Kitsap Public Facilities District
Board of Directors Special Meeting

February 19, 2023
6:00 PM – 8:00 PM

AGENDA

A. Review future funding requests of current KPFD projects underway.

B. Review financial feasibility models based on projected Kitsap County sales tax rebates through 2041.

NOTE: *All discussions during this special meeting must be limited to the agenda items only, IAW RCW 42.30.080 – Special Meetings*

Location: Norm Dicks Government Center
345 6th St, Bremerton, WA 98337

Zoom Webinar Option: https://us02web.zoom.us/j/82574678852

Kitsap Public Facilities District
Board of Directors Special Meeting

January 19, 2023

NORTHWEST MUNICIPAL ADVISORS

Current ILAs

City of Port Orchard

- $12,000,000 for Community Events Center (POCEC)
  - $10,092,505 remains to be dispersed with cash or bond

City of Poulsbo

- $243,900 for Events & Recreation Center (PERC)
  - $58,881 remains to be dispersed with cash

Kitsap County

- $1,697,556 for Port Gamble Heritage Park Improvements (PGHP)
  - $932,181 remains to be dispersed with cash

Port of Bremerton

- $1,439,000 for Circuits of the Northwest Project (POB/CNW)
  - $53 remains to be spent by POB/CNW

Revenue Change 2.50%
Expenditure Char 1.50%
Note: Stress Test by changing percentages above

FYE 12/31	Tax Rebate	Interest Earnings	Total Revenues	Operating Expenses	Net Revenue Available for Debt Service	Existing Debt: Total Current Debt Service	Total Proforma Debt Service	Proforma Coverage Ratio	Revenue Available for ILA Payments	Rollover (Beginning) Fund Balance	Available Funds
2015	$1,304,453		$1,304,453	$124,942	1,179,511	$865,967	$865,967	1.362x	$313,544	* Fund Balance Rollover Not Included for 2015-2020	$313,544
2016	1,419,068		1,419,068	111,782	1,307,286	863,817	863,817	1.513x	443,469		443,469
2017	1,507,252		1,507,252	132,072	1,375,180	863,798	863,798	1.592x	511,382		511,382
2018	1,707,652		1,707,652	137,989	1,569,663	860,428	860,428	1.824x	709,235		709,235
2019	1,791,249		1,791,249	206,645	1,584,604	860,329	860,329	1.842x	724,275		724,275
2020	1,839,423	27,608	1,867,031	165,395	1,701,636	859,377	859,377	1.980x	842,259		842,259
2021	[illegible]	11,450	2,156,873	[illegible]	1,883,714	859,904	859,904	2.191x	1,023,810	3,616,190	4,640,000
2022	[illegible],304,514		2,304,514	311,500 (1)	1,993,014	818,565	818,565	2.435x	1,174,449	3,020,534 (2)	4,194,983
2023	2,362,127		2,362,127	312,500 (3)	2,049,627	876,239	876,239	2.339x	1,173,388	2,899,791	4,073,178
2024	2,421,180		2,421,180	317,188	2,103,993	876,236	876,236	2.401x	1,227,757	2,015,612	3,243,369
2025	2,481,710		2,481,710	321,945	2,159,764	876,129	876,129	2.465x	1,283,636	2,729,369	4,013,004
2026	2,543,752		2,543,752	326,774	2,216,978	90,340	90,340	24.540x	2,126,637	3,869,004	5,995,642
2027	2,607,346		2,607,346	331,676	2,275,670	67,006	67,006	33.962x	2,208,664	5,056,556	7,265,221
2028	2,672,530		2,672,530	336,651	2,335,879	67,000	67,000	34.864x	2,268,879	6,326,136	8,595,014
2029	2,739,343		2,739,343	341,701	2,397,642	66,999	66,999	35.786x	2,330,643	7,655,929	9,986,572
2030	2,807,827		2,807,827	346,827	2,461,000	66,996	66,996	36.733x	2,394,004	9,047,487	11,441,491
2031	2,878,022		2,878,022	352,029	2,525,993	66,997	66,997	37.703x	2,458,996	10,502,405	12,961,402
2032	2,949,973		2,949,973	357,309	2,592,663	67,004	67,004	38.694x	2,525,659	12,023,316	14,548,976
2033	3,023,722		3,023,722	362,669	2,661,053	67,001	67,001	39.716x	2,594,052	13,753,890	16,347,942
2034	3,099,315		3,099,315	368,109	2,731,206	67,002	67,002	40.763x	2,664,204	15,552,857	18,217,061
2035	3,176,798		3,176,798	373,631	2,803,167	66,999	66,999	41.839x	2,736,169	17,421,976	20,158,144
2036	3,256,218		3,256,218	379,235	2,876,983	67,004	67,004	42.937x	2,809,979	19,363,059	22,173,038
2037	3,337,623		3,337,623	384,924	2,952,700	66,999	66,999	44.071x	2,885,701	21,377,952	24,263,653
2038	3,421,064		3,421,064	390,698	3,030,367	66,996	66,996	45.232x	2,963,370	23,468,568	26,431,938
2039	3,506,591		3,506,591	396,558	3,110,033	67,006	67,006	46.414x	3,043,027	25,636,853	28,679,879
2040	3,594,255		3,594,255	402,506	3,191,749	66,998	66,998	47.639x	3,124,751	27,884,794	31,009,545
2041	3,684,112		3,684,112	408,544	3,275,568	67,003	67,003	48.887x	3,208,565	30,214,460	33,423,024
	$7[illegible]582,540	$39,058	$70,621,598	$8[illegible]274,958		$10,576,140	$10,576,140				

Approved/Anticipated ILA Projects

FYE 12/31	$12,000,000 Pt. Orchard (POCEC) Actual Payments	POCEC Projected Payments	$243,900 Poulsbo (PERC) Actual Payments	PERC Projected Payments	PERC Funding Request	$1,697,556 Kitsap County (PGHP) Actual Payments	PGHP Projected Payments	PGHP Funding Request	$2,001,300 Pt. Bremerton (POB/CNW) Actual Payments	POB/CNW Projected Payments	POB/CNW Funding Request	Total ILA Payments	(Ending) Fund Balance
2015												0	$313,544
2016												0	443,469
2017												315,000	196,382
2018									60,000		60,000	60,000	649,235
2019									258,411		502,300	258,411	465,864
2020	60,096		27,136		243,900				243,889		1,439,000	331,121	511,138
2021	1,326,290	0	120,994	0		172,182	0	200,000				1,619,466	3,020,534
2022	521,109	[illegible]	36,889	0		593,194	0	600,000	144,000	[illegible]		1,295,192	2,899,791
2023		922,505		58,881	0		932,181	897,556		144,000		2,057,566	2,015,612
2024		370,000						0		144,000		514,000	2,729,369
2025										144,000		144,000	3,869,004
2026		795,085								144,000		939,085	5,056,556
2027		795,085								144,000		939,085	6,326,136
2028		795,085								144,000		939,085	7,655,929
2029		795,085								144,000		939,085	9,047,487
2030		795,085								144,000		939,085	10,502,405
2031		795,085								143,000		938,085	12,023,316
2032		795,085										795,085	13,753,890
2033		795,085										795,085	15,552,857
2034		795,085										795,085	17,421,976
2035		795,085										795,085	19,363,059
2036		795,085										795,085	21,377,952
2037		795,085										795,085	23,468,568
2038		795,085										795,085	25,636,853
2039		795,085										795,085	27,884,794
2040		795,085										795,085	30,214,460
2041		795,085										795,085	32,627,939
	$15,921,[illegible]		$243,900		$243,900	$1,697,556		$1,697,556	$2,001,300		$2,001,300	$20,179,120	

Assumptions for All Scenarios

- 2.5% Annual Sales Tax Revenue Growth
- 1.5% Annual Operating Expense Increase
- $1,292,505 will be dispersed in cash during 2023 and 2024 for POCEC
- Bond remaining $8,800,000 for POCEC
- $58,881 will be dispersed in cash during 2023 for PERC
- $932,181 will be dispersed in cash during 2023 for PGHP
- $144,000 will be dispersed annually from 2023-2030 and $143,000 in 2031 for POB/CNW

Current Budget

New Requests

The following requests are in addition to the Current ILAs:

City of Port Orchard

- KPFD issues an additional $6,500,000 bond, funds a reserve, pay cost of issuance, and pays debt service (principal and interest) for POCEC

