Los Alamos County

Credit Analysis

Credit Commentary

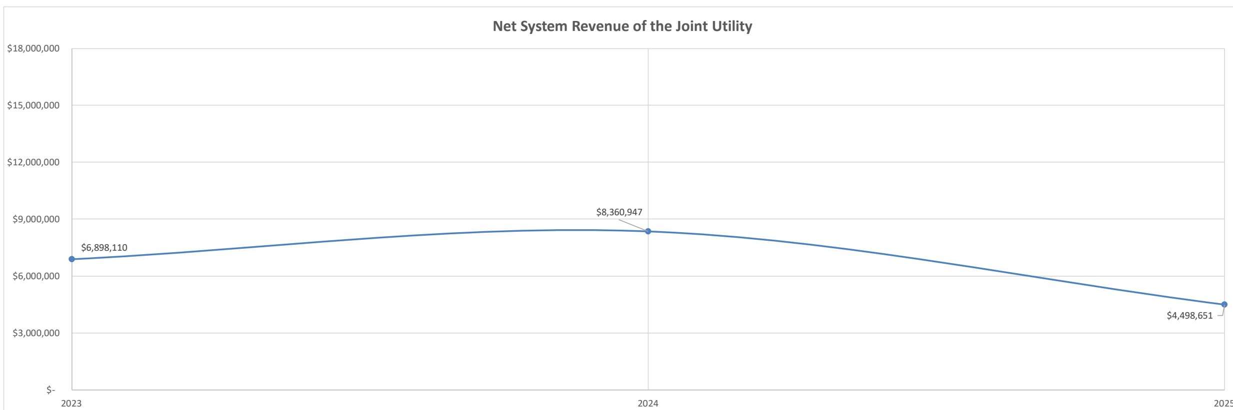
- Los Alamos County Joint Utility (JU) Fund includes electric, gas, water and wastewater sub-funds.
- The County tracks the sub-funds individually and assigns pro-rata debt service to each sub-fund. Due to the broad application of pledges under the County's JU Fund for loans through NMFA, the NMFA Board approved the practice of underwriting all Joint Utility loans using the full Joint Utility Fund despite a different methodology used internally at the County.
- 6,778 residential connections
- 311 commercial connections

