

**WALTON COUNTY WATER AND SEWERAGE AUTHORITY (GEORGIA)**

---

**VERIFICATION REPORT FOR THE  
REVENUE BONDS  
(OCONEE-HARD LABOR CREEK RESERVOIR PROJECT)  
SERIES 2016**

# CAUSEY DEMGEN & MOORE P.C.

Certified Public Accountants and Consultants

1125 Seventeenth Street - Suite 1450  
Denver, Colorado 80202-2025  
Telephone: (303) 296-2229  
Facsimile: (303) 296-3731  
www.causeycpas.com

October 18, 2016

Walton County Water and Sewerage  
Authority (Georgia)  
23 North Main Street  
Watkinsville, Georgia 30677

Gray Pannell & Woodward, LLP  
3060 Peachtree Road, Suite 730  
Atlanta, Georgia 30305

Stifel, Nicolaus & Company, Incorporated  
3060 Peachtree Road, N.W., Suite 1700  
Atlanta, Georgia 30305

Assured Guaranty Municipal Corp.  
31 West 52<sup>nd</sup> Street  
New York, New York 10019

We have completed our engagement to verify the mathematical accuracy of (a) the computations relating to the adequacy of cash plus U.S. Treasury Securities to be held in escrow to pay the debt service requirements of the Revenue Bonds (Oconee-Hard Labor Creek Reservoir Project), Series 2008 (only those bonds described in Exhibit B-1) (herein referred to as the "Refunded Bonds") issued by the Walton County Water and Sewerage Authority (Georgia) (herein referred to as the "Authority") and (b) the computations supporting the conclusion of Bond Counsel that the Revenue Bonds (Oconee-Hard Labor Creek Reservoir Project), Series 2016 (herein referred to as the "2016 Bonds") to be issued by the Authority are not "arbitrage bonds" under Section 148 of the Internal Revenue Code of 1986, as amended. We express no opinion as to the attainability of the assumptions underlying the computations or the tax-exempt status of the 2016 Bonds. Our verification was performed solely on the information contained in certain schedules of proposed transactions provided by Stifel, Nicolaus & Company, Incorporated (herein referred to as the "Underwriter"). In the course of our engagement to verify the mathematical accuracy of the computations in the schedules provided to us, we prepared Exhibits A through D attached hereto and made a part hereof.

The scope of our engagement consisted of performing the procedures described herein. These procedures were performed in a manner that we deem to be appropriate.

The accompanying exhibits of proposed transactions were prepared on the basis of assumptions underlying the computations and in accordance with the procedures described herein. We did not independently confirm the information used with outside parties.

## **OUR UNDERSTANDING OF THE TRANSACTION**

The Authority intends to issue the 2016 Bonds on October 18, 2016 to advance refund the Refunded Bonds and to finance certain capital improvements. A portion of the proceeds of the 2016 Bonds will be used, together with certain amounts to be contributed from the debt service reserve fund associated with the Refunded Bonds, to purchase a U.S. Treasury Security (State and Local Government Series) (herein referred to as the "Restricted Security") that will be placed into

**CAUSEY**

an escrow account, together with (1) cash and a U.S. Treasury Security (State and Local Government Series) (herein referred to as the “DSF Security”) to be purchased with certain amounts to be contributed from the debt service fund associated with the Refunded Bonds, and (2) U.S. Treasury Securities (State and Local Government Series) (herein referred to as the “Construction Fund Securities” and, collectively with the Restricted Security and DSF Security, as the “Escrowed Securities”) to be purchased with certain amounts to be contributed from the construction fund associated with the Refunded Bonds, to advance refund the Refunded Bonds.

The Escrow Agent will pay the debt service requirements of the Refunded Bonds on each scheduled payment date through and including February 1, 2018 and will redeem those Refunded Bonds maturing on February 1, 2019 and thereafter, at a redemption price equal to 100% of par, on February 1, 2018, which is the first optional redemption date.

### **ESCROW ACCOUNT TRANSACTIONS**

We verified the mathematical accuracy of the accompanying calculations of the escrow account transactions proposed to advance refund the Refunded Bonds.

