

City of Olathe, Kansas
Water & Sewer System Improvement Revenue Bonds
Series 2026



Underlying Transaction Assumptions	
Purpose	To provide \$48,464,592 in new money proceeds for capital projects
Tax Status	Tax-exempt
Dated / Delivery	August 27, 2026
Expected Pricing Date	August 4, 2026
Call Feature	Par call on 7/1/34 (8-year call)
Estimated Cost of Issuance	\$100,000 fixed cost of issuance plus \$10.00 per bond underwriter's discount
Coupon Payment Dates	January 1 and July 1, beginning January 1, 2026
Principal Amortization	July 1, 2027 through July 1, 2046
Pricing Scale	Based on current market conditions
Solution	Level annual debt service over 20 years
Debt Service Reserve Fund	A new debt service reserve fund (DSRF) will be funded at the lesser of maximum annual debt service, 10% of the principal amount issued or 125% of average annual debt service

TABLE OF CONTENTS

City of Olathe, Kansas
Water & Sewer System Improvement Revenue Bonds, Series 2026
Pro Forma Cashflows - May 27, 2026

<i>Report</i>	<i>Page</i>
Sources and Uses of Funds	1
Bond Summary Statistics	2
Bond Pricing	3
Bond Debt Service	4

SOURCES AND USES OF FUNDS

City of Olathe, Kansas Water & Sewer System Improvement Revenue Bonds, Series 2026 Pro Forma Cashflows - May 27, 2026

Sources:

Bond Proceeds:	
Par Amount	50,000,000.00
Net Premium	2,935,025.50
	52,935,025.50

Uses:

Project Fund Deposits:	
Project Fund	48,464,592.00
Other Fund Deposits:	
Reserve Fund	3,866,150.00
Delivery Date Expenses:	
Cost of Issuance	100,000.00
Underwriter's Discount	500,000.00
	600,000.00
Other Uses of Funds:	
Additional Proceeds	4,283.50
	52,935,025.50

BOND SUMMARY STATISTICS

City of Olathe, Kansas Water & Sewer System Improvement Revenue Bonds, Series 2026 Pro Forma Cashflows - May 27, 2026

Dated Date	08/27/26
Delivery Date	08/27/26
Last Maturity	07/01/46
Arbitrage Yield	3.866313%
True Interest Cost (TIC)	4.089632%
Net Interest Cost (NIC)	4.199923%
All-In TIC	4.111513%
Average Coupon	4.611675%
Average Life (years)	11.828
Duration of Issue (years)	8.907
Par Amount	50,000,000.00
Bond Proceeds	52,935,025.50
Total Interest	27,272,625.28
Net Interest	24,837,599.78
Bond Years from Dated Date	591,382,222.22
Bond Years from Delivery Date	591,382,222.22
Total Debt Service	77,272,625.28
Maximum Annual Debt Service	3,866,150.00
Average Annual Debt Service	3,893,917.29
Underwriter's Fees (per \$1000)	
Average Takedown	
Other Fee	10.000000
Total Underwriter's Discount	10.000000
Bid Price	104.870051

<i>Bond Component</i>	<i>Par Value</i>	<i>Price</i>	<i>Average Coupon</i>	<i>Average Life</i>	<i>PV of 1 bp change</i>
Bond Component	32,920,000.00	109.874	5.000%	8.663	20,012.20
20-Year Term	17,080,000.00	98.153	4.250%	17.927	22,204.00
	50,000,000.00			11.828	42,216.20

	<i>TIC</i>	<i>All-In TIC</i>	<i>Arbitrage Yield</i>
Par Value	50,000,000.00	50,000,000.00	50,000,000.00
+ Accrued Interest			
+ Premium (Discount)	2,935,025.50	2,935,025.50	2,935,025.50
- Underwriter's Discount	-500,000.00	-500,000.00	
- Cost of Issuance Expense		-100,000.00	
- Other Amounts			
Target Value	52,435,025.50	52,335,025.50	52,935,025.50
Target Date	08/27/26	08/27/26	08/27/26
Yield	4.089632%	4.111513%	3.866313%

BOND PRICING

City of Olathe, Kansas Water & Sewer System Improvement Revenue Bonds, Series 2026 Pro Forma Cashflows - May 27, 2026

