



MOUNTAIN REGIONAL WATER
SPECIAL SERVICE DISTRICT

June 16, 2021

Via electronic submission to emma.msrb.org

Re: Supplemental Continuing Disclosure Undertaking of Mountain Regional Water Special Service District of Summit County, UT (the "District")

To Whom It May Concern:

In accordance with the provisions of paragraph (b) (5) (i) (A) of Rule 15c2-12 promulgated by the Securities and Exchange Commission under the Securities Exchange Act of 1934, as amended (the "Rule"), the District hereby files the enclosed (i) the Financial Statements of the District for the Fiscal Year Ended December 31, 2020 (the "2020 FS"); and (ii) the Supplemental Continuing Disclosure Memorandum of the District dated on or before June 16, 2021 (the "SCDM"). This letter, the 2020 FS, and the SCDM constitute the annual financial information and operating data concerning the District to be filed in compliance with the District's obligation under certain agreements entered into in connection with the offering of the following securities described in the following Official Statements:

The District has the following outstanding public issue parity bonds:

Series 2012	Water Revenue Refunding Bonds	\$ 27,270,000
CUSIP: 62426V BH9		
Series 2014	Water Revenue Bonds	\$ 8,140,000
CUSIP: 62426V CA3, CB1, CC9, CD7, CE5, CF2, CG0, CH8		
Series 2019A	Water Revenue Refunding Bonds	\$ 25,815,000
CUSIP: 62426V CL9, CM7, CN5, CP0, CQ8, CR6, CS4, CT2, CU9 CV7, CW5, CX3, CY1, CZ8		

To the best of our knowledge, no event described in paragraph (b) (5) (i) (c) of the Rule has occurred that is required to be disclosed with respect to any of the above-described securities.

Sincerely,
Mountain Regional Water Special Service District

A handwritten signature in blue ink, appearing to read "Anderson", with a stylized flourish at the end.

Steve Anderson
Chief Financial Officer

**Supplemental
Continuing Disclosure Memorandum
for**



**MOUNTAIN REGIONAL WATER
SPECIAL SERVICE DISTRICT
of Summit County, Utah**

Filed with

Electronic Municipal Market Access
emma.msrb.org

Submitted and dated as of June 16, 2021
(Annual submission required on or before June 29, 2021)

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1. GENERAL

A. Contact Person for Mountain Regional Water Special Service District (District)

As of the date of this Continuing Disclosure, the chief contact person for the District is:

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steve@mtregional.org
Mountain Regional Water
6421 N Business Park Loop Road, Suite A
PO Box 982320
Park City, UT 84098
435.940.1916 X306 | f 435.940.1945

B. Fiscal Year

The District's fiscal year is from January 1 to December 31.

2. BOND ISSUES

The District is providing this supplemental continuing disclosure for its three public issue bonds, as well as four direct purchase bonds issued to the State of Utah.

A. Series 2008	Water Revenue Bonds
Amount	\$ 3,026,000
Issued	September 4, 2008

Background Information

The Series 2008 Bonds were sold directly to the State of Utah Drinking Water Board to facilitate a low interest loan. The Drinking Water Board is the registered owner of the Series 2008 Bonds.

Principal and interest on the Series 2008 Bonds (interest payable June 15 each year) are payable by Zions Bank to the registered owner thereof, the State of Utah Drinking Water Board.

Current Maturity Schedule

**Series 2008
Water Revenue Bonds**

Original Issue: \$ 3,026,000
Amount Currently Outstanding from the District: 1,355,000

Due June 15	CUSIP	Principal Amount	Original Interest Rate
2022	n/a	158,000	2.0
2023	n/a	161,000	2.0
2024	n/a	164,000	2.0
2025	n/a	168,000	2.0
2026	n/a	171,000	2.0
2027	n/a	174,000	2.0
2028	n/a	178,000	2.0
2029	n/a	181,000	2.0
		<u>\$ 1,355,000</u>	

Optional Redemption

The Series 2008 Bonds are subject to redemption at any time at the option of the District, in inverse order of maturity; at the redemption price of 100% plus accrued interest thereon to the date fixed for redemption.

Current Ratings

These bonds were sold directly to the State of Utah, and are therefore unrated.

B. Series 2011A Water Revenue Refunding Bonds
Amount \$ 679,000
Issued December 22, 2011

Current Maturity Schedule

**Series 2011A
Water Revenue Refunding Bonds**

Original Issue: \$ 679,000
Amount Currently Outstanding from the District: 402,000

Due March 1	CUSIP	Principal Amount	Original Interest Rate
2022	n/a	38,000	1.52
2023	n/a	38,000	1.52
2024	n/a	39,000	1.52
2025	n/a	39,000	1.52
2026	n/a	40,000	1.52
2027	n/a	40,000	1.52
2028	n/a	41,000	1.52
2029	n/a	42,000	1.52
2030	n/a	42,000	1.52
2031	n/a	43,000	1.52
		<u>\$ 402,000</u>	

Background Information

The Series 2011A Bonds were sold directly to the State of Utah Drinking Water Board to consolidate two low interest state loans into a single state loan. The State of Drinking Water Board is the registered owner of the Series 2011A Bonds.

Principal and interest on the Series 2011A Bonds (interest payable March 1 each year) are payable by Zions Bank to the registered owner thereof, the State of Utah Drinking Water Board.

Optional Redemption

The Series 2011A Bonds are subject to redemption at any time at the option of the District, in inverse order of maturity; at the redemption price of 100% plus accrued interest thereon to the date fixed for redemption.

Current Ratings

These bonds were sold directly to the State of Utah, and are therefore unrated.

C. Series 2011B Water Revenue Bonds
Amount \$ 1,278,000
Issued: May 17, 2012

Current Maturity Schedule

Original Issue: \$ 1,278,000
Amount Currently Outstanding from the District: 720,000

Due	CUSIP	Principal	Original
March 1	n/a	Amount	Interest Rate
2022	n/a	65,000	0.0
2023	n/a	66,000	0.0
2024	n/a	65,000	0.0
2025	n/a	66,000	0.0
2026	n/a	65,000	0.0
2027	n/a	66,000	0.0
2028	n/a	65,000	0.0
2029	n/a	66,000	0.0
2030	n/a	65,000	0.0
2031	n/a	66,000	0.0
2032	n/a	65,000	0.0
		<u>\$ 720,000</u>	

Background Information

The Series 2011B Bonds were sold directly to the State of Utah Drinking Water Board to facilitate a zero interest state loan. The State Drinking Water Board is the registered owner of the Series 2011B Bonds.

Principal on the Series 2011B Bonds is payable by Zions Bank to the registered owner thereof, the State of Utah Drinking Water Board.

Optional Redemption

The Series 2011B Bonds are subject to redemption at any time at the option of the District, in inverse order of maturity; at the redemption price of 100%.

Current Ratings

These bonds were sold directly to the State of Utah, and are therefore unrated.

D. Series 2012	Water Revenue Refunding Bonds
Amount	\$ 27,270,000
Issued	June 13, 2012

Current Maturity Schedule

**Series 2012
Water Revenue Refunding Bonds**

Original Issue:	\$ 27,270,000
Amount Currently Outstanding from the District:	<u>1,465,000</u>

Due December 15	CUSIP 62426V	Principal Amount	Original Interest Rate
2021	BH9	1,465,000	4.0
		<u>\$ 1,465,000</u>	

Background Information

The Series 2012 Bonds were sold pursuant to a competitive sale to Stifel Nicolaus, Denver, Colorado. The Series 2012 Bonds were issued by the District as fully-registered bonds and are in book-entry form only, registered in the name of Cede & Co., as nominee for DTC. DTC is acting as securities depository for the Series 2012 Bonds.

