

NORTH HARRIS COUNTY REGIONAL WATER AUTHORITY OPERATING BUDGET PLANNING REPORT FISCAL YEAR 2005			
	PROJECTED TOTAL 2004	ORIGINAL BUDGET 2004	PROPOSED BUDGET 2005
REVENUES			
Pumpage Fees	\$ 7,610,327	\$ 7,820,000	\$ 7,820,000
Water Sales	\$ 22,000	\$ 441,278	\$ 248,963
Interest Earned	\$ 1,089,337	\$ 200,000	\$ 200,000
Grant Revenue	\$ 61,292	\$ -	\$ -
TOTAL REVENUES	\$ 8,782,957	\$ 8,461,278	\$ 8,268,963
EXPENSES			
INTEREST EXPENSE ON BANS	\$ -	\$ 800,000	\$ -
O&M EXPENSES:			
WATER PURCHASE	\$ 28,399	\$ 307,519	\$ 190,631
OPERATIONS & MAINTENANCE	\$ -	\$ 50,000	\$ 50,000
DEPRECIATION CREDITS	\$ -	\$ 195,724	\$ 90,974
TOTAL O&M	\$ 28,399	\$ 553,243	\$ 331,605
ADMINISTRATIVE EXPENSES:			
FINANCIAL SERVICES	\$ 20,000	\$ 65,000	\$ 50,000
ENGINEERING SERVICES	\$ 116,094	\$ 200,000	\$ 200,000
LEGAL SERVICES	\$ 198,519	\$ 383,000	\$ 351,500
LEGISLATIVE CONSULTANT	\$ 110,000	\$ 110,000	\$ 135,000
COMMUNICATION SERVICES	\$ 349,502	\$ 354,843	\$ 345,909
MANAGEMENT SERVICES	\$ 1,243,206	\$ 1,432,377	\$ 1,528,744
MISCELLANEOUS SERVICES	\$ 249,900	\$ 350,000	\$ 260,000
CAPITAL OUTLAY	\$ 46,753	\$ 70,000	\$ 85,000
TOTAL ADMINISTRATIVE	\$ 2,333,974	\$ 2,965,220	\$ 2,956,153
TOTAL EXPENSES	\$ 2,362,373	\$ 4,318,463	\$ 3,287,758
NET REVENUES OVER (UNDER) EXPENSES	\$ 6,420,583	\$ 4,142,815	\$ 4,981,205
BEGINNING FUND BALANCE	\$ 13,084,727	\$ 13,084,727	\$ 19,505,311
BUDGETED ENDING FUND BALANCE	\$ 19,505,311	\$ 17,227,542	\$ 24,486,516

NORTH HARRIS COUNTY REGIONAL WATER AUTHORITY REVENUE SUMMARY					
TCEQ CODE NUMBER	ACCOUNT NUMBER	REVENUE ACCOUNT	PROJECTED TOTAL 2004	ORIGINAL BUDGET 2004	ESTIMATED 2005
4000	-0010	Pumping Fee Revenue	\$ 7,586,096	\$ 7,820,000	\$ 7,820,000
	-0020	Pumping Fee Penalty	\$ 2,098	\$ -	\$ -
	-0030	Pumping Fee Interest	\$ 461	\$ -	\$ -
	-0040	Misc. Revenue	\$ 21,672	\$ -	\$ -
5391	-0100	Interest Earned	\$ 1,089,337	\$ 200,000	\$ 200,000
		2000 Grant Revenue	\$ 61,292	\$ -	\$ -
		2001 Grant Revenue	\$ -	\$ -	\$ -
4101	-0100	Water Sales - from the Groundwater Transfer Program	\$ 22,000	\$ 441,278	\$ 248,963
		TOTAL	\$ 8,782,957	\$ 8,461,278	\$ 8,268,963

