

SALT LAKE CITY SCHOOL DISTRICT

440 EAST 100 SOUTH SALT LAKE CITY, UTAH 84111-1898

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Year Ended June 30, 2017

PREPARED BY THE OFFICE OF THE
BUSINESS ADMINISTRATOR

Janet M. Roberts, Business Administrator
Alan T. Kearsley, CPA, Director of Finance

SALT LAKE CITY SCHOOL DISTRICT

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November 27, 2017

Members of the Board of Education, and
Citizens of the Salt Lake City School District:

The Comprehensive Annual Financial Report of the Salt Lake City School District for the fiscal year ended June 30, 2017 is submitted herewith.

State 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 and is comprehensive to include all governmental departments, public authorities or other governmental organizations for which the Salt Lake City School District is financially accountable.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal controls that it has established for this purpose. Because the cost of internal controls should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

Squire & Company, PC, a firm of licensed certified public accountants, has audited the District's financial statements. The goal of the independent audit was to provide reasonable assurance that the financial statements of the District for the fiscal year ended June 30, 2017 are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the District's financial statements for the year ended June 30, 2017 are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

As a recipient of federal funding, the District's independent audit of the financial statements becomes a part of a broader, federally mandated "Single Audit" designed to meet the specific needs of federal grantor agencies. The standards governing a Single Audit require the independent auditor to report not only on the fair presentation of the financial statements, but also on the District's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal funds.

As a recipient of state funding, the District was also subject to and underwent a state compliance audit, the purpose of which is to examine compliance with applicable state laws and regulations.

The Single Audit and state compliance audit reports are issued as separate documents.

Accounting principles generally accepted in the United States of America require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of

management's discussion and analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in connection with it. The District's MD&A can be found immediately following the report of the independent auditor.

District Profile

The District was created by Article X, Section 6 of the Constitution of the state of Utah, which was passed by a vote of the people on the first Tuesday of November 1875 and accepted by the United States Government on January 4, 1896. The District is a legally separate entity possessing all rights and privileges accorded to political subdivisions in the State of Utah. The District is fiscally independent and is governed by a Board of Education that is comprised of seven elected board members. The Board establishes District policies, determines its own budget, levies taxes, incurs bonded debt, and is independent of any other unit of local government.

The major purpose of the District is to provide public education for the 23,726 students in kindergarten through twelfth grade living within the boundaries of Salt Lake City, which are part of a total population of approximately 194,000 citizens. In accomplishing this goal, the District operates 39 schools comprised of 5 high schools, 5 intermediate schools, 27 elementary schools and 2 charter schools. Additionally, the District operates several other educational programs. These include community schools, adult education opportunities, and many programs for at-risk and disabled students, along with programs for highly-motivated students. The average age of the District's 45 buildings is about 27 years.

Component Units

The Salt Lake Education Foundation (Foundation) is a discretely presented component unit of the District; the Foundation is a legally separate entity established to support the District. The Foundation's financial data is presented as a separate column on the government-wide financial statements of the District. The Municipal Building Authority (Building Authority) of Salt Lake City School District is a blended component unit established to support the District. There are no other units of government that are dependent on the District.

Budget Controls

The District adopts an annual budget for all governmental funds, which covers all revenues and expenditures of these funds. This budget acts as the operating plan for the fiscal year and is revised as necessary, following the requirements of Board policies and state law. Revisions may be made during the year authorizing a larger total appropriation of available resources after a public hearing and approval of the Board. A balanced budget by fund is required. The District may not make an appropriation that is in excess of its estimated revenue and estimated fund balances available from a previous year.

The level at which expenditures may not exceed appropriations has been interpreted by the State Superintendent of Public Instruction to be the total budget of a given fund.

Local Economy

The District receives almost one-half of general fund revenues from state sources. The majority of the state funds for education are derived from income taxes. As reported by the Utah Department of Workforce Services, the unemployment rate for Utah as of June 2017 was 3.4% as compared to a national rate of 4.4%. During the last year, the State added 49,200 jobs for a percentage change of 3.4%. The economy of Salt Lake City School District largely mimics that of the State of Utah as a whole.

Utah continues to see growth in tax revenues available for allocation to education. The Governor's Office of Planning and Budget Utah Key Economic Performance Indicators updated as of August 2017 reports that eight of Utah's ten private industrial sectors posted employment growth over the last 12 months. In addition, the report states: *"Continuing economic improvement led to growth in unrestricted General Fund and Education Fund revenue collections of 4.5% in FY 17. The current forecast anticipates moderate growth of 5.6% in FY17."*

Approximately \$13 million in new one-time (including the FY16 surplus) and \$372 million in ongoing revenue was available for appropriation in the 2017 General Session”.

The District’s projected enrollment for the next year is anticipated to show a decrease of 599 students, bringing enrollment to 23,127 students. The 2017 legislature increased the value of the weighted pupil unit (WPU) \$127, or 4% for the 2018 fiscal year. The WPU is the State’s main funding vehicle for the regular school program.

The approved tax rate for the 2017 calendar year is 0.005748, down from 0.006180 for the 2016 year. This tax rate includes a Capital Local Levy set to recapture revenues because of the sun setting of legislative equalization tax policy. The Basic rate has decreased because of increased assessed valuations.

Long-term Financial Planning

To help keep interest costs at a minimum, the District applies to Moody’s Rating Services, Inc. for ratings on impending bond issues. The District enjoys an Aaa rating, the highest granted by Moody’s on general obligation bonds. The District also applies to Fitch Ratings. Fitch has rated all general obligation debt of the District at AAA, the highest granted by Fitch. These ratings were affirmed by Fitch in December of 2016. As of June 30, 2017, the District’s unused legal debt capacity is approximately \$1,223.8 million.

Major Initiatives

A five-year Student Achievement Plan guides the District. This plan identifies several “Essentials”. Within these Essentials objectives, action steps, timelines and measures or outcomes are identified. Each Essential is driven by an over-arching goal. This plan contains the guiding values which determine where the District allocates financial resources in order to best meet the stated goals. These Essentials and the corresponding goals are as follows:

Assessment and Evaluation – Delivering traditional and computer-based assessments and leveraging state-of-the-art technology to provide immediate feedback. Results are provided to students, parents, teachers, and schools to support decision making for educational goal attainment.

Curriculum – The goals, the methods, and the materials used for teaching and learning. The purpose of the curriculum is to enable each student to be a successful learner, a confident individual, a responsible citizen and an effective contributor.

Instruction – The practices and classroom strategies teachers use to support students in meeting the standards identified for learning. Quality instruction integrates innovative and research-proven teaching strategies, learning technologies, and real world contexts to engage students in relevant, rigorous learning

Communication and Community Engagement – Communication among all stakeholders within the school district and throughout the community is clear, accurate, consistent, and uses a variety of methods to reach the appropriate audience. Good communication builds trust inside and outside the district and encourages businesses, community groups, local leaders, and other to support our educational vision and mission.

Early Childhood – Early childhood education provides a strong start in life for young children, birth to age 5, and their families, supporting optimal development in the early years and a foundation for success in school and throughout life. Early childhood education supports enriched learning experiences for all families and young children and establishes ongoing partnerships with parents.

Educational Equity and Advocacy – Raising the achievement of all students while narrowing the gaps between the highest and lowest performing students, and eliminating the racial predictability and disproportionality of which student groups occupy the highest and lowest achievement categories.

Family and School Collaboration – Families and schools engaged as partners in supporting and advocating for students. Maximizing on skills, strengths and interests, families are active participants in the school community and work collaboratively to promote social, emotional and academic growth.

Student Success – Providing opportunities for students to engage and connect to activities and school. Ensuring graduation credit is earned and career pathways explored. Student success is at the core of our work. Individual planning and building relationships with every student is critical. It is imperative for students to feel safe and supported.

During the 2016-17 fiscal year, the District neared completion of the reconstruction project for Liberty Elementary School. This reconstructed school was completed and ready to accept students for the 2017-18 school year. The reconstruction of Meadowlark Elementary will begin in 2017-18 and is scheduled to be completed in time for the 2019-20 school year. Because of careful planning, the District is able to fund these projects with cash reserves and no new debt.

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting (the Certificate of Achievement) to the Salt Lake City School District for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2016. The District has received certificates continuously for forty years. In order to receive a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to Certificate of Achievement Program requirements, and we are submitting this report to GFOA to determine its eligibility for another certificate.

The Association of School Business Officials (ASBO) has awarded its Certificate of Excellence to the Salt Lake City School District. This award certifies that the annual financial report for the year ended June 30, 2016, substantially conforms to the principles and standards of financial reporting as recommended and adopted by the Association of School Business Officials of the United States and Canada. The District has received certificates continuously for thirty-eight years. The District believes that the 2017 annual report, which will be submitted to ASBO for an annual review, also conforms to these principles and standards.

Acknowledgement

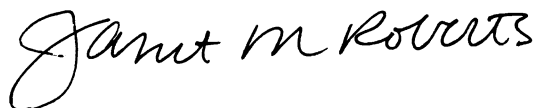
Many individuals helped in preparing this report, including members of the various business departments. We express our appreciation to Alan Kearsley, CPA, Director of Finance; Jason Mott, CPA, Senior Accountant; and Cynthia Done, CPA, Senior Accountant for the major effort in closing the year and making sure that this report was prepared in a timely manner.

Special thanks go to members of the Board of Education for their continuing support and concern for the financial affairs of the District.

Respectfully submitted,



Dr. Alexa Cunningham,
Superintendent of Schools



Janet M. Roberts,
Business Administrator



Government Finance Officers Association

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

Presented to

**Salt Lake City 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. Enen". The signature is written in a cursive, flowing style.

Executive Director/CEO



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

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

Salt Lake City 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.



A handwritten signature in black ink, appearing to read 'Anthony N. Dragona'.

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

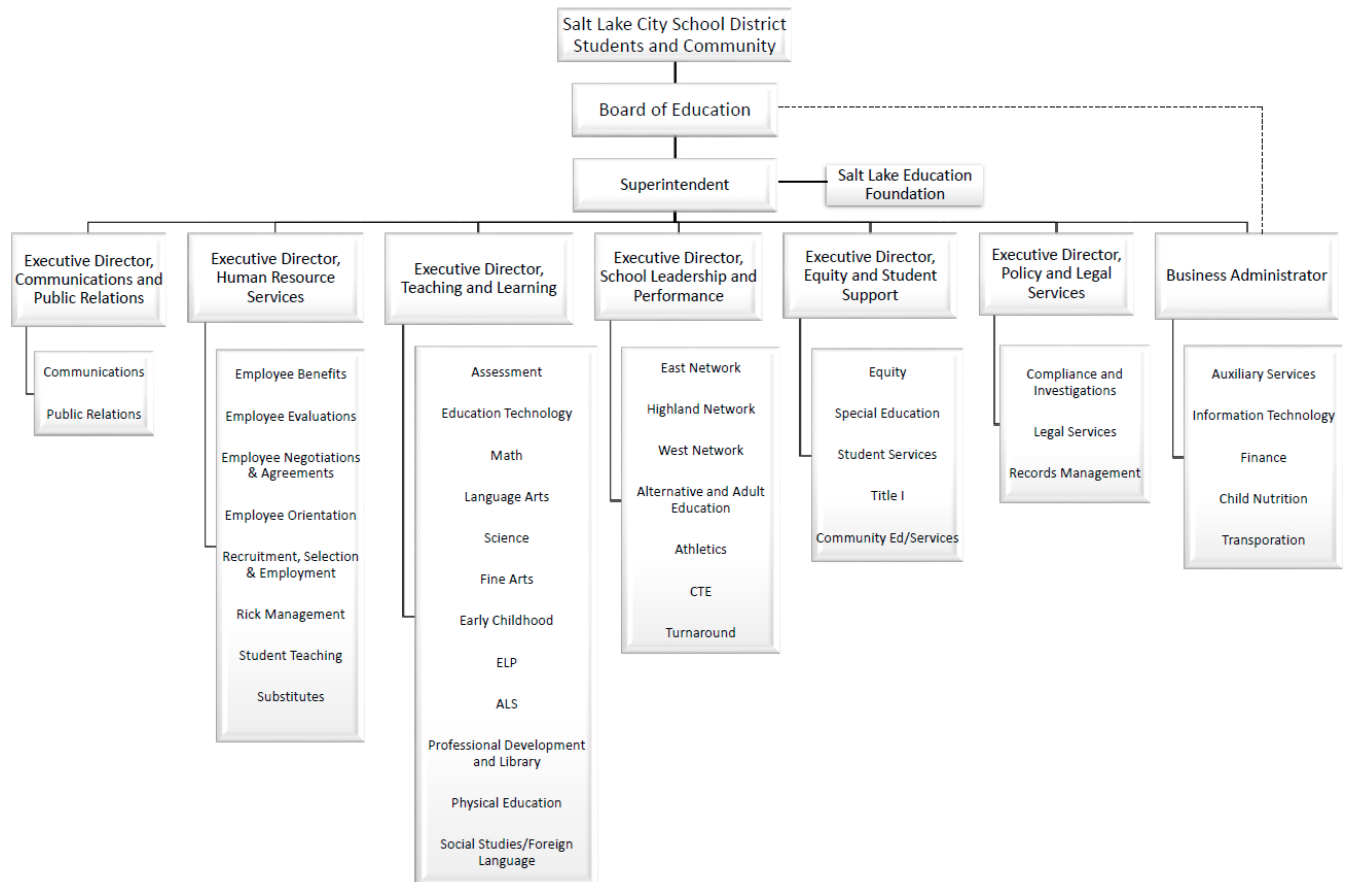
A handwritten signature in black ink, appearing to read 'John D. Musso'.

John D. Musso, CAE, RSBA
Executive Director

ADMINISTRATIVE ORGANIZATIONAL CHART

Salt Lake City School District

The Board of Education appoints a Superintendent and a Business Administrator whose duties and responsibilities are to some extent prescribed by Utah State Statutes. The following is an organizational chart for district administration.



Salt Lake City School District

Members of the Board of Education

The Board of Education is comprised of seven individuals elected by precinct in a general election. Board members serve four-year terms and the terms are staggered so that not more than four board members are elected in any one election. There is also a non-voting student member of the Board who is appointed by the elected members after a recommendation by high school students.

Heather Bennett, President	Precinct Number Five
Katherine Kennedy, Vice President	Precinct Number Three
Tiffany Sandberg	Precinct Number One
Michael J. Nemelka	Precinct Number Two
Rosemary Emery	Precinct Number Four
Melissa Ford	Precinct Number Six
Kristi Swett.....	Precinct Number Seven
Alexandrea Vasquez.....	Student Board Member

Dr. Alexa Cunningham.....	Superintendent of Schools
Janet M. Roberts.....	Business Administrator

Placeholder for
auditor's report

Placeholder for
auditor's report

Placeholder for
auditor's report

Management's Discussion and Analysis

This section of Salt Lake School District's (the District) comprehensive annual financial report presents management's discussion and analysis of the District's financial performance during the year ended June 30, 2017. Please read it in conjunction with the transmittal letter found on pages 1 through 4 of this report and the District's basic financial statements, which follow this section.

Financial Highlights

- The District's total assets and deferred outflows of resources exceeded total liabilities and deferred inflows of resources by \$287.4 million at the close of the most recent fiscal year.
- During the year, expenses were \$13.0 million less than the \$286.0 million generated in taxes and other revenues for governmental activities. This was a decrease from last year, when expenses were less than revenues by \$17.8 million.
- Student enrollment decreased by 485 students to a total of 23,726 students for fiscal 2017. The value of the State's Weighted Pupil Unit (WPU) increased by \$92 or 3.0%. Total state aid increased by \$2.8 million.
- Federal aid decreased by \$0.2 million mainly due to federal funding reductions and expiring programs.
- The District recognizes a liability for its proportionate share of unfunded obligations of defined benefit pension plans administered by the Utah Retirement Systems.

Overview of the Financial Statements

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

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

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

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

The government-wide financial statements include not only the District itself (known as the *primary government*), but also a legally separate education foundation for which the District is financially accountable. Financial information for the component unit is reported separately from the financial information presented for the primary government itself. The Municipal Building Authority, although also legally separate, 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 22 and 23 of this report.

Fund financial statements. A *fund* is a group of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided 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*, the *capital projects fund*, and the *pass-through taxes fund*, each of which are considered to be major funds. Data from the other three governmental funds are combined into a single, aggregated presentation. Individual fund data for each governmental fund is provided in the form of *combining and individual fund statements and schedules* elsewhere in this report.

The District adopts an annual appropriated budget for its *general fund*. A budgetary comparison statement has been provided for the *general fund* to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 24 to 29 of this report.

- **Proprietary funds.** *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the District's various functions. The District uses four internal service funds to account for services provided to all the other funds of the District: distribution services, printing and graphics, technical services, and employee benefits. The internal service funds have been included within *governmental activities* in the government-wide financial statements.

The four internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of *combining statements* elsewhere in this report. The basic proprietary fund financial statements can be found on pages 30 to 32 of this report.

Notes to basic financial statements. The notes provide additional information that is essential for a full understanding of the data provided in the government-wide and fund financial statements. The notes to basic financial statements can be found on pages 33 to 55 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents required supplementary information concerning the District's proportionate share of the net pension liability (asset) and District contributions to the retirement plans administered by the Utah Retirement Systems. Required supplementary information can be found on pages 58 to 60 of this report. The combining statements referred to earlier in connection with nonmajor governmental funds and internal service funds are presented immediately following the required supplementary information section of basic financial statements. Combining and individual fund statements and schedules can be found on pages 63 to 77 of this report.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the District, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$287.4 million at the close of the most recent fiscal year.

SALT LAKE SCHOOL DISTRICT'S Net Position

(in millions of dollars)

June 30, 2017 and 2016

	Governmental activities		Total change
	2017	2016	2017-16
Current and other assets	\$ 288.5	\$ 292.7	\$ (4.2)
Capital assets	316.0	311.8	4.2
Total assets	604.5	604.5	-
Deferred outflows of resources	52.9	47.8	5.1
Current and other liabilities	30.2	28.1	2.1
Long-term liabilities outstanding	193.5	199.3	(5.8)
Total liabilities	223.7	227.4	(3.7)
Deferred inflows of resources	146.3	150.5	(4.2)
Net position:			
Net investment in capital assets	260.7	249.3	11.4
Restricted	49.4	51.5	(2.1)
Unrestricted	(22.7)	(26.4)	3.7
Total net position, as restated	\$ 287.4	\$ 274.4	\$ 13.0

- The largest portion of the District's net position (\$260.7 million or 90.7%) reflects its investment in capital assets (e.g., sites, buildings, equipment and vehicles net of accumulated depreciation), less any related debt 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 (\$49.4 million or 17.2%) represents resources that are subject to external restrictions on how they may be used. The majority of the restricted balance is for capital projects.
- The remaining net position (a deficit of \$22.7 million) is unrestricted. This balance includes the District's proportionate share of the unfunded obligation of the defined benefit pension plans administered by the Utah Retirement Systems. This liability is recognized in accordance with accounting and reporting standards. The existence of an unrestricted net position deficit indicates the District's overall economic net position, but it does not necessarily reflect positively or negatively on the District's ability to meet its obligations as they come due.

The District's net position increased by \$13.0 million during the current year. The following discussion and analysis on governmental activities focuses on this increase:

SALT LAKE CITY SCHOOL DISTRICT'S Changes in Net Position

(in millions of dollars)

Years Ended June 30, 2017 and 2016

	<u>Governmental activities</u>		<u>Total change 2017-16</u>
	<u>2017</u>	<u>2016</u>	
Revenues:			
Program revenues:			
Charges for services	\$ 5.9	\$ 5.9	\$ -
Operating grants and contributions	65.7	64.5	1.2
General revenues:			
Property taxes	146.0	141.0	5.0
Federal and state aid not restricted to specific purposes	52.6	51.2	1.4
Earnings on investments	2.1	1.2	0.9
Miscellaneous	13.7	12.9	0.8
Total revenues	<u>286.0</u>	<u>276.7</u>	<u>9.3</u>
Expenses:			
Instruction	166.0	157.6	8.4
Supporting services:			
Students	7.0	6.2	0.8
Instructional staff	18.2	16.8	1.4
General district administration	1.4	1.1	0.3
General school administration	13.9	13.2	0.7
Central services	5.5	5.5	-
Operation and maintenance of school buildings	20.9	22.0	(1.1)
Student transportation	6.6	6.4	0.2
Child nutrition services	13.5	13.4	0.1
Community services	18.2	14.8	3.4
Interest on long-term liabilities	1.8	1.9	(0.1)
Total expenses	<u>273.0</u>	<u>258.9</u>	<u>14.1</u>
Change in net position	13.0	17.8	(4.8)
Net position - beginning	<u>274.4</u>	<u>256.6</u>	<u>17.8</u>
Net position - ending	<u><u>\$ 287.4</u></u>	<u><u>\$ 274.4</u></u>	<u><u>\$ 13.0</u></u>

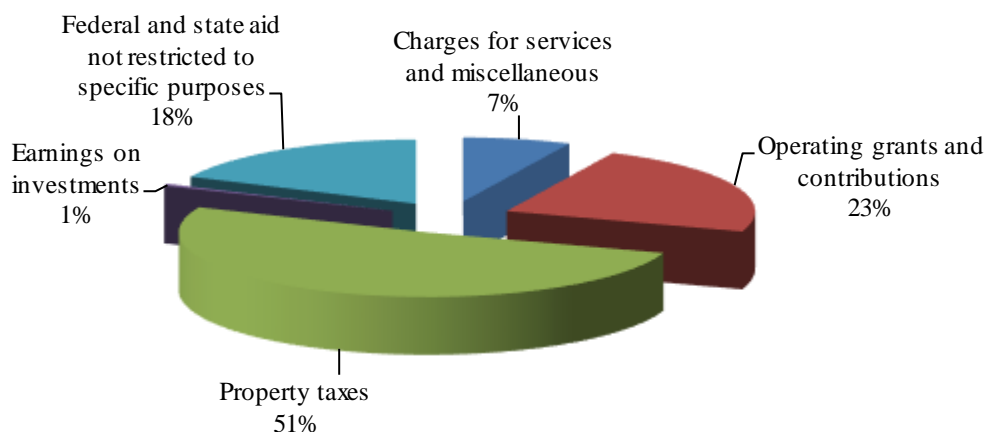
Governmental activities. The key elements of the increase in the District's net position for the year ended June 30, 2017 were as follows:

- Property taxes increased by \$5.0 million. This increase is a result of an increase to the state determined basic rate. The increase in the basic rate is offset by a decrease in state aid. There was also growth in taxable property values and an increase in incremental taxes. Incremental taxes levied by the District and forwarded directly to other entities are not available to the District.
- Federal and state aid not restricted to specific purposes increased by \$1.4 million. The District is required to contribute an amount as determined by the Utah State Board of Education (USBE) to the charter school local replacement program. This amount is reduced from state funding and remitted directly to charter schools from USBE. In past years state revenue was reported net of this contribution. Starting with fiscal year 2017, the District is required to report state revenues gross of this contribution and report a corresponding expenditure. State revenue includes an increase of \$2.1 million reflecting this reporting change. The net

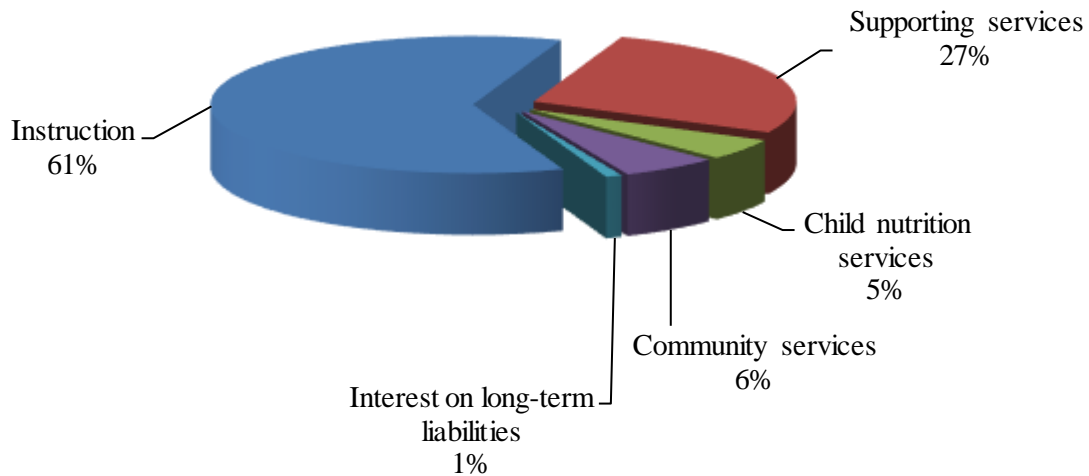
result is a decrease of \$0.7 in state aid not restricted to specific purposes. The largest portion of state aid is derived from the Minimum School Program, which is allocated by WPU. This program takes into account property tax collections as part of the allocation method. The state guarantees that if local taxes generated by the required basic tax levy do not provide money equal to the amount generated by the WPU, it will make up the difference with state funding. Conversely, as property taxes make up a larger portion of the WPU, less state aid is allocated to a district. Even with an increase to the WPU, the District received less state aid during the fiscal year because of the increase in property tax revenue. If a student is in membership a full 180 days, the state awards the District one WPU. Certain students receive a weighting greater than one. The value of the WPU (\$3,184) increased by 3.0% over the prior year.

