

CONTINUING DISCLOSURE REPORT



For the year ended December 31, 2022



LONGMONT, COLORADO

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CITY OF LONGMONT | Finance Department

September 22, 2023

In connection with the issuance of municipal securities, the City of Longmont has agreed to provide certain continuing disclosure for the benefit of the holders of such securities. The commitments to provide such disclosure, commonly referred to as “continuing disclosure undertakings”, have been undertaken in conformity with the requirements established by Rule 15c2-12(b)(5) (the Rule) under the Securities Exchange Act of 1934. The Rule was in effect at the time of the issuance of the securities, and references to the Rule in this report are to Rule 15c2-12(b)(5) in effect at the time of execution and delivery of each continuing disclosure undertaking. This report is meant to supplement and complement information found within the City of Longmont’s 2022 Annual Comprehensive Financial Report (ACFR) and is not intended to be viewed as a fully inclusive compliance document.

The City of Longmont reaffirms its commitment to provide, on an annual basis, secondary market disclosure in conformity with the continuing disclosure undertakings entered into in connection with the primary offering of its municipal securities. Specifically, the City continues to meet its obligation to provide to the Municipal Securities Rulemaking Board, through its single centralized repository, annual financial information and operating data identified in its continuing disclosure undertakings and remains alert to the requirement that the City make timely notice of identified material events.

The Continuing Disclosure Report is delivered by the City for the benefit of the holders and beneficial owners of these and other outstanding obligations of the City and the Continuing Disclosure Report is available at: www.emma.msrb.org or at the City’s website at www.longmontcolorado.gov.

Sincerely,

A handwritten signature in blue ink, appearing to read "James M. Golden".

James M. Golden
Chief Financial Officer
City of Longmont

Reporting of Significant Events

As of December 31, 2022 the City of Longmont had outstanding four different types of publicly offered obligations: Sales & Use Tax Revenue bonds, Enterprise Revenue Bonds, Loans and Certificates of Participation. Information related to the disclosures made by the City for those obligations can be found at the MSRB's disclosure portal, also known as EMMA – Electronic Municipal Market Access, at www.emma.msrb.org.

Subsequent Events

There are no subsequent events to report.

Statistical Disclosure

This Continuing Disclosure Report reflects each debt structure outstanding as of December 31, 2022 requiring annual reporting: (1) Sales and Use Tax Revenue Bonds (2) Enterprise Revenue Bonds.

In addition, the City of Longmont, acting principally through an enterprise of the City, occasionally enters into loan and note agreements, the most significant of which is an issue with the Colorado Water Resources and Power Development Authority.

This Continuing Disclosure Report is delivered by the City for the benefit of the holders and beneficial owners of Longmont obligations and is available at: www.emma.msrb.org or at the City's website at www.longmontcolorado.gov.

The Table of Contents outlines each bond issue along with relevant tables as listed in the exhibit to the Continuing Disclosure Certificate(s) of each issue, except that the Budget Summary and Comparison information required to be updated pursuant to the various undertakings is not found in this report. Instead, that information can be found in the City's Annual Comprehensive Financial Report ("ACFR").

Summarized below is a listing, including the CUSIP 6-digit issuer number, of all obligations outstanding by type as of December 31, 2022.

Sales & Use Tax Revenue Bonds

Open Space Revenue Refunding Bonds, Series 2018 – CUSIP #543103

Sales and Use Tax Revenue Bonds, Series 2019 – CUSIP #543103

Open Space Revenue Refunding Bonds, Series 2020 – CUSIP #543103

Enterprise Bonds

Electric and Broadband Utility Enterprise Revenue Bonds, Series 2014 – CUSIP #543097

Electric and Broadband Utility Enterprise Revenue Bonds, Series 2017 – CUSIP #543097

Wastewater Revenue Refunding Bonds, Series 2013 – CUSIP #543098

Wastewater Enterprise Revenue Bonds, Series 2015 – CUSIP #543098

Wastewater Revenue Refunding Bonds, Series 2020 - CUSIP #543098

Storm Drainage Revenue Bonds, Series 2014 – CUSIP #54310P

Storm Drainage Revenue Refunding Bonds, Series 2016 – CUSIP #54310P

Water Enterprise Revenue Bonds, Series 2021 - CUSIP #543099

Water Enterprise Revenue Bonds, Series 2021A - CUSIP #543099

Open Space

Sales and Use Tax Revenue Bonds

Series 2018

Series 2020

(CUSIP #543103)

Historical Pledged Revenues and Pro-Forma Debt Service Coverage

<u>Year</u>	<u>Open Space Sales and Use Tax Revenues (1)</u>	<u>Maximum Annual Debt Service on the 2018 & 2020 Bonds (2)</u>	<u>Pro-Forma Coverage</u>
2005	\$2,727,251	\$2,268,205	1.20x
2006	2,799,861	2,268,205	1.23x
2007	2,853,231	2,268,205	1.26x
2008	2,816,039	2,268,205	1.24x
2009	2,606,718	2,268,205	1.15x
2010	2,722,178	2,268,205	1.20x
2011	2,882,395	2,268,205	1.27x
2012	3,010,578	2,236,214	1.35x
2013	3,195,124	2,218,314	1.44x
2014	3,436,196	2,205,314	1.56x
2015	3,537,857	2,187,114	1.62x
2016	3,776,468	2,168,814	1.74x
2017	4,156,190	2,145,414	1.94x
2018	4,296,909	2,651,973	1.62x
2019	4,368,325	2,651,973	1.65x
2020	4,570,297	2,372,813	1.93x
2021	5,137,042	2,372,813	2.16x
2022	5,618,126	2,372,813	2.37x

(1) Includes only the proceeds on the Open Space Sales and Use Tax.

(2) Represents the Combined Maximum Annual Debt Service on the 2018 and the 2020 Bonds.

Annual History of Pledged Sales and Use Tax Collections

<u>Year</u>	<u>Open Space Sales Tax Collections</u>	<u>Percent Increase (Decrease)</u>	<u>Open Space Use Tax Collections</u>	<u>Percent Increase (Decrease)</u>	<u>Total City Sales & Use Tax Collections</u>	<u>Percent Increase (Decrease)</u>
2005	\$2,151,677	--	\$575,573	--	\$2,727,250	--
2006	2,267,867	5.40 %	531,994	(7.57) %	2,799,861	2.66 %
2007	2,409,631	6.25 %	443,600	(16.62) %	2,853,231	1.91 %
2008	2,385,798	(0.99) %	430,241	(3.01) %	2,816,039	(1.30) %
2009	2,260,388	(5.26) %	346,330	(19.50) %	2,606,718	(7.43) %
2010	2,336,822	3.38 %	385,356	11.27 %	2,722,178	4.43 %
2011	2,449,451	4.82 %	432,944	12.35 %	2,882,395	5.89 %
2012	2,526,923	3.16 %	483,655	11.71 %	3,010,578	4.45 %
2013	2,685,133	6.26 %	509,991	5.45 %	3,195,124	6.13 %
2014	2,866,270	6.75 %	569,926	11.75 %	3,436,196	7.55 %
2015	2,907,789	1.45 %	630,068	10.55 %	3,537,857	2.96 %
2016	3,105,706	6.81 %	670,763	6.46 %	3,776,469	6.74 %
2017	3,377,230	8.74 %	778,960	16.13 %	4,156,190	10.05 %
2018	3,488,421	3.29 %	808,489	3.79 %	4,296,909	3.39 %
2019	3,625,292	3.92 %	743,033	(8.10) %	4,368,325	1.66 %
2020	3,856,456	6.38 %	713,840	(3.93) %	4,570,297	4.62 %
2021	4,354,452	12.91 %	782,589	9.63 %	5,137,042	12.40 %
2022	4,703,460	8.01 %	914,666	16.88 %	5,618,126	9.37 %

