

## 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: City of Grand Prairie, Texas**

**Issue(s):**

\$ 4,940,000	Water and Wastewater System Revenue Bonds, New Series 2008
\$ 4,995,000	Water and Wastewater System Revenue Bonds, Series 2010
\$ 8,940,000	Water and Wastewater System Revenue Refunding Bonds, Series 2011
\$ 11,020,000	Water and Wastewater System Revenue Refunding Bonds, New Series 2011A
\$ 14,045,000	Water and Wastewater System Revenue Refunding Bonds, New Series 2013
\$ 1,805,000	Water and Wastewater System Revenue Bonds, New Series 2013A
\$ 4,000,000	Water and Wastewater System Revenue Bonds, New Series 2014
\$ 4,155,000	Water and Wastewater Revenue Refunding Bonds, New Series 2015
\$ 17,625,000	Water and Wastewater Revenue Refunding and Improvement Bonds, New Series 2016

**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 2016

Monthly  Quarterly  Annual  Other: \_\_\_\_\_

\* \* \*

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

Signature: /s/ Cheryl Davenport

Name: Cheryl Davenport Title: Treasurer

Employer: City of Grand Prairie, Texas

Voice Telephone Number: (972) 237-8099

Email Address: cdavenport@gptx.org

## DESCRIPTION OF ISSUES COVERED BY THIS REPORT

### Water and Wastewater System Revenue Bonds, New Series 2008

<u>Date</u>	<u>Principal</u>	<u>CUSIP</u>
01/15/18	\$ 215,000	386168QC5
	<u>\$ 215,000</u>	

### Water and Wastewater System Revenue Bonds, Series 2010

<u>Date</u>	<u>Principal</u>	<u>CUSIP</u>
01/15/18	\$ 230,000	386168 QX9
01/15/19	235,000	386168 QY7
01/15/20	240,000	386168 QZ4
01/15/21	250,000	386168 RA8
01/15/22	255,000	386168 RB6
01/15/23	265,000	386168 RC4
01/15/24	275,000	386168 RD2
01/15/25	280,000	386168 RE0
01/15/26	290,000	386168 RF7
01/15/27	300,000	386168 RG5
01/15/28	310,000	386168 RH3
01/15/29	320,000	386168 RJ9
01/15/30	325,000	386168 RK6
	<u>\$ 3,575,000</u>	

### Water and Wastewater System Revenue Refunding Bonds, Series 2011

<u>Date</u>	<u>Principal</u>	<u>CUSIP</u>
01/15/18	\$ 815,000	386168 RS9
01/15/19	840,000	386168 RT7
01/15/20	585,000	386168 RU4
01/15/21	610,000	386168 RV2
01/15/22	640,000	386168 RW0
01/15/23	130,000	386168 RX8
	<u>\$ 3,620,000</u>	

**Water and Wastewater System Revenue Refunding Bonds, New Series 2011A**

<u>Date</u>	<u>Principal</u>	<u>CUSIP</u>
01/15/18	\$ 715,000	386168SD1
01/15/19	750,000	386168SE9
01/15/20	780,000	386168SF6
01/15/21	815,000	386168SG4
01/15/22	840,000	386168SH2
01/15/23	875,000	386168SJ8
01/15/24	895,000	386168SK5
01/15/25	215,000	386168SL3
01/15/26	225,000	386168SM1
01/15/27	235,000	386168SN9
01/15/28	240,000	386168SP4
01/15/29	250,000	386168SQ2
01/15/30	260,000	386168SR0
01/15/31	275,000	386168SS8
	<u>\$ 7,370,000</u>	

**Water and Wastewater System Revenue Refunding Bonds, New Series 2013**

<u>Date</u>	<u>Principal</u>	<u>CUSIP</u>
01/15/18	\$ 1,100,000	386168TA6
01/15/19	1,260,000	386168TB4
01/15/20	1,320,000	386168TC2
01/15/21	1,360,000	386168TD0
01/15/22	1,400,000	386168TE8
01/15/23	1,435,000	386168TF5
01/15/24	1,485,000	386168TG3
01/15/25	1,515,000	386168TH1
01/15/26	375,000	386168TJ7
	<u>\$ 11,250,000</u>	

**Water and Wastewater System Revenue Bonds, New Series 2013A**

<u>Date</u>	<u>Principal</u>	<u>CUSIP</u>
01/15/18	\$ 300,000	386168 TP3
01/15/19	305,000	386168 TQ1
	<u>\$ 605,000</u>	