NORTH HARRIS COUNTY REGIONAL WATER AUTHORITY PUMPAGE FEE REVENUE ESTIMATES						
	ESTIMATED PUMPAGE VOLUMES	ACTUAL PUMPAGE VOLUMES	PUMPAGE FEE per 1000 gals.	DUE DATE	ESTIMATED REVENUE	ACTUAL REVENUE
4th Qtr 2003	4,500,000,000	4,944,105,882	\$ 0.34	1/31/2004	\$ 1,530,000	\$ 1,680,996
1st Qtr 2004	4,000,000,000	4,245,082,352	\$ 0.34	4/30/2004	\$ 1,360,000	\$ 1,443,328
2nd Qtr 2004	6,500,000,000	5,122,855,882	\$ 0.34	7/31/2004	\$ 2,210,000	\$ 1,741,771
3rd Qtr 2004	8,000,000,000		\$ 0.34	10/31/2004	\$ 2,720,000	
TOTAL	23,000,000,000	14,312,044,116			\$ 7,820,000	\$ 4,866,096
4th Qtr 2004	4,500,000,000		\$ 0.34	1/31/2005	\$ 1,530,000	
1st Qtr 2005	4,000,000,000		\$ 0.34	4/30/2005	\$ 1,360,000	
2nd Qtr 2005	6,500,000,000		\$ 0.34	7/31/2005	\$ 2,210,000	
3rd Qtr 2005	8,000,000,000		\$ 0.34	10/31/2005	\$ 2,720,000	
TOTAL	23,000,000,000	-			\$ 7,820,000	\$ -

NORTH HARRIS COUNTY REGIONAL WATER AUTHORITY DETAIL OF BUDGET REQUEST FISCAL YEAR 2005						
INTEREST EXPENSE ACCOUNT: 7362						
TCEQ CODE NUMBER	ACCOUNT NUMBER	DESCRIPTION	EXPLANATION	Projected Total 2004	Original Budget 2004	Budget 2005
7362	0100	Interest Expense	Bank of America BAN interest and future interim financing for capital projects	\$ -	\$ 800,000	\$ -
		TOTAL		\$ -	\$ 800,000	\$ -

NORTH HARRIS COUNTY REGIONAL WATER AUTHORITY
DETAIL OF BUDGET REQUEST

FISCAL YEAR 2005

OPERATION & MAINTENANCE
ACCOUNT: 7360

TCEQ CODE NUMBER	ACCOUNT NUMBER	DESCRIPTION	EXPLANATION	Projected Total 2004	Original Budget 2004	Budget 2005
7360	0100	Water Purchase	From Districts selling water to the Authority for the Groundwater Transfer Program.	\$ 28,399	\$ 307,519	\$ 190,631
		Water System O&M	Operation and Maintenance Costs	\$ -	\$ 50,000	\$ 50,000
		Depreciation Credits	Credits given to District for their Non Depreciated Assets - calculated at max. \$.80/1000 gals.	\$ -	\$ 195,724	\$ 90,974
		TOTAL		\$ 28,399	\$ 553,243	\$ 331,605

NORTH HARRIS COUNTY REGIONAL WATER AUTHORITY
DETAIL OF BUDGET REQUEST

FISCAL YEAR 2005

FINANCIAL SERVICES
ACCOUNT: 6359

TCEQ CODE NUMBER	ACCOUNT NUMBER	DESCRIPTION	EXPLANATION	Projected Total 2004	Original Budget 2004	Budget 2005
6359	0010	The GMS Group	Day to Day Financial/Investment Advisor	\$ 8,000	\$ 50,000	\$ 30,000
	0020	RBC Dain Rauscher	Revenue Bond Issuance Advisor (Bond issuance fees charged separately)	\$ -	\$ -	\$ -
	0030	Null-Lairson	Annual Audit	\$ 9,500	\$ 10,000	\$ 16,000
	-010	Misc. CPA needs		\$ 2,500	\$ 5,000	\$ 4,000
		TOTAL		\$ 20,000	\$ 65,000	\$ 50,000

**NORTH HARRIS COUNTY REGIONAL WATER AUTHORITY
DETAIL OF BUDGET REQUEST**

FISCAL YEAR 2005

**ENGINEERING SERVICES
ACCOUNT: 6322**

TCEQ CODE NUMBER	ACCOUNT NUMBER	DESCRIPTION	EXPLANATION	Projected Total 2004	Original Budget 2004	Budget 2005
6322	0010	Capital Projects Engineering	Engineering, Acquisitions and ROW (included in CIP Budget)	\$ -	\$ -	\$ -
	0020	Engineering Services	Other non capital project related services	\$ 116,094	\$ 150,000	\$ 150,000
	0030	Groundwater Reduction Plan Amendments	Changes anticipated to add participants and conversion strategies (i.e. reuse, early and over conversion, conservation, etc.)	\$ -	\$ 50,000	\$ 50,000
		TOTAL		\$ 116,094	\$ 200,000	\$ 200,000