City of Poulsbo

- City of Poulsbo issues a $7,839,000 bond and the KPFD pays debt service and cost of issuance for PERC

Kitsap County

- KPFD pays an additional $350,000 in 2023 for Phase 1 of PGHP Improvements

Revenue Change 2.50%
Expenditure Char 1.50%
Note: Stress Test by changing percentages above

FYE 12/31	Tax Rebate	Interest Earnings	Total Revenues	Operating Expenses		Net Revenue Available for Debt Service	Existing Debt: Total Current Debt Service	Assumed Interest Rate 5.50%: Proforma PFD Original ILA Bond (for POCEC) D/S	5.50%: Proforma PFD New Request Bond (for POCEC) D/S	Total Proforma Debt Service	*Proforma Coverage Ratio*	Revenue Available for ILA Payments	Rollover (Beginning) Fund Balance		Available Funds
2015	$1,304,453		$1,304,453	$124,942		1,179,511	$865,967			$865,967	1.362x	$313,544	* Fund Balance Rollover Not Included for 2015-2020		$313,544
2016	1,419,068		1,419,068	111,782		1,307,286	863,817			863,817	1.513x	443,469			443,469
2017	1,507,252		1,507,252	132,072		1,375,180	863,798			863,798	1.592x	511,382			511,382
2018	1,707,652		1,707,652	137,989		1,569,663	860,428			860,428	1.824x	709,235			709,235
2019	1,791,249		1,791,249	206,645		1,584,604	860,329			860,329	1.842x	724,275			724,275
2020	1,839,423	27,608	1,867,031	165,395		1,701,636	859,377			859,377	1.980x	842,259			842,259
2021	2,145,423	11,450	2,156,873	273,159		1,883,714	859,904			859,904	2.191x	1,023,810	3,616,190		4,640,000
2022	2,304,514		2,304,514	311,500	(1)	1,993,014	818,565			818,565	2.435x	1,174,449	3,020,534	(2)	4,194,983
2023	2,362,127		2,362,127	312,500	(3)	2,049,627	876,239			876,239	2.339x	1,173,388	2,899,791		4,073,178
2024	2,421,180		2,421,180	317,188		2,103,993	876,236			876,236	2.401x	1,227,757	2,015,612		3,243,369
2025	2,481,710		2,481,710	321,945		2,159,764	876,129			876,129	2.465x	1,283,636	2,729,369		4,013,004
2026	2,543,752		2,543,752	326,774		2,216,978	90,340			90,340	24.540x	2,126,637	3,869,004		5,995,642
2027	2,607,346		2,607,346	331,676		2,275,670	67,006			67,006	33.962x	2,208,664	5,056,556		7,265,221
2028	2,672,530		2,672,530	336,651		2,335,879	67,000			67,000	34.864x	2,268,879	6,326,136		8,595,014
2029	2,739,343		2,739,343	341,701		2,397,642	66,999			66,999	35.786x	2,330,643	7,655,929		9,986,572
2030	2,807,827		2,807,827	346,827		2,461,000	66,996			66,996	36.733x	2,394,004	9,047,487		11,441,491
2031	2,878,022		2,878,022	352,029		2,525,993	66,997			66,997	37.703x	2,458,996	10,502,405		12,961,402
2032	2,949,973		2,949,973	357,309		2,592,663	67,004			67,004	38.694x	2,525,659	12,023,316		14,548,976
2033	3,023,722		3,023,722	362,669		2,661,053	67,001			67,001	39.716x	2,594,052	13,753,890		16,347,942
2034	3,099,315		3,099,315	368,109		2,731,206	67,002			67,002	40.763x	2,664,204	15,552,857		18,217,061
2035	3,176,798		3,176,798	373,631		2,803,167	66,999			66,999	41.839x	2,736,169	17,421,976		20,158,144
2036	3,256,218		3,256,218	379,235		2,876,983	67,004			67,004	42.937x	2,809,979	19,363,059		22,173,038
2037	3,337,623		3,337,623	384,924		2,952,700	66,999			66,999	44.071x	2,885,701	21,377,952		24,263,653
2038	3,421,064		3,421,064	390,698		3,030,367	66,996			66,996	45.232x	2,963,370	23,468,568		26,431,938
2039	3,506,591		3,506,591	396,558		3,110,033	67,006			67,006	46.414x	3,043,027	25,636,853		28,679,879
2040	3,594,255		3,594,255	402,506		3,191,749	66,998			66,998	47.639x	3,124,751	27,884,794		31,009,545
2041	3,684,112		3,684,112	408,544		3,275,568	67,003			67,003	48.887x	3,208,565	30,214,460		33,423,024
	$70,582,540	$39,058	$70,621,598	$8,274,958			$10,576,140	$0	$0	$10,576,140					

Approved/Anticipated ILA Projects

FYE 12/31	$18,500,000 Pt. Orchard (POCEC): Actual Payments	Projected Payments	New Request	$243,900 Poulsbo (PERC): Actual Payments	Projected Payments	*Funding Request*	$1,697,556 Kitsap County (PGHP): Actual Payments	Projected Payments	*Funding Request*	$[illegible]01,300 Pt. Bremerton (POB/CNW): Actual Payments	Projected Payments	*Funding Request*	Total ILA Payments	(Ending) Fund Balance
2015													0	$313,544
2016													0	443,469
2017													315,000	196,382
2018										60,000		60,000	60,000	649,235
2019										258,411		502,300	258,411	465,864
2020	60,096			27,136		243,900				243,889		1,439,000	331,121	511,138
2021	1,326,290	0		120,[illegible]	0		172,182	0	200,000				1,619,466	3,020,534
2022	521,109	0		[illegible]6,889	0		593,194	0	600,000	144,000	0		1,295,192	2,899,791
2023		922,505			58,881	0		932,181	897,556		144,000		2,057,566	2,015,612
2024		370,000							0		144,000		514,000	2,729,369
2025											144,000		144,000	3,869,004
2026		795,085	587,279								144,000		939,085	5,056,556
2027		795,085	587,279								144,000		939,085	6,326,136
2028		795,085	587,279								144,000		939,085	7,655,929
2029		795,085	587,279								144,000		939,085	9,047,487
2030		795,085	587,279								144,000		939,085	10,502,405
2031		795,085	587,279								143,000		938,085	12,023,316
2032		795,085	587,279										795,085	13,753,890
2033		795,085	587,279										795,085	15,552,857
2034		795,085	587,279										795,085	17,421,976
2035		795,085	587,279										795,085	19,363,059
2036		795,085	587,279										795,085	21,377,952
2037		795,085	587,279										795,085	23,468,568
2038		795,085	587,279										795,085	25,636,853
2039		795,085	587,279										795,085	27,884,794
2040		795,085	587,279										795,085	30,214,460
2041		795,085	587,279										795,085	32,627,939
	$25,317,827			$243,900		$243,900	$1,697,556		$1,697,556	$2,001,300		$2,001,300	$20,179,120	

Assumptions

- C. Port Orchard issues GO bond for original $8,800,000 request plus an additional $6,500,000 and cost of issuance
  - Interest rate is assumed at 4.5% in 2025 with debt service paid by KPFD from 2026-2041

City of Port Orchard (POCEC)

City of Port Orchard (POCEC)

Revenue Change 2.50%
Expenditure Change 1.50%
Note: Stress Test by changing percentages above

