

Canyons School District Comprehensive Annual Financial Report

For the Fiscal Year Ending June 30, 2020



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



CANYONS
SCHOOL DISTRICT

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Sandy, Utah 84070
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Comprehensive Annual Financial Report

For the Fiscal Year Ended June 30, 2020

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

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

CANYONS SCHOOL DISTRICT

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Leon Wilcox, CPA, Business Administrator
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November 25, 2020

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

State of Utah law requires that school districts publish within five months of the close of each fiscal year a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States of America (GAAP) and audited by a firm of licensed certified public accountants in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller of the United States. This report is published to fulfill that requirement for the fiscal year ended June 30, 2020.

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

Squire & Company, PC, a firm of licensed certified public accountants, has issued an unmodified (“clean”) opinion on Canyons School District’s financial statements for the year ended June 30, 2020. The independent auditor’s report is located at the front of the financial section of this report.

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

Profile of the District

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

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

The major purpose of the District is to provide public education. In its eleventh year of operations, the District's student population stood at 34,178. To accomplish its purpose the District operates 29 elementary schools, 8 middle schools, 5 accredited high schools, and 5 special program schools. In addition, the District offers an adult and community education program for non-traditional students. The Canyons School District Education Foundation (the Foundation) is a blended component unit of the District. It is a nonprofit organization and all donations generated by the Foundation go to benefit the students and teachers of the District. The District is an equal opportunity employer and actively recruits teachers from universities throughout the nation.

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

Local Economy

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

Utah has a highly diversified economy that includes many industries such as construction, tourism, exports, defense, energy and minerals, agriculture and others. The growth of the State's economy has led to recent increases in education funding. The Weighted Pupil Unit (WPU) is the State's primary funding source to equalize funding throughout all Utah school districts. The Legislature did increase the value of the WPU from \$3,395 to \$3,532 for the fiscal year ended June 30, 2020. The WPU will increase to \$3,596 (or 1.8%) for the fiscal year ending June 30, 2021. The economy was significantly impacted by the Covid-19 pandemic which could have ripple effects over the next few years. The District is hopeful the pandemic will eventually be resolved and its operations can return to a sense of normalcy. The unemployment rate for Salt Lake County was 2.3% at December 31, 2019, but increased to 3.6% in March due to the pandemic. Values of taxable property increased by 7.6% during the past calendar year and another increase is anticipated for the upcoming year. This is welcomed news; however, further increases in assessed valuation are needed in order to provide financial stability for future budgets.

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

Major Initiatives

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

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

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

- Five Hillcrest High students claimed podium finishes in the 2020 University of Utah Science and Engineering Fair.
- Alta High's musical "Once Upon a Mattress" and Hillcrest High's musical "42nd Street" were nominated for top State of Utah honors.
- The District achieved its goal of having a 90% high school graduation rate.

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

Long-term financial planning

Although the State's population is projected to grow from 3.0 million in 2015 to 4.0 million by 2032, the District's student population is expected to remain stable. A stable population is a benefit for the District as it will not be pressured to add new school buildings and incur related annual operational and facility expenses. However, the District has many aging schools. The average age of the 42 traditional school buildings is 36.7 years. The District conducts ongoing assessments of all buildings. Information from these assessments is analyzed to determine which buildings need to be replaced or renovated and if future bonding is necessary.

In an uncertain economic environment, other unforeseen events can have a dramatic impact on available resources. Nevertheless, the District has been able to strengthen its unassigned general fund balance from \$11.2 million in 2010 to \$25.4 million in 2020. The District has maintained resources set aside for economic stabilization at \$15.0 million (the 5% maximum allowed per State statute) and increased its assigned general fund balance from \$2.7 million in 2010 to \$16.1 million in 2020. Furthermore, when many governments nationwide are struggling to fund their retirement plans, the Board has committed general fund resources at 105% of the accrued actuarial liability from the most recent actuarial study to fund its retirement benefit plan.

Relevant Financial Policies

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

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

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

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Canyons School District for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2019. This was the tenth year the District submitted for and received this award. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report. Such reports must satisfy both GAAP and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe that our current Comprehensive Annual Financial Report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The District also received the Association of School Business Officials (ASBO) International's Certificate of Excellence in Financial Reporting for the Comprehensive Annual Financial Report for the fiscal year ended June 30, 2019. This was the tenth year the District submitted for and received this award. This award certifies that the report substantially conforms to the principles and standards of financial reporting as recommended by the Association of School Business Officials International. The award is granted only after an intensive review of financial reports

by an expert panel of certified public accountants and practicing school business officials and is also valid for a period of one year.

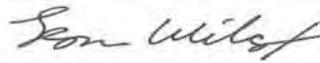
The preparation of this report on a timely basis could not be accomplished without the efficient and dedicated services of the entire staff of the accounting department. We would like to express appreciation to all employees who assisted in the timely closing of the District's financial records and the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

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

Respectfully submitted,



Rick Robins, Ph.D.
Superintendent of Schools



Leon Wilcox, CPA
Business Administrator

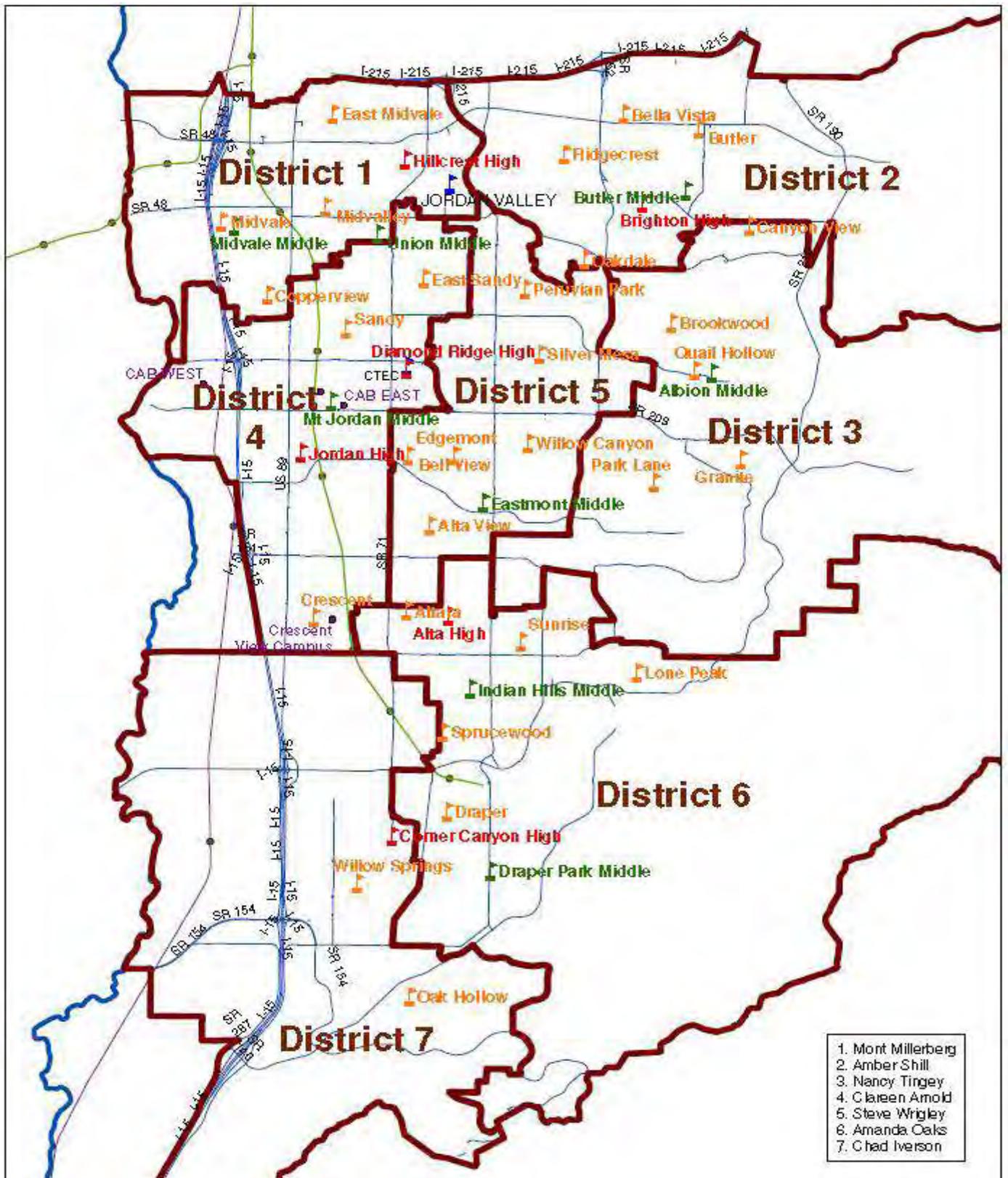
CANYONS SCHOOL DISTRICT
List of Elected and Appointed Officials
June 30, 2020

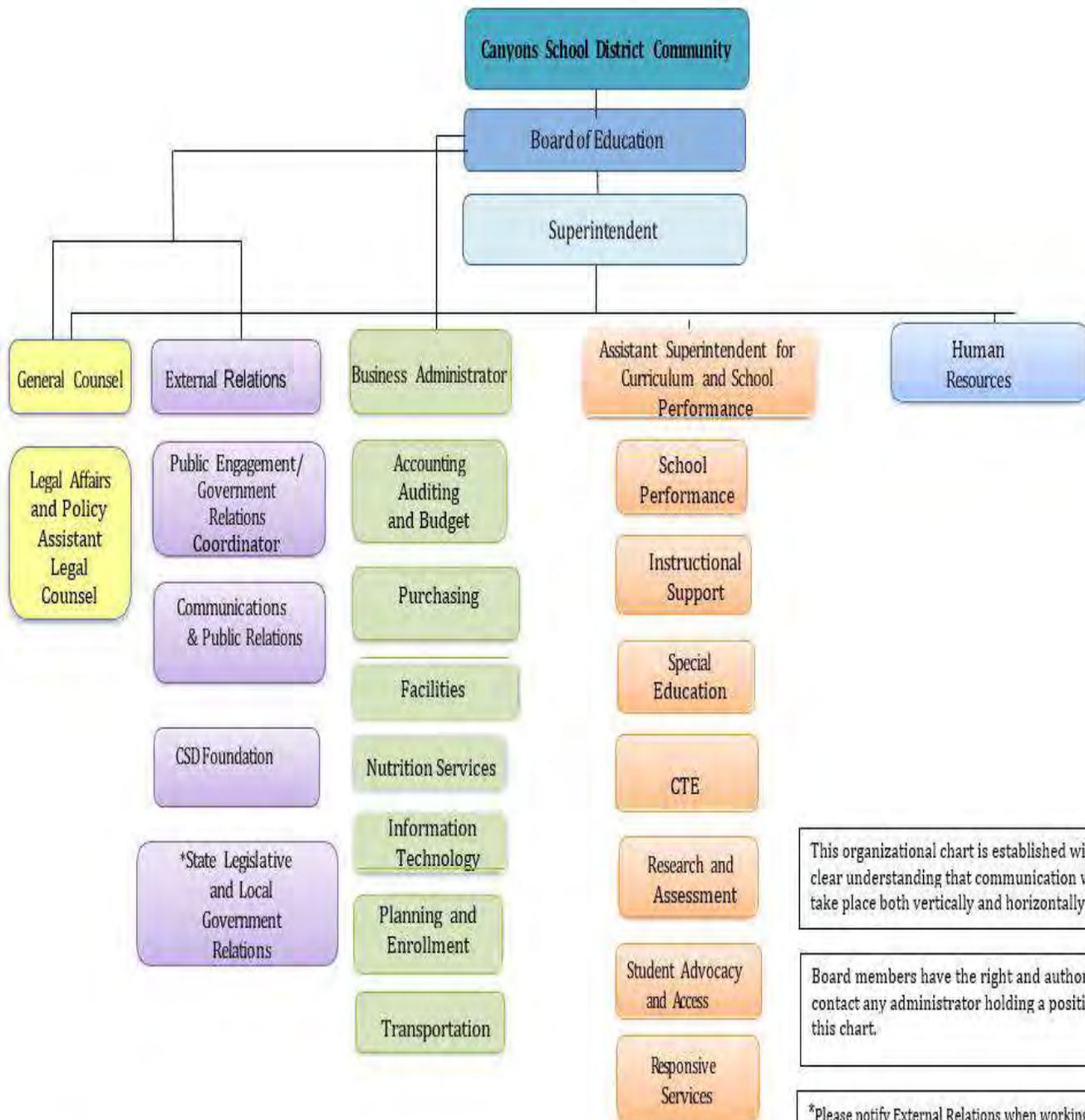
Elected Officials

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

Appointed Officials

	Initial Appointment	Present Term Began	Present Term Expires
Dr. Rick Robins, Superintendent	July 2020	July 2020	June 2022
Leon Wilcox, Business Administrator	September 2013	July 2020	June 2022





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

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

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

*Updated July 2019



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Canyons School District
Utah**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

June 30, 2019

Christopher P. Morill

Executive Director/CEO



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

Canyons School District

**for its Comprehensive Annual Financial Report (CAFR)
for the Fiscal Year Ended June 30, 2019.**

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



A handwritten signature in black ink, reading 'Claire Hertz', positioned above a horizontal line.

Claire Hertz, SFO
President

A handwritten signature in black ink, reading 'David J. Lewis', positioned above a horizontal line.

David J. Lewis
Executive Director



Independent Auditor's Report

Board of Education
Canyons School District

Report on the Basic Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Canyons School District (the District) as of and for the year ended June 30, 2020, and the related notes to the basic financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Basic Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Canyons School District as of June 30, 2020, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the general fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

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

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

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 25, 2020, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Squire & Company, PC

Orem, Utah
November 25, 2020

Management's Discussion and Analysis

As management of the Canyons School District (the District), we offer readers of the District's financial statements this narrative discussion, overview, and analysis of the financial activities of the District for the fiscal year ended June 30, 2020. Readers are encouraged to consider the information presented here in conjunction with additional information that the District has furnished in its letter of transmittal, which can be found on pages 1 through 5 of this report.

FINANCIAL HIGHLIGHTS

- Canyons School District (located in southeast Salt Lake County, Utah) was formed by the will of the people in Cottonwood Heights, Sandy, Draper, Midvale, and Alta in a November 2007 referendum vote and began operations on July 1, 2009. The fiscal year ended June 30, 2020 was the District's eleventh fiscal year. The District has 34,178 students and operates 42 traditional schools and 5 special program schools.
- The District retired \$23.6 million of general obligation school building bonds during 2020.
- As of the close of the current year, the District's governmental funds reported combined ending fund balances of \$154.8 million, a decrease of \$31.5 million. Most of this decrease is in the Capital Outlay Fund due to the constructions projects entering into the most expensive phase of construction. In February, the District issued \$80.0 million of general obligation bonds for planned construction projects. The main construction projects are the rebuilds of Midvalley Elementary, Brighton and Hillcrest High Schools and the renovation of Alta High School.
- At the end of the current year, unassigned fund balance for the General Fund was \$25.4 million or 8.7% of General Fund expenditures.
- Actual revenues were \$3.9 million less than budgeted for the General Fund and actual expenditures were \$8.3 million less than the amount budgeted for the fund.
- Net position for the Self-Insurance Fund increased by \$5.5 million.

OVERVIEW OF THE FINANCIAL STATEMENTS

The discussion and analysis provided here are to serve as an introduction to the District's basic financial statements. The District's basic financial statements comprise three components: a) government-wide financial statements, b) fund financial statements, and c) notes to basic financial statements. This report also contains information in addition to the basic financial statements themselves.

Government-wide Financial Statements

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

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

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

this statement for some items that will only result in cash flows in future fiscal periods (such as, uncollected taxes and unpaid employee and retiree benefits).

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

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

Fund Financial Statements

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

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

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

The District maintains seven individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, the Debt Service Fund, and the Capital Outlay Fund, each of which are considered to be major funds. Individual fund data for all major funds is provided in the form of *individual fund statements and schedules* found on pages 72 through 77 of this report. Data from the other four governmental funds (the special revenue funds) are combined into a single, aggregated presentation. Individual fund data for each of the nonmajor governmental funds is provided in the form of *combining and individual fund statements and schedules* and can be found on pages 80 through 89 of this report.

The District adopts an annual appropriated budget for its General Fund. A budgetary comparison statement is provided for the General Fund to demonstrate compliance with this budget.

The basic governmental fund financial statements and reconciliations can be found on pages 28 through 32 of this report.

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

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

Notes to the Basic Financial Statements

The notes to the basic financial statements provide additional information that is essential for a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found on pages 36 through 62 of this report.

Additional Information

In addition to the basic financial statements and related notes, this report also presents *required supplementary information* concerning the District’s progress in funding its obligation to provide benefits to its retirees and the District’s proportionate share of the net pension liability. Required supplementary information can be found on pages 64 through 69 of this report.

The combining statements and individual fund statements and schedules referred to earlier in connection with governmental and proprietary funds are presented on pages 72 to 94 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 \$332.3 million at the close of the most recent fiscal year, which is an increase of \$22.4 million from the prior year.

**Canyons School District's Net Position
June 30, 2020 and 2019
(in millions of dollars)**

	<u>Governmental Activities</u>		
	<u>2020</u>	<u>2019</u>	<u>Change 2020-2019</u>
Current and other assets	\$ 434.0	\$ 445.7	\$ (11.7)
Capital assets	716.2	595.1	121.1
Total assets	<u>1,150.2</u>	<u>1,040.8</u>	<u>109.4</u>
Total deferred outflows of resources	<u>30.1</u>	<u>59.2</u>	<u>(29.1)</u>
Other liabilities	62.7	58.3	4.4
Long-term liabilities outstanding	<u>557.9</u>	<u>541.9</u>	<u>16.0</u>
Total liabilities	<u>620.6</u>	<u>600.2</u>	<u>20.4</u>
Total deferred inflows of resources	<u>227.5</u>	<u>189.9</u>	<u>37.6</u>
Net position:			
Net investment in capital assets	310.2	281.8	28.4
Restricted	31.3	38.5	(7.2)
Unrestricted	<u>(9.2)</u>	<u>(10.4)</u>	<u>1.2</u>
Total net position	<u>\$ 332.3</u>	<u>\$ 309.9</u>	<u>\$ 22.4</u>

The largest portion of the District's net position (93.4%) reflects its investment in capital assets (e.g., sites, construction in progress, site improvements, buildings, equipment, and vehicles, net of accumulated depreciation), less any related debt (general obligation bonds payable less unspent bond proceeds) used to acquire those assets that is still outstanding. The District uses these capital assets to provide services to students; consequently, these assets are *not* available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the District's net position (9.4%) represents resources that are subject to external restrictions on how they may be used. The majority of the restricted balance is for capital outlay. The remaining net position balance is a negative unrestricted amount (-2.8%).

Net investment in capital assets increased by \$28.4 million during the year ended June 30, 2020, due to the rebuilds of Midvalley Elementary, Brighton, and Hillcrest High Schools and the renovation of Alta High School.

Restricted net position decreased by \$7.2 million during the year ended June 30, 2020. The decrease is due to the activity in the Capital Outlay Fund which consisted of issuing \$80.0 million of bonds and paying for planned construction projects which are listed above. The construction projects entered into the expensive phase of their construction and as a result has caused the Capital Outlay Fund balance to decline.

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

Governmental Activities

The key elements of the increase of the District's net position for the year ended June 30, 2020 are as follows:

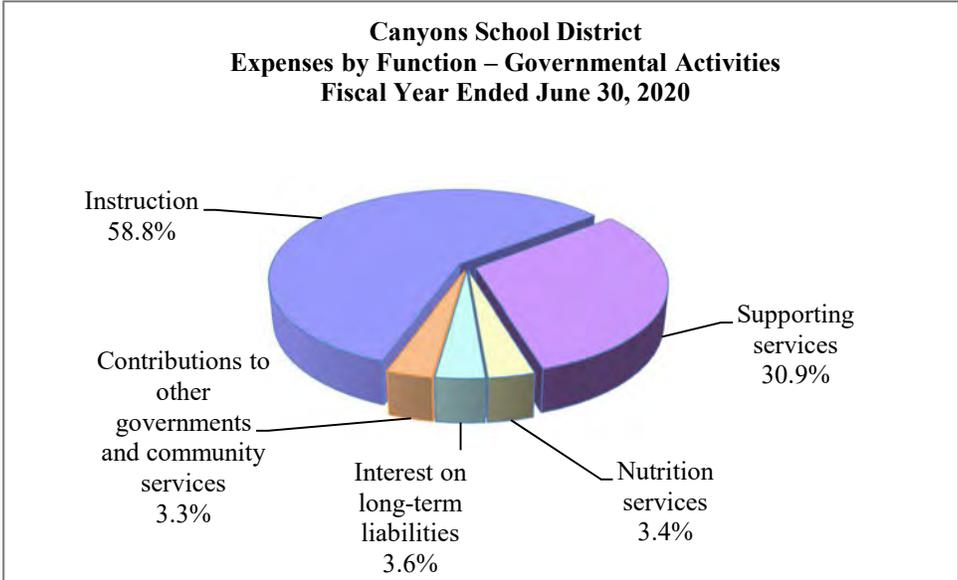
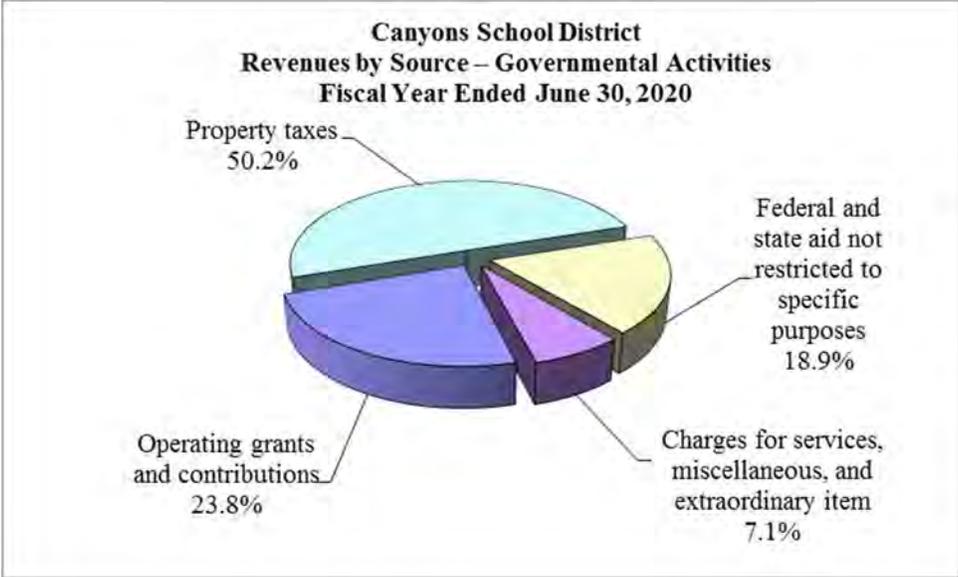
- Revenues totaled \$395.7 million for the fiscal year ended June 30, 2020, which was an increase of \$27.6 million from the prior year. During the year, the value of taxable property rose by 7.6%, while tax rates increased by 7.3%, resulting in an increase of property tax revenue of \$25.0 million. Operating grants and contributions restricted to specific programs grew by \$9.4 million which was the result of state program revenue increasing during the year. Primarily, the special education, at risk programs and a new state program (Teacher Student Success Act) received greater amounts from state sources in the current year. Also, total expenses were \$373.4 million during the same period, which was an increase of \$25.3 million over last year. The Board increased each teacher's salary by \$7,665. With this salary addition plus benefits is the main reason for the increase in expenses. The increase in the District's net position for the year ended June 30, 2020 was \$22.4 million, which is a result of using resources received for debt service and capital outlay to retire certain general obligation bonds and to finance the acquisition of certain capital assets.
- Property taxes comprise 50.2% of the District's revenue. The District's tax rate for the 2019 calendar year of 0.007507 was applied to taxable value of property totaling \$25.8 billion.
- Revenues from the state of Utah comprise 38.5% of the District's revenue. State revenue is based primarily on weighted pupil units (WPU) and other appropriations. If a student is in membership a full 180 days, the state awards the District one WPU. Certain students with special needs receive a WPU greater than one. The state guarantees that if local taxes do not provide revenue equal to the amount generated by the WPU, the state will make up the difference with additional state funding. The value of one WPU was \$3,532 for 2020. Student enrollment based on the October 1, 2019 count was 34,178.

- Revenues from federal awards comprise 4.8% of the District’s revenue. Federal awards are primarily restricted for instruction and other purposes, such as, special education, disadvantaged (Title I), and child nutrition.
- Instruction services represent 58.8% of District expenses for the year.

