

RULE 15c2-12 FILING COVER SHEET

This cover sheet should be sent with all submissions made to the Municipal Securities Rulemaking Board (MSRB), Nationally Recognized Municipal Securities Information Repositories (NRMSIRs), and any applicable State Information Depository (SIDs) pursuant to Securities and Exchange Commission (SEC) Rule 15c2-12 or any analogous state statute.

Issuer Name: City of Grand Prairie, Texas

Issue(s):

\$ 3,575,000 Water and Wastewater System Revenue Bonds, Series 1998
\$ 4,100,000 Water and Wastewater System Revenue Bonds, Series 2002
\$ 2,650,000 Water and Wastewater System Revenue Bonds, Series 2002A
\$ 12,610,000 Water and Wastewater System Revenue Refunding and Improvement Bonds, New Series 2003
\$ 7,110,000 Water and Wastewater System Revenue Refunding and Improvement Bonds, New Series 2004
\$ 5,615,000 Water and Wastewater System Revenue Bonds, New Series 2004A
\$ 5,725,000 Water and Wastewater System Revenue Bonds, New Series 2005
\$ 10,230,000 Water and Wastewater System Revenue Bonds, New Series 2005A
\$ 4,840,000 Water and Wastewater System Revenue Bonds, New Series 2006
\$ 6,625,000 Water and Wastewater System Revenue Bonds New Series 2006-A
\$ 15,845,000 Water and WasteWatere System Revenue Bonds, New Series 2007
\$ 4,940,000 Water & Wastewater System Revenue Bonds, Series 2008

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 (Financial information should not be filed with the MSRB)

Annual Financial Report or CAFR
 Financial Information & Operating Data
 Other (describe)

Fiscal Period Covered: FYE 2008

Monthly Quarterly Annual Other:

* * *

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

Signature: /s/ Tannie Camarata

Name: Tannie Camarata Title: Cash and Debt Manager

Employer: City of Grand Prairie, Texas

Voice Telephone Number: (972) 237-8089

Email Address: tcamarat@gptx.org

DESCRIPTION OF ISSUES COVERED BY THIS REPORT

Water and Wastewater System Revenue Bonds, Series 1998

| <u>Date</u> | <u>Principal</u> | <u>CUSIP</u> |
|-------------|---------------------|--------------|
| 01/01/09 | \$ 170,000 | 386168 EZ7 |
| 01/01/10 | 180,000 | 386168 FA1 |
| 01/01/11 | 190,000 | 386168 FB9 |
| 01/01/12 | 200,000 | 386168 FC7 |
| 01/01/13 | 210,000 | 386168 FD5 |
| 01/01/14 | 220,000 | 386168 FE3 |
| 01/01/15 | 230,000 | 386168 FF0 |
| 01/01/16 | 240,000 | 386168 FG8 |
| 01/01/17 | 255,000 | 386168 FH6 |
| 01/01/18 | 265,000 | 386168 FJ2 |
| 01/01/19 | 280,000 | 386168 FK9 |
| | <u>\$ 2,440,000</u> | |

Water and Wastewater System Revenue Bonds, Series 2002

| <u>Date</u> | <u>Principal</u> | <u>CUSIP</u> |
|-------------|---------------------|--------------|
| 01/01/09 | \$ 165,000 | 386168 FS2 |
| 01/01/10 | 175,000 | 386168 FT0 |
| 01/01/11 | 185,000 | 386168 FU7 |
| 01/01/12 | 195,000 | 386168 FV5 |
| 01/01/13 | 200,000 | 386168 FW3 |
| 01/01/14 | 210,000 | 386168 FX1 |
| 01/01/15 | 220,000 | 386168 FY9 |
| 01/01/16 | 235,000 | 386168 FZ6 |
| 01/01/17 | 245,000 | 386168 GA0 |
| 01/01/18 | 255,000 | 386168 GB8 |
| 01/01/19 | 270,000 | 386168 GC6 |
| 01/01/20 | 285,000 | 386168 GD4 |
| 01/01/21 | 300,000 | 386168 GE2 |
| 01/01/22 | 315,000 | 386168 GF9 |
| | <u>\$ 3,255,000</u> | |

