

Canyons School District Comprehensive Annual Fiscal Report

For the Fiscal Year Ending June 30, 2019



Canyons School District
9361 South 300 East, Sandy, UT 84070
www.canyonsdistrict.org



CANYONS
SCHOOL DISTRICT

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**9361 South 300 East
Sandy, Utah 84070
www.canyonsdistrict.org**

Comprehensive Annual Financial Report

For the Fiscal Year Ended June 30, 2019

**Nancy Tingey, President of the Board
James Briscoe, Ph.D., Superintendent
Leon Wilcox, CPA, Business Administrator**

**Prepared by
Leon Wilcox, CPA, Business Administrator
and Gary Warwood, CPA, Director of Accounting**

CANYONS SCHOOL DISTRICT

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Leon Wilcox, CPA, Business Administrator

9361 South 300 East

Sandy, UT 84070

T: 801-826-5000 | F: 801-826-5053 | www.canyonsdistrict.org

November 25, 2019

To the Honorable Board of Education and Patrons of Canyons School District:

State of Utah law requires that school districts publish within five months of the close of each fiscal year a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States of America (GAAP) and audited by a firm of licensed certified public accountants in accordance with 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 of the United States. This report is published to fulfill that requirement for the fiscal year ended June 30, 2019.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free from any material misstatements.

Squire & Company, PC, a firm of licensed certified public accountants, has issued an unmodified (“clean”) opinion on Canyons School District’s financial statements for the year ended June 30, 2019. The independent auditor’s report is located at the front of the financial section of this report.

Management’s discussion and analysis (MD&A) immediately follows the independent auditor’s report and provides a narrative introduction, overview, and analysis to accompany the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

Profile of the District

Residents of the District voted to separate from the Jordan School District on November 6, 2007, thus forming their own district. The District officially began operations on July 1, 2009. Located in the southeast corner of Salt Lake County, the District covers approximately 192 square miles and includes the cities of Midvale, Cottonwood Heights, Sandy, and Draper and the town of Alta.

The District is a legally separate entity enjoying all rights and privileges accorded political subdivisions in the State of Utah. The District is fiscally independent. Policymaking and legislative authority are vested in the Board of Education (the Board) consisting of seven members who are elected from among the District's seven precincts. Board members serve four-year staggered terms with no more than four Board members elected every two years. The Board has the power to determine its own budget, incur bonded debt, levy taxes and also can sue or be sued without recourse to any other body of government.

The major purpose of the District is to provide public education. In its tenth year of operations, the District's student population stood at 34,134. To accomplish its purpose the District operates 29 elementary schools, 8 middle schools, 5 accredited high schools, and 5 special program schools. In addition, the District offers an adult and community education program for non-traditional students. The Canyons School District Education Foundation (the Foundation) is a blended component unit of the District. It is a nonprofit organization and all donations generated by the Foundation go to benefit the students and teachers of the District. The District is an equal opportunity employer and actively recruits teachers from universities throughout the nation.

Based on information from the U.S. Department of Education, National Center for Education Statistics, there are more than 17,000 school districts in the nation. Canyons School District is in the range of the 200th – 220th largest district in the nation based on student enrollment.

Local Economy

The economic condition of the District is largely dependent upon two major factors. First, the broader state economy that is increasingly tied to the national and global economies and second, the views of the governor's office and state legislature toward funding public education with the resources generated by the state. State funding for education is always a significant issue in Utah because children represent such a large percentage of the population. When compared to other states, there are two factors that put the state in a difficult situation when it comes to generating tax revenue to fund public education. First, Utah is near the middle in terms of household income. Second, Utah has larger households. The result is less income available per child. Utah is near the top when measuring the share of income devoted to education and yet is currently the state with the lowest per-pupil funding.

Utah has a highly diversified economy that includes many industries such as construction, tourism, exports, defense, energy and minerals, agriculture and others. The growth of the State's economy has led to recent increases in education funding. The Weighted Pupil Unit (WPU) is the State's primary funding source to equalize funding throughout all Utah school districts. The Legislature did increase the value of the WPU from \$3,311 to \$3,395 for the fiscal year ended June 30, 2019. The WPU will increase to \$3,532 (or 4.0%) for the fiscal year ending June 30, 2020. The economic outlook calls for continued expansion in 2020 with the hope for additional growth in 2021 and beyond. The unemployment rate for Salt Lake County was 2.9% at December 31, 2018 which is consistent with the prior year's rate. Taxable values of taxable property increased by 9.2% during the past calendar year and another increase is anticipated for the upcoming year. This is welcomed news; however further increases in assessed valuation are needed in order to provide financial stability for future budgets.

There will be considerable political pressure on the Legislature to increase funding for public education as it deals with multiple issues statewide. Nonetheless, the resources available may make that difficult to accomplish. The District has grown accustomed to dealing with strained budgets; however it will continue to maintain a balanced budget according to available resources.

Major Initiatives

The mission of the District is that all students will graduate from the Canyons School District college- and career- ready. The three major goals to achieve this mission are:

- Promote school and community engagement that supports students in becoming college- and career- ready.
- Implement a comprehensive educational system that aligns high quality curriculum, instruction, and assessment resulting in students becoming college- and career- ready.
- Recruit, develop, support, and retain quality educators and support staffs that are committed to preparing students for college and careers.

Examples of efforts made to achieve these initiatives during the most recent fiscal year include:

- The Brighton High Model United Nations Team took first place as a distinguished delegation in Research and Preparations at the 2019 National High School Model United Nations Conference in New York City.
- Peruvian Park Elementary was named by the U.S. Department of Education as a Nation Blue Ribbon School. The recognition, given to only two other Utah schools, was based on the school's overall academic performance as measured by State Assessments.
- District students' ACT scores, in all categories, continue to exceed the State averages.
- The Board of Education proposed a dramatic increase to teacher salaries. Beginning in the 2019-2020 school year each teacher will receive a \$7,665 salary increase. The new teacher starting salary will be \$50,000, which will be the second highest in the State. The Board's desire was to elevate the teaching profession and to recruit/retain the top teachers.

Another high priority for the Board is the construction, renovation, and replacement of school buildings. The Board proposed a \$283 million bond election in November 2017, and was approved by 57.8% of the voting electorate. The bond proceeds will fund several projects with the primary ones being rebuilds of Brighton and Hillcrest High Schools and a major renovation at Alta High School. Construction has been occurring at all three of these locations for the past year and each is scheduled for completion at the end of 2021.

Long-term financial planning

Although the State's population is projected to grow from 2.8 million in 2010 to 3.7 million by 2020, the District's student population is expected to remain stable. A stable population is a benefit for the District as it will not be pressured to add new school buildings and incur related annual operational and facility expenses. However, the District has many aging schools. The average age of the 42 traditional school buildings is 37.1 years. The District conducts ongoing assessments of all buildings. Information from these assessments is analyzed to determine which buildings need to be replaced or renovated and if future bonding is necessary.

In an uncertain economic environment, other unforeseen events can have a dramatic impact on available resources. Nevertheless, the District has been able to strengthen its unassigned general fund balance from \$11.2 million in 2010 to \$24.3 million in 2019. The District has maintained resources set aside for economic stabilization at \$14.7 million (the 5% maximum allowed per State statute) and increased its assigned general fund balance from \$2.7 million in 2010 to \$17.8 million in 2019. Furthermore, when many governments nationwide are struggling to fund their

retirement plans, the Board has committed general fund resources at 105% of the accrued actuarial liability from the most recent actuarial study to fund its retirement benefit plan.

Relevant Financial Policies

For accounting purposes, the District is not treated as a single entity. Instead, it is treated as a collection of smaller, separate accounting entities known as funds. Funds are created to segregate and keep track of specific activities or to attain certain objectives in accordance with special regulations, restrictions, or limitations. Utah law requires the District to have a balanced budget for its funds and requires that all annual appropriations lapse at fiscal year-end with the exception of those indicated as a fund balance commitment or assignment.

In the months preceding each year, the District Superintendent submits to the Board a proposed operating budget for the next fiscal year commencing July 1. This budget includes proposed expenditures and the means of financing them. Included is a final budget for the current year ending June 30. If the proposed budget does not include a tax increase, a public hearing is held before the beginning of the next fiscal year according to Utah law at which time the budget is legally adopted by the Board after obtaining taxpayer input. If the proposed budget does include a tax increase, the Board accepts a tentative budget to begin the year and within a few months holds a public hearing on the tax increase at which time the budget is legally adopted by the Board after obtaining taxpayer input. Once adopted, the budget acts as the financial operating plan for the entire year. The Board, upon recommendation of the Superintendent, can reduce the budget during the year. To increase the budget, however, the Board must conduct another public hearing prior to approving the increase.

The level at which expenditures may not exceed appropriations has been interpreted by the State Superintendent of Public Instruction to be the total budgeted expenditures of a given fund. Therefore, as a matter of practicality, the budget of the District is usually amended only once each year when the Board also takes action on the new fiscal year budget.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Canyons School District for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2018. This was the ninth year the District submitted for and received this award. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report. Such reports must satisfy both GAAP and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe that our current Comprehensive Annual Financial Report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The District also received the Association of School Business Officials (ASBO) International's Certificate of Excellence in Financial Reporting for the Comprehensive Annual Financial Report for the fiscal year ended June 30, 2018. This was the ninth year the District submitted for and

received this award. This award certifies that the report substantially conforms to the principles and standards of financial reporting as recommended by the Association of School Business Officials International. The award is granted only after an intensive review of financial reports by an expert panel of certified public accountants and practicing school business officials and is also valid for a period of one year.

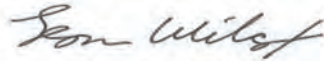
The preparation of this report on a timely basis could not be accomplished without the efficient and dedicated services of the entire staff of the accounting department. We would like to express appreciation to all employees who assisted in the timely closing of the District's financial records and the preparation of this report.

We would also like to thank President Nancy Tingey and the members of the Board of Education for their interest and support in conducting the financial affairs of the District.

Respectfully submitted,



James Briscoe, Ph.D.
Superintendent of Schools



Leon Wilcox, CPA
Business Administrator

CANYONS SCHOOL DISTRICT
List of Elected and Appointed Officials
June 30, 2019

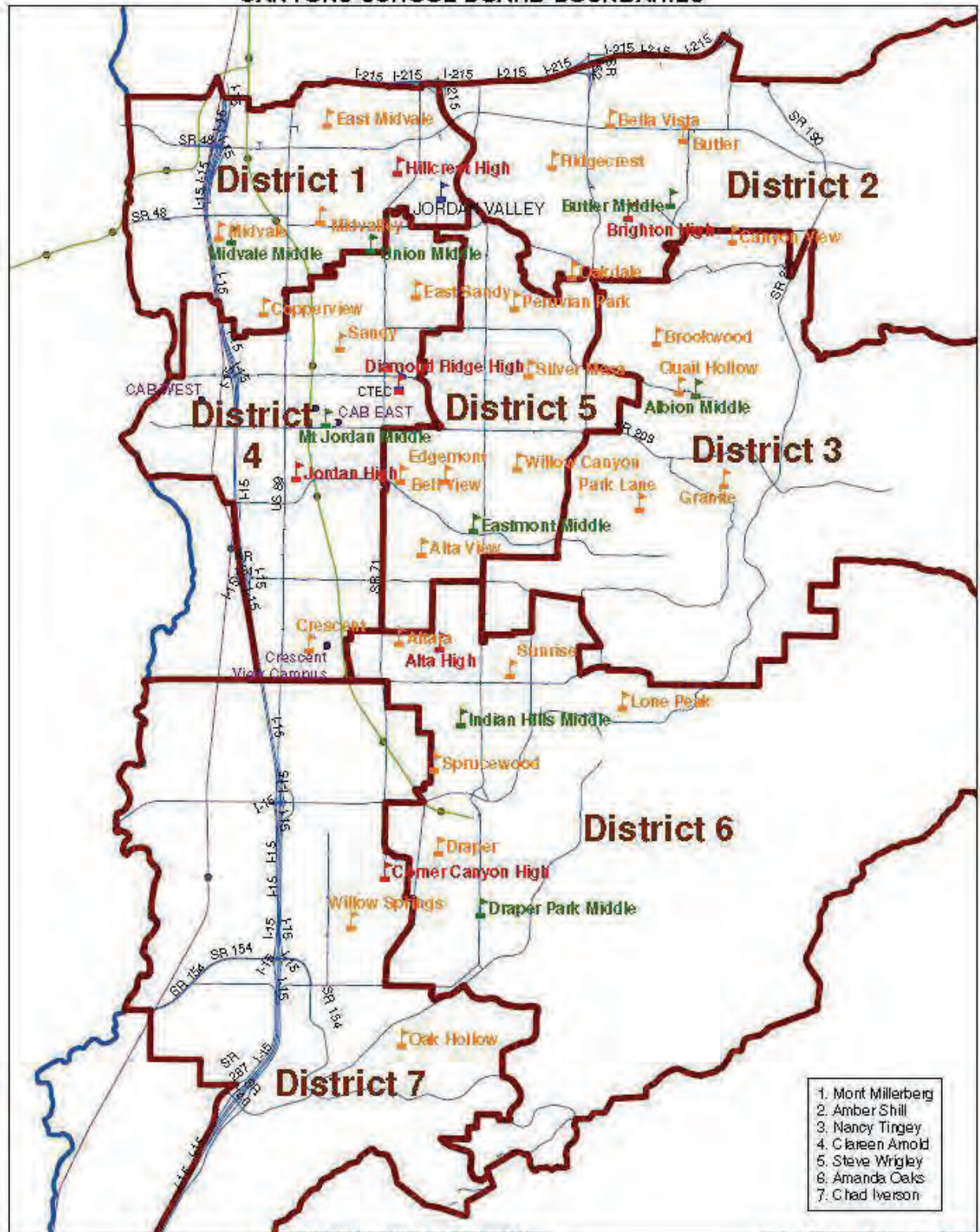
Elected Officials

| | Initial Appointment | Present Term Began | Present Term Expires |
|---|---------------------|--------------------|----------------------|
| Nancy Tingey, President Precinct III | January, 2013 | January, 2017 | December, 2020 |
| Steve Wrigley, Vice-President Precinct V | January, 2011 | January, 2019 | December, 2022 |
| Amber Shill, Vice-President Precinct II | January, 2015 | January, 2019 | December, 2022 |
| Mont Millerberg, Member Precinct I | January, 2017 | January, 2017 | December, 2020 |
| Clareen Arnold, Member Precinct IV | January, 2015 | January, 2019 | December, 2022 |
| Amanda Oaks, Member Precinct VI | January, 2019 | January, 2019 | December, 2022 |
| Chad Iverson, Member Precinct VII | January, 2013 | January, 2017 | December, 2020 |

Appointed Officials

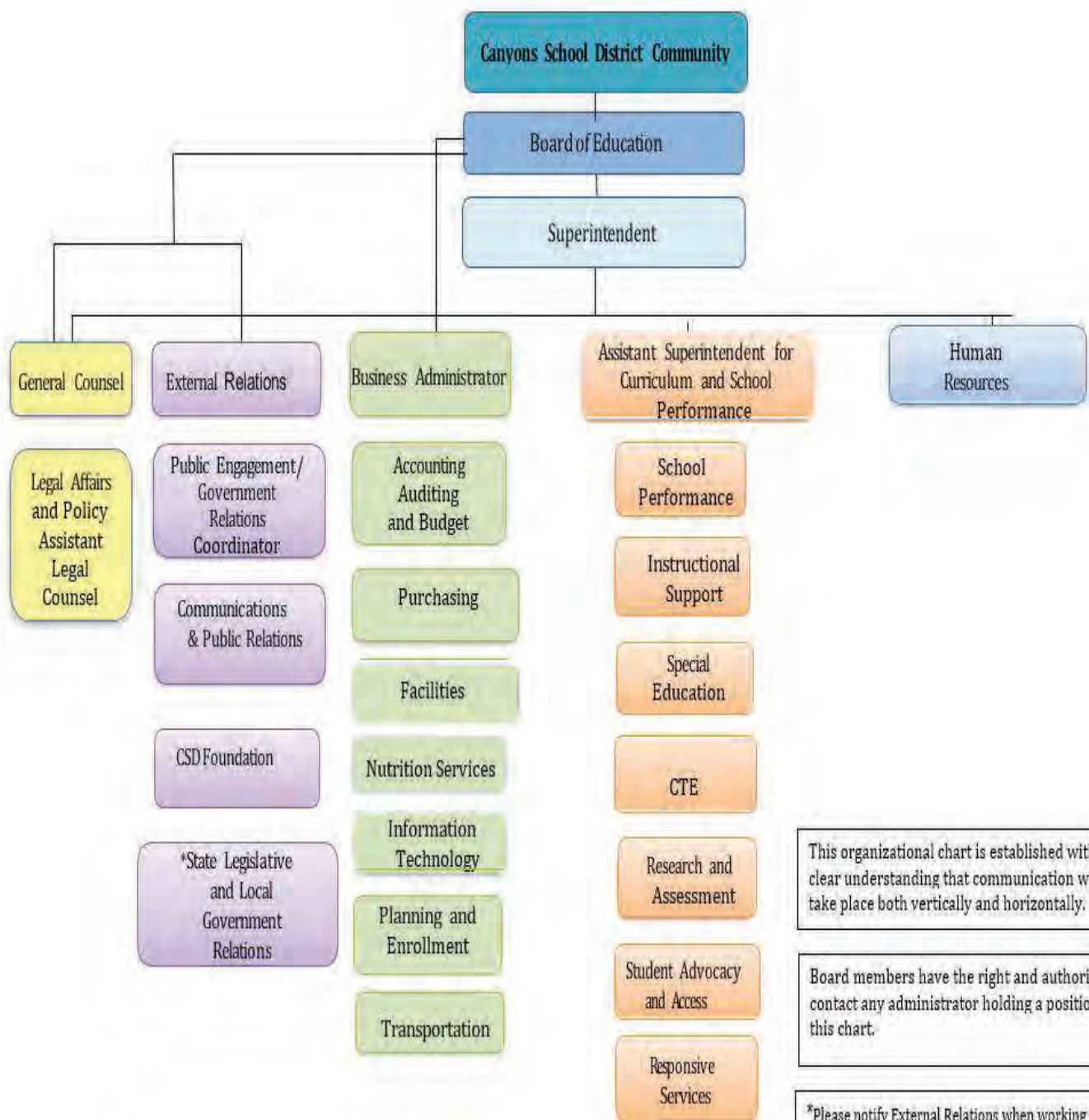
| | Initial Appointment | Present Term Began | Present Term Expires |
|---|---------------------|--------------------|----------------------|
| Dr. James Briscoe, Superintendent | July, 2014 | July, 2018 | June, 2020 |
| Leon Wilcox, Business Administrator | September, 2013 | July, 2018 | June, 2020 |

CANYONS SCHOOL BOARD BOUNDARIES



Valid for the 2018/2019 School Year

Print Date: June 25, 2019



This organizational chart is established with a clear understanding that communication will take place both vertically and horizontally.

Board members have the right and authority to contact any administrator holding a position on this chart.

*Please notify External Relations when working with Local Public entities and Elected Officials.

*Updated July 2019



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**Canyons School District
Utah**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2018

Christopher P. Morill

Executive Director/CEO



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

**The Certificate of Excellence in Financial Reporting
is presented to**

Canyons School District

**for its Comprehensive Annual Financial Report (CAFR)
for the Fiscal Year Ended June 30, 2018.**

The CAFR meets the criteria established for
ASBO International's Certificate of Excellence.



A handwritten signature in black ink, reading 'Tom Wohlleber'.

Tom Wohlleber, CSRM
President

A handwritten signature in black ink, reading 'Siobhán McMahon'.

Siobhán McMahon, CAE
Chief Operating Officer



Independent Auditor's Report

Board of Education
Canyons School District

Report on the Basic Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Canyons School District (the District) as of and for the year ended June 30, 2019, and the related notes to the basic financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Basic Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Canyons School District as of June 30, 2019, and the respective changes in financial position and, where applicable, cash flows thereof 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.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the schedules of the District's proportionate share of the net pension liability (asset) - Utah Retirement Systems, the schedules of District contributions - Utah Retirement Systems, the schedule of changes in the District's total retirement liability and related ratios, the schedule of changes in the District's total OPEB obligation and related ratios, and the related notes to the required supplementary information be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic 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 basic financial statements, and other knowledge we obtained during our audit of the basic 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.

Combining and Individual Fund Statements and Schedules and the Introductory and Statistical Sections

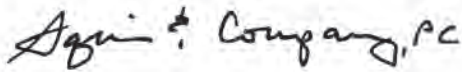
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The combining and individual fund statements and schedules and the introductory and statistical sections are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 25, 2019, 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 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 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.

A handwritten signature in black ink that reads "Aguirre & Company, PC". The signature is written in a cursive, flowing style.

Orem, Utah
November 25, 2019

Management's Discussion and Analysis

As management of the Canyons School District (the District), we offer readers of the District's financial statements this narrative discussion, overview, and analysis of the financial activities of the District for the fiscal year ended June 30, 2019. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages 1 through 5 of this report.

FINANCIAL HIGHLIGHTS

- Canyons School District (located in southeast Salt Lake County, Utah) was formed by the will of the people in Cottonwood Heights, Sandy, Draper, Midvale, and Alta in a November 2007 referendum vote and began operations on July 1, 2009. The fiscal year ended June 30, 2019 was the District's tenth fiscal year. The District has 34,134 students and operates 42 traditional schools and 5 special program schools.
- The District retired \$23.9 million of general obligation school building bonds during 2019.
- As of the close of the current year, the District's governmental funds reported combined ending fund balances of \$186.3 million, an increase of \$18.8 million. Most of this increase is in the Capital Outlay Fund due to the issuance of \$75.0 million of general obligation bonds for planned construction projects. The main construction projects are the rebuilds of Midvalley Elementary, Brighton and Hillcrest High Schools and the renovation of Alta High School.
- At the end of the current year, unassigned fund balance for the General Fund was \$24.3 million or 9.1% of General Fund expenditures.
- Actual revenues were \$1.8 million less than budgeted for the General Fund and actual expenditures were \$4.7 million less than the amount budgeted for the fund.
- Net position for the Self-Insurance Fund increased by \$4.3 million.

OVERVIEW OF THE FINANCIAL STATEMENTS

The discussion and analysis provided here are to serve as an introduction to the District's basic financial statements. The District's basic financial statements comprise three components: a) government-wide financial statements, b) fund financial statements, and c) notes to basic financial statements. This report also contains 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 the District's assets, liabilities, and deferred inflows/outflows of resources, with the remainder 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 (such as, uncollected taxes and unpaid employee and retiree benefits).

The government-wide financial statements include not only the District itself (known as *the primary government*), but also the legally separate Canyons School District Education Foundation for which the District is financially accountable. The Foundation functions for all practical purposes as a department of the District, and therefore has been included as an integral part of the primary government.

The government-wide financial statements can be found on pages 26 and 27 of this report.

Fund financial statements – A *fund* is a group of related accounts that is used to maintain control over resources that are 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. All of the funds of the District can be grouped into two categories: governmental funds and proprietary funds.

- **Governmental funds.** *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 fund balance sheet and the governmental fund 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 seven individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, the Debt Service Fund, and the Capital Outlay Fund, each of which are considered to be major funds. Individual fund data for all major funds is provided in the form of *individual fund statements and schedules* found on pages 70 through 75 of this report. Data from the other four governmental funds (the special revenue funds) are combined into a single, aggregated presentation. Individual fund data for each of the nonmajor governmental funds is provided in the form of *combining and individual fund statements and schedules* and can be found on pages 78 through 87 of this report.

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.

The basic governmental fund financial statements and reconciliations can be found on pages 26 through 32 of this report.

- **Proprietary fund.** The District maintains one proprietary fund type. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the District's various functions. The District uses one internal service fund (the Self-Insurance Fund) to account for employee health and accident benefit services provided to all the other funds of the District. This internal service fund is included within governmental activities in the government-wide financial statements.

The basic proprietary fund financial statements can be found on pages 33 through 35 of this report.

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

financial statements. The notes to the basic financial statements can be found on pages 36 through 60 of this report.

Additional information – In addition to the basic financial statements and related notes, this report also presents *required supplementary information* concerning the District’s progress in funding its obligation to provide benefits to its retirees and the District’s proportionate share of the net pension liability. Required supplementary information can be found on pages 62 through 67 of this report.

The combining statements and individual fund statements and schedules referred to earlier in connection with governmental and proprietary funds are presented on pages 70 to 92 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of a government’s financial position. In the case of the District, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$309.9 million at the close of the most recent fiscal year, which is an increase of \$20.0 million from the prior year.

Canyons School District's Net Position June 30, 2019 and 2018 (in millions of dollars)

| | Governmental Activities | | |
|--------------------------------------|-------------------------|----------|---------------------|
| | 2019 | 2018 | Change 2019-2018 |
| Current and other assets | \$ 445.7 | \$ 385.2 | \$ 60.5 |
| Capital assets | 595.1 | 539.6 | 55.5 |
| Total assets | 1,040.8 | 924.8 | 116.0 |
| Total deferred outflows of resources | 59.2 | 57.6 | 1.6 |
| Other liabilities | 58.3 | 43.7 | 14.6 |
| Long-term liabilities outstanding | 541.9 | 439.3 | 102.6 |
| Total liabilities | 600.2 | 483.0 | 117.2 |
| Total deferred inflows of resources | 189.9 | 209.5 | (19.6) |
| Net position: | | | |
| Net investment in capital assets | 281.8 | 266.4 | 15.4 |
| Restricted | 38.5 | 34.3 | 4.2 |
| Unrestricted | (10.4) | (10.8) | 0.4 |
| Total net position | \$ 309.9 | \$ 289.9 | \$ 20.0 |

The largest portion of the District’s net position (90.9%) reflects its investment in capital assets (e.g., sites, construction in progress, site improvements, buildings, equipment, and vehicles, net of accumulated depreciation), less any related debt (general obligation bonds payable less unspent bond proceeds) used to acquire those assets that is still outstanding. The District uses these capital assets to provide services to students; consequently, these assets are *not* available for future spending. Although the District’s investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the District's net position (12.4%) represents resources that are subject to external restrictions on how they may be used. The majority of the restricted balance is for capital outlay. The remaining net position balance is a negative unrestricted amount (-3.3%).

Net investment in capital assets increased by \$15.4 million during the year ended June 30, 2019, due to the rebuilds of Midvalley Elementary, Brighton and Hillcrest High Schools and the renovation of Alta High School.

Restricted net position increased by \$4.2 million during the year ended June 30, 2019. The increase is due to the activity in the Capital Outlay Fund which included proceeds from the sale of property.

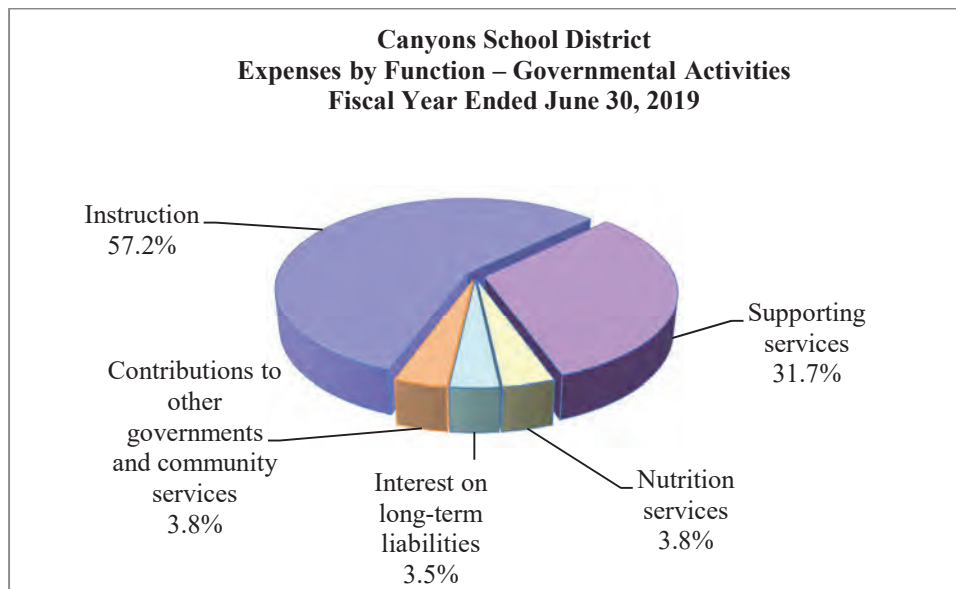
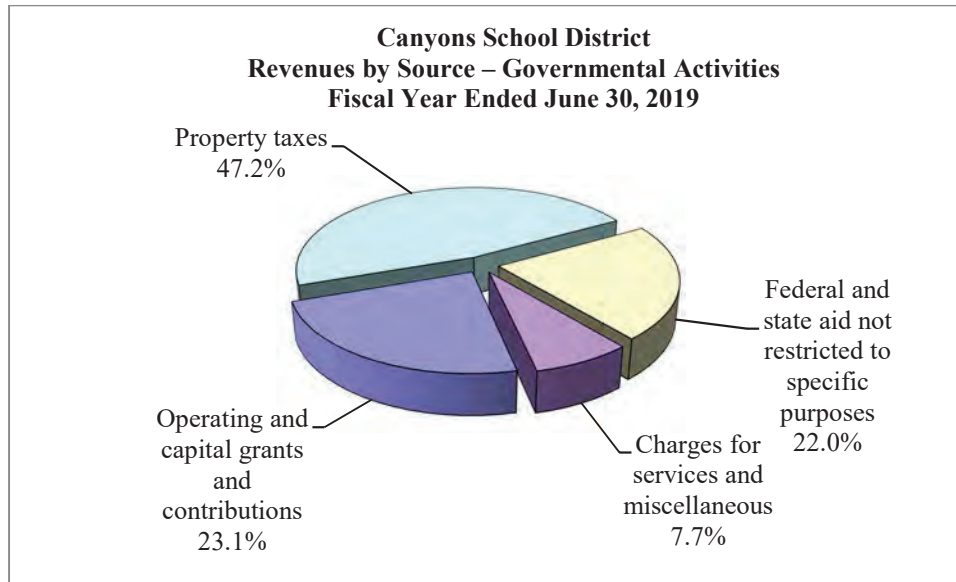
The remaining net position is a negative unrestricted amount. This balance includes the District's proportionate share of the unfunded obligation of the defined benefit pension plans administered by the Utah Retirement Systems (URS) and the District's total retirement liability and total OPEB obligation.

Governmental activities – The key elements of the increase of the District's net position for the year ended June 30, 2019 are as follows:

- Revenues totaled \$368.1 million for the fiscal year ended June 30, 2019, which was an increase of \$22.3 million from the prior year. During the year, the value of taxable property rose by 9.9%, while tax rates declined by 1.7%, resulting in an increase of property tax revenue of \$13.3 million. Operating grants and contributions restricted to specific programs grew by \$4.6 million which was the result of state program revenue increasing during the year. Primarily, the special education, transportation, and at risk programs received greater amounts from state sources in the current year. Also, total expenses were \$348.1 million during the same period, which was an increase of \$20.8 million over last year. Increases in salaries and benefits are the main reasons expenses increased. The increase in the District's net position for the year ended June 30, 2019 was \$20.0 million, which is a result of using resources received for debt service and capital outlay to retire certain general obligation bonds and to finance the acquisition of certain capital assets.
- Property taxes comprise 47.2% of the District's revenue. The District's tax rate for the 2018 calendar year of 0.006995 was applied to taxable value of property totaling \$24.0 billion.
- Revenues from the state of Utah comprise 39.6% of the District's revenue. State revenue is based primarily on weighted pupil units (WPU) and other appropriations. If a student is in membership a full 180 days, the state awards the District one WPU. Certain students with special needs receive a WPU greater than one. The state guarantees that if local taxes do not provide revenue equal to the amount generated by the WPU, the state will make up the difference with additional state funding. The value of one WPU was \$3,395 for 2019. Student enrollment based on the October 1, 2018 count was 34,134.
- Revenues from federal awards comprise 5.3% of the District's revenue. Federal awards are primarily restricted for instruction and other purposes, such as, special education, disadvantaged (Title I), and child nutrition.
- Instruction services represent 57.2% of District expenses for the year.

