

**ERMD INTERIM FINANCIAL REPORT  
MARCH 31, 2024**

**BALANCE SHEET**

Current assets are \$3.3M consisting of \$2.9M cash and \$358K receivables and other.

Property, Plant and Equipment is \$18M, which primarily represents the water and sewer infrastructure. The final amount capitalized for the new Waste Water Plant was \$8.6M.

Other Assets are \$6.6M, made up primarily of all the roads for which the District has responsibility and buildings. Total assets are currently \$27.9M.

Total Liabilities are \$7.4M. Current liabilities are \$106K. Notes Payable reflects the balances of the road bond and water reservoir loans, which will both be paid off in May 2024.

Deferred Property Tax Revenue reflects the amount of the 2024 mill levy (\$365K) less taxes received as of March 31.

Total Net Position is \$20M.

**FINANCIAL OVERVIEW:**

The District’s YTD Total Cash Inflow is \$776K, a positive variance of \$54K. The District has had 1 new housing start in Q1. That number represents builders who pay their fees for road surcharge, meter equipment and inspections. After transferring \$281K to Reserves, Net Operating Cash Inflow is \$495K, a positive variance of \$35K. Most of the positive variances in Revenue are timing issues compared to the budget.

Total Operating Cash Outflow was \$408K, a positive variance of \$21K. The Cash Flow before Reserves was \$86K, a positive variance of \$56K. Total cash flow including reserve activity is \$202K, a positive variance of \$82K.

**ANALYSIS OF RESERVE ACTIVITY:**

Total Reserve Cash Inflow was \$281K, a positive variance from the budget of \$19.5K.

Total Reserve Cash Outflow was \$165K, leaving net Reserve cash flow of \$116K.

**CURRENT INFRASTRUCTURE STATUS**

3/31/2024	WATER/SEWER CUSTOMERS	<u>RANCH</u>	<u>HIGHLAND</u>	<u>MEADOWS</u>	<u>TOTAL</u>	-
	UNIMPROVED	11	63	60	134	
	RESIDENTIAL	219	414	98	731	
	PONDS	3	0	0	3	
	LANDSCAPING	3	2	1	6	
	TOTAL	236	479	137	874	
	Miles of Road (estimate)	3.4	5.4	1.1	9.9	

**EDGEMONT RANCH METROPOLITAN DISTRICT**  
**Consolidated Balance Sheet**  
**MARCH 31, 2024**

<b>ASSETS</b>		
Current Assets		
Cash	\$493,968	
Water System Reserve + Unrestricted	366,046	
Sewer System Reserve + Unrestricted	1,457,250	
Road Maintenance Reserve	424,494	
Snow Removal Reserve	193,813	
Property Taxes Receivable	213,821	
Water/Sewer Base Fees Receivable	48,057	
Infrastructure Maintenance Fees Receivable	97,835	
Other Current Assets	183	
Bad Debt Reserve	-1,665	
	Total Current Assets	3,293,802
Property, Plant and Equipment		
Water Source and Distribution Infrastructure	6,993,617	
Water Treatment Infrastructure	783,264	
Water Plant Equipment	172,780	
Sewer Transmission Infrastructure	4,555,057	
Sewer Treatment Infrastructure	9,007,161	
Sewer Plant Equipment	158,285	
Transportation Equipment	206,491	
Office Building	87,822	
Accumulated Depreciation	-3,828,034	
	Total Property, Plant and Equipment	18,136,443
Other Assets		
Roads Infrastructure	8,377,264	
Security Infrastructure	307,757	
Office Building & Equipment	359,073	
Building Improvements	87,536	
Land	62,609	
Accumulated Depreciation	-2,562,461	
	Total Other Assets	6,631,778
	<b>TOTAL ASSETS</b>	<b>\$28,062,023</b>
<b>LIABILITIES</b>		
Current Liabilities		
Accounts Payable	80,916	
Accrued Compensated Absences	25,330	
	Total Current Liabilities	106,246
Long-term Debt		
Sewer Loan Payable	7,261,482	
Notes Payable	30,337	
	Total Long-term Debt	7,291,819
	<b>TOTAL LIABILITIES</b>	<b>7,398,065</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>		
Deferred Property Tax Revenue	213,821	
<b>NET POSITION</b>		
Retained Earnings	13,270,105	
Contributed Capital	4,090,641	
Investment in General Fixed Assets	2,155,763	
Restricted for Roads	292,568	
Balancing Entry	438,634	
Net Cash Flow	202,426	
	TOTAL NET POSITION	20,450,137
	<b>TOTAL LIABILITIES AND NET POSITION</b>	<b>\$28,062,023</b>