Water and Wastewater System Revenue Bonds, Series 2002A

| <u>Date</u> | <u>Principal</u> | <u>CUSIP</u> |
|-------------|---------------------|--------------|
| 01/01/09 | \$ 105,000 | 386168 GN2 |
| 01/01/10 | 110,000 | 386168 GP7 |
| 01/01/11 | 120,000 | 386168 GQ5 |
| 01/01/12 | 125,000 | 386168 GR3 |
| 01/01/13 | 130,000 | 386168 GS1 |
| 01/01/14 | 135,000 | 386168 GT9 |
| 01/01/15 | 140,000 | 386168 GU6 |
| 01/01/16 | 145,000 | 386168 GV4 |
| 01/01/17 | 155,000 | 386168 GW2 |
| 01/01/18 | 160,000 | 386168 GX0 |
| 01/01/19 | 165,000 | 386168 GY8 |
| 01/01/20 | 175,000 | 386168 GZ5 |
| 01/01/21 | 185,000 | 386168 HA9 |
| 01/01/22 | 195,000 | 386168 HB7 |
| | <u>\$ 2,045,000</u> | |

Water and Wastewater System Revenue Refunding and Improvement Bonds, New Series 2003

| <u>Date</u> | <u>Principal</u> | <u>CUSIP</u> |
|-------------|---------------------|--------------|
| 01/15/09 | \$ 1,025,000 | 386168 HH4 |
| 01/15/10 | 1,050,000 | 386168 HJ0 |
| 01/15/11 | 765,000 | 386168 HK7 |
| 01/15/12 | 550,000 | 386168 HL5 |
| 01/15/13 | 565,000 | 386168 HM3 |
| 01/15/14 | 255,000 | 386168 HN1 |
| 01/15/15 | 170,000 | 386168 HP6 |
| 01/15/16 | 175,000 | 386168 HQ4 |
| 01/15/17 | 180,000 | 386168 HR2 |
| 01/15/18 | 190,000 | 386168 HS0 |
| 01/15/19 | 195,000 | 386168 HT8 |
| 01/15/20 | 205,000 | 386168 HU5 |
| 01/15/21 | 215,000 | 386168 HV3 |
| 01/15/22 | 225,000 | 386168 HW1 |
| 01/15/23 | 235,000 | 386168 HX9 |
| | <u>\$ 6,000,000</u> | |

Water and Wastewater System Revenue Refunding and Improvement Bonds, New Series 2004

| <u>Date</u> | <u>Principal</u> | <u>CUSIP</u> |
|-------------|---------------------|--------------|
| 01/15/09 | \$ 425,000 | JC(3) |
| 01/15/10 | 440,000 | JD(1) |
| 01/15/11 | 455,000 | JE(9) |
| 01/15/12 | 480,000 | JF(6) |
| 01/15/13 | 500,000 | JG(4) |
| 01/15/14 | 520,000 | JH(2) |
| 01/15/15 | 550,000 | JJ(8) |
| 01/15/16 | 205,000 | JK(5) |
| 01/15/17 | 210,000 | JL(3) |
| 01/15/18 | 220,000 | JM(1) |
| 01/15/19 | 230,000 | JN(9) |
| 01/15/20 | 240,000 | JP(4) |
| 01/15/21 | 250,000 | JQ(2) |
| 01/15/22 | 260,000 | JR(0) |
| 01/15/23 | 270,000 | JS(8) |
| 01/15/24 | 280,000 | JT(6) |
| | <u>\$ 5,535,000</u> | |

Water and Wastewater System Revenue Bonds, New Series 2004A

| <u>Date</u> | <u>Principal</u> | <u>CUSIP</u> |
|-------------|---------------------|--------------|
| 01/15/09 | \$ 220,000 | 386168 JY5 |
| 01/15/10 | 225,000 | 386168 JZ2 |
| 01/15/11 | 235,000 | 386168 KA5 |
| 01/15/12 | 240,000 | 386168 KB3 |
| 01/15/13 | 250,000 | 386168 KC1 |
| 01/15/14 | 260,000 | 386168 KD9 |
| 01/15/15 | 270,000 | 386168 KE7 |
| 01/15/16 | 285,000 | 386168 KF4 |
| 01/15/17 | 295,000 | 386168 KG2 |
| 01/15/18 | 310,000 | 386168 KH0 |
| 01/15/19 | 325,000 | 386168 KJ6 |
| 01/15/20 | 340,000 | 386168 KK3 |
| 01/15/21 | 355,000 | 386168 KL1 |
| 01/15/22 | 370,000 | 386168 KM9 |
| 01/15/23 | 390,000 | 386168 KN7 |
| 01/15/24 | 405,000 | 386168 KP2 |
| | <u>\$ 4,775,000</u> | |

