



2018-19

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the fiscal year ending June 30, 2019

GRANITE SCHOOL DISTRICT
2500 SOUTH STATE
SALT LAKE CITY, UTAH 84115
graniteschools.org



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Comprehensive Annual Financial Report

**for the
Fiscal Year Ended
June 30, 2019**

GRANITE SCHOOL DISTRICT

**2500 South State Street
Salt Lake City, Utah 84115-3110
www.graniteschools.org**

**Karyn Winder, President of the Board
Dr. Martin W. Bates, Superintendent
David F. Garrett, Business Administrator/Treasurer**

**Prepared by:
Chris A. Lewis, Director of Accounting Services
Brian Ipson, Assistant Director of Accounting Services
Charlotte Bacon, Accountant**

GRANITE SCHOOL DISTRICT

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Section / ***Introductory***

Letter of Transmittal

November 27, 2019

To the Board of Education and Patrons of Granite School District:

In accordance with state law (*Utah Code*, 53G-4-404) the Business Administration has prepared this Comprehensive Annual Financial Report (CAFR) of the Granite School District (the District) for the fiscal year ended June 30, 2019. The legally required information contained herein consists of the basic financial statements and notes to the basic financial statements which are prepared 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 comprehensive to include all activities for which the District is financially accountable.

Full responsibility for the completeness and reliability of the information contained in this report, based on a comprehensive internal control framework established for this purpose, rests with the District. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatement.

Squire & Company, PC, a firm of licensed certified public accountants, has audited the District's basic financial statements for the fiscal year ended June 30, 2019 and has issued an unmodified ("clean") opinion that the financial statements are fairly presented in

conformity with GAAP. 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. The MD&A complements this letter of transmittal and should be read in conjunction with it.

Following the MD&A are the basic financial statements, including the government-wide financial statements, the fund financial statements, and the notes to the basic financial statements. The required supplementary information, combining financial statements and individual fund schedules, and the statistical section complete the CAFR.

Profile of the Granite School District

The District was established December 15, 1904 by an enabling resolution of the Salt Lake County Commissioners. The District is located immediately south of Salt Lake City and covers almost 300 square miles which include several urban and suburban communities comprising approximately the northern half of Salt Lake County. Bordering on the east are the imposing Wasatch Mountains and on the west the Oquirrh Mountain Range which includes portions of the world-famous Kennecott Open-Pit Copper Mine property.

GOVERNMENTAL STRUCTURE

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 districts (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.

TYPES OF SERVICES PROVIDED AND REPORTING ENTITY

The District's primary mission is to provide public education to elementary and secondary age school children (K-12) with general, vocational, and special education programs.

The accompanying report includes all funds and subsidiary accounts of the primary government, Granite School District as legally defined, as well as its component unit. Funds are created to segregate and keep track of specific activities or to attain certain objectives in accordance with special regulations, restrictions, or limitations. Component units are legally separate entities for which the primary government is financially accountable or ones that have relationships with the District such that exclusion would cause the District's financial statements to be misleading or incomplete. The determination of "financial accountability" is based on criteria established by the Governmental Accounting Standards Board. Note 1 to the financial statements explains the inclusion of the Granite Education Foundation as a blended component unit in the reporting entity.

THE BUDGET CYCLE

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 fund balance commitments. 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 also is a final budget for the current year

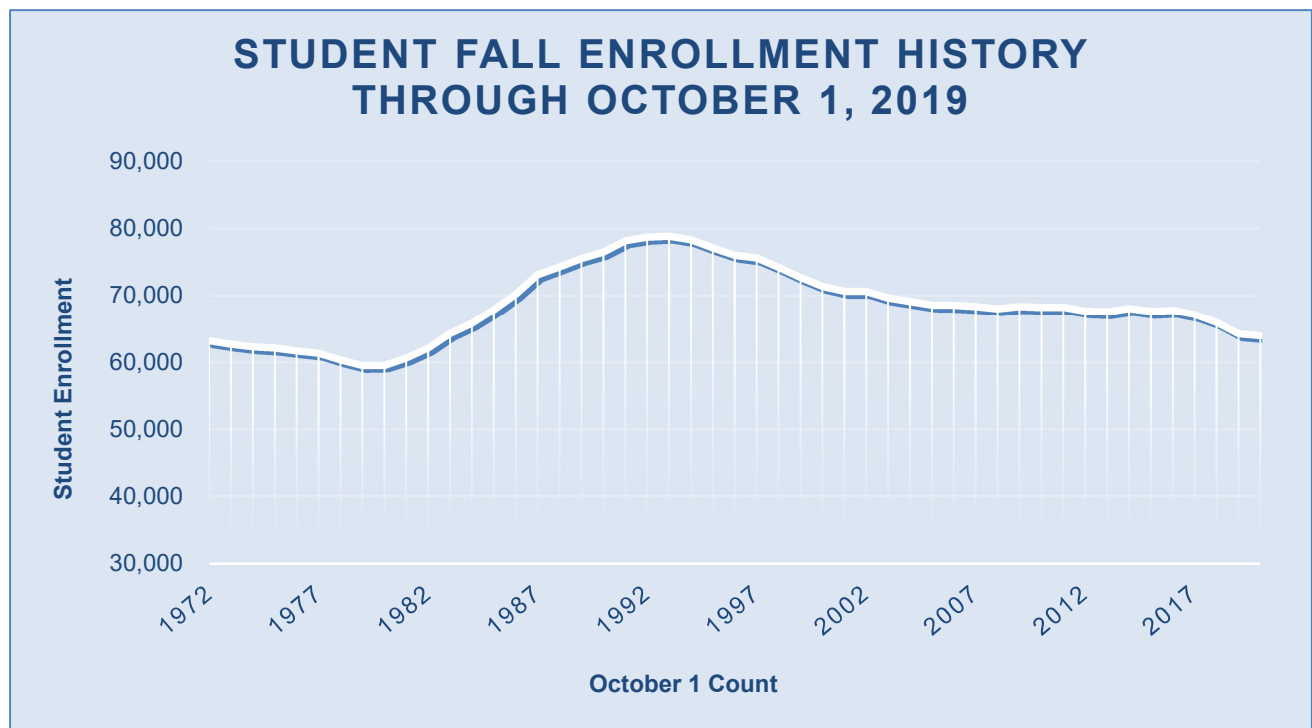
ending June 30. If the proposed budget does not include a tax increase, a public hearing is held before the beginning of the next fiscal year according to Utah law at which time the budget is legally adopted by the Board after obtaining taxpayer input. If the proposed budget does include a tax increase, 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.

The District receives state funding based on average daily membership, which is based on the total number of days between each student's entry and exit dates, regardless of where they fall during the school year, divided by 180. An additional component is added for growth based on the number of students enrolled as of October 1 (Fall Enrollment) compared to the prior year. Every year, the District looks at student population by school to identify possible closures of underutilized buildings.

ENROLLMENT

In 1904, the District's student enrollment was 4,258. Through the years, it increased to a high of 78,819 for the 1992-93 school year and then declined steadily to 68,075 for the 2007-08 school year. Enrollment has remained mostly steady since then, with modest decreases in the last two years. On October 1, 2018, student enrollment was 64,281, a decrease of 1,743 students from the prior-year. On October 1, 2019,



student enrollment was 63,989, a decrease of 292 students.

Enrollment has declined in some east side neighborhoods as the population has aged and there are fewer school age children remaining. However, parts of the west side have seen moderate growth as new neighborhoods have been constructed, which accounts for the overall stability in enrollment. Much of the new growth in Salt Lake County has been south of the District.

ECONOMIC OUTLOOK

Sound fiscal health is imperative to ensuring the effective operation of the District. Financial condition is affected by a combination of environmental, fiscal, and organizational factors, including decisions and actions of the Board. The District has a responsibility to balance recurring expenditure needs with recurring revenue sources, while providing services on an ongoing basis for the long-term. Maintaining sound financial condition requires the Board and management to plan for the future and adjust to shifts in local economic conditions, long-term socioeconomic and demographic changes, and community needs and restraints.

The economic condition of the District is impacted heavily by state and national economic conditions. The convergence of several positive factors such as low interest rates, tax reform, and positive global growth produced strong growth for both the national and state economies in 2018.

According to the Utah Economic Council's 2019 Economic Report to the Governor, the Utah economy had a strong uptick in 2018 with an estimated 3.3 percent annual employment growth rate and a 48,500 job increase to 1.5 million. Four major sectors drove the job growth the state experienced in 2018: professional services, construction, retail trade, and health care. Several economic indicators continue to signal moderate growth and healthy economic conditions in the future, barring any significant deterioration in the global economy:

- Utah's employment growth rate during 2018 again outpaced the national average and is on par with the state's long-term average. This, along with maintained low unemployment of 3.1 percent, will continue to support wage growth in 2019.
- Commercial and residential construction is expected to remain at healthy levels during 2019 as developers respond to strong market

fundamentals and in-migration to the state. The total value of new residential construction is expected to remain steady in 2019 at \$4.70 billion while new commercial construction is expected to decrease to \$1.8 billion, still a solid level of activity compared to the annual average since 2000.

- Large investments in infrastructure are being seen across the state as well. In the public sector, the most prominent project is the \$3.6 billion remodel of the Salt Lake City International Airport, with construction well underway on the 10-year project. With the addition of additional concourses and parking decks, the project is currently employing nearly 1,000 workers. Additional projects include the new state prison, \$600 million in school renovation and construction, and over \$1 billion in road construction.
- The leisure and hospitality sector showed exceptionally strong growth of 5.0 percent in 2018, including record level visitor spending and parks/ski resort visits during 2018. The sector is expected to experience growth of 4.0 percent in 2019.

The consensus forecast calls for an economy with continued moderate, healthy growth during 2019. Strong consumer spending, demographic advantages, new construction, and favorable federal fiscal policy changes may continue to provide potential benefits to the state economy during 2019. Economists forecast net in-migration, above average job and wage growth, low unemployment, and low levels of inflation in 2019. Utah's economy should once again be one of the top performing economies in the country.

Another factor that has significant impact on the District's financial outlook are the views of the governor's office and state legislature toward funding public education with the resources generated by the state. According to recent research by the Utah Foundation, Utah's K-12 education funding effort (the amount spent per \$1,000 of personal income) has increased recently from 37th in the nation to 32nd. However, on a per pupil basis, Utah still ranks last

nationally, at \$7,635 per pupil, compared to the national average of \$12,756. For the 2019-20 school year, the State Legislature increased funding for the State's Minimum School Program \$370 million (8.4%). For many years, public education in the state has borne the burden of the state's low taxes, contrary to the stated priorities of Utah voters and many elected officials themselves. We are hopeful that increases in public education funding will continue into the future.

Demographically, Utah's growth rate slowed moderately in 2018 to 1.9%. It is expected that Utah will continue to experience population growth at a rate higher than most states in 2018. Annual changes in population are comprised of two components: natural increase and net migration. In 2018, Utah had a natural increase of 29,416 which accounted for 55% of Utah's population growth and net in-migration of 23,248, or 45% of the total population increase. For 2019, natural increase is anticipated to add approximately 31,997 people and in-migration is projected to increase, adding approximately 20,472 people. Enrollment in the Granite School District is projected using multiple-year cohort survival analysis to continue a slow decline in the coming years (63,502 in 2020, 62,863 in 2021, 61,899 in 2022, 61,239 in 2023, and 60,608 in 2024). These enrollment projections are an important indicator of the level of funding the District can expect to receive from the State in those future years.

Utah's per capita personal income (PCI) is estimated to have grown at a 3.9 percent rate in 2018, which ranks 41st nationally. However, per capita personal income is influenced heavily in Utah by many young individuals who are counted in the population but have not yet entered the workforce. Utah's personal income is expected to continue to have moderate growth in the next few years, continuing the upward trend experienced since the great recession. This growth is mostly due to the strong employment growth, low unemployment, and labor shortages in high-skilled sectors.

The economic demographics of the District are unique. The number of free or reduced lunches

served as a percentage of total lunches served was 63.7% in 2019. The varied socioeconomic background of District students presents both challenges and opportunities to assist and provide all students with a quality education that will serve them well in the future.

Major Initiatives

EDUCATION

Children will leave us prepared for college, career and life in the 21st century world. That is the charge and responsibility adopted by the Board in 2011. In 2012, the District prepared a detailed framework articulating areas of focus and related measurable action steps intended to define expectations, establish priorities, and guide school and department efforts in support of student achievement district wide. Within this framework, the Board has established major district-level tasks and initiatives to focus District energies and resources on efforts that will most benefit District students. High priority initiatives include continued outreach to and cooperation with school community councils; educational accountability; student achievement and use of benchmark data; literacy efforts; student opportunities for advanced courses, industry-recognized certifications, and state-of-the-art work-based technology in the areas of health sciences, biotechnology, engineering, and information technology; concentrated student services interventions; early intervention via preschool programs and extended day kindergarten; individualized guidance aimed at college and career readiness; pursuit of a 21st century education experience for every student through less traditional and more individualized opportunities, and improvement efforts in K-12 literacy and English and world languages. These initiatives are intended to increase achievement for every student and increase college and career readiness.

CAPITAL IMPROVEMENTS AND BONDING

The District has 44 schools (nearly half) that are more than 50 years old. The District has embarked on a

long-term capital improvement plan to address the aging building stock and to make needed security and seismic upgrades. The plan anticipates rebuilding or remodeling one elementary per year, one junior high every four years, and one high school every eight years. The District plans to finance these capital projects with the existing property tax levy as well as through general obligation bonding approved by voters in November 2017. See gsdfuture.org for more detailed information.

The District, by issuing bonds, has obligations to repay the bondholders over the life of the bonds. The obligation for the bonds and associated premiums at June 30, 2019 is \$249.5 million.

For each year the District issues bonds, as well as periodically when bonds are not issued but there are outstanding bond obligations, the Board obtains a bond rating from two of the three primary rating agencies. Bond ratings are important not only because they directly affect the interest rate the District pays on the bonds issued, but also because the process of obtaining a rating submits the District to professional external analysis of its financial condition. To the extent that the ratings issued by these agencies are trusted, they can be used as an indicator of the District's financial health. The most recent ratings the District received associated with a bond issuance was November 12, 2019. The District was awarded a prime AAA rating from FitchRatings and a high grade Aa1 rating from Moody's Investors Service. It is worth noting that ratings from both FitchRatings and Moody's Investors Service are backed by the state's ratings of AAA and Aaa, respectively. This is indicative of the financial condition of Utah as a whole.

COMMITMENT TO DISTRICT-PROVIDED RETIREE BENEFITS

The District offers early retirement and pension benefits including long-term disability medical insurance to its employees. The obligation for these benefits, as well as compensated absences, with required components actuarially determined at June 30, 2019, is \$43.6 million. The District plans for the

anticipated financial requirements of these benefits and sets aside the full actuarially calculated amount of funds needed now to be invested and grow to meet the full future obligation. Doing so protects the District and its employees from unexpected events endangering these benefits. In addition, the District has set aside \$11.7 million specifically anticipating fluctuations in the calculations associated with these benefits.

Awards and Acknowledgements

CERTIFICATE OF ACHIEVEMENT FOR EXCELLENCE IN FINANCIAL REPORTING FROM GFOA

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Granite School District for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2018. 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 generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. This is the 28th consecutive year that the District has received this prestigious award. We believe 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.

CERTIFICATE OF EXCELLENCE IN FINANCIAL REPORTING FROM ASBO

The District also received the Association of School Business Officials (ASBO) International's Certificate of Excellence in Financial Reporting for the Comprehensive Annual Financial Report for the fiscal year ended June 30, 2018. This 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. This is also the 28th consecutive year the District has received this prestigious award.

ACKNOWLEDGEMENTS

The preparation of this report on a timely basis could not have been performed without the efficient and dedicated employees in all of the business departments. Special appreciation is expressed to Chris Lewis, Charlotte Bacon, and Brian Ipson of the Accounting Services Department, where the major portion of this presentation has been compiled.

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

Respectfully submitted,



Dr. Martin W. Bates, Superintendent of Schools



David F. Garrett, Business Administrator/Treasurer

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

Elected Officials

<u>Board of Education</u>	<u>Initial Term Began</u>	<u>Present Term Began</u>	<u>Present Term Expires</u>
Karyn Winder, President Precinct VI	January, 2015	January, 2019	December, 2022
Connie Burgess, Vice President Precinct III	January, 2003	January, 2019	December, 2022
Connie Anderson, Member Precinct II	January, 2009	January, 2017	December, 2020
Terry H. Bawden, Member District V	January, 2007	January, 2019	December, 2022
Gayleen Gandy, Member District VII	January, 2007	January, 2019	December, 2022
Nicole McDermott, Member District IV	January, 2019	January, 2019	December, 2020
Todd Zenger, Member District I	January, 2017	January, 2017	December, 2020

The term of office for a Board member is four years, beginning on the first Monday in January following the November election.

Appointed Officials

	<u>Initial Appointment</u>	<u>Present Term Began</u>	<u>Present Term Expires</u>
Dr. Martin W. Bates Superintendent	September, 2010	July, 2018	June, 2020
David F. Garrett Business Administrator/Treasurer	September, 1987	January, 2019	December, 2020

The term of office of the Superintendent and Business Administrator/Treasurer is two years.



Government Finance Officers Association

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

Presented to

**Granite School District
Utah**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2018

Christopher P. Morill

Executive Director/CEO



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

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

Granite School District

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

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



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

Tom Wohlleber, CSRM
President

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

Siobhán McMahon, CAE
Chief Operating Officer



ADMINISTRATION 2019

BOARD of EDUCATION

Superintendent of Schools

Dr. Martin W. Bates

Superintendent's Office

Communications Office
Ben Horsley

Human Resources
Donnette McNeill-Waters

Policy & Legal Services
Doug Larson

Granite Education Foundation
Brent Severe

Granite School District Police
Randy Porter

Business Services

David F. Garrett
Business Administrator

Accounting & Printing
Chris Lewis

Budget Development
Mitch Robison

Child Nutrition
Dana Adams

Payroll
Richard Welch

Purchasing & Warehouse
Jared Gardner

Risk & Property Management & Student Accounting
Kieth Bradshaw

Teaching & Learning Services

Linda Mariotti
Assistant Superintendent

Career & Technical Ed
James Taylor

College & Career Readiness
Judy Petersen

Curriculum & Instruction
Leslie Bell

Educational Equity
Charlene Lui

Educational Technology
Chris Larsen

Information Systems
Dale Roberts

Special Education
Noelle Converse

Student Assessment
Dr. Rob Averett

School Leadership & Improvement Services

John Welburn
Assistant Superintendent

Elementary Schools
Jon Adams
Michael Douglas
Natalie Hansen
Shauna Jensen
Tina West

Secondary Schools
Garrett Muse
Danny Striland
Craig Stauffer

Prevention & Student Placement
Clay Pearce

Educator Support & Development Services

Rick Anthony
Assistant Superintendent

Educator Support
Dr. Bill Kenley
Paulette McMillan

New Teacher Support & Development
Lynne Rada

Research & Evaluation
Todd Braeger

School Improvement & Resource Development
Mitch Nerdin

Support Services

Donald Adams
Assistant Superintendent

Architecture, Engineering & Construction
Justin Naegle

Energy Management
Steven Forbes

Maintenance
Rex Goudy

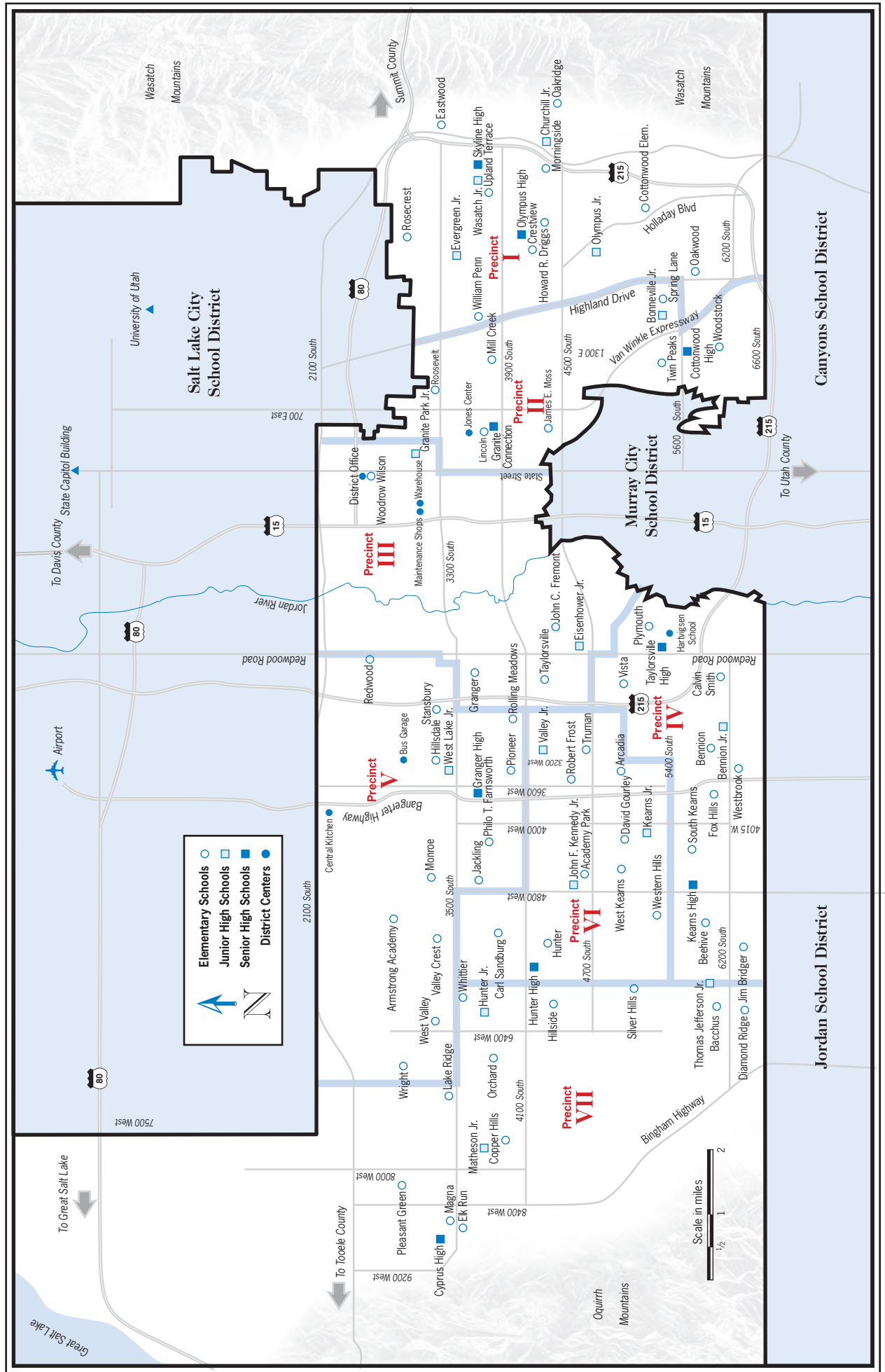
Planning & Boundaries
Steve Hogan

Transportation
Dave Gatti

Granite School District Schools

62 Elementary School Principals - 15 Junior High School Principals - 9 Senior High School Principals

GRANITE SCHOOL DISTRICT





Section II

Financial



Independent Auditor's Report

Board of Education
Granite 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 Granite School District (the District) as of and for the year ended June 30, 2019, and the related notes to the basic financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Basic Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Granite School District as of June 30, 2019, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the general fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and other required supplementary information as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the required supplementary information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary and Other Information

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

The combining and individual fund statements and schedules are the responsibility of management and were derived from and 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 27, 2019 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

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

Orem, Utah
November 27, 2019



Management's Discussion & Analysis

Management's Discussion & Analysis

As management, we present the following narrative overview and analysis of the Granite School District's financial activities for the year ended June 30, 2019. We present this information in conjunction with the included letter of transmittal, which can be found preceding this narrative, and with the basic financial statements which follow.

Financial Highlights

- The assets and deferred outflows of resources of the District exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$318.9 million (*net position*). This represents a \$37.3 million increase from the prior year and is the result of a combination of several factors which are described below in the section titled, 'Government-wide Financial Analysis'.
- Included in the District's \$318.9 million net position is a portion called *unrestricted net position*, which has a deficit balance of (\$42.1) million, a decrease of \$10.6 million from (\$52.7) million in comparison to the prior year. This deficit is directly related to the District's recognition of a long-term liability associated with its proportionate share of unfunded obligations of defined pension plans administered by the Utah Retirement Systems (URS). Since 2010, the District's, as well as all other participants' required contributions to URS were increased so that over time, the obligations will become fully funded. As progress is made toward that goal, the District's deficit unrestricted net position will be eliminated and its required contributions to URS are expected to be reduced.
- At the close of the current fiscal year, the District's governmental funds reported combined fund balances of \$301.3 million, an increase of \$52.5 million in comparison with the prior year. Approximately 3.1% of this amount (\$9.3 million) is unassigned.

- At the end of the current fiscal year, unrestricted fund balance (the total of the *committed*, *assigned*, and *unassigned* components of *fund balance*) for the general fund was \$139.7 million, or approximately 26.9% of total general fund expenditures.
- At the close of the current fiscal year, the District's total outstanding long-term liabilities were \$620.0 million, consisting of the net pension liability associated with the Utah Retirement Systems of \$310.5 million (50.1%), general obligation bonds and associated unamortized premiums payable of \$249.5 million (40.2%), and other employee benefit obligations of \$60.0 million (9.7%).
- With regard to the \$60.0 million of other employee benefit obligations, \$43.5 million is for District retirement and separation benefits for which fund balance has been committed to fund 100% of the actuarially determined liability for these obligations as well as an additional 30% to cover future unexpected changes in the actuarial calculation of those liabilities.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements, which include three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements. The focus is on both the District as a whole (government-wide) and the major individual funds. The dual perspectives allow the reader to address relevant questions, broaden a basis for comparison (year-to-year or district-to-district), and enhance the District's accountability.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

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

The *Statement of Net Position* presents information on all of the District's assets, deferred outflows of resources, liabilities, and deferred inflows 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 Granite School District is improving or deteriorating.

The *Statement of Activities* presents information showing how the District's net position 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 result in cash flows in future fiscal periods (such as uncollected taxes and unpaid employee benefit obligations). The *Statement of Activities* is focused on both the gross and net cost of various activities. This is intended to summarize and simplify the reader's analysis of the revenues and costs of various District activities and the degree to which activities are subsidized by general revenues.

Functions within the governmental activities of the District include instructional services, student support, instructional staff support, district administration, school administration, central services, operation and maintenance of facilities, student transportation, school lunch services, community services, contributions to other governments, and interest on long-term liabilities.

The government-wide financial statements can be found on pages 27 and 28.

FUND FINANCIAL STATEMENTS

A fund is a group of related accounts 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 divided into two categories: governmental funds and proprietary funds.

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

useful measure of a government's net resources available for spending at the end of the fiscal year.

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 government'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.

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 three major funds and an aggregate total for all nonmajor funds. The District's major governmental funds are the *General Fund*, the *Capital Projects Fund*, and the *Debt Service Fund*. Individual fund data for the District's nonmajor governmental funds are provided in the form of combining statements and schedules elsewhere in this report. The District adopts an annual appropriated budget for its General Fund. A budgetary comparison statement is provided for the General Fund to assist readers in assessing the District's compliance with this budget.

The basic governmental fund financial statements and reconciliations can be found on pages 29 to 33.

Proprietary Funds. The District maintains two proprietary funds, both of which are internal service funds. Internal service funds are an accounting device used to accumulate and allocate costs internally among the District's various functions. The District uses internal service funds to account for general printing services as well as employee health insurance. Because internal service funds predominately benefit governmental functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary fund financial statements provide the same type of information as the government-wide financial statements, but in greater detail.

The internal service funds are combined for presentation purposes. Individual fund data for the internal service funds is provided in the form of combining and individual fund statements and schedules elsewhere in this report.

The basic proprietary fund financial statements can be found on pages 34 to 36.

NOTES TO THE BASIC FINANCIAL STATEMENTS

The notes provide additional information that is essential for a full understanding of the data provided in the government-wide and fund financial statements. Information in the Notes to the Basic Financial Statements is described as follows:

- Note 1 provides a general description of the District, as well as a summary of significant accounting policies including the basis of accounting, budget policies and procedures, net position and fund balance flow assumptions, and other significant accounting policies.
- Note 2 describes deposits and investments as well as investment risk disclosures.
- Note 3 describes the nature of assistance the District receives from the federal and state government.
- Note 4 explains property taxes and differentiates between those collected to fund current operations from future year operations as well as taxes levied for and contributed to other governments.
- Note 5 describes the District's general exposure to risk and how it manages that risk.
- Note 6 explains property and equipment of the District including accumulated depreciation and net carrying amounts.
- Note 7 explains the District's interfund balances and activity for the year.
- Note 8 provides information on the state retirement plan to include: the District's proportionate share of the plan's net pension liability and related deferred inflows and deferred outflows; pension expense; contributions to the plan; and an explanation of the actuarial assumptions used in estimating these amounts.
- Note 9 provides the same type of information as Note 8, but for the District retirement plan.

- Note 10 describes the District's long-term disability benefit plan.
- Note 11 explains the District's early retirement incentive program.
- Note 12 provides information on the District's self-insured plans and the associated liabilities associated with each.
- Note 13 provides a summary of the District's long-term liabilities and activity for the year.
- Note 14 provides a summary and description of a significant event that occurred subsequent to June 30, 2019 but that was known prior to the issuance of this report.
- Note 15 describes significant commitments of the District.

The notes to the basic financial statements can be found on pages 37 to 63.

ADDITIONAL INFORMATION

In addition to this discussion and analysis, this report also presents required supplementary information on pension plans and other postemployment benefits.

Required supplementary information can be found on pages 65 to 68 of this report with notes to the required supplementary information following on page 69.

The combining and individual fund statements and schedules referred to earlier are presented immediately following the required supplementary information and can be found on pages 71 to 86 of this report.

The statistical section of this report presents detailed trend and comparative data that supports the other sections of this report and can be found on pages 87 to 144 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. The District reports total net position of \$318.9 million at June 30, 2019.

When looking at net position itself, there are three classifications; *net investment in capital assets*, *restricted*, and *unrestricted*.

GRANITE SCHOOL DISTRICT Statement of Net Position (in millions of dollars)			
	Governmental Activities		
	2019	2018	Change 2019-18
Current and other assets	\$ 652.3	\$ 572.2	\$ 80.1
Capital assets	480.1	479.7	0.4
Total assets	1,132.4	1,051.9	80.5
Deferred outflows of resources	129.5	122.3	7.2
Other liabilities	72.2	65.8	6.4
Long-term liabilities	620.0	499.5	120.5
Total liabilities	692.2	565.3	126.9
Deferred inflows of resources	250.8	327.2	(76.4)
Net position:			
Net investment in capital assets	321.8	301.2	20.6
Restricted	39.2	33.1	6.1
Unrestricted	(42.1)	(52.7)	10.6
Total net position	\$ 318.9	\$ 281.6	\$ 37.3

As is typical of a school district, at the end of the current fiscal year, the largest portion of the District's net position is classified as *net investment in capital assets*. The \$288.6 million (90.5% of total net position) reflects the District's investment in capital assets (primarily land and buildings but also includes equipment, and vehicles) net of accumulated depreciation, less any related outstanding debt that was used to acquire those assets. The District uses these capital assets to provide educational services to students. Although the District's investment in capital assets is reported net of related debt, it should be noted that the resources used to repay this debt must be provided from other sources, since capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the District's net position (\$72.4 million, or 22.7%) is classified as *restricted* and represents resources that are subject to external restrictions on how they may be used.

The District's *unrestricted net position* is in a deficit position of (\$42.1) million as of June 30, 2019. As explained earlier, deficit net position is an indication that obligations of the District exceed resources to meet those obligations, meaning that future resources will be required to meet those obligations. This unrestricted net position deficit is the direct result of

recognizing the District's proportionate share of underfunded state pension obligations. The amounts contributed to the state pension plans have been adjusted upward until the funded status of the state pension plans become fully funded.

As of the end of the current fiscal year, the District experienced the following changes to other sections on the *Statement of Net Position*:

- Cash and investments, part of *current and other assets*, increased \$49.2 million. This increase is primarily attributable to bond proceeds of \$51.7 million received during the year. The majority of these proceeds have not been spent.
- Property taxes receivable, part of *current and other assets*, increased \$19.4 million and an offsetting deferred inflow related to property taxes levied for future years, part of *deferred inflows of resources*, increased \$19.0 million. Both increases are directly attributable to an increase in the amount of property taxes assessed on January 1, 2019 for the upcoming 2019-20 fiscal year compared to those assessed on January 1, 2018 for the then upcoming 2018-19 fiscal year. This increase in taxes assessed is the result of an increase of \$2.3 billion in taxable value of property within the District.
- *Restricted cash and investments with fiscal agent*, part of *current and other assets*, decreased from \$48.9 to \$47.8 million. This decrease was the result of payments made on crossover refunded debt.
- Capital assets, reported net of accumulated depreciation, increased by \$0.4 million. This change is primarily attributable to a \$30.2 million increase in land, construction in progress, and buildings and improvements (mostly related to school rebuilds and remodels) and a decrease related to asset depreciation of \$30.5 million.
- Deferred outflows related to pensions increased \$7.9 million as a result of an increase in the District's share of the deferred outflows of resources related to pensions reported by Utah Retirement Systems (URS). This increase is primarily attributable to changes in the net difference between projected and actual earnings on pension plan investments, as URS experienced a -0.22% rate of return in 2018 compared to the investment return assumption of 6.95%.