Canyons School District's Changes in Net Position
Fiscal Years Ended June 30, 2020 and 2019
(in millions of dollars)

	Governmental Activities		
	2020	2019	Change 2020-2019
Revenues:			
Program revenues:			
Charges for services	\$ 12.4	\$ 16.8	\$ (4.4)
Operating grants and contributions	94.3	84.9	9.4
Capital grants and contributions	-	0.3	(0.3)
General revenues:			
Property taxes	198.7	173.7	25.0
Federal and state revenue not restricted to specific purposes	74.8	81.1	(6.3)
Interest	6.7	8.0	(1.3)
Miscellaneous	2.7	3.3	(0.6)
Extraordinary item - insurance recoveries	6.1	-	6.1
Total revenues	<u>395.7</u>	<u>368.1</u>	<u>27.6</u>
Expenses:			
Instruction	219.8	199.2	20.6
Supporting services:			
Students	17.3	14.2	3.1
Instructional staff	19.4	18.5	0.9
General district administration	2.7	3.0	(0.3)
School administration	22.0	21.3	0.7
Central	15.9	15.0	0.9
Operation and maintenance of school buildings	26.7	27.0	(0.3)
Student transportation	11.3	11.5	(0.2)
Nutrition services	12.6	13.1	(0.5)
Contributions to other governments	12.1	12.8	(0.7)
Community services	0.3	0.3	-
Interest on long-term liabilities	13.3	12.2	1.1
Total expenses	<u>373.4</u>	<u>348.1</u>	<u>25.3</u>
Increase in net position	22.3	20.0	2.3
Net position – beginning	<u>310.0</u>	<u>289.9</u>	<u>20.1</u>
Net position – ending	<u>\$ 332.3</u>	<u>\$ 309.9</u>	<u>\$ 22.4</u>

- Extraordinary item: A fire at Union Middle School caused extensive damage to part of the school. The State of Utah’s Risk Management Division covered all the costs to repair the school except for the \$1,000 deductible.



FINANCIAL ANALYSIS OF THE DISTRICT’S FUNDS

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

Governmental Funds

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

At June 30, 2020, the District's governmental funds reported a combined fund balance of \$154.8 million, or \$31.5 million less than the previous year. About \$25.4 million or 16.4% of the combined fund balance amount constitutes *unassigned* fund balance which is available for spending at the District's discretion. The remainder of the fund balance is either 1) not spendable in form (\$2.0 million or 1.3 %), 2) restricted by external entities (\$69.5 million or 44.9%), 3) committed by the District's Board of Education for particular purposes (\$41.8 million or 27.0%), or 4) assigned by the District's management for particular purposes (\$16.1 million or 10.4%).

The General Fund is the chief operating fund of the District. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$25.4 million, which is an increase of \$1.1 million from the prior year. The total fund balance, which is \$76.3 million, increased from the prior year by \$1.4 million. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total General Fund expenditures. Unassigned fund balance represents approximately 8.7% of total General Fund expenditures, while total fund balance represents approximately 26.2% of that same amount.

The following expenditures or balances in the General Fund for 2020 should be noted:

- Expenditures for the General Fund totaled \$291.6 million, an increase of \$23.5 million from the prior fiscal year. Instruction represents \$180.9 million or 62.0% of General Fund expenditures. The increase is due to increases in employee wages and benefits. This year the District gave each teacher a \$7,665 salary increase, which raised the starting teacher salary to \$50,000. In addition, administrators and classified employees received a 3.0% cost of living increase plus steps.
- General Fund salaries totaled \$182.8 million while the associated fringe benefits of retirement, social security, unemployment, industrial insurance, and health and accident insurance added \$75.3 million to arrive at 88.5% of total General Fund expenditures.
- The District has committed to economic stabilization \$15.0 million of fund balance or 5.0% of 2021 General Fund budgeted expenditures. As allowed by state law, the District has established an undistributed reserve within the General Fund; this amount is set aside for contingencies or possible reductions in state funding and is not to be used in the negotiation or settlement of contract salaries. The maintenance of a sufficient reserve is a key credit consideration in the District's excellent bond ratings of Aaa and AAA given by Moody's Investor Service and Fitch Ratings, respectively.
- The District's Board of Education has committed to employee benefit obligations \$17.1 million of fund balance (for the total District retirement liability and the total OPEB obligation for retirees at 105.0% of the actuarially determined amount measured at June 30, 2020 and for compensated absences obligation for employees).

The Debt Service Fund, a major fund, has a \$2.5 million ending fund balance, which is \$0.5 million more than the previous year. This increase is the result of payments of principal and interest on the general obligation bonds being less than the amount of property taxes collected. In fiscal year 2021, the fund balance is budgeted to decrease to \$2.0 million. The ending fund balance is approximately 5.9% of debt service requirement for 2021.

The Capital Outlay Fund, the remaining major governmental fund, had a decrease of \$32.1 million in fund balance during the current fiscal year which put the overall fund balance at \$65.9 million. The District issued \$80.0 million of general obligation bonds in February 2020; however, Capital Outlay Fund expenditures totaled \$155.6 million which explains the decrease to this fund. Of the \$155.6 million, \$137.0 million was spent on new construction and other building improvements and the remainder was spent on purchases for land, building improvements, equipment, and vehicles. In fiscal year 2021, the change in fund balance has been budgeted to decrease again due to all the new construction occurring throughout the District and issuing \$79.0 million of general obligation bonds, with the estimated fund balance expected to be \$45.0 million.

GENERAL FUND BUDGETARY HIGHLIGHTS

Original Budget Compared to Final Budget

During 2020, the Board revised the District’s budget. Budget amendments were to reflect changes in programs and related funding. The difference between the original budget and the final amended budget was an increase of \$4.8 million or 1.6% in total General Fund revenues and an increase of \$5.0 million or 1.7% in total General Fund budgeted expenditures. The increase in revenue is due to receiving additional property taxes more than expected. The expenditures increased due to unspent carryovers for supplies and textbooks being added back to the budget.

Final Budget Compared to Actual Results

Even with these adjustments, actual expenditures were \$8.3 million or 2.8% less than final budgeted amounts. The most significant variance was \$5.1 million in instruction due to certain unfilled positions and employee benefit costs being less than anticipated as well as schools not spending their full budgeted amounts for supplies and textbooks. Actual revenues were \$3.9 million or 1.3% less than final budgeted amounts. Variances in state and federal revenues primarily result from expenditure-driven grants that are included in the budgets at their full amounts. Such grants are recognized when the qualifying expenditures are incurred and all other grant requirements are met; unspent grant amounts are carried forward and included in the succeeding year’s budget.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

The District’s investment in capital assets for its governmental activities as of June 30, 2020 amounts to \$716.2 million (net of accumulated depreciation). This investment in capital assets includes sites, construction in progress, site improvements and buildings, equipment, and vehicles. The total increase in capital assets for the current year was \$121.1 million or 20.4%.

Canyons School District's Capital Assets
June 30, 2020 and 2019
(net of accumulated depreciation, in millions of dollars)

	Governmental Activities		
	2020	2019	Change 2020-2019
Sites and improvements	\$ 72.6	\$ 73.5	\$ (0.9)
Construction in progress	213.4	89.9	123.5
Buildings	422.6	424.0	(1.4)
Equipment	1.1	0.9	0.1
Vehicles	6.5	6.8	(0.3)
Total capital assets	\$ 716.2	\$ 595.1	\$ 121.1

The cost of various construction projects underway at June 30, 2020 are projected at a total cost of \$334.1 million. The largest projects are the rebuilds of Brighton and Hillcrest High Schools (estimated to cost \$115.5 and \$120.4 million respectively) and the remodel of Alta High School (estimated to cost \$53.3 million).

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

Long-term Debt

At the end of the current fiscal year, the District had total bonded debt outstanding of \$443.9 million (including the unamortized amounts for bond premiums). Payment of the debt is backed by the full faith and credit of the District as well as the state of Utah under provisions of The Guaranty Act. The District's total debt increased by \$66.9 million, or about 17.7%, during the current year. The increase was the result of the District issuing \$80.0 million of general obligation bonds plus receiving \$13.2 million in bond premiums to pay for the construction projects discussed above. The District also paid down general obligation bonds principal by \$23.6 million and amortized \$2.8 million of bond premiums.

Canyons School District's Outstanding General Obligation Debt June 30, 2020 and 2019 (in millions of dollars)

	<u>Governmental Activities</u>		
	<u>2020</u>	<u>2019</u>	<u>Change</u> <u>2020-2019</u>
General obligation bonds	\$ 411.1	\$ 354.7	\$ 56.4
Unamortized bond premiums	32.8	22.4	10.4
Net bonds payable	<u>\$ 443.9</u>	<u>\$ 377.1</u>	<u>\$ 66.9</u>

In November 2017, voters approved a \$283 million bond initiative for new school construction, renovation of existing school facilities, and related equipment and seismic improvements that will allow the District to meet its future capital and academic plans. The first \$49.0 million was issued in January 2018, another \$75.0 million was issued in November 2018, and in February 2020 another \$80.0 million was issued, with the remaining \$79.0 million to be issued in early 2021.

The general obligation bonded debt of the District is limited by state law to 4.0% of the fair market value of the total taxable property in the District. The District's legal debt limit at June 30, 2020 is estimated at \$1,529.7 million. Net general obligation debt at June 30, 2019 is \$443.9 million, resulting in an estimated additional debt-incurring capacity of \$1,085.8 million.

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

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

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

OTHER INFORMATION

The District anticipated moderate growth in student enrollment; however, due to the COVID-19 pandemic enrollment is down slightly for FY2021. As things return to normal, the District expects that enrollment will revert back to moderate growth. The following 10 year enrollment information is based on the annual October 1 count:

Canyons School District's Enrollment October 1 Count

<u>School Year</u>	<u>Enrollment</u>	<u>Change</u>
2020-21	33,488	-2.0%
2019-20	34,178	0.1%
2018-19	34,134	0.7%
2017-18	33,907	-0.3%
2016-17	34,017	0.3%
2015-16	33,899	0.7%
2014-15	33,676	0.0%
2013-14	33,677	0.4%
2012-13	33,528	0.1%
2011-12	33,490	0.1%

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

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide citizens, taxpayers, customers, and investors and creditors with a general overview of Canyons School District's finances for all those with an interest in the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional information, contact the Business Administrator, Canyons School District, 9361 South 300 East, Sandy, Utah 84070, or call 801.826.5000.



CANYONS
SCHOOL DISTRICT

Basic Financial Statements

CANYONS SCHOOL DISTRICT

Statement of Net Position

June 30, 2020

	Governmental Activities
Assets:	
Cash and investments	\$ 226,199,552
Accounts receivable:	
Property taxes	198,025,610
Local	224,315
State	2,949,051
Federal	3,485,870
Prepaid expenses	1,135,417
Inventories	2,026,924
Capital assets:	
Sites and construction in progress	244,857,240
Buildings and other capital assets, net of accumulated depreciation	471,353,473
Total assets	<u>1,150,257,452</u>
Deferred outflows of resources:	
Related to URS pensions plans	25,365,635
Related to other postemployment benefit plan	1,002,138
Related to District retirement plan	2,535,662
Deferred charges on bond refunding, net of accumulated amortization	1,187,119
Total deferred outflows of resources	<u>30,090,554</u>
Liabilities:	
Accounts and contracts payable	29,254,591
Accrued payroll and related benefits	28,737,422
Accrued interest	629,602
Unearned revenue:	
Local	647,038
State	3,300,295
Federal	169,037
Long-term liabilities:	
Portion due or payable within one year	30,602,951
Portion due or payable after one year	527,255,760
Total liabilities	<u>620,596,696</u>
Deferred inflows of resources:	
Related to URS pension plans	31,138,096
Property taxes levied for future year	196,341,504
Total deferred inflows of resources	<u>227,479,600</u>
Net position:	
Net investment in capital assets	310,151,765
Restricted for:	
Debt service	2,354,579
Capital outlay	28,968,371
Unrestricted	(9,203,005)
Total net position	<u><u>\$ 332,271,710</u></u>

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

CANYONS SCHOOL DISTRICT

Statement of Activities

Fiscal Year Ended June 30, 2020

Activities and Functions	Expenses	Program Revenues		Net (Expense)
		Charges for Services	Operating Grants and Contributions	Revenue and Changes in Net Position
				Total Governmental Activities
Governmental activities:				
Instruction	\$ 219,778,884	\$ 9,419,672	\$ 66,633,729	\$ (143,725,483)
Supporting services:				
Students	17,299,370	-	6,777,853	(10,521,517)
Instructional staff	19,376,997	-	5,015,937	(14,361,060)
District administration	2,764,198	-	-	(2,764,198)
School administration	21,983,029	-	1,774,819	(20,208,210)
Central	15,899,415	-	87,489	(15,811,926)
Operation and maintenance				
of school buildings	26,663,186	-	-	(26,663,186)
Student transportation	11,325,499	148,261	5,411,369	(5,765,869)
Nutrition services	12,602,030	2,815,650	8,646,247	(1,140,133)
Contributions to other governments	12,100,348	-	-	(12,100,348)
Community services	272,952	-	-	(272,952)
Interest on long-term liabilities	13,286,475	-	-	(13,286,475)
Total school district	\$ 373,352,383	\$ 12,383,583	\$ 94,347,443	(266,621,357)
General revenues:				
Property taxes levied for:				
Basic state supported program				44,907,123
Voted local program				43,128,088
School board local program				32,238,246
Debt service of general obligation bonds				42,184,661
Capital local for buildings and other capital needs				24,124,774
Redevelopment agencies and charter schools				12,100,348
Total property tax revenue				198,683,240
Federal and state revenue not restricted to specific purposes				74,760,520
Interest earnings				6,679,949
Miscellaneous				2,676,708
Total general revenues				282,800,417
Extraordinary item - insurance recoveries				6,135,774
Change in net position				22,314,834
Net position – beginning				309,956,876
Net position – ending				\$ 332,271,710

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

CANYONS SCHOOL DISTRICT
Balance Sheet
Governmental Funds
June 30, 2020

	Major Funds			Nonmajor Governmental Funds	Total Governmental Funds
	General	Debt Service	Capital Outlay		
Assets:					
Cash and investments	\$ 107,307,755	\$ 2,688,947	\$ 89,015,686	\$ 10,260,550	\$ 209,272,938
Accounts receivable:					
Property taxes	120,480,212	39,794,879	20,953,182	16,797,337	198,025,610
Local	197,519	-	16,201	10,595	224,315
State	1,454,085	-	1,136,774	358,192	2,949,051
Federal	3,013,493	-	-	472,377	3,485,870
Prepaid expenditures	35,417	-	-	-	35,417
Inventories	1,385,432	-	-	641,492	2,026,924
Total assets	<u>\$ 233,873,913</u>	<u>\$ 42,483,826</u>	<u>\$ 111,121,843</u>	<u>\$ 28,540,543</u>	<u>\$ 416,020,125</u>
Liabilities, deferred inflows of resources, and fund balances:					
Liabilities:					
Accounts and contracts payable	\$ 4,421,695	\$ -	\$ 24,125,761	\$ 707,135	\$ 29,254,591
Accrued payroll and related benefits	28,464,059	-	-	273,363	28,737,422
Unearned revenue:					
Local	-	-	-	647,038	647,038
State	3,300,295	-	-	-	3,300,295
Federal	169,037	-	-	-	169,037
Total liabilities	<u>36,355,086</u>	<u>-</u>	<u>24,125,761</u>	<u>1,627,536</u>	<u>62,108,383</u>
Deferred inflows of resources:					
Unavailable property tax revenue	1,661,253	552,266	304,194	233,404	2,751,117
Property taxes levied for future year	119,526,957	39,478,406	20,772,208	16,563,933	196,341,504
Total deferred inflows of resources	<u>121,188,210</u>	<u>40,030,672</u>	<u>21,076,402</u>	<u>16,797,337</u>	<u>199,092,621</u>
Fund balances:					
Nonspendable:					
Inventories	1,385,432	-	-	641,492	2,026,924
Restricted for:					
Debt service	-	2,453,154	-	-	2,453,154
Capital outlay	-	-	65,919,680	-	65,919,680
Nutrition services	-	-	-	950,096	950,096
Foundation scholarships	-	-	-	200,943	200,943
Committed to:					
Economic stabilization	14,994,338	-	-	-	14,994,338
Employee benefit obligations	17,065,868	-	-	-	17,065,868
Contractual obligations	1,370,334	-	-	-	1,370,334
Schools	-	-	-	7,699,124	7,699,124
Foundation	-	-	-	624,015	624,015
Assigned to:					
Schools and programs	6,116,856	-	-	-	6,116,856
Future building construction/nutrition	10,000,000	-	-	-	10,000,000
Unassigned	25,397,789	-	-	-	25,397,789
Total fund balances	<u>76,330,617</u>	<u>2,453,154</u>	<u>65,919,680</u>	<u>10,115,670</u>	<u>154,819,121</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 233,873,913</u>	<u>\$ 42,483,826</u>	<u>\$ 111,121,843</u>	<u>\$ 28,540,543</u>	<u>\$ 416,020,125</u>

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

CANYONS SCHOOL DISTRICT
Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Position
June 30, 2020

Total fund balances for governmental funds \$ 154,819,121

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

Capital assets used in governmental activities are not financial resources and, therefore, are not reported as assets in governmental funds. The cost of the assets is \$1,085,585,642 and accumulated depreciation is \$369,374,929 (see Note 4). 716,210,713

Some of the District's property taxes will be collected after year end, but are not available soon enough to pay for the current period's expenditures and therefore are reported as unavailable revenue in the funds (see Note 6). 2,751,117

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

General obligation bonds payable	\$ (411,125,000)	
Unamortized bond premiums	(32,798,089)	
Accrued interest	(629,602)	
Unamortized deferred charges on bond refunding	1,187,119	
Net URS pension liability and related deferrals	(98,682,858)	
Total District retirement liability and related deferrals	(9,836,072)	
Total OPEB obligation and related deferrals	(1,156,896)	
Compensated absence obligation	(1,808,562)	(554,849,960)

An internal service fund is used by management to charge the costs of health and life insurance benefits to individual funds. The assets and liabilities of the internal service fund are included with governmental activities. 13,340,719

Total net position of governmental activities \$ 332,271,710

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

CANYONS SCHOOL DISTRICT
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
Fiscal Year Ended June 30, 2020

	<u>Major Funds</u>			<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
	<u>General</u>	<u>Debt Service</u>	<u>Capital Outlay</u>		
Revenues:					
Property taxes	\$ 125,338,005	\$ 39,048,016	\$ 22,028,330	\$ 12,100,348	\$ 198,514,699
Interest earnings	3,788,206	395,650	2,061,884	187,612	6,433,352
Other local	4,257,708	-	63,805	12,497,858	16,819,371
State	147,639,646	-	61,697	2,165,162	149,866,505
Federal	12,175,018	-	-	6,481,085	18,656,103
Total revenues	<u>293,198,583</u>	<u>39,443,666</u>	<u>24,215,716</u>	<u>33,432,065</u>	<u>390,290,030</u>
Expenditures:					
Current:					
Instruction	180,850,632	-	-	10,097,256	190,947,888
Supporting services:					
Students	16,956,832	-	-	-	16,956,832
Instructional staff	19,077,440	-	-	-	19,077,440
District administration	2,387,410	-	-	-	2,387,410
School administration	21,346,591	-	-	-	21,346,591
Central	15,579,362	-	-	-	15,579,362
Operation and maintenance of school buildings	25,162,751	-	-	-	25,162,751
Student transportation	9,940,408	-	-	-	9,940,408
Nutrition services	-	-	-	12,714,968	12,714,968
Community services	288,505	-	-	-	288,505
Contributions to other governments	-	-	-	12,100,348	12,100,348
Capital outlay	-	-	155,307,886	-	155,307,886
Debt service:					
Bond principal	-	23,590,000	-	-	23,590,000
Bond interest and fees	-	15,388,155	-	-	15,388,155
Bond issuance costs	-	-	320,621	-	320,621
Total expenditures	<u>291,589,931</u>	<u>38,978,155</u>	<u>155,628,507</u>	<u>34,912,572</u>	<u>521,109,165</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,608,652</u>	<u>465,511</u>	<u>(131,412,791)</u>	<u>(1,480,507)</u>	<u>(130,819,135)</u>
Other financing sources (uses):					
General obligation bonds issued	-	-	80,005,000	-	80,005,000
Premiums on bonds issued	-	-	13,215,572	-	13,215,572
Transfers in (out)	(208,001)	-	-	208,001	-
Total other financing sources (uses)	<u>(208,001)</u>	<u>-</u>	<u>93,220,572</u>	<u>208,001</u>	<u>93,220,572</u>
Extraordinary item - insurance recoveries	<u>-</u>	<u>-</u>	<u>6,135,774</u>	<u>-</u>	<u>6,135,774</u>
Net change in fund balances	1,400,651	465,511	(32,056,445)	(1,272,506)	(31,462,789)
Fund balances – beginning	<u>74,929,966</u>	<u>1,987,643</u>	<u>97,976,125</u>	<u>11,388,176</u>	<u>186,281,910</u>
Fund balances – ending	<u>\$ 76,330,617</u>	<u>\$ 2,453,154</u>	<u>\$ 65,919,680</u>	<u>\$ 10,115,670</u>	<u>\$ 154,819,121</u>

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

CANYONS SCHOOL DISTRICT
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund
Balances of Governmental Funds to the Statement of Activities
Fiscal Year Ended June 30, 2020

Net change in fund balances for governmental funds \$ (31,462,789)

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, assets are capitalized and the cost is allocated over their estimated useful lives and reported as depreciation expense. The net effect of transactions involving capital assets increased net position in the current period.

	Capital outlays	\$ 141,076,261	
	Proceeds from the sale of property	30,659	
	Loss on disposal of property	(40,128)	
	Depreciation expense	<u>(19,956,393)</u>	121,110,399

Property tax revenue is recognized when levied (when a claim to resources is established) rather than when available. The portion not available soon enough to pay for the current period's expenditures is deferred in the funds. 168,541

The issuance of bonds provides current financial resource to governmental funds, while the repayment of the principal of bonds consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.

	General obligation bonds issued	(80,005,000)	
	Premiums on bonds issued	(13,215,572)	
	Repayment of bond principal	23,590,000	
	Bond interest expense	(75,501)	
	Amortization of bond premiums	2,770,739	
	Amortization of deferred charges on bond refunding	<u>(593,558)</u>	(67,528,892)

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

	URS pension expense	(7,038,417)	
	District retirement expense	1,733,347	
	OPEB expense	(116,043)	
	Compensated absences expense	<u>(64,688)</u>	(5,485,801)

An internal service fund is used by the District to charge the costs of health and life insurance benefits to individual funds. The change in net position of the internal service fund is reported with governmental activities. 5,513,376

Change in net position of governmental activities \$ 22,314,834

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

CANYONS SCHOOL DISTRICT
Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
General Fund
Fiscal Year Ended June 30, 2020

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Property taxes	\$ 121,931,541	\$ 125,261,596	\$ 125,338,005	\$ 76,409
Interest earnings	3,275,000	3,275,000	3,788,206	513,206
Other local	4,444,800	3,749,400	4,257,708	508,308
State	148,511,698	149,250,642	147,639,646	(1,610,996)
Federal	14,177,865	15,580,339	12,175,018	(3,405,321)
Total revenues	<u>292,340,904</u>	<u>297,116,977</u>	<u>293,198,583</u>	<u>(3,918,394)</u>
Expenditures:				
Current:				
Instruction	181,509,283	185,948,860	180,850,632	5,098,228
Supporting services:				
Students	18,274,461	17,735,562	16,956,832	778,730
Instructional staff	19,400,368	19,583,096	19,077,440	505,656
District administration	2,453,129	2,489,827	2,387,410	102,417
School administration	21,136,596	21,763,562	21,346,591	416,971
Central	15,015,184	15,279,334	15,579,362	(300,028)
Operation and maintenance of school buildings	26,241,765	26,580,344	25,162,751	1,417,593
Student transportation	10,497,645	10,151,763	9,940,408	211,355
Community services	315,998	309,041	288,505	20,536
Total expenditures	<u>294,844,429</u>	<u>299,841,389</u>	<u>291,589,931</u>	<u>8,251,458</u>
Excess (deficiency) of revenues over (under) expenditures	(2,503,525)	(2,724,412)	1,608,652	4,333,064
Other financing sources (uses):				
Transfer out	(217,257)	(217,089)	(208,001)	9,088
Total other financing sources (uses)	<u>(217,257)</u>	<u>(217,089)</u>	<u>(208,001)</u>	<u>9,088</u>
Net change in fund balances	(2,720,782)	(2,941,501)	1,400,651	4,342,152
Fund balances – beginning	<u>71,984,474</u>	<u>74,929,966</u>	<u>74,929,966</u>	<u>-</u>
Fund balances – ending	<u><u>\$ 69,263,692</u></u>	<u><u>\$ 71,988,465</u></u>	<u><u>\$ 76,330,617</u></u>	<u><u>\$ 4,342,152</u></u>

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

CANYONS SCHOOL DISTRICT
Statement of Fund Net Position
Proprietary Fund
June 30, 2020

	<u>Governmental Activities - Internal Service Fund Self-Insurance</u>
Assets:	
Current assets:	
Cash and investments	\$ 16,926,614
Prepaid expenses	<u>1,100,000</u>
Total assets	<u>18,026,614</u>
Deferred Outflows of Resources:	
Related to URS pension plans	<u>33,083</u>
Liabilities:	
Current liabilities:	
Claims payable	4,557,019
Long-term liabilities:	
Portion due or payable after one year	<u>121,347</u>
Total liabilities	<u>4,678,366</u>
Deferred Inflows of Resources:	
Related to URS pension plans	<u>40,612</u>
Net position:	
Unrestricted	<u><u>\$ 13,340,719</u></u>

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

CANYONS SCHOOL DISTRICT
Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Fund
Fiscal Year Ended June 30, 2020

	<u>Governmental Activities - Internal Service Fund Self-Insurance</u>
Operating revenues:	
Insurance premiums charged to other funds	<u>\$ 29,871,228</u>
Operating expenses:	
Medical claims	15,825,908
Prescription claims	6,609,249
Industrial insurance claims	509,703
Reinsurance premiums	695,210
Administration and other	<u>964,379</u>
Total operating expenses	<u>24,604,449</u>
Operating income	5,266,779
Nonoperating income:	
Interest earnings	<u>246,597</u>
Change in net position	5,513,376
Net position – beginning	<u>7,827,343</u>
Net position – ending	<u><u>\$ 13,340,719</u></u>

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

CANYONS SCHOOL DISTRICT
Statement of Fund Cash Flows
Proprietary Fund
Fiscal Year Ended June 30, 2020

	<u>Governmental Activities - Internal Service Fund Self-Insurance</u>
Cash flows from operating activities:	
Receipts from interfund services provided	\$ 30,278,920
Payments to suppliers	(964,379)
Payments for reinsurance	(695,210)
Payments for medical fees and insurance claims	(22,615,224)
	6,004,107
Cash flows from investing activities:	
Interest received	246,597
	6,250,704
Cash and cash equivalents – beginning	10,675,910
Cash and cash equivalents – ending	\$ 16,926,614
(Displayed on statements of fund net position as cash and investments)	
Reconciliation of operating income to net cash provided by operating activities:	
Operating income	\$ 5,266,779
Adjustments to reconcile operating income to net cash provided by operating activities:	
Decrease in accounts receivable	407,692
Increase in deferred outflows of resources	(33,083)
Increase in claims payable	200,760
Increase in net pension liability	121,347
Increase in deferred inflows of resources	40,612
	\$ 6,004,107
Net cash provided by operating activities	6,004,107
Noncash investing, capital, and financing activities	none

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

CANYONS SCHOOL DISTRICT

Notes to the Basic Financial Statements

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

The Reporting Entity

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

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

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

Government-wide Financial Statements

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

The statement of activities presents a comparison between direct expenses and program revenues for each function of the District's governmental activities. Direct expenses are those that are specifically associated with a function and, therefore, are clearly identifiable to a particular function. Depreciation expense for capital assets that can specifically be identified with a function are included in its direct expenses. Depreciation expense for "shared" capital assets (for example, a school building is used primarily for instructional, school administration, operation and maintenance of facilities, and school lunch services) are ratably included in the direct expenses of the appropriate functions. Indirect expense allocations that have been made in the funds have been reversed for the statement of activities. Interest on general long-term liabilities is considered an indirect expense and is reported in the statement of activities as a separate line item. Program revenues include: a) fees and charges paid by students and other recipients of goods or services offered by a given function, and b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Revenues that are not classified as program revenues, including property taxes, are presented as general revenues.

