

RULE 15c2-12 FILING COVER SHEET

This cover sheet is sent with all submissions to the Municipal Securities Rulemaking Board (the Nationally Recognized Municipal Securities Information Repository) and any applicable State Information Depository pursuant to Securities and Exchange Commission (SEC) Rule 15c2-12 or any analogous state statute.

Issuer Name: Gulf Coast Water Authority

Issue(s):

\$ 17,730,000 Water System Contract Revenue Refunding Bonds, Series 2011A (South Project)
\$ 3,510,000 Water System Contract Revenue Refunding Bonds, Series 2011B (South Project)

Filing Format electronic ___ paper; If available on the Internet, give URL: _____

CUSIP Numbers to which the information filed relates (optional):

Nine-digit number(s) (see following page(s)):

___ Six-digit number if information filed relates to all securities of the issuer

* * *

Financial & Operating Data Disclosure Information

Annual Financial Report or CAFR

Financial Information & Operating Data

___ Other (describe) _____

Fiscal Period Covered: FYE 2014

___ Monthly ___ Quarterly Annual ___ Other: _____

* * *

I hereby represent that I am authorized by the issuer or its agent to distribute this information publicly:

Signature: /s/ Bob Webb

Name: Bob Webb Title: Business Administrator

Employer: Gulf Coast Water Authority

Voice Telephone Number: (409) 935-2438

Email Address: bwebb@gcwater.org

DESCRIPTION OF ISSUES COVERED BY THIS REPORT

Water System Contract Revenue Refunding Bonds, Series 2011A (South Project)

<u>Date</u>	<u>Principal</u>	<u>CUSIP</u>
08/15/16	\$ 970,000	40223N KK1
08/15/17	1,980,000	40223N KL9
08/15/18	1,985,000	40223N KM7
08/15/19	2,060,000	40223N KN5
08/15/20	990,000	40223N LE4
08/15/20	1,175,000	40223N KP0
08/15/21	2,255,000	40223N KQ8
08/15/22	2,370,000	40223N KR6
	<u>\$ 13,785,000</u>	

Water System Contract Revenue Refunding Bonds, Series 2011B (South Project)

<u>Date</u>	<u>Principal</u>	<u>CUSIP</u>
08/15/16	\$ 290,000	40223N KX3
08/15/17	300,000	40223N KY1
08/15/18	310,000	40223N KZ8
08/15/19	325,000	40223N LA2
08/15/20	335,000	40223N LB0
08/15/21	350,000	40223N LC8
08/15/22	365,000	40223N LD6
	<u>\$ 2,275,000</u>	

AMENDED
CONTINUING DISCLOSURE REPORT
FOR THE
FISCAL YEAR ENDED AUGUST 31, 2014

GULF COAST WATER AUTHORITY

GCWA DEBT - SOUTH PROJECT DEBT

This report has been amended with audited financial information.



FINANCIAL STATEMENTS

The audited financial statements for the Authority for the fiscal year ended August 31, 2014 are being separately filed directly with the Nationally Recognized Municipal Securities Information Repository and any applicable State Information Depository, and are hereby incorporated by reference into this Annual Continuing Disclosure Report.

SIGNATURE OF ISSUER

The information set forth herein has been obtained from the Authority and other sources believed to be reliable, but such information is not guaranteed as to accuracy or completeness and is not to be construed as a promise or guarantee. This Annual Continuing Disclosure Report may contain, in part, estimates and matters of opinion which are not intended as statements of fact, and no representation is made as to the correctness of such estimates and opinions, or that they will be realized. The information and expressions of opinion contained herein are subject to change without notice, and the delivery of this Annual Continuing Disclosure Report will not, under any circumstances, create any implication that there has been no change in the affairs of the Authority or other matters described.

GULF COAST WATER AUTHORITY

/s/ Bob Webb

Bob Webb

Business Administrator

Approved for Submission:

02/25/2015

Date

10/19/2015

Amended

CERTIFICATE OF SUBMISSION OF ANNUAL REPORT

Subject to the continuing disclosure requirements of SEC Rule 15c2-12, this Annual Continuing Disclosure Report for the Gulf Coast Water Authority with respect to the issues listed on the report cover was submitted directly to the National Recognized Municipal Securities Information Repository ("NRMSIR") listed below as well as to any applicable State Information Depository ("SID").

NRMSIR

Municipal Securities Rulemaking Board ("MSRB")
via the Electronic Municipal Market Access ("EMMA") system

First Southwest Company

Signed by:

/s/ Kristin Blomquist

GULF COAST WATER AUTHORITY

2014 CONTRACT REVENUE DEBT REPORT

TABLE 1 - SOUTH PROJECT CUSTOMERS

South Project Customers	Current Contract		Reserved	
	Quantity (GPD)	%	Capacity (GPD)	%
City of Galveston	16,954,000	78.47%	20,990,000	76.33%
City of League City	2,000,000	9.26%	2,000,000	7.27%
City of Hitchcock	800,000	3.70%	1,500,000	5.45%
Galveston County WC&ID No. 1	500,000	2.31%	500,000	1.82%
Galveston County WC&ID No. 8	482,000	2.23%	1,000,000	3.64%
City of La Marque	344,000	1.59%	400,000	1.45%
Galveston County MUD No. 12	295,000	1.37%	450,000	1.64%
Galveston County FWSD No. 6	230,000	1.06%	360,000	1.31%
City of Texas City	-	0.00%	300,000	1.09%
	<u>21,605,000</u>	<u>100.00%</u>	<u>27,500,000</u>	<u>100.00%</u>