Canyons School District's Changes in Net Position
Fiscal Years Ended June 30, 2019 and 2018
(in millions of dollars)

| | Governmental Activities | | |
|--|--------------------------------|------------------------|-----------------------------|
| | 2019 | 2018 | Change 2019-2018 |
| Revenues: | | | |
| Program revenues: | | | |
| Charges for services | \$ 16.8 | \$ 17.9 | \$ (1.1) |
| Operating grants and contributions | 84.9 | 80.3 | 4.6 |
| Capital grants and contributions | 0.3 | 0.3 | - |
| General revenues: | | | |
| Property taxes | 173.7 | 160.4 | 13.3 |
| Federal and state revenue not restricted to specific purposes | 81.1 | 81.5 | (0.4) |
| Interest | 8.0 | 3.9 | 4.1 |
| Miscellaneous | 3.3 | 1.5 | 1.8 |
| Total revenues | <u>368.1</u> | <u>345.8</u> | <u>22.3</u> |
| Expenses: | | | |
| Instruction | 199.2 | 189.9 | 9.3 |
| Supporting services: | | | |
| Students | 14.2 | 12.4 | 1.8 |
| Instructional staff | 18.5 | 17.4 | 1.1 |
| General district administration | 3.0 | 2.8 | 0.2 |
| School administration | 21.3 | 19.8 | 1.5 |
| Central | 15.0 | 13.8 | 1.2 |
| Operation and maintenance of school buildings | 27.0 | 25.5 | 1.5 |
| Student transportation | 11.5 | 10.2 | 1.3 |
| Nutrition services | 13.1 | 12.6 | 0.5 |
| Contributions to other governments | 12.8 | 12.3 | 0.5 |
| Community services | 0.3 | 0.2 | 0.1 |
| Interest on long-term liabilities | 12.2 | 10.4 | 1.8 |
| Total expenses | <u>348.1</u> | <u>327.3</u> | <u>20.8</u> |
| Increase in net position | 20.0 | 18.5 | 1.5 |
| Net position – beginning | 289.9 | 271.4 | 18.5 |
| Net position – ending | <u>\$ 309.9</u> | <u>\$ 289.9</u> | <u>\$ 20.0</u> |



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 *governmental funds* 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. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for discretionary use as it represents the portion of fund balance which has not yet been limited to use for a particular purpose by either an external party, the District itself, or an individual that has been delegated authority to assign resources for use for particular purposes by the District's Board of Education.

At June 30, 2019, the District's governmental funds reported a combined fund balance of \$186.3 million, or \$18.8 million more than the previous year. About \$24.3 million or 13.0% of the combined fund balance amount

constitutes *unassigned* fund balance which is available for spending at the District's discretion. The remainder of the fund balance is either 1) not spendable in form (\$1.9 million or 1.0 %), 2) restricted by external entities (\$102.4 million or 55.0%), 3) committed by the District's Board of Education for particular purposes (\$39.9 million or 21.4%), or 4) assigned by the District's management for particular purposes (\$17.8 million or 9.6%).

The General Fund is the chief operating fund of the District. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$24.3 million, while there was a slight decrease in the total fund balance which is \$74.9 million. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total General Fund expenditures. Unassigned fund balance represents approximately 9.1% of total General Fund expenditures, while total fund balance represents approximately 27.9% of that same amount.

The following expenditures or balances in the General Fund for 2019 should be noted:

- Expenditures for the General Fund totaled \$268.1 million, an increase of \$10.4 million from the prior fiscal year. Instruction represents \$162.5 million or 60.6% of General Fund expenditures. The increase is due to increases in employee wages and benefits.
- General Fund salaries totaled \$166.2 million while the associated fringe benefits of retirement, social security, unemployment, industrial insurance, and health and accident insurance added \$69.1 million to arrive at 87.8% of total General Fund expenditures.
- The District has committed to economic stabilization \$14.7 million of fund balance or 5.0% of 2020 General Fund budgeted expenditures. As allowed by state law, the District has established an undistributed reserve within the General Fund; this amount is set aside for contingencies or possible reductions in state funding and is not to be used in the negotiation or settlement of contract salaries. The maintenance of a sufficient reserve is a key credit consideration in the District's excellent bond ratings of Aaa and AAA given by Moody's Investor Service and Fitch Ratings, respectively.
- The District's Board of Education has committed to employee benefit obligations of \$15.3 million of fund balance (for the total District retirement liability and the total OPEB obligation for retirees at 105.0% of the actuarially determined amount measured at June 30, 2019 and for compensated absences obligation for employees).

The Debt Service Fund, a major fund, has a \$2.0 million ending fund balance, which is \$1.0 million less than the previous year. In fiscal year 2020, the fund balance is budgeted to rebound to \$3.0 million. The ending fund balance is approximately 5.2% of debt service requirement for 2020.

The Capital Outlay Fund, the remaining major governmental fund, had an increase of \$19.1 million in fund balance during the current fiscal year which put the overall fund balance at \$98.0 million. The increase was the result of issuing \$75.0 million of general obligation bonds in November 2018. In fiscal year 2020, the change in fund balance has been budgeted to decrease due to all the new construction occurring throughout the District, with the estimated fund balance expected to be \$32.1 million. Capital Outlay Fund expenditures totaled \$101.3 million with \$86.3 million being spent on new construction and other building improvements. The remainder was spent on purchases for land, improvements, equipment, and vehicles.

GENERAL FUND BUDGETARY HIGHLIGHTS

Original budget compared to final budget. During 2019, the Board revised the District's budget. Budget amendments were to reflect changes in programs and related funding. The difference between the original budget and the final amended budget was an increase of \$5.2 million or 2.0% in total General Fund revenues and an increase of \$4.2 million or 1.6% in total General Fund budgeted expenditures. The increase is due to

receiving additional State funds and higher interest earnings than expected. The expenditures increased due to unspent carryovers for supplies and textbooks being added back to the budget.

Final budget compared to actual results. Even with these adjustments, actual expenditures were \$4.7 million or 1.7% less than final budgeted amounts. The most significant variance was \$3.2 million in instruction due to certain unfilled positions and employee benefit costs being less than anticipated as well as schools not spending their full budgeted amounts for supplies and textbooks. Actual revenues were \$1.8 million or 0.7% less than final budgeted amounts. Variances in state and federal revenues primarily result from expenditure-driven grants that are included in the budgets at their full amounts. Such grants are recognized when the qualifying expenditures are incurred and all other grant requirements are met; unspent grant amounts are carried forward and included in the succeeding year's budget.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital assets. The District's investment in capital assets for its governmental activities as of June 30, 2019 amounts to \$595.1 million (net of accumulated depreciation). This investment in capital assets includes sites, construction in progress, site improvements and buildings, equipment, and vehicles. The total increase in capital assets for the current year was \$55.5 million or 10.3%.

Canyons School District's Capital Assets June 30, 2019 and 2018 (net of accumulated depreciation, in millions of dollars)

| | Governmental Activities | | |
|--------------------------|-------------------------|-----------------|---------------------|
| | 2019 | 2018 | Change 2019-2018 |
| Sites and improvements | \$ 73.5 | \$ 83.1 | \$ (9.6) |
| Construction in progress | 89.9 | 29.8 | 60.1 |
| Buildings | 424.0 | 417.7 | 6.3 |
| Equipment | 0.9 | 0.8 | 0.1 |
| Vehicles | 6.8 | 8.2 | (1.4) |
| Total capital assets | <u>\$ 595.1</u> | <u>\$ 539.6</u> | <u>\$ 55.5</u> |

The cost of various construction projects underway at June 30, 2019 are projected at a total cost of \$339.6 million. The largest projects are the rebuilds of Brighton and Hillcrest High Schools (estimated to cost \$113.5 and \$119.4 million respectively) and the remodel of Alta High School (estimated to cost \$53.3 million).

Additional information on the District's capital assets can be found in Note 4 to the basic financial statements.

Long-term debt. At the end of the current fiscal year, the District had total bonded debt outstanding of \$377.1 million (including the unamortized amounts for bond premiums). Payment of the debt is backed by the full faith and credit of the District as well as the state of Utah under provisions of The Guaranty Act. The District's total debt increased by \$53.4 million, or about 16.5%, during the current year. The increase was the result of the District issuing \$75.0 million of general obligation bonds plus receiving \$4.8 million in bond premiums to pay for the construction projects discussed above. The District also paid down general obligation bonds principal by \$23.9 million and amortized \$2.6 million of bond premiums.

Canyons School District's Outstanding General Obligation Debt
June 30, 2019 and 2018
(in millions of dollars)

| | Governmental Activities | | |
|---------------------------|--------------------------------|-----------------|-----------------------------|
| | 2019 | 2018 | Change 2019-2018 |
| General obligation bonds | \$ 354.7 | \$ 303.6 | \$ 51.1 |
| Unamortized bond premiums | 22.4 | 20.1 | 2.3 |
| Net bonds payable | <u>\$ 377.1</u> | <u>\$ 323.7</u> | <u>\$ 53.4</u> |

In November 2017, voters approved a \$283 million bond initiative for new school construction, renovation of existing school facilities, and related equipment and seismic improvements that will allow the District to meet its future capital and academic plans. The first \$49.0 million was issued in January 2018 and another \$75.0 million was issued in November 2018, with the remaining amounts to be issued in subsequent fiscal years. Management expects all bonds to be issued by the end of 2022.

The general obligation bonded debt of the District is limited by state law to 4.0% of the fair market value of the total taxable property in the District. The District's legal debt limit at June 30, 2019 is estimated at \$1,424.0 million. Net general obligation debt at June 30, 2019 is \$377.1 million, resulting in an estimated additional debt-incurring capacity of \$1,046.9 million.

All debt was issued on a 20-year (or shorter) repayment timetable and the District is scheduled to retire all of its general obligation bonds by 2038.

The bonds issuances received an underlying rating of "Aaa" from Moody's Investors Service and a "AAA" from Fitch Ratings, respectively. All issuances payments will be financed by tax revenues from the Debt Service Fund.

Additional information on the District's long-term debt can be found in Note 5 to the basic financial statements.

OTHER INFORMATION

The District anticipates moderate growth in student enrollment. The following enrollment information is based on the annual October 1 count:

Canyons School District's Enrollment October 1 Count

| School Year | Enrollment | Change |
|--------------------|-------------------|---------------|
| 2019-20 | 34,178 | 0.1% |
| 2018-19 | 34,134 | 0.7% |
| 2017-18 | 33,907 | -0.3% |
| 2016-17 | 34,017 | 0.3% |
| 2015-16 | 33,899 | 0.7% |
| 2014-15 | 33,676 | 0.0% |
| 2013-14 | 33,677 | 0.4% |
| 2012-13 | 33,528 | 0.1% |
| 2011-12 | 33,490 | 0.1% |
| 2010-11 | 33,469 | 0.9% |

Enrollment is affected by birth rates and migration into the District and charter schools.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of Canyons School District's finances for all those with an interest in 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 the Business Administrator, Canyons School District, 9361 South 300 East, Sandy, Utah 84070, or call 801.826.5000.



Basic Financial Statements

CANYONS SCHOOL DISTRICT

Statement of Net Position

June 30, 2019

| | Governmental Activities |
|---|------------------------------------|
| Assets: | |
| Cash and investments | \$ 248,096,854 |
| Accounts receivable: | |
| Property taxes | 188,892,554 |
| Local | 802,772 |
| State | 2,215,888 |
| Federal | 3,808,252 |
| Inventories | 1,842,198 |
| Capital assets: | |
| Sites and construction in progress | 121,348,717 |
| Buildings and other capital assets, net of accumulated depreciation | 473,751,597 |
| Total assets | <u>1,040,758,832</u> |
| Deferred outflows of resources: | |
| Related to URS pensions plans | 57,031,659 |
| Related to other postemployment benefit plan | 386,089 |
| Related to District retirement plan | 38,455 |
| Deferred charges on bond refunding, net of accumulated amortization | 1,780,677 |
| Total deferred outflows of resources | <u>59,236,880</u> |
| Liabilities: | |
| Accounts and contracts payable | 29,748,775 |
| Accrued payroll and related benefits | 24,677,495 |
| Accrued interest | 554,101 |
| Unearned revenue: | |
| Local | 492,200 |
| State | 2,627,605 |
| Federal | 152,554 |
| Long-term liabilities: | |
| Portion due or payable within one year | 28,851,181 |
| Portion due or payable after one year | 513,077,838 |
| Total liabilities | <u>600,181,749</u> |
| Deferred inflows of resources: | |
| Related to URS pension plans | 2,780,569 |
| Related to District retirement plan | 164,717 |
| Property taxes levied for future year | 186,911,801 |
| Total deferred inflows of resources | <u>189,857,087</u> |
| Net position: | |
| Net investment in capital assets | 281,844,633 |
| Restricted for: | |
| Debt service | 1,936,983 |
| Capital outlay | 35,659,945 |
| Nutrition services | 951,688 |
| Unrestricted | <u>(10,436,373)</u> |
| Total net position | <u><u>\$ 309,956,876</u></u> |

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

CANYONS SCHOOL DISTRICT

Statement of Activities

Fiscal Year Ended June 30, 2019

| Activities and Functions | Expenses | Program Revenues | | | Net (Expense) |
|---|-----------------------|-------------------------|--|--|-----------------------|
| | | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions | Revenue and |
| | | | | | Changes in |
| | | | | | Net Position |
| | | | | | Total |
| | | | | | Governmental |
| | | | | | Activities |
| Governmental activities: | | | | | |
| Instruction | \$ 199,214,148 | \$ 12,658,280 | \$ 59,228,995 | \$ - | \$ (127,326,873) |
| Supporting services: | | | | | |
| Students | 14,233,290 | - | 4,984,116 | - | (9,249,174) |
| Instructional staff | 18,472,809 | - | 4,801,203 | - | (13,671,606) |
| District administration | 2,954,854 | - | 1,091 | - | (2,953,763) |
| School administration | 21,308,485 | - | 1,813,087 | - | (19,495,398) |
| Central | 14,954,588 | - | 239,641 | - | (14,714,947) |
| Operation and maintenance | | | | | |
| of school buildings | 27,033,960 | - | 288 | - | (27,033,672) |
| Student transportation | 11,495,770 | 288,195 | 5,046,894 | 268,653 | (5,892,028) |
| Nutrition services | 13,094,392 | 3,872,017 | 8,821,986 | - | (400,389) |
| Contributions to other governments | 12,781,299 | - | - | - | (12,781,299) |
| Community services | 323,178 | - | - | - | (323,178) |
| Interest on long-term liabilities | 12,152,713 | - | - | - | (12,152,713) |
| Total school district | <u>\$ 348,019,486</u> | <u>\$ 16,818,492</u> | <u>\$ 84,937,301</u> | <u>\$ 268,653</u> | <u>(245,995,040)</u> |
| General revenues: | | | | | |
| Property taxes levied for: | | | | | |
| Basic state supported program | | | | | 38,729,766 |
| Voted local program | | | | | 37,195,454 |
| School board local program | | | | | 27,803,601 |
| Debt service of general obligation bonds | | | | | 36,381,803 |
| Capital local for buildings and other capital needs | | | | | 20,806,207 |
| Redevelopment agencies and charter schools | | | | | <u>12,781,299</u> |
| Total property tax revenue | | | | | 173,698,130 |
| Federal and state revenue not restricted to specific purposes | | | | | 81,062,945 |
| Interest earnings | | | | | 7,967,496 |
| Miscellaneous | | | | | <u>3,277,219</u> |
| Total general revenues | | | | | <u>266,005,790</u> |
| Change in net position | | | | | 20,010,750 |
| Net position – beginning | | | | | <u>289,946,126</u> |
| Net position – ending | | | | | <u>\$ 309,956,876</u> |

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

CANYONS SCHOOL DISTRICT
Balance Sheet
Governmental Funds
June 30, 2019

| | Major Funds | | | Nonmajor | Total |
|---|-----------------------|-------------------------|---------------------------|-------------------------------|-------------------------------|
| | General | Debt Service | Capital Outlay | Governmental Funds | Governmental Funds |
| Assets: | | | | | |
| Cash and investments | \$ 100,514,587 | \$ 2,123,513 | \$ 122,069,021 | \$ 11,613,823 | \$ 236,320,944 |
| Accounts receivable: | | | | | |
| Property taxes | 115,575,160 | 37,127,095 | 20,342,110 | 15,848,189 | 188,892,554 |
| Local | 386,559 | - | 366 | 8,155 | 395,080 |
| State | 1,490,140 | - | 34,456 | 691,292 | 2,215,888 |
| Federal | 3,711,827 | - | - | 96,425 | 3,808,252 |
| Inventories | 1,371,874 | - | - | 470,324 | 1,842,198 |
| Total assets | <u>\$ 223,050,147</u> | <u>\$ 39,250,608</u> | <u>\$ 142,445,953</u> | <u>\$ 28,728,208</u> | <u>\$ 433,474,916</u> |
| Liabilities, deferred inflows of resources, and fund balances: | | | | | |
| Liabilities: | | | | | |
| Accounts and contracts payable | \$ 4,949,243 | \$ - | \$ 24,050,919 | \$ 748,613 | \$ 29,748,775 |
| Accrued payroll and related benefits | 24,426,465 | - | - | 251,030 | 24,677,495 |
| Unearned revenue: | | | | | |
| Local | - | - | - | 492,200 | 492,200 |
| State | 2,627,605 | - | - | - | 2,627,605 |
| Federal | 152,554 | - | - | - | 152,554 |
| Total liabilities | <u>32,155,867</u> | <u>-</u> | <u>24,050,919</u> | <u>1,491,843</u> | <u>57,698,629</u> |
| Deferred inflows of resources: | | | | | |
| Unavailable property tax revenue | 1,569,594 | 507,263 | 310,066 | 195,653 | 2,582,576 |
| Property taxes levied for future year | <u>114,394,720</u> | <u>36,755,702</u> | <u>20,108,843</u> | <u>15,652,536</u> | <u>186,911,801</u> |
| Total deferred inflows of resources | <u>115,964,314</u> | <u>37,262,965</u> | <u>20,418,909</u> | <u>15,848,189</u> | <u>189,494,377</u> |
| Fund balances: | | | | | |
| Nonspendable: | | | | | |
| Inventories | 1,371,873 | - | - | 470,325 | 1,842,198 |
| Restricted for: | | | | | |
| Debt service | - | 1,987,643 | - | - | 1,987,643 |
| Capital outlay | - | - | 97,976,125 | - | 97,976,125 |
| Nutrition services | - | - | - | 2,263,257 | 2,263,257 |
| Foundation scholarships | - | - | - | 209,615 | 209,615 |
| Committed to: | | | | | |
| Economic stabilization | 14,742,221 | - | - | - | 14,742,221 |
| Employee benefit obligations | 15,257,478 | - | - | - | 15,257,478 |
| Contractual obligations | 1,440,004 | - | - | - | 1,440,004 |
| Schools | - | - | - | 7,731,134 | 7,731,134 |
| Foundation | - | - | - | 713,845 | 713,845 |
| Assigned to: | | | | | |
| Schools and programs | 7,815,062 | - | - | - | 7,815,062 |
| Self-insurance/future building construction | 10,000,000 | - | - | - | 10,000,000 |
| Unassigned | <u>24,303,328</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>24,303,328</u> |
| Total fund balances | <u>74,929,966</u> | <u>1,987,643</u> | <u>97,976,125</u> | <u>11,388,176</u> | <u>186,281,910</u> |
| Total liabilities, deferred inflows of resources, and fund balances | <u>\$ 223,050,147</u> | <u>\$ 39,250,608</u> | <u>\$ 142,445,953</u> | <u>\$ 28,728,208</u> | <u>\$ 433,474,916</u> |

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

CANYONS SCHOOL DISTRICT
Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Position
June 30, 2019

Total fund balances for governmental funds \$ 186,281,910

Total net position reported for governmental activities in the statement of net position is different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported as assets in governmental funds. The cost of the assets is \$944,969,646 and accumulated depreciation is \$349,869,332 (see Note 4). 595,100,314

Some of the District's property taxes will be collected after year end, but are not available soon enough to pay for the current period's expenditures and therefore are reported as unavailable revenue in the funds (see Note 6). 2,582,576

Long-term liabilities, including bonds payable and the net URS pension liability, are not due and payable in the current period and therefore are not reported in the governmental funds. These and related balances at year end are:

| | | |
|---|------------------|---------------|
| General obligation bonds payable | \$ (354,710,000) | |
| Unamortized bond premiums | (22,353,256) | |
| Accrued interest | (554,101) | |
| Unamortized deferred charges on bond refunding | 1,780,677 | |
| Net URS pension liability and related deferrals | (91,644,441) | |
| Total District retirement liability and related deferrals | (11,569,419) | |
| Total OPEB obligation and related deferrals | (1,040,853) | |
| Compensated absence obligation | (1,743,874) | (481,835,267) |

An internal service fund is used by management to charge the costs of health and life insurance benefits to individual funds. The assets and liabilities of the internal service fund are included with governmental activities. 7,827,343

Total net position of governmental activities \$ 309,956,876

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

CANYONS SCHOOL DISTRICT
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
Fiscal Year Ended June 30, 2019

| | Major Funds | | | Nonmajor | Total |
|--|--------------------|----------------|----------------|---------------------|---------------------|
| | General | Debt | Capital | Governmental | Governmental |
| | | Service | Outlay | Funds | Funds |
| Revenues: | | | | | |
| Property taxes | \$ 103,803,198 | \$ 36,094,517 | \$ 20,882,913 | \$ 12,781,299 | \$ 173,561,927 |
| Interest earnings | 3,398,373 | 565,127 | 3,726,090 | 103,343 | 7,792,933 |
| Other local | 4,579,244 | - | 85,049 | 16,174,487 | 20,838,780 |
| State | 143,249,225 | - | 61,604 | 2,455,119 | 145,765,948 |
| Federal | 13,256,760 | - | - | 6,366,867 | 19,623,627 |
| Total revenues | 268,286,800 | 36,659,644 | 24,755,656 | 37,881,115 | 367,583,215 |
| Expenditures: | | | | | |
| Current: | | | | | |
| Instruction | 162,485,809 | - | - | 11,777,796 | 174,263,605 |
| Supporting services: | | | | | |
| Students | 13,892,080 | - | - | - | 13,892,080 |
| Instructional staff | 18,060,447 | - | - | - | 18,060,447 |
| District administration | 2,635,478 | - | - | - | 2,635,478 |
| School administration | 20,636,820 | - | - | - | 20,636,820 |
| Central | 14,497,872 | - | - | - | 14,497,872 |
| Operation and maintenance of school buildings | 25,481,423 | - | - | - | 25,481,423 |
| Student transportation | 10,109,310 | - | - | - | 10,109,310 |
| Nutrition services | - | - | - | 12,826,259 | 12,826,259 |
| Community services | 330,047 | - | - | - | 330,047 |
| Contributions to other governments | - | - | - | 12,781,299 | 12,781,299 |
| Capital outlay | - | - | 101,297,931 | - | 101,297,931 |
| Debt service: | | | | | |
| Bond principal | - | 23,920,000 | - | - | 23,920,000 |
| Bond interest and fees | - | 14,077,360 | - | - | 14,077,360 |
| Total expenditures | 268,129,286 | 37,997,360 | 101,297,931 | 37,385,354 | 444,809,931 |
| Excess (deficiency) of revenues over (under) expenditures | 157,514 | (1,337,716) | (76,542,275) | 495,761 | (77,226,716) |
| Other financing sources (uses): | | | | | |
| General obligation bonds issued | - | - | 74,995,000 | - | 74,995,000 |
| Premiums on bonds issued | - | - | 4,826,455 | - | 4,826,455 |
| Transfers in (out) | (190,072) | 300,000 | (300,000) | 190,072 | - |
| Special item - proceeds from sale of property | - | - | 16,156,191 | | 16,156,191 |
| Total other financing sources (uses) and special item | (190,072) | 300,000 | 95,677,646 | 190,072 | 95,977,646 |
| Net change in fund balances | (32,558) | (1,037,716) | 19,135,371 | 685,833 | 18,750,930 |
| Fund balances – beginning | 74,962,524 | 3,025,359 | 78,840,754 | 10,702,343 | 167,530,980 |
| Fund balances – ending | \$ 74,929,966 | \$ 1,987,643 | \$ 97,976,125 | \$ 11,388,176 | \$ 186,281,910 |

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

CANYONS SCHOOL DISTRICT
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund
Balances of Governmental Funds to the Statement of Activities
Fiscal Year Ended June 30, 2019

Net change in fund balances for governmental funds \$ 18,750,930

The change in net position reported for governmental activities in the statement of activities is different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities, assets 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 increased net position in the current period.

| | | |
|------------------------------------|---------------------|------------|
| Capital outlays | \$ 90,682,760 | |
| Proceeds from the sale of property | (16,156,191) | |
| Gain on disposal of property | 909,727 | |
| Depreciation expense | <u>(19,886,442)</u> | 55,549,854 |

Property tax revenue is recognized when levied (when a claim to resources is established) rather than when available. The portion not available soon enough to pay for the current period's expenditures is deferred in the funds. 136,203

The issuance of bonds provides current financial resource to governmental funds, while the repayment of the principal of bonds consumes the current financial resources of governmental funds. Neither transaction, however, 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. This amount is the net effect of these differences in the treatment of long-term debt and related items.

| | | |
|--|------------------|--------------|
| General obligation bonds issued | (74,995,000) | |
| Premiums on bonds issued | (4,826,455) | |
| Repayment of bond principal | 23,920,000 | |
| Bond interest expense | (85,518) | |
| Amortization of bond premiums | 2,603,723 | |
| Amortization of deferred charges on bond refunding | <u>(593,558)</u> | (53,976,808) |

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 funds; long-term employee benefit obligations are reported as expenditures in the governmental funds when paid.

| | | |
|------------------------------|------------------|-------------|
| URS pension expense | (6,228,564) | |
| District retirement expense | 1,857,188 | |
| OPEB expense | 150,076 | |
| Compensated absences expense | <u>(495,534)</u> | (4,716,834) |

An internal service fund is used by the District to charge the costs of health and life insurance benefits to individual funds. The change in net position of the internal service fund is reported with governmental activities. 4,267,405

Change in net position of governmental activities \$ 20,010,750

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

CANYONS SCHOOL DISTRICT
Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
General Fund
Fiscal Year Ended June 30, 2019

| | Budgeted Amounts | | Actual | Variance with |
|---|-------------------------|----------------|----------------|----------------------|
| | Original | Final | Amounts | Final Budget |
| Revenues: | | | | |
| Property taxes | \$ 104,376,030 | \$ 103,759,146 | \$ 103,803,198 | \$ 44,052 |
| Interest earnings | 1,850,000 | 3,150,000 | 3,398,373 | 248,373 |
| Other local | 4,628,474 | 4,608,000 | 4,579,244 | (28,756) |
| State | 138,843,419 | 143,389,350 | 143,249,225 | (140,125) |
| Federal | 15,135,196 | 15,151,999 | 13,256,760 | (1,895,239) |
| Total revenues | 264,833,119 | 270,058,495 | 268,286,800 | (1,771,695) |
| Expenditures: | | | | |
| Current: | | | | |
| Instruction | 163,638,354 | 165,664,773 | 162,485,809 | 3,178,964 |
| Supporting services: | | | | |
| Students | 13,126,745 | 14,141,227 | 13,892,080 | 249,147 |
| Instructional staff | 17,995,694 | 18,770,557 | 18,060,447 | 710,110 |
| District administration | 2,774,950 | 2,771,927 | 2,635,478 | 136,449 |
| School administration | 20,533,898 | 20,760,212 | 20,636,820 | 123,392 |
| Central | 14,419,465 | 14,423,186 | 14,497,872 | (74,686) |
| Operation and maintenance of school buildings | 26,405,564 | 25,939,510 | 25,481,423 | 458,087 |
| Student transportation | 9,449,856 | 9,956,458 | 10,109,310 | (152,852) |
| Community services | 318,595 | 397,823 | 330,047 | 67,776 |
| Total expenditures | 268,663,121 | 272,825,673 | 268,129,286 | 4,696,387 |
| Excess (deficiency) of revenues over (under) expenditures | (3,830,002) | (2,767,178) | 157,514 | 2,924,692 |
| Other financing sources (uses): | | | | |
| Transfer out | (195,460) | (210,872) | (190,072) | 20,800 |
| Total other financing sources (uses) | (195,460) | (210,872) | (190,072) | 20,800 |
| Net change in fund balances | (4,025,462) | (2,978,050) | (32,558) | 2,945,492 |
| Fund balances – beginning | 71,137,272 | 74,962,524 | 74,962,524 | - |
| Fund balances – ending | \$ 67,111,810 | \$ 71,984,474 | \$ 74,929,966 | \$ 2,945,492 |

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

CANYONS SCHOOL DISTRICT
Statement of Fund Net Position
Proprietary Fund
June 30, 2019

| | Governmental Activities - Internal Service Fund |
|----------------------------|--|
| | <u>Self-Insurance</u> |
| Assets: | |
| Current assets: | |
| Cash and investments | \$ 11,775,910 |
| Accounts receivable, local | <u>407,692</u> |
| Total assets | <u>12,183,602</u> |
| Liabilities: | |
| Current liabilities: | |
| Claims payable | <u>4,356,259</u> |
| Net position: | |
| Unrestricted | <u><u>\$ 7,827,343</u></u> |

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

CANYONS SCHOOL DISTRICT
Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Fund
Fiscal Year Ended June 30, 2019

| | Governmental Activities - Internal Service Fund <u>Self-Insurance</u> |
|---|--|
| Operating revenues: | |
| Insurance premiums charged to other funds | \$ 29,139,756 |
| Operating expenses: | |
| Medical claims | 17,363,399 |
| Prescription claims | 5,878,790 |
| Industrial insurance claims | 323,613 |
| Reinsurance premiums | 608,181 |
| Administration and other | 872,931 |
| Total operating expenses | <u>25,046,914</u> |
| Operating income | 4,092,842 |
| Nonoperating income: | |
| Interest earnings | <u>174,563</u> |
| Change in net position | 4,267,405 |
| Net position – beginning | <u>3,559,938</u> |
| Net position – ending | <u><u>\$ 7,827,343</u></u> |

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

CANYONS SCHOOL DISTRICT
Statement of Fund Cash Flows
Proprietary Fund
Fiscal Year Ended June 30, 2019

| | Governmental Activities - Internal Service Fund <u>Self-Insurance</u> |
|--|--|
| Cash flows from operating activities: | |
| Receipts from interfund services provided | \$ 28,967,228 |
| Payments to suppliers | (872,931) |
| Payments for reinsurance | (608,181) |
| Payments for medical fees and insurance claims | <u>(24,730,599)</u> |
| Net cash provided by operating activities | 2,755,517 |
| Cash flows from investing activities: | |
| Interest received | <u>174,563</u> |
| Net increase in cash and cash equivalents | 2,930,080 |
| Cash and cash equivalents – beginning | <u>8,845,830</u> |
| Cash and cash equivalents – ending | <u><u>\$ 11,775,910</u></u> |
| (Displayed on statements of fund net position as Cash and investments) | |
| Reconciliation of operating income to net cash provided by operating activities: | |
| Operating income | \$ 4,092,842 |
| Adjustments to reconcile operating income to net cash provided by operating activities: | |
| Increase in accounts receivable | (172,528) |
| Decrease in claims payable | <u>(1,164,797)</u> |
| Net cash provided by operating activities | <u><u>\$ 2,755,517</u></u> |
| Noncash investing, capital, and financing activities | none |

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

CANYONS SCHOOL DISTRICT

Notes to the Basic Financial Statements

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Canyons School District (the District) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to local government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. Our more significant accounting policies are described below.

The Reporting Entity – Our Board of Education (our Board), comprised of seven elected officials, is the our primary governing authority. Our Board establishes policies, approves the budget, appoints a superintendent with responsibilities for administering all our educational activities, and appoints a business administrator with responsibilities for fiscal matters. Our Board is authorized to issue bonds, incur short-term debt, levy property taxes, and is independent of any other unit of local government.

The District is not a component unit of any other primary government. As required by GAAP, these financial statements present our activities and our component unit, Canyons School District Education Foundation, for which we are considered to be financially accountable. A blended component unit, although a legally separate entity, is in substance part of our operations.

- **Blended Component Unit.** The Canyons School District Education Foundation (the Foundation) is a nonprofit organization incorporated in the state of Utah and has received exemption from federal income tax under Section 501(c)(3) of the Internal Revenue Code, and is classified as a public charity under section 170(b)(1)(A)(vi) of the Code. The Foundation acts as a conduit for charitable contributions to the District. The Foundation’s board is approved by our Board. The Foundation exclusively serves the District. We make all personnel decisions for the Foundation and pay for all operating costs of the Foundation. The Foundation is presented as a special revenue fund in our financial statements. Financial information specific to the Foundation may be obtained by writing the Foundation at 9361 South 300 East, Sandy, Utah 84070.

Government-wide Financial Statements – The *government-wide financial statements* (the statement of net position and the statement of activities) report on all of the activities of the primary government (the District) and its blended component unit. The effect of interfund activity is eliminated from the government-wide financial statements.

The statement of activities presents a comparison between direct expenses and program revenues for each function of our governmental activities. Direct expenses are those that are specifically associated with a function and, therefore, are clearly identifiable to a particular function. Depreciation expense for capital assets that can specifically be identified with a function are included in its direct expenses. Depreciation expense for “shared” capital assets (for example, a school building is used primarily for instructional, school administration, operation and maintenance of facilities, and school lunch services) are ratably included in the direct expenses of the appropriate functions. Indirect expense allocations that have been made in the funds have been reversed for the statement of activities. Interest on general long-term liabilities is considered an indirect expense and is reported in the statement of activities as a separate line item. Program revenues include: a) fees and charges paid by students and other recipients of goods or services offered by a given function, and b) 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 property taxes, are presented as general revenues.

