

Colorado Drinking Water Revolving Fund Loan Application



I. GENERAL INFORMATION

A. Applicant (Governmental Entity)

| | | | |
|---------------------|--|---------------------|-------------|
| Facility Name: | ARABIAN ACRES METROPOLITAN DISTRICT | Original ID: | |
| Mailing Address 1: | Metropolitan District Management 23005 Whispering Woods | Mailing Address 2: | |
| City: | Golden | State: | CO |
| | | Zip Code: | 80401 |
| Property Address 1: | Metropolitan District Management | Property Address 2: | |
| City: | Golden | State: | CO |
| | | Zip Code: | 80401 |
| Latitude : | 39.7517291 | Longitude : | -104.992107 |

B. Official Contact Person for the Applicant

| | | | | | |
|-------------|------------------------|------------|----------|----------------|--------------|
| First Name: | Judy | Last Name: | Bertrand | Phone No: | 303-704-9438 |
| Address: | 23005 Whispering Woods | | | Email Address: | |
| City | Golden | State: | CO | Zip Code: | 80401 |

C. Applicant's General Counsel (legal opinion mandatory)

| | | | | | |
|-----------------------|-----------------------------|----------------|---------------------|-----------|--------------|
| General Counsel Name: | Susemihl, McDermott & Cowan | | | | |
| Address: | 660 Southpointe Ct, #210 | | | | |
| City | Colorado Springs | State: | CO | Zip Code: | 80906 |
| Contact Person | Jason Downie | Email Address: | jdownie@smmclaw.com | Phone No: | 719-579-6500 |

D. Applicant's Bond Counsel (legal opinion mandatory)

| | | | | | |
|--------------------|--|--------|----|-----------|--|
| Bond Counsel Name: | | | | | |
| Address: | | | | | |
| City | | State: | CO | Zip Code: | |

Contact Person _____ Email Address: _____ Phone No: _____

E. Consulting Engineer

Consulting Engineer Name: AquaWorks, DBO

Address: 3252 Williams St., Denver

City: Denver State: CO Zip Code: 80205

Contact Person: Adam Sommers Email Address: adam@aquaworksdbo.com Phone No: 303-883-4613

F. Updates to Project Description since Pre-qualification form and/or Project Needs Assessment

G. Repayment Pledge

Yes No Has the pledge changed since Pre-qualification form?

H. Total Estimated Project Cost:

\$ _____

I. Amount of Loan Funds Requested: \$ _____

J. Term of Loan Requested (years): _____

K. Anticipated Interest Rate (%): _____

L. Checklist of items required with submittal of the application. (Please submit one copy of each item listed below, if applicable.)

- Signed Drinking Water Revolving Fund application.
- Signed civil rights compliance report (EPA Form 4700-4) (1/90).
- Cash flow projection for the term of the loan identifying revenues and expenditures by year.
- Financial Audit (1 copy of the most recent audit or application for exemption).
- Water use ordinance (and water use ordinance if applicant manages both) including tap fees and rate structure and any amendments that have been adopted or in effect in the last 5 years.
- Current debt repayment schedules.
- Agreements that relate to the applicant's wastewater systems (IGAs, developer agreements, annexation agreements, agreements with other utilities) and duration of those agreements.
- Capital Improvement Plan (if none exists, you can provide information on the Capital Improvement Schedule).
- Ballot question(s) relating to the proposed project if applicable.
- Pre-Qualification Form submitted and reviewed
- Project Needs Assessment (PNA) submitted, reviewed.

Date of Pre-Application meeting: 05/29/2018 Date PNA approved: _____

Title:

Engineer

Phone No:

303-883-4613

II. EMPLOYMENT DATA

A. List the five largest employers in the area.

| | Name of Employer | Type (manufacturer, agriculture, commercial) | Number of Employees |
|---|------------------|--|---------------------|
| 1 | | | |
| 2 | | | |
| 3 | | | |
| 4 | | | |
| 5 | | | |

III. CUSTOMER DATA

A. Number of customers, taps, or single family equivalents (SFE's) for the current and previous five years.

Please identify which one of the three you are using:

Connections SFE's Customer Accounts

| Year | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 |
|------|------|------|------|------|------|------|
|------|------|------|------|------|------|------|

*Sewer (If managed by the applicant)
Water

Are any water customers supplied through unmetered taps?

Yes No

B. Sewer System Utilization.

| | Annual Usage (Gallons) | % of Total Usage | Annual Revenue (\$) | % of Total Revenue |
|-------------|------------------------|------------------|---------------------|--------------------|
| Residential | | | | |
| Commercial | | | | |
| Industrial | | | | |
| TOTAL | | | | |

C. Sewer System Revenues.

1. Submit the water use ordinance/user charge system (and sewer use ordinance/user charge system if applicant manages both) that reflects rates and tap fees for the past five years.

