

# **CANYONS SCHOOL DISTRICT**

**9361 South 300 East  
Sandy, Utah 84070  
[www.canyonsdistrict.org](http://www.canyonsdistrict.org)**

## **Comprehensive Annual Financial Report**

**For the Fiscal Year Ended June 30, 2017**

**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**

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**Leon Wilcox, CPA, Business Administration, Business Administrator/  
Chief Financial Officer**

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November 30, 2017

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, 2017.

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, 2017. 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, Utah, 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 eighth year of operations, the District's student population stood at 34,017. To accomplish its purpose the District operates 29 elementary schools, 8 middle schools, 5 accredited high schools, and 5 special program schools. In addition, the District offers an adult and community education program for non-traditional students. The District is an equal opportunity employer and actively recruits teachers from universities throughout the nation.

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

### ***Local Economy***

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

Utah has a highly diversified economy that includes many industries such as construction, tourism, exports, defense, energy and minerals, agriculture and others. The growth of the state's economy has led to recent increases in education funding. The Weighted Pupil Unit (WPU) is the state's primary funding source to equalize funding throughout all Utah school districts. The legislature increased the value of the WPU from \$3,092 to \$3,184 for the fiscal year ended June 30, 2017. The WPU will increase to \$3,311 (or by 4.0%) for the fiscal year ending June 30, 2018. The economic outlook calls for continued expansion in 2018 with the hope for additional growth in 2019 and beyond. The unemployment rate for Salt Lake County was 2.9% at December 31, 2016 which is consistent with the prior year's rate. Assessed valuation of taxable property increased by 7.9% during the past calendar year and a similar increase is anticipated for the upcoming year. This is welcomed news; however, further increases in assessed valuation are needed in order to provide financial stability for future budgets.

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

## ***Major Initiatives***

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

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

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

- Three District high schools ranked in Utah's top ten for Advanced Placement participation or pass rates: Brighton, Corner Canyon and Hillcrest
- 22 students were Sterling Scholar finalists with one winning their respective category.
- High school ACT scores exceeded the state average in all categories. Furthermore, state SAGE (student assessment of growth and excellence) scores for grades 3, 5, 8 also were well-above the state average.
- Due to enrollment growth, the District was a recipient of \$7.2 million in the final year of the Salt Lake County Capital Equalization program. The District will continue to receive these property taxes on-going. The taxes will now be recorded in the General Fund and be used to grant an unprecedented salary increase to its dedicated teachers.

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. The latest completed projects, the rebuilds of Midvale Middle School and Alta View Elementary School, were finished and opened to students in August 2017.

The 2010 bond funded thirteen scheduled projects, twelve of which have been completed. The remaining bond project will be a complete renovation of Indian Hills Middle School. It will re-open to students in August 2018.

On November 7, 2017, the Board placed a \$283 million bond referendum before the District's patrons. The referendum was approved by 57% of the voters. The bonds will be issued in future years and the proceeds will be used to fund needed capital improvements.

## ***Long-term financial planning***

Although the State's population is projected to grow from 2.8 million in 2010 to 3.7 million by 2020, the District's student population is expected to remain stable. A stable population is a benefit for the District as it will not be pressured to add new school buildings and incur related annual operational and facility expenses. However, the District has many aging schools. The average age of the 42 traditional school buildings is 36 years. The District conducts ongoing assessments of all buildings. Information from these assessments is analyzed to determine which buildings need to be replaced or renovated and if future bonding is necessary.

In an uncertain economic environment, other unforeseen events can have a dramatic impact on available resources. Nevertheless, the District has been able to strengthen its unassigned general

fund balance from \$11.2 million in 2010 to \$22.2 million in 2017. The District has maintained resources set aside for economic stabilization at \$13.2 million (the 5% maximum allowed per State statute) and increased its assigned general fund balance from \$2.7 million in 2010 to \$19.0 million in 2017. Also, the Board has committed general fund resources at 105% of the total District retirement liability and the total OPEB obligation measured from the most recent actuarial studies for those plans.

### ***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, 2016. This was the seventh 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, 2016. This was the seventh 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.

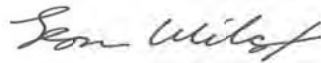
We would also like to thank President Sherril Taylor and the members of the Board of Education for their interest and support in conducting the financial affairs of the District.

Respectfully submitted,



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James Briscoe, Ph.D.  
Superintendent of Schools



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Leon Wilcox, CPA  
Business Administrator

**CANYONS SCHOOL DISTRICT**  
**List of Elected and Appointed Officials**  
**June 30, 2017**

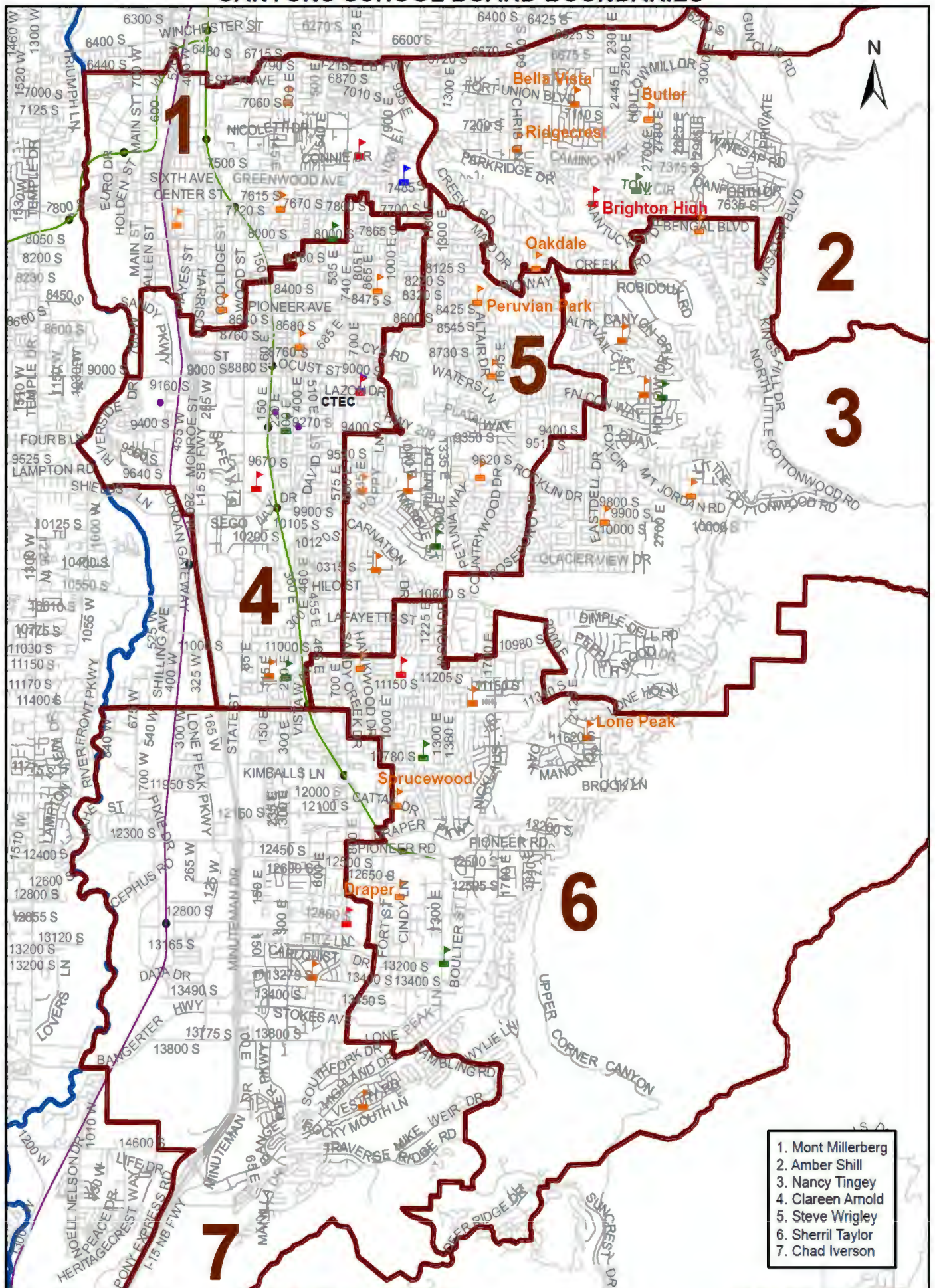
**Elected Officials**

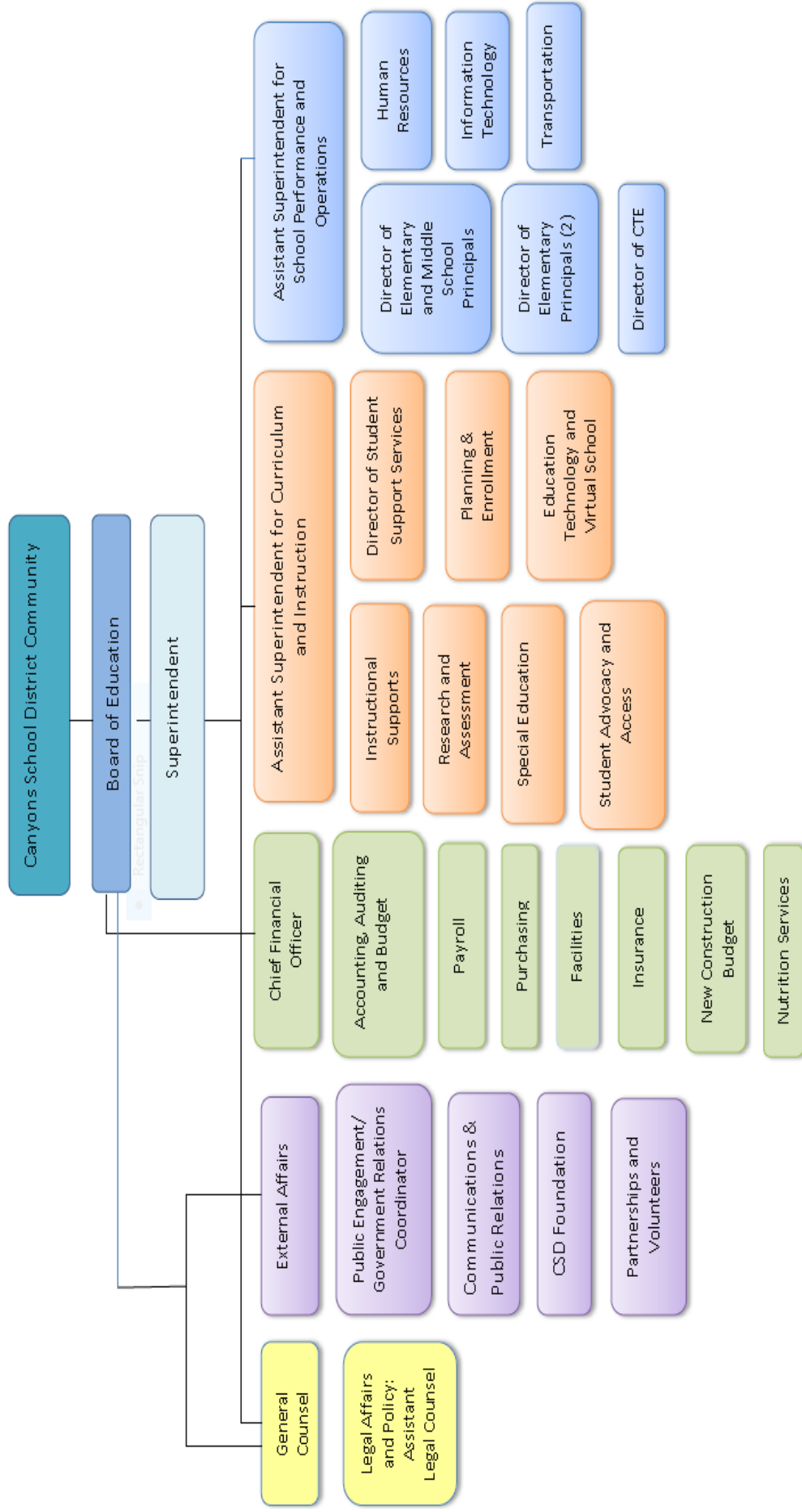
	Initial Appointment	Present Term Began	Present Term Expires
Sherril Taylor, President Precinct VI	January, 2005	January, 2015	December, 2018
Nancy Tingey, First Vice-President Precinct III	January, 2013	January, 2017	December, 2020
Amber Shill, Second Vice-President Precinct II	January, 2015	January, 2015	December, 2018
Mont Millerberg Precinct I	January, 2017	January, 2017	December, 2020
Clareen Arnold Precinct IV	January, 2015	January, 2015	December, 2018
Steve Wrigley Precinct V	January, 2011	January, 2015	December, 2018
Chad Iverson Precinct VII	January, 2013	January, 2017	December, 2020

**Appointed Officials**

	Initial Appointment	Present Term Began	Present Term Expires
Dr. James Briscoe, Superintendent	July, 2014	July, 2016	June, 2018
Leon Wilcox, Business Administrator	September, 2013	July, 2016	June, 2018

# 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, 2016**

A handwritten signature in black ink, reading "Jeffrey R. Egan". The signature is written in a cursive style with a prominent 'J' and 'E'.

Executive Director/CEO



ASSOCIATION OF  
SCHOOL BUSINESS OFFICIALS  
INTERNATIONAL

The Certificate of Excellence in Financial Reporting  
is presented to

**Canyons School District**

**for its Comprehensive Annual Financial Report (CAFR)  
for the Fiscal Year Ended June 30, 2016.**

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



**Anthony N. Dragona, Ed.D., RSBA**  
President

**John D. Musso, CAE**  
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, 2017, 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, 2017, 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.

## ***Emphasis of Matter***

As discussed in Note 14 to the basic financial statements, in 2017, the District adopted Government Accounting Standards Board Statement No. 73, *Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68*, and *Amendments to Certain Provisions of GASB Statements 67 and 68* and Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. Our opinions on the basic financial statements are not modified with respect to this matter.

## ***Other Matters***

### ***Required Supplementary Information***

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

### ***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 relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion,



the combining and individual fund statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated November 30, 2017, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

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

Orem, Utah  
November 30, 2017

## 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, 2017. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages 1 through 5 of this report.

### FINANCIAL HIGHLIGHTS

- Canyons School District (located in southeast Salt Lake County, Utah) was formed by the will of the people in Cottonwood Heights, Sandy, Draper, Midvale, and Alta in a November 2007 referendum vote and began operations on July 1, 2009. The fiscal year ended June 30, 2017 was the District's eighth fiscal year. The District has 34,017 students and operates 42 traditional schools and 5 special program schools.
- The District retired \$16.9 million of general obligation school building bonds during 2017.
- As of the close of the current year, the District's governmental funds reported combined ending fund balances of \$150.4 million, a decrease of \$38.1 million. The entire decrease is in the Capital Outlay Fund due to disbursements for planned construction projects. The construction projects are the rebuild of Midvale Middle School and Alta View Elementary School and the renovation of Indian Hills Middle School.
- At the end of the current year, unassigned fund balance for the General Fund was \$22.2 million or 9.2% of General Fund expenditures.
- Actual revenues were \$2.3 million less than budgeted for the General Fund and actual expenditures were \$7.0 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 information in addition to the basic financial statements themselves.

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

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

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

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

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

**Fund financial statements** – A *fund* is a group of related accounts that is used to maintain control over resources that are segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be grouped into two categories: governmental funds and proprietary funds.

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

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

The District maintains seven individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, the Debt Service Fund, and the Capital Outlay Fund, each of which are considered to be major funds. Individual fund data for all major funds is provided in the form of *individual fund statements and schedules* found on pages 68 through 73 of this report. Data from the other four governmental funds (the special revenue funds) are combined into a single, aggregated presentation. Individual fund data for each of the nonmajor governmental funds is provided in the form of *combining and individual fund statements and schedules* and can be found on pages 76 through 85 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 28 through 32 of this report.

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

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

**Notes to the basic financial statements** – The notes provide additional information that is essential for a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found on pages 36 through 59 of this report.

**Additional information** – In addition to the basic financial statements and related notes, this report also presents *required supplementary information* concerning the District's progress in funding its obligation to provide benefits to its retirees and the District's proportionate share of the net pension liability. Required supplementary information can be found on pages 60 through 64 of this report.

The combining statements and individual fund statements and schedules referred to earlier in connection with governmental and proprietary funds are presented on pages 67 to 89 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 \$271.5 million at the close of the most recent fiscal year, which is an increase of \$16.3 million from the prior year.

### Canyons School District's Net Position June 30, 2017 and 2016 (in millions of dollars)

	Governmental Activities		
	2017	2016	Change 2017-2016
Current and other assets	\$ 350.6	\$ 379.1	\$ (28.5)
Capital assets	513.6	477.3	36.3
Total assets	864.2	856.4	7.8
Total deferred outflows of resources	53.9	49.2	4.7
Other liabilities	41.1	39.7	1.4
Long-term liabilities outstanding	438.6	457.0	(18.4)
Total liabilities	479.7	496.7	(17.0)
Total deferred inflows of resources	166.9	153.7	13.2
Net position:			
Net investment in capital assets	223.3	175.1	48.2
Restricted	66.0	99.4	(33.4)
Unrestricted	(17.8)	(19.3)	1.5
Total net position	\$ 271.5	\$ 255.2	\$ 16.3

The largest portion of the District's net position (82.2%) 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 (24.3%) 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 a negative unrestricted amount (-6.5%).

Net investment in capital assets increased by \$48.2 million during the year ended June 30, 2017, due to the construction of Midvale Middle School and Alta View Elementary School as well as the renovation at Indian Hills Middle School.

Restricted net position decreased by \$33.4 million during the year ended June 30, 2017. The decrease is due to using resources accumulated in the Capital Outlay Fund to pay for the construction costs of the above mentioned schools.

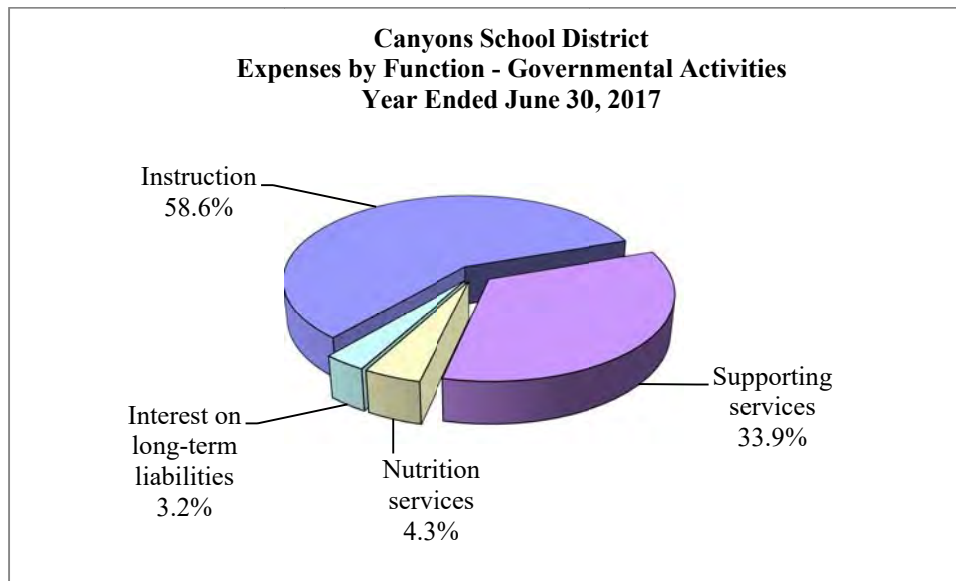
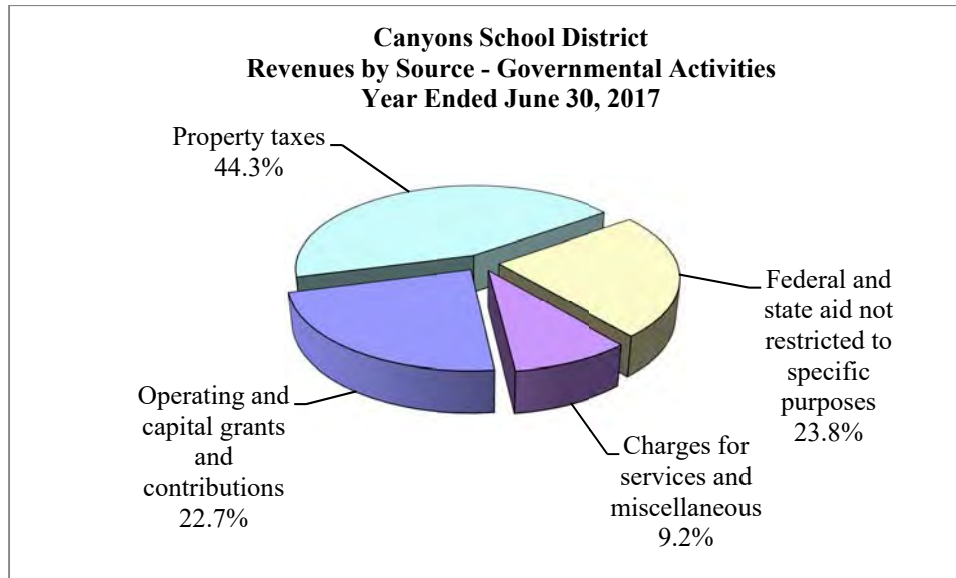
The remaining net position is a negative unrestricted amount. This balance includes the District's proportionate share of the unfunded obligation of the defined benefit pension plans administered by the Utah Retirement Systems (URS) and the District's total retirement liability and total OPEB obligation. In 2017, the District adopted new accounting and reporting standards resulting in a decrease to beginning net position of \$28.4 million.