- Long-term liabilities were \$620.0 million (which was 89.6% of all liabilities), representing a large net increase of \$120.5 million. The main driver of this large change is an increase of \$117.3 million in the net pension liability relating to the state retirement plans. As discussed above, this large increase is the result of the negative rate of return experienced by URS in 2018. Bonds payable held steady with payments made of \$51.1 million and new bonds of \$51.7 million issued. Other increases include \$1.1 million to liabilities related to workers compensation and unemployment claims and \$1.5 million related to employee benefit and District retirement obligations.
- Deferred inflows related to pensions decreased by \$95.4 million as a result of a decrease in the District's share of the deferred inflows of resources related to pensions reported by Utah Retirement Systems. As discussed above, this large decrease is primarily attributable to changes in the net difference between projected and actual earnings on pension plan investments.

Governmental Activities

The \$37.3 million increase in net position can also be analyzed from an operational standpoint. The following list highlights some of the key changes in revenues and expenses during the year compared to the prior year:

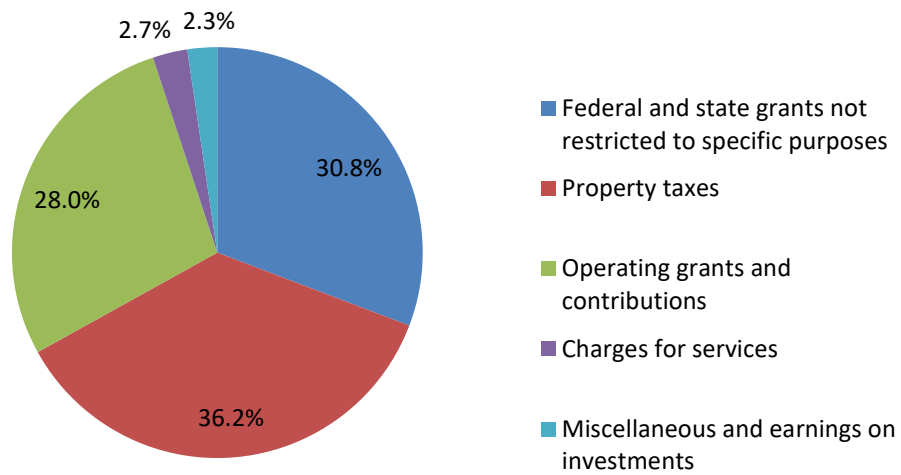
- Operating grants and contributions grants and contributions restricted to specific programs increased by \$10.9 million over the previous year. This increase was primarily attributable to an increase in the restricted portion of state funding for the minimum school program.
- Property tax revenue increased by \$52.9 million from the prior year. This increase was primarily the result of an increase in the overall property tax levy (from 0.006654 to .007725) per \$1 of taxable value resulting in an additional \$226 of property tax revenue on a typical \$300,000 home value. This increase in the overall levy occurred in the debt service levy.
- Federal and state grants not restricted to specific programs increased by \$1.9 million

GRANITE SCHOOL DISTRICT Changes in Net Position (in millions of dollars)			
	Governmental Activities		
	2019	2018	Change 2019-18
Revenues:			
Program revenues:			
Charges for services	\$ 18.6	\$ 18.6	\$ -
Operating grants and contributions	189.3	178.4	10.9
General revenues:			
Property taxes	245.1	192.2	52.9
Federal and state grants not restricted to specific purposes	208.6	206.7	1.9
Earnings on investments	10.1	5.2	4.9
Miscellaneous	5.7	8.1	(2.4)
Total revenues	677.4	609.2	68.2
Expenses:			
Instructional services	372.7	348.2	24.5
Supporting services:			
Students	41.4	35.5	5.9
Instructional staff	34.6	28.7	5.9
District administration	5.1	4.2	0.9
School administration	40.2	35.1	5.1
Central	16.2	15.3	0.9
Operation and maintenance of facilities	65.5	61.6	3.9
Transportation	13.1	11.9	1.2
School lunch services	31.6	31.8	(0.2)
Community services	2.0	1.5	0.5
Contributions to other governments	8.4	8.2	0.2
Interest on long-term liabilities	9.3	7.6	1.7
Total expenses	640.1	589.6	50.5
Change in net position	37.3	19.6	17.7
Net position - beginning	281.6	262.0	19.6
Net position - ending	\$ 318.9	\$ 281.6	\$ 37.3

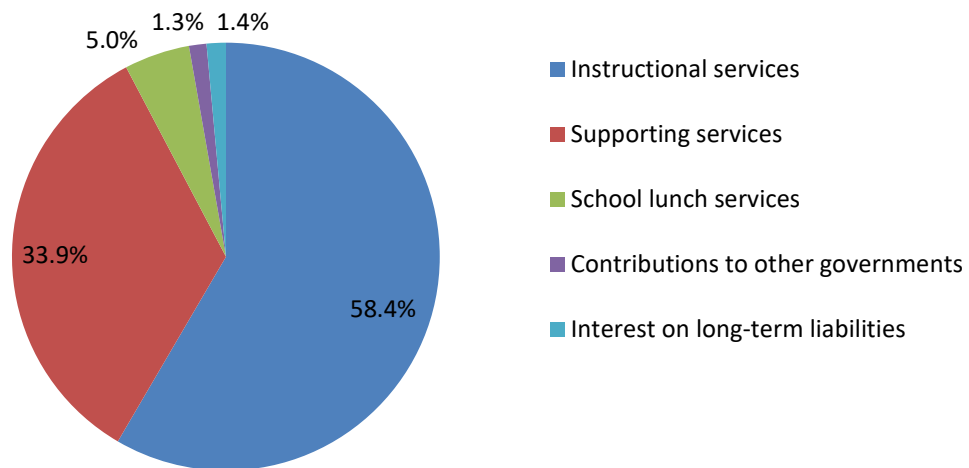
over the previous year. This increase was primarily attributable to an increase in the unrestricted portion of state funding for the minimum school program as well as the state-supported property tax guarantee programs for the voted and board local levies.

- Earnings on investments increased by \$4.9 million over the previous year. This increase is due to a dramatic increase in the rate of return of the state investment pool. The rate of return increased to 3.00% in the first quarter of 2019 compared to 2.03% in the first quarter of 2018.
- Overall expenses increased by \$50.5 million over the previous year. \$28.5 million of this change is attributable to increases in expenses for the State retirement pension plan and District early retirement benefit and an additional \$20.3 million of this change is attributable to increases in salary and benefit costs.

Revenues by Source - Governmental Activities Year Ended June 30, 2019



Expenses by Function - Governmental Activities Year Ended June 30, 2019



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

As previously discussed, the focus of the District's governmental funds is to provide information on near-term inflows, outflows, and fund balances. Such information is useful in assessing the District's financing requirements.

Fund Balances

Governmental funds report the differences between their assets, liabilities, and deferred outflows/inflows of resources as fund balance, which is divided into nonspendable, restricted, and unrestricted portions. *Nonspendable* includes inventories and prepaid items 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. Restrictions include tax revenues levied for specific purposes. The unrestricted fund balance is, in turn, subdivided between committed, assigned, and unassigned portions. *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 of 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.

At June 30, 2019, the District's combined governmental fund balances increased by a net \$52.5 million during the year ended June 30, 2019 to \$301.3 million (\$11.0 million in *nonspendable*, \$134.1 million in *restricted*, \$88.9 million in *committed*, \$58.0 million in *assigned*, and \$9.3 million in *unassigned* fund balances). The primary factors for the increase are:

- Property tax revenue increased by \$52.1 million as the result of an increase in the overall property tax levy (from 0.006654 to .007725) per \$1 of

taxable value resulting in an additional \$322 of property tax revenue on a typical \$300,000 home value. This increase in the overall levy occurred in the debt service levy as a result of the bond election held in November, 2017.

- State funding increased by \$11.5 million due to increases in funding for the minimum school program, including the state guarantees on the voted and board local levies.
- In the *General Fund*, increased property tax revenues and the increase in state funding mentioned above resulted in a 13.8% increase of \$18.1 million in fund balance.
- Proceeds from the issuance of bonds were \$50.0 million with associated premiums of \$1.7 million. These bonds were issued to rebuild and revitalize schools under the voter authorization received in November, 2017. This issuance is reflected in the *Capital Projects Fund*, resulting in a 92.6% increase of \$30.9 million in fund balance.
- In the Debt Service Fund, increased property tax revenues were mostly offset by increased principal and interest payments on bonds. Overall, fund balance in the *Debt Service Fund* increased by 5.2% or \$2.6 million.
- Offsetting the increases in revenue is a \$72.3 million increase in expenditures. This increase is primarily attributable to increases of \$11.8 million in capital outlay expenditures related to the ongoing long-term capital plan, \$41.1 million in debt service expenditures related to a \$39.4 million payment made on the Series 2018 bonds, and \$20.2 million in general fund expenditures mostly related to salary and benefit costs.

Proprietary Funds

The District's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. Total net position in the proprietary funds increased by \$4.3 million during the year ended June 30, 2019 to \$16.9 million. Insurance premiums charged to the other funds increased by \$2.3 million, while operating expenses related to medical and prescription claims and workers compensation claims increased by \$3.6 million and \$1.3 million, respectively.

General Fund Budgetary Highlights

The Board revised the 2019 budget during the year. Budget amendments reflected changes in programs and related funding.

Final budgeted revenues were \$5.4 million or 1.0% higher than original estimates. The change was primarily attributable to an increase in the projected amount of property taxes and federal revenue.

The difference between the original budget and the final amended budget for total expenditures was a decrease of \$17.2 million or 3.1% of total original estimated expenditures. This difference is primarily due to a \$9.5 million decrease in actual spending for restricted state programs in 2018-19 along with lower than expected salary and benefit costs resulting from higher than expected retirement rates among teachers.

Actual expenditures were \$11.3 million less than the final amended budget. The decrease is due primarily to a \$7.1 million decrease caused by federal program funding that was available but not spent as of June 30, 2019.

The District did not overspend its legal spending authority for the year ended June 30, 2019.

Capital Assets and Debt Administration

Capital Assets

The District's investment in capital assets for its governmental activities as of June 30, 2019, amounts to \$480.1 million, net of accumulated depreciation. This investment in capital assets includes land, land improvements, buildings and improvements, furniture and equipment, and vehicles. The total increase in capital assets for the current fiscal year was \$0.4 million. Additional information on the District's capital assets can be found in Note 6 to the basic financial statements.

The *Capital Projects Fund* accounts for the costs incurred for acquiring and improving sites, constructing and remodeling facilities, and procuring vehicles and

GRANITE SCHOOL DISTRICT Capital Assets (net of accumulated depreciation, in millions of dollars)			
	2019	2018	Change 2019-18
Land	\$ 52.9	\$ 50.2	\$ 2.7
Construction in progress	24.8	5.9	18.9
Buildings and improvements	372.4	391.9	(19.5)
Land improvements	12.7	14.7	(2.0)
Vehicles	8.1	7.6	0.5
Furniture and equipment	9.2	9.4	(0.2)
Total net position	<u>\$ 480.1</u>	<u>\$ 479.7</u>	<u>\$ 0.4</u>

equipment necessary for providing educational programs for all students within the District. At June 30, 2019, the District had many new long-term construction projects carried as construction in progress, along with projects carried over from the prior year. The largest of these ongoing projects are \$14.6 million for an addition and remodel at Hunter High School, \$5.4 million for a remodel at Driggs Elementary, \$4.5 million related to architecture and engineering for Cyprus High's rebuild, and \$3.4 million for a remodel at Rosecrest Elementary. Projects completed during the year include a \$1.1 million HVAC upgrade at Kearns High and \$3.4 million worth of security system upgrades at 11 different elementary schools.

Debt Administration

On November 27, 2018, the District issued \$50.0 million in general obligation bonds authorized by voters in November 2017. Additional information on this bond issuance and the remaining bond authorization can be found in Note 13 to the basic financial statements.

The District had \$249.5 million in outstanding general obligation bonds, net of unamortized bond premiums at the end of the fiscal year. In late 2019, an additional \$100.0 million in bonds were issued. See discussion of this issuance below. The general obligation bonded debt is limited by Utah law to 4% of the fair market value of the total taxable property. The unused legal debt capacity was \$1,503.3 million at December 31, 2018. Additional information on the District's outstanding obligations can be found in Note 13 to the basic financial statements.

Conditions with Expected Future Impact

Long-term Capital Plan

On November 7, 2017, voters in the District authorized the issuance of \$238.0 million in general obligation bonds as a major component of the District's long-term capital plan. As mentioned above, the first \$50.0 million of this authorization was issued on November 27, 2018 and an additional \$100.0 million was issued in the fourth quarter of 2019. The remaining bonds will be issued in the coming years. Additional information on the bond authorization and issuance can be found in Notes 13 and 14 to the basic financial statements.

All told, the long-term capital plan is to rebuild 13 schools and renovate 17 more. More information on the planned construction projects is available at gsdfuture.org.

Requests for Information

This financial report is designed to provide our citizens, taxpayers, students and all other interested parties with a general overview of the District's finances and to show accountability for tax dollars and funding from other governments. If you have questions about this report or need additional financial information, contact the Business Administrator, Granite School District, 2500 South State Street, Salt Lake City, UT 84115-3110.



Government-wide Financial Statements

GRANITE SCHOOL DISTRICT**Statement of Net Position**

June 30, 2019

	Governmental Activities
Assets:	
Cash and investments	\$ 313,960,995
Receivables:	
Property taxes	244,357,249
Local	3,183,367
State	3,907,066
Federal	27,986,867
Prepaid items	5,627,042
Inventories	5,422,868
Restricted cash and investments with fiscal agent	47,823,124
Capital assets:	
Land, construction in progress, and water stock	77,692,005
Other capital assets, net of accumulated depreciation	402,417,994
Total assets	1,132,378,577
Deferred outflows of resources:	
Related to state retirement pension plans	123,651,909
Related to district retirement pension plan	616,544
Related to long-term disability OPEB plan	478,411
Bond refunding costs, net of accumulated amortization	4,787,376
Total deferred outflows of resources	129,534,240
Liabilities:	
Accounts and contracts payable	10,800,641
Accrued interest	822,080
Accrued salaries and related benefits	48,080,559
Unearned revenue:	
Local	2,093,564
State	9,386,154
Federal	977,356
Long-term liabilities:	
Portion due or payable within one year	36,939,664
Portion due or payable after one year	583,076,403
Total liabilities	692,176,421
Deferred inflows of resources:	
Related to state retirement pension plans	6,853,642
Related to district retirement pension plan	432,094
Related to long-term disability OPEB plan	707,879
Property taxes levied for future year	242,850,049
Total deferred inflows of resources	250,843,664
Net position:	
Net investment in capital assets	321,838,814
Restricted for:	
Capital projects	25,968,427
Debt service	4,759,623
Schools and scholarships	794,367
School lunch	7,680,925
Unrestricted	(42,149,424)
Total net position	\$ 318,892,732

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

GRANITE SCHOOL DISTRICT

Statement of Activities

Year Ended June 30, 2019

Activities or Functions	Expenses	Program Revenues		Net (Expense)
		Charges for Services	Operating Grants and Contributions	Revenue and Changes in Net Position
				Total Governmental Activities
Governmental activities:				
Instructional services	\$ 372,732,101	\$ 12,152,375	\$ 110,894,805	\$ (249,684,921)
Supporting services:				
Students	41,447,698	-	21,771,561	(19,676,137)
Instructional staff	34,598,339	-	13,858,072	(20,740,267)
District administration	5,133,263	-	170,386	(4,962,877)
School administration	40,263,205	-	3,142,678	(37,120,527)
Central	16,156,481	-	18,932	(16,137,549)
Operation and maintenance of facilities	65,454,894	1,860,122	492,227	(63,102,545)
Transportation	13,077,960	488,270	9,939,191	(2,650,499)
School lunch services	31,567,801	4,078,642	26,550,007	(939,152)
Community services	2,045,143	-	2,480,065	434,922
Intergovernmental	8,359,646	-	-	(8,359,646)
Interest on long-term liabilities	9,242,260	-	-	(9,242,260)
Total school district	\$ 640,078,791	\$ 18,579,409	\$ 189,317,924	(432,181,458)
General revenues:				
Property taxes levied for:				
Basic state supported program (set by state legislature)				51,045,880
Voted local				36,093,666
Board local				69,123,353
Capital outlay				20,467,376
Debt service				59,962,058
Redevelopment agencies				5,439,731
Charter schools				2,919,915
Total property taxes				245,051,979
Federal and state grants not restricted to specific programs				208,580,302
Earnings on investments				10,108,312
Miscellaneous				5,695,571
Total general revenues				469,436,164
Change in net position				37,254,706
Net position - beginning				281,638,026
Net position - ending				\$ 318,892,732

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

Fund Financial Statements

GRANITE SCHOOL DISTRICT
Balance Sheet – Governmental Funds
June 30, 2019

	Major Funds			Other	Total
	General	Capital Projects	Debt Service	Governmental Funds	Governmental Funds
Assets:					
Cash and investments	\$ 171,906,263	\$ 72,775,279	\$ 5,017,347	\$ 30,829,791	\$ 280,528,680
Receivables:					
Property taxes	150,018,180	19,525,010	59,890,978	14,923,081	244,357,249
Local	2,693,951	205,409	104,843	120,344	3,124,547
State	2,426,730	-	-	1,480,336	3,907,066
Federal	27,653,587	-	-	266,392	27,919,979
Inventories	3,840,906	-	-	1,561,277	5,402,183
Prepaid items	5,250,906	374,366	-	1,770	5,627,042
Restricted cash and investments with fiscal agent	-	-	47,823,124	-	47,823,124
Due from other funds	-	-	-	2,129,325	2,129,325
Total assets	\$ 363,790,523	\$ 92,880,064	\$ 112,836,292	\$ 51,312,316	\$ 620,819,195
Liabilities:					
Accounts and contracts payable	\$ 1,979,421	\$ 8,645,423	\$ -	\$ 136,379	\$ 10,761,223
Accrued salaries and related benefits	47,371,414	1,508	-	707,637	48,080,559
Unearned revenue:					
Local	1,891,713	201,851	-	-	2,093,564
State	9,386,154	-	-	-	9,386,154
Federal	977,356	-	-	-	977,356
Due to other funds	2,312,195	-	-	-	2,312,195
Total liabilities	63,918,253	8,848,782	-	844,016	73,611,051
Deferred inflows of resources:					
Property taxes levied for future year	149,155,872	19,412,780	59,546,724	14,734,673	242,850,049
Unavailable property tax revenue	1,907,210	248,225	761,405	188,408	3,105,248
Total deferred inflows of resources	151,063,082	19,661,005	60,308,129	14,923,081	245,955,297
Fund balances:					
Nonspendable:					
Inventories	3,840,906	-	-	1,561,277	5,402,183
Prepaid items	5,250,906	374,366	-	1,770	5,627,042
Restricted for:					
Capital projects	-	63,995,911	-	-	63,995,911
Debt service	-	-	52,528,163	-	52,528,163
Schools and scholarships	-	-	-	793,692	793,692
School lunch	-	-	-	16,801,416	16,801,416
Committed to:					
Economic stabilization	28,661,854	-	-	-	28,661,854
Employee benefits	43,490,209	-	-	-	43,490,209
Contractual obligations	275,998	-	-	-	275,998
District activity programs	-	-	-	13,870,106	13,870,106
Foundation	-	-	-	2,516,958	2,516,958
Assigned to:					
Self insurance	17,078,817	-	-	-	17,078,817
Employee compensation	6,712,000	-	-	-	6,712,000
Employee benefits	11,736,593	-	-	-	11,736,593
Planned projects	17,005,597	-	-	-	17,005,597
Textbooks	5,491,198	-	-	-	5,491,198
Unassigned	9,265,110	-	-	-	9,265,110
Total fund balances	148,809,188	64,370,277	52,528,163	35,545,219	301,252,847
Total liabilities, deferred inflows of resources, and fund balances	\$ 363,790,523	\$ 92,880,064	\$ 112,836,292	\$ 51,312,316	\$ 620,819,195

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

GRANITE SCHOOL DISTRICT

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

June 30, 2019

Total fund balances for governmental funds \$ 301,252,847

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

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

Land	\$ 52,848,805	
Construction in progress	24,809,979	
Water stock	33,221	
Buildings and improvements, net of \$429,232,651 accumulated depreciation	372,421,724	
Land improvements, net of \$33,816,938 accumulated depreciation	12,679,450	
Vehicles, net of \$20,966,692 accumulated depreciation	8,111,121	
Furniture and equipment, net of \$35,226,421 accumulated depreciation	9,136,576	480,040,876

Some of the District's receivables will be collected after year-end, but are not available soon enough to pay for the current period's expenditures, and therefore are reported as deferred inflows of resources in the funds:

Unavailable property tax revenue	3,105,248	
Unavailable interest subsidies on Build America Bonds	66,888	3,172,136

Internal service funds are used by the District to charge the costs of printing and risk management (medical, industrial, and unemployment compensation insurance) services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position. Internal service fund net position balances at year-end are:

16,937,285

Long-term liabilities applicable to the District's governmental funds are not due and payable in the current period and therefore are not reported in the funds. All long-term liabilities, both current and long-term portions, are reported in the statement of net position. These and related balances at year-end are:

Bonds payable	(234,680,000)	
Unamortized bond premiums	(14,829,887)	
Accrued interest	(822,080)	
Deferred outflows of resources—bond refunding costs	4,787,376	
Net pension liability and related deferred inflows and outflows—state retirement pension plans	(193,430,679)	
Total pension liability and related deferred inflows and outflows—district retirement pension plan	(15,267,524)	
Total OPEB liability and related deferred inflows and outflows—long-term disability OPEB plan	(2,025,884)	
Compensated absences payable	(4,723,180)	
Early retirement liability	(21,518,554)	(482,510,412)

Total net position of governmental activities \$ 318,892,732

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

GRANITE SCHOOL DISTRICT**Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds**

Year Ended June 30, 2019

	Major Funds			Other	Total
	General	Capital Projects	Debt Service	Governmental Funds	Governmental Funds
Revenues:					
Property taxes	\$ 155,900,540	\$ 20,419,924	\$ 59,822,894	\$ 8,359,646	\$ 244,503,004
Earnings on investments	4,624,178	1,339,406	2,695,138	1,003,428	9,662,150
Other local	8,323,425	497,274	-	17,863,468	26,684,167
State	325,255,870	59,876	-	5,197,989	330,513,735
Federal	45,196,348	839,168	-	21,352,018	67,387,534
Total revenues	539,300,361	23,155,648	62,518,032	53,776,549	678,750,590
Expenditures:					
Current:					
Instructional services	322,311,986	1,478,359	-	10,888,980	334,679,325
Supporting services:					
Students	40,056,602	35,784	-	100,021	40,192,407
Instructional staff	33,386,361	195,235	-	307,613	33,889,209
District administration	4,790,448	14,044	-	-	4,804,492
School administration	37,085,152	387,302	-	928,165	38,400,619
Central	11,659,378	3,698,469	-	-	15,357,847
Operation and maintenance of facilities	59,500,004	1,350,226	-	259,253	61,109,483
Transportation	10,676,487	1,214,699	-	140,844	12,032,030
School lunch services	-	-	-	31,279,998	31,279,998
Community services	-	-	-	2,137,183	2,137,183
Contributions to other governments	-	-	-	8,359,646	8,359,646
Debt service:					
Principal	-	-	49,615,000	-	49,615,000
Interest	-	-	10,325,804	-	10,325,804
Bond issuance costs	-	218,652	-	-	218,652
Paying agent fees	-	-	4,000	-	4,000
Capital outlay	-	40,462,710	-	-	40,462,710
Total expenditures	519,466,418	49,055,480	59,944,804	54,401,703	682,868,405
Excess (deficiency) of revenues over (under) expenditures	19,833,943	(25,899,832)	2,573,228	(625,154)	(4,117,815)
Other financing sources (uses):					
Proceeds from sale of capital assets	-	4,163,902	-	-	4,163,902
Bonds issued	-	50,000,000	-	-	50,000,000
Premiums on bonds issued	-	1,684,505	-	-	1,684,505
Transfers in	1,016,305	1,000,000	-	1,519,348	3,535,653
Transfers (out)	(2,786,027)	-	-	-	(2,786,027)
Total other financing sources (uses)	(1,769,722)	56,848,407	-	1,519,348	56,598,033
Net change in fund balances	18,064,221	30,948,575	2,573,228	894,194	52,480,218
Fund balances - beginning	130,744,967	33,421,702	49,954,935	34,651,025	248,772,629
Fund balances - ending	\$ 148,809,188	\$ 64,370,277	\$ 52,528,163	\$ 35,545,219	\$ 301,252,847

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

GRANITE SCHOOL DISTRICT

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

Year Ended June 30, 2019

Net change in fund balances for total governmental funds **\$ 52,480,218**

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 with an initial, individual cost of more than \$5,000 for vehicles and equipment and \$100,000 for buildings and improvements and land improvements are allocated over their estimated useful lives and reported as depreciation expense. The changes in capital assets and related accounts are:

Outlays for purchase of capital assets	\$ 35,433,455	
Loss on sale of capital assets	(576,671)	
Proceeds from sale of capital assets	(4,163,902)	
Depreciation expense	<u>(34,245,284)</u>	(3,552,402)

Some of the District's revenues will be collected after year-end, but are not available soon enough to pay for the current period's expenditures, and therefore are reported as deferred inflows of resources in the funds. The changes in unavailable revenue are:

Property tax revenue	548,975
Interest subsidy on Build America Bonds	(3,043)

The governmental funds report bond principal payments as expenditures, whereas these amounts are reductions in the bond liability in the statement of activities. The net changes in bond-related long-term liability and related accounts are:

Bond principal payments	49,615,000	
Proceeds from bonds and bond premiums	(51,684,505)	
Amortization of bond premiums expense	1,489,479	
Interest expense	<u>(401,935)</u>	(981,961)

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.

State retirement pension plans expense	(14,135,449)	
District retirement pension plan expense	(36,562)	
Long-term disability OPEB plan expense	263,543	
Compensated absences expense	(134,980)	
Early retirement benefit expense	<u>(1,458,172)</u>	(15,501,620)

Internal service funds are used by the District to charge the costs of printing and risk management (medical, industrial, and unemployment compensation insurance) services to individual funds. The internal service fund change in net position is reported with governmental activities.

4,264,539

Change in net position of governmental activities **\$ 37,254,706**

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

GRANITE SCHOOL DISTRICT**Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual****General Fund**

Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
Revenues:				
Property taxes	\$ 149,211,148	\$ 158,226,076	\$ 155,900,540	\$ (2,325,536)
Earnings on investments	2,800,000	4,886,829	4,624,178	(262,651)
Other local	10,616,323	9,197,259	8,323,425	(873,834)
State	337,268,586	325,862,329	325,255,870	(606,459)
Federal	45,110,826	52,265,331	45,196,348	(7,068,983)
Total revenues	545,006,883	550,437,824	539,300,361	(11,137,463)
Expenditures:				
Current:				
Instructional services	347,738,705	330,068,403	322,311,986	7,756,417
Supporting services:				
Students	39,832,513	41,362,225	40,056,602	1,305,623
Instructional staff	31,894,060	34,535,699	33,386,361	1,149,338
District administration	5,053,775	4,904,984	4,790,448	114,536
School administration	37,655,322	37,038,981	37,085,152	(46,171)
Central	12,497,324	12,253,961	11,659,378	594,583
Operation and maintenance of facilities	62,614,500	60,031,882	59,500,004	531,878
Transportation	10,738,722	10,589,984	10,676,487	(86,503)
Total expenditures	548,024,921	530,786,119	519,466,418	11,319,701
Excess (deficiency) of revenues over (under) expenditures	(3,018,038)	19,651,705	19,833,943	182,238
Other financing sources (uses):				
Transfers in	2,545,604	2,613,565	1,016,305	(1,597,260)
Transfers (out)	(2,097,873)	(2,105,707)	(2,786,027)	(680,320)
Total other financing sources (uses)	447,731	507,858	(1,769,722)	(2,277,580)
Net change in fund balances	(2,570,307)	20,159,563	18,064,221	(2,095,342)
Fund balances - beginning	128,147,281	130,744,967	130,744,967	-
Fund balances - ending	\$ 125,576,974	\$ 150,904,530	\$ 148,809,188	\$ (2,095,342)

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

GRANITE SCHOOL DISTRICT
Statement of Fund Net Position – Proprietary Funds
June 30, 2019

	Governmental Activities - Internal Service Funds
Assets:	
Current assets:	
Cash and investments	\$ 33,432,315
Accounts receivable - local	58,820
Inventories	20,685
Due from other funds	182,870
Total current assets	33,694,690
Noncurrent assets:	
Capital assets:	
Equipment	729,407
Accumulated depreciation	(660,284)
Total noncurrent assets	69,123
Total assets	33,763,813
Deferred outflows of resources:	
Related to state retirement pension plans	193,150
Related to district retirement pension plan	1,130
Related to long-term disability OPEB plan	877
Total deferred outflows of resources	195,157
Liabilities:	
Current liabilities:	
Accounts payable	39,418
Health and accident claims payable	14,150,058
Dental claims payable	360,539
Workers compensation claims payable	1,819,561
Unemployment claims payable	43,532
Total current liabilities	16,413,108
Noncurrent liabilities:	
Workers compensation payable	37,134
Net pension liability-state retirement pension plans	489,371
Total pension liability-district retirement pension plan	28,392
Total OPEB liability-long-term disability OPEB plan	3,302
Early retirement liability	39,541
Total noncurrent liabilities	597,740
Total liabilities	17,010,848
Deferred inflows of resources:	
Related to state retirement pension plans	8,746
Related to district retirement pension plan	792
Related to long-term disability OPEB plan	1,299
Total deferred inflows of resources	10,837
Net position:	
Investment in capital assets	69,123
Unrestricted	16,868,162
Total net position	\$ 16,937,285

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

GRANITE SCHOOL DISTRICT**Statement of Revenues, Expenses, and Changes in Fund Net Position – Proprietary Funds**

Year Ended June 30, 2019

	Governmental Activities - Internal Service Funds
Operating revenues:	
Charges for services	\$ 73,728,011
Operating expenses:	
Salaries	478,097
Employee benefits	243,864
Medical and prescription claims	59,971,181
Dental claims	1,284,221
Medical administrative fees	2,542,555
Affordable Care Act fees	28,330
Medical reinsurance premiums	1,401,154
Workers compensation claims	2,435,248
Unemployment claims	95,117
Purchased services	471,774
Supplies and materials	133,841
Depreciation	74,626
Total operating expenses	69,160,008
Operating income	4,568,003
Nonoperating revenues:	
Earnings on investments	446,162
Income before transfers	5,014,165
Transfers:	
Transfers in	250,374
Transfers (out)	(1,000,000)
Change in net position	4,264,539
Net position - beginning	12,672,746
Net position - ending	\$ 16,937,285

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

GRANITE SCHOOL DISTRICT
Statement of Fund Cash Flows – Proprietary Funds
Year Ended June 30, 2019

	Governmental Activities - Internal Service Funds
Cash flows from operating activities:	
Receipts from interfund services provided	\$ 73,725,093
Payments of assessments from other funds	(108,784)
Payments to employees	(697,418)
Payments to suppliers for goods and services	(565,656)
Payments for medical fees and insurance claims	(66,444,410)
Net cash provided by operating activities	5,908,825
Cash flows from noncapital financing activities:	
Transfers in from other funds	250,374
Transfers (out) to other funds	(1,000,000)
Net cash (used) by noncapital financing activities	(749,626)
Cash flows from investing activities:	
Earnings on investments	446,162
Net change in cash and cash equivalents	5,605,361
Cash and cash equivalents - beginning	27,826,954
Cash and cash equivalents - ending*	\$ 33,432,315

* Displayed as cash and investments on the statement of fund net position - proprietary funds.

Reconciliation of operating income to net cash provided by operating activities:	
Operating income	\$ 4,568,003
Adjustments to reconcile operating income to net cash provided by operating activities:	
Non cash item - depreciation	74,626
(Increase) decrease in operating assets:	
Accounts receivable - local	(2,917)
Prepaid items	327
Inventories	8,223
Due from other funds	(108,784)
(Increase) in deferred outflows of resources	(10,446)
Increase (decrease) in operating liabilities:	
Accounts payable	31,409
Health and accident claims payable	225,621
Dental claims payable	3,770
Workers compensation payable	1,059,672
Unemployment claims payable	24,332
Net pension liability-state retirement pension plans	182,172
Total pension liability-district retirement pension plan	1,221
Total OPEB liability-long-term disability OPEB plan	(606)
Early retirement liability	3,992
Increase in deferred inflows of resources	(151,790)
Total adjustments	1,340,822
Net cash provided by operating activities	\$ 5,908,825

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

Notes to the Basic Financial Statements

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A) Reporting Entity

The District is a legally separate, fiscally independent government entity of the State of Utah with its own elected governing body. As required by GAAP, these financial statements present all the fund types of the District and a blended component unit for which the District is considered to be financially accountable. The blended component unit, although legally separate, is in substance, part of the District's operations. The District is not a component unit of any other government.

The Board of Education (the Board) is the governing authority for the District, and is comprised of seven members elected by the qualified voters who reside within the boundaries serviced by the District. Each member serves for four years and is elected from the precinct in which the member resides. The Board establishes District policies, approves the budget, appoints a superintendent with responsibilities for administering all educational activities of the District, and appoints a business administrator/treasurer with responsibilities for fiscal activities. In addition, the Board is authorized to issue bonds, incur short-term debt, and levy property taxes. All funds, including financial activity over which the Board has governance, are included in the financial statements.

Blended Component Unit. The Granite Education Foundation (the Foundation) is a legally separate nonprofit organization classified as tax-exempt under IRS regulations that raises funds and secures donations that exclusively benefit the District by providing additional funding for educational-related purposes within the District. The Foundation is governed by a board comprised of fourteen executive members. The Foundation's board appoints all members. Certain Foundation board members are employees or administrators of the District. Most of the Foundation's administrative costs are paid for by the District through an interfund transfer. The Foundation is presented as a nonmajor special revenue fund included in the other governmental funds of the District. The Foundation issues a publicly available financial report that can be obtained by writing Granite Education Foundation, 2500 S State Street, Salt Lake City, Utah 84115 or visiting the website: granitekids.org.

