



OFFICE OF: ADMINISTRATIVE SERVICES DEPARTMENT

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March 11, 2020

Municipal Securities Rulemaking Board
1900 Duke Street Suite 600
Alexandria, VA 22314

Trustee:

James Dickson
The Bank of New York Mellon Trust Company, N.A.
400 S. Hope Street, Ste. 400
Los Angeles, CA 90071

Dissemination Agent:

City of Corona
400 S. Vicentia Ave
Corona, CA 92882

Subject: Secondary Market Disclosure
\$35,880,000 Corona Utility Authority
2012 Water Revenue Bonds (Water Projects)
(CUSIP #219707)

Attached is the Annual Report as required per Section 4 of the Continuing Disclosure Agreement for the City of Corona and the Corona Utility Authority dated August 1, 2012 in connection with the issuance of the above referenced bonds.

The Annual Report is comprised of the following information, as of June 30, 2019:

Per Section 4:

- (a) Audited financial statements for - [Comprehensive Annual Financial Report](#)
- (b) Principal amount outstanding – \$ 27,875,000
- (c) Updated Tables presented in the Official Statement – Attached
 - Historic Water Supply in Acre Feet per Year
 - Historic Water Enterprise Deliveries in Acre Feet per Year
 - Historic Water Enterprise Connections

- Largest Water Enterprise Customers
- Water Enterprise Historic Operating Results
- Electric Distribution System Historic Operating Results – no longer needed because the Water Enterprise is not subject to the Power Sales Agreement (2005 COPs was defeased in September 2015).

Per Section 5:

Significant Events - None

If you have questions related to this Annual Report of the City of Corona, please contact me.

Sincerely,

DocuSigned by:

F037C11D7CAC41D...
Jennifer Schaefer
Finance Manager
Finance@CoronaCA.gov

**CITY OF CORONA
CORONA UTILITY AUTHORITY
WATER ENTERPRISE**

Historic Water Supply in Acre Feet Per Year

<u>Fiscal Year</u>	<u>Groundwater (acre-ft/yr)</u>	<u>MWD Water (acre-ft/year)</u>	<u>Reclaimed Water² (acre-ft/year)</u>	<u>Total Production (acre-ft/yr)</u>	<u>Increase/ (Decrease)</u>
2010	19,085	16,050	4,185	39,320	-11.2%
2011	18,253	13,780	3,738	35,771	-9.0%
2012	15,980	17,983	3,730	37,693	5.4%
2013	19,111	14,731	3,865	37,707	0.0%
2014	20,091 ¹	15,387	3,858	39,337	4.3%
2015	19,141 ²	13,169	3,593	35,905	-8.7%
2016	15,963	12,213	3,918	32,095	-10.6%
2017	12,054	17,877	3,326	33,257	3.6%
2018	15,507	18,241	4,255	38,003	14.3%
2019	15,329	16,010	4,255	35,594	-6.3%

1) Includes 1,391.75AF in FY2014 and 1,215.74AF in FY 2015 purchased from WMWD Arlington Desalter deliveries. These deliveries classified as treated groundwater from the Arlington Basin

2) Represent amount of Reclaimed Water sold to end-users. Actual production averages 6900 AF per year. The excess reclaimed water is delivered to percolation ponds.

Source: The City of Corona, Department of Water & Power

**CITY OF CORONA
CORONA UTILITY AUTHORITY
WATER ENTERPRISE**

Historic Water Enterprise Deliveries in Acre Feet Per Year

Fiscal Year	Residential		Commercial		Industrial		Public Agency		Reclaimed Water		Agricultural, Irrigation Landscape and Other		Total	
	Acre Feet	% of Total	Acre Feet	% of Total	Acre Feet	% of Total	Acre Feet	% of Total	Acre Feet	% of Total	Acre Feet	% of Total	Acre Feet Total	% Total
2010	23,752	64.52	3,182	8.64	1,216	3.30	1,922	5.22	3,706	10.07	3,037	8.25	36,814	100.00
2011	22,121	65.35	2,961	8.75	1,158	3.42	641	1.89	3,414	10.09	3,555	10.50	33,850	100.00
2012	22,735	65.51	3,043	8.77	1,184	3.41	730	2.10	3,436	9.90	3,577	10.31	34,705	100.00
2013	23,283	64.21	3,480	9.60	1,225	3.38	643	1.77	3,865	10.66	3,762	10.38	36,258	100.00
2014	23,979	64.64	3,188	8.59	1,254	3.38	597	1.61	3,858	10.40	4,219	11.37	37,095	100.00
2015	21,619	63.24	3,028	8.86	1,092	3.19	511	1.50	3,593	10.51	4,340	12.70	34,183	100.00
2016	18,876	62.91	2,726	9.09	958	3.19	391	1.30	3,918	13.06	3,136	10.45	30,005	100.00
2017	19,668	64.96	2,814	9.29	998	3.30	383	1.27	3,326	10.99	3,086	10.19	30,275	100.00
2018	21,703	63.65	2,884	8.46	1,092	3.20	400	1.17	4,340	12.73	3,680	10.79	34,099	100.00
2019	19,981	63.63	2,711	8.63	1,031	3.28	353	1.12	4,255	13.55	3,069	9.77	31,400	100.00

