

BEXAR METROPOLITAN WATER DISTRICT
MANAGEMENT REPORT
FOR THE PERIOD ENDING AUGUST 31, 2011

To: Board of Directors

We have compiled the monthly managerial reports for the management of the Bexar Metropolitan Water District for the Month Ending, August 31, 2011.

Our review of the monthly management reports reasonably assure that the reports provide for a fair presentation of the financial position of the District.

However, the review does not perform a detailed examination of all transactions, therefore, a risk that material errors, irregularities, or illegal acts, including fraud or defalcations may exist.

Pursuant to the requirements of the Texas Government Code Section 2256.023 (b)(8), Tab 4 of the Monthly Financial Statements describes the District's investment portfolio and this investment portfolio complies with both the District's Investment Policy and the relevant provisions of the Texas Public Funds Investment Act.

Sincerely,



J. Gregg Henderson
Interim Director of Finance
Date: 10-11-11



Tom Gallier
Interim General Manager
Date: 10/13/2011

FINANCIAL STATEMENTS:

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**BEXAR METROPOLITAN WATER DISTRICT
COMBINING STATEMENT OF NET ASSETS**

August 31, 2011

ASSETS:

CURRENT ASSETS:

UNRESTRICTED CURRENT ASSETS

CASH AND CASH EQUIVALENTS	18,491,195.90
ACCOUNTS RECEIVABLE - DISTRICT CUSTOMERS (NET OF ALLOWANCE)	9,742,420.57
ACCOUNTS RECEIVABLE - MISCELLANEOUS (NET OF ALLOWANCE)	3,964,825.78
INTER-COMPANY RECEIVABLE - BMDC	150.00
PREPAID EXPENSES	706,787.36
INVENTORY	1,585,316.88

TOTAL UNRESTRICTED CURRENT ASSETS 34,490,696.49

RESTRICTED CURRENT ASSETS

RESERVE FUND	6,405,308.04
U.S GOVERNMENT SECURITIES	2,381,076.10
INTEREST & SINKING FUND	5,763,968.32
CONSTRUCTION FUND	11,979.96
CONTINGENCY FUND	510,628.66
RESERVE FUND - SERIES 2009	0.00

TOTAL RESTRICTED ASSETS 15,072,961.08

NON-CURRENT ASSETS:

CAPITAL ASSETS

LAND	6,383,947.71
ASSETS HELD FOR SALE	4,506,031.81
CONSTRUCTION IN PROGRESS	34,510,162.35
BUILDING/IMPROVEMENTS	8,291,382.15
EQUIPMENT	21,623,526.22
OFFICE FURNITURE	915,213.45
UTILITY PLANT AND DISTRIBUTION	344,809,935.17
LESS ACCUMULATED DEPRECIATION	<u>(117,320,397.55)</u>
TOTAL CAPITAL ASSETS (NET)	<u>303,719,801.31</u>

OTHER ASSETS

NET PENSION ASSET	0.00
OTHER ASSETS - BOND ISSUANCE COST	3,773,883.32
DEFERRED CHARGE - WECO/STEIN	175,000.00

TOTAL OTHER ASSETS 3,948,883.32

TOTAL ASSETS 357,232,342.20

**BEXAR METROPOLITAN WATER DISTRICT
COMBINING STATEMENT OF NET ASSETS**

August 31, 2011

LIABILITIES & EQUITY:

CURRENT LIABILITIES:

UNRESTRICTED CURRENT LIABILITIES

ACCOUNTS PAYABLE	3,641,437.17
SEWER & GARBAGE COLLECTION DUE	1,319,589.54
NET PENSION LIABILITY	40,894.00
CREDIT BALANCES CUSTOMER ACCOUNTS	477,368.76
INTER-COMPANY PAYABLE	5,830.00
CAPITAL LEASE OBLIGATIONS - S/T	96,069.79
CONTRACTS PAYABLE - S/T	0.00
INSURANCE CLAIMS LIABILITY	0.00
ACCRUED EXPENSES	925,976.43

TOTAL UNRESTRICTED CURRENT LIABILITIES 6,507,165.69

CURRENT LIABILITIES PAYABLE FROM RESTRICTED ASSETS

ACCRUED BOND INTEREST PAYABLE (WITHIN ONE YEAR)	3,775,915.05
ACCRUED COMMERCIAL PAPER INTEREST	20,935.50
BONDS PAYABLE (WITHIN ONE YEAR)	5,945,000.00

TOTAL LIABILITIES OF RESTRICTED FUNDS 9,741,850.55

TOTAL CURRENT LIABILITIES 16,249,016.24

NONCURRENT LIABILITIES:

ACCRETED INTEREST PAYABLE	5,367,182.95
REVENUE BONDS PAYABLE- 1995A/1998/2002/2006/2007/2009	230,888,603.80
PLUS UNAMORTIZED BOND PREMIUM	45,298.01
LOSS ON REFUNDING	(5,632,261.58)
COMMERCIAL PAPER NOTE	10,000,000.00
CONTRACTS PAYABLE - L/T	0.00
CAPITAL LEASE OBLIGATIONS - L/T	0.00

TOTAL NONCURRENT LIABILITIES 240,468,823.18

TOTAL LIABILITIES 256,717,839.42

NET ASSETS:

