

MOUNTAIN REGIONAL WATER – January 2026

Preliminary

BOARD SUMMARY

Mountain Regional Water District Change in Net Position YTD through January 2026 - Unaudited								
	2026 Actual	2026 Budget	Variance	%	2025 Actual	Change	%	
Revenue	\$ 1,070,386	\$ 1,044,800	\$ 25,586	2.4%	\$ 1,102,539	\$ (32,152)	-2.9%	
Expenses & Expenditures	1,085,438	1,164,466	79,028	6.8%	1,032,868	52,570	5.1%	
Change in Net Position Before Transfers	(15,051)	(119,666)	104,615		69,671	(84,723)		
Net Transfers	-	-	-	n/a	-	-	n/a	
Change in Net Position After Transfers	(15,051)	(119,666)	104,615		69,671	(84,723)		

Through the preliminary close of January 2026, change in net position (net income) is \$(15,051) – which is \$104,615 better than budget. This positive variance resulted from a combination of higher revenue that exceeds budget by \$25,586 (2.4%), and expenses that are lower than budget by \$79,028 (6.8%).

REVENUE

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

District Revenue YTD through January 2026 - Unaudited								
	2026 Actual	2026 Budget	Variance	%	2025 Actual	Change	%	
Water Sales	\$ 821,922	\$ 807,600	\$ 14,322	1.8%	\$ 757,055	\$ 64,867	8.6%	
Park City Wheeling	59,169	57,900	1,269	2.2%	55,449	3,720	6.7%	
Development Related Collections	35,232	57,300	(22,068)	-38.5%	81,441	(46,209)	-56.7%	
Other Revenue	154,064	122,000	32,064	26.3%	208,594	(54,530)	-26.1%	
Total Revenue	1,070,386	1,044,800	25,586	2.4%	1,102,539	(32,152)	-2.9%	

Water Sales were over budget for January by \$14,322 (1.8%). Residential water sales were under budget, however, Wholesale water sales were over due to usage by the Utah Olympic Park.

Park City wheeling charges were \$1,269 (2.2%) above budget on 266 acre-feet being wheeled to them.

Development Related Collections were under budget by \$22,068. Both meter installations and impact fees were lower than budgeted leading to this negative variance.

Other Revenue is better than budget due interest earnings and development inspection fees being higher than budgeted.

EXPENSES

As seen below, total expenses for January were under budget by \$78,995. Operating expenses are under budget by \$78,183 with Operations, Maintenance & Repairs, and Non-OM&R all adding to the savings. Non-operating expenses are under budget by \$845 due to interest expense being lower than budgeted.

When comparing expenses to last year, Operating Expenses are up 6.7% and Non-operating Expenses are down due to decreased interest expense.

District Expenses From Operations YTD through January 2026 - Unaudited							
	2026 Actual	2026 Budget	Variance	%	2025 Actual	Change	%
Operating Expenses							
Operations, Maintenance & Repairs	\$ 529,770	\$ 562,850	\$ 33,080	5.9%	\$ 513,242	\$ 16,528	3.2%
Non-OM&R	174,613	219,716	45,104	20.5%	172,006	2,606	1.5%
Depreciation	241,800	241,800	-	0.0%	201,714	40,086	19.9%
Subtotal Operating	946,183	1,024,366	78,183	7.6%	886,963	59,221	6.7%
Non-operating Expenses							
Interest Expense	139,088	139,900	812	0.6%	145,739	(6,650)	-4.6%
Bank & Trustee Fees/Amortization	167	200	33	16.7%	167	-	0.0%
Bond Issuance	-	-	-	n/a	-	-	n/a
Subtotal Non-operating	139,255	140,100	845	0.6%	145,905	(6,650)	-4.6%
Total Expenses	1,085,438	1,164,466	79,028	6.8%	1,032,868	52,570	5.1%
Total Cash Expense (Expenditures)							
(Excludes Depreciation / Amortization)	843,471	922,466	78,995	8.6%	831,154	12,317	1.5%

CASH

As shown above, total cash decreased \$1.01 million (3.9%) to \$24.88 million during January 2026. Large expenditures included: Okland Construction (\$616,040), Carollo Engineers (\$222,853), and Ken Garff Chevrolet (\$262,383) for the new 2026 trucks. **The current Operating Cash & Reserves balance of \$8.27 million represents 280 days reserve, last January the days reserve was at 266 days.**