Fund Financial Statements – The *fund financial statements* provide information about our funds, including our blended component unit. Separate statements for each fund category – governmental and proprietary – are presented. The emphasis of fund statements is on major governmental funds,

CANYONS SCHOOL DISTRICT

Notes to the Basic Financial Statements

each displayed in a separate column. All remaining governmental funds are aggregated and reported as other governmental funds

Proprietary fund operating revenues, such as insurance premiums, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Non-operating revenues, such as interest, result from non-exchange transactions or ancillary activities. Operating expenses result from transactions directly associated with the fund's principal services.

We report the following major governmental funds:

- The *General Fund* is our primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.
- The *Debt Service Fund* is used to account for the accumulation of resources that are restricted for the payment of principal and interest on general obligation school building bonds.
- The *Capital Outlay Fund* accounts for resources accumulated and payments made for the acquisition and improvement of sites, construction and remodel of facilities, and procurement of equipment necessary for providing educational programs for all our students.

Additionally, we report the following fund type:

- The *Self-Insurance Fund (a proprietary fund)* is the only internal service fund we use and accounts for the risk management services associated with our self-insurance plan covering employee health and accident claims. Premiums are charged to our other funds to cover anticipated costs.

Measurement Focus and Basis of Accounting – The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as *current financial resources* or *economic resources*. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

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 when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, we consider revenues to be available if they are collected within thirty days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to pension benefits, other postemployment benefits, retirement benefits, and compensated absences, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt is reported as an other financing source.

CANYONS SCHOOL DISTRICT

Notes to the Basic Financial Statements

Property taxes and interest associated with the current fiscal period are considered to be susceptible to accrual and so have been recognized as revenues in the current fiscal period. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met. All other revenue items are considered to be measurable and available only when we receive cash.

The proprietary (internal service) funds are reported using the *economic resources measurement focus* and the *accrual basis of accounting*.

Budgetary Information – Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all our governmental funds. The budget for the Self-Insurance Fund is not legally required for budgetary control; this budget is for management purposes. These financial reports reflect the following budgetary standards:

- For the fiscal year beginning July 1, our business administrator prepares a proposed budget for all funds which is presented to our Board by our superintendent on or before June 1.
- After a public hearing is held, our Board, by resolution, legally adopts the final budget no later than June 30.
- Once adopted, the budget can be amended by subsequent Board action. Reductions in appropriations can be approved by our Board upon recommendation of our superintendent; 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 any given fund without seeking the immediate approval of our Board. Our Board approves these changes later in the year.
- The total budgeted expenditures of a given 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 revenue and appropriations during the fiscal year ended June 30, 2019 are included in the final budget approved by our Board, as presented in the financial statements.
- Expenditures may not legally exceed budgeted appropriations at the fund level.

Appropriations in all budgeted funds lapse at the end of the fiscal year even if they have related encumbrances. Encumbrances are commitments related to unperformed contracts for goods or services (i.e., purchase orders, contracts, and commitments). Encumbrance accounting is used to the extent necessary to assure effective budgetary control and accountability and to facilitate effective cash planning and control. While all appropriations and encumbrances lapse at year end, valid outstanding encumbrances (for which performance under the executory contract is expected in the next year) are reappropriated and become part of the subsequent year's budget pursuant to state regulations.

Negative variances in total revenues and the positive variances in total expenditures are largely a result of federal and state program revenues and related expenditures that do not have a direct impact on the fund balance. Budgets generally assume the expenditure of all available resources. Therefore, when the budget is prepared, it is assumed these funds will not have a carryover of revenue to a subsequent year. Program revenue received but not spent is reported as unearned revenue. As a result, overall fund revenue variances will be negative, and overall fund expenditure variances will be positive.

CANYONS SCHOOL DISTRICT

Notes to the Basic Financial Statements

Deposits and Investments – The cash balances of substantially all funds are pooled and invested by us. Earnings on pooled funds are allocated to the funds based on the average balance of each participating fund.

Investments for the District and Foundation are reported at fair value. Changes in the fair value of investments are recorded as interest earnings.

Cash Equivalents – For the statement of cash flows for the proprietary fund, our cash equivalents are considered short-term investments with maturities of three months or less from date of acquisition, including investments in the Utah Public Treasurers' Investment Fund.

Inventories – Inventories are accounted for under the consumption method, wherein inventories are recorded as assets when acquired and expenditures are recorded when the inventories are transferred to the schools for consumption. Inventories recorded in the governmental funds are stated at cost or, if donated, at acquisition value when received, using a weighted moving average method. Inventories reported in the governmental funds are equally offset by a nonspendable portion of fund balance, indicating that they are not expected to be converted to cash.

Capital Assets – Capital assets are recorded as expenditures in the governmental fund financial statements at the time of purchase or construction. All purchased equipment or vehicles costing more than \$10,000 and constructed capital assets or improvements costing more than \$250,000 or which meet other criteria are capitalized and reported at cost or estimated historical cost in the government-wide financial statements. The cost of normal maintenance and repairs that do not add to the value of the asset or significantly extend assets' lives are not capitalized in the government-wide financial statements. Donated capital assets are recorded at their estimated acquisition value at the date of donation. We do not purchase nor construct infrastructure (public domain) assets. Depreciation is provided on capital assets in the government-wide financial statements using the straight-line method over their estimated useful lives as follows:

| | |
|-------------------------|----------|
| Site improvements | 40 years |
| Buildings..... | 40 years |
| Equipment..... | 5 years |
| Vehicles | 10 years |

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 plan investments are reported at fair value.

District Retirement and Other Postemployment Benefits – For purposes of measuring the total District retirement liability, total OPEB obligation, District retirement expense, OPEB expense, and related deferred inflows/outflows of resources, we recognize benefit payments when due and payable in accordance with benefit terms. The total District retirement liability and the total OPEB obligation are actuarially determined.

Long-term Obligations – In the government-wide financial statements and the Self-Insurance Fund (internal service fund), long-term debt and other long-term obligations are reported as liabilities in the applicable statement of net position. Bond premiums are deferred and amortized over the life of the

CANYONS SCHOOL DISTRICT

Notes to the Basic Financial Statements

related bonds using the straight-line method, which approximates the effective interest method. Bonds payable are reported net of the applicable unamortized bond premiums.

In the governmental fund financial statements, the face amount of debt issued as well as premiums received on debt issuances are recognized during the current period as other financing sources.

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 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 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 is *net position* on the government-wide and proprietary fund financial statements 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 accumulated depreciation and related debt), 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 we are bound to honor them. We first determine and report 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. Fund balance amounts related to inventories are classified as nonspendable.
- **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. Restricted fund balance amounts include the following:
 - a) Unspent tax revenues for specific purposes (capital outlays and debt service).
 - b) Remaining fund balances in the Nutrition Services Fund.
- **Committed.** This category includes amounts that can only be used for specific purposes established by formal action of our Board. Fund balance commitments can only be removed or changed by the same type of action (e.g. resolution) of our Board. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements. Our Board has approved to commit fund balance amounts to the following purposes:

CANYONS SCHOOL DISTRICT

Notes to the Basic Financial Statements

- a) Economic stabilization (\$14,742,221). As defined in Utah law as an “undistributed reserve,” we maintain for economic stabilization up to 5% of 2020 General Fund budgeted expenditures. Potential state budget cuts, disasters, immediate capital needs, and other significant events are circumstances or conditions that signal the need for stabilization. Additionally, the commitment is necessary to maintain liquidity (i.e., reducing any disparity between when financial resources are available to make payments and the maturity of related liabilities). Also defined by state law, the commitment is not to be used “in the negotiation or settlement of contract salaries for school district employees.” Furthermore, the law states that the reserve cannot be used until our Board provides the State Board of Education with an adopted, written resolution setting forth the reasons for using the funds.
 - b) Employee benefit obligations for District retirement and other postemployment benefits representing the actuarially determined liabilities measured at June 30, 2019 for the plans plus an additional 5% contingency (totaling \$13,513,604) and for unpaid compensated absences (totaling \$1,743,874).
 - c) Unfulfilled non-construction contractual obligations (totaling \$1,440,004) at June 30, 2019 that are expected to be completed in 2020.
 - d) Resources held by our schools and the Foundation.
- **Assigned.** This category includes General Fund balance amounts that we intend to be used for a specific purpose but are neither restricted nor committed. Our Board, by policy, has given the business administrator authority to assign General Fund balances. We have assigned General Fund resources that are to be used for textbooks, supplies and other materials at the school level. We have also assigned \$5,000,000 to cover unforeseen costs in our Self-Insurance Fund. Another \$5,000,000 has been assigned for building construction projects.
 - **Unassigned.** Residual balances in the General Fund are classified as unassigned.

Net Position Flow Assumption – Sometimes we will fund outlays for a particular purpose from both restricted (e.g., restricted tax revenue or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted-net position and unrestricted-net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is our net position policy to consider restricted-net position to have been depleted before unrestricted-net position is applied.

Fund Balance Flow Assumption – Sometimes we will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is our fund balance policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the 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.

Reclassifications – Certain reclassifications have been made to the prior years’ financial statements to conform to the current year presentation. These reclassifications had no effect on previously reported results of operations, fund balances, or net position.

CANYONS SCHOOL DISTRICT

Notes to the Basic Financial Statements

2. DEPOSITS AND INVESTMENTS

A reconciliation of cash and investments at June 30, 2019, as shown on the financial statements, is as follows:

| | |
|--|------------------------------|
| Carrying amount of deposits | \$ 13,870,483 |
| Carrying amount of investments | <u>234,226,371</u> |
| Total cash and investments | <u><u>\$ 248,096,854</u></u> |
| Governmental funds cash and investments | \$ 236,320,944 |
| Internal service fund cash and investments | <u>11,775,910</u> |
| Total cash and investments | <u><u>\$ 248,096,854</u></u> |

We comply with the State Money Management Act (*Utah Code* Section 51, Chapter 7) (the Act) and related Rules of the Money Management Council (the Council) in handling our depository and investing transactions. Our funds are deposited in qualified depositories as defined by the Act. The Act also authorizes us to invest in the Utah Public Treasurers' Investment Fund (PTIF), certificates of deposit, U.S. Treasury obligations, U.S. agency issues, first-tier 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. We consider the rules of the Council to be necessary and sufficient for adequate protection of our uninsured bank deposits.

Rules of the Council allow the Foundation to invest private grants, contributions, and endowments in any deposit or investment authorized by the Act and certain investment funds, equity securities, fixed-income securities, and investment strategies with institutions that meet certain restrictions.

Deposits – At June 30, 2019 the District and the Foundation have the following deposits with financial institutions:

| | <u>Carrying Amount</u> | <u>Bank Balance</u> | <u>Amount Insured</u> |
|--|-----------------------------|-----------------------------|----------------------------|
| Canyons School District | \$ 13,305,217 | \$ 17,798,925 | \$ 1,250,000 |
| Canyons School District Education Foundation | <u>565,266</u> | <u>565,265</u> | <u>250,000</u> |
| Total deposits | <u><u>\$ 13,870,483</u></u> | <u><u>\$ 18,364,190</u></u> | <u><u>\$ 1,500,000</u></u> |

- **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. We do not have a formal deposit policy for custodial credit risk. At June 30, 2019, \$16,864,190 of our bank deposits was uninsured and uncollateralized. No deposits are collateralized nor are they required to be by state statute.

Investments – Our investments are with the PTIF and in corporate bonds through a broker. The Foundation has accounts separate from us and invests some private funds through a broker.

CANYONS SCHOOL DISTRICT

Notes to the Basic Financial Statements

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. The Council provides regulatory oversight for the PTIF. 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, which primarily consists of money market securities held by the state or in the state's name by the state's custodial banks, including investment-grade corporate bonds and notes (94.0%), money market mutual funds (3.4%), first-tier commercial paper (2.5%), and certificates of deposit (0.1%). The portfolio has a weighted average maturity of 48 days. The majority of the PTIF's corporate bonds and notes are variable-rate securities, which reset every three months to the prevailing market interest rates. The PTIF is not rated. The reported value of the pool is the same as the fair value of the pool shares.

At June 30, 2019, we owned eighteen investment-grade corporate bonds through a broker. All eighteen of the bonds are rated A or higher by Moody's Investor Services or Standard & Poor's or FitchRatings or Egan-Jones Rating Company. The weighted average to maturity is 18 months, with 22.2% of investments maturing within one year and all remaining corporate bonds maturing within three years. These investments are held in a safekeeping account and are reviewed regularly by the Council for compliance with the Act.

Also at June 30, 2019, the Foundation invested in mutual funds. The mutual funds are not rated.

- **Interest Rate Risk.** Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. We have a formal investment policy which complies with the Act for interest rate risk and manage our exposure to interest rate risk by complying with our policy and the Act, which requires that the remaining term to maturity of investments not exceed the period of availability of the funds invested. Except for endowments, the Act further limits the remaining term to maturity on all investments in commercial paper, banker's acceptances, and fixed-rate securities from 270 days to 15 months. In addition, variable-rate securities may not have a remaining term to final maturity exceeding three years. The Foundation can invest private funds in fixed-income securities with a dollar-weighted average maturity not to exceed ten years.
- **Credit Risk.** Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. We have a formal investment policy which complies with the Act for credit risk and manage our exposure to credit risk by complying with our policy and the Act and related rules. The Act and related rules limit investments in commercial paper to a first-tier rating and investments in fixed-income and variable-rate securities to a rating of A or higher as rated by Moody's Investors Service or by Standard & Poor's at the time of purchase.
- **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. We have a formal investment policy for concentration of credit risk which complies with the Act and manage this risk by complying with our policy and the Act and related rules. The Act limits investments in commercial paper and or corporate obligations to 5.0% of our total portfolio with a single issuer. The Foundation can invest private funds in certain equity and fixed-income securities provided no more than 5.0% of all funds are invested in any one issuer and no more than 25.0% of all funds are invested in a particular industry. Also, for the Foundation's investments in private funds, no more than 75.0% may be invested in equity securities and no more than 5.0% in collateralized mortgage obligations.

CANYONS SCHOOL DISTRICT

Notes to the Basic Financial Statements

- **Custodial Credit Risk.** Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty, a government will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. We have a formal investment policy for custodial credit risk and manage this risk by complying with our policy and the Act and related rules. The Foundation's investments are held in a brokerage account which is covered by Securities Investor Protection Corporation up to \$500,000.

3. FAIR VALUE MEASUREMENTS

We categorize our fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

We have the following recurring fair value measurements as of June 30, 2019:

- Utah Public Treasurers' Investment Fund of \$130,178,063 is valued at our position in the PTIF multiplied by the published fair value factor (Level 2).
- Investment-grade corporate bonds of \$103,677,940 are valued using quoted market prices (Level 2).
- Mutual funds of \$370,368 are valued at quoted market prices (Level 1).

CANYONS SCHOOL DISTRICT

Notes to the Basic Financial Statements

4. CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2019 is as follows:

| | June 30, 2018 Balance | Increases | Decreases | June 30, 2019 Balance |
|--|--------------------------|----------------|-----------------|--------------------------|
| Governmental activities: | | | | |
| Capital assets, not being depreciated: | | | | |
| Sites | \$ 40,594,200 | \$ - | \$ (9,107,663) | \$ 31,486,537 |
| Construction in progress | 29,760,299 | 90,223,512 | (30,121,631) | 89,862,180 |
| Total capital assets, not being depreciated | 70,354,499 | 90,223,512 | (39,229,294) | 121,348,717 |
| Capital assets, being depreciated: | | | | |
| Site improvements | 61,713,566 | 1,271,367 | (418,869) | 62,566,064 |
| Buildings | 662,361,834 | 28,850,264 | (16,035,348) | 675,176,750 |
| Equipment | 62,679,340 | 409,041 | - | 63,088,381 |
| Vehicles | 23,138,808 | 50,207 | (399,281) | 22,789,734 |
| Total capital assets, being depreciated | 809,893,548 | 30,580,879 | (16,853,498) | 823,620,929 |
| Accumulated depreciation for: | | | | |
| Site improvements | (19,243,744) | (1,545,219) | 235,785 | (20,553,178) |
| Buildings | (244,656,025) | (16,612,294) | 10,079,631 | (251,188,688) |
| Equipment | (61,848,180) | (319,267) | - | (62,167,447) |
| Vehicles | (14,949,638) | (1,409,662) | 399,281 | (15,960,019) |
| Total accumulated depreciation | (340,697,587) | (19,886,442) | 10,714,697 | (349,869,332) |
| Total capital assets, being depreciated, net | 469,195,961 | 10,694,437 | (6,138,801) | 473,751,597 |
| Governmental activity capital assets, net | \$ 539,550,460 | \$ 100,917,949 | \$ (45,368,095) | \$ 595,100,314 |

Depreciation expense for the year ended June 30, 2019 was charged to the following functions:

| | |
|---|---------------|
| Governmental activities: | |
| Instruction | \$ 14,676,958 |
| Supporting services: | |
| Students | 172,716 |
| Instructional staff | 175,589 |
| General district administration | 145,315 |
| School administration | 405,813 |
| Central | 330,647 |
| Operation and maintenance of school buildings | 1,530,121 |
| Student transportation | 1,373,793 |
| Nutrition services | 1,075,490 |
| Total depreciation expense, governmental activities | \$ 19,886,442 |

CANYONS SCHOOL DISTRICT

Notes to the Basic Financial Statements

We are obligated at June 30, 2019 under construction commitments with remaining costs to complete totaling \$249,705,316 that will be financed from future issuances of general obligation bonds, property taxes levied for capital outlay, and resources accumulated in the Capital Outlay Fund as follows:

| Project | Project Authorized | Costs to Date | Costs to Complete |
|---------------------------------------|-----------------------|----------------------|-----------------------|
| Alta High remodel | \$ 53,300,000 | \$ 19,650,349 | \$ 33,649,651 |
| Brighton High rebuild | 113,450,000 | 27,763,142 | 85,686,858 |
| CAB East addition | 11,301,667 | 6,880,868 | 4,420,799 |
| Corner Canyon High classroom addition | 10,015,000 | 8,212,061 | 1,802,939 |
| Hillcrest High rebuild | 119,400,000 | 22,186,839 | 97,213,161 |
| Midvalley Elementary rebuild | 22,520,000 | 1,995,741 | 20,524,259 |
| Other projects | 9,580,829 | 3,173,180 | 6,407,649 |
| Total | <u>\$ 339,567,496</u> | <u>\$ 89,862,180</u> | <u>\$ 249,705,316</u> |

5. LONG-TERM LIABILITIES

Long-term liability activity for the year ended June 30, 2019 is as follows:

| | June 30, 2018 Balance | Additions | Reductions | June 30, 2019 Balance | Portion Due or Payable Within One Year |
|-------------------------------------|--------------------------|-----------------------|------------------------|--------------------------|--|
| Governmental activities: | | | | | |
| Bonds payable: | | | | | |
| General obligation bonds | \$ 303,635,000 | \$ 74,995,000 | \$ (23,920,000) | \$ 354,710,000 | \$ 23,590,000 |
| Unamortized bond premiums | 20,130,524 | 4,826,455 | (2,603,723) | 22,353,256 | - |
| Net bonds payable | <u>323,765,524</u> | <u>79,821,455</u> | <u>(26,523,723)</u> | <u>377,063,256</u> | <u>23,590,000</u> |
| Net URS pension liability | 94,115,625 | 82,345,319 | (30,565,413) | 145,895,531 | - |
| Total District retirement liability | 13,426,607 | 521,051 | (2,504,501) | 11,443,157 | - |
| Total OPEB obligation | 1,190,929 | 455,623 | (219,610) | 1,426,942 | - |
| Compensated absences liability | 1,248,340 | 2,204,871 | (1,709,337) | 1,743,874 | 904,922 |
| Claims payable, self-insurance | <u>5,521,056</u> | <u>25,046,914</u> | <u>(26,211,711)</u> | <u>4,356,259</u> | <u>4,356,259</u> |
| Total governmental activity | | | | | |
| long-term liabilities | <u>\$ 439,268,081</u> | <u>\$ 190,395,233</u> | <u>\$ (87,734,295)</u> | <u>\$ 541,929,019</u> | <u>\$ 28,851,181</u> |

CANYONS SCHOOL DISTRICT

Notes to the Basic Financial Statements

General Obligation Bonds Payable – Bonds payable at June 30, 2019 are comprised of the following general obligation issues and are serviced by property tax revenues received by the Debt Service Fund:

| Series | Purpose | Original Amount | Remaining Interest Rate Range | Final Maturity Date | Current Outstanding Balance |
|--|-----------------|-----------------|-------------------------------|---------------------|------------------------------|
| Canyons School District portion of former Jordan School District bonded debt: * | | | | | |
| 2014 | Refunding | \$ 59,970,000 | 5.00% | June 15, 2022 | \$ 29,540,000 |
| Canyons School District bonded debt: | | | | | |
| 2011 | School building | 68,000,000 | 3.00% to 4.50% | June 15, 2031 | 46,555,000 |
| 2012 | School building | 80,000,000 | 1.50% to 4.00% | June 15, 2032 | 69,450,000 |
| 2013 | School building | 60,000,000 | 3.00% to 5.00% | June 15, 2033 | 55,110,000 |
| 2015 | School building | 42,000,000 | 3.50% to 5.00% | June 15, 2033 | 38,050,000 |
| 2018A | School building | 49,000,000 | 2.00% to 5.00% | June 15, 2037 | 41,010,000 |
| 2018B | School building | 74,995,000 | 3.25% to 5.00% | June 15, 2038 | 74,995,000 |
| District's bonded debt | | | | | <u>325,170,000</u> |
| Total general obligation bonds payable as of June 30, 2019 | | | | | <u><u>\$ 354,710,000</u></u> |

* On July 1, 2009, general obligation bonds were allocated to the newly formed Canyons School District from Jordan School District. The current outstanding balance represents the District's share of the outstanding balances on the bonds.

Debt service requirements to maturity, including interest, for the general obligation bonds payable are summarized as follows:

| Year Ending June 30, | Principal | Interest | Total |
|----------------------|-----------------------|-----------------------|-----------------------|
| 2020 | \$ 23,590,000 | \$ 14,418,939 | \$ 38,008,939 |
| 2021 | 21,960,000 | 13,285,539 | 35,245,539 |
| 2022 | 19,140,000 | 12,235,239 | 31,375,239 |
| 2023 | 18,900,000 | 11,366,239 | 30,266,239 |
| 2024 | 20,625,000 | 10,592,339 | 31,217,339 |
| 2025-2029 | 117,170,000 | 38,915,945 | 156,085,945 |
| 2030-2034 | 103,765,000 | 14,578,902 | 118,343,902 |
| 2035-2038 | 29,560,000 | 2,500,532 | 32,060,532 |
| Total | <u>\$ 354,710,000</u> | <u>\$ 117,893,674</u> | <u>\$ 472,603,674</u> |

General obligation bonds are direct obligations and pledge the full faith and credit of taxpayers of the District under the provisions of the Local Government Bonding Act (*Utah Code* 11-14); therefore, they are rated AAA. In addition, as of the date of this report, the District has a rating of AAA from Fitch Rating and a rating of Aaa from Moody's Investors Service.

In the event of District default on bond payments, the Local Government Bonding Act and the School District Bond Guaranty (*Utah Code* 53G-4) entitle bondholders to receive payment of amounts due on the bonds from the State of Utah. The ultimate liability for payment of the bonds remains with the District. To reimburse the State for any payments made to the bondholders pursuant to the State's guaranty, the State could compel the District to levy taxes, withhold state funding, draw on District

CANYONS SCHOOL DISTRICT

Notes to the Basic Financial Statements

resources that are legally available (such as unrestricted fund balances), and/or impose financial penalties on the District.

Bond Election – On November 7, 2017, a bond election was held and \$283.0 million in general obligation school building bonds were authorized. The bonds are to finance the building and renovation of schools, the purchase of building sites, and to equip schools. At June 30, 2019, \$124.0 million of the bonds have been issued under this authorization. The remaining \$159.0 million authorization is expected to be issued by the end of 2022.

Bond Issuance – On November 27, 2018, the District issued \$75.0 million of general obligation bonds, Series 2018B. The bonds were issued at a premium of \$4.8 million. Bond proceeds were recorded in the Capital Projects Fund to help finance construction commitments (refer to Note 4).

Compensated Absences – We accrue vacation for twelve-month or full-year contract employees. Employees accrue between ten and twenty days each year depending upon length of service with the District, generally limited to a maximum number of days earned for one year. We are liable to the employee for days earned but not taken. If an employee terminates, then payment is made; otherwise, scheduled vacation time off is allowed. These obligations will be paid by the General Fund.

Claims Payable – The Self-Insurance Fund (an internal service fund) was established to pay self-insurance claims for health and accident coverage for participating District employees. We carry commercial insurance, which covers catastrophic claims in excess of \$225,000. Additionally, all our employees are covered for worker's compensation with resources accumulated within this fund. The fund collects premiums, as established by us and the plan administrator, from other funds. We have recorded an estimate of claims liability (including claims incurred but not reported) of \$4,356,259 at June 30, 2019. This liability is based on experience and information provided by the plan administrator and includes costs to process the claims. The following table shows the activity of accrued claims payable for the years ended June 30, 2019 and 2018:

| | <u>2019</u> | <u>2018</u> |
|--|---------------------|---------------------|
| Claims payable (beginning of year) | \$ 5,521,056 | \$ 4,174,100 |
| Claims (including incurred but not reported) | 25,046,914 | 26,920,369 |
| Payments of claims | <u>(26,211,711)</u> | <u>(25,573,413)</u> |
| Claims payable (end of year) | <u>\$ 4,356,259</u> | <u>\$ 5,521,056</u> |

6. PROPERTY TAXES

District Property Tax Revenue –The budgeting and accounting for property taxes are handled in the governmental funds on a modified accrual basis, with appropriate recognition of property taxes receivable at year-end. We have recorded a property tax receivable for the delinquent property taxes due and for the taxes assessed January 1. We have recorded a corresponding property tax deferral for taxes assessed January 1 but not due and collectible within thirty days of the end of the fiscal year. Our property tax revenue is collected and distributed by the Salt Lake County Treasurer as our agent.

State statutes establish the process by which taxes are levied and collected. The County Assessor is required to assess real property as of January 1 and complete the tax rolls by May 22. By July 22, the County Auditor is to mail assessed value and tax notices to property owners. A taxpayer may petition the County Board of Equalization within 30 days of receipt of the tax notice for a revision of the assessed value. The County Auditor makes approved changes in assessed values by November 1. On this same date the Auditor is to deliver the completed assessment rolls to the County Treasurer. Tax notices are mailed with a due date of November 30. Delinquent taxes are subject to a 2.5% penalty of

CANYONS SCHOOL DISTRICT

Notes to the Basic Financial Statements

the property tax due, with a \$10 minimum penalty. If delinquent taxes and penalties are not paid by January 31 of the following year, these delinquent taxes, including penalties, are subject to an interest charge at a rate determined by the County; the interest period is from January 1 until the taxes are paid. If in May of the fifth year the taxes remain delinquent, the County advertises and sells the property at a tax sale.

Our property tax revenue is allocated to the funds based on the purpose of each tax levy and in proportion to each tax rate.

Incremental Taxes and Charter School Levy – In addition to property taxes we levy for our own purposes, we levy property taxes for redevelopment agencies (located within our boundaries) in accordance with the Community Development and Renewal Agencies Act (*Utah Code 17C-1*) and for charter schools (for students living within our boundaries who are enrolled in charter schools) in accordance with Utah Code 53F-2-703. These taxes are forwarded directly by the County to the redevelopment agencies or the state charter school levy account as these taxes are collected by the County.

During the year ended June 30, 2019, taxes levied by us for the redevelopment agencies totaling \$11,101,325 and for charter schools totaling \$1,679,974 were recorded as revenue with an equivalent amount of expenditure for contributions to other governments in the other governmental funds (in the Pass-Through Taxes Fund).

As part of a mitigation agreement between the redevelopment agencies and us, the redevelopment agencies paid us \$194,795 during the year ended June 30, 2019, recorded as local revenue in the General Fund.

7. STATE RETIREMENT PLANS

Description of Plans – Eligible employees are provided with the following plans through the Utah Retirement Systems (the 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 Public Employees Contributory Retirement System* (Tier 2 Contributory System)

Defined Contribution Plans (individual account plans):

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

Our employees qualify for membership in the retirement systems if a) the employee is a classified school employee whose employment normally requires an average of 30 hours or more per week regardless of benefits, b) the employee is a teacher who teaches half-time or more and receives benefits we normally provide as approved by the Utah State Retirement Board, or c) the employee is an appointed officer.

CANYONS SCHOOL DISTRICT

Notes to the Basic Financial Statements

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 any of the systems, 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 defined benefit 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 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 require 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 June 30, 2019, required contribution rates for the plans were as follows:

| | Defined Benefit Plans Rates | | District Rates | |
|----------------------------------|------------------------------------|---------------------|-----------------------|---------------|
| | District | Amortization | for 401(k) | |
| | Contribution * | of UAAL ** | Plan | Totals |
| Tier 1 Noncontributory System | 12.25% | 9.94% | 1.50% | 23.69% |
| Tier 2 Contributory System | 8.93% | 9.94% | 1.15% | 20.02% |
| Tier 2 Defined Contribution Plan | 0.08% | 9.94% | 10.00% | 20.02% |

* 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.

CANYONS SCHOOL DISTRICT

Notes to the Basic Financial Statements

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

For the year ended June 30, 2019, District and employee contributions to the plans were as follows:

| | <u>District Contributions</u> | <u>Employee Contributions</u> |
|-------------------------------------|-----------------------------------|-----------------------------------|
| Tier 1 Noncontributory System | \$ 20,476,206 | \$ - |
| Tier 2 Contributory System * | 8,980,052 | - |
| Tier 2 Defined Contribution Plan * | 1,170,123 | - |
| 401(k) Plan | 3,249,412 | 2,863,218 |
| 457 Plan and other individual plans | - | 642,365 |

* 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 Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions – At June 30, 2019, we reported a net pension asset of zero and a net pension liability of \$145,895,531 for the following plans:

| | <u>Net Pension Asset</u> | <u>Net Pension Liability</u> |
|-------------------------------|------------------------------|----------------------------------|
| Tier 1 Noncontributory System | \$ - | \$ 144,282,258 |
| Tier 2 Contributory System | - | 1,613,273 |
| Total | <u>\$ -</u> | <u>\$ 145,895,531</u> |

The net pension liability (asset) was measured as of December 31, 2018, and the total pension liability was determined by an actuarial valuation as of January 1, 2018, 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, 2018 and the change in its proportion since the prior measurement date for each plan:

| | <u>Proportionate Share 2018</u> | <u>Change</u> |
|-------------------------------|-------------------------------------|---------------|
| Tier 1 Noncontributory System | 3.8780162% | 0.0422370% |
| Tier 2 Contributory System | 3.7668784% | 0.1722207% |

CANYONS SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the year ended June 30, 2019, we recognized pension expense for the plans as follows:

| | Pension Expense |
|----------------------------------|----------------------------|
| Defined benefit pension plans: | |
| Tier 1 Noncontributory System | \$ 32,624,845 |
| Tier 2 Contributory System | 4,169,132 |
| Total | <u>\$ 36,793,977</u> |
| Defined contribution plans: | |
| Tier 2 Defined Contribution Plan | \$ 1,170,123 |
| 401(k) Plan | 3,249,412 |
| Total | <u>\$ 4,419,535</u> |

At June 30, 2019, we 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 | \$ 768,612 | \$ 11,323 | \$ 779,935 |
| Changes of assumptions | 14,675,420 | 404,357 | 15,079,777 |
| Net difference between projected and actual earnings on pension plan investments | 24,004,568 | 525,353 | 24,529,921 |
| Changes in proportion and differences between District contributions and proportionate share of contributions | 938,706 | 492,797 | 1,431,503 |
| Contributions subsequent to the measurement date | 10,107,003 | 5,103,520 | 15,210,523 |
| Total | <u>\$ 50,494,309</u> | <u>\$ 6,537,350</u> | <u>\$ 57,031,659</u> |

At June 30, 2019, we 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 | \$ 2,024,442 | \$ 333,428 | \$ 2,357,870 |
| Changes of assumptions | - | 28,984 | 28,984 |
| Changes in proportion and differences between District contributions and proportionate share of contributions | 393,715 | - | 393,715 |
| Total | <u>\$ 2,418,157</u> | <u>\$ 362,412</u> | <u>\$ 2,780,569</u> |

CANYONS SCHOOL DISTRICT

Notes to the Basic Financial Statements

The \$15,210,523 reported as deferred outflows of resources related to pensions resulting from our contributions subsequent to the measurement date of December 31, 2018 will be recognized as a reduction of the net pension liability in the year ending June 30, 2020. 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 June 30, | Tier 1 Noncontributory System | Tier 2 Contributory System | Total |
|-------------------------|-------------------------------------|----------------------------------|---------------|
| 2020 | \$ 16,892,264 | \$ 182,119 | \$ 17,074,383 |
| 2021 | 6,535,891 | 132,514 | 6,668,405 |
| 2022 | 3,172,391 | 145,190 | 3,317,581 |
| 2023 | 11,368,603 | 256,458 | 11,625,061 |
| 2024 | - | 47,732 | 47,732 |
| Thereafter | - | (307,405) | (307,405) |

Actuarial Assumptions – The total pension liability in the January 1, 2018 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

| | |
|---------------------------|--|
| Inflation | 2.50% |
| Salary increases | 3.25% to 9.75%, average, including inflation |
| Investment rate of return | 6.95%, 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 (SOA).

