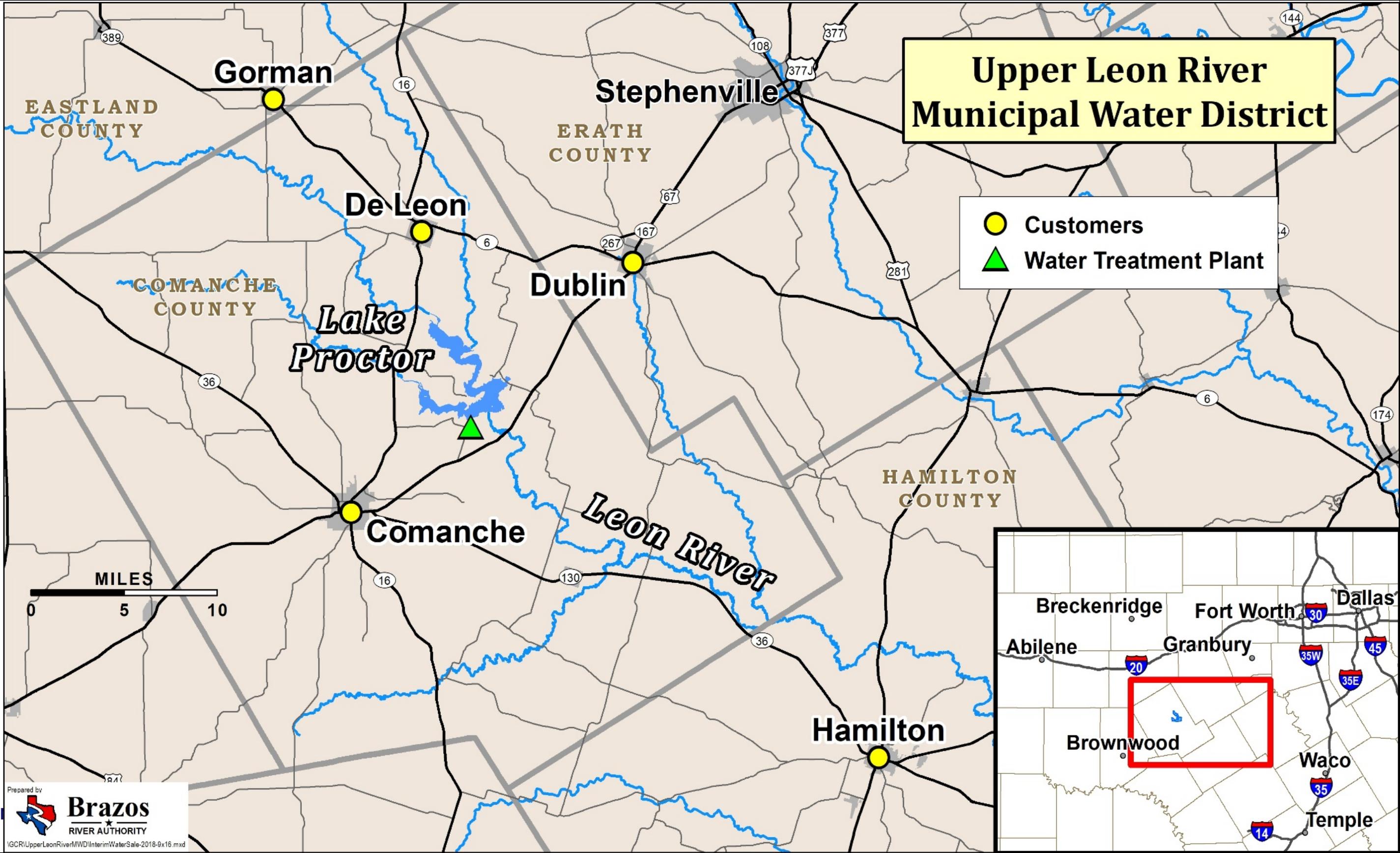




Upper Leon River Municipal Water District Contract

***Brad Brunett
Central and Lower Basin Regional Manager***





Water Contract Summary

1972 Contract for 3,315 ac-ft/year *(reduced from 4,835 ac-ft/year in 2002 due to drought)*

- 573 ac-ft priced at BRA System Rate
- 2,742 ac-ft priced at rates ranging from \$8.00 - \$24.50/ac-ft