Bond Component	Maturity Date	Amount	Rate	Yield	Price	Yield to Maturity	Call Date	Call Price	Premium (-Discount)	
Bond Component:										
	07/01/27	1,860,000	5.000%	2.610%	101.979				36,809.40	
	07/01/28	1,585,000	5.000%	2.610%	104.273				67,727.05	
	07/01/29	1,665,000	5.000%	2.660%	106.366				105,993.90	
	07/01/30	1,745,000	5.000%	2.730%	108.227				143,561.15	
	07/01/31	1,835,000	5.000%	2.810%	109.850				180,747.50	
	07/01/32	1,925,000	5.000%	2.900%	111.211				215,811.75	
	07/01/33	2,025,000	5.000%	2.990%	112.353				250,148.25	
	07/01/34	2,125,000	5.000%	3.050%	113.509				287,066.25	
	07/01/35	2,230,000	5.000%	3.150%	113.124	C	3.278%	10/01/34	100.000	292,665.20
	07/01/36	2,340,000	5.000%	3.250%	112.364	C	3.504%	10/01/34	100.000	289,317.60
	07/01/37	2,460,000	5.000%	3.350%	111.610	C	3.691%	10/01/34	100.000	285,606.00
	07/01/38	2,580,000	5.000%	3.440%	110.937	C	3.841%	10/01/34	100.000	282,174.60
	07/01/39	2,710,000	5.000%	3.550%	110.120	C	3.985%	10/01/34	100.000	274,252.00
	07/01/40	2,845,000	5.000%	3.630%	109.531	C	4.091%	10/01/34	100.000	271,156.95
	07/01/41	2,990,000	5.000%	3.710%	108.945	C	4.184%	10/01/34	100.000	267,455.50
		32,920,000							3,250,493.10	
20-Year Term:										
	07/01/42	3,140,000	4.250%	4.390%	98.153				-57,995.80	
	07/01/43	3,270,000	4.250%	4.390%	98.153				-60,396.90	
	07/01/44	3,410,000	4.250%	4.390%	98.153				-62,982.70	
	07/01/45	3,555,000	4.250%	4.390%	98.153				-65,660.85	
	07/01/46	3,705,000	4.250%	4.390%	98.153				-68,431.35	
		17,080,000							-315,467.60	
		50,000,000							2,935,025.50	

Dated Date	08/27/26	
Delivery Date	08/27/26	
First Coupon	01/01/27	
Par Amount	50,000,000.00	
Premium	2,935,025.50	
Production	52,935,025.50	105.870051%
Underwriter's Discount	-500,000.00	-1.000000%
Purchase Price	52,435,025.50	104.870051%
Accrued Interest		
Net Proceeds	52,435,025.50	

BOND DEBT SERVICE

City of Olathe, Kansas
Water & Sewer System Improvement Revenue Bonds, Series 2026
Pro Forma Cashflows - May 27, 2026

