

# **CANYONS SCHOOL DISTRICT**

**9150 South 500 West**  
**Sandy, Utah 84070**  
[www.canyonsdistrict.org](http://www.canyonsdistrict.org)

## **Comprehensive Annual Financial Report**

**For the Fiscal Year Ended June 30, 2014**

**Sherril Taylor, 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

## Table of Contents

Fiscal Year Ended June 30, 2014

Page

### INTRODUCTORY SECTION

Letter of Transmittal.....	1
List of Elected and Appointed Officials.....	6
School Board Boundaries.....	7
Organization Chart.....	8
GFOA Certificate of Achievement for Excellence in Financial Reporting.....	9
ASBO Certificate of Excellence in Financial Reporting.....	10

### FINANCIAL SECTION

Independent Auditor's Report .....	11
Management's Discussion and Analysis.....	13
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Position.....	24
Statement of Activities.....	25
Fund Financial Statements:	
Balance Sheet - Governmental Funds.....	26
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position.....	27
Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds.....	28
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities.....	29
Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - General Fund.....	30
Statement of Fund Net Position - Proprietary Fund.....	31
Statement of Revenues, Expenses, and Changes in Fund Net Position - Proprietary Fund.....	32
Statement of Fund Cash Flows - Proprietary Fund.....	33
Notes to the Basic Financial Statements.....	34
Required Supplementary Information:	
Schedule of Funding Progress - District Retirement Benefits.....	52
Combining and Individual Fund Statements and Schedules:	
Major Governmental Funds:	
Comparative Balance Sheets - General Fund.....	56
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - General Fund.....	57
Comparative Balance Sheets - Debt Service Fund.....	58

# CANYONS SCHOOL DISTRICT

## Table of Contents

Fiscal Year Ended June 30, 2014

Page

Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Debt Service Fund.....	59
Comparative Balance Sheets - Capital Outlay Fund.....	60
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Capital Outlay Fund.....	61
Nonmajor Governmental Funds:	
Combining Balance Sheet - Nonmajor Governmental Funds.....	64
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Nonmajor Governmental Funds.....	65
Comparative Balance Sheets - Nutrition Services Fund.....	66
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Nutrition Services Fund.....	67
Comparative Balance Sheets - Student Activities Fund.....	68
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Student Activities Fund.....	69
Comparative Balance Sheets - Non K-12 Programs Fund.....	70
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Non K-12 Programs Fund.....	71
Comparative Balance Sheets - Canyons School District Education Foundation Fund.....	72
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Canyons School District Education Foundation Fund.....	73
Proprietary Fund (Internal Service Fund):	
Comparative Statements of Fund Net Position - Self-Insurance Fund.....	75
Comparative Statements of Revenues, Expenses, and Changes in Fund Net Position - Self-Insurance Fund.....	76
Comparative Statements of Fund Cash Flows - Self-Insurance Fund.....	77

## STATISTICAL SECTION

Statistical Section - Table of Contents.....	79
Financial Trends:	
Comparative Statements of Net Position.....	81
Net Position by Component.....	82
Changes in Net Position.....	83
Fund Balances - Governmental Funds.....	84
Changes in Fund Balances - Governmental Funds.....	85
Comparative Balance Sheets - General Fund.....	86
Comparative Statements of Revenues, Expenditures, and Changes in Fund Balances - General Fund.....	87

# CANYONS SCHOOL DISTRICT

## Table of Contents

Fiscal Year Ended June 30, 2014

Page

---

### Revenue Capacity:

Historical Summaries of Taxable Values of Property.....	88
Assessed Value and Estimated Actual Value of Taxable Property.....	89
Direct and Overlapping Property Tax Rates.....	90
Principal Property Tax Payers.....	91
Property Tax Levies and Collections.....	92

### Debt Capacity:

Ratios of Outstanding Debt.....	93
Debt Service Schedule of Outstanding General Obligation Bonds Shared with the Jordan School District.....	94
Debt Service Schedule of Outstanding General Obligation Bonds.....	96
Direct and Overlapping General Obligation Debt.....	97
Legal Debt Margin Information.....	98

### Demographic and Economic Information:

Demographic and Economic Statistics.....	99
Principal Employers.....	100

### Operating Information:

Full-Time Equivalents by Functional Category.....	101
Expenses by Function - Statement of Activities.....	102
Expenses by Function Per Pupil - Statement of Activities.....	103
Expenditures by Function - General Fund.....	104
Expenditures by Function Per Pupil - General Fund.....	105
Average Daily Membership vs. Average Daily Attendance.....	106
History of High School Graduates.....	107
Capital Asset Information.....	108
Teacher Compensation Data.....	109
Students per Teacher.....	110
Nutrition Services - Facts and Figures.....	111



**Leon Wilcox, CPA, Business Administration, Business Administrator/  
Chief Financial Officer**  
9150 S. 500 W. Sandy, UT 84070  
T: 801-826-5000 | F: 801-826-5053 | [www.canyonsdistrict.org](http://www.canyonsdistrict.org)

November 26, 2014

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, 2014.

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, 2014. 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 fifth year of operations, the District’s student population stood at 33,677. To accomplish its purpose the District operates 29 elementary schools, 8 middle schools, 5 accredited high schools, and 4 special program schools. In addition, the District offers an adult and community education program for non-traditional

students. 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 200<sup>th</sup> – 220<sup>th</sup> 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 State's economy has nearly returned to pre-recession levels and the economic growth has lead 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 \$2,842 to \$2,899 for the fiscal year ended June 30, 2014. The WPU will increase to \$2,972 (or 2.5%) for the fiscal year ending June 30, 2015. The economic outlook calls for some continued expansion in 2015 with the hope for additional growth in 2016 and beyond. The unemployment rate for Salt Lake County was 3.5% at December 31, 2013 which is an improvement from the 4.4% rate at December 31, 2012. After four consecutive years of declining assessed valuations, the District had a 4.9% increase in 2014 and is expecting a similar increase in 2015. This is welcomed news; however further increases in assessed valuation are needed in order to provide financial stability to the District.

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:

- 71% of the 2014 traditional high school graduates earned an advanced or honors diploma, an increase from 67% from the prior year and 65% from two years ago.
- Five students won National Merit Scholarships.
- Five students scored a perfect “36” on the American College Test.
- Elementary Criteria Reference Testing scores have steadily improved over the past four years.
- The District successfully implemented its grade-reconfiguration academic model with sixth grade students moving to middle school and ninth grade students moving to high school.

Another high priority for the Board is the construction, renovation, and replacement of school buildings. The Board proposed a \$250 million bond election, which was approved by the citizens in June 2010. In August 2013 the District opened Corner Canyon High, Butler Middle, and Draper Park Middle (formerly Crescent View Middle). Furthermore, additions were made to Brighton High and Hillcrest High to accommodate ninth graders moving to high school. In 2014, the District began re-construction of Mount Jordan Middle which will open in August 2015.

The 2010 bond funded thirteen scheduled projects, eight of which have been completed. The remaining bond projects include rebuilding Midvale Middle (to open fall 2017), renovate Indian Hills Middle (to open fall 2018), rebuild Butler Elementary (to open fall 2016), rebuild Alta View Elementary (to open fall 2017) and the above noted rebuild of Mount Jordan Middle School (to open fall 2015).

### ***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 and is conducting a facility assessment of its buildings. Information from this assessment will be 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. In spite of the recent state and national recession, the District has been able to strengthen its unassigned general fund balance from \$11.2 million in 2010 to \$19.1 million in 2014. The District has maintained resources set aside for economic stabilization at \$11.4 million (the 5% maximum allowed per State statute) and increased its assigned general fund balance from \$2.7 million in 2010 to \$14.9 million in 2014. 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, 2013. This was the fourth 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, 2013. This was the fourth 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 Sherril Taylor 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, 2014**

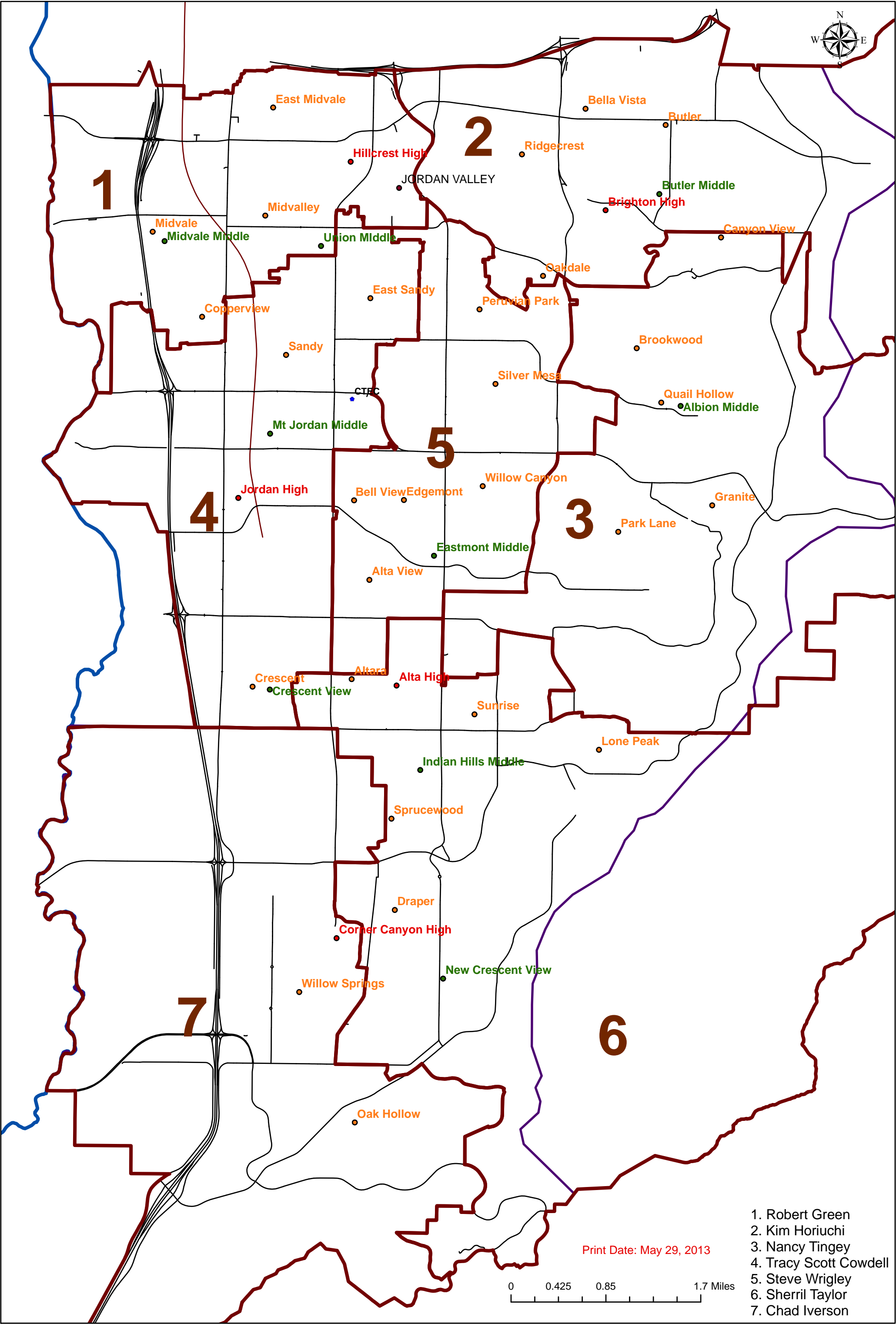
**Elected Officials**

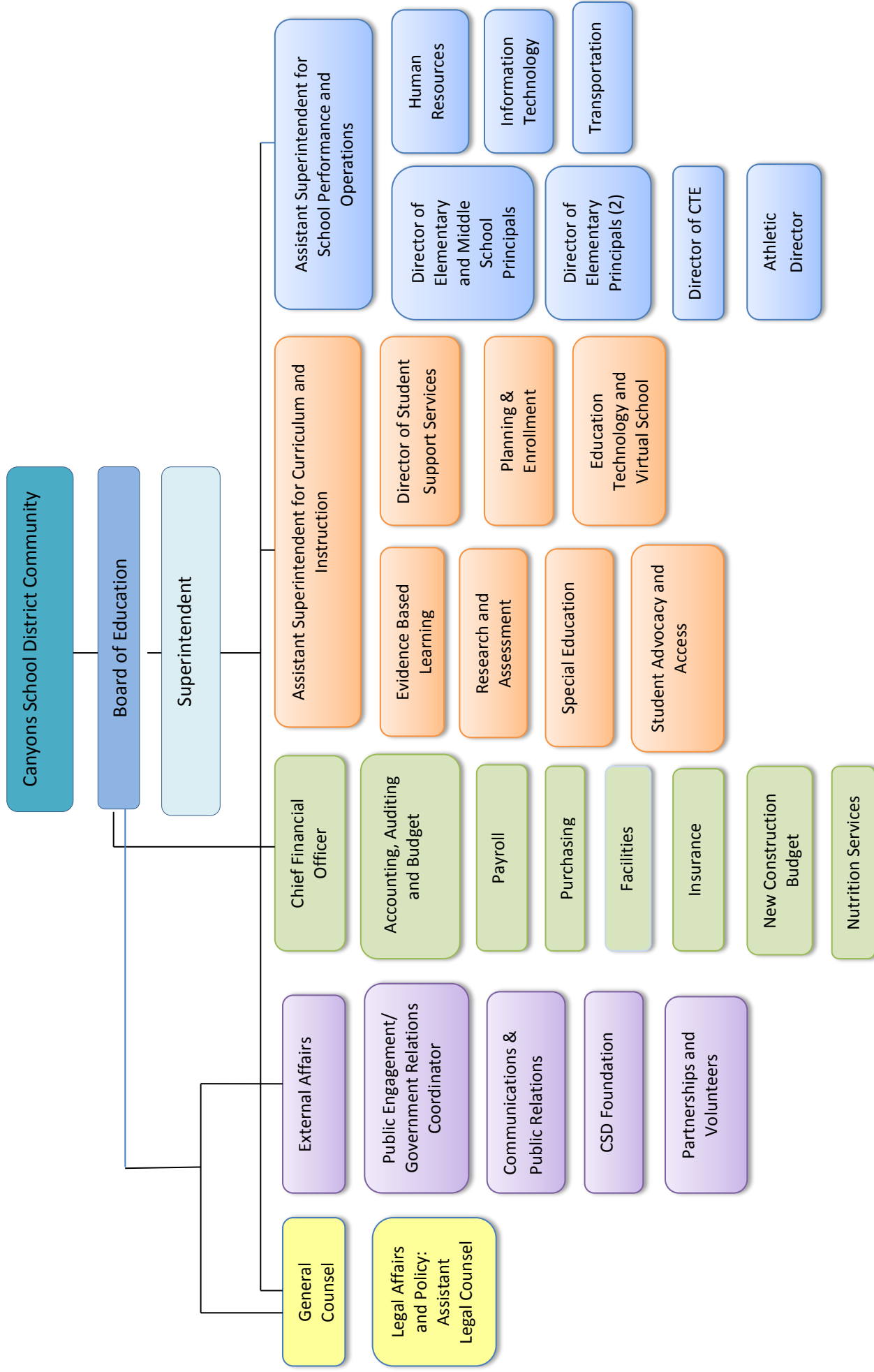
	Initial Appointment	Present Term Began	Present Term Expires
Sherril Taylor, President Precinct VI	January, 2005	January, 2011	December, 2014
Steve Wrigley, First Vice-President Precinct V	January, 2011	January, 2011	December, 2014
Nancy Tingey, Second Vice-President Precinct III	January, 2013	January, 2013	December, 2016
Robert Green, Member Precinct I	January, 2013	January, 2013	December, 2016
Kim Horiuchi, Member Precinct II	January, 2007	January, 2011	December, 2014
Tracy Cowdell Precinct IV	January, 2007	January, 2011	December, 2014
Chad Iverson Precinct VII	January, 2013	January, 2013	December, 2016

**Appointed Officials**

	Initial Appointment	Present Term Began	Present Term Expires
Dr. James Briscoe, Superintendent	July, 2014	July, 2014	June, 2016
Leon Wilcox, Business Administrator	September, 2013	July, 2014	June, 2016

CANYONS SCHOOL BOARD BOUNDARIES





\*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.



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, 2013**

Executive Director/CEO

# Association of School Business Officials International



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

**Canyons School District**

*For Its Comprehensive Annual Financial Report (CAFR)  
For the Fiscal Year Ended June 30, 2013*

The CAFR has been reviewed and met or exceeded  
ASBO International's Certificate of Excellence standards



Terrie S. Simmons, RSBA, CSBO  
President

John D. Musso, CAE, RSBA  
Executive Director



## 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, 2014, 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, 2014, 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 and the schedule of funding progress – district retirement benefits, as listed in the table of contents, 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.

### ***Supplementary and Other Information***

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 relates 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 26, 2014, 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.



Orem, Utah  
November 26, 2014



## 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, 2014. 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 forged 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, 2014 was the District's fifth fiscal year. The District has 33,677 students and operates 42 traditional schools and 4 special program schools.
- The District's total net position increased by \$2.1 million or 0.6% during 2014.
- The District issued \$60.0 million of general obligation school building bonds.
- As of the close of the current year, the District's governmental funds reported combined ending fund balances of \$195.2 million, an increase of \$44.8 million. Most of this year's change is due to an increase of \$46.0 million in the Capital Outlay Fund due to the issuance of \$60.0 million in general obligation bonds plus \$3.4 million bond issuance premium. The bonds will be used to finance the rebuild of Mount Jordan Middle School as well as other planned projects.
- At the end of the current year, unassigned fund balance for the General Fund was \$19.1 million or 8.7% of General Fund expenditures.
- Actual revenues were \$4.6 million less than budgeted for the General Fund and actual expenditures were \$8.6 million less than the amount budgeted for the fund.

### 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: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

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

The *statement of net position* presents information on all the District's assets, liabilities, and deferred inflows/outflows of resources, with the difference 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 (e.g., uncollected taxes and unpaid compensated absences).

The government-wide financial statements include not only the District itself (known as *the primary government*), but also the legally separate Canyons 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 24 and 25 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 56 through 61 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* can be found on pages 64 through 73 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 can be found on pages 26 through 30 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 31 through 33 of this report.

**Notes to the basic financial statements** – The notes provide additional information that is essential for a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found on pages 34 through 51 of this report.

**Other 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. Required supplementary information can be found on page 52 of this report.

The combining statements and individual fund statements and schedules referred to earlier in connection with governmental and proprietary funds are presented immediately following the required supplementary information on pages 56 to 77 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 \$342.1 million at the close of the most recent fiscal year, which is an increase of \$2.1 million from the prior year.

### Canyons School District's Net Position June 30, 2014 and 2013 (in millions of dollars)

	Governmental Activities		
	2014	2013	Change 2014-2013
Current and other assets	\$ 370.6	\$ 335.7	\$ 34.9
Capital assets	426.9	423.7	3.2
Total assets	797.5	759.4	38.1
Total deferred outflows of resources	4.8	0.4	4.4
Other liabilities	39.3	50.8	(11.5)
Long-term liabilities outstanding	306.0	256.0	50.0
Total liabilities	345.3	306.8	38.5
Total deferred inflows of resources	114.9	113.0	1.9
Net position:			
Net investment in capital assets	154.7	173.4	(18.7)
Restricted	93.4	71.9	21.5
Unrestricted	94.0	94.7	(0.7)
Total net position	\$ 342.1	\$ 340.0	\$ 2.1

The largest portion of the District’s net position (45.2%) 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 (27.3%) 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 unrestricted (27.5%) and may be used to meet the District's ongoing obligations to students, employees, creditors, and to honor next year's budget.

At the end of the fiscal year, the District is able to report positive balances in all three categories of net position.

Net investment in capital assets decreased by \$18.7 million during the year ended June 30, 2014, due to the issuance of \$60.0 million of general obligation bonds to fund future capital outlay. Of this issuance, \$23.5 million was unspent as of June 30, 2014.

