

# Exercise

## Module 4



# Question

The utility has a stable financial position due to:

- A. A growing customer base
- B. A solid liquidity position
- C. Conservative budgeting
- D. Programmed annual rate increases
- E. Policy to monitor debt service coverage levels  
(see page 13)

# Question

With regards to the level of outstanding debt from 2010 to 2020

- A. Increased steadily
- B. The utility monitors the level of debt to personal income of the population
- C. The utility has detailed records on each of its bonds and notes  
(see page 103-104)

# Question

The revenue bonds issued are repayable from  
....?

- A. Revenues generated from the projects that were financed by the bonds
- B. Revenues from the utility
- C. Government subsidies  
(see page 65)

# Questions

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## True or False

1. Bond covenants contain significant limitations and restrictions on annual debt service requirements (see page 70)
2. Revenue Bond Series 2013A had a current maturity in 2020 of \$9,580,000 (see page 65)

# Questions

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## True or False

1. The non-current liabilities for revenue bonds in 2019 was \$160.3 million (see page 45)
2. The current portion of notes payable increased by \$150,000 from 2019 to 2020 (see page 45)

# Question

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## True or False

The interest charged on the Drinking Water State Revolving Loan due in 80 quarterly installments commencing February 1, 2001 had an interest rate of 0% (see page 67)

# Questions

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## True or False

1. The total long term debt including bond premiums decreased from \$192,767,618 in 2019 to \$191,182,190. (see page 68)

# Questions

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## True or False

1. The debt service requirements to maturity for principal and interest for bonds payable for 2025 are \$15,887,526 (see page 69)