ERMD INTERIM FINANCIAL REPORT
JUNE 30, 2025

BALANCE SHEET

Current assets are $3.2M consisting of $2.97M cash and $244K receivables and other. Bad Debt Reserve reflects utility accounts that are at least 90 days overdue. One account is for Annual Maintenance fees that have not been paid. A lien was placed on their property in December 2024. We also set up a payment plan with two property owners who have been facing financial difficulties.

Total assets are currently $28M.

Current liabilities are $42K and Sewer Loan Payable is $7M. Notes Payable now has a zero balance, as the road bond and water reservoir loans were both paid off in May 2024.

Total Net Position is $21M.

FINANCIAL OVERVIEW

The District's YTD Total Cash Inflow is $1.3M, a positive variance of $2,500. The variances in revenue are timing issues. The District had 8 new housing starts as of June 30. After transferring $510K to Reserves, Net Operating Cash Inflow is $838K, a positive variance of $12K.

Total Operating Cash Outflow was $654K, a positive variance of $76K. The Cash Flow before Reserves is $184K, a positive variance of $88K. Total cash flow including reserve activity is $452K, a positive variance of $106K. The negative variance in R&M Equipment is due to replacements of a Booster Station switch and a Filter PLC and CL 17 in the WTP, and water truck repairs. The negative variance in Cap Ex is a new air compressor for the WTP, new inline pump for the raw water pump station, and a new bucket including welding new brackets on the loader.

ANALYSIS OF RESERVE ACTIVITY

Total Reserve Cash Inflow was $510K, a negative variance from the budget of $9K.

Total Reserve Cash Outflow was $243K, leaving Net Reserve cash flow of $268K and a positive variance of $18K. The Water Fund Reserve Balance is now $105K, up from zero at the end of 2024.

UPDATE ON SOLAR PROJECT ELECTRIC COSTS

	WTP	WWTP	
Jan 1 - June 30, 2024	$14,227	$13,933	LPEA only
Jan 1 - June 30, 2025	$14,412	$23,713	LPEA + Sun Powered
$ Increase	$185	$9,780	
% Increase	1.3%	70.2%	

CURRENT INFRASTRUCTURE STATUS

6/30/2025	Water/Sewer Customers	Ranch	Highlands	Meadows	Total
	Unimproved	11	56	43	**110**
	Residential	219	421	115	**755**
	Ponds	3	0	0	**3**
	Landscaping	3	2	1	**6**
	Total	**236**	**479**	**159**	**874**
	Miles of Road (estimate)	**3.0**	**8.7**	**1.7**	**13.4**

EDGEMONT RANCH METROPOLITAN DISTRICT
Consolidated Balance Sheet
JUNE 30, 2025

ASSETS		
Current Assets		
Cash		$654,929
Water System Reserve + Unrestricted		137,564
Sewer System Reserve + Unrestricted		1,562,838
Road Maintenance Reserve		344,322
Snow Removal Reserve		272,040
Property Taxes Receivable		100,944
Water/Sewer Base Fees Receivable		55,808
Infrastructure Maintenance Fees Receivable		91,223
Other Current Assets		0
Bad Debt Reserve		-4,460
	Total Current Assets	3,215,208
Property, Plant and Equipment		
Water Source and Distribution Infrastructure		7,200,592
Water Treatment Infrastructure		797,518
Water Plant Equipment		172,780
Sewer Transmission Infrastructure		4,789,541
Sewer Treatment Infrastructure		9,007,161
Sewer Plant Equipment		158,285
Transportation Equipment		251,563
Office Building		87,822
Accumulated Depreciation		-4,289,750
	Total Property, Plant and Equipment	18,175,512
Other Assets		
Roads Infrastructure		8,880,162
Security Infrastructure		307,757
Office Building & Equipment		507,434
Building Improvements		87,536
Land		62,609
Accumulated Depreciation		-2,762,883
	Total Other Assets	7,082,615
	TOTAL ASSETS	$28,473,335
LIABILITIES		
Current Liabilities		
Accounts Payable		9,851
Accrued Compensated Absences		31,760
	Total Current Liabilities	41,611
Long-term Debt		
Sewer Loan Payable		6,997,383
Notes Payable		0
	Total Long-term Debt	6,997,383
	TOTAL LIABILITIES	7,038,994
DEFERRED INFLOWS OF RESOURCES		
Deferred Property Tax Revenue		100,944
NET POSITION		
Retained Earnings		11,671,105
Contributed Capital		6,389,937
Investment in General Fixed Assets		2,155,763
Restricted for Roads		198,721
Balancing Entry		466,204
Net Cash Flow		451,667
	TOTAL NET POSITION	21,333,397
	TOTAL LIABILITIES AND NET POSITION	$28,473,335

EDGEMONT RANCH METROPOLITAN DISTRICT
Consolidated Statement of Cash Flows
JUNE 30, 2025 YTD