2. Monthly residential water and sewer rates for the current and previous five years based on typical/average residential monthly consumption/utilization.

| Year | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 |
|-------|------|------|------|------|------|------|
| Sewer | | | | | | |

| | | | | | | |
|--------|--|--|--|--|--|--|
| *Water | | | | | | |
|--------|--|--|--|--|--|--|

3. Are any changes to the water use ordinance & user charge system (and sewer if applicable) currently under consideration?

Yes No

4. What is the typical/average residential monthly consumption/utilization?

Sewer _____ Gallons

Water _____ Gallons

D. Customer Concentration: List the five largest customers of the system. It is only necessary to list those customers who represent more than 3% of system revenues.

| Name | Annual Usage (Gallons) | % Total Usage | Revenue (\$) | % Total Revenue |
|------|------------------------|---------------|--------------|-----------------|
| | | | | |

IV. SYSTEM/PROJECT DATA

A. If your system provides water, do you sell more than 2,000 acre-feet of water annually?

Yes No

If you have an approved water use efficiency plan has your system adopted procedures and policies in accordance with the plan and are those procedures and policies being followed?

Yes No

B. DESIGN CAPACITY (MGD) _____ AVERAGE DAILY USAGE (MGD) _____ PEAK DAILY USAGE (MGD) _____

C. Does the applicant purchase water wholesale?

Yes No

D. What is the life expectancy of the major project components?

E. Project Budget

| Activities | Total Cost | Water Pollution Control Revolving Fund | *Other |
|--|------------|--|--------|
| Administrative fees | | | |
| Legal Expenses including General and Bond Counsel opinions | | | |
| Design Engineering Fees | | | |
| Planning Engineering Fees | | | |
| Other Engineering Fees | | | |
| Project Inspection Fees | | | |

| | | | |
|--------------------------|--|--|--|
| Construction | | | |
| Equipment | | | |
| Miscellaneous (identify) | | | |
| Subtotal | | | |
| Contingencies | | | |
| TOTAL | | | |

* Identify 'other' funding sources. Please include the name of the program, organization, bank or reserves. Also include the application and award status if applicable.
Other Funder/Source description.

V. DEBT

A. Please list and describe below any outstanding water system indebtedness that is being repaid from the same revenue source pledge associated with the proposed DWRF loan. The description must include (1) Current outstanding amount; (2) Interest rate (fixed or variable); (3) Purpose of debt issuance; (4) Security/pledge for debt issuance; (5) Relationship to proposed loan (subordinate, parity or senior).

| Current Outstanding | Interest Rate | Description | Security Pledge / Revenue Source | Parity Relationship too Proposed Loan |
|---------------------|---------------|-------------|----------------------------------|---------------------------------------|
| | | | | |

B. Last bond issue:

Entity's credit rating: _____ Year: _____

Rated by:

- Mody's Standard & Poor's Fitch

Did this bond issue receive credit enhancement such as a letter of credit or bond insurance?

- Yes No

C. Please identify any other financial obligations that could affect the revenue source pledge associated with the proposed WPCRf loan (i.e. lease purchases, certificates of participation, developer agreements - include attachments if necessary).

D. Is the borrower now or has the borrower at any time in the past 10 years been in default in payment of principal or interest or in any other material aspect with respect to any debt obligation; or have any agreements or legal proceedings of the borrower relating to any debt obligation been declared invalid or unenforceable?

- Yes No

If yes, please attach a complete statement of the circumstances giving rise to such default or declaration, describe the relevant provisions of the debt obligations or other relevant instruments or proceedings, state amounts involved and describe the status of such default or declaration.

VI. ADDITIONAL INFORMATION

Part A.

1. Have you received a management letter from your financial auditor in connection with any of your last three audits?

- Yes No Not Applicable

2. If Yes, did the management letter(s) address issues that relate to the proposed pledged security that repays the loan?

- Yes No Not Applicable

3. If Yes to #2, please provide a copy of the management letter(s) and management's response, if Any.

Part B. How do you plan to borrow money and remain in compliance with Article X, Section 20 of the Colorado Constitution (TABOR Amendment)?

A. Voters approved the debt – (Please attach your approved ballot question)

B. We plan to ask the voters to approve the debt.

C. Qualify as an enterprise - Please note that TABOR defines an enterprise as "a government-owned business authorized to issue its own revenue bonds and receiving under 10 percent of annual revenue in grants from all Colorado state and local governments combined". ("Grants" may include DOLA grants from state severance tax proceeds, DWRF and WPCRF planning and design grants, taxes, or general fund transfers.)

Part C. Local Restrictions:

Do you have a home rule charter or ordinances/resolutions that require new debt be approved at election?

- Yes No

Part D. Litigation:

Is there an actual or potential financial impact on the applicant as a result of any current or past litigation?

- Yes No

Part E:

Are you planning to spend local funds on this project prior to loan approval and have those funds reimbursed with the proceeds of this loan?

- Yes No

If so, you may need to adopt a reimbursement ordinance/resolution.