Principal and interest on the Series 2012 Bonds (interest payable June 15 and December 15 of each year) are payable by Zions Bank to the registered owners thereof, currently DTC.

Series 2012 Refunding

The Series 2012 Bonds were refunded on November 14, 2019 through the issuance of a new series 2019A bond. The payment coupons for 2020 and 2021 could not be part of the refunding since it was before their available redemption date.

Current Ratings

Fitch Ratings AA
Standard & Poor AA (AGM Insured); AA- (underlying)

Credit Enhancement

The scheduled principal and interest payments on the Series 2012 Bonds are guaranteed by AGM.

E. Series 2014 Water Revenue Bonds
Amount \$ 8,140,000
Issued December, 18 2014

Current Maturity Schedule

**Series 2014
Water Revenue Refunding Bonds**

Original Issue:	\$ 8,140,000
Amount Currently Outstanding from the District:	5,590,000

Due December 15	CUSIP 62426V	Principal Amount	Original Interest Rate
2021	CA3	475,000	3.0
2022	CB1	485,000	3.0
2023	CC9	505,000	4.0
2024	CD7	520,000	4.0
2025	CE5	540,000	4.0
2026	CF2	565,000	4.0
2027	CG0	585,000	4.3
2028	CG0	610,000	4.3
2029	CH8	640,000	4.5
2030	CH8	665,000	4.5
		\$ 5,590,000	

Background Information

The Series 2014 Bonds were sold pursuant to a negotiated sale to KeyBanc Capital Markets, Inc. The Series 2014 Bonds were issued by the District as fully-registered bonds and are in book-entry form only, registered in the name of Cede & Co., as nominee for DTC. DTC is acting as securities depository for the Series 2014 Bonds.

Principal and interest on the Series 2014 Bonds (interest payable June 15 and December 15 of each year) are payable by Zions Bank to the registered owners thereof, currently DTC.

Series 2014 Partial Refunding

A portion of the Series 2014 Bond was refunded as part of the refunding that took place with the Series 2019A Bond. The refunded portion was the last payment coupon that would have been due on December 15, 2034 and had a principal amount of \$1,335,000 and carried a 5.0% interest rate.

Optional Redemption

The Series 2014 Bonds maturing on or after December 15, 2025 are subject to redemption at the option of the District on December 15, 2024; at the redemption price of 100% plus accrued interest thereon to the date fixed for redemption.

Mandatory Sinking Fund Redemption

The Series 2014 Bonds maturing on December 15, 2028 and December 15, 2030; are subject to mandatory sinking fund redemption at a redemption price equal to 100% of the principal amount thereof, plus accrued interest thereon to the date of redemption, but without premium, on the dates and in the principal amounts as follows:

<u>Mandatory Sinking Fund Redemption Date</u>	<u>Sinking Fund Requirements</u>
December 15, 2027.....	\$ 585,000
December 15, 2028 (final maturity)	<u>610,000</u>
Total.....	<u>\$1,195,000</u>
December 15, 2029.....	\$ 640,000
December 15, 2030 (final maturity)	<u>665,000</u>
Total.....	<u>\$1,305,000</u>

Current Ratings

Fitch Ratings AA
Standard & Poor AA (AGM Insured); AA- (underlying)

Credit Enhancement

The scheduled principal and interest payments on the Series 2012 Bonds are guaranteed by AGM.

Optional Redemption

The Series 2019A Bonds maturing on or before December 15, 2029, are not subject to redemption prior to maturity. The Series 2019A Bonds maturing on or after December 15, 2030 are subject to redemption prior to maturity in whole or in part at the option of the District on December 15, 2029, or on any date thereafter, from such maturities or parts thereof as may be selected by the District at a redemption price equal to 100% of the principal amount of the Series 2019A Bonds to be redeemed plus accrued interest, if any, thereon to the date of redemption.

Current Ratings

Fitch Ratings AA
Standard & Poor AA (BAM Insured); AA- (underlying)

Credit Enhancement

The scheduled principal and interest payments on the Series 2019A Bonds are guaranteed by BAM.

G. Series 2019B Water Revenue Bonds
Amount \$ 2,600,000
Issued: December 17, 2019
Current Maturity Schedule

**Series 2019B
Water Revenue Bond**

Original Issue: \$ 2,600,000
Amount Currently Outstanding from the District: 2,493,000

Due December 15	CUSIP n/a	Principal Amount	Original Interest Rate
2021	n/a	109,000	2.0
2022	n/a	111,000	2.0
2023	n/a	114,000	2.0
2024	n/a	116,000	2.0
2025	n/a	118,000	2.0
2026	n/a	121,000	2.0
2027	n/a	123,000	2.0
2028	n/a	125,000	2.0
2029	n/a	128,000	2.0
2030	n/a	130,000	2.0
2031	n/a	133,000	2.0
2032	n/a	136,000	2.0
2033	n/a	138,000	2.0
2034	n/a	141,000	2.0
2035	n/a	144,000	2.0
2036	n/a	147,000	2.0
2037	n/a	150,000	2.0
2038	n/a	153,000	2.0
2039	n/a	156,000	2.0
		<u>\$ 2,493,000</u>	

Background Information

The Series 2019B Bonds were sold directly to the State of Utah Drinking Water Board to facilitate a low interest state loan. The State Drinking Water Board is the registered owner of the Series 2019B Bonds.

Principal on the Series 2019B Bonds is payable by Zions Bank to the registered owner thereof, the State of Utah Drinking Water Board.

Optional Redemption

The Series 2019B Bonds are subject to redemption at any time at the option of the District, in inverse order of maturity; at the redemption price of 100%.

Current Ratings

These bonds were sold directly to the State of Utah, and are therefore unrated.

3. DEBT SERVICE COVERAGE

A. Historical Debt Coverage

The District is required to maintain a debt coverage ratio of 1.25 each year per bond covenants. As shown below, the District's Fiscal Year 2020 debt coverage was 2.05 without including the rate stabilization fund; and 2.38 when the stabilization fund was included.

