

ORANGE COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 2**GENERAL LONG-TERM DEBT****APRIL 30, 2022****SERIES 2013 TWDB REVENUE BOND**

<u>Due During Fiscal Year Ending</u>	<u>Principal Due 3/1</u>	<u>Interest Due 3/1 & 9/1</u>	<u>Total</u>
2023	50,000	1,100	51,100
	<u>\$ 50,000</u>	<u>\$ 1,100</u>	<u>\$ 51,100</u>

SERIES 2021A

<u>Due During Fiscal Year Ending</u>	<u>Principal Due 3/1</u>	<u>Interest Due 3/1 & 9/1</u>	<u>Total</u>
2023	25,000	32,583	57,583
2024	75,000	32,308	107,308
2025	75,000	31,483	106,483
2026	75,000	30,658	105,658
2027	75,000	29,833	104,833
2028	75,000	29,008	104,008
2029	75,000	28,183	103,183
2030	80,000	27,358	107,358
2031	80,000	26,478	106,478
2032	80,000	25,598	105,598
2033	80,000	24,718	104,718
2034	80,000	23,790	103,790
2035	80,000	22,702	102,702
2036	85,000	21,486	106,486
2037	85,000	20,075	105,075
2038	85,000	18,570	103,570
2039	90,000	16,972	106,972
2040	90,000	15,199	105,199
2041	90,000	13,354	103,354
2042	95,000	11,437	106,437
2043	95,000	9,347	104,347
2044	100,000	7,200	107,200
2045	100,000	4,880	104,880
2046	105,000	2,520	107,520
	<u>\$ 1,975,000</u>	<u>\$ 505,733</u>	<u>\$ 2,480,733</u>

ORANGE COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 2**GENERAL LONG-TERM DEBT****APRIL 30, 2022****SERIES 2021B**

<u>Due During Fiscal Year Ending</u>	<u>Principal Due 3/1</u>	<u>Interest Due 3/1 & 9/1</u>	<u>Total</u>
2023	25,000	66,741	91,741
2024	145,000	66,466	211,466
2025	150,000	64,871	214,871
2026	150,000	63,221	213,221
2027	150,000	61,571	211,571
2028	155,000	59,921	214,921
2029	155,000	58,216	213,216
2030	155,000	56,511	211,511
2031	160,000	54,806	214,806
2032	160,000	53,046	213,046
2033	160,000	51,286	211,286
2034	165,000	49,350	214,350
2035	165,000	47,023	212,023
2036	170,000	44,433	214,433
2037	170,000	41,526	211,526
2038	175,000	38,432	213,432
2039	180,000	35,054	215,054
2040	180,000	31,418	211,418
2041	185,000	27,638	212,638
2042	190,000	23,605	213,605
2043	195,000	19,330	214,330
2044	200,000	14,826	214,826
2045	205,000	10,086	215,086
2046	210,000	5,145	215,145
	<u>\$ 3,955,000</u>	<u>\$ 1,044,514</u>	<u>\$ 4,999,514</u>

ORANGE COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 2

**ANALYSIS OF CHANGES IN GENERAL LONG-TERM DEBT
FOR THE YEAR ENDED APRIL 30, 2022**

	<u>Series 2013</u>
Interest Rate	1.57%
Dates Interest Payable	3/1 & 9/1
Maturity Dates	3/1/2023
Beginning Bonds Outstanding	100,000
Bonds sold during the fiscal year	-
Bonds retired during the fiscal year	50,000
Ending Bonds Outstanding	<u>\$ 50,000</u>
Interest paid during the fiscal year	<u>\$ 2,105</u>

Paying agents name and city:

Series 2013

Bank of Texas Financial, Austin Texas

	<u>Other Bonds</u>	<u>Refunding Bonds</u>
Amount Authorized	\$500,000	-
Amount Issued	\$500,000	-
Remaining to be Issued	-	-

	<u>Series 2021A</u>
Interest Rate	1.1%-2.4%
Dates Interest Payable	3/1 & 9/1
Maturity Dates	3/1/2046
Beginning Bonds Outstanding	2,000,000
Bonds sold during the fiscal year	-
Bonds retired during the fiscal year	25,000
Ending Bonds Outstanding	<u>\$ 1,975,000</u>
Interest paid during the fiscal year	<u>\$ 29,480</u>

Paying agents name and city:

