

BEXAR METROPOLITAN WATER DISTRICT
MANAGEMENT REPORT
FOR THE PERIOD ENDING SEPTEMBER 30, 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, SEPTEMBER 30th, 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: 10-16-11



Tom Gallier
Interim General Manager

Date: 11/17/2011

FINANCIAL STATEMENTS:

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

September 30, 2011

ASSETS:

CURRENT ASSETS:

UNRESTRICTED CURRENT ASSETS

CASH AND CASH EQUIVALENTS	20,566,340.90
ACCOUNTS RECEIVABLE - DISTRICT CUSTOMERS (NET OF ALLOWANCE)	11,487,891.03
ACCOUNTS RECEIVABLE - MISCELLANEOUS (NET OF ALLOWANCE)	3,813,053.58
INTER-COMPANY RECEIVABLE - BMDC	150.00
PREPAID EXPENSES	583,937.36
INVENTORY	1,608,834.39

TOTAL UNRESTRICTED CURRENT ASSETS 38,060,207.26

RESTRICTED CURRENT ASSETS

RESERVE FUND	6,405,993.47
U.S GOVERNMENT SECURITIES	2,389,891.14
INTEREST & SINKING FUND	7,204,106.96
CONSTRUCTION FUND	11,981.32
CONTINGENCY FUND	552,689.35
RESERVE FUND - SERIES 2009	0.00

TOTAL RESTRICTED ASSETS 16,564,662.24

NON-CURRENT ASSETS:

CAPITAL ASSETS

LAND	5,784,459.78
ASSETS HELD FOR SALE	4,506,031.81
CONSTRUCTION IN PROGRESS	34,849,034.37
BUILDING/IMPROVEMENTS	8,291,382.15
EQUIPMENT	21,624,340.27
OFFICE FURNITURE	915,213.45
UTILITY PLANT AND DISTRIBUTION	343,647,291.90
LESS ACCUMULATED DEPRECIATION	<u>(117,706,987.29)</u>

TOTAL CAPITAL ASSETS (NET) 301,910,766.44

OTHER ASSETS

NET PENSION ASSET	0.00
OTHER ASSETS - BOND ISSUANCE COST	3,773,883.32
DEFERRED CHARGE - WECO/STEIN	87,500.00

TOTAL OTHER ASSETS 3,861,383.32

TOTAL ASSETS 360,397,019.26

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

September 30, 2011

LIABILITIES & EQUITY:

CURRENT LIABILITIES:

UNRESTRICTED CURRENT LIABILITIES

ACCOUNTS PAYABLE	2,758,697.50
SEWER & GARBAGE COLLECTION DUE	1,341,518.10
NET PENSION LIABILITY	40,894.00
CREDIT BALANCES CUSTOMER ACCOUNTS	477,368.76
INTER-COMPANY PAYABLE	5,830.00
CAPITAL LEASE OBLIGATIONS - S/T	72,207.20
CONTRACTS PAYABLE - S/T	0.00
INSURANCE CLAIMS LIABILITY	0.00
ACCRUED EXPENSES	969,953.82

TOTAL UNRESTRICTED CURRENT LIABILITIES 5,666,469.38

CURRENT LIABILITIES PAYABLE FROM RESTRICTED ASSETS

ACCRUED BOND INTEREST PAYABLE (WITHIN ONE YEAR)	4,719,893.88
ACCRUED COMMERCIAL PAPER INTEREST	25,332.76
BONDS PAYABLE (WITHIN ONE YEAR)	5,945,000.00

TOTAL LIABILITIES OF RESTRICTED FUNDS 10,690,226.64

TOTAL CURRENT LIABILITIES 16,356,696.02

NONCURRENT LIABILITIES:

ACCRETED INTEREST PAYABLE	5,421,572.55
REVENUE BONDS PAYABLE- 1995A/1998/2002/2006/2007/2009 PLUS UNAMORTIZED BOND PREMIUM	230,688,603.80
LOSS ON REFUNDING	45,298.01
COMMERCIAL PAPER NOTE	(5,632,261.58)
CONTRACTS PAYABLE - L/T	10,000,000.00
CAPITAL LEASE OBLIGATIONS - L/T	0.00
	<u>0.00</u>

TOTAL NONCURRENT LIABILITIES 240,523,212.78

TOTAL LIABILITIES 256,879,908.80

NET ASSETS:

INVESTED IN CAPITAL ASSETS, NET OF RELATED DEBT 59,144,229.78

RESTRICTED ASSETS

RESTRICTED FOR DEBT SERVICE	11,254,764.93
RESTRICTED FOR CONSTRUCTION	11,981.32
RESTRICTED FOR CONTINGENCY AND ESCROW	552,689.35
RESTRICTED FOR EMPLOYEES' PENSION BENEFITS	0.00