Water and Wastewater System Revenue Bonds, New Series 2005

| <u>Date</u> | <u>Principal</u> | <u>CUSIP</u> |
|-------------|---------------------|--------------|
| 01/15/09 | \$ 215,000 | 386168 KT4 |
| 01/15/10 | 220,000 | 386168 KU1 |
| 01/15/11 | 230,000 | 386168 KV9 |
| 01/15/12 | 240,000 | 386168 KW7 |
| 01/15/13 | 250,000 | 386168 KX5 |
| 01/15/14 | 260,000 | 386168 KY3 |
| 01/15/15 | 270,000 | 386168 KZ0 |
| 01/15/16 | 280,000 | 386168 LA4 |
| 01/15/17 | 290,000 | 386168 LB2 |
| 01/15/18 | 305,000 | 386168 LC0 |
| 01/15/19 | 320,000 | 386168 LD8 |
| 01/15/20 | 335,000 | 386168 LE6 |
| 01/15/21 | 350,000 | 386168 LF3 |
| 01/15/22 | 365,000 | 386168 LG1 |
| 01/15/23 | 380,000 | 386168 LH9 |
| 01/15/24 | 400,000 | 386168 LJ5 |
| 01/15/25 | 415,000 | 386168 LK2 |
| | <u>\$ 5,125,000</u> | |

Water and Wastewater System Revenue Bonds, New Series 2005A

| <u>Date</u> | <u>Principal</u> | <u>CUSIP</u> |
|-------------|---------------------|--------------|
| 01/15/09 | \$ 390,000 | 386168 LP1 |
| 01/15/10 | 405,000 | 386168 LQ9 |
| 01/15/11 | 415,000 | 386168 LR7 |
| 01/15/12 | 430,000 | 386168 LS5 |
| 01/15/13 | 445,000 | 386168 LT3 |
| 01/15/14 | 465,000 | 386168 LU0 |
| 01/15/15 | 480,000 | 386168 LV8 |
| 01/15/16 | 500,000 | 386168 LW6 |
| 01/15/17 | 520,000 | 386168 LX4 |
| 01/15/18 | 545,000 | 386168 LY2 |
| 01/15/19 | 565,000 | 386168 LZ9 |
| 01/15/20 | 590,000 | 386168 MA3 |
| 01/15/21 | 615,000 | 386168 MB1 |
| 01/15/22 | 640,000 | 386168 MC9 |
| 01/15/23 | 665,000 | 386168 MD7 |
| 01/15/24 | 695,000 | 386168 ME5 |
| 01/15/25 | 725,000 | 386168 MF2 |
| | <u>\$ 9,090,000</u> | |

Water and Wastewater System Revenue Bonds, New Series 2006

| <u>Date</u> | <u>Principal</u> | <u>CUSIP</u> |
|-------------|---------------------|--------------|
| 01/15/09 | \$ 160,000 | 386168 MJ4 |
| 01/15/10 | 170,000 | 386168 MK1 |
| 01/15/11 | 180,000 | 386168 ML9 |
| 01/15/12 | 190,000 | 386168 MM7 |
| 01/15/13 | 200,000 | 386168 MN5 |
| 01/15/14 | 210,000 | 386168 MP0 |
| 01/15/15 | 220,000 | 386168 MQ8 |
| 01/15/16 | 230,000 | 386168 MR6 |
| 01/15/17 | 240,000 | 386168 MS4 |
| 01/15/18 | 255,000 | 386168 MT2 |
| 01/15/19 | 265,000 | 386168 MU9 |
| 01/15/20 | 280,000 | 386168 MV7 |
| 01/15/21 | 295,000 | 386168 MW5 |
| 01/15/22 | 310,000 | 386168 MX3 |
| 01/15/23 | 325,000 | 386168 MY1 |
| 01/15/24 | 345,000 | 386168 MZ8 |
| 01/15/25 | 360,000 | 386168 NA2 |
| 01/15/26 | 380,000 | 386168 NB0 |
| | <u>\$ 4,615,000</u> | |

Water and Wastewater System Revenue Bonds New Series 2006-A

| <u>Date</u> | <u>Principal</u> | <u>CUSIP</u> |
|-------------|---------------------|--------------|
| 01/15/09 | \$ 215,000 | 386168 ND6 |
| 01/15/10 | 225,000 | 386168 NE4 |
| 01/15/11 | 235,000 | 386168 NF1 |
| 01/15/12 | 245,000 | 386168 NG9 |
| 01/15/13 | 255,000 | 386168 NH7 |
| 01/15/14 | 270,000 | 386168 NJ3 |
| 01/15/15 | 285,000 | 386168 NK0 |
| 01/15/16 | 295,000 | 386168 NL8 |
| 01/15/17 | 310,000 | 386168 NM6 |
| 01/15/18 | 325,000 | 386168 NN4 |
| 01/15/19 | 345,000 | 386168 NP9 |
| 01/15/20 | 360,000 | 386168 NQ7 |
| 01/15/21 | 375,000 | 386168 NR5 |
| 01/15/22 | 395,000 | 386168 NS3 |
| 01/15/23 | 415,000 | 386168 NT1 |
| 01/15/24 | 435,000 | 386168 NU8 |
| 01/15/25 | 455,000 | 386168 NV6 |
| 01/15/26 | 480,000 | 386168 NW4 |
| 01/15/27 | 500,000 | 386168 NX2 |
| | <u>\$ 6,420,000</u> | |

