

Tab 2

METROPOLITAN WATER DISTRICT
Balance Sheet - Summary
As of May 31, 2023
91.67% of Budget Completed

ASSETS	<u>05/31/23</u>	<u>04/30/23</u>	<u>05/31/22</u>
Current Assets:			
1 Accounts Receivable	\$ 3,992,577	\$ 4,058,154	\$ 5,813,837
2 Inventories	485,591	442,477	333,080
3 Prepaid Expenses	245,351	281,443	215,256
Reserve Funds:			
4 Operations & Maintenance Fund	25,820,345	25,424,810	23,125,344
5 Renewal and Replacement Reserve	650,000	650,000	650,000
6 Interest Rate Stabilization Reserve	3,284,866	3,284,866	3,284,866
7 Capital Projects Reserve	6,047,413	6,047,413	5,808,007
8 ASR Reserve	682,216	682,216	3,232,507
9 Self Insurance/Contingency Reserve	2,000,000	2,000,000	2,000,000
10 Jordan Aqueduct Reserve	44,325	44,325	44,108
11 JVWTP O&M Agreement	20,000	20,000	20,000
12 150th South Pipeline Agreement	36,362	36,362	36,183
13 TOTAL CURRENT ASSETS	43,309,046	42,972,066	44,563,188
Restricted Assets:			
2012 Series Bond			
14 Bond Fund Account 2012A	-	-	7,018,504
15 Bond Fund Account 2012B	721,871	653,813	1,232,270
2015 Series Bond			
16 Bond Fund Account 2015A	330,898	292,417	322,815
2016 Series Bond			
17 Bond Fund Account 2016A	823,552	658,203	817,002
2020 Series Bond			
18 Bond Fund Account 2020A	9,758,417	8,808,039	1,618,797
2021 Series Bond			
19 Bond Fund Account 2021A	855,461	683,705	848,681
20 Bond Fund Account 2021B	69,010	55,154	68,463
21 TOTAL RESTRICTED ASSETS	12,559,209	11,151,331	11,926,532
Fixed Assets:			
22 Land & Right-of-Way	22,023,773	22,023,773	22,384,950
23 Buildings & Improvements	287,740,831	287,740,831	287,621,596
24 Machinery & Equipment	18,682,963	18,572,423	16,882,295
25 Furniture & Fixtures	60,173	60,173	60,173
26 Transportation Equipment	1,337,929	1,394,778	1,273,116
27 Aqueduct & Appurtenances	111,991,784	111,991,784	111,974,338
28 Water Rights - PRWUA	18,188,008	18,188,008	33,565,711
29 Investment in Surface Water	135,189,064	135,189,064	58,349,684
Construction in Progress:			
30 CIP - Jordan Aqueduct System	1,596,511	1,596,511	705,705
31 CIP - Provo River Project	-	-	3,614,328
32 CIP - Central Utah Project	3,815,423	3,815,423	2,971,200
33 CIP - CUP ULS New Supply Assessment	-	-	844,223
34 CIP - Aquifer Storage & Recovery	1,697,201	1,068,650	120,712
35 CIP - Other	1,006,364	1,017,375	1,505,817
36 TOTAL FIXED ASSETS	603,330,024	602,658,793	541,873,848
37 Less: Accumulated Depreciation	<u>(189,717,656)</u>	<u>(188,827,974)</u>	<u>(178,691,409)</u>
38 NET FIXED ASSETS	413,612,368	413,830,819	363,182,439
Other Assets:			
39 Investment in ULWUA	-	-	2,372,689
40 Investments	30,593,405	30,510,127	25,273,136
41 Net Pension Asset	<u>2,500,167</u>	<u>2,500,167</u>	<u>-</u>
42 TOTAL OTHER ASSETS	33,093,572	33,010,294	27,645,825
43 TOTAL ASSETS	\$ 502,574,195	\$ 500,964,510	\$ 447,317,984

METROPOLITAN WATER DISTRICT
Balance Sheet - Summary
As of May 31, 2023
91.67% of Budget Completed