CANYONS SCHOOL DISTRICT

Notes to the Basic Financial Statements

Fund Financial Statements

The *fund financial statements* provide information about District funds, including its blended component unit. Separate statements for each fund category – governmental and proprietary – are presented. The emphasis of fund statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as other governmental funds

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

The District reports the following major governmental funds:

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

Additionally, the District reports the following fund type:

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

Measurement Focus and Basis of Accounting

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

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within thirty days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to pension benefits, other

CANYONS SCHOOL DISTRICT

Notes to the Basic Financial Statements

postemployment benefits, retirement benefits, and compensated absences, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt is reported as an other financing source.

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

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

Budgetary Information

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

- For the fiscal year beginning July 1, the business administrator prepares a proposed budget for all funds which is presented to the Board by the superintendent on or before June 1.
- After a public hearing is held, the Board, by resolution, legally adopts the final budget no later than June 30.
- Once adopted, the budget can be amended by subsequent Board action. Reductions in appropriations can be approved by the Board upon recommendation of the superintendent; however, increases in appropriations at the overall fund level require a public hearing prior to amending the budget. In accordance with Utah State law and with Board policy, administration may make interim adjustments from one appropriation (at the program, function, or object level) to another within any given fund without seeking the immediate approval of the Board. The Board approves these changes later in the year.
- The total budgeted expenditures of a given fund may not exceed the expected revenues for the fiscal year plus the fund balance. Control of the budget is exercised at the overall fund level.
- Interim adjustments in estimated revenue and appropriations during the fiscal year ended June 30, 2020 are included in the final budget approved by the Board, as presented in the financial statements.
- Expenditures may not legally exceed budgeted appropriations at the fund level.

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

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

CANYONS SCHOOL DISTRICT
Notes to the Basic Financial Statements

Program revenue received but not spent is reported as unearned revenue. As a result, overall fund revenue variances will be negative, and overall fund expenditure variances will be positive.

Deposits and Investments

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

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

Cash Equivalents

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

Inventories

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

Capital Assets

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

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

Pensions

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

CANYONS SCHOOL DISTRICT

Notes to the Basic Financial Statements

District Retirement and Other Postemployment Benefits

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

Long-term Obligations

In the government-wide financial statements and the Self-Insurance Fund (internal service fund), long-term debt and other long-term obligations are reported as liabilities in the applicable statement of net position. Bond premiums are deferred and amortized over the life of the related bonds using the straight-line method, which approximates the effective interest method. Bonds payable are reported net of the applicable unamortized bond premiums.

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

Deferred Outflows of Resources

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

Deferred Inflows of Resources

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

Net Position/Fund Balances

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

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

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

CANYONS SCHOOL DISTRICT

Notes to the Basic Financial Statements

Fund balance classifications are summarized as follows:

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

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

- Unspent tax revenues for specific purposes (capital outlays and debt service).
- Remaining fund balances in the Nutrition Services Fund.

Committed – This category includes amounts that can only be used for specific purposes established by formal action of the Board. Fund balance commitments can only be removed or changed by the same type of action (e.g. resolution) of the Board. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements. The Board has approved to commit fund balance amounts to the following purposes:

- Economic stabilization (\$14,994,338). As defined in Utah law as an “undistributed reserve,” the District maintains for economic stabilization up to 5% of 2021 General Fund budgeted expenditures. Potential state budget cuts, disasters, immediate capital needs, and other significant events are circumstances or conditions that signal the need for stabilization. Additionally, the commitment is necessary to maintain liquidity (i.e., reducing any disparity between when financial resources are available to make payments and the maturity of related liabilities). Also defined by state law, the commitment is not to be used “in the negotiation or settlement of contract salaries for school district employees.” Furthermore, the law states that the reserve cannot be used until the Board provides the State Board of Education with an adopted, written resolution setting forth the reasons for using the funds.
- Employee benefit obligations for District retirement and other postemployment benefits representing the actuarially determined liabilities measured at June 30, 2020 for the plans plus an additional 5% contingency (totaling \$15,257,306) and for unpaid compensated absences (totaling \$1,808,562).
- Unfulfilled non-construction contractual obligations (totaling \$1,370,334) at June 30, 2020 that are expected to be completed in 2021.
- Resources held by schools and the Foundation.

Assigned – This category includes General Fund balance amounts that the District intends to be used for a specific purpose but are neither restricted nor committed. The Board, by policy, has given the business administrator authority to assign General Fund balances. The District has assigned General Fund resources that are to be used for textbooks, supplies and other materials at the school level. The District has also assigned \$8,000,000 to cover building construction projects. Another \$2,000,000 has been assigned to be used for the Nutrition Services Fund since revenue to this fund has been affected by the COVID-19 pandemic due to lower participation in school meals.

CANYONS SCHOOL DISTRICT
Notes to the Basic Financial Statements

Unassigned – Residual balances in the General Fund are classified as unassigned.

Net Position Flow Assumption

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

Fund Balance Flow Assumption

Sometimes the District will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the District’s fund balance policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

Reclassifications

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

NOTE 2 – DEPOSITS AND INVESTMENTS

A reconciliation of cash and investments at June 30, 2020, as shown on the financial statements, is as follows:

Carrying amount of deposits	\$ 11,134,526
Carrying amount of investments	<u>215,065,026</u>
Total cash and investments	<u><u>\$ 226,199,552</u></u>
Governmental funds cash and investments	\$ 209,272,938
Internal service fund cash and investments	<u>16,926,614</u>
Total cash and investments	<u><u>\$ 226,199,552</u></u>

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

The Act and Council rules govern the financial reporting requirements of qualified depositories in which public funds may be deposited and prescribe the conditions under which the designation of a depository

CANYONS SCHOOL DISTRICT
Notes to the Basic Financial Statements

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, 2020 the District and the Foundation have the following deposits with financial institutions:

	<u>Carrying Amount</u>	<u>Bank Balance</u>	<u>Amount Insured</u>
Canyons School District	\$ 10,671,867	\$ 9,476,862	\$ 1,250,000
Canyons School District Education Foundation	462,659	462,659	123,501
Total deposits	<u>\$ 11,134,526</u>	<u>\$ 9,939,521</u>	<u>\$ 1,373,501</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, 2020, \$8,566,020 of the District’s bank deposits was uninsured and uncollateralized. No deposits are collateralized nor are they required to be by state statute.

Investments

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

The PTIF is an external local government investment pool managed by the Utah State Treasurer. The PTIF is authorized and makes investments in accordance with the Act. The Council provides regulatory oversight for the PTIF. Participant accounts with the PTIF are not insured or otherwise guaranteed by the state. Participants in the PTIF share proportionally in the income, costs, gains and losses from investment activities. The degree of risk of the PTIF depends upon the underlying portfolio, which primarily consists of money market securities held by the state or in the state’s name by the state’s custodial banks, including investment-grade corporate bonds and notes, money market mutual funds, and U.S. treasury bills. The portfolio has a weighted average maturity of 90 days or less. The majority of the PTIF’s corporate bonds and notes are variable-rate securities, which reset every three months to the prevailing market interest rates. The PTIF is not rated. The reported value of the pool is the same as the fair value of the pool shares.

At June 30, 2020, the District owned eighteen investment-grade corporate bonds through a broker. Seventeen of the bonds are rated A or higher and one is rated BBB+ by Moody’s Investor Services or Standard & Poor’s or FitchRatings or Egan-Jones Rating Company. The weighted average to maturity is 13 months, with 55.3% of investments maturing within one year and all remaining corporate bonds maturing within three years. These investments are held in a safekeeping account and are reviewed regularly by the Council for compliance with the Act.

Also at June 30, 2020, the Foundation invested in mutual funds. The mutual funds are not rated.

Interest Rate Risk – Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The District has a formal investment policy which complies with the Act for interest rate risk and manage its exposure to interest rate risk by complying with its policy and the

CANYONS SCHOOL DISTRICT

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Act, which requires that the remaining term to maturity of investments not exceed the period of availability of the funds invested. Except for endowments, the Act further limits the remaining term to maturity on all investments in commercial paper, banker's acceptances, and fixed-rate securities from 270 days to 15 months. In addition, variable-rate securities may not have a remaining term to final maturity exceeding three years. The Foundation can invest private funds in fixed-income securities with a dollar-weighted average maturity not to exceed ten years.

Credit Risk – Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The District has a formal investment policy which complies with the Act for credit risk and manage its exposure to credit risk by complying with its policy and the Act and related rules. The Act and related rules limit investments in commercial paper to a first-tier rating and investments in fixed-income and variable-rate securities to a rating of A or higher as rated by Moody's Investors Service or by Standard & Poor's at the time of purchase.

Concentration of Credit Risk – Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The District has a formal investment policy for concentration of credit risk which complies with the Act and manage this risk by complying with its policy and the Act and related rules. The Act limits investments in commercial paper and or corporate obligations to 5.0% of its total portfolio with a single issuer. The Foundation can invest private funds in certain equity and fixed-income securities provided no more than 5.0% of all funds are invested in any one issuer and no more than 25.0% of all funds are invested in a particular industry. Also, for the Foundation's investments in private funds, no more than 75.0% may be invested in equity securities and no more than 5.0% in collateralized mortgage obligations.

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

NOTE 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, 2020:

- Utah Public Treasurers' Investment Fund of \$117,075,629 is valued at the District's position in the PTIF multiplied by the published fair value factor (Level 2).
- Investment-grade corporate bonds of \$97,617,713 are valued using quoted market prices (Level 2).
- Mutual funds of \$371,684 are valued at quoted market prices (Level 1).

CANYONS SCHOOL DISTRICT
Notes to the Basic Financial Statements

NOTE 4 – CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2020 was as follows:

	<u>June 30, 2019</u>		<u>Increases</u>		<u>Decreases</u>		<u>June 30, 2020</u>
	<u>Balance</u>						<u>Balance</u>
Governmental activities:							
Capital assets, not being depreciated:							
Sites	\$ 31,486,537	\$	-	\$	-	\$	31,486,537
Construction in progress	89,862,180		139,370,631		(15,862,108)		213,370,703
Total capital assets, not being depreciated	<u>121,348,717</u>		<u>139,370,631</u>		<u>(15,862,108)</u>		<u>244,857,240</u>
Capital assets, being depreciated:							
Site improvements	62,566,064		678,293		-		63,244,357
Buildings	675,176,750		15,183,815		-		690,360,565
Equipment	63,088,381		491,967		(10,701)		63,569,647
Vehicles	22,789,734		1,213,663		(449,564)		23,553,833
Total capital assets, being depreciated	<u>823,620,929</u>		<u>17,567,738</u>		<u>(460,265)</u>		<u>840,728,402</u>
Accumulated depreciation for:							
Site improvements	(20,553,178)		(1,564,508)		-		(22,117,686)
Buildings	(251,188,688)		(16,536,952)		-		(267,725,640)
Equipment	(62,167,447)		(359,095)		9,096		(62,517,446)
Vehicles	(15,960,019)		(1,495,838)		441,700		(17,014,157)
Total accumulated depreciation	<u>(349,869,332)</u>		<u>(19,956,393)</u>		<u>450,796</u>		<u>(369,374,929)</u>
Total capital assets, being depreciated, net	<u>473,751,597</u>		<u>(2,388,655)</u>		<u>(9,469)</u>		<u>471,353,473</u>
Governmental activity capital assets, net	<u>\$ 595,100,314</u>		<u>\$ 136,981,976</u>		<u>\$ (15,871,577)</u>		<u>\$ 716,210,713</u>

Depreciation expense for the year ended June 30, 2020 was charged to the following functions:

Governmental activities:	
Instruction	\$ 15,010,980
Supporting services:	
Students	176,425
Instructional staff	84,139
General district administration	21,035
School administration	414,698
Central	215,848
Operation and maintenance of school buildings	1,515,382
Student transportation	1,435,268
Nutrition services	1,082,618
Total depreciation expense, governmental activities	<u>\$ 19,956,393</u>

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The District is obligated at June 30, 2020 under construction commitments with remaining costs to complete totaling \$120,721,271 that will be financed from future issuances of general obligation bonds, property taxes levied for capital outlay, and resources accumulated in the Capital Outlay Fund as follows:

Project	Project Authorized	Costs to Date	Costs to Complete
Alta High remodel	\$ 53,300,000	\$ 39,648,896	\$ 13,651,104
Brighton High rebuild	115,466,000	69,804,169	45,661,831
Hillcrest High rebuild	120,377,000	65,176,590	55,200,410
Midvalley Elementary rebuild	22,589,000	19,055,377	3,533,623
Other projects	22,359,974	19,685,671	2,674,303
Total	<u>\$ 334,091,974</u>	<u>\$ 213,370,703</u>	<u>\$ 120,721,271</u>

NOTE 5 – LONG-TERM LIABILITIES

Long-term liability activity for the year ended June 30, 2020 is as follows:

	June 30, 2019 Balance	Additions	Reductions	June 30, 2020 Balance	Portion Due or Payable Within One Year
Governmental activities:					
Bonds payable:					
General obligation bonds	\$ 354,710,000	\$ 80,005,000	\$ (23,590,000)	\$ 411,125,000	\$ 25,210,000
Unamortized bond premiums	22,353,256	13,215,572	(2,770,739)	32,798,089	-
Net bonds payable	<u>377,063,256</u>	<u>93,220,572</u>	<u>(26,360,739)</u>	<u>443,923,089</u>	<u>25,210,000</u>
Net URS pension liability	145,895,531	(19,531,621)	(33,324,637)	93,039,273	-
Total District retirement liability	11,443,157	3,152,660	(2,224,083)	12,371,734	-
Total OPEB obligation	1,426,942	1,078,502	(346,410)	2,159,034	-
Compensated absences liability	1,743,874	2,620,884	(2,556,196)	1,808,562	835,932
Claims payable, self-insurance	4,356,259	24,604,449	(24,403,689)	4,557,019	4,557,019
Total governmental activity long-term liabilities	<u>\$ 541,929,019</u>	<u>\$ 105,145,446</u>	<u>\$ (89,215,754)</u>	<u>\$ 557,858,711</u>	<u>\$ 30,602,951</u>

CANYONS SCHOOL DISTRICT
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General Obligation Bonds Payable

Bonds payable at June 30, 2020 are comprised of the following general obligation issues and are serviced by property tax revenues received by the Debt Service Fund:

Series	Purpose	Original Amount	Remaining Interest Rate Range	Final Maturity Date	Current Outstanding Balance
Canyons School District portion of former Jordan School District bonded debt: *					
2014	Refunding	\$ 59,970,000	5.00%	June 15, 2022	\$ 19,005,000
Canyons School District bonded debt:					
2011	School building	68,000,000	3.00% to 4.50%	June 15, 2031	43,445,000
2012	School building	80,000,000	1.50% to 4.00%	June 15, 2032	67,950,000
2013	School building	60,000,000	3.00% to 5.00%	June 15, 2033	54,350,000
2015	School building	42,000,000	3.50% to 5.00%	June 15, 2033	36,190,000
2018A	School building	49,000,000	2.00% to 5.00%	June 15, 2037	37,585,000
2018B	School building	74,995,000	3.25% to 5.00%	June 15, 2038	72,595,000
2020	School building	80,005,000	2.125% to 5.00%	June 15, 2036	80,005,000
District's bonded debt					<u>392,120,000</u>
Total general obligation bonds payable as of June 30, 2020					<u><u>\$ 411,125,000</u></u>

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

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

Year Ending June 30,	Principal	Interest	Total
2021	\$ 25,210,000	\$ 16,474,477	\$ 41,684,477
2022	22,290,000	15,261,677	37,551,677
2023	23,120,000	14,235,177	37,355,177
2024	24,300,000	13,250,277	37,550,277
2025	25,420,000	12,127,727	37,547,727
2026-2030	144,305,000	43,341,988	187,646,988
2031-2035	121,485,000	14,399,305	135,884,305
2036-2038	24,995,000	1,539,486	26,534,486
Total	<u>\$ 411,125,000</u>	<u>\$ 130,630,111</u>	<u>\$ 541,755,111</u>

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

In the event of District default on bond payments, the Local Government Bonding Act and the School District Bond Guaranty (*Utah Code* 53G-4) entitle bondholders to receive payment of amounts due on the bonds from the State of Utah. The ultimate liability for payment of the bonds remains with the District.

CANYONS SCHOOL DISTRICT
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To reimburse the State for any payments made to the bondholders pursuant to the State’s guaranty, the State could compel the District to levy taxes, withhold state funding, draw on District resources that are legally available (such as unrestricted fund balances), and/or impose financial penalties on the District.

Bond Election

On November 7, 2017, a bond election was held and \$283.0 million in general obligation school building bonds were authorized. The bonds are to finance the building and renovation of schools, the purchase of building sites, and to equip schools. At June 30, 2020, \$204.0 million of the bonds have been issued under this authorization. The remaining \$79.0 million authorization is expected to be issued early in 2021.

Bond Issuance

On February 26, 2020, the District issued \$80.0 million of general obligation bonds, Series 2020. The bonds were issued at a premium of \$13.2 million. Bond proceeds were recorded in the Capital Outlay Fund to help finance construction commitments (refer to Note 4).

Compensated Absences

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

Claims Payable

The Self-Insurance Fund (an internal service fund) was established to pay self-insurance claims for health and accident coverage for participating District employees. The District carries commercial insurance, which covers catastrophic claims in excess of \$225,000. Additionally, all District employees are covered for worker’s compensation with resources accumulated within this fund. The fund collects premiums, as established by the District and the plan administrator, from other funds. The District has recorded an estimate of claims liability (including claims incurred but not reported) of \$4,557,019 at June 30, 2020. This liability is based on experience and information provided by the plan administrator and includes costs to process the claims. The following table shows the activity of accrued claims payable for the years ended June 30, 2020 and 2019:

	2020	2019
Claims payable (beginning of year)	\$ 4,356,259	\$ 5,521,056
Claims (including incurred but not reported)	24,604,449	25,046,914
Payments of claims	(24,403,689)	(26,211,711)
Claims payable (end of year)	\$ 4,557,019	\$ 4,356,259

NOTE 6 – PROPERTY TAXES

District Property Tax Revenue

The budgeting and accounting for property taxes are handled in the governmental funds on a modified accrual basis, with appropriate recognition of property taxes receivable at year-end. The District has recorded a property tax receivable for the delinquent property taxes due and for the taxes assessed

CANYONS SCHOOL DISTRICT

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January 1. The District has recorded a corresponding property tax deferral for taxes assessed January 1 but not due and collectible within thirty days of the end of the fiscal year. The District's property tax revenue is collected and distributed by the Salt Lake County Treasurer as its agent.

State statutes establish the process by which taxes are levied and collected. The County Assessor is required to assess real property as of January 1 and complete the tax rolls by May 22. By July 22, the County Auditor is to mail assessed value and tax notices to property owners. A taxpayer may petition the County Board of Equalization within 30 days of receipt of the tax notice for a revision of the assessed value. The County Auditor makes approved changes in assessed values by November 1. On this same date the Auditor is to deliver the completed assessment rolls to the County Treasurer. Tax notices are mailed with a due date of November 30. Delinquent taxes are subject to a 2.5% penalty of the property tax due, with a \$10 minimum penalty. If delinquent taxes and penalties are not paid by January 31 of the following year, these delinquent taxes, including penalties, are subject to an interest charge at a rate determined by the County; the interest period is from January 1 until the taxes are paid. If in May of the fifth year the taxes remain delinquent, the County advertises and sells the property at a tax sale.

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

Incremental Taxes and Charter School Levy

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

During the year ended June 30, 2020, taxes levied by the District for the redevelopment agencies totaling \$9,924,020 and for charter schools totaling \$2,176,328 were recorded as revenue with an equivalent amount of expenditure for contributions to other governments in the other governmental funds (in the Pass-Through Taxes Fund).

As part of a mitigation agreement between the redevelopment agencies and the District, the redevelopment agencies paid the District \$247,477 during the year ended June 30, 2020, recorded as local revenue in the General Fund.

NOTE 7 – STATE RETIREMENT PLANS

Description of Plans

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

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

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

CANYONS SCHOOL DISTRICT

Notes to the Basic Financial Statements

Defined Contribution Plans (individual account plans):

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

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

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

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

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

Benefits Provided

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

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

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

Contributions

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

CANYONS SCHOOL DISTRICT
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For the year ended June 30, 2020, required contribution rates for the plans were as follows:

	<u>Defined Benefit Plans Rates</u>		<u>District Rates</u>	<u>Totals</u>
	<u>District Contribution *</u>	<u>Amortization of UAAL **</u>	<u>for 401(k) Plan</u>	
Tier 1 Noncontributory System	12.25%	9.94%	1.50%	23.69%
Tier 2 Contributory System	9.05%	9.94%	1.03%	20.02%
Tier 2 Defined Contribution Plan	0.08%	9.94%	10.00%	20.02%

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

** Required contributions include an additional amount to finance any unfunded actuarial accrued liability in the Tier 1 plans.