Summary of Revenues, Expenditures and Changes in Fund Balance - Open Space Fund

	2018	2019	2020	2021	2022
REVENUE					
Taxes(1)	\$ 4,296,909	\$4,368,325	\$4,570,297	\$ 5,137,042	\$ 5,618,126
Intergovernmental	828,734	182,701	92,727	98,545	-
Investment income (loss)	234,579	267,404	101,028	(16,641)	(238,853)
Developer Participation	-	439,094	-	-	-
Miscellaneous income	558,844	178,137	171,417	3,024,093	3,501,266
Total revenue	<u>5,919,066</u>	<u>5,435,661</u>	<u>4,935,469</u>	<u>8,243,039</u>	<u>8,880,539</u>
EXPENDITURES					
Current					
Culture and recreation	1,262,023	1,051,055	1,204,979	1,030,338	1,348,261
Capital Outlay	8,987,025	7,229,315	3,340,391	259,544	6,061,200
Debt Service					
Bond principal retired	1,185,000	1,400,000	1,510,000	1,390,000	1,445,000
Interest and fiscal charges	940,314	1,247,621	1,294,718	980,612	926,350
Total Expenditures	<u>12,374,362</u>	<u>10,927,991</u>	<u>7,350,088</u>	<u>3,660,494</u>	<u>9,780,811</u>
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	<u>(6,455,296)</u>	<u>(5,492,330)</u>	<u>(2,414,619)</u>	<u>4,582,545</u>	<u>(900,272)</u>
OTHER FINANCING SOURCES (uses)					
Transfers in:					
Self Insurance Fund	-	-	11,400	-	-
Transfers out:					
Art in public places fund	-	(4,629)	(32,194)	(1,009)	(2,352)
General Fund	(270)	(5,887)	(57,813)	-	-
Fleet Fund	-	(50,602)	(13,216)	-	-
Sustainability Fund	-	-	-	(39,730)	(43,149)
Issuance of long-term debt	8,150,000	-	17,810,000	-	-
Premium on issuance of long-term debt	329,749	-	2,846,240	-	-
Payment to refunded bond escrow agent	-	-	(18,139,615)	-	-
Total other financing sources (uses)	<u>8,479,479</u>	<u>(61,118)</u>	<u>2,424,802</u>	<u>(40,739)</u>	<u>(45,501)</u>
Net Changes in Fund Balance	2,024,183	(5,553,448)	10,183	4,541,806	(945,773)
FUND BALANCE, January 1	<u>9,633,439</u>	<u>11,657,622</u>	<u>6,104,174</u>	<u>6,114,357</u>	<u>10,656,163</u>
FUND BALANCE, December 31	<u>\$ 11,657,622</u>	<u>\$ 6,104,174</u>	<u>\$ 6,114,357</u>	<u>\$ 10,656,163</u>	<u>\$ 9,710,390</u>

(1) Represents the Open Space Sales and Use Tax revenues.

Sales and Use Tax Revenue Bonds

Series 2019

(CUSIP #543103)

Pro-Forma Debt Service Coverage

<u>Year</u>	<u>Pledged Sales and Use Tax Revenues (1)</u>	<u>Maximum Annual Debt Service on the 2019 Bonds (2)</u>	<u>Coverage</u>
2014	34,361,981	2,042,150	16.83x
2015	35,378,567	2,042,150	17.32x
2016	37,385,418	2,042,150	18.31x
2017	40,270,349	2,042,150	19.72x
2018	42,647,482	2,042,150	20.88x
2019	42,947,390 (3)	2,042,150	21.03x
2020	45,336,290	2,042,150	22.20x
2021	51,120,553	2,042,150	25.03x
2022	55,878,844	2,042,150	27.36x

(1) Includes only the proceeds of the 2.0% Sales and Use Tax, net of incremental sales tax amounts allocated to LURA. See "CERTAIN RISK FACTORS-Other Factors Impacting Pledged Sales and Use Tax Collections" in the Official Statement related to the 2019 Bonds.

(2) Represents the Maximum Annual Debt Service on the 2019 Bonds. See "DEBT SERVICE REQUIREMENTS" in the Official Statement related to the 2019 Bonds.

(3) An error was discovered in statistical table 16 in the 2019 ACFR. The pledged Sales and Use Tax revenue total number did not include accrual figures. This was corrected for the 2020 ACFR.

Annual History of City Sales and Use Tax Collections

<u>Year</u>	<u>Sales Tax Collections</u>	<u>Percent Increase (Decrease)</u>	<u>Use Tax Collections</u>	<u>Percent Increase (Decrease)</u>	<u>Total City Sales & Use Tax Collections</u>	<u>Percent Increase (Decrease)</u>
2014	\$ 46,935,209	6.75 %	\$ 9,332,536	11.75 %	\$ 56,267,745	- %
2015	47,615,035	1.45 %	10,317,371	10.55 %	57,932,406	2.96 %
2016	50,855,932	6.81 %	10,983,746	6.46 %	61,839,678	6.74 %
2017	55,302,213	8.74 %	12,755,456	16.13 %	68,057,669	10.06 %
2018 (1)	61,570,629	11.33 %	14,277,137	11.93 %	75,847,766	11.45 %
2019	63,987,502	3.93 %	13,114,528	(8.14) %	77,102,030	1.65 %
2020	68,066,310	6.37 %	12,599,273	(3.93) %	80,665,583	4.62 %
2021	76,856,012	12.91 %	13,812,598	9.63 %	90,668,610	12.40 %
2022	83,016,323	8.02 %	16,143,800	16.88 %	99,160,123	9.37 %

(1) The City Sales and Use Tax increased on January 1, 2018 from 3.275% to 3.53% to increase the Public Safety Sales Tax from .325% to .58%.

Table 2.3

General Fund - Summary of Revenue, Expenditures and changes in Fund Balances (1)

	Fiscal Year Ended December 31,				
	2018	2019	2020	2021	2022
REVENUE					
Taxes(2)	\$ 62,944,236	\$ 63,205,442	\$ 68,656,638	\$ 74,476,972	\$ 81,295,171
Licenses and permits	3,840,157	3,252,113	2,880,757	2,316,869	2,802,692
Intergovernmental	1,248,900	1,272,440	2,168,564	5,774,056	3,198,627
Charges for services	15,143,106	15,116,062	11,916,351	13,373,747	14,972,753
Fines and forfeits	764,100	1,473,141	1,029,088	866,946	725,208
Investment income (loss)	574,032	881,727	491,502	(91,760)	(1,121,420)
Miscellaneous income	275,971	404,952	2,903,769	2,095,997	2,062,605
Total revenue	<u>84,790,502</u>	<u>85,605,877</u>	<u>90,046,669</u>	<u>98,812,827</u>	<u>103,935,636</u>
EXPENDITURES					
Current					
General Government	26,127,399	27,429,637	29,753,712	29,927,709	31,649,708
Public Safety	36,594,663	38,495,558	39,004,752	40,699,504	42,202,723
Culture and Recreation	16,581,203	17,136,247	16,030,674	16,790,168	18,628,597
Total Expenditures	<u>79,303,265</u>	<u>83,061,442</u>	<u>84,789,138</u>	<u>87,417,381</u>	<u>92,481,028</u>
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	<u>5,487,237</u>	<u>2,544,435</u>	<u>5,257,531</u>	<u>11,395,446</u>	<u>11,454,608</u>
OTHER FINANCING SOURCES (USES)					
Operating transfers in	327,539	595,911	2,915,055	621,143	1,072,076
Operating transfers out	(1,251,020)	(2,172,964)	(4,105,218)	(1,823,773)	(5,827,453)
Total other financing sources (uses)	<u>(923,481)</u>	<u>(1,577,053)</u>	<u>(1,190,163)</u>	<u>(1,202,630)</u>	<u>(4,755,377)</u>
EXCESS OF REVENUE AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	4,563,756	967,382	4,067,368	10,192,816	6,699,231
FUND BALANCE, January 1	<u>21,934,269</u>	<u>26,498,025</u>	<u>27,465,407</u>	<u>31,532,775</u>	<u>41,725,591</u>
FUND BALANCE, December 31	<u>\$ 26,498,025</u>	<u>\$ 27,465,407</u>	<u>\$ 31,532,775</u>	<u>\$ 41,725,591</u>	<u>\$ 48,424,822</u>

(1) GAAP basis.

(2) Includes general property taxes, a portion of the City Sales and Use Tax, cigarette taxes and franchise taxes.

Source: Derived from the City's ACFRs for the years ended December 31, 2018 through 2022.