**Water and Wastewater System Revenue Bonds, New Series 2014**

<u>Date</u>	<u>Principal</u>	<u>CUSIP</u>
01/15/18	\$ 240,000	386168 TU2
01/15/19	240,000	386168 TV0
01/15/20	240,000	386168 TW8
01/15/21	240,000	386168 TX6
01/15/22	245,000	386168 TY4
01/15/23	245,000	386168 TZ1
01/15/24	250,000	386168 UA4
01/15/25	255,000	386168 UB2
01/15/26	255,000	386168 UC0
01/15/27	260,000	386168 UD8
01/15/28	265,000	386168 UE6
01/15/29	270,000	386168 UF3
01/15/30	275,000	386168 UG1
	<u>\$ 3,280,000</u>	

**Water and Wastewater Revenue Refunding Bonds, New Series 2015**

<u>Date</u>	<u>Principal</u>	<u>CUSIP</u>
01/15/18	\$ 245,000	386168UJ5
01/15/19	120,000	386168UK2
01/15/20	385,000	386168UL0
01/15/21	390,000	386168UM8
01/15/22	405,000	386168UN6
01/15/23	420,000	386168UP1
01/15/24	440,000	386168UQ9
01/15/25	455,000	386168UR7
01/15/26	480,000	386168US5
01/15/27	500,000	386168UT3
	<u>\$ 3,840,000</u>	

**Water and Wastewater Revenue Refunding and Improvement Bonds, New Series 2016**

<u>Date</u>	<u>Principal</u>	<u>CUSIP</u>
01/15/18	\$ 560,000	386168UU0
01/15/19	800,000	386168UV8
01/15/20	1,085,000	386168UW6
01/15/21	1,110,000	386168UX4
01/15/22	1,140,000	386168UY2
01/15/23	1,525,000	386168UZ9
01/15/24	1,595,000	386168VA3
01/15/25	1,675,000	386168VB1
01/15/26	1,765,000	386168VC9
01/15/27	1,845,000	386168VD7
01/15/28	725,000	386168VE5
01/15/29	755,000	386168VF2
01/15/30	385,000	386168VG0
01/15/31	400,000	386168VH8
01/15/32	415,000	386168VJ4
01/15/33	435,000	386168VK1
01/15/34	450,000	386168VL9
01/15/35	470,000	386168VM7
01/15/36	490,000	386168VN5
	<u>\$ 17,625,000</u>	

CONTINUING DISCLOSURE REPORT  
FOR THE  
FISCAL YEAR ENDED SEPTEMBER 30, 2016

CITY OF GRAND PRAIRIE, TEXAS

WATER & SEWER REVENUE DEBT



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

## **FINANCIAL STATEMENTS**

The audited financial statements for the City for the fiscal year ended September 30, 2016 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 City 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 City or other matters described.

### **CITY OF GRAND PRAIRIE, TEXAS**

/s/ Cheryl Davenport

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Cheryl Davenport

Treasurer

Approved for Submission:

03/21/2017

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Date

## **CERTIFICATE OF SUBMISSION OF ANNUAL REPORT**

Subject to the continuing disclosure requirements of SEC Rule 15c2-12, this Annual Continuing Disclosure Report for the City of Grand Prairie, Texas 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/ Penny Brooker



**CITY OF GRAND PRAIRIE, TEXAS**  
**2017 WATER & SEWER REVENUE DEBT REPORT**

**WATER AND WASTEWATER RATES <sup>(1)</sup>**

Water Rates (Per 1,000 Gallons)	Current 10/1/2016	Previous 10/1/2015
<u>Classification</u>		
Residential		
Per 1,000 gallons, total usage 3,000 gallons or less	\$ 0.12	\$ 0.12
Per 1,000 gallons, total usage more than 3,000 gallons, and up to and including 20,000 gallons	3.85	3.73
Per 1,000 gallons, all quantities over 20,000 gallons	6.63	6.42
Commercial	4.05	3.75
Industrial	4.05	3.75
Governmental	3.47	3.36
Fire Hydrant	7.74	7.41
<u>Minimum Monthly Charge (Based on Meter Size):</u>		
5/8" of 3/4"	\$ 13.57	\$ 13.07
1"	17.46	16.82
1 1/4"	20.89	20.13
1 1/2"	22.68	21.85
2"	37.34	34.58
3"	115.79	107.21
4"	143.55	132.92
6"	215.22	199.28
8"	299.53	277.34
10"	312.52	289.37
12"	328.84	304.48
<u>Wastewater Rates (Per 1,000 Gallons)</u>		
Classification		
Residential	\$ 3.78	\$ 3.66
Commercial	4.80	4.44
Industrial	4.80	4.44
Governmental	4.06	3.93
<u>Wastewater Minimum charges based on meter size</u>		
5/8" of 3/4"	\$ 12.37	\$ 11.92
1"	13.40	12.91
1 1/4"	15.63	15.06
1 1/2"	16.29	15.69
2"	19.43	17.99
3"	28.77	26.64
4"	38.18	35.35
6"	59.25	54.86
8"	83.83	77.62
10"	107.32	99.37
12"	120.24	111.33

(1) Source: City Staff.

