Agenda
High Valley Transit District
Monday, June 29, 2026 at 9AM

NOTICE is hereby given that the Board of Trustees will meet on Monday, June 29, 2026 electronically, via Zoom and at the anchor location at the High Valley Transit campus at 1570 Sego Lily Way, Park City, Utah 84098.

Public comment will not be taken.

To participate electronically:
https://zoom.us/j/99922492189?pwd=PDbcpzIleheAqEOFTUrephz8avhnjG.1&from=addon
Or, to listen by phone, dial 1-301-715-8592
Meeting ID: 999 2249 2189
Passcode: 014840
This meeting may be recorded

Public Meeting

1) Pledge of Allegiance

Consideration of Approval

2) Discussion and possible adoption of High Valley Transit's 2025 audit

3) Discussion and possible authorization for the Executive Director to execute a Supplemental Utility Agreement with Enbridge Gas Utah in an amount not to exceed $1,800,000 for gas utility relocations required by the SR-224 BRT Project

Members of the Board, presenters, and members of the public may attend and fully participate by electronic means, using Zoom (phone or video).

Non-Discrimination Notice The High Valley Transit District's policy is that no person, regardless of race, color, or national origin shall be excluded from participation in, be denied the benefits of, or be subject to any discrimination under any program, activity, or services under Section 601 of Title VI of the Civil Rights Act, as amended. To view a copy of our Title VI Policy and Complaint Procedure, please contact us at (435) 246-1538.If you require this or any information in an alternative format, please contact us at (435) 246-1538.

INNOVATION INCLUSION INTEGRITY RESPECT ACCOUNTABILITY SAFETY

STAFF REPORT

Date:	June 26, 2026
To:	Board of Trustees
From:	Jolena Ashman, Finance Director
Subject:	HVT’s 2025 Audit

Action Requested

Discussion and possible adoption of High Valley Transit’s 2025 audit; zero findings.

HIGH VALLEY TRANSIT DISTRICT

BASIC FINANCIAL STATEMENTS

Year Ended December 31, 2025

HIGH VALLEY TRANSIT DISTRICT
Table of Contents
Year Ended December 31, 2025

INDEPENDENT AUDITOR'S REPORT

Board of Trustees
High Valley Transit District

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of the governmental activities and each major fund of High Valley Transit District (the District) as of and for the years ended December 31, 2025 and 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of High Valley Transit District as of December 31, 2025, and the respective changes in financial position and the respective budgetary comparison for the general fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards,* issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that management's discussion and analysis, the schedules of the Company's proportionate share of the net pension liability (asset) – Utah Retirement Systems, the schedules of the Company's contributions – Utah Retirement Systems, and notes to required supplementary information, as listed in the table of contents as required supplementary information, be presented to supplement the financial statements. Such information, although not a part of the financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the financial statements, and other knowledge we obtained during our audit of the financial statements. We do not express an opinion or provide any assurance on the required supplementary information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Schedule of Expenditures of Federal Awards

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying Schedule of Expenditures of Federal Awards as required by the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (the Uniform Guidance), is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 24, 2026, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Squire & Company, PC

Orem, Utah
June 24, 2026

HIGH VALLEY TRANSIT DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of High Valley Transit District (the District), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the year ended December 31, 2025. We encourage readers to consider the information presented here in conjunction with the financial statements and related notes.

Financial Highlights

The assets and deferred outflows of resources of the District exceeded its liabilities and deferred inflows of resources at December 31, 2025 by $80.2 million (net position).

The District's total net position increased $20.9 million during 2025. The District received $19.0 million of sales tax revenue from Summit County during 2025.

The District completed construction of its maintenance building, administrative building, and bus storage facilities for a total cost of $42.7 million during 2025.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide Financial Statements

The *government-wide financial statements* are designed to provide readers with a broad overview of the District's finances in a manner similar to a private-sector business.

The *statement of net position* presents information on all of the assets, deferred outflows of resources, liabilities, and deferred inflows of resources of the District, with the difference being reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The *statement of activities* presents information showing how the net position of the District changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

The government-wide financial statements of the District are reported as governmental activities; the District has no business-type activities. Governmental activities and functions include transit services, and interest on long-term liabilities. Sales taxes, intergovernmental grants, and charges for services finance most of these activities.

Fund Financial Statements

A *fund* is a group of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The *general fund* of the District is classified as a governmental fund.

Governmental funds are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the District's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the District's near-term financing decisions. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The District maintains one individual governmental fund. Information is presented in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balance for the *general fund*, which is considered to be a major fund. The District adopts an annual appropriated budget for its *general fund*. A budgetary comparison statement is provided for the *general fund* to demonstrate compliance with this budget.

Notes to Basic Financial Statements

The notes provide additional information that is essential for a full understanding of the data provided in the government-wide and fund financial statements.

Additional Information

In addition to the basic financial statements and accompanying notes, this report also presents required supplementary information concerning the District's progress in funding its obligation to provide pension benefits to its employees.

Financial Analysis

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. At the close of the most recent fiscal year, the District's assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources by $80.2 million.

High Valley Transit District
NET POSITION
December 31, 2025 and 2024
(in millions of dollars)

	Governmental Activities		
	2025	**2024**	**Change 2025-2024**
Current and other assets	$ 38.5	$ 47.6	$ (9.1)
Capital assets	76.9	52.2	24.7
Total assets	115.4	99.8	15.6
Deferred outflows of resources	1.9	1.1	0.8
Other liabilities	8.3	12.5	(4.2)
Long-term liabilities outstanding	28.7	29.1	(0.4)
Total liabilities	37.0	41.6	(4.6)
Deferred inflows of resources	0.1	-	0.1
Net position:			
Investment in capital assets	46.0	41.6	4.4
Unrestricted (deficit)	34.2	17.7	16.5
Total net position	$ 80.2	$ 59.3	$ 20.9

The key elements of the District's net position at December 31, 2025 are as follows:

- A significant portion of the District's net position ($46.0 million or 57.4%) reflects its investment in capital assets (e.g., land, construction in progress, buildings and improvements, buses, vehicles, and other equipment), net of related debt. The District uses these capital assets to provide services to participating customers; consequently, these assets are not available for future spending.

- The remaining unrestricted net position balance ($34.2 million or 42.6%) may be used to meet the District's ongoing operations.

Governmental Activities

The District's net position increased by $20.9 million during the current year.

High Valley Transit District
CHANGE IN NET POSITION
Years Ended December 31, 2025 and 2024
(in millions of dollars)

	Governmental Activities		
	2025	**2024**	**Change 2025-2024**
Revenues:			
Program revenues:			
Charges for services	$ 4.8	$ 4.9	$ (0.1)
Operating grants and contributions	1.6	0.9	0.7
Capital grants and contributions	17.5	13.4	4.1
General revenues:			
Sales tax	19.0	18.7	0.3
Assessments	1.6	1.6	-
Contributions	-	0.8	(0.8)
Other revenue	1.8	1.6	0.2
Total revenues	46.3	41.9	4.4
Expenses:			
Transit services	24.3	23.0	1.3
Interest on long-term liabilities	1.1	0.7	0.4
Total expenses	25.4	23.7	1.7
Changes in net position	20.9	18.2	2.7
Net position - beginning	59.3	41.1	18.2
Net position - ending	$ 80.2	$ 59.3	$ 20.9

The key elements of the District's changes in net position for the year ended December 31, 2025 are as follows:

- The District received $19.0 million of sales tax revenue from Summit County during 2025.
- Capital grants and contributions totaled $17.5 million during 2025, an increase of $4.1 million as compared to capital grants and contributions of $13.4 during 2024. This increase was primarily due to increases in state and federal grants received during the year.
- Transit services totaled $24.3 million during 2025, an increase of $1.3 million as compared to transit services of $23.0 million in 2024. This increase was primarily caused by increases in salaries and benefits related to the overall growth of the district.

Financial Analysis of the District's Funds

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

The focus of the District's *general fund* is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. As the District completed the year, its *general* fund reported a fund balance of $30.4 million. In addition, the following other changes in fund balances should be noted:

- Revenues totaled $46.3 million. Sales taxes totaled $19.0 million or 41.0% of total revenues.
- Salaries and benefits expenditures totaled $11.1 million.
- Bus service expenditures totaled $8.9 million.
- Capital outlay expenditures totaled $26.6 million.

Governmental funds report the differences between their assets and liabilities as fund balance, which is divided into restricted and unrestricted portions. Restricted includes net fund resources of the District that are subject to external constraints due to state or federal laws, or externally imposed conditions by grantors or creditors. The unrestricted fund balance is, in turn, subdivided between committed, assigned, and unassigned portions. Committed balances in the *general fund* are those resources that the Board of Trustees has established by formal action for specific purposes. Assigned balances in the *general fund* are resources that management intends to be used for specific purposes. Unassigned balances in the *general fund* are all other available net fund resources. At December 31, 2025, the District's governmental fund balance is $30.4 million ($10.8 million in assigned and $19.6 million in unassigned).

General Fund Budgetary Highlights

During the year, the Board revised the District's *general fund* budget. Budget amendments were to reflect changes in programs and related funding. The difference between the original budget and the final amended budget was a decrease of $5.2 million or 10.0% in total *general fund* revenues primarily for anticipated decreases in sales tax collections and intergovernmental grants. Final budgeted expenditures were less than the original budgetary estimates by $0.9 million or 1.6%. This decrease primarily reflects lower expenditures in salaries and benefits and professional and technical services offset by higher expenditures in bus service.

Actual revenues were $0.4 million less than the final budgeted amount. This variance primarily resulted from lower than anticipated revenues from intergovernmental grants. Actual expenditures were $0.2 million less than the final budgeted amount.

Capital Asset and Debt Administration

The District's investment in capital assets as of December 31, 2025 and 2024 amounts to $76.9 million and $52.2 million (net of accumulated depreciation), respectively. This investment includes land, construction in progress, buildings and improvements, buses, vehicles, and other equipment. The District completed construction of its maintenance building, administrative building, and bus storage facilities for a total cost of $42.7 million during 2025. Additional information on the District's capital assets can be found in Note 3 to the basic financial statements.

As of December 31, 2025 and 2024, the District has outstanding sales tax revenue bonds totaling $27.2 million and $28.5 million, respectively. Additional information on the District's debt can be found in Note 4 to the basic financial statements.

Contacting the District's Management

This financial report is designed to provide a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional information, contact Caroline Rodriguez, Executive Director, at 1570 Sego Lily Way, Park City, Utah 84098 or crodriguez@hvtutah.gov.

BASIC FINANCIAL STATEMENTS

HIGH VALLEY TRANSIT DISTRICT
Statement of Net Position
December 31, 2025

	Governmental Activities
Assets:	
Cash and investments	$ 30,719,254
Restricted cash and investments	5,401
Prepaid expenses	31,780
Receivables	7,675,233
Capital assets, net of accumulated depreciation:	
Land	4,670,744
Construction in progress	16,894,878
Buildings and improvements, buses, vehicles, and other equipment, net of accumulated depreciation	55,365,350
Total assets	115,362,640
Deferred outflows of resources:	
Related to pensions	1,918,055
Liabilities:	
Accounts and contracts payable	6,501,483
Accrued salaries and benefits	291,492
Unearned revenue	1,285,625
Accrued interest	226,674
Long-term liabilities:	
Portion due or payable within one year	1,623,280
Portion due or payable after one year	27,092,014
Total liabilities	37,020,568
Deferred inflows of resources:	
Related to pensions	52,597
Net position:	
Net investment in capital assets	45,957,016
Unrestricted	34,250,514
Total net position	$ 80,207,530

The notes to the basic financial statements are an integral part of this statement.

HIGH VALLEY TRANSIT DISTRICT
Statement of Activities
Year Ended December 31, 2025

Activities / Functions	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Position: Governmental Activities
Governmental activities:					
Transit services	$ 24,408,981	$ 4,837,476	$ 1,621,901	$ 17,462,285	$ (487,319)
Interest on long-term liabilities	1,101,310	-	-	-	(1,101,310)
	$ 25,510,291	$ 4,837,476	$ 1,621,901	$ 17,462,285	(1,588,629)
General revenues:					
Sales tax					19,023,222
Assessments					1,649,813
Interest earnings					1,750,255
Total general revenues					22,423,290
Change in net position					20,834,661
Net position - beginning					59,372,869
Net position - ending					$ 80,207,530

The notes to the basic financial statements are an integral part of this statement.

HIGH VALLEY TRANSIT DISTRICT
Balance Sheet
Governmental Fund
December 31, 2025

		General
Assets:		
Cash and investments	$	30,719,254
Restricted cash and investments		5,401
Prepaid expenses		31,780
Receivables		7,675,233
Total assets	$	38,431,668
Liabilities and fund balances:		
Liabilities:		
Accounts and contracts payable		6,501,483
Accrued salaries and benefits		291,492
Unearned revenue		1,285,625
Total liabilities		8,078,600
Fund balances:		
Restricted for:		
Capital projects		5,401
Assigned to:		
Economic stabilization		10,000,000
Capital projects		750,000
Unassigned		19,597,667
Total fund balances		30,353,068
Total liabilities and fund balances	$	38,431,668

The notes to the basic financial statements are an integral part of this statement.

