

City of Breckenridge, Texas

Financing Through the Texas Water Development Board (TWDB)

June 7, 2022

Drinking Water State Revolving Fund (DWSRF)

- The City received funding commitment on March 8, 2022
 - Commitment expires September 30, 2022

- Commitment totaling \$3,637,809 in funding
 - \$1,020,000 0% Loan
 - \$1,305,000 Loan
 - \$1,312,809 in Principal Forgiveness
 - \$3,336,835 in estimated interest savings compared to a public market issuance

Series 2022B DWSRF Financing Terms

\$2,325,000 Combination Tax and Surplus Revenue Certificates of Obligation, Series 2022B

- **\$2,325,000 Combined Loan (DW GC056)**
 - Closing date: 7/13/2022
 - Construction proceeds: \$2,187,412
 - Interest Rates: 0.74 – 1.89%
 - **True Interest Cost: 1.64%**
 - First principal payment due (annual): 3/15/2024
 - Final payment due: 3/15/2053
 - Optional call feature: 3/15/2032 at par

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| FYE | Planned | CWSRF | Certificates of Obligation Series 2022B | | | Aggregate |
|------|--|------------------------------|---|-------------------|---------------------|----------------------|
| | Utility Supported Debt Service ⁽¹⁾ | Series 2022A Debt Service | Principal | Interest | Debt Service | Debt Service |
| 2022 | \$ 464,139 | \$ - | \$ - | \$ - | \$ - | \$ 464,139 |
| 2023 | 462,360 | 51,175 | - | 36,216 | 36,216 | 549,752 |
| 2024 | 464,589 | 123,297 | 65,000 | 30,656 | 95,656 | 683,541 |
| 2025 | 460,816 | 127,537 | 65,000 | 30,176 | 95,176 | 683,528 |
| 2026 | 458,191 | 126,737 | 70,000 | 29,656 | 99,656 | 684,583 |
| 2027 | 459,274 | 125,937 | 70,000 | 29,096 | 99,096 | 684,306 |
| 2028 | 461,355 | 125,137 | 70,000 | 28,536 | 98,536 | 685,027 |
| 2029 | 461,452 | 124,337 | 70,000 | 27,976 | 97,976 | 683,764 |
| 2030 | 458,599 | 123,537 | 70,000 | 27,403 | 97,403 | 679,539 |
| 2031 | 458,482 | 127,686 | 70,000 | 26,807 | 96,807 | 682,974 |
| 2032 | 459,373 | 126,767 | 70,000 | 26,187 | 96,187 | 682,327 |
| 2033 | 464,313 | 125,788 | 70,000 | 25,529 | 95,529 | 685,630 |
| 2034 | 464,135 | 124,732 | 75,000 | 24,770 | 99,770 | 688,637 |
| 2035 | 458,692 | 123,615 | 75,000 | 23,918 | 98,918 | 681,225 |
| 2036 | 459,233 | 127,396 | 75,000 | 23,030 | 98,030 | 684,658 |
| 2037 | 461,821 | 126,079 | 75,000 | 22,112 | 97,112 | 685,011 |
| 2038 | 461,267 | 124,722 | 75,000 | 21,168 | 96,168 | 682,157 |
| 2039 | 459,352 | 123,330 | 75,000 | 20,200 | 95,200 | 677,882 |
| 2040 | 463,256 | 126,846 | 80,000 | 19,148 | 99,148 | 689,249 |
| 2041 | 465,246 | 125,269 | 80,000 | 18,011 | 98,011 | 688,526 |
| 2042 | 458,175 | 123,661 | 80,000 | 16,853 | 96,853 | 678,688 |
| 2043 | 456,855 | 126,963 | 80,000 | 15,676 | 95,676 | 679,493 |
| 2044 | 463,225 | 125,178 | 85,000 | 14,417 | 99,417 | 687,819 |
| 2045 | 350,994 | 123,368 | 85,000 | 13,074 | 98,074 | 572,436 |
| 2046 | 213,870 | 126,476 | 85,000 | 11,719 | 96,719 | 437,064 |
| 2047 | 213,524 | 119,503 | 80,000 | 10,354 | 90,354 | 423,381 |
| 2048 | 213,210 | 122,449 | 85,000 | 8,910 | 93,910 | 429,569 |
| 2049 | 213,490 | 120,313 | 85,000 | 7,387 | 92,387 | 426,189 |
| 2050 | 213,773 | 118,161 | 85,000 | 5,852 | 90,852 | 422,786 |
| 2051 | 213,919 | 120,929 | 90,000 | 4,239 | 94,239 | 429,087 |
| 2052 | 213,030 | 118,617 | 90,000 | 2,547 | 92,547 | 424,194 |
| 2053 | 213,825 | 126,229 | 95,000 | 849 | 95,849 | 435,902 |
| 2054 | 213,558 | - | - | - | - | 213,558 |
| 2055 | 213,154 | - | - | - | - | 213,154 |
| 2056 | 213,629 | - | - | - | - | 213,629 |
| 2057 | 213,877 | - | - | - | - | 213,877 |
| | <u>\$ 13,518,049</u> | <u>\$ 3,781,765</u> | <u>\$ 2,325,000</u> | <u>\$ 602,467</u> | <u>\$ 2,927,467</u> | <u>\$ 20,227,282</u> |

(1) The City currently supports all debt service from ad valorem tax. It is the City's intent to adjust utility rates sufficient to support all debt service from utility revenues.