TABLE 2 - SOUTH PROJECT DEBT SERVICE REQUIREMENTS

Fiscal Year Ending August 31	Series 2011A			Series 2011B			Total Debt Service Requirements
	Principal	Interest	Total	Principal	Interest	Total	
2015	\$ 925,000	\$ 639,325	\$ 1,564,325	\$ 285,000	\$ 96,650	\$ 381,650	\$ 1,945,975
2016	970,000	593,075	1,563,075	290,000	88,100	378,100	1,941,175
2017	1,980,000	563,975	2,543,975	300,000	79,400	379,400	2,923,375
2018	1,985,000	504,575	2,489,575	310,000	67,400	377,400	2,866,975
2019	2,060,000	425,175	2,485,175	325,000	55,000	380,000	2,865,175
2020	2,165,000	322,175	2,487,175	335,000	42,000	377,000	2,864,175
2021	2,255,000	231,250	2,486,250	350,000	28,600	378,600	2,864,850
2022	2,370,000	118,500	2,488,500	365,000	14,600	379,600	2,868,100
	<u>\$14,710,000</u>	<u>\$ 3,398,050</u>	<u>\$18,108,050</u>	<u>\$ 2,560,000</u>	<u>\$ 471,750</u>	<u>\$ 3,031,750</u>	<u>\$21,139,800</u>

Debt service is allocated to the South Project Customers based on the following percentages:

South Project Customers	2011A Bonds	2011B Bonds
City of Galveston	97.73%	
Galveston County WC&ID No. 1	0.45%	0.50%
City of League City	1.82%	2.01%
City of Hitchcock		36.48%
Galveston County WC&ID No. 8		24.31%
City of La Marque		9.72%
Galveston County MUD No. 12		10.94%
Galveston County FWSD No. 6		8.75%
City of Texas City		7.29%
	<u>100.00%</u>	<u>100.00%</u>

TABLE 3 - SOUTH PROJECT MAXIMUM DEBT SERVICE REQUIREMENTS

South Project Customers	Year	Maximum Debt Service Total
City of Galveston	2017	\$ 2,486,227
City of League City	2017	53,926
City of Hitchcock	2015	139,226
Galveston County WC&ID No. 1	2017	13,345
Galveston County WC&ID No. 8	2015	92,779
Galveston County MUD No. 12	2015	41,753
City of La Marque	2015	37,096
Galveston County FWSD No. 6	2015	33,394
City of Texas City	2015	27,822

TABLE 4 – RAW WATER CHARGES AND MAINLAND OPERATING CHARGES

South Project Customers	2014	2013
City of Galveston	\$ 4,423,784	\$ 4,111,209
City of Texas City	23,875	24,651
City of La Marque	87,699	81,290
City of Hitchcock	249,296	235,863
City of League City	483,966	445,862
Galveston County MUD No. 12	83,721	78,501
Galveston County FWSD No. 6	66,002	61,956
Galveston County WC&ID No. 8	157,861	150,016
	\$ 5,576,204	\$ 5,189,348

Other Existing Customers	2014	2013
Galveston County WC&ID No. 1	\$ 808,434	\$ 755,652
NRG Energy	380,787	355,560
Bacliff MUD	194,256	184,068
San Leon MUD	230,728	223,528
Galveston County WC&ID No. 12	188,646	175,289
Bayview MUD	41,352	38,981
City of Texas City	1,954,779	1,827,736
City of La Marque	544,414	503,268
	\$ 4,343,396	\$ 4,064,082

Total Annual Charge	\$ 9,919,600	\$ 9,253,431
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TABLE 5 - CURRENT INVESTMENTS

As of December 31, 2014 the Authority's investable funds were invested in the following categories:

Description	Book Value	Market Value
Certificates of Deposit	\$ 38,136,658	\$ 38,136,658
Money Market Accounts	2,918,085	2,918,085
Total	\$ 41,054,743	\$ 41,054,743

APPENDIX A

**GULF COAST WATER AUTHORITY
MAINLAND PROJECT**

CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCES

	Fiscal Years Ending August 31,				
	2014	2013	2012	2011	2010
Beginning Balances					
General Operating Fund	\$ 8,158,651	\$ 9,496,323	\$ 9,735,872	\$ 9,663,854	\$ 8,853,258
Debt Service Fund	-	-	-	-	-
	<u>\$ 8,158,651</u>	<u>\$ 9,496,323</u>	<u>\$ 9,735,872</u>	<u>\$ 9,663,854</u>	<u>\$ 8,853,258</u>
Receipts					
Metered Water Revenue	\$ 9,071,732	\$ 8,520,190	\$ 8,409,981	\$ 7,670,221	\$ 8,394,796
Interest Income	17,474	31,528	25,571	32,008	42,136
	<u>\$ 9,089,206</u>	<u>\$ 8,551,718</u>	<u>\$ 8,435,552</u>	<u>\$ 7,702,229</u>	<u>\$ 8,436,932</u>
Disbursements	\$ 9,324,572	\$ 9,889,390	\$ 8,675,101	\$ 7,630,211	\$ 7,626,336
Ending Balances					
General Operating Fund	\$ 7,923,285	\$ 8,158,651	\$ 9,496,323	\$ 9,735,872	\$ 9,663,854

History of the Mainland Operating Charges (includes Raw Water Charges) and Mainland Debt Service and South Project Service Debt Charges (per 1,000 gallons daily).