HIGH VALLEY TRANSIT DISTRICT
Reconciliation of the Balance Sheet of Governmental Fund to the Statement of Net Position
December 31, 2025

Total fund balances for governmental fund		$ 30,353,068
Total net position reported for governmental activities in the statement of net position is different because:		
Capital assets used in the governmental activities are not current financial resources and therefore are not reported in the fund. Those assets consist of:		
Land	$ 4,670,744	
Construction in progress	16,894,878	
Buildings and Improvements	44,426,722	
Buses	12,240,413	
Vehicles	572,290	
Equipment	2,036,952	
Accumulated depreciation	(3,911,027)	76,930,972
Long-term liabilities are not due and payable in the current period and therefore are not reported in the fund. These liabilities (both current and long-term) are reported in the statement of net position.		
Sales tax revenue bonds	(27,228,000)	
Accrued interest	(226,674)	(27,454,674)
Long-terrn employee benefit obligations and related deferrals are not due and payable in the current period and therefore are not reported in the fund. These liabilites (both current and long-term) are reported in the statement of net position.		
Compensated absences obligation	(512,739)	
Net pension liability	(974,555)	
Deferred outflows of resources related to pensions	1,918,055	
Deferred inflows of resources related to pensions	(52,597)	378,164
Total net position of governmental activities		$ 80,207,530

The notes to the basic financial statements are an integral part of this statement.

HIGH VALLEY TRANSIT DISTRICT
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Fund
Year Ended December 31, 2025

	General
Revenues:	
Charges for services	$ 4,837,476
Assessments	1,649,813
Sales taxes	19,023,222
Intergovernmental grants	19,084,186
Interest and other revenue	1,750,255
Total revenues	46,344,952
Expenditures:	
Current:	
Transit services:	
Salaries and benefits	11,081,969
Materials and supplies	688,980
Purchased professional and technical	3,152,845
Bus service	8,916,110
Capital outlay	26,624,797
Debt service:	
Principal	1,257,000
Interest and other charges	1,107,933
Total expenditures	52,829,634
Deficiency of revenues under expenditures / net change in fund balances	(6,484,682)
Fund balances - beginning	36,837,750
Fund balances - ending	$ 30,353,068

The notes to the basic financial statements are an integral part of this statement.

HIGH VALLEY TRANSIT DISTRICT
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Fund to the Statement of Activities
Year Ended December 31, 2025

Net change in fund balances for governmental fund		$ (6,484,682)
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the statement of activities, capital assets with an initial, individual cost of more than $5,000 are capitalized and the cost is allocated over their estimated useful lives and reported as depreciation expense. The net effect of transactions involving capital assets on net position in the current period is as follows:		
Capital outlays	$ 28,072,703	
Loss on disposal of capital assets	(601,247)	
Depreciation expense	(1,331,990)	26,139,466
The issuance of bonds provides current financial resources to governmental funds, while the repayment of the principal of bonds consumes the current financial resources of governmental funds. Neither transaction has any effect on net position. Also, governmental funds report the effect of premiums when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. Interest is recognized as an expenditure in the governmental funds when it is due. The net effect of these differences in the treatment of lease revenue bonds and related items is as follows:		
Principal payment	1,257,000	
Accrued interest	6,623	1,263,623
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental fund; long-term employee benefit obligations are reported in the governmental fund when paid.		
Compensated absences expense	(142,827)	
Pension expense	59,081	(83,746)
Change in net position of governmental activities		$ 20,834,661

The notes to the basic financial statements are an integral part of this statement.

HIGH VALLEY TRANSIT DISTRICT

Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - General Fund

Year Ended December 31, 2025

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
Revenues:				
Charges for services	$ 2,511,366	$ 4,821,209	$ 4,837,476	$ 16,267
Assessments	1,636,371	1,640,767	1,649,813	9,046
Sales taxes	20,351,562	18,945,759	19,023,222	77,463
Intergovernmental grants	26,280,634	19,567,994	19,084,186	(483,808)
Interest and other revenue	1,125,966	1,736,640	1,750,255	13,615
Total revenues	51,905,899	46,712,369	46,344,952	(367,417)
Expenditures:				
Current:				
Transit services:				
Salaries and benefits	11,658,434	10,675,409	11,081,969	(406,560)
Materials and supplies	876,044	677,173	688,980	(11,807)
Purchased professional and technical	4,913,460	4,143,455	3,152,845	990,610
Bus service	5,686,800	8,885,275	8,916,110	(30,835)
Capital outlay	25,406,228	26,310,875	26,624,797	(313,922)
Debt service:				
Principal	1,257,000	1,065,655	1,257,000	(191,345)
Interest and other charges	1,107,933	1,296,053	1,107,933	188,120
Total expenditures	50,905,899	53,053,895	52,829,634	224,261
Deficiency of revenues under expenditures / net change in fund balances	1,000,000	(6,341,526)	(6,484,682)	(143,156)
Fund balances - beginning	36,837,750	36,837,750	36,837,750	-
Fund balances - ending	$ 37,837,750	$ 30,496,224	$ 30,353,068	$ (143,156)

The notes to the basic financial statements are an integral part of this statement.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of High Valley Transit District (the District) are in conformity with accounting principles generally accepted in the United States of America that are applicable to local governmental units. The following is a summary of the more significant policies.

The Reporting Entity

Effective January 1, 2022, Summit County's (the County) Transit District fund became an independent entity known as High Valley Transit District. The District is reported as a blended component unit of the County's financial statements. The District is managed by the High Valley Transit District Board of Trustees (the Board) consisting of seven voting members appointed by the Summit County Council: three are appointed from the County Council and four are appointed community members from within the High Valley Transit service area. The Board also has a single non-voting ex-officio member who has been appointed by the Board.

The District focuses on providing regional service between areas in the County and key destinations in Park City. The District also operated service between the County and Salt Lake City and between the County and Wasatch County. The District operates seven bus routes in three separate service areas. Additionally, the District provides Microtransit service in two service areas.

Government-wide and Fund Financial Statements

The *government-wide financial statements* (the statement of net position and the statement of activities) display information about the government (the District). These statements include the financial activities of the overall District. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions.

The statement of activities presents a comparison between direct expenses and program revenues for each function of the District's governmental activities. Direct expenses are those that are specifically associated with a function and, therefore, are clearly identifiable to a particular function. Interest on general long-term liabilities is considered an indirect expense and is reported in the statement of activities as a separate line. Program revenues include 1) charges services offered by a given function, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Revenues that are not classified as program revenues, including sales taxes, are presented as general revenues.

The *fund financial statements* provide information about the District's *general fund*, a major governmental fund. It accounts for all resources of the District.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The *government-wide financial statements* are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The District considers revenues reported in the governmental funds to be available if the revenues are collected within thirty days after year-end. Sales tax, grants and contributions, and other assessment revenues are considered to be susceptible to accrual. Other receipts become measurable and available when cash is received by the District and are recognized as revenue at that time. Expenditures generally are recorded when the related fund liability is incurred. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of general long-term debt is reported as other financing sources.

Budgets and Budgetary Accounting

The District operates within budget requirements as specified by Utah law. Budgets are prepared in accordance with accounting principles generally accepted in the United States of America using the modified accrual basis of accounting for the *general fund*. All annual appropriations lapse at fiscal year-end. These financial reports reflect the following budgetary standards:

- For the fiscal year beginning January 1, the fiscal officer prepares a proposed budget for the *general fund* which is presented to the Board of Trustees on or before November 1.

- After a public hearing is held, the Board of Trustees, by resolution, legally adopts the final budget no later than December 31.

- Once adopted, the budget can be amended by subsequent Board action. Reductions in appropriations can be approved by the Board upon recommendation of the fiscal officer; however, increases in appropriations at the overall fund level require a public hearing prior to amending the budget. In accordance with Utah State law and with Board policy, administration may make interim adjustments from one appropriation (at the program, function, or object level) to another within the *general fund* without seeking the immediate approval of the Board. The Board approves these changes later in the year.

- The total budgeted expenditures of the *general fund* may not exceed the expected revenues for the fiscal year plus the fund balance. Control of the budget is exercised at the overall fund level.

- Interim adjustments in estimated revenues and appropriations during the year ended December 31, 2025 are included in the final budget approved by the Board, as presented in the financial statements.

- Expenditures may not legally exceed budgeted appropriations at the activity or departmental level; the District's single purpose is to provide transit services to the community.

Restricted Cash and Investments

Proceeds from bonded debt issues (limited by bond covenants, terms, and conditions) and funds restricted by contracts imposed by external parties or enabling legislations are classified as restricted assets.

Accounts Receivable

Accounts receivable consists of amounts due to the District from sales tax collections, grant agreements, and contractual services provided to other entities. Management does not believe any credit risk exists related to these receivables.

Pensions

For purposes of measuring the net pension liability (asset), deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Utah Retirement Systems (URS) and additions to/deductions from URS's fiduciary net position have been determined on the same basis as they are reported by the URS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Pension investments are reported at fair value.

Capital Assets

Capital assets are recorded at cost. The capitalization threshold is defined to be assets that cost at least $5,000. Upon the sale or retirement of capital assets, the related asset costs and accumulated depreciation are removed from the applicable accounts and gain or loss on disposal is recorded. Capital assets, except land, are depreciated using the straight-line method over the estimated useful lives of the assets as follows:

Buildings and improvements	30 to 40 years
Buses	10 to 12 years
Vehicles	3 to 5 years
Other equipment	5 to 20 years

Compensated Absences

The District recognizes a liability for compensated absences for leave that has not been used and leave that has been used but not yet paid in cash or settled through noncash means. A liability is recognized if the leave is attributable to services already rendered, the leave accumulates, and the leave is more likely than not to be used for time off or paid out upon termination or retirement.

Employees earn vacation and sick leave in amounts varying with tenure. Upon separation from employment, each employee shall receive payment for all unused accrued vacation leave.

Long-Term Liabilities

In the government-wide financial statements, long-term debt and other long-term liabilities are reported as liabilities in the applicable statement of net position. Bond premiums and discounts, as well as refunding costs, are deferred and amortized over the life of the bonds using the straight-line method, which approximates the effective interest method. Bonds payable are reported net of the applicable unamortized bond premium or discount and refunding costs.

In the fund financial statements, governmental funds recognize bond premiums and discounts, as well as refunding costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses.

Deferred Outflows of Resources

In addition to assets, the financial statements will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position or fund balance that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

Deferred Inflows of Resources

In addition to liabilities, the financial statements will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position or fund balance that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

Net Position/Fund Balances

The residual of all other elements presented in a statement of net position on the government-wide financial statements is *net position* and the residual of all other elements presented in a balance sheet on the governmental fund financial statements is *fund balance*.

Net position is divided into three components: net investment in capital assets (capital assets net of related liabilities less unspent bond proceeds), restricted, and unrestricted. Net position is reported as restricted when constraints are placed upon it by external parties or are imposed by constitutional provisions or enabling legislation.

The governmental fund financial statements present fund balances based on a hierarchy that shows, from highest to lowest, the level or form of constraints on fund balance resources and the extent to which the District is bound to honor them. The District first determines and reports nonspendable balances, then restricted, then committed, and so forth.

Fund balance classifications are summarized as follows:

Nonspendable – This category includes fund balance amounts that cannot be spent because they are either a) not in spendable form or b) legally or contractually required to be maintained intact.

Restricted – This category includes net fund resources that are subject to external constraints that have been placed on the use of the resources either a) imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments or b) imposed by law through constitutional provisions or enabling legislation.

Committed – This category includes amounts that can only be used for specific purposes established by formal action of the District's highest level of decision-making authority. The Board of Trustees is the highest level of decision making authority for the District that can, by adoption of a resolution prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the resolution remains in place until a similar action is taken (the adoption of another resolution) to remove or revise the limitation.

Assigned – This category includes amounts to be used by the District for specific purposes but do not meet the criteria to be classified as committed. The Board has authorized management to assign fund balances. The Board may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

Unassigned – Residual balances in the *general fund* are classified as unassigned.

Net Position/Fund Balance Flow Assumption

Sometimes the District will fund outlays for a particular purpose from both restricted and unrestricted resources. In order to calculate the amounts to report in each category of net position and fund balance, a flow assumption must be made about the order in which the resources are considered to be applied.

Net position – It is the District's policy to consider restricted net position to have been depleted before unrestricted net position.