Public Improvement Fund - History of Revenue, Expenditures and changes in Fund Balance(1)

	2018	2019	2020	2021	2022
REVENUE					
Taxes(2)	\$ 6,356,829	\$ 6,442,081	\$ 6,800,409	\$ 7,668,020	\$ 8,381,807
Intergovernmental	-	94,582	27,301	-	-
Interest earnings (loss)	119,101	359,842	655,087	15,197	(75,987)
Private grants/donations	-	-	-	-	-
Miscellaneous	6,269	24,110	20,679	3,404	20,000
Total revenue	<u>6,482,199</u>	<u>6,920,615</u>	<u>7,503,476</u>	<u>7,686,621</u>	<u>8,325,820</u>
EXPENDITURES					
General Government	770,103	3,894,447	1,028,874	1,030,178	932,690
Culture and Rec	-	-	-	-	7,639
Capital outlay	3,755,866	6,480,407	4,306,512	3,877,685	9,540,955
Debt service	2,560,000	-	605,000	990,000	1,035,000
Interest and fiscal charges	266,705	103,527	1,438,988	1,053,239	1,002,550
Total Expenditures	<u>7,352,674</u>	<u>10,478,381</u>	<u>7,379,374</u>	<u>6,951,102</u>	<u>12,518,834</u>
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	<u>(870,475)</u>	<u>(3,557,766)</u>	<u>124,102</u>	<u>735,519</u>	<u>(4,193,014)</u>
OTHER FINANCING SOURCES (USES)					
Operating transfers in	-	697,000	2,500,000	-	3,940,000
Operating transfers out	(32,902)	(44,078)	(37,131)	(23,145)	(83,729)
Issuance of debt	-	28,620,001	-	-	-
Premium on debt	-	3,031,691	-	-	-
Total other financing sources (uses)	<u>(32,902)</u>	<u>32,304,614</u>	<u>2,462,869</u>	<u>(23,145)</u>	<u>3,856,271</u>
EXCESS OF REVENUE AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	<u>(903,377)</u>	<u>28,746,848</u>	<u>2,586,971</u>	<u>712,374</u>	<u>(336,743)</u>
FUND BALANCE, January 1	<u>5,780,534</u>	<u>4,877,157</u>	<u>33,624,005</u>	<u>36,210,976</u>	<u>36,923,350</u>
FUND BALANCE, December 31	<u>\$ 4,877,157</u>	<u>\$ 33,624,005</u>	<u>\$ 36,210,976</u>	<u>\$ 36,923,350</u>	<u>\$ 36,586,607</u>

(1) GAAP basis.

(2) Includes a portion of the City Sales and Use Tax.

Source: Derived from the City's ACFRs for the years ended December 31, 2018 through 2022.

Electric and Broadband Utility

Enterprise Revenue Bonds

Series 2014

Series 2017

(CUSIP #543097)

History of Net Pledged Revenues and Pro-Forma Debt Service Coverage

	2018	2019	2020	2021	2022	Budgeted 2023
Gross Pledged Revenues						
<u>Electric System</u>						
Charges for services	\$66,914,681	\$68,550,891	\$74,121,220	\$78,404,643	\$81,708,671	\$88,251,198
Electric Aid to Construction (1)	3,124,085	1,401,104	1,320,088	2,428,114	3,964,843	3,095,000
Other (2)	398,154	854,989	355,300	187,072	27,413	226,000
	<u>70,436,920</u>	<u>70,806,984</u>	<u>75,796,608</u>	<u>81,019,829</u>	<u>85,700,927</u>	<u>91,572,198</u>
<u>Broadband System</u>						
Charges for services	13,719,648	15,026,602	16,504,498	18,037,207	19,096,846	20,541,281
Broadband Aid to Construction	100,321	33,677	26,315	31,332	4,914	90,000
Other (3)	75,722	137,174	77,528	12,349	(110,615)	20,000
	<u>13,895,691</u>	<u>15,197,453</u>	<u>16,608,341</u>	<u>18,080,888</u>	<u>18,991,145</u>	<u>20,651,281</u>
Total Gross Pledged Revenues	<u>84,332,611</u>	<u>86,004,437</u>	<u>92,404,949</u>	<u>99,100,717</u>	<u>104,692,072</u>	<u>112,223,479</u>
Operation and Maintenance Expenses (4)						
Electric System	62,233,761	62,377,905	64,240,673	65,246,746	70,322,347	77,016,680
Broadband System	5,709,853	6,687,798	7,565,311	7,302,278	9,090,578	11,239,464
Total O&M Expenses	<u>67,943,615</u>	<u>69,065,703</u>	<u>71,805,984</u>	<u>72,549,024</u>	<u>79,412,925</u>	<u>88,256,144</u>
Net Pledged Revenues	\$16,388,996	\$16,938,734	\$20,598,965	26,551,693	25,279,147	23,967,335
Combined Maximum Annual Principal and Interest Requirements (5)	\$4,462,500	\$4,459,000	\$4,456,000	\$4,456,000	\$4,456,000	\$4,452,200
Pro-Forma Coverage	3.68x	3.80x	4.62x	5.96x	5.67x	5.38x

(1) Aid to underground installation fees are capital contribution revenue in the Electric System and the Telecommunications System.

(2) Includes investment income, miscellaneous revenue and other sales. Does not include intergovernmental and transfers in.

(3) Includes investment income and miscellaneous revenue. Does not include intergovernmental, transfers in or aid to underground installation.

(4) Generally includes all expenses properly allocable to the System pursuant to GAAP. Does not include depreciation or amortization.

Also does not include franchise fees paid by each portion of the System. Current City financial policies require the Electric System and the Broadband System to pay the General Fund franchise fees of 8.64% and 5% respectively, of current year revenues. The obligation to pay franchise fees is subordinate to the obligation to pay debt service on the 2014 and 2017 Bonds.

(5) Represents the Combined Maximum Annual Principal and Interest Requirements payable on the 2014 and 2017 Bonds (\$4,452,200 in 2023)

See "DEBT SERVICE REQUIREMENTS."

Source: Derived from the City's audited financial statements for 2018-2022 and the 2023 Budget.

Electric System User Charges - 2022

Rate Description	Charges	Rates
Residential Rates		
Residential Energy	Customer Charge	\$16.40
	<i>Summer: June-Sept</i>	
	0-750 kwh	\$0.0873
	751-1500 kwh	\$0.1029
	1501 kwh and above	\$0.1336
	<i>Non-Summer: Jan-May & Oct-Dec</i>	
	0-750 kwh	\$0.0794
751-1500 kwh	\$0.0935	
1501 kwh and above	\$0.1215	
Residential Demand	Customer Charge	\$16.40
	<i>Summer: June-Sept</i>	
	kwh	\$0.0530
	max kw	\$8.47
	<i>Non-Summer: Jan-May & Oct-Dec</i>	
kwh	\$0.0482	
max kw	\$7.70	
Residential Generation	Customer Charge	\$21.60
	<i>Summer: June-Sept</i>	
	kwh below average	\$0.0877
	kwh above average	\$0.0881
	<i>Non-Summer: Jan-May & Oct-Dec</i>	
	kwh below average	\$0.0796
kwh above average	\$0.0801	
Renewable	kwh	\$ 0.0312
Commercial Rates		
Commercial Energy	Customer Charge	\$27.00
	<i>Summer: June-Sept</i>	
	kwh	\$0.1012
	<i>Non-Summer: Jan-May & Oct-Dec</i>	
kwh	\$0.0921	
Commercial Demand	Customer Charge	\$128.00
	<i>Summer: June-Sept</i>	
	kwh	\$0.0596
	max kw	\$17.05
	<i>Non-Summer: Jan-May & Oct-Dec</i>	
kwh	\$0.0542	
max kw	\$15.50	
Commercial Coincident Demand	Monthly Customer Charge	\$500.00
	<i>Summer: June-September</i>	
	kwh	\$0.0590
	max kw	\$5.03
	coincident kw	\$13.83
	<i>Non-Summer: Jan-May & Oct-Dec</i>	
	kwh	\$0.0537
	max kw	\$4.57
coincident kw	\$12.57	

Electric System User Charges - 2022

Rate Description	Charges	Rates
Commercial Energy Generation	Customer Charge	\$39.63
	<i>Summer: June-Sept</i>	
	kwh below average	\$0.0896
	kwh above average	\$0.1012
	<i>Non-Summer: Jan-May & Oct-Dec</i>	
	kwh below average	\$0.0814
Commercial Demand Generation	kwh above average	\$0.0921
	Customer Charge	\$128.00
	<i>Summer: June-Sept</i>	
	kwh	\$0.0596
	max kw	\$17.05
	<i>Non-Summer: Jan-May & Oct-Dec</i>	
	kwh	\$0.0542
	max kw	\$15.50
Unmetered Energy Rates		
Unmetered 1-49 watt	Customer Charge	\$ 8.75
Unmetered 50-149 watt	Customer Charge	\$ 10.60
Unmetered 150-249 watt	Customer Charge	\$ 14.40
Unmetered 250 & over	Customer Charge	\$ 17.20
Power Supply	Customer Charge	\$ 65.50

Non-residential, metered Electric System customers that exceed 800 kW demand in any two consecutive billing periods qualify for the Commercial Coincident Demand Rate ("CCD"). Prior to 2020 the customers who qualified for this rate each had a unique individual rate, however, in 2020 a standard CCD rate was designed and applied to all CCD customers. See chart above for standard CCD rate. The CCD rate includes customer charges, energy charges and demand charges based on the customer cost of service as well as the required franchise fee paid to the City General Fund.

Other Fees and Charges: The City also imposes various fees, including annexation fees, charges for miscellaneous services and aid to construction fees.

Source: Longmont Power and Communications, City of Longmont.