The presently outstanding debt service requirements of the Refunded Bonds will be satisfied by the purchase of the Escrowed Securities (as described in Exhibit A-4) plus \$0.88 in cash. The securities and cash will be placed in an irrevocable escrow account and held therein until the Refunded Bonds are redeemed as previously described.

We read a copy of the Official Statement for the Refunded Bonds insofar as these obligations are described with respect to principal amounts, interest rates, maturity dates, and redemption provisions. We assumed this document to be accurate and all debt service payments on the Refunded Bonds to be current as of October 18, 2016. We compared the above information set forth in this Official Statement with the related information contained in the schedules provided to us and found the information to be consistent.

We compared the subscribed interest rates of the Escrowed Securities with the maximum allowable interest rates as published in the SLGS Daily Rate Table by the Bureau of the Fiscal Service for September 13, 2016 and found the subscribed rates to be less than or equal to the maximum allowable rates that were in effect on the subscription date for each applicable maturity date.

Based on the procedures and information set forth above, the computations provided to us and represented in Exhibits A through B, which indicate that the cash and the Escrowed Securities proposed to be placed in escrow by the Authority will produce the amounts necessary to provide for the timely payment of the proposed debt payment schedule on the Refunded Bonds, are mathematically correct.

### **YIELD ON THE 2016 BONDS**

We verified the mathematical accuracy of the accompanying computations of the yield on the 2016 Bonds as of October 18, 2016. For purposes of this calculation, yield is defined as the rate of

interest which, using the assumptions and procedures set forth herein, discounts the adjusted payments to be made on the 2016 Bonds to an amount equal to the target purchase price of the 2016 Bonds. The computations were made using a 360-day year with interest compounded semi-annually and treated \$1,351,577.45 as the original issue premium (which results in a target purchase price of \$10,816,577.45).

In conducting our verification, we assumed that the re-offering prices of the 2016 Bonds are as described in Exhibit C-1, that the 2016 Bonds stated to mature on or before February 1, 2026 are not optionally callable prior to maturity, and that the 2016 Bonds stated to mature on February 1, 2027 and thereafter are optionally callable at par on and after February 1, 2026. We tested to determine whether any combination of optional redemptions of those 2016 Bonds maturing or subject to sinking fund redemption on February 1, 2027 through and including February 1, 2038 (which represent the callable maturities with reoffering prices in excess of the safe harbor limit of 102.250%) (herein referred to as the "Callable Premium Bonds") would result in a lower yield on the 2016 Bonds than that realized by assuming that such bonds are retired on their stated maturity or sinking fund redemption dates. We assumed that all other maturities of the 2016 Bonds would be retired on the dates and in the amounts set forth in Exhibit C-1.

Based upon the assumptions, procedures and information set forth above, the computations provided to us and represented in Exhibits C and C-1, which indicate that the yield on the 2016 Bonds, assuming the Callable Premium Bonds are redeemed at par on February 1, 2026, is 2.17537%, are mathematically correct. It is our opinion that computing the aforementioned yield on the 2016 Bonds by treating the Callable Premium Bonds as being redeemed at par on February 1, 2026 results in the lowest yield on the 2016 Bonds of all possible payment permutations thereon.

### **YIELD ON THE RESTRICTED SECURITY**

We verified the mathematical accuracy of the accompanying computation of the yield on the investment in the Restricted Security based on an assumed settlement date of October 18, 2016 and a purchase price of \$9,732,091.89. For purposes of this calculation, yield is defined as the rate of interest which, using the assumptions and procedures set forth herein, discounts the cash receipts from the Restricted Security to an amount equal to the purchase price of the Restricted Security. The computations were made using a 360-day year with interest compounded semi-annually and were based on the dates the funds are to be received in the escrow account, and assume that all cash balances are not reinvested.

Based upon the procedures and information set forth above, the computations provided to us and represented in Exhibit D, which indicate that the yield on the Restricted Security is 0.62103% (which is less than the yield on the 2016 Bonds), are mathematically correct.