Source: The City of Corona, Department of Water & Power

**CITY OF CORONA
CORONA UTILITY AUTHORITY
WATER ENTERPRISE**

Historic Water Enterprise Connections

Fiscal Years	Residential	Commercial	Industrial, Public Agency and Other	Reclaimed Water	Total	% Increase/(Decrease)
2010	37,082	2,165	2,260	187	41,694	0.9%
2011	36,904	2,189	2,178	219	41,490	-0.5%
2012	37,084	2,221	2,109	216	41,630	0.3%
2013	37,568	2,213	2,100	235	42,116	1.2%
2014	37,781	2,803	1,715	249	42,548	1.0%
2015	37,854	2,725	1,408	430	42,417	-0.3%
2016	38,654	2,196	2,078	324	43,252	2.0%
2017	38,864	2,778	1,484	337	43,463	0.5%
2018	39,595	2,870	1,500	374	44,339	2.0%
2019	40,063	2,934	1,498	384	44,879	1.2%

Source: The City of Corona, Department of Water & Power

**CITY OF CORONA
CORONA UTILITY AUTHORITY
WATER ENTERPRISE**

Largest Water Enterprise Customers

Customer	Customer Type	2018-19	
		Total Payments	Percent of Total Water Sales Revenues
City of Corona	Governmental	\$ 3,186,098	6.52%
Corona-Norco USD	Public Agency	737,551	1.51%
CLI Atlas LLC	Residential Multi Family	353,044	0.72%
Eagle Glen Master HOA	Commercial	265,110	0.54%
Aseptic Solutions USA	Commercial	250,795	0.51%
Fairfield Waterstone, LLC	Residential Multi Family	201,753	0.41%
Triana At Corona Ranch Maintenance Corporation	Residential Multi Family	143,720	0.29%
Breit MF Promenade Terrace LLC	Commercial	138,729	0.28%
Meadowood Investors LLC	Residential Multi Family	115,364	0.24%
CalTrans D-8 (CRNA)	Public Agency	107,812	0.22%
		\$ 5,499,976	11.24%

Source: The City of Corona, Department of Water & Power

Corona Utility Authority
Water Enterprise
Historic Operating Results (for Fiscal Year Ended June 30)

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
REVENUES					
Water Sales	47,105,261	42,647,529	44,974,746	48,734,323	45,760,500
Recycled Water Sales	3,180,476	3,072,303	3,689,766	3,638,681	3,263,880
Fees and Permits	5,184,653	3,500,247	4,352,406	3,007,601	9,311,230
Fines and Penalties	175,158	415,780	500,530	535,125	531,904
Other	2,320,984	2,527,135	2,044,210	2,078,742	2,248,157
	<u>57,966,532</u>	<u>52,162,994</u>	<u>55,561,658</u>	<u>57,994,472</u>	<u>61,115,671</u>
OPERATION & MAINTENANCE COSTS					
Personnel Services	7,906,769	7,768,762	7,602,815	8,575,003	9,313,762
Contractual	3,466,707	5,335,312	3,540,436	4,839,795	3,920,730
Water Purchases	10,992,257	9,478,060	13,821,242	14,715,725	12,954,746
Material and Supplies	14,952,746	12,250,379	11,740,635	12,134,214	11,834,346
Utilities	5,535,136	4,988,682	4,660,653	4,983,923	4,636,635
Other	-	-	33	127	-
	<u>42,853,616</u>	<u>39,821,195</u>	<u>41,365,813</u>	<u>45,248,787</u>	<u>42,660,219</u>
	-	-	-	-	-
NET REVENUES	<u>15,112,916</u>	<u>12,341,799</u>	<u>14,195,844</u>	<u>12,745,685</u>	<u>18,455,452</u>
DEBT SERVICE					
2003 Recycled SRF Loan	1,917,953	1,918,443	1,915,418	1,915,874	1,915,146
2012 Water Revenue Bonds	2,364,039	2,361,408	2,539,761	2,724,763	2,517,625
	<u>4,281,992</u>	<u>4,279,851</u>	<u>4,455,179</u>	<u>4,640,637</u>	<u>4,432,771</u>
DEBT COVERAGE	3.53	2.88	3.19	2.75	4.16
Cash Available for Capital Projects or Other Improvements	10,830,924	8,061,948	9,740,666	8,105,048	14,022,681

Source: The City of Corona, Administrative Services Department