	05/31/23	04/30/23	05/31/22
Deferred Outflow of Resources:			
44 Refinance Term Costs - 2021A	\$ 485,435	\$ 488,508	\$ 522,304
45 Refinance Term Costs - 2021B	9,577,003	9,688,363	10,913,329
46 Deferred Amount on Refunding - 2002B	7,104	10,656	49,727
47 Deferred Amount on Refunding - 2004	25,809	38,713	180,659
48 Deferred Amount on Refunding - 2005A	370,154	396,593	687,429
49 Deferred Amount on Refunding - 2009A	3,361,574	3,395,876	3,773,195
50 Deferred Bond Refunding - 2021A	1,825,145	1,836,697	1,963,764
51 Deferred Bond Refunding - 2021B	465,890	471,307	530,898
52 Deferred Outflows Relating to Pensions	1,081,526	1,081,526	782,721
53 TOTAL DEFERRED OUTFLOW OF RESOURCES	17,199,640	17,408,239	19,404,026
54 TOTAL ASSETS AND DEFERRED OUTFLOW OF RESOURCES	\$ 519,773,835	\$ 518,372,749	\$ 466,722,010
LIABILITIES AND NET ASSETS			
Current Liabilities:			
55 Accounts Payable	\$ 1,176,256	\$ 587,636	\$ 374,888
56 Interest Payable - Bonds	2,187,391	1,749,913	2,346,271
57 Vacation Payable	580,447	573,035	494,235
58 Sick Leave Payable	72,421	88,243	90,852
59 Deferred Revenue	3,750,732	3,750,732	936,018
60 Bonds Payable, Current	10,435,000	10,435,000	10,125,000
61 CUP Water Supply Payable-CP	2,971,200	2,971,200	-
62 TOTAL CURRENT LIABILITIES	21,173,447	20,155,759	14,367,264
Long-Term Liabilities:			
63 Bonds Payable - Series 2012A	-	-	7,510,000
64 Bonds Payable - Series 2012B	770,000	770,000	2,075,000
65 Bonds Payable - Series 2015A	4,225,000	4,225,000	4,495,000
66 Bonds Payable - Series 2016A	59,200,000	59,200,000	59,200,000
67 Bonds Payable - Series 2020A	64,625,000	64,625,000	65,975,000
68 Bonds Payable - Series 2021A	43,340,000	43,340,000	43,340,000
69 Bonds Payable - Series 2021B	12,240,000	12,240,000	12,240,000
70 Reoffering Premium - 2012A	-	-	231,575
71 Reoffering Premium - 2012B	19,904	29,856	139,328
72 Reoffering Premium - 2015A	449,175	452,527	489,399
73 Reoffering Premium - 2016A	3,141,625	3,173,682	3,526,314
74 Reoffering Premium - 2021A	14,277,298	14,367,661	15,361,650
75 Net Pension Liability	-	-	220,100
76 CUP Water Supply Payable	68,337,600	68,337,600	-
77 Less Bonds Payable, Current	(10,435,000)	(10,435,000)	(10,125,000)
78 TOTAL LONG-TERM LIABILITIES	260,190,602	260,326,326	204,678,366
79 TOTAL LIABILITIES	281,364,049	280,482,085	219,045,630
Deferred Inflow of Resources:			
80 Deferred Bond Refunding - 2012A (2019)	819,291	839,274	1,059,084
81 Deferred Bond Refunding - 2012A (2020)	1,594,667	1,656,000	2,330,667
82 Deferred Inflows Relating to Pensions	3,418,975	3,418,975	1,615,894
83 TOTAL DEFERRED INFLOW OF RESOURCES	5,832,933	5,914,249	5,005,645
84 TOTAL LIABILITIES AND DEFERRED INFLOW OF RESOURCES	287,196,982	286,396,334	224,051,275
Net Assets:			
85 Invested in Capital Assets, Net of Related Debt	221,213,099	221,423,109	156,400,976
Restricted Assets:			
86 Future Debt Service	12,559,209	11,151,331	11,926,532
87 Operations & Maintenance Restriction	5,699,658	4,659,163	4,435,938
88 Renewal and Replacement	650,000	650,000	650,000
89 150th South Pipeline Agreement	36,362	36,362	36,183
90 JWTP O&M Agreement	20,000	20,000	20,000
91 Jordan Aqueduct Reserve	44,325	44,325	44,108
92 Unrestricted	(7,645,800)	(6,007,875)	69,156,998
93 TOTAL NET ASSETS	232,576,853	231,976,415	242,670,735
94 TOTAL LIABILITIES, DEFERRED INFLOW OF RESOURCES, AND NET ASSETS	\$ 519,773,835	\$ 518,372,749	\$ 466,722,010