Water and WasteWater System Revenue Bonds, New Series 2007

| <u>Date</u> | <u>Principal</u> | <u>CUSIP</u> |
|-------------|----------------------|--------------|
| 01/15/09 | \$ 540,000 | 386168 NZ7 |
| 01/15/10 | 565,000 | 386168 PA0 |
| 01/15/11 | 585,000 | 386168 PB8 |
| 01/15/12 | 610,000 | 386168 PC6 |
| 01/15/13 | 635,000 | 386168 PD4 |
| 01/15/14 | 660,000 | 386168 PE2 |
| 01/15/15 | 685,000 | 386168 PF9 |
| 01/15/16 | 715,000 | 386168 PG7 |
| 01/15/17 | 745,000 | 386168 PH5 |
| 01/15/18 | 775,000 | 386168 PJ1 |
| 01/15/19 | 805,000 | 386168 PK8 |
| 01/15/20 | 840,000 | 386168 PL5 |
| 01/15/21 | 875,000 | 386168 PM4 |
| 01/15/22 | 915,000 | 386168 PN2 |
| 01/15/23 | 955,000 | 386168 PP7 |
| 01/15/24 | 1,000,000 | 386168 PQ5 |
| 01/15/25 | 1,045,000 | 386168 PR3 |
| 01/15/26 | 1,095,000 | 386168 PS1 |
| 01/15/27 | 1,145,000 | 386168 PT9 |
| | <u>\$ 15,190,000</u> | |

Water & Wastewater System Revenue Bonds, Series 2008

| <u>Date</u> | <u>Principal</u> | <u>CUSIP</u> |
|-------------|---------------------|--------------|
| 01/15/10 | \$ 155,000 | 386168 PU6 |
| 01/15/11 | 160,000 | 386168 PV4 |
| 01/15/12 | 165,000 | 386168 PW2 |
| 01/15/13 | 175,000 | 386168 PX0 |
| 01/15/14 | 180,000 | 386168 PY8 |
| 01/15/15 | 190,000 | 386168 PZ5 |
| 01/15/16 | 200,000 | 386168 QA9 |
| 01/15/17 | 205,000 | 386168 QB7 |
| 01/15/18 | 215,000 | 386168 QC5 |
| 01/15/19 | 230,000 | 386168 QD3 |
| 01/15/20 | 240,000 | 386168 QE1 |
| 01/15/21 | 250,000 | 386168 QF8 |
| 01/15/22 | 265,000 | 386168 QG6 |
| 01/15/23 | 280,000 | 386168 QH4 |
| 01/15/24 | 295,000 | 386168 QJ0 |
| 01/15/25 | 310,000 | 386168 QK7 |
| 01/15/26 | 330,000 | 386168 QL5 |
| 01/15/27 | 345,000 | 386168 QM3 |
| 01/15/28 | 365,000 | 386168 QN1 |
| 01/15/29 | 385,000 | 386168 QP6 |
| | <u>\$ 4,940,000</u> | |

CONTINUING DISCLOSURE REPORT
FOR THE
FISCAL YEAR ENDED SEPTEMBER 30, 2008

CITY OF GRAND PRAIRIE, TEXAS

WATER & SEWER REVENUE DEBT



FINANCIAL STATEMENTS

The audited financial statements for the City for the fiscal year ended September 30, 2008 are being separately filed with each Nationally Recognized Municipal Securities Information Repository and any applicable State Information Depository, either directly or through the Central Post Office, 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/ Tannie Camarata

Tannie Camarata
Cash and Debt Manager

Approved for Submission:

03/30/2009

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 to each National Recognized Municipal Securities Information Repository (“NRMSIR”) listed below as well as to any applicable State Information Depository (“SID”) either directly or through the Central Post Office.

NRMSIR’s

Bloomberg Municipal Repository
DPC Data, Inc.
FT Interactive Data
Standard & Poor’s Securities Evaluations, Inc.