- Operating grants and contributions increased by \$1.2 million largely due to one-time grant awards received by the District for specific programs.
- Community services expenditures increased by \$3.4 million due to an increase in the incremental taxes paid to a redevelopment agency and the reporting of the charter school local replacement program both of which are discussed above.
- Other expenditures remained relatively unchanged. Small increases in most categories are due to increases in salary and benefit costs.

SALT LAKE CITY SCHOOL DISTRICT
Revenues by Source - Governmental Activities
Year Ended June 30, 2017



SALT LAKE CITY SCHOOL DISTRICT
Expenses by Function - Governmental Activities
Year Ended June 30, 2017



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. Governmental funds report assets, liabilities, and deferred inflows/outflows of resources, with the difference reported as fund balance. As the District completed the year, its governmental funds reported a combined fund balance of \$112.6 million, \$1.8 million more than the previous year. Fund balance is divided into five portions as follows:

- *nonspendable*, or not in spendable form, includes inventories and prepaid expenditures that are not expected to be converted to cash (\$1.2 million or 1.1%);
- *restricted* includes resources subject to external constraints due to state or federal laws, or externally imposed conditions by grantor or creditors including tax revenues levied for specific purposes (\$47.7 million or 42.4%);
- *committed* includes resources that by Board of Education resolution are limited in use for particular purposes (\$7.5 million or 6.6%);
- *assigned* includes resources that management designates for particular purposes (\$44.9 million or 39.9%);
- *unassigned* or all other available net fund resources (\$11.3 million or 10.0%).

The fund balance of the *general fund* increased by \$2.5 million or 5.2% for the year due to under-expenditures of allocated resources. The fund balance of the *capital projects fund* decreased by \$2.8 million or 6.2%, due to the payments made on the nearly completed new elementary school. The fund balance of the *debt service fund* increased by \$0.4 million. Taxes levied for the *debt service fund* should reflect the resources needed to meet the

current year's debt obligations. The increase in the fund balance of the *debt service fund* reflects the adjustment of the tax levy to meet debt obligations. In addition, the following other changes in fund balances should be noted:

- Expenditures for general District purposes totaled \$201.1 million, an increase of 4.5% during the current fiscal year. This compares to a 2.6% increase in fiscal 2016. Instruction represents 66.6% of *general fund* expenditures.
- *General fund* salaries totaled \$122.7 million while the associated employee benefits of retirement, social security, and insurance (health and accident, industrial, and unemployment) added \$50.7 million to arrive at 86.2% of total *general fund* expenditures.

General Fund Budgetary Highlights

During the year, the Board revised the District's budget. Budget amendments were made to reflect changes in programs and related funding. The difference between the original budget and the final amended budget was an increase of \$5.9 million or 3.0% in total general fund expenditures. The most significant budgetary adjustments may be summarized as follows:

- \$2.7 million or 2.0% increase in instruction due to salary increases and higher benefit costs.
- \$0.7 million or 10.9% increase in students – supporting services to reflect the addition of new initiatives to help support our student population.
- \$2.3 million or 16.5% increase in instructional staff – supporting services to reflect salary increases, higher benefit costs, the use of unanticipated prior year carryovers, and the award of new grants during the year.
- \$0.2 million or 24.6% general district administration – supporting services due to the reclassification of salaries to this function. This is offset by a decrease for central – supporting services as these salaries were previously reported here.

Even with these budget adjustments, actual expenditures were \$3.6 million less than final budgeted amounts. The most significant variances may be summarized as follows:

- \$4.0 million or 2.9% positive variance in instruction due to unspent discretionary allocations that are carried over to the next year.
- \$1.4 million or 8.7% positive variance in instructional staff—supporting services due to unspent grants and discretionary allocations that are carried over to the next year.
- \$2.1 million negative variance in community services due to a change in state reporting requirements for charter school local replacement costs that were previously netted against state revenue.

Revenues were \$5.8 million more than the final budgeted amount. State revenue was \$1.0 million or 1.1% less than the final budgeted amount due to less Minimum School Program funds received as a result of applying the state allocation formula to the additional property tax received, as well as other state revenue which was carried over to the next year. Property tax revenue surpassed projections by \$6.6 million or 7.2% in part due to an increase in the state basic levy, growth in taxable property values and high collection rates; as well as increased collections in fee-in-lieu taxes. Other 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 as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met; unspent grant amounts are carried forward and included in the succeeding year's budget. Therefore, actual grant revenues and expenditures are normally less than the amounts budgeted. The District recorded \$2.0 million in unearned federal and state revenue at June 30, 2017.

Capital Asset and Debt Administration

Capital Assets. The *capital projects fund* is used to account for the costs incurred in acquiring and improving sites, constructing and remodeling facilities, and procuring equipment necessary for providing educational programs for all students within the District. During fiscal 2017, construction neared completion on Liberty Elementary. Construction began on the Meadowlark Elementary replacement building. The projects in progress have a projected cost of \$43.5 million. The total expended on these projects, including site acquisition, at June 30, 2017 was \$18.4 million, leaving a projected cost to complete all projects begun to date at \$25.1 million.

Capital assets at June 30, 2017 and 2016 are outlined below:

SALT LAKE CITY SCHOOL DISTRICT'S Capital Assets

(net of accumulated depreciation, in millions of dollars)

June 30, 2017 and 2016

	Governmental activities		Total change
	2017	2016	2017-16
Sites	\$ 34.3	\$ 34.0	\$ 0.3
Construction in progress	18.6	4.1	14.5
Buildings	255.6	266.7	(11.1)
Equipment	3.8	3.4	0.4
Vehicles	3.7	3.6	0.1
Total capital assets, net	<u>\$ 316.0</u>	<u>\$ 311.8</u>	<u>\$ 4.2</u>

Additional information on the District's capital assets can be found in Note 5 to the basic financial statements.

Debt Administration. Moody's Investor Services has awarded an Aaa rating to all outstanding general obligation bond issues and an Aa1 rating to bonds issued to the Building Authority.

The general obligation bonded debt of the District is limited by state law to 4% of the fair market value of the total taxable property in the District. The legal debt limit at June 30, 2017 is \$1,270.7 million. Net general obligation debt at June 30, 2017 is \$46.9 million, resulting in a legal debt margin of \$1,223.8 million.

Although it is not unusual for governments to have a 30-year bond payoff schedule, the District maintains an aggressive schedule to retire all of its current general obligation bonds by 2025.

SALT LAKE CITY SCHOOL DISTRICT'S Outstanding Debt

(net of unamortized amounts, in millions of dollars)

June 30, 2017 and 2016

	Governmental activities		Total change
	2017	2016	2017-16
General obligation bonds	\$ 46.9	\$ 54.5	\$ (7.6)
QSCB Bonds	11.0	11.0	-
Total outstanding debt, net	<u>\$ 57.9</u>	<u>\$ 65.5</u>	<u>\$ (7.6)</u>

Additional information on the District's long-term debt can be found in Note 8 to the basic financial statements.

Changing Enrollment within the District

Each year, historical information has been kept relative to the number of students who leave District schools for various reasons and the number of students who enter the schools in each age group. From this database, implied estimates of migration of students in and out of the District are made. Birth data is also projected forward and adjusted by implied estimates as described above. These projections of enrollment and average daily membership have been reliable in the past. Currently, the District is projecting average daily membership to show small changes over the next few years.

SALT LAKE CITY SCHOOL DISTRICT'S Changing Enrollment

Average Daily Membership (ADM)

District Fiscal Year	<u>2016</u>	<u>2017</u>	<u>2018*</u>	<u>2019*</u>	<u>2020*</u>	<u>2021*</u>
Average Daily Membership	24,211	23,726	23,127	23,037	22,927	22,902

* Projected ADM

The District's enrollment for the year ended June 30, 2017 decreased by 485 students in average daily membership compared to the prior year.

Requests for Information

This financial report is designed to provide a general overview of the Salt Lake City School District's finances for all those with an interest in the District's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the Business Administrator, Salt Lake City School District, 440 East 100 South, Salt Lake City, UT 84111.

BASIC FINANCIAL STATEMENTS

SALT LAKE CITY SCHOOL DISTRICT

Statement of Net Position

June 30, 2017

	Primary Government Governmental Activities	Component Unit District Foundation
Assets:		
Cash and investments	\$ 134,939,836	\$ 4,605,341
Receivables:		
Property taxes	131,339,409	-
Other local	845,553	-
State of Utah	1,833,842	-
Federal government	12,054,110	-
Due from component unit	86,158	-
Inventories	1,142,635	-
Prepaid expenses	449,930	17,221
Investments restricted for debt service	5,054,902	-
Note receivable	755,393	-
Capital assets:		
Sites and construction in progress	52,861,344	-
Buildings, equipment, and vehicles, net of accumulated depreciation	263,145,126	-
Total assets	604,508,238	4,622,562
Deferred Outflows of Resources:		
Deferred charge on refunding	2,589,072	-
Amounts related to pensions	50,292,634	-
Total deferred outflows of resources	52,881,706	-
Liabilities:		
Accounts payable	5,475,821	35,375
Accrued interest	614,060	-
Accrued salaries and related benefits	21,679,847	-
Due to primary government	-	86,158
Unearned revenue:		
Other local	427,903	-
State of Utah	1,743,979	-
Federal government	254,289	-
Long-term liabilities:		
Portion due or payable within one year	13,249,671	-
Portion due or payable after one year	180,220,218	-
Total liabilities	223,665,788	121,533
Deferred Inflows of Resources:		
Property taxes levied for future year	129,032,232	-
Amounts related to pensions	17,293,554	-
Total deferred inflows of resources	146,325,786	-
Net Position:		
Net investment in capital assets	260,683,699	-
Restricted:		
Capital projects	39,258,346	-
Debt service	7,076,900	-
Child nutrition services	3,046,765	-
Unrestricted	(22,667,340)	4,501,029
Total net position	\$ 287,398,370	\$ 4,501,029

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

SALT LAKE CITY SCHOOL DISTRICT

Statement of Activities

Year Ended June 30, 2017

Activities or Functions	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Position	
		Charges for Services	Operating Grants and Contributions	Primary Government	Component Unit
				Total Governmental Activities	District Foundation
Primary government:					
Governmental activities:					
Instruction	\$ 165,982,553	\$ 4,310,213	\$ 40,925,810	\$ (120,746,530)	
Supporting services:					
Students	6,965,626	-	1,713,508	(5,252,118)	
Instructional staff	18,248,249	-	5,431,662	(12,816,587)	
General district administration	1,365,983	-	749,993	(615,990)	
General school administration	13,962,911	-	556,453	(13,406,458)	
Central	5,505,182	-	296,880	(5,208,302)	
Operation and maintenance of school buildings	20,931,327	90,650	739,252	(20,101,425)	
Student transportation	6,593,242	24,540	3,324,181	(3,244,521)	
Child nutrition services	13,525,585	1,435,850	11,927,728	(162,007)	
Community services	18,167,811	-	-	(18,167,811)	
Interest on long-term liabilities	1,752,609	-	-	(1,752,609)	
Total primary government	<u>\$ 273,001,078</u>	<u>\$ 5,861,253</u>	<u>\$ 65,665,467</u>	(201,474,358)	
Component unit:					
Salt Lake Education Foundation	<u>\$ 5,071,092</u>	<u>\$ -</u>	<u>\$ 3,766,687</u>		\$ (1,304,405)
General revenues:					
Property taxes:					
Basic state supported program for regular K-12 instruction (set by state legislature)				35,233,817	-
Voted local				18,111,234	-
Board local				44,363,058	-
Debt service				8,687,503	-
Capital outlay for buildings and other capital needs				23,601,399	-
Incremental taxes				16,028,042	-
Total property taxes				146,025,053	-
Federal and state aid not restricted to specific purposes				52,635,837	-
Earnings on investments				2,147,568	222,208
Miscellaneous				13,661,814	-
Total general revenues				214,470,272	222,208
Change in net position				12,995,914	(1,082,197)
Net position - beginning				274,402,456	5,583,226
Net position - ending				<u>\$ 287,398,370</u>	<u>\$ 4,501,029</u>

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

SALT LAKE CITY SCHOOL DISTRICT

Balance Sheet Governmental Funds

June 30, 2017

	Major Funds				Nonmajor Governmental Funds	Total Governmental Funds
	General	Debt Service	Capital Projects	Pass-Through Taxes		
Assets:						
Cash and investments	\$ 64,146,972	\$ 2,502,441	\$40,905,386	\$ -	\$ 13,878,961	\$ 121,433,760
Receivables:						
Property taxes	81,697,466	7,479,627	23,396,272	18,766,044	-	131,339,409
Other local	892,203	-	755,393	-	38,741	1,686,337
State of Utah	1,059,739	-	-	-	774,103	1,833,842
Federal government	10,414,714	-	-	-	1,639,396	12,054,110
Inventories	-	-	-	-	776,503	776,503
Prepaid expenditures	313,102	-	74,477	-	62,351	449,930
Investments restricted for debt service	-	-	5,054,902	-	-	5,054,902
Total assets	<u>\$ 158,524,196</u>	<u>\$ 9,982,068</u>	<u>\$70,186,430</u>	<u>\$18,766,044</u>	<u>\$ 17,170,055</u>	<u>\$ 274,628,793</u>
Liabilities:						
Accounts payable	\$ 1,984,744	\$ -	\$ 2,894,861	\$ -	\$ 286,538	\$ 5,166,143
Due to student organizations	-	-	-	-	265,587	265,587
Accrued salaries and related benefits	21,679,847	-	-	-	-	21,679,847
Unearned revenue:						
Other local	25,210	-	-	-	402,693	427,903
State of Utah	1,743,979	-	-	-	-	1,743,979
Federal government	254,289	-	-	-	-	254,289
Total liabilities	25,688,069	-	2,894,861	-	954,818	29,537,748
Deferred Inflows of Resources:						
Unavailable revenue note receivable	-	-	755,393	-	-	755,393
Unavailable property tax revenue	1,774,614	162,471	508,209	296,171	-	2,741,465
Property taxes levied for future year	80,238,028	7,346,010	22,978,321	18,469,873	-	129,032,232
Total deferred inflows of resources	82,012,642	7,508,481	24,241,923	18,766,044	-	132,529,090
Fund Balances:						
Nonspendable:						
Inventories	-	-	-	-	776,503	776,503
Prepaid expenditures	313,102	-	74,477	-	62,351	449,930
Restricted:						
Debt service	-	2,473,587	5,054,902	-	-	7,528,489
Capital projects	-	-	37,920,267	-	-	37,920,267
Child nutrition services	-	-	-	-	2,207,911	2,207,911
Committed:						
Economic stabilization	7,000,000	-	-	-	-	7,000,000
Community recreation	-	-	-	-	460,753	460,753
Assigned:						
Charter schools	845,022	-	-	-	-	845,022
Programs	17,742,473	-	-	-	9,683,750	27,426,223
Programs reported in the schools	3,183,331	-	-	-	7,923	3,191,254
Students	-	-	-	-	3,016,046	3,016,046
Employee benefit obligations	10,475,961	-	-	-	-	10,475,961
Unassigned	11,263,596	-	-	-	-	11,263,596
Total fund balances	<u>50,823,485</u>	<u>2,473,587</u>	<u>43,049,646</u>	<u>-</u>	<u>16,215,237</u>	<u>112,561,955</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 158,524,196</u>	<u>\$ 9,982,068</u>	<u>\$70,186,430</u>	<u>\$18,766,044</u>	<u>\$ 17,170,055</u>	<u>\$ 274,628,793</u>

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

SALT LAKE CITY SCHOOL DISTRICT

Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position

June 30, 2017

Total fund balances for governmental funds	\$ 112,561,955
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Total net position reported for governmental activities in the statement of net position is different because:

Capital assets used in governmental funds are not financial resources and therefore are not reported in the funds. Those assets consist of:

Sites	\$ 34,252,955	
Construction in progress	18,608,389	
Buildings, net of \$230,458,408 accumulated depreciation	255,641,615	
Equipment, net of \$8,577,662 accumulated depreciation	3,671,905	
Vehicles, net of \$9,572,248 accumulated depreciation	<u>3,728,652</u>	315,903,516

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 deferred inflows of resources in the funds.

2,741,465

The District's note receivable payments will be collected after year-end, and are not available soon enough to pay for the current period's expenditures, and therefore are reported as deferred inflows of resources in the funds.

755,393

Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due.

(614,060)

Internal service funds are used by management to charge the costs of distribution, printing and graphics, technical, and employee benefit services to individual funds. The assets, deferred inflows of resources, liabilities, and deferred outflow of resources of the internal service funds are included in governmental activities in the statement of net position. Internal service fund net position at year-end is:

896,933

Long-term liabilities that pertain to governmental funds are not due and payable in the current period and therefore are not reported as fund liabilities. All liabilities - both current and long-term - are reported in the statement of net position. Balances at year-end are:

General obligation bonds payable	(42,510,000)	
Qualified school construction bonds payable	(11,000,000)	
Unamortized deferred amounts on refunding	2,589,072	
Unamortized premiums and discounts	(4,401,843)	
Net pension liability	(122,291,550)	
Deferred outflows of resources related to pensions	49,941,341	
Deferred inflows of resources related to pensions	<u>(17,173,852)</u>	(144,846,832)

Total net position of governmental activities	<u>\$ 287,398,370</u>
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SALT LAKE CITY SCHOOL DISTRICT

Statement of Revenues, Expenditures, and Changes in Fund Balances

Governmental Funds

Year Ended June 30, 2017

	Major Funds				Nonmajor	Total
	General	Debt Service	Capital Projects	Pass-Through Taxes	Governmental Funds	Governmental Funds
Revenues:						
Property taxes	\$ 98,413,434	\$ 9,275,388	\$20,017,257	\$ 16,028,042	\$ 2,223,398	\$ 145,957,519
Earnings on investments	1,367,743	29,577	485,650	-	133,094	2,016,064
School lunch sales	-	-	-	-	1,435,850	1,435,850
Other local	3,249,203	-	623,850	-	14,214,164	18,087,217
State of Utah	84,331,644	-	-	-	4,880,989	89,212,633
Federal government	16,314,388	-	318,948	-	12,455,335	29,088,671
Total revenues	203,676,412	9,304,965	21,445,705	16,028,042	35,342,830	285,797,954
Expenditures:						
Current:						
Instruction	133,859,849	-	-	-	11,796,081	145,655,930
Supporting services:						
Students	6,849,571	-	-	-	98,015	6,947,586
Instructional staff	14,936,803	-	-	-	3,266,138	18,202,941
General district administration	1,052,007	-	-	-	238,669	1,290,676
General school administration	11,574,529	-	-	-	2,354,730	13,929,259
Central	5,342,482	-	-	-	143,919	5,486,401
Operation and maintenance of school buildings	19,438,391	-	-	-	422,108	19,860,499
Student transportation	5,832,589	-	-	-	-	5,832,589
Child nutrition services	141,183	-	-	-	13,221,607	13,362,790
Community services	2,119,093	-	-	16,028,042	20,618	18,167,753
Capital outlay	-	-	24,284,273	-	2,044,057	26,328,330
Debt service:						
Principal retirement	-	6,855,000	-	-	-	6,855,000
Interest, fiscal charges, and other	-	2,081,525	78,013	-	-	2,159,538
Total expenditures	201,146,497	8,936,525	24,362,286	16,028,042	33,605,942	284,079,292
Excess (deficiency) of revenues over (under) expenditures	2,529,915	368,440	(2,916,581)	-	1,736,888	1,718,662
Other financing sources:						
Proceeds from sale of capital assets	-	-	72,552	-	22,541	95,093
Net change in fund balances	2,529,915	368,440	(2,844,029)	-	1,759,429	1,813,755
Fund balances - beginning	48,293,570	2,105,147	45,893,675	-	14,455,808	110,748,200
Fund balances - ending	<u>\$ 50,823,485</u>	<u>\$ 2,473,587</u>	<u>\$43,049,646</u>	<u>\$ -</u>	<u>\$ 16,215,237</u>	<u>\$ 112,561,955</u>

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

SALT LAKE CITY SCHOOL DISTRICT

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities

Year Ended June 30, 2017

Net change in fund balances-total governmental funds	\$ 1,813,755
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Amounts reported for governmental activities in the statement of activities are different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities, assets with an initial, individual cost of more than \$5,000 for sites, equipment, and vehicles and \$100,000 for buildings 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 is as follows:

Capital asset purchases	\$ 19,503,004	
Gain on disposal of capital assets	19,416	
Proceeds from sale of capital assets	(22,541)	
Depreciation expense	<u>(15,238,738)</u>	4,261,141

The governmental funds report bond proceeds as financing sources, while repayment of bond principal is reported as an expenditure. In the statement of net position, however, issuing debt increases long-term liabilities and does not affect the statement of activities and repayment of principal reduces the liability. Also, governmental funds report the effect of premiums when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. Interest is recognized as an expenditure in the governmental funds when it is due. In the statement of activities, however, interest expense is recognized as it accrues, regardless of when it is due. The net effect of these differences in the treatment of bonds and related items is as follows:

Repayment of bond principal	6,855,000	
Interest expense	84,402	
Amortization of bond premiums and discounts	773,548	
Amortization of deferred amounts on refunding	<u>(451,021)</u>	7,261,929

Pension expense reported in the statement of activities does not require the use of current financial resources and therefore is not reported as an expenditure in the governmental funds.	(477,686)
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The governmental funds report note receivable payments as an <i>other financing source</i> and as a reduction to deferred inflows of resources.	(72,552)
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Property taxes that are not collected for several months after the District's fiscal year end are not considered as available in the governmental funds and are, instead, counted as deferred inflows of resources. Deferred property tax revenues increased this year.	67,534
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Internal service funds are used by the District to charge the costs of distribution, printing and graphics, technical, and employee benefit services to individual funds. The change in net position of the internal service funds is reported with governmental activities.	<u>141,793</u>
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Change in net position of governmental activities	<u>\$ 12,995,914</u>
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SALT LAKE CITY SCHOOL DISTRICT

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

Year Ended June 30, 2017

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
Revenues:				
Property taxes	\$ 89,994,710	\$ 91,794,710	\$ 98,413,434	\$ 6,618,724
Earnings on investments	511,654	511,654	1,367,743	856,089
Other local	2,329,395	2,467,297	3,249,203	781,906
State of Utah	83,699,736	85,292,231	84,331,644	(960,587)
Federal government	16,723,255	17,821,830	16,314,388	(1,507,442)
Total revenues	193,258,750	197,887,722	203,676,412	5,788,690
Expenditures:				
Current:				
Instruction	135,126,393	137,867,181	133,859,849	4,007,332
Supporting services:				
Students	6,303,825	6,992,268	6,849,571	142,697
Instructional staff	14,040,229	16,355,759	14,936,803	1,418,956
General district administration	942,341	1,173,818	1,052,007	121,811
General school administration	11,553,364	11,855,584	11,574,529	281,055
Central	5,717,405	5,437,799	5,342,482	95,317
Operation and maintenance of school buildings	19,121,156	19,064,697	19,438,391	(373,694)
Student transportation	5,841,900	5,848,776	5,832,589	16,187
Child nutrition services	155,697	152,948	141,183	11,765
Community services	-	-	2,119,093	(2,119,093)
Total expenditures	198,802,310	204,748,830	201,146,497	3,602,333
Excess (deficiency) of revenues over (under) expenditures - net change in fund balances	(5,543,560)	(6,861,108)	2,529,915	9,391,023
Fund balances - beginning	48,293,570	48,293,570	48,293,570	-
Fund balances - ending	\$ 42,750,010	\$ 41,432,462	\$ 50,823,485	\$ 9,391,023

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

SALT LAKE CITY SCHOOL DISTRICT

Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual *Pass-Through Taxes Fund* Year Ended June 30, 2017

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
Revenues:				
Property taxes	\$ 14,756,784	\$ 16,028,042	\$ 16,028,042	\$ -
Expenditures:				
Current:				
Community services	14,756,784	16,028,042	16,028,042	-
Excess of revenues over expenditures - net change in fund balances	-	-	-	-
Fund balances - beginning	-	-	-	-
Fund balances - ending	\$ -	\$ -	\$ -	\$ -

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

SALT LAKE CITY SCHOOL DISTRICT

Statement of Fund Net Position

Proprietary Funds

Governmental Activities - Internal Service Funds

June 30, 2017

Assets:**Current assets:**

Cash and investments	\$ 13,506,076
Inventories	366,132
Receivables	767
Total current assets	13,872,975

Noncurrent assets:**Capital assets:**

Equipment	488,991
Accumulated depreciation	(386,037)
Net capital assets	102,954
Total assets	13,975,929

Deferred Outflows of Resources:

Amounts related to pensions	351,293
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Liabilities:**Current liabilities:**

Accounts payable	44,091
Accrued vacation	80,600
Accrued sick leave	348,764
Early retirement incentive payable	1,133,023
Health insurance payable	3,963,885
Dental insurance payable	338,345
Workers compensation payable	275,054
Total current liabilities	6,183,762

Noncurrent liabilities:

Net pension liability	856,459
Accrued vacation	765,380
Accrued sick leave	2,503,501
Early retirement incentive payable	3,001,485
Total noncurrent liabilities	7,126,825
Total liabilities	13,310,587

Deferred Inflows of Resources:

Amounts related to pensions	119,702
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Net Position:

Investment in capital assets	102,954
Unrestricted	793,979
Total net position	\$ 896,933

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

SALT LAKE CITY SCHOOL DISTRICT

Statement of Revenues, Expenses, and Changes in Fund Net Position

Proprietary Funds

Governmental Activities - Internal Service Funds

Year Ended June 30, 2017

Operating revenues:

Charges for services	\$ 23,167,708
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Operating expenses:

Salaries	927,445
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Employee benefits	21,718,729
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Materials	304,085
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Contracted services	52,625
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Equipment maintenance	23,078
-----------------------	--------

Depreciation	32,147
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Other	99,310
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Total operating expenses	<u>23,157,419</u>
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Operating income	10,289
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Nonoperating income:

Earnings on investments	<u>131,504</u>
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Change in net position	141,793
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Total net position - beginning	<u>755,140</u>
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Total net position - ending	<u><u>\$ 896,933</u></u>
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The notes to the financial statements are an integral part of this statement.