The actuarial assumptions used in the January 1, 2018 valuation were based on the results of an actuarial experience study for the five-year period ended December 31, 2016. Assumptions remained unchanged that affect measurement of the total pension liability (asset) since the prior measurement date.

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:

CANYONS SCHOOL DISTRICT

Notes to the Basic Financial Statements

| Asset Class | Target Allocation | Long-Term Expected Real Rate of Return |
|---------------------------|----------------------|---|
| Equity securities | 40% | 6.15% |
| Debt securities | 20% | 0.40% |
| Real assets | 15% | 5.75% |
| Private equity | 9% | 9.95% |
| Absolute return | 16% | 2.85% |
| Cash and cash equivalents | 0% | 0.00% |
| Total | 100% | |

Discount Rate – The discount rate used to measure the total pension liability (asset) was 6.95%. 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 pension plan’s 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 to Changes in the Discount Rate – The following presents our proportionate share of the net pension liability calculated using the discount rate of 6.95%, as well as what our proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (5.95%) or 1-percentage-point higher (7.95%) than the current rate:

| | 1% Decrease (5.95%) | Discount Rate (6.95%) | 1% Increase (7.95%) |
|--|---------------------------|-----------------------------|---------------------------|
| District's proportionate share of the net pension (asset) liability: | | | |
| Tier 1 Noncontributory System | \$ 259,341,747 | \$ 144,282,258 | \$ 48,020,629 |
| Tier 2 Contributory System | 6,463,083 | 1,613,273 | (2,129,567) |
| Total | \$ 265,804,830 | \$ 145,895,531 | \$ 45,891,062 |

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 June 30, 2019, we reported payables of \$3,241,522 for contributions to defined benefit pension plans and \$374,583 for contributions to defined contribution plans.

CANYONS SCHOOL DISTRICT

Notes to the Basic Financial Statements

8. DISTRICT RETIREMENT PLAN

Plan Description – We adopted the District retirement plan and policies that were in effect under the former Jordan School District, effective July 1, 2010 when we assumed the obligation to provide certain benefits to eligible employees and retirees.

This retirement plan provides retirement income to employees who qualify for state retirement and who were hired before July 1, 2006. This retirement plan is a single-employer defined benefit pension plan offered and administered by us. No assets are accumulated in a trust that meets the criteria of generally accepted accounting standards.

Benefits Provided – This retirement plan is funded by the General Fund. Plan benefits are based on the tenure and salary of the employee as of June 30, 2006 and include a) an amount not to exceed \$7,560 for supplemental health insurance, b) an early retirement incentive, c) an unused leave bonus, and d) a service award. These benefits are paid in cash when the eligible employee retires.

Employees Covered by Benefit Terms – At June 30, 2019, the following employees were covered by the benefit terms:

| | |
|--|-------------------|
| Active employees | 553 |
| Inactive employees or beneficiaries currently receiving benefit payments | <u>207</u> |
| Total | <u><u>760</u></u> |

This retirement plan is closed to new entrants.

Total Retirement Liability – The total District retirement liability of \$11,443,157 was measured as of June 30, 2019 and was determined based on an actuarial valuation as of June 30, 2018. We have set aside resources for the liability by committing a portion of fund balance in the General Fund.

Actuarial Assumptions and Other Inputs – The total District retirement liability in the June 30, 2018 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

| | |
|------------------|-------------------------------------|
| Inflation | 2.3% |
| Salary increases | 3.25%, average, including inflation |
| Discount rate | 3.9% |

The discount rate was based on a yield or index rate for 20-year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher.

Mortality rates were based on SOA RP-2014 White Collar Mortality, with adjustments for future improvement in mortality based on Scale MP-2017.

Demographic and other assumptions include a) retirement rates based on the rates used for employees with required age and service to retire under the Utah Retirement System and b) employee termination rates based on termination rates used in the actuarial valuation of the Utah Retirement System. Individual severance benefits nor any termination liability for COBRA are not included in this valuation.

CANYONS SCHOOL DISTRICT

Notes to the Basic Financial Statements

The actuarial assumptions used in the June 30, 2018 valuation were based on the results of an actuarial experience study for the year then ended.

Changes in the Total District Retirement Liability –

| | |
|---|-----------------------------|
| Balance of total District retirement liability at June 30, 2018 | \$ 13,426,607 |
| Changes for the year: | |
| Service cost | 153,692 |
| Interest | 493,621 |
| Changes of benefit terms | - |
| Differences between expected and actual experience | (164,717) |
| Changes in assumptions or other inputs | 38,455 |
| Benefit payments | <u>(2,504,501)</u> |
| Net changes | <u>(1,983,450)</u> |
| Balance of total District retirement liability at June 30, 2019 | <u><u>\$ 11,443,157</u></u> |

No changes of benefit terms occurred in 2019.

Changes in assumptions and other inputs that occurred in the June 30, 2018 valuation include a reduction in the investment rate of return from 4.0% to 3.9% and modification of mortality rates.

Sensitivity of the Total District Retirement Liability to Changes in the Discount Rate – The following presents the District’s total retirement liability calculated using the discount rate of 3.9%, as well as what the District’s total retirement liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.9%) or 1-percentage-point higher (4.9%) than the current discount rate:

| | <u>1% Decrease (2.9%)</u> | <u>Discount Rate (3.9%)</u> | <u>1% Increase (4.9%)</u> |
|--|-------------------------------|---------------------------------|-------------------------------|
| Total retirement liability – District retirement plan | <u>\$ 11,739,278</u> | <u>\$ 11,443,157</u> | <u>\$ 11,148,416</u> |

Retirement Expense and Deferred Outflows and Inflows of Resources Related to the District’s Retirement Plan – For the year ended June 30, 2019, we recognized retirement expense of \$647,313 for this retirement plan. At June 30, 2019, the we reported the following deferred outflows of resources and inflows of resources related to this retirement plan:

| | <u>Deferred Outflows of Resources</u> | <u>Deferred Inflows of Resources</u> |
|--|---|--|
| Differences between expected and actual experience | \$ - | \$ 164,717 |
| Changes of assumptions or other inputs | <u>38,455</u> | <u>-</u> |
| Total | <u><u>\$ 38,455</u></u> | <u><u>\$ 164,717</u></u> |

CANYONS SCHOOL DISTRICT

Notes to the Basic Financial Statements

The amounts reported as deferred outflows of resources and deferred inflows of resources related to this retirement plan will be recognized in retirement expense as follows:

| Year Ending June 30, | Deferred Outflows (Inflows) of Resources |
|-------------------------|---|
| 2020 | \$ (26,087) |
| 2021 | (26,087) |
| 2022 | (26,087) |
| 2023 | (26,087) |
| 2024 | (21,914) |
| Thereafter | - |

9. OTHER POSTEMPLOYMENT BENEFIT (OPEB) PLAN

Plan Description – We provide OPEB for employees hired before July 1, 2006 and who have worked at least ten full-time equivalent years in the District, have retired from the District, and qualify for state retirement. Our OPEB plan is a single-employer defined benefit plan administered by us. No assets are accumulated in a trust that meets the criteria of generally accepted accounting standards.

Benefits Provided – This OPEB plan provides medical insurance similar to that offered to active employees. Employees retiring after June 30, 2006 may purchase health insurance at percentages of our total premium as follows: first eighteen months at 102.0%, next six months at 110.0%, and to age 65 at full cost (currently at 178.0% of our rate).

Employees Covered by Benefit Terms – At June 30, 2019, the following employees were covered by the benefit terms:

| | |
|--|-----|
| Active employees | 553 |
| Inactive employees or beneficiaries currently receiving benefit payments | 31 |
| Total | 584 |

The OPEB plan is closed to new entrants.

Total OPEB Obligation – Our total OPEB obligation of \$1,426,942 was measured as of June 30, 2019 and was determined based on an actuarial valuation as of June 30, 2018. We have set aside resources for the obligation by committing a portion of fund balance in the General Fund.

Actuarial Assumptions and Other Inputs – The total OPEB obligation in the June 30, 2018 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

| | |
|-----------------------------|--|
| Inflation | 2.3% |
| Discount rate | 3.9% |
| Healthcare cost trend rates | 5.7% for 2019, decreasing per year to an ultimate rate of 4.0% for 2085 and later years |

The discount rate was based on a yield or index rate for 20-year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher.

CANYONS SCHOOL DISTRICT

Notes to the Basic Financial Statements

Mortality rates were based on SOA RP-2014 White Collar Mortality, with adjustments for future improvement in mortality based on Scale MP-2017.

Demographic and other assumptions include a) retirement rates based on the rates used for employees with required age and service to retire under the Utah Retirement System and b) employee termination rates based on termination rates used in the actuarial valuation of the Utah Retirement System. Individual severance benefits nor any termination liability for COBRA are not included in this valuation.

The actuarial assumptions used in the June 30, 2018 valuation were based on the results of an actuarial experience study for the year then ended.

Changes in the Total OPEB Obligation

| | |
|--|----------------------------|
| Balance of total OPEB obligation at June 30, 2018 | \$ 1,190,929 |
| Changes for the year: | |
| Service cost | 25,234 |
| Interest | 44,300 |
| Changes in benefit terms | - |
| Differences between expected and actual experience | 114,453 |
| Changes in assumptions or other inputs | 271,636 |
| Benefit payments | <u>(219,610)</u> |
| Net changes | <u>236,013</u> |
| Balance of total OPEB obligation at June 30, 2019 | <u><u>\$ 1,426,942</u></u> |

No changes of benefit terms occurred in 2019.

Changes in assumptions and other inputs that occurred in the June 30, 2018 valuation include a reduction in the investment rate of return from 4.0% to 3.9% and modification of mortality rates.

Sensitivity of the Total OPEB Obligation to Changes in the Discount Rate – The following presents our total OPEB obligation calculated using the discount rate of 3.9%, as well as what our total OPEB obligation would be if it were calculated using a discount rate that is 1-percentage-point lower (2.9%) or 1-percentage-point higher (4.9%) than the current discount rate:

| | <u>1% Decrease (2.9%)</u> | <u>Discount Rate (3.9%)</u> | <u>1% Increase (4.9%)</u> |
|-----------------------|-------------------------------|---------------------------------|-------------------------------|
| Total OPEB obligation | <u>\$ 1,490,309</u> | <u>\$ 1,426,942</u> | <u>\$ 1,365,437</u> |

Sensitivity of the Total OPEB Obligation to Changes in the Healthcare Cost Trend Rate – The following presents our total OPEB liability calculated using the healthcare cost trend rate of 5.7% decreasing to 4.0%, as well as what our total OPEB liability would be if it were calculated using a healthcare cost trend rate that is 1-percentage-point lower (4.7% decreasing to 3.0%) or 1-percentage-point higher (6.7% decreasing to 5.0%) than the current healthcare cost trend rates:

CANYONS SCHOOL DISTRICT
Notes to the Basic Financial Statements

| | 1% Decrease (4.7% decreasing to 3.0%) | Healthcare Cost Trend Rates (5.7% decreasing to 4.0%) | 1% Increase (6.7% decreasing to 5.0%) |
|-----------------------|--|--|--|
| Total OPEB obligation | \$ 1,342,239 | \$ 1,426,942 | \$ 1,521,345 |

OPEB Expense and Deferred Outflows and Inflows of Resources Related to OPEB – For the year ended June 30, 2019, we recognized OPEB expense of \$69,534. At June 30, 2019, we reported the following deferred outflows of resources and deferred inflows of resources related to OPEB:

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|--|---|--|
| Differences between expected and actual experience | \$ 114,453 | \$ - |
| Changes of assumptions or other inputs | 271,636 | - |
| Total | \$ 386,089 | \$ - |

The amounts reported as deferred outflows of resources and deferred inflows of resources related to our retirement plan will be recognized in retirement expense as follows:

| Year Ending June 30, | Deferred Outflows (Inflows) of Resources |
|---------------------------------|---|
| 2020 | \$ 72,847 |
| 2021 | 72,847 |
| 2022 | 72,847 |
| 2023 | 72,847 |
| 2024 | 72,847 |
| Thereafter | 21,854 |

10. RISK MANAGEMENT

We maintain insurance coverage for general, automobile, personal injury, errors and omission, employee dishonesty, and malpractice liability up to \$1.5 million per occurrence through policies administered by the Utah State Risk Management Fund (the Fund). We also obtain insurance for our buildings, including those under construction, and contents against all insurable risks of direct physical loss or damage with the Fund. Property physical damage is insured to replacement value with a \$1,000 deductible; automobile physical damage is insured to actual value with a \$500 deductible; other liability is limited to the lesser of \$10 million or the statutory limit. Settled claims have not exceeded our insurance coverage for the past three years. The Fund is a public entity risk pool operated by the state for the benefit of state and local governments. We pay annual premiums to the Fund; the Fund obtains independent coverage for insured events, up to \$25 million per location.

CANYONS SCHOOL DISTRICT

Notes to the Basic Financial Statements

11. GRANTS

We receive significant financial assistance from federal and state governmental agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit by our independent external auditors and other governmental auditors. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable fund; our administration believes such disallowance, if any, would be insignificant.

12. TRANSFERS

During the year ended June 30, 2019, we transferred \$190,072 from the General Fund to the Canyons School District Education Foundation Special Revenue Fund to cover the administration expenditures of the Foundation. We also transferred \$300,000 from the Capital Outlay Fund to the Debt Service Fund to cover a portion of the principal and interest payments for the general obligation bonds.

13. LITIGATION AND COMPLIANCE

At certain times, claims or lawsuits are pending in which we are involved. Our counsel and insurance carriers estimate that our potential obligation resulting from such claims or litigation would not significantly affect the our financial statements.

14. SUBSEQUENT EVENTS

The District is planning on issuing another \$80.0 million of general obligation bonds during the first quarter of 2020. This money is necessary to finance the construction commitments throughout the District (see Note 4).

During October 2019, Union Middle School experienced a fire in one of its classrooms. There was extensive smoke damage to the entire building. The clean up and repairs are on-going as of the date of this report. The estimated cost is expected to be \$4.0 million. This loss is covered by insurance (see Note 10).

Required Supplemental Information

CANYONS SCHOOL DISTRICT**Schedules of the District's Proportionate Share of the Net Pension Liability (Asset) –****Utah Retirement Systems**

Last Five 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: | | | | | |
| 2018 | 3.8780162 % | \$ 144,282,258 | \$ 96,036,378 | 150.24 % | 84.1 % |
| 2017 | 3.8357792 % | 93,798,694 | 96,648,752 | 97.05 % | 89.2 % |
| 2016 | 3.7974335 % | 123,071,664 | 98,397,555 | 125.08 % | 84.9 % |
| 2015 | 3.8437375 % | 120,742,802 | 100,452,639 | 120.20 % | 84.5 % |
| 2014 | 3.8151778 % | 95,857,436 | 103,043,921 | 93.03 % | 87.2 % |
| Tier 2 Contributory System: | | | | | |
| 2018 | 3.7668784 % | \$ 1,613,273 | \$ 44,320,127 | 3.64 % | 90.8 % |
| 2017 | 3.5946577 % | 316,931 | 35,304,415 | 0.90 % | 97.4 % |
| 2016 | 3.4813235 % | 388,339 | 28,549,556 | 1.36 % | 95.1 % |
| 2015 | 3.5632870 % | (7,779) | 23,009,058 | (0.03)% | 100.2 % |
| 2014 | 4.0072976 % | (121,439) | 19,591,580 | (0.62)% | 103.5 % |

Refer to accompanying notes.

CANYONS SCHOOL DISTRICT**Schedules of District Contributions – Utah Retirement Systems**

Last Five 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: | | | | | |
| 2019 | \$ 20,476,206 | \$ 20,476,206 | \$ - | \$ 94,528,554 | 21.66 % |
| 2018 | 20,886,553 | 20,886,553 | - | 96,484,207 | 21.65 % |
| 2017 | 20,895,277 | 20,895,277 | - | 96,982,601 | 21.55 % |
| 2016 | 21,486,340 | 21,486,340 | - | 99,838,971 | 21.52 % |
| 2015 | 21,235,307 | 21,235,307 | - | 100,849,744 | 21.06 % |
| Tier 2 Contributory System: | | | | | |
| 2019 | \$ 8,980,052 | \$ 8,980,052 | \$ - | \$ 47,731,661 | 18.81 % |
| 2018 | 7,434,272 | 7,434,272 | - | 40,386,604 | 18.41 % |
| 2017 | 5,780,746 | 5,780,746 | - | 31,685,969 | 18.24 % |
| 2016 | 4,934,200 | 4,934,200 | - | 27,040,824 | 18.25 % |
| 2015 | 3,869,496 | 3,869,496 | - | 21,601,010 | 17.91 % |
| Tier 2 Defined Contribution Plan: | | | | | |
| 2019 | \$ 1,170,123 | \$ 1,170,123 | \$ - | \$ 11,675,125 | 10.02 % |
| 2018 | 1,035,382 | 1,035,382 | - | 10,333,120 | 10.02 % |
| 2017 | 889,923 | 889,923 | - | 8,841,022 | 10.07 % |
| 2016 | 684,204 | 684,204 | - | 6,822,629 | 10.03 % |
| 2015 | 562,849 | 562,849 | - | 5,553,900 | 10.13 % |

Refer to accompanying notes.

CANYONS SCHOOL DISTRICT
Schedule of Changes in the District's Total Retirement Liability and Related Ratios
Last Three Plan (Fiscal) Years

| | <u>2019</u> | <u>2018</u> | <u>2017</u> |
|--|-----------------------------|-----------------------------|-----------------------------|
| Total retirement liability - District retirement plan: | | | |
| Service cost | \$ 153,692 | \$ 147,781 | \$ 142,097 |
| Interest | 493,621 | 563,600 | 635,290 |
| Changes of benefit terms | - | - | - |
| Differences between expected and actual experience | (164,717) | - | - |
| Changes of assumptions and other inputs | 38,455 | - | - |
| Benefit payments | <u>(2,504,501)</u> | <u>(2,504,902)</u> | <u>(2,569,623)</u> |
| Net change in total retirement liability - District retirement plan | (1,983,450) | (1,793,521) | (1,792,236) |
| Total retirement liability – beginning | <u>13,426,607</u> | <u>15,220,128</u> | <u>17,012,364</u> |
| Total retirement liability – ending | <u><u>\$ 11,443,157</u></u> | <u><u>\$ 13,426,607</u></u> | <u><u>\$ 15,220,128</u></u> |
| Covered-employee payroll | \$ 28,118,773 | \$ 27,233,678 | \$ 26,569,442 |
| Total retirement liability as a percentage of covered-employee payroll | 40.7% | 49.3% | 57.3% |

CANYONS SCHOOL DISTRICT
Schedule of Changes in the District's Total OPEB Obligation and Related Ratios
Last Three Plan (Fiscal) Years

| | <u>2019</u> | <u>2018</u> | <u>2017</u> |
|---|----------------------------|----------------------------|----------------------------|
| Total OPEB obligation: | | | |
| Service cost | \$ 25,234 | \$ 24,263 | \$ 23,330 |
| Interest | 44,300 | 49,730 | 55,994 |
| Changes of benefit terms | - | - | - |
| Differences between expected and actual experience | 114,453 | - | - |
| Changes of assumptions and other inputs | 271,636 | - | - |
| Benefit payments | <u>(219,610)</u> | <u>(219,786)</u> | <u>(235,913)</u> |
| Net change in total OPEB obligation | 236,013 | (145,793) | (156,589) |
| Total OPEB obligation – beginning | <u>1,190,929</u> | <u>1,336,722</u> | <u>1,493,311</u> |
| Total OPEB obligation – ending | <u><u>\$ 1,426,942</u></u> | <u><u>\$ 1,190,929</u></u> | <u><u>\$ 1,336,722</u></u> |
| Covered-employee payroll | \$ 28,118,773 | \$ 27,233,678 | \$ 26,569,442 |
| Total OPEB obligation as a percentage of covered-employee payroll | 5.1% | 4.4% | 5.0% |

CANYONS SCHOOL DISTRICT

Notes to the Required Supplementary Information

A. Changes in Assumptions - Utah Retirement Systems

Assumptions for plan year 2018 remain unchanged from the prior year.

Amounts reported in plan year 2017 reflect the following assumption changes adopted from the January 1, 2017 valuation:

- The investment return assumption was decreased from 7.20% to 6.95%.
- The inflation assumption decreased from 2.60% to 2.50%.
- The life expectancy assumption increased for most groups.
- The wage inflation assumption decreased from 3.35% to 3.25%.
- The payroll growth assumption decreased from 3.10% to 3.00%

Amounts reported in plan year 2016 reflect the following assumption changes adopted from the January 1, 2016 valuation:

- The investment return assumption was decreased from 7.50% to 7.20%.
- The inflation rate was decreased from 2.75% to 2.60%.
- With the decrease in the assumed rate of inflation, both the payroll growth and wage inflation assumptions were decreased by 0.15% from the prior year's assumption.

Amounts reported in plan year 2015 reflect the following assumption changes adopted from the January 1, 2015 valuation:

- The wage inflation assumption for all employee groups was decreased from 3.75% to 3.50%.
- The payroll growth assumption was decreased from 3.50% to 3.25%.
- Other assumptions that were modified: rate of salary increases, post-retirement mortality, and certain demographics.

B. Schedules of the District's Proportional Share of the Net Pension Liability (Asset) – Utah Retirement Systems

These schedules only present information for the 2014 and subsequent measurement periods of the plans; prior-year information is not available.

C. Schedules of District Contributions – Utah Retirement Systems

These schedules only present information for our 2015 and subsequent reporting periods of the plans; prior-year information is not available.

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.

CANYONS SCHOOL DISTRICT
Notes to the Required Supplementary Information

D. Changes in Assumptions – District Retirement Plan

Amounts reported in plan year 2019 reflect the following assumption changes adopted from the June 30, 2018 valuation:

- The investment return assumption was decreased from 4.00% to 3.87%.
- Mortality rates were modified.

E. Schedules of Changes in the District's Total Retirement Liability and Related Ratios – District Retirement Plan

These schedules only present information for the 2017 and subsequent measurement periods of the plan; prior-year information is not available.

F. Changes in Assumptions – OPEB Plan

Amounts reported in plan year 2019 reflect the following assumption changes adopted from the June 30, 2018 valuation:

- The investment return assumption was decreased from 4.00% to 3.87%.
- Mortality rates were modified.

G. Schedules of Changes in the District's Total OPEB Liability and Related Ratios – OPEB Plan

These schedules only present information for the 2017 and subsequent measurement periods of the plan; prior-year information is not available.

Combining and Individual Fund Financial Statements and Schedules

Major Governmental Funds

General Fund

General Fund – This fund serves as the chief operating fund of the District. The General Fund is used to account for all financial resources except those required to be accounted for in another fund.

Debt Service Fund

Debt Service Fund – The purpose of this fund is to account for the accumulation of resources for, and payment of, principal, interest, and related costs of general obligation bonds.

Capital Outlay Fund

Capital Outlay Fund – The purpose of this fund is to account for the costs incurred in acquiring and improving sites, constructing and remodeling facilities, and procuring equipment necessary for providing quality education programs for all students within the District.

CANYONS SCHOOL DISTRICT
Comparative Balance Sheets
General Fund
A Major Governmental Fund
June 30, 2019 and 2018

| | 2019 | 2018 |
|---|-----------------------|-----------------------|
| Assets: | | |
| Cash and investments | \$ 100,514,587 | \$ 101,819,608 |
| Accounts receivable: | | |
| Property taxes | 115,575,160 | 96,875,937 |
| Local | 386,559 | 471,837 |
| State | 1,490,140 | 586,977 |
| Federal | 3,711,827 | 2,148,581 |
| Inventories | 1,371,874 | 1,583,901 |
| Total assets | <u>\$ 223,050,147</u> | <u>\$ 203,486,841</u> |
| Liabilities, deferred inflows of resources, and fund balances: | | |
| Liabilities: | | |
| Accounts and contracts payable | \$ 4,949,243 | \$ 3,543,532 |
| Accrued payroll and related benefits | 24,426,465 | 23,646,066 |
| Unearned revenue: | | |
| State | 2,627,605 | 3,524,084 |
| Federal | 152,554 | 405,914 |
| Total liabilities | <u>32,155,867</u> | <u>31,119,596</u> |
| Deferred inflows of resources: | | |
| Unavailable property tax revenue | 1,569,594 | 1,343,487 |
| Property taxes levied for future year | 114,394,720 | 96,061,234 |
| Total deferred inflows of resources | <u>115,964,314</u> | <u>97,404,721</u> |
| Fund balances: | | |
| Nonspendable: | | |
| Inventories | 1,371,873 | 1,583,901 |
| Committed to: | | |
| Economic stabilization | 14,742,221 | 13,429,656 |
| Employee benefit obligations | 15,257,478 | 18,633,033 |
| Contractual obligations | 1,440,004 | 915,568 |
| Assigned to: | | |
| Schools and programs | 7,815,062 | 7,890,060 |
| Self insurance/future building construction | 10,000,000 | 10,000,000 |
| Unassigned | 24,303,328 | 22,510,306 |
| Total fund balances | <u>74,929,966</u> | <u>74,962,524</u> |
| Total liabilities, deferred inflows of resources, and fund balances | <u>\$ 223,050,147</u> | <u>\$ 203,486,841</u> |

CANYONS SCHOOL DISTRICT
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
General Fund
A Major Governmental Fund
Fiscal Year Ended June 30, 2019 with Comparative Totals for 2018

| | 2019 | | | 2018 |
|--|---------------------------------------|-----------------------------|---------------------------------------|-----------------------------|
| | <u>Final Budgeted Amounts</u> | <u>Actual Amounts</u> | <u>Variance with Final Budget</u> | <u>Actual Amounts</u> |
| Revenues: | | | | |
| Property taxes | \$ 103,759,146 | \$ 103,803,198 | \$ 44,052 | \$ 98,149,895 |
| Interest earnings | 3,150,000 | 3,398,373 | 248,373 | 1,902,757 |
| Other local | 4,608,000 | 4,579,244 | (28,756) | 5,198,460 |
| State | 143,389,350 | 143,249,225 | (140,125) | 138,259,733 |
| Federal | 15,151,999 | 13,256,760 | (1,895,239) | 14,351,507 |
| Total revenues | <u>270,058,495</u> | <u>268,286,800</u> | <u>(1,771,695)</u> | <u>257,862,352</u> |
| Expenditures: | | | | |
| Current: | | | | |
| Salaries | 166,332,637 | 166,174,409 | 158,228 | 158,966,668 |
| Employee benefits | 71,227,869 | 69,140,113 | 2,087,756 | 66,873,516 |
| Purchased professional services | 5,104,120 | 5,013,019 | 91,101 | 5,675,401 |
| Purchased property services | 5,504,923 | 5,382,834 | 122,089 | 4,792,019 |
| Other purchased services | 1,634,984 | 1,523,183 | 111,801 | 1,365,395 |
| Supplies | 19,289,450 | 17,709,978 | 1,579,472 | 17,370,663 |
| Equipment | 3,298,744 | 2,952,095 | 346,649 | 2,505,715 |
| Other | 432,946 | 233,655 | 199,291 | 203,131 |
| Total expenditures | <u>272,825,673</u> | <u>268,129,286</u> | <u>4,696,387</u> | <u>257,752,508</u> |
| Excess (deficiency) of revenues over (under) expenditures | (2,767,178) | 157,514 | 2,924,692 | 109,844 |
| Other financing sources (uses): | | | | |
| Transfer out | <u>(210,872)</u> | <u>(190,072)</u> | <u>20,800</u> | <u>(161,357)</u> |
| Net change in fund balances | (2,978,050) | (32,558) | 2,945,492 | (51,513) |
| Fund balances – beginning | <u>74,962,524</u> | <u>74,962,524</u> | <u>-</u> | <u>75,014,037</u> |
| Fund balances – ending | <u><u>\$ 71,984,474</u></u> | <u><u>\$ 74,929,966</u></u> | <u><u>\$ 2,945,492</u></u> | <u><u>\$ 74,962,524</u></u> |

CANYONS SCHOOL DISTRICT
Comparative Balance Sheets
Debt Service Fund
A Major Governmental Fund
June 30, 2019 and 2018

| | <u>2019</u> | <u>2018</u> |
|---|-----------------------------|-----------------------------|
| Assets: | | |
| Cash and investments | \$ 2,123,513 | \$ 3,298,503 |
| Accounts receivable: | | |
| Property taxes | <u>37,127,095</u> | <u>34,740,004</u> |
| Total assets | <u><u>\$ 39,250,608</u></u> | <u><u>\$ 38,038,507</u></u> |
| Deferred inflows of resources and fund balances: | | |
| Deferred inflows of resources: | | |
| Unavailable property tax revenue | \$ 507,263 | \$ 550,688 |
| Property taxes levied for future year | <u>36,755,702</u> | <u>34,462,460</u> |
| Total deferred inflows of resources | 37,262,965 | 35,013,148 |
| Fund balances: | | |
| Restricted for: | | |
| Debt service | <u>1,987,643</u> | <u>3,025,359</u> |
| Total deferred inflows of resources and fund balances | <u><u>\$ 39,250,608</u></u> | <u><u>\$ 38,038,507</u></u> |

CANYONS SCHOOL DISTRICT
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Debt Service Fund
A Major Governmental Fund
Fiscal Year Ended June 30, 2019 with Comparative Totals for 2018

| | 2019 | | | 2018 |
|---|------------------------------|---------------------|-------------------------------|---------------------|
| | Final Budgeted Amounts | Actual Amounts | Variance with Final Budget | Actual Amounts |
| Revenues: | | | | |
| Property taxes | \$ 36,041,889 | \$ 36,094,517 | \$ 52,628 | \$ 29,575,156 |
| Interest earnings | 618,000 | 565,127 | (52,873) | 294,707 |
| Total revenues | 36,659,889 | 36,659,644 | (245) | 29,869,863 |
| Expenditures: | | | | |
| Debt service: | | | | |
| Bond principal | 23,920,000 | 23,920,000 | - | 19,355,000 |
| Bond interest | 14,074,815 | 14,074,815 | - | 12,012,029 |
| Paying agent fees and other | 9,000 | 2,545 | 6,455 | 2,532 |
| Total expenditures | 38,003,815 | 37,997,360 | 6,455 | 31,369,561 |
| Excess (deficiency) of revenues over (under) expenditures / net change in fund balances | (1,343,926) | (1,337,716) | 6,210 | (1,499,698) |
| Other financing sources (uses): | | | | |
| Transfer in | 300,000 | 300,000 | - | 1,400,000 |
| Net change in fund balances | (1,043,926) | (1,037,716) | 6,210 | (99,698) |
| Fund balances – beginning | 3,025,359 | 3,025,359 | - | 3,125,057 |
| Fund balances – ending | <u>\$ 1,981,433</u> | <u>\$ 1,987,643</u> | <u>\$ 6,210</u> | <u>\$ 3,025,359</u> |

CANYONS SCHOOL DISTRICT
Comparative Balance Sheets
Capital Outlay Fund
A Major Governmental Fund
June 30, 2019 and 2018

| | <u>2019</u> | <u>2018</u> |
|---|-----------------------|-----------------------|
| Assets: | | |
| Cash and investments | \$ 122,069,021 | \$ 89,250,718 |
| Accounts receivable: | | |
| Property taxes | 20,342,110 | 19,524,316 |
| Local | 366 | 5,073 |
| State | 34,456 | - |
| Total assets | <u>\$ 142,445,953</u> | <u>\$ 108,780,107</u> |
| Liabilities, deferred inflows of resources, and fund balances: | | |
| Liabilities: | | |
| Accounts and contracts payable | \$ 24,050,919 | \$ 10,316,817 |
| Deferred inflows of resources: | | |
| Unavailable property tax revenue | 310,066 | 354,315 |
| Property taxes levied for future year | 20,108,843 | 19,268,221 |
| Total deferred inflows of resources | 20,418,909 | 19,622,536 |
| Fund balances: | | |
| Restricted for: | | |
| Capital outlay | 97,976,125 | 78,840,754 |
| Total liabilities, deferred inflows of resources, and fund balances | <u>\$ 142,445,953</u> | <u>\$ 108,780,107</u> |

CANYONS SCHOOL DISTRICT
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Capital Outlay Fund
A Major Governmental Fund
Fiscal Year Ended June 30, 2019 with Comparative Totals for 2018

| | 2019 | | | 2018 |
|--|---------------------------------------|---------------------------|---------------------------------------|---------------------------|
| | Final Budgeted Amounts | Actual Amounts | Variance with Final Budget | Actual Amounts |
| Revenues: | | | | |
| Local: | | | | |
| Property taxes | \$ 20,862,292 | \$ 20,882,913 | \$ 20,621 | \$ 20,113,691 |
| Interest earnings | 3,502,000 | 3,726,090 | 224,090 | 1,555,528 |
| Other | 90,000 | 85,049 | (4,951) | 18,992 |
| Total local | 24,454,292 | 24,694,052 | 239,760 | 21,688,211 |
| State: | | | | |
| State enrollment growth | 61,605 | 61,604 | (1) | 102,589 |
| Federal: | | | | |
| Federal energy grant | - | - | - | 268,653 |
| Total revenues | 24,515,897 | 24,755,656 | 239,759 | 22,059,453 |
| Expenditures: | | | | |
| Capital outlay: | | | | |
| Sites and improvements | 2,037,000 | 2,328,948 | (291,948) | 8,714,172 |
| Buildings and improvements | 112,988,721 | 86,267,925 | 26,720,796 | 29,374,252 |
| Equipment and vehicles | 7,742,347 | 3,550,522 | 4,191,825 | 8,420,307 |
| Other capital outlay | 11,225,802 | 9,150,536 | 2,075,266 | 9,497,079 |
| Total expenditures | 133,993,870 | 101,297,931 | 32,695,939 | 56,005,810 |
| Excess (deficiency) of revenues over (under) expenditures | (109,477,973) | (76,542,275) | 32,935,698 | (33,946,357) |
| Other financing sources (uses): | | | | |
| General obligation bonds issued | 74,995,000 | 74,995,000 | - | 49,000,000 |
| Premiums on bonds issued | 4,826,455 | 4,826,455 | - | 3,173,234 |
| Transfer out | (300,000) | (300,000) | - | (1,400,000) |
| Special item - proceeds from sale of property | 16,128,052 | 16,156,191 | 28,139 | - |
| Total other financing sources (uses) and special item | 95,649,507 | 95,677,646 | 28,139 | 50,773,234 |
| Net change in fund balances | (13,828,466) | 19,135,371 | 32,963,837 | 16,826,877 |
| Fund balances - beginning | 78,840,754 | 78,840,754 | - | 62,013,877 |
| Fund balances - ending | <u>\$ 65,012,288</u> | <u>\$ 97,976,125</u> | <u>\$ 32,963,837</u> | <u>\$ 78,840,754</u> |



Nonmajor Governmental Funds

Special Revenue Funds

Nutrition Services Fund – The purpose of this fund is to account for the food services activities of the District as required by state and federal law. Financing is provided by local sales along with substantial subsidies from the State of Utah and the U.S. Department of Agriculture.