Pledge Analysis: Net Systems Revenue

Year Ended June 30 - All Years Audited

	3-yr Average 2025 - 2023	Electric	Gas	Water	Wastewater	*2025* Total	Electric	Gas	Water	Wastewater	*2024* Total	Electric	Gas	Water	Wastewater	*2023* Total	*Yr-Yr Change* 25 vs 24	24 vs. 23
Revenues																		
Utility sales and service	$ 77,501,914	$ 55,096,921	$ 6,303,084	$ 8,635,891	$ 6,656,695	$ 76,692,591	$ 50,598,367	$ 7,751,611	$ 9,621,389	$ 6,421,297	$ 74,392,664	$ 56,999,472	$ 10,603,730	$ 7,632,404	$ 6,184,880	$ 81,420,486	3.1%	-8.6%
Rentals	$ 12,614	$ -	$ -	$ 23,900	$ -	$ 23,900	$ -	$ -	$ 23,900	$ -	$ 23,900	$ 13,942	$ -	$ -	$ -	$ 13,942	0.0%	71.4%
Miscellaneous Revenue	$ 372,321	$ 51,263	$ -	$ 80,375	$ -	$ 131,638	$ 401,013	$ 173,596	$ 191,489	$ 19,616	$ 785,714	$ 97,644	$ 34,724	$ 66,382	$ 860	$ 199,610	-83.2%	293.6%
Total Operating Revenue	$ 78,418,158	$ 55,148,184	$ 6,303,084	$ 8,740,166	$ 6,656,695	$ 76,848,129	$ 50,999,380	$ 7,925,207	$ 9,836,778	$ 6,440,913	$ 75,202,278	$ 57,111,058	$ 10,638,454	$ 7,698,786	$ 6,185,740	$ 81,634,038	2.2%	-7.9%
Expenses																		
Employee salaries and benefits	$ 14,142,020	$ 10,228,084	$ 1,325,496	$ 2,827,724	$ 2,109,268	$ 16,490,572	$ 9,009,034	$ 991,787	$ 2,540,885	$ 1,779,731	$ 14,321,437	$ 7,613,143	$ 818,363	$ 1,644,551	$ 1,537,994	$ 11,614,051	15.1%	23.3%
Contractual services	$ 56,300,816	$ 42,545,093	$ 4,536,148	$ 3,776,132	$ 2,525,869	$ 53,383,242	$ 40,485,749	$ 4,218,656	$ 3,855,669	$ 2,438,790	$ 50,998,864	$ 46,782,442	$ 11,430,717	$ 4,001,088	$ 2,306,094	$ 64,520,341	4.7%	-21.0%
Materials and supplies	$ 1,642,157	$ 1,056,306	$ 442,194	$ 618,879	$ 326,440	$ 2,443,819	$ 371,884	$ 197,036	$ 554,957	$ 336,329	$ 1,460,206	$ 433,907	$ 112,148	$ 225,269	$ 251,121	$ 1,022,445	67.4%	42.8%
Depreciation and amortization	$ 5,683,572	$ 1,667,686	$ 512,278	$ 2,565,584	$ 988,878	$ 5,734,426	$ 1,852,424	$ 482,160	$ 2,299,616	$ 887,591	$ 5,521,791	$ 2,448,402	$ 398,337	$ 2,093,752	$ 854,007	$ 5,794,498	3.9%	-4.7%
Special closure costs	$ 999,732	$ -	$ -	$ -	$ -	$ -	$ 1,083,084	$ -	$ -	$ -	$ 1,083,084	$ 1,916,112	$ -	$ -	$ -	$ 1,916,112	-100.0%	-43.5%
Other	$ 85,132	$ 3,919	$ 18,320	$ 3,706	$ 5,900	$ 31,845	$ 24,225	$ -	$ 28,003	$ 8,596	$ 60,824	$ 23,488	$ -	$ 12,388	$ 126,850	$ 162,726	-47.6%	-62.6%
Gross Operating Expenditures	$ 78,853,428	$ 55,501,088	$ 6,834,436	$ 9,792,025	$ 5,956,355	$ 78,083,904	$ 52,826,400	$ 5,889,639	$ 9,279,130	$ 5,451,037	$ 73,446,206	$ 59,217,494	$ 12,759,565	$ 7,977,048	$ 5,076,066	$ 85,030,173	6.3%	-13.6%
Less: Sunset recovery	$ (861,212)					$ -					$ -	$ -	$ (2,583,635)	$ -	$ -	$ (2,583,635)	NM	NM
Less: Special closure costs	$ (999,732)	$ -	$ -	$ -	$ -	$ -	$ (1,083,084)	$ -	$ -	$ -	$ (1,083,084)	$ (1,916,112)	$ -	$ -	$ -	$ (1,916,112)	*-100.0%*	*-43.5%*
Less Depreciation and Amortization	$ (5,683,572)	$ (1,667,686)	$ (512,278)	$ (2,565,584)	$ (988,878)	$ (5,734,426)	$ (1,852,424)	$ (482,160)	$ (2,299,616)	$ (887,591)	$ (5,521,791)	$ (2,448,402)	$ (398,337)	$ (2,093,752)	$ (854,007)	$ (5,794,498)	3.9%	-4.7%
Net Operating Expenditures	$ 71,308,912	$ 53,833,402	$ 6,322,158	$ 7,226,441	$ 4,967,477	$ 72,349,478	$ 49,890,892	$ 5,407,479	$ 6,979,514	$ 4,563,446	$ 66,841,331	$ 54,852,980	$ 9,777,593	$ 5,883,296	$ 4,222,059	$ 74,735,928	8.2%	-10.6%
Net Revenue Available for Debt Service	**$ 6,585,903**	$ 1,314,782	$ (19,074)	$ 1,513,725	$ 1,689,218	**$ 4,498,651**	$ 1,108,488	$ 2,517,728	$ 2,857,264	$ 1,877,467	**$ 8,360,947**	$ 2,258,078	$ 860,861	$ 1,815,490	$ 1,963,681	**$ 6,898,110**	-46.2%	21.2%