SALT LAKE CITY SCHOOL DISTRICT

Statement of Fund Cash Flows

Proprietary Funds

Governmental Activities - Internal Service Funds

Year Ended June 30, 2017

Cash flows from operating activities:

Receipts from interfund services provided	\$ 23,167,747
Payments to suppliers	(591,100)
Payments made to or on behalf of employees	<u>(21,485,186)</u>
Net cash provided by operating activities	1,091,461

Cash flows from capital and related financing activities:

Acquisition of capital assets	-
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Cash flows from investing activities:

Interest earned	<u>131,504</u>
Net change in cash and cash equivalents	1,222,965

Cash and cash equivalents - beginning

12,283,111

Cash and cash equivalents - ending (displayed as cash and investments
on the statement of fund net position)

\$ 13,506,076

Reconciliation of operating income to net cash provided by operating activities:

Operating income	\$ 10,289
Adjustments to reconcile operating income to net cash provided by operating activities:	
Depreciation expense	32,147
Pension expense	(991)
Changes in operating assets and liabilities:	
Receivables	39
Inventories	11,001
Accounts payable	(123,003)
Net pension liability	4,251
Accrued vacation	(34,413)
Accrued sick leave	(156,730)
Early retirement incentive payable	832,949
Health insurance payable	895,469
Dental insurance payable	(97,643)
Workers compensation payable	<u>(281,904)</u>
Total adjustments	<u>1,081,172</u>
Net cash provided by operating activities	<u><u>\$ 1,091,461</u></u>

Noncash investing, capital, and financing activities:

none

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

SALT LAKE CITY SCHOOL DISTRICT

Notes to Basic Financial Statements

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Salt Lake City 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.

Reporting entity – The Board of Education, comprised of seven elected individuals, is the primary governing authority for the District. As required by GAAP, these financial statements present the District and all entities for which the District is considered to be financially accountable. The District is not a component unit of any other primary government.

- *Blended component unit.* The Municipal Building Authority of Salt Lake City School District (the Building Authority) is a corporation in the state of Utah. The Building Authority has the same board as the Board of Education and provides financing services solely to the District. The District is obligated in some manner for the debt of the Building Authority; all of the Building Authority's debt outstanding is expected to be repaid with resources of the District. The Building Authority is presented as a blended component unit of the District as part of the *capital projects fund*. The Building Authority does not issue separate financial statements.
- *Discretely presented component unit.* The Salt Lake Education Foundation (the Foundation) is a nonprofit organization established under Internal Revenue Service regulations as a conduit for tax-deductible donations to the District. The Foundation's board is approved by the Board of Education. The Foundation exclusively services the District. The Foundation is presented as a discretely presented component unit of the District. Financial information specific to the Foundation may be obtained by writing the Foundation at 440 East 100 South, Salt Lake City, UT 84111.

Government-wide and fund financial statements – The *government-wide financial statements* (the statement of net position and the statement of changes in net position) display information about the primary government (the District) and its discretely presented component unit. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Some minor interfund services provided and used are not eliminated in the process of consolidation.

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 instruction, library media and educational supervision, school administration, operation and maintenance of school buildings, and child nutrition 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. Program revenues include 1) fees and charges paid by students and other recipients of goods or services offered by a given function, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Revenues that are not classified as program revenues, including property taxes, are presented as general revenues.

SALT LAKE CITY SCHOOL DISTRICT

Notes to Basic Financial Statements

Continued

The *fund financial statements* provide information about the District's funds and blended component unit. Separate statements for each fund category (governmental and proprietary) are presented. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as nonmajor funds.

Proprietary fund operating revenues, such as charges for services, 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. Nonoperating revenues, such as subsidies and investment earnings, result from nonexchange transactions or ancillary activities. Operating expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations, including cost of sales and services, administrative expenses, and depreciation on capital assets.

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, including the Open Classroom and Salt Lake Center for Science Education charter schools, except those required to be accounted for in another fund.
- The *debt service fund* accounts for the resources accumulated and payments made for principal and interest on general obligation bonds payable.
- The *capital projects fund* accounts for resources accumulated and payments made for the acquisition and improvement of sites, construction and remodel of facilities, procurement of equipment, textbooks, and supplies necessary for providing educational programs for all students within the District.
- The *pass-through taxes fund*, a special revenue fund, accounts for property taxes levied by the District, but remitted directly to other entities. Incremental taxes and the charter school levy are levied as authorized by Utah Code 17C-1 and Utah Code 53A-1, respectively. Incremental taxes and the charter school levy are recorded as revenue with an equivalent amount of expenditure representing the fact that these amounts are forwarded directly to other entities. For the fiscal years ended June 30, 2016 and 2015, the District's financial statements presented this fund as the *tax increment fund*.

Additionally, the District reports the following fund type:

- *Internal service funds (proprietary funds)* account for distribution services, printing and graphics, technical services, and employee benefits services provided to other funds of the District on a cost-reimbursement basis.

Measurement focus, basis of accounting, and financial statement presentation – The *government-wide financial statements* and *proprietary fund financial statements* are reported using the economic resources measurement focus and are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the District receives value without directly giving equal value in exchange, include property taxes, grants, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which taxes are levied. Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when

SALT LAKE CITY SCHOOL DISTRICT

Notes to Basic Financial Statements

Continued

measurable and available. The District considers all revenues reported in the governmental funds to be available if the revenues are collected within thirty days after year-end. Property taxes and interest are considered to be susceptible to accrual. Expenditure-driven grants are recognized as revenue when qualifying expenditures are incurred and all other grant requirements are met; grants received in advance are recorded as unearned revenue until earned. All other revenue items are considered to be measurable and available only when the District receives cash. Expenditures generally are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and long-term employee benefit obligations, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

Under the terms of grant agreements, the District funds certain programs by a combination of specific cost-reimbursement grants, categorical block grants, and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted net position available to finance the program. It is the District's policy to first apply cost-reimbursement grant resources to such programs, followed by categorical block grants, and then by general revenues.

Budgetary Data – Budgets are presented on the modified accrual basis of accounting for all governmental funds. All annual appropriations lapse at fiscal year-end with the exception of contractual obligations. The following procedures are used in establishing the budgetary data reflected in the financial statements:

- During May of 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 also is a final budget for the current year ending June 30th.
- Copies of the proposed budget are made available for public inspection and review by patrons of the District.
- If the District does not exceed the certified tax rate, a public hearing is held prior to June 22 at which time the budget is legally adopted by resolution of the Board after obtaining taxpayer input. If the District exceeds the certified tax rate, the budget is adopted in August when additional data is available to set the rates.
- Once adopted, the budget can be amended by subsequent Board action. The Board upon recommendation of the superintendent can approve reductions in appropriations, but increases in appropriations by fund require a public hearing prior to amending the budget. In accordance with Utah state law, interim adjustments may be made by administrative transfer of money from one appropriation to another within any given fund.
- Certain interim adjustments in estimated revenue and expenditures during the year ended June 30, 2016 have been 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.

Deposits and Investments – The cash balances of substantially all funds are pooled and invested by the District for the purpose of increasing earnings through investment activities and providing efficient management of temporary investments. The pool's investments are reported at fair value at year-end. Changes in the fair value of investments are recorded as investment earnings. Earnings on pooled funds are apportioned and paid or credited to the funds based on the average balance of each participating fund.

SALT LAKE CITY SCHOOL DISTRICT

Notes to Basic Financial Statements

Continued

Cash and Cash Equivalents – In proprietary funds, the District considers cash to be cash on hand and demand deposits and considers cash equivalents to be short-term investments with original maturities of three months or less from the date of acquisition, including investments in the Utah Public Treasurers' Investment Fund (PTIF).

Receivables and Payables – Activity between funds that are representative of lending/borrowing arrangements outstanding at year-end are referred to as "due to/from other funds."

Inventories – Inventories are valued at cost or, if donated, at fair value when received, using the weighted average method. Inventories of all funds are recorded as expenditures/expenses when consumed rather than when purchased. Inventories reported in the governmental funds are equally offset by an unspendable portion of fund balance, indicating that they are not expected to be converted to cash.

Prepaid Items – Prepaid items of all funds are recorded as expenditures/expenses when consumed rather than when purchased.

Notes Receivable – In the fund financial statements, governmental fund types recognize payments received during the current period as other financing sources.

Capital Assets – Capital assets, which include sites, buildings, equipment, and vehicles are reported in the government-wide financial statements. The District defines capital assets as assets with an initial, individual cost of more than \$5,000 for sites, equipment, and vehicles and \$100,000 for buildings and leasehold improvements. Purchased or constructed capital assets are reported at cost or estimated historical cost. Donated capital assets, donated works of art, historical treasures, and similar assets and capital assets received in a service concession arrangement are recorded at acquisition value. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during construction is not capitalized.

Buildings, equipment, and vehicles of the District are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings	40
Building improvements and portable classrooms	20
Leasehold improvements	20-40
Maintenance equipment	15
Vocational education equipment	15
Buses	10
Musical instruments	10
Child nutrition equipment	10
Athletic equipment	8
Vehicles	8
Audio visual equipment	6
Copiers and printers	5
Computer equipment	3

SALT LAKE CITY SCHOOL DISTRICT

Notes to Basic Financial Statements

Continued

Unearned Revenue – Unearned revenue for the District represents amounts received on grants whose purpose restrictions have not been met. Revenue is recognized on restricted grants only when all restrictions on those funds are satisfied.

Compensated Absences – The District accrues salary-related payments for vacation benefits for twelve-month or full-year contract employees. Employees accrue between ten and twenty days a year, and are limited to a maximum of the number of days earned in two years or two and a quarter years depending upon the employee class and the length of service with the District. The District is liable to the employee for days earned but not taken. If an employee terminates, then a payment is made; otherwise, scheduled vacation time off is allowed.

A retiring teacher who meets the provisions of the Utah State Employees' Retirement Act is eligible to receive a benefit equal to 19% of the employee's accumulated unused sick leave. This is the only sick leave benefit that accumulates and vests for an employee.

All vacation pay and vested sick leave plus related payroll taxes are accrued when earned in the government-wide and internal service fund financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

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

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

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 the 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.

Deferred outflows of resources – In addition to assets, 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 the following sources that qualify for reporting in this category; these items are reported in the statement of net position:

- **Deferred charge on refunding** – results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

SALT LAKE CITY SCHOOL DISTRICT

Notes to Basic Financial Statements

Continued

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- 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 District has the following sources that qualify for reporting in this category:

- Property taxes levied for future year – property taxes levied on January 1, 2017 for the following school year.
- Deferred inflows of resources related to pensions – includes a) differences between expected and actual experience, 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.

The following items arise only under a modified accrual basis of accounting and are reported in the governmental funds balance sheet; these items are deferred and recognized as inflows of resources in the period that the amounts become available:

- Unavailable property tax revenue – consists of uncollected, delinquent property taxes.
- Unavailable revenue note receivable – consists of the amount remaining on a note receivable.

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), 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 and prepaid expenditures 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

SALT LAKE CITY SCHOOL DISTRICT

Notes to Basic Financial Statements

Continued

through constitutional provisions or enabling legislation. Restricted fund balance amounts include the following:

- Unspent tax revenues levied for specific purposes, such as capital projects and debt service.
- Remaining fund balances in the child nutrition 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 (for example, resolution) of the Board of Education. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements. The Board of Education has approved to commit fund balance amounts for the following purposes:
 - As defined in Utah law as an “undistributed reserve,” the District maintains for economic stabilization up to five percent of general fund budgeted expenditures. Potential state budget cuts, disasters, immediate capital needs, and other significant events are circumstances or conditions that signal the need for stabilization. Additionally, the commitment is necessary to maintain liquidity (i.e., reducing any disparity between when financial resources are available to make payments and the maturity of related liabilities). Also defined by state law, the commitment is not to be used “in the negotiation or settlement of contract salaries for school district employees” and the use of this reserve requires a written resolution adopted by a majority vote of the Board of Education filed with the Utah State Board of Education and Utah State Auditor.
 - The Board committed community recreation program balances within the Special Programs fund for the program’s use and not general District use.
- **Assigned** – This category includes *general fund* balance amounts that the District intends to be used for a specific purpose but are neither restricted nor committed. The Board of Education has by resolution authorized the District’s business administrator to assign fund balances. The District has assigned *general fund* resources that are to be used for the District’s charter schools, programs, schools, and employee benefit obligations. The District has also assigned amounts in other governmental funds for programs, schools, and students.
- **Unassigned** – Residual balances in the *general fund* are classified as unassigned. In governmental funds other than the *general fund*, negative unassigned fund balance may be reported if expenditures incurred for specific purposes exceed the amounts restricted, committed, or assigned to those purposes.

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

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

SALT LAKE CITY SCHOOL DISTRICT

Notes to Basic Financial Statements

Continued

2. DEPOSITS AND INVESTMENTS

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

Carrying amount of deposits	\$ 4,957,129
Carrying amount of investments	139,642,950
Total cash and investments	<u>\$ 144,600,079</u>
Governmental funds cash and investments	\$ 121,433,760
Internal service funds cash and investments	13,506,076
Statement of net position cash and investments, unrestricted	134,939,836
Investments restricted for debt service	5,054,902
Component unit cash and investments	4,605,341
Total cash and investments	<u>\$ 144,600,079</u>

The District complies with the State Money Management Act (*Utah Code* Title 51, Chapter 7) (Act) and related Rules of the Money Management Council (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:

	Carrying Amount	Bank Balance	Amount Insured
Salt Lake City School District	\$ 4,366,224	\$ 6,338,491	\$ 708,119
Salt Lake Education Foundation	590,905	600,673	326,875
Total deposits	<u>\$ 4,957,129</u>	<u>\$ 6,939,164</u>	<u>\$ 1,034,994</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, the uninsured amount of the District's and Foundation's bank deposits was uncollateralized.

SALT LAKE CITY SCHOOL DISTRICT

Notes to Basic Financial Statements

Continued

Investments – The District’s investments are with the PTIF, government agencies, and in corporate bonds through a broker. The Foundation has deposits separate from the District and invests private funds through a broker.

The PTIF is an external local government investment pool managed by the Utah State Treasurer. The PTIF is authorized and makes investments in accordance with the Act. The Council provides regulatory oversight for the PTIF. Participant accounts with the PTIF are not insured or otherwise guaranteed by the State of Utah. Participants in the PTIF share proportionally in the income, costs, gains and losses from investment activities. The degree of risk of the PTIF depends upon the underlying portfolio, which primarily consists of money market securities including certificates of deposit and top-rated domestic commercial paper held by the Utah State Treasurer; the portfolio has a weighted average life of 90 days or less. 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 and the Foundation have the following investments summarized by investment type and maturities:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1-5	5-10	More Than 10
Salt Lake City School District:					
Utah Public Treasurers' Investment Fund (PTIF)	\$ 79,392,092	\$ 79,392,092	\$ -	\$ -	\$ -
U.S. Government securities	15,200,642	101,710	15,098,932	-	-
Corporate bonds	41,035,780	20,448,251	20,587,529	-	-
Total Salt Lake City School District	135,628,514	99,942,053	35,686,461	-	-
Salt Lake Education Education Foundation, a component unit:					
Mutual funds	1,265,250	1,265,250	-	-	-
U.S. Government securities	713,408	476,490	236,918	-	-
Corporate bonds	2,035,778	1,841,615	194,163	-	-
Total Salt Lake Education Foundation	4,014,436	3,583,355	431,081	-	-
Total investments	\$ 139,642,950	\$ 103,525,408	\$ 36,117,542	\$ -	\$ -

- **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’s policy is to manage its exposure to interest rate risk by complying with the Act, which requires that the remaining term to maturity of investments not exceed the period of availability of the funds invested. Except for endowments, the Act further limits the remaining term to maturity on all investments in commercial paper and bankers’ acceptances to 270 days or less and fixed-income securities to 365 days or less. In addition, variable-rate securities may not have a remaining term to final maturity exceeding two years. 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’s policy for reducing its exposure to credit risk is to comply with the Act and related rules. The Act and related rules limit investments in commercial paper to a first tier rating and investments in fixed-income and variable-rate securities to a rating of A or higher as rated by Moody’s Investors Service, Inc. or by Standard and Poor’s Corporation at the time of purchase.

At June 30, 2017 the District has \$15,200,642 invested in government agencies rated AA+ and Aaa or higher by Standard & Poor’s and Moody’s Investors Service, Inc., respectively. The District also has

SALT LAKE CITY SCHOOL DISTRICT

Notes to Basic Financial Statements

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\$41,035,780 invested in corporate bonds rated BBB+ and Baa1 or higher by Standard & Poor's and Moody's Investors Service, Inc., respectively. In addition, the District has \$79,392,092 invested in the PTIF that is not rated.

At June 30, 2017 the Foundation has \$713,408 invested in government agencies rated AA+ and Aaa or higher by Standard & Poor's and Moody's Investors Service, Inc., respectively. The Foundation also has \$2,035,778 invested in corporate bonds rated BBB+ and Baa1 or higher by Standard & Poor's and Moody's Investors Service, Inc., respectively. In addition, the Foundation has \$1,265,250 invested in mutual funds that are not rated.

- **Concentration of Credit Risk** – Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The District's policy for managing this risk is to comply with the Act and related rules. The Act limits investments in commercial paper and or corporate obligations to 5% of the District's total portfolio with a single issuer. The District places no other limits on the amount it may invest in any one issuer. The Foundation can invest private funds in certain equity and fixed-income securities provided no more than 5% of all funds are invested in any one issuer and no more than 25% of all funds are invested in a particular industry. Also, for the Foundation's investments in private funds, no more than 75% may be invested in equity securities and no more than 5% 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's policy for managing this risk is to comply with the Act and related rules. The District places no other limit on the amount of investments to be held by counterparties. The Act requires the Foundation's public treasurer to have custody of all securities purchased or held or deposit these securities with a bank or trust company to be held in safekeeping by that custodian. Investments held in a brokerage account are covered by Securities Investor Protection Corporation up to \$500,000.

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:

- Public Treasurers' Investment Fund position of \$79,392,092, the unit of account is each share held, and the value of the position is the fair value of the pool's share price multiplied by the number of shares held (Level 2 inputs).
- U.S. government securities of \$15,200,642 are valued using quoted market prices (Level 2 inputs).
- Corporate bonds of \$41,035,780 are valued using a matrix pricing model (Level 2 inputs).

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

- Mutual funds of \$1,265,250 are valued using quoted market prices (Level 1 inputs).

SALT LAKE CITY SCHOOL DISTRICT

Notes to Basic Financial Statements

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- U.S. government securities of \$713,408 are valued using quoted market prices (Level 2 inputs).
- Corporate bonds of \$2,035,778 are valued using a matrix pricing model (Level 2 inputs).

4. PROPERTY TAXES

District property tax revenue – The property tax revenue of the District is collected and distributed by the Salt Lake County treasurer as an agent of 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 (the legal lien date) and complete the tax rolls by May 15. By July 21, the county auditor is to mail assessed value and tax notices to property owners. A taxpayer may then petition the County Board of Equalization between August 1 and September 15 for a revision of the assessed value. The county auditor makes approved changes in assessed value by November 1 and on this same date the county auditor is to deliver the completed assessment rolls to the county treasurer. Tax notices are mailed with a due date of November 30.

An annual uniform fee based on the value of motor vehicles is levied in lieu of an ad valorem tax on motor vehicles. This uniform fee was 1.5% of the fair market statewide value of the property, as established by the State Tax Commission. Legislation requires motor vehicles be subject to an “age-based” fee that is due each time a vehicle is registered. The revenues collected in each county from motor vehicle fees are distributed by the county to each taxing entity in which the property is located in the same proportion in which revenue collected from ad valorem real property tax is distributed. The District recognizes motor vehicle fees as property tax revenue when collected.

As of June 30, 2017, property taxes receivable by the District includes uncollected taxes assessed as of January 1, 2017 or earlier. It is expected that all assessed taxes (including delinquencies plus accrued interest and penalties) will be collected within a five-year period, after which time the county treasurer may force sale of property to collect the delinquent portion.

Incremental taxes – In addition to property taxes the District levies for its own purposes, the District levies property taxes for the redevelopment agency (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 agency as these taxes are collected by the county.

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

During the year ended June 30, 2017, incremental taxes levied by the District for the redevelopment agency totaling \$16,028,042 were recorded as revenue with an equivalent amount of expenditure for community services in the *pass-through taxes fund* (a special revenue fund).

SALT LAKE CITY SCHOOL DISTRICT

Notes to Basic Financial Statements

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5. CAPITAL ASSETS

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

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities:				
Capital assets, not being depreciated:				
Sites	\$ 34,035,690	\$ 217,265	\$ -	\$ 34,252,955
Construction in progress	4,096,585	16,551,243	(2,039,439)	18,608,389
Total capital assets, not being depreciated	38,132,275	16,768,508	(2,039,439)	52,861,344
Capital assets, being depreciated:				
Buildings/leasehold improvements	484,060,584	2,039,439	-	486,100,023
Equipment	11,672,249	1,691,040	(624,731)	12,738,558
Vehicles	12,362,058	1,043,456	(104,614)	13,300,900
Total capital assets, being depreciated	508,094,891	4,773,935	(729,345)	512,139,481
Accumulated depreciation for:				
Buildings/leasehold improvements	(217,373,942)	(13,084,466)	-	(230,458,408)
Equipment	(8,331,787)	(1,256,643)	624,731	(8,963,699)
Vehicles	(8,743,961)	(929,776)	101,489	(9,572,248)
Total accumulated depreciation	(234,449,690)	(15,270,885)	726,220	(248,994,355)
Total capital assets, being depreciated, net	273,645,201	(10,496,950)	(3,125)	263,145,126
Governmental activity capital assets, net	<u>\$ 311,777,476</u>	<u>\$ 6,271,558</u>	<u>\$ (2,042,564)</u>	<u>\$ 316,006,470</u>

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

Governmental activities:	
Instruction	\$ 13,216,402
Supporting services:	
Instructional staff	1,806
General district administration	73,340
Operation and maintenance of school buildings	1,042,596
Student transportation	752,361
Child nutrition services	152,233
Capital assets held by the District's internal service funds are charged to the various functions based on their usage of the assets	<u>32,147</u>
Total depreciation expense, governmental activities	<u>\$ 15,270,885</u>

SALT LAKE CITY SCHOOL DISTRICT

Notes to Basic Financial Statements

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The District is obligated at June 30, 2017 under construction commitments as follows:

Project	Project Authorized	Costs to Date	Costs to Complete
Liberty Elementary Rebuild	\$ 21,200,000	\$ 17,301,321	\$ 3,898,679
Meadowlark Elementary Rebuild	20,000,000	393,220	19,606,780
West Baseball/Softball Fields	1,700,000	553,666	1,146,334
East Bleachers / Restrooms	568,000	142,917	425,083
Other Projects	217,265	217,265	-
	<u>\$ 43,685,265</u>	<u>\$ 18,608,389</u>	<u>\$ 25,076,876</u>

A restriction of fund balance established in the *capital projects fund* will be used to fulfill the required costs to complete at June 30, 2017.

6. 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)
- Public Employees Contributory Retirement System (Tier 1 Contributory System)
- Tier 2 Hybrid Public Employees Contributory Retirement System (Tier 2 Contributory System)

Defined Contribution Plans (individual account plans):

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

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

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.

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.

SALT LAKE CITY SCHOOL DISTRICT

Notes to Basic Financial Statements

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Benefits provided – The URS provides retirement, disability, and death benefits to participants in the plans.