Mountain Regional Water Historical Debt Service Coverage					
	2016	2017	2018	2019	2020
Operating revenues:					
Water sales	\$ 8,699,001	\$ 9,125,956	\$ 9,952,000	\$ 9,508,637	\$ 11,822,970
Operating fees	407,984	442,186	376,969	463,753	535,830
Other	68,056	73,859	80,208	67,301	45,629
Total operating revenues	<u>9,175,041</u>	<u>9,642,001</u>	<u>10,409,177</u>	<u>10,039,691</u>	<u>12,404,429</u>
Operating Expenses:					
Operations, maintenance and repairs	2,250,116	2,057,065	2,232,424	2,290,509	2,976,310
Water production	1,746,327	2,003,330	2,012,813	2,305,353	2,384,954
Engineering and energy and technology management	660,752	714,647	823,821	805,521	712,323
Management and finance	772,452	895,226	996,296	1,018,738	1,025,125
Legal services	13,305	29,680	29,307	44,918	48,283
Actuarial pension adjustment	87,094	(94,103)	22,807	(62,686)	7,742
Total operating expenses	<u>5,530,046</u>	<u>5,605,845</u>	<u>6,117,468</u>	<u>6,402,353</u>	<u>7,154,737</u>
Net operating revenues	<u>3,644,995</u>	<u>4,036,156</u>	<u>4,291,709</u>	<u>3,637,338</u>	<u>5,249,692</u>
Non-operating revenues:					
Cash Grants	19,434	-	-	-	-
Interest income available for debt service	111,291	173,092	295,388	393,473	164,660
Impact fees	1,204,382	1,459,348	1,243,146	1,157,279	735,399
SID assessments	1,742,175	1,674,531	1,169,732	393,929	493,489
Treatment Plant Stabilization Fund	87,968	-	-	92,334	123,854
Gain (loss) on fixed assets	-	11,132	7,000	34,485	4,525
Other non-operating revenue	209,456	246,707	359,340	296,637	457,673
Non-operating revenues	<u>3,374,706</u>	<u>3,564,810</u>	<u>3,074,606</u>	<u>2,368,137</u>	<u>1,979,600</u>
Total Net Revenue available for debt service from ongoing operation	<u>\$ 7,019,701</u>	<u>\$ 7,600,966</u>	<u>\$ 7,366,314</u>	<u>\$ 6,005,475</u>	<u>\$ 7,229,292</u>
Parity debt service:					
2019B Bonds					136,844
2019A Bonds					875,556
2014 Bonds	\$ 559,562	\$ 309,662	\$ 559,663	\$ 526,288	697,425
2012 Bonds	1,111,400	1,111,400	1,311,400	1,993,300	1,525,092
2011B Bonds	66,000	66,000	66,000	66,000	65,000
2011A Bonds	43,348	43,831	43,299	43,767	42,764
2009B Bonds	1,782,288	1,979,475	1,148,850	-	-
2008 Bonds	184,800	185,000	185,140	185,220	183,847
Total parity debt service	<u>\$ 3,747,398</u>	<u>\$ 3,695,368</u>	<u>\$ 3,314,352</u>	<u>\$ 2,814,575</u>	<u>\$ 3,526,528</u>
Debt coverage from ongoing operations	<u>1.87</u>	<u>2.06</u>	<u>2.22</u>	<u>2.13</u>	<u>2.05</u>
Rate Stabilization Fund	1,075,082	1,090,163	1,116,491	1,147,635	1,160,028
Total Net Revenue available for debt service	<u>\$ 8,094,783</u>	<u>\$ 8,691,129</u>	<u>\$ 8,482,805</u>	<u>\$ 7,153,110</u>	<u>\$ 8,389,320</u>
Total debt coverage including the Rate Stabilization Fund	<u>2.16</u>	<u>2.35</u>	<u>2.56</u>	<u>2.54</u>	<u>2.38</u>

B. Debt Service Sub Fund

The District established a rate stabilization fund to mitigate cyclical development related revenue, assessment prepayments, and treatment plant costs that vary dramatically year to year. Additionally, the impact of weather on annual water sales can be significant.

There is currently \$1.16 million in the Debt Service Sub Fund that can only be used to make parity bond payments in the unlikely case insufficient cash is generated from operations in any given year. In the event of a cash shortfall, the amount transferred from this fund to cover the shortfall can be included in that year's debt coverage calculation. However, it is a violation of District policy to use these funds to calculate debt coverage for budget purposes.

Policy requires the District to maintain a minimum \$1.0 million balance in this fund. If the balance falls below \$1.0 million, District policy is required to restore the balance to \$1.0 million within 36 months.

4. THE WATER SYSTEM

A. Overview

The District water system consists of a complex distribution system with several water sources, including springs, wells, and surface diversions. The system also includes a raw irrigation system for two golf courses and other appurtenant irrigation uses.

The distribution system has approximately 200 miles of pipelines interconnecting the District's water sources to tanks, to a raw water storage pond, to individual water users, and to wholesale customers. The District also supplies three major wholesale customers, namely Park City, Weber Basin Water Conservancy District, and High Valley Company, and is a backup to Gorgoza Mutual Water Company, Pine Meadows, and Service Area #3.

The District has 14.4 million gallons of culinary water storage and 13.0 million gallons of raw water storage. The District can treat water for distribution purposes at a peak of 4.0 million gallons per day.

B. Sources and Supplies of Water

The District has acquired sufficient water rights and developed sufficient sources to meet its current and projected growth demands. District water production by source is shown below.

Mountain Regional Water Special Service District Annual Water Production by Source (in Gallons)					
	2016	2017	2018	2019	2020
Water Produced for District Customers					
Lost Creek ⁽¹⁾					
Rockport Well Field & Reservoir	569,668,000	413,596,600	503,312,952	461,608,301	452,480,052
Atkinson Wells					
Atkinson Well #2	6,095,000	22,536,000	18,021,000	43,969,000	33,313,000
Jailhouse Well #3	2,233,000	510,000	487,000	8,306,000	8,143,000
Atkinson Well #10	21,939,000	26,771,000	36,999,000	26,902,000	37,517,000
Starpointe Well #15B	218,775,040	172,351,088	167,423,000	114,472,731	230,434,063
3-Mile Well	2,195,000	604,000	33,518,000	8,394,000	39,349,000
Bison Bluff Well #15C	-	109,918,000	172,429,000	165,515,000	89,465,000
Spring Creek					
Blackhawk Well #2R	687,700	237,300	581,600	1,191,700	803,700
Gorgoza Well #6	17,473,000	20,980,000	25,432,000	32,279,000	28,854,000
Nugget Well	9,964,000	7,378,000	25,505,000	9,854,000	27,828,000
Silver Springs					
Spring Creek Springs	88,695,000	90,661,000	76,824,000	84,656,000	100,640,000
Lakeside Well #1	45,257,000	40,157,000	32,673,000	25,897,000	48,550,000
Wagon Trail Well #2					1,916,100
Gulch Well					8,279,000
Summit Park Wells					
Summit Park Well #7	6,694,000	3,919,000	4,757,000	8,165,000	23,149,000
Total Water Produced for MRW Customers	989,675,740	909,618,988	1,097,962,552	991,209,732	1,130,720,915
In Acre Feet	3,037	2,792	3,370	3,042	3,470
% Change from Prior Year	1.2%	-8.1%	20.7%	-9.7%	14.1%
Water Transported from District Sources to Other Water Companies ⁽²⁾					
Rockport Well Field & Reservoir (MRW Source)					
Park City	514,188,000	399,640,000	688,983,348	753,398,299	736,633,948
Weber Basin	220,723,000	254,312,000	260,978,000	258,717,000	365,963,000
High Valley	27,830,000	34,950,000	35,000,000	29,640,000	34,600,000
Summit Water Distribution System					
Olympic Park	23,197,500	27,500,900	23,687,000	23,925,500	38,859,480
Total Water Transported	785,938,500	716,402,900	1,008,648,348	1,065,680,799	1,176,056,428
In Acre Feet	2,412	2,199	3,095	3,270	3,609
% Change from Prior Year	5.5%	-8.8%	40.8%	5.7%	10.4%
Total Production & Sources	1,775,614,240	1,626,021,888	2,106,610,900	2,056,890,531	2,306,777,343
In Acre Feet	5,449	4,990	6,465	6,312	7,079
	3.0%	-8.4%	29.6%	-2.4%	12.1%

(1) - Starting in 2011, the District implemented a policy to reduce or eliminate production in old, inefficient wells with unpredictable water quality; and to replace this reduced production by increasing production in the Lost Creek surface water diversions that is treated before it is delivered to culinary customers. Surface water is more drought resilient than District wells typically are, and the power cost per gallon is lower for Lost Creek water production.