Student Activities Fund – The purpose of this fund is to account for the co-curricular and extra-curricular activities in the schools. This fund includes all monies that flow through the individual school checking accounts including athletic programs, class fees, vending receipts, etc. The monies in this fund are owned by the District.

Pass-Through Taxes Fund – The purpose of this fund is to account for the property taxes that are collected under the District's taxing authority, but are sent directly to community and redevelopment agencies. The intention of these taxes is to assist the municipalities in growing the infrastructure and thereby attract businesses, which in turn, will increase the District's tax base in future years. Effective January 1, 2017, property taxes levied by the District for charter schools are also reported in this fund. The fund balance will always be zero as the District does not possess these funds.

Canyons School District Education Foundation Fund – The purpose of this fund is to account for donations received from the private sector which are used to enhance public education programs within the District.

CANYONS SCHOOL DISTRICT
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2019

| | Special Revenue | | | | Total Nonmajor Governmental Funds |
|--|-----------------------|-----------------------|-----------------------|-------------------------|--|
| | Nutrition Services | Student Activities | Pass-Through Taxes | Education Foundation | |
| Assets: | | | | | |
| Cash and investments | \$ 2,176,418 | \$ 8,501,771 | \$ - | \$ 935,634 | \$ 11,613,823 |
| Accounts receivable: | | | | | |
| Property taxes | - | - | 15,848,189 | - | 15,848,189 |
| Local | 7,589 | - | - | 566 | 8,155 |
| State of Utah | 691,292 | - | - | - | 691,292 |
| Federal government | 96,425 | - | - | - | 96,425 |
| Inventories | 470,324 | - | - | - | 470,324 |
| Total assets | <u>\$ 3,442,048</u> | <u>\$ 8,501,771</u> | <u>\$ 15,848,189</u> | <u>\$ 936,200</u> | <u>\$ 28,728,208</u> |
| Liabilities, and fund balances: | | | | | |
| Liabilities: | | | | | |
| Accounts and contracts payable | \$ 21,872 | \$ 714,001 | \$ - | \$ 12,740 | \$ 748,613 |
| Accrued payroll and related benefits | 251,030 | - | - | - | 251,030 |
| Unearned revenue: | | | | | |
| Local | 435,564 | 56,636 | - | - | 492,200 |
| Total liabilities | <u>708,466</u> | <u>770,637</u> | <u>-</u> | <u>12,740</u> | <u>1,491,843</u> |
| Deferred inflows of resources: | | | | | |
| Unavailable property tax revenue | - | - | 195,653 | - | 195,653 |
| Property taxes levied for future year | - | - | 15,652,536 | - | 15,652,536 |
| Total deferred inflows of resources | <u>-</u> | <u>-</u> | <u>15,848,189</u> | <u>-</u> | <u>15,848,189</u> |
| Fund balances: | | | | | |
| Nonspendable: | | | | | |
| Inventories | 470,325 | - | - | - | 470,325 |
| Restricted for: | | | | | |
| Nutrition services | 2,263,257 | - | - | - | 2,263,257 |
| Scholarships | - | - | - | 209,615 | 209,615 |
| Committed to: | | | | | |
| Schools | - | 7,731,134 | - | - | 7,731,134 |
| Foundation | - | - | - | 713,845 | 713,845 |
| Total fund balances | <u>2,733,582</u> | <u>7,731,134</u> | <u>-</u> | <u>923,460</u> | <u>11,388,176</u> |
| Total liabilities, deferred inflows of resources, and fund balances | <u>\$ 3,442,048</u> | <u>\$ 8,501,771</u> | <u>\$ 15,848,189</u> | <u>\$ 936,200</u> | <u>\$ 28,728,208</u> |

CANYONS SCHOOL DISTRICT
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
Fiscal Year Ended June 30, 2019

| | Special Revenue | | | | Total Nonmajor Governmental Funds |
|---|-------------------------------|-------------------------------|-------------------------------|---------------------------------|--|
| | Nutrition Services | Student Activities | Pass-Through Taxes | Education Foundation | |
| Revenues: | | | | | |
| Property taxes | \$ - | \$ - | \$ 12,781,299 | \$ - | \$ 12,781,299 |
| Tuitions, fees, and admissions | - | 4,504,948 | - | - | 4,504,948 |
| Lunch sales | 3,772,242 | - | - | - | 3,772,242 |
| Interest earnings | 57,312 | 39,970 | - | 6,061 | 103,343 |
| Other local | 99,775 | 6,918,198 | - | 879,324 | 7,897,297 |
| State | 2,455,119 | - | - | - | 2,455,119 |
| Federal | 6,366,867 | - | - | - | 6,366,867 |
| Total revenues | 12,751,315 | 11,463,116 | 12,781,299 | 885,385 | 37,881,115 |
| Expenditures: | | | | | |
| Current: | | | | | |
| Instruction | - | 11,021,714 | - | 756,082 | 11,777,796 |
| Nutrition services | 12,826,259 | - | - | - | 12,826,259 |
| Contributions to other governments | - | - | 12,781,299 | - | 12,781,299 |
| Total expenditures | 12,826,259 | 11,021,714 | 12,781,299 | 756,082 | 37,385,354 |
| Excess (deficiency) of revenues over (under) expenditures | (74,944) | 441,402 | - | 129,303 | 495,761 |
| Other financing sources: | | | | | |
| Transfer in | - | - | - | 190,072 | 190,072 |
| Net change in fund balances | (74,944) | 441,402 | - | 319,375 | 685,833 |
| Fund balances – beginning | 2,808,526 | 7,289,732 | - | 604,085 | 10,702,343 |
| Fund balances – ending | \$ 2,733,582 | \$ 7,731,134 | \$ - | \$ 923,460 | \$ 11,388,176 |

CANYONS SCHOOL DISTRICT
Comparative Balance Sheets
Nutrition Services Fund
A Nonmajor Special Revenue Fund
June 30, 2019 and 2018

| | <u>2019</u> | <u>2018</u> |
|---------------------------------------|---------------------|---------------------|
| Assets: | | |
| Cash and investments | \$ 2,176,418 | \$ 2,341,834 |
| Accounts receivable: | | |
| Local | 7,589 | 4,553 |
| State | 691,292 | 565,202 |
| Federal | 96,425 | 129,858 |
| Inventories | 470,324 | 475,300 |
| Total assets | <u>\$ 3,442,048</u> | <u>\$ 3,516,747</u> |
| Liabilities and fund balances: | | |
| Liabilities: | | |
| Accounts and contracts payable | \$ 21,872 | \$ 69,181 |
| Accrued payroll and related benefits | 251,030 | 242,856 |
| Unearned revenue, local | 435,564 | 396,184 |
| Total liabilities | <u>708,466</u> | <u>708,221</u> |
| Fund balances: | | |
| Nonspendable: | | |
| Inventories | 470,325 | 475,300 |
| Restricted for: | | |
| Nutrition services | 2,263,257 | 2,333,226 |
| Total fund balances | <u>2,733,582</u> | <u>2,808,526</u> |
| Total liabilities and fund balances | <u>\$ 3,442,048</u> | <u>\$ 3,516,747</u> |

CANYONS SCHOOL DISTRICT
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Nutrition Services Fund
A Nonmajor Special Revenue Fund
Fiscal Year Ended June 30, 2019 with Comparative Totals for 2018

| | 2019 | | | 2018 |
|--------------------------------------|------------------------------|-------------------|-------------------------------|-------------------|
| | Final Budgeted Amounts | Actual Amounts | Variance with Final Budget | Actual Amounts |
| Revenues: | | | | |
| Local: | | | | |
| Lunch sales – students | \$ 4,014,900 | \$ 3,722,287 | \$ (292,613) | \$ 3,786,386 |
| Lunch sales – adult | 105,000 | 49,955 | (55,045) | 107,997 |
| Interest earnings | 54,000 | 57,312 | 3,312 | 44,156 |
| Other | 109,500 | 99,775 | (9,725) | 99,320 |
| Total local | 4,283,400 | 3,929,329 | (354,071) | 4,037,859 |
| State: | | | | |
| State lunch program | 2,214,000 | 2,455,119 | 241,119 | 2,192,123 |
| Federal: | | | | |
| Lunch program | 1,058,000 | 1,046,248 | (11,752) | 1,053,015 |
| Free and reduced meals reimbursement | 3,331,500 | 3,453,668 | 122,168 | 3,315,001 |
| Breakfast program | 973,000 | 855,756 | (117,244) | 968,517 |
| Other food programs | 44,100 | 18,726 | (25,374) | 28,737 |
| Commodity program | 984,750 | 992,469 | 7,719 | 985,857 |
| Total federal | 6,391,350 | 6,366,867 | (24,483) | 6,351,127 |
| Total revenues | 12,888,750 | 12,751,315 | (137,435) | 12,581,109 |
| Expenditures: | | | | |
| Current: | | | | |
| Salaries | 5,059,641 | 4,838,251 | 221,390 | 4,872,233 |
| Employee benefits | 1,567,364 | 1,568,371 | (1,007) | 1,588,953 |
| Purchased services | 19,100 | 10,540 | 8,560 | 14,295 |
| Supplies | 180,800 | 157,255 | 23,545 | 188,814 |
| Food | 5,521,350 | 5,440,735 | 80,615 | 5,015,367 |
| Equipment | 80,000 | 34,923 | 45,077 | 46,026 |
| Other | 804,000 | 776,184 | 27,816 | 1,167,109 |
| Total expenditures | 13,232,255 | 12,826,259 | 405,996 | 12,892,797 |
| Net change in fund balances | (343,505) | (74,944) | 268,561 | (311,688) |
| Fund balances – beginning | 2,808,526 | 2,808,526 | - | 3,120,214 |
| Fund balances – ending | \$ 2,465,021 | \$ 2,733,582 | \$ 268,561 | \$ 2,808,526 |

CANYONS SCHOOL DISTRICT
Comparative Balance Sheets
Student Activities Fund
A Nonmajor Special Revenue Fund
June 30, 2019 and 2018

| | <u>2019</u> | <u>2018</u> |
|---------------------------------------|---------------------|---------------------|
| Assets: | | |
| Cash and investments | <u>\$ 8,501,771</u> | <u>\$ 8,345,711</u> |
| Liabilities and fund balances: | | |
| Liabilities: | | |
| Accounts and contracts payable | \$ 714,001 | \$ 840,309 |
| Unearned revenue, local | <u>56,636</u> | <u>215,670</u> |
| Total liabilities | <u>770,637</u> | <u>1,055,979</u> |
| Fund balances: | | |
| Committed to: | | |
| Schools | <u>7,731,134</u> | <u>7,289,732</u> |
| Total liabilities and fund balances | <u>\$ 8,501,771</u> | <u>\$ 8,345,711</u> |

CANYONS SCHOOL DISTRICT
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Student Activities Fund
A Nonmajor Special Revenue Fund
Fiscal Year Ended June 30, 2019 with Comparative Totals for 2018

| | 2019 | | | 2018 |
|----------------------------------|---------------------------------------|---------------------------|---------------------------------------|---------------------------|
| | Final Budgeted Amounts | Actual Amounts | Variance with Final Budget | Actual Amounts |
| Revenues: | | | | |
| Local: | | | | |
| Student fees | \$ 4,768,822 | \$ 4,504,948 | \$ (263,874) | \$ 4,178,792 |
| Other | 111,200 | 203,413 | 92,213 | 60,619 |
| Fundraisers and donations | 7,080,932 | 6,714,785 | (366,147) | 7,148,305 |
| Interest earnings | 38,309 | 39,970 | 1,661 | 42,568 |
| Total revenues | <u>11,999,263</u> | <u>11,463,116</u> | <u>(536,147)</u> | <u>11,430,284</u> |
| Expenditures: | | | | |
| Current: | | | | |
| Salaries and benefits | 39,019 | 63,022 | (24,003) | - |
| Purchased services | 4,627,770 | 4,211,508 | 416,262 | 4,407,400 |
| Supplies | 5,279,041 | 5,309,134 | (30,093) | 5,027,658 |
| Equipment | 275,550 | 261,189 | 14,361 | 262,429 |
| Other | 1,070,830 | 1,176,861 | (106,031) | 1,054,255 |
| Total expenditures | <u>11,292,210</u> | <u>11,021,714</u> | <u>294,499</u> | <u>10,751,742</u> |
| Net change in fund balances | 707,053 | 441,402 | (241,648) | 678,542 |
| Fund balances – beginning | <u>7,289,732</u> | <u>7,289,732</u> | <u>-</u> | <u>6,611,190</u> |
| Fund balances – ending | <u>\$ 7,996,785</u> | <u>\$ 7,731,134</u> | <u>\$ (241,648)</u> | <u>\$ 7,289,732</u> |

CANYONS SCHOOL DISTRICT
Balance Sheet
Pass-Through Taxes Fund
A Nonmajor Special Revenue Fund
June 30, 2019 and 2018

| | <u>2019</u> | <u>2018</u> |
|---|----------------------|----------------------|
| Assets: | | |
| Accounts receivable: | | |
| Property taxes | <u>\$ 15,848,189</u> | <u>\$ 13,380,655</u> |
| Deferred inflows of resources and fund balances: | | |
| Deferred inflows of resources: | | |
| Unavailable property tax revenue | \$ 195,653 | \$ 197,883 |
| Property taxes levied for future year | <u>15,652,536</u> | <u>13,182,772</u> |
| Total deferred inflows of resources | <u>15,848,189</u> | <u>13,380,655</u> |
| Fund balances: | | |
| Assigned to: | | |
| Other governments | <u>-</u> | <u>-</u> |
| Total deferred inflows of resources and fund balances | <u>\$ 15,848,189</u> | <u>\$ 13,380,655</u> |

CANYONS SCHOOL DISTRICT
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Pass-Through Taxes Fund
A Nonmajor Special Revenue Fund
Fiscal Year Ended June 30, 2019 with Comparative Totals for 2018

| | 2019 | | | 2018 |
|--|---------------------------------------|---------------------------|---------------------------------------|---------------------------|
| | Final Budgeted Amounts | Actual Amounts | Variance with Final Budget | Actual Amounts |
| Revenues: | | | | |
| Local: | | | | |
| Property taxes | \$ 13,251,360 | \$ 12,781,299 | \$ (470,061) | \$ 12,269,778 |
| Expenditures: | | | | |
| Contributions to other governments: | | | | |
| Redevelopment agencies | 11,571,386 | 11,101,325 | 470,061 | 10,119,968 |
| Charter schools | 1,679,974 | 1,679,974 | - | 2,149,810 |
| Total contributions to other governments | 13,251,360 | 12,781,299 | 470,061 | 12,269,778 |
| Net change in fund balances | - | - | - | - |
| Fund balances – beginning | - | - | - | - |
| Fund balances – ending | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

CANYONS SCHOOL DISTRICT
Comparative Balance Sheets
Canyons School District Education Foundation Fund
A Nonmajor Special Revenue Fund
June 30, 2019 and 2018

| | <u>2019</u> | <u>2018</u> |
|---------------------------------------|-------------------|-------------------|
| Assets: | | |
| Cash and investments | \$ 935,634 | \$ 610,041 |
| Accounts receivable, local | 566 | 7,615 |
| Total assets | <u>\$ 936,200</u> | <u>\$ 617,656</u> |
| Liabilities and fund balances: | | |
| Liabilities: | | |
| Accounts and contracts payable | <u>\$ 12,740</u> | <u>\$ 13,571</u> |
| Fund balances: | | |
| Restricted for: | | |
| Scholarships | 209,615 | 201,160 |
| Committed to: | | |
| Foundation | <u>713,845</u> | <u>402,925</u> |
| Total liabilities and fund balances | <u>\$ 936,200</u> | <u>\$ 617,656</u> |

CANYONS SCHOOL DISTRICT
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Canyons School District Education Foundation Fund
A Nonmajor Special Revenue Fund
Fiscal Year Ended June 30, 2019 with Comparative Totals for 2018

| | 2019 | | | 2018 |
|--|---------------------------------------|---------------------------|---------------------------------------|---------------------------|
| | Final Budgeted Amounts | Actual Amounts | Variance with Final Budget | Actual Amounts |
| Revenues: | | | | |
| Local: | | | | |
| Contributions | \$ 860,000 | \$ 879,324 | \$ 19,324 | \$ 569,230 |
| Interest earnings | 24,341 | 6,061 | (18,280) | 27,044 |
| Total revenues | 884,341 | 885,385 | 1,044 | 596,274 |
| Expenditures: | | | | |
| Current: | | | | |
| Salaries | 133,064 | 132,099 | 965 | 115,323 |
| Employee benefits | 39,909 | 41,933 | (2,024) | 32,770 |
| Purchased services | 29,600 | 18,443 | 11,157 | 11,534 |
| Supplies donated to schools | 614,800 | 563,607 | 51,193 | 542,578 |
| Total expenditures | 817,373 | 756,082 | 61,291 | 702,205 |
| Excess (deficiency) of revenues over (under) expenditures | 66,968 | 129,303 | 62,335 | (105,931) |
| Other financing sources: | | | | |
| Transfer in | 210,872 | 190,072 | (20,800) | 161,357 |
| Net change in fund balance | 277,840 | 319,375 | 41,535 | 55,426 |
| Fund balances – beginning | 604,085 | 604,085 | - | 548,659 |
| Fund balances – ending | <u>\$ 881,925</u> | <u>\$ 923,460</u> | <u>\$ 41,535</u> | <u>\$ 604,085</u> |



Proprietary Fund

Internal Service Fund

Self-Insurance Fund – The purpose of this fund is to account for the costs of the District's self-insured plans for medical insurance and industrial insurance. Annual premiums are charged to the other funds based upon total projected expenses. Benefit payments plus an administrative charge are made to third-party administrators who approve and process all claims.

CANYONS SCHOOL DISTRICT
Comparative Statements of Fund Net Position
Self-Insurance Fund
An Internal Service Fund
June 30, 2019 and 2018

| | <u>2019</u> | <u>2018</u> |
|----------------------------|----------------------------|----------------------------|
| Assets: | | |
| Current assets: | | |
| Cash and investments | \$ 11,775,910 | \$ 8,845,830 |
| Accounts receivable, local | <u>407,692</u> | <u>235,164</u> |
| Total assets | <u>12,183,602</u> | <u>9,080,994</u> |
| Liabilities: | | |
| Current liabilities: | | |
| Claims payable | <u>4,356,259</u> | <u>5,521,056</u> |
| Net position: | | |
| Unrestricted | <u><u>\$ 7,827,343</u></u> | <u><u>\$ 3,559,938</u></u> |

CANYONS SCHOOL DISTRICT
Comparative Statements of Revenues, Expenses, and Changes in Fund Net Position
Self-Insurance Fund
An Internal Service Fund
Fiscal Years Ended June 30, 2019 and 2018

| | <u>2019</u> | <u>2018</u> |
|---|----------------------------|----------------------------|
| Operating revenues: | | |
| Insurance premiums charged to other funds | \$ 29,139,756 | \$ 27,987,076 |
| Operating expenses: | | |
| Medical claims | 17,363,399 | 18,338,212 |
| Prescription claims | 5,878,790 | 5,939,569 |
| Industrial insurance claims | 323,613 | 507,856 |
| Reinsurance premiums | 608,181 | 710,183 |
| Administration and other | 872,931 | 1,424,549 |
| Total operating expenses | <u>25,046,914</u> | <u>26,920,369</u> |
| Operating income | 4,092,842 | 1,066,707 |
| Nonoperating income: | | |
| Interest earnings | 174,563 | 61,770 |
| Change in net position | 4,267,405 | 1,128,477 |
| Net position – beginning | <u>3,559,938</u> | <u>2,431,461</u> |
| Net position – ending | <u><u>\$ 7,827,343</u></u> | <u><u>\$ 3,559,938</u></u> |

CANYONS SCHOOL DISTRICT
Comparative Statements of Fund Cash Flows
Self-Insurance Fund
An Internal Service Fund
Fiscal Years Ended June 30, 2019 and 2018

| | <u>2019</u> | <u>2018</u> |
|---|----------------------|---------------------|
| Cash flows from operating activities: | | |
| Receipts from interfund services provided | \$ 28,967,228 | \$ 27,902,558 |
| Payments to suppliers | (872,931) | (1,424,549) |
| Payments for reinsurance | (608,181) | (710,183) |
| Payments for medical fees and insurance claims | (24,730,599) | (23,438,681) |
| Net cash provided by operating activities | 2,755,517 | 2,329,145 |
| Cash flows from investing activities: | | |
| Interest received | 174,563 | 61,770 |
| Net increase in cash and cash equivalents | 2,930,080 | 2,390,915 |
| Cash and cash equivalents – beginning | 8,845,830 | 6,454,915 |
| Cash and cash equivalents – ending | <u>\$ 11,775,910</u> | <u>\$ 8,845,830</u> |
| (Displayed on statements of fund net position as Cash and investments) | | |
| Reconciliation of operating income to net cash provided by operating activities: | | |
| Operating income | \$ 4,092,842 | \$ 1,066,707 |
| Adjustments to reconcile operating income to net cash provided by operating activities: | | |
| Increase in accounts receivable | (172,528) | (84,518) |
| Increase (decrease) in claims payable | (1,164,797) | 1,346,956 |
| Net cash provided by operating activities | <u>\$ 2,755,517</u> | <u>\$ 2,329,145</u> |
| Noncash investing, capital, and financing activities | none | none |

Statistical Section

CANYONS SCHOOL DISTRICT
Statistical Section
Table of Contents

This part of the District's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the District's overall financial health.

| Contents | Pages |
|--|--------------|
| Financial Trends..... These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time. | 95-101 |
| Revenue Capacity..... These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax. | 102-106 |
| Debt Capacity..... These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future. | 107-111 |
| Demographic and Economic Information..... These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place. | 112-113 |
| Operating Information..... These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs. | 114-124 |

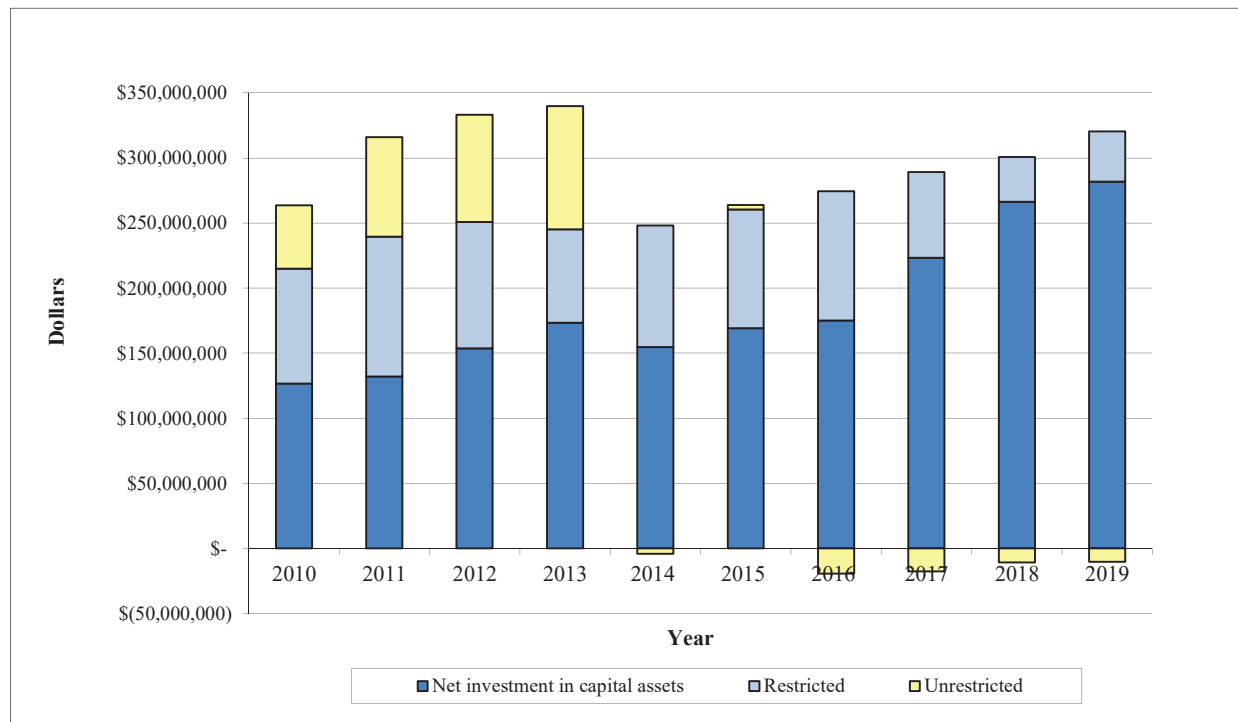
CANYONS SCHOOL DISTRICT
Comparative Statements of Net Position
Last Ten Fiscal Years
(Accrual basis of accounting)

| | 2010 | 2011 | 2012 | 2013 | 2014* | 2015* | 2016** | 2017** | 2018 | 2019 |
|---|----------------|----------------|----------------|----------------|----------------|---------------|---------------|---------------|---------------|----------------|
| Assets: | | | | | | | | | | |
| Cash and investments | \$ 163,563,149 | \$ 279,091,765 | \$ 224,769,239 | \$ 206,981,706 | \$ 237,365,773 | \$252,371,030 | \$227,774,567 | \$188,535,736 | \$214,512,245 | \$ 248,096,854 |
| Accounts receivable: | | | | | | | | | | |
| Property taxes | 108,420,842 | 104,838,718 | 115,394,776 | 116,107,137 | 117,687,370 | 142,161,580 | 143,825,739 | 152,495,667 | 164,520,912 | 188,892,554 |
| Local | 2,456,810 | 394,746 | 148,813 | 428,156 | 994,755 | 436,458 | 334,349 | 486,752 | 724,242 | 802,772 |
| State | 301,764 | 1,292,365 | 987,420 | 1,310,975 | 1,592,564 | 1,383,664 | 1,493,340 | 2,509,644 | 1,152,179 | 2,215,888 |
| Federal | 10,230,693 | 7,743,628 | 4,945,685 | 3,755,609 | 3,894,983 | 3,811,301 | 3,771,193 | 4,779,142 | 2,278,439 | 3,808,252 |
| Inventories | 2,276,203 | 1,908,650 | 1,899,895 | 1,484,609 | 1,904,801 | 2,203,118 | 1,849,091 | 1,756,979 | 2,059,201 | 1,842,198 |
| Prepaid expenses | 354,440 | 400,000 | 400,000 | - | - | - | - | - | - | - |
| Net retirement/OPEB asset - District retirement plans | - | 3,333,946 | 4,657,138 | 5,598,718 | 7,109,793 | 8,408,571 | - | - | - | - |
| Net pension asset - state retirement plans | - | - | - | - | - | 121,439 | 7,779 | - | - | - |
| Capital assets: | | | | | | | | | | |
| Sites and construction in progress | 16,233,014 | 22,531,653 | 102,267,489 | 165,200,417 | 36,229,224 | 69,638,678 | 66,435,889 | 94,413,305 | 70,354,499 | 121,348,717 |
| Buildings and other capital assets, net of accumulated depreciation | 263,568,577 | 250,732,635 | 237,443,565 | 238,524,816 | 390,677,195 | 385,749,788 | 410,878,061 | 419,175,230 | 469,195,961 | 473,751,597 |
| Total assets | 567,405,492 | 672,268,106 | 692,904,020 | 759,392,134 | 797,456,458 | 866,285,627 | 856,370,008 | 864,152,455 | 924,797,678 | 1,040,758,832 |
| Deferred outflows of resources: | | | | | | | | | | |
| Related to pensions, OPEB, and retirement | - | - | - | - | 12,148,079 | 14,755,533 | 45,610,787 | 50,899,376 | 55,212,014 | 57,456,203 |
| Deferred charges on refunding | 1,297,766 | 929,639 | 561,509 | 374,341 | 4,748,467 | 4,154,909 | 3,561,351 | 2,967,793 | 2,374,235 | 1,780,677 |
| Total deferred outflows of resources | 1,297,766 | 929,639 | 561,509 | 374,341 | 16,896,546 | 18,910,442 | 49,172,138 | 53,867,169 | 57,586,249 | 59,236,880 |
| Liabilities: | | | | | | | | | | |
| Accounts and contracts payable | 3,704,011 | 5,893,637 | 19,212,526 | 16,696,539 | 7,294,924 | 9,633,835 | 9,907,435 | 12,459,145 | 14,783,410 | 29,748,775 |
| Accrued payroll and related benefits | 19,213,874 | 19,652,875 | 20,239,012 | 21,745,992 | 22,071,478 | 21,966,727 | 22,946,107 | 22,339,979 | 23,888,922 | 24,677,495 |
| Accrued interest | 267,574 | 336,304 | 303,122 | 363,514 | 439,029 | 498,282 | 470,406 | 433,303 | 468,583 | 554,101 |
| Unearned revenue: | | | | | | | | | | |
| Local | 499,463 | 226,534 | 324,947 | 418,229 | 271,974 | 449,502 | 526,421 | 584,194 | 611,854 | 492,200 |
| State | 13,103,802 | 12,359,529 | 11,074,133 | 9,371,194 | 7,506,696 | 6,443,325 | 4,889,980 | 4,829,567 | 3,524,084 | 2,627,605 |
| Federal | 749,756 | 2,976,016 | 2,763,187 | 2,253,302 | 1,694,778 | 1,411,939 | 988,452 | 468,940 | 405,914 | 152,554 |
| Long-term liabilities: | | | | | | | | | | |
| Portion due or payable within one year | 21,487,049 | 24,374,559 | 22,719,554 | 20,733,583 | 20,430,724 | 20,969,340 | 21,434,934 | 22,122,742 | 29,857,169 | 28,851,181 |
| Portion due or payable after one year | 141,368,804 | 190,758,206 | 173,259,013 | 235,258,982 | 395,791,677 | 411,452,474 | 435,519,277 | 416,442,329 | 409,410,912 | 513,077,838 |
| Total liabilities | 200,394,333 | 256,577,660 | 249,895,494 | 306,841,335 | 455,501,280 | 472,825,424 | 496,683,012 | 479,680,199 | 482,950,848 | 600,181,749 |
| Deferred inflows of resources: | | | | | | | | | | |
| Related to pensions, OPEB, and retirement | - | - | - | - | - | 9,118,674 | 12,021,614 | 16,235,109 | 46,512,266 | 2,945,286 |
| Property taxes levied for future year | 104,800,669 | 100,503,383 | 110,297,237 | 112,955,158 | 114,861,119 | 139,370,346 | 141,664,361 | 150,651,903 | 162,974,687 | 186,911,801 |
| Total deferred inflows of resources | 104,800,669 | 100,503,383 | 110,297,237 | 112,955,158 | 114,861,119 | 148,489,020 | 153,685,975 | 166,887,012 | 209,486,953 | 189,857,087 |
| Net Position: | | | | | | | | | | |
| Net investment in capital assets | 126,643,707 | 132,027,618 | 153,690,609 | 173,411,972 | 154,701,005 | 169,255,695 | 175,108,822 | 223,333,137 | 266,390,462 | 281,844,633 |
| Restricted for: | | | | | | | | | | |
| Debt service | 2,276,557 | 2,908,778 | 28,696,562 | 23,788,889 | 6,004,885 | 3,552,266 | 1,535,261 | 3,082,944 | 3,065,139 | 1,936,983 |
| Capital outlay | 81,667,998 | 99,991,989 | 60,672,010 | 43,863,787 | 83,304,777 | 83,756,195 | 96,455,165 | 61,588,763 | 30,305,561 | 35,659,945 |
| Nutrition services | 2,220,921 | 2,390,861 | 2,770,367 | 2,950,219 | 2,825,951 | 2,756,886 | 1,440,599 | 1,092,536 | 1,023,503 | 951,688 |
| Other purposes | 2,010,980 | 2,237,663 | 5,121,562 | 1,267,955 | 1,271,649 | 1,009,322 | - | 132,920 | - | - |
| Unrestricted | 48,688,093 | 76,559,793 | 82,321,688 | 94,687,160 | (4,117,662) | 3,551,261 | (19,366,688) | (17,777,887) | (10,838,539) | (10,436,373) |
| Total net position | \$ 263,508,256 | \$ 316,116,702 | \$ 333,272,798 | \$ 339,969,982 | \$ 243,990,605 | \$263,881,625 | \$255,173,159 | \$271,452,413 | \$289,946,126 | \$ 309,956,876 |

* GASB Statements No. 68 and 71 were implemented in 2015 to report the District's proportionate share of the net pension liability and related deferred outflows and deferred inflows; balances at June 30, 2014 were restated.
** GASB Statements No. 73 and 75 were implemented in 2017 to report the District's retirement plan and the District's OPEB plan liability and related deferred outflows and deferred inflows; balances at June 30, 2016 were restated.