**Governmental activities** – The key elements of the increase of the District's net position for the year ended June 30, 2017 are as follows:

- Revenues totaled \$334.7 million for the fiscal year ended June 30, 2017, which was an increase of \$6.4 million from the prior year. Most of the increase was a result of the District receiving a greater share of the county-wide equalization program. Also, total expenses were \$318.5 million during the same period, which was an increase of \$7.2 million over last year. Increases in salaries and benefits are the main reasons expenses increased. The increase in the District's net position for the year ended June 30, 2017 was \$16.3 million, which is a result of using resources received for debt service and capital outlay to retire certain general obligation bonds and to finance the acquisition of certain capital assets.
- Property taxes comprise 44.3% of the District's revenue. The District's tax rate for the 2016 calendar year of 0.007227 was applied to taxable value of property totaling \$20.2 billion.
- Revenues from the state of Utah comprise 39.8% of the District's revenue. State revenue is based primarily on weighted pupil units (WPU) and other appropriations. If a student is in membership a full 180 days, the state awards the District one WPU. Certain students with special needs receive a WPU greater than one. The state guarantees that if local taxes do not provide revenue equal to the amount generated by the WPU, the state will make up the difference with additional state funding. The value of one WPU was \$3,184 for 2017. Student enrollment based on the October 1, 2016 count was 34,017.
- Revenues from federal awards comprise 6.5% 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 58.6% of District expenses for the year.

**Canyons School District's Changes in Net Position**  
**Fiscal Years Ended June 30, 2017 and 2016**  
(in millions of dollars)

	<b>Governmental Activities</b>		
	<b>2017</b>	<b>2016</b>	<b>Change 2017-2016</b>
<b>Revenues:</b>			
Program revenues:			
Charges for services	\$ 17.3	\$ 17.3	\$ 0.0
Operating grants and contributions	76.1	75.0	1.1
Capital grants and contributions	0.1	1.5	(1.4)
General revenues:			
Property taxes	148.2	149.0	(0.8)
Federal and state revenue not restricted to specific purposes	79.4	78.3	1.1
Interest	3.8	2.6	1.2
Miscellaneous	9.8	4.6	5.2
Total revenues	<u>334.7</u>	<u>328.3</u>	<u>6.4</u>
<b>Expenses:</b>			
Instruction	186.5	181.4	5.1
Supporting services:			
Students	11.8	11.0	0.8
Instructional staff	17.5	16.2	1.3
General district administration	2.7	2.5	0.2
School administration	19.3	18.5	0.8
Central	13.3	13.4	(0.1)
Operation and maintenance of school buildings	25.3	24.5	0.8
Student transportation	9.6	9.0	0.6
Nutrition services	13.7	13.3	0.4
Contributions to other governments	8.3	10.0	(1.7)
Community services	0.2	0.3	(0.1)
Interest on long-term liabilities	10.2	11.2	(1.0)
Total expenses	<u>318.5</u>	<u>311.3</u>	<u>7.2</u>
Excess of revenues over expenditures before special item	<u>16.3</u>	<u>17.0</u>	<u>(0.7)</u>
Special item-gain on sale of land	<u>-</u>	<u>2.7</u>	<u>(2.7)</u>
<b>Increase in net position</b>	<b>16.3</b>	<b>19.7</b>	<b>(3.4)</b>
<b>Net position - beginning</b>	<b>255.2</b>	<b>263.9</b>	<b>(8.7)</b>
<b>Net effect of prior period restatement</b>	<u>-</u>	<u>(28.4)</u>	<u>28.4</u>
<b>Net position - ending, as restated</b>	<u><u>\$ 271.5</u></u>	<u><u>\$ 255.2</u></u>	<u><u>\$ 16.3</u></u>



## FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

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

**Governmental funds** – The focus of the District's *governmental funds* is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for discretionary use as it represents the portion of fund balance which has not yet been limited to use for a particular purpose by either an external party, the District itself, or an individual that has been delegated authority to assign resources for use for particular purposes by the District's Board of Education.

At June 30, 2017, the District's governmental funds reported a combined fund balance of \$150.4 million, or \$38.1 million less than the previous year. About \$22.2 million or 14.8% of the combined fund balance amount constitutes *unassigned* fund balance which is available for spending at the District's discretion. The remainder of the fund balance is either nonspendable, restricted, committed, or assigned to indicate that it is 1) not spendable in form (\$1.8 million or 1.2 %), 2) legally required to be maintained intact (\$68.0 million or 45.2%), 3) committed by the District's Board of Education for particular purposes (\$39.4 million or 26.2%), or 4) assigned by the District's management for particular purposes (\$19.0 million or 12.6%).

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 \$22.2 million, while there was no change in the total fund balance which is \$75.0 million. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total General Fund expenditures. Unassigned fund balance represents approximately 9.2% of total General Fund expenditures, while total fund balance represents approximately 30.9% of that same amount.

The following expenditures or balances in the General Fund for 2017 should be noted:

- Expenditures for the General Fund totaled \$242.4 million, an increase of \$3.0 million from the prior fiscal year. Instruction represents \$146.7 million or 60.5% of General Fund expenditures. The increase is due to rises in employee wages and benefits.
- General Fund salaries totaled \$148.1 million while the associated fringe benefits of retirement, social security, unemployment, industrial insurance, and health and accident insurance added \$62.8 million to arrive at 87.0% of total General Fund expenditures.
- The District has committed to economic stabilization \$13.2 million of fund balance or 5.0% of 2018 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 to employee benefit obligation \$18.5 million of fund balance (for the total District retirement liability and the total OPEB obligation for retirees at 105.0% of the actuarially determined amount and for compensated absences liability for employees).

The Debt Service Fund, a major fund, has a \$3.1 million ending fund balance which is \$1.6 million more than the previous year. The increase was due to higher than anticipated property tax collections. The ending fund balance is approximately 10.8% of debt service requirement for 2018.

The Capital Outlay Fund, the remaining major governmental fund, had a decrease of \$40.7 million in fund balance during the current fiscal year which put the overall fund balance at \$62.0 million. The decrease was caused by the continued construction of new buildings. This decrease in fund balance will continue through 2018 when the final construction project is completed when the estimated fund balance is expected to be \$32.5 million. Capital Outlay Fund expenditures totaled \$71.4 million with \$46.8 million being spent on new construction and other building improvements. The remainder was spent on purchases for land and improvements, equipment, and vehicles.

## **GENERAL FUND BUDGETARY HIGHLIGHTS**

**Original budget compared to final budget.** During 2017, 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 \$2.3 million or 1.0% in total General Fund revenues and an increase of \$2.1 million or 0.8% in total General Fund budgeted expenditures. The increase in revenues was due to a higher collection rate of property taxes, while the expenditure increase was due to unspent carryovers for supplies and textbooks being added back to the budget.

**Final budget compared to actual results.** Even with these adjustments, actual expenditures were \$7.0 million or 2.8% less than final budgeted amounts. The most significant variance was \$6.2 million in instruction due to certain unfilled positions and employee benefit costs being less than anticipated as well as schools not spending their full budgeted amounts for supplies and textbooks. Actual revenues were \$2.3 million or 0.9% less than final budgeted amounts. Variances in state and federal revenues primarily result from expenditure-driven grants that are included in the budgets at their full amounts. Such grants are recognized when the qualifying expenditures are incurred and all other grant requirements are met; unspent grant amounts are carried forward and included in the succeeding year's budget.

## CAPITAL ASSET AND DEBT ADMINISTRATION

**Capital assets.** The District's investment in capital assets for its governmental activities as of June 30, 2017 amounts to \$513.6 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 \$36.3 million or 7.6%.

### Canyons School District's Capital Assets June 30, 2017 and 2016 (net of accumulated depreciation, in millions of dollars)

	Governmental Activities		
	2017	2016	Change 2017-2016
Sites and improvements	\$ 76.2	\$ 66.6	\$ 9.6
Construction in progress	60.2	39.7	20.5
Buildings	369.4	362.9	6.5
Equipment	0.7	0.7	(0.0)
Vehicles	7.1	7.4	(0.3)
Total capital assets	<u>\$ 513.6</u>	<u>\$ 477.3</u>	<u>\$ 36.3</u>

The cost of various construction projects underway at June 30, 2017 are projected at a total cost of \$91.4 million. The largest projects are the rebuilds of Midvale Middle School and Alta View Elementary School and the renovation of Indian Hills Middle School with an estimated cost of \$43.0 million, \$19.4 million, and \$24.2 million respectively. Midvale Middle School and Alta View Elementary School opened to students in August 2017. Indian Hills Middle School is under construction and will re-open in August 2018.

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

**Long-term debt.** At the end of the current fiscal year, the District had total bonded debt outstanding of \$293.2 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 decreased by \$19.2 million, or about 6.2%, during the current year. The decrease was the result of paying down the general obligation bonds principal by \$16.9 million and amortizing \$2.3 million of bond issuance premiums.

**Canyons School District's Outstanding General Obligation Debt**  
**June 30, 2017 and 2016**  
(in millions of dollars)

	<b>Governmental Activities</b>		
	<b>2017</b>	<b>2016</b>	<b>Change 2016-2015</b>
General obligation bonds	\$ 274.0	\$ 290.9	\$ (16.9)
Unamortized bond premiums	19.2	21.6	(2.3)
Net bonds payable	<u>\$ 293.2</u>	<u>\$ 312.4</u>	<u>\$ (19.2)</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
- April 2015 issued \$42.0 million

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, 2017 is estimated at \$1,196.2 million. Net general obligation debt at June 30, 2017 is \$293.2 million, resulting in an estimated additional debt-incurring capacity of \$902.9 million.

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

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

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

#### **OTHER INFORMATION**

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

**Canyons School District's Enrollment  
October 1 Count**

<u>School Year</u>	<u>Enrollment</u>	<u>Change</u>
2017-18	33,907	-0.3%
2016-17	34,017	0.3%
2015-16	33,899	0.7%
2014-15	33,676	0.0%
2013-14	33,677	0.4%
2012-13	33,528	0.1%
2011-12	33,490	0.1%
2010-11	33,469	0.9%
2009-10	33,184	

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

**CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT**

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of Canyons School District's finances for all those with an interest in the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional information, contact the Business Administrator, Canyons School District, 9361 South 300 East, Sandy, Utah 84070, or call 801.826.5500.



**CANYONS**  
School District

*"Celebrating the Highest  
Standards of Educational Excellence"*

# Basic Financial Statements

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

June 30, 2017

	<b>Governmental Activities</b>
<b>Assets:</b>	
Cash and investments	\$ 188,535,736
Accounts receivable:	
Property taxes	152,495,667
Local	486,752
State	2,509,644
Federal	4,779,142
Inventories	1,756,979
Capital assets:	
Sites and construction in progress	94,413,305
Buildings and other capital assets, net of accumulated depreciation	419,175,230
Total assets	<u>864,152,455</u>
<b>Deferred outflows of resources:</b>	
Related to pensions	50,899,376
Deferred charges on bond refunding	2,967,793
Total deferred outflows of resources	<u>53,867,169</u>
<b>Liabilities:</b>	
Accounts and contracts payable	12,459,145
Accrued payroll and related benefits	22,339,979
Accrued interest	433,303
Unearned revenue:	
Local	584,194
State	4,829,567
Federal	468,940
Long-term liabilities:	
Portion due or payable within one year	22,122,742
Portion due or payable after one year	416,442,329
Total liabilities	<u>479,680,199</u>
<b>Deferred inflows of resources:</b>	
Related to pensions	16,235,109
Property taxes levied for future year	150,651,903
Total deferred inflows of resources	<u>166,887,012</u>
<b>Net position:</b>	
Net investment in capital assets	223,333,137
Restricted for:	
Debt service	3,082,944
Capital outlay	61,588,763
Nutrition services	1,092,536
Other purposes	132,920
Unrestricted	<u>(17,777,887)</u>
Total net position	<u><u>\$ 271,452,413</u></u>

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

**CANYONS SCHOOL DISTRICT**

**Statement of Activities**

Fiscal Year Ended June 30, 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	\$ 186,467,728	\$ 12,956,301	\$ 52,196,665	\$ -	\$ (121,314,762)
Supporting services:					
Students	11,793,573	-	3,945,087	-	(7,848,486)
Instructional staff	17,539,626	-	4,757,520	-	(12,782,106)
District administration	2,672,412	-	-	-	(2,672,412)
School administration	19,303,709	-	1,748,557	-	(17,555,152)
Central	13,294,303	-	503,762	-	(12,790,541)
Operation and maintenance of school buildings	25,283,368	65,345	121	-	(25,217,902)
Student transportation	9,642,728	335,938	4,152,801	100,000	(5,053,989)
Nutrition services	13,694,604	3,964,226	8,784,776	-	(945,602)
Contributions to other governments	8,329,503	-	-	-	(8,329,503)
Community services	221,366	-	-	-	(221,366)
Interest on long-term liabilities	10,212,199	-	-	-	(10,212,199)
Total school district	<u>\$ 318,455,119</u>	<u>\$ 17,321,810</u>	<u>\$ 76,089,289</u>	<u>\$ 100,000</u>	<u>(224,944,020)</u>

**General revenues:**

Property taxes levied for:

Basic state supported program	32,429,158
Voted local program	30,977,106
School board local program	24,181,504
Debt service of general obligation bonds	30,299,482
Capital local for buildings and other capital needs	22,032,467
Incremental taxes	<u>8,329,503</u>

Total property tax revenue	148,249,220
Federal and state revenue not restricted to specific purposes	79,433,444
Interest earnings	3,766,241
Miscellaneous	<u>9,774,369</u>
Total general revenues	241,223,274
Change in net position	16,279,254

**Net position - beginning, as restated** 255,173,159

**Net position - ending** \$ 271,452,413

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

**CANYONS SCHOOL DISTRICT**  
**Balance Sheet**  
**Governmental Funds**  
June 30, 2017

	<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	\$ 97,059,580	\$ 3,210,337	\$ 71,072,080	\$ 10,738,824	\$ 182,080,821
Accounts receivable:					
Property taxes	89,819,823	28,458,163	18,609,264	15,608,417	152,495,667
Local	322,256	-	12,800	1,050	336,106
State	1,595,993	-	-	913,651	2,509,644
Federal	4,655,030	-	-	124,112	4,779,142
Inventories	1,435,178	-	-	321,801	1,756,979
Total assets	<u>\$ 194,887,860</u>	<u>\$ 31,668,500</u>	<u>\$ 89,694,144</u>	<u>\$ 27,707,855</u>	<u>\$ 343,958,359</u>
<b>Liabilities, deferred inflows of resources, and fund balances:</b>					
<b>Liabilities:</b>					
Accounts and contracts payable	\$ 2,393,107	\$ -	\$ 9,073,207	\$ 992,831	\$ 12,459,145
Accrued payroll and related benefits	22,097,629	-	-	242,350	22,339,979
Unearned revenue:					
Local	-	-	-	584,194	584,194
State	4,829,567	-	-	-	4,829,567
Federal	468,940	-	-	-	468,940
Total liabilities	<u>29,789,243</u>	<u>-</u>	<u>9,073,207</u>	<u>1,819,375</u>	<u>40,681,825</u>
Deferred inflows of resources:					
Unavailable property tax revenue	1,290,214	413,362	263,983	224,038	2,191,597
Property taxes levied for future year	88,794,366	28,130,081	18,343,077	15,384,379	150,651,903
Total deferred inflows of resources	<u>90,084,580</u>	<u>28,543,443</u>	<u>18,607,060</u>	<u>15,608,417</u>	<u>152,843,500</u>
<b>Fund balances:</b>					
<b>Nonspendable:</b>					
Inventories	1,435,178	-	-	321,801	1,756,979
<b>Restricted for:</b>					
Reading achievement	168,963	-	-	-	168,963
Debt service	-	3,125,057	-	-	3,125,057
Capital outlay	-	-	62,013,877	-	62,013,877
Nutrition services	-	-	-	2,798,413	2,798,413
<b>Committed to:</b>					
Economic stabilization	13,153,434	-	-	-	13,153,434
Employee benefit obligations	18,535,620	-	-	-	18,535,620
Contractual obligations	534,981	-	-	-	534,981
Schools	-	-	-	6,611,190	6,611,190
Foundation	-	-	-	548,659	548,659
<b>Assigned to:</b>					
Schools and programs	8,954,273	-	-	-	8,954,273
Self-insurance	10,000,000	-	-	-	10,000,000
Unassigned	22,231,588	-	-	-	22,231,588
Total fund balances	<u>75,014,037</u>	<u>3,125,057</u>	<u>62,013,877</u>	<u>10,280,063</u>	<u>150,433,034</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 194,887,860</u>	<u>\$ 31,668,500</u>	<u>\$ 89,694,144</u>	<u>\$ 27,707,855</u>	<u>\$ 343,958,359</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, 2017

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**Total fund balances for governmental funds** \$ 150,433,034

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 \$839,060,453 and accumulated depreciation is \$325,471,918 (see Note 4). 513,588,535

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. 2,191,597

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

General obligation bonds payable	\$ (273,990,000)	
Unamortized deferred amounts for bond premiums	(19,233,191)	
Accrued interest	(433,303)	
Unmortized deferred charges on bond refunding	2,967,793	
Net URS pension liability	(123,460,003)	
Total District retirement liability	(15,220,128)	
Total OPEB obligation	(1,336,722)	
Deferred outflows of resources related to pensions	50,899,376	
Deferred inflows of resources related to pensions	(16,235,109)	
Compensated absence obligation	<u>(1,150,927)</u>	(397,192,214)

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.