B) Government-Wide and Fund Financial Statements

Government-wide and fund financial statements are presented separately; however, they are interrelated. The statement of activities incorporates data from governmental funds and internal service funds. Separate financial statements are provided for the District's governmental funds and internal service funds.

The government-wide financial statements (i.e., the statement of net position and statement of changes in net position) report on all of the activities of the District and the Foundation. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule occur only when the elimination of such activity would distort the expenses and revenues reported by function. The statement of activities demonstrates the degree to which the direct expense of a given function is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include: 1) charges to students or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues. Restrictions imposed on a portion of the District's net position by binding laws and regulations of other entities are reported as restricted net position and are net of any related liabilities.

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

C) Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the *economic resources measurement* focus and the *accrual basis of accounting*, as are the proprietary fund financial statements. 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 revenue as soon as all eligibility requirements imposed by the provider have been met. All significant receivable balances at June 30, 2019 are expected to be collected.

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 in the current period. For this purpose, the District considers revenues as available if they are collected within 30 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, expenditures related to compensated absences, claims, early retirement, pension benefits, and early retirement healthcare benefits are recognized to the extent they have matured (when payment is due). General capital asset acquisitions are reported as expenditures in governmental funds.

Property taxes and interest associated with the current fiscal period are all considered to be susceptible to accrual because of legal and other requirements and so have been recognized as revenues of the current fiscal period. Revenue is recognized for expenditure-driven grants when the terms of the grant are met. Any prepayments for such grants are shown as unearned revenue. All other revenue items are considered to be measurable and available only when cash is received by the District.

The District reports the following major governmental funds:

- The *General Fund* is the District's primary operating fund. It accounts for all financial resources of the District, except those required to be accounted for in another fund.
- The *Capital Projects Fund* is a special revenue fund that 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 students within the District.
- The *Debt Service Fund* is a special revenue fund that accounts for the accumulation of resources used for the payment of general obligation bond principal and interest.

Additionally, the District reports the following fund types:

- The District has four non-major special revenue funds. 1) The *District Activity Programs Fund* accounts for the co-curricular and extra-curricular activities in schools and includes all student fee revenues that flow through the individual school checking accounts. 2) The *Pass-through Taxes Fund* accounts for both the incremental tax revenue authorized by the Community Development and Renewal Agencies Act and property tax revenue related to the charter school levy. 3) The *Granite Education Foundation Fund* accounts for donations received by the tax-exempt non-profit organization formed to exclusively benefit the District. 4) The *School Lunch Fund* accounts for the food service activities of the District, as required by state and federal law.

- The District has two internal service funds (proprietary funds). 1) The *Printing Services Fund* accounts for the revenues and expenses associated with providing printing services by the District's printing services department to schools and other departments of the District on a cost-reimbursement basis. 2) The *Employee Benefits Self-Insurance Fund* accounts for the costs of the District's self-insured plans for medical insurance, industrial insurance, and unemployment compensation. Annual premiums are charged to the other funds based on total projected expenses. Benefit payments and administrative fee payments are made to third-party administrators who approve and process all claims. Operating revenue in these two funds consists of direct charges for services provided. Operating expenses in these two funds consist of the cost of providing services, administrative expenses, and depreciation on capital assets. Nonoperating revenues are those not directly related to services provided.

D) Budget Policies and Procedures

Budgets are presented on the modified accrual basis of accounting for all governmental funds. Budgets are legally required and have been adopted for each governmental fund. Budgets are also adopted for the internal service funds; budgets for the internal service funds are presented on the accrual basis of accounting. Unencumbered annual appropriations lapse at fiscal year end with the exception of contractual obligations. The laws of the state govern budget policies. The District's budget procedures are in accordance with those laws and are summarized as follows:

- 1) Prior to June 1 each year, the District superintendent submits to the Board a proposed operating budget for the fiscal year commencing July 1. This budget includes proposed expenditures and the means of financing them. Included also is a final budget for the current year ending June 30.
- 2) Copies of the proposed budget are made available for public inspection for a period of at least 15 days.
- 3) A public hearing is held prior to June 30 in which the budget is legally adopted by resolution of the Board after obtaining taxpayer input.
- 4) Once adopted, the budget can be amended by subsequent Board action. The Board, upon recommendation of the Superintendent, can approve reductions in appropriations, but increased appropriations by fund require a public hearing prior to amending the budget. Management may make interim transfers from one appropriation to another within any given fund. All such interim transfers made by management are reviewed and approved by the Board.
- 5) Minor interim adjustments in estimated revenue, appropriations, and transfers during the fiscal year have been included in the fiscal budget approved by the Board, as presented in the financial statements.
- 6) Expenditures may not legally exceed budgeted appropriations at the fund level. Because of this, the budget of the District is usually amended once each year, when the Board also takes action on the new fiscal year budget.

E) Deposits and Investments

The District's investments in the Utah Public Treasurers' Investment Fund or PTIF (an external investment pool) are valued at fair value (based on the corresponding liability to pool participants). The reported value of the pool is the same as the value of the pool shares. Under the District's investment policy, all temporary cash surpluses are invested, either directly or through a "sweep account". Interest earned on District investments is prorated to individual funds at the end of each month on the basis of their average daily cash balances during the month when interest was earned. Because participating funds use the PTIF as if it were a demand deposit account, the internal service fund equity in pooled investments is considered a cash equivalent for cash flow reporting purposes. See Note 2 for further information regarding cash and investments.

F) Inventories

Inventories consist of various school supplies, custodial and maintenance supplies, house projects constructed by students, and various food items. Inventories are valued at cost or, if donated, at acquisition value when received,

using the average cost method. Inventories of governmental funds are recorded as expenditures when consumed. Accordingly, a portion of fund balance is reported as nonspendable in each fund equal to the carrying value of inventory in that fund. Donated food commodities are reported in the governmental funds as revenue when received.

G) Prepaid Items

Prepaid items are accounted for in the government-wide and fund financial statements and consist of textbooks and various school supplies that will be utilized in future periods and reported as expenses/expenditures when consumed.

H) Capital Assets

Capital assets include both depreciable and nondepreciable assets and are reported in the government-wide financial statements and the internal service funds. Nondepreciable assets include land, water stock, and current construction in progress. Depreciable assets include buildings and improvements, certain land improvements, vehicles, and equipment. The District defines capital assets as assets with an initial, individual cost of more than \$5,000 for land, vehicles, and equipment and \$100,000 for buildings and improvements and land improvements. Such assets are recorded at historical cost. Donated capital assets are recorded at estimated acquisition value at the date of donation. The cost of normal maintenance or repairs that do not add to the value of the asset or materially extend asset lives is not capitalized.

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

Capital Assets	Years
Buildings	40
Building and improvements	10
Buses and vehicles	10
Playground equipment and furniture	10
Computer equipment	5

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

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

Fund balance classifications are summarized as follows:

Nonspendable. This category includes fund balance amounts that cannot be spent because they are either: 1) not in spendable form, or 2) legally or contractually required to be maintained intact. Fund balance amounts related to inventories and prepaid items 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: 1) imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or 2) imposed by law through constitutional provisions or enabling legislation. Restricted fund balance amounts included the following:

- 1) Unspent tax revenues levied for specific purposes, such as capital projects and debt service.
- 2) Donations held in the *Granite Education Foundation Fund*.
- 3) Remaining fund balances in the *School Lunch Fund*.

The District itself can establish limitations on the use of spendable, unrestricted resources through either a commitment (committed fund balance) or an assignment (assigned fund balance) as follows:

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

- 1) Economic stabilization. As defined by Utah law, an "undistributed reserve" up to five percent of the *General Fund* budgeted expenditures may be maintained by the District. The commitment is not to be used "in the negotiation or settlement of contract salaries for school district employees." The reserve requires a written resolution adopted by a majority vote of the Board of Education which is filed with the Utah State Board of Education and the Utah State Auditor. These resources may be used to cover potential state budget cuts, disasters, immediate capital needs, and other significant events that are circumstances or conditions that signal the need for stabilization.
- 2) Employee benefit obligations include early retirement, District retirement, and other postemployment benefits (OPEB) obligations and unpaid compensated absences.
- 3) Contractual obligations made by the District before June 30, 2019 that will be completed after that date.

The District's Board of Education has also committed resources in other governmental funds to District activity programs and the Foundation.

Assigned. This category includes *General Fund* balance amounts that the District intends to use for a specific purpose but they are neither restricted nor committed. The authority to assign fund balance is given to the Superintendent as the budget officer of the District (*Utah Code 53A-19-101*) and the Business Administrator per Board Policy (*Fiscal Policy Manual 1.C.3.*). The District has assigned *General Fund* resources that are to be used for self insurance, employee compensation, employee benefits, planned projects, and textbooks.

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

J) Net Position/Fund Balance Flow Assumptions

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

K) Compensated Absences

Full-time, twelve-month employees earn varying amounts of vacation and sick leave according to salary classification and years of employment. Vacation leave accrues at between 10 to 20 days per year. The unused balance carries forward up to a maximum of one and one half times the annual vacation accrual. Accrued unused vacation days are paid in full at termination or retirement at the then current pay rate. Sick leave accrues at up to 13.2 sick days per year with no maximum imposed on the unused sick leave balance. Only classified and secretarial employees are paid for accrued unused sick days. Classified employees are paid 30% of the balance of their unused sick days at

the then current pay rate only upon retirement. Secretaries, having a minimum of five full consecutive years of service, are entitled to a payment of 30% of the balance of their unused sick days at the then current pay rate either upon retirement or termination. All other employees are not paid for unused sick days.

Compensated absence obligations plus related payroll taxes are accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in the governmental funds only if matured, for example, as a result of employee resignations and retirements. The District has committed resources in the *General Fund* to meet this obligation. Compensated absences are typically liquidated by the *General Fund*.

L) Pensions, District Retirement, and Other Postemployment Benefit (OPEB) Plans

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 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.

For purposes of measuring the total district retirement liability (asset), deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, the District recognizes benefit payments when due and payable in accordance with benefit terms. The total district retirement liability is an actuarially determined amount.

For purposes of measuring the total OPEB liability (asset), deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, the District recognizes benefit payments when due and payable in accordance with benefit terms. The total OPEB liability is an actuarially determined amount.

M) Deferred Outflows of Resources

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

N) 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.

O) Statement of Cash Flows and Supplemental Cash Flows Information

For the purpose of the statement of fund cash flows, the proprietary funds consider all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents. Investments in the PTIF are also considered cash equivalents.

GRANITE SCHOOL DISTRICT

Notes to the Basic Financial Statements...Continued – June 30, 2019

NOTE 2 - DEPOSITS AND INVESTMENTS

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

Carrying amount of deposits	\$ 10,989,089
Carrying amount of investments	350,795,030
Total cash and investments	<u>\$ 361,784,119</u>
Governmental funds cash and investments	\$ 280,528,680
Governmental funds restricted cash and investments with fiscal agent	47,823,124
Internal service funds cash and investments	33,432,315
Statement of net position cash and investments	<u>\$ 361,784,119</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 shall remain in effect. The District considers the actions of the Council to be necessary and sufficient for adequate protection of its uninsured bank deposits.

Rules of the Council allow Granite Education 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. The Foundation has deposits separate from the District and invests private funds through a broker. The Foundation's deposits and investments comprise a significant portion of the other governmental funds and those deposits and investments bear risks that differ from those of the District. Accordingly, the Foundation's deposits and investments are reported separately in the following schedules:

A) Deposits:

At June 30, 2019, the District and the Foundation have the following deposits, carried at fair value, with financial institutions:

	Carrying Amount	Bank Balance	Amount Insured
Granite School District	\$ 10,296,963	\$ 18,718,102	\$ 696,185
Granite Education Foundation	<u>692,126</u>	<u>806,071</u>	<u>250,000</u>
Total Deposits	<u>\$ 10,989,089</u>	<u>\$ 19,524,173</u>	<u>\$ 946,185</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 and the Foundation do not have a formal deposit policy for custodial credit risk. At June 30, 2019, \$18,577,988 of the District's and the Foundation's bank balance were uninsured and uncollateralized. The difference of \$946,185 is covered by federal depository insurance. State law does not require further coverage.

GRANITE SCHOOL DISTRICT

Notes to the Basic Financial Statements...Continued – June 30, 2019

B) Investments:

At June 30, 2019, the District and the Foundation have the following investments, carried at fair value, summarized by investment type and maturities:

Investment Type	Fair Value	Investment Maturity (in Years)			
		< 1	1-5	5-10	> 10
Granite School District:					
Utah Public Treasurers'					
Investment Fund (PTIF)	\$ 348,128,616	\$ 348,128,616	\$ -	\$ -	\$ -
Granite Education Foundation, a special revenue fund:					
Mutual funds investing in:					
Money market deposits	12,779	12,779	-	-	-
Bonds	621,136	-	-	621,136	-
U.S. common stocks	848,474	848,474	-	-	-
Int'l common stocks	1,184,025	1,184,025	-	-	-
Total Foundation	2,666,414	2,045,278	-	621,136	-
Total investments	\$ 350,795,030	\$ 350,173,894	\$ -	\$ 621,136	\$ -

The PTIF is an external local government investment pool managed by the Utah State Treasurer. It is authorized and makes investments in accordance with the Act. The Council provides regulatory oversight for the PTIF. Participant accounts with the PTIF are not insured or otherwise guaranteed by the State of Utah. Participants in the PTIF share proportionally in the income, costs, gains and losses from investment activities. The degree of risk of the PTIF depends upon the underlying portfolio, which primarily consists of debt securities held by state or in the state's name by the state's custodial banks, including investment grade corporate bonds and notes (94.1%), money market mutual funds (3.3%), first-tier commercial paper (2.5%), and certificates of deposit (0.1%). The portfolio has a weighted average maturity of 48 days. The PTIF is not rated. 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. Additionally, the PTIF has no more than 5% of its total debt security investments in a single issuer. The reported value of the pool is the same as the fair value of the pool shares.

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The District does not have a formal investment policy regarding interest rate risk but manages its exposure to interest rate risk by complying with the Act, which requires that the remaining term to maturity of investments to not exceed the period of availability of the funds invested. The Act further limits the remaining term to maturity on all investments in commercial paper, bankers' 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 does not have a formal investment policy regarding credit risks but manages its exposure to credit risk by complying with the Act and related rules. The Act and related rules limit investments in commercial paper to a first tier rating and investments in fixed-income and variable-rate securities to a rating of A or higher as rated by Moody's Investors Service or by Standard & Poor's.

The District's and Foundation's investments are not rated.

Concentration of Credit Risk. Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The District does not have a formal investment policy for concentration of credit risks but manages this risk by complying with the Act and related rules. The Act limits investments in commercial paper and or corporate obligations to 5% of the District's total portfolio with a single issuer. The Foundation can invest private funds in certain equity and fixed-income securities provided no more than 5% of all funds are invested in any one issuer and no more than 25% of all funds are invested in a particular industry. Also, for the Foundation's investments in private funds, no more than 75% may be invested in equity securities and no more than 5% in collateralized mortgage obligations.

Custodial Credit Risk. Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty, a government will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. The District does not have a formal investment policy for custodial credit risk but manages this risk by complying with the Act and related rules. The Act requires the Foundation's public treasurer to have custody of all securities purchased or deposit these securities with a bank or trust company to be held in safekeeping by that custodian. The Foundation's investments at brokerage accounts are covered by Securities Investor Protection Corporation up to \$500,000.

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, 2019:

- Public Treasurers' Investment Fund of \$348,128,616 is valued at the District's position in the PTIF multiplied by the published fair value factor (Level 2 inputs).
- Mutual funds of \$2,666,414 are valued at quoted market prices (Level 1 inputs).

NOTE 3 - FEDERAL AND STATE GOVERNMENTAL ASSISTANCE

The District receives significant 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 auditors and other governmental auditors. Any disallowed claims resulting from such audits could become a liability of the *General Fund* or other applicable fund. Based on prior experience, the District administration believes such disallowance, if any, would be insignificant.

NOTE 4 – PROPERTY TAXES

The Salt Lake County treasurer acts as agent for the District in collecting and distributing property tax revenues. Utah statutes establish the process by which taxes are levied and collected. The county assessor is required to assess real property as of January 1 and complete the valuation by May 15. By July 21, the county treasurer mails property tax notices to the owners. Between August 1 and August 15, a property owner may petition the county board of equalization for an adjustment. The county auditor approves all changes by November 1, at which date, the completed assessments are to be delivered to the county treasurer. Property tax notices with a due date of November 30 are mailed to property owners. Delinquent taxes are subject to a 2.5% penalty, with a minimum of ten dollars. If the taxes are not paid by January 31 of the following year, they are subject to an interest charge. The interest accrues from January 1st. If taxes remain delinquent by May of the fifth year, the county will advertise and sell the property at a tax sale.

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 the boundaries of the District) in accordance with the

GRANITE SCHOOL DISTRICT

Notes to the Basic Financial Statements...Continued – June 30, 2019

Community Development and Renewal Agencies Act (*Utah Code* 17C-1) and for charter schools (for students living within the District's boundaries who are enrolled in charter schools) in accordance with *Utah Code* 53F-2-703. These taxes are forwarded directly by the County to the redevelopment agencies or the state charter school levy account as these taxes are collected by the County. During the year ended June 30, 2019, taxes levied by the District for the redevelopment agencies totaled \$5,439,731 and for charter schools totaled \$2,919,915. These amounts were recorded as revenue with an equivalent expenditure for contributions to other governments in the other governmental funds (in the *Pass-through Taxes Fund*).

As of June 30, 2019, the District reported the following property tax balances:

	Major Funds			Other	
	General	Capital Projects	Debt Service	Governmental Funds	Total
Property taxes - receivable:					
Levied for current and prior years:					
Collected in July 2019	\$ 1,088,469	\$ 141,665	\$ 434,544	\$ -	\$ 1,664,678
Delinquent	1,907,210	248,225	761,405	188,408	3,105,248
Levied for future year	149,155,872	19,412,780	59,546,724	14,734,673	242,850,049
Prepayments of future year	(2,133,371)	(277,660)	(851,695)	-	(3,262,726)
	<u>\$ 150,018,180</u>	<u>\$ 19,525,010</u>	<u>\$ 59,890,978</u>	<u>\$ 14,923,081</u>	<u>\$ 244,357,249</u>
Property taxes - deferred inflows of resources:					
Levied for current and prior years:					
Unavailable (delinquent)	\$ 1,907,210	\$ 248,225	\$ 761,405	\$ 188,408	\$ 3,105,248
Levied for future year	149,155,872	19,412,780	59,546,724	14,734,673	242,850,049
	<u>\$ 151,063,082</u>	<u>\$ 19,661,005</u>	<u>\$ 60,308,129</u>	<u>\$ 14,923,081</u>	<u>\$ 245,955,297</u>

NOTE 5 – RISK MANAGEMENT

The District maintains insurance coverage for general, automobile, personal injury, errors and omissions, employee dishonesty, and malpractice liability up to \$10 million per occurrence through policies administered by the Utah State Risk Management Fund (the Fund). The District also insures its buildings, including those under construction, and contents against all insurable risks of direct physical loss or damage with the Fund. Property physical damage is insured to actual value less a deductible; other liability is limited to the lesser of \$10 million or the statutory limit. The Fund obtains independent coverage for insured events, up to \$25 million per location. The Fund is a pooled arrangement where the participants pay experienced rated annual premiums, which are designed to pay claims and build sufficient reserves so that the pool will be able to protect the participating entities with its own capital. The District's annual premium is accounted for in the *General Fund*. During the year ended June 30, 2019, there were no significant reductions in coverage. Insurance settlements have not exceeded coverage for the past four years.

GRANITE SCHOOL DISTRICT

Notes to the Basic Financial Statements...Continued – June 30, 2019

NOTE 6 – CAPITAL ASSETS

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

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities:				
Capital assets, not being depreciated				
Land	\$ 50,176,048	\$ 2,672,757	\$ -	\$ 52,848,805
Construction in progress	5,881,512	27,595,716	(8,667,249)	24,809,979
Water stock	33,221	-	-	33,221
Total capital assets, not being depreciated	56,090,781	30,268,473	(8,667,249)	77,692,005
Capital assets, being depreciated:				
Buildings and improvements	793,100,433	8,553,942	-	801,654,375
Land improvements	46,383,081	113,307	-	46,496,388
Vehicles	28,081,493	1,994,032	(997,712)	29,077,813
Furniture and equipment	45,458,212	3,170,950	(3,536,758)	45,092,404
Total capital assets, being depreciated	913,023,219	13,832,231	(4,534,470)	922,320,980
Accumulated depreciation for:				
Buildings and improvements	(401,221,910)	(28,010,741)	-	(429,232,651)
Land improvements	(31,731,255)	(2,085,683)	-	(33,816,938)
Vehicles	(20,444,673)	(1,509,316)	987,297	(20,966,692)
Furniture and equipment	(36,044,162)	(2,714,170)	2,871,627	(35,886,705)
Total accumulated depreciation	(489,442,000)	(34,319,910)	3,858,924	(519,902,986)
Total capital assets, being depreciated, net	423,581,219	(20,487,679)	(675,546)	402,417,994
Governmental activity capital assets, net	<u>\$ 479,672,000</u>	<u>\$ 9,780,794</u>	<u>\$ (9,342,795)</u>	<u>\$ 480,109,999</u>

Depreciation expense for governmental activities was charged to functions of the District as follows:

Governmental activities:

Instructional services	\$ 25,646,404
Supporting services:	
Students	304,317
Instructional staff	19,996
District administration	3,295
School administration	911,612
Business	633,178
Operation and maintenance of facilities	3,790,416
Transportation	832,281
School lunch services	2,099,440
Community services	4,345
Capital assets held by the District's internal service funds are charged to the various functions based on their usage of the assets	74,626
Total depreciation expense, governmental activities	<u>\$ 34,319,910</u>

GRANITE SCHOOL DISTRICT

Notes to the Basic Financial Statements...Continued – June 30, 2019

At June 30, 2019, the District was obligated under several ongoing construction commitments with remaining costs to complete totaling \$26,786,961 that will be financed from resources restricted for capital projects in the *Capital Projects Fund* and property tax proceeds levied specifically for such purposes. These projects are summarized as follows:

Project	Expected Cost	Cost to Date	Cost to Complete
Hunter High addition & remodel	\$ 14,587,054	\$ 2,964,222	\$ 11,622,832
Driggs Elementary remodel	5,419,220	823,706	4,595,514
Cyprus High architecture & engineering for rebuild	4,485,181	986,457	3,498,724
Rosecrest Elementary remodel	3,434,673	808,127	2,626,546
South Kearns Elementary rebuild	1,893,350	1,013,853	879,497
Skyline High architecture & engineering for rebuild	665,250	248,455	416,795
Pioneer Elementary roof replacement	885,847	564,107	321,740
Valley Jr High remodel	4,282,902	4,120,096	162,805
Vista Elementary security upgrade	1,127,125	965,504	161,621
GSD employee clinic	1,747,773	1,590,329	157,444
Evergreen Jr High remodel	4,295,059	4,179,303	115,757
Fremont Elementary security upgrade	1,162,528	1,055,555	106,973
Kearns High tennis courts	1,428,530	1,355,441	73,089
Other	6,182,448	4,134,824	2,047,624
Total	<u>\$ 51,596,940</u>	<u>\$ 24,809,979</u>	<u>\$ 26,786,961</u>

NOTE 7 – INTERFUND BALANCES AND ACTIVITY

Due To/From Other Funds. Amounts reported as 'due from other funds' and 'due to other funds' are the result of cash pooling among the funds of the District. The *General Fund* receives all cash deposits and makes all warrants payments on behalf of the other funds resulting in interfund payables and receivables. Outstanding balances resulting from these transactions between funds as of June 30, 2019 consist of the following:

Fund	Due from other funds	Due to other funds
General Fund	\$ -	\$ 2,312,195
Other Governmental Funds	2,129,325	-
Internal Service Funds	182,870	-
Total	<u>\$ 2,312,195</u>	<u>\$ 2,312,195</u>

Transfers. Transfers between funds during the year ended June 30, 2019 are as follows:

Fund	Transfers In	Transfers Out
General Fund	\$ 1,016,305	\$ 2,786,027
Capital Projects Fund	1,000,000	-
Other Governmental Funds	1,519,348	-
Internal Service Funds	250,374	1,000,000
Total	<u>\$ 3,786,027</u>	<u>\$ 3,786,027</u>

GRANITE SCHOOL DISTRICT

Notes to the Basic Financial Statements...Continued – June 30, 2019

During the year ended June 30, 2019, the District made the following transfers:

- The *General Fund* transferred \$1,000,000 to the *Capital Projects Fund* to cover the cost of a capital project completed at a District school.
- The *General Fund* transferred \$230,275 to the *District Activity Programs Fund* (other governmental fund) for amounts allocated to the schools by the District.
- The *General Fund* transferred \$539,073 to the *Granite Education Foundation Fund* (other governmental fund) to fund a portion of the salaries of the Foundation.
- The *General Fund* transferred \$750,000 to restore the effects of uncollectible lunch sales in the *School Lunch Fund* (other governmental fund).
- The *General Fund* transferred \$250,374 to cover an operating deficit in the *Printing Services Fund* (internal service fund).
- The *Employee Benefits Self-Insurance Fund* transferred \$1,000,000 to the *General Fund* to pay employee bonuses.

NOTE 8 – STATE RETIREMENT PLAN

Description of Plan. Eligible employees of the District are provided with the following options through the Utah Retirement Systems (URS) administered by the URS:

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

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

Defined Contribution Savings 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 1) employment, contemplated to continue during a fiscal or calendar year, normally requires an average of 20 or more hours per week and the employee receives benefits normally provided by the District as approved by the Utah State Retirement Board, 2) the employee is a classified school employee whose employment normally requires an average of 20 hours or more per week regardless of benefits, 3) the employee is a teacher who teaches half-time or more and receives benefits normally provided by the District as approved by the Utah State Retirement Board, or 4) 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 Utah Retirement 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 plans.

Retirement benefits in the defined benefit pension plans are determined from 1.50% to 2.00% of the employee's highest 3 or 5 years of compensation times the employee's years of service depending on the pension plan; benefits are subject to cost-of-

GRANITE SCHOOL DISTRICT

Notes to the Basic Financial Statements...Continued – June 30, 2019

living adjustments up to 2.50% or 4.00%, limited to the actual Consumer Price Index increase for the year. Employees are eligible to retire based on years of service and age.

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

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

For the year ended June 30, 2019, required contribution rates for the plans were as follows:

	Defined Benefit Plans Rates			District Rates for 401(k) Plan	Totals
	District Contribution *	Amortization of UAAL **	Paid by District for Employee		
Tier 1 Noncontributory System	12.25%	9.94%	-	1.50%	23.69%
Tier 1 Contributory System	5.45%	12.25%	5.00%	-	22.70%
Tier 2 Contributory System	8.93%	9.94%	-	1.15%	20.02%
Tier 2 Defined Contribution Plan	0.08%	9.94%	-	10.00%	20.02%

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

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

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

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

	District Contributions *	Employee Contributions
Tier 1 Noncontributory System	\$ 47,618,239	\$ -
Tier 1 Contributory System	304,831	103,334
Tier 2 Contributory System	12,577,576	-
Tier 2 Defined Benefit Plan	1,200,873	-
401(k) Plan	5,000,160	5,571,058
457 Plan and other individual plans	-	1,269,854

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

GRANITE SCHOOL DISTRICT

Notes to the Basic Financial Statements...Continued – June 30, 2019

Pension Assets, Liabilities, Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At June 30, 2019, the District reported a net pension asset of \$0 and a net pension liability of \$310,533,912 for its proportionate share of the net pension liability (asset) for the following plans:

	Net Pension Asset	Net Pension Liability
Tier 1 Noncontributory System	\$ -	\$ 301,389,841
Tier 1 Contributory System	-	6,870,617
Tier 2 Contributory System	-	2,273,454
Total	<u>\$ -</u>	<u>\$ 310,533,912</u>

The net pension liability (asset) was measured as of December 31, 2018, and the total pension liability (asset) used to calculate the net pension liability (asset) was determined by an actuarial valuation as of January 1, 2018, rolled forward using generally accepted actuarial procedures. The District's proportion of the net pension liability (asset) is equal to the ratio of the District's actual contributions compared to the total of all employer contributions during the plan year. The following presents the District's proportion (percentage) of the collective net pension liability (asset) at December 31, 2018 and the change in its proportion since the prior measurement date for each plan:

	Proportionate Share	
	2018	Change
Tier 1 Noncontributory System	8.1007513%	0.2428827 %
Tier 1 Contributory System	9.6768717%	0.2568329 %
Tier 2 Contributory System	5.3083528%	0.0510692 %

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

	Pension Expense
Defined benefit pension plans:	
Tier 1 Noncontributory System	\$ 67,971,841
Tier 1 Contributory System	1,991,792
Tier 2 Contributory System	5,875,905
Total	<u>\$ 75,839,538</u>
Defined contribution plans:	
Tier 2 Defined Contribution Plan	1,200,873
401(k) Plan	5,000,160
Total	<u>\$ 6,201,033</u>

GRANITE SCHOOL DISTRICT

Notes to the Basic Financial Statements...Continued – June 30, 2019

At June 30, 2019, 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	Tier 1	Tier 2	Total
	Noncontributory	Contributory	Contributory	
	System	System	System	
Differences between expected and actual experience	\$ 1,605,545	\$ -	\$ 15,956	\$ 1,621,501
Changes of assumptions	30,655,349	-	569,827	31,225,176
Net difference between projected and actual earnings on pension plan investments	50,142,915	2,265,231	740,337	53,148,483
Changes in proportion and differences between District contributions and proportionate share of contributions	5,958,562	-	695,719	6,654,281
District contributions subsequent to measurement date	23,754,589	144,448	7,103,431	31,002,468
Total	<u>\$ 112,116,960</u>	<u>\$ 2,409,679</u>	<u>\$ 9,125,270</u>	<u>\$ 123,651,909</u>

At June 30, 2019, 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	Tier 1	Tier 2	Total
	Noncontributory	Contributory	Contributory	
	System	System	System	
Differences between expected and actual experience	\$ 4,228,839	\$ -	\$ 469,873	\$ 4,698,712
Changes of assumptions	-	-	40,845	40,845
Changes in proportion and differences between District contributions and proportionate share of contributions	2,114,085	-	-	2,114,085
Total	<u>\$ 6,342,924</u>	<u>\$ -</u>	<u>\$ 510,718</u>	<u>\$ 6,853,642</u>

The \$31,002,468 reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date of December 31, 2018 will be recognized as a reduction of the net pension liability (asset) in the year ended June 30, 2020. The other amounts reported as deferred outflows of resources and deferred inflows of resources related to defined benefit pension plans will be recognized in pension expense as follows:

Year Ending	Tier 1	Tier 1	Tier 2	
June 30,	Noncontributory	Contributory	Contributory	Total
	System	System	System	
2020	\$ 35,745,129	\$ 897,717	\$ 257,334	\$ 36,900,180
2021	15,207,431	24,608	187,431	15,419,470
2022	7,319,124	220,145	205,293	7,744,562
2023	23,747,763	1,122,761	362,094	25,232,618
2024	-	-	67,954	67,954
Thereafter	-	-	431,015	431,015

GRANITE SCHOOL DISTRICT

Notes to the Basic Financial Statements...Continued – June 30, 2019

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

Inflation	2.50%
Salary increases	3.25% - 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, considering gender, occupation, and age, as appropriate, with adjustments for future improvements in mortality based on Scale AA, a model developed by the Society of Actuaries.

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

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

The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Equity securities	40%	6.2%
Debt securities	20%	0.4%
Real assets	15%	5.8%
Private equity	9%	10.0%
Absolute return	16%	2.9%
Cash and cash equivalents	0%	0.0%
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 plans' 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).

GRANITE SCHOOL DISTRICT

Notes to the Basic Financial Statements...Continued – June 30, 2019

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 (asset) calculated using the discount rate of 6.95%, as well as what the District's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (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 liability (asset):			
Tier 1 Noncontributory System	\$ 541,736,518	\$ 301,389,841	\$ 100,309,837
Tier 1 Contributory System	14,398,327	6,870,617	447,026
Tier 2 Contributory System	9,107,893	2,273,454	(3,001,024)
Total	<u>\$ 565,242,738</u>	<u>\$ 310,533,912</u>	<u>\$ 97,755,839</u>

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

Payables to the Pension Plans. At June 30, 2019, the District reported payables of \$8,200,060 for contributions to defined benefit pension plans and \$1,048,094 for contributions to defined contribution plans.

NOTE 9 – DISTRICT RETIREMENT PLAN

Plan Description. The District's retirement plan provides retirement income to all employees who qualify for state retirement and have been employed by the District for ten years. The District retirement plan is a single-employer defined benefit pension plan offered and administered by the Board of the District under its own authority. No assets are accumulated in a trust that meets the criteria of generally accepted accounting principles.

Benefits Provided. Contributions to the District retirement plan are paid from the *General Fund*. The benefit is equal to the retiring employee's final base salary multiplied by the number of years employed and then multiplied by 0.5%. The benefit is paid in cash when the eligible employee retires.

Employees Covered by Benefit Terms. At June 30, 2019, 4,501 active employees were covered by the benefit terms.

Total Pension Liability. At June 30, 2019, the District recorded a total pension liability of \$15,480,028 (see Note 13 for long-term liabilities), determined by an actuarial valuation as of June 30, 2019. The District has established resources for the obligation by committing fund balance in the *General Fund*.

Actuarial Methods and Assumptions. The total pension liability in the June 30, 2019 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation rate	2.30%
Salary growth	4.25% - 14.50%
Discount rate	3.50%

The discount rate was based on a yield or index rate for 20-year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. Mortality rates were based on SOA RP-2014 Adjusted to 2006 White Collar Mortality Table generationally projected using Scale MP-2017. Salary growth percentages used vary based on years of service, with a

GRANITE SCHOOL DISTRICT

Notes to the Basic Financial Statements...Continued – June 30, 2019

14.50% growth rate used for employees with 0 years of service and a 4.25% growth rate used for employees with 15+ years of service.