History of Electric System Customers

Year	Electric Customers	% Change
2003	33,069	n/a
2004	33,992	2.8%
2005	34,779	2.3%
2006	35,454	1.9%
2007	35,750	0.8%
2008	36,231	1.3%
2009	36,383	0.4%
2010	36,683	0.8%
2011	36,809	0.3%
2012	37,107	0.8%
2013	37,360	0.7%
2014	37,751	1.0%
2015	38,229	1.3%
2016	38,508	0.7%
2017	39,216	1.8%
2018	40,175	2.4%
2019	41,337	2.9%
2020	42,046	1.7%
2021	42,558	1.2%
2022	42,863	0.7%

Source: Longmont Power and Communications, City of Longmont.

Electric System Customer Information by Customer Type

	2018	2019	2020	2021	2022
Electric Sales in MWH					
Residential	316,320	318,160	340,555	342,300	337,070
Commercial	362,486	366,215	342,100	337,313	340,797
Industrial	106,378	106,664	125,477	133,880	138,020
Total	785,184	791,039	808,132	813,493	815,887
Electric Revenue (in 000s)					
Residential	\$ 30,690	\$ 30,970	\$ 34,926	\$ 37,000	37405
Commercial	28,986	29,262	29,050	30,702	32,727
Industrial	7,307	7,310	8,928	9,818	10,771
Total	\$ 66,983	\$ 67,542	\$ 72,904	\$ 77,520	\$ 80,903
Average Customer Accounts					
Residential-inside City limits	36,499	37,639	38,361	38,864	39,162
Residential-outside City limits	827	824	825	824	824
	37,326	38,463	39,186	39,688	39,986
Commercial-inside City limits	2,708	2,732	2,714	2,722	2732
Commercial-outside City limits	130	130	132	135	132
	2,838	2,862	2,846	2,857	2,864
Industrial-inside City limits	9	10	12	11	11
Industrial-outside City limits	1	1	1	1	1
	10	11	13	12	12
Contract-inside City limits	0	0	0	0	0
Contract-outside City limits	1	1	1	1	1
	1	1	1	1	1
Total Average Accounts	40,175	41,337	42,046	42,558	42,863
Average Use per Customer					
Residential - Annual	8,475	8,378	8,913	9,323	8430
Residential - Monthly	706	698	743	777	703
Annual Peak Demand (MW)					
Summer Peak	186	185	186	197	194
Winter Peak	120	119	122	126	140

Source: Longmont Power and Communications, City of Longmont.

Largest Electric System Customers

<u>Customer Number (2)</u>	<u>Total kWh</u>	<u>Total kW</u>	<u>Total 2022 Revenue</u>	<u>Percent of Total 2022 Revenue(1)</u>
126902	38,105,280	63,359	\$ 2,918,378	3.57%
517349	29,646,578	62,186	2,296,013	2.81%
127015	21,013,831	89,268	1,983,535	2.43%
528820	20,660,768	43,399	1,686,764	2.06%
512177	19,094,400	29,577	1,412,732	1.73%
231353	17,671,877	33,502	1,343,318	1.64%
126234	11,274,353	23,598	753,296	0.92%
368522	10,088,688	16,710	635,412	0.78%
272517	8,483,383	15,602	538,830	0.66%
506477 498139	7,797,792	20,355	653,989	0.80%
Total	183,836,950	397,556	\$ 14,222,268	17.41%

(1) Based on total Electric System charges for service of \$81,708,671 for 2022.

(2) The identities of the largest individual electric system users and the amount of revenues generated by each cannot be divulged under penalty of law.

Source: Longmont Power and Communications, City of Longmont.

History of Broadband System Customers by Customer Class

	Customer Class:					Total
	Residential (1)	Commercial (1)	Fiber Lease	Colocation	Conduit Lease	
2010	-	-	8	4	1	13
2011	-	-	8	4	1	13
2012	-	-	9	4	1	14
2013	26	26	9	5	1	67
2014	244	29	9	6	1	289
2015	2,130	94	8	5	1	2,238
2016	9,652	308	8	5	1	9,974
2017	16,277	631	8	5	1	16,922
2018	18,107	840	7	5	1	18,960
2019	19,675	962	7	5	1	20,650
2020	21,555	1,068	7	5	1	22,636
2021	23,000	1,204	6	4	1	24,215
2022	24,230	1,287	6	3	1	25,527

(1) Years prior to 2013 include services provided to dark fiber and colocation contract customers, which the backbone system was designed to provide. The Broadband System began adding residential and commercial broadband customers in May 2013.

Source: Longmont Power and Communications, City of Longmont.

History of Broadband System Revenues by Customer Class

	Customer Class:					Total
	Residential (1)	Commercial (1)	Fiber Lease	Colocation	Conduit Lease	
2012	\$ -	\$ -	\$ 262,031	\$ 27,582	\$ 1,161	\$ 290,774
2013	1,096	19,612	261,928	30,220	1,183	314,039
2014	63,266	186,400	314,201	34,533	1,216	599,616
2015	767,790	383,341	167,137	21,682	1,249	1,341,199
2016	3,673,102	667,110	168,394	23,381	1,264	4,533,251
2017	9,419,828	1,218,295	143,812	40,933	1,302	10,824,170
2018	11,775,203	1,785,414	118,847	38,843	1,341	13,719,648
2019	12,900,874	1,963,456	121,119	39,777	1,377	15,026,603
2020	14,154,422	2,184,126	123,702	40,830	1,418	16,504,498
2021	15,333,593	2,534,156	116,101	51,910	1,447	18,037,207
2022	16,331,473	2,623,946	121,883	19,544	-	19,096,846

(1) The Broadband System began adding residential and commercial customers in May 2013.

Source: Longmont Power and Communications, City of Longmont.

Electric and Broadband Fund - History of Revenues, Expenses and Changes in Fund Net Position

	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
Operating Revenues					
Charges for services	\$ 80,634,329	\$ 83,577,493	\$ 90,625,718	\$ 96,441,850	\$ 100,805,517
Operating Expenses					
Administration	4,324,066	4,948,118	6,769,947	6,937,212	9,295,244
Purchased power/cost of sales/premiums	49,634,480	51,218,468	52,019,951	52,748,250	56,138,849
Transmission/distribution	12,092,357	10,602,099	10,746,099	10,586,303	11,431,599
Depreciation	4,005,405	5,040,137	4,462,953	4,947,469	5,453,288
Administrative fees (1)	1,892,712	2,297,018	2,269,987	2,277,259	2,547,233
Franchise fee (2)	5,312,894	5,256,218	5,877,262	6,143,046	6,511,388
Total operating expenses	<u>77,261,914</u>	<u>79,362,058</u>	<u>82,146,199</u>	<u>83,639,539</u>	<u>91,377,601</u>
Operating Income (Loss)	3,372,415	4,215,435	8,479,519	12,802,311	9,427,916
Non-Operating Revenues (Expenses)					
Investment income (loss)	242,457	852,907	218,051	47,738	(521,341)
Miscellaneous	183,093	157,966	145,552	102,033	241,796
Intergovernmental	750	24,990	6,891	314,675	1,404,009
Other Sales	72,173	78,475	79,112	70,059	89,239
Gain (Loss) on disposal of assets	(23,846)	(97,184)	(9,887)	(20,410)	43,316
Interest Expense	(1,388,525)	(1,719,628)	(1,119,980)	(1,097,694)	(928,106)
Total non-operating revenues	<u>(913,898)</u>	<u>(702,474)</u>	<u>(680,261)</u>	<u>(583,599)</u>	<u>328,913</u>
Change in net position before transfers and capital contributions	2,458,517	3,512,961	7,799,258	12,218,712	9,756,829
Capital Contributions (3)	3,653,546	2,385,127	1,346,403	2,459,446	3,969,757
Transfers					
Transfers in	29,710	1,239,525	1,179,938	649,521	1,065,056
Transfers out	(59,355)	(1,110,479)	(2,614,532)	(722,018)	(577,513)
Change in net position	6,082,418	6,027,134	7,711,067	14,605,661	14,214,129
Total Net Position - January 1 (4)	74,016,470	79,142,280	85,169,414	92,880,481	107,486,142
Cumulative effect of correction to prior period (5)	(956,605)				
Restated Total Net Position - January 1	<u>73,059,865</u>	<u>79,142,280</u>	<u>85,169,414</u>	<u>92,880,481</u>	<u>107,486,142</u>
Total Net Position - December 31 (4)	<u>\$ 79,142,280</u>	<u>\$ 85,169,414</u>	<u>\$ 92,880,481</u>	<u>\$ 107,486,142</u>	<u>\$ 121,700,271</u>

(1) Represents a payment to the General Fund to cover the cost of general services (administrative, financial and legal services, office space, etc.) provided to the Electric and Broadband Funds.