First Southwest Company

Signed by:

/s/ Tanya Calvit

CITY OF GRAND PRAIRIE, TEXAS
2009 WATER & SEWER REVENUE DEBT REPORT

TABLE 1 – WATER AND WASTEWATER RATES (EFFECTIVE OCTOBER 1, 2007) ⁽¹⁾

| Water Rates (Per 1,000 Gallons) | Previous (10/1/07) | Present (10/1/08) |
|--|-----------------------|----------------------|
| <u>Classification</u> | | |
| Residential | | |
| Per 1,000 gallons, total usage 3,000 gallons or less | \$ 1.87 | \$ 1.87 |
| Per 1,000 gallons, total usage more than 3,000 gallons, and up and including 20,000 gallons | 2.60 | 2.80 |
| Per 1,000 gallons, all quantities over 20,000 gallons | 4.00 | 4.50 |
| Commercial | 2.30 | 2.50 |
| Industrial | 2.30 | 2.50 |
| Governmental | 2.20 | 2.40 |
| <u>Minimum Monthly Charge (Based on Meter Size):</u> | | |
| 5/8" or 3/4" | \$ 5.97 | \$ 6.46 |
| 1" | 7.97 | 8.62 |
| 1 1/4" | 8.97 | 9.71 |
| 1 1/2" | 9.97 | 10.79 |
| 2" | 16.47 | 17.82 |
| 3" | 55.97 | 59.67 |
| 4" | 70.97 | 75.90 |
| 6" | 105.97 | 113.77 |
| 8" | 145.97 | 157.05 |
| 10" | 152.97 | 164.63 |
| 12" | 160.97 | 174.17 |
| <u>Wastewater Rates (Per 1,000 Gallons)</u> | | |
| Classification | | |
| Residential | \$ 2.60 | \$ 2.76 |
| Commercial | 3.08 | 3.25 |
| Industrial | 3.08 | 3.25 |
| Governmental | 2.75 | 2.91 |
| <u>Wastewater Minimum charges based on meter size</u> | | |
| 5/8" or 3/4" | \$ 5.15 | \$ 5.55 |
| 1" | 5.56 | 5.96 |
| 1 1/4" | 5.80 | 6.28 |
| 1 1/2" | 6.17 | 6.68 |
| 2" | 6.55 | 7.09 |
| 3" | 7.78 | 8.42 |
| 4" | 12.74 | 13.78 |
| 6" | 20.16 | 21.81 |
| 8" | 27.58 | 29.84 |
| 10" | 39.96 | 43.24 |
| 12" | 46.78 | 50.62 |

(1) Source: City Staff.

TABLE 2 – ANALYSIS OF WATER BILLS

| | Fiscal Year Ended September 30, | | | | |
|---|---------------------------------|---------|---------|---------|---------|
| | 2008 | 2007 | 2006 | 2005 | 2004 |
| Average Monthly Bill Per Customer | | | | | |
| Residential | \$27.47 | \$29.07 | \$27.32 | \$23.92 | \$22.51 |
| Commercial | 96.05 | 77.83 | 93.26 | 77.56 | 69.90 |
| Industrial | 537.91 | 474.51 | 520.74 | 457.16 | 423.27 |
| Governmental | 173.92 | 142.16 | 241.16 | 213.57 | 168.96 |
| Average Monthly Usage (Gallons) | | | | | |
| Residential | 7,505 | 8,883 | 8,655 | 7,361 | 7,060 |
| Commercial | 34,970 | 30,372 | 37,397 | 30,878 | 28,594 |
| Industrial | 184,804 | 175,450 | 195,866 | 169,741 | 160,578 |
| Governmental | 65,040 | 57,130 | 102,913 | 90,828 | 73,553 |
| Average Monthly Revenue Per 1,000 Gallons | | | | | |
| Residential | \$3.660 | \$3.273 | \$3.157 | \$3.249 | \$3.188 |
| Commercial | 2.746 | 2.563 | 2.494 | 2.511 | 2.444 |
| Industrial | 2.910 | 2.705 | 2.659 | 2.693 | 2.635 |
| Governmental | 2.674 | 2.488 | 2.343 | 2.351 | 2.297 |

TABLE 3 – AVERAGE DAILY WATER USAGE (GALLONS)

| Year Ended 9/30 | Average Daily Usage | Maximum Day's Use | Total Pumped In |
|-----------------------|------------------------|----------------------|--------------------|
| 2004 | 21,156,854 | 35,138,102 | 7,743,408,661 |
| 2005 | 25,048,028 | 41,263,761 | 9,167,578,104 |
| 2006 | 27,042,651 | 48,148,912 | 9,870,567,600 |
| 2007 | 24,265,000 | 39,724,685 | 8,856,943,000 |
| 2008 | 25,635,000 | 44,151,814 | 9,356,809,823 |