### **USE OF THIS REPORT**

It is understood that this report is solely for the information of and assistance to the addressees hereof in connection with the issuance of the 2016 Bonds and is not to be used, relied upon,

Walton County Water and Sewerage Authority (Georgia)

October 18, 2016

Page 4

circulated, quoted or otherwise referred to for any other purpose without our written consent, except that (i) reference may be made to the report in the Official Statement for the 2016 Bonds, (ii) reference may be made to the report in the purchase contract or in any closing documents pertaining to the issuance of the 2016 Bonds, (iii) the report may be used in its entirety as an exhibit to the escrow agreement for the Refunded Bonds, (iv) the report may be included in the transcripts pertaining to the issuance of the 2016 Bonds, (v) the report may be relied upon by Bond Counsel in connection with its opinions concerning the Refunded Bonds and the 2016 Bonds, (vi) the report may be relied upon by any rating agency or bond insurer that shall have rated or insured or that will rate or insure the Refunded Bonds or the 2016 Bonds, and (vii) the report may be relied upon by the Escrow Agent for the Refunded Bonds.

\* \* \* \* \*

The scope of our engagement is deemed by the addressees hereto to be sufficient to assist such parties in evaluating the mathematical accuracy of the various computations cited above. The sufficiency of this scope is solely the responsibility of the specified users of this report and should not be taken to supplant any additional inquiries or procedures that the users would undertake in their consideration of the issuance of the bonds related to the transaction described herein. We make no representation regarding the sufficiency of the scope of this engagement. This report should not be used by any party who does not agree to the scope set forth herein and who does not take responsibility for the sufficiency and appropriateness of such scope for their purposes.

We have no obligation to update this report because of events, circumstances, or transactions occurring subsequent to the date of this report.

Very truly yours,

*Carany Dengler + Moore P.C.*

WALTON COUNTY WATER AND SEWERAGE AUTHORITY (GEORGIA)  
REVENUE BONDS  
(OCONEE-HARD LABOR CREEK RESERVOIR PROJECT)  
SERIES 2016

ESCROW ACCOUNT CASH FLOW  
AS OF OCTOBER 18, 2016

Date	Cash Receipts From the:			Total Receipts	Cash	Cash Balance
	DSF Security (Exhibit A-1)	Construction Fund Securities (Exhibit A-2)	Restricted Security (Exhibit A-3)		Disbursements From Escrow (Exhibit B)	
Beginning Balance:						\$0.88
01-Feb-17	\$504,107.41	\$229,042.98	\$17,380.25	\$750,530.64	\$750,531.25	0.27
01-Aug-17		205,261.85	30,169.48	235,431.33	235,431.25	0.35
01-Feb-18		408,169.53	9,762,261.37	10,170,430.90	10,170,431.25	0.00
	<u>\$504,107.41</u>	<u>\$842,474.36</u>	<u>\$9,809,811.10</u>	<u>\$11,156,392.87</u>	<u>\$11,156,393.75</u>	

WALTON COUNTY WATER AND SEWERAGE AUTHORITY (GEORGIA)  
 REVENUE BONDS  
 (OCONEE-HARD LABOR CREEK RESERVOIR PROJECT)  
 SERIES 2016

CASH RECEIPTS FROM THE CONSTRUCTION FUND SECURITIES  
 AS OF OCTOBER 18, 2016

	\$228,084.46	\$203,122.00	\$406,908.11	
	0.350000%	0.550000%	0.620000%	Total
Payment	SLGS (1)	SLGS (1)	SLGS (2)	Cash
Date	01-Feb-17	01-Aug-17	01-Feb-18	Receipts
01-Feb-17	\$228,316.30		\$726.68	\$229,042.98
01-Aug-17		\$204,000.43	1,261.42	205,261.85
01-Feb-18			408,169.53	408,169.53
	\$228,316.30	\$204,000.43	\$410,157.63	\$842,474.36

- (1) U.S. Treasury Certificate of Indebtedness (State and Local Government Series).
- (2) U.S. Treasury Note or Bond (State and Local Government Series).