2,431,461

**Total net position of governmental activities** \$ 271,452,413

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, 2017

	<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	\$ 88,822,987	\$ 30,250,696	\$ 20,963,542	\$ 8,329,503	\$ 148,366,728
Interest earnings	2,072,490	178,323	1,401,673	76,828	3,729,314
Other local	6,261,134	-	7,224,721	14,785,651	28,271,506
State	130,201,600	-	957,273	2,176,140	133,335,013
Federal	15,142,887	-	100,000	6,608,636	21,851,523
Total revenues	242,501,098	30,429,019	30,647,209	31,976,758	335,554,084
<b>Expenditures:</b>					
Current:					
Instruction	146,664,649	-	-	10,009,073	156,673,722
Supporting services:					
Students	11,511,907	-	-	-	11,511,907
Instructional staff	17,197,160	-	-	-	17,197,160
District administration	2,507,402	-	-	-	2,507,402
School administration	18,715,088	-	-	-	18,715,088
Central	13,251,568	-	-	-	13,251,568
Operation and maintenance of school buildings	24,087,814	-	-	-	24,087,814
Student transportation	8,253,809	-	-	-	8,253,809
Nutrition services	-	-	-	12,606,849	12,606,849
Community services	218,011	-	-	-	218,011
Contributions to other governments	-	-	-	8,329,503	8,329,503
Capital outlay	-	-	71,379,961	-	71,379,961
Debt service:					
Bond principal	-	16,896,000	-	-	16,896,000
Bond interest and fees	-	11,978,246	-	-	11,978,246
Total expenditures	242,407,408	28,874,246	71,379,961	30,945,425	373,607,040
Excess (deficiency) of revenues over (under) expenditures	93,690	1,554,773	(40,732,752)	1,031,333	(38,052,956)
Transfers in (out)	(153,106)	-	-	153,106	-
Net change in fund balances	(59,416)	1,554,773	(40,732,752)	1,184,439	(38,052,956)
<b>Fund balances - beginning</b>	75,073,453	1,570,284	102,746,629	9,095,624	188,485,990
<b>Fund balances - ending</b>	<u>\$ 75,014,037</u>	<u>\$ 3,125,057</u>	<u>\$ 62,013,877</u>	<u>\$ 10,280,063</u>	<u>\$ 150,433,034</u>

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, 2017

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**Net change in fund balances for governmental funds** \$ (38,052,956)

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	\$ 55,264,896	
Loss on disposal of property	(1,319,214)	
Depreciation expense	<u>(17,671,097)</u>	36,274,585

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. (117,508)

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.

Repayment of bond principal	16,896,000	
Bond interest expense	37,103	
Amortization of bond premiums	2,322,502	
Amortization of deferred charges on bond refunding	<u>(593,558)</u>	18,662,047

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds; long-term employee benefit obligations are reported as expenditures in the governmental funds when paid.

URS pension expense	(1,649,886)	
District retirement expense	1,792,236	
OPEB expense	156,589	
Compensated absences expense	<u>(63,266)</u>	235,673

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. (722,587)

**Change in net position of governmental activities** \$ 16,279,254

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, 2017

	<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	\$ 86,151,001	\$ 88,609,548	\$ 88,822,987	\$ 213,439
Interest earnings	1,150,000	1,600,000	2,072,490	472,490
Other local	7,185,325	6,732,674	6,261,134	(471,540)
State	131,609,846	133,031,081	130,201,600	(2,829,481)
Federal	16,382,136	14,818,873	15,142,887	324,014
Total revenues	242,478,308	244,792,176	242,501,098	(2,291,078)
<b>Expenditures:</b>				
Current:				
Instruction	151,149,580	152,822,867	146,664,649	6,158,218
Supporting services:				
Students	11,760,172	11,373,433	11,511,907	(138,474)
Instructional staff	16,529,037	17,429,954	17,197,160	232,794
District administration	2,641,178	2,660,326	2,507,402	152,924
School administration	19,052,173	18,936,646	18,715,088	221,558
Central	13,815,546	13,416,973	13,251,568	165,405
Operation and maintenance of school buildings	24,050,341	23,988,261	24,087,814	(99,553)
Student transportation	8,006,542	8,497,882	8,253,809	244,073
Community services	347,052	298,661	218,011	80,650
Total expenditures	247,351,621	249,425,003	242,407,408	7,017,595
Excess (deficiency) of revenues over (under) expenditures	(4,873,313)	(4,632,827)	93,690	4,726,517
<b>Other financing sources (uses):</b>				
Transfer out	(201,189)	(204,140)	(153,106)	51,034
Total other financing sources (uses)	(201,189)	(204,140)	(153,106)	51,034
Net change in fund balances	(5,074,502)	(4,836,967)	(59,416)	4,777,551
<b>Fund balances - beginning</b>	70,570,225	75,073,453	75,073,453	-
<b>Fund balances - ending</b>	\$ 65,495,723	\$ 70,236,486	\$ 75,014,037	\$ 4,777,551

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, 2017

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	<b>Governmental Activities - Internal Service Fund <u>Self-Insurance</u></b>
<b>Assets:</b>	
Current assets:	
Cash and investments	\$ 6,454,915
Accounts receivable, local	<u>150,646</u>
Total assets	<u>6,605,561</u>
<b>Liabilities:</b>	
Current liabilities:	
Claims payable	<u>4,174,100</u>
<b>Net position:</b>	
Unrestricted	<u><u>\$ 2,431,461</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, 2017

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	<b>Governmental Activities - Internal Service Fund <u>Self-Insurance</u></b>
<b>Operating revenues:</b>	
Insurance premiums charged to other funds	<u>\$ 25,851,122</u>
<b>Operating expenses:</b>	
Medical claims	17,691,005
Prescription claims	5,791,735
Industrial insurance claims	426,676
Administration and other	<u>2,701,220</u>
Total operating expenses	<u>26,610,636</u>
Operating loss	(759,514)
<b>Nonoperating income:</b>	
Interest earnings	<u>36,927</u>
Change in net position	(722,587)
<b>Net position - beginning</b>	<u>3,154,048</u>
<b>Net position - ending</b>	<u><u>\$ 2,431,461</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, 2017

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	<b>Governmental Activities - Internal Service Fund <u>Self-Insurance</u></b>
<b>Cash flows from operating activities:</b>	
Receipts from interfund services provided	\$ 25,707,398
Payments to suppliers	(2,701,220)
Payments for medical fees and insurance claims	(23,911,696)
Net cash used by operating activities	(905,518)
<b>Cash flows from investing activities:</b>	
Interest received	36,927
Net decrease in cash and cash equivalents	(868,591)
<b>Cash and cash equivalents - beginning</b>	7,323,506
<b>Cash and cash equivalents - ending</b>	<u>\$ 6,454,915</u>
(Displayed on statements of fund net position as Cash and investments)	
<b>Reconciliation of operating loss to net cash used by operating activities:</b>	
Operating loss	\$ (759,514)
Adjustments to reconcile operating loss to net cash used by operating activities:	
Increase in accounts receivable	(143,724)
Decrease in claims payable	(2,280)
Net cash used by operating activities	<u>\$ (905,518)</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

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### 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 9361 South 300 East, Sandy, Utah 84070.

**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: a) fees and charges paid by students and other recipients of goods or services offered by a given function, and b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Revenues that are not classified as program revenues, including property taxes, are presented as general revenues.



## CANYONS SCHOOL DISTRICT

### Notes to the Basic Financial Statements

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**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. 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 pension benefits, other postemployment benefits, retirement benefits, and compensated

## CANYONS SCHOOL DISTRICT

### Notes to the Basic Financial Statements

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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, 2017 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.

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,

# CANYONS SCHOOL DISTRICT

## Notes to the Basic Financial Statements

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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.

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

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

**Capital Assets** – Capital assets are recorded as expenditures in the governmental fund financial statements at the time of purchase or construction. All purchased equipment or vehicles costing more than \$10,000 and constructed capital assets or improvements costing more than \$250,000 or which meet other criteria are capitalized and reported at cost or estimated historical cost in the government-wide financial statements. The cost of normal maintenance and repairs that do not add to the value of the asset or significantly extend assets' lives are not capitalized in the government-wide financial statements. Donated capital assets are recorded at their estimated acquisition value at the date of donation. 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
Equipment.....	5 years
Vehicles .....	10 years

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

**District Retirement and Other Postemployment Benefits** – For purposes of measuring the total District retirement liability, total OPEB obligation, District retirement expense, OPEB expense, and related deferred inflows/outflows of resources, the District recognizes benefit payments when due and

## CANYONS SCHOOL DISTRICT

### Notes to the Basic Financial Statements

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payable in accordance with benefit terms. The total District retirement liability and the total OPEB obligation are actuarially determined.

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

**Deferred Outflows of Resources** – In addition to assets, the financial statements will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The District has two items that qualify for reporting in this category; these items are reported in the statement of net position:

- Deferred charge on bond 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.
- Deferred outflows of resources related to pensions – includes a) changes of assumptions in the measurement of the net pension liability (asset), b) net difference between projected and actual earnings on pension plan investments, c) changes in proportion and differences between District contributions and proportionate share of contributions, and d) District contributions subsequent to the measurement date of December 31, 2016.

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

The following item arises only under a modified accrual basis of accounting and is reported in the governmental funds balance sheet; this item is deferred and recognized as an inflow of resources in the period that the amounts become available:

- Unavailable property tax revenue – consists of uncollected, delinquent property taxes.

The following source is reported in both the statement of net position and the governmental funds balance sheet:

- Property taxes levied for future year – property taxes levied on January 1, 2017 for the following school year.

The following source is reported in the statement of net position:

## CANYONS SCHOOL DISTRICT

### Notes to the Basic Financial Statements

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- Deferred inflows of resources related to pensions – includes a) differences between expected and actual experience and b) changes of assumptions in the measurement of the net pension liability (asset), c) net difference between projected and actual earnings on pension plan investments, and d) changes in proportion and differences between District contributions and proportionate share of contributions.

**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, debt service, and reading achievement).
  - b) Remaining fund balances in the Nutrition Services Fund.
- **Committed.** This category includes amounts that can only be used for specific purposes established by formal action of 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. 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 has approved to commit fund balance amounts to the following purposes:
  - a) Economic stabilization (\$13,153,434). As defined in Utah law as an "undistributed reserve," the District maintains for economic stabilization up to 5% of 2018 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.,

## CANYONS SCHOOL DISTRICT

### Notes to the Basic Financial Statements

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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 District retirement and other postemployment benefits representing the actuarially determined liabilities for the plans plus an additional 5% contingency (\$17,384,693) and for unpaid compensated absences (\$1,150,927).
  - c) Unfulfilled non-construction contractual obligations (\$534,981) at June 30, 2017 that are expected to be completed in 2018.
  - 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, 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 \$10,000,000 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 fund balance 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 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 fund balance policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

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

## 2. DEPOSITS AND INVESTMENTS

A reconciliation of cash and investments at June 30, 2017, as shown on the financial statements, is as follows:

# CANYONS SCHOOL DISTRICT

## Notes to the Basic Financial Statements

Carrying amount of deposits	\$ 9,448,239
Carrying amount of investments	179,087,497
Total cash and investments	<u>\$ 188,535,736</u>
Governmental funds cash and investments	\$ 182,080,821
Internal service fund cash and investments	6,454,915
Total cash and investments	<u>\$ 188,535,736</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, 2017, the District and the Foundation have the following deposits with financial institutions:

	<u>Carrying Amount</u>	<u>Bank Balance</u>	<u>Amount Insured</u>
Canyons School District	\$ 9,203,355	\$ 11,323,665	\$ 5,665,420
Canyons School District Education Foundation	244,884	187,317	187,317
Total deposits	<u>\$ 9,448,239</u>	<u>\$ 11,510,982</u>	<u>\$ 5,852,737</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 deposit policy for custodial credit risk. At June 30, 2017, \$5,658,245 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

## CANYONS SCHOOL DISTRICT

### Notes to the Basic Financial Statements

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underlying portfolio, which primarily consists of money market securities held by the Utah State Treasurer, including corporate notes (77.0%), money market mutual funds (10.5%), top-rated commercial paper (9.3%), and repurchase agreements (2.3%), and certificates of deposit (0.9%). The portfolio has a weighted average maturity of 55 days. The PTIF is not rated. The reported value of the pool is the same as the fair value of the pool shares.

At June 30, 2017, the District had purchased 20 investment-grade corporate bonds through a broker. Nineteen of the bonds are rated A or higher and one is rated BBB+ by Moody's Investor Services or by Standard & Poor's or Fitch or Egan-Jones. The weighted average to maturity is 17 months, with 37.4% of investments maturing within one year and all corporate notes 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, 2017, the Foundation invested in mutual funds. The mutual funds are not rated.

- **Interest Rate Risk** – Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The District does have a formal investment policy which complies with the Act for interest rate risk and manages its exposure to interest rate risk by complying with its policy and the Act, which requires that the remaining term to maturity of investments not exceed the period of availability of the funds invested. Except for endowments, the Act further limits the remaining term to maturity on all investments in commercial paper 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 have a formal investment policy which complies with the Act for credit risk and manages its exposure to credit risk by complying with its policy and the Act and related rules. The Act and related rules limit investments in commercial paper to a first tier rating and investments in fixed-income and variable-rate securities to a rating of A or higher as rated by Moody's Investors Service or by Standard & Poor's at the time of purchase.
- **Concentration of Credit Risk** – Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The District does have a formal investment policy for concentration of credit risk which complies with the Act and manages this risk by complying with its policy and 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 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 have a formal investment policy for custodial credit risk and manages this risk by complying with its policy and the Act and related rules. The Foundation's investments are held in a brokerage account which is covered by Securities Investor Protection Corporation up to \$500,000.



# CANYONS SCHOOL DISTRICT

## Notes to the Basic Financial Statements

### 3. FAIR VALUE MEASUREMENTS

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

The District has the following recurring fair value measurements as of June 30, 2017:

- Utah Public Treasurers' Investment Fund of \$41,582,804 is valued at the District's position in the PTIF multiplied by the published fair value factor (Level 2 inputs).
- Investment-grade corporate bonds of \$137,192,967 are valued using quoted market prices (Level 1 inputs).
- Mutual funds of \$311,726 are valued at quoted market prices (Level 1 inputs).

### 4. CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2017 is as follows:

	<b>June 30, 2016</b>			<b>June 30, 2017</b>
	<b>Balance</b>	<b>Increases</b>	<b>Decreases</b>	<b>Balance</b>
<b>Governmental activities:</b>				
Capital assets, not being depreciated				
Sites	\$ 26,647,840	\$ 7,575,933	\$ -	\$ 34,223,773
Construction in progress	39,788,049	46,360,971	(25,959,488)	60,189,532
Total capital assets, not being depreciated	<u>66,435,889</u>	<u>53,936,904</u>	<u>(25,959,488)</u>	<u>94,413,305</u>
Capital assets, being depreciated:				
Site improvements	56,442,743	3,452,701	-	59,895,444
Buildings	582,666,572	22,506,788	(4,418,250)	600,755,110
Equipment	62,059,893	227,378	(51,775)	62,235,496
Vehicles	21,713,384	1,100,613	(1,052,899)	21,761,098
Total capital assets, being depreciated	<u>722,882,592</u>	<u>27,287,480</u>	<u>(5,522,924)</u>	<u>744,647,148</u>
Accumulated depreciation for:				
Site improvements	(16,462,644)	(1,418,262)	-	(17,880,906)
Buildings	(219,822,216)	(14,613,630)	3,124,039	(231,311,807)
Equipment	(61,354,023)	(246,398)	30,558	(61,569,863)
Vehicles	(14,365,648)	(1,392,807)	1,049,113	(14,709,342)
Total accumulated depreciation	<u>(312,004,531)</u>	<u>(17,671,097)</u>	<u>4,203,710</u>	<u>(325,471,918)</u>
Total capital assets, being depreciated, net	<u>410,878,061</u>	<u>9,616,383</u>	<u>(1,319,214)</u>	<u>419,175,230</u>
Governmental activity capital assets, net	<u><u>\$ 477,313,950</u></u>	<u><u>\$ 63,553,287</u></u>	<u><u>\$ (27,278,702)</u></u>	<u><u>\$ 513,588,535</u></u>

# CANYONS SCHOOL DISTRICT

## Notes to the Basic Financial Statements

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Depreciation expense for the year ended June 30, 2017 was charged to functions of the District as follows:

**Governmental activities:**

Instruction	\$ 12,930,704
Supporting services:	
Students	151,995
Instructional staff	175,604
General district administration	145,349
School administration	355,942
Central	307,413
Operation and maintenance of school buildings	1,345,030
Student transportation	1,307,897
Nutrition services	951,163
	<u>951,163</u>
Total depreciation expense, governmental activities	<u>\$ 17,671,097</u>

The District is obligated at June 30, 2017 under construction commitments with remaining costs to complete totaling \$31,162,668 that will be financed from the Capital Outlay Fund as follows:

Project	Project Authorized	Costs to Date	Costs to Complete
Alta View Elementary School rebuild	\$ 19,375,000	\$ 15,689,370	\$ 3,685,630
Midvale Middle School rebuild	43,000,000	39,859,511	3,140,489
Indian Hills Middle School renovation	24,150,000	2,638,704	21,511,296
Other projects	4,877,200	2,001,947	2,875,253
	<u>4,877,200</u>	<u>2,001,947</u>	<u>2,875,253</u>
Total	<u>\$ 91,402,200</u>	<u>\$ 60,189,532</u>	<u>\$ 31,212,668</u>

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

**5. LONG-TERM LIABILITIES**

Long-term liability activity for the year ended June 30, 2017 is as follows:

	<b>June 30, 2016</b>			<b>June 30, 2017</b>	<b>Portion Due or Payable Within One Year</b>
	<b>Balance</b>	<b>Additions</b>	<b>Reductions</b>	<b>Balance</b>	
<b>Governmental activities:</b>					
Bonds payable:					
General obligation bonds	\$ 290,886,000	\$ -	\$ (16,896,000)	\$ 273,990,000	\$ 17,565,000
Deferred amounts for bond premiums	21,555,693	-	(2,322,502)	19,233,191	-
Net bonds payable	312,441,693	-	(19,218,502)	293,223,191	17,565,000
Net URS pension liability	120,742,802	30,192,189	(27,474,988)	123,460,003	-
Total District retirement liability	17,012,364	777,387	(2,569,623)	15,220,128	-
Total OPEB obligation	1,493,311	79,324	(235,913)	1,336,722	-
Compensated absences liability	1,087,661	1,904,962	(1,841,696)	1,150,927	383,642
Claims payable, insurance	4,176,380	26,610,636	(26,612,916)	4,174,100	4,174,100
Total governmental activity long-term liabilities	\$ 456,954,211	\$ 59,564,498	\$ (77,953,638)	\$ 438,565,071	\$ 22,122,742

**General Obligation Bonds Payable** – Bonds payable at June 30, 2017 are comprised of the following general obligation issues and are serviced by property tax revenues received by the Debt Service Fund:

<b>Series</b>	<b>Purpose</b>	<b>Original Amount</b>	<b>Remaining Interest Rate Range</b>	<b>Final Maturity Date</b>	<b>Current Outstanding Balance</b>
<b>Canyons School District portion of former Jordan School District bonded debt: *</b>					
2014	Refunding	\$ 59,970,000	5.00%	June 15, 2022	\$ 51,570,000
<b>Canyons School District bonded debt:</b>					
2011	School building	68,000,000	3.00% to 4.50%	June 15, 2031	52,510,000
2012	School building	80,000,000	1.50% to 4.00%	June 15, 2032	72,250,000
2013	School building	60,000,000	3.00% to 5.00%	June 15, 2033	56,535,000
2015	School building	42,000,000	3.50% to 5.00%	June 15, 2033	41,125,000
District's bonded debt					222,420,000
Total general obligation bonds payable as of June 30, 2017					\$ 273,990,000

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

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

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

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Year Ending June 30,	Principal	Interest	Total
2018	\$ 17,565,000	\$ 11,304,126	\$ 28,869,126
2019	17,720,000	10,546,701	28,266,701
2020	17,765,000	9,785,476	27,550,476
2021	17,160,000	8,943,326	26,103,326
2022	17,240,000	8,133,026	25,373,026
2023-2027	81,175,000	30,301,330	111,476,330
2028-2032	93,240,000	12,749,055	105,989,055
2033	12,125,000	468,438	12,593,438
Total	<u>\$ 273,990,000</u>	<u>\$ 92,231,478</u>	<u>\$ 366,221,478</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, 2017, the full \$250.0 million of the bonds have been issued under this authorization.

**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 \$4,174,100 at June 30, 2017. 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, 2017 and 2016.