Series 2021A

Bank of Texas Financial, Austin Texas

	<u>Other Bonds</u>	<u>Refunding Bonds</u>
Amount Authorized	\$2,000,000	-
Amount Issued	\$2,000,000	-
Remaining to be Issued	-	-

ORANGE COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 2

**ANALYSIS OF CHANGES IN GENERAL LONG-TERM DEBT
FOR THE YEAR ENDED APRIL 30, 2022**

	Series 2021B
Interest Rate	1.1%-2.45%
Dates Interest Payable	3/1 & 9/1
Maturity Dates	3/1/2046
Beginning Bonds Outstanding	3,980,000
Bonds sold during the fiscal year	-
Bonds retired during the fiscal year	25,000
Ending Bonds Outstanding	<u>\$ 3,955,000</u>
Interest paid during the fiscal year	<u>\$ 59,428</u>

Paying agents name and city:

Series 2021B

Bank of Texas Financial, Austin Texas

	<u>Other Bonds</u>	<u>Refunding Bonds</u>
Amount Authorized	\$3,980,000	-
Amount Issued	\$3,980,000	-
Remaining to be Issued	-	-

Average annual debt service payment (principal and interest) for remaining term of all debts:

2022 through 2046	<u>\$315,935</u>
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ORANGE COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 2**COMPARATIVE STATEMENT OF REVENUE AND EXPENDITURES
FOR THE FIVE YEARS ENDED APRIL 30, 2022**

	CHANGES IN REVENUES AND EXPENDITURES				
	2022	2021	2020	2019	2018
<u>Operating Revenues</u>					
Service Revenues	\$ 1,688,753	\$ 1,710,910	\$ 1,571,480	\$ 1,582,920	\$ 1,639,496
Tap Connection Revenues	23,674	35,680	18,060	23,855	1,500
Penalty and Interest Revenues	46,050	77,746	56,237	66,862	35,560
Total Operating Revenues	<u>1,758,477</u>	<u>1,824,336</u>	<u>1,645,777</u>	<u>1,673,637</u>	<u>1,676,556</u>
<u>Operating Expenses</u>					
Payroll Expense	601,151	559,240	580,798	583,443	393,984
Professional Fees	48,502	63,327	88,308	75,504	64,904
Purchased and Contracted Services	281,071	329,970	197,591	201,391	210,847
Consumable Supplies and Materials	53,723	57,075	34,154	48,969	49,392
Recurring Operating Expenses	265,831	289,404	213,778	288,281	446,046
Depreciation	462,906	326,890	313,938	282,209	287,072
Total Operating Expenses	<u>1,713,184</u>	<u>1,625,905</u>	<u>1,428,567</u>	<u>1,479,797</u>	<u>1,452,245</u>
Income from Operations	45,293	198,431	217,210	193,840	224,311
<u>Non-Operating Revenues</u>					
Interest Income	2,228	6,080	13,064	13,014	10,873
Contributions and Miscellaneous	402,436	33,096	2,552	40,556	48,847
Total Non-Operating Revenues	<u>404,664</u>	<u>39,176</u>	<u>15,616</u>	<u>53,570</u>	<u>59,720</u>
Income before Non-Operating Expenses	449,957	237,607	232,826	247,410	284,031
<u>Non-Operating Expenses</u>					
Debt Service and Related	91,013	269,982	4,179	4,480	5,320
Total Non-Operating Expenses	<u>91,013</u>	<u>269,982</u>	<u>4,179</u>	<u>4,480</u>	<u>5,320</u>
Net Income (Loss)	<u>\$358,944</u>	<u>(\$32,375)</u>	<u>\$228,647</u>	<u>\$242,930</u>	<u>\$278,711</u>
Active Retail Water Customers	1,547	1,561	1,584	1,565	1,565

ORANGE COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 2**COMPARATIVE STATEMENT OF REVENUE AND EXPENDITURES
FOR THE FIVE YEARS ENDED APRIL 30, 2022**