METROPOLITAN WATER DISTRICT
Capital Report
For the Month Ending May 31, 2023
91.67% of Budget Complete

Account Name	Account Number	Current Month	Year to Date	Total Budget	Amount Remaining	% of Budget Used
CAPACITY IMPROVEMENT PROJECTS						
1	Managed Aquifer Recharge Design and Construction	1865	\$ 628,551.34	\$ 1,540,801.94	\$ 5,000,000.00	\$ 3,459,198.06 30.82 %
2	Capacity Improvement Projects		628,551.34	1,540,801.94	5,000,000.00	3,459,198.06 30.82%
NON-CAPACITY IMPROVEMENT PROJECTS						
3	LCWTP Standby Generator Replacement	1845	-	18,024.00	25,000.00	6,976.00 72.10%
4	PC/S Hardware Replacement	1845C	-	-	200,000.00	200,000.00 0.00%
5	SCS Hardware and Software Replacement	1845F	1,245.00	107,039.55	600,000.00	492,960.45 17.84%
6	Salt Lake Aqueduct Replacement - Cottonwoods Conduit	1802C	-	-	100,000.00	100,000.00 0.00%
7	Fleet Replacement Program	1848	-	195,582.60	215,000.00	19,417.40 90.97%
8	Little Dell Dam Improvements	1840	-	-	476,920.00	476,920.00 0.00%
9	Repair and Replace		98,283.34	633,976.58	972,000.00	338,023.42 65.22 %
10	Non-Capacity Improvement Projects		99,528.34	954,622.73	2,588,920.00	1,634,297.27 36.87%
OTHER CAPITAL IMPROVEMENT PROJECTS						
11	Jordan Aqueduct System and 150th South Pipeline	1599	-	-	2,885,643.00	2,885,643.00 0.00 %
12	Other Capital Improvement Projects		0.00	0.00	2,885,643.00	2,885,643.00 0.00 %
INVESTMENTS IN WATER SOURCES						
13	Provo River Project (PRP) Capital*	1852	-	-	2,306,481.00	2,306,481.00 0.00%
14	Central Utah Project (CUP) Capital	1853	-	3,815,423.00	3,815,423.00	- 100.00 %
15	Investments in Water Sources		0.00	3,815,423.00	6,121,904.00	2,306,481.00 62.32 %
16	GRAND TOTAL		\$ 728,079.68	\$ 6,310,847.67	\$ 16,596,467.00	\$ 10,285,619.33 38.03 %

* Provo River Project costs are now being accounted for in their entirety as Operations and Maintenance expenses.

