

Regional Transportation Commission (RTC) Debt and Long-Term Employee Benefit Liabilities

NAME OF BOND	Term (Years)	Original Amount of Issue	Final Payment Date	Interest Rate	Outstanding Principle Balance 7/01/18	Outstanding Principle Balance 6/30/19	FY19 Interest Due ⁽⁴⁾	FY19 Principal Due	FY19 Debt Service (P&I)
<u>RTC Issued Revenue Bonds</u>									
Motor Vehicle Fuel Tax Series 2009 ⁽¹⁾	20	\$ 89,567,000	2/1/2028	3.0 - 5.5%	\$ 60,787,000	\$ 55,930,000	\$ 3,109,057	\$ 4,857,000	\$ 7,966,057
Motor Vehicle Fuel Tax Series 2010A ⁽¹⁾	10	13,179,000	2/1/2020	2.5 - 4.0%	4,699,000	2,396,000	187,960	2,303,000	2,490,960
Motor Vehicle Fuel Tax Series 2010B ⁽²⁾	29	66,821,000	2/1/2039	5.6 - 7.2%	66,821,000	66,821,000	4,639,532	-	4,639,532
Motor Vehicle Fuel Tax Series 2010C ⁽³⁾	30	10,000,000	2/1/2040	7.2%	10,000,000	10,000,000	723,800	-	723,800
Motor Vehicle Fuel Tax Series 2010E ⁽²⁾	30	58,775,000	2/1/2040	8.0%	58,775,000	58,775,000	4,683,780	-	4,683,780
Motor Vehicle Fuel Tax Series 2010F ⁽³⁾	30	5,385,000	2/1/2040	7.9%	5,385,000	5,385,000	424,069	-	424,069
Motor Vehicle Fuel Tax Series 2013 ⁽¹⁾	30	165,000,000	2/1/2043	5.0%	164,265,000	163,490,000	8,213,250	775,000	8,988,250
Sales Tax Improvement Bonds Series 2010H ⁽²⁾	30	20,000,000	2/1/2040	7.5%	20,000,000	20,000,000	1,490,200	-	1,490,200
Total RTC Issue Revenue Bonds		\$ 428,727,000			\$ 390,732,000	\$ 382,797,000	\$ 23,471,648	\$ 7,935,000	\$ 31,406,648

⁽¹⁾ Tax Exempt Bond

⁽²⁾ Taxable Direct Pay Build America Bond (BAB) providing federally refundable interest credits

⁽³⁾ Taxable Recovery Zone Economic Development Bond (RZEDB) providing federally refundable interest credits

⁽⁴⁾ Interest amounts exclude Build America Bond (BAB) and Recovery Zone Economic Development Bond (RZEDB) credits

Long-term Employee Benefit Liabilities as of 6/30/17*

Sick Leave Conversion	\$ 364,497
Compensated Absences	430,814
Other Post Employment Benefits (Net OPEB)	3,939,808
Net Pension Liability (PERS)	11,621,332
Total	\$ 16,356,451

*Note: these balances are determined at end of audit each fiscal year

RTC HISTORICAL NET PLEDGED REVENUES and PRO-FORMA DEBT SERVICE COVERAGE

Fiscal Year Ended June 30,	Actual 2014	Actual 2015	Actual 2016	Actual 2017	Estimated 2018	Budgeted 2019
Motor Vehicle Fuel Tax Pledged Revenues ⁽¹⁾	\$ 49,574,968	\$ 58,934,179	\$ 68,015,032	\$ 58,934,179	\$ 80,872,010	\$ 86,639,885
Sales Tax Pledged Revenues ⁽²⁾	7,672,332	8,228,147	8,864,538	9,378,033	9,657,306	10,043,598
Total Pledged Revenues	57,247,300	67,162,326	76,879,570	68,312,212	90,529,316	96,683,483
Combined Maximum Annual Debt Service	\$ 29,112,700	\$ 30,669,670	\$ 30,669,310	\$ 30,669,390	\$ 31,403,808	\$ 31,406,648
Coverage ⁽³⁾	1.97x	2.19x	2.51x	2.23x	2.88x	3.08x

(1) The bond covenant provisions of the 2009 and 2010 Series A,B,C,D,E and F revenue bonds identify as net pledged revenues motor vehicle fuel taxes consisting of the 9¢ per gallon motor vehicle fuel tax together with prior annual indexing increases to that base rate calculated as the lesser of: (i) 4.5% increase or (ii) the average percentage of the increase in the Consumer Price Index for West Urban Consumers for the preceding 5 years. Pursuant to a ballot measure in November 2008 and subsequent enactment of Chapter 501 at the State Legislature, additional taxes were imposed on motor vehicle fuel and special fuels for the benefit of the RTC which provided for annual indexing increases using a formula based on the lesser of (i) 7.8% or (ii) a rolling 10-year average of the changes in the Producer Price Index for Street and Highway Construction. The PPI rate went into effect January 1, 2010 and is adjusted on July 1, annually. Revenues are net of administrative expenses in the amount of 1/2% retained by the State.

(2) The bond covenant provisions of the 2010 Series H revenue bonds identify as net pledged revenues sales taxes imposed at a rate of one-eighth of one percent (.0125%) and income derived from any additional Sales Tax imposed by the County should the RTC Board choose to include the additional tax in pledged revenues. The RTC Board may elect to include additional taxes in pledged revenues for the remaining term of the 2010H bonds by adoption of a resolution or ordinance to include such tax.

(3) The following limitations on bond coverage are calculated in these columns:

- a. Nevada Revised Statutes 373.130 states that revenues from vehicle fuel tax must be adequate to meet the payment of outstanding debt as it becomes due.
- b. Washoe County Bond Ordinance requires that the net pledged revenues derived in any twelve consecutive months of the last eighteen months of Fiscal Year immediately preceding the date of the issuance of such additional Parity Securities shall have been at least sufficient to pay an amount equal to 125% of the combined maximum annual principal and interest requirements of the outstanding bonds and any other outstanding parity securities of the County and the parity securities proposed to be issued (excluding any reserves therefor).
- c. Bond Coverage – Actual is equal to the Total Net Pledged Fuel Tax Revenues divided by Combined Maximum Annual Debt Service.