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

For the year ended June 30, 2020, District and employee contributions to the plans were as follows:

	<u>District Contributions</u>	<u>Employee Contributions</u>
Tier 1 Noncontributory System	\$ 21,017,196	\$ -
Tier 2 Contributory System *	10,925,220	-
Tier 2 Defined Contribution Plan *	1,418,135	-
401(k) Plan	3,509,737	3,222,631
457 Plan and other individual plans	-	836,259

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

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

At June 30, 2020, the District reported a net pension asset of zero and a net pension liability of \$93,039,273 for the following plans:

	<u>Net Pension Asset</u>	<u>Net Pension Liability</u>
Tier 1 Noncontributory System	\$ -	\$ 92,201,824
Tier 2 Contributory System	-	837,449
Total	<u>\$ -</u>	<u>\$ 93,039,273</u>

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The net pension liability (asset) was measured as of December 31, 2019, and the total pension liability was determined by an actuarial valuation as of January 1, 2019, rolled-forward using generally accepted actuarial procedures. The District's proportion of the net pension liability (asset) is equal to the ratio of its 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, 2019 and the change in its proportion since the prior measurement date for each plan:

	Proportionate Share	
	2019	Change
Tier 1 Noncontributory System	4.1500539%	0.2720377%
Tier 2 Contributory System	3.7235276%	(0.0433508)%

For the year ended June 30, 2020, the District recognized pension expense for the plans as follows:

	Pension Expense
Defined benefit pension plans:	
Tier 1 Noncontributory System	\$ 35,785,520
Tier 2 Contributory System	4,706,411
Total	\$ 40,491,931
Defined contribution plans:	
Tier 2 Defined Contribution Plan	\$ 1,418,135
401(k) Plan	3,509,737
Total	\$ 4,927,872

At June 30, 2020, the District reported deferred outflows of resources related to defined benefit pension plans from the following sources:

	Deferred Outflows of Resources Related to Pensions		
	Tier 1 Noncontributory System	Tier 2 Contributory System	Total
Differences between expected and actual experience	\$ 1,433,400	\$ 234,275	\$ 1,667,675
Changes of assumptions	5,344,587	357,588	5,702,175
Changes in proportion and differences between District contributions and proportionate share of contributions	522,939	606,128	1,129,067
Contributions subsequent to the measurement date	10,549,756	6,316,962	16,866,718
Total	\$ 17,850,682	\$ 7,514,953	\$ 25,365,635

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At June 30, 2020, the District reported deferred inflows of resources related to defined benefit pension plans from the following sources:

	Deferred Inflows of Resources Related to Pensions		
	Tier 1 Noncontributory System	Tier 2 Contributory System	Total
Differences between expected and actual experience	\$ 565,633	\$ 287,410	\$ 853,043
Changes of assumptions	-	24,066	24,066
Net difference between projected and actual earnings on pension plan investments	28,545,178	643,743	29,188,921
Changes in proportion and differences between District contributions and proportionate share of contributions	1,072,066	-	1,072,066
Total	\$ 30,182,877	\$ 955,219	\$ 31,138,096

The \$16,866,718 reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date of December 31, 2019 will be recognized as a reduction of the net pension liability in the year ending June 30, 2021. The other amounts reported as deferred outflows of resources and deferred inflows of resources related to defined benefit pension plans will be recognized in pension expense as follows:

Year Ending June 30,	Tier 1 Noncontributory System	Tier 2 Contributory System	Total
2021	\$ (4,472,850)	\$ (91,067)	\$ (4,563,917)
2022	(7,799,038)	(78,538)	(7,877,576)
2023	309,679	31,450	341,129
2024	(10,919,742)	(174,874)	(11,094,616)
2025	-	82,678	82,678
Thereafter	-	473,124	473,124

Actuarial Assumptions

The total pension liability in the January 1, 2019 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50%
Salary increases	3.25% to 9.75%, average, including inflation
Investment rate of return	6.95%, net of pension plan investment expense, including inflation

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

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Notes to the Basic Financial Statements

The actuarial assumptions used in the January 1, 2019 valuation were based on the results of an actuarial experience study for the five-year period ended December 31, 2016. Assumptions remained unchanged that affect measurement of the total pension liability (asset) since the prior measurement date.

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

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

Discount Rate

The discount rate used to measure the total pension liability (asset) was 6.95%. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that contributions from all participating employers will be made at contractually required rates, actuarially determined and certified by the Utah State Retirement Board. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability (asset).

CANYONS SCHOOL DISTRICT
Notes to the Basic Financial Statements

Sensitivity of the District’s Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the District’s proportionate share of the net pension liability calculated using the discount rate of 6.95%, as well as what its proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (5.95%) or 1-percentage-point higher (7.95%) than the current rate:

	1% Decrease (5.95%)	Discount Rate (6.95%)	1% Increase (7.95%)
District's proportionate share of the net pension (asset) liability:			
Tier 1 Noncontributory System	\$ 207,996,602	\$ 92,201,824	\$ (4,863,483)
Tier 2 Contributory System	7,221,693	837,449	(4,096,399)
Total	\$ 215,218,295	\$ 93,039,273	\$ (8,959,882)

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, 2020, we reported payables of \$3,849,773 for contributions to defined benefit pension plans and \$446,731 for contributions to defined contribution plans.

NOTE 8 – DISTRICT RETIREMENT PLAN

Plan Description

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

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

Benefits Provided

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

CANYONS SCHOOL DISTRICT
Notes to the Basic Financial Statements

Employees Covered by Benefit Terms

At June 30, 2020, the following employees were covered by the benefit terms:

Active employees	436
Inactive employees or beneficiaries currently receiving benefit payments	<u>156</u>
Total	<u><u>592</u></u>

This retirement plan is closed to new entrants.

Total Retirement Liability

The total District retirement liability of \$12,371,734 was measured as of June 30, 2020 and was determined based on an actuarial valuation as of July 1, 2020. The District has set aside resources for the liability by committing a portion of fund balance in the General Fund.

Actuarial Assumptions and Other Inputs

The total District retirement liability in the June 30, 2020 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.20%
Salary increases	Range from 3.25% to 9.75%
Discount rate	2.21%

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

Mortality rates were based on PRI-2012 White Collar Dataset Retiree Amount-Weighted Mortality projected forward with Mortality Improvement Scale MP-2019.

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

The actuarial assumptions used in the June 30, 2020 valuation were not based on the results of an actuarial experience study.

CANYONS SCHOOL DISTRICT
Notes to the Basic Financial Statements

Changes in the Total District Retirement Liability

Balance of total District retirement liability at June 30, 2019	\$	11,443,157
Changes for the year:		
Service cost		208,699
Interest		408,299
Changes in benefit terms		-
Differences between expected and actual experience		1,702,870
Changes in assumptions or other inputs		832,792
Benefit payments		<u>(2,224,083)</u>
Net changes		<u>928,577</u>
Balance of total District retirement liability at June 30, 2020	\$	<u><u>12,371,734</u></u>

No changes of benefit terms occurred in 2020.

Changes in assumptions and other inputs that occurred in the June 30, 2020 valuation include:

- A reduction in the discount rate from 3.87% to 2.21%
- Inflation rate decreased from 2.30% to 2.20%

Sensitivity of the Total District Retirement Liability to Changes in the Discount Rate

The following presents the District's total retirement liability calculated using the discount rate of 2.21%, as well as what the District's total retirement liability would be if it were calculated using a discount rate that is 1-percentage-point lower (1.21%) or 1-percentage-point higher (3.21%) than the current discount rate:

	<u>1% Decrease</u> <u>(1.21%)</u>	<u>Discount Rate</u> <u>(2.21%)</u>	<u>1% Increase</u> <u>(3.21%)</u>
Total retirement liability – District retirement plan	<u>\$ 12,575,680</u>	<u>\$ 12,371,734</u>	<u>\$ 12,156,202</u>

CANYONS SCHOOL DISTRICT
Notes to the Basic Financial Statements

Retirement Expense and Deferred Outflows and Inflows of Resources Related to the District's Retirement Plan

For the year ended June 30, 2020, the District recognized retirement expense of \$616,998 for this retirement plan. At June 30, 2020, the District reported the following deferred outflows of resources and inflows of resources related to this retirement plan:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 1,702,870	\$ -
Changes of assumptions or other inputs	832,792	-
Total	\$ 2,535,662	\$ -

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

Year Ending June 30,	Deferred Outflows (Inflows) of Resources
2021	\$ 296,927
2022	301,100
2023	323,014
2024	323,014
2025	323,014
Thereafter	968,593

NOTE 9 – OTHER POSTEMPLOYMENT BENEFIT (OPEB) PLAN

Plan Description

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

Benefits Provided

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

CANYONS SCHOOL DISTRICT
Notes to the Basic Financial Statements

Employees Covered by Benefit Terms

At June 30, 2020, the following employees were covered by the benefit terms:

Active employees	436
Inactive employees or beneficiaries currently receiving benefit payments	<u>94</u>
Total	<u><u>530</u></u>

The OPEB plan is closed to new entrants.

Total OPEB Obligation

The District's total OPEB obligation of \$2,159,034 was measured as of June 30, 2020 and was determined based on an actuarial valuation as of July 1, 2020. The District has set aside resources for the obligation by committing a portion of fund balance in the General Fund.

Actuarial Assumptions and Other Inputs

The total OPEB obligation in the June 30, 2020 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.20%
Discount rate	2.21%
Healthcare cost trend rates	6.4% for 2020, decreasing per year to an ultimate rate of 3.7% for 2074 and later years

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

Mortality rates were based on Scale MP-2017 to PRI-2012 White Collar Dataset Retiree Amount-Weighted Mortality projected forward with Mortality Improvement Scale MP-2019.

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

The actuarial assumptions used in the June 30, 2020 valuation were not based on the results of an actuarial experience study.

CANYONS SCHOOL DISTRICT
Notes to the Basic Financial Statements

Changes in the Total OPEB Obligation

Balance of total OPEB obligation at June 30, 2019	\$ 1,426,942
Changes for the year:	
Service cost	26,745
Interest	49,619
Changes in benefit terms	-
Differences between expected and actual experience	648,281
Changes in assumptions or other inputs	353,857
Benefit payments	<u>(346,410)</u>
Net changes	<u>732,092</u>
Balance of total OPEB obligation at June 30, 2020	<u><u>\$ 2,159,034</u></u>

No changes of benefit terms occurred in 2020.

Changes in assumptions and other inputs that occurred in the June 30, 2020 valuation include:

- Discount rate changed from 3.87% to 2.21%
- Inflation rate decreased from 2.30% to 2.20%
- Healthcare cost trend rates were updated from an initial rate of 5.7% scaling down to 4.0% over 55 years to an initial rate of 6.4% scaling down to 3.7% over 54 years
- Mortality was updated from SOA RP-2014 White Collar Mortality with Scale MP-2017 to PRI-2012 White Collar Dataset Retiree Amount-Weighted Mortality projected forward with Mortality Improvement Scale MP-2019

Sensitivity of the Total OPEB Obligation to Changes in the Discount Rate

The following presents the District's total OPEB obligation calculated using the discount rate of 2.21%, as well as what its total OPEB obligation would be if it were calculated using a discount rate that is 1-percentage-point lower (1.21%) or 1-percentage-point higher (3.21%) than the current discount rate:

	<u>1% Decrease</u> <u>(1.21%)</u>	<u>Discount Rate</u> <u>(2.21%)</u>	<u>1% Increase</u> <u>(3.21%)</u>
Total OPEB obligation	<u>\$ 2,233,926</u>	<u>\$ 2,159,034</u>	<u>\$ 2,086,776</u>

CANYONS SCHOOL DISTRICT
Notes to the Basic Financial Statements

Sensitivity of the Total OPEB Obligation to Changes in the Healthcare Cost Trend Rate

The following presents the District's total OPEB liability calculated using the healthcare cost trend rate of 6.4% decreasing to 3.7%, as well as what its total OPEB liability would be if it were calculated using a healthcare cost trend rate that is 1-percentage-point lower (5.4% decreasing to 3.0%) or 1-percentage-point higher (7.4% decreasing to 5.0%) than the current healthcare cost trend rates:

	1% Decrease (5.4% decreasing to 3.0%)	Healthcare Cost Trend Rates (6.4% decreasing to 4.0%)	1% Increase (7.4% decreasing to 5.0%)
Total OPEB obligation	\$ 2,059,665	\$ 2,159,034	\$ 2,267,097

OPEB Expense and Deferred Outflows and Inflows of Resources Related to OPEB

For the year ended June 30, 2020, the District recognized OPEB expense of \$76,364. At June 30, 2020, the District reported the following deferred outflows of resources and deferred inflows of resources related to OPEB:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 648,281	\$ -
Changes of assumptions or other inputs	353,857	-
Total	\$ 1,002,138	\$ -

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

Year Ending June 30,	Deferred Outflows (Inflows) of Resources
2021	\$ 200,508
2022	200,508
2023	149,515
2024	127,661
2025	127,661
Thereafter	196,285

CANYONS SCHOOL DISTRICT
Notes to the Basic Financial Statements

NOTE 10 – RISK MANAGEMENT

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

NOTE 11 – GRANTS

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

NOTE 12 – TRANSFERS

During the year ended June 30, 2020, the District transferred \$208,001 from the General Fund to the Canyons School District Education Foundation Special Revenue Fund to cover the administration expenditures of the Foundation.

NOTE 13 – EXTRAORDINARY ITEM

In November 2019, a chromebook charging station caught fire at Union Middle School. The cost to clean and repair the damage that occurred was \$6,136,774. Insurance was through the State of Utah's Risk Management Division and the District was reimbursed \$6,135,774.

NOTE 14 – LITIGATION AND COMPLIANCE

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

Required Supplemental Information

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

	<u>District's Proportion of Net Pension Liability (Asset)</u>	<u>District's Proportionate Share of the Net Pension Liability (Asset)</u>	<u>District's Covered Payroll</u>	<u>District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Its Covered Payroll</u>	<u>Plan Fiduciary Net Position as a Percentage of the Total Pension Liability</u>
Tier 1 Noncontributory System:					
2019	4.1500539 %	\$ 92,201,824	\$ 94,844,682	97.21 %	90.1 %
2018	3.8780162 %	144,282,258	96,036,378	150.24 %	84.1 %
2017	3.8357792 %	93,798,694	96,648,752	97.05 %	89.2 %
2016	3.7974335 %	123,071,664	98,397,555	125.08 %	84.9 %
2015	3.8437375 %	120,742,802	100,452,639	120.20 %	84.5 %
2014	3.8151778 %	95,857,436	103,043,921	93.03 %	87.2 %
Tier 2 Contributory System:					
2019	3.7235276 %	\$ 837,449	\$ 51,849,177	1.62 %	96.5 %
2018	3.7668784 %	1,613,273	44,320,127	3.64 %	90.8 %
2017	3.5946577 %	316,931	35,304,415	0.90 %	97.4 %
2016	3.4813235 %	388,339	28,549,556	1.36 %	95.1 %
2015	3.5632870 %	(7,779)	23,009,058	(0.03)%	100.2 %
2014	4.0072976 %	(121,439)	19,591,580	(0.62)%	103.5 %

The accompanying notes are an intergral part of this schedule.

CANYONS SCHOOL DISTRICT
Schedules of District Contributions – Utah Retirement Systems
Last Six Reporting (Fiscal) Years

	Contractually Required Contribution	Contributions in Relation to the Contractually Required Contribution	Contribution Deficiency (Excess)	District's Covered Payroll	Contributions as a Percentage of Covered Payroll
Tier 1 Noncontributory System:					
2020	\$ 21,017,196	\$ 21,017,196	\$ -	\$ 96,612,779	21.75 %
2019	20,476,206	20,476,206	-	94,528,554	21.66 %
2018	20,886,553	20,886,553	-	96,484,207	21.65 %
2017	20,895,277	20,895,277	-	96,982,601	21.55 %
2016	21,486,340	21,486,340	-	99,838,971	21.52 %
2015	21,235,307	21,235,307	-	100,849,744	21.06 %
Tier 2 Contributory System:					
2020	\$ 10,925,220	\$ 10,925,220	\$ -	\$ 57,564,266	18.98 %
2019	8,980,052	8,980,052	-	47,731,661	18.81 %
2018	7,434,272	7,434,272	-	40,386,604	18.41 %
2017	5,780,746	5,780,746	-	31,685,969	18.24 %
2016	4,934,200	4,934,200	-	27,040,824	18.25 %
2015	3,869,496	3,869,496	-	21,601,010	17.91 %
Tier 2 Defined Contribution Plan:					
2020	\$ 1,418,135	\$ 1,418,135	\$ -	\$ 14,123,184	10.04 %
2019	1,170,123	1,170,123	-	11,675,125	10.02 %
2018	1,035,382	1,035,382	-	10,333,120	10.02 %
2017	889,923	889,923	-	8,841,022	10.07 %
2016	684,204	684,204	-	6,822,629	10.03 %
2015	562,849	562,849	-	5,553,900	10.13 %

The accompanying notes are an integral part of this schedule.

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

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Total retirement liability - District retirement plan:				
Service cost	\$ 208,699	\$ 153,692	\$ 147,781	\$ 142,097
Interest	408,299	493,621	563,600	635,290
Changes in benefit terms	-	-	-	-
Differences between expected and actual experience	1,702,870	(164,717)	-	-
Changes in assumptions and other inputs	832,792	38,455	-	-
Benefit payments	<u>(2,224,083)</u>	<u>(2,504,501)</u>	<u>(2,504,902)</u>	<u>(2,569,623)</u>
Net change in total retirement liability - District retirement plan	928,577	(1,983,450)	(1,793,521)	(1,792,236)
Total retirement liability – beginning	<u>11,443,157</u>	<u>13,426,607</u>	<u>15,220,128</u>	<u>17,012,364</u>
Total retirement liability – ending	<u>\$ 12,371,734</u>	<u>\$ 11,443,157</u>	<u>\$ 13,426,607</u>	<u>\$ 15,220,128</u>
Covered-employee payroll	\$ 33,920,260	\$ 28,118,773	\$ 27,233,678	\$ 26,569,442
Total retirement liability as a percentage of covered-employee payroll	36.5%	40.7%	49.3%	57.3%

The accompanying notes are an integral part of this schedule.

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

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Total OPEB obligation:				
Service cost	\$ 26,745	\$ 25,234	\$ 24,263	\$ 23,330
Interest	49,619	44,300	49,730	55,994
Changes in benefit terms	-	-	-	-
Differences between expected and actual experience	648,281	114,453	-	-
Changes in assumptions and other inputs	353,857	271,636	-	-
Benefit payments	<u>(346,410)</u>	<u>(219,610)</u>	<u>(219,786)</u>	<u>(235,913)</u>
Net change in total OPEB obligation	732,092	236,013	(145,793)	(156,589)
Total OPEB obligation – beginning	<u>1,426,942</u>	<u>1,190,929</u>	<u>1,336,722</u>	<u>1,493,311</u>
Total OPEB obligation – ending	<u>\$ 2,159,034</u>	<u>\$ 1,426,942</u>	<u>\$ 1,190,929</u>	<u>\$ 1,336,722</u>
Covered-employee payroll	\$ 33,920,260	\$ 28,118,773	\$ 27,233,678	\$ 26,569,442
Total OPEB obligation as a percentage of covered-employee payroll	6.4%	5.1%	4.4%	5.0%

The accompanying notes are an integral part of this schedule.

CANYONS SCHOOL DISTRICT
Notes to the Required Supplementary Information

NOTE A – CHANGES IN ASSUMPTIONS – UTAH RETIREMENT SYSTEMS

Assumptions for plan years 2019 and 2018 remain unchanged from the prior years.

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

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

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

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

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

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

NOTE B – SCHEDULES OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY (ASSET) – UTAH RETIREMENT SYSTEMS

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

NOTE C – SCHEDULES OF DISTRICT CONTRIBUTIONS – UTAH RETIREMENT SYSTEMS

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

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

CANYONS SCHOOL DISTRICT
Notes to the Required Supplementary Information

NOTE D – CHANGES IN ASSUMPTIONS – DISTRICT RETIREMENT PLAN

Amounts reported in plan year 2020 reflect the following assumption changes adopted from the June 30, 2020 valuation:

- Mortality rates were modified.
- A reduction in the discount rate from 3.87% to 2.21%
- Inflation rate decreased from 2.30% to 2.20%

NOTE E – SCHEDULES OF CHANGES IN THE DISTRICT'S TOTAL RETIREMENT LIABILITY AND RELATED RATIOS – DISTRICT RETIREMENT PLAN

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

NOTE F – CHANGES IN ASSUMPTIONS – OPEB PLAN

Amounts reported in plan year 2020 reflect the following assumption changes adopted from the June 30, 2020 valuation:

- Mortality rates were modified.
- Inflation rate changed from 2.30% to 2.20%
- Discount rate changed from 3.87% to 2.21%
- Healthcare cost trend rates were updated from an initial rate of 5.7% scaling down to 4.0% over 55 years to an initial rate of 6.4% scaling down to 3.7% over 54 years
- Mortality was updated from SOA RP-2014 White Collar Mortality with Scale MP-2017 to PRI-2012 White Collar Dataset Retiree Amount-Weighted Mortality projected forward with Mortality Improvement Scale MP-2019

NOTE G – SCHEDULES OF CHANGES IN THE DISTRICT'S TOTAL OPEB LIABILITY AND RELATED RATIOS – OPEB PLAN

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

Combining and Individual Fund Financial Statements and Schedules

Major Governmental Funds

General Fund

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

Debt Service Fund

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

Capital Outlay Fund

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

CANYONS SCHOOL DISTRICT
Comparative Balance Sheets
General Fund
A Major Governmental Fund
June 30, 2020 and 2019

	2020	2019
Assets:		
Cash and investments	\$ 107,307,755	\$ 100,514,587
Accounts receivable:		
Property taxes	120,480,212	115,575,160
Local	197,519	386,559
State	1,454,085	1,490,140
Federal	3,013,493	3,711,827
Prepaid expenses	35,417	-
Inventories	1,385,432	1,371,874
Total assets	\$ 233,873,913	\$ 223,050,147
 Liabilities, deferred inflows of resources, and fund balances:		
Liabilities:		
Accounts and contracts payable	\$ 4,421,695	\$ 4,949,243
Accrued payroll and related benefits	28,464,059	24,426,465
Unearned revenue:		
State	3,300,295	2,627,605
Federal	169,037	152,554
Total liabilities	36,355,086	32,155,867
Deferred inflows of resources:		
Unavailable property tax revenue	1,661,253	1,569,594
Property taxes levied for future year	119,526,957	114,394,720
Total deferred inflows of resources	121,188,210	115,964,314
Fund balances:		
Nonspendable:		
Inventories	1,385,432	1,371,873
Committed to:		
Economic stabilization	14,994,338	14,742,221
Employee benefit obligations	17,065,868	15,257,478
Contractual obligations	1,370,334	1,440,004
Assigned to:		
Schools and programs	6,116,856	7,815,062
Future building construction/nutrition	10,000,000	10,000,000
Unassigned	25,397,789	24,303,328
Total fund balances	76,330,617	74,929,966
Total liabilities, deferred inflows of resources, and fund balances	\$ 233,873,913	\$ 223,050,147

CANYONS SCHOOL DISTRICT
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
General Fund
A Major Governmental Fund
Fiscal Year Ended June 30, 2020 with Comparative Totals for 2019

	2020			2019
	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget	Actual Amounts
Revenues:				
Property taxes	\$ 125,261,596	\$ 125,338,005	\$ 76,409	\$ 103,803,198
Interest earnings	3,275,000	3,788,206	513,206	3,398,373
Other local	3,749,400	4,257,708	508,308	4,579,244
State	149,250,642	147,639,646	(1,610,996)	143,249,225
Federal	15,580,339	12,175,018	(3,405,321)	13,256,760
Total revenues	<u>297,116,977</u>	<u>293,198,583</u>	<u>(3,918,394)</u>	<u>268,286,800</u>
Expenditures:				
Current:				
Salaries	185,180,387	182,847,580	2,332,807	166,174,409
Employee benefits	77,768,711	75,312,310	2,456,401	69,140,113
Purchased professional services	5,312,536	5,063,301	249,235	5,013,019
Purchased property services	5,911,363	5,275,760	635,603	5,382,834
Other purchased services	1,380,089	1,083,263	296,826	1,523,183
Supplies	20,963,509	18,662,473	2,301,036	17,709,978
Equipment	2,942,369	3,048,918	(106,549)	2,952,095
Other	382,425	296,326	86,099	233,655
Total expenditures	<u>299,841,389</u>	<u>291,589,931</u>	<u>8,251,458</u>	<u>268,129,286</u>
Excess (deficiency) of revenues over (under) expenditures	(2,724,412)	1,608,652	4,333,064	157,514
Other financing sources (uses):				
Transfer out	(217,089)	(208,001)	9,088	(190,072)
Net change in fund balances	(2,941,501)	1,400,651	4,342,152	(32,558)
Fund balances – beginning	<u>74,929,966</u>	<u>74,929,966</u>	-	<u>74,962,524</u>
Fund balances – ending	<u><u>\$ 71,988,465</u></u>	<u><u>\$ 76,330,617</u></u>	<u><u>\$ 4,342,152</u></u>	<u><u>\$ 74,929,966</u></u>

CANYONS SCHOOL DISTRICT
Comparative Balance Sheets
Debt Service Fund
A Major Governmental Fund
June 30, 2020 and 2019

	2020	2019
Assets:		
Cash and investments	\$ 2,688,947	\$ 2,123,513
Accounts receivable:		
Property taxes	39,794,879	37,127,095
Total assets	\$ 42,483,826	\$ 39,250,608
 Deferred inflows of resources and fund balances:		
Deferred inflows of resources:		
Unavailable property tax revenue	\$ 552,266	\$ 507,263
Property taxes levied for future year	39,478,406	36,755,702
Total deferred inflows of resources	40,030,672	37,262,965
Fund balances:		
Restricted for:		
Debt service	2,453,154	1,987,643
Total deferred inflows of resources and fund balances	\$ 42,483,826	\$ 39,250,608