Restricted net position increased by \$21.5 million during the year ended June 30, 2014. The increase is primarily the result of collecting property taxes levied for capital outlay that will be spent on school building projects and equipment in 2015 and beyond.

Unrestricted net position decreased by \$0.7 million during the year ended June 30, 2014.

**Governmental activities** – The key elements of the increase of the District's net position for the year ended June 30, 2014 are as follows:

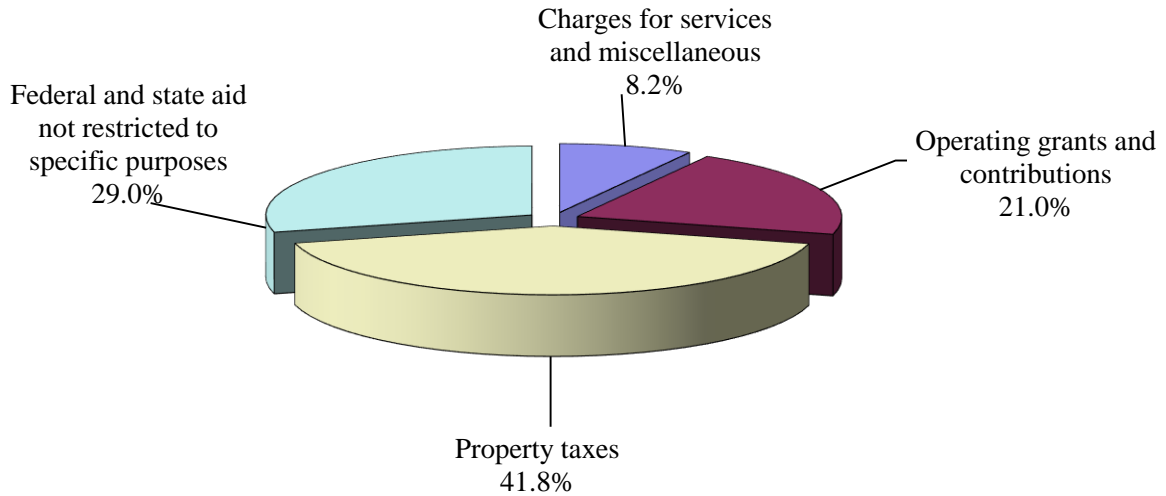
- Revenues totaled \$296.6 million for the fiscal year ended June 30, 2014. Also, total expenses were \$294.5 million during the same period. The increase in the District's net position for the year ended June 30, 2014 was \$2.1 million.
- Property taxes comprise 41.8% of the District's revenue. The District's tax rate for the 2013 calendar year of 0.008111 was applied to taxable value of property totaling \$16.3 billion.
- Revenues from the state of Utah comprise 43.1% of the District's revenue. State revenue is based primarily on weighted pupil units (WPUs) 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 \$2,899 for 2014. Student enrollment based on the October 1, 2013 count was 33,677.
- Revenues from federal awards comprise 7.1% 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 60.0% of District expenses for the year.

**Canyons School District's Changes in Net Position**  
**Fiscal Years Ended June 30, 2014 and 2013**

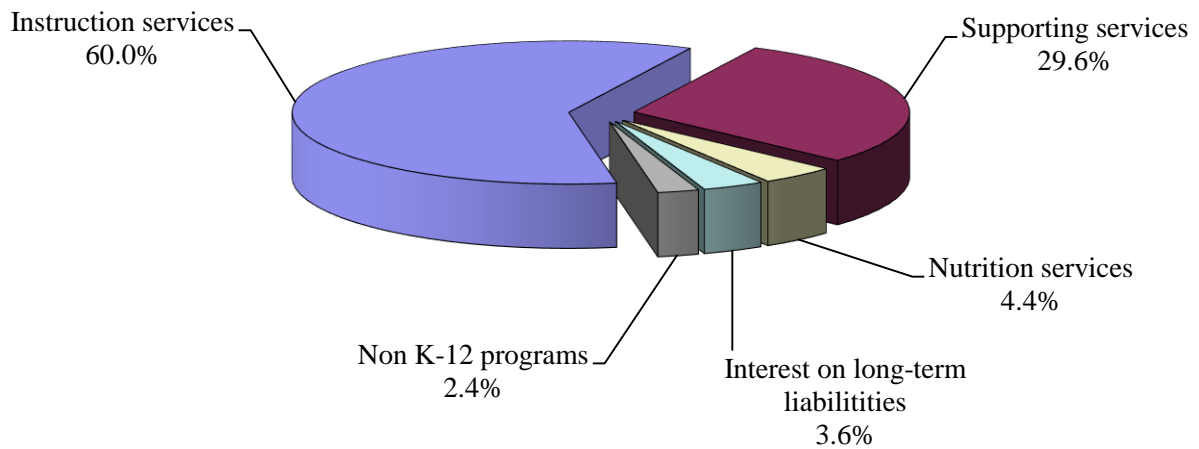
(in millions of dollars)

	Governmental Activities		
	2014	2013	Change 2014-2013
<b>Revenues:</b>			
Program revenues:			
Charges for services	\$ 16.9	\$ 14.8	\$ 2.1
Operating grants and contributions	62.4	61.1	1.3
Capital grants and contributions	0.5	0.2	0.3
General revenues:			
Property taxes	124.0	123.9	0.1
Federal and state revenue not restricted to specific purposes	86.1	83.5	2.6
Interest	2.5	3.0	(0.5)
Miscellaneous	4.2	7.3	(3.1)
Total revenues	296.6	293.8	2.8
<b>Expenses:</b>			
Instruction	176.8	175.4	1.4
Supporting services:			
Students	9.7	9.1	0.6
Instructional staff	12.2	11.0	1.2
General district administration	2.4	2.8	(0.4)
School administration	16.9	15.8	1.1
Central	12.1	12.4	(0.3)
Operation and maintenance of school buildings	24.7	23.3	1.4
Student transportation	9.1	8.7	0.4
Nutrition services	12.9	12.7	0.2
Non K-12 programs	7.1	6.8	0.3
Interest on long-term liabilities	10.6	9.2	1.4
Total expenses	294.5	287.2	7.3
<b>Increase in net position</b>	2.1	6.6	(4.5)
<b>Net position - beginning</b>	339.9	333.3	6.6
<b>Net position - ending</b>	\$ 342.0	\$ 339.9	\$ 2.1

**Canyons School District  
Revenues by Source - Governmental Activities  
Year Ended June 30, 2014**



**Canyons School District  
Expenses by Function - Governmental Activities  
Year Ended June 30, 2014**



**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, 2014, the District’s governmental funds reported a combined fund balance of \$195.2 million, or \$44.8 million more than the previous year. About \$19.1 million or 9.8% of the combined fund balance amount constitutes *unassigned* fund balance which is available for spending at the District’s discretion. The remainder for the fund balance is either nonspendable, restricted, committed, or assigned to indicate that it is 1) not spendable in form (\$1.9 million or 1.0 %), 2) legally required to be maintained intact (\$115.8 million or 59.3%), 3) committed by the District’s Board of Education for particular purposes (\$43.5 million or 22.3%), or assigned by the District’s management for particular purposes (\$14.9 million or 7.6%).

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 \$19.1 million, while total fund balance decreased by \$0.1 million to \$74.8 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 8.7% of total General Fund expenditures, while total fund balance represents approximately 34.0% of that same amount.

The following expenditures or balances in the General Fund for 2014 should be noted:

- Expenditures for the General Fund totaled \$219.9 million, an increase of \$7.3 million from the prior fiscal year. Instruction represents \$136.9 million or 62.2% of General Fund expenditures.
- General Fund salaries totaled \$133.3 million while the associated fringe benefits of retirement, social security, unemployment, industrial insurance, and health and accident insurance added \$55.0 million to arrive at 85.6% of total General Fund expenditures.
- The District has committed to economic stabilization \$11.4 million of fund balance or 5.0% of 2015 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 Moody’s Investor Service and Fitch Ratings, respectively.
- The District’s Board of Education has committed \$24.4 million of fund balance to fund other post-employment benefits for retirees. This amount represents 105.0% of the accrued actuarial liability.

The Debt Service Fund, a major fund, had a \$2.4 million ending fund balance which is \$0.6 million less than previous year. The fund balance was intentionally reduced so the ending fund balance is 1/12 of the actual annual fund expenditures. Tax revenues plus a budgeted transfer from the Capital Outlay fund equaled the principal and interest payments for the current period less the \$0.6 million planned reduction.

The Capital Outlay Fund, the remaining major governmental fund, had an increase of \$46.0 in fund balance during the current fiscal year which put the overall fund balance at \$109.7 million. The increase was primarily caused by the issuance of \$60.0 million of bonds and the collection of property taxes levied for capital outlay that will be spent in future years. Capital Outlay Fund expenditures totaled \$38.6 million with \$22.1 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 2014, 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 \$4.5 million or 2.0% of in total General Fund revenues and an increase of \$5.2 million or 2.3% in total General Fund budgeted expenditures. The increase in revenues was primarily due to the spending of State revenue that was deferred in previous years, while the increase in expenditures was due to a one-time bonus incentive for employees.

**Final budget compared to actual results.** Even with these adjustments, actual expenditures were \$8.6 million or 3.7% less than final budgeted amounts. The most significant variance was \$7.4 million in instruction due to employee benefit costs being less than anticipated as well as schools not spending their full budgeted amounts for supplies and textbooks. Conversely, actual revenues were \$4.6 million less than final budgeted amounts which primarily resulted from expenditure-driven federal and state 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. Therefore, actual grant revenues and expenditures are normally less than amounts budgeted.

## CAPITAL ASSET AND DEBT ADMINISTRATION

**Capital assets.** The District's investment in capital assets for its governmental activities as of June 30, 2014 amounts to \$426.9 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 \$3.2 million or 0.8%.

### Canyons School District's Capital Assets June 30, 2014 and 2013 (net of accumulated depreciation, in millions of dollars)

	Governmental Activities		
	2014	2013	Change 2014-2013
Sites and improvements	\$ 65.0	\$ 59.4	\$ 5.6
Construction in progress	9.8	138.8	(129.0)
Buildings	343.9	216.8	127.1
Equipment	0.7	1.7	(1.0)
Vehicles	7.5	7.0	0.5
Total capital assets	<u>\$ 426.9</u>	<u>\$ 423.7</u>	<u>\$ 3.2</u>

The cost of various construction projects underway at June 30, 2014 are projected at a total cost of \$50.0 million. The largest project is the rebuild of Mount Jordan Middle with an estimated cost of \$42.5 million and will be completed and opened to students in the fall of 2015. In 2015 the District will begin planning and engineering for the rebuild of Midvale Middle School (to open fall of 2017), Butler Elementary (to open fall of 2016), renovate Indian Hills Middle (to open fall 2018) and rebuild Alta View Elementary (to open fall 2017).

Additional information on the District's capital assets can be found in Note 3 to the basic financial statements.



**Long-term debt.** At the end of the current fiscal year, the District had total bonded debt outstanding of \$300.5 million (net of unamortized amounts for bond issuance 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 \$49.8 million or about 19.9%, during the current year. The increase was the result of issuing \$60.0 million of general obligation bonds with a \$3.4 million issuance premium and paying \$17.8 million of bond principal. The net effect of the refunding of the former Jordan School District debt accounted for the remaining \$4.2 increase.

**Canyons School District's Outstanding General Obligation Debt**  
**June 30, 2014 and 2013**  
(in millions of dollars)

	Governmental Activities		
	2014	2013	Change 2014-2013
General obligation bonds	\$ 280.6	\$ 243.9	\$ 36.7
Unamortized bond issuance premiums	19.9	6.8	13.1
Net bonds payable	<u>\$ 300.5</u>	<u>\$ 250.7</u>	<u>\$ 49.8</u>

In June 2010, voters approved a \$250 million bond 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. General obligation bonds were subsequently issued in accordance with the debt authorization as follows:

- April 2011 issued \$68.0 million
- August 2012 issued \$80.0 million
- October 2013 issued \$60.0 million
- The final \$42.0 million is expected to be issued in the spring of 2015.

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, 2014 is estimated at \$967.6 million. Net general obligation debt at June 30, 2014 is \$300.5 million resulting in an estimated additional debt-incurring capacity of \$667.1 million.

All debt is on a 20-year (or shorter) repayment timetable and the District is scheduled to retire all of its general obligation bonds by 2033.

The bonds issuances received an underlying rating of "Aaa" from Moody's Investors Service and a "AAA" from Fitch Ratings, respectively. For the April 2011 issuance, a portion of the bond principal and interest payments for the next four years will be from restricted fund resources in the Capital Outlay Fund. While the remainder of the April 2011 issuance payments as well as the August 2012 and October 2013 issuances payments will be financed by tax revenues from the Debt Service Fund.

General obligation bonds issued by the former Jordan School District prior to the creation of the District have an underlying rating of "Aaa" from Moody's Investors Service and "AAA" from Fitch Ratings. The districts collaborated together to refund these bonds in 2014 with Canyons being responsible for 58% of the refunded amount. The refunding will annually save the District \$0.5 million in principal and interest payments from 2015-2022, when the bonds will be retired.

Additional information on the District's long-term debt can be found in Note 4 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**

<u>School Year</u>	<u>Enrollment</u>	<u>Change</u>
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%
2009-10	33,184	

Enrollment is affected by 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, 9150 South 500 West, Sandy, Utah 84070, or call 801.826.5000.

# Basic Financial Statements

**CANYONS SCHOOL DISTRICT****Statement of Net Position**

June 30, 2014

	<b>Governmental Activities</b>
<b>Assets:</b>	
Cash and investments	\$ 237,365,773
Accounts receivable:	
Property taxes	117,687,370
Other local	994,755
State of Utah	1,592,564
Federal government	3,894,983
Inventories	1,904,801
Net retirement asset	7,109,793
Capital assets:	
Sites and construction in progress	36,229,224
Buildings and other capital assets, net of accumulated depreciation	390,677,195
Total assets	<u>797,456,458</u>
<b>Deferred outflows of resources:</b>	
Deferred charges on refunding	<u>4,748,467</u>
<b>Liabilities:</b>	
Accounts and contracts payable	7,294,924
Accrued payroll and related benefits	22,071,478
Accrued interest	439,029
Unearned revenue:	
Local	271,974
State of Utah	7,506,696
Federal government	1,694,778
Long-term liabilities:	
Due or payable within one year	20,430,724
Due or payable after one year	<u>285,552,443</u>
Total liabilities	<u>345,262,046</u>
<b>Deferred inflows of resources:</b>	
Property taxes levied for future year	<u>114,861,119</u>
<b>Net position:</b>	
Net investment in capital assets	154,701,005
Restricted for:	
Debt service	6,004,885
Capital outlay	83,304,777
Nutrition services	2,825,951
Other purposes	1,271,649
Unrestricted	<u>93,973,493</u>
Total net position	<u>\$ 342,081,760</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, 2014

Fiscal Year Ended June 30, 2017

Activities and Functions	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Total Governmental Activities
<b>Governmental activities:</b>					
Instruction	\$ 176,722,124	\$ 11,864,978	\$ 39,158,085	\$ 480,557	\$ (125,218,504)
Supporting services:					
Students	9,744,940	-	2,494,239	-	(7,250,701)
Instructional staff	12,170,323	-	2,862,982	-	(9,307,341)
District administration	2,386,958	-	-	-	(2,386,958)
School administration	16,888,958	-	861,331	-	(16,027,627)
Central	12,102,194	-	498,232	-	(11,603,962)
Operation and maintenance of school buildings	24,709,276	(47,730)	10,549	-	(24,746,457)
Student transportation	9,062,643	573,204	3,870,185	-	(4,619,254)
Nutrition services	12,923,579	4,178,587	7,509,479	-	(1,235,513)
Non K-12 programs	7,155,707	365,577	5,068,513	-	(1,721,617)
Interest on long-term liabilities	10,573,788	-	-	-	(10,573,788)
Total school district	<u>\$ 294,440,490</u>	<u>\$ 16,934,616</u>	<u>\$ 62,333,595</u>	<u>\$ 480,557</u>	<u>\$ (214,691,722)</u>
<b>General revenues:</b>					
Property taxes levied for:					
Basic state supported program					23,456,138
Voted local program					24,449,395
School board local program					26,420,628
Debt service of general obligation bonds					24,739,732
Capital local for buildings and other capital needs					<u>24,877,260</u>
Total property tax revenue					123,943,153
Federal and state revenue not restricted to specific purposes					86,126,086
Interest earnings					2,528,912
Miscellaneous					<u>4,205,349</u>
Total general revenues					<u>216,803,500</u>
Change in net position					2,111,778
Net position - beginning					<u>339,969,982</u>
Net position - ending					\$ 342,081,760

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

**CANYONS SCHOOL DISTRICT**  
**Balance Sheet**  
**Governmental Funds**  
June 30, 2014

	<b>Major Funds</b>			<b>Nonmajor</b>	<b>Total</b>
	<b>General</b>	<b>Debt Service</b>	<b>Capital Outlay</b>	<b>Governmental Funds</b>	<b>Governmental Funds</b>
<b>Assets:</b>					
Cash and investments	\$ 101,845,098	\$ 2,457,112	\$ 113,580,333	\$ 7,994,681	\$ 225,877,224
Accounts receivable:					
Property taxes	71,300,237	24,543,732	21,843,401	-	117,687,370
Other local	413,324	-	510,798	49,755	973,877
State of Utah	277,963	-	-	1,314,601	1,592,564
Federal government	3,184,270	-	-	710,713	3,894,983
Inventories	1,611,467	-	-	293,334	1,904,801
Total assets	<u>\$ 178,632,359</u>	<u>\$ 27,000,844</u>	<u>\$ 135,934,532</u>	<u>\$ 10,363,084</u>	<u>\$ 351,930,819</u>
<b>Liabilities, deferred inflows of resources, and fund balances:</b>					
Liabilities:					
Accounts and contracts payable	\$ 1,835,756	\$ -	\$ 4,446,294	\$ 1,012,874	\$ 7,294,924
Accrued payroll and related benefits	21,487,898	-	-	583,580	22,071,478
Unearned revenue:					
Local	-	-	-	271,974	271,974
State of Utah	7,385,129	-	-	121,567	7,506,696
Federal government	1,694,778	-	-	-	1,694,778
Total liabilities	<u>32,403,561</u>	<u>-</u>	<u>4,446,294</u>	<u>1,989,995</u>	<u>38,839,850</u>
Deferred inflows of resources:					
Unavailable property tax revenue	1,777,414	621,117	602,702	-	3,001,233
Property taxes levied for future year	69,658,438	24,006,930	21,195,751	-	114,861,119
Total deferred inflows of resources	<u>71,435,852</u>	<u>24,628,047</u>	<u>21,798,453</u>	<u>-</u>	<u>117,862,352</u>
Fund balances:					
Nonspendable:					
Inventories	1,611,467	-	-	293,334	1,904,801
Restricted for:					
Reading achievement	1,225,228	-	-	-	1,225,228
Debt service	-	2,372,797	3,450,000	-	5,822,797
Capital outlay	-	-	106,239,785	-	106,239,785
Nutrition services	-	-	-	2,532,617	2,532,617
Committed to:					
Economic stabilization	11,430,000	-	-	-	11,430,000
Employee benefit obligations	25,444,284	-	-	-	25,444,284
Contractual obligations	1,088,324	-	-	-	1,088,324
Schools	-	-	-	4,952,878	4,952,878
Foundation	-	-	-	594,260	594,260
Assigned to:					
Schools and programs	6,888,194	-	-	-	6,888,194
Self-insurance	8,000,000	-	-	-	8,000,000
Unassigned	19,105,449	-	-	-	19,105,449
Total fund balances	<u>74,792,946</u>	<u>2,372,797</u>	<u>109,689,785</u>	<u>8,373,089</u>	<u>195,228,617</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 178,632,359</u>	<u>\$ 27,000,844</u>	<u>\$ 135,934,532</u>	<u>\$ 10,363,084</u>	<u>\$ 351,930,819</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, 2014

---

<b>Total fund balances for governmental funds</b>	\$ 195,228,617
---	----------------

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 \$712,479,401 and accumulated depreciation is \$285,572,982 (see Note 3).	426,906,419
--	-------------

