

**FISCAL YEAR 2011 CONTINUING DISCLOSURE ANNUAL REPORT
SUPPLEMENTAL FILING**

**Pursuant to Undertakings Provided to
Permit Compliance with SEC Rule 15c2-12**

April 9, 2015

In connection with prior transactions, the Texas Water Development Board (the “Board”) entered into undertakings pursuant to which the Board agreed to make annual filings of certain quantitative financial information and operating data. In respect to the Continuing Disclosure Annual Report for Fiscal Year 2011, the Board has determined that the Statement of Net Assets and the Statement of Revenues, Expenses and Changes in Net Assets for the Clean Water State Revolving Fund were inadvertently omitted; however such financial statements were included in prior and subsequent continuing disclosure filings, and are included on the subsequent pages of this supplemental filing.

UNAUDITED (1)

**Texas Water Development Board
Statement of Net Assets - Clean Water State Revolving Fund**

August 31,

	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
ASSETS					
Current Assets:					
Cash and Cash Equivalents:					
Cash Equivalents		\$ 75,969,438		\$ 60,722,501	\$ 13,588,535
Short Term Investments	\$ 462,969,693	597,528,714	\$ 752,308,137	596,712,275	433,040,093
Receivables from:					
Federal		433,494	991,562	328,293	601,479
Interest and Dividends	22,589,454	26,123,268	26,713,765	19,779,583	17,037,650
Loans and Contracts	81,939,000	93,470,000	104,399,000	99,419,000	78,902,000
Total Current Assets	\$ 567,498,147	\$ 793,524,914	\$ 884,412,464	\$ 776,961,652	\$ 543,169,757
Non-Current Assets:					
Loans and Contracts	2,197,544,766	2,516,503,766	2,668,719,766	2,575,998,000	2,491,100,000
Total Non-Current Assets	\$ 2,197,544,766	\$ 2,516,503,766	\$ 2,668,719,766	\$ 2,575,998,000	\$ 2,491,100,000
Total Assets	\$ 2,765,042,913	\$ 3,310,028,680	\$ 3,553,132,230	\$ 3,352,959,652	\$ 3,034,269,757
LIABILITIES					
Current Liabilities:					
Payables from:					
Accounts Payable	2,704	433,659	113,619	21,897	314,369
Interest Payable	7,358,081	7,066,705	7,044,802	7,082,869	5,294,366
Interfund Payables	11,959,675	13,027,675	14,344,643	5,650,063	6,395,590
Due to Other Funds	1,363,825	1,310,627	1,794,147	950,247	1,174,449
Deferred Revenue	29,712,270	34,751,084	37,402,193	36,885,020	38,416,904
Revenue Bonds Payable	36,480,000	42,555,000	46,045,000	22,895,474	13,330,473
Total Current Liabilities	\$ 86,876,555	\$ 99,144,750	\$ 106,744,404	\$ 73,485,570	\$ 64,926,151
Non-Current Liabilities:					
Interfund Payable	138,805,555	135,561,880	129,392,001	96,610,005	102,134,338
Revenue Bonds Payable (net)	898,738,000	1,319,611,841	1,508,466,282	1,303,215,334	938,879,861
Total Non-Current Liabilities	\$ 1,037,543,555	\$ 1,455,173,721	\$ 1,637,858,283	\$ 1,399,825,339	\$ 1,041,014,199
Total Liabilities	\$ 1,124,420,110	\$ 1,554,318,471	\$ 1,744,602,687	\$ 1,473,310,909	\$ 1,105,940,350
NET ASSETS					
Unrestricted	1,640,622,803	1,755,710,209	1,808,529,543	1,879,648,743	1,928,329,407
Total Net Assets	\$ 1,640,622,803	\$ 1,755,710,209	\$ 1,808,529,543	\$ 1,879,648,743	\$ 1,928,329,407

(1) The financial data presented here is a recapitulation of the Board's financial statements presented in their Annual Financial Reports. The Board's financial statements become a part of the Comprehensive Annual Financial Report for the State of Texas, which is audited by the State Auditor's Office; however, the scope of the reviews at the agency level do not constitute an audit of the individual agency's financial statements. Consequently, these statements are considered unaudited at the agency level.