Fund balance – It is the District's policy to consider restricted fund balance to have been depleted before using any components of unrestricted fund balance. Further, when components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

Sales Taxes

A sales tax is charged and collected by Summit County. Certain portions of that sales tax have been dedicated to the District and are recognized as revenue in the month in which the sale takes place.

Use of Estimates

Management uses estimates and assumption in preparing financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenue and support and expenses during the reporting period. On an ongoing basis, the District's management evaluates the estimates and assumptions based upon historical experience and various other factors and circumstances. The District's management believes that the estimates and assumptions are reasonable in the circumstances; however, the actual results could differ from those estimates.

NOTE 2 – CASH AND INVESTMENTS

The District complies with the State Money Management Act (*Utah Code* Title 51, Chapter 7) (the Act) and related Rules of the Money Management Council (the Council) in handling its depository and investing transactions. The District funds are deposited in qualified depositories as defined by the Act. The Act also authorizes The District to invest in the Utah Public Treasurers' Investment Fund (PTIF), certificates of deposit, U.S. Treasury obligations, U.S. agency issues, high-grade commercial paper, banker's acceptances, repurchase agreements, corporate bonds, money market mutual funds, and obligations of governmental entities within the State of Utah.

The Act and Council rules govern the financial reporting requirements of qualified depositories in which public funds may be deposited and prescribe the conditions under which the designation of a depository shall remain in effect. The District considers the rules of the Council to be necessary and sufficient for adequate protection of its uninsured bank deposits.

Cash

The District considers demand deposits to be cash. The District's carrying amount of cash is $837,848 and the bank balance is $904,353 at December 31, 2025, of which $250,000 was covered by federal depository insurance. No deposits are collateralized, nor are they required to be by state statute.

Custodial Credit Risk – Custodial credit risk for deposits is the risk that, in the event of a bank failure, a government's deposits may not be returned to it. The District does not have a formal deposit policy for custodial credit risk other than complying with the Act.

Investments

At December 31, 2025, the District's investment balances of $29,881,406 were held in the PTIF. The PTIF is an external local government investment pool managed by the Utah State Treasurer. The PTIF is authorized and makes investments in accordance with the Act. Participant accounts with the PTIF are not insured or otherwise guaranteed by the state. Participants in the PTIF share proportionally in the income, costs, gains and losses from investment activities. The degree of risk of the PTIF depends upon the underlying portfolio. While a majority of the portfolio was invested in obligations issued by governmental entities at December 31, 2025 certain obligations were bonds, notes and deposits issued by corporations and financial institutions. No single non-governmental issuer makes up more than 5% of the PTIF's total investments. The portfolio has a weighted average maturity of 90 days or less. The majority of the bonds and notes issued by corporations and financial institutions are variable- rate securities, which reset every three months to prevailing market interest rates. The PTIF is not rated. The reported fair value of the pool is the same as the fair value of the pool shares and is not required to be reported in the fair value hierarchy.

Interest Rate Risk – Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Company manages its exposure to interest rate risk by complying with the Act, which requires that the remaining term to maturity of investments to not exceed the period of availability of the funds invested. The Act further limits the remaining term to maturity on all investments in commercial paper and bankers' acceptances to 270 days or less and fixed-income securities to 365 days or less. In addition, variable-rate securities may not have a remaining term to final maturity exceeding two years.

Credit Risk – Credit risk is the risk that the counterparty to an investment will not fulfill its obligations. The District's policy for limiting the credit risk of investments is to comply with the Act.

Custodial Credit Risk – For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The District's investment policy is to follow the Act and to invest mainly in the PTIF.

Concentration of Credit Risk – Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The District's policy for managing this risk is to comply with the Act and related rules. The Act limits investments in commercial paper and corporate obligations to 5% of the District's total portfolio with a single issuer.

NOTE 3 – CAPITAL ASSETS

Capital asset activity is as follows for the year ended December 31, 2025:

	Beginning Balance	Additions	Deletions	Ending Balance
Governmental activities:				
Capital assets not being depreciated:				
Land	$ 4,670,744	$ -	$ -	$ 4,670,744
Construction in progress	34,020,939	26,239,033	(43,365,094)	16,894,878
Total capital assets not being depreciated	38,691,683	26,239,033	(43,365,094)	21,565,622
Capital assets being depreciated:				
Buildings and improvements	1,688,828	42,737,894	-	44,426,722
Buses	13,037,537	-	(797,124)	12,240,413
Vehicles	431,820	140,470	-	572,290
Other equipment	1,165,258	871,694		2,036,952
Total capital assets being depreciated	16,323,443	43,750,058	(797,124)	59,276,377
Accumulated depreciation for:				
Buildings and improvements	(174,308)	(59,166)	-	(233,474)
Buses	(1,968,430)	(1,033,191)	195,877	(2,805,744)
Vehicles	(119,175)	(96,718)	-	(215,893)
Other equipment	(513,001)	(142,915)	-	(655,916)
Total accumulated depreciation	(2,774,914)	(1,331,990)	195,877	(3,911,027)
Total capital assets being depreciated, net	13,548,529	42,418,068	(601,247)	55,365,350
Governmental activities capital assets, net	$ 52,240,212	$ 68,657,101	$ (43,966,341)	$ 76,930,972

For the year ended December 31, 2025, depreciation expense is charged to functions as follows:

Governmental activities:	
Transit services	$ 1,331,990

At December 31, 2025, the District was obligated under construction commitments as follows:

Project	Project Authorized	Costs to Date	Costs to Complete
Bus rapid transit project	23,558,698	15,133,296	8,425,402
Transit Center Construction	18,290	18,290	-
Other projects	1,743,292	1,743,292	-
Total construction commitments	$ 25,320,280	$ 16,894,878	$ 8,425,402

In addition to these committed amounts and subsequent to year end, management incurred additional construction commitments totaling approximately $58.8 million for projects above. As of December 31, 2025, management had $65.7 million of committed governmental grant funding in place to meet the construction commitments, with an additional $19.0 million committed subsequent to year end.

During the year ended December 31, 2024, the District entered into a non-cancelable purchase order agreement totaling $20.3 million for the acquisition of buses, which are expected to be delivered beginning in 2026. This purchase commitment is expected to be substantially funded through federal grant awards administered under the Federal Transit Administration, subject to compliance with grant terms and conditions. Payments on the purchase order will be due upon delivery and acceptance of the buses. No payments have been made under this purchase order as of December 31, 2025.

NOTE 4 – LONG-TERM LIABILITIES

The following is a summary of transactions affecting long-term liabilities for the year ended December 31, 2025:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Revenue bonds	$ 28,485,000	$ -	$ (1,257,000)	$ 27,228,000	$ 1,290,000
Compensated absences*	369,912	142,827	-	512,739	333,280
Net pension liability	292,951	1,667,175	(985,571)	974,555	-
Total long-term liabilities	$ 29,147,863	$ 1,810,002	$ (2,242,571)	$ 28,715,294	$ 1,623,280

*The changes in compensated absences are netted as additions or reductions for this schedule.

Debt service requirements of revenue bonds are as follows at December 31, 2025:

Years Ending December 31	Principal	Interest
2026	$ 1,290,000	$ 1,070,884
2027	1,325,000	1,035,411
2028	1,364,000	997,512
2029	1,404,000	957,036
2030	1,453,000	913,767
2031-2035	8,023,000	3,805,657
2036-2040	6,992,000	2,248,870
2041-2044	5,377,000	634,194
	$ 27,228,000	$ 11,663,331

The District issued sales tax revenue bonds to provide funds for the acquisition, construction, and expansion of capital facilities. These bonds are not considered general obligations of the District, but are special limited obligations secured by and payable solely from pledged sales tax receipts received from the County.

Revenue bonds at consist of the following at December 31, 2025:

Series	Type	Purpose	Original Amount	Remaining Interest Rates to Maturity	Final Maturity Date	Current Outstanding Balance
2022	Sales tax revenue	*Transit facilities*	$ 10,000,000	1.7% to 3.0%	2037	$ 8,760,000
2024	Sales tax revenue	*Transit facilities*	19,100,000	3.3% to 5.8%	2044	18,468,000
						$ 27,228,000

NOTE 5 – STATE RETIREMENT PLANS

Description of Plans

Eligible employees of the District are provided with the following plans through the Utah Retirement Systems (URS) administered by the URS:

Defined Benefit Pension Plans (cost-sharing, multiple-employer plans):

- *Public Employees Noncontributory Retirement System* (Tier 1 Noncontributory System)
- *Tier 2 Hybrid Public Employees Contributory Retirement System* (Tier 2 Contributory System)

Defined Contribution Plans (individual account plans):

- *401(k) Plan* (includes the *Tier 2 Defined Contribution Plan*)
- *457 Plan and other individual plans*

District employees qualify for membership in the retirement systems if a) employment, contemplated to continue during a fiscal or calendar year, normally requires an average of 20 or more hours per week and the employee receives benefits normally provided by the District as approved by the Utah State Retirement Board, b) the employee is a classified school employee whose employment normally requires an average of 20 hours or more per week regardless of benefits, c) the employee is a teacher who teaches half-time or more and receives benefits normally provided by the District as approved by the Utah State Retirement Board, or d) the employee is an appointed officer.

The Tier 2 systems became effective July 1, 2011. All eligible employees beginning on or after July 1, 2011, who have no previous service credit with URS, are members of the Tier 2 systems.

The plans are established and governed by the respective sections of Title 49 of the Utah Code. The plans are amended statutorily by the Utah State Legislature. Title 49 provides for the administration of the plans under the direction of the Utah State Retirement Board, whose members are appointed by the Governor.

The URS (a component unit of the State of Utah) issues a publicly available financial report that can be obtained at www.urs.org.

Benefits Provided

The URS provides retirement, disability, and death benefits to participants in the pension plans.

Retirement benefits are determined from 1.50% to 2.00% of the employee’s highest 3 or 5 years of compensation times the employee’s years of service depending on the pension plan; benefits are subject to cost-of-living adjustments up to 2.50% or 4.00%, limited to the actual Consumer Price Index increase for the year. Employees are eligible to retire based on years of service and age.

Defined contribution plans are available as supplemental plans to the basic retirement benefits of the defined benefit pension plans and as a primary retirement plan for some Tier 2 participants. Participants in the defined contribution plans are fully vested in employer and employee contributions at the time the contributions are made, except Tier 2 required contributions and associated earnings are vested during the first four years of employment. If an employee terminates prior to the vesting period, employer contributions and associated earnings for that employee are subject to forfeiture. Forfeitures are used to cover a portion of the plan’s administrative expenses paid by participants. Benefits depend on amounts contributed to the plans plus investment earnings. Individual accounts are provided for each employee and are available at termination, retirement, death, or unforeseeable emergency.

Contributions

As a condition of participation in the plans, employers and/or employees are required to contribute certain percentages of salary and wages as authorized by statute and specified by the Utah State Retirement Board. Contributions are actuarially determined as an amount that, when combined with employee contributions (where applicable), is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded actuarial accrued liability.

For the year ended December 31, 2025, District required contribution rates for the plans were as follows:

	Defined Benefit Plans Rates				
	District Contribution *	Amortization of UAAL **	District Rates for 401(k) Plan	Paid by Employee	Totals
Tier 1 Noncontributory System	11.86%	4.11%	0.00%	0.00%	15.97%
Tier 2 Contributory System	10.08%	4.11%	0.00%	0.81%	15.00%
Tier 2 Defined Contribution Plan	0.08%	4.11%	10.00%	0.00%	14.19%

*   District contribution includes 0.08% of covered-employee payroll of the Tier 2 plans for death benefits.
** Required contributions include an additional amount to finance any unfunded actuarial accrued liability in the Tier 1 plans.

Employees can make additional contributions to defined contribution plans subject to limitations.