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.	3,001,233
--	-----------

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.	7,146,605
--	-----------

Certain retirement benefit payments in excess of actuarially required amounts are recognized as expenditures in governmental funds.	7,109,793
---	-----------

Long-term liabilities, including bonds payable, 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	\$ (280,611,300)	
Deferred amounts for issuance premium	(19,880,291)	
Deferred charges on refunding	4,748,467	
Accrued interest	(439,029)	
Compensated absence obligation	(1,021,805)	
Net other post-employment benefit obligation	(106,949)	(297,310,907)

<b>Total net position of governmental activities</b>	\$ 342,081,760
--	----------------

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, 2014

	<b>Major Funds</b>			<b>Nonmajor</b>	<b>Total</b>
	<b>General</b>	<b>Debt Service</b>	<b>Capital Outlay</b>	<b>Governmental Funds</b>	<b>Governmental Funds</b>
<b>Revenues:</b>					
Property taxes	\$ 77,051,730	\$ 25,081,786	\$ 22,173,385	\$ -	\$ 124,306,901
Interest earnings	1,339,529	44,508	1,036,367	78,661	2,499,065
Other local sources	6,302,642	-	518,992	15,296,640	22,118,274
State of Utah	121,490,503	-	480,557	5,941,742	127,912,802
Federal government	14,151,578	-	-	6,875,858	21,027,436
Total revenues	220,335,982	25,126,294	24,209,301	28,192,901	297,864,478
<b>Expenditures:</b>					
Current:					
Instruction	136,863,789	-	-	10,274,561	147,138,350
Supporting services:					
Students	9,510,956	-	-	-	9,510,956
Instructional staff	11,977,361	-	-	-	11,977,361
District administration	1,862,037	-	-	-	1,862,037
School administration	16,408,467	-	-	-	16,408,467
Central	12,069,592	-	-	-	12,069,592
Operation and maintenance of school buildings	23,711,132	-	-	-	23,711,132
Student transportation	7,506,685	-	-	-	7,506,685
Nutrition services	-	-	-	11,833,616	11,833,616
Non K-12 programs	-	-	-	7,112,915	7,112,915
Capital outlay	-	-	38,578,065	-	38,578,065
Debt service:					
Bond principal	-	17,802,100	-	-	17,802,100
Bond interest and fees	-	11,227,788	-	-	11,227,788
Total expenditures	219,910,019	29,029,888	38,578,065	29,221,092	316,739,064
Excess (deficiency) of revenues over (under) expenditures	425,963	(3,903,594)	(14,368,764)	(1,028,191)	(18,874,586)
<b>Other financing sources (uses):</b>					
General obligation bonds issued	-	-	60,000,000	-	60,000,000
Premiums on bonds issued	-	-	3,370,164	-	3,370,164
Refunding bonds issued	-	59,970,000	-	-	59,970,000
Payment to refunded bond escrow agent	-	(70,817,525)	-	-	(70,817,525)
Premium on refunding bonds issued	-	11,143,182	-	-	11,143,182
Transfers in (out)	(478,270)	3,000,000	(3,000,000)	478,270	-
Total other financing sources (uses)	(478,270)	3,295,657	60,370,164	478,270	63,665,821
Net change in fund balances	(52,307)	(607,937)	46,001,400	(549,921)	44,791,235
<b>Fund balances - beginning</b>	74,845,253	2,980,734	63,688,385	8,923,010	150,437,382
<b>Fund balances - ending</b>	\$ 74,792,946	\$ 2,372,797	\$ 109,689,785	\$ 8,373,089	\$ 195,228,617

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, 2014

---

**Net change in fund balances-total governmental funds** \$ 44,791,235

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	\$ 22,609,518	
Loss on disposal of capital assets	(2,608,212)	
Depreciation expense	<u>(16,820,120)</u>	3,181,186

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	(119,970,000)	
Premiums on bonds issued	(14,513,346)	
Refunded bonds to escrow agent	70,817,525	
Repayment of bond principal	17,802,100	
Bond interest expense	(75,515)	
Amortization of deferred charges on refunding	(187,168)	
Amortization of bond premiums	<u>621,026</u>	(45,505,378)

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. (363,748)

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.

Net OPEB obligation	76,347	
Net retirement asset	1,511,075	
Compensated absences obligation	<u>102,909</u>	1,690,331

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. (1,681,848)

**Change in net position of governmental activities** \$ 2,111,778

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, 2014

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance with</b>
	<b>Original</b>	<b>Final</b>	<b>Amounts</b>	<b>Final Budget</b>
<b>Revenues:</b>				
Property taxes	\$ 76,973,100	\$ 76,850,845	\$ 77,051,730	\$ 200,885
Interest earnings	1,300,000	1,300,000	1,339,529	39,529
Other local revenue	6,627,665	6,608,852	6,302,642	(306,210)
State of Utah	121,332,743	125,802,860	121,490,503	(4,312,357)
Federal government	14,296,770	14,414,680	14,151,578	(263,102)
Total revenues	220,530,278	224,977,237	220,335,982	(4,641,255)
<b>Expenditures:</b>				
Current:				
Instruction	141,426,713	144,260,446	136,863,789	7,396,657
Supporting services:				
Students	9,879,220	9,741,256	9,510,956	230,300
Instructional staff	11,587,308	12,180,861	11,977,361	203,500
District administration	2,110,628	2,241,631	1,862,037	379,594
School administration	15,760,809	16,418,784	16,408,467	10,317
Central	11,815,284	12,286,045	12,069,592	216,453
Operation and maintenance of school buildings	23,305,971	24,016,033	23,711,132	304,901
Student transportation	7,400,486	7,394,338	7,506,685	(112,347)
Total expenditures	223,286,419	228,539,394	219,910,019	8,629,375
Excess (deficiency) of revenues over (under) expenditures	(2,756,141)	(3,562,157)	425,963	3,988,120
<b>Other financing sources (uses):</b>				
Transfer out	(272,072)	(541,158)	(478,270)	62,888
Total other financing sources (uses)	(272,072)	(541,158)	(478,270)	62,888
Net change in fund balances	(3,028,213)	(4,103,315)	(52,307)	4,051,008
<b>Fund balances - beginning</b>	67,521,244	74,845,253	74,845,253	-
<b>Fund balances - ending</b>	\$ 64,493,031	\$ 70,741,938	\$ 74,792,946	\$ 4,051,008

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, 2014

---

	<b>Governmental Activities - Internal Service Fund <u>Self-Insurance</u></b>
<b>Assets:</b>	
Current assets:	
Cash and investments	\$ 11,488,549
Accounts receivable, local	<u>20,878</u>
	<u>11,509,427</u>
<b>Liabilities:</b>	
Current liabilities:	
Claims payable	<u>4,362,822</u>
<b>Net position:</b>	
Unrestricted	<u><u>\$ 7,146,605</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, 2014

---

	<b><u>Governmental Activities - Internal Service Fund Self-Insurance</u></b>
<b>Operating revenues:</b>	
Insurance premiums charged to other funds	<u>\$ 24,925,029</u>
<b>Operating expenses:</b>	
Medical claims	18,197,083
Prescription claims	5,652,385
Industrial insurance claims	562,234
Administration and other	<u>2,225,022</u>
Total operating expenses	<u>26,636,724</u>
Operating loss	(1,711,695)
<b>Nonoperating income:</b>	
Interest earnings	<u>29,847</u>
Change in net position	(1,681,848)
<b>Net position - beginning</b>	<u>8,828,453</u>
<b>Net position - ending</b>	<u><u>\$ 7,146,605</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, 2014

---

	<b><u>Governmental Activities - Internal Service Fund Self-Insurance</u></b>
<b>Cash flows from operating activities:</b>	
Receipts from interfund services provided	\$ 24,950,478
Payments to suppliers	(2,225,022)
Payments for medical fees and insurance claims	<u>(24,045,833)</u>
Net cash used by operating activities	(1,320,377)
<b>Cash flows from investing activities:</b>	
Interest received	<u>29,847</u>
Net decrease in cash and cash equivalents	(1,290,530)
<b>Cash and cash equivalents - beginning</b>	<u>12,779,079</u>
<b>Cash and cash equivalents - ending</b>	<u><u>\$ 11,488,549</u></u>
(Displayed on statements of fund net position as Cash and investments)	
 Reconciliation of operating loss to net cash used by operating activities:	
Operating loss	\$ (1,711,695)
Adjustments to reconcile operating loss to net cash used by operating activities:	
Decrease in accounts receivable	25,449
Increase in claims payable	<u>365,869</u>
Net cash used by operating activities	<u><u>\$ (1,320,377)</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. The more significant accounting policies of the District are described below.

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

As required by GAAP, these financial statements present the activities of the District and its component unit, Canyons School District Education Foundation, for which the District is considered to be financially accountable. The District is not a component unit of any other primary government. A blended component unit, although a legally separate entity, is in substance part of the District's 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 the Board of Education. The Foundation exclusively serves the District. The District makes all personnel decisions for the Foundation and pays for all operating costs of the Foundation. The Foundation is presented as a special revenue fund of the District. Financial information specific to the Foundation may be obtained by writing the Foundation at 9150 South 500 West, Sandy, Utah 84170.

**Government-wide and Fund 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 the District's governmental activities. Direct expenses are those that are specifically associated with a function and, therefore, are clearly identifiable to a particular function. 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: 1) fees and charges paid by students and other recipients of goods or services offered by a given function, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of

## CANYONS SCHOOL DISTRICT

### Notes to the Basic Financial Statements

---

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 the District's funds, including its blended component unit. Separate statements for each fund category – governmental and proprietary – are presented. The emphasis of fund statements is on major governmental funds, 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.

The District reports the following major governmental funds:

- The *General Fund* is the District's 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 long-term obligations of 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 students within the District.

Additionally, the District reports the following fund type:

- The *Self-Insurance Fund (a proprietary fund)* is the only internal service fund used by the District and accounts for the risk management services associated with the District's self-insurance plan covering employee health and accident claims. Premiums are charged to the District's 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.

## CANYONS SCHOOL DISTRICT

### Notes to the Basic Financial Statements

---

For this purpose, the District considers 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 other postemployment 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.

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 cash is received by the District.

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 governmental funds of the District. 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, the business administrator prepares a proposed budget for all funds which is presented to the Board of Education by the superintendent on or before June 1.
- After a public hearing is held, the Board of Education, by resolution, legally adopts the final budget no later than June 22.
- Once adopted, the budget can be amended by subsequent Board action. Reductions in appropriations can be approved by the Board upon recommendation of the 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 the Board. The 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, 2014 are included in the final budget approved by the Board, as presented in the financial statements.
- Expenditures may not legally exceed budgeted appropriations at the 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.



# CANYONS SCHOOL DISTRICT

## Notes to the Basic Financial Statements

---

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.

**Deposits and Investments** – The cash balances of substantially all funds are pooled and invested by the District. 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.

**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 fair value when received, using a weighted moving average method. Inventories reported in the governmental funds are equally offset by an unspendable 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 fair value at the date of donation. Interest incurred during the construction of capital assets is not capitalized. The District does 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
Vehicles .....	10 years
Equipment.....	5 years

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

## CANYONS SCHOOL DISTRICT

### Notes to the Basic Financial Statements

---

**Deferred Outflows/Inflows 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. The District only has one item that qualifies for reporting in this category. It is the deferred charge on refunding reported in the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

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. The District has two items, one of which arises only under a modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, *unavailable revenue*, is reported in the governmental funds balance sheet. The governmental funds report unavailable revenues from property taxes. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. The item, *revenue for future year*, is reported in both the statement of net position and the governmental funds balance sheet. This amount accounts for property taxes levied on January 1, 2014 for the 2014-2015 school year.

**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 related debt less unspent bond proceeds), restricted, and unrestricted. Net position is reported as restricted when constraints are placed upon it by external parties or are imposed by constitutional provisions or enabling legislation.

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

Fund balance classifications are summarized as follows:

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

## CANYONS SCHOOL DISTRICT

### Notes to the Basic Financial Statements

---

- b) Local match for state reading achievement program.
- c) 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 the District's Board of Education. Fund balance commitments can only be removed or changed by the same type of action (e.g. resolution) of the Board of Education. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements. The Board of Education has approved to commit fund balance amounts to the following purposes:
  - a) Economic stabilization (\$11,430,000). As defined in Utah law as an "undistributed reserve," the District maintains for economic stabilization up to 5% of 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 the 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 other post-employment benefits representing the accrued actuarially liability plus an additional 5% contingency (\$24,422,479) and for unpaid compensated absences (\$1,021,805).
  - c) Unfulfilled non-construction contractual obligations (\$1,088,324) at June 30, 2014 that are expected to be completed in 2015.
  - d) Resources held by the schools and the Foundation.
- **Assigned.** This category includes General Fund balance amounts that the District intends to be used for a specific purpose but are neither restricted nor committed. The Board of Education, by policy, has given the business administrator authority to assign General Fund balances. The District has assigned General Fund resources that are to be used for textbooks, supplies and other materials at the school level. The District has also assigned \$8,000,000 to cover unforeseen costs in its Self-Insurance Fund.
- **Unassigned.** Residual balances in the General Fund are classified as unassigned.

**Net Position Flow Assumption** – Sometimes the District 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 the District's policy to consider restricted-net position to have been depleted before unrestricted-net position is applied.

**Fund Balance Flow Assumption** – Sometimes the District will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund

# CANYONS SCHOOL DISTRICT

## Notes to the Basic Financial Statements

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 the District's 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.

## 2. DEPOSITS AND INVESTMENTS

A reconciliation of cash and investments at June 30, 2014, as shown on the financial statements is as follows:

Carrying amount of deposits	\$ 9,409,184
Carrying amount of investments	<u>227,956,589</u>
Total cash and investments	<u><u>\$ 237,365,773</u></u>
Governmental funds cash and investments	\$ 225,877,224
Internal service fund cash and investments	<u>11,488,549</u>
Total cash and investments	<u><u>\$ 237,365,773</u></u>

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

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

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, 2014, the District and the Foundation have the following deposits with financial institutions:

	Carrying Amount	Bank Balance	Amount Insured
Canyons School District	\$ 9,085,733	\$ 9,819,933	\$ 5,512,507
Canyons School-Education Foundation	<u>323,451</u>	<u>321,912</u>	<u>250,000</u>
Total deposits	<u><u>\$ 9,409,184</u></u>	<u><u>\$ 10,141,845</u></u>	<u><u>\$ 5,762,507</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. The District does not have a formal

## CANYONS SCHOOL DISTRICT

### Notes to the Basic Financial Statements

---

deposit policy for custodial credit risk. At June 30, 2014, \$4,379,338 of the District's bank deposits was uninsured and uncollateralized. No deposits are collateralized nor are they required to be by state statute.

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

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 of Utah. 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 Utah State Treasurer, including corporate notes (83%), money market mutual funds (5%), top-rated commercial paper (8%), and certificates of deposit (4%). The portfolio has a weighted average maturity of 66 days. The PTIF is not rated. The reported value of the pool is the same as the fair value of the pool shares. The District's fair value of PTIF investments at June 30, 2014 was \$102,483,076.

At June 30, 2014, the District had purchased nineteen investment-grade corporate bonds through a broker at a fair value of \$125,188,605. Each bond is rated A or higher by Moody's Investor Services or by Standard & Poor's. The weighted average to maturity is 20 months, with 29.7% of investments maturing within one year and all investments 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, 2014, the Foundation invested in mutual funds with a fair value of \$284,908. 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. The District does not have a formal investment policy for interest rate risk but manages its exposure to interest rate risk by complying with 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 and banker's acceptances to 270 days or less and fixed-income securities to 365 days or less. In addition, variable-rate securities may not have a remaining term to final maturity exceeding 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. The District does not have a formal investment policy for credit risk but manages its exposure to credit risk by complying with 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 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. The District does not have a formal investment policy for concentration of credit risk but manages this risk by complying with the Act and related rules. The Act limits investments in commercial paper and or corporate obligations to 5.0% of the District's total portfolio with a single issuer. The Foundation can

## CANYONS SCHOOL DISTRICT

### Notes to the Basic Financial Statements

---

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.

- **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. The District does not have a formal investment policy for custodial credit risk but manages this risk by complying with 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.

**CANYONS SCHOOL DISTRICT**  
**Notes to the Basic Financial Statements**

**3. CAPITAL ASSETS**

Capital asset activity for the year ended June 30, 2014 is as follows:

	June 30, 2013 Balance	Increases	Decreases	June 30, 2014 Balance
<b>Governmental activities:</b>				
Capital assets, not being depreciated				
Sites	\$ 26,427,218	\$ -	\$ -	\$ 26,427,218
Construction in progress	138,773,199	19,849,677	(148,820,870)	9,802,006
Total capital assets, not being depreciated	165,200,417	19,849,677	(148,820,870)	36,229,224
Capital assets, being depreciated:				
Site improvements	45,559,592	6,956,855	(155,232)	52,361,215
Buildings	405,457,615	141,864,015	(6,026,741)	541,294,889
Equipment	61,942,959	400,143	(1,048,339)	61,294,763
Vehicles	19,569,632	2,359,698	(630,020)	21,299,310
Total capital assets, being depreciated	532,529,798	151,580,711	(7,860,332)	676,250,177
Accumulated depreciation for:				
Site improvements	(12,576,745)	(1,267,473)	96,648	(13,747,570)
Buildings	(188,607,987)	(13,068,076)	4,241,299	(197,434,764)
Equipment	(60,209,429)	(902,155)	366,417	(60,745,167)
Vehicles	(12,610,821)	(1,582,416)	547,756	(13,645,481)
Total accumulated depreciation	(274,004,982)	(16,820,120)	5,252,120	(285,572,982)
Total capital assets, being depreciated, net	258,524,816	134,760,591	(2,608,212)	390,677,195
Governmental activity capital assets, net	<u>\$ 423,725,233</u>	<u>\$ 154,610,268</u>	<u>\$ (151,429,082)</u>	<u>\$ 426,906,419</u>

Depreciation expense for the year ended June 30, 2014 was charged to functions of the District as follows:

<b>Governmental activities:</b>	
Instruction	\$ 12,071,853
Supporting services:	
Students	134,299
Instructional staff	141,611
General district administration	138,521
School administration	318,779
Central	481,727
Operation and maintenance of school buildings	1,182,549
Student transportation	1,485,779
Nutrition services	865,002
Total depreciation expense, governmental activities	<u>\$ 16,820,120</u>

# CANYONS SCHOOL DISTRICT

## Notes to the Basic Financial Statements

The District is obligated at June 30, 2014 under construction commitments with remaining costs to complete totaling \$40,272,994 that will be financed from the Capital Outlay Fund as follows:

Project	Project Authorized	Costs to Date	Costs to Complete
Mount Jordan Middle rebuild	\$ 42,500,000	\$ 7,779,342	\$ 34,720,658
Alta High remodel	4,200,000	1,210,304	2,989,696
Jordan Valley remodel	1,700,000	137,789	1,562,211
Other projects	1,625,000	624,571	1,000,429
Total	<u>\$ 50,025,000</u>	<u>\$ 9,752,006</u>	<u>\$ 40,272,994</u>

### 4. LONG-TERM LIABILITIES

Long-term liability activity for the year ended June 30, 2014, is as follows:

	June 30, 2013 Balance	Additions	Reductions	June 30, 2014 Balance	Due Within One Year
<b>Governmental activities:</b>					
Bonds payable:					
General obligation bonds	\$ 243,867,400	\$ 119,970,000	\$ (83,226,100)	\$ 280,611,300	\$ 15,727,300
Deferred amounts for issuance premiums	6,820,202	14,513,346	(1,453,257)	19,880,291	-
Total bonds payable, net	<u>250,687,602</u>	<u>134,483,346</u>	<u>(84,679,357)</u>	<u>300,491,591</u>	<u>15,727,300</u>
Compensated absences	1,124,714	1,852,822	(1,955,731)	1,021,805	340,602
Claims payable	3,996,953	26,636,724	(26,270,855)	4,362,822	4,362,822
Net OPEB obligation	<u>183,296</u>	<u>231,355</u>	<u>(307,702)</u>	<u>106,949</u>	<u>-</u>
Total governmental activity long-term liabilities	<u>\$ 255,992,565</u>	<u>\$ 163,204,247</u>	<u>\$ (113,213,645)</u>	<u>\$ 305,983,167</u>	<u>\$ 20,430,724</u>



# CANYONS SCHOOL DISTRICT

## Notes to the Basic Financial Statements

**General Obligation Bonds Payable** – Bonds payable at June 30, 2014 are comprised of the following general obligation issues and are serviced by property tax revenues received by the Debt Service Fund and resources in the Capital Outlay Fund:

Series	Purpose	Original Amount	Remaining Interest Rate Range	Final Maturity Date	Current Outstanding Balance
<b>Canyons School District Portion of Former Jordan School District Bonded Debt *</b>					
2005	School building	\$ 14,500,000	4.00% to 4.13%	June 15, 2015	\$ 1,093,300
2006	School building	8,700,000	4.00% to 4.13%	June 15, 2016	1,189,000
2007	School building	113,680,000	4.00% to 5.00%	June 15, 2017	22,794,000
2014	Refunding	59,970,000	5.00%	June 15, 2022	59,970,000
District's portion of total former Jordan School District general obligation bonds payable as of June 30, 2014					85,046,300
<b>Canyons School District Bonded Debt</b>					
2011	School building	68,000,000	2.50% to 4.50%	June 15, 2031	60,805,000
2012	School building	80,000,000	1.50% to 4.00%	June 15, 2032	76,200,000
2013	School building	60,000,000	3.00% to 5.00%	June 15, 2033	58,560,000
Total general obligation bonds payable as of June 30, 2014					<u>\$ 280,611,300</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 represent 58% of the outstanding balances on the bonds.

