

**RESOLUTION NO. 25-001**

**A RESOLUTION AUTHORIZING THE SALE OF CLARK COUNTY WATER RECLAMATION DISTRICT, NEVADA, GENERAL OBLIGATION (LIMITED TAX) WATER RECLAMATION REFUNDING BONDS (ADDITIONALLY SECURED BY PLEDGED REVENUES); MAKING A FINDING THAT NO INCREASE IN AN AD VALOREM TAX IS ANTICIPATED WITH RESPECT TO THE ISSUANCE OF SUCH BONDS; REQUESTING THE CLARK COUNTY DEBT MANAGEMENT COMMISSION TO APPROVE THE FINDING; PROVIDING CERTAIN DETAILS IN CONNECTION THEREWITH; AND PROVIDING THE EFFECTIVE DATE HEREOF.**

**WHEREAS**, the Board of Trustees (the "Board") of Clark County Water Reclamation District in the State of Nevada (the "District") has previously issued its Clark County Water Reclamation District, Nevada, General Obligation (Limited Tax) Water Reclamation Refunding Bonds (Additionally Secured By Pledged Revenues), Series 2015 (the "2015 Bonds"); and

**WHEREAS**, the 2015 Bonds refunded portions of the Clark County Water Reclamation District, Nevada, General Obligation (Limited Tax) Water Reclamation Bonds (Additionally Secured by Pledged Revenues) Series 2007 (the "2007 Bonds") and the Clark County Water Reclamation District, Nevada General Obligation (Limited Tax) Water Reclamation Bonds (Additionally Secured by Pledged Revenues), Series 2008 (the "2008 Bonds"), which 2007 Bonds and 2008 Bonds were approved by the Clark County Debt Management Commission (the "Commission"); and

**WHEREAS**, in order to achieve interest rate savings, the Board proposes to issue its Clark County Water Reclamation District, Nevada, General Obligation (Limited Tax) Water Reclamation Refunding Bonds (Additionally Secured By Pledged Revenues), Series 2025 in the maximum principal amount of \$69,055,000 (the "Refunding Bonds") for the purpose of refinancing all or a portion of the outstanding 2015 Bonds (the "Project"); and

**WHEREAS**, the District now owns and operates a public sanitary sewer system, known as the water reclamation system (the "Water Reclamation System"); and

**WHEREAS**, the Refunding Bonds will be issued pursuant to Nevada Revised Statutes ("NRS") 350.500 to 350.720, and all laws amendatory thereof (the "Bond Act"); and

**WHEREAS**, based on the revenue study presented to the Board, certain revenues of the District's Water Reclamation System, after the deduction of operation and maintenance expenses (the "Pledged Revenues") will at least equal the amount necessary in each year for the payment of interest on and principal of the Refunding Bonds, and no increase in the rate of an ad valorem tax is anticipated to be necessary for the payment of the Refunding Bonds for the term thereof (the "Finding"); and

**WHEREAS**, the Board proposes (subject to the approval of the Finding by the Commission) to issue the Refunding Bonds; and

**WHEREAS**, subsection 3 of NRS 361.4727 provides, in relevant part, as follows, that an increase in the rate of an ad valorem tax is exempt from abatement from taxation if the Board makes the Finding:

"3. Except as otherwise provided in this subsection, any increase in the rate of an ad valorem tax authorized pursuant to this section must be included in the calculation of the partial abatements from taxation provided pursuant to NRS 361.4722, 361.4723 and 361.4724. An increase in the rate of an ad valorem tax authorized pursuant to this section is exempt from each partial abatement from taxation provided pursuant to NRS 361.4722, 361.4723 and 361.4724 if the obligations for which that increase is imposed are issued:

- (a) Before July 1, 2005; or
- (b) On or after July 1, 2005, and, before the issuance of the obligations:
  - (1) The governing body of the taxing entity issuing the obligations makes a finding that no increase in the rate of an ad valorem tax is anticipated to be necessary for the payment of the obligations during the term thereof; and
  - (2) The debt management commission of the county in which the taxing entity is located approves that finding."

**NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF TRUSTEES OF CLARK COUNTY WATER RECLAMATION DISTRICT, NEVADA:**

Section 1. This resolution shall be known as and may be cited by the short title "2025 CCWRD Refunding Bond DMC Notice Resolution."

Section 2. The District General Manager or designee (the "General Manager") is hereby authorized to arrange for the issuance and sale of the Refunding Bonds in the principal amount of not more than \$69,055,000 to carry out the Project in accordance with the Bond Act.

2025 CCWRD Refunding Bond DMC Notice Resolution

Section 3. The General Manager or designee is hereby authorized to specify the terms of the Refunding Bonds, the method of their sale, the final principal amount of the Refunding Bonds (not in excess of \$69,055,000), the terms of their repayment and security therefor, and other details of the Refunding Bonds, and to advertise the Refunding Bonds for sale, subject to the Bond Act and ratification by the Board by the adoption of a bond resolution or resolutions specifying the terms and details of the Refunding Bonds and approving their sale (the "Bond Resolution").