Demographic and other assumptions included: 1) retirement rates based on the rates used for employees with required age and service to retire in the actuarial valuation of the Utah Retirement Systems pension plans, 2) employee termination rates based on educators' termination rates used in the actuarial valuation of the Utah Retirement Systems pension plans, and 3) entry age normal with service cost as a level percent of employee's projected pay. Individual severance benefits and any termination liability for COBRA were not included in this valuation.

The actuarial assumptions used in the June 30, 2019 valuation were based on the results of an actuarial valuation for the current fiscal period ended June 30, 2019.

Changes in the Total Pension Liability.

Balance at June 30, 2018	\$ 15,359,975
Changes for the year:	
Service cost	815,297
Interest on total liability	544,624
Effect of plan changes	-
Effect of economic/demographic (gains) losses	-
Effect of assumption changes or inputs	-
Employer contributions (benefit payments)	(1,239,868)
Net changes	120,053
Balance at June 30, 2019	<u>\$ 15,480,028</u>

No plan changes of benefit terms or assumptions and other inputs occurred in 2019.

Sensitivity of the Total Pension Liability to Changes in the Discount Rate. The following presents the District's total pension liability calculated using the discount rate of 3.5%, as well as what the District's total pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.5%) or 1-percentage-point higher (4.5%) than the current discount rate:

	1% Decrease (2.5%)	Discount Rate (3.5%)	1% Increase (4.5%)
Total pension liability:			
District retirement plan	\$ 16,360,920	\$ 15,480,028	\$ 14,643,658

Pension Expense and Deferred Outflows and Inflows of Resources Related to the District's Retirement Plan. For the year ended June 30, 2019, the District recognized pension expense of \$1,277,493 related to the District's retirement plan. At June 30, 2019, the District reported deferred outflows of resources of \$616,544 and deferred inflows of resources of \$432,094 related to the District's retirement plan.

GRANITE SCHOOL DISTRICT

Notes to the Basic Financial Statements...Continued – June 30, 2019

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of assumptions	\$ 192,085	\$ -
Differences between expected and actual experience	424,459	432,094
Total	<u>\$ 616,544</u>	<u>\$ 432,094</u>

The other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30,	Deferred Outflows (Inflows) of Resources
2020	\$ (82,428)
2021	(5,607)
2022	75,987
2023	75,987
2024	75,987
Thereafter	44,524

NOTE 10 - LONG-TERM DISABILITY BENEFIT PLAN (POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS)

Plan Description. The District's long-term disability benefit plan (LTD plan) provides other postemployment benefits (OPEB) for former employees who were deemed disabled while employed by the District. The LTD plan is a single-employer defined benefit plan administered by the District. No assets are accumulated in a trust that meets the criteria of generally accepted accounting standards.

Benefits Provided. The LTD plan is operated under two programs both paid by the *General Fund*: a pre January 1, 2005 program and a post January 1, 2005 program. Under the pre January 1, 2005 program, former employees are awarded medical insurance from the time their disability occurred until they turn 65. Under the post January 1, 2005 program, employees are given medical insurance for 24 months from the time of their disability occurrence. The District's disability carrier determines whether employees are qualified for the benefits.

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

	Pre 1/1/2005 LTD Program	Post 1/1/2005 LTD Program	Total LTD Plan
Inactive employees or beneficiaries currently receiving benefit payments	11	19	30
Active employees	-	4,501	4,501
Total	<u>11</u>	<u>4,520</u>	<u>4,531</u>

The pre January 1, 2005 program is closed to new entrants.

GRANITE SCHOOL DISTRICT

Notes to the Basic Financial Statements...Continued – June 30, 2019

Total OPEB Liability. At June 30, 2019, the District recorded a total OPEB liability of \$1,800,140 (see Note 13 for long-term liabilities), determined by an actuarial valuation as of June 30, 2019.

Actuarial Methods and Assumptions. The total OPEB liability in the June 30, 2019 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

	Pre 1/1/2005 and Post 1/1/2005 LTD Programs
Inflation	2.3%
Discount Rate	3.5%
Healthcare Cost Trend Rates	6.9% for 2019, 5.2% for 2020, 5.1% for 2021, decreasing to 4.1% 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 SOA RP-2014 Adjusted to 2006 White Collar Mortality Table generationally projected using Scale MP-2017. Retirement rates were based on the rates used for employees with required age and service to retire in the actuarial valuation of the Utah Retirement System pension plans. Individual severance benefits and any termination liability for COBRA are not included in this valuation.

The actuarial assumptions used in the June 30, 2019 valuation were based on the results of an actuarial valuation for the current fiscal period ended June 30, 2019.

Changes in the Total OPEB Liability.

	Pre 1/1/2005 LTD Program	Post 1/1/2005 LTD Program	Total OPEB Liability
Balance at June 30, 2018	\$ 823,138	\$ 1,386,373	\$ 2,209,511
Changes for the year:			
Service cost	-	213,767	213,767
Interest on total liability	26,456	46,286	72,742
Employer contributions (benefit payments)	(135,694)	(560,186)	(695,880)
Net changes	(109,238)	(300,133)	(409,371)
Balance at June 30, 2019	\$ 713,900	\$ 1,086,240	\$ 1,800,140

No changes of benefit terms, assumptions, or other inputs occurred in 2019.

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Notes to the Basic Financial Statements...Continued – June 30, 2019

OPEB Expense and Deferred Outflows and Inflows of Resources Related to OPEB. For the year ended June 30, 2019, the District recognized OPEB expense of \$432,005. At June 30, 2019, the District reported deferred outflows of resources of \$478,411 and deferred inflows of resources of \$707,879 related to OPEB.

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of assumptions	\$ 59,281	\$ -
Differences between expected and actual experience	419,130	707,879
Total	<u>\$ 478,411</u>	<u>\$ 707,879</u>

The other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ending June 30,	Deferred Outflows (Inflows) of Resources
2020	\$ 145,496
2021	81,922
2022	14,399
2023	(7,891)
2024	(44,260)
Thereafter	(419,134)

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate. The following presents the District's total OPEB liability calculated using the discount rate of 3.5%, as well as what the District's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.5%) or 1-percentage-point higher (4.5%) than the current discount rate:

	1% Decrease (2.5%)	Discount Rate (3.5%)	1% Increase (4.5%)
Pre 1/1/2005 LTD Program	\$ 748,320	\$ 713,900	\$ 682,483
Post 1/1/2005 LTD Program	1,116,489	1,086,240	1,055,474
Total OPEB Liability	<u>\$ 1,864,809</u>	<u>\$ 1,800,140</u>	<u>\$ 1,737,957</u>

GRANITE SCHOOL DISTRICT

Notes to the Basic Financial Statements...Continued – June 30, 2019

Sensitivity of the Total OPEB Liability 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 6.9% decreasing to 4.1%, as well as what the District's total OPEB liability would be if it were calculated using a healthcare cost trend rate that is 1-percentage-point lower (5.9% decreasing to 3.1%) or 1-percentage-point higher (7.9% decreasing to 5.1%) than the current healthcare cost trend rate:

	1% Decrease (5.9% decreasing to 3.1%)	Healthcare Cost Trend Rates (6.9% decreasing to 4.1%)	1% Increase (7.9% decreasing to 5.1%)
Pre 1/1/2005 LTD Program	\$ 679,571	\$ 713,900	\$ 750,797
Post 1/1/2005 LTD Program	943,205	1,086,240	1,243,157
Total OPEB Liability	<u>\$ 1,622,776</u>	<u>\$ 1,800,140</u>	<u>\$ 1,993,954</u>

NOTE 11 – EARLY RETIREMENT INCENTIVE PROGRAM AND OTHER TERMINATION BENEFITS

Program Description. In addition to the state and district retirement plans, the District provides an "Early Retirement Incentive Program" as a termination benefit. Eligibility is restricted to those administrators and teachers with a minimum of ten years in the District who have reached age 60 (except teachers under age 60 who retire under provisions of the Utah State Retirement and Insurance Benefit Act). Those qualifying under this program may receive benefits as outlined for up to five consecutive years or until employee qualifies for full Social Security/Medicare benefits, whichever comes first. The District's direct payments to retired employees under this plan for the years ended June 30, 2019 and 2018 were \$6,993,717 and \$6,944,554, respectively. The participants entering the program subsequent to 1991 pay a nominal fee. During the year ended June 30, 2019, 453 former employees were included in the program. The District's estimated cost of claim payments for the year ended June 30, 2019 cannot be reasonably estimated because the insurance carrier has not disclosed the information. The District's liabilities for future early retirement benefits and medical/life insurance costs are \$4,454,391 and \$17,103,705, respectively, for a total liability of \$21,558,096. Resources in the *General Fund* have been committed to meet this obligation. See Note 13 for long-term liabilities.

Calculation Methods. Projections of the retirement benefit for financial reporting are based on a substantive agreement between the District and its eligible employees. The projections include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the District and eligible employees to that point. The projections do not include any termination liability for COBRA nor individual severance benefits. The District's liability for early retirement obligations is calculated as the present value of anticipated cash flows for retired individuals.

NOTE 12 – SELF-INSURANCE LIABILITIES (MEDICAL, DENTAL, UNEMPLOYMENT, AND WORKER'S COMPENSATION)

The District is self-insured for employee medical and life insurance, unemployment compensation, and worker's compensation, which are reported in the *Self Insurance Fund*, an internal service fund.

A) Self-Insured Medical Insurance Plan:

Benefit payments plus an administrative charge are made to a third-party administrator who approves and processes all claims. A liability of \$14,150,058 was recorded at June 30, 2019 for claims outstanding at year-end and includes claims made by full-time employees and by employees who work less than twelve months but are covered by the District's policy during July and August. The district medical insurance plan has a December year-end and has stop-loss provisions ranging from \$350,000 to \$400,000 per claim. Included in this liability are claims that have been estimated by the District as being incurred but not reported (IBNR) in the amount of \$5,258,182 and \$5,490,601 for

GRANITE SCHOOL DISTRICT

Notes to the Basic Financial Statements...Continued – June 30, 2019

the years ended June 30, 2019 and 2018, respectively, including administrative costs. Changes in the balances of claims liabilities during the years ended June 30, 2019 and 2018 are as follows:

	2019	2018
Unpaid claims - beginning of year	\$ 13,924,437	\$ 14,234,467
Incurred claims (including IBNRs)	60,196,801	56,026,192
Medical claims payments	(59,971,180)	(56,336,222)
Unpaid claims - end or year	<u>\$ 14,150,058</u>	<u>\$ 13,924,437</u>

B) Self-Insured Dental Insurance Plan:

The District dental insurance plan is a voluntary copay plan that is fully funded by covered employees. Benefit payments plus an administrative charge are made to a third-party claims administrator who approves and processes all claims. A liability of \$360,539 was recorded at June 30, 2019 for claims outstanding at year-end and includes claims made by full-time employees and by employees who work less than twelve months but are covered by the District's policy during July and August. The District dental insurance plan has a December year-end. Included in this liability are claims that have been estimated by the District as being incurred but not reported (IBNR) in the amount of \$116,020 and \$112,148 for the years ended June 30, 2019 and 2018, respectively, including administrative costs. The change in the balance of claims liabilities during the years ended June 30, 2019 and 2018 are as follows:

	2019	2018
Unpaid claims - beginning of year	\$ 356,769	\$ 407,975
Incurred claims (including estimate)	1,287,991	1,731,590
Unemployment claims payments	(1,284,221)	(1,782,796)
Unpaid claims - end or year	<u>\$ 360,539</u>	<u>\$ 356,769</u>

C) Self-Insured Unemployment Compensation Plan:

Benefit payments plus an administrative charge are made to the Utah Department of Workforce Services who approves and processes all claims. A liability of \$43,532 was recorded at June 30, 2019 for claims outstanding at year-end. Included in this liability is an estimate by a separate third-party administrator for future claims, incurred during 2019, but which have not been billed as of year-end. Changes in the balances of claims liabilities during the years ended June 30, 2019 and 2018 are as follows:

	2019	2018
Unpaid claims - beginning of year	\$ 19,200	\$ 18,871
Incurred claims (including estimate)	119,449	10,914
Unemployment claims payments	(95,117)	(10,585)
Unpaid claims - end or year	<u>\$ 43,532</u>	<u>\$ 19,200</u>

GRANITE SCHOOL DISTRICT

Notes to the Basic Financial Statements...Continued – June 30, 2019

D) Self-Insured Worker's Compensation Plan:

Benefit payments plus an administrative charge are made to a third-party administrator who approves and processes all claims. A liability of \$1,856,695 was recorded at June 30, 2019 for claims outstanding at year-end with \$1,819,561 representing the current portion of the liability. The plan has a stop-loss provision of \$500,000 per claim. Included in this liability is an estimate by the District's third-party administrator of outstanding claims that have not been billed. Changes in the balances of claims liabilities during the years ended June 30, 2019 and 2018 are as follows:

	2019	2018
Unpaid claims - beginning of year	\$ 797,023	\$ 976,980
Incurred claims (including estimate)	3,494,920	992,401
Unemployment claims payments	(2,435,248)	(1,172,358)
Unpaid claims - end of year	<u>\$ 1,856,695</u>	<u>\$ 797,023</u>

NOTE 13 - LONG-TERM LIABILITIES

Long-Term Liabilities. The following is a summary of long-term liability activity for the year ended June 30, 2019:

	Balance at June 30, 2018	Additions	Payments	Balance at June 30, 2019	Due Within One Year
Bonds payable	\$ 234,295,000	\$ 50,000,000	\$ (49,615,000)	\$ 234,680,000	\$ 58,660,000
Unamortized bond premiums	14,634,861	1,684,505	(1,489,479)	14,829,887	-
Net bond liabilities	248,929,861	51,684,505	(51,104,479)	249,509,887	58,660,000
Workers compensation claims	797,023	3,494,920	(2,435,248)	1,856,695	1,819,561
Unemployment claims	19,200	119,449	(95,117)	43,532	43,532
Health and accident claims	13,924,437	60,196,802	(59,971,181)	14,150,058	14,150,058
Dental claims	356,769	1,287,991	(1,284,221)	360,539	360,539
Compensated absences	4,588,200	4,493,770	(4,358,790)	4,723,180	4,487,021
Obligation for early retirement compensation and insurance	20,095,932	8,455,881	(6,993,717)	21,558,096	7,376,719
Total pension liability - district retirement plan	15,359,975	1,359,921	(1,239,868)	15,480,028	-
Total other postemployment benefits liability - long-term disability	2,209,511	286,509	(695,880)	1,800,140	-
Net pension liability - state retirement plans	193,236,744	178,981,095	(61,683,927)	310,533,912	-
Total long-term liabilities	<u>\$ 499,517,652</u>	<u>\$ 310,360,843</u>	<u>\$(189,862,428)</u>	<u>\$ 620,016,067</u>	<u>\$ 86,897,430</u>

All District general obligation bonds are direct obligations and pledge the full faith and credit of the taxpayers within the District under the provisions of the School District Bond Guaranty (*Utah Code* 53G-4); therefore, they are rated AAA. In addition, as of the date of this comprehensive annual financial report, the District has an underlying rating of AAA from Fitch Ratings and an underlying rating of Aa1 and an enhanced rating of Aaa from Moody's Investors Service.

In the event of District default on bond payments, the Local Government Bonding Act (*Utah Code* 11-14) and the School District Bond Guaranty (*Utah Code* 53G-4) entitle bondholders to receive payment of amounts due on the bonds from the

GRANITE SCHOOL DISTRICT

Notes to the Basic Financial Statements...Continued – June 30, 2019

State of Utah. The ultimate liability for payment of the bonds remains with the District. To reimburse the State for any payments made to bondholders pursuant to the State's guaranty, the State could compel the District to levy taxes, withhold state funding, draw on resources that are legally available (such as unrestricted fund balances), and/or impose financial penalties on the District.

General obligation bonds payable at June 30, 2019, with their outstanding balances are comprised of the following individual issuances:

Series 2010	Build America Bonds, \$52,400,000 originally issued, remaining portion due in annual installments from \$3,000,000 to \$5,700,000, from June 2020 through June 2030, interest from 4.27% to 5.35%.	\$49,700,000
Series 2011	Tax exempt bonds, \$102,925,000 originally issued, of which \$64,125,000 was advance refunded, due in remaining annual installments from \$3,825,000 to \$3,850,000, from June 2020 through June 2021, interest of 4.50%.	7,675,000
Series 2012	Tax exempt bonds, \$36,500,000 originally issued, due in remaining annual installments from \$1,565,000 to \$2,560,000, from June 2020 through June 2032, interest from 3.00% to 5.00%.	24,190,000
Series 2013	Tax exempt bonds, \$11,575,000 originally issued, due in remaining annual installments from \$280,000 to \$670,000, from June 2020 through June 2033, interest from 4.50% to 5.00%.	6,130,000
Series 2016	Tax exempt Bonds, \$75,400,000 originally issued, due in remaining annual installments from \$1,085,000 to \$18,810,000, from June 2020 through June 2031, interest from 1.40% to 2.90%.	72,290,000
Series 2017A	Tax exempt Bonds, \$25,000,000 originally issued, due in remaining annual installments from \$1,025,000 to \$1,445,000, from June 2020 through June 2037, interest from 4.00% to 5.00%.	21,855,000
Series 2017B	Tax exempt Bonds, \$42,195,000 originally issued to advance refund the series 2010 bonds on a crossover date in June 2020, due in remaining annual installments from \$2,735,000 to \$5,515,000, from June 2021 through June 2030, interest from 2.63% to 5.00%.	42,195,000
Series 2018	Tax exempt Bonds, \$50,000,000 originally issued, due in remaining annual installments from \$1,180,000 to \$1,185,000, from June 2020 through June 2028, interest from 2.75% to 5.00%.	10,645,000
		<u>\$ 234,680,000</u>

Crossover Refunding. In November 2017, the District issued \$42,195,000 in general obligation refunding bonds (Series 2017B) with a premium of \$7,460,571. The Series 2017B bonds were used to purchase securities that were placed in an irrevocable trust for the purpose of generating resources for future debt service payments of the refunding bonds until June 1, 2020 (the crossover date) and to refund in advance \$46,700,000 of the Series 2010 Build America Bonds on the crossover date. The District will continue to service the refunded bonds until the crossover date. On the crossover date, the refunded bonds will be defeased and the District will begin to pay the debt service on the Series 2017B general obligation refunding bonds. Both the refunded bonds and the refunding bonds as well as the resources held in escrow (cash and investments with the fiscal agent) are recorded by the District until the crossover date.

Bond Election & New Bond Issuance. On November 7, 2017, voters in Granite School District authorized the Board to issue \$238 million in general obligation bonds to rebuild, remodel and revitalize 31 school buildings over ten years. Capital projects include necessary security upgrades, seismic stability enhancements, technology improvements, and essential

GRANITE SCHOOL DISTRICT

Notes to the Basic Financial Statements...Continued – June 30, 2019

structural maintenance as needed. On November 27, 2018, the District issued \$50,000,000 of these general obligation bonds (Series 2018 Bonds) with a premium of \$1,684,505. At June 30, 2019, the District has a remaining authorization of \$188 million. On November 19, 2019, the District issued an additional \$100 million of this authorization (see Note 14).

The annual requirements to amortize all general obligation bonds outstanding to maturity as of June 30, 2019, including interest payments, are listed as follows:

Year Ending June 30,	Tax Exempt Bonds		Build America Bonds		Total	
	Principal	Interest	Principal	Interest*	Principal	Interest
2020	\$ 8,960,000	\$ 6,776,658	\$ 3,000,000	\$ 2,444,888	\$ 11,960,000	\$ 9,221,546
2021	11,810,000	6,386,843	3,400,000	2,316,818	15,210,000	8,703,661
2022	12,545,000	5,853,983	3,750,000	2,166,572	16,295,000	8,020,555
2023	13,065,000	5,395,528	4,050,000	1,995,235	17,115,000	7,390,763
2024	13,600,000	4,944,338	4,250,000	1,806,140	17,850,000	6,750,478
2025-2029	76,730,000	16,784,830	25,550,000	5,554,665	102,280,000	22,339,495
2030-2034	43,965,000	3,779,549	5,700,000	305,178	49,665,000	4,084,727
2035-2037	4,305,000	345,800	-	-	4,305,000	345,800
Total	\$ 184,980,000	\$ 50,267,529	\$ 49,700,000	\$ 16,589,496	\$ 234,680,000	\$ 66,857,025

* Interest amounts shown are subsidized at 32% by the federal government (not included in the numbers reported).

NOTE 14 – SUBSEQUENT EVENT

Bond Issuance. In late 2019, the District issued \$100 million in general obligation bonds (Series 2019 Bonds) with a premium of \$11,536,831. These bonds were issued under the voter authorization received on November 7, 2017 and will be used to fund capital projects to rebuild, remodel, and revitalize District school buildings. Following this issuance of bonds, \$88 million in voted authorization to issue general obligation bonds remains.

NOTE 15 – SIGNIFICANT COMMITMENTS

Encumbrances. An encumbrance accounting system, in which purchase order commitments for the expenditure of funds are recorded in order to commit that portion of the applicable appropriation, is used in all governmental funds except for the *District Activity Programs Fund*, a special revenue fund. Because an encumbrance is only a commitment, it does not meet the expenditure or liability recognition criteria. Encumbrances and appropriations outstanding at the end of the fiscal year lapse with the exception of contractual obligations. At June 30, 2019, the amount of encumbrances were as follows:

Fund Type	Encumbrance Amount
General Fund	\$ 751,177
Capital Projects Fund	27,126,396
Other Non-Major Governmental Funds	91,319
Internal Service Funds	3,823
Total	<u>\$ 27,972,715</u>

The District intends to honor these commitments and provides for the expenditure in subsequent year(s) upon performance by the vendor.



Required Supplementary Information (RSI)

GRANITE SCHOOL DISTRICT

Required Supplementary Information – June 30, 2019

Schedules of the District's Proportionate Share of the Net Pension Liability (Asset)

Utah Retirement Systems

Last Five Plan Years - December 31, 2014 through 2018

	District's Proportion of Net Pension Liability (Asset)	District's Proportionate Share of the Net Pension Liability (Asset)	District's Covered Payroll	District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
Tier 1 Noncontributory System:					
2018	8.1007513%	\$ 301,389,841	\$ 220,162,972	136.89%	84.10%
2017	7.8578686%	192,153,346	212,137,189	90.58%	89.20%
2016	7.6858461%	249,091,885	210,881,021	118.12%	84.90%
2015	7.8860449%	247,723,254	217,208,727	114.05%	84.50%
2014	8.0401108%	202,010,089	226,516,338	89.18%	87.20%
Tier 1 Contributory System:					
2018	9.6768717%	\$ 6,870,617	\$ 1,878,026	365.84%	91.40%
2017	9.4200388%	619,877	2,143,329	28.92%	99.20%
2016	9.4694535%	5,188,859	2,538,455	204.41%	84.90%
2015	9.9537964%	6,237,568	3,153,138	197.82%	92.40%
2014	10.7492708%	1,178,641	3,948,385	29.85%	98.70%
Tier 2 Public Employees System:					
2018	5.3083528%	\$ 2,273,454	\$ 62,477,677	3.64%	90.80%
2017	5.2572836%	463,521	51,639,217	0.90%	97.40%
2016	5.2158530%	560,155	41,181,298	1.36%	95.10%
2015	4.8599077%	(10,609)	31,383,055	-0.03%	100.20%
2014	4.7196557%	(143,027)	23,102,726	-6.00%	103.50%

Refer to the accompanying notes.

GRANITE SCHOOL DISTRICT

Required Supplementary Information...Continued – June 30, 2019

Schedules of District Contributions Utah Retirement Systems Last Five Fiscal Years - Ended June 30, 2015 through 2019

	Contractually Required Contribution	Contributions in Relation to the Contractually Required Contribution	Contributions Deficiency (Excess)	District's Covered Payroll	Contributions as a percentage of Covered Payroll
Tier 1 Noncontributory System:					
2019	\$ 47,618,239	\$ (47,618,239)	\$ -	\$ 209,065,071	21.73%
2018	46,998,901	(46,998,901)	-	217,167,276	21.64%
2017	45,191,227	(45,191,227)	-	209,065,071	21.62%
2016	46,474,167	(46,474,167)	-	214,990,027	21.62%
2015	47,475,713	(47,475,713)	-	222,865,036	21.30%
Tier 1 Contributory System:					
2019	\$ 304,831	\$ (304,831)	\$ -	\$ 1,722,214	17.70%
2018	351,977	(351,977)	-	1,988,571	17.70%
2017	407,982	(407,982)	-	2,304,990	17.70%
2016	512,761	(512,761)	-	2,896,957	17.70%
2015	610,904	(610,904)	-	3,514,671	17.38%
Tier 2 Contributory System:					
2019	\$ 12,577,576	\$ (12,577,576)	\$ -	\$ 66,877,507	18.81%
2018	10,604,705	(10,604,705)	-	57,594,570	18.41%
2017	8,447,627	(8,447,627)	-	46,313,635	18.24%
2016	6,617,200	(6,617,200)	-	36,273,114	18.24%
2015	4,928,850	(4,928,850)	-	27,246,944	18.09%
Tier 2 Defined Contribution System:					
2019	\$ 1,200,873	\$ (1,200,873)	\$ -	\$ 11,971,178	10.03%
2018	1,050,672	(1,050,672)	-	10,485,791	10.02%
2017	792,975	(792,975)	-	7,913,919	10.02%
2016	584,919	(584,919)	-	5,835,996	10.02%
2015	402,983	(402,983)	-	4,091,887	9.85%

Refer to the accompanying notes.

GRANITE SCHOOL DISTRICT

Required Supplementary Information...Continued – June 30, 2019

Schedule of Changes in Total OPEB Liability and Related Ratios District Retirement Plan Last Five Fiscal Years - June 30, 2015 through 2019

	2019	2018	2017	2016	2015
Service cost	\$ 815,297	\$ 782,059	\$ 756,810	\$ 668,795	\$ -
Interest on total liability	544,624	518,322	509,335	600,422	-
Effect of economic/demographic (gains) losses	-	576,433	(1,287,694)	-	-
Effect of assumption changes and other inputs	-	-	572,440	-	-
Employer contributions (benefit payments)	(1,239,868)	(1,078,673)	(991,349)	(1,205,535)	-
Net change in total OPEB liability	120,053	798,141	(440,458)	63,682	-
Total OPEB liability - beginning	15,359,975	14,561,834	15,002,292	14,938,610	14,938,610
Total OPEB liability - ending	<u>\$ 15,480,028</u>	<u>\$ 15,359,975</u>	<u>\$ 14,561,834</u>	<u>\$ 15,002,292</u>	<u>\$ 14,938,610</u>
Covered-employee payroll	\$ 248,703,343	\$ 248,708,343	\$ 239,657,811	\$ 233,398,696	\$ 227,706,045
Total OPEB liability as a percentage of covered-employee payroll	6.22%	6.18%	6.08%	6.43%	6.56%

Refer to the accompanying notes.

GRANITE SCHOOL DISTRICT

Required Supplementary Information – June 30, 2019

Schedule of Changes in Total OPEB Liability and Related Ratios Long-Term Disability Plan Last Five Fiscal Years - June 30, 2015 through 2019

	2019	2018	2017	2016	2015
Pre January 1, 2005 LTD Program:					
Service cost	\$ -	\$ -	\$ -	\$ -	\$ -
Interest on total liability	26,456	18,631	21,854	36,491	-
Effect of economic/demographic (gains) losses	-	329,664	(200,996)	-	-
Effect of assumption changes and other inputs	-	-	11,453	-	-
Employer contributions (benefit payments)	(135,694)	(113,945)	(113,945)	(155,158)	-
Net change in total OPEB liability	(109,238)	234,350	(281,634)	(118,667)	-
Total OPEB liability - beginning	823,138	588,788	870,422	989,089	989,089
Total OPEB liability - ending	<u>\$ 713,900</u>	<u>\$ 823,138</u>	<u>\$ 588,788</u>	<u>\$ 870,422</u>	<u>\$ 989,089</u>
Covered-employee payroll	\$ -	\$ -	\$ -	\$ -	\$ -
Total OPEB liability as a percentage of covered-employee payroll	N/A	N/A	N/A	N/A	N/A
Post January 1, 2005 LTD Program:					
Service cost	\$ 213,767	\$ 213,767	\$ 197,964	\$ 225,543	\$ -
Interest on total liability	46,286	60,435	51,352	42,816	-
Effect of economic/demographic (gains) losses	-	(728,954)	616,239	-	-
Effect of assumption changes and other inputs	-	-	165,215	-	-
Employer contributions (benefit payments)	(560,186)	650,750	(650,750)	(599,802)	-
Net change in total OPEB liability	(300,133)	195,998	380,020	(331,443)	-
Total OPEB liability - beginning	1,386,373	1,190,375	810,355	1,141,798	1,141,798
Total OPEB liability - ending	<u>\$ 1,086,240</u>	<u>\$ 1,386,373</u>	<u>\$ 1,190,375</u>	<u>\$ 810,355</u>	<u>\$ 1,141,798</u>
Covered-employee payroll	\$ 248,703,343	\$ 248,703,343	\$ 239,657,811	\$ 233,398,696	\$ 227,706,045
Total OPEB liability as a percentage of covered-employee payroll	0.44%	0.56%	0.50%	0.35%	0.50%
Combined LTD Plan					
Service cost	\$ 213,767	\$ 213,767	\$ 197,964	\$ 225,543	\$ -
Interest on total liability	72,742	79,066	73,206	79,307	-
Effect of economic/demographic (gains) losses	-	(399,290)	415,243	-	-
Effect of assumption changes and other inputs	-	-	176,668	-	-
Employer contributions (benefit payments)	(695,880)	536,805	(764,695)	(754,960)	-
Net change in total OPEB liability	(409,371)	430,348	98,386	(450,110)	-
Total OPEB liability - beginning	2,209,511	1,779,163	1,680,777	2,130,887	2,130,887
Total OPEB liability - ending	<u>\$ 1,800,140</u>	<u>\$ 2,209,511</u>	<u>\$ 1,779,163</u>	<u>\$ 1,680,777</u>	<u>\$ 2,130,887</u>

Refer to the accompanying notes.

GRANITE SCHOOL DISTRICT

Notes to the Required Supplementary Information – June 30, 2019

NOTE 1 – UTAH RETIREMENT SYSTEMS

Schedules are intended to show information for ten years; prior year information is not available. Additional years will be displayed as they become available.

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

Changes in Assumptions. Actuarial assumptions and methods used to calculate the total pension liability in plan year 2018 remain unchanged from those used in the prior year (January 1, 2018 valuation).

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

- The assumed investment return decreased from 7.20% to 6.95%.
- The assumed inflation rate 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 actuarial assumption changes adopted in the January 1, 2016 valuation:

- The assumed investment return decreased from 7.50% to 7.20%.
- The assumed inflation rate decreased from 2.75% to 2.60%.
- Both the payroll growth and wage inflation assumptions decreased by 0.15%.

Amounts reported in plan year 2015 reflect the following assumption changes adopted in 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 assumption that were modified: rate of salary increases, post retirement mortality, and certain demographics.

NOTE 2 – DISTRICT RETIREMENT PLAN

Schedule is intended to show information for ten years; prior year information is not available. Additional years will be displayed as they become available.

Changes of benefit terms: None.

Changes in assumptions: None.

NOTE 3 – LONG TERM DISABILITY PLANS

Schedule is intended to show information for ten years; prior year information is not available. Additional years will be displayed as they become available.

Changes of benefit terms: None.

Changes in assumptions: None.



Major Governmental Funds

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.

CAPITAL PROJECTS FUND

Capital Projects 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 educational programs for all students within the District. Financing is provided by property tax levies as authorized by the *Utah Code 53F-8-303*.

DEBT SERVICE FUND

Debt Service Fund - The purpose of this fund is to account for the accumulation of resources and the payment of general obligation bond principal and interest. The voters of the District have authorized the issuance of general obligation bonds for the purpose of acquiring and improving sites, constructing and remodeling facilities, and procuring equipment necessary for providing quality educational programs for all students within the District. The bonds are general obligations payable from the proceeds of a property tax levy that is sufficient to pay the principal and interest as it becomes due.