**Advance Refundings** – On April 29, 2014, the District issued \$59,970,000 of general obligation refunding bonds with a premium of \$11,143,182. The bonds were issued at an effective interest rate of 1.00% (annual rates of 5.00%) and will mature on June 15, 2022. The District issued the bonds to advance refund \$65,375,300 of outstanding Series 2001, Series 2003, Series 2003A, Series 2004A, Series 2005, Series 2006 and Series 2007 general obligation bonds and Series 2002 general obligation refunding bonds. The District deposited the net proceeds along with other resources in an irrevocable trust to provide for all future debt service on the refunded portion of the bonds. As a result, the refunded portion of those bonds is considered defeased, and the District has removed the liability from its accounts. The advance refunding will reduce total debt service payments over the next 8 years by \$4,490,689. This results in an economic gain (difference between the present value of the old and new debt) of \$4,225,844.

The bonds issued by the former Jordan School District received an underlying rating of “AAA” by Fitch Ratings and “Aaa” by Moody’s Investors Service based on the guaranty provided by the Utah School Bond Guaranty Program. The bonds issued by the District received an underlying rating of “AAA” by Fitch Ratings and “Aaa” by Moody’s Investor Service. Debt service requirements to maturity, including interest for the general obligation bonds payable, are summarized as follows:

# CANYONS SCHOOL DISTRICT

## Notes to the Basic Financial Statements

Year Ending June 30,	Principal	Interest	Total
2015	\$ 15,727,300	\$ 11,652,835	\$ 27,380,135
2016	15,948,000	10,712,101	26,660,101
2017	16,071,000	10,111,656	26,182,656
2018	16,265,000	9,484,776	25,749,776
2019	15,945,000	8,792,351	24,737,351
2020-2024	72,300,000	33,551,730	105,851,730
2025-2029	75,035,000	19,091,630	94,126,630
2030-2033	53,320,000	4,375,816	57,695,816
Total	<u>\$ 280,611,300</u>	<u>\$ 107,772,895</u>	<u>\$ 388,384,195</u>

**Bond Election** – On June 22, 2010, a bond election was held and \$250.0 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, 2014, \$208.0 million of the bonds have been issued under this authorization. The remaining amount is expected to be issued in the Spring of 2015.

**Compensated Absences** – The District accrues 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. The District is 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. The District carries commercial insurance, which covers catastrophic claims in excess of \$225,000. Additionally, all District employees are covered for worker's compensation with resources accumulated within this fund. The fund collects premiums, as established by the District and the plan administrator, from other District funds. The District has recorded an estimate of claims liability (including claims incurred but not reported) of \$4,362,822 at June 30, 2014. 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, 2014 and 2013.

	2014	2013
Accrued claims payable (beginning of year)	\$ 3,996,953	\$ 4,330,838
Claims (including incurred but not reported)	26,636,724	25,049,711
Payments of claims	<u>(26,270,855)</u>	<u>(25,383,596)</u>
Accrued claims payable (end of year)	<u>\$ 4,362,822</u>	<u>\$ 3,996,953</u>

## 5. PROPERTY TAXES

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. The District has

## CANYONS SCHOOL DISTRICT

### Notes to the Basic Financial Statements

---

recorded a property tax receivable for the delinquent property taxes due and for the taxes assessed January 1. The District has 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. The property tax revenue of the District is collected and distributed by the Salt Lake County Treasurer as an agent for the District.

Utah 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 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.

The District's property tax revenue is allocated to the funds based on the purpose of each tax levy and in proportion to each tax rate, except for the capital outlay equalization levy. The capital outlay equalization levy is allocated by the County to the District based on student enrollment and enrollment growth compared to other school districts within Salt Lake County; the District records property tax revenue from this levy in the Capital Outlay Fund.

#### 6. STATE RETIREMENT PLANS

**Defined Benefit Plans** – The District contributes to State and School Division cost-sharing multiple-employer defined benefit pension plans administered by the Utah Retirement Systems (the URS) and Plans (the System).

The System provides refunds, retirement benefits, annual cost of living adjustments and death benefits to plan members and beneficiaries in accordance with retirement statutes.

The Systems are established and governed by the respective sections of Title 49 of the *Utah Code*. The Utah State Retirement Act in Title 49 provides for the administration of the System under the direction of the Utah State Retirement Board whose members are appointed by the Governor. The System issues a publicly available financial report that includes financial statements and required supplementary information for the System. A copy of the report may be obtained by writing to the Utah Retirement Systems, 540 East 200 South, Salt Lake City, UT 84102 or by calling 1-800-365-8772.

The contribution requirements of the System are authorized by state statute and specified by the Utah State Retirement Board. The District's required contribution rates (actuarially determined) for the fiscal year ended June 30, 2014 range from 8.34% to 20.97% of covered salaries.

For the fiscal years ended June 30, 2014, 2013, and 2012, the District contributed \$22,144,035, \$22,081,590, and \$19,547,958, respectively. Contributions were equal to the required contributions for each year.

## CANYONS SCHOOL DISTRICT

### Notes to the Basic Financial Statements

---

**Defined Contribution Plans** – The District participates in a deferred compensation plan under Internal Revenue Code Section 401(k) to supplement retirement benefits accrued by participants in the System. During the fiscal year ended June 30, 2014, District contributions for participating employees ranged from 1.5% to 10.0% of covered salaries based on the plan within the System.

Employees can make additional contributions up to specified limits. For the fiscal years ended June 30, 2014, 2013, and 2012, the District contributed \$2,312,084, \$2,393,457, and \$2,357,071, respectively, and employees contributed \$2,163,704, \$3,236,485, and \$2,635,182, respectively. The 401(k) plan funds are fully vested to participants at the time of deposit. Contributions and earnings may be withdrawn by the employee upon termination or may be used as supplemental income upon retirement. Plan assets are administered and held by the URS and the URS has the authority to establish or amend contribution requirements and other plan provisions.

The District also offers its employees a deferred compensation plan created in accordance with Internal Revenue Service Code Section 457. The plan, available to all full-time employees, permits employees to defer a portion of their salary until future years. Employees are eligible to voluntarily participate from the date of employment and are vested immediately upon participating. Employee contributions to the Section 457 plan totaled \$184,852, \$369,063 and \$240,547 for the fiscal years ended June 30, 2014, 2013, and 2012, respectively. The assets of the plan are administered and held by the URS and the URS has the authority to establish or amend contribution requirements and other plan provisions.

**IRA Plans** – In addition to the defined contribution and deferred compensation plans, the District offers its employees tax-advantaged savings plans authorized by Internal Revenue Service Code Section 408 (Traditional and Roth IRA Plans). Employees are eligible to participate from the date of employment and are vested immediately upon participation. For the fiscal years ended June 30, 2014, 2013, and 2012, employee contributions were \$72,939, \$62,458, and \$60,672, respectively. The assets of the plans are administered and held by the URS and the URS has the authority to establish or amend contribution requirements and other plan provisions.

## 7. DISTRICT RETIREMENT PLANS

**Plan Descriptions** – Under the authority of the Board of Education, the District adopted the retirement plans and policies that were in effect under the former Jordan School District. The District self-administers the single-employer retirement plans described below.

The District offers a) retirement or cash stipends and b) post-employment health-care benefits to employees retiring under the guidelines of the Utah Retirement Systems. These benefits are based on the tenure and salary of the employees as of June 30, 2006, effectively eliminating the benefit over a period of time and “freezing” the total future liability of the District. The accounting for these benefits began in fiscal year ending June 30, 2007 under the former Jordan School District as new benefits and will continue under the District, effective July 1, 2010, when the District assumed the obligation to provide these benefits for eligible employees and retirees. The Plan does not issue its own financial report.

**Funding Policy** – The District pays for these benefits on a pay-as-you-go basis from the General Fund. Retirees are permitted to participate with the active employees in the health-care plan but retirees must pay all premiums assigned to them as described herein. Those employees retiring after June 30, 2006 may purchase health insurance at percentages of the total District premium as follows: first eighteen months at 102.0%, next six months at 110.0%, and to age 65 at a floating percentage to

# CANYONS SCHOOL DISTRICT

## Notes to the Basic Financial Statements

cover retiree health care costs as its own insured group. The number of participants who received post-employment health-care benefits was 51 in the month of June 2014.

**Annual OPEB Cost and Net OPEB Obligation (Retirement Asset)** – The District’s annual other post employment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the District (ARC), an amount actuarially determined in accordance with governmental accounting standards. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover the normal cost each year and amortize any unfunded actuarial liabilities (or funding excesses) over a period not to exceed thirty years. The following table shows the components of the District’s annual OPEB cost for the year, the amount actually contributed to the plans, and changes in the District’s net OPEB obligation (retirement asset).

	<u>Cash Stipends</u>	<u>Health-Care</u>
Annual required contribution (ARC)	\$ 1,524,644	\$ 234,816
Interest on net OPEB obligation (retirement asset)	(223,949)	7,332
Adjustment to ARC	<u>329,670</u>	<u>(10,793)</u>
Annual retirement/OPEB cost	1,630,365	231,355
Contributions made	<u>(3,141,440)</u>	<u>(307,702)</u>
Change in net OPEB obligation (retirement asset)	(1,511,075)	(76,347)
Net OPEB obligation (retirement asset) - beginning of year	<u>(5,598,718)</u>	<u>183,296</u>
Net OPEB obligation (retirement asset) - end of year	<u><u>\$ (7,109,793)</u></u>	<u><u>\$ 106,949</u></u>

The District annual OPEB cost, the percentage of annual OPEB cost contributed to the plans and the net OPEB obligation (retirement asset) for the fiscal years ended June 30, 2014, 2013, and 2012 are based on the September 1, 2012 and 2010 actuarial studies, are summarized below.

Fiscal Year Ended June 30,	Annual Retirement/OPEB Costs		Contributions as a Percentage of Annual Retirement/OPEB Costs		Net OPEB Obligation (Retirement Asset)	
	Cash Stipends	Health-Care	Cash Stipends	Health-Care	Cash Stipends	Health-Care
2014	\$ 1,630,365	\$ 231,355	192.7%	133.0%	\$ (7,109,793)	\$ 106,949
2013	1,673,009	233,414	156.3%	158.6%	(5,598,718)	183,296
2012	1,091,854	260,896	221.2%	57.9%	(4,657,138)	320,068

**Funded Status** – As of September 1, 2012, the most recent actuarial valuation date, the actuarial accrued liability (AAL) for the cash stipends was \$20,740,297 and for the health-care benefits was \$2,455,757 which is also the unfunded actuarial accrued liability (UAAL). The District has committed \$24,355,857, which is 5.0% more than the actuarial accrued liability (to cover any potential actuarial understatements) of General Fund resources to help cover future obligations of these benefits; however, this commitment does not qualify as “funding.” The required schedule of funding progress, presented as required supplementary information following the notes to the basic financial statements, presents information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the accrued liabilities and assets. The funded status of these benefits as of June 30, 2014, based on the September 1, 2012 actuarial study, is summarized below.

# CANYONS SCHOOL DISTRICT

## Notes to the Basic Financial Statements

	<u>Cash Stipends</u>	<u>Health-Care</u>
Actuarial accrued liability (AAL)	\$ 20,740,297	\$ 2,455,757
Actuarial value of plan assets	-	-
Unfunded actuarial accrued liability (UAAL)	<u>\$ 20,740,297</u>	<u>\$ 2,455,757</u>
Funded ratio (actuarial value of plan assets/AAL)	0.0%	0.0%
Covered payroll	97,182,929	121,233,513
UAAL as a percentage of covered payroll	21.3%	2.0%

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Amounts determined regarding the funded status of the plan and the annual required contributions of the District are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

**Actuarial Methods and Assumptions** – Projections of benefits for financial reporting purposes are based on the nature of benefits provided under the plans at the time of the actuarial valuation and the pattern of cost sharing between the District and retirees to that point. Actuarial calculations are long-term in nature, and techniques are used to reduce the short-term volatility of actuarial accrued liabilities and the actuarial valuations of assets. In the September 1, 2012 actuarial valuation, the projected unit credit using full accrual at full eligibility age method and the level dollar closed amortization (30 years) was used. An interest rate assumption of 4.0% was used. The valuation assumes a health-care cost trend increase of 7.9% for fiscal year 2012-13, 7.0% for fiscal year 2013-14, 6.2% for fiscal year 2014-15 at which point it gradually grades down to a 4.6% increase for fiscal year 2081-82 and beyond with inflation at 2.8%. Cost of health-care was estimated using the District's past experience, level of coverage, and premiums with gender and age adjustments. Demographic and other assumptions include: 1) mortality rates, 2) public education retirement rates, and 3) termination rates by age, gender, and years employed.

### 8. RISK MANAGEMENT

The District maintains 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). The District also insures its 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 the District's 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. The District pays 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**

---

**9. GRANTS**

The District receives 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 the District's 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; District administration believes such disallowance, if any, would be insignificant.

**10. TRANSFERS**

During the year ended June 30, 2014, the District transferred \$217,878 from the General Fund to the Canyons School District Education Foundation Special Revenue Fund to cover the administration expenditures of the Foundation and \$260,392 to the Non K-12 Programs Fund to cover community education programs. The District also transferred \$3.0 million from the Capital Outlay Fund to the Debt Service Fund to cover the principal and interest payments for the general obligation bonds.

**11. LITIGATION AND COMPLIANCE**

At certain times, claims or lawsuits are pending in which the District is involved. The District's counsel and insurance carriers estimate that the District's potential obligations resulting from such claims or litigation would not significantly affect the financial statements of the District.

Expenditures exceeded budgeted amounts by \$1,357,142 or 16.4% for the Student Activities Fund for the year ended June 30, 2014. However, revenues also exceeded budgeted amounts, by \$2,079,181; therefore, ending fund balance for this fund increased by \$634,171. This fund is a special revenue fund reported in the other governmental funds of the District.

**CANYONS SCHOOL DISTRICT**  
**Required Supplementary Information**  
**June 30, 2014**

---

**Schedule of Funding Progress**  
**District Retirement Benefits**

**Cash Stipends**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll [(b-a)/c]
9/1/2012	\$ -	\$ 20,740,297	\$ 20,740,297	0.0%	\$ 95,398,639	21.7%
9/1/2010	-	19,650,483	19,650,483	0.0%	81,378,942	24.1%

**Health-Care**

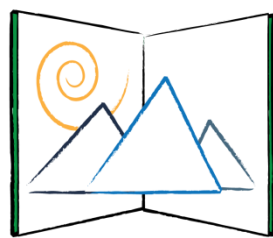
Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll [(b-a)/c]
9/1/2012	\$ -	\$ 2,455,757	\$ 2,455,757	0.0%	\$ 118,968,560	2.1%
9/1/2010	-	2,603,663	2,603,663	0.0%	100,608,156	2.6%

The September 1, 2010 actuarial study was the first to study these current benefits.  
The next actuarial study will be September 1, 2014.

Current accounting rules and regulations only allow funds set aside in irrevocable trust funds to be included in the above schedule. The District has elected to not contribute resources to such irrevocable trust funds but rather commits a portion of the fund balance in the General Fund to help cover these obligations.

Effective July, 1 2010, the District assumed these retirement benefit obligations and an allocation of resources from Jordan School District (see Note 7 to the basic financial statements). These allocations have been committed for employee benefit obligations.





**CANYONS**  
School District

*"Celebrating the Highest  
Standards of Educational Excellence"*

## 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, 2014 and 2013**

	<b>2014</b>	<b>2013</b>
<b>Assets:</b>		
Cash and investments	\$ 101,845,098	\$ 106,379,873
Accounts receivable:		
Property taxes	71,300,237	71,290,794
Other local	413,324	358,618
State of Utah	277,963	95,903
Federal government	3,184,270	2,912,625
Inventories	1,611,467	1,139,299
Total assets	<u>\$ 178,632,359</u>	<u>\$ 182,177,112</u>
<b>Liabilities, deferred inflows of resources, and fund balances:</b>		
<b>Liabilities:</b>		
Accounts and contracts payable	\$ 1,835,756	\$ 3,233,857
Accrued payroll and related benefits	21,487,898	21,211,581
Unearned revenue:		
State of Utah	7,385,129	9,199,758
Federal government	1,694,778	2,253,302
Total liabilities	<u>32,403,561</u>	<u>35,898,498</u>
<b>Deferred inflows of resources:</b>		
Unavailable property tax revenue	1,777,414	1,911,270
Property taxes levied for future year	69,658,438	69,522,091
Total deferred inflows of resources	<u>71,435,852</u>	<u>71,433,361</u>
<b>Fund balances:</b>		
Nonspendable:		
Inventories and prepaid items	1,611,467	1,139,299
Restricted for:		
Reading achievement	1,225,228	1,048,688
Tort liability	-	141,687
Committed to:		
Economic stabilization	11,430,000	11,200,000
Employee benefit obligations	25,444,284	25,480,571
Contractual obligations	1,088,324	1,143,730
Assigned to:		
Schools and programs	6,888,194	8,440,756
Self insurance	8,000,000	7,000,000
Unassigned	19,105,449	19,250,522
Total fund balances	<u>74,792,946</u>	<u>74,845,253</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 178,632,359</u>	<u>\$ 182,177,112</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, 2014 with Comparative Totals for 2013

	<b>2014</b>			<b>2013</b>
	<b>Final Budgeted Amounts</b>	<b>Actual Amounts</b>	<b>Variance with Final Budget</b>	<b>Actual Amounts</b>
<b>Revenues:</b>				
Property taxes	\$ 76,850,845	\$ 77,051,730	\$ 200,885	\$ 78,072,752
Interest earnings	1,300,000	1,339,529	39,529	1,360,881
Other local	6,608,852	6,302,642	(306,210)	6,886,113
State of Utah	125,802,860	121,490,503	(4,312,357)	116,576,679
Federal government	14,414,680	14,151,578	(263,102)	15,188,946
Total revenues	<u>224,977,237</u>	<u>220,335,982</u>	<u>(4,641,255)</u>	<u>218,085,371</u>
<b>Expenditures:</b>				
Current:				
Salaries	132,116,332	133,339,963	(1,223,631)	129,765,375
Employee benefits	56,847,792	54,951,965	1,895,827	51,233,256
Purchased professional services	4,429,737	3,970,964	458,773	3,870,995
Purchased property services	2,640,423	2,357,496	282,927	2,279,074
Other purchased services	4,622,639	4,181,794	440,845	4,183,141
Supplies	23,701,928	17,948,231	5,753,697	18,500,264
Property	3,783,893	2,910,921	872,972	2,517,317
Other	396,650	248,685	147,965	232,570
Total expenditures	<u>228,539,394</u>	<u>219,910,019</u>	<u>8,629,375</u>	<u>212,581,992</u>
Excess (deficiency) of revenues over (under) expenditures	(3,562,157)	425,963	3,988,120	5,503,379
<b>Other financing sources (uses):</b>				
Transfer out	<u>(541,158)</u>	<u>(478,270)</u>	<u>62,888</u>	<u>(305,918)</u>
Total other financing sources (uses)	<u>(541,158)</u>	<u>(478,270)</u>	<u>62,888</u>	<u>(305,918)</u>
Net change in fund balances	(4,103,315)	(52,307)	4,051,008	5,197,461
<b>Fund balances - beginning</b>	<u>74,845,253</u>	<u>74,845,253</u>	<u>-</u>	<u>69,647,792</u>
<b>Fund balances - ending</b>	<u>\$ 70,741,938</u>	<u>\$ 74,792,946</u>	<u>\$ 4,051,008</u>	<u>\$ 74,845,253</u>