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

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

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

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

	Defined Benefit Plans Rates			District Rates for 401(k) Plan	Totals
	District Contribution	Amortization of UAAL *	Paid by District for Employee		
Tier 1 Noncontributory System	12.25%	9.94%	-	1.50%	23.69%
Tier 1 Contributory System	5.45%	12.25%	5.00%	-	22.70%
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, up to applicable plan and Internal Revenue Code limits.

SALT LAKE CITY SCHOOL DISTRICT
Notes to Basic Financial Statements
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For the year ended June 30, 2017, District and employee contributions to the plans were as follows:

	District Contributions *	Employee Contributions
Tier 1 Noncontributory System	\$ 21,880,481	\$ -
Tier 1 Contributory System	234,783	6,632
Tier 2 Contributory System	3,758,120	-
401(k) Plan	2,787,554	3,013,336
457 Plan and other individual plans	-	503,692

* 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 assets and liabilities, pension expense, and deferred outflows of resources and deferred inflows of resources related to pensions – At June 30, 2017, the District reported an asset of zero and a liability of \$123,148,009 for its proportionate share of the net pension liability (asset) for the following plans:

	Net Pension Asset	Net Pension Liability
Tier 1 Noncontributory System	\$ -	\$ 119,955,866
Tier 1 Contributory System	-	2,944,983
Tier 2 Contributory System	-	247,160
Total	<u>\$ -</u>	<u>\$ 123,148,009</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, 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:

	Proportionate Share 2016	Change
Tier 1 Noncontributory System	3.7012941%	-0.0970748%
Tier 1 Contributory System	5.3744721%	0.2534107%
Tier 2 Contributory System	2.2156978%	0.1286580%

SALT LAKE CITY SCHOOL DISTRICT

Notes to Basic Financial Statements

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For the year ended June 30, 2017, the District recognized pension expense of \$27,899,452 for the defined benefit pension plans and pension expense of \$2,787,554 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	\$ -	\$ 6,676,302
Changes of assumptions	12,878,447	1,510,329
Net difference between projected and actual earnings on pension plan investments	24,086,876	6,911,284
Changes in proportion and differences between District contributions and proportionate share of contributions	177,631	2,195,639
District contributions subsequent to the measurement date	13,149,680	-
Total	<u>\$ 50,292,634</u>	<u>\$ 17,293,554</u>

The \$13,149,680 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 (asset) 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
2018	\$ 6,005,525
2019	6,318,720
2020	8,521,417
2021	(1,078,813)
2022	6,856
Thereafter	75,695

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:

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.

SALT LAKE CITY SCHOOL DISTRICT

Notes to Basic Financial Statements

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

Asset Class	Target Allocation	Expected Return Arithmetic Basis	
		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 from all participating employers will be made at contractually required rates, actuarially determined and certified by the Utah State Retirement Board. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The discount rate was not changed from the prior measurement date.

SALT LAKE CITY SCHOOL DISTRICT

Notes to Basic Financial Statements

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

	1% Decrease (6.20%)	Discount Rate (7.20%)	1% Increase (8.20%)
District's proportionate share of the net pension liability (asset):			
Tier 1 Noncontributory System	\$ 219,941,255	\$ 119,955,866	\$ 36,158,348
Tier 1 Contributory System	7,240,181	2,944,983	(702,837)
Tier 2 Contributory System	1,682,331	247,160	(844,647)
Total	<u>\$ 228,863,767</u>	<u>\$ 123,148,009</u>	<u>\$ 34,610,864</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 \$4,558,532 for contributions to defined benefit pension plans and \$885,428 for contributions to defined contribution plans.

7. RISK MANAGEMENT

The District maintains insurance coverage for general, automobile, personal injury, errors and omissions, employee dishonesty, and malpractice liability up to \$10 million per occurrence through policies administered by the Utah State Risk Management Fund (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. The Fund is a public entity risk pool operated by the State for the benefit of the state and local governments within the State. The District pays annual premiums to the Fund; the Fund obtains independent coverage for insured events, up to \$25 million per location. This is a pooled arrangement where the participants' pay experience rated annual premiums, which are designed to pay claims and build sufficient reserves so that the pool will be able to protect the participating entities with its own capital. The pool reinsures excess losses to preserve the capital base. Insurance coverage by major category of risk has remained relatively constant as compared to the prior fiscal year. Insurance settlements have not exceeded insurance coverage for the past three years.

The District self-insures health benefits for employees and retains a third-party administrator to process claims. The District carries a co-insurance policy to cover individual claims in excess of \$200,000. At June 30, 2017, the current unpaid and the incurred but not reported liabilities were recorded as a liability of \$3,965,885. This liability is considered current as claims are submitted for payment within a year of the date of service and is recorded in the *employee benefits fund*. This liability is the District's best estimate based on available information from the third-party administrator.

SALT LAKE CITY SCHOOL DISTRICT**Notes to Basic Financial Statements***Continued*

A reconciliation of the accrued liability for the years ended June 30, 2017 and 2016 is as follows:

	<u>Accrued Health Insurance</u>	
	<u>2017</u>	<u>2016</u>
Accrued liability - beginning	\$ 3,068,416	\$ 3,266,286
Charges for services	17,842,088	15,555,764
Claims paid	<u>(16,946,619)</u>	<u>(15,753,634)</u>
Accrued liability - ending	<u>\$ 3,963,885</u>	<u>\$ 3,068,416</u>

The District self-insures dental benefits for employees and retains a third-party administrator to process claims. At June 30, 2017, the current unpaid and the incurred but not reported liabilities were recorded as a liability of \$338,345. This liability is considered current as claims are submitted for payment within a year of the date of service and is recorded in the *employee benefits fund*. This liability is the District's best estimate based on available information from the third-party administrator.

A reconciliation of the accrued liability for the years ended June 30, 2017 and 2016 is as follows:

	<u>Accrued Dental Insurance</u>	
	<u>2017</u>	<u>2016</u>
Accrued liability - beginning	\$ 435,988	\$ 334,239
Charges for services	1,133,913	1,465,644
Claims paid	<u>(1,231,556)</u>	<u>(1,363,895)</u>
Accrued liability - ending	<u>\$ 338,345</u>	<u>\$ 435,988</u>

The District self-insures its workers compensation liability and retains a third-party administrator to process claims. All requirements of the State Industrial Commission related to maintaining a self-insured status have been met. At June 30, 2017, an estimate of all future costs based on open claims was recorded as a liability of \$275,054; this liability is serviced through the *employee benefits fund*. The District carries a co-insurance policy to cover individual claims in excess of \$400,000.

A reconciliation of the accrued liability for the years ended June 30, 2017 and 2016 is as follows:

	<u>Workers Compensation</u>	
	<u>2017</u>	<u>2016</u>
Accrued liability - beginning	\$ 556,958	\$ 402,503
Charges for services	146,815	630,585
Claims paid	<u>(428,719)</u>	<u>(476,130)</u>
Accrued liability - ending	<u>\$ 275,054</u>	<u>\$ 556,958</u>

Unemployment compensation is handled on a cost of benefits reimbursement basis with the state of Utah.

SALT LAKE CITY SCHOOL DISTRICT

Notes to Basic Financial Statements

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8. LONG-TERM LIABILITIES

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

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
Bonds payable:					
General obligation bonds	\$ 49,365,000	\$ -	\$ (6,855,000)	\$ 42,510,000	\$ 7,110,000
Qualified school construction bonds	11,000,000	-	-	11,000,000	-
Unamortized premiums and discounts	5,175,391	-	(773,548)	4,401,843	-
Total bonds payable, net	65,540,391	-	(7,628,548)	57,911,843	7,110,000
Net pension liability	122,526,769	28,039,746	(27,418,506)	123,148,009	-
Accrued vacation	880,393	49,466	(83,879)	845,980	80,600
Accrued sick leave	3,008,995	211,198	(367,928)	2,852,265	348,764
Early retirement incentive	3,301,559	1,860,680	(1,027,731)	4,134,508	1,133,023
Accrued health insurance	3,068,416	17,842,088	(16,946,619)	3,963,885	3,963,885
Accrued dental insurance	435,988	1,133,913	(1,231,556)	338,345	338,345
Workers compensation	556,958	146,815	(428,719)	275,054	275,054
Total governmental activity long-term liabilities	<u>\$ 199,319,469</u>	<u>\$ 49,283,906</u>	<u>\$ (55,133,486)</u>	<u>\$ 193,469,889</u>	<u>\$ 13,249,671</u>

Payments on the general obligation bonds are made by the *debt service fund* from property taxes, earnings on investments, and other local sources. Employee benefits will be charged to the fund in which the employee worked and paid by the *employee benefits fund*.

General Obligation Bonds – The annual requirements to amortize all general obligation bonds outstanding as of June 30, 2017, including interest payments, are listed as follows:

Year Ending June 30,	Principal	Interest	Total
2018	\$ 7,110,000	\$ 1,824,925	\$ 8,934,925
2019	7,350,000	1,581,000	8,931,000
2020	7,675,000	1,260,950	8,935,950
2021	8,015,000	916,850	8,931,850
2022	3,990,000	553,800	4,543,800
2023-2025	8,370,000	606,700	8,976,700
Totals	<u>\$ 42,510,000</u>	<u>\$ 6,744,225</u>	<u>\$ 49,254,225</u>

SALT LAKE CITY SCHOOL DISTRICT

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General obligation school building bonds payable at June 30, 2017, with their outstanding balances are comprised of the following individual issues:

\$31,255,000 2006 school building serial bonds, due in annual installments of \$1,540,000 to \$3,255,000, beginning March 1, 2007 through March 1, 2021, interest from 3.50% to 4.50%. During the year ended June 30, 2013, \$5,730,000 of these bonds were defeased.	\$ 3,280,000
\$18,255,000 2010 refunding bonds, due in annual installments of \$25,000 to \$2,850,000, beginning March 1, 2011 through March 1, 2023, interest from 2.00% to 5.00%.	15,045,000
\$16,360,000 2012 refunding bonds, due in annual installments of \$410,000 to \$3,345,000, beginning March 1, 2013 through March 1, 2021, interest from 2.00% to 5.00%.	4,465,000
\$21,840,000 2013 refunding bonds, due in annual installments of \$75,000 to \$4,530,000, beginning March 1, 2014 through March 1, 2025, interest from 1.50% to 5.00%.	19,720,000
	<u>\$ 42,510,000</u>

The general obligation bonded debt of the District is limited by state law to 4% of the fair market value of the total taxable property in the District. The legal debt limit at June 30, 2017 is \$1,270,715,699 with general obligation debt outstanding, net of unamortized premiums and discounts of \$46,911,843, resulting in a legal debt margin of \$1,223,803,856.

Qualified School Construction Bonds – Qualified school construction bonds, issued by the Building Authority, payable at June 30, 2017, with their outstanding balances are comprised of the following individual issues:

\$5,000,000 2009 qualified school construction bonds, annual sinking-fund installments of \$385,000 due, beginning March 1, 2012 through March 1, 2024, gross interest rate of 6.75%, federal income tax credit rate subsidy of 6.01%, resulting in a net interest rate of 0.74%.	\$ 5,000,000
\$6,000,000 2010 qualified school construction bonds, annual sinking-fund deposits of \$352,941 due, beginning March 1, 2012 through March 1, 2028, gross interest rate of 5.45%, federal income tax credit rate subsidy of 4.83%, resulting in a net interest rate of 0.62%.	6,000,000
	<u>\$ 11,000,000</u>

SALT LAKE CITY SCHOOL DISTRICT

Notes to Basic Financial Statements

Continued

The District transfers \$737,941 annually into a sinking fund. At June 30, 2017, the sinking fund has a balance of \$5,054,902. The annual requirements to amortize all lease revenue bonds outstanding as of June 30, 2017, including interest payments, are listed as follows:

Year Ending June 30,	Principal	Net Interest	Total
2018	\$ -	\$ 74,220	\$ 74,220
2019	-	74,220	74,220
2020	-	74,220	74,220
2021	-	74,220	74,220
2022	-	74,220	74,220
2023-2027	5,000,000	250,848	5,250,848
2028	6,000,000	37,220	6,037,220
Totals	\$ 11,000,000	\$ 659,168	\$ 11,659,168

The District services the qualified school construction bonds obligation from the *capital projects fund*.

The District has filed the required Forms 8038 for the 2009 and 2010 series qualified school construction bonds and has met the requirements that at least 10% of proceeds be spent within six months and 100% within three years in order to comply with IRS requirements to rebate arbitrage earnings. Also, revenues of the Building Authority will be deposited in required accounts to pay debt service on the bonds in order that the 6.01% federal income tax credit rate for the 2009 qualified school construction bonds or the 4.83% federal income tax credit rate for the 2010 qualified school construction bonds is not owed by the District.

Early Retirement Incentive – In accordance with employee agreements, the District provides post-employment health care benefits for employees retiring under the retirement incentive program, with a portion of the cost incurred by the District. The expense for all retirees for the year ended June 30, 2017 is \$1,860,680 and the total liability at June 30, 2017 is \$4,134,508. This liability is serviced through the *employee benefits fund*. The District recognizes the liability and expense in the year in which an employee retires. The District accrues the costs for its retirees using current insurance premiums as the basis for determining the liability. No liability has been recorded for current employees who may qualify for this benefit at a future date.

9. LITIGATION AND LEGAL COMPLIANCE

There are several lawsuits pending in which the District is involved. The District's counsel and insurance carriers estimate that the potential claims against the District, not covered by insurance, resulting from such litigation would not materially affect the financial statements of the District.

All fund balances are positive at June 30, 2017.

10. 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 is subject to audit by the District's independent auditors and other governmental auditors. Any disallowed claims resulting from such audits could become a liability of the *general fund* or other applicable fund. Based on prior experience, District administration believes such disallowance, if any, would be insignificant.

SALT LAKE CITY SCHOOL DISTRICT**Notes to Basic Financial Statements***Continued***11. SALE OF SCHOOL BUILDING**

On March 18, 2008, the District sold the Matheson elementary school building to the Salt Lake Community Action Program and executed a note agreement secured by the building. Annual payments on the note are calculated over a twenty-year period ending June 30, 2027 with the balance due June 30, 2020. The note receivable bears interest at a variable rate, currently 1.14%. The anticipated annual payments as of June 30, 2017, including interest payments, are listed as follows:

Year Ending June 30,	Principal	Interest	Total
2018	\$ 71,746	\$ 8,608	\$ 80,354
2019	72,564	7,790	80,354
2020	611,083	31,749	642,832
Totals	<u>\$ 755,393</u>	<u>\$ 48,147</u>	<u>\$ 803,540</u>

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REQUIRED SUPPLEMENTARY INFORMATION

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

	2016	2015	2014
Tier 1 Noncontributory System:			
District's proportion of the net pension liability (asset)	3.7012941%	3.7983689%	3.7984454%
District's proportionate share of the net pension liability (asset)	\$ 119,955,866	\$ 119,317,645	\$ 95,437,030
District's covered-employee payroll	\$ 101,692,547	\$ 104,891,305	\$ 107,310,945
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	117.96%	113.75%	88.94%
Plan fiduciary net position as a percentage of the total pension liability	84.90%	84.50%	87.20%
Tier 1 Contributory System:			
District's proportion of the net pension liability (asset)	5.3744721%	5.1210614%	5.1752186%
District's proportionate share of the net pension liability (asset)	\$ 2,944,983	\$ 3,209,124	\$ 567,455
District's covered-employee payroll	\$ 1,440,722	\$ 1,622,237	\$ 1,903,638
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	204.41%	197.82%	29.81%
Plan fiduciary net position as a percentage of the total pension liability	93.40%	92.40%	98.70%
Tier 2 Contributory System:			
District's proportion of the net pension liability (asset)	2.2156978%	2.0870398%	2.0028499%
District's proportionate share of the net pension liability (asset)	\$ 247,160	\$ (4,556)	\$ (60,695)
District's covered-employee payroll	\$ 18,170,518	\$ 13,478,044	\$ 9,801,198
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	1.36%	-0.03%	-0.62%
Plan fiduciary net position as a percentage of the total pension liability	95.10%	100.20%	103.50%

* These schedules are intended to present information for ten years; prior-year information is not available.
Additional information will be presented as they become available.

SALT LAKE CITY SCHOOL DISTRICT
Schedules of District Contributions
Utah Retirement Systems
Last Three Reporting Years *

	<u>2017</u>	<u>2016</u>	<u>2015</u>
Tier 1 Noncontributory System:			
Contractually required contribution	\$ 21,880,481	\$ 22,427,518	\$ 22,335,883
Contributions in relation to the contractually required contribution	<u>(21,880,481)</u>	<u>(22,427,518)</u>	<u>(22,335,883)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered-employee payroll	\$ 100,749,908	\$ 103,569,546	\$ 105,221,848
Contributions as a percentage of covered-employee payroll	21.72%	21.65%	21.23%
Tier 1 Contributory System:			
Contractually required contribution	\$ 234,783	\$ 276,104	\$ 293,178
Contributions in relation to the contractually required contribution	<u>(234,783)</u>	<u>(276,104)</u>	<u>(293,178)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered-employee payroll	\$ 1,326,454	\$ 1,559,911	\$ 1,700,415
Contributions as a percentage of covered-employee payroll	17.70%	17.70%	17.24%
Tier 2 Contributory System:			
Contractually required contribution	\$ 3,758,120	\$ 2,906,272	\$ 2,054,555
Contributions in relation to the contractually required contribution	<u>(3,758,120)</u>	<u>(2,906,272)</u>	<u>(2,054,555)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered-employee payroll	\$ 20,603,736	\$ 15,930,264	\$ 11,363,853
Contributions as a percentage of covered-employee payroll	18.24%	18.24%	18.08%

* These schedules are intended to present information for ten years; prior-year information is not available. Additional information will be presented as they become available.

SALT LAKE CITY SCHOOL DISTRICT
Notes to Required Supplementary Information

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 assumption 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 c) 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.

***COMBINING AND INDIVIDUAL
FUND FINANCIAL STATEMENTS
AND SCHEDULES***

SALT LAKE CITY SCHOOL DISTRICT

Major Governmental Funds

General Fund

By definition the general fund is a major fund.

To account for resources which are not required to be accounted for in any other fund. Revenues and expenditures of categorical federal and state programs are accounted for in this fund, if they are for the kindergarten through grade 12 regular day school programs.

Debt Service Fund

To account for the accumulation of resources and the payment of general obligation bond principal and interest due annually.

Capital Projects Fund

To account for resources collected by property taxes used for debt service, acquiring and improving sites, construction and remodeling facilities, and purchasing equipment necessary for providing educational programs for all students within the District.

Pass-Through Taxes Fund

This fund is used to account for property taxes levied by the District, but remitted directly to other entities. Incremental taxes and the charter school levy are levied as authorized by Utah Code 17C-1 and Utah Code 53A-1, respectively. Incremental taxes and the charter school levy are recorded as revenue with an equivalent amount of expenditure representing the fact that these amounts are forwarded directly to other entities.

SALT LAKE CITY SCHOOL DISTRICT

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

Year Ended June 30, 2017

With Comparative Totals for 2016

	2017			2016
	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget	Actual Amounts
Revenues:				
Property taxes	\$ 91,794,710	\$ 98,413,434	\$ 6,618,724	\$ 93,719,159
Interest on investments	511,654	1,367,743	856,089	785,853
Other local	2,467,297	3,249,203	781,906	3,519,698
State of Utah	85,292,231	84,331,644	(960,587)	81,711,570
Federal government	17,821,830	16,314,388	(1,507,442)	16,644,447
Total revenues	197,887,722	203,676,412	5,788,690	196,380,727
Expenditures:				
Current:				
Instruction	137,867,181	133,859,849	4,007,332	128,920,339
Supporting services:				
Students	6,992,268	6,849,571	142,697	6,135,406
Instructional staff	16,355,759	14,936,803	1,418,956	13,575,203
General district administration	1,173,818	1,052,007	121,811	811,039
General school administration	11,855,584	11,574,529	281,055	11,071,417
Central services	5,437,799	5,342,482	95,317	5,386,665
Operation and maintenance of school buildings	19,064,697	19,438,391	(373,694)	20,735,493
Student transportation	5,848,776	5,832,589	16,187	5,724,106
Child nutrition services	152,948	141,183	138,765	150,119
Community services	-	2,119,093	(2,119,093)	-
Total expenditures	204,748,830	201,146,497	3,729,333	192,509,787
Excess (deficiency) of revenues over (under) expenditures - net change in fund balances	(6,861,108)	2,529,915	9,518,023	3,870,940
Fund balances - beginning	48,293,570	48,293,570	-	44,422,630
Fund balances - ending	<u>\$ 41,432,462</u>	<u>\$ 50,823,485</u>	<u>\$ 9,518,023</u>	<u>\$ 48,293,570</u>

SALT LAKE CITY SCHOOL DISTRICT

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

Debt Service Fund

Year Ended June 30, 2017

With Comparative Totals for 2016

	2017			2016
	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget	Actual Amounts
Revenues:				
Property taxes	\$ 8,804,304	\$ 9,275,388	\$ 471,084	\$ 10,156,858
Interest on investments	8,000	29,577	21,577	8,409
Total revenues	8,812,304	9,304,965	492,661	10,165,267
Expenditures:				
Principal retirement	6,855,000	6,855,000	-	8,162,722
Interest on bonds	2,079,525	2,079,525	-	2,287,455
Other fees	2,000	2,000	-	2,250
Total expenditures	8,936,525	8,936,525	-	10,452,427
Excess (deficiency) of revenues over (under) expenditures - net change in fund balances	(124,221)	368,440	492,661	(287,160)
Fund balances - beginning	2,105,147	2,105,147	-	2,392,307
Fund balances - ending	<u>\$ 1,980,926</u>	<u>\$ 2,473,587</u>	<u>\$ 492,661</u>	<u>\$ 2,105,147</u>

SALT LAKE CITY SCHOOL DISTRICT

Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual Capital Projects Fund

Year Ended June 30, 2017

With Comparative Totals for 2016

	2017			2016
	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget	Actual Amounts
Revenues:				
Property taxes	\$ 20,213,650	\$ 20,017,257	\$ (196,393)	\$ 20,170,940
Interest on investments	224,275	485,650	261,375	316,267
Other local	182,762	623,850	441,088	589,477
Federal government	-	318,948	318,948	349,694
Total revenues	20,620,687	21,445,705	825,018	21,426,378
Expenditures:				
Facilities acquisition and construction services	32,521,295	24,043,550	8,477,745	14,830,942
Equipment	985,218	240,723	744,495	405,909
Interest on bonds	74,219	72,813	(1,406)	73,438
Bond agent fees	5,450	5,200	(250)	5,200
Total expenditures	33,586,182	24,362,286	9,220,584	15,315,489
Excess (deficiency) of revenues over (under) expenditures	(12,965,495)	(2,916,581)	10,045,602	6,110,889
Other financing sources:				
Sale of capital assets	73,000	72,552	(448)	73,022
Net change in fund balances	(12,892,495)	(2,844,029)	10,045,154	6,183,911
Fund balances - beginning	45,893,675	45,893,675	-	39,709,764
Fund balances - ending	<u>\$ 33,001,180</u>	<u>\$ 43,049,646</u>	<u>\$ 10,045,154</u>	<u>\$ 45,893,675</u>

SALT LAKE CITY SCHOOL DISTRICT

Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual Pass-Through Taxes Fund

Year Ended June 30, 2017

With Comparative Totals for 2016

	2017			2016
	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget	Actual Amounts
Revenues:				
Property taxes	\$ 16,028,042	\$ 16,028,042	\$ -	\$ 14,756,784
Expenditures:				
Current:	-	-	-	-
Community services	16,028,042	16,028,042	-	14,756,784
Excess of revenues over expenditures - net change in fund balances	-	-	-	-
Fund balances - beginning	-	-	-	-
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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SALT LAKE CITY SCHOOL DISTRICT

Nonmajor Governmental Funds

Special Revenue Funds

Special Programs Fund

To account for the operations of community school, various recreation programs and other major, non-regular day programs primarily funded by state and federal grants of the District.

Child Nutrition Fund

This fund accounts for the operation of the District's school lunch and breakfast programs, contract catering services, and a summer program for economically disadvantaged children. Revenues are generated through cash sales of food items in addition to federal and state subsidies.

Student Activities Fund

To account for the receipts and disbursements of monies for student activities and organizations at the individual schools.