	<u>2017</u>	<u>2016</u>
Claims payable (beginning of year)	\$ 4,176,380	\$ 4,558,149
Claims (including incurred but not reported)	26,610,636	27,243,986
Payments of claims	<u>(26,612,916)</u>	<u>(27,625,755)</u>
Claims payable (end of year)	<u>\$ 4,174,100</u>	<u>\$ 4,176,380</u>

## 6. PROPERTY TAXES

**District Property Tax Revenue** –The budgeting and accounting for property taxes are handled in the governmental funds on a modified accrual basis, with appropriate recognition of property taxes receivable at year-end. The District has 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

## CANYONS SCHOOL DISTRICT

### Notes to the Basic Financial Statements

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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 and other revenue from this levy in the Capital Outlay Fund.

**Incremental Taxes** – In addition to property taxes the District levies for its own purposes, the District levies property taxes for redevelopment agencies (located within the boundaries of the District) in accordance with the Community Development and Renewal Agencies Act (*Utah Code* 17C-1). These taxes are forwarded directly by the County to the redevelopment agencies as these taxes are collected by the County.

Property tax revenue (or incremental taxes) from increased assessed values within project areas are earmarked to finance urban renewal, economic development, and community development projects managed by the redevelopment agencies for the duration of the projects.

During the year ended June 30, 2017, incremental taxes levied by the District for the redevelopment agencies totaling \$8,329,503 were recorded as revenue with an equivalent amount of expenditure for contributions to other governments in the other governmental funds (in the Pass-through Taxes Fund).

As part of a mitigation agreement between the redevelopment agencies and the District, the redevelopment agencies paid the District \$1,913,697 during the year ended June 30, 2017, recorded as local revenue in the General Fund.

## 7. STATE RETIREMENT PLANS

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

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

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

## CANYONS SCHOOL DISTRICT

### Notes to the Basic Financial Statements

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Defined Contribution Plans (individual account plans):

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

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

Title 49 of the *Utah Code* grants the authority to establish and amend the benefit terms to the Utah State Retirement Board, whose members are appointed by the Governor. The URS (a component unit of the State of Utah) issues a publicly available financial report that can be obtained at [www.urs.org](http://www.urs.org).

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

**Benefits Provided** – The URS provides retirement, disability, and death benefits to participants in the defined benefit pension plans. Retirement benefits are determined from 1.50% to 2.00% of the employee's highest 3 or 5 years of compensation times the employee's years of service depending on the pension plan; benefits are subject to cost-of-living adjustments up to 2.50% or 4.00%, limited to the actual Consumer Price Index for the year. Employees are eligible to retire based on years of service and age.

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

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

For the year ended June 30, 2017, District required contribution rates for the plans were as follows:

# CANYONS SCHOOL DISTRICT

## Notes to the Basic Financial Statements

	<b>Defined Benefit Plans Rates</b>		<b>District Rates</b>	
	<b>District Contribution</b>	<b>Amortization of UAAL *</b>	<b>for 401(k) Plan</b>	<b>Totals</b>
Tier 1 Noncontributory System	12.25%	9.94%	1.50%	23.69%
Tier 2 Contributory System **	8.30%	9.94%	1.78%	20.02%
Tier 2 Defined Contribution Plan **	0.08%	9.94%	10.00%	20.02%

\* The District is required to contribute additional amounts based on covered-employee payroll to finance the unfunded actuarial accrued liability (UAAL) of the Tier 1 plans.

\*\* District contribution includes 0.08% of covered-employee payroll of the Tier 2 plans for death benefits.

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

For the year ended June 30, 2017, District and employee contributions to the plans were as follows:

	<b>District Contributions</b>	<b>Employee Contributions</b>
Tier 1 Noncontributory System	\$ 20,895,277	\$ -
Tier 2 Contributory System *	5,780,746	-
401(k) Plan	3,931,345	2,669,535
457 Plan and other individual plans	-	430,355

\* Required contributions from Tier 2 plans to finance the unfunded actuarial accrued liability of the Tier 1 plans are reported as contributions to the Tier 2 plans.

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions** – At June 30, 2017, the District reported a net pension asset of zero and a net pension liability of \$123,460,003 for the following plans:

	<b>Net Pension Asset</b>	<b>Net Pension Liability</b>
Tier 1 Noncontributory System	\$ -	\$ 123,071,664
Tier 2 Contributory System	-	388,339
Total	<u>\$ -</u>	<u>\$ 123,460,003</u>

The net pension liability (asset) was measured as of December 31, 2016, and the total pension liability was determined by an actuarial valuation as of January 1, 2016 and rolled-forward using generally accepted actuarial procedures. The District's proportion of the net pension liability (asset) is equal to the ratio of the District's actual contributions compared to the total of all employer contributions during the plan year. The following presents the District's proportion (percentage) of the collective net pension liability (asset) at December 31, 2016 and the change in its proportion since the prior measurement date for each plan:

# CANYONS SCHOOL DISTRICT

## Notes to the Basic Financial Statements

	Proportionate Share	
	2016	Change
Tier 1 Noncontributory System	3.7974335%	-0.0463040%
Tier 2 Contributory System	3.4813235%	-0.0819635%

For the year ended June 30, 2017, the District recognized pension expense of \$29,124,874 for the defined benefit pension plans and pension expense of \$3,931,345 for the defined contribution plans. At June 30, 2017, the District reported deferred outflows of resources and deferred inflows of resources related to defined benefit pension plans from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 6,961,445
Changes of assumptions	13,300,070	1,561,830
Net difference between projected and actual earnings on pension plan investments	23,200,998	6,661,380
Changes in proportion and differences between contributions and proportionate share of contributions	568,896	1,050,454
District contributions subsequent to the measurement date	13,829,412	-
Total	<u>\$ 50,899,376</u>	<u>\$ 16,235,109</u>

The \$13,829,412 reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date of December 31, 2016 will be recognized as a reduction of the net pension liability in the year ending June 30, 2018. The other amounts reported as deferred outflows of resources and deferred inflows of resources related to defined benefit pension plans will be recognized in pension expense as follows:

Year Ending June 30,	Deferred Outflows (Inflows) of Resources
2017	\$ 6,263,548
2018	6,584,878
2019	8,792,352
2020	(930,049)
2021	9,985
Thereafter	114,141

**Actuarial Assumptions** – The total pension liability in the January 1, 2016 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:



# CANYONS SCHOOL DISTRICT

## Notes to the Basic Financial Statements

Inflation	2.60%
Salary increases	3.35% to 10.35%, average, including inflation
Investment rate of return	7.20%, net of pension plan investment expense, including inflation

Mortality rates were based on the RP-2000 mortality tables or were developed from actual experience, based on gender, occupation, and age, as appropriate, with adjustments for future improvement in mortality based on Scale AA, a model developed by the Society of Actuaries.

The actuarial assumptions used in the January 1, 2016 valuation were based on the results of an actuarial experience study for the five-year period ended December 31, 2013. Changes of assumptions that affected measurement of the total pension liability since the prior measurement date include adjustments for inflation, salary increases, payroll growth, post retirement mortality, preretirement mortality, and certain demographics to more closely reflect actual experience.

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

Asset Class	Expected Return Arithmetic Basis		
	Target Allocation	Real Return Arithmetic Basis	Long-Term Expected Real Rate of Return
Equity securities	40%	7.06%	2.82%
Debt securities	20%	0.80%	0.16%
Real assets	13%	5.10%	0.66%
Private equity	9%	11.30%	1.02%
Absolute return	18%	3.15%	0.57%
Cash and cash equivalents	0%	0.00%	0.00%
Total	100%		5.23%
Inflation			2.60%
Expected arithmetic nominal return			7.83%

The 7.20% assumed investment rate of return is comprised of an inflation rate of 2.60% and a real return of 4.60% that is net of investment expense.

**Discount Rate** – The discount rate used to measure the total pension liability was 7.20%. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that contributions all participating employers will be made at contractually required rates, actuarially determined and certified by the Utah State Retirement Board. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied

# CANYONS SCHOOL DISTRICT

## Notes to the Basic Financial Statements

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to all periods of projected benefit payments to determine the total pension liability. The discount rate was not changed from the prior measurement date.

**Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate** – The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 7.20%, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.20%) or 1-percentage-point higher (8.20%) than the current rate:

	<b>1% Decrease (6.20%)</b>	<b>Discount Rate (7.20%)</b>	<b>1% Increase (8.20%)</b>
District's proportionate share of the net pension (asset) liability:			
Tier 1 Noncontributory System	\$ 225,654,128	\$ 123,071,664	\$ 37,097,544
Tier 2 Contributory System	2,643,293	388,339	(1,327,117)
Total	<u>\$ 228,297,421</u>	<u>\$ 123,460,003</u>	<u>\$ 35,770,427</u>

**Pension Plan Fiduciary Net Position** – Detailed information about the pension plan's fiduciary net position is available in the separately issued URS financial report.

**Payables to the Pension Plans** – At June 30, 2017, the District reported payables of \$2,988,542 for contributions to defined benefit pension plans and \$352,705 for contributions to defined contribution plans.

### 8. DISTRICT RETIREMENT PLAN

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

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

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

**Employees Covered by Benefit Terms** – At June 30, 2017, the following employees were covered by the benefit terms:

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

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Active employees	604
Inactive employees or beneficiaries currently receiving benefit payments	<u>273</u>
Total	<u><u>877</u></u>

The District retirement plan is closed to new entrants.

**Total Retirement Liability** – The District’s total retirement liability of \$15,220,128 was measured as of June 30, 2017 and was determined by an actuarial valuation as of that date. The District has set aside resources for the liability by committing a portion of fund balance in the General Fund.

**Actuarial Assumptions and Other Inputs** – The total retirement liability in the June 30, 2017 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.3%
Salary increases	2.5%, average, including inflation
Discount rate	4.0%

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

Mortality rates were based on RP-2000 Healthy Mortality Tables for Males or Females, as appropriate, with adjustments for future improvement in mortality based on Scale AA.

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

The actuarial assumptions used in the June 30, 2017 valuation were based on the results of an actuarial experience study for the year then ended.

**Changes in the Total Retirement Liability.**

Balance of total District retirement liability at June 30, 2016	\$ 17,012,364
Changes for the year:	
Service cost	142,097
Interest	635,290
Changes of benefit terms	-
Differences between expected and actual experience	-
Changes in assumptions or other inputs	-
Benefit payments	<u>(2,569,623)</u>
Net changes	<u>(1,792,236)</u>
Balance of total District retirement liability at June 30, 2017	<u><u>\$ 15,220,128</u></u>

No changes of benefit terms occurred in 2017.

No changes in assumptions and other inputs occurred in 2017.

# CANYONS SCHOOL DISTRICT

## Notes to the Basic Financial Statements

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**Sensitivity of the Total District Retirement Liability to Changes in the Discount Rate** – The following presents the District’s total retirement liability calculated using the discount rate of 4.0%, as well as what the District’s total retirement liability would be if it were calculated using a discount rate that is 1-percentage-point lower (3.0%) or 1-percentage-point higher (5.0%) than the current discount rate:

	<u>1% Decrease (3.0%)</u>	<u>Discount Rate (4.0%)</u>	<u>1% Increase (5.0%)</u>
Total retirement liability - District retirement plan	<u>\$ 15,955,890</u>	<u>\$ 15,220,128</u>	<u>\$ 14,553,402</u>

**Retirement Expense and Deferred Outflows and Inflows of Resources Related to the District’s Retirement Plan** – For the year ended June 30, 2017, the District recognized retirement expense of \$777,387. At June 30, 2017, the District reported no deferred outflows of resources and no deferred inflows of resources related to the District’s retirement plan.

### 9. OTHER POSTEMPLOYMENT BENEFIT (OPEB) PLAN

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

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

**Employees Covered by Benefit Terms** – At June 30, 2017, the following employees were covered by the benefit terms:

Active employees	558
Inactive employees or beneficiaries currently receiving benefit payments	<u>60</u>
Total	<u>618</u>

The OPEB plan is closed to new entrants.

**Total OPEB Obligation** – The District’s total OPEB obligation of \$1,336,722 was measured as of June 30, 2017 and was determined by an actuarial valuation as of that date. The District has set aside resources for the obligation by committing a portion of fund balance in the General Fund.

**Actuarial Assumptions and Other Inputs** – The total OPEB obligation in the June 30, 2017 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

# CANYONS SCHOOL DISTRICT

## Notes to the Basic Financial Statements

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Inflation	2.3%
Discount rate	4.0%
Healthcare cost trend rates	7.3% for 2017, decreasing per year to an ultimate rate of 4.3% for 2085 and later years

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

Mortality rates were based on RP-2000 Healthy Mortality Tables for Males or Females, as appropriate, with adjustments for future improvement in mortality based on Scale AA.

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

The actuarial assumptions used in the June 30, 2017 valuation were based on the results of an actuarial experience study for the year then ended.

### Changes in the Total OPEB Obligation.

Balance of total OPEB obligation at June 30, 2016	\$ 1,493,311
Changes for the year:	
Service cost	23,330
Interest	55,994
Changes in benefit terms	-
Differences between expected and actual experience	-
Changes in assumptions or other inputs	-
Benefit payments	<u>(235,913)</u>
Net changes	<u>(156,589)</u>
Balance of total OPEB obligation at June 30, 2017	<u><u>\$ 1,336,722</u></u>

No changes of benefit terms occurred in 2017.

No changes in assumptions and other inputs occurred in 2017.

**Sensitivity of the Total OPEB Obligation to Changes in the Discount Rate** – The following presents the District's total OPEB obligation calculated using the discount rate of 4.0%, as well as what the District's total OPEB obligation would be if it were calculated using a discount rate that is 1-percentage-point lower (3.0%) or 1-percentage-point higher (5.0%) than the current discount rate:

	<u>1% Decrease</u> <u>(3.0%)</u>	<u>Discount Rate</u> <u>(4.0%)</u>	<u>1% Increase</u> <u>(5.0%)</u>
Total OPEB obligation	<u>\$ 1,408,791</u>	<u>\$ 1,336,722</u>	<u>\$ 1,269,521</u>

# CANYONS SCHOOL DISTRICT

## Notes to the Basic Financial Statements

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**Sensitivity of the Total OPEB Obligation to Changes in the Healthcare Cost Trend Rate** – The following presents the District’s total OPEB liability calculated using the healthcare cost trend rate of 7.3% decreasing to 4.3%, as well as what the District’s total OPEB liability would be if it were calculated using a healthcare cost trend rate that is 1-percentage-point lower (6.3% decreasing to 3.3%) or 1-percentage-point higher (8.3% decreasing to 5.3%) than the current healthcare cost trend rates:

	<b>1% Decrease (6.3% decreasing to 3.3%)</b>	<b>Healthcare Cost Trend Rates (7.3% decreasing to 4.3%)</b>	<b>1% Increase (8.3% decreasing to 5.3%)</b>
Total OPEB obligation	\$ 1,271,123	\$ 1,336,722	\$ 1,409,210

**OPEB Expense and Deferred Outflows and Inflows of Resources Related to OPEB** – For the year ended June 30, 2017, the District recognized OPEB expense of \$79,324. At June 30, 2017, the District reported no deferred outflows of resources and no deferred inflows of resources related to OPEB.

### 10. 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.

### 11. 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.

### 12. TRANSFERS

During the year ended June 30, 2017, the District transferred \$153,106 from the General Fund to the Canyons School District Education Foundation Special Revenue Fund to cover the administration expenditures of the Foundation.

# CANYONS SCHOOL DISTRICT

## Notes to the Basic Financial Statements

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### 13. 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.

### 14. RESTATEMENT

In 2017, the District adopted Government Accounting Standards Board Statement No. 73, *Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68*, and *Amendments to Certain Provisions of GASB Statements 67 and 68* and Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*.

The new standards require the District to recognize liabilities in its government-wide financial statements the total liabilities related to the District's retirement plan and the District's OPEB plan. The District is required to recognize retirement expense and OPEB expense and report deferred outflows of resources and deferred inflows of resources related to these plans.

The governmental fund financial statements of the District are not affected by these new standards. Plan expenditures in the governmental funds continue to be recognized equal to the total of a) amounts paid by the District to the plans and b) the change between the beginning and ending balances of amounts of contributions currently payable to the plans.

The beginning net position reported in the government-wide financial statements of the District has been restated to reflect the new standards as follows:

Net position - June 30, 2016 - as originally stated	\$ 283,611,990
Restatements:	
Net retirement/OPEB asset	(9,933,156)
Total District retirement liability	(17,012,364)
Total OPEB obligation	<u>(1,493,311)</u>
Net position - June 30, 2016 - as restated	<u>\$ 255,173,159</u>

The notes to the basic financial statements now include additional information about the defined benefit plans. Also, the District will be presenting in required supplementary information 10-year schedules containing changes in the total retirement liability and the total OPEB obligation for each year presented and related ratios. Because this is the first year such information is available, only one year of required supplementary information is presented with these financial statements; information for additional years will be presented in future years as it becomes available.

### 15. SUBSEQUENT EVENT

On November 7, 2017, the Board placed a \$283 million bond referendum before the District's patrons. The referendum was approved by 57% of the voters. The bonds will be issued in future years and the proceeds will be used to fund needed capital improvements.

**CANYONS SCHOOL DISTRICT**  
**Schedules of the District's Proportionate Share of the Net Pension Liability (Asset)**  
**Utah Retirement Systems**  
**Last Three Plan (Calendar) Years \***

	<u>2016</u>	<u>2015</u>	<u>2014</u>
<b>Tier 1 Noncontributory System:</b>			
District's proportion of the net pension liability (asset)	3.7974335%	3.8437375%	3.8151778%
District's proportionate share of the net pension liability (asset)	\$ 123,071,664	\$ 120,742,802	\$ 95,857,436
District's covered-employee payroll	\$ 98,397,555	\$ 100,452,639	\$ 103,043,921
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	125.1%	120.2%	93.0%
Plan fiduciary net position as a percentage of the total pension liability	84.9%	84.5%	87.2%
<b>Tier 2 Contributory System:</b>			
District's proportion of the net pension liability (asset)	3.4813235%	3.5632870%	4.0072976%
District's proportionate share of the net pension liability (asset)	\$ 388,339	\$ (7,779)	\$ (121,439)
District's covered-employee payroll	\$ 28,549,556	\$ 23,009,058	\$ 19,591,580
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	1.4%	0.0%	-0.6%
Plan fiduciary net position as a percentage of the total pension liability	95.1%	100.2%	103.5%

\* These schedules are intended to present information for the past 10 years. Only 2014 and subsequent measurement periods of the plans are presented as prior-year information is not available.



**CANYONS SCHOOL DISTRICT**  
**Schedules of District Contributions**  
**Utah Retirement Systems**  
Last Three Reporting (Fiscal) Years \*

	<u>2017</u>	<u>2016</u>	<u>2015</u>
<b>Tier 1 Noncontributory System:</b>			
Contractually required contribution	\$ 20,895,277	\$ 21,486,340	\$ 21,235,307
Contributions in relation to the contractually required contribution	<u>(20,895,277)</u>	<u>(21,486,340)</u>	<u>(21,235,307)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
 District's covered-employee payroll	 \$ 96,982,601	 \$ 99,838,971	 \$ 100,849,744
Contributions as a percentage of covered-employee payroll	21.5%	21.5%	21.1%
 <b>Tier 2 Contributory System:</b>			
Contractually required contribution	\$ 5,780,746	\$ 4,934,200	\$ 3,869,496
Contributions in relation to the contractually required contribution	<u>(5,780,746)</u>	<u>(4,934,200)</u>	<u>(3,869,496)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
 District's covered-employee payroll	 \$ 31,685,969	 \$ 27,040,824	 \$ 21,601,010
Contributions as a percentage of covered-employee payroll	18.2%	18.2%	17.9%

\* These schedules are intended to present information for the past 10 years. Only 2015 and subsequent reporting periods (for years ending June 30) of the plans are presented as prior-year information is not available.

