

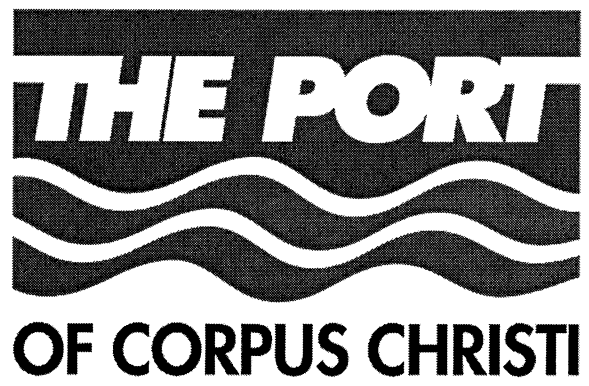
Comprehensive Annual Financial Report

Port of Corpus Christi Authority of Nueces County, Texas

For the Year Ended December 31, 2000

Prepared by the Finance Department

Daniel R. Hodgkins
Director of Finance and Administration



	<u>TABLE</u>	<u>PAGE</u>
<u>INTRODUCTORY SECTION</u>		
Table of Contents		i
Port Officials		ii
Organization Chart		iii
Letter to the Port Commission		iv
GFOA Certificate of Achievement		xv
<u>FINANCIAL SECTION</u>		
Independent Auditors' Report		1
General Purpose Financial Statements:		
Balance Sheets		2
Statements of Revenues, Expenses and Changes in Retained Earnings		4
Statements of Cash Flows		5
Notes to Financial Statements		7
Supplemental Schedules:		
Schedule of Revenues and Expenses-Actual and Budget (Non-GAAP Basis)		19
Schedules of Direct and Indirect Operating Expenses		20
Schedules of Long-Term Debt Amortization		21
Schedules of Facilities Financing Bonds		22
<u>STATISTICAL SECTION (UNAUDITED)</u>		
Vessel Traffic - Last Ten Years	I	24
Port Commerce By Commodity - Last Ten Years	II	26
Port Commerce By Direction - Last Ten Years	III	28
Tonnage, Operating Revenues and Expenses By Cargo Classification - Last Ten Years	IV	30
Revenue Source and Application - Last Ten Years	V	31
Financial Performance Indicators - Last Ten Years	VI	32
Expenses by Type - Last Ten Years	VII	33
Revenues by Source - Last Ten Years	VIII	34
Property Tax Levies and Collections - Last Ten Years	IX	35
Assessed and Estimated True Value of Taxable Property - Last Ten Years	X	36
Property Tax Rates - Direct and Overlapping Governments - Last Ten Years	XI	37
Ratio of Net General Bonded Debt to Assessed Value and Net Bonded		
Debt per Capita - Last Ten Years	XII	38
Computation of Direct and Overlapping Debt	XIII	39
Revenue Bond Coverage - Last Ten Years	XIV	40
Schedule of Insurance in Force	XV	41
Analysis of Funding Progress - Pension Plan	XVI	42
Demographic Statistics - Last Ten Years	XVII	43
Construction, Bank Deposits, and Property Values - Last Ten Years	XVIII	44
Principal Taxpayers	XIX	45
Miscellaneous Statistical Data	XX	46
Map of the Corpus Christi Ship Channel		

PORT COMMISSIONERS

William D. Dodge, III, Chairman

Mr. Dodge was elected chairman of the commission in 1997 and has served on the Port Commission since 1995. He is a principal with Duran, Dodge and Associates.

Mark J. Hulings, Vice-Chairman

Mr. Hulings was appointed to the Port Commission in 1995. He is a practicing attorney in Corpus Christi.

Bernard A. Paulson, Secretary

Mr. Paulson was appointed to the Port Commission in 1997. He is the Chief Executive Officer of Tor Minerals International, Inc.

Yolanda G. Olivarez, Commissioner

Mrs. Olivarez was appointed to the Port Commission in 1997. She is a Business Banker with Wells Fargo Bank.

Ruben Bonilla, Commissioner

Mr. Bonilla was appointed to the Port Commission in 1998. He is an attorney and partner in the law firm of Bonilla & Chapa, P.C.

Kenneth Berry, Commissioner

Mr. Berry was appointed to the Port Commission in 1999. He is President and Chief Executive Officer of The Berry Co.

Robert J. Gonzalez, Sr., Commissioner

Mr. Gonzalez was appointed to the Port Commission in 2000. He is an attorney and partner in the law firm of Gonzalez and Gonzalez L.L.P.

EXECUTIVE STAFF

John P. LaRue, Executive Director

Robert Jacobi, Deputy Director

Ed Altemus, Director of Trade Development

Frank C. Brogan, Director of Engineering Services

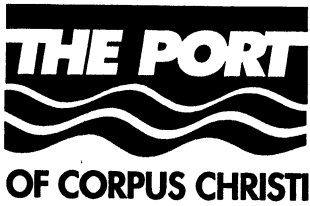
William J. Cotter, Director of Operations

Daniel R. Hodgkins, Director of Finance and Administration

Rick Maldonado, Director of Government Affairs

PORT COMMISSION, PORT OF CORPUS CHRISTI AUTHORITY

Executive Director	JOHN P. LARUE
Manager of Human Resources.....	Sandra Terrell-Davis
Community Relations Coordinator.....	Patricia Cardenas
Deputy Director	Robert Jacobi
Director of Trade Development.....	Edward M. Altemus
Manager of Transportation.....	A. F. Babin
Manager of Industrial Development	J. Allen Speight
Trade Development Representative	Edward Xaudaro
Marketing Manager.....	Lillian Riojas
Director of Engineering Services.....	Frank C. Brogan
Deputy Director of Engineering Services	Greg Brubeck
Environmental Manager.....	Dipak Desai
Chief Engineer	David L. Michaelson
Director of Operations	William J. Cotter
Deputy Director of Operations.....	Tony Alejandro
Manager of Risk Management.....	David Solis
Harbormaster	Jim Burns
Manager of Bulk Terminal	Joe Giannina
Manager of Compress	Raymond Kadlecek
Maintenance Manager.....	David Throop
Director of Finance and Administration	Daniel R. Hodgkins
Controller	Dennis J. DeVries
Chief Accountant.....	Hilda B. Boyce
Manager of Management Information Systems	Gustavo Espinosa
Director of Government Affairs	Rick Maldonado



April 20, 2001

Port Commission
Mr. John P. LaRue, Executive Director
Port of Corpus Christi Authority of Nueces
County, Texas
Corpus Christi, Texas

The Comprehensive Annual Financial Report of the Port of Corpus Christi Authority of Nueces County, Texas (Authority) for the year ended December 31, 2000, is hereby submitted. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the Authority. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of the operations of the Authority. All disclosures necessary to enable the reader to gain an understanding of the Authority's financial activities have been included.

ORGANIZATION AND CONTENT

The Authority has prepared the Comprehensive Annual Financial Report (CAFR) following guidelines recommended by the Government Accounting Standards Board (GASB). The report's format facilitates understanding by the non-financially oriented citizen as well as providing information necessary for the most sophisticated and interested financial observer. The report consists of three sections:

Introductory Section - This section which is unaudited, is designed to introduce the reader to the report and present basic background information about the Authority as a whole as well as provide highlights of the year's operations. This section includes this letter of transmittal, a directory of port officials, an organization chart and GFOA Certificate of Achievement.

Financial Section - This section includes the Authority's audited financial statements, notes to the financial statements, and supplemental schedules, accompanied by the report of the Authority's independent auditors.

Statistical Section - This section which is unaudited, includes selected financial and demographic information, generally presented on a multi-year basis relating to the operational and fiscal activity of the Authority as well as historical growth trends of the Authority.

This report includes all the funds and account groups of the Authority, as well as all of its component units. Component units are legally separate entities for which the Authority is financially accountable. Discretely presented component units are reported in a separate column in the financial statements to emphasize that they are legally separate from the Authority and to differentiate their financial position and results of operations from those of the Authority. Accordingly, the Industrial Development Corporation (IDC) is reported as a discretely presented component unit.

GOVERNMENTAL STRUCTURE, LOCAL ECONOMIC CONDITION AND OUTLOOK

Governmental Structure

The Authority is located along the southeastern coast of Texas on the Gulf of Mexico approximately 150 miles north of the Mexican border. The Authority is one of the deepest ports along the Gulf of Mexico coast with a depth of 45 feet. The

Authority's port facilities are part of the Port of Corpus Christi complex. The Port of Corpus Christi has been a deep draft port since 1926. The channel is approximately 30 miles long and links the City of Corpus Christi with the Gulf of Mexico.

The Authority (formerly the Nueces County Navigation District No.1) is a navigation district and political subdivision of the State of Texas, having boundaries conterminous with those of Nueces County, Texas. The Authority exists under the provisions of Article XVI, Section 59, of the Constitution and related sections of the Revised Civil Statutes of the State of Texas and all amendments thereto. The Authority being a navigation district and political subdivision of the State of Texas is a separate and distinct entity of Nueces County and operates independently with its own Port Commission as its governing body. The only relationship the Authority and Nueces County have is that in the event the Port Commission deems it necessary to issue tax-supported bonds, it may request the Commissioners Court to call an election. The Commissioners Court shall call the election, canvas the vote, and if the bond issue is approved, thereafter set the necessary tax rate to service the bonds.

The Authority is governed by a Port Commission composed of seven commissioners who serve without pay. Each commissioner serves a staggered term of three years with appointments made to the Commission each year. Three commissioners are appointed by the Corpus Christi City Council, the governing body of the City of Corpus Christi, and four commissioners are appointed by the Nueces County Commissioners Court, the governing body of Nueces County. The executive staff, under the leadership of the executive director, manages the operations of the Authority and assists the Commission in planning for the future. Port Commission efforts are directed toward encouraging industrial expansion, attracting new cargo, building and maintaining public terminals, setting operational policy and cooperating with the Federal Government as a local sponsor in maintaining and further improving vital navigation channels.

Local Economic Condition and Outlook

The Authority currently enjoys a favorable economic environment and local indicators point to continued stability. The Authority remains financially strong and a primary driver of the local economy. This is supported by the fact that the Authority has experienced increased annual growth in tonnage for sixteen of the past eighteen years. This growth along with sound fiscal management has allowed the Authority to remain financially stable. As a result, the Authority is the fifth largest port in the United States and one of the top twenty worldwide. According to a study conducted by Martin O'Connell Associates in 1995, seaport activity at the Authority generates more than 31,000 jobs. Of the 31,000 jobs, 9,460 are directly associated with marine cargo activity, while 8,238 jobs are induced by port activity and 13,048 jobs are indirectly related to port activity. In addition to jobs, port activity generated more than \$1.1 billion in personal income. Of that total, \$544.5 million is direct personal income. That translates into about \$56 thousand per port related job, about \$15 - \$25 thousand more than in other ports. Other findings from the study showed that port related activities generate \$1 billion in business revenue, \$66.3 million in state and local taxes and \$18 million in U.S. Custom's revenue.

The Authority in October of 1992 adopted a mission statement. This mission statement became an integral part in the development of a strategic plan to guide the Authority into the year 2010. The mission statement is as follows: "It is the mission of the Port of Corpus Christi to serve as a regional economic development catalyst while protecting and enhancing its existing industrial base and simultaneously working to diversify its international maritime cargo business. In pursuit of this mission, the Port, which is a political subdivision of the State of Texas governed by appointees of Nueces County and the City of Corpus Christi, shall be guided by the following basic principals: (1) The Port shall conduct its affairs in a positive, open and cooperative manner; (2) The Port shall operate in a fiscally responsible manner; (3) The Port shall be a positive and proactive force in the protection of the region's marine and water related resources; and (4) The Port shall be committed to serving its customers - present and future."

Economic development means attracting industrial and commercial activity, private capital and waterborne cargo shipments that will create employment opportunities, sustaining and upgrading existing jobs, introducing new basic dollars to the area and broadening the tax base that supports all public services. The Authority remains an economic force via its ability to

provide the commercial shippers with first class channels, docks and facilities for handling their cargo, and by providing public facilities designed to attract more tourist dollars to the area while maintaining financial stability. Ultimately, our goal is to raise the standard of living and enhance the quality of life of everyone in the local surrounding region.

MAJOR INITIATIVES

Community Awareness Campaign

Three years ago the Authority began a strong community awareness campaign designed to increase awareness of the Authority, its function, initiatives/direction and strategic importance throughout South Texas. It also provided an opportunity to inform the general public of the economic significance of port industries and to elevate their profile in the community. In 2000, we saw more community involvement and support than ever before from Authority volunteers. They participated in awareness campaigns such as Buccaneer Days Parade, Fourth of July Parade, Clean-Up Corpus Christi, 16th of September Activities, LULAC's Feria de Las Flores, Bayfest, March of Dimes, MDA and the Authority's "Tree for All" Christmas project.

Adopt-A-School Partnership/Education Programs

The Authority in 2000 continued its "Adopt-A-School" partnership with Menger and Solomon Coles Elementary Schools. The Authority also began supporting Mireles Elementary School in 2000. The overall focus is to improve student achievement and attendance, recognize and support teachers and strengthen community partnership/educational efforts. Mentor participation by Authority employees increased during 2000. Furthermore, with the creation of the Port Mascot, POCCA, the Authority has initiated better ways to educate students about the Authority at each academic level. Authority lessons were developed to address academic standards of each grade level. Also, a video was created for elementary and middle school kids to help the kids better visualize the Authority in their own language.

In 2000, a hands-on summer program was created to support and enhance kids understanding of the Authority and the various Port Industries. The Authority, along with CITGO Refinery, the Caller-Times and KRIS-TV gave kids from different organizations in the area the opportunity to have a hands-on learning experience in the different fields each Company has to offer. The kids had an opportunity to spend a day at each company. Other companies will join us for next year's hands-on program in the summer of 2001.

Cargo Diversification/Facility Expansions and Improvements

Over the last decade, the Authority has worked to diversify and enhance the Port's strong petrochemical foundation. These diversification efforts included the development of the port's general cargo terminals to handle break-bulk cargoes such as automobiles, military cargoes, steel products, and other project cargoes. Over the last five years, the Port has demonstrated its abilities to handle a variety of break-bulk cargoes including automobiles and military cargoes.

In 2000, two of the Port's key diversification efforts became a reality: the completion of a state-of-the art 99,520 square foot refrigerated warehouse and the completion of the Congressman Solomon P. Ortiz International Center (Center).

Refrigerated Warehouse

Together, the Port of Corpus Christi and Berkshire Cold Storage, the operators of the refrigerated warehouse, are aggressively targeting the import/export markets of North America, Mexico, Central America, South America, Europe, New Zealand, and Africa. The facility features 33 foot high ceilings, three freezer rooms, blast freeze capabilities, repack room, 11,000 pallet capacity, and on-dock location (only 60 feet from ship).

Senator Kay Bailey Hutchison and Texas Agriculture Commissioner Susan Combs officially dedicated the refrigerated warehouse on August 28, 2000.

Congressman Solomon P. Ortiz International Center

A direct result of the Port's effort to attract the cruise industry to South Texas was the renovation/construction of Cargo Docks 1 and 2 into a multi-purpose facility that could handle cruise ships, but at the same time, serve as a meeting and banquet center. This is one component of the Port's overall waterfront development plan, which ultimately, the Port would like to help create an experience along the waterfront complete with a cruise terminal, conference center, and other attractions such as restaurants, entertainment, and retail activities.

Construction on the \$6 million project began in October 1999 and was completed in September 2000. The facility was officially named the *Congressman Solomon P. Ortiz International Center* by the Port Commission in June 2000 in recognition of Congressman Ortiz's support of the Port and its efforts.

The Center is managed and operated by Norris Conference Centers of Houston, Texas. Since its completion in 2000, more than 250 events have been held at the Center. The Center serves as a business catalyst for the Port in its effort to attract more regional and international opportunities to South Texas.

In 2000, the Port received approval of \$1 million in funding for the development of a water ferry system to operate from the Center to the Northside of the Corpus Christi Ship Channel.

The *Congressman Solomon P. Ortiz International Center* was officially dedicated on September 22, 2000.

Cruise Services

The Port, in partnership with the Cities of Corpus Christi and San Antonio, continues its efforts to attract the cruise industry to South Texas by offering a unique combination of pre/post cruise packages. In 2000, Corpus Christi received several port-of-call visits from RiverBarge Excursion Lines and American Canadian Caribbean Cruise Lines. This is a positive step in highlighting South Texas' viability as a cruise destination.

In 2000, the Port of Corpus Christi signed a land lease agreement with Corpus Christi Day Cruises for the port's first day cruise operation. Corpus Christi Day Cruises began operating the TEXAS TREASURE Casino Ship in September. The vessel departs from the Port's Harbor Island twice a day. In 2000, more than 62,000 passengers visited the TEXAS TREASURE.

La Quinta Trade Gateway Project

In 1998, the Port acquired 1,100 acres in San Patricio County. A master plan by Bermello-Ajamil of Miami, Florida indicated the potential for the development of this property into a major container terminal capable of handling 800,000 TEU'S by 2010.

In 2000, the Port sought after participants to join in this venture. In the Fall 2000, the Port signed with Kingsley Group to perform a market feasibility study to determine cargo flows and the potential markets La Quinta can serve. With the market feasibility study complete, the port will work with interested participants to determine the next steps.

Potentially, La Quinta could be operational in 2003-2004. Once operational, the terminal could create in excess of 6,000 jobs and generate millions in revenue and state/local taxes.

Military

In the first overseas deployment of the US Army forces through the Port since its designation as a strategic deployment port, the Headquarters of the 49th Armored Division of the Texas Army National Guard led the way for other Stabilization Force Seven (SFOR-7) forces into Corpus Christi in January 2000. The deployment marked the first time that a National Guard Division Headquarters has commanded peacekeeping forces in Bosnia.

Channel Improvement Project

In 1990, the U.S. Congress authorized the U.S. Army Corps of Engineers (Corps) to begin investigating the possibility of deepening the Corpus Christi Ship Channel (CCSC) from 45 feet to 50 feet in order to accommodate larger vessels, increase shipping efficiency, and enhance navigation safety. The Corps' Reconnaissance Report, completed in 1994, showed that the investigated improvements were in the Federal interest and recommended that a more detailed Feasibility Study be performed. A Feasibility Cost Share Agreement was executed between the Corps and the Authority, and the Feasibility Study was initiated in June 1999. The study is estimated to take about three years to complete at a cost of approximately \$6.5 million. The study cost is being cost-shared 50/50 between the Corps and the Authority. The study examines deepening the CCSC and the La Quinta Ship Channel, widening the CCSC, and extending La Quinta Channel to the proposed La Quinta Trade Gateway Project. Staff is working together with all state and federal natural resource and regulatory agencies and the Corps on the various elements of the project.

In February 2001, the COE completed the alternative analysis and recommended a plan that includes:

- Widening the CCSC from 400' to 530' across Corpus Christi Bay and widening it from 500' to 530' across Redfish Bay.
- Adding 200' wide barge shelves on both sides of the ship channel across Corpus Christi Bay.
- Extending La Quinta Channel by 7200' at a depth to be determined (no deeper than 45').
- Deepening all reaches of CCSC (excluding La Quinta) from -45' MLT to -52' MLT.

The study plans to be complete in time to submit for authorization in the Water Resource Development Act of 2002.

Overall, the channel improvements will produce positive socioeconomic impacts to the region, which may include increased employment and revenue for port shipping or manufacturing industries.

Joe Fulton International Trade Corridor

The Authority received authorization for \$8.25 million in federal transportation funds for the Joe Fulton International Trade Corridor (Corridor). The Corridor encompasses an 11.5-mile road and rail project that will significantly improve access to more than 2,000 acres of land along the northside of the channel for existing and future development. The Corridor will make approximately 1,000 acres of land (which has no access available) for use as marine terminals or industrial sites. The Corridor will connect two major highway components- US Highway 181 and Interstate 37; thus, establishing efficient intermodal links between highway, marine, and rail transportation systems. The Corridor will address environmental and safety concerns, and facilitate international trade. Most important, the Corridor will generate future economic development opportunities for South Texas.

The Corridor received authorization for \$11 million from the Texas Department of Transportation in 1999. After engineering design and permitting is complete, construction could start in 2003 with completion slated for 2006.