CANYONS SCHOOL DISTRICT
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Debt Service Fund
A Major Governmental Fund
Fiscal Year Ended June 30, 2020 with Comparative Totals for 2019

	2020			2019
	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget	Actual Amounts
Revenues:				
Property taxes	\$ 39,030,650	\$ 39,048,016	\$ 17,366	\$ 36,094,517
Interest earnings	525,000	395,650	(129,350)	565,127
Total revenues	39,555,650	39,443,666	(111,984)	36,659,644
Expenditures:				
Debt service:				
Bond principal	23,590,000	23,590,000	-	23,920,000
Bond interest	15,384,479	15,384,478	1	14,074,815
Paying agent fees and other	9,000	3,677	5,323	2,545
Total expenditures	38,983,479	38,978,155	5,324	37,997,360
Excess (deficiency) of revenues over (under) expenditures / net change in fund balances	572,171	465,511	(106,660)	(1,337,716)
Other financing sources (uses):				
Transfer in	-	-	-	300,000
Net change in fund balances	572,171	465,511	(106,660)	(1,037,716)
Fund balances – beginning	1,987,643	1,987,643	-	3,025,359
Fund balances – ending	\$ 2,559,814	\$ 2,453,154	\$ (106,660)	\$ 1,987,643

CANYONS SCHOOL DISTRICT
Comparative Balance Sheets
Capital Outlay Fund
A Major Governmental Fund
June 30, 2020 and 2019

	2020	2019
Assets:		
Cash and investments	\$ 89,015,686	\$ 122,069,021
Accounts receivable:		
Property taxes	20,953,182	20,342,110
Local	16,201	366
State	1,136,774	34,456
Total assets	\$ 111,121,843	\$ 142,445,953
 Liabilities, deferred inflows of resources, and fund balances:		
Liabilities:		
Accounts and contracts payable	\$ 24,125,761	\$ 24,050,919
Deferred inflows of resources:		
Unavailable property tax revenue	304,194	310,066
Property taxes levied for future year	20,772,208	20,108,843
Total deferred inflows of resources	21,076,402	20,418,909
Fund balances:		
Restricted for:		
Capital outlay	65,919,680	97,976,125
Total liabilities, deferred inflows of resources, and fund balances	\$ 111,121,843	\$ 142,445,953

CANYONS SCHOOL DISTRICT
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Capital Outlay Fund
A Major Governmental Fund
Fiscal Year Ended June 30, 2020 with Comparative Totals for 2019

	2020			2019
	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget	Actual Amounts
Revenues:				
Local:				
Property taxes	\$ 22,013,248	\$ 22,028,330	\$ 15,082	\$ 20,882,913
Interest earnings	2,168,000	2,061,884	(106,116)	3,726,090
Other	64,000	63,805	(195)	85,049
Total local	<u>24,245,248</u>	<u>24,154,019</u>	<u>(91,229)</u>	<u>24,694,052</u>
State:				
State enrollment growth	62,000	61,697	(303)	61,604
Total revenues	<u>24,307,248</u>	<u>24,215,716</u>	<u>(91,532)</u>	<u>24,755,656</u>
Expenditures:				
Capital outlay:				
Sites and improvements	4,577,564	3,443,583	1,133,981	2,328,948
Buildings and improvements	146,683,983	136,969,600	9,714,383	86,267,925
Equipment and vehicles	9,997,524	4,963,537	5,033,987	3,550,522
Other capital outlay	11,608,590	9,931,166	1,677,424	8,834,967
Debt service:				
Bond issuance costs	320,621	320,621	-	315,569
Total expenditures	<u>173,188,282</u>	<u>155,628,507</u>	<u>17,559,775</u>	<u>101,297,931</u>
Excess (deficiency) of revenues over (under) expenditures	(148,881,034)	(131,412,791)	17,468,243	(76,542,275)
Other financing sources (uses):				
General obligation bonds issued	80,005,000	80,005,000	-	74,995,000
Premiums on bonds issued	13,215,572	13,215,572	-	4,826,455
Transfer out	-	-	-	(300,000)
Total other financing sources (uses)	<u>93,220,572</u>	<u>93,220,572</u>	<u>-</u>	<u>79,521,455</u>
Special item - proceeds from sale of property	-	-	-	16,156,191
Extraordinary item - insurance recoveries	6,000,000	6,135,774	135,774	-
Net change in fund balances	<u>(49,660,462)</u>	<u>(32,056,445)</u>	<u>17,604,017</u>	<u>19,135,371</u>
Fund balances - beginning	<u>97,976,125</u>	<u>97,976,125</u>	<u>-</u>	<u>78,840,754</u>
Fund balances - ending	<u>\$ 48,315,663</u>	<u>\$ 65,919,680</u>	<u>\$ 17,604,017</u>	<u>\$ 97,976,125</u>



CANYONS
SCHOOL DISTRICT

Nonmajor Governmental Funds

Special Revenue Funds

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

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

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

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

CANYONS SCHOOL DISTRICT
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2020

	Special Revenue				Total Nonmajor Governmental Funds
	Nutrition Services	Student Activities	Pass-Through Taxes	Education Foundation	
Assets:					
Cash and investments	\$ 1,105,079	\$ 8,321,128	\$ -	\$ 834,343	\$ 10,260,550
Accounts receivable:					
Property taxes	-	-	16,797,337	-	16,797,337
Local	10,595	-	-	-	10,595
State of Utah	358,192	-	-	-	358,192
Federal government	472,377	-	-	-	472,377
Inventories	641,492	-	-	-	641,492
Total assets	<u>\$ 2,587,735</u>	<u>\$ 8,321,128</u>	<u>\$ 16,797,337</u>	<u>\$ 834,343</u>	<u>\$ 28,540,543</u>
Liabilities, and fund balances:					
Liabilities:					
Accounts and contracts payable	\$ 75,746	\$ 622,004	\$ -	\$ 9,385	\$ 707,135
Accrued payroll and related benefits	273,363	-	-	-	273,363
Unearned revenue:					
Local	647,038	-	-	-	647,038
Total liabilities	<u>996,147</u>	<u>622,004</u>	<u>-</u>	<u>9,385</u>	<u>1,627,536</u>
Deferred inflows of resources:					
Unavailable property tax revenue	-	-	233,404	-	233,404
Property taxes levied for future year	-	-	16,563,933	-	16,563,933
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>16,797,337</u>	<u>-</u>	<u>16,797,337</u>
Fund balances:					
Nonspendable:					
Inventories	641,492	-	-	-	641,492
Restricted for:					
Nutrition services	950,096	-	-	-	950,096
Scholarships	-	-	-	200,943	200,943
Committed to:					
Schools	-	7,699,124	-	-	7,699,124
Foundation	-	-	-	624,015	624,015
Total fund balances	<u>1,591,588</u>	<u>7,699,124</u>	<u>-</u>	<u>824,958</u>	<u>10,115,670</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 2,587,735</u>	<u>\$ 8,321,128</u>	<u>\$ 16,797,337</u>	<u>\$ 834,343</u>	<u>\$ 28,540,543</u>

CANYONS SCHOOL DISTRICT
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
Fiscal Year Ended June 30, 2020

	Special Revenue				Total Nonmajor Governmental Funds
	Nutrition Services	Student Activities	Pass-Through Taxes	Education Foundation	
Revenues:					
Property taxes	\$ -	\$ -	\$ 12,100,348	\$ -	\$ 12,100,348
Tuitions, fees, and admissions	-	3,517,643	-	-	3,517,643
Lunch sales	2,782,053	-	-	-	2,782,053
Interest earnings	49,528	136,253	-	1,831	187,612
Other local	95,146	5,517,661	-	585,355	6,198,162
State	2,165,162	-	-	-	2,165,162
Federal	6,481,085	-	-	-	6,481,085
Total revenues	<u>11,572,974</u>	<u>9,171,557</u>	<u>12,100,348</u>	<u>587,186</u>	<u>33,432,065</u>
Expenditures:					
Current:					
Instruction	-	9,203,567	-	893,689	10,097,256
Nutrition services	12,714,968	-	-	-	12,714,968
Contributions to other governments	-	-	12,100,348	-	12,100,348
Total expenditures	<u>12,714,968</u>	<u>9,203,567</u>	<u>12,100,348</u>	<u>893,689</u>	<u>34,912,572</u>
Deficiency of revenues under expenditures	(1,141,994)	(32,010)	-	(306,503)	(1,480,507)
Other financing sources:					
Transfer in	-	-	-	208,001	208,001
Net change in fund balances	(1,141,994)	(32,010)	-	(98,502)	(1,272,506)
Fund balances – beginning	<u>2,733,582</u>	<u>7,731,134</u>	<u>-</u>	<u>923,460</u>	<u>11,388,176</u>
Fund balances – ending	<u>\$ 1,591,588</u>	<u>\$ 7,699,124</u>	<u>\$ -</u>	<u>\$ 824,958</u>	<u>\$ 10,115,670</u>

CANYONS SCHOOL DISTRICT
Comparative Balance Sheets
Nutrition Services Fund
A Nonmajor Special Revenue Fund
June 30, 2020 and 2019

	2020	2019
Assets:		
Cash and investments	\$ 1,105,079	\$ 2,176,418
Accounts receivable:		
Local	10,595	7,589
State	358,192	691,292
Federal	472,377	96,425
Inventories	641,492	470,324
Total assets	\$ 2,587,735	\$ 3,442,048
 Liabilities and fund balances:		
Liabilities:		
Accounts and contracts payable	\$ 75,746	\$ 21,872
Accrued payroll and related benefits	273,363	251,030
Unearned revenue, local	647,038	435,564
Total liabilities	996,147	708,466
Fund balances:		
Nonspendable:		
Inventories	641,492	470,325
Restricted for:		
Nutrition services	950,096	2,263,257
Total fund balances	1,591,588	2,733,582
Total liabilities and fund balances	\$ 2,587,735	\$ 3,442,048

CANYONS SCHOOL DISTRICT
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Nutrition Services Fund
A Nonmajor Special Revenue Fund
Fiscal Year Ended June 30, 2020 with Comparative Totals for 2019

	<u>2020</u>			<u>2019</u>
	<u>Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>	<u>Actual Amounts</u>
Revenues:				
Local:				
Lunch sales – students	\$ 2,817,950	\$ 2,738,831	\$ (79,119)	\$ 3,722,287
Lunch sales – adult	50,200	43,222	(6,978)	49,955
Interest earnings	58,500	49,528	(8,972)	57,312
Other	52,100	95,146	43,046	99,775
Total local	<u>2,978,750</u>	<u>2,926,727</u>	<u>(52,023)</u>	<u>3,929,329</u>
State:				
State lunch program	<u>2,629,435</u>	<u>2,165,162</u>	<u>(464,273)</u>	<u>2,455,119</u>
Federal:				
Lunch program	1,063,000	895,635	(167,365)	1,046,248
Free and reduced meals reimbursement	3,488,200	3,307,499	(180,701)	3,453,668
Breakfast program	864,300	1,123,526	259,226	855,756
Other food programs	18,400	15,141	(3,259)	18,726
Commodity program	903,042	1,139,284	236,242	992,469
Total federal	<u>6,336,942</u>	<u>6,481,085</u>	<u>144,143</u>	<u>6,366,867</u>
Total revenues	<u>11,945,127</u>	<u>11,572,974</u>	<u>(372,153)</u>	<u>12,751,315</u>
Expenditures:				
Current:				
Salaries	5,023,500	5,006,649	16,851	4,838,251
Employee benefits	1,601,034	1,575,607	25,427	1,568,371
Purchased services	18,275	6,344	11,931	10,540
Supplies	202,500	180,336	22,164	157,255
Food	5,556,338	4,745,041	811,297	5,440,735
Equipment	58,000	34,386	23,614	34,923
Other	684,500	1,166,605	(482,105)	776,184
Total expenditures	<u>13,144,147</u>	<u>12,714,968</u>	<u>429,179</u>	<u>12,826,259</u>
Excess (deficiency) of revenues over (under) expenditures / net change in fund balances	(1,199,020)	(1,141,994)	57,026	(74,944)
Fund balances – beginning	<u>2,733,582</u>	<u>2,733,582</u>	-	<u>2,808,526</u>
Fund balances – ending	<u>\$ 1,534,562</u>	<u>\$ 1,591,588</u>	<u>\$ 57,026</u>	<u>\$ 2,733,582</u>

CANYONS SCHOOL DISTRICT
Comparative Balance Sheets
Student Activities Fund
A Nonmajor Special Revenue Fund
June 30, 2020 and 2019

	2020	2019
Assets:		
Cash and investments	\$ 8,321,128	\$ 8,501,771
 Liabilities and fund balances:		
Liabilities:		
Accounts and contracts payable	\$ 622,004	\$ 714,001
Unearned revenue, local	-	56,636
Total liabilities	622,004	770,637
Fund balances:		
Committed to:		
Schools	7,699,124	7,731,134
Total liabilities and fund balances	\$ 8,321,128	\$ 8,501,771

CANYONS SCHOOL DISTRICT
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Student Activities Fund
A Nonmajor Special Revenue Fund
Fiscal Year Ended June 30, 2020 with Comparative Totals for 2019

	<u>2020</u>			<u>2019</u>
	<u>Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>	<u>Actual Amounts</u>
Revenues:				
Local:				
Student fees	\$ 4,513,958	\$ 3,517,643	\$ (996,315)	\$ 4,504,948
Other	103,720	174,827	71,107	203,413
Fundraisers and donations	6,728,215	5,342,834	(1,385,381)	6,714,785
Interest earnings	36,394	136,253	99,859	39,970
Total revenues	<u>11,382,287</u>	<u>9,171,557</u>	<u>(2,210,730)</u>	<u>11,463,116</u>
Expenditures:				
Current:				
Salaries and benefits	28,598	59,301	(30,703)	-
Purchased services	4,293,623	2,996,767	1,296,856	4,211,508
Supplies	5,388,771	4,749,477	639,294	5,309,134
Equipment	289,328	218,366	70,962	261,189
Other	1,154,370	1,179,656	(25,286)	1,239,883
Total expenditures	<u>11,154,690</u>	<u>9,203,567</u>	<u>1,951,123</u>	<u>11,021,714</u>
Excess (deficiency) of revenues over (under) expenditures / net change in fund balances	227,597	(32,010)	(259,607)	441,402
Fund balances – beginning	<u>7,731,134</u>	<u>7,731,134</u>	<u>-</u>	<u>7,289,732</u>
Fund balances – ending	<u>\$ 7,958,731</u>	<u>\$ 7,699,124</u>	<u>\$ (259,607)</u>	<u>\$ 7,731,134</u>

CANYONS SCHOOL DISTRICT
Balance Sheet
Pass-Through Taxes Fund
A Nonmajor Special Revenue Fund
June 30, 2020 and 2019

	2020	2019
Assets:		
Accounts receivable:		
Property taxes	\$ 16,797,337	\$ 15,848,189
 Deferred inflows of resources and fund balances:		
Deferred inflows of resources:		
Unavailable property tax revenue	\$ 233,404	\$ 195,653
Property taxes levied for future year	16,563,933	15,652,536
Total deferred inflows of resources	16,797,337	15,848,189
Fund balances:		
Assigned to:		
Other governments	-	-
Total deferred inflows of resources and fund balances	\$ 16,797,337	\$ 15,848,189

CANYONS SCHOOL DISTRICT
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Pass-Through Taxes Fund
A Nonmajor Special Revenue Fund
Fiscal Year Ended June 30, 2020 with Comparative Totals for 2019

	2020			2019
	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget	Actual Amounts
Revenues:				
Local:				
Property taxes	\$ 12,150,347	\$ 12,100,348	\$ (49,999)	\$ 12,781,299
Expenditures:				
Contributions to other governments:				
Redevelopment agencies	9,974,019	9,924,020	49,999	11,101,325
Charter schools	2,176,328	2,176,328	-	1,679,974
Total expenditures	12,150,347	12,100,348	49,999	12,781,299
Excess (deficiency) of revenues over (under) expenditures / net change in fund balances	-	-	-	-
Fund balances – beginning	-	-	-	-
Fund balances – ending	\$ -	\$ -	\$ -	\$ -

CANYONS SCHOOL DISTRICT
Comparative Balance Sheets
Canyons School District Education Foundation Fund
A Nonmajor Special Revenue Fund
June 30, 2020 and 2019

	2020	2019
Assets:		
Cash and investments	\$ 834,343	\$ 935,634
Accounts receivable, local	-	566
Total assets	\$ 834,343	\$ 936,200
 Liabilities and fund balances:		
Liabilities:		
Accounts and contracts payable	\$ 9,385	\$ 12,740
Fund balances:		
Restricted for:		
Scholarships	200,943	209,615
Committed to:		
Foundation	624,015	713,845
Total liabilities and fund balances	\$ 834,343	\$ 936,200

CANYONS SCHOOL DISTRICT
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Canyons School District Education Foundation Fund
A Nonmajor Special Revenue Fund
Fiscal Year Ended June 30, 2020 with Comparative Totals for 2019

	<u>2020</u>			<u>2019</u>
	<u>Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>	<u>Actual Amounts</u>
Revenues:				
Local:				
Contributions	\$ 551,300	\$ 585,355	\$ 34,055	\$ 879,324
Interest earnings	37,000	1,831	(35,169)	6,061
Total revenues	<u>588,300</u>	<u>587,186</u>	<u>(1,114)</u>	<u>885,385</u>
Expenditures:				
Current:				
Salaries	139,913	142,189	(2,276)	132,099
Employee benefits	41,841	45,204	(3,363)	41,933
Purchased services	28,325	9,565	18,760	18,443
Supplies donated to schools	677,550	696,731	(19,181)	563,607
Total expenditures	<u>887,629</u>	<u>893,689</u>	<u>(6,060)</u>	<u>756,082</u>
Excess (deficiency) of revenues over (under) expenditures	(299,329)	(306,503)	(7,174)	129,303
Other financing sources:				
Transfer in	217,089	208,001	(9,088)	190,072
Net change in fund balance	(82,240)	(98,502)	(16,262)	319,375
Fund balances – beginning	<u>923,460</u>	<u>923,460</u>	<u>-</u>	<u>604,085</u>
Fund balances – ending	<u>\$ 841,220</u>	<u>\$ 824,958</u>	<u>\$ (16,262)</u>	<u>\$ 923,460</u>



CANYONS
SCHOOL DISTRICT

Proprietary Fund

Internal Service Fund

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

CANYONS SCHOOL DISTRICT
Comparative Statements of Fund Net Position
Self-Insurance Fund
An Internal Service Fund
June 30, 2020 and 2019

	2020	2019
Assets:		
Current assets:		
Cash and investments	\$ 16,926,614	\$ 10,675,910
Accounts receivable, local	-	407,692
Prepaid expenses	1,100,000	1,100,000
Total assets	18,026,614	12,183,602
 Deferred Outflows of Resources:		
Related to URS pension plans	33,083	-
 Liabilities:		
Current liabilities:		
Claims payable	4,557,019	4,356,259
Long-term liabilities:		
Portion due or payable after one year	121,347	-
Total liabilities	4,678,366	4,356,259
 Deferred Inflows of Resources:		
Related to URS pension plans	40,612	-
 Net position:		
Unrestricted	\$ 13,340,719	\$ 7,827,343

CANYONS SCHOOL DISTRICT
Comparative Statements of Revenues, Expenses, and Changes in Fund Net Position
Self-Insurance Fund
An Internal Service Fund
Fiscal Years Ended June 30, 2020 and 2019

	<u>2020</u>	<u>2019</u>
Operating revenues:		
Insurance premiums charged to other funds	\$ 29,871,228	\$ 29,139,756
Operating expenses:		
Medical claims	15,825,908	17,363,399
Prescription claims	6,609,249	5,878,790
Industrial insurance claims	509,703	323,613
Reinsurance premiums	695,210	608,181
Administration and other	964,379	872,931
Total operating expenses	<u>24,604,449</u>	<u>25,046,914</u>
Operating income	5,266,779	4,092,842
Nonoperating income:		
Interest earnings	<u>246,597</u>	<u>174,563</u>
Change in net position	5,513,376	4,267,405
Net position – beginning	<u>7,827,343</u>	<u>3,559,938</u>
Net position – ending	<u><u>\$ 13,340,719</u></u>	<u><u>\$ 7,827,343</u></u>

CANYONS SCHOOL DISTRICT
Comparative Statements of Fund Cash Flows
Self-Insurance Fund
An Internal Service Fund
Fiscal Years Ended June 30, 2020 and 2019

	2020	2019
Cash flows from operating activities:		
Receipts from interfund services provided	\$ 30,278,920	\$ 28,967,228
Payments to suppliers	(964,379)	(872,931)
Payments for reinsurance	(695,210)	(608,181)
Payments for medical fees and insurance claims	(22,615,224)	(24,730,599)
Net cash provided by operating activities	6,004,107	2,755,517
 Cash flows from investing activities:		
Interest received	246,597	174,563
Net increase in cash and cash equivalents	6,250,704	2,930,080
 Cash and cash equivalents – beginning	10,675,910	7,745,830
Cash and cash equivalents – ending	\$ 16,926,614	\$ 10,675,910
(Displayed on statements of fund net position as cash and investments)		
 Reconciliation of operating income to net cash provided by operating activities:		
Operating income	\$ 5,266,779	\$ 4,092,842
Adjustments to reconcile operating income to net cash provided by operating activities:		
(Increase) decrease in accounts receivable	407,692	(172,528)
Increase in deferred outflows of resources	(33,083)	-
Increase (decrease) in claims payable	200,760	(1,164,797)
Increase in noncurrent liabilities	121,347	-
Increase in deferred inflows of resources	40,612	-
Net cash provided by operating activities	\$ 6,004,107	\$ 2,755,517
 Noncash investing, capital, and financing activities	 none	 none

Statistical Section

CANYONS SCHOOL DISTRICT
Statistical Section
Table of Contents

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

Contents	Pages
Financial Trends..... These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	97-103
Revenue Capacity..... These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.	104-108
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.	109-113
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.	114-115
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.	116-126

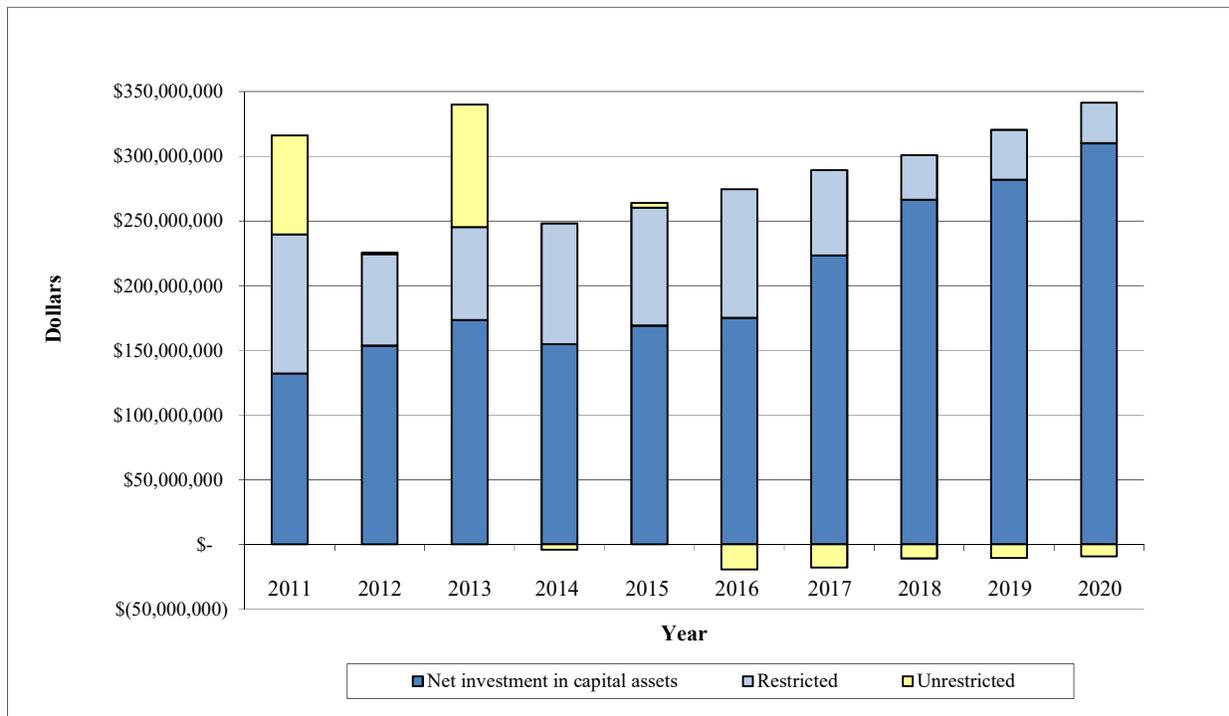
CANYONS SCHOOL DISTRICT
Comparative Statements of Net Position
 Last Ten Fiscal Years
 (Accrual basis of accounting)