Fiscal Year	Mainland Operating Charges	Mainland Debt Service	South Project Debt Service
2008	\$ 0.5500	\$ 0.0629	\$ 0.1473
2009	0.6100	-	0.2209
2010	0.6100	-	0.2150
2011	0.5900	-	0.2246
2012	0.5900	-	0.1829
2013	0.6900	-	0.1969
2014	0.7400	-	0.1970

APPENDIX B

DESCRIPTION OF THE ORIGINAL MAINLAND AND SOUTH PROJECT CUSTOMERS AND CERTAIN FINANCIAL INFORMATION REGARDING THE SOUTH PROJECT CUSTOMERS

THE ORIGINAL MAINLAND PROJECT CUSTOMERS

Mainland Project Customers who are currently purchasing potable water from the Authority's Water Plant fall into two categories: seven municipal customers and one private corporation. The municipal customers include Bacliff, Bayview, Dickinson, La Marque, Texas City, Hitchcock, Kemah and San Leon. These original customers who purchase water for distribution through their municipal water system, range in customer count from 510 (Bayview) to 13,044 (Texas City). The private corporation, HL&P, purchases water from the Water Plant to provide treated surface water to its P.H. Robinson Plant in Galveston County. A brief description of each Customer currently receiving water from the Mainland Project is as follows:

City of Texas City: The City of Texas City is a port and industrial center located on the mainland opposite the City of Galveston. The 1990 population was 40,822. Two of the major industries in the City are Amoco Texas Refinery and Union Carbide Corporation, both employing over 1,000 persons each. Two other petroleum product manufacturers employ over 500 people each. Oil refineries, oil properties and chemical plants account for over seventy percent of Texas City's assessed valuation.

Bacliff Municipal Utility District: Bacliff Municipal Utility District, created in 1951, provides water and sewer facilities for a 1,195-acre residential area located north of Texas City, where many of the District's residents are employed. Included in the District is the unincorporated community of Bacliff, located on State Highway 646.

Bayview Municipal Utility District: Bayview Municipal Utility District is a municipal water district created in 1963 to provide water and sewer services to a 610-acre residential area located adjacent to Galveston Bay in northern Galveston County about 15 miles north of Texas City. District residents are employed throughout this highly industrialized area.

Galveston County Water Control and Improvement District No. 1 (Dickinson): The District was created in 1939 to provide water and sewer service to an unincorporated residential and commercial community located in Galveston County on Interstate Highway 45 some 30 miles southeast of Houston. In 1978, a part of the area within the District incorporated as the "Village of Dickinson" which provides general governmental services to the incorporated area. It became a home rule city in 1987. District officials estimate that about one third of the local work force is employed in the industrial complex in the Texas City area. A significant number of District residents are employed in the City of Houston and a smaller number finds employment at the National Aeronautical Space Administration's Johnson Space Center ("NASA") which is located some ten miles from Dickinson. Dickinson is a residential/retail/service center.

Houston Lighting and Power Company: HL&P, a Texas corporation, is a subsidiary of Houston Industries Incorporated, which owns all of the outstanding common stock of HL&P. Houston Industries is a publicly held corporation listed on the New York Stock Exchange. HL&P provides electric service to a service area of approximately 5,000 square miles in the Houston Gulf Coast area which has an estimated population in excess of three million persons.

Galveston County Water Control and Improvement District No. 12 (Kemah): The District was created in 1952, to provide water and sewer service to an unincorporated residential and commercial community located in the northeastern portion of Galveston County south of Clear Creek on Highway 146 some 20 miles north of Texas City. In 1962, a portion of the District incorporated to form Clear Lake Shores. In 1967, another portion of the District incorporated to form the City of Kemah, a residential, commercial and recreational community. The local work force is employed in the industrial complex in Texas City and Baytown, the NASA area and the City of Houston. The Kemah waterfront along Galveston Bay is a tourist/restaurant/sailing/boating location.

San Leon Municipal Utility District: The District was created in 1976 to provide water and sewer service to the unincorporated community of San Leon located in the east central portion of Galveston County bounded by Dickinson Bayou and Galveston Bay, east of Highway 146 about 10 miles north of Texas City. It is mainly a residential area with some commercial and recreational facilities. The local work force is employed in the industrial complex of Texas City and Baytown, NASA and the City of Houston.

City of La Marque: The City of La Marque is a residential community located on State Highway 3 just west of Texas City. The principal manufacturer produces electronic control systems employing over 100 persons. Many residents of the City are employed in the nearby Texas City industrial area, which incorporates primarily petroleum refineries and chemical plants. Lone Star State Factory Stores opened in July 1990 and is expanding. A Greyhound race track opened in November 1992.

City of League City: The City of League City is located in the north central part of Galveston County and part of Harris County five miles south of the city limits of Houston, Texas. The City was incorporated on December 9, 1961 and adopted its Home Rule Charter on March 27, 1962. The City provides basic municipal services to its citizens including fire and police protection, ambulance service, water, sanitary sewer and garbage services, library, parks and recreational facilities. The City is located approximately 14 to 20 miles from the industrial and petrochemical complexes located in Harris County along the Houston Ship Channel and approximately 10 miles from the petrochemical refineries located in Texas City in Galveston County. The National Aeronautics and Space Administration's ("NASA") Johnson Space Center is located just north of the City in Harris County. In addition, residents find employment in the numerous retail and service establishments located in the City and surrounding area. The City's estimated population was 15,154 in the year 2013.

Source: Texas Municipal Advisory Council.