FINANCIAL INFORMATION

Management of the Authority is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the government are protected from loss, theft or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

An annual budget for the Authority is adopted on a basis consistent with generally accepted accounting principles for proprietary funds, as a prudent management tool and to meet any contractual obligations. Monthly budget reports are

prepared for management to maintain proper budgetary control, and are reviewed by the Port Commission on a monthly basis. The Authority does not adopt a budget for the IDC.

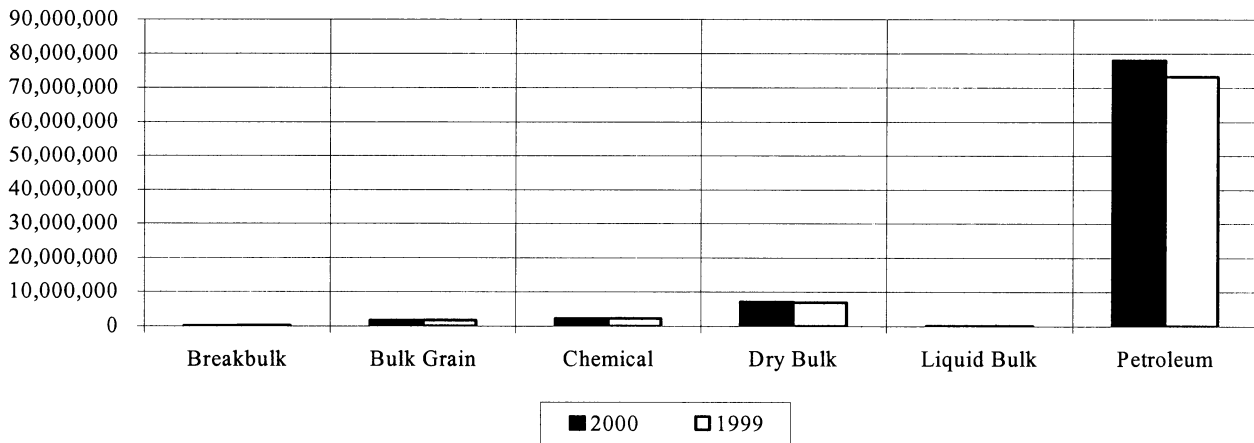
As demonstrated by the statements and schedules included in the financial section of this report, the Authority continues to meet its responsibility for sound financial management. As with the financial section, all amounts presented in the remainder of this letter are rounded to the nearest ton or dollar, as applicable, except where specifically noted otherwise.

Cargo Tonnage

After posting our first decline in over eight years in 1999, the Authority rebounded in 2000 with a near record setting year, falling short by just under 104 thousand short tons of 1998’s record setting pace. Cargo tonnage handled through the Authority in 2000 of 89.4 million short tons increased by 4.9 million short tons or 5.80% over 1999. The predominate reason for this increase was due to petroleum, which recorded a 4.8 million short ton or 6.62% increase over 1999. This increase also had a positive effect on our dry bulk tonnage, which primarily consists of petroleum coke, a by-product of the refining process. Dry bulk tonnage for 2000 was up 181 thousand short tons or 2.58% over 1999. Petroleum continues to be the Authority’s leading commodity, representing 87.3% of the total tonnage moved through the Authority. The Authority currently ranks as the fifth largest port in the United States, and one of the top twenty ports worldwide, in terms of tonnage. The Authority ranks second in imports and fourth in foreign cargo tonnage.

The following schedule presents a summary of cargo tonnage for the years ended December 31, 2000 and 1999, and the amount and percentage of increase or decrease in relation to the prior year’s cargo tonnage.

	2000	Percent of Total	1999	Percent of Total	Increase (Decrease) from 1999	Percent of Increase (Decrease)
Breakbulk	71,957	0.08%	170,248	0.20%	(98,291)	(57.73)%
Bulk Grain	1,729,729	1.93%	1,742,108	2.06%	(12,379)	(0.71)%
Chemical	2,230,115	2.49%	2,305,684	2.73%	(75,569)	(3.28)%
Dry Bulk	7,197,245	8.05%	7,016,302	8.30%	180,943	2.58 %
Liquid Bulk	113,130	0.13%	56,876	0.07%	56,254	98.91 %
Petroleum	78,082,315	87.32%	73,233,752	86.64%	4,848,563	6.62 %
Total	89,424,491	100.00%	84,524,970	100.00%	4,899,521	5.80 %

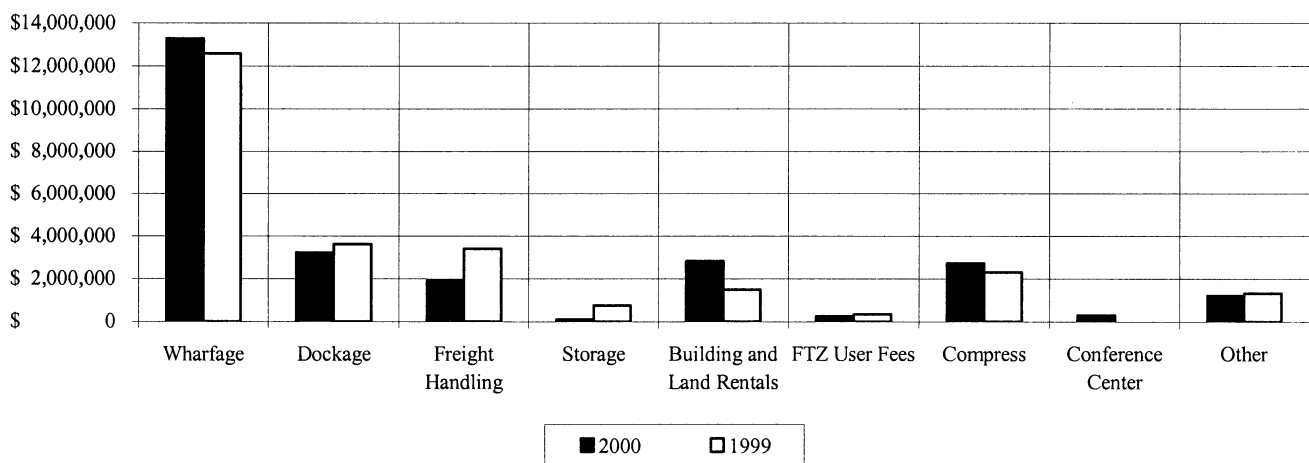


Operating Revenues

Operating revenues in 2000 of \$25.9 million represented a \$53 thousand or 0.21 percent increase over 1999. While the increase in overall operating revenues was slight, there were several significant increases (decreases) in individual operating revenue categories. Wharfage, which is the Authority's largest revenue source, increased by \$690 thousand or 5.48 percent over 1999. This increase is directly attributable to the overall increase experienced in cargo tonnage moved during 2000. On February 1, 2000, the Authority leased its' grain elevator to Archer Daniels Midland (ADM), one of the top agricultural companies in the world. As a result of this, in 2000 the Authority experienced some rather significant changes in several of the operating revenue categories, compared to 1999. Dockage, freight handling and storage revenues, which were major revenue sources at the grain elevator prior to being leased, all experienced significant declines, while building and land rentals experienced a significant increase due to the leasing of the elevator. The public compress experienced another good year in 2000 with healthy increases in operating revenues. In 2000, the Authority opened to the public, its new conference center. The conference center generated nearly \$300 thousand in operating revenues in the first six months of operation.

The following schedule presents a summary of operating revenues for the years ended December 31, 2000 and 1999, and the percentages of increase or decrease in relation to the prior year's operating revenues.

	2000	Percent of Total	1999	Percent of Total	Increase (Decrease) from 1999	Percent of Increase (Decrease)
Wharfage	\$13,282,469	51.30%	\$12,592,047	48.73%	\$ 690,422	5.48 %
Dockage	3,229,447	12.47%	3,619,507	14.01%	(390,060)	(10.78)%
Freight Handling	1,915,483	7.40%	3,404,430	13.18%	(1,488,947)	(43.74)%
Storage	103,722	0.40%	754,199	2.92%	(650,477)	(86.25)%
Building and Land Rentals	2,835,108	10.95%	1,495,070	5.79%	1,340,038	89.63 %
FTZ User Fees	261,250	1.01%	346,660	1.34%	(85,410)	(24.64)%
Compress	2,734,668	10.56%	2,298,035	8.89%	436,633	19.00 %
Conference Center	296,861	1.15%	-	0.00%	296,861	0.00 %
Other	1,231,395	4.76%	1,326,959	5.14%	(95,564)	(7.20)%
Total	\$25,890,403	100.00%	\$25,836,907	100.00%	\$ 53,496	0.21 %

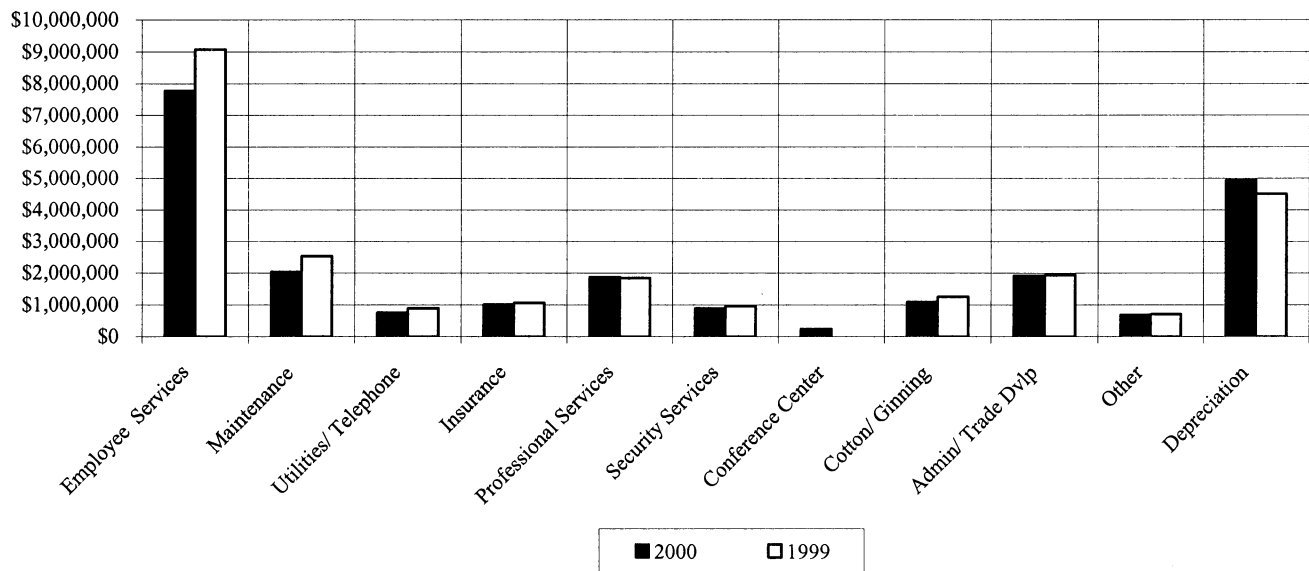


Operating Expenses

Operating expenses in 2000 of \$23.2 million represented a \$1.6 million or 6.28 percent decline from 1999. As previously mentioned, the Authority in 2000 leased its grain elevator to Archer Daniels Midland. As a result, operating expenses directly associated with the grain elevator were eliminated. The most significant decreases in operating expenses related to the leasing of the Authority's grain elevator were felt in employee services, maintenance, and utilities. Also, as previously mentioned the Authority opened its new conference center facility for business in 2000, resulting in additional operational expenses directly associated with this new facility. Depreciation expense also increased by \$435 thousand or 9.63%, due to the capitalization of two major capital projects that include the Authority's new refrigerated warehouse and conference center.

The following schedule presents a summary of operating expenses for the years ended December 31, 2000 and 1999, and the percentages of increase or decrease in relation to the prior year's operating expenses.

	2000	Percent of Total	1999	Percent of Total	Increase (Decrease) from 1999	Percent of Increase (Decrease)
Employee Services	\$ 7,777,914	33.49%	\$ 9,084,748	36.65%	\$(1,306,834)	(14.38)%
Maintenance	2,038,572	8.78%	2,530,936	10.21%	(492,364)	(19.45)%
Utilities/ Telephone	753,052	3.24%	892,748	3.60%	(139,696)	(15.65)%
Insurance	1,006,796	4.34%	1,057,573	4.27%	(50,777)	(4.80)%
Professional Services	1,876,138	8.08%	1,847,616	7.46%	28,522	1.54 %
Security Services	892,132	3.84%	960,247	3.88%	(68,115)	(7.09)%
Conference Center	244,174	1.05%	-	0.00%	244,174	0.00 %
Cotton/ Ginning	1,096,642	4.72%	1,258,237	5.08%	(161,595)	(12.84)%
Admin/ Trade Dvlp	1,913,617	8.24%	1,934,871	7.81%	(21,254)	(1.10)%
Other	679,985	2.93%	702,640	2.84%	(22,655)	(3.22)%
Depreciation	4,944,421	21.29%	4,509,898	18.20%	434,523	9.63 %
Total	\$23,223,443	100.00%	\$24,779,514	100.00%	\$(1,556,071)	(6.28)%



Debt Administration

At December 31, 2000, the Authority had several debt issues outstanding. These issues included \$3,235,000 in unlimited tax bonds and \$1,579,448 in promissory notes. The Authority has maintained its AA rating from Standard and Poor's Corporation and an A1 rating from Moody's Investor Service on general obligation bond issues.

The following is a statement of changes in long-term debt for the year ended December 31, 2000:

	Beginning Balance	Additions	Maturities	Ending Balance
Unlimited Tax Bonds	\$ 5,515,000	\$ -	\$ 2,280,000	\$ 3,235,000
Promissory Notes	2,117,568	-	538,120	1,579,448
Total	\$ 7,632,568	\$ -	\$ 2,818,120	\$ 4,814,448

At December 31, 2000, total long-term debt (including current maturities) and annual principal maturities were as follows:

	Total	Unlimited Tax Bonds	Promissory Notes
2001	\$ 3,081,225	\$ 2,432,335	\$ 648,890
2002	1,535,713	927,625	608,088
2003	567,285	-	567,285
	5,184,223	3,359,960	1,824,263
Less Interest	369,775	124,960	244,815
Total	\$ 4,814,448	\$ 3,235,000	\$ 1,579,448

Cash Management

Cash temporarily idle during the year was invested in demand deposits, certificates of deposit, money market accounts and obligations of the U.S. Treasury and Agencies. The yields on these investments ranged from 4.76% to 6.05%. The Authority earned interest revenue of \$537 thousand on all investments for the year ended December 31, 2000.

The goal of the Authority's investment policy is to ensure the safety of all funds entrusted to the Authority, the availability of those funds for the payment of all necessary obligations of the Authority, and to provide for the investment of all funds, not immediately required, in interest-bearing securities. The safety of principal and liquidity shall always be the primary concern. Accordingly, deposits were either insured by federal depository insurance or collateralized. All pledged collateral on deposits was held by the Federal Reserve Bank in the Authority's name.

Risk Management

The Authority's schedule of insurance for 2000 provided for comprehensive coverage of all areas of risk with the exception of workers' compensation, property and general liability. The Authority is self-insured for up to \$500,000 on workers' compensation, \$100,000 on property and \$50,000 on general liability claims annually and has purchased excess loss policies for claims in excess of these amounts. The Authority has included in restricted assets \$1,000,000 for self-insurance claims. The Authority maintains a self-funded employee benefit trust plan for its employees and dependents. A specific stop loss policy has been purchased for individual claims in excess of \$75,000 annually and an aggregate stop loss policy is in force for annual aggregate claims in excess of approximately \$1,045,241.

OTHER INFORMATION

General Business of the Authority

The Authority owns and operates public wharves, transit sheds, open storage facilities, freight handling facilities and equipment, warehouses, a bulk material handling terminal, dockside cotton warehouses, a new refrigerated warehouse, and new multi-purpose cruise terminal/conference center. The Authority also owns and leases a grain elevator. In addition, the

Authority leases land, buildings and improvements, and maintains areas for the placement of dredged materials. All of these facilities are located at the Port of Corpus Christi on the Corpus Christi Ship Channel.

The Port of Corpus Christi consists not only of the Authority's wharves, but also includes a large number of privately owned wharves. The Authority owns eight general cargo wharves, eleven liquid bulk cargo wharves, two bulk material docks, a container terminal, two bagging facilities, a shipside grain elevator, a dockside cotton warehouse, a new refrigerated warehouse and new multi-purpose cruise terminal/conference center. All of these facilities are operated for hire on a first-come, first-serve basis. Most of the privately owned wharves at the Port of Corpus Christi are owned by, and operated exclusively for, the various refineries, chemical plants and other industries that line the channel. Approximately 33 privately owned wharves are located at the Port of Corpus Christi, and compete directly with the Authority's wharves. The Authority derives wharfage revenue of one-half tariff rates from the majority of the privately owned wharves.

Description of Port Facilities at the Authority

The Authority owns and operates eight general cargo docks within the inner harbor; five covered by transit sheds, two open docks and one for special public use. Each dock can berth one ship, with vessel lengths ranging from 600 feet to 1,060 feet. The dock elevations at these docks are 12 to 15 feet above mean low tide (MLT). Twenty-six miles of Authority owned rail lines operated by the Corpus Christi Terminal Railroad (CCTR) service these docks. Double shipside tracks allow direct ship to rail transfer at four of these docks.

The Authority owns and operates eleven liquid bulk cargo docks within the Main Harbor, with berth lengths ranging from 246 feet to 1,000 feet.

The Authority owns and operates a bulk material-handling terminal within the inner harbor area. Bulk Material Dock 1 has a 396-foot dock with an 835-foot maximum length berth. This dock is equipped with a traveling unloading tower with a 600 short ton per hour unloading rate, with an air draft of 60 feet from the bottom of the bucket to the waterline. It can also be used for outloading. Bulk Material Dock 2 has a berth length of 1,270 feet. This dock is equipped with a radial shiploader with a 1,500 short ton per hour loading rate, with an air draft of 62 feet from the bottom of the tower to the waterline. It can receive bulk materials directly from trucks, railcars or by conveyors extending into the bulk storage yards. Hoppers can accommodate three dump trucks simultaneously or one railcar. Locomotives are available as needed for both docks.

The Authority owns and operates an intermodal terminal located adjacent to Cargo Docks 8 and 14. This 10.83 acre hard-surfaced yard is fully fenced and lighted and offers trailer on flat car and container on flat car handling capabilities. This yard is served by two container handling machines. The terminal provides full service for the receiving, delivering and handling of marine containers including storage of loaded and empty containers, chassis storage and transfer between vessels and the container yard.

The Authority owns and operates two bagging facilities; each equipped with two high-speed bagging lanes. The grain bagging facility is located at the Authority's grain elevator, which is leased to Archer Daniels Midland (ADM). This bagging facility is fed directly from the grain elevator's shipping bins. A conveyor system loads bags directly to flatbed trucks for delivery to docks. The general purpose bagging facility with two warehouses is located on the south side of the ship channel. This bagging facility is fed from rail or truck hopper dump.

The Authority also owns and leases a 5,000,000 bushel capacity grain elevator. It has a ship loading capacity of up to 120,000 bushels per hour, and the ability to unload trucks at 40,000 bushels per hour and railcars at 80,000 bushels per hour. The dock can accommodate vessels with a maximum length of 1,100 feet.

The Authority also owns and operates a dockside cotton warehouse. It has 1,072,400 square feet of covered floor space and is directly located behind Cargo Docks 1, 2, 8, 14 and 15. The warehouse is protected throughout by a sprinkler system.

The Authority also owns a 99,520 square foot refrigerated warehouse that features 33 foot high ceilings, three rooms (two convertible to chill space), refrigeration control from – 20 F, blast freeze capability, repack room, humidity control, 11,000 pallet capacity, enclosed temperature controlled rail and truck docks, rail service by Texas Mexican Railway, Union Pacific, and Burlington Northern Santa Fe, a ship dock less than 60 feet from the warehouse, and USDA approval.

The Authority also owns a multi-use cruise terminal and meeting/banquet center featuring five rooms ranging from 580 square feet to 3140 square feet. Named in honor of Congressman Solomon P. Ortiz, the *Congressman Solomon P. Ortiz International Center* also features a large banquet hall with more than 16,000 square feet.

