

OQUIRRH POINT PUBLIC INFRASTRUCTURE DISTRICT NO. 1

FINANCIAL STATEMENTS

MARCH 31, 2026

Oquirrh Point Public Infrastructure District No. 1
Balance Sheet - Governmental Funds
March 31, 2026

	<u>General</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Total</u>
Assets				
UMB Bond Fund - 2024A	\$ -	\$ 907,058.69	\$ -	\$ 907,058.69
UMB Surplus Fund - 2024A	-	977,523.13	-	977,523.13
UMB Project Fund - 2024A	-	-	409,772.44	409,772.44
UMB Project Fund - 2024B	-	-	1,995,510.19	1,995,510.19
UMB Working Capital Fund - 2024A	93,134.38	-	83,103.20	176,237.58
Property Tax Receivable	-	28,616.00	-	28,616.00
Total Assets	<u><u>\$ 93,134.38</u></u>	<u><u>\$ 1,913,197.82</u></u>	<u><u>\$ 2,488,385.83</u></u>	<u><u>\$ 4,494,718.03</u></u>
Liabilities				
Accounts Payable	\$ 43,965.53	\$ -	\$ -	\$ 43,965.53
Total Liabilities	<u>43,965.53</u>	<u>-</u>	<u>-</u>	<u>43,965.53</u>
Deferred Inflows of Resources				
Deferred Property Tax	-	28,616.00	-	28,616.00
Total Deferred Inflows of Resources	<u>-</u>	<u>28,616.00</u>	<u>-</u>	<u>28,616.00</u>
Fund Balances	<u>49,168.85</u>	<u>1,884,581.82</u>	<u>2,488,385.83</u>	<u>4,422,136.50</u>
Liabilities and Fund Balances	<u><u>\$ 93,134.38</u></u>	<u><u>\$ 1,913,197.82</u></u>	<u><u>\$ 2,488,385.83</u></u>	<u><u>\$ 4,494,718.03</u></u>

See selected information and the summary of significant assumptions.

Oquirrh Point Public Infrastructure District No. 1
General Fund Statement of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual
For the Period Ending March 31, 2026

	<u>Annual Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues			
Interest Income	\$ 4,000.00	\$ 1,579.27	\$ 2,420.73
Total Revenue	<u>4,000.00</u>	<u>1,579.27</u>	<u>2,420.73</u>
Expenditures			
Accounting	18,750.00	4,593.75	14,156.25
Auditing	9,500.00	-	9,500.00
Insurance	5,500.00	-	5,500.00
Legal	20,000.00	6,132.00	13,868.00
Total Expenditures	<u>53,750.00</u>	<u>10,725.75</u>	<u>43,024.25</u>
Other Financing Sources (Uses)			
Developer advance	-	4,040.33	(4,040.33)
Transfers from other funds	16,616.00	-	16,616.00
Total Other Financing Sources (Uses)	<u>16,616.00</u>	<u>4,040.33</u>	<u>12,575.67</u>
Net Change in Fund Balances	(33,134.00)	(5,106.15)	(28,027.85)
Fund Balance - Beginning	126,254.00	54,275.00	71,979.00
Fund Balance - Ending	<u>\$ 93,120.00</u>	<u>\$ 49,168.85</u>	<u>\$ 43,951.15</u>

SUPPLEMENTARY INFORMATION

Oquirrh Point Public Infrastructure District No. 1
Debt Service Fund Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual
For the Period Ending March 31, 2026

	<u>Annual Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues			
Property taxes	\$ 28,616.00	\$ -	\$ 28,616.00
Interest Income	75,000.00	21,268.16	53,731.84
Total Revenue	<u>103,616.00</u>	<u>21,268.16</u>	<u>82,347.84</u>
Expenditures			
Paying agent fees	8,000.00	-	8,000.00
Bond Interest - Series 2024A	488,800.00	488,800.00	-
Total Expenditures	<u>496,800.00</u>	<u>488,800.00</u>	<u>8,000.00</u>
Other Financing Sources (Uses)			
Transfers to other fund	(16,616.00)	-	(16,616.00)
Total Other Financing Sources (Uses)	<u>(16,616.00)</u>	<u>-</u>	<u>(16,616.00)</u>
Net Change in Fund Balances	(409,800.00)	(467,531.84)	57,731.84
Fund Balance - Beginning	2,343,779.00	2,352,113.66	(8,334.66)
Fund Balance - Ending	<u>\$ 1,933,979.00</u>	<u>\$ 1,884,581.82</u>	<u>\$ 49,397.18</u>

See selected information and the summary of significant assumptions.