TOTAL RESTRICTED NET ASSETS 11,819,435.60

UNRESTRICTED NET ASSETS 32,553,445.08

TOTAL NET ASSETS 103,517,110.46

TOTAL LIABILITIES AND NET ASSETS 360,397,019.26

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BEXAR METROPOLITAN WATER DISTRICT
COMBINED STATEMENT OF REVENUES AND EXPENSES

September 30, 2011

	<u>CURRENT BUDGET</u> <u>AMOUNT</u>	<u>CURRENT</u> <u>AMOUNT</u>	<u>VARIANCE</u> <u>AMOUNT</u>	<u>%</u>
OPERATING REVENUES				
WATER SALES TO CUSTOMERS	5,632,041.67	8,418,535.84	(2,786,494.17)	149%
WHOLESALE WATER AGREEMENTS	49,495.92	2,862.54	46,633.38	6%
SEWER REVENUE	0.00	0.00	0.00	0%
CUSTOMERS PENALTIES & FEES	134,583.33	172,342.13	(37,758.80)	128%
COLLECTION FEES	37,500.00	32,009.08	5,490.92	85%
FIRE PROTECTION	20,833.33	26,343.94	(5,510.61)	126%
REGULATORY ASSESSMENT FEE	193,812.83	254,131.35	(60,318.52)	131%
IMPACT FEES/ WATER DEVELOPMENT FEE	200,320.08	342,225.20	(141,905.12)	171%
MAIN & SERVICE EXTENSION FEES	45,833.33	40,644.93	5,188.40	89%
ASSESSMENT FEES - TIMBERWOOD	291.67	0.00	291.67	0%
TOTAL OPERATING REVENUES	<u>6,314,712.17</u>	<u>9,289,095.01</u>	<u>(2,974,382.84)</u>	<u>147%</u>
OPERATING EXPENSES				
SALARIES	749,589.08	970,573.27	(220,984.19)	129%
PAYROLL TAXES & UNEMPLOYMENT TAX	57,343.58	69,430.07	(12,086.49)	121%
CONTRACT LABOR	100.00	0.00	100.00	0%
DISPOSAL FEES	1,908.33	148.00	1,760.33	8%
EQUIPMENT RENTAL	18,355.58	17,226.89	1,128.69	94%
FUEL	83,333.33	100,291.83	(16,958.50)	120%
OPERATION & MAINTENANCE - GARAGE	33,650.67	34,685.62	(1,034.95)	103%
INSURANCE - BENEFITS	285,532.17	239,491.76	46,040.41	84%
MAINTENANCE CONTRACTS OPERATING	59,267.33	54,774.75	4,492.58	92%
OPERATION & MAINTENANCE MATERIALS	283,855.33	445,678.00	(161,822.67)	157%
OPERATION & MAINTENANCE - FACILITY	3,929.83	3,281.54	648.29	84%
MAINTENANCE SERVICES	0.00	0.00	0.00	0%
OPERATION & MAINTENANCE - PRODUCTION	66,791.67	5,185.95	61,605.72	8%
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	374,022.00	9,041.17	98%
BMA OPERATING WATER AGREEMENT '99	139,101.67	130,239.74	8,861.93	94%
CANYON REGIONAL AGREEMENT	427,376.17	678,208.41	(250,832.24)	159%
WEC ₀ 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	1,320.82	2,387.51	36%
UTILITIES	283,333.33	370,003.83	(86,670.50)	131%
WASTE SERVICES	3,683.33	2,600.53	1,082.80	71%
WATER TRANSPORTING EXPENSE	12,500.00	57,522.20	(45,022.20)	460%
WATER TREATMENT & TESTING	45,909.67	47,825.49	(1,915.82)	104%
TOTAL OPERATING EXPENSES	<u>3,748,938.67</u>	<u>4,250,380.43</u>	<u>(501,441.76)</u>	<u>113%</u>
ADMINISTRATIVE & GENERAL				
SALARIES	249,957.17	278,250.16	(28,292.99)	111%
PAYROLL TAXES & UNEMPLOYMENT TAX	19,121.75	25,247.55	(6,125.80)	132%
STATE SALES & USE TAX	0.00	0.00	0.00	0%
ADVERTISING/PRINTING/PHOTOGRAPHY	15,148.75	0.00	15,148.75	0%
AGENCY ASSESSMENTS	41,062.83	59,148.33	(18,085.50)	144%
BANK FEES	50,000.00	65,169.62	(15,169.62)	130%
CONTRACT LABOR	0.00	0.00	0.00	0%
COMMUNICATION EXPENSE	29,216.42	23,211.50	6,004.92	79%
COMPUTER SYSTEM SUPPORT	13,788.17	92.55	13,695.62	1%
DIRECTORS FEES	4,200.00	4,950.00	(750.00)	118%
DUES AND SUBSCRIPTIONS	6,287.50	7,338.96	(1,051.46)	117%
EMPLOYEE BENEFITS	9,468.67	271.26	9,197.41	3%
HIRING EXPENSE	661.67	554.00	107.67	84%
INSURANCE - BENEFITS	61,524.08	30,980.68	30,543.40	50%
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