CANYONS SCHOOL DISTRICT
Net Position by Component
Last Ten Fiscal Years
(Accrual basis of accounting)

| Year | Net investment in capital assets | Restricted | Unrestricted | Total net position |
|------|-------------------------------------|---------------|---------------|--------------------|
| 2010 | \$ 126,643,707 | \$ 88,176,456 | \$ 48,688,093 | \$ 263,508,256 |
| 2011 | 132,027,618 | 107,529,291 | 76,559,793 | 316,116,702 |
| 2012 | 153,690,609 | 97,260,501 | 82,321,688 | 333,272,798 |
| 2013 | 173,411,972 | 71,870,850 | 94,687,160 | 339,969,982 |
| 2014 | 154,701,005 | 93,407,262 | (4,117,662) | 243,990,605 * |
| 2015 | 169,255,695 | 91,074,669 | 3,551,261 | 263,881,625 |
| 2016 | 175,108,822 | 99,431,025 | (19,366,688) | 255,173,159 ** |
| 2017 | 223,333,137 | 65,897,163 | (17,777,887) | 271,452,413 |
| 2018 | 266,390,462 | 34,394,203 | (10,838,539) | 289,946,126 |
| 2019 | 281,844,633 | 38,548,616 | (10,436,373) | 309,956,876 |



* Net position was restated to reflect the effects of implementing GASB Statements No. 68 and 71.

** Net position was restated to reflect the effects of implementing GASB Statements No. 73 and 75.

CANYONS SCHOOL DISTRICT
Changes in Net Position
 Last Ten Fiscal Years
 (Accrual basis of accounting)

| | 2010 | 2011 | 2012 | 2013 | 2014* | 2015* | 2016** | 2017** | 2018 | 2019 |
|---|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| Expenses: | | | | | | | | | | |
| Instruction | \$ 148,539,711 | \$ 156,986,377 | \$ 160,383,775 | \$ 175,359,995 | \$ 176,722,124 | \$ 170,720,170 | \$ 181,436,410 | \$ 186,467,728 | \$ 189,888,859 | \$ 199,214,148 |
| Supporting services: | | | | | | | | | | |
| Students | 7,390,809 | 7,723,388 | 8,433,794 | 9,089,873 | 9,744,940 | 9,986,468 | 11,008,439 | 11,793,573 | 12,413,881 | 14,233,290 |
| Instructional staff | 11,709,415 | 12,969,300 | 12,187,116 | 10,984,333 | 12,170,323 | 11,499,804 | 16,248,963 | 17,539,626 | 17,400,767 | 18,472,809 |
| District administration | 2,334,128 | 2,254,582 | 2,119,628 | 2,386,958 | 2,760,688 | 2,760,688 | 2,466,002 | 2,672,412 | 2,782,831 | 2,954,854 |
| School administration | 13,773,164 | 13,944,188 | 14,976,976 | 15,769,736 | 16,888,958 | 16,610,365 | 18,506,081 | 19,303,709 | 19,811,344 | 21,308,485 |
| Central | 11,654,769 | 11,527,609 | 12,439,941 | 12,789,634 | 12,419,091 | 12,786,370 | 13,926,511 | 13,663,868 | 13,792,846 | 14,954,588 |
| Operation and maintenance of school buildings | 20,675,461 | 21,959,257 | 22,542,093 | 23,722,922 | 24,999,379 | 23,836,266 | 24,982,551 | 25,652,933 | 25,482,146 | 27,033,960 |
| Student transportation | 7,138,925 | 7,475,764 | 8,139,130 | 8,725,403 | 9,062,643 | 8,673,079 | 9,047,092 | 9,642,728 | 10,244,524 | 11,495,770 |
| Nutrition services | 11,708,299 | 11,458,559 | 11,663,738 | 11,877,551 | 12,316,579 | 12,029,975 | 12,227,600 | 12,955,474 | 12,627,553 | 13,094,392 |
| Contributions to other governments | - | - | - | - | - | 8,764,277 | 9,978,475 | 8,329,503 | 12,269,778 | 12,781,299 |
| Community services | - | - | - | - | - | - | 291,441 | 221,366 | 243,559 | 323,178 |
| Non K-12 programs | 6,301,400 | 6,652,431 | 6,905,505 | 6,785,693 | 7,155,707 | 5,296,554 | - | - | - | - |
| Interest on long-term liabilities | 7,757,267 | 7,000,592 | 9,640,880 | 9,227,299 | 10,573,788 | 10,091,030 | 11,158,159 | 10,212,199 | 10,367,498 | 12,152,713 |
| Total expenses | 248,983,348 | 259,952,047 | 269,432,576 | 287,131,691 | 294,440,490 | 293,055,046 | 311,277,724 | 318,455,119 | 327,325,586 | 348,019,486 |
| Program revenues: | | | | | | | | | | |
| Charges for services: | | | | | | | | | | |
| Instruction | 6,991,020 | 8,843,122 | 8,514,991 | 9,226,951 | 11,864,978 | 11,614,454 | 14,281,537 | 12,956,301 | 13,556,448 | 12,658,280 |
| Supporting services | 697,772 | 627,137 | 706,723 | 1,022,888 | 525,474 | 581,181 | 529,048 | 401,283 | 347,815 | 288,195 |
| Nutrition services | 5,194,035 | 4,678,684 | 4,635,740 | 4,161,767 | 4,178,587 | 4,083,205 | 4,032,291 | 3,964,226 | 3,993,703 | 3,872,017 |
| Non K-12 programs | 393,013 | 419,126 | 410,402 | 357,137 | 365,577 | 236,260 | - | - | - | - |
| Operating grants and contributions | 54,165,131 | 57,062,966 | 59,416,824 | 61,078,139 | 62,333,595 | 62,072,642 | 65,246,506 | 76,089,289 | 80,307,207 | 84,937,301 |
| Capital grants and contributions | 100,000 | 555,363 | 415,632 | 235,687 | 480,557 | 125,000 | - | 100,000 | 100,000 | 268,653 |
| Total program revenues | 67,540,971 | 72,186,398 | 74,100,312 | 76,082,569 | 79,748,768 | 78,712,742 | 84,089,382 | 93,511,099 | 98,305,173 | 102,024,446 |
| Net (expense) revenue and changes in net position | (181,442,377) | (187,765,649) | (195,332,264) | (211,049,122) | (214,691,722) | (214,342,304) | (227,188,342) | (224,944,020) | (229,020,413) | (245,995,040) |
| General revenues and other changes in net position: | | | | | | | | | | |
| Property taxes | 115,559,235 | 124,427,561 | 123,481,339 | 123,860,737 | 123,943,153 | 139,394,855 | 149,997,610 | 148,249,220 | 160,363,296 | 173,698,130 |
| Federal and state revenue not restricted to specific purposes | 88,910,292 | 90,654,095 | 82,029,925 | 83,525,034 | 86,126,086 | 89,739,018 | 88,139,944 | 79,433,444 | 81,687,755 | 81,062,945 |
| Interest earnings | 1,077,243 | 1,296,822 | 3,027,413 | 3,033,938 | 2,528,912 | 2,452,722 | 2,584,940 | 3,766,241 | 3,928,530 | 7,967,496 |
| Miscellaneous | 1,457,306 | 5,284,661 | 3,949,683 | 7,326,597 | 4,205,349 | 2,646,729 | 3,546,411 | 9,774,369 | 1,534,545 | 3,277,219 |
| Total general revenue and other changes in net position | 207,004,076 | 221,663,139 | 212,488,360 | 217,746,306 | 216,803,500 | 234,233,324 | 244,268,905 | 241,223,274 | 247,514,126 | 266,005,790 |
| Special item - gain on sale of property | | | | | | | | | | |
| Change in net position | 25,561,699 | 33,897,490 | 17,156,096 | 6,697,184 | 2,111,778 | 19,891,020 | 19,730,365 | 16,279,254 | 18,493,713 | 20,010,750 |
| Net position - beginning | | | | | | | | | | |
| Allocation from Jordan School District | - | 263,508,256 | 316,116,702 | 333,272,798 | 339,969,982 | 243,990,605 | 263,881,625 | 255,173,159 | 271,452,413 | 289,946,126 |
| Net effect of prior period restatement | 237,946,557 | 18,710,956 | - | - | (98,091,155) | - | - | - | - | - |
| Net position - ending, as restated | \$ 263,508,256 | \$ 316,116,702 | \$ 333,272,798 | \$ 339,969,982 | \$ 243,990,605 | \$ 263,881,625 | \$ 255,173,159 | \$ 271,452,413 | \$ 289,946,126 | \$ 309,956,876 |

* GASB Statements No. 68 and 71 were implemented in 2015; net position at June 30, 2014 was restated.
 ** GASB Statements No. 73 and 75 were implemented in 2017; net position at June 30, 2016 was restated.

CANYONS SCHOOL DISTRICT
Fund Balances – Governmental Funds
 Last Ten Fiscal Years
 (Modified accrual basis of accounting)

| | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 |
|--------------------------------------|---------------|----------------|---------------|---------------|----------------|----------------|----------------|---------------|---------------|----------------|
| General fund balances: | | | | | | | | | | |
| Nonspendable | \$ 2,052,440 | \$ 1,892,362 | \$ 2,021,452 | \$ 1,139,299 | \$ 1,611,467 | \$ 1,956,774 | \$ 1,448,952 | \$ 1,435,178 | \$ 1,583,901 | \$ 1,371,873 |
| Restricted | 1,625,392 | 1,719,855 | 3,813,674 | 1,190,375 | 1,225,228 | 970,026 | - | 168,963 | - | - |
| Committed | 21,833,913 | 35,915,238 | 35,894,919 | 36,824,301 | 37,962,608 | 37,089,388 | 36,733,425 | 32,224,035 | 32,978,257 | 31,439,703 |
| Assigned | 2,781,172 | 5,444,933 | 8,965,251 | 16,440,756 | 14,888,194 | 14,739,542 | 16,250,113 | 18,954,273 | 17,890,060 | 17,815,062 |
| Unassigned | 11,248,910 | 19,443,454 | 18,952,496 | 19,250,522 | 19,105,449 | 20,280,351 | 20,640,963 | 22,231,588 | 22,510,306 | 24,303,328 |
| Total | \$ 39,541,827 | \$ 64,415,842 | \$ 69,647,792 | \$ 74,845,253 | \$ 74,792,946 | \$ 75,036,081 | \$ 75,073,453 | \$ 75,014,037 | \$ 74,962,524 | \$ 74,929,966 |
| All Other Governmental Funds: | | | | | | | | | | |
| Nonspendable | \$ 578,203 | \$ 416,288 | \$ 278,443 | \$ 345,310 | \$ 293,334 | \$ 246,344 | \$ 400,139 | \$ 321,801 | \$ 475,300 | \$ 470,325 |
| Restricted | | | | | | | | | | |
| Debt service | 1,821,174 | 2,391,824 | 3,007,969 | 2,980,734 | 2,372,797 | 2,024,762 | 1,570,284 | 3,125,057 | 3,025,359 | 1,987,643 |
| Capital outlay | 80,813,430 | 163,628,715 | 84,650,892 | 63,688,385 | 109,689,785 | 125,271,740 | 102,746,629 | 62,013,877 | 78,840,754 | 97,976,125 |
| Other | 1,993,287 | 2,135,584 | 3,799,812 | 2,604,909 | 2,532,617 | 2,510,542 | 2,548,173 | 2,798,413 | 2,534,386 | 2,472,872 |
| Committed | 3,615,107 | 4,424,522 | 4,462,827 | 5,972,791 | 5,547,138 | 5,947,528 | 6,147,312 | 7,159,849 | 7,692,657 | 8,444,979 |
| Total all other governmental funds | \$ 88,821,201 | \$ 172,996,933 | \$ 96,199,943 | \$ 75,592,129 | \$ 120,435,671 | \$ 136,000,916 | \$ 113,412,537 | \$ 75,418,997 | \$ 92,568,456 | \$ 111,351,944 |

Notes:

Nonspendable includes inventories and prepaid expenditures that are not expected to be converted to cash.

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.

Committed balances reflect the District's self-imposed limitation on the use of otherwise available expendable financial resources in governmental funds.

Assigned balances in the General Fund are those that do not meet the requirements or restricted or committed but that are intended to be used for specific purposes.

Unassigned balances in the General Fund are all other available net fund resources.

CANYONS SCHOOL DISTRICT
Changes in Fund Balances – Governmental Funds
 Last Ten Fiscal Years
 (Modified accrual basis of accounting)

| | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 |
|---|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
| Revenues: | | | | | | | | | | |
| Property taxes | \$ 116,066,380 | \$ 123,657,127 | \$ 122,628,089 | \$ 125,652,186 | \$ 124,306,901 | \$ 139,843,801 | \$ 150,240,792 | \$ 148,366,728 | \$ 160,108,520 | \$ 173,561,927 |
| Interest earnings | 1,031,376 | 1,252,868 | 2,961,498 | 2,969,885 | 2,499,065 | 2,417,150 | 2,538,693 | 3,729,314 | 3,866,760 | 7,792,933 |
| Other local | 15,794,825 | 17,675,427 | 18,177,048 | 19,634,842 | 22,118,274 | 20,383,106 | 23,752,290 | 28,271,506 | 21,168,101 | 20,838,780 |
| State | 120,194,081 | 122,270,861 | 121,831,384 | 122,906,323 | 127,912,802 | 130,272,185 | 131,018,890 | 133,335,013 | 140,554,445 | 145,765,948 |
| Federal | 22,907,479 | 23,882,586 | 20,030,997 | 21,932,537 | 21,027,436 | 21,664,475 | 22,028,889 | 21,851,523 | 20,971,287 | 19,623,627 |
| Total revenues | 275,994,141 | 290,738,869 | 285,629,016 | 293,095,773 | 297,864,478 | 314,580,717 | 329,579,554 | 335,554,084 | 346,669,113 | 367,583,215 |
| Expenditures: | | | | | | | | | | |
| Current: | | | | | | | | | | |
| Instruction | 125,196,555 | 131,257,175 | 135,608,993 | 142,488,474 | 147,138,350 | 148,589,400 | 156,433,789 | 156,673,722 | 169,401,706 | 174,263,605 |
| Supporting services: | | | | | | | | | | |
| Students | 7,336,484 | 7,575,667 | 8,347,281 | 8,925,363 | 9,510,956 | 10,099,532 | 10,931,039 | 11,511,907 | 12,473,227 | 13,892,080 |
| Instructional staff | 11,483,579 | 12,649,687 | 11,908,506 | 10,710,531 | 11,977,361 | 11,536,564 | 16,254,028 | 17,197,160 | 17,522,701 | 18,060,447 |
| District administration | 2,272,323 | 2,086,863 | 1,999,219 | 2,013,203 | 1,862,037 | 2,377,553 | 2,408,396 | 2,507,402 | 2,607,371 | 2,635,478 |
| School administration | 13,618,836 | 13,615,074 | 14,754,707 | 15,361,909 | 16,408,467 | 16,654,114 | 18,313,983 | 18,715,088 | 19,806,239 | 20,636,820 |
| Central | 10,503,447 | 10,146,693 | 11,210,661 | 11,564,452 | 12,069,592 | 12,693,640 | 13,510,173 | 13,251,568 | 13,672,160 | 14,497,872 |
| Operation and maintenance of school buildings | 19,819,997 | 20,911,730 | 21,550,141 | 22,305,809 | 23,711,132 | 23,180,718 | 23,770,303 | 24,087,814 | 24,298,193 | 25,481,423 |
| Student transportation | 6,027,206 | 6,175,797 | 6,768,574 | 7,243,946 | 7,506,685 | 7,520,312 | 7,702,864 | 8,253,809 | 9,175,842 | 10,109,310 |
| Nutrition services | 11,822,097 | 11,440,473 | 11,882,888 | 11,712,329 | 11,833,616 | 12,242,509 | 12,339,288 | 12,606,849 | 12,892,797 | 12,826,259 |
| Non K-12 programs | 6,243,956 | 6,503,320 | 6,817,804 | 6,746,259 | 7,112,915 | 5,446,155 | - | - | - | - |
| Community services | - | - | - | - | - | - | 288,934 | 218,011 | 249,016 | 330,047 |
| Contributions to other governments | - | - | - | - | - | - | 9,978,475 | 8,329,503 | 12,269,778 | 12,781,299 |
| Capital outlay | 11,972,731 | 24,280,558 | 97,012,971 | 124,559,760 | 38,578,065 | 60,504,410 | 55,981,848 | 71,379,961 | 56,005,810 | 101,297,931 |
| Debt service: | | | | | | | | | | |
| Bond principal | 17,953,900 | 16,837,400 | 19,544,700 | 19,745,300 | 17,802,100 | 15,727,300 | 15,998,000 | 16,896,000 | 19,355,000 | 23,920,000 |
| Bond interest and fees | 7,065,886 | 6,338,203 | 9,787,611 | 9,454,647 | 11,227,788 | 11,656,416 | 12,919,441 | 11,978,246 | 12,014,561 | 14,077,360 |
| Total expenditures | 251,316,997 | 269,818,640 | 357,194,056 | 392,831,982 | 316,739,064 | 346,992,900 | 356,830,561 | 373,607,040 | 381,744,401 | 444,809,931 |
| Excess (deficiency) of revenues over (under) expenditures | 24,677,144 | 20,920,229 | (71,565,040) | (99,736,209) | (18,874,586) | (32,412,183) | (27,251,007) | (38,052,956) | (35,075,288) | (77,226,716) |
| Other financing sources (uses): | | | | | | | | | | |
| General obligation bonds issued | - | 68,000,000 | - | 80,000,000 | 60,000,000 | 42,000,000 | - | - | 49,000,000 | 74,995,000 |
| Premiums on bonds issued | - | 1,418,562 | - | 4,325,856 | 3,370,164 | 6,220,563 | - | - | 3,173,234 | 4,826,455 |
| Refunding bonds issued | - | - | - | - | 59,970,000 | - | - | - | - | - |
| Payment to refunding bond escrow agent | - | - | - | - | (70,817,525) | - | - | - | - | - |
| Premium on refunding bonds issued | - | - | - | - | 11,143,182 | - | - | - | - | - |
| Total other financing sources (uses) | - | 69,418,562 | - | 84,325,856 | 63,665,821 | 48,220,563 | - | - | 52,173,234 | 79,821,455 |
| Special item - proceeds from sale of property | | | | | | | | | | |
| Net change in fund balances | 24,677,144 | 90,338,791 | (71,565,040) | (15,410,353) | 44,791,235 | 15,808,380 | (22,551,007) | (38,052,956) | 17,097,946 | 18,750,930 |
| Fund balances – beginning | | | | | | | | | | |
| Allocation from Jordan School District | - | 128,363,028 | 237,412,775 | 165,847,735 | 150,437,382 | 195,228,617 | 211,036,997 | 188,485,990 | 150,433,034 | 167,530,980 |
| Fund balances – ending | \$ 128,363,028 | \$ 237,412,775 | \$ 165,847,735 | \$ 150,437,382 | \$ 195,228,617 | \$ 211,036,997 | \$ 188,485,990 | \$ 150,433,034 | \$ 167,530,980 | \$ 186,281,910 |
| Debt service as a percentage of noncapital expenditures | 10.1% | 9.0% | 10.8% | 10.2% | 9.9% | 9.1% | 9.2% | 9.1% | 9.3% | 10.7% |

CANYONS SCHOOL DISTRICT
Comparative Balance Sheets – General Fund
Last Ten Fiscal Years

| | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 |
|---|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
| Assets: | | | | | | | | | | |
| Cash and investments | \$ 60,702,097 | \$ 90,349,149 | \$ 99,780,860 | \$ 106,379,873 | \$ 101,845,098 | \$ 101,168,190 | \$ 99,592,987 | \$ 97,059,580 | \$ 101,819,608 | \$ 100,514,587 |
| Accounts receivable: | | | | | | | | | | |
| Property taxes | 56,510,799 | 67,000,999 | 70,981,853 | 71,290,794 | 71,300,237 | 79,813,939 | 81,755,771 | 89,819,823 | 96,875,937 | 115,575,160 |
| Other | 592,958 | 300,436 | 139,638 | 358,618 | 413,324 | 252,416 | 322,288 | 322,256 | 471,837 | 386,559 |
| State | 89,289 | 99,120 | 100,806 | 95,903 | 277,963 | 310,166 | 664,184 | 1,595,993 | 586,977 | 1,490,140 |
| Federal | 9,936,195 | 7,415,201 | 4,348,914 | 2,912,625 | 3,184,270 | 3,372,724 | 3,675,462 | 4,655,030 | 2,148,581 | 3,711,827 |
| Due from other funds | - | - | - | - | - | 222,322 | - | - | - | - |
| Inventories | 1,698,000 | 1,492,362 | 1,621,452 | 1,139,299 | 1,611,467 | 1,956,774 | 1,448,952 | 1,435,178 | 1,583,901 | 1,371,874 |
| Prepaid expenditures | 354,440 | 400,000 | 400,000 | - | - | - | - | - | - | - |
| Total assets | \$ 129,883,778 | \$ 167,057,267 | \$ 177,373,523 | \$ 182,177,112 | \$ 178,632,359 | \$ 187,096,531 | \$ 187,459,644 | \$ 194,887,860 | \$ 203,486,841 | \$ 223,050,147 |
| Liabilities, deferred inflows of resources, and fund balances: | | | | | | | | | | |
| Liabilities: | | | | | | | | | | |
| Accounts and contracts payable | \$ 1,765,915 | \$ 1,828,526 | \$ 3,371,459 | \$ 3,233,857 | \$ 1,835,756 | \$ 3,152,215 | \$ 1,843,336 | \$ 2,393,107 | \$ 3,543,532 | \$ 4,949,243 |
| Accrued payroll and related benefits | 18,689,413 | 19,049,430 | 19,721,635 | 21,211,581 | 21,487,898 | 21,371,818 | 22,710,514 | 22,097,629 | 23,646,066 | 24,426,465 |
| Unearned revenue: | | | | | | | | | | |
| State | 12,725,729 | 11,788,476 | 10,844,314 | 9,199,758 | 7,385,129 | 6,355,341 | 4,889,980 | 4,829,567 | 3,524,084 | 2,627,605 |
| Federal | 749,756 | 2,976,016 | 2,763,187 | 2,253,302 | 1,694,778 | 1,411,939 | 988,452 | 468,940 | 405,914 | 152,554 |
| Total liabilities | 33,930,813 | 35,642,448 | 36,700,595 | 35,898,498 | 32,403,561 | 32,291,313 | 30,432,282 | 29,789,243 | 31,119,596 | 32,155,867 |
| Deferred inflows of resources: | | | | | | | | | | |
| Unavailable property tax revenue | 1,920,202 | 2,335,483 | 2,948,382 | 1,911,270 | 1,777,414 | 1,563,068 | 1,281,625 | 1,290,214 | 1,343,487 | 1,569,594 |
| Property taxes levied for future year | 54,490,936 | 64,663,494 | 68,076,754 | 69,522,091 | 69,658,438 | 78,206,069 | 80,672,284 | 88,794,366 | 96,061,234 | 114,394,720 |
| Total deferred inflows of resources | 56,411,138 | 66,998,977 | 71,025,136 | 71,433,361 | 71,435,852 | 79,769,137 | 81,953,909 | 90,084,580 | 97,404,721 | 115,964,314 |
| Fund balance: | | | | | | | | | | |
| Nonspendable | 2,052,440 | 1,892,362 | 2,021,452 | 1,139,299 | 1,611,467 | 1,956,774 | 1,448,952 | 1,435,178 | 1,583,901 | 1,371,873 |
| Restricted | 1,625,392 | 1,719,855 | 3,813,674 | 1,190,375 | 1,225,228 | 970,026 | - | 168,963 | - | - |
| Committed | 21,833,913 | 35,915,238 | 35,894,919 | 37,824,301 | 37,962,608 | 37,089,388 | 36,733,425 | 32,224,035 | 32,978,257 | 31,439,703 |
| Assigned | 2,781,172 | 5,444,933 | 8,965,251 | 15,440,756 | 14,888,194 | 14,739,542 | 16,250,113 | 18,954,273 | 17,890,060 | 17,815,062 |
| Unassigned | 11,248,910 | 19,443,454 | 18,952,496 | 19,250,522 | 19,105,449 | 20,280,351 | 20,640,963 | 22,231,588 | 22,510,306 | 24,303,328 |
| Total fund balances | 39,541,827 | 64,415,842 | 69,647,792 | 74,845,253 | 74,792,946 | 75,036,081 | 75,073,453 | 75,014,037 | 74,962,524 | 74,929,966 |
| Total liabilities, deferred inflows of resources, and fund balances | \$ 129,883,778 | \$ 167,057,267 | \$ 177,373,523 | \$ 182,177,112 | \$ 178,632,359 | \$ 187,096,531 | \$ 187,459,644 | \$ 194,887,860 | \$ 203,486,841 | \$ 223,050,147 |

CANYONS SCHOOL DISTRICT
Comparative Statements of Revenues, Expenditures, and Changes in Fund Balances –
General Fund
Last Ten Fiscal Years and Proposed Budget for 2020

| | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | Proposed Budget 2020 |
|---|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|----------------|----------------------------|
| Revenues: | | | | | | | | | | | |
| Property taxes | \$ 58,555,843 | \$ 66,652,969 | \$ 74,710,870 | \$ 78,072,752 | \$ 77,051,730 | \$ 77,396,259 | \$ 85,804,556 | \$ 88,822,987 | \$ 98,149,895 | \$ 103,803,198 | \$ 121,931,541 |
| Interest earnings | 374,360 | 396,624 | 826,496 | 1,360,881 | 1,339,529 | 1,319,006 | 1,380,037 | 2,072,490 | 1,902,757 | 3,398,373 | 3,275,000 |
| Other local | 3,802,365 | 5,063,892 | 5,589,296 | 6,886,113 | 6,302,642 | 5,688,883 | 7,947,454 | 6,261,134 | 5,198,460 | 4,579,244 | 4,444,800 |
| State of Utah | 114,154,861 | 116,189,088 | 115,282,496 | 116,576,679 | 121,490,503 | 124,341,340 | 128,843,478 | 130,201,600 | 138,259,733 | 143,249,225 | 148,511,698 |
| Federal government | 17,688,416 | 19,322,016 | 13,469,238 | 15,188,946 | 14,151,578 | 14,345,265 | 15,677,608 | 15,142,887 | 14,351,507 | 13,256,760 | 14,177,865 |
| Total revenues | 194,575,845 | 207,624,589 | 209,878,396 | 218,085,371 | 220,335,982 | 223,090,753 | 239,653,133 | 242,501,098 | 257,862,352 | 268,286,800 | 292,340,904 |
| Expenditures: | | | | | | | | | | | |
| Current: | | | | | | | | | | | |
| Instruction | 118,816,244 | 124,029,593 | 127,852,245 | 134,456,779 | 136,863,789 | 138,398,131 | 146,258,365 | 146,664,649 | 157,947,759 | 162,485,809 | 181,509,283 |
| Supporting services: | | | | | | | | | | | |
| Students | 7,336,484 | 7,575,667 | 8,347,281 | 8,925,363 | 9,510,956 | 10,099,532 | 10,931,039 | 11,511,907 | 12,473,227 | 13,892,080 | 18,274,461 |
| Instructional staff | 11,483,579 | 12,649,687 | 11,908,506 | 10,710,531 | 11,977,361 | 11,536,564 | 16,254,028 | 17,197,160 | 17,522,701 | 18,060,447 | 19,400,368 |
| District administration | 2,272,323 | 2,086,863 | 1,999,219 | 2,013,203 | 1,862,037 | 2,377,553 | 2,408,396 | 2,507,402 | 2,607,371 | 2,635,478 | 2,453,129 |
| School administration | 13,618,836 | 13,615,074 | 14,754,707 | 15,361,909 | 16,408,467 | 16,654,114 | 18,313,983 | 18,715,088 | 19,806,239 | 20,636,820 | 21,136,596 |
| Central | 10,503,447 | 10,146,693 | 11,210,661 | 11,564,452 | 12,069,592 | 12,693,640 | 13,510,173 | 13,251,568 | 13,672,160 | 14,497,872 | 15,015,184 |
| Operation and maintenance of school buildings | 19,819,997 | 20,911,730 | 21,550,141 | 22,305,809 | 23,711,132 | 23,180,718 | 23,770,303 | 24,087,814 | 24,298,193 | 25,481,423 | 26,241,765 |
| Student transportation | 6,027,206 | 6,175,797 | 6,768,574 | 7,243,946 | 7,506,685 | 7,520,312 | 7,702,864 | 8,253,809 | 9,175,842 | 10,109,310 | 10,497,645 |
| Community | - | - | - | - | - | - | 288,934 | 218,011 | 249,016 | 330,047 | 315,998 |
| Total expenditures | 189,878,116 | 197,191,104 | 204,391,334 | 212,581,992 | 219,910,019 | 222,460,564 | 239,438,085 | 242,407,408 | 257,752,508 | 268,129,286 | 294,844,429 |
| Excess (deficiency) of revenues over (under) expenditures | 4,697,729 | 10,433,485 | 5,487,062 | 5,503,379 | 425,963 | 630,189 | 215,048 | 93,690 | 109,844 | 157,514 | (2,503,525) |
| Other financing sources (uses): | | | | | | | | | | | |
| Transfers out | - | (169,505) | (255,112) | (305,918) | (478,270) | (387,054) | (177,676) | (153,106) | (161,357) | (190,072) | (217,257) |
| Net change in fund balances | 4,697,729 | 10,263,980 | 5,231,950 | 5,197,461 | (52,307) | 243,135 | 37,372 | (59,416) | (51,513) | (32,558) | (2,720,782) |
| Fund balances – beginning | - | 39,541,827 | 64,415,842 | 69,647,792 | 74,845,253 | 74,792,946 | 75,036,081 | 75,073,453 | 75,014,037 | 74,962,524 | 74,929,966 |
| Allocation from Jordan School District | 34,844,098 | 14,610,035 | - | - | - | - | - | - | - | - | - |
| Fund balances – ending | \$ 39,541,827 | \$ 64,415,842 | \$ 69,647,792 | \$ 74,845,253 | \$ 74,792,946 | \$ 75,036,081 | \$ 75,073,453 | \$ 75,014,037 | \$ 74,962,524 | \$ 74,929,966 | \$ 72,209,184 |