CASH INFLOW	Water Fund	Sewer Fund	General Fund	Long Term Debt	Total	Budget	Variance	%
Water / Sewer Base Fees	$151,956	$113,106			$265,062	$260,750	4,312	2%
Infrastructure Maintenance Fees	140,170	143,973			284,143	291,900	(7,757)	-3%
Property Tax Income			$277,345	$244	277,589	257,955	19,634	8%
Snow Removal Fees			51,897		51,897	53,296	(1,399)	-3%
Water / Sewer Reserves	105,128	282,187			387,315	398,070	(10,755)	-3%
Inspection/Equipment/Impact Fees	3,768	200	4,225		8,193	10,210	(2,017)	-20%
Lease Income			29,000		29,000	29,000	0	0%
Other	1,218	3,021	372		4,611	150	4,461	2974%
Interest Income	1,489	24,862	19,179		45,530	45,000	530	0%
Bad Debt Reserve	-1,520	-2,640	-300		-4,460	0	(4,460)	
TOTAL CASH INFLOW	**402,209**	**564,709**	**381,718**	**244**	**1,348,880**	**1,346,331**	**2,549**	0%
Transfers to Reserves	-105,128	-282,187	-123,166	0	-510,481	-519,716		
NET OPERATING CASH INFLOW	**297,081**	**282,522**	**258,552**	**244**	**838,399**	**826,615**	**11,784**	**1%**
OPERATING CASH OUTFLOW								
Professional Fees	5,107	3,864	11,042	0	20,013	35,130	15,117	43%
Office Expenses	6,442	6,370	3,659		16,471	16,820	349	2%
Employee Expenses - Personnel	98,261	98,261	49,131		245,653	281,300	35,647	13%
Employee Exp - Taxes, Insurance, etc.	40,546	37,805	19,243		97,594	102,280	4,686	5%
Insurance	13,046	13,046	6,523		32,615	35,000	2,385	7%
Vehicle Expenses	7,463	7,608	3,715		18,786	22,300	3,514	16%
Operations Expenses	37,660	38,184	7,052		82,896	94,100	11,204	12%
Maintenance/Repair Equipment	23,934	22,191	0		46,125	20,830	(25,295)	-121%
Maintenance/Repair Infrastructure	10,095	819	7,804		18,718	21,670	2,952	14%
Distribution / Collections	12,511	3,287	0		15,798	27,070	11,272	42%
Capital Expenditures	28,467	8,857	22,076		59,400	57,000	(2,400)	-4%
Debt & Interest Payments				0	0	0	0	0%
Other	56	45	149		250	17,100	16,850	99%
TOTAL OPERATING CASH OUTFLOW	**283,588**	**240,337**	**130,394**	**0**	**654,319**	**730,600**	**76,281**	**10%**
CASH FLOW BEFORE RESERVES	**$13,493**	**$42,185**	**$128,158**	**$244**	**$184,080**	**$96,015**	**$88,065**	**92%**
NET RESERVE ACTIVITY	105,128	67,777	94,682	0	267,587	249,305	18,282	
TOTAL CASH FLOW	**$118,621**	**$109,962**	**$222,840**	**$244**	**$451,667**	**$345,320**	**$106,347**	**31%**

EDGEMONT RANCH METROPOLITAN DISTRICT
Analysis of Reserve Activity
JUNE 30, 2025 YTD

	Water System Reserve	Waste Water System Reserve	Road Maintenance Reserve	Snow Removal Reserve	Total	Budget	Variance	%
CURRENT RESERVE CASH INFLOW								
Water Reserve Fees	105,128				$105,128	$107,890	(2,762)	-3%
WWTP Reserve		282,187			$282,187	290,180	(7,993)	-3%
Road Maintenance Tax Levy			$67,044		$67,044	63,100	3,944	6%
Snow Removal Fee				$51,897	$51,897	53,296	(1,399)	-3%
Road Impact Fees			4,225		$4,225	5,250	(1,025)	-20%
TOTAL CASH INFLOW	**105,128**	**282,187**	**71,269**	**51,897**	**510,481**	**519,716**	**-9,235**	-2%
CURRENT RESERVE CASH OUTFLOW								
WWTP Loan/Interest Payments		214,410			214,410	214,411	1	0%
R&M Roads			18,283		18,283	33,000	14,717	45%
Snow Removal Expense				60	60	11,000	10,940	99%
Snow Equipment R&M				10,141	10,141	12,000	1,859	15%
TOTAL RESERVE CASH OUTFLOW	**0**	**214,410**	**18,283**	**10,201**	**242,894**	**270,411**	**27,517**	**10%**
NET RESERVE CASH FLOW	**$105,128**	**$67,777**	**$52,986**	**$41,696**	**$267,587**	**$249,305**	**$18,282**	**7%**
PREVIOUS RESERVE BALANCE (12/31/24)	**0**	**839,713**	**291,336**	**230,344**	**1,361,393**			
TOTAL RESERVE BALANCE 6/30/25	**$105,128**	**$907,490**	**$344,322**	**$272,040**	**$1,628,980**			