INVESTED IN CAPITAL ASSETS, NET OF RELATED DEBT	60,983,791.66
RESTRICTED ASSETS	
RESTRICTED FOR DEBT SERVICE	10,753,501.91
RESTRICTED FOR CONSTRUCTION	11,979.96
RESTRICTED FOR CONTINGENCY AND ESCROW	510,628.66
RESTRICTED FOR EMPLOYEES' PENSION BENEFITS	0.00
TOTAL RESTRICTED NET ASSETS	<u>11,276,110.53</u>
UNRESTRICTED NET ASSETS	<u>28,254,600.59</u>

TOTAL NET ASSETS 100,514,502.78

TOTAL LIABILITIES AND NET ASSETS 357,232,342.20

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BEXAR METROPOLITAN WATER DISTRICT

COMBINED STATEMENT OF REVENUES AND EXPENSES

August 31, 2011

	<u>CURRENT BUDGET AMOUNT</u>	<u>CURRENT AMOUNT</u>	<u>VARIANCE AMOUNT</u>	<u>%</u>
OPERATING REVENUES				
WATER SALES TO CUSTOMERS	5,632,041.67	6,939,975.37	(1,307,933.70)	123%
WHOLESALE WATER AGREEMENTS	49,495.92	1,126.43	48,369.49	2%
SEWER REVENUE	0.00	0.00	0.00	0%
CUSTOMERS PENALTIES & FEES	134,583.33	172,230.63	(37,647.30)	128%
COLLECTION FEES	37,500.00	46,783.52	(9,283.52)	125%
FIRE PROTECTION	20,833.33	26,385.61	(5,552.28)	127%
REGULATORY ASSESSMENT FEE	193,812.83	217,747.85	(23,935.02)	112%
IMPACT FEES/ WATER DEVELOPMENT FEE	200,320.08	1,225,134.20	(1,024,814.12)	612%
MAIN & SERVICE EXTENSION FEES	45,833.33	54,844.63	(9,011.30)	120%
ASSESSMENT FEES - TIMBERWOOD	291.67	0.00	291.67	0%
TOTAL OPERATING REVENUES	6,314,712.17	8,684,228.24	(2,369,516.07)	138%
OPERATING EXPENSES				
SALARIES	749,589.08	653,915.28	95,673.80	87%
PAYROLL TAXES & UNEMPLOYMENT TAX	57,343.58	53,863.08	3,480.50	94%
CONTRACT LABOR	100.00	0.00	100.00	0%
DISPOSAL FEES	1,908.33	358.39	1,549.94	19%
EQUIPMENT RENTAL	18,355.58	19,518.68	(1,163.10)	106%
FUEL	83,333.33	111,185.34	(27,852.01)	133%
OPERATION & MAINTENANCE - GARAGE	33,650.67	37,331.67	(3,681.00)	111%
INSURANCE - BENEFITS	285,532.17	283,000.64	2,531.53	99%
MAINTENANCE CONTRACTS OPERATING	59,267.33	36,678.39	22,588.94	62%
OPERATION & MAINTENANCE MATERIALS	283,855.33	452,897.37	(169,042.04)	160%
OPERATION & MAINTENANCE - FACILITY	3,929.83	2,435.04	1,494.79	62%
MAINTENANCE SERVICES	0.00	0.00	0.00	0%
OPERATION & MAINTENANCE - PRODUCTION	66,791.67	41,698.04	25,093.63	62%
SEWER PRODUCTION EXPENSES	0.00	0.00	0.00	0%
EDWARDS AQUIFER PERMIT FEE	110,220.75	110,220.83	(0.08)	100%
BMDC LEASE AGREEMENT	383,063.17	353,022.00	30,041.17	92%
BMA OPERATING WATER AGREEMENT '99	139,101.67	130,239.74	8,861.93	94%
CANYON REGIONAL AGREEMENT	427,376.17	720,351.85	(292,975.68)	169%
WEC _o WATER AGREEMENT	544,655.17	426,800.35	117,854.82	78%
WATER PURCHASE AGREEMENTS	151,730.17	110,848.55	40,881.62	73%
UNIFORMS	3,708.33	6,013.88	(2,305.55)	162%
UTILITIES	283,333.33	379,793.61	(96,460.28)	134%
WASTE SERVICES	3,683.33	3,583.25	100.08	97%
WATER TRANSPORTING EXPENSE	12,500.00	30,109.71	(17,609.71)	241%
WATER TREATMENT & TESTING	45,909.67	48,361.25	(2,451.58)	105%
TOTAL OPERATING EXPENSES	3,748,938.67	4,012,226.94	(263,288.27)	107%
ADMINISTRATIVE & GENERAL				
SALARIES	249,957.17	197,156.45	52,800.72	79%
PAYROLL TAXES & UNEMPLOYMENT TAX	19,121.75	20,667.10	(1,545.35)	108%
STATE SALES & USE TAX	0.00	0.00	0.00	0%
ADVERTISING/PRINTING/PHOTOGRAPHY	15,148.75	1,137.70	14,011.05	8%
AGENCY ASSESSMENTS	41,062.83	70,624.61	(29,561.78)	172%
BANK FEES	50,000.00	66,379.02	(16,379.02)	133%
CONTRACT LABOR	0.00	0.00	0.00	0%
COMMUNICATION EXPENSE	29,216.42	6,831.76	22,384.66	23%
COMPUTER SYSTEM SUPPORT	13,788.17	4,606.85	9,181.32	33%
DIRECTORS FEES	4,200.00	2,100.00	2,100.00	50%
DUES AND SUBSCRIPTIONS	6,287.50	1,080.73	5,206.77	17%
EMPLOYEE BENEFITS	9,468.67	37.50	9,431.17	0%
HIRING EXPENSE	661.67	756.00	(94.33)	114%
INSURANCE - BENEFITS	61,524.08	44,909.72	16,614.36	73%
INSURANCE - GENERAL	50,833.33	29,383.74	21,449.59	58%
JANITORIAL SERVICES	0.00	0.00	0.00	0%

