

VIRIDIAN FARMS PUBLIC INFRASTRUCTURE DISTRICT NO. 1

FINANCIAL STATEMENTS

SEPTEMBER 30, 2024

Viridian Farms Public Infrastructure District No. 1
Balance Sheet - Governmental Funds
September 30, 2024

	<u>General</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Total</u>
Assets				
UMB Bond Fund	\$ -	\$ 916,626.50	\$ -	\$ 916,626.50
UMB Reserve Fund	-	564,500.00	-	564,500.00
UMB Project Fund	-	-	4,733,358.30	4,733,358.30
UMB COI Fund	-	-	356,623.60	356,623.60
Total Assets	<u>\$ -</u>	<u>\$ 1,481,126.50</u>	<u>\$ 5,089,981.90</u>	<u>\$ 6,571,108.40</u>
Fund Balances	<u>-</u>	<u>1,481,126.50</u>	<u>5,089,981.90</u>	<u>6,571,108.40</u>
Liabilities and Fund Balances	<u>\$ -</u>	<u>\$ 1,481,126.50</u>	<u>\$ 5,089,981.90</u>	<u>\$ 6,571,108.40</u>

No assurance is provided on these financial statements. Substantially all required disclosures, the government-wide financial statements, and the statement of revenues, expenditures and changes in fund balances - governmental funds have been omitted.

Viridian Farms Public Infrastructure District No. 1
General Fund Statement of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual
For the Period Ending September 30, 2024

	<u>Annual Budget</u>	<u>Actual</u>	<u>Variance</u>
Expenditures			
Accounting	5,000.00	-	5,000.00
Legal	5,000.00	-	5,000.00
Miscellaneous	5,000.00	-	5,000.00
Total Expenditures	<u>15,000.00</u>	<u>-</u>	<u>15,000.00</u>
Other Financing Sources (Uses)			
Developer advance	15,000.00	-	15,000.00
Total Other Financing Sources (Uses)	<u>15,000.00</u>	<u>-</u>	<u>15,000.00</u>
Fund Balance - Beginning	-	-	-
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

SUPPLEMENTARY INFORMATION

Viridian Farms Public Infrastructure District No. 1
Debt Service Fund Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual
For the Period Ending September 30, 2024

	<u>Annual Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues			
Interest Income	\$ 4,000.00	\$ -	\$ 4,000.00
Total Revenue	<u>4,000.00</u>	<u>-</u>	<u>4,000.00</u>
Other Financing Sources (Uses)			
Transfers from other funds	1,481,127.00	1,481,126.50	0.50
Total Other Financing Sources (Uses)	<u>1,481,127.00</u>	<u>1,481,126.50</u>	<u>0.50</u>
Net Change in Fund Balances	1,485,127.00	1,481,126.50	4,000.50
Fund Balance - Beginning	-	-	-
Fund Balance - Ending	<u>\$ 1,485,127.00</u>	<u>\$ 1,481,126.50</u>	<u>\$ 4,000.50</u>

Viridian Farms Public Infrastructure District No. 1
Capital Projects Fund Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual
For the Period Ending September 30, 2024

	<u>Annual Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues			
Interest Income	\$ 10,000.00	\$ -	\$ 10,000.00
Total Revenue	<u>10,000.00</u>	<u>-</u>	<u>10,000.00</u>
Expenditures			
Bond issue costs	430,516.00	73,891.60	356,624.40
Capital outlay	4,743,357.00	-	4,743,357.00
Total Expenditures	<u>5,173,873.00</u>	<u>73,891.60</u>	<u>5,099,981.40</u>
Other Financing Sources (Uses)			
Transfers to other fund	(1,481,127.00)	(1,481,126.50)	(0.50)
Bond proceeds series 2024A	5,645,000.00	5,645,000.00	-
Bond proceeds series 2024B	1,000,000.00	1,000,000.00	-
Total Other Financing Sources (Uses)	<u>5,163,873.00</u>	<u>5,163,873.50</u>	<u>(0.50)</u>
Net Change in Fund Balances	-	5,089,981.90	(5,089,981.90)
Fund Balance - Beginning	-	-	-
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 5,089,981.90</u>	<u>\$ (5,089,981.90)</u>

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VIRIDIAN FARM PUBLIC INFRASTRUCTURE DISTRICT NO. 1
2025 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS

Services Provided

On September 20, 2023, the City Council of Salem City, Utah (the City), acting in its capacity as the creating authority for the Viridian Farm Public Infrastructure District No. 1 (the District) and Nos. 2-3 (District Nos. 2-3 and together with the District, the Districts), adopted a resolution creating the Districts. The Office of the Lieutenant Governor of the State of Utah issued a Certificate of Creation for the Districts on October 17, 2023, which was recorded in the real property records of the Utah County Recorder on November 20, 2023.

