



MEMORANDUM

To: Administrative Control Board
From: Steve Anderson, CFO
Date: February 11, 2025
Subject: MRW Semi-Annual Cash Report

MRW Administrative Policies require me to provide the Administrative Control Board with a semi-annual cash report. This report is for the period ending December 31, 2024. The District's cash position has decreased during 2024 due mainly to the expenditure of Series 2023 Bond proceeds for the construction of the new office and maintenance facility. The total cash balance is projected to drop over the next six months as the construction of the new administrative office and maintenance shop continues.

Financial Institutions

MRW uses three financial institutions with the following general ledger balances:

Zions Bank	\$ 583,511
State Public Treasurers Investment Pool (PTIF)	18,030,682
Zions Bank, Corporate Trust Division (Invested with PTIF)	<u>16,185,185</u>
Total	\$ 34,799,378

Cash Categories

Total Cash & Operating Reserves

This includes the District's checking account, operating reserves, and capital repair and replacement reserves.

December 2021	12,831,876
December 2022	13,898,851
December 2023	11,651,177
December 2024	11,794,865

Unrestricted operating reserves are currently 291 days, compared to the minimum policy level of 120 days reserves; and as compared to 280 days reserves at this time last year.

As of December 2024, cash operating reserves of \$7.57 million, the Regionalization Reserve of \$669,164, and the Drought Reserve of \$875,445 accounted for 77.3% of the balance. The remaining balance of \$2.68 million is repair and replacement funds for Lost Canyon, the Signal Hill Treatment Plant, and other District operations.

Cash & Operating Reserves remained consistent from year to year with an increase of 1.03% (\$143,688) as the largest expenditures were from the 2023 Series funds as mentioned previously.

Debt Reserves Held by the District

Debt reserves remained very consistent from the end of 2023 to the end of 2024 with only a decrease of \$35,200 (.52%).

December 2021	\$ 7,125,484
December 2022	7,364,050
December 2023	6,788,104
December 2024	6,752,905

As of December 2024, impact fees of \$5.25 million and the Rate Stabilization fund of \$1.03 million accounted for \$6.28 million (93.0%) of the reserve balance.

The current balance provides funding to help with upcoming capital projects including the treatment plant expansion and the Highway 224 interconnect. These reserves could also be used to address an emergency, although certain amounts are restricted for use on specific bonds.

Debt Reserves Held by Trustee

This includes debt reserves and the bond fund balances from which debt payments are made and are mandated by bond agreements. If the debt reserves portion of these funds are drawn upon, they must be replaced within 12 months, or the District will be in default on its bonds. The balance required is higher at the end of 2024 as the reserve for the 2023 Series Bond is now included.

December 2021	\$ 569,422
December 2022	646,046
December 2023	753,036
December 2024	967,554

These reserves are currently at the level required by bond covenants.

Construction Cash

This includes bond and grant proceeds dedicated to capital projects. The balance varies depending upon bonds issued, grants received, and the progress of the related capital projects.

December 2021	\$ 293,779
December 2022	-
December 2023	17,985,369
December 2024	13,886,299

In November of 2023, the District issued \$18.0 million in revenue bonds sold directly to the Bank of Utah to fund the construction of the new office and maintenance facility. As of December 2024, payments totaling \$5.12 million have been made from this fund, and interest earned on the deposited funds has been \$1.01 million, leaving the remaining balance of \$13.89 million.

Other Cash

This includes two accounts: 1) customer deposits for new construction, and 2) performance deposits for developer infrastructure construction. The amount increased during 2024 due to additional cash deposits from developers in lieu of providing insurance bonds. The customer deposits have decreased from \$1.08 million at the end of 2023 to \$780,750 as many customers completed their construction. The performance deposits for new construction have increased from \$65,402 to \$617,006.

December 2021	\$ 1,069,404
December 2022	1,104,278
December 2023	1,144,648
December 2024	1,397,756

Mountain Regional Water Cash Report - December 31, 2024

Financial Institution	Account Name	Purpose	Date Available	GL			December 31, 2024							
				Dec-21 Balance	Dec-22 Balance	Dec-23 Balance	General Ledger Balance	Bank Balance	Difference	Checks Outstanding	Outstanding Deposits	Transfers Pending	Net Difference	
Cash & Operating Reserves				7,760,738.14	8,669,557.95	7,022,036.85	7,572,744.17							
Wells Fargo Bank	Sweep Account	Checking & Payroll Accounts	Daily	566,538	-	-	-	-	-	-	-	-	-	-
Zions Bank	Sweep Account	Checking & Payroll Accounts	Daily		561,178	327,752	338,398	1,475,395	(1,136,998)	1,161,315	(24,317)			-
Zions Bank	Money Market	Construction Retainage	Daily		-	-	245,113	-	-	-	-	-	-	-
PTIF - 4072	Operating Reserve	To cover revenue shortfalls - (i.e. rainy summer)	As approved by CFO & GM	7,194,200	8,108,380	6,694,284	6,989,233	6,989,233	-					-
PTIF - 4092	Regionalization Reserve	To help pay cost associated with the Regionalization Fees & Debt Def beginning in 2019	As approved by control board	2,857,350	2,093,120	634,648	669,164	669,164	-					-
PTIF - 5316	Drought Reserve	To cover revenue shortfalls or expensive overruns due to drought		-	813,300	847,460	875,445	875,445	-					-
PTIF - 5014	Lost Canyon CRF (MRW & Park City)	To fund repair and replacement of Lost Canyon up to, but excluding, the Treatment Plant	Per the MRW agreement with Park City	668,715	626,221	746,736	872,348	872,348	-					-
PTIF - 1199	Treatment Plant	Stabilization Fund	As approved by control board	275,471	302,639	456,530	470,845	470,845	-					-
Zions Bank	State Bonds CRF	To fund major system repairs or replacement within the district	As approved by control board & DDW	1,266,955	1,391,321	1,940,934	1,331,332	1,331,332	-					-
PTIF - 8710	East Canyon Fund	To help fund costs to deliver water down east canyon creek	As approved by control board	2,647	2,692	2,833	2,987	2,987	-					-
Total Cash & Operating Cash & Reserves				12,831,876	13,898,851	11,651,177	11,794,865	12,686,749	(1,136,998)	1,161,315	(24,317)	-	-	-