(2) For the years shown, the Electric and Broadband franchise fees were 8.64% and 5.0%, respectively. See "SYSTEM FINANCIAL INFORMATION-- Budget Summary and Comparison - Electric and Broadband Utility Enterprise Fund Franchise Fee Policies."

(3) A portion of this amount is "aid to underground installation revenue." See "REVENUES AVAILABLE FOR DEBT SERVICE."
A portion of this amount is proceeds of the Electric Community Investment Fee, which is initially recorded in the ECIF Fund but transferred to the Electric Fund as capital contributions upon expenditure.

(4) Net Position includes the value of all assets attributable to the Electric and Broadband Funds, not just those acquired during the year presented.

(5) Prior period correction due to fixed assets adjustments and implementation of GASB 68, 71 and 75 related to Pension and OPEB.

Source: Derived from the City's ACFRs for the years ended December 31, 2018 through 2022.

Wastewater

Enterprise Revenue Bonds

Series 2013

Series 2015

Series 2020

(CUSIP #543098)

History of Net Pledged Revenues and Pro-Forma Debt Service Coverage (1)

<u>Fiscal Year</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
Gross Pledged Revenues					
Charges for services	\$ 14,668,488	\$ 14,942,625	\$ 15,504,785	\$ 15,677,330	\$ 15,834,975
System development fees	3,090,230	2,279,955	2,058,672	1,256,644	1,631,886
Developer participation	27,692	-	-	147,724	32,436
Other income	111,267	58,359	2,707	58,473	128,827
Interest earnings (loss)	537,881	787,699	388,735	(83,431)	(652,765)
BAB Credit on 2010B Bonds (2)	165,701	143,219	67,680	1,027	-
Total	<u>18,601,259</u>	<u>18,211,857</u>	<u>18,022,579</u>	<u>17,057,767</u>	<u>16,975,359</u>
Operation and Maintenance Expenses (3)	<u>8,660,481</u>	<u>9,184,344</u>	<u>9,109,191</u>	<u>8,900,561</u>	<u>9,407,031</u>
Net Pledged Revenues	\$ 9,940,778	\$ 9,027,513	\$ 8,913,388	\$ 8,157,206	\$ 7,568,328
Actual Debt Service Paid (4)	\$ 3,607,520	\$ 3,593,070	\$ 3,353,070	\$ 3,309,825	\$ 3,309,575
Coverage	2.76x	2.51x	2.66x	2.46x	2.29x
Combined Maximum Annual Principal and Interest Requirements (5)	3,648,375	3,648,375	3,648,375	3,648,375	3,648,375
Pro-Forma Coverage	2.72x	2.47x	2.44x	2.24x	2.07x

(1) Derived from the City's audited financial statements for 2018 through 2022.

(2) The BAB Credit is also included in Gross Pledged Revenues. After 2021, the City no longer receives the BAB Credit.

(3) Includes all expenses properly allocable to the System pursuant to GAAP. Does not include depreciation, amortization or interest paid on outstanding bonds.

(4) Includes debt service on the then-outstanding 2010 Bonds, debt service on the 2013 Bonds, debt service on the 2015 Bonds and debt service on the 2020 Bonds, beginning in 2020.

(5) Represents the Combined Maximum Annual Principal and Interest Requirements payable on the the 2013 Bonds, the 2015 Bonds and the 2020 Bonds (\$3,648,375 in 2035).

Comparative Disclosure Adjustments and Analysis

Related to Table 4.1

Pro-Forma Debt Service Coverage

	Actual Debt Service Paid Reported 2011 - 2022		Actual Debt Service Paid Reported 2011 - 2022
Year	Actual Debt Service Paid	Adjustments	Actual Debt Service Paid
2011	\$ 1,041,896	-	\$ 1,041,896
2012	1,063,995	-	1,063,995
2013	1,190,917	-	1,190,917
2014	1,648,608	-	1,648,608
2015	2,716,208	(1,070,000) (1)	1,646,208 (2)
2016	3,628,517	-	3,628,517
2017	3,625,293		3,625,293
2018	3,607,520		3,607,520
2019	3,593,070		3,593,070
2020	3,353,070		3,353,070
2021	3,309,825		3,309,825
2022	3,309,575		3,309,575

(1) The 2015 ACFR Sewer Enterprise Fund Schedule of Revenues and Expenses (Schedule D-9) previously reported the Principal retired for 2015 as \$1,955,000. The Principal retired of \$885,000 is the correct amount paid.

(2) The 2015 ACFR statistical debt Schedule 16, Pledged Revenue Bond/Loan Coverage, previously reported the total principal and interest paid for 2015 as \$2,716,208. The principal and interest of \$1,646,208 is the correct amount paid. Schedule 16 was corrected in the 2016 ACFR.

History of Wastewater System Development Fees

<u>Year</u>	<u>Total Number of Connections</u>	<u>Total System Development Fees</u>
2005	25,190	\$1,550,118
2006	25,691	\$889,964
2007	25,887	\$851,565
2008	26,044	\$288,158
2009	26,147	\$96,975
2010	26,013	\$277,085
2011	25,875	\$380,154
2012	25,965	\$783,174
2013	26,091	\$765,285
2014	26,276	\$1,077,096
2015	26,477	\$1,504,040
2016	26,919	\$2,459,528
2017	27,284	\$2,234,310
2018	27,703	\$3,090,230
2019	28,195	\$2,279,955
2020	28,536	\$2,058,672
2021	28,742	\$1,256,644
2022	28,875	\$1,631,886

History of User Connections by Customer Type

<u>Year</u>	<u>Residential Connections</u>	<u>Commercial/ Industrial Connections</u>	<u>Contract Connection</u>	<u>Other/Out of City Users</u>	<u>Total Connections</u>	<u>% Change in Connections</u>
2005	23,775	1,369	1	45	25,190	--
2006	24,161	1,463	1	66	25,691	2.0%
2007	24,323	1,485	1	78	25,887	0.8%
2008	24,435	1,521	1	87	26,044	0.6%
2009	24,507	1,547	1	92	26,147	0.4%
2010	24,537	1,410	1	66	26,014	-0.5%
2011	24,515	1,311	1	48	25,875	-0.5%
2012	24,562	1,309	0	94	25,965	0.3%
2013	24,679	1,330	0	82	26,091	0.5%
2014	24,825	1,367	0	84	26,276	0.7%
2015	25,011	1,376	0	90	26,477	0.8%
2016	25,318	1,488	0	113	26,919	1.7%
2017	25,620	1,543	0	121	27,284	1.4%
2018	26,028	1,547	0	128	27,703	1.5%
2019	26,481	1,583	0	131	28,195	1.8%
2020	26,886	1,520	0	130	28,536	1.2%
2021	27,101	1,508	0	133	28,742	0.7%
2022	27,200	1,542	0	133	28,875	0.5%

History of Charges for Service by Category

<u>Year</u>	<u>Residential Service Charges</u>	<u>Commercial/ Industrial Service Charges</u>	<u>Other Industrial Charges (1)</u>	<u>Special Tap/ Contract Revenues</u>	<u>Miscellaneous Revenues (2)</u>	<u>Total Revenues</u>	<u>Percent Change in Revenues</u>
2005	\$ 5,356,563	\$ 1,144,869	\$ 273,843	\$ 407,406	\$ 10,920	\$7,193,601	--
2006	5,621,533	1,181,641	223,662	390,832	9,201	7,426,869	3.2%
2007	5,402,944	1,146,694	228,839	409,684	(19,603)	7,168,558	-3.5%
2008	5,436,825	1,113,443	246,565	329,322	(8,166)	7,117,989	-0.7%
2009	5,844,437	1,206,730	285,927	19,068	59,877	7,416,039	4.2%
2010	6,216,671	1,275,971	244,465	68,749	30,617	7,836,473	5.7%
2011	6,459,187	1,384,300	260,554	62,618	74,330	8,240,989	5.2%
2012 (3)	6,846,158	1,490,467	286,632	10,609	766	8,634,632	4.8%
2013	7,935,973	1,697,791	19,269	3,121	83,951	9,740,105	12.8%
2014	9,374,332	2,073,369	31,567	2,907	204,811	11,686,986	20.0%
2015	10,615,333	2,343,578	116,557	4,096	5,569	13,085,133	12.0%
2016	10,752,333	2,419,355	173,170	3,265	84,496	13,432,619	2.7%
2017	11,512,472	2,791,456	139,688	3,684	38,762	14,486,062	7.8%
2018	11,779,956	2,799,116	108,871	4,331	(23,786)	14,668,488	1.3%
2019	11,913,104	2,827,717	139,886	4,968	56,950	14,942,625	1.9%
2020	12,464,481	2,658,575	202,228	5,169	174,332	15,504,785	3.8%
2021	12,618,323	2,633,984	111,593	4,909	308,521	15,677,330	1.1%
2022	12,641,448	2,783,921	169,964	5,178	234,464	15,834,975	1.0%

(1) Includes industrial sewer surcharge and industrial pre-treatment charges.