NM = Not Meaningful



NEW MEXICO FINANCE AUTHORITY

Los Alamos County

Outstanding Debt & Coverage Analysis

	Senior Lien	Subordinate Lien						Senior & Subordinate Lien	Super Subordinate (Parity) Lien				Debt Service Coverage - Outstanding + Pending Loans		
Debt	**PPRF-2461**	**PPRF-3150**	**DW-5456**	**DW-5637**	**DW-5638**	**DW-6368**	***(*) DWL-6651 Additional Funds***	**Multiple**	**Multiple**	**Total Outstanding Debt Service**	**Pledged Revenues**	**Current DSCR All Debt**	**Senior lien**	**Subordinate Lien**	**Super Subordinate (Parity) Lien**
Par	$13,085,000	$21,690,000	$3,709,892	$865,570	$2,727,000	$2,020,000	*$2,627,000 ($2,102,000+$525,000)*	$46,724,462	$50,007,618				$13,085,000	$33,639,462	$50,007,618
Issue Date	8/12/2010	8/13/2014	10/8/2021	7/8/2022	7/1/2022	7/12/2024	*6/27/2025-8/28/2026*	Multiple	Multiple				Multiple	Multiple	Multiple
Source	NMFA	NMFA	NMFA	NMFA	NMFA	NMFA	*NMFA*	NMFA	NMED/NMFA				NMFA	NMFA	NMED/NMFA
2026	$ 1,210,048	$ 640,710	$ 168,455	$ 33,357	$ 123,824	$ 5,252	*$ 4,615*	$ 2,186,262	$ 2,407,623	$ 4,593,884	**$ 4,498,651**	0.98	3.72	2.06	0.98
2027	$ 1,189,720	$ 636,295	$ 168,454	$ 33,356	$ 123,824	$ 103,780	*$ 6,387*	$ 2,261,817	$ 2,530,866	$ 4,792,683	**$ 4,498,651**	0.94	3.78	1.99	0.94
2028	$ 1,177,264	$ 639,195	$ 168,454	$ 33,357	$ 123,824	$ 103,780	*$ 6,830*	$ 2,252,704	$ 2,650,769	$ 4,903,474	**$ 4,498,651**	0.92	3.82	2.00	0.92
2029	$ 1,152,072	$ 636,375	$ 168,454	$ 33,357	$ 123,825	$ 103,780	*$ 109,358*	$ 2,327,221	$ 2,658,119	$ 4,985,340	**$ 4,498,651**	0.90	3.90	1.93	0.90
2030	$ 1,129,752	$ 638,015	$ 168,454	$ 33,356	$ 123,824	$ 103,778	*$ 109,358*	$ 2,306,538	$ 2,658,115	$ 4,964,653	**$ 4,498,651**	0.91	3.98	1.95	0.91
2031		$ 633,935	$ 168,455	$ 33,357	$ 123,824	$ 103,780	*$ 109,357*	$ 1,172,708	$ 2,658,113	$ 3,830,821	**$ 4,498,651**	1.17		3.84	1.17
2032		$ 632,953	$ 168,454	$ 33,357	$ 123,824	$ 103,779	*$ 109,357*	$ 1,171,724	$ 2,626,434	$ 3,798,158	**$ 4,498,651**	1.18		3.84	1.18
2033		$ 636,200	$ 168,454	$ 33,357	$ 123,824	$ 103,780	*$ 109,358*	$ 1,174,973	$ 2,619,248	$ 3,794,221	**$ 4,498,651**	1.19		3.83	1.19