FYE 12/31	Tax Rebate	Interest Earnings	Total Revenues	Operating Expenses		Net Revenue Available for Debt Service	Existing Debt: Total Current Debt Service	Proforma PFD Original ILA Bond (for POCEC) D/S (Assumed Interest Rate 5.50%)	Proforma PFD New Request Bond (for POCEC) D/S (Assumed Interest Rate 5.50%)
2015	$1,304,453		$1,304,453	$124,942		1,179,511	$865,967		
2016	1,419,068		1,419,068	111,782		1,307,286	863,817		
2017	1,507,252		1,507,252	132,072		1,375,180	863,798		
2018	1,707,652		1,707,652	137,989		1,569,663	860,428		
2019	1,791,249		1,791,249	206,645		1,584,604	860,329		
2020	1,839,423	27,608	1,867,031	165,395		1,701,636	859,377		
2021	2,145,423	11,450	2,156,873	273,159		1,883,714	859,904		
2022	2,304,514		2,304,514	311,500	(1)	1,993,014	818,565		
2023	2,362,127		2,362,127	312,500	(3)	2,049,627	876,239		
2024	2,421,180		2,421,180	317,188		2,103,993	876,236		
2025	2,481,710		2,481,710	321,945		2,159,764	876,129		
2026	2,543,752		2,543,752	326,774		2,216,978	90,340	945,909	696,819
2027	2,607,346		2,607,346	331,676		2,275,670	67,006	945,909	696,819
2028	2,672,530		2,672,530	336,651		2,335,879	67,000	945,909	696,819
2029	2,739,343		2,739,343	341,701		2,397,642	66,999	945,909	696,819
2030	2,807,827		2,807,827	346,827		2,461,000	66,996	945,909	696,819
2031	2,878,022		2,878,022	352,029		2,525,993	66,997	945,909	696,819
2032	2,949,973		2,949,973	357,309		2,592,663	67,004	945,909	696,819
2033	3,023,722		3,023,722	362,669		2,661,053	67,001	945,909	696,819
2034	3,099,315		3,099,315	368,109		2,731,206	67,002	945,909	696,819
2035	3,176,798		3,176,798	373,631		2,803,167	66,999	945,909	696,819
2036	3,256,218		3,256,218	379,235		2,876,983	67,004	945,909	696,819
2037	3,337,623		3,337,623	384,924		2,952,700	66,999	945,909	696,819
2038	3,421,064		3,421,064	390,698		3,030,367	66,996	945,909	696,819
2039	3,506,591		3,506,591	396,558		3,110,033	67,006	945,909	696,819
2040	3,594,255		3,594,255	402,506		3,191,749	66,998	945,909	696,819
2041	3,684,112		3,684,112	408,544		3,275,568	67,003	0	0
	$70,582,540	$39,058	$70,621,598	$8,274,958			$10,576,140	$14,188,630	$10,452,291

FYE 12/31	Total Proforma Debt Service	Proforma Coverage Ratio	Revenue Available for ILA Payments	Rollover (Beginning) Fund Balance		Available Funds
2015	$865,967	1.362x	$313,544	* Fund [illegible] Rollover Not Included for 2015-2020		$313,544
2016	863,817	1.513x	443,469			443,469
2017	863,798	1.592x	511,382			511,382
2018	860,428	1.824x	709,2[illegible]			709,235
2019	860,329	1.842x	[illegible]24,275			724,275
2020	859,377	[illegible]	842,259			842,259
2021	859,904	2.191x	1,023,810	3,616,190		4,640,000
2022	[illegible]	2.435x	1,174,449	3,020,534	(2)	4,194,983
2023	876,239	2.339x	1,173,388	2,899,791		4,073,178
2024	876,236	[illegible]	1,227,757	2,015,612		3,243,369
2025	876,129	2.465x	1,283,636	2,729,369		4,013,004
2026	1,733,068	1.279x	483,909	3,869,004		4,352,914
2027	1,709,734	1.331x	565,936	4,208,914		4,774,850
2028	1,709,728	1.366x	626,150	4,630,850		5,257,000
2029	1,709,727	1.402x	687,915	5,113,000		5,800,916
2030	1,709,724	1.439x	751,276	5,656,916		6,408,191
2031	1,709,725	1.477x	816,268	6,264,191		7,080,460
2032	1,709,732	1.516x	882,931	6,937,460		7,820,391
2033	1,709,730	[illegible]	951,324	7,820,391		8,771,714
2034	1,709,730	[illegible]	1,021,476	8,771,714		9,793,190
2035	1,709,727	[illegible]	1,093,440	9,793,190		10,886,631
2036	1,709,732	1.683x	1,167,251	10,886,631		12,053,881
2037	1,709,727	1.727x	1,242,972	12,053,881		13,296,854
2038	1,709,724	1.772x	1,320,642	13,296,854		14,617,496
2039	1,709,734	1.819x	1,400,299	14,617,496		16,017,795
2040	1,709,726	1.867x	1,482,023	16,017,795		17,499,818
2041	67,003	48.887x	3,208,565	17,499,818		20,708,382
	$35,217,062					

FYE 12/31	Approved/Anticipated ILA Projects: $18,500,000 Pt. Orchard (POCEC) Actual Payments	POCEC Projected Payments	POCEC New Request	$243,900 Poulsbo (PERC) Actual Payments	PERC Projected Payments	PERC Funding Request	$1,697,556 Kitsap County (PGHP) Actual Payments	PGHP Projected Payments	PGHP Funding Request	$2,001,300 Pt. Bremerton (POB/CNW) Actual Payments	POB/CNW Projected Payments	POB/CNW Funding Request	Total ILA Payments	(Ending) Fund Balance
2015													0	$313,544
2016													0	443,469
2017													315,000	196,382
2018										60,000		60,000	60,000	649,235
2019										258,411		502,300	258,411	465,864
2020	60,096			27,136		243,900				243,889		1,439,000	331,121	511,138
2021	1,326,290	0		120,994	0		172,182	0	200,000				1,619,466	3,020,534
2022	521,109	0		36,889	0		593,194	0	600,000	144,000	0		1,295,192	2,899,791
2023		922,505			58,881	0		932,181	897,556		144,000		2,057,566	2,015,612
2024		370,000							0		144,000		514,000	2,729,369
2025											144,000		144,000	3,869,004
2026											144,000		144,000	4,208,914
2027											144,000		144,000	4,630,850
2028											144,000		144,000	5,113,000
2029											144,000		144,000	5,656,916
2030											144,000		144,000	6,264,191
2031											143,000		143,000	6,937,460
2032													0	7,820,391
2033													0	8,771,714
2034													0	9,793,190
2035													0	10,886,631
2036													0	12,053,881
2037													0	13,296,854
2038													0	14,617,496
2039													0	16,017,795
2040													0	17,499,818
2041													0	20,708,382
	$3,200,000			$243,900		$243,900	$1,697,556		$1,697,556	$2,001,300		$2,001,300	$7,457,756	

Debt Service Coverage dips to 1.27x

Alternative Options

- KPFD issues a bond with sales tax revenue backing is estimated to have an interest rate 1% more than a GO bond
  - A reserve account is included in this scenario, a cost difference of approx. $2,500,000 more over the life of the bond
  - Final year (2041) is paid by reserve account
- Kitsap County issues a bond with GO backing
  - A reserve account is included in this scenario, a cost difference of approx. $740,000 more over the life of the bond
- KPFD issues a bond with sales tax revenue backing and a contingent loan agreement with the City or County

City of Poulsbo (PERC)

Revenue Change 2.50%
Expenditure Chai 1.50%
Note: Stress Test by changing percentages above

