

## 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):**

\$ 5,760,000 Water System Contract Revenue Refunding Bonds, Series 2011C (Texas City)

**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 2015

\_\_\_ 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 2011C (Texas City)

<u>Date</u>	<u>Principal</u>	<u>CUSIP</u>
08/15/17	\$ 430,000	40223N MC7
08/15/18	450,000	40223N MD5
08/15/19	475,000	40223N ME3
08/15/20	500,000	40223N MF0
08/15/21	520,000	40223N MG8
08/15/22	1,445,000	40223N MH6
	<u>\$ 3,820,000</u>	

AMENDED  
CONTINUING DISCLOSURE REPORT  
FOR THE  
FISCAL YEAR ENDED AUGUST 31, 2015

GULF COAST WATER AUTHORITY

GCWA DEBT - TEXAS CITY DEBT

This report has been amended with audited financial information.



**FSC** Continuing Disclosure Services  
A Division of Hilltop Securities.

## **FINANCIAL STATEMENTS**

The audited financial statements for the Authority for the fiscal year ended August 31, 2015 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

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Bob Webb

Business Administrator

Approved for Submission:

02/29/2016

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Date

09/09/2016

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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

FSC Continuing Disclosure Services, A Division of Hilltop Securities Inc.

Signed by:

/s/ Kristin Blomquist

**GULF COAST WATER AUTHORITY  
CITY OF TEXAS CITY PROJECT  
2015 CONTRACT REVENUE DEBT REPORT**

**DEBT INFORMATION**

**TABLE 1 – CITY OF TEXAS CITY PROJECT DEBT SERVICE REQUIREMENTS**

Fiscal Year Ending August 31	Series 2006 Bonds <sup>(1)</sup>	Series 2011B Bonds <sup>(2)</sup>	Series 2011C Bonds	Total Debt Service Requirements
2016	\$ 614,711	27,450	\$ 617,400	\$ 1,259,561
2017	612,848	27,544	621,000	1,261,392
2018	-	27,399	619,500	646,899
2019	-	27,588	622,000	649,588
2020	-	27,370	623,250	650,620
2021	-	27,486	618,250	645,736
2022	-	27,559	1,517,250	1,544,809
	<u>\$ 1,227,559</u>	<u>\$ 192,397</u>	<u>\$ 5,238,650</u>	<u>\$ 6,658,606</u>

(1) Represents the City's share (approximately 58.14%) of the Gulf Coast Water Authority's Contract Revenue Bonds, Series 2006 (the "Series 2006 Bonds"). The Cities of Pearland, Galveston and Texas City executed Interim Water Supply Contracts to facilitate the Authority's issuance of the Series 2006 Bonds.

(2) Represents the City's share (7.26%) of the Gulf Coast Water Authority's Water System Contract Revenue Refunding Bonds (South Project) Series 2011B. Several other governmental entities will pay the remaining debt service on the Series 2011B Bonds. The City and those other governmental entities are jointly and severally obligated on the debt service for the Series 2011B Bonds and the \$17,730,000 Gulf Coast Water Authority Water System Contract Revenue Refunding Bonds (South Project), Series 2011A, 97.29% of which are paid by the City of Galveston, 2.27% of which are paid by the City of League City and 0.45% of which are paid for by the Galveston County WC&ID No. 1.

**TABLE 2 - CURRENT INVESTMENTS**

As of December 31, 2015, the City's investable funds were invested in the following categories:

Description	Market Value
Bank Deposits	\$ 1,588,662
Certificates of Deposit	25,315,822
Agency Securities	3,979,000
Total	<u>\$ 26,904,484</u>

**APPENDIX A**

**GENERAL INFORMATION REGARDING THE CITY**

**HISTORICAL WATER CONSUMPTION**

Fiscal Year Ended 9/30	Estimated City Population <sup>(1)</sup>	Number of Customers	Water Usage (MG)			Total Revenue
			Average Day Usage	Peak Month	Total Usage	
2011	45,099	13,900	4,695	July	194,788	\$ 7,274,606
2012	45,099	14,087	4,532	June	163,104	5,895,895
2013	45,099	14,147	4,460	August	162,807	6,530,907
2014	46,081	14,317	4,425	July	153,893	7,283,839
2015	46,081	14,475	4,374	August	171,760	7,618,738

(1) Source: 2010 U.S. Census population, held constant, for years 2011-2013. 2014-2015 estimate provided by the City.