SALT LAKE CITY SCHOOL DISTRICT

Combining Balance Sheet Nonmajor Governmental Funds June 30, 2017

	Special Revenue Funds			
	Special Programs	Child Nutrition	Student Activities	Total
Assets:				
Cash and investments	\$ 9,098,354	\$ 1,459,623	\$ 3,320,984	\$ 13,878,961
Receivables:				
Other local	-	11,550	27,191	38,741
State of Utah	-	774,103	-	774,103
Federal government	1,358,300	281,096	-	1,639,396
Inventories	-	776,503	-	776,503
Prepaid expenditures	-	62,351	-	62,351
Total assets	<u>\$ 10,456,654</u>	<u>\$ 3,365,226</u>	<u>\$ 3,348,175</u>	<u>\$ 17,170,055</u>
Liabilities:				
Accounts payable	\$ 62,033	\$ 157,963	\$ 66,542	\$ 286,538
Due to student organizations	-	-	265,587	265,587
Unearned revenue:				
Other local	242,195	160,498	-	402,693
Total liabilities	<u>304,228</u>	<u>318,461</u>	<u>332,129</u>	<u>954,818</u>
Fund balances:				
Nonspendable:				
Inventories	-	776,503	-	776,503
Prepaid expenditures	-	62,351	-	62,351
Restricted:				
Child nutrition services	-	2,207,911	-	2,207,911
Committed:				
Community recreation	460,753	-	-	460,753
Assigned:				
Programs	9,683,750	-	-	9,683,750
Schools	7,923	-	-	7,923
Students	-	-	3,016,046	3,016,046
Total fund balances	<u>10,152,426</u>	<u>3,046,765</u>	<u>3,016,046</u>	<u>16,215,237</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 10,456,654</u>	<u>\$ 3,365,226</u>	<u>\$ 3,348,175</u>	<u>\$ 17,170,055</u>

SALT LAKE CITY SCHOOL DISTRICT

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances Nonmajor Governmental Funds Year Ended June 30, 2017

	Special Revenue Funds			
	Special Programs	Child Nutrition	Student Activities	Total
Revenues:				
Property taxes	\$ 2,223,398	\$ -	\$ -	\$ 2,223,398
Tuition	1,600,922	-	-	1,600,922
Student fees	-	-	1,094,900	1,094,900
Food sales	-	1,435,850	-	1,435,850
Earnings on investments	61,804	17,904	53,386	133,094
Other local revenues	8,475,285	-	3,043,057	11,518,342
State of Utah	3,010,656	1,870,333	-	4,880,989
Federal government	2,397,940	10,057,395	-	12,455,335
Total revenues	17,770,005	13,381,482	4,191,343	35,342,830
Expenditures:				
Current:				
Instruction	7,905,548	-	3,890,533	11,796,081
Supporting services:				
Students	98,015	-	-	98,015
Instructional staff	3,266,138	-	-	3,266,138
General district administration	238,669	-	-	238,669
General school administration	2,354,730	-	-	2,354,730
Central	143,919	-	-	143,919
Operation and maintenance of school buildings	422,108	-	-	422,108
Child nutrition services	-	13,221,607	-	13,221,607
Community services	20,618	-	-	20,618
Total expenditures	16,493,802	13,221,607	3,890,533	33,605,942
Excess of revenues over expenditures	1,276,203	159,875	300,810	1,736,888
Other financing sources:				
Proceeds from sale of capital assets	-	22,541	-	22,541
Net change in fund balances	1,276,203	182,416	300,810	1,759,429
Fund balances - beginning	8,876,223	2,864,349	2,715,236	14,455,808
Fund balances - ending	<u>\$ 10,152,426</u>	<u>\$ 3,046,765</u>	<u>\$ 3,016,046</u>	<u>\$ 16,215,237</u>

SALT LAKE CITY SCHOOL DISTRICT

Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual Special Programs

A Nonmajor Special Revenue Fund

Year Ended June 30, 2017

With Comparative Totals for 2016

	2017			2016
	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget	Actual Amounts
Revenues:				
Property taxes	\$ 2,123,178	\$ 2,223,398	\$ 100,220	\$ 2,225,032
Tuition	1,536,552	1,600,922	64,370	1,765,948
Earnings on investments	-	61,804	61,804	18,738
Other local	5,569,796	8,475,285	2,905,489	7,985,882
State of Utah	3,321,373	3,010,656	(310,717)	2,853,727
Federal government	2,282,480	2,397,940	115,460	2,276,378
Total revenues	14,833,379	17,770,005	2,936,626	17,125,705
Expenditures:				
Current:				
Instruction	8,130,829	7,905,548	225,281	7,476,887
Supporting services:				
Students	105,427	98,015	7,412	111,799
Instructional staff	3,728,749	3,266,138	462,611	3,318,068
General district administration	254,581	238,669	15,912	234,494
General school administration	2,410,355	2,354,730	55,625	2,191,080
Central	112,632	143,919	(31,287)	149,417
Operation and maintenance of school buildings	342,020	422,108	(80,088)	307,763
Community services	34,679	20,618	14,061	37,491
Capital outlay	2,816,410	2,044,057	772,353	-
Total expenditures	17,935,682	16,493,802	1,441,880	13,826,999
Excess (deficiency) of revenues over (under) expenditures - net change in fund balances	(3,102,303)	1,276,203	4,378,506	3,298,706
Fund balances - beginning	8,876,223	8,876,223	-	5,577,517
Fund balances - ending	\$ 5,773,920	\$ 10,152,426	\$ 4,378,506	\$ 8,876,223

SALT LAKE CITY SCHOOL DISTRICT

Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual Child Nutrition

A Nonmajor Special Revenue Fund

Year Ended June 30, 2017

With Comparative Totals for 2016

	2017			2016
	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget	Actual Amounts
Revenues:				
Food sales	\$ 1,480,174	\$ 1,435,850	\$ (44,324)	\$ 1,423,050
Earnings on investments	6,000	17,904	11,904	10,717
State of Utah	1,937,659	1,870,333	(67,326)	1,841,414
Federal government	10,622,222	10,057,395	(564,827)	10,024,222
Total revenues	14,046,055	13,381,482	(664,573)	13,299,403
Expenditures:				
Current:				
Salaries	3,466,106	3,335,914	130,192	3,244,602
Employee benefits	1,611,104	1,474,531	136,573	1,437,527
Food	6,252,491	5,760,510	491,981	5,797,145
Supplies	839,850	658,489	181,361	803,199
Contracted services	597,029	587,386	9,643	561,732
Indirect costs	1,080,772	1,012,720	68,052	986,745
Equipment and maintenance	259,500	392,057	(132,557)	263,837
Total expenditures	14,106,852	13,221,607	885,245	13,094,787
Excess (deficiency) of revenues over (under) expenditures	(60,797)	159,875	220,672	204,616
Other financing sources:				
Proceeds from sale of capital assets	23,500	22,541	(959)	15,424
Net change in fund balances	(37,297)	182,416	219,713	220,040
Fund balances - beginning	2,864,349	2,864,349	-	2,644,309
Fund balances - ending	<u>\$ 2,827,052</u>	<u>\$ 3,046,765</u>	<u>\$ 219,713</u>	<u>\$ 2,864,349</u>

SALT LAKE CITY SCHOOL DISTRICT

Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual Student Activities

A Nonmajor Special Revenue Fund

Year Ended June 30, 2017

With Comparative Totals for 2016

	2017			2016
	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget	Actual Amounts
Revenues:				
Other local:				
Interest from investments	\$ 32,000	\$ 53,386	\$ 21,386	\$ 27,927
Fees and fines	888,000	1,094,900	206,900	867,831
Vending	58,000	54,256	(3,744)	56,010
Other	2,922,000	2,988,801	66,801	2,592,659
Total revenues	3,900,000	4,191,343	291,343	3,544,427
Expenditures:				
Current:				
Salaries	290,750	258,693	32,057	224,740
Employee benefits	81,315	54,412	26,903	34,945
Contract services	170,000	158,653	11,347	146,966
Purchased services	90,500	62,706	27,794	101,772
Supplies	3,246,935	3,344,545	(97,610)	2,898,050
Dues and fees	1,000	215	785	-
Equipment	19,500	11,309	8,191	10,650
Total expenditures	3,900,000	3,890,533	9,467	3,417,123
Excess of revenues over expenditures - net change in fund balances	-	300,810	300,810	127,304
Fund balances - beginning	2,715,236	2,715,236	-	2,587,932
Fund balances - ending	<u>\$ 2,715,236</u>	<u>\$ 3,016,046</u>	<u>\$ 300,810</u>	<u>\$ 2,715,236</u>

SALT LAKE CITY SCHOOL DISTRICT

Internal Service Funds

Distribution Services Fund

To account for services provided to departments and schools in the District by the central warehousing system. Such costs are recovered by charging more than the invoice cost for items distributed through the warehouse.

Printing/Graphics Fund

To account for printing services provided to departments and schools in the District by the District's printing shop. Costs are recovered by charges to user departments and schools.

Technical Services Fund

To account for repair services provided to the various departments and schools of the District. Costs are recovered by charges to user departments and schools.

Employee Benefits Fund

To account for accrued vacation and sick leave payments, early retirement insurance benefits, health and dental insurance payments, and worker's compensation payments.

SALT LAKE CITY SCHOOL DISTRICT

Combining Statement of Fund Net Position

Internal Service Funds

June 30, 2017

With Comparative Totals for 2016

	2017				2016	
	Distribution Services	Printing/ Graphics	Technical Services	Employee Benefits	Total	Total
Assets:						
Current assets:						
Cash and investments	\$ -	\$ 69,496	\$ 343,539	\$ 13,093,041	\$ 13,506,076	\$ 12,283,111
Receivables	767	-	-	-	767	806
Inventories	276,409	25,818	63,905	-	366,132	377,133
Total current assets	277,176	95,314	407,444	13,093,041	13,872,975	12,661,050
Noncurrent assets:						
Capital assets:						
Equipment	288,398	129,047	71,546	-	488,991	513,976
Accumulated depreciation	(236,199)	(84,662)	(65,176)	-	(386,037)	(378,875)
Net capital assets	52,199	44,385	6,370	-	102,954	135,101
Total assets	329,375	139,699	413,814	13,093,041	13,975,929	12,796,151
Deferred Outflows of Resources:						
Amounts related to pensions	94,062	37,923	219,308	-	351,293	313,589
Liabilities:						
Current liabilities:						
Accounts payable	36,994	4,493	2,604	-	44,091	167,094
Accrued vacation	-	-	-	80,600	80,600	230,826
Accrued sick leave	-	-	-	348,764	348,764	248,819
Early retirement incentive	-	-	-	1,133,023	1,133,023	1,035,263
Health insurance	-	-	-	3,963,885	3,963,885	3,068,416
Dental insurance	-	-	-	338,345	338,345	435,988
Workers compensation	-	-	-	275,054	275,054	556,958
Total current liabilities	36,994	4,493	2,604	6,139,671	6,183,762	5,743,364
Noncurrent liabilities:						
Net pension liability	228,745	97,184	530,530	-	856,459	852,208
Accrued vacation	-	-	-	765,380	765,380	649,567
Accrued sick leave	-	-	-	2,503,501	2,503,501	2,760,176
Early retirement incentive	-	-	-	3,001,485	3,001,485	2,266,296
Total noncurrent liabilities	228,745	97,184	530,530	6,270,366	7,126,825	6,528,247
Total liabilities	265,739	101,677	533,134	12,410,037	13,310,587	12,271,611
Deferred Inflows of Resources:						
Amounts related to pensions	31,955	13,443	74,304	-	119,702	82,989
Net Position:						
Net investment in capital assets	52,199	44,385	6,370	-	102,954	135,101
Unrestricted	73,544	18,117	19,314	683,004	793,979	620,039
Total net position	\$ 125,743	\$ 62,502	\$ 25,684	\$ 683,004	\$ 896,933	\$ 755,140

SALT LAKE CITY SCHOOL DISTRICT

Combining Statement of Revenues, Expenses, and Changes in Fund Net Position

Internal Service Funds

Year Ended June 30, 2017

With Comparative Totals for 2016

	2017					2016
	Distribution Services	Printing/ Graphics	Technical Services	Employee Benefits	Total	Total
Operating revenues:						
Charges for services	\$ 636,885	\$ 300,233	\$ 986,231	\$ 21,244,359	\$ 23,167,708	\$ 21,940,591
Operating expenses:						
Salaries	299,565	97,489	530,391	-	927,445	920,808
Employee benefits	126,794	48,552	298,963	21,244,420	21,718,729	19,904,086
Materials	36,586	99,275	168,224	-	304,085	279,282
Contracted services	-	40,950	11,675	-	52,625	11,579
Equipment maintenance	14,818	3,616	4,644	-	23,078	31,121
Depreciation	15,379	14,379	2,389	-	32,147	29,573
Other expenses	85,702	5,220	8,388	-	99,310	95,186
Total operating expenses	578,844	309,481	1,024,674	21,244,420	23,157,419	21,271,635
Operating income (loss)	58,041	(9,248)	(38,443)	(61)	10,289	668,956
Nonoperating income:						
Interest on investments	64	336	2,296	128,808	131,504	81,353
Change in net position	58,105	(8,912)	(36,147)	128,747	141,793	750,309
Net position - beginning	67,638	71,414	61,831	554,257	755,140	4,831
Net position - ending	<u>\$ 125,743</u>	<u>\$ 62,502</u>	<u>\$ 25,684</u>	<u>\$ 683,004</u>	<u>\$ 896,933</u>	<u>\$ 755,140</u>

SALT LAKE CITY SCHOOL DISTRICT

**Combining Statement of Fund Cash Flows
Internal Service Funds**

Year Ended June 30, 2017

With Comparative Totals for 2016

	2017				2016	
	Distribution Services	Printing/ Graphics	Technical Services	Employee Benefits	Total	Total
Cash flows from operating activities:						
Receipts from interfund services provided	\$ 636,924	\$ 300,233	\$ 986,231	\$ 21,244,359	\$ 23,167,747	\$ 21,940,254
Payments to suppliers	(211,498)	(196,185)	(183,417)	-	(591,100)	(543,363)
Payments made to or on behalf of employees	(425,490)	(145,680)	(827,324)	(20,086,692)	(21,485,186)	(20,768,344)
Net cash provided (used) by operating activities	(64)	(41,632)	(24,510)	1,157,667	1,091,461	628,547
Cash flows from capital and related financing activities:						
Acquisition of capital assets	-	-	-	-	-	(89,491)
Cash flows from investing activities:						
Interest earned	64	336	2,296	128,808	131,504	81,353
Change in cash and cash equivalents	-	(41,296)	(22,214)	1,286,475	1,222,965	620,409
Cash and Cash Equivalents - Beginning	-	110,792	365,753	11,806,566	12,283,111	11,662,702
Cash and Cash Equivalents - Ending (displayed as cash and investments in the combining statement of fund net position)	<u>\$ -</u>	<u>\$ 69,496</u>	<u>\$ 343,539</u>	<u>\$ 13,093,041</u>	<u>\$ 13,506,076</u>	<u>\$ 12,283,111</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:						
Operating income (loss)	\$ 58,041	\$ (9,248)	\$ (38,443)	\$ (61)	\$ 10,289	\$ 668,956
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:						
Depreciation expense	15,379	14,379	2,389	-	32,147	29,573
Pension expense	(264)	(109)	(618)	-	(991)	(192,773)
Changes in operating assets and liabilities:						
Receivables	39	-	-	-	39	(337)
Inventories	(1,093)	2,788	9,306	-	11,001	(33,996)
Accounts payable	(73,299)	(49,912)	208	-	(123,003)	(92,199)
Net pension liability	1,133	470	2,648	-	4,251	186,609
Accrued vacation	-	-	-	(34,413)	(34,413)	(241,472)
Accrued sick leave	-	-	-	(156,730)	(156,730)	61,013
Early retirement incentive payable	-	-	-	832,949	832,949	184,839
Health insurance payable	-	-	-	895,469	895,469	(197,870)
Dental insurance payable	-	-	-	(97,643)	(97,643)	101,749
Workers compensation payable	-	-	-	(281,904)	(281,904)	154,455
Total adjustments	(58,105)	(32,384)	13,933	1,157,728	1,081,172	(40,409)
Net cash provided (used) by operating activities	<u>\$ (64)</u>	<u>\$ (41,632)</u>	<u>\$ (24,510)</u>	<u>\$ 1,157,667</u>	<u>\$ 1,091,461</u>	<u>\$ 628,547</u>
Noncash investing, capital, and financing activities	none	none	none	none	none	none

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SALT LAKE CITY SCHOOL DISTRICT

STATISTICAL SECTION

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.

<u>Contents</u>	<u>Page</u>
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.	80 - 85
Revenue Capacity These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.	86 - 89
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.	90 - 95
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.	96 - 97
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.	98 - 109
Continuing Disclosure Information These schedules are required as part of the District's ongoing general obligation bonded debt disclosures and give additional information to investors about the financial trends and tax base of the District.	110 - 117

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

SALT LAKE CITY SCHOOL DISTRICT

Net Position by Component Last Ten Fiscal Years (accrual basis of accounting)

Fiscal Year Ended June 30,	Net Investment in Capital Assets	Restricted	Unrestricted	Total Net Position
2017	\$ 260,683,699	\$ 49,382,011	\$ (22,667,340)	\$ 287,398,370
2016	249,277,178	51,519,294	(26,394,016)	274,402,456
2015	246,369,037	45,430,231	(35,226,396)	256,572,872
2014	246,581,273	37,426,080	(42,119,504)	241,887,849
2013	244,506,480	39,885,077	46,583,520	330,975,077
2012	236,865,736	36,736,166	47,128,386	320,730,288
2011	228,314,411	37,596,288	46,483,756	312,394,455
2010	217,482,173	34,558,724	40,792,140	292,833,037
2009	210,563,915	29,215,370	38,538,740	278,318,025
2008	186,489,384	40,756,654	29,964,471	257,210,509

Source: Information taken from the District's audited financial statements. This summary itself has not been audited.

Note: In FY2015, the District implemented GASB statements 68 and 71, recording its proportionate share of net pension liabilities. As a result, the beginning net position balance (June 30, 2014) was decreased by \$97,942,595. Prior years have not been restated.

SALT LAKE CITY SCHOOL DISTRICT

Fund Balances - Governmental Funds Last Ten Fiscal Years (modified accrual basis of accounting)

Fiscal Year Ended June 30,	General Fund					
	Nonspendable	Restricted	Committed	Assigned	Unassigned	Total
2017	\$ 313,102	\$ -	\$ 7,000,000	\$ 32,246,787	\$ 11,263,596	\$ 50,823,485
2016	112,365	-	7,000,000	29,966,831	11,214,374	48,293,570
2015	100,026	-	7,000,000	28,288,245	9,034,359	44,422,630
2014	75,587	-	7,000,000	28,543,112	9,413,515	45,032,214
2013	94,310	-	7,000,000	27,263,411	9,296,032	43,653,753
2012	114,464	-	7,000,000	27,118,083	9,605,666	43,838,213
2011	144,865	-	7,000,000	26,404,314	10,254,912	43,804,091
2010	123,845	-	7,000,000	19,512,177	11,837,262	38,473,284
2009	416,115	-	7,000,000	16,149,475	12,691,431	36,257,021
2008	705,358	-	7,000,000	7,544,326	13,420,241	28,669,925

Fiscal Year Ended June 30,	All Other Governmental Funds					
	Nonspendable	Restricted	Committed	Assigned	Unassigned	Total
2017	\$ 913,331	\$ 47,656,667	\$ 460,753	\$ 12,707,719	\$ -	\$ 61,738,470
2016	899,336	50,050,619	466,941	11,037,734	-	62,454,630
2015	793,731	44,040,499	319,414	7,758,185	-	52,911,829
2014	806,019	35,862,356	409,885	7,497,751	-	44,576,011
2013	609,278	30,496,551	-	7,511,013	-	38,616,842
2012	634,151	28,496,614	-	6,353,859	-	35,484,624
2011	529,853	37,876,976	-	5,127,627	-	43,534,456
2010	873,766	33,444,270	-	3,202,250	-	37,520,286
2009	822,656	23,025,887	-	3,929,781	-	27,778,324
2008	1,218,949	34,359,137	-	3,268,385	-	38,846,471

Source: Information taken from the District's audited financial statements. This summary itself has not been audited.

SALT LAKE CITY SCHOOL DISTRICT

Changes in Net Position

Last Ten Fiscal Years

(accrual basis of accounting)

	Fiscal Year Ended June 30,			
	2017	2016	2015	2014
Expenses:				
Instruction	\$ 165,982,553	\$ 157,579,097	\$ 156,111,302	\$ 160,402,578
Supporting services:				
Students	6,965,626	6,218,591	5,933,832	5,979,448
Instructional staff	18,248,249	16,823,554	16,011,030	15,986,650
General district administration	1,365,983	1,117,841	1,107,411	1,274,078
General school administration	13,962,911	13,206,765	12,100,581	12,268,416
Central	5,505,182	5,502,790	5,017,189	4,790,277
Operation and maintenance of school buildings	20,931,327	21,970,649	20,345,227	19,390,891
Student transportation	6,593,242	6,378,272	5,841,251	6,775,690
Other	-	-	-	-
Child nutrition services	13,525,585	13,389,707	12,787,372	12,935,867
Community services	18,167,811	14,794,072	13,963,081	931,160
Interest on long-term liabilities	1,752,609	1,963,779	2,239,134	2,712,179
Total expenses	273,001,078	258,945,117	251,457,410	243,447,234
Program Revenues:				
Charges for services:				
Instruction	4,310,213	4,385,232	4,276,266	4,498,291
Supporting services	115,190	133,176	215,887	374,145
Child nutrition services	1,435,850	1,423,050	1,377,844	1,317,206
Community services	-	-	659,100	1,876,152
Operating grants and contributions	65,665,467	64,544,677	64,669,217	65,294,680
Total program revenues	71,526,720	70,486,135	71,198,314	73,360,474
Net (expense)/revenue	(201,474,358)	(188,458,982)	(180,259,096)	(170,086,760)
General Revenues and Other Changes in Net Position:				
Property taxes	146,025,053	141,023,430	127,422,010	112,767,576
Federal and state aid not restricted to specific purposes	52,635,837	51,156,775	56,849,798	55,395,080
Earnings on investments	2,147,568	1,249,264	453,413	876,215
Miscellaneous	13,661,814	12,859,097	10,218,898	9,903,256
Special item - gain on sale of capital assets	-	-	-	-
Total general and other	214,470,272	206,288,566	194,944,119	178,942,127
Change in net position	\$ 12,995,914	\$ 17,829,584	\$ 14,685,023	\$ 8,855,367

Note: Incremental taxes were first reported in 2015 with an equal amount reported as community services expenditures.

Source: Information taken from the District's audited financial statements. This summary itself has not been audited.

2013	2012	2011	2010	2009	2008
\$ 156,240,735	\$ 153,694,103	\$ 154,113,899	\$ 153,348,876	\$ 151,755,972	\$ 148,719,117
5,850,872	5,965,406	6,059,853	6,245,107	6,528,229	6,160,831
14,605,154	15,361,417	14,897,568	15,406,650	16,297,035	16,828,598
1,541,222	1,051,678	1,205,297	1,279,297	1,147,099	1,067,519
11,675,857	11,811,898	11,321,300	11,293,363	10,060,731	9,570,287
4,626,812	4,555,684	4,850,665	4,622,323	4,660,032	4,147,499
19,648,790	18,295,132	18,208,395	18,234,484	20,242,738	17,240,137
6,179,347	6,058,589	5,851,624	5,059,709	5,139,744	5,421,467
-	-	-	-	-	110,252
13,587,803	14,547,742	14,257,099	13,079,043	13,464,062	12,514,591
1,248,839	919,813	717,929	562,525	513,449	489,901
3,324,175	3,823,970	4,571,285	5,322,106	5,746,253	4,946,826
238,529,606	236,085,432	236,054,914	234,453,483	235,555,344	227,217,025
3,233,891	4,481,581	4,131,741	3,388,844	3,743,039	6,673,555
349,616	370,779	445,325	475,060	491,177	566,065
1,416,254	1,198,038	1,790,335	1,339,422	1,644,704	1,150,852
2,102,406	2,012,325	1,208,121	1,183,018	1,054,712	1,102,037
68,959,797	69,875,094	71,722,359	70,280,605	67,347,167	60,378,521
76,061,964	77,937,817	79,297,881	76,666,949	74,280,799	69,871,030
(162,467,642)	(158,147,615)	(156,757,033)	(157,786,534)	(161,274,545)	(157,345,995)
107,488,446	103,998,011	102,066,099	97,273,621	98,026,965	97,748,775
53,071,691	53,295,236	64,447,486	64,685,625	72,648,266	66,263,474
1,367,829	1,518,660	1,316,194	1,683,970	3,772,269	4,552,856
10,784,465	7,856,127	8,960,693	8,814,375	7,934,561	4,134,406
-	-	-	-	-	1,154,765
172,712,431	166,668,034	176,790,472	172,457,591	182,382,061	173,854,276
\$ 10,244,789	\$ 8,520,419	\$ 20,033,439	\$ 14,671,057	\$ 21,107,516	\$ 16,508,281

SALT LAKE SCHOOL DISTRICT

Changes in Fund Balances - Governmental Funds

Last Ten Fiscal Years

(modified accrual basis of accounting)

	Fiscal Year Ended June 30,			
	2017	2016	2015	2014
Revenues:				
Property taxes	\$ 145,957,519	\$ 141,028,773	\$ 127,727,136	\$ 113,271,145
Other local	21,539,131	19,968,466	17,137,920	18,791,513
State of Utah	89,212,633	86,406,711	91,507,175	88,738,160
Federal government	29,088,671	29,294,741	30,011,840	31,951,600
Total revenues	285,797,954	276,698,691	266,384,071	252,752,418
Expenditures:				
Instruction	145,655,930	139,814,349	140,714,894	136,144,991
Supporting services:				
Students	6,947,586	6,247,205	6,224,570	5,979,448
Instructional staff	18,202,941	16,893,271	16,545,451	15,940,426
General district administration	1,290,676	1,045,533	1,026,961	1,142,448
General school administration	13,929,259	13,262,497	12,556,070	12,268,416
Central	5,486,401	5,536,082	5,243,070	4,790,277
Operation and maintenance of buildings	19,860,499	21,043,256	19,914,455	18,791,047
Student transportation	5,832,589	5,724,106	5,266,543	6,076,530
Other	-	-	-	-
Child nutrition services	13,362,790	13,244,906	12,624,971	12,727,244
Community services	18,167,753	14,794,275	13,963,081	931,160
Capital outlay	26,328,330	15,236,851	14,127,872	13,286,721
Debt service:				
Principal retirement	6,855,000	8,162,722	7,815,000	14,340,000
Bond issuance costs	-	-	-	-
Interest, fiscal charges and other	2,159,538	2,368,343	2,716,793	3,072,526
Total expenditures	284,079,292	263,373,396	258,739,731	245,491,234
Excess (deficiency) of revenues over (under) expenditures	1,718,662	13,325,295	7,644,340	7,261,184
Other financing sources (uses):				
Refunding bonds issued	-	-	-	-
Bonds issued	-	-	-	-
Bond premium	-	-	-	-
Payment to refunded bonds escrow agent	-	-	-	-
Proceeds from the sale of capital assets	95,093	88,446	81,894	76,446
Total other financing sources (uses)	95,093	88,446	81,894	76,446
Net change in fund balances	\$ 1,813,755	\$ 13,413,741	\$ 7,726,234	\$ 7,337,630
Debt service as a percentage of noncapital expenditures	3.29%	4.15%	4.19%	7.16%

Note: Incremental taxes were first reported in 2015 with an equal amount reported as community services expenditures.