THE SOUTH PROJECT CUSTOMERS

The following political subdivisions have executed South Project Customer contracts:

City of Galveston: The City of Galveston is the county seat located on Interstate Highway 45, occupying 32 mile long Galveston Island situated two miles off the Gulf Coast and Pelican Island. The City is an industrial, recreational and shipping center. The City is one of Texas' most historic and is a popular tourist and convention center. Major tourist attractions include "the Elissa," a restored 1877 iron barque, the Strand District, Sea Wolf Park, a rail trolley line, year round sport fishing and miles of beautiful beaches. The University of Texas Medical Branch, Texas A&M University at Galveston, and College of the Mainland are located within the City, and had a combined 2005 enrollment of approximately 9,100. The City of Galveston's estimated population was 48,000 in the year 2014.

City of Hitchcock: The City of Hitchcock is located on State Highway 6, south of I-45, 20 miles north of Galveston. Many of the City's residents are employed in the nearby Texas City industrial area which includes petroleum refineries and chemical plants. The City of Hitchcock's estimated population was 7,186 in the year 2012.

Galveston County WC&ID No. 8: Galveston County Water Control & Improvement District No. 8 was created in 1945 and provides water and sewer facilities for the City of Santa Fe, a retail center and residential area located approximately 12 miles west of the City of Texas City and approximately 19 miles northwest of the City of Galveston. The District lies wholly within the city limits of the City of Santa Fe, Texas, and is bisected from southeast to northwest by State Highway 6. Local manufacturers produce oilfield tools, boat trailers, concrete products and galvanized metal.

Galveston County Municipal Utility District No. 12: Galveston County Municipal Utility District No. 12 was created on September 1, 1981 to provide water and sewer facilities for a 290-acre area located near the intersection of IH 45 and SH 6 approximately three miles north of Galveston and approximately 47 miles from the central business district of Houston. The District serves the Village of Bayou Vista, a primary and secondary home residential development which is over twenty years old. The District is fully developed. The District recently annexed the nearby subdivision of Omega Bay that was serviced by the Omega Bay Water Supply Corporation, a semi-public water district.

City of La Marque: The City of La Marque is a residential community located on State Highway 3 just west of Texas City. Many residents of the City are employed in the nearby Texas City industrial area, which incorporates primarily petroleum refineries and chemical plants. Lone Star State Factory Stores, a factory outlet mall, opened in July 1990. A Greyhound race track opened in November 1992. The City of La Marque's estimated population was 15,154 in the year 2013.

Galveston County Fresh Water Supply District No. 6: Galveston County Fresh Water Supply District No. 6 was created in 1979 and is located in Galveston County on the west side of Interstate Highway 45 approximately 45 miles south of the central business district of Houston and eight miles north of the central business district of Galveston near the northern foot of the dual span causeway that links the mainland and Galveston Island. The District contains approximately 420 acres of land and 1,441 acres of surrounding water. The developed portion of the District lies within the corporate limits of the Village of Tiki Island, a general law city, and the remaining portions of the District lie within the extraterritorial jurisdictions of the City of Hitchcock, the City of Galveston and the City of Texas City. Approximately 60% of the homeowners are permanent residents. As of July 29, 2010, the District contained approximately 872 occupied homes, 25 occupied town homes, 30 occupied condominiums, 5 builder connections, 7 vacant connections and 379 platted but undeveloped lots. In addition, there is a church, a 12,000 square foot office building, a convenience store and a service station.

City of Texas City: The City of Texas City is a Gulf of Mexico port and industrial center located on the mainland opposite the City of Galveston. Two petroleum product manufacturers employ over 500 people each. Oil refineries, oil properties and chemical plants account for over seventy percent of Texas City's assessed valuation. Texas City has the third largest port in Texas in total tonnage, ranking behind Houston and Corpus Christi, and 11th largest in the nation. The City of Texas City's estimated population was 45,099 in the year 2014.

City of League City: The City of League City is located in the north central part of Galveston County and part of Harris County five miles south of the city limits of Houston, Texas. The City was incorporated on December 9, 1961 and adopted its Home Rule Charter on March 27, 1962. The City provides basic municipal services to its citizens including fire and police protection, ambulance service, water, sanitary sewer and garbage services, library, parks and recreational facilities. The City is located approximately 14 to 20 miles from the industrial and petrochemical complexes located in Harris County along the Houston Ship Channel and approximately 10 miles from the petrochemical refineries located in Texas City in Galveston County. The National Aeronautics and Space Administration's ("NASA") Johnson Space Center is located just north of the City in Harris County. In addition, residents find employment in the numerous retail and service establishments located in the City and surrounding area. The City's estimated population of League City was 89,500 in the year 2013.

Source: Texas Municipal Advisory Council.

PAYMENTS TO THE AUTHORITY BY SOUTH PROJECT CUSTOMERS

Payments due to the Authority from each South Project Customer constitute operating expenses of each such South Project Customer's system and each such South Project Customer is obligated to establish and charge such rates for service from its own water supply system (or water supply system as a portion of its combined system) as will enable it to pay all operating expenses of its system and all charges due to the Authority under its South Project Customer Contract.