NORTH HARRIS COUNTY REGIONAL WATER AUTHORITY
DETAIL OF BUDGET REQUEST

FISCAL YEAR 2005

LEGAL SERVICES
ACCOUNT: 6320

TCEQ CODE NUMBER	ACCOUNT NUMBER	DESCRIPTION	EXPLANATION	Projected Total 2004	Original Budget 2004	Budget 2005
6320	10	General Counsel Services	Agendas, Meeting Minutes, Contracts, etc.	\$ 120,883	\$ 220,000	\$ 180,000
	20	Misc. Expenses	Postage, Copies, Deliveries, etc.	\$ 12,589	\$ 8,000	\$ 14,000
	30	Litigation Expenses				
	-01	General	Funds to pursue delinquent accounts & other	\$ -	\$ -	\$ -
	-02	Delinquent Accounts	legal issues as they arise	\$ (4,665)	\$ 5,000	\$ 2,000
	40	Voting Rights Act and Director Elections		\$ 4,258	\$ 18,000	\$ 1,500
	50	Open Records Responses		\$ 1,431	\$ 5,000	\$ 1,500
	60	Contract Negotiations		\$ 35,087	\$ 8,000	\$ 25,000
	70	Legislation	Assisting with Legislative language and review Legislation related to NHCRWA	\$ 2,500	\$ 3,000	\$ 5,000
	80	Creation Issues		\$ -	\$ -	\$ -
	90	Regulations		\$ -	\$ 1,500	\$ -
	100	Personnel Matters		\$ 7,200	\$ 1,000	\$ 2,000
	110	Defense Costs		\$ -	\$ -	\$ -
	120	Easement/ROW Acquisition		\$ 18,001	\$ 12,000	\$ 18,000
	130	Special Projects	Services related to special projects such as rate case issues, briefs, etc.	\$ 1,235	\$ 101,500	\$ 102,500
		TOTAL		\$ 198,519	\$ 383,000	\$ 351,500

NORTH HARRIS COUNTY REGIONAL WATER AUTHORITY
DETAIL OF BUDGET REQUEST
FISCAL YEAR 2005

LEGISLATIVE CONSULTANT
ACCOUNT: 6400

TCEQ CODE NUMBER	ACCOUNT NUMBER	DESCRIPTION	EXPLANATION	Projected Total 2004	Original Budget 2004	Budget 2005
6400	0010-01	Steve Bresnen & Associates	Represent NHCRWA at 78th Legislature, monitor legislation & committee meetings/activities.	\$ 108,000	\$ 108,000	\$ 130,000
	-02	Travel & Misc. Expenses	Reimbursement for travel & other expenses associated with client representation	\$ 2,000	\$ 2,000	\$ 5,000
		TOTAL		\$ 110,000	\$ 110,000	\$ 135,000