Employees

The Authority had 116 regular employees at December 31, 2000, as compared to 150 regular employees at December 31, 1999. The Authority is prohibited by law from being a party to collective bargaining agreements.

Installment Sales Agreements

The Authority has been called upon by various port related industries to assist in the expansion of their plant facilities. With Commission approval, the Authority has assisted various port related industries by authorizing and issuing Environmental Improvement, Pollution Control, Marine Terminal and Solid Waste Disposal Revenue Bonds. These bonds are payable and secured solely by installment sales agreements of corresponding amounts with the various port related industries.

Independent Audit

The financial statements for the year ended December 31, 2000, and supplemental schedules were examined by independent auditors selected by the Port Commission. The independent auditors' report is included in the financial section of this report.

Awards

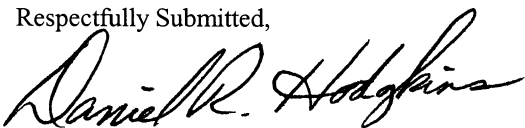
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Port of Corpus Christi Authority of Nueces County, Texas, for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended December 31, 1999. This was the seventeenth consecutive year that the Authority has received this prestigious award. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report. This report satisfied both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement for Excellence in Financial Reporting is valid for a period of one year only. We believe our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

Acknowledgments

The preparation of this comprehensive annual financial report could not have been accomplished without the efficient and dedicated services of the entire staff of the Authority's Finance Department and the coordination of the Authority's independent auditors. Each member of the department who assisted and contributed to the preparation of this report has our sincere appreciation. Due credit also should be given to the Port Commissioners and the executive staff for their interest and support in planning and conducting the operations of the Authority in a responsible and progressive manner.

Respectfully Submitted,



Daniel R. Hodgkins

Director of Finance and Administration

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Port of Corpus Christi
Authority of Nueces
County, Texas

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 1999

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



Anne Spray Kinney
President

Jeffrey L. Esser
Executive Director

THE PORT

OF CORPUS CHRISTI

**Collier, Johnson
& Woods**

A Professional
Corporation

Certified Public Accountants
555 N. Carancahua - Suite 1000
Corpus Christi, Texas
78478-0052
(361) 884-9347
FAX (361) 884-9422

INDEPENDENT AUDITOR'S REPORT

April 20, 2001

Port Commissioners
Port of Corpus Christi Authority
Of Nueces County, Texas

We have audited the accompanying general purpose financial statements of the Port of Corpus Christi Authority as of and for the year ended December 31, 2000. These general purpose financial statements are the responsibility of the Authority's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards and Government Auditing Standards issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the Port of Corpus Christi Authority as of December 31, 2000 and the results of its operations and its cash flows for the year then ended in conformity with generally accepted accounting principles.

Our audit was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The supplemental schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the general purpose financial statements of the Port of Corpus Christi Authority. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly presented in all material respects in relation to the general purpose financial statements taken as a whole.

The information in the statistical section as listed in the accompanying table of contents has not been audited by us and, accordingly, we express no opinion on such data.

Collier, Johnson & Woods

PORT OF CORPUS CHRISTI AUTHORITY**OF NUECES COUNTY, TEXAS****Combined Balance Sheets****Primary Government And Discretely Presented Component Unit****December 31, 2000****ASSETS**

	Port Authority	IDC	Totals (Memorandum Only)	
			2000	1999
CURRENT ASSETS:				
Cash and cash equivalents (Note 2)	\$ 956,071	\$ 95,380	\$ 1,051,451	\$ 4,813,383
Investments (Note 2)	5,907,988	-	5,907,988	11,484,314
Accounts receivable, trade (net)	5,281,148	-	5,281,148	5,143,042
EDA grant receivable	150,000	-	150,000	1,500,000
Notes receivable, current portion (Note 3)	385,297	-	385,297	356,756
Interest receivable	277,707	-	277,707	509,571
Inventory	509,863	-	509,863	474,804
Prepaid expenses	464,265	-	464,265	472,277
<i>Total Current Assets</i>	<u>13,932,339</u>	<u>95,380</u>	<u>14,027,719</u>	<u>24,754,147</u>
RESTRICTED ASSETS:				
Related to Homeport Activities (Note 4):				
Cash and cash equivalents (Note 2)	1,691,680	-	1,691,680	1,617,883
Property taxes receivable (Note 5)	1,572,990	-	1,572,990	1,795,830
Bond issuance costs	36,755	-	36,755	70,683
Investment in Homeport	-	-	-	2,142,628
<i>Total Related to Homeport Activities</i>	<u>3,301,425</u>	<u>-</u>	<u>3,301,425</u>	<u>5,627,024</u>
Other:				
Cash and cash equivalents (Note 2)	651,245	-	651,245	1,622,180
Investments (Note 2)	1,000,000	-	1,000,000	-
<i>Total - Other</i>	<u>1,651,245</u>	<u>-</u>	<u>1,651,245</u>	<u>1,622,180</u>
<i>Total Restricted Assets</i>	<u>4,952,670</u>	<u>-</u>	<u>4,952,670</u>	<u>7,249,204</u>
PROPERTY, PLANT AND EQUIPMENT:				
Property, plant and equipment (Note 6)	224,009,101	-	224,009,101	210,478,497
Less: accumulated depreciation	<u>73,435,091</u>	<u>-</u>	<u>73,435,091</u>	<u>72,984,800</u>
<i>Property, Plant and Equipment, Net</i>	<u>150,574,010</u>	<u>-</u>	<u>150,574,010</u>	<u>137,493,697</u>
OTHER ASSETS				
Notes receivable, net of current portion (Note 3)	10,076,325	-	10,076,325	10,461,622
<i>Total Other Assets</i>	<u>10,076,325</u>	<u>-</u>	<u>10,076,325</u>	<u>10,461,622</u>
 TOTAL ASSETS	 <u>\$ 179,535,344</u>	 <u>\$ 95,380</u>	 <u>\$ 179,630,724</u>	 <u>\$ 179,958,670</u>

See accompanying notes to financial statements

LIABILITIES AND FUND EQUITY

	Port		Totals	
	Authority	IDC	(Memorandum Only) 2000	1999
CURRENT LIABILITIES (Payable from Current Assets):				
Accounts payable	\$ 2,505,662	\$ 91,630	\$ 2,597,292	\$ 4,108,267
Accrued expenses	917,515	-	917,515	669,442
Deferred income	625,864	-	625,864	671,603
Current maturities of long-term debt (Note 8)	526,483	-	526,483	538,120
Interest payable	112,207	-	112,207	149,609
Compensated absences, current portion	539,779	-	539,779	599,689
<i>Total Current Liabilities (Payable from Current Assets)</i>	<u>5,227,510</u>	<u>91,630</u>	<u>5,319,140</u>	<u>6,736,730</u>
CURRENT LIABILITIES (Payable from Restricted Assets):				
Related to Homeport activities (Note 4):				
Current maturities of long-term debt (Note 8)	2,330,000	-	2,330,000	2,280,000
Interest payable	66,425	-	66,425	112,025
<i>Total Related to Homeport Activities</i>	<u>2,396,425</u>	<u>-</u>	<u>2,396,425</u>	<u>2,392,025</u>
<i>Total Current Liabilities (Payable from Restricted Assets)</i>	<u>2,396,425</u>	<u>-</u>	<u>2,396,425</u>	<u>2,392,025</u>
LONG-TERM LIABILITIES:				
Long-term debt - less current maturities (Note 8):				
Payable from restricted assets	905,000	-	905,000	3,235,000
Payable from unrestricted assets	1,052,965	-	1,052,965	1,579,448
Compensated absences, net of current portion	1,190,492	-	1,190,492	1,481,023
<i>Total Long-term Liabilities</i>	<u>3,148,457</u>	<u>-</u>	<u>3,148,457</u>	<u>6,295,471</u>
<i>Total Liabilities</i>	<u>10,772,392</u>	<u>91,630</u>	<u>10,864,022</u>	<u>15,424,226</u>
COMMITMENTS AND CONTINGENCIES (Notes 10 and 11)				
FUND EQUITY:				
Contributed capital	27,429,719	-	27,429,719	27,429,719
Retained earnings - Unreserved	141,333,233	3,750	141,336,983	137,104,725
<i>Total Fund Equity</i>	<u>168,762,952</u>	<u>3,750</u>	<u>168,766,702</u>	<u>164,534,444</u>
TOTAL LIABILITIES AND FUND EQUITY	<u>\$ 179,535,344</u>	<u>\$ 95,380</u>	<u>\$ 179,630,724</u>	<u>\$ 179,958,670</u>

See accompanying notes to financial statements

**PORT OF CORPUS CHRISTI AUTHORITY
OF NUECES COUNTY, TEXAS
Combined Statements of Revenues, Expenses and Changes in Retained Earnings
Primary Government And Discretely Presented Component Unit
Year Ended December 31, 2000**

	Port		Totals	
	Authority	IDC	(Memorandum Only) 2000	1999
OPERATING REVENUES:				
Wharfage	\$ 13,282,469	\$ -	\$ 13,282,469	\$ 12,592,047
Dockage	3,229,447	-	3,229,447	3,619,507
Freight handling	1,915,483	-	1,915,483	3,404,430
Storage	103,722	-	103,722	754,199
Bagging	-	-	-	41,344
Building and land rentals	2,835,108	-	2,835,108	1,495,070
Conference center	296,861	-	296,861	-
FTZ user fees	261,250	-	261,250	346,660
Compress	2,734,668	-	2,734,668	2,298,035
Other	1,139,895	91,500	1,231,395	1,285,615
<i>Total Operating Revenues</i>	<u>25,798,903</u>	<u>91,500</u>	<u>25,890,403</u>	<u>25,836,907</u>
OPERATING EXPENSES:				
Direct expenses	9,334,017	-	9,334,017	11,410,358
Indirect expenses	8,853,121	91,884	8,945,005	8,859,258
Depreciation	4,944,421	-	4,944,421	4,509,898
<i>Total Operating Expenses</i>	<u>23,131,559</u>	<u>91,884</u>	<u>23,223,443</u>	<u>24,779,514</u>
<i>Operating Income (Loss)</i>	<u>2,667,344</u>	<u>(384)</u>	<u>2,666,960</u>	<u>1,057,393</u>
NON-OPERATING REVENUES (EXPENSES):				
Homeport Related Activities (Note 4):				
Property taxes (Note 5)	2,305,069	-	2,305,069	2,493,520
Investment income	118,262	-	118,262	70,666
Interest expense	(168,540)	-	(168,540)	(277,744)
Assessment and collection fees	(78,235)	-	(78,235)	(87,151)
Amortization of bond issuance costs	(33,928)	-	(33,928)	(33,928)
Amortization of investment in Homeport	(2,142,628)	-	(2,142,628)	(2,165,363)
<i>Homeport Related Activities, Net</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other:				
Investment income	1,618,890	571	1,619,461	1,751,857
Interest expense	(128,862)	-	(128,862)	(167,605)
Miscellaneous, net	74,699	-	74,699	186,188
<i>Other, Net</i>	<u>1,564,727</u>	<u>571</u>	<u>1,565,298</u>	<u>1,770,440</u>
<i>Non-Operating Revenues, Net</i>	<u>1,564,727</u>	<u>571</u>	<u>1,565,298</u>	<u>1,770,440</u>
<i>Net Income</i>	<u>4,232,071</u>	<u>187</u>	<u>4,232,258</u>	<u>2,827,833</u>
<i>Retained Earnings, Beginning of Year</i>	<u>137,101,162</u>	<u>3,563</u>	<u>137,104,725</u>	<u>134,276,892</u>
<i>Retained Earnings, End of Year</i>	<u>\$ 141,333,233</u>	<u>\$ 3,750</u>	<u>\$ 141,336,983</u>	<u>\$ 137,104,725</u>

See accompanying notes to financial statements

**PORT OF CORPUS CHRISTI AUTHORITY
OF NUECES COUNTY, TEXAS
Combined Statements of Cash Flows
Primary Government And Discretely Presented Component Unit
Year Ended December 31, 2000**

			Totals	
			(Memorandum Only)	
	Port Authority	IDC	2000	1999
CASH FLOWS FROM OPERATING ACTIVITIES:				
Operating income	\$ 2,667,344	\$ (384)	\$ 2,666,960	\$ 1,057,393
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation	4,944,421	-	4,944,421	4,509,898
Provision for losses on accounts receivable	95,430	-	95,430	122,541
Loss on disposal of assets	498,208	-	498,208	488,569
Miscellaneous non-operating revenues	74,699	-	74,699	186,188
Change in accounts receivable	(251,536)	18,000	(233,536)	(476,006)
Change in inventory	(35,059)	-	(35,059)	(86,039)
Change in prepaid expenses	8,012	-	8,012	(43,422)
Change in accounts payable	(1,510,920)	(55)	(1,510,975)	682,289
Change in accrued expenses	188,163	-	188,163	(306,934)
Change in deferred income	(45,739)	-	(45,739)	(91,977)
Change in compensated absences	(290,531)	-	(290,531)	97,165
	<u>3,675,148</u>	<u>17,945</u>	<u>3,693,093</u>	<u>5,082,272</u>
<i>Net Cash Provided by Operating Activities</i>	<u>6,342,492</u>	<u>17,561</u>	<u>6,360,053</u>	<u>6,139,665</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
Homeport Related Activities:				
Proceeds from property taxes	2,527,909	-	2,527,909	2,570,894
Assessment and collection fees	(78,235)	-	(78,235)	(87,151)
Principal paid on long-term debt	(2,280,000)	-	(2,280,000)	(2,305,000)
Interest paid on long-term debt	(214,140)	-	(214,140)	(322,164)
	<u>(44,466)</u>	<u>-</u>	<u>(44,466)</u>	<u>(143,421)</u>
Other:				
Proceeds from disposition of assets	971,250	-	971,250	27,808
Acquisition and construction of capital assets	(19,494,192)	-	(19,494,192)	(12,546,813)
EDA grant proceeds	1,350,000	-	1,350,000	2,500,000
Tule Lift Bridge contributions	-	-	-	380,300
Principal paid on long-term debt	(538,120)	-	(538,120)	(549,045)
Interest paid on long-term debt	(166,264)	-	(166,264)	(205,007)
	<u>(17,877,326)</u>	<u>-</u>	<u>(17,877,326)</u>	<u>(10,392,757)</u>
<i>Net Cash Used for Capital and Related Financing Activities</i>	<u>(17,921,792)</u>	<u>-</u>	<u>(17,921,792)</u>	<u>(10,536,178)</u>

(Continued)

**PORT OF CORPUS CHRISTI AUTHORITY
OF NUECES COUNTY, TEXAS**

(Continued)

Combined Statements of Cash Flows

Primary Government And Discretely Presented Component Unit

For the Year Ended December 31, 2000

	Port		Totals	
	Authority	IDC	(Memorandum Only) 2000	1999
CASH FLOWS FROM INVESTING ACTIVITIES:				
Homeport Related Activities:				
Interest received on investments - Homeport	\$ 118,262	\$ -	\$ 118,262	\$ 70,666
	<u>118,262</u>	<u>-</u>	<u>118,262</u>	<u>70,666</u>
Other:				
Purchase of investments	-	-	-	(21,691,345)
Proceeds from maturities of investments	4,691,423	-	4,691,423	26,183,090
Interest received on investments	723,532	571	724,103	1,057,231
Principal payments on notes receivable	356,756	-	356,756	330,330
Interest received on notes receivable	1,012,125	-	1,012,125	972,101
	<u>6,783,836</u>	<u>571</u>	<u>6,784,407</u>	<u>6,851,407</u>
<i>Net Cash Provided by Investing Activities</i>	<u>6,902,098</u>	<u>571</u>	<u>6,902,669</u>	<u>6,922,073</u>
<i>Net Increase (Decrease) in Cash and Cash Equivalents</i>	<u>(4,677,202)</u>	<u>18,132</u>	<u>(4,659,070)</u>	<u>2,525,560</u>
<i>Cash and Cash Equivalents at Beginning of Year</i>	<u>7,976,198</u>	<u>77,248</u>	<u>8,053,446</u>	<u>5,527,886</u>
<i>Cash and Cash Equivalents at End of Year</i>	<u>\$ 3,298,996</u>	<u>\$ 95,380</u>	<u>\$ 3,394,376</u>	<u>\$ 8,053,446</u>

Noncash Investing, Capital and Financing Activities

Amortization of assets related to Homeport included in non-operating revenues (expenses)	\$ 2,176,556	\$ -	\$ 2,176,556	\$ 2,199,291
Contributed Capital (recorded as receivable)	-	-	-	846,223
Change in fair value of investments	117,961	-	117,961	134,973

See accompanying notes to financial statements

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Port of Corpus Christi Authority of Nueces County, Texas (Authority) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the Authority's accounting policies are described below.

GENERAL HISTORY OF THE PORT OF CORPUS CHRISTI AUTHORITY

The Nueces County Navigation District No. 1 was created November 30, 1922, by an order of the Commissioners Court of Nueces County, Texas after an election duly held on October 31, 1922, at which time the establishment of said district was submitted to the qualified taxpaying voters of Nueces County, Texas. The territorial limits of the District were made coterminous with those of the County. The District was organized under Article III, Section 52, of the Constitution of the State of Texas, but has since been transferred to and is operating under Article XVI, Section 59, of the Constitution and related sections of the Revised Civil Statutes of the State of Texas and all amendments thereto. The Authority being a navigation district and political subdivision of the State of Texas is a separate and distinct entity from Nueces County and operates independently with its own Port Commission as its governing body. The only relationship the Authority and Nueces County have is that in the event the Port Commission deems it necessary to issue tax supported bonds, it may request the Commissioners Court to call an election. The Commissioners Court shall call the election, canvas the vote, and if the bond issue is approved, thereafter set the necessary tax rate to service the bonds. The original property, plant and equipment of the Authority were acquired with funds from the sale of bonds, the interest and sinking funds being provided from ad valorem taxes levied on the property within Nueces County, Texas. Additions to the property, plant and equipment of the Authority have been made with surplus funds arising from the operations of the Authority facilities, grants from the Federal Government, proceeds of general revenue bonds, and improvement bonds supported by ad valorem tax levies.

On May 20, 1981, the Governor of the State of Texas signed into law a bill changing the legal name of the Nueces County Navigation District No. 1 to the Port of Corpus Christi Authority of Nueces County, Texas.

REPORTING ENTITY

In evaluating how to define the Authority for financial reporting purposes, management has considered all potential component units. The decision to include or exclude a potential component unit in the reporting entity was made by applying the criteria set forth in GAAP. GASB Statement No. 14 defines the reporting entity as the primary government and those component units for which the primary government is financially accountable. Financial accountability is defined as appointment of a voting majority of the component unit's board, and either (a) the ability to impose will by the primary government, or (b) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the primary government. Based upon the application of these criteria, the following is a brief review of the component unit addressed in defining the Authority's reporting entity.

Industrial Development Corporation (IDC)

The purpose of the IDC is promoting and developing commercial, industrial and manufacturing enterprise and encouraging employment within the boundaries of the Authority. The governing body of the Authority appoints all the members of the board. The law authorizes the IDC to issue industrial development bonds after approval by the Authority's governing body. The bonds do not constitute indebtedness of either the Authority or the IDC and are

secured solely by revenues received from the commercial organizations on whose behalf the bonds are issued. This service is provided for the benefit of the Authority. The IDC has been included in the Authority's financial statements as a discretely presented component unit. Separate financial statements can be obtained from the Authority.

FUND ACCOUNTING

The Authority operates as an enterprise fund to report on its financial position and the results of its operations. Enterprise funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

BASIS OF ACCOUNTING

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All enterprise funds are accounted for on a flow of economic resources measurement focus, whereby all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (i.e., net total assets) is segregated into contributed capital and retained earnings components. Enterprise fund operating statements present increases (e.g., revenues) and decreases (e.g., expenses) in net total assets.

The accrual basis of accounting is utilized by enterprise funds. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred. In accordance with GASB Statement No. 20, Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities that use Proprietary Fund Accounting, the Authority applies all FASB Statements and Interpretations, APB Opinions and ARB's issued on or before November 30, 1989 unless they conflict with or contradict GASB pronouncements. The Authority has elected to only apply GASB pronouncements after November 30, 1989.