Section 4. The officers of the District are hereby authorized to take all action necessary or appropriate to effectuate the provisions of this Resolution, including without limitation (a) assembling of financial and other information concerning the District, the Project and the Refunding Bonds, and (b) preparing and circulating an official statement for the Refunding Bonds, and preparing and circulating a preliminary official statement for the Refunding Bonds, in the forms specified by the General Manager or designee. The General Manager or designee is authorized to deem the official statement or preliminary official statement to be a "final" official statement on behalf of the District for the purposes of Rule 15c2-12 of the Securities and Exchange Commission.

Section 5. The General Manager shall, after arranging for the sale of the Refunding Bonds, present the proposed terms of the sale to the Board for its approval by adoption of the Bond Resolution.

Section 6. The authority to issue the Refunding Bonds shall be deemed and considered a continuing authority to issue and deliver the Refunding Bonds at one time or from time to time, in one series or in more than one series, all as ordered by the Board. Neither the partial exercise of the authority so conferred nor the lapse of time shall be considered as exhausting or limiting the full authority so conferred.

Section 7. Based on the revenue study presented to the Board, the Board hereby finds that no increase in the rate of an ad valorem tax is anticipated to be necessary for the payment of the Refunding Bonds for the term thereof (the "Finding") and requests the Commission to approve the Finding.

Section 8. All actions, proceedings, matters and things heretofore taken, had and done by the Board, and the officers thereof (not inconsistent with the provisions of this resolution) directed toward the issuance of the Refunding Bonds, be and the same hereby are, ratified, approved and confirmed.

Section 9. The District Secretary is authorized and directed to notify immediately the Secretary of the Commission of the Finding and the Board's request to approve the Finding.

Section 10. All resolutions, or parts thereof, in conflict with the provisions of this resolution, are hereby repealed to the extent only of such inconsistency. This repealer shall not be construed to revive any resolution, or part thereof, heretofore repealed.

Section 11. The officers of the District, the District's municipal advisors and bond counsel be, and they hereby are, authorized and directed to take all action necessary or appropriate to effectuate the provisions of this Resolution.

Section 12. If any section, paragraph, clause or other provision of this resolution shall for any reason be held to be invalid or unenforceable, the invalidity or unenforceability of such section, paragraph, clause or other provision shall not affect any of the remaining provisions of this resolution.

Section 13. This Resolution shall become effective and be in force immediately upon its adoption.

ADOPTED on April 1, 2025.

Attest:

\_\_\_\_\_  
Tick Segerblom, Chair  
Board of Trustees

\_\_\_\_\_  
Lynn Marie Goya, District Secretary

APPROVED AS TO LEGALITY ONLY:



\_\_\_\_\_  
David Stoft, General Counsel

[Signature page for 2025 CCWRD Refunding Bond  
DMC Notice Resolution page 4 of 4, excluding District Clerk's certificate]

STATE OF NEVADA       )  
                                      ) ss.  
COUNTY OF CLARK     )

I am the duly chosen and qualified District Secretary of Clark County Water Reclamation District (the "District"), Nevada do hereby certify:

1.       The foregoing pages constitute a true, correct, complete and compared copy of a resolution adopted by the Board of Trustees of the District (the "Board") at a meeting held on April 1, 2025.

2.       The adoption of the resolution was duly moved and seconded and the resolution was adopted by an affirmative vote of a majority of the members of Board as follows:

Those Voting Aye:	_____
Those Voting Nay:	_____
Those Absent:	_____
	_____

3.       All members of the Board were given due and proper notice of the meeting, pursuant to NRS 241.020. A copy of such notice is attached hereto as Exhibit A.

4.       The revenue study presented to the Board which is referenced in the resolution is attached hereto as Exhibit B.

**IN WITNESS WHEREOF**, I have hereunto set my hand of the District on April 1, 2025.

\_\_\_\_\_  
Lynn Marie Goya, District Secretary

## **EXHIBIT A**

(Attach Copy of Notice of Meeting)

## EXHIBIT B

(Attach Copy of Revenue Study)