Assumed Interest Rate 5.50%

FYE 12/31	Tax Rebate	Interest Earnings	Total Revenues	Operating Expenses	Net Revenue Available for Debt Service	Existing Debt: Total Current Debt Service	Proforma PFD Original ILA Bond (for POCEC) D/S	Total Proforma Debt Service	Proforma Coverage Ratio	Revenue Available for ILA Payments	Rollover (Beginning) Fund Balance	Available Funds
2015	$1,304,453		$1,304,453	$124,942	1,179,511	$865,967		$865,967	1.362x	$313,544	* Fund Balance Rollover Not Included for 2015-2020	$313,544
2016	1,419,068		1,419,068	111,782	1,307,286	863,817		863,817	1.513x	443,469		443,469
2017	1,507,252		1,507,252	132,072	1,375,180	863,798		863,798	1.592x	511,382		511,382
2018	1,707,652		1,707,652	137,989	1,569,663	860,428		860,428	1.824x	709,235		709,235
2019	1,791,249		1,791,249	206,645	1,584,604	860,329		860,329	1.842x	724,275		724,275
2020	1,839,423	27,608	1,867,031	165,395	1,701,636	859,377		859,377	1.980x	842,259		842,259
2021	2,145,423	11,450	2,156,873	273,159	1,883,714	859,904		859,904	2.191x	1,023,810	3,616,190	4,640,000
2022	2,304,514		2,304,514	311,500 (1)	1,993,014	818,565		818,565	2.435x	1,174,449	3,020,534 (2)	4,194,983
2023	2,362,127		2,362,127	312,500 (3)	2,049,627	876,239		876,239	2.339x	1,173,388	2,899,791	4,073,178
2024	2,421,180		2,421,180	317,188	2,103,993	876,236		876,236	2.401x	1,227,757	2,015,612	3,243,369
2025	2,481,710		2,481,710	321,945	2,159,764	876,129		876,129	2.465x	1,283,636	2,100,852	3,384,487
2026	2,543,752		2,543,752	326,774	2,216,978	90,340	945,909	1,036,249	2.139x	1,180,729	2,611,970	3,792,699
2027	2,607,346		2,607,346	331,676	2,275,670	67,006	945,909	1,012,914	2.247x	1,262,756	3,020,182	4,282,937
2028	2,672,530		2,672,530	336,651	2,335,879	67,000	945,909	1,012,909	2.306x	1,322,970	3,510,420	4,833,390
2029	2,739,343		2,739,343	341,701	2,397,642	66,999	945,909	1,012,907	2.367x	1,384,735	4,060,873	5,445,608
2030	2,807,827		2,807,827	346,827	2,461,000	66,996	945,909	1,012,905	2.430x	1,448,095	4,673,090	6,121,185
2031	2,878,022		2,878,022	352,029	2,525,993	66,997	945,909	1,012,906	2.494x	1,513,088	5,348,668	6,861,756
2032	2,949,973		2,949,973	357,309	2,592,663	67,004	945,909	1,012,913	2.560x	1,579,751	6,090,239	7,669,989
2033	3,023,722		3,023,722	362,669	2,661,053	67,001	945,909	1,012,910	2.627x	1,648,143	7,041,472	8,689,615
2034	3,099,315		3,099,315	368,109	2,731,206	67,002	945,909	1,012,911	2.696x	1,718,295	8,061,098	9,779,394
2035	3,176,798		3,176,798	373,631	2,803,167	66,999	945,909	1,012,907	2.767x	1,790,260	9,150,876	10,941,136
2036	3,256,218		3,256,218	379,235	2,876,983	67,004	945,909	1,012,913	2.840x	1,864,070	10,312,619	12,176,689
2037	3,337,623		3,337,623	384,924	2,952,700	66,999	945,909	1,012,908	2.915x	1,939,792	11,548,172	13,487,964
2038	3,421,064		3,421,064	390,698	3,030,367	66,996	945,909	1,012,905	2.992x	2,017,462	12,859,447	14,876,908
2039	3,506,591		3,506,591	396,558	3,110,033	67,006	945,909	1,012,915	3.070x	2,097,118	14,248,391	16,345,509
2040	3,594,255		3,594,255	402,506	3,191,749	66,998	945,909	1,012,907	3.151x	2,178,842	15,716,992	17,895,835
2041	3,684,112		3,684,112	408,544	3,275,568	67,003	0	67,003	48.887x	3,208,565	17,267,317	20,475,882
	$70,582,540	$39,058	$70,621,598	$8,274,958		$10,576,140	$14,188,630	$24,764,771				

Approved/Anticipated ILA Projects

FYE 12/31	$12,000,000 Pt. Orchard (POCEC) Actual Payments	$12,000,000 Pt. Orchard (POCEC) Projected Payments	$8,082,900 Poulsbo (PERC) Actual Payments	$8,082,900 Poulsbo (PERC) Projected Payments	$8,697,556 Kitsap County (PGHP) Actual Payments	$8,697,556 Kitsap County (PGHP) Projected Payments	$2,001,300 Pt. Bremerton (POB/CNW) Actual Payments	$2,001,300 Pt. Bremerton (POB/CNW) Projected Payments	Total ILA Payments	(Ending) Fund Balance
2015									0	$313,544
2016									0	443,469
2017									315,000	196,382
2018							60,000		60,000	649,235
2019							258,411		258,411	465,864
2020	60,096		27,136				243,889		331,121	511,138
2021	1,326,290	0	120,994	0	172,182	0			1,619,466	3,020,534
2022	521,109	0	36,889	0	593,194	0	144,000	0	1,295,192	2,899,791
2023		922,505		58,887		932,181		144,000	2,057,566	2,015,612
2024		370,000		628,517				144,000	1,142,517	2,100,852
2025				628,517				144,000	772,517	2,611,970
2026				628,517				144,000	772,517	3,020,182
2027				628,517				144,000	772,517	3,510,420
2028				628,517				144,000	772,517	4,060,873
2029				628,517				144,000	772,517	4,673,090
2030				628,517				144,000	772,517	5,348,668
2031				628,517				143,000	771,517	6,090,239
2032				628,517					628,517	7,041,472
2033				628,517					628,517	8,061,098
2034				628,517					628,517	9,150,876
2035				628,517					628,517	10,312,619
2036				628,517					628,517	11,548,172
2037				628,517					628,517	12,859,447
2038				628,517					628,517	14,248,391
2039				628,517					628,517	15,716,992
2040				628,517					628,517	17,267,317
2041				628,517					628,517	19,847,365
	$3,200,000		$11,557,208		$1,697,556		$2,001,300		$18,771,064	

Assumptions

- City of Poulsbo issues $7,839,000 and cost of issuance
  - Interest rate is assumed at 4% in 2023 with debt service paid by KPFD from 2024-2041
- This bond would complete the financing for the PERC project.

Revenue Change 2.50%
Expenditure Char 1.50%
Note: Stress Test by changing percentages above

Assumed Interest Rate 5.50%

FYE 12/31	Tax Rebate	Interest Earnings	Total Revenues	Operating Expenses	Net Revenue Available for Debt Service	Existing Debt: Total Current Debt Service	Proforma PFD Original ILA Bond (for POCEC) D/S	Total Proforma Debt Service	Proforma Coverage Ratio	Revenue Available for ILA Payments	Rollover (Beginning) Fund Balance	Available Funds
2015	$1,304,453		$1,304,453	$124,942	1,179,511	$865,967		$865,967	1.362x	$313,544	* Fund Balance Rollover Not Included for 2015-2020	$313,544
2016	1,419,068		1,419,068	111,782	1,307,286	863,817		863,817	1.513x	443,469		443,469
2017	1,507,252		1,507,252	132,072	1,375,180	863,798		863,798	1.592x	511,382		511,382
2018	1,707,652		1,707,652	137,989	1,569,663	860,428		860,428	1.824x	709,235		709,235
2019	1,791,249		1,791,249	206,645	1,584,604	860,329		860,329	1.842x	724,275		724,275
2020	1,839,423	27,608	1,867,031	165,395	1,701,636	859,377		859,377	1.980x	842,259		842,259
2021	2,145,423	11,450	2,156,873	273,159	1,883,714	859,904		859,904	2.191x	1,023,810	3,616,190	4,640,000
2022	2,304,514		2,304,514	311,500 (1)	1,993,014	818,565		818,565	2.435x	1,174,449	3,020,534 (2)	4,194,983
2023	2,362,127		2,362,127	312,500 (3)	2,049,627	876,239		876,239	2.339x	1,173,388	2,899,791	4,073,178
2024	2,421,180		2,421,180	317,188	2,103,993	876,236		876,236	2.401x	1,227,757	1,665,612	2,893,369
2025	2,481,710		2,481,710	321,945	2,159,764	876,129		876,129	2.465x	1,283,636	2,379,369	3,663,004
2026	2,543,752		2,543,752	326,774	2,216,978	90,340	945,909	1,036,249	2.139x	1,180,729	3,519,004	4,699,733
2027	2,607,346		2,607,346	331,676	2,275,670	67,006	945,909	1,012,914	2.247x	1,262,756	4,555,733	5,818,489
2028	2,672,530		2,672,530	336,651	2,335,879	67,000	945,909	1,012,909	2.306x	1,322,970	5,674,489	6,997,459
2029	2,739,343		2,739,343	341,701	2,397,642	66,999	945,909	1,012,907	2.367x	1,384,735	6,853,459	8,238,193
2030	2,807,827		2,807,827	346,827	2,461,000	66,996	945,909	1,012,905	2.430x	1,448,095	8,094,193	9,542,288
2031	2,878,022		2,878,022	352,029	2,525,993	66,997	945,909	1,012,906	2.494x	1,513,088	9,398,288	10,911,376
2032	2,949,973		2,949,973	357,309	2,592,663	67,004	945,909	1,012,913	2.560x	1,579,751	10,768,376	12,348,126
2033	3,023,722		3,023,722	362,669	2,661,053	67,001	945,909	1,012,910	2.627x	1,648,143	12,348,126	13,996,269
2034	3,099,315		3,099,315	368,109	2,731,206	67,002	945,909	1,012,911	2.696x	1,718,295	13,996,269	15,714,565
2035	3,176,798		3,176,798	373,631	2,803,167	66,999	945,909	1,012,907	2.767x	1,790,260	15,714,565	17,504,825
2036	3,256,218		3,256,218	379,235	2,876,983	67,004	945,909	1,012,913	2.840x	1,864,070	17,504,825	19,368,895
2037	3,337,623		3,337,623	384,924	2,952,700	66,999	945,909	1,012,908	2.915x	1,939,792	19,368,895	21,308,687
2038	3,421,064		3,421,064	390,698	3,030,367	66,996	945,909	1,012,905	2.992x	2,017,462	21,308,687	23,326,148
2039	3,506,591		3,506,591	396,558	3,110,033	67,006	945,909	1,012,915	3.070x	2,097,118	23,326,148	25,423,266
2040	3,594,255		3,594,255	402,506	3,191,749	66,998	945,909	1,012,907	3.151x	2,178,842	25,423,266	27,602,109
2041	3,684,112		3,684,112	408,544	3,275,568	67,003	0	67,003	48.887x	3,208,565	27,602,109	30,810,673
	$70,582,540	$39,058	$70,621,598	$8,274,958		$10,576,140	$14,188,630	$24,764,771				