Financial Institution	Account Name	Purpose	Date Available	GL			December 31, 2024					
				Dec-21 Balance	Dec-22 Balance	Dec-23 Balance	General Ledger Balance	Bank Balance	Difference	Checks Outstanding	Outstanding Deposits	Transfers Pending
Debt Reserves Held by District												
PTIF - 4093	Impact Fee Reserve for Debt Service	To pay a portion of annual debt service on District bonds	Per Impact Fee Resolution	5,272,361	5,430,969	4,940,330	5,249,321	5,249,321	-			-
PTIF - 4839	Rate Stabilization Fund/ Reserves For Revenue Shortfall	To pay a portion of annual debt service on District bonds	As approved by control board	1,164,468	1,184,466	1,246,422	1,031,423	1,031,423	-			-
PTIF - 5257	Stagecoach Assessments	To pay debt on the 2008 Bond	Per Contract & Bond Documents	55,473	31,988	8,647	13,066	13,066	-			-
PTIF - 8194	Promontory 2014 SAA Assessments	To pay debt on 2014 Bond	Per Contract & Bond Documents	417,311	470,034	325,582	168,595	168,595	-			-
PTIF - 8195	Promontory 2014 SAA Stabilization Payments	For 2030 debt payment on 2014 Bond	2030	169,812	210,328	238,123	267,837	267,837	-			-
PTIF - 8798	Community Water Assessments	To pay debt on the 2019B Bond	2039	46,059	36,266	29,000	22,663	22,663	-			-
Total Debt Reserves Held by District			19%	7,125,484	7,364,050	6,788,104	6,752,905	6,752,905	-	-	-	-

Financial Institution	Account Name	Purpose	Date Available	GL			December 31, 2024					
				Dec-21 Balance	Dec-22 Balance	Dec-23 Balance	General Ledger Balance	Bank Balance	Difference	Checks Outstanding	Outstanding Deposits	Transfers Pending
Debt Reserves Held by Trustee												
Zions Bank	Series 2012 Bond Fund	Monthly transfers from Sweep Account to pay bond	2033	387	-	-	-	-	-	-	-	-
Zions Bank	Series 2014 Bond Fund	Monthly transfer from Sweep Account to pay bond	2034	13,111	20,849	33,140	52,012	52,012	-	-	-	-
Zions Bank	Series 2008 Bond DSR	Debt reserve for 2008 Bond	2029	274,773	285,255	288,673	277,289	277,289	-	-	-	-
Zions Bank	Series 2011A Bond DSR	Debt reserve for refunded 2002 & 2009A Bond	2031	84,832	89,777	94,194	90,285	90,285	-	-	-	-
Zions Bank	Series 2011B Bond DSR	Debt reserve for 2011B Bond	2031	127,044	135,640	141,585	136,708	136,708	-	-	-	-
Zions Bank	Series 2019A Bond Fund	Monthly transfer from Sweep Account to pay bond	2034	14,888	41,195	98,412	162,015	162,015	-	-	-	-
Zions Bank	Series 2019B Bond Fund	Monthly transfer from Sweep Account to pay bond	2039	54,387	73,330	96,977	122,142	122,142	-	-	-	-
Zions Bank	Series 2023 Bond Fund	Monthly transfer from Sweep Account to pay bond	2044	-	-	54	127,103	127,103	-	-	-	-
Total Debt Reserves Held by Trustee			3%	569,422	646,046	753,036	967,554	967,554	-	-	-	-

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				Dec-21 Balance	Dec-22 Balance	Dec-23 Balance	General Ledger Balance	Bank Balance	Difference	Checks Outstanding	Outstanding Deposits	Transfers Pending
Construction Cash												
Zions Bank	Series 20149B Bond Construction	Construction Fund for 2019B Bond	As approved by CFO & GM Per Bond Documents	293,779	-	-	-	-	-	-	-	-
Zions Bank	Series 2023 Bond Construction	Construction Fund for 2019B Bond	As approved by CFO & GM Per Bond Documents		-	17,985,369	13,886,299	13,886,299	-	-	-	-
Total Construction Cash				39%	293,779	-	17,985,369	13,886,299	13,886,299	-	-	-
Other Cash												
PTIF - 2179	Customer Deposits	Construction & Fire Hydrant Deposits	Returned to lot owner upon passage of final water inspection	936,230	1,070,636	1,079,247	780,750	780,750	-	-	-	-
PTIF - 8825	Construction Deposits	New Construction Deposit	Returned to developer upon inspectin	133,173	33,642	65,402	617,006	617,006	-	-	-	-
Total Other Cash				4%	1,069,404	1,104,278	1,397,756	1,397,756	-	-	-	-
Grand Total				100%	21,889,965	23,013,225	38,322,335	34,799,378.07	35,691,262.38	(1,136,997.52)	1,161,314.77	(24,317.25)