	2011	2012	2013	2014*	2015*	2016**	2017**	2018	2019	2020
Assets:										
Cash and investments	\$ 279,091,765	\$ 224,769,239	\$ 206,981,706	\$ 237,365,773	\$ 252,371,030	\$ 227,774,567	\$ 188,535,736	\$ 214,512,245	\$ 245,896,854	\$ 226,199,552
Accounts receivable:										
Property taxes	104,838,718	115,384,776	116,107,137	117,687,370	142,161,580	143,825,739	152,495,667	164,520,912	188,892,554	198,025,610
Local	394,746	148,813	428,156	994,755	334,349	334,349	486,752	724,242	802,772	224,315
State	1,292,365	987,420	1,310,975	1,592,564	1,383,664	1,493,340	2,509,644	1,152,179	2,215,888	2,949,051
Federal	7,743,628	4,945,685	3,755,600	3,894,983	3,811,301	3,771,193	4,779,142	2,278,439	3,808,252	3,485,870
Inventories	1,908,650	1,899,895	1,484,609	1,904,801	2,203,118	1,849,091	1,756,979	2,059,291	1,842,198	2,026,924
Prepaid expenses	400,000	400,000	-	-	-	-	-	-	1,100,000	1,135,417
Net retirement/OPEB asset - District retirement plans	3,333,946	4,657,138	5,598,718	7,109,793	8,408,571	-	-	-	-	-
Net pension asset - state retirement plans	-	-	-	-	121,439	7,779	-	-	-	-
Capital assets:										
Sites and construction in progress	22,531,653	102,267,489	165,200,417	36,229,224	69,638,678	66,435,889	94,413,305	70,354,499	121,348,717	244,857,240
Buildings and other capital assets, net of accumulated depreciation	250,732,635	237,443,565	258,524,816	390,677,195	385,749,788	410,878,061	419,175,230	469,195,961	473,751,597	471,353,473
Total assets	672,268,106	692,904,020	759,392,134	797,456,458	866,285,627	856,370,008	864,152,455	924,797,678	1,039,658,832	1,150,257,452
Deferred outflows of resources:										
Related to pensions, OPEB, and retirement	-	-	-	12,148,079	14,755,533	45,610,787	50,899,376	55,212,014	57,456,203	28,903,435
Deferred charges on refunding	929,639	561,509	374,341	4,748,467	4,154,909	3,561,351	2,967,793	2,374,235	1,780,677	1,187,119
Total deferred outflows of resources	929,639	561,509	374,341	16,896,546	18,910,442	49,172,138	53,867,169	57,586,249	59,236,880	30,090,554
Liabilities:										
Accounts and contracts payable	5,893,637	19,212,526	16,696,539	7,294,924	9,633,835	9,907,435	12,459,145	14,783,410	29,748,775	29,254,591
Accrued payroll and related benefits	19,652,875	20,239,012	21,745,992	22,071,478	21,966,727	22,946,107	22,339,979	23,888,922	24,677,495	28,737,422
Accrued interest	336,304	303,122	363,514	439,029	498,282	470,406	433,303	468,583	554,101	629,602
Unearned revenue:										
Local	226,534	324,947	418,229	271,974	449,502	526,421	584,194	611,854	492,200	647,038
State	12,359,529	11,074,133	9,371,194	7,506,696	6,443,325	4,889,980	4,829,567	3,524,084	2,627,605	3,300,295
Federal	2,976,016	2,763,187	2,253,302	1,694,778	1,411,939	988,452	468,940	405,914	152,554	169,037
Long-term liabilities:										
Portion due or payable within one year	24,374,559	22,719,554	20,733,583	20,430,724	20,969,340	21,434,934	22,122,742	29,857,169	28,851,181	30,602,951
Portion due or payable after one year	190,758,206	173,259,013	235,258,982	395,791,677	411,452,474	435,519,277	416,442,329	409,410,912	513,077,838	527,255,760
Total liabilities	256,577,660	249,895,494	306,841,335	455,501,280	472,825,424	496,683,012	479,680,199	482,950,848	600,181,749	620,596,696
Deferred inflows of resources:										
Related to pensions, OPEB, and retirement	-	-	-	-	9,118,674	12,021,614	16,235,109	46,512,266	2,945,286	31,138,096
Property taxes levied for future year	100,503,383	110,297,237	112,955,158	114,861,119	139,370,346	141,664,361	150,651,903	162,974,687	186,911,801	196,341,504
Total deferred inflows of resources	100,503,383	110,297,237	112,955,158	114,861,119	148,489,020	153,685,975	166,887,012	209,486,953	189,857,087	227,479,600
Net Position:										
Net investment in capital assets	132,027,618	153,690,609	173,411,972	154,701,005	169,255,695	175,108,822	223,333,137	266,390,462	281,844,633	310,151,765
Restricted for:										
Debt service	2,908,778	28,696,562	23,788,889	6,004,885	3,552,266	1,535,261	3,082,944	3,065,139	1,936,983	2,354,579
Capital outlay	99,991,989	60,672,010	43,863,787	83,304,777	83,756,195	96,455,165	61,588,763	30,305,561	35,659,945	28,968,371
Nutrition services	2,390,861	2,770,367	2,950,219	2,825,951	2,756,886	1,440,599	1,092,536	1,023,503	951,688	-
Other purposes	2,237,663	5,121,562	1,267,955	1,271,649	1,009,322	-	132,920	-	-	-
Unrestricted	76,559,793	82,321,688	94,687,160	(4,117,662)	3,551,261	(19,366,688)	(17,777,887)	(10,838,539)	(10,436,373)	(9,203,005)
Total net position	\$ 316,116,702	\$ 333,272,798	\$ 339,969,982	\$ 243,990,605	\$ 263,881,625	\$ 255,173,159	\$ 271,452,413	\$ 289,946,126	\$ 309,956,876	\$ 332,271,710

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

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

Year	Net investment in capital assets	Restricted	Unrestricted	Total net position
2011	\$ 132,027,618	\$ 107,529,291	\$ 76,559,793	\$ 316,116,702
2012	153,690,609	70,602,895	1,267,955	225,561,459
2013	173,411,972	71,870,850	94,687,160	339,969,982
2014	154,701,005	93,407,262	(4,117,662)	243,990,605 *
2015	169,255,695	91,074,669	3,551,261	263,881,625
2016	175,108,822	99,431,025	(19,366,688)	255,173,159 **
2017	223,333,137	65,897,163	(17,777,887)	271,452,413
2018	266,390,462	34,394,203	(10,838,539)	289,946,126
2019	281,844,633	38,548,616	(10,436,373)	309,956,876
2020	310,151,765	31,322,950	(9,203,005)	332,271,710



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

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

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

	2011	2012	2013	2014*	2015*	2016**	2017**	2018	2019	2020
Expenses:										
Instruction	\$ 156,986,377	\$ 160,383,775	\$ 175,359,995	\$ 176,722,124	\$ 170,720,170	\$ 181,436,410	\$ 186,467,728	\$ 189,888,859	\$ 199,214,148	\$ 219,778,884
Supporting services:										
Students	7,723,388	8,433,794	9,089,873	9,744,940	9,986,468	11,008,439	11,793,573	12,413,881	14,233,290	17,299,370
Instructional staff	12,969,300	12,187,116	10,984,333	12,170,323	11,499,804	16,248,963	17,539,626	17,400,767	18,472,809	19,376,997
District administration	2,254,582	2,119,628	2,799,252	2,386,958	2,760,688	2,466,002	2,672,412	2,782,831	2,954,854	2,764,198
School administration	13,944,188	14,976,976	15,769,736	16,888,958	16,610,365	18,506,081	19,303,709	19,811,344	21,308,485	21,983,029
Central	11,527,609	12,439,941	12,789,634	12,419,091	12,786,370	13,926,511	13,663,868	13,792,846	14,954,588	15,899,415
Operation and maintenance of school buildings	21,959,257	22,542,093	23,722,922	24,999,379	23,836,266	24,982,551	25,652,933	25,482,146	27,033,960	26,663,186
Student transportation	7,475,764	8,139,130	8,725,403	9,062,643	8,673,079	9,047,092	9,642,728	10,244,524	11,495,770	11,325,499
Nutrition services	11,458,559	11,663,738	11,877,551	12,316,579	12,029,975	12,227,600	12,955,474	12,627,553	13,094,392	12,602,030
Contributions to other governments	-	-	-	8,764,277	-	9,978,475	8,329,503	12,269,778	12,781,299	12,100,348
Community services	-	-	-	-	291,441	-	221,366	243,559	323,178	272,952
Non K-12 programs	6,652,431	6,905,505	6,785,693	7,155,707	5,296,554	-	-	-	-	-
Interest on long-term liabilities	7,000,592	9,640,880	9,227,299	10,573,788	10,091,030	11,158,159	10,212,199	10,367,498	12,152,713	13,286,475
Total expenses	259,952,047	269,432,576	287,131,691	294,440,490	293,055,046	311,277,724	318,455,119	327,325,586	348,019,486	373,352,383
Program revenues:										
Charges for services:										
Instruction	8,843,122	8,514,991	9,226,951	11,864,978	11,614,454	14,281,537	12,956,301	13,556,448	12,658,280	9,419,672
Supporting services	627,137	706,723	1,022,888	525,474	581,181	529,048	401,283	347,815	288,195	148,261
Nutrition services	4,678,684	4,635,740	4,161,767	4,178,587	4,083,205	4,032,291	3,964,226	3,993,703	3,872,017	2,815,650
Non K-12 programs	419,126	410,402	357,137	365,577	236,260	-	-	-	-	-
Operating grants and contributions	57,062,966	59,416,824	61,078,139	62,333,595	62,072,642	65,246,506	76,089,289	80,307,207	84,937,301	94,347,443
Capital grants and contributions	555,363	415,632	235,687	480,557	125,000	-	100,000	100,000	268,653	-
Total program revenues	72,186,398	74,100,312	76,082,569	79,748,768	78,712,742	84,089,382	93,511,099	98,305,173	102,024,446	106,731,026
Net (expense) revenue and changes in net position	(187,765,649)	(195,332,264)	(211,049,122)	(214,691,722)	(214,342,304)	(227,188,342)	(224,944,020)	(229,020,413)	(245,995,040)	(266,621,357)
General revenues and other changes in net position:										
Property taxes	124,427,561	123,481,339	123,860,737	123,943,153	139,394,855	149,997,610	148,249,220	160,363,296	173,698,130	198,683,240
Federal and state revenue not restricted to specific purposes	90,654,095	82,029,925	83,525,034	86,126,086	89,739,018	88,139,944	79,433,444	81,687,755	81,062,945	74,760,520
Interest earnings	1,296,822	3,027,413	3,033,938	2,528,912	2,452,722	2,584,940	3,766,241	3,928,530	7,967,496	6,679,949
Miscellaneous	5,284,661	3,949,683	7,326,597	4,205,349	2,646,729	3,546,411	9,774,369	1,534,545	3,277,219	2,676,708
Total general revenue and other changes in net position	221,663,139	212,488,360	217,746,306	216,803,500	234,233,324	244,268,905	241,223,274	247,514,126	266,005,790	282,800,417
Special item - gain on sale of property	-	-	-	-	-	2,649,802	-	-	-	-
Extraordinary item - insurance recoveries	-	-	-	-	-	-	-	-	-	-
Change in net position	33,897,490	17,156,096	6,697,184	2,111,778	19,891,020	19,730,365	16,279,254	18,493,713	20,010,750	22,314,834
Net position - beginning	263,508,256	316,116,702	333,272,798	339,969,982	243,990,605	263,881,625	255,173,159	271,452,413	289,946,126	309,956,876
Allocation from Jordan School District	18,710,956	-	-	-	-	-	-	-	-	-
Net effect of prior period restatement	-	-	-	(98,091,155)	-	(28,438,831)	-	-	-	-
Net position - ending, as restated	\$ 316,116,702	\$ 333,272,798	\$ 339,969,982	\$ 243,990,605	\$ 263,881,625	\$ 255,173,159	\$ 271,452,413	\$ 289,946,126	\$ 309,956,876	\$ 332,271,710

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

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

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
General fund balances:										
Nonspendable	\$ 1,892,362	\$ 2,021,452	\$ 1,139,299	\$ 1,611,467	\$ 1,956,774	\$ 1,448,952	\$ 1,435,178	\$ 1,583,901	\$ 1,371,873	\$ 1,385,432
Restricted	1,719,855	3,813,674	1,190,375	1,225,228	970,026	-	168,963	-	-	-
Committed	35,915,238	35,894,919	36,824,301	37,962,608	37,089,388	36,733,425	32,224,035	32,978,257	31,439,703	33,430,540
Assigned	5,444,933	8,965,251	16,440,756	14,888,194	14,739,542	16,250,113	18,954,273	17,890,060	17,815,062	16,116,856
Unassigned	19,443,454	18,952,496	19,250,522	19,105,449	20,280,351	20,640,963	22,231,588	22,510,306	24,303,328	25,397,789
Total	\$ 64,415,842	\$ 69,647,792	\$ 74,845,253	\$ 74,792,946	\$ 75,036,081	\$ 75,073,453	\$ 75,014,037	\$ 74,962,524	\$ 74,929,966	\$ 76,330,617
All Other Governmental Funds:										
Nonspendable	\$ 416,288	\$ 278,443	\$ 345,310	\$ 293,334	\$ 246,344	\$ 400,139	\$ 321,801	\$ 475,300	\$ 470,325	\$ 641,492
Restricted										
Debt service	2,391,824	3,007,969	2,980,734	2,372,797	2,024,762	1,570,284	3,125,057	3,025,359	1,987,643	2,453,154
Capital outlay	163,628,715	84,650,892	63,688,385	109,689,785	125,271,740	102,746,629	62,013,877	78,840,754	97,976,125	65,919,680
Other	2,135,584	3,799,812	2,604,909	2,532,617	2,510,542	2,548,173	2,798,413	2,534,386	2,472,872	1,151,039
Committed	4,424,522	4,462,827	5,972,791	5,547,138	5,947,528	6,147,312	7,159,849	7,692,657	8,444,979	8,323,139
Total all other governmental funds	\$ 172,996,933	\$ 96,199,943	\$ 75,592,129	\$ 120,435,671	\$ 136,000,916	\$ 113,412,537	\$ 75,418,997	\$ 92,568,456	\$ 111,351,944	\$ 78,488,504

Notes:

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

Restricted includes net fund resources of the District that are subject to external constraints due to state or federal laws, or externally imposed conditions by grantors or creditors.

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

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

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

CANYONS SCHOOL DISTRICT
Changes in Fund Balances – Governmental Funds

Last Ten Fiscal Years

(Modified accrual basis of accounting)

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Revenues:										
Property taxes	\$ 123,657,127	\$ 122,628,089	\$ 125,652,186	\$ 124,306,901	\$ 139,843,801	\$ 150,240,792	\$ 148,366,728	\$ 160,108,520	\$ 173,561,927	\$ 198,514,699
Interest earnings	1,252,868	2,961,498	2,969,885	2,499,065	2,417,150	2,538,693	3,729,314	3,866,760	7,792,933	6,433,352
Other local	17,675,427	18,177,048	19,634,842	22,118,274	20,383,106	23,752,290	28,271,506	21,168,101	20,838,780	16,819,371
State	122,270,861	121,831,384	122,906,323	127,912,802	130,272,185	131,018,890	133,335,013	140,554,445	145,765,948	149,866,505
Federal	25,882,586	20,030,997	21,932,537	21,027,436	21,664,475	22,028,889	21,851,523	20,971,287	19,623,627	18,656,103
Total revenues	290,738,869	285,629,016	293,095,773	297,864,478	314,580,717	329,579,554	335,554,084	346,669,113	367,583,215	390,290,030
Expenditures:										
Current:										
Instruction	131,257,175	135,608,993	142,488,474	147,138,350	148,589,400	156,433,789	156,673,722	169,401,706	174,263,605	190,947,888
Supporting services:										
Students	7,575,667	8,347,281	8,925,363	9,510,956	10,099,532	10,931,039	11,511,907	12,473,227	13,892,080	16,956,832
Instructional staff	12,649,687	11,908,506	10,710,531	11,977,361	11,536,564	16,254,028	17,197,160	17,522,701	18,060,447	19,077,440
District administration	2,086,863	1,999,219	2,013,203	1,862,037	2,377,553	2,408,396	2,507,402	2,607,371	2,635,478	2,387,410
School administration	13,615,074	14,754,707	15,361,909	16,408,467	16,654,114	18,313,983	18,715,088	19,806,239	20,636,820	21,346,591
Central	10,146,693	11,210,661	11,564,452	12,069,592	12,693,640	13,510,173	13,251,568	13,672,160	14,497,872	15,579,362
Operation and maintenance of school buildings	20,911,730	21,550,141	22,305,809	23,711,132	23,180,718	23,770,303	24,087,814	24,298,193	25,481,423	25,162,751
Student transportation	6,175,797	6,768,574	7,243,946	7,506,685	7,520,312	7,702,864	8,253,809	9,175,842	10,109,310	9,940,408
Nutrition services	11,440,473	11,882,888	11,712,329	11,833,616	12,242,509	12,339,288	12,606,849	12,892,797	12,826,259	12,714,968
Non K-12 programs	6,503,320	6,817,804	6,746,259	7,112,915	5,446,155	-	288,934	-	-	-
Community services	-	-	-	-	-	-	218,011	249,016	330,047	288,505
Contributions to other governments	-	-	-	-	-	-	8,329,503	12,269,778	12,781,299	12,100,348
Capital outlay	24,280,558	97,012,971	124,559,760	38,578,065	60,504,410	55,981,848	71,379,961	56,005,810	101,297,931	155,628,507
Debt service:										
Bond principal	16,837,400	19,544,700	19,745,300	17,802,100	15,727,300	15,998,000	16,896,000	19,355,000	23,920,000	23,590,000
Bond interest and fees	6,338,203	9,787,611	9,454,647	11,227,788	11,656,416	12,919,441	11,978,246	12,014,561	14,077,360	15,388,155
Total expenditures	269,818,640	357,194,056	392,831,982	316,739,064	346,992,900	356,830,561	373,607,040	381,744,401	444,809,931	521,109,165
Excess (deficiency) of revenues over (under) expenditures	20,920,229	(71,565,040)	(99,736,209)	(18,874,586)	(32,412,183)	(27,251,007)	(38,052,956)	(35,075,288)	(77,226,716)	(130,819,135)
Other financing sources (uses):										
General obligation bonds issued	68,000,000	-	80,000,000	60,000,000	42,000,000	-	-	49,000,000	74,995,000	80,005,000
Premiums on bonds issued	1,418,562	-	4,325,856	3,370,164	6,220,563	-	-	3,173,234	4,826,455	13,215,572
Refunding bonds issued	-	-	-	59,970,000	-	-	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	(70,817,525)	-	-	-	-	-	-
Premium on refunding bonds issued	-	-	-	11,143,182	-	-	-	-	-	-
Total other financing sources (uses)	69,418,562	-	84,325,856	63,665,821	48,220,563	-	-	52,173,234	79,821,455	93,220,572
Special item - proceeds from sale of property	-	-	-	-	-	4,700,000	-	-	16,156,191	-
Extraordinary item - insurance recoveries	-	-	-	-	-	-	-	-	-	6,135,774
Net change in fund balances	90,338,791	(71,565,040)	(15,410,353)	44,791,235	15,808,380	(22,551,007)	(38,052,956)	17,097,946	18,750,930	(31,462,789)
Fund balances – beginning	128,363,028	237,412,775	165,847,735	150,437,382	195,228,617	211,036,997	188,485,990	150,433,034	167,530,980	186,281,910
Allocation from Jordan School District	18,710,956	-	-	-	-	-	-	-	-	-
Fund balances – ending	\$ 237,412,775	\$ 165,847,735	\$ 150,437,382	\$ 195,228,617	\$ 211,036,997	\$ 188,485,990	\$ 150,433,034	\$ 167,530,980	\$ 186,281,910	\$ 154,819,121
Debt service as a percentage of noncapital expenditures	9.0%	10.8%	10.2%	9.9%	9.1%	9.2%	9.1%	9.3%	10.7%	10.3%

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

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Assets:										
Cash and investments	\$ 90,349,149	\$ 99,780,860	\$ 106,379,873	\$ 101,845,098	\$ 101,168,190	\$ 99,592,987	\$ 97,059,580	\$ 101,819,608	\$ 100,514,587	\$ 107,307,755
Accounts receivable:										
Property taxes	67,000,999	70,981,853	71,290,794	71,300,237	79,813,939	81,755,771	89,819,823	96,875,937	115,575,160	120,480,212
Other	300,436	139,638	358,618	413,324	252,416	322,288	322,256	471,837	386,559	197,519
State	99,120	100,806	95,903	277,963	310,166	664,184	1,595,993	586,977	1,490,140	1,454,085
Federal	7,415,201	4,348,914	2,912,625	3,184,270	3,372,724	3,675,462	4,655,030	2,148,581	3,711,827	3,013,493
Due from other funds	-	-	-	-	222,322	-	-	-	-	-
Inventories	1,492,362	1,621,452	1,139,299	1,611,467	1,956,774	1,448,952	1,435,178	1,583,901	1,371,874	1,385,432
Prepaid expenditures	400,000	400,000	-	-	-	-	-	-	-	35,417
Total assets	\$ 167,057,267	\$ 177,373,523	\$ 182,177,112	\$ 178,632,359	\$ 187,096,531	\$ 187,459,644	\$ 194,887,860	\$ 203,486,841	\$ 223,050,147	\$ 233,873,913
Liabilities, deferred inflows of resources, and fund balances:										
Liabilities:										
Accounts and contracts payable	\$ 1,828,526	\$ 3,371,459	\$ 3,233,857	\$ 1,835,756	\$ 3,152,215	\$ 1,843,336	\$ 2,393,107	\$ 3,543,532	\$ 4,949,243	\$ 4,421,695
Accrued payroll and related benefits	19,049,430	19,721,635	21,211,581	21,487,898	21,371,818	22,710,514	22,097,629	23,646,066	24,426,465	28,464,059
Unearned revenue:										
State	11,788,476	10,844,314	9,199,758	7,385,129	6,355,341	4,889,980	4,829,567	3,524,084	2,627,605	3,300,295
Federal	2,976,016	2,763,187	2,253,302	1,694,778	1,411,939	988,452	468,940	405,914	152,554	169,037
Total liabilities	35,642,448	36,700,595	35,898,498	32,403,561	32,291,313	30,432,282	29,789,243	31,119,596	32,155,867	36,355,086
Deferred inflows of resources:										
Unavailable property tax revenue	2,335,483	2,948,382	1,911,270	1,777,414	1,563,068	1,281,625	1,290,214	1,343,487	1,569,594	1,661,253
Property taxes levied for future year	64,663,494	68,076,754	69,522,091	69,658,438	78,206,069	80,672,284	88,794,366	96,061,234	114,394,720	119,526,957
Total deferred inflows of resources	66,998,977	71,025,136	71,433,361	71,435,852	79,769,137	81,953,909	90,084,580	97,404,721	115,964,314	121,188,210
Fund balance:										
Nonspendable	1,892,362	2,021,452	1,139,299	1,611,467	1,956,774	1,448,952	1,435,178	1,583,901	1,371,873	1,385,432
Restricted	1,719,855	3,813,674	1,190,375	1,225,228	970,026	-	168,963	-	-	-
Committed	35,915,238	35,894,919	37,824,301	37,962,608	37,089,388	36,733,425	32,224,035	32,978,257	31,439,703	33,430,540
Assigned	5,444,933	8,965,251	15,440,756	14,888,194	14,739,542	16,250,113	18,954,273	17,890,060	17,815,062	16,116,856
Unassigned	19,443,454	18,952,496	19,250,522	19,105,449	20,280,351	20,640,963	22,231,588	22,510,306	24,303,328	25,397,789
Total fund balances	64,415,842	69,647,792	74,845,253	74,792,946	75,036,081	75,073,453	75,014,037	74,962,524	74,929,966	76,330,617
Total liabilities, deferred inflows of resources, and fund balances	\$ 167,057,267	\$ 177,373,523	\$ 182,177,112	\$ 178,632,359	\$ 187,096,531	\$ 187,459,644	\$ 194,887,860	\$ 203,486,841	\$ 223,050,147	\$ 233,873,913

CANYONS SCHOOL DISTRICT
Comparative Statements of Revenues, Expenditures, and Changes in Fund Balances –
General Fund
 Last Ten Fiscal Years and Proposed Budget for 2021