(2) - The District produces and transports water from its source to other water companies. The other water companies either own or lease the related water rights for the water transported by the District.

Production for District customers increased 14.1% to 3,470 acre feet in 2020 primarily due to a hot, dry spring and summer resulting in higher outdoor watering. In 2019 production for District customers was low due to the cool, wet spring and a more moderate summer.

Water transported by the District to other water companies increased 10.4% in 2020 primarily due to Weber Basin taking 1,100 acre feet in 2020 as compared to 800 acre feet in 2019. This water is contracted to stay at 1,100 acre feet for 2021.

Park City is allowed to take up to 2,900 acre feet per year under their agreement with the District. In upcoming years it is projected that Park City will take close to their maximum allotment as they begin construction on a new treatment plant and will have only their treatment plant supplied by this water operating.

Water transported by the District to other water companies has increased by 52% since 2016 when 2,412 acre feet was delivered. In 2020, 3,609 acre feet were transported and projections are that this amount will stay roughly the same in 2021.

Regarding water sources, the District currently utilizes 14 groundwater wells, a groundwater spring, and two large surface water diversions at or near Rockport Reservoir. These sources yield a combined peak flow of approximately 14,000 gallons per minute.

The District has acquired sufficient water rights, entered into future importation contracts with Weber Basin Water Conservancy District, and developed sufficient source capacity to meet its current and projected growth demands.

The Lost Canyon project alone utilizes two Rockport surface diversions which can produce over 10,000 gallons per minute of source flow or approximately 6,500 acre feet per year. Park City owns capacity rights up to 2,900 acre feet of the Lost Canyon project; and the District owns capacity rights of approximately 3,600 acre feet.

The District's service area resides within a steep vertical terrain, ranging from a low 6,100 foot elevation to over 9,300 feet, and as such, the District operates approximately 50 pump facilities. All pumping systems combined have a peak capacity of nearly 37,000 gallons per minute, with pumps totaling nearly 10,000 horsepower.

These systems utilize an advanced SCADA (telemetry) system which controls all tank levels, well pumps, treatment facilities, and booster pumps, and plays a key role in District energy efficiency programs. As a result of current energy and water conservation management strategies, the District has realized a significant savings in energy and power.

C. Water Connections

The District's water connections are shown below, along with its equivalent residential connections ("ERC"). An ERC is the amount of water consumed by a typical residence in one year, which is .50 acre feet. All residential customers are considered to be 1.0 ERC.

Mountain Regional Water Special Service District Customer Accounts					
	May 2017	May 2018	May 2019	May 2020	May 2021
Customers Using Water					
Residential	3,406	3,550	3,621	4,238	4,444
Commercial / Industrial	145	161	163	178	183
Irrigation	56	53	53	52	50
Construction / Wholesale	28	31	29	48	54
Wholesale	5	5	5	5	5
Subtotal - Customers Using Water	3,640	3,800	3,871	4,521	4,736
Platted Undeveloped Lots					
Standby Customers	1,638	1,696	1,717	1,742	1,870
Subtotal - Customers on Standby	1,638	1,696	1,717	1,742	1,870
Total Customer Accounts	5,278	5,496	5,588	6,263	6,606
% Change from Prior Year	0.9%	4.2%	1.7%	12.3%	6.1%
Equivalent Residential Connections (ERCs)⁽¹⁾					
All Customers but Wholesale	5,369	5,502	5,888	6,416	7,176
Wholesale Customers	4,170	4,143	5,030	5,945	7,134
Total Equivalent Residential Connections (ERCs)⁽¹⁾	9,540	9,646	10,917	12,361	14,309
% Change from Prior Year	5.5%	1.1%	13.2%	13.2%	15.8%

(1) ERC Equivalent was adjusted from .6 acre-feet to .5 acre-feet as of 1/1/2020

All nonresidential customers including commercial, industrial, and irrigation accounts generally use more water than a typical residence, so their use is equated to how many residences use an equivalent amount of water. The standard ERC for nonresidential customers is also set at 0.50 acre feet annually.

Total ERCs have increased 1,948 or 15.8% from May 2020 due to two reasons. First, growth in Residential connections continued to be high as development in the Park City area has been strong as the pandemic appears to have increased demand for more rural type living. Secondly, usage by Commercial, Irrigation and Wholesale customers was very high over the last twelve months due to the long, hot summer of 2020.

Over the past 12 months the District transported 4,521 ERCs to Park City and 2,200 ERCs to Weber Basin under regionalization agreements.

New customers using water increased by 215 over the past twelve months to 4,736, a 4.8% increase due to growth in the District.

As of May 2021, there were 1,870 standby units, which is 128 more than twelve months ago. This is another indicator of the growth and development taking place in the District as newly developed and platted lots is increasing.

D. Water Usage

The District's annual water usage is shown below.

Mountain Regional Water Special Service District Water Usage

Usage by District Customers	2016	2017	2018	2019	2020
Customer Type					
Residential	384,105,651	392,730,024	438,879,709	392,022,439	532,693,013
Commercial / Industrial ⁽⁵⁾	79,045,771	92,340,641	89,702,330	80,088,277	87,903,725
Irrigation	277,579,000	251,075,414	305,640,566	214,356,720	299,534,094
Construction	3,612,659	9,581,135	4,687,646	2,983,933	5,083,280
Other	16,774,000	11,585,191	12,795,000	23,191,742	23,085,719
Total Usage by MRW Customers	761,117,081	757,312,405	851,705,251	712,643,111	948,299,831
In Acre Feet	2,336	2,324	2,614	2,187	2,910
% Change from Prior Year	11.1%	-0.5%	12.5%	-16.3%	33.1%
 Transported (Wheeled) Water					
High Valley ⁽¹⁾	27,830,000	34,950,000	35,000,000	29,640,000	36,488,700
Olympic Park Wheeling ⁽²⁾	23,561,200	26,421,000	23,687,000	23,925,500	38,859,480
Park City Wheeling ⁽³⁾	518,437,875	399,989,326	688,983,348	753,398,299	736,633,948
Weber Basin ⁽⁴⁾	220,723,000	254,312,000	260,978,000	260,680,800	358,436,100
Total Transported Wheeled Water	790,552,075	715,672,326	1,008,648,348	1,067,644,599	1,170,418,228
In Acre Feet	2,426	2,196	3,095	3,276	3,592
% Change from Prior Year	5.1%	-9.5%	40.9%	5.8%	9.6%
 Total Usage Plus Transported Water	1,551,669,156	1,472,984,731	1,860,353,599	1,780,287,710	2,118,718,059
In Acre Feet	4,762	4,520	5,709	5,464	6,502
% Change from Prior Year	8.0%	-5.1%	26.3%	-4.3%	19.0%

(1) - High Valley is a private water company for which the District transports water from a jointly owned source operated solely by the District. High Valley also has its own sources as well. The numbers shown represent only the amount of water wheeled by the District.

(2) - The District wheels water from Summit Water (private water company) sources to the Olympic Park. The Olympic Park is a District customer, and the District operates and maintains the Olympic Park water system and the interconnect from Summit Water.

(3) - The District transports water to Park City through District sources and infrastructure. Park City reimburses Mountain Regional for actual wheeling costs plus a capital buy-in and repair/replacement component. The related water leases are owned by Park City.

(4) - Under the terms of the water regionalization agreement, the District is selling its surplus water to Weber Basin.