TABLE 4 – AVERAGE DAILY WASTEWATER FLOW (GALLONS)

| Fiscal Year Ended 9/30 | Average Daily Flow |
|---------------------------------|-----------------------|
| 2004 | 17,303,000 |
| 2005 | 17,056,000 |
| 2006 | 15,418,200 |
| 2007 | 15,787,038 |
| 2008 | 14,176,500 |

TABLE 5 – TEN LARGEST SYSTEM CUSTOMERS

| Customers | Fiscal Year Ended September 30, 2008 | | | |
|---------------------------------|--------------------------------------|---------------|--------------|--------------|
| | Total Consumption ⁽¹⁾ | Amount Billed | | |
| | | Billed | Water | Wastewater |
| Bell Helicopter | 80,275 | \$ 385,457 | \$ 187,176 | \$ 198,281 |
| Lockheed-Martin | 63,235 | 306,058 | 149,207 | 156,851 |
| KMB Produce | 52,966 | 250,008 | 123,289 | 126,719 |
| Poly America | 49,218 | 218,910 | 115,889 | 103,021 |
| North Texas Healthcare Laundry | 40,638 | 192,857 | 94,141 | 98,716 |
| Apple Residential Investment | 37,032 | 251,081 | 162,865 | 88,216 |
| Lone Star Park at Grand Prairie | 35,451 | 179,372 | 90,006 | 89,366 |
| Mountain Creek | 32,275 | 221,004 | 127,017 | 93,987 |
| Avion Village | 25,309 | 170,642 | 108,995 | 61,647 |
| Amerisouth VI LTD | 24,754 | 158,145 | 104,805 | 53,340 |
| Totals | 441,153 | \$ 2,333,534 | \$ 1,263,390 | \$ 1,070,144 |

(1) In 1,000 gallons.

TABLE 6 – ANALYSIS OF WASTEWATER BILLS

| | Fiscal Year Ended September 30, | | | | |
|---|---------------------------------|---------|---------|---------|---------|
| | 2008 | 2007 | 2006 | 2005 | 2004 |
| Average Monthly Bill Per Customer | | | | | |
| Residential | \$18.63 | \$17.63 | \$16.91 | \$16.26 | \$16.15 |
| Commercial | 88.67 | 77.47 | 71.34 | 62.34 | 57.00 |
| Industrial | 532.28 | 473.97 | 456.45 | 403.91 | 383.91 |
| Governmental | 144.96 | 151.48 | 180.18 | 176.89 | 173.81 |
| Average Monthly Usage (Gallons) | | | | | |
| Residential | 4,738 | 4,801 | 5,162 | 4,947 | 5,165 |
| Commercial | 25,448 | 23,346 | 25,840 | 22,419 | 21,236 |
| Industrial | 159,539 | 149,751 | 166,084 | 146,520 | 144,503 |
| Governmental | 47,377 | 52,701 | 68,105 | 66,866 | 68,384 |
| Average Monthly Revenue Per 1,000 Gallons | | | | | |
| Residential | \$3.932 | \$3.672 | \$3.276 | \$3.286 | \$3.126 |
| Commercial | 3.484 | 3.318 | 2.761 | 2.780 | 2.684 |
| Industrial | 3.336 | 3.165 | 2.748 | 2.756 | 2.656 |
| Governmental | 3.059 | 2.874 | 2.646 | 2.645 | 2.541 |

TABLE 7 – WATER AND WASTEWATER CUSTOMER CLASSIFICATION

| | Fiscal Year Ended September 30, | | | | | |
|--------------|---------------------------------|--------|----------|--------|----------|--------|
| | 2008 | | 2007 | | 2006 | |
| | Customer | Usage | Customer | Usage | Customer | Usage |
| Residential | 93.08% | 70.21% | 92.55% | 69.72% | 92.60% | 69.61% |
| Commercial | 6.08% | 21.37% | 6.65% | 22.12% | 6.65% | 21.59% |
| Industrial | 0.24% | 4.50% | 0.25% | 4.71% | 0.25% | 4.32% |
| Governmental | 0.60% | 3.92% | 0.55% | 3.45% | 0.50% | 4.48% |

| | Fiscal Year Ended September 30, | | | |
|--------------|---------------------------------|--------|----------|--------|
| | 2005 | | 2004 | |
| | Customer | Usage | Customer | Usage |
| Residential | 92.60% | 69.86% | 92.57% | 70.84% |
| Commercial | 6.65% | 21.06% | 6.70% | 20.77% |
| Industrial | 0.27% | 4.62% | 0.28% | 4.85% |
| Governmental | 0.48% | 4.46% | 0.45% | 3.54% |