NORTH HARRIS COUNTY REGIONAL WATER AUTHORITY
DETAIL OF BUDGET REQUEST

FISCAL YEAR 2005

COMMUNICATION SERVICES
ACCOUNT: 6510

TCEQ CODE NUMBER	ACCOUNT NUMBER	DESCRIPTION	EXPLANATION	Projected Total 2004	Original Budget 2004	Budget 2005
6510	0010	Communication Services				
	-01	Communications (Payne Communications)	Turnkey fee; includes supervision of Community Relations projects and programs; Water Conservation Committee, Water Users Advisory Group, ISD Advisory Group, Business Roundtable and other community forums, all writing and design functions; web site oversight and updates; meetings; newsletters, mailings, writing assignments (e.g., speeches, background papers, fact sheets), creation of PowerPoints, committee liaison, and special projects as directed by the General Manager.	\$ 50,655	\$ 50,655	\$ 55,721
	-02	Web Based Info Mgt. System	Monthly hosting and updating, periodic design revisions, archiving Special updates, expansions, new features Special programming for interactive features., Domain Name, District Resource Directory	\$ 70,864	\$ 80,288	\$ 50,788
	-03	Professional Services (Audio/Visual, Temp)	Includes monthly and special meeting audio support; Feature presentations (video and editing) duplicating on CD, audio/visual equipment contract services (technical writing, temp personnel services)	\$ 9,978	\$ 10,000	\$ 10,000
	-04	Printing	Meeting notices, Board & citizen newsletter (2 mailings of Waterlines), fact sheets, mtg handouts, Q & A cards, supplies for public meetings, letterhead, business cards	\$ 72,257	\$ 73,300	\$ 82,000
	-05	Publications Postage	Postage for mailouts	\$ 41,900	\$ 41,900	\$ 41,900
	-06	Miscellaneous	WUAG, Water Conservation, Communications, Advisory Committee: Business Roundtable & Real Estate Roundtable, meeting materials, notebooks, meals speakers bureau (training/meetings)	\$ 10,500	\$ 15,500	\$ 8,500
	-07	Water Conservation	Monthly meetings, support materials, display/exhibit, speaker honorariums, forums, workshops, seminars specialty products, public service ad placement	\$ 83,150	\$ 83,200	\$ 67,000
	-08	Public Education	TWDB Task Force Public Education Campaign, Trade Show Booths, etc. Public Education materials printing (water conservation brochures, flyers, community newsletters)	\$ 10,200		\$ 30,000
		TOTAL		\$ 349,502	\$ 354,843	\$ 345,909

NORTH HARRIS COUNTY REGIONAL WATER AUTHORITY
DETAIL OF BUDGET REQUEST
FISCAL YEAR 2005

MANAGEMENT SERVICES
ACCOUNT: 6300

TCEQ CODE NUMBER	ACCOUNT NUMBER	DESCRIPTION	EXPLANATION	Projected Total 2004	Original Budget 2004	Budget 2005
6310	0010	Director Fees	5 @ \$7200/ea - social security	\$ 33,246	\$ 33,246	\$ 33,246
			SUB-TOTAL	\$ 33,246	\$ 33,246	\$ 33,246
	0020	Salaries, Wages & Benefits				
6311	-010	Salaries	All full time positions minus taxes	\$ 405,798	\$ 540,000	\$ 570,750
6311	-020	Overtime	15 hours/month per position	\$ 40,000	\$ 40,000	\$ 50,000
6311	-030	Part Time	as necessary, summer intern position	\$ 10,000	\$ 10,000	\$ 10,000
		Temp Services	temporary staff services for leaves	\$ 5,000	\$ 5,000	\$ 5,000
6311	-040	Longevity	3 @ \$240/yr, 2 @ 60/yr	\$ 540	\$ 540	\$ 840
		Cost of Living Allowance	4.20%		\$ 21,600	\$ 37,296
6311	-050	Bonus/Other Compensation		\$ 47,956	\$ 15,000	\$ -
6314	-060	Taxes	Full time positions	\$ 180,000	\$ 180,000	\$ 190,250
6314	-070	Social Security/457/Medicare	7.65% of all positions & directors	\$ 57,834	\$ 57,834	\$ 58,217
6312	-080	Retirement	7% or 17% of all Positions (plus annual fees)	\$ 62,450	\$ 50,400	\$ 76,470
6313	-090	Group Insurance	All full time positions (maximum listed)	\$ 101,937	\$ 101,937	\$ 112,625
6315	-100	Worker's Compensation	All full time positions	\$ 5,000	\$ 5,000	\$ 5,000
6317	-110	Unemployment Compensation		\$ 1,620	\$ 1,620	\$ 2,500
			SUB-TOTAL	\$ 918,137	\$ 1,028,931	\$ 1,118,948