Source: Information taken from the District's audited financial statements. This summary itself has not been audited.

2013	2012	2011	2010	2009	2008
\$ 108,165,953	\$ 104,391,365	\$ 101,544,260	\$ 96,367,544	\$ 97,410,606	\$ 99,487,300
19,197,207	17,381,548	17,810,066	16,723,463	18,448,615	17,837,559
85,619,270	85,203,428	91,265,093	89,412,671	97,096,751	96,616,784
36,412,218	37,966,902	44,904,752	45,553,559	42,898,682	30,025,211
249,394,648	244,943,243	255,524,171	248,057,237	255,854,654	243,966,854
136,600,090	133,718,233	136,628,817	133,719,808	136,305,305	130,643,850
5,850,872	5,847,163	5,942,934	6,138,199	6,421,380	6,055,848
14,582,807	14,759,440	14,312,976	14,872,111	15,762,789	16,303,681
1,189,225	1,054,156	1,292,099	1,225,378	1,039,932	1,132,620
11,675,857	11,457,168	11,179,035	10,972,640	9,740,183	9,255,337
4,626,812	4,555,684	4,850,665	4,622,323	4,660,032	4,147,499
19,319,852	17,381,827	17,390,412	17,478,438	19,492,892	17,029,973
5,580,941	5,463,831	5,253,829	4,508,769	4,587,473	4,414,868
-	-	-	-	-	110,252
13,130,040	13,544,074	13,267,624	12,174,820	12,523,847	11,553,314
1,248,839	919,813	717,929	562,525	513,449	489,901
15,933,609	27,390,187	22,491,052	18,073,415	31,409,429	30,743,475
12,810,000	12,433,000	12,111,000	11,483,000	11,056,000	10,859,000
240,476	130,143	208,491	78,023	-	164,012
3,987,980	4,140,961	4,797,153	5,443,821	5,876,578	6,071,060
246,777,400	252,795,680	250,444,016	241,353,270	259,389,289	248,974,690
2,617,248	(7,852,437)	5,080,155	6,703,967	(3,534,635)	(5,007,836)
22,140,000	16,360,000	18,255,000	-	-	16,801,000
-	-	6,000,000	5,000,000	-	-
3,260,900	2,062,922	2,984,071	-	-	101,405
(25,148,502)	(18,664,358)	(21,076,861)	-	-	(16,738,393)
78,112	78,163	102,612	254,258	53,584	109,248
330,510	(163,273)	6,264,822	5,254,258	53,584	273,260
\$ 2,947,758	\$ (8,015,710)	\$ 11,344,977	\$ 11,958,225	\$ (3,481,051)	\$ (4,734,576)

7.07%

7.04%

7.18%

7.23%

7.23%

7.45%

SALT LAKE CITY SCHOOL DISTRICT

Assessed Value and Estimated Actual Value of Taxable Property Last Ten Tax Years December 31, 2007 through 2016

Tax Year	Centrally Assessed	Residential	Industrial & Commercial	Agriculture	Personal	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Value	Assessed Value as a Percentage of Actual Value
2007	\$ 2,063,831,387	\$ 8,151,752,558	\$ 7,762,690,241	\$ 94,860	\$ 2,675,295,454	\$ 20,653,664,500	0.005084	\$ 27,216,392,096	75.89%
2008	2,076,836,331	8,510,236,464	8,496,549,150	83,650	2,780,464,087	21,864,169,682	0.004937	28,669,298,571	76.26%
2009	1,603,357,209	7,704,027,024	7,364,094,350	72,180	2,752,043,271	19,423,594,034	0.005976	25,580,544,749	75.93%
2010	1,609,972,716	7,379,392,292	7,342,856,970	62,270	2,597,999,755	18,930,284,003	0.006371	24,826,812,300	76.25%
2011	1,576,916,496	7,441,337,891	7,473,015,890	56,380	2,061,037,331	18,552,363,988	0.006408	24,496,904,249	75.73%
2012	1,617,923,834	7,322,058,294	7,608,557,580	58,730	2,012,288,200	18,560,886,638	0.006626	24,407,186,130	76.05%
2013	1,699,347,198	7,592,180,829	8,059,016,800	57,770	2,223,873,242	19,574,475,839	0.006651	25,638,645,909	76.35%
2014	1,675,767,308	7,998,504,654	8,771,128,320	119,110	2,457,162,256	20,902,681,648	0.006303	27,302,520,481	76.56%
2015	1,816,940,749	8,538,284,481	9,263,371,080	128,209	2,499,620,187	22,118,344,706	0.006497	28,958,202,757	76.38%
2016	2,042,289,238	9,295,626,813	10,169,401,200	132,660	2,808,606,991	24,316,056,902	0.006180	31,767,892,472	76.54%

Source: Property Tax Division, Utah State Tax Commission

SALT LAKE CITY SCHOOL DISTRICT

Direct and Overlapping Property Tax Rates

Last Ten Tax Years

December 31, 2007 through 2016

(rate per \$1 of assessed value)

	Tax Rates for the Tax Year Ended December 31,									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Salt Lake City School District direct rates:										
Basic program (1)	0.001675	0.001736	0.001419	0.001535	0.001651	0.001591	0.001527	0.001433	0.001277	0.001319
Voted local (2)	0.000861	0.000915	0.000951	0.000973	0.001000	0.000880	0.001800	0.001768	0.001385	0.001466
Board local (3)	0.002109	0.002259	0.002284	0.001975	0.001835	0.000400	0.000200	0.000200	0.000200	0.000154
K-3 reading program	(b)	(b)	(b)	(b)	(b)	0.000121	0.000121	0.000121	0.000121	0.000121
Transportation (4)	(b)	(b)	(b)	(b)	(b)	0.000151	0.000095	(a)	(a)	(a)
Tort liability (5)	(b)	(b)	(b)	(b)	(b)	0.000100	0.000022	0.000022	0.000019	0.000020
Recreation (6)	(b)	(b)	(b)	(b)	(b)	0.000485	0.000120	0.000116	0.000111	0.000118
Capital outlay (7)	0.001122	0.001094	0.001115	0.001162	0.001130	0.001119	0.001229	0.001123	0.000801	0.000803
10% of Basic - Other (8)	(b)	(b)	(b)	(b)	(b)	0.000545	0.000225	0.000223	0.000196	0.000209
Debt service (9)	0.000413	0.000493	0.000534	0.001006	0.001010	0.001016	0.001032	0.000970	0.000827	0.000874
Total direct rate	0.006180	0.006497	0.006303	0.006651	0.006626	0.006408	0.006371	0.005976	0.004937	0.005084
Overlapping Rates:										
Salt Lake City Corporation	0.004557	0.004862	0.004893	0.005036	0.004743	0.004622	0.004637	0.003896	0.003299	0.003383
Salt Lake City Library	0.000705	0.000749	0.000782	0.000820	0.000846	0.000817	0.000791	0.000760	0.000618	0.000657
Salt Lake County	0.002371	0.002531	0.003036	0.003180	0.002793	0.002696	0.002593	0.002278	0.001934	0.001994
Central Utah Water Conservancy District	0.000400	0.000405	0.000422	0.000446	0.000455	0.000436	0.000421	0.000400	0.000286	0.000302
S.L.C. Metro. Water District	0.000349	0.000373	0.000391	0.000409	0.000423	0.000409	0.000414	0.000398	0.000352	0.000351
Mosquito Abatement District	0.000171	0.000121	0.000127	0.000132	0.000136	0.000131	0.000132	0.000126	0.000097	0.000102

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
- (4) Maximum rate is 0.000300
- (5) Maximum rate is 0.000100
- (6) No maximum rate
- (7) Maximum rate is 0.002400
- (8) Maximum rate based on formula and changes annually
- (9) No maximum rate, but must have voter approval for bonds issued

(a) The Transportation levy became available by law for student transportation to and from school in 2010

(b) For the tax year 2012, the legislature consolidated these levies into the Board local levy

Source: Utah State Tax Commission

SALT LAKE CITY SCHOOL DISTRICT

Some of the Principal Property Tax Payers Current Year and Nine Years Ago

Taxpayer	December 31, 2016			December 31, 2007		
	Taxable Value	Rank	Percent of District's Total Taxable Value (1)	Taxable Value	Rank	Percent of District's Total Taxable Value (1)
LDS Church (Property Reserve, City Creek Reserve, Deseret Title)	\$ 800,854,782	1	3.3%	\$ 353,525,180	2	1.8%
PacifiCorp	459,781,861	2	1.9%	320,653,115	3	1.6%
Boyer Properties	215,996,100	3	0.9%			
Wasatch Plaza	202,508,700	4	0.8%	143,516,300	7	0.7%
Delta Airlines	196,163,650	5	0.8%	389,710,200	1	2.0%
Questar Gas	161,079,634	6	0.7%			
Skywest, Inc.	154,160,573	7	0.6%	241,507,654	4	1.2%
KBS111 222 Main	135,588,000	8	0.6%			
Century Link	94,757,443	9	0.4%			
Grand America Hotel Corporation	91,620,600	10	0.4%	90,107,600	9	0.5%
Qwest Corporation				213,048,936	5	1.1%
Inland Western Salt City Gateway				153,416,300	6	0.8%
Southwest Airlines				118,796,410	8	0.6%
HCPI/Utah II				85,570,700	10	0.4%
Totals	<u>\$ 2,512,511,343</u>		<u>10.5%</u>	<u>\$ 2,109,852,395</u>		<u>10.8%</u>
Assessed Taxable Value	\$ 23,929,910,882			\$ 19,598,562,942		

Source: Salt Lake City Corporation and District records

(1) Excludes motor vehicles (fee-in-lieu and age based)

SALT LAKE CITY SCHOOL DISTRICT

Property Tax Levies and Collections Last Ten Tax Years

Year Ended December 31,	Taxes Levied for The Calendar Year	Collected within the Calendar Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2007	\$ 98,281,497	\$ 95,619,445	97.29%	\$ 2,664,127	\$ 98,283,572	100.00%
2008	98,892,331	95,841,478	96.91%	2,919,769	98,761,247	99.87%
2009	97,662,099	93,364,752	95.60%	3,632,391	96,997,143	99.32%
2010	102,507,323	98,984,079	96.56%	3,159,559	102,143,638	99.65%
2011	104,561,807	101,267,001	96.85%	2,685,807	103,952,808	99.42%
2012	105,362,837	102,220,670	97.02%	2,674,911	104,895,581	99.56%
2013	111,823,157	108,914,237	97.40%	2,423,214	111,337,451	99.57%
2014	114,709,677	112,196,238	97.81%	1,912,812	114,109,050	99.48%
2015	124,014,302	121,622,690	98.07%	1,474,454	123,097,144	99.26%
2016	130,306,483	127,231,689	97.64%	-	127,231,689	97.64%

Source: Salt Lake County Treasurer's Office (includes Property Tax and Motor Vehicle Fee In Lieu).

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.

SALT LAKE CITY SCHOOL DISTRICT

Ratios of Outstanding Debt and General Bonded Debt Last Ten Fiscal Years

	Year Ended June 30,			
	2017	2016	2015	2014
Ratios of Outstanding Debt:				
General Obligation Bonds	\$ 42,510,000	\$ 49,365,000	\$ 57,527,722	\$ 65,342,722
Bond Issuance Premiums, Net of Discounts	4,401,843	5,175,391	5,948,934	6,860,915
Qualified School Construction Bonds	11,000,000	11,000,000	11,000,000	11,000,000
Total Debt	<u>\$ 57,911,843</u>	<u>\$ 65,540,391</u>	<u>\$ 74,476,656</u>	<u>\$ 83,203,637</u>
Total Debt as Percentage of Taxable Value	0.24%	0.30%	0.36%	0.43%
Total Debt Per Capita	\$ 299	\$ 340	\$ 390	\$ 435
Total Debt Per Student	\$ 2,441	\$ 2,707	\$ 3,087	\$ 3,403
Ratios of General Bonded Debt:				
General Obligation Bonds	\$ 42,510,000	\$ 49,365,000	\$ 57,527,722	\$ 65,342,722
Bond Issuance Premiums, Net of Discounts	4,401,843	5,175,391	5,948,934	6,860,915
Amounts Available in Debt Service Fund (1)	(2,473,587)	(2,105,147)	(2,392,307)	(2,545,234)
Net General Bonded Debt	<u>\$ 44,438,256</u>	<u>\$ 52,435,244</u>	<u>\$ 61,084,349</u>	<u>\$ 69,658,403</u>
Net General Bonded Debt as Percentage of Taxable Value	0.18%	0.24%	0.29%	0.36%
Net General Bonded Debt Per Capita	\$ 229	\$ 272	\$ 320	\$ 364
Net General Bonded Debt Per Student	\$ 1,873	\$ 2,166	\$ 2,532	\$ 2,849

Source: Salt Lake City School District records

(1) This is the amount restricted for debt service principal payments

2013	2012	2011	2010	2009	2008
\$ 79,682,722	\$ 93,442,722	\$ 107,280,722	\$ 121,055,722	\$ 132,538,722	\$ 143,594,722
7,773,953	5,244,023	3,721,811	1,284,797	1,506,371	1,727,945
11,000,000	11,000,000	11,000,000	5,000,000	-	-
<u>\$ 98,456,675</u>	<u>\$ 109,686,745</u>	<u>\$ 122,002,533</u>	<u>\$ 127,340,519</u>	<u>\$ 134,045,093</u>	<u>\$ 145,322,667</u>
0.53%	0.59%	0.64%	0.66%	0.61%	0.70%
\$ 520	\$ 578	\$ 654	\$ 695	\$ 738	\$ 804
\$ 4,089	\$ 4,502	\$ 5,013	\$ 5,267	\$ 5,613	\$ 6,250

\$ 79,682,722	\$ 93,442,722	\$ 107,280,722	\$ 121,055,722	\$ 132,538,722	\$ 143,594,722
7,773,953	5,244,023	3,721,811	1,284,797	1,506,371	1,727,945
(1,730,665)	(997,217)	(473,173)	(144,027)	(552,888)	(1,096,558)
<u>\$ 85,726,010</u>	<u>\$ 97,689,528</u>	<u>\$ 110,529,360</u>	<u>\$ 122,196,492</u>	<u>\$ 133,492,205</u>	<u>\$ 144,226,109</u>
0.46%	0.53%	0.58%	0.63%	0.61%	0.70%
\$ 453	\$ 514	\$ 593	\$ 667	\$ 735	\$ 798
\$ 3,560	\$ 4,009	\$ 4,542	\$ 5,054	\$ 5,590	\$ 6,203

SALT LAKE CITY SCHOOL DISTRICT

Direct and Overlapping Governmental Activities Debt As of June 30, 2017

Taxing Entity (1)	2016 Taxable Value (2)	Salt Lake School District's Portion of Taxable Value	District's Percent- age (3)	Entity's General Obligation Debt	District's Portion of G. O. Debt
Overlapping:					
Salt Lake City *	\$ 23,932,707,816	\$ 23,932,707,816	100.0%	\$ 128,163,181	\$ 128,163,181
Salt Lake County **	91,582,564,029	29,764,333,309	32.5%	217,155,000	70,575,375
Total Overlapping Debt					198,738,556
Direct:					
General Obligation Debt					42,510,000
Qualified School Construction Debt					11,000,000
Deferred Amounts					4,401,843
Total Direct Debt					57,911,843
Total Direct and Overlapping Debt					<u>\$ 256,650,399</u>

(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) Taxable value used in this table excludes the taxable value used to determine uniform fees on tangible personal property.

(3) Percentage based on total shared area of land in respective geographical boundaries.

* Source: Salt Lake City Corporation

** Source: Salt Lake County Auditor's Office

SALT LAKE CITY SCHOOL DISTRICT

Legal Debt Margin Information Last Ten Fiscal Years June 30, 2008 through 2017

Fiscal Year Ended June 30,	Estimated Fair Market Value	Debt Limit 4% of Fair Market Value	Less General Obligation Debt	Legal Debt Margin	Percentage of Debt To Debt Limit
2008	\$ 27,216,392,096	\$ 1,088,655,684	\$ 145,322,667	\$ 943,333,017	13.35%
2009	28,669,298,571	1,146,771,943	134,045,093	1,012,726,850	11.69%
2010	25,580,544,749	1,023,221,790	122,340,519	900,881,271	11.96%
2011	24,826,812,300	993,072,492	111,002,533	882,069,959	11.18%
2012	24,496,904,249	979,876,170	98,686,745	881,189,425	10.07%
2013	24,407,186,130	976,287,445	87,456,675	888,830,770	8.96%
2014	25,638,645,909	1,025,545,836	72,203,637	953,342,199	7.04%
2015	27,302,520,481	1,092,100,819	63,476,656	1,028,624,163	5.81%
2016	28,958,202,757	1,158,328,110	54,540,391	1,103,787,719	4.71%
2017	31,767,892,472	1,270,715,699	46,911,843	1,223,803,856	3.69%

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 assessed value. As determined by the Utah State Auditor and Utah State Treasurer, the deferred amounts associated with debt issuances are to be included in the calculation of debt margin.

For debt incurring capacity only, in computing the fair market value of taxable property in the District, the fair market value of all tax equivalent property (which value includes the values of motor vehicles, watercraft, recreational vehicles and all other tangible personal property required to be registered with the State) is included as part of the fair market value of the taxable property in the District.

Source: Information taken from the District's audited financial statements. This summary itself has not been audited.

SALT LAKE CITY SCHOOL DISTRICT

Debt Service Schedule of Outstanding General Obligation Bonds (Fiscal Year) As of June 30, 2017

		Year Ending June 30,									
		2018		2019		2020		2021		2022	
Series 1999	Principal	\$	-	(1)	\$	-	(1)	\$	-	\$	-
\$ 10,000,000	Interest		-	(1)		-	(1)		-		-
Series 2000	Principal		-	(2)		-	(2)		-		-
\$ 10,000,000	Interest		-	(2)		-	(2)		-		-
Series 2002B	Principal		-	(6)		-	(6)		-		-
\$ 12,315,000	Interest		-	(6)		-	(6)		-		-
Series 2003A	Principal		-	(4)		-	(4)		-	(3)	-
\$ 45,000,000	Interest		-	(4)		-	(4)		-	(3)	-
Series 2005A	Principal		-	(8)		-	(8)		-	(7)	-
\$ 35,000,000	Interest		-	(8)		-	(8)		-	(7)	-
Series 2006	Principal		1,610,000		1,670,000		-	(9)	-	(9)	-
\$ 31,255,000	Interest		131,200		66,800		-	(9)	-	(9)	-
Series 2007A	Principal		-	(5)		-	(5)		-	(5)	-
\$ 9,876,000	Interest		-	(5)		-	(5)		-	(5)	-
Series 2010	Principal		2,480,000		2,605,000		2,735,000		2,850,000		2,135,000
\$ 18,255,000	Interest		702,500		578,500		448,250		338,850		196,350
Series 2012	Principal		1,070,000		1,100,000		410,000		1,885,000		-
\$ 16,360,000	Interest		130,150		108,750		64,750		56,550		-
Series 2013	Principal		1,950,000		1,975,000		4,530,000		3,280,000		1,855,000
\$ 21,840,000	Interest		861,075		826,950		747,950		521,450		357,450
Total		\$	8,934,925		\$ 8,931,000		\$ 8,935,950		\$ 8,931,850		\$ 4,543,800
Total Principal		\$	7,110,000		\$ 7,350,000		\$ 7,675,000		\$ 8,015,000		\$ 3,990,000
Total Interest			1,824,925		1,581,000		1,260,950		916,850		553,800
Total		\$	8,934,925		\$ 8,931,000		\$ 8,935,950		\$ 8,931,850		\$ 4,543,800

(1) The principal and interest due in fiscal 2010 through 2019 on the Series 1999 bonds were refunded, resulting in the defeasance of the old debt and substitution of the "Refunding Bonds" Series of 2002B.

(2) The principal and interest due in fiscal 2011 through 2020 on the Series 2000 bonds were refunded, resulting in the defeasance of the old debt and substitution of the "Refunding Bonds" Series of 2002B.

(3) The principal and interest due in fiscal 2021 through 2023 on the Series 2003A bonds were refunded, resulting in the defeasance of the old debt and substitution of the "Refunding Bonds" Series of 2007A.

(4) The principal and interest due in fiscal 2017 through 2020 on the Series 2003A bonds were refunded, resulting in the defeasance of the old debt and substitution of the "Refunding Bonds" Series of 2010.

(5) The principal and interest due in fiscal 2013 through 2023 on the Series 2007A bonds were refunded, resulting in the defeasance of the old debt and substitution of the "Refunding Bonds" Series of 2010.

(6) The principal and interest due in fiscal 2013 through 2020 on the Series 2002B bonds were refunded, resulting in the defeasance of the old debt and substitution of the "Refunding Bonds" Series of 2012.

(7) The principal and interest due in fiscal 2021 on the Series 2005A bonds were refunded, resulting in the defeasance of the old debt and substitution of the "Refunding Bonds" Series of 2012.

(8) The principal and interest due in fiscal 2017 through 2020 and 2022 through 2025 on the Series 2005A bonds were refunded, resulting in the defeasance of the old debt and substitution of the "Refunding Bonds" Series of 2013.

(9) The principal and interest due in fiscal 2020 through 2021 on the Series 2006 bonds were refunded, resulting in the defeasance of the old debt and substitution of the "Refunding Bonds" Series 2013

Note: In addition to the above, there is an annual Paying Agent fee of \$500 that must be added to the debt service listed for the Series 1999 and for the subsequent bond issues.

Source: Salt Lake City School District records

2023	2024	2025	Total
\$ -	\$ -	\$ -	\$ -
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	(3)	-	-
-	(3)	-	-
-	(8)	-	(8)
-	(8)	-	(8)
-	-	-	3,280,000
-	-	-	198,000
-	(5)	-	-
-	(5)	-	-
2,240,000	-	-	15,045,000
89,600	-	-	2,354,050
-	-	-	4,465,000
-	-	-	360,200
1,950,000	2,050,000	2,130,000	19,720,000
264,700	167,200	85,200	3,831,975
<u>\$ 4,544,300</u>	<u>\$ 2,217,200</u>	<u>\$ 2,215,200</u>	<u>\$ 49,254,225</u>
\$ 4,190,000	\$ 2,050,000	\$ 2,130,000	\$ 42,510,000
354,300	167,200	85,200	6,744,225
<u>\$ 4,544,300</u>	<u>\$ 2,217,200</u>	<u>\$ 2,215,200</u>	<u>\$ 49,254,225</u>

SALT LAKE CITY SCHOOL DISTRICT

Demographic and Economic Statistics Last Ten Fiscal Years

Fiscal Year Ended June 30,	Salt Lake City Estimated Population (1)	Salt Lake City Total Personal Income (2)	Salt Lake City Per Capita Income (2)	Salt Lake City Unemployment Rate (3)	Salt Lake City Estimated Workforce (4)	Estimated Construction Within Salt Lake City (5)	Percentage of Students of Minority Ancestry (6)
2008	180,651	\$ 9,390,333,317	\$ 51,981	3.4%	285,429	\$ 581,410,300	54%
2009	181,698	8,882,512,905	48,886	5.9%	287,083	555,102,000	55%
2010	183,102	8,201,517,302	44,792	7.1%	289,301	214,364,500	55%
2011	186,440	8,427,996,847	45,205	7.6%	294,575	286,071,300	50%
2012	189,899	8,576,139,629	45,162	6.0%	300,040	430,762,000	50%
2013	189,314	9,110,918,478	48,126	5.0%	299,116	371,443,200	50%
2014	191,180	8,924,247,269	46,680	3.7%	302,064	111,490,800	58%
2015	190,884	9,729,392,270	50,970	3.4%	301,597	426,622,200	58%
2016	192,672	10,107,991,962	52,462	3.2%	304,422	541,007,300	57%
2017	193,744	n/a	n/a	3.8%	306,116	1,482,582,900	57%

Sources:

(1) U.S. Census Bureau

(2) Utah State Tax Commission

(3) U.S. Department of Labor - All rates are annual except for the final year, which is the rate at June 30, 2017.

