



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
\$20,890,000 Corona Utility Authority
2013 Wastewater Revenue Bonds (Wastewater Projects)
(CUSIP #219706)

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 June 1, 2013 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 – \$ 10,060,000
- (c) Updated Tables presented in the Official Statement – Attached
 - Historic Wastewater Enterprise Connections
 - Historic Wastewater Enterprise Daily Average Flow
 - Ten Largest Wastewater Enterprise Customers

- Selected Wastewater Enterprise Rates
- Wastewater Enterprise Historic Operating Results
- Electric Distribution System Historic Operating Results – no longer needed because the Wastewater Enterprise is not subject to the Power Sales Agreement (2005 COPs was defaced 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
WASTEWATER ENTERPRISE**

Historic Wastewater Enterprise Connections

<u>Fiscal Year</u>	<u>Residential Connection</u>	<u>Commercial Connections</u>	<u>Total Connections</u>	<u>Percentage Change</u>
2015	35,730	2,219	37,949	0.40
2016	36,152	2,132	38,284	0.88
2017	36,718	2,221	38,939	1.68
2018	37,084	2,218	39,302	0.92
2019	37,527	2,228	39,755	1.14

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

**CITY OF CORONA
CORONA UTILITY AUTHORITY
WASTEWATER ENTERPRISE**

Historic Wastewater Enterprise Daily Average Flow

<u>Fiscal Year</u>	<u>Daily Average Flow (mgd)</u>	<u>Percentage Change</u>
2015	13.10	3.89
2016	14.00	6.87
2017	14.30	2.14
2018	13.80	(3.50)
2019	14.30	3.62

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

CORONA UTILITY AUTHORITY WASTEWATER ENTERPRISE
Ten Largest Wastewater Enterprise Customers
Fiscal Year 2018-19

Sewer Customer	Type of Business	2018-19	
		Fiscal Year 2019 Charges	Percent of Total Wastewater Enterprise Service Charge Revenues
CLI ATLAS LLC	Residential Multi Family	\$ 642,250	2.10%
FAIRFIELD WATERSTONE, LLC	Residential Multi Family	354,673	1.16%
CORONA-NORCO USD	Public Agency	259,080	0.85%
BRE MG MF JV LLC	Residential Multi Family	225,446	0.74%
STEADFAST COMPANIES	Residential Multi Family	196,992	0.64%
TRIANA AT CORONA RANCH MAINTENANCE CORPORATION	Residential Multi Family	193,476	0.63%
BREIT MF PROMENADE TERRACE LLC	Commercial	187,274	0.61%
GREEN RIVER VILLAGE MH COMM	Residential Multi Family	182,218	0.59%
GS CORONA LLC	Residential Multi Family	177,536	0.58%
BROOKWOOD VILLA APARTMENTS	Residential Multi Family	174,054	0.57%
		\$ 2,592,999	8.47%

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

**CITY OF CORONA
CORONA UTILITY AUTHORITY
SELECTED WASTEWATER ENTERPRISE RATES**

<i>Service Type</i>	<i>Fiscal Year 2018 Monthly Fixed Service Charge</i>	<i>Fiscal Year 2019 Monthly Fixed Service Charge</i>
Inside Standard Wastewater		
Residential/Mobile Home Parks (per space)	\$ 45.60	\$ 45.60
Motels & Hotels (per unit)	7.59	7.59
Motels & Hotels (per living unit)	45.60	45.60
Restaurants, supermarkets, mortuaries and bakeries - meter 1" or smaller	163.28	163.28
Restaurants, supermarkets, mortuaries and bakeries - meter greater than 1"	266.34	266.34
Laundries (per machine)	24.20	24.20
Inside Commercial 5/8" or City park restroom	45.60	45.60
Inside Commercial 3/4"	72.02	72.02
Inside Commercial 1"	103.48	103.48
Inside Commercial 1 1/2"	186.06	186.06
Inside Commercial 2"	291.55	291.55
Inside Commercial 3"	537.41	537.41
Inside Commercial 4"	875.43	875.43
Inside Commercial 6"	1,753.50	1,753.50
Inside Commercial 8"	2,820.52	2,820.52

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

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

	2015	2016	2017	2018	2019
Gross Revenues					
Wastewater Service Charges	\$ 29,944,021	\$ 29,865,062	\$ 30,294,984	30,279,713	30,692,781
Pretreatment Program Surcharge	259,780	212,857	236,744	163,693	168,390
Fees and Permits	3,582,065	2,174,913	1,868,006	1,504,376	5,294,133
Fines and Penalties	48,574	259,356	306,298	303,691	300,346
Other Revenues	523,243	603,225	919,248	1,075,404	1,233,228
Total Gross Revenues	<u>\$ 34,357,682</u>	<u>\$ 33,115,413</u>	<u>\$ 33,625,281</u>	<u>\$ 33,326,878</u>	<u>\$ 37,688,878</u>
Direct Costs and Allocated Costs					
Personnel Services	\$ 4,943,028	\$ 4,985,037	\$ 4,648,620	\$ 5,367,675	\$ 5,741,622
Contractual	1,364,125	1,603,312	1,119,119	1,639,379	1,403,321
Material and Supplies	9,108,160	7,874,413	7,705,648	7,707,248	9,833,407
Utilities	3,038,028	3,345,384	3,335,434	3,264,915	3,154,723
Total Direct Costs and Allocated Costs	<u>\$ 18,453,341</u>	<u>\$ 17,808,146</u>	<u>\$ 16,808,820</u>	<u>\$ 17,979,218</u>	<u>\$ 20,133,073</u>
Net Revenues	\$ 15,904,341	\$ 15,307,267	\$ 16,816,461	\$ 15,347,660	\$ 17,555,805
Debt Service					
2013 Wastewater Revenue Bonds	\$ 2,807,031	\$ 2,936,006	\$ 2,950,856	\$ 2,418,605	\$ 2,421,896
2014 SRF Loan - Tertiary Filtration	-	-	195,704	503,620	504,580
Total Debt Service	<u>\$ 2,807,031</u>	<u>\$ 2,936,006</u>	<u>\$ 3,146,560</u>	<u>\$ 2,922,225</u>	<u>\$ 2,926,476</u>
Debt Service Coverage	5.67	5.21	5.34	5.25	6.00
Cash Available for Subordinate Debt Service	\$ 13,097,310	\$ 12,371,261	\$ 13,669,901	\$ 12,425,435	\$ 14,629,329
Subordinate Debt Service					
1997 Lease Agreement	\$ -	\$ -	\$ -	\$ -	\$ -
Interfund Loan - Biosolids Dryer	-	-	-	-	-
Total Subordinate Debt Service	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Cash available for Capital Projects or other improvements	\$ 13,097,310	\$ 12,371,261	\$ 13,669,901	\$ 12,425,435	\$ 14,629,329

⁽¹⁾ Only interest payments were due for 2013 Wastewater Revenue Bonds' first annual debt service payment.

Source: The City of Corona, Administrative Services Department