CITY OF GALVESTON, TEXAS

Summary of the Combined Water and Sewer Systems (Depreciation Removed)

	Fiscal Year Ended September 30,				
	2014	2013	2012	2011	2010
<i>Revenues</i>					
Operating Revenues	\$ 30,494,096	\$ 30,415,539	\$ 29,167,119	\$ 28,246,200	\$ 26,548,422
Interest and Investment Revenue	20,781	94,298	85,696	142,012	155,626
Insurance Proceeds	-	-	-	77,469	114,688
Total Revenues	\$ 30,514,877	\$ 30,509,837	\$ 29,252,815	\$ 28,465,681	\$ 26,818,736
<i>Expenses</i>					
Personnel Services	\$ 5,567,688	\$ 5,423,689	\$ 4,910,190	\$ 4,797,145	\$ 4,597,456
Contractual Services	2,762,222	2,456,742	2,612,634	2,520,128	2,612,421
Supplies and Materials	2,297,730	2,546,384	2,380,551	2,179,410	1,991,412
Surface Water Contract	5,147,230	4,029,515	4,485,455	5,956,653	5,206,455
Other Expenses	937,361	966,084	892,086	1,071,380	791,269
Administrative Charge	1,026,007	1,011,832	991,991	972,540	953,471
Non-Operating Interest Expense	3,494,240	3,760,214	2,473,168	2,663,194	3,274,001
Payment in Lieu of Taxes	400,000	400,000	400,000	400,000	400,000
Total Expenses	\$ 21,632,478	\$ 20,594,460	\$ 19,146,075	\$ 20,560,450	\$ 19,826,485
<i>Net Revenues</i>	\$ 8,882,399	\$ 9,915,377	\$ 10,106,740	\$ 7,905,231	\$ 6,992,251
Average Annual Debt Service (2015-2030)	\$ 2,642,324				
Customer Count ⁽¹⁾	23,435	20,595	21,323	21,910	25,083
<i>Water Rate (Inside City) ⁽²⁾⁽³⁾</i>					
First 200 cubic feet	\$12.39 Minimum				
Next 3,800 cubic feet	3.24/100 CF				
Next 46,000 cubic feet	3.45/100 CF				
Next 950,000 cubic feet	3.50/100 CF				
All Over 1,000,000 cubic feet	4.21/100 CF				

(1) Changes in customer count are due to Hurricane Ike which struck the Houston-Galveston region on September 13, 2008 and the subsequent recovery

(2) Source: City of Galveston

(3) Effective February 20, 2014.

CITY OF HITCHCOCK

Summary of the Water System (Depreciation Removed)

	Fiscal Year Ended September 30,				
	2014	2013	2012	2011	2010
<i>Revenues</i>					
Charges for Services	\$ 2,279,169	\$ 2,378,367	\$ 2,564,069	\$ 2,451,665	\$ 2,064,815
Interest Income	1,311	1,724	-	3,230	7,281
Total	\$ 2,280,480	\$ 2,380,091	\$ 2,564,069	\$ 2,454,895	\$ 2,072,096
<i>Expenditures</i>					
Personnel Services	\$ 599,161	\$ 506,573	\$ 485,512	\$ 473,998	\$ 481,227
Contractual Services	1,048,730	843,757	806,510	721,219	877,717
Supplies	187,731	230,309	205,388	164,204	209,879
Maintenance and Repairs	445,767	837,311	474,580	317,768	300,506
Total	\$ 2,281,389	\$ 2,417,950	\$ 1,971,990	\$ 1,677,189	\$ 1,869,329
Revenues Over Expenditures	\$ (909)	\$ (37,859)	\$ 592,079	\$ 777,706	\$ 202,767

Customer Count as of September 30, 2014 2,266

Water Rates:

First 1,000 gallons	\$15.50 minimum
Over 1,000 gallons	\$4.00 each additional 1,000 gallons

GALVESTON COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 8

Summary of the General Fund (Depreciation removed)

	Fiscal Year Ended December 31,				
	2014	2013	2012	2011	2010
<i>Revenues</i>					
Service Revenue	\$ 1,405,719	\$ 1,421,837	\$ 1,288,643	\$ 1,402,273	\$ 1,234,401
All Other	1,176,799	1,406,967	1,282,278	887,259	485,929
Total	\$ 2,582,518	\$ 2,828,804	\$ 2,570,921	\$ 2,289,532	\$ 1,720,330
<i>Expenditures</i>					
Purchased Services	\$ 261,455	\$ 251,240	\$ 228,246	\$ 254,133	\$ 230,881
Personnel Services	631,213	613,482	597,685	602,978	591,775
Professional Fees and Contracted Service:	69,429	81,882	78,714	51,593	62,295
Repairs and Maintenance	320,792	542,722	293,651	304,354	361,395
Capital Outlay	1,061,705	1,266,756	1,437,838	612,551	259,049
Recurring Operating Expenses	166,250	141,307	158,699	175,887	194,760
Debt Service and Related Expenditures	43,826	43,826	16,429	16,429	154,274
Total	\$ 2,554,670	\$ 2,941,215	\$ 2,811,262	\$ 2,017,925	\$ 1,854,429
Revenues Over Expenditures	\$ 27,848	\$ (112,411)	\$ (240,341)	\$ 271,607	\$ (134,099)

Rates:

Water

First 3,000 gallons	\$13.00 - minimum
Over 3,000 gallons	Each Additional 1,000 gallons \$4.20

Sewer (residential)

First 3,000 gallons	\$13.00 - minimum
Over 3,000 gallons	Each Additional 1,000 gallons \$2.20

2014 Certified Taxable Assessed Valuation (100% of Market Value).....	\$ 196,096,772
Gross Direct Long-term Debt Outstanding.....	5,090,000
Ratio of Gross Long-term Debt to 2014 Certified Taxable Assessed Valuation.....	2.60%
Debt Service Funds Available as of December 31, 2014.....	\$ 429,661
Operation & Maintenance Funds Available as of December 31, 2014.....	\$ 783,778
Average Annual Debt Service Requirements (2015-2039).....	\$ 355,915
Maximum Annual Debt Service Requirements (2039).....	\$ 414,619
2014 Debt Service Tax Rate per \$100 of Assessed Valuation	\$ 0.2161
2014 Maintenance Tax Rate per \$100 of Assessed Valuation	0.0639
Total 2014 Tax Rate per \$100 of Assessed Valuation.....	\$ 0.2800
Tax Rate Required to Pay Average Annual Debt Service based upon the 2014 Certified Taxable Assessed Valuation at a 95% Collection Rate.....	\$ 0.19105
Tax Rate Required to Pay Maximum Annual Debt Service based upon the 2014 Certified Taxable Assessed Valuation at a 95% Collection Rate.....	\$ 0.22256
Estimated Population ⁽¹⁾	5,108
Customer Count.....	2,043

Source: The District's Audited Financial Statements, Texas Municipal Report, and the District.