For the year ended December 31, 2025, District and employee contributions to the plans were as follows:

	District Contributions *	Employee Contributions
Tier 1 Noncontributory System	$ 80,799	$ -
Tier 2 Contributory System	851,690	43,828
Tier 2 Defined Contribution Plan	55,666	-
401(k) Plan	147,557	222,961
457 Plan and other individual plans	44,083	7,834

* A portion of required contributions in the Tier 2 plans is used to finance the unfunded actuarial accrued liability in the Tier 1 plans

Pension Assets and Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At December 31, 2025, the District reported a net pension asset of $0 and a liability of $974,555 for the following plans:

	Net Pension Asset	Net Pension Liability
Tier 1 Noncontributory System	$ -	$ 539,070
Tier 2 Contributory System	-	435,485
Total	$ -	$ 974,555

The net pension liability (asset) was measured as of December 31, 2024, and the total pension liability (asset) used to calculate the net pension liability (asset) was determined by an actuarial valuation as of January 1, 2024, rolled-forward using generally accepted actuarial procedures. Our proportion of the net pension liability (asset) is equal to the ratio of our actual contributions compared to the total of all employer contributions during the plan year. The following presents our proportion (percentage) of the collective net pension liability (asset) at December 31, 2024 and the change in its proportion since the prior measurement date for each plan:

	Proportionate Share	
	2024	Change
Tier 1 Noncontributory System	0.1699937 %	0.0939971 %
Tier 2 Contributory System	0.1460189 %	0.0860761 %

For the year ended December 31, 2025, the District recognized pension expense for the plans as follows:

	Pension Expense
Defined benefit pension plans:	
Tier 1 Noncontributory System	$ 454,873
Tier 2 Contributory System	471,617
Total	$ 926,490
Defined contribution plans:	
Tier 2 Defined Contribution Plan	$ 55,666
401(k) Plan	147,557
Total	$ 203,223

At December 31, 2025, the District reported deferred outflows of resources related to defined benefit pension plans from the following sources:

	Deferred Outflows of Resources Related to Pensions		
	Tier 1 Noncontributory System	Tier 2 Contributory System	Total
Differences between expected and actual experience	$ 321,208	$ 188,264	$ 509,472
Changes of assumptions	44,591	145,446	190,037
Net difference between projected and actual earnings on pension plan investments	162,376	27,834	190,210
Changes in proportion and differences between District contributions and proportionate share of contributions	-	40,181	40,181
Contributions subsequent to the measurement date	80,799	907,356	988,155
Total	$ 608,974	$ 1,309,080	$ 1,918,055

At December 31, 2025,the District reported deferred inflows of resources related to defined benefit pension plans from the following sources:

	Deferred Inflows of Resources Related to Pensions		
	Tier 1 Noncontributory System	Tier 2 Contributory System	Total
Differences between expected and actual experience	$ -	$ 3,000	$ 3,000
Changes of assumptions	-	45	45
Changes in proportion and differences between District contributions and proportionate share of contributions	49,552	-	49,552
Total	$ 49,552	$ 3,045	$ 52,597

The $988,155 reported as deferred outflows of resources related to pensions resulting from our contributions subsequent to the measurement date of December 31, 2025 will be recognized as a reduction of the net pension liability (asset) in the year ending December 31, 2026. The other amounts reported as deferred outflows of resources and deferred inflows of resources related to defined benefit pension plans will be recognized in pension expense as follows:

Year Ending December 31,	Tier 1 Noncontributory System	Tier 2 Contributory System	Total
2026	$ 272,842	$ 46,192	$ 319,034
2027	283,701	73,641	357,342
2028	(65,887)	29,847	(36,040)
2029	(12,033)	38,059	26,026
2030	-	94,659	94,659
Thereafter	-	116,281	116,281

Actuarial Assumptions

The total pension liability (asset) in the January 1, 2024 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50%
Salary increases	3.50% to 9.50%, average, including inflation
Investment rate of return	6.85%, net of pension plan investment expense, including inflation

Mortality rates were based on actual experience and mortality tables, considering gender, occupation, and age, as appropriate, with adjustments for future improvement in mortality based on Scale AA, a model developed by the Society of Actuaries.

The actuarial assumptions used in the January 1, 2024 valuation were based on the results of an actuarial experience study for the period ending December 31, 2022.

The long-term expected rate of return on defined benefit pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class and is applied consistently to each defined benefit pension plan. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Equity securities	35%	2.45%
Debt securities	20%	0.51%
Real assets	18%	0.98%
Private equity	12%	1.21%
Absolute return	15%	0.65%
Cash and cash equivalents	0%	0.00%
Total	100%	

Discount Rate

The discount rate used to measure the total pension liability (asset) was 6.85%. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that contributions from all participating employers will be made at contractually required rates, actuarially determined and certified by the Utah State Retirement Board. Based on those assumptions, the plans' fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability (asset).

Sensitivity of the District's Proportionate Share of the Net Pension Liability (Asset) to Changes in the Discount Rate

The following presents the District's proportionate share of the net pension liability (asset) calculated using the discount rate of 6.85%, as well as what the District's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (5.85%) or 1-percentage-point higher (7.85%) than the current rate:

	1% Decrease (5.85%)	Discount Rate (6.85%)	1% Increase (7.85%)
District's proportionate share of the net pension (asset) liability:			
Tier 1 Noncontributory System	$ 2,279,822	$ 539,070	$ (920,858)
Tier 2 Contributory System	1,300,689	435,485	(237,558)
Total	$ 3,580,511	$ 974,555	$ (1,158,416)

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued URS financial report.

Payables to the Pension Plans

At December 31, 2025, the District reported payables of $41,435 for contributions to defined benefit pension plans.

NOTE 6 – RELATED PARTY TRANSACTIONS

The District is a component unit of Summit County. During the year ended December 31, 2025, the District received intergovernmental revenue of $557,911 and sales tax revenues of $19,023,222 from County. Amounts receivable from the County for sales tax received and not yet remitted and other grants totaled $4,804,849 at December 31, 2025.

NOTE 7 – COMMITMENTS

The District has entered into contractual agreements with a third-party service provider to manage transportation services for certain routes. Under these agreements, the third-party service provider is responsible for providing certain transportation services, including staffing, maintenance, and other operational functions. The contract is cancellable by either party, subject to a six-month notice period.

The District's future financial obligations under this contract are limited to the notice period unless further changes are negotiated. The financial exposure related to the contract's cancellation, including any termination costs, is not expected to have a material adverse impact on the District's financial position.

NOTE 8 – RISK MANAGEMENT

The District has purchased a commercial general liability insurance policy and an excess liability policy that, combined, provide a per loss limit of $5,000,000. The District also has purchased a commercial property insurance policy with a general limit of $2,300,000, with smaller sub limits for certain perils such as loss of business income, earthquake and flood. There were no settlements more than insurance coverage during the past two years.

REQUIRED SUPPLEMENTARY INFORMATION

HIGH VALLEY TRANSIT DISTRICT
Schedule of the District's Proportionate Share of the Net Pension Liability (Asset) −
Utah Retirement Systems
Last Three Plan (Calendar) Years

	District's Proportion of Net Pension Liability (Asset)	District's Proportionate Share of the Net Pension Liability (Asset)	District's Covered Payroll	District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Its Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
Tier 1 Noncontributory System:					
2024	0.1699937 %	$ 539,070	$ 529,990	101.71 %	96.0 %
2023	0.0759966 %	176,279	345,702	50.99 %	96.6 %
2022	0.0012347 %	2,115	6,931	30.52 %	97.5 %
Tier 2 Public Employees Retirement System:					
2024	0.1460189 %	$ 435,485	$ 4,324,561	10.07 %	87.4 %
2023	0.0599428 %	116,672	1,549,727	7.53 %	89.6 %
2023	0.0007189 %	783	15,352	5.10 %	92.3 %

* Schedule is intended to show information for ten years. Additional years will be added as they become available.

HIGH VALLEY TRANSIT DISTRICT
Schedule of District Contributions − Utah Retirement Systems
Last Three Reporting (Fiscal) Years

	Contractually Required Contribution	Contributions in Relation to the Contractually Required Contribution	Contribution Deficiency (Excess)	District's Covered Payroll	Contributions as a Percentage of Covered Payroll
Tier 1 Noncontributory System:					
2025	$ 80,799	$ 80,799	$ -	$ 550,108	14.69 %
2024	82,535	82,535	-	527,320	15.65 %
2023	60,849	60,849	-	341,769	17.80 %
Tier 2 Public Employees System:					
2025	$ 851,690	$ 851,690	$ -	$ 5,803,113	14.68 %
2024	677,058	677,058	-	4,352,213	15.56 %
2023	248,111	248,111	-	1,549,727	16.01 %
Tier 2 Public Employees Defined Contribution System:					
2025	$ 55,666	$ 55,666	$ -	$ 1,207,348	4.61 %
2024	25,087	25,087	-	473,590	5.30 %
2023	5,273	5,273	-	85,184	6.19 %

* Schedule is intended to show information for ten years. Additional years will be added as they become available.

NOTE A – CHANGES IN ASSUMPTIONS – UTAH RETIREMENT SYSTEMS

The information presented was determined as part of actuarial valuations performed. Over time the actuarial assumptions are periodically changed. Amounts reported in the current and prior plan years include the following significant actuarial assumption changes:

Plan Year	Discount Rate	Payroll Growth Rate	Wage Inflation Rate	Inflation Rate
2024	6.85%	2.90%	3.50 to 9.50%	2.50%
2023	6.85%	2.90%	3.50 to 9.50%	2.50%
2022	6.85%	2.90%	3.25 to 9.25%	2.50%

NOTE B – SCHEDULES OF DISTRICT CONTRIBUTIONS – UTAH RETIREMEN SYSTEMS

Contributions as a percentage of covered payroll may be different than the Utah State Retirement Board certified rate due to rounding or other administrative issues. A portion of the required contributions in the Tier 2 plans is used to finance the unfunded actuarial accrued liability of the Tier 1 plans.

OTHER REPORTS

Year Ended December 31, 2025

HIGH VALLEY TRANSIT DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended December 31, 2025

Federal Grantor / Pass Through Grantor / Program Title	Assistance Listing Number	Pass-through Identifying Number	Beginning Receivable (Unearned)	Received	Expended	Ending Receivable (Unearned)
U.S. DEPARTMENT OF TRANSPORTATION						
Passed through Utah Department of Transportation:						
Federal Transit Cluster:						
Buses and Bus Facilities Formula, Competitive, and Low or No Emissions Programs	20.526	5339	$ -	$ 1,680,800	$ 1,680,800	$ -
Transit Services Programs Cluster:						
Enhanced Mobility of Seniors and Individuals with Disabilities	20.513	iCAM	-	115,249	154,250	39,001
Community Project Funding Congressionally Directed Spending	20.534	CDS	-	2,500,000	2,500,000	-
Formula Grants for Rural Areas and Tribal Transit Program	20.509	5311	-	1,352,490	1,352,490	-
National Infrastructure Investments	20.933	RAISE	-	1,601,267	2,646,699	1,045,432
Total federal awards			$ -	$ 7,249,806	$ 8,334,239	$ 1,084,433

See the accompanying notes to this schedule.

HIGH VALLEY TRANSIT DISTRICT
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

NOTE A – BASIS FOR PRESENTATION

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of High Valley Transit District (the District) under programs of the federal government for the year ended December 31, 2025. The information in the Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Requirements for Federal Awards* (the Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position, changes in financial position, or cash flows of the District.

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the accrual basis of accounting as described in Note 1 to the District's basic financial statements. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

The District has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

NOTE C – SUBRECIPIENTS OF FEDERAL AWARDS

The District did not provide federal award funding to any subrecipients during the year ended December 31, 2025.

Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

Board of Trustees
High Valley Transit District

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of High Valley Transit District (the District), as of and for the year ended December 31, 2025, and the related notes to the financial statements, which collectively comprise the District's financial statements, and have issued our report thereon dated June 24, 2026.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards.*

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Squire & Company, PC

Orem, Utah
June 24, 2026

Independent Auditor's Report on Compliance for
Each Major Federal Program and Report on Internal Control
over Compliance Required by the Uniform Guidance

Board of Trustees
High Valley Transit District

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited High Valley Transit District's (the District) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended December 31, 2025. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, High Valley Transit District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2025.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the District's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Squire & Company, PC

Orem, Utah
June 24, 2026

HIGH VALLEY TRANSIT DISTRICT
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

2024-1 – This finding has been resolved.

HIGH VALLEY TRANSIT DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended December 31, 2025

SECTION I – SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued:	Unmodified
Internal control over financial reporting:	
Material weakness identified	No
Significant deficiency identified	None reported
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major federal programs:	
Material weakness identified	No
Significant deficiency identified	None reported
Type of auditor's report issued on compliance for major programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with Uniform Guidance 2 CFR 200.516(a):	No

Identification of Major Federal Programs

Name of Federal Program (Assistance Listing Number)

Community Project Funding Congressionally Directed Spending (20.534)
National Infrastructure Investments (20.933)

Dollar threshold used to distinguish between type A and type B programs:	$1,000,000
Auditee qualified as low-risk auditee?	No

SECTION II – FINANCIAL STATEMENT FINDINGS

No matters were reported.

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

No matters were reported.

Independent Auditor's Report on Compliance
and Report on Internal Control over Compliance
Required by the *State Compliance Audit Guide*

Board of Trustees
High Valley Transit District

Report on Compliance

Opinion on Compliance

We have audited the compliance of High Valley Transit District (the District) with the following applicable state compliance requirements described in the *State Compliance Audit Guide*, issued by the Office of the Utah State Auditor, for the year ended December 31, 2025:

Budgetary Compliance
Fund Balance
Fraud Risk Assessment
Utah Retirement Systems
Crime Insurance for Public Treasurers

In our opinion, High Valley Transit District complied, in all material respects, with the state compliance requirements referred to above for the year ended December 31, 2025.