**CANYONS SCHOOL DISTRICT**  
**Comparative Balance Sheets**  
**Debt Service Fund**  
**A Major Governmental Fund**  
June 30, 2014 and 2013

---

	<u>2014</u>	<u>2013</u>
<b>Assets:</b>		
Cash and investments	\$ 2,457,112	\$ 3,082,285
Accounts receivable:		
Property taxes	<u>24,543,732</u>	<u>22,537,426</u>
Total assets	<u><u>\$ 27,000,844</u></u>	<u><u>\$ 25,619,711</u></u>
 <b>Deferred inflows of resources and fund balances:</b>		
Deferred inflows of resources:		
Unavailable property tax revenue	\$ 621,117	\$ 838,450
Property taxes levied for future year	<u>24,006,930</u>	<u>21,800,527</u>
Total deferred inflows of resources	24,628,047	22,638,977
 Fund balances:		
Restricted for:		
Debt service	<u>2,372,797</u>	<u>2,980,734</u>
Total deferred inflows of resources and fund balances	<u><u>\$ 27,000,844</u></u>	<u><u>\$ 25,619,711</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, 2014 with Comparative Totals for 2013

	<b>2014</b>			<b>2013</b>
	<b>Final Budgeted Amounts</b>	<b>Actual Amounts</b>	<b>Variance with Final Budget</b>	<b>Actual Amounts</b>
<b>Revenues:</b>				
Property taxes	\$ 25,308,764	\$ 25,081,786	\$ (226,978)	\$ 24,123,166
Interest earnings	50,000	44,508	(5,492)	49,546
Total revenues	25,358,764	25,126,294	(232,470)	24,172,712
<b>Expenditures:</b>				
Debt service:				
Bond principal	17,802,100	17,802,100	-	19,745,300
Bond interest	10,928,181	10,928,180	1	9,450,613
Issuance costs on refunding	295,657	295,657	-	-
Paying agent fees and other	9,000	3,951	5,049	4,034
Total expenditures	29,034,938	29,029,888	5,050	29,199,947
Excess (deficiency) of revenues over (under) expenditures	(3,676,174)	(3,903,594)	(227,420)	(5,027,235)
<b>Other financing sources (uses):</b>				
Transfer in	2,800,000	3,000,000	200,000	5,000,000
Refunding bonds issued	59,970,000	59,970,000	-	-
Payment to refunded bond escrow agent	(70,817,525)	(70,817,525)	-	-
Premium on refunding bonds	11,143,182	11,143,182	-	-
Total other financing sources (uses)	3,095,657	3,295,657	200,000	5,000,000
Net change in fund balances	(580,517)	(607,937)	(27,420)	(27,235)
<b>Fund balances - beginning</b>	2,980,734	2,980,734	-	3,007,969
<b>Fund balances - ending</b>	<u>\$ 2,400,217</u>	<u>\$ 2,372,797</u>	<u>\$ (27,420)</u>	<u>\$ 2,980,734</u>

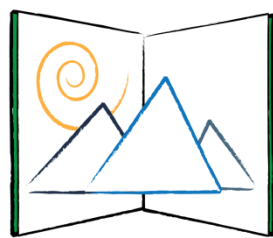
**CANYONS SCHOOL DISTRICT**  
**Comparative Balance Sheets**  
**Capital Outlay Fund**  
**A Major Governmental Fund**  
June 30, 2014 and 2013

	<u><b>2014</b></u>	<u><b>2013</b></u>
<b>Assets:</b>		
Cash and investments	\$ 113,580,333	\$ 75,812,512
Accounts receivable:		
Property taxes	21,843,401	21,341,100
Other local	510,798	21,101
State of Utah	-	199,766
Total assets	<u><u>\$ 135,934,532</u></u>	<u><u>\$ 97,374,479</u></u>
<b>Liabilities, deferred inflows of resources, and fund balances:</b>		
<b>Liabilities:</b>		
Accounts and contracts payable	\$ 4,446,294	\$ 12,378,510
<b>Deferred inflows of resources:</b>		
Unavailable property tax revenue	602,702	588,970
Property taxes levied for future year	<u>21,195,751</u>	<u>20,718,614</u>
Total deferred inflows of resources	21,798,453	21,307,584
<b>Fund balances:</b>		
Restricted for:		
Debt service	3,450,000	20,500,000
Capital outlay	<u>106,239,785</u>	<u>43,188,385</u>
Total fund balances	<u>109,689,785</u>	<u>63,688,385</u>
Total liabilities, deferred inflows of resources, and fund balances	<u><u>\$ 135,934,532</u></u>	<u><u>\$ 97,374,479</u></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, 2014 with Comparative Totals for 2013

	<b>2014</b>			<b>2013</b>
	<b>Final Budgeted Amounts</b>	<b>Actual Amounts</b>	<b>Variance with Final Budget</b>	<b>Actual Amounts</b>
<b>Revenues:</b>				
Local sources:				
Property taxes	\$ 22,102,984	\$ 22,173,385	\$ 70,401	\$ 22,423,519
Interest earnings	1,250,000	1,036,367	(213,633)	1,389,478
Other local	-	518,992	518,992	222,713
Total local sources	23,352,984	23,728,744	375,760	24,035,710
State sources:				
State energy grant	450,234	480,557	30,323	235,687
Total revenues	23,803,218	24,209,301	406,083	24,271,397
<b>Expenditures:</b>				
Capital outlay:				
Sites and improvements	4,621,869	3,463,261	1,158,608	15,444,533
Buildings and improvements	33,440,694	22,124,748	11,315,946	94,616,973
Equipment and vehicles	12,881,940	10,533,763	2,348,177	10,257,931
Other capital outlay	2,424,900	2,456,293	(31,393)	4,240,323
Total expenditures	53,369,403	38,578,065	14,791,338	124,559,760
Excess (deficiency) of revenues over (under) expenditures	(29,566,185)	(14,368,764)	15,197,421	(100,288,363)
<b>Other financing sources (uses):</b>				
General obligation bonds issued	60,000,000	60,000,000	-	80,000,000
Premiums on bonds issued	3,370,164	3,370,164	-	4,325,856
Transfer out	(2,800,000)	(3,000,000)	(200,000)	(5,000,000)
Total other financing sources (uses)	60,570,164	60,370,164	(200,000)	79,325,856
Net change in fund balances	31,003,979	46,001,400	14,997,421	(20,962,507)
<b>Fund balances - beginning</b>	63,688,385	63,688,385	-	84,650,892
<b>Fund balances - ending</b>	<u>\$ 94,692,364</u>	<u>\$ 109,689,785</u>	<u>\$ 14,997,421</u>	<u>\$ 63,688,385</u>



**CANYONS**  
School District

*"Celebrating the Highest  
Standards of Educational Excellence"*

## 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.

**Non K-12 Programs Fund** - The purpose of this fund is to account for the costs of programs that are not part of the basic educational program of kindergarten through twelfth grade. Included in this fund are preschool, adult education, community education, and others. Costs associated with providing recreational programs within the District are also included in this fund.

**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, 2014

	Special Revenue				Total Nonmajor Governmental Funds
	Nutrition Services	Student Activities	Non K-12 Programs	Education Foundation	
<b>Assets:</b>					
Cash and investments	\$ 1,418,033	\$ 5,933,010	\$ 35,279	\$ 608,359	\$ 7,994,681
Accounts receivable:					
Other local	14,356	-	33,848	1,551	49,755
State of Utah	948,114	-	366,487	-	1,314,601
Federal government	680,221	-	30,492	-	710,713
Inventories	293,334	-	-	-	293,334
Total assets	<u>\$ 3,354,058</u>	<u>\$ 5,933,010</u>	<u>\$ 466,106</u>	<u>\$ 609,910</u>	<u>\$ 10,363,084</u>
<b>Liabilities, and fund balances:</b>					
Liabilities:					
Accounts and contracts payable	\$ 22,265	\$ 972,359	\$ 2,600	\$ 15,650	\$ 1,012,874
Accrued payroll and related benefits	241,641	-	341,939	-	583,580
Unearned revenue:					
Local	264,201	7,773	-	-	271,974
State of Utah	-	-	121,567	-	121,567
Total liabilities	<u>528,107</u>	<u>980,132</u>	<u>466,106</u>	<u>15,650</u>	<u>1,989,995</u>
Fund balances:					
Nonspendable:					
Inventories	293,334	-	-	-	293,334
Restricted for:					
Nutrition services	2,532,617	-	-	-	2,532,617
Committed to:					
Schools	-	4,952,878	-	-	4,952,878
Foundation	-	-	-	594,260	594,260
Total fund balances	<u>2,825,951</u>	<u>4,952,878</u>	<u>-</u>	<u>594,260</u>	<u>8,373,089</u>
Total liabilities, and fund balances	<u>\$ 3,354,058</u>	<u>\$ 5,933,010</u>	<u>\$ 466,106</u>	<u>\$ 609,910</u>	<u>\$ 10,363,084</u>

**CANYONS SCHOOL DISTRICT**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Nonmajor Governmental Funds**  
Fiscal Year Ended June 30, 2014

	<b>Special Revenue</b>				<b>Total Nonmajor Governmental Funds</b>
	<b>Nutrition Services</b>	<b>Student Activities</b>	<b>Non K-12 Programs</b>	<b>Education Foundation</b>	
<b>Revenues:</b>					
Tuitions, fees, and admissions	\$ -	\$ 3,539,744	\$ 365,578	\$ -	\$ 3,905,322
Lunch sales	4,114,418	-	-	-	4,114,418
Interest earnings	21,282	11,296	6,382	39,701	78,661
Other local sources	64,169	6,724,471	-	488,260	7,276,900
State of Utah	1,812,326	-	4,129,416	-	5,941,742
Federal government	5,697,153	-	1,178,705	-	6,875,858
Total revenues	11,709,348	10,275,511	5,680,081	527,961	28,192,901
<b>Expenditures:</b>					
Current:					
Instruction	-	9,641,340	-	633,221	10,274,561
Nutrition services	11,833,616	-	-	-	11,833,616
Non K-12 programs	-	-	7,112,915	-	7,112,915
Total expenditures	11,833,616	9,641,340	7,112,915	633,221	29,221,092
Excess (deficiency) of revenues over (under) expenditures	(124,268)	634,171	(1,432,834)	(105,260)	(1,028,191)
<b>Other financing sources:</b>					
Transfer in	-	-	260,392	217,878	478,270
Net change in fund balances	(124,268)	634,171	(1,172,442)	112,618	(549,921)
<b>Fund balances - beginning</b>	2,950,219	4,318,707	1,172,442	481,642	8,923,010
<b>Fund balances - ending</b>	\$ 2,825,951	\$ 4,952,878	\$ -	\$ 594,260	\$ 8,373,089

**CANYONS SCHOOL DISTRICT**  
**Comparative Balance Sheets**  
**Nutrition Services Fund**  
**A Nonmajor Special Revenue Fund**  
June 30, 2014 and 2013

	<u><b>2014</b></u>	<u><b>2013</b></u>
<b>Assets:</b>		
Cash and investments	\$ 1,418,033	\$ 2,074,134
Accounts receivable:		
Other local	14,356	270
State of Utah	948,114	839,955
Federal government	680,221	134,791
Inventories	293,334	345,310
Total assets	<u><u>\$ 3,354,058</u></u>	<u><u>\$ 3,394,460</u></u>
<b>Liabilities and fund balances:</b>		
Liabilities:		
Accounts and contracts payable	\$ 22,265	\$ 29,728
Accrued payroll and related benefits	241,641	189,825
Unearned revenue, local	264,201	224,688
Total liabilities	<u>528,107</u>	<u>444,241</u>
Fund balances:		
Nonspendable:		
Inventories	293,334	345,310
Restricted for:		
Nutrition services	<u>2,532,617</u>	<u>2,604,909</u>
Total fund balances	<u>2,825,951</u>	<u>2,950,219</u>
Total liabilities and fund balances	<u><u>\$ 3,354,058</u></u>	<u><u>\$ 3,394,460</u></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, 2014 with Comparative Totals for 2013

	<b>2014</b>			<b>2013</b>
	<b>Final Budgeted Amounts</b>	<b>Actual Amounts</b>	<b>Variance with Final Budget</b>	<b>Actual Amounts</b>
<b>Revenues:</b>				
Local sources:				
Lunch sales - students	\$ 3,962,000	\$ 4,000,125	\$ 38,125	\$ 3,950,451
Lunch sales - adult	155,000	114,293	(40,707)	142,280
Interest earnings	65,000	21,282	(43,718)	77,739
Other	70,000	64,169	(5,831)	69,036
Total local sources	4,252,000	4,199,869	(52,131)	4,239,506
State sources:				
State lunch program	2,000,000	1,812,326	(187,674)	1,913,309
Federal sources:				
Lunch program	950,000	964,655	14,655	967,611
Free and reduced meals reimbursement	3,200,000	3,167,996	(32,004)	3,272,001
Breakfast program	500,000	529,405	29,405	511,849
Other food programs	45,350	71,708	26,358	144,665
Commodity program	1,020,000	963,389	(56,611)	843,240
Total federal sources	5,715,350	5,697,153	(18,197)	5,739,366
Total revenues	11,967,350	11,709,348	(258,002)	11,892,181
<b>Expenditures:</b>				
Current:				
Salaries	4,352,756	4,240,222	112,534	4,087,418
Employee benefits	1,568,870	1,541,881	26,989	1,495,979
Purchased services	101,450	82,380	19,070	82,057
Supplies	213,000	205,116	7,884	187,094
Food	5,680,000	5,072,198	607,802	4,945,127
Property	145,000	84,416	60,584	113,440
Other	944,250	607,403	336,847	801,214
Total expenditures	13,005,326	11,833,616	1,171,710	11,712,329
Net change in fund balances	(1,037,976)	(124,268)	913,708	179,852
<b>Fund balances - beginning</b>	2,950,219	2,950,219	-	2,770,367
<b>Fund balances - ending</b>	\$ 1,912,243	\$ 2,825,951	\$ 913,708	\$ 2,950,219

**CANYONS SCHOOL DISTRICT**  
**Comparative Balance Sheets**  
**Student Activities Fund**  
**A Nonmajor Special Revenue Fund**  
June 30, 2014 and 2013

---

	<u><b>2014</b></u>	<u><b>2013</b></u>
<b>Assets:</b>		
Cash and investments	<u>\$ 5,933,010</u>	<u>\$ 5,544,448</u>
<b>Liabilities and fund balances:</b>		
Liabilities:		
Accounts and contracts payable	\$ 972,359	\$ 1,032,200
Unearned revenue, local	<u>7,773</u>	<u>193,541</u>
Total liabilities	<u>980,132</u>	<u>1,225,741</u>
Fund balances:		
Committed to:		
Schools	<u>4,952,878</u>	<u>4,318,707</u>
Total liabilities and fund balances	<u>\$ 5,933,010</u>	<u>\$ 5,544,448</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, 2014 with Comparative Totals for 2013

	<b>2014</b>			<b>2013</b>
	<b>Final Budgeted Amounts</b>	<b>Actual Amounts</b>	<b>Variance with Final Budget</b>	<b>Actual Amounts</b>
<b>Revenues:</b>				
Local sources:				
Student fees	\$ 2,684,385	\$ 3,539,744	\$ 855,359	\$ 2,485,541
Vending commissions	140,025	138,793	(1,232)	135,947
Fundraisers and donations	5,341,920	6,585,678	1,243,758	4,992,449
Interest earnings	30,000	11,296	(18,704)	30,098
Total revenues	<u>8,196,330</u>	<u>10,275,511</u>	<u>2,079,181</u>	<u>7,644,035</u>
<b>Expenditures:</b>				
Current:				
Purchased services	4,308,055	4,434,338	(126,283)	3,846,479
Supplies and materials	3,389,255	4,265,110	(875,855)	3,026,120
Property and equipment	281,190	226,364	54,826	251,063
Other	<u>305,698</u>	<u>715,528</u>	<u>(409,830)</u>	<u>272,944</u>
Total expenditures	<u>8,284,198</u>	<u>9,641,340</u>	<u>(1,357,142)</u>	<u>7,396,606</u>
Net change in fund balances	(87,868)	634,171	722,039	247,429
<b>Fund balances - beginning</b>	<u>4,318,707</u>	<u>4,318,707</u>	<u>-</u>	<u>4,071,278</u>
<b>Fund balances - ending</b>	<u>\$ 4,230,839</u>	<u>\$ 4,952,878</u>	<u>\$ 722,039</u>	<u>\$ 4,318,707</u>

**CANYONS SCHOOL DISTRICT**  
**Comparative Balance Sheets**  
**Non K-12 Programs Fund**  
**A Nonmajor Special Revenue Fund**  
June 30, 2014 and 2013

	<u>2014</u>	<u>2013</u>
<b>Assets:</b>		
Cash and investments	\$ 35,279	\$ 821,441
Accounts receivable:		
Property taxes	-	937,817
Other local	33,848	340
State of Utah	366,487	175,351
Federal government	30,492	708,184
Total assets	<u>\$ 466,106</u>	<u>\$ 2,643,133</u>
<b>Liabilities, deferred inflows of resources, and fund balances:</b>		
<b>Liabilities:</b>		
Accounts and contracts payable	\$ 2,600	\$ 14,452
Accrued payroll and related benefits	341,939	344,586
Unearned revenue:		
State of Utah	<u>121,567</u>	<u>171,436</u>
Total liabilities	<u>466,106</u>	<u>530,474</u>
<b>Deferred inflows of resources:</b>		
Unavailable property tax revenue	-	26,291
Property taxes levied for future year	<u>-</u>	<u>913,926</u>
Total deferred inflows of resources	<u>-</u>	<u>940,217</u>
<b>Fund balances:</b>		
Committed to:		
Community recreation	<u>-</u>	<u>1,172,442</u>
Total fund balances	<u>-</u>	<u>1,172,442</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 466,106</u>	<u>\$ 2,643,133</u>

**CANYONS SCHOOL DISTRICT**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual**  
**Non K-12 Programs Fund**  
**A Nonmajor Special Revenue Fund**  
Fiscal Year Ended June 30, 2014 with Comparative Totals for 2013