(1) Unaudited, provided by the District.

(2) Assuming 2.5 residents per Customer Count.

GALVESTON COUNTY MUNICIPAL UTILITY DISTRICT NO. 12

Summary of the General Fund (Depreciation removed)

	Fiscal Year Ended September 30,				
	2014	2013	2012	2011	2010
<i>Revenues</i>					
Service Revenue	\$ 745,347	\$ 739,188	\$ 715,167	\$ 680,740	\$ 648,562
All Other	399,404	349,878	326,963	315,486	269,953
Total	\$ 1,144,751	\$ 1,089,066	\$ 1,042,130	\$ 996,226	\$ 918,515
<i>Expenditures</i>					
Purchased Water	\$ 124,304	\$ 120,887	\$ 107,976	\$ 118,973	\$ 112,898
Payroll	286,317	276,033	258,613	264,914	244,658
Professional and Contracted Services	37,635	34,870	37,731	45,972	41,998
Utilities	53,066	52,713	56,673	47,466	68,769
Repairs and Maintenance	156,897	101,067	89,981	83,032	23,734
Other Operating Expenditures	55,402	52,175	48,050	57,272	55,975
Administration Expenses	98,942	95,083	105,992	103,907	115,448
Debt Service	203,746	166,667	166,667	537,975	134,513
Capital Outlay	10,660	287,270	138,248	321,205	74,789
Total	\$ 1,026,969	\$ 1,186,765	\$ 1,009,931	\$ 1,580,716	\$ 872,782
Revenues Over Expenditures	\$ 117,782	\$ (97,699)	\$ 32,199	\$ (584,490)	\$ 45,733

Rates:

Water

Under 3,000 gallons	\$16.00 minimum
Over 3,000 gallons	\$3.50 from 3,001 to 6,000
	\$4.00 from 6,001 to 9,000
	\$4.50 from 9,001 to 12,000
	\$5.00 from 12,001 to 15,000
	\$6.00 from 15,001 to 18,000
	\$7.00 over 18,000

Sewer

Under 3,000 gallons	\$20.00 minimum
Over 3,000 gallons	\$1.00 from 3,001 to 6,000
	\$1.50 from 6,001 to 9,000
	\$1.75 from 9,001 to 12,000
	\$2.00 from 12,001 to 15,000
	\$2.25 from 15,001 to 18,000
	\$3.00 over 18,000

2014 Certified Taxable Assessed Valuation (100% of Market Value).....	\$ 209,937,697
Gross Direct Long-term Debt Outstanding.....	\$ 905,000
Ratio of Gross Long-term Debt to 2014 Certified Taxable Assessed Valuation.....	0.43%

Debt Service Funds Available as of September 30, 2014.....	\$ 147,020
Operation & Maintenance Funds Available as of September 30, 2014.....	\$ 661,776

Average Annual Debt Service Requirements (2015-2019).....	\$ 189,474
Maximum Annual Debt Service Requirements (2015).....	\$ 225,279

2014 Debt Service Tax Rate per \$100 of Assessed Valuation	\$ 0.109650
2014 Maintenance Tax Rate per \$100 of Assessed Valuation	0.173976
Total 2014 Tax Rate per \$100 of Assessed Valuation.....	\$ 0.283626

Tax Rate Required to Pay Average Annual Debt Service based upon the	
2014 Certified Taxable Assessed Valuation at a 95% Collection Rate.....	\$ 0.09500
Tax Rate Required to Pay Maximum Annual Debt Service based upon the	
2014 Certified Taxable Assessed Valuation at a 95% Collection Rate.....	\$ 0.11296

Estimated Population ⁽¹⁾	3,605
Customer Count.....	1,442

Source: The District's Audited Financial Statements, Texas Municipal Report, and the District.

(1) Assuming 2.5 residents per Customer Count.

CITY OF LA MARQUE

Summary of the Utility Fund (Depreciation removed)

	Fiscal Year Ended September 30,				
	2014	2013	2012	2011	2010
<i>Revenues</i>					
Charges for Services	\$ 3,915,061	\$ 4,085,197	\$ 4,159,635	\$ 4,159,381	\$ 4,081,001
Interest Income	1,400	2,667	3,578	3,456	3,098
Miscellaneous Revenues	-	-	10,224	357,442	36,137
Total	\$ 3,916,461	\$ 4,087,864	\$ 4,173,437	\$ 4,520,279	\$ 4,120,236
<i>Expenditures</i>					
Personal Services	\$ 886,279	\$ 905,068	\$ 1,066,691	\$ 1,144,125	\$ 1,088,670
Supplies	255,243	205,349	273,455	258,003	182,649
Repairs and Maintenance	305,319	301,681	175,100	537,705	541,995
Miscellaneous Services	291,818	190,169	239,223	142,591	145,536
Utilities	278,387	346,553	357,990	366,836	341,476
Purchased Water	652,296	593,966	508,115	876,550	834,902
Compensated Absences Expense	-	-	-	35,576	28,964
Total	\$ 2,669,342	\$ 2,542,786	\$ 2,620,574	\$ 3,361,386	\$ 3,164,192
Revenues Over Expenditures	\$ 1,247,119	\$ 1,545,078	\$ 1,552,863	\$ 1,158,893	\$ 956,044
Average Annual Debt Service	No Water System Obligations				
Customer Count	6,659				
<i>Rates:</i>					
<i>Water</i>					
First 1,000 gallons	\$7.75				
Over 1,000 gallons	\$3.30				
<i>Sewer</i>					
First 1,000 gallons	\$17.15				
Over 1,000 gallons to maximum 15,000 gallons	\$2.90				

