

MOUNTAIN REGIONAL WATER – December 2025

Preliminary

BOARD SUMMARY

Mountain Regional Water District Change in Net Position YTD through December 2025 - Unaudited							
	2025 Actual	2025 Budget	Variance	%	2024 Actual	Change	%
Revenue	\$ 21,163,944	\$ 18,036,500	\$ 3,127,444	17.3%	\$ 19,140,047	\$ 2,023,897	10.6%
Expenses & Expenditures	13,644,389	14,638,600	994,211	6.8%	13,025,145	619,244	4.8%
Change in Net Position Before Transfers	7,519,555	3,397,900	4,121,655		6,114,902	1,404,653	
Net Transfers	-	-	-	n/a	-	-	n/a
Change in Net Position After Transfers	7,519,555	3,397,900	4,121,655		6,114,902	1,404,653	

Through the preliminary close of 2025, change in net position (net income) is \$7.52 million – which is \$4.12 million better than budget. This positive variance resulted from a combination of higher revenue that exceeds budget by \$3.13 million (17.3%), and expenses that are lower than budget by \$994,211 (6.8%).

REVENUE

Below is a table providing a more detailed breakdown of how revenue compares to budget.

District Revenue YTD through December 2025 - Unaudited							
	2025 Actual	2025 Budget	Variance	%	2024 Actual	Change	%
Water Sales	\$15,753,817	\$13,612,800	\$ 2,141,017	15.7%	\$13,778,978	\$ 1,974,839	14.3%
Park City Wheeling	605,868	600,000	5,868	1.0%	618,578	(12,710)	-2.1%
Development Related Collections	1,287,371	1,352,500	(65,129)	-4.8%	1,699,690	(412,319)	-24.3%
Other Revenue	3,516,888	2,471,200	1,045,688	42.3%	3,042,801	474,088	15.6%
Total Revenue	21,163,944	18,036,500	3,127,444	17.3%	19,140,047	2,023,897	10.6%

Water Sales are over budget through for the year by \$2.14 million (15.7%). This large variance is due to usage by Mountain Regional direct customers being 26.6% higher than the four-year average, and usage by the Promontory Golf courses being 31.3% higher than the four-year average.

Park City wheeling charges are almost exactly on budget for the year (\$5,868 above). The wheeled amount is lower than last year's amount and is close to what was expected.

Development Related Collections are under budget by \$65,129. The cause for this is the newly adopted (per auditor recommendations and after the 2025 budget was finalized) way of handling the Promontory SAA assessments. The budget for 2026 reflects this change. If the SAA adjustment was excluded, Development Related Collections would be \$147,571 above budget mainly due to impact fees.

Other Revenue is better than budget due mainly for two reasons. First, the federal direct pay reimbursement of \$548,322 on the floating solar array. Secondly, interest earnings being \$378,939 better than budgeted. The interest rate

paid by the Public Treasurers' Investment Fund (PTIF) for December dropped to 4.01%, but still remains higher than the expectation when the budget was set.

EXPENSES

As seen below, total expenses for the year are under budget by \$994,211. Operating expenses are under budget by \$1.05 million with Operations, Maintenance & Repairs, Non-OM&R, and Depreciation all adding to the savings. Non-operating expenses are over budget by \$55,213 due to the \$25,000 application payment sent to WIFIA and \$36,000 paid to Fitch to review our credit rating for the WIFIA loan.

When comparing expenses to last year, Operating Expenses are up 5.7% and Non-operating Expenses are almost the exact same.