BEXAR METROPOLITAN WATER DISTRICT
COMBINED STATEMENT OF REVENUES AND EXPENSES

August 31, 2011

	CURRENT BUDGET AMOUNT	CURRENT AMOUNT	VARIANCE AMOUNT	%
LICENSE AND PERMITS	17,040.58	17,925.00	(884.42)	105%
MISCELLANEOUS	8,404.17	1,356.23	7,047.94	16%
MAINTENANCE CONTRACTS	0.00	0.00	0.00	0%
OFFICE SUPPLIES	8,998.50	8,193.11	805.39	91%
OVER/SHORT CASH	41.67	(5,480.15)	5,521.82	-13152%
PAY STATION FEES	0.00	0.00	0.00	0%
POSTAGE	44,907.92	50,225.37	(5,317.45)	112%
PROFESSIONAL FEES	85,625.00	127,959.23	(42,334.23)	149%
PUBLIC EDUCATION & AWARENESS	2,208.33	144.00	2,064.33	7%
PUBLIC MEETING NOTICE FEES	10.00	0.00	10.00	0%
SAFETY EXPENSE	7,240.17	813.83	6,426.34	11%
SECURITY	6,283.33	6,247.58	35.75	99%
TRAINING	4,112.50	2,813.14	1,299.36	68%
TRAVEL, MEALS AND ENTERTAINMENT EXPENSE	3,770.67	3,721.54	49.13	99%
UTILITIES	12,505.92	9,798.07	2,707.85	78%
PENALTIES & LATE CHARGES	16.67	375.93	(359.26)	2256%
BAD DEBT EXPENSE	84,480.67	104,072.66	(19,591.99)	123%
WASTE SERVICES	2,916.67	0.00	2,916.67	0%
WATER EFFICIENCY PROGRAM ACTIVITIES	29,291.67	24,398.41	4,893.26	83%
TOTAL ADMIN & GENERAL EXPENSES	869,124.75	798,235.13	70,889.62	92%
OVERHEAD	66,666.67	430.50	66,236.17	1%
NET ADMIN & GENERAL EXPENSES	802,458.08	797,804.63	4,653.45	99%
NET OPERATING EXPENSES				
BEFORE DEPRECIATION	4,551,396.75	4,810,031.57	(258,634.82)	106%
DEPRECIATION EXPENSE	854,166.67	829,920.46	24,246.21	97%
NET OPERATING EXPENSE	5,405,563.42	5,639,952.03	(234,388.61)	104%
OPERATING REVENUE	909,148.75	3,044,276.21	(2,135,127.46)	335%
NON-OPERATING REVENUES				
INTEREST INCOME	17,916.67	15,847.55	2,069.12	88%
BAD DEBTS RECOVERED	8,333.33	9,302.57	(969.24)	112%
GRANT REVENUE	0.00	0.00	0.00	100%
OTHER NON-OPERATING REVENUE	180,666.67	25,885.74	154,780.93	14%
NON-OPERATING REVENUE	206,916.67	51,035.86	155,880.81	25%
NON-OPERATING EXPENSES				
INTEREST EXPENSE	1,250.00	524.66	725.34	42%
BOND INTEREST	973,368.42	998,368.43	(25,000.01)	103%
BOND ISSUANCE COSTS	35,416.67	0.00	35,416.67	0%
COMMERCIAL PAPER INTEREST	5,208.33	4,543.84	664.49	87%
COMMERCIAL PAPER ISSUANCE COSTS	15,933.33	155,394.49	(139,461.16)	975%
COMMERCIAL PAPER COMMITMENT FEE	39,892.92	0.00	39,892.92	0%
OTHER NON-OPERATING EXPENSES	0.00	3,250.08	(3,250.08)	0%
TOTAL NON-OPERATING EXPENSE	1,071,069.67	1,162,081.50	(91,011.83)	108%
INCREASE/(DECREASE) IN NET ASSETS, BEFORE CAPITAL CONTRIBUTIONS	44,995.75	1,933,230.57	(1,888,234.82)	4296%

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BEXAR METROPOLITAN WATER DISTRICT