METROPOLITAN WATER DISTRICT

Revenue Statement

For the Month Ending May 31, 2023

91.67% of Budget Complete

	Current Month	Year to Date	Total Budget	% of Budget Used	Prior YTD Actual	Prior Year Total	% Prior Year Use	Average 3 Years	Average 3 YTD (Actual Dollars)	
OPERATING REVENUE										
Water Sales:										
1	Salt Lake City	\$ 1,385,240.25	\$ 15,237,642.75	\$ 16,622,883.00	91.67%	\$ 14,793,828.50	\$ 16,138,722.00	91.67%	91.67%	\$ 14,506,569.59
2	Sandy City	538,704.58	5,925,750.38	6,464,455.00	91.67%	5,753,154.88	6,276,168.96	91.67%	91.67%	5,641,443.21
3	Water Sales for Others	63,900.63	1,148,520.16	1,516,011.00	75.76 %	738,740.57	1,290,843.14	57.23 %	79.65 %	884,722.93
4	TOTAL OPERATING REVENUE	1,987,845.46	22,311,913.29	24,603,349.00	90.69%	21,285,723.95	23,705,734.10	89.79%	91.09%	21,032,735.72
OPERATING EXPENSES										
5	Administrative	180,111.61	1,552,916.40	1,772,430.00	87.62%	1,511,620.63	1,683,078.17	89.81%	82.48%	1,530,871.27
6	General	190,223.01	8,769,774.11	5,227,548.00	167.76%	3,994,484.52	8,202,507.56	48.70%	60.24%	3,553,064.15
7	Operations	336,947.32	3,136,090.89	4,087,959.00	76.72%	2,628,381.09	3,178,017.38	82.71%	86.36%	2,761,320.42
8	Maintenance	266,009.20	2,606,045.22	3,122,836.00	83.45%	2,170,219.35	2,470,252.42	87.85%	88.97%	2,068,683.73
9	Information Technology	137,998.72	1,580,588.88	2,017,921.00	78.33%	1,529,273.28	1,771,806.95	86.31%	86.78%	1,618,064.54
10	Engineering	136,230.57	1,214,058.15	1,473,485.00	82.39%	1,346,773.15	1,546,302.81	87.10%	86.98%	1,264,841.23
11	Instrumentation & Electrical	160,161.83	1,285,265.85	1,419,704.00	90.53%	1,154,549.52	1,270,249.55	90.89%	89.14%	737,556.28
12	Lab	76,981.30	859,237.36	924,127.00	92.98%	788,816.48	870,583.66	90.61%	89.17%	727,380.82
13	Non-Routine O&M	80,053.20	735,164.31	965,000.00	76.18 %	0.00	0.00	0.00 %	0.00 %	0.00
14	TOTAL OPERATING EXPENSES	1,564,716.76	21,739,141.17	21,011,010.00	103.47%	15,124,118.02	20,992,798.50	72.04%	78.19%	14,261,782.45
15	Revenue from Operations before Depreciation/Amortization	423,128.70	572,772.12	3,592,339.00	15.94%	6,161,605.93	2,712,935.60	227.12%	139.56%	6,770,953.27
16	Depreciation Expense	946,532.11	10,186,456.84	11,198,000.00	90.97%	10,139,727.02	11,047,486.91	91.78%	91.80%	10,000,867.82
17	Amortization Expense	(8,440.92)	(208,637.82)	(217,080.00)	96.11 %	(1,366,515.26)	(1,490,743.92)	91.67 %	91.66 %	(1,288,433.08)
18	Total Expenses	938,091.19	9,977,819.02	10,980,920.00	90.87%	8,773,211.76	9,556,742.99	91.80%	91.82%	8,712,434.74
19	REVENUE (LOSS) FROM OPERATIONS	(514,962.49)	(9,405,046.90)	(7,388,581.00)	127.29%	(2,611,605.83)	(6,843,807.39)	38.16%	41.86%	(1,941,481.47)
NON-OPERATING REVENUE										
20	General Property Taxes	254,670.96	11,480,570.98	11,096,818.00	103.46%	11,407,228.96	11,444,267.53	99.68%	99.40%	11,231,858.83
21	Fees in Lieu of Taxes	32,005.52	392,272.88	407,231.00	96.33%	404,627.46	445,979.96	90.73%	91.27%	407,719.45
22	Interest Revenue	279,123.51	2,102,773.70	411,387.00	511.14%	299,976.49	362,256.75	82.81%	90.90%	550,739.00
23	Prior Year Tax Collections	19,559.00	50,579.04	200,342.00	25.25%	254,358.10	392,958.55	64.73%	78.37%	207,016.15
24	Special Assessment Revenue	897,818.33	11,695,974.63	12,701,368.00	92.08%	11,226,772.49	11,386,541.99	98.60%	96.20%	11,444,890.50
25	Encroachment Applications	200.00	41,804.39	0.00	0.00%	24,762.10	24,762.10	100.00%	86.38%	24,329.25
26	Miscellaneous	4,550.43	118,184.67	208,117.00	56.79%	125,380.98	130,533.79	96.05%	98.37%	105,045.26
27	Gain/(Loss) on Disposal of Fixed Assets	64,851.00	80,500.50	0.00	0.00%	11,039.27	(14,907.38)	-74.05%	141.18%	13,043.56
28	Grant Funding	0.00	41,667.55	0.00	0.00%	2,850,000.00	60,567.82	4705.47%	4705.47%	950,000.00
29	Gain/(Loss) on PRWUA	0.00	0.00	0.00	0.00%	0.00	0.00	0.00%	0.00%	0.00
30	Net Change of Investments	96.98	17,565.51	0.00	0.00 %	2,708.47	(486,922.76)	(0.56)%	(9.73)%	9,838.64
31	TOTAL NON-OPERATING REVENUE	1,552,875.73	26,021,893.85	25,025,263.00	103.98%	26,606,854.32	23,746,038.35	112.05%	108.55%	24,944,480.64
NON-OPERATING EXPENSE										
32	Interest Expense	437,478.28	4,812,260.65	4,434,740.00	108.51%	5,247,312.02	5,716,566.22	91.79%	92.14%	6,195,835.48
33	TRRP Contractual Obligations	0.00	0.00	0.00	0.00%	0.00	0.00	0.00%	0.00%	0.00
34	Benefit Expense	0.00	0.00	0.00	0.00%	0.00	(951,826.00)	0.00%	0.00%	0.00
35	Actuarial Calculated Pension Expense	0.00	0.00	0.00	0.00 %	0.00	(264,165.00)	0.00 %	0.00 %	0.00
36	TOTAL NON-OPERATING EXPENSE	437,478.28	4,812,260.65	4,434,740.00	108.51 %	5,247,312.02	4,500,575.22	116.59 %	101.25 %	6,195,835.48
37	NET NON-OPERATING REVENUE (LOSS)	1,115,397.45	21,209,633.20	20,590,523.00	103.01 %	21,359,542.30	19,245,463.13	110.98 %	111.20 %	18,748,645.16
38	TOTAL DISTRICT NET REVENUE (LOSS)	\$ 600,434.96	\$ 11,804,586.30	\$ 13,201,942.00	89.42 %	\$ 18,747,936.47	\$ 12,401,655.74	151.17 %	137.50 %	\$ 16,807,163.69