District Expenses From Operations YTD through December 2025 - Unaudited							
	2025 Actual	2025 Budget	Variance	%	2024 Actual	Change	%
Operating Expenses							
Operations, Maintenance & Repairs	\$ 6,998,058	\$ 7,901,600	\$ 903,542	11.4%	\$ 6,682,675	\$ 315,383	4.7%
Non-OM&R	2,380,091	2,499,300	119,209	4.8%	2,205,398	174,693	7.9%
Depreciation	2,440,627	2,467,300	26,673	1.1%	2,298,364	142,263	6.2%
Subtotal Operating	11,818,776	12,868,200	1,049,424	8.2%	11,186,438	632,338	5.7%
Non-operating Expenses							
Interest Expense	1,748,863	1,756,400	7,537	0.4%	1,822,958	(74,094)	-4.1%
Bank & Trustee Fees/Amortization	15,750	14,000	(1,750)	-12.5%	-	15,750	n/a
Bond Issuance	61,000	-	(61,000)	n/a	2,000	59,000	2950.1%
Subtotal Non-operating	1,825,613	1,770,400	(55,213)	-3.1%	1,824,958	656	0.0%
Total Expenses	13,644,389	14,638,600	994,211	6.8%	13,011,395	632,994	4.9%
Total Cash Expense (Expenditures) (Excludes Depreciation / Amortization)	11,127,012	12,157,300	1,030,288	8.5%	10,711,031	415,981	3.9%

CASH

As shown above, total cash decreased \$5.89 million (18.5%) to \$25.89 million during December 2025. This decrease was expected and planned. Large expenditures during the month included debt payments totaling \$3.37 million, a payment of \$2.01 million to Weber Basin for 2026 water fees, and Okland Construction for \$286,672. **The current Operating Cash & Reserves balance of \$10.33 million represents 363 days reserve, last December the days reserve was at 266 days.**

Cash December 2025 - unaudited							
	Current Month	Previous Month	Change	%	Previous Year	Change	%
Operating Cash & Reserves	\$ 10,330,935	\$ 10,025,781	\$ 305,154	3.0%	\$ 7,572,744	\$ 2,758,191	36.4%
Subtotal	10,330,935	10,025,781	305,154	3.0%	7,572,744	2,758,191	36.4%
<i>Days Reserve</i>	363	352	11		266	97	
Debt Reserves Held by District	6,547,403	7,406,309	(858,906)	-11.6%	6,752,905	(205,501)	-3.0%
Debt Reserves Held by Trustee	711,703	3,728,171	(3,016,469)	-80.9%	967,554	(255,851)	-26.4%
Regionalization Reserves	699,161	696,787	2,374	0.3%	669,164	29,997	4.5%
Drought Reserve	892,910	911,583	(18,673)	-2.0%	875,445	17,465	2.0%
Capital Facility Reserves	2,832,433	2,847,464	(15,031)	-0.5%	2,203,680	628,753	28.5%
Other Restricted Cash	3,879,425	6,166,029	(2,286,604)	-37.1%	15,757,887	(11,878,462)	-75.4%
Subtotal	15,563,035	21,756,344	(6,193,309)	-28.5%	27,226,634	(11,663,599)	-42.8%
Total	25,893,970	31,782,125	(5,888,155)	-18.5%	34,799,378	(8,905,408)	-25.6%

CUSTOMER GROWTH

For the year there were 128 new connection requests generating \$817,534 in impact fees. **The 128 new connections is 113 below the four year average, but 38 more than 2024.** Promontory sold 51 lots, which is 17 below the four year average, but 16 more than last year.

Customer Growth Through December of Each Year						
Year	Commitment to Serve Letters		Impact Fees			Promontory Lot Assessments
	New Connections	New Units	Total Collections	Average Per Connection	Average Per Unit	
2021	434	721	3,397,951	7,829	4,713	121
2022	288	311	1,499,752	5,207	4,822	79
2023	150	150	851,870	5,679	5,679	35
2024	90	237	1,156,954	12,855	4,882	35
Four Year Avg	241	355	1,726,632	7,893	5,024	68
2025	128	164	817,534	6,387	4,985	51
<i>Change from 4 Year Avg</i>	<i>(113)</i>	<i>(191)</i>	<i>(909,098)</i>	<i>(1,506)</i>	<i>(39)</i>	<i>(17)</i>
	-46.8%	-53.8%	-52.7%	-19.1%	-0.8%	-25.0%