	<b>2014</b>			<b>2013</b>
	<b>Final Budgeted Amounts</b>	<b>Actual Amounts</b>	<b>Variance with Final Budget</b>	<b>Actual Amounts</b>
<b>Revenues:</b>				
Local sources:				
Property taxes	\$ -	\$ -	\$ -	\$ 1,032,749
Tuitions, sales, and other	360,000	365,578	5,578	357,137
Interest earnings	16,000	6,382	(9,618)	36,054
Total local sources	376,000	371,960	(4,040)	1,425,940
State sources:				
Special education - preschool and corrections	1,453,178	1,392,316	(60,862)	1,442,028
Adult and corrections education	2,483,400	2,384,148	(99,252)	2,495,956
Other	361,144	352,952	(8,192)	242,664
Total state sources	4,297,722	4,129,416	(168,306)	4,180,648
Federal sources:				
Special education - preschool and regular	691,289	560,494	(130,795)	582,754
Adult education	103,583	103,583	-	108,657
No child left behind	440,534	514,628	74,094	312,814
Total federal sources	1,235,406	1,178,705	(56,701)	1,004,225
Total revenues	5,909,128	5,680,081	(229,047)	6,610,813
<b>Expenditures:</b>				
Current:				
Salaries	4,417,132	4,442,613	(25,481)	4,334,485
Employee benefits	1,680,855	1,501,362	179,493	1,435,844
Purchased services	617,200	558,962	58,238	484,655
Supplies and materials	276,621	206,578	70,043	145,888
Property	32,000	31,024	976	13,955
Other	362,325	372,376	(10,051)	331,432
Total expenditures	7,386,133	7,112,915	273,218	6,746,259
Excess (deficiency) of revenues over (under) expenditures	(1,477,005)	(1,432,834)	44,171	(135,446)
<b>Other financing sources:</b>				
Transfer in	304,563	260,392	(44,171)	-
Net change in fund balances				
<b>Fund balances - beginning</b>	1,172,442	1,172,442	-	1,307,888
<b>Fund balances - ending</b>	\$ -	\$ -	\$ -	\$ 1,172,442

**CANYONS SCHOOL DISTRICT**  
**Comparative Balance Sheets**  
**Canyons School District Education Foundation Fund**  
**A Nonmajor Special Revenue Fund**  
June 30, 2014 and 2013

	<u>2014</u>	<u>2013</u>
<b>Assets:</b>		
Cash and investments	\$ 608,359	\$ 487,934
Accounts receivable, other local	<u>1,551</u>	<u>1,500</u>
Total assets	<u><u>\$ 609,910</u></u>	<u><u>\$ 489,434</u></u>
<b>Liabilities and fund balances:</b>		
Liabilities:		
Accounts and contracts payable	<u>\$ 15,650</u>	<u>\$ 7,792</u>
Fund balances:		
Committed to:		
Foundation	<u>594,260</u>	<u>481,642</u>
Total liabilities and fund balances	<u><u>\$ 609,910</u></u>	<u><u>\$ 489,434</u></u>

**CANYONS SCHOOL DISTRICT**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual**  
**Canyons School District Education Foundation**  
**A Nonmajor Special Revenue Fund**  
Fiscal Year Ended June 30, 2014 with Comparative Totals for 2013

	<b>2014</b>			<b>2013</b>
	<b>Final Budgeted Amounts</b>	<b>Actual Amounts</b>	<b>Variance with Final Budget</b>	<b>Actual Amounts</b>
<b>Revenues:</b>				
Local sources:				
Contributions	\$ 480,000	\$ 488,260	\$ 8,260	\$ 393,175
Interest earnings	25,000	39,701	14,701	26,089
Total revenues	<u>505,000</u>	<u>527,961</u>	<u>22,961</u>	<u>419,264</u>
<b>Expenditures:</b>				
Current:				
Salaries	148,403	146,895	1,508	215,757
Employee benefits	58,142	54,274	3,868	72,508
Purchased services	9,350	3,473	5,877	13,351
Supplies donated to schools	<u>512,700</u>	<u>428,579</u>	<u>84,121</u>	<u>333,473</u>
Total expenditures	<u>728,595</u>	<u>633,221</u>	<u>95,374</u>	<u>635,089</u>
Excess (deficiency) of revenues over (under) expenditures	(223,595)	(105,260)	118,335	(215,825)
<b>Other financing sources:</b>				
Transfer in	<u>236,595</u>	<u>217,878</u>	<u>(18,717)</u>	<u>305,918</u>
Net change in fund balance	13,000	112,618	99,618	90,093
<b>Fund balances - beginning</b>	<u>481,642</u>	<u>481,642</u>	<u>-</u>	<u>391,549</u>
<b>Fund balances - ending</b>	<u><u>\$ 494,642</u></u>	<u><u>\$ 594,260</u></u>	<u><u>\$ 99,618</u></u>	<u><u>\$ 481,642</u></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 expenditures. 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, 2014 and 2013

---

	<u><b>2014</b></u>	<u><b>2013</b></u>
<b>Assets:</b>		
Current assets:		
Cash and investments	\$ 11,488,549	\$ 12,779,079
Accounts receivable, local	<u>20,878</u>	<u>46,327</u>
Total assets	<u>11,509,427</u>	<u>12,825,406</u>
 <b>Liabilities:</b>		
Current liabilities:		
Claims payable	<u>4,362,822</u>	<u>3,950,626</u>
 <b>Net position:</b>		
Unrestricted	<u><u>\$ 7,146,605</u></u>	<u><u>\$ 8,828,453</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, 2014 and 2013

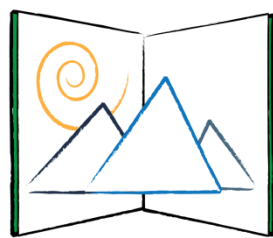
---

	<u>2014</u>	<u>2013</u>
<b>Operating revenues:</b>		
Insurance premiums charged to other funds	\$ 24,925,029	\$ 24,524,328
<b>Operating expenses:</b>		
Medical claims	18,197,083	17,773,604
Prescription claims	5,652,385	5,335,264
Industrial insurance claims	562,234	618,464
Administration and other	2,225,022	1,322,379
Total operating expenses	26,636,724	25,049,711
Operating loss	(1,711,695)	(525,383)
<b>Nonoperating income:</b>		
Interest earnings	29,847	64,053
Change in net position	(1,681,848)	(461,330)
<b>Net position - beginning</b>	8,828,453	9,289,783
<b>Net position - ending</b>	<u>\$ 7,146,605</u>	<u>\$ 8,828,453</u>



**CANYONS SCHOOL DISTRICT**  
**Comparative Statements of Fund Cash Flows**  
**Self-Insurance Fund**  
**An Internal Service Fund**  
Fiscal Years Ended June 30, 2014 and 2013

	<u>2014</u>	<u>2013</u>
<b>Cash flows from operating activities:</b>		
Receipts from interfund services provided	\$ 24,950,478	\$ 24,478,001
Payments to suppliers	(2,225,022)	(1,322,379)
Payments for medical fees and insurance claims	(24,045,833)	(24,061,217)
Net cash used by operating activities	(1,320,377)	(905,595)
<b>Cash flows from investing activities:</b>		
Interest received	29,847	64,053
Net decrease in cash and cash equivalents	(1,290,530)	(841,542)
<b>Cash and cash equivalents - beginning</b>	<u>12,779,079</u>	<u>13,620,621</u>
<b>Cash and cash equivalents - ending</b>	<u>\$ 11,488,549</u>	<u>\$ 12,779,079</u>
(Displayed on statements of fund net position as Cash and investments)		
Reconciliation of operating loss to net cash used by operating activities:		
Operating loss	\$ (1,711,695)	\$ (525,383)
Adjustments to reconcile operating loss to net cash used by operating activities:		
(Increase) decrease in accounts receivable	25,449	(46,327)
Increase (decrease) in claims payable	365,869	(333,885)
Net cash used by operating activities	<u>\$ (1,320,377)</u>	<u>\$ (905,595)</u>
Noncash investing, capital, and financing activities:	none	none



**CANYONS**  
School District

*"Celebrating the Highest  
Standards of Educational Excellence"*

**CANYONS SCHOOL DISTRICT**  
**Statistical Section**  
**Table of Contents**

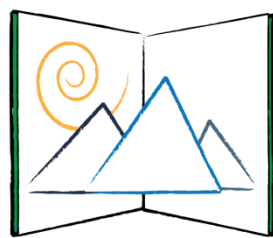
---

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.

<b>Contents</b>	<b>Pages</b>
Financial Trends.....	81-87
These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	
Revenue Capacity.....	88-92
These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.	
Debt Capacity.....	93-98
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.	
Demographic and Economic Information.....	99-100
These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.	
Operating Information.....	101-111
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.	

**Sources:**

Unless otherwise noted, the information in these schedules is derived from the District's comprehensive annual financial reports. Since 2010 was the District's first year of operations, most schedules will show only data for five years. However, some schedules do show data for the former Jordan School District prior to the creation of Canyons School District on July 1, 2009, wherein the data was deemed relevant for comparative purposes.



**CANYONS**  
School District

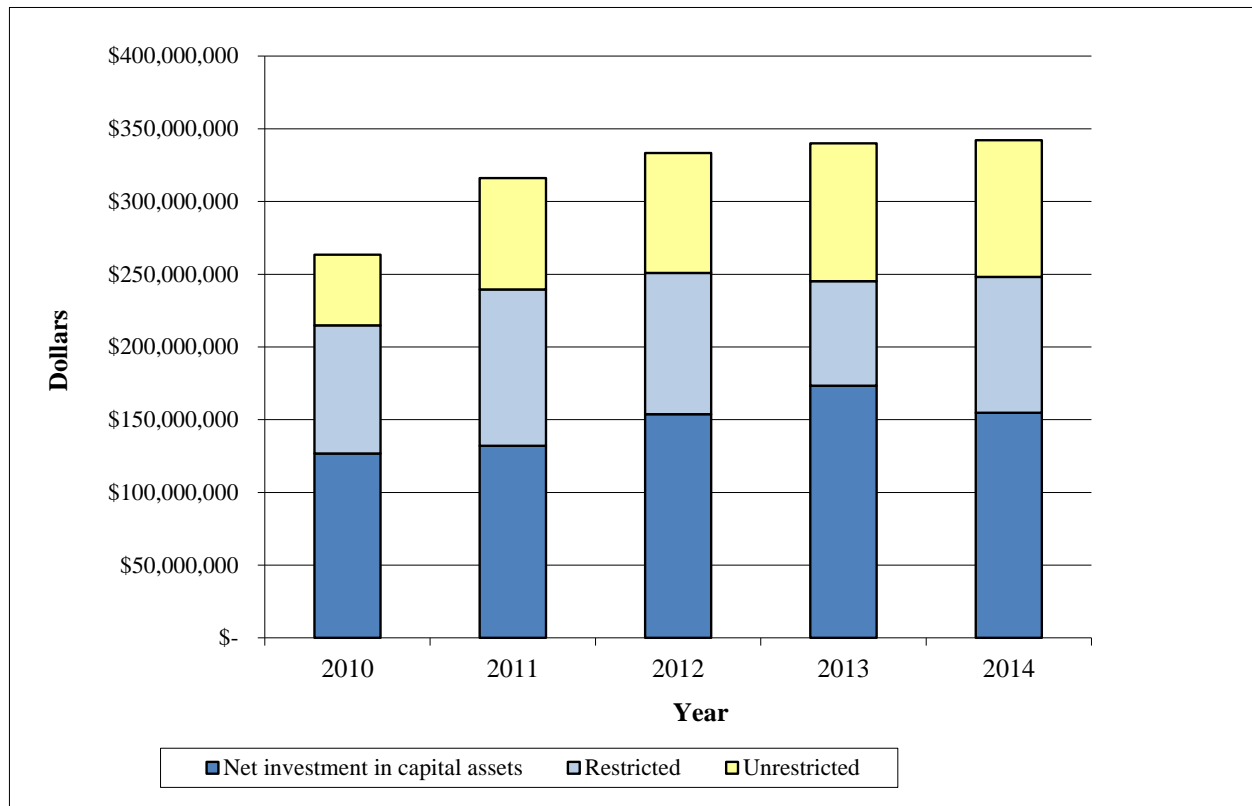
*"Celebrating the Highest  
Standards of Educational Excellence"*

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

	2010	2011	2012	2013	2014
<b>Assets:</b>					
Cash and investments	\$ 163,563,149	\$ 279,091,765	\$ 224,769,239	\$ 206,981,706	\$ 237,365,773
Accounts receivable:					
Property taxes	108,420,842	104,838,718	115,384,776	116,107,137	117,687,370
Other local	2,456,810	394,746	148,813	428,156	994,755
State of Utah	301,764	1,292,365	987,420	1,310,975	1,592,564
Federal government	10,230,693	7,743,628	4,945,685	3,755,600	3,894,983
Inventories	2,276,203	1,908,650	1,899,895	1,484,609	1,904,801
Prepaid expenses	354,440	400,000	400,000	-	-
Net retirement asset	-	3,333,946	4,657,138	5,598,718	7,109,793
Capital assets:					
Sites and construction in progress	16,233,014	22,531,653	102,267,489	165,200,417	36,229,224
Buildings and other capital assets, net of accumulated depreciation	263,568,577	250,732,635	237,443,565	258,524,816	390,677,195
Total assets	<u>567,405,492</u>	<u>672,268,106</u>	<u>692,904,020</u>	<u>759,392,134</u>	<u>797,456,458</u>
<b>Deferred outflows of resources:</b>					
Deferred charges on refunding	<u>1,297,766</u>	<u>929,639</u>	<u>561,509</u>	<u>374,341</u>	<u>4,748,467</u>
<b>Liabilities:</b>					
Accounts and contracts payable	3,704,011	5,893,637	19,212,526	16,696,539	7,294,924
Accrued payroll and related benefits	19,213,874	19,652,875	20,239,012	21,745,992	22,071,478
Accrued interest	267,574	336,304	303,122	363,514	439,029
Unearned revenue:					
Local	499,463	226,534	324,947	418,229	271,974
State of Utah	13,103,802	12,359,529	11,074,133	9,371,194	7,506,696
Federal government	749,756	2,976,016	2,763,187	2,253,302	1,694,778
Long-term liabilities:					
Due or payable within one year	21,487,049	24,374,559	22,719,554	20,733,583	20,430,724
Due or payable after one year	<u>141,368,804</u>	<u>190,758,206</u>	<u>173,259,013</u>	<u>235,258,982</u>	<u>285,552,443</u>
Total liabilities	<u>200,394,333</u>	<u>256,577,660</u>	<u>249,895,494</u>	<u>306,841,335</u>	<u>345,262,046</u>
<b>Deferred inflows of resources:</b>					
Property taxes levied for future year	<u>104,800,669</u>	<u>100,503,383</u>	<u>110,297,237</u>	<u>112,955,158</u>	<u>114,861,119</u>
<b>Net Position:</b>					
Net investment in capital assets	126,643,707	132,027,618	153,690,609	173,411,972	154,701,005
Restricted for:					
Debt service	2,276,557	2,908,778	28,696,562	23,788,889	6,004,885
Capital outlay	81,667,998	99,991,989	60,672,010	43,863,787	83,304,777
Nutrition services	2,220,921	2,390,861	2,770,367	2,950,219	2,825,951
Other purposes	2,010,980	2,237,663	5,121,562	1,267,955	1,271,649
Unrestricted	<u>48,688,093</u>	<u>76,559,793</u>	<u>82,321,688</u>	<u>94,687,160</u>	<u>93,973,493</u>
Total net position	<u>\$ 263,508,256</u>	<u>\$ 316,116,702</u>	<u>\$ 333,272,798</u>	<u>\$ 339,969,982</u>	<u>\$ 342,081,760</u>

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

<b>Year</b>	<b>Net invesment in capital assets</b>	<b>Restricted</b>	<b>Unrestricted</b>	<b>Total net position</b>
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	93,973,493	342,081,760



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

	<b>2010</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>
<b>Expenses:</b>					
Instruction	\$ 148,539,711	\$ 156,986,377	\$ 160,383,775	\$ 175,359,995	\$ 176,722,124
Supporting services:					
Students	7,390,809	7,723,388	8,433,794	9,089,873	9,744,940
Instructional staff	11,709,415	12,969,300	12,187,116	10,984,333	12,170,323
District administration	2,334,128	2,254,582	2,119,628	2,799,252	2,386,958
School administration	13,773,164	13,944,188	14,976,976	15,769,736	16,888,958
Central	11,304,689	11,154,831	12,124,999	12,378,486	12,102,194
Operation and maintenance of school buildings	20,325,380	21,586,479	21,957,201	23,332,856	24,709,276
Student transportation	7,138,925	7,475,764	8,139,130	8,725,403	9,062,643
Nutrition services	12,408,460	12,204,115	12,563,572	12,678,765	12,923,579
Non K-12 programs	6,301,400	6,652,431	6,905,505	6,785,693	7,155,707
Interest on long-term liabilities	7,757,267	7,000,592	9,640,880	9,227,299	10,573,788
Total expenses	<u>248,983,348</u>	<u>259,952,047</u>	<u>269,432,576</u>	<u>287,131,691</u>	<u>294,440,490</u>
<b>Program revenues:</b>					
Charges for services:					
Instruction	6,991,020	8,843,122	8,514,991	9,226,951	11,864,978
Supporting services	697,772	627,137	706,723	1,022,888	525,474
Nutrition services	5,194,035	4,678,684	4,635,740	4,161,767	4,178,587
Non K-12 programs	393,013	419,126	410,402	357,137	365,577
Operating grants and contributions	54,165,131	57,062,966	59,416,824	61,078,139	62,333,595
Capital grants and contributions	100,000	555,363	415,632	235,687	480,557
Total program revenues	<u>67,540,971</u>	<u>72,186,398</u>	<u>74,100,312</u>	<u>76,082,569</u>	<u>79,748,768</u>
<b>Net (expense) revenue and changes in net position</b>	<u>(181,442,377)</u>	<u>(187,765,649)</u>	<u>(195,332,264)</u>	<u>(211,049,122)</u>	<u>(214,691,722)</u>
<b>General revenues and other changes in net position:</b>					
Property taxes	115,559,235	124,427,561	123,481,339	123,860,737	123,943,153
Federal and state revenue not restricted to specific purposes	88,910,292	90,654,095	82,029,925	83,525,034	86,126,086
Interest earnings	1,077,243	1,296,822	3,027,413	3,033,938	2,528,912
Miscellaneous	1,457,306	5,284,661	3,949,683	7,326,597	4,205,349
Total general revenue and other changes in net position	<u>207,004,076</u>	<u>221,663,139</u>	<u>212,488,360</u>	<u>217,746,306</u>	<u>216,803,500</u>
Change in net position	25,561,699	33,897,490	17,156,096	6,697,184	2,111,778
<b>Net position - beginning</b>	-	263,508,256	316,116,702	333,272,798	339,969,982
Allocation from Jordan School District	<u>237,946,557</u>	<u>18,710,956</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net position - ending</b>	<u>\$ 263,508,256</u>	<u>\$ 316,116,702</u>	<u>\$ 333,272,798</u>	<u>\$ 339,969,982</u>	<u>\$ 342,081,760</u>

**CANYONS SCHOOL DISTRICT**  
**Fund Balances - Governmental Funds**  
Last Five Fiscal Years  
(Modified accrual basis of accounting)

	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
<b>General fund balances:</b>					
Nonspendable	\$ 2,052,440	\$ 1,892,362	\$ 2,021,452	\$ 1,139,299	\$ 1,611,467
Restricted	1,625,392	1,719,855	3,813,674	1,190,375	1,225,228
Committed	21,833,913	35,915,238	35,894,919	36,824,301	37,962,608
Assigned	2,781,172	5,444,933	8,965,251	16,440,756	14,888,194
Unassigned	11,248,910	19,443,454	18,952,496	19,250,522	19,105,449
Total	<u>39,541,827</u>	<u>64,415,842</u>	<u>69,647,792</u>	<u>74,845,253</u>	<u>74,792,946</u>
<b>Debt service fund balances:</b>					
Restricted	<u>1,821,174</u>	<u>2,391,824</u>	<u>3,007,969</u>	<u>2,980,734</u>	<u>2,372,797</u>
<b>Capital outlay fund balances:</b>					
Restricted	<u>80,813,430</u>	<u>163,628,715</u>	<u>84,650,892</u>	<u>63,688,385</u>	<u>109,689,785</u>
<b>All other governmental fund balances:</b>					
Nonspendable	578,203	416,288	278,443	345,310	293,334
Restricted	1,993,287	2,135,584	3,799,812	2,604,909	2,532,617
Committed	<u>3,615,107</u>	<u>4,424,522</u>	<u>4,462,827</u>	<u>5,972,791</u>	<u>5,547,138</u>
Total	<u>6,186,597</u>	<u>6,976,394</u>	<u>8,541,082</u>	<u>8,923,010</u>	<u>8,373,089</u>
<b>Total governmental fund balances</b>	<u><u>\$ 128,363,028</u></u>	<u><u>\$ 237,412,775</u></u>	<u><u>\$ 165,847,735</u></u>	<u><u>\$ 150,437,382</u></u>	<u><u>\$ 195,228,617</u></u>

