	0	0

Brushy Creek Municipal Utility District
Fiscal Year 2009-2010 Budget
Overview of the Capital Fund

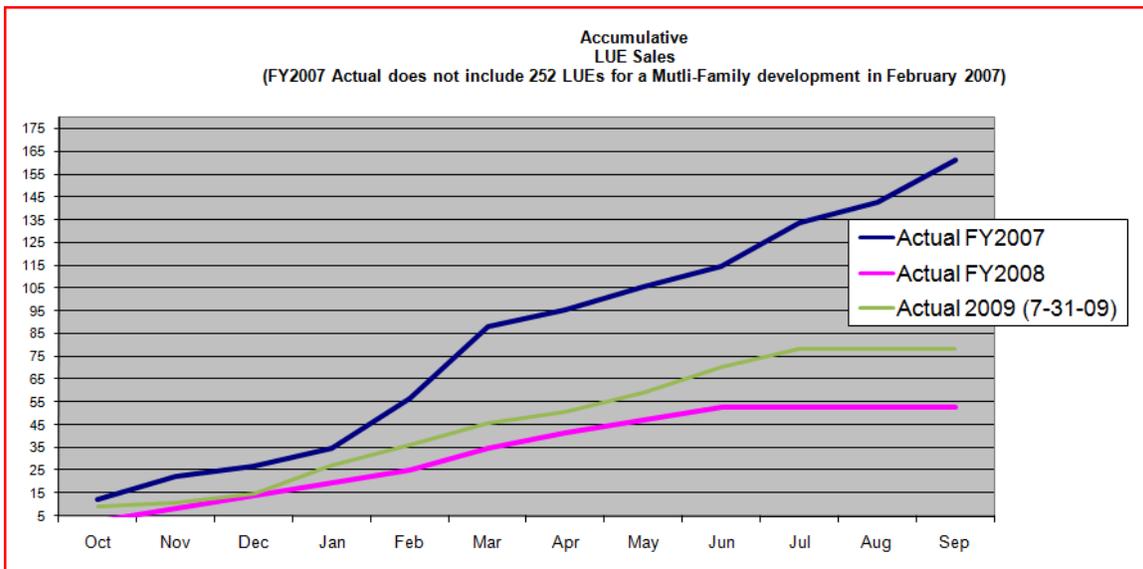
The Capital Fund consists of two primary sources of revenue both related to the Builders fee. The District charges each builder a fee to connect to the water and wastewater infrastructure. The fee is based on the number of Living Unit Equivalents (LUEs) associated with the size of the water meter being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

The current Builders Fee for one LUE is \$5,160.95. 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
\$711.95	Parks Fee	Capital	Builders Park Fee
\$250	Inspection Fee	General	Administration
\$50	Permit	General	Administration
\$30	Connection	General	Administration
\$60	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 impact the housing market had on District connections.



The two Capital Fund revenues include the Water Capital Recovery Fee and the Waste Water Capital Recovery Fee.

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 \$160,000 at the start of FY2010. The Wastewater impact fee retained earnings is projected to be \$750,000 at the start of FY2010. The FY2009 budget reflects transferring \$349,431 from the waste water fee retained earnings in FY2009 to contribute to the regional wastewater contract payments. This will only occur if utility revenues do not cover the costs with utility capital improvements and repairs in FY2009.

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 Pool. This revenue is regarded as General Fund revenue and staff is moving the budget for Park Fees to the General Fund.

FY2009 Proposed Budget

The chart below reflects the summary budget for the Capital Fund for FY2009-2010. The detail budget can be found following this summary.

Staff is budgeting revenue based on the sale of 90 LUEs. All of the Water and Waste Water fee revenue is being transferred to other Funds. An additional \$40,000 of the Waste water impact fee reserve funds are being transferred to the General Fund. The Sendero Springs park fees are being used to pay debt service on the pool purchase. Any park fees collected from other areas of the District will be transferred to Park Fee reserve balance.

Park Fee revenue has been removed from the Capital Fund Budget and is now included in the General Fund budget.

Capital Budget
 Fiscal Year:2010
 Cost Center: Capital Summary

<u>Account</u>	FY2009 <u>Revised</u>	FY2009 7 months	% of Annual <u>Budget</u>	Fiscal Year 2010 Total
REVENUE		58.33%		
CRF - Water	188,550	74,984	39.77%	188,550
CRF - WW	162,360	50,949	31.38%	162,360
Interest Income	19,500	5,185	26.59%	14,000
TOTAL REVENUE	370,410	131,117 ✓	35.40%	364,910
Capital Equipment	0	439,542 ✓	#DIV/0!	0
Total Expenses	0	439,542 ✓	#DIV/0!	0
Transfer From -	0	0	#DIV/0!	0
Transfer To	370,410	291,965	78.82%	350,910
Revenue in Excess of Expense	0	(600,390) ✓	#DIV/0!	14,000

Brushy Creek Municipal Utility District
 Capital Budget
 Fiscal Year:2010
 Cost Center: Capital Recovery Fees

Object Code	Account	FY2009	FY2009	% of Annual Budget	PROPOSED				Fiscal Year 2010 Total	
		Budget	7 months 58.33% Actual		Quarter 1	Quarter 2	Quarter 3	Quarter 4		
4202	CRF - Water	188,550	106,409	56.44%	47,138	47,138	47,138	47,138	188,550	Based on 90 LUES @ \$2095
4204	CRF - WW	162,360	78,009	48.05%	40,590	40,590	40,590	40,590	162,360	Based on 90 LUES @ \$1804
4405	Interest Income	19,500	6,140	31.49%	3,500	3,500	3,500	3,500	14,000	Based on 2% earnings
	TOTAL REVENUE	370,410	190,558	51.45%	91,228	91,228	91,228	91,228	364,910	
	Total Payroll	0	0	#DIV/0!	0	0	0	0	0	
	Total Benefits	0	0	#DIV/0!	0	0	0	0	0	
	Total Travel	0	0	#DIV/0!	0	0	0	0	0	
5900	Capital Equipment	0	439,542	#DIV/0!					0	
	Total Contractual	0	0	#DIV/0!	0	0	0	0	0	
	Total Supplies	0	0	#DIV/0!	0	0	0	0	0	
	Total Other Expenses	0	0	#DIV/0!	0	0	0	0	0	
	Total Expenses	0	439,542	#DIV/0!	0	0	0	0	0	
	Transfer From -	0	12,593	#DIV/0!					0	\$162,360 to General Fund for the WW contract costs
	Transfer To	370,410	665,516	179.67%				350,910	350,910	\$188,550 to Debt Service for LTW project debt
	Revenue in Excess of Expenses	0	(901,907)	#DIV/0!	91,228	91,228	91,228	(259,683)	14,000	