Basis for Opinion on Compliance

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the *State Compliance Audit Guide,* issued by the Office of the Utah State Auditor. Our responsibilities under those standards and the *State Compliance Audit Guide* are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the state compliance requirements referred to above.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the *State Compliance Audit Guide* will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of the *State Compliance Audit Guide* as a whole

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the *State Compliance Audit Guide*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the *State Compliance Audit Guide*, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control over Compliance

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a state compliance requirement on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a state compliance requirement will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a state compliance requirement that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the *State Compliance Audit Guide*. Accordingly, this report is not suitable for any other purpose.

Squire & Company, PC

Orem, Utah
June 24, 2026

STAFF REPORT

Date: June 29, 2026
To: Board of Trustees
From: Gabriel Shields, PE Chief Development Officer
Subject: SR-224 BRT Supplemental Utility Agreement with Enbridge Gas Utah

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Action Requested

Authorize the Executive Director to execute the First Amendment to the Project Master Utility Relocation Agreement with Enbridge Gas Utah for utility relocation work associated with the SR-224 Bus Rapid Transit (BRT) Project in an amount not to exceed $1,800,00.00

Background

The SR-224 Bus Rapid Transit Project requires relocation of existing utilities that conflict with roadway improvements, drainage infrastructure, transit facilities, and other project elements.

On September 4, 2025, High Valley Transit and Enbridge Gas Utah executed a Project Master Utility Relocation Agreement establishing the general terms, responsibilities, and reimbursement procedures for utility relocation work associated with the project. The Master Utility Agreement anticipated that individual work packages would be authorized through subsequent amendments identifying the specific scope, schedule, and cost of each utility relocation effort.

This First Amendment attached to this report in Exhibit A serves as the first Supplemental Utility Agreement under the Master Utility Agreement. It authorizes Enbridge Gas to perform utility relocation work at multiple locations throughout the SR-224 corridor in accordance with the approved construction plans. The work includes relocation of high-pressure gas mains, intermediate-pressure gas mains, and associated gas service facilities necessary to accommodate construction of the BRT project.

The utility work is scheduled to occur between May and October 2026 and will be coordinated with the CM/GC contractor to support the overall construction schedule.

Fiscal Impact

The estimated cost of the First Amendment is **$1,798,391**.

Funding for this work is included within the approved SR-224 BRT Project budget under Utility Relocations and is eligible for reimbursement through the project's existing funding sources. The amendment provides for 100 percent High Valley Transit participation in the eligible relocation costs, with no utility betterments included in the work. The current project financials are attached to this report in Exhibit B.

Project No.: __20258____ Project Name: __HVT SR224__ Enbridge Charge ID No. ____ PIN: _20258___

FIRST AMENDMENT

This FIRST AMENDMENT TO PROJECT MASTER UTILITY RELOCATION AGREEMENT (the "_First Amendment") is made and entered into this ___ day of ______, 2026 (the "Effective Date") by and between **HIGH VALLEY TRANSIT DISTRICT**, a small public transit district organized under the laws of the State of Utah, hereinafter referred to as "HVT," and **ENBRIDGE GAS UTAH**, hereinafter referred to as "Company." HVT and Company shall be referred together as the "Parties," or individually as a "Party."

WITNESSETH

A. HVT and Company entered into that certain Project Master Utility Relocation Agreement, dated September 4th, 2025 (the "Original Agreement").

B. The Parties desire to amend the Original Agreement.

NOW, THEREFORE, in consideration of the mutual promises and covenants contained herein, and in the Original Agreement, and other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, the Parties agree as follows:

1. Recitals. The foregoing recitals are incorporated herein by this reference.

2. Original Agreement; Amendment. Except as expressly set forth in this First Amendment, the Original Agreement shall remain unmodified and in full force and effect, and is hereby affirmed and ratified. In the event of any inconsistency between the terms of the Original Agreement and the terms of this First Amendment, the terms of this First Amendment shall govern and control in all respects. All references to the Original Agreement shall be deemed references to the Original Agreement as amended hereby.

3. The Original Agreement is amended as follows:

(a) Performance of Work for this Amendment. Company will perform the following described work in accordance with the terms and conditions of the Original Agreement and this Amendment (the "Supplemental Work"):

(i) Plans and Specifications. The plan and specification sheets depicting the Supplemental Work are shown in Exhibit "A" and incorporated herein by this reference.

(ii) Schedule. This Supplemental Work will be completed between May 2026 and October 2026. A detailed schedule for this Supplemental Work at each location will be coordinated with HVT Contractor.

(iii) Betterments. No betterments are part of this Supplemental Work.

(iv) As-Built Survey Responsibility. If the Company is performing any work (whether Supplemental Work or betterment work), and if the Design-Builder is responsible to collect data to complete an as-built survey for this Supplemental Work on behalf of the Company, it is the Company's responsibility to notify the Design-Builder at least 48 hours in advance of the time when the Company begins the Supplemental Work in order for the Design-Builder's surveyor to be present. Should the proper notification and coordination not occur, and if the Supplemental Work is performed without the Design-Builder's surveyor present to collect the as-built data, HVT may hire a Subsurface Utility Engineer (SUE) consultant to locate the facilities at the Company's expense.

(v) HVT will notify the Company's contact person, Christopher Robinson, telephone number (801) 209-4762, and e-mail christopher.robinson@enbridge.com at least **2 business days** in advance of beginning and completing its portion of the Supplemental Work covered herein.

(vi) Company will notify HVT's Utilities Coordinator, Joe Johnson, telephone number (801) 643-1791, and e-mail joejohnson@thesoundroom.biz, or their designated representative, as assigned at least **2 business days** in advance of beginning and completing its portion of the Supplemental Work covered herein.

(b) Estimated Cost. Total estimated cost of this Supplemental Work is shown in Exhibit "B" and incorporated herein by this reference, and is summarized as follows:

TOTAL ESTIMATED COST OF THIS SUPPLEMENTAL WORK:	**$1,798,391**
BREAKDOWN:	
TOTAL ESTIMATED COST OF COMPANY PERFORMED SUPPLEMENTAL WORK	$1,798,391
TOTAL ESTIMATED COST OF HVT PERFORMED SUPPLEMENTAL WORK	$0
COMBINED TOTAL ESTIMATED COST OF SUPPLEMENTAL WORK	**$1,798,391**
TOTAL ESTIMATED AMOUNT OF COMPANY PARTICIPATION @ 0%	$0.00
TOTAL ESTIMATED AMOUNT OF HVT PARTICIPATION @ 100%	$1,798,391
TOTAL ESTIMATED COST OF COMPANY BETTERMENT WORK	$0.00

4. Severability. In the event that any condition, covenant, or other provision herein contained is held to be invalid or void by any court of competent jurisdiction, the same shall be deemed severable from the remainder of this First Amendment and shall in no way affect any other condition, covenant, or other provision herein contained. If such condition, covenant, or other provision shall be deemed invalid due to its scope or breadth, such condition, covenant, or other provision shall be deemed valid to the extent of the scope and breadth permitted by law.

5. Further Action/Amendment. The Parties shall execute and deliver all documents, provide all information, and take or forbear from all such action as may be necessary or appropriate to achieve the purposes of this First Amendment.

6. Counterparts. This First Amendment may be executed by electronic or digital means, including signature software applications such as DocuSign and in one or more counterparts, each of which shall be an original, with the same effect as if the signatures were upon the same instrument. Any Party's facsimile, digital or electronic signature and any emailed copy of a Party's signature shall be deemed a binding signature.

7. Governing Law. This First Amendment shall be construed and enforced in accordance with the laws of the State of Utah.

8. <u>No Third-Party Beneficiary Rights</u>. This First Amendment is not intended to create, nor shall it be in any way interpreted or construed to create, any third-party beneficiary rights in any person not a Party hereto.

9. <u>Authority</u>. The individuals who execute this First Amendment represent and warrant that they are duly authorized to execute this instrument on behalf of each Party and that no other signature, act, or authorization is necessary to bind the Parties to this First Amendment.

IN WITNESS WHEREOF the Parties have caused this First Amendment to be executed as of the Effective Date.

(Signatures on following page)

FOR HVT:

____
Caroline Rodriguez
Executive Director

Approved as to form:
by:______________________________
David L. Thomas, General Counsel

FOR THE COMPANY:

____
Will Schwarzenbach
Director - Construction, Design and Capital Projects

Exhibit "A"

WORK ORDER QUANTITY SUMMARIES

1 COM-WO-01 (THIS SHEET ONLY)

FROM STA	TO STA	QTY	DESCRIPTION
237+94.86 RT 51.14	237+93.75 RT 55.92	1 EACH	RELOCATE PEDESTAL

2 COM-WO-02 (THIS SHEET ONLY)

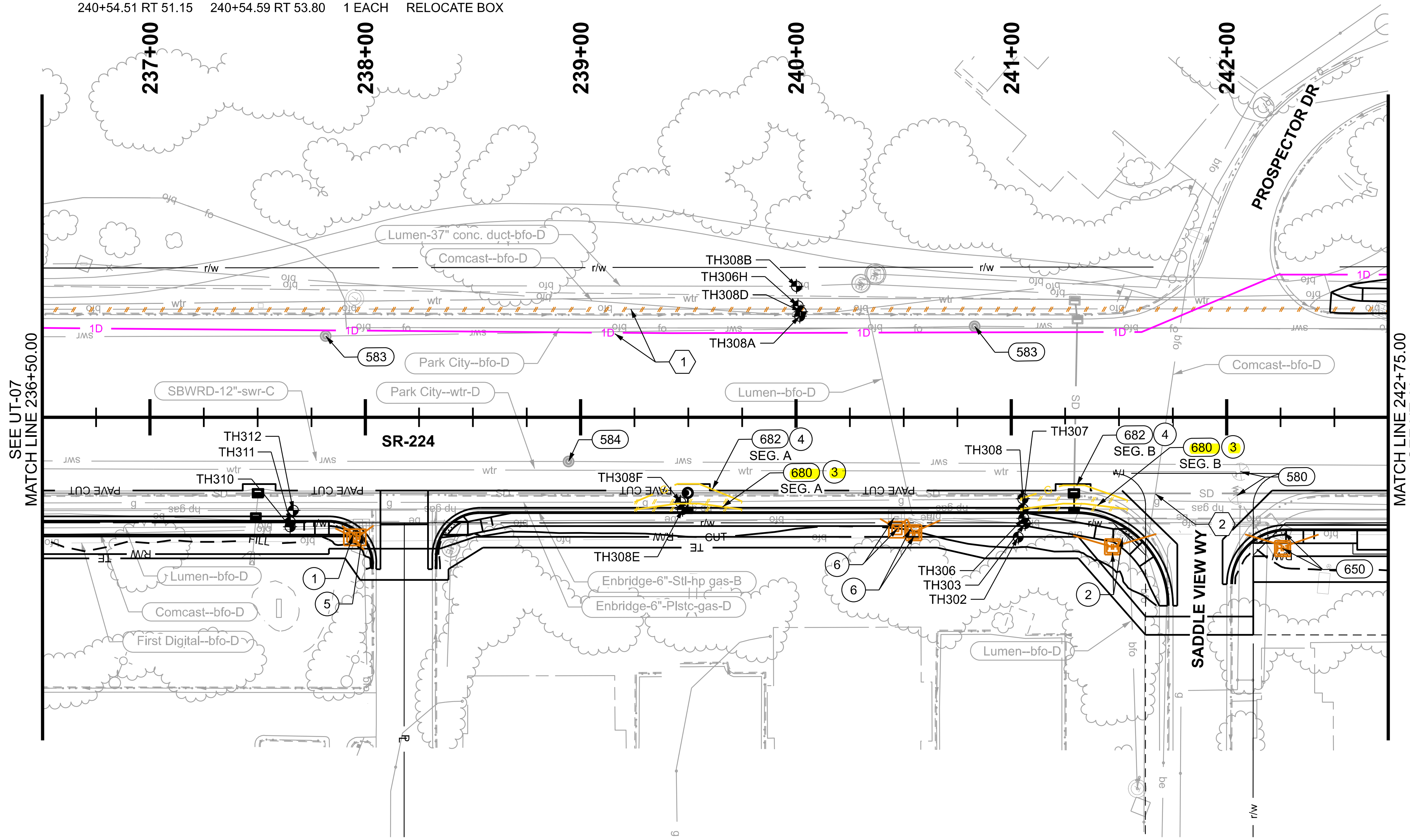
FROM STA	TO STA	QTY	DESCRIPTION
241+50.79 RT 54.53	241+47.02 RT 60.15	1 EACH	RELOCATE BOX

5 LUM-WO-03 (THIS SHEET ONLY)

FROM STA	TO STA	QTY	DESCRIPTION
237+98.45 RT 50.99	237+96.15 RT 57.63	1 EACH	RELOCATE PEDESTAL

6 LUM-WO-04 (THIS SHEET ONLY)

FROM STA	TO STA	QTY	DESCRIPTION
240+46.76 RT 46.61	240+46.88 RT 52.19	1 EACH	RELOCATE PEDESTAL
240+54.51 RT 51.15	240+54.59 RT 53.80	1 EACH	RELOCATE BOX



UTILITY TAG LEGEND

Owner-Size-Material-Type-Quality Level

REFERENCE KEYNOTES

580 RECONSTRUCT VALVE BOX
583 RECONSTRUCT SEWER MANHOLE, TREATMENT 2
584 RECONSTRUCT SEWER MANHOLE, TREATMENT 3
630 RELOCATE FO BOX - CC
650 RELOCATE FO BOX - FD
680 6" STEEL HP GAS LINE RELOCATION (ENBRIDGE)
682 4" PLASTIC IHP GS LINE RELOCATION (ENBRIDGE)

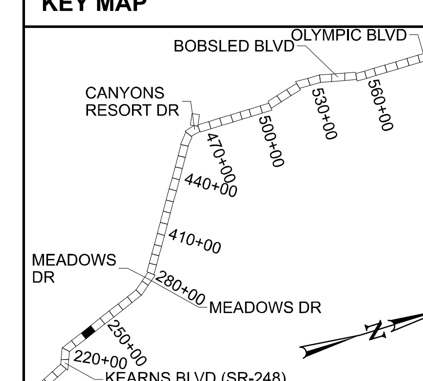
SHEET KEYNOTES

1 SEE EARLY WORK ITS SHEETS FOR UDOT / ALLWEST FIBER OPTIC RELOCATION AND REMOVAL / ABANDONMENT AND THE NEW UDOT ITS 1D DUCT BANK.
2 COMCAST LINE PASSING THROUGH STORM DRAIN, TO BE RELOCATED BY OTHERS. COORDINATE WITH COMCAST.