(4) Salt Lake County website and U.S. Census Bureau website
40% of the Salt Lake County workforce, and 20% of the state total workforce commute to jobs located within City limits.

(5) University of Utah Bureau of Economic and Business Research
Based on building permits issued by city planning and zoning departments. Values are estimated construction costs.

(6) Based on data available to District personnel

n/a - This information was not available when this report was published.

SALT LAKE CITY SCHOOL DISTRICT

Principal Employers Current Year and Nine Years Ago June 30, 2008 and 2017

Employer	June 30, 2017		June 30, 2008	
	Estimated Number of Employees	Percent of District's Total Estimated Workforce	Estimated Number of Employees	Percent of District's Total Estimated Workforce
University of Utah (including hospital)	11,000 - 15,000	3.59%	17,000 - 24,000	5.96%
State of Utah	8,000 - 10,000	2.61%	20,000 +	7.01%
Salt Lake County	4,000 - 7,000	1.31%	5,000 - 7,000	1.75%
Intermountain Health Care	5,000 - 7,000	1.63%	4,000 - 6,000	1.40%
Salt Lake City School District	3,000 - 4,000	0.98%	3,000 - 4,000	1.05%
L-3 Communications	3,000 - 4,000	0.98%	2,000 - 3,000	0.70%
LDS Church	2,000 - 4,000	0.65%	2,000 - 4,000	0.65%
ARUP Laboratories	2,000 - 3,000	0.65%	1,000 - 2,000	0.35%
Delta Airlines	2,000 - 3,000	0.65%	2,000 - 3,000	0.70%
Salt Lake City Corporation	2,500 - 3,000	0.82%	3,000 - 4,000	1.05%
Primary Children's Hospital	3,000 - 4,000	0.98%	2,000 - 3,000	0.70%
Totals	46,000	14.86%	61,000	21.32%

Note: The number of employees within the District's boundaries for these employers is unavailable. Therefore, the number of employees listed represents the approximate number of total employees.

Source - State of Utah

SALT LAKE CITY SCHOOL DISTRICT

Expenses by Function - Statement of Activities Last Ten Fiscal Years

Function	Year Ended June 30,				
	2017	2016	2015	2014	2013
Instruction	\$ 165,982,553 60.80%	\$ 157,579,097 60.85%	\$ 156,111,302 62.08%	\$ 160,402,578 65.89%	\$ 156,240,735 65.50%
Supporting services:					
Students	6,965,626 2.55%	6,218,591 2.40%	5,933,832 2.36%	5,979,448 2.46%	5,850,872 2.45%
Instructional staff	18,248,249 6.68%	16,823,554 6.50%	16,011,030 6.37%	15,986,650 6.57%	14,605,154 6.12%
General district administration	1,365,983 0.50%	1,117,841 0.43%	1,107,411 0.44%	1,274,078 0.52%	1,541,222 0.65%
General school administration	13,962,911 5.11%	13,206,765 5.10%	12,100,581 4.81%	12,268,416 5.04%	11,675,857 4.89%
Central	5,505,182 2.02%	5,502,790 2.13%	5,017,189 2.00%	4,790,277 1.97%	4,626,812 1.94%
Operation and maintenance of school buildings	20,931,327 7.67%	21,970,649 8.48%	20,345,227 8.09%	19,390,891 7.97%	19,648,790 8.24%
Student transportation	6,593,242 2.42%	6,378,272 2.46%	5,841,251 2.32%	6,775,690 2.78%	6,179,347 2.59%
Other	- 0.00%	- 0.00%	- 0.00%	- 0.00%	- 0.00%
Child nutrition services	13,525,585 4.95%	13,389,707 5.17%	12,787,372 5.09%	12,935,867 5.31%	13,587,803 5.70%
Community services	18,167,811 6.65%	14,794,072 5.71%	13,963,081 5.55%	931,160 0.38%	1,248,839 0.52%
Interest on long-term liabilities	1,752,609 0.64%	1,963,779 0.76%	2,239,134 0.89%	2,712,179 1.11%	3,324,175 1.39%
Total	<u>\$ 273,001,078</u>	<u>\$ 258,945,117</u>	<u>\$ 251,457,410</u>	<u>\$ 243,447,234</u>	<u>\$ 238,529,606</u>
Average Daily Membership	23,726	24,211	24,127	24,447	24,077
Average Expenses Per Pupil	\$ 11,506	\$ 10,695	\$ 10,423	\$ 9,958	\$ 9,907

Note: During the year ended June 30, 2015, the District first reported incremental tax revenue with an equal amounts being recognized as community services expenses.

Note: The totals on percentages may not equal an even 100.00% due to rounding.

Source: Information taken from the District's audited financial statements. This summary itself has not been audited.

2012	2011	2010	2009	2008
\$ 153,694,103 65.10%	\$ 154,113,899 65.29%	\$ 153,348,876 65.41%	\$ 151,755,972 64.42%	\$ 148,719,117 65.45%
5,965,406 2.53%	6,059,853 2.57%	6,245,107 2.66%	6,528,229 2.77%	6,160,831 2.71%
15,361,417 6.51%	14,897,568 6.31%	15,406,650 6.57%	16,297,035 6.92%	16,828,598 7.41%
1,051,678 0.45%	1,205,297 0.51%	1,279,297 0.55%	1,147,099 0.49%	1,067,519 0.47%
11,811,898 5.00%	11,321,300 4.80%	11,293,363 4.82%	10,060,731 4.27%	9,570,287 4.21%
4,555,684 1.93%	4,850,665 2.05%	4,622,323 1.97%	4,660,032 1.98%	4,147,499 1.83%
18,295,132 7.75%	18,208,395 7.71%	18,234,484 7.78%	20,242,738 8.59%	17,240,137 7.59%
6,058,589 2.57%	5,851,624 2.48%	5,059,709 2.16%	5,139,744 2.18%	5,421,467 2.39%
- 0.00%	- 0.00%	- 0.00%	- 0.00%	110,252 0.05%
14,547,742 6.16%	14,257,099 6.04%	13,079,043 5.58%	13,464,062 5.72%	12,514,591 5.51%
919,813 0.39%	717,929 0.30%	562,525 0.24%	513,449 0.22%	489,901 0.22%
3,823,970 1.62%	4,571,285 1.94%	5,322,106 2.27%	5,746,253 2.44%	4,946,826 2.18%
<u>\$ 236,085,432</u>	<u>\$ 236,054,914</u>	<u>\$ 234,453,483</u>	<u>\$ 235,555,344</u>	<u>\$ 227,217,025</u>
24,365	24,336	24,177	23,880	23,250
\$ 9,690	\$ 9,700	\$ 9,697	\$ 9,864	\$ 9,773

SALT LAKE CITY SCHOOL DISTRICT

Expenses by Function Per Pupil - Statement of Activities Last Ten Fiscal Years

Function	Year Ended June 30,									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Instruction	\$ 6,994 60.80%	\$ 6,509 60.85%	\$ 6,470 62.08%	\$ 6,561 65.89%	\$ 6,489 65.50%	\$ 6,308 65.10%	\$ 6,333 65.29%	\$ 6,343 65.41%	\$ 6,355 64.42%	\$ 6,397 65.45%
Supporting services:										
Students	294 2.55%	257 2.40%	246 2.36%	245 2.46%	243 2.45%	245 2.53%	249 2.57%	259 2.66%	273 2.77%	265 2.71%
Instructional staff	769 6.68%	695 6.50%	664 6.37%	654 6.57%	607 6.12%	630 6.51%	612 6.31%	637 6.57%	682 6.92%	724 7.41%
General district administration	58 0.50%	46 0.43%	46 0.44%	52 0.52%	64 0.65%	42 0.45%	50 0.51%	53 0.55%	48 0.49%	46 0.47%
General school administration	589 5.11%	545 5.10%	502 4.81%	502 5.04%	485 4.89%	485 5.00%	465 4.80%	467 4.82%	421 4.27%	412 4.21%
Central	232 2.02%	227 2.13%	208 2.00%	196 1.97%	192 1.94%	187 1.93%	199 2.05%	191 1.97%	195 1.98%	178 1.83%
Operation and maintenance of school buildings	882 7.67%	907 8.48%	843 8.09%	793 7.97%	816 8.24%	751 7.75%	748 7.71%	754 7.78%	848 8.59%	741 7.59%
Student transportation	278 2.42%	263 2.46%	242 2.32%	277 2.78%	257 2.59%	249 2.57%	240 2.48%	210 2.16%	215 2.18%	233 2.39%
Other	- 0.00%	- 0.00%	- 0.00%	- 0.00%	- 0.00%	- 0.00%	- 0.00%	- 0.00%	- 0.00%	5 0.05%
Child nutrition services	570 4.95%	553 5.17%	530 5.09%	529 5.31%	564 5.70%	597 6.16%	586 6.04%	541 5.58%	564 5.72%	538 5.51%
Community services	766 6.65%	611 5.71%	579 5.55%	38 0.38%	52 0.52%	38 0.39%	30 0.30%	23 0.24%	22 0.22%	21 0.22%
Interest on long-term liabilities	74 0.64%	81 0.76%	93 0.89%	111 1.11%	138 1.39%	157 1.62%	188 1.94%	220 2.27%	241 2.44%	213 2.18%
Total	<u>\$11,506</u>	<u>\$10,695</u>	<u>\$10,423</u>	<u>\$ 9,958</u>	<u>\$ 9,907</u>	<u>\$ 9,690</u>	<u>\$ 9,700</u>	<u>\$ 9,697</u>	<u>\$ 9,864</u>	<u>\$ 9,773</u>
Average Daily Membership	23,726	24,127	2,014	24,447	24,077	24,365	24,336	24,177	23,880	23,250

Note: During the year ended June 30, 2015, the District first reported incremental tax revenue with an equal amounts being recognized as community services expenses.

Note: The totals on percentages may not equal an even 100.00% due to rounding.

Source: Information taken from the District's audited financial statements. This summary itself has not been audited.

SALT LAKE CITY SCHOOL DISTRICT

Full-time Equivalents Last Ten Fiscal Years

Function	June 30,									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Instruction	1,756.31	1,723.86	1,712.32	1,685.61	1,721.00	1,736.47	1,745.78	1,769.96	1,756.22	1,699.24
Supporting services:										
Students	80.67	71.19	74.78	70.96	70.02	70.02	69.48	70.47	71.72	68.92
Instructional staff	145.41	136.45	129.77	122.96	129.67	129.67	131.67	137.56	143.44	141.25
General district administration	4.50	3.50	3.50	3.50	3.50	3.50	3.50	3.50	3.50	3.55
General school administration	139.09	136.25	136.31	133.39	133.52	132.05	131.53	130.57	122.76	117.32
Central	54.26	54.27	54.74	53.38	53.89	52.87	55.75	55.96	54.35	54.56
Operation and maintenance of school buildings	212.79	197.18	208.18	203.43	210.16	214.87	217.48	213.19	225.23	231.45
Student transportation	60.35	63.71	62.05	53.65	53.00	53.51	55.55	59.28	60.59	59.82
Other support services	43.92	37.12	40.30	38.56	45.59	45.60	37.47	35.80	31.54	35.88
Child nutrition services	150.72	149.42	154.49	161.90	175.15	175.97	179.73	168.39	167.23	164.65
Community services	246.74	266.94	253.27	537.63	531.11	531.11	530.86	540.83	547.93	536.22
Capital outlay	40.20	40.45	37.93	38.93	41.46	41.46	44.44	43.97	43.00	43.00
Total	<u>2,934.96</u>	<u>2,880.34</u>	<u>2,867.64</u>	<u>3,103.90</u>	<u>3,168.07</u>	<u>3,187.10</u>	<u>3,203.24</u>	<u>3,229.48</u>	<u>3,227.51</u>	<u>3,155.86</u>
Licensed (teachers)	1,352.18	1,321.93	1,322.43	1,303.01	1,351.00	1,332.02	1,347.05	1,346.44	1,320.87	1,292.23
Classified (support)	<u>1,582.78</u>	<u>1,558.41</u>	<u>1,545.21</u>	<u>1,800.89</u>	<u>1,817.07</u>	<u>1,855.08</u>	<u>1,856.19</u>	<u>1,883.04</u>	<u>1,906.64</u>	<u>1,863.63</u>
Total	<u>2,934.96</u>	<u>2,880.34</u>	<u>2,867.64</u>	<u>3,103.90</u>	<u>3,168.07</u>	<u>3,187.10</u>	<u>3,203.24</u>	<u>3,229.48</u>	<u>3,227.51</u>	<u>3,155.86</u>

Source: Salt Lake City School District records

SALT LAKE CITY SCHOOL DISTRICT

Expenditures by Function - General Fund Last Ten Fiscal Years

Function	Year Ended June 30,									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Instruction	\$ 133,859,849 66.55%	\$ 128,920,339 66.97%	\$ 127,893,110 68.14%	\$ 122,147,644 68.04%	\$ 122,634,083 68.79%	\$ 120,032,041 68.66%	\$ 122,465,000 68.48%	\$ 120,175,647 68.33%	\$ 121,894,855 67.85%	\$ 117,089,818 68.34%
Supporting Services:										
Students	6,849,571 3.41%	6,135,406 3.19%	6,114,159 3.26%	5,948,151 3.31%	5,821,332 3.27%	5,819,902 3.33%	5,892,066 3.29%	6,086,687 3.46%	6,320,902 3.52%	5,957,556 3.48%
Instructional staff	14,936,803 7.43%	13,575,203 7.05%	12,679,160 6.75%	11,798,020 6.57%	11,484,003 6.44%	11,832,489 6.77%	11,657,062 6.52%	12,359,162 7.03%	13,113,177 7.30%	13,413,127 7.83%
General district administration	1,052,007 0.52%	811,039 0.42%	720,534 0.38%	748,818 0.42%	719,420 0.40%	613,129 0.35%	903,263 0.51%	885,924 0.50%	664,535 0.37%	729,621 0.43%
General school administration	11,574,529 5.75%	11,071,417 5.75%	10,538,290 5.61%	10,326,406 5.75%	10,170,799 5.70%	11,457,168 6.55%	11,179,035 6.25%	10,972,640 6.24%	9,740,183 5.42%	9,255,337 5.40%
Central	5,342,482 2.66%	5,386,665 2.80%	5,105,707 2.72%	4,646,347 2.59%	4,586,731 2.57%	4,516,641 2.58%	4,811,435 2.69%	4,596,755 2.61%	4,634,273 2.58%	4,122,425 2.41%
Operation and maintenance of school buildings	19,438,391 9.66%	20,735,493 10.77%	19,233,081 10.25%	17,692,535 9.85%	17,183,397 9.64%	15,000,732 8.58%	16,511,711 9.23%	16,129,239 9.17%	18,571,321 10.34%	16,193,768 9.45%
Student transportation	5,832,589 2.90%	5,724,106 2.97%	5,266,543 2.81%	6,076,530 3.38%	5,580,941 3.13%	5,463,831 3.13%	5,253,829 2.94%	4,508,769 2.56%	4,587,473 2.55%	4,414,868 2.58%
Other	- 0.00%	- 0.00%	- 0.00%	- 0.00%	- 0.00%	- 0.00%	- 0.00%	- 0.00%	- 0.00%	110,252 0.06%
Child nutrition services	141,183 0.07%	150,119 0.08%	152,324 0.08%	146,715 0.08%	98,303 0.06%	96,268 0.06%	165,900 0.09%	160,086 0.09%	139,573 0.08%	59,680 0.03%
Community services	2,119,093 1.05%	- 0.00%	- 0.00%	- 0.00%	- 0.00%	- 0.00%	- 0.00%	- 0.00%	- 0.00%	- 0.00%
Total	\$ 201,146,497	\$ 192,509,787	\$ 187,702,908	\$ 179,531,166	\$ 178,279,009	\$ 174,832,201	\$ 178,839,301	\$ 175,874,909	\$ 179,666,292	\$ 171,346,452
Average Daily Membership	23,726	24,211	24,127	24,447	24,077	24,365	24,336	24,177	23,880	23,250
Average Expenditures Per Pupil	\$ 8,478	\$ 7,951	\$ 7,780	\$ 7,344	\$ 7,405	\$ 7,176	\$ 7,349	\$ 7,274	\$ 7,524	\$ 7,370

Note: During the year ended June 30, 2017, the District first reported charter local replacement as a community services expense with an equal amount being recognized as a state revenue.

Note: The totals on percentages may not equal an even 100.00% due to rounding.

Source: Information taken from the District's audited financial statements. This summary itself has not been audited.

SALT LAKE CITY SCHOOL DISTRICT

Expenditures by Function Per Pupil - General Fund Last Ten Fiscal Years

Function	Year Ended June 30,										
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Instruction	\$ 5,642 66.55%	\$ 5,325 66.97%	\$ 5,301 68.14%	\$ 4,996 68.04%	\$ 5,093 68.79%	\$ 4,927 68.66%	\$ 5,032 68.48%	\$ 4,971 68.33%	\$ 5,104 67.85%	\$ 5,036 68.34%	\$ 4,477 67.16%
Supporting Services:											
Students	289 3.41%	253 3.19%	253 3.26%	243 3.31%	242 3.27%	239 3.33%	242 3.29%	252 3.46%	265 3.52%	256 3.48%	230 3.45%
Instructional staff	630 7.43%	561 7.05%	526 6.75%	483 6.57%	477 6.44%	486 6.77%	479 6.52%	511 7.03%	549 7.30%	577 7.83%	552 8.29%
General district administration	44 0.52%	33 0.42%	30 0.38%	31 0.42%	30 0.40%	25 0.35%	37 0.51%	37 0.50%	28 0.37%	31 0.43%	26 0.39%
General school administration	488 5.75%	457 5.75%	437 5.61%	422 5.75%	422 5.70%	470 6.55%	459 6.25%	454 6.24%	408 5.42%	398 5.40%	368 5.52%
Central	225 2.66%	222 2.80%	212 2.72%	190 2.59%	191 2.57%	185 2.58%	198 2.69%	190 2.61%	194 2.58%	177 2.41%	175 2.62%
Operation and maintenance of school buildings	819 9.66%	856 10.77%	797 10.25%	724 9.85%	714 9.64%	616 8.58%	679 9.23%	667 9.17%	778 10.34%	697 9.45%	663 9.94%
Student transportation	246 2.90%	236 2.97%	218 2.81%	249 3.38%	232 3.13%	224 3.13%	216 2.94%	186 2.56%	192 2.55%	190 2.58%	172 2.59%
Other	- 0.00%	- 0.00%	- 0.00%	- 0.00%	- 0.00%	- 0.00%	- 0.00%	- 0.00%	- 0.00%	5 0.06%	3 0.04%
Child nutrition services	6 0.07%	6 0.08%	6 0.08%	6 0.08%	4 0.06%	4 0.06%	7 0.09%	6 0.09%	6 0.08%	3 0.03%	- 0.00%
Community services	89 1.05%	- 0.00%	- 0.00%	- 0.00%	- 0.00%	- 0.00%	- 0.00%	- 0.00%	- 0.00%	- 0.00%	- 0.00%
Total	<u>\$ 8,478</u>	<u>\$ 7,951</u>	<u>\$ 7,780</u>	<u>\$ 7,344</u>	<u>\$ 7,405</u>	<u>\$ 7,176</u>	<u>\$ 7,349</u>	<u>\$ 7,274</u>	<u>\$ 7,524</u>	<u>\$ 7,370</u>	<u>\$ 6,666</u>
Average Daily Membership	23,726	24,211	24,127	24,447	24,077	24,365	24,336	24,177	23,880	23,250	23,548

Note: During the year ended June 30, 2017, the District first reported charter local replacement as a community services expense with an equal amount being recognized as a state revenue.

Note: The totals on percentages may not equal an even 100.00% due to rounding.

Source: Information taken from the District's audited financial statements. This summary itself has not been audited.

SALT LAKE CITY SCHOOL DISTRICT

Child Nutrition - Facts and Figures Last Ten Fiscal Years

	Year Ended June 30,									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Number of schools participating in lunch program	38	38	38	38	42	43	44	43	44	40
Student lunches served:										
Free	1,676,069	1,764,199	1,781,097	1,833,539	1,957,723	1,957,471	1,970,525	1,865,781	1,742,258	1,665,699
Reduced price	225,765	220,253	251,621	289,797	279,805	298,036	264,327	357,018	376,429	378,120
Fully paid	552,424	540,969	501,338	469,686	550,313	607,648	604,580	601,930	640,127	631,076
Total	2,454,258	2,525,421	2,534,056	2,593,022	2,787,841	2,863,155	2,839,432	2,824,729	2,758,814	2,674,895
Adult lunches served:	43,595	50,205	50,782	54,378	61,755	64,817	58,232	55,359	58,362	33,131
Number of schools participating in breakfast program	37	37	37	37	37	38	36	39	39	36
Student breakfasts served:										
Free	814,860	771,443	740,958	734,863	772,709	812,068	830,348	791,251	756,864	711,935
Reduced price	93,581	86,096	91,050	99,857	100,697	105,388	93,510	121,545	134,643	134,801
Fully paid	109,131	93,934	71,608	65,729	65,478	75,776	75,497	72,603	77,461	77,893
Total	1,017,572	951,473	903,616	900,449	938,884	993,232	999,355	985,399	968,968	924,629
Number of serving days	177	177	177	177	177	177	177	177	177	178
Average daily participation:										
Student lunch	13,866	14,268	14,317	14,650	15,751	16,176	15,872	15,959	15,587	15,028
Adult lunch	246	284	287	307	349	366	329	313	330	186
Student breakfast	5,749	5,376	5,105	5,087	5,304	5,611	5,646	5,567	5,474	5,195
Average daily membership	23,726	24,211	24,127	24,447	24,077	24,365	24,336	24,177	23,880	23,250
Student lunches served as a percentage of ADM	58.44%	58.93%	59.34%	59.93%	65.42%	66.39%	65.22%	66.01%	65.27%	64.64%
Number of students on:										
Free	13,145	13,313	13,518	13,145	13,919	13,759	13,964	13,526	12,481	12,266
Reduced price	1,757	1,839	1,868	2,087	2,374	2,056	1,763	2,516	2,668	2,773
Percentage of students on:										
Free	55.40%	54.99%	56.03%	53.77%	57.81%	56.47%	57.38%	55.95%	52.27%	52.76%
Reduced price	7.41%	7.60%	7.74%	8.54%	9.86%	8.44%	7.24%	10.41%	11.17%	11.93%

Note: In addition to the District's schools, there are several private schools that participate in the lunch program.

Source: Salt Lake City School District records

SALT LAKE CITY SCHOOL DISTRICT

Student Enrollment Statistics Last Ten School Years

<u>Year Ended June 30,</u>	<u>Average Daily Membership</u>	<u>Average Daily Attendance</u>	<u>Attendance Percentage</u>	<u>Official State October 1 Enrollment Count</u>
2008	23,250	22,400	96.34%	23,603
2009	23,880	22,770	95.35%	24,256
2010	24,177	23,043	95.31%	24,494
2011	24,336	23,206	95.36%	24,649
2012	24,365	23,198	95.21%	24,638
2013	24,077	22,887	95.06%	24,487
2014	24,447	23,248	95.10%	24,728
2015	24,127	22,900	94.91%	24,383
2016	24,211	22,937	94.74%	24,370
2017	23,726	22,443	94.59%	23,821

Source: Salt Lake City School District records

SALT LAKE CITY SCHOOL DISTRICT

History of High School Graduates Last Ten School Years

Year Ended June 30,	East	Highland	West	Horizonte	Innovations*	Salt Lake Center for Science Education*	Total
2008	326	275	362	112			1,075
2009	334	255	414	115			1,118
2010	376	316	390	99			1,181
2011	354	282	450	133			1,219
2012	398	316	423	190			1,327
2013	419	299	420	201	11	17	1,367
2014	385	315	494	204	33	42	1,473
2015	368	332	440	262	77	38	1,517
2016	427	339	405	191	98	39	1,499
2017	406	362	445	247	97	46	1,603

Source: Salt Lake City School District records

* Innovations High School and the Salt Lake Center for Science Education Charter School had their first graduating class in 2013

SALT LAKE CITY SCHOOL DISTRICT

Number of Students Per Instructional Staff Last Ten School Years

Year Ended June 30,	Average Daily Membership	Teachers and Instructional Staff	Average Ratio of Students to Teachers and Instructional Staff
2008	23,250	1,418	16.40
2009	23,880	1,414	16.89
2010	24,177	1,387	17.43
2011	24,336	1,412	17.24
2012	24,365	1,407	17.32
2013	24,077	1,402	17.17
2014	24,447	1,405	17.40
2015	24,127	1,409	17.12
2016	24,211	1,432	16.91
2017	23,726	1,431	16.58

Source: Salt Lake City School District records

SALT LAKE CITY SCHOOL DISTRICT

Teacher Compensation Data Last Ten Fiscal Years

Year Ended June 30,	Bachelor Degree 1st Year Teacher Wage	Doctorate Degree 25th Year Teacher Wage	District Median* Teacher Wage	District Median* Teacher Benefits	Total District Median* Teacher Compensation	State Median* Teacher Compensation
2008	\$ 34,975	\$ 67,908	\$ 48,835	\$ 20,653	\$ 69,488	\$ 66,397
2009	37,280	70,633	49,896	20,921	70,817	69,757
2010	37,280	70,633	51,050	21,157	72,207	69,531
2011	37,280	70,633	51,234	21,228	72,462	69,785
2012	37,280	72,009	54,943	22,803	77,746	70,883
2013	37,280	72,009	55,261	25,259	80,520	71,099
2014	37,653	72,729	57,364	26,615	83,979	74,028
2015	38,030	74,184	58,803	29,173	87,976	76,664
2016	39,171	76,410	59,122	29,331	88,453	77,080
2017	39,954	77,938	na	na	na	na

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

na - This information was not available when this report was published.