WATER USAGE

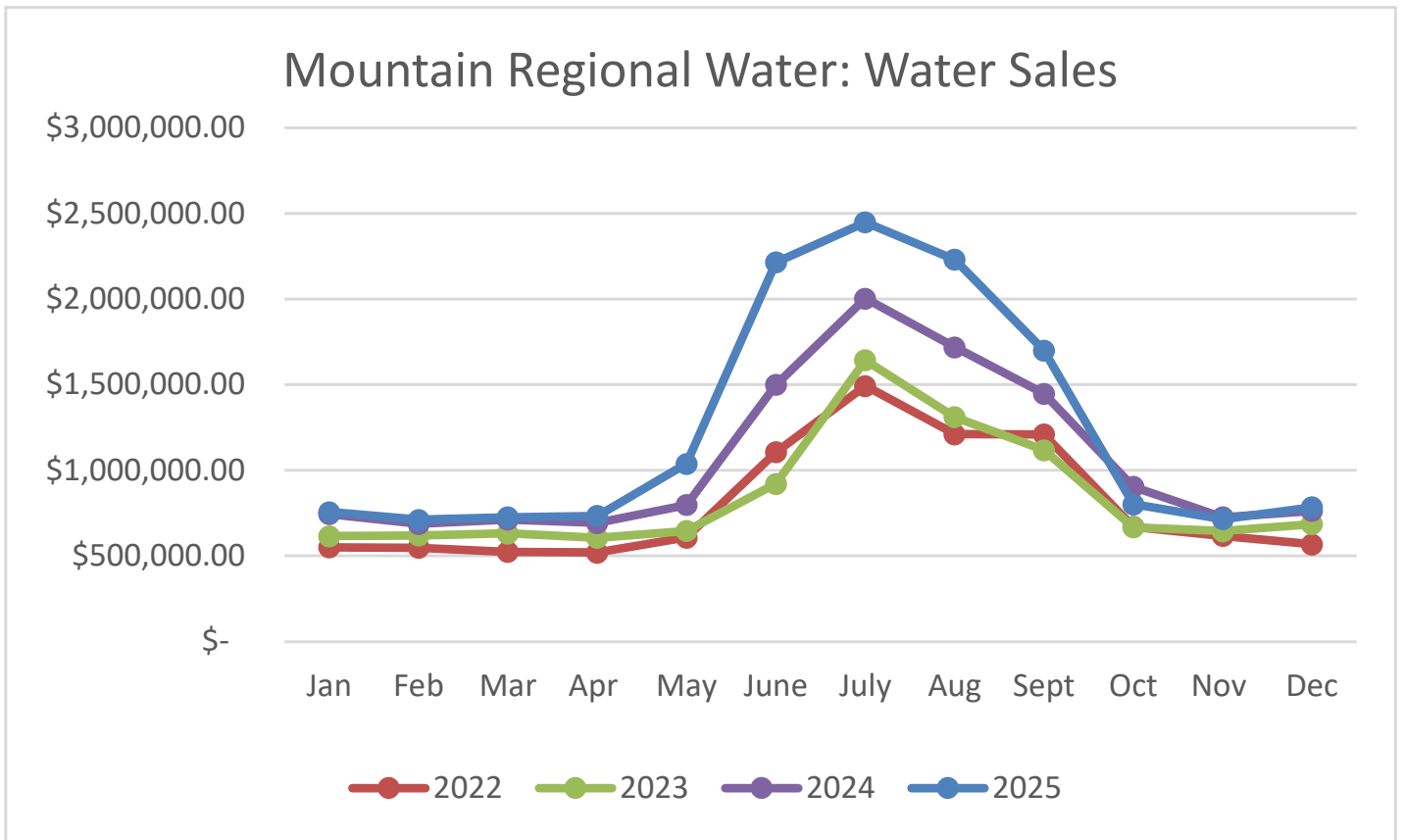
Water Consumption December of Each Year												
Current Month												
Year	MRW		Utah Olympic Park		Promontory Golf		Park City		Summit Water		Total	
	Million Gals	Acre Feet	Million Gals	Acre Feet	Million Gals	Acre Feet	Million Gals	Acre Feet	Million Gals	Acre Feet	Million Gals	Acre Feet
2021	21.5	66	8.0	24	0.6	2	58.3	179	36.2	111	124.6	382
2022	25.5	78	4.1	13	1.5	5	80.0	246	32.7	100	143.8	441
2023	25.0	77	9.6	29	1.4	4	90.0	276	38.5	118	164.4	505
2024	25.7	79	12.5	38	2.4	7	59.0	181	35.4	109	135.0	414
Four Year Avg	24.4	75	8.5	26	1.5	4	71.8	220	35.7	110	141.9	409
2025	25.2	77	10.4	32	3.3	10	48.0	147	30.1	92	117.1	359
<i>Change from</i>	<i>0.8</i>	<i>2</i>	<i>1.9</i>	<i>6</i>	<i>1.8</i>	<i>6</i>	<i>(23.8)</i>	<i>(73)</i>	<i>(5.6)</i>	<i>(17.1)</i>	<i>(24.9)</i>	<i>(50)</i>
<i>4 Year Avg</i>	<i>3.2%</i>		<i>22.2%</i>		<i>126.2%</i>		<i>-33.2%</i>		<i>-15.6%</i>		<i>-17.5%</i>	