GRANITE SCHOOL DISTRICT**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual****General Fund**

Year Ended June 30, 2019 with Comparative Totals for 2018

	2019			2018
	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget	Actual Amounts
Revenues:				
Property taxes	\$ 158,226,076	\$ 155,900,540	\$ (2,325,536)	\$ 144,794,791
Earnings on investments	4,886,829	4,624,172	(262,657)	2,829,790
Other local	9,197,259	8,323,441	(873,818)	10,311,195
State	325,862,329	325,255,862	(606,467)	313,717,784
Federal	52,265,331	45,196,346	(7,068,985)	42,303,423
Total revenues	550,437,824	539,300,361	(11,137,463)	513,956,983
Expenditures:				
Current:				
Instructional services:				
Salaries	208,594,636	206,851,185	1,743,451	202,925,300
Employee benefits	101,760,263	100,187,606	1,572,657	98,162,027
Purchased services	1,655,249	1,327,993	327,256	2,140,334
Supplies and materials	16,914,145	13,008,159	3,905,986	10,711,615
Equipment	1,096,643	908,498	188,145	474,645
Other	47,467	28,418	19,049	16,109
Total instructional services	330,068,403	322,311,859	7,756,544	314,430,030
Supporting services:				
Students	41,362,225	40,056,604	1,305,621	36,374,578
Instructional staff	34,535,699	33,386,409	1,149,290	29,410,870
District administration	4,904,984	4,790,450	114,534	4,364,980
School administration	37,038,981	37,085,184	(46,203)	34,632,807
Central	12,253,961	11,659,379	594,582	11,823,625
Operation and maintenance of facilities	60,031,882	59,500,033	531,849	58,104,674
Transportation	10,589,984	10,676,500	(86,516)	10,139,277
Total supporting services	200,717,716	197,154,559	3,563,157	184,850,811
Total expenditures	530,786,119	519,466,418	11,319,701	499,280,841
Excess of revenues over expenditures	19,651,705	19,833,943	182,238	14,676,142
Other financing sources (uses):				
Transfers in	2,613,565	1,016,305	(1,597,260)	-
Transfers (out)	(2,105,707)	(2,786,027)	(680,320)	(936,132)
Proceeds from sale of capital assets	-	-	-	533,385
Total other financing sources (uses)	507,858	(1,769,722)	(2,277,580)	(402,747)
Net change in fund balances	20,159,563	18,064,221	(2,095,342)	14,273,395
Fund balances - beginning	130,744,967	130,744,967	-	116,471,572
Fund balances - ending	\$ 150,904,530	\$ 148,809,188	\$ (2,095,342)	\$ 130,744,967

GRANITE SCHOOL DISTRICT**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual****Capital Projects Fund**

Year Ended June 30, 2019 with Comparative Totals for 2018

	2019			2018
	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget	Actual Amounts
Revenues:				
Property taxes	\$ 20,727,588	\$ 20,419,924	\$ (307,664)	\$ 22,176,028
Earnings on investments	1,325,000	1,339,407	14,407	546,937
Other local	653,991	497,273	(156,718)	471,330
State	77,312	59,876	(17,436)	378,055
Federal	839,168	839,168	-	835,589
Total revenues	23,623,059	23,155,648	(467,411)	24,407,939
Expenditures:				
Current:				
Instructional services	3,087,845	1,451,550	1,636,295	2,562,171
Supporting services:				
Students	35,527	35,786	(259)	34,852
Instructional staff	209,361	195,232	14,129	51,320
District administration	80,000	14,044	65,956	14,102
School administration	389,913	387,301	2,612	47,872
Central	4,552,104	3,698,468	853,636	3,131,184
Operation and maintenance of facilities	1,922,948	1,350,225	572,723	1,168,396
Transportation	1,214,699	1,214,699	-	1,156,827
Capital outlay:				
Salaries	67,785	35,314	32,471	106,697
Employee benefits	24,795	13,572	11,223	34,863
Purchased services	45,696,028	34,930,374	10,765,654	16,598,412
Supplies and materials	3,361,022	2,603,728	757,294	1,595,043
Land and improvements	2,664,892	2,530,462	134,430	8,826,213
Buildings and improvements	-	-	-	1,420,500
Equipment	414,242	375,207	39,035	327,605
Other	300	866	(566)	1,500
Debt service:				
Bond issuance costs	218,652	218,652	-	137,676
Total expenditures	63,940,113	49,055,480	14,884,633	37,215,233
Excess (deficiency) of revenues (under) expenditures	(40,317,054)	(25,899,832)	14,417,222	(12,807,294)
Other financing sources:				
Proceeds from sale of capital assets	4,163,902	4,163,902	-	330,314
Bonds issued	50,000,000	50,000,000	-	25,000,000
Premiums on bonds issued	1,684,505	1,684,505	-	3,839,794
Transfers in	1,000,000	1,000,000	-	16,066
Total other financing sources	56,848,407	56,848,407	-	29,186,174
Net change in fund balances	16,531,353	30,948,575	14,417,222	16,378,880
Fund balances - beginning	33,421,702	33,421,702	-	17,042,822
Fund balances - ending	\$ 49,953,055	\$ 64,370,277	\$ 14,417,222	\$ 33,421,702

GRANITE SCHOOL DISTRICT**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual****Debt Service Fund**

Year Ended June 30, 2019 with Comparative Totals for 2018

	2019			2018
	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget	Actual Amounts
Revenues:				
Local:				
Property taxes	\$ 60,724,387	\$ 59,822,893	\$ (901,494)	\$ 17,248,022
Earnings on investments	2,700,000	2,695,139	(4,861)	979,010
Total revenues	63,424,387	62,518,032	(906,355)	18,227,032
Expenditures:				
Debt service:				
Principal	49,615,000	49,615,000	-	10,720,000
Interest	10,325,805	10,325,804	1	7,910,252
Bond issuance costs	-	-	-	234,080
Paying agent fees	10,000	4,000	6,000	3,500
Total expenditures	59,950,805	59,944,804	6,001	18,867,832
Excess (deficiency) of revenues over (under) expenditures	3,473,582	2,573,228	(900,354)	(640,800)
Other financing sources (uses):				
Refunding bonds issued	-	-	-	42,195,000
Premiums on bonds issued	-	-	-	7,460,574
Transfers (out)	(1,500,000)	-	1,500,000	-
Total other financing sources (uses)	(1,500,000)	-	1,500,000	49,655,574
Net change in fund balances	1,973,582	2,573,228	599,646	49,014,774
Fund balances - beginning	49,954,935	49,954,935	-	940,161
Fund balances - ending	\$ 51,928,517	\$ 52,528,163	\$ 599,646	\$ 49,954,935

Nonmajor Governmental Funds

Nonmajor Governmental Funds

SPECIAL REVENUE FUNDS

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

Pass-through Taxes Fund - The purpose of this fund is to: 1) account for the tax increment financing (TIF) authorized by the Community Development and Renewal Agencies Act (*Utah Code 17C-1*) to finance urban renewal, economic development, and community development projects by earmarking property tax revenue from increases in taxable values within a designated TIF district; and 2) account for the pass-through property taxes collected from the charter school levy. The incremental taxes are collected by Salt Lake County and paid directly to the CDRA within the District. The charter school property taxes are collected by Salt Lake County and paid directly to the Utah State Treasurer for distribution to charter schools within the State.

Granite Education Foundation Fund - The purpose of this fund is to account for donations received on behalf of the District. The Foundation is a tax-exempt nonprofit organization formed for the benefit of Granite School District. Although the Foundation's activities and records are operated and maintained separate from the District, its activities and operations exclusively benefit the District. The Foundation, therefore, is reported as a blended component unit of the District.

School Lunch Fund - The purpose of this fund is to account for the food service 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.

GRANITE SCHOOL DISTRICT**Combining Balance Sheet - Nonmajor Governmental Funds**

June 30, 2019

	Special Revenue				Total
	<i>District Activity Programs</i>	<i>Pass- through Taxes</i>	<i>Granite Education Foundation</i>	<i>School Lunch</i>	Nonmajor Governmental Funds
Assets:					
Cash and investments	\$ 11,775,355	\$ -	\$ 3,358,540	\$ 15,695,897	\$ 30,829,792
Receivables:					
Property taxes	-	14,923,081	-	-	14,923,081
Local	-	-	-	120,343	120,343
State	-	-	-	1,480,336	1,480,336
Federal	-	-	-	266,392	266,392
Inventories	-	-	-	1,561,277	1,561,277
Prepaid items	675	-	-	1,095	1,770
Due from other funds	2,129,325	-	-	-	2,129,325
Total assets	\$ 13,905,355	\$ 14,923,081	\$ 3,358,540	\$ 19,125,340	\$ 51,312,316
Liabilities:					
Accounts and contracts payable	\$ 29,348	\$ -	\$ 47,890	\$ 59,141	\$ 136,379
Accrued salaries and related payables	5,226	-	-	702,411	707,637
Total liabilities	34,574	-	47,890	761,552	844,016
Deferred inflows of resources:					
Property taxes levied for future year	-	14,734,673	-	-	14,734,673
Unavailable property tax revenue	-	188,408	-	-	188,408
Total deferred inflows of resources	-	14,923,081	-	-	14,923,081
Fund balances:					
Nonspendable:					
Inventories	-	-	-	1,561,277	1,561,277
Prepaid items	675	-	-	1,095	1,770
Restricted for:					
Schools	-	-	423,505	-	423,505
Scholarships	-	-	370,188	-	370,188
School lunch	-	-	-	16,801,416	16,801,416
Committed to:					
District activity programs	13,870,106	-	-	-	13,870,106
Foundation	-	-	2,516,957	-	2,516,957
Total fund balances	13,870,781	-	3,310,650	18,363,788	35,545,219
Total liabilities, deferred inflows of resources and fund balances	\$ 13,905,355	\$ 14,923,081	\$ 3,358,540	\$ 19,125,340	\$ 51,312,316

GRANITE SCHOOL DISTRICT

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances

Nonmajor Governmental Funds

Year Ended June 30, 2019

	Special Revenue				Total
	<i>District Activity Programs</i>	<i>Pass- through Taxes</i>	<i>Granite Education Foundation</i>	<i>School Lunch</i>	<i>Nonmajor Governmental Funds</i>
Revenues:					
Local:					
Property taxes	\$ -	\$ 8,359,646	\$ -	\$ -	\$ 8,359,646
Earnings on investments	293,746	-	91,046	618,636	1,003,428
Student activities	12,285,277	-	-	-	12,285,277
Foundation activities	-	-	1,480,399	-	1,480,399
School lunch program activities	-	-	-	4,097,792	4,097,792
Total local	12,579,023	8,359,646	1,571,445	4,716,428	27,226,542
State	-	-	-	5,197,989	5,197,989
Federal	-	-	-	21,352,018	21,352,018
Total revenues	12,579,023	8,359,646	1,571,445	31,266,435	53,776,549
Expenditures:					
Current:					
Instructional services	10,888,980	-	-	-	10,888,980
Supporting services:					
Students	100,021	-	-	-	100,021
Instructional staff	307,613	-	-	-	307,613
School administration	928,165	-	-	-	928,165
Operation and maintenance of facilities	259,253	-	-	-	259,253
Transportation	140,844	-	-	-	140,844
School lunch services	-	-	-	31,279,998	31,279,998
Community services	74,478	-	2,062,705	-	2,137,183
Intergovernmental	-	8,359,646	-	-	8,359,646
Total expenditures	12,699,354	8,359,646	2,062,705	31,279,998	54,401,703
(Deficiency) of revenues (under) expenditures	(120,331)	-	(491,260)	(13,563)	(625,154)
Other financing sources:					
Transfers in	230,275	-	539,073	750,000	1,519,348
Total other financing sources	230,275	-	539,073	750,000	1,519,348
Net change in fund balances	109,944	-	47,813	736,437	894,194
Fund balances - beginning	13,760,837	-	3,262,837	17,627,351	34,651,025
Fund balances - ending	\$ 13,870,781	\$ -	\$ 3,310,650	\$ 18,363,788	\$ 35,545,219

GRANITE SCHOOL DISTRICT**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual****District Activity Programs - A Nonmajor Special Revenue Fund**

Year Ended June 30, 2019 with Comparative Totals for 2018

	2019			2018
	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget	Actual Amounts
Revenues:				
Local:				
Earnings on investments	\$ 160,000	\$ 293,746	\$ 133,746	\$ 193,952
Student activities:				
Tuition	127,208	121,693	(5,515)	53,303
Transportation fees	75,815	72,528	(3,287)	66,016
Admissions and gate fees	917,484	877,709	(39,775)	866,549
Vending and bookstore sales	14,841	14,198	(643)	25,098
Student organization membership dues	67,592	64,662	(2,930)	54,189.00
Student fees	6,579,636	6,294,397	(285,239)	6,316,643
Proceeds from general sales activities	1,116,873	1,068,455	(48,418)	758,173.00
Proceeds from fundraising activities	2,128,533	2,036,257	(92,276)	2,576,611
Facility and field rental fees	352,586	337,301	(15,285)	378,367
Donations	1,459,954	1,396,662	(63,292)	1,243,318
Other student activities	1,479	1,415	(64)	8,576
Total student activities	12,842,000	12,285,277	(556,724)	12,346,843
Total local revenue	13,002,000	12,579,023	(422,977)	12,540,795
Expenditures:				
Current:				
Instructional services:				
Salaries	150,000	89,255	60,745	107,638
Benefits	29,993	14,893	15,100	19,662
Purchased services	4,440,000	4,810,208	(370,208)	4,310,755
Supplies	5,600,000	5,286,419	313,581	5,350,389
Textbooks	550,000	434,820	115,180	460,143
Equipment	100,000	65,438	34,562	102,035
Other	305,000	187,947	117,053	224,127
Supporting services:				
Students	125,000	100,021	24,979	161,741
Instructional staff	300,000	307,613	(7,613)	268,377
School administration	1,038,184	928,165	110,019	939,244
Operation and maintenance of facilities	210,000	259,253	(49,253)	193,556
Transportation	170,000	140,844	29,156	172,261
Community services	-	74,478	(74,478)	64,777
Total expenditures	13,018,177	12,699,354	318,823	12,374,705
Excess (deficiency) of revenues over (under) expenditures	(16,177)	(120,331)	(104,155)	166,090
Other financing sources:				
Transfers in	196,267	230,275	34,008	295,479
Net change in fund balances	180,090	109,944	(70,147)	461,569
Fund balances - beginning	13,760,837	13,760,837	-	13,299,268
Fund balances - ending	\$ 13,940,927	\$ 13,870,781	\$ (70,147)	\$ 13,760,837

GRANITE SCHOOL DISTRICT**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Pass-through Taxes - A Nonmajor Special Revenue Fund**

Year Ended June 30, 2019 with Comparative Totals for 2018

	2019			2018
	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget	Actual Amounts
Revenues:				
Local:				
Property taxes	\$ 8,359,646	\$ 8,359,646	\$ -	\$ 8,232,386
Total revenues	8,359,646	8,359,646	-	8,232,386
Expenditures:				
Intergovernmental:				
Contributions to redevelopment agencies	5,439,731	5,439,731	-	4,921,014
Contributions to the state for charter schools	2,919,915	2,919,915	-	3,311,372
Total expenditures	8,359,646	8,359,646	-	8,232,386
Net change in fund balances	-	-	-	-
Fund balances - beginning	-	-	-	-
Fund balances - ending	\$ -	\$ -	\$ -	\$ -

GRANITE SCHOOL DISTRICT**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Granite Education Foundation - A Nonmajor Special Revenue Fund**

Year Ended June 30, 2019 with Comparative Totals for 2018

	2019			2018
	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget	Actual Amounts
Revenues:				
Local:				
Earnings on investments	\$ 300,000	\$ 91,044	\$ (208,956)	\$ 175,089
Foundation activities:				
Donations and fundraising proceeds	1,350,000	1,480,401	130,401	1,315,750
Total revenues	1,650,000	1,571,445	(78,555)	1,490,839
Expenditures:				
Current:				
Community services:				
Salaries	567,946	565,009	2,937	491,109
Employee benefits	290,374	289,610	764	241,132
Purchased services	577,460	497,707	79,753	430,897
Supplies	327,402	479,929	(152,527)	241,093
Equipment	-	7,050	(7,050)	-
Other	425,588	223,400	202,188	120,528
Total expenditures	2,188,770	2,062,705	126,065	1,524,759
Excess (deficiency) of revenues over (under) expenditures	(538,770)	(491,260)	47,510	(33,920)
Other financing sources:				
Transfers in	538,979	539,073	94	480,879
Net change in fund balances	209	47,813	47,604	446,959
Fund balances - beginning	3,262,837	3,262,837	-	2,815,878
Fund balances - ending	\$ 3,263,046	\$ 3,310,650	\$ 47,604	\$ 3,262,837

GRANITE SCHOOL DISTRICT**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
School Lunch - A Nonmajor Special Revenue Fund**

Year Ended June 30, 2019 with Comparative Totals for 2018

	2019			2018
	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget	Actual Amounts
Revenues:				
Local:				
Earnings on investments	\$ 750,000	\$ 618,639	\$ (131,361)	\$ 257,505
School lunch program activities:				
Lunch sales - children	3,000,000	2,907,031	(92,969)	760,364
Lunch sales - adult	325,000	288,874	(36,126)	295,906
Other	815,000	901,884	86,884	2,798,448
Total school lunch program activities	4,140,000	4,097,789	(42,211)	3,854,718
Total local	4,890,000	4,716,428	(173,572)	4,112,223
State lunch program	5,200,000	5,197,989	(2,011)	4,881,492
Federal lunch program	23,000,000	21,352,018	(1,647,982)	23,108,862
Total revenues	33,090,000	31,266,435	(1,823,565)	32,102,577
Expenditures:				
Current:				
School lunch services:				
Salaries	10,200,590	9,913,741	286,849	10,063,070
Employee benefits	3,502,851	3,507,749	(4,898)	3,524,344
Purchased services	2,071,005	1,662,724	408,281	3,690,803
Supplies	1,485,064	1,351,976	133,088	1,186,128
Food	13,352,765	12,544,405	808,360	11,566,085
Equipment	693,644	466,887	226,757	308,449
Indirect cost allocation	1,927,887	1,832,516	95,371	2,713,204
Total expenditures	33,233,806	31,279,998	1,953,808	33,052,083
Excess (deficiency) of revenues over (under) expenditures	(143,806)	(13,563)	130,243	(949,506)
Other financing sources:				
Transfers in	-	750,000	750,000	-
Net change in fund balances	(143,806)	736,437	880,243	(949,506)
Fund balances - beginning	17,627,351	17,627,351	-	18,576,857
Fund balances - ending	\$ 17,483,545	\$ 18,363,788	\$ 880,243	\$ 17,627,351



Internal Service Funds

Proprietary Funds

INTERNAL SERVICE FUNDS

Printing Services Fund - The purpose of this fund is to account for printing services provided to departments and schools by the District printing department. Costs are recovered by charges to user departments and schools.

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

GRANITE SCHOOL DISTRICT
Combining Statement of Fund Net Position - Internal Service Funds
June 30, 2019 with Comparative Totals for 2018

	2019			2018
	Printing Services Fund	Self Insurance Fund	Total	Total
Assets:				
Current assets:				
Cash and investments	\$ -	\$ 33,432,315	\$ 33,432,315	\$ 27,826,954
Receivables - local	9,592	49,228	58,820	55,903
Prepaid items	-	-	-	327
Inventories	20,685	-	20,685	28,908
Due from other funds	182,870	-	182,870	74,086
Total current assets	213,147	33,481,543	33,694,690	27,986,178
Noncurrent assets:				
Capital assets:				
Equipment	729,407	-	729,407	730,422
Accumulated depreciation	(660,284)	-	(660,284)	(586,673)
Total noncurrent assets	69,123	-	69,123	143,749
Total assets	282,270	33,481,543	33,763,813	28,129,927
Deferred outflows of resources:				
Related to state retirement pension plans	134,830	58,320	193,150	182,001
Related to district retirement pension plan	765	365	1,130	1,449
Related to long-term disability OPEB plan	594	283	877	1,261
Total deferred outflows of resources	136,189	58,968	195,157	184,711
Liabilities:				
Current liabilities:				
Accounts payable	21,148	18,270	39,418	8,009
Health and accident claims payable	-	14,150,058	14,150,058	13,924,437
Dental claims payable	-	360,539	360,539	356,769
Workers compensation claims payable	-	1,819,561	1,819,561	781,083
Unemployment claims payable	-	43,532	43,532	19,200
Total current liabilities	21,148	16,391,960	16,413,108	15,089,498
Noncurrent liabilities:				
Workers compensation claims payable	-	37,134	37,134	15,940
Net pension liability-state retirement pension plans	341,536	147,835	489,371	307,199
Total pension liability-district retirement pension plan	19,219	9,173	28,392	27,171
Total OPEB liability-long-term disability OPEB plan	2,235	1,067	3,302	3,908
Early retirement liability	26,766	12,775	39,541	35,549
Total noncurrent liabilities	389,756	207,984	597,740	389,767
Total liabilities	410,904	16,599,944	17,010,848	15,479,265
Deferred inflows of resources:				
Related to state retirement pension plans	6,140	2,606	8,746	159,949
Related to district retirement pension plan	536	256	792	1,269
Related to long-term disability OPEB plan	879	420	1,299	1,409
Total deferred inflows of resources	7,555	3,282	10,837	162,627
Net position:				
Investment in capital assets	69,123	-	69,123	143,749
Unrestricted	(69,123)	16,937,285	16,868,162	12,528,997
Total net position	\$ -	\$ 16,937,285	\$ 16,937,285	\$ 12,672,746

GRANITE SCHOOL DISTRICT

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

Internal Service Funds

Year Ended June 30, 2019 with Comparative Totals for 2018

	2019			2018
	Printing Services Fund	Self Insurance Fund	Total	Total
Operating revenues:				
Charges for services:				
Medical insurance premiums	\$ -	\$ 71,301,545	\$ 71,301,545	\$ 69,038,533
Unemployment insurance premiums	-	95,117	95,117	10,585
Industrial insurance premiums	-	1,639,576	1,639,576	1,586,365
Printing and other services	593,488	98,285	691,773	691,870
Total operating revenues	593,488	73,134,523	73,728,011	71,327,353
Operating expenses:				
Salaries	308,780	169,317	478,097	457,261
Employee benefits	174,259	69,605	243,864	157,843
Medical and prescription claims	-	59,971,181	59,971,181	56,336,222
Dental claims	-	1,284,221	1,284,221	1,782,796
Medical administrative fees	-	2,542,555	2,542,555	2,854,247
Affordable Care Act fees	-	28,330	28,330	54,412
Medical reinsurance premiums	-	1,401,154	1,401,154	1,412,254
Workers compensation claims	-	2,435,248	2,435,248	1,172,358
Unemployment claims	-	95,117	95,117	10,585
Purchased services	180,655	291,119	471,774	199,765
Supplies and materials	106,421	27,420	133,841	112,561
Depreciation	74,626	-	74,626	74,236
Total operating expenses	844,741	68,315,267	69,160,008	64,624,540
Operating income (loss)	(251,253)	4,819,256	4,568,003	6,702,813
Nonoperating revenues (expenses):				
Earnings on investments	879	445,283	446,162	220,896
Income (loss) before transfers	(250,374)	5,264,539	5,014,165	6,923,709
Transfers:				
Transfers in	250,374	-	250,374	143,708
Transfers (out)	-	(1,000,000)	(1,000,000)	-
Change in net position	-	4,264,539	4,264,539	7,067,417
Total net position - beginning	-	12,672,746	12,672,746	5,605,329
Total net position - ending	\$ -	\$ 16,937,285	\$ 16,937,285	\$ 12,672,746

GRANITE SCHOOL DISTRICT

Combining Statement of Fund Cash Flows - Internal Service Funds

Year Ended June 30, 2019 with Comparative Totals for 2018

	2019			2018
	Printing Services Fund	Self Insurance Fund	Totals	Totals
Cash flows from operating activities:				
Receipts from interfund services provided	\$ 584,104	\$ 73,140,988	\$ 73,725,092	\$ 71,513,069
Payments of assessments from other funds	(108,784)	-	(108,784)	(50,832)
Payments to employees	(465,447)	(231,970)	(697,417)	(663,382)
Payments to suppliers for goods and services	(261,126)	(304,530)	(565,656)	(306,359)
Payments for medical fees and insurance claims	-	(66,444,410)	(66,444,410)	(64,163,738)
Net cash provided (used) by operating activities	(251,253)	6,160,078	5,908,825	6,328,758
Cash flows from noncapital financing activities:				
Transfers in from other funds	250,374	-	250,374	143,708
Transfers (out) to other funds	-	(1,000,000)	(1,000,000)	-
Net cash provided (used) by noncapital financing activities	250,374	(1,000,000)	(749,626)	143,708
Cash flows from investing activities:				
Earnings on investments	879	445,283	446,162	220,896
Net change in cash and cash equivalents	-	5,605,361	5,605,361	6,693,362
Cash and cash equivalents - beginning	-	27,826,954	27,826,954	21,133,592
Cash and cash equivalents - ending*	\$ -	\$ 33,432,315	\$ 33,432,315	\$ 27,826,954

* Displayed as cash and investments on the statement of fund net position - proprietary funds.

Reconciliation of operating income (loss) to net cash provided by operating activities:

Operating income (loss)	\$ (251,253)	\$ 4,819,256	\$ 4,568,003	\$ 6,702,813
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Noncash item - depreciation	74,626	-	74,626	74,236
(Increase) decrease in operating assets:				
Accounts receivable - local	(9,385)	6,467	(2,918)	185,715
Prepaid items	327	-	327	1,466
Inventories	8,223	-	8,223	2,069
Due from other funds	(108,784)	-	(108,784)	(50,832)
(Increase) decrease in deferred outflows of resources	(7,699)	(2,747)	(10,446)	(3,143)
Increase (decrease) in operating liabilities:				
Accounts payable	17,401	14,009	31,410	2,432
Accrued salaries and related benefits	-	-	-	(1,150)
Health and accident claims payable	-	225,621	225,621	(310,030)
Dental claims payable	-	3,770	3,770	(51,206)
Workers compensation claims payable	-	1,059,672	1,059,672	(179,957)
Unemployment claims payable	-	24,332	24,332	329
Net pension liability-state retirement pension plans	127,802	54,370	182,172	(135,066)
Total pension liability-district retirement pension plan	805	416	1,221	1,318
Total OPEB liability-long-term disability OPEB plan	(414)	(192)	(606)	749
Early retirement liability	2,674	1,318	3,992	(7,479)
Increase in deferred inflows of resources	(105,576)	(46,214)	(151,790)	96,494
Total adjustments	-	1,340,822	1,340,822	(374,055)
Net cash provided (used) by operating activities	\$ (251,253)	\$ 6,160,078	\$ 5,908,825	\$ 6,328,758

Section III

Statistical

GRANITE SCHOOL DISTRICT

Statistical Section - Financial Trends

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.

Financial Trends

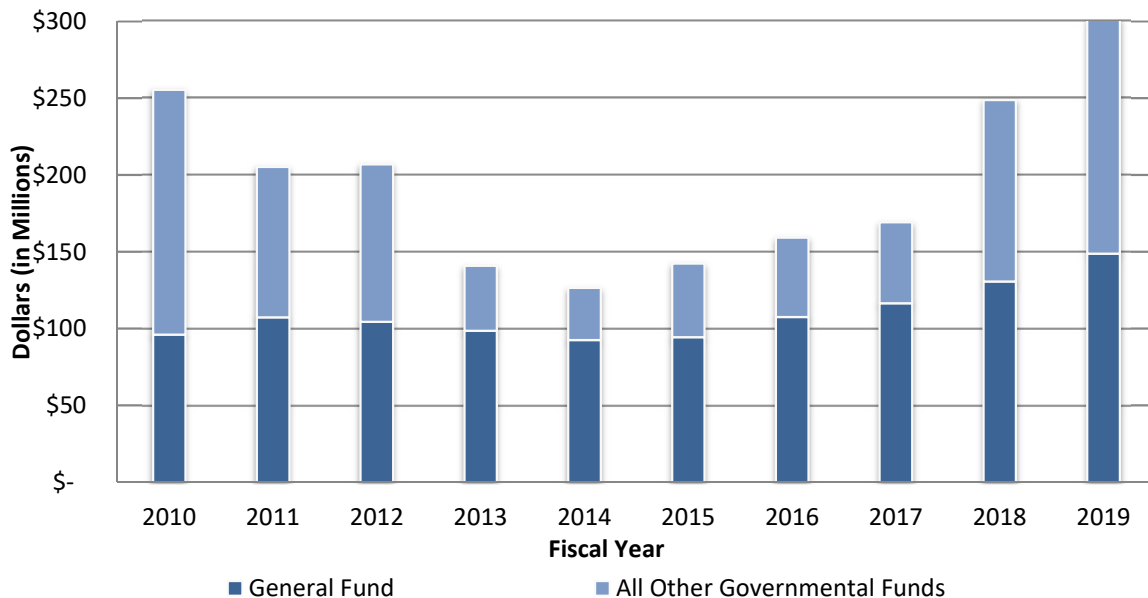
These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.

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Sources:

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

Governmental Fund Balances



Granite School District

Comparative Statements of Net Position

Last Ten Fiscal Years - June 30, 2010 through 2019

	2010	2011	2012	2013	2014	2015
Assets:						
Cash and investments	\$ 285,154,233	\$ 246,660,988	\$ 272,632,468	\$ 215,574,818	\$ 187,938,498	\$ 196,776,285
Receivables:						
Property taxes	132,521,058	131,905,864	138,078,689	138,935,297	140,117,948	165,998,099
Local	840,395	2,017,171	1,774,001	1,809,789	1,389,313	1,060,149
State	1,123,269	2,286,160	1,959,228	2,343,606	2,608,600	1,766,000
Federal	36,585,184	29,895,483	19,006,668	16,785,055	18,522,446	16,236,671
Prepaid items	351,864	394,551	418,293	442,017	440,926	1,640,388
Lease receivable	-	-	9,084,045	-	-	-
Inventories	4,685,021	4,174,442	4,614,854	4,850,741	4,416,320	5,400,254
Restricted cash and investments with fiscal agent	-	-	-	-	-	-
Net other post employment benefit asset	561,382	609,335	864,391	962,548	1,583,821	1,703,583
Net pension asset	-	-	-	-	40,788	143,027
Capital assets:						
Land, construction in progress, and water stock	55,000,220	99,471,695	166,043,007	241,402,460	247,798,755	135,275,981
Other capital assets, net of accumulated depreciation	244,279,676	250,553,057	292,615,046	298,506,536	298,583,285	393,539,779
Total assets	<u>761,102,302</u>	<u>767,968,746</u>	<u>907,090,690</u>	<u>921,612,867</u>	<u>903,440,700</u>	<u>919,540,216</u>
Deferred outflows of resources:						
Related to state retirement pension plans	-	-	-	-	24,640,562	30,455,766
Related to district retirement pension plan	-	-	-	-	-	-
Related to district OPEB plan	-	-	-	-	-	-
Bond refunding costs, net of accumulated depreciation	-	-	-	-	-	-
Total deferred outflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>24,640,562</u>	<u>30,455,766</u>
Liabilities:						
Accounts and contracts payable	8,588,487	15,054,886	24,412,684	15,853,511	4,338,899	3,604,607
Accrued interest	433,006	271,698	670,287	754,417	769,092	735,085
Accrued salaries and related benefits	42,628,041	42,904,209	43,386,016	48,017,721	40,909,960	40,060,600
Unearned revenue:						
Local	1,214,568	1,065,499	9,948,581	1,527,180	1,507,466	1,021,448
State	8,691,770	9,522,950	9,439,856	8,678,669	7,436,856	6,353,051
Federal	801,901	1,285,615	1,699,097	1,880,782	2,960,022	3,991,067
Long-term liabilities:						
Portion due or payable within one year	13,636,794	13,791,605	16,260,601	20,394,650	21,371,610	23,012,807
Portion due or payable after one year	109,960,914	89,963,247	180,566,007	222,274,831	447,924,466	410,861,894
Total liabilities	<u>185,955,481</u>	<u>173,859,709</u>	<u>286,383,129</u>	<u>319,381,761</u>	<u>527,218,371</u>	<u>489,640,559</u>
Deferred inflows of resources:						
Related to state retirement pension plans	-	-	-	-	-	19,014,287
Related to district retirement pension plan	-	-	-	-	-	-
Related to district OPEB plan	-	-	-	-	-	-
Property taxes levied for future year	130,454,807	126,750,223	133,854,460	135,851,267	136,981,084	162,895,935
Total deferred inflows of resources	<u>130,454,807</u>	<u>126,750,223</u>	<u>133,854,460</u>	<u>135,851,267</u>	<u>136,981,084</u>	<u>181,910,222</u>
Net position:						
Net investment in capital assets	294,292,996	312,828,850	320,933,467	338,844,364	344,867,541	336,548,726
Restricted for:						
Capital projects	62,709,491	50,798,448	52,011,476	10,351,497	10,772,697	18,500,839
Debt service	-	360,073	-	-	-	542,300
Pass-through taxes	-	-	-	-	-	123,165
Schools and scholarships	894,675	411,517	411,517	411,517	408,728	435,761
School lunch	9,519,525	6,831,041	8,848,379	10,206,132	10,199,072	12,552,044
Community recreation	1,279,785	446,335	-	-	-	-
Unrestricted	75,995,542	95,682,550	104,648,262	106,566,329	(102,366,231)	(90,257,634)
Total net position	<u>\$ 444,692,014</u>	<u>\$ 467,358,814</u>	<u>\$ 486,853,101</u>	<u>\$ 466,379,839</u>	<u>\$ 263,881,807</u>	<u>\$ 278,445,201</u>

Note: Certain amounts for 2014 have been restated to implement new accounting and reporting standards (GASBS 68 and 71).

Note: Certain amounts for 2015 have been restated to implement new accounting and reporting standards (GASBS 73 and 75).