Oquirrh Point Public Infrastructure District No. 1
Capital Projects Fund Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual
For the Period Ending March 31, 2026

	<u>Annual Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues			
Interest Income	\$ 75,000.00	\$ 39,685.29	\$ 35,314.71
Total Revenue	<u>75,000.00</u>	<u>39,685.29</u>	<u>35,314.71</u>
Expenditures			
Capital outlay	4,368,156.00	2,446,170.37	1,921,985.63
Total Expenditures	<u>4,368,156.00</u>	<u>2,446,170.37</u>	<u>1,921,985.63</u>
Net Change in Fund Balances	(4,293,156.00)	(2,406,485.08)	(1,886,670.92)
Fund Balance - Beginning	4,293,156.00	4,894,870.91	(601,714.91)
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 2,488,385.83</u>	<u>\$ (2,488,385.83)</u>

See selected information and the summary of significant assumptions.

OQUIRRH POINT PUBLIC INFRASTRUCTURE DISTRICT NO. 1
SELECTED INFORMATION
FOR THE PERIOD ENDED MARCH 31, 2026

Notes to the Reader:

The financial statements of the District have been prepared in accordance with the criteria established by the Governmental Accounting Standards Board ("GASB"), which is the source of authoritative accounting principles generally accepted in the United States of America ("GAAP"), as applied to governmental entities. The District's financial statements are prepared using the modified accrual basis of accounting. The financial statements include the following departures from GAAP:

- Management's discussion and analysis and substantially all disclosures required are omitted.
- The statement of revenues, expenditures and changes in fund balances – governmental funds has been omitted.

The financial forecasts present, to the best of management's knowledge and belief, the District's expected results of operations and cash flows for the forecast periods. Accordingly, the forecasts reflects its judgment as of December 18, 2025, the date these forecasts were prepared, of the expected conditions and its expected course of action. The assumptions disclosed herein are those that management believes are significant to the forecasts. There will usually be differences between the forecast and actual results, because events and circumstances frequently do not occur as expected, and those differences may be material.

The financial statements are developed by the District to comply with GAAP, although there may be departures from GAAP not identified. These statements are primarily intended for use in managing the District's operations and may not be suitable for other purposes. Users should be aware of these limitations when utilizing the financial statements.

OQUIRRH POINT PUBLIC INFRASTRUCTURE DISTRICT NO. 1
2026 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS

Services Provided

On July 17, 2023, the City Council of Erda City, Utah (the City), acting in its capacity as the creating authority for the Oquirrh Point Public Infrastructure District No. 1 (the District), adopted a resolution creating the District. The Office of the Lieutenant Governor of the State of Utah issued a Certificate of Creation for the Districts on July 26, 2023, which was recorded in the real property records of the Tooele County Recorder on August 10, 2023.

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

Property Taxes

The primary source of revenue or cash receipts will be ad valorem property taxes. A tax rate is computed by dividing the amount of the taxing entity's budgeted property tax revenue by the taxing entity's taxable value. The tax rate or levy is based on assessed values determined by the County Assessor generally as of January 1 of each year. The State Tax Commission must assess all centrally assessed property by May 1 of each year. County assessors are required to assess all locally assessed property before May 22 of each year.

Generally, the Board of Trustees must adopt a proposed tax rate or, if the tax rate is not more than the certified rate, a final tax rate before June 22. The certified tax rate generally provides a taxing entity with the same amount of property tax revenue it received in the previous tax year plus any revenue generated by additional growth in its taxable value.

County auditors forward to the State Tax Commission a statement prepared by each taxing entity showing the amount and purpose of each levy. Upon determination by the State Tax Commission that the tax levies comply with applicable law and do not exceed maximum permitted rates, the State Tax Commission notifies county auditors to implement the levies by September 30. On or before November 1, the County Treasurer furnishes each taxpayer with the amount of the tax levied. Real property taxes are due on November 30.

OQUIRRH POINT PUBLIC INFRASTRUCTURE DISTRICT NO. 1
2026 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS

Revenues (Continued)

Interest Income

Interest earned on the District's available funds has been estimated based on an average interest rate of approximately 3.50%.

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.

Debt Service

The principal and interest payments are provided based on the debt amortization schedules from the General Obligation Bonds, Series 2021A (discussed under Debt and Leases). The Subordinate Bonds are structured as cash flow bonds meaning that there are no scheduled payments of principal or interest prior to the final maturity date.

Debt and Leases

On November 15, 2024, the District issued Series 2024A-1 Limited Tax General Obligation Bonds in the amount of \$7,520,000, Series 2024A-2 Limited Tax General Obligation Bonds in the amount of \$2,039,609, and Series 2024B(2) Subordinate Cash Flow Bonds in the amount of \$1,951,000 (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 Series 2024A-1 Bonds bear interest at 6.500% payable annually on March 1 and are subject to mandatory sinking fund redemption beginning March 1, 2034. The Bonds mature on March 1, 2055.