(5) - Commercial use has been adjusted for 2017 and 2018 due to a meter error at the Home Depot location.

E. Major Water Users

The top ten users of the system for calendar 2020, based on revenue, are shown below.

Mountain Regional Water Special Service District Top Ten Water Customers Annual Billings

2020 Rank	MRW Customer	Type of Customer	2020 Dollars	% of Total Revenue
1	Weber Basin Water Conservancy	Government	\$ 1,676,200	14.2%
2	Promontory	Recreation / Golf Courses	739,727	6.3%
3	Park City Municipal Corp	Government	649,407	5.5%
4	Newpark	Multi-Use Development	123,274	1.0%
5	Utah Olympic Park	Recreation	115,150	1.0%
6	Triumph Gear Systems	Industrial	95,404	0.8%
7	Trailside School	School	71,475	0.6%
8	Silvercreek Village	Multi-Use Development	69,800	0.6%
9	Blackhawk Station	Multi-Use Development	65,687	0.6%
10	Parleys Park	School	57,178	0.5%
Top Ten Total			\$ 3,663,303	31.0%
Total - All Customers			\$ 11,822,970	

F. Major Wholesale Water Users

The District provides wholesale water service to various entities.

Park City Municipal Corporation. The District has a long-term contract to wheel up to 2,900 acre feet annually to Park City through the District's transmission system from Rockport Reservoir to Park City's treatment plant.

Summit Water. In 2011, the District entered into an agreement with Summit Water Mutual Water Company to sell up to 400 acre-feet per year of culinary water until 2025, or when an additional importation project is developed in Snyderville Basin, whichever comes first.

Weber Basin Regionalization Agreement. In 2013, the District entered into an agreement with Weber Basin, Park City, Snyderville Basin Water Reclamation District, and Summit Water. This agreement allows Mountain Regional to sell its surplus water to Weber Basin. Weber Basin can then resell this water to other water entities in the Snyderville Basin who need water.

Weber Basin currently has a five-year contractual commitment with Summit Water to purchase water from the District under the regionalization agreement. Under this agreement, and the aforementioned agreement with Summit Water, the following water totals were delivered to Summit Water: 677 acre feet in 2016, and 783 acre feet in 2017, 800 acre feet in 2018 and 800 acre feet in 2019, and 1,100 acre feet in 2020. Another 1,100 is committed to be delivered and purchased under these agreements in 2021.

G. System Rates and Charges

The District has authority pursuant to State law to establish rates for its water service effective at any time. The law only stipulates that these rates and charges be fair and reasonable.

The District adopted a 3% water rate increase effective on bills in January 2019. Prior to this increase there had not been one since September 2015. The District reviews rates every year, and when necessary will implement another rate increase.

The District’s current water rates and charges are shown on the following pages.

WATER RATES	Current Rates	
Residential – (Rates #101, #180, #190, #192)		
Monthly Base Rate	\$61.80	<i>Per ERC</i>
Usage (in gallons)		
Zero to 5,000	\$1.80	<i>Per 1,000 Gallons</i>
5,001 to 20,000	\$4.64	<i>Per 1,000 Gallons</i>
20,001 to 30,000	\$5.15	<i>Per 1,000 Gallons</i>
30,001 to 40,000	\$8.24	<i>Per 1,000 Gallons</i>
40,001 to 60,000	\$12.36	<i>Per 1,000 Gallons</i>
60,001 to 80,000	\$15.45	<i>Per 1,000 Gallons</i>
80,001 to 100,000	\$18.54	<i>Per 1,000 Gallons</i>
Above 100,000	\$21.63	<i>Per 1,000 Gallons</i>

WATER RATES	Current Rates	
Non-residential/Commercial – (Rate #122)		
Monthly Base Rate	\$79.31	<i>Per ERC</i>
Usage (in gallons)		
Zero to 5,000	\$2.83	<i>Per 1,000 Gallons</i>
5,001 to 30,000	\$4.64	<i>Per 1,000 Gallons</i>
30,001 to 40,000	\$8.24	<i>Per 1,000 Gallons</i>
40,001 to 60,000	\$12.36	<i>Per 1,000 Gallons</i>
60,001 to 80,000	\$13.39	<i>Per 1,000 Gallons</i>
80,001 to 100,000	\$14.42	<i>Per 1,000 Gallons</i>
Above 100,000	\$15.45	<i>Per 1,000 Gallons</i>

WATER RATES	Current Rates	
Culinary Irrigation – (Rate #120)		
Monthly Base Rate	\$61.80	<i>Per ERC</i>
Usage (in gallons)		
Zero to 5,000	\$2.83	<i>Per 1,000 Gallons</i>
5,001 to 30,000	\$4.64	<i>Per 1,000 Gallons</i>
30,001 to 40,000	\$8.24	<i>Per 1,000 Gallons</i>
40,001 to 60,000	\$12.36	<i>Per 1,000 Gallons</i>
60,001 to 80,000	\$15.45	<i>Per 1,000 Gallons</i>
80,001 to 100,000	\$18.54	<i>Per 1,000 Gallons</i>
Above 100,000	\$21.63	<i>Per 1,000 Gallons</i>

WATER RATES	Current Rates	
Common Wall Irrigation – (Rate #162)		
Rate Multiplier	# of Units	
Monthly Base Rate	\$0.00	<i>Per Unit</i>
Usage (in gallons)		
Zero to 5,000	\$1.80	<i>Per 1,000 Gallons</i>
5,001 to 20,000	\$4.64	<i>Per 1,000 Gallons</i>
20,001 to 30,000	\$5.15	<i>Per 1,000 Gallons</i>
30,001 to 40,000	\$8.24	<i>Per 1,000 Gallons</i>
40,001 to 60,000	\$12.36	<i>Per 1,000 Gallons</i>
60,001 to 80,000	\$15.45	<i>Per 1,000 Gallons</i>
80,001 to 100,000	\$18.54	<i>Per 1,000 Gallons</i>
Above 100,000	\$21.63	<i>Per 1,000 Gallons</i>

WATER RATES	Current Rates	
Interruptible Sources (Construction/Snow-making/Wholesale) (Rate #130)		
Monthly Base Rate	\$123.60	<i>Per Connection</i>
Usage	\$13.39	<i>Per 1,000 Gallons</i>

WATER RATES	Current Rates	
Pumping Surcharge		
Colony (Rate #901)	\$2.40	<i>Per 1,000 Gallons</i>
Discovery (Rate #902)	\$0.78	<i>Per 1,000 Gallons</i>
Glenwild (Rate #905)	\$0.49	<i>Per 1,000 Gallons</i>
Preserve (Rate #906)	\$2.22	<i>Per 1,000 Gallons</i>
Redhawk (Rate #907)	\$0.80	<i>Per 1,000 Gallons</i>
Promontory West Hills (Rate #908)	\$0.28	<i>Per 1,000 Gallons</i>
Promontory Middle Valley (Rate #909)	\$0.14	<i>Per 1,000 Gallons</i>
Stagecoach (Rate #903)	\$2.86	<i>Per 1,000 Gallons</i>
Summit Park (Rate #902)	\$0.78	<i>Per 1,000 Gallons</i>
Sun Peak (Rate #904)	\$1.21	<i>Per 1,000 Gallons</i>
Timberline (Rate #902)	\$0.78	<i>Per 1,000 Gallons</i>
Weilenmann (Rate #902)	\$0.78	<i>Per 1,000 Gallons</i>
<i>Applies to all water rates. Newly annexed areas will be assigned to the most appropriate pumping surcharge based upon the location of that development.</i>		

WATER RATES	Current Rates	
Olympic Park (Rate #155)		

Monthly Base Rate Usage (includes Sun Peak Pumping Surcharge)	\$123.60 \$5.28	<i>Per 1,000 Gallons</i>
WATER RATES		
Untreated Secondary Water (Rate #125)	<i>per contract</i>	
Per Contract (Promontory)		

Stagecoach (Rate #801)		
Monthly Infrastructure Assessment	\$143.00	<i>Per Lot</i>

Community Water (Rate #1001)		
Monthly Infrastructure Assessment	\$26.50	<i>Per unit</i>

Standby Fees (Rate #701)		
Monthly Charge	\$40.00	<i>Per ERC or Prepaid</i>

H. User and Connection Fees

In addition to water usage charges, new connections within the District are assessed connection and meter fees, as shown below. The District generally collects these fees at the time a building permit is issued.