The District was established simultaneously with District Nos. 2-3 to provide financing for infrastructure improvements to facilitate development within the boundaries of the Districts. The District has the power to issue bonds for the purpose of paying all or part of the costs of acquiring, acquiring an interest in, improving, or extending certain public improvements, facilities, or property.

The District has no employees, and all administrative functions are contracted.

The District prepares its budget on the modified accrual basis of accounting using its best estimates as of the date of the budget hearing. These estimates are based on expected conditions and its expected course of actions. The assumptions disclosed herein are those that the District believes are significant to the budget. There will usually be differences between the budget and actual results because events and circumstances frequently do not occur as expected, and those differences may be material.

Revenues

Interest Income

Interest earned on the District's available funds has been estimated based on an average interest rate of approximately 3.5%.

Bond proceeds

The District issued Series 2024A Limited Tax General Obligation Bonds and Series 2024B Subordinate Limited Tax General Obligation Bonds on September 26, 2024.

Developer Advance

The District is in the development stage. As such, administrative expenditures may be funded by the Developer prior to the date in which revenues become available. Developer advances are recorded as revenue for budget purposes with an obligation for future repayment when the District is financially able to reimburse the Developer from bond proceeds and other legally available revenue.

Expenditures

Administrative Expenditures

Administrative and operations expenditures include the estimated services necessary to maintain the District's administrative viability such as legal, accounting, district management, insurance, and other administrative expenses.

VIRIDIAN FARM PUBLIC INFRASTRUCTURE DISTRICT NO. 1
2025 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS

Debt and Leases

On September 26, 2024, the District issued Series 2024A Limited Tax General Obligation Bonds (Senior Bonds) in the amount of \$5,645,000 and Series 2024B Subordinate Limited Tax General Obligation Bonds (Subordinate Bonds) in the amount of \$1,000,000 (collectively, the Bonds). The Bonds are secured and payable from pledged revenues, consisting of property tax revenues, pioneering agreement revenues, and any other legally available moneys which the District determines. The Senior Bonds bear interest at 5.875% payable semiannually on March 1 and September 1 and are subject to mandatory sinking fund redemption beginning March 1, 2030. The Senior Bonds mature on December 1, 2054.

The Subordinate Bonds bear interest at 8.375% payable annually on March 15 to the extent of available pledged revenues. The Subordinate Bonds are structured as cash flow bonds meaning that there are no scheduled payments of principal prior to the maturity date which is March 15, 2054.

Reserves

Debt Service Reserve

The Bonds are secured by the 2024A Reserve Fund which was funded with proceeds of the 2024 Senior Bonds. The required Reserve Fund held by the District is \$564,500.

This information is an integral part of the accompanying budget.

**VIRIDIAN FARM PUBLIC INFRASTRUCTURE DISTRICT NO. 1
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY**

\$5,645,000 Limited Tax General Obligation Bonds

Series 2024A

Dated September 26, 2024

Interest Rate - 5.875%

Payable March 1 and September 1

<u>Year Ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ -	\$ 308,613	\$ 308,613
2026	-	331,644	331,644
2027	-	331,644	331,644
2028	-	331,644	331,644
2029	-	331,644	331,644
2030	20,000	331,055	351,055
2031	70,000	328,411	398,411
2032	75,000	324,153	399,153
2033	85,000	319,453	404,453
2034	95,000	314,166	409,166
2035	100,000	308,438	408,438
2036	110,000	302,269	412,269
2037	120,000	295,513	415,513
2038	130,000	288,169	418,169
2039	145,000	280,091	425,091
2040	155,000	271,279	426,279
2041	170,000	261,732	431,732
2042	180,000	251,450	431,450
2043	195,000	240,434	435,434
2044	210,000	228,537	438,537
2045	230,000	215,612	445,612
2046	250,000	201,512	451,512
2047	265,000	186,384	451,384
2048	285,000	170,228	455,228
2049	305,000	152,897	457,897
2050	330,000	134,244	464,244
2051	350,000	114,269	464,269
2052	375,000	92,972	467,972
2053	400,000	70,206	470,206
2054	995,000	29,228	1,024,228
Total	5,645,000	7,347,891	12,992,891