Source: District records

<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
\$ 208,478,139	\$ 221,871,595	\$ 264,716,854	\$ 313,960,995
165,108,265	183,920,943	224,983,835	244,357,249
914,707	5,076,817	5,687,681	3,183,367
2,745,718	5,614,501	2,281,342	3,907,066
16,678,670	14,291,061	16,050,151	27,986,867
3,383,515	4,021,861	4,090,379	5,627,042
-	-	-	-
5,736,549	4,845,490	5,454,629	5,422,868
-	-	48,923,785	47,823,124
-	-	-	-
10,609	-	-	-
43,319,428	44,108,323	56,090,781	77,692,005
468,462,449	447,581,023	423,581,219	402,417,994
<u>914,838,049</u>	<u>931,331,614</u>	<u>1,051,860,656</u>	<u>1,132,378,577</u>
95,571,899	104,967,705	115,745,552	123,651,909
-	-	819,316	616,544
-	617,293	712,684	478,411
6,000,379	5,585,275	5,186,324	4,787,376
<u>101,572,278</u>	<u>111,170,273</u>	<u>122,463,876</u>	<u>129,534,240</u>
4,850,034	4,536,379	3,977,976	10,800,641
706,743	405,744	819,093	822,080
41,265,125	41,790,472	47,655,515	48,080,559
1,856,477	2,100,607	1,992,631	2,093,564
6,971,190	7,391,913	9,580,265	9,386,154
3,362,473	4,778,832	1,734,499	977,356
24,991,267	24,991,267	36,939,664	36,939,664
476,103,393	473,292,788	462,577,988	583,076,403
<u>560,106,702</u>	<u>559,288,002</u>	<u>565,277,631</u>	<u>692,176,421</u>
28,046,482	39,107,652	101,905,125	6,853,642
-	-	717,294	432,094
-	156,479	796,656	707,879
161,945,555	181,903,176	223,805,741	242,850,049
<u>189,992,037</u>	<u>221,167,307</u>	<u>327,224,816</u>	<u>250,843,664</u>
321,010,498	315,291,774	301,175,565	321,838,814
18,532,879	20,276,450	20,799,971	25,968,427
-	862,780	1,408,103	4,759,623
127,880	113,380	78,730	-
469,379	749,698	783,739	794,367
17,424,569	12,659,512	10,156,653	7,680,925
-	-	-	-
(91,253,617)	(87,907,016)	(52,580,676)	(42,149,424)
<u>\$ 266,311,588</u>	<u>\$ 262,046,578</u>	<u>\$ 281,822,085</u>	<u>\$ 318,892,732</u>

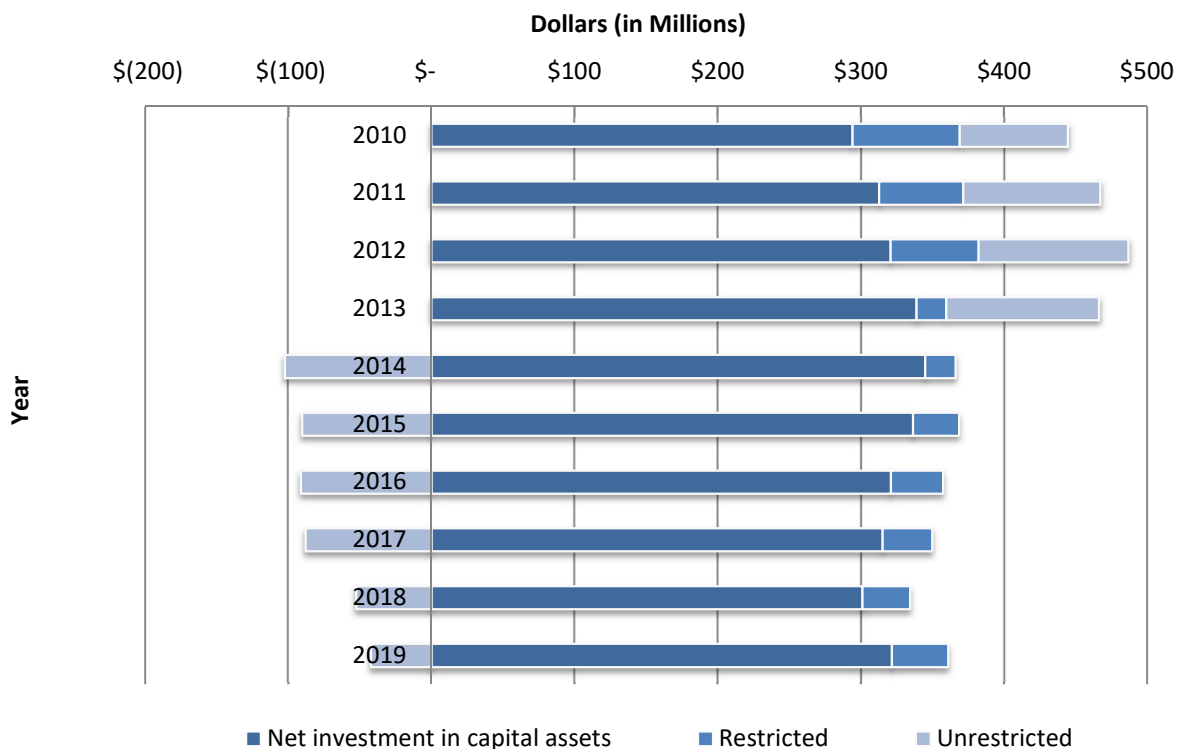


Granite School District

Net Position by Component

Last Ten Fiscal Years - June 30, 2010 through June 30, 2019
(Accrual basis of accounting)

		Net investment in			Total governmental activities
June 30,	capital assets	Restricted	Unrestricted	net position	
2010	\$ 294,292,996	\$ 74,782,717	\$ 75,616,301	\$ 444,692,014	
2011	312,828,850	58,847,414	95,682,550	467,358,814	
2012	320,933,467	61,271,372	104,648,262	486,853,101	
2013	338,844,364	20,969,146	106,566,329	466,379,839	
2014	344,867,541	21,380,497	(102,366,231)	263,881,807	
2015	336,548,726	32,154,109	(90,257,634)	278,445,201	
2016	321,010,498	36,554,707	(91,253,617)	266,311,588	
2017	315,291,774	34,661,820	(87,907,016)	262,046,578	
2018	301,175,565	33,227,196	(52,580,676)	281,822,085	
2019	321,838,814	39,203,342	(42,149,424)	318,892,732	



Note: Certain amounts for 2014 have been restated to implement new accounting and reporting standards (GASBS-68).
 Note: Certain amounts for 2015 have been restated to implement new accounting and reporting standards (GASBS-73 and 75).
 Source: District records

Granite School District

Changes in Net Position

Last Ten Fiscal Years - June 30, 2010 through 2019

(Accrual basis of accounting)

	2010	2011	2012
Expenses:			
Instructional services	\$ 323,526,457	\$ 318,583,268	\$ 297,867,401
Supporting services:			
Students	18,495,907	18,310,997	18,140,134
Instructional staff	17,121,922	16,452,790	15,094,205
District administration	3,212,270	3,172,168	3,261,574
School administration	25,939,635	25,899,389	26,259,590
Central	9,641,355	9,510,994	9,823,667
Operation and maintenance of facilities	42,959,293	39,397,257	48,472,612
Transportation	9,022,545	9,267,172	10,199,851
School lunch services	22,304,140	27,471,654	24,604,691
Community services	14,934,127	14,764,773	15,722,329
Intergovernmental	-	-	-
Interest on long-term liabilities	1,281,355	3,289,197	7,467,967
Total expenses	<u>488,439,006</u>	<u>486,119,659</u>	<u>476,914,021</u>
Program revenues:			
Charges for services:			
Instructional services	14,630,732	13,149,620	13,377,552
Supporting services	2,821,266	2,318,265	2,250,317
School lunch services	4,164,925	5,192,512	5,009,691
Operating grants and contributions	<u>150,832,593</u>	<u>158,348,843</u>	<u>148,761,817</u>
Total program revenues	<u>172,449,516</u>	<u>179,009,240</u>	<u>169,399,377</u>
Net (expense) and changes in net position	<u>(315,989,490)</u>	<u>(307,110,419)</u>	<u>(307,514,644)</u>
General revenue and other changes in net position:			
Property taxes	133,224,919	143,699,068	144,940,295
Federal and state aid not restricted to specific programs	188,872,801	180,777,434	174,482,377
Earnings on investments	2,367,634	2,028,527	747,585
Miscellaneous	<u>3,894,500</u>	<u>3,272,190</u>	<u>6,838,674</u>
Total general revenue and other changes in net position	<u>328,359,854</u>	<u>329,777,219</u>	<u>327,008,931</u>
Change in net position	12,370,364	22,666,800	19,494,287
Net position - beginning	<u>432,321,650</u>	<u>444,692,014</u>	<u>467,358,814</u>
Net position - ending	<u>\$ 444,692,014</u>	<u>\$ 467,358,814</u>	<u>\$ 486,853,101</u>

* Beginning net position as of 7/1/2014 has been restated with the implementation of GASB 68 and 71 as follows:

Beginning net position, as previously stated	\$ 471,496,366
Net pension asset	40,788
Net pension liability	(232,295,909)
Deferred outflows of resources related to pensions	<u>24,640,562</u>
Beginning net position, as restated	<u>\$ 263,881,807</u>

Source: District records

2013	2014	2015	2016	2017	2018	2019
\$ 348,317,377	\$ 320,423,548	\$ 335,493,515	\$ 355,541,828	\$ 369,346,099	\$ 348,324,558	\$ 372,732,101
19,224,610	19,904,590	19,970,557	21,053,440	22,186,753	35,524,217	41,447,698
15,745,255	16,713,385	14,946,518	15,973,484	16,686,210	28,706,882	34,598,339
3,311,703	3,459,222	3,231,125	3,717,258	3,970,098	4,201,137	5,133,263
26,437,244	28,301,884	29,413,760	31,905,955	33,272,812	35,176,036	40,263,205
10,471,785	10,299,162	9,931,181	12,809,149	13,243,357	15,267,081	16,156,481
53,044,065	55,594,893	57,466,624	58,918,567	62,909,891	61,625,697	65,454,894
11,119,258	10,340,619	9,588,698	11,384,960	10,571,801	11,924,768	13,077,960
25,185,316	28,341,452	27,396,939	29,697,433	33,023,155	31,814,472	31,567,801
224,767	393,701	966,017	1,399,308	1,312,990	1,456,918	2,045,143
-	-	5,193,756	5,766,586	4,636,541	8,232,386	8,359,646
7,928,415	7,917,255	7,655,679	7,381,897	6,157,330	7,551,547	9,242,260
521,009,795	501,689,711	521,254,369	555,549,865	577,317,037	589,805,699	640,078,791
13,069,292	12,881,018	12,165,512	12,404,365	12,208,260	12,417,029	12,152,375
2,876,063	2,719,894	2,745,088	2,606,077	2,480,280	2,359,653	2,348,392
4,848,097	5,076,727	5,140,395	4,816,244	4,676,126	3,854,718	4,078,642
158,707,697	157,027,337	165,044,006	166,002,615	174,477,938	178,449,534	189,317,924
179,501,149	177,704,976	185,095,001	185,829,301	193,842,604	197,080,934	207,897,333
(341,508,646)	(323,984,735)	(336,159,368)	(369,720,564)	(383,474,433)	(392,724,765)	(432,181,458)
148,561,205	146,177,626	159,858,801	171,616,112	166,255,226	192,202,970	245,051,979
165,766,056	175,929,961	179,140,986	191,728,029	197,613,921	206,775,969	208,580,302
1,860,492	1,400,514	1,121,807	1,495,447	2,791,032	5,203,179	10,108,312
4,847,631	5,593,161	10,601,168	8,946,738	12,549,244	8,134,095	5,695,571
321,035,384	329,101,262	350,722,762	373,786,326	379,209,423	412,316,213	469,436,164
(20,473,262)	5,116,527	14,563,394	4,065,762	(4,265,010)	19,591,448	37,254,706
486,853,101	466,379,839	* 263,881,807	** 262,245,826	266,311,588	262,046,578	281,638,026
\$ 466,379,839	\$ 471,496,366	\$ 278,445,201	\$ 266,311,588	\$ 262,046,578	\$ 281,638,026	\$ 318,892,732

** Beginning net position as of 7/1/2015 has been restated with the implementation of GASB 73 and 75 as follows:

Beginning net position, as previously stated	\$ 278,445,201
Net pension asset - long-term disability	(1,703,583)
Net pension liability - long-term disability	(2,130,887)
Net pension liability - district retirement	(12,364,905)
	<u>\$ 262,245,826</u>

Granite School District

Fund Balances - Governmental Funds

Last Ten Fiscal Years - June 30, 2010 through 2019

	2010	2011	2012	2013	2014
General fund :					
Nonspendable	\$ 4,096,604	\$ 3,724,250	\$ 3,847,348	\$ 4,001,748	\$ 3,545,886
Restricted	-	-	-	-	-
Committed	71,528,522	66,518,121	59,407,142	61,484,871	66,829,024
Assigned	10,611,865	27,235,977	31,323,124	26,142,829	14,854,416
Unassigned	9,766,247	9,954,512	9,897,564	7,062,256	7,317,576
Total general fund	\$ 96,003,238	\$ 107,432,860	\$ 104,475,178	\$ 98,691,704	\$ 92,546,902
All other governmental funds:					
Nonspendable	\$ 891,099	\$ 804,253	\$ 1,144,124	\$ 1,252,141	\$ 1,267,998
Restricted for:					
Capital projects	139,087,750	80,055,628	81,811,179	19,954,153	10,861,991
Community recreation	1,194,222	308,094	-	-	-
Debt service	-	-	-	169,543	213,402
Schools and scholarships	165,320	411,517	411,517	411,517	408,728
School lunch	8,695,634	6,142,811	7,821,871	9,052,252	9,060,870
Committed	9,103,596	10,204,549	11,359,296	11,418,409	12,099,958
Assigned	379,241	-	-	-	-
Total all other governmental funds	\$ 159,516,862	\$ 97,926,852	\$ 102,547,987	\$ 42,258,015	\$ 33,912,947

Note:

Nonspendable includes inventories and prepaid items 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* and other governmental funds are those that do not meet the requirements of restricted or committed but that are intended to be used for specific purposes.
 Unassigned fund balances are all other available net fund resources.

Source: District records

<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
\$ 5,536,720	\$ 7,432,522	\$ 6,869,403	\$ 7,211,110	\$ 9,091,812
-	25,000	25,000	25,878	-
64,786,545	66,464,759	69,929,848	69,975,904	72,428,061
16,212,382	25,004,349	30,626,417	44,185,648	58,024,205
7,949,448	8,607,147	9,020,904	9,346,427	9,265,110
<u>\$ 94,485,095</u>	<u>\$ 107,533,777</u>	<u>\$ 116,471,572</u>	<u>\$ 130,744,967</u>	<u>\$ 148,809,188</u>
\$ 1,463,030	\$ 1,652,064	\$ 1,965,178	\$ 2,304,663	\$ 1,937,413
18,777,282	18,721,959	16,787,473	33,113,421	63,995,911
-	-	-	-	-
551,976	178,502	940,161	49,954,935	52,528,163
435,761	469,379	724,698	751,568	793,692
12,552,044	15,901,378	16,867,362	15,637,262	16,801,416
14,135,476	14,741,173	15,390,114	16,265,813	16,387,064
-	-	-	-	-
<u>\$ 47,915,569</u>	<u>\$ 51,664,455</u>	<u>\$ 52,674,986</u>	<u>\$ 118,027,662</u>	<u>\$ 152,443,659</u>

Granite School District
Changes in Fund Balances - Governmental Funds
Last Ten Fiscal Years - June 30, 2010 through 2019

	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
Revenues:				
Property taxes	\$ 134,773,196	\$ 141,393,902	\$ 145,264,279	\$ 149,490,678
Earnings on investments	2,367,634	2,028,527	747,585	1,860,492
Tuitions	2,225,975	1,921,243	1,961,552	2,013,019
School lunch sales	4,164,925	5,192,512	5,009,691	4,848,097
Student fees	5,319,978	6,105,400	6,201,669	6,399,545
Proceeds from fundraising activities	2,196,939	2,294,869	2,734,829	2,581,748
Other local	12,903,402	11,358,835	11,708,175	12,212,830
State	260,424,666	259,520,754	257,203,373	261,025,516
Federal	78,273,044	78,835,447	64,560,913	62,666,703
Total revenues	<u>502,649,759</u>	<u>508,651,489</u>	<u>495,392,066</u>	<u>503,098,628</u>
Expenditures:				
Current:				
Instructional services	290,027,780	289,764,079	286,380,238	303,094,147
Supporting services:				
Students	18,215,196	18,265,051	18,185,870	19,177,739
Instructional staff	16,881,822	16,410,218	15,130,458	15,898,421
District administration	2,909,550	2,807,675	2,884,608	3,042,966
School administration	25,568,334	25,868,977	26,359,396	26,386,676
Central	9,130,132	8,982,270	9,305,637	9,387,883
Operation and maintenance of facilities	40,581,482	37,798,294	47,250,856	51,964,424
Transportation	8,030,734	8,326,966	9,371,995	10,247,348
School lunch services	23,882,583	29,034,911	24,710,050	26,753,082
Community services	15,107,978	14,773,436	15,831,020	1,189,333
Intergovernmental	-	-	-	-
Capital outlay	42,928,321	89,298,616	133,263,686	137,959,749
Debt service:				
Principal	-	14,220,000	10,450,000	8,545,000
Interest	-	3,703,889	6,967,129	8,304,364
Bond issuance costs and fiscal charges	876,503	-	799,448	405,013
Total expenditures	<u>494,140,415</u>	<u>559,254,382</u>	<u>606,890,391</u>	<u>622,356,145</u>
Excess (deficiency) of revenues over (under) expenditures	8,509,344	(50,602,893)	(111,498,325)	(119,257,517)
Other financing sources (uses):				
Proceeds from sale of capital assets	2,412,122	642,036	1,245,424	762,898
Capital lease proceeds	-	-	223,425	-
Bonds issued	80,000,000	-	102,925,000	48,075,000
Refunding bonds issued	-	-	-	-
Premiums on bonds issued	2,027,068	-	8,876,310	4,405,323
Refunded bonds escrow	-	-	-	-
Transfer to (from) internal service funds	(265,971)	(199,531)	(108,381)	(59,150)
Total other financing sources (uses)	<u>84,173,219</u>	<u>442,505</u>	<u>113,161,778</u>	<u>53,184,071</u>
Net change in fund balances	92,682,563	(50,160,388)	1,663,453	(66,073,446)
Fund balances - beginning	<u>162,837,537</u>	<u>255,520,100</u>	<u>205,359,712</u>	<u>207,023,165</u>
Fund balances - ending	<u>\$ 255,520,100</u>	<u>\$ 205,359,712</u>	<u>\$ 207,023,165</u>	<u>\$ 140,949,719</u>
Debt service as a percentage of noncapital expenditures	0.00%	3.66%	3.66%	3.25%

Source: District records

2014	2015	2016	2017	2018	2019
\$ 146,112,746	\$ 160,266,514	\$ 171,539,430	\$ 166,770,059	\$ 192,451,227	\$ 244,503,004
1,400,514	1,121,807	1,495,447	2,791,032	4,982,283	9,662,150
1,991,572	1,766,485	1,678,513	1,469,626	1,390,836	1,405,494
5,076,727	5,140,395	4,816,244	4,676,126	3,854,718	4,097,792
6,302,516	6,690,355	6,679,779	6,674,173	6,317,233	6,295,157
2,688,214	2,540,109	2,533,430	2,534,385	2,576,611	2,036,257
12,524,333	14,436,700	15,048,987	14,131,546	14,160,438	12,849,467
274,793,224	279,594,670	294,402,906	306,268,907	318,977,331	330,513,735
58,164,074	64,143,004	63,327,738	66,275,190	66,247,874	67,387,534
<u>509,053,920</u>	<u>535,700,039</u>	<u>561,522,474</u>	<u>571,591,044</u>	<u>610,958,551</u>	<u>678,750,590</u>
310,881,752	319,970,969	326,806,196	334,010,293	327,572,456	334,679,325
19,850,939	20,538,158	20,864,748	21,608,738	36,571,171	40,192,407
16,649,551	15,431,611	15,949,567	16,468,530	29,730,567	33,889,209
3,152,450	3,394,556	3,460,587	3,911,719	4,384,082	4,804,492
28,194,855	29,877,428	31,232,278	31,920,504	35,614,417	38,400,619
9,150,691	9,780,646	11,999,317	12,267,509	14,949,809	15,357,847
54,122,795	54,752,894	55,270,956	58,788,349	59,466,626	61,109,483
9,504,264	9,112,787	11,119,249	9,652,879	11,468,365	12,032,030
27,940,153	29,528,913	29,569,025	33,393,262	33,052,083	31,279,998
1,107,853	1,114,842	1,200,585	1,307,343	1,589,536	2,137,183
-	5,193,756	5,766,586	4,636,541	8,232,386	8,359,646
31,212,298	18,097,591	21,460,748	20,755,574	28,910,833	40,462,710
8,100,000	8,330,000	6,830,000	7,980,000	10,720,000	49,615,000
8,806,546	8,604,651	8,348,550	6,849,257	7,910,252	10,325,804
500	2,500	270,000	2,500	375,256	222,652
<u>528,674,647</u>	<u>533,731,302</u>	<u>550,148,392</u>	<u>563,552,998</u>	<u>610,547,839</u>	<u>682,868,405</u>
(19,620,727)	1,968,737	11,374,082	8,038,046	410,712	(4,117,815)
890,208	4,501,810	711,226	2,172,777	863,699	4,163,902
-	-	-	-	-	-
-	-	-	-	25,000,000	50,000,000
-	-	75,400,000	-	42,195,000	-
-	-	-	-	11,300,368	1,684,505
-	-	(75,125,223)	-	-	-
<u>4,240,649</u>	<u>9,470,268</u>	<u>4,437,483</u>	<u>(262,497)</u>	<u>(143,708)</u>	<u>749,626</u>
<u>5,130,857</u>	<u>13,972,078</u>	<u>5,423,486</u>	<u>1,910,280</u>	<u>79,215,359</u>	<u>56,598,033</u>
(14,489,870)	15,940,815	16,797,568	9,948,326	79,626,071	52,480,218
<u>140,949,719</u>	<u>126,459,849</u>	<u>142,400,664</u>	<u>159,198,232</u>	<u>169,146,558</u>	<u>248,772,629</u>
<u>\$ 126,459,849</u>	<u>\$ 142,400,664</u>	<u>\$ 159,198,232</u>	<u>\$ 169,146,558</u>	<u>\$ 248,772,629</u>	<u>\$ 301,252,847</u>
3.43%	3.25%	2.84%	2.70%	3.17%	9.26%

Granite School District
Comparative Balance Sheets - General Fund
Last Ten Fiscal Years - June 30, 2010 through 2019

	2010	2011	2012	2013	2014
Assets:					
Cash and investments	\$ 108,654,214	\$ 131,870,229	\$ 138,025,909	\$ 134,844,685	\$ 120,865,657
Receivables:					
Property taxes	92,915,999	94,267,604	104,050,366	104,112,081	106,659,003
Local	583,887	1,117,626	1,372,009	1,519,629	1,259,112
State	635,364	1,039,051	526,134	523,513	658,359
Federal	34,774,677	28,609,035	16,162,815	16,149,504	17,859,225
Inventories	3,814,200	3,448,713	3,553,368	3,669,481	3,243,980
Prepaid items	282,404	275,537	293,980	332,267	301,906
Due from other funds	632,691	-	392,125	154,633	135,752
Total assets	<u>\$ 242,293,436</u>	<u>\$ 260,627,795</u>	<u>\$ 264,376,706</u>	<u>\$ 261,305,793</u>	<u>\$ 250,982,994</u>
Liabilities:					
Accounts and contracts payable	1,824,520	903,812	757,538	1,112,408	1,228,108
Accrued salaries and related benefits	41,388,390	41,156,118	42,702,387	44,968,638	40,171,266
Unearned revenue:					
Local	575,676	599,954	1,054,995	1,506,997	1,214,181
State	8,641,076	9,522,950	9,439,856	8,678,669	7,436,856
Federal	800,654	1,281,968	1,773,650	1,955,335	1,433,119
Due to other funds	-	5,780,232	-	-	-
Total liabilities	<u>53,230,316</u>	<u>59,245,034</u>	<u>55,728,426</u>	<u>58,222,047</u>	<u>51,483,530</u>
Deferred inflows of resources:					
Property taxes levied for future year	91,544,790	90,890,695	101,011,881	101,786,514	104,271,195
Unavailable property tax revenue	1,515,092	3,059,206	3,161,221	2,605,528	2,681,367
Total deferred inflows of resources	<u>93,059,882</u>	<u>93,949,901</u>	<u>104,173,102</u>	<u>104,392,042</u>	<u>106,952,562</u>
Fund balances:					
Nonspendable:					
Inventories	3,814,200	3,448,713	3,553,368	3,669,481	3,243,980
Prepaid items	282,404	275,537	293,980	332,267	301,906
Restricted for:					
Schools and scholarships	-	-	-	-	-
Committed to:					
Economic stabilization	20,349,243	20,419,262	20,547,753	21,811,871	22,229,221
Employee benefits	50,787,529	44,714,591	37,336,656	38,799,309	43,001,662
Contractual obligations	391,750	1,384,268	1,522,733	873,691	1,598,141
Assigned to:					
Success Charter School	-	313,776	-	-	-
Self insurance	9,517,407	14,838,733	16,123,466	12,405,824	8,561,277
Employee compensation	-	-	-	-	-
Employee benefits	-	6,050,000	6,914,504	5,451,851	1,394,806
Planned projects	1,094,458	6,033,468	8,285,154	8,285,154	4,898,333
Textbooks	-	-	-	-	-
Unassigned	<u>9,766,247</u>	<u>9,954,512</u>	<u>9,897,564</u>	<u>7,062,256</u>	<u>7,317,576</u>
Total fund balances	<u>96,003,238</u>	<u>107,432,860</u>	<u>104,475,178</u>	<u>98,691,704</u>	<u>92,546,902</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 242,293,436</u>	<u>\$ 260,627,795</u>	<u>\$ 264,376,706</u>	<u>\$ 261,305,793</u>	<u>\$ 250,982,994</u>

Source: District records

2015	2016	2017	2018	2019
\$ 123,816,801	\$ 138,023,093	\$ 151,820,222	\$ 169,066,736	\$ 171,906,263
122,667,773	123,821,980	139,432,561	142,377,256	150,018,180
965,401	633,474	1,087,085	1,264,557	2,693,951
407,702	758,439	3,485,354	1,025,488	2,426,730
15,007,012	15,836,619	13,940,913	15,713,478	27,653,587
4,078,607	4,185,935	3,105,577	3,436,400	3,840,906
1,458,113	3,246,587	3,763,826	3,774,710	5,250,906
266,561	-	-	-	-
<u>\$ 268,667,970</u>	<u>\$ 286,506,127</u>	<u>\$ 316,635,538</u>	<u>\$ 336,658,625</u>	<u>\$ 363,790,523</u>
851,972	860,180	3,007,004	432,676	1,979,421
39,340,629	40,535,833	40,986,798	46,841,886	47,371,414
873,955	1,094,820	1,772,063	1,737,069	1,891,713
6,353,051	6,971,190	7,391,913	9,580,265	9,386,154
3,991,067	3,362,473	4,778,832	1,734,499	977,356
-	2,203,496	2,173,301	2,300,141	2,312,195
<u>51,410,674</u>	<u>55,027,992</u>	<u>60,109,911</u>	<u>62,626,536</u>	<u>63,918,253</u>
120,376,958	121,451,152	137,928,210	141,669,001	149,155,872
2,395,243	2,493,206	2,125,845	1,618,121	1,907,210
<u>122,772,201</u>	<u>123,944,358</u>	<u>140,054,055</u>	<u>143,287,122</u>	<u>151,063,082</u>
4,078,607	4,185,935	3,105,577	3,436,400	3,840,906
1,458,113	3,246,587	3,763,826	3,774,710	5,250,906
-	25,000	25,000	25,878	-
22,824,786	23,373,393	24,335,589	27,401,246	28,661,854
41,640,633	42,726,720	45,032,069	42,189,085	43,490,209
321,126	364,646	562,190	385,573	275,998
-	-	-	-	-
8,561,277	11,122,790	11,413,984	15,958,841	17,078,817
-	-	-	-	6,712,000
3,143,576	6,340,453	8,433,741	11,559,244	11,736,593
4,507,529	6,973,137	7,889,506	11,442,089	17,005,597
-	567,969	2,889,186	5,225,474	5,491,198
7,949,448	8,607,147	9,020,904	9,346,427	9,265,110
<u>94,485,095</u>	<u>107,533,777</u>	<u>116,471,572</u>	<u>130,744,967</u>	<u>148,809,188</u>
<u>\$ 268,667,970</u>	<u>\$ 286,506,127</u>	<u>\$ 316,635,538</u>	<u>\$ 336,658,625</u>	<u>\$ 363,790,523</u>

Granite School District

Comparative Statements of Revenues, Expenditures, and Changes in Fund Balances - General Fund

Last Ten Fiscal Years - June 30, 2010 through 2019 and Proposed Budget for 2020

	2010	2011	2012	2013	2014
Revenues:					
Property taxes	\$ 85,068,472	\$ 91,921,843	\$ 105,081,687	\$ 113,045,326	\$ 109,537,454
Earnings (loss) on investments	1,401,278	1,204,839	(46,142)	1,212,292	889,683
Other local	7,855,547	7,709,658	8,311,120	9,777,622	10,928,379
State	252,412,503	251,934,781	249,504,811	256,869,852	270,160,476
Federal	58,863,351	57,305,579	40,159,901	41,809,790	38,766,157
Total revenue	405,601,151	410,076,700	403,011,377	422,714,882	430,282,149
Expenditures:					
Current:					
Instruction	278,180,311	278,464,936	275,344,998	292,231,153	299,040,857
Supporting services:					
Students	18,215,196	18,265,051	18,185,870	19,177,739	19,850,939
Instructional staff	16,881,822	16,410,218	15,130,458	15,898,421	16,649,551
District administration	2,909,550	2,807,675	2,884,608	3,042,966	3,152,450
School administration	25,568,334	25,868,977	26,359,396	26,386,676	28,194,855
Central	9,130,132	8,982,270	9,305,637	9,387,883	9,150,691
Operation and maintenance of facilities	40,581,482	37,798,294	47,250,856	51,964,424	54,122,795
Transportation	8,030,734	8,326,966	9,371,995	10,247,348	9,504,264
Total expenditures	399,497,561	396,924,387	403,833,818	428,336,610	439,666,402
Excess (deficiency) of revenues over (under) expenditures	6,103,590	13,152,313	(822,441)	(5,621,728)	(9,384,253)
Other financing sources (uses):					
Proceeds from sale of capital assets	-	-	-	-	-
Transfers in (out)	(2,792,152)	(1,722,691)	(2,135,241)	(161,746)	3,239,451
Net change in fund balances	3,311,438	11,429,622	(2,957,682)	(5,783,474)	(6,144,802)
Fund balances - beginning	92,691,800	96,003,238	107,432,860	104,475,178	98,691,704
Fund balances - ending	\$ 96,003,238	\$ 107,432,860	\$ 104,475,178	\$ 98,691,704	\$ 92,546,902

Source: District records

<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>Proposed Budget 2020</u>
\$ 117,411,168	\$ 127,477,366	\$ 126,659,775	\$ 144,794,791	\$ 155,900,540	\$ 158,011,093
823,177	1,229,443	2,045,330	2,829,790	4,624,178	5,000,000
11,339,127	10,459,987	11,296,442	10,311,195	8,323,425	10,681,732
274,774,354	289,347,546	300,483,592	313,717,784	325,255,870	341,007,742
40,163,860	39,311,978	40,833,618	42,303,423	45,196,348	44,219,255
<u>444,511,686</u>	<u>467,826,320</u>	<u>481,318,757</u>	<u>513,956,983</u>	<u>539,300,361</u>	<u>558,919,822</u>
308,217,928	313,720,152	319,976,784	314,430,030	322,311,986	355,032,344
20,538,158	20,864,748	21,608,738	36,374,578	40,056,602	44,624,401
15,431,611	15,941,286	16,462,417	29,410,870	33,386,361	33,474,779
3,394,556	3,439,511	3,879,652	4,364,980	4,790,448	6,088,880
29,877,428	31,232,278	31,915,921	34,632,807	37,085,152	40,546,833
9,780,646	10,201,607	10,451,478	11,823,625	11,659,378	14,079,173
54,752,894	53,990,705	57,355,321	58,104,674	59,500,004	67,451,402
9,112,787	8,925,593	9,652,879	10,139,277	10,676,487	11,939,268
<u>451,106,008</u>	<u>458,315,880</u>	<u>471,303,190</u>	<u>499,280,841</u>	<u>519,466,418</u>	<u>573,237,080</u>
(6,594,322)	9,510,440	10,015,567	14,676,142	19,833,943	(14,317,258)
-	-	3,350	533,385	-	250,000
<u>8,532,515</u>	<u>3,538,242</u>	<u>(1,081,122)</u>	<u>(936,132)</u>	<u>(1,769,722)</u>	<u>5,376,478</u>
1,938,193	13,048,682	8,937,795	14,273,395	18,064,221	(8,690,780)
<u>92,546,902</u>	<u>94,485,095</u>	<u>107,533,777</u>	<u>116,471,572</u>	<u>130,744,967</u>	<u>148,809,188</u>
<u>\$ 94,485,095</u>	<u>\$ 107,533,777</u>	<u>\$ 116,471,572</u>	<u>\$ 130,744,967</u>	<u>\$ 148,809,188</u>	<u>\$ 140,118,408</u>



GRANITE SCHOOL DISTRICT
Statistical Section - Revenue Capacity
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.

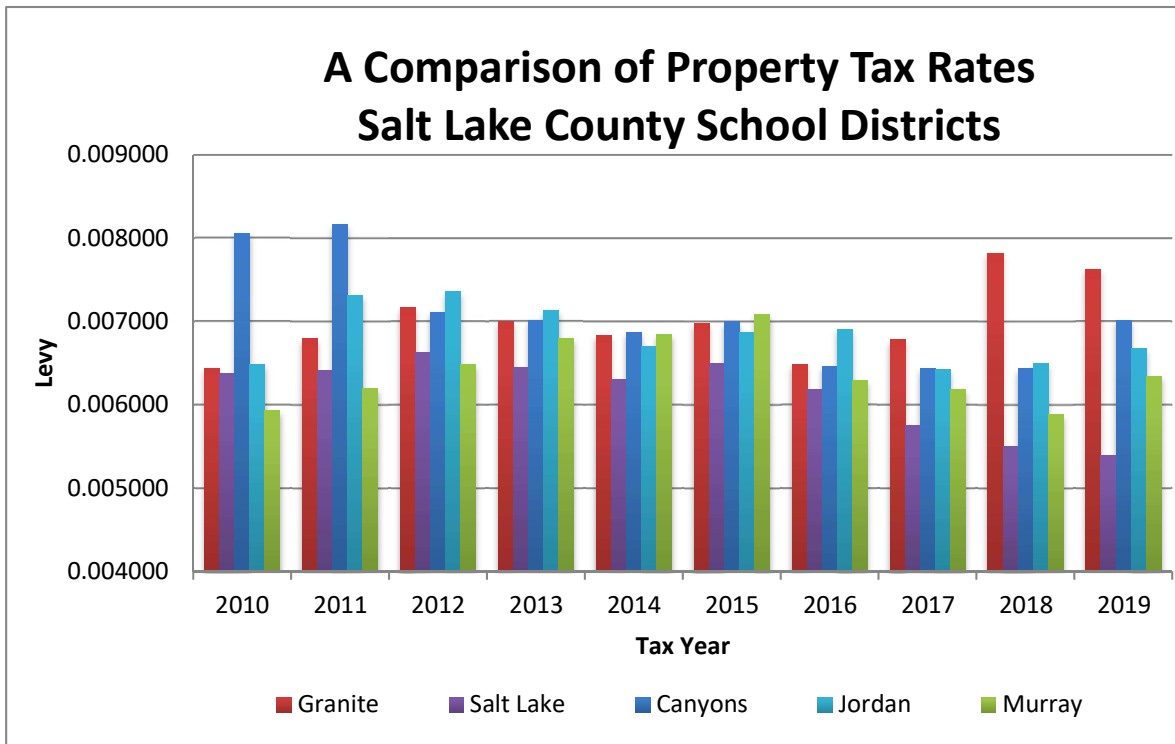
Revenue Capacity

These schedules contain information to help the reader assess one of the District's most significant local revenue source, the property tax.