COMBINED STATEMENT OF REVENUES AND EXPENSES AND CHANGES IN NET ASSETS

FOR THE FOURTH MONTH ENDING AUGUST 31, 2011

	<u>YTD BUDGET AMOUNT</u>	<u>YTD AMOUNT</u>	<u>VARIANCE AMOUNT</u>	<u>%</u>
OPERATING REVENUES				
WATER SALES TO CUSTOMERS	22,528,166.67	27,348,385.66	(4,820,218.99)	121%
WHOLESALE WATER AGREEMENTS	197,983.67	190,454.28	7,529.39	96%
SEWER REVENUE	0.00	0.00	0.00	0%
CUSTOMERS PENALTIES & FEES	538,333.33	610,083.79	(71,750.46)	113%
COLLECTION FEES	150,000.00	125,144.34	24,855.66	83%
FIRE PROTECTION	83,333.33	104,709.11	(21,375.78)	126%
REGULATORY ASSESSMENT FEE	775,251.33	857,981.49	(82,730.16)	111%
IMPACT FEES/ WATER DEVELOPMENT FEE	801,280.33	1,903,725.60	(1,102,445.27)	238%
MAIN & SERVICE EXTENSION FEES	183,333.33	130,223.27	53,110.06	71%
ASSESSMENT FEES - TIMBERWOOD	1,166.67	0.00	1,166.67	0%
TOTAL OPERATING REVENUES	<u>25,258,848.67</u>	<u>31,270,707.54</u>	<u>(6,011,858.87)</u>	<u>124%</u>
OPERATING EXPENSES				
SALARIES	2,998,356.33	2,700,544.70	297,811.63	90%
PAYROLL TAXES & UNEMPLOYMENT TAX	229,374.33	201,672.43	27,701.90	88%
DISPOSAL FEES	7,633.33	1,100.40	6,532.93	14%
EQUIPMENT RENTAL	73,422.33	68,779.98	4,642.35	94%
FUEL	333,333.33	399,304.84	(65,971.51)	120%
OPERATION & MAINTENANCE - GARAGE	134,602.67	125,101.11	9,501.56	93%
INSURANCE - BENEFITS	1,142,128.67	1,142,744.33	(615.66)	100%
MAINTENANCE CONTRACTS OPERATING	237,069.33	157,638.76	79,430.57	66%
OPERATION & MAINTENANCE MATERIALS	1,135,421.33	1,549,183.92	(413,762.59)	136%
OPERATION & MAINTENANCE - FACILITY	15,719.33	16,164.06	(444.73)	103%
OPERATION & MAINTENANCE - PRODUCTION	267,166.67	245,909.06	21,257.61	92%
EDWARDS AQUIFER PERMIT FEE	440,883.00	440,883.32	(0.32)	100%
BMDC LEASE AGREEMENT	1,532,252.67	1,577,250.00	(44,997.33)	103%
BMA OPERATING WATER AGREEMENT '99	556,406.67	625,454.96	(69,048.29)	112%
CANYON REGIONAL AGREEMENT	1,709,504.67	2,187,363.32	(477,858.65)	128%
WECO SURFACE WATER AGREEMENT	2,178,620.67	1,707,201.40	471,419.27	78%
WATER PURCHASE AGREEMENTS	606,920.67	598,779.12	8,141.55	99%
UNIFORMS	14,833.33	20,121.58	(5,288.25)	136%
UTILITIES	1,133,333.33	1,481,278.47	(347,945.14)	131%
WASTE SERVICES	14,733.33	12,041.47	2,691.86	82%
WATER TRANSPORTING EXPENSE	50,000.00	85,151.31	(35,151.31)	170%
WATER TREATMENT & TESTING	183,638.67	176,393.47	7,245.20	96%
TOTAL OPERATING EXPENSES	<u>14,995,754.67</u>	<u>15,520,062.01</u>	<u>(524,307.34)</u>	<u>103%</u>
ADMINISTRATIVE & GENERAL				
SALARIES	999,828.67	864,742.42	135,086.25	86%
PAYROLL TAXES & UNEMPLOYMENT TAX	76,487.00	147,745.94	(71,258.94)	193%
STATE SALES & USE TAX	0.00	0.00	0.00	0%
ADVERTISING/PRINTING/PHOTOGRAPHY	60,595.00	52,298.02	8,296.98	86%
AGENCY ASSESSMENTS	164,251.33	274,966.90	(110,715.57)	167%
BANK FEES	200,000.00	225,313.99	(25,313.99)	113%
CONTRACT LABOR	0.00	0.00	0.00	0%
COMMUNICATION EXPENSE	116,865.67	73,233.82	43,631.85	63%
COMPUTER SYSTEM SUPPORT	55,152.67	41,021.42	14,131.25	74%
DIRECTORS FEES	16,800.00	14,850.00	1,950.00	88%
DUES AND SUBSCRIPTIONS	25,150.00	5,764.01	19,385.99	23%
EMPLOYEE BENEFITS	37,874.67	7,056.62	30,818.05	19%
HIRING EXPENSE	2,646.67	2,754.10	(107.43)	104%
INSURANCE - BENEFITS	246,096.33	197,828.54	48,267.79	80%
INSURANCE - GENERAL	203,333.33	204,177.33	(844.00)	100%
JANITORIAL SERVICES	0.00	0.00	0.00	0%
LICENSE AND PERMITS	68,162.33	49,286.62	18,875.71	72%
MISCELLANEOUS	33,616.67	30,166.67	3,450.00	90%
MAINTENANCE CONTRACTS	0.00	189.00	(189.00)	0%
OFFICE SUPPLIES	35,994.00	29,656.63	6,337.37	82%
OVER/SHORT CASH	166.67	(6,070.62)	6,237.29	-3642%
POSTAGE	179,631.67	198,553.00	(18,921.33)	111%
PROFESSIONAL FEES	342,500.00	446,287.47	(103,787.47)	130%