An annual budget for the Authority is adopted on a basis consistent with generally accepted accounting principles for proprietary funds, as a prudent management tool and to meet any contractual obligations. Monthly budget reports are prepared for management to maintain proper budgetary control, and are reviewed by the Port Commission on a monthly basis. The Authority does not adopt a budget for the IDC.

CASH AND INVESTMENTS

The Authority's cash and cash equivalents consists of cash on hand, cash held on deposit with financial institutions in demand deposit accounts, and short-term investments with original maturities of three months or less from the date of acquisition.

State statutes authorize the Authority to invest in obligations of the United States Treasury, or its agencies and instrumentalities; direct obligations of the State of Texas or its agencies; obligations of states, agencies, counties, cities and other political subdivisions of any state having a rating of not less than A; certificates of deposits, prime domestic banker's acceptances; certain commercial paper, certain mutual funds; fully collateralized repurchase agreements, and public funds investment pools.

INVENTORY

Inventory is valued at cost utilizing the first in first out method. Inventory consists of expendable materials used in the construction and maintenance of port facilities.

INVENTORIES HELD FOR OTHERS

Cotton inventory held by the Authority's cotton compress for others as of December 31, 2000 was 37,405 bales with a fair market value of \$11,864,305. The Authority maintains adequate insurance coverage on all cotton for which the Authority has issued warehouse receipts.

INVESTMENT IN HOMEPORT

The investment in homeport represents the excess of contributions of property and improvements to the Navy, plus interest and other expenses over property tax revenues and interest income on earning assets. The recovery of such investment is assured from future property tax revenues, and is being amortized to income over the period property taxes are levied.

BOND ISSUANCE COSTS

Bond issuance costs are amortized using the straight-line method over the life of the bonds.

PROPERTY, PLANT AND EQUIPMENT

Property constructed or acquired by purchase is stated at cost. Contributed assets are stated at estimated fair market value on the date received. Net interest costs, if material, are capitalized on major construction projects during the construction period. No interest was capitalized for the years ended December 31, 2000.

Depreciation is computed using the straight-line method over the following useful lives:

Port facilities	10-50 Years
Elevator facilities	10-50 Years
Bulk Handling facilities	5-50 Years
Compress facilities	5-30 Years
Machinery and equipment	3-50 Years
Property and buildings	5-50 Years
Furniture and equipment	3-15 Years

COMPENSATED ABSENCES

Authority employees are granted vacation at rates of 10 to 25 days per year and may accumulate up to a maximum of 20 to 50 days, depending on their length of employment. Upon termination, employees are paid for any unused accumulated vacation. Sick leave accumulates at the rate of 12 days per year. Upon termination for any reason other than for cause, employees are paid for any unused sick leave up to a maximum of 60 days. Compensated absences are accrued when incurred. The estimated current portion is reflected in accrued expenses.

DEFERRED INCOME

Foreign trade zone user fees and operating lease payments are recognized as income over the term of related agreements. Amounts received but not yet earned are reflected as deferred income in the accompanying balance sheets.

FUND EQUITY

Contributed capital represents funds received from capital grants, contributions from developers or customers. Reserves represent those portions of fund equity legally segregated for a specific future use.

CONCENTRATION OF REVENUES

The Authority's operating revenues are subject to risk, because of their concentration in the petroleum industry. Six customers from the petroleum industry make up over 72 percent of the wharfage and dockage revenue base of the Authority for 2000. This risk is further enhanced by the fact that petroleum cargo continues to be the Authority's top commodity representing 87 percent for 2000, of the total cargo tonnage moving through the Authority.

RECLASSIFICATIONS

Certain reclassifications have been made to prior year amounts to conform to the current year presentation.

MEMORANDUM ONLY – TOTAL COLUMNS

Total columns on the general purpose financial statements are captioned “Memorandum Only” to indicate they are presented only to facilitate financial analysis. Data in these columns does not present financial position, results of operations or changes in cash flows in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

2. CASH AND INVESTMENTS

The Authority’s funds are required to be deposited and invested under the terms of a depository contract. The depository bank deposits, for safekeeping and trust with the Authority’s agent bank, approved pledged securities in amounts sufficient to protect Authority funds on a day-to-day basis during the period of the contract. The pledge of approved securities is waived only to the extent of the dollar amount of Federal Deposit Insurance Corporation (“FDIC”) insurance.

At December 31, 2000, the Authority’s carrying amount of deposits was \$356,241 and the bank balance was \$913,231.

Total deposit balances are classified as either:

- 1) Insured or collateralized with securities held by the Authority or its agent in the Authority’s name.
- 2) Collateralized with securities held by the pledging financial institution’s trust department or its agent in the Authority’s name.
- 3) Deposits, which are not collateralized.

	Risk Categories			Bank Balance	Carrying Amount
	(1)	(2)	(3)		
Deposits:					
Demand deposits:					
Non-interest bearing accounts	\$ 757	\$ -	\$ -	\$ 757	\$ 1,907
Interest bearing accounts	912,474	-	-	912,474	354,334
Total deposits	\$ 913,231	\$ -	\$ -	\$ 913,231	\$ 356,241

The Authority’s investment policies and types of investments are governed by the Public Funds Investment Act (“PFIA”). The Authority’s management believes that it has complied with the requirements of the PFIA and the Authority’s investment policies.

Statutes authorize the Authority to invest in obligations of the U.S. Treasury or the State of Texas, certain U.S. agencies, certificates of deposit, money market savings accounts, certain municipal securities, repurchase agreements and common trusts. Similar to cash deposits, investments held at financial institution can be categorized according to three levels of risk. The categories of risk are:

- 1) Investments that are insured, registered, or held by the Authority or its agent in the Authority’s name.
- 2) Investments that are uninsured and unregistered, held by the counter-party’s trust department of agent in the Authority’s name.
- 3) Uninsured or unregistered investments held by the counter-party, its trust department or its agent, but not in the Authority’s name.

Pooled investments are not categorized because they are not evidenced by certificates that exist in physical or book form.

The Authority's investments at December 31, 2000, are shown below:

	Carrying Value	Market Value	Category
U.S. Government Securities	\$ 6,907,988	\$ 6,907,988	1
Temporary investments shown as cash equivalents:			
State Treasurer's investment pool-Texpool (Homeport)	1,681,623	1,681,623	Pooled
AIM fund	1,356,512	1,356,512	Pooled
Total investments	\$ 9,946,123	\$ 9,946,123	

In accordance with GASB Statement No. 31, "Accounting and Financial Reporting for Certain Investments and External Investment Pools", the Authority's general policy is to report money market investments and short-term participating interest-earning investment contracts at amortized cost and to report nonparticipating interest-earning investment contracts using a cost-based measure. However, U.S. Government Agency Securities are reported at fair value based on quoted market values. All other investments are reported at fair value unless a legal contract exists which guarantees a higher value. The term "short-term" refers to investments, which have a remaining term of one year or less at time of purchase. The term "non-participating" means that the investment's value does not vary with market interest rate changes. Nonnegotiable certificates of deposit are examples of non-participating interest-earning investment contracts.

Unrealized losses as a result of reporting U.S. Treasury and U.S. Government Agency securities at fair value are \$17,012. It is the intent of the Authority to hold securities to maturity and these losses will not be realized.

Public funds investment pools in Texas ("Pools") are established under the authority of the Interlocal Cooperation Act, Chapter 79 of the Texas Government Code, and are subject to the provisions of the Act designed to promote liquidity and safety of principal. The Act requires Pools to: 1) have an advisory board composed of participants in the pool and other persons who do not have a business relationship with the pool and are qualified to advise the pool; 2) maintain a continuous rating of no lower than AAA or AAA-m or an equivalent rating by at least one nationally recognized rating service; and 3) maintain the market value of its underlying investment portfolio within one half of one percent of the value of its shares.

The State Comptroller of Public Accounts exercises oversight responsibility over TexPool, the Texas Local Government Investment Pool. Oversight includes the ability to significantly influence operations, designation of management and accountability for fiscal matters. Additionally, the State Comptroller has established an advisory board composed of both participants in TexPool and other persons who do not have a business relationship with TexPool. The Advisory Board members review the investment policy and management fee structures. TexPool is rated AAA by Standard and Poors.

TexPool operates in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940. TexPool uses amortized cost rather than market value to report net assets to compute shares. Accordingly, the fair value of the

position in TexPool is the same as the value of TexPool shares.

Deposits in the AIM fund consist of direct obligations of the U.S. Treasury and other securities issued or guaranteed as to principal and interest by the U.S. Government or by its agencies or instrumentalities, as well as repurchase agreements secured by such obligations. While these deposits are not covered by FDIC insurance or by pledged collateral, the AIM fund is rated AAAM by Standard & Poors and invests in compliance with Rule 2a-7 under the Investment Company Act of 1940.

A 2a7-like pool is one that is not registered with the Securities and Exchange Commission ("SEC") as an investment company, but nevertheless has a policy that it will, and does operate in a manner consistent with SEC's Rule 2a7 of the Investment Company Act of 1940.

3. NOTES RECEIVABLE

A summary of changes in notes receivable for the year ended December 31, 2000, is as follows:

	Beginning Balance	Additions	Maturities	Ending Balance
Notes Receivable	\$ 10,818,378	\$ -	\$ 356,756	\$ 10,461,622

Notes Receivable as of December 31, 2000 is summarized as follows:

	Principal Outstanding
\$12,000,000 Note Receivable due in annual principal installments ranging from \$385,297 to \$1,131,691 through 2015; interest at 8.0 percent.	\$ 10,461,622
Less: Current Maturities	385,297
Notes Receivable - Net	\$ 10,076,325

Total note receivable requirements as of December 31, 2000, are as follows:

	Principal	Interest	Total
2001	\$ 385,297	\$ 836,930	\$ 1,222,227
2002	416,120	806,106	1,222,226
2003	449,410	772,817	1,222,227
2004	485,363	736,863	1,222,226
2005	524,192	698,035	1,222,227
2006 and thereafter	8,201,240	4,021,025	12,222,265
Total	\$ 10,461,622	\$ 7,871,776	\$ 18,333,398

Pursuant to a Construction and Installment Sale Agreement (Agreement) entered into on May 3, 1994, the Authority agreed to construct crude storage facilities on premises leased to an Authority User, and then sell facilities to the User. On January 12, 1995, the Authority sold their undivided right, title and interest in the crude storage facilities to the User, and a Promissory Note (Note) was executed made payable to the Authority by the User in the amount of \$12,000,000.

The Note is due and payable in twenty-one annual installments, the first installment being interest only and the

remaining twenty annual installments of equal principal and interest, at a rate of 8 percent, unless sooner paid. All payments shall be applied first to interest with the remainder, if any, applied to unpaid principal.

Note payments are based on revenue received from wharfage fees collected by the Authority for crude oil moving across the Authority's Oil Dock 1 to the User's crude storage facilities, and fifty percent of dockage fees collected by the Authority for ships berthing at the Authority's Oil Dock 1 for purpose of delivering crude oil to the User's crude storage facilities. Monthly amounts are credited to a debt service account that is used to make scheduled note payments when due. In the event there are insufficient funds in the debt service account to meet scheduled note payments, the User is required to make up any shortfall. Should a surplus exist, the excess is applied in inverse order against principal last coming due on the note. In 2000, the Authority credited \$1,363,768 of applicable revenue received from wharfage and dockage fees collected to the debt service account.

4. HOMEPORT RELATED ACTIVITIES

On August 20, 1984, the citizens of Nueces County, Texas voted to issue \$25 million of unlimited tax bonds as an incentive for the United States Navy (Navy) to locate a homeport in the region. The bond proceeds were for the purchase of land and waterfront improvements at the request of the Navy for navigation facilities in connection with the homeport site. Title to all property acquired was subsequently conveyed to the Navy. The Commissioner's Court of Nueces County, Texas, on behalf of the Authority's Commissioners, authorized the levy of property taxes on all taxable property in Nueces County, as defined, sufficient to pay the annual interest on said bonds and provide a sinking fund to pay the bonds at their maturity.

The Authority is accounting for transactions related to homeport activities in a manner that reflects the economic impact on the Authority's results of operations, while still providing accountability for homeport activities. Contributions of property and improvements to the Navy have been recognized as an investment in Homeport. The investment in Homeport has been amortized over the life of the debt issue, to the extent that property taxes levied and the interest income on earning assets exceeds the interest and other expenses.

To satisfy the debt and interest expense as it becomes due, taxes are levied in excess of the annual requirements to accommodate for the property taxes that have not been collected. Property tax revenue is earned and recognized as required to retire future debt and related expenses. Unearned property taxes represent the amounts levied in excess of debt requirements. Any taxes collected in excess of debt requirements will become refundable to taxpayers upon collection after the retirement of the debt issue.

5. PROPERTY TAXES

Property taxes are levied on behalf of the Authority each October 1 by Nueces County, Texas without legal limit as to rate or amount. The levy is based on the assessed value listed as of January 1, the date the enforceable lien attaches, for all real and personal property located within the Authority. Appraised values are established by the Nueces County Appraisal District. All property is required to be assessed at 100 percent of its appraised value. Appraisals are approved by the Nueces County Appraisal Review Board and certified by the Chief Appraiser. Property is required to be reappraised at least once every four years. The 2000 tax rate was \$.0237 per \$100 assessed valuation.

Nueces County is responsible for billing and collection of taxes for the Authority. Taxes are due January 31 following the October 1 billing date and become delinquent February 1, at which time they begin accruing penalties and interest.

Property taxes receivable at December 31, 2000, of \$1,786,733 are shown net of unearned property taxes of \$213,743.

6. CHANGES IN PROPERTY, PLANT AND EQUIPMENT

A summary of changes in property, plant and equipment for the year ended December 31, 2000, is as follows:

	Beginning Balance	Transfers and Additions	Transfers and Deletions	Ending Balance
Port facilities	\$ 78,323,071	\$ 1,372,248	\$ 507,785	\$ 79,187,534
Elevator facilities	32,913,189	2,733,828	769,771	34,877,246
Bulk handling facilities	19,845,051	4,574,571	96,470	24,323,152
Machinery and equipment	8,160,540	4,524,109	2,595,910	10,088,739
Property and buildings	53,032,299	17,125,251	1,028,425	69,129,125
Furniture and equipment	3,489,706	591,516	965,227	3,115,995
Construction in progress	14,714,641	18,967,070	30,394,401	3,287,310
Total	\$ 210,478,497	\$ 49,888,593	\$ 36,357,989	\$ 224,009,101

7. LEASES

OPERATING LEASES

The Authority leases to others certain land and improvements. These leases are classified as operating leases in accordance with the criteria of Statement of Financial Accounting Standards (SFAS) No. 13. As of December 31, 2000, minimum lease payments under these operating leases that have initial or remaining non-cancelable lease terms in excess of one year are as follows:

Years Ending	
2001	\$ 2,242,696
2002	2,286,304
2003	2,172,214
2004	2,198,753
2005	1,949,194
Thereafter	3,036,005
Total	\$ 13,885,166

8. LONG-TERM DEBT

The Unlimited Tax Bonds related to Homeport activities (See Note 4) are fully registered bonds without coupons. They are payable from the receipts of a separate annual ad valorem tax.

On July 7, 1993, the Authority refunded \$12,750,000 of outstanding 1985 Series, 1986 Series, and 1987 Series Unlimited Tax Bonds. The net Refunding Bond proceeds were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the Refunded Bonds. As a result, the Refunded Bonds are considered to be defeased and the liability for the Refunded Bonds has been removed from the balance sheet. At December 31, 2000, the amount of defeased debt still outstanding was \$3,200,000.

A summary of changes in long-term debt for the year ended December 31, 2000, is as follows:

	Beginning Balance	Additions	Accretions	Maturities	Ending Balance
Unlimited tax bonds	\$ 5,515,000	\$ -	\$ -	\$ 2,280,000	\$ 3,235,000
Promissory notes	2,117,568	-	-	538,120	1,579,448
Total	\$ 7,632,568	\$ -	\$ -	\$ 2,818,120	\$ 4,814,448

Long-term debt as of December 31, 2000 is summarized as follows:

	Principal Outstanding
Unlimited Tax Bonds:	
\$12,510,000 1993 Unlimited Tax Serial Refunding Bonds due in annual principal installments of \$160,000 to \$2,330,000 through 2002; interest at 3.0 5.0 percent.	\$ 3,235,000
Total Unlimited Tax Bonds	3,235,000
Promissory Notes:	
\$3,685,380 promissory note dated 01/31/96; due in annual principal installments of \$526,483 plus accrued interest at 7.75 percent through 2003; secured by deed of trust on land acquired.	1,579,448
Total Promissory Notes	1,579,448
Total Principal Outstanding	4,814,448
Less: Current Maturities	2,856,483
Long-term Debt - Net	\$ 1,957,965

Total debt service requirements as of December 31, 2000, are as follows:

	Unlimited Tax Bonds	Promissory Notes	Total
2001	\$ 2,432,335	\$ 648,890	\$ 3,081,225
2002	927,625	608,088	1,535,713
2003	-	567,285	567,285
	3,359,960	1,824,263	5,184,223
Less Interest	124,960	244,815	369,775
Total	\$ 3,235,000	\$ 1,579,448	\$ 4,814,448

9. PENSION PLAN

Plan Description

The Authority provides pension, disability, and death benefits for all its full-time employees through a nontraditional defined benefit pension plan in the state-wide Texas County and District Retirement System (TCDRS). The Board of Trustees of TCERS is responsible for the administration of the statewide agent multiple-employer public employee retirement system consisting of 506 nontraditional defined benefit pension plans. TCERS in the aggregate issues a

comprehensive annual financial report (CAFR) on a calendar year basis. The CAFR is available upon written request from the TCDRS Board of Trustees at P.O. Box 2034, Austin, Texas 78768-2034.

The plan provisions are adopted by the governing body of the Authority, within the options available in the state statutes governing TCDRS (TCDRS Act). Members can retire at ages 60 and above with 10 or more years of service or with 30 years regardless of age or when the sum of their age and years of service equals 80 or more. Members are vested after 10 years but must leave their accumulated contributions in the plan to receive any employer-financed benefit. Members who withdraw their personal contributions in a lump sum are not entitled to any amounts contributed by the employer.

Benefit amounts are determined by the sum of the employee's contributions to the plan, with interest, and employer-financed monetary credits. The level of these monetary credits is adopted by the governing body of the employer within the actuarial constraints imposed by the TCDRS Act so that the resulting benefits can be expected to be adequately financed by the employer's commitment to contribute. At retirement, death, or disability, the benefit is calculated by converting the sum of the employee's accumulated contributions and the employer-financed monetary credits to a monthly annuity using annuity purchase rates prescribed by the TCDRS Act.

Contributions

The contribution rate for employees is 5% and the Authority's rate is 8.44%, both as adopted by the governing body of the Authority. Employee and Authority contributions were \$287,974 and \$486,098 respectively for the year ended December 31, 2000. Both the employees and the Authority make monthly contributions.

Annual Pension Cost and Net Pension Obligation

The Authority's annual pension cost of \$486,098 for fiscal year ended December 31, 2000 was equal to the Authority's required and actual contributions. Three-year trend information is as follows:

Accounting Year Ended December 31,	Annual Pension Cost	Percentage of APC Contributed	Net Pension Obligation
2000	\$ 486,098	100.00%	\$ -
1999	618,517	100.00%	-
1998	528,292	100.00%	-

The latest actuarial valuation for the Authority employees was completed as of December 31, 1999. The actuarial cost method and significant assumptions underlying the actuarial calculations are as follows:

Actuarial Cost Method	Entry Age
Asset Valuation Basis	Long-term appreciation with adjustment
Projected Annual Salary Increases	5.9%
Assumed Rate of Return on Investments	8.00%
Amortization Method	Level percentage of payroll, open
Amortization Periods	20 years

Schedule of Funding

Schedule of funding progress for the Retirement Plan for the employees of the Port is as follows:

Valuation Date December 31,	Actuarial Value of Assets	Actuarial Accrued Liability	Unfunded	Funded Ratio	Annual Covered Payroll	Percentage of Covered Payroll
1999	\$ 7,482,804	\$ 11,795,117	\$ 4,312,313	63.44%	\$ 5,759,469	74.87%
1998	6,507,706	10,880,153	4,372,447	59.81%	6,841,985	63.91%
1997	5,620,580	9,925,817	4,305,237	56.63%	5,706,173	75.45%

10. CONSTRUCTION AND IMPROVEMENT COMMITMENTS

At December 31, 2000, the Authority had remaining contractual construction and improvement commitments of approximately \$3,382,196. These commitments are being financed through operating revenues and Economic Development Administration grant proceeds.