<i>Period Ending</i>	<i>Principal</i>	<i>Interest</i>	<i>Debt Service</i>	<i>Bond Balance</i>	<i>Total Bond Value</i>
08/27/26				50,000,000	50,000,000
01/01/27		816,987.78	816,987.78	50,000,000	50,000,000
07/01/27	1,860,000	1,185,950.00	3,045,950.00	48,140,000	48,140,000
01/01/28		1,139,450.00	1,139,450.00	48,140,000	48,140,000
07/01/28	1,585,000	1,139,450.00	2,724,450.00	46,555,000	46,555,000
01/01/29		1,099,825.00	1,099,825.00	46,555,000	46,555,000
07/01/29	1,665,000	1,099,825.00	2,764,825.00	44,890,000	44,890,000
01/01/30		1,058,200.00	1,058,200.00	44,890,000	44,890,000
07/01/30	1,745,000	1,058,200.00	2,803,200.00	43,145,000	43,145,000
01/01/31		1,014,575.00	1,014,575.00	43,145,000	43,145,000
07/01/31	1,835,000	1,014,575.00	2,849,575.00	41,310,000	41,310,000
01/01/32		968,700.00	968,700.00	41,310,000	41,310,000
07/01/32	1,925,000	968,700.00	2,893,700.00	39,385,000	39,385,000
01/01/33		920,575.00	920,575.00	39,385,000	39,385,000
07/01/33	2,025,000	920,575.00	2,945,575.00	37,360,000	37,360,000
01/01/34		869,950.00	869,950.00	37,360,000	37,360,000
07/01/34	2,125,000	869,950.00	2,994,950.00	35,235,000	35,235,000
01/01/35		816,825.00	816,825.00	35,235,000	35,235,000
07/01/35	2,230,000	816,825.00	3,046,825.00	33,005,000	33,005,000
01/01/36		761,075.00	761,075.00	33,005,000	33,005,000
07/01/36	2,340,000	761,075.00	3,101,075.00	30,665,000	30,665,000
01/01/37		702,575.00	702,575.00	30,665,000	30,665,000
07/01/37	2,460,000	702,575.00	3,162,575.00	28,205,000	28,205,000
01/01/38		641,075.00	641,075.00	28,205,000	28,205,000
07/01/38	2,580,000	641,075.00	3,221,075.00	25,625,000	25,625,000
01/01/39		576,575.00	576,575.00	25,625,000	25,625,000
07/01/39	2,710,000	576,575.00	3,286,575.00	22,915,000	22,915,000
01/01/40		508,825.00	508,825.00	22,915,000	22,915,000
07/01/40	2,845,000	508,825.00	3,353,825.00	20,070,000	20,070,000
01/01/41		437,700.00	437,700.00	20,070,000	20,070,000
07/01/41	2,990,000	437,700.00	3,427,700.00	17,080,000	17,080,000
01/01/42		362,950.00	362,950.00	17,080,000	17,080,000
07/01/42	3,140,000	362,950.00	3,502,950.00	13,940,000	13,940,000
01/01/43		296,225.00	296,225.00	13,940,000	13,940,000
07/01/43	3,270,000	296,225.00	3,566,225.00	10,670,000	10,670,000
01/01/44		226,737.50	226,737.50	10,670,000	10,670,000
07/01/44	3,410,000	226,737.50	3,636,737.50	7,260,000	7,260,000
01/01/45		154,275.00	154,275.00	7,260,000	7,260,000
07/01/45	3,555,000	154,275.00	3,709,275.00	3,705,000	3,705,000
01/01/46		78,731.25	78,731.25	3,705,000	3,705,000
07/01/46	3,705,000	78,731.25	3,783,731.25		
	50,000,000	27,272,625.28	77,272,625.28		

BOND DEBT SERVICE

City of Olathe, Kansas
Water & Sewer System Improvement Revenue Bonds, Series 2026
Pro Forma Cashflows - May 27, 2026

<i>Period Ending</i>	<i>Principal</i>	<i>Interest</i>	<i>Debt Service</i>	<i>Bond Balance</i>	<i>Total Bond Value</i>
12/31/26				50,000,000	50,000,000
12/31/27	1,860,000	2,002,937.78	3,862,937.78	48,140,000	48,140,000
12/31/28	1,585,000	2,278,900.00	3,863,900.00	46,555,000	46,555,000
12/31/29	1,665,000	2,199,650.00	3,864,650.00	44,890,000	44,890,000
12/31/30	1,745,000	2,116,400.00	3,861,400.00	43,145,000	43,145,000
12/31/31	1,835,000	2,029,150.00	3,864,150.00	41,310,000	41,310,000
12/31/32	1,925,000	1,937,400.00	3,862,400.00	39,385,000	39,385,000
12/31/33	2,025,000	1,841,150.00	3,866,150.00	37,360,000	37,360,000
12/31/34	2,125,000	1,739,900.00	3,864,900.00	35,235,000	35,235,000
12/31/35	2,230,000	1,633,650.00	3,863,650.00	33,005,000	33,005,000
12/31/36	2,340,000	1,522,150.00	3,862,150.00	30,665,000	30,665,000
12/31/37	2,460,000	1,405,150.00	3,865,150.00	28,205,000	28,205,000
12/31/38	2,580,000	1,282,150.00	3,862,150.00	25,625,000	25,625,000
12/31/39	2,710,000	1,153,150.00	3,863,150.00	22,915,000	22,915,000
12/31/40	2,845,000	1,017,650.00	3,862,650.00	20,070,000	20,070,000
12/31/41	2,990,000	875,400.00	3,865,400.00	17,080,000	17,080,000
12/31/42	3,140,000	725,900.00	3,865,900.00	13,940,000	13,940,000
12/31/43	3,270,000	592,450.00	3,862,450.00	10,670,000	10,670,000
12/31/44	3,410,000	453,475.00	3,863,475.00	7,260,000	7,260,000
12/31/45	3,555,000	308,550.00	3,863,550.00	3,705,000	3,705,000
12/31/46	3,705,000	157,462.50	3,862,462.50		
	50,000,000	27,272,625.28	77,272,625.28		