September 30, 2011

	CURRENT BUDGET AMOUNT	CURRENT AMOUNT	VARIANCE AMOUNT	%
LICENSE AND PERMITS	17,040.58	29,746.40	(12,705.82)	175%
MISCELLANEOUS	8,404.17	43,870.28	(35,466.11)	522%
MAINTENANCE CONTRACTS	0.00	0.00	0.00	0%
OFFICE SUPPLIES	8,998.50	3,971.33	5,027.17	44%
OVER/SHORT CASH	41.67	(65.87)	107.54	-158%
PAY STATION FEES	0.00	0.00	0.00	0%
POSTAGE	44,907.92	25,350.68	19,557.24	56%
PROFESSIONAL FEES	85,625.00	208,522.21	(122,897.21)	244%
PUBLIC EDUCATION & AWARENESS	2,208.33	0.00	2,208.33	0%
PUBLIC MEETING NOTICE FEES	10.00	0.00	10.00	0%
SAFETY EXPENSE	7,240.17	717.25	6,522.92	10%
SECURITY	6,283.33	4,812.98	1,470.35	77%
TRAINING	4,112.50	3,915.00	197.50	95%
TRAVEL, MEALS AND ENTERTAINMENT EXPENSES	3,770.67	1,203.62	2,567.05	32%
UTILITIES	12,505.92	2,065.80	10,440.12	17%
PENALTIES & LATE CHARGES	16.67	0.00	16.67	0%
BAD DEBT EXPENSE	84,480.67	125,260.46	(40,779.79)	148%
WASTE SERVICES	2,916.67	0.00	2,916.67	0%
WATER EFFICIENCY PROGRAM ACTIVITIES	29,291.67	906.77	28,384.90	3%
TOTAL ADMIN & GENERAL EXPENSES	869,124.75	974,875.26	(105,750.51)	112%
OVERHEAD	66,666.67	1,464.75	65,201.92	2%
NET ADMIN & GENERAL EXPENSES	802,458.08	973,410.51	(170,952.43)	121%
NET OPERATING EXPENSES				
BEFORE DEPRECIATION	4,551,396.75	5,223,790.94	(672,394.19)	115%
DEPRECIATION EXPENSE	854,166.67	829,920.46	24,246.21	97%
NET OPERATING EXPENSE	5,405,563.42	6,053,711.40	(648,147.98)	112%
OPERATING REVENUE	909,148.75	3,235,383.61	(2,326,234.86)	356%
NON-OPERATING REVENUES				
INTEREST INCOME	17,916.67	15,789.16	2,127.51	88%
BAD DEBTS RECOVERED	8,333.33	9,142.90	(809.57)	110%
GRANT REVENUE	0.00	110,000.00	(110,000.00)	100%
OTHER NON-OPERATING REVENUE	180,666.67	638,088.01	(457,421.34)	353%
NON-OPERATING REVENUE	206,916.67	773,020.07	(566,103.40)	374%
NON-OPERATING EXPENSES				
INTEREST EXPENSE	1,250.00	420.64	829.36	34%
BOND INTEREST	973,368.42	998,368.43	(25,000.01)	103%
BOND ISSUANCE COSTS	35,416.67	300.00	35,116.67	1%
COMMERCIAL PAPER INTEREST	5,208.33	4,397.26	811.07	84%
COMMERCIAL PAPER ISSUANCE COSTS	15,933.33	2,215.50	13,717.83	14%
COMMERCIAL PAPER COMMITMENT FEE	39,892.92	0.00	39,892.92	0%
OTHER NON-OPERATING EXPENSES	0.00	94.17	(94.17)	0%
TOTAL NON-OPERATING EXPENSE	1,071,069.67	1,005,796.00	65,273.67	94%
INCREASE/(DECREASE) IN NET ASSETS, BEFORE CAPITAL CONTRIBUTIONS	44,995.75	3,002,607.68	(2,957,611.93)	6673%