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Sources:

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



Granite School District
Principal Property Tax Payers
December 31, 2018 and 2009

Taxpayer	Industry	2018			2009		
		Taxable Value*	Rank	Percent of Total Taxable Value	Taxable Value*	Rank	Percent of Total Taxable Value
Kennecott Utah Copper	Mining	\$ 1,322,439,998	1	4.47 %	\$ 1,156,188,951	1	5.30 %
Hexcel Corporation	Product Design	328,718,981	2	1.11 %	113,393,832	4	0.52 %
PacificCorp	Utility	283,995,957	3	0.96 %	226,242,225	2	1.04 %
Questar Gas	Utility	181,050,294	4	0.61 %	91,748,420	6	0.42 %
EOS at Millrock Park LLC	Real Estate	140,061,400	5	0.47 %	-		0.00 %
Verizon Communications	Communications	107,248,668	6	0.36 %	93,063,466	5	0.43 %
Alliant Techsystems Inc.	Aerospace	91,076,500	7	0.31 %	136,821,592	3	0.63 %
TPP 217 Taylorsville, LLC	Commercial	85,923,300	8	0.29 %	-		-
Discover Products Inc.	Financial	85,536,000	9	0.29 %	-		-
Wal-Mart Real Estate Business Trust	Supermarket	78,987,500	10	0.27 %	-		-
Qwest Communications	Communications	-		-	79,917,771	7	0.37 %
Cer Generation II	Utility	-		-	78,281,482	8	0.36 %
Salt Lake Newspaper Production	Journalism	-		-	68,427,493	9	0.31 %
Coventry	Health Care	-		-	54,662,390	10	0.25 %
		<u>\$ 2,705,038,598</u>		<u>9.14 %</u>	<u>\$ 2,098,747,622</u>		<u>9.63 %</u>
Total taxable value		\$ 29,586,642,623			\$ 21,833,699,501		

* Taxable value as used in this table excludes all tax equivalent property associated with motor vehicles, watercraft, recreational vehicles, and all other tangible personal property required to be registered with the state.

Source: Lewis Young Robertson & Burningham, Inc. from Salt Lake County, Utah State Property Tax Division

Granite School District
Property Tax Levies and Collections

Last Ten Tax Years December 31, 2009 through 2018

Tax Year	Taxes Levied *	Collections			Total Collections to Date	
		In the Year of Levy	Percentage of Levy	In Subsequent Years	Amount	Percentage of Levy
2009	\$ 141,174,640	\$ 131,216,560	92.95%	\$ 4,719,543	\$ 135,936,103	96.29%
2010	146,987,818	138,228,607	94.04%	5,903,111	144,131,718	98.06%
2011	152,112,476	142,763,378	93.85%	3,562,823	146,326,201	96.20%
2012	155,812,510	145,755,394	93.55%	2,776,617	148,532,011	95.33%
2013	155,031,549	145,068,290	93.57%	3,067,559	148,135,849	95.55%
2014	160,534,210	151,171,475	94.17%	2,640,498	153,811,973	95.81%
2015	172,088,527	161,444,485	93.81%	2,732,706	164,177,191	95.40%
2016	173,178,567	164,359,508	94.91%	2,436,704	166,796,212	96.31%
2017	189,471,794	175,818,128	92.79%	2,251,341	178,069,469	93.98%
2018	240,425,140	229,098,239	95.29%	1,611,639	230,709,878	95.96%

* Includes uniform fees on tax equivalent property and excludes property taxes levied for other governments.

Source: District records and Salt Lake County remittance letters

Granite School District

Historical Summaries of Taxable Values of Property

Last Ten Tax Years - For the Tax Years Ended December 31, 2009 through 2018

	2009	2010	2011	2012
Set by State Tax Commission:				
Centrally assessed	\$ 1,676,842,492	\$ 2,029,948,798	\$ 2,147,557,466	\$ 2,318,777,740
Set by County Assessor:				
Locally assessed				
Real property:				
Residential real estate-primary use	13,008,368,623	12,515,386,495	12,258,416,057	11,602,096,890
Residential real estate-not primary use	621,683,380	530,648,060	478,858,170	445,747,730
Commercial and industrial real estate	4,940,975,810	4,861,606,550	4,879,587,270	4,881,426,400
Agriculture-FAA	2,546,500	2,641,160	2,484,800	2,446,640
Unimproved non-FAA	8,714,040	7,432,850	7,716,940	7,338,740
Total real property	18,582,288,353	17,917,715,115	17,627,063,237	16,939,056,400
Personal property:				
Tax equivalent property (motor vehicle fees)	1,443,973,546	1,489,159,055	* 611,175,504	585,561,977
Mobile home-primary residential use	44,365,634	41,853,103	40,966,709	40,302,850
Mobile home-other use	3,002,319	1,685,719	1,486,580	1,596,921
Commercial and industrial property	1,527,200,703	1,454,916,023	1,319,166,296	1,310,971,049
Total personal property	3,018,542,202	2,987,613,900	1,972,795,089	1,938,432,797
Total locally assessed	21,600,830,555	20,905,329,015	19,599,858,326	18,877,489,197
Total taxable property	\$ 23,277,673,047	\$ 22,935,277,813	\$ 21,747,415,792	\$ 21,196,266,937

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

* Reflects a change in the formula used by the Utah State Tax Commission to calculate the value of tax equivalent property (motor vehicle fees).

<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
<u>\$ 1,909,724,105</u>	<u>\$ 2,020,058,045</u>	<u>\$ 1,987,554,888</u>	<u>\$ 1,953,016,576</u>	<u>\$ 1,818,510,466</u>	<u>\$ 2,230,321,708</u>
12,107,463,442	12,979,459,323	13,746,599,126	15,038,672,403	16,407,657,935	17,932,589,623
449,861,180	433,165,380	447,699,630	475,841,220	480,986,500	483,698,920
5,121,010,250	5,325,372,810	5,659,892,170	6,123,211,850	6,659,643,650	7,321,506,300
2,488,520	2,275,710	2,335,310	1,931,070	7,757,580	7,731,450
<u>7,679,100</u>	<u>6,538,360</u>	<u>6,681,790</u>	<u>6,290,130</u>	<u>69,600</u>	<u>69,600</u>
<u>17,688,502,492</u>	<u>18,746,811,583</u>	<u>19,863,208,026</u>	<u>21,645,946,673</u>	<u>23,556,115,265</u>	<u>25,745,595,893</u>
567,068,999	572,977,971	623,717,876	638,454,053	686,470,293	783,672,463
39,128,490	38,194,141	37,301,968	36,061,274	34,869,829	33,876,878
2,008,240	1,335,284	1,041,177	929,416	1,006,222	917,825
<u>1,330,178,802</u>	<u>1,387,651,899</u>	<u>1,406,863,684</u>	<u>1,469,530,445</u>	<u>1,518,533,062</u>	<u>1,575,930,319</u>
<u>1,938,384,531</u>	<u>2,000,159,295</u>	<u>2,068,924,705</u>	<u>2,144,975,188</u>	<u>2,240,879,406</u>	<u>2,394,397,485</u>
<u>19,626,887,023</u>	<u>20,746,970,878</u>	<u>21,932,132,731</u>	<u>23,790,921,861</u>	<u>25,796,994,671</u>	<u>28,139,993,378</u>
<u>\$ 21,536,611,128</u>	<u>\$ 22,767,028,923</u>	<u>\$ 23,919,687,619</u>	<u>\$ 25,743,938,437</u>	<u>\$ 27,615,505,137</u>	<u>\$ 30,370,315,086</u>

Granite School District
Taxable Value and Fair Market Value of Taxable Property
 Last Ten Years - December 31, 2009 through 2018

Tax Year	Taxable Value *				
	Residential	Industrial & Commercial	Agriculture	Personal	Total
2009	\$ 13,630,052,003	\$ 8,145,019,005	\$ 11,260,540	\$ 1,491,341,499	\$ 23,277,673,047
2010	13,046,034,555	8,346,471,371	10,074,010	1,532,697,877	22,935,277,813
2011	12,737,274,227	8,346,311,032	10,201,740	653,628,793	21,747,415,792
2012	12,047,844,620	8,511,175,189	9,785,380	627,461,748	21,196,266,937
2013	12,557,324,622	8,360,913,157	10,167,620	608,205,729	21,536,611,128
2014	13,412,624,703	8,733,082,754	8,814,070	612,507,396	22,767,028,923
2015	14,194,298,756	9,054,310,742	9,017,100	662,061,021	23,919,687,619
2016	15,514,513,623	9,545,758,871	8,221,200	675,444,743	25,743,938,437
2017	16,888,644,435	9,996,687,178	7,827,180	722,346,344	27,615,505,137
2018	18,416,288,543	11,127,758,327	7,801,050	818,467,166	30,370,315,086

* Taxable value includes the estimated taxable value used to determine uniform fees on tax equivalent property (motor vehicle fees).

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

Total Direct Tax Rate	Fair Market Value	Taxable Value as a Percentage of Fair Market Value
0.006047	\$ 36,380,507,985	63.98%
0.006434	33,209,173,404	69.06%
0.006796	31,810,547,146	68.37%
0.007166	30,721,866,724	68.99%
0.006994	31,474,731,800	68.43%
0.006831	33,417,836,303	68.13%
0.006978	35,197,424,879	67.96%
0.006481	38,077,811,445	67.61%
0.006654	41,068,482,398	67.24%
0.007725	45,070,151,314	67.38%

Granite School District

Direct and Overlapping Property Tax Rates

Last Ten Years - December 31, 2009 through 2018

(Rate per \$1 of assessed value)

	2009	2010	2011	2012
Granite School District Rates:				
General fund:				
Basic state supported program for regular K-12 instruction (set by state legislature)	0.001433	0.001495	0.001591	0.001651
Voted leeway program for regular K-12 instruction	0.001600	0.001600	0.001600	0.001600
Board local levy (1)(2)	-	-	-	0.002149
School board leeway program for class size reduction (3)	0.000333	0.000336	0.000400	-
Board reading improvement program (3)	0.000139	0.000141	0.000121	-
Tort liability levy (3)	0.000027	0.000029	0.000030	-
10% additional basic program for textbooks and supplies (1)(3)	0.000249	0.000427	0.000968	-
Student transportation (3)	0.000027	0.000150	0.000187	-
Total general fund	0.003808	0.004178	0.004897	0.005400
Capital projects fund:				
Capital outlay equalization (4)	0.000600	0.000600	0.000600	0.000600
Capital outlay for buildings and other capital needs	0.000667	0.000226	0.000233	0.000405
10% additional basic program for construction	0.000759	0.000483	-	-
Total capital projects fund	0.002026	0.001309	0.000833	0.001005
Other:				
Debt service (1)	-	0.000761	0.000761	0.000761
Community recreation levy (3)	0.000213	0.000186	0.000305	-
Total other	0.000213	0.000947	0.001066	0.000761
Total direct rate	0.006047	0.006434	0.006796	0.007166
Overlapping Rates: (5)				
Salt Lake County, Municipal, and Library	0.002756	0.003125	0.003251	0.003622
Salt Lake Valley Law Enforcement Service Area (1)	-	-	-	0.001999
Salt Lake Valley Fire Service Area	0.001972	0.001972	0.002028	0.002079
Holladay City	0.001533	0.001720	0.001767	0.001791
Millcreek City (1)	-	-	-	-
South Salt Lake City	0.002665	0.002729	0.002691	0.002757
Taylorsville City	0.001690	0.001739	0.001794	0.001923
West Valley City	0.003604	0.003644	0.004510	0.004837
Central Utah Water Project	0.000400	0.000421	0.000436	0.000455
Other local taxing entities:				
Minimum	0.000025	0.000050	0.000052	0.000054
Maximum	0.004656	0.005428	0.005439	0.005517

Notes:

- (1) Tax rates begin the first year the entity levied a rate.
- (2) Tax rate includes charter school levy beginning in 2017.
- (3) Tax rate discontinued for 2012 and combined into a new board local levy accounted for in the *General Fund*.
- (4) Tax rate discontinued for 2017.
- (5) Overlapping rates are those of local and county governments that apply to property owners within the District. Not all overlapping rates apply to all District property owners.

Source: Property Tax Division, Utah State Tax Commission-Approved Property Tax Rates by Year.

<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
0.001535	0.001419	0.001736	0.001675	0.001568	0.001666
0.001600	0.001526	0.001461	0.001365	0.001287	0.001178
0.002106	0.002227	0.002169	0.002023	0.002375	0.002256
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>0.005241</u>	<u>0.005172</u>	<u>0.005366</u>	<u>0.005063</u>	<u>0.005230</u>	<u>0.005100</u>
0.000600	0.000600	0.000600	0.000600	-	-
0.000392	0.000298	0.000389	0.000195	0.000801	0.000668
-	-	-	-	-	-
<u>0.000992</u>	<u>0.000898</u>	<u>0.000989</u>	<u>0.000795</u>	<u>0.000801</u>	<u>0.000668</u>
0.000761	0.000761	0.000623	0.000623	0.000623	0.001957
-	-	-	-	-	-
<u>0.000761</u>	<u>0.000761</u>	<u>0.000623</u>	<u>0.000623</u>	<u>0.000623</u>	<u>0.001957</u>
<u>0.006994</u>	<u>0.006831</u>	<u>0.006978</u>	<u>0.006481</u>	<u>0.006654</u>	<u>0.007725</u>
0.004101	0.003931	0.003668	0.003434	0.002908	0.002648
0.002230	0.002145	0.002042	0.001925	0.002033	0.002139
0.002192	0.002097	0.002000	0.001888	0.001812	0.001858
0.001707	0.001596	0.001528	0.001420	0.001380	0.001311
-	-	-	-	0.000068	0.002012
0.002725	0.002572	0.002454	0.002303	0.002032	0.001878
0.002104	0.001294	0.001250	0.001165	0.001090	0.001003
0.004633	0.004831	0.004199	0.004233	0.004151	0.003706
0.000446	0.000422	0.000405	0.000400	0.000400	0.000400
0.000021	0.000020	0.000019	0.000018	0.000017	0.000015
0.005349	0.005675	0.004862	0.004557	0.004286	0.003977



GRANITE SCHOOL DISTRICT

Statistical Section - Debt Capacity

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.

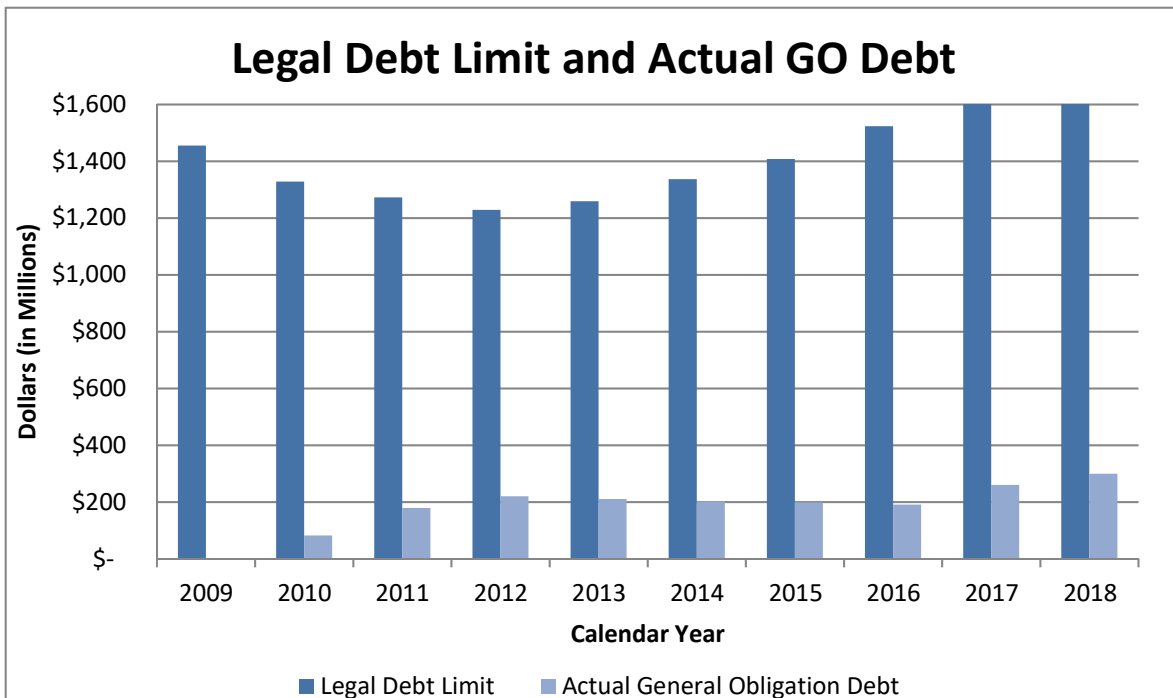
Debt Capacity

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.

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Sources:

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



Granite School District

Ratios of Outstanding Debt

Last Ten Fiscal Years - June 30, 2010 through 2019

Fiscal Year	Outstanding Debt					
	Direct				Overlapping	Total
	General	Unamortized	Capital	Subtotal	General	Direct and
	Obligation	Bond	Leases		Obligation	Overlapping
	Bonds	Premiums			Debt	
2010	\$ 80,000,000	\$ 1,998,914	\$ -	\$ 81,998,914	\$ 135,909,872	\$ 217,908,786
2011	65,780,000	1,745,530	-	67,525,530	126,879,494	194,405,024
2012	158,255,000	9,924,641	-	168,179,641	133,995,309	302,174,950
2013	197,785,000	13,464,872	-	211,249,872	120,465,217	331,715,089
2014	189,685,000	12,547,406	-	202,232,406	118,505,740	320,738,146
2015	181,355,000	11,629,941	-	192,984,941	100,938,960	293,923,901
2016	185,800,000	5,689,286	-	191,489,286	92,424,890	283,914,176
2017	177,820,000	4,880,754	-	182,700,754	93,483,513	276,184,267
2018	234,295,000	14,634,861	-	248,929,861	101,167,738	350,097,599
2019	234,680,000	14,829,887	-	249,509,887	329,304,733	578,814,620

Fiscal Year	Debt as a Percentage of Taxable Value		Debt as a Percentage of Fair Market Value		Debt per Personal Income*	
	Direct	Direct and Overlapping	Direct	Direct and Overlapping	Direct	Direct and Overlapping
2010	0.35%	0.94%	0.23%	0.60%	\$ 2,098	\$ 5,575
2011	0.29%	0.85%	0.20%	0.59%	1,647	4,742
2012	0.77%	1.39%	0.53%	0.95%	3,852	6,921
2013	1.00%	1.56%	0.69%	1.08%	4,637	7,282
2014	0.94%	1.49%	0.64%	1.02%	4,355	6,907
2015	0.85%	1.29%	0.58%	0.88%	3,900	5,939
2016	0.80%	1.19%	0.54%	0.81%	3,652	5,414
2017	0.71%	1.07%	0.48%	0.73%	3,254	4,918
2018	0.90%	1.27%	0.61%	0.85%	N/A	N/A
2019	0.82%	1.91%	0.55%	1.28%	N/A	N/A

* The actual per capita income as provided by the Bureau of Economic Analysis lags behind. Therefore, it is not available for the latest two years. Prior year figures are revised as needed.

** Based on average daily membership

Source: Salt Lake County CAFR and CUWCD records for overlapping debt. Otherwise, District records.

Debt per Estimated Capita		Debt per Student**	
Direct	Direct and Overlapping	Direct	Direct and Overlapping
\$ 2,168	\$ 5,761	\$ 1,228	\$ 3,264
1,728	4,974	1,010	2,907
4,098	7,363	2,536	4,556
5,007	7,863	3,182	4,997
4,754	7,541	3,023	4,795
4,318	6,577	2,897	4,412
4,095	6,071	2,868	4,252
3,695	5,586	2,768	4,185
N/A	N/A	3,853	5,419
N/A	N/A	3,953	9,170

Granite School District

Debt Service Schedule of Outstanding General Obligation Bonds (Fiscal Year)

As of June 30, 2019

Year Ending June 30,	Series 2010*		Series 2011		Series 2012		Series 2013		Series 2016A	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2020	\$ 3,000,000	\$ 2,444,888	\$ 3,825,000	\$ 345,375	\$ 1,565,000	\$ 871,575	\$ 280,000	\$ 289,900	\$ 1,085,000	\$ 1,747,602
2021	-	-	3,850,000	173,250	1,635,000	793,325	280,000	275,900	1,100,000	1,732,412
2022	-	-	-	-	1,705,000	711,575	380,000	261,900	5,115,000	1,715,802
2023	-	-	-	-	1,775,000	626,325	380,000	242,900	5,205,000	1,628,847
2024	-	-	-	-	1,855,000	573,075	480,000	223,900	5,290,000	1,535,157
2025	-	-	-	-	1,940,000	517,425	480,000	199,900	5,405,000	1,424,067
2026	-	-	-	-	2,030,000	459,225	530,000	175,900	5,465,000	1,305,157
2027	-	-	-	-	2,130,000	398,325	590,000	149,400	5,655,000	1,179,462
2028	-	-	-	-	2,225,000	334,425	630,000	122,850	6,055,000	1,046,569
2029	-	-	-	-	2,330,000	256,550	650,000	94,500	6,445,000	899,433
2030	-	-	-	-	2,440,000	175,000	670,000	65,250	6,660,000	728,640
2031	-	-	-	-	-	89,600	-	35,100	18,810,000	545,490
2032	-	-	-	-	2,560,000	89,600	480,000	35,100	-	-
2033	-	-	-	-	-	-	300,000	13,500	-	-
2034	-	-	-	-	-	-	-	-	-	-
2035	-	-	-	-	-	-	-	-	-	-
2036	-	-	-	-	-	-	-	-	-	-
2037	-	-	-	-	-	-	-	-	-	-
	<u>\$ 3,000,000</u>	<u>\$ 2,444,888</u>	<u>\$ 7,675,000</u>	<u>\$ 518,625</u>	<u>\$ 24,190,000</u>	<u>\$ 5,896,025</u>	<u>\$ 6,130,000</u>	<u>\$ 2,186,000</u>	<u>\$ 72,290,000</u>	<u>\$ 15,488,638</u>

* The callable maturities of the Series 2010 Bonds after the year ending June 30, 2020 were cross-over refunded by the Series 2017B Bonds and have been excluded from this table. Total principal and interest amounts of the cross-over refunded Bonds are \$46,700,000 and \$14,144,607 respectively.

Source: District records

Series 2017A		Series 2017B		Series 2018		Total	
Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
\$ 1,025,000	\$ 1,049,700	\$ -	\$ 1,978,769	\$ 1,180,000	\$ 493,738	\$ 11,960,000	\$ 9,221,547
1,030,000	998,450	2,735,000	1,978,769	1,180,000	434,737	11,810,000	6,386,843
1,045,000	946,950	3,120,000	1,842,019	1,180,000	375,738	12,545,000	5,853,984
1,065,000	894,700	3,460,000	1,686,019	1,180,000	316,737	13,065,000	5,395,528
1,085,000	841,450	3,705,000	1,513,019	1,185,000	257,738	13,600,000	4,944,339
1,100,000	787,200	4,055,000	1,327,769	1,185,000	198,487	14,165,000	4,454,848
1,125,000	732,200	4,655,000	1,125,019	1,185,000	139,238	14,990,000	3,936,739
1,155,000	675,950	4,820,000	892,269	1,185,000	79,987	15,535,000	3,375,393
1,180,000	618,200	4,980,000	651,269	1,185,000	32,588	16,255,000	2,805,901
1,210,000	559,200	5,150,000	402,269	-	-	15,785,000	2,211,952
1,240,000	498,700	5,515,000	144,769	-	-	16,525,000	1,612,359
1,270,000	436,700	-	-	-	-	20,080,000	1,106,890
1,305,000	373,200	-	-	-	-	4,345,000	497,900
1,340,000	307,950	-	-	-	-	1,640,000	321,450
1,375,000	240,950	-	-	-	-	1,375,000	240,950
1,410,000	172,200	-	-	-	-	1,410,000	172,200
1,450,000	115,800	-	-	-	-	1,450,000	115,800
1,445,000	57,800	-	-	-	-	1,445,000	57,800
<u>\$ 21,855,000</u>	<u>\$ 10,307,300</u>	<u>\$ 42,195,000</u>	<u>\$ 13,541,959</u>	<u>\$ 10,645,000</u>	<u>\$ 2,328,988</u>	<u>\$ 187,980,000</u>	<u>\$ 52,712,423</u>

Granite School District

CUSIP Numbers Associated with Outstanding General Obligation Bonded Indebtedness

As of June 30, 2019

*Note: The prefix for all CUSIP numbers listed below is 387460

Payment Due June 1,	Series 2010 \$80,000,000 Original Par Value			Series 2011 \$102,925,000 Original Par Value			Series 2012 \$36,500,000 Original Par Value			Series 2013 \$11,575,000 Original Par Value		
	Principal	Rate	CUSIP*	Principal	Rate	CUSIP*	Principal	Rate	CUSIP*	Principal	Rate	CUSIP*
2020	\$ 3,000,000	4.269%	JC3	\$ 3,825,000	4.500%	KF4	\$ 1,565,000	5.000%	LD8	\$ 280,000	5.000%	LX4
2021	3,400,000	4.419%	JD1	3,850,000	4.500%	KG2	1,635,000	5.000%	LE6	280,000	5.000%	LY2
2022	3,750,000	4.569%	JE9	-	-	-	1,705,000	5.000%	LF3	380,000	5.000%	LZ9
2023	4,050,000	4.669%	JF6	-	-	-	1,775,000	3.000%	LG1	380,000	5.000%	MA3
2024	4,250,000	4.819%	JG4	-	-	-	1,855,000	3.000%	LH9	480,000	5.000%	MB1
2025	4,550,000	4.919%	JH2	-	-	-	1,940,000	3.000%	LJ5	480,000	5.000%	MC9
2026	5,100,000	4.954%	JJ8	-	-	-	2,030,000	3.000%	LK2	530,000	5.000%	MD7
2027	5,200,000	5.054%	JK5	-	-	-	2,130,000	3.000%	LL0	590,000	4.500%	ME5
2028	5,300,000	5.154%	JL3	-	-	-	2,225,000	3.500%	LM8	630,000	4.500%	MF2
2029	5,400,000	5.254%	JM1	-	-	-	2,330,000	3.500%	LN6	650,000	4.500%	MG0
2030	5,700,000	5.354%	JN9	-	-	-	2,440,000	3.500%	LP1	670,000	4.500%	MH8
2031	-	-	-	-	-	-	-	-	-	-	-	-
2032	-	-	-	-	-	-	2,560,000	3.500%	LQ9	480,000	4.500%	MJ4
2033	-	-	-	-	-	-	-	-	-	300,000	-	MK1
2034	-	-	-	-	-	-	-	-	-	-	-	-
2035	-	-	-	-	-	-	-	-	-	-	-	-
2036	-	-	-	-	-	-	-	-	-	-	-	-
2037	-	-	-	-	-	-	-	-	-	-	-	-
	<u>\$ 49,700,000</u>			<u>\$ 7,675,000</u>			<u>\$ 24,190,000</u>			<u>\$ 6,130,000</u>		

Source: District records

Series 2016A			Series 2017A			Series 2017B			Series 2018		
\$75,400,000 Original Par Value			\$25,000,000 Original Par Value			\$42,195,000 Original Par Value			\$50,000,000 Original Par Value		
Principal	Rate	CUSIP*	Principal	Rate	CUSIP*	Principal	Rate	CUSIP*	Principal	Rate	CUSIP*
\$ 1,085,000	1.400%	MP0	\$ 1,025,000	5.000%	ND6	\$ -	-	-	\$ 1,180,000	5.000%	PJ1
1,100,000	1.510%	MQ8	1,030,000	5.000%	NE4	2,735,000	5.000%	NX2	1,180,000	5.000%	PK8
5,115,000	1.700%	MR6	1,045,000	5.000%	NF1	3,120,000	5.000%	NY0	1,180,000	5.000%	PL6
5,205,000	1.800%	MS4	1,065,000	5.000%	NG9	3,460,000	5.000%	NZ7	1,180,000	5.000%	PM4
5,290,000	2.100%	MT2	1,085,000	5.000%	NH7	3,705,000	5.000%	PA0	1,185,000	5.000%	PN2
5,405,000	2.200%	MU9	1,100,000	5.000%	NJ3	4,055,000	5.000%	PB8	1,185,000	5.000%	PP7
5,465,000	2.300%	MV7	1,125,000	5.000%	NK0	4,655,000	5.000%	PC6	1,185,000	5.000%	PQ5
5,655,000	2.350%	MW5	1,155,000	5.000%	NL8	4,820,000	5.000%	PD4	1,185,000	4.000%	PR3
6,055,000	2.430%	MX3	1,180,000	5.000%	NM6	4,980,000	5.000%	PE2	1,185,000	2.750%	PS1
6,445,000	2.650%	MY1	1,210,000	5.000%	NN4	5,150,000	5.000%	PF9	-	-	-
6,660,000	2.750%	MZ8	1,240,000	5.000%	NP9	5,515,000	2.625%	PG7	-	-	-
18,810,000	-	NA2	1,270,000	5.000%	NQ7	-	-	-	-	-	-
-	-	-	1,305,000	5.000%	NR5	-	-	-	-	-	-
-	-	-	1,340,000	5.000%	NS3	-	-	-	-	-	-
-	-	-	1,375,000	5.000%	NT1	-	-	-	-	-	-
-	-	-	1,410,000	4.000%	NU8	-	-	-	-	-	-
-	-	-	1,450,000	4.000%	NV6	-	-	-	-	-	-
-	-	-	1,445,000	4.000%	NW4	-	-	-	-	-	-
<u>\$ 72,290,000</u>			<u>\$ 21,855,000</u>			<u>\$ 42,195,000</u>			<u>\$ 10,645,000</u>		

Granite School District
Direct and Overlapping General Obligation Debt
As of June 30, 2019

<u>Taxing Entity</u>	<u>2018 Taxable Value (1)</u>	<u>Granite School District's Portion of Taxable Value</u>	<u>Granite School District's Percentage</u>	<u>Entity's General Obligation Debt</u>	<u>Granite School District's Portion of G.O. Debt</u>
Overlapping:					
Salt Lake County	\$ 109,220,172,191	\$ 29,586,642,623	27.1%	\$ 186,755,000	\$ 50,590,045
CUWCD (2)	152,417,079,569	29,586,642,623	19.4%	150,450,000	29,204,800
Magna Water District	1,449,810,155	1,449,810,155	100.0%	19,250,000	19,250,000
				Total overlapping general obligation debt	99,044,845
				Total direct general obligation indebtedness of Granite School District	249,509,887
				Total direct and overlapping general obligation debt	\$ 348,554,732

Notes:

Overlapping governments are those that coincide, at least in part, with geographic boundaries of the District. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the property taxpayers of Granite School District. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the property taxpayers should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

- (1) Taxable value used in this table excludes the taxable value used to determine uniform fees on tax equivalent property.
- (2) Central Utah Water Conservancy District (CUWCD) outstanding general obligation bonds are limited 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 for operation and maintenance expenses and any outstanding limited ad valorem tax bonds.

Source: Utah State Tax Commission, CUWCD, Magna Water District records for overlapping debt. Otherwise, District records.

Granite School District
Legal Debt Margin Information

Last Ten Tax Years - December 31, 2009 through 2018

<u>Tax Year</u>	<u>Fair Market Value</u>	<u>Debt Limit*</u>	<u>Less General Obligation Debt</u>	<u>Legal Debt Margin</u>	<u>Percentage of Debt to Debt Limit</u>
2009	\$ 36,380,507,985	\$ 1,455,220,319	\$ -	\$ 1,455,220,319	0.00%
2010	33,209,173,404	1,328,366,936	81,881,379	1,246,485,557	6.57%
2011	31,810,547,146	1,272,421,886	178,964,785	1,093,457,101	16.37%
2012	30,721,866,724	1,228,874,669	220,172,081	1,008,702,588	21.83%
2013	31,474,731,800	1,258,989,272	210,716,952	1,048,272,320	20.10%
2014	33,417,836,303	1,336,713,452	201,682,484	1,135,030,969	17.77%
2015	35,197,424,879	1,407,896,995	198,536,627	1,209,360,368	16.42%
2016	38,077,811,445	1,523,112,458	190,962,018	1,332,150,440	14.33%
2017	41,068,482,398	1,642,739,296	260,059,408	1,382,679,888	18.81%
2018	45,070,151,314	1,802,806,053	299,535,927**	1,503,270,126	19.93%

* 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 District made a payment on June 1, 2019 which reduced the principal balance of the general obligation debt to \$249,509,887 as of June 30, 2019. The general obligation debt includes unamortized bond premiums.