CANYONS SCHOOL DISTRICT
Historical Summaries of Taxable Values of Property

Last Ten Tax Years

| | Tax Year 2009 | Tax Year 2010 | Tax Year 2011 | Tax Year 2012 | Tax Year 2013 | Tax Year 2014 | Tax Year 2015 | Tax Year 2016 | Tax Year 2017 | Tax Year 2018 |
|--|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| Set by State Tax Commission: Centrally assessed | \$ 338,631,746 | \$ 366,135,845 | \$ 371,176,002 | \$ 380,330,920 | \$ 402,956,177 | \$ 372,125,766 | \$ 418,908,292 | \$ 461,862,621 | \$ 491,198,523 | \$ 547,827,474 |
| Set by County Assessor: Locally assessed | | | | | | | | | | |
| Real property: | | | | | | | | | | |
| Residential – primary use | 9,981,595,507 | 9,749,578,181 | 9,317,687,375 | 9,099,657,373 | 9,577,975,016 | 10,286,562,858 | 10,947,227,875 | 11,874,655,612 | 12,814,440,888 | 14,162,704,433 |
| Residential – not primary use | 1,126,227,610 | 992,921,370 | 949,725,290 | 886,405,890 | 875,621,450 | 868,631,810 | 875,417,190 | 894,760,570 | 908,969,070 | 974,775,830 |
| Commercial and industrial | 4,062,614,430 | 4,013,081,600 | 4,036,937,230 | 4,055,443,220 | 4,274,741,900 | 4,437,987,170 | 4,843,000,590 | 5,605,579,120 | 6,174,235,860 | 6,793,979,480 |
| Agriculture and Farm Assessment Act (FAA) | 1,345,120 | 1,263,820 | 1,165,820 | 1,267,660 | 1,360,590 | 1,287,570 | 1,380,670 | 987,390 | 9,895,640 | 12,976,780 |
| Unimproved non FAA – vacant | 8,309,820 | 6,685,550 | 8,526,650 | 7,488,090 | 7,890,400 | 9,318,870 | 9,197,390 | 8,694,740 | | - |
| Total real property | 15,180,092,487 | 14,763,530,521 | 14,314,042,365 | 14,050,262,233 | 14,737,589,356 | 15,603,788,278 | 16,676,223,715 | 18,384,677,432 | 19,907,541,458 | 21,944,436,523 |
| Personal property: | | | | | | | | | | |
| Tax equivalent (motor vehicle) property | 459,879,455 | 460,097,588 | 426,523,415 | 440,977,619 | 448,489,267 | 460,258,425 | 493,162,625 | 502,753,005 | 531,035,244 | 583,738,971 |
| Mobile home – primary residential use | 8,950,292 | 8,322,805 | 7,993,397 | 7,704,279 | 7,401,793 | 7,178,846 | 6,926,044 | 6,707,398 | 6,608,338 | 6,543,200 |
| Mobile home – other use | 447,978 | 560,203 | 399,872 | 480,657 | 529,984 | 281,757 | 352,816 | 530,083 | 553,334 | 345,202 |
| Other personal property | 782,423,532 | 691,828,448 | 660,777,105 | 700,153,826 | 750,405,109 | 804,615,171 | 799,226,452 | 826,437,918 | 904,719,799 | 924,107,044 |
| Total personal property | 1,251,701,257 | 1,160,809,044 | 1,095,693,789 | 1,149,316,381 | 1,206,826,153 | 1,272,334,199 | 1,299,667,937 | 1,336,428,404 | 1,442,916,715 | 1,514,734,417 |
| Total locally assessed | 16,431,793,744 | 15,924,339,565 | 15,409,736,154 | 15,199,578,614 | 15,944,415,509 | 16,876,122,477 | 17,975,891,652 | 19,721,105,836 | 21,350,458,173 | 23,459,170,940 |
| Total taxable property | \$ 16,770,425,490 | \$ 16,290,475,410 | \$ 15,780,912,156 | \$ 15,579,909,534 | \$ 16,347,371,686 | \$ 17,248,248,243 | \$ 18,394,799,944 | \$ 20,182,968,457 | \$ 21,841,656,696 | \$ 24,006,998,414 |

Source: Property Tax Division of the Utah State Tax Commission - List of Final Values by Year

CANYONS SCHOOL DISTRICT
Taxable Value and Fair Market Value of Taxable Property
Last Ten Tax Years

| Tax Year | Taxable Value | | | Personal | Total | Total Direct Tax Rate | Fair Market Value | Taxable Value as a Percentage of Fair Market Value |
|----------|-------------------|-------------------------|--------------------------|------------------|-------------------|-----------------------|-------------------|--|
| | Residential | Industrial & Commercial | Agriculture & Unimproved | | | | | |
| 2009 | \$ 11,117,221,387 | \$ 4,401,246,176 | \$ 9,654,940 | \$ 1,242,302,987 | \$ 16,770,425,490 | 0.007180 | \$ 24,484,628,961 | 68.49% |
| 2010 | 10,751,382,559 | 4,379,217,445 | 7,949,370 | 1,151,926,036 | 16,290,475,410 | 0.008060 | 23,814,114,992 | 68.41% |
| 2011 | 10,275,805,934 | 4,408,113,232 | 9,692,470 | 1,087,300,520 | 15,780,912,156 | 0.008165 | 22,984,491,191 | 68.66% |
| 2012 | 9,994,248,199 | 4,435,774,140 | 8,755,750 | 1,141,131,445 | 15,579,909,534 | 0.008418 | 22,981,512,941 | 67.79% |
| 2013 | 10,461,528,243 | 4,677,698,077 | 9,250,990 | 1,198,894,376 | 16,347,371,686 | 0.008111 | 24,189,952,711 | 67.58% |
| 2014 | 11,162,655,271 | 4,810,112,936 | 10,606,440 | 1,264,873,596 | 17,248,248,243 | 0.007823 | 25,670,400,546 | 67.19% |
| 2015 | 11,829,923,925 | 5,261,908,882 | 10,578,060 | 1,292,389,077 | 18,394,799,944 | 0.007859 | 27,357,289,514 | 67.24% |
| 2016 | 12,776,653,663 | 6,067,441,741 | 9,682,130 | 1,329,190,923 | 20,182,968,457 | 0.007227 | 29,904,083,647 | 67.49% |
| 2017 | 13,730,571,630 | 6,665,434,383 | 9,895,640 | 1,435,755,043 | 21,841,656,696 | 0.007117 | 32,331,606,063 | 67.56% |
| 2018 | 15,144,368,665 | 7,341,806,954 | 12,976,780 | 1,507,846,015 | 24,006,998,414 | 0.006995 | 35,600,019,205 | 67.44% |

Source: Property Tax Division of the Utah State Tax Commission - List of Final Values by Year

CANYONS SCHOOL DISTRICT
Direct and Overlapping Property Tax Rates
 Last Ten Tax Years
 (rate per \$1 of assessed value)

| | Tax Year 2009 | Tax Year 2010 | Tax Year 2011 | Tax Year 2012 | Tax Year 2013 | Tax Year 2014 | Tax Year 2015 | Tax Year 2016 | Tax Year 2017 | Tax Year 2018 |
|---|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|
| Canyons School District rates: | | | | | | | | | | |
| General fund: | | | | | | | | | | |
| Basic state supported program (1) | 0.001433 | 0.001495 | 0.001591 | 0.001651 | 0.001535 | 0.001419 | 0.001736 | 0.001675 | 0.001568 | 0.001666 |
| Voted local (2) | 0.001600 | 0.001600 | 0.001600 | 0.001600 | 0.001600 | 0.001600 | 0.001600 | 0.001600 | 0.001600 | 0.001600 |
| Board local (3) | - | - | - | 0.001881 | 0.001729 | 0.001614 | 0.001477 | 0.001249 | 0.001480 | 0.001196 |
| School board leeway program* | 0.000400 | 0.000400 | 0.000406 | - | - | - | - | - | - | - |
| Board K-3 reading program* | 0.000121 | 0.000121 | 0.000121 | - | - | - | - | - | - | - |
| Tort liability* | 0.000022 | 0.000024 | 0.000100 | - | - | - | - | - | - | - |
| Special transportation* | 0.000020 | 0.000078 | 0.000300 | - | - | - | - | - | - | - |
| 10% of basic* | - | 0.000559 | 0.000744 | - | - | - | - | - | - | - |
| Total general fund | 0.003596 | 0.004277 | 0.004862 | 0.005132 | 0.004864 | 0.004633 | 0.004813 | 0.004524 | 0.004648 | 0.004462 |
| Capital projects fund: | | | | | | | | | | |
| Capital local (4) | 0.001514 | 0.001585 | 0.000928 | 0.001067 | 0.001028 | 0.000971 | 0.000827 | 0.000538 | 0.000951 | 0.000895 |
| County-wide equalization (5) | 0.000600 | 0.000600 | 0.000600 | 0.000600 | 0.000600 | 0.000600 | 0.000600 | 0.000600 | - | - |
| Total capital projects fund | 0.002114 | 0.002185 | 0.001528 | 0.001667 | 0.001628 | 0.001571 | 0.001427 | 0.001138 | 0.000951 | 0.000895 |
| Debt service fund: | | | | | | | | | | |
| Debt service (6) | 0.001400 | 0.001520 | 0.001619 | 0.001619 | 0.001619 | 0.001619 | 0.001619 | 0.001565 | 0.001415 | 0.001565 |
| Other: | | | | | | | | | | |
| Community recreation* | 0.000070 | 0.000078 | 0.000156 | - | - | - | - | - | - | - |
| Charter school levy (7) | - | - | - | - | - | - | - | - | 0.000103 | 0.000073 |
| Total direct rate | 0.007180 | 0.008060 | 0.008165 | 0.008418 | 0.008111 | 0.007823 | 0.007859 | 0.007227 | 0.007117 | 0.006995 |
| Overlapping rates: | | | | | | | | | | |
| Salt Lake County | 0.002756 | 0.003125 | 0.003251 | 0.003622 | 0.004101 | 0.003933 | 0.003668 | 0.003434 | 0.003273 | 0.002648 |
| Alta | 0.000980 | 0.001114 | 0.001084 | 0.001065 | 0.001091 | 0.001200 | 0.001204 | 0.001153 | 0.001163 | 0.001231 |
| Cottonwood Heights | 0.002399 | 0.002517 | 0.002586 | 0.002654 | 0.002522 | 0.002386 | 0.002239 | 0.002064 | 0.001981 | 0.002088 |
| Draper | 0.001818 | 0.001896 | 0.001996 | 0.002009 | 0.001887 | 0.001791 | 0.001701 | 0.001560 | 0.001460 | 0.001352 |
| Midvale | 0.002262 | 0.002669 | 0.002701 | 0.000687 | 0.000658 | 0.000623 | 0.000609 | 0.001398 | 0.001309 | 0.001166 |
| Sandy | 0.001356 | 0.001402 | 0.001481 | 0.001520 | 0.001483 | 0.001413 | 0.001426 | 0.001321 | 0.001229 | 0.001144 |
| Central Utah Water Conservancy District | 0.000400 | 0.000421 | 0.000436 | 0.000455 | 0.000446 | 0.000422 | 0.000405 | 0.000400 | 0.000400 | 0.000400 |
| Other special districts | 0 - 0.002635 | 0 - 0.003171 | 0 - 0.003803 | 0 - 0.003773 | 0 - 0.003360 | 0 - 0.001253 | 0 - 0.001198 | 0 - 0.001117 | 0 - 0.001065 | 0 - 0.000965 |

*Beginning in the 2012-2013 fiscal year the School Board, Reading, Tort, Transportation, 10% of Basic and Community Recreation levies are combined into one Board Local Levy. See HB 301 - 2011 Utah Legislative Session.

Limitations per Utah State Statute:

- (1) Rate established annually by Utah State Legislature.
- (2) Maximum rate is 0.002000.
- (3) Maximum rate is 0.002500. See HB 301 - 2011 Utah Legislative Session.
- (4) Maximum rate is 0.003000.
- (5) Rate established by state law for districts located in first-class counties. This levy was discontinued in 2017.
- (6) No maximum rate, but must have voter approval for bonds issued.
- (7) Rate established annually by Utah State Tax Commission and Utah State Board of Education as an adjustment to the board local levy.

Source: Property Tax Division of the Utah State Tax Commission - Approved Property Tax Rates by Year

CANYONS SCHOOL DISTRICT
Principal Property Taxpayers
Current Calendar Year and Nine Years Ago

| Taxpayer | 2018 | | | 2009 | | |
|--|-------------------------|------|--------------------------------|-----------------------|------|--------------------------------|
| | Taxable Value | Rank | Percent of Total Taxable Value | Taxable Value | Rank | Percent of Total Taxable Value |
| Boyer-Gardner Company | \$ 244,126,000 | 1 | 1.04 % | \$ - | - | - % |
| Larry H. Miller Companies | 190,762,424 | 2 | 0.81 % | 147,351,265 | 1 | 0.90 % |
| Old Mill Corporate Center | 168,120,800 | 3 | 0.72 % | 79,472,300 | 6 | 0.49 % |
| Rocky Mountain Power (PacifiCorp) | 159,129,831 | 4 | 0.68 % | 130,146,230 | 3 | 0.80 % |
| Coca Cola Bottling Corp | 147,124,300 | 5 | 0.63 % | - | - | - % |
| HGREIT II Cottonwood Center LLC | 132,702,100 | 6 | 0.57 % | 71,558,820 | 8 | 0.44 % |
| ST Mall Owner, LLC | 130,806,200 | 7 | 0.56 % | 116,801,369 | 4 | 0.72 % |
| Becton Dickinson | 120,766,230 | 8 | 0.52 % | 133,778,785 | 2 | 0.82 |
| Excel Ft. Union LLC | 116,231,930 | 9 | 0.50 % | - | - | - |
| Questar Gas | 108,409,773 | 10 | 0.46 % | - | - | - |
| Redevelopment Agency of Midvale | - | - | - | 103,194,600 | 5 | 0.63 % |
| Snowbird Ltd | - | - | - | 76,230,539 | 7 | 0.47 % |
| CenturyLink, Inc. (Qwest Communications) | - | - | - | 66,673,288 | 9 | 0.41 % |
| DDR Corp. | - | - | - | 59,297,900 | 10 | 0.36 % |
| | <u>\$ 1,518,179,590</u> | | <u>6.49 %</u> | <u>\$ 984,505,096</u> | | <u>6.04 %</u> |
| Total taxable value | \$ 23,423,259,443 | | | \$ 16,310,546,035 | | |

Total taxable value as used in this table excludes all tax equivalent property associated with motor vehicles.

Source: Property Tax Division of the Utah State Tax Commission and Salt Lake County Assessor's Office

CANYONS SCHOOL DISTRICT
Property Tax Levies and Collections
Last Ten Tax Years

| Tax Year | Taxes Levied | Collections | | | Total Collections to Date | |
|----------|----------------|---------------------|--------------------|---------------------|---------------------------|--------------------|
| | | In the Year of Levy | Percentage of Levy | In Subsequent Years | Amount | Percentage of Levy |
| 2009 | \$ 123,870,539 | \$ 116,066,380 | 93.70% | \$ 4,878,293 | \$ 120,944,673 | 97.64% |
| 2010 | 128,270,889 | 123,657,127 | 96.40% | 4,568,571 | 128,225,698 | 99.96% |
| 2011 | 125,220,579 | 120,535,487 | 96.26% | 3,663,634 | 124,199,120 | 99.18% |
| 2012 | 126,809,112 | 122,743,569 | 96.79% | 3,104,749 | 125,848,318 | 99.24% |
| 2013 | 128,474,716 | 124,669,505 | 97.04% | 2,839,107 | 127,508,612 | 99.25% |
| 2014 | 131,221,676 | 127,676,803 | 97.30% | 2,554,894 | 130,231,697 | 99.25% |
| 2015 | 140,421,316 | 137,095,865 | 97.63% | 2,226,362 | 139,322,227 | 99.22% |
| 2016 | 142,687,429 | 139,459,762 | 97.74% | 1,972,667 | 141,432,429 | 99.12% |
| 2017 | 149,762,610 | 146,570,701 | 97.87% | 1,548,175 | 148,118,876 | 98.90% |
| 2018 | 162,329,518 | 158,525,685 | 97.66% | - | 158,525,685 | 97.66% |

Taxes are due by November 30.

This schedule recognizes collections on a calendar year (tax year) basis, whereas property tax collections reported in the basic financial statements are on a fiscal year basis.

Source: Salt Lake County Treasurer's Office

CANYONS SCHOOL DISTRICT
Ratios of Outstanding Debt
Last Ten Fiscal Years

| Year Ended June 30, | Outstanding General Obligation Bonds * | Net General Bonded Debt As Percentage of Taxable Value | Net Bonded Debt Per Capita | Net Bonded Debt to Personal Income | Net Bonded Debt Per Student ** |
|------------------------|---|---|-------------------------------------|--|---|
| 2010 | \$ 154,455,650 | 0.92% | \$ 814 | \$ 4,168 | \$ 4,652 |
| 2011 | 206,608,333 | 1.27% | 1,085 | 5,462 | 6,196 |
| 2012 | 186,581,954 | 1.18% | 966 | 4,774 | 5,430 |
| 2013 | 250,687,602 | 1.61% | 1,279 | 6,109 | 7,296 |
| 2014 | 300,491,591 | 1.84% | 1,510 | 7,123 | 8,748 |
| 2015 | 330,766,657 | 1.92% | 1,644 | 7,776 | 9,641 |
| 2016 | 312,441,693 | 1.70% | 1,531 | 6,991 | 9,243 |
| 2017 | 293,223,191 | 1.45% | 1,419 | 6,271 | 8,697 |
| 2018 | 323,765,524 | 1.48% | 1,512 | 6,548 | 9,621 |
| 2019 | 377,063,256 | 1.57% | 1,752 | N/A | 11,179 |

* Includes unamortized bond premiums

** Based on average daily membership

Source: District records

CANYONS SCHOOL DISTRICT
Debt Service Schedule of Outstanding General Obligation Bonds Shared with the Jordan School District
As of June 30, 2019

| | 2020 | 2021 | 2022 | Total |
|-------------------------------------|----------------------|----------------------|----------------------|----------------------|
| Series 2014 Refunding | | | | |
| Principal | \$ 13,385,000 | \$ 9,650,000 | \$ 9,355,000 | \$ 32,390,000 |
| Interest | 1,619,500 | 950,250 | 467,750 | 3,037,500 |
| Total | <u>\$ 15,004,500</u> | <u>\$ 10,600,250</u> | <u>\$ 9,822,750</u> | <u>\$ 35,427,500</u> |
| Canyons SD Principal | \$ 10,535,000 | \$ 9,650,000 | \$ 9,355,000 | 29,540,000 |
| Canyons SD Interest | 1,477,000 | 950,250 | 467,750 | 2,895,000 |
| Jordan SD Principal | 2,850,000 | - | - | 2,850,000 |
| Jordan SD Interest | 142,500 | - | - | 142,500 |
| Total | <u>\$ 15,004,500</u> | <u>\$ 10,600,250</u> | <u>\$ 9,822,750</u> | <u>\$ 35,427,500</u> |
| Bonds Payable Summary | | | | |
| Bonds payable, June 30, 2019 | | | | Total |
| Reported by Jordan School District | | | Principal | Interest |
| | | | \$ 32,390,000 | \$ 3,037,500 |
| | | | (2,850,000) | (142,500) |
| Reported by Canyons School District | | | <u>\$ 29,540,000</u> | <u>\$ 2,895,000</u> |
| | | | <u>\$ 32,435,000</u> | <u>\$ 35,427,500</u> |

These bonds payable are obligations of the former Jordan School District prior to its division on July 1, 2009. According to the statute governing the division, Canyons School District (CSD) is responsible for 58% of the outstanding debt and Jordan School District (JSD) is responsible for the remaining 42%. In April 2014, the two districts agreed to refund all eligible bonds. This refunding will annually save CSD \$550,000 in principal and interest expense. At the time of the refunding, CSD elected to accelerate its building program and remain committed to its taxpayers to limit its debt service tax rate to 0.001619. CSD choose to reduce its annual payment until the bonds are retired in June 2022. CSD may transfer amounts from its Capital Outlay Fund to service the debt, if such a transfer is needed. JSD opted to increase its debt service tax rate for the fiscal years 2014-2015 through 2019-2020 to payoff its portion earlier. Therefore, the Series 2014 refunding bonds are not a straight 58% for CSD and 42% for JSD.

CANYONS SCHOOL DISTRICT
Debt Service Schedule of Outstanding General Obligation Bonds
As of June 30, 2019

| Year Ending June 30, | Series 2011 | | Series 2012 | | Series 2013 | | Series 2015 | |
|-------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| | \$68,000,000 | | \$80,000,000 | | \$60,000,000 | | \$42,000,000 | |
| | Principal | Interest | Principal | Interest | Principal | Interest | Principal | Interest |
| 2020 | \$ 3,110,000 | \$ 1,925,350 | \$ 1,500,000 | \$ 2,426,938 | \$ 760,000 | \$ 2,290,588 | \$ 1,860,000 | \$ 1,665,600 |
| 2021 | 3,220,000 | 1,800,950 | 1,550,000 | 2,366,938 | 790,000 | 2,252,588 | 1,950,000 | 1,572,600 |
| 2022 | 3,350,000 | 1,672,150 | 1,650,000 | 2,304,938 | 835,000 | 2,213,088 | 2,050,000 | 1,475,100 |
| 2023 | 3,485,000 | 1,538,150 | 5,350,000 | 2,238,938 | 3,875,000 | 2,171,338 | 2,175,000 | 1,372,600 |
| 2024 | 3,620,000 | 1,398,750 | 5,625,000 | 2,078,438 | 4,040,000 | 1,977,588 | 2,275,000 | 1,263,850 |
| 2025 | 3,765,000 | 1,253,950 | 5,900,000 | 1,853,438 | 4,200,000 | 1,775,588 | 2,375,000 | 1,150,100 |
| 2026 | 3,920,000 | 1,103,350 | 6,150,000 | 1,676,438 | 4,370,000 | 1,639,088 | 2,500,000 | 1,031,350 |
| 2027 | 4,075,000 | 946,550 | 6,350,000 | 1,461,188 | 4,550,000 | 1,464,288 | 2,575,000 | 906,350 |
| 2028 | 4,240,000 | 783,550 | 6,600,000 | 1,207,188 | 4,735,000 | 1,282,288 | 2,650,000 | 777,600 |
| 2029 | 4,400,000 | 608,650 | 6,850,000 | 943,188 | 4,930,000 | 1,092,888 | 2,725,000 | 645,100 |
| 2030 | 4,590,000 | 421,650 | 7,050,000 | 737,688 | 5,150,000 | 895,688 | 2,815,000 | 536,100 |
| 2031 | 4,780,000 | 215,100 | 7,325,000 | 455,688 | 5,375,000 | 689,688 | 2,875,000 | 423,500 |
| 2032 | - | - | 7,550,000 | 235,938 | 5,625,000 | 474,688 | 2,975,000 | 322,875 |
| 2033 | - | - | - | - | 5,875,000 | 249,688 | 6,250,000 | 218,750 |
| 2034 | - | - | - | - | - | - | - | - |
| 2035 | - | - | - | - | - | - | - | - |
| 2036 | - | - | - | - | - | - | - | - |
| 2037 | - | - | - | - | - | - | - | - |
| | <u>\$ 46,555,000</u> | <u>\$ 13,668,150</u> | <u>\$ 69,450,000</u> | <u>\$ 19,986,938</u> | <u>\$ 55,110,000</u> | <u>\$ 20,469,075</u> | <u>\$ 38,050,000</u> | <u>\$ 13,361,475</u> |

| Year Ending June 30, | Series 2018A | | Series 2018B | | Total |
|-------------------------|---------------|---------------|---------------|---------------|----------------|
| | \$49,000,000 | | \$74,995,000 | | |
| | Principal | Interest | Principal | Interest | |
| 2020 | \$ 3,425,000 | \$ 1,488,245 | \$ 2,400,000 | \$ 3,145,219 | \$ 25,996,939 |
| 2021 | 1,825,000 | 1,316,995 | 2,975,000 | 3,025,219 | 24,645,289 |
| 2022 | - | 1,225,745 | 1,900,000 | 2,876,469 | 21,552,489 |
| 2023 | 975,000 | 1,225,745 | 3,040,000 | 2,819,469 | 30,266,239 |
| 2024 | 1,865,000 | 1,206,245 | 3,200,000 | 2,667,469 | 31,217,339 |
| 2025 | 1,955,000 | 1,112,995 | 3,350,000 | 2,507,469 | 31,198,539 |
| 2026 | 2,050,000 | 1,015,245 | 3,520,000 | 2,339,969 | 31,315,439 |
| 2027 | 2,150,000 | 912,745 | 3,700,000 | 2,163,969 | 31,255,089 |
| 2028 | 2,260,000 | 805,245 | 3,880,000 | 1,978,969 | 31,199,839 |
| 2029 | 2,370,000 | 692,245 | 4,075,000 | 1,784,969 | 31,117,039 |
| 2030 | 2,465,000 | 636,550 | 4,200,000 | 1,581,219 | 31,078,894 |
| 2031 | 2,565,000 | 574,925 | 4,325,000 | 1,371,219 | 30,975,119 |
| 2032 | 2,650,000 | 506,953 | 4,450,000 | 1,230,656 | 26,021,109 |
| 2033 | 2,725,000 | 434,078 | 4,600,000 | 1,083,806 | 21,436,322 |
| 2034 | 2,800,000 | 355,053 | 4,750,000 | 927,406 | 8,832,459 |
| 2035 | 2,890,000 | 272,453 | 4,900,000 | 761,156 | 8,823,609 |
| 2036 | 2,975,000 | 185,753 | 5,075,000 | 583,531 | 8,819,284 |
| 2037 | 3,065,000 | 95,015 | 5,240,000 | 399,562 | 8,799,577 |
| 2038 | - | - | 5,415,000 | 203,062 | 5,618,062 |
| | | | | | |
| | \$ 41,010,000 | \$ 14,062,230 | \$ 74,995,000 | \$ 33,450,807 | \$ 440,168,675 |

Source: District records

CANYONS SCHOOL DISTRICT
Direct and Overlapping General Obligation Debt
June 30, 2019

| Taxing Entity (1) | 2018 Taxable Value (3) | Canyons School District's Portion of Taxable Value | Canyons School District's Percentage (4) | Entity's General Obligation Debt | Canyons School District's Portion of G.O. Debt |
|---|------------------------------|---|---|---|---|
| Overlapping: | | | | | |
| CUWCD (2) | \$ 168,739,037,460 | \$ 23,545,981,067 | 14.0% | \$ 206,900,000 | \$ 28,870,992 |
| Salt Lake County | 109,393,930,148 | 23,082,119,261 | 21.1% | 200,547,799 | 42,315,586 |
| Draper City | 6,260,442,508 | 6,260,442,508 | 100.0% | 3,260,000 | 3,260,000 |
| Midvale City | 2,698,404,428 | 2,698,404,428 | 100.0% | 395,000 | 395,000 |
| Cottonwood Heights Parks and Recreation Service Area | 2,518,541,685 | 2,518,541,685 | 100.0% | 2,525,000 | 2,525,000 |
| Sandy Suburban Improvement District | 4,284,956,191 | 4,284,956,191 | 100.0% | 6,473,000 | 6,473,000 |
| Total overlapping general obligation debt | | | | | 83,839,578 |
| Direct: | | | | | |
| General obligation debt | | | | | 354,710,000 |
| Unamortized bond premiums | | | | | 22,353,256 |
| Total direct debt | | | | | 377,063,256 |
| Total direct and overlapping general obligation debt | | | | | <u>\$ 460,902,834</u> |

Notes:

- (1) The State's general obligation debt is not included in overlapping debt because the State currently levies no property tax for payment of its general obligation bonds.
- (2) Central Utah Water Conservancy District's (CUWCD) outstanding general obligation bonds are limited to ad valorem tax bonds. These bonds are the only limited ad valorem tax bonds in the State issued under the Water Conservancy Act. By law, CUWCD may levy a tax rate of up to 0.000400 to pay operation and maintenance expenses and any outstanding limited ad valorem tax bonds.
- (3) Taxable value used in this table excludes the taxable value used to determine uniform fees on tangible personal property.
- (4) The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable assessed value that is within the District's boundaries and dividing it by each unit's total taxable assessed value.
- (5) This schedule is based on each entity's general obligation debt which is serviced from property taxes. Other outstanding debt information for each entity is not included nor is it readily available.

Source: Salt Lake County-Comprehensive Annual Financial Report for 2018

CANYONS SCHOOL DISTRICT
Legal Debt Margin Information
Last Ten Tax Years

| <u>Tax Year</u> | <u>Estimated Fair Market Value</u> | <u>Debt Limit (1)</u> | <u>Less Net General Obligation Debt (2)</u> | <u>Legal Debt Margin</u> | <u>Percentage of Debt to Debt Limit</u> |
|-----------------|--|-----------------------|---|----------------------------------|---|
| 2009 | \$ 24,484,628,961 | \$ 979,385,158 | \$ 154,455,650 | \$ 824,929,508 | 15.77% |
| 2010 | 23,814,114,992 | 952,564,600 | 206,608,333 | 745,956,267 | 21.69% |
| 2011 | 22,984,491,191 | 919,379,648 | 186,581,954 | 732,797,694 | 20.29% |
| 2012 | 22,981,512,941 | 919,260,518 | 250,687,602 | 668,572,916 | 27.27% |
| 2013 | 24,189,952,711 | 967,598,108 | 300,491,591 | 667,106,517 | 31.06% |
| 2014 | 25,670,400,546 | 1,026,816,022 | 330,766,657 | 696,049,365 | 32.21% |
| 2015 | 27,357,289,514 | 1,094,291,581 | 312,441,693 | 781,849,888 | 28.55% |
| 2016 | 29,904,083,647 | 1,196,163,346 | 293,223,191 | 902,940,155 | 24.51% |
| 2017 | 32,331,606,063 | 1,293,264,243 | 323,765,524 | 969,498,719 | 25.03% |
| 2018 | 35,600,019,205 | 1,424,000,768 | 377,063,256 | 1,046,937,512 | 26.48% |

(1) The general obligation indebtedness of the District is limited by Utah law to 4% of the fair market value of taxable property in the District. The legal debt margin (additional debt incurring capacity of the District) is based on estimated fair market value.

(2) Includes unamortized deferred amounts for bond premiums.

Source: District records

CANYONS SCHOOL DISTRICT
Demographic and Economic Statistics
 Last Ten Fiscal Years

| Year Ended June 30, | Canyons School District Estimated Population * | Salt Lake County Estimated Population ** | Salt Lake County Total Personal Income (in thousands) ** | Salt Lake County Per Capita Income ** | Salt Lake County Unemployment Rate ** | Salt Lake County Estimated New Construction ** | Number of Students of Minority of Ancestry |
|------------------------|---|---|---|--|--|---|---|
| 2010 | 189,773 | 1,029,655 | \$ 38,580,658 | \$ 37,057 | 6.8% | \$ 1,545,119,400 | 5,049 |
| 2011 | 190,426 | 1,033,196 | 39,083,765 | 37,827 | 7.8% | 1,042,645,900 | 5,755 |
| 2012 | 193,107 | 1,047,746 | 40,995,436 | 39,081 | 6.5% | 1,560,324,400 | 8,442 |
| 2013 | 196,074 | 1,063,842 | 43,658,167 | 41,038 | 5.5% | 1,581,414,900 | 8,450 |
| 2014 | 199,001 | 1,079,721 | 45,552,565 | 42,189 | 4.2% | 1,568,718,500 | 8,486 |
| 2015 | 201,216 | 1,091,742 | 46,437,317 | 42,535 | 3.7% | 1,868,836,000 | 8,486 |
| 2016 | 204,086 | 1,107,314 | 49,488,031 | 44,692 | 3.3% | 2,059,529,200 | 8,566 |
| 2017 | 206,674 | 1,121,354 | 52,436,840 | 46,762 | 2.9% | 3,266,939,500 | 8,691 |
| 2018 | 214,113 | 1,135,649 | 56,152,594 | 49,445 | 2.9% | 2,852,908,300 | 8,826 |
| 2019 | 215,225 | 1,152,633 | N/A | N/A | 2.9% | 3,001,244,700 | 9,148 |

* Based on District estimates and U.S. Census Bureau data available to District personnel.

** The District covers the southeast section of Salt Lake County, which encompasses several municipalities and unincorporated areas making statistics for the District impractical to obtain. These statistics for Salt Lake County are given since those are representative of the District. These statistics were obtained from the County's year-end financial reports. The actual per capita income as provided by the Bureau of Economic Analysis lags one year behind. Therefore, it is not available for 2019.