## ANALYSIS OF WATER BILLS

Average Monthly Bill Per Customer	Fiscal Year Ended September 30,				
	2016	2015	2014	2013	2012
Residential	\$ 38.30	\$ 36.00	\$ 34.89	\$ 34.24	\$ 36.46
Commercial	155.64	132.00	128.06	126.83	133.60
Industrial	853.05	829.89	816.55	749.22	780.71
Governmental	210.87	202.23	189.71	195.85	222.91
Average Monthly Usage (Gallons)					
Residential	6,765	6,582	6,699	6,906	7,583
Commercial	35,315	32,287	32,748	33,840	35,886
Industrial	192,037	195,738	201,984	190,990	200,504
Governmental	60,462	52,471	51,149	55,695	64,808
Average Monthly Revenue Per 1,000 Gallons					
Residential	\$ 5.66	\$ 5.47	\$ 5.20	\$ 4.95	\$ 4.80
Commercial	4.41	4.09	3.91	3.74	3.72
Industrial	4.44	4.24	4.04	3.92	3.89
Governmental	3.49	3.85	3.70	3.51	3.43

## AVERAGE DAILY WATER USAGE (GALLONS)

Fiscal Year Ended 9/30	Average Daily Usage	Maximum Day's Use	Total Pumped In
2011	27,883,942	40,645,201	10,177,638,838
2012	23,927,897	42,138,818	8,733,682,560
2013	23,500,103	39,519,048	8,577,537,610
2014	22,967,566	37,716,995	8,383,161,546
2015	23,171,895	40,257,400	8,457,741,334
2016	24,564,056	42,474,976	8,966,030,397

## AVERAGE DAILY WASTEWATER FLOW (GALLONS)

Fiscal Year Ended 9/30	Average Daily Usage
2012	15,214,182
2013	14,234,168
2014	14,109,478
2015	17,862,300
2016	16,569,421

Fiscal Year Ended 9/30	Wastewater Treatment			Joe Pool Intake	Joe Pool Corp of Engineers		Total
	Maintenance	Debt Service	Subtotal				
2012	\$ 4,316,782	\$ 6,383,008	\$ 10,699,790	\$ 7,660	\$ 306,680	\$ 11,014,130	
2013	4,360,828	6,546,256	10,907,084	7,390	381,637	11,296,111	
2014	4,234,724	7,602,156	11,836,880	7,190	397,690	12,241,760	
2015	5,774,796	8,060,760	13,835,556	6,750	387,511	14,229,817	
2016	5,895,397	8,559,504	14,454,901	6,782	396,612	14,858,295	

## TEN LARGEST SYSTEM CUSTOMERS

Customer	Fiscal Year Ended September 30, 2016			
	Total Consumption <sup>(1)</sup>	Amount Billed		
		Billed	Water	Wastewater
Coca-Cola North America	115,391	\$ 664,124	\$ 435,141	\$ 228,983
Bell Helicopter	107,336	789,867	407,293	382,574
North Texas Healthcare Laundry	60,797	444,187	229,648	214,538
Lockheed-Martin	53,712	423,221	208,516	214,705
FRBH Silverbrook	50,882	522,239	345,698	176,541
Poly America Inc.	49,247	358,344	188,422	169,922
Bigelow Colorado DBA Budget Suites	40,147	297,442	160,709	136,733
KMB Produce	38,495	281,600	147,162	134,437
Manor Redevelopment	30,824	321,291	208,328	112,963
JIK 360 North LLLP	29,199	298,762	201,352	97,410
Totals	576,030	\$ 4,401,076	\$ 2,532,269	\$ 1,868,807

(1) In 1,000 gallons.