(2) Includes miscellaneous revenues, RIN credits, mixed use rates and charges and accruals for unbilled revenue, which represents service pro as of the end of each year that will not be billed until the first billing date in January. Unbilled revenue was negative in 2008, 2012, 2015 and 2018.

(3) Reduced Miscellaneous Revenue from original bond table by negative unbilled revenue at year end.

Sewer Fund - History of Revenues, Expenses and Changes in Fund Net Position

	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
Operating Revenues					
Charges for services	\$ 14,668,488	\$ 14,942,625	\$ 15,504,785	\$ 15,677,330	\$ 15,834,975
Operating Expenses					
Administration	1,676,611	1,941,273	1,853,141	1,627,729	1,822,612
Transmission/distribution	1,545,715	1,569,515	1,462,933	1,331,349	1,419,686
Treatment/disposal	3,945,472	4,058,815	4,161,586	4,324,953	4,510,519
Depreciation	4,146,464	5,058,506	5,091,766	5,165,112	5,269,353
Administrative fees (1)	909,683	972,505	1,002,475	988,342	1,022,258
Franchise fee (2)	583,000	642,236	629,056	628,188	631,956
Total operating expenses	<u>12,806,945</u>	<u>14,242,850</u>	<u>14,200,957</u>	<u>14,065,673</u>	<u>14,676,384</u>
Operating Income (Loss)	1,861,543	699,775	1,303,828	1,611,657	1,158,591
Non-Operating Revenues (Expenses)					
Investment income (loss)	408,539	529,740	229,907	(48,852)	(388,315)
Miscellaneous	111,267	58,359	2,707	60,355	136,566
Intergovernmental	305,409	265,901	110,908	171,266	43,658
Interest expense	(1,682,725)	(1,606,999)	(1,447,661)	(1,224,742)	(1,248,206)
Gain (Loss) on disposal of assets	-	-	-	(1,882)	(7,739)
Total non-operating revenues	<u>(857,510)</u>	<u>(752,999)</u>	<u>(1,104,139)</u>	<u>(1,043,855)</u>	<u>(1,464,036)</u>
Change in net assets before transfers and capital contributions	1,004,033	(53,224)	199,689	567,802	(305,445)
Capital Contributions	3,714,553	728,123	229,898	245,925	857,167
Transfers					
Transfers in	524,922	523,132	656,916	815,474	1,194,078
Transfers out	<u>(45,646)</u>	<u>(664,603)</u>	<u>(1,149,772)</u>	<u>(284,777)</u>	<u>(74,422)</u>
Change in net position	5,197,862	533,428	(63,269)	1,344,424	1,671,378
Total Net Position - January 1 (3)	<u>111,839,676</u>	<u>116,210,064</u>	<u>116,743,492</u>	<u>116,680,223</u>	<u>118,024,647</u>
Cumulative effect of correction to prior period (4)	(827,477)	-	-	-	-
Restated Total Net Position - January	<u>111,012,199</u>	<u>116,210,064</u>	<u>116,743,492</u>	<u>116,680,223</u>	<u>118,024,647</u>
Total Net Position - December 31 (3)	<u>\$116,210,064</u>	<u>\$116,743,492</u>	<u>\$116,680,223</u>	<u>\$118,024,647</u>	<u>\$119,696,025</u>

(1) Represents a payment to the General Fund to cover the cost of general services provided to the Sewer Fund.

(2) Current City financial policies require the Sewer Fund to pay the General Fund a 4.16% franchise fee.

(3)"Net Position" includes the value of all assets attributable to the Sewer Fund, not just those acquired during the year presented.

(4) Prior period correction due to fixed assets adjustments and implementation of GASB 68, 71 and 75 related to Pension and OPEB.

Sewer Construction Fund - History of Revenues, Expenditures and Changes in Fund Balances

	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
Revenues					
Licenses and permits (1)	\$ 3,090,230	\$ 2,279,955	\$ 2,058,672	\$ 1,256,644	\$ 1,631,886
Developer/owner participation	27,692	-	-	-	32,436
Investment income (loss)	129,342	257,961	158,828	(34,579)	(264,451)
Miscellaneous	-	-	-	-	-
Total revenues	<u>3,247,264</u>	<u>2,537,916</u>	<u>2,217,500</u>	<u>1,222,065</u>	<u>1,399,871</u>
Expenditures					
Current:					
Municipal utility system	8,399	85,621	97,866	104,434	10,938
Capital Outlay	-	-	-	-	-
Total expenditures	<u>8,399</u>	<u>85,621</u>	<u>97,866</u>	<u>104,434</u>	<u>10,938</u>
Excess of Revenues Over (Under) Expenditures	<u>3,238,865</u>	<u>2,452,295</u>	<u>2,119,634</u>	<u>1,117,631</u>	<u>1,388,933</u>
Other Financing Sources (Uses)					
Transfers out (2)	<u>(538,207)</u>	<u>(523,132)</u>	<u>(525,074)</u>	<u>(815,755)</u>	<u>(1,196,834)</u>
Net change in fund balance	2,700,658	1,929,163	1,594,560	301,876	192,099
Fund Balance - January 1	<u>5,520,273</u>	<u>8,220,931</u>	<u>10,150,094</u>	<u>11,744,654</u>	<u>12,046,530</u>
Fund Balance - December 31	<u>\$ 8,220,931</u>	<u>\$ 10,150,094</u>	<u>\$ 11,744,654</u>	<u>\$ 12,046,530</u>	<u>\$ 12,238,629</u>

(1) Consists primarily of System Development Fees.

(2) Consists primarily of transfers to the Sewer Fund and also includes transfers to the Art in Public Places Fund.

Storm Drainage

Revenue Bonds

Series 2014

Series 2016

(CUSIP #54310P)

History of Pledged Revenues and Pro-Forma Debt Service Coverage (1)

<u>Fiscal Year</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
Pledged Revenues					
User charges	\$ 7,055,596	\$ 7,262,803	\$ 7,492,463	\$ 7,529,406	\$ 8,639,443
Plant investment fees	686,588	505,230	460,587	217,708	451,162
Total	\$ 7,742,184	\$ 7,768,033 (3)	\$ 7,953,050	\$ 7,747,114	\$ 9,090,605
Actual Debt Service Paid on 2008/2014/2016 Coverage	\$ 2,437,988 3.18x	\$ 2,442,688 3.18x	\$ 2,440,438 3.26x	\$ 2,440,038 3.17x	\$ 2,446,438 3.72x
Combined Maximum Annual Debt Service (2) Pro-Forma Coverage	\$ 2,465,238 3.14x	\$ 2,465,238 3.15x	\$ 2,465,238 3.23x	\$ 2,465,238 3.14x	\$ 2,465,238 3.69x

(1) Includes only storm drainage user charge revenues and storm drainage plant investment fees, and does not include investment income or miscellaneous income, which are also included in Pledged Revenues. See "Pledged Revenues" above and "FINANCIAL INFORMATION CONCERNING THE STORM DRAINAGE SYSTEM - Storm Drainage Fees." Storm Drainage Plant Investment Fees are recorded as capital contributions in the Storm Drainage Fund.

(2) Represents the Combined Maximum Annual Debt Service on the 2014 Bonds and the 2016 Bonds (\$2,465,238 occurring in 2028) See "DEBT SERVICE REQUIREMENTS."

(3) An error was discovered in statistical table 16 in the 2019 ACFR. The gross resources total number did not include Plant Investment fees. This has been corrected for the 2020 ACFR.

Source: Derived from the City's Annual Comprehensive Financial Reports for 2018-2022; and the debt service schedules (as to the combined maximum annual debt service).

Comparative Disclosure Adjustments and Analysis
 Related to Table 5.1
Pro-Forma Debt Service Coverage

	Actual Debt Service Paid Reported <u>2014-2022</u>			Actual Debt Service Paid Reported <u>2014-2022</u>
Year	Reported Debt Service Paid	Adjustments		Actual Debt Service Paid
2014	2,383,756	(1,300,000)	(1)	1,083,756
2015	2,534,803	-		2,534,803
2016	2,419,351	-		2,419,351
2017	2,441,688	-		2,441,688
2018	2,437,988	-		2,437,988
2019	2,442,688	-		2,442,688
2020	2,440,438	-		2,440,438
2021	2,440,038	-		2,440,038
2022	2,446,438	-		2,446,438

(1) An interfund loan was included in error in the figure for debt service paid in 2014.