Cash January 2026 - unaudited							
	Current Month	Previous Month	Change	%	Previous Year	Change	%
Operating Cash & Reserves	\$ 8,269,703	\$ 10,332,435	\$(2,062,732)	-20.0%	\$ 7,572,744	\$ 696,959	9.2%
Subtotal	8,269,703	10,332,435	(2,062,732)	-20.0%	7,572,744	696,959	9.2%
<i>Days Reserve</i>	280	363	(83)		266	14	
Debt Reserves Held by District	6,651,397	6,547,403	103,994	1.6%	6,752,905	(101,508)	-1.5%
Debt Reserves Held by Trustee	1,092,637	711,703	380,934	53.5%	967,554	125,083	12.9%
Regionalization Reserves	701,451	699,161	2,291	0.3%	669,164	32,288	4.8%
Drought Reserve	895,835	892,910	2,926	0.3%	875,445	20,391	2.3%
Capital Facility Reserves	3,393,855	2,832,433	561,422	19.8%	2,203,680	1,190,175	54.0%
Other Restricted Cash	3,876,149	3,879,425	(3,277)	-0.1%	15,757,887	(11,881,738)	-75.4%
Subtotal	16,611,324	15,563,035	1,048,290	6.7%	27,226,634	(10,615,309)	-39.0%
Total	24,881,027	25,895,470	(1,014,442)	-3.9%	34,799,378	(9,918,351)	-28.5%

CUSTOMER GROWTH

In January there was one new connection request with an impact fee of \$6,592. **The one new connections is eight below the four year average, and nine less than 2025.** Promontory sold one lot, which is three below the four year average, and two less than last year.

Customer Growth Through January 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	
2022	14	14	70,704	5,050	5,050	10
2023	4	4	7,440	1,860	1,860	1
2024	7	7	188,120	26,874	26,874	3
2025	10	10	52,089	5,209	5,209	3
Four Year Avg	9	9	79,588	9,748	9,748	4
2026	1	1	6,592	6,592	6,592	1
<i>Change from 4 Year Avg</i>	<i>(8)</i>	<i>(8)</i>	<i>(72,996)</i>	<i>(3,156)</i>	<i>(3,156)</i>	<i>(3)</i>
	-88.6%	-88.6%	-91.7%	-32.4%	-32.4%	-75.0%

WATER USAGE

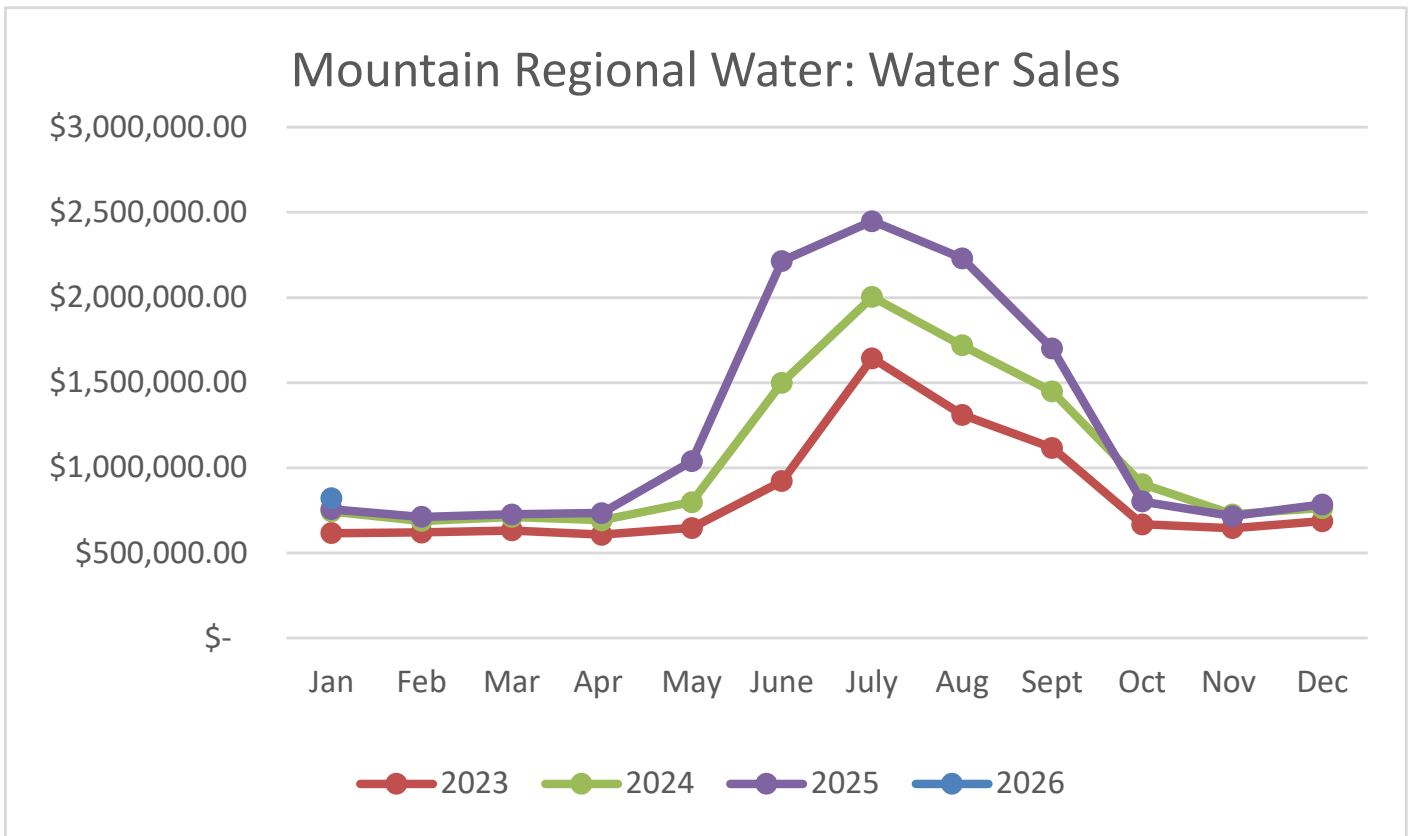
Water Consumption January of Each Year											
Current Month											
Year	MRW		Utah Olympic Park		Park City		Summit Water		Total		
	Million Gals	Acre Feet	Million Gals	Acre Feet	Million Gals	Acre Feet	Million Gals	Acre Feet	Million Gals	Acre Feet	
2022	25.7	79	3.1	10	89.9	276	31.4	96	152.0	467	
2023	25.7	79	1.4	4	82.0	252	36.5	112	147.5	453	
2024	25.7	79	9.8	30	106.0	325	35.1	108	178.0	546	
2025	26.7	82	4.9	15	55.0	169	33.2	102	120.7	371	
Four Year Avg	25.9	80	4.8	15	83.2	255	34.1	104	149.6	444	
2026	26.6	82	14.6	45	67.0	206	-	-	110.7	340	
<i>Change from</i>	0.6	2	9.8	30	(16.2)	(50)	(34.1)	(104.5)	(38.9)	(105)	
<i>4 Year Avg</i>	2.4%		203.9%		-19.5%		-100.0%		-26.0%		