The District also collects fees related to fire hydrant rentals, inspections, delinquent payments, theft of service, and conservation violations.

OPERATING FEES	Current Rates	
Buried Meter Service Fee	<i>Peak Monthly Gallons for Previous Year at Current Rates Per Month</i>	<i>Per Connection</i>

OPERATING FEES	Current Rates	
Connection Fee – Meter/Endpoint	\$1,500	<i>Per Connection</i>
Security Deposit (Refundable)	\$1,800	
Up to 3/4” Meter	\$2,000	
1.0” Meter	\$2,400	
1.5” Meter	\$2,700	
2.0” Meter	<i>\$2,700 plus Incremental Meter Cost</i>	
2.5” Meter	<i>\$2,700 plus Incremental Meter Cost</i>	
3.0” Meter	<i>\$2,700 plus Incremental Meter Cost</i>	
4.0” Meter	<i>\$2,700 plus Incremental Meter Cost</i>	
6.0” Meter	<i>\$2,700 plus Incremental Meter Cost</i>	
8.0” Meter	<i>\$2,700 plus Incremental Meter Cost</i>	

OPERATING FEES	Current Rates	
Delinquent Accounts		

Delinquent Lien Fee	\$20.00	<i>Per Occurrence</i>
Shutoff Notice	\$30.00	<i>Per Occurrence</i>
Late Charge	1.50%	<i>Monthly Charge</i>
Water Shutoff	\$100.00	<i>Per Occurrence</i>
Resumption of Service Fee	\$100.00	<i>Per Occurrence</i>

OPERATING FEES	Current Rates	
Disconnection of Service		
Removal of Meter	\$250.00	<i>Per Occurrence</i>
Resumption of Disconnected Service	<i>8 times Monthly Base</i>	<i>Per Occurrence</i>

OPERATING FEES	Current Rates	
Fire Hydrant Rental		
3" Meter – Deposit (Refundable)	\$1,500.00	<i>Per Connection</i>
	\$350.00	
3" Meter Wear Fee (Non-Refundable)	\$123.60	
	\$13.39	<i>Per 1,000 gallons</i>
3" Monthly Base Rate		
3" Usage Rate	\$500.00	<i>Per Connection</i>
	\$125.00	
1" Meter – Deposit (Refundable)	\$61.80	
	\$13.39	<i>Per 1,000 gallons</i>
1" Meter Wear Fee (Non-Refundable)		
1" Monthly Base Rate		
1" Usage Rate		

On-Site Visit (formerly inspection Fee)	\$100.00	<i>Per Occurrence</i>
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Private Hydrant Meter Flushing & Inspection Fee	\$10.00	<i>Per Private Hydrant</i>
Monthly Ongoing Fee		

Title Transfer Fee	\$100.00	<i>Per Occurrence</i>
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Alternate Water Service Provider	\$4,700.00	<i>Per ERC Under Contractual Commitment with MRW Who Switches to Another Provider</i>
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Conservation Violations		
1 st Violation	<i>Warning</i>	<i>Per Violation</i>
2 nd Violation	\$50.00	
3 rd Violation	\$100.00	
4 th Violation	\$500.00	

Leaking Water	<i>A credit may be given for estimated water leaked up to the amount to cover the cost of water production</i>	<i>Per Occurrence</i>
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Release of Restrictive Covenant	<i>Assess all back fees and charges, plus 1.5% annual interest</i>	<i>Per Lot</i>
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Theft of Service	\$1,000.00	<i>Per Occurrence</i>
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Impact Fee Review	\$100.00	<i>Per Lot</i>
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Fire Flow Report	\$100.00	<i>Per Occurrence</i>
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Lot owners in the District have the option of designating their lot as non-developable by declaring a restrictive covenant. However, if in the future, a lot owner decides to build on the lot, the owner is assessed a Release of Restrictive Covenant fee that includes all fees and charges avoided during the period the covenant was in place, plus interest.

The District assesses an Alternative Provider Fee to users who are contractually committed to receive water from the District, but choose to change water providers. The imposition of such a fee helps to ensure the Net Revenues available to pay debt service will not decrease if such customers choose another water provider.