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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	28,160,208.33	35,766,921.50	(7,606,713.17)	127%
WHOLESALE WATER AGREEMENTS	247,479.58	193,316.82	54,162.76	78%
SEWER REVENUE	0.00	0.00	0.00	0%
CUSTOMERS PENALTIES & FEES	672,916.67	782,425.92	(109,509.25)	116%
COLLECTION FEES	187,500.00	157,153.42	30,346.58	84%
FIRE PROTECTION	104,166.67	131,053.05	(26,886.38)	126%
REGULATORY ASSESSMENT FEE	969,064.17	1,112,112.84	(143,048.67)	115%
IMPACT FEES/ WATER DEVELOPMENT FEE	1,001,600.42	2,245,950.80	(1,244,350.38)	224%
MAIN & SERVICE EXTENSION FEES	229,166.67	170,868.20	58,298.47	75%
ASSESSMENT FEES - TIMBERWOOD	1,458.33	0.00	1,458.33	0%
TOTAL OPERATING REVENUES	31,573,560.83	40,559,802.55	(8,986,241.72)	128%
OPERATING EXPENSES				
SALARIES	3,747,945.42	3,671,117.97	76,827.45	98%
PAYROLL TAXES & UNEMPLOYMENT TAX	286,717.92	271,102.50	15,615.42	95%
DISPOSAL FEES	9,541.67	1,248.40	8,293.27	13%
EQUIPMENT RENTAL	91,777.92	86,006.87	5,771.05	94%
FUEL	416,666.67	499,596.67	(82,930.00)	120%
OPERATION & MAINTENANCE - GARAGE	168,253.33	159,786.73	8,466.60	95%
INSURANCE - BENEFITS	1,427,660.83	1,382,236.09	45,424.74	97%
MAINTENANCE CONTRACTS OPERATING	296,336.67	212,413.51	83,923.16	72%
OPERATION & MAINTENANCE MATERIALS	1,419,276.67	1,994,861.92	(575,585.25)	141%
OPERATION & MAINTENANCE - FACILITY	19,649.17	19,445.60	203.57	99%
OPERATION & MAINTENANCE - PRODUCTION	333,958.33	251,095.01	82,863.32	75%
EDWARDS AQUIFER PERMIT FEE	551,103.75	551,104.15	(0.40)	100%
BMDC LEASE AGREEMENT	1,915,315.83	1,951,272.00	(35,956.17)	102%
BMA OPERATING WATER AGREEMENT '09	695,508.33	755,694.70	(60,186.37)	109%
CANYON REGIONAL AGREEMENT	2,136,880.83	2,865,571.73	(728,690.90)	134%
WEC _o SURFACE WATER AGREEMENT	2,723,275.83	2,134,001.75	589,274.08	78%
WATER PURCHASE AGREEMENTS	758,650.83	709,627.67	49,023.16	94%
UNIFORMS	18,541.67	21,442.40	(2,900.73)	116%
UTILITIES	1,416,666.67	1,851,282.30	(434,615.63)	131%
WASTE SERVICES	18,416.67	14,642.00	3,774.67	80%
WATER TRANSPORTING EXPENSE	62,500.00	142,673.51	(80,173.51)	228%
WATER TREATMENT & TESTING	229,548.33	224,218.96	5,329.37	98%
TOTAL OPERATING EXPENSES	18,744,693.33	19,770,442.44	(1,025,749.11)	105%
ADMINISTRATIVE & GENERAL				
SALARIES	1,249,785.83	1,142,992.58	106,793.25	91%
PAYROLL TAXES & UNEMPLOYMENT TAX	95,608.75	172,993.49	(77,384.74)	181%
STATE SALES & USE TAX	0.00	0.00	0.00	0%
ADVERTISING/PRINTING/PHOTOGRAPHY	75,743.75	52,298.02	23,445.73	69%
AGENCY ASSESSMENTS	205,314.17	334,115.23	(128,801.06)	163%
BANK FEES	250,000.00	290,483.61	(40,483.61)	116%
CONTRACT LABOR	0.00	0.00	0.00	0%
COMMUNICATION EXPENSE	146,082.08	96,445.32	49,636.76	66%
COMPUTER SYSTEM SUPPORT	68,940.83	41,113.97	27,826.86	60%
DIRECTORS FEES	21,000.00	19,800.00	1,200.00	94%
DUES AND SUBSCRIPTIONS	31,437.50	13,102.97	18,334.53	42%
EMPLOYEE BENEFITS	47,343.33	7,327.88	40,015.45	15%
HIRING EXPENSE	3,308.33	3,308.10	0.23	100%
INSURANCE - BENEFITS	307,620.42	228,809.22	78,811.20	74%
INSURANCE - GENERAL	254,166.67	233,561.07	20,605.60	92%
JANITORIAL SERVICES	0.00	0.00	0.00	0%
LICENSE AND PERMITS	85,202.92	79,033.02	6,169.90	93%
MISCELLANEOUS	42,020.83	74,036.95	(32,016.12)	176%
MAINTENANCE CONTRACTS	0.00	189.00	(189.00)	0%
OFFICE SUPPLIES	44,992.50	33,627.96	11,364.54	75%
OVER/SHORT CASH	208.33	(6,136.49)	6,344.82	-2946%
POSTAGE	224,539.58	223,903.68	635.90	100%
PROFESSIONAL FEES	428,125.00	654,809.69	(226,684.69)	153%