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 Five Fiscal Years  
(Modified accrual basis of accounting)

	2010	2011	2012	2013	2014
<b>Revenues:</b>					
Property taxes	\$ 116,066,380	\$ 123,657,127	\$ 122,628,089	\$ 125,652,186	\$ 124,306,901
Interest earnings	1,031,376	1,252,868	2,961,498	2,969,885	2,499,065
Other local sources	15,794,825	17,675,427	18,177,048	19,634,842	22,118,274
State of Utah	120,194,081	122,270,861	121,831,384	122,906,323	127,912,802
Federal government	22,907,479	25,882,586	20,030,997	21,932,537	21,027,436
Total revenues	275,994,141	290,738,869	285,629,016	293,095,773	297,864,478
<b>Expenditures:</b>					
Current:					
Instruction	125,196,555	131,257,175	135,608,993	142,488,474	147,138,350
Supporting services:					
Students	7,336,484	7,575,667	8,347,281	8,925,363	9,510,956
Instructional staff	11,483,579	12,649,687	11,908,506	10,710,531	11,977,361
District administration	2,272,323	2,086,863	1,999,219	2,013,203	1,862,037
School administration	13,618,836	13,615,074	14,754,707	15,361,909	16,408,467
Central	10,503,447	10,146,693	11,210,661	11,564,452	12,069,592
Operation and maintenance of school buildings	19,819,997	20,911,730	21,550,141	22,305,809	23,711,132
Student transportation	6,027,206	6,175,797	6,768,574	7,243,946	7,506,685
Nutrition services	11,822,097	11,440,473	11,882,888	11,712,329	11,833,616
Non K-12 programs	6,243,956	6,503,320	6,817,804	6,746,259	7,112,915
Capital outlay	11,972,731	24,280,558	97,012,971	124,559,760	38,578,065
Debt service:					
Bond principal	17,953,900	16,837,400	19,544,700	19,745,300	17,802,100
Bond interest and fees	7,065,886	6,338,203	9,787,611	9,454,647	11,227,788
Total expenditures	251,316,997	269,818,640	357,194,056	392,831,982	316,739,064
Excess (deficiency) of revenues over (under) expenditures	24,677,144	20,920,229	(71,565,040)	(99,736,209)	(18,874,586)
<b>Other financing sources (uses):</b>					
General obligation bonds issued	-	68,000,000	-	80,000,000	60,000,000
Premiums on bonds issued	-	1,418,562	-	4,325,856	3,370,164
Refunding bonds issued	-	-	-	-	59,970,000
Payment to refunded 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
Net change in fund balances	24,677,144	90,338,791	(71,565,040)	(15,410,353)	44,791,235
<b>Fund balances - beginning</b>	-	128,363,028	237,412,775	165,847,735	150,437,382
Allocation from Jordan School District	103,685,884	18,710,956	-	-	-
<b>Fund balances - ending</b>	<u>\$ 128,363,028</u>	<u>\$ 237,412,775</u>	<u>\$ 165,847,735</u>	<u>\$ 150,437,382</u>	<u>\$ 195,228,617</u>
Debt service as a percentage of noncapital expenditures	10.1%	9.0%	10.8%	10.2%	9.9%

**CANYONS SCHOOL DISTRICT**  
**Comparative Balance Sheets - General Fund**  
Last Five Fiscal Years

	2010	2011	2012	2013	2014
<b>Assets:</b>					
Cash and investments	\$ 60,702,097	\$ 90,349,149	\$ 99,780,860	\$ 106,379,873	\$ 101,845,098
Accounts receivable:					
Property taxes	56,510,799	67,000,999	70,981,853	71,290,794	71,300,237
Other local	592,958	300,436	139,638	358,618	413,324
State of Utah	89,289	99,120	100,806	95,903	277,963
Federal government	9,936,195	7,415,201	4,348,914	2,912,625	3,184,270
Inventories	1,698,000	1,492,362	1,621,452	1,139,299	1,611,467
Prepaid expenditures	354,440	400,000	400,000	-	-
Total assets	<u>\$ 129,883,778</u>	<u>\$ 167,057,267</u>	<u>\$ 177,373,523</u>	<u>\$ 182,177,112</u>	<u>\$ 178,632,359</u>
<b>Liabilities, deferred inflows of resources, and fund balances:</b>					
Liabilities:					
Accounts payable	\$ 1,765,915	\$ 1,828,526	\$ 3,371,459	\$ 3,233,857	\$ 1,835,756
Accrued payroll and related benefits	18,689,413	19,049,430	19,721,635	21,211,581	21,487,898
Unearned revenue:					
State of Utah	12,725,729	11,788,476	10,844,314	9,199,758	7,385,129
Federal government	749,756	2,976,016	2,763,187	2,253,302	1,694,778
Total liabilities	<u>33,930,813</u>	<u>35,642,448</u>	<u>36,700,595</u>	<u>35,898,498</u>	<u>32,403,561</u>
<b>Deferred inflows of resources:</b>					
Unavailable property tax revenue	1,920,202	2,335,483	2,948,382	1,911,270	1,777,414
Property taxes levied for future year	54,490,936	64,663,494	68,076,754	69,522,091	69,658,438
Total deferred inflows of resources	<u>56,411,138</u>	<u>66,998,977</u>	<u>71,025,136</u>	<u>71,433,361</u>	<u>71,435,852</u>
<b>Fund balance:</b>					
Nonspendable	2,052,440	1,892,362	2,021,452	1,139,299	1,611,467
Restricted	1,625,392	1,719,855	3,813,674	1,190,375	1,225,228
Committed	21,833,913	35,915,238	35,894,919	37,824,301	37,962,608
Assigned	2,781,172	5,444,933	8,965,251	15,440,756	14,888,194
Unassigned	11,248,910	19,443,454	18,952,496	19,250,522	19,105,449
Total fund balances	<u>39,541,827</u>	<u>64,415,842</u>	<u>69,647,792</u>	<u>74,845,253</u>	<u>74,792,946</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 129,883,778</u>	<u>\$ 167,057,267</u>	<u>\$ 177,373,523</u>	<u>\$ 182,177,112</u>	<u>\$ 178,632,359</u>

**CANYONS SCHOOL DISTRICT**  
**Comparative Statements of Revenues, Expenditures, and Changes in Fund Balances -**  
**General Fund**  
Last Five Fiscal Years and Proposed Budget for 2015

	<b>2010</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>	<b>Proposed Budget 2015</b>
<b>Revenues:</b>						
Property taxes	\$ 58,555,843	\$ 66,652,969	\$ 74,710,870	\$ 78,072,752	\$ 77,051,730	\$ 76,349,341
Interest earnings	374,360	396,624	826,496	1,360,881	1,339,529	1,400,000
Other local	3,802,365	5,063,892	5,589,296	6,886,113	6,302,642	6,714,510
State of Utah	114,154,861	116,189,088	115,282,496	116,576,679	121,490,503	127,338,662
Federal government	17,688,416	19,322,016	13,469,238	15,188,946	14,151,578	14,169,054
Total revenues	<u>194,575,845</u>	<u>207,624,589</u>	<u>209,878,396</u>	<u>218,085,371</u>	<u>220,335,982</u>	<u>225,971,567</u>
<b>Expenditures:</b>						
Current:						
Instruction	118,816,244	124,029,593	127,852,245	134,456,779	136,863,789	143,572,429
Supporting services:						
Students	7,336,484	7,575,667	8,347,281	8,925,363	9,510,956	9,867,219
Instructional staff	11,483,579	12,649,687	11,908,506	10,710,531	11,977,361	11,610,883
District administration	2,272,323	2,086,863	1,999,219	2,013,203	1,862,037	2,322,502
School administration	13,618,836	13,615,074	14,754,707	15,361,909	16,408,467	16,529,765
Central	10,503,447	10,146,693	11,210,661	11,564,452	12,069,592	12,632,827
Operation and maintenance of school buildings	19,819,997	20,911,730	21,550,141	22,305,809	23,711,132	24,623,664
Student transportation	<u>6,027,206</u>	<u>6,175,797</u>	<u>6,768,574</u>	<u>7,243,946</u>	<u>7,506,685</u>	<u>7,461,460</u>
Total expenditures	<u>189,878,116</u>	<u>197,191,104</u>	<u>204,391,334</u>	<u>212,581,992</u>	<u>219,910,019</u>	<u>228,620,749</u>
Excess (deficiency) of revenues over (under) expenditures	4,697,729	10,433,485	5,487,062	5,503,379	425,963	(2,649,182)
<b>Other financing sources (uses):</b>						
Transfers out	<u>-</u>	<u>(169,505)</u>	<u>(255,112)</u>	<u>(305,918)</u>	<u>(478,270)</u>	<u>(456,401)</u>
Net change in fund balances	4,697,729	10,263,980	5,231,950	5,197,461	(52,307)	(3,105,583)
<b>Fund balances - beginning</b>	-	39,541,827	64,415,842	69,647,792	74,845,253	74,792,946
Allocation from Jordan School District	<u>34,844,098</u>	<u>14,610,035</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund balances - ending</b>	<u>\$ 39,541,827</u>	<u>\$ 64,415,842</u>	<u>\$ 69,647,792</u>	<u>\$ 74,845,253</u>	<u>\$ 74,792,946</u>	<u>\$ 71,687,363</u>

**CANYONS SCHOOL DISTRICT**  
**Historical Summaries of Taxable Values of Property**  
Last Five Tax Years

	<u>Tax Year 2009</u>	<u>Tax Year 2010</u>	<u>Tax Year 2011</u>	<u>Tax Year 2012</u>	<u>Tax Year 2013</u>
Set by State Tax Commission:					
Centrally assessed	\$ 338,631,746	\$ 366,135,845	\$ 371,176,002	\$ 380,330,920	\$ 402,956,177
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
Residential - not primary use	1,126,227,610	992,921,370	949,725,290	886,405,890	875,621,450
Commercial and industrial	4,062,614,430	4,013,081,600	4,036,937,230	4,055,443,220	4,274,741,900
Agriculture and Farm Assessment Act (FAA)	1,345,120	1,263,820	1,165,820	1,267,660	1,360,590
Unimproved non FAA - vacant	8,309,820	6,685,550	8,526,650	7,488,090	7,890,400
Total real property	<u>15,180,092,487</u>	<u>14,763,530,521</u>	<u>14,314,042,365</u>	<u>14,050,262,233</u>	<u>14,737,589,356</u>
Personal property:					
Fee in lieu property	459,879,455	460,097,588	426,523,415	440,977,619	448,489,267
Mobile home - primary residential use	8,950,292	8,322,805	7,993,397	7,704,279	7,401,793
Mobile home - other use	447,978	560,203	399,872	480,657	529,984
Other personal property	782,423,532	691,828,448	660,777,105	700,153,826	750,405,109
Total personal property	<u>1,251,701,257</u>	<u>1,160,809,044</u>	<u>1,095,693,789</u>	<u>1,149,316,381</u>	<u>1,206,826,153</u>
Total locally assessed	<u>16,431,793,744</u>	<u>15,924,339,565</u>	<u>15,409,736,154</u>	<u>15,199,578,614</u>	<u>15,944,415,509</u>
Total taxable property	<u>\$16,770,425,490</u>	<u>\$16,290,475,410</u>	<u>\$15,780,912,156</u>	<u>\$15,579,909,534</u>	<u>\$16,347,371,686</u>

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

**CANYONS SCHOOL DISTRICT**  
**Assessed Value and Estimated Actual Value of Taxable Property**  
 Last Five Tax Years

Tax Year	Taxable Assessed Value			Total Direct Tax Rate	Estimated Actual Value	Assessed Value as a Percentage of Actual Value
	Residential	Industrial & Commercial	Agriculture & Unimproved	Personal	Total	
2009	\$ 11,117,221,387	\$ 4,401,246,176	\$ 9,654,940	\$ 1,242,302,987	\$ 16,770,425,490	68.49%
2010	10,751,382,559	4,379,217,445	7,949,370	1,151,926,036	16,290,475,410	68.41%
2011	10,275,805,934	4,408,113,232	9,692,470	1,087,300,520	15,780,912,156	68.66%
2012	9,994,248,199	4,435,774,140	8,755,750	1,141,131,445	15,579,909,534	67.79%
2013	10,461,528,243	4,677,698,077	9,250,990	1,198,894,376	16,347,371,686	67.58%

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 Five Tax Years  
 (rate per \$1 of assessed value)

	<b>Tax Year 2009</b>	<b>Tax Year 2010</b>	<b>Tax Year 2011</b>	<b>Tax Year 2012</b>	<b>Tax Year 2013</b>
<b>Canyons School District rates:</b>					
General fund:					
Basic state supported program (1)	0.001433	0.001495	0.001591	0.001651	0.001535
Voted local (2)	0.001600	0.001600	0.001600	0.001600	0.001600
Board local (3)	-	-	-	0.001881	0.001729
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
Capital projects fund:					
Capital local (4)	0.001514	0.001585	0.000928	0.001067	0.001028
County-wide equalization (5)	0.000600	0.000600	0.000600	0.000600	0.000600
Total capital projects fund	0.002114	0.002185	0.001528	0.001667	0.001628
Debt service fund:					
Debt service (6)	0.001400	0.001520	0.001619	0.001619	0.001619
Other:					
Community recreation*	0.000070	0.000078	0.000156	-	-
Total direct rate	0.007180	0.008060	0.008165	0.008418	0.008111
<b>Overlapping rates:</b>					
Salt Lake County	0.002756	0.003125	0.003251	0.003622	0.004101
Alta	0.000980	0.001114	0.001084	0.001065	0.001091
Cottonwood Heights	0.002399	0.002517	0.002586	0.002654	0.002522
Draper	0.001818	0.001896	0.001996	0.002009	0.001887
Midvale	0.002262	0.002669	0.002701	0.000687	0.000658
Sandy	0.001356	0.001402	0.001481	0.001520	0.001483
Central Utah Water Conservancy District	0.000400	0.000421	0.000436	0.000455	0.000446
Other special districts	0 - 0.002635	0 - 0.003171	0 - 0.003803	0 - 0.003773	0 - 0.003360

\*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
- (6) No maximum rate, but must have voter approval for bonds issued

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

**CANYONS SCHOOL DISTRICT**  
**Principal Property Tax Payers**  
Current Calendar Year and Four Years Ago

<b>Taxpayer</b>	<b>2013</b>			<b>2009</b>		
	<b>Taxable Value</b>	<b>Rank</b>	<b>Percent of Total Taxable Value</b>	<b>Taxable Value</b>	<b>Rank</b>	<b>Percent of Total Taxable Value</b>
Larry H. Miller Companies	\$ 142,298,705	1	0.90 %	\$ 147,351,265	1	0.90 %
Rocky Mountain Power (PacifiCorp)	138,554,156	2	0.87 %	130,146,230	3	0.80 %
Macerich St. Marketplace (South Towne Center)	130,202,000	3	0.82 %	116,801,369	4	0.72 %
Becton Dickinson	126,064,411	4	0.79 %	133,778,785	2	0.82 %
Old Mill Corporate Center	112,656,800	5	0.71 %	79,472,300	6	0.49 %
NOP Cottonwood Holdings (Real Estate Holdings)	97,355,600	6	0.61 %	71,558,820	8	0.44 %
DDR Corp.	78,180,710	7	0.49 %	59,297,900	10	0.36 %
Snowbird Ltd	75,801,431	8	0.48 %	76,230,539	7	0.47 %
Questar Gas	69,689,513	9	0.44 %			
Inland Diversified Draper Crossing, LLC	61,312,500	10	0.39 %			
Redevelopment Agency of Midvale				103,194,600	5	0.63 %
CenturyLink, Inc. (Qwest Communications)				66,673,288	9	0.41 %
	<u>\$ 1,032,115,826</u>		<u>6.50 %</u>	<u>\$ 984,505,096</u>		<u>6.04 %</u>
Total taxable value	\$ 15,898,882,419			\$ 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 Five 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%	\$ 4,697,490	\$ 120,763,870	97.49%
2010	128,270,889	123,657,127	96.40%	4,207,560	127,864,687	99.68%
2011	125,220,579	120,535,487	96.26%	3,064,961	123,600,448	98.71%
2012	126,809,112	122,743,569	96.79%	1,997,821	124,741,390	98.37%
2013	128,474,716	124,669,505	97.04%	-	124,669,505	97.04%

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 Five Fiscal Years

---

<u>Fiscal Year</u>	<u>Outstanding General Obligation Bonds</u>	<u>Net General Bonded Debt As Percentage of Taxable Value</u>	<u>Net Bonded Debt Per Capita</u>	<u>Net Bonded Debt Per Student *</u>
2010	\$ 151,994,800	0.91%	\$ 801	\$ 4,578
2011	203,157,400	1.25%	1,067	6,093
2012	183,612,700	1.16%	951	5,484
2013	243,867,400	1.57%	1,244	7,280
2014	280,611,300	1.72%	1,410	8,341

\* Based on average daily membership

Source: District records

**CANYONS SCHOOL DISTRICT**  
**Debt Service Fund**

Schedule of outstanding general obligation bonds shared with the Jordan School District

			2015	2016	2017	2018
Series 2005	Principal	\$	1,885,000	-	-	-
\$ 25,000,000	Interest		75,400	-	-	-
Series 2006	Principal		1,000,000	1,050,000	-	-
\$ 15,000,000	Interest		82,000	42,000	-	-
Series 2007	Principal		12,550,000	13,050,000	13,700,000	-
\$ 196,000,000	Interest		1,606,250	1,104,250	582,250	-
Series 2014 Refunding	Principal		6,385,000	8,580,000	9,520,000	23,820,000
\$ 104,665,000	Interest		5,901,943	4,914,000	4,485,000	4,009,000
Total		\$	<u>29,485,593</u>	<u>28,740,250</u>	<u>28,287,250</u>	<u>\$27,829,000</u>
Total Principal		\$	21,820,000	22,680,000	23,220,000	\$23,820,000
Total Interest			7,665,593	6,060,250	5,067,250	4,009,000
Total		\$	<u>29,485,593</u>	<u>28,740,250</u>	<u>28,287,250</u>	<u>\$27,829,000</u>
Canyons SD Principal		\$	11,082,300	11,183,000	11,211,000	\$11,255,000
Canyons SD Interest			4,404,559	3,556,825	3,079,455	2,578,500
Jordan SD Principal			10,737,700	11,497,000	12,009,000	12,565,000
Jordan SD Interest			3,261,034	2,503,425	1,987,795	1,430,500
		\$	<u>29,485,593</u>	<u>28,740,250</u>	<u>28,287,250</u>	<u>\$27,829,000</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 District's agreed to refund all eligible bonds. This refunding will annually save CSD approximately \$550,000 in principal and interest expense for the next eight fiscal years (2014-2015 through 2021-2022). Since CSD has issued \$208 million of its own bonds from its June 2010 bond election and has promised its taxpayers the debt tax levy will not exceed 0.001619, the District will reduce its annual payment until the bonds are retired in June 2022. For the next few fiscal years CSD will transfer a lesser amount from its Capital Outlay Fund to service the debt. JSD has opted to increase their debt tax levy for the fiscal years 2014-2015 through 2019-2020 to payoff their portion earlier. Therefore, the Series 2014 is not a straight 58% for CSD and 42% for JSD.