5. FINANCIAL INFORMATION
A. Statement of Net Position

Mountain Regional Water
Statement of Net Position

	2016	2017	2018	2019	2020
ASSETS					
Current assets:					
Cash and cash equivalents	\$ 5,232,990	\$ 6,992,374	\$ 8,937,785	\$ 8,724,454	\$ 10,061,277
Receivables					
Accounts receivable	906,385	820,468	947,747	1,011,479	1,104,786
Other	10,000	504,228	232,930	1,861,343	494,945
Inventory of supplies	125,851	117,240	95,099	99,226	127,122
Prepaid expenses	1,113,884	1,194,814	1,222,746	1,359,282	1,522,302
Current portion, restricted cash and cash equivalents	2,928,228	3,024,564	2,579,472	3,810,571	3,646,356
Total current assets	<u>10,317,338</u>	<u>12,653,688</u>	<u>14,015,779</u>	<u>16,866,355</u>	<u>16,956,788</u>
Noncurrent assets:					
Restricted cash and cash equivalents	3,913,712	1,754,882	2,070,971	2,819,031	2,715,818
Net pension asset	87	-	-	-	-
Nondepreciable capital assets	22,261,288	23,668,624	21,578,952	21,696,430	23,023,100
Depreciable capital assets, net	61,481,973	64,250,103	68,447,451	70,623,354	70,387,332
Total assets	<u>97,974,398</u>	<u>102,327,297</u>	<u>106,113,153</u>	<u>112,005,170</u>	<u>113,083,038</u>
DEFERRED OUTFLOWS OF RESOURCES					
Deferred charge on bond refunding	784,353	737,987	691,621	1,127,473	1,047,416
Pensions	675,060	774,581	637,227	773,835	442,978
Total deferred outflow of resources	<u>1,459,413</u>	<u>1,512,568</u>	<u>1,328,848</u>	<u>1,901,308</u>	<u>1,490,394</u>
TOTAL ASSETS & DEFERRED OUTFLOWS	<u>\$ 99,433,811</u>	<u>\$ 103,839,865</u>	<u>\$ 107,442,001</u>	<u>\$ 113,906,478</u>	<u>\$ 114,573,432</u>
LIABILITIES					
Current liabilities:					
Accounts payable	\$ 138,250	\$ 117,689	\$ 170,447	\$ 201,580	\$ 216,170
Accrued liabilities	46,536	71,972	64,649	332,723	188,262
Liabilities payable from restricted assets					
Accounts payable	209,475	511,853	-	3,867	165,189
Due to developer	48,480	66,222	95,654	629,334	175,424
Customer deposits	304,355	370,138	352,354	489,409	499,261
Arbitrage rebate	6,350	6,409	6,558	-	-
Accrued interest	92,806	91,956	87,918	72,458	67,377
Current portion, payable to developer	51,244	62,235	62,235	71,125	62,235
Current portion, notes and bonds payable	2,215,518	1,915,751	1,974,753	2,544,378	2,676,870
Current portion, capital leases	12,553	26,299	27,166	28,063	28,989
Total current liabilities	<u>3,125,567</u>	<u>3,240,524</u>	<u>2,841,734</u>	<u>4,372,937</u>	<u>4,079,777</u>
Long-term obligations, less current maturities:					
Capital leases	273,401	613,496	586,331	558,267	529,277
Payable to developer	1,266,392	1,135,377	1,095,369	1,033,135	935,337
Net pension liability	968,804	1,119,191	763,882	1,256,115	592,151
Compensated absences	392,708	408,452	398,014	409,988	420,446
Notes and bonds payable	43,895,631	42,051,306	39,900,916	40,007,206	37,161,488
Total liabilities	<u>49,922,503</u>	<u>48,568,346</u>	<u>45,586,246</u>	<u>47,637,648</u>	<u>43,718,476</u>
DEFERRED INFLOW OF RESOURCES					
Grant revenues received in advance	198,334	186,667	175,000	163,334	151,667
Pensions	100,555	143,705	338,855	46,379	371,698
Total deferred inflow of resources	<u>298,889</u>	<u>330,372</u>	<u>513,855</u>	<u>209,713</u>	<u>523,365</u>
NET POSITION					
Net investment in capital assets	\$ 40,651,137	\$ 44,049,862	\$ 48,228,858	\$ 51,258,145	\$ 54,737,338
Restricted for:					
Capital projects	1,249,620	1,214,318	2,180,089	2,399,432	3,368,780
Debt service	1,092,592	1,320,938	770,266	982,040	812,457
Unrestricted	6,219,070	8,356,029	10,162,687	11,419,500	11,413,016
Total net position	<u>49,212,419</u>	<u>54,941,147</u>	<u>61,341,900</u>	<u>66,059,117</u>	<u>70,331,591</u>
TOTAL LIABILITIES, DEFERRED INFLOWS & NET POSITION	<u>\$ 99,433,811</u>	<u>\$ 103,839,865</u>	<u>\$ 107,442,001</u>	<u>\$ 113,906,478</u>	<u>\$ 114,573,432</u>

B. Statement of Revenues, Expenses, and Changes in Net Position

Mountain Regional Water Statement of Revenues, Expenses and Changes in Net Position

	2016	2017	2018	2019	2020
Operating revenues:					
Water sales	\$ 8,699,001	\$ 9,125,956	\$ 9,952,000	\$ 9,508,637	\$ 11,822,970
Operation fees	407,984	442,186	376,969	463,753	535,830
Other	68,056	73,859	80,208	67,301	45,629
Total operating revenue	9,175,041	9,642,001	10,409,177	10,039,691	12,404,429
Operating expenses:					
Operations, maintenance and repairs	2,250,116	2,057,065	2,232,424	2,290,509	2,976,310
Water production	1,746,327	2,003,330	2,012,813	2,305,353	2,384,954
Engineering and energy and technology management	660,752	714,647	823,821	805,521	712,323
Management and finance	772,452	895,226	996,296	1,018,738	1,025,125
Legal services	13,305	29,680	29,307	44,918	48,283
Depreciation	1,474,478	1,579,364	1,634,016	1,704,766	1,859,035
Total operating expenses	6,917,430	7,279,312	7,728,677	8,169,805	9,006,030
Operating income (loss)	\$ 2,257,611	\$ 2,362,689	\$ 2,680,500	\$ 1,869,886	\$ 3,398,399
Nonoperating revenues (expenses)					
Impact fees	\$ 1,204,382	\$ 1,459,348	\$ 1,243,146	\$ 1,157,279	\$ 735,399
Interest income	112,941	176,988	303,724	405,843	170,536
Special Improvement District assessments	1,742,175	1,674,531	1,169,732	393,929	493,489
Intergovernmental grant revenue	31,101	11,667	11,667	11,666	14,067
Other non-operating revenue	209,455	246,707	359,339	296,738	457,673
Gain (loss) on disposal of capital assets	-	11,132	7,000	34,485	4,525
Interest expense	(1,462,711)	(1,470,966)	(1,473,282)	(934,486)	(1,100,281)
Bond issuance expenses				(334,193)	-
Other nonoperating expenses	(30,734)	(27,734)	(27,734)	(15,573)	(15,750)
Total non-operating revenues (expenses), net	1,806,609	2,081,673	1,593,592	1,015,688	759,658
Income (loss) before operating transfers	\$ 4,064,220	\$ 4,444,362	\$ 4,274,092	\$ 2,885,574	\$ 4,158,057
Contributions-in-aid of construction	\$ 35,064	\$ 1,284,366	\$ 2,126,661	\$ 1,831,643	\$ 114,417
Change in net position	\$ 4,099,284	\$ 5,728,728	\$ 6,400,753	\$ 4,717,217	\$ 4,272,474
Net position, beginning of year	45,113,135	49,212,419	54,941,147	61,341,900	66,059,117
Net position, end of year	\$ 49,212,419	\$ 54,941,147	\$ 61,341,900	\$ 66,059,117	\$ 70,331,591

6. DEBT STRUCTURE

A. Revenue Bonds Debt

**Mountain Regional Water Special Service District
Outstanding Parity Debt
June 16, 2021**

	Series	Purpose	Original Issue Amount	Maturity Date	Principal Outstanding
Bonds					
2008 ⁽¹⁾	Direct Purchase	Infrastructure	3,026,000	6/15/2029	1,355,000
2011A ⁽²⁾	Direct Purchase	Refunding	679,000	3/1/2031	402,000
2011B ⁽³⁾	Direct Purchase	Infrastructure	1,278,000	3/31/2032	720,000
2012 ⁽⁴⁾	Public Issue	Refunding	27,270,000	12/15/2021	1,465,000
2014 ⁽⁵⁾	Public Issue	Infrastructure	8,140,000	12/15/2030	5,590,000
2019A ⁽⁶⁾	Public Issue	Refunding	25,815,000	12/15/2034	25,625,000
2019B ⁽⁷⁾	Direct Purchase	Infrastructure	2,600,000	12/15/2039	2,493,000
Total			\$ 68,808,000		\$ 37,650,000

(1) - Purchased by State Drinking Water Board at a 2.0% interest rate.

(2) - Purchased by State Drinking Water Board at a 1.5% interest rate. This bond is issued as a federally taxable bond.

(3) - Purchased by State Drinking Water Board at a 0% interest rate. This bond is issued as a federally taxable bond.

(4) - Rated AA by Fitch and AA+ (AGM Insured; underlying AA) by S&P. This bond issue is insured by AGM.

(5) - Rated AA by Fitch and AA+ (AGM Insured; underlying AA) by S&P. This bond issue is insured by AGM.

(6) - Rated AA by Fitch and AA+ (BAM Insured; underlying AA) by S&P. This bond issued is insured by BAM.