GALVESTON COUNTY FRESH WATER SUPPLY DISTRICT NO. 6

Summary of the General Fund (Depreciation removed)

	Fiscal Year Ended September 30,				
	2014	2013	2012	2011	2010
<i>Revenues</i>					
Water and Sewer Service	\$ 599,247	\$ 578,010	\$ 566,797	\$ 619,818	\$ 516,405
Property Taxes	251,168	248,104	237,224	224,228	208,172
Penalties and Interest	8,711	6,661	4,937	4,394	4,556
Tap Connection Fees	28,945	16,180	12,750	5,080	8,132
Interest on Investments and Other	207,554	205,451	79,754	7,119	845,196
Total	<u>\$ 1,095,625</u>	<u>\$ 1,054,406</u>	<u>\$ 901,462</u>	<u>\$ 860,639</u>	<u>\$ 1,582,461</u>
<i>Expenditures</i>					
Current	\$ 991,267	\$ 938,260	\$ 888,737	\$ 822,553	\$ 762,757
Capital Outlays	111,263	155,889	37,731	179,427	364,045
Total	<u>\$ 1,102,530</u>	<u>\$ 1,094,149</u>	<u>\$ 926,468</u>	<u>\$ 1,001,980</u>	<u>\$ 1,126,802</u>
Revenues Over Expenditures	<u>\$ (6,905)</u>	<u>\$ (39,743)</u>	<u>\$ (25,006)</u>	<u>\$ (141,341)</u>	<u>\$ 455,659</u>

Rates:

Water

First 3,000 gallons	\$14.00
3,001 to 8,000	\$3.90/1,000
8,001 to 12,000	\$4.90/1,000
12,001 to 16,000	\$5.90/1,000
16,000 & up	\$6.90/1,000

Sewer

First 3,000 gallons	\$17.00
3,001 to 8,000	\$1.50/1,000
8,001 to 12,000	\$2.00/1,000
12,001 to 16,000	\$2.50/1,000
16,000 & up	\$3.00/1,000

2014 Certified Taxable Assessed Valuation (100% of Market Value).....	\$ 338,236,608
Gross Direct Long-term Debt Outstanding.....	\$ 7,155,000
Ratio of Gross Long-term Debt to 2014 Certified Taxable Assessed Valuation.....	2.12%
Debt Service Funds Available as of September 30, 2014.....	\$ 456,039
Operation & Maintenance Funds Available as of September 30, 2014	\$ 496,154
Average Annual Debt Service Requirements (2015-2039).....	\$ 415,383
Maximum Annual Debt Service Requirements (2016).....	\$ 592,475
2014 Debt Service Tax Rate per \$100 of Assessed Valuation	\$ 0.172000
2014 Maintenance Tax Rate per \$100 of Assessed Valuation	0.080000
Total 2014 Tax Rate per \$100 of Assessed Valuation.....	<u>\$ 0.252000</u>
Tax Rate Required to Pay Average Annual Debt Service based upon the 2014 Certified Taxable Assessed Valuation at a 95% Collection Rate.....	\$ 0.12927
Tax Rate Required to Pay Maximum Annual Debt Service based upon the 2014 Certified Taxable Assessed Valuation at a 95% Collection Rate.....	\$ 0.18439
Estimated Population ⁽¹⁾	2,618
Customer Count.....	1,047

Source: The District's Audited Financial Statements, Texas Municipal Reports and the District.

(1) Assuming 2.5 residents per Customer Count.

CITY OF TEXAS CITY

Summary of the Water Fund (Depreciation removed)

	Fiscal Year Ended September 30,				
<i>Revenues:</i>	2014	2013	2012	2011	2010
Charges for Services	\$ 6,578,452	\$ 6,530,907	\$ 6,622,950	\$ 7,125,242	\$ 5,196,466
Miscellaneous Operating Revenues	2,346,618	5,517,856	2,921,525	149,364	1,972,821
Interest and Investment Revenue	19,365	19,923	85,641	5,441	27,953
Total Revenues	\$ 8,944,435	\$ 12,068,686	\$ 9,630,116	\$ 7,280,047	\$ 7,197,240
<i>Operating Expenses:</i>					
Personal Services	\$ 1,516,296	\$ 1,252,510	\$ 1,216,832	\$ 1,230,667	\$ 1,188,964
Contractual Services	903,009	1,619,238	2,615,236	353,365	1,150,673
Other Operating Expenses	4,929,083	3,306,940	2,783,253	4,746,521	3,222,356
Total Expenses	\$ 7,348,388	\$ 6,178,688	\$ 6,615,321	\$ 6,330,553	\$ 5,561,993
Net Revenue From Operations	\$ 1,596,047	\$ 5,889,998	\$ 3,014,795	\$ 949,494	\$ 1,635,247
Average Annual Debt Service	No Water System Obligations				
Customer Count	14,317				
Rates:					
Water					
First 2,000 gallons	\$6.75				
Over 2,000 gallons	\$3.83				