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	Proposed Budget 2021
Revenues:											
Property taxes	\$ 66,652,969	\$ 74,710,870	\$ 78,072,752	\$ 77,051,730	\$ 77,396,259	\$ 85,804,556	\$ 88,822,987	\$ 98,149,895	\$ 103,803,198	\$ 125,338,005	\$ 126,675,363
Interest earnings	396,624	826,496	1,360,881	1,339,529	1,319,006	1,380,037	2,072,490	1,902,757	3,398,373	3,788,206	3,160,000
Other local	5,063,892	5,589,296	6,886,113	6,302,642	5,688,883	7,947,454	6,261,134	5,198,460	4,579,244	4,257,708	4,105,000
State of Utah	116,189,088	115,282,496	116,576,679	121,490,503	124,341,340	128,843,478	130,201,600	138,259,733	143,249,225	147,639,646	147,244,971
Federal government	19,322,016	13,469,238	15,188,946	14,151,578	14,345,265	15,677,608	15,142,887	14,351,507	13,256,760	12,175,018	16,358,629
Total revenues	207,624,589	209,878,396	218,085,371	220,335,982	223,090,753	239,653,133	242,501,098	257,862,352	268,286,800	293,198,583	297,543,963
Expenditures:											
Current:											
Instruction	124,029,593	127,852,245	134,456,779	136,863,789	138,398,131	146,258,365	146,664,649	157,947,759	162,485,809	180,850,632	184,851,034
Supporting services:											
Students	7,575,667	8,347,281	8,925,363	9,510,956	10,099,532	10,931,039	11,511,907	12,473,227	13,892,080	16,956,832	18,765,857
Instructional staff	12,649,687	11,908,506	10,710,531	11,977,361	11,536,564	16,254,022	17,197,160	17,522,701	18,060,447	19,077,440	19,393,886
District administration	2,086,863	1,999,219	2,013,203	1,862,037	2,377,553	2,408,396	2,507,402	2,607,371	2,635,478	2,387,410	2,458,861
School administration	13,615,074	14,754,707	15,361,909	16,408,467	16,654,114	18,313,983	18,715,088	19,806,239	20,636,820	21,346,591	21,175,508
Central	10,146,693	11,210,661	11,564,452	12,069,592	12,693,640	13,510,173	13,251,568	13,672,160	14,497,872	15,579,362	15,404,921
Operation and maintenance of school buildings	20,911,730	21,550,141	22,305,809	23,711,132	23,180,718	23,770,303	24,087,814	24,298,193	25,481,423	25,162,751	26,921,538
Student transportation	6,175,797	6,768,574	7,243,946	7,506,685	7,520,312	7,702,864	8,253,809	9,175,842	10,109,310	9,940,408	10,602,911
Community	-	-	-	-	-	288,934	218,011	249,016	330,047	288,505	312,238
Total expenditures	197,191,104	204,391,334	212,581,992	219,910,019	222,460,564	239,438,085	242,407,408	257,752,508	268,129,286	291,589,931	299,886,754
Excess (deficiency) of revenues over (under) expenditures	10,433,485	5,487,062	5,503,379	425,963	630,189	215,048	93,690	109,844	157,514	1,608,652	(2,342,791)
Other financing sources (uses):											
Transfers out	(169,505)	(255,112)	(303,918)	(478,270)	(387,054)	(177,676)	(153,106)	(161,357)	(190,072)	(208,001)	(223,243)
Net change in fund balances	10,263,980	5,231,950	5,197,461	(52,307)	243,135	37,372	(59,416)	(51,513)	(32,558)	1,400,651	(2,566,034)
Fund balances – beginning	39,541,827	64,415,842	69,647,792	74,845,253	74,792,946	75,036,081	75,073,453	75,014,037	74,962,524	74,929,966	76,330,617
Allocation from Jordan School District	14,610,035	-	-	-	-	-	-	-	-	-	-
Fund balances – ending	\$ 64,415,842	\$ 69,647,792	\$ 74,845,253	\$ 74,792,946	\$ 75,036,081	\$ 75,073,453	\$ 75,014,037	\$ 74,962,524	\$ 74,929,966	\$ 76,330,617	\$ 73,764,583

CANYONS SCHOOL DISTRICT
Historical Summaries of Taxable Values of Property

Last Ten Tax Years

	Tax Year 2010	Tax Year 2011	Tax Year 2012	Tax Year 2013	Tax Year 2014	Tax Year 2015	Tax Year 2016	Tax Year 2017	Tax Year 2018	Tax Year 2019
Set by State Tax Commission: Centrally assessed	\$ 366,135,845	\$ 371,176,002	\$ 380,330,920	\$ 402,956,177	\$ 372,125,766	\$ 418,908,292	\$ 461,862,621	\$ 491,198,523	\$ 547,827,474	\$ 573,252,862
Set by County Assessor: Locally assessed										
Real property:										
Residential – primary use	9,749,578,181	9,317,687,375	9,099,657,373	9,577,975,016	10,286,562,858	10,947,227,875	11,874,655,612	12,814,440,888	14,162,704,433	15,155,110,194
Residential – not primary use	992,921,370	949,725,290	886,405,890	875,621,450	868,631,810	875,417,190	894,760,570	908,969,070	974,775,830	968,525,890
Commercial and industrial	4,013,081,600	4,036,937,230	4,055,443,220	4,274,741,900	4,437,987,170	4,843,000,590	5,605,579,120	6,174,235,860	6,793,979,480	7,456,637,370
Agriculture and Farm Assessment Act (FAA)	1,263,820	1,165,820	1,267,660	1,360,590	1,287,570	1,380,670	987,390	9,895,640	12,976,780	9,528,370
Unimproved non FAA – vacant	6,685,550	8,526,650	7,488,090	7,890,400	9,318,870	9,197,390	8,694,740	-	-	-
Total real property	14,763,530,521	14,314,042,365	14,050,262,233	14,737,589,356	15,603,788,278	16,676,223,715	18,384,677,432	19,907,541,458	21,944,436,523	23,589,801,824
Personal property:										
Tax equivalent (motor vehicle) property	460,097,588	426,523,415	440,977,619	448,489,267	460,258,425	493,162,625	502,753,005	531,035,244	583,738,971	633,481,107
Mobile home – primary residential use	8,322,805	7,993,397	7,704,279	7,401,793	7,178,846	6,926,044	6,707,398	6,608,338	6,543,200	6,344,782
Mobile home – other use	560,203	399,872	480,657	529,984	281,757	352,816	530,083	553,334	345,202	158,127
Other personal property	691,828,448	660,777,105	700,153,826	750,405,109	804,615,171	799,226,452	826,437,918	904,719,799	924,107,044	1,036,101,442
Total personal property	1,160,809,044	1,095,693,789	1,149,316,381	1,206,826,153	1,272,334,199	1,299,667,937	1,336,428,404	1,442,916,715	1,514,734,417	1,676,085,458
Total locally assessed	15,924,339,565	15,409,736,154	15,199,578,614	15,944,415,509	16,876,122,477	17,975,891,652	19,721,105,836	21,350,458,173	23,459,170,940	25,265,887,282
Total taxable property	\$ 16,290,475,410	\$ 15,780,912,156	\$ 15,579,909,534	\$ 16,347,371,686	\$ 17,248,248,243	\$ 18,394,799,944	\$ 20,182,968,457	\$ 21,841,656,696	\$ 24,006,998,414	\$ 25,839,140,144

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

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

Tax Year	Residential			Industrial & Commercial			Taxable Value Agriculture & Unimproved			Personal	Total	Total Direct Tax Rate	Fair Market Value	Taxable Value as a Percentage of Fair Market Value
2010	\$ 10,751,382,559	\$ 4,379,217,445	\$ 7,949,370	\$ 1,151,926,036	\$ 16,290,475,410	0.008060	\$ 23,814,114,992	68.41%						
2011	10,275,805,934	4,408,113,232	9,692,470	1,087,300,520	15,780,912,156	0.008165	22,984,491,191	68.66%						
2012	9,994,248,199	4,435,774,140	8,755,750	1,141,131,445	15,579,909,534	0.008418	22,981,512,941	67.79%						
2013	10,461,528,243	4,677,698,077	9,250,990	1,198,894,376	16,347,371,686	0.007823	24,189,952,711	67.58%						
2014	11,162,655,271	4,810,112,936	10,606,440	1,264,873,596	17,248,248,243	0.007859	25,670,400,546	67.19%						
2015	11,829,923,925	5,261,908,882	10,578,060	1,292,389,077	18,394,799,944	0.007227	27,357,289,514	67.24%						
2016	12,776,653,663	6,067,441,741	9,682,130	1,329,190,923	20,182,968,457	0.007227	29,904,083,647	67.49%						
2017	13,730,571,630	6,665,434,383	9,895,640	1,435,755,043	21,841,656,696	0.007117	32,331,606,063	67.56%						
2018	15,144,368,665	7,341,806,954	12,976,780	1,507,846,015	24,006,998,414	0.006995	35,600,019,205	67.44%						
2019	16,130,138,993	8,029,890,232	9,528,370	1,669,582,549	25,839,140,144	0.007507	38,243,966,943	67.56%						

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

CANYONS SCHOOL DISTRICT
Direct and Overlapping Property Tax Rates
 Last Ten Tax Years

(rate per \$1 of assessed value)

	Tax Year 2010	Tax Year 2011	Tax Year 2012	Tax Year 2013	Tax Year 2014	Tax Year 2015	Tax Year 2016	Tax Year 2017	Tax Year 2018	Tax Year 2019
Canyons School District rates:										
General fund:										
Basic state supported program (1)	0.001495	0.001591	0.001651	0.001555	0.001419	0.001736	0.001675	0.001568	0.001666	0.001661
Voted local (2)	0.001600	0.001600	0.001600	0.001600	0.001600	0.001600	0.001600	0.001600	0.001600	0.001600
Board local (3)	-	-	0.001881	0.001729	0.001614	0.001477	0.001249	0.001480	0.001196	0.001720
School board leeway program*	0.000400	0.000406	-	-	-	-	-	-	-	-
Board K-3 reading program*	0.000121	0.000121	-	-	-	-	-	-	-	-
Tort liability*	0.000024	0.000100	-	-	-	-	-	-	-	-
Special transportation*	0.000078	0.000300	-	-	-	-	-	-	-	-
10% of basic*	0.000559	0.000744	-	-	-	-	-	-	-	-
Total general fund	0.004277	0.004862	0.005132	0.004864	0.004633	0.004813	0.004524	0.004648	0.004462	0.004981
Capital projects fund:										
Capital local (4)	0.001585	0.000928	0.001067	0.001028	0.000971	0.000827	0.000538	0.000951	0.000895	0.000874
County-wide equalization (5)	0.000600	0.000600	0.000600	0.000600	0.000600	0.000600	0.000600	-	-	-
Total capital projects fund	0.002185	0.001528	0.001667	0.001628	0.001571	0.001427	0.001138	0.000951	0.000895	0.000874
Debt service fund:										
Debt service (6)	0.001520	0.001619	0.001619	0.001619	0.001619	0.001619	0.001565	0.001415	0.001565	0.001565
Other:										
Community recreation*	0.000078	0.000156	-	-	-	-	-	-	-	-
Charter school levy (7)	-	-	-	-	-	-	-	0.000103	0.000073	0.000087
Total direct rate	0.008060	0.008165	0.008418	0.008111	0.007823	0.007859	0.007227	0.007117	0.006995	0.007507
Overlapping rates:										
Salt Lake County	0.003125	0.003251	0.003622	0.004101	0.003933	0.003668	0.003434	0.003273	0.002648	0.00253
Alta	0.001114	0.001084	0.001065	0.001091	0.001200	0.001204	0.001153	0.001163	0.001231	0.001292
Cottonwood Heights	0.002517	0.002586	0.002654	0.002522	0.002386	0.002239	0.002064	0.001981	0.002088	0.002002
Draper	0.001896	0.001996	0.002009	0.001887	0.001791	0.001701	0.001560	0.001460	0.001352	0.001268
Midvale	0.002669	0.002701	0.002687	0.002658	0.002623	0.002609	0.001398	0.001309	0.001166	0.001107
Sandy	0.001402	0.001481	0.001520	0.001483	0.001413	0.001426	0.001321	0.001229	0.001144	0.001337
Central Utah Water Conservancy District	0.000421	0.000436	0.000455	0.000446	0.000422	0.000405	0.000400	0.000400	0.000400	0.000400
Other special districts	0 - 0.003171	0 - 0.003803	0 - 0.003773	0 - 0.003560	0 - 0.001253	0 - 0.001198	0 - 0.001117	0 - 0.001065	0 - 0.000965	0 - 0.001205

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

Limitations per Utah State Statute:

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

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

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

Taxpayer	2019			2010		
	Taxable Value	Rank	Percent of Total Taxable Value	Taxable Value	Rank	Percent of Total Taxable Value
Larry H. Miller Companies	\$ 210,177,345	1	0.83 %	\$ 137,348,572	1	0.93 %
Boyer-Gardner Company	191,068,400	2	0.76 %	-	-	- %
Old Mill Corporate Center	177,326,000	3	0.70 %	56,998,900	10	0.39 %
Rocky Mountain Power (Pacifcorp)	168,052,309	4	0.67 %	121,731,442	3	0.82 %
Coca Cola Bottling Corp	156,136,900	5	0.62 %	-	-	- %
HGREIT II Cottonwood Center LLC	147,923,100	6	0.59 %	-	-	- %
Becton Dickinson	136,175,120	7	0.54 %	108,642,586	4	0.74 %
ST Mall Owner, LLC	132,991,700	8	0.53 %	125,347,000	2	0.85 %
Excel Ft. Union LLC	130,712,010	9	0.52 %	-	-	- %
Mountain America Federal Credit Union	130,350,851	10	0.52 %	-	-	- %
Utah Soccer LLC	-		- %	106,236,158	5	0.72 %
NOP Cottonwood Holdings(Real Estate Holdings)	-		- %	76,842,300	6	0.52 %
Snowbird Ltd	-		- %	75,005,255	7	0.51 %
DDR Corp	-		- %	67,032,620	8	0.45 %
CenturyLink Inc. (Qwest Communications)	-		- %	60,254,984	9	0.41 %
	<u>\$ 1,580,913,735</u>		<u>6.28 %</u>	<u>\$ 935,439,817</u>		<u>6.34 %</u>
Total taxable value	\$ 25,205,659,037			\$ 14,763,530,521		

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

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

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

Tax Year	Taxes Levied	Collections			Total Collections to Date	
		In the Year of Levy	Percentage of Levy	In Subsequent Years	Amount	Percentage of Levy
2010	\$ 128,270,889	\$ 123,657,127	96.40%	\$ 4,568,571	\$ 128,225,698	99.96%
2011	125,220,579	120,535,487	96.26%	3,663,634	124,199,120	99.18%
2012	126,809,112	122,743,569	96.79%	3,104,749	125,848,318	99.24%
2013	128,474,716	124,669,505	97.04%	2,839,107	127,508,612	99.25%
2014	131,221,676	127,676,803	97.30%	2,616,905	130,293,708	99.29%
2015	140,421,316	137,095,865	97.63%	2,390,665	139,486,530	99.33%
2016	142,687,429	139,459,762	97.74%	2,146,761	141,606,523	99.24%
2017	149,762,610	146,570,701	97.87%	1,969,301	148,540,002	99.18%
2018	162,329,518	158,525,685	97.66%	2,044,711	160,570,396	98.92%
2019	186,671,922	182,667,973	97.86%	-	182,667,973	97.86%

Taxes are due by November 30.

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

Source: Salt Lake County Treasurer's Office

CANYONS SCHOOL DISTRICT
Ratios of Outstanding Debt
 Last Ten Fiscal Years

Year Ended June 30,	Outstanding General Obligation Bonds *	General Bonded Debt As Percentage of Taxable Value	Bonded Debt Per Capita	Bonded Debt to Personal Income	Bonded Debt Per Student **
2011	\$ 206,608,333	1.27%	\$ 1,085	\$ 5,462	\$ 6,196
2012	186,581,954	1.18%	966	4,774	5,430
2013	250,687,602	1.61%	1,279	6,109	7,296
2014	300,491,591	1.84%	1,510	7,123	8,748
2015	330,766,657	1.92%	1,644	7,776	9,641
2016	312,441,693	1.70%	1,531	6,991	9,243
2017	293,223,191	1.45%	1,419	6,271	8,697
2018	323,765,524	1.48%	1,512	6,548	9,621
2019	377,063,256	1.57%	1,752	7,163	11,179
2020	443,923,089	1.72%	2,030	N/A	13,137

* Includes unamortized bond premiums

** Based on average daily membership

Source: District records

CANYONS SCHOOL DISTRICT
Debt Service Schedule of Outstanding General Obligation Bonds Shared with the Jordan School District
As of June 30, 2020

	2021	2022	Total
Series 2014 Refunding	\$ 9,650,000	\$ 9,355,000	\$ 19,005,000
Principal	950,250	467,750	1,418,000
Interest	\$ 10,600,250	\$ 9,822,750	\$ 20,423,000
Total	\$ 9,650,000	\$ 9,355,000	19,005,000
Canyons SD Principal	950,250	467,750	1,418,000
Canyons SD Interest	\$ 10,600,250	\$ 9,822,750	\$ 20,423,000

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

CANYONS SCHOOL DISTRICT
Debt Service Schedule of Outstanding General Obligation Bonds
As of June 30, 2020

Year Ending June 30,	Series 2011		Series 2012		Series 2013		Series 2015	
	\$68,000,000		\$80,000,000		\$60,000,000		\$42,000,000	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2021	\$ 3,220,000	\$ 1,800,950	\$ 1,550,000	\$ 2,366,938	\$ 790,000	\$ 2,252,588	\$ 1,950,000	\$ 1,572,600
2022	3,350,000	1,672,150	1,650,000	2,304,938	835,000	2,213,088	2,050,000	1,475,100
2023	3,485,000	1,538,150	5,350,000	2,238,938	3,875,000	2,171,338	2,175,000	1,372,600
2024	3,620,000	1,398,750	5,625,000	2,078,438	4,040,000	1,977,588	2,275,000	1,263,850
2025	3,765,000	1,253,950	5,900,000	1,853,438	4,200,000	1,775,588	2,375,000	1,150,100
2026	3,920,000	1,103,350	6,150,000	1,676,438	4,370,000	1,639,088	2,500,000	1,031,350
2027	4,075,000	946,550	6,350,000	1,461,188	4,550,000	1,464,288	2,575,000	906,350
2028	4,240,000	783,550	6,600,000	1,207,188	4,735,000	1,282,288	2,650,000	777,600
2029	4,400,000	608,650	6,850,000	943,188	4,930,000	1,092,888	2,725,000	645,100
2030	4,590,000	421,650	7,050,000	737,688	5,150,000	895,688	2,815,000	536,100
2031	4,780,000	215,100	7,325,000	455,688	5,375,000	689,688	2,875,000	423,500
2032	-	-	7,550,000	235,938	5,625,000	474,688	2,975,000	322,875
2033	-	-	-	-	5,875,000	249,688	6,250,000	218,750
	<u>\$ 43,445,000</u>	<u>\$ 11,742,800</u>	<u>\$ 67,950,000</u>	<u>\$ 17,560,000</u>	<u>\$ 54,350,000</u>	<u>\$ 18,178,488</u>	<u>\$ 36,190,000</u>	<u>\$ 11,695,875</u>

Year Ending June 30,	Series 2018A		Series 2018B		Series 2020		Total
	\$49,000,000		\$74,995,000		\$80,005,000		
	Principal	Interest	Principal	Interest	Principal	Interest	
2021	\$ 1,825,000	\$ 1,316,995	\$ 2,975,000	\$ 3,025,219	\$ 3,250,000	\$ 3,188,938	31,084,227
2022	-	1,225,745	1,900,000	2,876,469	3,150,000	3,026,438	27,728,927
2023	975,000	1,225,745	3,040,000	2,819,469	4,220,000	2,868,938	37,355,177
2024	1,865,000	1,206,245	3,200,000	2,667,469	3,675,000	2,657,938	37,550,277
2025	1,955,000	1,112,995	3,350,000	2,507,469	3,875,000	2,474,188	37,547,727
2026	2,050,000	1,015,245	3,520,000	2,339,969	4,050,000	2,280,438	37,645,877
2027	2,150,000	912,745	3,700,000	2,163,969	4,260,000	2,077,938	37,593,027
2028	2,260,000	805,245	3,880,000	1,978,969	4,475,000	1,864,938	37,539,777
2029	2,370,000	692,245	4,075,000	1,784,969	4,700,000	1,641,188	37,458,227
2030	2,465,000	636,550	4,200,000	1,581,219	4,925,000	1,406,188	37,410,082
2031	2,565,000	574,925	4,325,000	1,371,219	5,175,000	1,159,938	37,310,057
2032	2,650,000	506,953	4,450,000	1,230,656	5,475,000	952,938	32,449,047
2033	2,725,000	434,078	4,600,000	1,083,806	5,800,000	733,938	27,970,259
2034	2,800,000	355,053	4,750,000	927,406	12,000,000	501,938	21,334,397
2035	2,890,000	272,453	4,900,000	761,156	7,750,000	246,938	16,820,547
2036	2,975,000	185,753	5,075,000	583,531	3,225,000	72,563	12,116,847
2037	3,065,000	95,015	5,240,000	399,562	-	-	8,799,577
2038	-	-	5,415,000	203,062	-	-	5,618,062
	<u>\$ 37,585,000</u>	<u>\$ 12,573,985</u>	<u>\$ 72,595,000</u>	<u>\$ 30,305,588</u>	<u>\$ 80,005,000</u>	<u>\$ 27,155,376</u>	<u>\$ 521,332,111</u>

Source: District records

CANYONS SCHOOL DISTRICT
Direct and Overlapping General Obligation Debt
June 30, 2020

Taxing Entity (1)	2019 Taxable Value (3)	Canyons School District's Portion of Taxable Value	Canyons School District's Percentage (4)	Entity's General Obligation Debt	Canyons School District's Portion of G.O. Debt
Overlapping:					
CUWCD (2)	\$ 185,917,514,880	\$ 26,028,452,083	14.0%	\$ 193,540,000	\$ 27,095,600
Salt Lake County	119,935,448,719	25,306,379,680	21.1%	190,233,893	40,139,351
Draper City	6,844,532,421	6,844,532,421	100.0%	2,830,000	2,830,000
Cottonwood Heights Parks and Recreation Service Area	2,642,483,276	2,642,483,276	100.0%	2,525,000	2,525,000
Sandy Suburban Improvement District	4,705,698,676	4,705,698,676	100.0%	5,621,000	5,621,000
Total overlapping general obligation debt					<u>78,210,951</u>
Direct:					
General obligation debt					411,125,000
Unamortized bond premiums					32,798,089
Total direct debt					<u>443,923,089</u>
Total direct and overlapping general obligation debt					<u><u>\$ 522,134,040</u></u>

Notes:

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

Source: Salt Lake County-Comprehensive Annual Financial Report for 2019

CANYONS SCHOOL DISTRICT
Legal Debt Margin Information
Last Ten Tax Years

Tax Year	Estimated Fair Market Value	Debt Limit (1)	Less Net General Obligation Debt (2)	Legal Debt Margin	Percentage of Debt to Debt Limit
2010	\$ 23,814,114,992	\$ 952,564,600	\$ 206,608,333	\$ 745,956,267	21.69%
2011	22,984,491,191	919,379,648	186,581,954	732,797,694	20.29%
2012	22,981,512,941	919,260,518	250,687,602	668,572,916	27.27%
2013	24,189,952,711	967,598,108	300,491,591	667,106,517	31.06%
2014	25,670,400,546	1,026,816,022	330,766,657	696,049,365	32.21%
2015	27,357,289,514	1,094,291,581	312,441,693	781,849,888	28.55%
2016	29,904,083,647	1,196,163,346	293,223,191	902,940,155	24.51%
2017	32,331,606,063	1,293,264,243	323,765,524	969,498,719	25.03%
2018	35,600,019,205	1,424,000,768	377,063,256	1,046,937,512	26.48%
2019	38,243,966,943	1,529,758,678	443,923,089	1,085,835,589	29.02%

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

(2) Includes unamortized deferred amounts for bond premiums.

Source: District records

CANYONS SCHOOL DISTRICT
Demographic and Economic Statistics
 Last Ten Fiscal Years

Year Ended June 30,	Canyons School District Estimated Population *	Salt Lake County Estimated Population **	Salt Lake County Total Personal Income (in thousands) **	Salt Lake County Per Capita Income **	Salt Lake County Unemployment Rate **	Salt Lake County Estimated New Construction **	Number of Students of Minority Ancestry
2011	190,426	1,033,196	\$ 39,083,765	\$ 37,827	7.8%	\$ 1,042,645,900	5,755
2012	193,107	1,047,746	40,995,436	39,081	6.5%	1,560,324,400	8,442
2013	196,074	1,063,842	43,658,167	41,038	5.5%	1,581,414,900	8,450
2014	199,001	1,079,721	45,552,565	42,189	4.2%	1,568,718,500	8,486
2015	201,216	1,091,742	46,437,317	42,535	3.7%	1,868,836,000	8,486
2016	204,086	1,107,314	49,488,031	44,692	3.3%	2,059,529,200	8,566
2017	206,674	1,121,354	52,436,840	46,762	2.9%	3,266,939,500	8,691
2018	214,113	1,135,649	56,152,594	49,445	2.9%	2,852,908,300	9,923
2019	215,225	1,152,633	60,673,924	52,639	2.9%	3,001,244,700	10,269
2020	218,686	1,160,437	N/A	N/A	2.3%	667,778,500	10,486

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

** The District covers the southeast section of Salt Lake County, which encompasses several municipalities and unincorporated areas making statistics for the District impractical to obtain. These statistics for Salt Lake County are given since those are representative of the District. These statistics were obtained from the County's year-end financial reports. The actual per capita income as provided by the Bureau of Economic Analysis lags one year behind. Therefore, it is not available for 2020.