City of Olathe, Kansas

Water and Sewer System Revenue Bonds

Annual Debt Service Coverage Projections

(Not for purposes of the parity additional bonds test)

		Est. Net Rev:	Growth Rate:							
		21,597,527	1.00%							
(from financials dated 9/30/25)										
Parity Revenue Bonds Bonds						Subordinate Debt				
	Net Revenue	Existing Parity	Pro Forma	Total	Annual			Total Debt	All-In	
Year	Projections	Rev Bonds	Series 2026	Parity Bonds	Parity Coverage	SRF Loans	Total	Service	Coverage	
0	2026	21,597,527	13,807,394	-	13,807,394	1.56	1,662,158	1,662,158	15,469,553	1.40
1	2027	21,813,502	13,809,363	3,862,938	17,672,300	1.23	1,608,114	1,608,114	19,280,414	1.13
2	2028	22,031,637	13,803,619	3,863,900	17,667,519	1.25	1,608,114	1,608,114	19,275,633	1.14
3	2029	22,251,954	13,667,744	3,864,650	17,532,394	1.27	317,559	317,559	17,849,953	1.25
4	2030	22,474,473	13,470,081	3,861,400	17,331,481	1.30	-	-	17,331,481	1.30
5	2031	22,699,218	13,110,306	3,864,150	16,974,456	1.34	-	-	16,974,456	1.34
6	2032	22,926,210	13,109,163	3,862,400	16,971,563	1.35	-	-	16,971,563	1.35
7	2033	23,155,472	12,335,756	3,866,150	16,201,906	1.43	-	-	16,201,906	1.43
8	2034	23,387,027	12,346,800	3,864,900	16,211,700	1.44	-	-	16,211,700	1.44
9	2035	23,620,897	12,333,588	3,863,650	16,197,238	1.46	-	-	16,197,238	1.46
10	2036	23,857,106	10,605,338	3,862,150	14,467,488	1.65	-	-	14,467,488	1.65
11	2037	24,095,677	8,708,088	3,865,150	12,573,238	1.92	-	-	12,573,238	1.92
12	2038	24,336,634	8,028,769	3,862,150	11,890,919	2.05	-	-	11,890,919	2.05
13	2039	24,580,000	7,217,288	3,863,150	11,080,438	2.22	-	-	11,080,438	2.22
14	2040	24,825,800	6,162,619	3,862,650	10,025,269	2.48	-	-	10,025,269	2.48
15	2041	25,074,058	5,916,656	3,865,400	9,782,056	2.56	-	-	9,782,056	2.56
16	2042	25,324,799	5,242,456	3,865,900	9,108,356	2.78	-	-	9,108,356	2.78
17	2043	25,578,047	4,448,650	3,862,450	8,311,100	3.08	-	-	8,311,100	3.08
18	2044	25,833,827	4,046,325	3,863,475	7,909,800	3.27	-	-	7,909,800	3.27
19	2045	26,092,166	2,799,113	3,863,550	6,662,663	3.92	-	-	6,662,663	3.92
20	2046	26,353,087	-	3,862,463	3,862,463	6.82	-	-	3,862,463	6.82
21	2047	26,616,618	-	-	-	-	-	-	-	-
22	2048	26,882,784	-	-	-	-	-	-	-	-
23	2049	27,151,612	-	-	-	-	-	-	-	-
24	2050	27,423,128	-	-	-	-	-	-	-	-
25	2051									
		194,969,114	77,272,625	272,241,739			5,195,945	5,195,945	277,437,684	

Water & Sewer System Debt Service Profile