MWDSLS Non-Capital Purchases over \$10,000

May 2023

Vendor	Invoice #	Check #	Amount	Description
Bowen, Collins & Associates	various	79548	10,140.75	Engineering Services - Hydropower Bypass Pipeline; Raw Water Nexus Eval.
Zions Bank Public Finance	6748	79579	16,000.00	2022 Property Tax Impact Analysis
Codale Electric Supply, Inc.	S8095645.001	79587	13,192.74	Technical Support License Renewal 2023-2024
Lewis Young Robertson & Burningham	2023-0051A	79592	11,775.00	WIFIA Funding Application Strategist
Thatcher Company	various	79602	51,431.70	Chemicals
Infinity Corrosion Group, Inc.	2004	79627	18,000.00	Annual Cathodic Protection Survey
Thatcher Company	various	79639	39,928.96	Chemicals
Bowen, Collins & Associates	various	79643	24,674.25	Engineering Services - Little Cottonwood Conduit Study, etc.
BP Energy Company	various	79644	24,341.43	Natural Gas
Elwell Consulting Group	2022-001-13	79648	18,173.17	Multi-Hazard Mitigation Plan
Rocky Mountain Power	various	79660	48,010.56	Electrical Services - March/April/May 2023
State of Utah-Division of Water Resources	450029-23	79663	36,400.00	Governor's Water Conservation Team 2023 Media Campaign
Thatcher Company	various	79664	60,775.32	Chemicals
Health Equity		ACH	22,563.12	H.S.A. Contributions - May 2023
Paylocity		ACH	73,210.00	Payroll Taxes 5/11/23
Paylocity		ACH	63,857.85	Payroll Taxes 5/25/23
Utah Retirement Systems		ACH	68,931.69	Retirement Contributions 4/27/23 Payroll
Utah Retirement Systems		ACH	90,113.08	Retirement Contributions 5/11/23 Payroll
Paylocity		ACH	165,063.12	Net Payroll 5/11/23
Paylocity		ACH	154,048.26	Net Payroll 5/25/23
Select Health		ACH	94,812.40	Medical Insurance Premiums - June 2023
Zions Bank		ACH	74,110.88	Zions Visa Commercial Card Payment - statement closing date 4/30/23
Zions Bank		ACH	65,610.42	2012B Bond Payment Transfer
Zions Bank		ACH	37,416.66	2015A Bond Payment Transfer
Zions Bank		ACH	163,245.83	2016A Bond Payment Transfer
Zions Bank		ACH	917,538.62	2020A Bond Payment Transfer
Zions Bank		ACH	169,570.83	2021A Bond Payment Transfer
Zions Bank		ACH	13,679.25	2021B Bond Payment Transfer