**CANYONS SCHOOL DISTRICT**  
**Schedule of Changes in the District's Total Retirement Liability and Related Ratios**  
Last Plan Year \*

	<u>2017</u>
Total retirement liability - District retirement plan:	
Service cost	\$ 142,097
Interest	635,290
Changes of benefit terms	-
Differences between expected and actual experience	-
Changes of assumptions and other inputs	-
Benefit payments	<u>(2,569,623)</u>
Net change in total retirement liability - District retirement plan	(1,792,236)
Total retirement liability - beginning	<u>17,012,364</u>
Total retirement liability - ending	<u><u>\$ 15,220,128</u></u>
Covered-employee payroll	\$ 26,569,442
Total retirement liability as a percentage of covered-employee payroll	57.3%

\* This schedule is intended to present information for the past 10 years. Only 2017 and subsequent measurement periods of the plan is presented as prior-year information is not available.

**CANYONS SCHOOL DISTRICT**  
**Schedule of Changes in the District's Total OPEB Obligation and Related Ratios**  
Last Plan Year \*

	<u>2017</u>
Total OPEB obligation:	
Service cost	\$ 23,330
Interest	55,994
Changes of benefit terms	-
Differences between expected and actual experience	-
Changes of assumptions and other inputs	-
Benefit payments	<u>(235,913)</u>
Net change in total OPEB obligation	(156,589)
Total OPEB obligation - beginning	<u>1,493,311</u>
Total OPEB obligation - ending	<u><u>\$ 1,336,722</u></u>
Covered-employee payroll	\$ 26,569,442
Total OPEB obligation as a percentage of covered-employee payroll	5.0%

\* This schedule is intended to present information for the past 10 years. Only 2017 and subsequent measurement periods of the plan is presented as prior-year information is not available.

## **CANYONS SCHOOL DISTRICT**

### **Notes to the Required Supplementary Information**

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#### **A. Changes in assumptions-Utah Retirement Systems**

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

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

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

- The wage inflation assumption for all employee groups was decreased from 3.75% to 3.50%.
- The rate of salary increases assumption for most groups was modified.
- The payroll growth assumption was decreased from 3.50% to 3.25%.
- The post retirement mortality assumption for female educators showed an improvement.
- Minor adjustments to the preretirement mortality assumption were made.
- Certain demographic assumptions were changed that generally resulted in a) an increase in members anticipated to terminate employment prior to retirement, b) a slight decrease in members expected to become disabled, and 3) a slight increase in the expected age of retirement.

#### **B. Schedules of District Contributions-Utah Retirement Systems**

Contributions as a percentage of covered-employee payroll may be different than the Utah State Retirement Board certified rate due to rounding or other administrative issues. Required contributions from Tier 2 plans to finance the unfunded actuarial accrued liability of the Tier 1 plans are reported as contributions to the Tier 2 plans.



# CANYONS

School District

*"Celebrating the Highest  
Standards of Educational Excellence"*

## Combining and Individual Fund Financial Statements and Schedules

## **Major Governmental Funds**

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### **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, 2017 and 2016

	<u>2017</u>	<u>2016</u>
<b>Assets:</b>		
Cash and investments	\$ 97,059,580	\$ 99,592,987
Accounts receivable:		
Property taxes	89,819,823	81,755,771
Local	322,256	322,288
State	1,595,993	664,184
Federal	4,655,030	3,675,462
Inventories	1,435,178	1,448,952
Total assets	<u>\$ 194,887,860</u>	<u>\$ 187,459,644</u>
<b>Liabilities, deferred inflows of resources, and fund balances:</b>		
<b>Liabilities:</b>		
Accounts and contracts payable	\$ 2,393,107	\$ 1,843,336
Accrued payroll and related benefits	22,097,629	22,710,514
Unearned revenue:		
State	4,829,567	4,889,980
Federal	468,940	988,452
Total liabilities	<u>29,789,243</u>	<u>30,432,282</u>
Deferred inflows of resources:		
Unavailable property tax revenue	1,290,214	1,281,625
Property taxes levied for future year	88,794,366	80,672,284
Total deferred inflows of resources	<u>90,084,580</u>	<u>81,953,909</u>
<b>Fund balances:</b>		
Nonspendable:		
Inventories	1,435,178	1,448,952
Restricted for:		
Reading achievement	168,963	-
Committed to:		
Economic stabilization	13,153,434	12,367,581
Employee benefit obligations	18,535,620	24,076,086
Contractual obligations	534,981	289,758
Assigned to:		
Schools and programs	8,954,273	7,250,113
Self insurance	10,000,000	9,000,000
Unassigned	22,231,588	20,640,963
Total fund balances	<u>75,014,037</u>	<u>75,073,453</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 194,887,860</u>	<u>\$ 187,459,644</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, 2017 with Comparative Totals for 2016

	<b>2017</b>			<b>2016</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	\$ 88,609,548	\$ 88,822,987	\$ 213,439	\$ 85,804,556
Interest earnings	1,600,000	2,072,490	472,490	1,380,037
Other local	6,732,674	6,261,134	(471,540)	7,947,454
State	133,031,081	130,201,600	(2,829,481)	128,843,478
Federal	14,818,873	15,142,887	324,014	15,677,608
Total revenues	244,792,176	242,501,098	(2,291,078)	239,653,133
<b>Expenditures:</b>				
Current:				
Salaries	149,065,708	148,139,428	926,280	143,610,109
Employee benefits	64,868,857	62,844,257	2,024,600	61,421,708
Purchased professional services	5,374,144	5,072,799	301,345	4,613,073
Purchased property services	5,362,809	4,936,328	426,481	6,483,305
Other purchased services	1,278,040	1,349,769	(71,729)	588,962
Supplies	20,340,551	17,540,316	2,800,235	19,608,876
Equipment	2,787,950	2,256,078	531,872	2,855,132
Other	346,944	268,433	78,511	256,920
Total expenditures	249,425,003	242,407,408	7,017,595	239,438,085
Excess (deficiency) of revenues over (under) expenditures	(4,632,827)	93,690	4,726,517	215,048
<b>Other financing sources (uses):</b>				
Transfer out	(204,140)	(153,106)	51,034	(177,676)
Net change in fund balances	(4,836,967)	(59,416)	4,777,551	37,372
<b>Fund balances - beginning</b>	75,073,453	75,073,453	-	75,036,081
<b>Fund balances - ending</b>	<u>\$ 70,236,486</u>	<u>\$ 75,014,037</u>	<u>\$ 4,777,551</u>	<u>\$ 75,073,453</u>

**CANYONS SCHOOL DISTRICT**  
**Comparative Balance Sheets**  
**Debt Service Fund**  
**A Major Governmental Fund**  
June 30, 2017 and 2016

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	<u>2017</u>	<u>2016</u>
<b>Assets:</b>		
Cash and investments	\$ 3,210,337	\$ 1,628,055
Accounts receivable:		
Property taxes	<u>28,458,163</u>	<u>29,262,741</u>
Total assets	<u><u>\$ 31,668,500</u></u>	<u><u>\$ 30,890,796</u></u>
 <b>Deferred inflows of resources and fund balances:</b>		
Deferred inflows of resources:		
Unavailable property tax revenue	\$ 413,362	\$ 504,567
Property taxes levied for future year	<u>28,130,081</u>	<u>28,815,945</u>
Total deferred inflows of resources	28,543,443	29,320,512
Fund balances:		
Restricted for:		
Debt service	<u>3,125,057</u>	<u>1,570,284</u>
Total deferred inflows of resources and fund balances	<u><u>\$ 31,668,500</u></u>	<u><u>\$ 30,890,796</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, 2017 with Comparative Totals for 2016

	<b>2017</b>			<b>2016</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	\$ 30,191,732	\$ 30,250,696	\$ 58,964	\$ 28,354,560
Interest earnings	170,000	178,323	8,323	108,403
Total revenues	30,361,732	30,429,019	67,287	28,462,963
<b>Expenditures:</b>				
Debt service:				
Bond principal	16,896,000	16,896,000	-	15,998,000
Bond interest	11,972,255	11,975,518	(3,263)	12,916,768
Paying agent fees and other	9,000	2,728	6,272	2,673
Total expenditures	28,877,255	28,874,246	3,009	28,917,441
Excess (deficiency) of revenues over (under) expenditures / net change in fund balances	1,484,477	1,554,773	70,296	(454,478)
<b>Fund balances - beginning</b>	1,570,284	1,570,284	-	2,024,762
<b>Fund balances - ending</b>	<u>\$ 3,054,761</u>	<u>\$ 3,125,057</u>	<u>\$ 70,296</u>	<u>\$ 1,570,284</u>

**CANYONS SCHOOL DISTRICT**  
**Comparative Balance Sheets**  
**Capital Outlay Fund**  
**A Major Governmental Fund**  
June 30, 2017 and 2016

	<u>2017</u>	<u>2016</u>
<b>Assets:</b>		
Cash and investments	\$ 71,072,080	\$ 109,789,745
Accounts receivable:		
Property taxes	18,609,264	20,722,047
Local	<u>12,800</u>	<u>5,139</u>
Total assets	<u>\$ 89,694,144</u>	<u>\$ 130,516,931</u>
<b>Liabilities, deferred inflows of resources, and fund balances:</b>		
<b>Liabilities:</b>		
Accounts and contracts payable	\$ 9,073,207	\$ 7,156,437
<b>Deferred inflows of resources:</b>		
Unavailable property tax revenue	263,983	327,258
Property taxes levied for future year	<u>18,343,077</u>	<u>20,286,607</u>
Total deferred inflows of resources	18,607,060	20,613,865
<b>Fund balances:</b>		
Restricted for:		
Capital outlay	<u>62,013,877</u>	<u>102,746,629</u>
Total fund balances	<u>62,013,877</u>	<u>102,746,629</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 89,694,144</u>	<u>\$ 130,516,931</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, 2017 with Comparative Totals for 2016

	<b>2017</b>			<b>2016</b>
	<b>Final Budgeted Amounts</b>	<b>Actual Amounts</b>	<b>Variance with Final Budget</b>	<b>Actual Amounts</b>
<b>Revenues:</b>				
Local:				
Property taxes	\$ 28,104,514	\$ 20,963,542	\$ (7,140,972)	\$ 25,144,091
Interest earnings	1,300,000	1,401,673	101,673	1,029,917
Other	50,000	7,224,721	7,174,721	2,523,049
Total local	29,454,514	29,589,936	135,422	28,697,057
State:				
State enrollment growth	123,765	123,765	-	59,680
State energy grant	833,508	833,508	-	-
Total state	957,273	957,273	-	59,680
Federal:				
Federal energy grant	100,000	100,000	-	-
Total revenues	30,511,787	30,647,209	135,422	28,756,737
<b>Expenditures:</b>				
Capital outlay:				
Sites and improvements	11,036,742	11,392,172	(355,430)	2,745,408
Buildings and improvements	48,861,960	46,822,279	2,039,681	42,120,103
Equipment and vehicles	10,612,613	7,850,536	2,762,077	5,688,624
Other capital outlay	5,905,104	5,314,974	590,130	5,427,713
Total expenditures	76,416,419	71,379,961	5,036,458	55,981,848
Excess (deficiency) of revenues over (under) expenditures	(45,904,632)	(40,732,752)	5,171,880	(27,225,111)
<b>Special item - proceeds from sale of property</b>	-	-	-	4,700,000
Net change in fund balances	(45,904,632)	(40,732,752)	5,171,880	(22,525,111)
<b>Fund balances - beginning</b>	102,746,629	102,746,629	-	125,271,740
<b>Fund balances - ending</b>	\$ 56,841,997	\$ 62,013,877	\$ 5,171,880	\$ 102,746,629



**CANYONS**  
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## Nonmajor Governmental Funds

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### Special Revenue Funds

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

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

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

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

**CANYONS SCHOOL DISTRICT**  
**Combining Balance Sheet**  
**Nonmajor Governmental Funds**  
June 30, 2017

	Special Revenue				Total Nonmajor Governmental Funds
	Nutrition Services	Student Activities	Pass-Through Taxes	Education Foundation	
<b>Assets:</b>					
Cash and investments	\$ 2,432,715	\$ 7,749,500	\$ -	\$ 556,609	\$ 10,738,824
Accounts receivable:					
Property taxes	-	-	15,608,417	-	15,608,417
Local	-	-	-	1,050	1,050
State of Utah	913,651	-	-	-	913,651
Federal government	124,112	-	-	-	124,112
Inventories	321,801	-	-	-	321,801
Total assets	<u>\$ 3,792,279</u>	<u>\$ 7,749,500</u>	<u>\$ 15,608,417</u>	<u>\$ 557,659</u>	<u>\$ 27,707,855</u>
<b>Liabilities, and fund balances:</b>					
Liabilities:					
Accounts and contracts payable	\$ 67,893	\$ 915,938	\$ -	\$ 9,000	\$ 992,831
Accrued payroll and related benefits	242,350	-	-	-	242,350
Unearned revenue:					
Local	361,822	222,372	-	-	584,194
Total liabilities	<u>672,065</u>	<u>1,138,310</u>	<u>-</u>	<u>9,000</u>	<u>1,819,375</u>
Deferred inflows of resources:					
Unavailable property tax revenue	-	-	224,038	-	224,038
Property taxes levied for future year	-	-	15,384,379	-	15,384,379
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>15,608,417</u>	<u>-</u>	<u>15,608,417</u>
Fund balances:					
Nonspendable:					
Inventories	321,801	-	-	-	321,801
Restricted for:					
Nutrition services	2,798,413	-	-	-	2,798,413
Committed to:					
Schools	-	6,611,190	-	-	6,611,190
Foundation	-	-	-	548,659	548,659
Total fund balances	<u>3,120,214</u>	<u>6,611,190</u>	<u>-</u>	<u>548,659</u>	<u>10,280,063</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 3,792,279</u>	<u>\$ 7,749,500</u>	<u>\$ 15,608,417</u>	<u>\$ 557,659</u>	<u>\$ 27,707,855</u>



**CANYONS SCHOOL DISTRICT**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Nonmajor Governmental Funds**  
Fiscal Year Ended June 30, 2017

	<b>Special Revenue</b>				<b>Total Nonmajor Governmental Funds</b>
	<b>Nutrition Services</b>	<b>Student Activities</b>	<b>Pass-Through Taxes</b>	<b>Education Foundation</b>	
<b>Revenues:</b>					
Property taxes	\$ -	\$ -	\$ 8,329,503	\$ -	\$ 8,329,503
Tuitions, fees, and admissions	-	4,462,798	-	-	4,462,798
Lunch sales	3,859,013	-	-	-	3,859,013
Interest earnings	29,749	14,248	-	32,831	76,828
Other local	105,213	5,922,430	-	436,197	6,463,840
State	2,176,140	-	-	-	2,176,140
Federal	6,608,636	-	-	-	6,608,636
Total revenues	12,778,751	10,399,476	8,329,503	469,028	31,976,758
<b>Expenditures:</b>					
Current:					
Instruction	-	9,456,336	-	552,737	10,009,073
Nutrition services	12,606,849	-	-	-	12,606,849
Contributions to other governments	-	-	8,329,503	-	8,329,503
Total expenditures	12,606,849	9,456,336	8,329,503	552,737	30,945,425
Excess (deficiency) of revenues over (under) expenditures	171,902	943,140	-	(83,709)	1,031,333
<b>Other financing sources:</b>					
Transfer in	-	-	-	153,106	153,106
Net change in fund balances	171,902	943,140	-	69,397	1,184,439
<b>Fund balances - beginning</b>	2,948,312	5,668,050	-	479,262	9,095,624
<b>Fund balances - ending</b>	<u>\$ 3,120,214</u>	<u>\$ 6,611,190</u>	<u>\$ -</u>	<u>\$ 548,659</u>	<u>\$ 10,280,063</u>

**CANYONS SCHOOL DISTRICT**  
**Comparative Balance Sheets**  
**Nutrition Services Fund**  
**A Nonmajor Special Revenue Fund**  
June 30, 2017 and 2016

	<u>2017</u>	<u>2016</u>
<b>Assets:</b>		
Cash and investments	\$ 2,432,715	\$ 2,209,012
Accounts receivable:		
State	913,651	829,156
Federal	124,112	95,731
Inventories	321,801	400,139
Total assets	<u>\$ 3,792,279</u>	<u>\$ 3,534,038</u>
<b>Liabilities and fund balances:</b>		
Liabilities:		
Accounts and contracts payable	\$ 67,893	\$ 32,873
Accrued payroll and related benefits	242,350	235,593
Unearned revenue, local	361,822	317,260
Total liabilities	<u>672,065</u>	<u>585,726</u>
Fund balances:		
Nonspendable:		
Inventories	321,801	400,139
Restricted for:		
Nutrition services	2,798,413	2,548,173
Total fund balances	<u>3,120,214</u>	<u>2,948,312</u>
Total liabilities and fund balances	<u>\$ 3,792,279</u>	<u>\$ 3,534,038</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, 2017 with Comparative Totals for 2016

	<b>2017</b>			<b>2016</b>
	<b>Final Budgeted Amounts</b>	<b>Actual Amounts</b>	<b>Variance with Final Budget</b>	<b>Actual Amounts</b>
<b>Revenues:</b>				
Local:				
Lunch sales - students	\$ 3,983,500	\$ 3,737,036	\$ (246,464)	\$ 3,817,372
Lunch sales - adult	135,000	121,977	(13,023)	133,343
Interest earnings	23,500	29,749	6,249	31,410
Other	71,500	105,213	33,713	81,576
Total local	4,213,500	3,993,975	(219,525)	4,063,701
State:				
State lunch program	2,068,500	2,176,140	107,640	2,115,732
Federal:				
Lunch program	1,015,806	1,027,567	11,761	1,013,535
Free and reduced meals reimbursement	3,337,500	3,397,698	60,198	3,340,740
Breakfast program	984,606	1,000,814	16,208	988,029
Other food programs	20,350	41,371	21,021	53,719
Commodity program	988,200	1,141,186	152,986	955,258
Total federal	6,346,462	6,608,636	262,174	6,351,281
Total revenues	12,628,462	12,778,751	150,289	12,530,714
<b>Expenditures:</b>				
Current:				
Salaries	4,578,662	4,375,483	203,179	4,211,077
Employee benefits	1,557,677	1,532,543	25,134	1,508,502
Purchased services	99,100	95,264	3,836	92,479
Supplies	155,800	157,173	(1,373)	155,248
Food	5,570,000	5,636,213	(66,213)	5,307,855
Equipment	100,000	71,042	28,958	39,796
Other	1,174,000	739,131	434,869	1,024,331
Total expenditures	13,235,239	12,606,849	628,390	12,339,288
Net change in fund balances	(606,777)	171,902	778,679	191,426
<b>Fund balances - beginning</b>	2,948,312	2,948,312	-	2,756,886
<b>Fund balances - ending</b>	\$ 2,341,535	\$ 3,120,214	\$ 778,679	\$ 2,948,312

**CANYONS SCHOOL DISTRICT**  
**Comparative Balance Sheets**  
**Student Activities Fund**  
**A Nonmajor Special Revenue Fund**  
June 30, 2017 and 2016

	<u>2017</u>	<u>2016</u>
<b>Assets:</b>		
Cash and investments	<u>\$ 7,749,500</u>	<u>\$ 6,749,450</u>
<b>Liabilities and fund balances:</b>		
Liabilities:		
Accounts and contracts payable	\$ 915,938	\$ 872,239
Unearned revenue, local	<u>222,372</u>	<u>209,161</u>
Total liabilities	<u>1,138,310</u>	<u>1,081,400</u>
Fund balances:		
Committed to:		
Schools	<u>6,611,190</u>	<u>5,668,050</u>
Total liabilities and fund balances	<u>\$ 7,749,500</u>	<u>\$ 6,749,450</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, 2017 with Comparative Totals for 2016

