

### Accomplishments and Highlights

- GLWA has reached a significant milestone: more than \$1 billion in cash-flow debt service savings since the Authority’s inception in January 2016, reducing pressure on charges for member partner communities.
- All three major rating agencies affirmed GLWA’s strong AA-category credit ratings.
- This week’s bond refinancing of \$860.0 million in outstanding debt generated \$91.7 million in cash-flow savings (\$68.0 million in present-value savings).
- This successful Series 2026 bond transaction also secured \$208 million in new funding for regional water system capital improvements and \$32 million for wastewater system needs.

**Rating Agency Actions** – In the weeks leading up to the transactions, all three rating agencies affirmed GLWA’s credit ratings for both the Water and Sewer Systems.

| Rating Agency                               | Water System  | Sewer System  |
|---|---|---|
| <b>Fitch Ratings</b>                        | Senior Lien A+<br>Second Lien A<br>Stable Outlook   | Senior Lien AA<br>Second Lien AA-<br>Stable Outlook |
| <b>Moody’s Investors Service</b>            | Senior Lien Aa3<br>Second Lien A1<br>Stable Outlook | Senior Lien Aa3<br>Second Lien A1<br>Stable Outlook |
| <b>Standard &amp; Poor’s Global Ratings</b> | Senior Lien AA-<br>Second Lien A+<br>Stable Outlook | Senior Lien AA-<br>Second Lien A+<br>Stable Outlook |

**Incorporating Variable Rate Debt Diversifies Investor Base and Reduces Costs** - As part of the 2026 plan of finance, GLWA introduced variable-rate debt to the Water System portfolio through a term rate bond. This option provides a cost-effective, risk-balanced financing tool between traditional fixed-rate and floating-rate structures. The addition of this instrument broadened the investor base, diversified GLWA’s debt profile, and reduced overall borrowing costs. The fixed term rate of 3.45% through 2031 compares favorably to the long-term fixed-rate benchmark of 4.70%.

**Refinancing Savings** – The refinancing of \$628.0 million in Water System bonds and \$232.0 million in Sewer System bonds produced strong results.

- ✓ Water System: \$63.6 million in future cash-flow savings (\$45.4 million present value, or 7.2%).
- ✓ Sewer System: \$28.1 million in future cash-flow savings (\$22.5 million present value, or 9.7%).
- ✓ Included in these totals is \$5.2 million in future cash-flow savings (\$3.2 million present value) that directly benefits the local water system.

**New Money Bonds Support System Reliability & Resiliency** - GLWA secured \$208 million for Water System capital projects and \$32 million for Wastewater System improvements through the issuance of new money bonds. These fixed-rate, tax-exempt bonds achieved a favorable true interest cost between 4.6% and 4.7% for both systems.