METROPOLITAN WATER DISTRICT
Balance Sheet - Summary Comparisons
As of May 31, 2023

	5/31/23	5/31/22	Difference
1 Accounts Receivable	3,992,577	5,813,837	(1,821,260)

Explanation: Water payments from Salt Lake City for the prior month were still outstanding at the end of May 2022, whereas they are now current.

	5/31/23	5/31/22	Difference
4 Operations & Maintenance Fund	25,820,345	23,125,344	2,695,001

Explanation: A more timely collection of Accounts Receivable compared to one year ago accounts for most of this difference. Additionally, there has been a steady, positive net cash flow. However, much of the positive cash flow has in effect been put to use by the \$5 million transfer made to the Investments account in November 2022, which has reduced the balance of the O&M Fund. Reference line 40, Investments.

	5/31/23	5/31/22	Difference
8 ASR Reserve	682,216	3,232,507	(2,550,291)

Explanation: This decrease in the ASR Reserve was the result of a capital budget transfer to help fund the advancement of work to be completed on the ASR project in FY 2023.

	5/31/23	5/31/22	Difference
24 Machinery & Equipment	18,682,963	16,882,295	1,800,668

Explanation: The majority of this increase is the result of completing the LCWTP Standby Generator System project and capitalizing those costs, which accounts for approximately \$1.5 million of this increase.

	5/31/23	5/31/22	Difference
31 CIP - Provo River Project	-	3,614,328	(3,614,328)

Explanation: In connection with the FY 2022 audit, it was determined that the District should record payments to Provo River Water Users Association as O&M expenses rather than capital items as done previously.

	5/31/23	5/31/22	Difference
40 Investments	30,593,405	25,273,136	5,320,269

Explanation: A \$5 million transfer was made from the O&M Fund account within the last year in order to generate greater interest revenue. Reference line 4, Operations & Maintenance Fund.

METROPOLITAN WATER DISTRICT
Revenue Statement Comparisons
For the Month Ending May 31, 2023

	Year to Date	Average 3 YTD (Actual Dollars)	Difference
6 General (Operating Expenses)	8,769,774.11	3,553,064.15	5,216,709.96

Explanation: Most of this difference is the result of recording our annual payment to Provo River Water Users Association as O&M expenses rather than capital as we have in years past. This change in accounting methods was dictated by the FY 2022 audit. The payment to PRWUA totaled approximately \$3.9 million. Additionally, we paid \$1,386,000 to CUWCD for 2022 Central Utah Project M&I Water, which was about \$362k higher than the three-year average. A third contributing factor to this large difference is a significant rate increase in the price of natural gas. Current year-to-date natural gas expenditures are \$694k above the three-year average.

	Year to Date	Average 3 YTD (Actual Dollars)	Difference
28 Grant Funding (Non-Operating Revenue)	41,667.55	950,000.00	(908,332.45)

Explanation: This difference is the result of billing for the ARPA grant funding in January of last year. The grant funding revenue was initially recognized at the time of billing, but the bulk of this revenue was deferred at year end.

	Year to Date	Total Budget	Difference
32 Interest Expense (Non-Operating Expense)	4,812,260.65	4,434,740.00	377,520.65

Explanation: The total interest expense for the year exceeds the budget due to a typo error that took place when the budget was created. This error was remedied during the June board meeting with the approval of Resolution 1924 to amend the FY 2023 budget.