	PERCENTAGE OF TOTAL REVENUE				
	2022	2021	2020	2019	2018
<u>Operating Revenues</u>					
Service Revenues	96.03%	93.78%	95.49%	94.58%	97.79%
Tap Connection Revenues	1.35%	1.96%	1.10%	1.43%	0.09%
Penalty and Interest Revenues	2.62%	4.26%	3.42%	4.00%	2.12%
Total Operating Revenues	100.00%	100.00%	100.00%	100.00%	100.00%
<u>Operating Expenses</u>					
Payroll Expense	34.19%	30.65%	35.29%	34.86%	23.50%
Professional Fees	2.76%	3.47%	5.37%	4.51%	3.87%
Purchased and Contracted Services	15.98%	18.09%	12.01%	12.03%	12.58%
Consumable Supplies and Materials	3.06%	3.13%	2.08%	2.93%	2.95%
Recurring Operating Expenses	15.12%	15.86%	12.99%	17.22%	26.60%
Depreciation	26.32%	17.92%	19.08%	16.86%	17.12%
Total Operating Expenses	97.42%	89.12%	86.80%	88.42%	86.62%
Income from Operations	2.58%	10.88%	13.20%	11.58%	13.38%
<u>Non-Operating Revenues</u>					
Interest Income	0.13%	0.33%	0.79%	0.78%	0.65%
Contributions and Miscellaneous	22.89%	1.81%	0.16%	2.42%	2.91%
Total Non-Operating Revenues	23.01%	2.15%	0.95%	3.20%	3.56%
Income before Non-Operating Expenses	25.59%	13.02%	14.15%	14.78%	16.94%
<u>Non-Operating Expenses</u>					
Debt Service and Related	5.18%	14.80%	0.25%	0.27%	0.32%
Total Non-Operating Expenses	5.18%	14.80%	0.25%	0.27%	0.32%
Net Income (Loss)	20.41%	-1.77%	13.89%	14.52%	16.62%

ORANGE COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 2**INSURANCE COVERAGE
FOR THE YEAR ENDED APRIL 30, 2022**

<u>Type of Coverage</u>	<u>Policy Period</u>		<u>Amount of Coverage</u>	<u>Insurer</u>	<u>Type of Corporate</u>	<u>Policy Clause Co-Insurance</u>
	<u>From</u>	<u>To</u>				
Property and Casualty	10/1/2021	10/1/2022	\$ 11,033,914	TML	N/A	No
Liability	10/1/2021	10/1/2022	\$ 500,000	TML	N/A	No
Automobile	10/1/2021	10/1/2022	\$ 500,000	TML	N/A	No
Cyber Liability	10/1/2021	10/1/2022	\$ 1,000,000	TML	N/A	No

ORANGE COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 2**SCHEDULE OF REVENUE AND EXPENDITURES – BUDGET TO ACTUAL
FOR THE FISCAL YEAR ENDED APRIL 30, 2022**

Mailing Address: 2526 Western Ave., PO Box 278, Orange, TX 77631-0278

Direct Phone Number: (409) 883-4003

Name and Address	Term of Office	Fees	Title	Resident of the District
Thomas Woolley 707 Sherrill Orange, Texas	05/2022 - 05/2026	\$1,800	President	Yes
Linda Premeaux 700 Westbury Orange, Texas	05/2020 - 05/2024	\$1,800	Secretary	Yes
Glenn Curran 702 Westbury Orange, Texas	05/2022 - 05/2026	\$1,800	Vice President	Yes
Lisa Bukowsky 3923 B Kathleen Orange, Texas	05/2022 - 05/2026	\$1,800	Director	Yes
Jerry Foreman Foreman Rd Orange, Texas	05/2020 - 05/2024	\$1,800	Director	No

ORANGE COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 2**SCHEDULE OF REVENUE AND EXPENDITURES – BUDGET TO ACTUAL
FOR THE FISCAL YEAR ENDED APRIL 30, 2022**

Key Administrative Personnel	Hire Date	Fees	Title	Resident of the District
Russell Love 7477 Circle 6 Orange, Texas 77630	June 2016	\$70,304	Superintendent	No
April Lombardo 2630 E. Norman Circle Orange, Texas 77630	Nov 2014	\$54,827	Office Manager	No
Consultants				
Jeff Beaver, PE Schaumburg & Polk 8865 College St. S-100 Beaumont, Texas 77707	Nov 1987	\$53,955	Engineer	No
Mitchell Fontenote Mitchell T Fontenote CPA, Inc. 2428 Nall Street Port Neches, Texas 77651	June 2017	\$12,900	Auditor	No
Kate Leverett Germer PLLC Beaumont, Texas 77701	April 2020	\$10,547	Attorney	No
Jeremy Triska Wathen, DeShong & Juncker, LLP 4140 Gladys Ave Ste 101 Beaumont, Texas 77706	March 2017	\$3,953	CPA	No
Investment Officer				
April Lombardo 2630 E. Norman Circle Orange, Texas 77630				