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	11,041.67	5,317.16	5,724.51	48%
PUBLIC MEETING NOTICE FEES	50.00	19.54	30.46	39%
SAFETY EXPENSE	36,200.83	2,768.54	33,432.29	8%
SECURITY	31,416.67	27,438.78	3,977.89	87%
TRAINING	20,562.50	11,717.27	8,845.23	57%
TRAVEL, MEALS AND ENTERTAINMENT EXPENS	18,853.33	14,547.88	4,305.45	77%
UTILITIES	62,529.58	46,175.29	16,354.29	74%
PENALTIES & LATE CHARGES	83.33	402.57	(319.24)	483%
BAD DEBT EXPENSE	422,403.33	535,955.45	(113,552.12)	127%
WASTE SERVICES	14,583.33	93.78	14,489.55	1%
WATER EFFICIENCY PROGRAM ACTIVITIES	146,458.33	70,955.82	75,502.51	48%
TOTAL ADMIN & GENERAL EXPENSES	<u>4,345,623.75</u>	<u>4,411,207.35</u>	<u>(65,583.60)</u>	<u>102%</u>
OVERHEAD	333,333.33	36,288.00	297,045.33	11%
NET ADMIN & GENERAL EXPENSES	<u>4,012,290.42</u>	<u>4,374,919.35</u>	<u>(362,628.93)</u>	<u>109%</u>
NET OPERATING EXPENSES				
BEFORE DEPRECIATION	22,756,983.75	24,145,361.79	(1,388,378.04)	106%
DEPRECIATION EXPENSE	4,270,833.33	4,149,602.30	121,231.03	97%
NET OPERATING EXPENSE	<u>27,027,817.08</u>	<u>28,294,964.09</u>	<u>(1,267,147.01)</u>	<u>105%</u>
OPERATING REVENUE	4,545,743.75	12,264,838.46	(7,719,094.71)	270%
NON-OPERATING REVENUES				
INTEREST INCOME	89,583.33	78,782.66	10,800.67	88%
BAD DEBTS RECOVERED	41,666.67	37,960.41	3,706.26	91%
GRANT REVENUE	0.00	110,000.00	(110,000.00)	100%
OTHER NON-OPERATING REVENUE	903,333.33	809,700.61	93,632.72	90%
NON-OPERATING REVENUE	<u>1,034,583.33</u>	<u>1,036,443.68</u>	<u>(1,860.35)</u>	<u>100%</u>
NON-OPERATING EXPENSES				
INTEREST EXPENSE	6,250.00	3,138.87	3,111.13	50%
BOND INTEREST	4,866,842.08	4,989,977.98	(123,135.90)	103%
BOND ISSUANCE COSTS	177,083.33	600.00	176,483.33	0%
COMMERCIAL PAPER INTEREST	26,041.67	21,242.47	4,799.20	82%
COMMERCIAL PAPER ISSUANCE COSTS	79,666.67	157,609.99	(77,943.32)	198%
COMMERCIAL PAPER COMMITMENT FEE	199,464.58	5,763.70	193,700.88	3%
OTHER NON-OPERATING EXPENSES	0.00	8,997.21	(8,997.21)	-100%
TOTAL NON-OPERATING EXPENSE	<u>5,355,348.33</u>	<u>5,187,330.22</u>	<u>168,018.11</u>	<u>97%</u>
INCREASE/(DECREASE) IN NET ASSETS, BEFORE CAPITAL CONTRIBUTIONS	<u>224,978.75</u>	<u>8,113,951.92</u>	<u>(7,888,973.17)</u>	<u>3607%</u>
CAPITAL CONTRIBUTIONS & SPECIAL ITEMS		<u>650,764.90</u>		
CHANGE IN NET ASSETS		8,764,716.82		
NET ASSETS - BEGINNING BALANCE - 5/1/11		<u>94,752,393.64</u>		
NET ASSETS - ENDING BALANCE		<u>103,517,110.46</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>September 30, 2011</u>	<u>CONSTRUCTION FUND</u>	<u>September 30, 2011</u>
Beginning Market Value	5,763,968.32	Beginning Market Value	11,979.96
Interest/Dividend Reinvested	742.64	Interest/Dividend Reinvested	1.36
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>7,204,106.96</u>	Ending Market Value/Book Value	<u>11,981.32</u>

<u>RESERVE FUND</u>	<u>September 30, 2011</u>	<u>CONTINGENCY FUND</u>	<u>September 30, 2011</u>
Beginning Market Value	126,057.65	Beginning Market Value	510,628.66
Interest/Dividend Reinvested	14.30	Interest/Dividend Reinvested	60.69
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>126,071.95</u>	Ending Market Value/Book Value	<u>552,689.35</u>

The average monthly rate was .1381%, the average weighted average maturity was 46 days and the net asset value for 09/30/11 was 1.000075