**EDGEMONT RANCH METROPOLITAN DISTRICT**  
**Consolidated Statement of Cash Flows**  
**MARCH 31, 2024 YTD**

<b>CASH INFLOW</b>	<b>Water Fund</b>	<b>Sewer Fund</b>	<b>General Fund</b>	<b>Long Term Debt</b>	<b>Total</b>	<b>Budget</b>	<b>Variance</b>	<b>%</b>
Water / Sewer Base Fees	\$65,850	\$54,371			\$120,221	\$119,500	721	1%
Infrastructure Maintenance Fees	92,572	95,445			188,017	176,382	11,635	7%
Property Tax Income			\$145,195	\$11,535	156,730	131,945	24,785	19%
Snow Removal Fees			34,313		34,313	32,240	2,073	6%
Water / Sewer Reserves	38,572	171,802			210,374	197,370	13,004	7%
Inspection/Equipment/Impact Fees	471	25	525		1,021	3,060	(2,039)	-67%
Lease Income			33,638		33,638	33,638	0	0%
EPOA Reimbursement			1,944		1,944	2,245	(301)	-13%
Other	50	3,420	50		3,520	75	3,445	4593%
Interest Income	3,576	14,237	9,952		27,765	25,000	2,765	0%
Bad Debt Reserve	-625	-950	-90		-1,665	0	(1,665)	
<b>TOTAL CASH INFLOW</b>	<b>200,466</b>	<b>338,350</b>	<b>225,527</b>	<b>11,535</b>	<b>775,878</b>	<b>721,455</b>	<b>54,423</b>	<b>8%</b>
Transfers to Reserves	-38,572	-171,802	-70,456	0	-280,830	-261,295		
<b>NET OPERATING CASH INFLOW</b>	<b>161,894</b>	<b>166,548</b>	<b>155,071</b>	<b>11,535</b>	<b>495,048</b>	<b>460,160</b>	<b>34,888</b>	<b>8%</b>
<b>OPERATING CASH OUTFLOW</b>								
Professional Fees	2,548	534	6,066	325	9,473	15,075	5,602	37%
Office Expenses	2,331	6,020	1,867		10,218	5,575	(4,643)	-83%
Employee Expenses - Personnel	48,090	48,090	24,045		120,225	131,300	11,075	8%
Employee Exp - Taxes, Insurance, etc.	25,830	25,830	11,070		62,730	58,975	(3,755)	-6%
Insurance	11,712	11,712	5,856		29,280	32,000	2,720	9%
Vehicle Expenses	6,126	1,909	1,782		9,817	11,150	1,333	12%
Operations Expenses	11,884	9,865	3,740		25,489	48,915	23,426	48%
Maintenance/Repair Equipment	3,636	8,469	0		12,105	8,200	(3,905)	-48%
Maintenance/Repair Infrastructure	8,292	1,441	275		10,008	8,990	(1,018)	-11%
Distribution / Collections	22,444	1,120			23,564	11,980	(11,584)	-97%
Capital Expenditures	28,424	32,428	17,036		77,888	73,775	(4,113)	-6%
Debt & Interest Payments				15,349	15,349	15,349	0	0%
Other	450	524	1,454		2,428	8,375	5,947	71%
<b>TOTAL OPERATING CASH OUTFLOW</b>	<b>171,767</b>	<b>147,942</b>	<b>73,191</b>	<b>15,674</b>	<b>408,574</b>	<b>429,659</b>	<b>21,085</b>	<b>5%</b>
<b>CASH FLOW BEFORE RESERVES</b>	<b>-\$9,873</b>	<b>\$18,606</b>	<b>\$81,880</b>	<b>-\$4,139</b>	<b>\$86,474</b>	<b>\$30,501</b>	<b>\$55,973</b>	<b>184%</b>
<b>NET RESERVE ACTIVITY</b>	<b>8,018</b>	<b>64,597</b>	<b>43,337</b>	<b>0</b>	<b>115,952</b>	<b>89,535</b>	<b>26,417</b>	
<b>TOTAL CASH FLOW</b>	<b>-\$1,855</b>	<b>\$83,203</b>	<b>\$125,217</b>	<b>-\$4,139</b>	<b>\$202,426</b>	<b>\$120,036</b>	<b>\$82,390</b>	<b>69%</b>

**EDGEMONT RANCH METROPOLITAN DISTRICT**  
**Analysis of Reserve Activity**  
**MARCH 31, 2024 YTD**

	<u>Water System Reserve</u>	<u>Waste Water System Reserve</u>	<u>Road Maintenance Reserve</u>	<u>Snow Removal Reserve</u>	<u>Total</u>	<u>Budget</u>	<u>Variance</u>	<u>%</u>
<b>CURRENT RESERVE CASH INFLOW</b>								
Spring Valley Reservoir Reserve Fees	38,572				\$38,572	\$36,180	2,392	7%
WWTP Reserve		171,802			\$171,802	161,190	10,612	7%
Road Maintenance Tax Levy			\$35,618		\$35,618	30,110	5,508	18%
Snow Removal Fee				\$34,313	\$34,313	32,240	2,073	6%
Road Impact Fees			525		\$525	1,575	(1,050)	-67%
<b>TOTAL CASH INFLOW</b>	<b>38,572</b>	<b>171,802</b>	<b>36,143</b>	<b>34,313</b>	<b>280,830</b>	<b>261,295</b>	<b>19,535</b>	<b>7%</b>
<b>CURRENT RESERVE CASH OUTFLOW</b>								
Spring Valley Reservoir Loan Payments	30,554				30,554	30,554	0	0%
WWTP Loan/Interest Payments		107,205			107,205	107,206	1	0%
R&M Roads			15,967		15,967	16,000	33	0%
Snow Removal Expense				2,536	2,536	11,000	8,464	77%
Snow Equipment R&M				8,616	8,616	7,000	(1,616)	-23%
<b>TOTAL RESERVE CASH OUTFLOW</b>	<b>30,554</b>	<b>107,205</b>	<b>15,967</b>	<b>11,152</b>	<b>164,878</b>	<b>171,760</b>	<b>6,882</b>	<b>4%</b>
<b>NET RESERVE CASH FLOW</b>	<b>\$8,018</b>	<b>\$64,597</b>	<b>\$20,176</b>	<b>\$23,161</b>	<b>\$115,952</b>	<b>\$89,535</b>	<b>-\$26,417</b>	<b>-30%</b>
<b>PREVIOUS RESERVE BALANCE (12/31/23)</b>	<b>16,899</b>	<b>836,077</b>	<b>404,318</b>	<b>170,652</b>	<b>1,427,946</b>			
<b>TOTAL RESERVE BALANCE 3/31/24</b>	<b>\$24,917</b>	<b>\$900,674</b>	<b>\$424,494</b>	<b>\$193,813</b>	<b>\$1,543,898</b>			