BEXAR METROPOLITAN WATER DISTRICT

COMBINED STATEMENT OF REVENUES AND EXPENSES AND CHANGES IN NET ASSETS

FOR THE FOURTH MONTH ENDING AUGUST 31, 2011

	<u>YTD BUDGET AMOUNT</u>	<u>YTD AMOUNT</u>	<u>VARIANCE AMOUNT</u>	<u>%</u>
PUBLIC EDUCATION & AWARENESS	8,833.33	5,317.16	3,516.17	60%
PUBLIC MEETING NOTICE FEES	40.00	19.54	20.46	49%
SAFETY EXPENSE	28,960.67	2,051.29	26,909.38	7%
SECURITY	25,133.33	22,625.80	2,507.53	90%
TRAINING	16,450.00	7,802.27	8,647.73	47%
TRAVEL, MEALS AND ENTERTAINMENT EXPENS	15,082.67	13,344.26	1,738.41	88%
UTILITIES	50,023.67	44,109.49	5,914.18	88%
PENALTIES & LATE CHARGES	66.67	402.58	(335.91)	604%
BAD DEBT EXPENSE	337,922.67	410,694.99	(72,772.32)	122%
WASTE SERVICES	11,666.67	93.78	11,572.89	1%
WATER EFFICIENCY PROGRAM ACTIVITIES	117,166.67	70,049.05	47,117.62	60%
TOTAL ADMIN & GENERAL EXPENSES	<u>3,476,499.00</u>	<u>3,436,332.09</u>	<u>40,166.91</u>	<u>99%</u>
OVERHEAD	266,666.67	34,823.25	231,843.42	13%
NET ADMIN & GENERAL EXPENSES	<u>3,209,832.33</u>	<u>3,401,508.84</u>	<u>(191,676.51)</u>	<u>106%</u>
NET OPERATING EXPENSES				
BEFORE DEPRECIATION	18,205,587.00	18,921,570.85	(715,983.85)	104%
DEPRECIATION EXPENSE	3,416,666.67	3,319,681.84	96,984.83	97%
NET OPERATING EXPENSE	<u>21,622,253.67</u>	<u>22,241,252.69</u>	<u>(618,999.02)</u>	<u>103%</u>
OPERATING REVENUE	3,636,595.00	9,029,454.85	(5,392,859.85)	248%
NON-OPERATING REVENUES				
INTEREST INCOME	71,666.67	62,993.50	8,673.17	88%
BAD DEBTS RECOVERED	33,333.33	28,817.51	4,515.82	86%
GRANT REVENUE	0.00	0.00	0.00	100%
OTHER NON-OPERATING REVENUE	722,666.67	171,612.60	551,054.07	24%
NON-OPERATING REVENUE	<u>827,666.67</u>	<u>263,423.61</u>	<u>564,243.06</u>	<u>32%</u>
NON-OPERATING EXPENSES				
INTEREST EXPENSE	5,000.00	2,718.23	2,281.77	54%
BOND INTEREST	3,893,473.67	3,991,609.55	(98,135.88)	103%
BOND ISSUANCE COSTS	141,666.67	300.00	141,366.67	0%
COMMERCIAL PAPER INTEREST	20,833.33	16,845.21	3,988.12	81%
COMMERCIAL PAPER ISSUANCE COSTS	63,733.33	155,394.49	(91,661.16)	244%
COMMERCIAL PAPER COMMITMENT FEE	159,571.67	5,763.70	153,807.97	4%
OTHER NON-OPERATING EXPENSES	0.00	8,903.04	(8,903.04)	-100%
TOTAL NON-OPERATING EXPENSE	<u>4,284,278.67</u>	<u>4,181,534.22</u>	<u>102,744.45</u>	<u>98%</u>
INCREASE/(DECREASE) IN NET ASSETS, BEFORE CAPITAL CONTRIBUTIONS	<u>179,983.00</u>	<u>5,111,344.24</u>	<u>(4,931,361.24)</u>	<u>2840%</u>
CAPITAL CONTRIBUTIONS & SPECIAL ITEMS		<u>650,764.90</u>		
CHANGE IN NET ASSETS		5,762,109.14		
NET ASSETS - BEGINNING BALANCE - 5/1/11		<u>94,752,393.64</u>		
NET ASSETS - ENDING BALANCE		<u>100,514,502.78</u>		