2034		$ 633,485	$ 168,454	$ 33,356	$ 123,824	$ 103,780	*$ 109,357*	$ 1,172,256	$ 2,619,248	$ 3,791,505	**$ 4,498,651**	1.19		3.84	1.19
2035			$ 168,454	$ 33,357	$ 123,824	$ 103,780	*$ 131,632*	$ 561,047	$ 2,619,249	$ 3,180,296	**$ 4,498,651**	1.41		8.02	1.41
2036			$ 168,454	$ 33,357	$ 123,824	$ 103,780	*$ 131,634*	$ 561,048	$ 2,120,370	$ 2,681,418	**$ 4,498,651**	1.68		8.02	1.68
2037			$ 168,455	$ 33,356	$ 123,825	$ 103,780	*$ 131,631*	$ 561,047	$ 2,120,371	$ 2,681,418	**$ 4,498,651**	1.68		8.02	1.68
2038			$ 168,455	$ 33,356	$ 123,825	$ 103,780	*$ 131,632*	$ 561,048	$ 2,120,370	$ 2,681,418	**$ 4,498,651**	1.68		8.02	1.68
2039			$ 168,454	$ 33,357	$ 123,825	$ 103,780	*$ 131,633*	$ 561,049	$ 2,117,610	$ 2,678,658	**$ 4,498,651**	1.68		8.02	1.68
2040			$ 168,454	$ 33,356	$ 123,824	$ 103,780	*$ 131,633*	$ 561,047	$ 2,117,609	$ 2,678,656	**$ 4,498,651**	1.68		8.02	1.68
2041			$ 168,455	$ 33,356	$ 123,824	$ 103,780	*$ 131,632*	$ 561,048	$ 2,117,608	$ 2,678,656	**$ 4,498,651**	1.68		8.02	1.68
2042			$ 168,454	$ 33,356	$ 123,825	$ 103,780	*$ 131,633*	$ 561,048	$ 2,100,577	$ 2,661,625	**$ 4,498,651**	1.69		8.02	1.69
2043			$ 168,454	$ 33,357	$ 123,824	$ 103,780	*$ 131,632*	$ 561,048	$ 2,227,697	$ 2,788,745	**$ 4,498,651**	1.61		8.02	1.61
2044			$ 168,454	$ 33,357	$ 123,824	$ 103,780	*$ 131,632*	$ 561,048	$ 1,714,357	$ 2,275,405	**$ 4,498,651**	1.98		8.02	1.98
2045			$ 168,454	$ 33,357	$ 123,825	$ 103,780	*$ 131,632*	$ 561,047	$ 1,673,338	$ 2,234,385	**$ 4,498,651**	2.01		8.02	2.01
2046			$ 168,454	$ 33,357	$ 123,825	$ 103,780	*$ 131,633*	$ 561,048	$ 250,343	$ 811,391	**$ 4,498,651**	5.54		8.02	5.54
2047			$ 168,454	$ 33,357	$ 123,825		*$ 235,412*	$ 561,048	$ 126,051	$ 687,099	**$ 4,498,651**	6.55		8.02	6.55
2048			$ 168,452	$ 33,357	$ 123,824		*$ 235,415*	$ 561,048	$ 7,008	$ 568,057	**$ 4,498,651**	7.92		8.02	7.92
2049				$ 33,356	$ 123,824			$ 157,180	$ -	$ 157,180	**$ 4,498,651**	28.62		28.62	28.62
Total	**$ 5,858,856**	**$ 5,727,163**	**$ 3,874,445**	**$ 800,563**	**$ 2,971,782**	**$ 2,080,850**	***$ 2,724,393***	**$ 24,038,051**	**$ 46,861,094**	**$ 70,899,145**					