Approved/Anticipated ILA Projects

FYE 12/31	$12,000,000 Pt. Orchard (POCEC) Actual Payments	Projected Payments	$243,900 Poulsbo (PERC) Actual Payments	Projected Payments	$2,047,556 Kitsap County (PGHP) Actual Payments	Projected Payments	$2,001,300 Pt. Bremerton (POB/CNW) Actual Payments	Projected Payments	Total ILA Payments	(Ending) Fund Balance
2015									0	$313,544
2016									0	443,469
2017									315,000	196,382
2018							60,000		60,000	649,235
2019							258,411		258,411	465,864
2020	60,096		27,136				243,889		331,121	511,138
2021	1,326,290	0	120,994	0	172,182	0			1,619,466	3,020,534
2022	521,109	0	36,889	0	593,194	0	144,000	0	1,295,192	2,899,791
2023		922,505		58,881		1,282,181		144,000	2,407,566	1,665,612
2024		370,000						144,000	514,000	2,379,369
2025								144,000	144,000	3,519,004
2026								144,000	144,000	4,555,733
2027								144,000	144,000	5,674,489
2028								144,000	144,000	6,853,459
2029								144,000	144,000	8,094,193
2030								144,000	144,000	9,398,288
2031								143,000	143,000	10,768,376
2032									0	12,348,126
2033									0	13,996,269
2034									0	15,714,565
2035									0	17,504,825
2036									0	19,368,895
2037									0	21,308,687
2038									0	23,326,148
2039									0	25,423,266
2040									0	27,602,109
2041									0	30,810,673
	$3,200,000		$243,900		$2,047,556		$2,001,300		$7,807,756	

Assumptions

- The $350,000 request will be paid in cash in 2023.
- Funding for additional phases are NOT assumed

Kitsap Co. (PGHP)

Revenue Change	2.50%	
Expenditure Char	1.50%	
Note: Stress Test by changing percentages above		

Assumed Interest Rate	5.50%	5.50%

FYE 12/31	Tax Rebate	Interest Earnings	Total Revenues	Operating Expenses	Net Revenue Available for Debt Service	Existing Debt: Total Current Debt Service	Proforma PFD Original ILA Bond (for POCEC) D/S	Proforma PFD New Request Bond (for POCEC) D/S	Total Proforma Debt Service	*Proforma Coverage Ratio*	Revenue Available for ILA Payments	Rollover (Beginning) Fund Balance	Available Funds
2015	$1,304,453		$1,304,453	$124,942	1,179,511	$865,967			$865,967	1.362x	$313,544	* Fund Balance Rollover Not Included for 2015-2020	$313,544
2016	1,419,068		1,419,068	111,782	1,307,286	863,817			863,817	1.513x	443,469		443,469
2017	1,507,252		1,507,252	132,072	1,375,180	863,798			863,798	1.592x	511,382		511,382
2018	1,707,652		1,707,652	137,989	1,569,663	860,428			860,428	1.824x	709,235		709,235
2019	1,791,249		1,791,249	206,645	1,584,604	860,329			860,329	1.842x	724,275		724,275
2020	1,839,423	27,608	1,867,031	165,395	1,701,636	859,377			859,377	1.980x	842,259		842,259
2021	2,145,423	11,450	2,156,873	273,159	1,883,714	859,904			859,904	2.191x	1,023,810	3,616,190	4,640,000
2022	2,304,514		2,304,514	311,500 (1)	1,993,014	818,565			818,565	2.435x	1,174,449	3,020,534 (2)	4,194,983
2023	2,362,127		2,362,127	312,500 (3)	2,049,627	876,239			876,239	2.339x	1,173,388	2,899,791	4,073,178
2024	2,421,180		2,421,180	317,188	2,103,993	876,236			876,236	2.401x	1,227,757	1,665,612	2,893,369
2025	2,481,710		2,481,710	321,945	2,159,764	876,129			876,129	2.465x	1,283,636	1,750,852	3,034,487
2026	2,543,752		2,543,752	326,774	2,216,978	90,340	945,909	696,819	1,733,068	1.279x	483,909	2,261,970	2,745,879
2027	2,607,346		2,607,346	331,676	2,275,670	67,006	945,909	696,819	1,709,734	1.331x	565,936	1,973,362	2,539,298
2028	2,672,530		2,672,530	336,651	2,335,879	67,000	945,909	696,819	1,709,728	1.366x	626,150	1,766,781	2,392,932
2029	2,739,343		2,739,343	341,701	2,397,642	66,999	945,909	696,819	1,709,727	1.402x	687,915	1,620,415	2,308,330
2030	2,807,827		2,807,827	346,827	2,461,000	66,996	945,909	696,819	1,709,724	1.439x	751,276	1,535,813	2,287,088
2031	2,878,022		2,878,022	352,029	2,525,993	66,997	945,909	696,819	1,709,725	1.477x	816,268	1,514,571	2,330,840
2032	2,949,973		2,949,973	357,309	2,592,663	67,004	945,909	696,819	1,709,732	1.516x	882,931	1,559,323	2,442,254
2033	3,023,722		3,023,722	362,669	2,661,053	67,001	945,909	696,819	1,709,730	1.556x	951,324	1,813,736	2,765,060
2034	3,099,315		3,099,315	368,109	2,731,206	67,002	945,909	696,819	1,709,730	1.597x	1,021,476	2,136,543	3,158,019
2035	3,176,798		3,176,798	373,631	2,803,167	66,999	945,909	696,819	1,709,727	1.640x	1,093,440	2,529,502	3,622,942
2036	3,256,218		3,256,218	379,235	2,876,983	67,004	945,909	696,819	1,709,732	1.683x	1,167,251	2,994,425	4,161,676
2037	3,337,623		3,337,623	384,924	2,952,700	66,999	945,909	696,819	1,709,727	1.727x	1,242,972	3,533,159	4,776,131
2038	3,421,064		3,421,064	390,698	3,030,367	66,996	945,909	696,819	1,709,724	1.772x	1,320,642	4,147,614	5,468,256
2039	3,506,591		3,506,591	396,558	3,110,033	67,006	945,909	696,819	1,709,734	1.819x	1,400,299	4,839,739	6,240,038
2040	3,594,255		3,594,255	402,506	3,191,749	66,998	945,909	696,819	1,709,726	1.867x	1,482,023	5,611,521	7,093,544
2041	3,684,112		3,684,112	408,544	3,275,568	67,003	0	0	67,003	48.887x	3,208,565	6,465,026	9,673,591
	$70,582,540	$39,058	$70,621,598	$8,274,958		$10,576,140	$14,188,630	$10,452,291	$35,217,062				

