



City of Tacoma
Finance Department

September 20, 2024

Digital Assurance Certification LLC
Attn: Shelley Rodgers
390 North Orange Avenue, Ste. 1750
Orlando, FL 32801

SUBJECT: 2023 Ongoing Disclosure of Financial Information and Operating Data
City of Tacoma, Washington, Department of Public Utilities, Water Division
CUSIP #873547

This submission is City of Tacoma, Washington, Department of Public Utilities, Water Division's (the "Division") annual financial and operating data for 2023 for the following bond issues:


Water System Revenue and Refunding Bonds, 2005
Water System Revenue Bonds, 2009
Water System Revenue Bonds, 2010
Water System Revenue and Refunding Bonds, 2013
Water System Revenue and Refunding Bonds, 2015

Enclosed with this letter are the Division's 2023 audited financial statements.

Also enclosed with this letter is data regarding certain schedules in the official statements which supplements information presented in the financial statements. The information in the enclosed Tables 2, 3, 5 and 7 update those schedules.

The information provided in this submission speaks only as of its date and is subject to change without notice. The submission of this information may not create an implication that there has been no change to the information provided. The Division has not agreed to notify the secondary market of subsequent changes to the information provided.

Sincerely,

DocuSigned by:

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Susan Calderon, CPA
Assistant Finance Director/Controller

Enclosures

TABLE 2

SCHEDULE OF DEBT SERVICE REQUIREMENTS

Year	The Bonds		Total Parity Bonds	Junior Lien Bonds	Total Debt Service
	Principal	Interest			
2024	9,230,000	16,469,319	25,699,319	6,254,152	\$31,953,471
2025	9,655,000	16,021,278	25,676,278	6,137,134	\$31,813,412
2026	10,350,000	15,544,923	25,894,923	6,073,746	\$31,968,669
2027	10,785,000	15,031,862	25,816,862	5,639,770	\$31,456,632
2028	11,235,000	14,472,262	25,707,262	5,578,235	\$31,285,497
2029	11,745,000	13,889,458	25,634,458	4,755,722	\$30,390,180
2030	12,235,000	13,280,430	25,515,430	4,700,142	\$30,215,572
2031	12,715,000	12,707,674	25,422,674	4,644,563	\$30,067,237
2032	12,710,000	12,097,113	24,807,113	4,033,428	\$28,840,541
2033	16,410,000	11,483,024	27,893,024	3,310,541	\$31,203,565
2034	17,015,000	10,547,877	27,562,877	3,144,429	\$30,707,306
2035	17,650,000	9,578,250	27,228,250	2,797,089	\$30,025,339
2036	18,300,000	8,572,435	26,872,435		\$26,872,435
2037	18,975,000	7,529,570	26,504,570		\$26,504,570
2038	19,680,000	6,448,237	26,128,237		\$26,128,237
2039	20,405,000	5,326,723	25,731,723		\$25,731,723
2040	21,165,000	4,163,885	25,328,885		\$25,328,885
2041	23,820,000	2,974,200	26,794,200		\$26,794,200
2042	24,770,000	2,021,400	26,791,400		\$26,791,400
2043	25,765,000	1,030,600	26,795,600		\$26,795,600
TOTAL	\$324,615,000	\$199,190,520	\$523,805,520	\$57,068,951	\$580,874,471

Selected Operating and Financial Data

	<u>Actual 2023 Data</u>
Average Number of Customers	109,235
Operating Revenue	\$123,694,790
Net Operating Expenses (1)	\$77,019,820
Debt Service Coverage Ratio	3.32
Total Water Billed (Million Gallons)	17,860.00
Average Daily Delivery (Million Gallons)	59.08
Maximum Daily Production (Million Gallons)	90.27

(1) Excludes City gross earnings tax and depreciation.

Current Water Rates and Charges

Meter Size (Inches)	Inside City of Tacoma	Outside City of Tacoma	City of University Place
	Rate Effective Dates		
	1/1/2023	1/1/2023	1/1/2023
5/8	\$26.68	\$32.28	\$34.67
3/4	\$38.55	\$46.52	\$49.97
1	\$62.29	\$75.01	\$80.57
1.5	\$121.64	\$146.23	\$157.06
2	\$192.86	\$231.69	\$248.86
3	\$359.04	\$431.11	\$463.05
4	\$596.44	\$715.99	\$769.04
6	\$1,189.94	\$1,428.19	\$1,534.02
8	\$1,902.14	\$2,282.83	\$2,451.99
10	\$2,733.04	\$3,279.91	\$3,522.95
12	\$4,009.07	\$4,811.15	\$5,167.65

Note: Parks and Irrigation customers do not have a Ready-to-Serve charge

Wholesale Ready to Serve Charge	
Range in MGD (million gallons per day)	Rate Effective Dates
	1/1/2023
For each MGD of contracted peak capacity	\$2,741.53

Residential Service Rate per CCF			
Range in CCF (100 cubic feet)	Inside City of Tacoma	Outside City of Tacoma	City of University Place
	Rate Effective Dates		
	1/1/2023	1/1/2023	1/1/2023
Winter Tier: For each CCF of water consumption during the winter months of October through and including May	\$2.327	\$2.792	\$2.999
Summer Tier 1: For the first five CCF of water consumption per month during the summer months of June through and including September	\$2.327	\$2.792	\$2.999
Summer Tier 2: For each CCF of water consumption over five CCF during the summer months of June through and including September	\$2.909	\$3.490	\$3.749

Commercial and Industrial General Service Rate per CCF			
Range in CCF (100 cubic feet)	Inside City of Tacoma	Outside City of Tacoma	City of University Place
	Rate Effective Dates		
	1/1/2023	1/1/2023	1/1/2023
For each CCF of water consumption	\$2.430	\$2.916	\$3.132

Commercial and Industrial Large Volume Service Rate per CCF			
Range in CCF (100 cubic feet)	Inside City of Tacoma	Outside City of Tacoma	City of University Place
	Rate Effective Dates		
	1/1/2023	1/1/2023	1/1/2023
For each CCF of water consumption	\$1.890	\$2.268	\$2.436

Parks and Irrigation Service Rate per CCF			
Range in CCF (100 cubic feet)	Inside City of Tacoma	Outside City of Tacoma	City of University Place
	Rate Effective Dates		
	1/1/2023	1/1/2023	1/1/2023
For each CCF of water consumption	\$4.844	\$5.813	\$6.244

Historical Operations and Debt Service Coverage

	Actual 2023 Data
Operating Revenues	
Residential & Domestic	\$ 74,069,318
Commercial & Industrial	23,571,686
Special Rate--Westrock	7,069,491
Wholesale	2,521,892
Unbilled	1,557,776
Total Water Sales	<u>\$ 108,790,163</u>
Other Operating Revenues	8,258,324
Total Operating Revenue	<u>\$ 117,048,487</u>
Non-Operating Revenue	<u>19,339,055</u>
Total System Revenue	<u>\$ 136,387,542</u>
Operating Expenses	
Operating & Maintenance (1)	\$ 70,679,812
Taxes	7,151,456
Total Operating Expenses	<u>\$ 77,831,268</u>
Net Revenue Available	
For Debt Service	\$ 58,556,274
Revenue Bond Debt Service	
Water Revenue Bonds	\$ 17,628,207
Debt Service Coverage	3.32
City Gross Earnings Tax	<u>\$ 9,789,224</u>
Revenue Available for Capital	
Improvements and Continuing	
Operations	\$ 31,138,843

(1) Excludes depreciation, amortization and taxes.