**WATERWORKS SYSTEM BALANCE SHEET**

	Fiscal Year Ended September 30,				
	2015	2014	2013	2012	2011
<b>Revenues</b>					
Charges for Water Services	\$ 6,485,922	\$ 6,578,452	\$ 6,530,907	\$ 6,622,950	\$ 6,333,708
Other Revenue	2,450,417	2,346,618	5,517,856	2,921,525	3,859,681
<b>Total Revenues</b>	<b>8,936,339</b>	<b>8,925,070</b>	<b>12,048,763</b>	<b>9,544,475</b>	<b>10,193,389</b>
<b>Operating Expenses</b>					
Personal Services - Salaries and Wages	2,065,404	1,516,296	1,252,510	1,216,832	1,230,666
Other Operating Expenses	5,146,241	5,832,092	4,873,827	5,398,489	5,912,644
<b>Sub-Total Operating Expenses</b>	<b>7,211,645</b>	<b>7,348,388</b>	<b>6,126,337</b>	<b>6,615,321</b>	<b>7,143,310</b>
Depreciation	3,917,131	3,559,385	3,082,728	2,690,691	2,304,076
<b>Total Operating Expenses</b>	<b>11,128,776</b>	<b>10,907,773</b>	<b>9,209,065</b>	<b>9,306,012</b>	<b>9,447,386</b>
<b>Operating Income (Loss)</b>	<b>(2,192,437)</b>	<b>(1,982,703)</b>	<b>2,839,698</b>	<b>238,463</b>	<b>746,003</b>
<b>Non-Operating Revenues (Expenses)</b>					
Interest and Investment Revenue	15,753	19,365	19,923	85,641	58,277
Interest Expense	(252,072)	(278,728)	(353,412)	(379,813)	(639,627)
Miscellaneous Revenue	-	-	101,335	41,983	(5,455)
Gain/Loss on Sale of Capital Assets	-	-	1,109	-	-
<b>Total Non-Operating Revenue (Expenses)</b>	<b>(236,319)</b>	<b>(259,363)</b>	<b>(231,045)</b>	<b>(252,189)</b>	<b>(586,805)</b>
<b>Income (Loss) Before Transfers</b>	<b>(2,428,756)</b>	<b>(2,242,066)</b>	<b>2,608,653</b>	<b>(13,726)</b>	<b>159,198</b>
Transfers In	-	-	-	-	3,613,549
Transfers Out	-	-	-	-	(744,000)
<b>Change in Net Position</b>	<b>(2,428,756)</b>	<b>(2,242,066)</b>	<b>2,608,653</b>	<b>(13,726)</b>	<b>3,028,747</b>
<b>Beginning Net Position - October 1</b>	<b>24,971,052</b>	<b>27,213,118</b>	<b>24,811,535</b>	<b>24,825,261</b>	<b>16,651,101</b>
Prior Period Adjustment	(907,939)	-	(207,070)	-	5,145,413
<b>Ending Net Position - September 30</b>	<b>\$ 21,634,357</b>	<b>\$ 24,971,052</b>	<b>\$ 27,213,118</b>	<b>\$ 24,811,535</b>	<b>\$ 24,825,261</b>

**COMPARATIVE STATEMENT OF REVENUES AND EXPENSES; CUSTOMER COUNT**

	Fiscal Year Ended September 30,				
	2015	2014	2013	2012	2011
<b>Revenues:</b>					
Charges for Services	\$ 6,485,922	\$ 6,578,452	\$ 6,530,907	\$ 6,622,950	\$ 6,333,708
Miscellaneous Operating Revenues	2,450,417	2,346,618	5,517,856	2,921,525	3,859,681
Interest and Investment Revenue	15,753	19,365	19,923	85,641	58,277
<b>Total Revenues</b>	<b>\$ 8,952,092</b>	<b>\$ 8,944,435</b>	<b>\$ 12,068,686</b>	<b>\$ 9,630,116</b>	<b>\$ 10,251,666</b>
<b>Operating Expenses:</b>					
Personal Services	\$ 2,065,404	\$ 2,009,519	\$ 1,252,510	\$ 1,216,832	\$ 1,230,666
Contractual Services	380,575	1,456,520	1,619,238	2,615,236	353,365
Other Operating Expenses	4,818,016	3,294,034	3,254,589	2,783,253	5,559,279
<b>Total Operating Expenses</b>	<b>\$ 7,263,995</b>	<b>\$ 6,760,073</b>	<b>\$ 6,126,337</b>	<b>\$ 6,615,321</b>	<b>\$ 7,143,310</b>
<b>Net Revenue From Operations</b>	<b>\$ 1,688,097</b>	<b>\$ 2,184,362</b>	<b>\$ 5,942,349</b>	<b>\$ 3,014,795</b>	<b>\$ 3,108,356</b>
System Customers	14,475	14,317	14,147	14,087	13,900

**MONTHLY WATER RATES (EFFECTIVE JANUARY 1, 2011)**

First 2,000 gallons	\$6.75
All water over 2,000 gallons, per 1,000 gallons	3.83
<b>Minimum Monthly Billings:</b>	
5/8 inch meter	\$6.75
3/4 inch meter	7.25
1 inch meter	7.75
1 1/2 inch meter	11.75
2 inch meter	21.75
3 inch meter	37.75
4 inch meter	73.75
6 inch meter	145.75

**TEN LARGEST WATER CUSTOMERS (BASED ON GALLONS CONSUMED)**

Customer	Type of Business	Estimated Fiscal Year 2015 Water Usage	Estimated % of Total Water Usage
Blanchard Refining (Marathon Galveston Bay)	Industrial	72,752,000	4.56%
Texas City Terminal Railroad	Industrial	61,338,000	3.84%
Union Carbide	Industrial	44,341,000	2.78%
Mainland Crossing	Apartments	33,230,000	2.08%
Texas Dept. of Criminal Justice	Prison	28,799,000	1.80%
Texas City I.S.D.	School District	26,630,000	1.67%
HCA Mainland Medical Center	Hospital	25,194,000	1.58%
Ashland (International Specialty Products)	Industrial	22,171,000	1.39%
Dunn Heat Exchangers	Commercial	20,994,000	1.32%
Windsor Estates Apartments	Apartments	16,284,000	1.02%
		<b>351,733,000</b>	<b>22.03%</b>