(7) - Purchased by State Drinking Water Board at a 2.0% interest rate.

The annual debt service for each of the bonds for each issue is shown on the following page.

**Mountain Regional Water
Debt Service Schedule
January 1, 2021**

Calendar Year	Series 2008		Series 2011A		Series 2011B		Series 2012		Series 2014		Series 2019A		Series 2019B		Total Revenue Bonds Debt		
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Total
2021	155,000	30,200	37,000	6,673	66,000	58,600	475,000	223,513	245,000	631,890	109,000	49,860	2,552,000	1,000,736	3,552,736		
2022	158,000	27,100	38,000	6,110	65,000		485,000	209,263	1,765,000	627,182	111,000	47,680	2,622,000	917,335	3,539,335		
2023	161,000	23,940	38,000	5,533	66,000		505,000	194,713	1,805,000	592,570	114,000	45,460	2,689,000	862,216	3,551,216		
2024	164,000	20,720	39,000	4,955	65,000		520,000	174,513	1,840,000	556,234	116,000	43,180	2,744,000	799,602	3,543,602		
2025	168,000	17,440	39,000	4,362	66,000		540,000	153,713	1,880,000	518,276	118,000	40,860	2,811,000	734,651	3,545,651		
2026	171,000	14,080	40,000	3,770	65,000		565,000	132,113	1,925,000	476,934	121,000	38,500	2,887,000	665,397	3,552,397		
2027	174,000	10,660	40,000	3,162	66,000		585,000	109,513	1,965,000	432,678	123,000	36,080	2,953,000	592,093	3,545,093		
2028	178,000	7,180	41,000	2,554	65,000		610,000	84,650	2,010,000	385,833	125,000	33,620	3,029,000	513,837	3,542,837		
2029	181,000	3,620	42,000	1,930	66,000		640,000	58,725	2,065,000	335,904	128,000	31,120	3,122,000	431,299	3,553,299		
2030			42,000	1,292	65,000		665,000	29,925	2,115,000	283,578	130,000	28,560	3,017,000	343,355	3,360,355		
2031			43,000	654	66,000				2,480,000	227,868	133,000	25,960	2,722,000	254,482	2,976,482		
2032					65,000				2,545,000	160,066	136,000	23,300	2,746,000	183,366	2,929,366		
2033									2,625,000	87,940	138,000	20,580	2,765,000	108,520	2,873,520		
2034									360,000	10,922	141,000	17,820	501,000	28,742	529,742		
2035											144,000	15,000	144,000	15,000	159,000		
2036											147,000	12,120	147,000	12,120	159,120		
2037											150,000	9,180	150,000	9,180	159,180		
2038											153,000	6,180	153,000	6,180	159,180		
2039											156,000	3,120	156,000	3,120	159,120		
Total	\$ 1,510,000	\$ 154,940	\$ 439,000	\$ 40,995	\$ 786,000	\$ 58,600	\$ 5,590,000	\$ 1,370,641	\$ 25,625,000	\$ 5,327,875	\$ 2,489,000	\$ 528,180	\$ 37,908,000	\$ 7,481,231	\$ 45,389,231		

B. Subordinated Debt

The District's outstanding subordinated debt is shown below.

Mountain Regional Water Special Service District Outstanding Subordinated Debt June 16, 2021

<u>Series</u>	<u>Purpose</u>	<u>Original Issue Amount</u>	<u>Maturity Date</u>	<u>Principal Outstanding</u>
Notes Payable				
Zions Land Purchase Agreement ⁽¹⁾	Property	\$ 310,000	2034	\$ 233,500
Zions Equipment Lease Purchase ⁽²⁾	Equipment	373,385	2037	324,767
Weber Basin Water Conservancy District ⁽³⁾	Infrastructure	2,033,436	2029	1,083,922
Weber Basin Water Conservancy District ⁽³⁾	Infrastructure	247,060	2037	213,669
		<u>\$ 2,963,881</u>		<u>\$ 1,855,858</u>

(1) - The District entered into a capital lease with Zions National Bank in 2014 to acquire land. The principal components for years 2014 to 2024 bear interest at a 2.90% per annum. The principal components for all years after 2024 bears an initial interest rate of 2.25% per annum until August 1, 2024; after which the rate will adjust on August 1, 2024 and again on August 1, 2029. The adjusted rate shall be 20 basis points plus the 5 year Advanced Fixed Rate quoted by the Seattle Federal Home Bank.

(2) - The District entered into a capital lease with Zions National Bank in March 2017 to acquire equipment. The principal components for years 2017 to 2027 bear interest at a 3.63% per annum. The principal components for all years after 2027 bears an initial interest rate of 3.17% per annum. On March 15, 2022, March 15, 2027, and March 15, 2032 the interest rate on any such maturities shall be adjusted to equal the Index Rate plus 50 basis points. The adjusted rate shall be 50 basis points plus the 5 Year Fixed-Rate Advance as quoted by the Federal Home Loan Bank of Des Moines.

(3) - Purchased by Weber Basin at an annual interest rate of 4.6%.

The annual debt service for the subordinated debt is shown on the next page.

**Mountain Regional Water
Subordinated Debt Service Schedule
January 1, 2021**

Calendar Year	2009 Weber Basin		2017 Weber Basin		2014 Zions Property Lease		2017 Zions Equipment Lease		Total Other Debt		
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	
2021	115,541	54,942	9,329	10,239	14,085	5,832	14,904	10,654	153,859	81,667	
2022	120,855	49,860	9,758	9,829	14,496	5,420	15,450	10,108	160,560	75,217	
2023	126,415	44,546	10,207	9,400	14,920	4,997	16,016	9,542	167,558	68,484	
2024	132,230	38,986	10,677	8,951	15,355	4,561	16,603	8,956	174,865	61,454	
2025	138,312	33,171	11,168	8,481	15,777	4,132	17,211	8,347	182,469	54,132	
2026	144,675	27,089	11,682	7,990	16,131	3,752	17,842	7,717	190,329	46,548	
2027	151,330	20,726	12,219	7,476	16,491	3,362	18,495	7,063	198,535	38,628	
2028	154,564	14,071	12,781	6,939	16,861	2,963	19,107	6,451	203,314	30,424	
2029		7,110	13,369	6,377	17,237	2,553	19,718	5,841	50,324	21,881	
2030			13,984	5,789	17,623	2,134	20,348	5,211	51,955	13,134	
2031			14,627	5,174	18,017	1,705	20,998	4,560	53,642	11,440	
2032			15,300	4,531	18,421	1,265	21,669	3,890	55,390	9,685	
2033			16,004	3,858	18,832	814	22,361	3,197	57,197	7,869	
2034			16,740	3,154	19,254	353	23,076	2,483	59,070	5,990	
2035			17,510	2,418			23,813	1,745	41,323	4,163	
2036			18,314	1,648			24,574	985	42,888	2,632	
2037				842			12,580	199	12,580	1,042	
Total	\$ 1,083,922	\$ 290,501	\$ 213,669	\$ 103,096	\$ 233,500	\$ 43,843	\$ 324,767	\$ 96,950	\$ 1,855,858	\$ 534,390	\$ 2,390,248

7. NO DEFAULTED OBLIGATIONS

The District has never failed to pay principal or interest on any of its financial obligations by the due date.

8. FISCAL YEAR 2020 AND 2019 AUDITED FINANCIAL STATEMENTS

The audited financial statements for Fiscal Year 2020 and 2019 are attached to this supplemental disclosure.