WALTON COUNTY WATER AND SEWERAGE AUTHORITY (GEORGIA)  
 REVENUE BONDS  
 (OCONEE-HARD LABOR CREEK RESERVOIR PROJECT)  
 SERIES 2016

CASH RECEIPTS FROM THE CONSTRUCTION FUND SECURITIES  
 AS OF OCTOBER 18, 2016

	\$228,084.46	\$203,122.00	\$406,908.11	
	0.350000%	0.550000%	0.620000%	Total
Payment	SLGS (1)	SLGS (1)	SLGS (2)	Cash
Date	01-Feb-17	01-Aug-17	01-Feb-18	Receipts
01-Feb-17	\$228,316.29		\$726.68	\$229,042.97
01-Aug-17		\$204,000.43	1,261.42	205,261.85
01-Feb-18			408,169.53	408,169.53
	\$228,316.29	\$204,000.43	\$410,157.63	\$842,474.35

- (1) U.S. Treasury Certificate of Indebtedness (State and Local Government Series).  
 (2) U.S. Treasury Note or Bond (State and Local Government Series).



WALTON COUNTY WATER AND SEWERAGE AUTHORITY (GEORGIA)  
 REVENUE BONDS  
 (OCONEE-HARD LABOR CREEK RESERVOIR PROJECT)  
 SERIES 2016

CASH RECEIPTS FROM THE RESTRICTED SECURITY  
 AS OF OCTOBER 18, 2016

	<b>\$9,732,091.89</b>	
	<b>0.620000%</b>	<b>Total</b>
<b>Payment</b>	<b>SLGS (2)</b>	<b>Cash</b>
<b>Date</b>	<b>01-Feb-18</b>	<b>Receipts</b>
01-Feb-17	\$17,380.25	\$17,380.25
01-Aug-17	30,169.48	30,169.48
01-Feb-18	9,762,261.37	9,762,261.37
	<u>\$9,809,811.10</u>	<u>\$9,809,811.10</u>

(2) U.S. Treasury Note or Bond (State and Local Government Series).

**WALTON COUNTY WATER AND SEWERAGE AUTHORITY (GEORGIA)  
REVENUE BONDS  
(OCONEE-HARD LABOR CREEK RESERVOIR PROJECT)  
SERIES 2016**

**DESCRIPTION OF THE ESCROWED SECURITIES  
AS OF OCTOBER 18, 2016**

<b>Type</b>	<b>Settlement Date</b>	<b>Maturity Date</b>	<b>Par Amount</b>	<b>Coupon Rate</b>	<b>Price</b>	<b>Total Cost</b>
<b>DSF Security</b>						
SLGS	18-Oct-16	01-Feb-17	\$503,595.54	0.350%	100.000000%	\$503,595.54
			<u>\$503,595.54</u>			<u>\$503,595.54</u>
<b>Construction Fund Securities</b>						
SLGS	18-Oct-16	01-Feb-17	\$228,084.46	0.350%	100.000000%	\$228,084.46
SLGS	18-Oct-16	01-Aug-17	203,122.00	0.550%	100.000000%	203,122.00
SLGS	18-Oct-16	01-Feb-18	406,908.11	0.620%	100.000000%	406,908.11
			<u>\$838,114.57</u>			<u>\$838,114.57</u>
<b>Restricted Security</b>						
SLGS	18-Oct-16	01-Feb-18	\$9,732,091.89	0.620%	100.000000%	\$9,732,091.89
			<u>\$9,732,091.89</u>			<u>\$9,732,091.89</u>
			<u>\$11,073,802.00</u>			<u>\$11,073,802.00</u>

**EXHIBIT B**

**WALTON COUNTY WATER AND SEWERAGE AUTHORITY (GEORGIA)  
REVENUE BONDS  
(OCONEE-HARD LABOR CREEK RESERVOIR PROJECT)  
SERIES 2016**

**ESCROW ACCOUNT DISBURSEMENT REQUIREMENTS  
FOR THE REFUNDED BONDS  
AS OF OCTOBER 18, 2016**

<b>Payment Date</b>	<b>Rate</b>	<b>Payment For</b>			<b>Total</b>
		<b>Maturing Principal</b>	<b>Principal Redeemed</b>	<b>Interest</b>	
01-Feb-17	4.000%	\$505,000.00		\$245,531.25	\$750,531.25
01-Aug-17				235,431.25	235,431.25
01-Feb-18	Various	525,000.00	\$9,410,000.00	235,431.25	10,170,431.25
		<u>\$1,030,000.00</u>	<u>\$9,410,000.00</u>	<u>\$716,393.75</u>	<u>\$11,156,393.75</u>