Source: Salt Lake County - Comprehensive Annual Financial Report by year, District records

CANYONS SCHOOL DISTRICT
Principal Employers
Current Calendar Year and Nine Years Ago

| Employer * | 2018 | | | | 2009 | | | |
|------------------------------|------------------------|------|--|---|------------------------|------|--|---|
| | Number of Employees | Rank | Percent of District's Total Estimated Population | Percent of District's Total Estimated Workforce | Number of Employees | Rank | Percent of District's Total Estimated Population | Percent of District's Total Estimated Workforce |
| Intermountain Healthcare | 5,000 | 1 | 2.6% | 3.7% | 5,000 | 1 | 2.6% | 3.8% |
| Canyons School District | 5,000 | 2 | 2.6% | 3.7% | 5,000 | 2 | 2.6% | 3.8% |
| Wal-Mart Stores | 2,500 | 3 | 1.3% | 1.8% | 2,000 | 3 | 1.1% | 1.5% |
| Smith's Food Stores | 2,000 | 4 | 1.0% | 1.5% | 1,500 | 4 | 0.8% | 1.1% |
| Jet Blue Airways Corporation | 1,500 | 5 | 0.8% | 1.1% | | | | |
| Utah State Prison | 1,500 | 6 | 0.8% | 1.1% | 1,500 | 5 | 0.8% | 1.1% |
| eBay | 1,500 | 7 | 0.8% | 1.1% | 1,500 | 6 | 0.8% | 1.1% |
| Snowbird Corporation | 1,500 | 8 | 0.8% | 1.1% | | | | |
| Becton Dickinson | 1,000 | 9 | 0.5% | 0.7% | 1,000 | 10 | 0.5% | 0.8% |
| EMC Corporation | 700 | 10 | 0.4% | 0.5% | | | | |
| 1-800 Contacts | | | | | 1,000 | 9 | 0.5% | 0.8% |
| ACS Business Solutions | | | | | 1,500 | 7 | 0.8% | 1.1% |
| Coca-Cola | | | | | 1,000 | 8 | 0.5% | 0.8% |
| Totals | 22,200 | | 11.6% | 16.3% | 21,000 | | 11.0% | 15.9% |

* The number of employees within the District's boundaries for these employers is unavailable. Therefore, the number of employees listed represents an approximate range of the number of employees per the Utah Department of Workforce Services and the Salt Lake County, Sandy, Draper and Cottonwood Heights comprehensive annual financial reports by year.

CANYONS SCHOOL DISTRICT
Full-Time Equivalents by Functional Category
Last Ten Fiscal Years

| Function: | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 |
|---|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Instruction | 1,671.9 | 1,667.2 | 1,674.1 | 1,708.2 | 1,763.2 | 1,740.4 | 1,752.0 | 1,789.0 | 1,778.4 | 1,769.3 |
| Supporting services: | | | | | | | | | | |
| Students | 96.9 | 98.3 | 106.7 | 110.8 | 118.6 | 118.3 | 119.5 | 117.1 | 124.0 | 141.1 |
| Instructional staff | 65.4 | 70.3 | 70.1 | 78.8 | 83.1 | 84.2 | 135.8 | 130.6 | 145.2 | 143.2 |
| District administration | 15.0 | 15.0 | 10.1 | 9.1 | 9.0 | 12.0 | 12.0 | 12.0 | 12.0 | 12.0 |
| School administration | 163.0 | 165.5 | 173.8 | 174.8 | 173.9 | 177.7 | 190.2 | 187.9 | 188.8 | 192.5 |
| Central | 96.0 | 92.0 | 99.0 | 98.0 | 99.0 | 101.8 | 101.0 | 102.0 | 102.9 | 102.9 |
| Operation and maintenance of school buildings | 180.0 | 179.0 | 189.6 | 188.6 | 187.6 | 184.0 | 183.0 | 189.0 | 179.0 | 185.0 |
| Student transportation | 102.3 | 102.5 | 109.3 | 115.9 | 112.4 | 111.9 | 116.2 | 116.2 | 120.6 | 128.8 |
| Nutrition services | 130.4 | 124.3 | 119.2 | 114.7 | 110.2 | 106.1 | 91.4 | 85.3 | 79.1 | 74.2 |
| Non K-12 programs | 77.0 | 101.2 | 64.1 | 67.9 | 67.3 | 69.5 | 7.1 | 7.6 | 5.6 | 6.6 |
| Capital outlay | 12.0 | 10.0 | 11.0 | 12.0 | 13.0 | 12.0 | 12.0 | 11.0 | 10.5 | 10.0 |
| Total full-time equivalents | 2,609.9 | 2,625.3 | 2,627.0 | 2,678.8 | 2,737.3 | 2,717.9 | 2,720.2 | 2,747.7 | 2,746.1 | 2,765.6 |

Source: District records - contract employees only

CANYONS SCHOOL DISTRICT
Expenses by Function – Statement of Activities
 Last Ten Fiscal Years

| Function: | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 |
|---|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|
| Instruction | \$ 148,539,711 59.66% | \$ 156,986,377 60.39% | \$ 160,383,775 59.53% | \$ 175,359,995 61.07% | \$ 176,722,124 60.02% | \$ 170,720,170 58.26% | \$ 181,436,410 58.29% | \$ 186,467,728 58.55% | \$ 189,888,859 58.01% | \$ 199,214,148 57.24% |
| Support services: | | | | | | | | | | |
| Students | 7,390,809 2.97% | 7,723,388 2.97% | 8,433,794 3.13% | 9,089,873 3.17% | 9,744,940 3.31% | 9,986,468 3.41% | 11,008,439 3.54% | 11,793,573 3.70% | 12,413,881 3.79% | 14,233,290 4.09% |
| Instructional staff | 11,709,415 4.70% | 12,969,300 4.99% | 12,187,116 4.52% | 10,984,333 3.83% | 12,170,323 4.13% | 11,499,804 3.92% | 16,248,963 5.22% | 17,539,626 5.51% | 17,400,767 5.32% | 18,472,809 5.31% |
| District administration | 2,334,128 0.94% | 2,254,582 0.87% | 2,119,628 0.79% | 2,799,252 0.97% | 2,386,958 0.81% | 2,760,688 0.94% | 2,466,002 0.79% | 2,672,412 0.84% | 2,782,831 0.85% | 2,954,854 0.85% |
| School administration | 13,773,164 5.53% | 13,944,188 5.36% | 14,976,976 5.56% | 15,769,736 5.49% | 16,888,958 5.74% | 16,610,365 5.67% | 18,506,081 5.95% | 19,303,709 6.06% | 19,811,344 6.05% | 21,308,485 6.12% |
| Central | 11,304,689 4.54% | 11,154,831 4.29% | 12,439,941 4.62% | 12,789,634 4.45% | 12,419,091 4.22% | 12,786,370 4.36% | 13,926,511 4.47% | 13,663,868 4.29% | 13,792,846 4.21% | 14,954,588 4.30% |
| Operation and maintenance of school buildings | 20,325,380 8.16% | 21,586,479 8.30% | 22,542,093 8.37% | 23,722,922 8.26% | 24,999,379 8.49% | 23,836,266 8.13% | 24,982,551 8.03% | 25,652,933 8.06% | 25,482,146 7.78% | 27,033,960 7.77% |
| Student transportation | 7,138,925 2.87% | 7,475,764 2.88% | 8,139,130 3.02% | 8,725,403 3.04% | 9,062,643 3.08% | 8,673,079 2.96% | 9,047,092 2.91% | 9,642,728 3.03% | 10,244,524 3.13% | 11,495,770 3.30% |
| Nutrition services | 12,408,460 4.98% | 12,204,115 4.69% | 11,663,738 4.33% | 11,877,551 4.14% | 12,316,579 4.18% | 12,029,975 4.11% | 12,227,600 3.93% | 12,955,474 4.07% | 12,627,553 3.86% | 13,094,392 3.76% |
| Contributions to other governments | - 0.00% | - 0.00% | - 0.00% | - 0.00% | - 0.00% | 8,764,277 2.99% | 9,978,475 3.21% | 8,329,503 2.62% | 12,269,778 3.75% | 12,781,299 3.67% |
| Community services | - 0.00% | - 0.00% | - 0.00% | - 0.00% | - 0.00% | - 0.00% | 291,441 0.09% | 221,366 0.07% | 243,559 0.07% | 323,178 0.09% |
| Non K-12 programs | 6,301,400 2.53% | 6,652,431 2.56% | 6,905,505 2.56% | 6,785,693 2.36% | 7,155,707 2.43% | 5,296,554 1.81% | - 0.00% | - 0.00% | - 0.00% | - 0.00% |
| Interest on long-term liabilities | 7,757,267 3.12% | 7,000,592 2.69% | 9,640,880 3.58% | 9,227,299 3.21% | 10,573,788 3.59% | 10,091,030 3.44% | 11,158,159 3.58% | 10,212,199 3.21% | 10,367,498 3.17% | 12,152,713 3.49% |
| Total expenses | \$ 248,983,348 | \$ 259,952,047 | \$ 269,432,576 | \$ 287,131,691 | \$ 294,440,490 | \$ 293,055,046 | \$ 311,277,724 | \$ 318,455,119 | \$ 327,325,586 | \$ 348,019,486 |
| Average Daily Membership | 33,202 | 33,343 | 34,359 | 34,358 | 34,348 | 34,309 | 33,802 | 33,717 | 33,652 | 33,729 |
| Average Expenses Per Pupil | \$ 7,499 | \$ 7,796 | \$ 7,842 | \$ 8,357 | \$ 8,572 | \$ 8,542 | \$ 9,209 | \$ 9,445 | \$ 9,727 | \$ 10,318 |

CANYONS SCHOOL DISTRICT
Expenses by Function Per Pupil – Statement of Activities
Last Ten Fiscal Years

| Function: | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 |
|--|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| Instruction | \$ 4,474 59.66% | \$ 4,708 60.39% | \$ 4,668 59.53% | \$ 5,104 61.07% | \$ 5,145 60.02% | \$ 4,976 58.26% | \$ 5,368 58.29% | \$ 5,530 58.55% | \$ 5,643 58.01% | \$ 5,906 57.24% |
| Support services: | | | | | | | | | | |
| Students | 223 2.97% | 232 2.97% | 245 3.13% | 265 3.17% | 284 3.31% | 291 3.41% | 326 3.54% | 350 3.70% | 369 3.79% | 422 4.09% |
| Instructional staff | 353 4.70% | 389 4.99% | 355 4.52% | 320 3.83% | 354 4.13% | 335 3.92% | 481 5.22% | 520 5.51% | 517 5.32% | 548 5.31% |
| District administration | 70 0.94% | 68 0.87% | 62 0.79% | 81 0.97% | 69 0.81% | 80 0.94% | 73 0.79% | 79 0.84% | 83 0.85% | 88 0.85% |
| School administration | 415 5.53% | 418 5.36% | 436 5.56% | 459 5.49% | 492 5.74% | 484 5.67% | 547 5.95% | 573 6.06% | 589 6.05% | 632 6.12% |
| Central | 340 4.54% | 335 4.29% | 362 4.62% | 372 4.45% | 362 4.22% | 373 4.36% | 412 4.47% | 405 4.29% | 410 4.21% | 443 4.30% |
| Operation and maintenance of school buildings | 612 8.16% | 647 8.30% | 656 8.37% | 690 8.26% | 728 8.49% | 695 8.13% | 739 8.03% | 761 8.06% | 757 7.78% | 801 7.77% |
| Student transportation | 215 2.87% | 224 2.88% | 237 3.02% | 254 3.04% | 264 3.08% | 253 2.96% | 268 2.91% | 286 3.03% | 304 3.13% | 341 3.30% |
| Nutrition services | 374 4.98% | 366 4.69% | 339 4.33% | 346 4.14% | 359 4.18% | 351 4.11% | 362 3.93% | 384 4.07% | 375 3.86% | 388 3.76% |
| Contributions to other governments | - 0.00% | - 0.00% | - 0.00% | - 0.00% | - 0.00% | 255 2.99% | 295 3.21% | 247 2.62% | 365 3.75% | 379 3.67% |
| Community services | - 0.00% | - 0.00% | - 0.00% | - 0.00% | - 0.00% | - 0.00% | 9 0.09% | 7 0.07% | 7 0.07% | 10 0.09% |
| Non K-12 programs | 190 2.53% | 200 2.56% | 201 2.56% | 197 2.36% | 208 2.43% | 154 1.81% | - 0.00% | - 0.00% | - 0.00% | - 0.00% |
| Interest on long-term liabilities | 234 3.12% | 210 2.69% | 281 3.58% | 269 3.21% | 308 3.59% | 294 3.44% | 330 3.58% | 303 3.21% | 308 3.17% | 360 3.49% |
| Total expenses | \$ 7,499 | \$ 7,796 | \$ 7,842 | \$ 8,357 | \$ 8,572 | \$ 8,542 | \$ 9,209 | \$ 9,445 | \$ 9,727 | \$ 10,318 |
| Average Daily Membership | 33,202 | 33,343 | 34,359 | 34,358 | 34,348 | 34,309 | 33,802 | 33,717 | 33,652 | 33,729 |

CANYONS SCHOOL DISTRICT
Expenditures by Function – General Fund
 Last Ten Fiscal Years

| Function: | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 |
|---|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|
| Instruction | \$ 118,816,244 62.58% | \$ 124,029,593 62.90% | \$ 127,852,245 62.55% | \$ 134,456,779 63.25% | \$ 136,863,789 62.24% | \$ 138,398,131 62.21% | \$ 146,258,365 61.08% | \$ 146,664,649 60.50% | \$ 157,947,759 61.28% | \$ 162,485,809 60.60% |
| Support services: | | | | | | | | | | |
| Students | 7,336,484 3.86% | 7,575,667 3.84% | 8,347,281 4.08% | 8,925,363 4.20% | 9,510,956 4.32% | 10,099,532 4.54% | 10,931,039 4.57% | 11,511,907 4.75% | 12,473,227 4.84% | 13,892,080 5.18% |
| Instructional staff | 11,483,579 6.05% | 12,649,687 6.41% | 11,908,506 5.83% | 10,710,531 5.04% | 11,977,361 5.45% | 11,536,564 5.19% | 16,254,028 6.79% | 17,197,160 7.09% | 17,522,701 6.80% | 18,060,447 6.74% |
| District administration | 2,272,323 1.20% | 2,086,863 1.06% | 1,999,219 0.98% | 2,013,203 0.95% | 1,862,037 0.85% | 2,377,553 1.07% | 2,408,396 1.01% | 2,507,402 1.03% | 2,607,371 1.01% | 2,635,478 0.98% |
| School administration | 13,618,836 7.17% | 13,615,074 6.90% | 14,754,707 7.22% | 15,361,909 7.23% | 16,408,467 7.46% | 16,654,114 7.49% | 18,313,983 7.65% | 18,715,088 7.72% | 19,806,239 7.68% | 20,636,820 7.70% |
| Central | 10,503,447 5.53% | 10,146,693 5.15% | 11,210,661 5.48% | 11,564,452 5.44% | 12,069,592 5.49% | 12,693,640 5.71% | 13,510,173 5.64% | 13,251,568 5.47% | 13,672,160 5.30% | 14,497,872 5.41% |
| Operation and maintenance of school buildings | 19,819,997 10.44% | 20,911,730 10.60% | 21,550,141 10.54% | 22,305,809 10.49% | 23,711,132 10.78% | 23,180,718 10.42% | 23,770,303 9.93% | 24,087,814 9.94% | 24,298,193 9.43% | 25,481,423 9.50% |
| Student transportation | 6,027,206 3.17% | 6,175,797 3.13% | 6,768,574 3.31% | 7,243,946 3.41% | 7,506,685 3.41% | 7,520,312 3.38% | 7,702,864 3.22% | 8,253,809 3.40% | 9,175,842 3.56% | 10,109,310 3.77% |
| Community services | - | - | - | - | - | - | 288,934 0.12% | 218,011 0.09% | 249,016 0.10% | 330,047 0.12% |
| Total expenditures | \$ 189,878,116 | \$ 197,191,104 | \$ 204,391,334 | \$ 212,581,992 | \$ 219,910,019 | \$ 222,460,564 | \$ 239,438,085 | \$ 242,407,408 | \$ 257,752,508 | \$ 268,129,286 |
| Average Daily Membership | 33,202 | 33,343 | 34,359 | 34,358 | 34,348 | 34,309 | 33,802 | 33,717 | 33,652 | 33,729 |
| Average Expenditures Per Pupil | \$ 5,719 | \$ 5,914 | \$ 5,949 | \$ 6,187 | \$ 6,402 | \$ 6,484 | \$ 7,084 | \$ 7,190 | \$ 7,659 | \$ 7,949 |

CANYONS SCHOOL DISTRICT
Expenditures by Function Per Pupil – General Fund
Last Ten Fiscal Years

| Function: | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 |
|---|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| Instruction | \$ 3,579 62.58% | \$ 3,721 62.90% | \$ 3,722 62.55% | \$ 3,912 63.25% | \$ 3,985 62.24% | \$ 4,033 62.21% | \$ 4,325 61.08% | \$ 4,351 60.50% | \$ 4,693 61.28% | \$ 4,816 60.60% |
| Support services: | | | | | | | | | | |
| Students | 221 3.86% | 227 3.84% | 243 4.08% | 260 4.20% | 277 4.32% | 294 4.54% | 324 4.57% | 342 4.75% | 371 4.84% | 412 5.18% |
| Instructional staff | 346 6.05% | 379 6.41% | 347 5.83% | 312 5.04% | 349 5.45% | 337 5.19% | 481 6.79% | 510 7.09% | 521 6.80% | 536 6.74% |
| District administration | 68 1.20% | 63 1.06% | 58 0.98% | 59 0.95% | 54 0.85% | 69 1.07% | 72 1.01% | 74 1.03% | 77 1.01% | 78 0.98% |
| School administration | 410 7.17% | 408 6.90% | 429 7.22% | 447 7.23% | 478 7.46% | 486 7.49% | 542 7.65% | 555 7.72% | 588 7.68% | 612 7.70% |
| Central | 316 5.53% | 304 5.15% | 326 5.48% | 337 5.44% | 351 5.49% | 370 5.71% | 400 5.64% | 393 5.47% | 406 5.30% | 430 5.41% |
| Operation and maintenance of school buildings | 597 10.44% | 627 10.60% | 627 10.54% | 649 10.49% | 690 10.78% | 676 10.42% | 703 9.93% | 715 9.94% | 722 9.43% | 755 9.50% |
| Student transportation | 182 3.17% | 185 3.13% | 197 3.31% | 211 3.41% | 218 3.41% | 219 3.38% | 228 3.22% | 244 3.40% | 273 3.56% | 300 3.77% |
| Community services | - | - | - | - | - | - | 9 0.12% | 6 0.09% | 8 0.10% | 10 0.12% |
| Total expenditures | \$ 5,719 | \$ 5,914 | \$ 5,949 | \$ 6,187 | \$ 6,402 | \$ 6,484 | \$ 7,084 | \$ 7,190 | \$ 7,659 | \$ 7,949 |
| Average Daily Membership | 33,202 | 33,343 | 34,359 | 34,358 | 34,348 | 34,309 | 33,802 | 33,717 | 33,652 | 33,729 |

CANYONS SCHOOL DISTRICT
Average Daily Membership vs. Average Daily Attendance
Last Ten Fiscal Years

| Year Ended June 30, | Average Daily Membership | Average Daily Attendance | Ratio of ADA to ADM | Official State October 1 Enrollment Count |
|--------------------------------|---|---|--------------------------------|--|
| 2010 | 33,202 | 31,756 | 95.64% | 33,184 |
| 2011 | 33,343 | 31,931 | 95.77% | 33,469 |
| 2012 | 34,359 | 32,106 | 93.44% | 33,490 |
| 2013 | 34,358 | 32,106 | 93.44% | 33,528 |
| 2014 | 34,348 | 32,441 | 94.45% | 33,677 |
| 2015 | 34,309 | 31,800 | 92.69% | 33,676 |
| 2016 | 33,802 | 31,993 | 94.65% | 33,899 |
| 2017 | 33,717 | 31,949 | 94.76% | 34,017 |
| 2018 | 33,652 | 31,874 | 94.72% | 33,907 |
| 2019 | 33,729 | 31,912 | 94.61% | 34,134 |

Source: District records

CANYONS SCHOOL DISTRICT
History of High School Graduates
Last Ten Fiscal Years

| | <u>2010</u> | <u>2011</u> | <u>2012</u> | <u>2013</u> | <u>2014</u> | <u>2015</u> | <u>2016</u> | <u>2017</u> | <u>2018</u> | <u>2019</u> |
|-------------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| Alta | 815 | 721 | 787 | 794 | 535 | 419 | 365 | 515 | 420 | 483 |
| Brighton | 570 | 613 | 565 | 579 | 562 | 546 | 483 | 573 | 483 | 456 |
| Corner Canyon (1) | - | - | - | - | 257 | 391 | 490 | 680 | 540 | 492 |
| Hillcrest | 435 | 422 | 368 | 444 | 480 | 423 | 429 | 426 | 473 | 426 |
| Jordan | 478 | 478 | 507 | 491 | 510 | 473 | 433 | 486 | 483 | 475 |
| Diamond Ridge (2) | - | - | - | - | - | - | 15 | 39 | 48 | 47 |
| Entrada | 254 | 145 | 104 | 136 | 78 | 140 | 69 | 37 | 46 | 68 |
| South Park | 331 | 378 | 338 | 358 | 276 | 241 | 107 | 106 | 101 | 85 |
| Total | <u>2,883</u> | <u>2,757</u> | <u>2,669</u> | <u>2,802</u> | <u>2,698</u> | <u>2,633</u> | <u>2,391</u> | <u>2,862</u> | <u>2,594</u> | <u>2,532</u> |

(1) Corner Canyon opened in 2014.

(2) Diamond Ridge opened in 2016.

Source: District records

CANYONS SCHOOL DISTRICT
Capital Asset Information
Last Ten Fiscal Years

| | 2010 | 2011 | 2012 | 2013 | 2014** | 2015 | 2016 | 2017 | 2018 | 2019 |
|--------------------------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|
| Buildings: | | | | | | | | | | |
| Elementary: | | | | | | | | | | |
| Number | 29 | 29 | 29 | 29 | 29 | 29 | 29 | 29 | 29 | 29 |
| Square feet | 1,805,833 | 1,805,833 | 1,805,833 | 1,844,813 | 1,844,777 | 1,844,777 | 1,849,736 | 1,872,516 | 1,895,508 | 1,895,508 |
| Capacity | 19,509 | 19,509 | 19,509 | 20,375 | 20,375 | 19,215 | 19,215 | 19,390 | 19,265 | 19,265 |
| Enrollment | 17,958 | 18,108 | 18,208 | 18,295 | 15,488 | 15,389 | 15,465 | 15,312 | 15,127 | 14,950 |
| Middle Schools: | | | | | | | | | | |
| Number | 8 | 8 | 8 | 8 | 8 | 8 | 8 | 8 | 8 | 8 |
| Square feet | 1,267,103 | 1,267,103 | 1,267,103 | 1,290,263 | 1,304,281 | 1,304,281 | 1,347,426 | 1,351,296 | 1,426,463 | 1,446,696 |
| Capacity | 10,565 | 10,565 | 10,565 | 10,450 | 9,418 | 9,506 | 9,506 | 9,776 | 19,265 | 19,265 |
| Enrollment | 7,499 | 7,403 | 7,441 | 7,491 | 7,762 | 7,723 | 7,800 | 7,826 | 7,858 | 8,076 |
| High Schools: | | | | | | | | | | |
| Number | 4 | 4 | 4 | 4 | 5 | 5 | 5 | 5 | 5 | 5 |
| Square feet | 1,372,991 | 1,372,991 | 1,372,991 | 1,372,991 | 1,748,503 | 1,748,503 | 1,748,503 | 1,748,503 | 1,748,503 | 1,748,503 |
| Capacity | 9,321 | 9,321 | 9,321 | 9,321 | 12,431 | 11,553 | 11,553 | 11,553 | 11,481 | 11,281 |
| Enrollment | 7,592 | 7,725 | 7,624 | 7,624 | 10,178 | 10,355 | 10,424 | 10,597 | 10,645 | 10,815 |
| Special Schools: | | | | | | | | | | |
| Number | 3 | 3 | 4 | 4 | 4 | 4 | 2 | 2 | 2 | 2 |
| Square feet | 148,569 | 148,569 | 147,719 | 136,757 | 136,757 | 136,757 | 136,757 | 136,757 | 136,757 | 136,757 |
| Capacity * | | | | | | | | | | |
| Enrollment | 135 | 233 | 217 | 220 | 249 | 209 | 210 | 282 | 277 | 293 |
| Total School Buildings: | | | | | | | | | | |
| Square feet | 44 | 44 | 45 | 45 | 46 | 46 | 44 | 44 | 44 | 44 |
| Capacity | 4,594,496 | 4,594,496 | 4,593,646 | 4,644,824 | 5,034,318 | 5,034,318 | 5,082,422 | 5,109,072 | 5,207,231 | 5,227,464 |
| Enrollment | 39,395 | 39,395 | 39,395 | 40,146 | 42,224 | 40,274 | 40,274 | 40,719 | 50,011 | 49,811 |
| | 33,184 | 33,469 | 33,490 | 33,630 | 33,677 | 33,676 | 33,899 | 34,017 | 33,907 | 34,134 |
| Other Buildings: | | | | | | | | | | |
| Number | 7 | 6 | 6 | 5 | 6 | 5 | 7 | 7 | 11 | 11 |
| Square feet | 397,990 | 336,950 | 336,950 | 340,426 | 340,426 | 340,426 | 251,505 | 251,505 | 380,060 | 377,105 |
| Acres of Land | 784 | 784 | 784 | 794 | 794 | 794 | 770 | 784 | 812 | 799 |
| Number of Portables | 82 | 82 | 88 | 91 | 81 | 82 | 82 | 85 | 84 | 84 |
| Number of Vehicles | 289 | 329 | 346 | 345 | 338 | 347 | 329 | 338 | 338 | 331 |

* Information for special school varies depending on needs of students.

** Grade configuration occurred in 2014 with the sixth graders moving to the middle schools and the ninth graders moving to the high schools.

Source: District records

CANYONS SCHOOL DISTRICT
Teacher Compensation Data
Last Ten Fiscal Years

| Year Ending June 30, | Bachelor Degree 1st Year Teacher Wage | Doctorate Degree Veteran Teacher Wage | District Average* Teacher Wage | District Average* Teacher Benefits** | Total District Average* Teacher Compensation | State Median* Teacher Salary |
|----------------------------|---|---|---|---|--|---------------------------------------|
| 2010 | \$ 33,640 | \$ 63,264 | \$ 45,230 | \$ 20,390 | \$ 66,097 | \$ 46,340 |
| 2011 | 32,759 | 61,608 | 45,230 | 19,008 | 64,238 | 46,448 |
| 2012 | 34,157 | 64,237 | 45,165 | 20,390 | 66,097 | 46,623 |
| 2013 | 33,343 | 62,694 | 45,707 | 20,390 | 66,097 | 46,232 |
| 2014 | 33,831 | 62,799 | 45,522 | 21,841 | 67,363 | 46,421 |
| 2015 | 33,215 | 62,571 | 46,453 | 26,824 | 73,277 | 46,689 |
| 2016 | 33,998 | 64,147 | 47,596 | 27,690 | 75,286 | 47,341 |
| 2017 | 34,334 | 66,323 | 48,398 | 30,462 | 78,860 | 48,576 |
| 2018 | 40,500 | 76,600 | 51,355 | 31,859 | 83,214 | 49,655 |
| 2019 | 41,835 | 77,935 | N/A | N/A | N/A | N/A |

* As calculated and reported by the Utah State Board of Education in the Annual Statistical Report.

** Includes all benefits including State retirement, but does not include District retirement benefits.

N/A - The 2019 numbers were not available when this schedule was prepared.

CANYONS SCHOOL DISTRICT
Students Per Teacher
Last Ten Fiscal Years

| Grade | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 |
|--------------|------|------|------|------|------|------|------|------|------|------|
| Kindergarten | 44.0 | 44.0 | 44.0 | 44.0 | 44.0 | 44.0 | 44.0 | 44.0 | 44.0 | 44.0 |
| 1 | 22.3 | 22.3 | 22.3 | 22.3 | 22.3 | 22.3 | 22.3 | 22.3 | 22.3 | 22.3 |
| 2 | 22.3 | 22.3 | 22.3 | 22.3 | 22.3 | 22.3 | 22.3 | 22.3 | 22.3 | 22.3 |
| 3 | 22.3 | 22.3 | 22.3 | 22.3 | 22.3 | 22.3 | 22.3 | 22.3 | 22.3 | 22.3 |
| 4 | 26.3 | 26.3 | 26.3 | 26.3 | 26.3 | 26.3 | 26.3 | 26.3 | 26.3 | 26.3 |
| 5 | 26.3 | 26.3 | 26.3 | 26.3 | 26.3 | 26.3 | 26.3 | 26.3 | 26.3 | 26.3 |
| 6 | 26.3 | 26.3 | 26.3 | 26.3 | 26.3 | 26.3 | 26.3 | 26.3 | 26.3 | 26.3 |
| 7 | 27.3 | 27.3 | 27.3 | 27.3 | 27.3 | 27.3 | 26.3 | 26.3 | 26.3 | 26.3 |
| 8 | 27.3 | 27.3 | 27.3 | 27.3 | 27.3 | 27.3 | 26.3 | 26.3 | 26.3 | 26.3 |
| 9 | 28.3 | 28.3 | 28.3 | 28.3 | 28.3 | 28.3 | 27.3 | 27.3 | 27.3 | 27.3 |
| 10 | 28.3 | 28.3 | 28.3 | 28.3 | 28.3 | 28.3 | 27.3 | 27.3 | 27.3 | 27.3 |
| 11 | 28.3 | 28.3 | 28.3 | 28.3 | 28.3 | 28.3 | 27.3 | 27.3 | 27.3 | 27.3 |
| 12 | 28.3 | 28.3 | 28.3 | 28.3 | 28.3 | 28.3 | 27.3 | 27.3 | 27.3 | 27.3 |

Source: District Records

CANYONS SCHOOL DISTRICT
Nutrition Services - Facts and Figures
 Last Ten Fiscal Years

| | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 |
|--|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|
| Participating schools: | | | | | | | | | | |
| Lunch | 43 | 43 | 43 | 43 | 44 | 43 | 44 | 44 | 43 | 43 |
| Breakfast | 25 | 25 | 25 | 26 | 30 | 33 | 36 | 37 | 37 | 37 |
| Student lunches served: | | | | | | | | | | |
| Free | 944,856 | 1,028,671 | 1,129,915 | 1,090,227 | 1,040,685 | 1,041,709 | 1,034,851 | 1,037,271 | 985,131 | 1,028,168 |
| Reduced | 217,170 | 211,707 | 219,019 | 204,531 | 183,451 | 183,443 | 190,927 | 158,665 | 151,830 | 132,678 |
| Fully paid | 2,179,799 | 1,999,634 | 1,990,611 | 1,712,160 | 1,614,055 | 1,648,908 | 1,666,635 | 1,644,115 | 1,701,341 | 1,658,784 |
| Total | 3,341,825 | 3,240,012 | 3,339,545 | 3,006,918 | 2,838,191 | 2,874,060 | 2,892,413 | 2,840,051 | 2,838,302 | 2,819,630 |
| Student breakfasts served: | | | | | | | | | | |
| Free | 230,401 | 243,532 | 275,848 | 260,808 | 261,970 | 313,316 | 443,942 | 434,835 | 407,552 | 363,167 |
| Reduced | 27,922 | 24,960 | 26,102 | 19,918 | 22,264 | 31,820 | 55,369 | 45,072 | 46,654 | 26,669 |
| Fully paid | 74,021 | 63,926 | 67,336 | 54,474 | 63,393 | 84,961 | 158,914 | 166,115 | 188,961 | 156,635 |
| Total | 332,344 | 332,418 | 369,286 | 335,200 | 347,627 | 430,097 | 658,225 | 646,022 | 643,167 | 546,471 |
| Percentage of free/reduced/fully paid lunch: | | | | | | | | | | |
| Free | 28.27% | 31.75% | 33.83% | 36.26% | 36.67% | 36.25% | 35.78% | 36.52% | 34.71% | 36.46% |
| Reduced | 6.50% | 6.53% | 6.56% | 6.80% | 6.46% | 6.38% | 6.60% | 5.59% | 5.35% | 4.71% |
| Fully paid | 65.23% | 61.72% | 59.61% | 56.94% | 56.87% | 57.37% | 57.62% | 57.89% | 59.94% | 58.83% |
| Percentage of free/reduced/fully paid breakfast: | | | | | | | | | | |
| Free | 69.33% | 73.26% | 74.70% | 77.81% | 75.36% | 72.85% | 67.45% | 67.31% | 63.37% | 66.46% |
| Reduced | 8.40% | 7.51% | 7.07% | 5.94% | 6.40% | 7.40% | 8.41% | 6.98% | 7.25% | 4.88% |
| Fully paid | 22.27% | 19.23% | 18.23% | 16.25% | 18.24% | 19.75% | 24.14% | 25.71% | 29.38% | 28.66% |
| Average daily participation: | | | | | | | | | | |
| Lunch | 18,774 | 18,514 | 18,761 | 16,893 | 15,945 | 16,146 | 16,250 | 15,955 | 15,946 | 15,841 |
| Breakfast | 1,867 | 1,900 | 2,075 | 1,883 | 1,953 | 2,416 | 3,698 | 3,629 | 3,613 | 3,070 |
| Average daily membership | 33,202 | 33,343 | 34,359 | 34,358 | 34,348 | 34,309 | 33,802 | 33,717 | 33,652 | 33,729 |
| Percentage participating in school lunch/breakfast | | | | | | | | | | |
| Lunch | 56.55% | 55.53% | 54.60% | 49.17% | 46.42% | 47.06% | 48.07% | 47.32% | 47.38% | 46.96% |
| Breakfast | 5.62% | 5.70% | 6.04% | 5.48% | 5.69% | 7.04% | 10.94% | 10.76% | 10.74% | 9.10% |

Source: District records