

## The Raytown Water Company Pro Forma Credit Metrics

	<u>Pro Forma</u>	S&P Benchmarks for Rating Assignment (Medial Volatility)			<u>Indicated Rating based on Strong Business Risk Profile</u>
		<u>Intermediate</u>	<u>Significant</u>	<u>Aggressive</u>	
EBITDA	\$1,311,882				
EBIDA	\$1,211,072				
Debt	\$4,765,000				
<b>Debt/EBITDA</b>	<b>3.63 x</b>	<b>2.5 - 3.5x</b>	<b>3.5 - 4.5x</b>	<b>4.5 - 5.5x</b>	<b>BBB</b>
Interest	\$178,688				
Depreciation/Amort/CIAC	\$589,144				
Implied FFO	\$1,032,385				
<b>Implied FFO/Debt</b>	<b>21.67%</b>	<b>23% - 35%</b>	<b>13% - 23%</b>	<b>9% - 13%</b>	<b>BBB</b>
<b>(FFO+Interest)/Interest</b>	<b>6.78 x</b>	<b>5 - 7.5x</b>	<b>3 - 5x</b>	<b>1.75 - 3x</b>	<b>A-/BBB+</b>
Annual Debt Service	\$358,000				
Debt Service Coverage	3.66 x				
EIERA Loan Debt Service Covenant	1.25 x				

Sources: Nonunanimous Stipulation and Agreement, September 13, 2023 and May 1, 2022 Loan Agreement Between Raytown Water Company & Missouri State Environmental Improvement and Energy Resources Authority