**BEXAR METROPOLITAN WATER DISTRICT
INVESTMENT SUMMARY**

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

<u>IMPACT FEE ACCOUNT</u>	<u>September 30, 2011</u>	<u>DEBT SERVICE RESERVE FUND - SER 09</u>	<u>September 30, 2011</u>
Beginning Market Value	2,381,320.08	Beginning Market Value	3,074,094.11
Interest/Dividend Reinvested	270.20	Interest/Dividend Reinvested	348.81
Transfer In - Reserve Fund	0.00	Transfer In - U.S. Treasury Bond 95 Ser	0.00
Transfer out -	<u>0.00</u>	Transfer out - to Sinking Fund	<u>0.00</u>
Ending Market Value/Book Value	<u>2,381,590.28</u>	Ending Market Value/Book Value	<u>3,074,442.92</u>

<u>OPERATING COVERAGE RESERVE FUND</u>	<u>September 30, 2011</u>	<u>BOND CLEARING ACCOUNT FUND</u>	<u>September 30, 2011</u>
Beginning Market Value	8,803,236.47	Beginning Market Value	0.01
Interest/Dividend Reinvested	998.87	Interest/Dividend Reinvested	0.00
Transfer In -	0.00	Transfer In - Bond Redemption	0.00
Transfer out - Sinking Fund	<u>0.00</u>	Transfer out - Interest & Sinking Fund	<u>0.00</u>
Ending Market Value/Book Value	<u>8,804,235.34</u>	Ending Market Value/Book Value	<u>0.01</u>

The average monthly rate was .1381%, the average weighted average maturity was 46 days and the net asset value for 09/30/11 was 1.000075

**BEXAR METROPOLITAN WATER DISTRICT
INVESTMENT SUMMARY**

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

<u>OPERATING ACCOUNT</u>	<u>September 30, 2011</u>	<u>DSRF - Series 2010</u>	<u>September 30, 2011</u>
Beginning Market Value	4,341,900.51	Beginning Market Value	1,657,706.91
Interest/Dividend Reinvested	535.88	Interest/Dividend Reinvested	188.09
Transfer In - Deposit	750,000.00	Transfer In - Deposit	0.00
Transfer out -	0.00	Transfer out -	0.00
Ending Market Value/Book Value	<u>5,092,436.39</u>	Ending Market Value/Book Value	<u>1,657,895.00</u>
<u>DSRF - Sub Lien Series 2010</u>	<u>September 30, 2011</u>	<u>Capital Asset Sale Proceeds</u>	<u>September 30, 2011</u>
Beginning Market Value	1,182,971.18	Beginning Market Value	1,025,016.12
Interest/Dividend Reinvested	134.23	Interest/Dividend Reinvested	116.30
Transfer In - Deposit	0.00	Transfer In - Deposit	0.00
Transfer out -	0.00	Transfer out -	0.00
Ending Market Value/Book Value	<u>1,183,105.41</u>	Ending Market Value/Book Value	<u>1,025,132.42</u>

The average monthly rate was .1381%, the average weighted average maturity was 46 days and the net asset value for 09/30/11 was 1.000075

BEXAR METROPOLITAN WATER DISTRICT
 INVESTMENT SUMMARY

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

For the Month of September-11

<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	\$2,389,891.14

* Amount includes purchase price plus accrued interest.

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BEXAR METROPOLITAN WATER DISTRICT
Budget to Actual Comparison - For 5TH month or 42% of the Budget Year.

	31-May	30-Jun	31-Jul	31-Aug	30-Sep	Total	Approved Budget	%
OPERATING REVENUES								
Water Sales to Customers	6,470,531	7,017,433	6,920,446	6,939,975	8,418,536	35,766,922	67,584,500	53%
Wholesale Water Agreements	79,582	88,554	21,192	1,126	2,863	193,317	593,951	33%
Sewer Revenue	0	0	0	0	0	0	0	0%
Customers Penalties & Fees	136,927	150,256	150,671	172,231	172,342	782,426	1,615,000	48%
Collection Fees	22,653	21,858	33,849	46,784	32,009	157,153	450,000	35%
Fire Protection	25,802	26,261	26,261	26,386	26,344	131,053	250,000	52%
Regulatory Assessment Fee	203,738	216,625	219,871	217,748	254,131	1,112,113	2,325,754	48%
Impact Fees & Water Development Fees	91,013	15,153	572,425	1,225,134	342,225	2,245,951	2,403,841	93%
Man. & Service Extension Fees	20,065	13,982	41,331	54,845	40,645	170,868	550,000	31%
Assessment Fees - Timberwood	0	0	0	0	0	0	3,500	0%
TOTAL REVENUES	7,050,312	7,550,121	7,986,047	8,684,228	9,289,095	40,559,803	75,776,546	54%