NORTH HARRIS COUNTY REGIONAL WATER AUTHORITY
DETAIL OF BUDGET REQUEST
FISCAL YEAR 2005

MANAGEMENT SERVICES
ACCOUNT: 6300

TCEQ CODE NUMBER	ACCOUNT NUMBER	DESCRIPTION	EXPLANATION	Projected Total 2004	Original Budget 2004	Budget 2005
6358	0030	Office Space				
	-010	Leases				
	-01	Office Lease	Annual lease	\$ 91,135	\$ 115,000	\$ 100,000
	-02	Misc. Building Rentals	Storage facility, Town Hall meetings	\$ 1,956	\$ 2,000	\$ 2,000
6351	-020	Utilities	Additional A/C hours for Board meetings	\$ 1,000	\$ 1,800	\$ 1,800
	-01	Telephone/Long Distance	@ \$1000/month	\$ 8,153	\$ 12,000	\$ 12,000
	-02	Cellular Telephone	@ \$600/month	\$ 5,301	\$ 7,200	\$ 7,200
	-03	DSL Line/Internet Service	@ \$500/month	\$ 3,513	\$ 6,000	\$ 6,000
	-04	Maintenance/Repairs	Unforseen Repairs and Expenses	\$ 4,729	\$ 5,000	\$ 5,000
6340	-030	Office Supplies/Services	@ \$2000/month	\$ 15,060	\$ 24,000	\$ 24,000
6350	-040	Postage	@ \$600/month	\$ 3,709	\$ 7,200	\$ 7,200
6340	-050	Delivery Fees	@ \$200/month	\$ 1,998	\$ 1,800	\$ 2,400
6340	-060	Books/Periodicals		\$ 506	\$ 750	\$ 500
6340	-070	Software	Updates & New	\$ 20,812	\$ 25,000	\$ 25,000
			SUB-TOTAL	\$ 157,872	\$ 207,750	\$ 193,100
	0040	Services				
6353	-010	Insurance	See Schedule	\$ 25,000	\$ 25,000	\$ 40,000
6354	-030	Travel/Training	See Schedule	\$ 43,534	\$ 66,100	\$ 71,900
6370	-040	Memberships/Subscriptions	See Schedule	\$ 6,360	\$ 7,810	\$ 8,010
6357	-050	Equipment Leases	See Schedule	\$ 13,740	\$ 15,000	\$ 15,000
6340	-060	Computer Maint/Repairs	Scheduled service & assistance,			
	-10	Financial (MIP)	maint. & support agreements,	\$ 7,500	\$ 7,500	\$ 7,500
	-20	Technical	replacement parts	\$ 14,700	\$ 15,000	\$ 15,000
	-30	Administrative	Office equipment services	\$ 22,078	\$ 25,000	\$ 25,000
6340	-070	Record Management	Equipment & files inventory - includes safe deposit box for offsite storage	\$ 500	\$ 500	\$ 500
6134	-080	Security	Office security system & monitoring	\$ 540	\$ 540	\$ 540
			SUB-TOTAL	\$ 133,951	\$ 162,450	\$ 183,450
			TOTAL	\$ 1,243,206	\$ 1,432,377	\$ 1,528,744

SCHEDULE 2005				
TCEQ CODE NUMBER	NUMBER	DESCRIPTION	EXPLANATION	BUDGET
6353	0040-010	Insurance		
	-01	Directors Liability	Annual Renewal through 10/1/2005	\$ 10,000
	-02	Gen. Manager Bond & Public Employee	Annual Renewal through 10/1/2005	\$ 1,000
	-03	Director Bond	Annual Renewal through 10/1/2005	\$ 1,000
	-04	Property Insurance (Includ. Computer Equip & Elec Data Coverage)	Annual Renewal through 10/1/2005	\$ 20,000
	-05	General Liability	Annual Renewal through 10/1/2005	\$ 5,000
	-06	Auto		\$ 3,000
			TOTAL	

SCHEDULE 2005				
TCEQ CODE NUMBER	NUMBER	DESCRIPTION	EXPLANATION	BUDGET
6354	0040-030	Travel/Training		
	-01	Reimbursements, Travel & Other	Airfare, Hotels, Meals, etc.	\$ 25,000
	-02	TWCA Conference - Fall	Reg for 8 @ Semi-Annual Mtg	\$ 2,000
	-03	TWCA Conference - Spring	Reg for 8 @ Semi-Annual Mtg	\$ 2,000
	-04	AWBD Conference - Winter	Reg for 8 @ Semi-Annual Mtg	\$ 2,400
	-05	AWBD Conference - Summer	Reg for 8 @ Semi-Annual Mtg	\$ 2,400
	-06	Investment Training	Reg for 4 @ \$150	\$ 600
	-07	Mileage Reimbursements	including Mileage, Parking, Toll Road for Directors & Staff	\$ 12,000
	-08	Misc. Seminars/Training	Continuing education, computer training & misc seminars	\$ 5,000
	-09	Training Equipment	Equipment as needed	\$ 500
	-10	Car Allowance		\$ 20,000
			TOTAL	\$ 71,900