**EXHIBIT B-1**

**WALTON COUNTY WATER AND SEWERAGE AUTHORITY (GEORGIA)**  
**REVENUE BONDS**  
**(OCONEE-HARD LABOR CREEK RESERVOIR PROJECT)**  
**SERIES 2016**

**DEBT SERVICE REQUIREMENTS FOR THE REFUNDED BONDS**  
**ASSUMING NO OPTIONAL REDEMPTIONS PRIOR TO MATURITY**  
**AS OF OCTOBER 18, 2016**

**(FOR INFORMATIONAL PURPOSES ONLY)**

Payment Date	Rate	Payment For		Total Debt Payment
		Principal (Exhibit B-2)	Interest	
01-Feb-17	4.000%	\$505,000.00	\$245,531.25	\$750,531.25
01-Aug-17			235,431.25	235,431.25
01-Feb-18	4.000%	525,000.00	235,431.25	760,431.25
01-Aug-18			224,931.25	224,931.25
01-Feb-19	4.125%	545,000.00	224,931.25	769,931.25
01-Aug-19			213,690.63	213,690.63
01-Feb-20	4.250%	570,000.00	213,690.63	783,690.63
01-Aug-20			201,578.13	201,578.13
01-Feb-21	4.375%	595,000.00	201,578.13	796,578.13
01-Aug-21			188,562.50	188,562.50
01-Feb-22	4.250%	620,000.00	188,562.50	808,562.50
01-Aug-22			175,387.50	175,387.50
01-Feb-23	4.500%	645,000.00	175,387.50	820,387.50
01-Aug-23			160,875.00	160,875.00
01-Feb-24	5.000%	675,000.00	160,875.00	835,875.00
01-Aug-24			144,000.00	144,000.00
01-Feb-25	5.000%	710,000.00	144,000.00	854,000.00
01-Aug-25			126,250.00	126,250.00
01-Feb-26	5.000%	745,000.00	126,250.00	871,250.00
01-Aug-26			107,625.00	107,625.00
01-Feb-27	5.000%	480,000.00	107,625.00	587,625.00
01-Aug-27			95,625.00	95,625.00
01-Feb-28			95,625.00	95,625.00
01-Aug-28			95,625.00	95,625.00
01-Feb-29			95,625.00	95,625.00
01-Aug-29			95,625.00	95,625.00
01-Feb-30			95,625.00	95,625.00
01-Aug-30			95,625.00	95,625.00
01-Feb-31			95,625.00	95,625.00
01-Aug-31			95,625.00	95,625.00
01-Feb-32			95,625.00	95,625.00
01-Aug-32			95,625.00	95,625.00
01-Feb-33			95,625.00	95,625.00
01-Aug-33			95,625.00	95,625.00
01-Feb-34			95,625.00	95,625.00
01-Aug-34			95,625.00	95,625.00
01-Feb-35			95,625.00	95,625.00
01-Aug-35			95,625.00	95,625.00
01-Feb-36	5.000%	1,215,000.00	95,625.00	1,310,625.00
01-Aug-36			65,250.00	65,250.00
01-Feb-37	5.000%	1,275,000.00	65,250.00	1,340,250.00
01-Aug-37			33,375.00	33,375.00
01-Feb-38	5.000%	1,335,000.00	33,375.00	1,368,375.00
		<u>\$10,440,000.00</u>	<u>\$5,720,693.77</u>	<u>\$16,160,693.77</u>

**WALTON COUNTY WATER AND SEWERAGE AUTHORITY (GEORGIA)  
REVENUE BONDS  
(OCONEE-HARD LABOR CREEK RESERVOIR PROJECT)  
SERIES 2016**

**DESCRIPTION OF THE 2008 BONDS  
AS OF OCTOBER 18, 2016**

(FOR INFORMATIONAL PURPOSES ONLY)