11. COMMITMENTS AND CONTINGENCIES

LITIGATION

From time to time, the Authority is subject to routine litigation incidental to its operations. Management believes that the results of any claims or litigation will not materially affect the Authority's financial position.

RISK MANAGEMENT

The Authority is self-insured for up to \$500,000 on workers' compensation, \$100,000 on property and \$50,000 on general liability claims annually and has purchased excess loss policies for claims in excess of these amounts. In September 1991, the Authority established a self-funded employee benefit trust plan (plan) for its employees and dependents. A specific stop loss policy has been purchased for individual plan claims in excess of \$75,000 annually and an aggregate stop loss policy is in force for annual aggregate claims in excess of approximately \$1,045,241. The Authority has included in restricted assets \$1,000,000 for self-insurance claims. The Authority has made no significant changes in its insurance coverage from coverage in the prior year. In the past three years the Authority has had no settlements, which exceeded insurance coverage. Changes in the balances of claims liabilities as of December 31, 2000 and 1999 are as follows:

	2000	1999
Unpaid claims, beginning of fiscal year	\$ 414,791	\$ 441,171
Incurred claims (including IBNRs)	847,000	1,214,271
Claims payments	(948,730)	(1,240,651)
Unpaid claims, end of fiscal year	\$ 313,061	\$ 414,791

FACILITIES FINANCING BONDS:

Issued by the Authority

The Authority has entered into agreements with four unrelated entities to finance construction of pollution control, solid

waste disposal, and marine terminal facilities. To accomplish this the Authority acted as issuer of facilities financing revenue bonds in the original amount of \$330,045,000. The bonds are secured solely by the facilities and installment sales agreements, and the Authority assumed no current or future obligation for repayment of the bonds. The installment sales agreements were entered into with the entities for an amount equal to the outstanding bonds to secure repayment. The proceeds of the bonds were received and used by the entities and are repaid when due directly by the entities. At December 31, 2000, facilities financing revenue bonds outstanding amounted to \$242,145,000.

Issued by the Industrial Development Corporation (IDC)

The IDC has issued, on behalf of the Authority, facilities financing bonds to four unrelated entities in the original amount of \$182,785,000. Such bonds are supported solely by the revenues from the commercial entities on whose behalf the bonds are issued and do not constitute indebtedness of either the Authority or the IDC. Debt service payments are made directly by the commercial entities. At December 31, 2000, facilities financing revenue bonds outstanding amounted to \$180,485,000.

**PORT OF CORPUS CHRISTI AUTHORITY
OF NUECES COUNTY, TEXAS**

**Schedule of Revenues and Expenses
Actual and Budget (Non-GAAP Basis)**

	Year Ended December 31, 2000		
	Actual	Budget	Variance (%)
OPERATING REVENUES:			
Wharfage	\$ 13,282,469	\$ 13,790,792	(4)
Dockage	3,229,447	3,858,109	(16)
Freight handling	1,915,483	2,694,000	(29)
Storage	103,722	250,500	(59)
Bagging	-	-	-
Building and land rentals	2,835,108	2,859,528	(1)
Conference center	296,861	297,010	(0)
FTZ user fees	261,250	255,000	2
Compress	2,734,668	1,012,140	170
Other operating revenues	1,139,895	1,031,030	11
<i>Total Operating Revenues</i>	<u>25,798,903</u>	<u>26,048,109</u>	<u>(1)</u>
OPERATING EXPENSES:			
Direct expenses	9,334,017	10,100,808	(8)
Indirect expenses	8,853,121	8,944,993	(1)
Depreciation	4,944,421	5,018,562	(1)
<i>Total Operating Expenses</i>	<u>23,131,559</u>	<u>24,064,363</u>	<u>(4)</u>
<i>Operating Income</i>	<u>2,667,344</u>	<u>1,983,746</u>	<u>34</u>
NON-OPERATING REVENUES (EXPENSES):			
Homeport Related Activities:			
Property taxes	2,305,069	2,625,000	(12)
Interest income	118,262	100,000	18
Interest expense	(168,540)	(214,140)	(21)
Assessment and collection fees	(78,235)	(86,800)	(10)
Bond issuance expense	(33,928)	(35,000)	(3)
Amortization of investment in Homeport	(2,142,628)	(2,389,060)	(10)
<i>Homeport Related Activities, Net</i>	<u>-</u>	<u>-</u>	<u>-</u>
Other:			
Investment income	1,618,890	1,390,470	16
Interest expense	(128,862)	(163,352)	(21)
Miscellaneous, net	74,699	410,000	(82)
<i>Other, Net</i>	<u>1,564,727</u>	<u>1,637,118</u>	<u>(4)</u>
<i>Non-Operating Revenues, Net</i>	<u>1,564,727</u>	<u>1,637,118</u>	<u>(4)</u>
<i>Net Income</i>	<u>\$ 4,232,071</u>	<u>\$ 3,620,864</u>	<u>17</u>

**PORT OF CORPUS CHRISTI AUTHORITY
OF NUECES COUNTY, TEXAS**

**Schedules of Direct and
Indirect Operating Expenses
Year Ended December 31, 2000**

	Port Authority		Totals (Memorandum Only)	
			2000	1999
DIRECT EXPENSES:				
Employee services	\$ 3,293,465	\$ -	\$ 3,293,465	\$ 4,563,345
Maintenance	1,756,682	-	1,756,682	2,213,199
Utilities	468,382	-	468,382	660,189
Telephone	30,158	-	30,158	26,092
Insurance	966,835	-	966,835	978,421
Professional services	114,171	-	114,171	182,015
Security services	828,607	-	828,607	950,138
Contract labor	233,721	-	233,721	178,520
Office and equipment rental	51,250	-	51,250	55,208
Conference center	244,174	-	244,174	-
Grain handling	1,094	-	1,094	58,274
Ginning	1,096,642	-	1,096,642	1,258,237
Safety/Environmental	21,034	-	21,034	58,281
General	227,802	-	227,802	228,439
<i>Total Direct Expenses</i>	<u>\$ 9,334,017</u>	<u>\$ -</u>	<u>\$ 9,334,017</u>	<u>\$ 11,410,358</u>
INDIRECT EXPENSES:				
Employee services	\$ 4,484,449	\$ -	\$ 4,484,449	\$ 4,521,403
Maintenance	281,890	-	281,890	317,737
Utilities	125,271	-	125,271	102,943
Telephone	129,241	-	129,241	103,524
Insurance	39,961	-	39,961	79,152
Professional services	1,670,083	91,884	1,761,967	1,665,601
Security services	63,525	-	63,525	10,109
Contract labor	16,186	-	16,186	15,500
Office and equipment rental	30,848	-	30,848	44,365
Administrative	1,344,684	-	1,344,684	1,361,721
Trade and sales development	209,492	-	209,492	227,183
Media advertising	248,392	-	248,392	238,715
Production	111,049	-	111,049	107,252
Safety/Environmental	6,869	-	6,869	20,227
General	91,181	-	91,181	43,826
<i>Total Indirect Expenses</i>	<u>\$ 8,853,121</u>	<u>\$ 91,884</u>	<u>\$ 8,945,005</u>	<u>\$ 8,859,258</u>

UNLIMITED TAX SERIAL REFUNDING BONDS, SERIES 1993

<u>Years Ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Requirements</u>
2001	2,330,000	102,335	2,432,335
2002	905,000	22,625	927,625
	<u>\$ 3,235,000</u>	<u>\$ 124,960</u>	<u>\$ 3,359,960</u>

PROMISSORY NOTE DATED 01-31-96

<u>Years Ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Requirements</u>
2001	526,483	122,407	648,890
2002	526,483	81,605	608,088
2003	526,482	40,803	567,285
	<u>\$ 1,579,448</u>	<u>\$ 244,815</u>	<u>\$ 1,824,263</u>

SUMMARY OF LONG-TERM DEBT

<u>Years Ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Requirements</u>
2001	2,856,483	224,742	3,081,225
2002	1,431,483	104,230	1,535,713
2003	526,482	40,803	567,285
	<u>\$ 4,814,448</u>	<u>\$ 369,775</u>	<u>\$ 5,184,223</u>

**PORT OF CORPUS CHRISTI AUTHORITY
OF NUECES COUNTY, TEXAS**

**Schedules of Facilities Financing Bonds
December 31, 2000**

Issued by the Authority:

<u>Description</u>	<u>Interest Rates</u>	<u>Issue Date</u>	<u>Series Maturity</u>	<u>Original Amount</u>	<u>Balance Outstanding</u>
Pollution Control Revenue Bonds:					
Hoechst Celanese, Series 1987	7.500%	07/17/87	2012	13,995,000	13,995,000
Union Pacific Res., Series 1989	Variable	06/30/89	2022	40,000,000	40,000,000
Hoechst Celanese, Series 1992	Variable	04/01/92	2017	39,000,000	39,000,000
Union Pacific Res., Series 1992	Variable	09/01/92	2010	16,650,000	16,650,000
Koch Refining, Series 1995	Variable	05/01/95	2025	11,700,000	11,700,000
Solid Waste Disposal Revenue Bonds:					
Koch Refining, Series 1995	Variable	05/01/95	2025	100,000,000	12,100,000
Koch Refining, Series 1996	Variable	03/01/96	2026	25,000,000	25,000,000
Koch Refining, Series 1998	Variable	02/01/98	2028	25,000,000	25,000,000
Koch Refining, Series 1999	Variable	03/02/99	2029	25,000,000	25,000,000
Koch Refining, Series 2000	Variable	09/01/00	2025	12,900,000	12,900,000
Marine Terminal Revenue Bonds:					
Reynolds Metal, Series 1984	Variable	08/30/84	2014	20,800,000	20,800,000
				<u>\$ 330,045,000</u>	<u>\$ 242,145,000</u>

Issued by the Industrial Development Corporation(IDC):

<u>Description</u>	<u>Interest Rates</u>	<u>Issue Date</u>	<u>Series Maturity</u>	<u>Original Amount</u>	<u>Balance Outstanding</u>
Industrial Development Revenue Bonds:					
Coastal Rfg. Co., Series 1982	Variable	11/01/82	2012	\$ 1,000,000	\$ 1,000,000
Lantana Corp., Series 1992	Variable	06/01/92	2002	3,485,000	1,185,000
Pollution Control Revenue Bonds:					
Valero Refining, Series 1997A	Variable	04/01/97	2027	24,400,000	24,400,000
Valero Refining, Series 1997B	Variable	04/01/97	2027	32,800,000	32,800,000
Valero Refining, Series 1997C	Variable	04/01/97	2027	32,800,000	32,800,000
Valero Refining, Series 1997D	Variable	04/01/97	2027	8,500,000	8,500,000
Environmental Facilities Revenue Bonds:					
Citgo Petroleum, Series 1998	Variable	08/01/98	2028	22,200,000	22,200,000
Waste Disposal Revenue Bonds:					
Citgo Petroleum, Series 1996	Variable	04/01/96	2026	25,000,000	25,000,000
Coastal Rfg. & Mkt., Series 1996	Variable	12/01/96	2031	7,600,000	7,600,000
Coastal Rfg. & Mkt., Series 1997	Variable	02/25/97	2028	25,000,000	25,000,000
				<u>\$ 182,785,000</u>	<u>\$ 180,485,000</u>

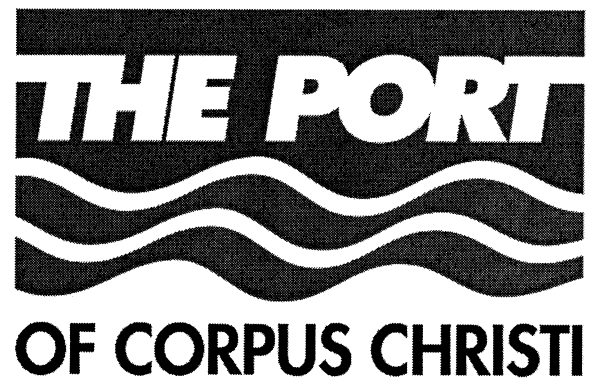


TABLE I

PORT OF CORPUS CHRISTI AUTHORITY
OF NUECES COUNTY, TEXAS

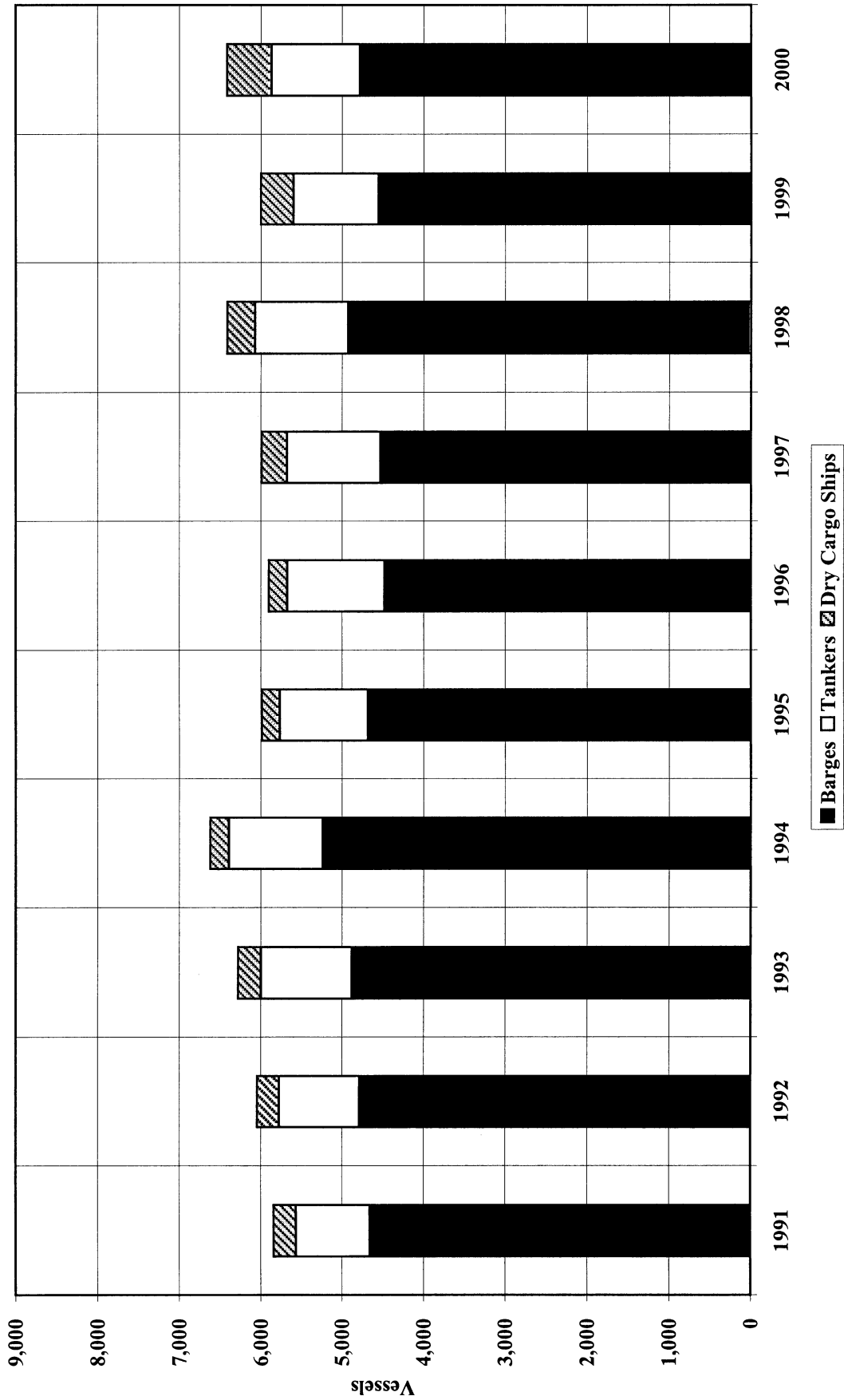
Vessel Traffic
Last Ten Years

	1991	1992	1993	1994	1995	1996	1997	1998	1999	2000
Inner Harbor										
<i>Ships</i>										
Dry Cargo Tankers	133	149	176	140	119	137	197	206	268	216
Barges	774	865	955	922	908	946	926	920	799	866
Total Vessels	4,074	4,245	4,373	4,988	4,522	4,244	4,284	4,700	4,357	4,605
La Quinta Harbor	4,981	5,259	5,504	6,050	5,549	5,327	5,407	5,826	5,424	5,687
<i>Ships</i>										
Dry Cargo Tankers	143	118	106	88	102	91	115	132	126	123
Barges	113	95	101	129	126	161	143	134	158	132
Total Vessels	354	331	406	169	127	141	147	150	143	159
Harbor Island	610	544	613	386	355	393	405	416	427	414
<i>Ships</i>										
Dry Cargo Tankers	-	-	1	-	-	-	-	-	-	195
Barges	-	-	17	22	1	-	-	-	1	-
Total Vessels	-	-	18	22	1	-	-	1	2	-
Ingleside Harbor	-	-	18	22	1	-	-	1	3	195
<i>Ships</i>										
Dry Cargo Tankers	1	2	-	-	-	-	1	3	7	13
Barges	19	29	44	83	47	86	80	92	87	88
Total Vessels	227	207	94	18	26	78	96	70	50	18
Rincon Point	247	238	138	101	73	164	177	165	144	119
<i>Ships</i>										
Dry Cargo Tankers	-	-	-	-	-	-	-	-	-	-
Barges	2	2	5	59	7	16	2	4	2	-
Total Vessels	2	2	5	59	7	16	2	4	2	-
Total	277	269	283	228	221	228	313	341	401	547
<i>Ships</i>										
Dry Cargo Tankers	906	989	1,117	1,156	1,082	1,193	1,149	1,146	1,045	1,086
Barges	4,657	4,785	4,878	5,234	4,682	4,479	4,529	4,925	4,554	4,782
Total Vessels	5,840	6,043	6,278	6,618	5,985	5,900	5,991	6,412	6,000	6,415

TABLE I (Continued)

