



Mid-Peninsula Water District, San Mateo County, California
Annual Report for Certificates of Participation
(2016 Financing Project)
\$18,570,000

59541PAA4	59541PAD8	59541PAG1	59541PAK2	59541PAN6	59541PAR7
59541PAB2	59541PAE6	59541PAH9	59541PAL0	59541PAP1	59541PAS5
59541PAC0	59541PAF3	59541PAJ5	59541PAM8	59541PAQ9	59541PAT3

Fiscal Year Ending June 30, 2020

The following data and attachments are submitted by Mid-Peninsula Water District (MPWD) consistent with Appendix D, “Form of Continuing Disclosure Certificate,” from the Official Statement (OS) for the Certificates of Participation. Reference letters below correspond with the reference letters of the Appendix D.

Section 4. Audited Financial Report for Fiscal Year Ending June 30, 2020

The audited financial reports for the fiscal year ending June 30, 2020, have been uploaded separately to the Electronic Municipal Market Access (EMMA) website.

Section 4. Tables

The requested tables are shown on the following pages, updated from the original tables in the OS.

- Ten Largest Customers by Consumption
- Water Rates
- Revenue and Expense Showing Debt Service Coverage Ratio

Section 5. Reporting of Listed Events

There are no listed events to report.

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Mid-Peninsula Water District		
Ten Largest Customers Based on Volume¹		
Fiscal Year ending June 30, 2020		
	Customer	Type of Customer
1	City of Belmont	Public Parks and Facilities
2	Redwood Shores Schools	Schools
3	McClellan Estates (Crestview)	Apartments
3	Notre Dame de Namur	College
4	Sutter Health	Medical
5	Belmont Homeowners Assn. (Belmont Apartments)	Apartments
6	Sequoia High School District	Schools
7	McClellan Estates (Old County)	Apartments
8	Prime Old County (Madison)	Apartments
9	Alcheck Elie (Carlmont Heights and other properties)	Apartments
10	Rui Quan	Office Buildings

These ten customers collectively account for ten percent of revenue from water sales. The largest contribution for any one customer is less than two percent.

Purposely blank

¹ MPWD has adopted a policy of confidentiality with respect to account information on individual water use; therefore, the table shows the ten largest customers based on volume and states the percentage of total revenue they represent.

Mid-Peninsula Water District Rate Table				
Rates Effective July 1, 2019 ^{2,3}				
		Mid Base Rate	SFPUC Wholesale Rate Pass Through⁴	Total Rate
Fixed Monthly Charges				
Meter Size	Meter Ratio	\$ / Month		
5/8"	1.00	\$28.00	n/a	\$28.00
1"	1.50	42.00	n/a	42.00
1 1/2"	2.50	70.00	n/a	70.00
2"	4.00	112.00	n/a	112.00
3"	6.00	168.00	n/a	168.00
4"	10.00	280.00	n/a	280.00
6"	25.00	700.00	n/a	700.00
Water Consumption Charges				
Residential Rates		\$ / HCF ⁵		
Tier 1	0 – 2 units	\$5.86	\$0.00	\$5.86
Tier 2	3 – 8	8.69	0.00	8.69
Tier 3	9 - 20	10.60	0.00	10.60
Tier 4	21+	12.50	0.00	12.50
Commercial Rates				
Tier 1	0 – 5 units	\$7.80	0.00	\$7.80
Tier 2	6+	9.16	0.00	9.16

² Source is MPWD Ordinance No. 120, dated April 25, 2019.

³ Rates were increased July 1, 2018 and July 1, 2019.

⁴ Pursuant to the Government Code, MPWD reserves the right to increase its water consumption charges to recover any additional unanticipated SFPUC water rate increases.

⁵ One hundred cubic feet (HCF) equals approximately 748 gallons.

Mid-Peninsula Water District						
Revenues, Expenditures and Debt Service Coverage						
		2015-16	2016-17	2017-18	2018-19	2019-20
		Audited	Audited	Audited	Audited	Audited
Operating Revenues						
	Water service charges	\$10,103,976	\$11,346,781	\$12,630,636	\$13,170,928	\$14,669,447
	Other revenue	26,107	107,130	223,061	271,202	213,714
	Total	10,130,083	11,453,911	12,853,697	13,442,130	14,883,161
Operating Expenses						
	Salaries and benefits	\$2,293,425	\$2,742,823	\$2,371,885	\$2,722,423	\$2,903,078
	Maintenance & rehab	528,314	392,800	684,956	412,829	543,617
	Purchased water	4,491,156	5,192,951	5,579,589	5,581,289	5,866,091
	Utilities	267,479	269,238	252,124	304,832	334,459
	Professional services	539,376	391,818	416,562	522,511	479,370
	Admin & other	647,516	690,950	692,452	760,376	749,170
	Depreciation	n/a	n/a	n/a	n/a	n/a
	Total	8,767,266	9,680,580	9,997,568	10,304,260	10,875,785
	Operating Income/(Loss)	\$1,362,817	\$1,773,331	\$2,856,129	\$3,137,870	\$4,007,376
Non-Operating Revenues						
	Rent	\$170,763	\$141,949	\$151,714	\$152,926	\$233,920
	Property taxes	266,341	301,119	327,313	380,509	400,400
	Interest income	14,847	73,205	289,386	438,076	305,838
	Total	451,951	516,273	768,413	971,511	940,158
	Net Revenues Available for Debt Service	\$1,814,768	\$2,289,604	\$3,624,542	\$4,109,381	\$4,947,534
2016 COP Funding						
	Interest	-	\$330,133	\$735,834	\$722,150	\$708,000
	Principal	-	0	315,000	345,000	360,000
	Total Debt Service¹		\$330,133	\$1,050,834	\$1,067,150	\$1,068,000
	Debt Service Coverage Ratio²		6.94	3.45	3.85	4.63
	Revenues Remaining after Debt Service		\$1,959,471	\$2,573,708	\$3,042,231	\$3,879,534
Notes:						
	1. For FY17, Total Debt Service includes only one interest payment (instead of two for a full year) and does not include a principal payment, causing the debt service coverage ratio to calculate relatively high. Further, the interest value for debt service in in the audited statement is \$391,649, higher than the amount actually paid (\$330,133) because of accrual accounting used in the audited statement.					
	2. The minimum debt service coverage ratio is 1.30 pursuant to page 7 of the Installment Sale Agreement dated December 1, 2016.					