<b>Payment Date</b>	<b>Rate</b>	<b>Original Principal</b>	<b>Principal Refunded on July 29, 2015</b>	<b>Refunded Bond Principal</b>	<b>Principal Outstanding</b>
01-Feb-17	4.000%	\$505,000.00		\$505,000.00	\$0.00
01-Aug-17					
01-Feb-18	4.000%	525,000.00		525,000.00	0.00
01-Aug-18					
01-Feb-19	4.125%	545,000.00		545,000.00	0.00
01-Aug-19					
01-Feb-20	4.250%	570,000.00		570,000.00	0.00
01-Aug-20					
01-Feb-21	4.375%	595,000.00		595,000.00	0.00
01-Aug-21					
01-Feb-22	4.250%	620,000.00		620,000.00	0.00
01-Aug-22					
01-Feb-23	4.500%	645,000.00		645,000.00	0.00
01-Aug-23					
01-Feb-24	5.000%	675,000.00		675,000.00	0.00
01-Aug-24					
01-Feb-25	5.000%	710,000.00		710,000.00	0.00
01-Aug-25					
01-Feb-26	5.000%	745,000.00		745,000.00	0.00
01-Aug-26					
01-Feb-27	5.000%	780,000.00	\$300,000.00	480,000.00	0.00
01-Aug-27					
01-Feb-28		820,000.00	820,000.00		0.00
01-Aug-28					
01-Feb-29		860,000.00	860,000.00		0.00
01-Aug-29					
01-Feb-30		905,000.00	905,000.00		0.00
01-Aug-30					
01-Feb-31		950,000.00	950,000.00		0.00
01-Aug-31					
01-Feb-32		1,000,000.00	1,000,000.00		0.00
01-Aug-32					
01-Feb-33		1,050,000.00	1,050,000.00		0.00
01-Aug-33					
01-Feb-34		1,100,000.00	1,100,000.00		0.00
01-Aug-34					
01-Feb-35		1,155,000.00	1,155,000.00		0.00
01-Aug-35					
01-Feb-36	5.000%	1,215,000.00		1,215,000.00	0.00
01-Aug-36					
01-Feb-37	5.000%	1,275,000.00		1,275,000.00	0.00
01-Aug-37					
01-Feb-38	5.000%	1,335,000.00		1,335,000.00	0.00
		<u>\$18,580,000.00</u>	<u>\$8,140,000.00</u>	<u>\$10,440,000.00</u>	

## EXHIBIT C

WALTON COUNTY WATER AND SEWERAGE AUTHORITY (GEORGIA)  
REVENUE BONDS  
(OCONEE-HARD LABOR CREEK RESERVOIR PROJECT)  
SERIES 2016

YIELD ON THE 2016 BONDS  
AS OF OCTOBER 18, 2016

Payment Date	Total Debt Payment (Exhibit C-1)	Callable Premium Bond Adjustments	Net Debt Payment	Present Value at October 18, 2016 Using a Semi-Annually Compounded Yield of 2.17537%
01-Feb-17	\$213,199.86		\$213,199.86	\$211,884.15
01-Aug-17	196,825.00		196,825.00	193,505.61
01-Feb-18	661,825.00		661,825.00	643,662.50
01-Aug-18	192,175.00		192,175.00	184,890.11
01-Feb-19	667,175.00		667,175.00	634,977.44
01-Aug-19	185,050.00		185,050.00	174,224.56
01-Feb-20	675,050.00		675,050.00	628,720.99
01-Aug-20	175,250.00		175,250.00	161,466.26
01-Feb-21	690,250.00		690,250.00	629,117.73
01-Aug-21	164,950.00		164,950.00	148,723.49
01-Feb-22	694,950.00		694,950.00	619,844.22
01-Aug-22	151,700.00		151,700.00	133,849.37
01-Feb-23	711,700.00		711,700.00	621,197.15
01-Aug-23	137,700.00		137,700.00	118,896.25
01-Feb-24	722,700.00		722,700.00	617,296.81
01-Aug-24	123,075.00		123,075.00	103,993.83
01-Feb-25	738,075.00		738,075.00	616,935.78
01-Aug-25	107,700.00		107,700.00	89,054.71
01-Feb-26	752,700.00	\$4,485,000.00	5,237,700.00	4,284,336.49
01-Aug-26	91,575.00	(91,575.00)		
01-Feb-27	466,575.00	(466,575.00)		
01-Aug-27	82,200.00	(82,200.00)		
01-Feb-28	107,200.00	(107,200.00)		
01-Aug-28	81,700.00	(81,700.00)		
01-Feb-29	106,700.00	(106,700.00)		
01-Aug-29	81,200.00	(81,200.00)		
01-Feb-30	106,200.00	(106,200.00)		
01-Aug-30	80,700.00	(80,700.00)		
01-Feb-31	105,700.00	(105,700.00)		
01-Aug-31	80,200.00	(80,200.00)		
01-Feb-32	110,200.00	(110,200.00)		
01-Aug-32	79,600.00	(79,600.00)		
01-Feb-33	109,600.00	(109,600.00)		
01-Aug-33	79,000.00	(79,000.00)		
01-Feb-34	109,000.00	(109,000.00)		
01-Aug-34	78,400.00	(78,400.00)		
01-Feb-35	108,400.00	(108,400.00)		
01-Aug-35	77,800.00	(77,800.00)		
01-Feb-36	1,327,800.00	(1,327,800.00)		
01-Aug-36	52,800.00	(52,800.00)		
01-Feb-37	1,347,800.00	(1,347,800.00)		
01-Aug-37	26,900.00	(26,900.00)		
01-Feb-38	1,371,900.00	(1,371,900.00)		
	<u>\$14,231,199.86</u>	<u>(\$1,784,150.00)</u>	<u>\$12,447,049.86</u>	<u>\$10,816,577.45</u>