UTILITY WORK ORDERS

1 COM-WO-01 (QTYS THIS SHEET)
2 COM-WO-02 (QTYS THIS SHEET)
3 ENB-HP-03 (QTYS ON UT-09)
4 ENB-IHP-06 (QTYS ON UT-09)
5 LUM-WO-03 (QTYS THIS SHEET)
6 LUM-WO-04 (QTYS THIS SHEET)

KEY MAP



PS&E (100%) REVIEW
NOT FOR CONSTRUCTION

HIGH VALLEY TRANSIT
WALL CONSULTANT GROUP

DRAWN BY JSB
QC CHECKED BY BOW
DATE 12/18/2025
PROFESSIONAL ENGINEER
APPROVED

PROJECT SR-224 BUS RAPID TRANSIT SYSTEM
PIN 20258
PROJECT NUMBER S-ST99(839)
UTILITY

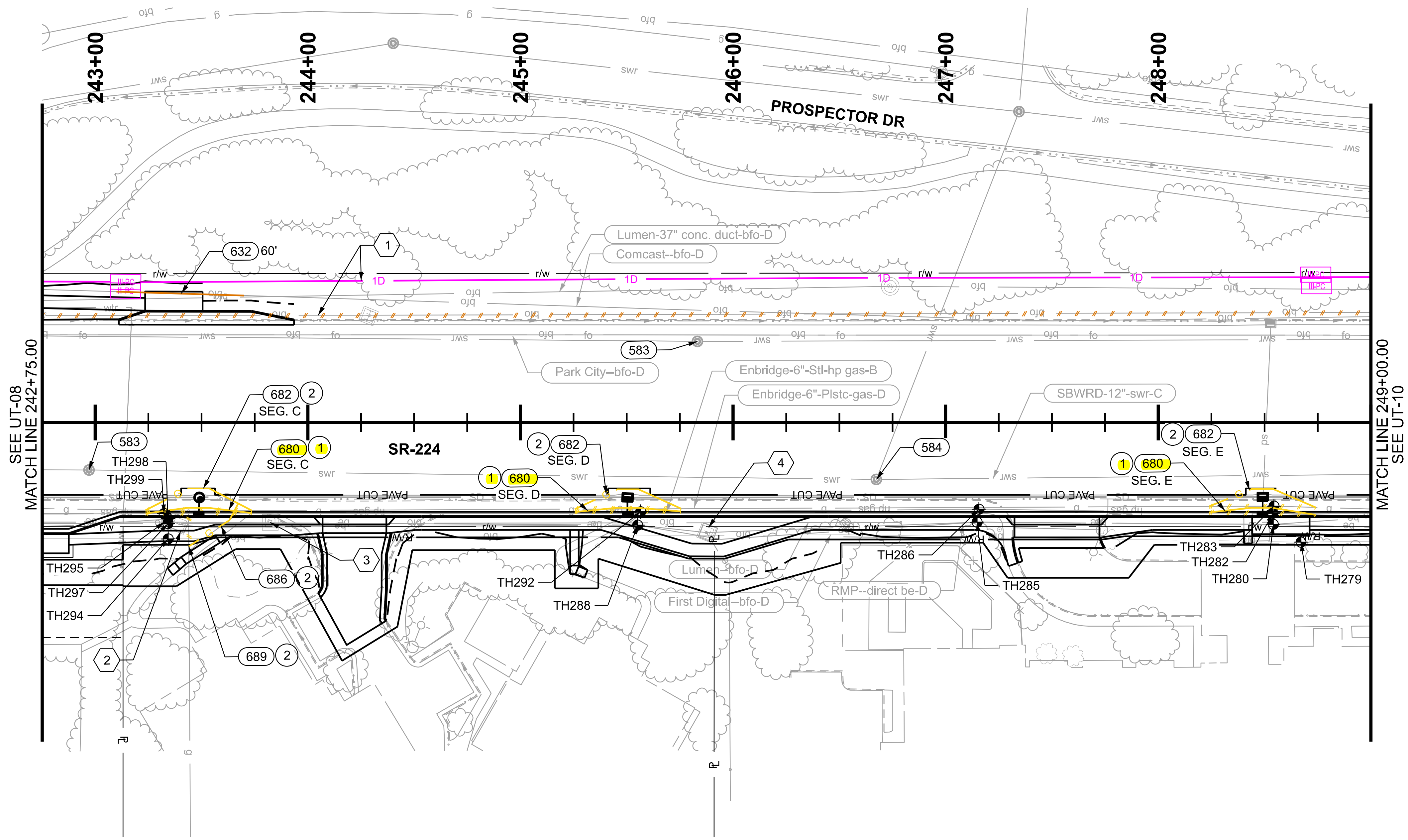
SHEET NO. UT-08

Exhibit "A"

WORK ORDER QUANTITY SUMMARIES

(1) ENB-HP-03 BY ENBRIDGE (SHEETS UT-08 & UT-09)

REF#	SEG.	START STA	END STA	QTY	DESCRIPTION
680	A	239+25.00 RT 42.82	239+75.00 RT 42.74	51 LF	6" STEEL HP GAS RELOCATION BY ENBRIDGE
680	B	241+04.00 RT 42.62	241+54.00 RT 42.65	51 LF	6" STEEL HP GAS RELOCATION BY ENBRIDGE
680	C	243+23.50 RT 42.76	243+73.50 RT 42.61	51 LF	6" STEEL HP GAS RELOCATION BY ENBRIDGE
680	D	245+25.00 RT 42.04	245+75.00 RT 41.79	51 LF	6" STEEL HP GAS RELOCATION BY ENBRIDGE
680	E	248+24.00 RT 42.28	248+74.00 RT 43.39	51 LF	6" STEEL HP GAS RELOCATION BY ENBRIDGE



WORK ORDER QUANTITY SUMMARIES CONT'D

(2) ENB-IHP-06 BY ENBRIDGE (SHEETS UT-08 & UT-09)

REF#	SEG.	START STA	END STA	QTY	DESCRIPTION
682	A	239+25.00 RT 39.38	239+75.00 RT 39.07	54 LF	6" PLASTIC IHP GAS RELOCATION BY ENBRIDGE
682	B	241+04.00 RT 37.80	241+54.00 RT 38.55	52 LF	6" PLASTIC IHP GAS RELOCATION BY ENBRIDGE
682	C	243+23.50 RT 41.22	243+73.50 RT 41.41	55 LF	6" PLASTIC IHP GAS RELOCATION BY ENBRIDGE
682	D	245+25.00 RT 40.75	245+75.00 RT 40.53	54 LF	6" PLASTIC IHP GAS RELOCATION BY ENBRIDGE
682	E	248+24.00 RT 39.45	248+74.00 RT 39.89	54 LF	6" PLASTIC IHP GAS RELOCATION BY ENBRIDGE
686	-	243+44.00 RT 58.21	243+67.23 RT 38.04	32 LF	1 1/4" PTR GAS SERVICE LATERAL RELOCATION BY ENBRIDGE
689	-	243+44.00 RT 58.21	-	1 EACH	TEST AND TIE EX. 1 1/4" PTR GAS SERVICE LATERAL BY ENBRIDGE

UTILITY TAG LEGEND

Owner-Size-Material-Type-Quality Level

REFERENCE KEYNOTES

- 583 RECONSTRUCT SEWER MANHOLE, TREATMENT 2
- 584 RECONSTRUCT SEWER MANHOLE, TREATMENT 3
- 632 RELOCATE FO LESS THAN 5' - CC
- 680 6" STEEL HP GAS LINE RELOCATION (ENBRIDGE)
- 682 4" PLASTIC IHP GAS LINE RELOCATION (ENBRIDGE)
- 686 1 1/4" PTR GAS SERVICE LATERAL RELOCATION (ENBRIDGE)
- 689 TEST AND TIE EXISTING 1 1/4" PTR GAS SERVICE LATERAL (ENBRIDGE)

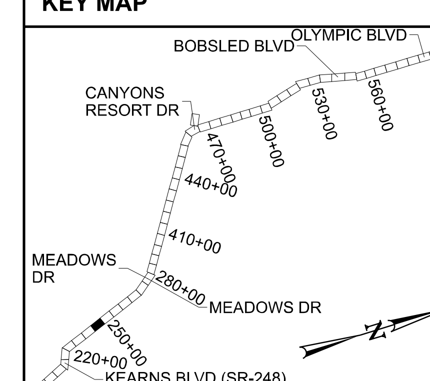
SHEET KEYNOTES

1. SEE EARLY WORK ITS SHEETS FOR UDOT / ALLWEST FIBER OPTIC RELOCATION AND REMOVAL / ABANDONMENT AND THE NEW UDOT ITS 1D DUCT BANK.
2. PROTECT IN PLACE EX. TRANSFORMER.
3. PROTECT IN PLACE EX. TELEPHONE PEDESTAL.
4. PROTECT IN PLACE EX. SWITCH GEAR.

UTILITY WORK ORDERS

1. ENB-HP-03 (QTYS THIS SHEET)
2. ENB-IHP-06 (QTYS THIS SHEET)

KEY MAP



PS&E (100%) REVIEW

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HIGH VALLEY TRANSIT

WALL CONSULTANT GROUP

DRAWN BY	JSB
QC CHECKED BY	BOW
DATE	12/18/2025
APPROVED	
PROFESSIONAL ENGINEER	

PROJECT	SR-224 BUS RAPID TRANSIT SYSTEM
PIN	20258
PROJECT NUMBER	S-ST99(839)
	UTILITY

SHEET NO. UT-09

Exhibit "A"

