

Bond Financing Update

December 16, 2015



\$120 million additional long-



\$130M of additional cash flow borrowing

- The State is late on \$210 million in payments to CPS
- This includes \$150M of state block grant payments and \$60M of capital reimbursements
- As of December 31, the State will owe another \$130M on top of the \$210M for a total of \$340M
- These delays put pressure on CPS' cash flow and forces CPS to increase its cash flow borrowing

- CPS currently has lines of credit totaling \$870M; Another \$65M will be issued by December 31 for a total of \$935M previously authorized by the Board
- An additional \$130M of cash flow borrowing will cover cash flow needs caused by the State payment delay discussed above