## ANALYSIS OF WASTEWATER BILLS

	Fiscal Year Ended September 30,				
	2016	2015	2014	2013	2012
Average Monthly Bill Per Customer					
Residential	\$ 27.67	\$ 26.38	\$ 25.75	\$ 24.95	\$ 25.06
Commercial	112.95	99.19	100.71	99.50	101.34
Industrial	801.62	810.61	810.17	729.26	765.00
Governmental	243.84	202.25	190.39	186.49	203.78
Average Monthly Usage (Gallons)					
Residential	4,306	4,278	4,428	4,488	4,524
Commercial	22,532	20,494	21,842	22,540	23,012
Industrial	172,585	182,773	191,105	178,552	187,692
Governmental	57,469	49,212	48,309	49,320	54,316
Average Monthly Revenue Per 1,000 Gallons					
Residential	\$ 6.43	\$ 6.16	\$ 5.81	\$ 5.55	\$ 5.53
Commercial	5.01	4.85	4.61	4.41	4.40
Industrial	4.64	4.43	4.23	4.08	4.07
Governmental	4.24	4.10	3.94	3.78	3.75

## WATER AND WASTEWATER CUSTOMER CLASSIFICATION

	Fiscal Year Ended September 30,					
	2016		2015		2014	
	Customer	Usage	Customer	Usage	Customer	Usage
Residential	93.29%	68.61%	93.15%	69.33%	93.30%	69.84%
Commercial	5.78%	22.17%	5.92%	21.58%	5.76%	21.09%
Industrial	0.22%	4.55%	0.22%	4.87%	0.22%	4.98%
Governmental	0.71%	4.67%	0.71%	4.22%	0.72%	4.09%

  

	Fiscal Year Ended September 30,			
	2013		2012	
	Customer	Usage	Customer	Usage
Residential	93.34%	70.02%	93.29%	70.36%
Commercial	5.72%	21.03%	5.78%	20.62%
Industrial	0.22%	4.56%	0.22%	4.45%
Governmental	0.72%	4.39%	0.71%	4.57%

## WATER AND WASTEWATER CONDENSED STATEMENT OF OPERATIONS

	Fiscal Year Ended September 30,				
	2016	2015	2014	2013	2012
Revenues <sup>(1)</sup>					
Sales to Customers	\$ 39,054,285	\$ 35,847,333	\$ 34,322,525	\$ 33,686,226	\$ 34,304,231
Wastewater Charges to Customers	24,983,819	23,500,825	22,678,679	21,384,096	20,610,386
Wastewater Surcharge/Monitoring	722,154	698,342	653,220	684,472	682,994
Impact Fees	2,407,003	1,789,880	1,794,292	1,394,620	1,084,505
Other	2,860,418	3,376,881	2,461,893	2,068,490	2,018,959
<b>Total Revenues</b>	<b>\$ 70,027,679</b>	<b>\$ 65,213,261</b>	<b>\$ 61,910,609</b>	<b>\$ 59,217,904</b>	<b>\$ 58,701,075</b>
Expenses <sup>(2)</sup>					
Salaries & Personnel Benefits	\$ 7,690,878	\$ 6,983,821	\$ 7,059,406	\$ 6,529,641	\$ 6,038,321
Professional Services	6,672,050	5,573,076	5,292,120	4,609,048	4,977,428
Franchise Fees	2,561,398	2,376,121	2,283,480	2,193,657	2,193,337
Water Purchase	14,223,378	12,370,857	11,850,914	10,924,656	10,951,192
Wastewater Treatment	15,346,644	14,726,953	12,716,847	11,790,989	11,581,458
Other <sup>(3)</sup>	5,035,914	4,754,974	4,649,753	4,798,751	4,626,210
<b>Total Expenses</b>	<b>\$ 51,530,262</b>	<b>\$ 46,785,802</b>	<b>\$ 43,852,520</b>	<b>\$ 40,846,742</b>	<b>\$ 40,367,946</b>
<b>Available for Debt Service</b>	<b>\$ 18,497,417</b>	<b>\$ 18,427,459</b>	<b>\$ 18,058,089</b>	<b>\$ 18,371,162</b>	<b>\$ 18,333,129</b>

(1) Includes operating and non-operating revenue.

(2) Excludes depreciation and debt service expense.

(3) Includes payments with respect to TRA Water Contract Bonds secured by surplus revenues and, if needed, by an ad valorem tax.