Year-to-Date												
Year	MRW		Utah Olympic Park		Promontory Golf		Park City		Summit Water		Total	
	Million Gals	Acre Feet	Million Gals	Acre Feet	Million Gals	Acre Feet	Million Gals	Acre Feet	Million Gals	Acre Feet	Million Gals	Acre Feet
2021	636.9	1,954	23.3	72	215.1	660	696.2	2,137	354.0	1,086	1,925.5	5,909
2022	543.5	1,668	36.5	112	180.6	554	787.2	2,416	238.0	730	1,785.8	5,480
2023	557.3	1,710	32.3	99	172.7	530	856.0	2,627	226.4	695	1,844.7	5,661
2024	693.3	2,128	44.5	136	263.0	807	509.0	1,562	195.5	600	1,705.2	5,233
Four Year Avg	607.7	1,865	34.1	105	207.9	638	712.1	2,185	253.5	778	1,815.3	5,571
2025	769.1	2,360	26.9	82	273.0	838	468.0	1,436	158.3	486	1,695.3	5,203
<i>Change from</i>	<i>161.4</i>	<i>495</i>	<i>(7.3)</i>	<i>(22)</i>	<i>65.2</i>	<i>200</i>	<i>(244.1)</i>	<i>(749)</i>	<i>(95.2)</i>	<i>(292)</i>	<i>(120.0)</i>	<i>(368)</i>
<i>4 Year Avg</i>	<i>26.6%</i>		<i>-21.3%</i>		<i>31.3%</i>		<i>-34.3%</i>		<i>-37.6%</i>		<i>-6.6%</i>	

Water consumption in December 2025 by direct District customers of 77 acre-feet is 3.2% higher than four-year average but 2 acre-feet less than last year. Usage by retail District customers for the year was significantly higher than the four your average (26.6%) due to the high usage in the summer.

SUPPLEMENTAL SCHEDULES:

Water Sales (last four years): As indicated by the blue line, water sales in December were very close to the 2024 amount and were slightly above budget.



Water Sales by Category (December 2025 vs Budget): As shown in the table below, water sales were \$9,486 higher than budget for December, with Wholesale (\$17,336) having the highest positive variance and Residential (\$14,777) having the largest negative variance.

2025 Actual v Budget			
	Dec (Actual)	Dec (Budget)	Over/(Under)
<u>WATER SALES</u>			
Water Sales - Residential	\$ 548,623	\$ 563,400	\$ (14,777)
Water Sales - Commercial	\$ 57,828	\$ 48,000	\$ 9,828
Water Sales - Churches	\$ 1,233	\$ 1,100	\$ 133
Water Sales - Schools	\$ 8,225	\$ 7,800	\$ 425
Water Sales - Governments	\$ 7,299	\$ 7,200	\$ 99
Water Sales - Industrial	\$ 2,480	\$ 3,600	\$ (1,120)
Water Sales - Wholesale	\$ 74,636	\$ 57,300	\$ 17,336
Water Sales - Weber Basin Regionalization	\$ 221,950	\$ 221,950	\$ -
Water Sales - Park City Wheeling	\$ 53,279	\$ 52,200	\$ 1,079
Water Sales - Irrigation	\$ 14,139	\$ 15,200	\$ (1,061)
Water Sales - Irrigation Golf	\$ 200	\$ 300	\$ (100)
Water Sales - Standby Fees	\$ 70,043	\$ 72,400	\$ (2,357)
TOTAL WATER SALES	1,059,936	\$ 1,050,450	\$ 9,486