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

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

Employer *	2019				2010			
	Number of Employees	Rank	Percent of District's Total Estimated Population	Percent of District's Total Estimated Workforce	Number of Employees	Rank	Percent of District's Total Estimated Population	Percent of District's Total Estimated Workforce
Intermountain Healthcare	5,000	1	2.6%	3.7%	5,000	1	2.4%	3.4%
Canyons School District	5,000	2	2.6%	3.7%	5,000	2	2.4%	3.4%
Wal-Mart Stores	2,500	3	1.3%	1.8%	2,000	3	1.0%	1.4%
Smith's Food Stores	2,000	4	1.0%	1.5%	1,500	4	0.7%	1.0%
Jet Blue Airways Corporation	1,500	5	0.8%	1.1%				
eBay	1,500	6	0.8%	1.1%	1,500	6	0.7%	1.0%
Snowbird Corporation	1,500	7	0.8%	1.1%				
Becton Dickinson	1,000	8	0.5%	0.7%	1,000	10	0.5%	0.7%
Utah State Prison	800	9	0.4%	0.6%	1,500	5	0.7%	1.0%
EMC Corporation	700	10	0.4%	0.5%				
1-800 Contacts					1,000	9	0.5%	0.7%
ACS Business Solutions					1,500	7	0.7%	1.0%
Coca-Cola					1,000	8	0.5%	0.7%
Totals	21,500		11.2%	15.8%	21,000		10.1%	14.3%

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

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

Function:	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Instruction	1,667.2	1,674.1	1,708.2	1,763.2	1,779.4	1,784.9	1,789.0	1,782.4	1,784.3	1,804.3
Supporting services:										
Students	98.3	106.7	110.8	118.6	118.3	118.3	117.1	124.0	141.1	152.8
Instructional staff	70.3	69.1	77.8	83.1	83.2	133.9	133.6	145.2	143.2	139.9
District administration	15.0	10.1	9.1	9.0	12.0	12.0	12.0	12.0	12.0	10.0
School administration	165.5	173.8	174.3	173.9	177.7	187.9	187.9	188.8	192.5	191.7
Central	92.0	99.0	98.0	99.0	101.8	103.0	102.0	102.9	102.9	101.8
Operation and maintenance of school buildings	179.0	178.6	179.6	187.6	186.0	189.0	189.0	183.0	185.0	187.0
Student transportation	100.1	109.3	115.9	112.4	111.9	114.1	121.2	126.6	128.8	131.6
Nutrition services	124.3	119.2	114.7	110.2	98.8	96.3	85.3	79.1	74.2	72.8
Non K-12 programs	100.2	65.1	68.9	67.3	69.6	7.6	7.6	6.6	6.6	6.7
Capital outlay	10.0	11.0	12.0	13.0	12.0	12.0	11.0	11.0	10.0	10.0
Total full-time equivalents	2,621.9	2,616.0	2,669.3	2,737.3	2,750.7	2,759.0	2,755.7	2,761.6	2,780.6	2,808.6

Source: District records - contract employees only

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

Function:	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Instruction	\$ 156,986,377	\$ 160,383,775	\$ 175,359,995	\$ 176,722,124	\$ 170,720,170	\$ 181,436,410	\$ 186,467,728	\$ 189,888,859	\$ 199,214,148	\$ 219,778,884
Support services:	60.39%	59.53%	61.07%	60.02%	58.26%	58.29%	58.55%	58.01%	57.24%	58.87%
Students	7,723,388	8,433,794	9,089,873	9,744,940	9,986,468	11,008,439	11,793,573	12,413,881	14,233,290	17,299,370
	2.97%	3.13%	3.17%	3.31%	3.41%	3.54%	3.70%	3.79%	4.09%	4.63%
Instructional staff	12,969,300	12,187,116	10,984,333	12,170,323	11,499,804	16,248,963	17,539,626	17,400,767	18,472,809	19,376,997
	4.99%	4.52%	3.83%	4.13%	3.92%	5.22%	5.51%	5.32%	5.31%	5.19%
District administration	2,254,582	2,119,628	2,799,252	2,386,958	2,760,688	2,466,002	2,672,412	2,782,831	2,954,854	2,764,198
	0.87%	0.79%	0.97%	0.81%	0.94%	0.79%	0.84%	0.85%	0.85%	0.74%
School administration	13,944,188	14,976,976	15,769,736	16,888,958	16,610,365	18,506,081	19,303,709	19,811,344	21,308,485	21,983,029
	5.36%	5.56%	5.49%	5.74%	5.67%	5.95%	6.06%	6.05%	6.12%	5.89%
Central	11,154,831	12,439,941	12,789,634	12,419,091	12,786,370	13,926,511	13,663,868	13,792,846	14,954,588	15,899,415
	4.29%	4.62%	4.45%	4.22%	4.36%	4.47%	4.29%	4.21%	4.30%	4.26%
Operation and maintenance of school buildings	21,586,479	22,542,093	23,722,922	24,999,379	23,836,266	24,982,551	25,652,933	25,482,146	27,033,960	26,663,186
	8.30%	8.37%	8.26%	8.49%	8.13%	8.03%	8.06%	7.78%	7.77%	7.14%
Student transportation	7,475,764	8,139,130	8,725,403	9,062,643	8,673,079	9,047,092	9,642,728	10,244,524	11,495,770	11,325,499
	2.88%	3.02%	3.04%	3.08%	2.96%	2.91%	3.03%	3.13%	3.30%	3.03%
Nutrition services	12,204,115	11,663,738	11,877,551	12,316,579	12,029,975	12,227,600	12,955,474	12,627,553	13,094,392	12,602,030
	4.69%	4.33%	4.14%	4.18%	4.11%	3.93%	4.07%	3.86%	3.76%	3.38%
Contributions to other governments	-	-	-	-	8,764,277	9,978,475	8,329,503	12,269,778	12,781,299	12,100,348
	0.00%	0.00%	0.00%	0.00%	2.99%	3.21%	2.62%	3.75%	3.67%	3.24%
Community services	-	-	-	-	-	291,441	221,366	243,559	323,178	272,952
	0.00%	0.00%	0.00%	0.00%	0.00%	0.09%	0.07%	0.07%	0.09%	0.07%
Non K-12 programs	6,652,431	6,905,505	6,785,693	7,155,707	5,296,554	-	-	-	-	-
	2.56%	2.56%	2.36%	2.43%	1.81%	0.00%	0.00%	0.00%	0.00%	0.00%
Interest on long-term liabilities	7,000,592	9,640,880	9,227,299	10,573,788	10,091,030	11,158,159	10,212,199	10,367,498	12,152,713	13,286,475
	2.69%	3.58%	3.21%	3.59%	3.44%	3.58%	3.21%	3.17%	3.49%	3.56%
Total expenses	\$ 259,952,047	\$ 269,432,576	\$ 287,131,691	\$ 294,440,490	\$ 293,055,046	\$ 311,277,724	\$ 318,455,119	\$ 327,325,586	\$ 348,019,486	\$ 373,352,383
Average Daily Membership	33,343	34,359	34,358	34,348	34,309	33,802	33,717	33,652	33,729	33,792
Average Expenses Per Pupil	\$ 7,796	\$ 7,842	\$ 8,357	\$ 8,572	\$ 8,542	\$ 9,209	\$ 9,445	\$ 9,727	\$ 10,318	\$ 11,048

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

Function:	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Instruction	\$ 4,708 60.39%	\$ 4,668 59.53%	\$ 5,104 61.07%	\$ 5,145 60.02%	\$ 4,976 58.26%	\$ 5,368 58.29%	\$ 5,530 58.55%	\$ 5,643 58.01%	\$ 5,906 57.24%	\$ 6,504 58.87%
Support services:										
Students	232 2.97%	245 3.13%	265 3.17%	284 3.31%	291 3.41%	326 3.54%	350 3.70%	369 3.79%	422 4.09%	512 4.63%
Instructional staff	389 4.99%	355 4.52%	320 3.83%	354 4.13%	335 3.92%	481 5.22%	520 5.51%	517 5.32%	548 5.31%	573 5.19%
District administration	68 0.87%	62 0.79%	81 0.97%	69 0.81%	80 0.94%	73 0.79%	79 0.84%	83 0.85%	88 0.85%	82 0.74%
School administration	418 5.36%	436 5.56%	459 5.49%	492 5.74%	484 5.67%	547 5.95%	573 6.06%	589 6.05%	632 6.12%	651 5.89%
Central	335 4.29%	362 4.62%	372 4.45%	362 4.22%	373 4.36%	412 4.47%	405 4.29%	410 4.21%	443 4.30%	470 4.26%
Operation and maintenance of school buildings	647 8.30%	656 8.37%	690 8.26%	728 8.49%	695 8.13%	739 8.03%	761 8.06%	757 7.78%	801 7.77%	789 7.14%
Student transportation	224 2.88%	237 3.02%	254 3.04%	264 3.08%	253 2.96%	268 2.91%	286 3.03%	304 3.13%	341 3.30%	335 3.03%
Nutrition services	366 4.69%	339 4.33%	346 4.14%	359 4.18%	351 4.11%	362 3.93%	384 4.07%	375 3.86%	388 3.76%	373 3.38%
Contributions to other governments	- 0.00%	- 0.00%	- 0.00%	- 0.00%	255 2.99%	295 3.21%	247 2.62%	365 3.75%	379 3.67%	358 3.24%
Community services	- 0.00%	- 0.00%	- 0.00%	- 0.00%	- 0.00%	9 0.09%	7 0.07%	7 0.07%	10 0.09%	8 0.07%
Non K-12 programs	200 2.56%	201 2.56%	197 2.36%	208 2.43%	154 1.81%	- 0.00%	- 0.00%	- 0.00%	- 0.00%	- 0.00%
Interest on long-term liabilities	210 2.69%	281 3.58%	269 3.21%	308 3.59%	294 3.44%	330 3.58%	303 3.21%	308 3.17%	360 3.49%	393 3.56%
Total expenses	\$ 7,796	\$ 7,842	\$ 8,357	\$ 8,572	\$ 8,542	\$ 9,209	\$ 9,445	\$ 9,727	\$ 10,318	\$ 11,048
Average Daily Membership	33,343	34,359	34,358	34,348	34,309	33,802	33,717	33,652	33,729	33,792

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

Function:	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Instruction	\$ 124,029,593 62.90%	\$ 127,852,245 62.55%	\$ 134,456,779 63.25%	\$ 136,863,789 62.24%	\$ 138,398,131 62.21%	\$ 146,258,365 61.08%	\$ 146,664,649 60.50%	\$ 157,947,759 61.28%	\$ 162,485,809 60.60%	\$ 180,850,632 62.02%
Support services:										
Students	7,575,667 3.84%	8,347,281 4.08%	8,925,363 4.20%	9,510,956 4.32%	10,099,532 4.54%	10,931,039 4.57%	11,511,907 4.75%	12,475,227 4.84%	13,892,080 5.18%	16,956,832 5.82%
Instructional staff	12,649,687 6.41%	11,908,506 5.83%	10,710,531 5.04%	11,977,361 5.45%	11,536,564 5.19%	16,254,028 6.79%	17,197,160 7.09%	17,522,701 6.80%	18,060,447 6.74%	19,077,440 6.54%
District administration	2,086,863 1.06%	1,999,219 0.98%	2,013,203 0.95%	1,862,037 0.85%	2,377,553 1.07%	2,408,396 1.01%	2,507,402 1.03%	2,607,371 1.01%	2,635,478 0.98%	2,387,410 0.82%
School administration	13,615,074 6.90%	14,754,707 7.22%	15,361,909 7.23%	16,408,467 7.46%	16,654,114 7.49%	18,313,983 7.65%	18,715,088 7.72%	19,806,239 7.68%	20,636,820 7.70%	21,346,591 7.32%
Central	10,146,693 5.15%	11,210,661 5.48%	11,564,452 5.44%	12,069,592 5.49%	12,693,640 5.71%	13,510,173 5.64%	13,251,568 5.47%	13,672,160 5.30%	14,497,872 5.41%	15,579,362 5.34%
Operation and maintenance of school buildings	20,911,730 10.60%	21,550,141 10.54%	22,305,809 10.49%	23,711,132 10.78%	23,180,718 10.42%	23,770,303 9.93%	24,087,814 9.94%	24,298,193 9.43%	25,481,423 9.50%	25,162,751 8.63%
Student transportation	6,175,797 3.13%	6,768,574 3.31%	7,243,946 3.41%	7,506,685 3.41%	7,520,312 3.38%	7,702,864 3.22%	8,253,809 3.40%	9,175,842 3.56%	10,109,310 3.77%	9,940,408 3.41%
Community services	-	-	-	-	-	288,934 0.12%	218,011 0.09%	249,016 0.10%	330,047 0.12%	288,505 0.10%
Total expenditures	\$ 197,191,104	\$ 204,391,334	\$ 212,581,992	\$ 219,910,019	\$ 222,460,564	\$ 239,438,085	\$ 242,407,408	\$ 257,752,508	\$ 268,129,286	\$ 291,589,931
Average Daily Membership	33,343	34,359	34,358	34,348	34,309	33,802	33,717	33,652	33,729	33,792
Average Expenditures Per Pupil	\$ 5,914	\$ 5,949	\$ 6,187	\$ 6,402	\$ 6,484	\$ 7,084	\$ 7,190	\$ 7,659	\$ 7,949	\$ 8,629

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

Function:	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Instruction	\$ 3,721 62.90%	\$ 3,722 62.55%	\$ 3,912 63.25%	\$ 3,984 62.24%	\$ 4,033 62.21%	\$ 4,325 61.08%	\$ 4,351 60.50%	\$ 4,693 61.28%	\$ 4,816 60.60%	\$ 5,351 62.02%
Support services:										
Students	227 3.84%	243 4.08%	260 4.20%	277 4.32%	294 4.54%	324 4.57%	342 4.75%	371 4.84%	412 5.18%	502 5.82%
Instructional staff	379 6.41%	347 5.83%	312 5.04%	349 5.45%	337 5.19%	481 6.79%	510 7.09%	521 6.80%	536 6.74%	564 6.54%
District administration	63 1.06%	58 0.98%	59 0.95%	54 0.85%	69 1.07%	72 1.01%	74 1.03%	77 1.01%	78 0.98%	71 0.82%
School administration	408 6.90%	429 7.22%	447 7.23%	478 7.46%	486 7.49%	542 7.65%	555 7.72%	588 7.68%	612 7.70%	632 7.32%
Central	304 5.15%	326 5.48%	337 5.44%	351 5.49%	370 5.71%	400 5.64%	393 5.47%	406 5.30%	430 5.41%	461 5.34%
Operation and maintenance of school buildings	627 10.60%	627 10.54%	649 10.49%	690 10.78%	676 10.42%	703 9.93%	715 9.94%	722 9.43%	755 9.50%	745 8.63%
Student transportation	185 3.13%	197 3.31%	211 3.41%	219 3.41%	219 3.38%	228 3.22%	244 3.40%	273 3.56%	300 3.77%	294 3.41%
Community services	-	-	-	-	-	9 0.12%	6 0.09%	8 0.10%	10 0.12%	9 0.10%
Total expenditures	\$ 5,914	\$ 5,949	\$ 6,187	\$ 6,402	\$ 6,484	\$ 7,084	\$ 7,190	\$ 7,659	\$ 7,949	\$ 8,629
Average Daily Membership	33,343	34,359	34,358	34,348	34,309	33,802	33,717	33,652	33,729	33,792

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

Year Ended June 30,	Average Daily Membership	Average Daily Attendance	Ratio of ADA to ADM	Official State October 1 Enrollment Count
2011	33,343	31,931	95.77%	33,469
2012	34,359	32,106	93.44%	33,490
2013	34,358	32,106	93.44%	33,528
2014	34,348	32,441	94.45%	33,677
2015	34,309	31,800	92.69%	33,676
2016	33,802	31,993	94.65%	33,899
2017	33,717	31,949	94.76%	34,017
2018	33,652	31,874	94.72%	33,907
2019	33,729	31,912	94.61%	34,134
2020	33,792	31,504	93.23%	34,178

Source: District records

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

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Alta	721	787	794	535	419	365	515	420	483	480
Brighton	613	565	579	562	546	483	573	483	456	436
Corner Canyon (1)	-	-	-	257	391	490	501	540	492	565
Hillcrest	422	368	444	480	423	429	426	473	426	473
Jordan	478	507	491	510	473	433	486	483	475	430
Diamond Ridge (2)	-	-	-	-	-	15	39	48	47	63
Entrada	145	104	136	78	140	69	37	46	68	59
South Park	378	338	358	276	241	107	106	101	85	59
Total	<u>2,757</u>	<u>2,669</u>	<u>2,802</u>	<u>2,698</u>	<u>2,633</u>	<u>2,391</u>	<u>2,683</u>	<u>2,594</u>	<u>2,532</u>	<u>2,565</u>

(1) Corner Canyon opened in 2014.

(2) Diamond Ridge opened in 2016.

Source: District records

CANYONS SCHOOL DISTRICT
Capital Asset Information
 Last Ten Fiscal Years

	2011	2012	2013	2014**	2015	2016	2017	2018	2019	2020
Buildings:										
Elementary:										
Number	29	29	29	29	29	29	29	29	29	29
Square feet	1,805,833	1,805,833	1,844,813	1,844,777	1,844,777	1,849,736	1,872,516	1,895,508	1,895,508	1,897,159
Capacity	19,509	19,509	20,375	20,375	19,215	19,215	19,390	19,265	19,265	19,360
Enrollment	18,108	18,208	18,295	15,488	15,389	15,465	15,312	15,127	14,950	14,950
Middle Schools:										
Number	8	8	8	8	8	8	8	8	8	8
Square feet	1,267,103	1,267,103	1,290,263	1,304,281	1,304,281	1,347,426	1,351,296	1,426,463	1,446,696	1,446,696
Capacity	10,565	10,565	10,450	9,418	9,506	9,506	9,776	19,265	19,265	19,360
Enrollment	7,403	7,441	7,491	7,762	7,723	7,800	7,826	7,858	8,076	8,076
High Schools:										
Number	4	4	4	5	5	5	5	5	5	5
Square feet	1,372,991	1,372,991	1,372,991	1,748,503	1,748,503	1,748,503	1,748,503	1,748,503	1,748,503	1,809,955
Capacity	9,321	9,321	9,321	12,431	11,553	11,553	11,553	11,481	11,281	11,931
Enrollment	7,725	7,624	7,624	10,178	10,355	10,424	10,597	10,645	10,815	10,815
Special Schools:										
Number	3	4	4	4	4	2	2	2	2	2
Square feet	148,569	147,719	136,757	136,757	136,757	136,757	136,757	136,757	136,757	136,757
Capacity *										
Enrollment	233	217	220	249	209	210	282	277	293	293
Total School Buildings:										
Number	44	45	45	46	46	44	44	44	44	44
Square feet	4,594,496	4,593,646	4,644,824	5,034,318	5,034,318	5,082,422	5,109,072	5,207,231	5,227,464	5,290,567
Capacity	39,395	39,395	40,146	42,224	40,274	40,274	40,719	50,011	49,811	50,651
Enrollment	33,469	33,490	33,630	33,677	33,676	33,899	34,017	33,907	34,134	34,134
Other Buildings:										
Number	6	6	5	6	5	7	7	11	11	11
Square feet	336,950	336,950	340,426	340,426	340,426	251,505	251,505	380,060	377,105	498,168
Acres of Land	784	784	794	794	794	770	784	812	799	799
Number of Portables	82	88	91	81	82	82	85	84	84	76
Number of Vehicles	329	346	345	338	347	329	338	338	331	331

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

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

Source: District records

CANYONS SCHOOL DISTRICT
Teacher Compensation Data
 Last Ten Fiscal Years

Year Ending June 30,	Bachelor Degree 1st Year Teacher Wage	Doctorate Degree Veteran Teacher Wage	District Average* Teacher Wage	District Average* Teacher Benefits**	Total District Average* Teacher Compensation	State Median* Teacher Salary
2011	\$ 32,759	\$ 61,608	\$ 45,230	\$ 19,008	\$ 64,238	\$ 46,448
2012	34,157	64,237	45,165	20,390	66,097	46,623
2013	33,343	62,694	45,707	20,390	66,097	46,232
2014	33,831	62,799	45,522	21,841	67,363	46,421
2015	33,215	62,571	46,453	26,824	73,277	46,689
2016	33,998	64,147	47,596	27,690	75,286	47,341
2017	34,334	66,323	48,398	30,462	78,860	48,576
2018	40,500	76,600	51,355	31,859	83,214	49,655
2019	41,835	77,935	55,998	24,983	80,981	***
2020	50,000	86,100	63,851	28,016	91,867	***

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

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

*** State no longer provides this figure

CANYONS SCHOOL DISTRICT
Budgeted Student Ratio Per Teacher
 Last Ten Fiscal Years

Grade	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Kindergarten	44.0	44.0	44.0	44.0	44.0	44.0	44.0	44.0	44.0	44.0
1	22.3	22.3	22.3	22.3	22.3	22.3	22.3	22.3	22.3	22.3
2	22.3	22.3	22.3	22.3	22.3	22.3	22.3	22.3	22.3	22.3
3	22.3	22.3	22.3	22.3	22.3	22.3	22.3	22.3	22.3	22.3
4	26.3	26.3	26.3	26.3	26.3	26.3	26.3	26.3	26.3	26.3
5	26.3	26.3	26.3	26.3	26.3	26.3	26.3	26.3	26.3	26.3
6	26.3	26.3	26.3	26.3	26.3	26.3	26.3	26.3	26.3	26.3
7	27.3	27.3	27.3	27.3	27.3	26.3	26.3	26.3	26.3	26.3
8	27.3	27.3	27.3	27.3	27.3	26.3	26.3	26.3	26.3	26.3
9	28.3	28.3	28.3	28.3	28.3	27.3	27.3	27.3	27.3	27.3
10	28.3	28.3	28.3	28.3	28.3	27.3	27.3	27.3	27.3	27.3
11	28.3	28.3	28.3	28.3	28.3	27.3	27.3	27.3	27.3	27.3
12	28.3	28.3	28.3	28.3	28.3	27.3	27.3	27.3	27.3	27.3

Source: District Records

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

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020*
Participating schools:										
Lunch	43	43	43	44	43	44	44	43	43	44
Breakfast	25	25	26	30	33	36	37	37	37	39
Student lunches served:										
Free	1,028,671	1,129,915	1,090,227	1,040,685	1,041,709	1,034,851	1,037,271	985,131	1,028,168	984,477
Reduced	211,707	219,019	204,531	183,451	183,443	190,927	158,665	151,830	132,678	98,686
Fully paid	1,999,634	1,990,611	1,712,160	1,614,055	1,648,908	1,666,635	1,644,115	1,701,341	1,658,784	1,213,334
Total	3,240,012	3,339,545	3,006,918	2,838,191	2,874,060	2,892,413	2,840,051	2,838,302	2,819,630	2,296,497
Student breakfasts served:										
Free	243,532	275,848	260,808	261,970	313,316	443,942	434,835	407,552	363,167	507,295
Reduced	24,960	26,102	19,918	22,264	31,820	55,369	45,072	46,654	26,669	20,587
Fully paid	63,926	67,336	54,474	63,393	84,961	158,914	166,115	188,961	156,635	116,796
Total	332,418	369,286	335,200	347,627	430,097	658,225	646,022	643,167	546,471	644,678
Percentage of free/reduced/fully paid lunch:										
Free	31.75%	33.83%	36.26%	36.67%	36.25%	35.78%	36.52%	34.71%	36.46%	42.87%
Reduced	6.53%	6.56%	6.80%	6.46%	6.38%	6.60%	5.59%	5.35%	4.71%	4.30%
Fully paid	61.72%	59.61%	56.94%	56.87%	57.37%	57.62%	57.89%	59.94%	58.83%	52.83%
Percentage of free/reduced/fully paid breakfast:										
Free	73.26%	74.70%	77.81%	75.36%	72.85%	67.45%	67.31%	63.37%	66.46%	78.69%
Reduced	7.51%	7.07%	5.94%	6.40%	7.40%	8.41%	6.98%	7.25%	4.88%	3.19%
Fully paid	19.23%	18.23%	16.25%	18.24%	19.75%	24.14%	25.71%	29.38%	28.66%	18.12%
Average daily participation:										
Lunch	18,514	18,761	16,893	15,945	16,146	16,250	15,955	15,946	15,841	12,902
Breakfast	1,900	2,075	1,883	1,953	2,416	3,698	3,629	3,613	3,070	3,622
Average daily membership	33,343	34,359	34,358	34,348	34,309	33,802	33,717	33,652	33,729	33,792
Percentage participating in school lunch/breakfast										
Lunch	55.53%	54.60%	49.17%	46.42%	47.06%	48.07%	47.32%	47.38%	46.96%	38.18%
Breakfast	5.70%	6.04%	5.48%	5.69%	7.04%	10.94%	10.76%	10.74%	9.10%	10.72%

Source: District records
 * - Schools closed in mid-March 2020 due to COVID-19 pandemic. Free breakfasts and lunches were still provided.