History of Storm Drainage Revenues

<u>Year</u>	<u>User Charge Revenues</u>	<u>Percentage Change</u>	<u>Plant Investment Fees</u>	<u>Percentage Change</u>	<u>Total</u>	<u>Percentage Change</u>
2009	\$ 3,428,994	-	\$ 30,774	-	\$ 3,459,768	-
2010	3,420,656	(0.24) %	120,618	291.95 %	3,541,274	2.36 %
2011	3,395,622	(0.73) %	93,331	(22.62) %	3,488,953	(1.48) %
2012	3,835,699	12.96 %	163,868	75.58 %	3,999,567	14.64 %
2013	4,027,152	4.99 %	146,340	(10.70) %	4,173,492	4.35 %
2014	6,579,550 (1)	63.38 %	235,532	60.95 %	6,815,082	63.29 %
2015	6,644,935	0.99 %	302,142	28.28 %	6,947,077	1.94 %
2016	6,730,428	1.29 %	527,748	74.67 %	7,258,176	4.48 %
2017	6,858,415	1.90 %	568,223	7.67 %	7,426,638	2.32 %
2018	7,055,596	2.88 %	686,588	20.83 %	7,742,184	4.25 %
2019	7,262,803	2.94 %	505,230	(26.41) %	7,768,033	0.33 %
2020	7,492,463	3.16 %	460,587	(8.84) %	7,953,050	2.38 %
2021	7,529,406	0.49 %	217,708	(52.73) %	7,747,114	(2.59) %
2022	8,639,443	14.74 %	451,162	107.23 %	9,090,605	17.34 %

(1) Revenues increased in "User Charges" category due in part to a rate increase as described in "FINANCIAL INFORMATION CONCERNING THE STORM DRAINAGE SYSTEM - Storm Drainage Fees."

Source: Derived from the City's Annual Comprehensive Financial Reports for the years ended 2009-2022.

Storm Drainage Enterprise Fund**Comparative Statement of Revenues, Expenditures and Changes in Net Fund Position**

Fiscal Year Ended December 31,	2018	2019	2020	2021	2022
Operating Revenues					
Charges for services	\$ 7,055,596	\$ 7,262,803	\$ 7,492,463	\$ 7,529,406	\$ 8,639,443
Operating Expenses					
Administration	1,587,078	1,445,334	1,269,666	1,168,693	1,385,158
Maintenance/Development	2,936,798	2,797,705	2,228,488	2,064,661	1,983,261
Depreciation	1,834,208	2,023,340	1,949,198	1,952,614	1,980,029
Administrative fees (1)	538,495	621,074	766,829	667,273	629,426
Total operating expenses	<u>6,896,579</u>	<u>6,887,453</u>	<u>6,214,181</u>	<u>5,853,241</u>	<u>5,977,874</u>
Operating Income (Loss)	<u>159,017</u>	<u>375,350</u>	<u>1,278,282</u>	<u>1,676,165</u>	<u>2,661,569</u>
Non-Operating Revenues (Expenses)					
Investment income	221,828	319,090	164,609	(20,709)	(244,619)
Miscellaneous	218,225	131,943	14,420	162,993	588,591
Intergovernmental	2,020,525	6,002,696	468,088	3,437,281	(256,719)
Interest	(883,362)	(846,514)	(827,857)	(744,194)	(690,932)
Total non-operating revenues	<u>1,577,216</u>	<u>5,607,215</u>	<u>(180,740)</u>	<u>2,835,371</u>	<u>(603,679)</u>
Change in net position before transfers and capital contributions	<u>1,736,233</u>	<u>5,982,565</u>	<u>1,097,542</u>	<u>4,511,536</u>	<u>2,057,890</u>
Capital Contributions	4,385,069	872,473	501,049	375,365	1,400,839
Transfers					
Transfers in	-	-	65,751	-	-
Transfers out	(7,740)	(252,008)	(564,999)	(272,830)	(51,978)
Change in Net Position	6,113,562	6,603,030	1,099,343	4,614,071	3,406,751
Total Net Position - January 1 (2)	<u>\$74,380,014</u>	<u>\$80,188,871</u>	<u>\$86,791,901</u>	<u>\$87,891,244</u>	<u>\$92,505,315</u>
Cumulative effect of correction to prior period	(304,705)	-	-	-	-
Restated Net Position (3)	<u>74,075,309</u>	<u>80,188,871</u>	<u>86,791,901</u>	<u>87,891,244</u>	<u>92,505,315</u>
Total Net Position - December 31 (2)	<u>\$80,188,871</u>	<u>\$86,791,901</u>	<u>\$87,891,244</u>	<u>\$92,505,315</u>	<u>\$95,912,066</u>

(1) Represents a payment to the General Fund to cover the cost of general services (administrative, financial and legal services, office space etc.) provided to the Storm Drainage Fund.

(2) Net Position includes the value of all assets attributable to the fund, not just those acquired during the year presented.

(3) In 2018, the City reclassified certain fixed assets from land to improvements, thus creating a prior period adjustment in depreciation expense of \$122,123. An adjustment was also made for pension accounting in accordance with GASB 75 in the amount of \$182,582.

Source: Derived from the City's ACFRs for the years ended December 31, 2018 through 2022.

Water

Revenue Bonds

Series 2021

Series 2021A

(CUSIP #543099)

History of Net Pledged Revenues and Pro-Forma Debt Service Coverage (1)

<u>Fiscal Year</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
Gross Pledged Revenues (1)					
Charges for services	\$ 19,423,493	\$ 19,568,469	\$ 24,304,337	\$ 25,043,109	\$ 26,704,691
Capital contributions	1,022,605	732,748	721,493	484,255	759,891
System development fees	5,696,517	3,975,235	3,737,272	2,531,465	3,062,637
Payments in lieu of water rights	533,000	73,908	1,006,775	2,443,551	3,355,428
Developer participation (4)	18,949	-	-	359,183	478,472
Other income	1,353,757	338,568	773,372	919,145	4,825,602
Interest earnings	1,163,007	1,987,158	1,132,812	(690,792)	(228,424)
Total	<u>29,211,328</u>	<u>26,676,086</u>	<u>31,676,061</u>	<u>31,089,916</u>	<u>38,958,297</u>
Operation and Maintenance Expenses (1)(2)	<u>12,707,857</u>	<u>13,976,845</u>	<u>14,345,317</u>	<u>16,634,834</u>	<u>18,858,402</u>
Net Pledged Revenues	\$ 16,503,471	\$ 12,699,241	\$ 17,330,744	\$ 14,455,082	\$ 20,099,895
Combined Maximum Annual Principal and Interest Requirements (3)	6,576,027	6,576,027	6,576,027	6,576,027	6,576,027
Pro-Forma Coverage	2.51x	1.93x	2.64x	2.20x	3.06x

- (1) Includes revenues and expenses from the Water Fund, the Water System Construction Reserve Fund and the Water Acquisition Fund.
- (2) Includes all expenses properly allocable to the System pursuant to GAAP. These expenses are recorded in the Water Fund, the Water System Construction Reserve Fund and the Water Acquisition Fund. Does not include depreciation, amortization or interest paid on outstanding bonds.
- (3) Represents the estimated Combined Maximum Annual Principal and Interest Requirements payable on the 2003 Note, the 2021 Bonds and the 2021A bonds (\$6,576,027 in 2022).
- (4) Starting in 2021, developer participation was broken out from charges for services in the ACFR, and is reflected in this table as well.
- (5) There was an error found in the 2021 ACFR Schedule 16 in interest earnings. The correct number was used above and was corrected in the 2022 ACFR.

History of Water System Development Fees

<u>Year</u>	<u>Total Number of Connections</u>	<u>Total System Development Fees (1)</u>
2016	27,410	\$ 4,882,751
2017	27,777	4,006,767
2018	28,179	5,696,517
2019	28,989	3,975,235
2020	29,433	3,737,272
2021	29,644	2,531,465
2022	29,774	3,062,637

(1) Includes the base portion of the SDF which is deposited into the Water System Construction Reserve Fund. The surcharge portion of the SDF is deposited into the Water Fund, where it is recorded as a capital contributions.

Source: The City.

History of User connections by Customer type

<u>Year</u>	<u>Residential Connections</u>	<u>Commercial/ Industrial Connections</u>	<u>Other/Out of City Users</u>	<u>Total Number of Connections</u>	<u>% Change in Connections</u>
2016	25,216	1,561	633	27,410	--
2017	25,515	1,631	631	27,777	1.3%
2018	25,879	1,664	636	28,179	1.4%
2019	26,535	1,804	650	28,989	2.9%
2020	26,903	1,809	721	29,433	1.5%
2021	27,127	1,837	680	29,644	0.7%
2022	27,217	1,835	722	29,774	0.4%

Source: The City.