PORT OF CORPUS CHRISTI AUTHORITY
OF NUECES COUNTY, TEXAS

Vessel Traffic
Last Ten Years



**PORT OF CORPUS CHRISTI AUTHORITY
OF NUECES COUNTY, TEXAS**

**Port Commerce By Commodity
Last Ten Years**

Commodity By Port Division - Short tons	1991	1992	1993	1994	1995	1996	1997	1998	1999	2000
Inner Harbor										
Break Bulk	287,372	359,868	359,486	367,957	189,558	47,359	23,914	37,607	111,565	65,680
Grain	653,686	524,111	1,491,708	766,806	701,147	974,819	1,497,226	1,463,127	1,742,108	1,729,729
Chemical	182,975	285,648	279,440	106,992	196,632	150,742	79,954	63,116	55,008	62,109
Dry Bulk	1,563,710	1,632,782	1,804,201	1,833,184	1,633,444	2,018,776	2,043,499	2,520,833	1,996,667	1,989,651
Liquid Bulk	74,518	52,820	96,750	84,445	70,222	72,233	56,203	53,649	56,876	113,130
Petroleum	57,574,370	60,489,024	61,342,695	61,738,460	64,613,821	65,437,266	66,643,071	71,098,102	66,923,986	71,533,183
Total	60,336,631	63,344,253	65,374,280	64,897,844	67,404,824	68,701,195	70,343,867	75,236,434	70,886,210	75,493,482
La Quinta										
Break Bulk	-	-	-	-	-	-	-	-	64	-
Chemical	2,034,736	1,827,985	1,795,480	1,907,563	1,932,300	1,969,192	1,845,704	1,938,542	2,250,676	2,168,006
Dry Bulk	6,174,475	4,659,763	4,785,645	3,475,301	4,104,026	4,733,524	4,943,913	5,326,210	5,002,167	5,187,747
Petroleum	-	-	-	-	-	-	21,906	34,152	22,713	25,991
Total	8,209,211	6,487,748	6,581,125	5,382,864	6,036,326	6,702,716	6,811,523	7,298,904	7,275,620	7,381,744
Harbor Island										
Break Bulk	-	-	-	-	-	-	5,400	-	-	2
Petroleum	-	-	1,205,526	1,426,559	72,791	-	-	-	1,060	138
Total	-	-	1,205,526	1,426,559	72,791	-	5,400	-	1,060	140
Ingleside										
Break Bulk	-	-	-	-	-	-	75	99,173	58,619	6,275
Petroleum	1,881,519	2,725,893	3,376,411	5,871,390	4,502,269	5,903,325	6,091,791	6,873,407	6,285,993	6,523,003
Total	1,881,519	2,725,893	3,376,411	5,871,390	4,502,269	5,903,325	6,091,866	6,972,580	6,344,612	6,529,278
Rincon Point										
Break Bulk	3,061	-	10,226	7,731	-	1,507	-	-	-	-
Dry Bulk	-	-	8,745	60,345	23,093	19,172	24,317	20,215	17,468	19,847
Total	3,061	-	18,971	68,076	23,093	20,679	24,317	20,215	17,468	19,847
Total	70,430,422	72,557,894	76,556,313	77,646,733	78,039,303	81,327,915	83,276,973	89,528,133	84,524,970	89,424,491
Commodity Totals - Short tons										
Break Bulk	290,433	359,868	369,712	375,688	189,558	48,866	29,389	136,780	170,248	71,957
Grain	653,686	524,111	1,491,708	766,806	701,147	974,819	1,497,226	1,463,127	1,742,108	1,729,729
Chemical	2,217,711	2,113,633	2,074,920	2,014,555	2,128,932	2,119,934	1,925,658	2,001,658	2,305,684	2,230,115
Dry Bulk	7,738,185	6,292,545	6,598,591	5,368,830	5,760,563	6,771,472	7,011,729	7,867,258	7,016,302	7,197,245
Liquid Bulk	74,518	52,820	96,750	84,445	70,222	72,233	56,203	53,649	56,876	113,130
Petroleum	59,455,889	63,214,917	65,924,632	69,036,409	69,188,881	71,340,591	72,756,768	78,005,661	73,233,752	78,082,315
Total	70,430,422	72,557,894	76,556,313	77,646,733	78,039,303	81,327,915	83,276,973	89,528,133	84,524,970	89,424,491

TABLE II (Continued)

Port Commerce By Commodity
Last Ten Years

PORT OF CORPUS CHRISTI AUTHORITY
OF NUECES COUNTY, TEXAS

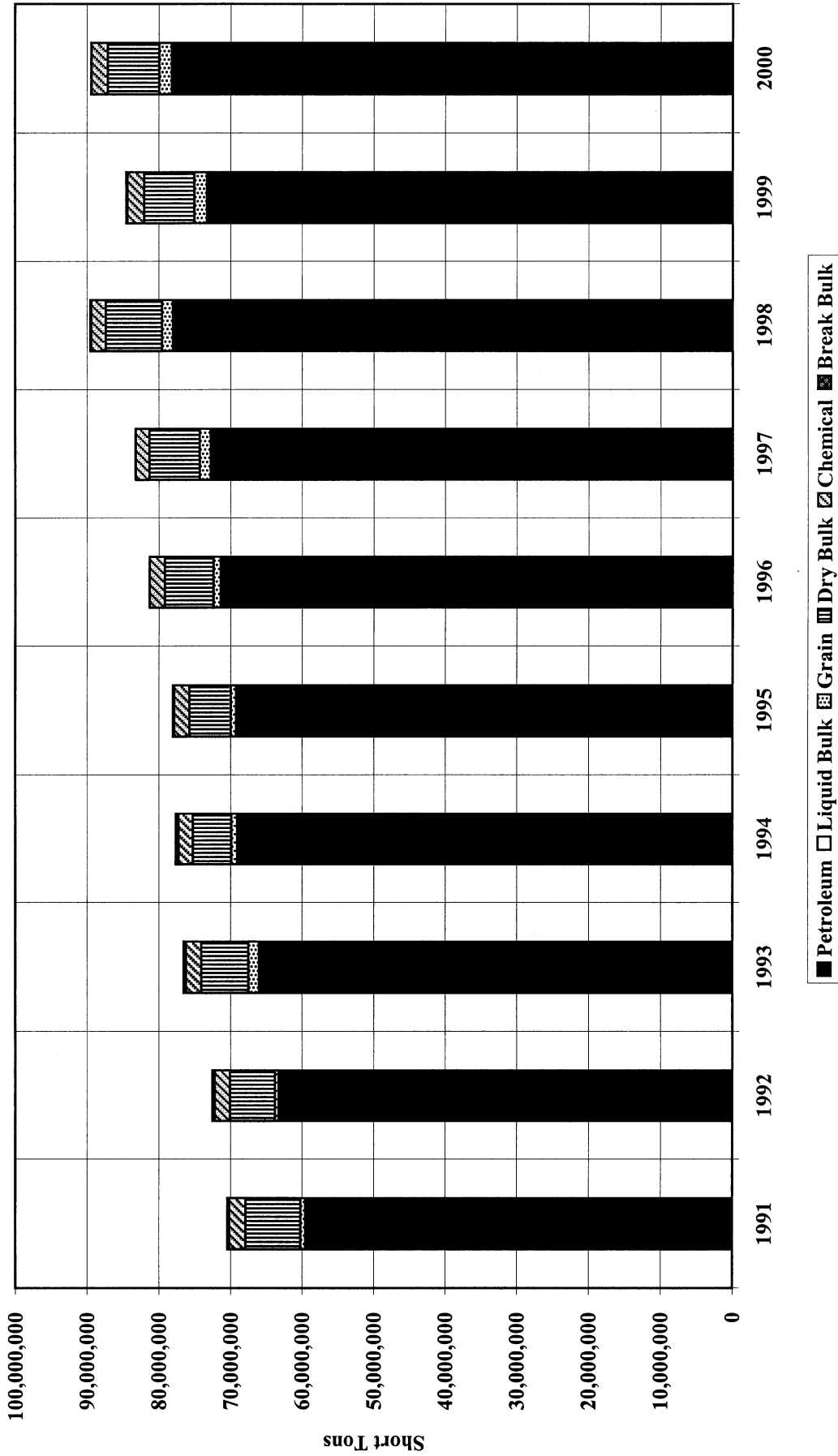


TABLE III

**PORT OF CORPUS CHRISTI AUTHORITY
OF NUECES COUNTY, TEXAS**

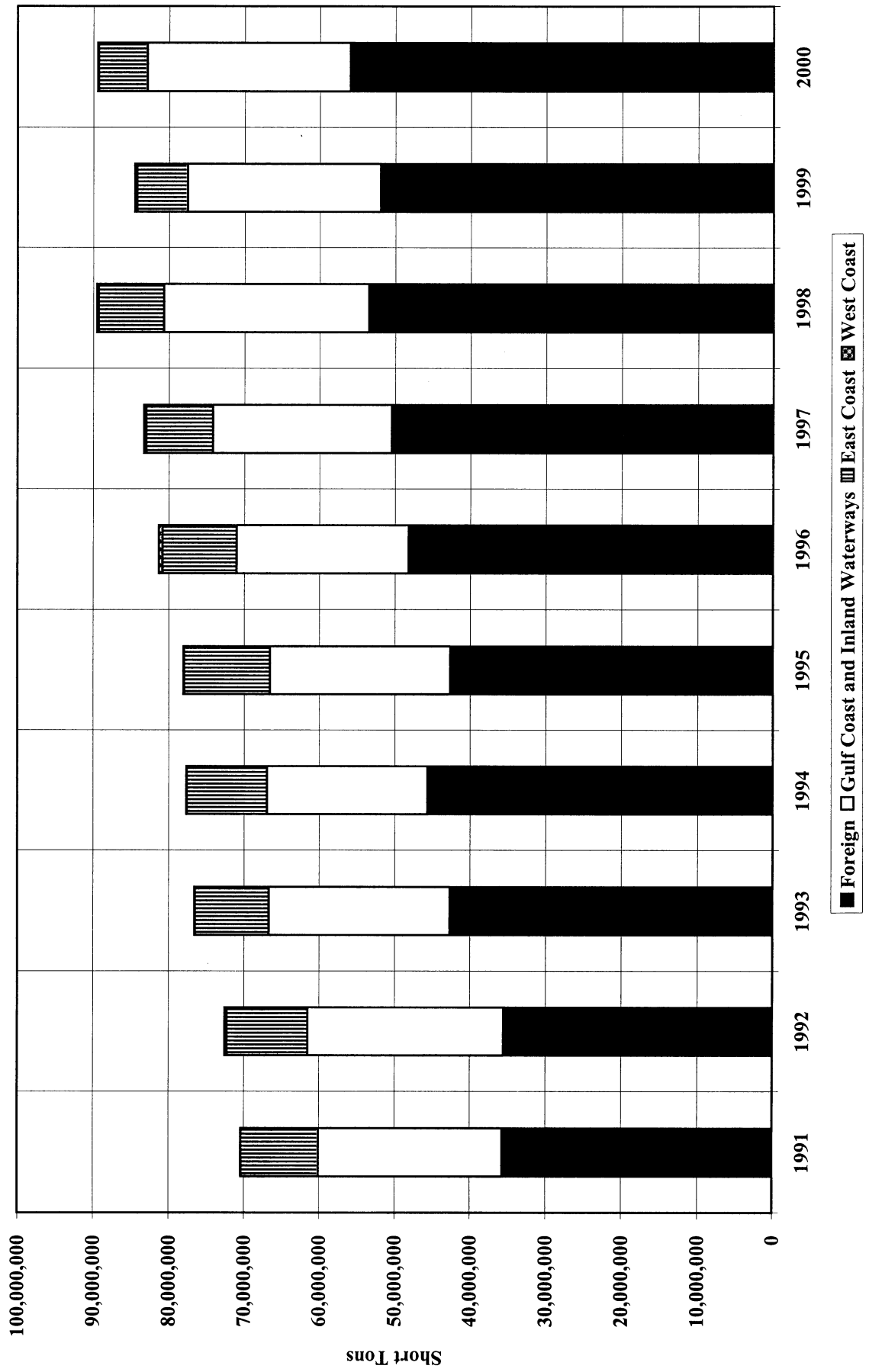
**Port Commerce By Direction
Last Ten Years**

Direction - Short tons	1991	1992	1993	1994	1995	1996	1997	1998	1999	2000
Foreign:										
Imports	28,888,184	29,626,704	35,063,909	38,660,182	36,642,061	40,811,052	41,989,133	45,275,874	43,364,220	46,600,131
Exports	6,781,375	5,864,543	7,594,841	6,994,407	5,974,399	7,375,842	8,431,392	8,197,342	8,562,230	9,366,965
Total	35,669,559	35,491,247	42,658,750	45,654,589	42,616,460	48,186,894	50,420,525	53,473,216	51,926,450	55,967,096
Gulf Coast and Inland Waterways:										
Inbound	10,180,596	11,465,967	9,668,788	7,103,833	9,245,588	8,079,452	8,943,672	9,095,922	9,499,486	9,140,970
Outbound	14,232,775	14,523,604	14,334,770	14,165,555	14,667,346	14,739,063	14,811,150	18,088,453	16,092,321	17,758,974
Total	24,413,371	25,989,571	24,003,558	21,269,388	23,912,934	22,818,515	23,754,822	27,184,375	25,591,807	26,899,944
East Coast:										
Inbound	164,988	243,806	114,823	136,559	391,026	82,744	185,832	175,326	231,043	431,501
Outbound	10,128,476	10,546,635	9,707,874	10,529,337	11,030,008	9,743,249	8,625,349	8,476,846	6,458,762	6,003,290
Total	10,293,464	10,790,441	9,822,697	10,665,896	11,421,034	9,825,993	8,811,181	8,652,172	6,689,805	6,434,791
West Coast:										
Inbound	54,028	226,233	8,718	14,317	-	266,594	16,147	118,888	23,797	28,549
Outbound	-	60,402	62,590	42,543	88,875	229,919	274,298	99,482	293,111	94,111
Total	54,028	286,635	71,308	56,860	88,875	496,513	290,445	218,370	316,908	122,660
Total	70,430,422	72,557,894	76,556,313	77,646,733	78,039,303	81,327,915	83,276,973	89,528,133	84,524,970	89,424,491
Foreign										
Domestic	35,669,559	35,491,246	42,658,751	45,654,589	42,616,460	48,186,894	50,420,525	53,473,216	51,926,450	55,967,096
Total	70,430,422	72,557,894	76,556,313	77,646,733	78,039,303	81,327,915	83,276,973	89,528,133	84,524,970	89,424,491
Inbound										
Outbound	39,287,796	41,562,710	44,856,238	45,914,891	46,278,675	49,239,842	51,134,784	54,666,010	53,118,546	56,201,151
Total	70,430,422	72,557,894	76,556,313	77,646,733	78,039,303	81,327,915	83,276,973	89,528,133	84,524,970	89,424,491

TABLE III (Continued)

PORT OF CORPUS CHRISTI AUTHORITY
OF NUECES COUNTY, TEXAS

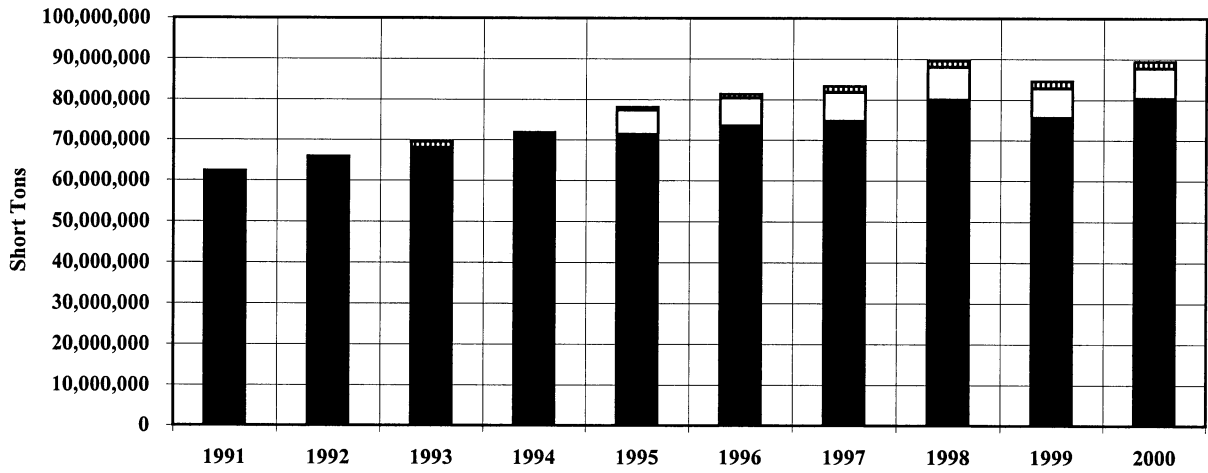
Port Commerce By Direction
Last Ten Years



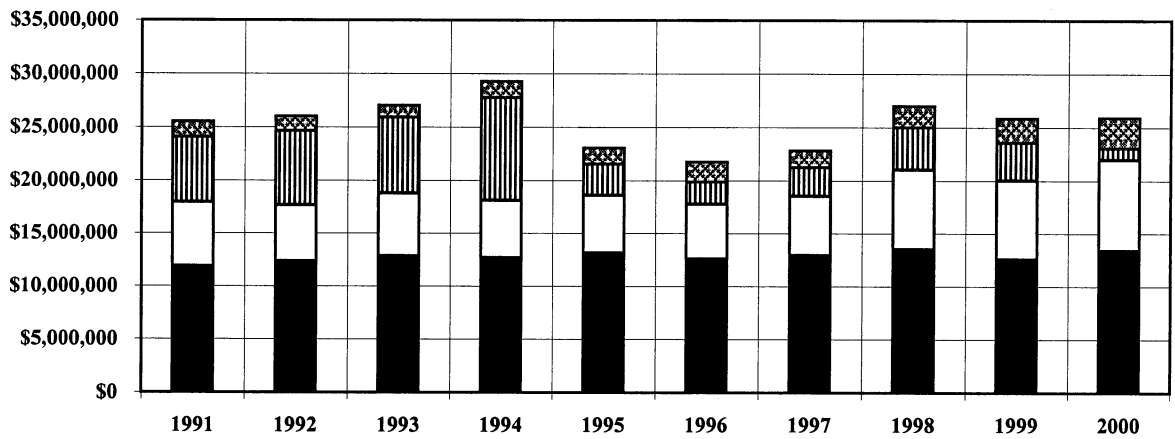
**PORT OF CORPUS CHRISTI AUTHORITY
OF NUECES COUNTY, TEXAS**

**Tonnage, Operating Revenues and Expenses
By Cargo Classification
Last Ten Years**

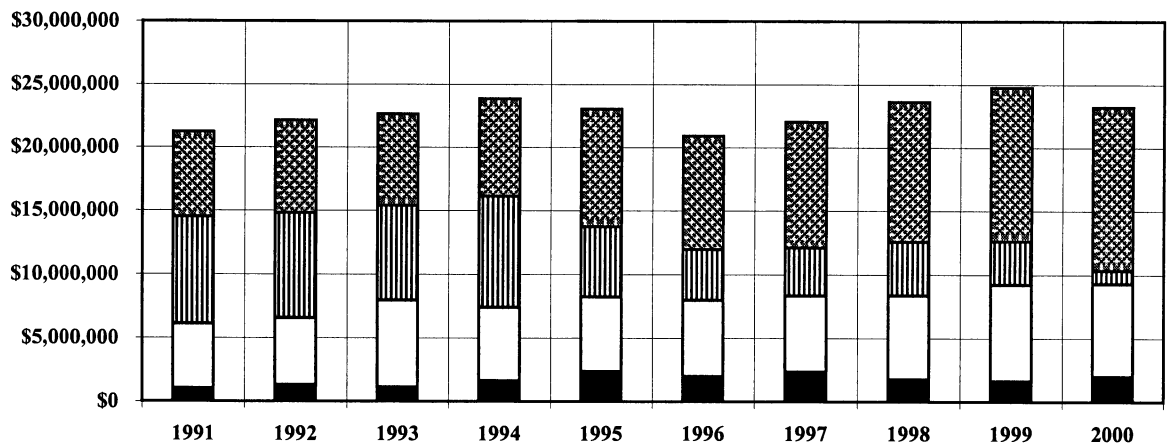
Tonnage:



Operating Revenues:



Operating Expenses:

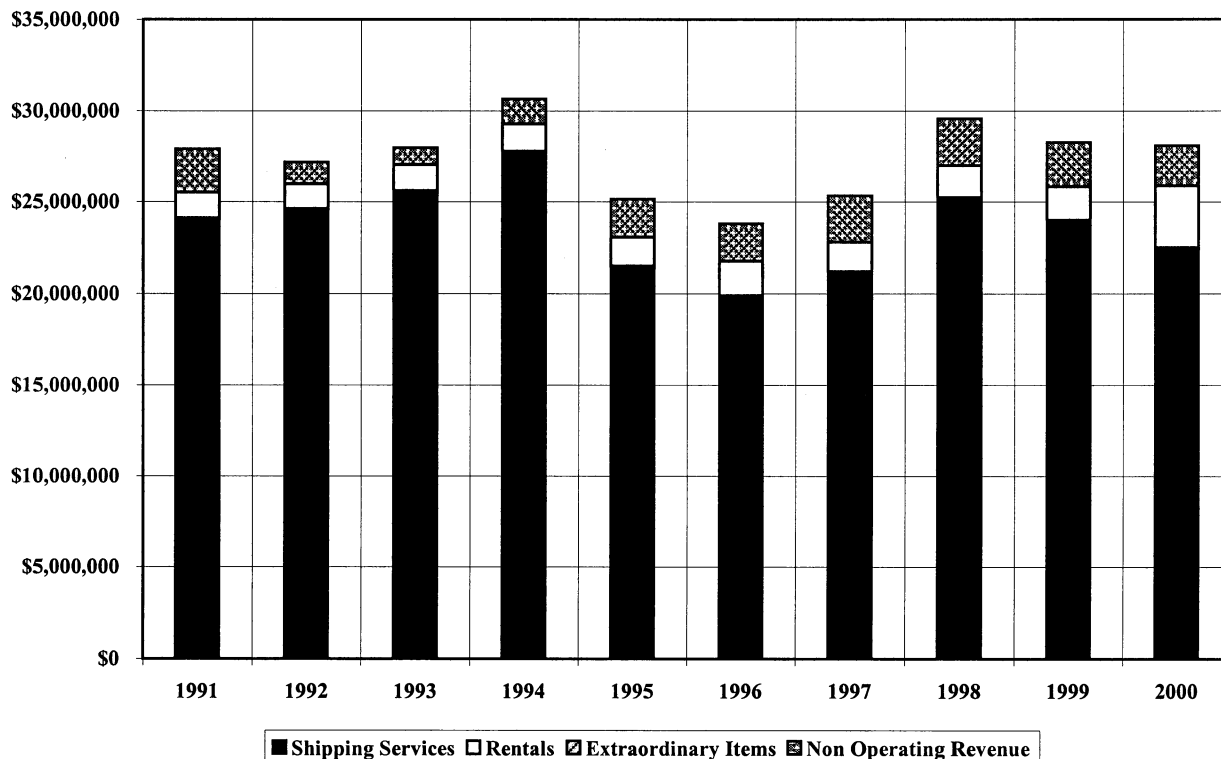


■ Petroleum/Chemical □ Dry Cargo ▨ Grain ▩ Other

**PORT OF CORPUS CHRISTI AUTHORITY
OF NUECES COUNTY, TEXAS**

**Revenue Source and Application
Last Ten Years**

Revenue Source:



Revenue Application:

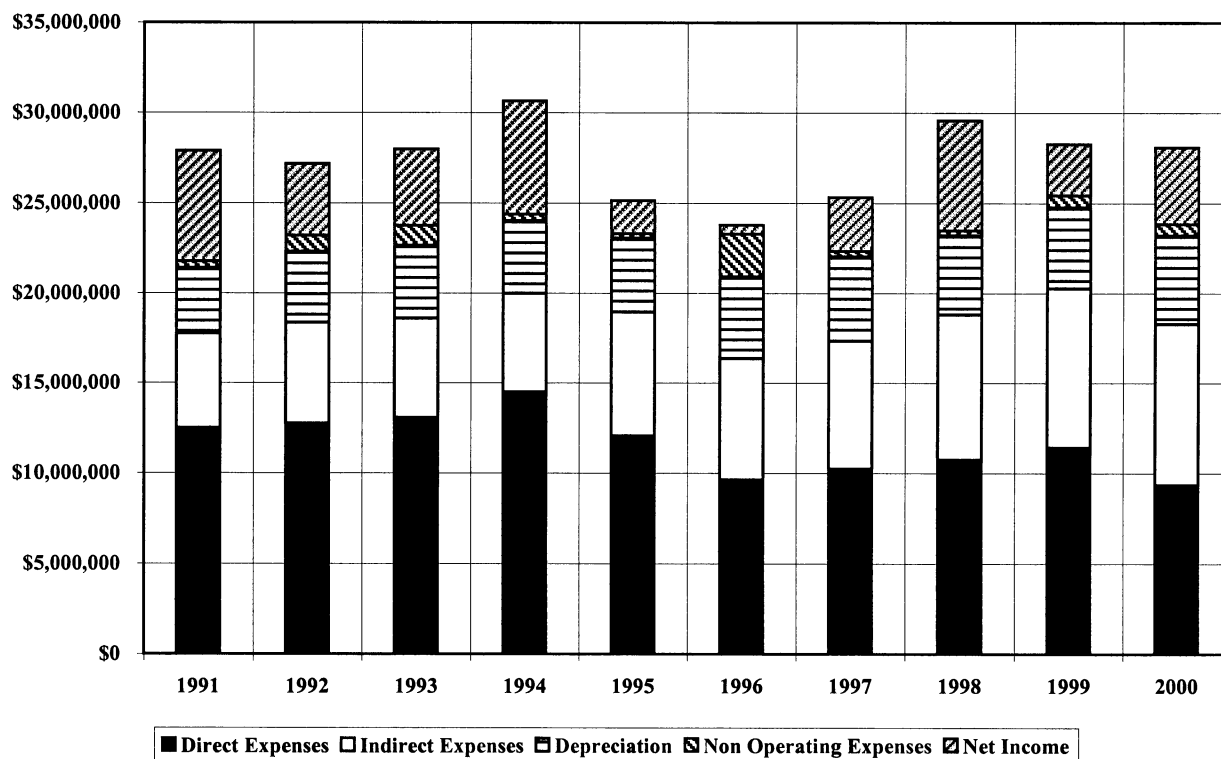


TABLE VI

**Financial Performance Indicators
Last Ten Years**

**PORT OF CORPUS CHRISTI AUTHORITY
OF NUECES COUNTY, TEXAS**

	1991	1992	1993	1994	1995	1996	1997	1998	1999	2000
Operating Revenues (OR)	\$25,515,705	\$25,979,163	\$27,030,607	\$29,272,645	\$23,057,266	\$21,757,378	\$22,800,045	\$26,995,863	\$25,836,907	\$25,890,403
Operating Expenses (OE)	(17,741,788)	(18,355,163)	(18,593,092)	(19,978,349)	(19,012,450)	(16,351,360)	(17,339,439)	(19,201,351)	(20,269,616)	(18,279,022)
Net Operating Income (NOI)	7,773,917	7,624,000	8,437,515	9,294,296	4,044,816	5,406,018	5,460,606	7,794,512	5,567,291	7,611,381
Non-Operating Revenues	2,374,641	1,193,613	942,614	1,365,719	2,143,950	2,039,893	2,532,046	2,572,029	2,426,614	2,192,369
Non-Operating Expenses	(380,585)	(883,998)	(1,114,161)	(360,088)	(257,408)	(2,372,750)	(315,995)	(264,489)	(656,174)	(627,071)
Net Income "A" (NI"A")	9,767,973	7,933,615	8,265,968	10,299,927	5,931,358	5,073,161	7,676,657	10,102,052	7,337,731	9,176,679
Depreciation	(3,654,915)	(3,958,913)	(4,051,405)	(4,048,776)	(4,102,915)	(4,569,389)	(4,695,994)	(4,425,667)	(4,509,898)	(4,944,421)
Net Income "B" (NI"B")	\$ 6,113,058	\$ 3,974,702	\$ 4,214,563	\$ 6,251,151	\$ 1,828,443	\$ 503,772	\$ 2,980,663	\$ 5,676,385	\$ 2,827,833	\$ 4,232,258
Net Capital Assets (NCA)	\$90,951,133	\$107,853,730	\$109,209,779	\$106,597,488	\$112,986,967	\$117,399,178	\$117,956,248	\$118,269,753	\$122,779,056	\$147,286,699
Total Assets (TA)	\$167,094,559	\$167,208,560	\$165,846,693	\$169,356,016	\$170,735,538	\$171,285,596	\$172,384,118	\$178,459,639	\$179,958,670	\$179,630,724

Operating Indicators:

Operating ROI (NOI/NCA)	8.55%	7.07%	7.73%	8.72%	3.58%	4.60%	4.63%	6.59%	4.53%	5.17%
Operating Margin (NOI/OR)	30.47%	29.35%	31.21%	31.75%	17.54%	24.85%	23.95%	28.87%	21.55%	29.40%
Operating Ratio (OE/OR)	69.53%	70.65%	68.79%	68.25%	82.46%	75.15%	76.05%	71.13%	78.45%	70.60%

Other ROI Indicators:

ROI "A" (NI"A"/TA)	5.85%	4.74%	4.98%	6.08%	3.47%	2.96%	4.45%	5.66%	4.08%	5.11%
ROI "B" (NI"B"/TA)	3.66%	2.38%	2.54%	3.69%	1.07%	0.29%	1.73%	3.18%	1.57%	2.36%

PORT OF CORPUS CHRISTI AUTHORITY
OF NUECES COUNTY, TEXAS

Expenses by Type
Last Ten Years

	1991	1992	1993	1994	1995	1996	1997	1998	1999	2000
Operating Expenses:										
Direct:										
Employee services	\$ 3,792,803	\$ 3,537,425	\$ 3,409,690	\$ 3,403,556	\$ 3,565,559	\$ 3,482,579	\$ 3,933,523	\$ 4,113,336	\$ 4,503,345	\$ 3,293,465
Maintenance	1,963,926	2,161,998	3,134,243	2,989,837	3,470,301	2,597,113	2,674,863	2,919,585	2,213,199	1,756,682
Utilities	818,420	748,810	791,433	820,734	701,970	747,251	646,548	625,315	660,189	468,382
Telephone	-	-	(10,516)	3,643	6,650	12,897	17,473	22,204	26,092	30,158
Insurance	997,489	1,058,645	925,307	1,540,777	1,265,256	1,164,276	1,299,047	1,026,451	978,421	966,835
Professional services	161,227	428,895	476,050	260,888	203,254	117,050	260,363	115,416	182,015	114,171
Security services	699,912	738,112	773,322	746,209	800,602	825,411	826,088	832,026	950,138	828,607
Contract labor	56,333	341,329	487,514	888,715	234,083	49,182	86,496	155,991	178,520	233,721
Office and equipment rental	2,538	33,961	54,145	31,026	35,692	32,717	10,786	9,152	55,208	51,250
Conference center	-	-	-	-	-	-	-	-	-	244,174
Grain handling	2,923,422	3,069,863	2,485,831	3,228,888	961,392	228,595	67,937	463,180	58,274	1,094
Ginning	899,044	393,373	289,247	307,445	474,470	138,701	157,606	366,040	1,258,237	1,096,642
Safety/Environmental	-	-	-	36,149	56,987	69,315	40,703	43,647	58,281	21,034
General	153,017	214,599	223,890	228,293	280,525	148,349	203,042	220,682	228,439	227,802
	<u>\$ 12,468,131</u>	<u>\$ 12,727,010</u>	<u>\$ 13,040,156</u>	<u>\$ 14,486,160</u>	<u>\$ 12,056,741</u>	<u>\$ 9,613,436</u>	<u>\$ 10,224,475</u>	<u>\$ 10,913,025</u>	<u>\$ 11,410,358</u>	<u>\$ 9,334,017</u>
Indirect:										
Employee services	\$ 2,884,172	\$ 2,926,718	\$ 3,136,219	\$ 2,884,933	\$ 3,553,344	\$ 3,541,346	\$ 4,060,736	\$ 4,170,496	\$ 4,521,403	\$ 4,484,449
Maintenance	138,846	184,468	202,064	170,569	247,741	336,266	262,002	298,099	317,737	281,890
Utilities	155,347	132,288	65,515	67,643	74,609	106,470	119,642	110,965	102,943	125,271
Telephone	8,402	7,631	34,792	57,591	70,564	88,594	86,186	105,203	103,524	129,241
Insurance	69,711	108,568	67,251	58,984	70,563	113,865	110,179	99,291	79,152	39,961
Professional services	972,094	968,888	776,927	810,909	1,551,796	1,145,952	1,111,892	1,641,139	1,665,601	1,761,967
Security services	1,202	1,369	1,247	1,442	1,158	2,676	3,636	3,231	10,109	63,525
Contract labor	20,601	18,067	-	-	-	-	11,091	6,920	15,500	16,186
Office and equipment rental	41,730	37,525	38,806	44,715	26,406	27,169	24,717	25,087	44,365	30,848
Administrative	731,911	803,437	912,691	952,360	971,390	856,011	1,004,757	1,209,395	1,361,721	1,344,684
Trade and sales development	-	-	60,280	85,790	85,783	76,558	103,137	163,991	227,183	209,492
Media advertising	209,453	217,243	73,215	104,676	143,919	151,408	194,785	295,463	238,715	248,392
Production	-	-	105,811	109,485	102,075	78,222	80,363	105,620	107,252	111,049
Safety/Environmental	-	-	-	24,133	21,298	29,920	19,607	(9,176)	20,227	6,869
General	40,188	221,951	78,118	119,959	35,063	183,467	(77,766)	62,602	43,826	91,181
	<u>\$ 5,273,657</u>	<u>\$ 5,628,153</u>	<u>\$ 5,552,936</u>	<u>\$ 5,493,189</u>	<u>\$ 6,955,709</u>	<u>\$ 6,737,924</u>	<u>\$ 7,114,964</u>	<u>\$ 8,288,326</u>	<u>\$ 8,859,258</u>	<u>\$ 8,945,005</u>
Depreciation	<u>\$ 3,654,915</u>	<u>\$ 3,958,913</u>	<u>\$ 4,051,405</u>	<u>\$ 4,048,776</u>	<u>\$ 4,102,915</u>	<u>\$ 4,569,389</u>	<u>\$ 4,695,995</u>	<u>\$ 4,425,667</u>	<u>\$ 4,509,898</u>	<u>\$ 4,944,421</u>
Non-Operating Expenses:										
Other:										
Interest	\$ 380,585	\$ 883,999	\$ 621,771	\$ 359,300	\$ 257,408	\$ 421,672	\$ 315,995	\$ 252,987	\$ 167,605	\$ 128,862
Loss on suspended capital projects	-	-	-	-	-	1,951,078	-	-	-	-
Other	<u>\$ 380,585</u>	<u>\$ 883,999</u>	<u>\$ 1,114,161</u>	<u>\$ 360,088</u>	<u>\$ 257,408</u>	<u>\$ 2,372,750</u>	<u>\$ 315,995</u>	<u>\$ 264,489</u>	<u>\$ 656,174</u>	<u>\$ 627,070</u>

TABLE VIII

**PORT OF CORPUS CHRISTI AUTHORITY
OF NUECES COUNTY, TEXAS**

**Revenues by Source
Last Ten Years**

	1991	1992	1993	1994	1995	1996	1997	1998	1999	2000
Operating Revenues:										
Wharfage	\$ 11,637,512	\$ 11,984,445	\$ 12,441,288	\$ 12,303,245	\$ 12,587,356	\$ 12,504,190	\$ 12,683,762	\$ 13,546,195	\$ 12,592,047	\$ 13,282,469
Dockage	2,556,710	2,713,402	3,111,057	3,093,250	2,937,117	2,778,378	3,582,641	4,020,559	3,619,507	3,229,447
Freight handling	3,015,343	3,089,853	3,705,282	3,392,552	2,423,606	2,941,830	3,043,880	3,599,735	3,404,430	1,915,483
Storage	722,706	641,565	627,970	640,174	308,522	280,925	608,987	1,083,791	754,199	103,722
Bagging	3,763,749	4,702,704	4,345,094	7,027,300	1,704,566	368,417	96,928	841,439	41,344	0
Building and land rentals	1,102,472	1,041,519	1,142,436	1,251,475	1,313,366	1,512,873	1,306,175	1,430,634	1,495,070	2,835,108
Conference center	-	-	-	-	-	-	-	-	-	296,861
FTZ user fees	309,867	318,550	292,114	253,960	252,427	358,182	298,827	335,160	346,660	261,250
Compress	2,203,661	1,192,857	1,046,177	843,109	1,133,973	307,392	403,509	922,611	2,298,035	2,734,668
Other	203,685	294,268	319,189	467,580	396,333	705,191	775,336	1,215,739	1,285,615	1,231,395
	<u>\$ 25,515,705</u>	<u>\$ 25,979,163</u>	<u>\$ 27,030,607</u>	<u>\$ 29,272,645</u>	<u>\$ 23,057,266</u>	<u>\$ 21,757,378</u>	<u>\$ 22,800,045</u>	<u>\$ 26,995,863</u>	<u>\$ 25,836,907</u>	<u>\$ 25,890,403</u>
Non-Operating Revenues:										
Other:										
Investment income	\$ 1,979,798	\$ 1,078,061	\$ 852,311	\$ 1,196,446	\$ 1,854,116	\$ 1,803,343	\$ 1,947,942	\$ 2,031,442	\$ 1,751,857	\$ 1,619,461
Other	233,790	7,796	-	169,273	289,834	236,550	584,104	540,587	674,757	572,907
	<u>\$ 2,213,588</u>	<u>\$ 1,085,857</u>	<u>\$ 852,311</u>	<u>\$ 1,365,719</u>	<u>\$ 2,143,950</u>	<u>\$ 2,039,893</u>	<u>\$ 2,532,046</u>	<u>\$ 2,572,029</u>	<u>\$ 2,426,614</u>	<u>\$ 2,192,368</u>

TABLE IX

**PORT OF CORPUS CHRISTI AUTHORITY
OF NUECES COUNTY, TEXAS**

**Property Tax Levies and Collections
Last Ten Years**

Year	Current		Percent of Levy Collected Tax Year	Unpaid End of Tax Year	Subsequent Collections	Total Collections	Total Collections As Percent of Levy	Unpaid Taxes December 31, 2000	Unpaid Taxes As Percent of Levy
	Tax Levy	Tax Collections							
1991	3,043,952	2,916,058	95.80%	127,894	112,712	3,028,770	99.50%	15,182	0.50%
1992	2,872,376	2,754,519	95.90%	117,857	103,517	2,858,036	99.50%	14,340	0.50%
1993	2,688,877	2,587,657	96.24%	101,220	88,766	2,676,423	99.54%	12,454	0.46%
1994	2,761,604	1,991,670	72.12%	769,934	755,117	2,746,787	99.46%	14,817	0.54%
1995	2,650,938	894,626	33.75%	1,756,312	1,740,635	2,635,261	99.41%	15,677	0.59%
1996	2,629,887	1,014,562	38.58%	1,615,325	1,597,217	2,611,779	99.31%	18,108	0.69%
1997	2,757,300	1,018,880	36.95%	1,738,420	1,715,011	2,733,891	99.15%	23,409	0.85%
1998	2,683,336	1,055,716	39.34%	1,627,620	1,589,046	2,644,762	98.56%	38,574	1.44%
1999	2,548,703	982,346	38.54%	1,566,357	1,513,918	2,496,264	97.94%	52,439	2.06%
2000	2,484,092	961,998	38.73%	1,522,094	2,551	964,549	38.83%	1,519,543	61.17%

TABLE X

**PORT OF CORPUS CHRISTI AUTHORITY
OF NUECES COUNTY, TEXAS**

**Assessed and Estimated True Value of Taxable Property
Last Ten Years**

Year	Minerals	Real Property	Personal Property	Total	Less Exemptions	Assessed Valuation	True Value	Percentage of Assessed to True Value
1991	310,686,420	9,144,548,897	1,646,379,726	11,101,615,043	1,790,201,856	9,311,413,187	9,311,413,187	100%
1992	251,916,730	9,336,734,950	1,577,958,813	11,166,610,493	2,042,061,128	9,124,549,365	9,124,549,365	100%
1993	253,610,320	9,516,900,503	1,665,154,509	11,435,665,332	2,252,056,163	9,183,609,169	9,183,609,169	100%
1994	240,086,040	9,644,802,862	1,652,803,410	11,537,692,312	2,228,989,930	9,308,702,382	9,308,702,382	100%
1995	203,360,540	9,798,555,202	1,761,448,129	11,763,363,871	2,276,176,302	9,487,187,569	9,487,187,569	100%
1996	157,245,270	9,941,008,053	1,717,281,833	11,815,535,156	2,140,492,535	9,675,042,621	9,675,042,621	100%
1997	190,042,450	10,070,119,027	1,723,132,828	11,983,294,305	2,083,917,183	9,899,377,122	9,899,377,122	100%
1998	198,951,378	10,344,835,260	1,666,778,846	12,210,565,484	2,120,174,085	10,090,391,399	10,090,391,399	100%
1999	144,161,950	10,589,017,231	1,681,544,034	12,414,723,215	2,136,440,457	10,278,282,758	10,278,282,758	100%
2000	191,485,540	10,798,381,895	1,718,537,663	12,708,405,098	2,234,972,638	10,473,432,460	10,473,432,460	100%