### HISTORICAL PLEDGED REVENUES Clark County Water Reclamation District, Nevada

Fiscal Year Ended June 30,	2020 (Actual)	2021 (Actual)(6)	2022 (Restated)	2023 (Actual)	2024 (Actual)	2025 (Budgeted)
<b>OPERATING REVENUES:</b>						
Sewer Service Charges (1)	\$160,316,145	\$163,367,533	\$174,717,951	\$182,293,172	\$191,276,955	\$206,116,352
Connection Fees	24,942,388	25,948,289	34,747,232	26,648,512	31,833,101	20,886,553
Effluent Sales	539,510	674,979	543,091	438,932	490,425	650,000
Investment Earnings (2)	27,266,630	(285,000)	(27,151,876)	4,372,232	46,116,591	15,089,691
Other (3)	191,168	224,402	157,488	191,239	1,325,600	190,000
<b>Total Operating Revenues</b>	<b>\$213,255,841</b>	<b>\$189,930,203</b>	<b>\$183,013,886</b>	<b>\$213,944,087</b>	<b>\$271,042,672</b>	<b>\$242,932,596</b>
<b>OPERATING EXPENSES (4)</b>	<b>82,111,540</b>	<b>80,965,156</b>	<b>76,466,290</b>	<b>95,246,410</b>	<b>108,483,807</b>	<b>119,941,658</b>
<b>NET PLEDGED REVENUES</b>	<b>131,144,301</b>	<b>108,965,047</b>	<b>106,547,596</b>	<b>118,697,677</b>	<b>162,558,865</b>	<b>122,990,938</b>
<b>DEBT SERVICE (5)</b>	<b>\$32,249,806</b>	<b>\$32,254,557</b>	<b>\$32,258,057</b>	<b>\$32,258,807</b>	<b>\$39,989,853</b>	<b>\$54,157,082</b>
<b>COVERAGE</b>	<b>4.07</b>	<b>3.38</b>	<b>3.30</b>	<b>3.68</b>	<b>4.07</b>	<b>2.27</b>

- (1) Only includes revenues from sewer service charges, pretreatment fees and septage fees.
- (2) Includes both realized and unrealized investment earnings. The District's investments are held in the District's name and are reported at fair value regardless of the length of time remaining to maturity. Investment revenues is increased or decreased.
- (3) Does not include "Other non-operating revenue".
- (4) Does not include depreciation expense; interest expense on bonds; and "Other non-operating expenses".
- (5) Represents actual debt service paid in each fiscal year 2019-20 through 2023-24. Debt service for fiscal year 2024-25 is estimated and includes the Series 2025 Bonds. Includes debt service on all obligations with a parity and subordinate lien on the Net Pledged Revenues.

SOURCE: Derived from the District's Annual Comprehensive Financial Report for the years ended June 30, 2020 through 2024, and the Clark County Final Budget for FY 2024-25. Compiled by the Financial Advisors.

The following table illustrates the sufficiency of the projected Net Pledged Revenues for the existing debt service and the Series 2025 Bonds debt service.

**SUFFICIENCY OF PLEDGED REVENUES FOR  
EXISTING AND PROPOSED BONDS**

<b>Fiscal Year Ending June 30,</b>	<b>Pledged Revenues (1)</b>	<b>Existing Debt Service</b>	<b>Series 2025 Bonds Debt Service (2)</b>	<b>Total Debt Service (3)</b>	<b>Coverage (times)</b>
2026	\$122,990,938	\$51,037,431	\$1,457,828	\$52,495,259	2.34
2027	122,990,938	46,191,806	7,733,000	53,924,806	2.28
2028	122,990,938	46,200,931	7,728,000	53,928,931	2.28
2029	122,990,938	46,343,356	7,765,625	54,108,981	2.27
2030	122,990,938	46,216,642	7,760,250	53,976,892	2.28
2031	122,990,938	46,080,678	7,762,125	53,842,803	2.28
2032	122,990,938	43,100,095	7,716,625	50,816,720	2.42
2033	122,990,938	41,969,272	7,703,500	49,672,772	2.48
2034	122,990,938	42,204,875	6,443,250	48,648,125	2.53
2035	122,990,938	42,242,200	6,422,000	48,664,200	2.53
2036	122,990,938	42,284,275	6,399,000	48,683,275	2.53
2037	122,990,938	42,433,675	6,373,750	48,807,425	2.52
2038	122,990,938	42,470,200	6,350,625	48,820,825	2.52
2039	122,990,938	43,085,125	6,319,125	49,404,250	2.49
2040	122,990,938	21,894,625	0	21,894,625	5.62
2041	122,990,938	21,895,750	0	21,895,750	5.62
2042	122,990,938	21,894,000	0	21,894,000	5.62
2043	122,990,938	21,897,875	0	21,897,875	5.62
2044	122,990,938	21,895,875	0	21,895,875	5.62
2045	122,990,938	21,896,500	0	21,896,500	5.62
2046	122,990,938	21,898,000	0	21,898,000	5.62
2047	122,990,938	21,898,625	0	21,898,625	5.62
2048	122,990,938	21,896,625	0	21,896,625	5.62
2049	122,990,938	21,895,125	0	21,895,125	5.62
2050	122,990,938	21,897,000	0	21,897,000	5.62
2051	122,990,938	21,895,125	0	21,895,125	5.62
2052	122,990,938	21,897,250	0	21,897,250	5.62
2053	122,990,938	21,896,000	0	21,896,000	5.62
2054	122,990,938	21,894,000		21,894,000	5.62
<b>TOTAL</b>		<b>\$950,302,936</b>	<b>\$93,934,703</b>	<b>\$1,044,237,639</b>	

- (1) Fiscal year 2025-26 based on FY 2024-25 budget. Assumes 0% growth rate thereafter. Source: Clark County fiscal year 2024-25 Final Budget.
- (2) Preliminary, subject to change. Estimated all in true interest cost is 3.50%.
- (3) Preliminary, subject to change.

SOURCE: Clark County, Nevada and Financial Advisors.