2019	2020	2021	2022	Total
\$ -	\$ -	\$ -	\$ -	\$ 1,885,000
-	-	-	-	75,400
-	-	-	-	2,050,000
-	-	-	-	124,000
-	-	-	-	39,300,000
-	-	-	-	3,292,750
23,970,000	13,385,000	9,650,000	9,355,000	104,665,000
2,818,000	1,619,500	950,250	467,750	25,165,443
<u>\$ 26,788,000</u>	<u>\$ 15,004,500</u>	<u>\$ 10,600,250</u>	<u>\$ 9,822,750</u>	<u>\$ 176,557,593</u>
\$ 23,970,000	\$ 13,385,000	\$ 9,650,000	\$ 9,355,000	\$ 147,900,000
2,818,000	1,619,500	950,250	467,750	28,657,593
<u>\$ 26,788,000</u>	<u>\$ 15,004,500</u>	<u>\$ 10,600,250</u>	<u>\$ 9,822,750</u>	<u>\$ 176,557,593</u>
\$ 10,775,000	\$ 10,535,000	\$ 9,650,000	\$ 9,355,000	85,046,300
2,015,750	1,477,000	950,250	467,750	18,530,089
13,195,000	2,850,000	-	-	62,853,700
802,250	142,500	-	-	10,127,504
<u>\$ 26,788,000</u>	<u>\$ 15,004,500</u>	<u>\$ 10,600,250</u>	<u>\$ 9,822,750</u>	<u>\$ 176,557,593</u>
<b>Bonds Payable Summary</b>		Principal	Interest	Total
Bonds payable, June 30, 2014		\$ 147,900,000	\$ 28,657,593	\$ 176,557,593
Reported by Jordan School District		(62,853,700)	(10,127,504)	(72,981,204)
Reported by Canyons School District		<u>\$ 85,046,300</u>	<u>\$ 18,530,089</u>	<u>\$ 103,576,389</u>

**CANYONS SCHOOL DISTRICT**  
**Debt Service Schedule of Outstanding General Obligation Bonds**  
As of June 30, 2014

Year Ending June 30,	Series 2011		Series 2012		Series 2013		Total
	\$68,000,000		\$80,000,000		\$60,000,000		
	Principal	Interest	Principal	Interest	Principal	Interest	
2015	\$ 2,685,000	\$ 2,326,000	\$ 1,300,000	\$ 2,528,188	\$ 660,000	\$ 2,394,088	\$ 11,893,276
2016	2,765,000	2,272,300	1,325,000	2,508,688	675,000	2,374,288	11,920,276
2017	2,845,000	2,189,350	1,325,000	2,488,813	690,000	2,354,038	11,892,201
2018	2,935,000	2,104,000	1,375,000	2,468,938	700,000	2,333,338	11,916,276
2019	3,020,000	2,015,950	1,425,000	2,448,313	725,000	2,312,338	11,946,601
2020	3,110,000	1,925,350	1,500,000	2,426,938	760,000	2,290,588	12,012,876
2021	3,220,000	1,800,950	1,550,000	2,366,938	790,000	2,252,588	11,980,476
2022	3,350,000	1,672,150	1,650,000	2,304,938	835,000	2,213,088	12,025,176
2023	3,485,000	1,538,150	5,350,000	2,238,938	3,875,000	2,171,338	18,658,426
2024	3,620,000	1,398,750	5,625,000	2,078,438	4,040,000	1,977,588	18,739,776
2025	3,765,000	1,253,950	5,900,000	1,853,438	4,200,000	1,775,588	18,747,976
2026	3,920,000	1,103,350	6,150,000	1,676,438	4,370,000	1,639,088	18,858,876
2027	4,075,000	946,550	6,350,000	1,461,188	4,550,000	1,464,288	18,847,026
2028	4,240,000	783,550	6,600,000	1,207,188	4,735,000	1,282,288	18,848,026
2029	4,400,000	608,650	6,850,000	943,188	4,930,000	1,092,888	18,824,726
2030	4,590,000	421,650	7,050,000	737,688	5,150,000	895,688	18,845,026
2031	4,780,000	215,100	7,325,000	455,688	5,375,000	689,688	18,840,476
2032			7,550,000	235,938	5,625,000	474,688	13,885,626
2033	-	-			5,875,000	249,698	6,124,698
	\$ 60,805,000	\$ 24,575,750	\$ 76,200,000	\$ 32,429,884	\$ 58,560,000	\$ 32,237,173	\$ 284,807,807

Source: District records

**CANYONS SCHOOL DISTRICT**  
**Direct and Overlapping General Obligation Debt**  
June 30, 2014

Taxing Entity (1)	2013 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)	\$ 115,011,401,549	\$ 15,756,562,012	13.7%	\$ 259,970,000	\$ 35,615,890
Salt Lake County	73,395,035,779	15,486,352,549	21.1%	234,945,000	49,573,395
Draper City	3,784,948,095	3,784,948,095	100.0%	4,795,000	4,795,000
Midvale City	1,653,012,205	1,653,012,205	100.0%	2,115,000	2,115,000
Cottonwood Heights Parks and Recreation Service Area	1,827,266,851	1,827,266,851	100.0%	6,350,000	6,350,000
Sandy Suburban Improvement District	2,933,260,619	2,933,260,619	100.0%	10,220,000	10,220,000
Total overlapping general obligation debt					108,669,285
Canyons School District direct general obligation debt					280,611,300
Total direct and overlapping general obligation debt					<u>\$ 389,280,585</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 2013

**CANYONS SCHOOL DISTRICT**  
**Legal Debt Margin Information**  
Last Five 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%

(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 issuance premiums.

Source: District records

# **CANYONS SCHOOL DISTRICT** **Demographic and Economic Statistics**

Last Five Fiscal Years

Fiscal Year	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 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	5,092
2012	193,107	1,047,746	40,995,436	39,081	6.5%	1,560,324,400	5,096
2013	196,074	1,063,842	43,658,167	41,038	4.4%	1,581,414,900	5,101
2014	199,001	1,079,721	N/A	N/A	3.5%	1,568,718,500	5,124

\* 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 2014.

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

**CANYONS SCHOOL DISTRICT**  
**Principal Employers**  
Current Calendar Year and Four Years Ago

Employer *	2013				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%
Jet Blue Airways Corporation	2,500	3	1.3%	1.8%				
Wal-Mart Stores	2,000	4	1.0%	1.5%	2,000	3	1.1%	1.5%
Smith's Food Stores	1,500	5	0.8%	1.1%	1,500	4	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%				
1-800 Contacts	1,000	9	0.5%	0.7%	1,000	9	0.5%	0.8%
Becton Dickinson	1,000	10	0.5%	0.7%	1,000	10	0.5%	0.8%
ACS Business Solutions					1,500	7	0.8%	1.1%
Coca-Cola					1,000	8	0.5%	0.8%
Totals	22,500		11.7%	16.5%	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 Five Fiscal Years

<b>Function:</b>	<b>2010</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>
Instruction	1,671.9	1,667.2	1,674.1	1,708.2	1,763.2
Supporting services:					
Students	96.9	98.3	106.7	110.8	118.6
Instructional staff	65.4	70.3	70.1	78.8	83.1
District administration	15.0	15.0	10.1	9.1	9.0
School administration	163.0	165.5	173.8	174.8	173.9
Central	96.0	92.0	99.0	98.0	99.0
Operation and maintenance of school buildings	180.0	179.0	189.6	188.6	187.6
Student transportation	102.3	102.5	109.3	115.9	112.4
Nutrition services	130.4	124.3	119.2	114.7	110.2
Non K-12 programs	77.0	101.2	64.1	67.9	67.3
Capital outlay	12.0	10.0	11.0	12.0	13.0
Total full-time equivalents	2,609.9	2,625.3	2,627.0	2,678.8	2,737.3

Source: District records - contract employees only

**CANYONS SCHOOL DISTRICT**  
**Expenses by Function - Statement of Activities**  
Last Five Fiscal Years

	2010	2011	2012	2013	2014
<b>Function:</b>					
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%
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%
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%
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%
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%
Central	11,304,689 4.54%	11,154,831 4.29%	12,124,999 4.50%	12,378,486 4.31%	12,102,194 4.11%
Operation and maintenance of school buildings	20,325,380 8.16%	21,586,479 8.30%	21,957,201 8.15%	23,332,856 8.13%	24,709,276 8.39%
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%
Nutrition services	12,408,460 4.98%	12,204,115 4.69%	12,563,572 4.66%	12,678,765 4.42%	12,923,579 4.39%
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%
Interest on long-term liabilities	7,757,267 3.12%	7,000,592 2.69%	9,640,250 3.58%	9,227,299 3.21%	10,573,788 3.59%
Total expenses	<u>\$ 248,983,348</u>	<u>\$ 259,952,047</u>	<u>\$ 269,431,946</u>	<u>\$ 287,131,691</u>	<u>\$ 294,440,490</u>
Average Daily Membership	33,202	33,343	33,483	33,500	33,644
Average Expenses Per Pupil	\$ 7,499	\$ 7,796	\$ 8,047	\$ 8,571	\$ 8,752

**CANYONS SCHOOL DISTRICT**  
**Expenses by Function Per Pupil - Statement of Activities**  
Last Five Fiscal Years

<b>Function:</b>	<b>2010</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>
Instruction	\$ 4,474 59.66%	\$ 4,708 60.39%	\$ 4,790 59.53%	\$ 5,235 61.07%	\$ 5,253 60.02%
Support services:					
Students	223 2.97%	232 2.97%	252 3.13%	271 3.17%	290 3.31%
Instructional staff	353 4.70%	389 4.99%	364 4.52%	328 3.83%	362 4.13%
District administration	70 0.94%	68 0.87%	63 0.79%	84 0.97%	71 0.81%
School administration	415 5.53%	418 5.36%	447 5.56%	471 5.49%	502 5.74%
Central	340 4.54%	335 4.29%	362 4.50%	370 4.31%	360 4.11%
Operation and maintenance of school buildings	612 8.16%	647 8.30%	656 8.15%	697 8.13%	734 8.39%
Student transportation	215 2.87%	224 2.88%	243 3.02%	260 3.04%	269 3.08%
Nutrition services	374 4.98%	366 4.69%	375 4.66%	378 4.42%	384 4.39%
Non K-12 programs	190 2.53%	200 2.56%	206 2.56%	203 2.36%	213 2.43%
Interest on long-tem liabilities	234 3.12%	210 2.69%	288 3.58%	275 3.21%	314 3.59%
Total expenses	<u>\$ 7,499</u>	<u>\$ 7,796</u>	<u>\$ 8,047</u>	<u>\$ 8,571</u>	<u>\$ 8,752</u>
Average Daily Membership	33,202	33,343	33,483	33,500	33,644

**CANYONS SCHOOL DISTRICT**  
**Expenditures by Function - General Fund**  
Last Five Fiscal Years

	2010	2011	2012	2013	2014
<b>Function:</b>					
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%
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%
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%
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%
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%
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%
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%
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%
Total expenditures	<u>\$ 189,878,116</u>	<u>\$ 197,191,104</u>	<u>\$ 204,391,334</u>	<u>\$ 212,581,992</u>	<u>\$ 219,910,019</u>
Average Daily Membership	33,202	33,343	33,483	33,500	33,644
Average Expenditures Per Pupil	\$ 5,719	\$ 5,914	\$ 6,104	\$ 6,346	\$ 6,536

**CANYONS SCHOOL DISTRICT**  
**Expenditures by Function Per Pupil - General Fund**  
Last Five Fiscal Years

<b>Function:</b>	<b>2010</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>
Instruction	\$ 3,579 62.58%	\$ 3,720 62.90%	\$ 3,818 62.55%	\$ 4,014 63.25%	\$ 4,068 62.24%
Support services:					
Students	221 3.86%	227 3.84%	249 4.08%	266 4.20%	282 4.32%
Instructional staff	346 6.05%	379 6.41%	356 5.83%	320 5.04%	356 5.45%
District administration	68 1.20%	63 1.06%	60 0.98%	60 0.95%	56 0.85%
School administration	410 7.17%	408 6.90%	441 7.22%	459 7.23%	488 7.46%
Central	316 5.53%	304 5.15%	335 5.48%	345 5.44%	359 5.49%
Operation and maintenance of school buildings	597 10.44%	627 10.60%	644 10.54%	666 10.49%	705 10.78%
Student transportation	182 3.17%	185 3.13%	202 3.31%	216 3.41%	223 3.41%
Total expenditures	<u>\$ 5,719</u>	<u>\$ 5,914</u>	<u>\$ 6,104</u>	<u>\$ 6,346</u>	<u>\$ 6,536</u>
Average Daily Membership	33,202	33,343	33,483	33,500	33,644

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

---

<b>Fiscal Year Ended June 30</b>	<b>Average Daily Membership</b>	<b>Average Daily Attendance</b>	<b>Ratio of ADA to ADM</b>	<b>Official State October 1 Enrollment Count</b>
2010	33,202	31,756	95.64%	33,184
2011	33,343	31,931	95.77%	33,469
2012	33,483	32,106	95.89%	33,490
2013	33,500	32,106	95.84%	33,528
2014	33,644	32,441	96.42%	33,677

Source: District records

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

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
Alta*	730	706	711	716	753	815	721	787	794	535
Brighton*	613	657	581	622	645	570	613	565	579	562
Corner Canyon***	-	-	-	-	-	-	-	-	-	257
Hillcrest*	463	395	399	405	386	435	422	368	444	480
Jordan*	606	514	539	523	527	478	478	507	491	510
Entrada**	-	-	-	-	-	254	145	104	136	100
South Park**	-	-	-	-	-	331	378	338	358	276
Total	<u>2,412</u>	<u>2,272</u>	<u>2,230</u>	<u>2,266</u>	<u>2,311</u>	<u>2,883</u>	<u>2,757</u>	<u>2,669</u>	<u>2,802</u>	<u>2,720</u>

\*Graduates for these traditional schools are comparable to when these schools were in the former Jordan School District (JSD), 2005-2009.

\*\*Entrada and South Park are adult high schools. Graduation rates prior to 2010 are not comparable when they existed under JSD.

\*\*\*Corner Canyons opened in 2014.

Source: District records

**CANYONS SCHOOL DISTRICT**  
**Capital Asset Information**  
Last Five Fiscal Years

	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014**</u>
Buildings:					
Elementary:					
Number	29	29	29	29	29
Square feet	1,805,833	1,805,833	1,805,833	1,844,813	1,844,777
Capacity	19,509	19,509	19,509	20,375	19,215
Enrollment	17,958	18,108	18,208	18,295	15,488
Middle Schools:					
Number	8	8	8	8	10
Square feet	1,267,103	1,267,103	1,267,103	1,290,263	1,510,950
Capacity	10,565	10,565	10,565	10,450	9,418
Enrollment	7,499	7,403	7,441	7,491	7,762
High Schools:					
Number	4	4	4	5	5
Square feet	1,372,991	1,372,991	1,372,991	1,748,503	1,748,503
Capacity	9,321	9,321	9,321	12,431	11,553
Enrollment	7,592	7,725	7,624	7,522	10,178
Special Schools:					
Number	3	3	4	4	4
Square feet	148,569	148,569	147,719	136,757	136,757
Capacity *					
Enrollment	135	233	217	220	249
Total School Buildings:	44	44	45	46	48
Square feet	4,594,496	4,594,496	4,593,646	5,020,336	5,240,987
Capacity	39,395	39,395	39,395	43,256	40,186
Enrollment	33,184	33,469	33,490	33,528	33,677
Other Buildings:					
Number	7	6	6	5	5
Square feet	397,990	336,950	336,950	340,426	340,426
Acres of Land	784	784	784	794	794
Number of Portables	82	82	88	91	81
Number of Vehicles	289	329	346	345	338

\* 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

<u>Year Ending June 30</u>	<u>Bachelor Degree 1st Year Teacher Wage</u>	<u>Doctorate Degree Veteran Teacher Wage</u>	<u>District Average* Teacher Wage</u>	<u>District Average* Teacher Benefits**</u>	<u>Total District Average* Teacher Compensation</u>	<u>State Median* Teacher Compensation</u>
2005	\$ 25,614	\$ 51,744	\$ 38,237	\$ 16,676	\$ 54,913	\$ 54,774
2006	26,382	53,260	38,149	19,057	57,206	55,941
2007	27,859	56,175	39,933	19,809	59,742	62,223
2008	30,139	58,794	42,299	20,256	62,555	66,397
2009	34,168	65,457	44,921	21,713	62,555	69,757
2010	33,640	63,264	45,230	19,195	64,425	69,531
2011	32,759	61,608	45,230	19,008	64,238	69,785
2012	34,157	64,237	45,165	19,580	64,745	70,883
2013	33,343	62,694	45,707	20,390	66,097	71,099
2014	33,831	62,799	N/A	N/A	N/A	N/A

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

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

N/A - The 2014 numbers were not available when this schedule was prepared.

Note 1 - Data from 2005-2009 is from Jordan School District. The numbers will be used for comparability purposes.

Note 2 - The 2011 teacher compensation data for the District is shown net of a decrease due to 5 furlough days

**CANYONS SCHOOL DISTRICT**  
**Students Per Teacher**  
**Last Ten Fiscal Years**

Grade	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Kindergarten	46.2	46.2	46.2	44.0	44.0	44.0	44.0	44.0	44.0	44.0
1	22.5	22.0	22.0	22.3	22.3	22.3	22.3	22.3	22.3	22.3
2	22.8	22.8	22.3	22.3	22.3	22.3	22.3	22.3	22.3	22.3
3	24.3	24.3	23.8	22.3	22.3	22.3	22.3	22.3	22.3	22.3
4	26.4	26.4	26.4	26.3	26.3	26.3	26.3	26.3	26.3	26.3
5	26.4	26.4	26.4	26.3	26.3	26.3	26.3	26.3	26.3	26.3
6	26.4	26.4	26.4	26.3	26.3	26.3	26.3	26.3	26.3	26.3
7	26.8	26.8	26.8	27.3	27.3	27.3	27.3	27.3	27.3	27.3
8	26.8	26.8	26.8	27.3	27.3	27.3	27.3	27.3	27.3	27.3
9	27.5	27.5	27.0	28.3	28.3	28.3	28.3	28.3	28.3	28.3
10	27.0	27.0	27.0	28.3	28.3	28.3	28.3	28.3	28.3	28.3
11	27.0	27.0	27.0	28.3	28.3	28.3	28.3	28.3	28.3	28.3
12	27.0	27.0	27.0	28.3	28.3	28.3	28.3	28.3	28.3	28.3

Note - Data from 2005 - 2009 is from Jordan School District. The numbers will be used for comparability purposes.

Source: District Records

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

	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
Participating schools:					
Lunch	43	43	43	43	44
Breakfast	25	25	25	26	30
Student lunches served:					
Free	944,856	1,028,671	1,129,915	1,090,227	1,040,685
Reduced	217,170	211,707	219,019	204,531	183,451
Fully paid	<u>2,179,799</u>	<u>1,999,634</u>	<u>1,990,611</u>	<u>1,712,160</u>	<u>1,614,055</u>
Total	<u><u>3,341,825</u></u>	<u><u>3,240,012</u></u>	<u><u>3,339,545</u></u>	<u><u>3,006,918</u></u>	<u><u>2,838,191</u></u>
Student breakfasts served:					
Free	230,401	243,532	275,848	260,808	261,970
Reduced	27,922	24,960	26,102	19,918	22,264
Fully paid	<u>74,021</u>	<u>63,926</u>	<u>67,336</u>	<u>54,474</u>	<u>63,393</u>
Total	<u><u>332,344</u></u>	<u><u>332,418</u></u>	<u><u>369,286</u></u>	<u><u>335,200</u></u>	<u><u>347,627</u></u>
Percentage of free/reduced/fully paid lunch:					
Free	28.27%	31.75%	33.83%	36.26%	36.67%
Reduced	6.50%	6.53%	6.56%	6.80%	6.46%
Fully paid	65.23%	61.72%	59.61%	56.94%	56.87%
Percentage of free/reduced fully paid breakfast:					
Free	69.33%	73.26%	74.70%	77.81%	75.36%
Reduced	8.40%	7.51%	7.07%	5.94%	6.40%
Fully paid	22.27%	19.23%	18.23%	16.25%	18.24%
Average daily participation:					
Lunch	18,774	18,514	18,761	16,893	15,945
Breakfast	1,867	1,900	2,075	1,883	1,953
Average daily membership	33,202	33,343	33,483	33,500	33,644
Percentage participating in school lunch/breakfast					
Lunch	56.55%	55.53%	56.03%	50.43%	47.39%
Breakfast	5.62%	5.70%	6.20%	5.62%	5.80%

Source: District records