Year-to-Date											
Year	MRW		Utah Olympic Park		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	
2022	25.7	79	3.1	10	89.9	276	31.4	96	152.0	467	
2023	25.7	79	1.4	4	82.0	252	36.5	112	147.5	453	
2024	25.7	79	9.8	30	106.0	325	35.1	108	178.0	546	
2025	26.7	82	4.9	15	55.0	169	33.2	102	120.7	371	
Four Year Avg	25.9	80	4.8	15	83.2	255	34.1	104	149.6	459	
2026	26.6	82	14.6	45	67.0	206	-	-	110.7	340	
<i>Change from</i>	0.6	2	9.8	30	(16.2)	(50)	(34.1)	(104)	(38.9)	(119)	
<i>4 Year Avg</i>	2.4%		203.9%		-19.5%		-100.0%		-26.0%		

Water consumption in January 2026 by direct District customers of 82 acre-feet is 2.4% higher than four-year average and the same as last year. Usage by the Utah Olympic Park was higher than previous Januarys as their snow making was delayed due to the unseasonably warm temperatures to end 2025.

SUPPLEMENTAL SCHEDULES:

Water Sales (last four years): As indicated by the blue dot, water sales in January were slightly above the 2025 amount.



Water Sales by Category (January 2026 vs Budget): As shown in the table below, water sales were \$15,591 higher than budget for January, with Wholesale (\$52,223) having the highest positive variance and Residential (\$33,222) having the largest negative variance.

2026 Actual v Budget			
	Jan (Actual)	Jan (Budget)	Over/(Under)
<u>WATER SALES</u>			
Water Sales - Residential	\$ 559,178	\$ 592,400	\$ (33,222)
Water Sales - Commercial	\$ 59,123	\$ 59,700	\$ (577)
Water Sales - Churches	\$ 1,202	\$ 1,300	\$ (98)
Water Sales - Schools	\$ 8,519	\$ 8,700	\$ (181)
Water Sales - Governments	\$ 7,543	\$ 7,800	\$ (257)
Water Sales - Industrial	\$ 2,681	\$ 2,700	\$ (19)
Water Sales - Wholesale	\$ 97,823	\$ 45,600	\$ 52,223
Water Sales - Park City Wheeling	\$ 59,169	\$ 57,900	\$ 1,269
Water Sales - Irrigation	\$ 14,499	\$ 16,900	\$ (2,401)
Water Sales - Irrigation Golf	\$ 200	\$ 300	\$ (100)
Water Sales - Standby Fees	\$ 71,153	\$ 72,200	\$ (1,047)
TOTAL WATER SALES	881,091	\$ 865,500	\$ 15,591