	31-May	30-Jun	31-Jul	31-Aug	30-Sep	Total	Approved Budget	%
OPERATING EXPENSES								
PRODUCTION:								
Salaries	602,721	656,632	787,276	653,915	970,573	3,671,118	8,995,069	41%
Payroll Taxes	45,721	51,033	51,056	53,863	69,430	271,103	688,123	39%
Contract Labor	0	0	0	0	0	0	1,200	0%
Disposal Fees	8,678	12,775	27,809	19,519	17,227	86,007	22,900	5%
Equipment Rental	78,581	104,454	105,085	111,185	100,292	499,597	1,000,000	50%
Fuel	23,603	36,155	28,011	37,332	34,686	159,787	403,808	40%
Operation & Maintenance -Garage	247,532	259,889	244,936	283,001	239,492	1,274,848	3,426,386	37%
Insurance - Benefits	25,626	32,894	62,440	36,678	54,775	212,414	711,208	30%
Maintenance Contract Operating	293,676	340,560	482,051	452,897	445,678	1,994,862	3,406,264	59%
Operation & Maintenance Materials	3,262	4,290	6,177	2,435	3,262	19,446	47,158	41%
Operation & Maintenance - Facility	0	0	0	0	0	0	0	0%
Maintenance Services	65,333	64,337	74,541	41,698	5,186	251,095	801,500	31%
Operation & Maintenance -Production	0	0	0	0	0	0	0	0%
Sewer Production Expenses	110,221	110,221	110,221	110,221	110,221	551,104	1,322,649	42%
Edwards Aquifer Permit Fee	410,022	434,022	380,184	353,022	374,022	1,951,272	4,596,758	42%
Bexar Metropolitan Develop. Corp. Lease Agrmtn	130,240	130,240	234,736	130,240	130,240	755,695	1,669,220	45%
BMA Operating Water Agreement '99	392,761	410,470	683,781	720,352	678,208	2,865,572	5,128,514	56%
Canyon Regional Agreement	565,206	288,395	426,800	426,800	426,800	2,134,002	6,535,862	33%
WECO Water Purchase Agreement	99,139	189,366	199,426	110,849	110,849	709,628	1,820,762	39%
Water Purchase Agreements	2,957	7,305	3,847	6,014	1,321	21,442	44,500	48%
Uniforms	252,799	375,504	473,182	379,794	370,004	1,851,282	3,400,000	54%
Utilities - Operating	3,170	2,275	3,013	3,583	2,601	14,642	44,200	33%
Waste Services	5,060	9,428	40,553	30,110	57,522	142,674	150,000	95%
Water Transporting Expense	40,339	37,485	50,208	48,361	47,825	224,219	550,916	41%
Water Treatment & Testing	3,406,643	3,557,948	4,435,856	4,012,227	4,250,380	19,663,054	44,987,264	44%
TOTAL OPERATING EXPENSE								

	31-May	30-Jun	31-Jul	31-Aug	30-Sep	Total	Approved Budget	%
ADMINISTRATIVE & GENERAL								
Salaries	196,019	213,830	257,738	197,156	278,250	1,142,993	2,999,486	38%
Payroll Taxes	18,622	20,071	88,386	20,667	25,248	172,993	229,461	75%
Ad Valorem Taxes	0	0	0	0	0	0	0	0%
Advertising and Photography	6,297	29,130	15,734	1,138	0	52,298	181,785	29%
Agency Assessments	46,831	93,951	63,560	70,625	59,148	334,115	492,754	68%
Bank Fees	38,718	60,058	59,159	66,379	65,170	290,484	600,000	48%
Communication Expense	22,274	22,859	21,270	6,832	23,212	96,445	350,597	28%
Contract Labor	3,723	7,725	24,967	4,607	93	41,114	165,458	25%
Computer System Support	7,350	1,350	4,050	2,100	4,950	19,800	50,400	39%
Directors Fees	3,239	629	814	1,081	7,339	13,103	75,450	17%
Dues and Subscriptions	239	3,320	3,459	38	271	7,328	113,624	6%
Employee Benefits	462	860	677	756	554	3,308	7,940	42%
Hiring Expense								

BEXAR METROPOLITAN WATER DISTRICT
Budget to Actual Comparison - For 5TH month or 42% of the Budget Year.