TABLE 8 – WATER AND WASTEWATER CONDENSED STATEMENT OF OPERATIONS

| | Fiscal Year Ended September 30, | | | | |
|-------------------------------|---------------------------------|----------------------|----------------------|----------------------|----------------------|
| | 2008 | 2007 | 2006 | 2005 | 2004 |
| Revenues ⁽¹⁾ | | | | | |
| Sales to Customers | \$ 24,727,528 | \$ 21,870,559 | \$ 25,037,377 | \$ 19,550,313 | \$ 17,318,723 |
| Wastewater Charges to | | | | | |
| General Customers | 15,385,150 | 14,693,772 | 14,105,857 | 12,279,020 | 11,799,953 |
| Water Surcharge/Monitoring | 589,489 | 556,724 | 640,335 | 627,143 | 568,661 |
| Impact Fees | 2,250,784 | 3,825,610 | 2,045,256 | 1,933,358 | 1,484,692 |
| Other | 4,683,852 | 5,999,761 | 4,024,613 | 1,371,001 | 3,321,311 |
| Total Revenues | <u>\$ 47,636,803</u> | <u>\$ 46,946,426</u> | <u>\$ 45,853,438</u> | <u>\$ 35,760,835</u> | <u>\$ 34,493,340</u> |
| Expenses ⁽²⁾ | | | | | |
| Salaries & Personnel Benefits | \$ 5,741,064 | \$ 5,209,578 | \$ 4,753,053 | \$ 4,972,165 | \$ 4,487,679 |
| Professional Services | 4,451,387 | 3,431,158 | 4,651,788 | 3,313,877 | 2,479,680 |
| Franchise Fees | 1,594,601 | 1,411,067 | 1,604,168 | 1,299,911 | 1,190,216 |
| Water Purchase | 9,214,660 | 9,218,766 | 9,260,747 | 7,051,566 | 6,683,792 |
| Wastewater Treatment | 8,359,440 | 7,524,675 | 7,444,990 | 7,831,767 | 6,386,274 |
| Other ⁽³⁾ | 2,593,240 | 2,521,005 | 2,704,795 | 2,390,446 | 2,083,134 |
| Total Expenses | <u>\$ 31,954,392</u> | <u>\$ 29,316,249</u> | <u>\$ 30,419,541</u> | <u>\$ 26,859,732</u> | <u>\$ 23,310,775</u> |
| Available for Debt Service | <u>\$ 15,682,411</u> | <u>\$ 17,630,177</u> | <u>\$ 15,433,897</u> | <u>\$ 8,901,103</u> | <u>\$ 11,182,565</u> |

(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 and ad valorem tax.

TABLE 9 – COVERAGE AND FUND BALANCES

| | |
|--|--------------|
| Average Annual Principal and Interest Requirements, all Water and Wastewater System Revenue Bonds, Fiscal Year Ended 9/30/08 | \$ 4,712,164 |
| Coverage of Average Annual Requirements based on 9/30/08 Revenue Available for Debt Service | 3.33 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 9/30/08 | \$ 6,710,935 |
| Coverage of Total Requirements based on 9/30/08 Revenue Available for Debt Service | 2.34 x |

TABLE 10 – VALUE OF THE SYSTEM

| | Fiscal Year Ended September 30, | | | | |
|-----------------------------------|---------------------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| | 2008 | 2007 | 2006 | 2005 | 2004 |
| Water and Sewer System | \$ 210,058,015 | \$ 206,451,913 | \$ 193,638,407 | \$ 187,658,043 | \$ 171,382,441 |
| Building and Equipment | 17,522,640 | 16,537,816 | 15,456,720 | 14,838,288 | 11,331,721 |
| Land | 804,555 | 751,089 | 751,089 | 751,089 | 751,089 |
| Total Value | <u>\$ 228,385,210</u> | <u>\$ 223,740,818</u> | <u>\$ 209,846,216</u> | <u>\$ 203,247,420</u> | <u>\$ 183,465,251</u> |
| Less: Accumulated Depreciation | <u>98,258,593</u> | <u>89,178,572</u> | <u>80,576,753</u> | <u>73,170,833</u> | <u>65,513,324</u> |
| | \$ 130,126,617 | \$ 134,562,246 | \$ 129,269,463 | \$ 130,076,587 | \$ 117,951,927 |
| Plus: Construction in Progress | <u>43,217,167</u> | <u>33,486,986</u> | <u>27,250,862</u> | <u>12,632,389</u> | <u>8,770,301</u> |
| Net Property, Plant and Equipment | <u>\$ 173,343,784</u> | <u>\$ 168,049,232</u> | <u>\$ 156,520,325</u> | <u>\$ 142,708,976</u> | <u>\$ 126,722,228</u> |