## COVERAGE AND FUND BALANCES

Average Annual Principal and Interest Requirements, All Water and Wastewater System Revenue Bonds, Fiscal Year Ended 9/30/2016	\$	4,065,870
Coverage of Average Annual Requirements based on 9/30/2016 Revenue Available for Debt Service		4.55 x
Total Principal and Interest Requirements of all debt obligations paid from Water and Wastewater Treatment Fund Water and Wastewater System Revenue Bond, Contract and Tax Obligations issued for System Improvements, Fiscal Year Ended 9/30/2016	\$	5,778,162
Coverage of Total Requirements based on 9/30/2016 Revenue Available for Debt Service		3.20 x

## VALUE OF THE SYSTEM

	For Fiscal Year Ended September 30,				
	2016	2015	2014	2013	2012
Water and Sewer System	\$ 318,164,331	\$ 301,857,087	\$ 296,428,632	\$ 285,615,797	\$ 281,916,950
Building and Equipment	26,557,353	24,806,644	23,959,509	21,664,502	20,542,539
Land	1,963,711	1,689,511	1,663,711	1,653,621	1,648,621
Total Value	<u>\$ 346,685,395</u>	<u>\$ 328,353,242</u>	<u>\$ 322,051,852</u>	<u>\$ 308,933,920</u>	<u>\$ 304,108,110</u>
Less: Accumulated Depreciation	(192,870,724)	180,063,796	167,429,187	155,047,175	140,413,150
	\$ 153,814,671	\$ 148,289,446	\$ 154,622,665	\$ 153,886,745	\$ 163,694,960
Plus: Construction in Progress	26,223,557	19,859,905	19,281,899	20,720,063	10,508,200
Net Property, Plant and Equipment	<u>\$ 180,038,228</u>	<u>\$ 168,149,351</u>	<u>\$ 173,904,564</u>	<u>\$ 174,606,808</u>	<u>\$ 174,203,160</u>

## CITY'S EQUITY IN THE SYSTEM

	For Fiscal Year Ended September 30,				
	2016	2015	2014	2013	2012
Net Property, Plant and Equipment	\$ 180,038,228	\$ 168,149,351	\$ 173,904,564	\$ 174,606,808	\$ 174,203,160
Cash and Investments	58,542,306	60,569,566	63,334,976	61,949,362	63,497,346
Other Assets	10,478,287	14,840,113	5,170,728	5,002,249	6,542,802
Total Assets	<u>\$ 249,058,821</u>	<u>\$ 243,559,030</u>	<u>\$ 242,410,268</u>	<u>\$ 241,558,419</u>	<u>\$ 244,243,308</u>
Long-term debt	\$ 47,318,456	\$ 52,336,319	\$ 56,808,763	\$ 57,151,208	\$ 58,468,750
Other liabilities	19,329,664	17,105,604	11,226,211	10,878,023	10,088,453
Total Liabilities	<u>\$ 66,648,120</u>	<u>\$ 69,441,923</u>	<u>\$ 68,034,974</u>	<u>\$ 68,029,231</u>	<u>\$ 68,557,203</u>
City's Equity in System	\$ 182,410,701	\$ 174,117,107	\$ 174,375,294	\$ 173,529,188	\$ 175,686,105
Percent Equity in System	73.24%	71.49%	71.93%	71.84%	71.93%

## DEBT SERVICE REQUIREMENTS

Fiscal Year Ending 9/30	Outstanding Debt Service		Total Water & Wastewater System Debt Service	% of Principal Retired
	Principal	Interest		
2017	\$ 4,510,000	\$ 1,637,666	\$ 6,147,666	
2018	4,635,000	1,506,384	6,141,384	
2019	4,785,000	1,357,514	6,142,514	
2020	4,630,000	1,204,374	5,834,374	
2021	4,790,000	1,044,819	5,834,819	45.78%
2022	4,965,000	876,827	5,841,827	
2023	4,605,000	715,318	5,320,318	
2024	4,640,000	563,574	5,203,574	
2025	4,075,000	417,540	4,492,540	
2026	3,050,000	290,173	3,340,173	89.03%
2027	2,785,000	176,974	2,961,974	
2028	1,180,000	100,689	1,280,689	
2029	1,225,000	57,558	1,282,558	
2030	860,000	23,140	883,140	
2031	275,000	5,500	280,500	100.00%
<b>Total</b>	<b>\$ 51,010,000</b>	<b>\$ 9,978,050</b>	<b>\$ 60,988,050</b>	

## AUTHORIZED REVENUE BONDS

As of September 30, 2016, the City has no authorized revenue bonds.

## CURRENT INVESTMENTS

As of February 28, 2017, the following percentages of the City's investable funds were invested in the following categories of investments:

Type of Investment	Percentage	Total Cost
Local Government Pools and Money Market Funds	47.33%	\$ 181,195,077
Federal Agency and Instrumentality Notes	52.67%	201,630,620
		<u>\$ 382,825,697</u>