Source - Nueces County Tax Appraisal District

**PORT OF CORPUS CHRISTI AUTHORITY
OF NUECES COUNTY, TEXAS**

**Property Tax Rates
Direct and Overlapping Governments
Last Ten Years**

	1991	1992	1993	1994	1995	1996	1997	1998	1999	2000
Port of Corpus Christi Authority	0.03275	0.03150	0.02929	0.02967	0.02795	0.02719	0.02785	0.02659	0.02480	0.02372
Nueces County	0.27446	0.30125	0.31175	0.31175	0.32877	0.33459	0.33459	0.33459	0.34462	0.35274
Hospital District	0.20300	0.22500	0.23250	0.23921	0.24470	0.24170	0.23316	0.22803	0.22803	0.22803
Water Control and Improvement District No. IV	0.08588	0.09177	0.09177	0.07987	0.07464	0.07785	0.07931	0.07640	0.06682	0.06250
Water Control and Improvement District No. V	0.00000	0.00000	0.06100	0.00000	0.17507	0.18068	0.18068	0.15845	0.16938	0.00000
Drainage District No. II	0.02200	0.30681	0.36000	0.37050	0.37050	0.37960	0.38467	0.38470	0.38470	0.38895
City of Agua Dulce	0.70121	0.72225	0.72225	0.72225	0.72225	0.72250	0.72225	0.63704	0.68369	0.68369
City of Aransas Pass	*	*	*	*	*	*	*	*	*	*
City of Bishop	0.49850	0.50776	0.52636	0.52636	0.52636	0.54811	0.86952	0.88866	0.85429	0.87954
City of Corpus Christi	0.59000	0.60344	0.61796	0.61273	0.61273	0.82373	0.62373	0.62373	0.62373	0.62373
City of Driscoll	0.50000	0.56000	0.56000	*	0.63000	0.64541	0.66339	0.66339	0.58643	0.59883
City of Port Aransas	0.47000	0.47000	0.47000	0.47000	0.47000	0.47000	0.47000	0.47000	0.47000	0.47000
City of Robstown	0.98024	1.03549	1.08721	1.08208	1.08208	1.08208	1.08208	1.08208	1.08208	1.08208
Corpus Christi Junior College District	0.16711	0.16983	0.17616	0.18566	0.19682	0.20781	0.20781	0.20781	0.22047	0.22047
Agua Dulce ISD	0.58000	0.61000	1.52700	1.52700	1.85626	1.94490	1.94490	1.94490	1.86730	1.84430
Aransas Pass ISD	*	*	*	*	*	*	*	*	*	*
Banquete ISD	0.72957	0.66000	1.57700	1.52157	1.52150	1.52150	1.61150	1.66150	1.75000	1.55500
Bishop ISD	0.24660	0.24659	1.08999	1.29500	1.34460	1.42000	1.50000	1.50000	1.61000	1.62500
Calallen ISD	0.60000	0.58000	0.14800	*	1.52200	1.57000	1.57000	1.57000	1.48581	1.52417
Corpus Christi ISD	0.46400	0.48400	1.40100	1.43800	1.42800	1.45800	1.51800	1.55500	1.50000	1.57000
Driscoll ISD	0.33000	0.35000	1.37100	1.37100	1.37100	1.42600	1.42600	1.42600	1.50000	1.91000
Flour Bluff ISD	0.48000	0.48000	1.39700	1.39700	1.37908	1.43947	1.43947	1.49672	1.49192	1.52620
London ISD	0.60000	0.60000	1.49887	1.49000	1.49000	1.43913	1.43000	1.41000	1.41000	1.33690
Port Aransas ISD	0.36500	0.36500	1.44000	1.44000	1.44000	1.44000	1.44000	1.44000	1.42030	1.44906
Robstown ISD	0.45000	0.47690	1.39390	1.51000	1.56909	1.56909	1.56909	1.56000	1.61400	1.61400
Tuloso-Midway ISD	0.47000	0.55000	1.45900	1.49990	1.49990	1.56205	1.56205	1.59205	1.67205	1.75005
West Oso ISD	0.69500	0.47000	1.53000	1.53000	1.51000	1.51000	1.51000	1.51000	1.48000	1.54000
South Texas Water Authority	0.13000	0.13000	0.13000	0.13500	0.14171	0.14171	0.14171	0.14171	0.14171	0.13297

* Rate not available
Property tax rates based on per \$100 assessed valuation.
Source - Nueces County Tax Appraisal District

TABLE XII

PORT OF CORPUS CHRISTI AUTHORITY
OF NUECES COUNTY, TEXAS

Ratio of Net General Bonded Debt to Assessed Valuation
and Net Bonded Debt Per Capita
Last Ten Years

Year	Estimated Population (a)	Assessed Valuation	Gross Bonded Debt (b)	Less Debt Service Funds	Net Bonded Debt	Ratio of Net Bonded Debt to Assessed Valuation	Net Bonded Debt Per Capita
1991	291,145	9,311,413,187	19,675,000	1,880,423	17,794,577	0.0019	61.12
1992	299,282	9,183,609,169	18,200,000	1,017,299	17,182,701	0.0019	57.41
1993	303,351	9,308,702,382	17,617,865	564,182	17,053,683	0.0018	56.22
1994	310,881	9,487,187,569	15,907,864	1,014,857	14,893,007	0.0016	47.91
1995	317,099	9,675,042,621	14,002,864	1,403,071	12,599,793	0.0013	39.73
1996	317,099	9,675,042,621	12,145,000	1,590,326	10,554,674	0.0011	33.29
1997	315,722	9,899,377,122	10,100,000	1,638,483	8,461,517	0.0009	26.80
1998	312,708	10,090,391,399	7,820,000	1,690,640	6,129,360	0.0006	19.60
1999	316,498	10,278,282,758	5,515,000	1,617,883	3,897,117	0.0004	12.31
2000	313,645	10,473,432,460	3,235,000	1,691,680	1,543,320	0.0001	4.92

(a) Source - BEA Regional Facts - Nueces County; U.S. Census Bureau

(b) Only unlimited tax bonds are included since revenue bonds are not tax supported.

**PORT OF CORPUS CHRISTI AUTHORITY
OF NUECES COUNTY, TEXAS**
**Computation of Direct
and Overlapping Debt
December 31, 2000**

<u>Taxing Body</u>	<u>Net Bonded Debt</u>	<u>As Of</u>	<u>Overlapping Percentage</u>	<u>Amount Overlapping</u>
Port of Corpus Christi Authority	\$ 1,543,320	12/31/00	100.00%	\$ 1,543,320
Nueces County	9,117,061	01/01/00	100.00%	9,117,061
Hospital District	21,580,000 **	07/31/00	100.00%	21,580,000
Water Control and Improvement District No. IV	755,601	09/30/99	99.87%	754,619
Water Control and Improvement District No. V	-	07/31/00	100.00%	-
Drainage District No. II	-	07/31/00	100.00%	-
City of Agua Dulce	475,000 **	07/31/00	100.00%	475,000
City of Aransas Pass	8,197,668	09/30/99	1.44%	118,046
City of Bishop	2,449,047	09/30/99	100.00%	2,449,047
City of Corpus Christi	77,484,957	07/31/99	100.00%	77,484,957
City of Driscoll	421,000 **	07/31/00	100.00%	421,000
City of Port Aransas	390,000	09/30/99	100.00%	390,000
City of Portland	1,505,401	09/30/99	***	-
City of Robstown	3,221,599 **	07/31/00	100.00%	3,221,599
Corpus Christi Junior College District	10,506,939	08/31/99	100.00%	10,506,939
Agua Dulce ISD	3,304,142	08/31/99	70.21%	2,319,838
Aransas Pass ISD	*	*	*	*
Banquete ISD	994,383 **	07/31/00	100.00%	994,383
Bishop ISD	8,068,557	08/31/99	100.00%	8,068,557
Calallen ISD	10,463,236	08/31/99	100.00%	10,463,236
Corpus Christi ISD	133,736,462	08/31/99	100.00%	133,736,462
Driscoll ISD	*	*	*	*
Flour Bluff ISD	9,315,000 **	07/31/00	100.00%	9,315,000
London ISD	*	*	*	*
Port Aransas ISD	4,054,736	08/31/99	99.88%	4,049,870
Robstown ISD	18,444,383 **	07/31/00	100.00%	18,444,383
Tuloso-Midway ISD	28,139,981	02/15/00	100.00%	28,139,981
West Oso ISD	4,823,873	08/31/99	100.00%	4,823,873
South Texas Water Authority	316,160	09/30/99	40.74%	128,804
				\$ <u><u>348,545,975</u></u>

**Sources - Texas Municipal Reports and
Port of Corpus Christi Authority**

* Overlapping debt information not available

** Gross debt

*** A portion of the City is in Nueces County but has no taxable value.

PORT OF CORPUS CHRISTI AUTHORITY
OF NUECES COUNTY, TEXAS

Revenue Bond Coverage
Last Ten Years

Year	Gross Revenues (1)	Operating Expenses (2)	Available for Debt Service	Debt Service Requirements			Coverage
				Principal	Interest	Reserve	
1991	25,401,577	16,809,767	8,591,810	655,000	279,341	93,435	8.36
1992	25,487,800	19,233,769	6,254,031	685,000	224,103	90,911	6.25
1993	26,115,525	19,463,839	6,651,686	690,000	166,593	85,659	7.06
1994	26,795,850	20,139,138	6,656,712	220,000	84,721	30,472	19.86
1995	22,607,359	19,576,773	3,030,586	230,000	68,144	29,815	9.24
1996*	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1997	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1998	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1999	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2000	N/A	N/A	N/A	N/A	N/A	N/A	N/A

(1) Gross revenues represent operating revenues less revenues from grain elevator and other debt related revenues as per bond resolutions.

(2) Operating expenses represent operating expenses less bond interest, operating expenses from grain elevator and other debt related expenses, as per bond resolutions.

* Revenue bond debt was paid.

**PORT OF CORPUS CHRISTI AUTHORITY
OF NUECES COUNTY, TEXAS**

**Schedule of Insurance in Force
December 31, 2000**

Name Of Company	Policy Number	Policy Period	Details of Coverage	Liability Limits
Lexington/ACE	4017599/ENG12037921-2	04/01/00-01	All risk property	\$100,000,000
TWIA (TX Windstorm Ins. Assoc.)	19243905	07/17/00-01	Windstorm -Compress	4,492,555
Lexington/Westchester Fire	85355948;FXA392759-01	08/05/00-01	Harbor Island properties	10,000,000
Hartford Steamboiler Ins. Co.	HN-7342763	10/01/00-01	Boiler and machinery-buildings	1,000,000
Travelers	M5EEGMC911K6077	01/01/00-01	Boiler and machinery-lift bridge	20,000,000
TML	8732	10/01/00-01	Business auto liability	10,000,000
Commercial General Underwriters	PA006860Y	10/01/00-01	Comprehensive marine liability	20,000,000
C.N.A. Insurance Companies	PST223892562	10/01/00-01	Foreign liability	1,000,000
US Specialty Insurance Co.	GAB5777	10/01/00-01	Non-owned aircraft liability	2,000,000
Commercial General Underwriters	PA006860Y	10/01/00-01	Liability and hull-Fireboat	20,000,000
Commercial General Underwriters	PL0006950Y	10/01/00-01	Excess liability-Fireboat excess of	80,000,000 20,000,000
TML	8732	10/01/00-01	Public Officials liability	10,000,000
Hartford Insurance	65PEBGW9885	07/01/00-01	Fidelity - Public Officials	500,000
Travelers	61BY103337817B	07/01/00-01	Fidelity - Public Employees	500,000
Reliance Insurance Co.	NXC0116435-00	07/01/00-01	Excess Workers' Compensation excess of	1,000,000 500,000

**PORT OF CORPUS CHRISTI AUTHORITY
OF NUECES COUNTY, TEXAS**

Analysis of Funding Progress - Pension Plan

Actuarial Valuation Date (1)	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Funded Ratio	Unfunded Actuarial Accrued Liability (UAAL)	Annual Covered Payroll	UAAL As a Percentage of Covered Payroll
1990	2,789,260	2,663,834	104.7%	(125,426)	4,603,693	(2.7%)
1991	3,221,870	2,926,980	110.1%	(294,890)	4,725,581	(6.2%)
1992*	3,293,727	6,135,886	53.7%	2,842,159	2,562,148	110.9%
1993	3,401,828	6,606,104	51.5%	3,204,276	4,963,627	64.6%
1994	3,540,058	6,898,979	51.3%	3,358,921	4,808,482	69.9%
1995	4,206,457	8,115,396	51.8%	3,908,939	5,236,934	74.6%
1996	4,853,421	8,837,031	54.9%	3,983,610	5,258,846	75.8%
1997	5,620,580	9,925,817	56.6%	4,305,237	5,706,173	75.5%
1998	6,507,706	10,880,153	59.8%	4,372,447	6,841,985	63.9%
1999	7,482,804	11,795,117	63.4%	4,312,313	5,759,469	74.9%

Note: The data disclosed above represents required supplemental information in accordance with GASB 27.

(1) Data for plan year's 1990 through 1991 reflects the Authority's single employer plan, which was merged into the Texas County District Retirement System (New Plan) effective July 1, 1992. Data for plan year 1992 reflects the New Plan.

*For the period from New Plan inception date, July 1, 1992 to December 31, 1992.

**PORT OF CORPUS CHRISTI AUTHORITY
OF NUECES COUNTY, TEXAS**
**Demographic Statistics
Last Ten Years**

<u>Year</u>	<u>Population</u>	<u>Per Capita Income After Taxes (1)</u>	<u>Public School Enrollment (2)</u>	<u>Unemployment Rate (3)</u>
1991	291,145	N/A	55,998	7.5%
1992	299,282	N/A	56,188	9.3%
1993	303,351	N/A	56,555	8.5%
1994	310,881	11,936	56,195	8.9%
1995	317,099	12,194	55,964	8.4%
1996	317,099	12,194	56,038	8.6%
1997	315,722	13,500	55,191	7.6%
1998	312,708	17,350	55,088	6.1%
1999	316,498	20,673	51,566	6.1%
2000	313,645	22,275	53,461	6.3%

(1) Source - BEA Regional Facts - Nueces County

(2) Source - Independent School Districts

(3) Source - Texas Workforce Commission

TABLE XVIII

**Construction, Bank Deposits and Property Values
Last Ten Years**

**PORT OF CORPUS CHRISTI AUTHORITY
OF NUECES COUNTY, TEXAS**

Year	Construction (1)		Number of Units	Value	Total Dollar Deposits	Market Value	Property Values (2)	
	Commercial	Residential					Exemptions	Taxable Value
	Number of Units	Value						
1991	45	11,968,037	432	36,388,421	3,359,244,652	11,101,615,043	1,790,201,856	9,311,413,187
1992	58	62,557,127	642	55,534,980	3,001,616,171	11,166,610,493	2,042,061,128	9,124,549,365
1993	48	22,614,294	863	77,462,446	2,218,483,061	11,435,665,332	2,252,056,163	9,183,609,169
1994	85	35,420,095	867	89,462,266	2,221,589,697	11,537,692,312	2,228,989,930	9,308,702,382
1995	142	53,879,334	768	82,067,732	2,414,266,778	11,763,363,871	2,276,176,302	9,487,187,569
1996	202	46,787,010	1,040	119,324,365	2,472,751,717	11,815,535,156	2,140,492,535	9,675,042,621
1997	245	68,190,468	881	114,343,122	2,797,853,107	11,983,294,305	2,083,917,183	9,899,377,122
1998	327	72,965,197	941	104,693,919	*	12,210,565,484	2,120,174,085	10,090,391,399
1999	271	44,346,551	701	82,260,573	*	12,414,723,215	2,136,440,457	10,278,282,758
2000	301	73,324,601	686	78,250,728	*	12,708,405,098	2,234,972,638	10,473,432,460

(1) Source - City of Corpus Christi

(2) Source - Nueces County Tax Assessor

* Not Available

**PORT OF CORPUS CHRISTI AUTHORITY
OF NUECES COUNTY, TEXAS**
**Principal Taxpayers
December 31, 2000**

<u>Taxpayers</u>	<u>Type of Business</u>	<u>2000 Assessed Value</u>	<u>Percentage of Total Assessed Valuation</u>
Koch Petroleum Group LP	Refining Company	\$ 615,282,662	5.87%
Equistar Chemicals LP	Petrochemical Plant	303,255,260	2.90%
Citgo Refining & Chemicals	Chemical Plant	292,816,756	2.80%
Ticona Polymers, Plastic Division	Plastic Facility	258,446,900	2.47%
Central Power and Light	Electric Utility	226,946,261	2.17%
Valero Refining Company	Refining Company	187,612,015	1.79%
Coastal Javelina Company	Refining Company	132,393,549	1.26%
Southwestern Bell Telephone	Telephone Utility	86,256,119	0.82%
BASF Corporation	Ibuprofen Plant	71,604,410	0.68%
H.E. Butt Grocery	Grocery Retail Stores	69,614,366	0.66%
Columbia Bay Area Realty LTD	Commercial Property	51,830,372	0.49%
Collins & Ware Inc	Oil and Gas Operator	47,948,930	0.46%
Wal-Mart	Retail Company	46,077,172	0.44%
Elementis Chromium	Chemical Plant	43,500,760	0.42%
TRT Development	Commercial Property	33,075,087	0.32%
Air Liquide America Corporation	Chemical Distributor	31,215,040	0.30%
South Padre Drive LP	Commercial Property	30,682,562	0.29%
Devon Energy Production Co LP	Mineral Reserves	28,754,640	0.27%
Camden Property Trust	Commercial Property	27,429,328	0.26%
Celanese LTD	Chemical Plant	21,640,470	0.21%
Total		\$ 2,606,382,659	24.88%
Total 2000 Assessed Values		\$ 10,473,432,460	

Source - Nueces County Tax Appraisal District

**PORT OF CORPUS CHRISTI AUTHORITY
OF NUECES COUNTY, TEXAS**

Date of Incorporation: 1922

Form of Government: A public corporation and political subdivision of the State of Texas

Number of Employees: 116

Geographic Location: Southeastern coast of Texas on the Gulf of Mexico approximately 150 miles north of the Mexican Border

Area: 6,423 - Emergent acres
16,000 - Submerged acres

Population (1):	Year	City of Corpus Christi	Nueces County
		1920	10,522
	1930	27,741	51,779
	1940	57,301	92,661
	1950	108,053	165,471
	1960	167,690	221,573
	1970	204,525	237,544
	1980	232,119	268,215
	1990	256,632	296,527
	2000	277,454	313,645

Elevation: Sea level to 85 feet, average 35 feet

Tidal Data:

Normal Tide:
Inner Harbor 1.7 feet above mean low tide

Tidal Range:
Inner Harbor Insignificant
Aransas Pass 1.5 feet

Aerial Clearance:

Harbor Bridge and Upper Harbor Lift Bridge 138 feet

Temperature:

80.6 maximum average
61.7 minimum average
71.1 mean

Average Seasonal Rainfall:

30.1 inches annual average

Miscellaneous Statistical Data
December 31, 2000

Public Docks:

Bulk oil	11 - Main Harbor
Dry cargo	8 - Main Harbor
Bulk materials	<u>2 - Main Harbor</u>
	<u>21</u>

Private Docks:

Dry cargo	- ADM/Growmark	1 - Main Harbor
	- Bay, Inc.	2 - Main Harbor
	- Heldenfels	1 - Main Harbor
	- Interstate Grain	1 - Main Harbor
	- Kirby Terminal	1 - Main Harbor
	- Sunbelt Cement Co.	1 - Main Harbor
	- Texas Lehigh Cement	1 - Main Harbor
	- Corpus Christi Equipment Co.	1 - Rincon
	- Hitox	1 - Rincon
	- Tiger Technologies	1 - Rincon
	- Reynolds Metals	1 - La Quinta
	- McDermott	1 - Harbor Island
	- Sophlex Ship Management	1 - Harbor Island
	- Aker Gulf	1 - Ingleside
Bulk liquids	- Citgo	6 - Main Harbor
	- Equistar	1 - Main Harbor
	- Koch	3 - Main Harbor
	- Valero	3 - Main Harbor
	- Occidental Chemical	1 - La Quinta
	- Koch Gathering	1 - Ingleside
	- Peterson Builders	1 - Jewel Fulton
	- Arco	1 - Jewel Fulton
	- Braswell	<u>1 - Jewel Fulton</u>
		<u>33</u>