	<b>2017</b>			<b>2016</b>
	<b>Final Budgeted Amounts</b>	<b>Actual Amounts</b>	<b>Variance with Final Budget</b>	<b>Actual Amounts</b>
<b>Revenues:</b>				
Local:				
Student fees	\$ 4,164,862	\$ 4,462,798	\$ 297,936	\$ 4,356,827
Other	149,169	101,999	(47,170)	30,663
Fundraisers and donations	7,678,905	5,820,431	(1,858,474)	5,482,445
Interest earnings	12,720	14,248	1,528	5,713
Total revenues	<u>12,005,656</u>	<u>10,399,476</u>	<u>(1,606,180)</u>	<u>9,875,648</u>
<b>Expenditures:</b>				
Current:				
Purchased services	5,738,104	3,879,724	1,858,380	3,866,484
Supplies	5,529,615	4,429,052	1,100,563	4,621,349
Equipment	278,881	181,376	97,505	244,128
Other	873,659	966,184	(92,525)	940,581
Total expenditures	<u>12,420,259</u>	<u>9,456,336</u>	<u>2,963,923</u>	<u>9,672,542</u>
Net change in fund balances	(414,603)	943,140	1,357,743	203,106
<b>Fund balances - beginning</b>	<u>5,668,050</u>	<u>5,668,050</u>	<u>-</u>	<u>5,464,944</u>
<b>Fund balances - ending</b>	<u>\$ 5,253,447</u>	<u>\$ 6,611,190</u>	<u>\$ 1,357,743</u>	<u>\$ 5,668,050</u>

**CANYONS SCHOOL DISTRICT**  
**Balance Sheet**  
**Pass-Through Taxes Fund**  
**A Nonmajor Special Revenue Fund**  
June 30, 2017 and 2016

	<u>2017</u>	<u>2016</u>
<b>Assets:</b>		
Accounts receivable:		
Property taxes	\$ 15,608,417	\$ 12,085,180
 <b>Deferred inflows of resources and fund balances:</b>		
Deferred inflows of resources:		
Unavailable property tax revenue	224,038	195,655
Property taxes levied for future year	<u>15,384,379</u>	<u>11,889,525</u>
Total deferred inflows of resources	<u>15,608,417</u>	<u>12,085,180</u>
Fund balances:		
Assigned to:		
Other governments	<u>-</u>	<u>-</u>
Total deferred inflows of resources and fund balances	<u><u>\$ 15,608,417</u></u>	<u><u>\$ 12,085,180</u></u>

**CANYONS SCHOOL DISTRICT**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual**  
**Pass-through Taxes Fund**  
**A Nonmajor Special Revenue Fund**  
Fiscal Year Ended June 30, 2017 with Comparative Totals for 2016

	<b>2017</b>			<b>2016</b>
	<b>Final Budgeted Amounts</b>	<b>Actual Amounts</b>	<b>Variance with Final Budget</b>	<b>Actual Amounts</b>
<b>Revenues:</b>				
Local:				
Property taxes	\$ 10,345,634	\$ 8,329,503	\$ (2,016,131)	\$ 9,978,475
<b>Expenditures:</b>				
Current:				
Contributions to other governments	10,345,634	8,329,503	2,016,131	9,978,475
Net change in fund balances	-	-	-	-
<b>Fund balances - beginning</b>	-	-	-	-
<b>Fund balances - ending</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**CANYONS SCHOOL DISTRICT**  
**Comparative Balance Sheets**  
**Canyons School District Education Foundation Fund**  
**A Nonmajor Special Revenue Fund**  
June 30, 2017 and 2016

	<u>2017</u>	<u>2016</u>
<b>Assets:</b>		
Cash and investments	\$ 556,609	\$ 481,812
Accounts receivable, local	1,050	-
Total assets	<u>\$ 557,659</u>	<u>\$ 481,812</u>
<b>Liabilities and fund balances:</b>		
Liabilities:		
Accounts and contracts payable	<u>\$ 9,000</u>	<u>\$ 2,550</u>
Fund balances:		
Committed to:		
Foundation	<u>548,659</u>	<u>479,262</u>
Total liabilities and fund balances	<u>\$ 557,659</u>	<u>\$ 481,812</u>



**CANYONS SCHOOL DISTRICT**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual**  
**Canyons School District Education Foundation Fund**  
**A Nonmajor Special Revenue Fund**  
Fiscal Year Ended June 30, 2017 with Comparative Totals for 2016

	<b>2017</b>			<b>2016</b>
	<b>Final Budgeted Amounts</b>	<b>Actual Amounts</b>	<b>Variance with Final Budget</b>	<b>Actual Amounts</b>
<b>Revenues:</b>				
Local:				
Contributions	\$ 375,000	\$ 436,197	\$ 61,197	\$ 338,671
Interest earnings	25,000	32,831	7,831	(16,787)
Total revenues	<u>400,000</u>	<u>469,028</u>	<u>69,028</u>	<u>321,884</u>
<b>Expenditures:</b>				
Current:				
Salaries	116,581	109,397	7,184	111,594
Employee benefits	51,609	35,887	15,722	48,132
Purchased services	11,650	9,097	2,553	12,412
Supplies donated to schools	<u>429,300</u>	<u>398,356</u>	<u>30,944</u>	<u>330,744</u>
Total expenditures	<u>609,140</u>	<u>552,737</u>	<u>56,403</u>	<u>502,882</u>
Excess (deficiency) of revenues over (under) expenditures	(209,140)	(83,709)	125,431	(180,998)
<b>Other financing sources:</b>				
Transfer in	<u>204,140</u>	<u>153,106</u>	<u>(51,034)</u>	<u>177,676</u>
Net change in fund balance	(5,000)	69,397	74,397	(3,322)
<b>Fund balances - beginning</b>	<u>479,262</u>	<u>479,262</u>	<u>-</u>	<u>482,584</u>
<b>Fund balances - ending</b>	<u><u>\$ 474,262</u></u>	<u><u>\$ 548,659</u></u>	<u><u>\$ 74,397</u></u>	<u><u>\$ 479,262</u></u>

## **Proprietary Fund**

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### **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, 2017 and 2016

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	<u>2017</u>	<u>2016</u>
<b>Assets:</b>		
Current assets:		
Cash and investments	\$ 6,454,915	\$ 7,323,506
Accounts receivable, local	<u>150,646</u>	<u>6,922</u>
Total assets	<u>6,605,561</u>	<u>7,330,428</u>
<b>Liabilities:</b>		
Current liabilities:		
Claims payable	<u>4,174,100</u>	<u>4,176,380</u>
<b>Net position:</b>		
Unrestricted	<u><u>\$ 2,431,461</u></u>	<u><u>\$ 3,154,048</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, 2017 and 2016

	<u>2017</u>	<u>2016</u>
<b>Operating revenues:</b>		
Insurance premiums charged to other funds	\$ 25,851,122	\$ 25,407,743
<b>Operating expenses:</b>		
Medical claims	17,691,005	18,533,292
Prescription claims	5,791,735	5,400,841
Industrial insurance claims	426,676	541,902
Administration and other	2,701,220	2,767,951
Total operating expenses	26,610,636	27,243,986
Operating loss	(759,514)	(1,836,243)
<b>Nonoperating income:</b>		
Interest earnings	36,927	46,247
Change in net position	(722,587)	(1,789,996)
<b>Net position - beginning</b>	3,154,048	4,944,044
<b>Net position - ending</b>	<u>\$ 2,431,461</u>	<u>\$ 3,154,048</u>

**CANYONS SCHOOL DISTRICT**  
**Comparative Statements of Fund Cash Flows**  
**Self-Insurance Fund**  
**An Internal Service Fund**  
Fiscal Years Ended June 30, 2017 and 2016

	<u>2017</u>	<u>2016</u>
<b>Cash flows from operating activities:</b>		
Receipts from interfund services provided	\$ 25,707,398	\$ 25,477,184
Payments to suppliers	(2,701,220)	(2,767,743)
Payments for medical fees and insurance claims	(23,911,696)	(24,858,012)
Net cash used by operating activities	(905,518)	(2,148,571)
<b>Cash flows from investing activities:</b>		
Interest received	36,927	46,247
Net decrease in cash and cash equivalents	(868,591)	(2,102,324)
<b>Cash and cash equivalents - beginning</b>	<u>7,323,506</u>	<u>9,425,830</u>
<b>Cash and cash equivalents - ending</b>	<u>\$ 6,454,915</u>	<u>\$ 7,323,506</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	\$ (759,514)	\$ (1,836,243)
Adjustments to reconcile operating loss to net cash used by operating activities:		
(Increase) decrease in accounts receivable	(143,724)	69,441
Decrease in claims payable	(2,280)	(381,769)
Net cash used by operating activities	<u>\$ (905,518)</u>	<u>\$ (2,148,571)</u>
Noncash investing, capital, and financing activities	none	none



**CANYONS**  
School District  
*"Celebrating the Highest  
Standards of Educational Excellence"*

**CANYONS SCHOOL DISTRICT**  
**Statistical Section**  
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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..... These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	92-98
Revenue Capacity..... These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.	99-103
Debt Capacity..... These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	104-108
Demographic and Economic Information..... These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.	109-110
Operating Information..... These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.	111-121

**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 eight 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**  
**Comparative Statements of Net Position**  
 Last Eight Fiscal Years  
 (Accrual basis of accounting)

	2010	2011	2012	2013	2014*	2015*	2016**	2017**
<b>Assets:</b>								
Cash and investments	\$ 163,563,149	\$ 279,091,765	\$ 224,769,239	\$ 206,981,706	\$ 237,365,773	\$252,371,030	\$227,774,567	\$188,535,736
Accounts receivable:								
Property taxes	108,420,842	104,838,718	115,384,776	116,107,137	117,687,370	142,161,580	143,825,739	152,495,667
Local	2,456,810	394,746	148,813	428,156	994,755	436,458	334,349	486,752
State	301,764	1,292,365	987,420	1,310,975	1,592,564	1,383,664	1,493,340	2,509,644
Federal	10,230,693	7,743,628	4,945,685	3,755,600	3,894,983	3,811,301	3,771,193	4,779,142
Inventories	2,276,203	1,908,650	1,899,895	1,484,609	1,904,801	2,203,118	1,849,091	1,756,979
Prepaid expenses	354,440	400,000	400,000	-	-	-	-	-
Net retirement/OPEB asset - District retirement plans	-	3,333,946	4,657,138	5,598,718	7,109,793	8,408,571	-	-
Net pension asset - state retirement plans	-	-	-	-	-	121,439	7,779	-
Capital assets:								
Sites and construction in progress	16,233,014	22,531,653	102,267,489	165,200,417	36,229,224	69,638,678	66,435,889	94,413,305
Buildings and other capital assets, net of accumulated depreciation	263,568,577	250,732,635	237,443,565	258,524,816	390,677,195	385,749,788	410,878,061	419,175,230
Total assets	567,405,492	672,268,106	692,904,020	759,392,134	797,456,458	866,285,627	856,370,008	864,152,455
<b>Deferred outflows of resources:</b>								
Related to pensions	-	-	-	-	12,148,079	14,755,533	45,610,787	50,899,376
Deferred charges on refunding	1,297,766	929,639	561,509	374,341	4,748,467	4,154,909	3,561,351	2,967,793
Total deferred outflows of resources	1,297,766	929,639	561,509	374,341	16,896,546	18,910,442	49,172,138	53,867,169
<b>Liabilities:</b>								
Accounts and contracts payable	3,704,011	5,893,637	19,212,526	16,696,539	7,294,924	9,633,835	9,907,435	12,459,145
Accrued payroll and related benefits	19,213,874	19,652,875	20,239,012	21,745,992	22,071,478	21,966,727	22,946,107	22,339,979
Accrued interest	267,574	336,304	303,122	363,514	439,029	498,282	470,406	433,303
Unearned revenue:								
Local	499,463	226,534	324,947	418,229	271,974	449,502	526,421	584,194
State	13,103,802	12,359,529	11,074,133	9,371,194	7,506,696	6,443,325	4,889,980	4,829,567
Federal	749,756	2,976,016	2,763,187	2,253,302	1,694,778	1,411,939	988,452	468,940
Long-term liabilities:								
Portion due or payable within one year	21,487,049	24,374,559	22,719,554	20,733,583	20,430,724	20,969,340	21,434,934	22,122,742
Portion due or payable after one year	141,368,804	190,758,206	173,259,013	235,258,982	395,791,677	411,452,474	435,519,277	416,442,329
Total liabilities	200,394,333	256,577,660	249,895,494	306,841,335	455,501,280	472,825,424	496,683,012	479,680,199
<b>Deferred inflows of resources:</b>								
Related to pensions	-	-	-	-	-	9,118,674	12,021,614	16,235,109
Property taxes levied for future year	104,800,669	100,503,383	110,297,237	112,955,158	114,861,119	139,370,346	141,664,361	150,651,903
Total deferred inflows of resources	104,800,669	100,503,383	110,297,237	112,955,158	114,861,119	148,489,020	153,685,975	166,887,012
<b>Net Position:</b>								
Net investment in capital assets	126,643,707	132,027,618	153,690,609	173,411,972	154,701,005	169,255,695	175,108,822	223,333,137
Restricted for:								
Debt service	2,276,557	2,908,778	28,696,562	23,788,889	6,004,885	3,552,266	1,535,261	3,082,944
Capital outlay	81,667,998	99,991,989	60,672,010	43,863,787	83,304,777	83,756,195	96,455,165	61,588,763
Nutrition services	2,220,921	2,390,861	2,770,367	2,950,219	2,825,951	2,756,886	1,440,599	1,092,536
Other purposes	2,010,980	2,237,663	5,121,562	1,267,955	1,271,649	1,009,322	-	132,920
Unrestricted	48,688,093	76,559,793	82,321,688	94,687,160	(4,117,662)	3,551,261	(19,366,688)	(17,777,887)
Total net position	263,508,256	316,116,702	333,272,798	339,969,982	243,990,605	263,881,625	255,173,159	271,452,413

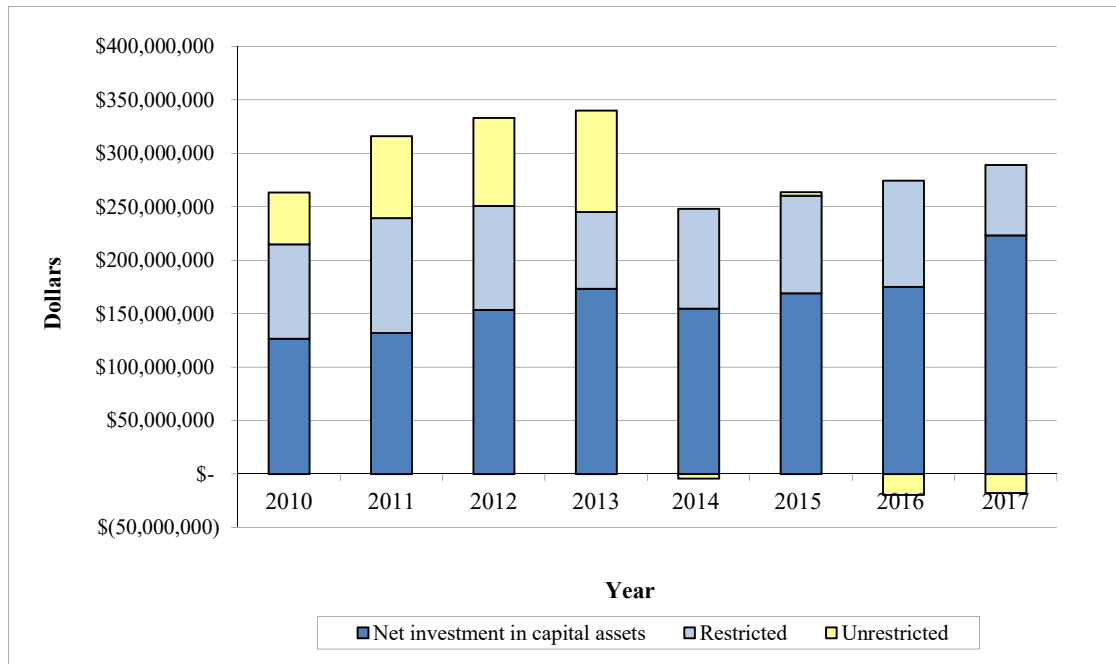
\* GASB Statements No. 68 and 71 were implemented in 2015 to report the District's proportionate share of the net pension liability and related deferred outflows and deferred inflows; balances at June 30, 2014 were restated.

\*\* GASB Statements No. 73 and 75 were implemented in 2017 to report the District's retirement plan and the District's OPEB plan liability and related deferred outflows and deferred inflows; balances at June 30, 2016 were restated.



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

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



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

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

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

	2010	2011	2012	2013	2014*	2015*	2016**	2017**
<b>Expenses:</b>								
Instruction	\$ 148,539,711	\$ 156,986,377	\$ 160,383,775	\$ 175,359,995	\$ 176,722,124	\$ 170,720,170	\$ 181,436,410	\$ 186,467,728
Supporting services:								
Students	7,390,809	7,723,388	8,433,794	9,089,873	9,744,940	9,986,468	11,008,439	11,793,573
Instructional staff	11,709,415	12,969,300	12,187,116	10,984,333	12,170,323	11,499,804	16,248,963	17,539,626
District administration	2,334,128	2,254,582	2,119,628	2,799,252	2,386,958	2,760,688	2,466,002	2,672,412
School administration	13,773,164	13,944,188	14,976,976	15,769,736	16,888,958	16,610,365	18,506,081	19,303,709
Central	11,304,689	11,154,831	12,124,999	12,378,486	12,102,194	12,325,943	13,414,345	13,294,303
Operation and maintenance of school buildings	20,325,380	21,586,479	21,957,201	23,332,856	24,709,276	23,415,762	24,470,385	25,283,368
Student transportation	7,138,925	7,475,764	8,139,130	8,725,403	9,062,643	8,673,079	9,047,092	9,642,728
Nutrition services	12,408,460	12,204,115	12,563,572	12,678,765	12,923,579	12,910,906	13,251,932	13,694,604
Contributions to other governments	-	-	-	-	-	8,764,277	9,978,475	8,329,503
Community services	-	-	-	-	-	-	291,441	221,366
Non K-12 programs	6,301,400	6,652,431	6,905,505	6,785,693	7,155,707	5,296,554	-	-
Interest on long-term liabilities	7,757,267	7,000,592	9,640,880	9,227,299	10,573,788	10,091,030	11,158,159	10,212,199
Total expenses	248,983,348	259,952,047	269,432,576	287,131,691	294,440,490	293,055,046	311,277,724	318,455,119
<b>Program revenues:</b>								
Charges for services:								
Instruction	6,991,020	8,843,122	8,514,991	9,226,951	11,864,978	11,614,454	14,281,537	12,956,301
Supporting services	697,772	627,137	706,723	1,022,888	525,474	581,181	529,048	401,283
Nutrition services	5,194,035	4,678,684	4,635,740	4,161,767	4,178,587	4,083,205	4,032,291	3,964,240
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	62,072,642	65,246,506	76,089,289
Capital grants and contributions	100,000	555,363	415,632	235,687	480,557	125,000	-	100,000
Total program revenues	67,540,971	72,186,398	74,100,312	76,082,569	79,748,768	78,712,742	84,089,382	93,511,113
<b>Net (expense) revenue and changes in net position</b>	<b>(181,442,377)</b>	<b>(187,765,649)</b>	<b>(195,332,264)</b>	<b>(211,049,122)</b>	<b>(214,691,722)</b>	<b>(214,342,304)</b>	<b>(227,188,342)</b>	<b>(224,944,006)</b>
<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	139,394,855	149,997,610	148,249,220
Federal and state revenue not restricted to specific purposes	88,910,292	90,654,095	82,029,925	83,525,034	86,126,086	89,739,018	88,139,944	79,433,444
Interest earnings	1,077,243	1,296,822	3,027,413	3,033,938	2,528,912	2,452,722	2,584,940	3,766,227
Miscellaneous	1,457,306	5,284,661	3,949,683	7,326,597	4,205,349	2,646,729	3,546,411	9,774,369
Total general revenue and other changes in net position	207,004,076	221,663,139	212,488,360	217,746,306	216,803,500	234,233,324	244,268,905	241,223,260
<b>Special item - gain on sale of property</b>								
Change in net position	25,561,699	33,897,490	17,156,096	6,697,184	2,111,778	19,891,020	19,730,365	16,279,254
<b>Net position - beginning</b>								
Allocation from Jordan School District	-	263,508,256	316,116,702	333,272,798	339,969,982	243,990,605	263,881,625	255,173,159
Net effect of prior period restatement	237,946,557	18,710,956	-	-	-	-	-	-
<b>Net position - ending, as restated</b>	<b>\$ 263,508,256</b>	<b>\$ 316,116,702</b>	<b>\$ 333,272,798</b>	<b>\$ 339,969,982</b>	<b>\$ 243,990,605</b>	<b>\$ 263,881,625</b>	<b>\$ 255,173,159</b>	<b>\$ 271,452,413</b>