NEW MEXICO FINANCEAUTHORITY

Los Alamos County

Outstanding Debt & Coverage Analysis

Debt	CWSRF 110	CWSRF 083	CWSRF 1438143R	CWSRF 135	RIP 00059	RIP 00073	WPF-0220	WPF-0221	WPF-0318	WPF-0340	WPF-3557	WPF-4826	WPF-5081	WPF-5426	WPF-5673
	Super Subordinate Lien														
Par	$26,200,000	$6,259,681	$5,983,697	$800,000	$1,500,000	$1,750,000	$600,000	$140,000	$562,400	$182,000	$53,840	$320,000	$360,000	$1,300,000	$1,460,000
Issue Date	9/7/2022	2/23/2023	8/25/2021	5/17/2024	7/30/2024	9/9/2025	11/4/2011	1/13/2012	6/29/2015	3/31/2016	8/13/2018	2/25/2022	3/12/2021	1/14/2022	1/20/2023
Source	NMED	NMED	NMED	NMED	NMED	NMED	NMFA	NMFA	NMFA	NMFA	NMFA	NMFA	NMFA	NMFA	NMFA
2026	$ 1,311,213	$ 313,313	$ 460,153	$ -	$ -	$ -	$ 31,691	$ 7,186	$ 28,990	$ 9,735	$ 2,762	$ 17,033	$ 11,123	$ 60,805	$ 40,814
2027	$ 1,311,451	$ 313,313	$ 460,153	$ 39,962	$ 83,123	$ -	$ 31,689	$ 7,185	$ 28,989	$ 9,735	$ 2,762	$ 17,033	$ 11,123	$ 60,805	40813.83
2028	$ 1,311,451	$ 313,313	$ 460,153	$ 40,042	$ 83,123	$ 96,977	$ 31,687	$ 7,185	$ 28,989	$ 9,736	$ 2,762	$ 17,033	$ 11,123	$ 60,805	$ 40,814
2029	$ 1,311,451	$ 313,313	$ 460,153	$ 40,042	$ 83,123	$ 96,977	$ 31,684	$ 7,185	$ 28,989	$ 9,736	$ 2,762	$ 17,033	$ 11,123	$ 60,805	$ 40,814
2030	$ 1,311,451	$ 313,313	$ 460,153	$ 40,042	$ 83,123	$ 96,977	$ 31,681	$ 7,186	$ 28,989	$ 9,736	$ 2,762	$ 17,033	$ 11,123	$ 60,805	$ 40,814
2031	$ 1,311,451	$ 313,313	$ 460,153	$ 40,042	$ 83,123	$ 96,977	$ 31,679	$ 7,185	$ 28,990	$ 9,736	$ 2,762	$ 17,032	$ 11,123	$ 60,805	$ 40,814
2032	$ 1,311,451	$ 313,313	$ 460,153	$ 40,042	$ 83,123	$ 96,977		$ 7,185	$ 28,989	$ 9,736	$ 2,762	$ 17,033	$ 11,123	$ 60,805	$ 40,814
2033	$ 1,311,451	$ 313,313	$ 460,153	$ 40,042	$ 83,123	$ 96,977			$ 28,989	$ 9,736	$ 2,762	$ 17,032	$ 11,123	$ 60,805	$ 40,814
2034	$ 1,311,451	$ 313,313	$ 460,153	$ 40,042	$ 83,123	$ 96,977			$ 28,989	$ 9,736	$ 2,762	$ 17,033	$ 11,123	$ 60,805	$ 40,814
2035	$ 1,311,451	$ 313,313	$ 460,153	$ 40,042	$ 83,123	$ 96,977			$ 28,989	$ 9,735	$ 2,762	$ 17,033	$ 11,123	$ 60,805	$ 40,814
2036	$ 1,311,451	$ 313,313		$ 40,042	$ 83,123	$ 96,977					$ 2,762	$ 17,032	$ 11,123	$ 60,805	$ 40,814
2037	$ 1,311,451	$ 313,313		$ 40,042	$ 83,123	$ 96,977					$ 2,762	$ 17,032	$ 11,123	$ 60,805	$ 40,814
2038	$ 1,311,451	$ 313,313		$ 40,042	$ 83,123	$ 96,977					$ 2,762	$ 17,032	$ 11,123	$ 60,805	$ 40,814
2039	$ 1,311,451	$ 313,313		$ 40,042	$ 83,123	$ 96,977						$ 17,033	$ 11,123	$ 60,805	$ 40,814
2040	$ 1,311,451	$ 313,313		$ 40,042	$ 83,123	$ 96,977						$ 17,033	$ 11,123	$ 60,805	$ 40,814
2041	$ 1,311,451	$ 313,313		$ 40,042	$ 83,123	$ 96,977						$ 17,032	$ 11,123	$ 60,805	$ 40,814
2042	$ 1,311,451	$ 313,313		$ 40,042	$ 83,123	$ 96,977							$ 11,123	$ 60,805	$ 40,814
2043	$ 1,311,451	$ 313,313		$ 40,042	$ 83,123	$ 96,977							$ 12,385	$ 186,664	$ 40,814
2044	$ 1,311,451			$ 40,042	$ 83,123	$ 96,977									$ 39,835
2045	$ 1,311,451			$ 40,042	$ 83,123	$ 96,977									
2046				$ 40,042	$ 83,123	$ 96,977									
2047						$ 95,851									
2048															
2049															
Total	**$ 26,228,782**	**$ 5,639,634**	**$ 4,601,530**	**$ 800,760**	**$ 1,662,459**	**$ 1,938,410**	**$ 190,111**	**$ 50,296**	**$ 289,894**	**$ 97,355**	**$ 35,904**	**$ 272,524**	**$ 201,483**	**$ 1,220,343**	**$ 774,484**