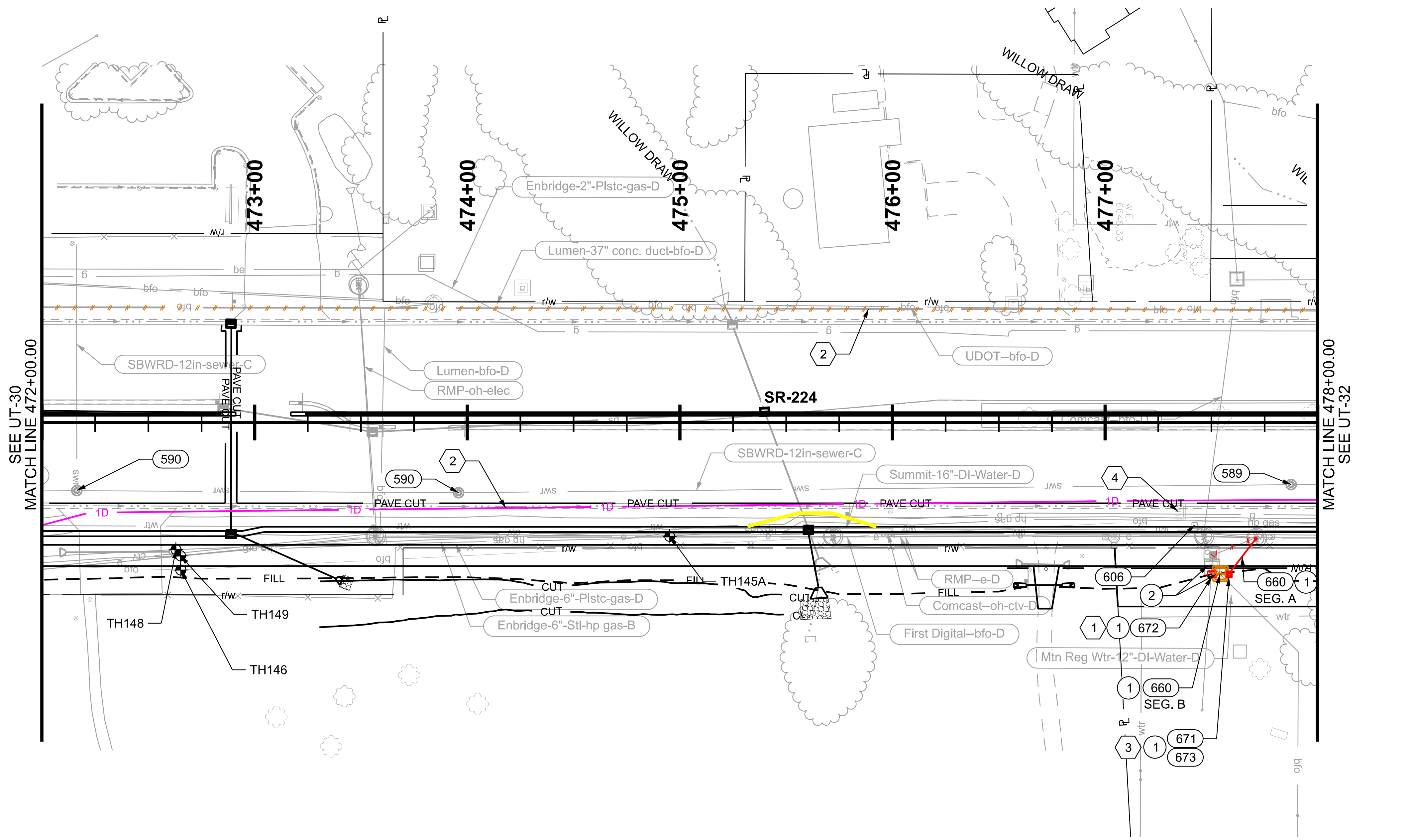
WORK ORDER QUANTITY SUMMARY

(1) RMP-WO-09 (THIS SHEET ONLY)

REF#	SEG.	START STA	END STA	QTY	DESCRIPTION
660	A	477+70.83 RT 54.66	477+58.06 RT 71.41	21 LF	ONE 3" CONDUIT (CONDUCTOR BY RMP)
660	B	477+58.06 RT 71.41	477+52.22 RT 71.41	6 LF	ONE 3" CONDUIT AND CONDUCTOR
671	-	477+58.06 RT 71.41	-	1 EACH	FREE-STANDING METER H-FRAME
672	-	477+50.16 RT 71.41	-	1 EACH	RELOCATE ELECTRICAL JUNCTION BOX
673	-	477+58.06 RT 71.41	-	1 EACH	RELOCATE METER CABINET

(2) COM-WO-05 (THIS SHEET ONLY)

FROM STA	TO STA	QTY	DESCRIPTION
477+50.10 RT 67.50	477+54.27 RT 71.42	1 EACH	RELOCATE BOX



UTILITY TAG LEGEND

Owner-Size-Material-Type-Quality Level

REFERENCE KEYNOTES

589 RECONSTRUCT SEWER MANHOLE, TREATMENT 8
590 RECONSTRUCT SEWER MANHOLE, TREATMENT 9
606 REMOVE IRRIGATION VALVE AND BOX
660 ONE 3" CONDUIT
671 FREE-STANDING METER H-FRAME
672 RELOCATE ELECTRICAL JUNCTION BOX
673 RELOCATE METER CABINET

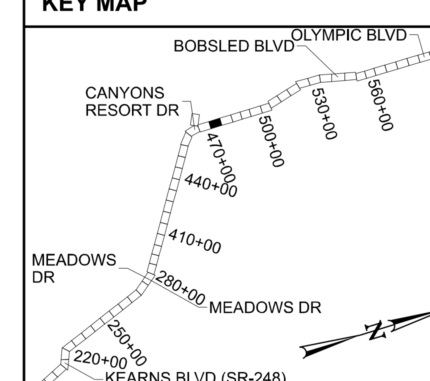
SHEET KEYNOTES

1. RELOCATE JUNCTION BOX IN LINE WITH EXISTING BURIED SERVICE LINE. PROTECT IN PLACE EX. CONDUIT FROM RELOCATED BOX INTO PROPERTY AND REUSE EX. CONDUCTOR.
2. SEE EARLY WORK ITS SHEETS FOR UDOT / ALL WEST FIBER OPTIC RELOCATION AND REMOVAL / ABANDONMENT AND THE NEW UDOT ITS 1D DUCT BANK.
3. MOVE EXISTING METER CABINET TO NEW H-FRAME.
4. REMOVE EXIST. TRAFFIC LOOP BOX, ABANDON

UTILITY WORK ORDERS

1. RMP-WO-09 (QTYS THIS SHEET)
2. COM-WO-05 (QTYS THIS SHEET)

KEY MAP



PS&E (100%) REVIEW
NOT FOR CONSTRUCTION

DRAWN BY JSB
QC CHECKED BY BOW
12/18/2025 DATE
PROFESSIONAL ENGINEER
APPROVED

HIGH VALLEY TRANSIT
WALL CONSULTANT GROUP

PROJECT: SR-224 BUS RAPID TRANSIT SYSTEM
PIN 20258
PROJECT NUMBER S-ST99(839)
UTILITY

SHEET NO. UT-31

Exhibit "A"

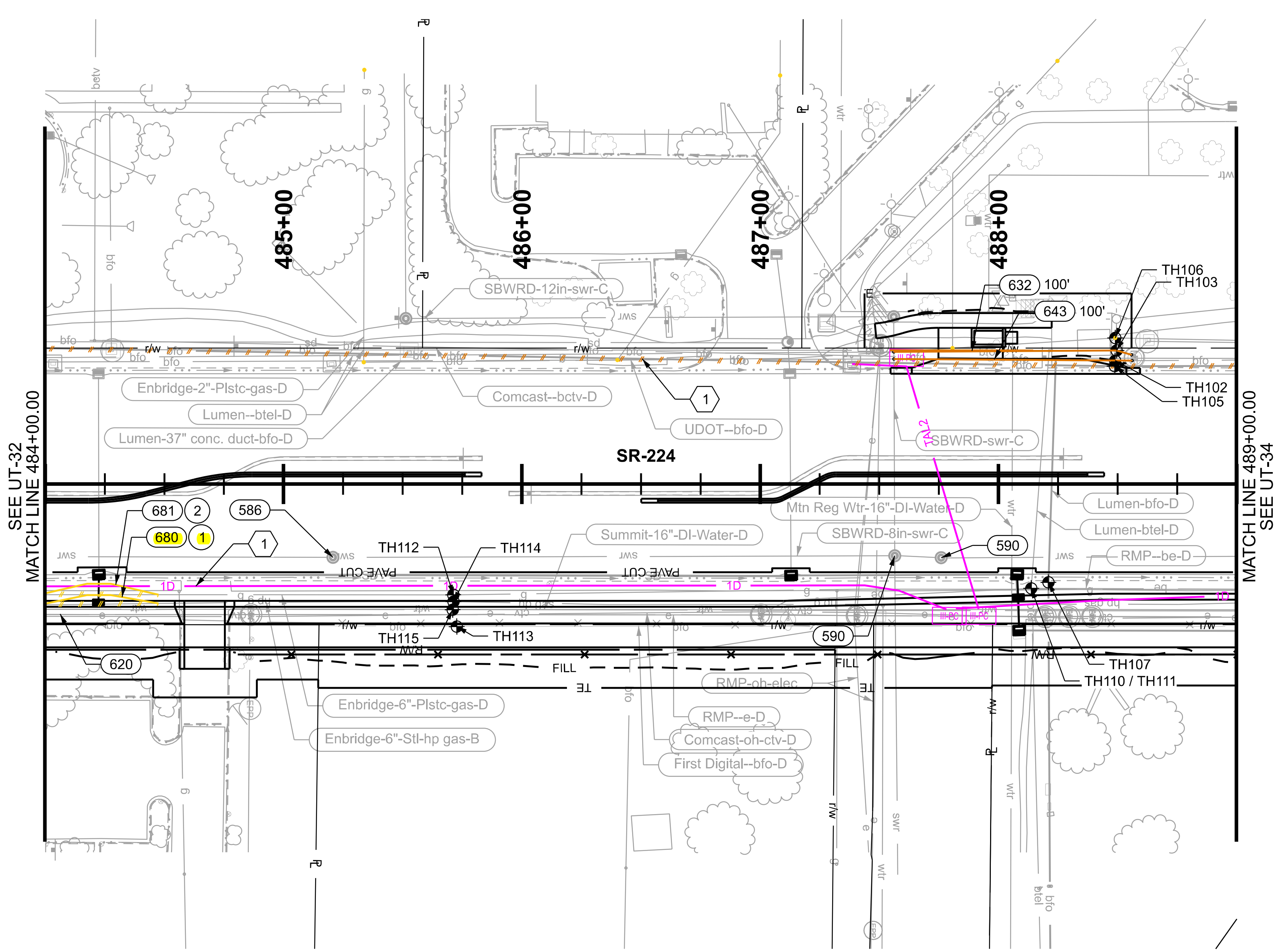
WORK ORDER QUANTITY SUMMARIES

(1) ENB-HP-04 (THIS SHEET ONLY)

REF#	START STA	END STA	QTY	DESCRIPTION
680	483+97.50 RT 50.72	484+47.50RT 50.09	51 LF	6" STEEL HP GAS RELOCATION BY ENBRIDGE

(2) ENB-IHP-07 (THIS SHEET ONLY)

REF#	START STA	END STA	QTY	DESCRIPTION
681	483+97.50 RT 46.44	484+47.50 RT 46.44	51 LF	6" PLASTIC IHP GAS RELOCATION BY ENBRIDGE



UTILITY TAG LEGEND

Owner-Size-Material-Type-Quality Level

REFERENCE KEYNOTES

- 586 RECONSTRUCT SEWER MANHOLE, TREATMENT 5
- 590 RECONSTRUCT SEWER MANHOLE, TREATMENT 9
- 620 REMOVE FREEZELESS HOSE BIB
- 632 RELOCATE FO LESS THAN 5' - CC
- 643 RELOCATE BTEL LESS THAN 5' - LUMEN
- 680 6" STEEL HP GAS LINE RELOCATION (ENBRIDGE)
- 681 6" PLASTIC IHP GAS LINE RELOCATION (ENBRIDGE)

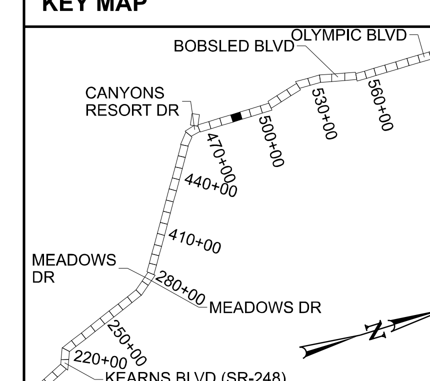
SHEET KEYNOTES

1. SEE EARLY WORK ITS SHEETS FOR UDOT / ALL WEST FIBER OPTIC RELOCATION AND REMOVAL / ABANDONMENT AND THE NEW UDOT IT 1D DUCT BANK.