	31-May	30-Jun	31-Jul	31-Aug	30-Sep	Total	Approved Budget	%
Insurance - Benefits	93,335	88,073	78,899	44,910	30,981	336,197	738,289	46%
Insurance - General	40,842	104,568	29,384	29,384	29,384	233,561	610,000	38%
Janitorial Services	0	0	0	0	0	0	0	0%
License & Permits	872	13,329	17,161	17,925	29,746	79,033	204,487	39%
Miscellaneous Expense	8,246	5,369	15,175	1,356	43,870	74,037	100,850	73%
Maintenance Contracts	189	0	0	0	0	189	0	0%
Office Supplies	5,501	9,533	6,430	8,193	3,971	33,628	107,982	31%
Over/Short Cash	266	-475	-381	-5,480	-66	-6,136	500	-1227%
Pay Station Fees	0	0	0	0	0	0	0	0%
Postage	50,208	70,365	27,155	50,225	25,351	223,904	538,895	42%
Professional Fees	136,635	49,839	131,854	127,959	208,522	654,810	1,027,500	64%
Public Education & Awareness	0	1,465	3,708	144	0	5,317	26,500	20%
Public Meeting Notice Fees	0	0	0	0	0	0	120	16%
Safety Expense	-1,049	1,130	1,156	814	717	2,769	86,882	3%
Security	5,883	5,115	5,380	6,248	4,813	27,439	75,400	36%
Training Expense	3,952	1,015	23	2,813	3,915	11,717	49,350	24%
Travel and Entertainment Expenses	3,520	4,109	1,993	3,722	1,204	14,548	45,248	32%
Waste Services	94	0	0	0	0	94	35,000	0%
Water Efficiency Program Activities	5,264	15,714	24,673	24,398	907	70,956	351,500	20%
Penalties & Late Charges	10	0	17	376	0	403	200	100%
Bad Debt Expense	96,996	103,846	105,780	104,073	125,260	535,955	1,013,768	53%
Utilities	1,207	21,491	11,613	9,798	2,066	46,175	150,071	31%
TOTAL ADMINISTRATIVE AND GENERAL EXPENSE	796,743	948,889	999,853	798,235	974,875	4,518,595	10,429,497	43%
Overhead	5,969	20,895	7,529	431	1,465	36,288	800,000	5%
NET ADMIN. & GENERAL EXP.	790,774	927,994	992,325	797,805	973,411	4,482,307	9,629,497	47%
Net Operating Exp. Before Depreciation	4,197,417	4,485,941	5,428,181	4,810,032	5,223,791	24,145,362	54,616,761	44%
Depreciation Expense	809,178	809,178	871,406	829,920	829,920	4,149,602	10,250,000	40%
Net Operating Expense	5,006,595	5,295,119	6,299,587	5,639,952	6,053,711	28,294,964	64,866,761	44%
NET OPERATING REVENUE	2,043,717	2,255,002	1,686,460	3,044,276	3,235,364	12,264,838	10,909,785	100%
NON OPERATING REVENUES								
Interest Income	151,608	-120,183	15,720	15,848	15,789	78,783	215,000	37%
Bad Debt Recovered	3,560	10,313	5,642	9,303	9,143	37,960	100,000	38%
Grant Revenue	0	0	0	0	110,000	110,000	0	0%
Other Non Operating Revenue	144,768	-22,147	31,347	25,886	638,088	817,942	2,168,000	38%
TOTAL NON OPERATING REV.	299,936	-132,017	52,709	51,036	773,020	1,044,685	2,483,000	42%
NON OPERATING EXPENSE								
Interest Expense	834	731	628	525	421	3,139	15,000	21%
Bond Interest	996,504	998,368	998,368	998,368	998,368	4,989,978	11,680,421	43%
Bond Issuance Cost	0	0	300	0	300	600	425,000	0%
Commercial Paper Interest	3,360	4,397	4,544	4,544	4,397	21,242	62,500	34%
Commercial Paper Issuance Costs	0	0	0	155,394	2,216	157,610	191,200	82%
Commercial Paper Commitment Fees	0	5,764	0	0	0	5,764	478,715	1%
Other Non Operating Expenses	1,676	3,590	397	3,250	94	8,997	0	0%
TOTAL NON OPERATING EXP.	1,002,374	1,012,841	1,004,237	1,162,082	1,005,796	5,187,330	12,852,836	40%
NET REVENUE	1,341,279	1,110,145	734,932	1,833,231	3,002,608	8,122,193	639,949	

Bexar Metropolitan Water District
Days of Operation & Maintenance Expenses
on hand at
September 30, 2011

Water District Cash:

Unrestricted Cash	\$	20,566,340.90
Restricted:		
Contingency Fund	\$	<u>552,689.35</u>
Total	\$	21,119,030.25

Operation & Maintenance Expenses:

FY 2011-12 YTD Budget	\$	54,616,761.00
FY 2011-12 YTD Forecast	\$	55,612,683.07

Days of Operation & Maintenance Expenses on Hand:

FY 2011-12 YTD Budget	141 days
FY 2011-12 YTD Forecast	139 days

**Bexar Metropolitan Water District
Debt Service Coverage - YTD
September 30, 2011**

Operating Revenues	40,559,802.55
Non-Op Revenues	209,124.51
Subtotal	40,768,927.06
O&M Expense	(23,171,951.28)
Net	17,596,975.78
Interest Expense	2,718.23
Net Revenues	17,594,257.55
Prorated DS	6,286,650.83
Parity Bond Coverage	2.80
Total DS Coverage*	2.55
FY 2011 DS - Parity	15,087,962
Subordinated Debt	1,467,293.21
% Debt Service to Operating Revenues	15.50%

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