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**BEXAR METROPOLITAN WATER DISTRICT
INVESTMENT SUMMARY**

**LOGIC - LOCAL GOVERNMENT INVESTMENT COOPERATIVE
PRICE PER SHARE IS ALWAYS \$1.**

<u>INTEREST AND SINKING FUND</u>	<u>August 31, 2011</u>	<u>CONSTRUCTION FUND</u>	<u>August 31, 2011</u>
Beginning Market Value	4,323,997.73	Beginning Market Value	11,978.56
Interest/Dividend Reinvested	574.59	Interest/Dividend Reinvested	1.40
Transfer Out - from other accts.	0.00	Transfer In - Commercial Paper	0.00
Transfer In - Monthly Commitment	1,439,396.00	Transfer Out	0.00
Transfer out - Principle & Interest Pmt	0.00	Transfer In -	0.00
Ending Market Value/Book Value	<u>5,763,968.32</u>	Ending Market Value/Book Value	<u>11,979.96</u>

<u>RESERVE FUND</u>	<u>August 31, 2011</u>	<u>CONTINGENCY FUND</u>	<u>August 31, 2011</u>
Beginning Market Value	126,042.87	Beginning Market Value	468,570.40
Interest/Dividend Reinvested	14.78	Interest/Dividend Reinvested	58.26
Transfer In	0.00	Transfer Out	0.00
Transfer out - Interest & Sinking	0.00	Transfer In - (Monthly Commitment)	42,000.00
Ending Market Value/Book Value	<u>126,057.65</u>	Ending Market Value/Book Value	<u>510,628.66</u>

The average monthly rate was .1380%, the average weighted average maturity was 53 days and the net asset value for 08/31/11 was 1.000073

**BEXAR METROPOLITAN WATER DISTRICT
INVESTMENT SUMMARY**

**LOGIC - LOCAL GOVERNMENT INVESTMENT COOPERATIVE
PRICE PER SHARE IS ALWAYS \$1.**

<u>IMPACT FEE ACCOUNT</u>	<u>August 31, 2011</u>	<u>August 31, 2011</u>
Beginning Market Value	1,597,957.18	3,073,733.79
Interest/Dividend Reinvested	206.90	360.32
Transfer In - Reserve Fund	783,156.00	0.00
Transfer out -	<u>0.00</u>	<u>0.00</u>
Ending Market Value/Book Value	<u>2,381,320.08</u>	<u>3,074,094.11</u>

<u>OPERATING COVERAGE RESERVE FUND</u>	<u>August 31, 2011</u>	<u>August 31, 2011</u>
Beginning Market Value	8,802,204.62	0.01
Interest/Dividend Reinvested	1,031.85	0.00
Transfer In -	0.00	0.00
Transfer out - Sinking Fund	<u>0.00</u>	<u>0.00</u>
Ending Market Value/Book Value	<u>8,803,236.47</u>	<u>0.01</u>

The average monthly rate was .1380%, the average weighted average maturity was 53 days and the net asset value for 08/31/11 was 1.000073

**BEXAR METROPOLITAN WATER DISTRICT
INVESTMENT SUMMARY**

**LOGIC - LOCAL GOVERNMENT INVESTMENT COOPERATIVE
PRICE PER SHARE IS ALWAYS \$1.**

<u>OPERATING ACCOUNT</u>	<u>August 31, 2011</u>	<u>DSRF - Series 2010</u>	<u>August 31, 2011</u>
Beginning Market Value	3,841,413.88	Beginning Market Value	1,657,512.61
Interest/Dividend Reinvested	486.63	Interest/Dividend Reinvested	194.30
Transfer In - Deposit	500,000.00	Transfer In - Deposit	0.00
Transfer out -	<u>0.00</u>	Transfer out -	<u>0.00</u>
Ending Market Value/Book Value	<u>4,341,900.51</u>	Ending Market Value/Book Value	<u>1,657,706.91</u>

<u>DSRF - Sub Lien Series 2010</u>	<u>August 31, 2011</u>	<u>Capital Asset Sale Proceeds</u>	<u>August 31, 2011</u>
Beginning Market Value	1,182,832.52	Beginning Market Value	0.00
Interest/Dividend Reinvested	138.66	Interest/Dividend Reinvested	47.59
Transfer In - Deposit	0.00	Transfer In - Deposit	1,024,968.53
Transfer out -	<u>0.00</u>	Transfer out -	<u>0.00</u>
Ending Market Value/Book Value	<u>1,182,971.18</u>	Ending Market Value/Book Value	<u>1,025,016.12</u>

The average monthly rate was .1380%, the average weighted average maturity was 53 days and the net asset value for 08/31/11 was 1.000073

BEXAR METROPOLITAN WATER DISTRICT
 INVESTMENT SUMMARY

For the Month of August-11

JP MORGAN/BoNY-Mellon SECURITIES
 DEBT SERVICE RESERVE FUND
 FORWARD PURCHASE CONTRACT

<u>SECURITY TYPE</u>	<u>CD EQUIVALENT YIELD</u>	<u>DATE OF MATURITY</u>	<u>PURCHASE PRICE</u>
FHDN DISCOUNT NOTE	4.410%	October 31, 2011	\$2,345,522.09
		<u>FACE VALUE</u>	<u>BOOK/MARKET VALUE*</u>
		\$2,399,000.00	\$2,381,076.10

* Amount includes purchase price plus accrued interest.

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BEXAR METROPOLITAN WATER DISTRICT
Budget to Actual Comparison - For 4TH month or 34% of the Budget Year.