FYE 12/31	Approved/Anticipated ILA Projects: $18,500,000 Pt. Orchard (POCEC) Actual Payments	Projected Payments	$8,082,900 Poulsbo (PERC) Actual Payments	Projected Payments	$2,047,556 Kitsap County (PGHP) Actual Payments	Projected Payments	$2,001,300 Pt. Bremerton (POB/CNW) Actual Payments	Projected Payments	Total ILA Payments	(Ending) Fund Balance
2015									0	$313,544
2016									0	443,469
2017									315,000	196,382
2018							60,000		60,000	649,235
2019							258,411		258,411	465,864
2020	60,096		27,136				243,889		331,121	511,138
2021	1,326,290	0	120,994	0	172,182	0			1,619,466	3,020,534
2022	521,109	0	36,889	0	593,194	0	144,000	0	1,295,192	2,899,791
2023		922,505		58,881		1,282,181		144,000	2,407,566	1,665,612
2024		370,000		628,517				144,000	1,142,517	1,750,852
2025				628,517				144,000	772,517	2,261,970
2026				628,517				144,000	772,517	1,973,362
2027				628,517				144,000	772,517	1,766,781
2028				628,517				144,000	772,517	1,620,415
2029				628,517				144,000	772,517	1,535,813
2030				628,517				144,000	772,517	1,514,571
2031				628,517				143,000	771,517	1,559,323
2032				628,517					628,517	1,813,736
2033				628,517					628,517	2,136,543
2034				628,517					628,517	2,529,502
2035				628,517					628,517	2,994,425
2036				628,517					628,517	3,533,159
2037				628,517					628,517	4,147,614
2038				628,517					628,517	4,839,739
2039				628,517					628,517	5,611,521
2040				628,517					628,517	6,465,026
2041				628,517					628,517	9,045,074
	$3,200,000		$11,557,208		$2,047,556		$2,001,300		$19,121,064	

Points of Interest

- Current requests are possible to accommodate
- It is more cost efficient for the City or County to finance bonds with their GO status
- Lean debt service coverage ratio

Cumulative

Outstanding Questions

- Which entity should issue the bonds for each project? The KPFD, City, or County?
  - Will KPFD treat the additional C. Port Orchard request differently than the original ILA? Can the City of Port Orchard bond the additional $6.5MM even if KPFD bonds the remaining original ILA?
  - What is the projected debt capacity of the C. Port Orchard?
- Will KPFD pay costs of issuance and/or interest for these projects?
- Should a maximum annual debt service dollar amount or interest rate limit be included in the future ILAs?
  - Who takes on interest rate risk? Construction cost risk?
- Will these projects need to have DOC feasibility review conducted?
  - Does it matter who issues the bond?

Appendix

Effects of Stress Test

- Assumes a decrease of sales tax by 5% in 2024 and resumes 2.5% annual increase in 2025 and beyond
- Debt service coverage decreases to 1.17x in 2026
- Cash reserves decrease to $11,500 at FYE 2031

		Revenue Change	2.50%				Assumed Interest Rate	5.50%	5.50%
		Expenditure Char	1.50%						
	Note: Stress Test by changing percentages above						Existing Debt		
FYE 12/31	% Change	Tax Rebate	Interest Earnings	Total Revenues	Operating Expenses	Net Revenue Available for Debt Service	Total Current Debt Service	Proforma PFD Original ILA Bond (for POCEC) D/S	Proforma PFD New Request Bond (for POCEC) D/S
2015		$1,304,453		$1,304,453	$124,942	1,179,511	$865,967		
2016	8.8%	1,419,068		1,419,068	111,782	1,307,286	863,817		
2017	6.2%	1,507,252		1,507,252	132,072	1,375,180	863,798		
2018	13.3%	1,707,652		1,707,652	137,989	1,569,663	860,428		
2019	4.9%	1,791,249		1,791,249	206,645	1,584,604	860,329		
2020	2.7%	1,839,423	27,608	1,867,031	165,395	1,701,636	859,377		
2021	[illegible]	2,145,423	11,450	2,156,873	273,159	1,883,714	859,904		
2022	7.4%	2,304,514		2,304,514	311,500 (1)	1,993,014	818,565		
2023	2.5%	2,362,127		2,362,127	312,500 (3)	2,049,627	876,239		
2024	-5.0%	2,244,021		2,244,021	317,188	1,926,833	876,236		
2025	2.5%	2,300,121		2,300,121	321,945	1,978,176	876,129		
2026	2.5%	2,357,624		2,357,624	326,774	2,030,850	90,340	945,909	696,819
2027	[illegible]	2,416,565		2,416,565	331,676	2,084,889	67,006	945,909	696,819
2028	2.5%	2,476,979		2,476,979	336,651	2,140,328	67,000	945,909	696,819
2029	2.5%	2,538,903		2,538,903	341,701	2,197,202	66,999	945,909	696,819
2030	2.5%	2,602,376		2,602,376	346,827	2,255,549	66,996	945,909	696,819
2031	2.5%	2,667,435		2,667,435	352,029	2,315,406	66,997	945,909	696,819
2032	2.5%	2,734,121		2,734,121	357,309	2,376,812	67,004	945,909	696,819
2033	2.5%	2,802,474		2,802,474	362,669	2,439,805	67,001	945,909	696,819
2034	2.5%	2,872,536		2,872,536	368,109	2,504,427	67,002	945,909	696,819
2035	2.5%	2,944,349		2,944,349	373,631	2,570,719	66,999	945,909	696,819
2036	2.5%	3,017,958		3,017,958	379,235	2,638,723	67,004	945,909	696,819
2037	2.5%	3,093,407		3,093,407	384,924	2,708,483	66,999	945,909	696,819
2038	2.5%	3,170,742		3,170,742	390,698	2,780,045	66,996	945,909	696,819
2039	2.5%	3,250,011		3,250,011	396,558	2,853,453	67,006	945,909	696,819
2040	2.5%	3,331,261		3,331,261	402,506	2,928,755	66,998	945,909	696,819
2041	2.5%	3,414,543		3,414,543	408,544	3,005,999	67,003	0	0
		$66,616,586	$39,058	$66,655,644	$8,274,958		$10,576,140	$14,188,630	$10,452,291

FYE 12/31	Total Proforma Debt Service	Proforma Coverage Ratio	Revenue Available for ILA Payments	Rollover (Beginning) Fund Balance	Available Funds
2015	$865,967	1.362x	$313,544	* Fund Balance Rollover Not Included for 2015-2020	$313,544
2016	863,817	1.513x	443,469		443,469
2017	863,798	1.592x	511,382		511,382
2018	860,428	1.824x	709,235		709,235
2019	860,329	1.842x	724,275		724,275
2020	859,377	1.980x	842,259		842,259
2021	859,904	2.191x	1,023,810	3,616,190	4,640,000
2022	818,565	2.435x	1,174,449	3,020,534 (2)	4,194,983
2023	876,239	2.339x	1,173,388	2,899,791	4,073,178
2024	876,236	2.199x	1,050,597	1,665,612	2,716,209
2025	876,129	2.258x	1,102,047	1,573,692	2,675,739
2026	1,733,068	1.172x	297,781	1,903,222	2,201,003
2027	1,709,734	1.219x	375,155	1,428,486	1,803,641
2028	1,709,728	1.252x	430,600	1,031,124	1,461,723
2029	1,709,727	1.285x	487,475	689,206	1,176,682
2030	1,709,724	1.319x	545,825	404,164	949,989
2031	1,709,725	1.354x	605,681	177,472	783,154
2032	1,709,732	1.390x	667,079	11,636	678,716
2033	1,709,730	1.427x	730,076	50,199	780,274
2034	1,709,730	1.465x	794,697	151,757	946,454
2035	1,709,727	1.504x	860,992	317,937	1,178,929
2036	1,709,732	1.543x	928,991	550,412	1,479,403
2037	1,709,727	1.584x	998,756	850,885	1,849,642
2038	1,709,724	1.626x	1,070,320	1,221,124	2,291,445
2039	1,709,734	1.669x	1,143,719	1,662,928	2,806,646
2040	1,709,726	1.713x	1,219,029	2,178,129	3,397,158
2041	67,003	44.864x	2,938,995	2,768,641	5,707,636
	$35,217,062				