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

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

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

	2010	2011	2012	2013	2014	2015	2016	2017
<b>General fund balances:</b>								
Nonspendable	\$ 2,052,440	\$ 1,892,362	\$ 2,021,452	\$ 1,139,299	\$ 1,611,467	\$ 1,956,774	\$ 1,448,952	\$ 1,435,178
Restricted	1,625,392	1,719,855	3,813,674	1,190,375	1,225,228	970,026	-	168,963
Committed	21,833,913	35,915,238	35,894,919	36,824,301	37,962,608	37,089,388	36,733,425	32,224,035
Assigned	2,781,172	5,444,933	8,965,251	16,440,756	14,888,194	14,739,542	16,250,113	18,954,273
Unassigned	11,248,910	19,443,454	18,952,496	19,250,522	19,105,449	20,280,351	20,640,963	22,231,588
Total	39,541,827	64,415,842	69,647,792	74,845,253	74,792,946	75,036,081	75,073,453	75,014,037
<b>Debt service fund balances:</b>								
Restricted	1,821,174	2,391,824	3,007,969	2,980,734	2,372,797	2,024,762	1,570,284	3,125,057
<b>Capital outlay fund balances:</b>								
Restricted	80,813,430	163,628,715	84,650,892	63,688,385	109,689,785	125,271,740	102,746,629	62,013,877
<b>All other governmental fund balances:</b>								
Nonspendable	578,203	416,288	278,443	345,310	293,334	246,344	400,139	321,801
Restricted	1,993,287	2,135,584	3,799,812	2,604,909	2,532,617	2,510,542	2,548,173	2,798,413
Committed	3,615,107	4,424,522	4,462,827	5,972,791	5,547,138	5,947,528	6,147,312	7,159,849
Total	6,186,597	6,976,394	8,541,082	8,923,010	8,373,089	8,704,414	9,095,624	10,280,063
<b>Total governmental fund balances</b>	<b>\$ 128,363,028</b>	<b>\$ 237,412,775</b>	<b>\$ 165,847,735</b>	<b>\$ 150,437,382</b>	<b>\$ 195,228,617</b>	<b>\$ 211,036,997</b>	<b>\$ 188,485,990</b>	<b>\$ 150,433,034</b>

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 Eight Fiscal Years  
 (Modified accrual basis of accounting)

	2010	2011	2012	2013	2014	2015	2016	2017
<b>Revenues:</b>								
Property taxes	\$ 116,066,380	\$ 123,657,127	\$ 122,628,089	\$ 125,652,186	\$ 124,306,901	\$ 139,843,801	\$ 150,240,792	\$ 148,366,728
Interest earnings	1,031,376	1,252,868	2,961,498	2,969,885	2,499,065	2,417,150	2,538,693	3,729,300
Other local	15,794,825	17,675,427	18,177,048	19,634,842	22,118,274	20,383,106	23,752,290	28,271,520
State	120,194,081	122,270,861	121,831,384	122,906,323	127,912,802	130,272,185	131,018,890	133,335,013
Federal	22,907,479	25,882,586	20,030,997	21,932,537	21,027,436	21,664,475	22,028,889	21,851,523
Total revenues	275,994,141	290,738,869	285,629,016	293,095,773	297,864,478	314,580,717	329,579,554	335,554,084
<b>Expenditures:</b>								
Current:								
Instruction	125,196,555	131,257,175	135,608,993	142,488,474	147,138,350	148,589,400	156,433,789	156,673,722
Supporting services:								
Students	7,336,484	7,575,667	8,347,281	8,925,363	9,510,956	10,099,532	10,931,039	11,511,907
Instructional staff	11,483,579	12,649,687	11,908,506	10,710,531	11,977,361	11,536,564	16,254,028	17,197,160
District administration	2,272,323	2,086,863	1,999,219	2,013,203	1,862,037	2,377,553	2,408,396	2,507,402
School administration	13,618,836	13,615,074	14,754,707	15,361,909	16,408,467	16,654,114	18,313,983	18,715,088
Central	10,503,447	10,146,693	11,210,661	11,564,452	12,069,592	12,693,640	13,510,173	13,251,568
Operation and maintenance of school buildings	19,819,997	20,911,730	21,550,141	22,305,809	23,711,132	23,180,718	23,770,303	24,087,814
Student transportation	6,027,206	6,175,797	6,768,574	7,243,946	7,506,685	7,520,312	7,702,864	8,253,809
Nutrition services	11,822,097	11,440,473	11,882,888	11,712,329	11,833,616	12,242,509	12,339,288	12,606,849
Non K-12 programs	6,243,956	6,503,320	6,817,804	6,746,259	7,112,915	5,446,155	-	-
Community services	-	-	-	-	-	-	288,934	218,011
Contributions to other governments	-	-	-	-	-	8,764,277	9,978,475	8,329,503
Capital outlay	11,972,731	24,280,558	97,012,971	124,559,760	38,578,065	60,504,410	55,981,848	71,379,961
Debt service:								
Bond principal	17,953,900	16,837,400	19,544,700	19,745,300	17,802,100	15,727,300	15,998,000	16,896,000
Bond interest and fees	7,065,886	6,338,203	9,787,611	9,454,647	11,227,788	11,656,416	12,919,441	11,978,246
Total expenditures	251,316,997	269,818,640	357,194,056	392,831,982	316,739,064	346,992,900	356,830,561	373,607,040
Excess (deficiency) of revenues over (under) expenditures	24,677,144	20,920,229	(71,565,040)	(99,736,209)	(18,874,586)	(32,412,183)	(27,251,007)	(38,052,956)
<b>Other financing sources (uses):</b>								
General obligation bonds issued	-	68,000,000	-	80,000,000	60,000,000	42,000,000	-	-
Premiums on bonds issued	-	1,418,562	-	4,325,856	3,370,164	6,220,563	-	-
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	48,220,563	-	-
<b>Special item - proceeds from sale of property</b>								
Net change in fund balances	24,677,144	90,338,791	(71,565,040)	(15,410,353)	44,791,235	15,808,380	(22,551,007)	(38,052,956)
<b>Fund balances - beginning</b>								
Allocation from Jordan School District	-	128,363,028	237,412,775	165,847,735	150,437,382	195,228,617	211,036,997	188,485,990
<b>Fund balances - ending</b>	\$ 128,363,028	\$ 237,412,775	\$ 165,847,735	\$ 150,437,382	\$ 195,228,617	\$ 211,036,997	\$ 188,485,990	\$ 150,433,034
Debt service as a percentage of noncapital expenditures	10.1%	9.0%	10.8%	10.2%	9.9%	9.1%	9.2%	9.1%

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

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

**CANYONS SCHOOL DISTRICT**  
**Comparative Statements of Revenues, Expenditures, and Changes in Fund Balances -**  
**General Fund**  
Last Eight Fiscal Years and Proposed Budget for 2018

	2010	2011	2012	2013	2014	2015	2016	2017	Proposed Budget 2018
<b>Revenues:</b>									
Property taxes	\$ 58,555,843	\$ 66,652,969	\$ 74,710,870	\$ 78,072,752	\$ 77,051,730	\$ 77,396,259	\$ 85,804,556	\$ 88,822,987	\$ 97,914,380
Interest earnings	374,360	396,624	826,496	1,360,881	1,339,529	1,319,006	1,380,037	2,072,490	1,350,000
Other local	3,802,365	5,063,892	5,589,296	6,886,113	6,302,642	5,688,883	7,947,454	6,261,134	4,693,488
State of Utah	114,154,861	116,189,088	115,282,496	116,576,679	121,490,503	124,341,340	128,843,478	130,201,600	138,689,723
Federal government	17,688,416	19,322,016	13,469,238	15,188,946	14,151,578	14,345,265	15,677,608	15,142,887	16,153,983
Total revenues	194,575,845	207,624,589	209,878,396	218,085,371	220,335,982	223,090,753	239,653,133	242,501,098	258,801,574
<b>Expenditures:</b>									
Current:									
Instruction	118,816,244	124,029,593	127,852,245	134,456,779	136,863,789	138,398,131	146,258,365	146,664,649	163,085,988
Supporting services:									
Students	7,336,484	7,575,667	8,347,281	8,925,363	9,510,956	10,099,532	10,931,039	11,511,907	11,662,306
Instructional staff	11,483,579	12,649,687	11,908,506	10,710,531	11,977,361	11,536,564	16,254,028	17,197,160	17,605,591
District administration	2,272,323	2,086,863	1,999,219	2,013,203	1,862,037	2,377,553	2,408,396	2,507,402	2,752,574
School administration	13,618,836	13,615,074	14,754,707	15,361,909	16,408,467	16,654,114	18,313,983	18,715,088	19,929,735
Central	10,503,447	10,146,693	11,210,661	11,564,452	12,069,592	12,693,640	13,510,173	13,251,568	14,086,833
Operation and maintenance of school buildings	19,819,997	20,911,730	21,550,141	22,305,809	23,711,132	23,180,718	23,770,303	24,087,814	24,880,705
Student transportation	6,027,206	6,175,797	6,768,574	7,243,946	7,506,685	7,520,312	7,702,864	8,253,809	8,755,493
Community	-	-	-	-	-	-	288,934	218,011	309,454
Total expenditures	189,878,116	197,191,104	204,391,334	212,581,992	219,910,019	222,460,564	239,438,085	242,407,408	263,068,679
Excess (deficiency) of revenues over (under) expenditures	4,697,729	10,433,485	5,487,062	5,503,379	425,963	630,189	215,048	93,690	(4,267,105)
<b>Other financing sources (uses):</b>									
Transfers out	-	(169,505)	(255,112)	(305,918)	(478,270)	(387,054)	(177,676)	(153,106)	(196,881)
Net change in fund balances	4,697,729	10,263,980	5,231,950	5,197,461	(52,307)	243,135	37,372	(59,416)	(4,463,986)
<b>Fund balances - beginning</b>	-	39,541,827	64,415,842	69,647,792	74,845,253	74,792,946	75,036,081	75,073,453	75,073,453
Allocation from Jordan School District	34,844,098	14,610,035	-	-	-	-	-	-	-
<b>Fund balances - ending</b>	\$ 39,541,827	\$ 64,415,842	\$ 69,647,792	\$ 74,845,253	\$ 74,792,946	\$ 75,036,081	\$ 75,073,453	\$ 75,014,037	\$ 70,609,467

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

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

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 Eight 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			
2009	\$ 11,117,221,387	\$ 4,401,246,176	\$ 9,654,940	\$ 1,242,302,987	0.007180	\$ 24,484,628,961	68.49%
2010	10,751,382,559	4,379,217,445	7,949,370	1,151,926,036	0.008060	23,814,114,992	68.41%
2011	10,275,805,934	4,408,113,232	9,692,470	1,087,300,520	0.008165	22,984,491,191	68.66%
2012	9,994,248,199	4,435,774,140	8,755,750	1,141,131,445	0.008418	22,981,512,941	67.79%
2013	10,461,528,243	4,677,698,077	9,250,990	1,198,894,376	0.008111	24,189,952,711	67.58%
2014	11,162,655,271	4,810,112,936	10,606,440	1,264,873,596	0.007823	25,670,400,546	67.19%
2015	11,829,923,925	5,261,908,882	10,578,060	1,292,389,077	0.007859	27,357,289,514	67.24%
2016	12,776,653,663	6,067,441,741	9,682,130	1,329,190,923	0.007227	29,904,083,647	67.49%

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

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

\*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 Taxpayers**  
Current Calendar Year and Seven Years Ago

Taxpayer	2016			2009		
	Taxable Value	Rank	Percent of Total Taxable Value	Taxable Value	Rank	Percent of Total Taxable Value
Old Mill Corporate Center	\$ 176,074,800	1	0.89 %	\$ 79,472,300	6	0.49 %
ST Mall Owner, LLC	156,185,800	2	0.79 %	116,801,369	4	0.72 %
Rocky Mountain Power (PacifiCorp)	142,280,250	3	0.72 %	130,146,230	3	0.80 %
HGREIT II Cottonwood Center LLC	129,849,300	4	0.66 %	71,558,820	8	0.44 %
Larry H. Miller Companies	126,661,682	5	0.64 %	147,351,265	1	0.90 %
Becton Dickinson	122,347,989	6	0.62 %	133,778,785	2	0.82 %
Boyer-Gardner Company	117,527,600	7	0.60 %			
Coca Cola Bottling Corp	116,652,600	8	0.59 %			
Questar Gas	96,543,186	9	0.49 %			
Excel Ft. Union LLC	92,846,810	10	0.47 %			
Redevelopment Agency of Midvale				103,194,600	5	0.63 %
Snowbird Ltd				76,230,539	7	0.47 %
CenturyLink, Inc. (Qwest Communications)				66,673,288	9	0.41 %
DDR Corp.				59,297,900	10	0.36 %
	<u>\$ 1,276,970,017</u>		<u>6.49 %</u>	<u>\$ 984,505,096</u>		<u>6.04 %</u>
Total taxable value	\$ 19,680,215,452			\$ 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 Eight Fiscal Years**

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Tax Year	Taxes Levied	Collections			Total Collections to Date	
		In the Year of Levy	Percentage of Levy	In Subsequent Years	Amount	Percentage of Levy
2009	\$ 123,870,539	\$ 116,066,380	93.70%	\$ 4,878,293	\$ 120,944,673	97.64%
2010	128,270,889	123,657,127	96.40%	4,568,571	128,225,698	99.96%
2011	125,220,579	120,535,487	96.26%	3,663,634	124,199,120	99.18%
2012	126,809,112	122,743,569	96.79%	3,041,946	125,785,515	99.19%
2013	128,474,716	124,669,505	97.04%	2,653,322	127,322,827	99.10%
2014	131,221,676	127,676,803	97.30%	2,264,776	129,941,579	99.02%
2015	140,421,316	137,095,865	97.63%	1,684,066	138,779,931	98.83%
2016	142,687,429	139,459,762	97.74%	-	139,459,762	97.74%

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 Eight Fiscal Years

Year Ended June 30,	Outstanding General Obligation Bonds *	Net General Bonded Debt As Percentage of Taxable Value	Net Bonded Debt Per Capita	Net Bonded Debt Per Student **
2010	\$ 154,455,650	0.92%	\$ 814	\$ 4,652
2011	206,608,333	1.27%	1,085	6,196
2012	186,581,954	1.18%	966	5,572
2013	250,687,602	1.61%	1,279	7,483
2014	300,491,591	1.84%	1,510	8,932
2015	330,766,657	1.92%	1,644	9,845
2016	312,441,693	1.70%	1,531	9,483
2017	293,223,191	1.45%	1,419	8,900

\* Includes unamortized deferred amounts for bond premiums

\*\* Based on average daily membership

Source: District records

# CANYONS SCHOOL DISTRICT

## Debt Service Schedule of Outstanding General Obligation Bonds Shared with the Jordan School District

As of June 30, 2017

	2018	2019	2020	2021	2022	Total
Series 2014 Refunding						
Principal	\$ 23,820,000	\$ 23,970,000	\$ 13,385,000	\$ 9,650,000	\$ 9,355,000	\$ 80,180,000
Interest	4,009,000	2,818,000	1,619,500	950,250	467,750	9,864,500
Total	<u>\$ 27,829,000</u>	<u>\$ 26,788,000</u>	<u>\$ 15,004,500</u>	<u>\$ 10,600,250</u>	<u>\$ 9,822,750</u>	<u>\$ 90,044,500</u>
Canyons SD Principal	\$ 11,255,000	\$ 10,775,000	\$ 10,535,000	\$ 9,650,000	\$ 9,355,000	51,570,000
Canyons SD Interest	2,578,500	2,015,750	1,477,000	950,250	467,750	7,489,250
Jordan SD Principal	12,565,000	13,195,000	2,850,000	-	-	28,610,000
Jordan SD Interest	1,430,500	802,250	142,500	-	-	2,375,250
	<u>\$ 27,829,000</u>	<u>\$ 26,788,000</u>	<u>\$ 15,004,500</u>	<u>\$ 10,600,250</u>	<u>\$ 9,822,750</u>	<u>\$ 90,044,500</u>

<b>Bonds Payable Summary</b>	Principal	Interest	Total
Bonds payable, June 30, 2017	\$ 80,180,000	\$ 9,864,500	\$ 90,044,500
Reported by Jordan School District	(28,610,000)	(2,375,250)	(30,985,250)
Reported by Canyons School District	\$ 51,570,000	\$ 7,489,250	\$ 59,059,250

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

**CANYONS SCHOOL DISTRICT**  
**Debt Service Schedule of Outstanding General Obligation Bonds**  
As of June 30, 2017

Year Ending June 30,	Series 2011		Series 2012		
	\$68,000,000		\$80,000,000		
	Principal	Interest	Principal	Interest	
2018	\$ 2,935,000	\$ 2,104,000	\$ 1,375,000	\$ 2,468,938	
2019	3,020,000	2,015,950	1,425,000	2,448,313	
2020	3,110,000	1,925,350	1,500,000	2,426,938	
2021	3,220,000	1,800,950	1,550,000	2,366,938	
2022	3,350,000	1,672,150	1,650,000	2,304,938	
2023	3,485,000	1,538,150	5,350,000	2,238,938	
2024	3,620,000	1,398,750	5,625,000	2,078,438	
2025	3,765,000	1,253,950	5,900,000	1,853,438	
2026	3,920,000	1,103,350	6,150,000	1,676,438	
2027	4,075,000	946,550	6,350,000	1,461,188	
2028	4,240,000	783,550	6,600,000	1,207,188	
2029	4,400,000	608,650	6,850,000	943,188	
2030	4,590,000	421,650	7,050,000	737,688	
2031	4,780,000	215,100	7,325,000	455,688	
2032	-	-	7,550,000	235,938	
	<u>\$ 52,510,000</u>	<u>\$ 17,788,100</u>	<u>\$ 72,250,000</u>	<u>\$ 24,904,195</u>	

Year Ending June 30,	Series 2013		Series 2015		Total
	\$60,000,000		\$42,000,000		
	Principal	Interest	Principal	Interest	
2018	\$ 700,000	\$ 2,333,338	\$ 1,300,000	\$ 1,819,350	\$ 15,035,626
2019	725,000	2,312,338	1,775,000	1,754,350	15,475,951
2020	760,000	2,290,588	1,860,000	1,665,600	15,538,476
2021	790,000	2,252,588	1,950,000	1,572,600	15,503,076
2022	835,000	2,213,088	2,050,000	1,475,100	15,550,276
2023	3,875,000	2,171,338	2,175,000	1,372,600	22,206,026
2024	4,040,000	1,977,588	2,275,000	1,263,850	22,278,626
2025	4,200,000	1,775,588	2,375,000	1,150,100	22,273,076
2026	4,370,000	1,639,088	2,500,000	1,031,350	22,390,226
2027	4,550,000	1,464,288	2,575,000	906,350	22,328,376
2028	4,735,000	1,282,288	2,650,000	777,600	22,275,626
2029	4,930,000	1,092,888	2,725,000	645,100	22,194,826
2030	5,150,000	895,688	2,815,000	536,100	22,196,126
2031	5,375,000	689,688	2,875,000	423,500	22,138,976
2032	5,625,000	474,688	2,975,000	322,875	17,183,501
2033	5,875,000	249,688	6,250,000	218,750	12,593,438
	<u>\$ 56,535,000</u>	<u>\$ 25,114,758</u>	<u>\$ 41,125,000</u>	<u>\$ 16,935,175</u>	<u>\$ 307,162,228</u>

Source: District records

**CANYONS SCHOOL DISTRICT**  
**Direct and Overlapping General Obligation Debt**  
June 30, 2017

Taxing Entity (1)	2016 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)	\$ 141,171,178,097	\$ 19,772,830,487	14.0%	\$ 229,525,000	\$ 32,147,914
Salt Lake County	91,899,101,491	19,390,710,415	21.1%	206,123,714	43,492,103.65
Draper City	5,097,749,072	5,097,749,072	100.0%	4,090,000	4,090,000
Midvale City	2,199,732,877	2,199,732,877	100.0%	1,130,000	1,130,000
Cottonwood Heights Parks and Recreation Service Area	2,170,775,624	2,170,775,624	100.0%	4,120,000	4,120,000
Sandy Suburban Improvement District	3,551,271,836	3,551,271,836	100.0%	8,130,000	8,130,000
Total overlapping general obligation debt					93,110,018
Direct:					
General obligation debt					273,990,000
Deferred amounts for bond premiums					19,233,191
Total direct debt					293,223,191
Total direct and overlapping general obligation debt					<u>\$ 386,333,209</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 2016

**CANYONS SCHOOL DISTRICT**  
**Legal Debt Margin Information**  
Last Eight Tax Years

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

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

(2) Includes unamortized deferred amounts for bond premiums.