	31-May	30-Jun	31-Jul	31-Aug	Total	Approved Budget	%
OPERATING REVENUES							
Water Sales to Customers	6,470,531	7,017,433	6,920,446	6,939,975	27,348,386	67,584,500	40%
Wholesale Water Agreements	79,582	88,554	21,192	1,126	190,454	593,951	32%
Sewer Revenue	0	0	0	0	0	0	0%
Customers Penalties & Fees	136,927	150,256	150,671	172,231	610,084	1,615,000	38%
Collection Fees	22,653	21,858	33,849	46,784	125,144	450,000	28%
Fire Protection	25,802	26,261	26,386	104,709	250,000	250,000	42%
Regulatory Assessment Fee	203,738	216,625	219,871	217,748	857,981	2,325,754	37%
Impact Fees & Water Development Fees	91,013	15,153	572,425	1,225,134	1,903,728	2,403,841	79%
Main & Service Extension Fees	20,065	13,982	41,331	54,845	130,223	550,000	24%
Assessment Fees - Timberwood	0	0	0	0	0	3,500	0%
TOTAL REVENUES	7,050,312	7,550,121	7,986,047	8,684,228	31,270,708	75,776,546	41%

OPERATING EXPENSES							
PRODUCTION:							
Salaries	602,721	656,632	787,276	653,915	2,700,545	8,995,069	30%
Payroll Taxes	45,721	51,033	51,056	53,863	201,672	688,123	29%
Contract Labor	0	0	0	0	0	1,200	0%
Disposal Fees	0	218	524	358	1,100	22,900	5%
Equipment Rental	8,678	12,775	27,809	19,519	68,780	220,267	31%
Fuel	78,581	104,454	105,085	111,185	399,305	1,000,000	40%
Operation & Maintenance -Garage	23,603	36,155	28,011	37,332	125,101	403,808	31%
Insurance - Benefits	247,532	259,889	244,936	283,001	1,035,356	3,426,386	30%
Maintenance Contract Operating	25,626	32,894	62,440	36,678	157,638	711,208	22%
Operation & Maintenance Materials	293,676	340,560	462,051	452,897	1,549,184	3,406,264	45%
Operation & Maintenance - Facility	3,262	4,290	6,177	2,435	16,164	47,158	34%
Maintenance Services	0	0	0	0	0	0	0%
Operation & Maintenance -Production	65,333	64,337	74,541	41,698	245,909	801,500	31%
Sewer Production Expenses	0	0	0	0	0	0	0%
Edwards Aquifer Permit Fee	110,221	110,221	110,221	110,221	440,883	1,322,649	33%
Bexar Metropolitan Develop. Corp. Lease Agrmnt	410,022	434,022	380,184	353,022	1,577,250	4,596,758	34%
BMA Operating Water Agreement '99	130,240	130,240	234,736	130,240	625,455	1,669,220	37%
Calyon Regional Agreement	392,761	410,470	663,781	720,352	2,187,363	5,128,514	43%
WECO Water Purchase Agreement	565,206	288,395	426,800	426,800	1,707,201	6,535,862	26%
Water Purchase Agreements	99,139	189,366	199,426	110,849	598,779	1,820,762	33%
Uniforms	2,957	7,305	3,847	6,014	20,122	44,500	45%
Utilities - Operating	252,799	375,504	473,182	379,794	1,481,278	3,400,000	44%
Waste Services	3,170	2,275	3,013	3,583	12,041	44,200	27%
Water Transporting Expense	5,060	9,428	40,553	30,110	85,151	150,000	57%
Water Treatment & Testing	40,339	37,485	50,208	48,361	176,393	550,916	32%
TOTAL OPERATING EXPENSE	3,406,643	3,557,948	4,435,856	4,012,227	15,412,674	44,987,264	34%

ADMINISTRATIVE & GENERAL							
Salaries	196,019	213,830	257,738	197,156	864,742	2,999,486	29%
Payroll Taxes	18,622	20,071	88,386	20,667	147,746	229,461	64%
Ad Valorem Taxes	0	0	0	0	0	0	0%
Advertising and Photography	6,297	29,130	15,734	1,138	52,298	181,785	29%
Agency Assessments	46,831	93,951	63,560	70,625	274,967	492,754	56%
Bank Fees	39,718	60,058	59,159	66,379	225,314	600,000	38%
Communication Expense	22,274	22,859	21,270	6,832	73,234	350,597	21%
Contract Labor	0	0	0	0	0	0	0%
Computer System Support	3,723	7,725	24,967	4,607	41,021	165,458	25%
Directors Fees	7,350	1,350	4,050	2,100	14,850	50,400	29%
Dues and Subscriptions	3,239	629	614	1,081	5,764	75,450	8%
Employee Benefits	239	3,320	3,459	38	7,057	113,624	6%
Hiring Expense	462	860	677	756	2,754	7,940	35%

BEXAR METROPOLITAN WATER DISTRICT
Budget to Actual Comparison - For 4TH month or 34% of the Budget Year.