Texas Water Development Board

Statement of Revenues, Expenses, and Changes in Net Assets - Clean Water State Revolving Fund

for the Fiscal Year Ended August 31,

	2007	2008	2009	2010	2011
OPERATING REVENUES:					
Interest and Investment Income	\$ 121,420,247	\$ 103,791,571	\$ 100,876,544	\$ 101,532,886	\$ 81,494,324
Net Increase (Decrease) Fair Market Value	10,144	(131,593)	715,892	(324,490)	217,676
Other Operating Revenues	5,159,766	2,975,319	3,100,244	5,640,693	5,170,803
Total Operating Revenues	\$ 126,590,157	\$ 106,635,297	\$ 104,692,680	\$ 106,849,089	\$ 86,882,803
OPERATING EXPENSES:					
Salaries and Wages	4,164,596	3,680,165	4,211,635	5,650,381	5,286,745
Payroll Related Costs	490,456	538,534	864,548	864,800	990,109
Professional Fees and Services	992,537	857,134	554,158	1,437,911	354,127
Travel	39,036	46,528	42,593	53,626	41,430
Materials and Supplies	89,747	60,359	170,646	(1,638)	34,782
Communication and Utilities	26,812	17,246	22,715	27,924	61,776
Repairs and Maintenance	29,422	5,392	8,593	29,844	4,949
Rentals and Leases	36,591	30,872	36,145	60,296	80,718
Printing and Reproduction			3,137	2,227	630
Interest	65,210,393	48,278,397	63,155,968	67,951,668	79,159,558
Other Operating Expenses	2,352,490	1,483,779	2,122,988	1,898,630	1,091,307
Total Operating Expenses	\$ 73,432,080	\$ 54,998,406	\$ 71,193,126	\$ 77,975,669	\$ 87,106,131
Operating Income (Loss)	\$ 53,158,077	\$ 51,636,891	\$ 33,499,554	\$ 28,873,420	\$ (223,328)
NONOPERATING REVENUES (EXPENSES):					
Federal Revenue	169,933,720	63,450,515	19,319,780	67,708,724	118,493,468
Other Nonoperating Revenues (Expenses)				(26,744,342)	(69,594,694)
Total Nonoperating Revenues (Expenses)	\$ 169,933,720	\$ 63,450,515	\$ 19,319,780	\$ 40,964,382	\$ 48,898,774
Income/(Loss) before Other Revenues, Expenses, Gains/Losses and Transfers	223,091,797	115,087,406	52,819,334	69,837,802	48,675,446
OTHER REVENUES, EXPENSES, GAINS/LOSSES AND TRANSFERS:					
Transfers-In				1,281,398	5,218
Total Other Revenues, Expenses, Gain/Losses and Transfers	-	-	-	1,281,398	5,218
Change in Net Assets	\$ 223,091,797	\$ 115,087,406	\$ 52,819,334	\$ 71,119,200	\$ 48,680,664
Total Net Assets, September 1, XXXX	1,417,531,006	1,640,622,803	1,755,710,209	1,808,529,543	1,879,648,743
Total Net Assets, August 31, Ending	\$ 1,640,622,803	\$ 1,755,710,209	\$ 1,808,529,543	\$ 1,879,648,743	\$ 1,928,329,407

(1) The financial data presented here is a recapitulation of the Board's financial statements presented in their Annual Financial Reports. The Board's financial statements become a part of the Comprehensive Annual Financial Report for the State of Texas, which is audited by the State Auditor's Office; however, the scope of the reviews at the agency level do not constitute an audit of the individual agency's financial statements.