

COMAL COUNTY WATER IMPROVEMENT DISTRICT NO. 1A

\$3,900,000

Unlimited Tax Road Bonds, Series 2021A

\$3,000,000

Unlimited Tax Road Bonds, Series 2022

THE BONDS

- \$6,900,000 Principal Amount
- Maturity Schedule: September 1, 2023 through 2047
- Callable September 1, 2027
- Expected Sale Date: November 2021
- Security: Unlimited Tax Bonds

Rating: No underlying rating, however the Series 2021 Bonds sold in October qualified for insurance and the resulting 'AA' insured rating

- Type of Sale: Competitive

FEASIBILITY OF THE BONDS

- Estimate of Value as of September 21, 2021 is \$132,042,907.
- Bond size is based upon a 12.10% debt ratio in order to qualify for bond insurance again. The current outstanding debt of Comal 1A is \$9,080,000, leaving \$6,900,000 of debt issuance to maintain a healthy debt ratio for insurance qualification.
- The Bonds will be sold in 2 series: Up to \$4 million will be sold as Unlimited Tax Road Bonds, Series 2021A and delivered in December 2021 in order to maintain "Bank Qualified" status for 2021. Bank Qualified status requires no more than \$10 million in bond issuance in a calendar year (\$6 million sold in October). The remaining amount will be sold as Unlimited Tax Road Bonds, Series 2022 and delivered in January 2022.
- 2021 Total Tax Rate is \$0.794 (\$0.45 Debt + \$0.344 M&O). The District expects to reallocate additional pennies to the Debt rate in 2022, but no change to the total rate of \$0.794.
- Average Annual Debt Service of \$879,273 (2022-2047).
- No increase in taxable value is required for feasibility although significant growth is occurring.