	31-May	30-Jun	31-Jul	31-Aug	Total	Approved Budget	%
Insurance - Benefits	93,335	88,073	78,899	44,910	305,217	738,289	41%
Insurance - General	40,842	104,566	29,384	29,384	204,177	610,000	33%
Janitorial Services	0	0	0	0	0	0	0%
License & Permits	872	13,329	17,161	17,925	49,287	204,487	24%
Miscellaneous Expense	8,246	5,389	15,175	1,356	30,167	100,850	30%
Maintenance Contracts	189	0	0	0	189	0	0%
Office Supplies	5,501	9,533	6,430	8,193	29,657	107,962	27%
Over/Short Cash	266	-475	-381	-5,480	-6,071	500	-121.4%
Pay Station Fees	0	0	0	0	0	0	0%
Postage	50,208	70,965	27,155	50,225	198,553	538,895	37%
Professional Fees	136,635	49,839	131,854	127,959	446,287	1,027,500	43%
Public Education & Awareness	0	1,465	3,708	144	5,317	26,500	20%
Public Meeting Notice Fees	0	0	0	0	0	120	16%
Safety Expense	-1,049	1,130	1,156	814	2,051	86,882	2%
Security	5,863	5,115	5,380	6,248	22,626	75,400	30%
Training Expense	3,952	1,015	23	2,813	7,802	49,350	16%
Travel and Entertainment Expenses	3,520	4,109	1,993	3,722	13,344	45,248	29%
Waste Services	94	0	0	0	94	35,000	0%
Water Efficiency Program Activities	5,264	15,714	24,673	24,398	70,049	351,500	20%
Penalties & Late Charges	10	0	17	376	403	200	100%
Bad Debt Expense	96,996	103,846	105,780	104,073	410,695	1,013,768	41%
Utilities	1,207	21,491	11,613	9,798	44,109	150,071	29%
TOTAL ADMINISTRATIVE AND GENERAL EXPENSE	796,743	948,889	999,853	798,235	3,543,720	10,429,497	34%
Overhead	5,969	20,895	7,529	431	34,823	800,000	4%
NET ADMIN. & GENERAL EXP.	790,774	927,994	992,325	797,805	3,508,897	9,629,497	36%
Net Operating Exp. Before Depreciation	4,197,417	4,485,941	5,428,181	4,810,032	18,921,571	54,616,761	35%
Depreciation Expense	809,178	809,178	871,406	829,920	3,319,682	10,250,000	32%
Net Operating Expense	5,006,595	5,295,119	6,299,587	5,639,952	22,241,253	64,866,761	34%
NET OPERATING REVENUE	2,043,717	2,255,002	1,686,460	3,044,276	9,029,455	10,909,785	83%
NON OPERATING REVENUES							
Interest Income	151,608	-120,183	15,720	15,848	62,994	215,000	29%
Bad Debt Recovered	3,560	10,313	5,642	9,303	28,818	100,000	29%
Grant Revenue	0	0	0	0	0	0	0%
Other Non Operating Revenue	144,768	-22,147	31,347	25,866	179,854	2,168,000	8%
TOTAL NON OPERATING REV.	299,936	-132,017	52,709	51,036	271,665	2,483,000	11%
NON OPERATING EXPENSE							
Interest Expense	834	731	628	525	2,718	15,000	18%
Bond Interest	996,504	998,368	998,368	998,368	3,991,610	11,680,421	34%
Bond Issuance Cost	0	0	300	0	300	425,000	0%
Commercial Paper Interest	3,360	4,397	4,544	4,544	16,845	62,500	27%
Commercial Paper Issuance Costs	0	0	0	155,394	155,394	191,200	81%
Commercial Paper Commitment Fees	0	5,764	0	0	5,764	478,715	1%
Other Non Operating Expenses	1,676	3,580	397	3,250	8,903	0	0%
TOTAL NON OPERATING EXP.	1,002,374	1,012,841	1,004,237	1,162,082	4,181,534	12,852,836	33%
NET REVENUE	1,341,279	1,110,145	734,932	1,933,231	5,119,586	539,949	

**Bexar Metropolitan Water District
Days of Operation & Maintenance Expenses
on hand at
August 31, 2011**

Water District Cash:

Unrestricted Cash	\$	18,491,195.90
Restricted:		
Contingency Fund	\$	510,628.66
Total	\$	<u>19,001,824.56</u>

Operation & Maintenance Expenses:

FY 2011-12 YTD Budget	\$	54,616,761.00
FY 2011-12 YTD Forecast	\$	56,764,712.55

Days of Operation & Maintenance Expenses on Hand:

FY 2011-12 YTD Budget	127 days
FY 2011-12 YTD Forecast	122 days

**Bexar Metropolitan Water District
Debt Service Coverage - YTD
August 31, 2011**

Operating Revenues	31,270,707.54
Non-Op Revenues	209,124.51
Subtotal	31,479,832.05
O&M Expense	(18,921,570.85)
Net	12,558,261.20
Interest Expense	2,718.23
Net Revenues	12,555,542.97
Prorated DS	5,029,320.67
Parity Bond Coverage	2.50
Total DS Coverage*	2.28
FY 2011 DS - Parity	15,087,962
Subordinated Debt	1,467,293.21
% Debt Service to Operating Revenues	16.08%

* DS Coverage required per bond covenants: 1.25
DS Coverage required per board policy: 1.40