



MEMORANDUM

To: Administrative Control Board

From: Steve Anderson, CFO

Date: February 13, 2026

Subject: \$18 Million Bond Refunding

Action

District staff asks the Administrative Control Board for consideration of approval to the Summit County Council, acting as the governing body of the District, all necessary action to issue certain water revenue bonds, for the refunding (refinance) of \$18 million Bank of Utah bonds.

Background

In 2023 the District did a direct placement bond with the Bank of Utah for \$18 million to facilitate the construction of its new administrative office and maintenance facility. At the time the Bank of Utah was offering favorable rates and with the direct placement and the District was able to avoid the additional costs of going to market to offer the water revenue bonds.

\$18 Million Bond Refunding

Due to the current decline in interest rates and favorable market conditions, rates as of today would result in a Net Present Value (NPV) savings of \$2.8 million and drop the District's True Interest Cost (TIC) on the bonds from 5.17% to 3.73%.

Behind this memo please find the Parameters Resolution, 17th Supplemental Indenture and Bond Certificate for your review and consideration.

If recommended, the District plans to meet with Council in March for approval and then go out to the market for the bond sale late April or early May.