Dated Date: 18-Oct-16

Delivery Date: 18-Oct-16

The above aggregate present value of the future payments equals the following:

Par Value of the Issue	\$9,465,000.00
Original Issue Premium	1,351,577.45
Proceeds on Delivery Date	<u>\$10,816,577.45</u>

**WALTON COUNTY WATER AND SEWERAGE AUTHORITY (GEORGIA)  
REVENUE BONDS  
(OCONEE-HARD LABOR CREEK RESERVOIR PROJECT)  
SERIES 2016**

**2016 BOND DEBT SERVICE REQUIREMENTS AND PRODUCTION  
AS OF OCTOBER 18, 2016**

Payment Date	Rate	Payment For		Total Debt Payment	Reoffering Price	Original Issue	Total Production
		Principal	Interest			Premium/ (Discount)	
01-Feb-17	2.000%	\$100,000.00	\$113,199.86	\$213,199.86	100.355%	\$355.00	\$100,355.00
01-Aug-17			196,825.00	196,825.00			
01-Feb-18	2.000%	465,000.00	196,825.00	661,825.00	101.493%	6,942.45	471,942.45
01-Aug-18			192,175.00	192,175.00			
01-Feb-19	3.000%	475,000.00	192,175.00	667,175.00	104.670%	22,182.50	497,182.50
01-Aug-19			185,050.00	185,050.00			
01-Feb-20	4.000%	490,000.00	185,050.00	675,050.00	109.605%	47,064.50	537,064.50
01-Aug-20			175,250.00	175,250.00			
01-Feb-21	4.000%	515,000.00	175,250.00	690,250.00	112.018%	61,892.70	576,892.70
01-Aug-21			164,950.00	164,950.00			
01-Feb-22	5.000%	530,000.00	164,950.00	694,950.00	119.122%	101,346.60	631,346.60
01-Aug-22			151,700.00	151,700.00			
01-Feb-23	5.000%	560,000.00	151,700.00	711,700.00	121.588%	120,892.80	680,892.80
01-Aug-23			137,700.00	137,700.00			
01-Feb-24	5.000%	585,000.00	137,700.00	722,700.00	123.680%	138,528.00	723,528.00
01-Aug-24			123,075.00	123,075.00			
01-Feb-25	5.000%	615,000.00	123,075.00	738,075.00	125.754%	158,387.10	773,387.10
01-Aug-25			107,700.00	107,700.00			
01-Feb-26	5.000%	645,000.00	107,700.00	752,700.00	127.544%	177,658.80	822,658.80
01-Aug-26			91,575.00	91,575.00			
01-Feb-27	5.000%	375,000.00	91,575.00	466,575.00	126.662%	99,982.50	474,982.50
01-Aug-27			82,200.00	82,200.00			
01-Feb-28	4.000%	25,000.00	82,200.00	107,200.00	110.351%	2,587.75	27,587.75
01-Aug-28			81,700.00	81,700.00			
01-Feb-29	4.000%	25,000.00	81,700.00	106,700.00	110.351%	2,587.75	27,587.75
01-Aug-29			81,200.00	81,200.00			
01-Feb-30	4.000%	25,000.00	81,200.00	106,200.00	110.351%	2,587.75	27,587.75
01-Aug-30			80,700.00	80,700.00			
01-Feb-31	4.000%	25,000.00	80,700.00	105,700.00	110.351%	2,587.75	27,587.75