History of Charges for Service by Category

Year	Residential Service Charges	Commercial Service Charges	Wholesale Service Charges	Irrigation Charges	Raw Water/ Construction Water	Meters/ Backflow Devices	Miscellaneous Revenues (1)	Total Revenues	Percent Change in Revenues
2016	\$10,589,014	\$ 2,778,755	\$ 149,239	\$ 1,493,885	\$ 972,549	\$ 170,423	\$ 117,386	\$ 16,271,251	--
2017	11,371,826	3,127,361	214,708	1,629,953	1,119,582	179,045	29,265	17,671,740	7.9%
2018	12,227,038	3,391,122	177,397	1,793,930	1,121,237	226,781	485,988	19,423,493	9.0%
2019	12,627,488	3,263,509	192,648	1,797,410	1,103,143	163,427	420,845	19,568,470	0.7%
2020	15,880,312	3,966,737	237,648	2,471,194	1,098,255	189,711	460,479	24,304,337	19.5%
2021	16,348,571	4,673,952	244,118	2,450,878	1,017,544	132,184	175,863	25,043,109	3.0%
2022	17,583,627	4,997,580	270,835	2,846,233	573,608	165,289	267,519	26,704,691	6.6%

(1) Includes charges and accruals for unbilled revenue, which represents service provided as of the end of each year that will not be billed until the first billing date in January and other small fees including lab testing, reservoir use and materials fees.

Source: The City.

Water Fund - History of Revenues, Expenses and Changes in Net Position

	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
Operating Revenues					
Charges for services	\$ 19,423,493	\$ 19,568,469	\$ 24,304,337	\$ 25,043,109	\$ 26,704,691
Operating Expenses					
Administration	4,451,493	6,010,227	5,669,125	6,322,787	6,478,923
Transmission/distribution	3,079,178	2,653,475	2,543,774	4,257,631	5,638,953
Treatment/disposal	3,171,472	3,233,228	3,379,134	3,460,265	3,626,234
Depreciation	4,489,168	4,944,213	4,602,503	4,661,924	4,845,333
Administrative fees (1)	1,482,097	1,634,185	1,625,783	1,652,262	1,669,290
Franchise fee (2)	366,148	416,940	458,753	488,594	542,014
Total operating expenses	<u>17,039,556</u>	<u>18,892,268</u>	<u>18,279,072</u>	<u>20,843,463</u>	<u>22,800,747</u>
Operating Income (Loss)	2,383,937	676,201	6,025,265	4,199,646	3,903,944
Non-Operating Revenues (Expenses)					
Investment income (loss)	538,917	939,353	556,522	(666,396)	342,363
Miscellaneous	1,353,757	338,568	761,183	919,146	4,825,603
Intergovernmental	193,495	2,112,846	387,143	504,503	295,322
Gain (Loss) on disposal of assets	(3,749)	(29,043)	(121,221)	(3,238)	(67,004)
Interest expense	<u>(233,953)</u>	<u>(194,420)</u>	<u>(135,607)</u>	<u>(1,446,478)</u>	<u>(1,984,463)</u>
Total non-operating revenues	<u>1,848,467</u>	<u>3,167,304</u>	<u>1,448,020</u>	<u>(692,463)</u>	<u>3,411,821</u>
Change in net assets before transfers and capital contributions	4,232,404	3,843,505	7,473,285	3,507,183	7,315,765
Capital Contributions	14,261,169	2,958,890	2,221,951	1,919,761	5,372,263
Transfers					
Transfers in	626,696	3,640,925	2,697,454	20,323,211	4,829,097
Transfers out	<u>(54,791)</u>	<u>(873,574)</u>	<u>(1,223,723)</u>	<u>(500,949)</u>	<u>(243,558)</u>
Change in net position	19,065,478	9,569,746	11,168,967	25,249,206	17,273,567
Total Net Position - January 1 (3) (4)	<u>389,481,902</u>	<u>407,031,645</u>	<u>416,601,391</u>	<u>427,770,358</u>	<u>453,019,564</u>
Cumulative effect of correction to prior period (3)	(1,515,735)	-	-	-	-
Restated Total Net Position - January	<u>387,966,167</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Net Position - December 31 (4)	<u>\$407,031,645</u>	<u>\$416,601,391</u>	<u>\$427,770,358</u>	<u>\$453,019,564</u>	<u>\$470,293,131</u>

- (1) Represents a payment to the General Fund to cover the cost of general services (administrative, financial and legal services, office space, etc.) provided to the Water Fund.
- (2) Current City financial policies require the Water Fund to pay the General Fund a 2.04% franchise fee. The franchise fee is calculated at 2.04% of the budget year's projected gross revenues, excluding: contributions from the Water Fund fund balance, loans and grants from other governmental agencies, interest earnings and transfers.
- (3) In 2018, the Net Position was restated due to implementation of Governmental Accounting Standards Board ("GASB") Statement No. 75.
- (4) "Net Position" includes the value of all assets attributable to the Water Fund, not just those acquired during the year presented

Source: Derived from the City's ACFR for the years ended December 31, 2018 through 2022.

Water System Construction Reserve Fund - History of Revenues, Expenses and Changes in Fund Balance

	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
Revenues					
Licenses and permits (1)	\$ 5,696,517	\$ 3,975,235	\$ 3,737,272	\$ 2,531,465	\$ 3,062,637
Developer/owner participation	18,949	-	-	-	-
Investment income	511,439	891,926	500,866	(29,782)	(490,824)
Total revenues	<u>6,226,905</u>	<u>4,867,161</u>	<u>4,238,138</u>	<u>2,501,683</u>	<u>2,571,813</u>
Expenditures					
Municipal utility system	147,243	15,296	620,520	449,195	5,428
Capital outlay	792,212	-	-	-	-
Total expenditures	<u>939,455</u>	<u>15,296</u>	<u>620,520</u>	<u>449,195</u>	<u>5,428</u>
Excess of Revenues Over (Under) Expenditures	5,287,450	4,851,865	3,617,618	2,052,488	2,566,385
Other Financing Sources (Uses)					
Transfers out (2)	<u>(633,214)</u>	<u>(2,759,542)</u>	<u>(1,434,233)</u>	<u>(14,333,994)</u>	<u>(3,372,127)</u>
Net change in fund balance	4,654,236	2,092,323	2,183,385	(12,281,506)	(805,742)
Fund Balance - January 1	<u>27,252,304</u>	<u>31,906,540</u>	<u>33,998,863</u>	<u>36,182,248</u>	<u>23,900,742</u>
Fund Balance - December 31	<u>\$ 31,906,540</u>	<u>\$ 33,998,863</u>	<u>\$ 36,182,248</u>	<u>\$ 23,900,742</u>	<u>\$ 23,095,000</u>

(1) Consists primarily of System Development Fees; also includes material fees.

(2) Consists primarily of transfers to the Water Fund and also includes transfers to the Art in Public Places Fund required by City ordinance.

Source: Derived from the City's ACFRs for the years ended December 31, 2018 through 2022.

Water Acquisition Fund - History of Revenues, Expenses and Changes in Fund Balance

	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
Revenues					
Charges for services (1)	\$ 533,000	\$ 73,908	\$ 1,006,775	\$ 2,443,552	\$ 3,355,428
Investment income	112,651	155,879	75,424	5,384	(79,964)
Miscellaneous income	-	-	12,190	-	-
Total revenues	<u>645,651</u>	<u>229,787</u>	<u>1,094,389</u>	<u>2,448,936</u>	<u>3,275,464</u>
Expenditures					
Municipal utility system	10,226	13,494	48,228	4,100	897,560
Capital outlay	800,000	-	-	-	-
Total expenditures	<u>810,226</u>	<u>13,494</u>	<u>48,228</u>	<u>4,100</u>	<u>897,560</u>
Excess of Revenues Over (Under) Expenditures	(164,575)	216,293	1,046,161	2,444,836	2,377,904
Other Financing Sources (Uses)					
Transfers out (2)	-	(888,889)	(1,066,667)	(5,576,813)	(1,473,584)
Net change in fund balance	(164,575)	(672,596)	(20,506)	(3,131,977)	904,320
Fund Balance - January 1	<u>6,804,622</u>	<u>6,640,047</u>	<u>5,967,451</u>	<u>5,946,945</u>	<u>2,814,968</u>
Fund Balance - December 31	<u>\$ 6,640,047</u>	<u>\$ 5,967,451</u>	<u>\$ 5,946,945</u>	<u>\$ 2,814,968</u>	<u>\$ 3,719,288</u>

(1) Consists of cash paid in lieu of required water dedications.

(2) Consists of water rights expenses transferred to the Water Fund. Prior to 2019, these expenses were capitalized and were not reflected as transfers out.

Source: Derived from the City's ACFRs for the years ended December 31, 2018 through 2022.