1993 System Water Supply Agreement for 232 ac-ft/year *(reduced from 338 ac-ft/year in 2002)*

- Priced at BRA System Rate

1999 System Water Supply Agreement for 2,890 ac-ft/year *(reduced from 4,215 ac-ft/year in 2002)*

- Priced at BRA System Rate



Provision from 1972 Contract

IV.

The other provisions of this contract notwithstanding, the rate to be paid for water purchased hereunder by District is to be renegotiated so as to be fair to both Authority and District when all payments of principal and interest provided in the Proctor contract between Authority and the United States shall have been made.



Proposed Rate Transition Illustration

Year	Projected BRA System Rate/Acre-Foot	Current Upper Leon Contract Aggregate Rate/Acre-Foot for non-System Rate Water	Estimated Aggregate Rate/Acre-Foot with Proposed Amendment
2020	\$ 79.00	\$ 11.80	\$ 18.68
2021	\$ 83.00	\$ 11.98	\$ 26.18
2022	\$ 87.50	\$ 12.16	\$ 34.63
2023	\$ 91.00	\$ 12.34	\$ 43.59
2024	\$ 96.50	\$ 12.52	\$ 54.24
2025	\$ 100.50	\$ 12.71	\$ 65.09
2026	\$ 104.50	\$ 12.90	\$ 76.74
2027	\$ 109.00	\$ 13.10	\$ 89.60
2028	\$ 113.00	\$ 13.29	\$ 102.90
2029	\$ 117.50	\$ 13.49	\$ 117.50



Resolution

“WHEREAS the 1972 water supply contract, as amended, between the Brazos River Authority and the Upper Leon River Municipal Water District (District) provides for the District to pay the Brazos River Authority different rates for water, with some water at the Brazos River Authority System Rate and some water at rates below the System Rate;

WHEREAS the 1972 water supply contract provides for the renegotiation of the rate to be paid by the District so as to be fair to both parties when the Brazos River Authority has paid off the principal and interest specified in its contract with the United States of America for water supply storage in Lake Proctor; and

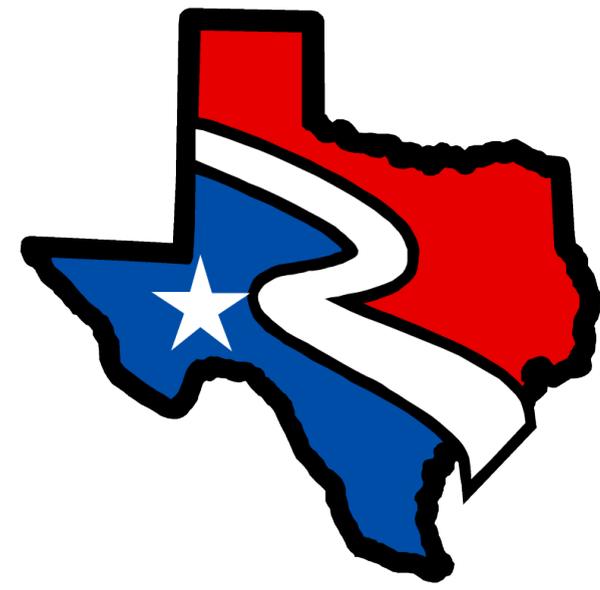


WHEREAS the Brazos River Authority paid off the remaining principal and interest to the United States of America for its water supply storage in Lake Proctor in August 2019.

NOW, THEREFORE, BE IT RESOLVED that the Board of Directors of the Brazos River Authority hereby authorizes the General Manager/CEO to negotiate and execute an amendment to the 1972 water supply contract, providing for the transition of the non-System Rate water to the Brazos River Authority System Rate over the course of ten years.”



Brazos River Authority



Brazos

— ★ —
RIVER AUTHORITY