Source: District records



**CANYONS SCHOOL DISTRICT**  
**Demographic and Economic Statistics**  
 Last Eight Fiscal Years

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

\* 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 2017.

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

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

Employer *	2016				2009			
	Number of Employees	Rank	Percent of District's Total Estimated Population	Percent of District's Total Estimated Workforce	Number of Employees	Rank	Percent of District's Total Estimated Population	Percent of District's Total Estimated Workforce
Intermountain Healthcare	5,000	1	2.6%	3.7%	5,000	1	2.6%	3.8%
Canyons School District	5,000	2	2.6%	3.7%	5,000	2	2.6%	3.8%
Wal-Mart Stores	2,000	3	1.0%	1.5%	2,000	3	1.1%	1.5%
Smith's Food Stores	1,500	4	0.8%	1.1%	1,500	4	0.8%	1.1%
Jet Blue Airways Corporation	1,500	5	0.8%	1.1%				
Utah State Prison	1,500	6	0.8%	1.1%	1,500	5	0.8%	1.1%
eBay	1,500	7	0.8%	1.1%	1,500	6	0.8%	1.1%
Snowbird Corporation	1,500	8	0.8%	1.1%				
General Dynamics	1,400	9	0.7%	1.0%				
Becton Dickinson	1,000	10	0.5%	0.7%	1,000	10	0.5%	0.8%
1-800 Contacts					1,000	9	0.5%	0.8%
ACS Business Solutions					1,500	7	0.8%	1.1%
Coca-Cola					1,000	8	0.5%	0.8%
Totals	21,900		11.4%	16.1%	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 Eight Fiscal Years

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

Source: District records - contract employees only

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

Function:	2010	2011	2012	2013	2014	2015	2016	2017
Instruction	\$ 148,539,711 59.66%	\$ 156,986,377 60.39%	\$ 160,383,775 59.53%	\$ 175,359,995 61.07%	\$ 176,722,124 60.02%	\$ 170,720,170 58.26%	\$ 181,436,410 58.29%	\$ 186,467,728 58.55%
Support services:								
Students	7,390,809 2.97%	7,723,388 2.97%	8,433,794 3.13%	9,089,873 3.17%	9,744,940 3.31%	9,986,468 3.41%	11,008,439 3.54%	11,793,573 3.70%
Instructional staff	11,709,415 4.70%	12,969,300 4.99%	12,187,116 4.52%	10,984,333 3.83%	12,170,323 4.13%	11,499,804 3.92%	16,248,963 5.22%	17,539,626 5.51%
District administration	2,334,128 0.94%	2,254,582 0.87%	2,119,628 0.79%	2,799,252 0.97%	2,386,958 0.81%	2,760,688 0.94%	2,466,002 0.79%	2,672,412 0.84%
School administration	13,773,164 5.53%	13,944,188 5.36%	14,976,976 5.56%	15,769,736 5.49%	16,888,958 5.74%	16,610,365 5.67%	18,506,081 5.95%	19,303,709 6.06%
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%	12,325,943 4.21%	13,414,345 4.31%	13,294,303 4.17%
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%	23,415,762 7.99%	24,470,385 7.86%	25,283,368 7.94%
Student transportation	7,138,925 2.87%	7,475,764 2.88%	8,139,130 3.02%	8,725,403 3.04%	9,062,643 3.08%	8,673,079 2.96%	9,047,092 2.91%	9,642,728 3.03%
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%	12,910,906 4.41%	13,251,932 4.26%	13,694,604 4.30%
Contributions to other governments	- 0.00%	- 0.00%	- 0.00%	- 0.00%	- 0.00%	8,764,277 2.99%	9,978,475 3.21%	8,329,503 2.62%
Community services	- 0.00%	- 0.00%	- 0.00%	- 0.00%	- 0.00%	- 0.00%	291,441 0.09%	221,366 0.07%
Non K-12 programs	6,301,400 2.53%	6,652,431 2.56%	6,905,505 2.56%	6,785,693 2.36%	7,155,707 2.43%	5,296,554 1.81%	- 0.00%	- 0.00%
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%	10,091,030 3.44%	11,158,159 3.58%	10,212,199 3.21%
Total expenses	\$ 248,983,348	\$ 259,952,047	\$ 269,431,946	\$ 287,131,691	\$ 294,440,490	\$ 293,055,046	\$ 311,277,724	\$ 318,455,119
Average Daily Membership	33,202	33,343	33,483	33,500	33,644	33,598	33,069	32,946
Average Expenses Per Pupil	\$ 7,499	\$ 7,796	\$ 8,047	\$ 8,571	\$ 8,752	\$ 8,722	\$ 9,413	\$ 9,666

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

Function:	2010	2011	2012	2013	2014	2015	2016	2017
Instruction	\$ 4,474	\$ 4,708	\$ 4,790	\$ 5,235	\$ 5,253	\$ 5,081	\$ 5,487	\$ 5,660
Support services:	59.66%	60.39%	59.53%	61.07%	60.02%	58.26%	58.29%	58.55%
Students	223	232	252	271	290	297	333	358
	2.97%	2.97%	3.13%	3.17%	3.31%	3.41%	3.54%	3.70%
Instructional staff	353	389	364	328	362	342	491	532
	4.70%	4.99%	4.52%	3.83%	4.13%	3.92%	5.22%	5.51%
District administration	70	68	63	84	71	82	75	81
	0.94%	0.87%	0.79%	0.97%	0.81%	0.94%	0.79%	0.84%
School administration	415	418	447	471	502	494	560	586
	5.53%	5.36%	5.56%	5.49%	5.74%	5.67%	5.95%	6.06%
Central	340	335	362	370	360	367	406	404
	4.54%	4.29%	4.50%	4.31%	4.11%	4.21%	4.31%	4.17%
Operation and maintenance of school buildings	612	647	656	697	734	697	740	767
	8.16%	8.30%	8.15%	8.13%	8.39%	7.99%	7.86%	7.94%
Student transportation	215	224	243	260	269	258	274	293
	2.87%	2.88%	3.02%	3.04%	3.08%	2.96%	2.91%	3.03%
Nutrition services	374	366	375	378	384	384	401	416
	4.98%	4.69%	4.66%	4.42%	4.39%	4.41%	4.26%	4.30%
Contributions to other governments	-	-	-	-	-	261	302	253
	0.00%	0.00%	0.00%	0.00%	0.00%	2.99%	3.21%	2.62%
Community services	-	-	-	-	-	-	9	7
	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.09%	0.07%
Non K-12 programs	190	200	206	203	213	158	-	-
	2.53%	2.56%	2.56%	2.36%	2.43%	1.81%	0.00%	0.00%
Interest on long-term liabilities	234	210	288	275	314	300	337	310
	3.12%	2.69%	3.58%	3.21%	3.59%	3.44%	3.58%	3.21%
Total expenses	\$ 7,499	\$ 7,796	\$ 8,047	\$ 8,571	\$ 8,752	\$ 8,722	\$ 9,413	\$ 9,666
Average Daily Membership	33,202	33,343	33,483	33,500	33,644	33,598	33,069	32,946

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

Function:	2010	2011	2012	2013	2014	2015	2016	2017
Instruction	\$ 118,816,244 62.58%	\$ 124,029,593 62.90%	\$ 127,852,245 62.55%	\$ 134,456,779 63.25%	\$ 136,863,789 62.24%	\$ 138,398,131 62.21%	\$ 146,258,365 61.08%	\$ 146,664,649 60.50%
Support services:								
Students	7,336,484 3.86%	7,575,667 3.84%	8,347,281 4.08%	8,925,363 4.20%	9,510,956 4.32%	10,099,532 4.54%	10,931,039 4.57%	11,511,907 4.75%
Instructional staff	11,483,579 6.05%	12,649,687 6.41%	11,908,506 5.83%	10,710,531 5.04%	11,977,361 5.45%	11,536,564 5.19%	16,254,028 6.79%	17,197,160 7.09%
District administration	2,272,323 1.20%	2,086,863 1.06%	1,999,219 0.98%	2,013,203 0.95%	1,862,037 0.85%	2,377,553 1.07%	2,408,396 1.01%	2,507,402 1.03%
School administration	13,618,836 7.17%	13,615,074 6.90%	14,754,707 7.22%	15,361,909 7.23%	16,408,467 7.46%	16,654,114 7.49%	18,313,983 7.65%	18,715,088 7.72%
Central	10,503,447 5.53%	10,146,693 5.15%	11,210,661 5.48%	11,564,452 5.44%	12,069,592 5.49%	12,693,640 5.71%	13,510,173 5.64%	13,251,568 5.47%
Operation and maintenance of school buildings	19,819,997 10.44%	20,911,730 10.60%	21,550,141 10.54%	22,305,809 10.49%	23,711,132 10.78%	23,180,718 10.42%	23,770,303 9.93%	24,087,814 9.94%
Student transportation	6,027,206 3.17%	6,175,797 3.13%	6,768,574 3.31%	7,243,946 3.41%	7,506,685 3.41%	7,520,312 3.38%	7,702,864 3.22%	8,253,809 3.40%
Community services	-	-	-	-	-	-	288,934 0.12%	218,011 0.09%
Total expenditures	\$ 189,878,116	\$ 197,191,104	\$ 204,391,334	\$ 212,581,992	\$ 219,910,019	\$ 222,460,564	\$ 239,438,085	\$ 242,407,408
Average Daily Membership	33,202	33,343	33,483	33,500	33,644	33,598	33,069	32,946
Average Expenditures Per Pupil	\$ 5,719	\$ 5,914	\$ 6,104	\$ 6,346	\$ 6,536	\$ 6,621	\$ 7,241	\$ 7,358

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

Function:	2010	2011	2012	2013	2014	2015	2016	2017
Instruction	\$ 3,579 62.58%	\$ 3,721 62.90%	\$ 3,817 62.55%	\$ 4,014 63.25%	\$ 4,067 62.24%	\$ 4,117 62.21%	\$ 4,422 61.08%	\$ 4,453 60.50%
Support services:								
Students	221 3.86%	227 3.84%	249 4.08%	266 4.20%	282 4.32%	301 4.54%	331 4.57%	349 4.75%
Instructional staff	346 6.05%	379 6.41%	356 5.83%	320 5.04%	356 5.45%	344 5.19%	492 6.79%	522 7.09%
District administration	68 1.20%	63 1.06%	60 0.98%	60 0.95%	56 0.85%	71 1.07%	73 1.01%	76 1.03%
School administration	410 7.17%	408 6.90%	441 7.22%	459 7.23%	488 7.46%	496 7.49%	554 7.65%	568 7.72%
Central	316 5.53%	304 5.15%	335 5.48%	345 5.44%	359 5.49%	378 5.71%	408 5.64%	402 5.47%
Operation and maintenance of school buildings	597 10.44%	627 10.60%	644 10.54%	666 10.49%	705 10.78%	690 10.42%	719 9.93%	731 9.94%
Student transportation	182 3.17%	185 3.13%	202 3.31%	216 3.41%	223 3.41%	224 3.38%	233 3.22%	250 3.40%
Community services	- -	- -	- -	- -	- -	- -	9 0.12%	7 0.09%
Total expenditures	\$ 5,719	\$ 5,914	\$ 6,104	\$ 6,346	\$ 6,536	\$ 6,621	\$ 7,241	\$ 7,358
Average Daily Membership	33,202	33,343	33,483	33,500	33,644	33,598	33,069	32,946

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

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<b>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
2015	33,598	31,800	94.65%	33,676
2016	33,069	31,983	96.72%	33,899
2017	32,946	31,949	96.97%	34,017

Source: District records



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

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
Alta*	716	753	815	721	787	794	535	419	365	515
Brighton*	622	645	570	613	565	579	562	546	483	573
Corner Canyon***	-	-	-	-	-	-	257	391	490	680
Hillcrest*	405	386	435	422	368	444	480	423	429	426
Jordan*	523	527	478	478	507	491	510	473	433	486
Diamond Ridge****	-	-	-	-	-	-	-	-	15	39
Entrada**	-	-	254	145	104	136	78	140	69	37
South Park**	-	-	331	378	338	358	276	241	107	106
Total	<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>2,698</u>	<u>2,633</u>	<u>2,391</u>	<u>2,862</u>

\*Graduates for these traditional schools are comparable to when these schools were in the former Jordan School District (JSD), 2008-2009.

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

\*\*\*Corner Canyon opened in 2014.

\*\*\*\*Diamond Ridge opened in 2016

Source: District records

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

	2010	2011	2012	2013	2014**	2015	2016	2017
<b>Buildings:</b>								
<b>Elementary:</b>								
Number	29	29	29	29	29	29	29	29
Square feet	1,805,833	1,805,833	1,805,833	1,844,813	1,844,777	1,844,777	1,849,736	1,872,516
Capacity	19,509	19,509	19,509	20,375	20,375	19,215	19,215	19,390
Enrollment	17,958	18,108	18,208	18,295	15,488	15,389	15,465	15,312
<b>Middle Schools:</b>								
Number	8	8	8	8	8	8	8	8
Square feet	1,267,103	1,267,103	1,267,103	1,290,263	1,304,281	1,304,281	1,347,426	1,351,296
Capacity	10,565	10,565	10,565	10,450	9,418	9,506	9,506	9,776
Enrollment	7,499	7,403	7,441	7,491	7,762	7,723	7,800	7,826
<b>High Schools:</b>								
Number	4	4	4	4	5	5	5	5
Square feet	1,372,991	1,372,991	1,372,991	1,372,991	1,748,503	1,748,503	1,748,503	1,748,503
Capacity	9,321	9,321	9,321	9,321	12,431	11,553	11,553	11,553
Enrollment	7,592	7,725	7,624	7,624	10,178	10,355	10,424	10,597
<b>Special Schools:</b>								
Number	3	3	4	4	4	4	2	2
Square feet	148,569	148,569	147,719	136,757	136,757	136,757	136,757	136,757
Capacity *								
Enrollment	135	233	217	220	249	209	210	282
<b>Total School Buildings:</b>								
Square feet	44	44	45	45	46	46	44	44
Capacity	4,594,496	4,594,496	4,593,646	4,644,824	5,034,318	5,034,318	5,082,422	5,109,072
Enrollment	39,395	39,395	39,395	40,146	42,224	40,274	40,274	40,719
	33,184	33,469	33,490	33,630	33,677	33,676	33,899	34,017
<b>Other Buildings:</b>								
Number	7	6	6	5	6	5	7	7
Square feet	397,990	336,950	336,950	340,426	340,426	340,426	251,505	251,505
<b>Acres of Land</b>	784	784	784	794	794	794	770	784
<b>Number of Portables</b>	82	82	88	91	81	82	82	85
<b>Number of Vehicles</b>	289	329	346	345	338	347	329	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>
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	45,522	20,536	66,058	74,028
2015	33,215	62,571	46,453	27,722	74,175	76,664
2016	33,998	64,147	47,596	29,077	76,673	76,243
2017	34,334	66,323	N/A	N/A	N/A	N/A

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

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

N/A - The 2017 numbers were not available when this schedule was prepared.

Note 1 - Data from 2008-2009 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	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Kindergarten	44.0	44.0	44.0	44.0	44.0	44.0	44.0	44.0	44.0	44.0
1	22.3	22.3	22.3	22.3	22.3	22.3	22.3	22.3	22.3	22.3
2	22.3	22.3	22.3	22.3	22.3	22.3	22.3	22.3	22.3	22.3
3	22.3	22.3	22.3	22.3	22.3	22.3	22.3	22.3	22.3	22.3
4	26.3	26.3	26.3	26.3	26.3	26.3	26.3	26.3	26.3	26.3
5	26.3	26.3	26.3	26.3	26.3	26.3	26.3	26.3	26.3	26.3
6	26.3	26.3	26.3	26.3	26.3	26.3	26.3	26.3	26.3	26.3
7	27.3	27.3	27.3	27.3	27.3	27.3	27.3	27.3	27.3	27.3
8	27.3	27.3	27.3	27.3	27.3	27.3	27.3	27.3	27.3	27.3
9	28.3	28.3	28.3	28.3	28.3	28.3	28.3	28.3	25.3	25.3
10	28.3	28.3	28.3	28.3	28.3	28.3	28.3	28.3	28.3	28.3
11	28.3	28.3	28.3	28.3	28.3	28.3	28.3	28.3	28.3	28.3
12	28.3	28.3	28.3	28.3	28.3	28.3	28.3	28.3	28.3	28.3

Note - Data from 2008 - 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 Eight Fiscal Years

	2010	2011	2012	2013	2014	2015	2016	2017
Participating schools:								
Lunch	43	43	43	43	44	43	44	44
Breakfast	25	25	25	26	30	33	36	37
Student lunches served:								
Free	944,856	1,028,671	1,129,915	1,090,227	1,040,685	1,041,709	1,034,851	1,037,271
Reduced	217,170	211,707	219,019	204,531	183,443	183,443	190,927	158,665
Fully paid	2,179,799	1,999,634	1,990,611	1,712,160	1,614,055	1,648,908	1,666,635	1,644,115
Total	3,341,825	3,240,012	3,339,545	3,006,918	2,838,191	2,874,060	2,892,413	2,840,051
Student breakfasts served:								
Free	230,401	243,532	275,848	260,808	261,970	313,316	443,942	434,835
Reduced	27,922	24,960	26,102	19,918	22,264	31,820	55,369	45,072
Fully paid	74,021	63,926	67,336	54,474	63,393	84,961	158,914	166,115
Total	332,344	332,418	369,286	335,200	347,627	430,097	658,225	646,022
Percentage of free/reduced/fully paid lunch:								
Free	28.27%	31.75%	33.83%	36.26%	36.67%	36.25%	35.78%	36.52%
Reduced	6.50%	6.53%	6.56%	6.80%	6.46%	6.38%	6.60%	5.59%
Fully paid	65.23%	61.72%	59.61%	56.94%	56.87%	57.37%	57.62%	57.89%
Percentage of free/reduced fully paid breakfast:								
Free	69.33%	73.26%	74.70%	77.81%	75.36%	72.85%	67.45%	67.31%
Reduced	8.40%	7.51%	7.07%	5.94%	6.40%	7.40%	8.41%	6.98%
Fully paid	22.27%	19.23%	18.23%	16.25%	18.24%	19.75%	24.14%	25.71%
Average daily participation:								
Lunch	18,774	18,514	18,761	16,893	15,945	16,146	16,250	15,955
Breakfast	1,867	1,900	2,075	1,883	1,953	2,416	3,698	3,629
Average daily membership	33,202	33,343	33,483	33,500	33,644	33,598	33,069	32,946
Percentage participating in school lunch/breakfast								
Lunch	56.55%	55.53%	56.03%	50.43%	47.39%	48.06%	49.14%	48.43%
Breakfast	5.62%	5.70%	6.20%	5.62%	5.80%	7.19%	11.18%	11.02%

Source: District records