Los Alamos County

Outstanding Debt & Coverage Analysis

Debt	Super Subordinate Lien				Total
	WPF-5966	WPF-6583	WPF-6584	*WPF -6881 Proposed*	
Par	$2,400,000	$200,000	$250,000	*$136,000*	
Issue Date	4/12/2024	1/23/2026	1/23/2026	*10/2/2026*	
Source	NMFA	NMFA	NMFA	*NMFA*	
2026	$ 112,805				$ 2,407,623
2027	$ 112,729				$ 2,530,866
2028	$ 112,729	$ 10,155	$ 12,693		$ 2,650,769
2029	$ 112,729	$ 10,308	$ 12,884	$ 7,009	$ 2,658,119
2030	$ 112,729	$ 10,307	$ 12,884	$ 7,009	$ 2,658,115
2031	$ 112,729	$ 10,307	$ 12,883	$ 7,009	$ 2,658,113
2032	$ 112,729	$ 10,307	$ 12,884	$ 7,009	$ 2,626,434
2033	$ 112,729	$ 10,307	$ 12,884	$ 7,008	$ 2,619,248
2034	$ 112,729	$ 10,307	$ 12,884	$ 7,009	$ 2,619,248
2035	$ 112,729	$ 10,307	$ 12,883	$ 7,009	$ 2,619,249
2036	$ 112,729	$ 10,307	$ 12,883	$ 7,009	$ 2,120,370
2037	$ 112,729	$ 10,307	$ 12,884	$ 7,009	$ 2,120,371
2038	$ 112,729	$ 10,307	$ 12,884	$ 7,009	$ 2,120,370
2039	$ 112,729	$ 10,307	$ 12,884	$ 7,009	$ 2,117,610
2040	$ 112,729	$ 10,307	$ 12,884	$ 7,009	$ 2,117,609
2041	$ 112,729	$ 10,307	$ 12,884	$ 7,009	$ 2,117,608
2042	$ 112,729	$ 10,307	$ 12,884	$ 7,009	$ 2,100,577
2043	$ 112,729	$ 10,307	$ 12,884	$ 7,009	$ 2,227,697
2044	$ 112,729	$ 10,307	$ 12,884	$ 7,009	$ 1,714,357
2045	$ 111,545	$ 10,307	$ 12,884	$ 7,009	$ 1,673,338
2046		$ 10,307	$ 12,884	$ 7,009	$ 250,343
2047		$ 10,307	$ 12,884	$ 7,009	$ 126,051
2048				$ 7,008	$ 7,008
2049					$ -
Total	**$ 2,253,470**	**$ 205,989**	**$ 257,486**	***$ 140,178***	**$ 46,861,094**

Joint Utility System consists of electric, gas, water, and wastewater.

In 2014, the County effectively closed off their Senior lien and refunded prior obligations into the Subordinate lien. PPRF-2461 was left in the Senior lien tier and the County covenanted that no additional debt be issued into the Senior lien tier. A Subordination Agreement was also signed between NMFA, NMED and the County. Because the Senior lien tier is closed off, the 2010 Bonds (PPRF-2461) are still outstanding, and the subordination agreement for the NMED loans (CWSRF 1438143R and CWSRF 09L ARRA) contemplates the closed off lien structure, so legal team suggested to not combine the Senior and Subordinate tiers (even if only NMFA loans remain in both tiers).

(*) DW-6651 closed on 6/27/25 with an original loan amount of $2,102,000. An additional $525,000 has been requested from Los Alamos County and is scheduled to close 8/28/26, and the loan name has been amended to DWL-6651.