	Approved/Anticipated ILA Projects													
	$18,500,000 Pt. Orchard (POCEC)			$8,082,900 Poulsbo (PERC)			$2,047,556 Kitsap County (PGHP)			$2,001,300 Pt. Bremerton (POB/CNW)				
FYE 12/31	Actual Payments	Projected Payments	Funding Request	Actual Payments	Projected Payments	Funding Request	Actual Payments	Projected Payments	Funding Request	Actual Payments	Projected Payments	Funding Request	Total ILA Payments	(Ending) Fund Balance
2015													0	$313,544
2016													0	443,469
2017													315,000	196,382
2018										60,000		60,000	60,000	649,235
2019										258,411		502,300	258,411	465,864
2020	60,096		400,000	27,136		243,900				243,889		1,439,000	331,121	511,138
2021	1,326,290	0	1,000,000	120,994	0		172,182	0	200,000				1,619,466	3,020,534
2022	521,109	0	600,000	36,889	0		593,194	0	600,000	144,000	0		1,295,192	2,899,791
2023		922,505	830,000		58,881	7,839,000		1,282,181	1,247,556		144,000		2,407,566	1,665,612
2024		370,000	370,000		628,517				0		144,000		1,142,517	1,573,692
2025			15,300,000		628,517						144,000		772,517	1,903,222
2026					628,517						144,000		772,517	1,428,486
2027					628,517						144,000		772,517	1,031,124
2028					628,517						144,000		772,517	689,206
2029					628,517						144,000		772,517	404,164
2030					628,517						144,000		772,517	177,472
2031					628,517						143,000		771,517	11,636
2032					628,517								628,517	50,199
2033					628,517								628,517	151,757
2034					628,517								628,517	317,937
2035					628,517								628,517	550,412
2036					628,517								628,517	850,885
2037					628,517								628,517	1,221,124
2038					628,517								628,517	1,662,928
2039					628,517								628,517	2,178,129
2040					628,517								628,517	2,768,641
2041					628,517								628,517	5,079,119
	$3,200,000		$18,500,000	$11,557,208		$8,082,900	$2,047,556		$2,047,556	$2,001,300		$2,001,300	$19,121,064	

Cumulative – Stress Test 1

		Revenue Change	2.50%				Assumed Interest Rate	5.50%	5.50%					
		Expenditure Char	1.50%											
	Note: Stress Test by changing percentages above						Existing Debt							
FYE 12/31	% Change	Tax Rebate	Interest Earnings	Total Revenues	Operating Expenses	Net Revenue Available for Debt Service	Total Current Debt Service	Proforma PFD Original ILA Bond (for POCEC) D/S	Proforma PFD New Request Bond (for POCEC) D/S	Total Proforma Debt Service	Proforma Coverage Ratio	Revenue Available for ILA Payments	Rollover (Beginning) Fund Balance	Available Funds
2015		$1,304,453		$1,304,453	$124,942	1,179,511	$865,967			$865,967	1.362x	$313,544	* Fund Balance Rollover Not Included for 2015-2020	$313,544
2016	8.8%	1,419,068		1,419,068	111,782	1,307,286	863,817			863,817	1.513x	443,469		443,469
2017	6.2%	1,507,252		1,507,252	132,072	1,375,180	863,798			863,798	1.592x	511,382		511,382
2018	13.3%	1,707,652		1,707,652	137,989	1,569,663	860,428			860,428	1.824x	709,235		709,235
2019	4.9%	1,791,249		1,791,249	206,645	1,584,604	860,329			860,329	1.842x	724,275		724,275
2020	2.7%	1,839,423	27,608	1,867,031	165,395	1,701,636	859,377			859,377	1.980x	842,259		842,259
2021	16.6%	2,145,423	11,450	2,156,873	273,159	1,883,714	859,904			859,904	2.191x	1,023,810	3,616,190	4,640,000
2022	7.4%	2,304,514		2,304,514	311,500 (1)	1,993,014	818,565			818,565	2.435x	1,174,449	3,020,534 (2)	4,194,983
2023	2.5%	2,362,127		2,362,127	312,500 (3)	2,049,627	876,239			876,239	2.339x	1,173,388	2,899,791	4,073,178
2024	-10.0%	2,125,914		2,125,914	317,188	1,808,727	876,236			876,236	2.064x	932,491	1,665,612	2,598,103
2025	2.5%	2,179,062		2,179,062	321,945	1,857,117	876,129			876,129	2.120x	980,988	1,455,586	2,436,574
2026	2.5%	2,233,539		2,233,539	326,774	1,906,764	90,340	945,909	696,819	1,733,068	1.100x	173,696	1,664,057	1,837,752
2027	2.5%	2,289,377		2,289,377	331,676	1,957,701	67,006	945,909	696,819	1,709,734	1.145x	247,967	1,065,235	1,313,202
2028	2.5%	2,346,612		2,346,612	336,651	2,009,960	67,000	945,909	696,819	1,709,728	1.176x	300,232	540,685	840,917
2029	2.5%	2,405,277		2,405,277	341,701	2,063,576	66,999	945,909	696,819	1,709,727	1.207x	353,849	68,400	422,249
2030	2.5%	2,465,409		2,465,409	346,827	2,118,582	66,996	945,909	696,819	1,709,724	1.239x	408,858	(350,268)	58,590
2031	2.5%	2,527,044		2,527,044	352,029	2,175,015	66,997	945,909	696,819	1,709,725	1.272x	465,290	(713,927)	(248,637)
2032	2.5%	2,590,220		2,590,220	357,309	2,232,911	67,004	945,909	696,819	1,709,732	1.306x	523,178	(1,020,154)	(496,976)
2033	2.5%	2,654,976		2,654,976	362,669	2,292,307	67,001	945,909	696,819	1,709,730	1.341x	582,577	(1,125,493)	(542,916)
2034	2.5%	2,721,350		2,721,350	368,109	2,353,241	67,002	945,909	696,819	1,709,730	1.376x	643,511	(1,171,433)	(527,923)
2035	2.5%	2,789,384		2,789,384	373,631	2,415,753	66,999	945,909	696,819	1,709,727	1.413x	706,026	(1,156,440)	(450,414)
2036	2.5%	2,859,118		2,859,118	379,235	2,479,883	67,004	945,909	696,819	1,709,732	1.450x	770,151	(1,078,931)	(308,780)
2037	2.5%	2,930,596		2,930,596	384,924	2,545,673	66,999	945,909	696,819	1,709,727	1.489x	835,945	(937,297)	(101,352)
2038	2.5%	3,003,861		3,003,861	390,698	2,613,164	66,996	945,909	696,819	1,709,724	1.528x	903,439	(729,869)	173,570
2039	2.5%	3,078,958		3,078,958	396,558	2,682,400	67,006	945,909	696,819	1,709,734	1.569x	972,666	(454,947)	517,719
2040	2.5%	3,155,932		3,155,932	402,506	2,753,425	66,998	945,909	696,819	1,709,726	1.610x	1,043,699	(110,798)	932,901
2041	2.5%	3,234,830		3,234,830	408,544	2,826,286	67,003	0	0	67,003	42.181x	2,759,283	304,384	3,063,667
		$63,972,616	$39,058	$64,011,674	$8,274,958		$10,576,140	$14,188,630	$10,452,291	$35,217,062				

	Approved/Anticipated ILA Projects													
	$18,500,000 Pt. Orchard (POCEC)			$8,082,900 Poulsbo (PERC)			$2,047,556 Kitsap County (PGHP)			$2,001,300 Pt. Bremerton (POB/CNW)				
FYE 12/31	Actual Payments	Projected Payments	Funding Request	Actual Payments	Projected Payments	Funding Request	Actual Payments	Projected Payments	Funding Request	Actual Payments	Projected Payments	Funding Request	Total ILA Payments	(Ending) Fund Balance
2015													0	$313,544
2016													0	443,469
2017													315,000	196,382
2018										60,000		60,000	60,000	649,235
2019										258,411		502,300	258,411	465,864
2020	60,096		400,000	27,136		243,900				243,889		1,439,000	331,121	511,138
2021	1,326,290	0	1,000,000	120,994	0		172,182	0	200,000				1,619,466	3,020,534
2022	521,109	0	600,000	36,889	0		593,194	0	600,000	144,000	0		1,295,192	2,899,791
2023		922,505	830,000		58,881	7,839,000		1,282,181	1,247,556		144,000		2,407,566	1,665,612
2024		370,000	370,000		628,517				0		144,000		1,142,517	1,455,586
2025			15,300,000		628,517						144,000		772,517	1,664,057
2026					628,517						144,000		772,517	1,065,235
2027					628,517						144,000		772,517	540,685
2028					628,517						144,000		772,517	68,400
2029					628,517						144,000		772,517	(350,268)
2030					628,517						144,000		772,517	(713,927)
2031					628,517						143,000		771,517	(1,020,154)
2032					628,517								628,517	(1,125,493)
2033					628,517								628,517	(1,171,433)
2034					628,517								628,517	(1,156,440)
2035					628,517								628,517	(1,078,931)
2036					628,517								628,517	(937,297)
2037					628,517								628,517	(729,869)
2038					628,517								628,517	(454,947)
2039					628,517								628,517	(110,798)
2040					628,517								628,517	304,384
2041					628,517								628,517	2,435,149
	$3,200,000		$18,500,000	$11,557,208		$8,082,900	$2,047,556		$2,047,556	$2,001,300		$2,001,300	$19,121,064	