CITY OF LEAGUE CITY

Summary of the Water and Wastewater Fund (Depreciation removed)

Revenues:	Fiscal Year Ended September 30,				
	2014	2013	2012	2011	2010
Charges for Services	\$ 29,187,630	\$ 29,830,436	\$ 27,582,569	\$ 30,646,567	\$ 25,731,620
Interest Earned	54,828	120,856	357,077	196,367	214,491
Gain on Sale of Assets	11,392	2,067	636	1,632	17,807
Other Revenues	-	-	-	-	131,943
Total Revenues	\$ 29,253,850	\$ 29,953,359	\$ 27,940,282	\$ 30,844,566	\$ 26,095,861
Operating Expenses:					
Personnel	\$ 5,526,433	\$ 5,589,894	\$ 5,189,783	\$ 5,363,971	\$ 5,216,754
Contractual Services	4,985,492	4,406,481	3,901,606	4,077,368	3,595,665
Utilities	1,615,413	1,245,096	1,081,894	1,533,427	1,352,897
Repairs and Maintenance	1,074,237	1,636,262	1,439,563	1,184,800	1,150,787
Supplies	793,873	1,231,604	2,125,240	994,419	1,025,589
Gulf Coast Water Authority Debt Service ⁽¹⁾	306,970	307,467	799,234	503,584	758,677
	\$ 14,302,418	\$ 14,416,804	\$ 14,537,320	\$ 13,657,569	\$ 13,100,369
Net Revenue From Operations	\$ 14,951,432	\$ 15,536,555	\$ 13,402,962	\$ 17,186,997	\$ 12,995,492
System Connections	30,327	29,326	28,383	27,669	27,092

(1) Represents Contract Revenue Bonds issued by the Authority that are treated as an operating expense of the City's System.

Monthly Water Rates (Effective February 1, 2014)

First 3,000 Gallons ⁽¹⁾	\$7.13
Up to 4,000	13.03
Up to 5,000	18.93
Up to 6,000	24.83
Up to 7,000	30.73
Up to 8,000	36.63
Up to 9,000	42.53
Up to 10,000	48.43
Up to 11,000	54.33
Up to 12,000	60.23
Up to 13,000	66.13
Up to 14,000	72.03
Up to 15,000	77.93
Up to 16,000	83.83
Up to 17,000	89.73
Up to 18,000	95.63
Up to 19,000	101.53
Up to 20,000	107.43
Up to 21,000	113.33
Up to 22,000	119.23
Up to 23,000	125.13
Up to 24,000	131.03
Up to 25,000	136.93
Up to 26,000	142.83
Up to 27,000	148.73
Up to 28,000	154.63
Up to 29,000	160.53
Up to 30,000	166.43

Monthly Sewer Rates (Effective February 1, 2014)

First 3,000 Gallons ⁽¹⁾	\$13.88
Up to 4,000	18.50
Up to 5,000	23.12
Up to 6,000	27.74
Up to 7,000	32.36
Up to 8,000	36.98
Up to 9,000	41.60
Up to 10,000	46.22
Up to 11,000	50.84

Maximum residential sewer charge is based on 11,000 gallons.

(1) Multiple unit, single-metered dwellings with more than 4 units are billed at the minimum rate per month per unit based on 90% of the total number of units.

GALVESTON COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 1

Fiscal Year Ended September 30,

	2014	2013	2012	2011	2010
<i>Revenues</i>					
Service Revenue	\$ 6,150,260	\$ 6,126,485	\$ 6,072,024	\$ 6,490,947	\$ 6,027,573
All Other	3,890,163	1,430,404	1,080,039	2,093,065	1,098,260
Total	\$ 10,040,423	\$ 7,556,889	\$ 7,152,063	\$ 8,584,012	\$ 7,125,833
<i>Expenditures</i>					
Payroll	\$ 2,722,073	\$ 2,679,877	\$ 2,629,434	\$ 2,531,129	\$ 2,301,053
Bulk Water Purchases	846,534	806,440	711,748	699,917	755,550
Professional Fees	46,894	57,451	56,232	48,759	49,466
Purchased and Contracted Services	208,755	229,032	194,714	204,674	209,847
Repairs and Maintenance	766,827	742,068	740,049	731,118	741,799
Utilities	340,922	385,402	394,483	379,764	515,670
Recurring Operating Expenditures	671,287	735,818	582,423	535,449	538,555
Capital Outlays	3,433,675	758,090	369,369	1,564,712	714,330
Debt Service	96,329	96,330	52,329	72,717	73,017
Total	\$ 9,133,296	\$ 6,490,508	\$ 5,730,781	\$ 6,768,239	\$ 5,899,287
Revenues Over Expenditures	\$ 907,127	\$ 1,066,381	\$ 1,421,282	\$ 1,815,773	\$ 1,226,546

Water System Connections 7,837

Water Rates

Minimum:

5/8" - 1" Meter	\$9.00
1.5" - 2" Meter	\$15.00
3" - 6" Meter	\$25.00

Rate:

First 2,000 gallons	Each 1,000 gallons \$1.50
2,001-6,000 gallons	Each additional 1,000 gallons \$4.50
6,001-12,000 gallons	Each additional 1,000 gallons \$4.75
Over 12,000 gallons	Each additional 1,000 gallons \$5.00

Sewer Rates (residential)

Minimum:

5/8" - 3/4" Meter	\$14.80
1" Meter	\$22.20
2" - 4" Meter	\$40.00

Rate:

Each 1,000 gallons	\$2.25
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