Source: Salt Lake City School District records

SALT LAKE SCHOOL DISTRICT

Capital Asset Information Last Ten Fiscal Years

	Year Ended June 30,									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Buildings:										
Elementary Schools										
Number	28	28	28	28	28	28	28	28	28	28
Square feet	2,021,647	2,021,647	2,021,647	2,021,647	2,021,647	2,015,695	2,015,695	2,003,837	2,003,837	2,009,743
Capacity	15,700	15,700	15,700	15,700	15,700	15,700	15,700	15,650	15,650	15,700
Enrollment	13,084	13,610	13,902	13,890	13,727	13,985	14,073	13,747	13,545	13,311
Percent of capacity	83.34%	86.69%	88.55%	88.47%	87.43%	89.08%	89.64%	87.84%	86.55%	84.78%
Average age	24.39	23.39	22.39	21.39	20.39	19.39	18.79	17.79	16.79	15.29
Middle Schools										
Number	5	5	5	5	5	5	5	5	5	5
Square feet	645,813	645,813	645,813	645,813	645,813	645,813	645,813	645,813	645,813	616,168
Capacity	3,750	3,750	3,750	3,750	3,750	3,750	3,750	3,750	3,750	3,850
Enrollment	3,731	3,388	3,251	3,301	3,169	3,213	3,204	3,234	3,202	3,292
Percent of capacity	99.49%	90.35%	86.69%	88.03%	84.51%	85.68%	85.44%	86.24%	85.39%	85.51%
Average age	15.20	14.20	13.20	12.20	11.20	10.20	9.20	8.20	7.20	27.60
High Schools										
Number	4	4	4	4	4	4	4	4	4	4
Square feet	1,438,553	1,438,553	1,438,553	1,438,553	1,438,553	1,421,087	1,421,087	1,403,621	1,403,621	1,403,621
Capacity	7,500	7,500	7,500	7,500	7,500	7,500	7,500	7,500	7,500	7,500
Enrollment	7,008	6,969	6,797	6,732	6,807	6,685	6,683	6,779	6,821	6,543
Percent of capacity	93.44%	92.92%	90.63%	89.76%	90.76%	89.13%	89.11%	90.39%	90.95%	87.24%
Average age	49.50	48.50	47.50	46.50	45.50	44.50	43.50	42.50	41.50	40.50
Other Buildings										
Number	8	8	8	8	7	7	7	7	7	8
Square feet	366,696	366,696	366,696	366,696	338,157	338,157	338,157	338,157	338,157	338,157
Average age	32.13	31.13	30.13	29.13	32.14	31.14	37.57	36.57	35.57	43.00
Total Buildings										
Number *	45	45	45	45	44	44	44	44	44	45
Square feet	4,472,709	4,472,709	4,472,709	4,472,709	4,444,170	4,420,752	4,420,752	4,391,428	4,391,428	4,367,689
Capacity	26,950	26,950	26,950	26,950	26,950	26,950	26,950	26,900	26,900	27,050
Enrollment	23,823	23,967	23,950	23,923	23,703	23,883	23,960	23,760	23,568	23,146
Percent of capacity	88.40%	88.93%	88.87%	88.77%	87.95%	88.62%	88.91%	88.33%	87.61%	85.57%
Average age	26.98	25.98	24.98	23.98	23.50	22.50	22.93	21.93	20.93	23.82
Number of Portables **	36	36	35	26	25	23	23	25	25	22
Acres of Land	403.36	403.21	402.51	402.51	402.51	402.51	402.51	401.33	401.47	401.47
Number of Vehicles	260	246	267	282	284	279	270	262	267	253

* The number of schools may not match the number of operating schools due to schools just constructed not yet opened, schools closed but still being maintained, or timing of demolition and construction of replacement schools. Each school may have a couple of buildings associated with it; however, for purposes of this schedule, each school campus is considered one building.

** Portables are not included in a school's capacity or square footage calculations.

Source: Salt Lake City School District records

SALT LAKE CITY SCHOOL DISTRICT

Historical Summaries of Taxable Values of Property

Last Ten Tax Years

For the Tax Years Ended December 31, 2007 through 2016

	2016		2015	2014	2013
	Taxable Value	% of T.V.	Taxable Value	Taxable Value	Taxable Value
<i>Set by State Tax Commission- Centrally Assessed</i>	\$ 2,042,289,238	8.4	\$ 1,816,940,749	\$ 1,675,767,308	\$ 1,699,347,198
<i>Set by County Assessor- Locally Assessed:</i>					
Real Property:					
Residential real estate-primary use	9,104,550,513	37.4	8,356,464,221	7,818,551,874	7,408,172,999
Residential real estate-not primary use	191,076,300	0.8	181,820,260	179,952,780	184,007,830
Commercial and industrial real estate	10,168,116,640	41.8	9,262,137,660	8,769,911,490	8,057,786,330
Agricultural - FAA	132,660	0.0	128,209	119,110	57,770
Unimproved non FAA	1,284,560	0.0	1,233,420	1,216,830	1,230,470
Total Real Property	19,465,160,673	80.1	17,801,783,770	16,769,752,084	15,651,255,399
Personal Property:					
Fee in lieu property	386,146,020	1.6	367,378,563	334,675,590	325,440,400
Mobile homes-primary residential use	3,248,517	0.0	3,362,286	3,473,366	3,590,420
Mobile homes-other use	5,621,928	0.0	5,731,645	5,180,360	4,686,113
Commercial and industrial property	2,413,590,526	9.9	2,123,147,693	2,113,832,940	1,890,156,309
Total Personal Property	2,808,606,991	11.6	2,499,620,187	2,457,162,256	2,223,873,242
Total Locally Assessed	22,273,767,664	91.6	20,301,403,957	19,226,914,340	17,875,128,641
Total Taxable Property	\$ 24,316,056,902	100.0	\$ 22,118,344,706	\$ 20,902,681,648	\$ 19,574,475,839
Total Taxable Property (less fee in lieu/age-based property)	\$ 23,929,910,882		\$ 21,750,966,143	\$ 20,568,006,058	\$ 19,249,035,439

Source: Property Tax Division, Utah State Tax Commission.

<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
<u>Taxable Value</u>	<u>Taxable Value</u>	<u>Taxable Value</u>	<u>Taxable Value</u>	<u>Taxable Value</u>	<u>Taxable Value</u>
\$ 1,617,923,834	\$ 1,576,916,496	\$ 1,609,972,716	\$ 1,603,357,209	\$ 2,076,836,331	\$ 2,063,831,387
7,141,731,914	7,261,895,281	7,203,158,472	7,521,205,474	8,313,316,414	7,982,422,070
180,326,380	179,442,610	176,233,820	182,821,550	196,920,050	168,877,860
7,607,614,630	7,472,027,650	7,341,913,730	7,362,953,510	8,489,152,490	7,765,997,810
58,730	56,380	62,270	72,180	83,650	94,860
942,950	988,240	943,240	1,140,840	7,396,660	-
14,930,674,604	14,914,410,161	14,722,311,532	15,068,193,554	17,006,869,264	15,917,392,600
331,778,681	330,048,407	871,292,046	864,197,808	1,043,969,067	1,057,956,499
3,745,243	3,653,927	3,709,447	3,956,511	4,063,339	4,038,261
5,249,553	4,722,895	6,782,678	4,260,559	3,268,840	1,964,830
1,671,514,723	1,722,612,102	1,716,215,584	1,879,628,393	1,729,162,841	1,611,335,864
2,012,288,200	2,061,037,331	2,597,999,755	2,752,043,271	2,780,464,087	2,675,295,454
16,942,962,804	16,975,447,492	17,320,311,287	17,820,236,825	19,787,333,351	18,592,688,054
<u>\$ 18,560,886,638</u>	<u>\$ 18,552,363,988</u>	<u>\$ 18,930,284,003</u>	<u>\$ 19,423,594,034</u>	<u>\$ 21,864,169,682</u>	<u>\$ 20,656,519,441</u>
<u>\$ 18,229,107,957</u>	<u>\$ 18,222,315,581</u>	<u>\$ 18,058,991,957</u>	<u>\$ 18,559,396,226</u>	<u>\$ 20,820,200,615</u>	<u>\$ 19,598,562,942</u>

SALT LAKE CITY SCHOOL DISTRICT

Statements of Net Position Governmental Activities June 30, 2013 through 2017

	June 30,			
	2017	2016	2015	2014
Assets:				
Cash and investments	\$ 134,939,836	\$ 136,902,940	\$ 123,873,375	\$ 114,832,565
Accounts receivable:				
Property taxes	131,339,409	140,997,367	136,349,829	107,476,990
Other local	898,936	524,203	1,151,603	817,357
State of Utah	1,833,842	1,326,067	1,088,248	1,664,974
Federal government	12,054,110	6,426,655	7,894,869	8,654,056
Due from component unit	32,775	32,775	21,281	10,161
Inventories	1,142,635	1,140,020	999,300	1,126,458
Prepaid expenses	449,930	248,814	237,594	190,295
Restricted cash	5,054,902	4,305,330	3,560,207	2,820,623
Note receivable	755,393	827,945	900,967	973,657
Net pension asset	-	4,556	60,695	19,637
Capital assets:				
Sites and construction in progress	52,861,344	38,132,275	37,685,467	32,954,353
Other capital assets, net of accumulated depreciation	263,145,126	273,645,201	279,669,112	292,779,212
Total assets	604,508,238	604,514,148	593,492,547	564,320,338
Deferred Outflows of Resources:				
Deferred charge on refunding	2,589,072	3,040,093	3,491,114	4,051,345
Amounts related to pensions	50,292,634	44,780,386	14,426,732	11,781,574
Total Deferred outflows of resources	52,881,706	47,820,479	17,917,846	15,832,919
Liabilities:				
Accounts payable	5,475,821	4,131,076	6,365,122	2,390,479
Accrued interest	614,060	698,462	780,504	906,413
Accrued salary and related benefits	21,679,847	20,838,017	20,829,380	21,341,759
Unearned revenue:				
Local	427,903	408,283	309,937	1,885,328
State of Utah	1,743,979	1,540,585	1,485,151	1,635,539
Federal government	254,289	469,897	623,778	812,611
Noncurrent liabilities:				
Due or payable within one year	13,249,671	12,431,270	13,659,807	13,522,591
Due or payable after one year	180,220,218	186,888,199	168,010,929	191,176,069
Total liabilities	223,665,788	227,405,789	212,064,608	233,670,789
Deferred Inflows of Resources:				
Property taxes levied for future year	129,032,232	138,600,226	133,802,190	104,594,619
Amounts related to pensions	17,293,554	11,926,156	8,970,723	-
Total deferred inflows of resources	146,325,786	150,526,382	142,772,913	104,594,619
Net Position:				
Net investment in capital assets	260,683,699	249,277,178	246,369,037	246,581,273
Restricted for:				
Capital projects	39,258,346	42,745,021	37,389,920	33,210,251
Debt service	7,076,900	5,909,924	5,396,002	1,891,664
Child nutrition services	3,046,765	2,864,349	2,644,309	2,324,165
Special programs	-	-	-	-
Student activities	-	-	-	-
Scholarships and programs	-	-	-	-
Unrestricted	(22,667,340)	(26,394,016)	(35,226,396)	(42,119,504)
Total net position	\$ 287,398,370	\$ 274,402,456	\$ 256,572,872	\$ 241,887,849

Source: Information taken from the District's audited financial statements. This summary itself has not been audited.

Note: In FY2015, the District implemented GASB statements 68 and 71, recording its proportionate share of net pension liabilities. As a result, the beginning net position balance (June 30, 2014) was decreased by \$97,942,595. Prior years have not been restated.

2013	2012	2011	2010	2009	2008
\$ 102,580,013	\$ 102,377,616	\$ 110,018,366	\$ 94,603,264	\$ 87,274,069	\$ 102,910,489
110,423,076	107,847,323	108,468,137	102,549,322	100,847,813	99,101,675
726,685	706,159	950,631	1,492,709	797,729	1,116,079
1,125,230	1,312,389	898,156	575,732	761,111	643,707
14,405,149	14,450,054	13,420,836	18,871,643	16,040,141	10,334,990
55,651	140,192	32,284	33,744	90,894	13,817
854,810	833,521	833,091	1,087,131	1,062,631	1,174,411
216,762	302,042	211,347	260,260	280,110	840,632
2,081,545	1,342,658	600,802	-	-	-
1,045,228	1,118,054	1,191,318	1,292,052	1,368,109	1,415,196
-	-	-	-	-	-
37,530,624	48,124,574	43,988,441	76,252,132	70,344,253	47,717,685
300,820,956	295,382,784	295,688,461	261,942,224	273,107,772	282,799,887
571,865,729	573,937,366	576,301,870	558,960,213	551,974,632	548,068,568
4,611,575	3,045,123	2,454,870	1,628,336	1,862,489	2,096,642
-	-	-	-	-	-
4,611,575	3,045,123	2,454,870	1,628,336	1,862,489	2,096,642
4,476,131	3,720,570	5,237,546	3,984,419	5,737,219	8,696,628
913,952	1,338,837	1,499,923	1,663,513	1,797,807	1,940,711
21,990,885	23,155,357	21,161,747	20,735,624	20,809,540	20,465,040
1,454,056	229,281	192,656	1,324,070	1,089,098	1,287,966
1,527,941	5,411,083	3,251,084	5,104,591	4,835,200	8,503,597
874,815	807,152	938,540	662,686	822,002	852,562
16,957,175	14,766,933	14,959,110	13,767,017	13,376,550	13,356,408
90,252,160	100,195,604	113,084,547	120,421,776	127,603,079	139,279,229
138,447,115	149,624,817	160,325,153	167,663,696	176,070,495	194,382,141
107,055,112	103,582,261	103,582,262	98,463,480	97,586,112	96,475,918
-	-	-	-	-	-
107,055,112	103,582,261	103,582,262	98,463,480	97,586,112	96,475,918
244,506,480	236,865,736	228,314,411	217,482,173	210,563,915	186,489,384
26,963,231	24,594,980	28,492,313	25,963,061	21,690,347	32,646,654
1,344,287	308,030	-	268,588	-	1,027,210
2,322,234	2,517,560	2,873,396	2,884,901	1,798,139	1,985,922
5,159,577	4,310,662	3,289,391	3,710,271	3,953,567	3,329,942
2,436,612	2,124,821	2,194,639	1,731,903	1,773,317	1,766,926
1,659,136	2,880,113	746,549	-	-	-
46,583,520	47,128,386	46,483,756	40,792,140	38,538,740	29,964,471
<u>\$ 330,975,077</u>	<u>\$ 320,730,288</u>	<u>\$ 312,394,455</u>	<u>\$ 292,833,037</u>	<u>\$ 278,318,025</u>	<u>\$ 257,210,509</u>

SALT LAKE CITY SCHOOL DISTRICT

General Fund Comparative Balance Sheets June 30, 2013 through 2017

	June 30,			
	2017	2016	2015	2014
Assets:				
Cash and investments	\$ 64,146,972	\$ 65,956,200	\$ 61,969,953	\$ 61,483,014
Accounts receivable:				
Property taxes	81,697,466	96,657,641	92,440,733	70,117,980
Other local	892,203	377,510	701,276	439,723
State of Utah	1,059,739	543,783	530,204	781,249
Federal government	10,414,714	5,397,081	6,238,212	7,128,289
Prepaid expenditures	313,102	112,365	100,026	75,587
Total assets	<u>\$ 158,524,196</u>	<u>\$ 169,044,580</u>	<u>\$ 161,980,404</u>	<u>\$ 140,025,842</u>
Liabilities:				
Liabilities:				
Accounts payable	\$ 1,984,744	\$ 903,457	\$ 2,083,593	\$ 1,005,793
Accrued salaries and related benefits	21,679,847	20,838,017	20,829,380	21,341,759
Unearned revenue:				
Other local	25,210	136,982	68,526	13,382
State of Utah	1,743,979	1,527,653	1,410,218	1,635,539
Federal government	254,289	469,897	623,778	812,611
Total liabilities	<u>25,688,069</u>	<u>23,876,006</u>	<u>25,015,495</u>	<u>24,809,084</u>
Deferred Inflows of Resources:				
Unavailable property tax revenue	1,774,614	2,099,850	2,066,817	1,947,023
Property taxes levied for future year	<u>80,238,028</u>	<u>94,775,154</u>	<u>90,475,462</u>	<u>68,237,521</u>
Total deferred inflows of resources	<u>82,012,642</u>	<u>96,875,004</u>	<u>92,542,279</u>	<u>70,184,544</u>
Fund balances:				
Nonspendable:				
Prepaid expenditures	313,102	112,365	100,026	75,587
Committed:				
Economic stabilization	7,000,000	7,000,000	7,000,000	7,000,000
Assigned:				
Charter schools	845,022	756,250	761,355	914,387
Programs	17,742,473	15,810,903	15,542,191	15,857,611
Schools	3,183,331	2,923,717	2,508,738	2,295,153
Employee benefit obligations	10,475,961	10,475,961	9,475,961	9,475,961
Unassigned	<u>11,263,596</u>	<u>11,214,374</u>	<u>9,034,359</u>	<u>9,413,515</u>
Total fund balances	<u>50,823,485</u>	<u>48,293,570</u>	<u>44,422,630</u>	<u>45,032,214</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 158,524,196</u>	<u>\$ 169,044,580</u>	<u>\$ 161,980,404</u>	<u>\$ 140,025,842</u>

Source: Information taken from the District's audited financial statements. This summary itself has not been audited.

2013	2012	2011	2010	2009	2008
\$ 56,989,681	\$ 58,485,506	\$ 57,382,593	\$ 49,944,014	\$ 48,969,644	\$ 52,009,516
72,040,006	70,359,586	70,764,605	66,704,411	61,321,679	60,037,994
295,292	367,906	405,164	352,854	459,624	505,237
222,699	615,917	288,377	278,266	314,678	206,394
12,284,360	12,628,674	10,089,833	15,153,359	13,833,854	8,478,083
94,310	114,464	144,865	123,845	181,736	437,465
<u>\$ 141,926,348</u>	<u>\$ 142,572,053</u>	<u>\$ 139,075,437</u>	<u>\$ 132,556,749</u>	<u>\$ 125,315,594</u>	<u>\$ 121,942,582</u>
\$ 1,741,726	\$ 1,306,635	\$ 1,128,698	\$ 1,060,967	\$ 1,606,814	\$ 3,666,117
21,990,885	23,155,357	21,161,747	20,735,624	20,809,540	20,465,040
18,930	35,400	31,298	51,181	38,633	18,306
1,527,941	3,134,679	1,459,822	4,900,372	4,539,430	8,300,008
874,815	807,152	938,540	662,686	822,002	852,562
26,154,297	28,439,223	24,720,105	27,410,830	27,816,419	33,302,033
2,275,550	2,717,556	2,974,180	2,625,908	1,903,789	1,523,372
69,842,748	67,577,061	67,577,061	64,046,727	59,338,365	58,447,252
72,118,298	70,294,617	70,551,241	66,672,635	61,242,154	59,970,624
94,310	114,464	144,865	123,845	181,736	437,465
7,000,000	7,000,000	7,000,000	7,000,000	7,000,000	7,000,000
915,589	1,074,149	756,073	400,625	213,347	-
15,841,276	16,223,740	16,017,386	12,061,073	9,971,270	4,000,111
2,030,585	2,294,233	2,104,894	1,740,004	2,123,709	3,544,215
8,475,961	7,525,961	7,525,961	5,310,475	3,841,149	-
9,296,032	9,605,666	10,254,912	11,837,262	12,691,431	13,420,241
43,653,753	43,838,213	43,804,091	38,473,284	36,257,021	28,669,925
<u>\$ 141,926,348</u>	<u>\$ 142,572,053</u>	<u>\$ 139,075,437</u>	<u>\$ 132,556,749</u>	<u>\$ 125,315,594</u>	<u>\$ 61,971,958</u>

SALT LAKE CITY SCHOOL DISTRICT

General Fund

Comparative Statements of Revenues, Expenditures, and Changes in Fund Balances Years Ended June 30, 2013 through 2017

	Proposed Budget 2018	Year Ended June 30,			
		2017	2016	2015	2014
Revenues:					
Property taxes	\$ 92,514,274	\$ 98,413,434	\$ 93,719,159	\$ 81,457,397	\$ 74,962,972
Interest	811,654	1,367,743	785,853	139,299	601,601
Other local	9,503,971	3,249,203	3,519,698	3,073,815	4,413,761
State of Utah	89,674,338	84,331,644	81,711,570	86,268,603	83,199,671
Federal government	17,974,486	16,314,388	16,644,447	16,154,210	17,731,622
Total revenues	210,478,723	203,676,412	196,380,727	187,093,324	180,909,627
Expenditures:					
Instruction	139,177,580	133,859,849	128,920,339	127,893,110	122,147,644
Supporting services:					
Students	7,035,858	6,849,571	6,135,406	6,114,159	5,948,151
Instructional staff	17,120,246	14,936,803	13,575,203	12,679,160	11,798,020
General district administration	1,208,589	1,052,007	811,039	720,534	748,818
General school administration	14,493,861	11,574,529	11,071,417	10,538,290	10,326,406
Central	5,673,175	5,342,482	5,386,665	5,105,707	4,646,347
Operation and maintenance of school buildings	19,218,997	19,438,391	20,735,493	19,233,081	17,692,535
Student transportation	5,872,287	5,832,589	5,724,106	5,266,543	6,076,530
Child nutrition services	159,222	141,183	150,119	152,324	146,715
Community Services	9,143,429	2,119,093	-	-	-
Total expenditures	219,103,244	201,146,497	192,509,787	187,702,908	179,531,166
Excess (deficiency) of revenues over (under) expenditures - Net change in fund balances	(8,624,521)	2,529,915	3,870,940	(609,584)	1,378,461
Fund balances - beginning	50,823,485	48,293,570	44,422,630	45,032,214	43,653,753
Fund balances - ending	\$ 42,198,964	\$ 50,823,485	\$ 48,293,570	\$ 44,422,630	\$ 45,032,214

Source: Information taken from the District's audited financial statements. This summary itself has not been audited.

2013	2012	2011	2010	2009
\$ 71,560,420	\$ 64,858,727	\$ 62,793,446	\$ 60,252,172	\$ 59,231,647
1,050,876	1,165,916	1,055,216	884,610	2,758,022
4,667,032	6,860,079	6,987,243	5,879,817	6,198,551
80,211,270	79,714,817	85,940,854	84,284,144	91,593,245
20,604,951	22,266,784	27,393,349	26,790,429	27,471,923
178,094,549	174,866,323	184,170,108	178,091,172	187,253,388
122,634,083	120,032,041	122,465,000	120,175,647	121,894,855
5,821,332	5,819,902	5,892,066	6,086,687	6,320,902
11,484,003	11,832,489	11,657,062	12,359,162	13,113,177
719,420	613,129	903,263	885,924	664,535
10,170,799	11,457,168	11,179,035	10,972,640	9,740,183
4,586,731	4,516,641	4,811,435	4,596,755	4,634,273
17,183,397	15,000,732	16,511,711	16,129,239	18,571,321
5,580,941	5,463,831	5,253,829	4,508,769	4,587,473
98,303	96,268	165,900	160,086	139,573
-	-	-	-	-
178,279,009	174,832,201	178,839,301	175,874,909	179,666,292
(184,460)	34,122	5,330,807	2,216,263	7,587,096
43,838,213	43,804,091	38,473,284	36,257,021	28,669,925
\$ 43,653,753	\$ 43,838,213	\$ 43,804,091	\$ 38,473,284	\$ 36,257,021

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