01-Aug-31			80,200.00	80,200.00			
01-Feb-32	4.000%	30,000.00	80,200.00	110,200.00	110.351%	3,105.30	33,105.30
01-Aug-32			79,600.00	79,600.00			
01-Feb-33	4.000%	30,000.00	79,600.00	109,600.00	110.351%	3,105.30	33,105.30
01-Aug-33			79,000.00	79,000.00			
01-Feb-34	4.000%	30,000.00	79,000.00	109,000.00	110.351%	3,105.30	33,105.30
01-Aug-34			78,400.00	78,400.00			
01-Feb-35	4.000%	30,000.00	78,400.00	108,400.00	110.351%	3,105.30	33,105.30
01-Aug-35			77,800.00	77,800.00			
01-Feb-36	4.000%	1,250,000.00	77,800.00	1,327,800.00	110.351%	129,387.50	1,379,387.50
01-Aug-36			52,800.00	52,800.00			
01-Feb-37	4.000%	1,295,000.00	52,800.00	1,347,800.00	110.007%	129,590.65	1,424,590.65
01-Aug-37			26,900.00	26,900.00			
01-Feb-38	4.000%	1,345,000.00	26,900.00	1,371,900.00	110.007%	134,594.15	1,479,594.15
		<u>\$9,465,000.00</u>	<u>\$4,766,199.86</u>	<u>\$14,231,199.86</u>		<u>\$1,351,577.45</u>	<u>\$10,816,577.45</u>

EXHIBIT D

WALTON COUNTY WATER AND SEWERAGE AUTHORITY (GEORGIA)  
REVENUE BONDS  
(OCONEE-HARD LABOR CREEK RESERVOIR PROJECT)  
SERIES 2016

YIELD ON THE RESTRICTED SECURITY  
AS OF OCTOBER 18, 2016

<b>Date</b>	<b>Total Cash Receipts From the Restricted Security (Exhibit A)</b>	<b>Present Value at October 18, 2016 Using a Semi-Annually Compounded Yield of 0.62103%</b>
01-Feb-17	\$17,380.25	\$17,349.44
01-Aug-17	30,169.48	30,022.78
01-Feb-18	9,762,261.37	9,684,719.67
	<u>\$9,809,811.10</u>	<u>\$9,732,091.89</u>
Total Cost of the Restricted Security		<u>\$9,732,091.89</u>



EXHIBIT E

WALTON COUNTY WATER AND SEWERAGE AUTHORITY (GEORGIA)  
REVENUE BONDS  
(OCONEE-HARD LABOR CREEK RESERVOIR PROJECT)  
SERIES 2016

ESTIMATED SOURCES AND USES OF FUNDS  
AS OF OCTOBER 18, 2016

Sources of Funds:

Par Value of Bonds	\$9,465,000.00
Original Issue Premium	1,351,577.45
DSRF Contribution	1,410,410.70
Sinking Fund Contribution	503,596.42
Construction Fund Contribution	838,114.57
Total Sources of Funds	<u>\$13,568,699.14</u>

Uses of Funds:

Beginning Escrow Account Cash Balance	\$0.88
Cost of the:	
DSF Security	503,595.54
Construction Fund Securities	838,114.57
Restricted Security	9,732,091.89
Project Fund Deposit	2,257,740.64
Underwriter's Discount	70,987.50
Issuance Costs	166,168.12
Total Uses of Funds	<u>\$13,568,699.14</u>