SCHEDULE 2005				
TCEQ CODE NUMBER	NUMBER	DESCRIPTION	EXPLANATION	BUDGET
6370	0040-040	Memberships/Subscriptions		
	-01	Membership		
		Texas Water Conservation Assoc.	Annual Renewal	\$ 550
		American Water Works Association	Annual Renewal	\$ 125
		Assoc. of Water Board Directors	Annual Renewal	\$ 450
		Tomball Chamber	Annual Renewal	\$ 125
		Humble Chamber	Annual Renewal	\$ 200
		Houston Northwest Chamber	Annual Renewal	\$ 150
		Cy-Fair Chamber	Annual Renewal	\$ 150
		No. Houston Greenspoint Chamber	Annual Renewal	\$ 150
		Greater Houston Partnership	Annual Renewal	\$ 500
		Wholesale Club Memberships	Discount Office Supply Stores	\$ 50
		Government Treasurers Organization	Annual Renewal	\$ 50
		Government Financial Officers Assoc	Annual Renewal	\$ 85
		Other - HESS, NSPE, TSPS, etc.	Annual Renewal	\$ 2,000
	-01	Sponsorships		\$ 500
			SUB-TOTAL	\$ 5,085

SCHEDULE 2005				
TCEQ CODE NUMBER	NUMBER	DESCRIPTION	EXPLANATION	BUDGET
6340	-02	Subscriptions		
		Houston Chronicle	Annual Renewal	\$ 200
		Tomball Potpourri	Annual Renewal	\$ 85
		FM 1960 Sun West	Annual Renewal	\$ 120
		FM 1960 Sun East	Annual Renewal	\$ 120
		Houston Business Journal	Annual Renewal	\$ 200
		The Wall Street Journal	Annual Renewal	\$ 200
		SUB-TOTAL		\$ 925
	-03	Professional Licenses	License renewals	\$ 2,000
			SUB-TOTAL	\$ 2,000
			TOTAL	\$ 8,010
	0040-050	Equipment Leases		
		Copier/printer	Annual, 3 yr Lease*	\$ 11,000
		Fax Machine	Annual, 3 yr Lease*	\$ 2,500
Postage meter		Annual, 3 yr Lease*	\$ 1,500	
		TOTAL	\$ 15,000	
* Includes machine maintenance, Lease payment, and copy overage				

NORTH HARRIS COUNTY REGIONAL WATER AUTHORITY
DETAIL OF BUDGET REQUEST
FISCAL YEAR 2005

MISCELLANEOUS SERVICES

TCEQ CODE NUMBER	ACCOUNT NUMBER	DESCRIPTION	EXPLANATION	Projected Total 2004	Original Budget 2004	Budget 2005
6321-	20	Mapping expenses	Star Map and Aerial Imagery	\$ 24,900	\$ 25,000	\$ 25,000
6325-	0010	Election expenses	2006 Board of Directors Election	\$ -	\$ 100,000	\$ 10,000
7395-		Misc. Expenses		\$ 25,000	\$ 25,000	\$ 25,000
		Budget Reserve		\$ 200,000	\$ 200,000	\$ 200,000
		TOTAL		\$ 249,900	\$ 350,000	\$ 260,000

NORTH HARRIS COUNTY REGIONAL WATER AUTHORITY DETAIL OF BUDGET REQUEST FISCAL YEAR 2005						
CAPITAL OUTLAY ACCOUNT: 7306						
TCEQ CODE NUMBER	ACCOUNT NUMBER	DESCRIPTION	EXPLANATION	Projected Total 2004	Original Budget 2004	Budget 2005
7306	0010	Capital Outlay	Computer Equipment	\$ 11,753	\$ 25,000	\$ 25,000
	0020	Capital Outlay	Computer Software	\$ 15,000	\$ 25,000	\$ 25,000
	0030	Capital Outlay	Office Furniture	\$ 10,000	\$ 10,000	\$ 25,000
			Office Equipment Upgrade Office Telephone System	\$ 10,000	\$ 10,000	\$ 10,000
		TOTAL		\$ 46,753	\$ 70,000	\$ 85,000