The Series 2024A-2 Bonds bear interest at 7.000% payable annually on March 1 and are subject to mandatory sinking fund redemption beginning March 1, 2034. The Bonds mature on March 1, 2055.

The Subordinate Bonds bear interest at 9.000% 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, 2055.

**OQUIRRH POINT PUBLIC INFRASTRUCTURE DISTRICT NO. 1
2026 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Reserves

Debt Service Reserve

The Bonds are secured by the Capitalized Interest Series 2024A-1 fund with an initial deposit of \$1,466,400; and the 2024A-1 and 2024A-2 Surplus Funds with initial deposits of \$722,000 and \$203,000 respectively, which were funded with proceeds of the 2024A-1 and 2024A-2 Bonds.

**OQUIRRH POINT PUBLIC INFRASTRUCTURE DISTRICT NO. 1
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY**

\$7,520,000 Limited Tax General Obligation Bonds

Series 2024A-1

Dated November 15, 2024

Interest Rate - 6.500%

Payable March 1

<u>Year Ending</u> <u>December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ -	\$ 488,800	\$ 488,800
2027	-	488,800	488,800
2028	-	488,800	488,800
2029	-	488,800	488,800
2030	-	488,800	488,800
2031	-	488,800	488,800
2032	-	488,800	488,800
2033	-	488,800	488,800
2034	40,000	488,800	528,800
2035	75,000	486,200	561,200
2036	110,000	481,325	591,325
2037	140,000	474,175	614,175
2038	155,000	465,075	620,075
2039	170,000	455,000	625,000
2040	190,000	443,950	633,950
2041	210,000	431,600	641,600
2042	225,000	417,950	642,950
2043	250,000	403,325	653,325
2044	270,000	387,075	657,075
2045	295,000	369,525	664,525
2046	320,000	350,350	670,350
2047	345,000	329,550	674,550
2048	375,000	307,125	682,125
2049	405,000	282,750	687,750
2050	440,000	256,425	696,425
2051	475,000	227,825	702,825
2052	515,000	196,950	711,950
2053	555,000	163,475	718,475
2054	595,000	127,400	722,400
2055	1,365,000	88,725	1,453,725
Total	<u>\$ 7,520,000</u>	<u>\$ 11,544,975</u>	<u>\$ 19,064,975</u>

See selected information and the summary of significant assumptions.

**OQUIRRH POINT PUBLIC INFRASTRUCTURE DISTRICT NO. 1
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY**

\$2,039,609 Convertible Capital Appreciation Bonds

Series 2024A-2 (2)

Dated November 15, 2024

Interest Rate - 7.000%

Payable March 1

Conversion Date March 1, 2033

<u>Year Ending</u> <u>December 31,</u>	<u>Issue</u>	<u>Accreted</u>	<u>Total Value</u>	<u>Current</u>	<u>2024A-2(2)</u>
	<u>Amount</u>	<u>Amount</u>	<u>at Maturity</u>	<u>Interest after</u>	<u>Bonds Debt</u>
				<u>Conversion</u>	<u>Service</u>
2026	\$ -	\$ -	\$ -	\$ -	\$ -
2027	-	-	-	-	-
2028	-	-	-	-	-
2029	-	-	-	-	-
2030	-	-	-	-	-
2031	-	-	-	-	-
2032	-	-	-	-	-
2033	-	-	-	-	-
2034	8,558	6,442	15,000	250,250	265,250
2035	19,968	15,032	35,000	249,200	284,200
2036	28,526	21,474	50,000	246,750	296,750
2037	37,084	27,916	65,000	243,250	308,250
2038	42,789	32,211	75,000	238,700	313,700
2039	48,494	36,506	85,000	233,450	318,450
2040	51,347	38,653	90,000	227,500	317,500
2041	54,199	40,801	95,000	221,200	316,200
2042	62,757	47,243	110,000	214,550	324,550
2043	68,462	51,538	120,000	206,850	326,850
2044	74,168	55,832	130,000	198,450	328,450
2045	82,725	62,275	145,000	189,350	334,350
2046	88,431	66,569	155,000	179,200	334,200
2047	99,841	75,159	175,000	168,350	343,350
2048	108,399	81,601	190,000	156,100	346,100
2049	116,957	88,043	205,000	142,800	347,800
2050	125,514	94,486	220,000	128,450	348,450
2051	136,925	103,075	240,000	113,050	353,050
2052	148,335	111,665	260,000	96,250	356,250
2053	159,746	120,254	280,000	78,050	358,050
2054	174,009	130,991	305,000	58,450	363,450
2055	302,376	227,624	530,000	37,100	567,100
Total	\$ 2,039,609	\$ 1,535,391	\$ 3,575,000	\$ 3,877,300	\$ 7,452,300

See selected information and the summary of significant assumptions.