Source: District records



GRANITE SCHOOL DISTRICT
Statistical Section - Demographic and Economic Information
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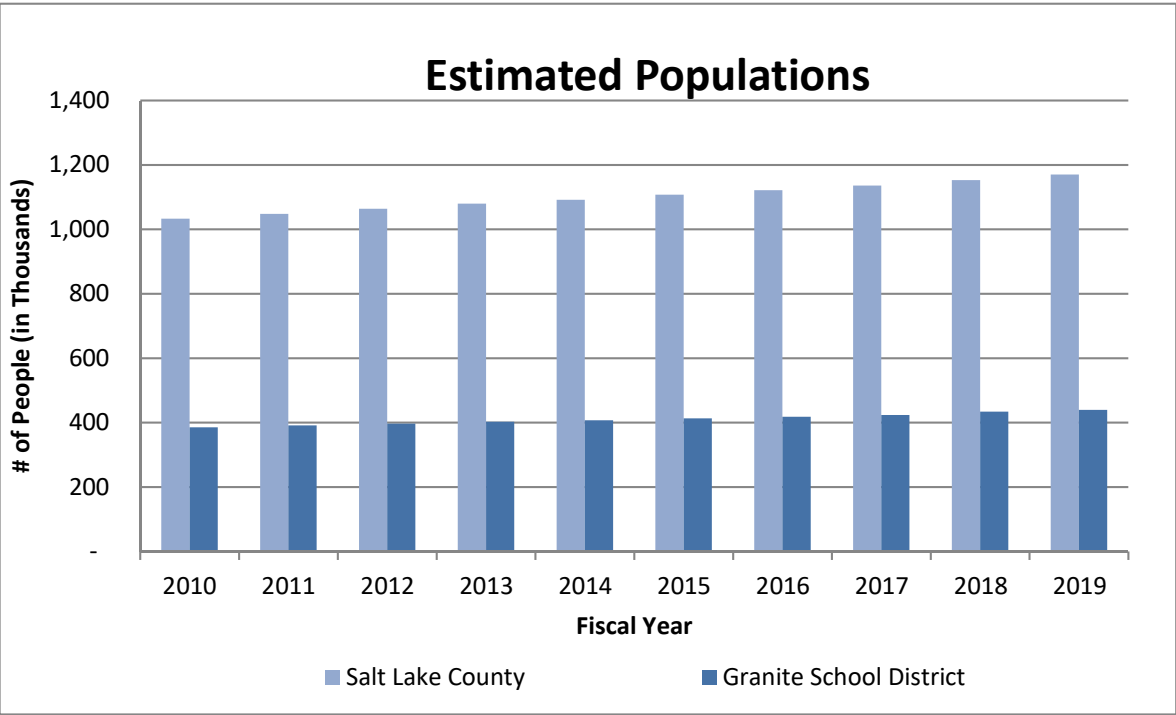
This part of the District's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the District's overall financial health.

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.

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Principal Employers.....	125

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



Granite School District

Demographic and Economic Statistics

Last Ten Fiscal Years - June 30, 2010 through 2019

Fiscal Year	Granite School District Estimated Population*	Salt Lake County Estimated Population**	Salt Lake County Total Personal Income (in thousands)**	Salt Lake County Per Capita Income**	Salt Lake County Unemployment Rate**	Salt Lake County Estimated New Construction**	Number of Students of Minority Ancestry
2010	385,194	1,033,196	\$ 39,083,765	\$ 37,827	7.8%	\$ 1,545,119,400	28,533
2011	391,356	1,047,746	40,995,436	39,081	6.5%	1,042,645,900	29,738
2012	396,901	1,063,842	43,658,167	41,038	5.5%	1,561,759,600	29,538
2013	402,802	1,079,721	45,552,565	42,189	4.2%	1,589,472,900	29,983
2014	407,287	1,091,742	46,437,317	42,535	3.7%	1,583,876,400	30,914
2015	413,112	1,107,314	49,488,031	44,692	3.3%	1,868,836,000	31,202
2016	418,349	1,121,354	52,436,840	46,762	2.9%	1,603,083,200	32,020
2017	423,689	1,135,649	56,152,594	49,445	2.9%	2,187,229,400	32,512
2018	433,954	1,152,633	N/A	N/A	2.9%	2,879,908,300	32,537
2019	439,625	1,169,871	N/A	N/A	2.9%	3,015,289,691	32,253

* On U.S. Census years, the District population comes from the NCES Census Data on Utah School Districts. On off-Census years, the data is taken from the U.S. Census Bureau's Small Area Income and Poverty Estimates (SAIPE) Program.

** The District covers most of the northern half of Salt Lake County, which encompasses several municipalities and unincorporated areas making statistics to the District impracticable to obtain. The 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 behind. Therefore, it is not available for the latest two years. Prior year figures are revised as needed.

Sources: U.S. Census, Salt Lake County CAFR by year, Utah Construction Information Database, District records

Granite School District
Principal Employers in Salt Lake County
December 31, 2018 and 2009

Employer	2018					2009				
	Number of Employees*		Rank	Percent of District's Total Estimated Population	Percent of District's Total Estimated Workforce	Number of Employees*		Rank	Percent of District's Total Estimated Population	Percent of District's Total Estimated Workforce
University of Utah	20,000	+	1	4.5%	8.6%	-	-	-	-	-
State of Utah	20,000	+	2	4.5%	8.6%	-	-	-	-	-
Intermountain Healthcare	15,000	- 19,999	3	4.0%	7.5%	15,000	- 20,000	1	4.5%	8.5%
United States Government	10,000	- 14,999	4	2.8%	5.4%	-	-	-	-	-
Wal-Mart	7,000	- 9,999	5	1.9%	3.6%	4,000	- 5,000	3	1.2%	2.2%
Granite School District	7,000	- 9,999	6	1.9%	3.6%	7,000	- 10,000	2	2.2%	4.1%
LDS Church Religious Agencies	7,000	- 9,999	7	1.9%	3.6%	-	-	-	-	-
Zions Bank	7,000	- 9,999	8	1.9%	3.6%	3,000	- 4,000	4	0.9%	1.7%
Salt Lake County	5,000	- 6,999	9	1.4%	2.6%	-	-	-	-	-
Jordan School District	5,000	- 6,999	10	1.4%	2.6%	-	-	-	-	-
Discover Financial Services	-	-	-	-	-	2,000	- 3,000	5	0.6%	1.2%
Smith's Food Stores	-	-	-	-	-	2,000	- 3,000	6	0.6%	1.2%
United Parcel Service	-	-	-	-	-	2,000	- 3,000	7	0.6%	1.2%
Salt Lake Community College	-	-	-	-	-	2,000	- 3,000	8	0.6%	1.2%
Wells Fargo Bank	-	-	-	-	-	2,000	- 3,000	9	0.6%	1.2%
L3 Communications Corp.	-	-	-	-	-	2,000	- 3,000	10	0.6%	1.2%
Totals	103,000	- 128,992		27.7%	49.7%	41,000	- 57,000		14.7%	23.7%

* The number of employees reported are those for the whole of Salt Lake County and are only available as a range of the average annual employment. The number of employees within the district's boundaries for these employers is unavailable.

Source: Utah Department of Workforce Services



GRANITE SCHOOL DISTRICT

Statistical Section - Operating Information

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

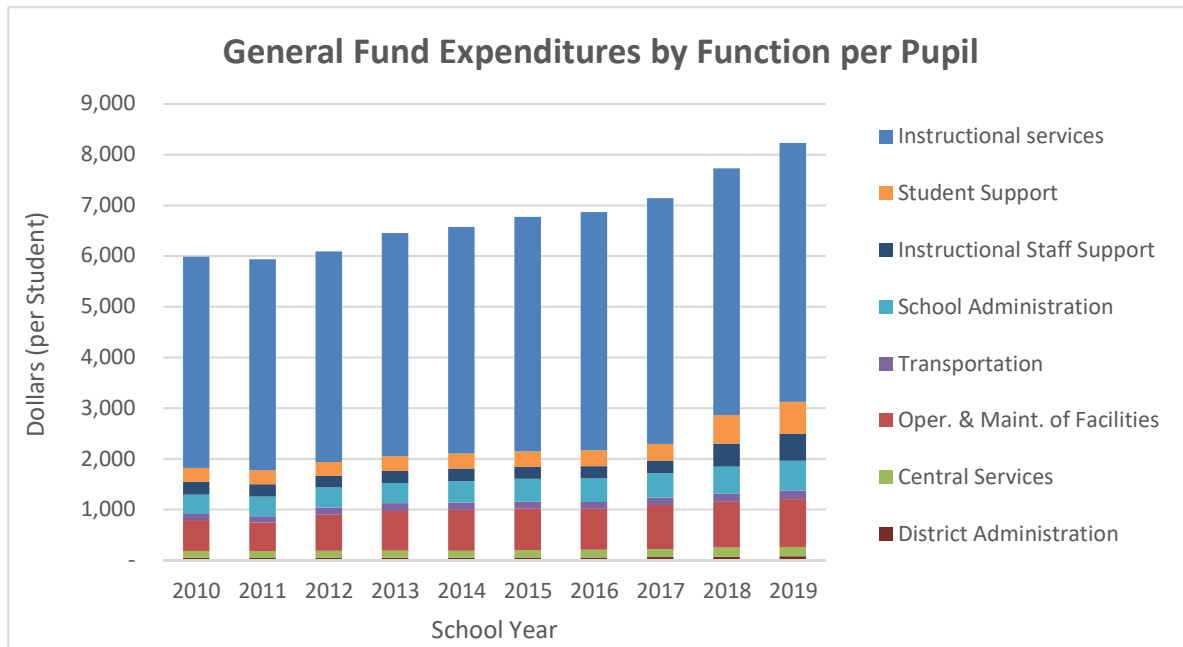
Operating Information

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.

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Sources:

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



Granite School District
Teacher Compensation Data

Last Ten Fiscal Years - June 30, 2010 through 2019

Fiscal Year	Bachelor Degree 1st Year Teacher Wage	Doctorate Degree 20th Year Teacher Wage	District Average* Teacher Wage	Statewide Median* Teacher Wage
2010	\$ 33,004	\$ 64,799	\$ 47,338	\$ 46,340
2011	33,004	64,799	47,338	62,880
2012	33,004	64,799	47,338	46,623
2013	33,234	65,283	46,119	46,232
2014	33,331	65,485	46,075	46,421
2015	33,806	66,485	46,356	46,689
2016	34,990	68,977	46,946	47,341
2017	36,714	70,919	48,153	48,576
2018	41,000	79,195	53,187	49,655
2019	41,920	81,070	A	A

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

A) The 2019 numbers were not available when this schedule was prepared.

Granite School District

Students per Instructional Staff

Last Ten Fiscal Years - June 30, 2010 through 2019

<u>Fiscal Year</u>	<u>Average Daily Membership</u>	<u>Teachers and Instructional Staff</u>	<u>Average Ratio of Students to Teachers and Instructional Staff</u>
2010	66,761	3,339	19.99
2011	66,884	3,330	20.08
2012	66,320	3,289	20.16
2013	66,385	3,367	19.71
2014	66,888	3,325	20.12
2015	66,622	3,379	19.72
2016	66,766	3,384	19.73
2017	65,997	3,306	19.96
2018	64,609	3,157	20.47
2019	63,123	3,138	20.11

Source: District records

Granite School District

Average Daily Membership vs. Average Daily Attendance

Last Ten Fiscal Years - June 30, 2010 through 2019

<u>Fiscal Year</u>	<u>Average Daily Membership</u>	<u>Average Daily Attendance</u>	<u>Ratio of ADA to ADM</u>
2010	66,761	63,967	95.81%
2011	66,884	64,141	95.90%
2012	66,320	63,614	95.92%
2013	66,385	63,196	95.20%
2014	66,888	64,149	95.91%
2015	66,622	65,173	97.83%
2016	66,766	62,537	93.67%
2017	65,997	62,843	95.22%
2018	64,609	61,419	95.06%
2019	63,123	59,952	94.98%

Source: Utah State Board of Education's Annual Statistical Report, District Records

Granite School District
History of High School Graduates

Last Ten School Years - School Years 2010 through 2019

	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>Totals</u>
Cottonwood	407	417	418	408	403	374	365	343	336	337	3,808
Cyprus	363	397	336	373	392	471	458	502	514	496	4,302
Granger	321	363	372	348	486	501	613	630	605	646	4,885
Hunter	513	573	523	549	600	575	592	565	590	546	5,626
Kearns	407	399	379	359	402	403	415	434	481	460	4,139
Olympus	433	400	434	433	487	448	482	461	493	504	4,575
Skyline	417	439	435	465	440	490	442	508	477	445	4,558
Taylorville	503	486	459	511	480	456	526	490	496	528	4,935
Special Programs	<u>295</u>	<u>207</u>	<u>305</u>	<u>287</u>	<u>255</u>	<u>163</u>	<u>225</u>	<u>287</u>	<u>114</u>	<u>172</u>	<u>2,310</u>
Total	<u>3,659</u>	<u>3,681</u>	<u>3,661</u>	<u>3,733</u>	<u>3,945</u>	<u>3,881</u>	<u>4,118</u>	<u>4,220</u>	<u>4,106</u>	<u>4,134</u>	<u>39,138</u>

Source: District records

Granite School District

Full-Time Equivalents by Functional Category

Last Ten Fiscal Years - June 30, 2010 through 2019

	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Instructional services	3,339.24	3,330.43	3,289.49	3,367.47	3,324.66	3,378.68
Supporting services:						
Students	230.95	230.28	233.15	241.37	241.61	247.52
Instructional staff	125.03	124.53	114.92	125.07	118.79	113.96
District administration	14.25	13.75	14.25	14.27	14.25	14.30
School administration	270.70	267.95	274.13	266.00	269.00	277.50
Central	99.00	97.50	97.50	91.10	88.10	88.10
Operation and maintenance of facilities	365.08	330.36	433.50	457.90	469.10	469.50
Transportation	120.24	118.05	119.86	120.85	120.86	121.84
School lunch services	130.69	125.94	116.46	115.61	116.86	120.11
Community services	100.60	99.19	121.86	11.00	14.00	12.00
Capital outlay	<u>80.92</u>	<u>96.64</u>	<u>2.00</u>	<u>2.00</u>	<u>2.00</u>	<u>-</u>
Total full-time equivalents	<u>4,876.70</u>	<u>4,834.62</u>	<u>4,817.12</u>	<u>4,812.64</u>	<u>4,779.23</u>	<u>4,843.51</u>

Source: District records

<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
3,384.19	3,305.90	3,156.75	3,138.12
248.19	256.10	371.01	393.33
118.37	123.27	193.87	217.31
14.30	16.30	16.30	16.30
282.50	279.50	281.50	287.50
90.50	92.50	92.50	94.50
473.50	473.50	464.00	481.50
123.38	127.61	127.36	130.19
118.71	126.00	132.00	128.00
13.00	12.00	18.00	18.00
-	2.00	2.00	2.00
<u>4,866.64</u>	<u>4,814.68</u>	<u>4,855.29</u>	<u>4,906.75</u>

Granite School District

Expenses by Function-Statement of Activities

Last Ten Fiscal Years - June 30, 2010 through 2019

Function	2010	2011	2012	2013	2014
Instructional services	\$ 323,526,457 66.24%	\$ 318,583,268 65.54%	\$ 297,867,401 62.46%	\$ 348,317,377 66.85%	\$ 320,423,548 63.87%
Support services:					
Students	18,495,907 3.79%	18,310,997 3.77%	18,140,134 3.80%	19,224,610 3.69%	19,904,590 3.97%
Instructional staff	17,121,922 3.51%	16,452,790 3.38%	15,094,205 3.16%	15,745,255 3.02%	16,713,385 3.33%
District administration	3,212,270 0.66%	3,172,168 0.65%	3,261,574 0.68%	3,311,703 0.64%	3,459,222 0.69%
School administration	25,939,635 5.31%	25,899,389 5.33%	26,259,590 5.51%	26,437,244 5.07%	28,301,884 5.64%
Central	9,641,355 1.97%	9,510,994 1.96%	9,823,667 2.06%	10,471,785 2.01%	10,299,162 2.05%
Operation and maintenance of facilities	42,959,293 8.80%	39,397,257 8.10%	48,472,612 10.16%	53,044,065 10.18%	55,594,893 11.08%
Transportation	9,022,545 1.85%	9,267,172 1.91%	10,199,851 2.14%	11,119,258 2.13%	10,340,619 2.06%
School lunch services	22,304,140 4.57%	27,471,654 5.65%	24,604,691 5.16%	25,185,316 4.83%	28,341,452 5.65%
Community services	14,934,127 3.06%	14,764,773 3.04%	15,722,329 3.30%	224,767 0.04%	393,701 0.08%
Intergovernmental	- -	- -	- -	- -	- -
Interest on long-term liabilities	1,281,355 0.26%	3,289,197 0.68%	7,467,967 1.57%	7,928,415 1.52%	7,917,255 1.58%
Total expenses	<u>\$ 488,439,006</u>	<u>\$ 486,119,659</u>	<u>\$ 476,914,021</u>	<u>\$ 521,009,795</u>	<u>\$ 501,689,711</u>
Average daily membership	66,761	66,884	66,320	66,385	66,888
Average expenses per pupil	\$7,316	\$7,268	\$7,191	\$7,848	\$7,500

Source: District records

2015	2016	2017	2018	2019
\$ 335,493,515 64.36%	\$ 355,541,828 64.00%	\$ 369,346,099 63.98%	\$ 348,324,558 59.06%	\$ 372,732,101 58.23%
19,970,557 3.83%	21,053,440 3.79%	22,186,753 3.84%	35,524,217 6.02%	41,447,698 6.48%
14,946,518 2.87%	15,973,484 2.88%	16,686,210 2.89%	28,706,882 4.87%	34,598,339 5.41%
3,231,125 0.62%	3,717,258 0.67%	3,970,098 0.69%	4,201,137 0.71%	5,133,263 0.80%
29,413,760 5.64%	31,905,955 5.74%	33,272,812 5.76%	35,176,036 5.96%	40,263,205 6.29%
9,931,181 1.91%	12,809,149 2.31%	13,243,357 2.29%	15,267,081 2.59%	16,156,481 2.52%
57,466,624 11.02%	58,918,567 10.61%	62,909,891 10.90%	61,625,697 10.45%	65,454,894 10.23%
9,588,698 1.84%	11,384,960 2.05%	10,571,801 1.83%	11,924,768 2.02%	13,077,960 2.04%
27,396,939 5.26%	29,697,433 5.35%	33,023,155 5.72%	31,814,472 5.39%	31,567,801 4.93%
966,017 0.19%	1,399,308 0.25%	1,312,990 0.23%	1,456,918 0.25%	2,045,143 0.32%
5,193,756 1.00%	5,766,586 1.04%	4,636,541 0.80%	8,232,386 1.40%	8,359,646 1.31%
7,655,679 1.47%	7,381,897 1.33%	6,157,330 1.07%	7,551,547 1.28%	9,242,260 1.44%
<u>\$ 521,254,369</u>	<u>\$ 555,549,865</u>	<u>\$ 577,317,037</u>	<u>\$ 589,805,699</u>	<u>\$ 640,078,791</u>
66,622	66,766	65,997	64,609	63,123
\$7,824	\$8,321	\$8,748	\$9,129	\$10,140

Granite School District
Expenses by Function Per Pupil-Statement of Activities
Last Ten Fiscal Years - June 30, 2010 through 2019

<u>Function</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
Instructional services	\$ 4,846 66.24%	\$ 4,764 65.54%	\$ 4,491 62.46%	\$ 5,247 66.85%	\$ 4,790 63.87%
Support services:					
Students	277 3.79%	274 3.77%	274 3.80%	290 3.69%	298 3.97%
Instructional staff	256 3.51%	246 3.38%	228 3.16%	237 3.02%	250 3.33%
District administration	48 0.66%	47 0.65%	49 0.68%	50 0.64%	52 0.69%
School administration	389 5.31%	387 5.33%	396 5.51%	398 5.07%	423 5.64%
Central	144 1.97%	142 1.96%	148 2.06%	158 2.01%	154 2.05%
Operation and maintenance of facilities	643 8.80%	589 8.10%	731 10.16%	799 10.18%	831 11.08%
Transportation	135 1.85%	139 1.91%	154 2.14%	167 2.13%	155 2.06%
School lunch services	334 4.57%	411 5.65%	371 5.16%	379 4.83%	424 5.65%
Community services	224 3.06%	221 3.04%	237 3.30%	3 0.04%	6 0.08%
Intergovernmental	- -	- -	- -	- -	- -
Interest on long-term liabilities	19 0.26%	49 0.68%	113 1.57%	119 1.52%	118 1.58%
Total expenses	<u>\$ 7,316</u>	<u>\$ 7,268</u>	<u>\$ 7,191</u>	<u>\$ 7,848</u>	<u>\$ 7,500</u>
Average daily membership	66,761	66,884	66,320	66,385	66,888

Source: District records

2015	2016	2017	2018	2019
\$ 5,036 64.36%	\$ 5,325 64.00%	\$ 5,596 63.98%	\$ 5,391 59.06%	\$ 5,905 58.23%
300 3.83%	315 3.79%	336 3.84%	550 6.02%	657 6.48%
224 2.87%	239 2.88%	253 2.89%	444 4.87%	548 5.41%
48 0.62%	56 0.67%	60 0.69%	65 0.71%	81 0.80%
442 5.64%	478 5.74%	504 5.76%	544 5.96%	638 6.29%
149 1.91%	192 2.31%	201 2.29%	236 2.59%	256 2.52%
863 11.02%	882 10.61%	953 10.90%	954 10.45%	1,037 10.23%
144 1.84%	171 2.05%	160 1.83%	185 2.02%	207 2.04%
411 5.26%	445 5.35%	500 5.72%	492 5.39%	500 4.93%
14 0.19%	21 0.25%	20 0.23%	23 0.25%	32 0.32%
78 1.00%	86 1.04%	70 0.80%	127 1.40%	132 1.31%
115 1.47%	111 1.33%	93 1.07%	117 1.28%	146 1.44%
<u>\$ 7,824</u>	<u>\$ 8,321</u>	<u>\$ 8,748</u>	<u>\$ 9,129</u>	<u>\$ 10,140</u>
66,622	66,766	65,997	64,609	63,123

Granite School District
Expenditures by Function-General Fund
 Last Ten Fiscal Years - June 30, 2010 through 2019

Function	2010	2011	2012	2013	2014
Instructional services	\$ 278,180,311 69.63%	\$ 278,464,936 70.16%	\$ 275,344,998 68.18%	\$ 292,231,153 68.22%	\$ 299,040,857 68.02%
Support services:					
Students	18,215,196 4.56%	18,265,051 4.60%	18,185,870 4.50%	19,177,739 4.48%	19,850,939 4.52%
Instructional staff	16,881,822 4.23%	16,410,218 4.13%	15,130,458 3.75%	15,898,421 3.71%	16,649,551 3.79%
District administration	2,909,550 0.73%	2,807,675 0.71%	2,884,608 0.71%	3,042,966 0.71%	3,152,450 0.72%
School administration	25,568,334 6.40%	25,868,977 6.52%	26,359,396 6.53%	26,386,676 6.16%	28,194,855 6.41%
Central	9,130,132 2.29%	8,982,270 2.26%	9,305,637 2.30%	9,387,883 2.19%	9,150,691 2.08%
Operation and maintenance of facilities	40,581,482 10.16%	37,798,294 9.52%	47,250,856 11.70%	51,964,424 12.13%	54,122,795 12.31%
Transportation	8,030,734 2.01%	8,326,966 2.10%	9,371,995 2.32%	10,247,348 2.39%	9,504,264 2.16%
Total expenditures	<u>\$ 399,497,561</u>	<u>\$ 396,924,387</u>	<u>\$ 403,833,818</u>	<u>\$ 428,336,610</u>	<u>\$ 439,666,402</u>
Average daily membership	66,761	66,884	66,320	66,385	66,888
Average expenditures per pupil	\$5,984	\$5,935	\$6,089	\$6,452	\$6,573

Source: District records

<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
\$ 308,217,928 68.32%	\$ 313,720,152 68.45%	\$ 319,976,784 67.89%	\$ 314,430,030 62.98%	\$ 322,311,986 62.05%
20,538,158 4.55%	20,864,748 4.55%	21,608,738 4.58%	36,374,578 7.29%	40,056,602 7.70%
15,431,611 3.42%	15,941,286 3.48%	16,462,417 3.49%	29,410,870 5.89%	33,386,361 6.42%
3,394,556 0.75%	3,439,511 0.75%	3,879,652 0.82%	4,364,980 0.87%	4,790,448 0.92%
29,877,428 6.62%	31,232,278 6.81%	31,915,921 6.77%	34,632,807 6.94%	37,085,152 7.14%
9,780,646 2.17%	10,201,607 2.23%	10,451,478 2.22%	11,823,625 2.37%	11,659,378 2.24%
54,752,894 12.14%	53,990,705 11.78%	57,355,321 12.17%	58,104,674 11.64%	59,500,004 11.45%
9,112,787 2.02%	8,925,593 1.95%	9,652,879 2.05%	10,139,277 2.03%	10,676,487 2.06%
<u>\$ 451,106,008</u>	<u>\$ 458,315,880</u>	<u>\$ 471,303,190</u>	<u>\$ 499,280,841</u>	<u>\$ 519,466,418</u>
66,622	66,766	65,997	64,609	63,123
\$6,771	\$6,865	\$7,141	\$7,728	\$8,229

Granite School District
Expenditures by Function Per Pupil-General Fund
 Last Ten Fiscal Years - June 30, 2010 through 2019

Function	2010	2011	2012	2013	2014	2015
Instructional services	\$ 4,166 69.63%	\$ 4,164 70.16%	\$ 4,153 68.18%	\$ 4,403 68.22%	\$ 4,471 68.02%	\$ 4,626 68.32%
Support services:						
Students	273 4.56%	273 4.60%	274 4.50%	289 4.48%	297 4.52%	308 4.55%
Instructional staff	253 4.23%	245 4.13%	228 3.75%	239 3.71%	249 3.79%	232 3.42%
District administration	44 0.73%	42 0.71%	43 0.71%	46 0.71%	47 0.72%	51 0.75%
School administration	383 6.40%	387 6.52%	398 6.53%	397 6.16%	421 6.41%	448 6.62%
Central	137 2.29%	134 2.26%	140 2.30%	141 2.19%	137 2.08%	147 2.17%
Operation and maintenance of facilities	608 10.16%	565 9.52%	712 11.70%	783 12.13%	809 12.31%	822 12.14%
Transportation	120 2.01%	125 2.10%	141 2.32%	154 2.39%	142 2.16%	137 2.02%
Total expenditures	<u>\$ 5,984</u>	<u>\$ 5,935</u>	<u>\$ 6,089</u>	<u>\$ 6,452</u>	<u>\$ 6,573</u>	<u>\$ 6,771</u>
Average daily membership	66,761	66,884	66,320	66,385	66,888	66,622

Source: District records

<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
\$ 4,699 68.45%	\$ 4,849 67.89%	\$ 4,867 62.98%	\$ 5,107 62.05%
312 4.55%	327 4.58%	563 7.29%	634 7.70%
239 3.48%	249 3.49%	455 5.89%	528 6.42%
51 0.75%	59 0.82%	67 0.87%	76 0.92%
468 6.81%	483 6.77%	536 6.94%	588 7.14%
153 2.23%	159 2.22%	183 2.37%	184 2.24%
809 11.78%	869 12.17%	900 11.64%	942 11.45%
134 1.95%	146 2.05%	157 2.03%	170 2.06%
<u>\$ 6,865</u>	<u>\$ 7,141</u>	<u>\$ 7,728</u>	<u>\$ 8,229</u>
66,766	65,997	64,609	63,123

Granite School District

Nutrition Services - Facts and Figures

Last Ten Fiscal Years - June 30, 2010 through 2019

	2010	2011	2012	2013	2014	2015
Participating schools:						
Lunch	89	90	89	97	104	103
Breakfast	66	67	69	73	77	82
Student lunches served:						
Free	3,605,136	3,999,613	3,899,803	3,857,384	4,188,624	4,113,400
Reduced	738,015	600,159	674,960	640,014	664,534	690,340
Fully paid	<u>2,468,014</u>	<u>2,443,213</u>	<u>2,374,965</u>	<u>2,157,488</u>	<u>2,234,041</u>	<u>2,232,415</u>
Total	<u>6,811,165</u>	<u>7,042,985</u>	<u>6,949,728</u>	<u>6,654,886</u>	<u>7,087,199</u>	<u>7,036,155</u>
Student breakfasts served:						
Free	1,242,399	1,388,333	1,349,266	2,643,404	1,314,999	1,531,911
Reduced	144,604	117,269	137,451	130,558	142,838	169,619
Fully paid	<u>211,012</u>	<u>213,687</u>	<u>219,917</u>	<u>210,901</u>	<u>233,110</u>	<u>301,930</u>
Total	<u>1,598,015</u>	<u>1,719,289</u>	<u>1,706,634</u>	<u>2,984,863</u>	<u>1,690,947</u>	<u>2,003,460</u>
Student dinners served:						
Free	-	-	-	-	-	16,142
Percentage of free/reduced/fully paid lunch:						
Free	52.93%	56.79%	56.12%	57.96%	59.10%	58.46%
Reduced	10.84%	8.52%	9.71%	9.62%	9.38%	9.81%
Fully paid	36.23%	34.69%	34.17%	32.42%	31.52%	31.73%
Percentage of free/reduced/fully paid breakfast:						
Free	77.75%	80.75%	79.06%	88.56%	77.76%	76.46%
Reduced	9.05%	6.82%	8.05%	4.37%	8.45%	8.47%
Fully paid	13.20%	12.43%	12.89%	7.07%	13.79%	15.07%
Average daily participation:						
Lunch	38,921	39,791	39,487	37,598	40,041	39,752
Breakfast	9,132	9,715	9,697	16,864	9,553	11,319
Dinner	-	-	-	-	-	91
Average daily membership:	66,761	66,884	66,320	66,385	66,888	66,622
Percentage participating in school lunch/breakfast:						
Lunch	58.30%	59.49%	59.54%	56.64%	59.86%	59.67%
Breakfast	13.68%	14.53%	14.62%	25.40%	14.28%	16.99%

Source: District records

<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
102	102	98	89
82	82	81	75
4,132,230	3,935,269	3,674,170	3,065,705
663,791	654,815	650,610	567,960
<u>2,284,802</u>	<u>2,234,920</u>	<u>2,087,704</u>	<u>2,073,425</u>
<u>7,080,823</u>	<u>6,825,004</u>	<u>6,412,484</u>	<u>5,707,090</u>
2,128,873	2,403,597	2,232,995	2,037,781
289,266	354,902	378,593	311,273
<u>779,495</u>	<u>982,841</u>	<u>986,181</u>	<u>936,995</u>
<u>3,197,634</u>	<u>3,741,340</u>	<u>3,597,769</u>	<u>3,286,049</u>
83,340	117,195	154,825	112,709
58.36%	57.66%	57.29%	53.72%
9.37%	9.59%	10.15%	9.95%
32.27%	32.75%	32.56%	36.33%
66.57%	64.24%	62.07%	62.01%
9.05%	9.49%	10.52%	9.47%
24.38%	26.27%	27.41%	28.51%
40,005	38,559	32,551	32,427
18,066	21,138	18,263	18,671
471	662	933	640
66,766	65,997	64,609	63,123
59.92%	58.43%	50.38%	51.37%
27.06%	32.03%	28.27%	29.58%

Granite School District

Capital Asset Information

Last Ten Fiscal Years - June 30, 2010 through 2019

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Schools:										
Elementary schools:										
Number	60	61	62	62	63	63	63	63	63	63
Square feet	3,466,479	3,571,273	3,723,340	3,723,340	3,873,402	3,873,402	3,873,402	3,873,402	3,873,402	3,890,708
Capacity	43,686	44,145	45,684	45,684	46,872	46,872	46,872	46,872	46,872	46,872
Enrollment	37,792	38,312	38,102	38,042	38,336	42,545	37,432	36,765	35,159	33,962
Middle schools:										
Number	16	16	16	16	16	16	15	15	15	15
Square feet	2,373,826	2,373,826	2,373,826	2,373,826	2,373,826	2,373,826	2,248,693	2,248,693	2,248,693	2,249,968
Capacity	20,871	20,871	20,871	20,871	20,871	20,871	19,602	19,602	19,602	19,602
Enrollment	14,661	14,925	14,917	15,179	14,363	13,528	12,848	11,696	11,561	11,548
High schools:										
Number	9	8	8	8	8	8	8	8	8	8
Square feet	2,558,940	2,428,502	2,428,502	2,428,502	2,704,094	2,704,094	2,829,227	2,829,227	2,829,227	2,832,270
Capacity	19,404	18,228	18,228	18,228	19,236	19,236	20,505	20,505	20,505	20,505
Enrollment	13,783	13,945	13,528	13,466	14,483	15,255	15,757	17,071	17,634	16,824
Special schools:										
Number	4	4	4	6	6	6	6	6	6	6
Square feet	343,046	343,046	343,046	477,885	477,885	477,885	477,885	477,885	477,885	389,661
Capacity *										
Enrollment	1,385	1,370	337	844	382	823	1,785	1,645	1,670	788
Total schools:										
Number	89	89	90	92	93	93	92	92	92	92
Square feet	8,742,291	8,716,647	8,868,714	9,003,553	9,429,207	9,429,207	9,429,207	9,429,207	9,429,207	9,362,607
Capacity	83,961	83,244	84,783	84,783	86,979	86,979	86,979	86,979	86,979	86,979
Enrollment	67,621	68,552	66,884	67,531	67,564	72,151	67,822	67,177	66,024	63,122
Other buildings:										
Number	12	12	12	17	15	14	13	13	13	23
Square feet	772,905	772,905	817,087	741,232	634,479	585,150	537,052	537,052	537,052	588,527
Acres of land	1,391.1	1,401.0	1,419.2	1,518.3	1,485.8	1,470.5	1,443.3	1,451.8	1,452.6	1,497.3
Number of portables	237	235	232	246	255	256	258	260	262	236
Number of vehicles	672	699	672	703	705	707	713	729	733	751

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

Source: District records



GRANITE SCHOOL DISTRICT
2500 SOUTH STATE
SALT LAKE CITY, UTAH 84115
graniteschools.org