UTILITY WORK ORDERS

1. ENB-HP-04 (QTYS THIS SHEET)
2. ENB-IHP-07 (QTYS THIS SHEET)

KEY MAP



PS&E (100%) REVIEW
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HIGH VALLEY TRANSIT
WALL CONSULTANT GROUP

DRAWN BY JSB
QC CHECKED BY BOW
12/18/2025 DATE
APPROVED
PROFESSIONAL ENGINEER

PROJECT: SR-224 BUS RAPID TRANSIT SYSTEM
PIN 20258
PROJECT NUMBER S-ST99(839)
UTILITY

SHEET NO. UT-33

Exhibit "A"

WORK ORDER QUANTITY SUMMARIES

(1) ENB-HP-01 BY ENBRIDGE (THIS SHEET ONLY)

REF#	SEG.	START STA	END STA	QTY	DESCRIPTION
680	A	545+76.90 RT 57.04	545+90.46 RT 39.15	23 LF	6" STL HP GAS LINE RELOCATION
680	B	545+90.46 RT 39.15	546+64.77 RT 39.15	74 LF	6" STL HP GAS LINE RELOCATION
680	C	546+64.77 RT 39.15	546+76.75 RT 55.86	21 LF	6" STL HP GAS LINE RELOCATION

(2) ENB-NS-04 (THIS SHEET ONLY)

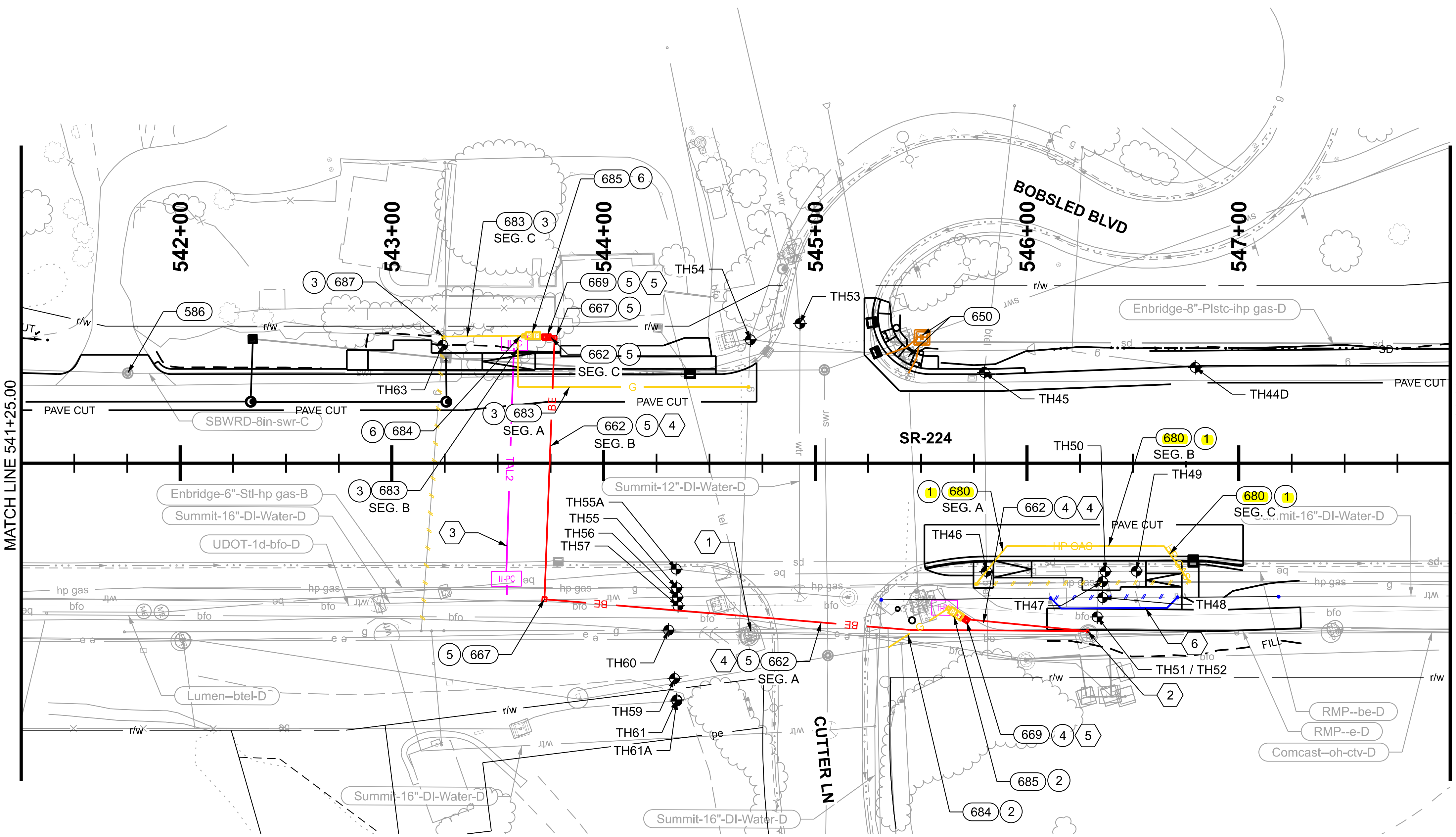
REF#	START STA	END STA	QTY	DESCRIPTION
684	545+34.53 RT 87.03	545+62.82 RT 68.48	34 LF	3/4" GAS SERVICE LATERAL BY ENBRIDGE
685	545+62.82 RT 68.48	-	1 EACH	3/4" GAS METER BY ENBRIDGE

(3) ENB-IHP-04 (THIS SHEET ONLY)

REF#	SEG.	START STA	END STA	QTY	DESCRIPTION
683	A	544+68.48 LT 36.00	543+59.53 LT 36.00	110 LF	2" PLSTC IHP GAS MAIN
683	B	543+59.53 LT 36.00	543+59.53 LT 60.19	24 LF	2" PLSTC IHP GAS MAIN
683	C	543+59.53 LT 60.19	543+24.30 LT 59.74	35 LF	2" PLSTC IHP GAS MAIN
687	-	543+24.30 LT 59.74	-	1 EACH	TEST & TIE EX. 3/4" PAL GAS SERVICE LATERAL

(6) ENB-NS-05 (THIS SHEET ONLY)

REF#	SEG.	START STA	END STA	QTY	DESCRIPTION
684	-	543+59.53 LT 60.19	543+62.29 LT 60.19	3 LF	3/4" GAS SERVICE LATERAL BY ENBRIDGE
685	-	543+62.29 LT 60.19	-	1 EACH	3/4" GAS METER BY ENBRIDGE



WORK ORDER QUANTITY SUMMARIES (CONT'D)

(4) RMP-WO-07 (THIS SHEET ONLY)

REF#	SEG.	START STA	END STA	QTY	DESCRIPTION
662	-	546+28.61 RT 79.25	545+70.74 RT 73.56	58 LF	TWO 3" CONDUIT (CONDUCTOR BY RMP)
669	-	545+70.74 RT 73.56	-	1 EACH	DBL UNDERGROUND SERVICE PEDESTAL

(5) RMP-WO-08 (THIS SHEET ONLY)

REF#	SEG.	START STA	END STA	QTY	DESCRIPTION
662	A	546+28.61 RT 79.25	543+72.08 RT 64.22	257 LF	TWO 3" CONDUIT (CONDUCTOR BY RMP)
662	B	543+72.08 RT 64.22	543+76.80 LT 59.15	123 LF	TWO 3" CONDUIT (CONDUCTOR BY RMP)
662	C	543+76.80 LT 59.15	543+72.97 LT 59.52	4 LF	TWO 3" CONDUIT (CONDUCTOR BY RMP)
667	-	543+72.08 RT 64.22	-	1 EACH	SEC. JUNCTION BOX PAD (EQUIP BY RMP)
667	-	543+76.80 LT 59.15	-	1 EACH	SEC. JUNCTION BOX PAD (EQUIP BY RMP)
669	-	543+72.97 LT 59.52	-	1 EACH	DBL UNDERGROUND SERVICE PEDESTAL

UTILITY TAG LEGEND

Owner-Size-Material-Type-Quality Level

REFERENCE KEYNOTES

- 586 RECONSTRUCT SEWER MANHOLE, TREATMENT 5
- 650 RELOCATE FO BOX - FD
- 662 TWO 3" CONDUIT
- 667 SECONDARY BOX PAD
- 669 DOUBLE UNDERGROUND SERVICE PEDESTAL
- 680 6" STEEL HP GAS LINE RELOCATION (ENBRIDGE)
- 683 2" PLASTIC IHP GAS MAIN (ENBRIDGE)
- 684 3/4" PAL GAS SERVICE LATERAL (ENBRIDGE)
- 685 3/4" GAS METER (ENBRIDGE)
- 687 TEST AND TIE EX. 3/4" PAL GAS SERVICE LATERAL

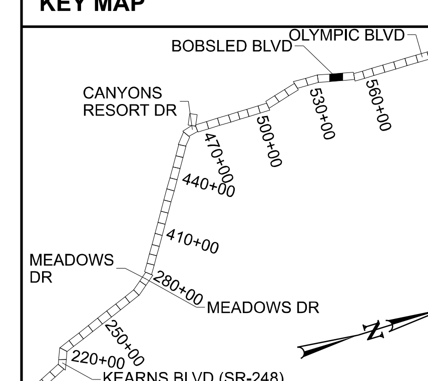
SHEET KEYNOTES

1. RELOCATE OR REMOVE EXISTING SECONDARY BOX AND EXTEND CONDUIT. SEE NEW SECONDARY BOX LOCATION THIS SHEET.
2. NEW SERVICE RISER TO EX. POLE-MOUNTED XFRFMR FOR TWO NEW 200 AMP BRT SERVICE CONNECTIONS.
3. SEE EARLY WORK ITS SHEETS FOR UDOT / ALL WEST FIBER OPTIC RELOCATION AND REMOVAL AND THE NEW UDOT ITS 1D DUCT BANK.
4. CONDUCTOR PULLED FOR BRT SERVICE ONLY. EMPTY CONDUIT FOR FUTURE SUMMIT COUNTY E-BIKE SERVICE.
5. CONNECT HALF OF SERVICE PEDESTAL TO BRT SERVICE CONDUCTOR ONLY. EMPTY SIDE OF SERVICE PEDESTAL FOR FUTURE SUMMIT COUNTY E-BIKE SERVICE.
6. SEE SHEET UTDT-17 FOR SUMMIT WATER RELOCATION.
7. SEE STATION SHEETS FOR BOILER AND BOILER PAD.

UTILITY WORK ORDERS

1. ENB-HP-01 (QTYS THIS SHEET)
2. ENB-NS-04 (QTYS THIS SHEET)
3. ENB-IHP-04 (QTYS THIS SHEET)
4. RMP-WO-07 (QTYS THIS SHEET)
5. RMP-WO-08 (QTYS THIS SHEET)
6. ENB-NS-05 (QTYS THIS SHEET)

KEY MAP



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HIGH VALLEY TRANSIT
WALL CONSULTANT GROUP

DRAWN BY JSB
QC CHECKED BY BOW
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APPROVED
PROFESSIONAL ENGINEER

PROJECT: SR-224 BUS RAPID TRANSIT SYSTEM
PIN 20258
PROJECT NUMBER S-ST99(839)
UTILITY

SHEET NO. UT-43

Exhibit "B"

Cost Estimate Summary Sheet

	Budget year:	**2026**
FL54, Relocate 500' of 6" HP, By Constructing 8 Each Horizontal Loops	Estimator: Brad	
9 Loops at various locations along SR-224, Park City, UT. WBS#101696.85	Date:	4/24/2026
Project Summary	**Totals**	
PLAN		
Environmental	$0	
Right-of-Way	$0	
Design Contractors	$0	
Engineering Contractors	$0	
Enbridge Labor, Labor Overhead and Expenses	$14,286	
Materials	$178,256	
PLAN sub total		$192,542
CONSTRUCTION		
Construction Contractors	$1,249,189	
Misc. Constuction Contractors	$88,300	
Enbridge Labor, Labor Overhead and Expenses	$28,482	
AFUDC	$0	
Overhead	$76,374	
Contingency	$163,503	
Gross Up for CIAC Tax	$0	
CONSTRUCTION sub total		$1,605,848
Total Project Cost	**$1,798,391**	

Total Contractor costs	$1,337,489
Material Costs	$178,256
Labor Costs	$42,768
Non labor	$76,374

Line Item	P90	Current ECAC
Professional Services		
Program Management	$8,363,839.75	$7,430,360.06
Engineering	$10,322,608.65	$9,309,958.78
Stacy Witbeck Preconstruction	$934,788.00	$934,788.00
Owner Expenses	$120,647.12	$220,000.00
Construction Management	$2,088,722.85	$2,276,312.44
Engineering Design Support During Construction	$470,789.78	$433,752.00
Subtotal	**$22,301,396.16**	**$20,605,171.28**
Construction		
Early Work Construction	$4,266,856.22	$4,205,149.65
3rd Party Utilities	$2,700,000.00	$2,955,484.40
GMP Construction	$57,860,000.00	$51,373,790.99
PC Station Upgrade	$460,225.70	$460,000.00
Park Ave Wall	$377,137.43	$375,000.00
State Furnished Materials	$673,062.21	$623,372.01
Owner Construction Expenses	$121,064.92	$100,000.00
Utility Connection Fees	$45,801.60	$45,801.60
Subtotal	**$66,504,148.08**	**$60,138,598.65**
Bus Purchase		
Bus Purchase	$6,954,815.00	$6,754,815.00
Bus Uplifting	$180,000.00	$150,000.00
Subtotal	**$7,134,815.00**	**$6,904,815.00**
Right of Way		
Right-of-Way Acquisition Cost	$7,691,331.00	$7,875,000.00
Subtotal	**$7,691,331.00**	**$7,875,000.00**
Total Program		
Total Program Cost	**$103,631,690.24**	**$95,523,584.93**
Program Contingency		**$6,476,415.07**
		$102,000,000.00