TABLE 11 – CITY’S EQUITY IN THE SYSTEM

| | Fiscal Year Ended September 30, | | | | |
|-----------------------------------|---------------------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| | 2008 | 2007 | 2006 | 2005 | 2004 |
| Net Property, Plant and Equipment | \$ 173,343,784 | \$ 168,049,232 | \$ 156,520,325 | \$ 142,708,976 | \$ 126,722,228 |
| Cash and Investments | 55,517,060 | 41,359,531 | 42,450,284 | 43,955,002 | 35,487,880 |
| Other Assets | <u>4,505,243</u> | <u>4,363,484</u> | <u>3,840,437</u> | <u>3,334,735</u> | <u>2,792,778</u> |
| Total Assets | <u>\$ 233,366,087</u> | <u>\$ 213,772,247</u> | <u>\$ 202,811,046</u> | <u>\$ 189,998,713</u> | <u>\$ 165,002,886</u> |
| Revenue Bonds Payable | \$ 64,499,324 | \$ 52,420,005 | \$ 48,376,291 | \$ 46,178,662 | \$ 32,630,000 |
| General Obligation Bonds Payable | 0 | 28,600 | 56,056 | 85,010 | 232,014 |
| Other Liabilities | <u>6,684,256</u> | <u>5,322,138</u> | <u>8,745,521</u> | <u>5,575,931</u> | <u>3,767,947</u> |
| Total Liabilities | <u>\$ 71,183,580</u> | <u>\$ 57,770,743</u> | <u>\$ 57,177,868</u> | <u>\$ 51,839,603</u> | <u>\$ 36,629,961</u> |
| City's Equity in System | \$ 162,182,507 | \$ 156,001,504 | \$ 145,633,178 | \$ 138,159,110 | \$ 128,372,925 |
| Percent Equity in System | 69.50% | 72.98% | 71.81% | 72.72% | 77.80% |

TABLE 12 – DEBT SERVICE REQUIREMENTS

| Year Ending 9/30 | Outstanding Debt Service | | | % of Principal Retired |
|------------------------|--------------------------|----------------------|---------------------|------------------------------|
| | Principal | Interest | Total | |
| 2009 | \$ 3,630,000 | \$ 2,630,013 | \$ 6,260,013 | |
| 2010 | 3,765,000 | 2,491,796 | 6,256,796 | |
| 2011 | 3,595,000 | 2,350,799 | 5,945,799 | |
| 2012 | 3,505,000 | 2,210,900 | 5,715,900 | |
| 2013 | 3,640,000 | 2,068,654 | 5,708,654 | 28.12% |
| 2014 | 3,465,000 | 1,926,683 | 5,391,683 | |
| 2015 | 3,520,000 | 1,785,018 | 5,305,018 | |
| 2016 | 3,305,000 | 1,644,488 | 4,949,488 | |
| 2017 | 3,445,000 | 1,502,539 | 4,947,539 | |
| 2018 | 3,605,000 | 1,351,977 | 4,956,977 | 55.01% |
| 2019 | 3,765,000 | 1,193,119 | 4,958,119 | |
| 2020 | 3,650,000 | 1,032,741 | 4,682,741 | |
| 2021 | 3,815,000 | 870,459 | 4,685,459 | |
| 2022 | 3,990,000 | 698,873 | 4,688,873 | |
| 2023 | 3,635,000 | 530,603 | 4,165,603 | 84.25% |
| 2024 | 3,560,000 | 371,757 | 3,931,757 | |
| 2025 | 3,000,000 | 226,904 | 3,226,904 | |
| 2026 | 1,955,000 | 117,088 | 2,072,088 | |
| 2027 | 1,645,000 | 36,700 | 1,681,700 | 100.00% |
| | <u>\$64,490,000</u> | <u>\$ 25,041,109</u> | <u>\$89,531,109</u> | |

TABLE 13 – AUTHORIZED REVENUE BONDS

As of September 30, 2008, the City has no authorized revenue bonds.

TABLE 14 – CURRENT INVESTMENTS

As of February 29, 2009, the following percentages of the City's investable funds were invested in the following categories of investments:

| Type of Investment | % | Total Cost |
|---|----------------|-----------------------|
| Money Market Account and Money Market Funds | 37.98% | \$ 132,718,573 |
| U.S. Treasury Bills and Notes | 0.00% | - |
| Federal Agency and Instrumentality Notes | 62.02% | 216,700,600 |
| | <u>100.00%</u> | <u>\$ 349,419,173</u> |