Effects of Stress Test

- Assumes a decrease of sales tax by 10% in 2024 and resumes 2.5% annual increase in 2025 and beyond
- Debt service coverage decreases to 1.10x in 2026
- Cash reserves run out in 2030 and become fully replenished by FYE 2040

Cumulative – Stress Test 2

Revenue Change 2.50%
Expenditure Char 1.50%
Note: Stress Test by changing percentages above

FYE 12/31	% Change	Tax Rebate	Interest Earnings	Total Revenues	Operating Expenses	Net Revenue Available for Debt Service	Existing Debt: Total Current Debt Service	Assumed Interest Rate 5.50%: Proforma PFD Original ILA Bond (for POCEC) D/S	5.50%: Proforma PFD New Request Bond (for POCEC) D/S	Total Proforma Debt Service	Proforma Coverage Ratio	Revenue Available for ILA Payments	Rollover (Beginning) Fund Balance	Available Funds
2015		$1,304,453		$1,304,453	$124,942	1,179,511	$865,967			$865,967	1.362x	$313,544	* Fund Balance Rollover Not Included for 2015-2020	$313,544
2016	8.8%	1,419,068		1,419,068	111,782	1,307,286	863,817			863,817	1.513x	443,469		443,469
2017	6.2%	1,507,252		1,507,252	132,072	1,375,180	863,798			863,798	1.592x	511,382		511,382
2018	13.3%	1,707,652		1,707,652	137,989	1,569,663	860,428			860,428	1.824x	709,235		709,235
2019	4.9%	1,791,249		1,791,249	206,645	1,584,604	860,329			860,329	1.842x	724,275		724,275
2020	2.7%	1,839,423	27,608	1,867,031	165,395	1,701,636	859,377			859,377	1.980x	842,259		842,259
2021	16.6%	2,145,423	11,450	2,156,873	273,159	1,883,714	859,904			859,904	2.191x	1,023,810	3,616,190	4,640,000
2022	7.4%	2,304,514		2,304,514	311,500 (1)	1,993,014	818,565			818,565	2.435x	1,174,449	3,020,534 (2)	4,194,983
2023	2.5%	2,362,127		2,362,127	312,500 (3)	2,049,627	876,239			876,239	2.339x	1,173,388	2,899,791	4,073,178
2024	-2.5%	2,303,074		2,303,074	317,188	1,985,886	876,236			876,236	2.266x	1,109,650	1,665,612	2,775,262
2025	2.5%	2,360,651		2,360,651	321,945	2,038,705	876,129			876,129	2.327x	1,162,577	1,632,745	2,795,322
2026	2.5%	2,419,667		2,419,667	326,774	2,092,892	90,340	945,909	696,819	1,733,068	1.208x	359,824	2,022,805	2,382,629
2027	2.5%	2,480,158		2,480,158	331,676	2,148,482	67,006	945,909	696,819	1,709,734	1.257x	438,749	1,610,111	2,048,860
2028	2.5%	2,542,162		2,542,162	336,651	2,205,511	67,000	945,909	696,819	1,709,728	1.290x	495,783	1,276,343	1,772,126
2029	2.5%	2,605,717		2,605,717	341,701	2,264,016	66,999	945,909	696,819	1,709,727	1.324x	554,289	999,609	1,553,898
2030	2.5%	2,670,859		2,670,859	346,827	2,324,033	66,996	945,909	696,819	1,709,724	1.359x	614,309	781,381	1,395,689
2031	2.5%	2,737,631		2,737,631	352,029	2,385,602	66,997	945,909	696,819	1,709,725	1.395x	675,877	623,172	1,299,049
2032	2.5%	2,806,072		2,806,072	357,309	2,448,762	67,004	945,909	696,819	1,709,732	1.432x	739,030	527,532	1,266,562
2033	2.5%	2,876,223		2,876,223	362,669	2,513,554	67,001	945,909	696,819	1,709,730	1.470x	803,825	638,045	1,441,870
2034	2.5%	2,948,129		2,948,129	368,109	2,580,020	67,002	945,909	696,819	1,709,730	1.509x	870,290	813,352	1,683,642
2035	2.5%	3,021,832		3,021,832	373,631	2,648,202	66,999	945,909	696,819	1,709,727	1.549x	938,475	1,055,125	1,993,600
2036	2.5%	3,097,378		3,097,378	379,235	2,718,143	67,004	945,909	696,819	1,709,732	1.590x	1,008,411	1,365,083	2,373,494
2037	2.5%	3,174,813		3,174,813	384,924	2,789,889	66,999	945,909	696,819	1,709,727	1.632x	1,080,162	1,744,976	2,825,138
2038	2.5%	3,254,183		3,254,183	390,698	2,863,485	66,996	945,909	696,819	1,709,724	1.675x	1,153,761	2,196,621	3,350,382
2039	2.5%	3,335,537		3,335,537	396,558	2,938,979	67,006	945,909	696,819	1,709,734	1.719x	1,229,245	2,721,865	3,951,110
2040	2.5%	3,418,926		3,418,926	402,506	3,016,420	66,998	945,909	696,819	1,709,726	1.764x	1,306,693	3,322,593	4,629,286
2041	2.5%	3,504,399		3,504,399	408,544	3,095,855	67,003	0	0	67,003	46.205x	3,028,852	4,000,769	7,029,621
		$67,938,570	$39,058	$67,977,629	$8,274,958		$10,576,140	$14,188,630	$10,452,291	$35,217,062				

Approved/Anticipated ILA Projects

FYE 12/31	$18,500,000 Pt. Orchard (POCEC): Actual Payments	Projected Payments	Funding Request	$8,082,900 Poulsbo (PERC): Actual Payments	Projected Payments	Funding Request	$2,047,556 Kitsap County (PGHP): Actual Payments	Projected Payments	Funding Request	$2,001,300 Pt. Bremerton (POB/CNW): Actual Payments	Projected Payments	Funding Request	Total ILA Payments	(Ending) Fund Balance
2015													0	$313,544
2016													0	443,469
2017													315,000	196,382
2018										60,000		60,000	60,000	649,235
2019										258,411		502,300	258,411	465,864
2020	60,096		400,000	27,136		243,900				243,889		1,439,000	331,121	511,138
2021	1,326,290	0	1,000,000	120,994	0		172,182	0	200,000				1,619,466	3,020,534
2022	521,109	0	600,000	36,889	0		593,194	0	600,000	144,000	0		1,295,192	2,899,791
2023		922,505	830,000		58,881	7,839,000		1,282,181	1,247,556		144,000		2,407,566	1,665,612
2024		370,000	370,000		628,517				0		144,000		1,142,517	1,632,745
2025			15,300,000		628,517						144,000		772,517	2,022,805
2026					628,517						144,000		772,517	1,610,111
2027					628,517						144,000		772,517	1,276,343
2028					628,517						144,000		772,517	999,609
2029					628,517						144,000		772,517	781,381
2030					628,517						144,000		772,517	623,172
2031					628,517						143,000		771,517	527,532
2032					628,517								628,517	638,045
2033					628,517								628,517	813,352
2034					628,517								628,517	1,055,125
2035					628,517								628,517	1,365,083
2036					628,517								628,517	1,744,976
2037					628,517								628,517	2,196,621
2038					628,517								628,517	2,721,865
2039					628,517								628,517	3,322,593
2040					628,517								628,517	4,000,769
2041					628,517								628,517	6,401,104
	$3,200,000		$18,500,000	$11,557,208		$8,082,900	$2,047,556		$2,047,556	$2,001,300		$2,001,300	$19,121,064	

Effects of Stress Test

- Assumes a decrease of sales tax by 2.5% in 2024 and resumes 2.5% annual increase in 2025 and beyond
- Debt service coverage decreases to 1.20x in 2026
- Cash reserves are maintained above the $500,000 level through 2041

Cumulative – Stress Test 3

Interest Rate Assumptions

Interest rates included in this presentation are meant to be used for example purposes.
Actual interest rates at time of issuance may vary.

Year of Issuance	General Obligation Security	Sales Tax Revenue Security
2023	4.00%	5.00%
2024	4.25%	5.25%
2025	4.50%	5.50%

The 2023 assumed GO interest rate is 4%, increasing by 25bps for each year after 2023.
The Sales Tax Revenue interest rate is 100bps higher than a GO interest rate in any given year.

Questions/Additional Scenarios?